

CITY OF LAVON, TEXAS

ORDINANCE NO. 2026-09-02

Adopting Budget FY 2026-27

AN ORDINANCE OF THE CITY OF LAVON, TEXAS APPROVING AND ADOPTING A BUDGET FOR THE CITY FOR THE FISCAL YEAR OCTOBER 1, 2026 THROUGH SEPTEMBER 30, 2027; PROVIDING THAT EXPENDITURES FOR SAID FISCAL YEAR SHALL BE MADE IN ACCORDANCE WITH SAID BUDGET; REPEALING CONFLICTING ORDINANCES; PROVIDING A SEVERABILITY CLAUSE; AND PROVIDING AN EFFECTIVE DATE.

WHEREAS, the City Manager has submitted to the Mayor and City Council a proposed budget of the expenditures and revenues of all City Departments, Divisions, and Offices for the Fiscal Year 2026-2027; and

WHEREAS, the City Council reviewed the submitted budget and held a duly posted Public Hearing that was noticed as provided by state law; and

WHEREAS, the City Council, after considering testimony at public hearings on August 18, 2026 and September 15, 2026, reviewing departmental services and studying the submitted budget has determined that the proposed FY 2026-27 budget will sufficiently provide for services for the residents of the City of Lavon and that the budget should be approved and adopted.

NOW, THEREFORE, BE IT ORDAINED BY THE CITY COUNCIL OF THE CITY OF LAVON, COLLIN COUNTY, TEXAS:

Section 1. That the appropriations as designated for the payment of expenses for the operation of the City government, hereinafter itemized by a true and correct copy of the Annual Budget hereto attached as “**Exhibit A**”, are hereby approved.

Section 2. That the expenditures during the fiscal year shall be made in accordance with the budget approved by this ordinance, unless otherwise authorized by a duly enacted ordinance of the City, said budget document being on file for public inspection in the office of the City Secretary.

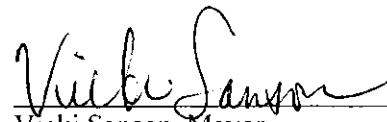
Section 3. That all other ordinances and code provisions in conflict herewith are hereby repealed to the extent of any such conflict or inconsistency.

Section 4. It is hereby declared to be the intention of the City Council that the phrases, clauses, sentences, paragraphs, and sections of this ordinance are severable, and if any phrase, clause sentence, paragraph or section of this ordinance shall be declared unconstitutional by the valid judgment or decree of any court of competent jurisdiction, such unconstitutionality shall not affect any of the remaining phrases, clauses, sentences, paragraphs, and sections of this ordinance, since the same would have been enacted by the City Council without the incorporation in this ordinance of any such unconstitutional phrase, clause, sentence, paragraph or section.

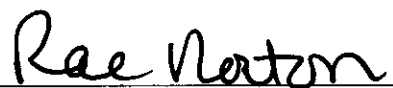
Section 5. That the necessity for making and approving a budget for the fiscal year, as required by the laws of the State of Texas, requires that this ordinance shall take effect immediately from and after its passage, as the law in such case provides.

DULY PASSED AND APPROVED by the City Council of the City of Lavon, Texas, on this 15th day of September 2026.

APPROVED:


Vicki Sanson, Mayor

ATTEST:


Rae Norton, City Secretary



RECORD VOTE

<u>Council Member</u>	<u>Voted For</u>	<u>Voted Against</u>	<u>Absent</u>
Mike Shepard, Place 1	☒	☐	☐
Mike Cook, Place 2	☒	☐	☐
Travis Jacob, Place 3	☒	☐	☐
Rachel Dumas, Place 4	☒	☐	☐
Lindsey Hedge, Place 5	☒	☐	☐

CITY OF LAVON, TEXAS
ORDINANCE NO. 2026-09-02

EXHIBIT A

FY26-27 Budget

City of Lavon
Fiscal Year 2026-2027
Budget Cover Page

This budget will raise more revenue from property taxes than last year's budget by an amount of \$1,075,522, which is a 20.41 percent increase from last year's budget. The property tax revenue to be raised from new property added to the tax roll this year is \$1,184,178.

The members of the governing body voted on the budget as follows:

FOR:

AGAINST:

PRESENT and not voting:

ABSENT:

Property Tax Rate Comparison		
	2026-2027	2025-2026
Property Tax Rate:	\$0.433807/100	\$0.420000/100
No-New-Revenue Tax Rate:	\$0.437512/100	\$0.408981/100
No-New-Revenue Maintenance & Operations Tax Rate:	\$0.276525/100	\$0.223906/100
Voter-Approval Tax Rate:	\$0.475203/100	\$0.436871/100
Debt Rate:	\$0.147604/100	\$0.157710/100

Taxpayer Impact Statement			
Fiscal Year (Tax Year): Tax Rate Description	Median-Valued Homestead	Tax Rate per \$100 of Value	Estimated Property Tax Bill
FY 2025-2026 (TY 2025): Adopted 2025 Tax Rate	359,482	\$0.420000	\$1,509.82
FY 2026-2027 (TY 2026): No New Revenue Tax Rate	338,502	\$0.437512	\$1,480.99
FY 2026-2027 (TY 2026): Proposed 2026 Tax Rate	338,502	\$0.433807	\$1,468.45

City of Lavon
FY 2026-2027 Proposed Budget
9/15/2026

	<u>Available</u>	<u>Revenues</u>	<u>Expenditures</u>	<u>Remainder</u>
<u>General Fund</u>				
General Fund	7,782,854	11,470,830	14,332,851	4,920,833
<u>Debt Service</u>				
Interest & Sinking Fund	559,588	2,286,230	2,136,100	709,718
<u>Special Revenue Funds</u>				
Municipal Court Jury Fund	511	-	500	11
MC Child Safety/Truancy Fund	26,092	-	26,000	92
MC Judicial Enhancements Fund	1,717	-	1,500	217
MC Building Security & Technology Fund	26,739	5,000	8,400	23,339
Opioid Abatement Fund	5,577	-	5,577	-
Law Enforcement Training Fund	119	3,300	3,400	19
Forfeiture Fund	1,227	-	1,227	-
Public Safety Fees	1,317,733	150,000	-	1,467,733
Street Sales Tax Fund	2,045,213	800,000	2,800,000	45,213
Trails of Lavon Streets Fund	10,695	-	10,695	-
Elevon Streets Fund	269,700	-	269,700	-
Hotel Occupancy Tax (HOT) Fund	3,010	700	-	3,710
Public Education Grant (PEG) Fund	61,253	3,500	-	64,753
TIRZ/TIF Fund	20,008	844,020	825,000	39,028
Collin County Open Space (CCOS) Fund	-	806,174	806,174	-
FEMA Grants	(36,938)	307,107	233,232	36,938
<u>Capital Projects Funds</u>				
Series 2023 Construction Fund	5,102,893	110,000	5,212,893	-
<u>Utility Fund</u>				
Utilities Fund	20,564,920	8,405,000	10,660,230	18,309,690
<u>Economic Development Corp</u>				
EDC Fund	1,524,852	902,700	2,427,552	-
EDC Construction & Maintenance Fund	172,583	1,200	97,119	76,664

FY2027 BUDGET NOTICE FOR THE CITY OF LAVON

This budget will raise more total property taxes than last year's budget by \$1,075,522 or 20.41%, and of that amount \$1,184,178 is tax revenue to be raised from new property added to the tax roll this year.

NOTICE OF PUBLIC HEARING AND BUDGET SUMMARY FOR FY2027 CITY OF LAVON

NOTICE IS HEREBY GIVEN, PURSUANT TO Chapter 8, Section 8.04 of the City of Lavon Home Rule Charter, the Lavon City Council will conduct a public hearing on the proposed City Budget for Fiscal Year 2027 on the 18th day of August 2026, at 6:30 p.m. in the Council Chambers of Lavon City Hall, 120 School Rd, Lavon, TX. Copies of the proposed budget are available for inspection by the public at the City Secretary's Office during regular business hours, and can be viewed online at www.cityoflavon.com.

The following is a summary of the budget as **proposed 8/18/2026**.

SUMMARY OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE

ALL OPERATING AND CAPITAL FUNDS

FISCAL YEAR 2026-2027 BUDGET

	GENERAL FUND	DEBT SERVICE FUND	SPECIAL REVENUE FUNDS	CAPITAL PROJECT FUNDS	UTILITY FUND	TOTAL ALL FUNDS
ESTIMATED BEGINNING BALANCES	7,782,854	559,588	5,450,091	5,102,893	22,494,920	41,390,347
REVENUES:						
Ad Valorem Taxes	4,293,380	2,214,230	842,520	-	-	7,350,130
Sales/other Taxes	1,620,000	-	1,601,400	-	-	3,221,400
Franchise Fees	280,000	-	3,500	-	-	283,500
Intergovernmental	33,000	-	809,474	-	-	842,474
Grants	-	-	307,107	-	-	307,107
Licenses & Permits	2,659,570	-	150,000	-	-	2,809,570
Fines & Forfeitures	130,650	-	5,000	-	-	135,650
Services	237,500	-	-	-	7,755,000	7,992,500
Investment Income	550,000	72,000	62,700	110,000	650,000	1,444,700
Miscellaneous	4,000	-	2,000	-	-	6,000
TOTAL REVENUES	9,808,100	2,286,230	3,783,701	110,000	8,405,000	24,393,030
Transfers from Other Funds	1,662,730	-	40,000	-	-	1,702,730
Issuance of Long Term Debt	-	-	-	-	-	-
TOTAL AVAILABLE RESOURCES	19,253,684	2,845,818	9,273,791	5,212,893	30,899,920	67,486,107
EXPENDITURES:						
General Government	3,532,011	7,500	25,000	-	-	3,564,511
Police	3,831,795	-	10,203	-	-	3,841,998
Fire	3,103,400	-	-	-	-	3,103,400
Municipal Court	116,236	-	36,400	-	-	152,636
Parks & Recreation	15,000	-	-	-	-	15,000
Development Services	1,696,735	-	-	-	-	1,696,735
Public Works	1,168,445	-	500,000	-	-	1,668,445
Utilities	-	-	-	-	4,497,500	4,497,500
Debt Service	-	2,128,600	-	-	-	2,128,600
Economic Development	-	-	2,524,671	-	-	2,524,671
Capital Projects	869,230	-	4,419,801	5,212,893	4,500,000	15,001,924
TOTAL EXPENDITURES	14,332,851	2,136,100	7,516,075	5,212,893	8,997,500	38,195,419
Transfers to Other Funds	-	-	-	-	1,662,730	1,662,730
ENDING FUND BALANCE	4,920,833	709,718	1,757,716	-	20,239,690	27,627,958
TOTAL REVENUES/TRANSFERS IN						26,095,760
NET DECREASE (INCREASE) IN FUND BALANCE						13,762,389
TOTAL APPROPRIABLE FUNDS						39,858,149