



CITY COUNCIL WORKSHOP/REGULAR MEETING

May 4, 2026, at 6:00 PM

Hewitt City Hall, 200 Patriot Court, Hewitt, TX 76643

AGENDA

Steve Fortenberry, Mayor: Ward 3, – **Erica Bruce**, Mayor Pro Tem: Ward 3

Michael S. Bancale, Council Member: At-Large – **Johnny Stephens**, Council Member: Ward 1

Bob Potter, Council Member: Ward 2 – **Brad Turner**, Council Member: Ward 1

Vacant Seat, Council Member: Ward 2

The meeting will be streamed live on the city’s website at www.cityofhewitt.com/790/Hewitt-TX-TV.

Pursuant to Texas Government Code Sec. 551.127, on a regular, non-emergency basis, members may attend and participate in the meeting remotely via video conference. Should that occur, a quorum of members will be physically present at the location noted above on this agenda.

WORKSHOP MEETING - 6:00 PM

WORKSHOP DECLARATION OF A QUORUM AND CALL TO ORDER

WORKSHOP AGENDA

1. Presentation and discussion concerning prevailing wages.

WORKSHOP ADJOURNMENT

REGULAR MEETING - 7:00 PM

DECLARATION OF A QUORUM AND CALL TO ORDER

PLEDGE OF ALLEGIANCE

PUBLIC COMMENTS

The City Council invites citizens to speak on any topic not already scheduled for a public hearing. The Texas Open Meetings Act prohibits the Council from discussing, responding to, or acting on any comments or items not posted on the agenda. (Note: Citizens who wish to speak must complete a “Public Comment Form” and present it to the City Secretary before the meeting.)

REGULAR AGENDA ITEMS

2. Approve minutes of the April 20, 2026, City Council Workshop/Regular Meeting.
3. Presentation of the report from the City Engineer, Miles Whitney, P.E.
 - Update on pending utility projects.
 - Update on pending street projects.
 - Update on pending drainage projects.
4. Briefing and discussion concerning the Financial Statements ending March 31, 2026.
5. Discussion and possible action on approval of the Quarterly Investment Report for the quarter ending March 31, 2026.
6. Briefing and discussion concerning Council priorities for budget preparation and the FY 2026-2027 Budget Calendar.
7. Request for future workshops and/or agenda items.

ADJOURNMENT

I certify that the above notice of meeting was posted on the Public Notice Board located in front of City Hall on **April 28, 2026**, by 5:00 PM.

CITY OF HEWITT

Lydia Lopez

Lydia Lopez, TRMC/MMC
City Secretary

In compliance with the Americans with Disabilities Act, the City of Hewitt will provide reasonable accommodations for persons attending and/or participating in City Council meetings. The facility is wheelchair accessible, with accessible parking at the front of the building. Requests for sign interpreters or special services must be received forty-eight (48) hours before the meeting by calling the City Secretary at 254.296.5602 or by fax at 254.666.6014.

HEWITT TEXAS

COUNCIL AGENDA ITEM FORM

MEETING DATE: May 4, 2026

AGENDA ITEM #: 2.

SUBMITTED BY: Lydia Lopez, City Secretary

ITEM DESCRIPTION:

Approve minutes of the April 20, 2026, City Council Workshop/Regular Meeting.

STAFF RECOMMENDATION/ITEM SUMMARY:

Attached are the meeting minutes. Please review and advise if any corrections are needed.

FISCAL IMPACT:

Amount Budgeted - N/A

Line Item in Budget - N/A

SUGGESTED MOTION:

I move approval of the minutes as presented, but to allow corrections.

ATTACHMENTS:

1. April 20, 2026, Workshop-Regular Meeting Minutes

HEWITT TEXAS

CITY COUNCIL WORKSHOP/REGULAR MEETING

April 20, 2026, at 6:00 PM

Hewitt Public Safety Training Room City, 100 Patriot Court, Hewitt, TX 76643

MINUTES

Steve Fortenberry, Mayor: Ward 3, – **Erica Bruce**, Mayor Pro Tem: Ward 3
Michael S. Bancale, Council Member: At-Large – **Johnny Stephens**, Council Member: Ward 1
Bob Potter, Council Member: Ward 2 – **Brad Turner**, Council Member: Ward 1
Vacant Seat, Council Member: Ward 2

WORKSHOP MEETING - 6:00 PM

WORKSHOP DECLARATION OF A QUORUM AND CALL TO ORDER

Mayor Steve Fortenberry called the Workshop Meeting to order at 6:00 p.m., announced all members were present, and declared a quorum.

WORKSHOP AGENDA

1. Briefing and discussion concerning the City of Hewitt's Strategic Plan 2026-2031.
Police, Fire, Community Development, General Services, Human Resources, Library, City Secretary
City Manager Bo Thomas introduced each department head, who presented updates on the department's strategic plan.
 - Police** — Presented by Assistant Police Chief Joe Chavez
 - Fire** — Presented by Fire Chief Jonathan Christian
 - Community Development** — Presented by Community Development Director Tracy LankfordNOTE: Discussion was continued during the Regular Meeting.

WORKSHOP ADJOURNMENT

MOTION: Council Member Michael Bancale moved to adjourn the meeting at 6:52 p.m.

SECOND: Council Member Bob Potter

AYES: Bancale, Potter, Stephens, Turner, Bruce, and Fortenberry

NAYES: None

ABSENT: None

MOTION PASSED.

REGULAR MEETING - 7:00 PM

DECLARATION OF A QUORUM AND CALL TO ORDER

Mayor Steve Fortenberry called the Regular Meeting to order at 7:00 p.m., announced all members were present, and declared a quorum.

PLEDGE OF ALLEGIANCE

Mayor Steve Fortenberry led the Pledge of Allegiance.

PUBLIC HEARING(S) AND RELATED ACTION

2. Public hearing and possible action on **Ordinance No. 2026-04** rezoning property located in the 1700 block of Spring Valley Road, known as Lot 2, Block 1, Valley Spring Estates, Property ID 412289, from C-2 General Commercial District to R-4 Multi-family High Density District. *City Manager Bo Thomas announced that the applicant withdrew his request. There was no action taken on this item.*

PUBLIC COMMENTS

The City Council invites citizens to speak on any topic not already scheduled for a public hearing. The Texas Open Meetings Act prohibits the Council from discussing, responding to, or acting on any comments or items not posted on the agenda. (Note: Citizens who wish to speak must complete a "Public Comment Form" and present it to the City Secretary before the meeting.)

Mayor Fortenberry read the public comment statement. The City Secretary reported that no public comment forms were received.

REGULAR AGENDA ITEMS

3. Approve minutes of the April 6, 2026, City Council Workshop/Regular Meeting.
MOTION: Council Member Brad Turner moved to approve the minutes as presented, but to allow for corrections.
SECOND: Council Member Michael Bancale
AYES: Bancale, Stephens, Turner, Bruce, Potter, and Fortenberry
NAYES: None
ABSENT: None
MOTION PASSED.
4. Discussion and possible action to appoint newly designated alternate member Steven Dvorak to a regular member status on the Board of Adjustment.
City Manager Bo Thomas presented.
MOTION: Council Member Michael Bancale moved to approve the appointment of Steven Dvorak as a regular member of the Board of Adjustment with a term expiring in April 2028.
SECOND: Council Member Bob Potter
AYES: Stephens, Turner, Bruce, Potter, Bancale, and Fortenberry
NAYES: None
ABSENT: None
MOTION PASSED.

5. Discussion regarding the delays in the Commerce Park Water Well and GST/PS Improvements project.
City Manager Bo Thomas introduced those present to address concerns raised by the Council during the previous workshop, including City Engineer Miles Whitney, P.E.; representatives from Walker Partners—Kyle Schulze, P.E., Client Manager, and Mark Rudloff, Construction Manager; Representatives from TTE, LLC Brent Taylor, President and Project Manager Jon Leidy; and Payton Wallace, owner of Wallace Electric. A general discussion and question-and-answer session followed regarding the project timeline and associated delays.

6. Discussion and possible action on **Ordinance No. 2026-05** adopting the 2026 Amended Water Conservation and Drought Contingency Plan.
City Manager Bo Thomas presented.
MOTION: Mayor Pro Tem Erica Bruce moved approval of **Ordinance No. 2026-05** adopting the 2026 Amended Water Conservation and Drought Contingency Plan.
SECOND: Council Member Johnny Stephens
AYES: Turner, Bruce, Potter, Bancale, Stephens, and Fortenberry
NAYES: None
ABSENT: None
MOTION PASSED.

7. Request for future workshops and/or agenda items.
City Manager Bo Thomas announced workshop topics: June — Council Orientation, July — Budget workshops.

8. Briefing and discussion concerning the City of Hewitt's Strategic Plan 2026-2031 (continued discussion from Workshop, if needed).
City Manager Bo Thomas announced staff were prepared to continue the Strategic Plan Updates. He introduced each department director, who presented their updates on their strategic plans.

General Services — Presented by General Services Director Scott Coleman
Human Resources — Presented by Human Resources/Civil Service Director Jessica Higgins
Library — Presented by Library Director Matthew Glaser
City Secretary — Presented by City Secretary Lydia Lopez

ADJOURNMENT

MOTION: Mayor Pro Tem Erica Bruce moved to adjourn the Regular Meeting at 9:03 p.m.
SECOND: Council Member Michael Bancale
AYES: Bruce, Potter, Bancale, Stephens, Turner, and Fortenberry
NAYES: None
ABSENT: None
MOTION PASSED.

Approved: _____

ATTEST:

Lydia Lopez, City Secretary

Steve Fortenberry, Mayor

HEWITT TEXAS

COUNCIL AGENDA ITEM FORM

MEETING DATE: May 4, 2026

AGENDA ITEM #: 3.

SUBMITTED BY: Miles Whitney, City Engineer, P.E.

ITEM DESCRIPTION:

Presentation of the report from the City Engineer, Miles Whitney, P.E.

Update on pending utility projects.

Update on pending street projects.

Update on pending drainage projects.

STAFF RECOMMENDATION/ITEM SUMMARY:

The City Engineer will present the report and respond to any questions.

FISCAL IMPACT:

Amount Budgeted - N/A

Line Item in Budget - N/A

SUGGESTED MOTION:

No action is required.

ATTACHMENTS:

1. Hewitt-PR-4.27.26

HEWITT TEXAS

CITY ENGINEER'S REPORT

April 27, 2026

Utility Projects

Commerce Park Plant Improvements

- Well
VFD setup to occur 4/28/2026, pending outcome TCEQ submissions to follow.
- Plant
 - A single pump is operational. 2 others are being modified/repaired. Other misc. items being performed.

Lift Station No. 4

- Ongoing coordination with the City of Waco.

Plant No. 1 Genset

- Contracts executed, pre-construction meeting being scheduled.

Street/Transportation Projects

E. Wall and Briarfield

- Paving has been performed; final misc. items being addressed.

Minute, Peer & New Acres; Street/Utility Impr.

- Reviewed plans with City staff updating per those discussions.

Sunset, Sunnydale & Redbud; Street/Utility Impr.

- Reviewed plans with City staff updating per those discussions.

Drainage Projects

N/A

By:

Miles W. Whitney, P.E.

Note: All dates are approximate and subject to change.

HEWITT TEXAS

COUNCIL AGENDA ITEM FORM

MEETING DATE: May 4, 2026

AGENDA ITEM #: 4.

SUBMITTED BY: Elizabeth Saegert, Interim Finance Director

ITEM DESCRIPTION:

Briefing and discussion concerning the Financial Statements ending March 31, 2026.

STAFF RECOMMENDATION/ITEM SUMMARY:

The financial statements for the period ending March 31, 2026, were provided electronically on April 21, 2026. This item allows Council the opportunity to ask questions or provide comments.

FISCAL IMPACT:

Amount Budgeted - N/A

Line Item in Budget - N/A

SUGGESTED MOTION:

No action is required.

ATTACHMENTS:

None

HEWITT TEXAS

COUNCIL AGENDA ITEM FORM

MEETING DATE: May 4, 2026

AGENDA ITEM #: 5.

SUBMITTED BY: Elizabeth Saegert, Interim Finance Director

ITEM DESCRIPTION:

Discussion and possible action on approval of the Quarterly Investment Report for the quarter ending March 31, 2026.

STAFF RECOMMENDATION/ITEM SUMMARY:

The City's Investment Policy, Section XI. Reporting (PFIA 2256-023) requires preparing a quarterly report for the City Council. Please see the following Investment Report for the quarter ending March 31, 2026.

FISCAL IMPACT:

Amount Budgeted - N/A

Line Item in Budget - N/A

SUGGESTED MOTION:

I move approval of the Quarterly Investment Report for the period ended March 31, 2026.

ATTACHMENTS:

1. Quarterly Investment Report - March 2026



QUARTERLY INVESTMENT REPORT

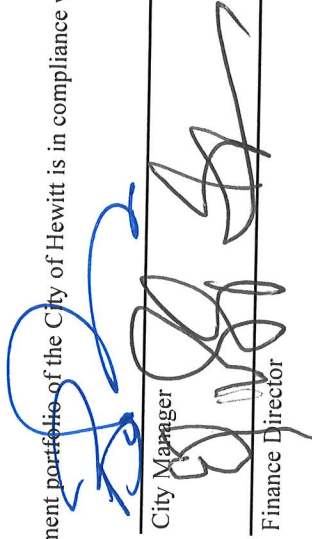
For the Quarter Ended

March 31, 2026

Prepared by

Valley View Consulting, L.L.C.

The investment portfolio of the City of Hewitt is in compliance with the Public Funds Investment Act and the Investment Policy and its incorporated strategies.



City Manager

Finance Director

Accountant

Disclaimer: These reports were compiled using information provided by the City. No procedures were performed to test the accuracy or completeness of this information. The market values included in these reports were obtained by Valley View Consulting, L.L.C. from sources believed to be accurate and represent proprietary valuation. Due to market fluctuations these levels are not necessarily reflective of current liquidation values. Yield calculations are not determined using standard performance formulas, are not representative of total return yields and do not account for investment advisor fees.



Summary

Quarter End Results by Investment Category:

Asset Type	December 31, 2025		March 31, 2026		Ave. Yield
	Book Value	Market Value	Book Value	Market Value	
Pools/DDA/MMA	\$ 27,125,103	\$ 27,125,103	\$ 29,512,280	\$ 29,512,280	3.59%
Securities/CDS	14,706,727	14,706,727	14,853,406	14,853,406	4.04%
Totals	\$ 41,831,829	\$ 41,831,829	\$ 44,365,685	\$ 44,365,685	3.74%

Current Quarter Average Yield (1)

Total Portfolio	3.74%
Rolling Three Month Treasury	3.69%
Rolling Six Month Treasury	3.69%
TexPool	3.67%

Fiscal Year-to-Date Average Yield (2)

Total Portfolio	3.77%
Rolling Three Month Treasury	3.77%
Rolling Six Month Treasury	3.79%
TexPool	3.75%

Interest Earnings

Quarterly Interest Income	\$ 395,881
Fiscal Year-to-date Interest Income	\$ 799,261

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

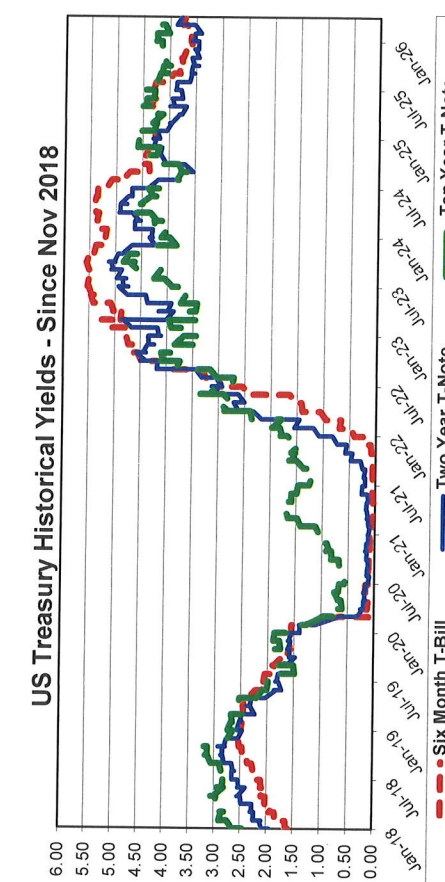
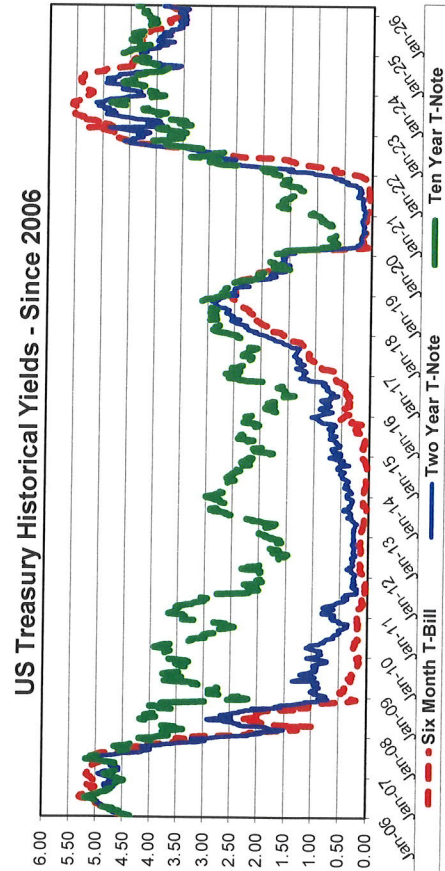
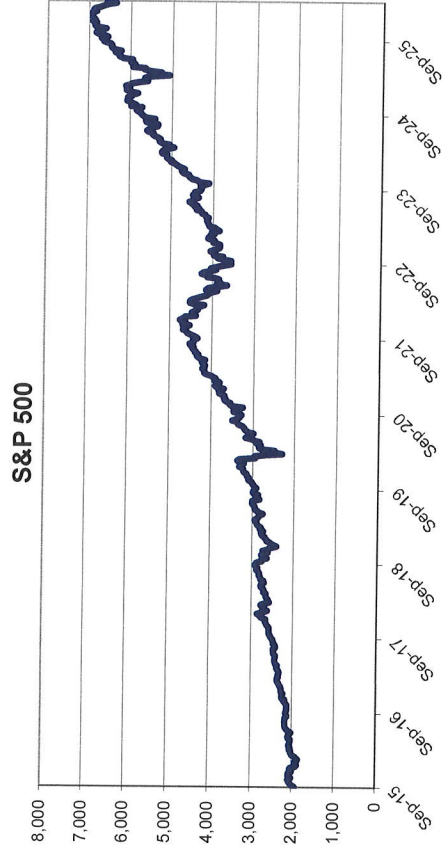
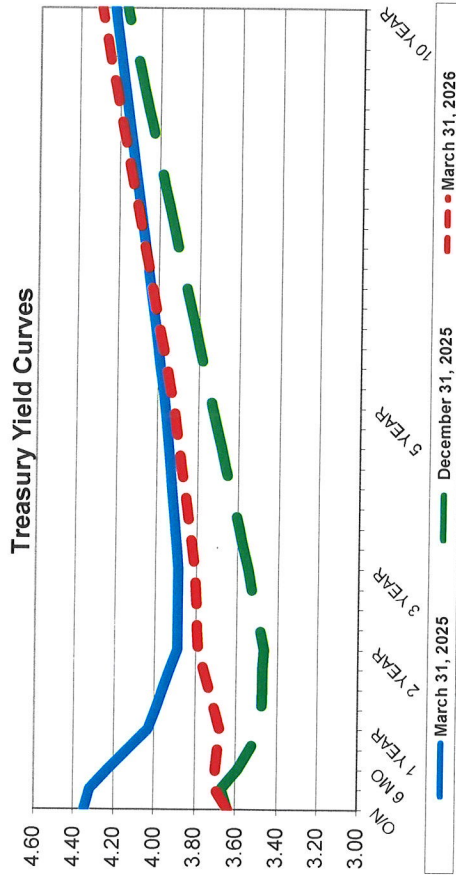
(2) **Fiscal Year-to-Date Average Yields** - calculated using quarter end report yields and adjusted book values and does not reflect a total return analysis or account for advisory fees.

Economic Overview

The Federal Open Market Committee (FOMC) maintained the Fed Funds target 3.50% - 3.75% (Effective Fed Funds trade +/-3.64%) at their Jan meeting. Additional rate cuts during 2026 are uncertain, but could include one late fall. March Non-Farm Payroll added 178k (exceeding the +60k expectation) raising the three month average to +68k. The S&P 500 Stock Index retrenched +/-8% since touching 7,000. The yield curve is almost fully positive. With the Middle East conflict, Crude Oil continues above the FOMC 2% target (Core CPI 2.5% and Core PCE +/-3.1%). The uncertain world events still influence volatility.

3/31/2026

Additional rate cuts during 2026 are uncertain, but could include one late fall. March Non-Farm Payroll added 178k (exceeding the +60k expectation) raising the three month average to +68k. The S&P 500 Stock Index retrenched +/-8% since touching 7,000. The yield curve is almost fully positive. With the Middle East conflict, Crude Oil continues above the FOMC 2% target (Core CPI 2.5% and Core PCE +/-3.1%). The uncertain world events still influence volatility.



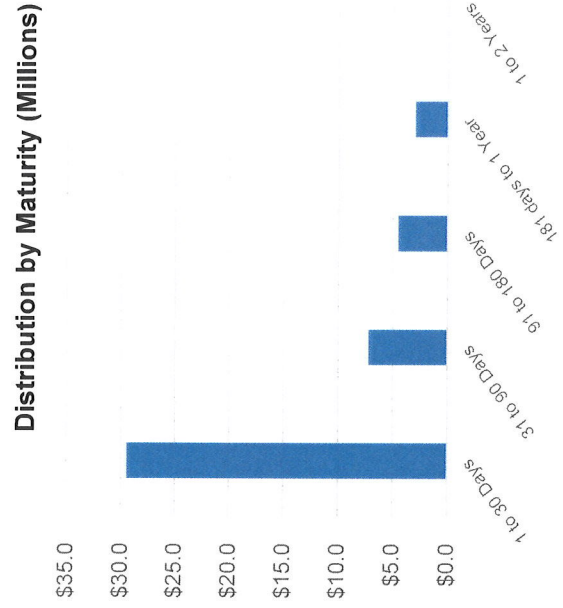
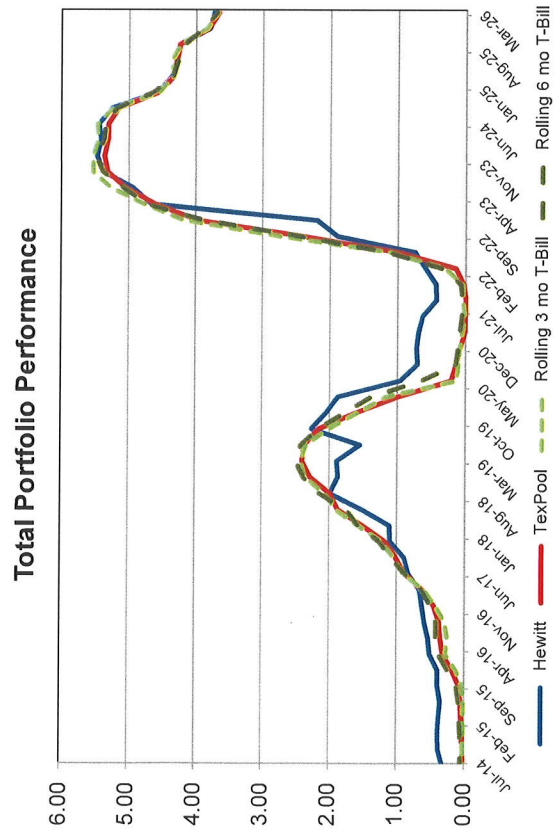
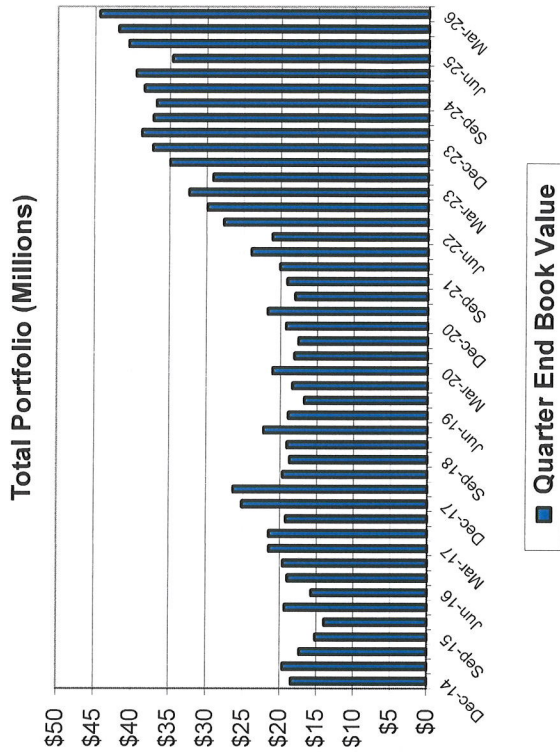
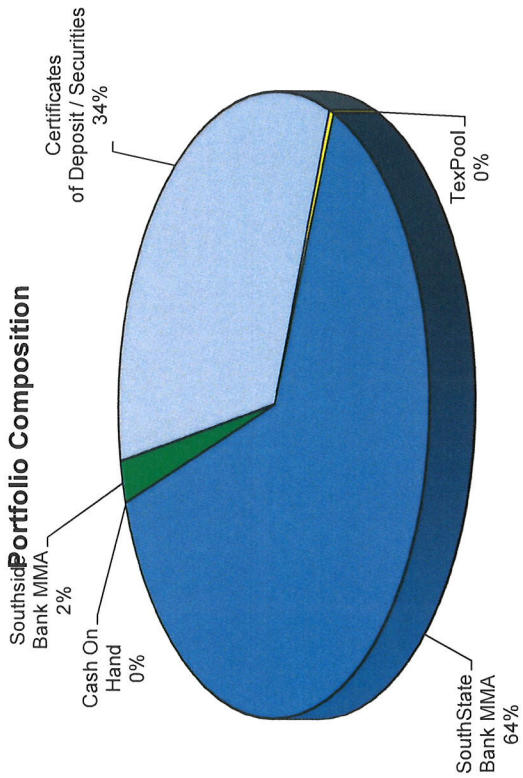
**Investment Holdings
March 31, 2026**



Description	Ratings	Coupon/ Discount	Maturity Date	Settlement Date	Par Value	Book Value	Market Price	Market Value	Life (days)	Yield
Cash on Hand		0.00%	04/01/26	03/31/26	\$ 2,520	\$ 2,520	1.00	\$ 2,520	1	0.00%
SouthState Bank - MMA		3.56%	04/01/26	03/31/26	22,954,551	22,954,551	1.00	22,954,551	1	3.56%
SouthState Bank - MMA #2		3.56%	04/01/26	03/31/26	5,392,028	5,392,028	1.00	5,392,028	1	3.56%
Southside Bank - MMA		4.47%	04/01/26	03/31/26	957,073	957,073	1.00	957,073	1	4.47%
TexPool	AAA/m	3.67%	04/01/26	03/31/26	206,108	206,108	1.00	206,108	1	3.67%
East West Bank CD		4.01%	05/26/26	08/25/25	2,198,805	2,198,805	100.00	2,198,805	56	4.09%
East West Bank CD		4.01%	06/23/26	06/23/25	2,050,981	2,050,981	100.00	2,050,981	84	4.09%
First Nat'l Bank of McGregor CD		4.20%	06/23/26	06/23/25	2,996,974	2,996,974	100.00	2,996,974	84	4.28%
East West Bank CD		3.69%	08/21/26	11/21/25	1,502,206	1,502,206	100.00	1,502,206	143	3.76%
First Nat'l Bank of McGregor CD		4.25%	08/28/26	08/28/25	3,077,362	3,077,362	100.00	3,077,362	150	4.33%
East West Bank CD		3.51%	09/29/26	12/29/25	3,027,078	3,027,078	100.00	3,027,078	182	3.57%
Total					\$ 44,365,685	\$ 44,365,685		\$ 44,365,685	41	3.74%
									(1)	(2)

(1) **Weighted average life** - For purposes of calculating weighted average life, cash equivalent 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. The yield for the reporting month is used for pool, and bank account investments.



Book & Market Value Comparison



Issuer/Description	Yield	Maturity Date	Book Value 12/31/25	Increases	Decreases	Book Value 03/31/26	Market Value 12/31/25	Change in Market Value	Market Value 03/31/26
Cash on Hand	0.00%	04/01/26	\$ 2,520	\$ -	\$ -	\$ 2,520	\$ 2,520	\$ -	\$ 2,520
SouthState Bank - MMA	3.56%	04/01/26	19,475,245	3,479,306	-	22,954,551	19,475,245	3,479,306	22,954,551
SouthState Bank - MMA #2	3.56%	04/01/26	6,494,798	-	(1,102,770)	5,392,028	6,494,798	(1,102,770)	5,392,028
Southside Bank - MMA	4.47%	04/01/26	948,294	8,779	-	957,073	948,294	8,779	957,073
TexPool	3.67%	04/01/26	204,245	1,863	-	206,108	204,245	1,863	206,108
East West Bank CD	4.09%	05/26/26	2,176,779	22,026	-	2,198,805	2,176,779	22,026	2,198,805
East West Bank CD	4.09%	06/23/26	2,030,435	20,546	-	2,050,981	2,030,435	20,546	2,050,981
First Nat'l Bank of McGregor CD	4.28%	06/23/26	2,965,567	31,407	-	2,996,974	2,965,567	31,407	2,996,974
East West Bank CD	3.76%	08/21/26	1,488,620	13,585	-	1,502,206	1,488,620	13,585	1,502,206
First Nat'l Bank of McGregor CD	4.33%	08/28/26	3,044,738	32,624	-	3,077,362	3,044,738	32,624	3,077,362
East West Bank CD	3.57%	09/29/26	3,000,587	26,491	-	3,027,078	3,000,587	26,491	3,027,078
TOTAL / AVERAGE	3.74%		\$ 41,831,829	\$ 3,636,626	\$ (1,102,770)	\$ 44,365,685	\$ 41,831,829	\$ 2,533,856	\$ 44,365,685

Allocation By Fund
March 31, 2026



Book & Market Value	Cash on Hand	SouthState		Southside		05/26/26 – East		06/23/26 – First	
		Bank - MMA (3.56%)	Bank - MMA #2 (3.56%)	Bank - MMA (3.74%)	West Bank CD (4.09%)	West Bank CD (4.09%)	West Bank CD (4.09%)	West Bank CD (4.28%)	
GF Operating	\$ 1,420	\$ 4,264,258	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	
GF Street Reserve	-	7,359	-	-	-	-	-	-	
GF Tax I&S	-	3,429,085	-	262	-	-	-	-	
GF 90 Day Reserves	-	1,842,903	-	2,179	-	-	-	-	
GF Unrestricted	-	1,689,252	-	448	-	-	-	-	
PEG Account	-	583,193	-	-	2,198,805	-	-	2,996,974	
GF Capital-2022 CO	-	994,352	-	-	-	-	-	-	
Hotel Fund	-	435,369	-	-	-	-	-	-	
Drainage Fund	-	817,825	-	-	-	-	-	-	
UF Operating	1,100	1,404,442	-	15,346	-	-	-	-	
UF Deposits	-	543,763	-	-	-	-	-	-	
UF Unrestricted	-	2,633,890	-	27,725	-	-	-	-	
UF Self-Supporting	-	1,551,908	-	1,928	-	-	-	-	
UF 90-Day Reserves	-	1,608,613	-	139,389	-	-	-	-	
UF Equipment	-	187,983	-	-	376,536	-	-	-	
UF Capital	-	393,705	-	6,572	-	-	-	-	
Child Safety Fees	-	210,743	-	12,260	-	-	-	-	
CLFRF - ARP Funds	-	355,907	-	-	-	-	-	-	
2023 CO	-	-	1,438,804	-	-	-	-	-	
2025 CO	-	-	3,953,224	-	-	2,050,981	-	-	
Totals	\$ 2,520	\$ 22,954,551	\$ 5,392,028	\$ 206,108	\$ 2,198,805	\$ 2,050,981	\$ 2,996,974	\$ 2,996,974	



**Allocation By Fund
March 31, 2026**

(Continued)

Book & Market Value	08/28/26 – First		Total
	08/21/26 – East West Bank CD (3.69)	Nat'l Bank of McGregor CD (4.33%)	
GF Operating	\$ -	\$ -	\$ 4,265,678
GF Street Reserve	-	-	7,621
GF Tax I&S	-	-	4,011,801
GF 90 Day Reserves	1,502,206	-	3,345,557
GF Unrestricted	-	-	6,885,032
PEG Account	-	-	583,193
GF Capital-2022 CO	-	-	1,009,698
Hotel Fund	-	-	435,369
Drainage Fund	-	-	817,825
UF Operating	-	-	1,433,267
UF Deposits	-	-	545,692
UF Unrestricted	-	-	5,660,967
UF Self-Supporting	-	3,027,078	2,067,833
UF 90-Day Reserves	-	-	1,608,613
UF Equipment	-	-	194,555
UF Capital	-	-	405,965
Child Safety Fees	-	-	210,743
CLFRF - ARP Funds	-	-	355,907
2023 CO	-	-	1,438,804
2025 CO	-	3,077,362	9,081,567
Totals	\$ 1,502,206	\$ 3,077,362	\$ 44,365,685

Allocation By Fund
December 31, 2025



Book & Market Value	Cash on Hand	SouthState Bank - MMA		SouthState Bank - MMA #2 (3.62%)	TexPool (3.83%)	Southside Bank - MMA (3.98%)		05/26/26 - East West Bank CD (4.09%)		06/23/26 - First Nat'l Bank of McGregor CD (4.28%)	
		Bank - MMA (3.65%)	Bank - MMA (3.62%)			Bank - MMA (3.98%)	West Bank CD (4.09%)	West Bank CD (4.09%)	West Bank CD (4.28%)		
GF Operating	\$ 1,420	\$ 2,200,800	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
GF Street Reserve	-	7,296	-	-	259	-	-	-	-	-	-
GF Tax I&S	-	2,101,041	-	-	2,159	575,211	-	-	-	-	-
GF 90 Day Reserves	-	1,827,090	-	-	444	-	-	-	-	-	-
GF Unrestricted	-	1,895,046	-	-	-	-	2,176,779	-	-	-	2,965,567
PEG Account	-	572,721	-	-	-	-	-	-	-	-	-
GF Capital-2022 CO	-	1,656,530	-	-	15,207	-	-	-	-	-	-
Hotel Fund	-	433,174	-	-	-	-	-	-	-	-	-
Drainage Fund	-	798,737	-	-	-	-	-	-	-	-	-
UF Operating	1,100	1,119,373	-	-	27,474	-	-	-	-	-	-
UF Deposits	-	535,087	-	-	1,911	-	-	-	-	-	-
UF Unrestricted	-	2,633,890	-	-	-	-	-	-	-	-	-
UF Self-Supporting	-	844,688	-	-	138,129	373,084	-	-	-	-	-
UF 90-Day Reserves	-	1,594,810	-	-	-	-	-	-	-	-	-
UF Equipment	-	187,983	-	-	-	-	-	-	-	-	-
UF Capital	-	494,586	-	-	6,512	-	-	-	-	-	-
Child Safety Fees	-	211,306	-	-	12,149	-	-	-	-	-	-
CLFRF - ARP Funds	-	361,088	-	-	-	-	-	-	-	-	-
2023 CO	-	-	-	2,476,670	-	-	-	-	-	-	-
2025 CO	-	-	-	4,018,128	-	-	-	-	2,030,435	-	-
Totals	\$ 2,520	\$ 19,475,245	\$ 6,494,798	\$ 204,245	\$ 2,176,779	\$ 948,294	\$ 2,030,435	\$ 2,965,567	\$ -	\$ -	\$ -



**Allocation By Fund
December 31, 2025**

(Continued)

Book & Market Value	08/28/26 – First		Total
	08/21/26 – East West Bank CD (3.69)	Nat'l Bank of McGregor CD (4.33%)	
GF Operating	\$ -	\$ -	\$ 2,202,220
GF Street Reserve	-	-	7,555
GF Tax I&S	-	-	2,678,411
GF 90 Day Reserves	1,488,620	-	3,316,154
GF Unrestricted	-	-	7,037,393
PEG Account	-	-	572,721
GF Capital-2022 CO	-	-	1,671,737
Hotel Fund	-	-	433,174
Drainage Fund	-	-	798,737
UF Operating	-	-	1,147,947
UF Deposits	-	-	536,998
UF Unrestricted	-	-	5,634,476
UF Self-Supporting	-	3,000,587	1,355,900
UF 90-Day Reserves	-	-	1,594,810
UF Equipment	-	-	194,495
UF Capital	-	-	506,735
Child Safety Fees	-	-	211,306
CLFRF - ARP Funds	-	-	361,088
2023 CO	-	-	2,476,670
2025 CO	-	3,044,738	9,093,301
Totals	\$ 1,488,620	\$ 3,044,738	\$ 41,831,829

HEWITT TEXAS

COUNCIL AGENDA ITEM FORM

MEETING DATE: May 4, 2026

AGENDA ITEM #: 6.

SUBMITTED BY: Bo Thomas, City Manager

ITEM DESCRIPTION:

Briefing and discussion concerning Council priorities for budget preparation and the FY 2026-2027 Budget Calendar.

STAFF RECOMMENDATION/ITEM SUMMARY:

City Council has received updates to the Five-Year Strategic Plan. Staff will begin justifying, developing, and preparing the FY 2026-2027 Operating and Capital Budget. This is an opportunity for the Council to provide input on priorities for the proposed budget development.

Each year, during the budget planning phase, the Finance Director prepares a calendar to ensure deadlines are met and to allow time for department presentations and discussions. Attached is the FY 2026-2027 Budget Calendar.

FISCAL IMPACT:

Amount Budgeted - N/A

Line Item in Budget - N/A

SUGGESTED MOTION:

No action is required.

ATTACHMENTS:

1. FY 26 27 Council Budget Calendar

**BUDGET CALENDAR
ANNUAL BUDGET FY 2026-2027**

May						
Sun	Mon	Tue	Wed	Thu	Fri	Sat
		28	29	30	1	2
3	4	5	6	7	8	9
10	11	12	13	14	15	16
17	18	19	20	21	22	23
24	25	26	27	28	29	30

June						
Sun	Mon	Tue	Wed	Thu	Fri	Sat
31	1	2	3	4	5	6
7	8	9	10	11	12	13
14	15	16	17	18	19	20
21	22	23	24	25	26	27
28	29	30				

July						
Sun	Mon	Tue	Wed	Thu	Fri	Sat
			1	2	3	4
5	6	7	8	9	10	11
12	13	14	15	16	17	18
19	20	21	22	23	24	25
26	27	28	29	30	31	

August						
Sun	Mon	Tue	Wed	Thu	Fri	Sat
						1
2	3	4	5	6	7	8
9	10	11	12	13	14	15
16	17	18	19	20	21	22
23	24	25	26	27	28	29

MONDAY, APRIL 6
MONDAY, APRIL 20

TUESDAY, APRIL 28

THURSDAY, APRIL 30

MONDAY, MAY 4
MONDAY, MAY 18

FRIDAY, MAY 22

WEDNESDAY, JUNE 3

MONDAY, JUNE 22

MONDAY, JULY 6
MONDAY, JULY 20

SATURDAY, JULY 18

FRIDAY, JULY 24

MONDAY, JULY 27

MONDAY, AUGUST 3

THURSDAY, AUGUST 6

MONDAY, AUGUST 10

MONDAY, AUGUST 17

TUESDAY, AUGUST 18

WEDNESDAY, OCTOBER 1

COUNCIL RECEIVES DEPARTMENTAL STRATEGIC PLANS
Department heads present their department's 5 year Strategic Plan to City Council in preparation for the new budget year. City Manager presents upcoming Capital Projects and financing.

BUDGET CREATION BEGINS
City Manager gives direction to department heads for the budget year. Department Heads prepare their departmental budgets. HR prepares Proposed Salary Schedules, Promotions & Pay Adjustments. Department heads also prepare Capital Outlay Requests and update Fees for the Master Fee Schedule. Finance Director budgets Revenue and Debt.

DEADLINE FOR PRELIMINARY TAX ROLL

COUNCIL BUDGET EXPECTATIONS
Council gives budget direction to City Manager for upcoming budget year.

DEADLINE FOR BUDGET REQUESTS
In advance to compiling the Proposed Budget, City Manager reviews proposed Salary Schedules and any proposed changes to Titles, Promotions, & Pay Adjustments. City Manager reviews with Department Heads individually their proposed budgets. City Manger also reviews Revenue estimates. The department reviews include General Fund, Utility Fund and Drainage Fund.

DEADLINE FOR REVIEW WITH CITY MANAGER
After final review with department heads, the City Manager passes the Proposed Budget to Finance Director for compilation, printing and distribution to the City Council. Per City Charter, the Proposed Budget includes a Statement regarding the Financial Condition of the City, Tax Information, Debt Information, Reserves, Capital Expenditures with provisions for financing, if needed, and Personnel Information including Staffing by Fund and Department, PD & FD Step Charts, & a Salary Schedule.

PROPOSED BUDGET ISSUED TO CITY COUNCIL

COUNCIL MEETINGS - PROPOSED BUDGET
City Manager presents Proposed Budget for discussion.

BUDGET NOTICE PUBLISHED
* Publish "Notice of Public Hearing" in newspaper and City website.

DEADLINE FOR CERTIFIED TAX VALUES
Deadline to receive Certified Tax Values from Appraisal District.

TAX ASSESSOR CALCULATES TAX RATES
Tax Assessor calculates Rates for No New Revenue (effective), Voter Approval (rollback), I&S (debt), No New Revenue M&O (operations) and De Minimus Rates.

COUNCIL MEETING - TAKE RECORD VOTE
* Council announces date and place for public hearing on the Proposed Budget.
* Council takes record vote on tax rate and announces date and place of two public hearings on the tax rate.
* Prepare the tax notice for the tax assessor.

TAX ASSESSOR PUBLISHES REQUIRED TAX NOTICE (always verify the date)
* Publish 'Notice of Public Hearing' in newspaper and City website.

COUNCIL MEETING - PUBLIC HEARING ON BUDGET & TAX RATE
* Public Hearing on the Budget.
* Public Hearing on Tax Rate.
* Announce date for Council to vote on Budget and Tax Rate.

COUNCIL MEETING - ADOPT TAX RATE & BUDGET
* Public Hearing on Tax Rate.
* Council approves ordinances.
* Council signs paperwork from Tax Assessor setting rates.

PUBLISH ADOPTED BUDGET ON CITY WEBSITE

BUDGET BECOMES EFFECTIVE