Tuesday, September 2, 2025
City Council Meeting

City Council Chambers
3815-B Sachse Road
6:30 PM

City Council meetings are available live and on-demand (https://sachsetx.swagit.com/live).

The City of Sachse reserves the right to reconvene, recess, or realign the meeting, called Executive Session, or order of business at any time prior to adjournment.

As authorized by Section 551.071(2) of the Texas Government Code, these meetings may be convened into closed Executive Session at any time during the meeting for the purpose of seeking confidential legal advice from the City Attorney on any agenda item listed herein.

A. Meeting Opening

1. Call to Order: The City Council of the City of Sachse will hold a regular meeting on Tuesday, September 2, 2025, at 6:30 PM to consider the following items of business:

2. Invocation and Pledges of Allegiance.

B. Recognition

1. Present a proclamation to the North Texas Food Bank recognizing September as Hunger Action Month and the City's participation in the Peanut Butter Drive.

C. Public Comment

The public is invited to address Council regarding any topic not already on the agenda for action or public hearing. **Comments regarding the Consent Agenda or any discussion-only items on the agenda may be addressed during this Public Comment section.** The time limit is three minutes per speaker. A Public Comment Card should be presented to the City Secretary prior to the meeting. According to the Texas Open Meetings Act, Council is prohibited from discussing any item not posted on the agenda but will take comments under advisement.

D. Council/Staff Reports and Updates

1. Mayor and City Council announcements regarding special events, current activities, and local achievements.

E. Consent Agenda

Consent Agenda items are routine or administrative in nature, have been discussed previously at a Council meeting, and/or do not warrant discussion. Council will act upon these items with one motion. There will be no separate discussion of these items unless a Councilmember requests the item be removed from the consent agenda. **If you have comments related to items on the Consent Agenda, please address them in the Public Comment section of the meeting.**

1. Approve the August 18, 2025, meeting minutes.

2. Accept the monthly revenue and expenditure report for the period ending July 31, 2025.

3. Accept the quarterly budget and investment reports for the quarter ending June 30, 2025.

4. Approve and adopt a resolution amending the Master Fee Schedule adopted by Resolution R-2024-17 by amending public safety fees, facility room rental deposit/fees, library, Laurie Schwenk Senior Activity Center, Michael J. Felix Community Center, building permits and development services fees, refuse services fees, water rate schedule, water service connection fees, wastewater rate schedule, and

municipal drainage utility system fee, and providing an effective date.

5. Approve a resolution approving a negotiated settlement between the Atmos Cities Steering Committee ("ACSC") and Atmos Energy Corp., Mid-Tex Division regarding the company's 2025 rate review mechanism filing; declaring existing rates to be unreasonable; adopting tariffs that reflect rate adjustments consistent with the negotiated settlement; finding the rates to be set by the attached settlement tariffs to be just and reasonable and in the public interest; approving an attachment establishing a benchmark for pensions and retiree medical benefits; requiring the company to reimburse ACSC's reasonable ratemaking expenses; determining that this Resolution was passed in accordance with the requirements of the Texas open meetings act; adopting a savings clause; declaring an effective date; and requiring delivery of this Resolution to the company and the ACSC's legal counsel.

F. Action Items

Action items are for Council discussion and consideration for action. **The Mayor will invite comments before the Council votes.** A Public Comment Card should be given to the City Secretary prior to the start of the meeting.

1. Conduct a public hearing on the proposed 2025-2026 fiscal year budget and set a date for budget adoption.

G. Discussion Items

These items are for Council and staff to discuss as needed. **Comments on Discussion Items should be addressed in the Public Comment Section of this meeting.**

1. Discuss and provide feedback on the fiscal year 2025-2026 Capital Improvement Plan.

H. Adjournment

I, the undersigned authority, do hereby certify that this notice of a public meeting was posted in accordance with the regulations of the Texas Open Meetings Act and was posted on the bulletin board, an accessible location at Sachse City Hall, on August 26, 2025, by 7:30 PM.

Leah K Granger, TRMC, City Secretary	Date removed

Accommodation requests for persons with disabilities should be made at least 48 hours prior to the meeting by contacting Logan Thatcher, ADA Coordinator, via phone at 972-495-1212, via email at lthatcher@cityofsachse.com, or by appointment at 3815 Sachse Road, Building B, Sachse, Texas 75048.

Subject:	**1. Present a proclamation to the North Texas Food Bank recognizing September as Hunger Action Month and the City's participation in the Peanut Butter Drive.**
Meeting	September 2, 2025 - City Council Meeting
Access	Public
Type	Recognition
Fiscal Impact	None
Recommended Action	Present a proclamation to the North Texas Food Bank recognizing September as Hunger Action Month and the City's participation in the Peanut Butter Drive.
Goals	

BACKGROUND

Hunger Action Month was established in 2008 by Feeding America® and works to promote ways for individuals, organizations, and communities everywhere to get involved and help fight the hunger crisis. The nationwide campaign strives to mobilize the public into acting on the issue of hunger and help the more than 12 million children and their families who are food insecure. Locally, one in seven people or 14.2% of Dallas County residents, and 1 in 10 people or 10.9% of Collin County residents struggle with food insecurity.

Strategic Initiatives Manager for the North Texas Food Bank, Kathryn Cope, will be present at the City Council meeting to accept the proclamation.

POLICY CONSIDERATIONS

There are no policy considerations affiliated with this item.

RECOMMENDATION

Present a proclamation to the North Texas Food Bank recognizing September as Hunger Action Month and the City's participation in the Peanut Butter Drive.

File Attachments

1. Proclamation_Hunger Action Month_2025

Proclamation

WHEREAS, Hunger Action Month was established in 2008 by Feeding America® and works to promote ways for individuals, organizations, and communities everywhere to get involved and help fight the hunger crisis; and

WHEREAS, the nationwide campaign strives to mobilize the public into acting on the issue of hunger and help the more than 12 million children and their families who are food insecure. Locally, one in seven people or 14.2% of Dallas County residents, and 1 in 10 people or 10.9% of Collin County residents struggle with food insecurity; and

WHEREAS, in an effort to raise awareness and curb this trend, Sachse is joining together with all of North Texas to promote and participate in the North Texas Food Bank's Annual Peanut Butter Drive, either virtually or in-person, with the goal of raising 400,000 pounds of peanut butter; and

WHEREAS, the residents and patrons within the City of Sachse have always given generously and with a tremendous amount of love toward efforts taking care of those in need, and the Sachse City Council calls Sachse into action to get involved in events like the Peanut Butter Drive and more; and

NOW, THEREFORE, I, Jeff Bickerstaff, Mayor of the City of Sachse, do hereby proclaim the month of September as

Hunger Action Month

in Sachse, and encourage all residents to join the Sachse City Council and the North Texas Food Bank to help eradicate hunger in our city, counties, state, and nation.

IN WITNESS WHEREOF, I have hereunto set my hand and caused the Seal of the City of Sachse, Texas to be affixed on this 2nd day of September 2025.

Gold
Seal

Jeff Bickerstaff, Mayor

Subject:	**1. Approve the August 18, 2025, meeting minutes.**
Meeting	September 2, 2025 - City Council Meeting
Access	Public
Type	Action (Consent), Minutes
Fiscal Impact	None
Recommended Action	Approve the minutes as presented.
Goals	

BACKGROUND
Minutes from the August 18, 2025, Council regular meeting.

POLICY CONSIDERATIONS
State law and Sachse's Charter require minutes to be recorded for public meetings.

RECOMMENDATION
Approve the minutes as presented.

File Attachments
1. CityCouncil_Regular_Minutes_08.18.2025-unsigned

CITY COUNCIL OF THE CITY OF SACHSE
AUGUST 18, 2025, MEETING MINUTES

The City Council of the City of Sachse held a regular meeting on Monday, August 18, 2025, at 6:30 PM at Sachse City Hall, 3815-B Sachse Road. Those present were: Mayor Jeff Bickerstaff, Councilmember Michelle Howarth, Councilmember Frank Millsap, Councilmember Chance Lindsey, Councilmember Lindsay Buhler, Councilmember Matt Prestenberg.

Those absent were: Mayor Pro Tem Brett Franks.

A. Meeting Opening

1. Call to Order: The City Council of the City of Sachse will hold a regular meeting on Monday, August 18, 2025, at 6:30 PM to consider the following items of business:

Mayor Bickerstaff called the meeting to order at 6:30 PM.

2. Invocation and Pledges of Allegiance.

Councilmember Howarth offered the invocation and Councilmember Lindsey led the pledges.

B. Public Comment

The public is invited to address Council regarding any topic not already on the agenda for action or public hearing. **Comments regarding the Consent Agenda or any discussion-only items on the agenda may be addressed during this Public Comment section.** The time limit is three minutes per speaker. A Public Comment Card should be presented to the City Secretary prior to the meeting. According to the Texas Open Meetings Act, Council is prohibited from discussing any item not posted on the agenda but will take comments under advisement.

Sachse resident, Matthew Holboke, addressed the Council related to the Economic Development Corporation budget and Bailey Road.

C. Council/Staff Reports and Updates

1. Mayor and City Council announcements regarding special events, current activities, and local achievements.

Councilmember Prestenberg announced that Sammy is still looking for a good home at the Animal Shelter and that August is Clear the Shelter Month. Adoptions, spay/neuter services, and vaccinations are free for pets being adopted this month. Councilmember Buhler noted that the Fall and Winter Guide to Fun is available for classes, programs, and special events hosted by the Leisure Services. The Mother 'N Son Space Adventure will be September 6 from 3 - 5 PM and the second annual Fall-O-Ween: Drones & Bones event will be October 18 from 4 - 8 PM. Check out the website for more information. Councilmember Millsap invited people to participate in the many programs and activities at the Sachse Public Library. The monthly Book Talk book club for adults will be August 27 and the visit with local author, Deonna Kay, will be August 28.

Ms. Nash welcomed new hire Gillian Smith as a Human Resources Analyst and congratulated Robert Weir who was promoted to Water/Wastewater Maintenance Technician II. She highlighted the Salmon Park LED lighting conversion project to reflect the core value of excellence.

Mayor Bickerstaff encouraged residents to recycle more in August in support of Texas Hill Country relief efforts. He thanked those that participated in the Budgets & Bevs event and announced that City offices will be closed on September 1 in observance of Labor Day.

2. Report on Public Comment from the August 4, 2025, City Council meeting.

Assistant City Manager Lauren Rose provided a response to comments made during the public comment section during the August 4 City Council meeting. Topics included agenda structure, the compensation study, Cornwall Lane and Bailey Road, ADA accessibility, and zoning notifications.

D. Consent Agenda

Consent Agenda items are routine or administrative in nature, have been discussed previously at a Council meeting, and/or do not warrant discussion. Council will act upon these items with one motion. There will be no separate discussion of these items unless a Councilmember requests the item be removed from the consent agenda. **If you have comments related to items on the Consent Agenda, please address them in the Public Comment section of the meeting.**

1. Approve the July 28, 2025, special meeting minutes.

2. Approve the August 4, 2025, meeting minutes.

3. Approve scheduling a public hearing on the FY 2025-2026 Proposed Budget at the September 2, 2025, City Council meeting.

4. Approve a resolution amending the authorized representatives of the City of Sachse with the Texas Local Government Investment Pool ("TexPool/TexPool Prime").

5. Approve a resolution accepting a preliminary 2025 Annual Service Plan Update for Operation and Maintenance for the Sachse Public Improvement District No. 1, including a determination of cost, a service plan, and assessment rolls; directing that the Preliminary 2025 Annual Service Plan Update be made available for public inspection; ordering a public hearing for September 15, 2025, to consider an ordinance levying assessments against that assessed property within the District that is specially benefitted by authorized services being financed; authorizing and directing the publication and mailing of notices for the public hearing; providing a severability clause; and providing an effective date.

6. Authorize the City Manager to negotiate and execute an agreement with TxGovSolutions for special assessment collector services for Public Improvement District No. 1.

Councilmember Howarth made a motion to approve the consent agenda as presented. Councilmember Buhler seconded the motion, and it carried 6 - 0. None voted against.

E. Action Items

Action items are for Council discussion and consideration for action. **The Mayor will invite comments before the Council votes.** A Public Comment Card should be given to the City Secretary prior to the start of the meeting.

1. Consider authorizing the City Manager to execute a professional services agreement for the civil design of the City of Sachse Service Center between the City of Sachse and BinkleyBarfield | DCCM in the amount of Seventy-Eight Thousand, Seven Hundred Fifty and No/100 Dollars ($78,750.00).

Director of Public Works and CIP Corey Nesbit gave an overview of the Service Center project as it relates to engineering services and the design phase. Staff recommends BinkleyBarfield | DCCM for this project. When questioned about the process to determine the engineering firm, City Attorney Joe Gorfida responded that competitive bidding for professional services is not permitted by state law.

Sachse resident, Matthew Holboke, addressed the Council regarding the cost of the Sachse Service Center.

Councilmember Prestenberg made a motion to approve the item as presented. Councilmember Howarth seconded the motion, and it carried 6 - 0. None voted against.

2. Consider authorizing the City Manager to execute a Construction Manager at Risk (CMAR) contract with Lee Lewis Construction for the Service Center project.

Mr. Nesbit gave a brief overview of the recommendation for a Construction Manager at Risk (CMAR) for the Service Center. Ms. Nash explained that this step gives Council an opportunity to contemplate the process and cost of the project moving forward. Once the CMAR firm is selected, the guaranteed maximum price (GMP) is determined and the contractor must work within those funds.

Sachse resident, Matthew Holboke, addressed Council regarding the view of the project.

Councilmember Lindsey made a motion to approve the item as presented. Councilmember Howarth seconded the motion, and it carried 5 - 1. Councilmember Millsap voted against.

3. Consider receipt of the City Manager's Proposed Budget for programs and services for the 2025-2026 fiscal year.

Ms. Nash noted that the FY 2025-2026 proposed budget has been provided to Council and the public. Finance Director David Baldwin announced that the budget page, cityofsachse.com/budget, provides a downloadable copy of the budget and paper copies are available at the City Secretary's office and at the library. He explained the philosophy of the City's conservative approach to projecting revenues and the different possible property tax rates to be considered. Mr. Baldwin outlined the changes recommended as well as the supplemental requests. No supplemental requests are recommended this year to allow the compensation package to be implemented. Human Resources Director Jana Ventura provided clarification regarding employee benefit costs. Staff responded to clarifying questions by the Council.

Sachse resident, Matthew Holboke, addressed the Council regarding employee benefit costs and the solid waste contract amount.

Councilmember Buhler pointed out that employee benefit costs can be viewed on each department's budget page. In response to Councilmember Howarth, Ms. Nash explained that any budgeted funds in the employee benefits line items that are not needed remain in the employee health fund. This helps cushion high premium increases that may occur in the future.

Councilmember Howarth made a motion to approve the item as presented. Councilmember Prestenberg seconded the motion, and it carried 6 - 0. None voted against.

4. Consider, discuss, and take a record vote to establish a maximum ad valorem tax rate of $0.650416 per $100 of assessed property value and schedule a public hearing (if necessary) regarding the proposed ad valorem tax rate for the September 15, 2025, Council meeting.

Mr. Baldwin presented the recommendation for the maximum ad valorem tax rate for Council to consider placing on the September 15 agenda. Staff recommends a maximum rate of $0.650416 per $100 of assessed property value, which is below the no-new-revenue rate.

Councilmember Prestenberg made a motion to approve setting the maximum ad valorem tax rate at $0.650416 per $100 of assessed property value. Councilmember Howarth seconded the motion. Mr. Baldwin specified that this tax rate would not necessitate a public hearing. Ms. Granger took a record vote.

Mayor Bickerstaff	Yes	Councilmember Buhler	Yes
Councilmember Howarth	Yes	Councilmember Prestenberg	Yes
Councilmember Millsap	Yes	Mayor Pro Tem Franks	Absent
Councilmember Lindsey	Yes		

F. Discussion Items

These items are for Council and staff to discuss as needed. **Comments on Discussion Items should be addressed in the Public Comment Section of this meeting.**

1. Discuss and provide direction regarding an ordinance regulating donation bins.

Ms. Rose introduced new Neighborhood Services Manager Christina Raemheld to the Council. Ms. Rose informed Council about increasing concerns from residents related to donation bins within the community. After researching other cities' practices, she outlined some suggested regulations that could be drafted in an ordinance for Council to consider at a later meeting. After some discussion, the consensus from Council was to move forward with the recommended regulations in an ordinance.

G. Executive Session

1. The City Council shall convene into Executive Session pursuant to Texas Government Code Section §551.087 Economic Development Deliberations: Deliberate the offer of a financial or other incentive relating to the development of Project Yellow Jacket.

Mayor Bickerstaff adjourned the Council to Executive Session at 8:31 PM.
The Council returned to Regular Session at 9:00 PM.

H. Action Resulting from Executive Session

Action items are for Council discussion and consideration for action. **The Mayor will invite comments before the Council votes.** A Public Comment Card should be given to the City Secretary prior to the start of the meeting.

1. Take any action as a result of Executive Session - deliberate the offer of a financial or other incentive relating to the development of Project Yellow Jacket.

No action was taken.

I. Adjournment

Mayor Bickerstaff adjourned the meeting at 9:01 PM.

____
Jeff Bickerstaff, Mayor

ATTEST:

____
Leah K Granger, TRMC, City Secretary

Subject:	**2. Accept the monthly revenue and expenditure report for the period ending July 31, 2025.**
Meeting	September 2, 2025 - City Council Meeting
Access	Public
Type	Action (Consent)
Fiscal Impact	None
Recommended Action	Accept the monthly revenue and expenditure report for the period ending July 31, 2025.
Goals	Be a model of financial stewardship through growth management; responsible investment; and financial transparency.

BACKGROUND

The Finance Department prepares a report each month to update the City Council regarding revenues and expenditures for the City. Included in the report are unaudited summaries for the General Fund, Utility Fund, Debt Service Fund, Sachse Economic Development Corporation, and the Sachse Municipal Development District. Also included is a report of year-to-date sales tax revenue through August 2025.

POLICY CONSIDERATIONS

City Charter section 7.16(4) says the City Manager shall submit to the City Council each month a report covering revenues and expenditures of the City in such a form as requested by the City Council.

RECOMMENDATION

Accept the monthly revenue and expenditure report for the period ending July 31, 2025.

File Attachments

1. All Funds July 2025
2. Sales Tax Report August 2025

City of Sachse

Monthly Revenue and Expenditure Report

July 31, 2025 (Unaudited)

GENERAL FUND

	Annual Budget*	Current Month Actual	YTD Actuals	83% of Year Completed YTD Actuals % of Budget	Note
Revenue Summary					
Property Tax	$ 18,171,765	$ 12,482	$ 17,849,218	98%	**A**
Sales Tax	3,215,000	241,933	2,537,574	79%	
Franchise Fees	2,230,711	213,933	1,967,214	88%	**B**
Licenses and Permits	1,100,500	104,500	420,108	38%	**C**
Service Fees	1,791,920	48,033	1,027,860	57%	**D**
Fines	260,000	22,545	284,189	109%	**E**
Interest Income	670,000	36,070	514,057	77%	**F**
Miscellaneous Income	758,431	110,233	1,174,683	155%	**G**
Intergovernmental Revenue	1,646,291	135,255	1,376,120	84%	
Total Revenue	**$ 29,844,618**	**$ 924,983**	**$ 27,151,024**	**91%**	
Expenditure Summary					
Animal Services	$ 329,671	$ 39,182	$ 288,580	88%	**H**
City Manager	1,062,408	92,029	869,900	82%	
City Secretary	315,001	17,196	232,643	74%	**I**
Combined Services	648,619	4,980	492,118	76%	**J**
Development Services	1,318,635	62,069	663,014	50%	**K**
Engineering	385,718	29,730	324,863	84%	
Facilities Maintenance	774,696	53,364	649,408	84%	
Finance	1,011,392	55,626	825,876	82%	
Fire-Rescue	7,752,170	582,902	6,646,854	86%	
Human Resources	637,401	49,607	466,717	73%	**L**
Information Technology	1,400,042	70,689	1,136,450	81%	
Library	867,911	57,912	648,509	75%	**M**
Municipal Court	322,386	26,015	278,464	86%	
Neighborhood Services	432,959	46,675	329,695	76%	**N**
Parks	1,613,475	139,277	1,243,524	77%	**O**
Police	7,613,500	553,985	6,276,833	82%	
Recreation	885,750	73,033	752,655	85%	
Senior Activity Center	221,923	16,936	172,588	78%	**P**
Streets	2,185,812	160,933	1,756,071	80%	
Total Expenditures	**$ 29,779,469**	**$ 2,132,138**	**$ 24,054,760**	**81%**	
Revenue Over/(Under) Expenses	**$ 65,149**	**$ (1,207,155)**	**$ 3,096,264**		**Q**
Beginning Fund Balance October 1, 2024			**$ 8,927,419**		

*Includes City Council-approved budget amendment - O-2025-06, April 21, 2025 & internal budget vacancy amendment.

See following page for explanation of major variances

Explanation of General Fund Major Variances:

A Property tax receipts peak in December and January. Reflects April transfer to TIRZ

B Franchise fee activity greater than "YTD Actuals % of Budget". All franchise fee activity is strong with the exception of cable TV activity

C Building permit activity trending lower due to timing of anticipated residential and commercial construction

D Developer and plan review activity trending lower due to timing of anticipated residential and commercial construction

E Municipal Court fines exceed budget due to increased volume of conservatively budgeted revenue

F Interest revenue lower due to lower fund balance from intentional drawdown transfer to capital projects

G Revenue collections include unbudgeted storm damage reimbursement ($359K) and TML insurance recoveries ($187K)

H Utility (water and electricity) and veterinarian services, and overtime expenses increase YTD % of budget spend trend

I Expenses trending low due to underspending in election services and special events and programs

J Expenses trending low due to unexpended contingency budget

K Professional services timing and vacancy savings decreases YTD % of Budget spent trend

L Expenses trending low due to lower software licensing and support, recruitment and retention, and employee training and travel spend

M Library materials (books, magazines, etc.) timing and health insurance expense decreases YTD % of budget spend trend

N Maintenance and support contracts expense timing decreases YTD % of budget spent trend

O Contract mowing service expense timing decreases YTD % of budget spent trend

P Office supply and fuel expense timing decreases YTD % of budget spend trend

Q Current month actual variance due to timing of revenue collections and expenses

City of Sachse

Monthly Revenue and Expenditure Report

July 31, 2025 (Unaudited)

UTILITY FUND

	Annual Budget*	Current Month Actual	YTD Actuals	83% of Year Completed YTD Actuals % of Budget	Note
Revenue Summary					
Water Revenue	$ 10,277,340	$ 1,131,151	$ 8,012,427	78%	**A**
Sewer Revenue	6,817,161	593,177	5,997,202	88%	
Drainage Revenue	265,000	19,869	197,680	75%	**B**
Fees	228,500	17,441	259,353	114%	**C**
Interest Income	870,000	73,062	883,663	102%	**D**
Intergovernmental Revenue	700,000	58,333	583,330	83%	
Total Revenue	**$ 19,158,001**	**$ 1,893,034**	**$ 15,933,656**	**83%**	
Expenditure Summary					
Utility Administration	$ 609,887	$ 41,821	$ 560,687	92%	**E**
Water	10,887,436	772,638	7,942,215	73%	**F**
Sewer	17,646,826	418,690	5,684,164	32%	**G**
Stormwater Projects	1,227,890	-	5,006	0%	**H**
Total Expenditures	**$ 30,372,039**	**$ 1,233,150**	**$ 14,192,071**	**47%**	
Revenue Over/(Under) Expenses	**$ (11,214,038)**	**$ 659,884**	**$ 1,741,585**		
Beginning Fund Balance October 1, 2024			**$ 23,998,432**		

*Includes City Council-approved budget amendment - O-2025-06, April 21, 2025.

Explanation of Major Variances:

A Water Revenue collection variance at current point in the year is due to seasonality

B Drainage revenue collections projected to exceed prior year collections- variance primarily due to assertive budgeting

C Reflects migration of utility administration collections balance due to migration of financial system

D Interest revenue is strong due to favorable interest rates and strong fund balance due to timing of capital projects

E Credit card processing fees on pace to exceed $192K line-item budget

F Water expenses trending low due to timing of capital project expenses

G Sewer expenses trending low due to timing of capital project expenses

H Stormwater project expenses trending low due to timing of capital project expenses

City of Sachse

Monthly Revenue and Expenditure Report

July 31, 2025 (Unaudited)

SACHSE ECONOMIC DEVELOPMENT CORPORATION

83% of Year Completed

	Annual Budget	Current Month Actual	YTD Actuals	YTD Actuals % of Budget	Note
Revenue Summary					
Sales Tax	$ 1,610,000	$ 117,380	$ 1,234,553	77%	**A**
Other Income	16,000	-	1,143	7%	**B**
Interest Income	260,000	18,293	231,202	89%	**C**
Total Revenue	**$ 1,886,000**	**$ 135,673**	**$ 1,466,898**	**78%**	
Expenditure Summary					
Expenditures	$ 2,180,980	$ 184,319	$ 1,778,728	82%	
Total Expenditures	**$ 2,180,980**	**$ 184,319**	**$ 1,778,728**	**82%**	
Revenue Over/(Under) Expenses	**$ (294,980)**	**$ (48,646)**	**$ (311,830)**		**D**
Beginning Fund Balance October 1, 2024			**$ 6,527,603**		

Explanation of Major Variances:

A EDC sales tax collections are $27K below prior year year-to-date collections

B Garland ISD grant and auction proceeds anticipated to be received later in the fiscal year

C Interest revenue trending strong due to favorable interest rates

D YTD actual variance due to timing of revenue collections and expenses

City of Sachse

Monthly Revenue and Expenditure Report

July 31, 2025 (Unaudited)

DEBT SERVICE FUND

83% of Year Completed

	Annual Budget	Current Month Actual	YTD Actuals	YTD Actuals % of Budget	Note
Revenue Summary					
Property Tax	$ 7,732,361	$ 5,324	$ 7,596,966	98%	**A**
Interest Income	180,000	9,110	140,433	78%	**B**
Transfers and Contingencies	-	-	40,567	-	**C**
Total Revenue	**$ 7,912,361**	**$ 14,434**	**$ 7,777,966**	**98%**	
Expenditure Summary					
Fees	$ 1,000	$ -	$ 2,480	248%	
Principal	4,975,000	-	5,120,000	103%	**D**
Interest	2,731,088	-	1,236,149	45%	**E**
Total Expenditures	**$ 7,707,088**	**$ -**	**$ 6,358,629**	**83%**	
Revenue Over/(Under) Expenses	**$ 205,273**	**$ 14,434**	**$ 1,419,337**		
Beginning Fund Balance October 1, 2024			**$ 1,622,664**		

Explanation of Major Variances:

A Property tax receipts peak in December and January. Reflects April transfer to TIRZ

B Interest revenue $7K greater than same period in prior year. Slightly undercollecting due to aggressive budget estimate

C Closing out of 2021 tax note project transfers remaining funds from the General VERF Fund

D Principal payments are primarily due in February

E Interest payments are primarily due in February and August

City of Sachse

Monthly Revenue and Expenditure Report

July 31, 2025 (Unaudited)

MUNICIPAL DEVELOPMENT DISTRICT

	Annual Budget*	Current Month Actual	YTD Actuals	83% of Year Completed YTD Actuals % of Budget	Note
Revenue Summary					
Sales Tax	$ 800,000	$ 57,352	$ 600,410	75%	**A**
Interest Income	20,000	1,918	28,680	143%	**B**
Total Revenue	**$ 820,000**	**$ 59,269**	**$ 629,090**	**77%**	
Expenditure Summary					
Expenditures	$ 1,530,165	$ 694	$ 559,365	37%	**C**
Total Expenditures	**$ 1,530,165**	**$ 694**	**$ 559,365**	**37%**	
Revenue Over/(Under) Expenses	**$ (710,165)**	**$ 58,575**	**$ 69,725**		
Beginning Fund Balance October 1, 2024			**$ 688,703**		

*Includes City Council-approved budget amendment - O-2025-06, April 21, 2025.

Explanation of Major Variances:

A Sales tax collections are $17K below prior year year-to-date collections

B Interest revenue trending strong due to favorable interest rates

C Reflects J.K. Sachse Park construction expenditures in current reporting period

CITY OF SACHSE
2024/2025 SALES TAX REPORT

	FY 2025									FY 2024	
	Municipal Dev. Dist.	Street Maint.	Economic Dev. Corp.	General Fund					Total[1]	General Fund	Total[1]
					Monthly Growth Over Prior Yr	Year-To-Date (YTD) Collections	Year-To-Date (YTD) % of Budget	Year-To-Date (YTD) Growth Over Prior Yr		Year-To-Date (YTD)	
Month	*0.25%*	*0.25%*	*0.50%*	*1.00%*					*2.00%*		*2.00%*
October	$60,644	$61,721	$123,442	$246,884	12%	$246,884	8%	12%	$492,690	$221,133	$440,717
November	58,657	60,798	121,596	243,193	-12%	490,077	15%	-1%	484,245	496,825	548,968
December	57,089	58,950	117,901	235,802	4%	725,878	23%	0%	469,742	723,756	452,883
January	56,245	58,285	116,569	233,138	0%	959,016	30%	0%	464,237	957,558	466,585
February	88,182	90,981	181,961	363,922	14%	1,322,939	42%	4%	725,046	1,276,839	636,261
March	49,482	50,557	101,114	202,227	-1%	1,525,166	48%	3%	403,379	1,481,361	410,549
April	49,589	50,904	101,808	203,617	5%	1,728,782	54%	3%	405,918	1,675,566	387,379
May	66,250	68,675	137,350	274,700	-17%	2,003,482	63%	0%	546,975	2,005,676	658,966
June	56,920	57,716	115,431	230,863	-15%	2,234,345	70%	-2%	460,930	2,277,542	542,496
July	57,352	58,690	117,380	234,760	-2%	2,469,105	78%	-2%	468,182	2,517,004	477,832
August	69,851	70,582	141,164	282,328	-2%	2,751,433	87%	-2%	563,924	2,806,283	576,174
September										3,046,597	479,462
TOTAL	$670,261	$687,858	$1,375,716	$2,751,433					$5,485,269		$6,078,270
BUDGET	**$800,000**	**$810,000**	**$1,610,000**	**$3,180,000**					**$6,400,000**		**$5,730,000**
% collected	84%	85%	85%	87%					86%		

Notes

[1]- Includes General Fund, Economic Development, Municipal Development District, Street Maintenance, and General Fund
- Sales tax displayed as cash-basis, reflecting distributions from Texas Comptroller for month revenue was received
- Texas Comptroller provides separate sales tax distributions for Sachse (Street Maintenance, EDC, General Fund) and the Municipal Development District
- Distributions are received around the 10th of each month
- Cash receipts are received two months after month of activity (i.e. October sales tax transaction revenue received in December)
- Excludes 380 Agreement grants/incentives
- Excludes mixed beverage sales tax

Subject:	**3. Accept the quarterly budget and investment reports for the quarter ending June 30, 2025.**
Meeting	September 2, 2025 - City Council Meeting
Access	Public
Type	Action (Consent)
Fiscal Impact	None
Recommended Action	Accept the quarterly budget and investment reports for the quarter ending June 30, 2025.
Goals	Be a model of financial stewardship through growth management; responsible investment; and financial transparency.

BACKGROUND

The Finance Department provides budget and investment reports on a quarterly basis to provide the Council with an update on the City's finances. The budget report includes revenues and expenditures for the General and Utility Funds, Debt Service, Impact Fee, Special Revenue, Streets Maintenance Tax, Health Insurance, and Municipal Development District, as well as a summary of capital project expenditures. The investment report provides an overview of investment activity details for the Checking, Money Market, Investment Pool, and Certificate of Deposit accounts.

Quarterly budget and investment reports are provided for the quarter ending June 30, 2025.

POLICY CONSIDERATIONS

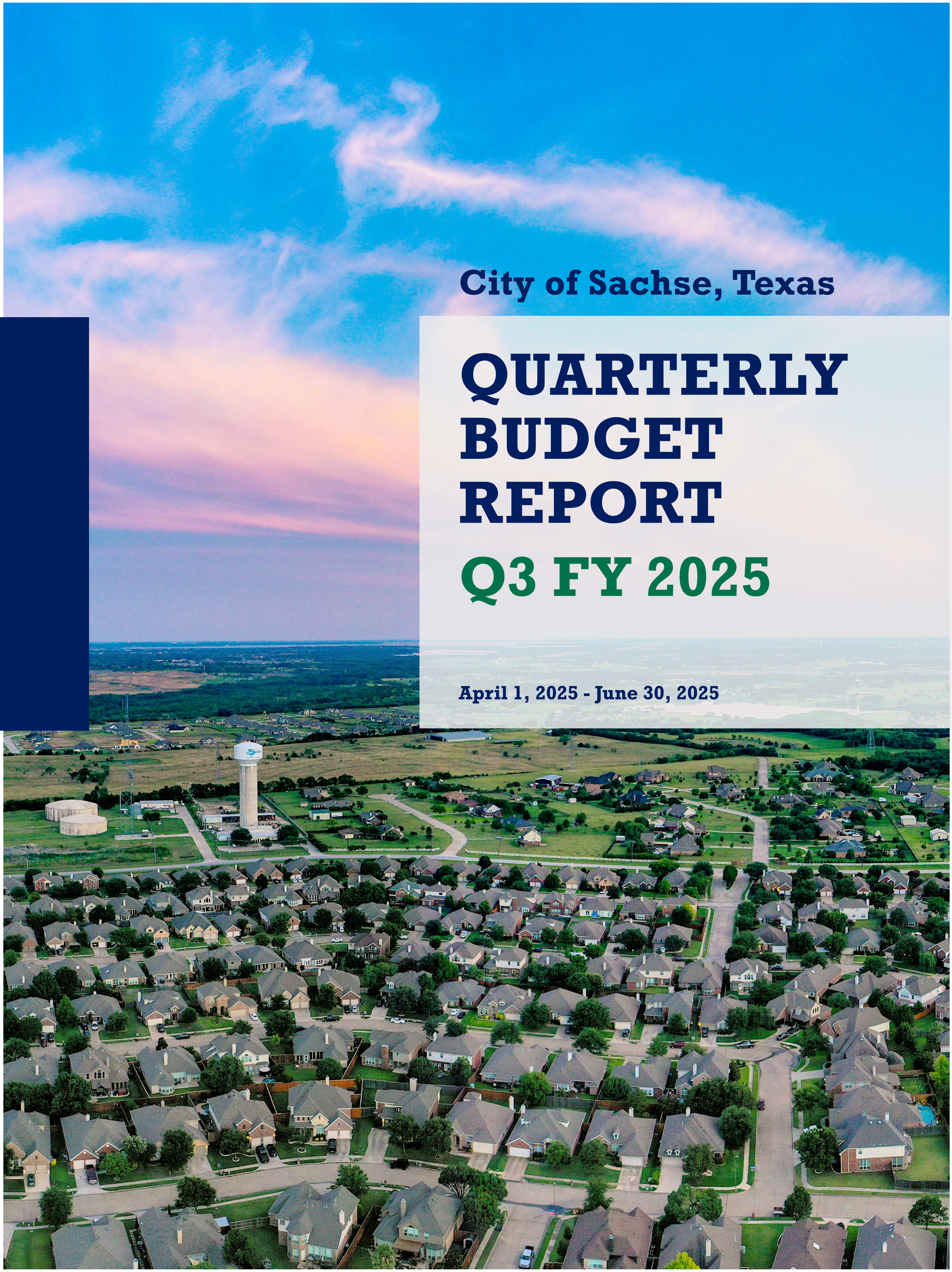
Sachse Comprehensive Financial Management Policy Section VI.E. Capital Improvements/Project Reporting requires not less than quarterly, the investment officer prepare and submit a written report of investment transactions for all funds conveyed by the Investment Policy. The City's Investment Policy is to invest public funds in a manner which will provide the highest investment return with the maximum security while meeting the cash flow demands of Sachse and conforming to the PFIA, and other state and local statutes governing the investment of public funds.

RECOMMENDATION

Accept the quarterly budget and investment reports for the quarter ending June 30, 2025.

File Attachments

1. Quarterly Budget Report FY 2025 Q3 2025.06.30
2. Quarterly Investment Report FY 2025 Q3 2025.06.30



City of Sachse, Texas

QUARTERLY BUDGET REPORT

Q3 FY 2025

April 1, 2025 - June 30, 2025

TABLE OF CONTENTS

FINANCE DEPARTMENT MEMO

Finance Department Memo

TO: Gina Nash, City Manager

FROM: David Baldwin, Finance Director

SUBJ: Quarterly Budget Report For 3rd Quarter Ending June 30th, 2025

DATE: September 2, 2025

CC: Mayor and City Council

Attached is the unaudited 3rd Quarter Budget Report for the 2025 fiscal year. The fiscal year for the City of Sachse is October 1st through September 30th. 75% of the fiscal year was complete as of the end of June 2025.

Overall, the City has received $57.7 million through the 3rd quarter, representing 85.2% of budgeted revenues.

City-Wide Revenues

Fund	Budget	YTD	% Collected
General Fund	$ 29,844,618	$ 26,226,039	87.9%
Utility Fund	19,158,001	14,040,622	73.3%
Debt Service Fund	7,912,361	7,763,533	98.1%
Special Revenue Fund	369,675	127,259	34.4%
Impact Fee Fund	9,555,000	8,912,360	93.3%
Street Maintenance Tax Fund	910,000	589,931	64.8%
Health Insurance Fund	20,000	47,980	239.9%
Total	**$ 67,769,655**	**$ 57,707,724**	**85.2%**

Year-to-date expenditures totaled $51.6 million for the 3rd quarter, representing 64.2% of budgeted expenditures.

City-Wide Operating Expenditures

Fund	Budget	YTD	% Collected
General Fund	$ 29,779,469	$ 21,922,636	73.6%
Utility Fund	30,372,039	12,958,923	42.7%
Debt Service Fund	7,707,088	6,358,630	82.5%
Special Revenue Fund	197,722	56,488	28.6%
Impact Fee Fund	11,450,000	9,731,498	85.0%
Street Maintenance Tax Fund	843,585	580,285	68.8%
Health Insurance Fund	99,500	36,690	36.87%
Total	**$ 80,449,403**	**$ 51,645,150**	**64.2%**

The City of Sachse Home Rule Charter, Sec. 7.13 – Lapse of Appropriations, states that an appropriation for a capital expenditure shall continue in force until the purpose for which it was made has been accomplished or abandoned.

Revenue

- Total General Fund revenues are $26,226,039 or 87.9% of expected collections. Total revenues increased $1,721,901 compared to the same period last fiscal year.
- Sales tax revenues are 71.2% of expected collections, at $2,234,319 collected.
- Franchise fees are at $1,753,280, or 78.6% of budget; an increase of $144,868 from last year through the same period.
- General Fund current property tax revenues are 98.2% collected at $17,836,737; a $1,361,448 increase over last fiscal year through the same period.
- Collections for Licenses & Permits are a total of $315,609, or 28.7% of expected collections, a decrease of $92,108 from last year through the same period.
- Fees are $974,733, or 54.6% of budget; a decrease of $165,519 compared to the same period last fiscal year.
- Court fine revenues are $266,250 or 101.4% of anticipated collections.
- Utility Fund revenues are $14,040,622 or 73.3% of budget.
- Special Revenue Fund revenues are $127,259 or 34.4% of budget.
- Impact Fee Fund revenues are $8,912,360 or 93.3% of the year's budget.
- Sales tax revenue in the Street Maintenance Tax Fund is $558,586 or 69.0% of budgeted collections for the current fiscal year.

Expenditures

- Total General Fund expenditures are $21,922,636 or 73.6% expended.
- Utility Fund expenditures are $12,958,923, or 42.7% of budget; a decrease of $3,700,557 from the prior fiscal year.
- Capital Project expenditures across all funds total $8,054,621 year-to-date. This includes $996,800 of project expenditures in the Utility Fund.

Component Units

- Sales tax revenue in the Municipal Development District Fund is $543,059 or 67.9% of budget, a decrease of $16,046 over the previous fiscal year.
- Sachse Economic Development Corporation had expenditures totaling $1,594,410 or 73.1% of budget.

Revenue and Expenditure Summary and Changes in Fund Balance Reserves

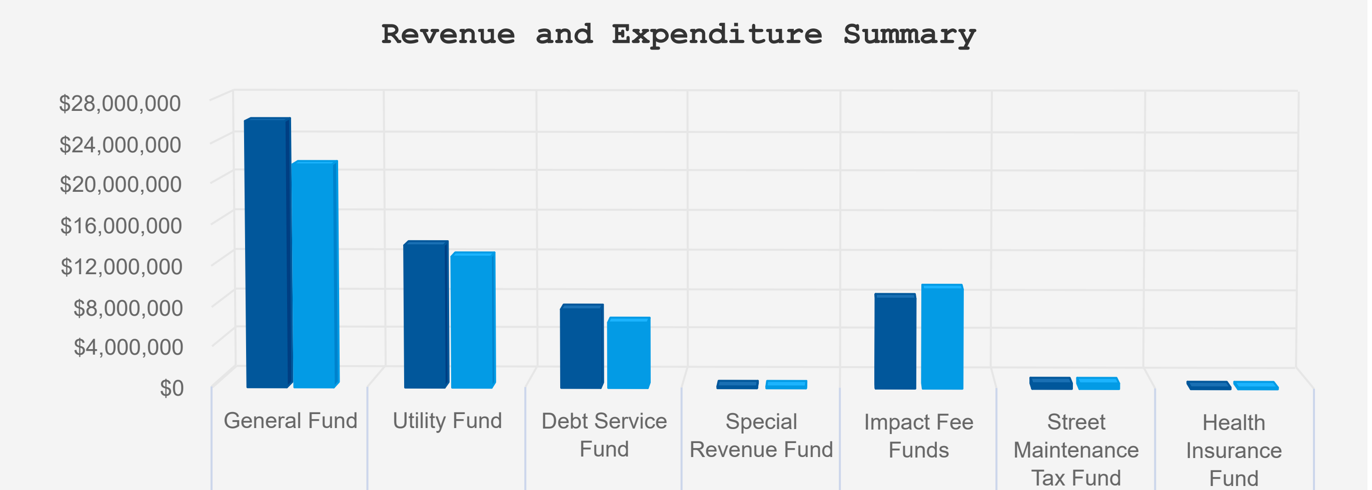
Quarter Ended 06/30/2025 - 75% Of Year Complete (Unaudited)

	General Fund	Utility Fund	Debt Service Fund	Special Revenue Fund	Impact Fee Funds	Street Maintenance Tax Fund	Health Insurance Fund	Total
Revenues								
Budget	$ 29,844,618	$ 19,158,001	$ 7,912,361	$ 369,675	$ 9,555,000	$ 910,000	$ 20,000	$ 67,769,655
YTD Actual	26,226,039	14,040,622	7,763,533	127,259	$ 8,912,360	589,931	47,980	$ 57,707,724
Budget Remaining	$ 3,618,579	$ 5,117,379	$ 148,828	$ 242,416	$ 642,640	$ 320,069	$ (27,980)	$ 10,061,931
% of Budget	87.88%	73.29%	98.12%	34.42%	93.27%	64.83%	239.90%	85.15%
Expenditures								
Budget	$ 29,779,469	$ 30,372,039	$ 7,707,088	$ 197,722	$ 11,450,000	$ 843,585	$ 99,500	$ 80,449,403
YTD Actual	21,922,636	12,958,923	6,358,630	56,488	$ 9,731,498	580,285	36,690	41,913,652
Budget Remaining	$ 7,856,833	$ 17,413,116	$ 1,348,458	$ 141,234	$ 1,718,502	$ 263,300	$ 62,810	$ 27,085,751
% of Budget	73.62%	42.67%	82.50%	28.57%	84.99%	68.79%	36.87%	52.10%
Net Over/ (Under)	**$ 4,303,403**	**$ 1,081,699**	**$ 1,404,903**	**$ 70,771**	**$ (819,138)**	**$ 9,646**	**$ 11,290**	**$ 15,794,072**

Note - FY 2025 budget includes City Council-approved budget amendments - Ordinance O-2025-06 adopted on April 21, 2025.

Note - The large activity to date in the Impact Fee Funds is due to a transfer of funds from the original Impact Fee Fund into the new individualized Impact Fee Funds.

The City of Sachse Home Rule Charter, Sec. 7.13 – Lapse of Appropriations, states that an appropriation for a capital expenditure shall continue in force until the purpose for which it was made has been accomplished or abandoned.



	General Fund	Utility Fund	Debt Service Fund	Special Revenue Fund	Impact Fee Funds	Street Maintenance Tax Fund	Health Insurance Fund
Revenue	$26,226,039	$14,040,622	$7,763,533	$127,259	$8,912,360	$589,931	$47,980
Expenditures	$21,922,636	$12,958,923	$6,358,630	$56,488	$9,731,498	$580,285	$36,690

REVENUE AND EXPENDITURE SUMMARY AND CHANGES IN FUND BALANCE RESERVES

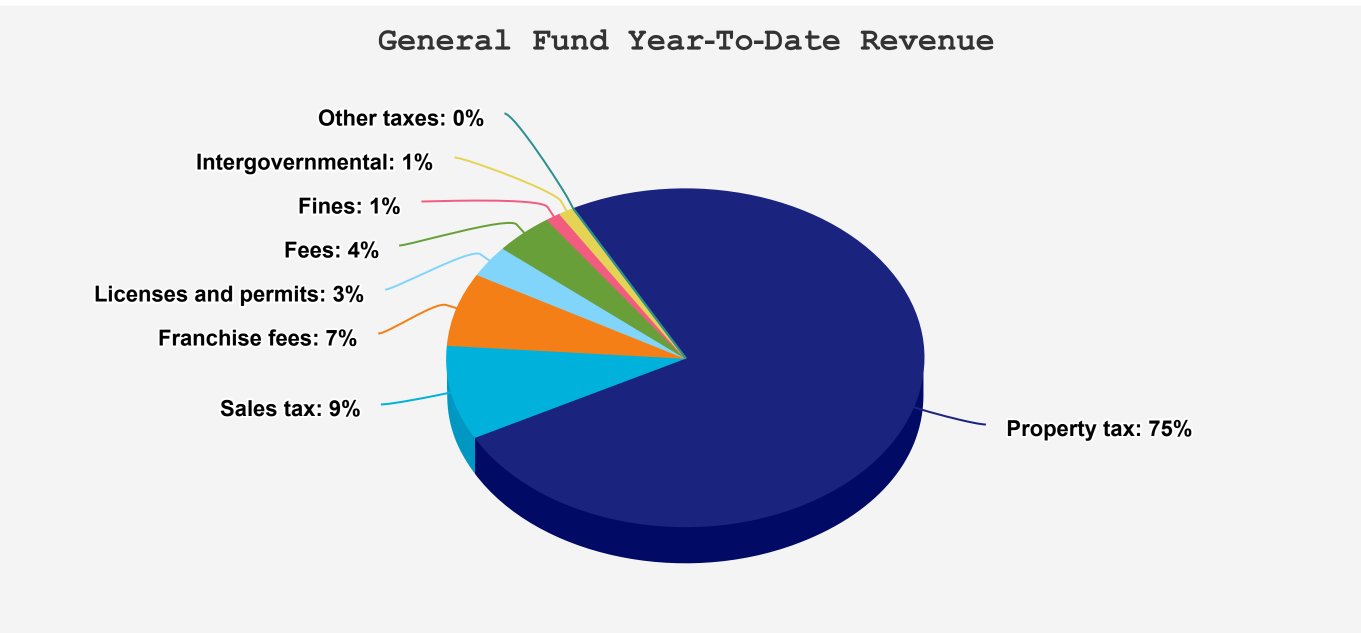
GENERAL FUND REVENUES

General Fund Revenues
Quarter Ended 06/30/2025 - 75% Of Year Complete (Unaudited)

	FY 2024		FY 2025			
	Budget	Year-to-Date	Budget	Year-to-Date	Budget Remaining	% of Budget
Property tax	$ 16,716,996	$ 16,475,289	$ 18,171,765	$ 17,836,737	$ 335,028	98.16%
Sales tax	2,825,000	2,273,406	3,140,000	2,234,319	905,681	71.16%
Franchise fees	2,211,000	1,608,412	2,230,711	1,753,280	477,431	78.60%
Licenses and permits	1,076,000	407,717	1,100,500	315,609	784,891	28.68%
Fees	1,610,300	1,140,252	1,785,920	974,733	811,187	54.58%
Fines	250,000	212,644	262,500	266,250	(3,750)	101.43%
Intergovernmental	400,000	305,480	508,000	311,142	196,858	61.25%
Other taxes	50,000	56,366	75,000	61,322	13,678	81.76%
Miscellaneous	729,917	866,812	923,931	1,231,782	(307,851)	133.32%
Transfers in	1,543,687	1,157,760	1,646,291	1,240,865	405,426	75.37%
Total Revenues	**$ 27,412,900**	**$ 24,504,138**	**$ 29,844,618**	**$ 26,226,039**	**$ 3,618,579**	**87.88%**

Note - FY 2025 budget includes City Council-approved budget amendments - Ordinance O-2025-06 adopted on April 21, 2025.

Note - FY 2024 budget includes City Council-approved budget amendment - Ordinance 0-2024-12 adopted on September 16, 2024.

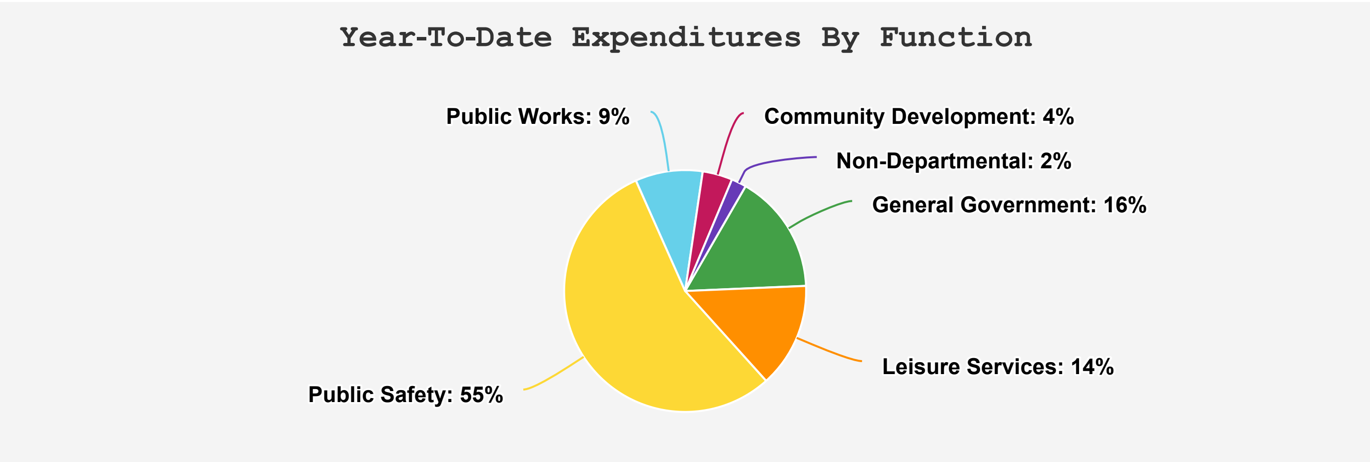


General Fund Expenditures
Quarter Ended 06/30/2025 - 75% Of Year Complete (Unaudited)

	FY 2024		FY 2025			
	Budget	Year-to-Date	Budget	Year-to-Date	Budget Remaining	% of Budget
General Government						
City Manager	$ 963,828	$ 702,586	$ 1,062,408	$ 777,867	$ 284,541	73.22%
City Secretary	268,759	169,055	315,001	215,448	99,553	68.40%
Finance	901,786	708,964	1,011,392	770,252	241,140	76.16%
Human Resources	578,457	382,604	637,401	417,112	220,289	65.44%
Information Technology	1,127,676	811,956	1,400,042	1,065,764	334,278	76.12%
Municipal Court	296,512	209,479	322,386	252,452	69,934	78.31%
	4,137,018	**2,984,644**	**4,748,630**	**3,498,895**	**1,249,735**	**73.68%**
Leisure Services						
Facilities Maintenance	697,806	569,485	774,696	596,046	178,650	76.94%
Library	886,420	561,373	867,911	590,599	277,312	68.05%
Parks	4,229,298	3,105,554	1,613,475	1,104,247	509,228	68.44%
Recreation	836,225	615,594	885,750	679,623	206,127	76.73%
Senior Activity Center	219,318	144,096	221,923	155,652	66,271	70.14%
	6,869,067	**4,996,102**	**4,363,755**	**3,126,167**	**1,237,588**	**71.64%**
Public Safety						
Animal Services	306,808	231,180	329,671	249,399	80,272	75.65%
Fire-Rescue	7,070,902	5,611,439	7,752,170	6,063,954	1,688,216	78.22%
Police	7,288,534	5,431,355	7,613,500	5,722,846	1,890,654	75.17%
	14,666,244	**11,273,974**	**15,695,341**	**12,036,199**	**3,659,142**	**76.69%**
Public Works						
Engineering	391,816	282,744	364,118	295,132	68,986	81.05%
Streets	5,719,287	4,234,233	2,185,812	1,595,138	590,674	72.98%
	6,111,103	**4,516,977**	**2,549,930**	**1,890,270**	**659,660**	**74.13%**
Community Development						
Development Services	1,205,277	680,083	1,318,635	600,946	717,689	45.57%
Neighborhood Services	1,173,903	869,182	454,559	283,020	171,539	62.26%
	2,379,180	**1,549,265**	**1,773,194**	**883,966**	**889,228**	**49.85%**
Non-Departmental	**528,778**	**346,761**	**648,619**	**487,139**	**161,480**	**75.10%**
Total Expenditures	**$ 34,691,390**	**$ 25,667,723**	**$ 29,779,469**	**$ 21,922,636**	**$ 7,856,833**	**73.62%**

Note - FY 2025 budget includes City Council-approved budget amendments - Ordinance O-2025-06 adopted on April 21, 2025.

Note - FY 2024 budget includes City Council-approved budget amendments - Ordinance 4218 adopted on November 6, 2023 and Ordinance 0-2024-12 adopted on September 16, 2024.



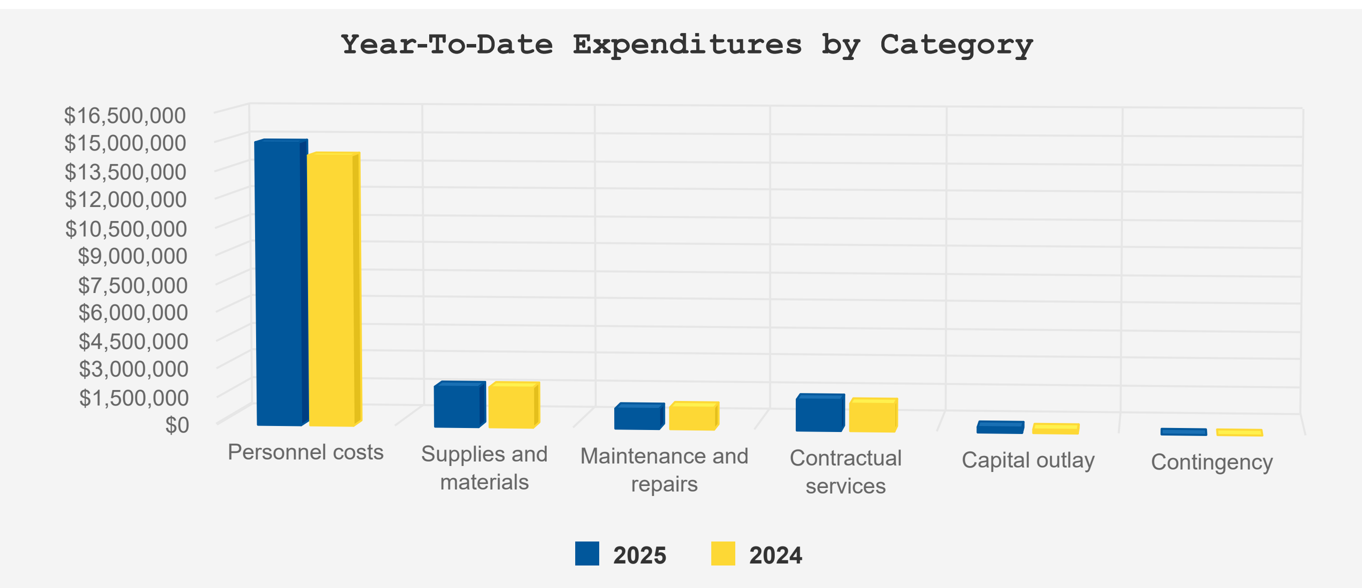
GENERAL FUND EXPENDITURES BY CATEGORY

General Fund Expenditures by Category
Quarter Ended 06/30/2025 - 75% Of Year Complete (Unaudited)

	Fiscal Year	Budget	Year-to-Date	Budget Remaining	% of Budget
Personnel costs	2025	$ 20,600,930	$ 15,080,993	$ 5,519,937	73.21%
	2024	19,586,459	14,398,814	5,187,645	73.51%
Supplies and materials	2025	2,835,886	2,168,595	667,291	76.47%
	2024	2,804,639	2,092,592	712,047	74.61%
Maintenance and repairs	2025	1,113,799	1,019,912	93,887	91.57%
	2024	1,247,010	1,132,352	114,658	90.81%
Contractual services	2025	2,476,325	1,653,255	823,070	66.76%
	2024	2,069,510	1,418,269	651,241	68.53%
Capital outlay	2025	402,529	312,381	90,148	77.60%
	2024	277,796	171,211	106,585	61.63%
Contingency	2025	100,000	-	100,000	-%
	2024	100,000	-	100,000	-%
Transfers out	2025	2,250,000	1,687,500	562,500	75.00%
	2024	8,605,976	6,454,485	2,151,491	75.00%
Total Expenditures	**2025**	**29,779,469**	**21,922,636**	**7,856,833**	**73.62%**
	2024	**34,691,390**	**25,667,723**	**9,023,667**	**73.99%**

Note - FY 2025 budget includes City Council-approved budget amendments - Ordinance O-2025-06 adopted on April 21, 2025.

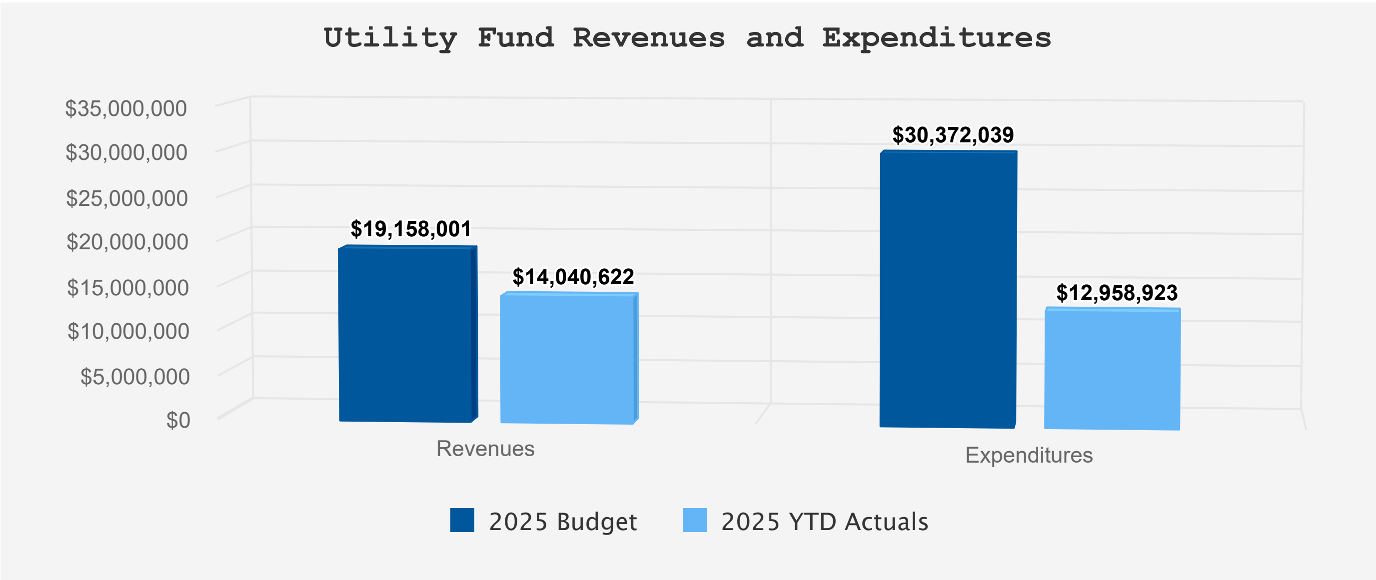
Note - FY 2024 budget includes City Council-approved budget amendments - Ordinance 4218 adopted on November 6, 2023 and Ordinance 0-2024-12 adopted on September 16, 2024.



Utility Fund Summary
Quarter Ended 06/30/2025 - 75% Of Year Complete (Unaudited)

	2024		2025			
	Budget	Year-to-Date	Budget	Year-to-Date	Budget Remaining	% of Budget
Revenues						
Water revenue	$ 9,500,000	$ 5,867,923	$ 10,176,540	$ 6,881,051	$ 3,295,489	67.62%
Sewer revenue	6,500,000	5,127,704	6,816,861	5,404,025	1,412,836	79.27%
Drainage revenue	230,000	176,307	265,000	177,812	87,188	67.10%
Water tap charges	500	600	300	-	300	-%
Water line bore charge	-	900	500	-	500	-%
Meter installation charge	75,000	66,824	100,000	225	99,775	0.23%
Sewer tap charge	-	600	300	-	300	-%
Reconnection charges	35,000	20,868	40,000	15,925	24,075	39.81%
Penalties	140,000	95,182	150,000	106,965	43,035	71.31%
Solid waste admin charge	30,000	22,427	37,000	27,846	9,154	75.26%
Auction proceeds	25,000	13,088	-	31	(31)	-%
Miscellaneous receipts	1,000	(11,815)	1,500	91,144	(89,644)	6076.27%
Contributed capital	-	150,000	-	-	-	-%
Total Revenues	**$ 18,826,500**	**$ 13,867,532**	**$ 19,158,001**	**$ 14,040,622**	**$ 5,117,379**	**73.29%**
Expenditures						
Utility Administration	$ 572,725	$ 496,783	$ 609,887	$ 518,866	$ 91,021	85.08%
Water	11,298,506	8,674,285	10,887,436	7,169,576	3,717,860	65.85%
Sewer	17,990,613	7,086,803	17,646,826	5,265,475	12,381,351	29.84%
Stormwater Drainage	700,000	401,609	1,227,890	5,006	1,222,884	0.41%
Total Expenditures	**$ 30,561,844**	**$ 16,659,480**	**$ 30,372,039**	**$ 12,958,923**	**$ 17,413,116**	**42.67%**

Note - FY 2025 budget includes City Council-approved budget amendments - Ordinance O-2025-06 adopted on April 21, 2025.

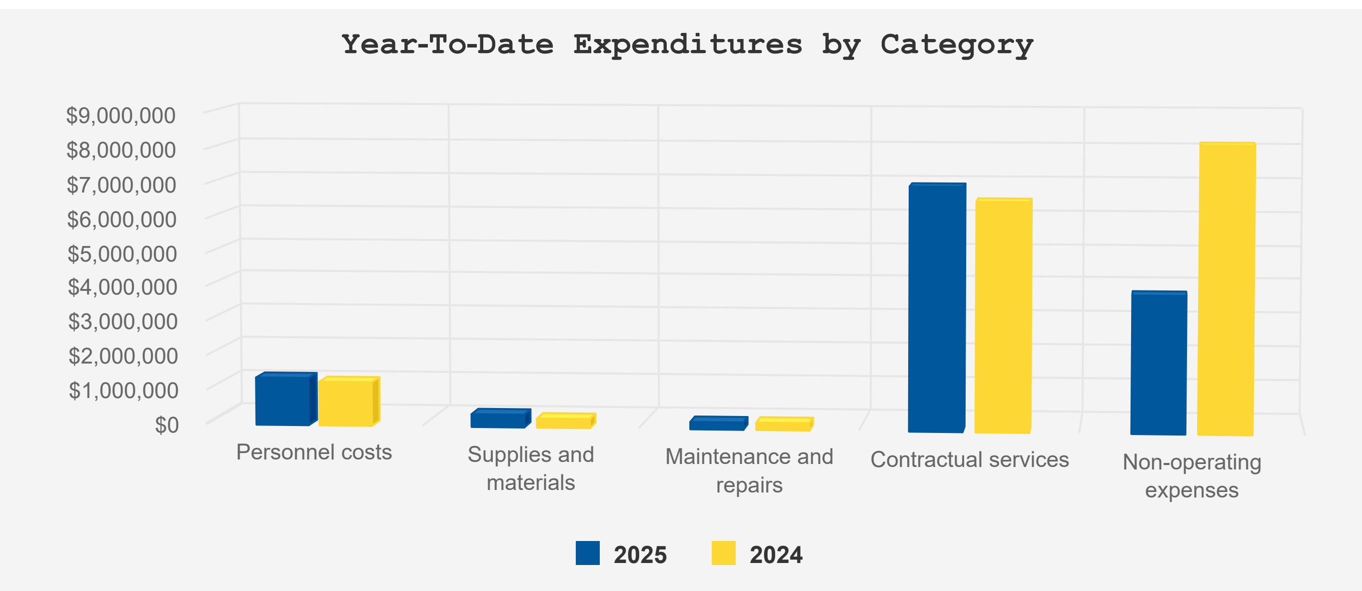


UTILITY FUND EXPENDITURES BY CATEGORY

Utility Fund Expenditures by Category
Quarter Ended 06/30/2025 - 75% Of Year Complete (Unaudited)

	Fiscal Year	Budget	Year-to-Date	Budget Remaining	% of Budget
Personnel costs	2025	$ 1,810,912	$ 1,355,394	$ 455,518	74.85%
	2024	1,791,512	1,283,646	507,866	71.65%
Supplies and materials	2025	474,797	390,776	84,021	82.30%
	2024	335,747	290,267	45,480	86.45%
Maintenance and repairs	2025	1,033,081	231,753	801,328	22.43%
	2024	529,465	187,880	341,585	35.48%
Contractual services	2025	9,331,243	7,020,869	2,310,374	75.24%
	2024	8,920,907	6,623,622	2,297,285	74.25%
Non-operating expenses	2025	17,722,006	3,960,131	13,761,875	22.35%
	2024	18,984,213	8,274,065	10,710,148	43.58%
Total Expenditures	**2025**	**30,372,039**	**12,958,923**	**17,413,116**	**42.67%**
	2024	**30,561,844**	**16,659,480**	**13,902,364**	**54.51%**

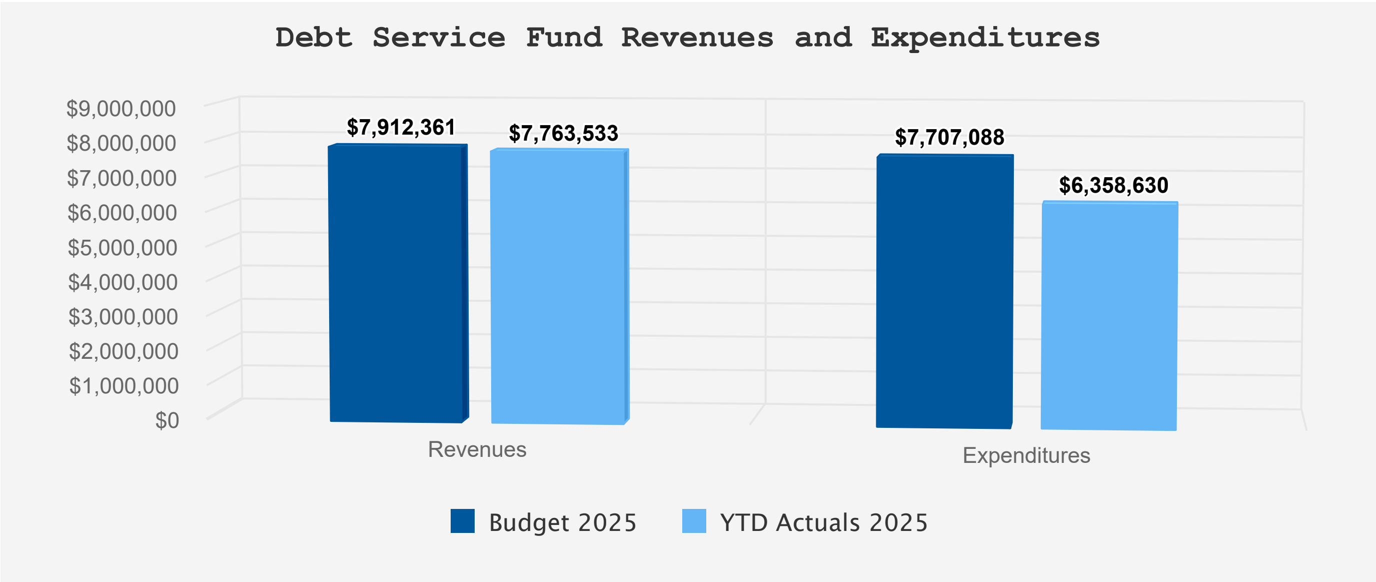
Note - FY 2025 budget includes City Council-approved budget amendments - Ordinance O-2025-06 adopted on April 21, 2025.



DEBT SERVICE FUND SUMMARY

Debt Service Fund Summary
Quarter Ended 06/30/2025 - 75% Of Year Complete (Unaudited)

	2024		2025			
	Budget	Year-to-Date	Budget	Year-to-Date	Budget Remaining	% of Budget
Revenues						
Property tax	$ 7,111,584	$ 7,012,085	$ 7,732,361	$ 7,591,642	$ 140,719	98.18%
Investment income	50,000	134,177	180,000	131,324	48,676	72.96%
Transfers in	-	-	-	40,567	(40,567)	-
Total Revenues	**$ 7,161,584**	**$ 7,146,262**	**$ 7,912,361**	**$ 7,763,533**	**$ 148,828**	**98.12%**
Expenditures						
Debt service - principal	$ 4,740,000	$ 4,740,000	$ 4,975,000	$ 5,120,000	$ (145,000)	102.91%
Debt service - interest	1,744,018	918,622	2,731,088	1,236,150	1,494,938	45.26%
Other costs	548,016	2,430	1,000	2,480	(1,480)	248.00%
Total Expenditures	**$ 7,032,034**	**$ 5,661,052**	**$ 7,707,088**	**$ 6,358,630**	**$ 1,348,458**	**82.50%**

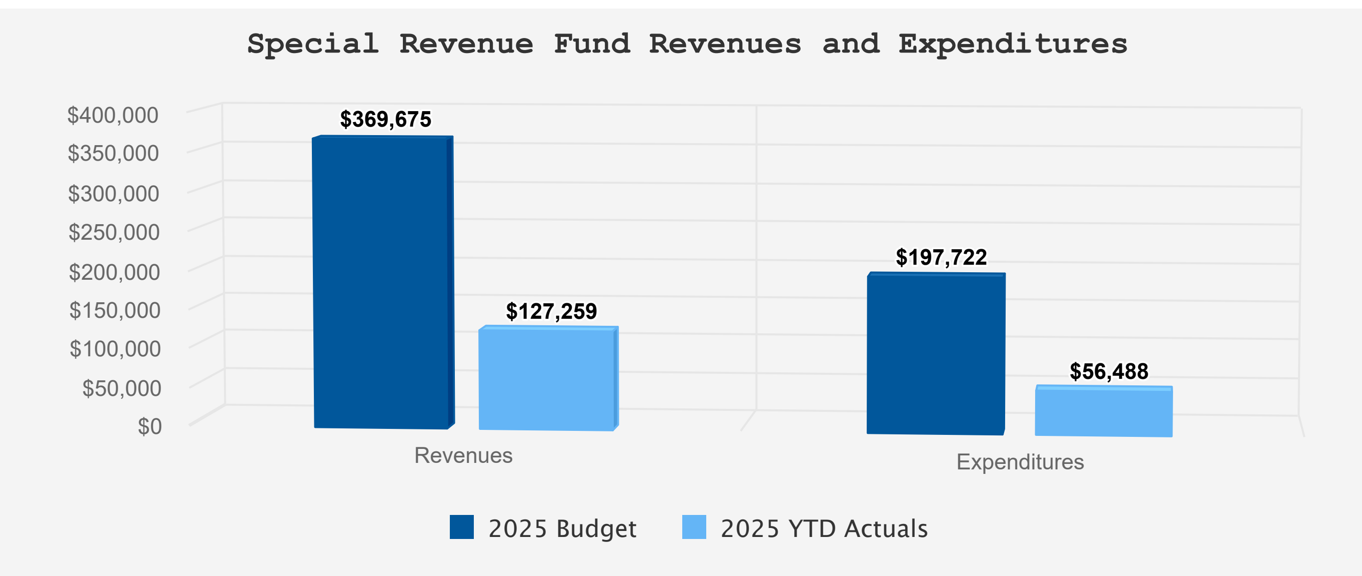


SPECIAL REVENUE FUND SUMMARY

Special Revenue Fund Summary
Quarter Ended 06/30/2025 - 75% Of Year Complete (Unaudited)

	2024		2025			
	Budget	Year-to-Date	Budget	Year-to-Date	Budget Remaining	% of Budget
Revenues						
Impact and development fees	$ 125,000	$ 1,100	$ 250,000	$ -	$ 250,000	0.00%
Franchise and local taxes	27,500	16,630	27,500	13,748	13,752	49.99%
Grants and donations	4,250	8,461	4,500	14,367	(9,867)	319.27%
Fines and forfeitures	48,725	46,383	47,675	57,541	(9,866)	120.69%
Investment income	20,000	33,643	40,000	41,603	(1,603)	104.01%
Transfers in	-	9,841	-	-	-	-
Total Revenues	**$ 225,475**	**$ 116,058**	**$ 369,675**	**$ 127,259**	**$ 242,416**	**34.42%**
Expenditures						
General Government	$ 1,500	$ -	$ 1,500	$ -	$ 1,500	0.00%
Public Safety	102,000	6,252	85,000	32,918	52,082	38.73%
Leisure Services	500	-	500	-	500	0.00%
Capital outlay	70,000	14,295	110,722	-	110,722	0.00%
Transfers out	-	-	-	23,570	(23,570)	-
Total Expenditures	**$ 174,000**	**$ 20,547**	**$ 197,722**	**$ 56,488**	**$ 141,234**	**28.57%**

Note - FY 2025 budget includes City Council-approved budget amendments - Ordinance O-2025-06 adopted on April 21, 2025.

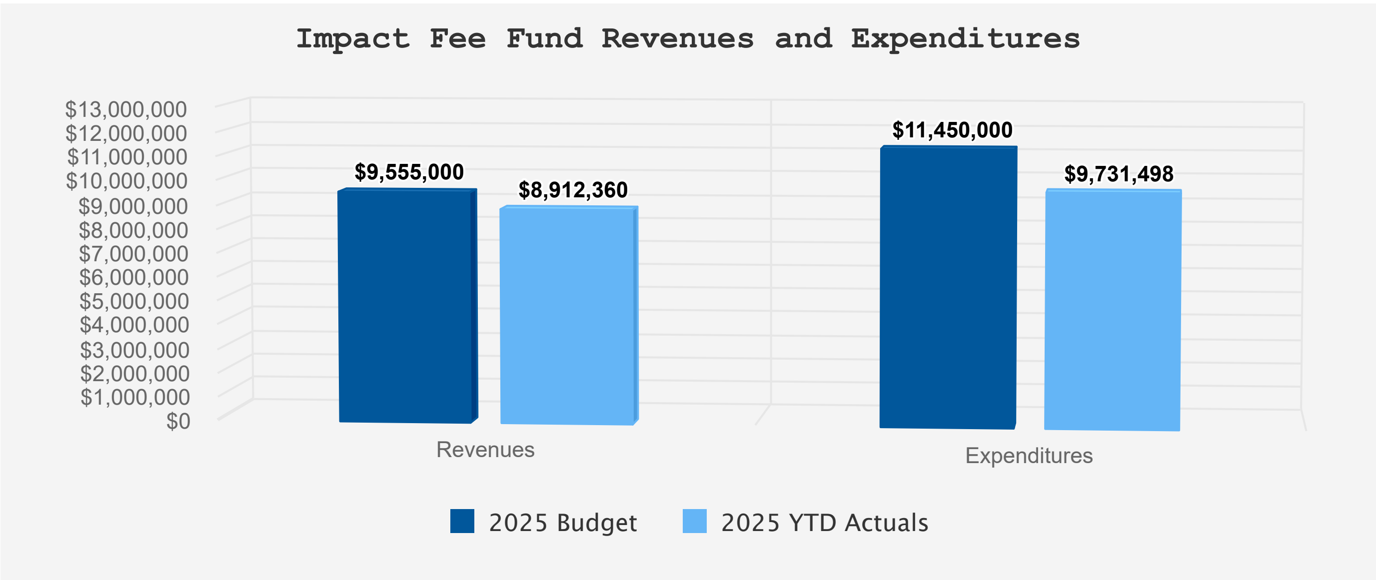


Impact Fee Funds Summary

Quarter Ended 06/30/2025 - 75% Of Year Complete (Unaudited)

	2024		2025			
	Budget	Year-to-Date	Budget	Year-to-Date	Budget Remaining	% of Budget
Revenues						
Impact and development fees	$ 1,075,000	$ 784,949	$ 850,000	$ 37,224	$ 812,776	4.38%
Investment income	150,000	337,954	405,000	285,673	119,327	70.54%
Transfers in	-	-	8,300,000	8,589,463	(289,463)	103.49%
Total Revenues	**$ 1,225,000**	**$ 1,122,903**	**$ 9,555,000**	**$ 8,912,360**	**$ 642,640**	**93.27%**
Expenditures						
Public Works	$ -	$ -	$ 2,450,000	$ 617,038	$ 1,832,962	25.19%
Transfers out	2,120,000	1,590,003	9,000,000	9,114,460	(114,460)	101.27%
Total Expenditures	**$ 2,120,000**	**$ 1,590,003**	**$ 11,450,000**	**$ 9,731,498**	**$ 1,718,502**	**84.99%**

Note - The large activity to date in the Impact Fee Funds is due to a transfer of funds from the original Impact Fee Fund into the new individualized Impact Fee Funds.



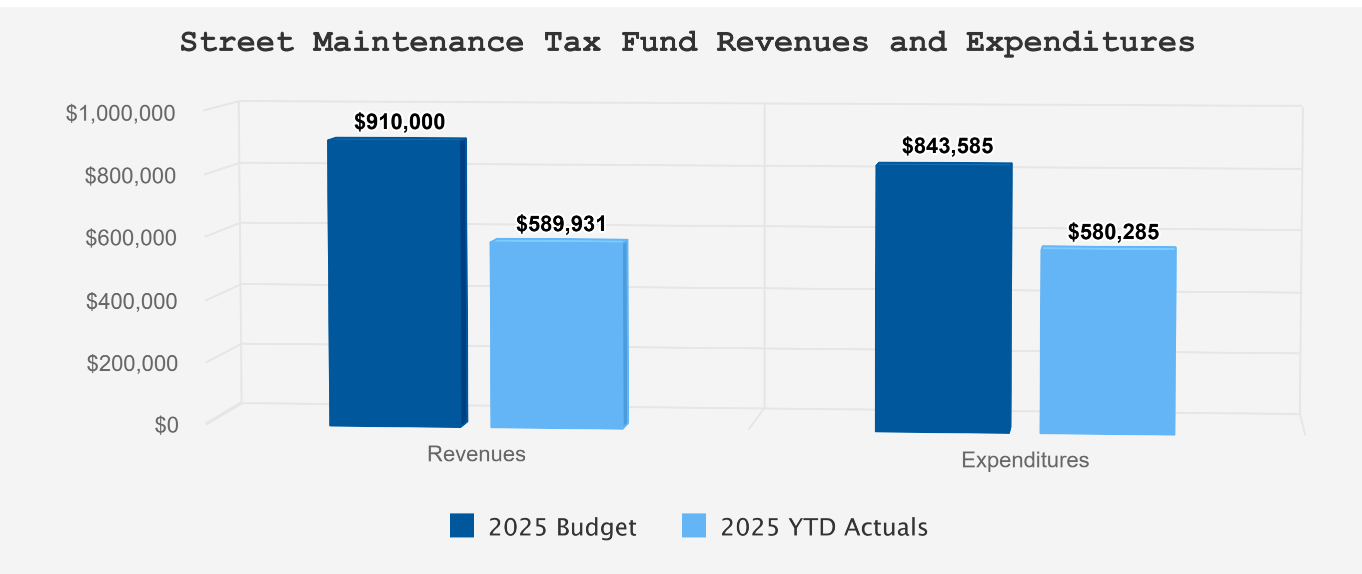
Street Maintenance Tax Fund
Quarter Ended 06/30/2025 - 75% Of Year Complete (Unaudited)

	2024		2025			
	Budget	Year-to-Date	Budget	Year-to-Date	Budget Remaining	% of Budget
Revenues						
Sales tax	$ 725,000	$ 569,385	$ 810,000	$ 558,586	$ 251,414	68.96%
Investment income	25,000	74,414	100,000	31,345	68,655	31.35%
Total Revenues	**$ 750,000**	**$ 643,799**	**$ 910,000**	**$ 589,931**	**$ 320,069**	**64.83%**
Expenditures						
Street maintenance projects	$ 1,650,916	$ 1,507,843	$ 843,585	$ 580,285	$ 263,300	68.79%
Total Expenditures	**$ 1,650,916**	**$ 1,507,843**	**$ 843,585**	**$ 580,285**	**$ 263,300**	**68.79%**

Note - FY 2025 budget includes City Council-approved budget amendments - Ordinance O-2025-06 adopted on April 21, 2025.

Note - FY 2024 budget includes City Council-approved budget amendment - Ordinance 0-2024-12 adopted on September 16, 2024.

The City of Sachse Home Rule Charter, Sec. 7.13 – Lapse of Appropriations, states that an appropriation for a capital expenditure shall continue in force until the purpose for which it was made has been accomplished or abandoned.

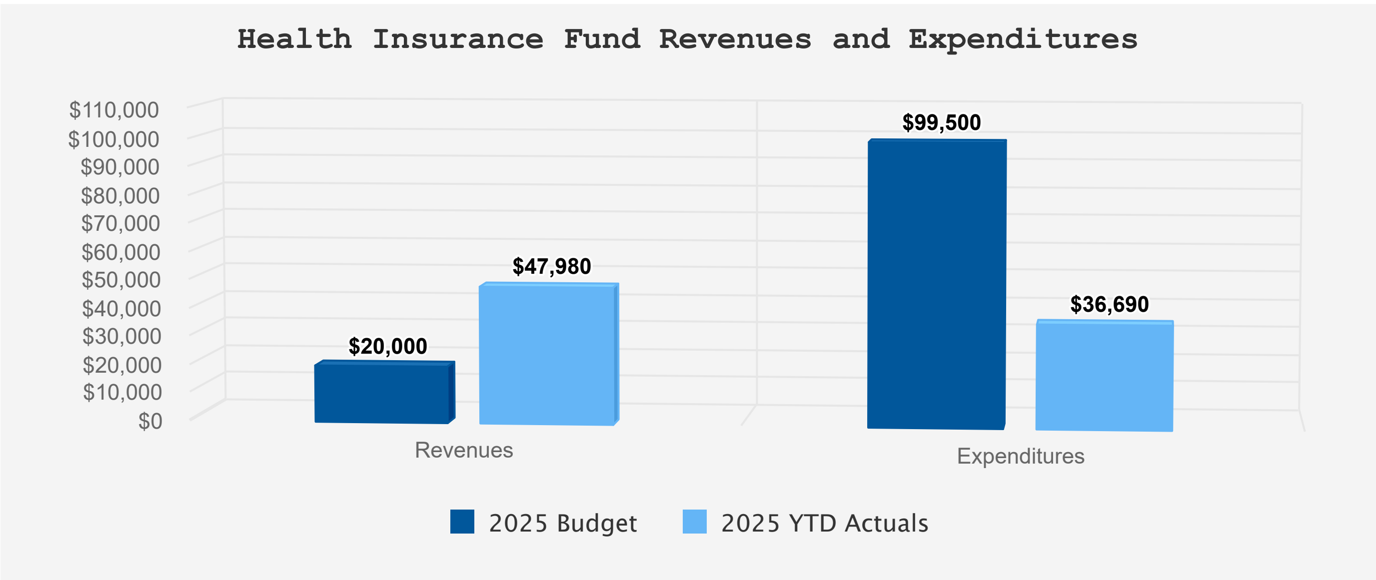


HEALTH INSURANCE FUND SUMMARY

Health Insurance Fund Summary
Quarter Ended 06/30/2025 - 75% Of Year Complete (Unaudited)

	2024		2025			
	Budget	Year-to-Date	Budget	Year-to-Date	Budget Remaining	% of Budget
Revenues						
Investment income	$ 40,000	$ 38,755	$ 20,000	$ 30,960	$ (10,960)	154.80%
Miscellaneous	-	-	-	17,020	(17,020)	-
Total Revenues	**$ 40,000**	**$ 38,755**	**$ 20,000**	**$ 47,980**	**$ (27,980)**	**239.90%**
Expenditures						
Health insurance premiums	$ 38,000	$ 14,029	$ 8,000	$ (4,350)	$ 12,350	-54%
Dental insurance premiums	1,000	260	500	(387)	887	-77%
HRA deductible reimbursements	76,000	59,034	76,000	42,747	33,253	56.25%
HSA employer contributions	-	-	-	(4,085)	4,085	-
LTD and life insurance	12,000	12,394	4,800	(3,029)	7,829	-63%
Employee assistance program	6,000	4,044	4,200	(340)	4,540	-8.10%
Other	12,000	4,146	6,000	6,134	(134)	102%
Total Expenditures	**$ 145,000**	**$ 93,907**	**$ 99,500**	**$ 36,690**	**$ 62,810**	**36.87%**

Note - FY 2024 budget includes City Council-approved budget amendment - Ordinance 0-2024-12 adopted on September 16, 2024.



CAPITAL PROJECT SUMMARY

Capital Project Summary
Quarter Ended 06/30/2025 - 75% Of Year Complete (Unaudited)

Cip No.	Project	Budget Thru FY 2024	Budget FY 2025	Budget Thru FY 2025	Actuals Prior Year Expenditures	Actuals FY 2025	Actuals Project-To-Date	Remaining Project Budget
Roadway								
R-12-13	Merritt Road Re-alignment & Widening(U)	$ 6,500,000	$ -	$ 6,500,000	$ 4,969,634	$ 351,751	$ 5,321,385	$ 1,178,615
R-13-03	Pleasant Valley Road(U)	300,000	-	300,000	54,296	-	54,296	245,704
IF-21-01	Impact Fee Study(C)	150,000		150,000	61,812	19,457	81,269	68,731
R-23-03	Miscellaneous Street Repair(U)	300,000	250,000	550,000	288,414	261,585	549,999	1
R-24-03	Woodbridge Parkway	2,600,000	-	2,600,000	-	11,555	11,555	2,588,445
R-24-04	Traffic Signal Maintenance and Upgrades	120,000	-	120,000	-	-	-	120,000
R-25-01	Asphalt Overlay - Sachse Road (Merritt to City Limits)	-	200,000	200,000	-	200,000	200,000	-
R-25-02	Old Ben Davis - Ben Davis Road to Bunker Hill Road	-	100,000	100,000	-	-	-	100,000
R-25-03	Mapleshade/Harvest Alley	-	132,000	132,000	-	-	-	132,000
R-25-04	4th Street/Sachse Street/Floyd Street Overlay	-	150,000	150,000	-	118,700	118,700	31,300
R-OG-01	Street and Alley Maintenance (on-going)(U)	450,000	455,000	905,000	312,480	41,052	353,532	551,468
R-OG-02	Sidewalk Maintenance (On-going)(U)	-	200,000	200,000	1,113	50,028	51,141	148,859
Subtotal Roadway		**$ 10,420,000**	**$ 1,487,000**	**$ 11,907,000**	**$ 5,687,749**	**$ 1,054,128**	**$ 6,741,877**	**$ 5,165,123**
Parks & Trails								
P-22-04	J.K. Sachse Park Construction(U)	$ 3,641,250	$ 705,564	$ 4,346,814	$ 2,863,512	$ 549,957	$ 3,413,469	$ 933,345
F-24-07	Heritage Park Expansion Projects(C)	1,700,000	-	1,700,000	1,677,000	-	1,677,000	23,000
Subtotal Parks & Trails		**$ 5,341,250**	**$ 705,564**	**$ 6,046,814**	**$ 4,540,512**	**$ 549,957**	**$ 5,090,469**	**$ 956,345**
Facilities/Other								
F-24-12	Service Center	$ 6,000,000	$ -	$ 6,000,000	$ -	$ 289,880	$ 289,880	$ 5,710,120
F-24-13	Comprehensive Plan Update(U)	300,000	-	300,000	86,943	201,780	288,723	11,277
F-25-13	Economic Development Strategic Plan(U)		150,000	150,000		42,856	42,856	107,144
Subtotal Facilities		**$ 6,300,000**	**$ 150,000**	**$ 6,450,000**	**$ 86,943**	**$ 534,516**	**$ 621,459**	**$ 5,828,541**
Neighborhood Services								
NS-OG-01	Neighborhood Programs (on-going)	$ -	$ 25,000	$ 25,000	$ -	$ -	$ -	$ 25,000
Subtotal Neighborhood Services		**$ -**	**$ 25,000**	**$ 25,000**	**$ -**	**$ -**	**$ -**	**$ 25,000**
Bond Proposition 2021								
BP-21-A01	Sachse Road Phase 2(U)	$ 1,700,000	$ 12,975,000	$ 14,675,000	$ 435,608	$ 733,839	$ 1,169,447	$ 13,505,553
BP-21-B01	Streets & Roads - Bailey-Hooper Road(U)	10,660,000	1,200,000	11,860,000	830,309	2,457,985	3,288,294	8,571,706
BP-21-B02	Streets & Roads - West Creek	-	2,820,000	2,820,000	-	144,702	144,702	2,675,298
BP-21-B03	Streets & Roads - Williford Road	-	7,170,000	7,170,000	-	470,847	470,847	6,699,153
BP-21-C01	Neighborhood Package(U)	675,000	4,300,000	4,975,000	674,994	15,388	690,382	4,284,618
BP-21-D01	Animal Shelter(C/SC)	5,000,000	-	5,000,000	4,868,016	61,179	4,929,195	70,805
Subtotal Bond Proposition 2021		**$ 18,035,000**	**$28,465,000**	**$ 46,500,000**	**$ 6,808,927**	**$ 3,883,940**	**$ 10,692,867**	**$ 35,807,133**

CAPITAL PROJECT SUMMARY

Capital Project Summary
Quarter Ended 06/30/2025 - 75% Of Year Complete (Unaudited)

		Budget			Actuals			
Cip No.	**Project**	**Thru FY 2024**	**FY 2025**	**Thru FY 2025**	**Prior Year Expenditures**	**FY 2025**	**Project-To-Date**	**Remaining Project Budget**
Water								
W-14-01	Maxwell Creek Pump Station(C)	$ 5,765,000	$ -	$ 5,765,000	$ 5,310,260	$ 424,730	$ 5,734,990	$ 30,010
W-21-05	Public Works Pump Station Generator(C/SC)	680,000	-	680,000	552,327	122,170	674,497	5,503
W-24-14	Ingram Road Sewer Relief	130,000	500,000	630,000	-	501,558	501,558	128,442
W-24-15	Tank Maintenance and Cleaning (U)	65,000	-	65,000	28,307	3,920	32,227	32,773
W-24-16	Public Works Pump Station - Pump Installation and Upgrades(U)	800,000	500,000	1,300,000	139,423	44,834	184,257	1,115,743
W-25-05	Maxwell Creek Pump Station GST Painting	-	200,000	200,000	-	-	-	200,000
W-25-06	Utility Master Plan Updates	-	250,000	250,000	-	19,060	19,060	230,940
W-25-07	Large Water Valve Replacement Program	-	300,000	300,000	-	-	-	300,000
W-25-08	Maxwell Creek Pump Station Fence Improvements	-	185,000	185,000	-	-	-	185,000
Subtotal Water		**$ 7,440,000**	**$ 1,935,000**	**$ 9,375,000**	**$ 6,030,317**	**$ 1,116,272**	**$ 7,146,589**	**$ 2,228,411**
Sewer								
SS-18-01	Ingram Rd Sewer Relief(C)	$ 200,000	$ -	$ 200,000	$ -	$ 197,729	$ 197,729	$ 2,271
SS-21-11	Hilltop Trail/Meadow Lane Utility Rehab(C)	2,450,000		2,450,000	1,597,909	179,741	1,777,650	672,350
SS-21-12	Sewer Rehab Hwy 78 at old City Hall	249,000	-	249,000	-	-	-	249,000
SS-24-18	Southeast Sewer Expansion: Trunk Line A from Sachse Rd to SE Lift Station(U)	11,865,000	(466,587)	11,398,413	284,857	104,583	389,440	11,008,973
SS-24-19	Sewer Manhole Odor and Gas Remediation	60,000	-	60,000	-	-	-	60,000
SS-24-21	Murphy Road Sewer Main Repair(C)	140,000	-	140,000	-	131,233	131,233	8,767
SS-25-09	Ponderosa/Bonanza Sewer Main Replacement(C)	-	450,000	450,000	-	297,516	297,516	152,484
Subtotal Sewer		**$ 14,964,000**	**$ (16,587)**	**$ 14,947,413**	**$ 1,882,766**	**$ 910,802**	**$ 2,793,568**	**$ 12,153,845**

QUARTER ENDED 06/30/2025 - 75% OF YEAR COMPLETE (UNAUDITED)

Capital Project Summary

Quarter Ended 06/30/2025 - 75% Of Year Complete (Unaudited)

Cip No.	Project	Budget Thru FY 2024	Budget FY 2025	Budget Thru FY 2025	Actuals Prior Year Expenditures	Actuals FY 2025	Actuals Project-To-Date	Remaining Project Budget
Drainage								
D-17-15	Vicksburg Drainage Easement[U]	$ 451,409	$ -	$ 451,409	$ 63,519	$ -	$ 63,519	$ 387,890
D-23-04	Small Drainage Projects[U]	80,000	-	80,000	-	-	-	80,000
D-24-20	Stormwater Utility Rate Study[U]	200,000	-	200,000	40,000	5,006	45,006	154,994
D-25-10	Heritage Park Pond Maintenance	-	50,000	50,000	-	-	-	50,000
D-25-11	Cornwall Street Drainage Improvements	-	150,000	150,000	-	-	-	150,000
D-25-12	Sachse Road Parking Lot Detention	-	400,000	400,000	-	-	-	400,000
Subtotal Drainage		**$ 731,409**	**$ 600,000**	**$ 1,331,409**	**$ 103,519**	**$ 5,006**	**$ 108,525**	**$ 1,222,884**
Total Capital Projects		**$ 63,231,659**	**$33,350,977**	**$ 96,582,636**	**$ 25,140,733**	**$ 8,054,621**	**$ 33,195,354**	**$ 63,387,282**

[C] - Project Closed

[C/SC] - Project Complete, or Substantially Complete

[U] - Project Underway

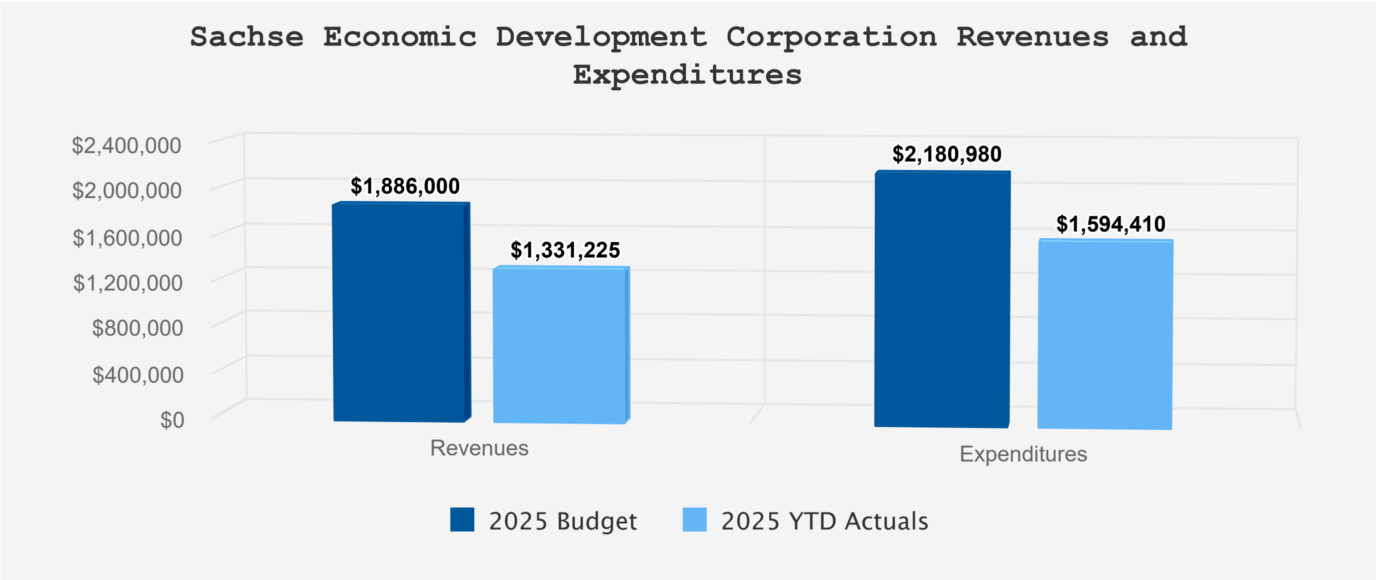
Note - FY 2025 budget includes City Council-approved budget amendments - Ordinance O-2025-06 adopted on April 21, 2025.

Note - FY 2024 budget includes City Council-approved budget amendment - Ordinance 0-2024-12 adopted on September 16, 2024.

Note - F-25-13 Reflects anticipated approval of FY24-25 Amendment to be brought to Council on September 15, 2025.

Sachse Economic Development Corporation Summary
Quarter Ended 06/30/2025 - 75% Of Year Complete (Unaudited)

	2024		2025			
	Budget	Year-to-Date	Budget	Year-to-Date	Budget Remaining	% of Budget
Revenues						
Sales tax	$ 1,430,000	1,138,771	$ 1,610,000	$ 1,117,173	$ 492,827	69.39%
Grants and donations	10,000	-	10,000	-	10,000	0.00%
Investment income	100,000	208,890	260,000	212,909	47,091	81.89%
Other income	-	-	6,000	1,143	4,857	19.05%
Total Revenues	**$ 1,540,000**	**$ 1,347,661**	**$ 1,886,000**	**$ 1,331,225**	**$ 554,775**	**70.58%**
Expenditures						
Personnel	$ 211,618	$ 155,079	$ 269,962	$ 197,543	$ 72,419	73.17%
Supplies and materials	85,334	30,005	90,464	32,833	57,631	36.29%
Maintenance and repairs	53,020	54,793	51,850	52,218	(368)	100.71%
Contractual services	256,265	249,024	1,218,765	934,517	284,248	76.68%
Capital Outlay and Projects	30,600	20,099	35,600	8,965	26,635	25.18%
Transfers out	272,795	204,597	514,339	368,334	146,005	71.61%
Total Expenditures	**$ 909,632**	**$ 713,597**	**$ 2,180,980**	**$ 1,594,410**	**$ 586,570**	**73.11%**



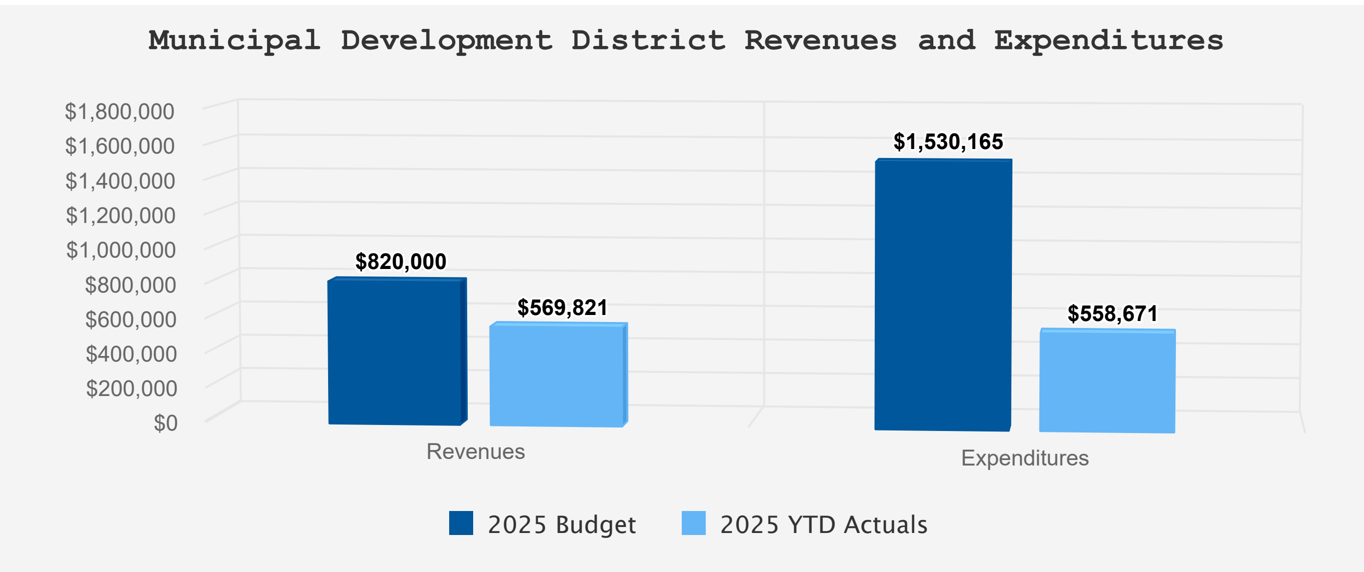
SACHSE ECONOMIC DEVELOPMENT CORPORATION SUMMARY

MUNICIPAL DEVELOPMENT DISTRICT SUMMARY

Municipal Development District Summary
Quarter Ended 06/30/2025 - 75% Of Year Complete (Unaudited)

	2024		2025			
	Budget	Year-to-Date	Budget	Year-to-Date	Budget Remaining	% of Budget
Revenues						
Sales tax	$ 750,000	$ 559,105	$ 800,000	$ 543,059	$ 256,941	67.88%
Investment income	1,000	14,276	20,000	26,762	(6,762)	133.81%
Total Revenues	**$ 751,000**	**$ 573,381**	**$ 820,000**	**$ 569,821**	**$ 250,179**	**69.49%**
Expenditures						
Maintenance and repairs	$ 50,000	$ -	$ 50,000	$ 8,714	$ 41,286	17.43%
Park improvements	836,500	343,983	1,480,165	549,957	930,208	37.16%
Total Expenditures	**$ 886,500**	**$ 343,983**	**$ 1,530,165**	**$ 558,671**	**$ 971,494**	**36.51%**

Note - FY 2025 budget includes City Council-approved budget amendments - Ordinance O-2025-06 adopted on April 21, 2025.



The City of
SACHSE

3815-B Sachse Road
Sachse, TX 75048
www.cityofsachse.com

Finance Department Memo

To: **Gina Nash, City Manager**

From: David Baldwin, Director of Finance

Ryan Bredehoeft, Assistant Director of Finance

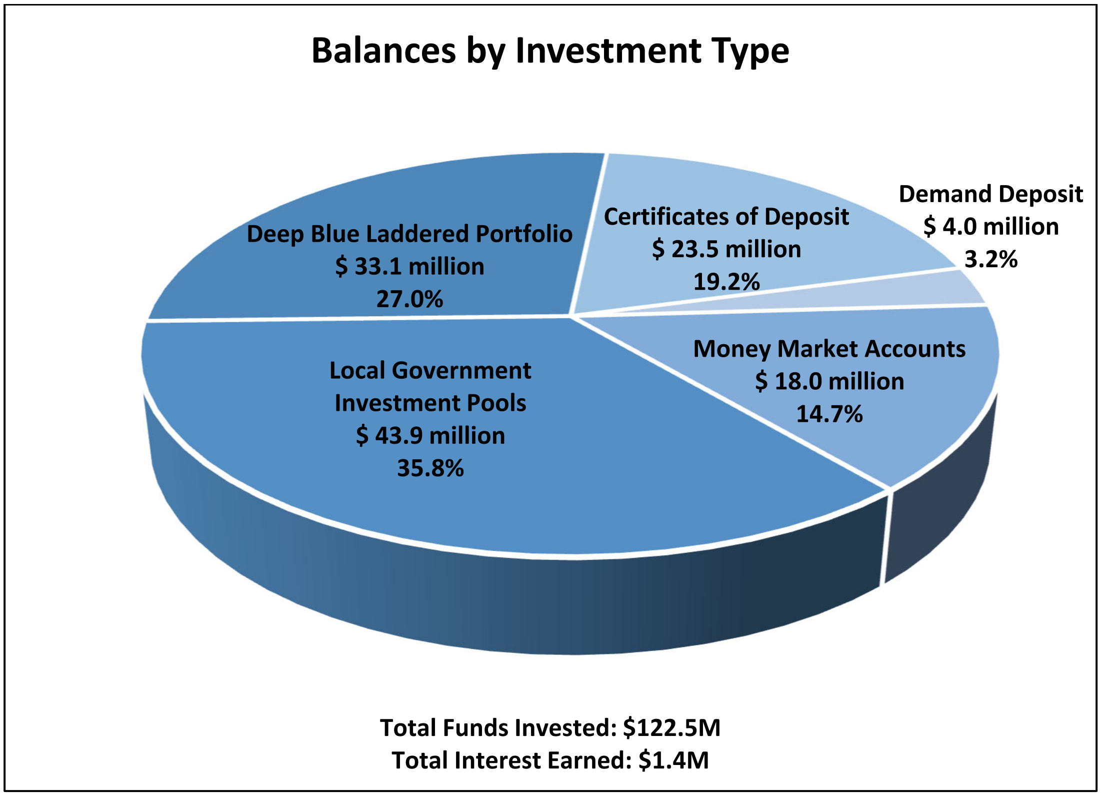
Jeff Sun, Finance and Purchasing Manager

CC: Mayor and City Council

Date: September 2, 2025

Re: **Investment Report for the quarter ending June 30, 2025**

Attached is the Quarterly Investment Report for the quarter ending June 30, 2025. This report complies with the requirements of the City's Investment Policy and the Public Funds Investment Act as amended. The chart below provides a summary of balances by investment type. See the report for further details.



Account Type	Weighted Average Interest Rate
Demand Deposit	0.00%
Money Market Accounts	4.42%
Local Government Investment Pools	4.48%
Certificates of Deposit	4.72%
Deep Blue Laddered Portfolio	4.16%

Average interest rate yield	4.29%
3-month US Treasury (benchmark)	4.24%

Summary

Quarter End Results by Investment Category:

Asset Type	March 31, 2025 Book Value	March 31, 2025 Market Value	June 30, 2025 Book Value	June 30, 2025 Market Value	Ave. Yield	Weight
Demand Deposit	$ 686,702	$ 686,702	$ 3,959,363	$ 3,959,363	0.00%	3%
Money Market Accounts	21,924,441	21,924,441	18,043,411	18,043,411	4.42%	15%
Local Government Investment Pools	43,378,318	43,378,318	43,864,635	43,864,635	4.48%	36%
CDs	29,549,953	29,549,953	23,540,497	23,540,497	4.72%	19%
DBIA Long-Term Portfolio	32,643,560	32,651,002	33,098,360	33,096,425	4.16%	27%
Totals	**$ 128,182,974**	**$ 128,190,416**	**$ 122,506,266**	**$ 122,504,331**	**4.29%**	**100%**

Current Quarter Average Yield (1)

Total Portfolio	4.29%	
Weighted Average Maturity	32.9	days
Rolling Three Month Treasury	4.24%	
Rolling Six Month Treasury	4.29%	

Fiscal Year-to-Date Average Yield (2)

Total Portfolio	4.52%
Rolling Three Month Treasury	4.27%
Rolling Six Month Treasury	4.27%

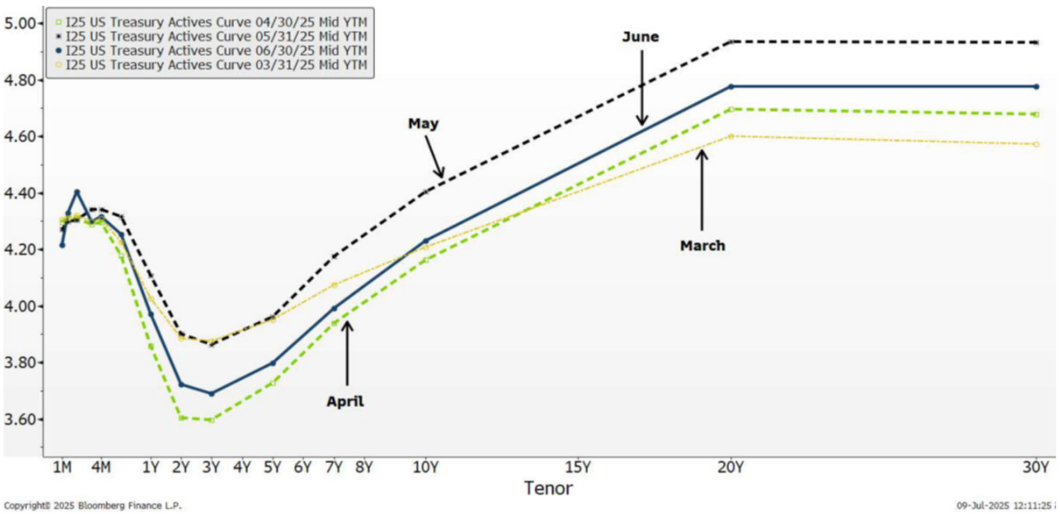
Interest Earnings (Approximate)

	City	EDC
Interest Earnings QTR	$ 1,357,699	$ 68,578
Interest Earnings YTD	$ 4,061,950	$ 156,131

(1) Current Quarter Weighted Average Yield - calculated using quarter end report yields and adjusted book values and does not reflect a total return analysis realized and unrealized gains/losses and investment advisory fees are not considered. The yield for the reporting month is used for bank, pool, and money market balances.
(2) Fiscal Year-to-Date Weighted Average Yields - calculated using quarter end report yields and adjusted book values and does not reflect a total return analysis or account for advisory fees.

Economic Update

The U.S. economy experienced a negative GDP growth in Q1, primarily due to an increased trade deficit and companies building up inventory. Consumer spending also saw a slight decline in Q2. The labor market is strong, with nonfarm payrolls increasing and the unemployment rate in June being lower than expected. JOLTS Job Openings were also higher than anticipated. Inflation remains a concern for the Federal Reserve. While the headline CPI report came in slightly above expectations, core CPI was in line with expectations but still above the Fed's 2% target. The Federal Reserve is unlikely to cut interest rates soon. Despite pressure from the White House, Chairman Powell indicated that the Fed would not rush to cut rates due to persistent inflation and low unemployment. Volatility in interest rates is expected to continue as the market anticipates future rate cuts. Finally, the US Treasury yields have generally decreased across all tenors from June 2024 to June 2025, indicating a potential shift in investor sentiment or economic outlook.



	US Treasury Yields			
	Date and Yield (%)			
Tenor	6/30/2024	4/30/2025	5/31/2025	6/30/2025
1m	5.48	4.35	4.33	4.28
3m	5.47	4.31	4.36	4.41
6m	5.37	4.19	4.36	4.29
1y	5.10	3.85	4.11	3.96
2y	4.77	3.60	3.89	3.72
3y	4.58	3.58	3.87	3.68
5y	4.44	3.72	3.96	3.79

Investment Holdings

June 30, 2025

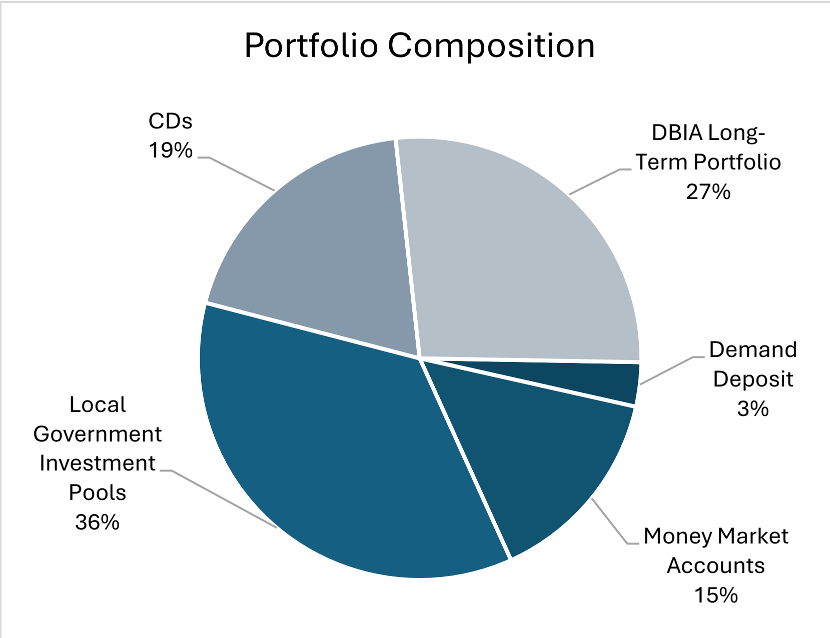
Description	Rating	Coupon/ Discount	Maturity Date	Settlement Date		Book Value	Market Price		Market Value	Life (days)	Yield	Weight
Checking Accounts												
American Nat'l Bank of Texas Checking		0.00%	6/30/2025	7/1/2025	$	3,959,363	1.00	$	3,959,363	0	0.00%	3%
Money Market Accounts/Funds												
American Nat'l Bank of Texas		3.81%	6/30/2025	7/1/2025	$	765,619	1.00	$	765,619	0	3.81%	1%
NexBank Intrafi		4.45%	6/30/2025	7/1/2025	$	16,277,185	1.00	$	16,277,185	0	4.45%	13%
Local Government Investment Pools												
TX FIT		4.48%	6/30/2025	7/1/2025	$	43,864,635	1.00	$	43,864,635	0	4.48%	36%
Logic		4.43%	6/30/2025	7/1/2025	$	1,000,607	1.00	$	1,000,607	0	4.43%	1%
Certificates of Deposit												
BOK Financial 3645		4.59%	6/12/2025	6/15/2023	$	-	100.00	$	-	-18	4.59%	0%
Cornerstone Capital Bank 6314		4.59%	6/20/2025	6/20/2024	$	-	100.00	$	-	-10	4.59%	0%
BOK Financial 2643		4.59%	7/3/2025	7/6/2023	$	551,478	100.00	$	551,478	3	4.59%	0%
BOK Financial 3602		4.59%	7/10/2025	7/13/2023	$	4,958,612	100.00	$	4,958,612	10	4.59%	4%
Cornerstone Capital Bank 7374		4.59%	7/10/2025	7/11/2024	$	5,262,413	100.00	$	5,262,413	10	4.59%	4%
Cornerstone Capital Bank 2023		4.59%	7/24/2025	7/25/2024	$	6,297,700	100.00	$	6,297,700	24	4.59%	5%
Texas Bank 0374/0102		5.06%	12/18/2025	12/19/2024	$	6,470,294	100.00	$	6,470,294	171	5.06%	5%
Deep Blue Laddered Portfolio												
CASH		0.00%	6/30/2025	7/1/2025	$	867	1.00	$	867	0	0.00%	0%
FIRST AMER:GVT OBLG Y		3.96%	6/30/2025	7/1/2025	$	98,226	1.00	$	98,226	0	3.96%	0%
THE TORONTO-DOMINION BANK	A-1/P1	0.00%	7/3/2025	12/27/2024	$	5,113,750	100.00	$	5,113,750	3	2.93%	4%
KEB HANA BANK - NEW YORK AGENCY	A-1	0.00%	8/29/2025	1/13/2025	$	5,107,477	100.00	$	5,107,477	60	4.41%	4%
CREDIT AGRICOLE CORPORATE AND INVE	A-1/P1	0.00%	9/10/2025	1/13/2025	$	5,104,724	100.00	$	5,104,724	72	4.34%	4%
SHINHAN BANK - NEW YORK BRANCH	A-1/P1	0.00%	9/12/2025	1/22/2025	$	3,850,258	100.00	$	3,850,258	74	4.39%	3%
NATIXIS, NEW YORK BRANCH	A-1/P1	0.00%	10/7/2025	1/24/2025	$	3,859,290	100.00	$	3,859,290	99	4.31%	3%
US TREASURY 8/31/25	AA++	0.25%	8/31/2025	1/23/2025	$	3,849,458	100.00	$	3,847,836	62	4.44%	3%
US TREASURY 11/15/25	AA++	2.25%	11/15/2025	1/30/2025	$	1,002,607	100.00	$	1,002,294	138	4.31%	1%
HANNOVER FUNDING - CO LLC	P1	0.00%	12/29/2025	6/27/2025	$	5,111,703	100.00	$	5,111,703	182	4.42%	4%
TOTAL					**$**	**122,506,266**		**$**	**122,504,331**	**32.9** (1)	**4.29%** (2)	

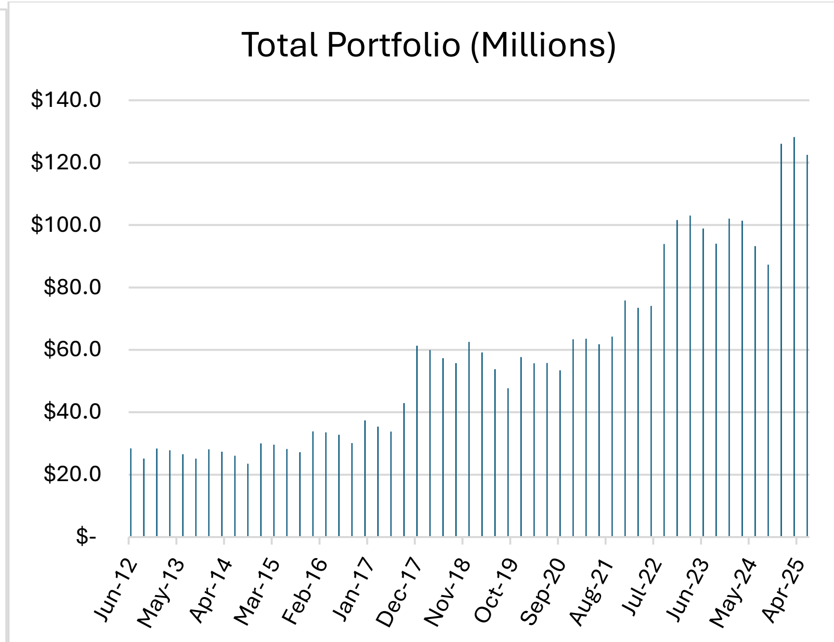
(1) Weighted average life - For purposes of calculating weighted average life, pool investments are assumed to have a one day maturity.

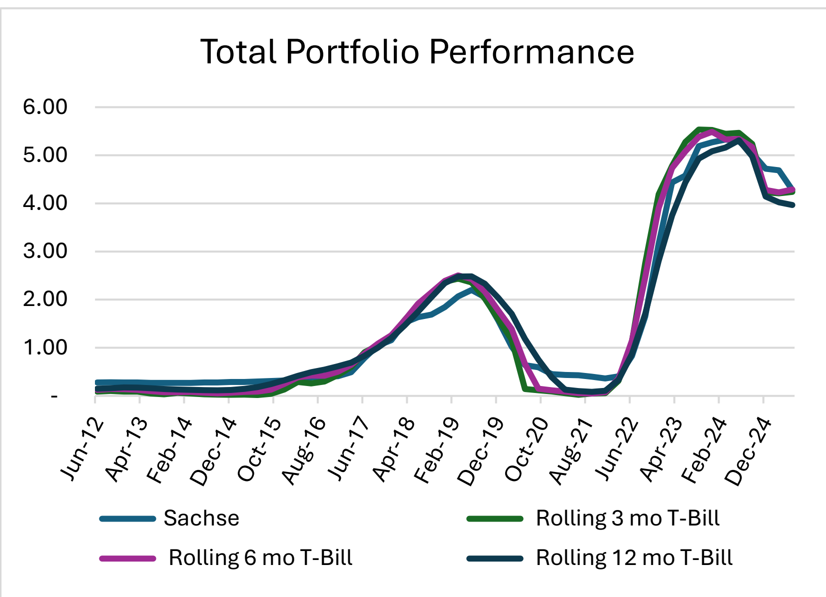
(2) Weighted average yield to maturity - The weighted average yield to maturity is based on adjusted book value, realized and unrealized gains/losses and investment advisory fees are not considered.

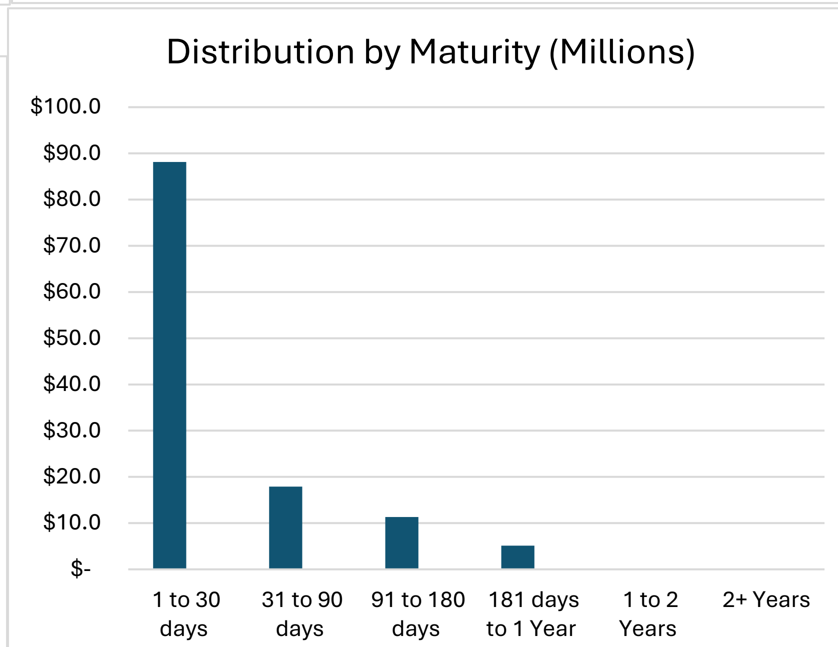
Book & Market Value Comparison

Issuer/Description	Yield	Maturity Date	Book Value 3/31/25	Increases	Decreases	Book Value 6/30/25	Market Value 3/31/25	Change in Market Value	Market Value 6/30/25
Checking Accounts									
American Nat'l Bank of Texas Checking	0.00%	6/30/2025	$ 686,702	$ 3,272,661	$ -	$ 3,959,363	$ 686,702	$ 3,272,661	$ 3,959,363
Money Market Accounts									
American Nat'l Bank of Texas	3.81%	6/30/2025	758,559	7,060	-	765,619	758,559	7,060	765,619
NexBank Intrafi	4.45%	6/30/2025	21,080,101	-	(4,802,917)	16,277,185	21,080,101	(4,802,917)	16,277,185
Local Government Investment Pools									
TX FIT	4.48%	6/30/2025	43,378,318	486,317	-	43,864,635	43,378,318	486,317	43,864,635
Logic	4.43%	6/30/2025	-			1,000,607	-		1,000,607
Certificates of Deposit									
BOK Financial 3645	4.59%	6/12/2025	1,092,583	-	(1,092,583)	-	1,092,583	(1,092,583)	-
Cornerstone Capital Bank 6314	4.59%	6/20/2025	5,212,689	-	(5,212,689)	-	5,212,689	(5,212,689)	-
BOK Financial 2643	4.59%	7/3/2025	544,745	6,732	-	551,478	544,745	6,732	551,478
BOK Financial 3602	4.59%	7/10/2025	4,898,078	60,534	-	4,958,612	4,898,078	60,534	4,958,612
Cornerstone Capital Bank 7374	4.59%	7/10/2025	5,193,862	68,551	-	5,262,413	5,193,862	68,551	5,262,413
Cornerstone Capital Bank 2023	4.59%	7/24/2025	6,216,839	80,860	-	6,297,700	6,216,839	80,860	6,297,700
Texas Bank 0374/0102	5.06%	12/18/2025	6,391,155	79,139	-	6,470,294	6,391,155	79,139	6,470,294
Deep Blue Laddered Portfolio									
CASH	0.00%	6/30/2025	-	867	-	867	-	867	867
FIRST AMER:GVT OBLG Y	3.96%	6/30/2025	85,780	12,446	-	98,226	85,780	12,446	98,226
MUFG BANK, LTD. - NEW YORK BRANCH	0.00%	6/26/2025	5,056,288	-	(5,056,288)	-	5,056,549	(5,056,549)	-
THE TORONTO-DOMINION BANK	2.93%	7/3/2025	5,056,859	56,891	-	5,113,750	5,057,405	56,345	5,113,750
KEB HANA BANK - NEW YORK AGENCY	4.41%	8/29/2025	5,049,603	57,874	-	5,107,477	5,052,184	55,293	5,107,477
CREDIT AGRICOLE CORPORATE	4.34%	9/10/2025	5,047,977	56,748	-	5,104,724	5,048,903	55,821	5,104,724
SHINHAN BANK - NEW YORK BRANCH	4.39%	9/12/2025	3,806,950	43,308	-	3,850,258	3,808,543	41,715	3,850,258
NATIXIS, NEW YORK BRANCH	4.31%	10/7/2025	3,816,845	42,445	-	3,859,290	3,817,059	42,230	3,859,290
US TREASURY 8/31/25	4.44%	8/31/2025	3,811,354	38,104	-	3,849,458	3,811,993	35,844	3,847,836
US TREASURY 11/15/25	4.31%	11/15/2025	997,685	4,922	-	1,002,607	998,365	3,929	1,002,294
HANNOVER FUNDING - CO LLC	4.42%	12/29/2025	-	5,111,703	-	5,111,703	-	5,111,703	5,111,703
TOTAL/AVERAGE	**4.29%**		**$ 128,182,973**	**$ 9,487,162**	**$ (16,164,477)**	**$ 122,506,266**	**$ 128,190,416**	**$ (6,686,692)**	**$ 122,504,331**


Portfolio Composition
CDs
19%
DBIA Long-Term Portfolio
27%
Demand Deposit
3%
Money Market Accounts
15%
Local Government Investment Pools
36%


Total Portfolio (Millions)
$140.0
$120.0
$100.0
$80.0
$60.0
$40.0
$20.0
$-
Jun-12
May-13
Apr-14
Mar-15
Feb-16
Jan-17
Dec-17
Nov-18
Oct-19
Sep-20
Aug-21
Jul-22
Jun-23
May-24
Apr-25


Total Portfolio Performance
6.00
5.00
4.00
3.00
2.00
1.00
-
Jun-12
Apr-13
Feb-14
Dec-14
Oct-15
Aug-16
Jun-17
Apr-18
Feb-19
Dec-19
Oct-20
Aug-21
Jun-22
Apr-23
Feb-24
Dec-24
Sachse
Rolling 3 mo T-Bill
Rolling 6 mo T-Bill
Rolling 12 mo T-Bill


Distribution by Maturity (Millions)
$100.0
$90.0
$80.0
$70.0
$60.0
$50.0
$40.0
$30.0
$20.0
$10.0
$-
1 to 30 days
31 to 90 days
91 to 180 days
181 days to 1 Year
1 to 2 Years
2+ Years

Fund Equity In Pooled Cash and Investment

Fund		Balance as of 3/31/25		Balance as of 6/30/25	Percent		Quarterly Change
01 - General Fund	$	18,855,822	$	13,334,307	10.88%	$	(5,521,516)
02 - Utility Fund		23,414,209		23,874,358	19.49%		460,149
03 - Debt Service Fund		3,824,865		3,017,095	2.46%		(807,771)
04 - General Capital Projects		16,617,923		16,952,974	13.84%		335,051
05 - Special Revenue Fund		1,228,225		1,265,066	1.03%		36,841
06 - Economic Development Fund		6,121,890		6,066,441	4.95%		(55,449)
09 - TIRZ 1 - PGBT		197,194		1,392,460	1.14%		1,195,266
11 - Street Maintenance Tax Fund		1,071,424		708,536	0.58%		(362,888)
12 - General VERF		4,521,283		4,858,636	3.97%		337,353
13 - Municipal Development District		885,293		625,587	0.51%		(259,706)
14 - TIRZ 2 - The Station		30,019		269,719	0.22%		239,700
15 - Health Insurance		921,144		645,420	0.53%		(275,723)
16 - PID - O&M		127,263		94,249	0.08%		(33,014)
18 - Hotel Occupancy Tax Fund		51,135		53,260	0.04%		2,125
19 - TIRZ 3 - Highway 78		1,431,013		2,465,933	2.01%		1,034,920
21 - 2022 Bond Construction Fund		39,722,985		37,854,466	30.90%		(1,868,519)
22 - Roadway Impact Fee		1,166,386		1,179,839	0.96%		13,452
23 - Water Impact Fee		5,116,707		4,933,875	4.03%		(182,832)
24 - Sewer Impact Fee		2,179,236		1,837,370	1.50%		(341,867)
55 - Utility VERF		700,564		1,076,675	0.88%		376,112
Total Pooled Cash and Investments	**$**	**128,184,582**	**$**	**122,506,266**	**100.00%**	**$**	**(5,678,316)**

Notes:

Consistent with City policy, investment activity is attributed to all of the City’s accounting funds collectively and on a proportional basis to each fund’s total cash balance.

It is the strategy of the Finance Department to maintain a high percentage of its idle funds invested in safe and secure investment securities and pooled investment types in accordance with the Public Funds Investment Act.

The City’s investments are liquid and have same day access (although may be subject to an early withdrawal penalty). The City’s funds are swept into the above accounts and are withdrawn as needed for operational cash flow requirements.

Subject:	**4. Approve and adopt a resolution amending the Master Fee Schedule adopted by Resolution R-2024-17 by amending public safety fees, facility room rental deposit/fees, library, Laurie Schwenk Senior Activity Center, Michael J. Felix Community Center, building permits and development services fees, refuse services fees, water rate schedule, water service connection fees, wastewater rate schedule, and municipal drainage utility system fee, and providing an effective date.**
Meeting	September 2, 2025 - City Council Meeting
Access	Public
Type	Action (Consent)
Fiscal Impact	Master Fee Schedule rates are reviewed annually to, at minimum, cover direct costs.
Recommended Action	Approve the resolution as presented.
Goals	Be a model of financial stewardship through growth management; responsible investment; and financial transparency.

BACKGROUND

The Master Fee Schedule is a convenient tool for residents and customers to familiarize themselves with various charges for City services. The schedule can be updated periodically for necessary changes without amending the associated budget ordinance.

The Master Fee Schedule is considered annually during the budget process. The City Council was briefed at the August 18 meeting regarding proposed changes to the Master Fee Schedule. Staff has not received any concerns or negative responses regarding the proposed Master Fee Schedule and, therefore, this item is being placed on the Consent Agenda for Council's consideration.

POLICY CONSIDERATIONS

City of Sachse Comprehensive Financial Management Policy, section III. Revenue Management, states,

1. For services that benefit specific users, the City shall establish and collect fees to recover the costs of those services. Where services provide a general public benefit, the City shall recover the costs of those services through property and sales taxes.
2. At a minimum, the City will strive to cover direct costs. User charges may be classified as full cost recovery, partial cost recovery, and minimal cost recovery.
3. User fees will be reviewed annually and adjusted to avoid sharp changes.
4. Factors in setting fees shall include, but not be limited to, market and competitive pricing, effect of demand for services, and impact on users, which may result in recovering something less than direct, indirect, and overhead costs.
5. The City may set a different fee for residents versus non-residents.
6. All user fees shall be adopted by City Ordinance during the budget process and included in the Master Fee Schedule.

RECOMMENDATION

Approve the resolution as presented.

File Attachments

1. Presentation_2025-2026 Master Fee Schedule
2. Master Fee Schedule FY 2026 Summary of Changes
3. Resolution Amending Master Fee Schedule FY2026_FINAL
4. Appendix A_Master Fee Schedule FY 2026

Master Fee Schedule Changes

City Council
September 2, 2025

Overview

- Public Safety fees
- Facility room rental deposit/fees
- Library
- Laurie Schwenk Senior Activity Center
- Michael J. Felix Community Center
- Building permits and Development Services fees
- Refuse service fees
- Water rate schedule
- Water service connection fees
- Waste water rate schedule
- Municipal drainage utility system fee

Proposed Budget pages 282+

I. Public Safety Fees

- Removed outdated animal control fees

III. Facility Room Rental Deposit/Fees

- Added Library meeting room deposit of $100
- Added room rental rates for the Library to distinguish between operational hours and non-operational hours
  - Updated fees for residents, non-residents, and non-profit organizations
- Updated Senior Activity Center room rental rates for non-operational hours
- Changes are to align Library rates with the current rental policies with those of the Senior and Community Centers

IV. Library

- Removed charges that are no longer applicable or outdated such as ear buds, pin-back button materials, and computer print outs

VII. Laurie Schwenk Senior Activity Center

- Changed annual membership fees for Senior Activity Center for resident and non-resident
  - Resident pays one-time fee of $10, no renewal required
  - Non-resident pays $20 annually
- This approach encourages resident engagement while maintaining a fair contribution from non-residents who use the facility regularly

VIII. Michael J. Felix Community Center

- Changed the daily drop-in rate for non-resident from $2 to $5
  - This change is in alignment with City practice to charge non-residents double the resident rate
  - Intent is to deter some of the disruptive behavior observed at the facility from drop-in guests

IX. Building Permits and Development Services

- Added building enforcement and subdivision ordinance fines
- Corrected cost per square foot for residential accessory buildings for spaces 399 square feet and greater
- Added temporary public amusement sales fee
- Updated water meter costs

XII. Refuse Service Fees

- Added 8.25% sales tax for residential trash fee
- Updated CWD annual increases for residential and commercial

XIII. Water Rate Schedule

- Updated water rates to reflect 7% annual increase

XIV. Water Service Connection Fees

- Updated amounts for meter-related replacement and connection fees

XV. Waste Water Rate Schedule

- Updated sewer rates to reflect 2% annual increase

XVI. Municipal Drainage Utility System Fee

- Raised monthly rates from $1.66 to $5.00 for single family residential per the rate study
- Raised monthly rates for non-residential from $1.66 to $5.00 per 4,300 square feet of impervious surface area

The City of SACHSE

SUMMARY OF CHANGES

MASTER FEE SCHEDULE

	Proposed FY 2026	Prior Year FY 2025
I. PUBLIC SAFETY FEES		
C. Animal control		
3. Dangerous dog annual registration	Removed	$100.00
4. Annual permits		
b. Pigeon (fancy or racing loft/per animal)	Removed	$5.00
c. Dog/Cat	Removed	
1) Application fee w/o sterilization proof	Removed	$7.00
2) Application fee w sterilization proof	Removed	$2.00
5. Replacement tag (w proof of original registration)	Removed	$1.00
III. FACILITY ROOM RENTAL DEPOSIT/FEES		
A. Library meeting room		
1. Deposit	$100.00	Not Listed
a. Without food served	Removed	$25.00
b. With food served	Removed	$50.00
c. VGA/audio cable	Removed	$15.00
2. Room rental		
a. Non-profits	Removed	No charge
b. All other groups	Removed	$25.00
2. Room rental - Operational Hours		
a. Resident	$10/hour	Not Listed
i. Non-Profit	No Charge	Not Listed
b. Non-resident	$25/hour	Not Listed
i. Non-Profit	$10/hour	Not Listed
3. Room rental - Non-operational Hours		
a. Resident	$25/hour	Not Listed
i. Non-Profit	No Charge	Not Listed
b. Non-resident	$50/hour	Not Listed
i. Non-Profit	$10/hour	Not Listed
B. Senior activity center multi-purpose room A		
2. Room rental	Removed	$25.00 per hour
2. Room rental - Non-operational Hours		
a. Resident	$25/hour	Not Listed
i. Non-Profit	$25/hour	Not Listed
b. Non-resident	$50/hour	Not Listed
i. Non-Profit	$35/hour	Not Listed
IV. LIBRARY		
B. Ear Buds available	Removed	$1.00
C. Pin-back button materials available	Removed	$0.25
G. Copy services		
3. Computer print out	Removed	$0.25
VII. LAURIE SCHWENK SENIOR ACTIVITY CENTER		
A. Annual membership		
1. Resident	One-time fee of $10 (no renewal required)	$6.00
2. Non-resident	$20 Annually	$12.00

The City of SACHSE

SUMMARY OF CHANGES

MASTER FEE SCHEDULE

	Proposed FY 2026	Prior Year FY 2025
VIII. MICHAEL J. FELIX COMMUNITY CENTER		
C. Daily Drop-in		
2 Non-resident	$5.00	$2.00
IX. BUILDING PERMITS AND DEVELOPMENT SERVICES FEES		
G. Permits		
8. Miscellaneous		
c. Accessory - Residential (399 square feet and greater)	$0.75 per square foot	$75.00 per square foot
j. Building Enforcement Fine	$500.00	Not Listed
k. Subdivision Ordinance Fine	Not to exceed $2,000 per offense	Not Listed
J. Temporary Retail and seasonal sales		
4. Temporary public amusements	$550.00	Not Listed
M. Water System		
4. Water Meter Cost		
a. Multi-Jet 5/8" X 3/4"	$361.80	$332.03
b. Multi-Jet 1"	$498.60	$441.41
c. Multi-Jet 1 1/2"	$822.80	$753.60
d. Multi-Jet 2"	$988.80	$976.24
e. Octave 2"	$2,178.58	$1,929.62
f. Octave 3"	$2,686.38	$2,432.31
g. Octave 4"	$3,464.15	$3,218.11
h. Octave 6"	$5,416.23	$4,981.53
i. Octave 8"	$6,317.39	$5,823.27
XII. REFUSE SERVICES FEES (Current contract expires April 2029.)		
A. Residential		
1. Trash, Recycle, and Bulk Collection	$19.74	$18.62
3. Sales Tax	8.25%	Not Listed
4. Additional Solid Waste Polycart	$10.79	$10.20
5. Additional Recycle Polycart	$4.83	$4.55
6. Polycart replacement Fee (Billed direct to customer)	$103.42	$97.85
7. Excess Individual Bulk collection (Billed direct to customer)	$17.25 per yard	$16.29 per yard
B. Small Commercial Container Service (95 gallon cart) (Billed direct to customer)		
1. Monthly per unit charge	$25.13	$22.64
2. Additional Polycart	$22.92	$20.64

SUMMARY OF CHANGES

MASTER FEE SCHEDULE

	Proposed FY 2026	Prior Year FY 2025
XIII. WATER RATE SCHEDULE		
A. Residential		
1. Base Rate by meter size		
a. 5/8" X 3/4"	$19.85	$18.55
b. 1"	$19.85	$18.55
c. 1 1/2"	$19.85	$18.55
d. 2"	$19.85	$18.55
2. Tier Rate usage per 000's gallons		
a. 0-10,000	$5.90	$5.51
b. 10,001-20,000	$7.88	$7.36
c. 20,001-30,000	$10.23	$9.56
d. Over 30,000	$12.04	$11.25
B. Non-Residential		
1. Base Rate by meter size		
a. 5/8" X 3/4"	$19.85	$18.55
b. 1"	$31.39	$29.34
c. 1 1/2"	$50.71	$47.39
d. 2"	$73.85	$69.02
e. 3"	$102.97	$96.23
f. 4"	$137.24	$128.26
g. 6" and above	$343.17	$320.72
2. Tier Rate usage per 000's gallons		
a. 0-10,000	$5.90	$5.51
b. 10,001-20,000	$7.88	$7.36
c. 20,001-30,000	$10.23	$9.56
d. Over 30,000	$12.04	$11.25
C. Irrigation		
1. Base Rate by meter size		
a. 5/8" X 3/4"	$19.85	$18.55
b. 1"	$31.39	$29.34
c. 1 1/2"	$50.71	$47.39
d. 2"	$73.85	$69.02
e. 3"	$102.97	$96.23
f. 4"	$137.24	$128.26
g. 6" and above	$343.17	$320.72
2. Tier Rate usage per 000's gallons		
a. 0-10,000	$5.90	$5.51
b. 10,001-20,000	$7.88	$7.36
c. 20,001-30,000	$10.23	$9.56
d. Over 30,000	$12.04	$11.25
XIV. WATER SERVICE CONNECTION FEES		
M. Meter-related		
5. Meter register replacement	$328.86	$282.85
6. Meter register with antenna connection	$344.44	$341.74
7. Octave encoder & Allegro module with antenna replacement	$461.08	$358.76
8. Meter Antenna Replacement	$73.54	$71.75

The City of SACHSE

SUMMARY OF CHANGES

MASTER FEE SCHEDULE

	Proposed FY 2026	Prior Year FY 2025
XV. WASTE WATER RATE SCHEDULE		
A. Residential		
1. Water Meter	$14.82	$14.52
2. Volume charge per 1,000 gallons	$8.17	$8.01
B. Non-Residential		
1. Per water meter size		
a. 5/8" X 3/4"	$26.52	$26.00
b. 1"	$42.19	$41.36
c. 1 1/2"	$60.27	$59.09
d. 2"	$80.76	$79.17
e. 4"	$84.38	$82.72
f. 6"	$84.38	$82.72
g. 8"	$108.48	$106.36
2. Volume charge per 1,000 gallons	$8.65	$8.48
XVI. MUNICIPAL DRAINAGE UTILITY SYSTEM FEE effective January 1, 2018		
A. Single Family Residential (1 ERU)	$5.00 monthly per household	$1.66 monthly per household
B. Non-Residential		
1. Based on Equivalent Residential Unit (ERU)	$5.00 monthly per 4,300 sq ft of impervious surface area	$1.66 monthly per 4,300 sq ft of impervious surface area

RESOLUTION NO. R-2025-___

A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF SACHSE, TEXAS, AMENDING THE MASTER FEE SCHEDULE ADOPTED BY RESOLUTION R-2024-17 BY AMENDING PUBLIC SAFETY FEES, FACILITY ROOM RENTAL DEPOSIT/FEES, LIBRARY, LAURIE SCHWENK SENIOR ACTIVITY CENTER, MICHAEL J. FELIX COMMUNITY CENTER, BUILDING PERMITS AND DEVELOPMENT SERVICES FEES, REFUSE SERVICES FEES, WATER RATE SCHEDULE, WATER SERVICE CONNECTION FEES, WASTE WATER RATE SCHEDULE, AND MUNICIPAL DRAINAGE UTILITY SYSTEM FEE, AND PROVIDING FOR AN EFFECTIVE DATE.

WHEREAS, The City Council desires to amend the Master Fee Schedule adopted by Resolution R-2024-17, as provided herein.

NOW, THEREFORE, BE IT RESOLVED BY THE CITY COUNCIL OF THE CITY OF SACHSE, TEXAS, THAT:

SECTION 1. The Master Fee Schedule adopted by Resolution R-2024-17 is hereby amended, as set forth in the attached Exhibit "A".

SECTION 2. This Resolution shall take effect October 1, 2025, from and after its passage, and it is so accordingly resolved.

DULY RESOLVED AND ADOPTED by the City Council of the City of Sachse, Texas, this 2nd day of September 2025.

CITY OF SACHSE, TEXAS

____
Jeff Bickerstaff, Mayor

ATTEST:

____
Leah K Granger, City Secretary

APPENDIX A

MASTER FEE SCHEDULE FY 2026

MASTER FEE SCHEDULE

TABLE OF CONTENTS

MASTER FEE SCHEDULE

I. PUBLIC SAFETY FEES

A.	Alarm monitoring			
	1.	Residential alarm permit fee (valid two years from date of issuance)		$10.00
	2.	Nonvalid burglar alarms responded to during a 12-month period		
		a.	5 or less	No charge
		b.	6	$25.00
		c.	7	$50.00
		d.	Eight (8)	$100.00 plus permit suspension
	3.	Nonvalid fire alarms responded to during a 12-month period		
		a.	2 or less	No charge
		b.	3 or more	$100.00
	4.	Nonvalid robbery alarms responded to during a 12-month period		
		a.	2 or less	No charge
		b.	3 or more	$100.00
	5.	Nonvalid emergency medical assistance responded to during a 12-month period		
		a.	5 or less	No charge
		b.	6 or more	$100.00
B.	Solicitation Registration Fee (not to exceed 90 days)			$30.00 plus $10.00 per additional person
C.	Animal control			
	1.	Adoption fee with sterilization		
		a.	Cats/kittens/dogs/puppies receive sterilization/combo vaccine/rabies vaccine/microchip	$80.00
	2.	Adoption fee without sterilization		
		a.	Cats/kittens/dogs/puppies already sterilized receive combo vaccine/rabies vaccine/microchip	$25.00
	3.	Annual permits		
		a.	Pot-bellied pig (per animal)	$20.00
	4.	Impoundment (registration additional if animal currently not on file)		
		a.	1st pickup of animal	$25.00 plus $5 boarding fee
		b.	2nd pickup of animal	$50.00 plus $5 boarding fee
		c.	3rd pickup of animal	$75.00 plus $5 boarding fee
		d.	4th pickup of animal	$100.00 plus $5 boarding fee
D.	Fire Services			
	1.	Installation/replacement/re-model of fire protection systems		
		a.	Plan review fees	
			1) Internal plan review (new and/or remodel > 10 devices)	$100.00
			2) Remodel (< than 10 devices)	$25.00
			3) Third-party plan review administrative fee	$50.00

MASTER FEE SCHEDULE

I. PUBLIC SAFETY FEES (Continued)			
b.	Fire sprinkler installation permit (commercial and residential per building)		
	1)	1 to 25 sprinklers	$50.00
	2)	26 to 75 sprinklers	$100.00
	3)	76 to 125 sprinklers	$200.00
	4)	126 to 200 sprinklers	$275.00
	5)	201 to 300 sprinklers	$350.00
	6)	301 to 400 sprinklers	$375.00
	7)	401 to 500 sprinklers	$425.00
	8)	Over 500 sprinklers	$500.00 plus $.33 per sprinkler over 500
c.	Fire alarm installation permit (per building)		
	1)	10 or less devices	$50.00
	2)	11 to 25 devices	$75.00
	3)	26 to 100 devices	$150.00
	4)	101 to 200 devices	$200.00
	5)	201 or more devices	$500.00
d.	Fire alarm panel replacement only		$100.00
e.	Hydro & flush (per system)		$50.00
f.	Fire pump (per system)		$50.00
g.	Hydrant flow test (2 hydrants)		$50.00
h.	Vent/hood/booth extinguishing system (per system)		$50.00
i.	Work started without a permit		$100.00 plus required fee
j.	Replacement		
	1)	Fire department permit replacement	$10.00
	2)	Job site plan re-stamp	$15.00
k.	Re-inspection fee		
	1)	2 or more	$75.00 per re-inspection
2.	Inspection/occupancy permits		
a.	Carnivals and fairs		$50.00
b.	Mobile food vending		$25.00
c.	Exhibits and trade shows		$50.00
d.	Temporary structures, tents or canopies (used for permits not included in community development permit fee)		$50.00
e.	In-home day care certificate of occupancy		$50.00
f.	Multi-family certificate of occupancy		$50.00
g.	Foster care/adoption home inspection		$25.00
h.	After hour inspection fee		$50.00/hour min 2 hr/$100.00
3.	Fire permits		
a.	Outdoor/open burning		$200.00
b.	Pyrotechnic special effects		$100.00
c.	Hazardous material response reimbursement		$400.00/hr each engine plus $200.00/hr each ambulance plus supplies
d.	Fire watch/stand-by		$50.00/hr each fire employee

MASTER FEE SCHEDULE

I. PUBLIC SAFETY FEES (Continued)	
E. Ambulance services	
1. Resident	
a. ALS (Waive co-pay and deductible)	$1,600.00
b. ALS2 (Waive co-pay and deductible)	$1,750.00
c. BLS (Waive co-pay and deductible)	$1,400.00
d. SCT	No charge
2. Non-resident	
a. ALS	$1,600.00
b. ALS2	$1,750.00
c. BLS	$1,400.00
d. SCT	No charge
3. Mileage	$24.00
4. Supplies	
a. Oxygen	$125.00
b. BLS supplies	$350.00
c. ALS supplies	$400.00
d. Extra attendant	$75.00
5. Extrication	$500.00
6. Technology fee	No charge
7. No transport	$125.00
8. Other Services	
a. IV Therapy/Maintenance	$310.00
b. Airway Management	$115.00
c. Specialty Care Transport	$1,250.00
d. Blood Administration	$600.00
F. Neighborhood services	
1. Nuisance abatement administrative fee	$250.00
2. Dangerous building abatement administrative fee	$250.00

II. ENGINEERING, HEALTH AND SANITATION

A. Engineering permits	
1. Traffic calming application	$50.00
2. Floodplain	$300.00 plus consultant/engineering review cost
3. Grading	$300.00
B. Engineering inspections and review fees	
1. Engineering inspection fee (per Texas House Bill 3492)	Comprised of the consultant review schedule (a) and 3rd party determination (b)
a. Consultant review fee schedule	
1) Placement of fill	$1.00 per cubic yard with a minimum fee of $300.00 (CAD files required)
2) Paving - any roads, streets, driveways, or miscellaneous paving in the right-of-way or easement	$0.05 per square yard with a minimum fee of $300.00

MASTER FEE SCHEDULE

II. ENGINEERING, HEALTH AND SANITATION (Continued)

		3)	Sidewalk - sidewalk and trails in the right-of-way or easement	$0.03 per square yard with minimum fee of $200.00
		4)	Retaining/Screening Wall	$0.25 per linear feet with minimum fee of $200.00
		5)	Bridge/Culvert Structures - include bridges that span any length of distance over a certain feature. Culvert structures include large v pipe/culverts that have a width larger than 5' (60") across. Smaller drainage pipes should be included underground municipal utilities.	Minimum fee of $300.00 per structure. Total fee on a case-by-case basis.
		6)	Underground Municipal Utilities - City-owned utilities such as water lines, sanitary sewer lines, or storm sewer/drain pipes	$0.10 per linear foot with a minimum fee of $200.00
		7)	Street Light(s)	$0.05 per linear foot with a minimum fee of $200.00
	b.	Construction inspection fee		Developed by 3rd party review of approved plans
	2.	Construction plan review		$300.00 (limit of 3 reviews, upon 4th review submittal fee will be reassessed)
	3.	Construction Inspections after hours		$50.00/hr (2hr minimum)
C.	Care of public trees in street or right of way			$50.00/hr
D.	Health and Sanitation permits			
	1.	Health		$285.00
	2.	Temporary food sales (must be obtained from Dallas County Health department. Applies to all applicants providing food products.)		$50.00
	3.	Public swimming pool		$150.00
	4.	Alcohol		Fee shall equal one-half of the state fee for each permit
	5.	Liquid waste transport		$25.00 per vehicle

III. FACILITY ROOM RENTAL DEPOSIT/FEES

A.	Library meeting room			
	1.	Deposit		$100.00
	2.	Room rental - Operational Hours		
		a.	Resident	$10/hour
			i. Non-Profit	No Charge
		b.	Non-resident	$25/hour
			i. Non-Profit	$10/hour
	3.	Room rental - Non-operational Hours		
		a.	Resident	$25/hour
			i. Non-Profit	No Charge
		b.	Non-resident	$50/hour
			i. Non-Profit	$10/hour

MASTER FEE SCHEDULE

III. FACILITY ROOM RENTAL DEPOSIT/FEES (Continued)	
B. Senior activity center multi-purpose room A	
1. Deposit	$100.00
2. Room rental - Non-operational Hours	
a. Resident	$25/hour
i. Non-Profit	$25/hour
b. Non-resident	$50/hour
i. Non-Profit	$35/hour
C. Michael J. Felix Community Center	
1. Deposit	$100.00
2. Kitchen Use	$50.00
3. Room rental - Operational Hours	
a. Room A (hourly) or Room B (hourly)	
i. Resident	$10.00
a) Non-Profit	No Charge
ii. Non-resident	$25.00
a) Non-Profit	$10.00
b. Room A and B (hourly)	
i. Resident	$20.00
a) Non-Profit	No Charge
ii. Non-resident	Not Available
a) Non-Profit	Not Available
4. Room rental - Non-Operational Hours	
a. Room A (hourly) or Room B (hourly)	
i. Resident	$25.00
a) Non-Profit	$25.00
ii. Non-resident	$50.00
a) Non-Profit	$35.00
b. Room A and B (hourly)	
i. Resident	$50.00
a) Non-Profit	$50.00
ii. Non-resident	Not Available
a) Non-Profit	Not Available
5. Gym - Half Court or Gym - Full Court - Operational Hours	
a. Resident	Not Available
i. Non-Profit	Not Available
b. Non-resident	Not Available
i. Non-Profit	Not Available
6. Gym - Half Court - Non-Operational Hours	
a. Resident	$25.00
i. Non-Profit	$25.00
b. Non-resident	$50.00
i. Non-Profit	Not Available

MASTER FEE SCHEDULE

III. FACILITY ROOM RENTAL DEPOSIT/FEES (Continued)	
7. Gym - Full Court - Non-Operational Hours	
a. Resident	$50.00
i. Non-Profit	$50.00
b. Non-resident	Not Available
i. Non-Profit	Not Available

IV. LIBRARY

A. Library card	
1. Initial library card request	No charge
2. Replacement	$1.00
B. Texshare card	No charge
C. Lost and/or Damaged Items	
1. Lost or damaged beyond repair	Replacement cost plus $5.00 processing fee
2. Replacement item in lieu of fee	Replacement item plus $5.00 processing fee
3. Damaged item but not requiring replacement	$5.00 processing fee
4. Damaged case or container	Replacement fee
D. Interlibrary loan	
1. Pickup materials	
a. Timely pickup	No charge
b. Within 7 days	No charge
c. 8 days or more	$5.00 per item
E. Copy services	
1. Black/white copy	$0.20
2. Color copy	$0.50
3. 3D printer	$0.15 per gram/$1.50 minimum

V. MUNICIPAL COURT FINES/FEES

A. Set by state statute	
1. Building security fund	$4.90
2. Local truancy prevention and diversion fund	$5.00
3. Technology fund	$4.00
4. Municipal jury fund	$0.10
B. Dismissal	
1. Granting defensive driving course	Not to exceed $10.00
2. Dismissal fee for certain traffic cases	$10.00 or $20.00 depending on offense type
C. Warrant Fee	$50.00

MASTER FEE SCHEDULE

VI. PARK FACILITY RENTAL FEES

A. Ball field reservations/deposits	
1. Reservation fee	
a. 4 hours or less	$25.00 per field
b. 5 hours or more	$10.00 per field per hour
2. Deposits	
a. Light key	$25.00
b. Clean-up deposit for tournaments and/or concession stand use	$50.00
B. Covered picnic facilities (based on daily rates)	
1. Reservation fee	
a. 4 hours or less	$25.00 per facility
b. 5 hours or more	$10.00 per facility per hour
2. Deposit	
a. Light key	No charge
C. City complex amphitheater (based on daily rates)	
1. Reservation fee	
a. 4 hours or less	$25.00 per facility
b. 5 hours or more	$10.00 per facility per hour
c. Restroom during amphitheater rental	$25.00/hour
2. Deposit	
a. Light key	No charge
D. T.R.A.I.N. Trailer Rental	
1. Deposit	
a. Resident	$50.00
b. Non-resident	Not Available
E. City Event Vendor Fees	
1. Booth Vendors	
a. 12 by 12 foot booth	
1) Non-profits	No fee
2) All other vendors	Up to $60.00
b. 12 by 24 foot booth	
1) Non-profits	Up to $30.00
2) All other vendors	Up to $130.00
2. Food Vendors	
a. 12 by 12 foot tent space	
1) Non-profits	No fee
2) All other vendors	Up to $100.00
b. 12 by 24 foot tent space	
1) Non-profits	Up to $50.00
c. 12 by 20 foot food truck/trailer space	Up to $150.00
d. 12 by 40 foot food truck/trailer space	Up to $310.00

MASTER FEE SCHEDULE

VII. LAURIE SCHWENK SENIOR ACTIVITY CENTER

A. Annual membership	
1. Resident	One-time fee of $10 (no renewal required)
2. Non-resident	$20 Annually
B. Daily pick-up/drop-off within the City limits only	
1. Resident	$.50/one way or $1.00 round trip
2. Non-resident	Not available

VIII. MICHAEL J. FELIX COMMUNITY CENTER

A. Resident Annual Membership	
1. Individual (12+ years)	$20.00
2. Family (3 or more)	$50.00
3. Senior-Citizen (50+)	No charge
4. Military Veterans	No charge
B. Non-resident Annual Membership	
1. Individual (12+ years)	$40.00
2. Family (3 or more)	$100.00
3. Senior-Citizen (50+)	$10.00
4. Military Veterans	$10.00
C. Daily Drop-in	
1. Resident	$2.00
2. Non-resident	$5.00

IX. BUILDING PERMITS AND DEVELOPMENT SERVICES FEES

A. Building permit fee schedule	
1. Total valuation	
a. $1.00 to $500	$50.00
b. $501 to $2,000	$50.00 for the first $500.00 plus $3.05 for each additional $100.00
c. $2,001 to $25,000	$95.75 for the first $2,000.00 plus $14.00 for each additional $1,000.00
d. $25,001 to $50,000	$417.75 for the first $25,000.00 plus $10.00 for each additional $1,000.00
e. $50,001 to $100,000	$667.75 for the first $50,000.00 plus $7.00 for each additional $1,000.00
f. $100,001 to $500,000	$1,017.75 for the first $100,000.00 plus $5.60 for each additional $1,000.00
g. $501,000 to $1,000,000	$3,257.75 for the first $500,000.00 plus $4.75 for each additional $1,000.00
h. $1,000,001 and up	$5,632.75 for the first $1,000,000.00 plus $3.65 for each additional $1,000.00
B. Residential home construction	
1. Plan Review fee (New single-family homes)	30% of total building permit fee (based on Building Permit Fee Schedule)
2. New home construction, additions and remodels	Declared Valuation [minimum $100.00 per sq ft (including garages, porches, and/or patios)]
3. Additional plan review (required by changes, additions or revisions to plans after permit approval)	$250.00

MASTER FEE SCHEDULE

IX. BUILDING PERMITS AND DEVELOPMENT SERVICES FEES (Continued)			
C.	Commercial construction		
	1.	Plan review (new construction and remodel)	30% of total building permit fee (based on Building Permit Fee Schedule)
	2.	Remodels	Declared Valuation (minimum $95.00 per sq ft)
	3.	New construction	Declared Valuation (minimum $150.00 per sq ft)
	4.	Additional plan review (required by changes, additions or revisions to plans after permit approval)	$250.00 first page and $25.00 each additional page
D.	Certificate of Occupancy		$75.00
E.	Inspections		
	1.	Outside of normal business hours	$75.00 per hour (minimum 2 hours)
	2.	Re-inspection fee after permit approval	$75.00 per inspection
F.	Licenses and contractor registration		Annual
	1.	Plumber - Master	State Law $0.00
	2.	Electrician - Master, Journeyman, or Residential	State Law $0.00
	3.	Mechanical - License Holder	State Law $0.00
	4.	Backflow Specialist - Testers	$100.00
	5.	Irrigation - License Holder	$100.00
	6.	General Contractor	$100.00
	7.	Contractors (other than listed above)	$100.00
G.	Permits		
	1.	Electrical	
		a. Residential	$75.00
		b. Non-residential	$100.00
	2.	Mechanical permits	
		a. Residential (minimum)	$75.00
		b. Non-Residential (minimum)	$100.00
	3.	Plumbing	
		a. Residential	$75.00
		b. Non-residential	$100.00
	4.	Antenna permit - private	$50.00
	5.	Demolition	
		a. Residential structure	$100.00
		b. Non-Residential structure	$200.00
	6.	Fence/screen wall/retaining wall	
		a. Residential - Fence	$75.00
		b. Residential - Retaining wall	$75.00
		c. Commercial - Fence	$150.00
		d. Commercial - Retaining wall or screening wall	Valuation - Building Permit Fee Table
	7.	Lawn irrigation	$100.00

MASTER FEE SCHEDULE

IX. BUILDING PERMITS AND DEVELOPMENT SERVICES FEES (Continued)				
	8.	Miscellaneous		
		a.	Flatwork (patios, driveways, pads, sidewalks)	$75.00
		b.	Accessory - Residential (up to 399 square feet)	$150.00
		c.	Accessory - Residential (399 square feet and greater)	$0.75 per square foot
		d.	All other Residential permits (includes but not limited to foundation repair, flag poles, roofing, re-brick)	$75.00
		e.	Residential solar panel system	$300.00
		f.	Use of outside consultants for plan checking and/or inspections	Actual costs plus 15% administrative fee
		g.	Taxicab and limousine	$200.00 per vehicle per year
		h.	Massage establishment	$400.00 per year
		i.	Sexually-oriented business license (initial and renewal)	$500.00
		j.	Building Enforcement Fine	$500.00
		k.	Subdivision Ordinance Fine	Not to exceed $2,000 per offense
		l.	Credit card transaction fee for totals $1,000.00 and greater	3% Transaction Fee
	9.	Sign		
		a.	Permanent (attached or freestanding)	$125.00 per sign
		b.	Temporary	$25.00 per sign
		c.	Sign variance	$300.00
H.	Park land dedication by developers			
	1.	Single-family residential		$1,100.00 per lot
	2.	Multi-family		$600.00 per unit
I.	Swimming Pools			
	1.	Storable Swimming Pool		$50.00
	2.	Above Ground		$200.00
	3.	In-Ground		$500.00
	4.	Spa/Hot Tub		$200.00
J.	Temporary Retail and seasonal sales			
	1.	Temporary seasonal sales		
		a.	Church/school/civic/City-sponsored events	No charge
		b.	All other	$200.00
	2.	Temporary retail sales (5 consecutive days, at 6 month intervals by the same merchant holding certificate of occupancy.)		$50.00
	3.	Temporary food sales		See Section II. D-2
	4.	Temporary public amusements		$550.00
K.	Board of adjustment or appeals			
	1.	Variance request		$300.00
L.	Plat applications (all acreage shall be rounded up to the nearest acre when calculating fees)			
	1.	Preliminary plat		$400.00 per plat plus $15.00 per acre
	2.	Final plat, (includes replats and minor plats)		$450.00 per plat plus $15.00 per acre
	3.	Conveyance plat		$350.00 per plat plus $15.00 per acre
	4.	Amending plat		$350.00 per plat plus $15.00 per acre
	5.	Vacating plat		$350.00 per plat plus $15.00 per acre

MASTER FEE SCHEDULE

IX. BUILDING PERMITS AND DEVELOPMENT SERVICES FEES (Continued)	
M. Water System	
1. Water meter installation fee (single family and/or multi-family)	
a. 5/8" X 3/4"	$225.00
b. 1"	$300.00
c. 1 1/2"	$520.00
d. 2"	$675.00
e. 3" (including Octave)	$675.00 City installation. Developer installs vault/bears cost
f. 4" and above (including Octave)	$800.00 Developer installs vault/bears cost
2. Water system tap charges	
a. 5/8" X 3/4"	$300.00
b. 1"	$300.00
c. 1 1/2"	$322.00
d. 2"	$345.00
e. 3" (including Octave)	$675.00 City installation. Developer installs vault/bears cost
f. 4" and above (including Octave)	$800.00 Developer installs vault/bears cost
3. Water system bore charges	
a. 1"	$1,800.00
b. 1 1/2"	$1,800.00
c. 2"	$1,800.00
d. 3" (including Octave)	Developer installs vault/bears cost
4. Water Meter Cost	
a. Multi-Jet 5/8" X 3/4"	$361.80
b. Multi-Jet 1"	$498.60
c. Multi-Jet 1 1/2"	$822.80
d. Multi-Jet 2"	$988.80
e. Octave 2"	$2,178.58
f. Octave 3"	$2,686.38
g. Octave 4"	$3,464.15
h. Octave 6"	$5,416.23
i. Octave 8"	$6,317.39
N. Zoning	
1. Standard	$500.00 per request plus $15.00 per acre
2. Special use permit	$650.00
3. Planned development zoning request	$750.00 per request plus $15.00 per acre
4. Zoning verification letter	$150.00
O. Miscellaneous	
1. Right-of-Way Abandonment Application	$500.00

MASTER FEE SCHEDULE

X. NETWORK PROVIDER FEES (Resolution 3846, adopted January 2018)

A.	Small Cell Application Fees:	
	1. One - Five network nodes	$500.00
	2. More than 5 nodes	$250.00
	3. Per Pole	$1,000.00
B.	Small Cell User Fees	
	1. Annual fee for each network node	$250.00
	2. Annual City pole attachment fee	$20.00
C.	Transport Facility Monthly user fee	$28.00 multiplied by the #of network provider's network nodes located in the public right-of-way for which the installed transport facilities provide backhaul, until the time the network provider's payment to the City exceeds its monthly aggregate per month compensation to the City

XI. IMPACT FEES (State requires update every 5 years. Last revision 11/18/24.)

A.	Roadway impact fee (land use category)	
	1. Port and Terminal	
	a. Truck Terminal (acre)	$80,278.83
B.	Industrial	
	1. General Light Industrial (1,000 SF GFA)	$640.58
	2. General Heavy Industrial (1,000 SF GFA)	$729.27
	3. Industrial Park (1,000 SF GFA)	$335.07
	4. Warehousing (1,000 SF GFA)	$177.39
	5. Mini-Warehouse (1,000 SF GFA)	$147.83
C.	Residential	
	1. Single-Family Detached Housing (Dwelling Unit)	$926.37
	2. Apartment / Multifamily (Dwelling Unit)	$384.35
	3. Residential Condominium/ Townhome (Dwelling Unit)	$502.61
	4. Mobile Home Park / Manufactured Housing (Dwelling Unit)	$571.59
	5. Senior Adult Housing-Detached (Dwelling Unit)	$295.65
	6. Senior Adult Housing-Attached (Dwelling Unit)	$246.38
	7. Assisted Living (Beds)	$236.52
D.	Lodging	
	1. Hotel (Room)	$581.45
	2. Motel / Other Lodging Facilities (Room)	$354.78

MASTER FEE SCHEDULE

XI. IMPACT FEES (Continued)		
E.	Recreational	
	1. Golf Driving Range (Tee)	$1,231.88
	2. Golf Course (acre)	$275.94
	3. Recreational Community Center (1,000 SF GFA)	$2,463.75
	4. Ice Skating Rink (Seats)	$68.99
	5. Miniature Golf Course (Hole)	$325.22
	6. Multiplex Movie Theater (Screens)	$25,041.56
	7. Racquet / Tennis Club (Court)	$3,764.61
F.	Institutional	
	1. Church (1,000 SF GFA)	$482.90
	2. Day Care Center (1,000 SF GFA)	$10,958.76
	3. Primary / Middle School (1-8) (Students)	$157.68
	4. High School (Students)	$137.97
	5. Junior / Community College (Students)	$108.41
	6. University / College (Students)	$147.83
G.	Medical	
	1. Clinic (1,000 SF GFA)	$3,636.50
	2. Hospital (Beds)	$1,665.50
	3. Nursing Home (Beds)	$137.97
	4. Animal Hospital / Veterinary Clinic (1,000 SF GFA)	$3,478.82
H.	Office	
	1. Corporate Headquarters Building (1,000 SF GFA)	$1,281.15
	2. General Office Building (1,000 SF GFA)	$1,419.12
	3. Medical-Dental Office Building (1,000 SF GFA)	$3,613.50
	4. Single Tenant Office Building (1,000 SF GFA)	$1,734.48
	5. Office Park (1,000 SF GFA)	$1,202.31
I.	Commercial – Automobile Related	
	1. Automobile Care Center (1,000 SF Occ. GFA)	$2,207.52
	2. Automobile Parts Sales (1,000 SF GFA)	$2,752.83
	3. Gasoline / Service Station (Vehicle Fueling Position)	$4,717.26
	4. Gasoline / Service Station w Conv Market (Vehicle Fueling Position	$4,487.31
	5. Gasoline / Service Station w/ Conv Market and Car Wash (Vehicle Fueling Position)	$4,487.31
	6. New Car Sales (1,000 SF GFA)	$1,987.43
	7. Quick Lubrication Vehicle Shop (Servicing Bays)	$4,779.68
	8. Self-Service Car Wash (Stall)	$1,317.29
	9. Tire Store (1,000 SF GFA)	$2,772.54

MASTER FEE SCHEDULE

XI. IMPACT FEES (Continued)	
J. Commercial – Dining	
1. Fast Food Restaurant with Drive-Thru Window (1,000 SF GFA)	$11,717.60
2. Fast Food Restaurant without Drive-Thru Window (1,000 SF GFA)	$11,783.30
3. High Turnover (Sit-down) Restaurant (1,000 SF GFA)	$4,743.54
4. Quality Restaurant (1,000 SF GFA)	$4,017.56
5. Coffee / Donut Shop with Drive-Thru Window (1,000 SF GFA)	$13,833.14
K. Commercial – Other Retail	
1. Free-Standing Retail Store (1,000 SF GFA)	$3,830.31
2. Nursery (Garden Center) (1,000 SF GFA)	$6,839.37
3. Home Improvement Superstore (1,000 SF GFA)	$2,256.80
4. Pharmacy / Drugstore without Drive-Thru Window (1,000 SF GFA)	$3,679.20
5. Pharmacy / Drugstore with Drive-Thru Window (1,000 SF GFA)	$4,809.24
6. Shopping Center (1,000 SF GFA)	$3,068.19
7. Supermarket (1.000 SF GFA)	$6,257.93
8. Toy / Children's Superstore (1,000 SF GFA)	$4,927.50
9. Department Store (1,000 SF GFA)	$1,921.73
10. Video Rental Store (1,000 SF GFA)	$9,559.35
L. Services	
1. Walk-In Bank (1,000 SF GFA)	$9,562.64
2. Drive-In Bank (Drive-In Lanes)	$10,768.23
3. Hair Salon (1,000 SF GFA)	$1,143.18
M. Water impact fee	
1. Multi-Jet	
a. 5/8"	$4,027.76
b. 3/4"	$6,726.36
c. 1"	$9,384.68
d. 1 1/2"	$18,809.64
e. 2"	$26,865.16
2. Octave/Ultrasonic	
a. 2"	$40,277.60
b. 3"	$93,967.64
c. 4"	$161,110.40
d. 6"	$214,800.44
e. 8"	$537,021.24
f. 10"	$805,552.00
g. 12"	$1,074,069.33
N. Wastewater impact fee	
1. Multi-Jet	
a. 5/8"	$2,690.67
b. 3/4"	$4,493.42
c. 1"	$6,269.26
d. 1 1/2"	$12,565.43
e. 2"	$17,946.77

MASTER FEE SCHEDULE

XI. IMPACT FEES (Continued)	
2. Octave/Ultrasonic	
a. 2"	$26,906.70
b. 3"	$62,773.33
c. 4"	$107,626.80
d. 6"	$143,493.43
e. 8"	$358,747.03
f. 10"	$538,134.00
g. 12"	$717,512.00

XII. REFUSE SERVICES FEES (Current contract expires April 2029.)	
A. Residential	
1. Trash, Recycle, and Bulk Collection	$19.74
2. Administrative Fee (Charged to/Recovered from CWD)	2.00%
3. Sales Tax	8.25%
4. Additional Solid Waste Polycart	$10.79
5. Additional Recycle Polycart	$4.83
6. Polycart replacement Fee (Billed direct to customer)	$103.42
7. Excess Individual Bulk collection (Billed direct to customer)	$17.25 per yard
B. Small Commercial Container Service (95 gallon cart) (Billed direct to customer)	
1. Monthly per unit charge	$25.13
2. Additional Polycart	$22.92

XIII. WATER RATE SCHEDULE (Rate Study conducted 2024 by NewGen Strategies concludes 09/30/29)	
A. Residential	
1. Base Rate by meter size	
a. 5/8" X 3/4"	$19.85
b. 1"	$19.85
c. 1 1/2"	$19.85
d. 2"	$19.85
2. Tier Rate usage per 000's gallons	
a. 0-10,000	$5.90
b. 10,001-20,000	$7.88
c. 20,001-30,000	$10.23
d. Over 30,000	$12.04

MASTER FEE SCHEDULE

XIII. WATER RATE SCHEDULE (Continued)

B.	Non-Residential		
	1.	Base Rate by meter size	
		a. 5/8" X 3/4"	$19.85
		b. 1"	$31.39
		c. 1 1/2"	$50.71
		d. 2"	$73.85
		e. 3"	$102.97
		f. 4"	$137.24
		g. 6" and above	$343.17
	2.	Tier Rate usage per 000's gallons	
		a. 0-10,000	$5.90
		b. 10,001-20,000	$7.88
		c. 20,001-30,000	$10.23
		d. Over 30,000	$12.04
C.	Irrigation		
	1.	Base Rate by meter size	
		a. 5/8" X 3/4"	$19.85
		b. 1"	$31.39
		c. 1 1/2"	$50.71
		d. 2"	$73.85
		e. 3"	$102.97
		f. 4"	$137.24
		g. 6" and above	$343.17
	2.	Tier Rate usage per 000's gallons	
		a. 0-10,000	$5.90
		b. 10,001-20,000	$7.88
		c. 20,001-30,000	$10.23
		d. Over 30,000	$12.04

XIV. WATER SERVICE CONNECTION FEES

A.	Deposit by meter size (Exception: Letter of Credit (24 month service history) or Senior Citizen (62+))		
	1.	5/8" X 3/4"	$150.00
	2.	1"	$150.00
	3.	1 1/2"	$175.00
	4.	2"	$200.00
	5.	3"	$300.00
	6.	4"	$400.00
	7.	6" and above	$600.00
B.	Multi-family unit deposit		$100.00
C.	Real Estate properties deposit (per 5 units)		$150.00

MASTER FEE SCHEDULE

XIV. WATER SERVICE CONNECTION FEES (Continued)	
D. Fire Hydrant Meter	
1. Deposit (refundable, but must stay on the account while account is active)	$2,000.00
2. Connection fee	$25.00
3. Minimum monthly billing	$100.00
4. Fire Hydrant Relocation Fee	One relocation No charge, $50.00 each subsequent move
5. Fire Hydrant Meter Tamper Fee	
a. First offense	$500.00 minimum plus the actual costs of any damage to City property
b. Second offense	$1,000.00 plus the actual costs of any damage to City property
c. Third and subsequent offenses	$1,500.00 plus the actual costs of any damage to City property
E. Late charge	10%. Not to exceed $50.00 per statement
F. Disconnection service fee	
1. Monday-Friday, 8:00 a.m. - 5:00 p.m.	$35.00
G. Personnel onsite meter review - after two trips in a 12-month period	See L. Trip fee charge
H. Reconnection service fee	
1. After hours	$40.00
I. Cancelled payment fee/insufficient funds (NSF) fee/returned payment fee	$35.00
J. Same day connect fee for all new services	$40.00
K. Transfer fee	$10.00
L. Trip charge	$50.00
M. Meter-related	
1. Meter Testing	Reimburse the City actual costs of meter testing plus shipping and handling
2. Meter box replacement	$75.00
3. Meter lid replacement	$25.00
4. Meter locking device replacement	$30.00
5. Meter register replacement	$328.86
6. Meter register with antenna connection	$344.44
7. Octave encoder & Allegro module with antenna replacement	$461.08
8. Meter Antenna Replacement	$73.54
9. Obstruction charge	$50.00
10. Usage report requested in-house versus mywateradvisor.com	$5.00
11. Tampering fee	$250.00 minimum plus the actual costs of any damage to City property

XV. WASTE WATER RATE SCHEDULE	
A. Residential	
1. Water Meter	$14.82
2. Volume charge per 1,000 gallons	$8.17

MASTER FEE SCHEDULE

XV. WASTE WATER RATE SCHEDULE (Continued)	
B. Non-Residential	
1. Per water meter size	
a. 5/8" X 3/4"	$26.52
b. 1"	$42.19
c. 1 1/2"	$60.27
d. 2"	$80.76
e. 4"	$84.38
f. 6"	$84.38
g. 8"	$108.48
2. Volume charge per 1,000 gallons	$8.65

XVI. MUNICIPAL DRAINAGE UTILITY SYSTEM FEE effective January 1, 2018

Based on Equivalent Residential Unit (ERU) of impervious surface area on the property. The impervious area (IA) on the property is measured and divided by 4,300 sq ft to determine the number of billing units for non-residential properties. Single family residential properties equal 1 ERU.

A. Single Family Residential (1 ERU)	$5.00 monthly per household
B. Non-Residential	
1. Based on Equivalent Residential Unit (ERU)	$5.00 monthly per 4,300 sq ft of impervious surface area
C. Undeveloped Properties	In accordance with State Law

XVII. CROSS CONNECTION CONTROL FEES

A. Testing Fee	$200.00
B. Retest Fee	$100.00
C. Licensed BPAT Registration Fee	$100.00
D. Submittal and Reporting Fees	Testers shall be responsible for all costs, fees, and expenses related to the submittal and reporting requirements applicable to testers under Chapter 10, Article III, and all third-party fees incurred by the City
E. Deposit for Fire Hydrant Water Meter with Backflow Prevention Assembly	$2,000.00
F. Private Contractors Testing Fees	No additional charges by the City for testing conducted by private contractors on behalf of the City

MASTER FEE SCHEDULE

XVIII. FRANCHISE FEES

A.	Refuse Franchise Fees	8%
B.	Electric Franchise Fees	4%
C.	Gas Franchise Fees	5%
D.	Cable TV Franchise Fees	5%
E.	Telecommunication Franchise Fees	Rates are set by the Public Utility Commission of Texas and are adjusted for inflation annually
	1. Residential	$0.85 per line
	2. Non-Residential	$1.98 per line
	3. Point-to-Point	$4.38 per line
F.	Water Franchise Fees	5%
G.	Sewer Franchise Fees	5%

Subject:	**5. Approve a resolution approving a negotiated settlement between the Atmos Cities Steering Committee ("ACSC") and Atmos Energy Corp., Mid-Tex Division regarding the company's 2025 rate review mechanism filing; declaring existing rates to be unreasonable; adopting tariffs that reflect rate adjustments consistent with the negotiated settlement; finding the rates to be set by the attached settlement tariffs to be just and reasonable and in the public interest; approving an attachment establishing a benchmark for pensions and retiree medical benefits; requiring the company to reimburse ACSC's reasonable ratemaking expenses; determining that this Resolution was passed in accordance with the requirements of the Texas open meetings act; adopting a savings clause; declaring an effective date; and requiring delivery of this Resolution to the company and the ACSC's legal counsel.**
Meeting	September 2, 2025 - City Council Meeting
Access	Public
Type	Action (Consent)
Fiscal Impact	None
Recommended Action	Approve a resolution approving a negotiated settlement between the Atmos Cities Steering Committee ("ACSC") and Atmos Energy Corp., Mid-Tex Division regarding the company's 2025 Rate Review Mechanism filings.
Goals	

BACKGROUND

Sachse, along with 181 other Mid-Texas cities served by Atmos Energy Corporation, Mid-Tex Division (“Atmos Mid-Tex” or “Company”), is a member of the Atmos Cities Steering Committee (“ACSC”). In 2007, ACSC and Atmos Mid-Tex settled a rate application filed by the Company pursuant to Section 104.301 of the Texas Utilities Code for an interim rate adjustment commonly referred to as a GRIP filing (arising out of the Gas Reliability Infrastructure Program legislation). That settlement created a substitute rate review process, referred to as the Rate Review Mechanism (“RRM”), as a substitute for future filings under the GRIP statute.

Since 2007, there have been several modifications to the original RRM Tariff. The most recent iteration of an RRM tariff was reflected in an ordinance adopted by ACSC members in 2018. On or about April 1, 2025, the Company filed a rate request pursuant to the RRM tariff adopted by ACSC members. The Company claimed that its cost-of-service in a test year ending December 31, 2024, entitled it to additional system-wide revenues of $245.2 million.

Application of the standards set forth in ACSC’s RRM tariff reduces the Company’s request to $225.6 million, $163.5 million of which would be applicable to ACSC members. After reviewing the filing and conducting discovery, ACSC’s consultants concluded that the system-wide deficiency under the RRM regime should be $185.6 million instead of the claimed $245.2 million.

After several settlement meetings, the parties have agreed to settle the case for $205.6 million. This is a reduction of $20 million to the Company’s initial request. This includes payment of ACSC’s expenses. The effective date for new rates is October 1, 2025. ACSC members should take action approving the Resolution before October 1, 2025.

POLICY CONSIDERATIONS

The governing body of a municipality has exclusive original jurisdiction over the rates, operations, and services of a gas utility within the municipality.

RECOMMENDATION

Approve a resolution approving a negotiated settlement between the Atmos Cities Steering Committee ("ACSC") and Atmos Energy Corp., Mid-Tex Division regarding the company's 2025 Rate Review Mechanism filings.

File Attachments

1. Presentation_Atmos Negotiated Settlement 2025_FINAL
2. Atmos Mid-Tex 2025 RRM Model Staff Report
3. CY24 MTX RRM - Average Bill
4. Resolution_Atmos Mid-Tex 2025 RRM Settlement_FINAL
5. Attachment 1_CY24 MTX RRM - Tariffs
6. Attachment 2_CY24 MTX RRM - Pension Benchmark

Atmos Rate Review Negotiated Settlement

City Council
September 2, 2025

Overview

- Municipal Authority
- Background
- Current Rate Filing
- Recommended Action

Municipal Authority

- Texas Utilities Code, Title 3, Subtitle A, Sec. 103.001
  - To provide fair, just, and reasonable rates and adequate and efficient services, the governing body of a municipality has exclusive original jurisdiction over the rates, operations, and services of a gas utility within the municipality, subject to the limitations imposed by this subtitle
- Texas Utilities Code, Title 3, Subtitle A, Section 104.301
  - Allows for interim adjustments to recover the cost of changes in the investment in service for gas utility services

The City of SACHSE

Background

- Sachse, along with 181 other cities, is a member of the Atmos Cities Steering Committee (ACSC)
- In 2007, Atmos filed a rate application pursuant to Texas Utilities Code for an interim rate adjustment, known as a Gas Reliability Infrastructure Program (GRIP), allowing Atmos to bypass the City's rate regulatory authority and increase its rates annually to recover capital investment costs
- In 2007, ACSC and Atmos settled the rate application. The settlement created a Rate Review Mechanism (RRM) Tariff, adopted as an alternative to the GRIP
- RRM allows for a more comprehensive rate review and includes evaluation of revenues and expenses as well as capital investment

The City of SACHSE

Current Rate Filing

- On or about April 1, 2025, Atmos filed a rate request claiming entitlement to additional system-wide revenues of $245.2 million
- Rather than all cities independently analyzing proposed rate changes, resources are pooled to hire experts to analyze for the group
- ACSC experts recommend a settlement at $205.6 million
  - Effective date for new rates would be October 1, 2025
  - Average residential rate impact will increase $7.83/month or 9.27%
  - Average commercial usage will increase $25.73 or 6.56%
  - Cities should take action considering approval of the Resolution before September 30, 2025

The City of SACHSE

Recommended Action

- Approve a resolution approving a negotiated settlement between the Atmos Cities Steering Committee ("ACSC") and Atmos Energy Corp., Mid-Tex Division regarding the company's 2025 Rate Review Mechanism filings

August 7, 2025

MODEL STAFF REPORT FOR RESOLUTION OR ORDINANCE

BACKGROUND AND SUMMARY

The City, along with 181 other Mid-Texas cities served by Atmos Energy Corporation, Mid-Tex Division ("Atmos Mid-Tex" or "Company"), is a member of the Atmos Cities Steering Committee ("ACSC"). In 2007, ACSC and Atmos Mid-Tex settled a rate application filed by the Company pursuant to Section 104.301 of the Texas Utilities Code for an interim rate adjustment commonly referred to as a GRIP filing (arising out of the Gas Reliability Infrastructure Program legislation). That settlement created a substitute rate review process, referred to as Rate Review Mechanism ("RRM"), as a substitute for future filings under the GRIP statute.

Since 2007, there have been several modifications to the original RRM Tariff. The most recent iteration of an RRM Tariff was reflected in an ordinance adopted by ACSC members in 2018. On or about April 1, 2025, the Company filed a rate request pursuant to the RRM Tariff adopted by ACSC members. The Company claimed that its cost-of-service in a test year ending December 31, 2024, entitled it to additional system-wide revenues of $245.2 million.

Application of the standards set forth in ACSC's RRM Tariff reduces the Company's request to $225.6 million, $163.5 million of which would be applicable to ACSC members. After reviewing the filing and conducting discovery, ACSC's consultants concluded that the system-wide deficiency under the RRM regime should be $185.6 million instead of the claimed $245.2 million.

After several settlement meetings, the parties have agreed to settle the case for $205.6 million. This is a reduction of $20 million to the Company's initial request. This includes payment of ACSC's expenses. The Effective Date for new rates is October 1, 2025. ACSC members should take action approving the Resolution/Ordinance before October 1, 2025.

RATE TARIFFS

Atmos generated rate tariffs attached to the Resolution/Ordinance that will generate $205.6 million in additional revenues. Atmos also prepared a Proof of Revenues supporting the settlement figures. ACSC consultants have agreed that Atmos' Proof of Revenues is accurate.

BILL IMPACT

The impact of the settlement on average residential rates is an increase of $7.83 on a monthly basis, or 9.27%. The increase for average commercial usage will be $25.73 or 6.56%. Atmos provided bill impact comparisons containing these figures.

SUMMARY OF ACSC'S OBJECTION TO THE UTILITIES CODE SECTION 104.301 GRIP PROCESS

ACSC strongly opposed the GRIP process because it constitutes piecemeal ratemaking by ignoring declining expenses and increasing revenues while rewarding the Company for increasing capital investment on an annual basis. The GRIP process does not allow any review of the reasonableness of capital investment and does not allow cities to participate in the Railroad Commission's review of annual GRIP filings or allow recovery of Cities' rate case expenses. The Railroad Commission undertakes a mere administrative review of GRIP filings (instead of a full hearing) and rate increases go into effect without any material adjustments. In ACSC's view, the GRIP process unfairly raises customers' rates without any regulatory oversight. In contrast, the RRM process has allowed for a more comprehensive rate review and annual evaluation of expenses and revenues, as well as capital investment.

RRM SAVINGS OVER GRIP

While residents outside municipal limits must pay rates governed by GRIP, there are some cities served by Atmos Mid-Tex that chose to remain under GRIP rather than adopt RRM. Additionally, the City of Dallas adopted a variation of RRM which is referred to as DARR. When new rates become effective on October 1, 2025, ACSC residents will maintain an economic monthly advantage over GRIP and DARR rates.

Comparison to Other Mid-Tex Rates (Residential)

	Average Bill	Compared to RRM Cities
RRM Cities:	$54.68	-
DARR:	$58.57	$3.89
ATM Cities:	$57.39	$2.71
Environs:	$55.96	$1.28

Note: ATM Cities and Environs rates are as-filed. Also note that DARR uses a test year ending in September rather than December.

EXPLANATION OF "BE IT RESOLVED" PARAGRAPHS:

1. This section approves all findings in the Resolution/Ordinance.

2. This section adopts the RRM rate tariffs and finds the adoption of the new rates to be just, reasonable, and in the public interest.

3. This section makes it clear that Cities may challenge future costs associated with gas leaks.

4. This section finds that existing rates are unreasonable. Such finding is a necessary predicate to establishment of new rates. The new tariffs will permit Atmos Mid-Tex to recover an additional $205.6 million on a system-wide basis.

5. This section approves an exhibit that establishes a benchmark for pensions and retiree medical benefits to be used in future rate cases or RRM filings.

6. This section requires the Company to reimburse the City for expenses associated with review of the RRM filing, settlement discussions, and adoption of the Resolution/Ordinance approving new rate tariffs.

7. This section repeals any resolution or ordinance that is inconsistent with the Resolution/Ordinance.

8. This section finds that the meeting was conducted in compliance with the Texas Open Meetings Act, Texas Government Code, Chapter 551.

9. This section is a savings clause, which provides that if any section is later found to be unconstitutional or invalid, that finding shall not affect, impair, or invalidate the remaining provisions of this Resolution/Ordinance. This section further directs that the remaining provisions of the Resolution/Ordinance are to be interpreted as if the offending section or clause never existed.

10. This section provides for an effective date upon passage.

11. This section directs that a copy of the signed Resolution/Ordinance be sent to a representative of the Company and legal counsel for ACSC.

CONCLUSION

The Legislature's GRIP process allowed gas utilities to receive annual rate increases associated with capital investments. The RRM process has proven to result in a more efficient and less costly (both from a consumer rate impact perspective and from a ratemaking perspective) than the GRIP process. Given Atmos Mid-Tex's claim that its historic cost of service should entitle it to recover $245.2 million in additional system-wide revenues, the RRM settlement at $205.6 million for ACSC members reflects substantial savings to ACSC cities. Settlement at $205.6 million is fair and reasonable. The ACSC Executive Committee consisting of city employees of 18 ACSC members urges all ACSC members to pass the Resolution/Ordinance before October 1, 2025. New rates become effective October 1, 2025.

ATMOS ENERGY CORP., MID-TEX DIVISION
MID-TEX RATE REVIEW MECHANISM
AVERAGE BILL COMPARISON - BASE RATES
TEST YEAR ENDING DECEMBER 31, 2024

Line No.	Description	Average Volumes	Current Rates	Proposed Rates	Current Average Bill	Proposed Average Bill	Amount Change	Percent Change
	(a)	(b)	(c)	(d)	(e)	(f)	(g)	(h)
1	**Rate R @ 42.1 Ccf**							
2	Base Rates:							
3	Customer Charge		$ 22.95	$ 23.65	$ 22.95	$ 23.65	$ 0.70	
4	Consumption Charge (Ccf)	42.1	$ 0.58974	$ 0.74748	24.80	31.44	6.64	
5	Total Base Rates				$ 47.75	$ 55.09	$ 7.34	15.37%
6								
7	Gas Cost:							
8	Rider GCR Part A (Ccf)	42.1	$ 0.20875	$ 0.20875	$ 8.78	$ 8.78	$ -	
9	Rider GCR Part B (Ccf)	42.1	$ 0.53838	$ 0.53838	22.64	22.64	-	
10	Total Gas Cost				$ 31.42	$ 31.42	$ -	0.00%
11								
12	Total Base with Gas Cost				$ 79.17	$ 86.51	$ 7.34	
13	Rider FF & Rider TAX		0.06725	0.06725	5.32	5.82	0.49	9.27%
14								
15	**Total Residential Average Bill**				**$ 84.49**	**$ 92.33**	**$ 7.83**	**9.27%**
16								
17	**Rate C @ 367.6 Ccf**							
18	Base Rates:							
19	Customer Charge		$ 81.75	$ 94.00	$ 81.75	$ 94.00	$ 12.25	
20	Consumption Charge (Ccf)	367.6	$ 0.19033	$ 0.22261	69.97	81.83	11.86	
21	Total Base Rates				$ 151.72	$ 175.83	$ 24.11	15.89%
22								
23	Gas Cost:							
24	Rider GCR Part A	367.6	$ 0.20875	$ 0.20875	$ 76.74	$ 76.74	$ -	
25	Rider GCR Part B	367.6	$ 0.37860	$ 0.37860	139.18	139.18	-	
26	Total Gas Cost				$ 215.92	$ 215.92	$ -	0.00%
27								
28	Total Base with Gas Cost				$ 367.64	$ 391.75	$ 24.11	
29	Rider FF & Rider TAX		0.06725	0.06725	24.72	26.35	1.62	6.56%
30								
31	**Total Commercial Average Bill**				**$ 392.36**	**$ 418.10**	**$ 25.73**	**6.56%**
32								

ATMOS ENERGY CORP., MID-TEX DIVISION
MID-TEX RATE REVIEW MECHANISM
AVERAGE BILL COMPARISON - BASE RATES
TEST YEAR ENDING DECEMBER 31, 2024

Line No.	Description	Average Volumes	Current Rates	Proposed Rates	Current Average Bill	Proposed Average Bill	Amount Change	Percent Change
	(a)	(b)	(c)	(d)	(e)	(f)	(g)	(h)
33	**Rate I at 1277 MMBTU**							
34	Base Rates:							
35	Customer Charge		$1,587.75	$ 1,848.75	$ 1,587.75	$ 1,848.75	$ 261.00	
36	Block 1 - Consumption Charge (MMBtu)	1,277	$ 0.6553	$ 0.7678	836.99	980.69	143.69	
37	Block 2 - Consumption Charge (MMBtu)	-	$ 0.4799	$ 0.5623	-	-	-	
38	Block 3 - Consumption Charge (MMBtu)	-	$ 0.1029	$ 0.1206	-	-	-	
39	Total Base Rates	1,277			$ 2,424.74	$ 2,829.44	$ 404.69	16.69%
40								
41	Gas Cost:							
42	Rider GCR Part A (MMBtu)	1,277	$ 2.07711	$ 2.07711	$ 2,653.03	$ 2,653.03	$ -	
43	Rider GCR Part B (MMBtu)	1,277	$ 0.88986	$ 0.88986	1,136.59	1,136.59	-	
44	Total Gas Cost				$ 3,789.63	$ 3,789.63	$ -	0.00%
45								
46	Total Base with Gas Cost				$ 6,214.37	$ 6,619.07	$ 404.69	
47	Rider FF and Rider TAX		0.06725	0.06725	417.92	445.14	27.22	6.51%
48								
49	**Total Industrial Average Bill**				**$ 6,632.29**	**$ 7,064.20**	**$ 431.91**	**6.51%**
50								
51	**Rate T at 4534 MMBTU**							
52	Base Rates:							
53	Customer Charge		$1,587.75	$ 1,848.75	$ 1,587.75	$ 1,848.75	$ 261.00	
54	Block 1 - Consumption Charge (MMBtu)	1,500	$ 0.6553	$ 0.7678	982.95	1,151.70	168.75	
55	Block 2 - Consumption Charge (MMBtu)	3,034	$ 0.4799	$ 0.5623	1,456.19	1,706.22	250.03	
56	Block 3 - Consumption Charge (MMBtu)	-	$ 0.1029	$ 0.1206	-	-	-	
57	Total Base Rates	4,534			$ 4,026.89	$ 4,706.67	$ 679.78	16.88%
58								
59	Gas Cost:							
60	Rider GCR Part B (MMBtu)	4,534	$ 0.88986	$ 0.88986	$ 4,034.96	$ 4,034.96	$ -	
61	Total Gas Cost				$ 4,034.96	$ 4,034.96	$ -	0.00%
62								
63	Total Base with Gas Cost				$ 8,061.85	$ 8,741.63	$ 679.78	
64	Rider FF and Rider TAX		0.06725	0.06725	542.17	587.88	45.72	8.43%
65								
66	**Total Transportation Average Bill**				**$ 8,604.01**	**$ 9,329.51**	**$ 725.50**	**8.43%**

RESOLUTION NO. R-2025-______

A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF CITY OF SACHSE, TEXAS, APPROVING A NEGOTIATED SETTLEMENT BETWEEN THE ATMOS CITIES STEERING COMMITTEE ("ACSC") AND ATMOS ENERGY CORP., MID-TEX DIVISION REGARDING THE COMPANY'S 2025 RATE REVIEW MECHANISM FILING; DECLARING EXISTING RATES TO BE UNREASONABLE; ADOPTING TARIFFS THAT REFLECT RATE ADJUSTMENTS CONSISTENT WITH THE NEGOTIATED SETTLEMENT; FINDING THE RATES TO BE SET BY THE ATTACHED SETTLEMENT TARIFFS TO BE JUST AND REASONABLE AND IN THE PUBLIC INTEREST; APPROVING AN ATTACHMENT ESTABLISHING A BENCHMARK FOR PENSIONS AND RETIREE MEDICAL BENEFITS; REQUIRING THE COMPANY TO REIMBURSE ACSC'S REASONABLE RATEMAKING EXPENSES; DETERMINING THAT THIS RESOLUTION WAS PASSED IN ACCORDANCE WITH THE REQUIREMENTS OF THE TEXAS OPEN MEETINGS ACT; ADOPTING A SAVINGS CLAUSE; DECLARING AN EFFECTIVE DATE; AND REQUIRING DELIVERY OF THIS RESOLUTION TO THE COMPANY AND THE ACSC'S LEGAL COUNSEL.

WHEREAS, the City of Sachse, Texas ("City") is a gas utility customer of Atmos Energy Corp., Mid-Tex Division ("Atmos Mid-Tex" or "Company"), and a regulatory authority with an interest in the rates, charges, and services of Atmos Mid-Tex; and

WHEREAS, the City is a member of the Atmos Cities Steering Committee ("ACSC"), a coalition of similarly-situated cities served by Atmos Mid-Tex ("ACSC Cities") that have joined together to facilitate the review of, and response to, natural gas issues affecting rates charged in the Atmos Mid-Tex service area; and

WHEREAS, ACSC and the Company worked collaboratively to develop a Rate Review Mechanism ("RRM") tariff that allows for an expedited rate review process by ACSC Cities as a substitute to the Gas Reliability Infrastructure Program ("GRIP") process instituted by the Legislature, and that will establish rates for the ACSC Cities based on the system-wide cost of serving the Atmos Mid-Tex Division; and

WHEREAS, the current RRM tariff was adopted by the City in a rate ordinance in 2018; and

WHEREAS, on or about April 1, 2025, Atmos Mid-Tex filed its 2025 RRM rate request with ACSC Cities based on a test year ending December 31, 2024; and

WHEREAS, ACSC coordinated its review of the Atmos Mid-Tex 2025 RRM filing through its Executive Committee, assisted by ACSC's attorneys and consultants, to resolve issues identified in the Company's RRM filing; and

WHEREAS, the Executive Committee, as well as ACSC's counsel and consultants, recommend that ACSC Cities approve an increase in base rates for Atmos Mid-Tex of $205.6 million on a system-wide basis with an Effective Date of October 1, 2025; and

WHEREAS, ACSC agrees that Atmos' plant-in-service is reasonable; and

WHEREAS, with the exception of approved plant-in-service, ACSC is not foreclosed from future reasonableness evaluation of costs associated with incidents related to gas leaks; and

WHEREAS, the attached tariffs (Attachment 1) implementing new rates are consistent with the recommendation of the ACSC Executive Committee, are agreed to by the Company, and are just, reasonable, and in the public interest; and

WHEREAS, the settlement agreement sets a new benchmark for pensions and retiree medical benefits (Attachment 2); and

WHEREAS, the RRM Tariff contemplates reimbursement of ACSC's reasonable expenses associated with RRM applications.

NOW, THEREFORE, BE IT RESOLVED BY THE CITY COUNCIL OF THE CITY OF SACHSE, TEXAS:

Section 1. That the findings set forth in this Resolution are hereby in all things approved.

Section 2. That, without prejudice to future litigation of any issue identified by ACSC, the City Council finds that the settled amount of an increase in revenues of $205.6 million on a system-wide basis represents a comprehensive settlement of gas utility rate issues affecting the rates, operations, and services offered by Atmos Mid-Tex within the municipal limits arising from Atmos Mid-Tex's 2025 RRM filing, is in the public interest, and is consistent with the City's authority under Section 103.001 of the Texas Utilities Code.

Section 3. That despite finding Atmos Mid-Tex's plant-in-service to be reasonable, ACSC is not foreclosed in future cases from evaluating the reasonableness of costs associated with incidents involving leaks of natural gas.

Section 4. That the existing rates for natural gas service provided by Atmos Mid-Tex are unreasonable. The new tariffs attached hereto and incorporated herein as Attachment 1, are just and reasonable, and are designed to allow Atmos Mid-Tex to recover annually an additional $205.6 million on a system-wide basis, over the amount allowed under currently approved rates. Such tariffs are hereby adopted.

Section 5. That the ratemaking treatment for pensions and retiree medical benefits in Atmos Mid-Tex's next RRM filing shall be as set forth on Attachment 2, attached hereto and incorporated herein.

Section 6. That Atmos Mid-Tex shall reimburse the reasonable ratemaking expenses of the ACSC in processing the Company's 2025 RRM filing.

Section 7. That to the extent any resolution or ordinance previously adopted by the Council is inconsistent with this Resolution, it is hereby repealed.

Section 8. That the meeting at which this Resolution was approved was in all things conducted in strict compliance with the Texas Open Meetings Act, Texas Government Code, Chapter 551.

Section 9. That if any one or more sections or clauses of this Resolution are adjudged to be unconstitutional or invalid, such judgment shall not affect, impair, or invalidate the remaining provisions of this Resolution, and the remaining provisions of the Resolution shall be interpreted as if the offending section or clause never existed.

Section 10. That consistent with the City Ordinance that established the RRM process, this Resolution shall become effective from and after its passage with rates authorized by attached tariffs to be effective for bills rendered on or after October 1, 2025.

Section 11. That a copy of this Resolution shall be sent to Atmos Mid-Tex, care of Chris Felan, Vice President of Rates and Regulatory Affairs Mid-Tex Division, Atmos Energy Corporation, 5420 LBJ Freeway, Suite 1862, Dallas, Texas 75240, and to Thomas Brocato, General Counsel to ACSC, at Lloyd Gosselink Rochelle & Townsend, P.C., 816 Congress Avenue, Suite 1900, Austin, Texas 78701.

DULY PASSED AND APPROVED BY THE CITY COUNCIL OF THE CITY OF SACHSE, TEXAS, BY A VOTE OF ____ TO ____, ON THIS THE 2ND DAY OF SEPTEMBER 2025.

____
Jeff Bickerstaff, Mayor

ATTEST:

____
Leah K Granger, City Secretary

APPROVED AS TO FORM:

____
Joseph J. Gorfida, Jr., City Attorney

MID-TEX DIVISION
ATMOS ENERGY CORPORATION

RATE SCHEDULE:	**R – RESIDENTIAL SALES**	
APPLICABLE TO:	**ALL CUSTOMERS IN THE MID-TEX DIVISION UNDER THE RRM TARIFF**	
EFFECTIVE DATE:	**Bills Rendered on or after 10/01/2025**	

Application
Applicable to Residential Customers for all natural gas provided at one Point of Delivery and measured through one meter.

Type of Service
Where service of the type desired by Customer is not already available at the Point of Delivery, additional charges and special contract arrangements between Company and Customer may be required prior to service being furnished.

Monthly Rate
Customer's monthly bill will be calculated by adding the following Customer and Ccf charges to the amounts due under the riders listed below:

Charge	Amount
Customer Charge per Bill	$ 23.65 per month
Rider CEE Surcharge	$ 0.03 per month[1]
Total Customer Charge	$ 23.68 per month
Commodity Charge – All Ccf	$ 0.74748 per Ccf

Gas Cost Recovery: Plus an amount for gas costs and upstream transportation costs calculated in accordance with Part (a) and Part (b), respectively, of Rider GCR.

Weather Normalization Adjustment: Plus or Minus an amount for weather normalization calculated in accordance with Rider WNA.

Franchise Fee Adjustment: Plus an amount for franchise fees calculated in accordance with Rider FF. Rider FF is only applicable to customers inside the corporate limits of any incorporated municipality.

Tax Adjustment: Plus an amount for tax calculated in accordance with Rider TAX.

Surcharges: Plus an amount for surcharges calculated in accordance with the applicable rider(s).

Agreement
An Agreement for Gas Service may be required.

Notice
Service hereunder and the rates for services provided are subject to the orders of regulatory bodies having jurisdiction and to the Company's Tariff for Gas Service.

[1]Reference Rider CEE - Conservation and Energy Efficiency as approved in GUD 10170. Surcharge billing effective July 1, 2025.

RATE SCHEDULE:	**C – COMMERCIAL SALES**
APPLICABLE TO:	**ALL CUSTOMERS IN THE MID-TEX DIVISION UNDER THE RRM TARIFF**
EFFECTIVE DATE:	**Bills Rendered on or after 10/01/2025**

Application
Applicable to Commercial Customers for all natural gas provided at one Point of Delivery and measured through one meter and to Industrial Customers with an average annual usage of less than 30,000 Ccf.

Type of Service
Where service of the type desired by Customer is not already available at the Point of Delivery, additional charges and special contract arrangements between Company and Customer may be required prior to service being furnished.

Monthly Rate
Customer's monthly bill will be calculated by adding the following Customer and Ccf charges to the amounts due under the riders listed below:

Charge	Amount
Customer Charge per Bill	$ 94.00 per month
Rider CEE Surcharge	$ 0.01 per month[1]
Total Customer Charge	$ 94.01 per month
Commodity Charge – All Ccf	$ 0.22261 per Ccf

Gas Cost Recovery: Plus an amount for gas costs and upstream transportation costs calculated in accordance with Part (a) and Part (b), respectively, of Rider GCR.

Weather Normalization Adjustment: Plus or Minus an amount for weather normalization calculated in accordance with Rider WNA.

Franchise Fee Adjustment: Plus an amount for franchise fees calculated in accordance with Rider FF. Rider FF is only applicable to customers inside the corporate limits of any incorporated municipality.

Tax Adjustment: Plus an amount for tax calculated in accordance with Rider TAX.

Surcharges: Plus an amount for surcharges calculated in accordance with the applicable rider(s).

Agreement
An Agreement for Gas Service may be required.

Notice
Service hereunder and the rates for services provided are subject to the orders of regulatory bodies having jurisdiction and to the Company's Tariff for Gas Service.

Presumption of Plant Protection Level
For service under this Rate Schedule, plant protection volumes are presumed to be 10% of normal, regular, historical usage as reasonably calculated by the Company in its sole discretion. If a customer believes it needs to be modeled at an alternative plant protection volume, it should contact the company at mdtx-div-plantprotection@atmosenergy.com.

[1] Reference Rider CEE - Conservation and Energy Efficiency as approved in GUD 10170. Surcharge billing effective July 1, 2025.

RATE SCHEDULE:	**I – INDUSTRIAL SALES**	
APPLICABLE TO:	**ALL CUSTOMERS IN THE MID-TEX DIVISION UNDER THE RRM TARIFF**	
EFFECTIVE DATE:	**Bills Rendered on or after 10/01/2025**	

Application
Applicable to Industrial Customers with a maximum daily usage (MDU) of less than 200 MMBtu per day for all natural gas provided at one Point of Delivery and measured through one meter. Service for Industrial Customers with an MDU equal to or greater than 200 MMBtu per day will be provided at Company's sole option and will require special contract arrangements between Company and Customer.

Type of Service
Where service of the type desired by Customer is not already available at the Point of Delivery, additional charges and special contract arrangements between Company and Customer may be required prior to service being furnished.

Monthly Rate
Customer's monthly bill will be calculated by adding the following Customer and MMBtu charges to the amounts due under the riders listed below:

Charge	Amount
Customer Charge per Meter	$ 1,848.75 per month
First 0 MMBtu to 1,500 MMBtu	$ 0.7678 per MMBtu
Next 3,500 MMBtu	$ 0.5623 per MMBtu
All MMBtu over 5,000 MMBtu	$ 0.1206 per MMBtu

Gas Cost Recovery: Plus an amount for gas costs and upstream transportation costs calculated in accordance with Part (a) and Part (b), respectively, of Rider GCR.

Franchise Fee Adjustment: Plus an amount for franchise fees calculated in accordance with Rider FF. Rider FF is only applicable to customers inside the corporate limits of any incorporated municipality.

Tax Adjustment: Plus an amount for tax calculated in accordance with Rider TAX.

Surcharges: Plus an amount for surcharges calculated in accordance with the applicable rider(s).

Curtailment Overpull Fee
Upon notification by Company of an event of curtailment or interruption of Customer's deliveries, Customer will, for each MMBtu delivered in excess of the stated level of curtailment or interruption, pay Company 200% of the midpoint price for the Katy point listed in *Platts Gas Daily* published for the applicable Gas Day in the table entitled "Daily Price Survey."

Replacement Index
In the event the "midpoint" or "common" price for the Katy point listed in *Platts Gas Daily* in the table entitled "Daily Price Survey" is no longer published, Company will calculate the applicable imbalance fees utilizing a daily price index recognized as authoritative by the natural gas industry and most closely approximating the applicable index.

RATE SCHEDULE:	**I – INDUSTRIAL SALES**	
APPLICABLE TO:	**ALL CUSTOMERS IN THE MID-TEX DIVISION UNDER THE RRM TARIFF**	
EFFECTIVE DATE:	**Bills Rendered on or after 10/01/2025**	

Agreement
An Agreement for Gas Service may be required.

Notice
Service hereunder and the rates for services provided are subject to the orders of regulatory bodies having jurisdiction and to the Company's Tariff for Gas Service.

Special Conditions
In order to receive service under Rate I, Customer must have the type of meter required by Company. Customer must pay Company all costs associated with the acquisition and installation of the meter.

Presumption of Plant Protection Level
For service under this Rate Schedule, plant protection volumes are presumed to be 10% of normal, regular, historical usage as reasonably calculated by the Company in its sole discretion. If a customer believes it needs to be modeled at an alternative plant protection volume, it should contact the company at mdtx-div-plantprotection@atmosenergy.com.

MID-TEX DIVISION
ATMOS ENERGY CORPORATION

RATE SCHEDULE:	T – TRANSPORTATION	
APPLICABLE TO:	ALL CUSTOMERS IN THE MID-TEX DIVISION UNDER THE RRM TARIFF	
EFFECTIVE DATE:	Bills Rendered on or after 10/01/2025	

Application
Applicable, in the event that Company has entered into a Transportation Agreement, to a customer directly connected to the Atmos Energy Corp., Mid-Tex Division Distribution System (Customer) for the transportation of all natural gas supplied by Customer or Customer's agent at one Point of Delivery for use in Customer's facility.

This tariff is not available to customers with a maximum daily demand of 1,000 MMBtu or greater and a daily/annual load factor of 10% or less. Load factor is calculated as follows: annual usage / (maximum daily connected demand X 365). Load factors will be recalculated once each year to determine appropriate eligibility for Rate T.

Type of Service
Company's receipt and delivery of all gas quantities under the applicable Transportation Agreement will be on a wholly interruptible basis subject to the Terms and Conditions incorporated in the Transportation Agreement. If Customer is an Industrial Customer, then Customer may elect, at the reasonable discretion of Company, to contract for Plant Protection transportation quantities defined as the minimum natural gas required to prevent physical harm and/or protect critical safety to the plant facilities, plant personnel, or the public when such protection cannot be achieved through the use of an alternate fuel. Where service of the type desired by Customer is not already available at the Point of Delivery, additional charges and special contract arrangements between Company and Customer may be required prior to service being furnished.

Monthly Rate
Customer's bill will be calculated by adding the following Customer and MMBtu charges to the amounts and quantities due under the riders listed below:

Charge	Amount
Customer Charge per Meter	$ 1,848.75 per month
First 0 MMBtu to 1,500 MMBtu	$ 0.7678 per MMBtu
Next 3,500 MMBtu	$ 0.5623 per MMBtu
All MMBtu over 5,000 MMBtu	$ 0.1206 per MMBtu

Upstream Transportation Cost Recovery: Plus an amount for upstream transportation costs in accordance with Part (b) of Rider GCR.

Retention Adjustment: Plus a quantity of gas as calculated in accordance with Rider RA.

Franchise Fee Adjustment: Plus an amount for franchise fees calculated in accordance with Rider FF. Rider FF is only applicable to customers inside the corporate limits of any incorporated municipality.

Tax Adjustment: Plus an amount for tax calculated in accordance with Rider TAX.

Surcharges: Plus an amount for surcharges calculated in accordance with the applicable rider(s).

RATE SCHEDULE:	**T – TRANSPORTATION**	
APPLICABLE TO:	**ALL CUSTOMERS IN THE MID-TEX DIVISION UNDER THE RRM TARIFF**	
EFFECTIVE DATE:	**Bills Rendered on or after 10/01/2025**	

Imbalance Fees
All fees charged to Customer under this Rate Schedule will be charged based on the quantities determined under the applicable Transportation Agreement and quantities will not be aggregated for any Customer with multiple Transportation Agreements for the purposes of such fees.

Monthly Imbalance Fees
Customer shall pay Company the greater of (i) $0.10 per MMBtu, or (ii) 150% of the difference per MMBtu between the highest and lowest “midpoint” price for the Katy point listed in *Platts Gas Daily* in the table entitled “Daily Price Survey” during such month, for the MMBtu of Customer’s monthly Cumulative Imbalance, as defined in the applicable Transportation Agreement, at the end of each month that exceeds 10% of Customer’s receipt quantities for the month.

Overpull Fee
Upon notification by Company of an event of interruption of Customer’s deliveries, Customer will, for each MMBtu delivered in excess of the stated level of interruption, pay Company 200% of the midpoint price for the Katy point listed in *Platts Gas Daily* published for the applicable Gas Day in the table entitled “Daily Price Survey.”

Replacement Index
In the event the “midpoint” or “common” price for the Katy point listed in *Platts Gas Daily* in the table entitled “Daily Price Survey” is no longer published, Company will calculate the applicable imbalance fees utilizing a daily price index recognized as authoritative by the natural gas industry and most closely approximating the applicable index.

Agreement
A transportation agreement is required.

Notice
Service hereunder and the rates for services provided are subject to the orders of regulatory bodies having jurisdiction and to the Company’s Tariff for Gas Service.

Special Conditions
In order to receive service under Rate T, customer must have the type of meter required by Company. Customer must pay Company all costs associated with the acquisition and installation of the meter.

RIDER:	**SUR – SURCHARGES**	
APPLICABLE TO:	**ALL CUSTOMERS IN THE MID-TEX DIVISION UNDER THE RRM TARIFF**	
EFFECTIVE DATE:	**Bills Rendered on or after 10/01/2025**	

Application

This Rider is applicable to customer classes in the incorporated areas under the RRM tariff as authorized by the state or any governmental entity, a municipality, or a regulatory authority pursuant to any statute, ordinance, order, rule, contract, or agreement.

Monthly Calculation

Surcharges will be calculated in accordance with the applicable statute, ordinance, order, rule, contract, or agreement.

<u>FASB ASC 740-10 (Fin48) Refund</u>

Applicable to Customers taking service under Rate Schedules R – Residential, C – Commercial, I – Industrial and T – Transportation.

To ensure that gas utility customers receive the benefit associated with the changes in the Company's Uncertain Tax Positions ("UTPs") arising from recognition of Texas Margin Tax returns.

The decrease shall be calculated as follows:

Beginning with implementation of rates from the negotiated RRM Tariff, and annually thereafter, the portion of UTP liabilities identified in Schedule FIN48-1.1 for the prior fiscal year shall be allocated based on the final class allocations of GUD No. 10170 as per the RRM Tariff, divided by the annual bill count to derive rates to be refunded through Rider SUR in the subsequent fiscal year. Each year's calculation will include a true-up (+ or -) due to account for over/under collections. Amounts identified in Schedule FIN48-1 shall be adjusted to reflect any audit adjustments received from the Texas Comptroller of Public Accounts.

No action on the part of the Regulatory Authority is required to give effect to the amount to be refunded to customers. However, any amount refunded to customers shall be fully subject to review for reasonableness and accuracy in the gas utility's next statement of intent proceeding with the Railroad Commission of Texas, and if applicable, the gas utility shall be required to reconcile any discrepancies.

The following refund as authorized in the most recent negotiated RRM Tariff shall be refunded to each Rate Schedules R – Residential, C – Commercial, I – Industrial and T – Transportation customer's monthly bill in each month for a 12-month period. The refund amount by month by Rate Schedule is shown in the table below:

Rate Schedules	Rate
Rate R – Residential Sales	$ (0.12)
Rate C – Commercial Sales	$ (0.41)
Rate I – Industrial Sales	$ (8.68)
Rate T – Transportation	$ (8.68)

RIDER:	TAX – TAX ADJUSTMENT	
APPLICABLE TO:	Entire Division as Set Forth Below	
EFFECTIVE DATE:	Bills Rendered on or after 10/01/2025	PAGE:

Application

Applicable to Customers taking service under Rate R, Rate C, Rate I, and Rate T, except for exempt State Agency Customers, to the extent of state gross receipts taxes only.

1. **State Gross Receipts Taxes**

Applicability - Entire Division except for Unincorporated Areas

Each monthly bill shall be adjusted for Miscellaneous state gross receipts taxes imposed by Sections 182-021 - 182-025 of the Texas Tax Code.

Entire Division

Each monthly bill shall also be adjusted by an amount equivalent to the amount of all applicable taxes and any other governmental impositions, rentals, fees, or charges (except state, county, city, and special district ad valorem taxes and taxes on net income) levied, assessed, or imposed upon or allocated to Company with respect to the Gas Service provided to Customer by Company, and any associated facilities involved in the performance of such Gas Service. Each monthly bill shall also be adjusted by an amount equivalent to the proportionate part of any increase or decrease of any tax and any other governmental imposition, rental, fee, or charge (except state, county, city, and special district ad valorem taxes and taxes on net income) levied, assessed, or imposed subsequent to the effective date of this tariff, upon or allocated to Company's operations, by any new or amended law, ordinance, or contract.

2. **Federal or State Tax Law or Rate Changes:**

Applicability – All Customers in the Mid-Tex Division ("MTX") Under the RRM Tariff

Applicable to Customers taking service under Rate R, Rate C, Rate I, and Rate T.

To ensure that gas utility customers receive the benefits or costs associated with the changes in tax rates at a federal or state level, MTX shall establish and accrue on its books and records, as of the effective date of the federal or state tax law or rate change: 1) regulatory liabilities to reflect the impact of a decrease in federal corporate income tax rates or state margin tax rates; or, 2) regulatory assets to reflect the impact of an increase in federal corporate income tax rates or state margin tax rates.

The gas utility may not change rates to give effect to a change in Federal or State Tax law or rates through the Rider TAX unless and until the city issues final authorization, an Accounting Order, or other express guidance authorizing such recovery through the RRM process.

Company may also not change rates to capture the impacts associated with the effects of Public Law 117-169, 136 STAT. 1818 of August 16, 2022 ("Tax Act 2022") and certain other tax-related costs that will change from the amounts included in the most recent base revenue requirement established through an RRM filing unless and until the city issues a final authorization, an Accounting Order, or other express guidance authorizing such recovery.

Upon receipt of authorization from the city through an Accounting Order, final authorization or other express guidance, the calculation applicable to the aforementioned federal or state tax rate or law changes are as follows; however, to the extent there is a conflict between the calculation or methodology

RIDER:	**TAX – TAX ADJUSTMENT**	
APPLICABLE TO:	**Entire Division as Set Forth Below**	
EFFECTIVE DATE:	**Bills Rendered on or after 10/01/2025**	**PAGE:**

prescribed by an Accounting Order, final authorization, or other express guidance, and those contained in this rate schedule, the Accounting Order, final authorization, or other express guidance controls:

<u>Calculations</u>

1. With regard to changes in the tax rates at a federal or state level, the increase or decrease shall be calculated as follows:

   a. A portion of the gas utility's revenue representing the difference between: 1) the cost of service as approved by the Commission or the applicable regulatory authority in the gas utility's most recent statement of intent or other rate proceeding, and 2) the cost of service that would have resulted had the rates been based on the new federal income tax rate (increase or decrease) or state margin taxes (increase or decrease), as of the effective date of the change;
   b. If applicable, the portion of the gas utility's revenue representing the difference between: 1) each Interim Rate Adjustment surcharge approved by the regulatory authority since the gas utility's most recent statement of intent or other rate proceeding, and 2) each Interim Rate Adjustment surcharge that would have resulted had the surcharges been based on the new federal income tax rate (increase or decrease) or state margin taxes (increase or decrease), as of the effective date of the change; and
   c. The excess or deficient deferred tax reserve, including any associated gross up in taxes, caused by the reduction or increase in the federal corporate income tax rate or state related tax increases, as of the effective date of the change.

Upon the receipt of authorization from the Commission or applicable regulatory authority, the gas utility shall separately refund to customers based on a decrease in federal or state tax rates or separately collect from customers based on an increase in federal or state tax rates within twelve (12) months or, pursuant to applicable Internal Revenue Code ("IRC") rules and regulations, as follows:

   d. The amount collected/refunded by the gas utility that reflects the difference in base rates between: 1) the cost of service approved by the regulatory authority in the gas utility's most recent statement of intent rate proceeding, and 2) the cost of service that would have resulted had the rates been based upon the new federal or state tax rates, between the effective date of this order and the effective date of the changes.
   e. If applicable, the amount collected/refunded by the gas utility that reflects the difference between: 1) each Interim Rate Adjustment surcharge approved by the Commission or the regulatory authority since the gas utility's most recent statement of intent rate proceeding, and 2) each Interim Rate Adjustment surcharge that would have resulted had the rates been based upon the new federal or state tax rates, between the effective date of this order and the effective date of the changes.
   f. The amount collected/refunded by the gas utility that reflects the difference in the excess or deficient deferred tax reserve included in base rates between: 1) the cost of service approved by the Commission or the regulatory authority in the gas utility's most recent statement of intent rate proceeding, and 2) the cost of service that would have resulted had the rates been based upon the new federal or state tax rates, between the effective date of this order and the effective date of the changes. These amounts shall be refunded or collected from customers based upon IRC rules and regulations if applicable.

RIDER:	**TAX – TAX ADJUSTMENT**	
APPLICABLE TO:	**Entire Division as Set Forth Below**	
EFFECTIVE DATE:	**Bills Rendered on or after 10/01/2025**	**PAGE:**

2. With regard to the Tax Act 2022 and certain other tax-related costs that will change from the amounts included in the base revenue requirement established through an RRM filing, any change in rates shall be calculated as follows:

   (a) The amount shall be calculated as the product of Company's grossed-up rate of return authorized in the cost of service as approved by the Commission or the applicable regulatory authority in the gas utility's most recent statement of intent or other rate proceeding times the Corporate Alternative Minimum Tax deferred tax asset ("CAMT DTA") estimated at September 30 of the fiscal year or applicable quarter-end within a fiscal year prior to the annual change in the rates pursuant to this tariff, less the income tax credits received in accordance with IRC requirements applicable to the Tax Act 2022 grossed-up for income taxes to a revenue equivalent.

   (b) The estimated CAMT DTA and the related effects on the rider revenue requirements shall be trued up to the actual effects in the following year and the over/under recovery amortized over the twelve months that each year's recalculated tariff rates are in effect. The over/under recovery shall include a grossed-up rate of return as authorized in Company's most recent statement of intent or other rate proceeding.

   (c) The methodology for computing Company's CAMT is as follows:

      i. Confirm when Atmos Energy Corporation and its affiliates are subject to CAMT as an "applicable corporation" as defined the Tax Act 2022, then there will be MTX's CAMT DTA in the tariff.

      ii. Calculate the Mid-Tex Division's (MTX) contribution to Adjusted Financial Statement Income ("AFSI") on a stand-alone basis. MTX's AFSI is calculated by adjusting MTX's applicable financial statement income by adjustments to depreciation, pension costs and federal income tax to arrive at AFSI. AFSI is intended to be computed consistent with applicable IRC requirements.

      iii. Compare MTX's CAMT stand-alone amount with MTX's regular stand-alone tax liability. If the stand alone CAMT is in excess of the stand-alone regular tax, the CAMT DTA is recorded to MTX.

If the Internal Revenue Service issues new guidance related to the Tax Act 2022, Company shall have the right to make additional filings to recognize such adjustments.

Any Commission filing made to give effect to Federal or State Tax Law or Rate Changes shall be filed within 12-months following the enactment of a tax rate change with the Commission's Oversight and Safety Division or as part of a Statement of Intent.

Any city filing made to give effect to Federal or State Tax Law or Rate Changes shall be filed within 12-months following the enactment of a tax rate change and addressed to the city official at the address of record with the Mid-Tex Division.

With the exception of the authorization required from the Commission to allow the gas utility to recognize the new federal income tax rate (increase or decrease) or state taxes (increase or decrease) or the impacts associated with the effects of the Tax Act 2022 and certain other tax-related costs that will change from the amounts included in the base revenue requirement in the last approved RRM Tariff filing, no action on the part of the regulatory authority is required to give effect to the amount to be refunded or

RIDER:	**TAX – TAX ADJUSTMENT**	
APPLICABLE TO:	**Entire Division as Set Forth Below**	
EFFECTIVE DATE:	**Bills Rendered on or after 10/01/2025**	**PAGE:**

collected from customers. However, any amount refunded or collected from customers shall be fully subject to review for reasonableness and accuracy in the gas utility's next statement of intent proceeding, and if applicable, the gas utility shall be required to reconcile any discrepancies.

Regulatory orders issued pursuant to this mechanism are ratemaking orders and shall be subject to appeal under Sections 102.001(b) and 103.021, et seq., of the Texas Utilities Code (Vernon 2007). Rate changes subject to the provisions of this tariff may be implemented upon the filing of an appeal to the relevant authority.

MID-TEX DIVISION
ATMOS ENERGY CORPORATION

RIDER:	**WNA – WEATHER NORMALIZATION ADJUSTMENT**	
APPLICABLE TO:	**ALL CUSTOMERS IN THE MID-TEX DIVISION UNDER THE RRM TARIFF**	
EFFECTIVE DATE:	**Bills Rendered on or after 10/01/2025**	

Provisions for Adjustment

The Commodity Charge per Ccf (100 cubic feet) for gas service set forth in any Rate Schedules utilized by the cities of the Mid-Tex Division service area for determining normalized winter period revenues shall be adjusted by an amount hereinafter described, which amount is referred to as the "Weather Normalization Adjustment." The Weather Normalization Adjustment shall apply to all temperature sensitive residential and commercial bills based on meters read during the revenue months of November through April. The five regional weather stations are Abilene, Austin, Dallas, Waco, and Wichita Falls.

Computation of Weather Normalization Adjustment

The Weather Normalization Adjustment Factor shall be computed to the nearest one-hundredth cent per Ccf by the following formula:

$$WNAF_i = R_i \frac{(HSF_i \times (NDD-ADD))}{(BL_i + (HSF_i \times ADD))}$$

Where

i = any particular Rate Schedule or billing classification within any such particular Rate Schedule that contains more than one billing classification

$WNAF_i$ = Weather Normalization Adjustment Factor for the i^{th} rate schedule or classification expressed in cents per Ccf

R_i = Commodity Charge rate of temperature sensitive sales for the i^{th} schedule or classification.

HSF_i = heat sensitive factor for the i^{th} schedule or classification divided by the average bill count in that class

NDD = billing cycle normal heating degree days calculated as the simple ten-year average of actual heating degree days.

ADD = billing cycle actual heating degree days.

Bl_i = base load sales for the i^{th} schedule or classification divided by the average bill count in that class

The Weather Normalization Adjustment for the jth customer in ith rate schedule is computed as:

$$WNA_i = WNAF_i \times q_{ij}$$

Where q_{ij} is the relevant sales quantity for the jth customer in ith rate schedule.

RIDER:	**WNA – WEATHER NORMALIZATION ADJUSTMENT**	
APPLICABLE TO:	**ALL CUSTOMERS IN THE MID-TEX DIVISION UNDER THE RRM TARIFF**	
EFFECTIVE DATE:	**Bills Rendered on or after 10/01/2025**	

Base Use/Heat Use Factors

	Residential		Commercial	
Weather Station	Base use Ccf	Heat use Ccf/HDD	Base use Ccf	Heat use Ccf/HDD
Abilene	9.61	0.1476	91.65	0.7406
Austin	8.19	0.1394	183.99	1.1581
Dallas	12.74	0.2017	193.53	1.1001
Waco	9.23	0.1277	148.26	0.7631
Wichita Falls	10.43	0.1387	122.94	0.7038

Weather Normalization Adjustment (WNA) Report

On or before June 1 of each year, the company posts on its website at www.atmosenergy.com/MTXtariffs, in Excel format, a *Weather Normalization Adjustment (WNA) Report* to show how the company calculated its WNAs factor during the preceding winter season. Additionally, on or before June 1 of each year, the company files one hard copy and an Excel version of the *WNA Report* with the Railroad Commission of Texas' Gas Services Division, addressed to the Director of that Division.

ATMOS ENERGY CORP., MID-TEX DIVISION
MID-TEX RATE REVIEW MECHANISM
PENSIONS AND RETIREE MEDICAL BENEFITS FOR CITIES APPROVAL
TEST YEAR ENDING DECEMBER 31, 2024

		Shared Services		Mid-Tex Direct			
Line No.	Description	Pension Account Plan	Post-Employment Benefit Plan	Pension Account Plan	Post-Employment Benefit Plan	Supplemental Executive Benefit Plan	Adjustment Total
	(a)	(b)	(c)	(d)	(e)	(f)	(g)
1	Proposed Benefits Benchmark - Fiscal Year 2025 Willis Towers Watson Report as adjusted	$ 572,372	$ (649,253)	$ 882,931	$ (3,920,499)	$ 65,943	
2	Allocation Factor	46.27%	46.27%	84.14%	84.14%	100.00%	
3	Proposed Benefits Benchmark Costs Allocated to Mid-Tex (Ln 1 x Ln 2)	$ 264,856	$ (300,432)	$ 742,888	$ (3,298,664)	$ 65,943	
4	O&M and Capital Allocation Factor	100.00%	100.00%	100.00%	100.00%	100.00%	
5	Proposed Benefits Benchmark Costs to Approve (Ln 3 x Ln 4)	$ 264,856	$ (300,432)	$ 742,888	$ (3,298,664)	$ 65,943	$ (2,525,408)
6							
7	O&M Expense Factor	76.41%	76.41%	39.54%	39.54%	10.97%	
8							
9	Summary of Costs to Approve:						
10	Total Pension Account Plan	$ 202,374		$ 293,727			$ 496,101
11	Total Post-Employment Benefit Plan		$ (229,557)		$ (1,304,242)		(1,533,799)
12	Total Supplemental Executive Benefit Plan					$ 7,231	7,231
13	Total (Ln 10 + Ln 11 + Ln 12)	$ 202,374	$ (229,557)	$ 293,727	$ (1,304,242)	$ 7,231	$ (1,030,467)

F. Action Items

Subject:	**1. Conduct a public hearing on the proposed 2025-2026 fiscal year budget and set a date for budget adoption.**
Meeting	September 2, 2025 - City Council Meeting
Access	Public
Type	Discussion, Information, Action
Fiscal Impact	None
Recommended Action	Conduct the public hearing and make a motion to set the date for adoption of the budget for the September 15 City Council Meeting.
Goals	Be a model of financial stewardship through growth management; responsible investment; and financial transparency.

BACKGROUND

The City Manager's FY 2025-2026 Proposed Budget for citywide programs and services was submitted to Council and made available to the public on August 15. The proposed budget is posted on the City website at www.cityofsachse.com/budget and copies are on file with the City Secretary and the Sachse Public Library for public inspection. The FY 2025-2026 Proposed Budget was formally presented to Council at the August 18 City Council meeting.

The City Charter states that the City Council shall conduct public hearings on the proposed budget as required by state law and shall conduct at least one public hearing. At this hearing, interested members of the public may express their opinions concerning items of expenditure, giving their reasons for wishing to increase or decrease any items of expense.

On June 2, the City Council opened the floor to receive early resident and stakeholder input regarding the FY 2025-2026 budget. The public was also invited to address the Council during the Public Comment period of subsequent City Council meetings. In addition, the City hosted a "Budget Town Hall" event on June 10 and a "Budget and Bevs" public engagement event on August 7 to provide an opportunity for public questions and feedback. This public hearing is an additional opportunity to allow public input regarding proposed revenues and expenditures for FY 2025-2026. The proposed budget revenues and expenditures can be amended by the City Council prior to adoption of the budget ordinance.

The notice for the public hearing was published in the Sachse News on August 21.

At the conclusion of the public hearing, Council is asked to take action on the proposed budget by setting a date for adoption of the budget.

POLICY CONSIDERATIONS

Local Government Code 102.007 states that at the conclusion of the public hearing, the governing body of the municipality shall take action on the proposed budget.

RECOMMENDATION

Conduct the public hearing and make a motion to set the date for adoption of the budget for the September 15 City Council Meeting.

File Attachments

1. 2025-2026 Notice of Public Hearing on Budget
2. Presentation_Budget Public Hearing FY25-26_FINAL

NOTICE OF PUBLIC HEARING

CITY OF SACHSE

PROPOSED OPERATING BUDGET FISCAL YEAR 2025-2026

The City of Sachse will hold a Public Hearing on the proposed budget for the fiscal year 2025-2026 on **September 2, 2025, at 6:30 p.m.** at Sachse City Hall, 3815-B Sachse Road, Sachse, Texas 75048.

This budget will raise more revenue from property taxes than last year's budget by an amount of $1,376,721, which is a 4.77 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 $579,687. A property tax bill for the median homestead property in the current year is $2,590 and would be $2,768 for the upcoming year based on the proposed budget. This would be an increase of $178. The median homestead property tax bill for the upcoming year if the no-new revenue rate is adopted would be $2,798, which is an increase of $208 from the current year.

The public is invited to attend and make comments. A copy of the proposed budget is on file with the City Secretary's Office located at 3815-B Sachse Road, Sachse, Texas 75048, at the Sachse Public Library located at 3815-C Sachse Road, Sachse, Texas 75048, and it is also available on the City of Sachse website www.cityofsachse.com/budget.

FY 2025-2026
Budget Public Hearing

City Council
September 2, 2025

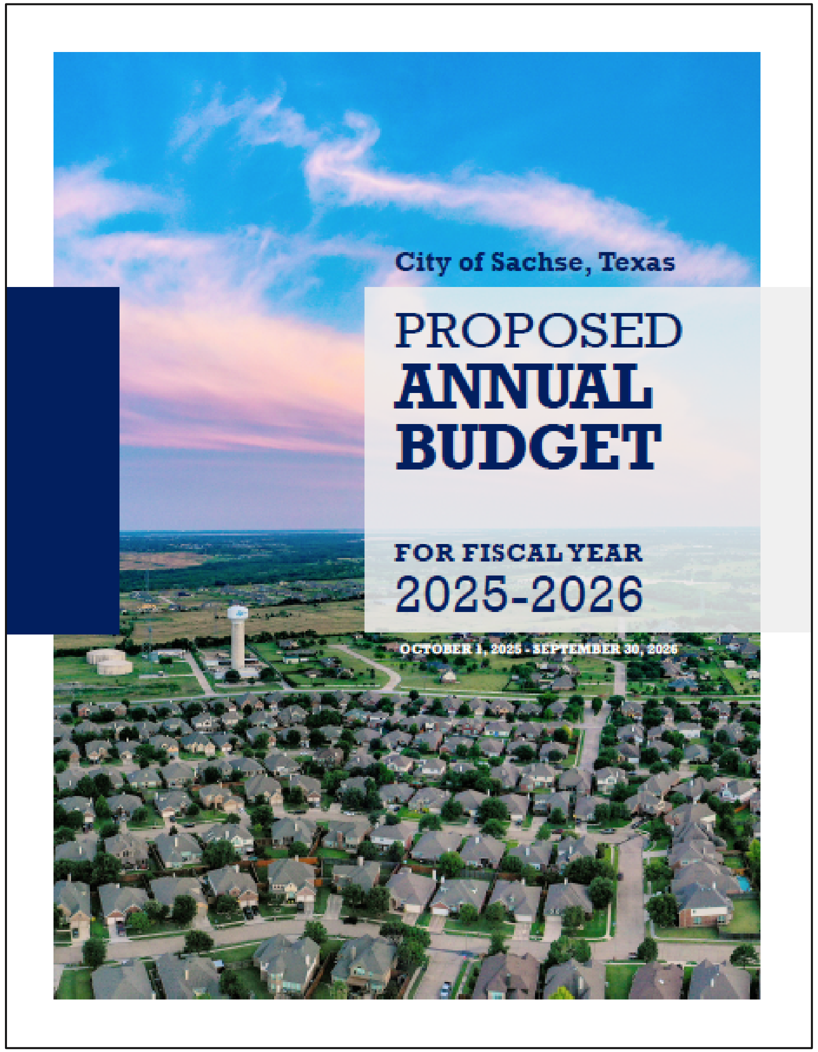
The City of
SACHSE

Budget Calendar

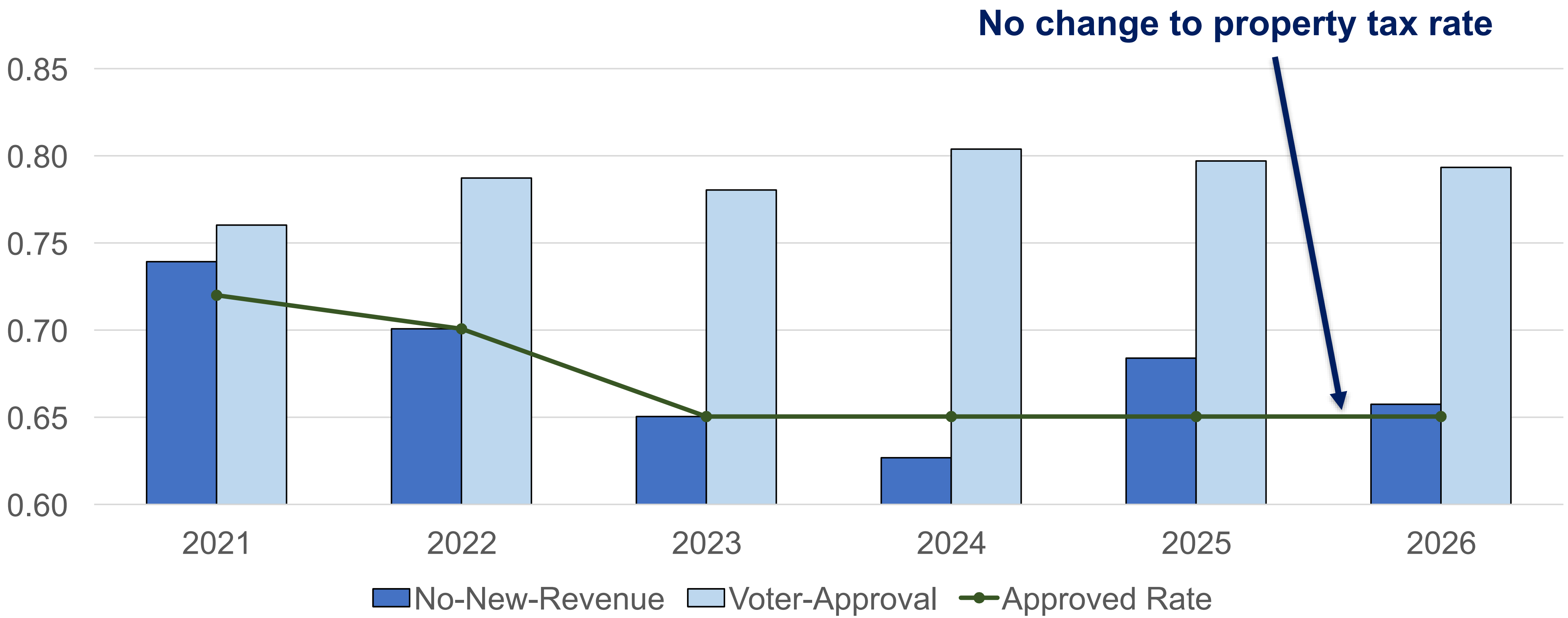
- **June 2** Early citizen input on the budget
- **June 10** Budget Town Hall
- **July 28** City Council meeting — budget workshop
- **August 4** City Council meeting — accept submission of certified appraisal tax roles, no-new-revenue tax rate, and voter approval tax rate
- **August 7** Budget and Bevs public engagement
- **August 15** City Manager’s proposed budget to Council and available to public
- **August 18** City Council meeting — budget presentation; schedule public hearings; record vote on max tax rate to consider; discuss budget

Proposed Annual Budget

- Delivered August 15
  - Provided to Council
  - Available at www.cityofsachse.com/budget
  - Printed copies available for viewing with City Secretary and Library



Property Tax Rate



2026 'Approved Rate' reflects FY25-26 Proposed Budget Total Rate & Council's approved maximum tax rate to consider

Budget Process Next Steps

- City Council meeting – tonight
  - Consent Item
    - Master Fee Schedule Resolution (earlier action)
  - This action
    - Budget public hearing
    - Budget discussion
    - Requested action: set date for budget adoption
- City Council meeting – September 15
  - Adopt budget
  - Ratify tax rate in the budget
  - Approve proposed tax rate

The City of SACHSE

Requested Action on the Budget

- The Local Government Code states that the City must take action on the proposed budget at the conclusion of the hearing
  - Local Gov’t code, Section 102.007. ADOPTION OF BUDGET

    (a) At the conclusion of the public hearing, the governing body of the municipality shall take action on the proposed budget. A vote to adopt the budget must be a record vote
  - Action item:
    - Set a date for the adoption of the budget
      - Currently on budget calendar for September 15

Subject:	**1. Discuss and provide feedback on the fiscal year 2025-2026 Capital Improvement Plan.**
Meeting	September 2, 2025 - City Council Meeting
Access	Public
Type	Discussion
Fiscal Impact	None
Recommended Action	Discuss and provide feedback on 2025-2026 Capital Improvement Plan.
Goals	Strategically invest in the City's existing and future infrastructure.

BACKGROUND

The City Charter requires the submission of a capital improvement plan (CIP) that includes a list of capital improvements to be undertaken in the next five years. The CIP is supported through a variety of funding streams and addresses four major areas: water, sewer, drainage, and roadways.

The CIP is a road map by which the City plans and completes key short-term and long-term infrastructure and facility projects. The CIP includes maintenance and expansion projects throughout the city, including streets, public utilities, drainage, parks, facilities, and special projects.

The purpose of this item is to update the Council on current projects and discuss primary capital infrastructure expansion that needs to be identified in the CIP. Staff has prepared a presentation identifying key projects and potential funding options to discuss. Staff will utilize the feedback from the City Council to further develop a long-range plan for the funding and execution of the projects identified as most important.

POLICY CONSIDERATIONS

The City Charter requires the submission of a five-year capital program that may be revised and extended each year with regard to capital improvements still pending or in the process of construction or acquisition.

RECOMMENDATION

Discuss and provide feedback on 2025-2026 Capital Improvement Plan.

File Attachments

1. Presentation_2025 CIP Update 3_FINAL

Capital Improvement Plan

City Council

September 2, 2025

The City of SACHSE

Overview

- Capital Improvement Plan Overview
- Project Updates
- Project Recommendations
- Future Funding
- Discussion and Questions

Capital Improvement Plan Overview

- The City Charter requires the submission of a capital improvement plan (CIP) that includes a list of capital improvements to be undertaken in the next five years.
- The CIP is supported through a variety of funding streams and addresses four major areas: water, sewer, drainage, and roadways.
- In each area, the City must address operations and maintenance as well as forecasting future replacements and accumulated depreciation.
- For Sachse and many communities in the Metroplex that are on a similar build-out trajectory, the infrastructure needs are beginning to quickly outpace the resources available.

The City of SACHSE

Capital Improvement Plan Overview

- The magnitude of infrastructure needs is significant.
- Sachse, like many communities, developed different zones in different decades, creating a mix of water, sewer, drainage, and roadway ages and issues.
- The estimated cost to address the immediate infrastructure (as of July 2025) is roughly $208,000,000.
- Sachse has approximately 130 lane miles of concrete streets and alleys and 21 lane miles of asphalt streets.
- The approximate dollar per lane mile of replacement of residential street (27-foot width) is $2.1M.

The City of SACHSE

Capital Improvement Plan Overview

- This CIP is a continuation of the City's commitment and the Council's direction to focus on infrastructure investment with an acknowledgement that prior "pay-as-you-go" strategies alone will not be sufficient to accomplish this task.
  - Insufficient funds to cover all costs
  - Creates intergenerational equity issues where the residents today are paying for the infrastructure of tomorrow
- Debt instruments will play a critical role in solving Sachse's infrastructure issues moving forward.

Projects - Utility

In progress

- Sewer rehab Hwy 78 at Old City Hall
- Southeast sewer expansion
- Third Street water line pipe bursting
- Public Works pump station improvements
- Utility Master Plan updates

Changes since Budget Workshop

- Maxwell Creek pump station ground storage tank (GST) painting
  - Project includes maintenance and upgrades
  - Project funding has been postponed until FY 27-28
- Large water valve replacement program
  - Replacements have been included with other CIP projects
  - Project funding has been postponed until FY 28-29
- Vicksburg drainage project
  - Project is removed from CIP and funding is allocated to other projects

The City of SACHSE

Projects - Roadway

In progress

- Neighborhood package (2021 Bond):

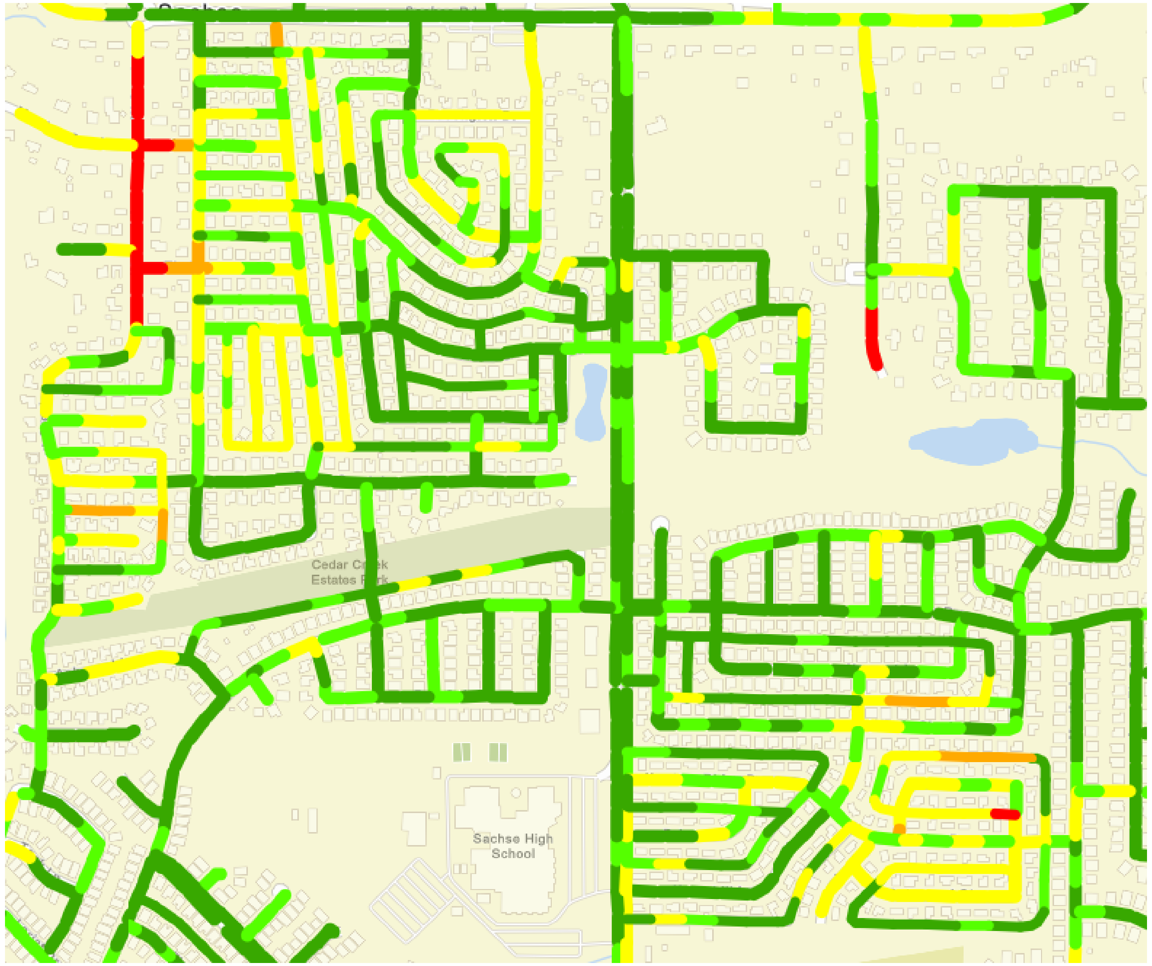
  Creek Crossing Lane, Seventh Street, Alberta Circle, Cedar Creek Lane alley, Cedar Brook Court alley, Industrial Drive/Park Lane, Jewel Street alley, Rustic Ridge Court and alley, Maple Shade Avenue alley, and Ridgeview Drive
- Bailey Road
- Sachse Road Phase 2
- West Creek Lane
- Williford Road
- Merritt Road
- Old Ben Davis Road
- Woodbridge Parkway

Changes from Proposed Budget

- Sachse Road Phase 3
  - Project schedule has been expedited, and design will begin this FY
- Old Ben Davis Road
  - Funding has been reflected to include developer contribution
- Woodbridge Parkway
  - Additional funding added due to projected increase in opinion of probable costs related to construction estimates

The City of SACHSE

PASER Illustration



Current projects in process

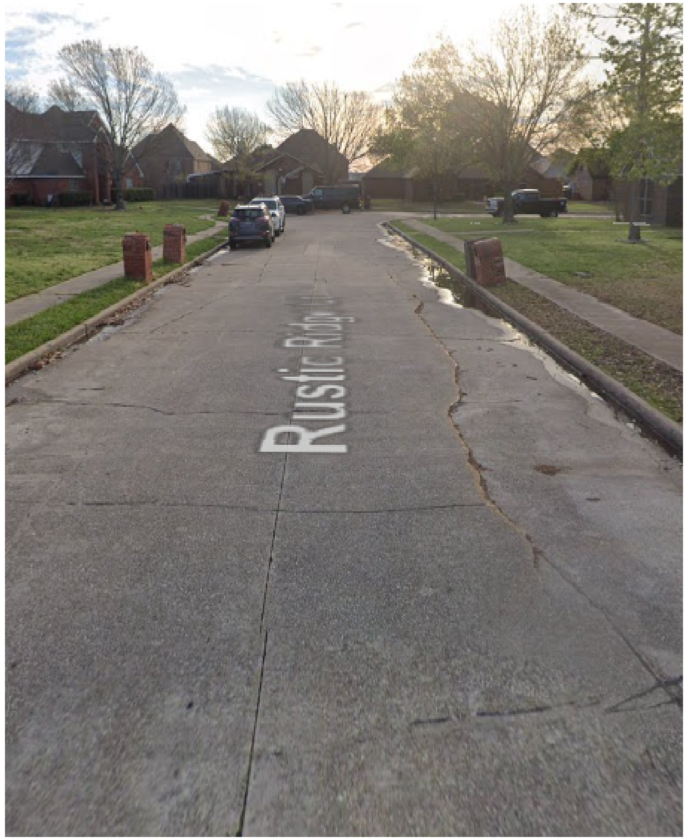
PASER Illustration

PASER Rating – 1 (37 miles)

PASER Rating – 2 (46 miles)

PASER Illustration

PASER Rating – 3 (52 miles)



PASER Rating – 4 (14 miles)

Project Recommendations – FY 25-26

Roadway

- Staff recommends continuing annual concrete contract (RFP) to secure set pricing from contractors as part of 2021 Bond project list
- Woodbridge Parkway reconstruction
  - Current budget: $2,600,000
  - Anticipated budget increase: $400,000 (recommend using Street Maintenance Tax funds)
- Miscellaneous street repairs
  - $250,000
- Highland Crest Lane sidewalk replacement
- GIS system improvements

Project Recommendations – FY 25-26

Utilities

- Tank maintenance and cleaning
- Industrial Drive water line upgrades
- Public Works pump station improvements
- Southeast sewer expansion
- Sewer rehab Hwy 78 at Old City Hall
- GIS system improvements

Drainage

- Cornwall Lane drainage improvements
- Various detention pond and drainage easement maintenance (Dave Sanford Park)
- Willow Lake maintenance
- GIS system improvements

The City of SACHSE

Project Recommendations – FY 25-26

Facilities/Parks

- Sachse Service Center
- City facility maintenance and repairs
  - Miscellaneous and ongoing maintenance at City facilities
- Heritage Park improvements
  - Proposal to complete a pour-in-place treatment on the lower-level playground area at Heritage Park due to ongoing maintenance issues following use

The City of SACHSE

Future Funding

- Majority of available funds are allocated to current and proposed projects through FY 2026-2027
- Future projects must be rescheduled or delayed for appropriate funds to accumulate
- Current General Fund allocations are inadequate to maintain current roadways without falling behind with worsening street conditions
- Staff has identified approximately $160M* of street projects with a PASER rating of three and four
    - (Utilities are not included in this estimate)

Future Funding

Strategies

- Pay-as-you-go
  - It takes years to save up enough for a single medium sized project ($1M-$3M)
  - Requires long-term commitment to annual General Fund dedication for a future project
  - Recent passage of property tax caps and other State Legislation, this funding alternative is unrealistic without a property tax increase by election
- Bond election
  - Provides opportunity for enhanced community input on which projects are important
  - Provides dedicated funding for the most important major capital projects
  - Results are seen and implemented much faster
  - It will be possible to issue **some** debt service for bond projects without a tax increase

The City of SACHSE

Discussion and Questions

The City of
SACHSE