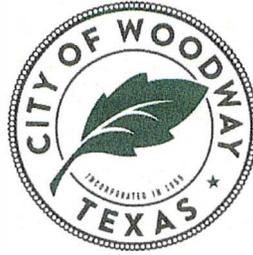


**PUBLIC NOTICE OF MEETING**



**WOODWAY CITY COUNCIL**

**FEBRUARY 23, 2026 – 5:30 P.M.**

**TAKE NOTICE THAT A REGULAR MEETING OF THE CITY COUNCIL OF THE CITY OF WOODWAY, TEXAS, WILL BE HELD IN THE DONALD J. BAKER COUNCIL CHAMBERS AT WOODWAY CITY HALL, 922 ESTATES DRIVE, WOODWAY, TEXAS, COMMENCING AT 5:30 P.M. ON MONDAY, FEBRUARY 23, 2026, TO CONSIDER AND ACT UPON ANY LAWFUL SUBJECT WHICH MAY COME BEFORE IT INCLUDING, AMONG OTHERS, THE ITEMS LISTED BELOW.**

**AGENDA**

**CALL MEETING TO ORDER**

**INVOCATION**

1. Invocation
2. Pledge of Allegiance

**PUBLIC COMMENT**

3. The City Council invites citizens to address the Council on any matter, including items on the agenda, except public hearings that are included on the agenda. Comments related to Public Hearings will be heard when the specific hearing starts. Please limit your comments to three (3) minutes per Resolution R-87-11. The Council is not permitted to take any action or discuss any item not listed on the agenda. When called to speak, please state your name and address, and if speaking on a specific agenda item, state the item before beginning your comments

**ITEMS FOR INDIVIDUAL DISCUSSION, CONSIDERATION AND/OR ACTION**

4. Discussion and consider action on acceptance of FY 2024-2025 annual financial audit

## Packet Page Number 2

### WOODWAY CITY COUNCIL AGENDA

Page 2

February 23, 2026 - 5:30 P.M.

provided by Brooks Watson & Co.

5. Discussion and consider action on recommendations to amend the City of Woodway Master Fee Schedule regarding Woodway Family Center facility usage and rentals
6. Discussion and consider action to approve a First Amendment to Amended and Restated Exclusive Franchise Agreement between the City of Woodway and Frontier Access, LLC, establishing new rates for the provision of waste collection, recycling and disposal services to the City of Woodway, Texas, and authorizing the City Manager to execute any documents in connection therewith

### **EXECUTIVE SESSION**

7. Pursuant to Tex. Gov't Code § 551.071, the City Council will convene in executive session to conduct a private consultation with its attorney seeking the advice of its attorney about pending litigation in Cause Number 20250886CV3, styled *City of Woodway, Texas v. Board of Adjustment of Woodway, Texas, and Kevin Vranich*, and in consultation on such matter, the duty of the attorney to the City Council under the Texas Disciplinary Rules of Professional Conduct of the State Bar of Texas clearly conflicts with Tex. Gov't Code ch. 551.

### **CONSENT AGENDA**

*The Consent Agenda consists of non-controversial, routine and budgeted items which require no public hearing. The Consent Agenda is subject to being approved with one single motion; however, the Mayor or any City Councilmember may remove any item from the Consent Agenda for separate discussion and consideration.*

8.
  - A. Discussion and consider action on minutes of the regular City Council meeting held February 9, 2026, at 5:30 p.m.
  - B. Discussion and consider action on Resolution R-26-05, declaring an Amana dryer, a Panasonic microwave, a Zomagas IceMaker, a 2010 silver Ford F-150 truck, two sets of computer speakers, a 36-inch Gravely walk-behind mower, a 60-inch Gravely rear discharge mower, a Bunn CW Series commercial coffee maker, two framed decorative posters, three desks, and a round conference table as excess city property that is obsolete, unrepairable, or at the end of its useful purpose and authorizing the disposal of same by any lawful means including without limitation treatment as waste, recycling, sale at public auction, and/or transfer to qualified recipient for permissible use

## Packet Page Number 3

### WOODWAY CITY COUNCIL AGENDA

Page 3

February 23, 2026 - 5:30 P.M.

- C. Discussion and consider action on retaining Wesley Lloyd of Freeman Mills, PC, to represent the Board of Adjustment in Cause Number 20250886CV3, styled *City of Woodway, Texas v. Board of Adjustment of Woodway, Texas, and Kevin Vranich*, pending in the County Court at Law No. 3 of McLennan County, Texas, and authorizing the City Manager to execute all documents in connection therewith

9. Consider action on Consent Agenda

### CITY MANAGER AND CITY COUNCIL REPORTS

10. City Manager's Report (Briefings or updates may be provided regarding City services, administrative/personnel matters, real estate/development, infrastructure, events, regulations, community and intergovernmental relations issues.)
11. City Council Reports (Briefings or updates may be provided regarding City Council committee and liaison assignments.)

### CLOSING ITEM

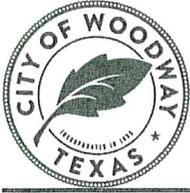
12. Consider action on adjournment

*Councilmembers unable to attend in person may participate via videoconference in accordance with Chapter 551 of the Texas Government Code.*

*I certify that the above notice of meeting was posted at Woodway City Hall, 922 Estates Drive, Woodway, Texas, on the 17<sup>th</sup> day of February 2026 at 8:10 p.m.*

  
\_\_\_\_\_  
Kasia Redden, City Secretary

This facility is wheelchair accessible and accessible parking spaces are available. Requests for accommodations or interpretive services must be made 48 hours prior to this meeting. Please contact the City Secretary's Office at (254) 772-4480 or FAX (254) 772-0695 for further information.



# CITY COUNCIL AGENDA ITEM FORM

**Meeting Date:** February 23, 2026

**Prepared By:** Brenda Hernandez, Finance Director

**Approved By:** \_\_\_\_\_  
*[Signature]*

- Presentation, Report and/or Discussion Only
- Public Hearing/Related Action
- Individual Discussion/Action
- Consent
- Executive Session

**Caption:**

Discussion and consider action on acceptance of FY 2024-2025 annual financial audit provided by Brooks Watson & Co.

**Background Information:**

The City’s auditing firm, Brooks Watson & Co, has completed the annual audit for the City of Woodway’s fiscal year ending September 30, 2025. A draft of the audit report is attached. The City Council’s Audit/Investment Committee met to review and discuss the audits with staff and the auditors. A firm representative will attend the Council meeting to make a brief presentation and answer any questions you might have.

**Financial Impact:**

Total of Proposed Expenditure:           \$  
 Amount Budgeted:                           \$  
 Account No.:  
 If not budgeted, other funding options:

**Staff Recommendation:**

Staff recommends that Council accept the FY 2024-2025 annual financial report prepared by Brooks Watson & Co based on the review and recommendation of the City Council Audit/Investment Committee.

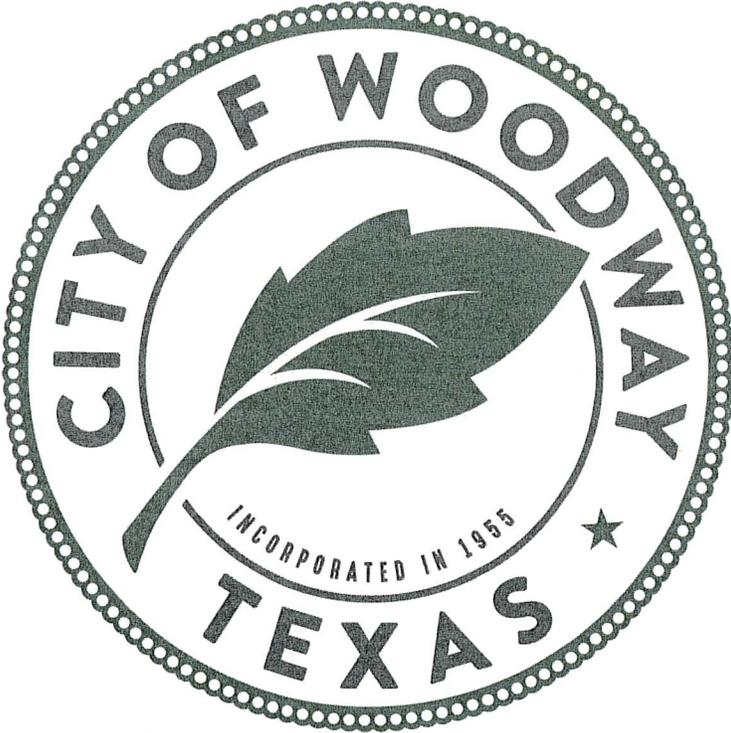


**CITY OF  
WOODWAY, TX**

**2025  
ANNUAL  
FINANCIAL  
REPORT**

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FOR FISCAL YEAR ENDED  
SEPTEMBER 30, 2025



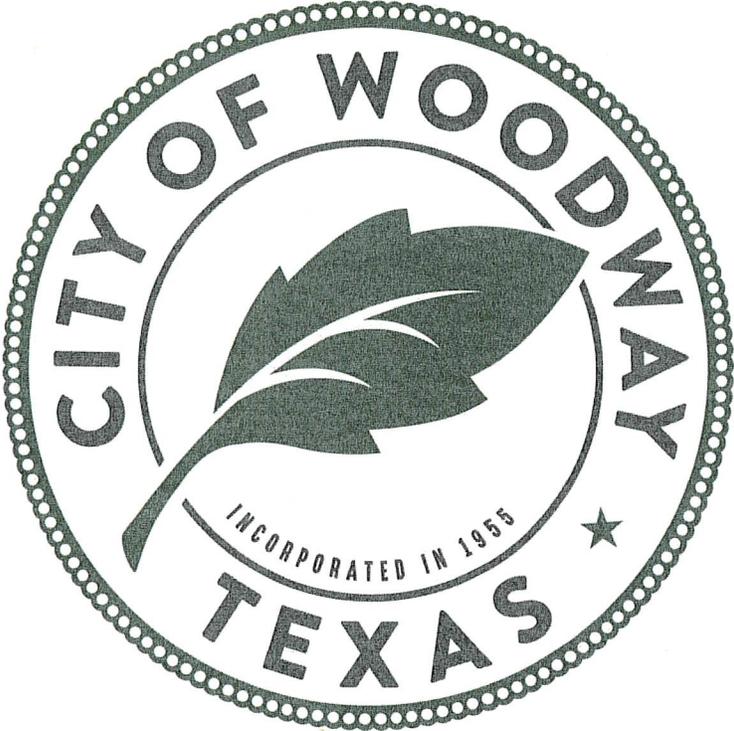
*ANNUAL FINANCIAL REPORT*

of the

**City of Woodway, Texas**

**For the Year Ended  
September 30, 2025**

Prepared by:  
Finance Department



**City of Woodway, Texas**

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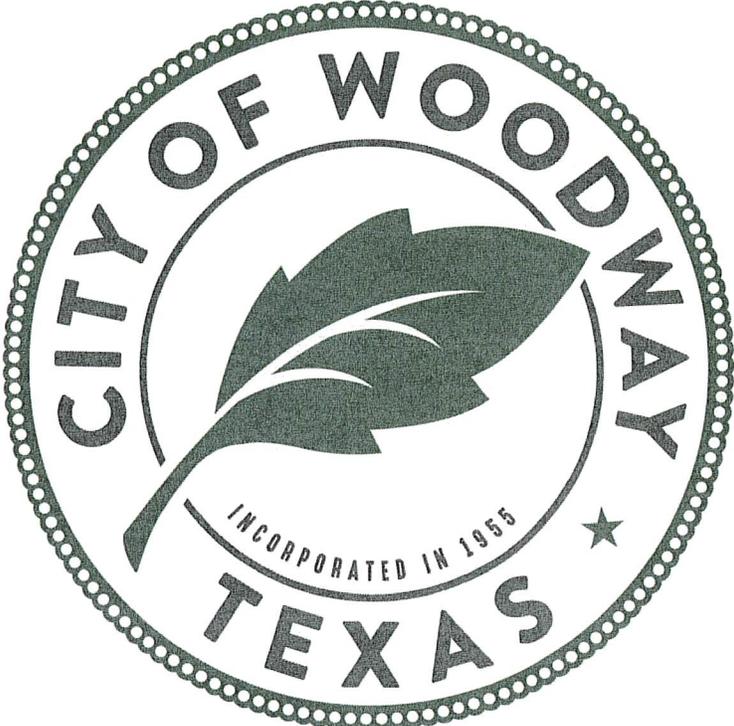
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**BROOKSWATSON & CO.**  
**CERTIFIED PUBLIC ACCOUNTANTS**

*INDEPENDENT AUDITOR'S REPORT*

To the Honorable Mayor and  
Members of the City Council  
City of Woodway, Texas:

**Report on the Audit of the Financial Statements**

*Opinions*

We have audited the accompanying financial statements of the governmental activities, business-type activities, each major fund, and the aggregate remaining fund information of the City of Woodway, Texas (the "City") as of and for the year ended September 30, 2025, and the related notes to the financial statements, which collectively comprise the City's basic financial statements as listed in the table of contents.

In our opinion, the accompanying financial statements present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Woodway, Texas, as of September 30, 2025, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

*Basis for Opinions*

We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of City of Woodway, Texas and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

*Responsibilities of Management for the Financial Statements*

The City's management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America, and for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the City's ability to continue as a going concern for one year after the date that the financial statements are issued.

*Auditor's Responsibilities for the Audit of the Financial Statements*

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with GAAS, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the City's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the City's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

*Emphasis of Matter*

As discussed in Note V.E. to the financial statements, due to corrections to net position balances, assets and liabilities in the prior year. The City restated its beginning net position balance within governmental activities. Our opinion is not modified with respect to these matters.

*Other Matters*

*Required Supplementary Information*

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, schedule of changes in net pension liability and related ratios, schedule of employer contributions to pension plan, and schedule of changes in the other postemployment benefits liability and related ratios, and budgetary comparison information be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements.

*Other Information*

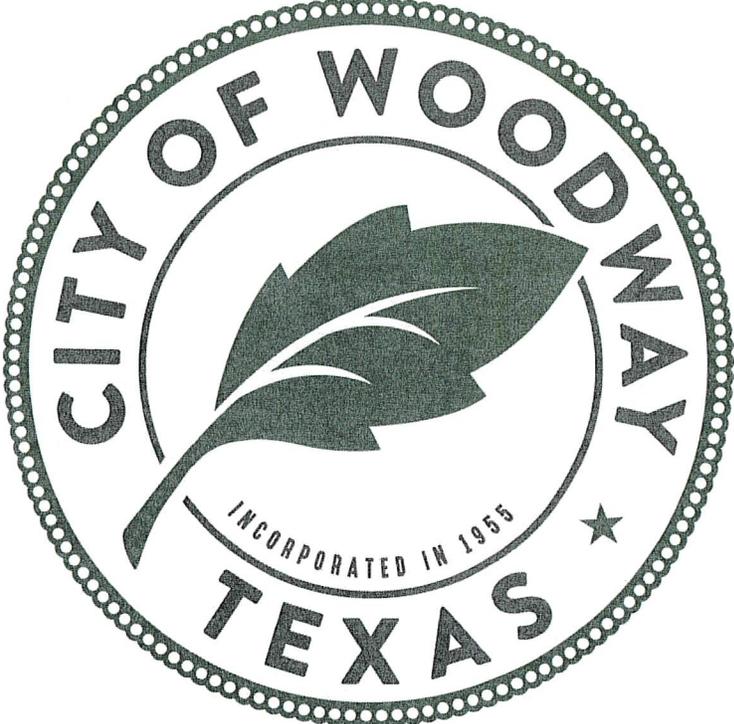
Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City's basic financial statements. The individual nonmajor fund financial statements are presented for purposes of additional analysis and are not a required part of the basic financial statements.

This accompanying supplementary information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the accompanying supplementary information is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

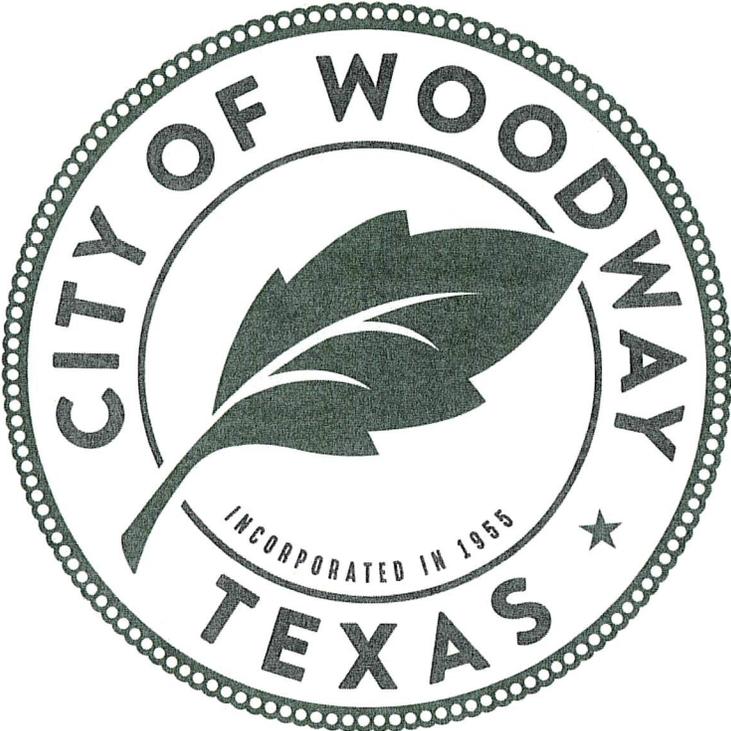
We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

*Brooks Watson & Co.*

Brooks Watson & Co.  
Certified Public Accountants  
Houston, Texas  
February 13, 2026



*MANAGEMENT'S DISCUSSION  
AND ANALYSIS*



## City of Woodway, Texas

### MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)

September 30, 2025

As management of the City of Woodway, Texas (the "City"), we offer readers of the City's financial statements this narrative overview and analysis of the financial activities of the City for the fiscal year ended September 30, 2025.

#### Financial Highlights

- The City's total combined net position was \$62,225,285 at September 30, 2025. Of this, \$6,661,071 (unrestricted net position) may be used to meet the City's ongoing obligations to its citizens and creditors.
- At the close of the current fiscal year, the City's governmental funds reported combined fund balances of \$14,929,625, a decrease of \$610,986.
- As of the end of the year, the unassigned fund balance of the general fund was \$3,859,894, or 31% of total general fund expenditures.
- The City had an overall increase in net position of \$1,713,546, which is primarily due to new capital investments and the reduction of long-term debt and pension liability in the current year

#### Overview of the Financial Statements

The discussion and analysis provided here are intended to serve as an introduction to the City's basic financial statements. The City's basic financial statements consist of three components: 1) government-wide financial statements, 2) fund financial statements, and 3) the notes to financial statements. This report also includes supplementary information intended to furnish additional detail to support the basic financial statements themselves.

#### Government-Wide Statements

The government-wide statements are designed to provide readers with a broad overview of the City's finances, in a manner similar to a private-sector business.

The *statement of net position* presents financial information on all of the City's assets, liabilities, and deferred inflows/outflows of resources, with the difference reported as net position. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the City is improving or deteriorating.

The *statement of activities* presents information showing how the City's net position changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, *regardless of the timing of related cash flows*. Thus, revenues and expenses are reported for some items that will only result in cash flows in future fiscal periods (e.g., uncollected taxes and earned but unused vacation leave).

## City of Woodway, Texas

MANAGEMENT'S DISCUSSION AND ANALYSIS, *Continued*

September 30, 2025

Both of the government-wide financial statements distinguish functions of the City that are principally supported by taxes and intergovernmental revenues (*governmental activities*) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (*business-type activities*). The governmental activities of the City include general government, public safety, highways and streets, economic development, and culture and recreation. The business-type activities of the City include a water and sewer operations and sanitation services.

**Fund Financial Statements.** A *fund* is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The City, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the City can be divided into two categories: governmental funds and proprietary funds.

*Governmental Funds.* Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on *near-term inflows and outflows of spendable resources*, as well as *on balances of spendable resources* available at the end of the year. Such information may be useful in evaluating the City's near-term financing requirements.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for *governmental funds* with similar information presented for *governmental activities* in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate this comparison between *governmental funds* and *governmental activities*.

The City of Woodway, Texas maintains twenty individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for the general, future capital street improvements, Family Center improvements, and general capital projects funds, which are considered to be major funds. Fund data for the remaining nonmajor governmental funds is provided in the form of combining statements in the combining and individual fund statements and schedules section of this report.

The City of Woodway, Texas adopts an annual appropriated budget for all its funds. A budgetary comparison schedule has been provided to demonstrate compliance with the general fund budget.

*Proprietary Funds.* The City maintains one type of proprietary fund. Enterprise funds are used to report the same functions presented as business-type activities in the government-wide financial statements. The City uses enterprise funds to account for its water distribution, wastewater collection/treatment

## City of Woodway, Texas

### MANAGEMENT'S DISCUSSION AND ANALYSIS, *Continued*

September 30, 2025

water construction operations, and sanitation services. The proprietary fund financial statements provide separate information for the water and sewer fund and sanitation fund. The basic proprietary fund financial statements can be found in the basic financial statements of this report.

**Notes to Financial Statements.** The notes to the financial statements provide additional information that is necessary to a full understanding of the data provided in the government-wide and fund financial statements. The notes are the last section of the basic financial statements.

**Other Information.** In addition to the basic financial statements and accompanying notes, this report also presents certain *required supplementary information* (RSI) concerning the City's progress in funding its obligation to provide pension and other post-employment benefits to its employees.

The combining statements referred to earlier in connection with nonmajor governmental funds are presented immediately following the required supplementary information on pension.

#### Government-Wide Financial Analysis

As noted previously, net position over time, may serve as a useful indicator of the City's financial position. For the City of Woodway, Texas, assets and deferred outflows exceeded liabilities and deferred inflows by \$62,225,285 as of September 30, 2025.

The largest portion of the City's net position, \$47,423,733, reflects its investments in capital assets (e.g., land, city hall, police station, streets, and drainage systems, as well as the public works facilities), less any debt used to acquire those assets that is still outstanding. The City uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although the City's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the assets themselves cannot be used to liquidate these liabilities.

Total current and other assets of the primary government decreased by \$3,308,605, or 12%, primarily due to less cash on hand resulting from capital improvement expenditures during the year and prior year payables paid in the current year.

Total other liabilities of the primary government decreased by \$1,587,540, or 26%, primarily as a result of prior year capital improvement payables paid in the current year.

Total long-term liabilities of the primary government decreased by \$2,619,007, or 8%, due to a pay down of debt and a decrease in the City's net pension liability over the course of the year.

Total deferred outflows of the primary government decreased and total deferred inflows of the primary government increased by \$788,685 and \$353,015, respectively. These changes are strictly due to actuarial changes in the City's pension inputs over the course of the year.

**City of Woodway, Texas**  
*MANAGEMENT'S DISCUSSION AND ANALYSIS, Continued*  
 September 30, 2025

**Statement of Net Position:**

The following table reflects the condensed Statement of Net Position:

	2025			2024		
	Governmental	Business-Type	Total	Governmental	Business-Type	Total
	Activities	Activities		Activities	Activities	
Current and other assets	\$ 16,200,257	\$ 8,404,368	\$ 24,604,625	\$ 17,490,371	\$ 10,422,859	\$ 27,913,230
Capital assets, net	35,544,378	36,454,826	71,999,204	34,281,774	35,760,126	70,041,900
<b>Total Assets</b>	<b>51,744,635</b>	<b>44,859,194</b>	<b>96,603,829</b>	<b>51,772,145</b>	<b>46,182,985</b>	<b>97,955,130</b>
<b>Deferred Outflows</b>	<b>1,414,986</b>	<b>209,841</b>	<b>1,624,827</b>	<b>2,118,489</b>	<b>295,023</b>	<b>2,413,512</b>
Other liabilities	1,796,745	2,768,398	4,565,143	2,615,960	3,536,723	6,152,683
Long-term liabilities	10,213,376	20,597,283	30,810,659	11,341,222	22,088,444	33,429,666
<b>Total Liabilities</b>	<b>12,010,121</b>	<b>23,365,681</b>	<b>35,375,802</b>	<b>13,957,182</b>	<b>25,625,167</b>	<b>39,582,349</b>
<b>Deferred Inflows</b>	<b>559,032</b>	<b>68,537</b>	<b>627,569</b>	<b>250,472</b>	<b>24,082</b>	<b>274,554</b>
Net Position:						
Net investment						
in capital assets	28,798,950	18,624,783	47,423,733	27,261,886	17,086,135	44,348,021
Restricted - expendable	6,549,419	474,864	7,024,283	5,562,102	798,786	6,360,888
Restricted - nonexpendable	1,116,198	-	1,116,198	1,034,745	-	1,034,745
Unrestricted	4,125,901	2,535,170	6,661,071	5,824,247	2,943,838	8,768,085
<b>Total Net Position</b>	<b>\$ 40,590,468</b>	<b>\$ 21,634,817</b>	<b>\$ 62,225,285</b>	<b>\$ 39,682,980</b>	<b>\$ 20,828,759</b>	<b>\$ 60,511,739</b>

**City of Woodway, Texas**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS, Continued**  
**September 30, 2025**

**Statement of Activities:**

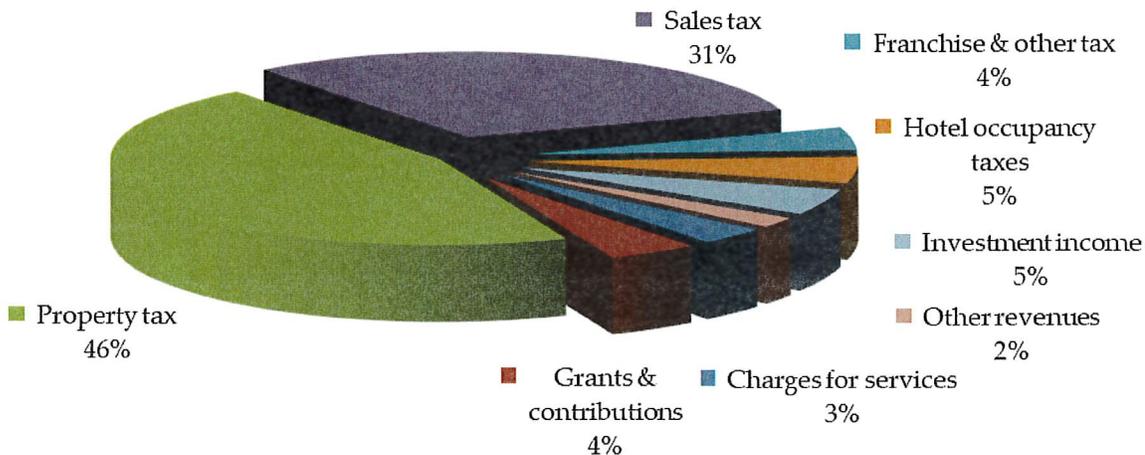
The following table provides a summary of the City's changes in net position:

	For the Year Ended September 30, 2025			For the Year Ended September 30, 2024		
	Governmental Activities	Business-Type Activities	Total	Governmental Activities	Business-Type Activities	Total
			Primary Government			Primary Government
<b>Revenues</b>						
Program revenues:			oh no			
Charges for services	\$ 505,037	\$ 9,552,595	\$ 10,057,632	\$ 743,036	\$ 8,835,947	\$ 9,578,983
Grants & contributions	655,750	760,432	1,416,182	865,733	2,650,483	3,516,216
General revenues:						
Property tax	6,887,820	-	6,887,820	6,838,810	-	6,838,810
Sales tax	4,599,765	-	4,599,765	4,279,996	-	4,279,996
Franchise & other tax	655,852	-	655,852	752,793	-	752,793
Hotel occupancy taxes	745,677	-	745,677	884,194	-	884,194
Investment income	738,961	387,418	1,126,379	1,065,528	595,209	1,660,737
Other revenues	302,887	119,196	422,083	140,355	253,558	393,913
<b>Total Revenues</b>	<b>15,091,749</b>	<b>10,819,641</b>	<b>25,911,390</b>	<b>15,570,445</b>	<b>12,335,197</b>	<b>27,905,642</b>
<b>Expenses</b>						
General government	2,402,671	-	2,402,671	2,297,853	-	2,297,853
Public safety	7,300,183	-	7,300,183	6,841,826	-	6,841,826
Highways & streets	1,384,934	-	1,384,934	1,188,257	-	1,188,257
Sanitation	-	1,701,938	1,701,938	-	1,578,436	1,578,436
Economic development	282,620	-	282,620	251,357	-	251,357
Culture & recreation	3,186,081	-	3,186,081	2,760,970	-	2,760,970
Interest & fiscal charges	159,278	551,013	710,291	159,635	585,332	744,967
Water & sewer	-	7,229,126	7,229,126	-	8,019,073	8,019,073
<b>Total Expenses</b>	<b>14,715,767</b>	<b>9,482,077</b>	<b>24,197,844</b>	<b>13,499,898</b>	<b>10,182,841</b>	<b>23,682,739</b>
<b>Change in Net Position</b>						
<b>Before Transfers</b>	375,982	1,337,564	1,713,546	2,070,547	2,152,356	4,222,903
Transfers in (out)	531,506	(531,506)	-	(1,576,557)	1,576,557	-
<b>Total</b>	<b>531,506</b>	<b>(531,506)</b>	<b>-</b>	<b>(1,576,557)</b>	<b>1,576,557</b>	<b>-</b>
<b>Change in Net Position</b>	<b>907,488</b>	<b>806,058</b>	<b>1,713,546</b>	<b>493,990</b>	<b>3,728,913</b>	<b>4,222,903</b>
Beginning Net Position	39,682,980	20,828,759	60,511,739	39,188,990	17,099,846	56,288,836
<b>Ending Net Position</b>	<b>\$ 40,590,468</b>	<b>\$ 21,634,817</b>	<b>\$ 62,225,285</b>	<b>\$ 39,682,980</b>	<b>\$ 20,828,759</b>	<b>\$ 60,511,739</b>

**City of Woodway, Texas**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS, Continued**  
 September 30, 2025

Graphic presentations of selected data from the summary tables are displayed below to assist in the analysis of the City's activities.

**Governmental Activities - Revenues**

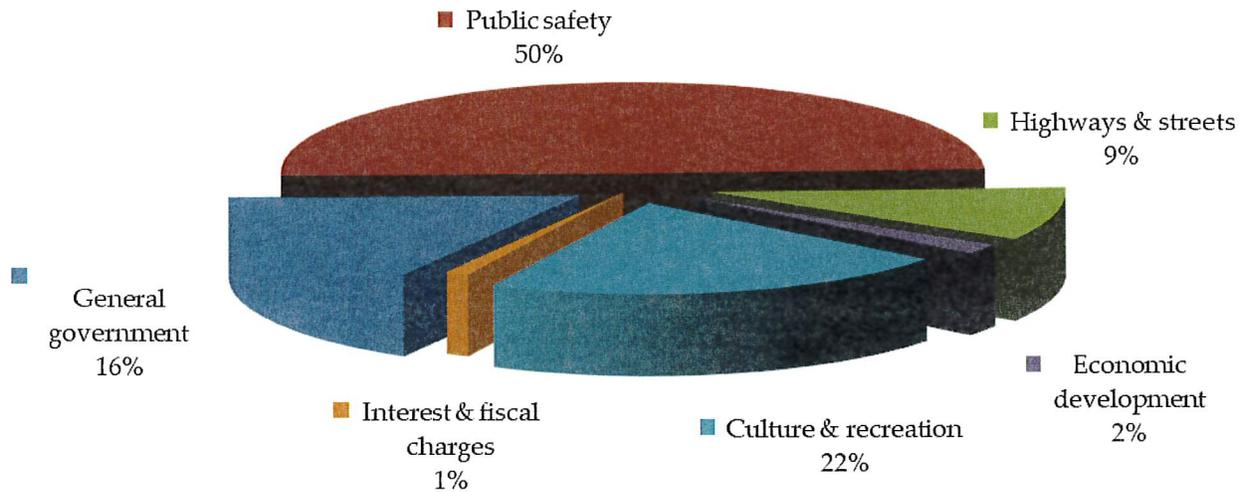


For the year ended September 30, 2025, revenues from governmental activities totaled \$15,091,749, reflecting an overall decrease of \$478,696, or 3%, compared to the prior year. Sales tax and property tax are the City's largest revenue sources. Grants and contributions decreased by \$209,983, or 24%, primarily as a result of fewer developer capital grants received in the current year compared to the previous year. Property taxes increased \$49,010, or 1%, due to an increase in taxable properties resulting from growth, offset by a 4% reduction in property tax rates in the current year. Sales tax increased by \$319,769, or 7%, due to new residential and business development fueling growth in local purchases. Franchise taxes decreased by \$96,941, or 13%, largely due to a decrease in cable taxes resulting from customers moving to streaming services. Hotel occupancy taxes decreased by \$138,517, or 16%, as a result of greater non-taxable long-term rentals and hotel competition in the surrounding Waco area. Charges for services declined by \$237,999, or 32%, primarily due to a reduction in school resource officer (SRO) collections in the current year. Investment income decreased by \$326,567, or 31%, due to a reduction in balances held in interest-bearing accounts throughout the year and the decrease in the interest rate of return. Other revenues increased by \$162,532, or over 100%, primarily due to greater asset forfeiture collections and nonrecurring proceeds received from the sale of capital assets in the current year.

**City of Woodway, Texas**  
*MANAGEMENT'S DISCUSSION AND ANALYSIS, Continued*  
 September 30, 2025

This graph shows the governmental function expenses of the City:

**Governmental Activities - Expenses**



For the year ended September 30, 2025, expenses for governmental activities totaled \$14,715,767, reflecting an increase of \$1,215,869, or 9%, compared to the prior year. Public safety remains the City’s largest functional expense, totaling \$7,300,183. Public safety expenses increased \$458,357, or 7%, primarily due to greater personnel costs resulting from the hiring of two new dispatch employees and three patrol officers, in addition to a vacation payout to a long-time employee that retired in the current year. In addition, expense increased due to greater depreciation and nonrecurring vehicle/equipment maintenance in the current year. Highways and street expenses increased by \$196,677, or 17%, primarily due to greater depreciation and nonrecurring cost associated with non-capital street repair projects in the current year. Culture and recreation expenses increased by \$425,111, or 15%, primarily due to greater personnel costs resulting from the hiring of an additional Program Coordinator in October 2024 and greater depreciation in the current year. All other expenses remained relatively stable compared to the prior year.

**City of Woodway, Texas**  
*MANAGEMENT'S DISCUSSION AND ANALYSIS, Continued*  
 September 30, 2025

Business-type activities are shown comparing operating costs to revenues generated by related services.

**Business-Type Activities  
 Revenues and Expenses**



For the year ended September 30, 2025, charges for services by business-type activities totaled \$9,552,595, reflecting an increase of \$716,648, or 8%. This increase is primarily a result of greater water consumption by local citizens in the current year. Simultaneously, total water & sewer expenses decreased by \$789,947, or 10%, primarily due to operational challenges faced in the prior year caused by multiple wells being shut down and the need to purchase more water from the City of Waco. These nonrecurring costs placed upward pressure on water/sewer operating expenses during fiscal year 2024. In addition, there were greater arbitrage fees recorded in the prior year. Sanitation expenses increased \$123,502, or 8%, primarily due to greater collection costs resulting from rate increases in the current year. Interest and fiscal charges decreased by \$34,319, or 6%, due to long-term debt approaching maturity and no new issuances in the current year.

**FINANCIAL ANALYSIS OF THE CITY'S FUNDS**

As noted earlier, fund accounting is used to demonstrate and ensure compliance with finance-related legal requirements.

Governmental Funds - The focus of the City's governmental funds is to provide information of near-term inflows, outflows and balances of spendable resources. Such information is useful in assessing the City's financing requirements. In particular, unreserved fund balance may serve as a useful measure of the City's net resources available for spending at the end of the year.

At September 30, 2025, the City's governmental funds reported combined fund balances of \$14,929,625, a decrease of \$610,986 in comparison with the prior year. Approximately 23% of this amount,

## City of Woodway, Texas

### MANAGEMENT'S DISCUSSION AND ANALYSIS, *Continued*

September 30, 2025

\$3,469,320, constitutes unassigned fund balance, which is available for spending at the government's discretion. The remainder of the fund balance is either nonspendable, restricted, committed, or assigned to indicate that it is either 1) not in spendable form, \$1,165,439, 2) restricted for particular purposes, \$6,603,747, 3) committed for specific purposes, \$3,139,744, or 4) assigned for particular purposes, \$551,375.

As of the end of the year the general fund reflected a total fund balance of \$5,564,494. The general fund increased by \$2,502. This is primarily due to revenue and other financing sources exceeding expenditures and other financing uses during the year.

The Future Capital Street Improvements fund reflected a fund balance of \$4,267,879, an increase of \$994,166 compared to the prior year, which is a direct result of having no current year capital outlay expenditures and having property tax revenues and investment income.

The Family Center Improvements fund reflected a fund balance of \$1,094,673, an increase of \$14,512 compared to the prior year, which is a direct result of current year investment income exceeding capital outlay expenditures.

The general capital projects fund reflected a fund balance of \$661,835, a decrease of \$1,001,932, which is primarily due to capital outlay expenditures combined with transfers out of the fund exceeding revenues.

Proprietary Funds - The City's proprietary funds provide the same type of information found in the government-wide financial statements, but in more detail.

#### **GENERAL FUND BUDGETARY HIGHLIGHTS**

There was a negative budget variance of \$94,013 before other financing sources and uses in the general fund, and a total positive budget variance of \$345,816 after other financing sources and uses. Budgeted revenues were less than actual revenue by \$304,624. Total actual expenditures were \$210,611 over budget. Departmental expenditures exceeding appropriations at the legal level of control were highways and streets and culture and recreation by \$214,914, and \$140,461, respectively.

#### **CAPITAL ASSETS**

As of the end of the year, the City's governmental activities funds had invested \$35,544,378 in a variety of capital assets and infrastructure, net of accumulated depreciation. Depreciation is included with the governmental capital assets as required by GASB Statement No. 34. The City's business-type activities funds had invested \$36,454,826 in a variety of capital assets and infrastructure, net of accumulated depreciation.

## City of Woodway, Texas

### MANAGEMENT'S DISCUSSION AND ANALYSIS, *Continued*

September 30, 2025

During the current year, the City's major capital asset activity was highlighted by significant infrastructure investments and equipment acquisitions. Street infrastructure improvements totaled \$1,975,550 (which included \$451,354 in developer capital contributions), while water and sewer infrastructure additions reached \$1,633,781. The City also allocated \$492,112 toward construction in progress for projects such as the Brookwood Dr. drainage, a TXDOT-funded sidewalk, and the initial installment for a replacement pumper firetruck. Public safety remained a priority with \$343,905 spent on new vehicles, \$171,906 for equipment, and \$275,041 in right-to-use vehicle leases. Significant heavy equipment purchases included a Vactor Excavation truck for \$583,323 and a 2024 John Deere backhoe for \$144,871.

Furthermore, the City invested \$59,567 in building improvements, notably for the Range House, City Shop flooring, and a new concert stage, alongside various operational upgrades including a fuel system replacement (\$17,325), city hall equipment and HVAC (\$16,361), a street mower (\$12,448), and utility equipment (\$5,000). Quality-of-life and park enhancements were also completed, featuring new Arboretum benches and tables (\$17,583), a City Christmas tree (\$15,593), disc golf baskets (\$18,408), and a vinyl sports floor cover for the WFC Gym (\$16,302).

More detailed information about the City's capital assets is presented in note IV. D to the financial statements.

#### **LONG-TERM DEBT**

At the end of the current year, the City had total bonds outstanding of \$25,740,000. The outstanding bonds consist of \$740,000 of General Obligation Refunding Bonds and \$25,000,000 of Certificates of Obligations. The City made \$1,495,000 in principal payments on outstanding bonds. More detailed information about the City's long-term liabilities is presented in note IV.G to the financial statements.

#### **ECONOMIC FACTORS AND NEXT YEAR'S BUDGET**

The Mayor and City Council are committed to maintaining and improving the overall wellbeing of the City of Woodway, Texas and improving services provided to their public citizens. The City is budgeting conservatively for the upcoming year and planning to maintain similar services.

#### **CONTACTING THE CITY'S FINANCIAL MANAGEMENT**

This financial report is designed to provide a general overview of the City of Woodway, Texas's finances for all those with an interest in the City's finances. Questions concerning this report or requests for additional financial information should be directed to the Finance Director, 922 Estates Drive Woodway, Texas 76712.

*FINANCIAL STATEMENTS*

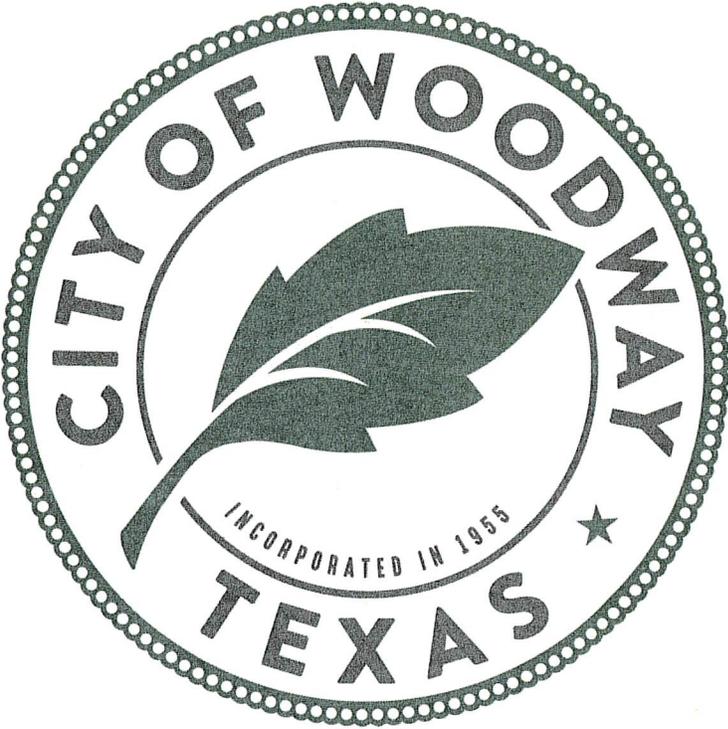
**City of Woodway, Texas**  
**STATEMENT OF NET POSITION (Page 1 of 2)**  
**September 30, 2025**

	Primary Government		
	Governmental Activities	Business-Type Activities	Total
<b><u>Assets</u></b>			
Current assets:			
Cash and cash equivalents	\$ 11,203,942	\$ 6,479,160	\$ 17,683,102
Investments	4,077,599	250,000	4,327,599
Receivables, net	1,151,897	1,338,291	2,490,188
Prepays	49,241	16,776	66,017
Internal balances	(320,141)	320,141	-
Lease receivable, current	17,714	-	17,714
<b>Total Current Assets</b>	<b>16,180,252</b>	<b>8,404,368</b>	<b>24,584,620</b>
Lease receivable , noncurrent	20,005	-	20,005
Capital assets:			
Non-depreciable	1,450,538	8,052,922	9,503,460
Net depreciable capital assets	34,093,840	28,401,904	62,495,744
<b>Total Noncurrent Assets</b>	<b>35,564,383</b>	<b>36,454,826</b>	<b>72,019,209</b>
<b>Total Assets</b>	<b>51,744,635</b>	<b>44,859,194</b>	<b>96,603,829</b>
<b><u>Deferred Outflows of Resources</u></b>			
Pension outflows	1,409,768	184,647	1,594,415
OPEB outflows	5,218	683	5,901
Deferred charge on refunding	-	24,511	24,511
<b>Total Deferred Outflows of Resources</b>	<b>1,414,986</b>	<b>209,841</b>	<b>1,624,827</b>

**City of Woodway, Texas**  
**STATEMENT OF NET POSITION (Page 2 of 2)**  
**September 30, 2025**

	Primary Government		Total
	Governmental Activities	Business-Type Activities	
<b><u>Liabilities</u></b>			
Current liabilities:			
Accounts payable	1,015,402	472,693	1,488,095
Accrued liabilities	-	626,357	626,357
Accrued interest payable	40,056	153,145	193,201
Unearned revenue	68,958	71,259	140,217
Customer deposits	-	111,066	111,066
Compensated absences, current	399,627	24,259	423,886
Long-term debt, current	272,702	1,309,619	1,582,321
<b>Total Current Liabilities</b>	<b>1,796,745</b>	<b>2,768,398</b>	<b>4,565,143</b>
Noncurrent liabilities:			
Long-term debt, noncurrent	6,138,697	20,066,716	26,205,413
Compensated absences, noncurrent	44,403	2,695	47,098
Net pension liability	3,833,613	502,114	4,335,727
OPEB liability	196,663	25,758	222,421
<b>Total Noncurrent Liabilities</b>	<b>10,213,376</b>	<b>20,597,283</b>	<b>30,810,659</b>
<b>Total Liabilities</b>	<b>12,010,121</b>	<b>23,365,681</b>	<b>35,375,802</b>
<b><u>Deferred Inflows of Resources</u></b>			
Lease related	35,756	-	35,756
Pension inflows	475,449	62,273	537,722
OPEB inflows	47,827	6,264	54,091
<b>Total Deferred Inflows of Resources</b>	<b>559,032</b>	<b>68,537</b>	<b>627,569</b>
<b><u>Net Position</u></b>			
Net investment in capital assets	28,798,950	18,624,783	47,423,733
Restricted for:			
Arboretum	29,107	-	29,107
Public safety	311,851	-	311,851
Debt service	55,642	-	55,642
Capital projects	5,308,224	-	5,308,224
Equipment	844,595	224,864	1,069,459
Emergency reserve	-	250,000	250,000
Endowment - nonspendable	1,116,198	-	1,116,198
Unrestricted	4,125,901	2,535,170	6,661,071
<b>Total Net Position</b>	<b>\$ 40,590,468</b>	<b>\$ 21,634,817</b>	<b>\$ 62,225,285</b>

See Notes to Financial Statements.



## City of Woodway, Texas

### STATEMENT OF ACTIVITIES For the Year Ended September 30, 2025

Functions/Programs	Expenses	Program Revenues			Net (Expense) Revenue and Changes in Net Position		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Primary Government		
					Governmental Activities	Business-Type Activities	Total
<b>Primary Government</b>							
<b>Governmental Activities</b>							
General government	\$ 2,402,671	\$ -	\$ 52,015	\$ 541,737	\$ (1,808,919)	\$ -	\$ (1,808,919)
Public safety	7,300,183	115,163	-	61,998	(7,123,022)	-	(7,123,022)
Highways and streets	1,384,934	-	-	-	(1,384,934)	-	(1,384,934)
Economic development	282,620	140,095	-	-	(142,525)	-	(142,525)
Cultural and recreation	3,186,081	249,779	-	-	(2,936,302)	-	(2,936,302)
Interest and fiscal charges	159,278	-	-	-	(159,278)	-	(159,278)
<b>Total Governmental Activities</b>	<b>14,715,767</b>	<b>505,037</b>	<b>52,015</b>	<b>603,735</b>	<b>(13,554,980)</b>	<b>-</b>	<b>(13,554,980)</b>
<b>Business-Type Activities</b>							
Water & Sewer	7,229,126	7,756,956	-	760,432	-	1,288,262	1,288,262
Sanitation	1,701,938	1,795,639	-	-	-	93,701	93,701
Interest and fiscal charges	551,013	-	-	-	-	(551,013)	(551,013)
<b>Total Business-Type Activities</b>	<b>9,482,077</b>	<b>9,552,595</b>	<b>-</b>	<b>760,432</b>	<b>-</b>	<b>830,950</b>	<b>830,950</b>
<b>Total Primary Government</b>	<b>\$ 24,197,844</b>	<b>\$ 10,057,632</b>	<b>\$ 52,015</b>	<b>\$ 1,364,167</b>	<b>(13,554,980)</b>	<b>830,950</b>	<b>(12,724,030)</b>
<b>General Revenues:</b>							
Taxes							
					6,887,820	-	6,887,820
					4,599,765	-	4,599,765
					655,852	-	655,852
					745,677	-	745,677
					738,961	387,418	1,126,379
					302,887	119,196	422,083
					531,506	(531,506)	-
					<b>14,462,468</b>	<b>(24,892)</b>	<b>14,437,576</b>
					<b>907,488</b>	<b>806,058</b>	<b>1,713,546</b>
					39,686,200	20,828,759	60,514,959
					(3,220)	-	(3,220)
					39,682,980	20,828,759	60,511,739
					<b>\$ 40,590,468</b>	<b>\$ 21,634,817</b>	<b>\$ 62,225,285</b>

**DRAFT**

See Notes to Financial Statements.

**City of Woodway, Texas**  
**BALANCE SHEET**  
**GOVERNMENTAL FUNDS**  
 September 30, 2025

	General Fund	Future Capital Street Improvements	Family Center Improvements	General Capital Projects	Nonmajor Governmental Funds	Total Governmental Funds
<b>Assets</b>						
Cash and cash equivalents	\$ 2,038,388	\$ 4,267,879	\$ 1,147,966	\$ 1,084,388	\$ 2,665,321	\$ 11,203,942
Investments	3,000,000	-	-	-	1,077,599	4,077,599
Receivables, net	973,166	14,344	-	44,420	119,967	1,151,897
Prepays	49,241	-	-	-	-	49,241
Due from other funds	83,154	-	-	-	-	83,154
Lease receivables	37,719	-	-	-	-	37,719
<b>Total Assets</b>	<b>\$ 6,181,668</b>	<b>\$ 4,282,223</b>	<b>\$ 1,147,966</b>	<b>\$ 1,128,808</b>	<b>\$ 3,862,887</b>	<b>\$ 16,603,552</b>
<b>Liabilities</b>						
Accounts payable	\$ 452,144	\$ -	\$ 53,293	\$ 450,420	\$ 59,545	\$ 1,015,402
Due to other funds	-	-	-	-	403,295	403,295
Unearned revenue - rental revenue	19,350	-	-	-	49,608	68,958
<b>Total Liabilities</b>	<b>471,494</b>	<b>-</b>	<b>53,293</b>	<b>450,420</b>	<b>512,448</b>	<b>1,487,655</b>
<b>Deferred Inflows of Resources</b>						
Unavailable revenue						
Leases	35,756	-	-	-	-	35,756
Property taxes	109,924	14,344	-	-	9,695	133,963
Grants	-	-	-	16,553	-	16,553
<b>Deferred Inflows of Resources</b>	<b>145,680</b>	<b>14,344</b>	<b>-</b>	<b>16,553</b>	<b>9,695</b>	<b>186,272</b>
<b>Fund Balances</b>						
Nonspendable:						
Prepays	49,241	-	-	-	-	49,241
Endowment	-	-	-	-	1,116,198	1,116,198
Restricted for:						
Arboretum	-	-	-	-	29,107	29,107
Public safety	9,389	-	-	-	302,462	311,851
Debt service	-	-	-	-	55,642	55,642
Capital projects	-	4,267,879	1,094,673	-	-	5,362,552
Equipment	844,595	-	-	-	-	844,595
Committed for:						
Revenue stabilization reserve	250,000	-	-	-	-	250,000
Capital projects	-	-	-	661,835	2,227,909	2,889,744
Assigned for:						
Purchases on order	551,375	-	-	-	-	551,375
Unassigned (deficits)	3,859,894	-	-	-	(390,574)	3,469,320
<b>Total Fund Balances</b>	<b>5,564,494</b>	<b>4,267,879</b>	<b>1,094,673</b>	<b>661,835</b>	<b>3,340,744</b>	<b>14,929,625</b>
<b>Total Liabilities, Deferred Inflows of Resources, and</b>	<b>\$ 6,181,668</b>	<b>\$ 4,282,223</b>	<b>\$ 1,147,966</b>	<b>\$ 1,128,808</b>	<b>\$ 3,862,887</b>	<b>\$ 16,603,552</b>

See Notes to Financial Statements.

**City of Woodway, Texas**  
**RECONCILIATION OF THE BALANCE SHEET**  
**TO THE STATEMENT OF NET POSITION**  
**GOVERNMENTAL FUNDS**  
**September 30, 2025**

<b>Fund Balances - Total Governmental Funds</b>	\$	14,929,625
 <b>Adjustments for the Statement of Net Position:</b>		
Capital assets used in governmental activities are not current financial resources and, therefore, not reported in the governmental funds.		
Capital assets - non-depreciable		1,450,538
Capital assets - net depreciable		34,093,840
 Other long-term assets are not available to pay for current-period expenditures and, therefore, are deferred in the governmental funds.		
Grants receivable		16,553
Property tax receivable		133,963
 Deferred outflows (inflows) of resources represent a consumption (acquisition) of net position that applies to a future period(s) and is not recognized as an outflow (inflow) of resources (expense/expenditure) (revenues) until then.		
Pension outflows		1,409,768
Pension inflows		(475,449)
OPEB outflows		5,218
OPEB inflows		(47,827)
 Some liabilities, including bonds payable and deferred charges are not reported as liabilities in the governmental funds.		
Accrued interest		(40,056)
Premiums on bonds payable		(426,953)
Compensated absences		(444,030)
Non-current liabilities due in one year		(272,702)
Non-current liabilities due in more than one year		(5,711,744)
Net pension liability		(3,833,613)
OPEB liability		(196,663)
<b>Net Position of Governmental Activities</b>	<b>\$</b>	<b>40,590,468</b>

See Notes to Financial Statements.

**City of Woodway, Texas**

**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE**

**GOVERNMENTAL FUNDS**

For the Year Ended September 30, 2025

	General Fund	Future Capital Street Improvements	Family Center Improvements	General Capital Projects	Nonmajor Governmental Funds	Total Governmental Funds
<b>Revenues</b>						
Property tax	\$ 5,686,847	\$ 865,959	\$ -	\$ -	\$ 333,098	\$ 6,885,904
Sales tax	4,599,765	-	-	-	-	4,599,765
Franchise and local taxes	655,852	-	-	-	-	655,852
Hotel occupancy taxes	-	-	-	-	745,677	745,677
Intergovernmental revenue	17,578	-	-	27,867	-	45,445
License and permits	140,095	-	-	-	-	140,095
Charges for services	84,879	-	-	-	164,900	249,779
Fines and forfeitures	89,953	-	-	-	25,210	115,163
Investment income	244,709	128,207	48,364	60,998	256,683	738,961
Contributions and donations	-	-	0	-	52,015	52,015
Lease income	18,900	-	-	-	-	18,900
Other revenues	101,623	-	-	-	76,257	177,880
<b>Total Revenues</b>	<b>11,640,201</b>	<b>994,166</b>	<b>48,364</b>	<b>88,865</b>	<b>1,653,840</b>	<b>14,425,436</b>
<b>Expenditures</b>						
Current:						
General government	2,430,016	-	-	-	10,296	2,440,312
Public safety	7,563,168	-	-	-	40,342	7,603,510
Highways and streets	762,366	-	-	-	-	762,366
Economic development	26,690	-	-	-	-	26,690
Cultural and recreation	1,467,952	-	-	-	1,289,552	2,757,504
Debt service:						
Principal	52,662	-	-	-	304,243	356,905
Interest and fiscal charges	12,091	-	-	-	173,500	185,591
Capital outlay	275,041	-	33,852	990,797	563,721	1,863,411
<b>Total Expenditures</b>	<b>12,589,986</b>	<b>-</b>	<b>33,852</b>	<b>990,797</b>	<b>2,381,654</b>	<b>15,996,289</b>
<b>Revenues Over (Under) Expenditures</b>	<b>(949,785)</b>	<b>994,166</b>	<b>14,512</b>	<b>(901,932)</b>	<b>(727,814)</b>	<b>(1,570,853)</b>
<b>Other Financing Sources (Uses)</b>						
Transfers in	531,035	-	-	-	790,698	1,321,733
Transfers (out)	(7,109)	-	-	(100,000)	(683,118)	(790,227)
Lease related	275,041	-	-	-	-	275,041
Sales of assets	129,920	-	-	-	-	129,920
Insurance recoveries	23,400	-	-	-	-	23,400
<b>Total Other Financing Sources (Uses)</b>	<b>952,287</b>	<b>-</b>	<b>-</b>	<b>(100,000)</b>	<b>107,580</b>	<b>959,867</b>
<b>Net Change in Fund Balances</b>	<b>2,502</b>	<b>994,166</b>	<b>14,512</b>	<b>(1,001,932)</b>	<b>(620,234)</b>	<b>(610,986)</b>
Beginning fund balances	5,561,992	3,273,713	1,080,161	1,663,767	3,960,978	15,540,611
<b>Ending Fund Balances</b>	<b>\$ 5,564,494</b>	<b>\$ 4,267,879</b>	<b>\$ 1,094,673</b>	<b>\$ 661,835</b>	<b>\$ 3,340,744</b>	<b>\$ 14,929,625</b>

See Notes to Financial Statements.

**City of Woodway, Texas**

**RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES,  
AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS TO THE  
STATEMENT OF ACTIVITIES**

**For the Year Ended September 30, 2025**

Amounts reported for governmental activities in the statement of activities are different because:

Net changes in fund balances - total governmental funds	\$ (610,986)
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Governmental funds report capital outlays as expenditures. However, in the statement of activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense.

Capital outlay	3,035,235
Capital contributions	541,737
Depreciation expense	(2,267,155)
Net book value of capital assets sold	(47,213)

Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.

Grants	16,553
Property taxes	1,916

Some expenses reported in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds.

Compensated absences	37,977
Accrued interest	3,250
Pension expense	91,301
OPEB liability	(54)
Amortization of debt premium	23,063

The issuance of long-term debt (e.g., bonds, leases, certificates of obligation) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net position. Also, governmental funds report the effect of premiums, discounts, and similar items when they are first issued; whereas, these amounts are deferred and amortized in the statement of activities. This amount is the net effect of these differences in the treatment of long-term debt and related items.

Lease issuance	(275,041)
Principal payments	356,905

<b>Change in Net Position of Governmental Activities</b>	<b>\$ 907,488</b>
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See Notes to Financial Statements.

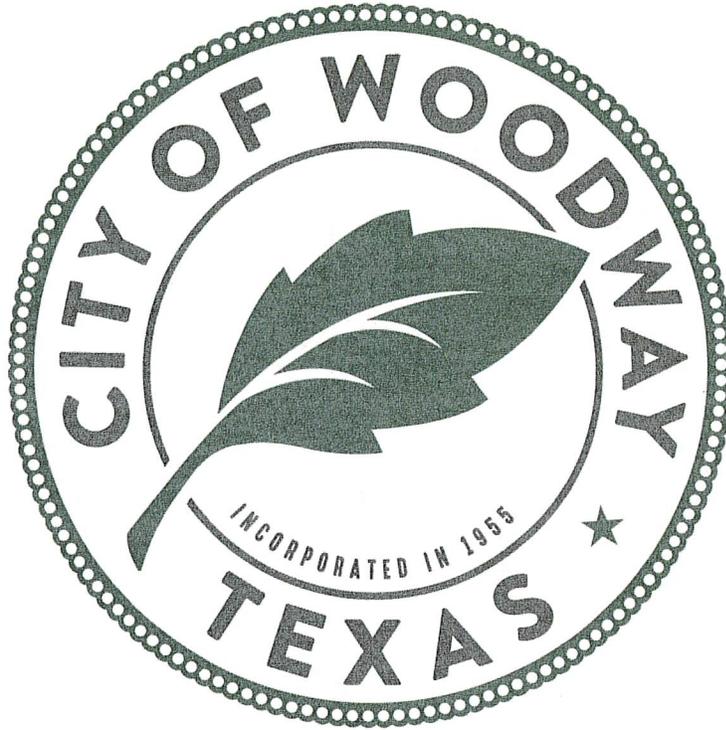
**City of Woodway, Texas**  
**STATEMENT OF NET POSITION (Page 1 of 2)**  
**PROPRIETARY FUND**  
**September 30, 2025**

	Water & Sewer	Sanitation	Total
<b><u>Assets</u></b>			
<b><u>Current Assets</u></b>			
Cash and cash equivalents	\$ 6,476,220	\$ 2,940	\$ 6,479,160
Investments	250,000	-	250,000
Accounts receivables, net	1,108,858	229,433	1,338,291
Prepaid	16,776	-	16,776
Due from other funds	702,445	-	702,445
<b>Total Current Assets</b>	<b>8,554,299</b>	<b>232,373</b>	<b>8,786,672</b>
<b><u>Noncurrent Assets</u></b>			
Capital assets:			
Non-depreciable	8,052,922	-	8,052,922
Net depreciable capital assets	28,401,904	-	28,401,904
<b>Total Noncurrent Assets</b>	<b>36,454,826</b>	<b>-</b>	<b>36,454,826</b>
<b>Total Assets</b>	<b>45,009,125</b>	<b>232,373</b>	<b>45,241,498</b>
<b><u>Deferred Outflows of Resources</u></b>			
Deferred charge on refunding	24,511	-	24,511
OPEB contributions	683	-	683
Pension contributions	129,841	-	129,841
Pension investment experience	54,806	-	54,806
<b>Total Deferred Outflows of Resources</b>	<b>209,841</b>	<b>-</b>	<b>209,841</b>

**City of Woodway, Texas**  
*STATEMENT OF NET POSITION (Page 2 of 2)*  
**PROPRIETARY FUND**  
 September 30, 2025

	<u>Water &amp; Sewer</u>	<u>Sanitation</u>	<u>Total</u>
<b><u>Liabilities</u></b>			
<b><u>Current Liabilities</u></b>			
Accounts payable	\$ 327,320	\$ 145,373	\$ 472,693
Accrued liabilities	626,357	-	626,357
Customer deposits	111,066	-	111,066
Unearned revenue	71,259	-	71,259
Accrued interest	153,145	-	153,145
Long-term debt, current	1,309,619	-	1,309,619
Due to other funds	-	382,304	382,304
Compensated absences, current	24,259	-	24,259
<b>Total Current Liabilities</b>	<b>2,623,025</b>	<b>527,677</b>	<b>3,150,702</b>
<b><u>Noncurrent Liabilities</u></b>			
Long-term debt, noncurrent	20,066,716	-	20,066,716
Compensated absences, noncurrent	2,695	-	2,695
Net pension liability	502,114	-	502,114
OPEB liability	25,758	-	25,758
<b>Total Liabilities</b>	<b>23,220,308</b>	<b>527,677</b>	<b>23,747,985</b>
<b><u>Deferred Inflows of Resources</u></b>			
Pension experience	14,485	-	14,485
Pension investment earnings	47,788	-	47,788
OPEB investment assumptions	5,057	-	5,057
OPEB investment experience	1,207	-	1,207
<b>Total Deferred Inflows of Resources</b>	<b>68,537</b>	<b>-</b>	<b>68,537</b>
<b><u>Net Position</u></b>			
Net investment in capital assets	18,624,783	-	18,624,783
Restricted for:			
Emergency reserve	250,000	-	250,000
Equipment	224,864	-	224,864
Unrestricted	2,830,474	(295,304)	2,535,170
<b>Total Net Position</b>	<b>\$ 21,930,121</b>	<b>\$ (295,304)</b>	<b>\$ 21,634,817</b>

See Notes to Financial Statements.



**City of Woodway, Texas**

**STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION  
PROPRIETARY FUND**

For the Year Ended September 30, 2025

	Water & Sewer	Sanitation	Total
<b><u>Operating Revenues</u></b>			
Charges for service	\$ 7,756,956	\$ 1,795,639	\$ 9,552,595
Other revenue	145,889	90	145,979
<b>Total Operating Revenues</b>	<b>7,902,845</b>	<b>1,795,729</b>	<b>9,698,574</b>
<b><u>Operating Expenses</u></b>			
Water services	3,782,230	-	3,782,230
Sewer services	1,308,334	-	1,308,334
Sanitation services	-	1,701,938	1,701,938
Customer service	556,085	-	556,085
Maintenance and repairs	131,856	-	131,856
Depreciation	1,450,621	-	1,450,621
<b>Total Operating Expenses</b>	<b>7,229,126</b>	<b>1,701,938</b>	<b>8,931,064</b>
<b>Operating Income (Loss)</b>	<b>673,719</b>	<b>93,791</b>	<b>767,510</b>
<b><u>Nonoperating Revenues (Expenses)</u></b>			
(Loss) on disposal of assets	(26,783)	-	(26,783)
Interest expense	(551,013)	-	(551,013)
Investment income	387,418	-	387,418
<b>Total Nonoperating Revenues (Expenses)</b>	<b>(190,378)</b>	<b>-</b>	<b>(190,378)</b>
<b>Income (Loss) Before Transfers</b>	<b>483,341</b>	<b>93,791</b>	<b>577,132</b>
<b><u>Transfers and capital contributions</u></b>			
Developer contributions	541,737	-	541,737
Capital grants	218,695	-	218,695
Transfers (out)	(232,640)	(298,866)	(531,506)
<b>Total Transfers and capital contributions</b>	<b>527,792</b>	<b>(298,866)</b>	<b>228,926</b>
<b>Change in Net Position</b>	<b>1,011,133</b>	<b>(205,075)</b>	<b>806,058</b>
Beginning net position	20,918,988	(90,229)	20,828,759
<b>Ending Net Position</b>	<b>\$ 21,930,121</b>	<b>\$ (295,304)</b>	<b>\$ 21,634,817</b>

See Notes to Financial Statements.

**City of Woodway, Texas**

*STATEMENT OF CASH FLOWS  
PROPRIETARY FUND (Page 1 of 2)  
For the Year Ended September 30, 2025*

	Water & Sewer	Sanitation	Total
<b><u>Cash Flows from Operating Activities</u></b>			
Receipts from customers	\$ 7,733,785	\$ 1,816,018	\$ 9,549,803
Receipts from other funds, net	(702,445)	168,925	(533,520)
Payments to employees	(1,252,854)	-	(1,252,854)
Payments to suppliers and contractors	(5,114,438)	(1,686,169)	(6,800,607)
<b>Net Cash Provided (Used) by Operating Activities</b>	<u>664,048</u>	<u>298,774</u>	<u>962,822</u>
<b><u>Cash Flows from Noncapital Financing Activities</u></b>			
Transfers to other funds	(232,640)	(298,866)	(531,506)
<b>Net Cash Provided (Used) by Noncapital Financing Activities</b>	<u>(232,640)</u>	<u>(298,866)</u>	<u>(531,506)</u>
<b><u>Cash Flows from Capital and Related Financing Activities</u></b>			
Capital grants	218,695	-	218,695
Purchase of capital assets	(1,680,367)	-	(1,680,367)
Proceeds from sale of capital assets	50,000	-	50,000
Principal on long-term debt	(1,267,481)	-	(1,267,481)
Interest paid on long-term debt	(624,294)	-	(624,294)
<b>Net Cash (Used) by Capital and Related Financing Activities</b>	<u>(3,303,447)</u>	<u>-</u>	<u>(3,303,447)</u>
<b><u>Cash Flows from Investing Activities</u></b>			
Interest on investments	387,418	-	387,418
<b>Net Cash Provided by Investing Activities</b>	<u>387,418</u>	<u>-</u>	<u>387,418</u>
<b>Net Increase (Decrease) in Cash and Cash Equivalents</b>	(2,484,621)	(92)	(2,484,713)
Beginning cash and cash equivalents	<u>8,960,841</u>	<u>3,032</u>	<u>8,963,873</u>
<b>Ending Cash and Cash Equivalents</b>	<u>\$ 6,476,220</u>	<u>\$ 2,940</u>	<u>\$ 6,479,160</u>

See Notes to Financial Statements.

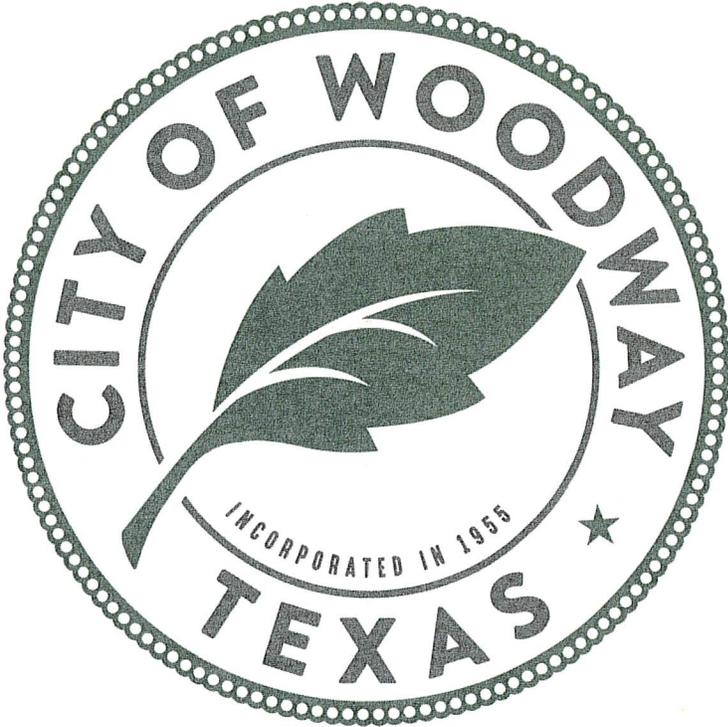
**City of Woodway, Texas**  
**STATEMENT OF CASH FLOWS**  
**PROPRIETARY FUND (Page 2 of 2)**  
**For the Year Ended September 30, 2025**

	Water & Sewer	Sanitation	Total
<b><u>Reconciliation of Operating Income</u></b>			
<b><u>to Net Cash Provided by Operating Activities</u></b>			
Operating Income	\$ 673,719	\$ 93,791	\$ 767,510
Adjustments to reconcile operating income to net cash provided:			
Depreciation	1,450,621	-	1,450,621
<b>Changes in Operating Assets and Liabilities:</b>			
<b>(Increase) Decrease in:</b>			
Accounts receivable	47,418	20,289	67,707
Due from other funds	(702,445)		(702,445)
Prepaid expenses	(409)	-	(409)
Deferred outflows - pension	73,083	-	73,083
Deferred outflows - OPEB	(157)	-	(157)
Deferred inflows - pension	42,117	-	42,117
Deferred inflows - OPEB	2,338	-	2,338
<b>Increase (Decrease) in:</b>			
Accounts payable and accrued liabilities	(596,523)	15,769	(580,754)
Due to other funds	-	168,925	168,925
Unearned revenue	(218,695)	-	(218,695)
Customer deposits	2,217	-	2,217
Net pension liability	(100,031)	-	(100,031)
OPEB liability	(3)	-	(3)
Compensated absences	(9,202)	-	(9,202)
<b>Net Cash Provided (Used) by Operating Activities</b>	<b>\$ 664,048</b>	<b>\$ 298,774</b>	<b>\$ 962,822</b>

**Schedule of Non-Cash Capital and Related Financing Activities:**

Contributions of capital assets	\$ 541,737	\$ -	\$ 541,737
Change in capital related accounts payable	-	-	-

See Notes to Financial Statements.



**City of Woodway, Texas**  
*NOTES TO FINANCIAL STATEMENTS*  
September 30, 2025

**I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

**A. Reporting Entity**

The City of Woodway, Texas (the "City") is a home-rule municipal corporation organized and existing under the provisions of the Constitution of the State of Texas. The City operates under a Council-Manager form of government and provides the following services: public safety (police and fire), highways and streets, sanitation, economic development, culture-recreation, public improvements, planning and zoning, and general administrative services.

As required by generally accepted accounting principles, these basic financial statements have been prepared based on considerations regarding the potential for inclusion of other entities, organizations, or functions as part of the City's financial reporting entity. No entities have been included in the City's reporting entity. Additionally, as the City is considered a primary government for financial reporting purposes, its activities are not considered a part of any other governmental or other type of reporting entity.

Considerations regarding the potential for inclusion of other entities, organizations or functions in the City's financial reporting entity are based on criteria prescribed by generally accepted accounting principles. These same criteria are evaluated in considering whether the City is a part of any other governmental or other type of reporting entity. The overriding elements associated with prescribed criteria considered in determining that the City's financial reporting entity status is that of a primary government are that it has a separately elected governing body; it is legally separate; and is fiscally independent of other state and local governments. Additionally, prescribed criteria under generally accepted accounting principles include considerations pertaining to organizations for which the primary government is financially accountable, and considerations pertaining to organizations for which the nature and significance of their relationship with the primary government are such that exclusion would cause the reporting entity's financial statements to be misleading or incomplete.

**B. Basis of Presentation - Government-Wide and Fund Financial Statements**

While separate government-wide and fund financial statements are presented, they are interrelated. The governmental activities column incorporates data from governmental funds while business-type activities incorporate data from the government's enterprise funds. Separate financial statements are provided for governmental funds and the proprietary funds.

As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements. Exceptions to this general rule are payments in lieu of taxes where the amounts are reasonably equivalent in value to the interfund services provided and other charges between the government's water and transit functions and various other functions of

**City of Woodway, Texas**  
*NOTES TO FINANCIAL STATEMENTS, Continued*  
September 30, 2025

the government. Elimination of these charges would distort the direct costs and program revenues reported for the various functions concerned.

The fund financial statements provide information about the government's funds. Separate statements for each fund category; governmental, proprietary, and fiduciary are presented. The emphasis of fund financial statements is on major governmental and enterprise funds, each displayed in a separate column. All remaining governmental and enterprise funds are aggregated and reported as nonmajor funds. Major individual governmental and enterprise funds are reported as separate columns in the fund financial statements.

The government reports the following major governmental funds:

**General Fund**

The general fund is used to account for all financial transactions not properly includable in other funds. The principal sources of revenues include local property taxes, sales and franchise taxes, licenses and permits, fines and forfeitures, and charges for services. Expenditures include general government, public safety, highways/streets, economic development, and cultural and recreation. The general fund is considered a major fund for reporting purposes.

**Future Capital Street Improvements**

The future capital street improvements fund is used to account for the reserving if funds for future street improvements. The projects are funded through property taxes.

**Family Center Improvements Fund**

The Family Center improvements fund accounts for renovations and improvements to the Woodway Family Center, which are being funded with bond proceeds from the \$6.7 million Series 2021 Tax and Revenue Certificates of Obligation.

**General Capital Projects Fund**

The general capital projects fund provides funding for non-routine general city projects. These projects are typically significant in cost. The projects are funded through year-end excess transfers from the general fund.

**City of Woodway, Texas**  
*NOTES TO FINANCIAL STATEMENTS, Continued*  
September 30, 2025

The City reports the following major enterprise fund:

**Water and Sewer Fund**

This fund is used to account for the provision of water and sewer services to the residents of the City. Activities of the fund include administration, operations and maintenance of the water production and distribution system, water collection, sewage pumping stations, and treatment systems. The fund also accounts for the accumulation of resources for and the payment of long-term debt. All costs are financed through charges to utility customers.

**Sanitation Fund**

This fund is used to account for the sanitation services to the residents of the City. Activities of the fund include administration costs and cost of third party contracted sanitation services. All costs are financed through charges to sanitation customers.

Additionally, the government reports the following fund type:

**Special Revenue Funds**

The City accounts for resources restricted to, or designated for, specific purposes in a special revenue fund. These funds consist of the future capital street improvements fund, other governmental capital projects fund, and other governmental special revenue funds.

**Permanent Fund**

The City established a permanent fund for the Carleen Bright Endowment. Investment income from the investment of the permanent fund is to be used for upkeep and improvements to the Arboretum. The City's only permanent fund is the Carleen Bright Endowment Fund.

During the course of operations the government has activity between funds for various purposes. Any residual balances outstanding at year end are reported as due from/to other funds and advances to/from other funds. While these balances are reported in fund financial statements, certain eliminations are made in the preparation of the government-wide financial statements. Balances between the funds included in governmental activities (i.e., the governmental and internal service funds) are eliminated so that only the net amount is included as internal balances in the governmental activities column. Similarly, balances between the funds included in business-type activities (i.e., the enterprise funds) are eliminated so that only the net amount is included as internal balances in the business-type activities column.

**City of Woodway, Texas**  
*NOTES TO FINANCIAL STATEMENTS, Continued*  
September 30, 2025

Further, certain activity occurs during the year involving transfers of resources between funds. In fund financial statements these amounts are reported at gross amounts as transfers in/out. While reported in fund financial statements, certain eliminations are made in the preparation of the government-wide financial statements. Transfers between the funds included in governmental activities are eliminated so that only the net amount is included as transfers in the governmental activities column. Similarly, balances between the funds included in business-type activities are eliminated so that only the net amount is included as transfers in the business-type activities column.

**C. Measurement Focus and Basis of Accounting**

The accounting and financial reporting treatment is determined by the applicable measurement focus and basis of accounting. Measurement focus indicates the type of resources being measured such as *current financial resources* or *economic resources*. The basis of accounting indicates the timing of transactions or events for recognition in the financial statements.

The government-wide financial statements are reported using the *economic resources measurement focus* and the *accrual basis of accounting*. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

The governmental fund financial statements are reported using the *current financial resources measurement focus* and the *modified accrual basis of accounting*. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the government considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences, and claims and judgments, are recorded only when payment is due. General capital asset acquisitions are reported as expenditures in governmental funds. Issuance of long-term debt and acquisitions under leases are reported as other financing sources.

Property taxes, sales taxes, franchise taxes, licenses, and interest associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. Entitlements are recorded as revenues when all eligibility requirements are met, including any time requirements, and the amount is received during the period or within the availability period for this revenue source (within 60 days of yearend). Expenditure-driven grants are recognized as revenue when the qualifying expenditures have been incurred and all other eligibility requirements have been

**City of Woodway, Texas**  
*NOTES TO FINANCIAL STATEMENTS, Continued*  
September 30, 2025

met, and the amount is received during the period or within the availability period for this revenue source (within 60 days of yearend). All other revenue items are considered to be measurable and available only when cash is received by the government.

The proprietary, pension and other postemployment benefit trust, and private-purpose trust funds are reported using the *economic resources measurement focus* and the *accrual basis of accounting*. Agency funds have no measurement focus but utilize the *accrual basis of accounting* for reporting its assets and liabilities.

**D. Assets, Deferred Outflows/Inflows, Liabilities, and Fund Equity or Net Position**

**1. Deposits and Investments**

The City's cash and cash equivalents are considered to be cash on hand, demand deposits and short term investments with original maturities of three months or less from the date of acquisition. For the purpose of the statement of cash flows, the proprietary fund types consider temporary investments with maturity of three months or less when purchased to be cash equivalents.

In accordance with GASB Statement No. 31, *Accounting and Reporting for Certain Investments and External Investment Pools*, the City reports all investments at fair value, except for "money market investments" and "2a7-like pools." Money market investments, which are short-term highly liquid debt instruments that may include U.S. Treasury and agency obligations, are reported at amortized costs. Investment positions in external investment pools that are operated in a manner consistent with the SEC's Rule 2a7 of the Investment Company Act of 1940, such as TexPool, are reported using the pools' share price.

The City has adopted a written investment policy regarding the investment of its funds as defined in the Public Funds Investment Act, Chapter 2256, of the Texas Governmental Code. In summary, the City is authorized to invest in the following:

- U.S. Treasury and Federal Agency issues, not to exceed 75% of the total investment portfolio, including any investment insured by the Federal Deposit Insurance Corporation (FDIC)
- Fully collateralized certificates of deposit and money market accounts
- Repurchase agreements with a maximum term of 90 days
- Statewide investment pools
- Interest bearing bank savings deposits guaranteed by FDIC

**2. Fair Value Measurement**

The City has applied Governmental Accounting Standards Board ("GASB") Statement No. 72, Fair Value Measurement and Application. GASB Statement No. 72 provides guidance for

**City of Woodway, Texas**  
*NOTES TO FINANCIAL STATEMENTS, Continued*  
September 30, 2025

determining a fair value measurement for reporting purposes and applying fair value to certain investments and disclosures related to all fair value measurements.

### **3. Receivables and Interfund Transactions**

Transactions between funds that are representative of lending/borrowing arrangements outstanding at the end of the year are referred to as either “interfund receivables/payables” (i.e., the current portion of interfund loans) or “advances to/from other funds” (i.e., the non-current portion of interfund loans). All other outstanding balances between funds are reported as “due to/from other funds” in the fund financial statements. Any residual balances outstanding between the governmental activities and business-type activities are reported in the government-wide financial statements as “internal balances.”

Advances between funds are offset by a fund balance nonspendable account in the applicable governmental fund to indicate they are not available for appropriation and are not expendable available financial resources.

All trade receivables are shown net of any allowance for uncollectible amounts.

### **4. Property Taxes**

Property taxes are levied by October 1 on the assessed value listed as of the prior January 1 for all real and business personal property in conformity with Subtitle E, Texas Property Tax Code. Taxes are due on receipt of the tax bill and are delinquent if not paid before February 1 of the year following the year in which imposed. Penalties are calculated after February 1 up to the date collected. Under state law, property taxes levied on real property constitute a lien on the real property which cannot be forgiven without specific approval of the State Legislature. The lien expires at the end of twenty years. Taxes levied on personal property can be deemed uncollectible by the City.

### **5. Inventories and Prepaid Items**

The costs of governmental fund type inventories are recorded as expenditures when the related liability is incurred, (i.e., the purchase method). The inventories are valued at the lower of cost or market using the first-in/first-out method. Certain payments to vendors reflect costs applicable to future accounting periods (prepaid expenditures) are recognized as expenditures when utilized.

### **6. Restricted Assets**

Restricted cash accounts in the water and sewer fund are used to report (1) unspent bond proceeds, (2) customer deposits, and (3) bond reserve funds.

**City of Woodway, Texas**  
*NOTES TO FINANCIAL STATEMENTS, Continued*  
 September 30, 2025

**7. Capital Assets**

Capital assets, which include land, land improvements, buildings and improvements, infrastructure (e.g., roads, bridges, sidewalks, and similar items) are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Capital assets are defined by the government, as assets with an initial individual cost of more than \$1,000 and an estimated useful life in excess of two year. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair market value at the date of donation. Major outlays for capital assets and improvements are capitalized as projects are constructed.

Interest costs incurred in connection with construction of enterprise fund capital assets are capitalized when the effects of capitalization materially impact the financial statements.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend assets' lives are not capitalized.

Property, plant, and equipment of the primary government, as well as the component units, are depreciated using the straight-line method over the following estimated useful years.

<u>Asset Description</u>	<u>Estimated Useful Life</u>
Land improvements	5 - 40 years
Buildings and improvements	5 - 40 years
Infrastructure	40 years
Water and sewer system	5 - 30 years
Equipment	3 - 40 years
Right-to-use lease assets	5 years
Right-to-use SBITA assets	5 years

**8. Deferred outflows and inflows of resources**

In addition to assets, the statement of financial position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, *deferred outflows of resources*, represents a consumption of net assets that applies to a future period(s) and so will *not* be recognized as an outflow of resources (expense/ expenditure) until then. The government only has one item that qualifies for reporting in this category. It is the deferred charge on refunding reported in the government-wide statement of net position. A deferred charge on refunding results from the difference in the carrying value of refunded debt and its reacquisition price. This amount is deferred and amortized over the shorter of the life of the refunded or refunding debt.

**City of Woodway, Texas**  
*NOTES TO FINANCIAL STATEMENTS, Continued*  
September 30, 2025

In addition to liabilities, the statement of financial position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, *deferred inflows of resources*, represents an acquisition of net assets that applies to a future period(s) and so will *not* be recognized as an inflow of resources (revenue) until that time. The government has only one type of item, which arises only under a modified accrual basis of accounting, that qualifies for reporting in this category. Accordingly, the item, *unavailable revenue*, is reported only in the governmental funds balance sheet. The governmental funds report unavailable revenues from two sources: property taxes and rental revenue. These amounts are deferred and recognized as an inflow of resources in the period that the amounts become available.

#### **9. Net Position Flow Assumptions**

Sometimes the government will fund outlays for a particular purpose from both restricted (e.g., restricted bond or grant proceeds) and unrestricted resources. In order to calculate the amounts to report as restricted – net position and unrestricted – net position in the government-wide and proprietary fund financial statements, a flow assumption must be made about the order in which the resources are considered to be applied. It is the government’s policy to consider restricted – net position to have been depleted before unrestricted – net position is applied.

#### **10. Fund Balance Flow Assumptions**

Sometimes the government will fund outlays for a particular purpose from both restricted and unrestricted resources (the total of committed, assigned, and unassigned fund balance). In order to calculate the amounts to report as restricted, committed, assigned, and unassigned fund balance in the governmental fund financial statements a flow assumption must be made about the order in which the resources are considered to be applied. It is the government’s policy to consider restricted fund balance to have been depleted before using any of the components of unrestricted fund balance. Further, when the components of unrestricted fund balance can be used for the same purpose, committed fund balance is depleted first, followed by assigned fund balance. Unassigned fund balance is applied last.

#### **11. Fund Balance Policies**

Fund balance of governmental funds is reported in various categories based on the nature of any limitations requiring the use of resources for specific purposes. The government itself can establish limitations on the use of resources through the following spending constraints:

- Nonspendable fund balance – amounts that are not in spendable form (such as inventory) or are required to be maintained intact.

## City of Woodway, Texas

### NOTES TO FINANCIAL STATEMENTS, *Continued*

September 30, 2025

- Restricted fund balance – amounts constrained to specific purposes by their providers (such as grantors, bondholders, and higher levels of government), through constitutional provisions, or by enabling legislation.
- Committed fund balance – amounts constrained to specific purposes by the City itself, using its highest level of decision-making authority (i.e. City council). To be reported as committed, amounts cannot be used for any other purpose unless the City takes the same highest level action to remove or change the constraint.
- Assigned fund balance – amounts the City intends to use for a specific purpose. Intent can be expressed by City Council or by an official or body to which the Council delegates the authority.
- Unassigned fund balance – amounts that are available for any purpose. Positive amounts are reported only in the general fund.

The committed fund balance classification includes amounts that can be used only for the specific purposes determined by a formal action of the government's highest level of decision-making authority. The governing council is the highest level of decision-making authority for the government that can, by adoption of an ordinance prior to the end of the fiscal year, commit fund balance. Once adopted, the limitation imposed by the ordinance remains in place until a similar action is taken (the adoption of another ordinance) to remove or revise the limitation.

Amounts in the assigned fund balance classification are intended to be used by the government for specific purposes but do not meet the criteria to be classified as committed. The governing body (council) has by resolution authorized the finance director to assign fund balance. The council may also assign fund balance as it does when appropriating fund balance to cover a gap between estimated revenue and appropriations in the subsequent year's appropriated budget. Unlike commitments, assignments generally only exist temporarily. In other words, an additional action does not normally have to be taken for the removal of an assignment. Conversely, as discussed above, an additional action is essential to either remove or revise a commitment.

#### **12. Compensated Absences**

The liability for compensated absences reported in the government-wide and proprietary fund statements consist of earned but unused vacation pay benefits. The liability has been calculated using the vesting method, in which leave amounts for both employees who currently are eligible to receive termination payments and other employees who are expected to become eligible in the future to receive such payments upon termination are included. Vested or accumulated vacation leave and compensated leave of government-wide

**City of Woodway, Texas**  
*NOTES TO FINANCIAL STATEMENTS, Continued*  
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and proprietary funds are recognized as an expense and liability of those funds as the benefits accrue to employees.

It is the City's policy to liquidate compensated absences with future revenues rather than with currently available expendable resources. Accordingly, a liability for compensated absences is reported in the governmental funds only if they have matured, for example, as a result of employee resignations and retirements.

### 13. Long-Term Obligations

In the government-wide financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities statement of net position. The long-term debt consists primarily of bonds payable and the related deferred premiums.

Long-term debt for governmental funds is not reported as liabilities in the fund financial statements until due. The debt proceeds are reported as other financing sources, net of the applicable premium or discount and payments of principal and interest reported as expenditures. In the governmental fund types, issuance costs, even if withheld from the actual net proceeds received, are reported as debt service expenditures. However, claims and judgments paid from governmental funds are reported as a liability in the fund financial statements only for the portion expected to be financed from expendable available financial resources.

Long-term debt and other obligations, financed by proprietary funds, are reported as liabilities in the appropriate funds. For proprietary fund types, bond premiums, and discounts are deferred and amortized over the life of the bonds using the effective interest method, if material. Bonds payable are reported net of the applicable bond premium or discount.

Assets acquired under the terms of leases are recorded as liabilities and capitalized in the government-wide financial statements at the present value of net minimum lease payments at inception of the lease. In the year of acquisition, lease transactions are recorded as other financing sources and as capital outlay expenditures in the general fund. Lease payments representing both principal and interest are recorded as expenditures in the general fund upon payment with an appropriate reduction of principal recorded in the government-wide financial statements.

### 14. Leases

Lessee: The City is a lessee for noncancellable leases of equipment. The City recognizes a lease liability and an intangible right-to-use lease asset (lease asset) in the full-accrual financial statements. The City recognizes lease liabilities with an initial, individual value of \$5,000 or more.

**City of Woodway, Texas**  
*NOTES TO FINANCIAL STATEMENTS, Continued*  
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At the commencement of a lease, the City initially measures the lease liability at the present value of payments expected to be made during the lease term. Subsequently, the lease liability is reduced by the principal portion of lease payments made. The leased asset is initially measured as the initial amount of the lease liability, adjusted for lease payments made at or before the lease commencement date, plus certain initial direct costs. Subsequently, the lease asset is amortized on a straight-line basis over its useful life.

Key estimates and judgments related to leases include how the City determines (1) the discount rate it uses to discount the expected lease payments to present value, (2) lease term, and (3) lease payments.

- The City uses the interest rate charged by the lessor as the discount rate. When the interest rate charged by the lessor is not provided, the City uses its estimated incremental borrowing rate as the discount rate for leases.
- The lease term includes the noncancellable period of the lease. Lease payments included in the measurement of the lease liability are composed of fixed payments and purchase option price that the City is reasonably certain to exercise.

The City monitors changes in circumstances that would require a remeasurement of its lease and will remeasure the lease asset and liability if certain changes occur that are expected to significantly affect the amount of the lease liability.

Lease assets are reported with other capital assets and lease liabilities are reported with long-term debt on the statement of net position.

Lessor: The City is a lessor for a noncancellable lease of a radio tower. The City recognizes a lease receivable and a deferred inflow of resources in the government-wide and governmental fund financial statements.

At the commencement of a lease, the City initially measures the lease receivable at the present value of payments expected to be received during the lease term. Subsequently, the lease receivable is reduced by the principal portion of lease payments received. The deferred inflow of resources is initially measured as the initial amount of the lease receivable, adjusted for lease payments received at or before the lease commencement date. Subsequently, the deferred inflow of resources is recognized as revenue over the life of the lease term.

Key estimates and judgments include how the City determines (1) the discount rate it uses to discount the expected lease receipts to present value, (2) lease term, and (3) lease receipts.

- The City uses its estimated incremental borrowing rate as the discount rate for leases.

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*NOTES TO FINANCIAL STATEMENTS, Continued*  
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- The lease term includes the noncancellable period of the lease. Lease receipts included in the measurement of the lease receivable is composed of fixed payments from the lessee.

The City monitors changes in circumstances that would require a remeasurement of its leases, and will remeasure the lease receivable and deferred inflows of resources if certain changes occur that are expected to significantly affect the amount of the lease receivable.

**15. Subscription-Based Information Technology Arrangements (“SBITA”)**

The City has adopted the provision of Governmental Accounting Standard Board (GASB) Statement No. 96, entitled Subscription-Based Information Technology Arrangements (“SBITA”). The City has noncancellable contracts with SBITA vendors for the right to use information technology (IT) software, alone or in combination with tangible capital assets (the underlying IT assets). The City recognizes a subscription liability, reported with long-term debt, and a right-to-use subscription asset (an intangible asset), reported with other capital assets, in the government-wide financial statements. The City recognizes subscription liabilities with an initial, individual value of \$5,000 or more.

At the commencement of an SBITA, the City initially measures the subscription liability at the present value of payments expected to be made during the subscription term. Subsequently, the subscription liability is reduced by the principal portion of SBITA payments made. The subscription asset is initially measured as the initial amount of the subscription liability, adjusted for SBITA payments made at or before the SBITA commencement date, plus certain initial implementation costs. Subsequently, the subscription asset is amortized on a straight-line basis over the shorter of the subscription term or the useful life of the underlying IT assets.

Key estimates and judgments related to SBITAs include how the City determines (1) the discount rate it uses to discount the expected subscription payments to present value, (2) subscription term, and (3) subscription payments.

- The City uses the interest rate charged by the SBITA vendor as the discount rate. When the interest rate charged by the SBITA vendor is not provided, the City generally uses its estimated incremental borrowing rate as the discount rate for SBITAs.
- The subscription term includes the noncancellable period of the SBITA.
- Subscription payments included in the measurement of the subscription liability are composed of fixed payments, variable payments fixed in substance or that depend on an index or a rate, termination penalties if the City is reasonably certain to exercise such options, subscription contract incentives receivable from

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*NOTES TO FINANCIAL STATEMENTS, Continued*  
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the SBITA vendor, and any other payments that are reasonably certain of being required based on an assessment of all relevant factors.

The City monitors changes in circumstances that would require a remeasurement of its SBITAs and will remeasure the subscription asset and liability if certain changes occur that are expected to significantly affect the amount of the subscription liability.

**16. Estimates**

The preparation of financial statements, in conformity with generally accepted accounting principles, requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenditures/expenses during the reporting period. Actual results could differ from those estimates.

**17. Pensions**

For purposes of measuring the net pension liability(asset), deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the Fiduciary Net Position of the Texas Municipal Retirement System (TMRS) and additions to/deductions from TMRS's Fiduciary Net Position have been determined on the same basis as they are reported by TMRS. For this purpose, plan contributions are recognized in the period that compensation is reported for the employee, which is when contributions are legally due. Benefit payments and refunds are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

**18. Other Postemployment Benefits ("OPEB")**

The City has implemented GASB Statement No. 75, Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions. This statement applies to the individual employers (TMRS cities) in the TMRS Supplemental Death Benefits (SDB) plan, with retiree coverage. The TMRS SDBF covers both active and retiree benefits with no segregation of assets, and therefore doesn't meet the definition of a trust under GASB No. 75 (i.e., no assets are accumulated for OPEB) as such the SDBF is considered to be an unfunded OPEB plan. For purposes of reporting under GASB 75, the retiree portion of the SDBF is not considered a cost sharing plan and is instead considered a single employer, defined benefit OPEB plan. The death benefit for active employees provides a lump-sum payment approximately equal to the employee's annual salary, calculated based on the employee's actual earnings on which TMRS deposits are made, for the 12-month period preceding the month of death. The death benefit amount for retirees is \$7,500. GASB No. 75 requires the liability of employers and nonemployer contributing entities to employees for defined benefit OPEB (net OPEB liability) to be measured as the portion of the present value of projected benefit payments to be provided to current active and inactive employees that is attributed to those employees'

**City of Woodway, Texas**  
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past periods of service (total OPEB liability), less the amount of the OPEB plan’s fiduciary net position.

**II. RECONCILIATION OF GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS**

**A. Explanation of certain differences between the governmental fund balance sheet and the government-wide statement of net position.**

The governmental fund balance sheet includes reconciliation between *fund balance-total governmental funds* and *net position-governmental activities* as reported in the government-wide statement of net position. One element of that reconciliation explains that long-term liabilities, including bonds, are not due and payable in the current period and, therefore, are not reported in the funds.

**B. Explanation of certain differences between the governmental fund statement of revenues, expenditures, and changes in fund balances and the government-wide statement of activities.**

The governmental fund statement of revenues, expenditures, and changes in fund balances includes a reconciliation between net changes in fund balances – total governmental funds and changes in net position of governmental states that, “the issuance of long-term debt (e.g., bonds) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Also, governmental funds report the effect of premiums, discounts, and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities.”

**III. STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY**

Annual budgets are adopted on a basis consistent with generally accepted accounting principles (GAAP) for all funds. The original budget is adopted by the City Council prior to the beginning of the year. The legal level of control as defined by the City Charter is the department level. No funds can be transferred or added to a budgeted item without Council approval. Appropriations lapse at the end of the year.

**A. Deficit Fund Equity**

At September 30, 2025, the sanitation fund, tourism fund, and Carleen Bright Pavilion fund had deficit fund balances of \$295,304, \$98,991, and \$293,572, respectively. The deficit balances will be eliminated in the future with transfers from other funds.

**City of Woodway, Texas**  
*NOTES TO FINANCIAL STATEMENTS, Continued*  
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**IV. DETAILED NOTES ON ALL FUNDS**

**B. Deposits and Investments**

As of September 30, 2025, the primary government had the following investments:

Investment Type	Value	Weighted Average Maturity (Years)
External investment pools	\$ 8,616,082	0.14
Certificates of deposit	3,250,000	0.60
Stocks	689,542 *	0.00
Mutual funds	388,057 *	0.00
Total fair value	\$ 12,943,681	
Portfolio weighted average maturity		0.24

\* Carried in permanent endowment fund.

In January 2016, the City received a bequest in the amount of \$465,488 to establish an endowment fund for the Arboretum, with the stipulation that the corpus remain intact and that 10% of the annual income be added to the corpus to guard against inflation. As of September 30, 2025 the endowment fund consisted of stocks totaling \$689,542 and mutual funds totaling \$388,057, which are valued using quoted market prices (Level 1).

*Interest rate risk* In accordance with its investment policy, the City manages its exposure to declines in fair values by limiting the weighted average of maturity not to exceed one year; structuring the investment portfolio so that securities mature to meet cash requirements for ongoing operations; monitoring credit ratings of portfolio position to assure compliance with rating requirements imposed by the Public Funds Investment Act; and invest operating funds primarily in short-term securities or similar government investment pools. For repurchase agreements, the maximum maturity is 90 days.

*Credit risk* The City’s investment policy limits investments in government investment pools and money market mutual funds to those that are rated no lower than AAA or an equivalent rating by at least one nationally recognized rating service. At September 30, 2025, TexPool, TexStar, and LOGIC are rated AAAM by Standard & Poor’s.

*Custodial credit risk – deposits* In the case of deposits, this is the risk that in the event of a bank failure, the City’s deposits may not be returned to it. State statutes require that all deposits in financial institutions be insured or fully collateralized by U.S. government obligations or its agencies and instrumentalities or direct obligations of Texas or its agencies and instrumentalities that have a market value of not less than the principal amount of the deposits. As of September 30, 2025, the market values of pledged securities and FDIC exceeded bank balances.

**City of Woodway, Texas**  
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*Custodial credit risk – investments* For an investment, this is the risk that, in the event of the failure of the counterparty, the City will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. The City's investment policy requires that it will seek to safekeeping securities at financial institutions, avoiding physical possession. Further, all trades, where applicable, are executed by delivery versus payment to ensure that securities are deposited in the City's safekeeping account prior to the release of funds.

**TexPool**

TexPool was established as a trust company with the Treasurer of the State of Texas as trustee, segregated from all other trustees, investments, and activities of the trust company. The State Comptroller of Public Accounts exercises oversight responsibility over TexPool. Oversight includes the ability to significantly influence operations, designation of management, and accountability for fiscal matters. Additionally, the State Comptroller has established an advisory board composed of both participants in TexPool and other persons who do not have a business relationship with TexPool. The advisory board members review the investment policy and management fee structure. Finally, Standard & Poor's rate TexPool AAAM. As a requirement to maintain the rating, weekly portfolio information must be submitted to Standard & Poor's, as well as to the office of the Comptroller of Public Accounts for review. As of September 30, 2025, the fair value of the portion in TexPool approximates fair value of the shares. There were no limitations or restrictions on withdrawals.

**TexStar**

TexSTAR has been established for governmental entities pursuant to the Interlocal Cooperation Act, Chapter 791 of the Texas Government Code, and the Public Funds Investment Act, Chapter 2256 of the Texas Government Code and operates in a manner consistent with the SEC's Rule 2a7 of the Investment Company Act of 1940. TexSTAR's governing body is a five-member Board consisting of three representatives of participants and one member designated by each of the co-administrators. The Board holds legal title to all money, investments, and assets and has the authority to employ personnel, contract for services, and engage in other administrative activities necessary or convenient to accomplish the objectives of TexSTAR. Board oversight of TexSTAR is maintained through daily, weekly, and monthly reporting requirements. TexSTAR is rated AAAM by Standard & Poor's. The City's fair value position is stated at the value of the position upon withdrawal. There were no limitations or restrictions on withdrawals.

**LOGIC**

The Local Government Investment Cooperative ("LOGIC") is a local government investment pool organized under the authority of the Interlocal Cooperation Act, Chapter 791, Texas

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*NOTES TO FINANCIAL STATEMENTS, Continued*  
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Government Code, and the Public Funds Investment Act, Chapter 2256, Texas Government Code. LOGIC was created by contract among its participating governmental units and is governed by a board of directors. JPMorgan Fleming Asset Management (USA), Inc. and First Southwest Asset Management, Inc. act as co-administrators, providing investment management services, participant services, and marketing, respectively. JPMorgan Chase Bank and/or its subsidiary, J.P. Morgan Investor Services, Inc., provide custodial, transfer agency, fund accounting, and depository services.

LOGIC operates in a manner consistent with the SEC's Rule 2a7 of the Investment Company Act of 1940. LOGIC uses the amortized cost valuation technique, which generally approximates the market value of the assets, and has been deemed to be a proxy for fair value. Accordingly, the fair value of the position in LOGIC are the same as the value of LOGIC shares. LOGIC is rated AAAM by Standard & Poor's. There were no limitations or restrictions on withdrawals.

**A. Fair Value Measurement**

The City categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant other observable inputs; Level 3 inputs are significant unobservable inputs. Investments that are measured at fair value using the net asset value per share (or its equivalent) as a practical expedient are not classified in the fair value hierarchy below.

In instances where inputs used to measure fair value fall into different levels in the above fair value hierarchy, fair value measurements in their entirety are categorized based on the lowest level input that is significant to the valuation. The City's assessment of the significance of particular inputs to these fair value measurements requires judgment and considers factors specific to each asset or liability.

The following table sets forth by level, within the fair value hierarchy, the City's fair value measurements at September 30, 2025:

	<u>Fair Value</u>	<u>Level 1 Inputs</u>	<u>Level 2 Inputs</u>	<u>Level 3 Inputs</u>
Mutual funds	\$ 689,542	\$ 689,542	\$ -	\$ -
Stocks	388,057	388,057	-	-
Certificates of deposit	3,250,000	3,250,000	-	-
<b>Total Assets at fair value</b>	<u>\$ 4,327,599</u>	<u>\$ 4,327,599</u>	<u>\$ -</u>	<u>\$ -</u>

**City of Woodway, Texas**  
*NOTES TO FINANCIAL STATEMENTS, Continued*  
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**C. Receivables**

The following comprise receivable balances of the primary government at year end:

	General	Future Capital Street Impr.	General Capital Projects	Nonmajor Govt.	Water & Sewer	Sanitation	Total
Property tax	\$ 109,924	\$ 14,344	\$ -	\$ 9,695	\$ -	\$ -	\$ 133,963
Sales tax	842,082	-	-	-	-	-	842,082
Lease	1,755	-	-	-	-	-	1,755
Grants	-	-	44,420	-	-	-	44,420
Hotel occupancy tax	-	-	-	110,122	-	-	110,122
Other	19,405	-	-	150	10,365	-	29,920
Accounts, net	-	-	-	-	1,320,689	268,540	1,589,229
Allowance	-	-	-	-	(222,196)	(39,107)	(261,303)
<b>Total</b>	<u>\$ 973,166</u>	<u>\$ 14,344</u>	<u>\$ 44,420</u>	<u>\$ 119,967</u>	<u>\$ 1,108,858</u>	<u>\$ 229,433</u>	<u>\$ 2,490,188</u>

In addition, the City has a lease receivable for a radio tower lease that was entered into November 18, 2022. The agreement has a term of five years, maturing November 17, 2027. As of the year ended September 30, 2025 the receivable balance was \$37,719. The lease related deferred inflow is \$35,756. The annual requirements to amortize governmental activities lease receivable outstanding at year ending were as follows:

Governmental Activities		
Year ending	Tower Lease Receivable	
September 30,	Principal	Interest
2026	\$ 17,714	\$ 1,186
2026	18,435	465
2027	1,570	5
<b>Total</b>	<u>\$ 37,719</u>	<u>\$ 1,656</u>

**City of Woodway, Texas**  
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**D. Capital Assets**

A summary of changes in governmental activities capital assets for the year end was as follows:

	Beginning Balances	Increases	Decreases/ Reclassifications	Ending Balances
Capital assets, not being depreciated:				
Land	\$ 726,442	\$ -	\$ -	\$ 726,442
Intangible assets	199,900	-	-	199,900
Construction in progress	616,444	492,112	(584,360)	524,196
Total capital assets not being depreciated	<u>1,542,786</u>	<u>492,112</u>	<u>(584,360)</u>	<u>1,450,538</u>
Capital assets, being depreciated:				
Buildings and improvements	19,298,976	59,567	-	19,358,543
Infrastructure	22,815,743	1,975,550	451,354	25,242,647
Vehicles and equipment	11,997,079	774,702	(215,590)	12,556,191
Right-of-use assets (vehicles) - lease	-	275,041	-	275,041
Right-of-use assets (software equip.) - SBITA	180,192	-	-	180,192
Total capital assets being depreciated	<u>54,291,990</u>	<u>3,084,860</u>	<u>235,764</u>	<u>57,612,614</u>
Less accumulated depreciation				
Buildings and improvements	(6,991,695)	(621,112)	-	(7,612,807)
Infrastructure	(5,949,735)	(794,417)	-	(6,744,152)
Vehicles and equipment	(8,539,495)	(769,757)	301,383	(9,007,869)
Right-of-use assets (vehicles) - lease	-	(45,830)	-	(45,830)
Right-of-use assets (software equip.) - SBITA	(72,077)	(36,039)	-	(108,116)
Total accumulated depreciation	<u>(21,553,002)</u>	<u>(2,267,155)</u>	<u>301,383</u>	<u>(23,518,774)</u>
Net capital assets being depreciated	<u>32,738,988</u>	<u>817,705</u>	<u>537,147</u>	<u>34,093,840</u>
<b>Total Capital Assets</b>	<u>\$ 34,281,774</u>	<u>\$ 1,309,817</u>	<u>\$ (47,213)</u>	<u>\$ 35,544,378</u>

Depreciation was charged to governmental functions as follows:

General government	\$ 43,166
Public safety	658,490
Highway and streets	796,746
Economic development	259,179
Cultural and recreation	509,574
<b>Total Governmental Activities Depreciation Expense</b>	<u>\$ 2,267,155</u>

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**NOTES TO FINANCIAL STATEMENTS, Continued**  
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A summary of changes in business-type activities capital assets for the year end was as follows:

	<u>Beginning Balances</u>	<u>Increases</u>	<u>Decreases/ Reclassifications</u>	<u>Ending Balances</u>
Capital assets, not being depreciated:				
Land	\$ 184,846	\$ -	\$ -	\$ 184,846
Construction in progress	7,812,722	946,215	(890,861)	7,868,076
Total capital assets not being depreciated	<u>7,997,568</u>	<u>946,215</u>	<u>(890,861)</u>	<u>8,052,922</u>
Capital assets, being depreciated:				
Buildings and improvements	457,931	-	-	457,931
Vehicles and equipment	3,097,474	588,323	(329,070)	3,356,727
Infrastructure	45,048,015	687,566	890,861	46,626,442
Right-of-use assets (vehicles) - lease	272,921	-	-	272,921
Total capital assets being depreciated	<u>48,876,341</u>	<u>1,275,889</u>	<u>561,791</u>	<u>50,714,021</u>
Less accumulated depreciation				
Buildings and improvements	(250,501)	(12,971)	-	(263,472)
Vehicles and equipment	(1,874,834)	(154,639)	252,287	(1,777,186)
Infrastructure	(18,927,770)	(1,228,423)	-	(20,156,193)
Right-of-use assets (vehicles) - lease	(60,678)	(54,588)	-	(115,266)
Total accumulated depreciation	<u>(21,113,783)</u>	<u>(1,450,621)</u>	<u>252,287</u>	<u>(22,312,117)</u>
Net capital assets being depreciated	<u>27,762,558</u>	<u>(174,732)</u>	<u>814,078</u>	<u>28,401,904</u>
<b>Total Capital Assets</b>	<u><u>\$ 35,760,126</u></u>	<u><u>\$ 771,483</u></u>	<u><u>\$ (76,783)</u></u>	<u><u>\$ 36,454,826</u></u>

Depreciation was charged to business-type functions as follows:

Water	\$ 1,150,237
Sewer	300,384
<b>Total Business-Type Activities Depreciation Expense</b>	<u><u>\$ 1,450,621</u></u>

**E. Deferred Charge on Refunding**

A deferred charge resulting from the issuance of the 2011 and 2016 general obligation refunding bonds has been recorded as a deferred outflow of resources and is being amortized to interest expense over the term of the refunded debt. Current year balances for business-type activities totaled \$24,511. Current year amortization expense for business-type activities totaled \$12,256.

**City of Woodway, Texas**  
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**F. Compensated Absences**

The following summarizes the changes in the compensated absences balances of the primary government during the year. In general, the City uses the general and enterprise funds to liquidate governmental and business-type activities compensated absences, respectively.

	<b>Beginning Balance</b>	<b>Additions</b>	<b>Reductions</b>	<b>Ending Balance</b>	<b>Amounts Due within One Year</b>
<b>Governmental Activities:</b>					
Compensated absences	\$ 482,007	\$ 399,631	\$ (437,608)	\$ 444,030	\$ 399,627
<b>Total Governmental Activities</b>	<b>\$ 482,007</b>	<b>\$ 399,631</b>	<b>\$ (437,608)</b>	<b>\$ 444,030</b>	<b>\$ 399,627</b>
<b>Other long-term liabilities due in more than one year</b>				<b>\$ 44,403</b>	
<b>Business-Type Activities:</b>					
Compensated absences	\$ 36,156	\$ 34,705	\$ (43,907)	\$ 26,954	\$ 24,259
<b>Total Business-Type Activities</b>	<b>\$ 36,156</b>	<b>\$ 34,705</b>	<b>\$ (43,907)</b>	<b>\$ 26,954</b>	<b>\$ 24,259</b>
<b>Other long-term liabilities due in more than one year</b>				<b>\$ 2,695</b>	

**City of Woodway, Texas**  
*NOTES TO FINANCIAL STATEMENTS, Continued*  
 September 30, 2025

**G. Long-term Debt**

The following is a summary of changes in the primary government’s long-term liabilities for the current year ended. In general, the City uses the special revenue fund to liquidate governmental long-term liabilities and the water and sewer fund to liquidate business-type long-term liabilities.

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Reductions</u>	<u>Ending Balance</u>	<u>Amounts Due Within One Year</u>
<b>Governmental Activities:</b>					
Certificates of Obligation	\$ 5,955,000	\$ -	\$ (280,000)	\$ 5,675,000	\$ 185,000
Deferred Amounts:					
Issuance Premium	450,016	-	(23,063)	426,953	-
Leases and Other:					
Lease liabilities	-	275,041	(41,248)	233,793	50,618
Software subscription	111,310	-	(35,657)	75,653	37,084
<b>Total Governmental Activities</b>	<u>\$ 6,516,326</u>	<u>\$ 275,041</u>	<u>\$ (379,968)</u>	<u>\$ 6,411,399</u>	<u>\$ 272,702</u>
<b>Long-term Liabilities Due in More than One Year</b>				<u>\$ 6,138,697</u>	
<b>Business-Type Activities:</b>					
Certificates of Obligation	\$ 20,185,000	\$ -	\$ (860,000)	\$ 19,325,000	\$ 890,000
Refunding Bonds	1,095,000	-	(355,000)	740,000	365,000
Deferred Amounts:					
Issuance Premium	1,229,671	-	(80,587)	1,149,084	-
Leases and Other:					
Lease liabilities	214,732	-	(52,481)	162,251	54,619
<b>Total Business-Type Activities</b>	<u>\$ 22,724,403</u>	<u>\$ -</u>	<u>\$ (1,348,068)</u>	<u>\$ 21,376,335</u>	<u>\$ 1,309,619</u>
<b>Long-term Liabilities Due in More than One Year</b>				<u>\$ 20,066,716</u>	

Long-term liabilities applicable to the City’s governmental activities are not due and payable in the current period and accordingly, are not reported as fund liabilities in the governmental funds. Interest on long-term debt is not accrued in governmental funds, but rather is recognized as an expenditure when due.

**City of Woodway, Texas**  
**NOTES TO FINANCIAL STATEMENTS, Continued**  
**September 30, 2025**

Long-term debt at year end was comprised of the following debt issues:

	<u>Governmental</u> <u>Activities</u>	<u>Business-</u> <u>Type</u> <u>Activities</u>	<u>Total</u>
<b>Certificates of Obligation:</b>			
\$3,670,000 Certificates of Obligation, Series 2016, due in annual installments through 2031, interest at 2.0%	-	1,610,000	1,610,000
\$9,200,000 Certificates of Obligation, Series 2017, due in annual installments through 2042, interest at 3.0%	-	7,745,000	7,745,000
\$6,335,000 Certificates of Obligation, Series 2021, due in annual installments through 2046, interest at 5.0%	5,675,000	9,970,000	15,645,000
<b>Total Certificates of Obligation</b>	<u>\$ 5,675,000</u>	<u>\$ 19,325,000</u>	<u>\$ 25,000,000</u>
<b>Refunding Bonds:</b>			
\$3,400,000 General obligation refunding bond, Series 2016, due in annual installments through 2027, interest at 3.0%	\$ -	\$ 740,000	\$ 740,000
<b>Total General Obligation Bonds</b>	<u>\$ -</u>	<u>\$ 740,000</u>	<u>\$ 740,000</u>
<b>Premiums:</b>			
Issuance premiums	\$ 426,953	\$ 1,149,084	\$ 1,576,037
<b>Total Premiums</b>	<u>\$ 426,953</u>	<u>\$ 1,149,084</u>	<u>\$ 1,576,037</u>
<b>Leases and Other:</b>			
\$65,696 lease agreement, Ram 2500, February 2023, due in 60 monthly installments through 2028, interest rate of 4%	\$ -	\$ 32,185	\$ 32,185
\$82,233 lease agreement, Ram 3500, February 2023, due in 60 monthly installments through 2028, interest rate of 4%	-	40,287	40,287
\$67,429 lease agreement, Ford F150, April 2024, due in 60 monthly installments through 2029, interest rate of 4%	-	44,841	44,841
\$62,563 lease agreement, Ford F250, April 2024, due in 60 monthly installments through 2029, interest rate of 4%	-	44,938	44,938
\$56,061 lease agreement, Chevy Silverado, December 2024, due in 60 monthly installments through 2030, interest rate of 6.35%	47,653	-	47,653
\$56,061 lease agreement, Chevy Silverado, December 2024, due in 60 monthly installments through 2030, interest rate of 6.35%	47,653	-	47,653
\$55,906 lease agreement, Chevy Silverado, December 2024, due in 60 monthly installments through 2030, interest rate of 6.35%	47,522	-	47,522
\$56,061 lease agreement, Chevy Silverado, December 2024, due in 60 monthly installments through 2030, interest rate of 6.35%	47,654	-	47,654
\$50,952 lease agreement, Chevy Silverado, December 2024, due in 60 monthly installments through 2030, interest rate of 6.35%	43,311	-	43,311
Software subscription	75,653	-	75,653
<b>Total Leases and Other</b>	<u>\$ 309,446</u>	<u>\$ 162,251</u>	<u>\$ 471,697</u>
<b>Total Debt</b>	<u>\$ 6,411,399</u>	<u>\$ 21,376,335</u>	<u>\$ 27,787,734</u>

**City of Woodway, Texas**  
*NOTES TO FINANCIAL STATEMENTS, Continued*  
 September 30, 2025

The annual requirements to amortize governmental activities debt issues outstanding at year ending were as follows:

Governmental Activities		
Year ending September 30,	Certificates of Obligation	
	Principal	Interest
2026	\$ 185,000	\$ 160,225
2027	195,000	150,975
2028	205,000	141,225
2029	215,000	130,975
2030	225,000	120,225
2031-2035	1,285,000	453,475
2036-2040	1,435,000	298,775
2041-2045	1,590,000	145,501
2046	340,000	7,650
<b>Total</b>	<b>\$ 5,675,000</b>	<b>\$ 1,609,026</b>

Year ending September 30,	Lease Liability	
	Principal	Interest
2026	\$ 50,618	\$ 13,389
2027	53,928	10,080
2028	57,453	6,554
2029	61,210	2,798
2030	10,584	84
<b>Total</b>	<b>\$ 233,793</b>	<b>\$ 32,905</b>

Year ending September 30,	Software Subscription	
	Principal	Interest
2026	\$ 37,084	\$ 3,026
2027	38,569	1,543
<b>Total</b>	<b>\$ 75,653</b>	<b>\$ 4,569</b>

**City of Woodway, Texas**  
*NOTES TO FINANCIAL STATEMENTS, Continued*  
 September 30, 2025

The annual requirements to amortize business-type activities debt issues outstanding at year ending were as follows:

<b>Business-Type Activities</b>		
Year ending September 30,	General Obligation Refunding Bonds	
	Principal	Interest
2026	\$ 365,000	\$ 14,800
2027	375,000	7,500
<b>Total</b>	<b>\$ 740,000</b>	<b>\$ 22,300</b>

<b>Business-Type Activities</b>		
Year ending September 30,	Certificates of Obligation	
	Principal	Interest
2026	\$ 890,000	\$ 560,306
2027	925,000	526,557
2028	1,100,000	494,506
2029	1,140,000	457,007
2030	1,180,000	417,906
2031-2035	4,720,000	1,565,433
2036-2040	4,915,000	952,132
2041-2045	3,860,000	311,901
2046	595,000	13,388
<b>Total</b>	<b>\$ 19,325,000</b>	<b>\$ 5,299,136</b>

<b>Business-Type Activities</b>		
Year ending September 30,	Lease Liability	
	Principal	Interest
2026	\$ 54,619	\$ 5,496
2027	56,844	3,271
2028	37,183	1,210
2029	13,605	159
<b>Total</b>	<b>\$ 162,251</b>	<b>\$ 10,136</b>

**City of Woodway, Texas**  
*NOTES TO FINANCIAL STATEMENTS, Continued*  
 September 30, 2025

**H. Interfund Transactions**

Transfers between the primary government funds during the year were as follows:

Transfers In:	Transfers Out:					Total
	General	General Projects	Nonmajor Govt.	Water and Sewer	Sanitation	
General	\$ -	\$ -	\$ 2,000	\$ 230,169	\$ 298,866	\$ 531,035
Nonmajor govt.	7,109	100,000	681,118	2,471	-	790,698
<b>Total</b>	<b>\$ 7,109</b>	<b>\$ 100,000</b>	<b>\$ 683,118</b>	<b>\$ 232,640</b>	<b>\$ 298,866</b>	<b>\$ 1,321,733</b>

Amounts transferred between funds relate to amounts collected by the governmental and enterprise funds for various operational and capital expenditures and principal and interest payments.

The compositions of interfund balances as of the year ended September 30, 2025 were as follows:

Due To:	Due From:		
	General	Water & sewer	Total
Nonmajor govt.	\$ -	\$ 403,295	\$ 403,295
Sanitation	83,154	299,150	382,304
<b>Total</b>	<b>\$ 83,154</b>	<b>\$ 702,445</b>	<b>\$ 785,599</b>

Interfund receivables and payables relate to various amounts used to cover operational and capital expenditures. All balances are expected to be resolved in the subsequent year.

**I. Fund Equity**

The City records fund balance restrictions on the fund level to indicate that a portion of the fund balance is legally restricted for a specific future use or to indicate that a portion of the fund balance is not available for expenditures.

The following is a list of fund balances restricted/committed by the City:

	Restricted	Committed
Arboretum	\$ 29,107	\$ -
Public safety	311,851 *	-
Debt service	55,642	-
Capital projects	5,363,649	2,889,744
Revenue stabilization	-	250,000
Equipment	844,595	-
<b>Total</b>	<b>\$ 6,604,844</b>	<b>\$ 3,139,744</b>

\*Restricted by enabling legislation

**City of Woodway, Texas**  
*NOTES TO FINANCIAL STATEMENTS, Continued*  
September 30, 2025

**V. OTHER INFORMATION****A. Risk Management**

The City is exposed to various risks of loss related to torts; theft of, damage to and destruction of assets, errors and omissions; and natural disasters for which the City participates along with over 2,700 other entities in the Texas Municipal League Intergovernmental Risk Pools. The Pool purchases commercial insurance at group rates for participants in the Pool. The City has no additional risk or responsibility to the Pool outside of the payment of insurance premiums. The City has not significantly reduced insurance coverage or had settlements which exceeded coverage amounts for the past three years.

**B. Contingent Liabilities**

Amounts received or receivable from granting agencies are subject to audit and adjustment by grantor agencies, principally the federal government. Any disallowed claims, including amounts already collected, may constitute a liability of the applicable funds. The amounts of expenditures which may be disallowed by the grantor cannot be determined at this time although the City expects such amounts, if any, to be immaterial.

Liabilities are reported when it is probable that a loss has occurred and the amount of the loss can be reasonably estimated. Liabilities include an amount for claims that have been incurred but not reported. Claim liabilities are calculated considering the effects of inflation, recent claim settlement trends, including frequency and amount of payouts, and other economic and social factors.

**C. Arbitrage**

The Tax Reform Act of 1986 instituted certain arbitrage consisting of complex regulations with respect to issuance of tax-exempt bonds after August 31, 1986. Arbitrage regulations deal with the investment of tax-exempt bond proceeds at an interest yield greater than the interest yield paid to bondholders. Generally, all interest paid to bondholders can be retroactively rendered taxable if applicable rebates are not reported and paid to the Internal Revenue Service at least every five years for applicable bond issues. Accordingly, there is the risk that if such calculations are not performed correctly, a substantial liability to the City could result. The City does anticipate that it will have an arbitrage liability and performs annual calculations to estimate this potential liability. The City will also engage an arbitrage consultant to perform the calculations in accordance with Internal Revenue Service's rules and regulations if indicated.

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**D. Pension Plans**

**Texas Municipal Retirement Systems**

**1. Plan Description**

The City participates as one of 938 plans in the nontraditional, joint contributory, hybrid defined benefit pension plan administered by the Texas Municipal Retirement System (TMRS). TMRS is an agency created by the State of Texas and administered in accordance with the TMRS Act, Subtitle G, Title 8, Texas Government Code (the TMRS Act) as an agent multiple-employer retirement system for municipal employees in the State of Texas. The TMRS Act places the general administration and management of the System with a six-member Board of Trustees. Although the Governor, with the advice and consent of the Senate, appoints the Board, TMRS is not fiscally dependent on the State of Texas. TMRS's defined benefit pension plan is a tax-qualified plan under Section 401 (a) of the Internal Revenue Code. TMRS issues a publicly available annual comprehensive financial report (ACFR) that can be obtained at [www.tmrs.com](http://www.tmrs.com).

All eligible employees of the City are required to participate in TMRS.

**2. Benefits Provided**

TMRS provides retirement, disability, and death benefits. Benefit provisions are adopted by the governing body of the city, within the options available in the state statutes governing TMRS.

At retirement, the benefit is calculated as if the sum of the employee's contributions, with interest, and the city-financed monetary credits with interest were used to purchase an annuity. Members may choose to receive their retirement benefit in one of three payment options. Members may also choose to receive a portion of their benefit as a Partial Lump Sum Distribution in an amount equal to 12, 24, or 36 monthly payments, which cannot exceed 75% of the member's deposits and interest.

**City of Woodway, Texas**  
*NOTES TO FINANCIAL STATEMENTS, Continued*  
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The plan provisions are adopted by the governing body of the City, within the options available in the state statutes governing TMRS. Plan provisions for the City were as follows:

	<u>Plan Year 2024</u>	<u>Plan Year 2023</u>
Employee deposit rate	7.0%	7.0%
Matching ratio (city to employee)	2 to 1	2 to 1
Years required for vesting	5	5
Service retirement eligibility (expressed as age / years of service)	60/5, 0/20	60/5, 0/20
Updated service credit	100% Repeating Transfers	100% Repeating Transfers
Annuity increase (to retirees)	70% of CPI Retroactive	70% of CPI

**Employees covered by benefit terms**

At the December 31, 2024 valuation and measurement date, the following employees were covered by the benefit terms:

Inactive employees or beneficiaries currently receiving benefits	62
Inactive employees entitled to but not yet receiving benefits	76
Active employees	90
<b>Total</b>	<b>228</b>

**3. Contributions**

The contribution rates for employees in TMRS are either 5%, 6%, or 7% of employee gross earnings, and the city matching percentages are either 100%, 150%, or 200%, both as adopted by the governing body of the City. Under the state law governing TMRS, the contribution rate for each city is determined annually by the actuary, using the Entry Age Normal (EAN) actuarial cost method. The actuarially determined rate is the estimated amount necessary to finance the cost of benefits earned by employees during the year, with an additional amount to finance any unfunded accrued liability.

Employees for the City of Woodway were required to contribute 7% of their annual gross earnings during the fiscal year. The contribution rates for the City of Woodway were 17.97% and 19.00% in calendar years 2024 and 2025, respectively. The City's contributions to TMRS for the year ended September 30, 2025, were \$1,449,905 and were equal to the required contributions.

**City of Woodway, Texas**  
*NOTES TO FINANCIAL STATEMENTS, Continued*  
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**4. Net Pension Liability**

The City’s Net Pension Liability (NPL) was measured as of December 31, 2024, and the Total Pension Liability (TPL) used to calculate the Net Pension Liability was determined by an actuarial valuation as of that date.

**Actuarial assumptions:**

The Total Pension Liability in the December 31, 2024 actuarial valuation was determined using the following actuarial assumptions:

Inflation	2.50% per year
Overall payroll growth	2.75% per year
Investment Rate of Return	6.75%, net of pension plan investment expense, including inflation

Salary increases are based on a service-related table. Mortality rates for active members are based on the PUB(10) mortality tables with 110% of the Public Safety table used for males and 100% of the General Employee table used for females. Mortality rates for healthy retirees and beneficiaries are based on the Gender-distinct 2019 Municipal Retirees of Texas mortality tables. The rates for actives, healthy retirees and beneficiaries are projected on a fully generational basis by the most recent Scale MP-2021 (with immediate convergence) to account for future mortality improvements. For disabled annuitants, the same mortality tables for healthy retirees are used with a 4-year set-forward for males and a 3-year set-forward for females. In addition, a 3.5% and 3.0% minimum mortality rate will be applied to reflect the impairment for younger members who become disabled for males and females, respectively. The rates are projected on a fully generational basis by the most recent Scale MP-2021 (with immediate convergence) to account for future mortality improvements subject to the 3.5% and 3% floor.

The actuarial assumptions were developed primarily from the actuarial investigation of the experience of TMRS as of December 31, 2022. They were adopted in 2023 and first used in the December 31, 2023 actuarial valuation. The post-retirement mortality assumption for Annuity Purchase Rates (APRs) is based on the Mortality Experience Investigation Study covering 2009 through 2011 and dated December 31, 2013. Plan assets are managed on a total return basis with an emphasis on both capital appreciation as well as the production of income in order to satisfy the short-term and long-term funding needs of TMRS.

The long-term expected rate of return on pension plan investments was determined using a building-block method in which best estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation

**City of Woodway, Texas**  
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percentage and by adding expected inflation. In determining their best estimate of a recommended investment return assumption under the various alternative asset allocation portfolios, Gabriel, Roeder, Smith & Company (GRS) focused on the area between (1) arithmetic mean (aggressive) without an adjustment for time (conservative) and (2) the geometric mean (conservative) with an adjustment for time (aggressive).

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return (Arithmetic)
Global Public Equity	35.0%	6.7%
Core Fixed Income	6.0%	4.7%
Non-Core Fixed Income	20.0%	8.0%
Other Public/Private Markets	12.0%	8.0%
Real Estate	12.0%	7.6%
Hedge Funds	5.0%	6.4%
Private Equity	10.0%	11.6%
Total	100.0%	

**Discount Rate:**

The discount rate used to measure the Total Pension Liability was 6.75%. The projection of cash flows used to determine the discount rate assumed that employee and employer contributions will be made at the rates specified in statute. Based on that assumption, the pension plan’s Fiduciary Net Position was projected to be available to make all projected future benefit payments of current active and inactive employees. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the Total Pension Liability.

**Sensitivity of the Net Pension Liability (Asset) to Changes in the Discount Rate**

The following presents the net pension liability of the City, calculated using the discount rate of 6.75%, as well as what the City’s net pension liability (asset) would be if it were calculated using a discount rate that is 1-percentage-point lower (5.75%) or 1-percentage-point higher (7.75%) than the current rate:

1% Decrease 5.75%	Current Single Rate 6.75%	1% Increase 7.75%
\$ 10,545,090	\$ 4,335,727	\$ (703,373)

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**NOTES TO FINANCIAL STATEMENTS, Continued**  
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**Changes in the Net Pension Liability:**

	<u>Total Pension Liability (a)</u>	<u>Plan Fiduciary Net Position (b)</u>	<u>Net Pension Liability (a) – (b)</u>
<b>Balance at 12/31/23</b>	\$ 39,275,069	\$ 33,733,496	\$ 5,541,573
Changes for the year:			
Service Cost	1,299,606	-	1,299,606
Interest	2,628,114	-	2,628,114
Change in benefit terms	-	-	-
Difference between expected and actual experience	151,021	-	151,021
Changes of assumptions	-	-	-
Contributions – employer	-	1,294,561	(1,294,561)
Contributions – employee	-	504,282	(504,282)
Net investment income	-	3,508,749	(3,508,749)
Benefit payments, including refunds of emp. contributions	(1,979,698)	(1,979,698)	-
Administrative expense	-	(22,479)	22,479
Other changes	-	(526)	526
Net changes	2,099,043	3,304,889	(1,205,846)
<b>Balance at 12/31/24</b>	<u>\$ 41,374,112</u>	<u>\$ 37,038,385</u>	<u>\$ 4,335,727</u>

**Pension Plan Fiduciary Net Position:**

Detailed information about the pension plan’s Fiduciary Net Position is available in a separately-issued TMRS financial report. That report may be obtained on the Internet at [www.tmr.com](http://www.tmr.com).

**5. Pension Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions**

For the year ended September 30, 2025, the City recognized pension expense of \$1,373,772.

**City of Woodway, Texas**  
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At September 30, 2025, the City reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	<b>Deferred Outflows of Resources</b>	<b>Deferred (Inflows) of Resources</b>
Differences between expected and actual economic experience	\$ 473,246	\$ -
Changes in actuarial assumptions	-	125,075
Difference between projected and investment earnings	-	412,647
Contributions subsequent to the measurement date	1,121,169	-
<b>Total</b>	<b>\$ 1,594,415</b>	<b>\$ 537,722</b>

The City reported \$1,121,169 as deferred outflows of resources related to pensions resulting from contributions subsequent to the measurement date that will be recognized as a reduction of the net pension liability for the year ending September 30, 2026. Other amounts reported as deferred outflows and inflows of resources related to pensions will be recognized in pension expense as follows:

<b>Year ended December 31:</b>	
2025	\$ 203,660
2026	484,186
2027	(505,976)
2028	(246,346)
2029	-
Thereafter	-
	<b>\$ (64,476)</b>

**6. Supplemental Death Benefits Fund**

The City also participates in the cost sharing multiple-employer defined benefit group-term life insurance plan operated by the Texas Municipal Retirement System (TMRS) known as the Supplemental Death Benefits Fund (SDBF). The City elected, by ordinance, to provide group-term life insurance coverage to both current and retired employees. The City may terminate coverage under and discontinue participation in the SDBF by adopting an ordinance before November 1 of any year to be effective the following January 1.

The death benefit for active employees provides a lump-sum payment approximately equal to the employee’s annual salary (calculated based on the employee’s actual earnings, for the 12-month period preceding the month of death); retired employees are insured for \$7,500; this coverage is an “other postemployment benefit,” or OPEB.

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The City contributes to the SDBF at a contractually required rate as determined by an annual actuarial valuation. The rate is equal to the cost of providing one-year term life insurance. The funding policy for the SDBF program is to assure that adequate resources are available to meet all death benefit payments for the upcoming year; the intent is not to pre-fund retiree term life insurance during employees' entire careers.

**Employees covered by benefit terms**

At the December 31, 2024 valuation and measurement date, the following employees were covered by the benefit terms:

Inactive employees or beneficiaries currently receiving benefits	41
Inactive employees entitled to but not yet receiving benefits	18
Active employees	90
<b>Total</b>	<b>149</b>

The City's contributions to the TMRS SDBF for the years ended 2024 and 2025 were \$6,459 \$7,547, respectively, which equaled the required contributions each year.

Three-Year Contribution Information

Plan/ Calendar Year	Annual Required Contribution (Rate)	Actual Contribution Made (Rate)	Percentage of ARC Contributed
2023	0.08%	0.08%	100.0%
2024	0.09%	0.09%	100.0%
2025	0.10%	0.10%	100.0%

**Total OPEB Liability**

The City's Postemployment Benefits Other Than Pensions Liability (OPEB) was measured as of December 31, 2024, and the Total OPEB Liability was determined by an actuarial valuation as of that date.

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**Actuarial assumptions:**

The Total OPEB Liability in the December 31, 2024 actuarial valuation was determined using the following actuarial assumptions:

Inflation	2.50% per year
Overall payroll growth	3.60% to 11.85%, including inflation per year
Discount rate	4.08%
Retirees’ share of benefit-related costs	\$0
Administrative expenses	All administrative expenses are paid through the Pension Trust and accounted for under reporting requirements under GASB Statement No. 68

Salary increases were based on a service-related table. Mortality rates for active members, retirees, and beneficiaries were based on the gender-distinct 2019 Municipal Retirees of Texas Mortality Tables. Male rates are multiplied by 103% and female rates are multiplied by 105%. The rates are projected on a fully generational basis by the most recent Scale MP-2021 (with immediate convergence) to account for future mortality improvements. For disabled annuitants, the mortality tables for healthy retirees are used with a 4-year set-forward for males and a 3-year set-forward for females. In addition, a 3.5% and 3% minimum mortality rate will be applied to reflect the impairment for younger members who become disabled for males and females. The rates are projected on a fully generational basis by the most recent Scale MP=2021 (with immediate convergence) to account for future mortality improvements subject to the 3.5% and 3% floor.

**Discount Rate:**

The discount rate used to measure the Total OPEB Liability was 4.08%. The discount rate was based on the Fidelity Index’s “20-Year Municipal GO AA Index” rate as of December 31, 2024.

**Sensitivity of the Total OPEB Liability to Changes in the Discount Rate**

The following presents the total OPEB liability of the City, calculated using the discount rate of 4.08%, as well as what the City’s total OPEB liability (asset) would be if it were calculated using a discount rate that is 1-percentage-point lower (3.08%) or 1-percentage-point higher (5.08%) than the current rate:

1% Decrease	Current Single Rate	1% Increase
3.08%	4.08%	5.08%
\$ 269,940	\$ 222,421	\$ 185,957

**City of Woodway, Texas**  
*NOTES TO FINANCIAL STATEMENTS, Continued*  
 September 30, 2025

**Changes in the Total OPEB Liability:**

	<b>Total OPEB Liability</b>
<b>Balance at 12/31/23</b>	\$ 237,079
Changes for the year:	
Service Cost	9,365
Interest	8,992
Difference between expected and actual experience	(13,239)
Changes of assumptions	(13,292)
Benefit payments	(6,484)
Net changes	(14,658)
<b>Balance at 12/31/24</b>	\$ 222,421

**OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB**

For the year ended September 30, 2025, the City recognized OPEB expense of \$9,778.

At September 30, 2025, the City reported deferred outflows of resources and deferred inflows of resources related to the OPEB liability from the following sources:

	<b>Deferred Outflows of Resources</b>	<b>Deferred (Inflows) of Resources</b>
Changes in actuarial assumptions	\$ -	\$ 43,666
Difference between expected and actual experience	-	10,425
Contributions subsequent to measurement date	5,901	-
<b>Total</b>	\$ 5,901	\$ 54,091

The City reported \$5,901 as deferred outflows of resources related to OPEB resulting from contributions subsequent to the measurement date that will be recognized as a reduction of the OPEB liability for the year ending September 30, 2026.

**City of Woodway, Texas**  
*NOTES TO FINANCIAL STATEMENTS, Continued*  
 September 30, 2025

Other amounts reported as deferred outflows and inflows of resources related to OPEB will be recognized in OPEB expense as follows:

<b>Year ended December 31:</b>	
2025	\$ (8,633)
2026	(13,941)
2027	(17,349)
2028	(11,436)
2029	(2,732)
Thereafter	-
	\$ (54,091)

**E. Restatement**

The city restated beginning net position for governmental activities due to corrections to SBITA liability and right-of-use assets. The restatements are summarized below:

	<b>Governmental Activities</b>
Prior year ending net position, as reported	\$ 39,686,200
To correct right-of-use assets	82,697
To correct SBITA liability	(85,917)
Restated beginning net position	\$ 39,682,980

**F. New Accounting Pronouncements**

The City adopted GASB 101, *Compensated Absences* during the year. The goal of the standard is to create a more consistent model for accounting for compensated absences that can be applied to all types of compensated absence arrangements.

The new guidance introduces three criteria for recording a liability in financial statements prepared using the economic resources measurement focus (often referred to as a “full accrual” basis). A liability should be recognized for leave that has not been used if all of the following are true:

- The leave is attributable to services already rendered.
- The leave accumulates.
- The leave is more likely than not to be used for time off or otherwise paid in cash or settled through noncash means (likelihood of more than 50 percent).

This standard was applied and resulted in a sick leave liability of \$153 as of September 30, 2025.

**City of Woodway, Texas**  
*NOTES TO FINANCIAL STATEMENTS, Continued*  
September 30, 2025

**G. Subsequent Events**

There were no material subsequent events through February 13, 2026, the date the financial statements were issued.

*REQUIRED SUPPLEMENTARY INFORMATION*

**City of Woodway, Texas**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES**  
**IN FUND BALANCE - BUDGET AND ACTUAL**  
**GENERAL FUND (Page 1 of 2)**  
**For the Year Ended September 30, 2025**

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<b>Revenues</b>				
Property tax	\$ 5,293,307	\$ 5,293,307	\$ 5,686,847	\$ 393,540
Sales tax	4,310,000	4,310,000	4,599,765	289,765
Franchise and local taxes	807,370	807,370	655,852	(151,518)
License and permits	158,700	158,700	140,095	(18,605)
Charges for services	276,800	276,800	84,879	(191,921)
Intergovernmental revenue	-	-	17,578	17,578
Fines and forfeitures	153,000	153,000	89,953	(63,047)
Investment income	220,000	220,000	244,709	24,709
Contributions and donations	12,000	12,000	-	(12,000)
Lease income	18,900	18,900	18,900	-
Other revenues	85,500	85,500	101,623	16,123
<b>Total Revenues</b>	<b>11,335,577</b>	<b>11,335,577</b>	<b>11,640,201</b>	<b>304,624</b>
<b>Expenditures</b>				
Current:				
General government	2,463,142	2,452,300	2,430,016	22,284
Public safety	7,636,633	7,667,353	7,563,168	104,185
Highways and streets	569,196	547,452	762,366	(214,914) *
Economic development	63,000	44,985	26,690	18,295
Culture and recreation	1,338,363	1,327,491	1,467,952	(140,461) *
Debt service:				
Principal	-	52,662	52,662	-
Interest	-	12,091	12,091	-
Capital outlay	-	275,041	275,041	-
<b>Total Expenditures</b>	<b>12,070,334</b>	<b>12,379,375</b>	<b>12,589,986</b>	<b>(210,611)</b>
<b>Revenues Over (Under)</b>				
<b>Expenditures</b>	<b>(734,757)</b>	<b>(1,043,798)</b>	<b>(949,785)</b>	<b>94,013</b>

**City of Woodway, Texas**  
*SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES*  
*IN FUND BALANCE - BUDGET AND ACTUAL*  
*GENERAL FUND (Page 2 of 2)*  
**For the Year Ended September 30, 2025**

**Other Financing Sources (Uses)**

Transfers in	432,552	432,552	531,035	98,483
Transfers (out)	(7,109)	(7,109)	(7,109)	-
Lease related	-	275,041	275,041	-
Sales of assets	-	-	129,920	129,920
Insurance recoveries	-	-	23,400	23,400
<b>Total Other Financing Sources (Uses)</b>	<b>425,443</b>	<b>700,484</b>	<b>952,287</b>	<b>251,803</b>
<b>Net Change in Fund Balance</b>	<b>\$ (309,314)</b>	<b>\$ (343,314)</b>	<b>2,502</b>	<b>\$ 345,816</b>
Beginning fund balance			5,561,992	
<b>Ending Fund Balance</b>			<b>\$ 5,564,494</b>	

Notes to Required Supplementary Information

1. Annual budgets are adopted on a basis consistent with generally accepted accounting principles
2. \* Expenditures exceeded appropriations at the legal level of control.

**City of Woodway, Texas**  
**SCHEDULE OF CHANGES IN NET PENSION LIABILITY AND RELATED RATIOS**  
**TEXAS MUNICIPAL RETIREMENT SYSTEM**  
 Years Ended December 31,

	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
<b>Total pension liability</b>										
Service cost	\$ 1,299,606	\$ 1,163,778	\$ 1,086,656	\$ 1,031,721	\$ 976,478	\$ 879,656	\$ 809,551	\$ 804,076	\$ 747,227	\$ 671,680
Interest	2,628,114	2,488,756	2,319,732	2,166,572	2,006,315	1,875,511	1,789,433	1,663,016	1,538,966	1,481,245
Differences between expected and actual experience	151,021	419,522	453,174	141,530	460,153	178,467	(88,985)	432,982	151,146	242,961
Changes of assumptions	-	(245,922)	-	-	-	55,501	-	-	-	(29,774)
Benefit payments, including refunds of participant contributions	(1,979,698)	(1,679,269)	(1,108,869)	(1,087,642)	(1,105,121)	(1,094,312)	(1,445,329)	(614,593)	(641,392)	(888,668)
<b>Net change in total pension liability</b>	<b>2,099,043</b>	<b>2,146,865</b>	<b>2,750,693</b>	<b>2,252,181</b>	<b>2,337,825</b>	<b>1,894,823</b>	<b>1,064,670</b>	<b>2,285,481</b>	<b>1,795,947</b>	<b>1,477,444</b>
<b>Total pension liability - beginning</b>	<b>\$ 39,275,069</b>	<b>\$ 37,128,204</b>	<b>\$ 34,377,511</b>	<b>\$ 32,125,330</b>	<b>\$ 29,787,505</b>	<b>\$ 27,892,682</b>	<b>\$ 26,828,012</b>	<b>\$ 24,542,531</b>	<b>\$ 22,746,584</b>	<b>\$ 21,269,140</b>
<b>Total pension liability - ending (a)</b>	<b>\$ 41,374,112</b>	<b>\$ 39,275,069</b>	<b>\$ 37,128,204</b>	<b>\$ 34,377,511</b>	<b>\$ 32,125,330</b>	<b>\$ 29,787,505</b>	<b>\$ 27,892,682</b>	<b>\$ 26,828,012</b>	<b>\$ 24,542,531</b>	<b>\$ 22,746,584</b>
<b>Plan fiduciary net position</b>										
Contributions - employer	\$ 1,294,561	\$ 1,192,146	\$ 1,156,002	\$ 1,072,070	\$ 983,199	\$ 893,773	\$ 827,205	\$ 821,922	\$ 718,365	\$ 692,941
Contributions - members	504,282	484,331	457,952	434,539	410,400	380,098	353,075	347,012	320,698	303,731
Net investment income	3,508,749	3,506,151	(2,344,383)	3,656,591	1,959,017	3,434,038	(694,608)	2,756,034	1,234,383	26,775
Benefit payments, including refunds of participant contributions	(1,979,698)	(1,679,269)	(1,108,869)	(1,087,642)	(1,105,121)	(1,094,312)	(1,445,329)	(614,593)	(641,392)	(888,668)
Administrative expenses	(22,479)	(22,275)	(20,269)	(16,907)	(12,670)	(19,394)	(13,417)	(14,279)	(13,939)	(16,308)
Other	(526)	(157)	24,187	117	(494)	(583)	(700)	(723)	(751)	(805)
<b>Net change in plan fiduciary net position</b>	<b>3,304,889</b>	<b>3,480,927</b>	<b>(1,835,380)</b>	<b>4,058,768</b>	<b>2,234,331</b>	<b>3,593,620</b>	<b>(973,774)</b>	<b>3,295,373</b>	<b>1,617,364</b>	<b>117,666</b>
<b>Plan fiduciary net position - beginning</b>	<b>33,733,496</b>	<b>30,252,569</b>	<b>32,087,949</b>	<b>28,029,181</b>	<b>25,794,850</b>	<b>22,201,230</b>	<b>23,175,004</b>	<b>19,879,631</b>	<b>18,262,267</b>	<b>18,144,601</b>
<b>Plan fiduciary net position - ending (b)</b>	<b>\$ 37,038,385</b>	<b>\$ 33,733,496</b>	<b>\$ 30,252,569</b>	<b>\$ 32,087,949</b>	<b>\$ 28,029,181</b>	<b>\$ 25,794,850</b>	<b>\$ 22,201,230</b>	<b>\$ 23,175,004</b>	<b>\$ 19,879,631</b>	<b>\$ 18,262,267</b>
<b>Fund's net pension liability - ending (a) - (b)</b>	<b>\$ 4,335,727</b>	<b>\$ 5,541,573</b>	<b>\$ 6,875,635</b>	<b>\$ 2,289,562</b>	<b>\$ 4,096,149</b>	<b>\$ 3,992,655</b>	<b>\$ 5,691,452</b>	<b>\$ 3,653,008</b>	<b>\$ 4,662,900</b>	<b>\$ 4,484,317</b>
<b>Plan fiduciary net position as a percentage of the total pension covered payroll</b>	<b>89.52%</b>	<b>85.89%</b>	<b>81.48%</b>	<b>93.34%</b>	<b>87.25%</b>	<b>86.60%</b>	<b>79.60%</b>	<b>86.38%</b>	<b>81.00%</b>	<b>80.29%</b>
<b>Fund's net position as a percentage of covered payroll</b>	<b>60.18%</b>	<b>80.09%</b>	<b>105.10%</b>	<b>36.88%</b>	<b>69.89%</b>	<b>73.53%</b>	<b>112.84%</b>	<b>73.69%</b>	<b>101.78%</b>	<b>103.35%</b>

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**City of Woodway, Texas**  
**SCHEDULE OF EMPLOYER CONTRIBUTIONS TO PENSION PLAN**  
**TEXAS MUNICIPAL RETIREMENT SYSTEM**

Years Ended:

	9/30/2025	9/30/2024	9/30/2023	9/30/2022	9/30/2021	9/30/2020	9/30/2019	9/30/2018	9/30/2017	9/30/2016
Actuarially determined employer contributions	\$ 1,449,905	\$ 1,276,395	\$ 1,200,222	\$ 1,161,151	\$ 1,037,836	\$ 951,440	\$ 876,867	\$ 821,922	\$ 802,217	\$ 710,979
Contributions in relation to the actuarially determined contribution	\$ 1,449,905	\$ 1,276,395	\$ 1,200,222	\$ 1,161,151	\$ 1,037,836	\$ 951,440	\$ 876,867	\$ 821,922	\$ 802,217	\$ 710,979
Contribution deficiency (excess)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Annual covered payroll	\$ 7,730,248	\$ 7,177,146	\$ 6,919,836	\$ 6,613,753	\$ 6,059,466	\$ 5,702,790	\$ 5,332,738	\$ 4,997,194	\$ 4,864,181	\$ 4,468,451
Employer contributions as a percentage of covered payroll	18.76%	17.78%	17.34%	17.56%	17.13%	16.68%	16.44%	16.45%	16.49%	15.91%

**NOTES TO SCHEDULE OF EMPLOYER CONTRIBUTIONS TO PENSION PLAN**

**Valuation Date:**

Notes

Actuarially determined contribution rates are calculated as of December 31 and become effective in January 13 months later.

**Methods and Assumptions Used to Determine Contribution Rates:**

Actuarial Cost Method	Entry Age Normal
Amortization Method	Level Percentage of Payroll, Closed
Remaining Amortization Period	21 years (longest amortization ladder)
Asset Valuation Method	10 year smoothed market; 12% soft corridor
Inflation	2.50%
Salary Increases	3.60% to 11.85% including inflation
Investment Rate of Return	6.75%
Retirement Age	Experience-based table of rates that are specific to the City's plan of benefits. Last updated for the 2023 valuation pursuant to an experience study of the period 2022.

**Mortality**

Post-retirement: 2019 Municipal Retirees of Texas Mortality Tables. Male rates are multiplied by 103% and female rates are multiplied by 105%. The rates are projected on a fully generational basis by the most recent Scale MP-2021 (with immediate convergence).

Pre-retirement: PUB(10) mortality tables, with the 110% of the Public Safety table used for males and the 100% of the General Employee table used for females. The rates are projected on a fully generational basis by the most recent Scale MP-2021 (with immediate convergence).

**Other Information:**

Notes

There were no benefit changes during the year.

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**City of Woodway, Texas**  
*SCHEDULE OF CHANGES IN POSTEMPLOYMENT BENEFITS OTHER THAN  
 PENSIONS (OPEB) LIABILITY AND RELATED RATIOS  
 TEXAS MUNICIPAL RETIREMENT SYSTEM  
 SUPPLEMENTAL DEATH BENEFITS PLAN*  
 Years Ended December 31,

	<u>2024</u>	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<sup>1</sup>
Total OPEB liability									
Service cost	\$ 9,365	\$ 8,995	\$ 17,010	\$ 16,140	\$ 15,825	\$ 12,489	\$ 8,575	\$ 6,940	
Interest	8,992	8,403	5,458	5,719	6,290	6,578	5,781	5,591	
Differences between expected and actual experience	(13,239)	7,499	4,159	(15,548)	(766)	(5,501)	901	-	
Changes of assumptions	(13,292)	11,977	(106,052)	9,356	39,062	37,625	(13,514)	14,626	
Benefit payments, including refunds of participant contributions	(6,484)	(5,535)	(5,888)	(4,966)	(1,758)	(1,086)	(1,009)	(1,487)	
<b>Net change in total OPEB liability</b>	<u>(14,658)</u>	<u>31,339</u>	<u>(85,313)</u>	<u>10,701</u>	<u>58,653</u>	<u>50,105</u>	<u>734</u>	<u>25,670</u>	
<b>Total OPEB liability - beginning</b>	<u>\$ 237,079</u>	<u>\$ 205,740</u>	<u>\$ 291,053</u>	<u>\$ 280,352</u>	<u>\$ 221,699</u>	<u>\$ 171,594</u>	<u>\$ 170,860</u>	<u>\$ 145,190</u>	
<b>Total OPEB liability - ending</b>	<u><u>\$ 222,421</u></u>	<u><u>\$ 237,079</u></u>	<u><u>\$ 205,740</u></u>	<u><u>\$ 291,053</u></u>	<u><u>\$ 280,352</u></u>	<u><u>\$ 221,699</u></u>	<u><u>\$ 171,594</u></u>	<u><u>\$ 170,860</u></u>	<sup>2</sup>
<b>Covered employee payroll</b>	\$ 7,204,026	\$ 6,919,015	\$ 6,542,176	\$ 6,207,706	\$ 5,861,215	\$ 5,429,973	\$ 5,043,934	\$ 4,957,313	
<b>Fund's net position as a percentage of covered employee payroll</b>	3.09%	3.43%	3.14%	4.69%	4.78%	4.08%	3.40%	3.45%	

Notes to schedule:

<sup>1</sup> This schedule is presented to illustrate the requirement to show information for ten years. However, until a full ten-year trend is compiled, only available information is shown.

<sup>2</sup> No assets are accumulated in a trust that meets the criteria in paragraph 4 of GASB statement No. 75 to pay related benefits.

*NONMAJOR COMBINING STATEMENTS  
GOVERNMENTAL FUNDS*

**City of Woodway, Texas**  
**COMBINING BALANCE SHEET**  
**NONMAJOR GOVERNMENTAL FUNDS**  
 September 30, 2025

	Capital Project	Special Revenue Funds						
	Funds							
	Other	Governmental	Unclaimed	Arboretum	Drug	Law	Building	Municipal
	Capital	Tourism	Money	Programs	Seizure/	Enforcement	Security -	Court
	Projects				Forfeiture	Cont. Education	Municipal Court	Technology
<b>Assets</b>								
Cash and cash equivalents	\$ 2,227,909	\$ -	\$ 1,686	\$ 34,172	\$ 3,559	\$ 386	\$ 55,953	\$ 3,561
Investments	-	-	-	-	-	-	-	-
Receivables, net	2,414	110,122	-	150	-	-	-	-
<b>Total Assets</b>	<b>\$ 2,230,323</b>	<b>\$ 110,122</b>	<b>\$ 1,686</b>	<b>\$ 34,322</b>	<b>\$ 3,559</b>	<b>\$ 386</b>	<b>\$ 55,953</b>	<b>\$ 3,561</b>
<b>Liabilities</b>								
Accounts payable and accrued expenses	\$ -	\$ 7,729	\$ -	\$ 5,215	\$ -	\$ -	\$ 1,579	\$ -
Due to other funds	-	201,384	-	-	-	-	-	-
Unearned revenue - rental revenue	-	-	-	-	-	-	-	-
<b>Total Liabilities</b>	<b>-</b>	<b>209,113</b>	<b>-</b>	<b>5,215</b>	<b>-</b>	<b>-</b>	<b>1,579</b>	<b>-</b>
<b>Deferred Inflow of Resources</b>								
Unavailable revenue - prop. tax	2,414	-	-	-	-	-	-	-
<b>Total Deferred Inflow of Resources</b>	<b>2,414</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Fund Balances</b>								
Nonspendable:								
Endowment	-	-	-	-	-	-	-	-
Restricted for:								
Public safety	-	-	1,686	-	3,559	386	-	-
Arboretum	-	-	-	29,107	-	-	-	-
Municipal court	-	-	-	-	-	-	54,374	3,561
Debt service	-	-	-	-	-	-	-	-
Committed for:								
Capital projects	2,227,909	-	-	-	-	-	-	-
Unassigned (deficits)	-	(98,991)	-	-	-	-	-	-
<b>Total Fund Balances</b>	<b>2,227,909</b>	<b>(98,991)</b>	<b>1,686</b>	<b>29,107</b>	<b>3,559</b>	<b>386</b>	<b>54,374</b>	<b>3,561</b>
<b>Total Liabilities, Deferred Inflows and Fund Balances</b>	<b>\$ 2,227,909</b>	<b>\$ 110,122</b>	<b>\$ 1,686</b>	<b>\$ 34,322</b>	<b>\$ 3,559</b>	<b>\$ 386</b>	<b>\$ 55,953</b>	<b>\$ 3,561</b>

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**City of Woodway, Texas**  
 COMBINING BALANCE SHEET (CONTINUED)  
 NONMAJOR GOVERNMENTAL FUNDS  
 September 30, 2025

	Special Revenue Funds								Total Nonmajor Governmental
	Municipal Court Child Safety	Asset Forfeiture	Municipal Court - Local Truancy Prevention	Municipal Court - Local Municipal Jury	Carleen Bright Pavilion	Consolidated Municipal Court Sec Tech	General Debt Service	Permanent Carleen Bright Endowment	
<b>Assets</b>									
Cash and cash equivalents	\$ 141,357	\$ 73,159	\$ 26,814	\$ 535	\$ -	\$ 1,989	\$ 55,642	\$ 38,599	\$ 2,665,321
Investments	-	-	-	-	-	-	-	1,077,599	1,077,599
Taxes receivable, net	-	-	-	-	-	-	7,281	-	119,967
<b>Total Assets</b>	<b>\$ 141,357</b>	<b>\$ 73,159</b>	<b>\$ 26,814</b>	<b>\$ 535</b>	<b>\$ -</b>	<b>\$ 1,989</b>	<b>\$ 62,923</b>	<b>\$ 1,116,198</b>	<b>\$ 3,862,887</b>
<b>Liabilities</b>									
Accounts payable and accrued expenses	\$ 2,969	\$ -	\$ -	\$ -	\$ 42,053	\$ -	\$ -	\$ -	\$ 59,545
Due to other funds	-	-	-	-	201,911	-	-	-	403,295
Unearned revenue - rental revenue	-	-	-	-	49,608	-	-	-	49,608
	2,969	-	-	-	293,572	-	-	-	512,448
<b>Deferred Inflow of Resources</b>									
Unavailable revenue - prop. tax	-	-	-	-	-	-	7,281	-	9,695
<b>Total Deferred Inflow of Resources</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>7,281</b>	<b>-</b>	<b>9,695</b>
<b>Fund Balances</b>									
Nonspendable:									
Endowment	-	-	-	-	-	-	-	1,116,198	1,116,198
Restricted for:									
Public safety	-	73,159	-	-	-	-	-	-	78,790
Arboretum	-	-	-	-	-	-	-	-	29,107
Municipal court	138,388	-	26,814	535	-	-	-	-	223,672
Debt service	-	-	-	-	-	-	55,642	-	55,642
Committed for:									
Capital projects	-	-	-	-	-	-	-	-	2,227,909
Unassigned (deficits)	-	-	-	-	(293,572)	1,989	-	-	(390,574)
<b>Total Fund Balances</b>	<b>138,388</b>	<b>73,159</b>	<b>26,814</b>	<b>535</b>	<b>(293,572)</b>	<b>1,989</b>	<b>55,642</b>	<b>1,116,198</b>	<b>3,340,744</b>
<b>Total Liabilities, Deferred Inflows and Fund Balances</b>	<b>\$ 141,357</b>	<b>\$ 73,159</b>	<b>\$ 26,814</b>	<b>\$ 535</b>	<b>\$ -</b>	<b>\$ 1,989</b>	<b>\$ 62,923</b>	<b>\$ 1,116,198</b>	<b>\$ 3,862,887</b>

DRAFT

**City of Woodway, Texas**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES,**  
**AND CHANGES IN FUND BALANCES (CONTINUED)**  
**NONMAJOR GOVERNMENTAL FUNDS**  
 For the Year Ended September 30, 2025

	Special Revenue Funds								Total Nonmajor Governmental
	Municipal Court Child Safety	Asset Forfeiture	Municipal Court - Local Truancy Prevention	Municipal Court - Local Municipal Jury	Carleen Bright Pavilion	Consolidated Municipal Court Sec Tech	General Debt Service	Permanent Carleen Bright Endowment	
<b>Revenues</b>									
Property tax	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 333,098	\$ -	\$ 333,098
Hotel occupancy tax	-	-	-	-	-	-	-	-	745,677
Charges for services	-	-	-	-	164,900	-	-	-	164,900
Fines and forfeitures	11,404	-	3,058	61	-	1,972	-	-	25,210
Contributions and donations	-	-	-	-	-	-	-	-	52,015
Investment income	5,874	1,015	1,019	20	-	17	8,944	117,687	256,683
Other revenue	-	72,238	-	-	-	-	-	-	76,257
<b>Total Revenues</b>	<b>17,278</b>	<b>73,253</b>	<b>4,077</b>	<b>81</b>	<b>164,900</b>	<b>1,989</b>	<b>342,042</b>	<b>117,687</b>	<b>1,653,840</b>
<b>Expenditures</b>									
General government	-	-	-	-	-	-	-	-	10,296
Public safety	16,174	1,238	-	-	-	-	-	-	40,342
Culture and recreation	-	-	-	-	1,008,015	-	-	36,234	1,289,552
Debt service:									
Principal	-	9,911	-	-	-	-	180,000	-	304,243
Interest	-	-	-	-	-	-	169,500	-	173,500
Capital outlay	-	-	-	-	-	-	-	-	563,721
<b>Total Expenditures</b>	<b>16,174</b>	<b>11,149</b>	<b>-</b>	<b>-</b>	<b>1,008,015</b>	<b>-</b>	<b>349,500</b>	<b>36,234</b>	<b>2,381,654</b>
Revenues Over (Under) Expenditures	1,104	62,104	4,077	81	(843,115)	1,989	(7,458)	81,453	(727,814)
<b>Other Financing Sources (Uses)</b>									
Transfers in	-	-	-	-	680,368	-	-	-	790,698
Transfers (out)	-	-	-	-	(2,000)	-	-	-	(683,118)
<b>Total Other Financing Sources (Uses)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>678,368</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>107,580</b>
<b>Net Change in Fund Balances</b>	<b>1,104</b>	<b>62,104</b>	<b>4,077</b>	<b>81</b>	<b>(164,747)</b>	<b>1,989</b>	<b>(7,458)</b>	<b>81,453</b>	<b>(620,234)</b>
Fund balances (as adjusted)	137,284	11,055	22,737	454	(128,825)	-	63,100	1,034,745	3,960,978
<b>Ending Fund Balances</b>	<b>\$ 138,388</b>	<b>\$ 73,159</b>	<b>\$ 26,814</b>	<b>\$ 535</b>	<b>\$ (293,572)</b>	<b>\$ 1,989</b>	<b>\$ 55,642</b>	<b>\$ 1,116,198</b>	<b>\$ 3,340,744</b>

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# CITY COUNCIL AGENDA ITEM FORM

**Meeting Date:** 02/23/2026

**Prepared By:** Jimmy Rogers

**Approved By:** 

- Presentation, Report and/or Discussion Only
- Public Hearing/Related Action
- Individual Discussion/Action
- Consent
- Executive Session

**Caption:** Discussion and consider action on on recommendations to amend the City of Woodway Master Fee Schedule regarding Woodway Family Center facility usage and rentals.

**Background Information:** WFC staff are seeking direction on changes to the Master Fee Schedule. These changes include consolidating the Senior Programming Membership and the Pickleball Membership into one membership fee, adding an Adult Membership fee, and adding a fee range for large facility/tournament rentals.

**Financial Impact:**

Total of Proposed Expenditure:  
 Amount Budgeted:  
 Account No.:  
 If not budgeted, other funding options:

**Staff Recommendation:** Staff are seeking approval of the recommended changes or direction regarding these fees.



## MIDWAY INDEPENDENT SCHOOL DISTRICT FACILITIES USE REQUEST

Rules: Guidelines and Application for the Non-School Use of School Facilities

### A. GENERAL POLICY

Public School buildings, grounds and equipment are financed and maintained primarily for use in the instruction of enrolled students in the Midway Independent School District. Any other use of the facilities must be secondary to this purpose and shall be available for use by others under the conditions hereunder described.

School buildings and other facilities shall be made available to groups that wish to conduct activities which promote, stimulate and foster the interest of students and the community, as well as activities which promote the efficiency of the school district, so long as such activities do not conflict with the school program and community expectations for the District. Programs serving District students will be given priority for use. The following guidelines shall pertain to all groups who desire to use schools and/or other facilities in accordance with this policy, policy GKD LEGAL and LOCAL.

### B. RULES FOR USE

#### 1. COMPLIANCE WITH LAWS, RULES, REGULATIONS AND POLICIES

All Lessees of school facilities must guarantee orderly conduct, be responsible for building security, conduct only lawful activities, underwrite any damages to facilities and indemnify the District from any claims or damages arising from use. No school facility shall be used by any group or individual who is not in compliance with the requirements of all Federal or State statutes, regulations and rules prohibiting discrimination on the basis of race, religion, color, sex, national origin, handicapping conditions, age or other classification. State law prohibits the use of alcohol on school property. All laws (federal, state, local) and District policies are in effect 24 hours per day, including the times a facility is rented. Contraband shall include, but not be limited to drugs, drug paraphernalia, weapons, and alcohol. Any law enforcement officer shall enforce the law and arrest individuals for the violation of any law including but not limited to possession or consumption of alcohol on school property, drug law violations, weapon law violations, disruptions, trespassing, and the violation of any traffic law. The District's "Tobacco Free Policy" prohibits the use of tobacco in ANY form, in or on any District property or any location leased by the District where a user group event is being held. The policy includes, but is not limited to, all buildings, vehicles, property (outdoor or indoor), and all staff, students, parents, visitors, and patrons. (GKA-LEGAL, Education Code 38-006)

#### 2. VIOLATION OF LAWS, RULES, REGULATIONS AND POLICIES

Any misrepresentation by any organization and/or individual, any abuse of any District property, any violation of state, local, or federal law and/or any violation of any District policy, rule or regulation may result in: 1) the immediate termination of the contract; 2) the requirement to immediately vacate the premises; and/or 3) the denial of that organization's and/or individual's request for future use of the premises.

3. LONG TERM OR REPEATED USE

Long term or repeated use for non-school purposes shall be no more frequently than once a week and for no longer than three (3) months except by Board approval or when the primary participants in the group are school aged children.

4. RESTRICTED USE OF CERTAIN AREAS

The request for certain restricted areas will be reviewed by the Principals/Director of Fine Arts/Director of Athletics for approval or denial.

5. ACCESS TO FACILITY KEYS

Only authorized employees of the school District shall be permitted to have keys to District facilities.

6. CUSTODIAL AND OTHER SERVICES

The Lessee of the facility is responsible for its cleanliness during and after use. The Lessee may contract with the District for custodial services. Base custodial fees charged to paying groups shall include limited custodial service only. Any specific service required shall be paid for in addition to the base fee.

7. PROPERTY DAMAGE OR ALTERATION

Damages for District property shall be paid for by the using group whether caused by the using group or others. Misuse or abuse of District equipment and/or facilities will result in the immediate denial for further use. Users shall make no alteration, temporary or permanent, to school without prior written consent from the Superintendent.

8. INSURANCE

All groups must view the online Facility Guidelines and must furnish liability insurance prior to approval for use. Any organization using school facilities must provide an original Certificate of Insurance, with the district named as the Certificate Holder, indicating a minimum of \$1,000,000 Combined Single Limit for Bodily Injury and Property Damage Liability coverage, in addition, the District must be named as an additional insured on this policy. The insurance requirement may be waived for organizations that exist for the improvement of educational opportunity in the District, subject to the approval by the Superintendent or designee.

9. ATTENDANCE BY GENERAL PUBLIC

Any group renting or using a building for an occasion which the general public is eligible to attend shall be held responsible for the treatment of the property by the general public during that time. The group shall, at the discretion of the Superintendent's designee, be required to employ Law Enforcement officers to help ensure the safety of attending persons as well as to help prevent the destruction of school property. Employment of law enforcement officers does not release the renting or using group from liability for any damages incurred and/or injuries sustained while the building is occupied by the using group.

10. SUBSEQUENT AGREEMENT

After the original agreement groups or organizations desiring to continue to use the facility shall be required to submit a new application. Changes made after the original agreement is signed which affect the amount to be charged and/or the conditions of the rental agreement shall necessitate the signing of a new agreement to supersede the original agreement.

11. DISTRICT STAFF

The District shall furnish the necessary staff to open, clean and close the property. If the building is being rented or used during hours when District staff members are normally on duty and it is determined by the Superintendent's designee that no additional cleanup is warranted, there will be no charge for this service. However, if the building is being rented or used for hours during which District staff member are not normally on duty, the Superintendent's designee shall assign the number of staff necessary to maintain the facility.

12. DESIGNATED REPRESENTATIVE

All activities must be under the supervision of a responsible adult. MISD may require an employee of the District to be present at the activity, in an administrative role, at the expense of the Lessee. Any group renting or using District facilities shall designate one member of the group to be responsible for the program or activity. This person shall, in turn be responsible to the building principal and/or the District staff.

13. RENTAL AND PAYMENT TERMS

Checks shall be made payable to the District and payment of the facility usage charges may be required prior to rental or use of the facility. Rental time shall be charged from the time the Lessee enters the building until the Lessee leaves the building (set-up time till break-down time).

14. NON-DISTRICT USE OF GYMNASIUMS

- a) No food or drinks are allowed in the gym
- b) Parents of team members are to be advised that it is inappropriate to allow siblings of team members to be at the practices or games unsupervised.
- c) No student may enter any area of the school except the gym or restroom area.
- d) All boys and girls shall have adult supervision when they leave the gym to go to the restroom for a drink.
- e) No outside users of gyms are allowed in the gym/PE office.
- f) Team balls and other equipment shall not be used except in the gym area.
- g) School equipment such as balls, mats, etc. are not to be used by the outside groups.
- h) School telephones are to be used for emergencies only. Calling for parental pick-ups is not an emergency. Use of cellular phones by the team is suggested. Failure to comply with gym rules may result in suspension of gym use privileges.

15. OTHER RULES AND TERMS

- a) Special furniture or equipment needs must be approved by the Administration and fees paid accordingly.
- b) No admissions are to be sold in excess of the number of seats in any of the rented facility area.
- c) No charge will be made by the Lessee for use of the parking lots.
- d) Special permission for use of the Performing Arts Center or High School Theater for rehearsals during the school day, summer months or school holidays must be obtain from the Fine Arts Director.
- e) MISD may remove all property of any Lessee immediately after the expiration of the lease at the expense of the Lessee, or, in the alternative, to charge additional rental after the expiration of the lease.
- f) Notwithstanding anything herein contained, MISD Superintendent or his designee shall have the right to refuse to lease any school facility and to revoke at any time any lease agreement for the rental of any District facility, whenever in the sole discretion of MISD, the public interest demands such action.

- g) MISD reserves the right to change, alter, and amend any and all parts of these rules and guidelines at any time. The District may set aside these guidelines for any prior or future agreements.

C. CLASSIFICATIONS OF LESSEE GROUPS

MISD reserves the right to determine which classifications any group, individual, or organization will be placed. Groups that may be allowed to use or rent District facilities shall be classified as "Non-Paying Groups" or "Paying Groups".

NON-PAYING GROUPS - (Non-paying groups shall not sub-lease or sponsor an activity for which a charge is assessed.) The following are examples of non-paying groups: (non-exhaustive)

1. Student, staff and parent organizations directly related to the District shall have the use of facilities as scheduled by and under the supervision of the principal without charge.
  - a) School student organizations
  - b) PTA/PTO/Booster Clubs
  - c) School clubs and activities
  - d) UIL events hosted by MISD
2. Non-profit (501C3) service organizations holding an IRS tax-exempt status, whose efforts support the goals, curriculum and student development practices of the district, as determined by the Superintendent or the Superintendent's designee.
  - a) Midway Education Foundation
3. Non-school youth organizations comprised of students residing within the District shall not be charged for facilities utilized between the time of student dismissal and an agreed upon time as set by the principal on school days.
  - a) 4-H Clubs
  - b) Boy Scouts
  - c) Girls Scouts
  - d) Y Guides
  - e) Special Olympics
4. City, State, Community, and Political Organizations
  - a) Cities
  - b) Law Enforcement Agencies
  - c) Public Safety and Fire Protection Departments
  - d) Polling Places
  - e) Political Party Conventions
  - f) Homeowner Associations within the District that do not charge assessment fees.
  - g) Educational Professional Organizations for District Staff.

PAYING GROUPS - The specified District facilities shall be available for rental to the following in priority order and at fees established by the District. Classification will be determined by District based on information provided by the applicant. Examples: (non-exhaustive)

CLASSIFICATION I – Non-profit groups and activities serving youth and community

- 1) YMCA
- 2) Rotary Club
- 3) Lions Club
- 4) Religious Groups
- 5) Homeowner Associations within the District that charge assessment fees

CLASSIFICATION II – Non-profit youth-oriented groups

- 1) Youth Sports Groups consisting of Midway ISD students
- 2) Amateur Athletic Union (AAU)
- 3) Basketball Congress International (BCI)
- 4) Lone Star League

CLASSIFICATION III – Non-profit, non-district based educational institutions

- 1) Texas School Districts & UIL events not hosted by MISD
- 2) McLennan Community College
- 3) Texas State Technical College
- 4) Baylor University

CLASSIFICATION IV – Profit or non-profit, non-district based groups and activities that serve school or district purposes

- 1) SAT instruction - if conducted by outside private organizations
- 2) Drill Team Camps – if conducted by outside private organizations
- 3) Cheerleading Camps – if conducted by outside private organizations
- 4) Instructional Private Organizations
- 5) Academic or Athletic Camps – if conducted by outside private organizations

CLASSIFICATION V – For profit groups and activities

- 1) Organizations that are non-student groups
- 2) Fine Arts performances, dance studios, popular music concerts, touring groups, etc.

D. FACILITIES AVAILABLE FOR USE

FINE ARTS FACILITIES – Coordinated through the Office of Fine Arts Director  
Performing Arts Center (PAC)  
High School Theater

OTHER CAMPUS FACILITIES – Coordinated through the Principals' Offices  
Classrooms – All facilities (at the discretion of the Principal)

Computer Labs – All facilities (as approved by the Technology Department)

Cafeterias – All facilities

There is no cooking in the kitchens. Access to kitchens for reasons other than cooking is to be coordinated through the Food Service Director. The Food Service Director will determine whether or not Food Service staff will be required.

Gymnasiums – Middle School Main gym, Middle School PE gym, Intermediate gyms, Elementary campus gyms

E. FACILITIES NOT AVAILABLE FOR USE

Agricultural Facility

ATHLETIC FACILITIES – The following athletic facilities are to be used for District and UIL events only and are not available for non-school use

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Baseball Field  
High School Arena  
Midway Activity Center (MAC)  
Panther Stadium  
Soccer Field  
Softball Field

## F. PROCEDURE FOR MAKING APPLICATION AND PAYMENT

All individuals, groups, organizations or businesses will adhere to the following procedure when applying

### APPLICATION FOR FACILITY USE

1. All Lessees of school facilities must submit an Application for Facility Use whether or not charges are made. Applications will be acted on as of their filing dates.
2. Procedures for the application for use of facilities will be as follows:
  - a) Applicants will be able to access the online Facility Use website and check the availability of the desired date and facility to rent.
  - b) Requester will complete the online "Application for Facility Use" and submit for the approval.
  - c) The Principal, Fine Arts Director, the Athletic Director or Technology Director will approve or deny the requestors online application.
  - d) If approved, the Applicant will be notified by email. If denied, the requester will also be informed of the denial by email.
3. Once a request is approved at the campus or department level and received by the Central Office, the Central Office will review for approval. If approved the Central Office will:
  - a) Determine applicable charges.
  - b) Notify the campus or department of requester or approval.
  - c) collect charges if applicable.
  - d) Schedule staff and set-up as needed.If denied, the Central Office will notify the campus or department and requester.
4. Reservations for school facilities may be taken at any time, but will not be confirmed more than ninety (90) days in advance.
5. Cancellation by the District may be made under extenuating circumstances.

### PAYMENT FOR USE

1. Payment of all applicable charges may be required in advance upon approval of application at least ten (10) days prior to use.
2. A 25% refundable deposit may be required in addition to the advance payment and will be made at the same time as advance payment. A deposit is to insure that the Lessee abides by the rules and guidelines of the District. If, however, the District, at its own expense, must repair, clean or perform any other work due to Lessee's neglect, the District may apply all or part of the deposit towards offsetting the District's expense.
3. In the event of cancellation of the application by the Lessee five (5) or more days prior to the requested date, all advance payment and deposits will be refunded. If cancellation is within five (5) of the requested date, a charge may be assessed at 1/5 the advanced payment for each day within the five (5) day period.
4. In the event of cancellation by the District, all monies will be refunded.

G. FEE SCHEDULE

CUSTODIAL STAFF

Non-paying groups shall be provided free custodial services with the use of the facility when District custodial staff is scheduled to be on duty at the given facility. Non-paying groups 3 and 4 using facilities after hours or on days when custodial staff is not scheduled to be working will pay for any custodial staff needed. Paying groups will pay for any custodial services needed as a result of the facility use. The hour rate for any chargeable custodial services will be \$25.00 per hour.

OTHER STAFF AND EXPENSES

Both Paying and Non-paying groups will pay for any staff other than custodial staff, as well as, reimburse the District for other costs incurred as a result of the facility use as deemed necessary by the Superintendent's Designee.

FACILITY RATES

	CLASS I	CLASS II	CLASS III	CLASS IV	CLASS V
PAC	\$100.00	\$125.00	\$160.00	\$190.00	\$220.00
HS Theatre	\$100.00	\$100.00	\$130.00	\$155.00	\$180.00
PAC and High School Theatre rates include: space, 2 dressing rooms, administrator and (adult) technician					
Classrooms	\$10.00/hr	\$15.00/hr	\$20.00/hr	\$25.00/hr	\$30/hr
Cafeterias					
Elementaries	\$25.00/hr	\$35.00/hr	\$45.00/hr	\$55.00/hr	\$65.00/hr
Intermediates	\$30.00/hr	\$40.00/hr	\$50.00/hr	\$60.00/hr	\$70.00/hr
Middle School	\$30.00/hr	\$40.00/hr	\$50.00/hr	\$60.00/hr	\$70.00/hr
High School	\$70.00/hr	\$80.00/hr	\$90.00/hr	\$100.00/hr	\$100.00/hr
Gymnasiums					
Elementaries	\$10.00/hr	\$20.00/hr	\$30.00/hr	\$40.00/hr	\$50.00/hr
Intermediates	\$10.00/hr	\$20.00/hr	\$30.00/hr	\$40.00/hr	\$50.00/hr
Middle School PE Gym	\$25.00/hr	\$35.00/hr	\$45.00/hr	\$55.00/hr	\$100.00hr
Middle School Main Gym	\$70.00/hr	\$80.00/hr	\$90.00/hr	\$100.00/hr	\$110.00/hr

STAFF RATES - \*overtime rates may apply

Security Officer	\$40.00/hr (3 hour minimum)
Technician	\$35.00/hr
Supervisory Staff	\$30.00/hr
Administrators	\$45.00/hr
Stage Hands	\$12.50 - \$25.00/hr
Food Service Staff	\$20.00/hr
Custodial Staff	\$25.00/hr



## CITY COUNCIL AGENDA ITEM FORM

**Meeting Date:** 02/23/2026

**Prepared By:** Kasia Redden

**Approved By:** \_\_\_\_\_

- Presentation, Report and/or Discussion Only
- Public Hearing/Related Action
- Individual Discussion/Action
- Consent
- Executive Session

**Caption:** Discussion and consider action to approve a First Amendment to Amended and Restated Exclusive Franchise Agreement between the City of Woodway and Frontier Access, LLC, establishing new rates for the provision of waste collection, recycling and disposal services to the City of Woodway, Texas, and authorizing the City Manager to execute any documents in connection therewith

**Background Information:**

On August 11, 2025, the City Council authorized the City Manager to negotiate garbage and recycling rates and services with Frontier Access LLC, due to the anticipated closing of the Waco landfill during fiscal year 2025-2026 and authorized the City Manager to execute any documents in connection therewith. At the time, there was uncertainty surrounding the timeline of when the City of Waco landfill located at 1624 Hannah Hill Rd, Woodway, TX would cease operations and when all operations would move to the new facility located at 4730 TK Parkway, Axtell, TX. The City of Waco has informed Frontier that the Hannah Hill Rd location will cease operations on February 28, 2026, and that the city will transition to the TK Parkway landfill on March 1, 2026.

City Council directed staff and the contractor to maintain existing frequencies of trash and recycling collection. As such, Frontier Access LLC has provided the following options:

- Option 1: Proceed with the attached contract amendment, which aligns with the remainder of the contract term, expiring May 31, 2027.

<b>CURRENT RATE:</b>	<b>\$20.96/month</b>
Remainder of term, beginning 3/1/26:	\$31.82/month

- Option 2: Execute a 5-year contract extension that allows Frontier to phase in the residential rate increase over time. The commercial and roll-off rate adjustments, as outlined in the attached amendment, would be implemented as proposed as well as the normal yearly CPI adjustments.

<b>CURRENT RATE:</b>	<b>\$20.96/month</b>
Year 1 (3/1/2026):	\$24.58/month
Year 2:	\$28.20/month
Year 3:	\$31.82/month
Years 4 through 5	Normal CPI as outlined in the current agreement

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- Option 3: Execute a 10-year contract extension. Like Option 2, this would allow Frontier to phase in the residential rate increase over a longer period. The commercial and roll-off rate adjustments would be implemented as outlined in the attached amendment as well as the normal yearly CPI.

<b>CURRENT RATE:</b>	<b>\$20.96/month</b>
Year 1 (3/1/2026):	\$23.68/month
Year 2:	\$26.39/month
Year 3:	\$29.11/month
Year 4:	\$31.82/month
Year 5:	No CPI increase to the residents
Years 6 through 10:	Normal CPI as outlined in the current agreement

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### **Financial Impact:**

Total of Proposed Expenditure:

Amount Budgeted:

Account No.:

If not budgeted, other funding options:

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### **Staff Recommendation:**

Selection and approval of one of the provided options for contract amendment or extension, and authorization for the City Manager to execute any documents in connection therewith

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FIRST AMENDMENT TO AMENDED AND RESTATED EXCLUSIVE FRANCHISE  
AGREEMENT

THIS FIRST AMENDMENT TO AMENDED AND RESTATED EXCLUSIVE FRANCHISE AGREEMENT (this “**First Amendment**”) is entered into effective as of \_\_\_\_\_, 2026, (the “**Amendment Date**”) by and between the **City of Woodway, Texas** (“**City**”), and **Frontier Access, LLC**, a Texas limited liability company (“**Service Provider**”).

RECITALS:

A. The City and the Service Provider entered into that certain Amended and Restated Exclusive Franchise Agreement made effective as of June 1, 2022 (the “**Agreement**”) regarding the provision of waste collection, recycling and disposal services to the City of Woodway, Texas.

B. The City and the Service Provider mutually desire to amend the Agreement as set forth herein.

NOW, THEREFORE, for and in consideration of the mutual obligations and agreements contained in the Agreement and herein, and other good and valuable consideration, the receipt and sufficiency of which hereby are acknowledged, the parties agree, and the Agreement is amended, as follows:

AGREEMENT:

1. Defined Terms; Recitals. Any capitalized terms used herein shall have the same meaning ascribed to them in the Agreement unless specifically defined otherwise herein. The above Recitals are incorporated herein for all purposes.

2. Small Commercial Unit Collections. Section 4.B. of the Agreement is amended to reduce collection of Municipal Solid Waste from Small Commercial Units to once per week. If a Small Commercial Unit requires service more than once per week, then upon request from a Small Commercial Unit, the Service Provider will provide service three times per week subject to increase in the charge to the Small Commercial Unit as set forth in Section 9.B.

3. Rates and Fees.

a. Section 9.A. of the Agreement is hereby amended to replace the first sentence thereof with the following: “For the Services provided to Single-Family Residential Units under Sections 4.A. and 7 hereof, the Service Provider shall charge \$31.82 per month for each Single-Family Residential Unit.”

b. Under Section 9 of the Agreement there are two paragraphs titled part “B”. All of Section 9.B. of the Agreement, including, not limited to, both of such paragraphs, are hereby deleted and replaced with a new Section 9.B as follows:

“B. Small Commercial Unit Services. For the Services provided to Small Commercial Units under Section 4.B. hereof, the Service Provider shall charge \$40.85 per month per Roll-Out for service once per week; if a Small Commercial Unit requires service more than once per week, then upon request from a Small

Commercial Unit, the Service Provider will provide service three times per week and the Servicer Provider shall charge \$90.00 per month per Roll-Out. If a Small Commercial Unit requires an additional Roll-Out, upon request from a Small Commercial Unit, Servicer Provider shall provide an additional Roll-Out and shall charge \$40.85 per month for each additional Roll-Out so provided. The foregoing rates apply to all Small Commercial Units that are located within the City’s corporate limits and billed by the City for water and sewer services.”

Commercial, Industrial and Multi-Family Residential Unit Services. For the Services provided to Commercial, Industrial and Multi-Family Residential Units under Section 5 hereof, the Servicer Provider shall charge per month for each Container utilizing the following rates:

**COMMERCIAL RATE SCHEDULE**

CONTAINER		Rate Schedule					
SIZE	1 per week	2 per week	3 per week	4 per week	5 per week	6 per week	Extra-Lifts
2 Cubic Yd	\$128.14	\$227.72	\$327.42	\$426.94	\$526.51	\$675.91	\$91.53
3 Cubic Yd	\$144.16	\$252.20	\$365.75	\$476.56	\$587.43	\$753.72	\$102.97
4 Cubic Yd	\$155.36	\$275.51	\$399.49	\$521.54	\$643.57	\$826.62	\$110.97
6 Cubic Yd	\$187.35	\$331.84	\$476.36	\$620.86	\$765.41	\$982.24	\$133.82
8 Cubic Yd	\$221.68	\$388.71	\$577.37	\$722.65	\$889.62	\$1,139.92	\$158.34

For any Commercial, Industrial and Multi-Family Residential Unit requiring casters or locks, the Service Provider shall charge as an additional \$9.80 per month per Container.

The foregoing rates apply to all Commercial, Industrial and Multi-Family Residential Units that are located within the City’s corporate limits and billed by the City for water and sewer services.”

c. Section 9.C. of the Agreement is hereby deleted and replaced with the following:

“C. Roll-Off Services. Subject to adjustment by the Service Provider in its sole discretion, for the Services provided under Section 7.A. and 11 hereof, the Service Provider shall charge for each Roll-Off utilized the following fees:

Service	Charge
Delivery/Exchange Fee	\$175.00
Permanent and Temporary Roll-Off Hauls – Per Haul	\$345.80
Compactor Hauls – Per Haul	\$407.08
Disposal	\$60.48
Compactor Rental	Negotiated with Customer

Each Commercial, Industrial or Residential Unit requiring a Permanent or Temporary Roll-Off or Compactor shall be charged a monthly minimum of one (1) haul fee (set forth above) for the applicable container or compactor. The City will negotiate agreements with each Commercial, Industrial or Residential Unit on an individual basis regarding the Roll-Off Services to be provided. The Roll-Off

Services will be billed pursuant to Section 15 A. of this Agreement. The Roll-Offs provided pursuant to this Section 9.C. must be located within the City in accordance with the City ordinances and policies. Service Provider shall pick up any Roll-Off within 24 hours of receiving notification from the City.”

4. Rate Adjustment. Section 10.C. of the Agreement is hereby deleted and replaced with the following:

“C. Landfill Cost Adjustment. The parties acknowledge that the waste collected pursuant to this Agreement will be disposed of by the Service Provider at a Landfill(s) chosen by the Service Provider in its sole discretion (the "Initial Landfill(s)"). In the event that the Service Provider is unable to use the Initial Landfill(s) or any subsequent Landfill due to reasons out of its control, the Service Provider (i) shall have the right, in its sole discretion, to dispose of the waste collected pursuant to Agreement at another Landfill of its choosing, and (ii) shall have the right, upon giving prior notice to the City, to increase the then-current rates herein by an amount equal to the sum of (x) the amount, if any, that the disposal fees charged to the Service Provider at such other Landfill exceed those previously charged to the Service Provider at the Initial Landfill(s) or any subsequent Landfill, and (y) the amount, if any, that the transportation costs incurred by the Service Provider in connection with transporting the waste to such other Landfill exceed those that would have been incurred by the Service Provider if such waste was transported to the Initial Landfill(s) or any subsequent Landfill.”

5. Ratification. In all other aspects the Agreement shall continue in full force and effect, unmodified except to the extent provided herein. The parties hereby ratify and affirm the Agreement as modified herein. In the event of a conflict between the provisions of this First Amendment and the provisions of the Agreement, the provisions of this First Amendment shall control.

6. Full Force and Effect. Except as expressly modified by this First Amendment, all terms and conditions of the Agreement, remain in full force and effect and the parties are bound thereby.\

7. Headings; Captions. The captions and headings used herein are for convenience only and do not limit or amplify the provisions hereof.

8. Counterparts. This First Amendment may be executed in any number of counterparts and each such counterpart hereof shall be deemed to be an original instrument, but all such counterparts together shall constitute but one agreement.

9. Electronic Signature. This First Amendment may be executed or delivered by electronic means or any electronic signature complying with the U.S. federal ESIGN Act of 2000, e.g., [www.docusign.com](http://www.docusign.com). Copies of executed signature pages so stored electronically shall be binding as originals. All counterparts so executed shall constitute one contract, binding on all parties, even though all parties are not signatory to the same counterpart, or the signatures are not original signatures to the same agreement.

IN WITNESS WHEREOF, the parties hereto have executed this First Amendment as of the Amendment Date.

SERVICE PROVIDER:

FRONTIER ACCESS, LLC, a Texas limited liability company

By: \_\_\_\_\_

Name: \_\_\_\_\_

Its: \_\_\_\_\_

CITY:

CITY OF WOODWAY, TEXAS

By: \_\_\_\_\_

Name: \_\_\_\_\_

Its: \_\_\_\_\_

February 9, 2026 – 5:30 p.m.

The Woodway City Council met in a regular meeting in the Donald J. Baker Council Chambers at Woodway City Hall, 922 Estates Drive, Woodway, Texas, on Monday, February 9, 2026, at 5:30 p.m. The following individuals were in attendance:

- Mayor: Amine Qourzal
- Mayor Pro Tem: Storey Cook
- Councilmembers: David Russell, Janell Gilman, Ken Sury, and Dave Whitby
- Councilmembers Absent: David Keyston
- City Manager: Adam Niolet
- Assistant City Manager: Jennifer Rogers
- City Secretary: Kasia Redden, Acting City Secretary
- City Staff: Brenda Hernandez, Khalil El-Halabi, Todd Gill, and Hallie Hafer
- Contract Staff: David Shaw, City Attorney

**CALL MEETING TO ORDER**

Mayor Qourzal called the meeting to order at 5:30 p.m.

Prior to the invocation and at Mayor Qourzal’s request, City Manager Adam Niolet introduced Kasia Redden as the newly promoted City Secretary and Hallie Hafer as the newly hired Executive Assistant to the City Manager. Newly hired Assistant Finance Director Emily Davis was introduced but not in attendance.

**INVOCATION AND PLEDGE**

1. INVOCATION

Councilmember Whitby provided the invocation.

2. PLEDGE OF ALLEGIANCE

The Pledge of Allegiance to the United States Flag was recited in unison.

**PUBLIC COMMENT**

- 3. THE CITY COUNCIL INVITES CITIZENS TO ADDRESS THE COUNCIL ON ANY MATTER, INCLUDING ITEMS ON THE AGENDA, EXCEPT PUBLIC HEARINGS THAT ARE INCLUDED ON THE AGENDA. COMMENTS RELATED TO PUBLIC HEARINGS WILL BE HEARD WHEN THE SPECIFIC HEARING STARTS. PLEASE LIMIT YOUR COMMENTS TO THREE (3) MINUTES PER RESOLUTION R-87-11. THE COUNCIL IS NOT PERMITTED TO TAKE ANY ACTION OR DISCUSS ANY ITEM NOT LISTED ON THE AGENDA. WHEN CALLED TO SPEAK, PLEASE STATE YOUR NAME AND ADDRESS, AND IF SPEAKING ON A SPECIFIC AGENDA ITEM, STATE THE ITEM BEFORE BEGINNING YOUR COMMENTS

There were no public comments.

WOODWAY CITY COUNCIL MINUTES

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February 9, 2026, at 5:30 p.m.

**PRESENTATION**

4. QUARTERLY PRESENTATION – FINANCE DEPARTMENT (REGARDING GENERAL FUND REVENUES AND EXPENSES, UTILITY FUND REVENUES AND EXPENSES, AND TOURISM FUND REVENUES AND EXPENSES THROUGH DECEMBER 31, 2025)

Brenda Hernandez, Finance Director, presented the Quarterly Finance Update for the fiscal quarter from October 2025 through December 2025. She provided updates on revenues and expenditures during the quarter, year-over-year comparison, and updates on the fiscal year to date. Questions were answered.

**CONSENT AGENDA**

*The Consent Agenda consists of non-controversial, routine and budgeted items which require no public hearing. The Consent Agenda is subject to being approved with one single motion; however, the Mayor or any City Councilmember may remove any item from the Consent Agenda for separate discussion and consideration.*

5.
  - A. DISCUSSION AND CONSIDER ACTION ON MINUTES OF THE REGULAR CITY COUNCIL MEETING HELD JANUARY 29, 2026, AT 5:20 P.M.
  - B. DISCUSSION AND CONSIDER ACTION ON RESOLUTION R-26-04, ORDERING A GENERAL CITY ELECTION TO BE HELD AS A JOINT ELECTION WITH MCLENNAN COUNTY FOR THE CITY OF WOODWAY, TEXAS, TO BE HELD ON SATURDAY, MAY 2, 2026; DESIGNATING THE POLLING PLACES AND PROVIDING OTHER MATTERS RELATING TO THE ELECTION (DISCUTIR Y CONSIDERAR LA ACCIÓN SOBRE LA RESOLUCIÓN R-26-04, QUE ORDENA QUE SE CELEBREN ELECCIONES GENERALES DE LA CIUDAD COMO UNA ELECCIÓN CONJUNTA CON EL CONDADO DE MCLENNAN PARA LA CIUDAD DE WOODWAY, TEXAS, QUE SE LLEVARÁ A CABO EL SÁBADO 2 DE MAYO DE 2026; DESIGNANDO LOS LUGARES DE VOTACIÓN Y PROPORCIONANDO OTROS ASUNTOS RELACIONADOS CON LA ELECCIÓN)
  - C. DISCUSSION AND CONSIDER ACTION ON REMOVING DONNA BARKLEY AND GLENDA GIRARD AS AN AUTHORIZED SIGNORS ON ALL CITY OF WOODWAY'S AMERICAN BANK BANK ACCOUNTS AND ADDING KASIA REDDEN AND EMILY DAVIS EFFECTIVE FEBRUARY 10, 2026.
6. CONSIDER ACTION ON CONSENT AGENDA

There were no items pulled for separate discussion.

Councilmember Russell moved to approve the consent agenda items 5A-5C as follows:

- A. Approve the minutes of the regular City Council meeting held January 29, 2026, at 5:20 p.m.
- B. Adopt Resolution R-26-04, ordering a general city election to be held as a joint election with McLennan County for the City of Woodway, Texas, to be held on Saturday, May 2, 2026; designating the polling places and providing other matters relating to the election (discutir y considerar la acción sobre la Resolución r-26-04, que ordena que se celebren elecciones generales de la ciudad como una elección conjunta con el condado de McLennan para la ciudad de Woodway, Texas, que se llevará a cabo el sábado

WOODWAY CITY COUNCIL MINUTES

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February 9, 2026, at 5:30 p.m.

2 de mayo de 2026; designando los lugares de votación y proporcionando otros asuntos relacionados con la elección)

- C. Approve the removal of Donna Barkley and Glenda Girard as authorized signors on all City of Woodway's American Bank bank accounts and the addition of Kasia Redden and Emily Davis effective February 10, 2026.

Councilmember Whitby seconded and the motion passed unanimously by the councilmembers present.

**CITY MANAGER AND CITY COUNCIL REPORTS**

7. CITY MANAGER'S REPORT (BRIEFINGS OR UPDATES MAY BE PROVIDED REGARDING CITY SERVICES, ADMINISTRATIVE/PERSONNEL MATTERS, REAL ESTATE/DEVELOPMENT, INFRASTRUCTURE, EVENTS, REGULATIONS, COMMUNITY AND INTERGOVERNMENTAL RELATIONS ISSUES)

Mr. Niolet provided the following updates:

- Brenda Hernandez and the Finance Department were awarded the Government Finance Officers Association's (GFOA) Distinguished Budget Presentation Award for the 31<sup>st</sup> consecutive year. A copy of the GFOA press release for this accomplishment was handed out to councilmembers.
- At the January 12, 2026 meeting, City Council ratified an emergency expenditure of \$128,807.00 for repair of Business Acres Well. The claim for this damage has been reviewed and TML has approved a payment of \$116,707.00 toward reimbursement of this expense.

8. CITY COUNCIL REPORTS

- Councilmember Gilman – She announced that there would be no Planning & Zoning Commission meeting on February 10, 2026.
- Councilmember Whitby – He stated that there were several ideas that the Parks & Recreation Commission would like to bring before City Council for future consideration. He will provide his notes from that meeting at a later date.
- Councilmember Sury – An update on the Youth Commission was provided, including sponsorships for the upcoming Bound for the Brave.

**CLOSING ITEMS**

9. CONSIDER ACTION ON ADJOURNMENT

Councilmember Russell moved to adjourn the meeting. Mayor Pro Tem Cook seconded the motion, and the meeting was adjourned at 5:52 p.m.



# CITY COUNCIL AGENDA ITEM FORM

**Meeting Date:** February 23, 2026

**Prepared By:** Kasia Redden

**Approved By:** \_\_\_\_\_  
*[Signature]*

- Presentation, Report and/or Discussion Only
- Public Hearing/Related Action
- Individual Discussion/Action
- Consent
- Executive Session

**Caption:** Discussion and consider action on Resolution R-26-05, declaring an Amana dryer, a Panasonic microwave, a Zomagas IceMaker, a 2010 silver Ford F-150 truck, two sets of computer speakers, a 36-inch Gravely walk-behind mower, a 60-inch Gravely rear discharge mower, a Bunn CW Series commercial coffee maker, two framed decorative posters, three desks, and a round conference table as excess city property that is obsolete, unrepairable, or at the end of its useful purpose and authorizing the disposal of same by any lawful means including without limitation treatment as waste, recycling, sale at public auction, and/or transfer to qualified recipient for permissible use

### Background Information:

The City has the following items to be declared excess property:

#### Public Safety Department:

- Amana dryer, model number LEA60AW and serial number S9806224553
- 2011 Panasonic microwave, model number NE-1024F and serial number 6HD1200171
- Zomegas IceMaker, model number 24131900
- 2010 silver Ford F-150, VIN number 1FTEW1C85AFB54861 and mileage 150,000

#### Community Services Department:

- 36-inch Gravely walk-behind mower, model number 988144 and serial number 000127
- 60-inch Gravely rear-discharge mower, model number 992219 and serial number 041025

#### Pavilion:

- Three (3) desks

**City Hall:**

- Bunn CW series commercial coffee maker
- Two (2) framed decorative posters
- Round, wooden conference table

Resolution R-26-05 declares the above-described property as excess to the City's needs and directs that the property be disposed of as the department deems appropriate and in the best interest of the City. These items are typically listed for resale through public auction, sold as scrap, or disposed of if there is no viable secondary market. Proceeds will be returned to designated reserve fund accounts.

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**Financial Impact:**

Total of Proposed Expenditure:                   \$  
Amount Budgeted:                                    \$  
Account No.:  
If not budgeted, other funding options:

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**Staff Recommendation:**

Adopt Resolution R-26-05, declaring property excess to the City's needs and authorizing the disposal of same by any lawful means including without limitation treatment as waste, recycling, sale at public auction, and/or transfer to qualified recipient for permissible use.

---

WHEREAS, certain property has become excess to the City's needs.

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

That the property listed below is declared excess to the City's needs.

**Public Safety Department:**

- Amana dryer, model number LEA60AW and serial number S9806224553
- 2011 Panasonic microwave, model number NE-1024F and serial number 6HD1200171
- Zomegas IceMaker, model number 24131900
- 2010 silver Ford F-150, VIN number 1FTEW1C85AFB54861 and mileage 150,000

**Community Services Department:**

- 36-inch Gravely walk-behind mower, model number 988144 and serial number 000127
- 60-inch Gravely rear-discharge mower, model number 992219 and serial number 041025

**Pavilion:**

- Three (3) desks

**City Hall:**

- Bunn CW series commercial coffee maker
- Two (2) framed decorative posters
- Round, wooden conference table

Be it further resolved that the 2010 silver Ford F-150, the two Gravely mowers, three desks, and round, wooden conference table may have value on the used or secondary market, and it is in the best interest of the City to sell it at auction.

Be it further resolved that the Amana dryer, Panasonic microwave, Zomegas IceMaker, the Bunn coffee maker, and the two decorative posters are not operational, or of no or insignificant value, and it is in the best interest of the City to dispose of these items as waste.

City staff is hereby directed to dispose of the property accordingly, and the City Manager or his designee is authorized to execute any documents necessary to accomplish these directives.

That it is hereby officially found and determined that the meeting at which this Resolution is adopted was noticed and has been open to the public as required by law.

**PASSED AND APPROVED** this the 23<sup>rd</sup> day of February 2026.

**CITY OF WOODWAY, TEXAS**

\_\_\_\_\_  
Amine Qourzal, Mayor

**ATTEST:**

\_\_\_\_\_  
Kasia Redden, City Secretary



## CITY COUNCIL AGENDA ITEM FORM

**Meeting Date:** February 23, 2026

**Prepared By:** Kasia Redden

**Approved By:** 

- Presentation, Report and/or Discussion Only
- Public Hearing/Related Action
- Individual Discussion/Action
- Consent
- Executive Session

**Caption:** Discussion and consider action on retaining Wesley Lloyd of Freeman Mills, PC, to represent the Board of Adjustment in Cause Number 20250886CV3, styled *City of Woodway, Texas v. Board of Adjustment of Woodway, Texas, and Kevin Vranich*, pending in the County Court at Law No. 3 of McLennan County, Texas, and authorizing the City Manager to execute all documents in connection therewith

**Background Information:**

On February 12, 2026, the Board of Adjustment held a posted meeting at which, during executive session, the members interviewed attorneys to represent the board in Cause Number 20250886CV3, styled *City of Woodway, Texas v. Board of Adjustment of City of Woodway, Texas, and Kevin Vranich*, pending in the County Court at Law No. 3 of McLennan County, Texas. This lawsuit appeals the December 16, 2025, decision of the City of Woodway’s Board of Adjustment in Case Number 2025-001, styled *In Re Kevin Vranich*.

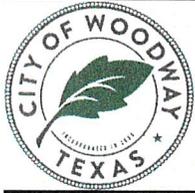
Following their interviews, the Board deliberated in open session and voted unanimously to retain Wesley Lloyd of Freeman Mills, PC, to represent the Board of Adjustment in the pending appeal.

**Financial Impact:**

Total of Proposed Expenditure:       \$  
 Amount Budgeted:                         \$  
 Account No.:  
 If not budgeted, other funding options: 100-4109-4193107

**Staff Recommendation:**

Approval of retaining Wesley Lloyd of Freeman Mills PC to represent the Board of Adjustment, and authorization of the Mayor to execute all documents in connection therewith



# CITY COUNCIL AGENDA ITEM FORM

**Meeting Date:** February 23, 2026

**Prepared By:** Kasia Redden

**Approved By:** [Signature]

- Presentation, Report and/or Discussion Only
- Public Hearing/Related Action
- Individual Discussion/Action
- Consent
- Executive Session

**Caption:** Discussion and consider action on consent agenda

### Background Information:

The following items are included on the consent agenda:

- A. Discussion and consider action on minutes of the regular City Council meeting held February 9, 2026, at 5:30 p.m.
- B. Discussion and consider action on Resolution R-26-05, declaring an Amana dryer, a Panasonic microwave, a Zomagas IceMaker, a 2010 silver Ford F-150 truck, two sets of computer speakers, a 36-inch Gravely walk-behind mower, a 60-inch Gravely rear discharge mower, a Bunn CW Series commercial coffee maker, two framed decorative posters, three desks, and a round conference table as excess city property that is obsolete, unrepairable, or at the end of its useful purpose and authorizing the disposal of same by any lawful means including without limitation treatment as waste, recycling, sale at public auction, and/or transfer to qualified recipient for permissible use
- C. Discussion and consider action on retaining Wesley Lloyd of Freeman Mills, PC, to represent the Board of Adjustment in Cause Number 20250886CV3, styled *City of Woodway, Texas v. Board of Adjustment of Woodway, Texas, and Kevin Vranich*, pending in the County Court at Law No. 3 of McLennan County, Texas, and authorizing the City Manager to execute all documents in connection therewith

**Financial Impact:** Please see individual items on consent agenda.

**Staff Recommendation:** Approve all items on the consent agenda, as presented.



## **MISCELLANEOUS ITEMS FOR COUNCIL**

Distributed with February 23, 2026 City Council Meeting Packet

- Tentative list of agenda items for future meetings

### **Upcoming Calendar Items of Interest**

- |                       |  |
|-----------------------|--|
| - Monday, February 23 | Regular City Council meeting – 5:30 p.m. |
| - Monday, March 16    | Regular City Council meeting – 5:30 p.m. |
| - Monday, March 23    | Regular City Council meeting – 5:30 p.m. |
| - Friday, April 3     | City offices closed for Good Friday      |

**P E N D I N G   A G E N D A   I T E M S**

**WOODWAY CITY COUNCIL AND PLANNING/ZONING COMMISSION**

(Updated 02/17/26)

*This is a tentative planning calendar utilized to assist the City Secretary to compile draft meeting agendas.*

DATE	CITY COUNCIL ITEMS	DATE	PLANNING & ZONING ITEMS
		2/24/26	- PH, D&CA on App to Dev & Site Dec (office addition), Lot 2, Block A, Woodway City Offices Addition - D&CA on guidance to staff for handling conditionally approved plats - D&CA on Plat-MJ Davis Addition (Randle Drive)
3/16/26 (moved for Spring Break)	- PH, D & CA on App to Dev & Site Dec (office addition), Lot 2, Block A, Woodway City Offices Addition - Order of cancellation for May 2, 2026 City Council election	3/10/26	- PH, D&CA on Final plat with public improvements for Tanglewood Addition, Ph III
3/23/26	- PH, D&CA on Final plat with public improvements for Tanglewood Addition, Ph III	3/24/26	

**RECURRING COUNCIL ITEMS:**

- January/April/July/October (first meeting of the month) - Quarterly presentations - Public Safety and Community Services
- January/April/July/October (second meeting of the month) - Quarterly presentation - Finance
- January/July (second Council meeting of the month) - Semi-annual presentations - Carleen Bright Arboretum and Woodway Family Center
- Woodway Public Safety Association Day proclamation - Annually at the meeting prior to the annual cook-out
- Appointment of Judges to Municipal Court of Record every two years (Next – 09/2026)

**RECURRING P&Z ITEMS:** Every six months - Update to P&Z from Building Official regarding current PUD projects (Next 06/2026)