

**TOWN OF FLOWER MOUND, TEXAS**  
**ORDINANCE NO. 34-26**

**AN ORDINANCE OF THE TOWN OF FLOWER MOUND, TEXAS, ADOPTING AND APPROVING THE BUDGET FOR THE FISCAL YEAR BEGINNING OCTOBER 1, 2026, AND ENDING SEPTEMBER 30, 2027, AND MAKING APPROPRIATIONS FOR EACH FUND AND DEPARTMENT; PROVIDING FOR THE LEVYING AND COLLECTION OF A SUFFICIENT TAX TO PAY THE INTEREST ON SINKING FUND AND OTHER OBLIGATIONS; REPEALING CONFLICTING ORDINANCES; PROVIDING A SEVERABILITY CLAUSE; AND DECLARING AN EFFECTIVE DATE.**

**WHEREAS**, the Town Manager has caused to be filed with the Town Secretary a budget to cover all proposed expenditures of the government of the Town for the fiscal year beginning October 1, 2026, and ending September 30, 2027; and,

**WHEREAS**, said budget shows, as definitely as possible, each of the various projects for which appropriations are made in the budget and the estimated amount of money carried in the budget for each such project; and,

**WHEREAS**, the Town of Flower Mound Crime Control and Prevention District ("Crime District") and the Town of Flower Mound Fire Control, Prevention, and Emergency Medical Services District ("Fire District") have each submitted budgets for the fiscal year beginning October 1, 2026 and ending September 30, 2027, deemed appropriate by the Town Council; and,

**WHEREAS**, said budget has been filed with the Town Secretary and has been available for inspection by any taxpayer; and,

**WHEREAS**, notice of public hearing on the proposed Annual Budget, stating the date, time, place, and subject matter of said public hearing was given as required by the laws of the State of Texas; and,

**WHEREAS**, one (1) such public hearing was held on September 21, 2026 prior approval of which date being hereby ratified and confirmed by the Town Council, and all those wishing to speak on the budget were heard; and,

**WHEREAS**, the Town Council has studied said budget and listened to the comments of the taxpayers at the public hearing held, and therefore has determined that the budget attached in fund total hereto is in the best interest of the Town of Flower Mound.

**NOW, THEREFORE, BE IT ORDAINED BY THE TOWN COUNCIL OF THE TOWN OF FLOWER MOUND, TEXAS, THAT:**

**SECTION 1**

All of the above premises are hereby found to be true and correct legislative and factual findings of the Town of Flower Mound and they are hereby approved and incorporated into the body of this Ordinance, as if copied in their entirety.

## **SECTION 2**

The budget attached in fund total hereto as **Exhibit "A"**, and incorporated herein for all purposes, is adopted for the fiscal year beginning October 1, 2026, and ending September 30, 2027, and there is hereby appropriated from the funds indicated and for such purposes, respectively, such sums of money for such projects, operations, activities, purchases, and other expenditures as proposed in the attached budget. The budget includes a contingent appropriation in the General Fund of \$9,986,603 (i.e., 10 percent of total expenditures) to be used in the event of unforeseen items of expenditure. Such contingent appropriations shall be under the control of the Town Manager and distributed by him, after approval of the Town Council.

## **SECTION 3**

No expenditure of the funds of the Town shall hereafter be made except in strict compliance with said budget, except that in the case of public necessity, the Town Council shall authorize amendments to said budget such emergency expenditures to meet unusual and unforeseen conditions which could not, by reasonably diligent thought and attention, have been included in the original budget.

## **SECTION 4**

The Town Manager shall file or cause to be filed three (3) true and correct copies of said approved budget, along with this Ordinance, with the Town Secretary, who shall file or cause to be filed one (1) true and correct copy of same in the office of the County Clerk of Denton County, Texas and one (1) true and correct copy of same in the office of the County Clerk of Tarrant County, Texas.

## **SECTION 5**

The Town council hereby approves the Crime District Budget and the Fire District budget for the fiscal year beginning October 1, 2026 and ending September 30, 2027.

## **SECTION 6**

Any and all ordinances, resolutions, rules, regulations, policies, or provisions in conflict with the provisions of this Ordinance are hereby repealed and rescinded to the extent of any conflict herewith.

## **SECTION 7**

If any section, paragraph, sentence, clause, phrase, or word in this Ordinance, or application thereof by any persons or circumstances is held invalid in any Court of competent jurisdiction, such holding shall not affect the validity of the remaining portions of this Ordinance; and the Town Council hereby declares it would have passed such remaining portions of the ordinance despite such invalidity, which remaining portions shall remain in full force and effect.

**SECTION 8**

The necessity of adopting and approving a budget for the next fiscal year as required by the laws of the State of Texas requires that this Ordinance shall take effect immediately from and after its passage.

**DULY PASSED, APPROVED AND ADOPTED BY THE TOWN COUNCIL OF THE TOWN OF FLOWER MOUND, TEXAS, BY A VOTE OF 5 TO 0 ON THIS 21<sup>st</sup> DAY OF SEPTEMBER, 2026.**

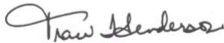
**APPROVED:**



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**Cheryl Moore, MAYOR**

**ATTEST:**



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**Traci Henderson, TOWN SECRETARY**

## EXHIBIT A

| TOWN OF FLOWER MOUND                                 |                                   |                |                |                        |                                |
|------------------------------------------------------|-----------------------------------|----------------|----------------|------------------------|--------------------------------|
| SUMMARY OF REVENUE AND EXPENDITURES BY FUND          |                                   |                |                |                        |                                |
| OPERATING, SPECIAL REVENUE, & INTERNAL SERVICE FUNDS |                                   |                |                |                        |                                |
| FISCAL YEAR 2026-2027                                |                                   |                |                |                        |                                |
| FUND NAME                                            | ESTIMATED<br>BEGINNING<br>BALANCE | REVENUE        | EXPENDITURES   | FY 26-27<br>DIFFERENCE | ESTIMATED<br>ENDING<br>BALANCE |
| GENERAL FUND                                         | \$ 39,742,448                     | \$ 98,766,776  | \$ 99,866,028  | \$ (1,099,252)         | \$ 38,643,196                  |
| GENERAL DEBT SERVICE FUND                            | 1,194,542                         | 9,377,075      | 9,325,425      | 51,650                 | 1,246,192                      |
| UTILITY FUND                                         | 19,805,506                        | 67,797,935     | 66,780,764     | 1,017,171              | 20,822,677                     |
| STORMWATER UTILITY FUND                              | 1,644,416                         | 3,060,610      | 2,398,720      | 661,890                | 2,306,306                      |
| LIBRARY DEVELOPMENT FUND                             | 95,346                            | 4,500          | 40,000         | (35,500)               | 59,846                         |
| TIRZ FUND                                            | 31,351,569                        | 7,884,419      | 27,620,343     | (19,735,924)           | 11,615,645                     |
| PARK DEVELOPMENT FUND                                | 6,957,778                         | 150,000        | 5,594,872      | (5,444,872)            | 1,512,906                      |
| TREE PRESERVATION FUND                               | 3,280,615                         | 100,000        | 330,636        | (230,636)              | 3,049,979                      |
| PEG FUND                                             | 619,415                           | 110,000        | 102,300        | 7,700                  | 627,115                        |
| STREET MAINTENANCE - SALES TAX FUND                  | 8,703,149                         | 5,027,370      | 11,164,979     | (6,137,609)            | 2,565,540                      |
| PARKS 4B - SALES TAX FUND                            | 12,038,299                        | 4,827,370      | 9,428,178      | (4,600,808)            | 7,437,491                      |
| IRS EQUITABLE SHARING FUND                           | -                                 | -              | -              | -                      | -                              |
| JUSTICE SEIZURES FUND                                | 803,623                           | 15,000         | 100,000        | (85,000)               | 718,623                        |
| CHAPTER 59 SEIZURE FUND                              | 58,768                            | -              | -              | -                      | 58,768                         |
| ANIMAL CARE FUND                                     | 99,987                            | 11,500         | 29,500         | (18,000)               | 81,987                         |
| OPIOID SETTLEMENT FUND                               | 15,587                            | 33,500         | 30,000         | 3,500                  | 19,087                         |
| TEXAS PARKS & WILDLIFE DEPT (TPWD) FUND              | -                                 | 787,500        | 787,500        | -                      | -                              |
| CDBG - HUD GRANT                                     | -                                 | 922,907        | 922,907        | -                      | -                              |
| GRANTS FUND                                          | -                                 | 10,962         | 10,962         | -                      | -                              |
| NEIGHBORHOOD IMPROVEMENT FUND                        | 204,671                           | 77,300         | 100,000        | (22,700)               | 181,971                        |
| COVID-19 FUND                                        | 315,832                           | -              | -              | -                      | 315,832                        |
| HOTEL OCCUPANCY TAX FUND                             | 1,488,452                         | 745,000        | 419,000        | 326,000                | 1,814,452                      |
| MUNICIPAL COURT SECURITY FUND                        | 89,302                            | 3,000          | 74,865         | (71,865)               | 17,437                         |
| MUNICIPAL COURT TECHNOLOGY FUND                      | 47,341                            | 1,500          | 44,645         | (43,145)               | 4,196                          |
| MUNICIPAL COURT JURY FUND                            | 2,244                             | 1,745          | 1,250          | 495                    | 2,739                          |
| MUNICIPAL COURT TRUANCY PREVENTION FUND              | 99,956                            | 65,945         | 71,800         | (5,855)                | 94,101                         |
| MUNICIPAL COURT BUILDING SECURITY/TECH FUND          | 140,938                           | 105,000        | 10,000         | 95,000                 | 235,938                        |
| VEHICLE & EQUIPMENT REPLACEMENT FUND                 | 9,935,146                         | 3,387,675      | 3,209,790      | 177,885                | 10,113,031                     |
| TECHNOLOGY REPLACEMENT FUND                          | 1,520,466                         | 635,250        | 492,340        | 142,910                | 1,663,376                      |
| SMALL EQUIPMENT REPLACEMENT FUND                     | 1,294,081                         | 435,205        | -              | 435,205                | 1,729,286                      |
| HEALTH INSURANCE/FLEX ACCOUNT FUND                   | 1,296,693                         | 18,625,640     | 17,145,085     | 1,480,555              | 2,777,248                      |
|                                                      | \$ 142,846,172                    | \$ 222,970,684 | \$ 256,101,889 | \$ (33,131,205)        | \$ 109,714,967                 |

## EXHIBIT A

| TOWN OF FLOWER MOUND                        |                     |                     |                     |  |                  |                    |
|---------------------------------------------|---------------------|---------------------|---------------------|--|------------------|--------------------|
| SUMMARY OF REVENUE AND EXPENDITURES BY FUND |                     |                     |                     |  |                  |                    |
| SPECIAL DISTRICTS                           |                     |                     |                     |  |                  |                    |
| FISCAL YEAR 2026-2027                       |                     |                     |                     |  |                  |                    |
|                                             | ESTIMATED           |                     |                     |  |                  | ESTIMATED          |
|                                             | BEGINNING           | REVENUE             | EXPENDITURES        |  | FY 26-27         | ENDING             |
| FUND NAME                                   | BALANCE             |                     |                     |  | DIFFERENCE       | BALANCE            |
| CRIME DISTRICT - SALES TAX FUND             | \$ 3,543,723        | \$ 4,757,370        | \$ 4,754,063        |  | \$ 3,307         | \$3,547,030        |
| FIRE DISTRICT - SALES TAX FUND              | 12,103              | 4,737,370           | 4,702,189           |  | 35,181           | 47,284             |
|                                             | <b>\$ 3,555,826</b> | <b>\$ 9,494,740</b> | <b>\$ 9,456,252</b> |  | <b>\$ 38,488</b> | <b>\$3,594,314</b> |

## CAPITAL IMPROVEMENT PROGRAM

The Capital Improvement Program provides budget authorization for previously approved, but unexpended projects, along with the proposed projects for FY 2026-2027. The Charts below show authorized spending for each capital project fund and new expected revenue. The CIP proposes additional debt issuances of \$9,215,000 for streets, \$52,500,000 for parks and \$60,140,000 for Water and Wastewater projects.

### Exhibit A

| TOWN OF FLOWER MOUND                        |                                   |                       |                       |                        |                                |
|---------------------------------------------|-----------------------------------|-----------------------|-----------------------|------------------------|--------------------------------|
| SUMMARY OF REVENUE AND EXPENDITURES BY FUND |                                   |                       |                       |                        |                                |
| CAPITAL FUNDS                               |                                   |                       |                       |                        |                                |
| FISCAL YEAR 2026-2027                       |                                   |                       |                       |                        |                                |
| FUND NAME                                   | ESTIMATED<br>BEGINNING<br>BALANCE | REVENUE               | EXPENDITURES          | FY 26-27<br>DIFFERENCE | ESTIMATED<br>ENDING<br>BALANCE |
| GENERAL CAPITAL PROJECTS                    | \$ 6,520,476                      | \$ 5,455,000          | \$ 9,320,784          | \$ (3,865,784)         | \$ 2,654,692                   |
| INTERLOCAL CAPITAL PROJECTS                 | 16,752,554                        | 370,000               | 17,011,883            | (16,641,883)           | 110,671                        |
| ROAD ESCROW PROJECT FUND                    | 635,713                           | -                     | -                     | -                      | 635,713                        |
| CO'S - STREETS/SIGNALS                      | 2,107,587                         | -                     | 2,274,803             | (2,274,803)            | (167,216)                      |
| CO'S - PARKS                                | 218                               | -                     | -                     | -                      | 218                            |
| CO'S - FACILITIES                           | (4,722)                           | 10,000,000            | 4,853,256             | 5,146,744              | 5,142,022                      |
| GO'S - STREETS/SIGNALS                      | 6,305,787                         | 9,215,000             | 14,893,440            | (5,678,440)            | 627,347                        |
| GO'S - PARKS                                | 978,115                           | 52,500,000            | 55,749,003            | (3,249,003)            | (2,270,888)                    |
| ROAD IMPACT FUND                            | 16,392,255                        | 655,000               | 9,255,556             | (8,600,556)            | 7,791,699                      |
| TAX NOTES-CAPITAL                           | 1,096,780                         | -                     | -                     | -                      | 1,096,780                      |
| SEWER IMPACT FEES                           | 9,990,898                         | 655,000               | 524,743               | 130,257                | 10,121,155                     |
| WATER IMPACT FEES                           | 12,820,409                        | 1,000,000             | 9,962,000             | (8,962,000)            | 3,858,409                      |
| UTILITY CAPITAL PROJECTS - RESERVE          | 7,149,954                         | -                     | 6,953,740             | (6,953,740)            | 196,214                        |
| CO'S / REV BOND - WATER                     | 23,826,853                        | 60,140,000            | 83,899,115            | (23,759,115)           | 67,738                         |
|                                             | <b>\$ 104,572,877</b>             | <b>\$ 139,990,000</b> | <b>\$ 214,698,323</b> | <b>\$ (74,708,323)</b> | <b>\$ 29,864,554</b>           |