

FISCAL YEAR 2027 ADOPTED ANNUAL BUDGET



Trophy Club Municipal Utility District No. 1
100 Municipal Drive
Trophy Club, Texas 76262
(682) 831-4600
www.tcmud.org

FY 2027 BUDGET CALENDAR

APRIL 2026

- Preliminary tax valuations from Central Appraisal Districts.
- Create budget calendar and new fiscal year baseline budget.

MAY 2026

- Departmental budget meetings to discuss base budget needs and wants, review calendar, and set expectations.
- First round of departmental proposals are submitted for review. Detail explanation on account increases and capital requests with quotes and supporting documentation.

JUNE 2026

- Update the budget worksheets with YTD numbers through May 2025, employee cost projections, preliminary tax valuations and consumption forecasting and demands.
- Meeting with Consultants
- Budget workshop with Board of Directors.

JULY 2026

- Discussion with department heads to finalize their needs and wants.
- Discussion with insurance broker about renewal rates.
- Update the budget with preliminary tax valuation information and calculate preliminary district tax rate for discussion at July meeting.
- Provide consumption numbers and draft budget to consultants for rate calculation.
- Certified values are received, prepare Truth In Taxation worksheet, update budget with proposed tax rate.

AUGUST 2026

- Meeting with consultants to discuss water and wastewater rates.
- Update and finalize the draft budget for discussion at the August Board of Directors meeting.
- Regular Board meeting to review any final budget questions and set proposed budget and tax rates.
- Submit the proposed tax rate and public hearing notice to Denton and Tarrant Counties. Publish the Notice of Public Hearing on the Proposed Tax Rate in the Denton Record-Chronicle.

SEPTEMBER 2026

- Public Hearing/Board meeting for adoption of District Property Tax Rate and District FY 2026 Budget.
- Provide Denton and Tarrant Counties with Adopted Tax Rates. Update District's website with Adopted Tax Rates, Adopted Rate Order, and Notice to Purchaser.

FY 2027 ADOPTED BUDGET

TAX RATE SUMMARY COMPARISON

Fiscal Years	2026	2027	% of Increase/Decrease
M&O Tax (Non-Departmental)	0.00287	0.00637	121.89%
M&O Tax (Fire)	0.05712	0.06363	11.39%
M&O Tax Rate	0.06000	0.07000	16.68%
<i>Increase/Decrease:</i>	<i>0.00549</i>	<i>0.01001</i>	
I&S Tax	0.00814	0.00803	-1.46%
<i>Increase/Decrease:</i>	<i>0.00015</i>	<i>-0.00012</i>	
Total Tax Rate:	0.06814	0.07803	14.51%
<i>Increase/Decrease:</i>	<i>0.00000</i>	<i>0.00989</i>	

PROPERTY VALUE SUMMARY COMPARISON

Fiscal Years	2026	2027	% of Increase/Decrease
District Tarrant Co.	\$802,157,453	\$832,772,309	3.82%
District Denton Co.	3,320,285,036	3,380,406,699	1.81%
Total Value:	\$4,122,442,489	\$4,213,179,008	2.20%

FY 2027 BUDGET FUND SUMMARY

General Fund		Fire Fund	
Revenue	\$13,035,800	Revenue	\$69,000
Tax Collections	268,540	Tax Collections	2,680,882
Reserve Funds	\$636,000	Reserve Funds	60,623
Total Revenue	\$13,940,340	Total Revenue	\$2,810,505
Water Expense	8,223,370	Fire Expense	2,810,505
Wastewater Expense	3,459,250		
Board of Directors Expense	13,270		
Administration Expense	1,975,910		
Non-Departmental Expense	268,540		
Total Expense	\$13,940,340	Total Expense	\$2,810,505
Net Budget Surplus/Deficit	\$0	Net Budget Surplus/Deficit	\$0

Tax Debt Service Fund	
Revenue	\$196,160
Tax Collections	338,113
Total Revenue	\$534,273
Debt Service Expense	534,273
Total Expense	\$534,273
Net Budget Surplus/Deficit	\$0

Revenue Debt Service Fund	
Revenue	\$1,276,025
Total Revenue	\$1,276,025
Debt Service Expense	1,276,025
Total Expense	\$1,276,025
Net Budget Surplus/Deficit	\$0

FY 2027 TAX RATE ASSESSMENT

M&O TAX (FIRE)		NET TAX VALUE:
		Certified
TARRANT COUNTY:	\$832,772,309	7/14/2026
DENTON COUNTY:	\$3,380,406,699	7/22/2026
		TAX/ASSESS RATE = REQUIRED REVENUE/TOTAL VALS/100
REQUIRED REVENUE \$2,680,882	Vals/100 =	42,131,790
	FY 2027 Tax/Assess Rate =	0.06363
	Revenue from District Tax =	\$ 2,680,882

M&O TAX (Non-Departmental)		NET TAX VALUE:
		Certified
TARRANT COUNTY:	\$832,772,309	7/14/2026
DENTON COUNTY:	\$3,380,406,699	7/22/2026
		TAX RATE = REQUIRED REVENUE/TOTAL VALS/100
REQUIRED REVENUE \$268,540	Vals/100 =	42,131,790
	FY 2027 District M&O Tax Rate =	0.00637
	Revenue from District Tax =	\$ 268,540

I&S TAX		NET TAX VALUE:
		Certified
TARRANT COUNTY:	\$832,772,309	7/14/2026
DENTON COUNTY:	\$3,380,406,699	7/22/2026
		TAX RATE = REQUIRED REVENUE/TOTAL VALS/100
REQUIRED REVENUE \$338,113	Vals/100 =	42,131,790
	FY 2027 Tax Rate =	0.00803
	Revenue from District Tax =	\$ 338,113

TAX COMPARISON

Overall Tax Rate FY 2027
0.07803
Voter Approval Rate
0.07803

	2026	2027
M&O (Non-Departmental) Tax	0.00287	0.00637
M&O (Fire) Tax	0.05712	0.06363
M&O Tax Rate	0.06000	0.07000
Increase/Decrease Rate:	0.00000	0.01001
I & S (Debt Service) Tax	0.00814	0.00803
Increase/Decrease Rate:	0.00000	-0.00012
Total Tax Rate:	0.06814	0.07803
Increase/Decrease Rate:	0.00000	0.00989

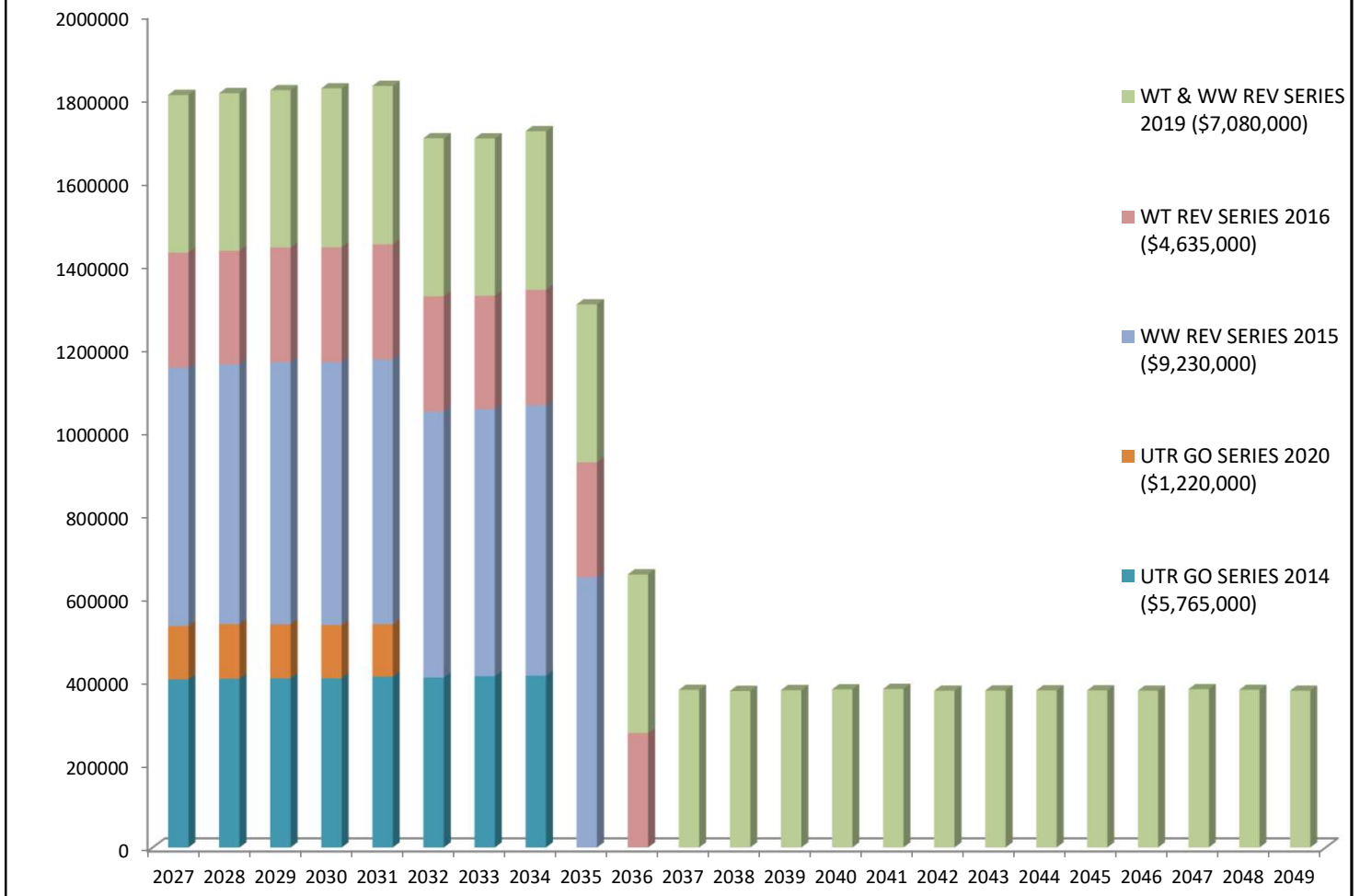
TAX DEBT PAYMENTS

	Par Amount	Principal FY 2027	Interest 3/01	Interest 9/01	Paying Agent Fee	Total	Maturity Date
Series 2020 - Fire	\$ 1,220,000	\$ 120,000	\$ 4,030	\$ 4,030	\$ 750	\$ 128,810	9/1/2031
Series 2014 - WWTP Expansion	5,765,000	315,000	45,031	45,031	400	405,463	9/1/2034
TOTAL ALL TAX BONDS:	\$ 6,985,000	\$ 435,000	\$ 49,061	\$ 49,061	\$ 1,150	\$ 534,273	

REVENUE DEBT PAYMENTS

	Par Amount	Principal FY 2027	Interest 3/01	Interest 9/01	Paying Agent Fee	Total	Maturity Date
Series 2015 - WWTP Expansion	\$ 9,230,000	\$ 475,000	\$ 72,756	\$ 72,756	\$ 400	\$ 620,913	9/1/2035
Series 2016 - SWIFT	4,635,000	230,000	22,938	22,938	400	276,275	9/1/2036
Series 2019 - WT 77% & WW 23%	7,080,000	185,000	96,719	96,719	400	378,838	9/1/2049
TOTAL ALL REVENUE BONDS:	\$20,945,000	\$ 890,000	\$ 192,413	\$192,413	\$ 1,200	\$ 1,276,025	

Annual Long-Term Debt Payments



FY 2027 ADOPTED GENERAL FUND

Description	FY 2025 Actual	FY 2026 Adopted	FY 2026 Amended	FY 2027 Adopted
Revenues				
Property Taxes	\$ 84,854	\$ 118,420	\$ 118,420	\$ 268,540
Property Taxes/Delinquent	(257)	550	550	550
Property Taxes/P&I	412	500	500	500
PID Surcharges	141,845	-	-	-
Water	7,390,932	7,856,014	7,856,014	8,362,240
Sewer	3,749,501	3,851,440	3,851,440	3,798,430
Penalties	115,738	115,800	115,800	115,800
Service Charges (Disconnect Fees)	2,506	3,350	3,350	3,350
Plumbing Inspections	5,550	1,950	1,950	1,350
Sewer Inspections	1,750	650	650	450
TCCC Effluent Charges	109,507	132,156	132,156	126,400
Interest Income	432,466	525,000	525,000	528,000
Lease/Rental Income	-	-	-	2,400
Cell Tower Revenue	55,043	52,450	52,450	54,020
Proceeds from Sale of Assets	94,250	15,000	15,000	30,000
Prior Year Reserves	-	700,429	700,429	300,000
GASB Reserves	285,000	45,000	45,000	336,000
Meter Fees	16,068	7,670	7,670	5,310
Miscellaneous Income	41,866	7,000	7,000	7,000
Subtotal Revenues	\$ 12,527,032	\$ 13,433,380	\$ 13,433,380	\$ 13,940,340

Water Expenses				
Salaries & Wages	\$ 426,561	\$ 408,810	\$ 408,810	\$ 423,840
Overtime	15,186	17,000	17,000	17,000
Longevity	6,538	4,790	4,790	4,930
Certification	3,050	3,000	3,000	4,200
Retirement	52,876	52,030	52,030	54,000
Medical Insurance	100,688	123,030	123,030	107,510
Dental Insurance	6,692	7,990	7,990	2,450
Vision Insurance	1,076	1,240	1,240	470
Life Insurance & Other	4,422	5,300	5,300	4,320
Social Security Taxes	28,150	26,880	26,880	27,900
Medicare Taxes	6,583	6,300	6,300	6,500
Unemployment Taxes	293	320	320	1,760
Workers' Compensation	13,643	13,650	13,650	19,000
Pre-employment Physicals/Testing	-	400	400	400
Employee Relations	112	300	300	1,650
Software & Support	-	18,470	18,470	78,830
Maintenance & Repairs	206,644	184,000	184,000	159,000
Generator Maintenance & Repairs	2,970	1,500	1,500	1,500
Vehicle Maintenance & Repairs	9,027	5,620	5,620	5,960
Equipment Maintenance & Repairs	-	1,000	1,000	3,000

FY 2027 ADOPTED GENERAL FUND

Description	FY 2025 Actual	FY 2026 Adopted	FY 2026 Amended	FY 2027 Adopted
Lab Analysis - District	11,146	12,500	12,500	15,000
Lab Analysis - Town	2,772	-	-	-
Communications	4,755	5,460	5,460	12,600
Electricity	222,579	214,750	214,750	227,920
Schools & Training	2,013	3,335	3,335	3,400
Travel & per diem	10	3,850	3,850	-
TCEQ Fees & Permits - District	23,363	30,000	30,000	30,000
Wholesale Water	2,100,157	2,903,040	2,903,040	2,984,640
Lawn Services	9,000	10,500	10,500	10,500
Interfund Transfer Out - Revenue I&S	568,499	565,880	565,880	567,980
Interfund Transfer Out - Bank Reserve	602,055	-	-	-
Fuel & Lube	13,813	20,000	20,000	20,000
Uniforms	3,150	4,360	4,360	5,200
Chemicals	35,848	28,100	28,100	44,600
Meter Change Out	137,270	215,000	215,000	178,000
Capital Outlays	1,672,147	2,695,000	2,695,000	2,845,000
Gasb34 Reserves	426,590	382,350	382,350	354,310
Subtotal Water Expenses	\$ 6,719,678	\$ 7,975,755	\$ 7,975,755	\$ 8,223,370

Wastewater Expenses				
Salaries & Wages	\$ 197,631	\$ 216,270	\$ 216,270	\$ 193,510
Overtime	6,024	15,000	15,000	15,000
Longevity	2,773	2,270	2,270	390
Certification	2,725	3,900	3,900	3,600
Retirement	24,368	28,490	28,490	25,500
Medical Insurance	61,417	87,880	87,880	108,290
Dental Insurance	3,240	4,260	4,260	2,690
Vision Insurance	612	740	740	460
Life Insurance & Other	2,287	4,100	4,100	2,160
Social Security Taxes	12,663	14,720	14,720	13,170
Medicare Taxes	2,962	3,450	3,450	3,090
Unemployment Taxes	249	190	190	1,050
Workers' Compensation	8,726	8,730	8,730	8,880
Pre-employment Physicals/Testing	38	400	400	400
Employee Relations	112	300	300	1,200
Software & Support	-	23,470	23,470	19,680
Maintenance & Repairs - WWTP	164,513	132,970	132,970	135,500
Maintenance & Repairs - Collections	257,483	300,000	300,000	277,500
Generator Maintenance & Repairs	10,103	11,000	11,000	14,000
Vehicle Maintenance - WWTP	184	3,630	3,630	4,500
Vehicle Maintenance - Collections	4,132	-	-	-
Equipment Maintenance & Repairs	-	3,000	3,000	1,200
Dumpster Services	107,184	103,000	103,000	108,000

FY 2027 ADOPTED GENERAL FUND

Description	FY 2025 Actual	FY 2026 Adopted	FY 2026 Amended	FY 2027 Adopted
Lab Analysis	70,647	60,000	60,000	60,000
Communications	3,444	4,700	4,700	4,700
Electricity	277,277	274,500	274,500	296,200
Schools & Training	5,191	1,040	1,040	2,850
Travel & per diem	32	850	850	-
TCEQ Fees & Permits	9,888	12,000	12,000	40,000
Lawn Services	10,010	16,000	16,000	16,000
Interfund Transfer Out - Tax I&S	115,708	-	-	-
Interfund Transfer Out - Revenue I&S	704,820	704,640	704,640	708,050
Interfund Transfer Out - Bank Reserve	401,808	-	-	-
Fuel & Lube	10,752	13,000	13,000	13,000
Uniforms	1,055	3,520	3,520	3,220
Chemicals	41,327	42,500	42,500	52,800
Lab Supplies	32,344	33,000	33,000	29,300
Capital Outlays	673,104	1,140,000	1,140,000	1,005,000
Gasb34 Reserves	337,380	264,750	264,750	288,360
Subtotal Wastewater Expenses	\$ 3,564,213	\$ 3,538,270	\$ 3,538,270	\$ 3,459,250

Board of Directors Expenses				
Workman's Compensation	\$ 8	\$ 20	\$ 20	\$ 20
Dues & Memberships	750	750	750	750
Meetings	1,448	1,500	1,500	1,500
Schools & Training	1,440	2,000	2,000	2,000
Travel & per diem	2,967	3,000	3,000	3,000
Miscellaneous Expenses	11,590	6,000	6,000	6,000
Subtotal Board of Directors Expenses	\$ 18,204	\$ 13,270	\$ 13,270	\$ 13,270

Administration Expenses				
Salaries & Wages	\$ 679,878	\$ 715,050	\$ 715,050	\$ 767,710
Overtime	838	2,000	2,000	2,000
Longevity	2,285	2,800	2,800	3,190
Retirement	79,251	86,390	86,390	89,380
Medical Insurance	85,608	105,450	105,450	156,070
Dental Insurance	3,552	4,000	4,000	3,670
Vision Insurance	670	760	760	650
Life Insurance & Other	5,631	6,930	6,930	6,360
Social Security Taxes	40,253	44,630	44,630	47,920
Medicare Taxes	9,601	10,440	10,440	11,210
Unemployment Taxes	652	440	440	2,460
Workers' Compensation	1,725	1,840	1,840	2,540
Pre-employment Physicals/Testing	174	400	400	400
Employee Relations	4,033	4,000	4,000	4,000
Software & Support	134,253	91,190	91,190	108,750

FY 2027 ADOPTED GENERAL FUND

Description	FY 2025 Actual	FY 2026 Adopted	FY 2026 Amended	FY 2027 Adopted
Maintenance & Repairs	27,716	25,000	25,000	25,000
Generator Maintenance & Repairs	717	1,000	1,000	1,000
Cleaning Services	21,220	20,000	20,000	19,200
Professional Outside Services	119,787	125,080	125,080	123,800
Utility Billing Contract	8,023	9,000	9,000	9,000
Telephone	5,003	-	-	-
Communications	593	19,240	19,240	19,240
Electricity	23,800	23,000	23,000	23,400
Postage	28,723	30,000	30,000	32,040
Bank Service Charges & Fees	165,596	179,240	179,240	179,610
Bad Debt Expense	-	13,000	13,000	13,000
Insurance	127,688	170,450	170,450	170,500
Dues & Memberships	1,859	2,560	2,560	2,990
Schools & Training	2,425	3,850	3,850	5,030
Travel & per diem	2,613	4,725	4,725	7,090
Elections	-	17,000	17,000	-
Lawn Services	5,259	6,000	6,000	6,000
Hardware IT	44,303	22,000	22,000	36,000
Office Supplies	5,302	7,500	7,500	7,500
Maintenance Supplies	7,038	6,000	6,000	6,000
Capital Outlays	104,744	-	-	56,500
Copier Lease	3,779	4,000	4,000	4,000
Gasb34 Reserves	25,000	22,700	22,700	22,700
Subtotal Administration Expenses	\$ 1,779,591	\$ 1,787,665	\$ 1,787,665	\$ 1,975,910

Non Departmental Expenses				
Legal	\$ 40,053	\$ 65,000	\$ 65,000	\$ 65,000
Auditing	22,715	30,000	30,000	30,000
Appraisal	11,276	14,570	14,570	19,000
Tax Admin Fees	4,037	8,850	8,850	5,600
Senior Center	-	-	-	148,940
Salaries & Taxes	-	-	-	34,040
Cleaning Services	-	-	-	9,600
Desk/Chair/Office Supplies	-	-	-	2,700
Computer	-	-	-	2,600
Construction	-	-	-	100,000
Subtotal Non Departmental Expenses	\$ 78,081	\$ 118,420	\$ 118,420	\$ 268,540

Total General Fund Revenues	\$ 12,527,032	\$ 13,433,380	\$ 13,433,380	\$ 13,940,340
Total General Fund Expenses	\$ 12,159,766	\$ 13,433,380	\$ 13,433,380	\$ 13,940,340
Net Budget Surplus (Deficit)	\$ 367,266	\$ 0	\$ 0	\$ 0

CAPITAL OUTLAYS

Department	FY 2027	FY 2028	FY 2029	FY 2030	FY 2031
Water					
Water Line Replacement	\$ 2,300,000	\$ 2,300,000	\$ 2,300,000	\$ 2,300,000	\$ 2,300,000
Emergency Connection	300,000	-	-	-	-
Well #2 Rehab	40,000	-	-	-	-
Fleet Replacement	205,000	100,000	-	-	55,000
Water Totals	\$ 2,845,000	\$ 2,400,000	\$ 2,300,000	\$ 2,300,000	\$ 2,355,000
Wastewater					
Wastewater Line Improvements	\$ 950,000	\$ 950,000	\$ 950,000	\$ 500,000	\$ 500,000
Return Pump	55,000	47,000	-	-	-
Fleet Replacement	-	-	-	-	55,000
Wastewater Totals	\$ 1,005,000	\$ 997,000	\$ 950,000	\$ 500,000	\$ 555,000
Administration					
Cloud Migration	\$ 56,500	\$ -	\$ -	\$ -	\$ -
Admin Totals	\$ 56,500	\$ -	\$ -	\$ -	\$ -

FY 2027 ADOPTED FIRE FUND

Description	FY 2025 Actual	FY 2026 Adopted	FY 2026 Amended	FY 2027 Adopted
Revenues - Town				
Emergency Services Assessment/Delinquent	\$ 567,920	\$ -	\$ -	\$ -
Fire Permits/Sprinkler & Plan Review	23,385	5,000	5,000	5,000
Denton/Tarrant County Pledge - Fire	17,839	10,000	10,000	10,000
Revenues - District				
Property Taxes/District Fire	1,383,539	2,354,855	2,354,855	2,680,882
Property Taxes/Fire - Delinquent	(2,378)	-	-	-
Property Taxes/Fire P&I	6,739	-	-	-
Interest Income	-	-	-	54,000
Prior Year Reserves	-	-	-	60,623
Total Revenue	\$ 1,997,045	\$ 2,369,855	\$ 2,369,855	\$ 2,810,505

Expenses - Town /District Split				
Salaries - Regular	\$ 965,704	\$ 1,005,696	\$ 1,005,696	\$ 1,032,731
Salaries - Part Time	41,505	50,000	62,500	110,000
Salaries - Overtime	130,465	125,135	125,135	110,000
Salaries - Longevity	7,634	7,406	7,406	5,728
Certification Pay	10,637	10,650	10,650	12,150
Salaries - Cell Phone Stipend	1,460	1,350	1,350	1,350
Salaries - Payout/Separations	6,087	10,000	10,000	10,000
Retirement	152,159	153,999	153,999	156,588
457 Contributions	2,000	2,000	2,000	2,000
Medical Insurance	88,422	93,015	93,015	130,493
Dental Insurance	8,167	9,547	9,547	12,492
Vision Insurance	1,695	1,763	1,763	1,768
Life Insurance & Other	5,551	8,201	8,201	7,710
Social Security Taxes	69,818	69,451	69,451	74,902
Medicare Taxes	16,305	16,243	16,243	17,517
Unemployment Taxes	1,139	2,520	2,520	2,520
Workman's Compensation	25,847	57,237	57,237	53,717
Recruitment	4,300	5,000	5,000	5,000
Pre-Employment Physicals/Testing	1,096	1,000	1,000	1,000
Tuition Reimbursement	5,576	7,875	7,875	7,875
Professional Outside Services	-	1,850	1,850	500
Physicals/Testing	5,494	6,250	6,250	6,500
Software & Support	10,569	10,915	10,915	11,650
Tax Administration	1,535	-	-	-
Advertising	-	100	100	100
Printing	483	1,100	1,100	1,100
Schools & Training	9,305	19,900	19,900	20,000
Electricity	7,886	9,000	9,000	9,000
Water	4,089	4,500	4,500	4,500
Communications/Mobiles	16,838	17,191	17,191	17,750

FY 2027 ADOPTED FIRE FUND

Description	FY 2025 Actual	FY 2026 Adopted	FY 2026 Amended	FY 2027 Adopted
Building Maintenance	26,157	31,000	31,000	31,000
Vehicle Maintenance	17,226	51,500	51,500	51,500
Equipment Maintenance	8,569	19,500	19,500	19,500
Kitchen/Janitorial Supplies	2,997	7,200	7,200	5,000
Emergency Management	1,000	1,000	1,000	1,000
Dispatch - Denton County	5,224	4,953	4,953	6,827
Copier Rental/Lease	1,914	2,000	2,000	2,000
Dues & Memberships	32,190	39,928	39,928	48,547
Travel & per diem	9,999	14,510	14,510	14,510
Office Supplies	259	500	500	650
Printer Supplies	277	500	500	500
Postage	261	100	100	300
Publications/Books/Subscripts	707	350	350	350
Fuel	7,585	10,000	10,000	10,000
Uniforms	6,828	9,250	9,250	9,250
Safety Equipment/Protective Clothing	38,268	40,000	40,000	42,500
Small Equipment	2,593	4,000	4,000	4,000
Hardware	136	3,500	3,500	2,000
Maintenance & Supplies	588	1,500	1,500	1,500
Miscellaneous Expense	1,299	2,500	2,500	2,500
Programs & Special Projects	15,822	16,000	16,000	16,000
Capital Outlays	-	61,500	61,500	90,000
Expenses - District				
Maintenance & Repairs	22,600	-	-	-
Rent And/or Usage	199,211	192,650	192,650	196,160
Insurance	27,888	27,520	27,520	29,070
Capital Outlays	29,766	119,500	107,000	-
GASB34/Reserve for Replacement	-	-	-	399,200
Total Expense	\$ 2,061,130	\$ 2,369,855	\$ 2,369,855	\$ 2,810,505

Total Fire Revenues	\$ 1,997,045	\$ 2,369,855	\$ 2,369,855	\$ 2,810,505
Total Fire Expenses	\$ 2,061,130	\$ 2,369,855	\$ 2,369,855	\$ 2,810,505
Net Budget Surplus (Deficit)	\$ (64,085)	\$ -	\$ -	\$ (0)

Town/District Fire ILA Calculation	FY 2026	FY 2026	FY 2027
Fire Budget	\$ 2,369,855	\$ 2,369,855	\$ 2,810,505
Less: Rent/Debt Service	192,650	192,650	196,160
Less: TML Fire Insurance	27,520	27,520	29,070
Less: Capital Outlays	119,500	107,000	-
Less: GASB34/Reserve for Replacement	-	-	399,200
Less: Fire Permits/Sprinkler	5,000	5,000	5,000
Less: Denton County Fire Pledge	10,000	10,000	10,000
Annual transfer to Town from District	\$ 2,015,185	\$ 2,027,685	\$ 2,171,075