



**NOTICE OF SPECIAL MEETING
SEALY CITY COUNCIL
W. E. HILL COMMUNITY CENTER
1000 MAIN STREET
SEALY, TX 77474
SUNDAY, AUGUST 23, 2026
6:00 P.M.**

Notice is hereby given of a Meeting of the City Council of Sealy to be held on the abovementioned date, time, and location for the purpose of considering the following agenda items. All agenda items are subject to action. The City Council reserves the right to meet in a closed session on any agenda item should the need arise and if applicable pursuant to authorization by Title 5, Chapter 551, of the Texas Government Code.

A. Call to Order

B. Invocation and Pledges of Allegiance

C. Roll Call and Certification of a Quorum

D. Petition(s) and Public Comments

Comments may not be addressed to or at individuals and are limited to three minutes per speaker; however, if a large quantity of individuals has registered to speak, the time may be reduced. Speakers may not poll the council members or attendees.

E. Discussion and Possible Action to Approve the agenda order or reorder

TAXPAYER IMPACT STATEMENT

Pursuant to Texas Government Code 551.043 (c), a taxpayer impact statement is required for meetings at which the City Council discusses or adopts the proposed budget, must include a taxpayer impact statement showing, for the median-valued homestead property, a comparison of the property tax bill in dollars pertaining to the property for the current year to an estimate of the property tax bill in dollars for the same property for the upcoming fiscal year.

Description	FY 2025-2026 Adopted Tax Rate	FY 2026-2027 Proposed Tax Rate	FY 2026-2027 No- New-Revenue Rate
Tax Rate per \$100 of valuation	\$0.37731	\$0.37856	\$0.35290
Median Homestead Taxable Value	\$238,272	\$256,677	\$256,667
Estimated Annual Tax Bill	\$899	\$972	\$906
Difference from Current Fiscal Year	N/A	\$73	\$7

F. PUBLIC HEARING: The City Council will hold a Public Hearing to receive comments concerning the Proposed City of Sealy Fiscal Year 2026-2027 Budget.

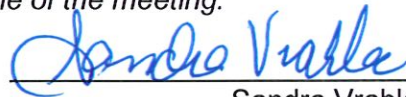
G. Business

1. Discussion and Possible Action to either Postpone the Vote or Approve an Ordinance Adopting the City of Sealy, Texas Budget for the Fiscal Year 2026-2027 (Per the City of Sealy Home Rule Charter, Section 3.12 (1) Procedure to Enact Legislation, Section 7.02 E. Adoption)
(Only one reading is required for Final passage of this Ordinance)
(A record vote will be taken)
2. Discussion and Possible Action to Ratify the Proposed Property Tax Increase reflected in the Budget.
(A record vote will be taken)
3. Reports, Announcements, or Requests from Councilmembers.

H. Adjourn

CERTIFICATION

I, Sandra Vrabec, City Secretary of the City of Sealy, do hereby certify that the above notice of the City of Sealy, Texas, City Council, was posted in a place convenient to the general public (and the City's website) in compliance with Chapter 551, of the Texas Government Code, and at least 3 business days before the scheduled time of the meeting.



Sandra Vrabec, City Secretary

F. PUBLIC HEARING

August 13, 2026
Sealy News



NOTICE OF PUBLIC HEARING FISCAL YEAR 2026-2027 PROPOSED BUDGET

Notice is hereby given that the Sealy City Council will hold a Public Hearing on the Proposed Fiscal Year 2026-2027 Budget at 6:00 p.m. on Sunday, August 23, 2026, during the City Council meeting at W. E. Hill Community Center, located at 1000 Main Street, Sealy, Texas 77474.

This Budget will raise more total property taxes than last year's budget by an amount of \$543,449, which is a 10.57 percent increase, and of that amount, \$150,653 is tax revenue to be raised from new property added to the tax roll this year.

The Taxpayer Impact Statement for the Median Homestead Taxable Value is listed below:

Description	FY 2025-2026 Adopted Tax Rate	FY 2026-2027 Proposed Tax Rate	FY 2026-2027 No-New- Revenue Rate
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Copies of the Proposed Budget are available for inspection by the public Monday through Friday from 8:00 a.m. – 5:00 p.m. in the City Secretary's Office located at 415 Main Street, Sealy, Texas 77474. The Proposed Budget is also available on the City of Sealy's website at www.ci.sealy.tx.us.

Sandra Vrablec
City Secretary



NOTICE OF PUBLIC HEARING

FISCAL YEAR 2026-2027 PROPOSED BUDGET

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Sandra Vrablec
City Secretary

G. BUSINESS

ITEM #1



AGENDA ITEM NO _____

Consideration and possible action regarding the FY 2026–2027 Proposed Budget

SUBMITTED BY: Kimbra Hill, City Manager

MEETING DATE: August 23 2026

STAFF REPORT

DESCRIPTION

PURPOSE

To present the FY 2026–2027 Proposed Budget for City Council review and consideration and establish the financial and operational framework for the City's priorities during the coming fiscal year.

BACKGROUND

In accordance with the City Charter, applicable law, and the City's financial policies, staff has prepared the FY 2026–2027 Proposed Budget as the City's financial and operational plan for the coming year.

There were no changes to the City's financial policies during FY 2025–2026; therefore, the FY 2026–2027 Proposed Budget was developed under the same financial policies and principles.

The proposed budget reflects several years of deliberate financial planning to strengthen fund balances, maintain adequate reserves, prepare for emergencies, address deferred infrastructure and capital needs, and reduce reliance on debt when other funding sources are available. The accompanying City Manager's Budget Message provides the more detailed discussion of revenues, expenditures, staffing, growth, economic development, infrastructure, and the City's long-term financial strategy.

KEY BUDGET HIGHLIGHTS

The Austin County Appraisal District's adjusted certified taxable value increased from approximately \$1.39 billion to approximately \$1.50 billion. The proposed property tax rate is \$0.37856 per \$100 valuation, compared with \$0.37731 in the prior year. The I&S component decreases from \$0.17629 to \$0.17308, while the M&O component increases from \$0.20102 to \$0.20548. The budget will raise approximately \$543,449 more in total property taxes than the prior year, of which approximately \$150,653 is attributable to new property added to the tax roll.

Sales tax projections were developed using current allocation reports, historical trends, and normalized current-year collections. Significant one-

time activity was excluded from the recurring revenue base used to develop the budget. The proposed projection assumes 5.5 percent growth over normalized current-year revenue and actual FY 2024–2025 collections.

The General Fund budget is balanced at approximately \$12.3 million. General Fund Capital Outlay totals approximately \$2.59 million, including \$631,000 for Building Services, \$493,750 for Streets and Drainage, and \$1.47 million for Parks and Recreation. Approximately \$1.61 million is supported through the planned use of General Fund balance.

The budget distinguishes between recurring revenues and expenditures that must be sustained year after year and non-recurring resources, including grants, donations, contributions, and fund balance, that are more appropriately used for one-time needs and capital improvements.

Public safety remains the largest single commitment of recurring General Fund resources. The proposed Police Department budget is approximately \$4.2 million and approximately \$500,000 higher than the current year. Additional Police Department positions were evaluated but are not included in the proposed budget.

CHANGES SINCE THE WORKING BUDGET PRESENTATION

Since the working budget was last presented, staff has continued reviewing revenues, expenditures, personnel requests, outside funding sources, and capital priorities. Significant revisions include:

- SEDC Contributions to Primary Government increased from \$150,000 to \$651,000 to reflect eligible SEDC-funded City projects that will be procured and managed by the City, including the Liedertafel improvements, W. E. Hill Community Center ADA improvements, Jacqueline A. Cryan Memorial Park Shade and Benches Project, Irene LeBlanc Splash Pad shade structures, and other eligible initiatives.
- Building Services Capital Outlay was revised to reflect the SEDC-funded Liedertafel and W. E. Hill projects, and the Planning Department building improvement request was moved to Building Services.
- Property tax revenue increased by \$22,438, from \$2,909,306 to \$2,931,744, based on updated calculations.
- Building permit revenue increased from \$350,000 to \$375,000 based on current activity.
- Federal grant revenue of \$34,400 and state grant revenue of \$10,000 were added.
- Police Department vehicle funding and budget notes were updated, including \$32,000 to upfit one new patrol vehicle.
- Three requested positions were evaluated but are not included at this time: an additional Police Patrol Officer, Planning/Code Enforcement position, and Assistant Finance Director.

- New positions included in the budget are one Utility III Field position shared by Streets/Drainage and Parks/Recreation, one Customer Service Technician shared by the Water/Sewer and Gas Funds, and one Gas Utility II Field position.
- Architectural Services was reduced from \$100,000 to \$25,000.
- Capital Outlay notes were revised to distinguish funding capacity from authorization to proceed, particularly for significant facility and discretionary park improvements.
- Merit projections were reviewed against employee performance evaluations and personnel budget notes were updated.
- No changes were made to the IT budget.

These revisions reflect continued refinement of revenues, staffing, outside funding sources, and capital priorities since the working budget was presented.

CAPITAL PROJECT IMPLEMENTATION

The proposed budget should not be viewed as a \$12 million-plus shopping list. It provides the financial capacity to operate, respond to emergencies, preserve existing assets, and address identified capital needs. Having an appropriation available does not mean staff recommends spending it simply because the funding exists.

Except for previously approved or specifically identified projects, routine maintenance and preservation, and emergency, public health, safety, or operational needs, staff recommends postponing significant discretionary facility and park improvements until the applicable planning work is complete and the projects are returned to City Council for consideration.

Facilities

The City will complete the ADA Title II Transition Plan and Space Utilization Study before proceeding with most significant discretionary facility improvements.

The Police Department facility requires repair following remediation, and the City Hall/Municipal Court restroom and plumbing systems also require repairs. Because final scopes and costs were not available during budget development, no funding has been specifically allocated for either project. The previously identified \$100,000 City Hall/Planning ADA Improvements allocation was replaced with general contingency funding for emergency and other unforeseen facility needs; however, that contingency has not been committed to the Police Department or City Hall projects. Once assessments are complete and reliable scopes and costs are available, staff will return to City Council with the projects, recommended priorities, and funding options. Any additional appropriation will require

Council approval through a future budget amendment using General Fund balance or another available funding source.

Parks

For FY 2026–2027, Scranton Park will be the primary focus for evaluating future discretionary park improvements.

Staff will coordinate with the Eastside Foundation regarding its planned improvements, engage the community regarding recreational needs and priorities, and complete the Master Park Plan Update before proceeding with significant improvements to Scranton Park. The \$300,000 included in the budget provides funding capacity but will remain pending completion of that process and subsequent consideration by the Parks Board and City Council.

The Chapman B&PW Pond Expansion and Drainage Improvements Project has already been awarded and will proceed, including expansion of the walking trail around the enlarged pond.

The approximately \$900,000 Chapman B&PW Park Parking Expansion is also intended to proceed during FY 2026–2027 and is not contingent upon completion of the Master Park Plan Update. The project will address existing parking, accessibility, circulation, pavilion-user parking, and access needs.

With SEDC funding, the City will also update the Master Park Plan and begin conceptual planning for the remaining portion of the approximately 23 acres donated by BSR adjacent to Chapman B&PW Park. A portion of the donated property is being incorporated into the pond expansion and drainage project, while the remaining acreage will be evaluated for future recreational use.

Major Infrastructure and the Next Capital Plan

The City will continue advancing major infrastructure projects already identified as priorities, including:

- **Allens Creek Sewer and Infrastructure Project – approximately \$6.7 million**
- **West Front Street Infrastructure Project – approximately \$9.4 million**
- **Second Street Gas Line Improvements**

Engineering and design of the Allens Creek and West Front Street projects will provide more reliable information regarding construction costs, phasing, infrastructure requirements, and funding needs. The City also intends to complete the Second Street Gas Line Improvements during FY 2026–2027.

As these projects advance, staff will review the Capital Improvement Program to identify and prioritize future water, wastewater, street, and drainage needs. That work will occur alongside Council discussions regarding

annexation, development, utility capacity, infrastructure, zoning exploration, land use, economic development, and long-term service needs. Future capital recommendations should reflect Council's vision for where and how Sealy grows, the infrastructure necessary to support that growth, and the City's ability to fund those investments sustainably.

FINANCIAL IMPACTS

Approval of the FY 2026–2027 Budget will establish the City's appropriations and financial framework for the fiscal year.

Capital appropriations provide funding capacity but do not constitute final authorization to proceed with individual projects. All expenditures remain subject to required City Council approval, applicable procurement requirements, funding restrictions, contract approval, and other expenditure controls.

The Police Department facility repairs following remediation and the City Hall/Municipal Court restroom and plumbing repairs are not specifically funded in the proposed budget because final scopes and costs are not yet known. Once those costs are established, staff will return to City Council with recommended funding and any necessary budget amendment.

RECOMMENDATION

Staff recommends approval of the Proposed FY 2026–2027 Budget as the City's financial plan and funding framework for the coming fiscal year. Capital appropriations provide funding capacity but do not, by themselves, constitute authorization to proceed with individual projects.

Except for previously approved or specifically identified projects, routine maintenance and preservation, and emergency, public health, safety, or operational needs, staff recommends postponing significant discretionary facility and park improvements until the applicable planning studies are completed, priorities are established, reliable cost estimates are obtained, and individual projects are returned to City Council for consideration and approval.



AGENDA ITEM NO: 1

Discussion and Possible Action to either Postpone the Vote or Approve an Ordinance Adopting the City of Sealy, Texas Budget for the Fiscal Year 2026-2027 (Per the City of Sealy Home Rule Charter, Section 3.12 (1) Procedure to Enact Legislation, Section 7.02 E. Adoption)

(Only one reading is required for Final passage of this Ordinance)

(A record vote will be taken)

SUBMITTED BY: Jennifer Matura, Finance Director

MEETING DATE: 08.23.2026

STAFF REPORT

SUMMARY :

In accordance with Local Government Code Sec. 102.007, at the conclusion of the public hearing, the governing body of the municipality shall take action on the proposed budget.

This action is either adoption of the budget by ordinance or a vote to postpone the final budget vote until the following evening's meeting.

Prior to adopting the budget, the governing body may make any changes in the budget that it considers warranted by the law or the best interest of the municipal taxpayers.

A vote to adopt the budget must be a record vote.

FINANCIAL IMPACT:

The budget will be implemented to govern annual expenditures based on projected revenues and resources for fiscal year 2026-2027.

RECOMMENDATION

Staff recommends the approval of the ordinance adopting the 2026-2027 budget for the City of Sealy, Texas.

CITY OF SEALY, TEXAS

ADOPTED ANNUAL BUDGET

OCTOBER 1, 2026 TO SEPTEMBER 30, 2027

This Budget will raise more revenue from property taxes than last year's budget by an amount of \$543,499, which is a 10.57 percent increase from last year's budget. The property tax revenue to be raised from new property added to the tax roll this year is \$150,653.

The members of the governing body voted on the budget as follows:

POSITION	NAME	FOR	AGAINST	PRESENT and not voting	ABSENT
Mayor	Carolyn Bilski				
Council Member, Place 1	Robert (Bobby) Necker				
Council Member, Place 2	Chris Noack				
Council Member, Place 3	Bradley Miller				
Council Member, Place 4	Cookie Curry				
Council Member, Place 5	Edward J. Zapalac				
Council Member, Place 6	Adam Burttschell				

PROPERTY TAX RATE COMPARISON (Rates expressed per \$100 of value)

TAX RATE	TAX YEAR 2026	TAX YEAR 2025
Property Tax Rate	\$ 0.37856	\$ 0.37731
No-New-Revenue Tax Rate	\$ 0.35290	\$ 0.29340
No-New-Revenue Maintenance and Operations Tax Rate	\$ 0.17982	\$ 0.18614
Voter-Approval Tax Rate	\$ 0.37000	\$ 0.36894
Debt Rate	\$ 0.17308	\$ 0.17629

TOTAL DEBT OBLIGATIONS FOR CITY OF SEALY SECURED BY PROPERTY TAXES:
\$2,599,478

ORDINANCE 2026-

AN ORDINANCE APPROVING AND ADOPTING THE CITY OF SEALY, TEXAS, BUDGET FOR THE FISCAL YEAR 2026-2027; MAKING APPROPRIATIONS FOR THE CITY FOR SUCH YEAR AS REFLECTED IN SAID BUDGET; MAKING CERTAIN FINDINGS AND CONTAINING CERTAIN PROVISIONS RELATING TO THE SUBJECT; PROVIDING FOR SEVERABILITY; AND PROVIDING AN EFFECTIVE DATE.

WHEREAS, on the 16th day of July 2026, the City Manager filed with the City Secretary a proposed budget of expenditures of the City of Sealy for the Fiscal Year 2026-2027, the same being the Fiscal Year of the City, and

WHEREAS, pursuant to a motion of the City Council and after notice required by law, a Public Hearing on such budget was held on the 23rd day of August 2026, at which hearing all citizens and taxpayers of the City had the right to be present and to be heard and those who requested to be heard were heard; and

WHEREAS, the City Council has considered the proposed budget and has made such changes therein as in the City Council's judgment were warranted by law and were in the best interest of the citizens and taxpayers of the City; and

WHEREAS, a copy of the budget has been filed with the City Secretary and the City Council now desires to approve and adopt the same;

NOW, THEREFORE, BE IT ORDAINED BY THE CITY COUNCIL OF THE CITY OF SEALY, TEXAS:

Section 1. The facts and recitations set forth in the preamble of this Ordinance are hereby found to be true and correct and incorporated herein for all purposes.

Section 2. The City Council hereby approves and adopts the budget, a copy of which is attached hereto and made a part hereof. The City Secretary is hereby directed to place on said budget an endorsement, to be signed by the City Secretary, which shall read as follows: "The Original Budget of the City of Sealy, Texas, for the Fiscal Year 2026-2027." Such budget as thus endorsed shall be kept on file in the office of the City Secretary as a public record.

Section 3. *Severability.* In the event any section, paragraph, subdivision, clause, phrase, provision, sentence, or part of this Ordinance or the application of the same to any person or circumstance shall for any reason be adjudged invalid or held unconstitutional by a court of competent jurisdiction, it shall not affect, impair, or invalidate this Ordinance as a whole or any part of provision hereof other than the part declared to be invalid or unconstitutional; and the City Council of the City of Sealy, Texas, declares that it would have passed each and every part of the same notwithstanding the omission of any such part thus declared to be invalid or unconstitutional, whether there be one or more parts.

Section 4. *Effective Date.* This ordinance shall become effective immediately.

PASSED AND APPROVED AND ADOPTED this 23rd day of August 2026.

Carolyn Bilski, Mayor

ATTEST:

Sandra Vrabec, City Secretary

CITY OF SEALY, TEXAS
FISCAL YEAR 2026-2027 BUDGET
October 1, 2026 – September 30, 2027



PROPOSED VERSION

CITY OFFICIALS

Mayor Carolyn Bilski
Councilmember, Place 1: Robert (Bobby) Necker
Councilmember, Place 2: Chris Noack
Councilmember, Place 3: Bradley Miller
Councilmember, Place 4: Theadra (Cookie) Curry
Councilmember, Place 5/ Mayor Pro Tem: Edward J. Zapalac
Councilmember, Place 6: Adam Burttschell



City of Sealy, Texas

Office of the City Manager
415 Main Street • PO Box 517
Sealy, TX 77474
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CITY MANAGER'S BUDGET MESSAGE FISCAL YEAR 2026-2027 PROPOSED BUDGET

August 13, 2026

To the Honorable Mayor and City Council:

In accordance with the City Charter, I am pleased to present the City of Sealy's Proposed Budget for Fiscal Year 2026-2027.

The annual budget provides the financial plan for City operations and services for the coming year, but it also reflects several years of careful work to strengthen the City's financial position and prepare for the needs of a growing community. The budget explains not only how City resources are proposed to be spent, but also the work, services, and priorities those resources support.

There were no changes to the City's financial policies during FY 2025-2026; therefore, the FY 2026-2027 Proposed Budget was developed under the same financial policies and principles.

Over the past several years, the City has worked to rebuild fund balances, address deferred maintenance, replace aging equipment and infrastructure, and pursue grants and other funding sources whenever possible. Building those reserves was intentional. The goal has been to make sure the City is prepared for emergencies, has the resources needed to address long-term capital needs, and reduce its reliance on debt financing when other funding is available.

FY 2026-2027 represents the next step in that strategy: plan carefully, establish priorities, protect adequate reserves, and strategically reinvest available resources in the community.

REVENUES, PROPERTY VALUES AND TAX RATE

The Austin County Appraisal District's adjusted certified taxable value increased from approximately \$1.39 billion to \$1.50 billion.

The proposed FY 2026-2027 property tax rate is \$0.37856 per \$100 of taxable value, compared with \$0.37731 in the prior year, an increase of \$0.00125 per \$100 valuation.

The City's property tax rate has two parts. The Interest and Sinking (I&S) portion supports eligible debt obligations, while the Maintenance and Operations (M&O) portion supports general City operations and services.

For FY 2026–2027, the I&S rate decreases from \$0.17629 to \$0.17308, while the M&O rate increases from \$0.20102 to \$0.20548.

The budget will raise \$543,449 more in total property taxes than last year's budget, an increase of 10.57 percent. Of that amount, \$150,653 is tax revenue attributable to new property added to the tax roll this year.

New taxable property totals approximately \$39.8 million. The M&O revenue generated by that new property is estimated at approximately \$81,774 and will help support the increased costs of providing public safety, streets, drainage, parks, facilities, planning, and other City services as the community grows.

Exhibits 1 and 2 provide a ten-year history of the City's property tax rate and illustrate the relationship between the M&O, I&S, and total tax rates from 2016 through 2026.

Sales tax revenue was projected using monthly sales tax allocation reports received to date, the April 2026 Financial Report, and historical sales tax trends. A significant portion of the current year's increase resulted from one-time activity. Because that revenue should not be relied upon to fund ongoing expenses, it was removed from the recurring revenue base used to develop the proposed budget.

The FY 2026–2027 sales tax projection assumes 5.5 percent growth over both estimated normalized current-year revenue and actual FY 2024–2025 collections. This approach recognizes continued growth while avoiding the use of unusually high, one-time revenues to support expenses that will continue year after year.

Exhibit 3 provides an overview of General Fund revenue from all sources.

GROWTH AND LONG-TERM SUSTAINABILITY

The City continues to experience meaningful development activity across residential, commercial, and industrial sectors.

The City approved a development agreement with BSR for a residential development of up to 1,000 single-family homes. D.R. Horton continues construction in Section 3 of Westward Pointe, with an additional section anticipated, and home construction continues in Cane Crossing.

Commercial and industrial investment is also occurring. Hailing Copper is expanding its Sealy operations with additional buildings, equipment, and production capacity, which will add taxable value to the City. Sika is anticipated to begin construction on the next phase of its facility. The Walmart Distribution Center has expanded, adding value to the tax base, while the Sealy Outlet Center continues to improve occupancy. Additional commercial activity is also in various stages of development.

This activity is encouraging and reflects continued investment in Sealy. It also reinforces the importance of maintaining a balanced mix of residential, commercial, and industrial development.

The City experienced an increase in new taxable value this year; however, development occurs in cycles, and we cannot assume this level of growth will continue at the same pace every year. That means we have to be careful about adding recurring expenses that must be sustained year after year. New positions and other recurring obligations must be supported by revenues that can reasonably be sustained year after year.

Residential growth is important to Sealy's continued economic development. New homes bring new residents, support local businesses, contribute to sales tax activity, and help create the population base needed to attract additional retail and commercial investment.

At the same time, residential growth increases demand for City services. More residents mean greater needs for public safety, streets, drainage, parks, planning, code enforcement, utility billing, community facilities, and City administration. The property tax revenue generated by residential development alone does not necessarily cover the cost of providing those additional services.

A simple example helps illustrate the challenge. If the entire \$39.8 million in new taxable value added this year were residential development and the average taxable value of each new home were \$300,000, that would represent approximately 133 new homes. At an average of 2.8 people per household, those homes could add approximately 372 new residents for the City to serve.

At the proposed M&O tax rate, that entire \$39.8 million in new value would generate only approximately \$81,780 annually for General Fund operations. By comparison, the fully burdened annual cost of one additional police officer, including salary, benefits, vehicle, fuel, equipment, training, and related costs, can approach \$160,000.

This example is not intended to suggest that every new resident requires another police officer or that all new taxable value is residential. Rather, it demonstrates an important financial reality: residential growth creates additional service demands, while the property tax revenue generated by that growth must be shared among all General Fund services needed to support a growing community.

Continued commercial and industrial development is therefore especially important to creating a stronger and more balanced tax base. These investments can add significant taxable value, jobs, and economic activity without creating the same level of population-driven demand for municipal services as residential development.

Sealy is fortunate to have residential, commercial, and industrial investment occurring at the same time. Our responsibility is to manage that growth so that the City's financial capacity, workforce, infrastructure, and services grow together at a pace the community can sustain over the long term.

GENERAL FUND

The FY 2026–2027 General Fund budget is balanced at approximately \$12.3 million.

An important part of evaluating the General Fund is distinguishing between recurring and non-recurring revenues and expenditures. Recurring revenues, such as property and sales taxes, support the ongoing cost of providing City services. Salaries and benefits, public safety operations, maintenance, contractual obligations, and other day-to-day operating costs are recurring expenditures that must be sustained year after year.

By comparison, grants, donations, one-time contributions, and planned use of fund balance are non-recurring resources and should not be relied upon to create permanent operating obligations. These resources are generally better suited for one-time expenditures, capital improvements, and other needs that do not permanently increase the City's annual operating costs.

Exhibit 4, General Fund Departmental Allocations Based on Recurring Expenditures, provides a clearer picture of how the City's recurring General Fund resources are distributed among departments and services. The exhibit excludes one-time capital expenditures and other non-recurring costs so that taxpayers can see how ongoing operating resources are allocated among the municipal services that must be funded year after year.

General Fund Capital Outlay totals approximately \$2.59 million, including \$631,000 for Building Services, \$493,750 for Streets and Drainage, and \$1.47 million for Parks and Recreation. Approximately \$1.61 million of these capital expenditures is supported through the planned use of General Fund balance.

Using fund balance for these one-time capital needs is intentional and reflects several years of careful financial planning and disciplined budget management.

The significance of the City's current financial position becomes clearer when viewed over time. In 2020, the General Fund balance had declined to approximately \$300,000, less than two weeks of operating expenditures. According to the City's 2025 Annual Comprehensive Financial Report, 2024 was the first year in more than a ten-year period that the City reached the 90-day fund balance benchmark. Since then, the City has continued to incrementally strengthen its reserve position.

That progress took years. Staff carefully managed vacancies and expenditures, deferred non-essential purchases when necessary, extended the useful life of vehicles and equipment where practical, pursued grants and alternative funding, and prioritized spending based on public health, safety, infrastructure, and operational needs.

Building those reserves was never about simply accumulating cash. It was about moving the City from a position where an emergency could disrupt operations and priorities to one where we can respond to emergencies, plan for capital needs, pursue grants and matching opportunities, complete studies and engineering before construction, and use cash for appropriate capital investments rather than automatically relying on debt.

The City's reserves are still limited when compared with its overall infrastructure and capital needs, and reaching the 90-day benchmark does not mean everything can or should be funded at once. It means the City finally has a meaningful financial cushion and can make deliberate decisions about how taxpayer resources can provide the greatest long-term benefit while remaining prepared for emergencies.

That is the purpose of the planned use of fund balance in this budget: to strategically reinvest a portion of the financial capacity that took years to build while protecting adequate reserves.

Having funding available does not mean it must be spent. Projects will proceed only as planning is completed, priorities are established, and City Council provides the required authorization.

PLANNING BEFORE INVESTING IN CITY FACILITIES

Recent problems at the Police Department and City Hall have made it clear that we need to look at our facilities as a whole rather than continue addressing one problem at a time.

Many of our City buildings were constructed decades ago for a much smaller organization. Today, more employees are working in those buildings, technology needs have changed, and much of the electrical, plumbing, HVAC, communications, and other infrastructure was not designed for current operational needs. In many cases, components of these facilities have reached or exceeded their expected useful lives.

The recent HVAC failure and resulting water intrusion at the Police Department required remediation and the temporary relocation of Police Department operations to City Hall. At the same time, City Hall experienced significant restroom, sewer, and plumbing failures. These events have highlighted additional concerns associated with the age and condition of the City's facilities and infrastructure.

We could continue spending taxpayer dollars repairing these problems one at a time, but before making additional major investments, we need to know what our long-term facility needs actually are.

For that reason, the City is completing an ADA Title II Transition Plan and Space Utilization Survey of City facilities. The study will help us determine how our existing buildings are being used, what accessibility improvements are required, where departments can most efficiently operate, and whether facilities should be repaired, renovated, expanded, reconfigured, or eventually replaced.

The Police Department facility must be repaired following remediation, and City Hall also requires additional work. Because the full scope and cost of those repairs were not known when this budget was prepared, they are not included as specifically identified capital projects. Once the necessary information is available, those needs will be brought back to City Council with appropriate funding recommendations.

Necessary emergency, health, safety, and operational repairs will continue as needed.

In the meantime, most significant non-emergency facility improvements will remain on hold until the study is complete. This will help ensure that we do not spend money today on improvements that may not make sense once the City's long-term facility plan is established.

SEDC-funded improvements to the Liedertafel and W. E. Hill Community Center may proceed in accordance with applicable approvals, procurement requirements, and funding restrictions.

Funding is also included for the proposed Public Works Barn Expansion, but the project will remain pending until completion of the Space Utilization Study and consideration of its recommendations.

PLANNING BEFORE INVESTING IN PARKS

The same planning approach applies to our parks.

The General Fund budget includes approximately \$1.47 million in Parks and Recreation Capital Outlay. Some maintenance, replacement, and previously identified improvement projects need to move forward; however, before making major new investments in our parks, the City intends to update its Master Park Plan.

Our community has changed and grown, and we need to make sure our park priorities reflect today's needs as well as where the City is headed. The updated Master Park Plan will help evaluate existing facilities, accessibility, recreational needs, future growth, maintenance costs, and opportunities for grants and other outside funding.

The approximately 23 acres donated by BSR also creates an opportunity to address both drainage infrastructure and recreational needs. A portion of the donated property will be incorporated into the planned Chapman B&PW Pond Expansion and Drainage Improvements Project, including expansion of the walking trail around the newly expanded pond.

This allows the City to maximize the use of the donated property by addressing long-term drainage needs while also expanding a recreational amenity for the growing community. The remaining acreage will be evaluated through a conceptual planning process to determine how it can best complement the existing park and serve the community over the long term.

The approximately \$900,000 Chapman B&PW Park Parking Expansion is an identified existing need and may proceed before completion of the Master Park Plan Update. The project will expand parking capacity, increase the number of accessible parking spaces, create designated parking to better serve pavilion users, and provide an additional paved access road.

Other significant discretionary park improvements will generally remain pending until the planning process is complete. For example, \$300,000 is budgeted for potential improvements at Scranton Park, but those improvements will not move forward until the Master Park Plan is completed and recommendations are reviewed by the Parks Board and City Council.

The SEDC has also carried forward \$100,000 previously allocated for the Jacqueline A. Cryan Memorial Park Shade and Benches Project. That project may proceed following completion of

the Cryan Pond Expansion Project. The John R. & Maggie B. Selman Charitable Trust has donated an additional \$15,000 toward the project.

The EDC/CVB Executive Director has also recommended \$55,000 in SEDC funding for new shade structures at the Irene LeBlanc Splash Pad. That funding remains subject to SEDC Board and City Council approval.

OUR WORKFORCE

Growth also requires us to continually evaluate staffing. We cannot simply add positions every time workloads increase. Every new employee represents an ongoing cost that must be supported not just this year, but every year that follows.

At the same time, having enough employees is only part of the equation. We need qualified and experienced employees who can safely and effectively do the work. This is particularly important in public safety, utilities, infrastructure, and other positions requiring licenses, certifications, specialized training, and experience.

Over the past several years, the City has worked hard to recruit and retain experienced employees by providing competitive pay and quality benefits. That effort has been successful, but it comes with an ongoing cost that must be planned for and sustained.

The City pays 100 percent of employee medical, dental, and life insurance premiums and approximately 65 percent of dependent medical and dental coverage. The City also provides a 2-to-1 retirement match, paid vacation and sick leave, and 14 paid holidays each year.

Employees are evaluated annually in accordance with the City's Personnel Policies and Procedures Manual. Based on performance, eligible employees may be recommended for merit increases of up to 3 percent. Merit increases are earned based upon performance and are not automatically provided to every employee.

Departmental budgets also include funding for Paid Time Off liability to help offset eligible leave payouts when employees separate from employment. The City continues to work to manage accumulated leave balances and reduce the financial liability associated with them.

The City also benefits from experienced leadership in key areas affecting our growth. Both Planning and Economic Development are led by professionals who previously served as city managers and bring years of experience in municipal operations and their respective fields. That experience is especially valuable as Sealy addresses increasingly complex issues involving growth, development, annexation, infrastructure, economic development, and long-term planning.

Our approach is to evaluate new positions carefully while continuing to invest in retaining the qualified and experienced employees we already have.

PUBLIC SAFETY

Public safety continues to represent the largest single commitment of General Fund resources and remains one of the City's highest priorities.

There is no single percentage of a municipal budget that represents the appropriate level of police funding for every community. Best practices in municipal budgeting emphasize evaluating public-safety costs based on community needs, service levels, affordability, and long-term financial sustainability. For smaller municipalities operating full-service police departments, however, police services can consume a significant share of General Fund resources, and allocations approaching 40 percent are not unprecedented.

For budget-planning purposes, the City evaluates Police Department expenditures against recurring General Fund revenues rather than revenues from fund balance, grants, donations, contributions, or other non-recurring sources. For FY 2026-2027, recurring General Fund revenues are projected at approximately \$10 million, making 40 percent approximately \$4 million.

The proposed Police Department budget is approximately \$4.2 million, approximately \$500,000 higher than the current year and slightly above 40 percent of projected recurring General Fund revenues. While this does not mean the expenditure level is inappropriate, it reinforces the need to carefully evaluate future increases against sustainable recurring revenues and the City's other service responsibilities.

Sealy's location at the crossroads of Interstate 10 and State Highway 36, along major commuter and transportation corridors, adds to the importance of maintaining a capable and experienced public-safety workforce. Retaining the officers and administrative staff the Department has assembled is therefore a significant budget priority.

The proposed budget continues funding competitive benefits, the take-home vehicle program and associated fuel costs, certification pay, and annual consideration of merit increases to support employee retention and professional development.

Much of the remaining increase reflects costs that can no longer reasonably be deferred. Approximately half of the Department's 21 vehicles are beyond their anticipated useful service lives. The proposed budget begins addressing that backlog while also funding increasing costs for law-enforcement technology, communications, Taser contracts, investigative software, CoreForce RMS/CAD, Flock cameras, and other necessary services and equipment.

Consistent with the City's approach to long-term financial sustainability, requests for additional Police Department positions were evaluated during budget development but are not included in the proposed budget. A new position represents more than salary; it also creates ongoing costs for benefits, training, equipment, vehicles, fuel, technology, and other support that must be sustained year after year.

The City's goal is not to meet an arbitrary percentage. It is to provide the level of public safety our community needs while ensuring those services remain financially sustainable.

For FY 2026–2027, the priority is to retain the experienced officers the City has worked hard to recruit, begin catching up on deferred vehicle replacement, maintain necessary technology and equipment, address the Police Department facility, and continue evaluating future staffing needs within the City’s long-term financial capacity.

Human infrastructure, the personnel, compensation, training, equipment, and organizational capacity necessary to support a growing community, will also be incorporated into the City’s long-term Growth and Sustainability Strategic Plan so future staffing and service-level decisions can be planned and funded systematically rather than addressed solely through the annual budget process.

STREETS, DRAINAGE, PARKS AND BUILDING SERVICES

Several years ago, the City combined Streets and Drainage and Parks and Recreation field personnel because portions of the work are seasonal. This structure allows employees to work across these service areas as priorities and workloads change throughout the year. These operations, together with Building Services, are managed under Public Works.

As the City grows, so does the amount of infrastructure and public property these employees must maintain. The proposed budget replaces a vacant administrative position with a Utility Worker and adds one additional Utility Worker, bringing the shared workforce under the Superintendent to eight positions.

The additional staff capacity will help address street and drainage maintenance, parks, facilities, and other infrastructure needs while reducing operational impacts when employees take required leave.

The workload also extends beyond City-owned property. The City maintains interlocal agreements with Austin County Precincts 3 and 4 related to roadway and drainage maintenance and works with TxDOT regarding maintenance of State rights-of-way within the community. When maintenance schedules do not align with City public health, safety, code-enforcement, or appearance needs, City crews may be redirected to assist with conditions outside City-owned property, which can affect other routine maintenance priorities.

For FY 2026–2027, street and drainage investments include engineering and construction resources for drainage improvements, repaving a minimum of two intersections, large point repairs, improvements along Kloccker Road and Eagle Lake Road, including the Gunnison area, and east-side drainage improvements. Another operational goal is to improve pavement markings, including striping and curb painting on City-owned streets and property.

The City also continues to coordinate closely with TxDOT on transportation improvements necessary to address current conditions and support Sealy’s long-term growth. Recently completed, current, and planned efforts include State Highway 36 repairs and improvements, traffic-signal upgrades, Loop 350 improvements, Gebhardt Road improvements intended to expand access to the IH-10 frontage road, and a long-term relief-route study.

The City will also continue reviewing its Capital Improvement Plan to coordinate street improvements with water and wastewater infrastructure needs. Before committing significant

resources to street rehabilitation, the City should evaluate the condition and capacity of underground utilities to avoid improving a roadway that must later be disturbed for water or wastewater work.

Updated drainage maps prepared by the City Engineer will likewise help staff and City Council identify areas of concern, establish priorities, and develop recommendations for future drainage capital improvements.

These efforts recognize that streets, drainage, parks, facilities, and underground infrastructure are interconnected and compete for the same limited financial, personnel, and equipment resources. Long-term planning will focus on coordinating projects, identifying appropriate funding sources, and establishing realistic implementation schedules before deferred needs become more costly or urgent.

FINANCE, CITY OPERATIONS, AND ORGANIZATIONAL STRUCTURE

As the City grows, its financial responsibilities also become more complex.

The Finance Department is responsible for budgeting and accounting, investments, accounts payable, utility billing, daily deposits, audits, fund accounting and reporting, grant and project financial management, capital-project accounting, debt and impact-fee fund reporting, project payment processing, and financial responsibilities associated with the City's various funds, contracts, PIDs, TIRZs, SEDC, CVB/HOT activities, and enterprise operations.

Staff will continue evaluating workload, processes, internal controls, and staffing needs as these responsibilities grow.

The proposed organizational structure also separates Human Resources from the Finance Department and transfers management of the IT budget and day-to-day IT administrative responsibilities from Finance to the Assistant City Secretary. The intent is to better align responsibilities and allow Finance personnel to remain focused on the City's accounting, financial reporting, compliance, and fiduciary responsibilities.

PLANNING AND DEVELOPMENT

The Planning Department budget reflects increased costs for engineering and professional consulting services. A significant portion of these expenditures are pass-through costs, meaning the developer or permit holder pays the costs associated with the City's third-party plan review, engineering review, and project inspection services. Engineering costs related to City streets, drainage, utilities, and capital projects are generally charged to the applicable department, fund, or project.

Beyond the annual budget, Planning and Development will play an important role in addressing immediate development needs while looking further ahead at how the City manages growth.

Upcoming workshops will focus on annexation, the City's ability to serve remaining undeveloped land within the existing city limits, and when additional annexation makes financial and operational sense.

One consideration is the impact of annexation on the City's revenue structure. As a result of a 2020 election, voters approved allocating the City's portion of sales tax generated within portions of the City's extraterritorial jurisdiction to Emergency Services District No. 2. When property subject to that allocation is later annexed into the City, the associated sales tax allocation remains with ESD No. 2.

That matters because sales tax is one of the General Fund's most important recurring revenue sources and helps support police, streets, drainage, parks, facilities, planning, code enforcement, finance, administration, municipal court, and other City services.

For this reason, annexation requests must be evaluated through both a fiscal and service-impact analysis. The City must consider the revenue a development will generate, what revenue may not be available, utility capacity, infrastructure requirements, who will fund those improvements, and the long-term cost of providing municipal services.

Utility capacity is also more complicated than simply having water and sewer available. The City has invested millions of dollars in additional water capacity, but individual areas may still require additional storage, larger lines, pressure improvements, wastewater capacity, or other infrastructure.

The condition of existing infrastructure is equally important. Portions of the City's water and wastewater systems are aging and were not designed for the level or type of growth now occurring. New development can accelerate the need for rehabilitation, replacement, or upsizing of infrastructure the City may eventually have needed to address, but not necessarily at the same time or scale.

Growth also affects streets, drainage, public safety, parks, facilities, and the City's workforce. Long-term planning must therefore account for both the physical infrastructure and human infrastructure necessary to support continued growth.

Another strategic priority of City Council and the SEDC Board is the exploration of zoning. Under the City Charter, approval of zoning requires voter approval. In July, the City and SEDC hosted a town hall to begin exploring zoning, including its advantages, disadvantages, and what would be involved if the City chooses to pursue it. The consultant is now working with staff and the City Engineer to map remaining undeveloped land within the city limits, and that information will return to Council as the discussion continues.

The Assistant City Manager/Planning Director is responsible for evaluating these issues and making recommendations regarding the City's long-range growth and development plans. As Council continues discussions regarding zoning, annexation, and growth, planning efforts will look beyond reacting to one development at a time and consider where and how Sealy should grow, what infrastructure will be required, how it will be funded, and whether municipal services can be provided sustainably.

The goal is to make sure growth strengthens the City over the long term. Growth should help support the cost of growth, and decisions made today regarding annexation, land use, infrastructure, and development will affect the City's finances and service obligations for decades.

SEALY ECONOMIC DEVELOPMENT CORPORATION

The Sealy Economic Development Corporation's FY 2026-2027 budget supports the Three-Year Strategic Plan approved by the SEDC Board and City Council. Consistent with the City's sales-tax methodology, SEDC sales tax revenue is based on a 5.5 percent growth assumption.

The SEDC Board initially approved a balanced budget of approximately \$1.56 million. Following Board approval, the EDC/CVB Executive Director requested revisions to carry forward \$100,000 previously approved for the Jacqueline A. Cryan Memorial Park Shade and Benches Project and to add \$55,000 for proposed shade structures at the Irene LeBlanc Splash Pad.

With those revisions, the proposed SEDC budget totals approximately \$1.71 million and includes a planned fund balance reduction of approximately \$126,600.

The budget supports business recruitment and incentives, financial-impact studies, zoning exploration, community project grants, the Keep Sealy Beautiful initiative, and other economic-development priorities. Staff and the SEDC's economic development consultant are also actively recruiting businesses and projects that support clean, sustainable growth, create jobs, expand the local economy, and generate sales-tax revenue.

The SEDC also serves as a funding partner for eligible City capital projects. Where appropriate, these funds are provided to the City through Contributions to Primary Government so procurement, contracting, project administration, payment processing, and construction oversight can be managed by the City.

These investments include improvements to the Liedertafel and W. E. Hill Community Center, park projects, wayfinding, public-safety technology, park planning, and other legally eligible initiatives.

Funding quality-of-life projects is only one component of economic development in a community Sealy's size. Downtown redevelopment and revitalization, business recruitment and retention, and efforts to encourage reinvestment in existing commercial areas are also important. Investments in parks, public spaces, community facilities, wayfinding, and community appearance can support tourism, workforce attraction, business recruitment, downtown activity, and private investment.

It is also important to understand that SEDC revenues are restricted. Type B economic development sales-tax revenues are not unrestricted City funds and cannot simply be substituted for General Fund or utility revenues to fund routine maintenance or general infrastructure needs. Projects must meet applicable eligibility requirements.

These restrictions make planning and prioritization especially important. The SEDC Board and City Council will continue evaluating projects and updating the Three-Year Strategic Plan to balance immediate opportunities with longer-term economic-development needs.

HOTEL OCCUPANCY TAX FUND

Hotel Occupancy Tax revenues are also restricted and may only be used for purposes allowed by law.

The HOT Fund supports tourism promotion and the Convention and Visitors Bureau, including personnel and operating costs associated with the visitor center and administration of the fund.

The CVB budget totals approximately \$315,600.

Capital Outlay increases this year to provide funding for tourism kiosks that will serve as remote visitor centers and make information about lodging, attractions, events, dining, historic resources, and other destinations more accessible to visitors.

The budget also includes planned use of HOT Fund balance for eligible one-time projects, including the allowable historic-preservation contribution toward Liedertafel improvements and approximately \$43,000 toward the tourism-related portion of the City's Wayfinding Sign Project.

WATER & SEWER FUND

The FY 2026-2027 Water & Sewer Fund budget is balanced at approximately \$7.37 million and includes a planned fund balance reduction of approximately \$1.26 million.

As with the General Fund, the City has worked to build adequate Water & Sewer reserves so funds are available for major system improvements, emergency repairs, and other capital needs without relying exclusively on debt.

Capital investments include SCADA improvements, water-plant and storage-tank rehabilitation, lift-station improvements, manhole and sewer-main repairs, emergency-repair contingencies, and the fund's share of the proposed Public Works Barn Expansion.

The Water & Sewer and Gas Funds will also share the cost of adding one Customer Service Technician.

The City previously replaced this position with a higher-priority Field Technician. As the City has grown and customer-service calls have increased, the lack of a dedicated Customer Service Technician has required utility Superintendents to spend more time handling customer issues and less time supervising field operations, infrastructure, compliance, and projects.

Restoring the position is intended to improve customer service and allow supervisory staff to focus on their primary operational responsibilities.

GAS FUND

The FY 2026-2027 Gas Fund budget is balanced at approximately \$3.57 million and includes a planned fund balance reduction of approximately \$616,000 to partially fund capital improvements.

Capital Outlay includes the Gas Fund's share of the proposed Public Works Barn Expansion, repairs to the Gas Barn, specialized equipment to detect gas leaks, a portable light trailer for emergency repairs after sunset, and the Second Street Gas Line Improvements Project.

These investments address both aging infrastructure and the specialized public-safety responsibilities associated with operating a municipal natural gas system.

DEBT SERVICE

The FY 2026–2027 budget provides for all scheduled City debt obligations.

The I&S portion of the property tax rate will support approximately \$2.6 million in debt service associated with the City's applicable outstanding obligations.

The SEDC's principal and interest obligation associated with the 2020 Bond totals approximately \$73,700, and approximately \$1.8 million in additional debt obligations is supported through Water, Sewer, and Gas utility revenues.

Total scheduled debt obligations for FY 2026–2027 are approximately \$4.47 million. Detailed schedules of the City's outstanding debt and maturities are included in the budget.

The City will continue to use debt when it makes financial sense, particularly for major long-lived infrastructure. However, debt should be one funding tool among several, not the automatic funding source for every capital need.

CAPITAL IMPROVEMENT PROGRAM

The FY 2026–2027 Capital Improvement Program includes more than \$26.7 million in approved and proposed projects to maintain, rehabilitate, and expand City infrastructure and community amenities.

Major projects include the \$9.4 million West Front Street Sewer and Roadway Improvements Project; the \$6.7 million Allens Creek Trunk Sewer and Infrastructure Project; the \$6.6 million Rexville Road Water Well and Water Treatment Plant, currently under construction; the \$1.5 million Chapman B&PW Pond Expansion and Drainage Improvements; the \$900,000 Chapman B&PW Park Parking Expansion; approximately \$762,000 for Second Street Gas Line Improvements; approximately \$700,000 for elevated water storage tank rehabilitation; and approximately \$325,000 for drainage improvements.

Other capital priorities include facility accessibility, park planning and improvements, historic preservation, deferred facility maintenance, wayfinding, and continued preservation and redevelopment efforts within the Downtown Historic District.

Not all \$26.7 million will be spent during FY 2026–2027. Projects are in different stages of planning, engineering, funding, approval, and construction.

Funding comes from a combination of General Fund and enterprise resources, accumulated fund balance, Certificates of Obligation, impact fees, SEDC contributions, grants, and other available sources.

The City will continue pursuing state and federal grants and other outside funding for infrastructure, drainage, sidewalks, parks, accessibility, and other eligible projects. Completing master plans, engineering, conceptual designs, and reliable cost estimates helps make projects ready when those funding opportunities become available.

PROJECT APPROVAL AND TAXPAYER PROTECTION

One important distinction in this budget is the difference between having money budgeted for a project and having authorization to spend it.

Including a capital project in the budget provides funding capacity. It does not eliminate the requirement for City Council approval, competitive procurement when required, contract approval, funding eligibility, or any other expenditure control.

Projects identified as contingent upon the ADA Title II Transition Plan, Space Utilization Study, Master Park Plan Update, or other planning work will remain pending until that work is complete and the appropriate recommendations can be considered.

This allows the City to have resources available without committing taxpayer dollars before we have enough information to make a sound decision.

LOOKING AHEAD

The City is in a much stronger financial position today because of the discipline exercised over the past several years. That work gives us options we did not previously have.

We have reserves available to respond when emergencies occur, address deferred capital needs, complete the studies and engineering necessary to make better long-term decisions, position projects for grant funding, and use available cash when appropriate rather than automatically turning to debt.

Having greater financial capacity also brings a responsibility to use it carefully.

FY 2026-2027 is therefore a year of both investment and planning. We will continue addressing streets, drainage, utilities, public safety, facilities, parks, and other community needs while completing the long-term planning necessary to guide some of our largest future investments.

We will also remain cautious about adding recurring expenses that must be sustained year after year. Growth is bringing new opportunities and new revenues to Sealy, but it is also bringing additional service demands.

The goal of this budget is straightforward: protect the financial progress we have made, remain prepared for emergencies, take care of the infrastructure and employees we already have, plan carefully for what comes next, and strategically reinvest available resources in the community.

The following exhibits are attached to this Budget Message:

Exhibit 1 – Ten-Year Property Tax Rate History: 2016–2026

Exhibit 2 – Ten-Year M&O, I&S and Total Tax Rate Comparison: 2016–2026

Exhibit 3 – General Fund Revenue from All Sources

Exhibit 4 – General Fund Departmental Allocations Based on Recurring Expenditures

Additional budget schedules and supporting documentation provide further detail regarding proposed revenues and expenditures, outstanding City debt and maturity schedules, capital improvement projects, funding sources, fund balances, and other financial information included in the FY 2026–2027 Proposed Budget.

I appreciate the Mayor and City Council's leadership throughout the budget process and the work of our employees, boards, commissions, and community partners. Most importantly, I appreciate the residents, businesses, taxpayers, and utility customers who provide the resources we are entrusted to manage.

It is my privilege to present the FY 2026–2027 Proposed Budget for your consideration.

Respectfully submitted,

Kimbra Hill

Kimbra Hill
City Manager
City of Sealy

EXHIBIT 1: Property Tax Rate: 2016 - 2026

TAX YEAR	M&O RATE	I&S RATE	TOTAL TAX RATE
2016	\$0.186300	\$0.263700	\$0.450000 / \$100
2017	\$0.189620	\$0.247750	\$0.437370/ \$100
2018	\$0.190410	\$0.232560	\$0.422970/ \$100
2019	\$0.182090	\$0.204540	\$0.386630/ \$100
2020	\$0.194690	\$0.075250	\$0.269940/ \$100
2021	\$0.196510	\$0.069240	\$0.265750/ \$100
2022	\$0.192627	\$0.159563	\$0.352190/ \$100
2023	\$0.18490	\$0.12601	\$0.31091/ \$100
2024	\$0.19693	\$0.11398	\$0.31091/ \$100
2025	\$0.20102	\$0.17629	\$0.37731/ \$100
2026	\$0.20548	\$0.17308	\$0.37856/ \$100

EXHIBIT 2: Historical Tax Rates: 2016 – 2026

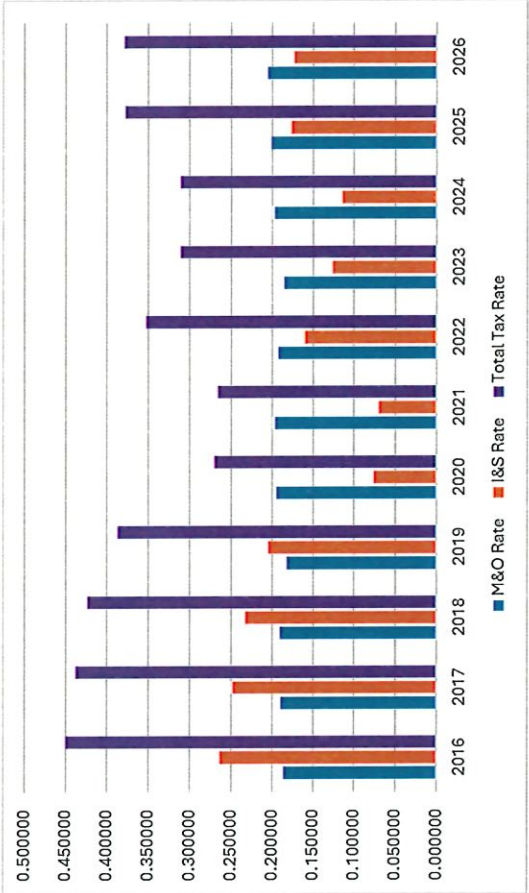


EXHIBIT 3: General Fund Revenue from All Sources

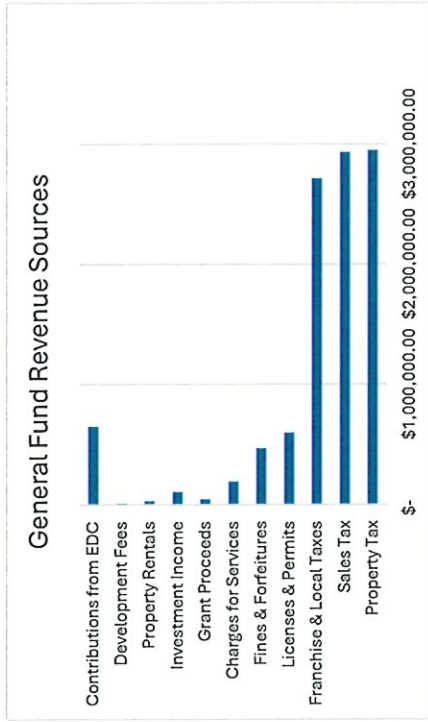
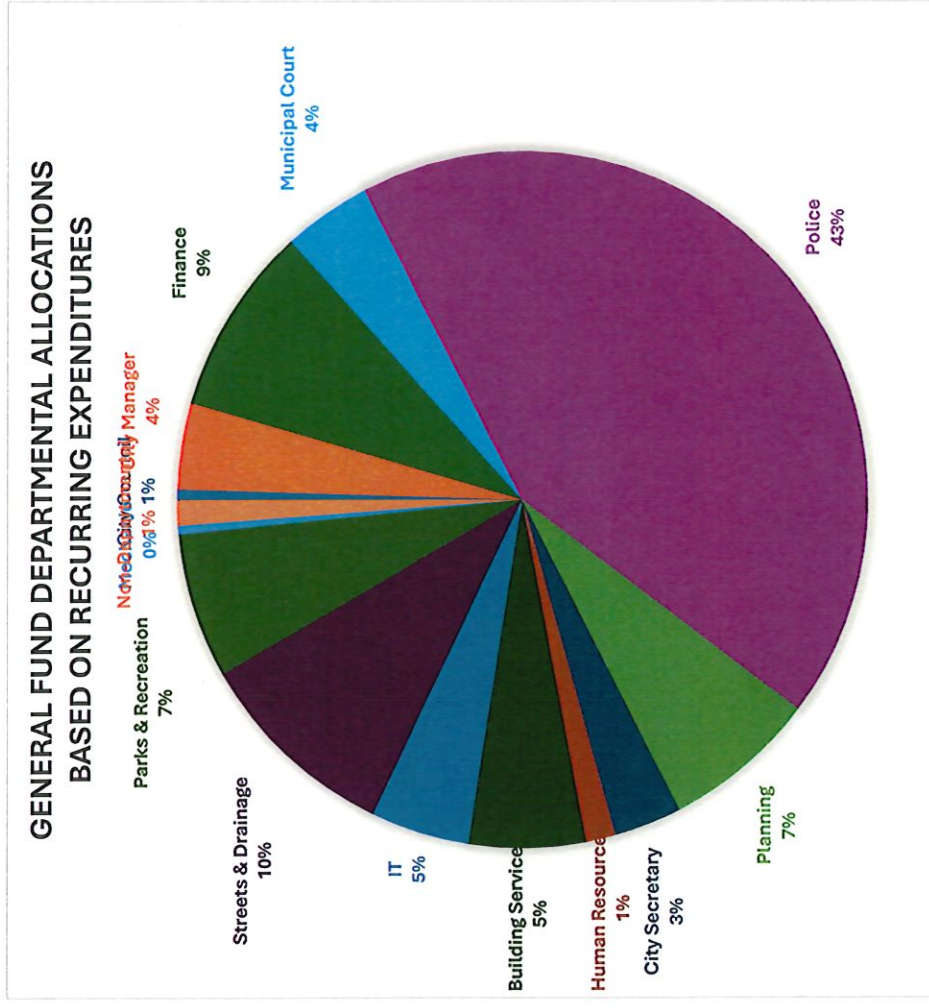


EXHIBIT 4: General Fund Departmental Allocations Based on Recurring Expenditures



GENERAL FUND – (FUND 10)

Fund Balance as of May 31, 2026: \$9,326,355.06

CITY OF SEALY
PROPOSED BUDGET WORKSHEET
AS OF: OCTOBER 1ST, 2026

10 -GENERAL FUND

(----- 2025-2026 -----) (----- 2026-2027 -----)

REVENUES	2023-2024 ACTUAL	2024-2025 ACTUAL	CURRENT BUDGET	YEAR-TO-DATE ACTUAL	PROJECTED YEAR END	REQUESTED BUDGET	PROPOSED BUDGET
PROPERTY TAX							
10-40000 Property Taxes - Current	1,973,615	2,446,942	2,653,212	0	0	2,931,744	
10-40100 Property Taxes - Delinquent	13,964	17,431	15,000	0	0	10,000	
10-40150 Property Taxes - Penalty & Int	11,452	17,776	12,000	0	0	8,000	
TOTAL PROPERTY TAX	1,999,037	2,482,149	2,680,212	0	0	2,949,744	

40000 Property Taxes - Current NEXT YEAR NOTES:

Property tax revenue is based on the Austin County Appraisal District's (ACAD) adjusted certified taxable value of \$1,501,872,056 (Line 22 of the Tax Rate Calculation Worksheet). The proposed total tax rate of \$0.37856 per \$100 valuation consists of an I&S rate of \$0.17308 and an M&O rate of \$0.20548. Applying the proposed M&O rate to the adjusted certified taxable value generates approximately \$3,086,047 in projected General Fund property tax revenue. For budgeting purposes, the City has conservatively reduced the projected amount by 5%, resulting in budgeted M&O property tax revenue of \$2,931,744.

SALES TAX

10-40200 Sales & Use Taxes - Gen'l	2,367,350	2,696,083	2,377,500	0	0	2,873,178	
10-40210 Sales Tax Overpayment	31,155	31,155	31,155	0	0	31,155	
10-40220 Direct Payment Sales & Use Tax	21,913	128	0	0	0	0	
10-40250 Mixed Beverage Taxes	25,703	29,333	27,901	0	0	29,000	
TOTAL SALES TAX	2,446,121	2,756,699	2,436,556	0	0	2,933,333	

40200

Sales & Use Taxes - Gen'l NEXT YEAR NOTES:

The sales tax revenue projection is based on the monthly sales tax allocation reports received to date, the April 2026 Financial Report, and historical Zactax sales tax trend data. A significant portion of the current fiscal year's increase is attributable to one-time, prior-period, non-recurring activity and, therefore, has been excluded from the recurring revenue base used for budget development. For planning purposes, the projection is based on a normalized recurring revenue amount while recognizing the continued expansion of the City's sales tax base resulting from ongoing commercial growth and development. Historical Zactax

CITY OF SEALY
PROPOSED BUDGET WORKSHEET
AS OF: OCTOBER 1ST, 2026

10 -GENERAL FUND

REVENUES	2023-2024		2024-2025	CURRENT	2025-2026		2026-2027	
	ACTUAL		ACTUAL	BUDGET	YEAR-TO-DATE	PROJECTED	REQUESTED	PROPOSED
					ACTUAL	YEAR END	BUDGET	BUDGET
FRANCHISE & LOCAL TAXES								
10-40300 Gross Receipts Tax - Electric	277,194		300,074	322,397	0	0	417,618	
10-40310 Gross Receipts Tax - Telecomm	6,797		6,472	7,770	0	0	5,988	
10-40320 Gross Receipts Tax - Cable TV	3,705		1,053	1,075	0	0	3,000	
10-40330 Gross Receipts Tax - Water/Swr	980,330		1,260,110	1,258,750	0	0	1,328,687	
10-40340 Gross Receipts Tax - Gas Util.	222,646		128,765	122,000	0	0	273,742	
10-40350 Gross Receipts Tax - Solid Wst	613,186		638,749	640,181	0	0	685,000	
TOTAL FRANCHISE & LOCAL TAXES	2,103,857		2,335,221	2,352,173	0	0	2,714,035	

40300

Gross Receipts Tax - ElectNEXT YEAR NOTES:

CenterPoint Energy franchise fee payments are established in accordance with the Franchise Agreement between the City and CenterPoint Energy. Under the current agreement, monthly franchise fee payments are set at \$34,801.49 for the period of October 2026 through June 2027. The monthly payment amounts for July through September 2027 will be determined and provided by CenterPoint Energy in April 2027 in accordance with the terms of the agreement. The projected annual franchise fee revenue of approximately \$417,617.88 is based on the currently established monthly payment amount and assumes that payments for the final three months of the fiscal year will remain at least consistent with, or continue to increase above, the current payment level. This projection provides a reasonable and conservative estimate for budget planning purposes until the updated payment schedule is received.

40310

Gross Receipts Tax - TelecNEXT YEAR NOTES:

The revenue projection is based on the City Council-approved annual rate adjustment of 1.1157%, adopted on April 21, 2026. Based on the approved adjustment, estimated monthly revenue is projected to increase from approximately \$493.54 to \$499.05, resulting in estimated annual revenue of approximately \$5,988.60. The projection assumes revenue will remain relatively stable based on current telecommunications provider activity and the approved annual rate adjustment. Staff recommends utilizing a conservative projection methodology based on current provider activity, approved

CITY OF SEALY
PROPOSED BUDGET WORKSHEET
AS OF: OCTOBER 1ST, 2026

10 -GENERAL FUND

REVENUES	2025-2026 (-----)					2026-2027 (-----)	
	2023-2024 ACTUAL	2024-2025 ACTUAL	CURRENT BUDGET	YEAR-TO-DATE ACTUAL	PROJECTED YEAR END	REQUESTED BUDGET	PROPOSED BUDGET

providers offering both telecommunications and cable/video services to satisfy either the telecommunications right-of-way fee or the cable television franchise fee obligation, rather than paying both, reducing franchise fee revenues received by many municipalities. The projection further reflects the ongoing variability in revenues resulting from evolving consumer viewing habits, increased use of streaming services, and the continued decline in traditional cable television subscriptions. Staff will continue to monitor franchise fee collections throughout the fiscal year and recommend budget adjustments if revenue trends materially differ from current projections.

40330

Gross Receipts Tax - WaterNEXT YEAR NOTES:

The Water and Sewer Gross Receipts revenue projection is based on the estimated Fiscal Year 2026-2027 water and sewer service fee revenues. Projected water service fee revenue is \$3,054,746, resulting in estimated Water Gross Receipts Tax revenue of \$763,687, based on the established 25% Gross Receipts Tax. Projected sewer service fee revenue is \$2,260,000, resulting in estimated Sewer Gross Receipts Tax revenue of \$565,000, also based on the established 25% Gross Receipts Tax. The combined projected Water and Sewer Gross Receipts Tax revenue is \$1,328,687. The projection assumes service fee revenues are realized as budgeted and reflects the City's established gross receipts methodology.

40340

Gross Receipts Tax - Gas UNEXT YEAR NOTES:

The Gas Gross Receipts revenue projection is based on estimated Fiscal Year 2026-2027 gas service fee revenue of \$2,737,415. Historically, the City's gross receipts tax methodology authorized a rate of up to 25% of gas service fee revenues. However, in prior years the rate was reduced to 5% to account for the lag between utility rate adjustments and increasing operating costs associated with inflation. As the City's gas utility system has continued to experience growth in customer demand and service activity, the administrative responsibilities associated with operating the utility have likewise increased. Based on a

PROPOSED BUDGET WORKSHEET

AS OF: OCTOBER 1ST, 2026

10 -GENERAL FUND

(----- 2025-2026 -----) (----- 2026-2027 -----)

REVENUES	2023-2024 ACTUAL	2024-2025 ACTUAL	CURRENT BUDGET	YEAR-TO-DATE ACTUAL	PROJECTED YEAR END	REQUESTED BUDGET	PROPOSED BUDGET
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40350 Gross Receipts Tax - SolidNEXT YEAR NOTES:

The Solid Waste Gross Receipts Tax revenue projection is based on projected residential solid waste service fee revenues of \$1,050,401 and commercial solid waste service fee revenues of \$1,685,000. Applying the City's established 25% Gross Receipts Tax methodology results in estimated Residential Gross Receipts Tax revenue of approximately \$262,600 and Commercial Gross Receipts Tax revenue of approximately \$421,250, for a combined projected Gross Receipts Tax revenue of approximately \$683,850. For budget planning purposes, the combined projection has been rounded to \$685,000.

LICENSES & PERMITS

10-41000 Alcoholic Beverage Permit Fees	4,393	2,690	4,400	0	0	0	
10-41010 Building Permit Fees	240,472	240,698	250,000	0	0	375,000	
10-41020 Building Demolition Fees	2,500	1,500	1,000	0	0	1,500	
10-41030 Building Relocation Fees	250	250	0	0	0	0	
10-41035 Health Permit Fees	44,702	50,525	49,284	0	0	55,000	
10-41040 Mobile Home Permit Fees	1,240	1,820	2,500	0	0	1,500	
10-41055 Fire Systems Permit Fees	5,976	5,396	2,500	0	0	4,000	
10-41060 Itinerant Merchant Permit Fees	60	420	225	0	0	150	
10-41070 Mechanical Permit Fees	16,374	13,118	6,500	0	0	25,000	
10-41080 Electrical Permit Fees	42,150	36,731	25,000	0	0	45,000	
10-41090 Plumbing Permit Fees	28,661	24,513	15,000	0	0	35,000	
10-41100 Reinspection Permit Fees	13,633	12,271	12,000	0	0	10,000	
10-41110 Plan Review Fees	53,690	32,558	25,000	0	0	45,000	
10-41120 Tow Truck Permit Fees	800	900	1,000	0	0	800	
10-41150 Event Permit Fee	1,350	1,000	0	0	0	0	
10-41190 Other Licenses & Permits	1,015	2,784	1,000	0	0	1,000	
TOTAL LICENSES & PERMITS	457,265	427,173	395,409	0	0	598,950	

41035 Health Permit Fees

PERMANENT NOTES:

Current Fee Schedule for Annual Retail Food Stores & Restaurants is based on number of employees

FINES & FORFEITURES

10-42000 Municipal Court Fines	547,587	458,166	475,745	0	0	375,000	
10-42020 Arrest Fees	1,243	2,034	1,200	0	0	1,200	

CITY OF SEALY
PROPOSED BUDGET WORKSHEET
AS OF: OCTOBER 1ST, 2026

10 -GENERAL FUND

(----- 2025-2026 -----) (----- 2026-2027 -----)

REVENUES	2023-2024 ACTUAL	2024-2025 ACTUAL	CURRENT BUDGET	YEAR-TO-DATE ACTUAL	PROJECTED YEAR END	REQUESTED BUDGET	PROPOSED BUDGET
CHARGES FOR SERVICES							
10-43000 Administrative Fees	49,964	56,354	55,000	0	0	55,000	
10-43010 Photocopying Fees	46	25	25	0	0	25	
10-43020 Police Report Fees	681	580	500	0	0	600	
10-43030 Tax Certificate Fees	170	173	100	0	0	100	
10-43040 Returned Check Fees	90	150	100	0	0	100	
10-43050 Shredding/Mowing Fees	525	406	0	0	0	0	
10-43055 Ball Field Lighting Charges	6,560	28,710	26,500	0	0	21,600	
10-43057 Ball Field Cleaning Charges	2,960	3,180	2,000	0	0	3,000	
10-43062 Facility Damage Fees	175	650	0	0	0	0	
10-43070 Facility Excess Cleaning Fees	300	825	0	0	0	0	
10-43075 Banner Hanging Fee	350	200	100	0	0	200	
10-43080 Credit Card Processing Fees	56,865	78,258	72,000	0	0	95,000	
10-43090 Plat Filing Fees	10,748	7,090	7,500	0	0	12,000	
10-43120 Utility Billing Inserts Fees	1,237	1,800	500	0	0	500	
10-43210 Sales - Street/Drainage Mat'l	2,208	5,262	1,000	0	0	0	
10-43220 Sales - Scrap Materials	0	0	1,000	0	0	1,000	
10-43230 Sales - Surplus Equipment	2,550	24,278	2,000	0	0	1,000	
TOTAL CHARGES FOR SERVICES	135,428	207,941	168,325	0	0	190,125	
INTERGOVERNMENTAL							
10-43600 Federal Grant Proceeds	0	250,061	125,661	0	0	0	
10-43610 State Grant Proceeds	244,021	156,215	48,180	0	0	34,400	
10-43640 Other Grant Proceeds	0	10,000	0	0	0	10,000	
TOTAL INTERGOVERNMENTAL	244,021	416,276	173,841	0	0	44,400	
43610 State Grant Proceeds	NEXT YEAR NOTES: FY 2027 MVCPA GRANT AWARD						
43640 Other Grant Proceeds	NEXT YEAR NOTES: WALMART SPARKGOOD GRANT						
CONTRIBUTIONS & DONATIONS							
10-44900 Capital Contributions	0	4,939,626	0	0	0	0	
10-44910 Donations	84,281	18,832	12,500	0	0	0	
10-44915 Naming and Donation Policy Fee	75	0	0	0	0	0	
TOTAL CONTRIBUTIONS & DONATIONS	84,356	4,958,458	12,500	0	0	0	

PROPOSED BUDGET WORKSHEET

AS OF: OCTOBER 1ST, 2026

10 -GENERAL FUND

(----- 2025-2026 -----) (----- 2026-2027 -----)

REVENUES	2023-2024 ACTUAL	2024-2025 ACTUAL	CURRENT BUDGET	YEAR-TO-DATE ACTUAL	PROJECTED YEAR END	REQUESTED BUDGET	PROPOSED BUDGET
<u>DEVELOPMENT FEES</u>							
10-47040 Drainage Engineer Review Fees	50,950	5,000	5,000	0	0	9,000	
TOTAL DEVELOPMENT FEES	50,950	5,000	5,000	0	0	9,000	
<u>OTHER REVENUES</u>							
10-48120 Insurance Claim Proceeds	160	38,898	0	0	0	0	
10-48150 Property Tax Sale Proceeds	6,955	0	0	0	0	0	
10-48190 Variance Request Fees	1,125	2,500	0	0	0	0	
10-48200 Cooperative Purchasing Rebates	271	0	0	0	0	0	
10-48500 Miscellaneous Revenues	5,748	0	0	0	0	0	
TOTAL OTHER REVENUES	14,258	41,398	0	0	0	0	
<u>OTHER FINANCING SOURCES</u>							
10-49000 Sales of General Fixed Assets	0	20	0	0	0	0	
10-49590 Proceeds of Capital Lease	316,714	219,741	0	0	0	0	
10-49990 Transfers In	276,331	821,061	0	0	0	0	
10-49995 Contrib's from Component Unit	134,846	104,000	89,735	0	0	651,000	
10-49998 Budgeted Reduction of Fund Bal	0	0	449,740	0	0	1,608,966	
TOTAL OTHER FINANCING SOURCES	727,891	1,144,822	539,475	0	0	2,259,966	

49995 Contrib's from Component UNEXT YEAR NOTES:

Wayfinding Signage (Non-Tourism) - \$30,000: Continued implementation of community wayfinding signage for non-tourism destinations.

Administrative Services Contract -

\$30,000: Administrative services provided by the City.

Flock Safety Camera System - \$25,100: Third scheduled

payment toward the City's Flock camera system.

BNSF Railroad Land Lease - \$4,775: Annual lease payment for

the 2nd Street public parking lot.

Parks

Planning - \$60,000: Funding for an update to the City's Master Park Plan and conceptual design of the BSR-donated property for the future expansion of Chapman B&PW Park. The SEDC Board increased this funding from \$30,000 to \$60,000 during its July 14, 2026 Budget Public Hearing.

CITY OF SEALY
PROPOSED BUDGET WORKSHEET
AS OF: OCTOBER 1ST, 2026

10 -GENERAL FUND

REVENUES	2023-2024	2024-2025	2025-2026	2026-2027
	ACTUAL	ACTUAL	YEAR-TO-DATE	REQUESTED
			PROJECTED	BUDGET
			YEAR END	BUDGET

by the SEDC Board and City Council.

Total SEDC Contributions/Project Funding: \$651,000

49998 Budgeted Reduction of FundNEXT YEAR NOTES:

In the absence of a dedicated General Fund Capital Projects Fund, the City utilizes available General Fund balance for one-time capital improvements while maintaining adequate reserves for financial stability, emergencies, and unforeseen needs and reducing reliance on debt financing.

The FY 2026-2027 General Fund Capital Outlay budget totals \$2,591,750 including:

Building Services - \$631,000 Streets

and Drainage - \$493,750

Parks and Recreation - \$1,467,000

Approximately \$1,608,966.16 of these expenditures is anticipated to be funded through planned use of General Fund balance.

The City intends to complete the ADA Title II

Transition Plan and Space Utilization Study before proceeding with most significant non-emergency facility improvements and to update the Master Park Plan before proceeding with significant discretionary park improvements.

Repairs to the Police Department facility following

remediation and repairs to the City Hall/Municipal Court restroom and plumbing systems are not included in the Capital Outlay budget because final scopes and costs are not yet known. Necessary emergency, health, safety, and operational repairs will proceed as appropriate. Additional funding for these facilities will be presented to City Council for consideration through a separate budget amendment and appropriation of General Fund balance once project scopes and costs are determined.

PROPOSED BUDGET WORKSHEET

AS OF: OCTOBER 1ST, 2026

10 -GENERAL FUND

CITY COUNCIL

(----- 2023-2024 ----- 2024-2025 ----- 2025-2026 -----) (----- 2026-2027 -----)

DEPARTMENTAL EXPENDITURES

	2023-2024 ACTUAL	2024-2025 ACTUAL	CURRENT BUDGET	YEAR-TO-DATE ACTUAL	PROJECTED YEAR END	REQUESTED BUDGET	PROPOSED BUDGET
PERSONNEL							
10-510-51010 Salaries & Wages	23,112	25,200	25,560	0	0	25,200	
10-510-51020 Social Security	1,768	1,928	1,960	0	0	1,930	
10-510-51050 Workers' Compensation	91	92	109	0	0	95	
TOTAL PERSONNEL	24,971	27,220	27,629	0	0	27,225	

510-51010 Salaries & Wages

PERMANENT NOTES:

Code of Ordinances, Chapter 2, Sec. 2-31 sets Mayor's salary at \$450 per month x 12 = \$5,400, and councilmembers at \$275 per month x 12 = \$3,300 x 6 = \$19,800. Total \$25,200

510-51010 Salaries & Wages

NEXT YEAR NOTES:

Code of Ordinances, Chapter 2, Sec. 2-31 sets Mayor's salary at \$450 per month x 12 = \$5,400, and councilmembers at \$275 per month x 12 = \$3,300 x 6 = \$19,800. Total \$25,200

510-51050 Workers' Compensation

PERMANENT NOTES:

WC CLASS CODE: 8742F

510-51050 Workers' Compensation

NEXT YEAR NOTES:

WC RATE FY27: \$0.0043

OPERATIONS

10-510-52000 General Office Supplies	598	263	650	0	0	425	
10-510-52010 Office Copy Supplies	664	895	1,250	0	0	1,200	
10-510-52020 Data Processing Supplies	0	0	1,250	0	0	1,200	
10-510-52100 Wearing Apparel	0	0	350	0	0	350	
10-510-52190 Public Relations Supplies	15	53	500	0	0	500	
10-510-53210 Telephone	579	579	900	0	0	600	
10-510-53300 Dues & Subscriptions	2,367	2,698	2,500	0	0	2,660	
10-510-53310 Travel & Training	3,099	2,769	11,000	0	0	11,000	
10-510-53330 Postage & Shipping	1	0	0	0	0	0	
10-510-53340 Printing & Binding	0	0	0	0	0	700	
10-510-53360 Public Relations	500	500	750	0	0	1,500	
TOTAL OPERATIONS	7,822	7,759	19,150	0	0	20,135	

510-52100 Wearing Apparel

PERMANENT NOTES:

PROPOSED BUDGET WORKSHEET

AS OF: OCTOBER 1ST, 2026

10 -GENERAL FUND

CITY COUNCIL

(----- 2023-2024 ----- 2024-2025 ----- 2025-2026 ----- 2026-2027 -----)

	2023-2024	2024-2025	CURRENT	YEAR-TO-DATE	PROJECTED	REQUESTED	PROPOSED
	ACTUAL	ACTUAL	BUDGET	ACTUAL	YEAR END	BUDGET	BUDGET

DEPARTMENTAL EXPENDITURES

7 GI Licenses)

510-53310 Travel & Training

NEXT YEAR NOTES:

The intent is to provide the Mayor with an annual Travel and Training budget of \$2,000 and to provide each Councilmember with at least \$1,500 for travel and training expenses. With six Councilmembers, this equates to \$9,000, for a total Travel and Training budget of \$11,000.

If a Councilmember does not anticipate utilizing their allocated funds, they may notify the City Secretary so that the unused funds may be made available to other Councilmembers, as needed, to meet travel and training requirements.

Council may utilize funds as needed for travel and training requirements. TOTAL \$11,000

510-53340 Printing & Binding

NEXT YEAR NOTES:
Business Cards

510-53360 Public Relations

NEXT YEAR NOTES:
Chamber Banquet Table

CAPITAL OUTLAY

TOTAL CITY COUNCIL	32,793	34,979	46,779	0	0	47,360	
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CITY OF SEALY
PROPOSED BUDGET WORKSHEET
AS OF: OCTOBER 1ST, 2026

10 -GENERAL FUND
CITY MANAGER

(----- 2025-2026 -----) (----- 2026-2027 -----)

DEPARTMENTAL EXPENDITURES	2023-2024 ACTUAL	2024-2025 ACTUAL	CURRENT BUDGET	YEAR-TO-DATE ACTUAL	PROJECTED YEAR END	REQUESTED BUDGET	PROPOSED BUDGET
PERSONNEL							
10-515-51010 Salaries & Wages	170,463	123,696	130,000	0	0	140,000	
10-515-51011 PTO Liability	0	10,617	0	0	0	6,446	
10-515-51012 Overtime Pay	1,778	0	0	0	0	0	
10-515-51015 Longevity Pay	599	668	795	0	0	915	
10-515-51020 Social Security	13,069	10,521	9,940	0	0	10,680	
10-515-51030 Retirement Contributions	26,091	20,929	20,150	0	0	21,780	
10-515-51040 Group Insurance	27,987	9,777	9,285	0	0	9,200	
10-515-51050 Workers' Compensation	(44)	134	160	0	0	135	
10-515-51080 Auto Allowance	3,250	2,900	3,250	0	0	3,250	
TOTAL PERSONNEL	243,194	179,242	173,580	0	0	192,406	

515-51010 Salaries & Wages

NEXT YEAR NOTES:

CITY MANAGER - \$140,000*

SALARY ADJ X1 - \$325

INCLUDES PROPOSED MERIT INCREASE

515-51011 PTO Liability

PERMANENT NOTES:

To minimize impacts on salary & wage budgets. Funds to offset costs associated with eligible employee PTO payouts upon separation from employment, including applicable payroll related expenses. Budgeted based on 80 hours of PTO at the department's average hourly compensation rate.

515-51030 Retirement Contributions

NEXT YEAR NOTES:

CY 2026 - 15.60%

CY 2027 - 16.50%

515-51040 Group Insurance

PERMANENT NOTES:

City pays 100% of employee medical, dental, and life insurance; 60% of dependent medical and dental. Employees are responsible for vision, additional life or any other benefit costs.

515-51040 Group Insurance

NEXT YEAR NOTES:

PREMIUM DECREASE 0.99% FY2027

10 -GENERAL FUND
CITY MANAGER

(----- 2023-2024 ----- 2024-2025 ----- 2025-2026 ----- 2026-2027 -----)

DEPARTMENTAL EXPENDITURES	2023-2024 ACTUAL	2024-2025 ACTUAL	CURRENT BUDGET	YEAR-TO-DATE ACTUAL	PROJECTED YEAR END	REQUESTED BUDGET	PROPOSED BUDGET
OPERATIONS							
10-515-52000 General Office Supplies	798	1,756	1,250	0	0	1,000	
10-515-52010 Office Copy Supplies	95	128	500	0	0	500	
10-515-52020 Data Processing Supplies	1,025	2,011	1,000	0	0	1,000	
10-515-52100 Wearing Apparel	0	0	100	0	0	100	
10-515-52130 Food & Water Supplies	19	0	50	0	0	0	
10-515-53020 Consultant Services	0	350	1,000	0	0	1,000	
10-515-53030 Legal Services	110,787	91,683	165,000	0	0	175,725	
10-515-53210 Telephone	2,212	2,191	2,300	0	0	2,000	
10-515-53300 Dues & Subscriptions	2,379	2,406	2,000	0	0	2,000	
10-515-53310 Travel & Training	1,128	1,314	5,000	0	0	5,000	
10-515-53330 Postage & Shipping	11	5	250	0	0	250	
10-515-53340 Printing & Binding	0	0	750	0	0	200	
10-515-53360 Public Relations	0	163	1,000	0	0	1,000	
10-515-53365 Employee Relations	76	195	1,500	0	0	1,500	
TOTAL OPERATIONS	118,529	102,202	181,700	0	0	191,275	
515-53210 Telephone							
PERMANENT NOTES:							
City Manager cell phone							
City Hall answering service allocation							
515-53300 Dues & Subscriptions							
NEXT YEAR NOTES:							
Microsoft 365 - \$290 (1 G1 Licenses)							
Chamber of Commerce Membership - \$110							
AI software - \$700							
TML Membership							
Adobe \$300							
CAPITAL OUTLAY							
10-515-56070 Furniture & Fixtures	0	385	0	0	0	1,500	
TOTAL CAPITAL OUTLAY	0	385	0	0	0	1,500	
TOTAL CITY MANAGER	361,723	281,829	355,280	0	0	385,181	

CITY OF SEALY
PROPOSED BUDGET WORKSHEET
AS OF: OCTOBER 1ST, 2026

10 -GENERAL FUND
FINANCE

(----- 2025-2026 -----) (----- 2026-2027 -----)

DEPARTMENTAL EXPENDITURES

	2023-2024 ACTUAL	2024-2025 ACTUAL	CURRENT BUDGET	YEAR-TO-DATE ACTUAL	PROJECTED YEAR END	REQUESTED BUDGET	PROPOSED BUDGET
PERSONNEL							
10-520-51010 Salaries & Wages	263,744	283,607	294,185	0	0	304,000	
10-520-51011 PTO Liability	0	0	0	0	0	3,035	
10-520-51012 Overtime Pay	1,214	95	500	0	0	500	
10-520-51015 Longevity Pay	3,348	4,340	4,805	0	0	4,995	
10-520-51020 Social Security	19,309	21,004	22,915	0	0	29,745	
10-520-51030 Retirement Contributions	41,346	42,571	46,375	0	0	63,350	
10-520-51040 Group Insurance	70,631	66,803	67,355	0	0	74,200	
10-520-51050 Workers' Compensation	285	709	775	0	0	670	
TOTAL PERSONNEL	399,876	419,129	436,910	0	0	480,495	

520-51010 Salaries & Wages

NEXT YEAR NOTES:
FINANCE/HR DIRECTOR - \$95,000
ADMIN SVC MGR - \$60,653
ADMIN ASST X3 - \$140,608
SALARY ADJ X6 - \$1,950
***INCLUDES PROPOSED MERIT INCREASES

520-51011 PTO Liability

PERMANENT NOTES:
To minimize impacts on salary & wage budgets. Funds to offset costs associated with eligible employee PTO payouts upon separation from employment, including applicable payroll related expenses. Budgeted based on 80 hours of PTO at the department's average hourly compensation rate.

520-51030 Retirement Contributions

NEXT YEAR NOTES:
CY 2026 - 15.60%
CY 2027 - 16.50%

520-51040 Group Insurance

PERMANENT NOTES:
City pays 100% of employee medical, dental, and life insurance; 60% of dependent medical and dental. Employees are responsible for vision, additional life or any other benefit costs.

520-51040 Group Insurance

NEXT YEAR NOTES:
PREMIUM DECREASE 0.99% FY2027

PROPOSED BUDGET WORKSHEET

AS OF: OCTOBER 1ST, 2026

10 -GENERAL FUND

FINANCE

(----- 2025-2026 -----) (----- 2026-2027 -----)

DEPARTMENTAL EXPENDITURES	2023-2024 ACTUAL	2024-2025 ACTUAL	CURRENT BUDGET	YEAR-TO-DATE ACTUAL	PROJECTED YEAR END	REQUESTED BUDGET	PROPOSED BUDGET
OPERATIONS							
10-520-52000 General Office Supplies	1,825	1,278	2,000	0	0	2,000	
10-520-52010 Office Copy Supplies	484	640	800	0	0	800	
10-520-52020 Data Processing Supplies	2,441	2,623	3,750	0	0	3,500	
10-520-52100 Wearing Apparel	52	229	375	0	0	375	
10-520-53010 Auditing & Accounting	13,389	9,878	17,000	0	0	13,500	
10-520-53020 Consultant Services	29,454	15,983	18,276	0	0	20,000	
10-520-53045 Utility Billing Services	23,887	27,178	27,500	0	0	32,825	
10-520-53060 Tax Collection Services	25,077	27,000	30,800	0	0	30,384	
10-520-53070 Tax Appraisal Allocation	79,863	106,752	107,980	0	0	140,786	
10-520-53210 Telephone	579	474	600	0	0	500	
10-520-53240 Collection Agency Service (	2,325)	949	2,000	0	0	1,500	
10-520-53290 Arbitrage Calculations Serv	0	0	5,000	0	0	5,000	
10-520-53300 Dues & Subscriptions	10,388	10,825	11,405	0	0	12,900	
10-520-53310 Travel & Training	3,917	715	5,000	0	0	5,000	
10-520-53330 Postage & Shipping	1,176	815	1,400	0	0	1,600	
10-520-53340 Printing & Binding	0	586	400	0	0	400	
10-520-54030 Credit Card Processing Fee	62,916	66,652	72,000	0	0	95,000	
TOTAL OPERATIONS	253,122	272,576	306,286	0	0	366,070	

520-52000 General Office Supplies

PERMANENT NOTES:

Includes items utilized in the operation of the department that cannot be properly classified within another supplies line item (e.g., pens, notepads, paper clips, etc.)

520-52000 General Office Supplies

NEXT YEAR NOTES:

Coin envelopes, desk calendars, envelopes, misc. office supplies

520-52010 Office Copy Supplies

PERMANENT NOTES:

Includes department's allocation for the cost of items such as copy paper, copy machine toner, etc.

520-52020 Data Processing Supplies

PERMANENT NOTES:

Includes items such as computer peripherals, printers, printer toner/ink, disks, low-dollar software programs and applications, etc.

CITY OF SEALY
PROPOSED BUDGET WORKSHEET
AS OF: OCTOBER 1ST, 2026

10 -GENERAL FUND
FINANCE

DEPARTMENTAL EXPENDITURES	2023-2024 ACTUAL	2024-2025 ACTUAL	CURRENT BUDGET	YEAR-TO-DATE ACTUAL	PROJECTED YEAR END	REQUESTED BUDGET	PROPOSED BUDGET
(----- 2025-2026 -----) (----- 2026-2027 -----)							

accountants

520-53010 Auditing & Accounting

NEXT YEAR NOTES:

FY 2026 \$34,500, FY 2027 \$33,535
Each year the costs are distributed to each fund. The Finance Department only reflects the General Fund's portion of the costs.
\$10,350 - FY 2026 Audit (30%)
\$1,000 - Confirmation.com pass-through fees for audit
\$3,150 - Single Audit (grants)

520-53045 Utility Billing Services

PERMANENT NOTES:

This is to outsource the formatting and laser printing of utility bills on 8.5" x 11" paper, folding, inserting payment reply envelopes (for those accounts that are not paid by automatic bank draft), placing the items in outgoing envelopes, presorting, applying postage, and delivering to the post office. The City has been utilizing this service since 2009.

520-53045 Utility Billing Services

NEXT YEAR NOTES:

Matrix (formerly DataProse) - 4/1/26 rate increases (per statement):
Bill Package: \$0.179
Search & View Bill: \$0.036
Additional Impressions: \$0.048
Additional Inserts: \$0.011
Technical Services: \$200.00/hr
Late Notice Printing: \$4,500/yr ~est.
Matrix Late Notice Implementation: \$1,600
***Pending final quote from Incode for proposed printing of late notices through Matrix. Dot Matrix 9-Pin printer at end of life and becoming less dependable. Late notice forms no longer being manufactured - Found new manufacturer in 2022 after prior manufacturer ceased production.

520-53060 Tax Collection Services

PERMANENT NOTES:

Services provided by Austin County Appraisal District for collecting property taxes

CITY OF SEALY
PROPOSED BUDGET WORKSHEET
AS OF: OCTOBER 1ST, 2026

10 -GENERAL FUND
FINANCE

(----- 2025-2026 -----) (----- 2026-2027 -----)

	2023-2024 ACTUAL	2024-2025 ACTUAL	CURRENT BUDGET	YEAR-TO-DATE ACTUAL	PROJECTED YEAR END	REQUESTED BUDGET	PROPOSED BUDGET
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DEPARTMENTAL EXPENDITURES

520-53070 Tax Appraisal Allocation

NEXT YEAR NOTES:

Based on 2027 proposed ACAD appraisal and collection budgets received 5/28/2026. May require adjustment after 2026 tax rates have been set and actual budget allocations are recalculated.

520-53210 Telephone

PERMANENT NOTES:

Finance Director cell phone

520-53210 Telephone

NEXT YEAR NOTES:

Finance Director Cell Phone

520-53240

Collection Agency Service

NEXT YEAR NOTES:

Perdue Brandon monthly collection fees

520-53300

Dues & Subscriptions

PERMANENT NOTES:

Includes memberships in professional organizations and subscriptions to publications

520-53300

Dues & Subscriptions

NEXT YEAR NOTES:

Adobe (annual) \$1,450, Notary Renewals - \$550, Texas Smart Buy - \$100, DebtBook - \$7,500, GFOA Award - \$1,010, GFOAT - \$100, GFOA - \$250, TXPPA - \$200, Microsoft 365 - \$1,739 (5 G3)

520-53310

Travel & Training

PERMANENT NOTES:

Includes costs of transportation, meals, lodging, and other expenditures associated with staff travel for the City; includes registration fees for staff training opportunities

520-53310

Travel & Training

NEXT YEAR NOTES:

TML Conference: Registration, Hotel, Travel - \$1,500
Tyler Tech University (INCODE) Classes on Utility Billing updates, AP, 1099 Vendor updates, Payroll updates, and general software training classes for Finance Staff - average class is \$250

520-53330

Postage & Shipping

PERMANENT NOTES:

Includes costs of metered postage and freight charges on

10 -GENERAL FUND
FINANCE

DEPARTMENTAL EXPENDITURES

	2023-2024 ACTUAL	2024-2025 ACTUAL	CURRENT BUDGET	YEAR-TO-DATE ACTUAL	PROJECTED YEAR END	REQUESTED BUDGET	PROPOSED BUDGET
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520-53340	Printing & Binding	NEXT YEAR NOTES: Business cards, deposit slips, bank bags					
520-53660	Software Maintenance	PERMANENT NOTES: Includes costs of contracts and agreements covering technical support for software packages and applications utilized by the government					

520-54030	Credit Card Processing Fee	PERMANENT NOTES: Includes transaction processing fees paid to Chase/AMEX for credit/debit card payments initiated by customers over the Internet and at the point of sale (i.e., in person and over the phone at City Hall); also includes annual PCI (Payment Card Industry) compliance fees to increase controls around cardholder data to reduce credit card fraud. These fees are offset by credit card processing fees the City collects from its customers, which are recorded in Account 10-43080.					
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CAPITAL OUTLAY							
10-520-56100	Special Equipment	0	2,570	0	0	0	0
TOTAL CAPITAL OUTLAY		0	2,570	0	0	0	0

TOTAL FINANCE	652,998	694,274	743,196	0	0	846,565	
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CITY OF SEALY
PROPOSED BUDGET WORKSHEET
AS OF: OCTOBER 1ST, 2026

10 -GENERAL FUND
MUNICIPAL COURT

(----- 2025-2026 -----) (----- 2026-2027 -----)

DEPARTMENTAL EXPENDITURES	2023-2024 ACTUAL	2024-2025 ACTUAL	CURRENT BUDGET	YEAR-TO-DATE ACTUAL	PROJECTED YEAR END	REQUESTED BUDGET	PROPOSED BUDGET
PERSONNEL							
10-525-51010 Salaries & Wages	167,452	162,294	165,535	0	0	181,617	
10-525-51011 PTO Liability	0	0	0	0	0	2,835	
10-525-51012 Overtime Pay	10	17	200	0	0	200	
10-525-51015 Longevity Pay	3,926	4,291	4,650	0	0	4,575	
10-525-51020 Social Security	12,363	12,062	13,050	0	0	16,075	
10-525-51030 Retirement Contributions	24,702	24,750	26,390	0	0	29,950	
10-525-51040 Group Insurance	42,786	38,528	38,615	0	0	41,700	
10-525-51050 Workers' Compensation	285	573	470	0	0	400	
TOTAL PERSONNEL	251,524	242,515	248,910	0	0	277,352	

525-51010 Salaries & Wages

NEXT YEAR NOTES:

MUNICIPAL COURT ADMINSTRATOR - \$85,572*

COURT CLERK X2 (1 VACANT) - \$92,498

SALARY ADJ X3 - \$975

***INCLUDES PROPOSED MERIT INCREASES FOR 1 OUT OF 2 STAFF MEMBERS

525-51011 PTO Liability

PERMANENT NOTES:

To minimize impacts on salary & wage budgets. Funds to offset costs associated with eligible employee PTO payouts upon separation from employment, including applicable payroll related expenses. Budgeted based on 80 hours of PTO at the department's average hourly compensation rate.

525-51030 Retirement Contributions

NEXT YEAR NOTES:

CY 2026 - 15.60%

CY 2027 - 16.50%

525-51040 Group Insurance

PERMANENT NOTES:

City pays 100% of employee medical, dental, and life insurance; 60% of dependent medical and dental. Employees are responsible for vision, additional life or any other benefit costs.

525-51040 Group Insurance

NEXT YEAR NOTES:

PREMIUM DECREASE 0.99% FY2027

PROPOSED BUDGET WORKSHEET

AS OF: OCTOBER 1ST, 2026

10 -GENERAL FUND
MUNICIPAL COURT

(----- 2025-2026 -----) (----- 2026-2027 -----)

DEPARTMENTAL EXPENDITURES	2023-2024 ACTUAL	2024-2025 ACTUAL	CURRENT BUDGET	YEAR-TO-DATE ACTUAL	PROJECTED YEAR END	REQUESTED BUDGET	PROPOSED BUDGET
OPERATIONS							
10-525-52000 General Office Supplies	678	472	809	0	0	820	
10-525-52010 Office Copy Supplies	190	256	300	0	0	360	
10-525-52020 Data Processing Supplies	248	0	1,140	0	0	1,350	
10-525-52100 Wearing Apparel	0	0	250	0	0	150	
10-525-53030 Legal Services	40,482	44,557	56,400	0	0	56,400	
10-525-53090 Contractual Services	2,033	4,033	0	0	0	12,000	
10-525-53210 Telephone	0	0	240	0	0	240	
10-525-53300 Dues & Subscriptions	451	551	315	0	0	985	
10-525-53310 Travel & Training	1,782	2,199	3,170	0	0	3,255	
10-525-53330 Postage & Shipping	6,522	5,388	6,780	0	0	6,900	
10-525-53340 Printing & Binding	15	0	100	0	0	1,650	
10-525-53520 Office Equipment Repairs/M	0	0	100	0	0	100	
10-525-53660 Software Maintenance	18,489	18,980	9,900	0	0	22,950	
10-525-54010 Prisoner Care	8,925	3,900	21,600	0	0	12,000	
TOTAL OPERATIONS	79,814	80,337	101,104	0	0	119,160	

525-52000 General Office Supplies

NEXT YEAR NOTES:

Shared Closet Supplies X 12 @ \$50, Desk Calendars X 4 @
\$20, Lysol Neutra Air X 10 @ 10, Label Maker Tape X 1 @
\$25, Pens Lobby/Courtroom X 1 @ \$15

525-52010 Office Copy Supplies

NEXT YEAR NOTES:

Copy Shared X 12 @ \$30

525-52020 Data Processing Supplies

NEXT YEAR NOTES:

Thermal Paper X 6 @ \$125, Clerk Desktop Printer Toner X 3 @
\$200

525-52100 Wearing Apparel

NEXT YEAR NOTES:

City Shirts X 3 @ \$50

525-53030 Legal Services

NEXT YEAR NOTES:

Presiding/Alternate Judge X 12 @ \$2,500, Prosecutor X 12 @
\$2,200

525-53090 Contractual Services

NEXT YEAR NOTES:

Alternate Judge/Magistrate X 12 @ \$1,000. Added expense

PROPOSED BUDGET WORKSHEET

AS OF: OCTOBER 1ST, 2026

10 -GENERAL FUND
MUNICIPAL COURT

DEPARTMENTAL EXPENDITURES	2023-2024	2024-2025	2025-2026	2026-2027
	ACTUAL	ACTUAL	CURRENT BUDGET	PROJECTED YEAR END
				REQUESTED BUDGET
				PROPOSED BUDGET

Judge Travel X 12 @ \$150, Jail Arraignments X 12 @ \$75,
Diversity/Cyber Security X 3 @ \$115, Seminar Meals X 3 @
\$25, Parking Tolls X 1 @ \$20.

525-53330 Postage & Shipping
NEXT YEAR NOTES:
Monthly Postage X 12 @ \$575

525-53340 Printing & Binding
NEXT YEAR NOTES:
Clerk Business Card X 3 @ \$50, Ticket Books (Contingent) X 1
@ \$1,500

525-53520 Office Equipment Repairs/MNEXT YEAR NOTES:
Replacement Parts X 1 @ \$100

525-53660 Software Maintenance
NEXT YEAR NOTES:
MCRS SQL Imaging Support X 1 @ \$4,000 (Yearly Contract
Renewal), MCRS SQL Hosted X 1 @ \$12,888 (Yearly Contract
Renewal), MCRS Cite Clearly Support X 1 @ \$6,000 (Yearly
Renewal Contract), MCRS OCIP (Traffic Payment) X 1 @ \$950
(Yearly Renewal Contract)

525-54010 Prisoner Care
NEXT YEAR NOTES:
Contract Inmate Billing X 12 @ \$1,000

CAPITAL OUTLAY

10-525-56060 Office Equipment
TOTAL CAPITAL OUTLAY

335,107	322,852	350,014	0	0	0
TOTAL MUNICIPAL COURT					396,512

CITY OF SEALY
PROPOSED BUDGET WORKSHEET
AS OF: OCTOBER 1ST, 2026

10 -GENERAL FUND

POLICE

DEPARTMENTAL EXPENDITURES

	2023-2024 ACTUAL	2024-2025 ACTUAL	CURRENT BUDGET	YEAR-TO-DATE ACTUAL	PROJECTED YEAR END	REQUESTED BUDGET	PROPOSED BUDGET
PERSONNEL							
10-530-51010 Salaries & Wages	1,552,284	1,513,578	1,812,330	0	0	2,022,521	
10-530-51011 PTO Liability	0	35,805	0	0	0	7,185	
10-530-51012 Overtime Pay	78,863	139,012	130,000	0	0	135,000	
10-530-51015 Longevity Pay	22,411	21,674	23,700	0	0	22,350	
10-530-51017 Certification Pay	39,400	35,465	47,000	0	0	52,800	
10-530-51020 Social Security	125,139	130,076	153,895	0	0	170,500	
10-530-51030 Retirement Contributions	256,187	261,483	312,190	0	0	363,500	
10-530-51040 Group Insurance	309,394	260,876	321,920	0	0	341,200	
10-530-51050 Workers' Compensation	39,864	40,782	46,650	0	0	37,890	
TOTAL PERSONNEL	2,423,543	2,438,751	2,847,685	0	0	3,152,946	
530-51010 Salaries & Wages							
NEXT YEAR NOTES:							
POLICE CHIEF - \$109,500							
POLICE CAPTAIN X2 - \$195,334							
PATROL SERGEANT X4 - \$329,640							
SERGEANT INVESTIGATOR - \$82,410							
INVESTIGATOR X3 - \$229,736							
ADMINISTRATIVE SERGEANT - \$82,410							
ADMINISTRATIVE ASST/DISPATCH X2 - \$107,266							
PATROL OFFICER X10- \$703,477							
ANIMAL CONTROL OFFICER X1 - \$51,960							
SALARY ADJ X26 - \$8,450							
PERMANENT NOTES:							
To minimize impacts on salary & wage budgets. Funds to offset costs associated with eligible employee PTO payouts upon separation from employment, including applicable payroll related expenses. Budgeted based on 160 hours of PTO at the department's average hourly compensation rate.							
530-51011 PTO Liability							
PERMANENT NOTES:							
To minimize impacts on salary & wage budgets. Funds to offset costs associated with eligible employee PTO payouts upon separation from employment, including applicable payroll related expenses. Budgeted based on 160 hours of PTO at the department's average hourly compensation rate.							
530-51017 Certification Pay							
NEXT YEAR NOTES:							
MASTER PEACE OFFICER CERT - \$2,400 ANNUALLY							
ADVANCED PEACE OFFICER CERT - \$1,800 ANNUALLY							
INTERMEDIATE PEACE OFFICER CERT - \$1,200 ANNUALLY							
530-51030 Retirement Contributions							
NEXT YEAR NOTES:							

CITY OF SEALY
PROPOSED BUDGET WORKSHEET
AS OF: OCTOBER 1ST, 2026

10 -GENERAL FUND

POLICE

DEPARTMENTAL EXPENDITURES

(----- 2025-2026 -----) (----- 2026-2027 -----)

	2023-2024 ACTUAL	2024-2025 ACTUAL	CURRENT BUDGET	YEAR-TO-DATE ACTUAL	PROJECTED YEAR END	REQUESTED BUDGET	PROPOSED BUDGET
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530-51050 Workers' Compensation

PERMANENT NOTES:

WC CLASS CODE: 7720
WC CLASS CODE: 8810
WC CLASS CODE: 8831
RESERVE OFFICER

530-51050 Workers' Compensation

NEXT YEAR NOTES:

WC RATE FY27 (7720): \$0.0436
WC RATE FY27 (8810): \$0.0038
WC RATE FY27 (8831): \$0.0638
RESERVE OFFICER - \$0.0492

OPERATIONS

10-530-52000 General Office Supplies	5,459	4,487	5,500	0	0	6,000	
10-530-52010 Office Copy Supplies	615	804	950	0	0	950	
10-530-52040 Medical/First Aid Supplies	651	3,280	1,100	0	0	3,900	
10-530-52050 Motor Fuel & Oil	63,193	63,342	79,100	0	0	87,000	
10-530-52060 Janitorial Supplies	1,380	1,308	1,300	0	0	1,500	
10-530-52100 Wearing Apparel	15,709	22,071	74,280	0	0	37,845	
10-530-52110 Animal Shelter Supplies	0	55	500	0	0	500	
10-530-52120 Ammunition	5,857	8,308	8,700	0	0	12,200	
10-530-52130 Food & Water Supplies	0	0	0	0	0	600	
10-530-52170 Drug K-9 Supplies	0	0	2,000	0	0	5,000	
10-530-52180 Animal Traps	0	0	300	0	0	300	
10-530-52190 Public Relations Supplies	0	267	1,000	0	0	2,500	
10-530-52280 Motor Vehicle Supplies	249	139	1,000	0	0	1,000	
10-530-52320 Minor Tools & Equipment	2,727	2,214	3,000	0	0	3,000	
10-530-52330 Safety Equipment	6,731	1,524	10,000	0	0	0	
10-530-52360 Radio & Radar Equipment	0	262	0	0	0	0	
10-530-53120 Special Investigations	0	0	1,000	0	0	2,000	
10-530-53125 Informant & "Buy Money"	0	0	1,000	0	0	2,000	
10-530-53200 Electricity	17,214	16,117	16,500	0	0	17,000	
10-530-53210 Telephone	28,349	29,670	37,175	0	0	42,175	
10-530-53220 Internet Services	2,878	2,907	3,500	0	0	3,500	
10-530-53300 Dues & Subscriptions	4,965	6,504	69,150	0	0	208,015	
10-530-53310 Travel & Training	14,206	13,641	12,800	0	0	15,000	
10-530-53330 Postage & Shipping	412	318	750	0	0	750	
10-530-53340 Printing & Binding	195	0	500	0	0	500	
10-530-53500 Buildings & Grounds Rep/Ma	16,034	24,056	30,000	0	0	30,000	

PROPOSED BUDGET WORKSHEET

AS OF: OCTOBER 1ST, 2026

10 -GENERAL FUND

POLICE

	2023-2024 ACTUAL	2024-2025 ACTUAL	CURRENT BUDGET	YEAR-TO-DATE ACTUAL	PROJECTED YEAR END	REQUESTED BUDGET	PROPOSED BUDGET
DEPARTMENTAL EXPENDITURES							

department/DVD's/thumb drives/evidence packaging supplies

AC: Door hangers, adoption cards, business cards

530-52000 General Office Supplies

NEXT YEAR NOTES:

Increased due to inflation, additional personnel, increased demand for services, etc.

PD: Necessary items for daily operation of department/DVD's/thumb drives/evidence packaging supplies

AC: Door hangers, adoption cards, business cards

530-52010 Office Copy Supplies

PERMANENT NOTES:

Paper/toner

530-52010 Office Copy Supplies

NEXT YEAR NOTES:

Paper/toner

530-52040 Medical/First Aid Supplies

PERMANENT NOTES:

Replace AED Pads and Battery/restock first aid kits

530-52040 Medical/First Aid Supplies

NEXT YEAR NOTES:

Replace AED Pads and Battery/restock first aid kits; Cost increases, First Aid kits expiring added content and personnel; Batteries replacement in AEDs this year.

530-52050 Motor Fuel & Oil

PERMANENT NOTES:

Motor Fuel and Oil

530-52050 Motor Fuel & Oil

NEXT YEAR NOTES:

Motor Fuel and Oil: Fuel prices increased dramatically, Fleet expansion.

530-52060 Janitorial Supplies

PERMANENT NOTES:

Cleaning supplies, paper products, mops, brooms, trash bags

530-52060 Janitorial Supplies

NEXT YEAR NOTES:

Cleaning supplies, paper products, mops, brooms, trash bags;

CITY OF SEALY
PROPOSED BUDGET WORKSHEET
AS OF: OCTOBER 1ST, 2026

10 -GENERAL FUND
POLICE

(----- 2025-2026 -----) (----- 2026-2027 -----)

DEPARTMENTAL EXPENDITURES	2023-2024 ACTUAL	2024-2025 ACTUAL	CURRENT BUDGET	YEAR-TO-DATE ACTUAL	PROJECTED YEAR END	REQUESTED BUDGET	PROPOSED BUDGET
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530-52110	Animal Shelter Supplies	PERMANENT NOTES: Kennel bedding, food and water bowls, water hoses, cleaning supplies					
530-52110	Animal Shelter Supplies	NEXT YEAR NOTES: Kennel bedding, food and water bowls, water hoses, cleaning supplies.					
530-52120	Ammunition	PERMANENT NOTES: Ammo for Qualifications twice a year/Training/Replace less lethal					
530-52120	Ammunition	NEXT YEAR NOTES: Ammunition for mandated annual Firearms Qualifications Training/Replace less lethal; Increased demands for lethal force training & active attack/shooter.					
530-52130	Food & Water Supplies	NEXT YEAR NOTES: Added to offset costs for food/beverage/water costs for PR events, emergency response events, ceremonial events, etc.					
530-52170	Drug K-9 Supplies	PERMANENT NOTES: Vet bills/Food					
530-52170	Drug K-9 Supplies	NEXT YEAR NOTES: Vet bills/Food/ addition of K9 units					
530-52180	Animal Traps	PERMANENT NOTES: Replace broken or stolen traps					
530-52180	Animal Traps	NEXT YEAR NOTES: Replace broken or stolen traps					
530-52190	Public Relations Supplies	PERMANENT NOTES: Stickers/Chall Coins/Coloring Books					
530-52190	Public Relations Supplies	NEXT YEAR NOTES: challenge coins, stickers, coloring books, lanyards, and other printed materials to promote Sealy Police					

CITY OF SEALY
PROPOSED BUDGET WORKSHEET

AS OF: OCTOBER 1ST, 2026

DEPARTMENTAL EXPENDITURES		2023-2024 ACTUAL	2024-2025 ACTUAL	CURRENT BUDGET	YEAR-TO-DATE ACTUAL	PROJECTED YEAR END	REQUESTED BUDGET	PROPOSED BUDGET
530-52320	Minor Tools & Equipment	PERMANENT NOTES: PD: Headlight Replacement, wiper replacement, replace PBT, Replace window tint meter AC: Replace microchip reader, replace catch poles						
530-52320	Minor Tools & Equipment	NEXT YEAR NOTES: PD: Headlight Replacement, wiper replacement, replace PBT, Replace window tint meter AC: Replace microchip reader, replace catch poles						
530-52330	Safety Equipment	PERMANENT NOTES: Spike Set x 4-Taser 5 year contract, this will be year 2						
530-53090	Contract Labor	PERMANENT NOTES: AC: Emergency Contract Call Out						
530-53120	Special Investigations	PERMANENT NOTES: Sexual Assault Kits, S.A.N.E. Exams (Sexual Assault Nurse Examiner)						
530-53120	Special Investigations	NEXT YEAR NOTES: Sexual Assault Kits, S.A.N.E. Exams (Sexual Assault Nurse Examiner); ICAC investigations, technology forensic examination/investigations						
530-53125	Informant & "Buy Money"	PERMANENT NOTES: Money for narb buys/infor payment						
530-53125	Informant & "Buy Money"	NEXT YEAR NOTES: Money for narcotics investigations; purchase of narcotics, paying infomrants,						
530-53200	Electricity	PERMANENT NOTES: 3% increase						
530-53200	Electricity	NEXT YEAR NOTES: 3% increase						
530-53210	Telephone	PERMANENT NOTES:						

CITY OF SEALY
PROPOSED BUDGET WORKSHEET
AS OF: OCTOBER 1ST, 2026

10 -GENERAL FUND
POLICE

DEPARTMENTAL EXPENDITURES	2023-2024 ACTUAL	2024-2025 ACTUAL	CURRENT BUDGET	YEAR-TO-DATE ACTUAL	PROJECTED YEAR END	2026-2027 (-----)	
						REQUESTED BUDGET	PROPOSED BUDGET

Generator Maintenance, Texas Smart Buy, Leads on Line,
Membership to ROCIC, Notary renew, Texas Animal Control
Association Dues, Tex-Comm maint contract, Clearview AI

530-53300 Dues & Subscriptions

NEXT YEAR NOTES:

Expenditures proposed for funding through General Fund.
Microsoft 365 (28 G3 Licenses) \$8,115
TPCA Membership & Conference Attendance \$1,200
APCO Dispatch Membership \$176
DOT.gov (SealyPolice.gov) \$390
AXON Taser Contract \$19,900
Texas Communications Maintenance Agreement \$14,000
CellHawk / LeadsOnline Investigative Software \$6,200
TLO Investigations Account \$1,500
ICS Landline Phones \$1,430
Generator Maintenance Contract \$1,580
Fire Alarm Service \$480
Amazon Business \$194
ROCIC / RISS Membership \$200
Notary Renewal \$440
Texas Animal Control Association Dues \$50
CoreForce RMS/CAD Annual Subscription \$42,000
Catalytic Converter Etching Equipment \$915
Vehicle Glass Etching Equipment \$1,185
Flock PTZ Live View Camera (1) \$4,000*from
Bldg Services fund
Flock NOVA/Free-Form Analytics \$21,000
MVCPA Grant Matching Funds (20%) \$8,600
Clearview AI Inc. Investigative Software \$960*
*cost not covered by grant
Total General Fund Investment \$134,515
Grant and Partnership-Funded Expenditures
SparkGood Community Grant Funding
Clearview AI Inc. Investigative Software\$7,960
Flock ALPR Camera \$3,000
Subtotal \$10,960*
*\$960 from General Fund.
Economic Development Corporation (EDC) Funding
Flock ALPR Camera Network (Year 3 Funding) \$25,100

DEPARTMENTAL EXPENDITURES		2023-2024 ACTUAL	2024-2025 ACTUAL	CURRENT BUDGET	YEAR-TO-DATE ACTUAL	PROJECTED YEAR END	REQUESTED BUDGET	PROPOSED BUDGET
530-53310	Travel & Training							
	MVCPA Grant Funding		\$34,400					
	Building Services Department			\$4,000				
	Total Program Value		\$208,015					
	PERMANENT NOTES:							
	PD: Conferences: International Assn of Chiefs of Police, Texas Police Chief's Assn., TX Dept of Emerg Management, TX Cmmns on Law Enforcement, Mandatory training cycle training, LEMIT Training							
	AC: Euthanasia Certification/In-Service Training							
530-53310	Travel & Training							
	NEXT YEAR NOTES:							
	Texas Police Chiefs Association (TPCA) Conference and Training							
	; Texas Division of Emergency Management (TDEM)							
	Training and Conferences							
	Texas Commission on Law Enforcement							
	Mandatory							
	(TCOLE) Training and Required Continuing Education							
	TCOLE Training Cycle Courses							
	Leadership and Command Development Programs through the Law Enforcement Management Institute of Texas (LEMIT;							
	Specialized Investigative, Patrol, Supervision, Communications, and Administrative Training							
	Required							
	instructor, firearms, use-of-force, field training, and other certification maintenance courses							
	Animal Control Training Expenses							
	State-required Euthanasia Certification							
	Officer Continuing Education and In-Service Training							
	Animal Control							
	Animal							
	Control professional development and certification maintenance							
	Reason for Increase							

10 -GENERAL FUND

POLICE

DEPARTMENTAL EXPENDITURES	2023-2024 ACTUAL	2024-2025 ACTUAL	2025-2026		2026-2027	
			CURRENT BUDGET	YEAR-TO-DATE ACTUAL	PROJECTED YEAR END	REQUESTED BUDGET
settling-replace mechanical door locks-replace parking lot lights-video camera repairs Buildout of additional office space for more efficient use of limited space; additional office space.						
530-53530 Furniture & Fixtures Rep/MPERMANENT NOTES:						
			Repair furniture due to moisture inside PD			
530-53530 Furniture & Fixtures Rep/MNEXT YEAR NOTES:						
			Furniture repair due to moisture/humidity in PD; Cleanup of Mildew/mold due to same.			
530-53540 Motor Vehicles Repairs/MaIPERMANENT NOTES:						
			Depending on purchase of new vehicles and repairs to older fleet waiting on new vehicles to arrive, tires/brakes and PM			
530-53540 Motor Vehicles Repairs/MainNEXT YEAR NOTES:						
			Depending on replacement of aging patrol and CID units and additional two patrol units to maintain 1:1 ratio of officers:unit to keep miles and hours down, and reduce the need for additional repair and maintenance funds.			
530-53580 Radio & Radar Repairs/MainPERMANENT NOTES:						
			Replacement Battery, Replacement Mic's, Radio Repairs/Repair Older Radios			
530-53580 Radio & Radar Repairs/MainNEXT YEAR NOTES:						
			Replacement Battery, Replacement Mic's, Radio Repairs/Repair Older Radios ongoing; with increase costs			
530-53660 Software Maintenance			PERMANENT NOTES:			
			eForce Records Management System maintenance contract. Intelechoice			
530-53660 Software Maintenance			NEXT YEAR NOTES:			
			Records Management System maintenance contract. license costs, Intelechoice			
530-53920 Equipment/Vehicle Rentals PERMANENT NOTES:						

PROPOSED BUDGET WORKSHEET

AS OF: OCTOBER 1ST, 2026

10 -GENERAL FUND

POLICE

	2023-2024 ACTUAL	2024-2025 ACTUAL	CURRENT BUDGET	2025-2026 YEAR-TO-DATE ACTUAL	PROJECTED YEAR END	REQUESTED BUDGET	PROPOSED BUDGET
DEPARTMENTAL EXPENDITURES							

patrol vehicle in the amount of \$32,000.

Additionally, the replacement of one (1) Criminal Investigations Division (CID) vehicle in the amount of \$38,000 is contingent upon approval of the Motor Vehicle Crime Prevention Authority (MVCPA) Grant. If awarded, the associated grant funding is reflected in the Federal Grant Revenue line item in the amount of \$34,400.

530-53960 Copier Rental Fees

PERMANENT NOTES:

PD copier rental expense

CAPITAL OUTLAY

10-530-56100 Special Equipment	5,063	391,935	0	0	0	0	
10-530-56110 Radio & Radar Equipment	0	0	125,661	0	0	0	
10-530-56115 Computer Equipment	0	40,501	0	0	0	0	
TOTAL CAPITAL OUTLAY	5,063	432,436	125,661	0	0	0	

530-56090 Motor Vehicles

PERMANENT NOTES:

Police Vehicle Replacement

TOTAL POLICE

2,742,792	3,181,275	3,710,951	0	0	4,205,431
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CITY OF SEALY
PROPOSED BUDGET WORKSHEET
AS OF: OCTOBER 1ST, 2026

10 -GENERAL FUND

PLANNING & COMMUNITY DEV

DEPARTMENTAL EXPENDITURES	2023-2024 ACTUAL	2024-2025 ACTUAL	CURRENT BUDGET	2025-2026 (-----)		2026-2027 (-----)	
				YEAR-TO-DATE ACTUAL	PROJECTED YEAR END	REQUESTED BUDGET	PROPOSED BUDGET

PERSONNEL

10-535-51010 Salaries & Wages	242,881	147,905	181,430	0	0	191,670	
10-535-51011 PTO Liability	0	0	0	0	0	3,205	
10-535-51012 Overtime Pay	219	271	1,000	0	0	1,000	
10-535-51015 Longevity Pay	1,462	1,684	2,165	0	0	2,575	
10-535-51020 Social Security	17,387	10,594	14,050	0	0	14,580	
10-535-51030 Retirement Contributions	37,870	21,821	28,430	0	0	29,750	
10-535-51040 Group Insurance	69,071	46,355	44,225	0	0	48,850	
10-535-51050 Workers' Compensation	1,409	993	1,450	0	0	1,160	
10-535-51060 Unemployment Compensation	0	(14)	0	0	0	0	
10-535-51080 Auto Allowance	0	0	3,250	0	0	3,250	
TOTAL PERSONNEL	370,298	229,608	276,000	0	0	296,040	

535-51010 Salaries & Wages

NEXT YEAR NOTES:

ASST CITY MANAGER (25%) - \$31,034
DEVELOPMENT COORDINATOR - \$60,445
CODE ENFORCEMENT - \$46,156
ADMIN ASSISTANT - PERMIT CLERK - \$52,978
SALARY ADJ X4 (1 @ 25%) - \$1,057
*** INCLUDES PROPOSED MERIT INCREASES

535-51011 PTO Liability

PERMANENT NOTES:

To minimize impacts on salary & wage budgets. Funds to offset costs associated with eligible employee PTO payouts upon separation from employment, including applicable payroll related expenses. Budgeted based on 80 hours of PTO at the department's average hourly compensation rate.

535-51030 Retirement Contributions

NEXT YEAR NOTES:

CY 2026 - 15.60%
CY 2027 - 16.50%

535-51040 Group Insurance

PERMANENT NOTES:

City pays 100% of employee medical, dental, and life insurance; 60% of dependent medical and dental. Employees are responsible for vision, additional life or any other benefit costs.

PROPOSED BUDGET WORKSHEET

AS OF: OCTOBER 1ST, 2026

10 -GENERAL FUND

PLANNING & COMMUNITY DEV

(----- 2025-2026 -----) (----- 2026-2027 -----)

DEPARTMENTAL EXPENDITURES

2023-2024 ACTUAL	2024-2025 ACTUAL	CURRENT BUDGET	YEAR-TO-DATE ACTUAL	PROJECTED YEAR END	REQUESTED BUDGET	PROPOSED BUDGET
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535-51080 Auto Allowance

NEXT YEAR NOTES:

ASSISTANT CITY MANAGER AUTO ALLOWANCE \$3,250 ANNUALLY

OPERATIONS

10-535-52000 General Office Supplies	2,270	2,159	2,800	0	0	2,500
10-535-52010 Office Copy Supplies	887	669	1,500	0	0	1,500
10-535-52020 Data Processing Supplies	218	15	3,500	0	0	3,500
10-535-52050 Motor Fuel & Oil	1,286	1,625	1,600	0	0	2,100
10-535-52100 Wearing Apparel	424	484	750	0	0	800
10-535-52130 Food & Water Supplies	59	203	300	0	0	300
10-535-52150 Buildings & Grounds Suppli	0	4	0	0	0	0
10-535-52320 Minor Tools & Equipment	62	213	500	0	0	400
10-535-53000 Engineering Services	25,504	115,595	126,750	0	0	160,000
10-535-53020 Consultant Services	148,499	120,205	150,000	0	0	170,000
10-535-53140 Building Demolition & Mowi	0	0	10,000	0	0	15,000
10-535-53145 Scanning Services	0	175	1,000	0	0	1,000
10-535-53210 Telephone	2,823	2,296	3,400	0	0	2,940
10-535-53300 Dues & Subscriptions	466	1,604	2,500	0	0	2,650
10-535-53310 Travel & Training	1,854	4,260	6,000	0	0	6,000
10-535-53330 Postage & Shipping	7,100	7,421	7,600	0	0	9,000
10-535-53340 Printing & Binding	430	1,245	1,000	0	0	800
10-535-53500 Buildings & Grounds Rep/Ma	127	52	0	0	0	0
10-535-53520 Office Equipment Repairs/M	647	0	1,500	0	0	1,600
10-535-53540 Motor Vehicles Repairs/Mai	363	892	3,000	0	0	2,500
10-535-53920 Equipment/Vehicle Rentals	0	7,214	14,400	0	0	13,000
10-535-54410 Software License Fees	0	0	800	0	0	750
TOTAL OPERATIONS	193,019	266,331	338,900	0	0	396,340

535-52000 General Office Supplies

PERMANENT NOTES:

pens, paper clips, sticky notes, stamps for plan review and code enforcement, folders, binders, laminate paper, note pads, makers, highlighters, large paper (ex. 11x17, 11x14) envelopes

535-52010 Office Copy Supplies

PERMANENT NOTES:

We no longer use or print from the large plotter printer. The costs of ink and paper are high and if we want something printed that large, for the few times we want to do that, we can have Wittenberg print it for us. We will continue to

PROPOSED BUDGET WORKSHEET

AS OF: OCTOBER 1ST, 2026

10 -GENERAL FUND

PLANNING & COMMUNITY DEV

		2023-2024		2024-2025		2025-2026		2026-2027	
		ACTUAL	BUDGET	ACTUAL	BUDGET	YEAR-TO-DATE	PROJECTED	REQUESTED	PROPOSED
							YEAR END	BUDGET	BUDGET
DEPARTMENTAL EXPENDITURES									
535-52100	Wearing Apparel	PERMANENT NOTES: City of Sealy Shirts							
535-52130	Food & Water Supplies	PERMANENT NOTES: Water and coffee only. water is provided during executive sessions and during predevelopment meetings.							
535-52320	Minor Tools & Equipment	PERMANENT NOTES: Metal detector, measuring wheel, infrared thermometer, staple gun.							
535-53000	Engineering Services	PERMANENT NOTES: Engineering for plat and plan reviews and studies.							
535-53020	Consultant Services	PERMANENT NOTES: Beginning in 2024, the planning dept began contacting out most building, electrical, mechanical, and all plumbing inspections to Bureau Veritas. Also, at the same time, the planning dept began contracting out fire plan reviews and fire inspections. This has been very successful.							
535-53030	Legal Services	PERMANENT NOTES: Ordinance revisions, consulting with legal on projects, city attorney charges \$220.00 an hour.							
535-53140	Building Demolition & Mow	PERMANENT NOTES: Abandoned structures and abandoned lots that need mowing.							
535-53145	Scanning Services	PERMANENT NOTES: There's a closet in the planning departmnt that has a lot of "Life Structure" documents that needs to be scanned into Laserfiche. These files are old and can easily be damaged. Staff would like to hire a company to scan all documents.							
535-53210	Telephone	PERMANENT NOTES: Cell phone for Planning Director and SR Building Official & Code Enforcement Officer & after hours calls for the City.							
535-53300	Dues & Subscriptions	PERMANENT NOTES:							

PROPOSED BUDGET WORKSHEET

AS OF: OCTOBER 1ST, 2026

10 -GENERAL FUND

PLANNING & COMMUNITY DEV

	2023-2024 ACTUAL	2024-2025 ACTUAL	CURRENT BUDGET	2025-2026 YEAR-TO-DATE ACTUAL	PROJECTED YEAR END	REQUESTED BUDGET	PROPOSED BUDGET
DEPARTMENTAL EXPENDITURES							

535-53330 Postage & Shipping

PERMANENT NOTES:

Code Enforcement Mail- Outs (Certified Mail \$7.73 and Regular Mail \$.53 total \$8.26 per. location) variance notices for plats.

535-53340 Printing & Binding

PERMANENT NOTES:

Inspection forms, Inspection stickers, large laminates

535-53520

Office Equipment Repairs/MPERMANENT NOTES:

Blue Iron support, Main Office Printer

535-53540

Motor Vehicles Repairs/MaiPERMANENT NOTES:

Tire replacement, brakes, inspection stickers

535-54410

Software License Fees

PERMANENT NOTES:

Arc GIS and Adobe

CAPITAL OUTLAY

TOTAL PLANNING & COMMUNITY DEV	563,318	495,939	614,900	0	0	692,380	
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CITY OF SEALY
PROPOSED BUDGET WORKSHEET
AS OF: OCTOBER 1ST, 2026

10 -GENERAL FUND
CITY SECRETARY

(----- 2025-2026 -----) (----- 2026-2027 -----)

DEPARTMENTAL EXPENDITURES

	2023-2024 ACTUAL	2024-2025 ACTUAL	CURRENT BUDGET	YEAR-TO-DATE ACTUAL	PROJECTED YEAR END	REQUESTED BUDGET	PROPOSED BUDGET
PERSONNEL							
10-540-51010 Salaries & Wages	144,374	115,322	147,880	0	0	153,946	
10-540-51011 PTO Liability	0	0	0	0	0	3,565	
10-540-51012 Overtime Pay	41	2,496	0	0	0	500	
10-540-51015 Longevity Pay	733	549	1,115	0	0	1,365	
10-540-51020 Social Security	11,096	9,053	11,400	0	0	11,620	
10-540-51030 Retirement Contributions	22,105	17,651	23,070	0	0	24,750	
10-540-51040 Group Insurance	18,938	10,453	9,415	0	0	9,350	
10-540-51050 Workers' Compensation	66	107	330	0	0	270	
TOTAL PERSONNEL	197,353	155,630	193,210	0	0	205,366	

540-51010 Salaries & Wages

NEXT YEAR NOTES:

CITY SECRETARY - \$84,781

ASST CITY SECRETARY - \$67,268

SALARY ADJ X2 - \$650

***INCLUDES PROPOSED MERIT INCREASES

540-51011 PTO Liability

PERMANENT NOTES:

To minimize impacts on salary & wage budgets. Funds to offset costs associated with eligible employee PTO payouts upon separation from employment, including applicable payroll related expenses. Budgeted based on 80 hours of PTO at the department's average hourly compensation rate.

540-51030 Retirement Contributions

NEXT YEAR NOTES:

CY 2026 - 15.60%

CY 2027 - 16.50%

540-51040 Group Insurance

PERMANENT NOTES:

City pays 100% of employee medical, dental, and life insurance; 60% of dependent medical and dental. Employees are responsible for vision, additional life or any other benefit costs.

540-51040 Group Insurance

NEXT YEAR NOTES:

PREMIUM DECREASE 0.99% FY2027

CITY OF SEALY
PROPOSED BUDGET WORKSHEET
AS OF: OCTOBER 1ST, 2026

10 -GENERAL FUND
CITY SECRETARY

(----- 2025-2026 -----) (----- 2026-2027 -----)

DEPARTMENTAL EXPENDITURES	2023-2024 ACTUAL	2024-2025 ACTUAL	CURRENT BUDGET	YEAR-TO-DATE ACTUAL	PROJECTED YEAR END	REQUESTED BUDGET	PROPOSED BUDGET
OPERATIONS							
10-540-52000 General Office Supplies	2,006	1,312	2,600	0	0	2,500	
10-540-52010 Office Copy Supplies	143	152	250	0	0	250	
10-540-52020 Data Processing Supplies	881	4,123	3,300	0	0	1,000	
10-540-52030 Election Supplies	0	0	7,500	0	0	7,500	
10-540-52100 Wearing Apparel	0	0	150	0	0	150	
10-540-52370 Employee Relations Supplie	4,279	3,475	0	0	0	0	
10-540-52420 Employee Development Suppl	0	1,239	0	0	0	0	
10-540-53020 Consultant Services	1,600	1,516	10,000	0	0	20,000	
10-540-53025 Codification Services	4,119	4,325	7,000	0	0	4,500	
10-540-53030 Legal Services	1,272	0	8,000	0	0	0	
10-540-53040 Medical Services	2,947	2,060	0	0	0	0	
10-540-53095 General Administration	7,638	6,390	10,500	0	0	10,500	
10-540-53100 Election Labor Costs	3,982	0	8,000	0	0	16,000	
10-540-53210 Telephone	531	579	900	0	0	900	
10-540-53240 Collection Agency Service	56	0	0	0	0	0	
10-540-53300 Dues & Subscriptions	5,359	1,181	3,505	0	0	4,080	
10-540-53310 Travel & Training	3,080	3,097	7,000	0	0	7,300	
10-540-53320 Newspaper Advertising	8,403	9,200	10,000	0	0	10,000	
10-540-53330 Postage & Shipping	901	331	1,500	0	0	1,500	
10-540-53340 Printing & Binding	0	0	800	0	0	800	
10-540-53530 Furniture & Fixtures Rep/M	451	0	0	0	0	0	
10-540-53730 Video Recording Services	2,795	3,240	3,800	0	0	3,800	
10-540-54500 Records Management Costs	2,209	4,269	3,500	0	0	7,100	
TOTAL OPERATIONS	52,653	46,489	88,305	0	0	97,880	

540-52020 Data Processing Supplies PERMANENT NOTES:

Wireless Printer and Toner

540-53020 Consultant Services

NEXT YEAR NOTES:

Chaparral Creative - \$20,000

540-53025 Codification Services

PERMANENT NOTES:

MUNICODE/CIVIC PLUS

540-53040 Medical Services

PERMANENT NOTES:

NEW HIRE DRUG SCREEN & PHYSICALS, DOT RANDOM TESTING

CITY OF SEALY
PROPOSED BUDGET WORKSHEET
AS OF: OCTOBER 1ST, 2026

10 -GENERAL FUND
CITY SECRETARY

		2023-2024		2024-2025		2025-2026		2026-2027	
		ACTUAL	PERMANENT NOTES:	ACTUAL	CURRENT BUDGET	YEAR-TO-DATE ACTUAL	PROJECTED YEAR END	REQUESTED BUDGET	PROPOSED BUDGET
DEPARTMENTAL EXPENDITURES									
540-53330	Postage & Shipping		PERMANENT NOTES: POSTAGE & FEES FOR AG ONLINE E-FILING SYSTEM FOR OPEN RECORDS OPINION REQUESTS						
540-53340	Printing & Binding		PERMANENT NOTES: CODE BOOKS (MINUTES, RESOLUTIONS, AND ORDINANCES)						
540-53730	Video Recording Services		PERMANENT NOTES: RECORDING AND VIDEO HOSTING OF PUBLIC MEETINGS						
540-54500	Records Management Costs		PERMANENT NOTES: SHRED-IT, AUSTIN COUNTY FILING FEES						
540-54500	Records Management Costs		NEXT YEAR NOTES: Add 2 - Shred-It Boxes,						
CAPITAL OUTLAY									
10-540-56070	Furniture & Fixtures	0		0	0	0	0	0	3,500
TOTAL CAPITAL OUTLAY		0		0	0	0	0	0	3,500
TOTAL CITY SECRETARY									
		250,006		202,120	281,515	0	0	0	306,746

PROPOSED BUDGET WORKSHEET

AS OF: OCTOBER 1ST, 2026

10 -GENERAL FUND

HUMAN RESOURCES

(----- 2025-2026 -----) (----- 2026-2027 -----)

DEPARTMENTAL EXPENDITURES

	2023-2024 ACTUAL	2024-2025 ACTUAL	CURRENT BUDGET	YEAR-TO-DATE ACTUAL	PROJECTED YEAR END	REQUESTED BUDGET	PROPOSED BUDGET
PERSONNEL							
10-545-51010 Salaries & Wages	0	0	65,350	0	0	60,315	
10-545-51011 PTO Liability	0	0	0	0	0	2,865	
10-545-51015 Longevity Pay	0	0	20	0	0	530	
10-545-51020 Social Security	0	0	5,000	0	0	4,665	
10-545-51030 Retirement Contributions	0	0	10,195	0	0	9,915	
10-545-51040 Group Insurance	0	0	13,450	0	0	13,450	
10-545-51050 Workers' Compensation	0	0	153	0	0	125	
TOTAL PERSONNEL	0	0	94,168	0	0	91,865	

545-51010 Salaries & Wages

NEXT YEAR NOTES:

HR/PURCHASING COORDINATOR - \$60,315

SALARY ADJ X1 - \$325

***INCLUDES PROPOSED MERIT INCREASE

545-51011 PTO Liability

PERMANENT NOTES:

To minimize impacts on salary & wage budgets. Funds to offset costs associated with eligible employee PTO payouts upon separation from employment, including applicable payroll related expenses. Budgeted based on 80 hours of PTO at the department's average hourly compensation rate.

545-51030 Retirement Contributions

NEXT YEAR NOTES:

CY 2026 - 15.60%

CY 2027 - 16.50%

545-51040 Group Insurance

NEXT YEAR NOTES:

PREMIUM DECREASE 0.99% FY2027

545-51050 Workers' Compensation

PERMANENT NOTES:

WC CLASS CODE: 8810

545-51050 Workers' Compensation

NEXT YEAR NOTES:

WC RATE FY27: \$0.0038

OPERATIONS

10-545-52000 General Office Supplies

0 1,500

0

1,545

PROPOSED BUDGET WORKSHEET

AS OF: OCTOBER 1ST, 2026

10 -GENERAL FUND
HUMAN RESOURCES

(----- 2025-2026 -----) (----- 2026-2027 -----)

DEPARTMENTAL EXPENDITURES	2023-2024 ACTUAL	2024-2025 ACTUAL	CURRENT BUDGET	YEAR-TO-DATE ACTUAL	PROJECTED YEAR END	REQUESTED BUDGET	PROPOSED BUDGET
10-545-53330 Postage & Shipping	0	0	500	0	0	530	
10-545-53340 Printing & Binding	0	0	250	0	0	260	
TOTAL OPERATIONS	0	0	38,075	0	0	39,665	

545-52000 General Office Supplies

NEXT YEAR NOTES:

DESK CALENDAR, HANGING FILE FOLDERS, LABOR LAW POSTERS (CITY
HALL, PLANNING, PD, BARN), LABEL MAKER REFILLS, PERSONNEL
FOLDERS, MEDICAL FOLDERS, BINDERS FOR HANDBOOKS, MISC
SUPPLIES

545-52020 Data Processing Supplies

NEXT YEAR NOTES:

TONER, MONITOR

545-52100 Wearing Apparel

NEXT YEAR NOTES:

\$75 PER EMPLOYEE

545-52370 Employee Relations Supplies

NEXT YEAR NOTES:

CHRISTMAS PARTY, RETIREMENT GIFTS, MISC EE RELATIONS

545-53030 Legal Services

NEXT YEAR NOTES:

HR ATTORNEY

545-53040 Medical Services

NEXT YEAR NOTES:

PRE-EMPLOYMENT PHYSICALS AND DRUG SCREENS

545-53095 General Administration

NEXT YEAR NOTES:

ONLINE JOB ADVERTISING \$1,100, COBRA ADMIN \$1,600, EQUIFAX
UNEMPLOYMENT \$1,600, EAP \$5,000, NEW HIRE SCREENINGS \$1,000,
SS PROGRAM \$50, MISC

545-53300 Dues & Subscriptions

NEXT YEAR NOTES:

TMHRA #200, SHRM \$600, PSHRA \$370, TMCA \$125, ADOBE \$290,
NOTARY \$275, MICROSOFT 365 - \$290 (1 G3 License)

545-53330 Postage & Shipping

NEXT YEAR NOTES:

Metered Postage - USPS Increase in rates July 2026 - \$0.74
to \$0.78

545-53340 Printing & Binding

NEXT YEAR NOTES:

CITY OF SEALY
PROPOSED BUDGET WORKSHEET
AS OF: OCTOBER 1ST, 2026

10 -GENERAL FUND
BUILDING SERVICES

DEPARTMENTAL EXPENDITURES

	2023-2024 ACTUAL	2024-2025 ACTUAL	CURRENT BUDGET	YEAR-TO-DATE ACTUAL	PROJECTED YEAR END	REQUESTED BUDGET	PROPOSED BUDGET
PERSONNEL							
10-550-51010 Salaries & Wages	40,287	30,991	50,100	0	0	33,990	
10-550-51011 PTO Liability	0	0	0	0	0	1,655	
10-550-51012 Overtime Pay	0	0	1,000	0	0	1,500	
10-550-51015 Longevity Pay	0	0	1,415	0	0	115	
10-550-51020 Social Security	3,082	2,371	2,445	0	0	2,850	
10-550-51030 Retirement Contributions	0	0	5,525	0	0	5,980	
10-550-51040 Group Insurance	0	0	13,445	0	0	9,550	
10-550-51050 Workers' Compensation	1,965	2,181	1,360	0	0	970	
TOTAL PERSONNEL	45,335	35,543	75,290	0	0	56,610	
550-51010 Salaries & Wages							
NEXT YEAR NOTES:							
FULL TIME CUSTODIAN X1 - \$33,990							
SALARY ADJ X1 - \$325							
*** INCLUDES PROPOSED MERIT INCREASE							
550-51011 PTO Liability							
PERMANENT NOTES:							
To minimize impacts on salary & wage budgets. Funds to offset costs associated with eligible employee PTO payouts upon separation from employment, including applicable payroll related expenses. Budgeted based on 80 hours of PTO at the department's average hourly compensation rate.							
550-51030 Retirement Contributions							
NEXT YEAR NOTES:							
CY 2026 - 15.60%							
CY 2027 - 16.50%							
550-51040 Group Insurance							
NEXT YEAR NOTES:							
PREMIUM DECREASE 0.99% FY2027							
550-51050 Workers' Compensation							
PERMANENT NOTES:							
WC CLASS CODE: 9015							
550-51050 Workers' Compensation							
NEXT YEAR NOTES:							
WC RATE FY27: \$0.0552							
OPERATIONS							

PROPOSED BUDGET WORKSHEET

AS OF: OCTOBER 1ST, 2026

DEPARTMENTAL EXPENDITURES		2023-2024 ACTUAL	2024-2025 ACTUAL	CURRENT BUDGET	YEAR-TO-DATE ACTUAL	PROJECTED YEAR END	REQUESTED BUDGET	PROPOSED BUDGET
10-550-53300	Dues & Subscriptions	3,783	4,192	14,080	0	0	14,080	
10-550-53310	Travel & Training	0	0	0	0	0	2,500	
10-550-53400	General Liability Insuranc	80,931	85,966	102,256	0	0	84,090	
10-550-53420	Auto Liability Insurance	29,649	33,647	37,000	0	0	37,367	
10-550-53500	Buildings & Grounds Rep/Ma	59,952	58,288	90,000	0	0	125,000	
10-550-53520	Office Equipment Repairs/M	0	0	500	0	0	750	
10-550-53540	Motor Vehicles Repairs/Mai	231	424	1,000	0	0	1,000	
10-550-53920	Equipment/Vehicle Rentals (	1,070)	0	20,000	0	0	25,000	
10-550-53960	Copier Rental Fees	25,235	11,198	26,780	0	0	31,200	
10-550-53970	Postage Machine Rental Fee	1,903	2,379	2,500	0	0	2,500	
10-550-53990	Other Rentals	294	0	500	0	0	0	
10-550-55700	Cash Short (Over)	43	9	0	0	0	0	
TOTAL OPERATIONS		246,544	276,518	425,416	0	0	471,787	
550-52050	Motor Fuel & Oil	PERMANENT NOTES: Fuel and oil for vehicles.						
550-52130	Food & Water Supplies	PERMANENT NOTES: Coffee and water.						
550-52150	Buildings & Grounds Supplie	PERMANENT NOTES: Mops, rags, paper towels, toilet paper, trash bags, cleaning products, etc. Imperial Dade and Uni-first suppliers.						
550-52240	Chemicals	PERMANENT NOTES: Chlorine for the city fountains. Chemicals for cleaning the exterior of the city facilities.						
550-52240	Chemicals	NEXT YEAR NOTES: increase for pre emergent						
550-53000	Engineering Services	NEXT YEAR NOTES: project engineering including dog kennel						
550-53005	Architectural Services	NEXT YEAR NOTES: Architect: ADA space study for City Hall/Municipal Court/Planning Buildings - \$25,000						
550-53200	Electricity	PERMANENT NOTES:						

PROPOSED BUDGET WORKSHEET

AS OF: OCTOBER 1ST, 2026

10 -GENERAL FUND
BUILDING SERVICES

		2023-2024		2024-2025		2025-2026		2026-2027	
		ACTUAL		ACTUAL	CURRENT BUDGET	YEAR-TO-DATE ACTUAL	PROJECTED YEAR END	REQUESTED BUDGET	PROPOSED BUDGET
DEPARTMENTAL EXPENDITURES									
550-53300	Dues & Subscriptions		PERMANENT NOTES: Time clock, On the clock and Blackboard subscriptions						
550-53300	Dues & Subscriptions		NEXT YEAR NOTES: Microsoft 365 - \$50 (1 Email Only License)						
550-53310	Travel & Training		NEXT YEAR NOTES: Ac Training						
550-53400	General Liability Insurance		PERMANENT NOTES: CNA surety, bond policy, insurance premiums and Texas municipal league In.						
550-53400	General Liability Insurance		NEXT YEAR NOTES: TMLIRP \$79,166, CNA \$1,806, RAILROAD PROTECTIVE LIABILITY INSURANCE \$3,114						
550-53420	Auto Liability Insurance		PERMANENT NOTES: Insurance premiums and Texas municipal league In.						
550-53420	Auto Liability Insurance		NEXT YEAR NOTES: TMLIRP \$37,367						
550-53500	Buildings & Grounds Rep/Ma		PERMANENT NOTES: Alarm monitoring, condra communications, rodent killer, cleaning council table clothes, janitorial supplies, HVAC temp gun, dispensers, gulf coast paper inc., restroom repairs, pest control Pro-Pest, A/C Repairs, EB Air, air filters, American over head door, Sloan valve, Water pump for fountain, plug for city hall, mulch, AED battery Packs. ETC.						
550-53500	Buildings & Grounds Rep/Ma		NEXT YEAR NOTES: \$35,000 - repairs to Planning Building contingent on the results of the Space Study						
550-53540	Motor Vehicles Repairs/Ma		PERMANENT NOTES: Inspection and registration renewal, windshield replacement, batteries and other maintenance.						

PROPOSED BUDGET WORKSHEET

AS OF: OCTOBER 1ST, 2026

10 -GENERAL FUND
BUILDING SERVICES

DEPARTMENTAL EXPENDITURES	2023-2024	2024-2025	2025-2026		2026-2027	
	ACTUAL	ACTUAL	CURRENT BUDGET	YEAR-TO-DATE ACTUAL	PROJECTED YEAR END	REQUESTED BUDGET

budget.

550-53970 Postage Machine Rental FeePERMANENT NOTES:

Lease payment Pitney bowes.

550-53990 Other Rentals PERMANENT NOTES:
P.O. box rent.

CAPITAL OUTLAY

10-550-56020 Building Improvements
10-550-56070 Furniture & Fixtures
TOTAL CAPITAL OUTLAY

38,665	194,524	200,000	0	0	631,000
<u>0</u>	<u>0</u>	<u>5,000</u>	<u>0</u>	<u>0</u>	<u>0</u>
38,665	194,524	205,000	0	0	631,000

550-56020 Building Improvements

NEXT YEAR NOTES:

Only the following projects A, B, C, D, E, & F are
authorized to proceed upon budget approval:

The Sealy Economic Development Corporation (SEDC) will
provide funding through Contributions to Primary Government
for the following eligible projects, which will be procured
and managed by the City:

A. Liedertafel Improvements - \$246,000

B. W. E. Hill Community Center ADA Improvement Project -
\$100,000

These projects are funded through SEDC contributions and are
separate from the General Fund's planned use of fund
balance.

General Fund Funded Projects:

CITY OF SEALY
PROPOSED BUDGET WORKSHEET
AS OF: OCTOBER 1ST, 2026

10 -GENERAL FUND
BUILDING SERVICES

DEPARTMENTAL EXPENDITURES

2023-2024 ACTUAL	2024-2025 ACTUAL	CURRENT BUDGET	YEAR-TO-DATE ACTUAL	PROJECTED YEAR END	REQUESTED BUDGET	PROPOSED BUDGET
(----- 2025-2026 -----) (----- 2026-2027 -----)						

separate budget amendment and appropriation of General Fund balance, as necessary.

PUBLIC WORKS BARN EXPANSION - The project is not intended

proceed until completion of the Space Utilization Study and consideration of its recommendations to ensure the proposed investment is consistent with the City's long-term facility plan.

Funding capacity for the proposed Public Works Barn

Expansion is included through multiple City funds including Enterprise and General Funds.

General Fund allocations total \$95,000, consisting of:

Building Services - \$35,000, Streets and Drainage - \$25,000,
Parks and Recreation - \$35,000

The proposed expansion would provide additional office

space, a safety training room, restroom facilities, and work areas to accommodate Public Works operations.

OTHER FACILITY ALLOCATIONS

The Building Services Capital Outlay budget includes fundi

capacity for the following identified needs but may not proceed until the completion of the Space Utilization Study unless they progress to emergency need:

Fuel Station Improvements - \$15,000 total, shared among fo
departments at \$3,750 each

Contingency funding is included in place of the previously
identified \$100,000 City Hall/Planning Building ADA

PROPOSED BUDGET WORKSHEET

AS OF: OCTOBER 1ST, 2026

10 -GENERAL FUND
INFO TECHNOLOGY SERVICES

DEPARTMENTAL EXPENDITURES

	2023-2024 ACTUAL	2024-2025 ACTUAL	CURRENT BUDGET	YEAR-TO-DATE ACTUAL	PROJECTED YEAR END	REQUESTED BUDGET	PROPOSED BUDGET
OPERATIONS							
10-560-52020 Data Processing Supplies	0	3,769	0	0	0	500	
10-560-53090 Contract Labor	83,550	70,054	103,188	0	0	107,020	
10-560-53250 Website Design & Update	2,200	0	7,200	0	0	2,200	
10-560-53300 Dues & Subscriptions	30,556	17,868	24,140	0	0	17,800	
10-560-53380 Data Disaster Recovery Ser	72,739	47,717	53,208	0	0	52,000	
10-560-53520 Office Equipment Repairs/M	15,549	770	1,500	0	0	1,545	
10-560-53660 Software Maintenance	44,287	75,132	71,078	0	0	71,645	
10-560-54410 Software License Fees	9,981	0	102,724	0	0	81,005	
TOTAL OPERATIONS	258,863	215,311	363,038	0	0	333,715	
PERMANENT NOTES:							
Includes items such as personal computers and peripherals, printers, printer toner/ink, disks, low-dollar software programs and applications, etc.							
NEXT YEAR NOTES:							
Priority Managed Services \$3,262/mo (5% increase), Sentinel Threat Protection & Support \$1,143/mo, ProofPoint/Shield Email Filtering \$500/mo, Blue Iron Block Hours ~120 hours @ \$150, (NEW) Application Whitelisting, Ring Fencing, and Elevation \$762/mo., PD Server Upgrade Project \$3,000, Firewall Migration \$2,400, Desktop Replacement/Programming \$6,000,							
TXCOMM Install 2 New Centrals/Servers & 3 New Console Computers @ PD \$1,725, PD Emergency Communications Modernization Equipment Installation \$7,020							
NEXT YEAR NOTES:							
Annual Revize Tech Support \$2,200							
NEXT YEAR NOTES:							
Rocket Cyber Managed Security \$860/mo, TMLIRP Cyberplus \$3,750, Canva \$300, Prime \$500, Microsoft 365 - Administrative/Board & Commissions \$1,632, Addl Adobe Licenses \$900, Domain \$390							
**Microsoft 365 Individual licensing added to departmental							

560-52020 Data Processing Supplies

560-53090 Contract Labor

560-53250 Website Design & Update

560-53300 Dues & Subscriptions

PROPOSED BUDGET WORKSHEET

AS OF: OCTOBER 1ST, 2026

10 -GENERAL FUND

INFO TECHNOLOGY SERVICES

DEPARTMENTAL EXPENDITURES	2023-2024		2024-2025		2025-2026		2026-2027	
	ACTUAL	BUDGET	ACTUAL	BUDGET	YEAR-TO-DATE	PROJECTED	REQUESTED	PROPOSED
560-53520 Office Equipment Repairs/MNEXT YEAR NOTES:								
560-53660 Software Maintenance								
560-54410 Software License Fees								
CAPITAL OUTLAY								
10-560-56115 Computer Equipment								
TOTAL CAPITAL OUTLAY								
560-56115 Computer Equipment								
TOTAL INFO TECHNOLOGY SERVICES								

560-53520 Office Equipment Repairs/MNEXT YEAR NOTES:

Battery Backup Replacements, Cables, Etc.

560-53660 Software Maintenance

NEXT YEAR NOTES:

ERP Pro 9 (Incode) - Core Financials \$12,598, Fixed Assets \$1,287, Positive Pay \$1,701, Project Accounting \$3,433, Purchase Orders \$3,978, System Software Non SQL Maintenance \$4,569, AR \$2,102, Utility Billing Water/Gas \$9,263, Utility Meter-Reader Interface \$9,263, Additional Utility Meter-Reader Interface \$1,871, Cashiering \$3,276, Forms Overlay \$1,405, Call Center \$2,811, Building Projects \$2,809, PCI Service Fees \$720, Utility Access \$1,141, ERP Pro Document Management \$273, Technical Services \$6,161, Tyler U \$1,851, Easy Pay Online (Quarterly Billing) \$1,133

560-54410 Software License Fees

NEXT YEAR NOTES:

Laserfiche \$12,403, PD Nutanix Renewal \$27,300 (5% increase), Windows Server Upgrade PD \$1,200, Windows Server City Hall \$1,200, Windows Server 80 User CAL 1x \$4,000, NEOGOV \$34,898

CAPITAL OUTLAY

10-560-56115 Computer Equipment

TOTAL CAPITAL OUTLAY

560-56115 Computer Equipment

NEXT YEAR NOTES:

PD Firewall \$2,150, 2 Toughbooks for new requested fleet @ PD \$8,000, City Hall Single Server replacement \$24,000, Recommended equipment replacement per hardware lifecycle report \$20,000 (4 Admin, 1 EDC, 1 Finance, 3 Court, 1 Planning), TXCOMM PD Scout Windows Server & Scout Console Computer \$27,762, PD Emergency Communications Modernization upgrades \$27,125

TOTAL INFO TECHNOLOGY SERVICES

CITY OF SEALY
PROPOSED BUDGET WORKSHEET
AS OF: OCTOBER 1ST, 2026

10 -GENERAL FUND

STREETS

(----- 2025-2026 -----) (----- 2026-2027 -----)

DEPARTMENTAL EXPENDITURES	2023-2024 ACTUAL	2024-2025 ACTUAL	CURRENT BUDGET	YEAR-TO-DATE ACTUAL	PROJECTED YEAR END	REQUESTED BUDGET	PROPOSED BUDGET
PERSONNEL							
10-575-51010 Salaries & Wages	162,955	172,595	202,130	0	0	223,850	
10-575-51011 PTO Liability	0	788	0	0	0	2,465	
10-575-51012 Overtime Pay	3,883	7,355	6,000	0	0	10,000	
10-575-51015 Longevity Pay	2,704	2,993	3,350	0	0	2,800	
10-575-51020 Social Security	12,573	13,530	16,185	0	0	18,150	
10-575-51030 Retirement Contributions	26,693	26,875	32,755	0	0	38,650	
10-575-51040 Group Insurance	41,861	43,865	52,990	0	0	52,975	
10-575-51050 Workers' Compensation	8,371	12,422	12,550	0	0	10,215	
TOTAL PERSONNEL	259,040	280,422	325,960	0	0	359,105	

575-51010 Salaries & Wages

NEXT YEAR NOTES:

PARKS/STREETS/BLDG/DRNG SUPERINTENDENT (50%)- \$40,176
 UTILITY IV (50%)- \$28,663
 UTILITY III X1 (50%)- \$26,780
 UTILITY I X5 (50%)- \$100,766 (1 UTILITY REPLACE PW ADMIN)
 SALARY ADJ X9 (50%)- \$1,463
 ***INCLUDES PROPOSED MERIT INCREASES
 *****NEW PERSONNEL REQUESTS*****
 ***UTILITY WORKER III X1 (50%) - \$26,000

575-51011 PTO Liability

PERMANENT NOTES:

To minimize impacts on salary & wage budgets. Funds to offset costs associated with eligible employee PTO payouts upon separation from employment, including applicable payroll related expenses. Budgeted based on 80 hours of PTO at the department's average hourly compensation rate.

575-51030 Retirement Contributions

NEXT YEAR NOTES:

CY 2026 - 15.60%
 CY 2027 - 16.50%

575-51040 Group Insurance

PERMANENT NOTES:

City pays 100% of employee medical, dental, and life insurance; 60% of dependent medical and dental. Employees are responsible for vision, additional life or any other benefit costs.

CITY OF SEALY
PROPOSED BUDGET WORKSHEET
AS OF: OCTOBER 1ST, 2026

10 -GENERAL FUND
STREETS

		2023-2024		2024-2025		2025-2026		2026-2027	
		ACTUAL		ACTUAL		YEAR-TO-DATE		PROJECTED	
DEPARTMENTAL EXPENDITURES						BUDGET		BUDGET	

PROPOSED BUDGET WORKSHEET

AS OF: OCTOBER 1ST, 2026

10 -GENERAL FUND

STREETS

DEPARTMENTAL EXPENDITURES		2023-2024 ACTUAL	2024-2025 ACTUAL	CURRENT BUDGET	YEAR-TO-DATE ACTUAL	PROJECTED YEAR END	REQUESTED BUDGET	PROPOSED BUDGET
(----- 2025-2026 -----) (----- 2026-2027 -----)								

Includes drinks for employees such as Gatorade, water, coffee, electrolytes freeze pops.

575-52140 Traffic Signs & Markers

PERMANENT NOTES:

Quiet Zone, traffic signs, cones, road paint, & striping.

Quiet zone repairs are approx. \$4,000.00 each repair on each device.

575-52150

Buildings & Grounds Suppl

PERMANENT NOTES:

Includes items such as: key copies, light bulbs, paint brushes, paint, tape, and 1/5 of the charge for cylinder rental used for welding such as argon and oxygen.

575-52160

Christmas Decorating Suppl

PERMANENT NOTES:

Christmas lights on telephone poles, extension cords, barricade string for cones, orange and pink tape/string, anything for christmas decorations.

575-52240

Chemicals

PERMANENT NOTES:

Includes pesticides & herbicides to maintain the downtown area, spray ditches, alleys, sides of roads, & curbs.

575-52240

Chemicals

NEXT YEAR NOTES:

Pre emergent increase

575-52280

Motor Vehicle Supplies

PERMANENT NOTES:

Includes ratchet straps, chains, couplers, etc.

575-52320

Minor Tools & Equipment

PERMANENT NOTES:

Includes hand tools, small power tools, camera for limb pickup, 12 volt sprayer, hand pump sprayer, patching equipment, etc.

575-52330

Safety Equipment

PERMANENT NOTES:

Includes safety vests, cones, barricades, flares, rubber boots, f-rock for ice on roadway, etc.

575-53090

Contract Labor

NEXT YEAR NOTES:

Contracting

PROPOSED BUDGET WORKSHEET

AS OF: OCTOBER 1ST, 2026

10 -GENERAL FUND

STREETS

		2023-2024		2024-2025		2025-2026		2026-2027	
		ACTUAL		ACTUAL	CURRENT BUDGET	YEAR-TO-DATE ACTUAL	PROJECTED YEAR END BUDGET	REQUESTED BUDGET	PROPOSED BUDGET
DEPARTMENTAL EXPENDITURES									
Cellular Service									
575-53300	Dues & Subscriptions	PERMANENT NOTES: Sundial monthly subscription							
575-53300	Dues & Subscriptions	NEXT YEAR NOTES: Microsoft 365 - \$276 (1 Gl, 7 Email Only Licenses (Split Streets/Parks))							
575-53310	Travel & Training	PERMANENT NOTES: Includes CEU's, compliance courses, seminars, etc.							
575-53310	Travel & Training	NEXT YEAR NOTES: Increase for cdl							
575-53340	Printing & Binding	PERMANENT NOTES: Business cards							
575-53350	Buildings & Grounds Rep/Map	PERMANENT NOTES: Includes items for maintenance of quiet zone gates, keys, haz mat clean ups, downtown fountain, etc.							
575-53340	Motor Vehicles Repairs/Map	PERMANENT NOTES: Includes state inspections, oil changes, etc.							
575-53360	Heavy Equipment Repairs/Map	PERMANENT NOTES: Anything heavy equipment related							
575-53360	Heavy Equipment Repairs/Map	NEXT YEAR NOTES: Sweeper and heavy equipment repairs							
575-53600	Street & Alley Repairs & M	PERMANENT NOTES: includes culverts, limestone, asphalt, stablizer concrete etc.							
575-53920	Equipment/Vehicle Rentals	PERMANENT NOTES: Enterprise lease rentals							
575-53920	Equipment/Vehicle Rentals	NEXT YEAR NOTES:							

CITY OF SEALY
PROPOSED BUDGET WORKSHEET
AS OF: OCTOBER 1ST, 2026

10 -GENERAL FUND
STREETS

DEPARTMENTAL EXPENDITURES	2023-2024 ACTUAL	2024-2025 ACTUAL	CURRENT BUDGET	YEAR-TO-DATE ACTUAL	PROJECTED YEAR END	(----- 2026-2027 -----)	
						REQUESTED BUDGET	PROPOSED BUDGET
10-575-56900 Grant Administration	12,600	0	0	0	0	0	0
10-575-56995 Engineering Services	16,500	0	50,000	0	0	0	0
TOTAL CAPITAL OUTLAY	317,838	5,565,482	380,250	0	0	493,750	

575-56020 Building Improvements

NEXT YEAR NOTES:

The Public Works Barn Expansion is funded through contributions from multiple funds. Fund contributions from the General Fund include three operating departments--**Building Services (\$35,000), Streets and Drainage (\$25,000), and Parks and Recreation (\$35,000)**--for a combined General Fund contribution of **\$95,000**. The expansion will provide additional office space, a safety training room, restroom facilities, and work areas to accommodate the operational needs of these departments as the City continues to grow. Project may not be approved until the completion of the Space Utilization Study and consideration of the recommendations for long-term planning considerations.

The budgeted use of General Fund balance is intended to provide the funding necessary to complete these capital improvement projects. Actual expenditures from fund balance will occur only upon City Council approval of each project and in accordance with the City's Charter, Code of Ordinances, Purchasing Policy, and all other applicable laws and budgetary requirements.

575-56030 Street Paving Improvements

PERMANENT NOTES:
Street improvements

575-56030 Street Paving Improvements

NEXT YEAR NOTES:

Repave 2 intersection and large point repairs

575-56040 Drainage Improvements

NEXT YEAR NOTES:

Kloecker Rd drainage
Eagle Lake Rd and Gunnison area drainage
East Side drainage

575-56100 Special Equipment

NEXT YEAR NOTES:

\$3,750 fuel Station replacement (\$15,000 split between 4

CITY OF SEALY
PROPOSED BUDGET WORKSHEET
AS OF: OCTOBER 1ST, 2026

10 -GENERAL FUND
PARKS & RECREATION

(----- 2025-2026 -----) (----- 2026-2027 -----)

DEPARTMENTAL EXPENDITURES	2023-2024 ACTUAL	2024-2025 ACTUAL	CURRENT BUDGET	YEAR-TO-DATE ACTUAL	PROJECTED YEAR END	REQUESTED BUDGET	PROPOSED BUDGET
PERSONNEL							
10-580-51010 Salaries & Wages	172,023	173,846	202,130	0	0	223,850	
10-580-51011 PTO Liability	0	788	0	0	0	2,465	
10-580-51012 Overtime Pay	4,578	7,355	6,000	0	0	10,000	
10-580-51015 Longevity Pay	2,704	2,993	3,350	0	0	2,800	
10-580-51020 Social Security	13,317	13,625	16,185	0	0	18,150	
10-580-51030 Retirement Contributions	26,574	27,516	32,755	0	0	38,650	
10-580-51040 Group Insurance	42,280	43,382	52,990	0	0	52,975	
10-580-51050 Workers' Compensation	1,975	2,158	3,000	0	0	2,735	
TOTAL PERSONNEL	263,451	271,663	316,410	0	0	351,625	

580-51010 Salaries & Wages

NEXT YEAR NOTES:
PARKS/STREETS/BLDG/DRNG SUPERINTENDENT (50%) - \$40,176
UTILITY IV (50%) - \$28,663
UTILITY III X1 (50%) - \$26,780
UTILITY I X5 (50%) - \$100,766 (1 UTILITY REPLACE PW ADMIN)
SALARY ADJ X9 (50%) - \$1,463
***INCLUDES PROPOSED MERIT INCREASES
*****NEW PERSONNEL REQUESTS*****
***UTILITY WORKER III X1 (50%) - \$26,000

580-51011 PTO Liability

PERMANENT NOTES:
To minimize impacts on salary & wage budgets. Funds to offset costs associated with eligible employee PTO payouts upon separation from employment, including applicable payroll related expenses. Budgeted based on 80 hours of PTO at the department's average hourly compensation rate.

580-51030 Retirement Contributions

NEXT YEAR NOTES:
CY 2026 - 15.60%
CY 2027 - 16.50%

580-51040 Group Insurance

PERMANENT NOTES:
City pays 100% of employee medical, dental, and life insurance; 60% of dependent medical and dental. Employees are responsible for vision, additional life or any other benefit costs.

CITY OF SEALY
PROPOSED BUDGET WORKSHEET
AS OF: OCTOBER 1ST, 2026

10 -GENERAL FUND
PARKS & RECREATION

(----- 2025-2026 -----) (----- 2026-2027 -----)

DEPARTMENTAL EXPENDITURES	2023-2024 ACTUAL	2024-2025 ACTUAL	CURRENT BUDGET	YEAR-TO-DATE ACTUAL	PROJECTED YEAR END	REQUESTED BUDGET	PROPOSED BUDGET
OPERATIONS							
10-580-52000 General Office Supplies	225	73	200	0	0	200	
10-580-52010 Office Copy Supplies	415	173	250	0	0	250	
10-580-52040 Medical/First Aid Supplies	0	0	500	0	0	500	
10-580-52050 Motor Fuel & Oil	9,327	7,664	9,000	0	0	10,000	
10-580-52060 Janitorial Supplies	4,979	4,434	5,250	0	0	5,250	
10-580-52100 Wearing Apparel	126	383	500	0	0	600	
10-580-52130 Food & Water Supplies	335	925	2,000	0	0	2,500	
10-580-52150 Buildings & Grounds Suppli	1,818	63,071	13,650	0	0	13,650	
10-580-52240 Chemicals	1,279	826	3,150	0	0	10,000	
10-580-52280 Motor Vehicle Supplies	60	505	600	0	0	700	
10-580-52320 Minor Tools & Equipment	5,592	4,134	3,200	0	0	5,000	
10-580-52330 Safety Equipment	684	1,046	975	0	0	3,500	
10-580-52380 Master Gardener Pgm Suppli	0	60	0	0	0	0	
10-580-53000 Engineering Services	49,296	8,960	0	0	0	0	
10-580-53020 Consultant Services	4,345	0	0	0	0	0	
10-580-53090 Contract Labor	7,578	9,558	10,000	0	0	10,000	
10-580-53110 Janitorial Services	0	0	3,150	0	0	3,500	
10-580-53200 Electricity	34,754	48,601	63,000	0	0	73,000	
10-580-53210 Telephone	3,182	3,536	4,200	0	0	4,200	
10-580-53220 Internet Services	1,798	1,789	2,000	0	0	2,500	
10-580-53300 Dues & Subscriptions	208	132	200	0	0	8,600	
10-580-53310 Travel & Training	992	0	1,000	0	0	3,500	
10-580-53320 Newspaper Advertising	0	138	0	0	0	0	
10-580-53330 Postage & Shipping	0	0	50	0	0	50	
10-580-53340 Printing & Binding	31	31	50	0	0	400	
10-580-53500 Buildings & Grounds Rep/Ma	27,596	36,184	52,000	0	0	77,000	
10-580-53540 Motor Vehicles Repairs/Mai	853	757	2,625	0	0	3,000	
10-580-53560 Heavy Equipment Repairs/Ma	15,070	9,154	11,000	0	0	16,000	
10-580-53900 Building & Land Rentals	6,189	1,723	3,600	0	0	3,600	
10-580-53920 Equipment/Vehicle Rentals	2,989	9,768	18,581	0	0	34,600	
10-580-53940 Uniform Rentals	2,063	2,154	2,200	0	0	2,500	
TOTAL OPERATIONS	181,785	215,779	212,931	0	0	294,600	

580-52000 General Office Supplies PERMANENT NOTES:

Quill purchases Includes pens,pencils,paper clips,clip boards etc.

PROPOSED BUDGET WORKSHEET

AS OF: OCTOBER 1ST, 2026

10 -GENERAL FUND
PARKS & RECREATION

		2023-2024		2024-2025		2025-2026		2026-2027	
		ACTUAL	ACTUAL	CURRENT BUDGET	YEAR-TO-DATE ACTUAL	PROJECTED YEAR END	REQUESTED BUDGET	PROPOSED BUDGET	
DEPARTMENTAL EXPENDITURES									
580-52060	Janitorial Supplies								
	PERMANENT NOTES:								
	Includes the Hill Center cleaners, mops, rags, paper towels, etc.								
580-52100	Wearing Apparel								
	PERMANENT NOTES:								
	Shirt embroidery from Wittenburg printing								
580-52100	Wearing Apparel								
	NEXT YEAR NOTES:								
	Add FLOCK live view at Chapman and Levine Parks @ \$4,000 subscription each								
580-52130	Food & Water Supplies								
	PERMANENT NOTES:								
	Coffee supplies and bottled water.								
580-52130	Food & Water Supplies								
	NEXT YEAR NOTES:								
	Adding emergency supplies for employees staying during storms								
580-52150	Buildings & Grounds Supplies								
	PERMANENT NOTES:								
	Christmas lights and supplies, Alarm monitoring at the Irene LeBlanc splash pad, paint brushes, zip ties, locks, cylinder rentals from Linde gas and equip. Pro-Pest rodent boxes.								
580-52240	Chemicals								
	PERMANENT NOTES:								
	Includes, insecticides, herbicides, ant poison, etc.								
580-52240	Chemicals								
	NEXT YEAR NOTES:								
	Adding pre emergent \$7,000								
580-52280	Motor Vehicle Supplies								
	PERMANENT NOTES:								
	Includes items kept on service trucks, car wash, shop towel, hand cleaner etc.								
580-52320	Minor Tools & Equipment								
	PERMANENT NOTES:								
	Includes trash grabbers, edger blades, weed eater string,								

increased fuel costs the current year projected into new fiscal year.

PROPOSED BUDGET WORKSHEET

AS OF: OCTOBER 1ST, 2026

10 -GENERAL FUND

PARKS & RECREATION

	2023-2024 ACTUAL	2024-2025 ACTUAL	CURRENT BUDGET	2025-2026 YEAR-TO-DATE ACTUAL	PROJECTED YEAR END BUDGET	REQUESTED BUDGET	PROPOSED BUDGET
DEPARTMENTAL EXPENDITURES							
580-52330	Safety Equipment						
	NEXT YEAR NOTES: Adding new employees require safety gear						
580-52380	Master Gardener Pgm Suppli						
	PERMANENT NOTES: includes flower bed supplies and plants						
580-53090	Contract Labor						
	PERMANENT NOTES: Contract labor for Christmas lights at Levine Park. Increased budget by \$2500 due to increased labor cost.						
580-53110	Janitorial Services						
	PERMANENT NOTES: Contracted services for major cleanup.						
580-53200	Electricity						
	PERMANENT NOTES: Includes Hill Center, and all city parks. Does not include historical locations.						
580-53200	Electricity						
	NEXT YEAR NOTES: Increase cost electricity						
580-53210	Telephone						
	PERMANENT NOTES: Includes phone service at parks and cell phones, cellular services, cloud services, security systems from Verizon, Fusion, AT&T, Centurion and AMCO.						
580-53270	GPS Service Fees						
	PERMANENT NOTES: 2 trucks with GPS						
580-53300	Dues & Subscriptions						
	NEXT YEAR NOTES: Microsof 365 - \$276 (1 G1, 7 Email Only Licenses (Split Streets/Parks)) Add FLOCK live view at Chapman & Levine Parks. Each \$4,000 = \$8,000						
580-53310	Travel & Training						
	PERMANENT NOTES: Training for proper building and turf maintenance and pool certification.						
580-53310	Travel & Training						
	NEXT YEAR NOTES: Training certification "certified playground safety						

PROPOSED BUDGET WORKSHEET

AS OF: OCTOBER 1ST, 2026

10 -GENERAL FUND

PARKS & RECREATION

DEPARTMENTAL EXPENDITURES	2023-2024	2024-2025	2025-2026	2026-2027
	ACTUAL	ACTUAL	YEAR-TO-DATE	REQUESTED
		BUDGET	ACTUAL	BUDGET
580-53500 Buildings & Grounds Rep/ManPERMANENT NOTES:				

580-53500 Buildings & Grounds Rep/ManPERMANENT NOTES:

W. E. Hill Community Center, City Hall, Police Department, and Liedertafel landscaping/grounds & trees maintenance.

Abe & Irene Levine Park Gazebo, Pavilion, Playground

Equipment, Shade Structure(s), Benches, & Splashpad

Maintenance, and grounds & trees maintenance.

Chapman B&PW Playground Equipment, Pickleball & Basketball

Courts/Bleachers, Shade Structure(s) maintenance and

repairs, parking lot maintenance and park road maintenance,

including striping/painting, and walkway maintenance and

repairs.

Park and park facility graffiti removal.

Park equipment replacement parts, electrical issues, etc.

Jacqueline Cryan Park & Irene LeBlanc Splashpad and

restrooms with grounds/trees maintenance and upkeep.

Joe Scranton Park playground equipment, basketball court,

shade structure(s), picnic tables and benches, and restroom

facilities repairs/grounds maintenance, trees, playground

equipment maintenance and repairs, and the same for Mark

Fredrich and Sealy Homestead Parks, and Shadow Lake.

580-53500 Buildings & Grounds Rep/ManNEXT YEAR NOTES:

repairs for gazebo needing to strip and repaint, light replacement at parks, Park sign improvements, and repaint the pavilion at the Abe & Irene Levine Pavilion due to rust

580-53540 Motor Vehicles Repairs/ManPERMANENT NOTES:

Includes repairs to aging service trucks, oil Changes, inspections, etc.

580-53560 Heavy Equipment Repairs/ManNEXT YEAR NOTES:

Includes repairs to mowers and other equipment used by the parks department.

Including mower blade replacement, oil changes and other maintenance.

Increased budget to 11,000 as our equipment is getting older and requiring more attention.

Not purchasing a new mower, expecting additional repairs

PROPOSED BUDGET WORKSHEET

AS OF: OCTOBER 1ST, 2026

10 -GENERAL FUND
PARKS & RECREATION

	2023-2024 ACTUAL	2024-2025 ACTUAL	CURRENT BUDGET	2025-2026 YEAR-TO-DATE ACTUAL	PROJECTED YEAR END	REQUESTED BUDGET	PROPOSED BUDGET
DEPARTMENTAL EXPENDITURES							

\$34,600.

580-53940 Uniform Rentals

PERMANENT NOTES:

Unifirst uniform rentals and wet/dust mops.

CAPITAL OUTLAY

10-580-56020 Building Improvements

10-580-56050 Park Improvements

10-580-56100 Special Equipment

TOTAL CAPITAL OUTLAY

0	0	0	0	0	0	35,000
259,340	264,970	262,500	0	0	0	1,405,000
0	23,654	0	0	0	0	27,000
259,340	288,624	262,500	0	0	0	1,467,000

580-56020 Building Improvements

PERMANENT NOTES:

maintain floors in halls and ect
and add on to the barn both are much needed

580-56020 Building Improvements

NEXT YEAR NOTES:

The Public Works Barn Expansion is funded through contributions from multiple funds. Fund contributions from the General Fund include three operating departments--**Building Services (\$35,000), Streets and Drainage (\$25,000), and Parks and Recreation (\$35,000)**--for a combined General Fund contribution of **\$95,000**. The expansion will provide additional office space, a safety training room, restroom facilities, and work areas to accommodate the operational needs of these departments as the City continues to grow. Project may not be approved until the completion of the Space Utilization Study and consideration of the recommendations for long-term planning considerations.

The budgeted use of General Fund balance is intended to provide the funding necessary to complete these capital improvement projects. Actual expenditures from fund balance will occur only upon City Council approval of each project and in accordance with the City's Charter, Code of Ordinances, Purchasing Policy, and all other applicable laws and budgetary requirements.

580-56050 Park Improvements

PERMANENT NOTES:

Walking trail at B&PW

PROPOSED BUDGET WORKSHEET

AS OF: OCTOBER 1ST, 2026

10 -GENERAL FUND
PARKS & RECREATION

DEPARTMENTAL EXPENDITURES	2023-2024	2024-2025	2025-2026	2026-2027
	ACTUAL	ACTUAL	YEAR-TO-DATE BUDGET	REQUESTED BUDGET

A. The SEDC has carried forward \$100,000 previously allocated for the Jacqueline A. Cryan Memorial Park Shade and Benches Project. The project is authorized to proceed following completion of the Jacqueline A. Cryan Memorial Park Pond Expansion Project and will be procured and managed by the City. An additional \$15,000 has been donated by the John R. & Maggie B. Selman Charitable Trust toward the Shade and Benches Project.

B. The EDC/CVB Executive Director has also recommended

\$55,000 in SEDC funding for new shade structures at the Irene LeBlanc Splash Pad. This proposed contribution requires approval by the SEDC Board and City Council before the project may proceed.

A portion of the Capital Outlay appropriation is supported

through a planned use of General Fund balance budgeted within General Fund Non-Departmental Revenue.

C. Lighting Improvements - Chapman B&PW Park and Scranton

Park - \$10,000

D. Irene LeBlanc Splash Pad Furniture - \$8,000

E. Chapman B&PW Park Shade Structure Fabric Replacement -

\$15,000

F. Abe & Irene Levine Family Park Changing Tables - \$5,000

G. Pickleball Court Bleachers - \$12,000

H. Chapman B&PW Park Parking Expansion - \$900,000

PARKS MASTER PLAN AND PROJECT AUTHORIZATION

PROPOSED BUDGET WORKSHEET

AS OF: OCTOBER 1ST, 2026

10 -GENERAL FUND
PARKS & RECREATION

DEPARTMENTAL EXPENDITURES	2023-2024	2024-2025	CURRENT	YEAR-TO-DATE	PROJECTED	REQUESTED	PROPOSED
	ACTUAL	ACTUAL	BUDGET	ACTUAL	YEAR END	BUDGET	BUDGET

(----- 2025-2026 -----) (----- 2026-2027 -----)

Council.

USE OF FUND BALANCE AND PROJECT CONTROLS

The budgeted use

General Fund balance preserves financial capacity for one-time park capital improvements while maintaining adequate reserves for emergencies and unforeseen needs and limiting reliance on debt financing.

Inclusion of a project in the

Capital Outlay budget establishes funding capacity but does not constitute authorization to proceed. Except for projects specifically authorized to move forward, significant discretionary park improvements will remain pending completion of the applicable planning process and subsequent City Council consideration.

All expenditures remain subject

to required City Council approval, applicable SEDC approval and eligibility requirements when SEDC funds are used, the City Charter, Code of Ordinances, Purchasing Policy, procurement requirements, applicable law, and other expenditure controls.

580-56090 Motor Vehicles

PERMANENT NOTES:

Want this line item at zero.

580-56100 Special Equipment

NEXT YEAR NOTES:

\$25,000 3pt mower for mowing soccer field, cryan park, pond slopes

\$2,000 emergency light trailer 12.5% shared

TOTAL PARKS & RECREATION

704,576

776,066

791,841

0

0 2,113,225

CITY OF SEALY
PROPOSED BUDGET WORKSHEET
AS OF: OCTOBER 1ST, 2026

10 -GENERAL FUND
MECHANIC SHOP

(----- 2025-2026 -----) (----- 2026-2027 -----)

DEPARTMENTAL EXPENDITURES	2023-2024 ACTUAL	2024-2025 ACTUAL	CURRENT BUDGET	YEAR-TO-DATE ACTUAL	PROJECTED YEAR END	REQUESTED BUDGET	PROPOSED BUDGET
PERSONNEL							
10-590-51010 Salaries & Wages	9,083	7,185	12,565	0	0	13,085	
10-590-51011 PTO Liability	0	0	0	0	0	2,483	
10-590-51012 Overtime Pay	890	1,239	1,500	0	0	1,500	
10-590-51015 Longevity Pay	23	13	5	0	0	12	
10-590-51020 Social Security	756	617	1,085	0	0	1,120	
10-590-51030 Retirement Contributions	2,376	766	2,200	0	0	2,390	
10-590-51040 Group Insurance	491	2,177	3,490	0	0	3,350	
10-590-51050 Workers' Compensation	1,002	958	1,328	0	0	770	
TOTAL PERSONNEL	14,629	12,955	22,173	0	0	24,710	

590-51010 Salaries & Wages

NEXT YEAR NOTES:

SERVICE CENTER TECHNICIAN (VACANT) (25%) - \$13,085
SALARY ADJ X1 (25%) - \$82

590-51011 PTO Liability

PERMANENT NOTES:

To minimize impacts on salary & wage budgets. Funds to offset costs associated with eligible employee PTO payouts upon separation from employment, including applicable payroll related expenses. Budgeted based on 80 hours of PTO at the department's average hourly compensation rate.

590-51030 Retirement Contributions

NEXT YEAR NOTES:

25% - SPLIT MECH/WATER/SEWER/GAS
CY 2026 - 15.60%
CY 2027 - 16.50%

590-51040 Group Insurance

PERMANENT NOTES:

City pays 100% of employee medical, dental, and life insurance; 60% of dependent medical and dental. Employees are responsible for vision, additional life or any other benefit costs.

590-51040 Group Insurance

NEXT YEAR NOTES:

PREMIUM DECREASE 0.99% FY2027

590-51050 Workers' Compensation

PERMANENT NOTES:

CITY OF SEALY
PROPOSED BUDGET WORKSHEET
AS OF: OCTOBER 1ST, 2026

10 -GENERAL FUND
MECHANIC SHOP

		2023-2024 ACTUAL	2024-2025 ACTUAL	CURRENT BUDGET	2025-2026 YEAR-TO-DATE ACTUAL	PROJECTED YEAR END	REQUESTED BUDGET	PROPOSED BUDGET
		-----) (----- 2026-2027 -----)						
DEPARTMENTAL EXPENDITURES								
590-52320	Minor Tools & Equipment	PERMANENT NOTES: Includes shovels, bits, grease guns, hand tools, saw blades, etc.						
590-52320	Minor Tools & Equipment	NEXT YEAR NOTES: Increased for specialty tools for tractor and heavy equipment						
590-52330	Safety Equipment	PERMANENT NOTES: Includes hard hats, ear plugs, vests, rubber boots, gloves, flares, cones, etc.						
590-53200	Electricity	PERMANENT NOTES: Electrical service used to run critical infrastructural.						
590-53210	Telephone	PERMANENT NOTES: For cellular services.						
590-53300	Dues & Subscriptions	NEXT YEAR NOTES: Microsoft 365 - \$50 (1 Email Only Licenses)						
590-53500	Buildings & Grounds Rep/Map	PERMANENT NOTES: Bleach, Fabricating mount, etc.						
590-53540	Motor Vehicles Repairs/Mai	PERMANENT NOTES: Oil Changes, , fluids & misc repairs						
590-53540	Motor Vehicles Repairs/Main	NEXT YEAR NOTES: Mechanic truck is aging and is expecting more repairs in next years cycle						
CAPITAL OUTLAY		Lift						
TOTAL MECHANIC SHOP		22,409	19,079	31,973	0	0	40,510	

PROPOSED BUDGET WORKSHEET

AS OF: OCTOBER 1ST, 2026

10 -GENERAL FUND

NON-DEPARTMENTAL

DEPARTMENTAL EXPENDITURES

	2023-2024 ACTUAL	2024-2025 ACTUAL	CURRENT BUDGET	YEAR-TO-DATE ACTUAL	PROJECTED YEAR END	REQUESTED BUDGET	PROPOSED BUDGET
PERSONNEL							
OPERATIONS							
10-599-53045 Utility Billing Insert Ser	1,175	1,313	1,500	0	0	0	
10-599-55500 Payments to Library	20,000	20,000	20,000	0	0	20,000	
10-599-55510 Payments to County	0	0	5,000	0	0	5,000	
10-599-55515 Pmts to Sealy Christian Pa	2,000	2,000	2,000	0	0	2,000	
10-599-55520 Pmts to Combined Comm Acti	0	0	3,000	0	0	3,000	
10-599-55630 Economic Incentive Payment	99,098	0	0	0	0	0	
10-599-55710 Service/Finance Charges	1,371	(1)	2,000	0	0	2,000	
10-599-55750 Sales Tax Overpayment	31,155	31,155	31,155	0	0	31,155	
10-599-55755 Property Tax Refund Reserv	0	0	0	0	0	50,000	
TOTAL OPERATIONS	154,800	54,467	64,655	0	0	113,155	
599-55755 Property Tax Refund ReservNEXT YEAR NOTES:							

The Austin County Appraisal District (ACAD) withholds a portion of property tax collections to account for potential refunds or reimbursements associated with properties under protest. In addition to ACAD's withholding, the City's Property Tax Revenue line item is conservatively budgeted at 95% of projected collections, providing an additional 5% allowance for potential refunds, adjustments, or reimbursements.

The budget also includes a separate \$50,000

expenditure line item for property tax reimbursements, providing an additional safeguard should reimbursements exceed amounts otherwise accounted for through ACAD's withholding or the City's conservative revenue projection. Together, these measures are intended to reduce the risk that property tax protests, adjustments, or refunds will adversely affect the General Fund budget.

CAPITAL OUTLAY

10-599-56200 Capital Outlay - Leases

TOTAL CAPITAL OUTLAY

316,714	219,741	0	0	0	0
316,714	219,741	0	0	0	0

MUNICIPAL COURT TECHNOLOGY – (FUND 11)

Fund Balance as of May 31, 2026: \$20,279.14

Prior to the enactment of House Bill 1950 during the 89th Texas Legislature, municipalities were required to maintain a separate Municipal Court Technology Fund for court technology revenues and expenditures as authorized by the Texas Code of Criminal Procedure. Effective May 29, 2025, municipalities with a population of less than 100,000 are required to deposit new court cost allocations into the Consolidated Municipal Court Building Security and Technology Fund.

However, House Bill 1950 applies only to court costs collected on or after its effective date. As a result, any Municipal Court Technology fund balances accumulated prior to May 29, 2025, must remain accounted for separately and continue to be administered in accordance with the law that was in effect when those revenues were collected. Accordingly, the City continues to maintain existing **Municipal Court Technology Fund for pre-HB 1950 revenues** while depositing all new eligible revenues into the Consolidated Municipal Court Building Security and Technology Fund, ensuring compliance with state law and proper accounting of restricted funds.

The Municipal Court Administrator has budgeted allocations for the purchase of:

- General office supplies
- Data processing supplies
- Postage and shipping
- Software maintenance
- Computer equipment

There is no longer revenue associated with this fund to ensure compliance with HB 1950.

CITY OF SEALY
PROPOSED BUDGET WORKSHEET
AS OF: OCTOBER 1ST, 2026

11 -MUN COURT TECHNOLOGY

(----- 2025-2026 -----) (----- 2026-2027 -----)

REVENUES	2023-2024 ACTUAL	2024-2025 ACTUAL	CURRENT BUDGET	YEAR-TO-DATE ACTUAL	PROJECTED YEAR END	REQUESTED BUDGET	PROPOSED BUDGET
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FINES & FORFEITURES

11-42030 Local Court Fees

16,876

9,702

0

0

0

0

TOTAL FINES & FORFEITURES

16,876

9,702

0

0

0

0

CONTRIBUTIONS & DONATIONSINVESTMENT INCOME

11-45000 Interest Earnings

350

1,002

500

0

0

600

TOTAL INVESTMENT INCOME

350

1,002

500

0

0

600

OTHER FINANCING SOURCES

11-49998 Budgeted Reduction of Fund Bal

0

0

20,935

0

0

23,570

TOTAL OTHER FINANCING SOURCES

0

0

20,935

0

0

23,570

49998

Budgeted Reduction of FundPERMANENT NOTES:

TX HB 1950 went into effect on 5/29/2025, consolidating fees collected for court security and technology into one "Consolidated Municipal Building Security & Technology Fund." The funds may be used for the same purposes previously allowed for the separate funds. This change affects only the fees collected on or after the bill's effective date.

Fees collected prior to the effective date must remain in the existing separate funds and are governed under the previous law; those funds must be spent under the old rules. As of 5/29/2025 - Fees previously collected on Fund 11 & 13 will be allocated to the consolidated fund, Fund 65.

TOTAL REVENUES

17,226

10,704

21,435

0

0

24,170

PROPOSED BUDGET WORKSHEET

AS OF: OCTOBER 1ST, 2026

11 -MUN COURT TECHNOLOGY
MUNICIPAL COURT

DEPARTMENTAL EXPENDITURES	2023-2024 ACTUAL	2024-2025 ACTUAL	CURRENT BUDGET	YEAR-TO-DATE ACTUAL	PROJECTED YEAR END	REQUESTED BUDGET	PROPOSED BUDGET
OPERATIONS							
11-525-52000 General Office Supplies	376	0	435	0	0	560	
11-525-52020 Data Processing Supplies	3,902	399	9,000	0	0	12,985	
11-525-53330 Postage & Shipping	50	0	0	0	0	200	
11-525-53660 Software Maintenance	0	0	12,000	0	0	9,825	
TOTAL OPERATIONS	4,328	399	21,435	0	0	23,570	
525-52000 General Office Supplies							
NEXT YEAR NOTES:							
Back Up Battery X 2 @ \$130, Misc. Office Supplies X 1 @ \$300							
525-52020 Data Processing Supplies							
NEXT YEAR NOTES:							
Citation Printer X 2 @ \$970, Barcode Scanner X 2 @ \$600, Battery Back Ups X 2 @ \$150, Twist Lock Data Cables X 2 @ \$40, Mobile AC Adaptors X 2 @ \$95, ***Printer (Extra Units) X 5 @ \$970, ***Barcode Scanner (Extra Units) X 5 @ \$600, ***Twist Lock Data Cables (Extra Units) X 5 @ \$40, ***Mobile AC Adaptors(Extra Units) X 5 @ \$ 95. Extra unit costs if new additional vehicles for PD are approved.							
525-53330 Postage & Shipping							
NEXT YEAR NOTES:							
Data Processing Equipment X 5 @ \$40							
525-53660 Software Maintenance							
NEXT YEAR NOTES:							
***CiteClearly Software License (Extra Units)X 5 @ \$1,448 (Yearly Renewal Contract), ***CiteClearly Support(Extra Units) X 5 @ \$517 (Yearly Renewal Contract. Extra unit costs if new additional vehicles for PD are approved.							
CAPITAL OUTLAY							
11-525-56115 Computer Equipment	0	0	0	0	0	600	
TOTAL CAPITAL OUTLAY	0	0	0	0	0	600	
525-56115 Computer Equipment							
NEXT YEAR NOTES:							
Desktop Monitors X 2 @ \$300							
TOTAL MUNICIPAL COURT	4,328	399	21,435	0	0	24,170	

CITY OF SEALY
PROPOSED BUDGET WORKSHEET
AS OF: OCTOBER 1ST, 2026

11 -MUN COURT TECHNOLOGY
NON-DEPARTMENTAL

	2023-2024 ACTUAL	2024-2025 ACTUAL	CURRENT BUDGET	2025-2026 YEAR-TO-DATE ACTUAL	PROJECTED YEAR END	REQUESTED BUDGET	PROPOSED BUDGET
DEPARTMENTAL EXPENDITURES							
OPERATIONS							
CAPITAL OUTLAY							
OTHER FINANCING USES							
TOTAL EXPENDITURES	4,328	399	21,435	0	0	24,170	
REVENUE OVER/(UNDER) EXPENDITURES	12,898	10,305	0	0	0	0	

TIME PAYMENT REIMBURSEMENT FEE – (FUND 12)

Fund Balance as of May 31, 2026: \$44,892.76

The Time Payment Reimbursement Fee Fund is a restricted fund that receives the \$15 Time Payment Reimbursement Fee assessed against a defendant who pays any portion of a fine, court costs, restitution, or another reimbursement fee on or after the 31st day after judgment is entered. The fee is authorized by Article 102.030 of the Texas Code of Criminal Procedure.

Funding Source

- A \$15 reimbursement fee is assessed when a defendant begins paying after the 30-day period following judgement.
- The fee is deposited into a separate account.

Authorized Uses

State law restricts the use of these funds. They may be used only to:

- Improve the collection of outstanding court costs, fines, reimbursement fees, and restitution. Improve the efficiency of the administration of justice within the municipality.
- The municipality must prioritize the needs of the judicial officer who collected the fees when making expenditures from the fund.

Examples of Eligible Expenditures:

While the statute is broad, typical eligible expenditures include:

- Court collection software
- Collection services
- Payment processing systems
- Court technology that improves collections
- Staff training related to collections
- Office equipment used to improve court collections and administration
- Administrative improvements that increase the efficiency of Municipal Court operations

PROPOSED BUDGET WORKSHEET

AS OF: OCTOBER 1ST, 2026

12 -TIME PYMT REIMB FEE FUND

REVENUES	2023-2024		2024-2025		2025-2026		(----- 2026-2027 -----)	
	ACTUAL		ACTUAL		CURRENT BUDGET	YEAR-TO-DATE ACTUAL	PROJECTED YEAR END	REQUESTED BUDGET
<u>FINES & FORFEITURES</u>								
12-42030 Local Court Fees	13,723		11,475		9,868	0	0	10,744
TOTAL FINES & FORFEITURES	13,723		11,475		9,868	0	0	10,744
<u>CONTRIBUTIONS & DONATIONS</u>								
<u>INVESTMENT INCOME</u>								
12-45000 Interest Earnings	624		1,334		700	0	0	1,000
TOTAL INVESTMENT INCOME	624		1,334		700	0	0	1,000
<u>OTHER FINANCING SOURCES</u>								
TOTAL REVENUES	14,347		12,809		10,568	0	0	11,744

PROPOSED BUDGET WORKSHEET

AS OF: OCTOBER 1ST, 2026

12 -TIME PYMT REIMB FEE FUND

MUNICIPAL COURT

(----- 2023-2024 ----- 2024-2025 ----- 2025-2026 ----- 2026-2027 -----)

DEPARTMENTAL EXPENDITURES

	2023-2024 ACTUAL	2024-2025 ACTUAL	CURRENT BUDGET	YEAR-TO-DATE ACTUAL	PROJECTED YEAR END	REQUESTED BUDGET	PROPOSED BUDGET
OPERATIONS							
12-525-52000 General Office Supplies	82	61	144	0	0	271	
12-525-52020 Data Processing Supplies	1,501	2,061	2,300	0	0	2,650	
12-525-53090 Contractual Services	0	0	2,700	0	0	2,400	
12-525-53210 Telephone	579	579	624	0	0	624	
12-525-53300 Dues and Subscriptions	0	0	0	0	0	999	
12-525-53960 Copier Rental Fees	3,895	2,878	4,800	0	0	4,800	
TOTAL OPERATIONS	6,057	5,580	10,568	0	0	11,744	

525-52000 General Office Supplies

NEXT YEAR NOTES:

Post Cards Card Stock Paper X 8 @ \$12, Labels X 5 @ \$35

525-52020 Data Processing Supplies

NEXT YEAR NOTES:

Accurint X 12 @ \$200 (Yearly Renewal Contract), Court Room
Toner X 2 @ \$125

525-53090 Contractual Services

NEXT YEAR NOTES:

Trial Certified Interpreters X 1 @ \$2400

525-53210 Telephone

NEXT YEAR NOTES:

Court Cell Phone X 12 @ \$52

525-53300 Dues and Subscriptions

NEXT YEAR NOTES:

Adobe Acrobat X 3 @ \$333

525-53960 Copier Rental Fees

NEXT YEAR NOTES:

Copy Machine X 12 @ \$400 (Renewal Contract)

CAPITAL OUTLAY

TOTAL MUNICIPAL COURT

6,057

5,580

10,568

0

0

11,744

12 -TIME PYMT REIMB FEE FUND
NON-DEPARTMENTAL

	2023-2024 ACTUAL	2024-2025 ACTUAL	CURRENT BUDGET	2025-2026 YEAR-TO-DATE ACTUAL	PROJECTED YEAR END	REQUESTED BUDGET	PROPOSED BUDGET
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DEPARTMENTAL EXPENDITURES

OPERATIONS

CAPITAL OUTLAY

OTHER FINANCING USES

TOTAL EXPENDITURES

REVENUE OVER/ (UNDER) EXPENDITURES

MUNICIPAL COURT BUILDING SECURITY – (FUND 13)

Fund Balance as of May 31, 2026: \$231,120.73

The Municipal Court Building Security Fund was established pursuant to **Article 102.017 of the Texas Code of Criminal Procedure** to account for court costs restricted for municipal court security. Fund revenues may be used only for authorized security personnel, services, and equipment related to buildings housing Municipal Court operations. Pursuant to House Bill 1950 (89th Legislature), municipalities with a population of less than 100,000 now deposit new court cost allocations into the Consolidated Municipal Court Building Security and Technology Fund established under **Article 102.0175 of the Texas Code of Criminal Procedure**. However, revenues collected prior to the effective date of House Bill 1950 remain subject to the former law and continue to be accounted for separately until those restricted balances have been fully expended.

Examples of eligible expenditures include:

Security Personnel, Technology Supporting Court Security, Training,

Security Equipment

- Walk-through metal detectors
- Handheld metal detectors
- Electronic access control systems (key card/fob access)
- Electronic door locks
- Panic buttons
- Security alarms
- Security cameras (CCTV)
- Video surveillance recording equipment
- Bullet-resistant glass or transaction windows

Building Security

- Security signage
- Reinforced doors
- Other physical security devices that protect court operations

One important limitation is that the fund **cannot** be used for general Police Department operations or citywide security improvements unless they are directly related to securing the building that houses Municipal Court operations. If City Hall houses the Municipal Court, security improvements to the portions of the building that support court operations may be eligible, but expenditures should be tied to the court's security purpose.

CITY OF SEALY
PROPOSED BUDGET WORKSHEET
AS OF: OCTOBER 1ST, 2026

13 -MUN CT BLDG SECURITY

(----- 2025-2026 -----) (----- 2026-2027 -----)

REVENUES	2023-2024 ACTUAL	2024-2025 ACTUAL	CURRENT BUDGET	YEAR-TO-DATE ACTUAL	PROJECTED YEAR END	REQUESTED BUDGET	PROPOSED BUDGET
<u>FINES & FORFEITURES</u>							
13-42030 Local Court Fees	20,317	11,566	0	0	0	0	
TOTAL FINES & FORFEITURES	20,317	11,566	0	0	0	0	
<u>CONTRIBUTIONS & DONATIONS</u>							
<u>INVESTMENT INCOME</u>							
13-45000 Interest Earnings	4,067	7,890	4,500	0	0	5,000	
TOTAL INVESTMENT INCOME	4,067	7,890	4,500	0	0	5,000	
<u>OTHER FINANCING SOURCES</u>							
13-49998 Budgeted Reduction of Fund Bal	0	0	14,240	0	0	16,740	
TOTAL OTHER FINANCING SOURCES	0	0	14,240	0	0	16,740	

49998 Budgeted Reduction of FundPERMANENT NOTES:

TX HB 1950 went into effect on 5/29/2025, consolidating fees collected for court security and technology into one "Consolidated Municipal Building Security & Technology Fund." The funds may be used for the same purposes previously allowed for the separate funds. This change affects only the fees collected on or after the bill's effective date.

Fees collected prior to the effective date must remain in the existing separate funds and are governed under the previous law; those funds must be spent under the old rules. As of 5/29/2025 - Fees previously collected on Fund 11 & 13 will be allocated to the consolidated fund, Fund 65.

TOTAL REVENUES	24,384	19,457	18,740	0	0	21,740	
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PROPOSED BUDGET WORKSHEET

AS OF: OCTOBER 1ST, 2026

13 -MUN CT BLDG SECURITY
MUNICIPAL COURT

(----- 2023-2024 ----- 2024-2025 ----- 2025-2026 -----) (----- 2026-2027 -----)

DEPARTMENTAL EXPENDITURES

	2023-2024 ACTUAL	2024-2025 ACTUAL	CURRENT BUDGET	YEAR-TO-DATE ACTUAL	PROJECTED YEAR END	REQUESTED BUDGET	PROPOSED BUDGET
OPERATIONS							
13-525-52330 Safety Equipment	0	0	0	0	0	3,000	
13-525-53310 Travel & Training	900	816	1,740	0	0	1,740	
13-525-53370 Courtroom Security Service	3,008	6,360	12,000	0	0	12,000	
13-525-53500 Buildings & Grounds Rep/Ma	800	0	5,000	0	0	5,000	
TOTAL OPERATIONS	4,708	7,176	18,740	0	0	21,740	

525-52330 Safety Equipment

NEXT YEAR NOTES:

Flock Surveillance Camera X 1 @ \$3,000.00. Sharing with
Building Services at 50% if needed.

525-53310 Travel & Training

NEXT YEAR NOTES:

Clerk Seminar X 3 @ \$400, Clerk Mileage X 3 @ \$180

525-53370

Courtroom Security Service

NEXT YEAR NOTES:

Security Guard X 12 @ \$1,000

525-53500

Buildings & Grounds Rep/Ma

NEXT YEAR NOTES:

Bullet Resistant Window Film X 1 @ \$5,000

CAPITAL OUTLAY

TOTAL MUNICIPAL COURT	4,708	7,176	18,740	0	0	21,740
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CITY OF SEALY
PROPOSED BUDGET WORKSHEET
AS OF: OCTOBER 1ST, 2026

13 -MUN CT BLDG SECURITY
NON-DEPARTMENTAL

DEPARTMENTAL EXPENDITURES

	2023-2024 ACTUAL	2024-2025 ACTUAL	CURRENT BUDGET	2025-2026 YEAR-TO-DATE ACTUAL	PROJECTED YEAR END	REQUESTED BUDGET	PROPOSED BUDGET
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OPERATIONS

CAPITAL OUTLAY

OTHER FINANCING USES

TOTAL EXPENDITURES

REVENUE OVER/ (UNDER) EXPENDITURES

CHILD SAFETY FUND – (FUND 14)

Fund Balance as of May 31, 2026: \$13,907.49

The **Child Safety Fund** is a restricted municipal fund administered by the City.

The fund is supported by court costs assessed in municipal court, but the revenue is not intended solely for court operations.

Under Texas Local Government Code, Chapter 106, money in the Child Safety Fund must first be used to provide school crossing guard services. After those needs have been met, any remaining funds may be used for programs designed to enhance **child safety, health, or nutrition**, including:

- Child abuse intervention and prevention
- Drug and alcohol abuse prevention
- Other programs that improve child safety

For Sealy

Because Sealy does **not** operate a municipal crossing guard program, many small cities budget these funds for **Police Department child safety programs**, such as:

- Bicycle helmet programs
- Child passenger safety seat programs
- Child identification programs
- Youth safety education
- Other police-led child safety initiatives

The expenditures are approved through the City's budget process and must meet the statutory purpose of enhancing child safety.

REVENUES	2025-2026 (-----) (-----) (-----) (-----) (-----)						2026-2027 (-----)	
	2023-2024 ACTUAL	2024-2025 ACTUAL	CURRENT BUDGET	YEAR-TO-DATE ACTUAL	PROJECTED YEAR END	REQUESTED BUDGET	PROPOSED BUDGET	
FINES & FORFEITURES								
14-42030 Local Court Fees	772	558	500	0	0	300		
TOTAL FINES & FORFEITURES	772	558	500	0	0	300		
CONTRIBUTIONS & DONATIONS								
INVESTMENT INCOME								
14-45000 Interest Earnings	224	433	250	0	0	250		
TOTAL INVESTMENT INCOME	224	433	250	0	0	250		
OTHER FINANCING SOURCES								
TOTAL REVENUES	997	991	750	0	0	550		

CITY OF SEALY
PROPOSED BUDGET WORKSHEET
AS OF: OCTOBER 1ST, 2026

14 -CHILD SAFETY FUND
POLICE

	2023-2024 ACTUAL	2024-2025 ACTUAL	CURRENT BUDGET	2025-2026 YEAR-TO-DATE ACTUAL	PROJECTED YEAR END	REQUESTED BUDGET	PROPOSED BUDGET
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DEPARTMENTAL EXPENDITURES

OPERATIONS

14 -CHILD SAFETY FUND
NON-DEPARTMENTAL

DEPARTMENTAL EXPENDITURES	2023-2024 ACTUAL	2024-2025 ACTUAL	CURRENT BUDGET	YEAR-TO-DATE ACTUAL	PROJECTED YEAR END	REQUESTED BUDGET	PROPOSED BUDGET
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CAPITAL OUTLAY

OTHER FINANCING USES

14-599-59998 Budgeted Addition to Fund

TOTAL OTHER FINANCING USES

TOTAL NON-DEPARTMENTAL

TOTAL EXPENDITURES

REVENUE OVER/(UNDER) EXPENDITURES

POLICE DEPARTMENT DONATIONS – (FUND 15)

Fund Balance as of May 31, 2026: \$63,632.84

The Police Department Donations Fund accounts for donations received for the benefit of the Police Department and is used in accordance with the intent of the donor and applicable City policies. For the FY 2026-2027 budget, Chief Grimes did not request any appropriations from this fund. Accordingly, no expenditures are budgeted, and the existing fund balance will remain available for future authorized purposes as needs arise and subject to City Council approval.

CITY OF SEALY
PROPOSED BUDGET WORKSHEET
AS OF: OCTOBER 1ST, 2026

15 -POLICE DEPT DONATIONS

REVENUES	2025-2026					2026-2027	
	2023-2024 ACTUAL	2024-2025 ACTUAL	CURRENT BUDGET	YEAR-TO-DATE ACTUAL	PROJECTED YEAR END	REQUESTED BUDGET	PROPOSED BUDGET
<u>CONTRIBUTIONS & DONATIONS</u>							
15-44910 Police Dept Donations	16,684	33,600	0	0	0	0	
TOTAL CONTRIBUTIONS & DONATIONS	16,684	33,600	0	0	0	0	
<u>INVESTMENT INCOME</u>							
15-45000 Interest Earnings	960	1,943	0	0	0	0	
TOTAL INVESTMENT INCOME	960	1,943	0	0	0	0	
<u>OTHER REVENUES</u>							
<u>OTHER FINANCING SOURCES</u>							
15-49998 Budgeted Reduction of Fund Bal	0	0	55,348	0	0	0	
TOTAL OTHER FINANCING SOURCES	0	0	55,348	0	0	0	
TOTAL REVENUES	17,643	35,543	55,348	0	0	0	

CITY OF SEALY
PROPOSED BUDGET WORKSHEET
AS OF: OCTOBER 1ST, 2026

15 -POLICE DEPT DONATIONS
POLICE

DEPARTMENTAL EXPENDITURES		2023-2024 ACTUAL	2024-2025 ACTUAL	CURRENT BUDGET	YEAR-TO-DATE ACTUAL	PROJECTED YEAR END	REQUESTED BUDGET	2026-2027 PROPOSED BUDGET
OPERATIONS								
15-530-52000	General Office Supplies	902	5,157	0	0	0	0	
15-530-52190	Public Relations Supplies	313	277	0	0	0	0	
15-530-52320	Minor Tools & Equipment	9,706	13,149	15,116	0	0	0	
15-530-52330	Safety Equipment	0	0	15,116	0	0	0	
15-530-52390	KIDFISH Event Expenses	3,392	4,624	5,000	0	0	0	
15-530-52430	Blue Santa Toy Drive Expen	344	785	5,000	0	0	0	
TOTAL OPERATIONS		14,657	23,993	40,232	0	0	0	
530-52000	General Office Supplies	PERMANENT NOTES: Emergency food and water during disaster/call out events						
530-52190	Public Relations Supplies	PERMANENT NOTES: Key Chains, magnets, stickers, candy for BOO-Bash, Challenge Coins						
530-52320	Minor Tools & Equipment	PERMANENT NOTES: Canopy and Chairs for PR Events, Banners, Ice Machine, Snow Cone Machine						
CAPITAL OUTLAY								
15-530-56100	Special Equipment	0	150	15,116	0	0	0	
TOTAL CAPITAL OUTLAY		0	150	15,116	0	0	0	
530-56020	Building Improvements	PERMANENT NOTES: AC and Heat window units, Bunk Beds, Sheets, Pillows, LED Light fixtures, cabinets						
TOTAL POLICE		14,657	24,142	55,348	0	0	0	

CITY OF SEALY
PROPOSED BUDGET WORKSHEET
AS OF: OCTOBER 1ST, 2026

15 -POLICE DEPT DONATIONS
NON-DEPARTMENTAL

DEPARTMENTAL EXPENDITURES

	2023-2024 ACTUAL	2024-2025 ACTUAL	CURRENT BUDGET	2025-2026 YEAR-TO-DATE ACTUAL	PROJECTED YEAR END	REQUESTED BUDGET	PROPOSED BUDGET
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OPERATIONS

CAPITAL OUTLAY

OTHER FINANCING USES

TOTAL EXPENDITURES

REVENUE OVER/ (UNDER) EXPENDITURES

PARK LAND DEDICATION FUND – (FUND 17)

Fund Balance as of May 31, 2026: \$95,815

The Park Land Dedication Fund accounts for payments made in lieu of park land dedication as authorized by the City's Code of Ordinances. When a residential development satisfies the City's park land dedication requirements through a fee in lieu of land dedication, the payment is deposited into this restricted fund. Revenues may be used only for eligible park acquisition and capital improvements that serve the residents of the development or area from which the fees were collected, in accordance with the City's park land dedication ordinance and applicable state law. The fund provides a dedicated funding source to expand and improve the City's infrastructure keeps pace with new development.

CITY OF SEALY
PROPOSED BUDGET WORKSHEET
AS OF: OCTOBER 1ST, 2026

17 -PARK LAND DEDICATION

REVENUES	2025-2026 (-----)					2026-2027 (-----)	
	2023-2024 ACTUAL	2024-2025 ACTUAL	CURRENT BUDGET	YEAR-TO-DATE ACTUAL	PROJECTED YEAR END	REQUESTED BUDGET	PROPOSED BUDGET
CONTRIBUTIONS & DONATIONS							
INVESTMENT INCOME							
17-45000 Interest Earnings	1,667	3,086	1,700	0	0	2,000	
TOTAL INVESTMENT INCOME	1,667	3,086	1,700	0	0	2,000	
OTHER FINANCING SOURCES							
TOTAL REVENUES	1,667	3,086	1,700	0	0	2,000	

CITY OF SEALY
PROPOSED BUDGET WORKSHEET
AS OF: OCTOBER 1ST, 2026

17 -PARK LAND DEDICATION
PARKS & RECREATION

	2023-2024 ACTUAL	2024-2025 ACTUAL	CURRENT BUDGET	YEAR-TO-DATE ACTUAL	PROJECTED YEAR END	REQUESTED BUDGET	PROPOSED BUDGET
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DEPARTMENTAL EXPENDITURES

OPERATIONS

CAPITAL OUTLAY

CITY OF SEALY
PROPOSED BUDGET WORKSHEET
AS OF: OCTOBER 1ST, 2026

17 -PARK LAND DEDICATION
NON-DEPARTMENTAL

(----- 2025-2026 -----) (----- 2026-2027 -----)						
DEPARTMENTAL EXPENDITURES	2023-2024 ACTUAL	2024-2025 ACTUAL	CURRENT BUDGET	YEAR-TO-DATE ACTUAL	PROJECTED YEAR END	REQUESTED BUDGET
PROPOSED BUDGET						
OPERATIONS						
CAPITAL OUTLAY						
OTHER FINANCING USES						
17-599-59998 Budgeted Addition to Fund	0	0	1,700	0	0	2,000
TOTAL OTHER FINANCING USES	0	0	1,700	0	0	2,000
TOTAL NON-DEPARTMENTAL	0	0	1,700	0	0	2,000
TOTAL EXPENDITURES	0	0	1,700	0	0	2,000
REVENUE OVER/(UNDER) EXPENDITURES	1,667	3,086	0	0	0	0

STATE LEOSE ALLOCATION FUND -- (FUND 18)

Fund Balance as of May 31, 2026: \$10,735.39

The Law Enforcement Officer Standards and Education (LEOSE) Allocation Fund accounts for annual state allocations received from the Texas Comptroller pursuant to **Section 1701.157 of the Texas Occupations Code**. The allocation is distributed to eligible local law enforcement agencies using a statutory formula based on the number of licensed peace officer and telecommunicator positions within the agency. State law restricts the use of these funds to expenses necessary to ensure the continuing education of personnel licensed under Chapter 1701 of the Texas Occupations Code or to provide necessary training for full-time, fully paid law enforcement support personnel, as determined by the Chief of Police.

The Chief of Police shall annually identify any proposed purchases or training expenditures to be funded with LEOSE allocations during the budget development process. If no expenditures are proposed for the upcoming fiscal year, the Chief shall notify the City Council of the intent to retain the funds for future eligible training needs. All expenditures must comply with Section 1701.157 of the Texas Occupations Code and remain subject to the City's purchasing policies, budget appropriation, and City Council approval.

(Not to be confused with the LEO Program, which is the Department of Defense Law Enforcement Support Office Program)

CITY OF SEALY
PROPOSED BUDGET WORKSHEET
AS OF: OCTOBER 1ST, 2026

18 -STATE LEOSE ALLOCATION FD

REVENUES	2025-2026 (-----)					2026-2027 (-----)	
	2024-2025 ACTUAL	CURRENT BUDGET	YEAR-TO-DATE ACTUAL	PROJECTED YEAR END	REQUESTED BUDGET	PROPOSED BUDGET	
CONTRIBUTIONS & DONATIONS							
INVESTMENT INCOME							
18-45000 Interest Earnings	345	200	0	0	0	0	
TOTAL INVESTMENT INCOME	345	200	0	0	0	0	
OTHER REVENUES							
18-48140 State LEOSE Allocation	3,979	3,740	0	0	0	0	
TOTAL OTHER REVENUES	3,979	3,740	0	0	0	0	
OTHER FINANCING SOURCES							
TOTAL REVENUES							
	4,324	3,940	0	0	0	0	
	=====	=====	=====	=====	=====	=====	

18 -STATE LEASE ALLOCATION FD
POLICE

DEPARTMENTAL EXPENDITURES

	2023-2024 ACTUAL	2024-2025 ACTUAL	CURRENT BUDGET	YEAR-TO-DATE ACTUAL	PROJECTED YEAR END	REQUESTED BUDGET	PROPOSED BUDGET
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OPERATIONS

18-530-53310 Travel & Training
TOTAL OPERATIONS

658
658

1,848
1,848

3,940
3,940

0
0

0
0

0
0

530-53310 Travel & Training

PERMANENT NOTES:
IACP Conference, TCOLE Training, Specialized Training

TOTAL POLICE

658

1,848

3,940

0

0

0

18 -STATE LEASE ALLOCATION FD
NON-DEPARTMENTAL

DEPARTMENTAL EXPENDITURES

	2023-2024 ACTUAL	2024-2025 ACTUAL	CURRENT BUDGET	2025-2026 YEAR-TO-DATE ACTUAL	PROJECTED YEAR END	REQUESTED BUDGET	PROPOSED BUDGET
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CAPITAL OUTLAY

OTHER FINANCING USES

TOTAL EXPENDITURES

REVENUE OVER/ (UNDER) EXPENDITURES

PEG FRANCHISE FEE FUND – (FUND 19)

Fund Balance as of May 31, 2026: \$8,566.39

Purpose

- Accounts for Public, Educational, and Governmental (PEG) access fees collected pursuant to Chapter 66 of the Texas Utilities Code.
- Revenues are maintained in a separate restricted fund as required by state law.

Current Status

- The City does not currently operate a Public, Educational, or Governmental (PEG) access channel or broadcasting program.
- Accordingly, PEG fee revenues are retained in this restricted fund until an eligible capital project is identified or other action is authorized in accordance with applicable law.

Authorized Uses

PEG fee revenues may be used only for capital costs associated with establishing or improving PEG access facilities and equipment, as authorized by state and federal law.

Prohibited Uses

PEG fee revenues may not be used for operating expenses, personnel costs, programming, general governmental operations, or other non-capital expenditures not authorized by law.

CITY OF SEALY
PROPOSED BUDGET WORKSHEET
AS OF: OCTOBER 1ST, 2026

19 -PEG FRANCHISE SPEC REV FD

REVENUES	2025-2026					2026-2027	
	2023-2024 ACTUAL	2024-2025 ACTUAL	CURRENT BUDGET	YEAR-TO-DATE ACTUAL	PROJECTED YEAR END	REQUESTED BUDGET	PROPOSED BUDGET
FRANCHISE & LOCAL TAXES							
19-40390 PEG Franchise Fees	0	289	250	0	0	2,500	
TOTAL FRANCHISE & LOCAL TAXES	0	289	250	0	0	2,500	
CONTRIBUTIONS & DONATIONS							
INVESTMENT INCOME							
19-45000 Interest Earnings	646	1,156	650	0	0	750	
TOTAL INVESTMENT INCOME	646	1,156	650	0	0	750	
OTHER FINANCING SOURCES							
TOTAL REVENUES	646	1,444	900	0	0	3,250	

CITY OF SEALY
PROPOSED BUDGET WORKSHEET
AS OF: OCTOBER 1ST, 2026

19 -PEG FRANCHISE SPEC REV FD
NON-DEPARTMENTAL

	2023-2024 ACTUAL	2024-2025 ACTUAL	CURRENT BUDGET	2025-2026 YEAR-TO-DATE ACTUAL	PROJECTED YEAR END BUDGET	REQUESTED BUDGET	PROPOSED BUDGET
DEPARTMENTAL EXPENDITURES							
CAPITAL OUTLAY							
OTHER FINANCING USES							
19-599-59998 Budgeted Addition to Fund	0	0	900	0	0	3,250	
TOTAL OTHER FINANCING USES	0	0	900	0	0	3,250	
TOTAL NON-DEPARTMENTAL	0	0	900	0	0	3,250	
TOTAL EXPENDITURES	0	0	900	0	0	3,250	
REVENUE OVER/ (UNDER) EXPENDITURES	646	1,444	0	0	0	0	

HOTEL OCCUPANCY TAX FUND – (FUND 20)

Fund Balance as of May 31, 2026: \$788,984.94

CITY OF SEALY
PROPOSED BUDGET WORKSHEET
AS OF: OCTOBER 1ST, 2026

20 -HOTEL/MOTEL TAX FUND

(----- 2025-2026 -----) (----- 2026-2027 -----)

REVENUES	2023-2024 ACTUAL	2024-2025 ACTUAL	CURRENT BUDGET	YEAR-TO-DATE ACTUAL	PROJECTED YEAR END	REQUESTED BUDGET	PROPOSED BUDGET
OCCUPANCY TAXES							
20-40400 Hotel/Motel Occupancy Tax	316,282	230,997	236,500	0	0	215,000	
TOTAL OCCUPANCY TAXES	316,282	230,997	236,500	0	0	215,000	
FINES & FORFEITURES							
20-42550 Penalties & Interest	606	1,945	0	0	0	0	
TOTAL FINES & FORFEITURES	606	1,945	0	0	0	0	
CHARGES FOR SERVICES							
20-43070 Hill Center Cleaning Fees	150	0	0	0	0	0	
20-43074 Liedertafel Hall Cleaning Fees	38	0	0	0	0	0	
TOTAL CHARGES FOR SERVICES	188	0	0	0	0	0	
CONTRIBUTIONS & DONATIONS							
INVESTMENT INCOME							
20-45000 Interest Earnings	22,394	24,594	13,000	0	0	25,000	
TOTAL INVESTMENT INCOME	22,394	24,594	13,000	0	0	25,000	
OTHER FINANCING SOURCES							
20-49998 Budgeted Reduction of Fund Bal	0	0	48,782	0	0	75,578	
TOTAL OTHER FINANCING SOURCES	0	0	48,782	0	0	75,578	
49998 Budgeted Reduction of FundNEXT YEAR NOTES:							
The budgeted reduction of fund balance is required to fund 15% of projected revenue toward Liedertafel Capital Outlay for Historic Preservation in the amount of \$32,250 (20-557-56020), based on projected revenue of \$215,000. This drawdown will also fund \$43,328 toward the \$60,000 wayfinding signage for the promotion of tourism (20-558-56645)							
TOTAL REVENUES	339,470	257,536	298,282	0	0	315,578	

20 -HOTEL/MOTEL TAX FUND
TOURISM PROMOTION

(----- 2025-2026 -----) (----- 2026-2027 -----)

DEPARTMENTAL EXPENDITURES	2023-2024 ACTUAL	2024-2025 ACTUAL	CURRENT BUDGET	YEAR-TO-DATE ACTUAL	PROJECTED YEAR END	REQUESTED BUDGET	PROPOSED BUDGET
OPERATIONS							
20-555-55605 Convention/Visitor Info Ce	76,854	10,209	0	0	0	0	
20-555-55615 Advertising & Promotion	22,391	2,353	0	0	0	0	
20-555-55620 Hist. Restoration/Preserva	29,631	0	20,000	0	0	0	
20-555-55645 Signage to Sights/Attracti	2,000	0	0	0	0	0	
20-555-55650 Administration of HOT Fund	1,669	4,481	7,000	0	0	0	
TOTAL OPERATIONS	132,544	17,043	27,000	0	0	7,000	

555-55650 Administration of HOT FundNEXT YEAR NOTES:

CITY ADMINISTRATION OF HOT FUNDS

TOTAL TOURISM PROMOTION	132,544	17,043	27,000	0	0	7,000
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PROPOSED BUDGET WORKSHEET

AS OF: OCTOBER 1ST, 2026

20 -HOTEL/MOTEL TAX FUND
LIEDERTAFEL HALL

DEPARTMENTAL EXPENDITURES	2023-2024 ACTUAL	2024-2025 ACTUAL	CURRENT BUDGET	2025-2026 YEAR-TO-DATE ACTUAL	PROJECTED YEAR END	REQUESTED BUDGET	PROPOSED BUDGET
OPERATIONS							
20-557-52060 Janitorial Supplies	2,208	0	0	0	0	0	
20-557-52250 Insecticides/Pesticides	108	0	0	0	0	0	
20-557-53200 Electricity	1,865	0	0	0	0	0	
TOTAL OPERATIONS	4,181	0	0	0	0	0	
557-52060 Janitorial Supplies							
PERMANENT NOTES:							
Includes supplies to clean and stock the facility for rentals							
557-52080 Landscaping Supplies							
PERMANENT NOTES:							
Includes mulch, timbers, plants, etc.							
557-52150 Buildings & Grounds Supplies							
PERMANENT NOTES:							
Includes filters, light controls, etc.							
557-52250 Insecticides/Pesticides							
PERMANENT NOTES:							
includes ant bait and sprays							
CAPITAL OUTLAY							
20-557-56020 Building Improvements	0	34,900	15,475	0	0	32,250	
TOTAL CAPITAL OUTLAY	0	34,900	15,475	0	0	32,250	
TOTAL LIEDERTAFEL HALL							
	4,181	34,900	15,475	0	0	32,250	

CITY OF SEALY
PROPOSED BUDGET WORKSHEET
AS OF: OCTOBER 1ST, 2026

20 -HOTEL/MOTEL TAX FUND
CVB - VISITOR INFO CENTER

(----- 2025-2026 -----) (----- 2026-2027 -----)

DEPARTMENTAL EXPENDITURES	2023-2024 ACTUAL	2024-2025 ACTUAL	CURRENT BUDGET	YEAR-TO-DATE ACTUAL	PROJECTED YEAR END	REQUESTED BUDGET	PROPOSED BUDGET
PERSONNEL							
20-558-51010 Salaries & Wages	0	20,390	66,945	0	0	68,620	
20-558-51011 PTO Liability	0	0	0	0	0	2,456	
20-558-51015 Longevity Pay	0	0	110	0	0	270	
20-558-51020 Social Security	0	1,557	5,145	0	0	5,300	
20-558-51030 Retirement Contributions	0	3,348	10,465	0	0	11,300	
20-558-51040 Group Insurance	0	1,928	16,930	0	0	12,550	
20-558-51050 Workers' Compensation	0	0	153	0	0	135	
TOTAL PERSONNEL	0	27,223	99,748	0	0	100,631	

558-51010 Salaries & Wages

NEXT YEAR NOTES:

TOURISM MANAGER: \$51,420

EXECUTIVE DIRECTOR (10%): \$10,615

DEP EXEC DIRECTOR (10%): \$6,193

SALARY ADJ X3 (2 @ 10%): \$390

ALL PROJECT 120-B

***INCLUDES PROPOSED MERIT INCREASES

558-51011 PTO Liability

PERMANENT NOTES:

To minimize impacts on salary & wage budgets. Funds to offset costs associated with eligible employee PTO payouts upon separation from employment, including applicable payroll related expenses. Budgeted based on 80 hours of PTO at the department's average hourly compensation rate.

558-51020 Social Security

NEXT YEAR NOTES:

PROJECT 120-B

558-51030 Retirement Contributions

NEXT YEAR NOTES:

CY 2026 - 15.60%

CY 2027 - 16.50%

PROJECT 120-B

558-51040 Group Insurance

NEXT YEAR NOTES:

PREMIUM DECREASE 0.99% FY2027

PROJECT 120-B

PROPOSED BUDGET WORKSHEET

AS OF: OCTOBER 1ST, 2026

20 -HOTEL/MOTEL TAX FUND

CVB - VISITOR INFO CENTER

		2023-2024		2024-2025		2025-2026		2026-2027	
		ACTUAL		ACTUAL	CURRENT BUDGET	YEAR-TO-DATE ACTUAL	PROJECTED YEAR END	REQUESTED BUDGET	PROPOSED BUDGET
DEPARTMENTAL EXPENDITURES									
OPERATIONS									
20-558-52000	General Office Supplies	0		327	500	0	0	500	
20-558-53210	Telephone	0		67	1,236	0	0	1,236	
20-558-53250	Website Design & Update	0		150	1,900	0	0	0	
20-558-53300	Dues & Subscriptions	0		2,505	13,328	0	0	11,368	
20-558-53310	Travel & Training	0		3,022	6,000	0	0	13,125	
20-558-53330	Postage & Shipping	0		0	500	0	0	500	
20-558-53340	Printing & Binding	0		0	700	0	0	700	
20-558-53355	Marketing	0		41,837	56,000	0	0	58,000	
20-558-53400	General Liability Insuranc	0		0	1,245	0	0	1,218	
20-558-53900	Building & Land Rentals	0		5,450	9,600	0	0	15,000	
20-558-53960	Copier Rental Fees	0		338	2,150	0	0	2,150	
TOTAL OPERATIONS		0		53,696	93,159	0	0	103,797	

558-52000 General Office Supplies

PERMANENT NOTES:

Pens, folders, highlighters, stapler, Tape
Dispenser, copy paper, post its, scissors,
notebooks, brackets, tissues, white-out, etc. Project 120-A

558-53210 Telephone

PERMANENT NOTES:

Desk Phone and Mobile for CVB communications Project 120-A

558-53250 Website Design & Update

NEXT YEAR NOTES:

Decreased from \$1,900 to \$0. Moved website hosting,
plugins, media, advertising, calendar, etc to marketing.
Project 120-C

558-53300 Dues & Subscriptions

NEXT YEAR NOTES:

Destinations Texas \$550
Source Strategies Hospitality Reporting \$1,250
TX Festivals & Events Association \$355
Texas Travel Alliance Membership Annual \$500
I-10 Community Alliance \$250
Placer AI (split cost with Sealy EDC) \$6000
Search Texas Tax \$150
Canva \$130
Microsoft 365 - \$290 (1 G3 License)
Other subscriptions as needed

CITY OF SEALY
PROPOSED BUDGET WORKSHEET
AS OF: OCTOBER 1ST, 2026

20 -HOTEL/MOTEL TAX FUND
CVB - VISITOR INFO CENTER

	2023-2024 ACTUAL	2024-2025 ACTUAL	CURRENT BUDGET	YEAR-TO-DATE ACTUAL	PROJECTED YEAR END	REQUESTED BUDGET	PROPOSED BUDGET
DEPARTMENTAL EXPENDITURES							

Texas Travel Alliance: Tourism College
Destinations Texas
Central I-10 Community Alliance \$1,000
DMO workshop
Innovation Summit
other training as needed
Related mileage/meals.
Increased line item from \$6,000 to \$13,125 to include travel
Project 120-B

558-53330 Postage & Shipping

PERMANENT NOTES:
General office needs. Project 120-A
Mailing and ordering brochures and marketing information for
tourism Project 120-C

558-53340 Printing & Binding

PERMANENT NOTES:
Business Cards, maps and printed visitor information
materials
Project 120-B

558-53355 Marketing

PERMANENT NOTES:
Utilizing marketing tools for targeting out-of-city
tourists.
Category 120-C

558-53355 Marketing

NEXT YEAR NOTES:
Tourism center and events SWAG branded items \$5,000
Destination & Tourism Photos and Videos \$1,500
Digital multi-media management \$6,000
Website Multimedia plug-ins & destination media support
\$2,000
Digital Advertising to visitor facing platforms, increased
to expand market reach \$14,000
Website Hosting \$900
Texas Independent Trail Region regional tourism partnership
and promotional exposure \$500
SeeMyLegacy public engagement for events, new increase
\$2,500
Yodel Event/Visitor information calendar \$2,560

CITY OF SEALY
PROPOSED BUDGET WORKSHEET
AS OF: OCTOBER 1ST, 2026

20 -HOTEL/MOTEL TAX FUND
CVB - VISITOR INFO CENTER

DEPARTMENTAL EXPENDITURES

	2023-2024 ACTUAL	2024-2025 ACTUAL	CURRENT BUDGET	YEAR-TO-DATE ACTUAL	PROJECTED YEAR END	REQUESTED BUDGET	PROPOSED BUDGET
(----- 2025-2026 -----) (----- 2026-2027 -----)							

558-53400 General Liability InsuranceNEXT YEAR NOTES:

TMLIRP insurance allocation \$1,218
Project 120-A

558-53900 Building & Land Rentals PERMANENT NOTES:

Office Rent at Professional Building
Project 120-A

558-53900 Building & Land Rentals NEXT YEAR NOTES:

Suite 8 office & Vistors Center & Suite 5 Shared conference room
Increase in rent and will need to start paying utilities from \$9600.00 to \$15,000
Project 120-A

558-53960 Copier Rental Fees PERMANENT NOTES:

Ubeo Ricoh Copier Lease

558-53960 Copier Rental Fees NEXT YEAR NOTES:

Sharing 50% of copier cost with EDC \$2,150.
Project 120-A

CAPITAL OUTLAY

20-558-56070 Furniture & Fixtures

20-558-56645 Signage to Signs/Attraction

TOTAL CAPITAL OUTLAY

0	4,098	1,900	0	0	11,900
0	1,075	61,000	0	0	60,000
0	5,173	62,900	0	0	71,900

558-56070 Furniture & Fixtures NEXT YEAR NOTES:

Storage Cabinets for CVB operational functionality \$1,400
Laptop Docking Station \$500
Tourism Kiosks (Remote Visitors Centers) (2) at \$5,000 ea. = \$10,000
Line item increase from \$1,900 to \$11,900 for remote kiosks and docking station for CVB office.
Project 120-A

558-56645 Signage to Signs/AttractionPERMANENT NOTES:

Capital wayfinding signage

CITY OF SEALY
PROPOSED BUDGET WORKSHEET
AS OF: OCTOBER 1ST, 2026

20 -HOTEL/MOTEL TAX FUND
NON-DEPARTMENTAL

	2023-2024 ACTUAL	2024-2025 ACTUAL	CURRENT BUDGET	YEAR-TO-DATE ACTUAL	PROJECTED YEAR END	REQUESTED BUDGET	PROPOSED BUDGET
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DEPARTMENTAL EXPENDITURES

OPERATIONS

CAPITAL OUTLAY

OTHER FINANCING USES

TOTAL EXPENDITURES

REVENUE OVER/ (UNDER) EXPENDITURES

315,578

0

LOCAL YOUTH DIVERSION FUND – (FUND 22)

Fund Balance as of May 31, 2026: \$122,319.04

Purpose

- Accounts for revenues restricted for youth diversion programs in accordance with the Texas Youth Diversion and Early Intervention Act and applicable provisions of the Texas Local Government Code.
- Supports diversion strategies designed to redirect eligible juveniles from formal prosecution while promoting accountability and reducing recidivism.

Funding Source

- Funded through allocations of court costs authorized by state law and deposited into the Local Youth Diversion Fund.

Authorized Uses

Fund revenues may be used only for eligible youth diversion purposes, including:

- Juvenile alcohol and substance abuse programs.
- Educational and leadership programs.
- Mental health services.
- Teen court programs.
- Counseling, mentoring, restorative justice, and other projects designed to prevent or reduce juvenile referrals to Municipal Court.
- Other expenditures authorized by Texas Local Government Code Section 134.156.

Program Administration

The Municipal Court shall maintain a written Youth Diversion Plan as required by the Texas Code of Criminal Procedure. The City may administer diversion services directly or contract with qualified governmental agencies, nonprofit organizations, or other service providers whose programs are consistent with the adopted Youth Diversion Plan. Prior to expending fund revenues for services provided by an outside organization, the Municipal Court shall review the proposed program for compliance with the Youth Diversion Plan and applicable law and provide a recommendation for City Council consideration. Any agreement for services and all expenditures remain subject to City Council approval, the City's purchasing policies, and annual budget appropriations.

CITY OF SEALY
PROPOSED BUDGET WORKSHEET
AS OF: OCTOBER 1ST, 2026

22 -Local Youth Diversion Fd

REVENUES	2025-2026 -----) (----- 2026-2027 -----)				
	2023-2024 ACTUAL	2024-2025 ACTUAL	CURRENT BUDGET	PROJECTED YEAR END	PROPOSED BUDGET
<u>FINES & FORFEITURES</u>					
22-42030 Local Court Fees	20,158	16,635	16,000	0	18,600
TOTAL FINES & FORFEITURES	20,158	16,635	16,000	0	18,600
<u>CONTRIBUTIONS & DONATIONS</u>					
<u>INVESTMENT INCOME</u>					
22-45000 Interest Earnings	1,540	3,376	1,800	0	2,500
TOTAL INVESTMENT INCOME	1,540	3,376	1,800	0	2,500
<u>OTHER FINANCING SOURCES</u>					
TOTAL REVENUES	21,698	20,011	17,800	0	21,100

PROPOSED BUDGET WORKSHEET

AS OF: OCTOBER 1ST, 2026

22 -Local Youth Diversion Fd
MUNICIPAL COURT

(----- 2025-2026 -----) (----- 2026-2027 -----)

DEPARTMENTAL EXPENDITURES	2023-2024 ACTUAL	2024-2025 ACTUAL	CURRENT BUDGET	YEAR-TO-DATE ACTUAL	PROJECTED YEAR END	REQUESTED BUDGET	PROPOSED BUDGET
OPERATIONS							
22-525-52000 General Office Supplies	0	0	500	0	0	500	
22-525-52010 Office Copy Supplies	0	0	500	0	0	500	
22-525-52020 Data Processing Supplies	0	0	1,000	0	0	0	
22-525-53090 Contractual Services	0	0	0	0	0	10,000	
22-525-53300 Dues & Subscriptions	0	0	5,000	0	0	7,000	
22-525-53330 Postage & Shipping	0	0	2,100	0	0	2,100	
22-525-53340 Printing & Binding	0	0	0	0	0	1,000	
TOTAL OPERATIONS	0	0	9,100	0	0	21,100	
525-52000 General Office Supplies							
NEXT YEAR NOTES:							
Misc. Office Supplies X 1 @ \$500							
525-52010 Office Copy Supplies							
NEXT YEAR NOTES:							
Copy Supplies X 1 @ \$500							
525-53090 Contractual Services							
NEXT YEAR NOTES:							
Educators X 1 @ \$10,000							
525-53300 Dues & Subscriptions							
NEXT YEAR NOTES:							
Educational Programs/Curriculum X 1 @ \$7,000							
525-53330 Postage & Shipping							
NEXT YEAR NOTES:							
Certified Summons X 12 @ \$175							
525-53340 Printing & Binding							
NEXT YEAR NOTES:							
Brochures X 1 @ \$800, Business Cards X 1 @ \$200							
TOTAL MUNICIPAL COURT	0	0	9,100	0	0	21,100	

22 -Local Youth Diversion Fd
NON-DEPARTMENTAL

DEPARTMENTAL EXPENDITURES

	2023-2024 ACTUAL	2024-2025 ACTUAL	CURRENT BUDGET	2025-2026 YEAR-TO-DATE ACTUAL	PROJECTED YEAR END	REQUESTED BUDGET	PROPOSED BUDGET
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CAPITAL OUTLAY

OTHER FINANCING USES

22-599-59998 Budgeted Addition to Fund

TOTAL OTHER FINANCING USES

TOTAL NON-DEPARTMENTAL

TOTAL EXPENDITURES

REVENUE OVER/ (UNDER) EXPENDITURES

MUNICIPAL JURY FUND – (FUND 23)

Fund Balance as of May 31, 2026: \$1,437.32

Purpose

- Accounts for jury reimbursement fees collected and restricted for municipal jury-related expenditures.
- Provides a dedicated funding source to offset the costs associated with summoning and compensating jurors serving in Municipal Court.

Funding Source

- Funded by jury reimbursement fees and other revenues authorized by the Texas Code of Criminal Procedure and applicable state law.
- Revenues are restricted and must be used only for authorized jury-related purposes.

Authorized Uses

Fund revenues may be used for expenditures directly related to the municipal jury process, including:

- Juror compensation.
- Jury summons, notices, and related postage.
- Jury management software and administrative supplies.
- Costs associated with qualifying, summoning, and managing jurors.
- Other reasonable expenses necessary to administer Municipal Court jury proceedings as authorized by state law.

Budget Administration

- The Municipal Jury Fund is maintained as a restricted special revenue fund.
- Expenditures are limited to costs directly associated with Municipal Court jury operations and are subject to the City's purchasing policies, annual budget appropriation, and City Council approval.

CITY OF SEALY
PROPOSED BUDGET WORKSHEET
AS OF: OCTOBER 1ST, 2026

23 -MUNICIPAL JURY FUND

REVENUES	2023-2024		2024-2025		2025-2026		2026-2027	
	ACTUAL		ACTUAL	CURRENT BUDGET	YEAR-TO-DATE ACTUAL	PROJECTED YEAR END	REQUESTED BUDGET	PROPOSED BUDGET
FINES & FORFEITURES								
23-42030 Local Court Fees	403		333	200	0	0	200	
TOTAL FINES & FORFEITURES	403		333	200	0	0	200	
CONTRIBUTIONS & DONATIONS								
INVESTMENT INCOME								
23-45000 Interest Earnings	23		44	25	0	0	25	
TOTAL INVESTMENT INCOME	23		44	25	0	0	25	
OTHER FINANCING SOURCES								
23-49998 Budgeted Reduction of Fund Bal	0		0	675	0	0	575	
TOTAL OTHER FINANCING SOURCES	0		0	675	0	0	575	
TOTAL REVENUES	427		377	900	0	0	800	

CITY OF SEALY
PROPOSED BUDGET WORKSHEET
AS OF: OCTOBER 1ST, 2026

23 -MUNICIPAL JURY FUND
MUNICIPAL COURT

	2023-2024 ACTUAL	2024-2025 ACTUAL	CURRENT BUDGET	YEAR-TO-DATE ACTUAL	PROJECTED YEAR END	REQUESTED BUDGET	PROPOSED BUDGET
DEPARTMENTAL EXPENDITURES							
OPERATIONS							
23-525-53330 Postage & Shipping	571	243	800	0	0	800	800
TOTAL OPERATIONS	571	243	800	0	0	800	800
525-53330 Postage & Shipping							
NEXT YEAR NOTES: Juror Summons X 4 @ \$200							
TOTAL MUNICIPAL COURT	571	243	800	0	0	800	800

23 -MUNICIPAL JURY FUND
NON-DEPARTMENTAL

	2023-2024 ACTUAL	2024-2025 ACTUAL	CURRENT BUDGET	2025-2026 YEAR-TO-DATE ACTUAL	PROJECTED YEAR END	REQUESTED BUDGET	2026-2027 PROPOSED BUDGET
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DEPARTMENTAL EXPENDITURES

CAPITAL OUTLAY

OTHER FINANCING USES

TOTAL EXPENDITURES

REVENUE OVER/ (UNDER) EXPENDITURES

CHAPTER 59 FORFEITED PROPERTY FUND – (FUND 24)

Fund Balance as of May 31, 2026: \$93,634.79

Under Article 59.06(d), Texas Code of Criminal Procedure, the head of the law enforcement agency (the Chief of Police) has the statutory authority to determine the law enforcement purposes for which forfeiture funds will be used. The governing body may not direct the Chief to spend the funds on a particular item or program, nor may it use the existence of forfeiture funds to reduce the Police Department's regular operating budget.

Purpose

- Accounts for cash and proceeds received from the forfeiture of property pursuant to Chapter 59 of the Texas Code of Criminal Procedure.
- Provides a restricted funding source for authorized law enforcement purposes that supplement, rather than replace, the Police Department's normal operating budget.

Funding Source

- Revenues are received from court-ordered forfeitures distributed to the City in accordance with Chapter 59 of the Texas Code of Criminal Procedure.

Authorized Uses

Fund revenues may be used only for official law enforcement purposes authorized by Chapter 59, including law enforcement equipment, specialized vehicles, technology, officer training, criminal investigations, crime prevention initiatives, and other eligible expenditures that enhance law enforcement operations.

Administration

- Chapter 59 forfeiture funds are restricted by state law and may not be used to replace or supplant the Police Department's regular operating budget.
- Pursuant to Article 59.06(d) of the Texas Code of Criminal Procedure, the Chief of Police has the statutory authority to determine the law enforcement purposes for which forfeiture funds are expended, provided the expenditures comply with Chapter 59.
- The City shall maintain the fund in accordance with applicable accounting standards, purchasing policies, and state reporting requirements, including the annual asset forfeiture report filed with the Texas Office of the Attorney General.

CITY OF SEALY
PROPOSED BUDGET WORKSHEET
AS OF: OCTOBER 1ST, 2026

24 -CHP 59 FORFEITED PROP FND

REVENUES	2025-2026 (-----)					2026-2027 (-----)	
	2023-2024 ACTUAL	2024-2025 ACTUAL	CURRENT BUDGET	YEAR-TO-DATE ACTUAL	PROJECTED YEAR END	REQUESTED BUDGET	PROPOSED BUDGET
<u>FINES & FORFEITURES</u>							
24-42500 Property Forfeitures	40,169	8,137	0	0	0	0	0
TOTAL FINES & FORFEITURES	40,169	8,137	0	0	0	0	0
<u>CONTRIBUTIONS & DONATIONS</u>							
<u>INVESTMENT INCOME</u>							
24-45000 Interest Earnings	3,655	3,186	500	0	0	0	0
TOTAL INVESTMENT INCOME	3,655	3,186	500	0	0	0	0
<u>OTHER FINANCING SOURCES</u>							
24-49998 Budgeted Reduction of Fund Bal	0	0	71,896	0	0	0	0
TOTAL OTHER FINANCING SOURCES	0	0	71,896	0	0	0	0
<u>TOTAL REVENUES</u>	<u>43,824</u>	<u>11,323</u>	<u>72,396</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>

PROPOSED BUDGET WORKSHEET

AS OF: OCTOBER 1ST, 2026

24 -CHP 59 FORFEITED PROP FND

POLICE

	2023-2024 ACTUAL	2024-2025 ACTUAL	CURRENT BUDGET	YEAR-TO-DATE ACTUAL	PROJECTED YEAR END	REQUESTED BUDGET	PROPOSED BUDGET
DEPARTMENTAL EXPENDITURES							
PERSONNEL							
OPERATIONS							
24-530-52125 Weapons & Special Equipmen	4,294	15,392	18,099	0	0	0	
24-530-52320 Minor Tools & Equipment	3,439	1,967	18,099	0	0	0	
24-530-52330 Safety Equipment	0	0	18,099	0	0	0	
24-530-53310 Travel & Training	1,346	4,082	0	0	0	0	
TOTAL OPERATIONS	9,079	21,441	54,297	0	0	0	
530-52125 Weapons & Special Equipmen							
PERMANENT NOTES:							
Specialized Equipment for SRT, Drone							
530-52320 Minor Tools & Equipment							
PERMANENT NOTES:							
Specialized Breaching Equipment							
CAPITAL OUTLAY							
24-530-56100 Special Equipment	0	0	18,099	0	0	0	
TOTAL CAPITAL OUTLAY	0	0	18,099	0	0	0	
TOTAL POLICE	9,079	21,441	72,396	0	0	0	

24 -CHP 59 FORFEITED PROP FND
NON-DEPARTMENTAL

DEPARTMENTAL EXPENDITURES

	2023-2024 ACTUAL	2024-2025 ACTUAL	CURRENT BUDGET	2025-2026 YEAR-TO-DATE ACTUAL	PROJECTED YEAR END	REQUESTED BUDGET	PROPOSED BUDGET
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OPERATIONS

CAPITAL OUTLAY

OTHER FINANCING USES

TOTAL EXPENDITURES

REVENUE OVER/ (UNDER) EXPENDITURES

TIRZ #2 TAX INCREMENT FUND – (FUND 26)

Fund Balance as of May 31, 2026: \$123,571.23

Purpose

- Accounts for tax increment revenues and other revenues dedicated to the City's Tax Increment Reinvestment Zone (TIRZ) #2.
- Provides a dedicated funding source to finance public infrastructure, redevelopment, and other eligible improvements within the TIRZ boundaries.

Funding Source

- Funded by the tax increment generated from the increase in taxable property values within the TIRZ above the established base year value.
- May also include developer reimbursements, contributions from participating taxing entities, bond proceeds, and other revenues dedicated to the TIRZ.

Authorized Uses

- The Tax Increment Reinvestment Zone is authorized pursuant to **Chapter 311 of the Texas Tax Code** and established by a City of Sealy ordinance.
- Authorized expenditures are governed by the provisions of the creating ordinance and the adopted Project Plan and Reinvestment Zone Financing Plan, as amended by the City Council from time to time.
- Fund revenues may be used only for project costs authorized by the governing ordinance and applicable state law. Eligible expenditures may include public infrastructure improvements, streets, sidewalks, drainage, water and wastewater utilities, parking facilities, parks and public spaces, land acquisition, engineering and professional services, redevelopment activities, developer reimbursements, debt service, administrative costs, and other eligible projects identified in the adopted Project Plan and Financing Plan.

Budget Administration

- The TIRZ Fund is maintained as a restricted special revenue fund in accordance with Chapter 311 of the Texas Tax Code.
- The TIRZ Board of Directors reviews and makes recommendations regarding the annual budget, project expenditures, and amendments to the Project Plan and Financing Plan.

CITY OF SEALY
PROPOSED BUDGET WORKSHEET
AS OF: OCTOBER 1ST, 2026

26 -TIRZ #2 TAX INCREMENT FND

REVENUES	2025-2026 (-----)					2026-2027 (-----)	
	2023-2024 ACTUAL	2024-2025 ACTUAL	CURRENT BUDGET	YEAR-TO-DATE ACTUAL	PROJECTED YEAR END	REQUESTED BUDGET	PROPOSED BUDGET
<u>PROPERTY TAX</u>							
26-4000 Property Taxes - Current	328,642	357,506	393,235	0	0	0	
TOTAL PROPERTY TAX	328,642	357,506	393,235	0	0	0	
<u>CONTRIBUTIONS & DONATIONS</u>							
<u>INVESTMENT INCOME</u>							
26-45000 Interest Earnings	3,912	2,533	200	0	0	0	
TOTAL INVESTMENT INCOME	3,912	2,533	200	0	0	0	
<u>OTHER FINANCING SOURCES</u>							
TOTAL REVENUES	332,554	360,039	393,435	0	0	0	

CITY OF SEALY
PROPOSED BUDGET WORKSHEET
AS OF: OCTOBER 1ST, 2026

26 -TIRZ #2 TAX INCREMENT FND
TAX INCRMNT REINVEST ZONE

DEPARTMENTAL EXPENDITURES	2023-2024 ACTUAL	2024-2025 ACTUAL	CURRENT BUDGET	(----- 2025-2026 -----) (----- 2026-2027 -----)		
				YEAR-TO-DATE ACTUAL	PROJECTED YEAR END	REQUESTED BUDGET
OPERATIONS						
26-595-53010 Auditing & Accounting	7,500	3,500	0	0	0	0
26-595-53020 Consultant Services	0	5,295	3,000	0	0	0
26-595-53095 General Administration	45,704	50,400	56,855	0	0	0
TOTAL OPERATIONS	53,204	59,195	59,855	0	0	0
TOTAL TAX INCRMNT REINVEST ZONE	53,204	59,195	59,855	0	0	0

26 -TIRZ #2 TAX INCREMENT FND
NON-DEPARTMENTAL

DEPARTMENTAL EXPENDITURES

	2023-2024 ACTUAL	2024-2025 ACTUAL	CURRENT BUDGET	YEAR-TO-DATE ACTUAL	PROJECTED YEAR END	REQUESTED BUDGET	PROPOSED BUDGET
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OPERATIONS

CAPITAL OUTLAY

OTHER FINANCING USES

26-599-59990 Transfers Out

TOTAL OTHER FINANCING USES

TOTAL NON-DEPARTMENTAL

TOTAL EXPENDITURES

REVENUE OVER/ (UNDER) EXPENDITURES

PID #1 ASSESSMENT FUND – (FUND 27)

Fund Balance as of May 31, 2026: \$44,634.57

Public Improvement District (PID) Assessment Fund (Sealy Homestead)

Purpose

- Accounts for special assessments collected within the Public Improvement District (PID) to finance or reimburse the costs of public improvements and related services that specially benefit property within the district.
- Ensures that assessment revenues are maintained separately and used only for purposes authorized by the PID Service and Assessment Plan and applicable state law.

Funding Source

- Funded through annual special assessments levied against property located within the Public Improvement District.
- Assessments are collected in accordance with the City's PID Assessment Ordinance and the approved Service and Assessment Plan adopted by the City Council pursuant to **Chapter 372 of the Texas Local Government Code**.

Authorized Uses

- Assessment revenues may be used only for the purposes authorized by **Chapter 372 of the Texas Local Government Code**, the City's PID Assessment Ordinance, and the approved Service and Assessment Plan, as amended.

Budget Administration

- The PID Assessment Fund is maintained as a restricted special revenue fund in accordance with **Chapter 372 of the Texas Local Government Code**.
- Assessment revenues are restricted to benefiting property within the Public Improvement District and may not be used for general municipal purposes.
- The City administers the collection and accounting of PID assessments in accordance with the governing ordinance and Service and Assessment Plan. Annual assessments and expenditures are subject to City Council approval as required by state law and the City's governing documents.

CITY OF SEALY
PROPOSED BUDGET WORKSHEET
AS OF: OCTOBER 1ST, 2026

27 -PID #1 ASSESSMENT FUND

----- 2025-2026 -----) (----- 2026-2027 -----)						
REVENUES	2023-2024 ACTUAL	2024-2025 ACTUAL	CURRENT BUDGET	YEAR-TO-DATE ACTUAL	PROJECTED YEAR END	REQUESTED BUDGET
CHARGES FOR SERVICES						
CONTRIBUTIONS & DONATIONS						
INVESTMENT INCOME						
27-45000 Interest Earnings	957	1,566	0	0	0	500
TOTAL INVESTMENT INCOME	957	1,566	0	0	0	500
DEVELOPMENT FEES						
27-47000 Special Assessments	51,983	56,472	45,584	0	0	45,584
27-47150 Special Assessments Pen & Int	107	24	0	0	0	0
TOTAL DEVELOPMENT FEES	52,089	56,496	45,584	0	0	45,584
47000 Special Assessments						
NEXT YEAR NOTES:						
77 properties @ \$592 (3 multi-owner properties)						
OTHER FINANCING SOURCES						
TOTAL REVENUES	53,047	58,062	45,584	0	0	46,084

27 -PID #1 ASSESSMENT FUND
PUBLIC IMPROVEMENT DIST

	2023-2024 ACTUAL	2024-2025 ACTUAL	2025-2026 CURRENT BUDGET	2025-2026 YEAR-TO-DATE ACTUAL	PROJECTED YEAR END	REQUESTED BUDGET	PROPOSED BUDGET
DEPARTMENTAL EXPENDITURES							
OPERATIONS							
27-596-53095 General Administration	3,106	3,036	2,500	0	0	2,500	
TOTAL OPERATIONS	3,106	3,036	2,500	0	0	2,500	
TOTAL PUBLIC IMPROVEMENT DIST	3,106	3,036	2,500	0	0	2,500	

27 -PID #1 ASSESSMENT FUND
NON-DEPARTMENTAL

	2023-2024 ACTUAL	2024-2025 ACTUAL	CURRENT BUDGET	2025-2026 YEAR-TO-DATE ACTUAL	PROJECTED YEAR END	REQUESTED BUDGET	PROPOSED BUDGET
DEPARTMENTAL EXPENDITURES							
OPERATIONS							
CAPITAL OUTLAY							
OTHER FINANCING USES							
27-599-59990 Transfers Out	56,742	55,426	43,084	0	0	43,584	
TOTAL OTHER FINANCING USES	56,742	55,426	43,084	0	0	43,584	
TOTAL NON-DEPARTMENTAL	56,742	55,426	43,084	0	0	43,584	
TOTAL EXPENDITURES	59,848	58,461	45,584	0	0	46,084	
REVENUE OVER/ (UNDER) EXPENDITURES	(6,801)	(399)	0	0	0	0	

ECONOMIC DEVELOPMENT CORPORATION – (FUND 29)

Fund Balance as of May 31, 2026: \$4,255,547.17

29 -ECON. DEV. SALES TAX FUND

(----- 2025-2026 -----) (----- 2026-2027 -----)

REVENUES	2023-2024 ACTUAL	2024-2025 ACTUAL	CURRENT BUDGET	YEAR-TO-DATE ACTUAL	PROJECTED YEAR END	REQUESTED BUDGET	PROPOSED BUDGET
SALES TAX							
29-40200 Sales & Use Taxes - Econ. Dev.	1,183,675	1,351,911	1,163,683	0	0	1,498,500	
29-40220 Direct Payment Sales & Use Tax	10,956	64	0	0	0	0	
TOTAL SALES TAX	1,194,632	1,351,975	1,163,683	0	0	1,498,500	

40200 Sales & Use Taxes - Econ. PERMANENT NOTES:

According to fiscal year monthly average.

40220 Direct Payment Sales & UsePERMANENT NOTES:

1. The Hendrix project has to earn a minimum of \$50,000.00 in Direct Pay revenue for the EDC to be required to pay incentive payments on the project.
2. Hailiang is required to use their permit throughout the building process of their project. Although Phase I must be completed by 12.31.2021, Phase II begins and will be under construction until 12.31.2023.
Hailiang - between current through end of 2023 = Projected at 165K for EDC and 330K for COS
At approx.. 35% of projected EDC income
Current 114K COS & 57K EDC
Hendrix - between current through end of 2023 =

Projected at 50K for EDC, which has to be met to meet their perform. agree. obligations
And 100K for COS

INTERGOVERNMENTAL

CONTRIBUTIONS & DONATIONS

29-44910 Contributions	4,000	0	0	0	0	0	
TOTAL CONTRIBUTIONS & DONATIONS	4,000	0	0	0	0	0	

INVESTMENT INCOME

29-45000 Interest Earnings	104,740	102,561	80,000	0	0	85,000	
TOTAL INVESTMENT INCOME	104,740	102,561	80,000	0	0	85,000	

45000 Interest Earnings PERMANENT NOTES:

This value is determined by the Finance Director and City

29 -ECON. DEV. SALES TAX FUND
ECON DEVELOPMENT

(----- 2025-2026 -----) (----- 2026-2027 -----)

DEPARTMENTAL EXPENDITURES	2023-2024 ACTUAL	2024-2025 ACTUAL	CURRENT BUDGET	YEAR-TO-DATE ACTUAL	PROJECTED YEAR END	REQUESTED BUDGET	PROPOSED BUDGET
PERSONNEL							
29-522-51010 Salaries & Wages	101,995	145,898	150,240	0	0	151,850	
29-522-51011 PTO Liability	0	0	0	0	0	4,015	
29-522-51012 Overtime Pay	0	1,015	0	0	0	0	
29-522-51015 Longevity Pay	453	657	815	0	0	1,035	
29-522-51020 Social Security	7,959	10,896	11,815	0	0	11,950	
29-522-51030 Retirement Contributions	16,865	22,451	23,895	0	0	25,400	
29-522-51040 Group Insurance	27,516	34,751	31,345	0	0	29,980	
29-522-51050 Workers' Compensation	220	272	350	0	0	270	
29-522-51080 Auto Allowance	1,638	3,013	3,250	0	0	3,250	
TOTAL PERSONNEL	156,645	218,953	221,710	0	0	227,750	

522-51010 Salaries & Wages

NEXT YEAR NOTES:
EDC DIRECTOR (90%) - \$95,530
EDC DEPUTY EXEC. DIRECTOR/SECRETARY (90%) - \$55,730
SALARY ADJ X2 (90%) - \$585
***INCLUDES PROPOSED MERIT INCREASES

522-51011 PTO Liability

PERMANENT NOTES:
To minimize impacts on salary & wage budgets. Funds to offset costs associated with eligible employee PTO payouts upon separation from employment, including applicable payroll related expenses. Budgeted based on 80 hours of PTO at the department's average hourly compensation rate.

522-51030 Retirement Contributions

NEXT YEAR NOTES:
CY 2026 - 15.60%
CY 2027 - 16.50%

522-51040 Group Insurance

PERMANENT NOTES:
City pays 100% of employee medical, dental, and life insurance; 60% of dependent medical and dental. Employees are responsible for vision, additional life or any other benefit costs.

522-51040 Group Insurance

NEXT YEAR NOTES:
PREMIUM DECREASE 0.99% FY2027

PROPOSED BUDGET WORKSHEET
AS OF: OCTOBER 1ST, 2026

29 -ECON. DEV. SALES TAX FUND
ECON DEVELOPMENT

DEPARTMENTAL EXPENDITURES		2023-2024	2024-2025	CURRENT	2025-2026	PROJECTED	REQUESTED	PROPOSED
		ACTUAL	ACTUAL	BUDGET	YEAR-TO-DATE	YEAR END	BUDGET	BUDGET
OPERATIONS								
29-522-52000	General Office Supplies	747	1,039	2,500	0	0	1,500	
29-522-52020	Data Processing Supplies	2,659	3,739	12,500	0	0	5,500	
29-522-52100	Wearing Apparel	0	535	750	0	0	525	
29-522-52130	Food & Water Supplies	260	193	750	0	0	750	
29-522-52150	Building & Grounds Supplie	493	1,463	1,000	0	0	1,000	
29-522-52190	Public Relations Supplies	519	0	0	0	0	0	
29-522-52450	Historic Dist Christmas Su	3,999	0	0	0	0	0	
29-522-53000	Engineering Services	1,256	1,831	7,000	0	0	7,000	
29-522-53010	Auditing & Accounting	3,200	2,960	3,350	0	0	3,500	
29-522-53020	Consultant Services	52,766	28,266	42,500	0	0	65,550	
29-522-53030	Legal Services	13,911	10,822	18,000	0	0	15,000	
29-522-53200	Electricity	5,437	1,836	10,000	0	0	5,000	
29-522-53210	Telephone	2,274	2,313	2,600	0	0	2,400	
29-522-53220	Internet Services	420	0	420	0	0	0	
29-522-53230	Water & Sewer Fees	618	0	0	0	0	0	
29-522-53250	Web Site Design & Update	2,375	7,950	10,000	0	0	15,425	
29-522-53260	Christmas Decorating Servi	0	0	10,000	0	0	10,000	
29-522-53300	Dues & Subscriptions	4,354	3,127	4,433	0	0	3,990	
29-522-53310	Travel & Training	4,035	5,484	10,950	0	0	11,500	
29-522-53320	Newspaper Advertising	1,472	1,161	5,400	0	0	2,400	
29-522-53330	Postage & Shipping	38	3	100	0	0	105	
29-522-53355	Marketing	2,500	5,336	10,000	0	0	15,750	
29-522-53360	Public Relations	22,547	(7,411)	7,250	0	0	7,250	
29-522-53400	General Liability Insuranc	1,226	1,303	1,645	0	0	1,218	
29-522-53500	Buildings & Grounds Rep/Ma	4,636	383	0	0	0	0	
29-522-53900	Building & Land Rentals	18,183	15,935	12,600	0	0	17,000	
29-522-53960	Copier Rental Fees	563	(814)	2,950	0	0	2,150	
29-522-54410	Software License Fees	0	0	17,290	0	0	17,290	
29-522-55580	Community Project Grants	0	15,357	70,000	0	0	79,300	
29-522-55590	Historic District Projects	9,000	0	168,300	0	0	200,000	
29-522-55610	Business Incentives	6,500	97,112	81,000	0	0	80,000	
29-522-55995	Depreciation Expense	10,128	10,762	0	0	0	0	
TOTAL OPERATIONS		176,116	210,690	513,288	0	0	571,103	

29 -ECON. DEV. SALES TAX FUND
ECON DEVELOPMENT

	2023-2024 ACTUAL	2024-2025 ACTUAL	CURRENT BUDGET	YEAR-TO-DATE ACTUAL	PROJECTED YEAR END	REQUESTED BUDGET	PROPOSED BUDGET
DEPARTMENTAL EXPENDITURES							

522-52100 Wearing Apparel

PERMANENT NOTES:

Apparel for events, festivals, site tours and attend marketing events. Apparel Board members KSB cost for volunteer T-shirts

522-52100 Wearing Apparel

NEXT YEAR NOTES:

2 shirts for staff for events, conferences, and site tours, shirts for board members. \$75 ea. \$525

522-52130 Food & Water Supplies

PERMANENT NOTES:

Office food, drinks, candy, and water supplies for meetings and guests.

522-52150

Building & Grounds Supplies
Decor and furnishings for office and board room

PERMANENT NOTES:

522-52190

Public Relations Supplies
Moved Items to Marketing Line Item

PERMANENT NOTES:

522-53000

Engineering Services

PERMANENT NOTES:

On-call engineering services

522-53000

Engineering Services

NEXT YEAR NOTES:

On-Call engineering services \$7,000

522-53010

Auditing & Accounting

PERMANENT NOTES:

Fiscal Year AUDIT for Sealy EDC

522-53010

Auditing & Accounting

NEXT YEAR NOTES:

FY 2025 AUDIT - \$3,350 (10%)

522-53020

Consultant Services

PERMANENT NOTES:

Consulting for incentives, residential, Manufacturing, retail recruitment, sales tax, and purchasing

522-53020

Consultant Services

NEXT YEAR NOTES:

Impact DataSource Normal Services \$5,500
Impact DataSource Studies increase \$10,000 for unique

PROPOSED BUDGET WORKSHEET

AS OF: OCTOBER 1ST, 2026

29 -ECON. DEV. SALES TAX FUND
ECON DEVELOPMENT

DEPARTMENTAL EXPENDITURES	2023-2024 ACTUAL	2024-2025 ACTUAL	CURRENT BUDGET	YEAR-TO-DATE ACTUAL	PROJECTED YEAR END	REQUESTED BUDGET	PROPOSED BUDGET
522-53030 Legal Services							
services that extend the reach and expertise for EDC and City research, studies, and services.							
522-53030 Legal Services							
Decreased from \$18,000 to \$15,000 due to projected use of Attorney Services							
522-53085 Direct Pay Administration							
For ED agreements that utilize Direct Pay							
Hendrix - \$25,000							
Sika - \$50,000							
522-53200 Electricity							
This is electricity for decorative street lights on Main Street. EDC office rent includes electricity.							
522-53200 Electricity							
Decreased from \$10,000 to \$5,000 due to projected use of electrical services.							
522-53210 Telephone							
Telephone land lines and cell phone lines (x2)							
522-53210 Telephone							
Land lines: \$35.00 per line x 2 lines = 840.00 yr							
Cell phones lines \$60.00 per line x 2 = \$1,440 annually.							
Total cost for this line is \$2,280							
Decreased by \$200 based on projected use.							
522-53220 Internet Services							
Go Daddy Domain and other services							
522-53220 Internet Services							
Removed from budget due to no charges in previous year							

PROPOSED BUDGET WORKSHEET

AS OF: OCTOBER 1ST, 2026

29 -ECON. DEV. SALES TAX FUND
ECON DEVELOPMENT

DEPARTMENTAL EXPENDITURES	2023-2024 ACTUAL	2024-2025 ACTUAL	CURRENT BUDGET	YEAR-TO-DATE ACTUAL	PROJECTED YEAR END	REQUESTED BUDGET	PROPOSED BUDGET
522-53260 Christmas Decorating Serv							
522-53300 Dues & Subscriptions							
522-53310 Travel & Training							

Resimplify provided a new package for dashboards and layers to respond to developer inquires of demographics, utilities & zones \$7,125

Unknown services that may arise \$1,000

Budget increase from \$8,000 to \$16,000 for new services, plugins, real estate layers and dashboard

522-53260 Christmas Decorating Serv

PERMANENT NOTES:

Turn-key decor. Incremental purchases of lighting and decorations annually to add to the light inventory and to expand decorations year over year. This amount will also pay for installation so the public works team may address other needs.

522-53300 Dues & Subscriptions

NEXT YEAR NOTES:

TEDC for 2 EDC staff - \$1200

Chamber \$250

Rotary - \$400

International City Manager Assoc. for access to up to date nationwide data on economic development, infrastructure, finance, parks, tourism and many other sources of information - \$750

IEDC 2 staff - \$255 x 2= \$510

Newspaper and magazine subscriptions \$300

Time Clock for Neo Gov

Line Item increase due to inclusion of news subscriptions, and rotary club.

Microsoft 365 - \$580 (2 G3 Licenses)

522-53310 Travel & Training

NEXT YEAR NOTES:

Employees x 2 for TEDC conference plus mileage and meals=\$4,000

IEDC Certification for 2 members = \$725

CTED Program \$725

Travel for Training, BRE, and meetings = \$750

Training expenses for EDC staff and board member's workshops, as related to economic development/Type B Corporation training up to \$4,000.00

Training for one of the following: City Attorney, City

29 -ECON. DEV. SALES TAX FUND
ECON DEVELOPMENT

(----- 2025-2026 -----) (----- 2026-2027 -----)

DEPARTMENTAL EXPENDITURES	2023-2024 ACTUAL	2024-2025 ACTUAL	CURRENT BUDGET	YEAR-TO-DATE ACTUAL	PROJECTED YEAR END	REQUESTED BUDGET	PROPOSED BUDGET
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522-53330	Postage & Shipping	NEXT YEAR NOTES: Increase from \$100 to \$105 due to increase in postage costs					
522-53350	Photo/Blueprint Processing	PERMANENT NOTES: Moved items to Marketing					
522-53355	Marketing	NEXT YEAR NOTES: Professional pictures, aerial & city maps for projects prospects and supplemental photos, advertising, Video of Sealy \$3,000 Multi-Media in contract with Chaparral Creative at \$250 per month or \$3,000 annually and an additional multi-media costs beyond annual contract of \$1,000. Business cards, trade show, conference, and event supplies, promotional items to market Sealy, a variety of tools and supplies. \$3,500 Site Selection marketing and industry insights Magazine print & digital ads \$5,000 Increase due to extra investment in marketing, but still far under the 10% expenditure limit of total EDC Budget.					
522-53360	Public Relations	NEXT YEAR NOTES: Sponsor events as needed \$1000 Lunch and Learn contribution \$250 Video Services for Board Meetings \$2,000 Quarterly Outreach Events \$2,000 Formal BRE Program & Mileage \$1000 Out of office meeting and lunch expenses, Appreciation \$1000					
522-53400	General Liability Insurance	PERMANENT NOTES: To be Determined by City Secretary and City Finance Department					
522-53400	General Liability Insurance	NEXT YEAR NOTES: TMLIRP \$1,218					
522-53900	Building & Land Rentals	NEXT YEAR NOTES: EDC Office & Board Rm Rental: Office \$20,000 per year, utilities are averaged.					

29 -ECON. DEV. SALES TAX FUND
ECON DEVELOPMENT

(----- 2025-2026 -----) (----- 2026-2027 -----)

DEPARTMENTAL EXPENDITURES	2023-2024 ACTUAL	2024-2025 ACTUAL	CURRENT BUDGET	YEAR-TO-DATE ACTUAL	PROJECTED YEAR END	REQUESTED BUDGET	PROPOSED BUDGET
	Canva \$250/yr.						
	Adobe \$500/yr.						
	Placer AI \$6,000 annual subscription.						
	Microsoft 365 - \$580 (G3 License)						
	Other Software during the year						
522-55580	Community Project Grants						
	NEXT YEAR NOTES:						
	Qualify EDC expenditures:						
	Fantasy of Lights= \$35,000						
	1-2 Small Events \$35,000						
	Contribute to events by others in the city \$10,000						
	Increase due to expansion of events						
522-55590	Historic District Projects						
	NEXT YEAR NOTES:						
	Action and implementation of study findings. Downtown						
	preservation, redevelopment, Chapter 29 alignment,						
	HBIG/BIG-style grants. Realign grants and incentives.						
522-55610	Business Incentives						
	NEXT YEAR NOTES:						
	New and committed performance based incentives						
	Praseks - \$15,000 payments for non-direct pay incentive						
	contingent on meeting sales tax goals.						
CAPITAL OUTLAY							
29-522-56010	Buildings	0	0	145,000	0	0	
29-522-56025	Leasehold Improvements	104,846	0	0	0	0	
29-522-56050	Park Improvements	0	0	676,000	0	0	
29-522-56200	Roads & Parking	103	13,183	100,000	0	100,000	
29-522-56500	Utility Line Extensions	0	0	12,000	0	0	
29-522-56995	Engineering Services	47,990	22,100	164,000	0	50,000	
29-522-56996	Architectural Services	0	0	35,500	0	0	
TOTAL CAPITAL OUTLAY		152,939	35,283	1,132,500	0	150,000	

522-56010 Buildings

NEXT YEAR NOTES:

Hill Center Improvements \$100,000

Liedertafel Improvements \$246,000

Hill Center construction increased from \$70,000 to \$100,000 based on probable cost projection

Liedertafel did not move to construction in FY25-26, the

29 -ECON. DEV. SALES TAX FUND
KEEP SEALY BEAUTIFUL

(----- 2025-2026 -----) (----- 2026-2027 -----)

DEPARTMENTAL EXPENDITURES	2023-2024 ACTUAL	2024-2025 ACTUAL	CURRENT BUDGET	YEAR-TO-DATE ACTUAL	PROJECTED YEAR END	REQUESTED BUDGET	PROPOSED BUDGET
<u>OPERATIONS</u>							
29-523-52000 General Office Supplies	0	0	0	0	0	500	
29-523-52100 Wearing Apparel	0	0	0	0	0	245	
29-523-53960 Copier Rental Fees	0	0	0	0	0	100	
29-523-55580 Community Project Grants	0	0	0	0	0	35,700	
TOTAL OPERATIONS	0	0	0	0	0	36,545	
523-52000 General Office Supplies	PERMANENT NOTES: Copy paper, binders, pens, tape, staples, highlighters, whiteboards, paper clips, folders, Kleenex, paper plates, plastic ware, thumb drives, binding clips, post-it notes, paper towels, and other throughout the year.						
523-52100 Wearing Apparel	PERMANENT NOTES: Apparel Board members KSB cost for volunteer T-shirts						
523-52100 Wearing Apparel	NEXT YEAR NOTES: shirts for events \$245						
523-53960 Copier Rental Fees	PERMANENT NOTES: For copy machine rental and copy overages						
523-53960 Copier Rental Fees	NEXT YEAR NOTES: Copier is leased by EDC. \$100 for copies related to Keep Sealy Beautiful Program.						
523-55580 Community Project Grants	NEXT YEAR NOTES: Keep Sealy Beautiful \$700 for good standing, \$35,000 for activities and projects						
TOTAL KEEP SEALY BEAUTIFUL	0	0	0	0	0	36,545	

29 -ECON. DEV. SALES TAX FUND
NON-DEPARTMENTAL

(----- 2025-2026 -----) (----- 2026-2027 -----)

DEPARTMENTAL EXPENDITURES	2023-2024 ACTUAL	2024-2025 ACTUAL	CURRENT BUDGET	YEAR-TO-DATE ACTUAL	PROJECTED YEAR END	REQUESTED BUDGET	PROPOSED BUDGET
PERSONNEL							
OPERATIONS							
29-599-55710 Service/Finance Charges	19	(0)	0	0	0	0	
TOTAL OPERATIONS	19	(0)	0	0	0	0	
CAPITAL OUTLAY							
Once a discussion of placing the copier rental amount in this line item							
DEBT SERVICE							
29-599-58000 Principal Retirement	65,000	65,000	70,000	0	0	70,000	
29-599-58010 Interest Paid	7,194	5,478	4,620	0	0	3,696	
29-599-58019 Lease Interest Expense	220	528	0	0	0	0	
TOTAL DEBT SERVICE	72,414	71,006	74,620	0	0	73,696	
599-58000 Principal Retirement							
PERMANENT NOTES: 2020 Bond payment obligation Funds the Interlocal Agreement regarding the development of public park infrastructure, confirmed payment amount per Finance's Amortization schedule							
599-58010 Interest Paid							
PERMANENT NOTES: Per Interlocal Agreement regarding the development of public park infrastructure, payment amount per Finance's Amortization schedule							
OTHER FINANCING USES							
29-599-59990 Transfers Out	48	664,336	0	0	0	0	
29-599-59995 Contributions to Primary G	60,000	135,905	89,735	0	0	651,000	
TOTAL OTHER FINANCING USES	60,048	800,241	89,735	0	0	651,000	
599-59995 Contributions to Primary GNEXT YEAR NOTES:							

The Sealy Economic Development Corporation (SEDC) budget
includes the following appropriations and contributions:
Wayfinding Signage (Non-Tourism) - \$30,000: Continued

29 -ECON. DEV. SALES TAX FUND
NON-DEPARTMENTAL

	2023-2024 ACTUAL	2024-2025 ACTUAL	CURRENT BUDGET	YEAR-TO-DATE ACTUAL	PROJECTED YEAR END	REQUESTED BUDGET	PROPOSED BUDGET
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DEPARTMENTAL EXPENDITURES

\$60,000 during its July 14, 2026 Budget Public Hearing.
Additional Parks/Planning Funding - \$125: The Board rounded the above contributions from \$149,875 to \$150,000 to provide additional flexibility for eligible park improvements and planning initiatives.

Liedertafel ADA Improvements - \$246,000: SEDC funding for eligible ADA capital improvements, with project procurement and management to be performed by the City.

W.E. Hill Community Center ADA Improvements - \$100,000: SEDC funding for eligible ADA capital improvements, with project procurement and management to be performed by the City.

Cryan Park Shade & Benches - \$100,000: Previously approved funding carried forward into FY 2026-2027. The Selman Trust donated an additional \$15,000 toward this project.

Irene LeBlanc Splash Pad Shade Structures - \$55,000:
Proposed funding for shade structures, subject to approval by the SEDC Board and City Council.

Total SEDC Contributions/Project Funding: \$651,000

TOTAL NON-DEPARTMENTAL	132,481	871,247	164,355	0	0	724,696	
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TOTAL EXPENDITURES	618,181	1,336,173	2,031,853	0	0	1,710,094	
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REVENUE OVER/(UNDER) EXPENDITURES	685,190	118,363	0	0	0	0	
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DOWNTOWN REVITALIZATION FUND – (FUND 30)

Fund Balance as of May 31, 2026: \$8,680.63

Purpose

- Accounts for revenues dedicated to the revitalization, preservation, beautification, and economic development of the City's downtown district.
- Provides a dedicated funding source to support projects that enhance the appearance, functionality, accessibility, and long-term economic vitality of the downtown area.

Funding Source

- Funded through appropriations authorized by the City Council and may include grants, donations, transfers from other funds, or other revenues designated for downtown revitalization projects.

Authorized Uses

- Fund revenues may be used only for projects and expenditures authorized by the City Council and consistent with the purpose of the Downtown Revitalization Fund, including:
 - Streetscape improvements.
 - Sidewalk construction and repairs.
 - Landscaping, irrigation, lighting, and beautification projects.
 - Wayfinding signage.
 - Public parking improvements.
 - Historic preservation and façade improvements.
 - Public infrastructure improvements.
 - Downtown public spaces and amenities.
 - Engineering, architectural, surveying, and other professional services.
 - Grant matching funds and other eligible expenditures that promote downtown redevelopment and revitalization.

Budget Administration

- The Downtown Revitalization Fund is maintained as a restricted special revenue fund for projects benefiting the City's downtown area.
- Expenditures are limited to purposes authorized by the City Council through the annual budget, applicable ordinances or resolutions, and any grant or funding agreements associated with the revenues.

30 -DOWNTOWN REVITALIZATION

REVENUES	2025-2026 (----- 2026-2027 -----)				
	2023-2024 ACTUAL	2024-2025 ACTUAL	CURRENT BUDGET	PROJECTED YEAR END	REQUESTED BUDGET
CONTRIBUTIONS & DONATIONS					
INVESTMENT INCOME					
30-45000 Interest Earnings	45	84	0	0	0
TOTAL INVESTMENT INCOME	45	84	0	0	0
OTHER FINANCING SOURCES					
30-49990 Transfers In	6,066	0	0	0	0
TOTAL OTHER FINANCING SOURCES	6,066	0	0	0	0
TOTAL REVENUES	6,112	84	0	0	0

30 -DOWNTOWN REVITALIZATION
DOWNTOWN REVITALIZATION

	2023-2024 ACTUAL	2024-2025 ACTUAL	CURRENT BUDGET	2025-2026 -----		2026-2027 -----	
				YEAR-TO-DATE ACTUAL	PROJECTED YEAR END	REQUESTED BUDGET	PROPOSED BUDGET

DEPARTMENTAL EXPENDITURES

CAPITAL OUTLAY

REVENUE OVER/ (UNDER) EXPENDITURES

6,112

84

0

0

0

0

DONATION FUND -- (FUND 35)

Fund Balance as of May 31, 2026: \$19,500.17

CITY OF SEALY
PROPOSED BUDGET WORKSHEET
AS OF: OCTOBER 1ST, 2026

35 -DONATION FUND

REVENUES	2023-2024		2024-2025		2025-2026		2026-2027	
	ACTUAL		ACTUAL	CURRENT BUDGET	YEAR-TO-DATE ACTUAL	PROJECTED YEAR END	REQUESTED BUDGET	PROPOSED BUDGET
<u>CONTRIBUTIONS & DONATIONS</u>								
35-44910 Donations to General	13,000		10,600	0	0	0	0	
TOTAL CONTRIBUTIONS & DONATIONS	13,000		10,600	0	0	0	0	
<u>INVESTMENT INCOME</u>								
35-45000 Interest Earnings	0		572	0	0	0	0	
TOTAL INVESTMENT INCOME	0		572	0	0	0	0	
<u>OTHER FINANCING SOURCES</u>								
TOTAL REVENUES	13,000		11,172	0	0	0	0	

35 -DONATION FUND
NON-DEPARTMENTAL

		2025-2026 -----) (----- 2026-2027 -----)				
DEPARTMENTAL EXPENDITURES	2023-2024 ACTUAL	2024-2025 ACTUAL	CURRENT BUDGET	YEAR-TO-DATE ACTUAL	PROJECTED YEAR END	REQUESTED BUDGET
						PROPOSED BUDGET
OPERATIONS						
35-599-52370 Employee Relations	0	3,531	0	0	0	0
TOTAL OPERATIONS	0	3,531	0	0	0	0
CAPITAL OUTLAY						
OTHER FINANCING USES						
TOTAL NON-DEPARTMENTAL	0	3,531	0	0	0	0
TOTAL EXPENDITURES	0	3,531	0	0	0	0
REVENUE OVER/(UNDER) EXPENDITURES	13,000	7,642	0	0	0	0

DEBT SERVICE FUND -- (FUND 36)

Purpose

- Accounts for financial resources dedicated to the payment of principal, interest, and other related costs associated with the City's outstanding debt obligations.
- Ensures the timely repayment of debt issued to finance public infrastructure, capital improvements, and other projects authorized by the City Council.

Funding Source

- Funded through the Interest and Sinking (I&S) portion of the City's property tax rate.
- Also receive transfers from other City funds and revenues legally pledged or designated for debt service, such as from the Enterprise Funds and Sealy Economic Development Corporation
- Revenue sources are established through the annual budget and tax rate adoption process in accordance with applicable state law and debt covenants.

Authorized Uses

- Debt Service Fund revenues may be used only for purposes related to the City's outstanding debt obligations, including:
 - Payment of principal on Certificates of Obligation, General Obligation Bonds, and other authorized debt.
 - Payment of interest on outstanding debt.
 - Fiscal agent and paying agent fees.
 - Bond issuance costs, when permitted.
 - Other expenditures required by bond ordinances, debt agreements, or applicable law.

Budget Administration

- The Debt Service Fund is maintained in accordance with the City's bond ordinances, debt covenants, and applicable provisions of the Texas Local Government Code.
- Fund revenues are restricted to debt service obligations and may not be used for general governmental operations or other purposes unless authorized by law.
- The annual debt service budget is developed based on debt payment schedules, anticipated revenues, and the City's adopted Interest and Sinking (I&S) tax rate.
- All expenditures are subject to the City's annual budget appropriation, applicable bond covenants, and City Council approval.

36 -DEBT SERVICE FUND

----- 2026-2027 -----									
(----- 2025-2026 -----)									
REVENUES	2023-2024 ACTUAL	2024-2025 ACTUAL	CURRENT BUDGET	YEAR-TO-DATE ACTUAL	PROJECTED YEAR END	REQUESTED BUDGET	PROPOSED BUDGET		
PROPERTY TAX									
36-40000 Property Taxes - Current	1,446,818	1,513,487	2,446,145	0	0	2,599,725			
36-40100 Property Taxes - Delinquent	11,120	11,990	0	0	0	0			
36-40150 Property Taxes - Penalty & Int	6,266	8,313	0	0	0	0			
TOTAL PROPERTY TAX	1,464,204	1,533,790	2,446,145	0	0	2,599,725			
40000	Property Taxes - Current								
NEXT YEAR NOTES:									
I&S Property Taxes will generate revenue to meet debt service obligations including:									
2015 CO: \$131,978.44									
2018 CO: \$74,322.86									
2020 BOND: \$331,699.94									
2022 CO: \$927,267.50									
2025 CO: \$1,134,456.26									
TOTAL \$2,599,725									
INTERGOVERNMENTAL									
36-43650 Intergovernmental Contribution	72,194	70,478	74,620	0	0	73,696			
TOTAL INTERGOVERNMENTAL	72,194	70,478	74,620	0	0	73,696			
43650	Intergovernmental Contribution								
NEXT YEAR NOTES:									
EDC Contribution to 2020 Bond Principal \$70,000 & Interest \$3,969 = \$73,696									
CONTRIBUTIONS & DONATIONS									
INVESTMENT INCOME									
36-45000 Interest Earnings	29,361	25,184	18,000	0	0	0			
TOTAL INVESTMENT INCOME	29,361	25,184	18,000	0	0	0			
OTHER FINANCING SOURCES									
36-49580 Proceeds of Debt Issuance	0	421,442	0	0	0	0			
36-49990 Transfers In	1,795,849	1,794,140	1,795,480	0	0	1,800,844			
TOTAL OTHER FINANCING SOURCES	1,795,849	2,215,582	1,795,480	0	0	1,800,844			
49990	Transfers In								
NEXT YEAR NOTES:									
Fund 56: WATER: \$1,769,985.50									
Fund 57: GAS: 30,858.02									

36 -DEBT SERVICE FUND
DEBT SERVICE

		----- 2025-2026 -----) (----- 2026-2027 -----)						
DEPARTMENTAL EXPENDITURES		2023-2024	2024-2025	CURRENT	YEAR-TO-DATE	PROJECTED	REQUESTED	PROPOSED
		ACTUAL	ACTUAL	BUDGET	ACTUAL	YEAR END	BUDGET	BUDGET
DEBT SERVICE								
36-514-58000	Principal Retirement	1,090,000	1,115,000	1,835,000	0	0	2,050,000	
36-514-58010	Interest Paid	495,205	888,610	2,481,245	0	0	2,421,115	
36-514-58020	Fiscal Agent Fees	2,400	825	3,150	0	0	3,150	
TOTAL DEBT SERVICE		1,587,605	2,004,435	4,319,395	0	0	4,474,265	
514-58000		NEXT YEAR NOTES:						
		2015 CO: \$765,000						
		2018 CO: \$515,000						
		2020 BOND: \$420,000						
		2022 CO: \$135,000						
		2025 CO: \$215,000						
		TOTAL \$2,050,000						
514-58010		NEXT YEAR NOTES:						
		2015 CO: \$395,650						
		2018 CO: \$292,668.76						
		2020 BOND: \$22,572						
		2022 CO: \$791,517.50						
		2025 CO: \$918,706.26						
		TOTAL \$2,421,114.52						
514-58020		NEXT YEAR NOTES:						
		2015 CO: \$825.00						
		2018 CO: \$825.00						
		2022 CO: \$750.00						
		2025 CO: \$750.00						
		TOTAL \$3,150						
TOTAL DEBT SERVICE		1,587,605	2,004,435	4,319,395	0	0	4,474,265	

36 -DEBT SERVICE FUND
NON-DEPARTMENTAL

DEPARTMENTAL EXPENDITURES	2025-2026 -----) (----- 2026-2027 -----)				
	2023-2024 ACTUAL	2024-2025 ACTUAL	CURRENT BUDGET	PROJECTED YEAR-TO-DATE ACTUAL	PROJECTED YEAR END BUDGET
OPERATIONS					
CAPITAL OUTLAY					
OTHER FINANCING USES					
36-599-59990 Transfers Out	1,712,186	1,704,936	0	0	0
36-599-59998 Budgeted Addition to Fund	0	0	14,850	0	0
TOTAL OTHER FINANCING USES	1,712,186	1,704,936	14,850	0	0
TOTAL NON-DEPARTMENTAL	1,712,186	1,704,936	14,850	0	0
TOTAL EXPENDITURES	3,299,791	3,709,371	4,334,245	0	4,474,265
REVENUE OVER/(UNDER) EXPENDITURES	61,817	135,663	0	0	0

WATER & SEWER – (FUND 56)

Fund Balance as of May 31, 2026: \$4,799,026.41

PROPOSED BUDGET WORKSHEET

AS OF: OCTOBER 1ST, 2026

56 -WATER & SEWER FUND

(----- 2025-2026 -----) (----- 2026-2027 -----)

REVENUES	2023-2024 ACTUAL	2024-2025 ACTUAL	CURRENT BUDGET	YEAR-TO-DATE ACTUAL	PROJECTED YEAR END	REQUESTED BUDGET	PROPOSED BUDGET
<u>FINES & FORFEITURES</u>							
56-42550 Penalties	136,217	137,889	130,000	0	0	130,000	
TOTAL FINES & FORFEITURES	136,217	137,889	130,000	0	0	130,000	
<u>CHARGES FOR SERVICES</u>							
56-43085 Smart Meter Fee	14,030	27,080	28,000	0	0	30,000	
56-43210 Sales - Store	1,451	0	0	0	0	0	
56-43230 Sales - Surplus Equipment	15,641	49,475	50,000	0	0	0	
TOTAL CHARGES FOR SERVICES	31,121	76,555	78,000	0	0	30,000	
<u>CATEGORY 33-35</u>							
56-43300 ROW Use Permit Application Fee	400	16,500	500	0	0	0	
TOTAL CATEGORY 33-35	400	16,500	500	0	0	0	
<u>INTERGOVERNMENTAL</u>							
56-43600 Federal Grant Proceeds	0	97,279	0	0	0	0	
56-43610 State Grant Proceeds	0	23,039	0	0	0	0	
TOTAL INTERGOVERNMENTAL	0	120,318	0	0	0	0	
<u>WATER REVENUE</u>							
56-44000 Water Service Fees	2,483,495	2,784,425	2,725,000	0	0	3,174,746	
56-44030 Bulk Water Sales	71,995	76,106	50,000	0	0	50,000	
56-44050 Groundwater Conserv User Fee	19,615	22,524	20,000	0	0	21,000	
TOTAL WATER REVENUE	2,575,105	2,883,054	2,795,000	0	0	3,245,746	

NEXT YEAR NOTES:

The FY 2026-2027 revenue projection is based on actual revenues over the past four fiscal years and the current fiscal year's projected 14% increase over the previous fiscal year's actual revenue. The projection also considers known and approved residential and commercial growth, anticipated development activity, and the City's adopted Utility Rate Recommendations for the 2026 calendar year. These factors provide the basis for a reasonable and conservative estimate of expected revenues.

44000 Water Service Fees

<u>SEWER REVENUE</u>							
56-44100 Sewer Service Fees	2,149,208	2,229,346	2,260,000	0	0	2,330,661	

PROPOSED BUDGET WORKSHEET

AS OF: OCTOBER 1ST, 2026

56 -WATER & SEWER FUND

(----- 2025-2026 -----) (----- 2026-2027 -----)

REVENUES	2023-2024 ACTUAL	2024-2025 ACTUAL	CURRENT BUDGET	YEAR-TO-DATE ACTUAL	PROJECTED YEAR END	REQUESTED BUDGET	PROPOSED BUDGET
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2026-2027 revenue projection assumes a **5% increase over the projected FY 2025-2026 year-end revenue** to provide a reasonable and conservative estimate of anticipated revenues.

TAP FEES							
56-44410 Water Tap Fees	43,306	56,471	58,000	0	0	175,000	
56-44420 Sewer Tap Fees	36,550	81,794	60,000	0	0	137,500	
TOTAL TAP FEES	79,856	138,265	118,000	0	0	312,500	

44410 Water Tap Fees
NEXT YEAR NOTES:
For budget planning purposes, the projected revenue is based on 125 single family equivalent 3/4" water taps

44420 Sewer Tap Fees
NEXT YEAR NOTES:
For budget planning purposes, the projected revenue is based on 125 single family equivalent sewer taps

CONTRIBUTIONS & DONATIONS							
56-44900 Capital Contributions	2,079,183	6,507,065	0	0	0	0	
TOTAL CONTRIBUTIONS & DONATIONS	2,079,183	6,507,065	0	0	0	0	

INVESTMENT INCOME							
56-45000 Interest Earnings	62,152	60,450	84,000	0	0	65,000	
TOTAL INVESTMENT INCOME	62,152	60,450	84,000	0	0	65,000	

45000 Interest Earnings
NEXT YEAR NOTES:
Based on a stable and growing fund balance and long-standing contributions to the City's investment pool.

DEVELOPMENT FEES							
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OTHER REVENUES							
56-48170 City Property Damage Proceeds	0	2,743	0	0	0	0	
56-48230 Engineering Fee Reimbursement	0	58,680	0	0	0	0	
56-48500 Miscellaneous Revenues	0	(5,400)	0	0	0	0	
TOTAL OTHER REVENUES	0	56,023	0	0	0	0	

OTHER FINANCING SOURCES

56 -WATER & SEWER FUND

----- 2025-2026 -----) (----- 2026-2027 -----)						
REVENUES	2023-2024 ACTUAL	2024-2025 ACTUAL	CURRENT BUDGET	YEAR-TO-DATE ACTUAL	PROJECTED YEAR END	PROPOSED BUDGET
financial capacity to replace, rehabilitate, and expand critical utility infrastructure needed to serve existing customers and accommodate future growth. The FY 2026-2027 Water and Sewer Capital Outlay budget totals **\$1,385,000**, of which approximately **\$1,259,999** is anticipated to be funded through the planned use of Water/Sewer Fund balance. **Water Capital Outlay - \$1,086,000** * Building Improvements - **\$40,000** * Special Equipment - **\$8,000** * Water Infrastructure Improvements - **\$38,000** * Water Line Improvements - **\$300,000** * Water Tank Improvements - **\$700,000** **Sewer Capital Outlay - \$299,000** * Building Improvements - **\$70,000** * Special Equipment - **\$4,000** * Sewer Infrastructure Improvements - **\$125,000** * Sewer Line Improvements - **\$100,000** The budgeted use of Water/Sewer Fund balance in the amount of **\$1,259,999** is intended to provide the funding necessary to complete these capital improvement projects. Actual expenditures from fund balance will occur only upon City Council approval of each project and in accordance with the City's Charter, Code of Ordinances, Purchasing Policy, and all other applicable laws and budgetary requirements.						
TOTAL REVENUES	8,375,619	12,792,693	7,051,675	0	0	7,373,906

CITY OF SEALY
PROPOSED BUDGET WORKSHEET
AS OF: OCTOBER 1ST, 2026

56 -WATER & SEWER FUND
WATER

DEPARTMENTAL EXPENDITURES	2023-2024		2024-2025		2025-2026		2026-2027	
	ACTUAL		ACTUAL	CURRENT BUDGET	YEAR-TO-DATE ACTUAL	PROJECTED YEAR END	REQUESTED BUDGET	PROPOSED BUDGET
PERSONNEL								
56-511-51010 Salaries & Wages	167,894		196,867	243,000	0	0	303,800	
56-511-51011 PTO Liability	0		0	0	0	0	3,180	
56-511-51012 Overtime Pay	9,176		6,430	33,500	0	0	15,000	
56-511-51015 Longevity Pay	693		1,057	1,460	0	0	1,750	
56-511-51020 Social Security	12,089		14,926	21,435	0	0	24,600	
56-511-51030 Retirement Contributions	41,179		40,877	43,850	0	0	52,400	
56-511-51040 Group Insurance	43,755		47,435	56,000	0	0	64,300	
56-511-51050 Workers' Compensation	8,667		7,614	6,000	0	0	7,445	
56-511-51060 Unemployment Compensation	0		(75)	0	0	0	0	
TOTAL PERSONNEL	283,453		315,132	405,245	0	0	472,475	

511-51010 Salaries & Wages

NEXT YEAR NOTES:

DIRECTOR OF PUBLIC WORKS (33%) - \$31,672*
ASST PUBLIC WORKS DIRECTOR (33%) - \$31,006
WATER/SEWER SUPERINTENDENT (50%) - \$41,101
UTILITY WORKER III X2 (50%) - \$54,375
UTILITY WORKER I X2 (50%) - \$44,035
PUBLIC WORKS ADMIN/GIS (33%) - \$20,662
PUBLIC WORKS FIELD TECH (33%) - \$18,027
ASSISTANT CITY MANAGER (25%) - \$31,034
SALARY ADJ X10 (0%'s LISTED ABOVE) - \$1,517
***INCLUDES PROPOSED MERIT INCREASES FOR 7 OUT OF 8 STAFF MEMBERS
*****NEW PERSONNEL REQUESTS*****
***CUSTOMER SERVICE TECH (33%) - \$17,334

511-51011 PTO Liability

PERMANENT NOTES:

To minimize impacts on salary & wage budgets. Funds to offset costs associated with eligible employee PTO payouts upon separation from employment, including applicable payroll related expenses. Budgeted based on 80 hours of PTO at the department's average hourly compensation rate.

511-51012 Overtime Pay

PERMANENT NOTES:

Overtime for On-Call and After Hours service

56 -WATER & SEWER FUND
WATER

DEPARTMENTAL EXPENDITURES

	2023-2024 ACTUAL	2024-2025 ACTUAL	CURRENT BUDGET	2025-2026 YEAR-TO-DATE ACTUAL	PROJECTED YEAR END	REQUESTED BUDGET	PROPOSED BUDGET
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PREMIUM DECREASE 0.99% FY2027

511-51050 Workers' Compensation

PERMANENT NOTES:
WC CLASS CODE: 7520
WC CLASS CODE: 8810

511-51050 Workers' Compensation

NEXT YEAR NOTES:
WC RATE FY27 (7520): \$0.0450
WC RATE FY27 (8810): \$0.0038

OPERATIONS

56-511-52000 General Office Supplies	1,493	1,162	1,200	0	0	1,500	
56-511-52010 Office Copy Supplies	111	128	300	0	0	300	
56-511-52020 Data Processing Supplies	737	(12)	1,600	0	0	2,500	
56-511-52040 Medical/First Aid Supplies	0	0	300	0	0	300	
56-511-52050 Motor Fuel & Oil	15,136	12,360	25,000	0	0	25,000	
56-511-52100 Wearing Apparel	268	385	500	0	0	500	
56-511-52130 Food & Water Supplies	1,694	2,650	3,000	0	0	3,000	
56-511-52150 Buildings & Grounds Suppli	818	921	20,000	0	0	10,000	
56-511-52230 Tap Installation Costs	0	0	25,000	0	0	50,000	
56-511-52240 Chemicals	11,416	26,751	35,000	0	0	50,000	
56-511-52260 Water Meter Supplies	3,989	69,715	60,000	0	0	60,000	
56-511-52280 Motor Vehicle Supplies	16,217	884	1,200	0	0	1,200	
56-511-52320 Minor Tools & Equipment	7,659	9,377	9,200	0	0	10,000	
56-511-52330 Safety Equipment	3,425	1,150	1,000	0	0	3,500	
56-511-53000 Engineering Services	15,223	12,531	22,000	0	0	30,000	
56-511-53010 Auditing & Accounting	6,700	5,161	5,025	0	0	7,000	
56-511-53020 Consultant Services	1,867	2,043	7,000	0	0	4,000	
56-511-53090 Contract Labor	10,500	0	25,000	0	0	25,000	
56-511-53200 Electricity	85,173	101,138	104,000	0	0	120,000	
56-511-53210 Telephone	4,582	4,396	5,000	0	0	5,500	
56-511-53280 Radio Transmission Fee Exp	4,849	32,335	35,000	0	0	35,000	
56-511-53300 Dues & Subscriptions	436	1,097	1,500	0	0	5,185	
56-511-53310 Travel & Training	7,566	7,610	10,000	0	0	10,000	
56-511-53330 Postage & Shipping	844	920	1,200	0	0	1,500	
56-511-53340 Printing & Binding	1,304	2,700	2,000	0	0	2,000	
56-511-53360 Public Relations	0	0	2,000	0	0	2,000	
56-511-53390 Gross Receipts Tax	528,938	702,773	693,750	0	0	763,686	
56-511-53400 General Liability Insuranc	12,262	13,025	12,410	0	0	12,180	

PROPOSED BUDGET WORKSHEET

AS OF: OCTOBER 1ST, 2026

56 -WATER & SEWER FUND
WATER

		(----- 2025-2026 -----) (----- 2026-2027 -----)				
DEPARTMENTAL EXPENDITURES	2023-2024 ACTUAL	2024-2025 ACTUAL	CURRENT BUDGET	PROJECTED YEAR END	REQUESTED BUDGET	PROPOSED BUDGET
56-511-53920 Equipment/Vehicle Rentals	16,789	26,103	33,000	0	30,000	
56-511-53940 Uniform Rentals	2,989	3,188	4,000	0	4,000	
56-511-53960 Copier Rental Fees	2,206	(1,293)	5,000	0	5,000	
56-511-53990 Other Rentals	9,281	0	5,000	0	5,000	
56-511-54400 Permit Fees	9,278	9,276	13,000	0	20,000	
56-511-55540 Groundwater Conservation F	24,418	24,142	35,000	0	35,000	
56-511-55990 Bad Debt Expense	3,131	8,293	9,000	0	0	
56-511-55995 Depreciation Expense	1,095,166	1,404,521	0	0	0	
TOTAL OPERATIONS	2,012,655	2,611,285	1,495,281	0	1,751,257	

511-52000	General Office Supplies	PERMANENT NOTES: Includes pens, pencils, clip boards, printer toner, envelopes, post its, tape, correction tap, staples etc. Not used for business cards.
511-52010	Office Copy Supplies	PERMANENT NOTES: Copy paper.
511-52020	Data Processing Supplies	PERMANENT NOTES: Replace or purchase computers & tablets
511-52040	Medical/First Aid Supplies	PERMANENT NOTES: Includes medical and first aid supplies for minor injuries such as bandage, dressing, gauzes antiseptic wipes, gloves, splint and tourniquets.
511-52050	Motor Fuel & Oil	PERMANENT NOTES: Diesel used for generators, tractors, and lawn mowers. Gasoline used for vehicles and small engines such as pumps, chop saw, and weed eaters. Propane for fork lift spilt between all departments
511-52060	Janitorial Supplies	PERMANENT NOTES: Includes supplies such as disinfecting wipes, broom, dustpan, buckets, all-purpose remover, hand soap, and trash bags.
511-52100	Wearing Apparel	PERMANENT NOTES: Includes apparel for professional settings such as training

PROPOSED BUDGET WORKSHEET

AS OF: OCTOBER 1ST, 2026

56 -WATER & SEWER FUND
WATER

	2023-2024 ACTUAL	2024-2025 ACTUAL	CURRENT BUDGET	YEAR-TO-DATE ACTUAL	PROJECTED YEAR END	REQUESTED BUDGET	PROPOSED BUDGET
DEPARTMENTAL EXPENDITURES							
511-52230	Tap Installation Costs						
511-52240	Chemicals						
511-52260	Water Meter Supplies						
511-52280	Motor Vehicle Supplies						
511-52320	Minor Tools & Equipment						
511-52330	Safety Equipment						
511-53000	Engineering Services						
511-53010	Auditing & Accounting						
511-53020	Consultant Services						
511-53030	Legal Services						
511-53055	Grant Administration						

511-52230 Tap Installation Costs

PERMANENT NOTES:
Used for purchasing water tap materials for new development such as pipe,saddles, straps, fittings, corporations, curb stops, meters, meter boxes, endpoints etc.

511-52240 Chemicals

PERMANENT NOTES:
Chlorine & orthophosphate for Wells, testing chemicals.

511-52260 Water Meter Supplies

PERMANENT NOTES:
Replace water meter supplies on existing infrastructure, meters, boxes, yolks, spuds, rubbers, endpoints

511-52280 Motor Vehicle Supplies

PERMANENT NOTES:
Straps, trailer hitches, cleaning supplies, seat covers

511-52320 Minor Tools & Equipment

PERMANENT NOTES:
Includes shovels, bits, grease guns, hand tools,saw blades,etc.

511-52330 Safety Equipment

PERMANENT NOTES:
Includes hard hats,ear plugs,vests,rubber boots,gloves,flares,cones, steel toe boots.

511-53000 Engineering Services

PERMANENT NOTES:
Engineering Services

511-53010 Auditing & Accounting

PERMANENT NOTES:
Audit fee accrual

511-53020 Consultant Services

PERMANENT NOTES:
Surveying Services

511-53030 Legal Services

PERMANENT NOTES:
For reviewing and/or drafting legal documentation such as easement dedication and land acquisition. Also used for other Public Works related legal fees.

511-53055 Grant Administration

PERMANENT NOTES:

PROPOSED BUDGET WORKSHEET

AS OF: OCTOBER 1ST, 2026

56 -WATER & SEWER FUND

WATER

DEPARTMENTAL EXPENDITURES	2023-2024	2024-2025	CURRENT	YEAR-TO-DATE	PROJECTED	REQUESTED	2026-2027
	ACTUAL	ACTUAL	BUDGET	ACTUAL	YEAR END	BUDGET	PROPOSED BUDGET

For cellular services such as personal, wells, towers, and lift stations.

511-53280	Radio Transmission Fee Exp	PERMANENT NOTES: Badger meter fee					
511-53300	Dues & Subscriptions	PERMANENT NOTES: Birdnest & locate/GIS software/program					
511-53300	Dues & Subscriptions	NEXT YEAR NOTES: Microsoft 365 - \$1,185 (1 G1, 3 G3, 4 Email Only Licenses)					
511-53310	Travel & Training	PERMANENT NOTES: Includes CEU's, licenses, training classes, travel to and from classes, on call mileage, etc.					
511-53330	Postage & Shipping	PERMANENT NOTES: A portion of the postage for late notices on utility accounts is charged here.					
511-53340	Printing & Binding	PERMANENT NOTES: Includes printing of water service agreements, utility receipts, business cards and other printed materials related to water.					
511-53360	Public Relations	PERMANENT NOTES: Public relations such as annual public notice; i.e., consumer confidence report.					
511-53390	Gross Receipts Tax	NEXT YEAR NOTES: Based on the established 25% of Water Service Fees					
511-53400	General Liability Insurance	PERMANENT NOTES: TML insurance premiums. Amount to be determine by City Secretary.					
511-53400	General Liability Insurance	NEXT YEAR NOTES: TMLIRP \$12,180					

PROPOSED BUDGET WORKSHEET

AS OF: OCTOBER 1ST, 2026

56 -WATER & SEWER FUND

WATER

(----- 2025-2026 -----) (----- 2026-2027 -----)

DEPARTMENTAL EXPENDITURES	2023-2024 ACTUAL	2024-2025 ACTUAL	CURRENT BUDGET	YEAR-TO-DATE ACTUAL	PROJECTED YEAR END	REQUESTED BUDGET	PROPOSED BUDGET
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cylinder rental-that is charged to buildings and grounds supplies.

511-53510 Fixed Plant & Equip Rep/MapERMANENT NOTES:

For repairs or replacement of SCADA System electronics, chemical feed systems, pumps and equipment at well and booster pump stations, aged equipment and maintenance.

511-53540 Motor Vehicles Repairs/MaiPERMANENT NOTES:

Includes all oil changes, filters, wiper blades, replacement parts, tires, vehicle registration etc. Includes utility trailer tires.

511-53560 Heavy Equipment Repairs/MapERMANENT NOTES:

Includes hoses and fittings for backhoe, trailer parts, batteries for tractors, filters and repair parts for heavy equipment etc.

511-53560 Heavy Equipment Repairs/ManEXT YEAR NOTES:

Additional \$7,000 Replace tracks on mini excavator

511-53570 Water Well Repairs & MaintPERMANENT NOTES:

For repairs and maintenance on water well.

511-53580 Radio & Radar Repairs/MainPERMANENT NOTES:

See Radio Transmission Fee (56-511-53280)

511-53610 Water Line Repairs & MaintPERMANENT NOTES:

For repairs and maintenance of failing existing lines that are aged. A replacement schedule is needed to address these lines in segments.

511-53660 Software Maintenance PERMANENT NOTES:

Includes meter reading software and support

511-53800 Lab Analysis Services PERMANENT NOTES:

TCEQ required water sample testing etc.

511-53920 Equipment/Vehicle Rentals PERMANENT NOTES:

PROPOSED BUDGET WORKSHEET

AS OF: OCTOBER 1ST, 2026

56 -WATER & SEWER FUND
WATER

DEPARTMENTAL EXPENDITURES	2023-2024 ACTUAL	2024-2025 ACTUAL	CURRENT BUDGET	YEAR-TO-DATE ACTUAL	PROJECTED YEAR END	2026-2027 -----	
						REQUESTED BUDGET	PROPOSED BUDGET

Copier rental fees

511-54400 Permit Fees
PERMANENT NOTES:
TCEQ Water System Fee, Tier 2 chemical reporting. Not RP1162 notifications.

511-55540 Groundwater Conservation
PERMANENT NOTES:
Ground water conservation fees are based on total volume pumped capacity from wells.
Average \$1,700 per month for 9 months = \$15,300,
\$3000 per month for 3 months = \$9,000
annual total = \$24,300

CAPITAL OUTLAY

56-511-56010 Buildings	0	0	0	0	0	80,000	
56-511-56100 Special Equipment	5,063	3,950	0	0	0	8,000	
56-511-56130 Water Infrastructure Impro	1,269	0	90,000	0	0	38,000	
56-511-56135 Water Line Improvements	0	0	0	0	0	260,000	
56-511-56175 Water Tank Improvements	0	10,950	700,000	0	0	700,000	
56-511-56995 Engineering Services	0	480	0	0	0	0	
TOTAL CAPITAL OUTLAY	6,332	15,380	790,000	0	0	1,086,000	

511-56010 Buildings

NEXT YEAR NOTES:
\$40,000 Add on to Public Works Barn. Create more space for new employees, Safety and required License Training.
Entire project projected at \$205,000, and split between 3 funds, General Fund (Parks/Rec, Streets/Drainage, Building Services), Water/Sewer Fund, and Gas Fund.
\$40,000 for equipment shed (\$75,000 shared with Gas Department) TOTAL: \$80,000

511-56100 Special Equipment

NEXT YEAR NOTES:
\$4,000 for fuel station improvements
\$4,000 Emergency Light trailer 25% shared

511-56130 Water Infrastructure

ImprONEXT YEAR NOTES:
Fence at Well \$15,000
SCADA Improvements \$15,000
Paint Ward Bend Water Plant \$8,000

PROPOSED BUDGET WORKSHEET

AS OF: OCTOBER 1ST, 2026

56 -WATER & SEWER FUND
WATER

DEPARTMENTAL EXPENDITURES	2023-2024	2024-2025	2025-2026		2026-2027	
	ACTUAL	ACTUAL	CURRENT BUDGET	YEAR-TO-DATE ACTUAL	PROJECTED YEAR END	PROPOSED BUDGET

City Council approval of each project and in accordance with the City's Charter, Code of Ordinances, Purchasing Policy, and all other applicable laws and budgetary requirements.

511-56995 Engineering Services PERMANENT NOTES:
Engineering services for Capital Improvements Projects

TOTAL WATER	2,302,440	2,941,797	2,690,526	0	0	3,309,732
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56 -WATER & SEWER FUND
SEWER

(----- 2025-2026 -----) (----- 2026-2027 -----)

DEPARTMENTAL EXPENDITURES	2023-2024 ACTUAL	2024-2025 ACTUAL	CURRENT BUDGET	YEAR-TO-DATE ACTUAL	PROJECTED YEAR END	REQUESTED BUDGET	PROPOSED BUDGET
PERSONNEL							
56-512-51010 Salaries & Wages	261,789	328,052	389,000	0	0	446,600	
56-512-51011 PTO Liability	0	2,067	0	0	0	3,187	
56-512-51012 Overtime Pay	13,092	10,579	35,500	0	0	15,000	
56-512-51015 Longevity Pay	1,477	2,088	2,730	0	0	4,375	
56-512-51020 Social Security	22,130	25,090	32,700	0	0	35,750	
56-512-51030 Retirement Contributions	58,569	74,752	66,700	0	0	76,100	
56-512-51040 Group Insurance	91,467	70,216	79,545	0	0	92,150	
56-512-51050 Workers' Compensation	1,685	3,150	8,850	0	0	6,557	
TOTAL PERSONNEL	450,209	515,993	615,025	0	0	679,719	

512-51010 Salaries & Wages

NEXT YEAR NOTES:

WWTP SUPERINTENDENT - \$82,202
UTILITY IV (SEWER) X1 - \$59,988
DIRECTOR OF PUBLIC WORKS (33%) - \$31,672*
ASST DIRECTOR OF PUBLIC WORKS (33%) - \$31,006
WATER/SEWER SUPERINTENDENT (50%) - \$41,101
UTILITY WORKER III (WATER/SEW) X2 (50%) - \$54,372
UTILITY WORKER I (WATER/SEW) X2 (50%) - \$44,034
PUBLIC WORKS ADMIN/GIS (33%) - \$20,662
PUBLIC WORKS FIELD TECH (33%) - \$18,027
SERVICE CENTER TECH (25%) - \$13,000
ASSISTANT CITY MANAGER (25%) - \$31,034
SALARY ADJ X14 (@'s LISTED ABOVE) - \$2,167
***INCLUDES PROPOSED MERIT INCREASES
*****NEW PERSONNEL REQUESTS*****
***CUSTOMER SERVICE TECH (33%) - \$17,334

512-51011 PTO Liability

PERMANENT NOTES:

To minimize impacts on salary & wage budgets. Funds to offset costs associated with eligible employee PTO payouts upon separation from employment, including applicable payroll related expenses. Budgeted based on 80 hours of PTO at the department's average hourly compensation rate.

512-51012 Overtime Pay

PERMANENT NOTES:

Overtime for On-Call and service call outs

PROPOSED BUDGET WORKSHEET
AS OF: OCTOBER 1ST, 2026

56 -WATER & SEWER FUND
SEWER

(----- 2025-2026 -----) (----- 2026-2027 -----)

DEPARTMENTAL EXPENDITURES		2023-2024 ACTUAL	2024-2025 ACTUAL	CURRENT BUDGET	YEAR-TO-DATE ACTUAL	PROJECTED YEAR END	REQUESTED BUDGET	PROPOSED BUDGET
512-51040	Group Insurance							
NEXT YEAR NOTES:								
PREMIUM DECREASE 0.99% FY2027								
512-51050	Workers' Compensation							
PERMANENT NOTES:								
WC CLASS CODE: 7580								
512-51050	Workers' Compensation							
NEXT YEAR NOTES:								
WC RATE FY27: \$0.0450								
OPERATIONS								
56-512-52000	General Office Supplies	569	519	550	0	0	1,000	
56-512-52010	Office Copy Supplies	95	128	200	0	0	200	
56-512-52020	Data Processing Supplies	543	3,143	2,000	0	0	2,000	
56-512-52040	Medical/First Aid Supplies	79	0	300	0	0	300	
56-512-52050	Motor Fuel & Oil	8,205	7,629	12,000	0	0	15,000	
56-512-52060	Janitorial Supplies	122	0	300	0	0	300	
56-512-52100	Wearing Apparel	126	300	500	0	0	500	
56-512-52130	Food & Water Supplies	409	1,051	2,000	0	0	2,500	
56-512-52150	Buildings & Grounds Suppli	2,585	4,021	3,000	0	0	6,000	
56-512-52230	Tap Installation Costs	8,000	0	12,000	0	0	12,000	
56-512-52240	Chemicals	46,855	47,698	60,000	0	0	75,000	
56-512-52280	Motor Vehicle Supplies	832	2,600	5,000	0	0	5,000	
56-512-52320	Minor Tools & Equipment	5,442	7,786	5,000	0	0	7,000	
56-512-52330	Safety Equipment	4,463	1,297	3,000	0	0	3,000	
56-512-53000	Engineering Services	23,248	10,751	22,000	0	0	30,000	
56-512-53010	Auditing & Accounting	6,700	5,161	5,025	0	0	7,000	
56-512-53020	Consultant Services	7,600	0	6,000	0	0	0	
56-512-53090	Contract Labor	14,074	20,336	25,000	0	0	50,000	
56-512-53200	Electricity	140,672	120,683	135,000	0	0	165,000	
56-512-53210	Telephone	5,135	5,358	6,000	0	0	6,000	
56-512-53300	Dues & Subscriptions	192	99	1,000	0	0	8,500	
56-512-53310	Travel & Training	2,544	2,020	4,000	0	0	4,000	
56-512-53330	Postage & Shipping	902	959	1,000	0	0	1,200	
56-512-53340	Printing & Binding	1,286	2,465	500	0	0	1,000	
56-512-53390	Gross Receipts Tax	451,392	557,336	565,000	0	0	565,000	
56-512-53400	General Liability Insurance	12,262	13,025	12,410	0	0	12,180	
56-512-53410	Sewage Backup Insurance	2,383	2,383	2,383	0	0	2,383	
56-512-53420	Auto Liability Insurance	5,083	5,768	6,146	0	0	6,406	
56-512-53500	Buildings & Grounds Rep/Ma	597	398	6,500	0	0	6,500	

PROPOSED BUDGET WORKSHEET

AS OF: OCTOBER 1ST, 2026

56 -WATER & SEWER FUND
SEWER

DEPARTMENTAL EXPENDITURES									
2023-2024		2024-2025		2025-2026		2026-2027			
ACTUAL		ACTUAL	CURRENT BUDGET	YEAR-TO-DATE	PROJECTED	REQUESTED	BUDGET	PROPOSED	BUDGET
56-512-54400	Permit Fees	14,304	11,792	20,000	0	0	20,000		
56-512-54600	Property/Ad Valorem Taxes	94	0	0	0	0	0		
56-512-55990	Bad Debt Expense	2,958	5,695	6,000	0	0	3,500		
TOTAL OPERATIONS		870,536	1,061,852	1,179,114	0	0	1,315,469		
512-52000	General Office Supplies	PERMANENT NOTES: Includes pens,pencils,clip boards,binder clips,batteries,etc							
512-52010	Office Copy Supplies	PERMANENT NOTES: Includes copy paper							
512-52020	Data Processing Supplies	PERMANENT NOTES: Includes Printers, cartridges supplies and Accessories							
512-52040	Medical/First Aid Supplies	PERMANENT NOTES: Includes medical and first aid supplies for minor injuries such as bandage, dressing, gauzes antiseptic wipes, gloves, splint and tourniquets.							
512-52050	Motor Fuel & Oil	PERMANENT NOTES: Diesel used for generators, tractors, and lawn mowers. Gasoline used for vehicles and small engines such as pumps, chop saw, and weed eaters.							
512-52060	Janitorial Supplies	PERMANENT NOTES: Includes toilet paper,cleaning supplies,paper towels,etc.							
512-52100	Wearing Apparel	PERMANENT NOTES: Includes apparel for professional settings such as training and meetings.							
512-52130	Food & Water Supplies	PERMANENT NOTES: Put back in this account							
512-52150	Buildings & Grounds Supplies	PERMANENT NOTES: Includes items for repairs at WWTP and sewer lift stations such as: key copies, light bulbs, paint brushes, paint, tape, and 1/5 of the charge for cylinder rental used for welding such as argon and oxygen.							

PROPOSED BUDGET WORKSHEET

AS OF: OCTOBER 1ST, 2026

56 -WATER & SEWER FUND
SEWER

(----- 2025-2026 -----) (----- 2026-2027 -----)

DEPARTMENTAL EXPENDITURES	2023-2024 ACTUAL	2024-2025 ACTUAL	CURRENT BUDGET	YEAR-TO-DATE ACTUAL	PROJECTED YEAR END	REQUESTED BUDGET	PROPOSED BUDGET
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512-52320	Minor Tools & Equipment	PERMANENT NOTES: Includes hand tools, small power tools, grease gun, tape measures, etc.					
512-52330	Safety Equipment	PERMANENT NOTES: Includes hard hats, ear plugs, vests, rubber boots, safety glasses, gloves, face masks, shields, etc.					
512-53000	Engineering Services	PERMANENT NOTES: Engineering Services					
512-53010	Auditing & Accounting	PERMANENT NOTES: Audit fee accrual is charged here.					
512-53020	Consultant Services	PERMANENT NOTES: Consultant Services					
512-53030	Legal Services	PERMANENT NOTES: For reviewing and/or drafting legal documentation such as easement dedication and land acquisition. Also used for other Public Works related legal issues.					
512-53055	Grant Administration	PERMANENT NOTES: Grant administration fees					
512-53090	Contract Labor	PERMANENT NOTES: Contractor assistance for infrastructure repairs, maintenance, and/or replacements. Vector work					
512-53090	Contract Labor	NEXT YEAR NOTES: Increased for more Lift Station cleanings for protecting infrastructure					
512-53200	Electricity	PERMANENT NOTES: Electrical service used to run critical infrastructural such as WWTP, lift stations, aeration pumps, etc.					
512-53210	Telephone	PERMANENT NOTES: Includes sewer dept cell phones, lift station phone					

PROPOSED BUDGET WORKSHEET

AS OF: OCTOBER 1ST, 2026

56 -WATER & SEWER FUND
SEWER

(----- 2025-2026 -----) (----- 2026-2027 -----)

DEPARTMENTAL EXPENDITURES	2023-2024 ACTUAL	2024-2025 ACTUAL	CURRENT BUDGET	YEAR-TO-DATE ACTUAL	PROJECTED YEAR END	REQUESTED BUDGET	PROPOSED BUDGET
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512-53560 Heavy Equipment Repairs/MaPERMANENT NOTES:

Includes hoses and fittings for sewer machine, trailer parts, batteries for tractors, filters and repair parts for heavy equipment etc.

512-53620 Sewer Line Repairs & MaintPERMANENT NOTES:

Includes repairs and maintenance of main sewer lines and laterals, etc.

512-53620 Sewer Line Repairs & MaintNEXT YEAR NOTES:

increase repairs due to aging pipes

512-53800 Lab Analysis Services

PERMANENT NOTES:

Includes charges for sample testing and additional testing requirements for the 2.0 MGD facility Monthly Process Control and Permit required Lab Testing - \$12,000.00
Quarterly Bio-Monitoring Testing (not previously required) \$10,000.00 Annual TCLP, Fecal and SOUR Testing (previously 1/5 years) \$ 2,500.00.

512-53920 Equipment/Vehicle Rentals

PERMANENT NOTES:

Enterprise lease vehicles.

512-53920 Equipment/Vehicle Rentals

NEXT YEAR NOTES:

increase for towing vehicle

512-53940 Uniform Rentals

PERMANENT NOTES:

Uniforms (3) @ \$8.00 per week per person. Total \$1248 annual plus 1 set up \$325 Total Budget \$1573.

512-54300 Sludge Management Costs

PERMANENT NOTES:

Includes disposal of sewage sludge produced during sewage treatment.

512-54400 Permit Fees

PERMANENT NOTES:

Includes permit fees for TCEQ

512-55990 Bad Debt Expense

PERMANENT NOTES:

Debts are charged off twice a year.

56 -WATER & SEWER FUND
SEWER

2023-2024		2024-2025		2025-2026		2026-2027	
ACTUAL	BUDGET	ACTUAL	BUDGET	YEAR-TO-DATE	PROJECTED	REQUESTED	PROPOSED
				ACTUAL	YEAR END	BUDGET	BUDGET

DEPARTMENTAL EXPENDITURES

new employees, Safety and required License Training.
Entire project projected at \$205,000, and split between 3 funds, General Fund (Parks/Rec, Streets/Drainage, Building Services), Water/Sewer Fund, and Gas Fund.
\$35,000 for equipment shed (\$75,000 shared with Gas Department) TOTAL: \$70,000

512-56080	Plant Equipment	PERMANENT NOTES: Major Repairs over \$5,000 to Wastewater Treatment Plant Equipment and sewer facilities					
512-56100	Special Equipment	PERMANENT NOTES: Special Equipment used for equipment at Lift Stations and Wastewater Plant					
512-56100	Special Equipment	NEXT YEAR NOTES: Barn Fuel station 16k total split between all depts emergency Light trailer 4,000 25% shared					
512-56130	Sewer Infrastructure Impro	PERMANENT NOTES: Annual Cost to start a 20 Year replacement program effective 2024-2025 budget (300k per year for 20 years) Replace clay lines that are 60-80 years old.					
512-56130	Sewer Infrastructure Impro	NEXT YEAR NOTES: Lift Station Improvements including awnings to protect panels, pump controller, VT SCADA					
512-56135	Sewer Line Improvements	PERMANENT NOTES: Wastewater Treatment large equipment repairs, Lift Station Pumps, Underground Sewer Line repair/replacement					
512-56135	Sewer Line Improvements	NEXT YEAR NOTES: 100,000 for sewer main repairs Targeted Street as of 6/4/26 is Atchinson					
512-56995	Engineering Services	PERMANENT NOTES: Engineering services for Capital Improvements Projects					

CITY OF SEALY
PROPOSED BUDGET WORKSHEET
AS OF: OCTOBER 1ST, 2026

56 -WATER & SEWER FUND
NON-DEPARTMENTAL

(----- 2025-2026 -----) (----- 2026-2027 -----)						
DEPARTMENTAL EXPENDITURES	2023-2024 ACTUAL	2024-2025 ACTUAL	CURRENT BUDGET	YEAR-TO-DATE ACTUAL	PROJECTED YEAR END	REQUESTED BUDGET
						PROPOSED BUDGET
<u>PERSONNEL</u>						
<u>OPERATIONS</u>						
<u>CAPITAL OUTLAY</u>						
<u>DEBT SERVICE</u>						
56-599-58010 Interest Expense	1,167,471	1,143,525		0	0	0
TOTAL DEBT SERVICE	1,167,471	1,143,525		0	0	0
<u>OTHER FINANCING USES</u>						
56-599-59990 Transfers Out	1,817,262	1,812,622	1,762,010	0	0	1,762,986
TOTAL OTHER FINANCING USES	1,817,262	1,812,622	1,762,010	0	0	1,762,986
599-59990 Transfers Out						
NEXT YEAR NOTES: Debt Obligations: 2015 CO: \$1,029,496.56 2018 CO: \$723,671.20 2020 BOND: \$16,817.74 TOTAL: \$1,769,985.50						
TOTAL NON-DEPARTMENTAL	2,984,733	2,956,147	1,762,010	0	0	1,769,986
TOTAL EXPENDITURES	6,612,981	7,496,546	7,051,675	0	0	7,373,906
REVENUE OVER/(UNDER) EXPENDITURES	1,762,638	5,296,147	0	0	0	0

GAS FUND – (FUND 57)

Current Fund Balance: \$3,950,915.32

CITY OF SEALY
PROPOSED BUDGET WORKSHEET
AS OF: OCTOBER 1ST, 2026

57 -GAS FUND

REVENUES	2023-2024 ACTUAL	2024-2025 ACTUAL	CURRENT BUDGET	2025-2026 YEAR-TO-DATE ACTUAL	PROJECTED YEAR END	2026-2027 REQUESTED BUDGET	PROPOSED BUDGET
FINES & FORFEITURES							
CHARGES FOR SERVICES							
57-43210 Sales - Store	1,480	9,237	0	0	0	0	
TOTAL CHARGES FOR SERVICES	1,480	9,237	0	0	0	0	
CATEGORY 33-35							
INTERGOVERNMENTAL							
57-43600 Federal Grant Proceeds	0	29,763	0	0	0	0	
57-43610 State Grant Proceeds	0	9,692	0	0	0	0	
TOTAL INTERGOVERNMENTAL	0	39,456	0	0	0	0	
GAS REVENUE							
57-44200 Gas Service Fees	2,165,014	2,620,129	2,440,000	0	0	2,737,415	
TOTAL GAS REVENUE	2,165,014	2,620,129	2,440,000	0	0	2,737,415	
44200	Gas Service Fees						
NEXT YEAR NOTES: The FY 2026-2027 revenue projection is based on an analysis of the past four fiscal years of monthly gas usage trends and average monthly revenue, while also considering the City's continued residential and commercial growth, known manufacturing expansions, and anticipated operating shifts at major industrial facilities. These factors provide the basis for a reasonable and conservative projection of expected gas utility revenues.							
TAP FEES							
57-44450 Gas Tap Fees	29,104	52,283	90,650	0	0	120,000	
TOTAL TAP FEES	29,104	52,283	90,650	0	0	120,000	
44450	Gas Tap Fees						
NEXT YEAR NOTES:							

CITY OF SEALY
PROPOSED BUDGET WORKSHEET
AS OF: OCTOBER 1ST, 2026

57 -GAS FUND

(----- 2025-2026 -----) (----- 2026-2027 -----)						
REVENUES	2023-2024 ACTUAL	2024-2025 ACTUAL	CURRENT BUDGET	YEAR-TO-DATE ACTUAL	PROJECTED YEAR END	REQUESTED BUDGET
						PROPOSED BUDGET
<u>INVESTMENT INCOME</u>						
57-45000 Interest Earnings	35,944	85,964	40,000	0	0	100,000
TOTAL INVESTMENT INCOME	35,944	85,964	40,000	0	0	100,000
45000 Interest Earnings						
NEXT YEAR NOTES:						
The FY 2026-2027 projection is based on anticipated FY 2025						
-2026 year-end results and actual interest earnings over the						
past 12 months. The estimate reflects the continued growth						
and stability of the fund balance, which is expected to						
sustain consistent interest income during the upcoming						
fiscal year.						
<u>DEVELOPMENT FEES</u>						
<u>OTHER REVENUES</u>						
57-48120 Insurance Claim Proceeds	856	250	0	0	0	0
57-48170 City Property Damage Proceeds	0	643	0	0	0	0
57-48250 Gas Line Construction Reimb.	0	48,084	0	0	0	0
TOTAL OTHER REVENUES	856	48,977	0	0	0	0
<u>OTHER FINANCING SOURCES</u>						
57-49590 Proceeds of Capital Lease	0	0	0	0	0	0
57-49998 Budgeted Reduction of Fund Bal	0	0	0	0	0	616,259
TOTAL OTHER FINANCING SOURCES	0	0	0	0	0	616,259

49998

Budgeted Reduction of FundNEXT YEAR NOTES:

In the absence of a dedicated Gas Capital Projects Fund, the City continues to prioritize building the Gas Fund balance to ensure sufficient resources are available to fund capital improvements included in the annual Water/Sewer Fund budget. Maintaining a healthy fund balance reduces the need for debt financing and provides the financial capacity to address critical infrastructure needs as the utility system continues to grow.

The FY 2026-2027 Gas Fund Capital Outlay budget includes \$951,700 for capital improvements, consisting of \$140,000 for building improvements, \$15,000 for special equipment, \$761,700 for the Second Street Gas Line Improvement

CITY OF SEALY
PROPOSED BUDGET WORKSHEET
AS OF: OCTOBER 1ST, 2026

57 -GAS FUND
GAS

DEPARTMENTAL EXPENDITURES

	2023-2024 ACTUAL	2024-2025 ACTUAL	CURRENT BUDGET	YEAR-TO-DATE ACTUAL	PROJECTED YEAR END	REQUESTED BUDGET	PROPOSED BUDGET
PERSONNEL							
57-517-51010 Salaries & Wages	234,030	272,660	325,760	0	0	439,250	
57-517-51011 PTO Liability	0	0	0	0	0	2,670	
57-517-51012 Overtime Pay	7,181	8,129	9,500	0	0	15,000	
57-517-51015 Longevity Pay	1,401	1,959	2,450	0	0	3,200	
57-517-51020 Social Security	17,710	20,594	25,850	0	0	35,075	
57-517-51030 Retirement Contributions	40,779	62,889	52,895	0	0	74,700	
57-517-51040 Group Insurance	61,038	66,223	79,000	0	0	92,875	
57-517-51050 Workers' Compensation	2,237	2,981	4,460	0	0	3,470	
TOTAL PERSONNEL	364,375	435,436	499,915	0	0	666,240	
517-51010 Salaries & Wages							
NEXT YEAR NOTES:							
GAS SUPERINTENDENT - \$82,493							
UTILITY III X1 - \$54,080							
UTILITY II X1 - \$44,575							
UTILITY I X1 - \$44,138							
DIRECTOR OF PUBLIC WORKS (33%) - \$31,672*							
ASST DIRECTOR OF PUBLIC WORKS (33%) - \$31,006							
ADMIN ASST/GIS (33%) - \$20,662							
PUBLIC WORKS FIELD TECH (33%) - \$18,027							
SERVICE TECHNICIAN (25%) - \$13,000							
ASSISTANT CITY MANAGER (25%) - \$31,034							
SALARY ADJ X12 (@%'s LISTED ABOVE) - \$2,330							
***INCLUDES PROPOSED MERIT INCREASES							
*****NEW PERSONNEL REQUESTS*****							
***CUSTOMER SERVICE TECH (33%) - \$52,000							
***UTILITY II X1 - \$48,880							
PERMANENT NOTES:							
To minimize impacts on salary & wage budgets. Funds to offset costs associated with eligible employee PTO payouts upon separation from employment, including applicable payroll related expenses. Budgeted based on 80 hours of PTO at the department's average hourly compensation rate.							
517-51011 PTO Liability							
PERMANENT NOTES:							
OVERTIME FOR ON-CALL AND SERVICE CALL-OUTS							
517-51012 Overtime Pay							

57 -GAS FUND
GAS

DEPARTMENTAL EXPENDITURES

	2023-2024 ACTUAL	2024-2025 ACTUAL	CURRENT BUDGET	YEAR-TO-DATE ACTUAL	PROJECTED YEAR END	REQUESTED BUDGET	PROPOSED BUDGET
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517-51040 Group Insurance

NEXT YEAR NOTES:							
PREMIUM DECREASE 0.99% FY2027							

517-51050 Workers' Compensation

PERMANENT NOTES:							
WC CLASS CODE: 7502							

517-51050 Workers' Compensation

NEXT YEAR NOTES:							
WC RATE FY27: \$0.0274							

OPERATIONS

57-517-52000 General Office Supplies	624	576	600	0	0	600	
57-517-52010 Office Copy Supplies	147	128	650	0	0	650	
57-517-52020 Data Processing Supplies	3,184	0	0	0	0	1,000	
57-517-52040 Medical/First Aid Supplies	0	0	500	0	0	500	
57-517-52050 Motor Fuel & Oil	15,301	16,974	15,000	0	0	20,000	
57-517-52060 Janitorial Supplies	0	0	100	0	0	100	
57-517-52100 Wearing Apparel	268	482	1,000	0	0	1,000	
57-517-52130 Food & Water Supplies	506	310	2,000	0	0	1,500	
57-517-52150 Buildings & Grounds Suppli	938	663	900	0	0	1,200	
57-517-52200 Natural Gas Fittings	122	2,999	8,500	0	0	8,500	
57-517-52230 Tap Installation Costs	7,011	46,813	25,000	0	0	90,000	
57-517-52280 Motor Vehicle Supplies	763	1,684	2,000	0	0	2,000	
57-517-52320 Minor Tools & Equipment	5,138	8,161	9,000	0	0	20,000	
57-517-52330 Safety Equipment	3,016	1,189	3,000	0	0	3,500	
57-517-53000 Engineering Services	5,954	6,342	0	0	0	30,000	
57-517-53010 Auditing & Accounting	6,700	5,161	5,025	0	0	7,000	
57-517-53020 Consultant Services	48,512	45,872	61,000	0	0	68,000	
57-517-53090 Contract Labor	3,000	0	6,000	0	0	6,000	
57-517-53130 Drug Testing Services	119	0	0	0	0	0	
57-517-53190 One-Call Services	1,752	2,570	3,200	0	0	3,500	
57-517-53200 Electricity	10,133	(6,963)	2,000	0	0	2,000	
57-517-53210 Telephone	2,637	2,321	3,000	0	0	3,500	
57-517-53300 Dues & Subscriptions	791	521	2,100	0	0	5,000	
57-517-53310 Travel & Training	2,864	3,848	6,500	0	0	8,000	
57-517-53330 Postage & Shipping	891	1,039	1,200	0	0	1,200	
57-517-53340 Printing & Binding	1,286	3,417	1,800	0	0	1,800	
57-517-53390 Gross Receipts Tax	222,646	128,765	122,000	0	0	273,742	
57-517-53400 General Liability Insurance	12,262	13,025	12,410	0	0	12,180	
57-517-53420 Auto Liability Insurance	2,541	2,884	3,073	0	0	3,203	

CITY OF SEALY
PROPOSED BUDGET WORKSHEET
AS OF: OCTOBER 1ST, 2026

57 -GAS FUND
GAS

DEPARTMENTAL EXPENDITURES	2023-2024	2024-2025	2025-2026	2026-2027
	ACTUAL	ACTUAL	YEAR-TO-DATE CURRENT BUDGET	PROJECTED YEAR END REQUESTED BUDGET
517-52230 Tap Installation Costs				
517-52230 Tap Installation Costs				
517-52280 Motor Vehicle Supplies				
517-52320 Minor Tools & Equipment				
517-52320 Minor Tools & Equipment				
517-52330 Safety Equipment				
517-53000 Engineering Services				
517-53010 Auditing & Accounting				

tee's, 90 degree coupling with test port, 1" x 2" thru 1" x 6" nipples, etc.

PERMANENT NOTES:
Used for purchasing materials such as pipe, saddles, fittings, gas meters, regulators, etc.

NEXT YEAR NOTES:
Projection is based on the current year to date expenditures in the amount of \$45,315, and year end total projection of \$90,000 and considers new growth and development.

PERMANENT NOTES:
Includes nuts, bolts, trailer hitches, etc.

PERMANENT NOTES:
Calibrations and maintenance are required by the Railroad Commission to maintain compliance and accurate function on the following: Bacharach EW 1264, GMI Gas Surveyor 6T-37876, and DP 4 Complete Leak Detector-1501246001. Includes shovels, bits, grease guns, hand tools, gas meter wrenches, cutting wheels, batteries for locator etc.

NEXT YEAR NOTES:
Increase for mail required testing and calibrations that are mandated by RR Commission

PERMANENT NOTES:
Permanent includes vests, hard hats, safety cones, glasses, etc.

PERMANENT NOTES:
Engineering Services for in-house projects and for services to assist with Rail Road Commission regulatory documents & correspondence.

PERMANENT NOTES:
Audit fee accrual

PROPOSED BUDGET WORKSHEET

AS OF: OCTOBER 1ST, 2026

57 -GAS FUND

GAS

DEPARTMENTAL EXPENDITURES		2023-2024 ACTUAL	2024-2025 ACTUAL	CURRENT BUDGET	YEAR-TO-DATE ACTUAL	PROJECTED YEAR END	REQUESTED BUDGET	PROPOSED BUDGET
517-53090	Contract Labor	(----- 2025-2026 -----) (----- 2026-2027 -----)						

517-53090 Contract Labor PERMANENT NOTES:

Contractor assistance for infrastructure repairs, maintenance, and/or replacements.

517-53130 Drug Testing Services PERMANENT NOTES:

Drug testing is covered under Consultant Services.

517-53190 One-Call Services PERMANENT NOTES:

Includes fees for Texas 811 services required by the Pipeline Damage Prevention Program regulated by the Rail Road Commission.

517-53200 Electricity PERMANENT NOTES:

Electrical service at city facilities, etc.

517-53210 Telephone PERMANENT NOTES:

Cellular services for personnel.

517-53210 Telephone NEXT YEAR NOTES:

increase for verizon tablet locator

517-53300 Dues & Subscriptions PERMANENT NOTES:

Texas Gas association Membership fees and other Memberships which allow us access to information and networking assistance. Monthly subscription to On The Clock.

517-53300 Dues & Subscriptions NEXT YEAR NOTES:

Microsoft 365 - \$456 (1 G1, 6 Email Only Licenses)

517-53310 Travel & Training PERMANENT NOTES:

Every 3 years the Gas Department must recertify to operate and maintain the gas system. Every year the Gas Department must recertify in fusion training.

517-53310 Travel & Training NEXT YEAR NOTES:

Increase for new employee

517-53330 Postage & Shipping PERMANENT NOTES:

A portion of the postage for late notices on utility

57 -GAS FUND

GAS

DEPARTMENTAL EXPENDITURES	2023-2024 ACTUAL	2024-2025 ACTUAL	CURRENT BUDGET	2025-2026 YEAR-TO-DATE ACTUAL	PROJECTED YEAR END	REQUESTED BUDGET	PROPOSED BUDGET
TML insurance premiums. Amount to be determine by City Secretary.							
517-53400 General Liability Insurance	NEXT YEAR NOTES: TMLIRP \$12,180						
517-53420 Auto Liability Insurance	PERMANENT NOTES: TML insurance premiums. Amount to be determine by City Secretary.						
517-53420 Auto Liability Insurance	NEXT YEAR NOTES: TMLIRP \$3,203						
517-53500 Buildings & Grounds Rep/Ma	PERMANENT NOTES: Includes items purchase to repair or maintain gas city gates, district regulating station, & other gas related facilities. Sensors, clamps, rat/mouse traps, light bulbs, hoses, etc. Not cylinder rental-that is charged to buildings & grounds supplies.						
517-53540 Motor Vehicles Repairs/Ma	PERMANENT NOTES: Includes all oil changes, filters, wiper blades, replacement parts, tires, vehicle registration etc.						
517-53560 Heavy Equipment Repairs/Ma	PERMANENT NOTES: Includes hoses and fittings for backhoe, trailer parts, batteries for tractors, filters and repair parts for heavy equipment etc.						
517-53560 Heavy Equipment Repairs/Ma	NEXT YEAR NOTES: Increase to repair pins and bushing on deere excavator						
517-53580 Radio & Radar Repairs/Main	PERMANENT NOTES: For radio and radar repairs and maintenance.						
517-53590 Meter Repairs & Maintenanc	PERMANENT NOTES: Includes gas meters, regulators, spud & swivel set etc.						
517-53590 Meter Repairs & Maintenanc	NEXT YEAR NOTES:						

57 -GAS FUND
GAS

	2023-2024	2024-2025	CURRENT	YEAR-TO-DATE	PROJECTED	REQUESTED	PROPOSED
DEPARTMENTAL EXPENDITURES	ACTUAL	ACTUAL	BUDGET	ACTUAL	YEAR END	BUDGET	BUDGET

517-53700	Natural Gas Purchases	PERMANENT NOTES: To be determine by Finance Director					
517-53700	Natural Gas Purchases	NEXT YEAR NOTES: The FY 2026-2027 projected cost is based on the anticipated FY 2025-2026 year-end gas purchases cost and an analysis of the past five fiscal years of historical monthly trends. The projection also considers the continued growth of new gas-served residential and commercial developments, as well as ongoing manufacturing activity, to provide a reasonable and conservative estimate of expected costs.					
517-53710	Discounts on Gas Purchases	PERMANENT NOTES: To be determine by Finance Director					
517-53710	Discounts on Gas Purchases	NEXT YEAR NOTES: The projected discount is based on the City's actual historical purchase discounts received over the past four fiscal years. Historical discounts ranged from approximately **6.3% to 9.0**, with an average discount of approximately **7.4**. Applying the historical average discount to the projected annual purchase volume provides a reasonable estimate of anticipated discounts while recognizing that actual discounts may vary depending on market conditions, commodity pricing, and supplier contract terms, and is based on the projected purchase of \$1,200,000.					
517-53740	Pipeline Penalties	NEXT YEAR NOTES: Increase due to increased underground boring					
517-53820	Natural Gas Leak Surveys	PERMANENT NOTES: Leak Survey are required by the Railroad Commission.					
517-53920	Equipment/Vehicle Rentals	PERMANENT NOTES: Enterprise Lease vehicles					
517-53920	Equipment/Vehicle Rentals	NEXT YEAR NOTES: Cover F-450 Service Bed- 1100 month 2500 single cab - 560					

PROPOSED BUDGET WORKSHEET

AS OF: OCTOBER 1ST, 2026

57 -GAS FUND

GAS

DEPARTMENTAL EXPENDITURES		2023-2024	2024-2025	CURRENT	YEAR-TO-DATE	PROJECTED	2025-2026	2026-2027
		ACTUAL	ACTUAL	BUDGET	ACTUAL	YEAR END	REQUESTED	BUDGET
517-54400	Permit Fees	PERMANENT NOTES: Rail Commission Filing Fees.						
517-54510	RP1162 Notification	PERMANENT NOTES: Rail Commission Public Awareness Program 2017 Notification was \$4723.56						
<u>CAPITAL OUTLAY</u>								
57-517-56010	Buildings	0	0	0	0	0	140,000	
57-517-56100	Special Equipment	5,063	3,950	13,000	0	0	15,000	
57-517-56140	Gas Line Improvements	0	0	50,000	0	0	761,700	
57-517-56995	Engineering Services	0	0	0	0	0	35,000	
TOTAL CAPITAL OUTLAY		5,063	3,950	63,000	0	0	951,700	
517-56010	Buildings	NEXT YEAR NOTES: \$70,000 for Gas Barn rusted roof and siding repair \$35,000 Barn addition for additional employees, restroom add toilet, floor remodel, add 2 offices and safety meeting/training room 35,000 equipment shed TOTAL: \$140,000						
517-56060	Office Equipment	NEXT YEAR NOTES: \$70,000 repair gas barn. Holes on roof and siding \$35,000 Barn addition for new employees, 2 offices, meeting/safety training						
517-56100	Special Equipment	NEXT YEAR NOTES: Lazer CGI gas detector 11,000 Light trailer 4,000 25% shared needed for after dark repairs and emergency jobs						
517-56140	Gas Line Improvements	NEXT YEAR NOTES: Gas Capital Improvement Plan Project ID G1 and components of additional Gas CIP. The G1 project is the Second St Gas Line Improvements, Strand Engineering Task Order #26-01, approved by City Council on 6/2/2026.						
517-56995	Engineering Services	PERMANENT NOTES:						

57 -GAS FUND
NON-DEPARTMENTAL

(----- 2025-2026 -----) (----- 2026-2027 -----)

DEPARTMENTAL EXPENDITURES	2023-2024 ACTUAL	2024-2025 ACTUAL	CURRENT BUDGET	YEAR-TO-DATE ACTUAL	PROJECTED YEAR END	REQUESTED BUDGET	PROPOSED BUDGET
<u>PERSONNEL</u>							
<u>OPERATIONS</u>							
<u>CAPITAL OUTLAY</u>							
<u>DEBT SERVICE</u>							
57-599-58010 Interest Expense	214	2,463	0	0	0	0	0
TOTAL DEBT SERVICE	214	2,463	0	0	0	0	0
599-58010 Interest Expense	PERMANENT NOTES: Includes Caterpillar Forklift \$36.12 and Mini Excavator \$497.47 Annual Lease Payment \$533.59						
<u>OTHER FINANCING USES</u>							
57-599-59990 Transfers Out	33,463	33,442	33,470	0	0	30,859	
57-599-59998 Budgeted Addition to Fund	0	0	366,057	0	0	0	0
TOTAL OTHER FINANCING USES	33,463	33,442	399,527	0	0	30,859	
599-59990 Transfers Out	PERMANENT NOTES: Includes CO debt						
599-59990 Transfers Out	NEXT YEAR NOTES: 2018 CO: \$10,499.70 2020 BOND: \$20,358.32 TOTAL DEBT PAYMENT: \$30,858.02						
TOTAL NON-DEPARTMENTAL	33,678	35,905	399,527	0	0	30,859	
TOTAL EXPENDITURES	1,575,518	1,800,186	2,570,650	0	0	3,573,674	
REVENUE OVER/(UNDER) EXPENDITURES	684,149	1,118,266	0	0	0	0	

SOLID WASTE FUND – (FUND 58)

Fund Balance as of May 31, 2026: \$244,584.67

58 -SOLID WASTE FUND

(----- 2025-2026 -----) (----- 2026-2027 -----)						
REVENUES	2023-2024 ACTUAL	2024-2025 ACTUAL	CURRENT BUDGET	YEAR-TO-DATE ACTUAL	PROJECTED YEAR END	REQUESTED BUDGET
PROPOSED BUDGET						
FINES & FORFEITURES						
CHARGES FOR SERVICES						
INTERGOVERNMENTAL						
SANITATION REVENUE						
58-44300 Residential Garbage Svc. Fees	956,892	1,025,085	1,012,633	0	0	1,050,401
58-44310 Commercial Garbage Svc. Fees	1,463,142	1,555,515	1,548,090	0	0	1,685,000
58-44370 Limb Pickup Fees	752	719	0	0	0	0
TOTAL SANITATION REVENUE	2,420,786	2,581,318	2,560,723	0	0	2,735,401

44300 Residential Garbage Svc. FPERMANENT NOTES:
Increased by 3 percent

44300 Residential Garbage Svc. FNEXT YEAR NOTES:
The Residential Solid Waste Service Fee revenue projection is based on a review of four years of historical collection trends, the current fiscal year's approximate 4% increase in revenue, continued residential growth, and the Council-approved Fiscal Year 2026-2027 rate adjustment to offset the annual contractual increase in solid waste service costs. While current year collections continue to reflect steady growth, staff has utilized a conservative budgeting methodology by projecting Fiscal Year 2026-2027 residential solid waste service fee revenue of \$1,050,401. This projection reflects historical performance, anticipated residential development, ongoing population growth, and approved rate adjustments while providing a prudent and sustainable revenue estimate for budget planning purposes.

44310 Commercial Garbage Svc. FPERMANENT NOTES:
15Increased by 3 percent

44310 Commercial Garbage Svc. FNEXT YEAR NOTES:
The Commercial Solid Waste Service Fee revenue projection is based on a review of four years of historical collection trends, the current commercial growth trends, and the

58 -SOLID WASTE FUND

REVENUES	----- 2025-2026 -----) (----- 2026-2027 -----)					
	2023-2024 ACTUAL	2024-2025 ACTUAL	CURRENT BUDGET	YEAR-TO-DATE ACTUAL	PROJECTED YEAR END	REQUESTED BUDGET
CONTRIBUTIONS & DONATIONS						
INVESTMENT INCOME						
58-45000 Interest Earnings	(4,709)	(7,233)	0	0	0	(2,000)
TOTAL INVESTMENT INCOME	(4,709)	(7,233)	0	0	0	(2,000)
OTHER REVENUES						
OTHER FINANCING SOURCES						
58-49998 Budgeted Reduction of Fund Bal	0	0	0	0	0	25,000
TOTAL OTHER FINANCING SOURCES	0	0	0	0	0	25,000
49998 Budgeted Reduction of FundNEXT YEAR NOTES:	July 7, 2026: City Council directed staff to budget contingency funds for the purpose of the collection and disposal of Household Hazardous Waste, Tires, and E-Waste if needed for full funding or grant local match funding. This requires a budgeted reduction of fund balance.					
TOTAL REVENUES	2,416,076	2,574,085	2,560,723	0	0	2,758,401

58 -SOLID WASTE FUND
SOLID WASTE COLLECTION

DEPARTMENTAL EXPENDITURES	(----- 2025-2026 -----) (----- 2026-2027 -----)				
	2023-2024 ACTUAL	2024-2025 ACTUAL	CURRENT BUDGET	PROJECTED YEAR END	PROPOSED BUDGET

518-53390	Gross Receipts Tax	NEXT YEAR NOTES: The Solid Waste Gross Receipts Tax revenue projection is based on projected residential solid waste service fee revenues of \$1,050,401 and commercial solid waste service fee revenues of \$1,685,000. Applying the City's established 25% Gross Receipts Tax methodology results in estimated Residential Gross Receipts Tax revenue of approximately \$262,600 and Commercial Gross Receipts Tax revenue of approximately \$421,250, for a combined projected Gross Receipts Tax revenue of approximately \$683,850. For budget planning purposes, the combined projection has been rounded to \$685,000.
518-53400	General Liability Insurance	NEXT YEAR NOTES: TMLIRP \$3,654
CAPITAL OUTLAY		

TOTAL SOLID WASTE COLLECTION	2,318,184	2,411,284	2,432,217	0	2,564,776
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58 -SOLID WASTE FUND
NON-DEPARTMENTAL

DEPARTMENTAL EXPENDITURES

	2023-2024 ACTUAL	2024-2025 ACTUAL	CURRENT BUDGET	2025-2026 YEAR-TO-DATE ACTUAL	PROJECTED YEAR END	REQUESTED BUDGET	PROPOSED BUDGET
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OPERATIONS

CAPITAL OUTLAY

OTHER FINANCING USES

58-599-59998 Budgeted Addition to Fund
TOTAL OTHER FINANCING USES

599-59998 Budgeted Addition to Fund NEXT YEAR NOTES:

The budget includes a planned addition to fund balance resulting from projected revenues exceeding budgeted expenditures. This operating surplus is intended to continue reversing the fund's historically negative fund balance position, strengthening the fund's financial stability, improving its financial resilience, and providing a more sustainable foundation to support future operations, capital needs, and unexpected expenditures.

TOTAL NON-DEPARTMENTAL

TOTAL EXPENDITURES

REVENUE OVER/(UNDER) EXPENDITURES

MUNICIPAL UTILITY DRAINAGE FUND -- (FUND 59)

Fund Balance as of May 31, 2026: \$770,109.01

Purpose

- Accounts for revenues dedicated to the operation, maintenance, repair, replacement, and improvement of the City's municipal drainage system.
- Provides a dedicated funding source to support the City's stormwater infrastructure and reduce flooding risks while preserving the long-term functionality of the City's drainage system.

Funding Source

- Funded through the Municipal Utility Drainage Fee established by the City Council in the City's Master Fee Schedule.
- The drainage fee is assessed on utility accounts in accordance with the City's adopted fee schedule and is reviewed periodically by the City Council as part of the annual budget and fee review process.

Authorized Uses

- Fund revenues may be used only for expenditures related to the City's municipal drainage system, including:
 - Drainage maintenance and repairs.
 - Storm sewer maintenance and replacement.
 - Drainage ditch maintenance and erosion control.
 - Culvert repair and replacement.
 - Engineering, surveying, and drainage studies.
 - Construction and rehabilitation of drainage infrastructure.
 - Capital improvements identified in the City's Capital Improvement Program.
 - Equipment, materials, and contractual services necessary to maintain and improve the municipal drainage system.
 - Other drainage-related expenditures authorized by the City Council.

Budget Administration

- The Municipal Utility Drainage Fund is maintained as a dedicated special revenue fund to ensure drainage fee revenues are used solely for municipal drainage purposes.
- The annual budget is developed based on anticipated drainage fee revenues and projected operational and capital improvement needs.
- All expenditures are subject to the City's Charter, Code of Ordinances, Master Fee Schedule, Purchasing Policy, annual budget appropriation, and City Council approval.

59 -MUN DRAINAGE UTILITY FUND

REVENUES	----- 2025-2026 -----) (----- 2026-2027 -----)					
	2023-2024 ACTUAL	2024-2025 ACTUAL	CURRENT BUDGET	YEAR-TO-DATE ACTUAL	PROJECTED YEAR END	REQUESTED BUDGET
FINES & FOREFEITURES						
INTERGOVERNMENTAL						
CONTRIBUTIONS & DONATIONS						
INVESTMENT INCOME						
59-45000 Interest Earnings	9,285	19,554	11,000	0	0	15,000
TOTAL INVESTMENT INCOME	9,285	19,554	11,000	0	0	15,000
OTHER REVENUES						
59-48000 Municipal Drainage Utility Fee	149,450	156,360	155,004	0	0	157,200
TOTAL OTHER REVENUES	149,450	156,360	155,004	0	0	157,200
OTHER FINANCING SOURCES						
TOTAL REVENUES	158,735	175,914	166,004	0	0	172,200

59 -MUN DRAINAGE UTILITY FUND
DRAINAGE

(----- 2025-2026 -----) (----- 2026-2027 -----)

DEPARTMENTAL EXPENDITURES	2023-2024 ACTUAL	2024-2025 ACTUAL	CURRENT BUDGET	YEAR-TO-DATE ACTUAL	PROJECTED YEAR END	REQUESTED BUDGET	PROPOSED BUDGET
<u>OPERATIONS</u>							
59-519-53500 Buildings & Grounds Rep/Ma	0	0	15,000	0	0	0	
59-519-53920 Equipment/Vehicle Rentals	0	0	5,000	0	0	0	
59-519-55990 Bad Debt Expense	158	289	0	0	0	0	
TOTAL OPERATIONS	158	289	20,000	0	0	0	
519-53000 Engineering Services							
PERMANENT NOTES:							
Engineering services for upcoming projects.							
<u>CAPITAL OUTLAY</u>							
59-519-56100 Special Equipment	62,224	0	0	0	0	0	
TOTAL CAPITAL OUTLAY	62,224	0	0	0	0	0	
519-56995 Engineering Services							
PERMANENT NOTES:							
For job specific engineering services.							

TOTAL DRAINAGE	62,382	289	20,000	0	0	0	
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59 -MUN DRAINAGE UTILITY FUND
NON-DEPARTMENTAL

DEPARTMENTAL EXPENDITURES	2025-2026 (-----) (-----) (-----) (-----) (-----)					
	2023-2024 ACTUAL	2024-2025 ACTUAL	CURRENT BUDGET	YEAR-TO-DATE ACTUAL	PROJECTED YEAR END	REQUESTED BUDGET
OPERATIONS						
CAPITAL OUTLAY						
DEBT SERVICE						
59-599-58010 Interest Paid	294	0	0	0	0	0
TOTAL DEBT SERVICE	294	0	0	0	0	0
OTHER FINANCING USES						
59-599-59998 Budgeted Addition to Fund	0	0	146,004	0	0	0
TOTAL OTHER FINANCING USES	0	0	146,004	0	0	0
TOTAL NON-DEPARTMENTAL	294	0	146,004	0	0	0
TOTAL EXPENDITURES	62,676	289	166,004	0	0	0
REVENUE OVER/(UNDER) EXPENDITURES	96,059	175,626	0	0	0	172,200

WATER IMPACT FEE FUND – (FUND 60)

Fund Balance as of May 31, 2026: \$1,417,330.97

Purpose

- Accounts for water impact fees collected from new development to fund capacity-related capital improvements to the City's water system.
- Ensures that new development contributes its proportionate share of the costs associated with expanding the City's water infrastructure to accommodate growth.

Funding Source

- Funded through Water Impact Fees assessed on new development in accordance with the City's Impact Fee Ordinance adopted pursuant to **Chapter 395 of the Texas Local Government Code**.
- Impact fee rates are established by ordinance and are periodically reviewed and updated in accordance with state law.

Authorized Uses

- Water Impact Fee revenues may be used only for capital improvements authorized by **Chapter 395 of the Texas Local Government Code** and the City's adopted Impact Fee Ordinance.
- To be eligible for funding, a project must be identified in the City's adopted **Impact Fee Capital Improvements Plan (CIP)** and authorized by the City's Impact Fee Ordinance, as amended by the City Council.

Budget Administration

- The Water Impact Fee Fund is maintained as a restricted special revenue fund in accordance with **Chapter 395 of the Texas Local Government Code** and the City's Impact Fee Ordinance.
- Impact fee revenues may be used only for **capacity-expanding capital improvements** needed to serve new development and may not be used for the operation, maintenance, repair, or replacement of existing infrastructure.
- To be eligible for funding, a project must be identified in the City's adopted **Impact Fee Capital Improvements Plan (CIP)** and authorized by the City's Impact Fee Ordinance, as amended by the City Council.
- All expenditures are subject to the City's Charter, Code of Ordinances, Purchasing Policy, annual budget appropriation, and City Council approval.

60 -WATER IMPACT FEES FUND

REVENUES	----- 2025-2026 -----) (----- 2026-2027 -----)						
	2023-2024	2024-2025	CURRENT	YEAR-TO-DATE	PROJECTED	REQUESTED	PROPOSED
	ACTUAL	ACTUAL	BUDGET	ACTUAL	YEAR END	BUDGET	BUDGET

IMPACT FEES

60-44510 Water Impact Fees	80,182	74,378	11,000	0	0	532,508
TOTAL IMPACT FEES	80,182	74,378	11,000	0	0	532,508

44510 Water Impact Fees

NEXT YEAR NOTES:

The FY 2026-2027 Water Impact Fee projection is based on current fiscal year development trends and the projected number of new water service connections. For budget planning purposes, the projection assumes **125 single-family equivalent (SFE)** water impact fees in accordance with the City's 2023 Impact Fee Ordinance. While the standard **5/8-inch** water impact fee is **\$3,381**, several ongoing residential developments are designed to require **3/4-inch** water service, which carries an impact fee of **\$5,071.50**.

Accordingly, the revenue projection is based on **65** new **3/4-inch** water impact fees at **\$5,071.50** each (**\$329,647.50**) and **60** new **5/8-inch** water impact fees at **\$3,381** each (**\$202,860.00**), resulting in a total projected Water Impact Fee revenue of **\$532,507.50**.

CONTRIBUTIONS & DONATIONS

INVESTMENT INCOME

60-45000 Interest Earnings	15,403	30,455	15,000	0	0	45,000
TOTAL INVESTMENT INCOME	15,403	30,455	15,000	0	0	45,000

45000 Interest Earnings

NEXT YEAR NOTES:

The FY 2026-2027 Water Impact Fee Interest Earnings projection is based on current interest earnings trends, the projected FY 2025-2026 year-end interest revenue of **\$37,817**, and the anticipated growth of the Water Impact Fee Fund balance resulting from continued impact fee collections. As the fund balance increases, interest earnings are expected to remain stable and continue to grow throughout the fiscal year.

OTHER FINANCING SOURCES

60 -WATER IMPACT FEES FUND
WATER

	2023-2024	2024-2025	2025-2026		2026-2027	
	ACTUAL	ACTUAL	CURRENT	YEAR-TO-DATE	PROJECTED	REQUESTED
DEPARTMENTAL EXPENDITURES			BUDGET	ACTUAL	YEAR END	BUDGET

CAPITAL OUTLAY

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60 -WATER IMPACT FEES FUND
NON-DEPARTMENTAL

----- 2025-2026 -----) (----- 2026-2027 -----)						
DEPARTMENTAL EXPENDITURES	2023-2024 ACTUAL	2024-2025 ACTUAL	CURRENT BUDGET	YEAR-TO-DATE ACTUAL	PROJECTED YEAR END	REQUESTED BUDGET
						PROPOSED BUDGET
CAPITAL OUTLAY						
OTHER FINANCING USES						
60-599-59998 Budgeted Addition to Fund	0	0	26,000	0	0	577,508
TOTAL OTHER FINANCING USES	0	0	26,000	0	0	577,508
TOTAL NON-DEPARTMENTAL	0	0	26,000	0	0	577,508
TOTAL EXPENDITURES	0	0	26,000	0	0	577,508
REVENUE OVER/ (UNDER) EXPENDITURES	95,585	104,832	0	0	0	0

SEWER IMPACT FEE FUND – (FUND 61)

Fund Balance as of May 31, 2026: \$1,336,012.33

Allocated to Project(s): \$515,571

W. Front Street Infrastructure Project

Unassigned Balance: \$820,441.33

Purpose

- Accounts for sewer impact fees collected from new development to fund capacity-related capital improvements to the City's wastewater collection and treatment system.
- Ensures that new development contributes its proportionate share of the costs associated with expanding the City's wastewater infrastructure to accommodate growth.

Funding Source

- Funded through Sewer Impact Fees assessed on new development in accordance with the City's Impact Fee Ordinance adopted pursuant to **Chapter 395 of the Texas Local Government Code**.
- Impact fee rates are established by ordinance and are periodically reviewed and updated in accordance with state law.

Authorized Uses

- Sewer Impact Fee revenues may be used only for capital improvements authorized by **Chapter 395 of the Texas Local Government Code** and the City's adopted Impact Fee Ordinance.
- To be eligible for funding, a project must be identified in the City's adopted **Impact Fee Capital Improvements Plan (CIP)** and authorized by the City's Impact Fee Ordinance, as amended by the City Council.

Budget Administration

- The Sewer Impact Fee Fund is maintained as a restricted special revenue fund in accordance with **Chapter 395 of the Texas Local Government Code** and the City's Impact Fee Ordinance.
- Impact fee revenues may be used only for **capacity-expanding capital improvements** needed to serve new development and may not be used for the operation, maintenance, repair, or replacement of existing infrastructure.
- All expenditures are subject to the City's Charter, Code of Ordinances, Purchasing Policy, annual budget appropriation, and City Council approval.

61 -SEWER IMPACT FEES FUND

REVENUES	(----- 2025-2026 -----) (----- 2026-2027 -----)						
	2023-2024 ACTUAL	2024-2025 ACTUAL	CURRENT BUDGET	YEAR-TO-DATE ACTUAL	PROJECTED YEAR END	REQUESTED BUDGET	PROPOSED BUDGET
IMPACT FEES							
61-44520 Sewer Impact Fees	91,967	68,112	13,000	0	0	595,980	
TOTAL IMPACT FEES	91,967	68,112	13,000	0	0	595,980	

44520 Sewer Impact Fees

NEXT YEAR NOTES:
The FY 2026-2027 Sewer Impact Fee projection is based on current fiscal year development trends and the projected number of new sewer service connections. For budget planning purposes, the projection assumes **125 single-family equivalent (SFE)** sewer impact fees in accordance with the City's 2023 Impact Fee Ordinance. While the standard **5/8-inch** sewer impact fee is **\$3,784***, several ongoing residential developments are designed to require **3/4-inch** sewer service, which carries an impact fee of **\$5,676**.

Accordingly, the revenue projection is based on **65** new **3/4-inch** sewer impact fees at **\$5,676** each (**\$368,940**) and **60** new standard sewer impact fees at **\$3,784** each (**\$227,040**), resulting in a total projected Sewer Impact Fee revenue of **\$595,980**.

CONTRIBUTIONS & DONATIONS

INVESTMENT INCOME							
61-45000 Interest Earnings	17,958	35,552	10,000	0	0	45,000	
TOTAL INVESTMENT INCOME	17,958	35,552	10,000	0	0	45,000	

45000 Interest Earnings

NEXT YEAR NOTES:
The FY 2026-2027 Sewer Impact Fee Interest Earnings projection is based on current interest earnings trends, the projected FY 2025-2026 year-end interest revenue of **\$38,041**, and the anticipated growth of the Sewer Impact Fee Fund balance resulting from continued impact fee collections. As the fund balance continues to increase, interest earnings are expected to remain stable and generate additional revenue throughout the fiscal year.

OTHER FINANCING SOURCES

61 -SEWER IMPACT FEES FUND
NON-DEPARTMENTAL

	2023-2024 ACTUAL	2024-2025 ACTUAL	CURRENT BUDGET	2025-2026 YEAR-TO-DATE ACTUAL	PROJECTED YEAR END	REQUESTED BUDGET	PROPOSED BUDGET
DEPARTMENTAL EXPENDITURES							
CAPITAL OUTLAY							
OTHER FINANCING USES							
61-599-59998 Budgeted Addition to Fund	0	0	0	0	0	640,980	
TOTAL OTHER FINANCING USES	0	0	0	0	0	640,980	
TOTAL NON-DEPARTMENTAL	0	0	0	0	0	640,980	
TOTAL EXPENDITURES	0	0	0	0	0	640,980	
REVENUE OVER/(UNDER) EXPENDITURES	109,925	103,664	23,000	0	0	0	

LOCAL YOUTH DIVERSION ADMINISTRATIVE FEE FUND – (FUND 62)

Fund Balance as of May 31, 2026: \$760.29

Purpose

- Accounts for Local Youth Diversion Administrative Fees collected to offset the administrative costs associated with the Municipal Court's youth diversion program.
- Provides a dedicated funding source to support the administration and operation of the City's Youth Diversion Program in accordance with state law.

Funding Source

- Funded by the Local Youth Diversion Administrative Fee assessed by the Municipal Court as authorized by the **Texas Code of Criminal Procedure** for eligible juvenile diversion cases.
- Fee revenues are restricted and must be maintained separately from other municipal funds.

Authorized Uses

- Fund revenues may be used only for the administrative costs of implementing and operating the Municipal Court's Youth Diversion Program, including:
 - Program administration and case management.
 - Recordkeeping and reporting requirements.
 - Administrative supplies and materials.
 - Court technology and software used to administer the diversion program.
 - Training for Municipal Court personnel related to youth diversion.
 - Professional services and other reasonable administrative expenses necessary to implement the City's Youth Diversion Plan.
 - Other administrative expenditures authorized by applicable state law.

Budget Administration

- The Local Youth Diversion Administrative Fee Fund is maintained as a restricted special revenue fund.
- Expenditures are limited to administrative costs associated with the City's adopted Youth Diversion Plan and must comply with the Texas Code of Criminal Procedure, the City's purchasing policies, annual budget appropriation, and City Council approval.
- The Municipal Court is responsible for administering the program and ensuring that expenditures from the fund are used only for authorized administrative purposes.

62 -LOC YTH DIV ADM FEE FUND

----- 2025-2026 -----) (----- 2026-2027 -----)						
REVENUES	2023-2024 ACTUAL	2024-2025 ACTUAL	CURRENT BUDGET	YEAR-TO-DATE ACTUAL	PROJECTED YEAR END	REQUESTED BUDGET
FINES & FORFEITURES						
62-42030 Local Court Fees	0	200	0	0	0	0
TOTAL FINES & FORFEITURES	0	200	0	0	0	0
INVESTMENT INCOME						
62-45000 Interest Earnings	0	1	0	0	0	0
TOTAL INVESTMENT INCOME	0	1	0	0	0	0
OTHER FINANCING SOURCES						
TOTAL REVENUES	0	201	0	0	0	0
REVENUE OVER/ (UNDER) EXPENDITURES	0	201	0	0	0	0

OPIOID GRANT FUND – (FUND 64)

Fund Balance as of May 31, 2026: \$15,360.85

Purpose

- Accounts for grant revenues received to support opioid abatement, prevention, treatment, recovery, education, and other eligible activities addressing the impacts of the opioid epidemic.
- Ensures grant funds are separately accounted for and used only for purposes authorized by the grant agreement and applicable state and federal requirements.

Funding Source

- Funded through opioid-related grants and settlement distributions awarded to the City from state or other eligible funding sources.
- Revenues are restricted and may be used only in accordance with the terms and conditions of the applicable grant agreement or settlement requirements.

Authorized Uses

- Grant funds may be used only for eligible opioid abatement activities identified in the grant award, including:
 - Prevention and education programs.
 - Treatment and recovery support services.
 - First responder training and equipment.
 - Naloxone and other overdose prevention initiatives.
 - Community outreach and public awareness programs.
 - Data collection and reporting.
 - Professional services and contractual assistance.
 - Other eligible expenditures authorized by the grant agreement.

Budget Administration

- The Opioid Grant Fund is maintained as a restricted special revenue fund.
- Expenditures are limited to the purposes authorized by the grant agreement, applicable state and federal requirements, and the City's purchasing policies.
- The City is responsible for complying with all grant reporting, financial management, and record retention requirements, and all expenditures are subject to annual budget appropriation and City Council approval.

64 -OPIOID GRANT FUND

REVENUES	2025-2026 -----) (----- 2026-2027 -----)				
	2023-2024 ACTUAL	2024-2025 ACTUAL	CURRENT BUDGET	PROJECTED YEAR-TO-DATE ACTUAL	PROJECTED YEAR END BUDGET
INTERGOVERNMENTAL					
64-43610 State Grant Proceeds	0	13,887	0	0	0
TOTAL INTERGOVERNMENTAL	0	13,887	0	0	0
INVESTMENT INCOME					
64-45000 Interest Earnings	0	225	0	0	0
TOTAL INVESTMENT INCOME	0	225	0	0	0
OTHER FINANCING SOURCES					
TOTAL REVENUES					
	0	14,113	0	0	0

64 -OPIOID GRANT FUND
POLICE

		(----- 2025-2026 -----) (----- 2026-2027 -----)			
DEPARTMENTAL EXPENDITURES	2023-2024 ACTUAL	2024-2025 ACTUAL	CURRENT BUDGET	PROJECTED YEAR-TO-DATE ACTUAL	PROJECTED YEAR END BUDGET
OPERATIONS					
64-530-53120 Special Investigations	0	0	13,919	0	0
TOTAL OPERATIONS	0	0	13,919	0	0
TOTAL POLICE	0	0	13,919	0	0

PROPOSED BUDGET WORKSHEET

AS OF: OCTOBER 1ST, 2026

64 -OPIOID GRANT FUND
NON-DEPARTMENTAL

	2023-2024 ACTUAL	2024-2025 ACTUAL	CURRENT BUDGET	2025-2026 YEAR-TO-DATE ACTUAL	PROJECTED YEAR END	REQUESTED BUDGET	PROPOSED BUDGET
DEPARTMENTAL EXPENDITURES							

OTHER FINANCING USES

TOTAL EXPENDITURES

0	0	13,919	0	0	0	0	
REVENUE OVER/(UNDER) EXPENDITURES	0	14,113 (	13,919)	0	0	0	

CONSOLIDATED SECURITY & TECHNOLOGY FUND – (FUND 65)

Fund Balance as of May 31, 2026: \$28,529.96

Purpose

- Accounts for court costs dedicated to supporting the security and technology needs of the Municipal Court.
- Provides a restricted funding source to improve the safety, security, efficiency, and administration of Municipal Court operations.

Funding Source

- Funded through court costs allocated to municipalities pursuant to the **Texas Code of Criminal Procedure**.
- Effective May 29, 2025, **House Bill 1950 (89th Legislature)** requires municipalities with a population of less than 100,000 to deposit new court cost allocations into the Consolidated Municipal Court Building Security and Technology Fund in lieu of maintaining separate Building Security and Technology Funds.

Authorized Uses

Fund revenues may be used only for purposes authorized by the Texas Code of Criminal Procedure, including:

- Court security personnel and services.
- Security cameras, surveillance systems, and electronic access controls.
- Metal detectors, X-ray equipment, panic alarms, bullet-resistant barriers, and other security equipment.
- Court computer hardware and software.
- Electronic ticket writers.
- Docket management systems.
- Imaging and records management systems.
- Audio and video equipment used in court operations.
- Court technology infrastructure and related equipment.
- Security and technology training for Municipal Court personnel.
- Other eligible security and technology improvements that enhance the operation, efficiency, and security of the Municipal Court.

Budget Administration

- The Consolidated Municipal Court Building Security and Technology Fund is maintained as a restricted special revenue fund in accordance with the **Texas Code of Criminal Procedure**.
- Fund revenues may be used only for eligible Municipal Court security and technology expenditures authorized by state law.
- Expenditures are subject to the City's purchasing policies, annual budget appropriation, and City Council approval.
- Building Security Fund and Technology Fund revenues collected **prior to May 29, 2025**, remain subject to the laws in effect at the time of collection and continue to be accounted for separately until those restricted balances have been fully expended.

65 -CONS SECURITY & TECH FUND

(----- 2025-2026 -----) (----- 2026-2027 -----)

REVENUES	2023-2024 ACTUAL	2024-2025 ACTUAL	CURRENT BUDGET	YEAR-TO-DATE ACTUAL	PROJECTED YEAR END	REQUESTED BUDGET	PROPOSED BUDGET
<u>FINES & FORFEITURES</u>							
65-42030 Local Court Fees	0	9,872	42,935	0	0	26,900	
TOTAL FINES & FORFEITURES	0	9,872	42,935	0	0	26,900	
 42030 Local Court Fees							
PERMANENT NOTES:							
TX HB 1950 went into effect on 5/29/2025, consolidating fees collected for court security and technology into one "Consolidated Municipal Building Security & Technology Fund." The funds may be used for the same purposes previously allowed for the separate funds. This change affects only the fees collected on or after the bill's effective date.							
As of 5/29/2025 - Fees previously collected on Fund 11 & 13 will be allocated to the consolidated fund, Fund 65.							
 <u>INVESTMENT INCOME</u>							
65-45000 Interest Earnings	0	73	0	0	0	600	
TOTAL INVESTMENT INCOME	0	73	0	0	0	600	
 TOTAL REVENUES	0	9,945	42,935	0	0	27,500	

65 -CONS SECURITY & TECH FUND
MUNICIPAL COURT

DEPARTMENTAL EXPENDITURES	2023-2024	2024-2025	(----- 2025-2026 -----) (----- 2026-2027 -----)		PROPOSED
	ACTUAL	ACTUAL	CURRENT BUDGET	YEAR-TO-DATE ACTUAL	PROJECTED YEAR END BUDGET
OPERATIONS					
CAPITAL OUTLAY					
65-525-56115 Computer Equipment	0	0	0	0	20,000
TOTAL CAPITAL OUTLAY	0	0	0	0	20,000
525-56115 Computer Equipment					
NEXT YEAR NOTES: Server for MCRS X 1 @ \$20,000. Update required to receive ongoing updates and patches for MCRS. Current set up will reach end of life 10/2026.					

TOTAL MUNICIPAL COURT	0	0	0	0	20,000
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65 -CONS SECURITY & TECH FUND
NON-DEPARTMENTAL

DEPARTMENTAL EXPENDITURES	2025-2026 (-----) (-----) (-----)						2026-2027 (-----)	
	2023-2024 ACTUAL	2024-2025 ACTUAL	CURRENT BUDGET	YEAR-TO-DATE ACTUAL	PROJECTED YEAR END	REQUESTED BUDGET	PROPOSED BUDGET	
OTHER FINANCING USES								
65-599-59998 Budgeted Addition to Fund	0	0	42,935	0	0	7,500		
TOTAL OTHER FINANCING USES	0	0	42,935	0	0	7,500		
TOTAL NON-DEPARTMENTAL	0	0	42,935	0	0	7,500		
TOTAL EXPENDITURES	0	0	42,935	0	0	27,500		
REVENUE OVER/(UNDER) EXPENDITURES	0	9,945	0	0	0	0		

SPECIAL EVENTS FUND – (FUND 70)

Fund Balance as of May 31, 2026: \$6,748.99

70 -SPECIAL EVENTS FUND

REVENUES	(----- 2025-2026 -----) (----- 2026-2027 -----)					
	2023-2024 ACTUAL	2024-2025 ACTUAL	CURRENT BUDGET	YEAR-TO-DATE ACTUAL	PROJECTED YEAR END	REQUESTED BUDGET
CONTRIBUTIONS & DONATIONS						
INVESTMENT INCOME						
OTHER FINANCING SOURCES						

70 -SPECIAL EVENTS FUND
PARKS & RECREATION

	2023-2024	2024-2025	CURRENT	2025-2026	PROJECTED	REQUESTED	PROPOSED
	ACTUAL	ACTUAL	BUDGET	YEAR-TO-DATE	YEAR END	BUDGET	BUDGET

DEPARTMENTAL EXPENDITURES

OPERATIONS

70 -SPECIAL EVENTS FUND
NON-DEPARTMENTAL

	(-----)	2025-2026	(-----)	2026-2027	(-----)
	CURRENT	YEAR-TO-DATE	PROJECTED	REQUESTED	PROPOSED
	BUDGET	ACTUAL	YEAR END	BUDGET	BUDGET
DEPARTMENTAL EXPENDITURES					
2023-2024					
ACTUAL					
2024-2025					
ACTUAL					
OTHER FINANCING USES					

CITY OF SEALY: FISCAL YEAR 2026-2027
BUDGET

Appendices

Appendix	
A	Fiscal Year 2026-2027 Budget Adoption Ordinance
B	Property Tax Rates, Levies, and Collections – Last Five Years
C	Property Tax Rate Calculation Forms Used to Compute the No-New-Revenue Tax Rate and Voter-Approval Tax Rate
D	2026 Property Tax Rate Adoption Ordinance
E	Organizational Chart showing Funded Positions
F	Outstanding Debt Obligations
G	Annual Debt Service Requirements

Appendix A

**Fiscal Year 2026-2027
Budget Adoption Ordinance**

ORDINANCE 2026-

AN ORDINANCE APPROVING AND ADOPTING THE CITY OF SEALY, TEXAS, BUDGET FOR THE FISCAL YEAR 2026-2027; MAKING APPROPRIATIONS FOR THE CITY FOR SUCH YEAR AS REFLECTED IN SAID BUDGET; MAKING CERTAIN FINDINGS AND CONTAINING CERTAIN PROVISIONS RELATING TO THE SUBJECT; PROVIDING FOR SEVERABILITY; AND PROVIDING AN EFFECTIVE DATE.

WHEREAS, on the 16th day of July 2026, the City Manager filed with the City Secretary a proposed budget of expenditures of the City of Sealy for the Fiscal Year 2026-2027, the same being the Fiscal Year of the City, and

WHEREAS, pursuant to a motion of the City Council and after notice required by law, a Public Hearing on such budget was held on the 23rd day of August 2026, at which hearing all citizens and taxpayers of the City had the right to be present and to be heard and those who requested to be heard were heard; and

WHEREAS, the City Council has considered the proposed budget and has made such changes therein as in the City Council's judgment were warranted by law and were in the best interest of the citizens and taxpayers of the City; and

WHEREAS, a copy of the budget has been filed with the City Secretary and the City Council now desires to approve and adopt the same;

NOW, THEREFORE, BE IT ORDAINED BY THE CITY COUNCIL OF THE CITY OF SEALY, TEXAS:

Section 1. The facts and recitations set forth in the preamble of this Ordinance are hereby found to be true and correct and incorporated herein for all purposes.

Section 2. The City Council hereby approves and adopts the budget, a copy of which is attached hereto and made a part hereof. The City Secretary is hereby directed to place on said budget an endorsement, to be signed by the City Secretary, which shall read as follows: "The Original Budget of the City of Sealy, Texas, for the Fiscal Year 2026-2027." Such budget as thus endorsed shall be kept on file in the office of the City Secretary as a public record.

Section 3. *Severability.* In the event any section, paragraph, subdivision, clause, phrase, provision, sentence, or part of this Ordinance or the application of the same to any person or circumstance shall for any reason be adjudged invalid or held unconstitutional by a court of competent jurisdiction, it shall not affect, impair, or invalidate this Ordinance as a whole or any part of provision hereof other than the part declared to be invalid or unconstitutional; and the City Council of the City of Sealy, Texas, declares that it would have passed each and every part of the same notwithstanding the omission of any such part thus declared to be invalid or unconstitutional, whether there be one or more parts.

Section 4. *Effective Date.* This ordinance shall become effective immediately.

PASSED AND APPROVED AND ADOPTED this 24th day of August 2026.

Carolyn Bilski, Mayor

ATTEST:

Sandra Vrablec, City Secretary

Appendix B

Property Tax Rates, Levies, and
Collections – Last Five Years

CITY OF SEALY, TEXAS
PROPERTY TAX RATES, LEVIES, AND COLLECTIONS
LAST FIVE YEARS

Fiscal Year	Tax Year	Tax Rate	Total Tax Levy for Fiscal Year	Collected Within the Fiscal Year of the Levy		Collected in Subsequent Years		Total Collections to Date	
				Amount Collected	Percentage of Levy	Amount Collected		Amount Collected	Percentage of Levy
2022	2021	\$ 0.265750	\$ 2,268,571.00	\$ 2,252,350.00	99.28%	\$ 9,784.00	\$ 2,262,134.00	99.72%	
2023	2022	\$ 0.352200	\$ 3,448,196.00	\$ 3,419,045.00	99.15%	\$ 19,872.00	\$ 3,438,917.00	99.73%	
2024	2023	\$ 0.310910	\$ 3,593,183.00	\$ 3,557,790.00	99.01%	\$ 23,903.00	\$ 3,581,697.00	99.68%	
2025	2024	\$ 0.310910	\$ 4,158,615.00	\$ 4,126,321.00	99.22%	\$ 14,704.00	\$ 4,141,025.00	99.58%	
2026	2025	\$ 0.377310	\$ 5,432,440.00	\$ 5,373,475.00	98.91%	\$ -	\$ 5,373,475.00	98.91%	As of 8/3/2026

Appendix C

Property Tax Rate Calculation Forms

Used to Compute

the No-New-Revenue Tax Rate

and

Voter-Approval Tax Rate

2026 Tax Rate Calculation Worksheet

Taxing Units Other Than School Districts or Water Districts

City of Sealy
Taxing Unit Name
PO Box 517 Sealy, TX 77474
Taxing Unit's Address, City, State, ZIP Code

979-885-2975
Phone (area code and number)
http://www.ci.sealy.tx.us/page/homepage
Taxing Unit's Website Address

GENERAL INFORMATION: Tax Code Section 26.04(c) requires an officer or employee designated by the governing body to calculate the no-new-revenue (NNR) tax rate and voter-approval tax rate for the taxing unit. These tax rates are expressed in dollars per \$100 of taxable value calculated. The calculation process starts after the chief appraiser delivers to the taxing unit the certified appraisal roll and the estimated values of properties under protest. The designated officer or employee shall certify that the officer or employee has accurately calculated the tax rates and used values shown for the certified appraisal roll or certified estimate. The officer or employee submits the rates to the governing body by Aug. 7 or as soon thereafter as practicable.

School districts do not use this form, but instead use Comptroller Form 50-859 *Tax Rate Calculation Worksheet, School District without Chapter 313 and JET Agreements* or Comptroller Form 50-884 *Tax Rate Calculation Worksheet, School District with Chapter 313 and JET Agreements*.

Water districts as defined under Water Code Section 49.001(1) do not use this form, but instead use Comptroller Form 50-858 *Water District Voter-Approval Tax Rate Worksheet for Low Tax Rate and Developing Districts* or Comptroller Form 50-860 *Developed Water District Voter-Approval Tax Rate Worksheet*.

The Comptroller's office provides this worksheet to assist taxing units in determining tax rates. The information provided in this worksheet is offered as technical assistance and not legal advice. Taxing units should consult legal counsel for interpretations of law regarding tax rate preparation and adoption.

Taxing units must include a hyperlink to a document that evidences the accuracy of each entry in the worksheet other than an entry making a mathematical calculation.* Source materials must contain data for all worksheets used, including supplemental worksheets.

Insert hyperlink:

<https://austincad.org/int-data/>

SECTION 1: No-New-Revenue Tax Rate

The NNR tax rate enables the public to evaluate the relationship between taxes for the prior year and for the current year based on a tax rate that would produce the same amount of taxes (no new taxes). If applied to the same properties that are taxed in both years. When appraisal values increase, the NNR tax rate should decrease.

The NNR tax rate for a county is the sum of the NNR tax rates calculated for each type of tax the county levies.

While uncommon, it is possible for a taxing unit to provide an exemption for only maintenance and operations taxes. In this case, the taxing unit will need to calculate the NNR tax rate separately for the maintenance and operations tax and the debt tax, then add the two components together.

Line	No-New-Revenue Tax Rate Worksheet	Amount/Rate
1.	Prior year total taxable value. Enter the amount of the prior year taxable value on the prior year tax roll today. Include any adjustments since last year's certification; exclude Tax Code Section 25.25(d) one-fourth and one-third over-appraisal corrections from these adjustments. Exclude any property value subject to an appeal under Chapter 42 as of July 25 (will add undisputed value in Line 6). This total includes the taxable value of homesteads with tax ceilings (will deduct in Line 2) and the captured value for tax increment financing adjustment is made by deducting TIF taxes, as reflected in Line 17). ²	\$ 1,439,876.863
2.	Prior year tax ceilings. Counties, cities and junior college districts. Enter the prior year total taxable value of homesteads with tax ceilings. These include the homesteads of homeowners age 65 or older or disabled. Other taxing units enter 0. If your taxing unit adopted the tax ceiling provision last year or a prior year for homeowners age 65 or older or disabled, use this step. ³	\$ 0
3.	Preliminary prior year adjusted taxable value. Subtract Line 2 from Line 1.	\$ 1,439,876.863
4.	Prior year total adopted tax rate.	\$ 0.37731 /\$100
5.	Prior year taxable value lost because court appeals of ARB decisions reduced the prior year's appraised value. A. Original prior year ARB values: \$ 0 B. Prior year values resulting from final court decisions: -\$ 0 C. Prior year value loss. Subtract B from A. ⁴	\$ 0

¹ Tex. Tax Code §55.071(g)(4) and 26.04(d-1)

² Tex. Tax Code §26.0121(4)

³ Tex. Tax Code §26.0121(4)

⁴ Tex. Tax Code §26.0121(3)

Line	No-New Revenue Tax Rate Worksheet	Amount/Rate
6.	Prior year taxable value subject to an appeal under Chapter 42, as of July 25. A. Prior year ARB certified value: \$ 0 B. Prior year disputed value: -\$ 0 C. Prior year undisputed value. Subtract B from A. ³ \$ 0	
7.	Prior year Chapter 42 related adjusted values. Add Line 5C and Line 6C.	\$ 0
8.	Prior year taxable value, adjusted for actual and potential court-ordered adjustments. Add Line 3 and Line 7.	\$ 1,439,876,863
9.	Prior year taxable value of property in territory the taxing unit deannexed after Jan. 1 of the prior year. Enter the prior year value of property in deannexed territory. ⁶	\$ 561,124
10.	Prior year taxable value lost because property first qualified for an exemption in the current year. If the taxing unit increased an original exemption, use the difference between the original exempted amount and the increased exempted amount. Do not include value lost due to freeport, goods-in-transit, temporary disaster exemptions. Note that lowering the amount or percentage of an existing exemption in the current year does not create a new exemption or reduce taxable value. A. Absolute exemptions. Use prior year market value: \$ 617,183 B. Partial exemptions. Current year exemption amount or current year percentage exemption times prior year value: + \$ 17,488,456 C. Value loss. Add A and B. ⁷ \$ 18,105,639	
11.	Prior year taxable value lost because property first qualified for agricultural appraisal (1-d or 1-d-1), timber appraisal, recreational/scenic appraisal or public access airport special appraisal in the current year. Use only properties that qualified for the first time in the current year; do not use properties that qualified in the prior year. A. Prior year market value: \$ 382,982 B. Current year productivity or special appraised value: -\$ 785 C. Value loss. Subtract B from A. ⁸ \$ 382,197	
12.	Total adjustments for lost value. Add Lines 9, 10C and 11C.	\$ 19,048,960
13.	Prior year captured value of property in a TIF. Enter the total value of the prior year captured appraised value of property taxable by a taxing unit in a tax increment financing zone for which the prior year taxes were deposited into the tax increment fund. *If the taxing unit has no captured appraised value in line 18D, enter 0.	\$ 58,012,820
14.	Prior year total value. Subtract Line 12 and Line 13 from Line 8.	\$ 1,362,815,083
15.	Adjusted prior year total levy. Multiply Line 4 by Line 14 and divide by \$100.	\$ 5,142,037
16.	Taxes refunded for years preceding the prior tax year. Enter the amount of taxes refunded by the taxing unit for tax years preceding the prior tax year. Types of refunds include court decisions, Tax Code Section 25.25(b) and (c) corrections and Tax Code Section 31.11 payment errors. Do not include refunds for the prior tax year. This line applies only to tax years preceding the prior tax year. ¹⁰	\$ 17,186
17.	Adjusted prior year levy with refunds. Add Lines 15 and 16. ¹¹	\$ 5,159,223

³ Tex. Tax Code §26.01(2)(3)
⁴ Tex. Tax Code §26.01(2)(3)
⁵ Tex. Tax Code §26.01(2)(3)
⁶ Tex. Tax Code §26.01(2)(3)
⁷ Tex. Tax Code §26.01(2)(3)
⁸ Tex. Tax Code §26.01(2)(3)
⁹ Tex. Tax Code §26.01(2)(3)
¹⁰ Tex. Tax Code §26.01(2)(3)
¹¹ Tex. Tax Code §26.01(2)(3) and (15)

Line	No-New-Revenue Tax Rate Worksheet	Amount/Rate
18.	Total current year taxable value on the current year certified appraisal roll today. This value includes only certified values or certified estimate of values and includes the total taxable value of homesteads with tax ceilings (will deduct in Line 20). These homesteads include homeowners age 65 or older or disabled. ¹²	
A.	Certified values:.....	\$ 1,554,121,752
B.	Counties include railroad rolling stock values certified by the Comptroller's office:.....	+ \$ 0
C.	Pollution control and energy storage system exemption: Deduct the value of property exempted for the current tax year for the first time as pollution control or energy storage system property:.....	- \$ 0
D.	Tax increment financing: Deduct the current year captured appraised value of property taxable by a taxing unit in a tax increment reinvestment zone for which the current year taxes will be deposited into the tax increment fund. Do not include any new property value that will be included in Line 24 below. ¹³ Adjustments to the taxable value must be calculated separately for each reinvestment zone using Form 50-110. ¹⁴ Enter the total from Form 50-110:.....	- \$ 57,034,514
E.	Total current year value. Add A and B, then subtract C and D.	\$ 1,497,087,238
19.	Total value of properties under protest or not included on certified appraisal roll. ¹⁵	
A.	Current year taxable value of properties under protest. The chief appraiser certifies a list of properties still under ARB protest. The list shows the appraisal district's value and the taxpayer's claimed value, if any, or an estimate of the value if the taxpayer wins. For each of the properties under protest, use the lowest of these values. Enter the total value under protest. ¹⁶	\$ 4,784,818
B.	Current year value of properties not under protest or included on certified appraisal roll. The chief appraiser gives taxing units a list of those taxable properties that the chief appraiser knows about but are not included in the appraisal roll certification. These properties also are not on the list of properties that are still under protest. On this list of properties, the chief appraiser includes the market value, appraised value and exemptions for the preceding year and a reasonable estimate of the market value, appraised value and exemptions for the current year. Use the lower market, appraised or taxable value (as appropriate). Enter the total value of property not on the certified roll. ¹⁷	+ \$ 0
C.	Total value under protest or not certified. Add A and B.	\$ 4,784,818
20.	Current year tax ceilings. Counties, cities and junior colleges enter current year total taxable value of homesteads with tax ceilings. These include the homesteads of homeowners age 65 or older or disabled. Other taxing units enter 0. If your taxing unit adopted the tax ceiling provision in the prior year or a previous year for homeowners age 65 or older or disabled, use this step. ¹⁸	\$ 0
21.	Anticipated contested value. Affected taxing units enter the contested taxable value for all property that is subject to anticipated substantial litigation. ¹⁹ An affected taxing unit is wholly or partly located in a county that has a population of less than 500,000 and is located on the Gulf of Mexico. ²⁰ If completing this line, the taxing unit must include supporting documentation in Section 9. ²¹ Taxing units that are not affected, enter 0.	\$ 0
22.	Current year total taxable value. Add Lines 18E and 19C, then subtract Lines 20 and 21. ²²	\$ 1,501,872,056
23.	Total current year taxable value of properties in territory annexed after Jan. 1, of the prior year. Include both real and personal property. Enter the current year value of property in territory annexed. ²³	\$ 154,171
24.	Total current year taxable value of new improvements and new personal property located in new improvements. New means the item was not on the appraisal roll in the prior year. An improvement is a building, structure, fixture or fence erected on or affixed to land. New additions to existing improvements may be included if the appraised value can be determined. New personal property in a new improvement must have been brought into the taxing unit after Jan. 1, of the prior year and be located in a new improvement. New improvements do include property on which a tax abatement agreement has expired for the current year. ²⁴	\$ 39,796,334

¹² Tex. Tax Code §526.012(b) and 26.04(c-2)¹³ Tex. Tax Code §526.03(c)¹⁴ Tex. Tax Code §526.03(e)¹⁵ Tex. Tax Code §526.01(c) and (d)¹⁶ Tex. Tax Code §526.01(c)¹⁷ Tex. Tax Code §526.01(c)¹⁸ Tex. Tax Code §526.012(b)(8)¹⁹ Tex. Tax Code §526.012(b)(8)²⁰ Tex. Tax Code §526.0121(a)²¹ Tex. Tax Code §526.04(d-3)²² Tex. Tax Code §526.012(b)²³ Tex. Tax Code §526.01217²⁴ Tex. Tax Code §526.01217

Line	No-New-Revenue Tax Rate Worksheet	Amount/Rate
25.	Total adjustments to the current year taxable value. Add Lines 23 and 24.	\$ 39,850,505
26.	Adjusted current year taxable value. Subtract Line 25 from Line 22.	\$ 1,461,921,551
27.	Current year NNR tax rate. Divide Line 17 by Line 26 and multiply by \$100. ²⁶	\$ 0.35290 /\$100
28.	COUNTIES ONLY. Add together the NNR tax rates for each type of tax the county levies. The total is the current year county NNR tax rate. ²⁶	\$ /\$100

Voter Approval Tax Rate

The voter-approval tax rate is the highest tax rate that a taxing unit may adopt without holding an election to seek voter approval of the tax rate. The type of taxing unit will determine the rate components that apply to a taxing unit's overall voter-approval tax rate.

The voter-approval tax rate for a county is the sum of the voter-approval tax rates calculated for each type of tax the county levies. In most cases the voter-approval tax rate exceeds the no-new-revenue tax rate, but occasionally decreases in a taxing unit's debt service will cause the NNR tax rate to be higher than the voter-approval tax rate.

SECTION 2: Maintenance and Operations (M&O) and Debt Tax Rate Worksheet

This section calculates two components of the voter-approval tax rate:

- Maintenance and Operations (M&O) Tax Rate:** The M&O portion is the tax rate that is needed to raise the same amount of taxes that the taxing unit levied in the prior year plus the applicable percentage allowed by law. This rate accounts for such things as salaries, utilities and day-to-day operations.
- Debt Rate:** The debt rate includes the minimum dollar amount required to be paid toward debt service for the current year.²⁷ This rate accounts for principal and interest on bonds and other debt secured by property tax revenue.

Line	M&O and Debt Tax Rate Worksheet	Amount/Rate
29.	Prior year M&O tax rate. Enter the prior year M&O tax rate.	\$ 0.20102 /\$100
30.	Prior year taxable value, adjusted for actual and potential court-ordered adjustments. Enter the amount in Line 8 of the No-New-Revenue Tax Rate Worksheet.	\$ 1,439,876,863
31.	Total prior year M&O levy. Multiply Line 29 by Line 30 and divide by \$100.	\$ 2,894,440
32.	Adjusted prior year levy for calculating NNR M&O rate. A. M&O taxes refunded for years preceding the prior tax year. Enter the amount of M&O taxes refunded in the preceding year for taxes before that year. Types of refunds include court decisions, Tax Code Section 25.25(b) and (c) corrections and Tax Code Section 31.11 payment errors. Do not include refunds for tax year 2025. This line applies only to tax years preceding the prior tax year. + \$ 10,866 B. Prior year taxes in TIF. Enter the amount of taxes paid into the tax increment fund for a reinvestment zone as agreed by the taxing unit. If the taxing unit has no current year captured appraised value in Line 18D, enter 0. - \$ 123,688 C. Prior year transferred function. If discontinuing all of a department, function or activity and transferring it to another taxing unit by written contract, enter the amount spent by the taxing unit discontinuing the function in the 12 months preceding the month of this calculation. If the taxing unit did not operate this function for this 12-month period, use the amount spent in the last full fiscal year in which the taxing unit operated the function. The taxing unit discontinuing the function will subtract this amount in D below. The taxing unit receiving the function will add this amount in D below. Other taxing units enter 0. +/- \$ 0 D. Prior year M&O levy adjustments. Subtract B from A. For taxing unit with C, subtract if discontinuing function and add if receiving function. \$ -112,822 E. Add Line 31 to 32D.	\$ 2,781,618
33.	Adjusted current year taxable value. Enter the amount in Line 26 of the No-New-Revenue Tax Rate Worksheet.	\$ 1,461,921,551
34.	Current year NNR M&O rate (unadjusted). Divide Line 32E by Line 33 and multiply by \$100.	\$ 0.19027 /\$100

²⁶ Type Tax Code § 526.04(c)
²⁷ Type Tax Code § 526.04(d)
²⁸ Type Tax Code § 526.012(1)

Line	M&O and Debt Tax Rate Worksheet	Amount/Rate
35.	Rate adjustment for state criminal justice mandate.²⁸ A. Current year state criminal justice mandate. Enter the amount spent by a county in the previous 12 months providing for the maintenance and operation cost of keeping inmates in county-paid facilities after they have been sentenced. Do not include any state reimbursement received by the county for the same purpose. \$ 0 B. Prior year state criminal justice mandate. Enter the amount spent by a county in the 12 months prior to the previous 12 months providing for the maintenance and operation cost of keeping inmates in county-paid facilities after they have been sentenced. Do not include any state reimbursement received by the county for the same purpose. Enter zero if this is the first time the mandate applies. - \$ 0 C. Subtract B from A and divide by Line 33 and multiply by \$100. \$ 0.00000 /\$100 D. Enter the rate calculated in C. If not applicable, enter 0.	\$ 0.00000 /\$100
36.	Rate adjustment for indigent health care expenditures.²⁹ A. Current year indigent health care expenditures. Enter the amount paid by a taxing unit providing for the maintenance and operation cost of providing indigent health care for the period beginning on July 1, of the prior tax year and ending on June 30, of the current tax year, less any state assistance received for the same purpose. \$ 0 B. Prior year indigent health care expenditures. Enter the amount paid by a taxing unit providing for the maintenance and operation cost of providing indigent health care for the period beginning on July 1, 2024 and ending on June 30, 2025, less any state assistance received for the same purpose. - \$ 0 C. Subtract B from A and divide by Line 33 and multiply by \$100. \$ 0.00000 /\$100 D. Enter the rate calculated in C. If not applicable, enter 0.	\$ 0.00000 /\$100
37.	Rate adjustment for county indigent defense compensation.³⁰ A. Current year indigent defense compensation expenditures. Enter the amount paid by a county to provide appointed counsel for indigent individuals and fund the operations of a public defender's office under Article 26.044, Code of Criminal Procedure for the period beginning on July 1, of the prior tax year and ending on June 30, of the current tax year, less any state grants received by the county for the same purpose. \$ 0 B. Prior year indigent defense compensation expenditures. Enter the amount paid by a county to provide appointed counsel for indigent individuals and fund the operations of a public defender's office under Article 26.044, Code of Criminal Procedure for the period beginning on July 1, 2024 and ending on June 30, 2025, less any state grants received by the county for the same purpose. \$ 0 C. Subtract B from A and divide by Line 33 and multiply by \$100. \$ 0.00000 /\$100 D. Multiply B by 0.05 and divide by Line 33 and multiply by \$100. \$ 0.00000 /\$100 E. Enter the lesser of C and D. If not applicable, enter 0.	\$ 0.00000 /\$100
38.	Rate adjustment for county hospital expenditures.³¹ A. Current year eligible county hospital expenditures. Enter the amount paid by the county or municipality to maintain and operate an eligible county hospital for the period beginning on July 1, of the prior tax year and ending on June 30, of the current tax year. \$ 0 B. Prior year eligible county hospital expenditures. Enter the amount paid by the county or municipality to maintain and operate an eligible county hospital for the period beginning on July 1, 2024 and ending on June 30, 2025. \$ 0 C. Subtract B from A and divide by Line 33 and multiply by \$100. \$ 0.00000 /\$100 D. Multiply B by 0.08 and divide by Line 33 and multiply by \$100. \$ 0.00000 /\$100 E. Enter the lesser of C and D. If applicable, enter 0.	\$ 0.00000 /\$100

²⁸ Tax Code §26.044
²⁹ Tax Code §26.041
³⁰ Tax Code §26.042
³¹ Tax Code §26.043

Line	M&O and Debt Tax Rate Worksheet	Amount/Rate
39.	Rate adjustment for defunding municipality. This adjustment only applies to a municipality that is considered to be a defunding municipality for the current tax year under Chapter 109, Local Government Code, Chapter 109, Local Government Code only applies to municipalities with a population of more than 250,000 and includes a written determination by the Office of the Governor. See Tax Code Section 26.0444 for more information. A. Amount appropriated for public safety in the prior year. Enter the amount of money appropriated for public safety in the budget adopted by the municipality for the preceding fiscal year. \$ 0 B. Expenditures for public safety in the prior year. Enter the amount of money spent by the municipality for public safety during the preceding fiscal year. \$ 0 C. Subtract B from A and divide by Line 33 and multiply by \$100 \$ 0.00000 /\$100 D. Enter the rate calculated in C. If not applicable, enter 0. \$ 0.00000 /\$100	\$ 0.00000 /\$100 \$ 0.19027 /\$100
40.	Adjusted current year NNR M&O rate. Add Lines 34, 35D, 36D, 37E, and 38E. Subtract Line 39D.	\$ 0.19027 /\$100
41.	Adjustment for prior year sales tax specifically to reduce property taxes. Cities, counties and hospital districts that collected and spent additional sales tax on M&O expenses in the prior year should complete this line. These entities will deduct the sales tax gain rate for the current year in Section 3. Other taxing units, enter zero. A. Enter the amount of additional sales tax collected and spent on M&O expenses in the prior year. If any. Counties must exclude any amount that was spent for economic development grants from the amount of sales tax spent. \$ 0 B. Divide Line 41A by Line 33 and multiply by \$100 \$ 0.00000 /\$100 C. Add Line 41B to Line 40.	\$ 0.00000 /\$100
42.	Current year voter-approval M&O rate. Enter the rate as calculated by the appropriate scenario below. Special Taxing Unit. If the taxing unit qualifies as a special taxing unit, multiply Line 41C by 1.08. - or - Other Taxing Unit. If the taxing unit does not qualify as a special taxing unit, multiply Line 41C by 1.035.	\$ 0.19027 /\$100
D42.	Disaster Line 42 (D42): Current year voter-approval M&O rate for taxing unit affected by disaster declaration. ³⁹ If the taxing unit is located in an area declared a disaster area and at least one person is granted an exemption under Tax Code Section 11.35 for property located in the taxing unit, the governing body may direct the person calculating the voter-approval tax rate to calculate a rate equal to the lesser of: A. The voter-approval tax rate calculated in the manner provided for a special taxing unit. \$ 0.00000 /\$100 Multiply Line 41C by 1.08 ³⁹ \$ 0.00000 /\$100 - or - B. The voter-approval M&O tax rate calculated in the manner provided for a taxing unit other than a special taxing unit plus the disaster relief rate. ³⁹ Complete Section 5 through Line 68 to complete D42(B). a. Enter the disaster relief cost. \$ 0 b. Disaster relief rate. Divide Line D42(B)(a) by Line 26 and multiply by 100 \$ 0.00000 /\$100 c. Add Line D42(B)(b) to Line 42. \$ 0.00000 /\$100 d. Enter the current year unused increment rate from Line 68 \$ 0.00000 /\$100 e. Add Line D42(c) to Line D42(d). \$ 0.00000 /\$100 The taxing unit shall continue to calculate the voter-approval tax rate in this manner until the earlier of: 1) the first year in which total taxable value on the certified appraisal roll exceeds the total taxable value of the tax year in which the disaster occurred; or 2) the third tax year after the tax year in which the disaster occurred. C. Enter Line D42(A) if less than Line D42(B)(e). If Line D42(B)(e) is less than line D42(A), enter Line D42(B)(c). ³⁵ If the taxing unit does not qualify, do not complete Disaster Line 42 (Line D42).	\$ 0.00000 /\$100 \$ 0.19692 /\$100 \$ 0.00000 /\$100

³⁹ Tax. Tax Code §26.042
³⁵ Tax. Tax Code §26.042(a)-(1)
³⁶ Tax. Tax Code §26.042(a)-(1) and 26.042(a)-(2)
³⁷ Tax. Tax Code §26.042(a)-(2)

Line	M&O and Debt Tax Rate Worksheet	Amount/Rate
43.	Total current year debt to be paid with property taxes and additional sales tax revenue. Debt means the interest and principal that will be paid on debts that: (1) are paid by property taxes; (2) are secured by property taxes; (3) are scheduled for payment over a period longer than one year; and (4) are not classified in the taxing unit's budget as M&O expenses. A. Debt also includes contractual payments to other taxing units that have incurred debts on behalf of this taxing unit, if those debts meet the four conditions above. Include only amounts that will be paid from property tax revenue. Do not include appraisal district budget payments. If the governing body of a taxing unit authorized or agreed to authorize a bond, warrant, certificate of obligation, or other evidence of indebtedness on or after Sept. 1, 2021, verify if it meets the amended definition of debt before including it here.³⁴ Enter debt amount \$ 2,673,421 B. Subtract unencumbered fund amount used to reduce total debt. - \$ 0 C. Subtract certified amount spent from sales tax to reduce debt (enter zero if none) - \$ 0 D. Subtract amount paid from other resources - \$ 0 E. Adjusted debt. Subtract B, C and D from A. \$ 2,673,421	
44.	Certified prior year excess debt collections. Enter the amount certified by the collector. ³⁷	\$ 78,102
45.	Adjusted current year debt. Subtract Line 44 from Line 43E.	\$ 2,595,319
46.	Current year anticipated collection rate. A. Enter the current year anticipated collection rate certified by the collector.³⁸ 99.00 % B. Enter the prior year actual collection rate 99.84 % C. Enter the 2024 actual collection rate 100.38 % D. Enter the 2023 actual collection rate 100.57 % E. If the anticipated collection rate in A is lower than actual collection rates in B, C and D, enter the lowest collection rate from B, C and D. If the anticipated rate in A is higher than at least one of the rates in the prior three years, enter the rate from A. Note that the rate can be greater than 100%.³⁹ 99.84 %	
47.	Current year debt adjusted for collections. Divide Line 45 by Line 46E.	\$ 2,595,478
48.	Current year total taxable value. Enter the amount on Line 22 of the <i>No-New-Revenue Tax Rate Worksheet</i> .	\$ 1,501,872,056
49.	Current year debt rate. Divide Line 47 by Line 48 and multiply by \$100.	\$ 0.17308 /\$100
50.	Current year voter-approval M&O rate plus current year debt rate. Add Lines 42 and 49.	\$ 0.37000 /\$100
D50.	Disaster Line 50 (D50): Current year voter-approval M&O and debt tax rate for taxing unit affected by disaster declaration. Complete this line if the taxing unit calculated the voter-approval M&O tax rate in the manner provided by Line D42. Add Line D42(C) and 49.	\$ 0.00000 /\$100
51.	COUNTIES ONLY. Add together the voter-approval M&O and debt tax rates for each type of tax the county levies. The total is the current year county voter-approval M&O and debt tax rate.	\$ /\$100

³⁴ Tex. Tax Code §26.012(7)
³⁷ Tex. Tax Code §52A.012(10) and 26.04(b)
³⁸ Tex. Tax Code §26.04(b)
³⁹ Tex. Tax Code §26.04(b), (b-1) and (b-2)

SECTION 3: Adjustments for Additional Sales Tax to Reduce Property Taxes

Cities, counties and hospital districts may levy a sales tax specifically to reduce property taxes. Local voters by election must approve imposing or abolishing the additional sales tax. If approved, the taxing unit must reduce its NNR and voter-approval tax rates to offset the expected sales tax revenue. This section should only be completed by a county, city or hospital district that is required to adjust its NNR tax rate and/or voter-approval tax rate because it adopted the additional sales tax.

Line	Additional Sales and Use Tax Worksheet	Amount/Rate
52.	Taxable Sales. For taxing units that adopted the sales tax in November of the prior tax year or May of the current tax year, enter the Comptroller's estimate of taxable sales for the previous four quarters. ⁴⁰ Estimates of taxable sales may be obtained through the Comptroller's Allocation Historical Summary webpage. Taxing units that adopted the sales tax before November of the prior year, enter 0.	\$ 0
53.	Estimated sales tax revenue. Counties exclude any amount that is or will be spent for economic development grants from the amount of estimated sales tax revenue. ⁴¹ Taxing units that adopted the sales tax in November of the prior tax year or in May of the current tax year. Multiply the amount on Line 52 by the sales tax rate (.01, .005 or .0025, as applicable) and multiply the result by .95. ⁴² - or - Taxing units that adopted the sales tax before November of the prior year. Enter the sales tax revenue for the previous four quarters. Do not multiply by .95.	\$ 0
54.	Current year total taxable value. Enter the amount from Line 22 of the <i>No-New-Revenue Tax Rate Worksheet</i> .	\$ 1,501,872,056
55.	Sales tax adjustment rate. Divide Line 53 by Line 54 and multiply by \$100.	\$ 0.00000 /\$100
56.	Current year NNR tax rate, unadjusted for sales tax. ⁴³ Enter the rate from Line 27 or 28, as applicable, on the <i>No-New-Revenue Tax Rate Worksheet</i> .	\$ 0.35290 /\$100
57.	Current year NNR tax rate, adjusted for sales tax. Taxing units that adopted the sales tax in November of the prior tax year or in May of the current tax year. Subtract Line 55 from Line 56. Skip to Line 58 if you adopted the additional sales tax before November of the prior tax year.	\$ 0.35290 /\$100
58.	Current year voter-approval tax rate, unadjusted for sales tax. ⁴⁴ Enter the rate from Line 50, Line D50 (disaster) or Line 51 (counties) as applicable, of the <i>M&O and Debt Tax Rate Worksheet</i> .	\$ 0.37000 /\$100
59.	Current year voter-approval tax rate, adjusted for sales tax. Subtract Line 55 from Line 58.	\$ 0.37000 /\$100

SECTION 4: Adjustment for Pollution Control

A taxing unit may raise its rate for M&O funds used to pay for a facility, device or method for the control of air, water or land pollution. This includes any land, structure, building, installation, excavation, machinery, equipment or device that is used, constructed, acquired or installed wholly or partly to meet or exceed pollution control requirements. The taxing unit's expenses are those necessary to meet the requirements of a permit issued by the Texas Commission on Environmental Quality (TCEQ). The taxing unit must provide the tax assessor with a copy of the TCEQ letter of determination that states the portion of the cost of the installation for pollution control.

This section should only be completed by a taxing unit that uses M&O funds to pay for a facility, device or method for the control of air, water or land pollution.

Line	Adjustment for Pollution Control Requirements Worksheet	Amount/Rate
60.	Certified expenses from the Texas Commission on Environmental Quality (TCEQ). Enter the amount certified in the determination letter from TCEQ. ⁴⁵ The taxing unit shall provide its tax assessor-collector with a copy of the letter. ⁴⁶	\$ 0
61.	Current year total taxable value. Enter the amount from Line 22 of the <i>No-New-Revenue Tax Rate Worksheet</i> .	\$ 1,501,872,056
62.	Additional rate for pollution control. Divide Line 60 by Line 61 and multiply by \$100.	\$ 0.00000 /\$100
63.	Current year voter-approval tax rate, adjusted for pollution control. Add Line 62 to one of the following lines (as applicable): Line 50, Line D50 (disaster), Line 51 (counties) or Line 59 (taxing units with the additional sales tax).	\$ 0.37000 /\$100

⁴⁰ Tex. Tax Code §26.041(d)
⁴¹ Tex. Tax Code §26.041(f)
⁴² Tex. Tax Code §26.041(f)
⁴³ Tex. Tax Code §26.041(c)
⁴⁴ Tex. Tax Code §26.041(c)
⁴⁵ Tex. Tax Code §26.041(d)
⁴⁶ Tex. Tax Code §26.041(d)

SECTION 5: Unused Increment Rate

The unused increment rate is the rate equal to the sum of the prior 3 years Foregone Revenue Amounts divided by the current taxable value. ⁴⁷ The Foregone Revenue Amount for each year is equal to that year's adopted tax rate subtracted from that year's voter-approval tax rate adjusted to remove the unused increment rate multiplied by that year's current total value. ⁴⁸

The difference between the adopted tax rate and adjusted voter-approval tax rate is considered zero in the following scenarios:

- a tax year in which a taxing unit affected by a disaster declaration calculates the tax rate under Tax Code Section 26.042; ⁴⁹
- a tax year in which the municipality is a defuncting municipality, as defined by Tax Code Section 26.0501(a); ⁵⁰ or
- after Jan. 1, 2022, a tax year in which the comptroller determines that the county implemented a budget reduction or reallocation described by Local Government Code Section 120.002(a) without the required voter approval. ⁵¹

This section should only be completed by a taxing unit that does not meet the definition of a special taxing unit. ⁵²

Line	Unused Increment Rate Worksheet	Amount/Rate
64.	Year 3 Foregone Revenue Amount. Subtract the 2025 unused increment rate and 2025 actual tax rate from the 2025 voter-approval tax rate. Multiply the result by the 2025 current total value	
	A. Voter-approval tax rate (Line 69).....	\$ 0.36894 /\$100
	B. Unused increment rate (Line 68).....	\$ 0.00000 /\$100
	C. Subtract B from A.....	\$ 0.36894 /\$100
	D. Adopted Tax Rate.....	\$ 0.37731 /\$100
	E. Subtract D from C.....	\$ -0.00836 /\$100
	F. 2025 Total Taxable Value (Line 61).....	\$ 1,389,341,852
	G. Multiply E by F and divide the results by \$100. If the number is less than zero, enter zero.....	\$ 0
65.	Year 2 Foregone Revenue Amount. Subtract the 2024 unused increment rate and 2024 actual tax rate from the 2024 voter-approval tax rate. Multiply the result by the 2024 current total value	
	A. Voter-approval tax rate (Line 68).....	\$ 0.29175 /\$100
	B. Unused increment rate (Line 67).....	\$ 0.00000 /\$100
	C. Subtract B from A.....	\$ 0.29175 /\$100
	D. Adopted Tax Rate.....	\$ 0.31091 /\$100
	E. Subtract D from C.....	\$ -0.01916 /\$100
	F. 2024 Total Taxable Value (Line 60).....	\$ 1,252,142,261
	G. Multiply E by F and divide the results by \$100. If the number is less than zero, enter zero.....	\$ 0
66.	Year 1 Foregone Revenue Amount. Subtract the 2023 unused increment rate and 2023 actual tax rate from the 2023 voter-approval tax rate. Multiply the result by the 2023 current total value	
	A. Voter-approval tax rate (Line 67).....	\$ 0.30321 /\$100
	B. Unused increment rate (Line 66).....	\$ 0.00000 /\$100
	C. Subtract B from A.....	\$ 0.30321 /\$100
	D. Adopted Tax Rate.....	\$ 0.31091 /\$100
	E. Subtract D from C.....	\$ -0.00770 /\$100
	F. 2023 Total Taxable Value (Line 60).....	\$ 1,128,317,647
	G. Multiply E by F and divide the results by \$100. If the number is less than zero, enter zero.....	\$ 0
67.	Total Foregone Revenue Amount. Add Lines 64G, 65G and 66G	\$ 0
68.	2026 Unused Increment Rate. Divide Line 67 by Line 22 of the No-New-Revenue Rate Worksheet. Multiply the result by 100	\$ 0.00000 /\$100
69.	Total 2026 voter-approval tax rate. Add Line 68 to one of the following lines (as applicable): Line 50, Line D50 (only if Line D42(B) was used), Line 51 (counties), Line 59 (taxing units with additional sales tax) or Line 63 (taxing units with pollution)	\$ 0.37000 /\$100

⁴⁷ Tex. Tax Code §26.013(b)
⁴⁸ Tex. Tax Code §26.013(a), (1-b), and (2)
⁴⁹ Tex. Tax Code §26.041(2)(A) and 26.042(a)
⁵⁰ Tex. Tax Code §26.0501(a) and (c)
⁵¹ Tex. Local Gov't Code §120.002(d)
⁵² Tex. Local Gov't Code §26.041(2)(B)

SECTION 6: De Minimis Rate

The de minimis rate is the rate equal to the sum of the no-new-revenue maintenance and operations rate, the rate that will raise \$500,000, and the current debt rate for a taxing unit.⁵³ This section should only be completed by a taxing unit that is a municipality of less than 30,000 or a taxing unit that does not meet the definition of a special taxing unit.⁵⁴

Line	De Minimis Rate Worksheet	Amount/Rate
70.	Adjusted current year NMR M&O tax rate. Enter the rate from Line 40 of the <i>M&O and Debt Tax Rate Worksheet</i> .	\$ 0.19027 /\$100
71.	Current year total taxable value. Enter the amount on Line 22 of the <i>No-New-Revenue Tax Rate Worksheet</i> .	\$ 1,501,872,058
72.	Rate necessary to impose \$500,000 in taxes. Divide \$500,000 by Line 71 and multiply by \$100.	\$ 0.03329 /\$100
73.	Current year debt rate. Enter the rate from Line 49 of the <i>M&O and Debt Tax Rate Worksheet</i> .	\$ 0.17308 /\$100
74.	De minimis rate. Add Lines 70, 72 and 73.	\$ 0.39664 /\$100

SECTION 7: Adjustment for Emergency Revenue Rate

In the tax year after the end of the disaster calculation time period detailed in Tax Code Section 26.042(a), a taxing unit that calculated its voter-approval tax rate in the manner provided for a special taxing unit due to a disaster must calculate its emergency revenue rate and reduce its voter-approval tax rate for that year.⁵⁵

This section will apply to a taxing unit other than a special taxing unit that:

- directed the designated officer or employee to calculate the voter-approval tax rate of the taxing unit in the manner provided for a special taxing unit in the prior year; and
- the current year is the first tax year in which the total taxable value of property taxable by the taxing unit as shown on the appraisal roll for the taxing unit submitted by the assessor for the taxing unit to the governing body exceeds the total taxable value of property taxable by the taxing unit on January 1 of the tax year in which the disaster occurred or the disaster occurred four years ago.

Note: This section does not apply if a taxing unit is continuing to calculate its voter-approval tax rate in the manner provided for a special taxing unit because it is still within the disaster calculation time period detailed in Tax Code Section 26.042(a) because it has not met the conditions in Tax Code Section 26.042(a)(1) or (2).

Line	Emergency Revenue Rate Worksheet	Amount/Rate
75.	2025 adopted tax rate. Enter the rate in Line 4 of the <i>No-New-Revenue Tax Rate Worksheet</i> .	\$ 0.37731 /\$100
76.	Adjusted 2025 voter-approval tax rate. Use the taxing unit's Tax Rate Calculation Worksheets from the prior year(s) to complete this line. ⁵⁶ If a disaster occurred in 2025 and the taxing unit calculated its 2025 voter-approval tax rate using a multiplier of 1.08 on Disaster Line 42 (D42) of the 2025 worksheet due to a disaster, complete the applicable sections or lines of <i>Form 50-856-a, Adjusted Voter-Approval Tax Rate for Taxing Units in Disaster Area Calculation Worksheet</i> . - or - If a disaster occurred prior to 2025 for which the taxing unit continued to calculate its voter-approval tax rate using a multiplier of 1.08 on Disaster Line 42 (D42) in 2025, complete form 50-856-a, <i>Adjusted Voter-Approval Tax Rate for Taxing Units in Disaster Area Calculation Worksheet</i> to recalculate the voter-approval tax rate the taxing unit would have calculated in 2025 if it had generated revenue based on an adopted tax rate using a multiplier of 1.035 in the years following the disaster. ⁵⁷ Enter the final adjusted 2025 voter-approval tax rate from the worksheet.	\$ 0.00000 /\$100
77.	Increase in 2025 tax rate due to disaster. Subtract Line 76 from Line 75.	\$ 0.00000 /\$100
78.	Adjusted 2025 taxable value. Enter the amount in Line 14 of the <i>No-New-Revenue Tax Rate Worksheet</i> .	\$ 1,362,815,083
79.	Emergency revenue. Multiply Line 77 by Line 78 and divide by \$100.	\$ 0
80.	Adjusted current year taxable value. Enter the amount in Line 26 of the <i>No-New-Revenue Tax Rate Worksheet</i> .	\$ 1,461,921,551
81.	Emergency revenue rate. Divide Line 79 by Line 80 and multiply by \$100. ⁵⁸	\$ 0.00000 /\$100
82.	Current year voter-approval tax rate, adjusted for emergency revenue. Subtract Line 81 from one of the following lines (as applicable): Line 50, Line D50 (disaster), Line 51 (counties), Line 59 (taxing units with the additional sales tax), Line 63 (taxing units with pollution control) or Line 69 (taxing units with the unused increment rate).	\$ 0.37000 /\$100

⁵³ Tex. Tax Code §26.012(b)-a)

⁵⁴ Tex. Tax Code §26.062(a)(1)

⁵⁵ Tex. Tax Code §26.042(b)

⁵⁶ Tex. Tax Code §26.042(c)

⁵⁷ Tex. Tax Code §26.042(b)

⁵⁸ Tex. Tax Code §26.042(b)

SECTION 8: Total Tax Rate

Indicate the applicable total tax rates as calculated above.

No-new-revenue tax rate. \$ 0.35290 /\$100
As applicable, enter the current year NNR tax rate from: Line 27, Line 28 (counties), or Line 57 (adjusted for sales tax).
Indicate the line number used: 27

Voter-approval tax rate. \$ 0.37000 /\$100
As applicable, enter the current year voter-approval tax rate from: Line 50, Line D50 (disaster), Line 51 (counties), Line 59 (adjusted for sales tax),
Line 63 (adjusted for pollution control), Line 69 (adjusted for unused increment), or Line 82 (adjusted for emergency revenue).
Indicate the line number used: 50

De minimis rate. \$ 0.39664 /\$100
If applicable, enter the current year de minimis rate from Line 74.

SECTION 9: Addendum

An affected taxing unit that enters an amount described by Tax Code Section 26.012(6)(C) in line 21 must include the following as an addendum:

- 1. Documentation that supports the exclusion of value under Tax Code Section 26.012(6)(C); and
- 2. Each statement submitted to the designated officer or employee by the property owner or entity as required by Tax Code Section 41.48(c)(2) for that tax year.

Insert hyperlinks to supporting documentation:

SECTION 10: Taxing Unit Representative Name and Signature

Enter the name of the person preparing the tax rate as authorized by the governing body of the taxing unit. By signing below, you certify that you are the designated officer or employee of the taxing unit and have accurately calculated the tax rates using values that are the same as the values shown in the taxing unit's certified appraisal roll or certified estimate of taxable value, in accordance with requirements in the Tax Code.³⁹

print here Tina Swonke, RTA - Austin County Appraisal District
Printed Name of Taxing Unit Representative

sign here *Tina Swonke* 07/29/2026
Taxing Unit Representative Date

³⁹ Tax Code Sections 26.01(c-2) and (d-2)

Appendix D

2026 Property Tax Rate Adoption Ordinance

ORDINANCE 2026-

AN ORDINANCE PROVIDING FOR THE ASSESSMENT, LEVY, AND COLLECTION OF AD VALOREM TAXES OF THE CITY OF SEALY, TEXAS, FOR THE YEAR 2026; PROVIDING FOR THE DATE ON WHICH SUCH TAXES SHALL BE DUE AND PAYABLE; PROVIDING FOR PENALTY AND INTEREST ON ALL TAXES NOT TIMELY PAID; REPEALING ALL ORDINANCES OR PARTS OF ORDINANCES INCONSISTENT OR IN CONFLICT HERewith; AND PROVIDING FOR SEVERABILITY.

WHEREAS, the City of Sealy, Texas, ("City"), has complied with the tax rate adoption procedures as set forth in the Texas Tax Code, Chapter 26, as well as other applicable state laws; and

WHEREAS, the tax rate consists of two components (one which will impose the amount of taxes needed to pay the unit's debt service and the other which will impose the amount of taxes needed to fund maintenance and operation expenditures of the unit for the next year), each of the components must be approved separately; and

WHEREAS, the proposed tax rate for the current tax year of the City of Sealy, Texas, consists of two components, a tax rate of seventeen and three hundred eight thousandths cents (\$0.17308) for the purpose of paying the accruing interest and to provide a sinking fund for payment of the indebtedness of the City, and a tax rate of twenty and five hundred forty-eight thousandths cents (\$0.20548) for the purpose of funding the maintenance and operation expenditures of the City for the next fiscal year; and

WHEREAS, City Council has approved, by separate motions, the tax rate heretofore specified for each of said components; and

WHEREAS, all notices and hearings required by law as a prerequisite to the passage, approval, and adoption of this Ordinance have been timely and properly given and held;

NOW, THEREFORE, BE IT ORDAINED BY THE CITY COUNCIL OF THE CITY OF SEALY, TEXAS:

Section 1. The facts and recitations set forth in the preamble of this Ordinance are found to be true and correct and are hereby adopted, ratified, and confirmed.

Section 2. There is hereby levied, for the Tax Year 2026, to fund the City's Fiscal Year 2026-2027 municipal budget, an ad valorem tax at the total rate of thirty-seven and eight hundred fifty-six thousandths cents (\$0.37856) on each One Hundred Dollars (\$100) of assessed valuation on all property, real, personal, and mixed, within the corporate limits of the City, upon which an ad valorem tax is authorized by law to be levied by the City of Sealy, Texas. All such taxes shall be assessed and collected in current money of the United States of America.

Section 3. Of such total tax levied in Section 2 hereof, \$0.20548 is levied to fund maintenance and operation expenditures of the City for the Fiscal Year 2026-2027.

THIS TAX RATE WILL RAISE MORE TAXES FOR MAINTENANCE AND OPERATIONS THAN LAST YEAR'S TAX RATE. THE TAX RATE WILL EFFECTIVELY BE RAISED BY SEVEN AND NINETY-NINE HUNDREDTHS (7.99) PERCENT AND WILL RAISE TAXES FOR MAINTENANCE AND OPERATIONS ON A

\$100,000 HOME BY APPROXIMATELY \$4.46. Of the total tax levied in Section 2 hereof, \$0.17308 is levied for the purpose of paying the interest on bonds, warrants, certificates of obligation, or other lawfully authorized evidence of indebtedness issued by the City of Sealy, Texas, including the various installments of principal due on the serial bonds, warrants, certificates of obligation, or other lawfully authorized evidence of indebtedness issued by the City as such installments shall respectively mature, in the Fiscal Year 2026-2027.

Section 4. All Ad Valorem taxes levied hereby, in the total amount of \$0.37856 on each One Hundred Dollars (\$100) of assessed valuation, as reflected by Sections 2 and 3 hereof, shall be due and payable on or before January 31, 2027. All ad valorem taxes due the City of Sealy, Texas, and not paid on or before January 31st following the year for which they were levied, shall bear penalty and interest as prescribed in the Texas Tax Code.

Section 5. All Ordinances and parts of Ordinances inconsistent or in conflict herewith are hereby repealed to the extent of such conflict.

Section 6. If any provision of this Ordinance is found to be invalid or unconstitutional by a court of competent jurisdiction, the same shall not invalidate or impair the validity, force, or effect of any other provision of this Ordinance.

PASSED, APPROVED, AND ADOPTED this 24th day of August 2026.

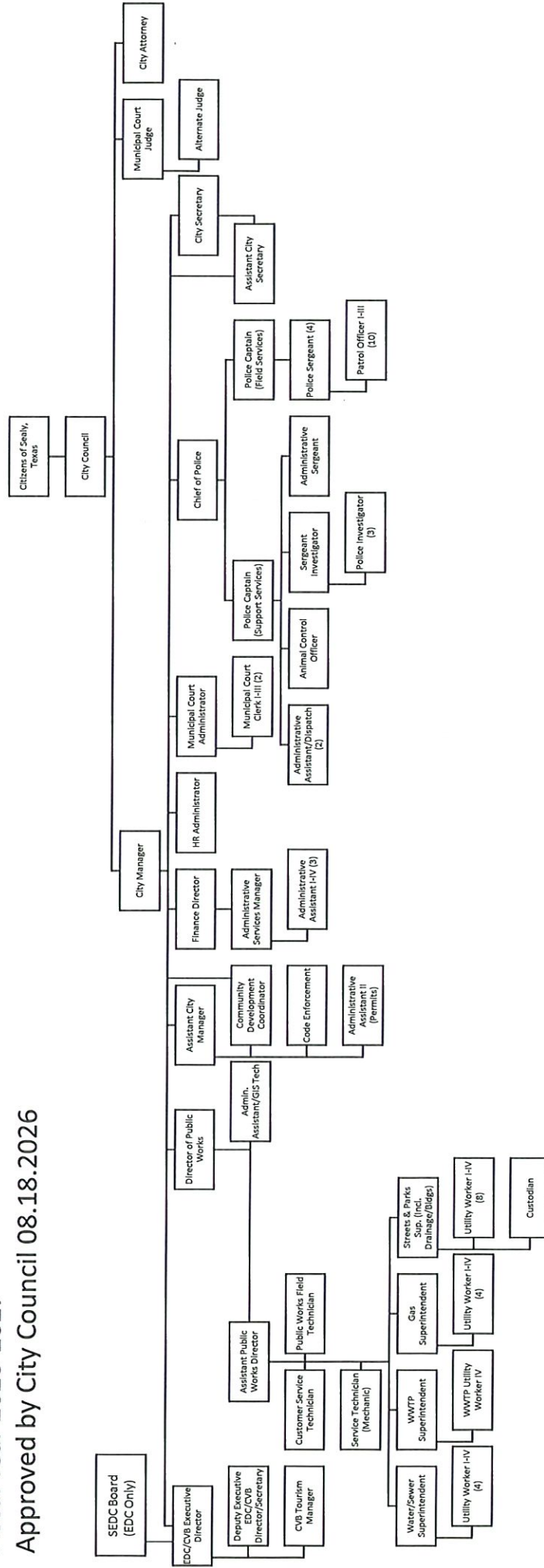
Carolyn Bliski, Mayor

ATTEST:

Sandra Vrabec, City Secretary

Appendix E

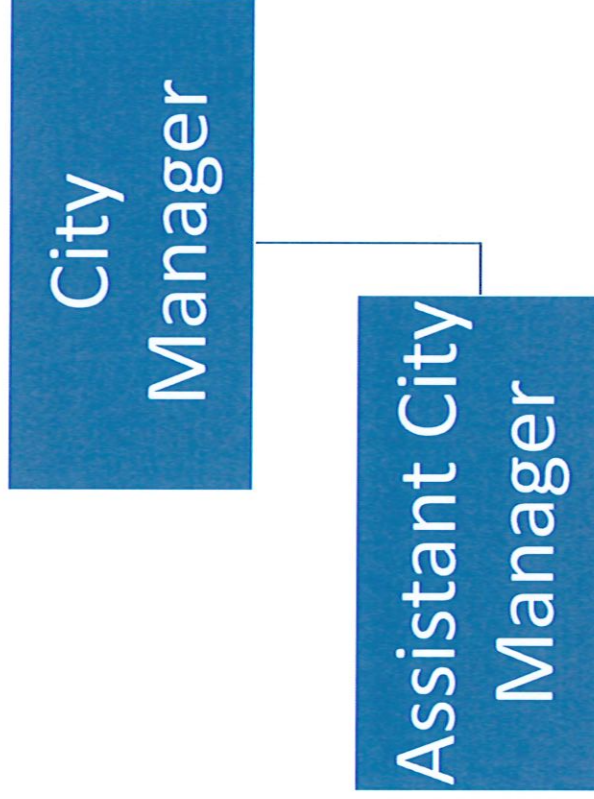
Organizational Chart showing Funded Positions





Organizational Chart for the City of Sealy
Fiscal Year 2026-2027
Approved by City Council 08.18.2026

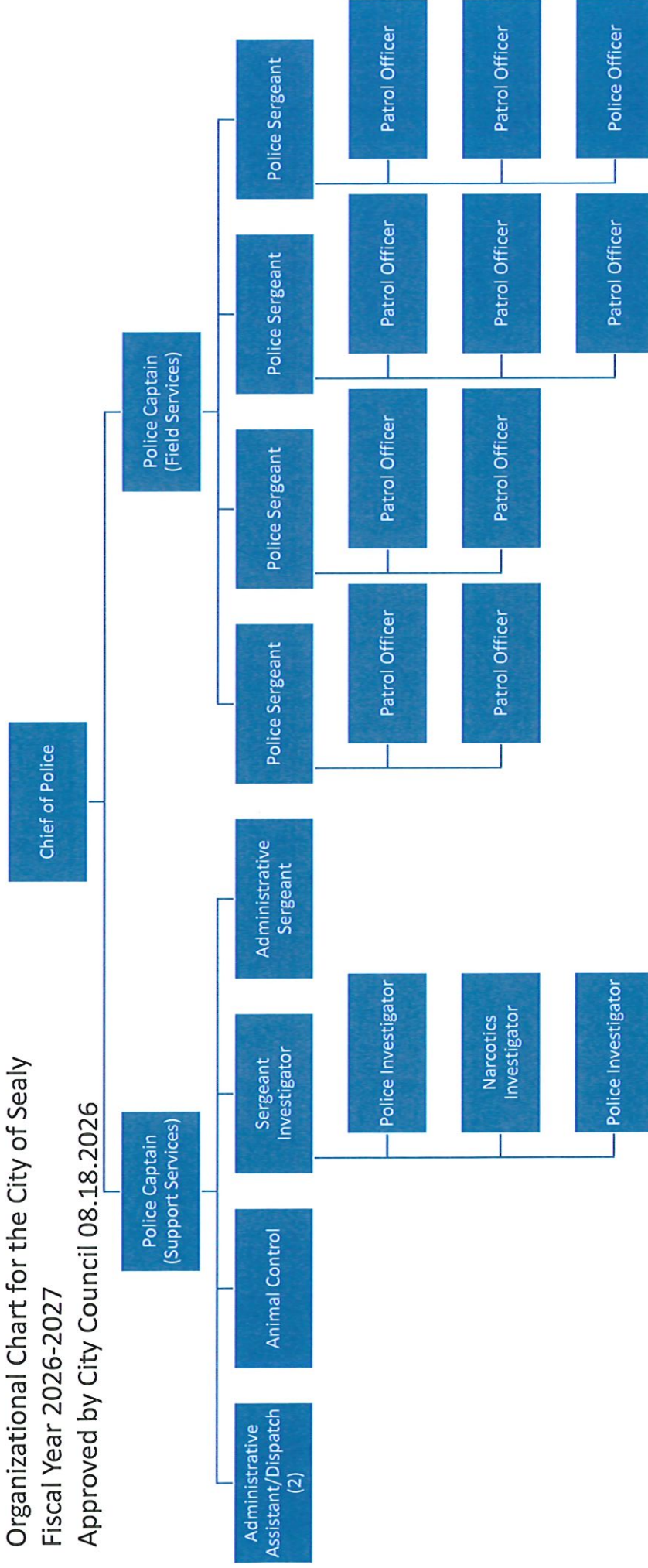
Department: City Manager





Organizational Chart for the City of Sealy
Fiscal Year 2026-2027
Approved by City Council 08.18.2026

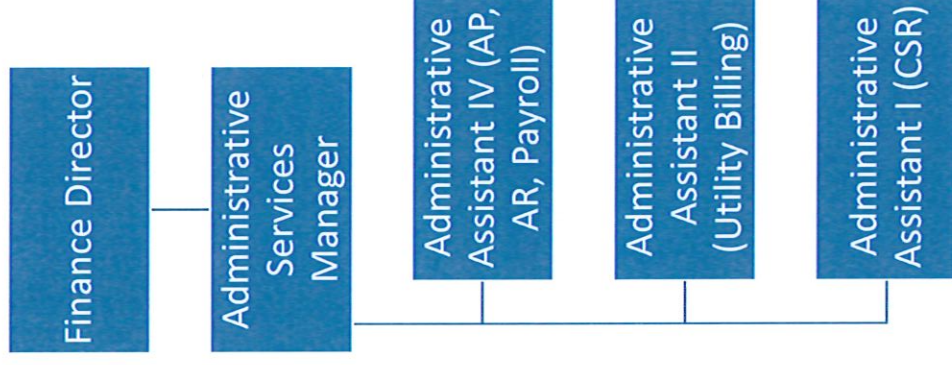
Department: Police





Organizational Chart for the City of Sealy
Fiscal Year 2026-2027
Approved by City Council 08.18.2026

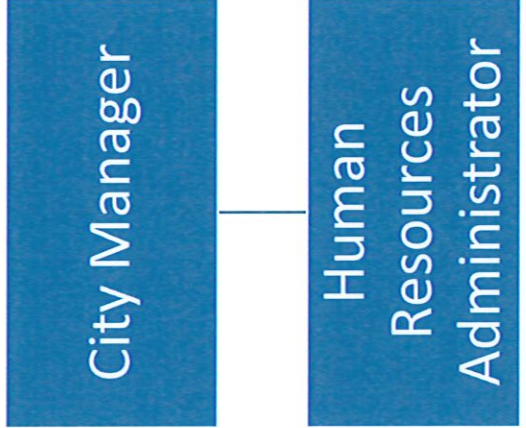
Department: Finance





Organizational Chart for the City of Sealy
Fiscal Year 2026-2027
Approved by City Council 08.18.2026

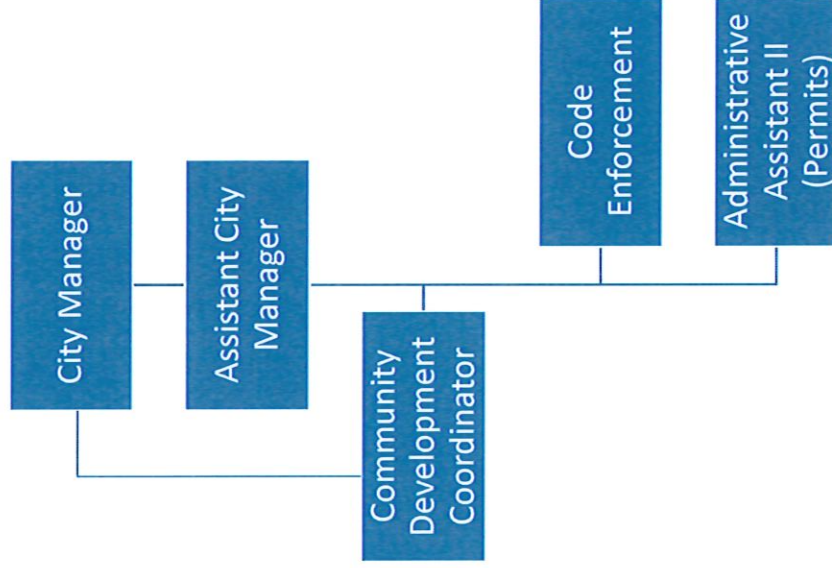
Department: Human Resources





Organizational Chart for the City of Sealy
Fiscal Year 2026-2027
Approved by City Council 08.18.2026

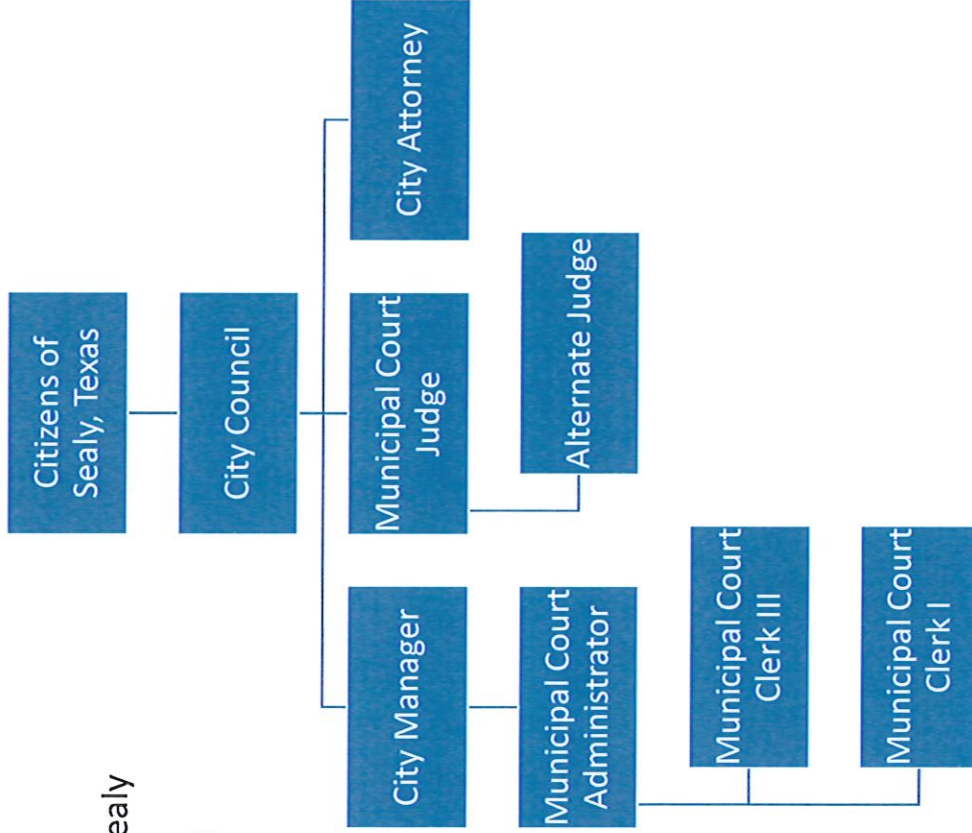
Department: Planning





Organizational Chart for the City of Sealy
Fiscal Year 2026-2027
Approved by City Council 08.18.2026

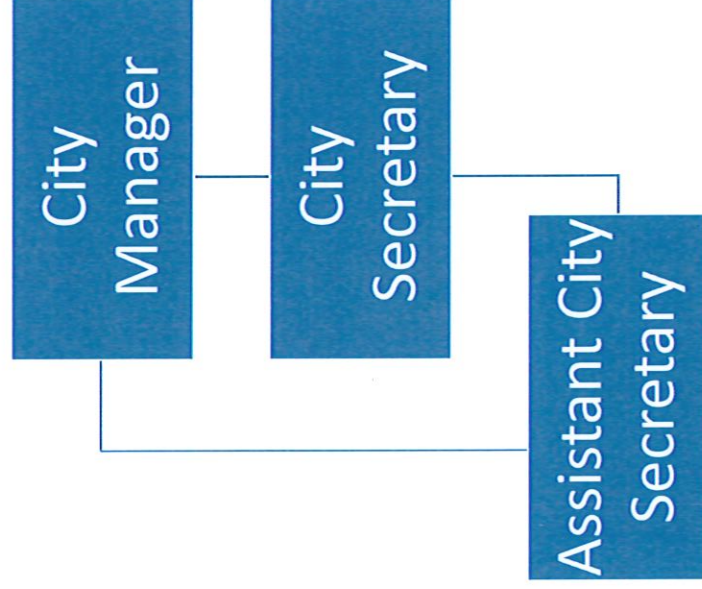
Department: Municipal Court





Organizational Chart for the City of Sealy
Fiscal Year 2026-2027
Approved by City Council 08.18.2026

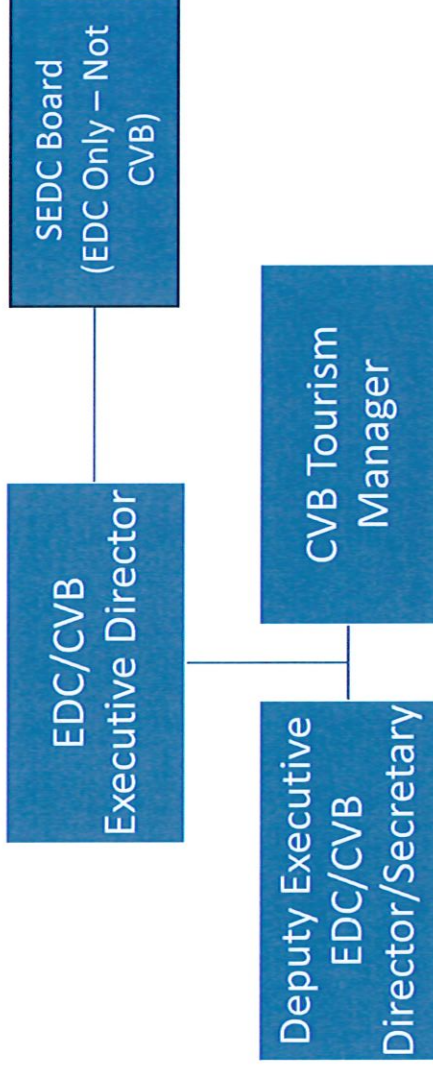
Department: City Secretary





**Department: Economic Development
Corporation & CVB**

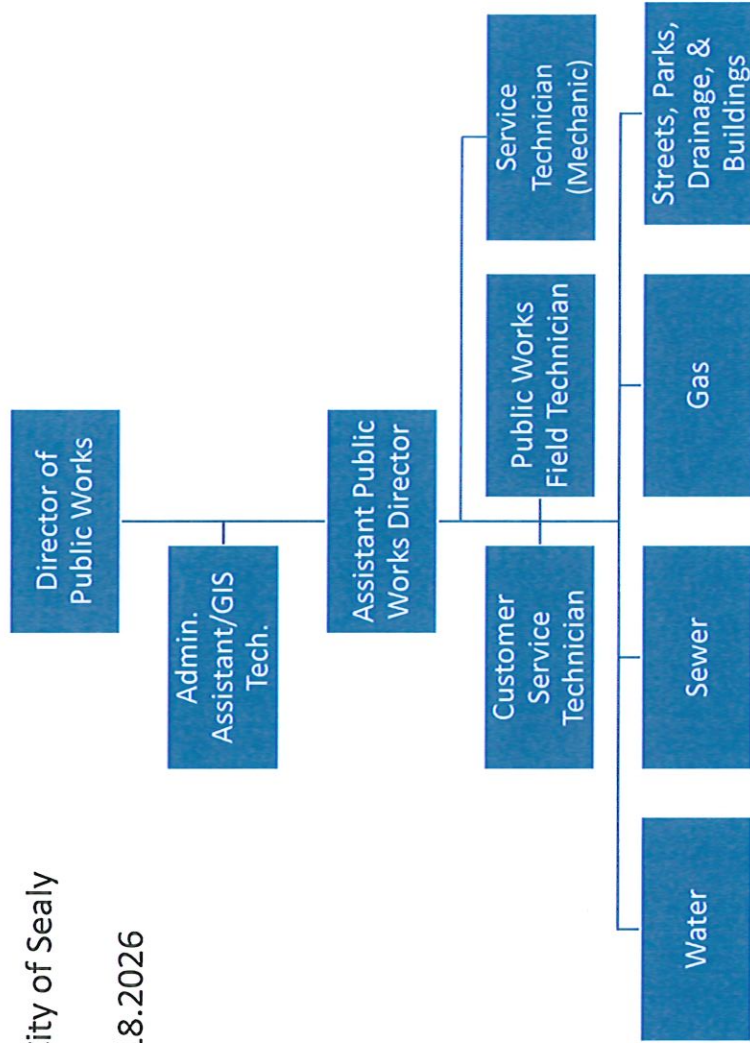
Organizational Chart for the City of Sealy
Fiscal Year 2026-2027
Approved by City Council 08.18.2026





Organizational Chart for the City of Sealy
Fiscal Year 2026-2027
Approved by City Council 08.18.2026

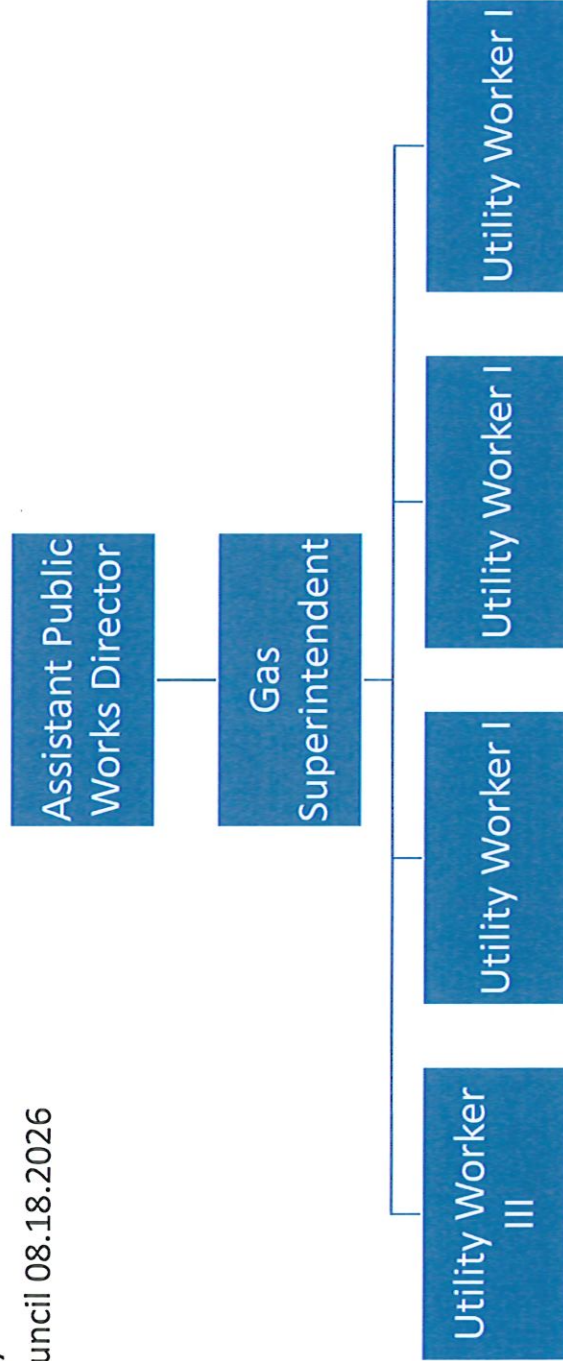
Department: Public Works





Organizational Chart for the City of Sealy
Fiscal Year 2026-2027
Approved by City Council 08.18.2026

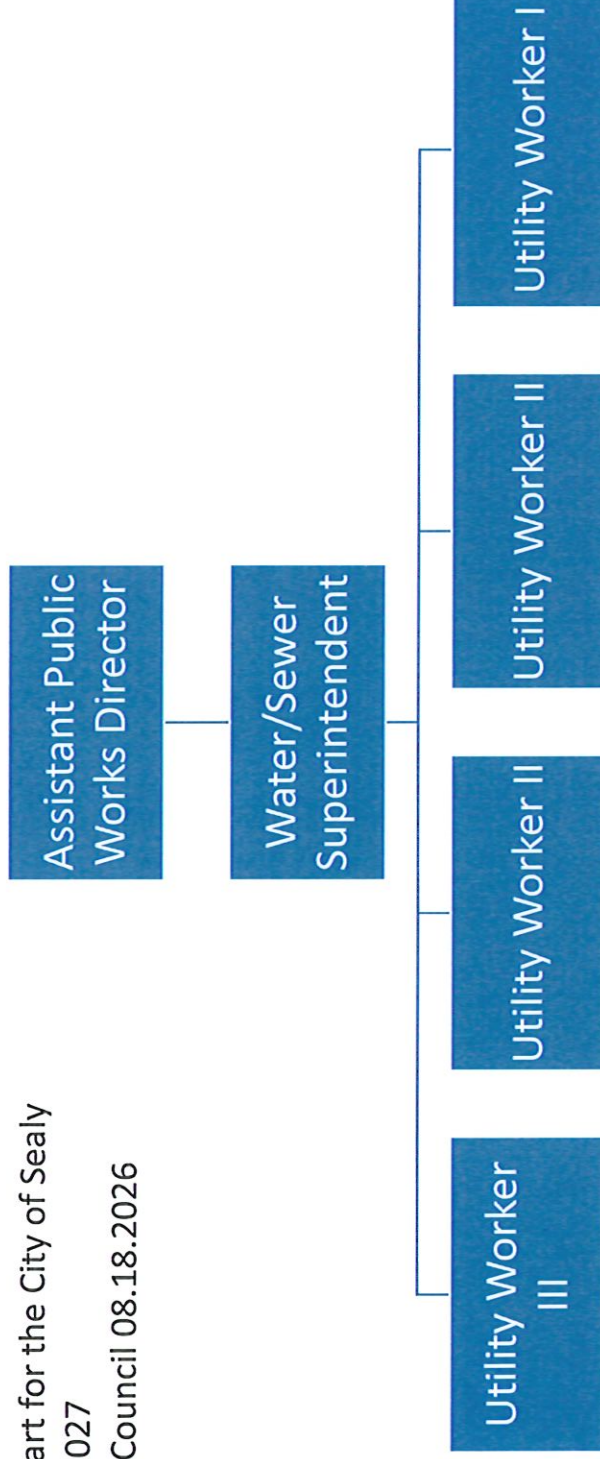
Department: Public Works
Gas Dept.





Organizational Chart for the City of Sealy
Fiscal Year 2026-2027
Approved by City Council 08.18.2026

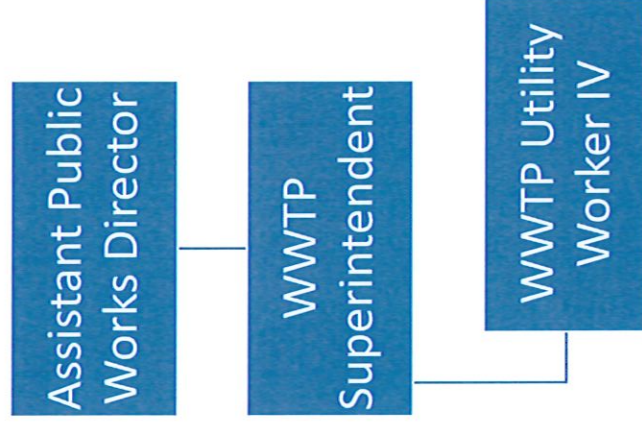
Department: Public Works
Water Dept.





Organizational Chart for the City of Sealy
Fiscal Year 2026-2027
Approved by City Council 08.18.2026

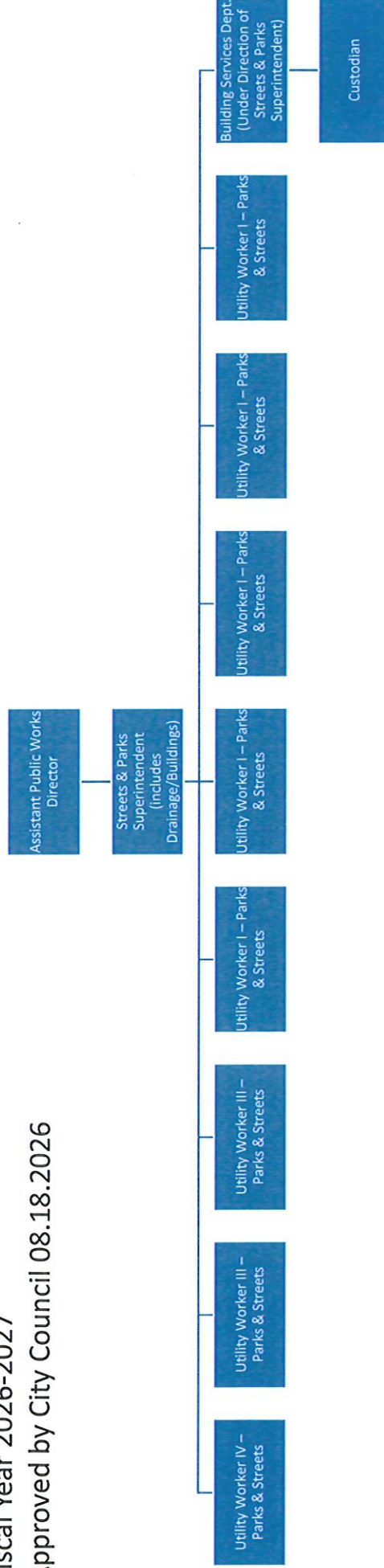
Department: Public Works
Sewer (WWTP)





Department: Public Works
Streets, Parks,
Buildings, & Drainage

Organizational Chart for the City of Sealy
Fiscal Year 2026-2027
Approved by City Council 08.18.2026



Appendix F

Outstanding Debt Obligations

City of Sealy, Texas
Annual Budget
Fiscal Year 2026-2027

Total Debt Obligations Secured by Property Taxes as of September 30, 2026

Obligation	Principal	Interest	Total
Combination Tax & Revenue Certificates of Obligation, Series 2015	\$86,445.00	\$44,708.44	\$131,153.44
Combination Tax & Revenue Certificates of Obligation, Series 2018	\$46,865.00	\$26,632.86	\$73,497.86
General Obligation Refunding Bonds, Series 2020	\$314,720.00	\$16,979.94	\$331,699.94
Combination Tax & Revenue Certificates of Obligation, Series 2022	\$135,000.00	\$791,517.50	\$926,517.50
Combination Tax & Revenue Certificates of Obligation, Series 2025	\$215,000.00	\$918,706.26	\$1,133,706.26
TOTALS	\$798,030.00	\$1,798,545.00	\$2,596,575.00

Appendix G

Annual Debt Service Requirements

City of Sealy, Texas
Debt Service Schedule
As of September 30, 2026

Combination Tax & Revenue Certificates of Obligation, Series 2015

Date	Principal	Interest	Debt Service
09/30/27	\$ 765,000.00 (a)	\$ 395,650.00	\$ 1,160,650.00
09/30/28	795,000.00 (a)	365,050.00	1,160,050.00
09/30/29	820,000.00 (a)	340,200.00	1,160,200.00
09/30/30	845,000.00 (a)	314,600.00	1,159,600.00
09/30/31	1,295,000.00 (a)	280,800.00	1,575,800.00
09/30/32	1,350,000.00 (a)	229,000.00	1,579,000.00
09/30/33	1,400,000.00 (a)	175,000.00	1,575,000.00
09/30/34	1,460,000.00 (a)	119,000.00	1,579,000.00
09/30/35	1,515,000.00 (a)	60,600.00	1,575,600.00
Total	\$ 10,245,000.00	\$ 2,279,900.00	\$ 12,524,900.00

Note: Debt service payments reflect payments from October 1 through September 30.

(a) Bonds are callable September 1, 2024.

City of Sealy, Texas
Debt Service Schedule
As of September 30, 2026

Combination Tax & Revenue Certificates of Obligation, Series 2018

Date	Principal	Interest	Debt Service
09/30/27	\$	\$	\$
09/30/28	515,000.00	292,668.76	807,668.76
09/30/29	540,000.00	266,918.76	806,918.76
09/30/30	565,000.00 (a)	239,918.76	804,918.76
09/30/31	595,000.00 (a)	211,668.76	806,668.76
09/30/32	615,000.00 (a)	192,331.26	807,331.26
09/30/33	635,000.00 (a)	172,343.76	807,343.76
09/30/34	655,000.00 (a)	151,706.26	806,706.26
09/30/35	675,000.00 (a)	128,781.26	803,781.26
09/30/36	700,000.00 (a)	105,156.26	805,156.26
09/30/37	725,000.00 (a)	80,656.26	805,656.26
09/30/38	750,000.00 (a)	55,281.26	805,281.26
09/30/38	775,000.00 (a)	28,093.76	803,093.76
Total	\$ 7,745,000.00	\$ 1,925,525.12	\$ 9,670,525.12

Note: Debt service payments reflect payments from October 1 through September 30.

(a) Bonds are callable September 1, 2028.

City of Sealy, Texas
Debt Service Schedule
As of September 30, 2026

General Obligation Refunding Bonds, Series 2020

Date	Principal	Interest	Debt Service
09/30/27	\$ 420,000.00	\$ 22,572.00	\$ 442,572.00
09/30/28	425,000.00	17,028.00	442,028.00
09/30/29	430,000.00	11,418.00	441,418.00
09/30/30	435,000.00	5,742.00	440,742.00
Total	\$ 1,710,000.00	\$ 56,760.00	\$ 1,766,760.00

Note: Debt service payments reflect payments from October 1 through September 30.

City of Sealy, Texas
Debt Service Schedule
As of September 30, 2026

Combination Tax & Revenue Certificates of Obligation, Series 2022

Date	Principal	Interest	Debt Service
09/30/27	\$ 135,000.00	\$ 791,517.50	\$ 926,517.50
09/30/28	165,000.00	786,117.50	951,117.50
09/30/29	170,000.00	777,867.50	947,867.50
09/30/30	180,000.00	769,367.50	949,367.50
09/30/31	475,000.00	760,367.50	1,235,367.50
09/30/32	495,000.00	736,617.50	1,231,617.50
09/30/33	525,000.00 (a)	711,867.50	1,236,867.50
09/30/34	550,000.00 (a)	685,617.50	1,235,617.50
09/30/35	575,000.00 (a)	658,117.50	1,233,117.50
09/30/36	785,000.00 (a)	629,367.50	1,414,367.50
09/30/37	825,000.00 (a)	590,117.50	1,415,117.50
09/30/38	865,000.00 (a)	548,867.50	1,413,867.50
09/30/39	980,000.00 (a)	505,617.50	1,485,617.50
09/30/40	1,030,000.00 (a)	456,617.50	1,486,617.50
09/30/41	1,075,000.00 (a)	409,237.50	1,484,237.50
09/30/42	1,125,000.00 (a)	359,787.50	1,484,787.50
09/30/43	1,180,000.00 (a)	308,037.50	1,488,037.50
09/30/44	1,235,000.00 (a)	251,987.50	1,486,987.50
09/30/45	1,295,000.00 (a)	193,325.00	1,488,325.00
09/30/46	1,355,000.00 (a)	131,812.50	1,486,812.50
09/30/47	1,420,000.00 (a)	67,450.00	1,487,450.00
Total	\$ 16,440,000.00	\$ 11,129,682.50	\$ 27,569,682.50

Note: Debt service payments reflect payments from October 1 through September 30.

(a) Bonds are callable September 1, 2032.

City of Sealy, Texas
Debt Service Schedule
As of September 30, 2026

Combination Tax & Revenue Certificates of Obligation, Series 2025

Date	Principal	Interest	Debt Service
09/30/27	\$ 215,000.00	\$ 918,706.26	\$ 1,133,706.26
09/30/28	325,000.00	907,956.26	1,232,956.26
09/30/29	475,000.00	891,706.26	1,366,706.26
09/30/30	490,000.00	872,706.26	1,362,706.26
09/30/31	515,000.00	848,206.26	1,363,206.26
09/30/32	545,000.00	822,456.26	1,367,456.26
09/30/33	565,000.00	795,206.26	1,360,206.26
09/30/34	595,000.00	766,956.26	1,361,956.26
09/30/35	625,000.00	737,206.26	1,362,206.26
09/30/36	655,000.00 (a)	705,956.26	1,360,956.26
09/30/37	685,000.00 (a)	673,206.26	1,358,206.26
09/30/38	725,000.00 (a)	638,956.26	1,363,956.26
09/30/39	760,000.00 (a)	602,706.26	1,362,706.26
09/30/40	800,000.00 (a)	564,706.26	1,364,706.26
09/30/41	840,000.00 (a)	524,706.26	1,364,706.26
09/30/42	880,000.00 (a)	482,706.26	1,362,706.26
09/30/43	920,000.00 (a)	438,706.26	1,358,706.26
09/30/44	965,000.00 (a)	399,606.26	1,364,606.26
09/30/45	1,000,000.00 (a)	358,593.76	1,358,593.76
09/30/46	1,045,000.00 (a)	316,093.76	1,361,093.76
09/30/47	1,090,000.00 (a)	270,375.00	1,360,375.00
09/30/48	1,625,000.00 (a)	222,687.50	1,847,687.50
09/30/49	1,695,000.00 (a)	151,593.76	1,846,593.76
09/30/50	1,770,000.00 (a)	77,437.50	1,847,437.50
Total	\$ 19,805,000.00	\$ 13,989,143.96	\$ 33,794,143.96

Note: Debt service payments reflect payments from October 1 through September 30.

(a) Bonds are callable September 1, 2035.

City of Sealy, Texas
Annual Budget
Fiscal Year 2026-2027

Debt Service Payment Sources

Combination Tax & Revenue Certificates of Obligation, Series 2015

	Principal	Interest	Paying Agent Fees	Total
Fiscal year 2026-2027 debt service requirements	\$ 765,000.00	\$ 395,650.00	\$ 825.00	\$ 1,161,475.00
Amounts to be paid from Water & Sewer revenues	\$ 678,555.00	\$ 350,941.56	-	\$ 1,029,496.56
Amounts to be paid from Property Tax revenues	86,445.00	44,708.44	825.00	131,978.44
Total amounts to be funded	\$ 765,000.00	\$ 395,650.00	\$ 825.00	\$ 1,161,475.00

Combination Tax & Revenue Certificates of Obligation, Series 2018

	Principal	Interest	Paying Agent Fees	Total
Fiscal year 2026-2027 debt service requirements	\$ 515,000.00	\$ 292,668.76	\$ 825.00	\$ 808,493.76
Amounts to be paid from Water & Sewer revenues	\$ 461,440.00	\$ 262,231.20	-	\$ 723,671.20
Amounts to be paid from Gas Fund revenues	6,695.00	3,804.70	-	10,499.70
Amounts to be paid from Property Tax revenues	46,865.00	26,632.86	825.00	74,322.86
Total amounts to be funded	\$ 515,000.00	\$ 292,668.76	\$ 825.00	\$ 808,493.76

General Obligation Refunding Bonds, Series 2020

	Principal	Interest	Paying Agent Fees	Total
Fiscal year 2026-2027 debt service requirements	\$ 420,000.00	\$ 22,572.00	-	\$ 442,572.00
Amounts to be paid from Water & Sewer revenues	\$ 15,960.00	\$ 857.74	-	\$ 16,817.74
Amounts to be paid from Gas Fund revenues	19,320.00	1,038.32	-	20,358.32
Amounts to be paid by the Economic Development Corp.	70,000.00	3,696.00	-	73,696.00
Amounts to be paid from Property Tax revenues	314,720.00	16,979.94	-	331,699.94
Total amounts to be funded	\$ 420,000.00	\$ 22,572.00	-	\$ 442,572.00

Combination Tax & Revenue Certificates of Obligation, Series 2022

	Principal	Interest	Paying Agent Fees	Total
Fiscal year 2026-2027 debt service requirements	\$ 135,000.00	\$ 791,517.50	\$ 750.00	\$ 927,267.50
Amounts to be paid from Property Tax revenues	\$ 135,000.00	\$ 791,517.50	\$ 750.00	\$ 927,267.50
Total amounts to be funded	\$ 135,000.00	\$ 791,517.50	\$ 750.00	\$ 927,267.50

Combination Tax & Revenue Certificates of Obligation, Series 2025

	Principal	Interest	Paying Agent Fees	Total
Fiscal year 2026-2027 debt service requirements	\$ 215,000.00	\$ 918,706.26	\$ 750.00	\$ 1,134,456.26
Amounts to be paid from Property Tax revenues	\$ 215,000.00	\$ 918,706.26	\$ 750.00	\$ 1,134,456.26
Total amounts to be funded	\$ 215,000.00	\$ 918,706.26	\$ 750.00	\$ 1,134,456.26

Total General Obligation Debt

	Principal	Interest	Paying Agent Fees	Total
Fiscal year 2026-2027 debt service requirements	\$ 2,050,000.00	\$ 2,421,114.52	\$ 3,150.00	\$ 4,474,264.52
Amounts to be paid from Water & Sewer revenues	\$ 1,155,955.00	\$ 614,030.50	-	\$ 1,769,985.50
Amounts to be paid from Gas Fund revenues	26,015.00	4,843.02	-	30,858.02
Amounts to be paid by the Economic Development Corp.	70,000.00	3,696.00	-	73,696.00
Amounts to be paid from Property Tax revenues	798,030.00	1,798,545.00	3,150.00	2,599,725.00
Total amounts to be funded	\$ 2,050,000.00	\$ 2,421,114.52	\$ 3,150.00	\$ 4,474,264.52

ITEM #2



AGENDA ITEM NO: 2

Discussion and Possible Action to Ratify the Proposed Property Tax Increase reflected in the Budget.

(A record vote will be taken.)

SUBMITTED BY: Jennifer Matura, Finance Director

MEETING DATE: 08.23.2026

STAFF REPORT

SUMMARY :

In accordance with Local Government Code Sec. 102.007(c), adoption of a budget that will require raising more revenue from property taxes than in the previous year requires a separate vote of the governing body to ratify the property tax increase reflected in the budget. The vote is in addition to and separate from the vote to adopt the budget or a vote to set the tax rate. The proposed tax rate is as follows:

- | | |
|---------|-------------------------------|
| • M & O | \$0.20548 per \$100 valuation |
| • I & S | \$0.17308 per \$100 valuation |
| • TOTAL | \$0.37856 per \$100 valuation |

FINANCIAL IMPACT:

The additional property tax revenue is necessary for general fund maintenance and operations and for next year's debt service payments.

RECOMMENDATION

Staff recommends that City Council ratify the property tax increase reflected in the budget.

ITEM #3
REPORTS,
ANNOUNCEMENTS, OR
REQUESTS FROM
COUNCILMEMBERS

H. ADJOURN