City of Woodway
Financial/Performance Report

Nine Months Ended June 30, 2026

City Manager
Adam Niolet, CPM, ICMA-CM

Assistant City Manager
Jennifer Rogers, TRMC

Finance Director
Brenda Hernandez, CPA, CPM

Assistant Finance Director
Emily Davis, CPA

For Nine Months Ended June 30, 2026
75% of Fiscal Year Expired

General Fund Revenues

Revenue Source	FY 2026 BUDGET	FY 2026 YTD	FY 2026 %	FY 2025 BUDGET	FY 2025 YTD	FY 2025 %
PROPERTY TAXES						
1 Property Taxes	$ 6,431,880	$ 6,426,956	100%	$ 5,680,115	$ 5,567,484	98%
Delinquent Property Taxes	20,000	15,377	77%	15,000	16,633	111%
Interest & Penalties	35,000	29,001	83%	35,000	29,870	85%
Total Property Taxes	**$ 6,486,880**	**$ 6,471,334**	100%	**$ 5,730,115**	**$ 5,613,988**	98%
SALES TAX						
Sales Tax (1%)	$ 3,058,100	$ 2,309,663	76%	$ 2,885,000	$ 2,214,775	77%
Sales Tax (.5%)	1,526,400	1,154,831	76%	1,440,000	1,107,388	77%
2 Sales Tax/380 Rebates	(20,000)	-	0%	(20,000)	(22,207)	0%
Total Sales Tax	**$ 4,564,500**	**$ 3,464,494**	76%	**$ 4,305,000**	**$ 3,299,956**	77%
FRANCHISE FEES						
Oncor Electric Franchise	$ 375,000	$ 2,438	1%	$ 375,000	$ 4,665	0%
Telecommunication Franchise	14,000	7,106	51%	14,000	8,989	64%
3 Atmos Gas Franchise	245,000	266,603	109%	250,000	228,847	92%
Cable Television Franchise	122,570	69,835	57%	122,570	79,148	65%
Total Franchise Fees	**$ 756,570**	**$ 345,981**	46%	**$ 761,570**	**$ 321,649**	42%
OTHER REVENUE SOURCES						
4 Permits	$ 154,000	$ 134,046	87%	$ 146,000	$ 117,385	80%
Court Fines & Misc Fees	116,550	65,525	56%	137,050	69,575	51%
Interest Income	206,000	103,868	50%	196,000	112,502	57%
Mixed Beverage Tax	18,000	16,933	94%	15,000	12,865	86%
Park Reservations	17,500	14,516	83%	15,000	13,355	89%
Animal Control Fees	500	175	35%	500	-	0%
5 Service Charges-Enterprise Funds	247,653	185,740	75%	529,035	396,776	75%
Dispatch Services	48,000	48,000	100%	48,000	48,000	100%
Misc. Income	9,820	9,273	94%	6,652	13,086	197%
6 Lease Revenue/Amortization	19,900	-	0%	20,900	38,250	183%
Family Center Revenues	155,000	73,144	47%	180,000	67,193	37%
Grant Proceeds	-	2,700		-	-	
7 Insurance Proceeds	-	137,698		-	23,400	
Intergovernmental Revenue	15,000	10,432	70%	15,000	14,995	100%
Total Other Revenue Sources	**$ 1,007,923**	**$ 802,049**	80%	**$ 1,309,137**	**$ 927,382**	71%
TOTAL REVENUES	***$ 12,815,873***	***$11,083,859***	86%	***$12,105,822***	***$10,162,975***	84%

Notes:

1: **Property Taxes** – The $859k increase in property taxes directly correlates with an increase in the property tax rate as well as an increase in tax rate allocation to the general fund. For FY 2026, the tax rate adopted was 0.363836, of which 93% was allocated to the general fund, compared to FY 2025's tax rate of 0.357865, of which 83% was allocated to the general fund.

2: **Sales Tax Rebates** – During FY 25, the city had two 380 agreements in place. One agreement terminated October 1, 2025. The contracted party in the second agreement did not qualify for a rebate during FY 2026. As a result, there are no sales tax rebates in FY 26.

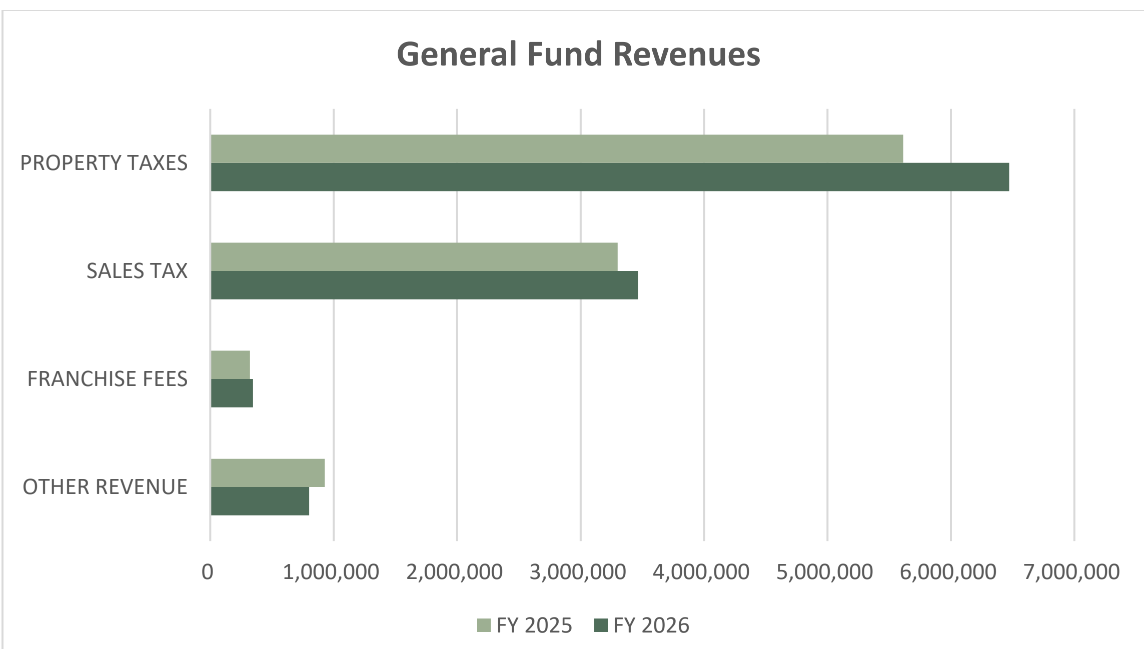
3: **ATMOS Gas Franchise** – ATMOS pays franchise tax in February based on the previous calendar year's collections. The increase in revenue is due to the average cost of natural gas rising from $2.52 to $ 3.72 per thousand cubic feet from calendar year 2024 to 2025.

4: **Permits** – The $17k increase in permits directly correlates with the increase in permits issued. As of June 30, 2026, 687 permits were issued, compared to 669 in FY 25. Additionally, permit revenue varies by the type of permit issued.

5: **Service Charges** – Service charges have historically comprised a percentage of the general fund departmental budgets paid by the water/sewer fund and excess revenue over expenditures from the sanitation fund. Beginning in FY 26, the sanitation fund service charge was removed from the budget to offset anticipated cost increases associated with the closure of the Hannah Hill landfill.

6: **Lease Revenue** – The decrease is due to the timing of when the County pays the City. Last year, the City received a $38,000 payment from McLennan County that reflected two years of lease payments.

7: **Insurance Proceeds** – Insurance proceeds fluctuate based on the quantity and severity of insurance claims incurred. This amount relates to significant repair costs for the bucket on the ladder truck, which was damaged during training/inclement weather.



General Fund Expenditures

Expenditures by Division	FY 2026 BUDGET	FY 2026 YTD	FY 2026 %	FY 2025 BUDGET	FY 2025 YTD	FY 2025 %
General Government						
1 City Secretary	$ 295,774	$ 237,982	80%	$ 282,024	$ 209,105	74%
Administration	857,268	613,272	72%	840,732	609,047	72%
Finance	652,948	476,380	73%	600,512	436,159	73%
2 Non-Departmental	410,952	211,437	51%	244,217	148,654	61%
Total General Government	**$ 2,216,942**	**$ 1,539,070**	69%	**$ 1,967,485**	**$ 1,402,964**	71%
Public Safety						
Public Safety	$ 7,372,205	$ 5,300,805	72%	$ 7,193,588	$ 5,078,084	71%
Municipal Court	255,893	162,408	63%	241,230	170,174	71%
Total Public Safety	**$ 7,628,098**	**$ 5,463,214**	72%	**$ 7,434,818**	**$ 5,248,257**	71%
Community Services						
3 Streets	$ 692,641	$ 499,976	72%	$ 635,373	$ 421,566	66%
Parks	575,936	383,196	67%	527,412	361,081	68%
Public Buildings	334,823	225,033	67%	303,564	236,537	78%
Administration/Inspections	539,268	388,526	72%	509,118	376,513	74%
Total Community Services	**$ 2,142,668**	**$ 1,496,730**	70%	**$ 1,975,467**	**$ 1,395,699**	71%
Community Programs						
Community Development	$ 40,000	$ 22,760	57%	$ 50,000	$ 17,145	34%
Youth Commission	3,000	982	33%	3,000	1,318	44%
Woodway Family Center	785,165	523,724	67%	675,052	494,985	73%
Total Community Programs	**$ 828,165**	**$ 547,466**	66%	**$ 728,052**	**$ 513,448**	71%
TOTAL EXPEDITURES	***$12,815,873***	***$ 9,046,480***	71%	***$12,105,822***	***$ 8,560,369***	71%

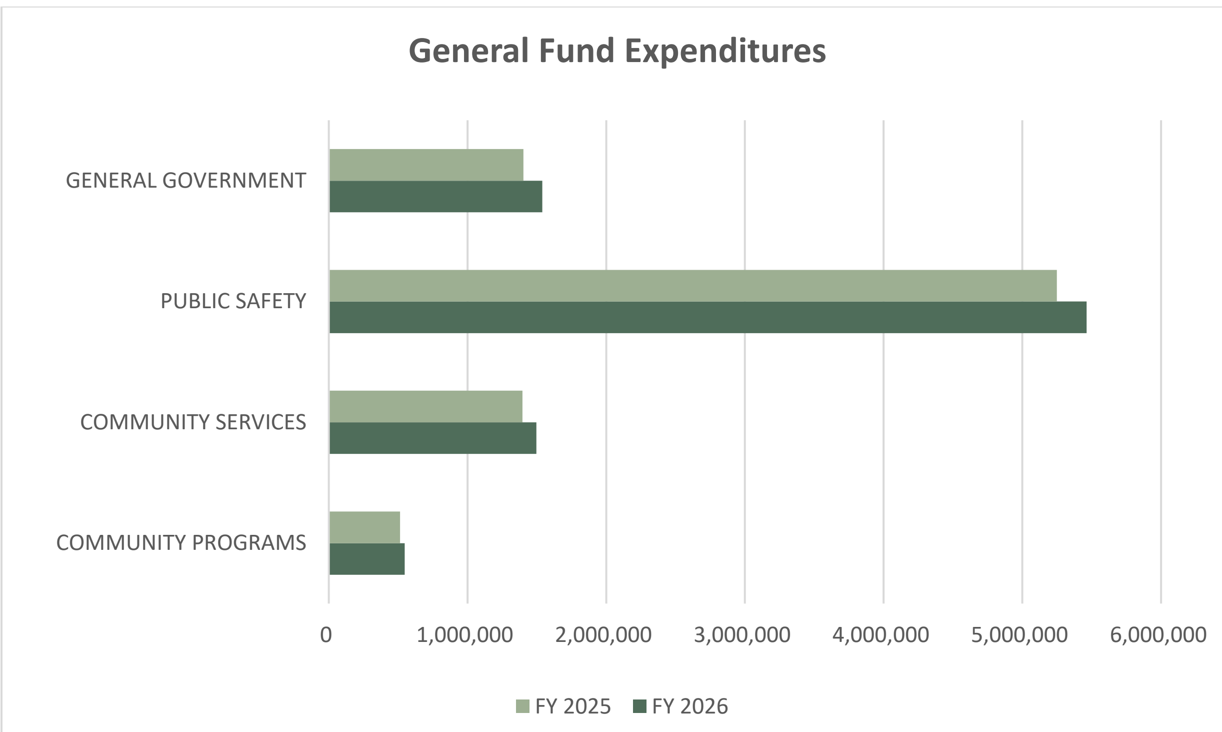
For Nine Months Ended June 30, 2026
75% of Fiscal Year Expired

Notes:

1: **City Secretary** – The $29k increase correlates to a large vacation pay-out due to the retirement of the City Secretary.

2: **Nondepartmental** – The $63k increase is primarily attributed to an overall increase in the non-departmental budget in FY 26. Costs for social media archiving software and network switches were not incurred last year, but they were anticipated and budgeted for in FY 26.

3: **Streets** – The $78k increase in streets is due to a rise in repair & maintenance, equipment rental, and property liability insurance incurred in FY 26. Additionally, there was a $26,850 increase in equipment replacement transfers, as the Streets department purchased a backhoe/loader in FY 25 and began repaying the equipment replacement fund over the asset's life in FY 26.

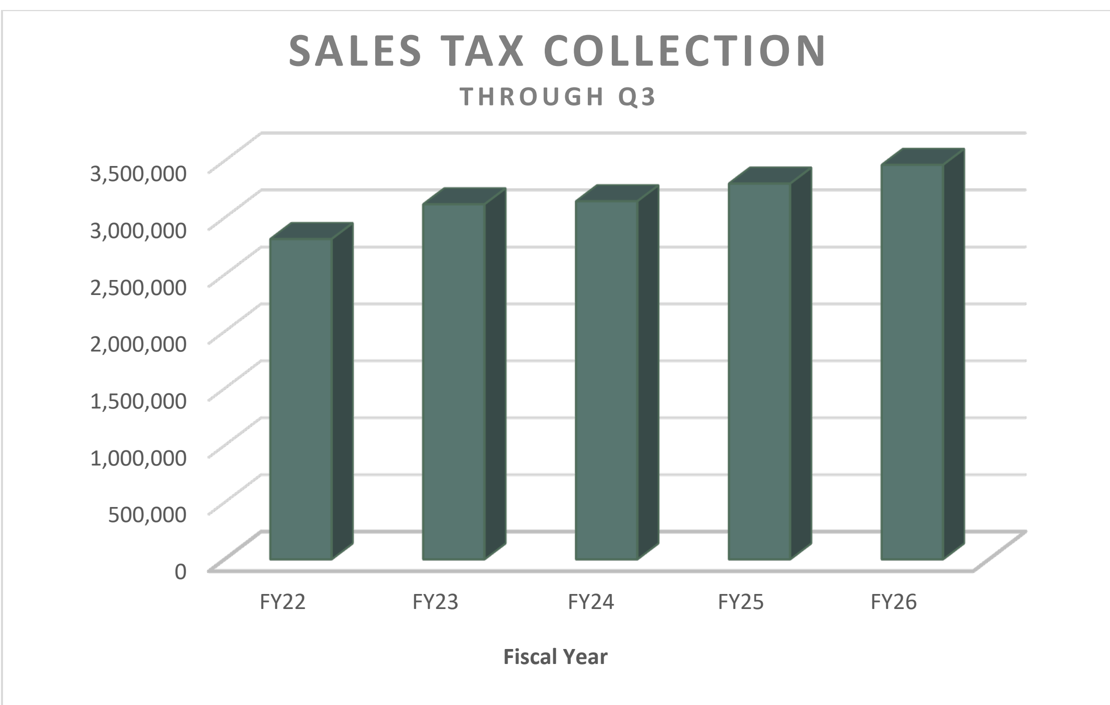


Sales & Use Tax Comparison

Sales & Use Tax Comparison
June 30, 2026

Month	Prior Year			Current Year			
	Budget	Actual	%	Budget	Actual	Budget v. Actual $	Budget v. Actual %
October	$ 365,369	$ 378,329	8.36%	$ 374,423	$ 384,589	$ 10,166	2.72%
November	383,139	378,089	8.36%	374,185	429,287	55,102	14.73%
December	390,919	364,601	8.06%	360,836	419,151	58,315	16.16%
January	351,495	329,374	7.28%	325,973	377,834	51,862	15.91%
February	351,171	449,822	9.95%	445,177	436,209	(8,969)	-2.01%
March	318,308	334,537	7.40%	331,083	311,579	(19,504)	-5.89%
April	326,163	319,573	7.07%	316,273	321,287	5,014	1.59%
May	370,659	400,707	8.86%	396,569	435,716	39,147	9.87%
June	333,925	367,131	8.12%	363,340	348,841	(14,498)	-3.99%
July	349,679	411,877	9.11%	407,624			
August	399,953	436,515	9.65%	432,008			
September	384,220	374,476	8.28%	370,609			
	Less Rebates:	(22,207)		Less Rebates:	-		
TOTAL	$ 4,325,000	$ 4,522,824		$ 4,498,100	$ 3,464,494	$ 176,635	

Collections to budget 77.02%



Utility Fund Revenues

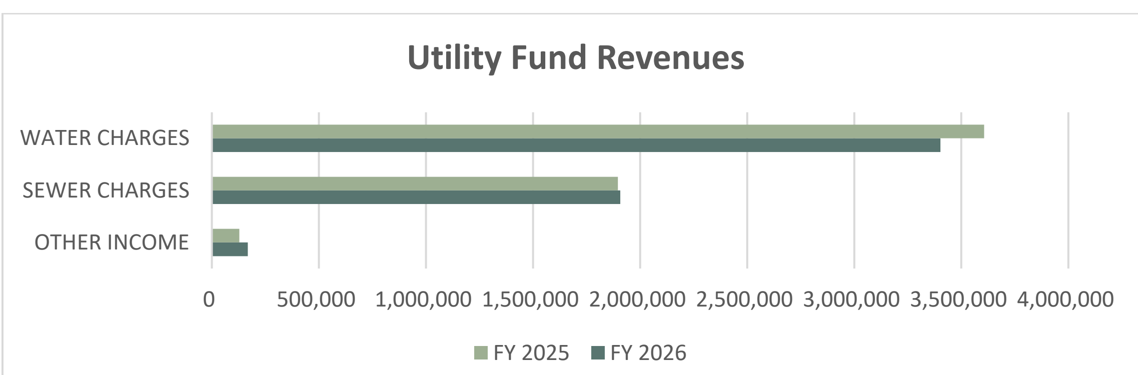
	FY 2026			FY 2025		
REVENUE SOURCE	BUDGET	YTD	%	BUDGET	YTD	%
WATER SERVICE CHARGES						
Water Sales - Residential	$ 4,103,000	$ 2,574,685	63%	$ 4,103,000	$ 2,698,901	66%
1 Water Sales - Commercial	1,000,000	657,795	66%	970,690	735,218	76%
Water Sales - Wholesale	136,800	86,212	63%	136,800	83,192	61%
Water Taps	45,000	20,050	45%	33,000	29,350	0%
Reconnects & Transfers	87,592	63,925	73%	93,500	59,544	64%
Total Water Charges	**$ 5,372,392**	**$ 3,402,667**	63%	**$ 5,336,990**	**$ 3,606,205**	68%
SEWER SYSTEM CHARGES						
Sewer Charges - Residential	$ 2,405,305	$ 1,722,970	72%	$ 2,420,000	$ 1,712,200	71%
Sewer Charges - Commercial	233,199	178,264	76%	240,845	170,601	71%
Sewer Taps	16,000	5,850	37%	9,900	13,050	0%
Total Sewer Charges	**$ 2,654,504**	**$ 1,907,084**	72%	**$ 2,670,745**	**$ 1,895,851**	71%
OTHER INCOME						
2 Interest Income	$ 45,000	$ 6,206	14%	$ 28,866	$ 17,790	62%
Miscellaneous Income	19,495	34,833	179%	5,000	39,515	790%
3 Insurance Proceeds	-	127,162		-	71,136	
Convenience Fees	100,000	-	0%	-	-	
Total Other Income	**$ 164,495**	**$ 168,200**	102%	**$ 33,866**	**$ 128,441**	379%
TOTAL INCOME	**$ 8,191,391**	**$ 5,477,952**	67%	**$ 8,041,601**	**$ 5,630,497**	70%

Notes:

1: **Water Sales-Commercial** – The decrease in water revenue correlates with the 40M decrease in gallons sold for residential/commercial customers. During the first nine months of fiscal year 2026, 463M gallons were consumed compared to FY 25's consumption of 502M.

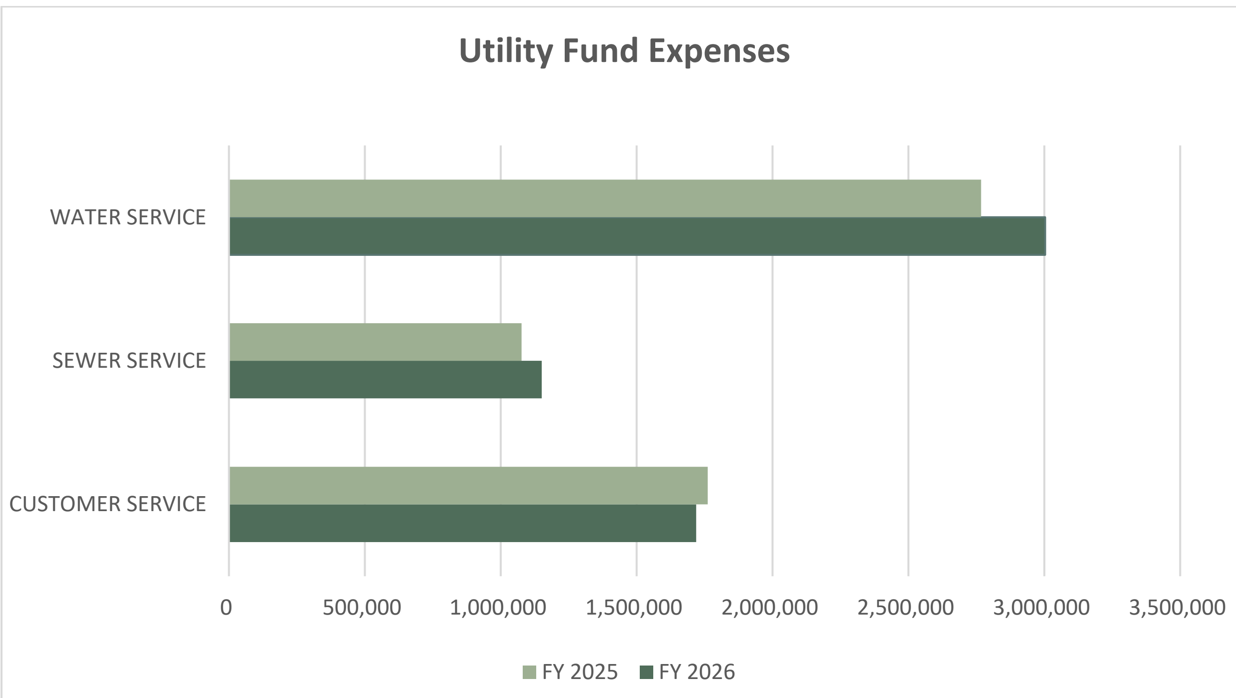
2: **Interest Income** – The decrease in interest income is due to a decrease in interest rates and cash/investment balances for the utility fund.

3: **Insurance Proceeds** – Insurance proceeds fluctuate based on the quantity and severity of insurance claims incurred related to repairs on wells, lift stations, vehicles, and equipment.



Utility Fund Expenses

	FY 2026			FY 2025		
Expenditures by Division	BUDGET	YTD	%	BUDGET	YTD	%
Water Service	$ 4,081,089	$ 3,003,128	74%	$ 3,909,836	$ 2,767,645	71%
Sewer Service	1,703,220	1,150,774	68%	1,741,762	1,076,743	62%
Customer Service	2,407,082	1,718,961	71%	2,390,003	1,761,373	74%
TOTAL EXPENDITURES	**$ 8,191,391**	**$ 5,872,863**	72%	**$ 8,041,601**	**$ 5,605,761**	70%



Water System

	FY2026	FY2025
Revenues:		
Water Sales	$ 3,318,692	$ 3,517,311
Water Taps	20,050	29,350
Reconnects & Transfers	63,925	59,544
Other Income (75%)	126,150	96,331
Total Revenues	**$ 3,528,818**	**$ 3,702,535**
Expenses:		
Water Service	$ 3,003,128	$ 2,767,645
Customer Services less Debt Service (75%)	258,548	290,695
Debt Service	89,035	86,558
Total Expenses	**$ 3,350,711**	**$ 3,144,897**
Increase (decrease) in net position	**$ 178,107**	**$ 557,639**

Sewer System

	FY2026	FY2025
Revenues:		
Sewer Charges	$ 1,901,234	$ 1,882,801
Sewer Taps	5,850	13,050
Other Income (25%)	42,050	32,110
Total Revenues	**$ 1,949,134**	**$ 1,927,961**
Expenses:		
Sewer Service	$ 1,150,774	$ 1,076,743
Customer Services less Debt Service (25%)	86,183	96,898
Debt Service	1,285,195	1,287,223
Total Expenses	**$ 2,522,152**	**$ 2,460,864**
(Decrease) in net position	**$ (573,018)**	**$ (532,902)**
Total increase (decrease) in net position	**($394,911)**	**$24,736**

Notes:

The water/sewer fund was not self-supporting as of June 30, 2026. In FY 26, the utility fund experienced a revenue decline due to a 39.6M-gallon decrease in water consumption. Meanwhile, the fund experienced a 7-9% increase in water and sewer operations. This resulted in a $394,911 deficit.

Sanitation Fund Revenues & Expenses

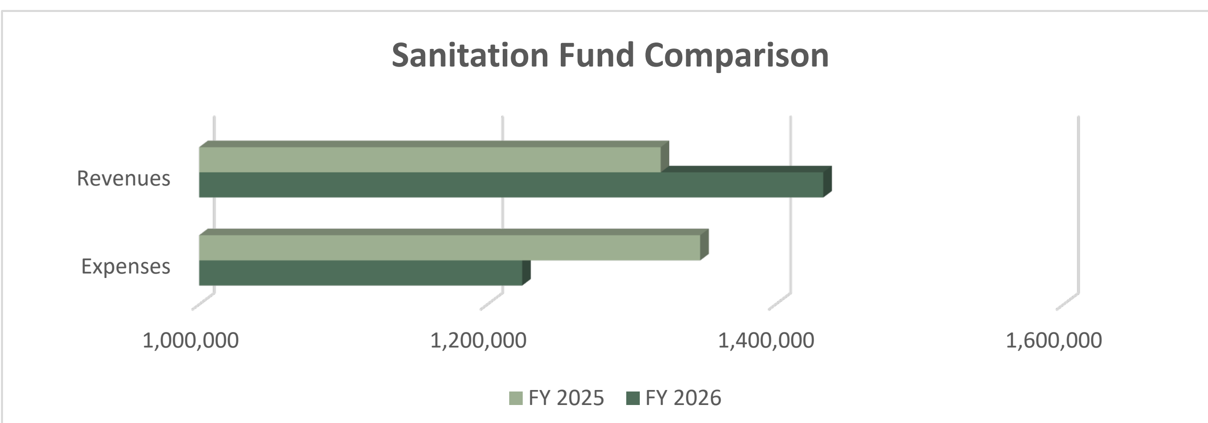
	FY 2026			FY 2025		
Revenue Source	**BUDGET**	**YTD**	**%**	**BUDGET**	**YTD**	**%**
Sanitation Fund						
Waste Collection Franchise	$ 85,060	$ 55,278	65%	$ 66,341	$ 45,817	69%
Residential	1,130,000	853,241	76%	1,068,300	800,136	75%
Commercial	670,000	524,429	78%	801,225	474,172	59%
Interest Income & Misc	1,000	120	12%	1,000	75	8%
	$ 1,886,060	**$ 1,433,067**	76%	**$ 1,936,866**	**$ 1,320,200**	68%

	FY 2026			FY 2025		
Expenditures by Division	**BUDGET**	**YTD**	**%**	**BUDGET**	**YTD**	**%**
Sanitation Fund						
1 Service Charges-GF	$ -	$ -		$ 298,866	$ 224,150	75%
Disposal-Landfill	143,484	143,484	100%	276,000	206,821	75%
2 Residential	1,125,000	643,167	57%	850,000	573,652	67%
2 Commercial	593,500	437,468	74%	500,000	342,994	69%
Hazard Waste	24,076	-	0%	12,000	-	0%
TOTAL EXPENDITURES	**$ 1,886,060**	**$ 1,224,119**	65%	**$ 1,936,866**	**$ 1,347,617**	70%

Notes:

1: **Service Charges-GF**– Beginning in FY 26, this service charge was removed from the budget to offset anticipated cost increases associated with the closure of the Hannah Hill landfill.

2: **Residential/Commercial Expenses**– Increase in cost is due to the opening of the new landfill. New rates took effect on March 1, 2026, leading to higher costs incurred by the City.



Cash Accounts

June 30, 2026

Type	Account Name	Bank Balance 3/31/2026	Bank Balance 6/30/2026	$Variance
Checking Accounts				
	Combined Operating Fund	$ -	$ -	$ -
	CBA Interest Proceeds	37,765	14,276	(23,489)
	Subtotal:	$ 37,765	$ 14,276	$ (23,489)
Money Market Investment Accounts				
	Combined Investment	$ 11,139,862	$ 10,121,653	$ (1,018,209)
	Water Deposit Escrow	120,462	123,536	3,074
	Builder's Deposits	12,050	12,149	99
	Subtotal:	$ 11,272,374	$ 10,257,338	$ (1,015,036)
Savings Accounts				
	Drug Seizure Restricted Fund	$ 3,008	$ 3,346	$ 339
	Asset Forfeiture Restricted Fund	58,372	57,716	(655)
	Subtotal:	$ 61,379	$ 61,063	$ (316)
Total Cash Accounts		**$ 11,371,518**	**$ 10,332,677**	**$ (1,038,841)**

Notes:

Major changes in cash accounts during Q3 of FY 2026:

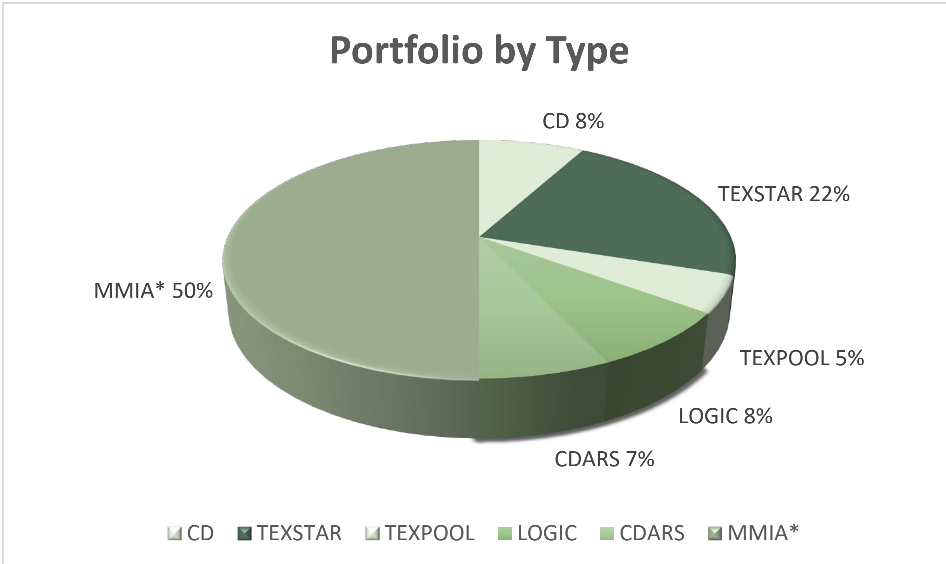
1. Routine operating expenditures from April to June 2026
2. Routine property and sales tax deposits from April to June 2026
3. Maturities and reinvestments of CDs and CDARs
4. $576,000 withdrawal from LOGIC

Investments

June 30, 2026

Account Name	CD #	Interest Rate	Balance 03/31/2026	Additions	Withdrawals/ Maturities	Balance 06/30/2026	Accrued Interest
Certificates of Deposit							
FNBCT	150046	3.70%	$ 1,500,000	$ -	$ -	$ 1,500,000	$ 41,834
Date of Maturity	09/18/2025						
TFNB	57902	4.25%	$ 240,000	$ -	$ (240,000)	$ -	$ -
Date of Maturity	04/17/2026						
	57902	3.75%	$ -	$ 240,000	$ -	$ 240,000	$ 1,844
Date of Maturity	04/16/2027		$ 1,740,000	$ 240,000	$ (240,000)	$ 1,740,000	$ 43,678
CDARS							
American Bank:							
13-Week	1032929024	3.60%	$ -	$ 250,000	$ -	$ 250,000	$ 1,186
Date of Maturity	09/17/2026						
26-Week	1032929024	3.52%	$ 763,774	$ -	$ -	$ 763,774	$ 7,699
Date of Maturity	09/17/2026						
26-Week	1032214904	3.54%	$ 509,945	$ -	$ (509,945)	$ -	$ -
Date of Maturity	05/14/2026						
52-Week	1031169816	3.82%	$ 250,000	$ -	$ (250,000)	$ -	$ -
Date of Maturity	05/14/2026						
52-Week	1033252311	3.59%	$ -	$ 500,000	$ -	$ 500,000	$ 2,366
Date of Maturity	05/13/2027		$ 1,523,719	$ 750,000	$ (759,945)	$ 1,513,774	$ 11,251
Local Government Investment Pools							
Logic							
LT Capital Projects	1393948001	3.76%	$ 2,163,217	$ 17,558	$ (576,000)	$ 1,604,776	$ -
Texpool							
General Fund	1551700003	3.64%	$ 974,475	$ 8,878	$ -	$ 983,353	$ -
Utility Fund	1551700001	3.64%	$ 96,353	$ 878	$ -	$ 97,231	$ -
			$ 1,070,828	$ 9,755	$ -	$ 1,080,584	$ -
TexStar							
2021 Utility Improven	2021-000	3.62%	$ 4,459,144	$ 39,921	$ (228,725)	$ 4,270,340	$ -
2021 WFC Improven	2021-001	3.62%	$ 370,686	$ 3,354	$ -	$ 374,041	$ -
			$ 4,829,830	$ 43,275	$ (228,725)	$ 4,644,381	$ -
		Total Investments	**$ 11,327,595**	**$ 1,060,589**	**$ (1,804,670)**	**$ 10,583,514**	**$ 54,929**

Investments (continued)

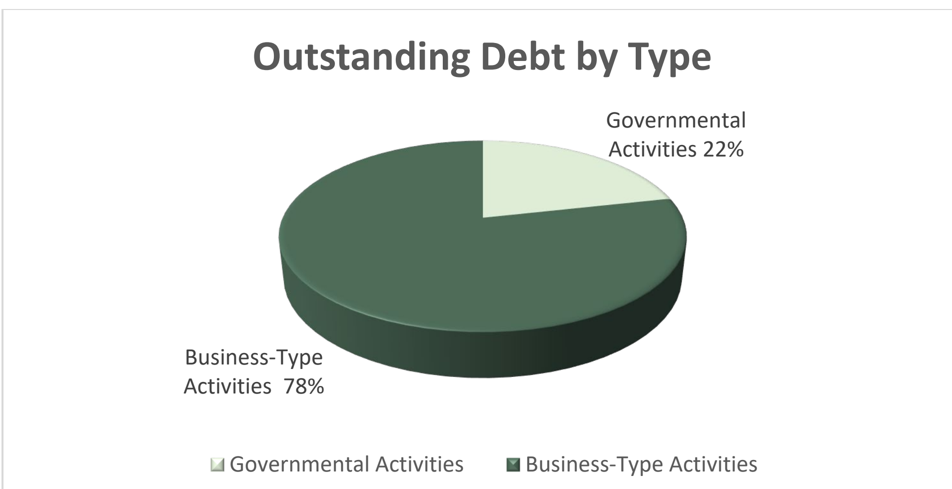


*MMIA is the Money Market Combined Investment account included in the Cash Accounts section of the financial report. MMIA's annual percentage yield: 3.32%.

Outstanding Debt

		Outstanding at 3/31/2026		Due 8/15/2026	Maturity Date
Governmental Activities:					
Certificate of Obligation 2021	$	5,675,000	$	185,000	2046
Business-Type Activities:					
GO Refunding Bond 2016	$	740,000	$	365,000	2027
Certificate of Obligation 2016		1,610,000		255,000	2031
Certificate of Obligation 2017		7,745,000		310,000	2042
Certificate of Obligation 2021		9,970,000		325,000	2046
	$	20,065,000	$	1,255,000	
Total	**$**	**25,740,000**	**$**	**1,440,000**	

Total Cash & Investments	**20,916,191**
Cash & Investments/Debt Ratio	**0.81**



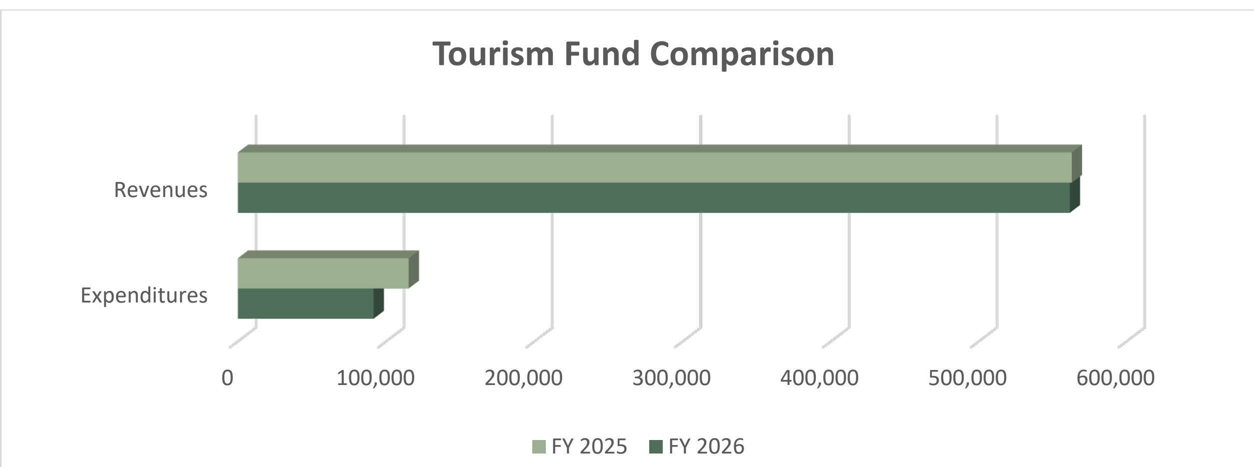
Tourism Fund Revenues & Expenditures

	FY 2026			FY 2025		
REVENUE SOURCE	BUDGET	YTD	%	BUDGET	YTD	%
Hotel Occupancy Tax						
Hotel Occupancy Tax	$ 850,000	$ 559,834	66%	$ 975,000	$ 556,628	57%
Other Income						
Interest Income	10,000	1,702	17%	16,000	6,280	39%
Total Income	**$ 860,000**	**$ 561,536**	65%	**$ 991,000**	**$ 562,908**	57%

	FY 2026			FY 2025		
EXPENDITURES BY DIVISION	BUDGET	YTD	%	BUDGET	YTD	%
Category A						
Principal	$ -	$ -		$ 100,000	$ -	0%
Interest	-	-		4,000	2,000	50%
Paying Agent Fees	-	-		500	-	0%
Misc.	-	-		-	650	
Transfer to CBA Fund for Vistor Center	686,402	-	0%	680,368	-	0%
Transfer to CBA Construction	-	-		75,000	-	0%
Transfer to Discover Woodway	-	-		40,000	-	0%
Category C						
1 Tourism Advertising & Promotions	122,000	91,532	75%	150,000	112,544	75%
Total Expenditures	**$ 808,402**	**$ 91,532**	11%	**$ 1,049,868**	**$ 115,194**	11%

Notes:

1: **Advertising & Promotions**– The $21k decrease is primarily attributed to an overall decrease in budget in FY 26, specifically related to the termination of the Baylor Athletics sponsorship that was paid in FY 25 but not present in FY 26.



CBA Operations Revenues & Expenditures

	FY 2026			FY 2025		
REVENUE SOURCE	BUDGET	YTD	%	BUDGET	YTD	%
1 Arboretum Rentals	$ 200,000	$ 113,352	57%	$ 300,000	$ 98,958	33%
Transfer from Tourism Fund	686,402	-	0%	680,368	-	0%
Transfer from General Fund	181,451	-		-	-	
Interest Income	5,000	-	0%	4,998	-	0%
Total Income	**$ 1,072,853**	**$ 113,352**	11%	**$ 985,366**	**$ 98,958**	10%

	FY 2026			FY 2025		
EXPENDITURES BY DIVISION	BUDGET	YTD	%	BUDGET	YTD	%
Carleen Bright Arboretum	$ 479,622	$ 368,587	77%	$ 470,329	$ 340,666	72%
2 Pavilion	593,231	438,713	74%	515,037	371,732	72%
Total Expenditures	**$ 1,072,853**	**$ 807,300**	75%	**$ 985,366**	**$ 712,398**	72%

Notes:
1: **Arboretum Rentals**– The $14k increase in Arboretum Rental revenue directly correlates with the increase in event rentals as Whitehall Center became available to rent in FY 26 and was not present in FY 2025.
2: **Pavilion**– The $67k increase is primarily attributed to an overall increase in budget in FY 26, specifically related to personnel and benefits expenses as the department added 1.5 FTEs that were not present in FY 25’s budget.