



CITY OF CLEAR LAKE SHORES

FY26

ADOPTED BUDGET

OCTOBER 1, 2025—SEPTEMBER 30, 2026

[CLEARLAKESHORES-TX.GOV/FINANCE](http://CLEARLAKESHORES-TX.GOV/FINANCE)

WHERE EVERY SUNSET IS CELEBRATED



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GOVERNMENT FINANCE OFFICERS ASSOCIATION

*Distinguished  
Budget Presentation  
Award*

PRESENTED TO

**City of Clear Lake Shores  
Texas**

For the Fiscal Year Beginning

**October 01, 2024**

*Christopher P. Morrill*

Executive Director



## HOW TO USE THIS BUDGET DOCUMENT A READER'S GUIDE

The City of Clear Lake Shores Budget contains comprehensive information regarding City policies, goals, objectives, financial structure, operations, and an organizational framework to illustrate how City services will be sustained and improved during fiscal year 2025-2026.

Budget preparation is, at best, a complex process. In spite of this, the process presents both an interesting and challenging opportunity to reevaluate plans, overall goals, and methods for achieving them. The budget could be the most significant policy document produced each year.

Many months before the City's budget is presented to the Council, the process begins with estimates of expenditures, revenues, and reserves in order to determine the amount of funds that are available to the City. This is the foundation upon which departmental expenditure requests are made, and they are then reviewed.

Budgets serve as operational tools and planning tools, presenting the current policies and plans for the future to the public, who are the ultimate consumers of municipal services.

### BUDGET FORMAT

The budget document is divided into seven sections: Introduction, Budget Overview, Budget Summaries, Governmental Funds, Capital Project Funds, Special Revenue Funds and Appendix.

The “**Introduction**” section includes City officials and staff, organization chart, mission statement, the history of the City along with the City map.

The “**Budget Overview**” section includes the Budget Message, which is addressed to the Mayor and City Council and explains the major policies, trends and issues that affected the development of the FY24 budget. This section also contains information on the budget plan and process, budget calendar, explanation of the fund structure, City's fiscal principles and policies as well as the City's strategic plan. Along with this information is the City's community profile.

The “**Budget Summaries**” section includes an overall summary of the Budget, which includes all funds along with individual fund summaries.

The accounts of the City are organized on the basis of funds and account groups, each of which are considered to be a separate accounting entity. Each fund can be generally thought of as a small business. The operations of each fund are maintained using self-balancing accounts, which comprise its assets, liabilities, fund equity, revenues, and expenditures or expenses. Resources are budgeted to the individual funds by activity and are controlled within the fund.

The “**Governmental Funds**” section includes the General Fund along with each department that falls under this fund.

The “**Capital Projects Funds**” section includes the Capital Equipment Fund, this fund is used to finance the purchase of new vehicles, equipment and capital improvements.



## HOW TO USE THIS BUDGET DOCUMENT A READER'S GUIDE

The “**Special Revenue Funds**” section summarizes the Special Revenue Funds, which include the Roads & Drainage Fund, Plaza Ten 06 Corporation and Economic Development Corporation.

The “**Appendix**” section includes the Ordinance for the adoption of the budget, City’s demographics and Glossary, which is especially helpful to the lay reader.

# City of Clear Lake Shores

FY26

Budget

## Introduction





# **CITY OF CLEAR LAKE SHORES, TEXAS**

## **ANNUAL BUDGET**

**OCTOBER 1, 2025 – SEPTEMBER 30, 2026**

SUBMITTED TO  
THE MAYOR AND CITY COUNCIL  
SEPTEMBER 16, 2025

**RANDY CHRONISTER**

Mayor

**AMANDA FENWICK**

Mayor Pro-Tem

**ALEX SCANLON**

Council Member

**JEFF TERRELL**

Council Member

**RICK FISHER**

Council Member

**ED WATERS**

Council Member



## **APPOINTED OFFICIALS**

**MICHAEL KRAMM**

City Administrator

**CHRISTY STROUP, TRMC**

City Secretary

**DAVID DONALDSON**

Police Chief

## **ADMINISTRATIVE STAFF**

**ANGIE GALVAN, TRMC**

Assistant City Secretary

**CHERYL HUNTER, CPA**

Finance Director

**JULIE CRIDDLE**

Administrative Assistant – Police

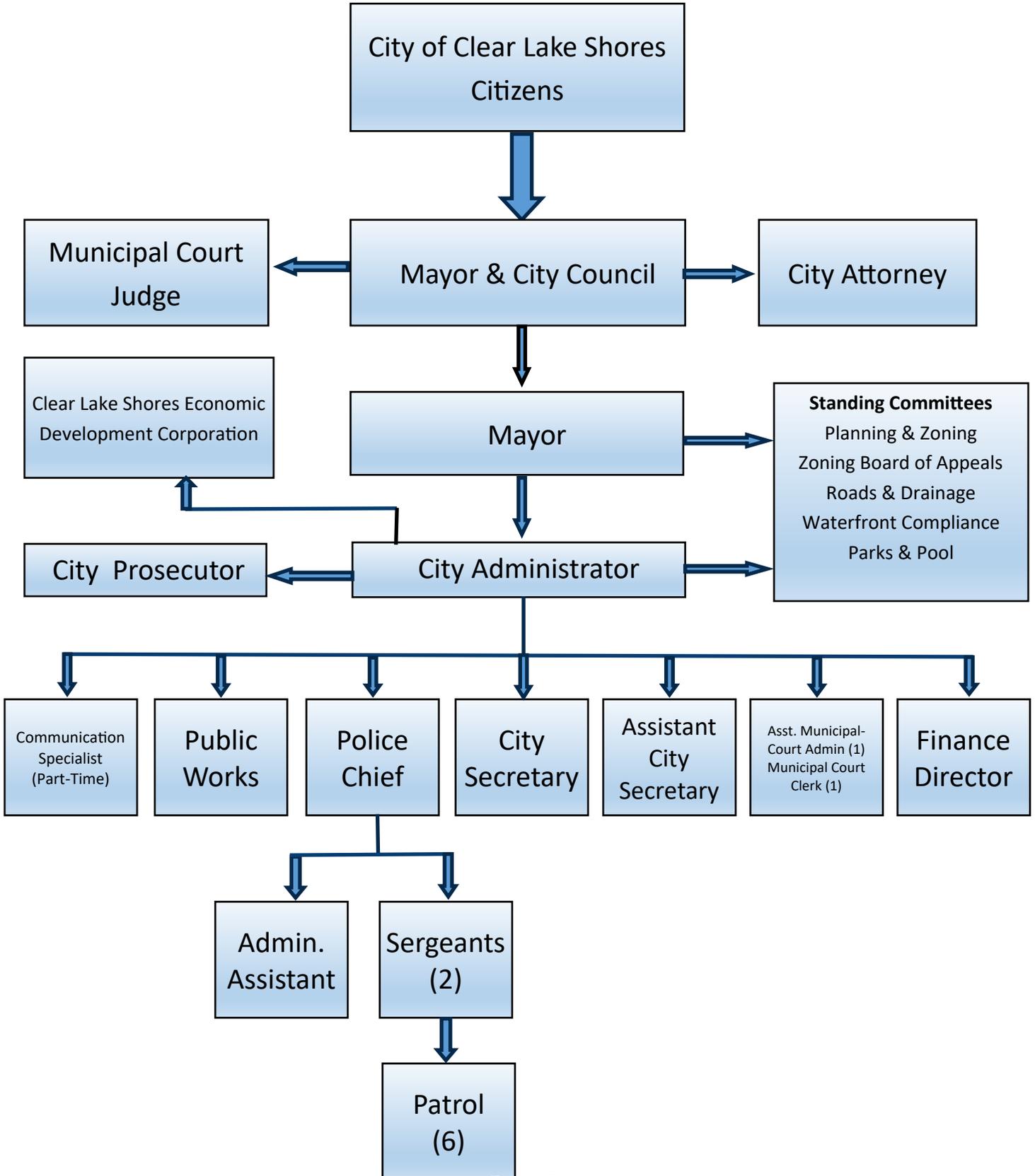
**TIFFANY WILSON**

Assistant Municipal Court Administrator

**DESI SAENZ**

Municipal Court Clerk

# City of Clear Lake Shores Organizational Structure





## MISSION STATEMENT

The mission of the City of Clear Lake Shores is to embrace the unique spirit of the community, preserve and affirm our distinct identity, and foster responsible growth and economic development.

## GOALS

- ☞ Economic Development – Enhance economic growth.
- ☞ People – Maintain a positive environment to work, live and play.
- ☞ Infrastructure – Maintain and improve the City’s infrastructure.

## MOTTO

“Where every sunset is celebrated.”





# HISTORY

Clear Lake Shores is on Farm-to-Market (FM) 2094 about twenty-two miles northwest of Galveston in northwestern Galveston County near the Harris County line. The community is surrounded by water on three sides and lies about a mile west of Galveston Bay. During the 1920's the Clear Lake region was a popular recreation area, and promoters purchased land and subdivided it into 20-by-100-foot tracks for a development they named Clear Lake Shores. Their dreams of profit collapsed with the onset of the Great Depression. On April 24, 1927, the Houston Post Dispatch newspaper advertised a special offer for its subscribers. A choice lot on beautiful Clear Lake was being offered in exchange for a six-month subscription to the paper and the payment of \$69.50 down and \$9.50 payable at \$3 a month. Among the amenities offered to residents of Clear Lake Shores were shell streets, a wharf, boat landing, and a new clubhouse.

Newspaper Advertisement -April 24, 1927



Map of Clear Lake Shores Showing Lots

During the 1930's, old timers have told stories about one of the lots being given away as a door prize at a dance because the owner was unable to pay the lot's annual dues of \$.50 cents per lot. Eventually, the community became a popular place for summer homes. It was not until after World War II, when water facilities were installed, that permanent residences began to be constructed.



## HISTORY

1964 -Clear Lake Shores Entrance Marker Ribbon Cutting -Mayor R.A. Piehl



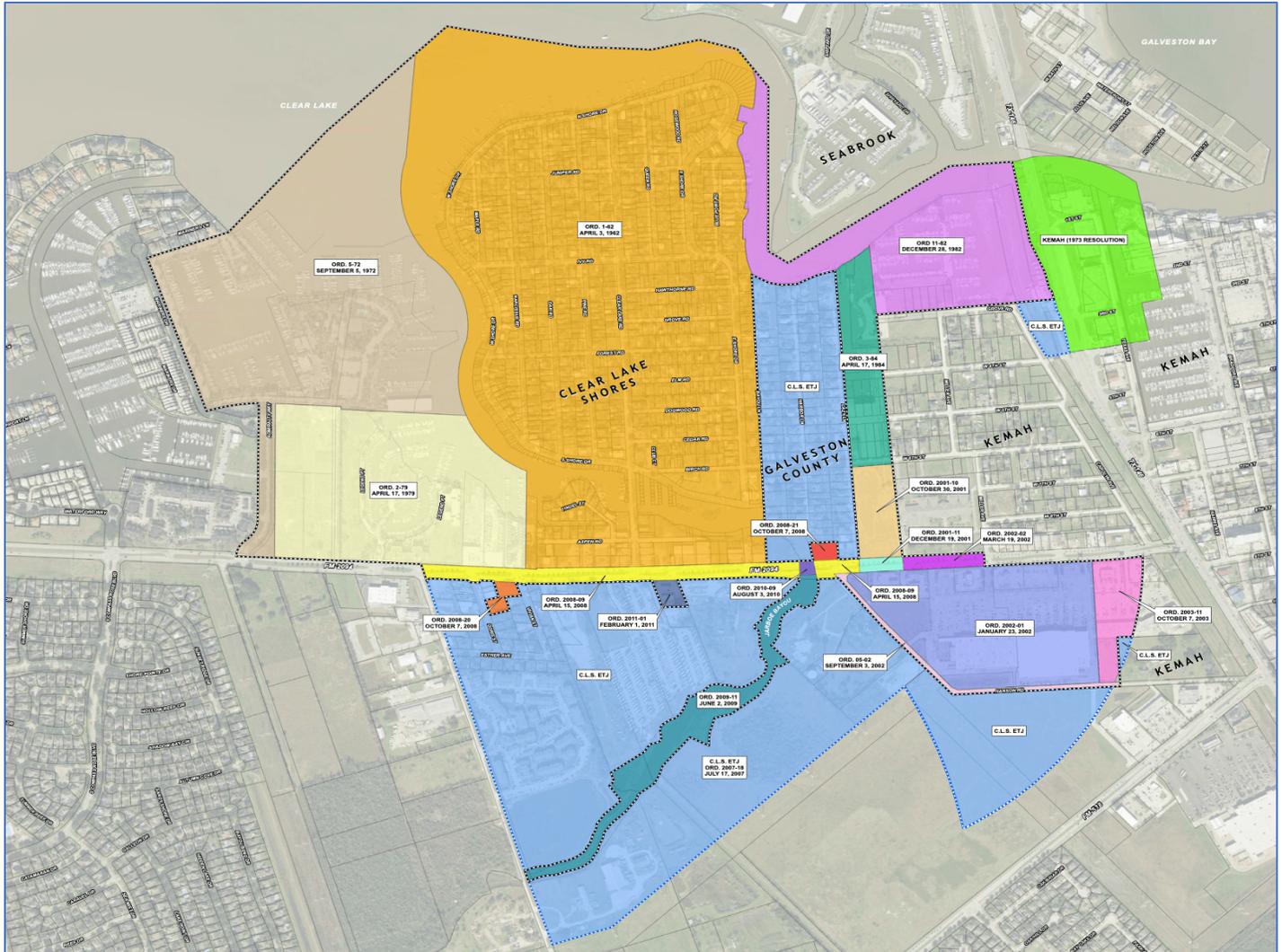
On November 13, 1962, Clear Lake Shores incorporated with an estimated population of 200. As the community has grown, Clear Lake Shores has become primarily a residential area. Over the years, the population has also increased and, as of 2022, there are an estimated 1,263 residents, a 531% increase over 1962. The City of Clear Lake Shores is home to a number of businesses, including several large marinas, and has earned the title of "Where Every Sunset is Celebrated."



Aerial View -Clear Lake Shores -2023



# MAP OF CLEAR LAKE SHORES, TEXAS



## ESTIMATED DISTANCE TO OTHER TEXAS CITIES

|             |           |            |
|-------------|-----------|------------|
| Houston     | 31 Miles  | 45 Minutes |
| Austin      | 199 Miles | 3.25 Hours |
| San Antonio | 231 Miles | 3.5 Hours  |
| Dallas      | 270 Miles | 4 Hours    |
| El Paso     | 780 Miles | 11 Hours   |

# City of Clear Lake Shores

FY26

Budget

## Budget Overview



Okies Yardhouse on Marina Bay Drive



## BUDGET MESSAGE

September 11, 2025

Honorable Mayor and Members of the City Council  
City of Clear Lake Shores  
1006 S. Shore Drive  
Clear Lake Shores, TX 77565

Dear Honorable Mayor and City Council Members:

In accordance with the Texas Local Government Code and City requirements, I am pleased to present the adopted budget for the fiscal year beginning October 1, 2025, and ending September 30, 2026. This document includes budgets for the General Fund, Restricted Funds, Rainy Day Fund, Hotel Tax Fund, Roads and Drainage Fund, Capital Equipment Fund, Plaza Ten 06 Corporation, and the Economic Development Corporation.

The process of developing and monitoring the budget is continuous, and adjustments are made throughout the budget period to account for unforeseen events. Budgets should be realistic, achievable, and cost-effective. During the budget period, we will regularly evaluate our financial position to ensure that we can fund our priorities while maintaining a balance between revenues and expenditures. In managing public resources, we remain committed to upholding our fiduciary responsibilities.

In FY25, Council established four key priorities, listed below in order of importance. These priorities have not changed and therefore remain the same for FY26.

1. **Salary Survey & Salary Adjustments**—The council instructed staff to carry out a salary survey to determine if employee salaries are in line with those in comparable cities to Clear Lake Shores.
  - ➔ This priority was achieved during FY25.
2. **New City Hall/Jail** -The current City Hall is outdated and needs extensive repairs. Moreover, the City requires a larger facility to accommodate its growing needs.
  - ➔ This priority remains unfunded until the City can find a funding source. The Council decided to set aside funds each year to save for the project.
3. **Regular Maintenance of Trees/Drainage** -The City has many trees entangled in power lines and trees within its right-of-way, which can cause significant problems during a storm. Additionally, the drainage ditches must be cleaned and debris cleared to ensure proper drainage.
  - ➔ This priority is ongoing; the FY26 budget allocates funds for the clearing of the City's ROW. A contractor has been hired to clean and clear the drainage ditches as needed. This work is funded by the Roads & Drainage Fund.
4. **Contribution to the Rainy Day Fund** -Contribute annually to the Rainy Day Fund to ensure the City has adequate resources in case of an emergency.

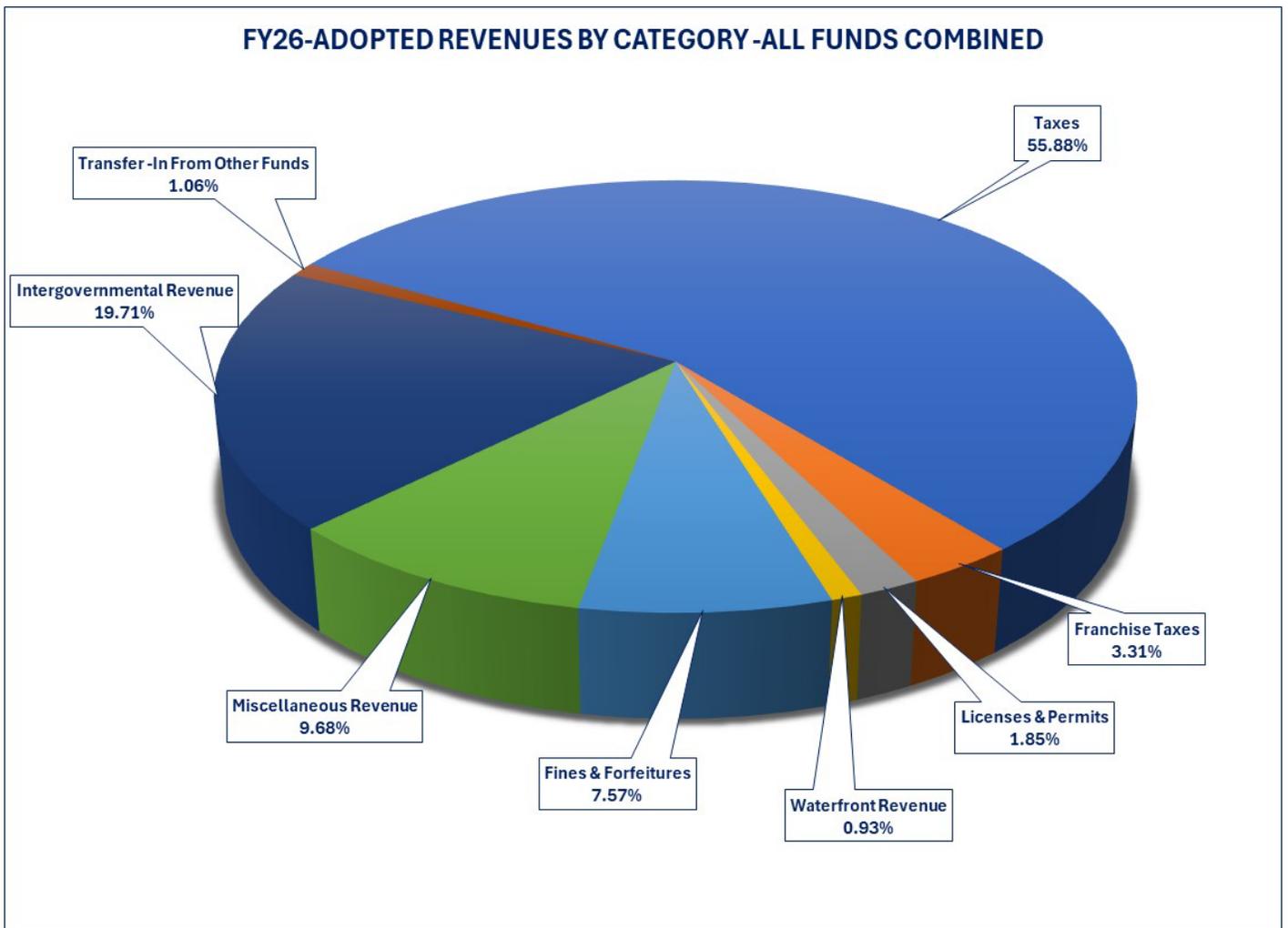


→ City Council decided to contribute \$50,000, which will be transferred from the General Fund to the Rainy Day Fund.

The city successfully funded three out of the four priorities set by the Council. We remain dedicated to resolving the new City Hall and Jail priority.

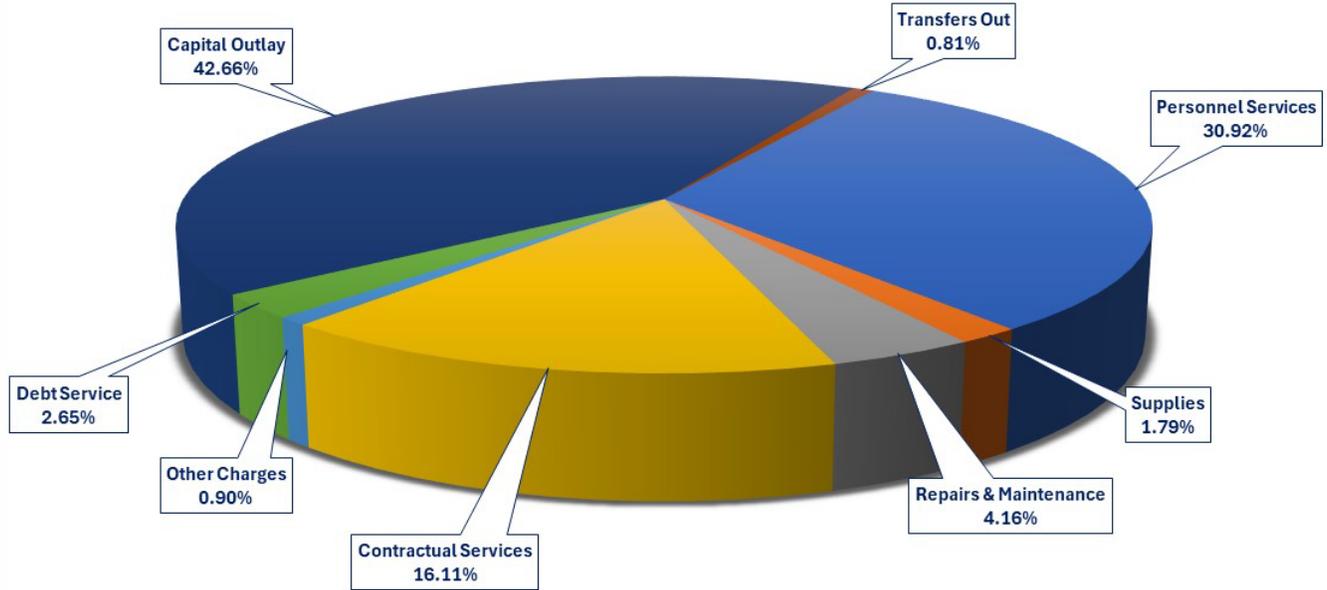
For all funds combined for FY26, total budgeted revenues are \$4,710,251, while total budgeted expenditures are \$6,180,439, resulting in an overall deficit of \$1,470,188. The majority, or 82.40%, of the deficit is due to proposed street projects in the Roads & Drainage Fund.

Sales tax revenue accounts for 55.88% of total budgeted revenues, while capital projects account for 42.51% of total budgeted expenditures.





FY26-ADOPTED EXPENDITURES BY CATEGORY -ALL FUNDS COMBINED



**SALES TAX**

In fiscal year FY25, the City experienced significant success in its overall sales tax collections, totaling \$2,828,976. This amount reflects an increase of 11.31% compared to the collections of \$2,541,441 in fiscal year FY24. Additionally, in February 2025, the City received an extra \$85,437 from audit payments related to gross collections. The total sales tax revenue was allocated to three funds, with the General Fund receiving \$2,121,731, which accounts for 75% of the total. Both the Roads & Drainage Fund and the Economic Development Corporation received \$353,623 each, representing 12.5% of the total.

As of December 31, 2024, the following are the top taxpayers in the city:

- |                         |                           |
|-------------------------|---------------------------|
| Home Depot              | Amazon                    |
| Target                  | Galveston Bay Brewing     |
| Discount Tire           | IHOP                      |
| Spec's                  | Schafers                  |
| Chick-Fil-A             | Joe Lee's Seafood Kitchen |
| True North Marine       | Skipper's Café            |
| Opus Ocean Grille       | AT & T                    |
| Chili's                 | Fam Auto Repair           |
| Yacht Equipment Service | Wendy's                   |

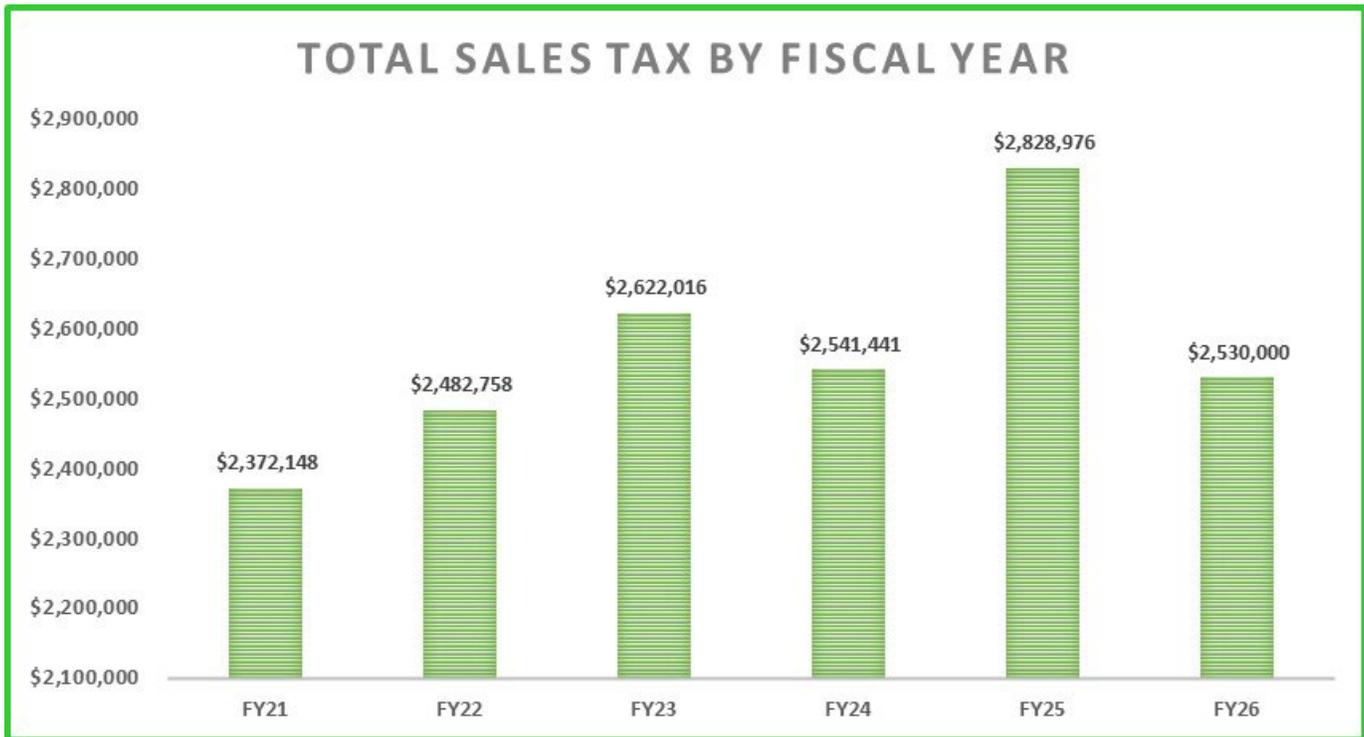


The City continues to rely on sales tax as its primary source of revenue. Fortunately, sales tax collections have remained stable. City leadership is committed to avoiding the imposition of a property tax and is very frugal with its spending. They aim to adhere to their strategic plan in collaboration with the Economic Development Corporation (EDC) to promote new businesses and incentivize existing ones. It is essential for the City to continue contributing to its Rainy-Day Fund. In the event of an economic downturn or natural disaster, this fund will provide financial support for City operations until businesses can resume normal activities or a property tax can be implemented.

The Town Center has become a popular destination for people of all ages, offering a variety of entertainment options. Most nights, the parking lot is filled with cars. Although the City has considered introducing paid parking, it does not want this to negatively impact local businesses.

The most exciting news for the City is the launch of the boat ramp project at Shell Bottom Park. This project has been in the works since 2018, but delays occurred due to environmental assessments required by Texas Parks & Wildlife, as the City had secured a grant to partially fund the ramp. The new boat ramp is expected to increase boat traffic in the area, attracting more visitors to our Town Center.

The project will completely renovate the existing ramp, adding a brand-new ramp, two long piers, lighting, and a new parking lot. Initially, funding for this project was primarily sourced from Texas Parks & Wildlife, which was set to cover 75% of the total estimated cost of \$903,000. The Economic Development Corporation (EDC) would then cover the remaining balance of \$225,750, a significant portion of the EDC’s annual revenue. However, due to delays with the grant, our ambitious leaders approached our local legislator to inquire about funding for the boat ramp. The legislator was persistent in securing a line item in the State of Texas’ budget specifically for this project. As a result, the legislator successfully obtained \$850,000 for the EDC, with Texas Parks & Wildlife covering the remaining \$53,000. This was excellent news, as there was no impact on our budget! The bid package for the project is scheduled to be released in October 2025, with the contract expected to be awarded in November 2025. Construction is anticipated to begin in early January 2026 and to be completed by April 2026, just in time for the start of the fishing season.





**DEBT SERVICE**

For FY26, the total debt service payments amount to \$144,957. This includes two loans: the Lee Property (East parking lot) and the McVaney loan (Paint & Body Shop on FM 2094).

For the Lee Property, this is the ninth of ten payments, totaling \$94,957. This consists of \$89,506 in principal and \$5,451 in interest. The McVaney loan is a \$50,000 pass-through payment, reimbursed by the Economic Development Corporation (EDC) through a budgeted revenue transfer. This payment will be the third out of five installments. The Motorola lease payment is the fourth of five installments, with a principal-only payment of \$18,984 and no interest.

**NOTES PAYABLE SCHEDULE**

| Fiscal Year<br>Ending<br>Sept. 30 | Principal         | Interest        | Total             |
|-----------------------------------|-------------------|-----------------|-------------------|
| 2026                              | 158,490           | 5,451           | 163,941           |
| 2027                              | 161,175           | 2,766           | 163,941           |
| 2028                              | 50,000            | -               | 50,000            |
| <b>Total</b>                      | <b>\$ 369,665</b> | <b>\$ 8,217</b> | <b>\$ 377,881</b> |

**GENERAL FUND**

In the City of Clear Lake Shore's budget, the General Fund serves as the primary operating fund.

In addition to the successful sales tax collection for FY25, other revenue sources exceeded budget expectations as well. Revenue from Licenses & Permits is 57% higher than budgeted, while Fines & Forfeitures surpassed the budget by 7.5%. The City has seen an ongoing increase in licenses and permits, having issued permits for four new constructions and one demolition, along with a rise in other types of permits. As of September 2025, a total of 216 permits have been issued.

For FY25, budgeted expenditures were 6% lower than anticipated, primarily due to incomplete capital projects and staff turnover within the Police Department. Consequently, the city is expected to achieve savings of \$269,736, which will help address the shortfall of \$253,907 projected for FY26.

For fiscal year 2026 (FY26), the General Fund budget projects revenues and transfers in at \$2,866,451, while expenditures and transfers out are expected to total \$3,139,342. This creates a shortfall of \$272,891, which will be offset by savings from fiscal year 2025 (FY25) that have been added to the fund balance.

The anticipated revenues for FY26 are expected to decrease by \$127,387, reflecting a 4.25% decline compared to FY25. In contrast, projected expenditures for FY26 are set to increase by \$61,966, or 2.01%. These adjustments in both revenues and expenditures are primarily due to changes in funding from the American Rescue Plan Act (ARPA) and associated capital project costs.

Within the budgeted expenditures, personnel services account for 61.25% of the total, followed by contractual services at 23.48%. The other categories of expenditures are considered minor in comparison. The Police Department comprises 37.51% of the budgeted expenditures, with the General Government Department contributing 14.29%. Additionally, the City's retirement contribution rate will decrease from 15.13% to 14.28%, starting January 1, 2026.



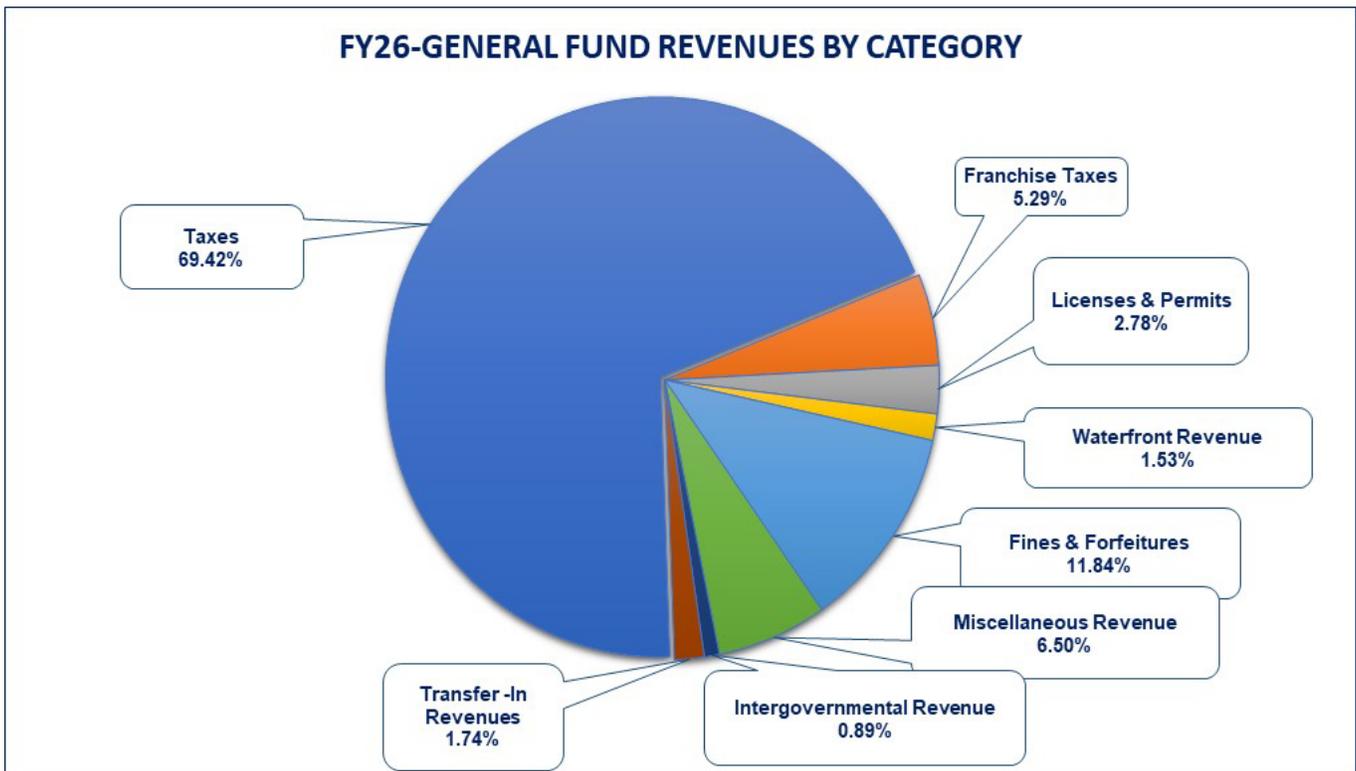
Key highlights of the FY26 budget include a 3% increase in civilian salaries and the introduction of a new step plan for police officers. This step plan, which is based on the number of years of experience an officer has, will result in salary adjustments for all officers. The total cost for this initiative is outlined as follows:

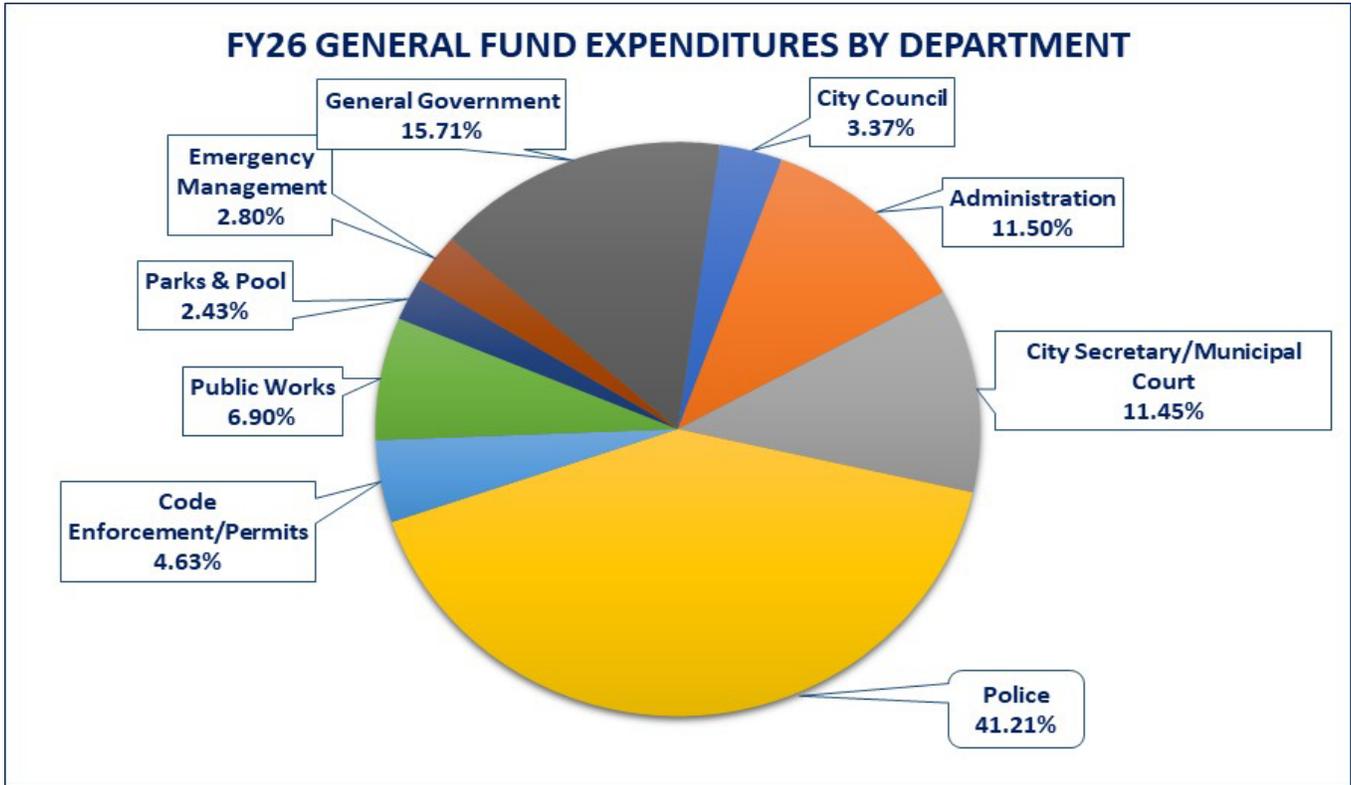
|                  |           |               |                    |
|------------------|-----------|---------------|--------------------|
| Civilian         | \$        | 16,224        |                    |
| Contract         | \$        | 4,035         | City Admin & Chief |
| Non-Civilian -PD | \$        | 43,610        |                    |
| <b>Total</b>     | <b>\$</b> | <b>63,869</b> |                    |

The FY26 budget allocates \$45,000 for new Financial and Permits software and \$60,000 to replace all outdated computers that are incompatible with Windows 11.

In FY26, the City received a grant from the Texas Department of Motor Vehicles known as the SB224 Catalytic Converter Grant. This grant provides \$25,416, with the City contributing a matching amount of \$5,084. The funds will be used to purchase a Flock Camera system for the island.

The General Fund is projected to have a beginning balance of \$3,193,547 on October 1, 2025. After accounting for a deficit of \$272,891, the ending balance as of September 30, 2026, is expected to be \$2,920,656. This fund balance is still considered healthy and sufficient to cover approximately 10 months of operating expenses.

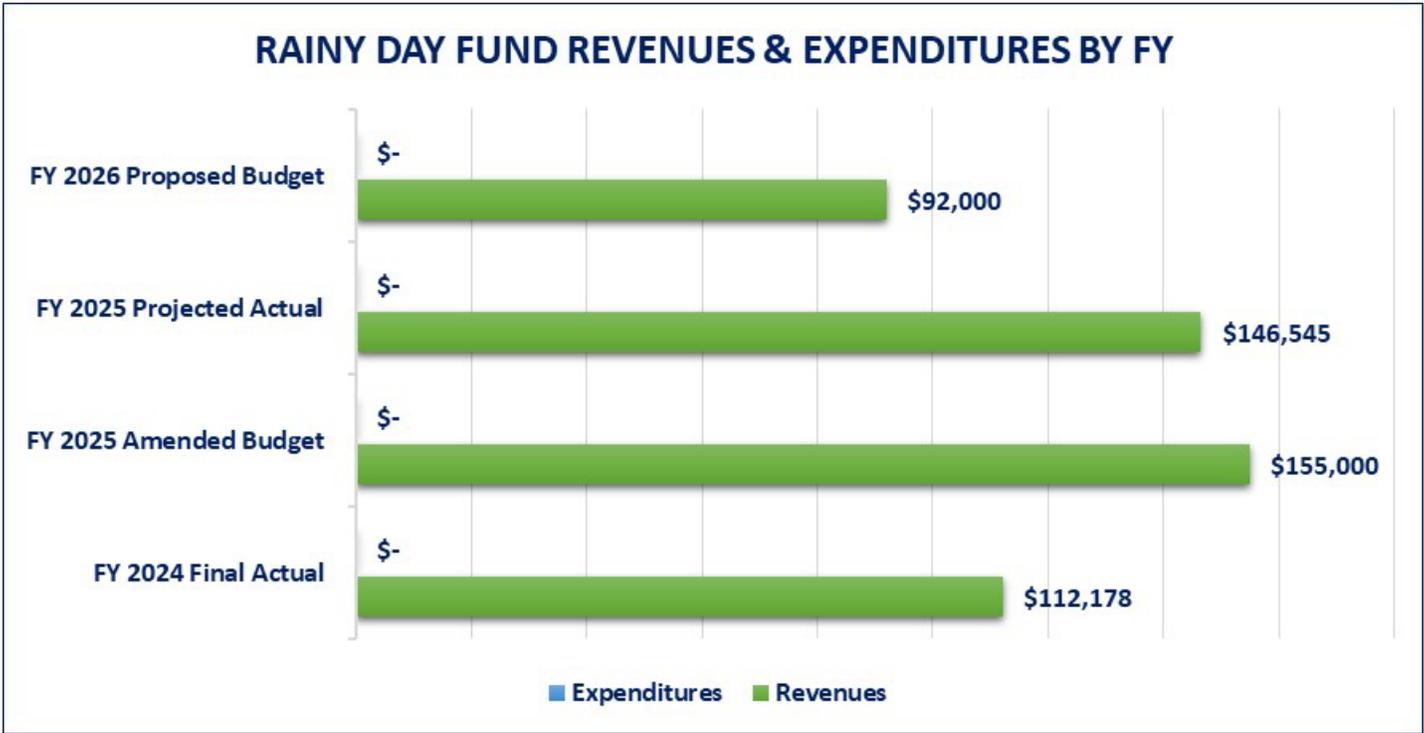




**RAINY DAY FUND**

The Rainy Day Fund is a dedicated revenue fund created by the City to aid recovery from disasters and significant financial downturns. This fund provides additional support for essential City operations during challenging times.

The Rainy Day Fund generates income through interest and contributions, with no planned expenditures for the fiscal year. For FY26, total revenues are projected to be \$92,000, all from interest income. Funds are kept in the City's investment pool, Tex-Pool, to enhance interest earnings. The Rainy Day Fund is designed to cover approximately seven months of operational expenses in the event of a disaster or significant financial downturn.



**RESTRICTED FUNDS**

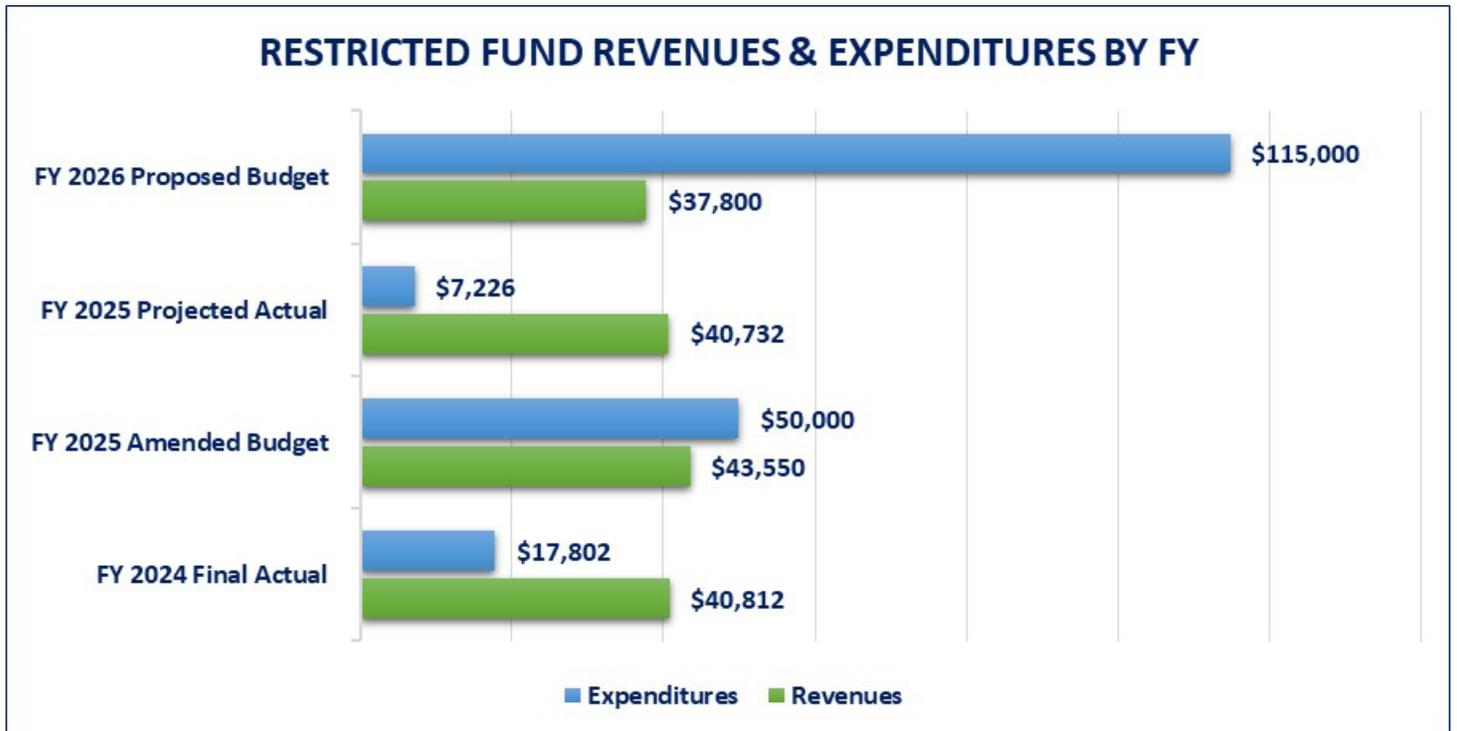
The Restricted Fund is a special revenue fund containing accounts designated for specific purposes, mandated by law or governed by general restrictions. Below is a brief overview of each account.

- Court Security Fund -Funds collected from court costs and may only be used to finance the purchase of technological enhancements for the Municipal Court.
- Truancy Prevention Fund - Funds collected through court costs and may only be used for truancy prevention and intervention programs.
- Child Safety Fund - Funds collected through court costs and may only be used to support crossing guard programs and other child safety initiatives.
- Court Technology Fund – Funds collected through court costs and may only be used to finance the purchase of security services for buildings housing the Municipal Court.
- PD Seizure Funds - Funds obtained through asset forfeiture that are related to criminal activity or acquired illegally.
- PD Donations – Donations from individuals or businesses used to support the Police Department.
- Comcast PEG Funds – Funds collected from a fee charged to subscribers to support public, educational, and government (PEG) television channels.



For FY26, the Restricted Fund revenues are projected to be \$37,800, while expenditures are expected to total \$115,000. This will result in a shortfall of \$77,200, which will be covered by the fund balance. The budgeted expenditures include maintenance for the court software, maintenance of the court security system, and various items purchased by the Police Department.

For FY26, significant purchases include the replacement of court software for \$13,000 and a new marquee sign for the Clubhouse costing \$50,000.

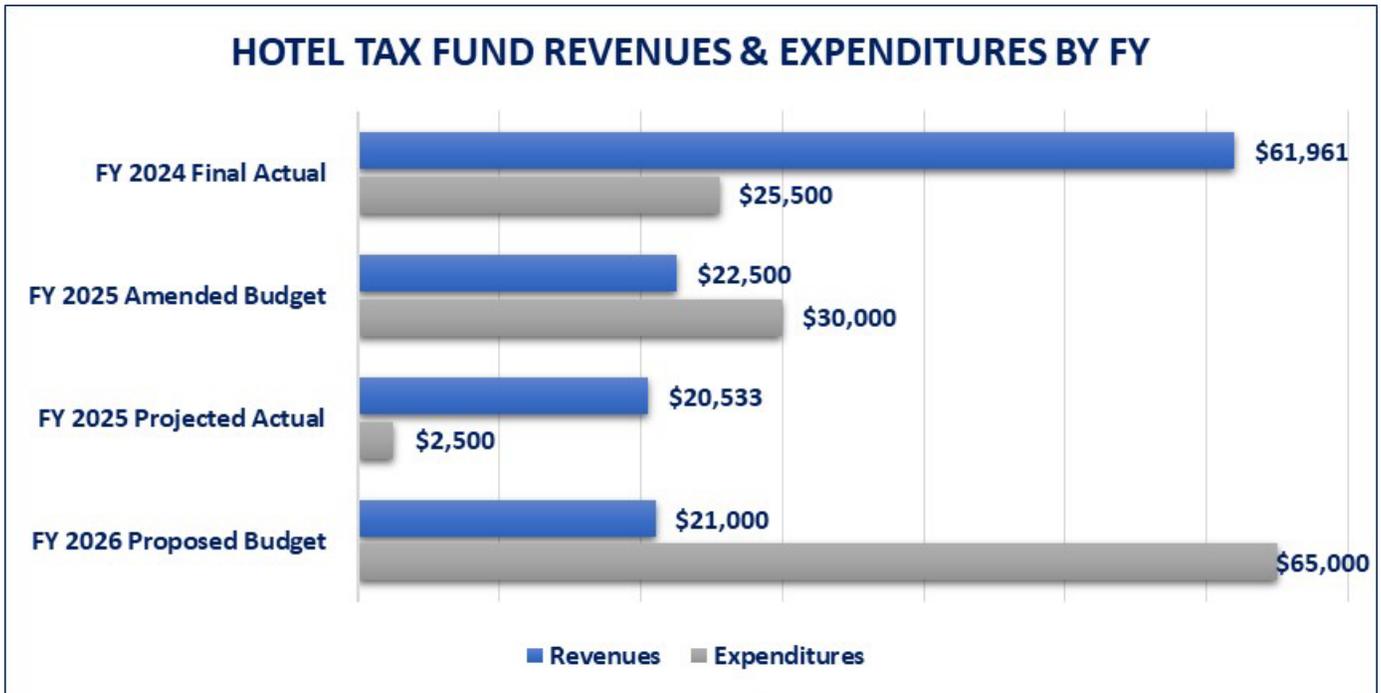


**HOTEL TAX FUND**

The Hotel Tax Fund includes taxes from hotels, short-term rentals, and bed and breakfast establishments in the city, along with the corresponding permitting fees for these establishments. According to state law, the funds collected must be used to promote tourism and the convention and hotel industry. The City has allowed a maximum of 20 operations; currently, 11 are approved.

For FY26, revenues are budgeted at \$21,000 while expenditures are projected at \$65,000. The resulting shortfall of \$44,000 will be financed from the fund balance.

Major expenditures include replacing the wood floor at the Clubhouse for an estimated cost of \$30,000 and wayfinding signage at the City's entry for an estimated cost of \$30,000, to be split with the EDC.



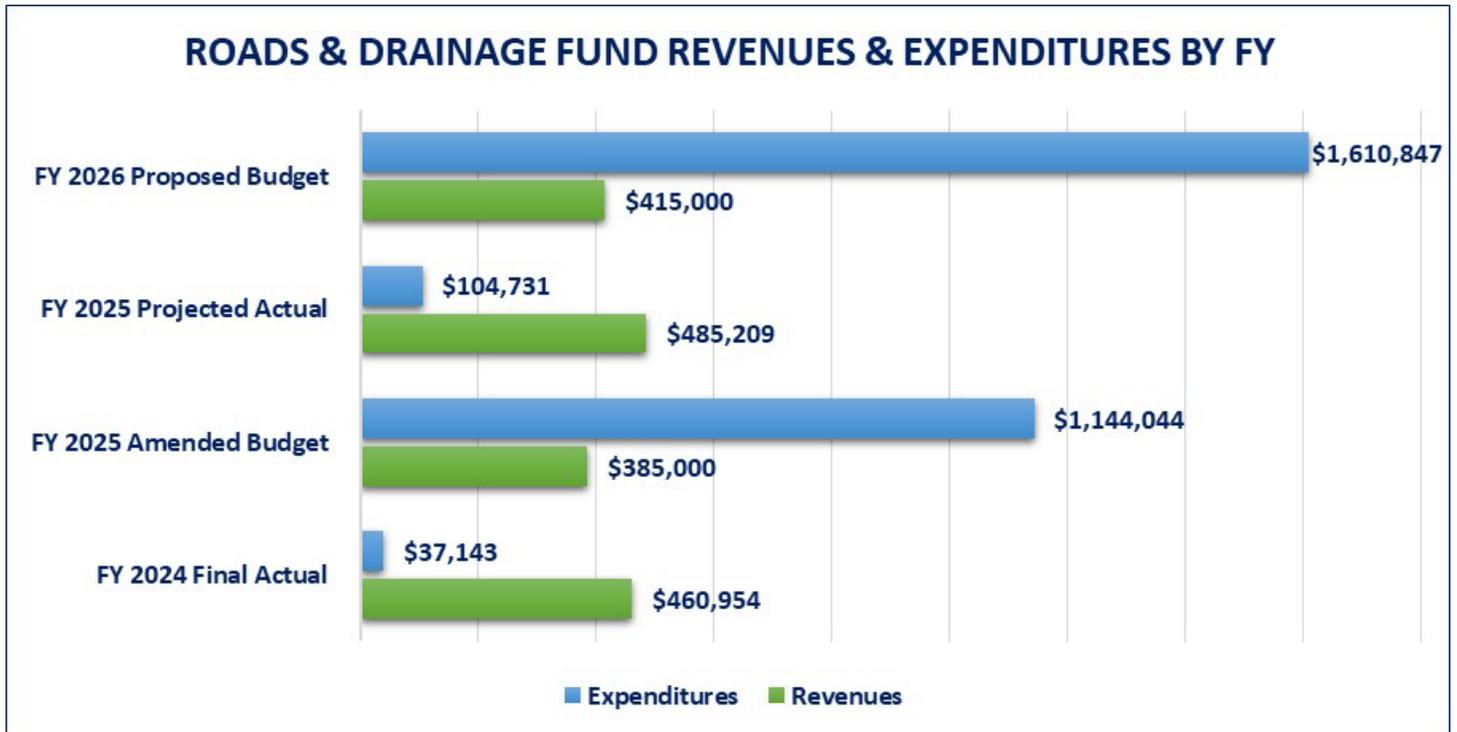
**ROADS & DRAINAGE FUND**

The Roads & Drainage Fund is a capital project fund that allocates financial resources for the construction or acquisition of major long-term government facilities, including buildings, streets, highways, stormwater drainage systems, and bridges. The fund is primarily financed by sales tax, receiving one-eighth (1/8) of the two percent (2%) collected on behalf of the City. Additionally, the fund is supported by operating transfers from the General Fund. Beginning in FY25, the operating transfers have been put on hold. This fund is mainly used to support street and drainage improvement projects throughout the City.

For FY26, revenues are budgeted at \$415,000, while expenditures are budgeted at \$1,610,847. This results in a shortfall of \$1,195,847, which the existing fund balance will cover.

As part of the FY26 budget, the following allocations have been made:

- ↳ \$342,774 for street & drainage improvements along Narcissus Road
- ↳ \$308,257 for street & drainage improvements along CLR -S
- ↳ \$347,024 for street & drainage improvements along Forest Road
- ↳ \$344,988 for street & drainage improvements along Oak Road
- ↳ \$25,000 for clearance of trees along the City’s ROW
- ↳ \$60,000 for drainage maintenance

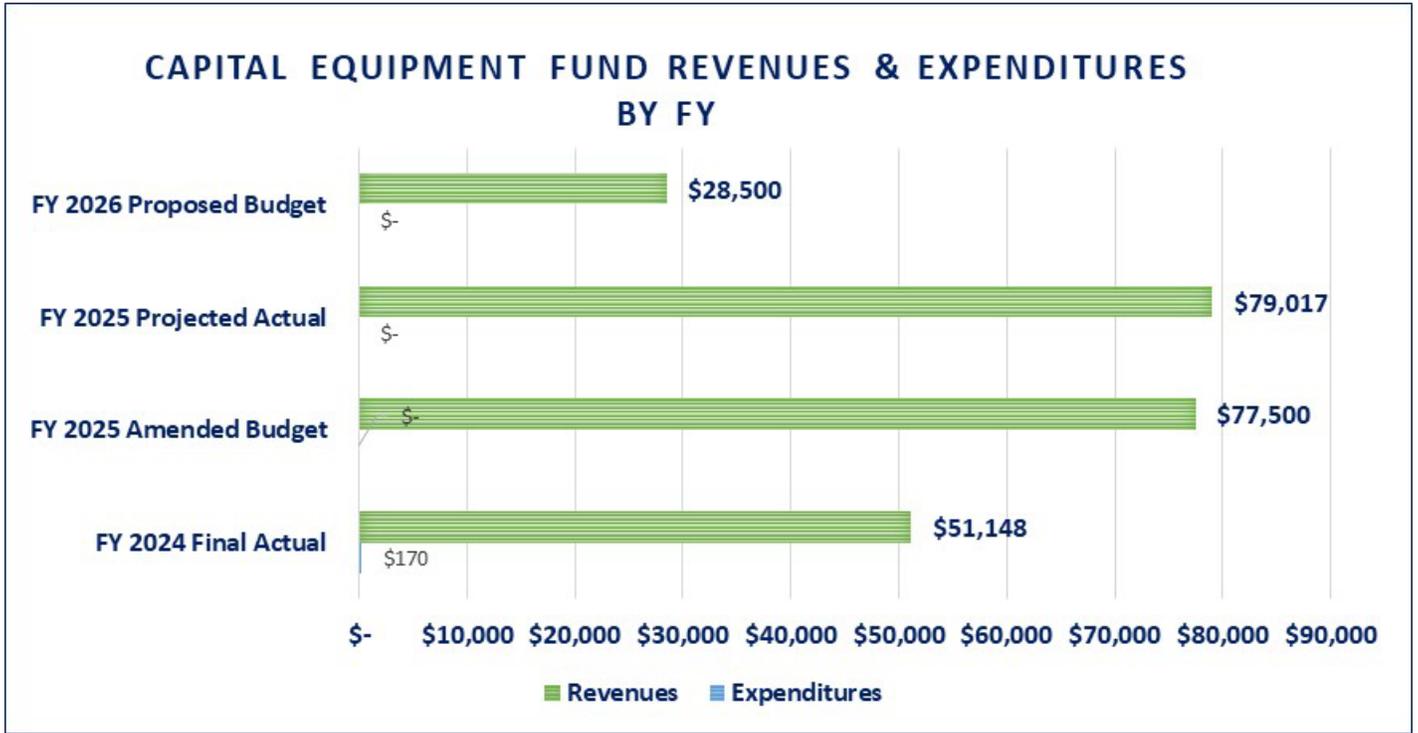


**CAPITAL EQUIPMENT FUND**

The Capital Equipment Fund was established to finance the acquisition and replacement of vehicles and other capital equipment. The only source of funding for this fund is operational transfers from the General Fund. To ensure that the fund has enough resources to purchase new vehicles and replace old ones without incurring debt, the transferred funds are calculated to match the depreciation of existing equipment. This fund can only be used to buy equipment that costs more than \$5,000, in accordance with the City's capital expenditure threshold.

The City's primary goal is to continue growing this fund to support future purchases while maintaining financial stability. For FY26, revenues are projected to be \$3,500, but with expenses amounting to \$125,000, this will result in a deficit of \$121,500, which will be covered from the fund balance.

Major purchases for FY26 include replacing the Chief's vehicle for an estimated cost of \$75,000 and replacing the Police department's tasers for a total estimated cost of \$50,000.

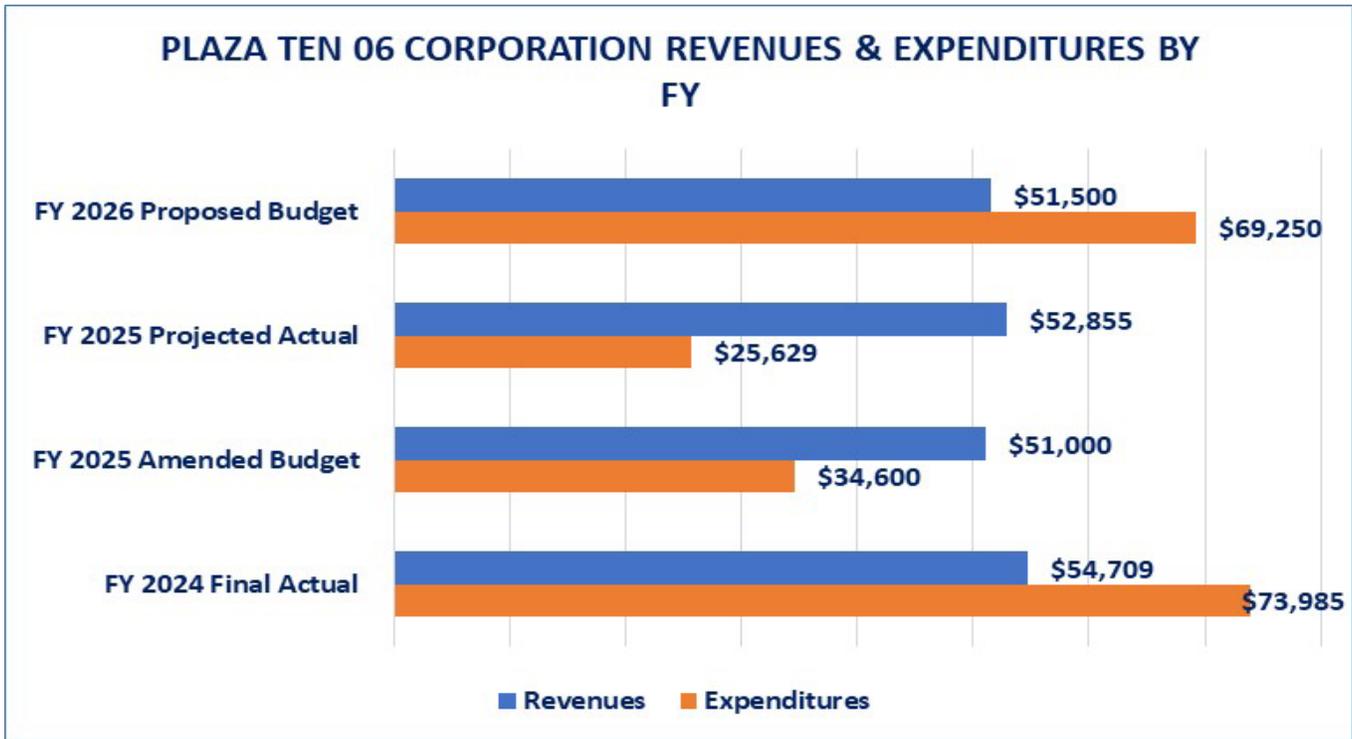


**PLAZA TEN 06 CORPORATION**

Plaza Ten 06 is a corporation focused on acquiring land and buildings within the city limits or the extraterritorial jurisdiction (ETJ) of the City for redevelopment purposes. Its Board of Directors is composed entirely of five City Council members. Any budgetary decisions and the issuance of bonded debt require approval from the City Council.

The main source of funding for Plaza Ten 06 is the lease revenue generated by Okie's Yardhouse. Plaza Ten owns the property and building where Okie's Yardhouse is located. A lease agreement has been established between Sidewalk Brands, LLC, the owners of Okie's Yardhouse, and Plaza Ten, with a monthly rental rate of \$4,000. Additionally, Plaza Ten is responsible for a significant portion of the maintenance for both the building and the property.

For FY26, projected budgeted revenues are anticipated to be \$51,500, which includes \$48,000 in lease revenue. Budgeted expenditures for FY26 total \$69,000, with \$50,000 allocated for various projects as needed throughout the year. Additionally, Plaza Ten will continue to make payments of \$6,000 to the General Fund for administrative support services.



**ECONOMIC DEVELOPMENT CORPORATION**

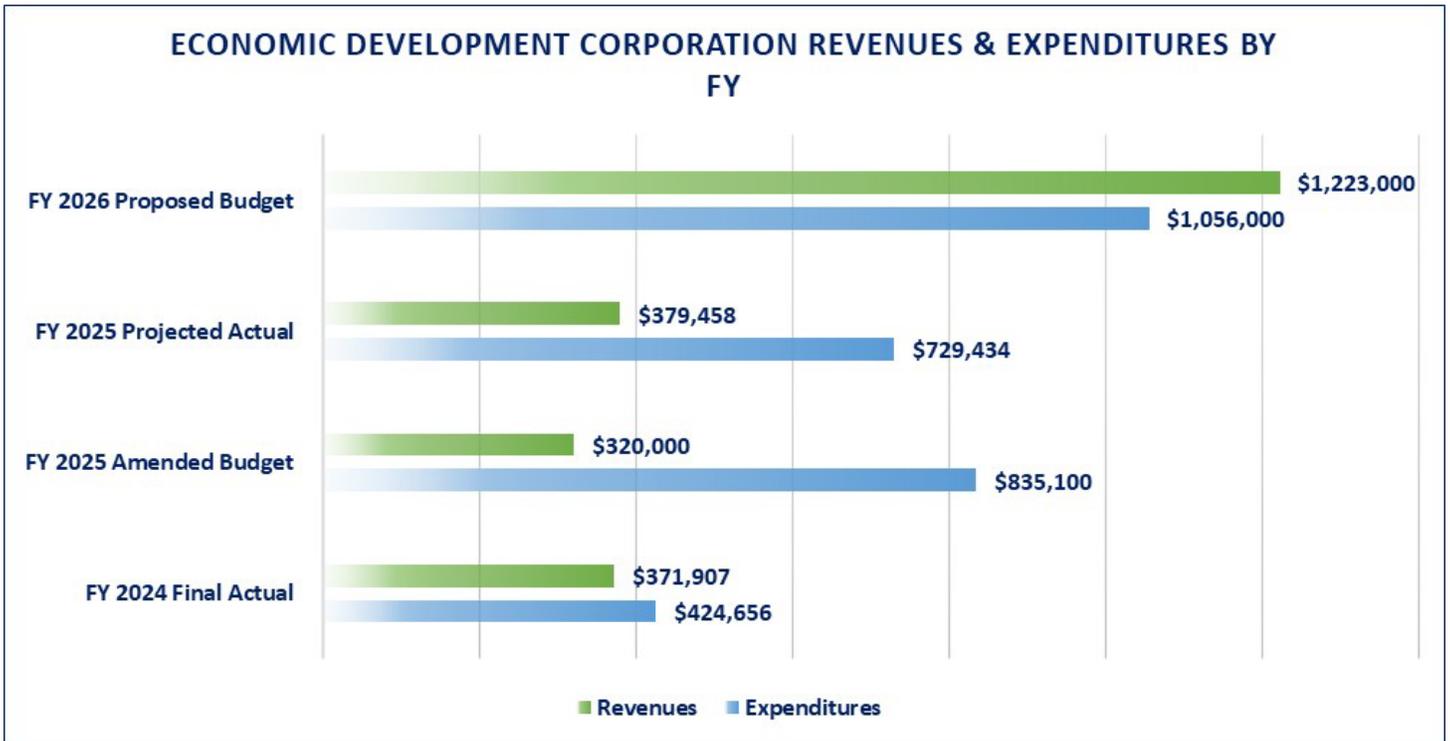
The EDC's main source of revenue comes from sales tax, receiving one-eighth (1/8) of the two percent (2%) collected for the City. For FY26, the EDC projects revenues of \$1,223,000, while expenditures are budgeted at \$1,056,000, resulting in a surplus of \$167,000 to be added to the existing fund balance.

In FY25, the EDC completed the paving project for the Town Center east parking lot at a total cost of \$618,657.

The primary project for FY26 is the reconstruction of the Shell Bottom Boat Ramp, with an estimated total cost of \$903,000. Funding for the project will be provided by the State of Texas, with \$850,000 allocated, and the remaining \$53,000 covered by a grant obtained from Texas Parks & Wildlife. The project is expected to commence around November 2025 and is anticipated to be completed within approximately six months. This project has been in development since 2018, so the city is very excited to see it finally completed.

From April to October, the EDC will support the Jammin' on Jarboe Concert Series. Additionally, there is a 380 Agreement between the EDC and True North Marine, stipulating that the EDC will rebate 30% of sales tax paid on taxable sales exceeding \$2.5 million during the final year of a five-year agreement.

In FY23, the EDC incurred a debt to the city for the purchase of the Derrick McVaney property and is obligated to reimburse the General Fund \$50,000 in loan payments over the next two years.



**ACCOMPLISHMENTS OF FY25**

The City of Clear Lake Shores has accomplished the following goals during FY25:

- Completed RFP for Debris Removal Services.
- Completed RFP for Information Technology Services.
- Completed RFP on Landscaping Management Services.
- Replaced office furniture in the Permit Department and Court Office area..
- Completed EDC project of paving the Town Center east parking lot.
- Purchased two new storage sheds at Public Works.
- Hosted Galveston County Mayor & Councilman’s Association quarterly banquet.
- Adopted a new City personnel policy.
- Cleared out the attic and other areas to gather items for auction.
- Digitized files from the Building department, such as surveys and plans.
- Trimmed all palm trees on the island and removed dead ones.
- Received a grant from Texas DMV for purchasing a Flock camera system.
- Successfully petitioned to include CLR bridge on County bond referendum, which was passed in May.
- Collaborated with the State to secure funding for Shell Bottom Boat Ramp.



### **MAJOR GOALS FOR FY26**

- Implement new financial software to incorporate payroll and court.
- Complete the Shell Bottom Boat Ramp project.
- Street & drainage improvement project along Narcissus Rd.
- Remove trees from the City's rights-of-way.
- Replace Chief's vehicle.
- Replace outdated computers that cannot run Windows 11.
- Replace outdated tasers for the Police department.
- Replace floor at Clubhouse.
- Replace the decking at the Clubhouse.

### **CLOSING COMMENTS**

Clear Lake Shores has ambitious goals, and despite its small size, the City effectively achieves them through strong financial discipline. Overall, the City's financial health is robust and stable. Among all levels of government, municipal government has the greatest impact on its residents' lives. Meeting the basic health, safety, and welfare needs of our citizens is crucial for the progress and success of our community.

To involve the public in the budgeting process, the city made the budget accessible on its website. Additionally, budget workshops were held to gather public input. Before the adoption of the budget, a public hearing provided an opportunity for residents to voice their questions and concerns.

This budget represents an investment in the City's long-term financial health. Thanks to the City Council's dedication to maintaining adequate fund balances and reserves, the financial program aims to preserve the quality of life in Clear Lake Shores while ensuring a solid financial position.

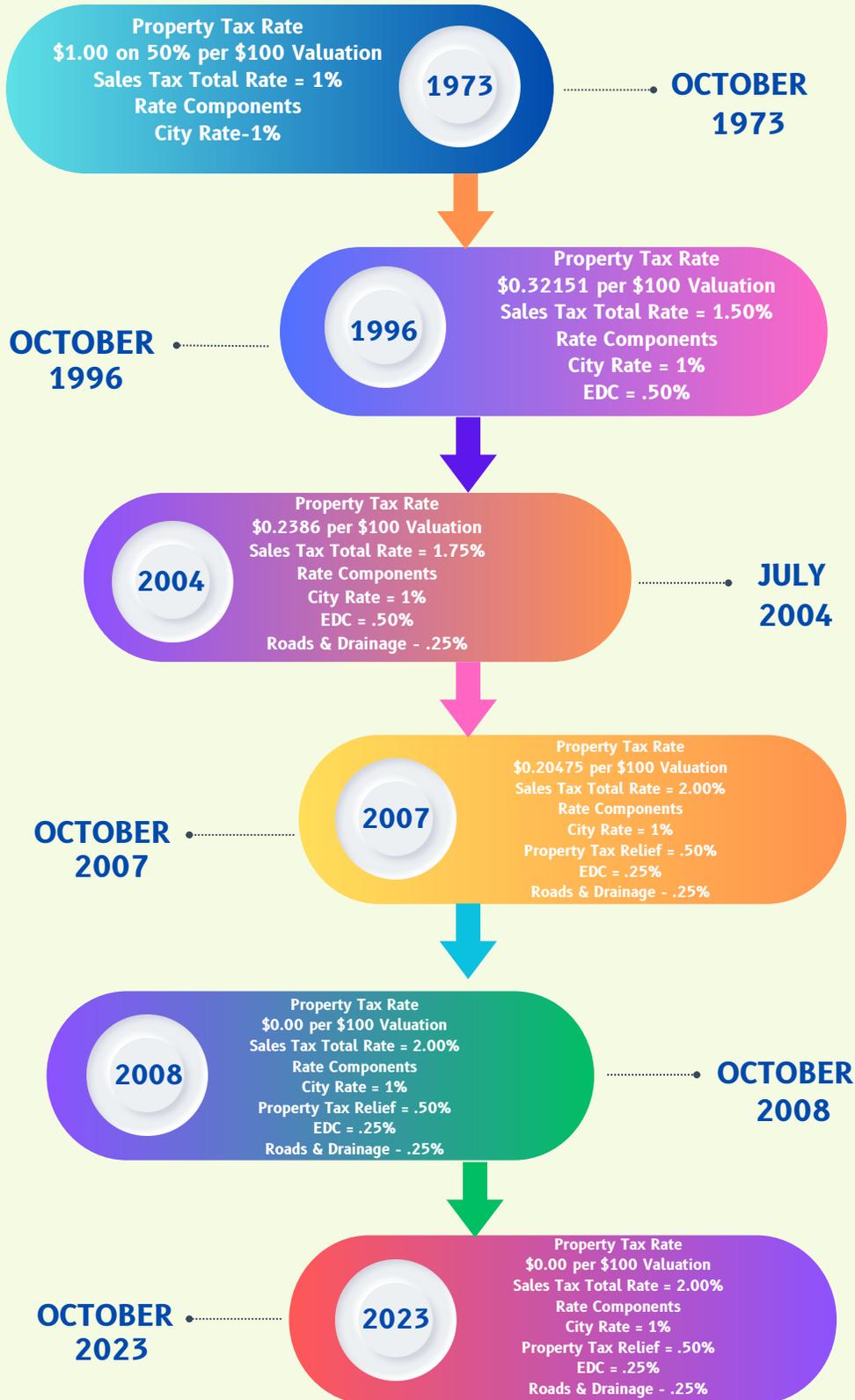
I would like to thank the Mayor, City Council, and City Administrator for their guidance and decision-making during the budget process. Our City will continue to achieve things that other cities of our size cannot accomplish.

Respectfully submitted,

A handwritten signature in black ink, appearing to read "Cheryl T. Hunter".

Cheryl T. Hunter, CPA  
Finance Director

# PROPERTY & SALES TAX TIMELINE





## GENERAL BUDGET INFORMATION, PLAN AND PROCESS

### INTRODUCTION

The city budget is a planning document for the use of financial resources during the fiscal year. The City of Clear Lake Shores is an organization providing a wide range of services to its residents, customers, and visitors. As with any organization that provides a mixture of services, planning and management of financial resources are vital to the City, especially since the City has no property tax. With increasing financial requirements of the School District, State and Federal governments on our citizens, it becomes even more important for the City to adequately plan and manage the use of its financial resources.

### FUND ACCOUNTING

In accordance with Generally Accepted Accounting Principles (GAAP), the accounts of the City are organized on the basis of funds and account groups, each of which is considered a separate accounting entity.

Government resources are allocated to and accounted for in individual funds based on the purpose for which they are to be spent and the means by which spending activities are controlled.

A fund is defined as a fiscal and accounting entity with a self-balancing set of accounts recording cash and other financial resources, together with all related liabilities and residual equities or balances, and changes therein, which are segregated for the purpose of carrying on specific activities or attaining certain objectives in accordance with special regulations, restrictions, or limitations.

Fund accounting segregates funds according to their intended purpose and is used to aid management in demonstrating compliance with finance-related legal and contractual provisions. It divides our reporting responsibility into several functional types as well as classifications. The minimum number of funds is maintained consistent with legal and managerial requirements.

Governmental fund types are used to account for the city's general government activities and include the General, Debt Service and Capital Project Funds. Proprietary type funds are used to account for operations that provide services to other City departments or that are operated in a manner similar to non-governmental business and include both Enterprise and-Internal Service Funds. The only two fund types used by the City are the General and Capita Project Funds.

### BASIS OF ACCOUNTING

The basis of accounting is the method by which revenues and expenditures or expenses are recognized. The accounting treatment applied to a fund is determined by its measurement focus. All governmental type funds are accounted for using a current financial resources measurement focus and the modified accrual basis of accounting. Under the modified accrual basis of accounting, revenues are recognized when they become susceptible to accrual (i.e., both measurable and available. Expenditures are recorded when the related fund liability is incurred, if measurable, except for unmatured interest on general long-term debt which is recognized when due, and compensated absences which are recognized when the obligations are payable from currently available financial resources.



All proprietary fund types are accounted for on a flow of economic resources measurement focus and use the accrual basis of accounting. Revenues are recognized when they are earned, and expenses are recognized when they are incurred.

## **BASIS OF BUDGETING**

Annual budgets are adopted on a basis consistent with Generally Accepted Accounting Principles (GAAP) with the exception of Capital Projects Funds, which adopt project length budgets. Governmental type fund budgets are prepared on a modified accrual basis. Governmental revenues are budgeted when they are measurable and available, and expenditures are budgeted in the period in which the liability is incurred. All proprietary fund types are budgeted using a flow of economic resources measurement focus and use the accrual basis of accounting. Revenues are budgeted when they are earned and measurable and expenses are budgeted in the period in which the liability was incurred. The City departs from GAAP in the treatment of depreciation and encumbrances. Depreciation of fixed assets is not recognized in proprietary fund budgets. All annual appropriations lapse at fiscal year-end. Under the City's budgetary process, outstanding encumbrances at year end are reported as reservations of fund balances since they do not constitute expenditures and liabilities, and the commitments will be re-appropriated and honored the subsequent fiscal year.

## **THE BUDGET PROCESS**

The budget process starts in late spring with the Finance Director providing Departmental Directors with information relating to the new fiscal year and any perceived changes in the economic outlook of the City. With this information in mind, the Directors proceed to prepare budgets in various stages, identifying the impact of any changes in the service they provide. After discussion with Departmental Directors, the Finance Department prepares preliminary revenue estimates for the new fiscal year. Projections and estimates are developed based on historical trends.

In early summer, the Finance Director reviews the requests with the City Administrator. The City Administrator and Finance Director review each budget with the Departmental Director. This process provides an opportunity for City staff to ensure policy changes affecting various operational lines are correctly incorporated.

After several reviews of the requests of the various Departments, and updating of the revenue forecast, the Finance Director assembles a comprehensive document that is presented to City Council as the proposed budget for the new fiscal year. The City Council and City Management conduct a series of public workshops to discuss and modify the budget as presented by the Finance Director. This provides a second opportunity to review whether policy changes and service levels are appropriate. Copies of the presented budget are made available to the general public prior to the public workshops so the public can have a complete understanding of the budget and can provide educated input. The budget preparation process culminates in late summer with the adoption of the budget for the new fiscal year.

Prior to September 1, the Finance Director submits to the City Council a proposed operating budget for the fiscal year commencing on the following October 1. The operating budget includes proposed expenditures and the means of financing them. A public hearing is conducted to obtain taxpayer comments. Prior to September 30, the budget is legally enacted through passage of an ordinance.

## **AMENDMENT OF APPROVED BUDGET**

Should an emergency, unforeseen expense, or opportunity arise during the budget year, the budget can be amended with the approval of the City Council.



## BUDGET CALENDAR

| Target Date                      | Action  | Responsible Party                                      |
|----------------------------------|---|--|
| Tuesday,<br>July 1, 2025         | ▶ Distribute budget priority questionnaires & budget calendar to Council.   | City Administrator<br>Finance Director                 |
| Tuesday,<br>July 15, 2025        | <p style="text-align: center;"><b><u>Budget Workshop #1</u></b></p> <ul style="list-style-type: none"> <li>▶ Council questionnaires due.</li> <li>▶ Review of FY25 revenue &amp; expenditure accounts.</li> <li>▶ FY26 Budget goals &amp; priorities.</li> <li>▶ Discuss proposed payroll issues -if needed.</li> </ul> | City Administrator<br>Finance Director                 |
| Tuesday,<br>July 29, 2025        | <p style="text-align: center;"><b><u>Budget Workshop #2</u></b></p> <ul style="list-style-type: none"> <li>▶ Review proposed budget fully loaded with proposed payroll, operating &amp; capital expenditures &amp; wish list items.</li> </ul>  | City Administrator<br>Finance Director                 |
| Thursday,<br>July 31, 2025       | ▶ Post proposed budget on City’s website & provide a printed copy at City Hall for in person inspection   | Finance Director                                       |
| Tuesday,<br>August 5, 2025       | <p style="text-align: center;"><b><u>Budget Workshop #3</u></b></p> <ul style="list-style-type: none"> <li>▶ Review proposed budget &amp; start trimming expenditures &amp; work towards balancing the budget.</li> </ul>   | City Council<br>City Administrator<br>Finance Director |
| Tuesday,<br>August 12, 2025      | ▶ File proposed budget with City Secretary  | Finance Director                                       |
| Tuesday,<br>August 19, 2025      | <p style="text-align: center;"><b><u>Budget Workshop #4</u></b></p> <ul style="list-style-type: none"> <li>▶ Review of proposed budget after adjustments</li> <li>▶ Final Review</li> </ul>   | City Administrator<br>Finance Director                 |
| Wednesday,<br>August 27, 2025    | ▶ Publish Notice of Public Hearing on FY26 Budget   | City Secretary   |
| Tuesday,<br>September 16, 2025   | <ul style="list-style-type: none"> <li>▶ Hold Public Hearing on FY26 Budget</li> <li>▶ Adopt FY26 Budget</li> </ul>   | Mayor<br>City Council                                  |
| Wednesday,<br>September 17, 2025 | ▶ City Secretary to file FY26 Adopted Budget with Galveston County Clerk’s office   | City Secretary   |
| Wednesday,<br>October 1, 2025    | ▶ Implement FY26 Budget   | City Administrator<br>Finance Director                 |



## FUND STRUCTURE

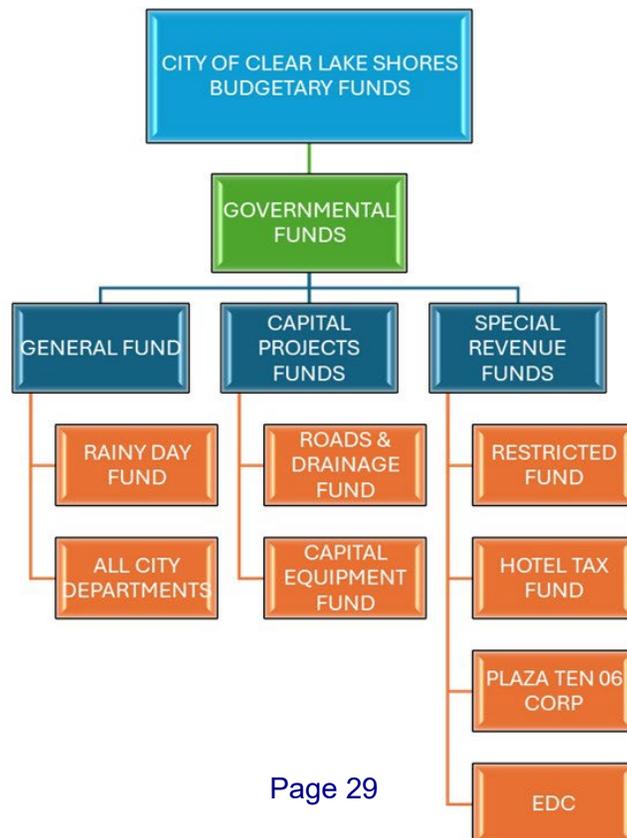
Accounts are organized on the basis of funds and account groups, each of which is considered a separate accounting entity. The operations of each fund, as shown in the annual budget, are accounted for with a separate set of self-balancing accounts that comprise its revenues and expenditures as appropriate. Government resources are allocated to and accounted for in individual funds, based upon the purpose for which they are to be spent and the means by which spending activities are controlled. The following fund types and account groups are maintained by the City.

### GOVERNMENTAL FUND TYPES

**General Fund** – the general operating fund of the City. The General Fund accounts for the normal recurring operating activities of the City (i.e., public safety, municipal court, and general government). Sales taxes and franchise taxes are the main sources of revenue for the General Fund. The fund targets a balance between six months to a year of operating expenses. As additional funds become available, they are either held in a fund balance or used to fund projects. The Rainy Day Fund is considered a General Fund. The General Fund also houses all of the City's departments.

**Capital Projects Fund** – this fund was established to account for financial resources that are to be used to construct or otherwise acquire major, long-lived general government capital facilities, such as buildings, streets, highways, storm water drainage systems and bridges. The principal purpose is to ensure and demonstrate the economical and legal expenditure of the dedicated financial resources and serves as a cost accounting mechanism for major capital outlay projects. The Roads & Drainage Fund and the Capital Equipment Fund is considered a capital projects fund. The Roads & Drainage fund is an appropriated fund.

**Special Revenue Funds** – these funds are used to account for those types of revenues that are legally restricted to being spent for a specific purpose (except for expendable trusts or major capital projects). These revenues must be accounted for separately from the General Fund for a variety of reasons. The City's Special Revenue Funds are the Restricted Fund, Hotel Tax Fund, Plaza Ten 06 Corporation and the Economic Development Corporation. All of the Special Revenue Funds are appropriated funds.





## FISCAL PRINCIPLES & POLICIES

### Financial Planning

**Balanced Budget** – The City shall annually adopt a balanced budget for each fund where current resources (current revenues plus undesignated fund balances) are equal to, or exceed, current expenditures. In the event a budget deviates from being presented as balanced, full disclosure and City Council approval will be required.

**Asset Inventory** – Fixed assets include equipment, computers, furniture, and vehicles. Once purchased, all capital items are maintained in the physical inventory until disposed.

### Controls

**Internal Controls** – In developing and maintaining the City's accounting system, consideration is given to the adequacy of the internal control structure. Internal accounting controls are designed to provide reasonable, but not absolute, assurance regarding the safeguarding of assets against loss from unauthorized use or disposition; and the reliability of financial records for preparing financial statements and maintaining accountability of assets.

**Budgetary Controls** – The City shall annually adopt a balanced budget for each fund where current resources are equal to, or exceed, current expenditures. In the event a budget deviates from being present as balanced, full disclosure and City Council approval will be required.

**Independent Audit** – State statute and the City Charter require an annual audit by an independent certified public accountant.

### Investments

The investment policy and strategy guidelines for the City in order to achieve the goals of safety, liquidity, yield, and public trust for all investment activity. The City is required under the Public Funds Investment Act (Chapter 2256 of the Local Government Code) to define, adopt, and review formal investment strategy and policy.

### Purchasing

It is the policy of the City to assure fair and competitive access by responsible vendors and or contractors to the purchasing requirements of the City and to conduct business activities in such a manner as to raise public confidence in the integrity of the City. The City adheres to all State of Texas laws and regulations set forth in the State of Texas Local Government Code.



## GENERAL FUND -FIVE-YEAR FINANCIAL PROJECTION

The city's annual budget is prepared to align available revenue sources with operational expenditures. This General Fund Five-Year Projection offers a broader perspective than what a single year's budget can provide.

This projection includes results of operations for FY24 as well as projected results for FY25. Also included (as Year One) is the current FY26 budget.

Years two through five are projected based on a set percentage increase for each revenue and expenditure category. These percentages were developed by reviewing trends for each category while considering the current economy and the City's growth projections.

Although this projection isn't a crystal ball, it serves as a useful planning tool. Future budgets will be developed with consideration for the available resources, needs, and economic conditions of that time period.

The plan indicates that the City has little room for growth, as it will be relying on the fund balance for all projected expenditures over the next five years. The estimated expenditure percentages are conservative and are likely to be higher than anticipated due to the costs related to retirement and insurance. The only reliable source of income the City can consider is the reinstatement of the property tax. This measure will enable the City to meet the evolving needs of its employees and residents.

| BEGINNING FUND BALANCE            | \$ 2,637,578            | \$ 2,923,811                   | \$ 3,174,563        |                 | \$ 2,901,672        | \$ 2,636,456          | \$ 2,481,326         | \$ 2,295,836         |
|-----------------------------------|-------------------------|--------------------------------|---------------------|-----------------|---------------------|-----------------------|----------------------|----------------------|
|                                   | FY 2024<br>Final Actual | FY 2025<br>Projected<br>Actual | FY 2026<br>Year One | Projection<br>% | FY 2027<br>Year Two | FY 2028<br>Year Three | FY 2029<br>Year Four | FY 2030<br>Year Five |
| <b>REVENUES</b>                   |                         |                                |                     |                 |                     |                       |                      |                      |
| Taxes                             | \$ 2,017,200            | \$ 2,213,288                   | \$ 1,990,000        | 2.0%            | \$ 2,029,800        | \$ 2,070,396          | \$ 2,111,804         | \$ 2,154,040         |
| Franchise Taxes                   | \$ 153,011              | \$ 151,576                     | \$ 151,635          | 1.0%            | \$ 153,151          | \$ 154,683            | \$ 156,230           | \$ 157,792           |
| Licenses & Permits                | \$ 96,487               | \$ 107,735                     | \$ 79,600           | 3.0%            | \$ 81,988           | \$ 84,448             | \$ 86,981            | \$ 89,591            |
| Waterfront Revenue                | \$ 43,623               | \$ 44,989                      | \$ 44,000           | 1.0%            | \$ 44,440           | \$ 44,884             | \$ 45,333            | \$ 45,787            |
| Fines & Forfeitures               | \$ 308,729              | \$ 343,055                     | \$ 339,500          | 3.0%            | \$ 349,685          | \$ 360,176            | \$ 370,981           | \$ 382,110           |
| Miscellaneous Revenue             | \$ 223,511              | \$ 209,556                     | \$ 186,300          | 2.0%            | \$ 190,026          | \$ 193,827            | \$ 197,703           | \$ 201,657           |
| Intergovernmental Revenue         | \$ 245,856              | \$ 40,223                      | \$ 25,416           | 0.0%            | \$ -                | \$ -                  | \$ -                 | \$ -                 |
| Other Financing Sources           | \$ -                    | \$ -                           | \$ -                | 0.0%            | \$ -                | \$ -                  | \$ -                 | \$ -                 |
| Transfer -In From Other Funds     | \$ 50,000               | \$ 50,000                      | \$ 50,000           | 0.0%            | \$ 50,000           | \$ 50,000             | \$ -                 | \$ -                 |
| <b>TOTAL REVENUES</b>             | <b>\$ 3,138,416</b>     | <b>\$ 3,160,422</b>            | <b>\$ 2,866,451</b> |                 | <b>\$ 2,899,090</b> | <b>\$ 2,958,413</b>   | <b>\$ 2,969,032</b>  | <b>\$ 3,030,976</b>  |
| <b>EXPENDITURES</b>               |                         |                                |                     |                 |                     |                       |                      |                      |
| Personnel Services                | \$ 1,552,385            | \$ 1,677,663                   | \$ 1,911,100        | 3.5%            | \$ 1,977,989        | \$ 2,047,218          | \$ 2,118,871         | \$ 2,193,031         |
| Supplies                          | \$ 77,435               | \$ 79,854                      | \$ 79,500           | 2.0%            | \$ 81,090           | \$ 82,712             | \$ 84,366            | \$ 86,053            |
| Repairs & Maintenance             | \$ 34,005               | \$ 51,534                      | \$ 62,000           | 2.0%            | \$ 63,240           | \$ 64,505             | \$ 65,795            | \$ 67,111            |
| Contractual Services              | \$ 670,370              | \$ 684,591                     | \$ 732,551          | 2.0%            | \$ 747,202          | \$ 762,146            | \$ 777,389           | \$ 792,937           |
| Other Charges                     | \$ 60,059               | \$ 38,666                      | \$ 54,750           | 2.0%            | \$ 55,845           | \$ 56,962             | \$ 58,101            | \$ 59,263            |
| Debt Service                      | \$ 163,941              | \$ 163,941                     | \$ 163,941          | 0.0%            | \$ 163,941          | \$ 50,000             | \$ -                 | \$ -                 |
| Capital Outlay                    | \$ 177,269              | \$ 63,421                      | \$ 135,500          | 0.0%            | \$ 75,000           | \$ 50,000             | \$ 50,000            | \$ 50,000            |
| Transfers Out                     | \$ 116,720              | \$ 150,000                     | \$ -                | 0.0%            | \$ -                | \$ -                  | \$ -                 | \$ -                 |
| <b>TOTAL EXPENDITURES</b>         | <b>\$ 2,852,183</b>     | <b>\$ 2,909,670</b>            | <b>\$ 3,139,342</b> |                 | <b>\$ 3,164,307</b> | <b>\$ 3,113,543</b>   | <b>\$ 3,154,522</b>  | <b>\$ 3,248,395</b>  |
| <b>REVENUES LESS EXPENDITURES</b> | <b>\$ 286,233</b>       | <b>\$ 250,752</b>              | <b>\$ (272,891)</b> |                 | <b>\$ (265,216)</b> | <b>\$ (155,130)</b>   | <b>\$ (185,490)</b>  | <b>\$ (217,419)</b>  |
| <b>ENDING FUND BALANCE</b>        | <b>\$ 2,923,811</b>     | <b>\$ 3,174,563</b>            | <b>\$ 2,901,672</b> |                 | <b>\$ 2,636,456</b> | <b>\$ 2,481,326</b>   | <b>\$ 2,295,836</b>  | <b>\$ 2,078,417</b>  |



**DEBT**

For FY26, the City’s debts include two notes payable for land at Town Center and one lease for a new police body camera system. The notes are owner-financed, and the lease is through Motorola Solutions. All debts are set to be paid off in FY28. Due to the reliance on sales tax and no guaranteed revenue, financing options are limited. The City has determined that owner financing options are the most cost-effective, as the interest rates are negotiated with the owner and have been favorable. Currently, interest is only being paid on the Edna S. Lee note, which has an interest rate of 3%, while no interest is applied to the Derrick McVaney note. To facilitate future expansion beyond its current needs, the City will need to consider the implementation of a property tax.

**FY26 - DEBT SCHEDULE**

| DESCRIPTION                              | DATE     | INTEREST RATE | TERM     | PRINCIPAL  | INTEREST   | TOTAL     |
|--|----------|---------------|----------|------------|------------|-----------|
| Edna S. Lee Loan-Town Center Parking Lot | 08.10.17 | 3.00%         | 10 Years | \$ 810,000 | \$ 139,567 | \$949,567 |
| Derrick McVaney-914 Marina Bay Dr Lot    | 11.01.22 | 0.00%         | 5 Years  | \$ 300,000 | \$ -       | \$300,000 |
| Motorola-Police Body Camera System       | 09.10.23 | 0.00%         | 5 Years  | \$ 94,920  | \$ -       | \$ 94,920 |

**FY26 - PAYMENT SCHEDULE**

| PAYMENTS     |                   |                   |                   |                 |                  |             |                     |
|--------------|-------------------|-------------------|-------------------|-----------------|------------------|-------------|---------------------|
| PRIOR PYMTS  | FY26              |                   | FY27              |                 | FY28             |             | TOTAL PYMTS         |
|              | Principal         | Interest          | Principal         | Interest        | Principal        | Interest    |                     |
| \$ 759,654   | \$ 89,506         | \$ 5,451          | \$ 92,191         | \$ 2,766        | \$ -             | \$ -        | \$ 949,567          |
| \$ 150,000   | \$ 50,000         | \$ -              | \$ 50,000         | \$ -            | \$ 50,000        | \$ -        | \$ 300,000          |
| \$ 56,952    | \$ 18,984         | \$ -              | \$ 18,984         | \$ -            | \$ -             | \$ -        | \$ 94,920           |
| <b>TOTAL</b> | <b>\$ 966,606</b> | <b>\$ 158,490</b> | <b>\$ 161,175</b> | <b>\$ 2,766</b> | <b>\$ 50,000</b> | <b>\$ -</b> | <b>\$ 1,344,487</b> |



## CAPITAL IMPROVEMENT PLAN (CIP)

A capital improvement plan is a multi-year outline of funded projects. The City's goal is to maintain facilities and infrastructure, meet growth needs, and comply with state and federal regulations.

Capital expenditures are major purchases or improvements with a lifespan of ten or more years, not typically covered by operating budgets. The City maintains and updates master plans to expand its infrastructure and annually revises a five-year CIP schedule. Capital improvement funds cover major construction, acquisition, or renovation projects.

The City's infrastructure does not include a water or sewer system; these are owned by the local water district, WCID#12. Therefore, the City's capital improvement plan primarily focuses on street and drainage improvements.

The plan outlines all projects, resources, and costs, tracking each over its duration. Financing may be approved at the start rather than annually. The expected expenditures under the CIP schedule are included in the overall budget to show the City's total anticipated fund usage for any budget year. However, these estimates are not binding appropriations.

The City has two buildings: City Hall and the Clubhouse. City Hall will eventually need to be replaced, while the Clubhouse is a historic building, so its biggest issues are repairs and maintenance. With limited funding, expanding or constructing new buildings is challenging for the City. The road and drainage projects have a minimal impact on the City's operating budget because they are funded through the Roads and Drainage Fund, which receives its revenue from sales tax. However, if sales tax collections are low, it could affect these projects. Since the City cannot sell bonds due to its reliance on sales tax, capital improvements for the operating budget are kept to a minimum. However, the City has been setting aside funds for the replacement of City Hall. We have applied for a grant to build a new City Hall and Public Safety facility. As of this writing, we have only been approved for the engineering portion of the project. Emergency improvements, except for Road & Drainage and EDC improvements, are funded through the General Fund's fund balance or the City's Rainy Day Fund.

One of the largest projects in the City this fiscal year is the Shell Bottom Boat Ramp. This project will involve a complete renovation of the boat ramp, including the construction of one new ramp, two long piers, lighting, and parking facilities. The estimated cost of the project is \$903,000, and it will not affect the city's budget, as it is being fully funded by the State through the Texas Parks & Wildlife Department.

Another major project is the replacement of the bridge on Clear Lake Road. This will involve demolishing the old bridge and constructing a completely new one, including a pedestrian bridge. The construction is expected to create traffic challenges, as the city has only two routes in and out, and this bridge is the primary access point. During construction, there will be only one way out of the city. The estimated cost of this project is \$1,500,000, but it will not affect the City's budget, as it will be fully funded through a bond issue in partnership with Galveston County.

The City is fortunate to have these two upcoming projects funded without impacting its budget.



| PROJECT                              | FUNDING SOURCE         | FUNDED THIS FY | TOTAL COST ESTIMATE | GRANTS/ OTHER | FY2026      | FY TO BE COMPLETED |
|--------------------------------------|------------------------|----------------|---------------------|---------------|-------------|--------------------|
| Street Improvements -Various Streets | Roads & Drainage       | Yes            | \$ 1,045,000        | \$ -          | \$1,045,000 | 2026               |
| Street Improvements -Narcissus       | Roads & Drainage       | Yes            | \$ 300,000          | \$ -          | \$ 300,000  | 2026               |
| Shell Bottom Boat Ramp               | TPWD                   | Yes            | \$ 903,000          | \$ 903,000    | \$ -        | 2026               |
| Clubhouse -Replace wooden floor      | Hotel Tax Fund         | Yes            | \$ 30,000           | \$ -          | \$ 30,000   | 2026               |
| Clubhouse -Complete deck replacement | General Fund           | Yes            | \$ 75,000           |               | \$ 75,000   | 2026               |
| Pedestrian Bridge                    | Galveston County       | Yes            | \$ 1,500,000        | \$ 1,500,000  | \$ -        | 2026               |
| Vehicle -Replace Police vehicle      | Capital Equipment Fund | Yes            | \$ 75,000           |               | \$ 75,000   | 2026               |
| Bridge/Sidewalk approaches-Birch Rd  | Roads & Drainage       | No             | \$ 250,000          | \$ -          | \$ -        | 2027               |
| Replacement Vehicles & Equipment     | Capital Equipment Fund | No             | \$ 350,000          | \$ -          | \$ -        | 2027               |
| Street Improvements -Ivy & Pine Rds  | Roads & Drainage       | No             | \$ 480,000          | \$ -          | \$ -        | 2027               |
| Street Improvements -Pine Rd         | Roads & Drainage       | No             | \$ 200,000          | \$ -          | \$ -        | 2027               |
| Street Improvements -Maple Rd        | Roads & Drainage       | No             | \$ 150,000          | \$ -          | \$ -        | 2027               |
| Street Improvements -Queen Rd        | Roads & Drainage       | No             | \$ 110,000          | \$ -          | \$ -        | 2028               |
| Street Improvements -Dogwood Rd      | Roads & Drainage       | No             | \$ 75,000           | \$ -          | \$ -        | 2028               |
| Street Improvements -Forest Rd       | Roads & Drainage       | No             | \$ 55,000           | \$ -          | \$ -        | 2028               |
| New City Hall & Jail                 | FEMA Grant             | No             | \$2,000,000         | \$ -          | \$ -        | 2030               |
| Street Improvements -West Shore Dr   | Roads & Drainage       | No             | \$ 585,000          | \$ -          | \$ -        | 2030               |
| Street Improvements -East Shore Dr   | Roads & Drainage       | No             | \$ 730,000          | \$ -          | \$ -        | 2032               |
| Street Improvements -North Shore Dr  | Roads & Drainage       | No             | \$ 350,000          | \$ -          | \$ -        | 2033               |
| Street Improvements -South Shore Dr  | Roads & Drainage       | No             | \$ 110,000          | \$ -          | \$ -        | 2033               |



## STRATEGIC PLAN

The City's Strategic Plan was developed in June 2022 during a collaborative workshop with the EDC. Since we have successfully addressed most of these goals, a new strategic plan will be necessary.

The city is small and landlocked. The strategic plan primarily aims to promote business since the city does not have a property tax and relies heavily on sales tax.

The City has accomplished several goals outlined in the current strategic plan.

All expectations listed in the plan have been implemented with the EDC, City Council, and staff.

### **To address Emphasis #1-EDC:**

The City recently annexed the land east of Dror Avenue and has been discussing with consultants the most beneficial land use for this area. The best option is to sell the land to developers who will promote it to businesses looking to establish a retail district. The EDC's FY26 budget includes funding for marketing targeted to our current businesses, as well as efforts to discuss incentives with them. Additionally, the EDC plans to enter into a 380 agreement with a local marina that is expanding its operations to include a "Ship Shop." This shop will cater to boaters who dock at the marina and need supplies. The EDC is also exploring ways to improve signage and wayfinding in Town Center, which is the City's business district. Over the past two fiscal years, the EDC has built two large parking lots to improve parking in Town Center. These are the East and West parking lots, which provide numerous parking spaces for the businesses. The assets for sale from Plaza Ten 06 Corporation include a building on a large corner lot at the entrance to Clear Lake Shores, along Marina Bay Drive. This property is currently leased to a local bar owner, and Plaza Ten is committed to this lease for another five years. Therefore, the property cannot be sold until the lease expires.

### **To address Emphasis #2-Communications:**

The City has improved its website to enhance communication with residents. We also use a system called Blackboard to send emergency messages to all residents who have signed up. The website serves as the primary platform for all City information, and we maintain a Facebook page to keep citizens informed through social media. Additionally, the City will hold Town Hall meetings to discuss various aspects of City operations, address residents' concerns, and clarify any misunderstandings.

### **To address Emphasis #3-Organizational Excellence:**

The City may not have a large staff, but it operates efficiently and has made significant improvements by hiring a permanent Finance Director. Staff members have been promoted to attain certifications in their respective fields. Recently, the City Secretary received her certification, and the court clerks are currently working toward theirs.

We have determined that there is no need to hire a part-time facilities manager, as we have contracted a grant writer to secure a FEMA grant for a new City Hall and Public Safety complex. We are also addressing annexation-related issues.

Each year, we recognize and reward our volunteers for their contributions to the City. They are celebrated at a holiday dinner, and some are honored with a plaque or certificate.



We are using our Hotel Occupancy Tax to improve our Clubhouse, a historic building available for event rentals to both residents and non-residents. Due to its age, significant repairs and maintenance are often required, and the tax helps cover some of these expenses. We have concluded that there is no need for a coordinator for volunteer events and activities.

The STR, drainage, parking, and permitting ordinances have been under review for some time, and the process is still ongoing. The goal is to address non-compliance issues and clarify the wording of these ordinances to enable more effective enforcement.

**To address Emphasis #4-Infrastructure:**

The City has successfully closed the FEMA Community Assistance Visit (CAV), marking a significant milestone. This achievement was crucial as the previous administration had left the matter unaddressed, putting residents at risk of losing their FEMA flood coverage. Upon taking office, the new administration recognized the urgency of the situation and initiated the necessary steps.

The process required considerable effort from the Mayor and the Building Services Manager, as well as multiple meetings with residents. Given that Clear Lake Shores is an island, flood insurance can be quite expensive, so the goal was to maintain FEMA's coverage at a discounted rate.

The City not only closed the CAV program with an acceptable FEMA rating, but also continues to focus on improving its systems. To keep residents informed, a marquee will be installed.

The City is still in communication with TXDOT regarding the Highway 146 project, which has been underway for over five years. Fortunately, the construction has not significantly affected the City's finances, but it has caused traffic issues. Many of these issues are improving as the construction nears completion.

The City Hall replacement program has been implemented by the council over the past two fiscal years, with funding set aside for a new building. We have applied for a FEMA grant to help cover the costs of a new City Hall/Public Safety complex. As of now, we have received approval to proceed to the engineering phase of the project. The lot located behind the current City Hall is likely to be the site of the new complex.

The plan to connect Watergate to the City is still in the planning stage.

A road has been paved along Aspen to provide access for walking and golf carts.

Improvements are underway at Deep Hole Park and Grove Park.

Fiber optic internet has been installed at City Hall.

In recent years, the City has effectively addressed the key areas outlined in the Strategic Plan. The City is fortunate to have dedicated leaders whose primary goal is to enhance the community.

CITY COUNCIL | EDC  
PLANNING SESSION

**June 20, 2022**

---

**PRESENTED TO COUNCIL**

**September 6, 2022**

---

**PREPARED &  
FACILITATED BY**

**Ron Cox Consulting**

CLEAR LAKE SHORES  
**STRATEGIC PLAN**

FY 2022-2027

[WWW.CLEARLAKESHORES.TX.GOV/STRATEGIC-PLAN](http://WWW.CLEARLAKESHORES.TX.GOV/STRATEGIC-PLAN)



## VISION

The vision of the City of Clear Lake Shores and the Economic Development Corporation is to pursue an excellent quality of life for our unique forward-thinking community and preserve our quality of life and small-town atmosphere.

## MISSION

The mission of the City of Clear Lake Shores is to embrace the unique spirit of the community, preserve and affirm our distinct identity and foster responsible growth and economic development.

The mission of the Clear Lake Shores Economic Development Corporation is to promote, assist and enhance the economic development activities and quality of life opportunities within the city that promotes economic development as authorized by the Development Corporation Act of Texas.

The City of Clear Lake Shores recognizes the importance of establishing and documenting the direction of our city. It is necessary to define where we are and where do we want to go to provide a better quality of life for our future generations.

This five-year strategic plan, presented to city council in November 2022, is a collaborative effort between elected officials, members of the Clear Lake Shores Economic Development Corporation and City staff.

The plan describes our mission, vision, values, philosophy, and foundations. It also sets goals and action steps to improve our four main strategic areas of emphasis: economic development, communications, community, and infrastructure.

The City of Clear Lake Shores recognizes that the best way to lead our community is with transparency, communication, and work ethic. This five-year strategic plan will help city leaders and citizens move forward in the same direction.

## CITY COUNCIL 2022



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## VISION ELEMENTS &

# FOUNDATIONS

Always be aware that we may find ourselves in a role where our performance has ultimate consequences. Recognize that the greatest error is not to have tried and failed, but that, in the trying, we do not give it our best effort. These are the qualities that Clear Lake Shores and the Economic Development Corporation find essential to professional excellence.

### ACCOUNTABLE

We will accept responsibility for our actions and decisions.

### FISCALLY RESPONSIBLE

Pursue the appropriate level of government spending and tax to maintain sustainable public finances, ensure fiscal policy aids the optimal rate of economic growth, and maintain appropriate levels of public investment.

### TRUSTWORTHY

The building block of our own core values. It includes integrity, meaning, doing what we say and meaning what we say. It's also being accountable for our actions. Trust is the base to every successful relationship.

### DISCIPLINE

Being able to follow as well as lead, knowing that we must master ourselves before we can master our task.

### CONFIDENCE

Believing in ourselves as well as others, knowing that we must master fear and hesitation before we can succeed.

### RESPONSIBILITY

Realizing that it cannot be shifted to others, for it belongs to each of us; we must answer for what we do or fail to do. This includes fiscal responsibility to our citizens.

### TEAMWORK

Respecting and using the abilities of others, realizing that we work toward a common goal, for success depends upon the efforts of all.

### TRANSPARENCY AND COMMUNICATION

We must remain transparent for all we do so that we gain and maintain the citizens' trust. We will be visible, accessible, and open in our communication with the public.



## VISION ELEMENTS

Sustainable community | Balanced place to live, work and play | Pedestrian friendly, mobile, boating community with an eclectic feel | Welcoming to visitors | Sociable/neighborly/friendly community | Environmentally sensitive | Small town atmosphere | Well-maintained and manicured image | place to live, sleep and relax | Desirable for all ages | Close knit neighborhood with amenities | Eclectic | Good schools | Quiet with access to big box retail and medical facilities | Community where you know your neighbors | Community feeling everywhere | Make certain we keep what we have.

# LEADERSHIP & COMMUNICATION PHILOSOPHY

## THE CITY COUNCIL AND EDC OF THE CITY OF CLEAR LAKE SHORES WILL LEAD BY THE FOLLOWING PRACTICES:

BEING CONSTRUCTIVE

BEING TRANSPARENT

LISTEN AND COMMUNICATE

LEAD BY EXAMPLE

LEAD WITH PATIENCE

PROMOTE GOOD STEWARDSHIP OF THE TAXPAYERS' MONEY

ACKNOWLEDGE AND SHOW GOOD FAITH TO WHAT ONE HEARS FROM THE CITIZENS

TRUST WITH INTEGRITY, HONESTY, RESPECT AND TRUTHFULNESS

BEING PROACTIVE

TEAMWORK: SUCCESS IS BASED ON THE ACTIONS OF ALL AND KNOWING YOUR RESPECTIVE ROLE ON THE TEAM

TO HELP MANAGE COMMUNITY EXPECTATIONS

EDUCATE AND INFORM CITIZENS

SERVE UNSELFISHLY

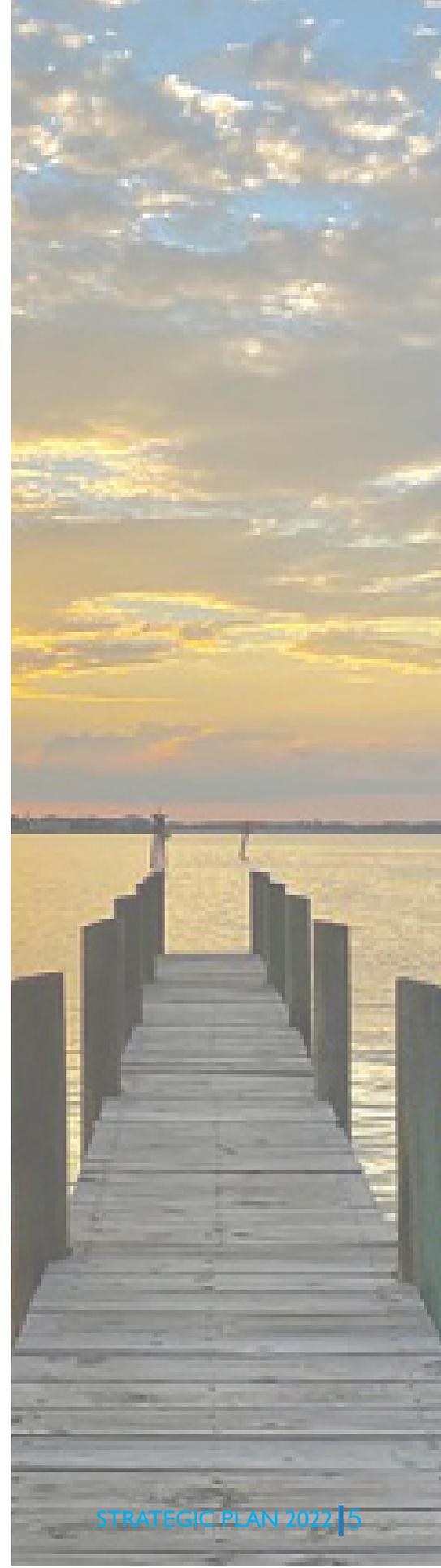
LISTEN TO ALL VIEWS

ACKNOWLEDGE YET EXPLAIN THE REASON FOR DECISIONS

MAKE DECISIONS BASED ON ALL OF THE INFORMATION AVAILABLE

BE AVAILABLE AND APPROACHABLE

UNDERSTAND THE MAJORITY OPINION NOT JUST THE VOCAL FEW





# LEADERSHIP & COMMUNICATION PHILOSOPHY

## THE CITY COUNCIL AND EDC OF THE CITY OF CLEAR LAKE SHORES WILL COMMUNICATE BY DOING THE FOLLOWING:

- HONORING ALTERNATIVE VIEWPOINTS
- NOT ENDING UP WITH THE TYRANNY OF THE MINORITY
- RESPECT THE PROCESS AND THE AGENDA
- REMEMBER THAT ACTIONS SPEAK LOUDER THAN WORDS
- TREAT OTHERS AS YOU WOULD WANT TO BE TREATED
- BE FAIR – TO YOURSELF AND TO OTHERS
- SPEAK AFTER BEING EDUCATED
- CONDUCT YOURSELF PROFESSIONALLY, CONSTRUCTIVELY, ARTICULATEDLY AND BY BEING PREPARED
- WITH RESPECT FOR THE OTHER PERSON
- BY BEING VISIBLE AND ACCESSIBLE
- SHARE, DON'T HORDE, INFORMATION
- USE THE CITY ADMINISTRATOR AS THE CONDUIT FOR INFORMATION FLOW TO AND FROM CITY COUNCIL AND EDC
  - KEEP AND SHARE AN "ACTION ITEMS" LIST THAT SHOWS PROGRESS
  - SHARE THE LIST WITH ALL MEMBERS
  - PROVIDE AN EXPLANATION OF INTENT FOR PROPOSED ORDINANCES
- COMMUNICATE TO CITIZENS THEIR RESPONSIBILITY TO BE PRESENT AND PARTICIPATE
- REPORT TO CITIZENS WHAT HAS BEEN DONE
  - COFFEE WITH THE MAYOR
  - NEWSLETTER – THE ISLANDER
  - SOCIAL MEDIA @CITYOF CLS (FACEBOOK, INSTAGRAM, TWITTER, YOUTUBE, CLSCONNECT AND WEBSITE AT [WWW.CLEARLAKESHORES-TX.GOV](http://WWW.CLEARLAKESHORES-TX.GOV))
- CITY COUNCIL AND EDC REGULARLY REPORT AND SHARE ON RELEVANT ACTIVITIES AND ACTIONS TO EACH OTHER
- PREPARE A "DID YOU KNOW" PAGE TO PROVIDE INFORMATION
- TELL, TELL AND TELL OUR STORY
- UTILIZE ALL FORMS OF MEDIA
- TOUCH THE CITIZENS EVERY WAY WE CAN
- TELL THE FACTS OF A SITUATION



# EXPECTATIONS

## CITY COUNCIL AND EDC EXPECT THE FOLLOWING OF EACH OTHER:

- Attend and participate
- Be prepared
- Be open minded
- Be strategic in our thinking and actions
- Stay informed
- Have open discussions
- Understand and coordinate the City Council and EDC goals and strategies
- Use individual and collective professional skills to meet those goals
- EDC clearly communicate to Council on a regular basis
- To be available

## CITY COUNCIL AND EDC EXPECT THE FOLLOWING OF STAFF:

- Engage with all City committees
- Be fiscally responsible
- City Administrator conduct formal evaluations of all employees
- City Administrator provide training to employees in identified areas of need
- Establish and work from a written Code of Conduct and Expectations for all city departments
- Don't be afraid to ask questions.
- Utiliz the strategic plan as a tool.

## ECONOMIC DEVELOPMENT

The City of Clear Lake Shores will promote a strong and diverse economy that strengthens the local tax base while also contributing to a high quality of life.

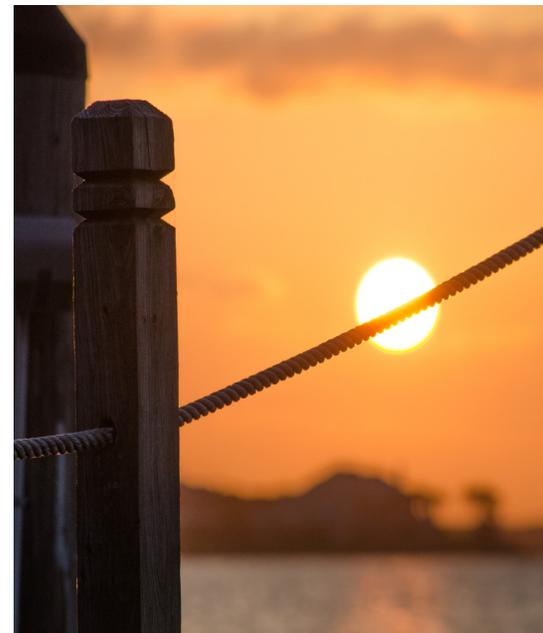


## COMMUNICATIONS

The City of Clear Lake Shores promotes transparency in its communication process.



## STRATEGIC AREAS OF EMPHASIS



## INFRASTRUCTURE

The City of Clear Lake Shores strives to provide the infrastructure needed for its citizens to work, play and live well in the city.



## ORGANIZATIONAL EXCELLENCE

The City of Clear Lake Shores honors the people of the community, its volunteers and staff. City staff should promote and display a work ethic that is consistent with the culture and values of the community. Volunteers should be encouraged in their efforts and recognized for working on behalf of the citizens.

## AREA OF EMPHASIS #1

# ECONOMIC DEVELOPMENT

The City of Clear Lake Shores will promote a strong and diverse economy that strengthens the local tax base while also contributing to a high quality of life.

### 1.1 ANNEX AND DEVELOP THE ETJ AREA

#### GOALS

- 1.1.1 Establish an incentive plan and land use plan to assist in the annexation and development of available property in the Dror Road area and ETJ to the west.
- 1.1.2 Coordinates with neighboring cities to promote proper land use development consistent with the City's goals and objectives.

### 1.2 UPDATE THE CITY'S COMPREHENSIVE PLAN TO PROMOTE QUALITY LAND USES INSIDE AND OUTSIDE CITY LIMITS

### 1.3 ESTABLISH A MARKET DRIVEN BUSINESS DEVELOPMENT PLAN

- 1.3.1 Assist current businesses that wish to expand
- 1.3.2 Utilize consultants for key economic development projects.
- 1.3.3 Review and establish incentives and grants policy to encourage economic development.

### 1.4 REVIEW AND REVISE TOWN CENTER MASTER PLAN

- 1.4.1 Establish a long-term solution to town center parking.
- 1.4.2 Consider sale of Plaza 10-06 assets.

### 1.5 DEVELOP A STRATEGY FOR ALTERNATIVE REVENUES IN THE EVENT OF CATASTROPHIC LOSS OF SALES TAX REVENUES

- 1.5.1 Establish an education program to inform the citizens of future fiscal needs beyond sales tax revenues.



## AREA OF EMPHASIS #2

# COMMUNICATIONS

The City of Clear Lake Shores promotes transparency in its communication process.



### 2.1 CREATE A PLAN TO ESTABLISH AND MANTAIN COMMUNITY MESSAGING AND ENGAGEMENT. (FY20)

- 2.1.1 Ensure messaging includes residents who live both on and off the island proper.
- 2.1.2 Ensure consistency of messaging from City and EDC.
- 2.1.3 Prepare and distribute “Did You Know” information.
- 2.1.4 Utilize Town Hall Meeting forums.
- 2.1.5 Provide weekly updates to Council, committees, and citizens where appropriate.
- 2.1.6 Establish initiatives for improving city/community relations.
- 2.1.7 Establish an EDC Web and Facebook page presentations and presence.

### 2.2 WORK ACTIVELY THROUGH THE MEMBERSHIP OF THE BAY AREA HOUSTON CONVENTIONS AND VISITORS BUREAU (BAHCVB)

## AREA OF EMPHASIS #3 ORGANIZATIONAL EXCELLENCE

The City of Clear Lake Shores honors the people of the community, its volunteers and staff. City staff should promote and display a work ethic that is consistent with the culture and values of the community. Volunteers should be encouraged in their efforts and recognized for working on behalf of the citizens.



### 3.1 PROPERLY UTILIZING STAFF

- 3.1.1 Identify key special project needs and identify consultants to assist in meeting those needs.
- 3.1.2 Ensure properly trained personnel at all levels.
- 3.1.3 Establish a staffing plan including but not limited to...
  - 3.1.3.1 Establish an intern program to assist in city service delivery.
  - 3.1.3.2 Consider hiring a part-time facilities manager.
  - 3.1.3.3 Consider contracting with a grant writer.
  - 3.1.3.4 Consider remote working opportunities.

### 3.2 UTILIZING COMMITTEES EFFECTIVELY

- 3.2.1 Establish an Annexation Committee to review ways to expand the city limits and/or work cooperatively with neighboring cities in their ETJ.
- 3.2.2 Continue to reward citizens for volunteer efforts.

### 3.3 DEVELOP OPPORTUNITIES FOR LOCAL CULTURAL EVENTS

- 3.3.1 Identify uses of Hotel Occupancy Tax (HOT) to support local cultural events and convention and visitor's bureau.
- 3.3.2 Continue to reward citizens for volunteer efforts
- 3.3.2 Consider consulting or part time person to coordinate volunteer events and activities.

### 3.4 REVIEW AND PLAN FOR EXPANSION AND COLLECTION FEES

### 3.5 REVIEW AND IMPROVE ORDINANCES AND REGULATIONS

- 3.5.1 STR
- 3.5.2 Drainage
- 3.5.3 Parking
- 3.5.4 Permitting

## **AREA OF EMPHASIS #4**

# **INFRASTRUCTURE**

The City of Clear Lake Shores strives to provide the infrastructure needed for its citizens to work, play and live well in the city.



### **4.1 MAINTAIN THE CITY'S VOICE ON FLOOD PLAIN ISSUES. ONGOING PROJECT**

### **4.2 MAINTAIN THE CITY'S VOICE ON THE HIGHWAY 146 PROJECT.**

### **4.3 CONSTRUCT NEW CLEAR LAKE ROAD BRIDGE WITH PEDESTRIAN ACCESS**

- 4.3.1 Seek TxDOT/federal bridge program as replacement funding for the bridge to the island. Work with local leaders to gain higher priority on TxDOT bridge replacement program.

### **4.4 DEVELOP A LONG-TERM PLAN FOR THE REPLACEMENT OF CITY HALL AND ESTABLISHMENT OF ADDITIONAL PARKING FOR MUNICIPAL SERVICES.**

- 4.4.1 Include the use of the lot behind city hall.

### **4.5 DEVELOP A PLAN FOR CONNECTING THE WATERGATE DEVELOPMENT TO THE REMAINDER OF THE CITY FOR PEDESTRIAN /GOLF CARTS AND WALKING ACCESS.**

### **4.6 OPEN ASPEN ROAD TO GOLF CARTS AND WALKING ACCESS**

### **4.7 IMPROVE THE DEEP HOLE PARK AREA**

### **4.8 ESTABLISH A GROVE PARK BENCH AREA**

### **4.9 INSTALL FIBER OPTIC AT CITY HALL**



## CONTACT US

[WWW.CLEARLAKESHORES-TX.GOV](http://WWW.CLEARLAKESHORES-TX.GOV)

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1006 S SHORE DRIVE  
CLEAR LAKE SHORES, TX 77565

PHONE: 281-334-2799

FOLLOW US ON SOCIAL MEDIA  
[@CITYOFCLS](#) (FACEBOOK, TWITTER, INSTAGRAM)



## COMMUNITY PROFILE

In Clear Lake Shores, Texas, you'll find beautiful shoreline scenery that will set the tone for your lifestyle. Boating, fishing, and other forms of recreation are all available in the area. With its close proximity to Houston, Clear Lake Shores is a great place to find a mix of small-town charm and big-city amenities. It's also a great place to call home for anyone looking for a relaxed lifestyle. There's plenty to do in Clear Lake Shores, from outdoor activities to shopping and dining. With its laid-back atmosphere and rich opportunities, Clear Lake Shores is a great place to live.



This calm, coastal city is framed by Clear Lake. There are a wide range of residential properties along the lake; some have backyards designed for boating, while others are just a hop and a skip from adventures on the bay. Throughout Clear Lake Shores, you will find both traditional homes with wide front porches and open patios and Craftsman-style homes with multilevel lakeview balconies, providing the area with the perfect showcase for what life on the water is like. The city also offers parks, picnic areas and a community pool. Clear Lake Shores is a great place for people to experience the beauty of

nature while also being close to the city.

In Clear Lake Shores, the median home price is \$429,000. As you get closer to the lake, prices can increase, with some lakefront estates reaching upwards of \$1 million. Prices in the area have been steadily increasing in recent years, and the trend is expected to continue. This makes Clear Lake Shores an attractive option for people looking to buy a home in the area.

LaVace Stewart Elementary School serves students up to the fifth grade and Bayside Intermediate School serves students through the eighth grade. For their secondary education, students in Clear Lake Shores may attend Clear Falls High School in League City, known for its award-winning theater department and fine arts program. The quality of education in the Clear Lake Shores area is excellent, and parents can be confident that their children will receive the best educational opportunities. The schools are highly rated and have a proven track record of success. All the schools are well-funded and offer a range of extracurricular activities to further enhance the student experience.



As a city situated on Clear Lake, it provides a serene and peaceful environment for enjoying the outdoors. Clear Lake Shores Little Free Library in Deep Hole Park offers a variety of books to borrow, as well as fishing piers and gazebos for recreation and relaxation. Sundial Park and Lowell Brown Fishing Pier are popular places for



## COMMUNITY PROFILE

residents to watch the sunset in solitude. The city also has plenty of green spaces for picnicking and bird watching. Boating and kayaking are also popular activities around the lake.

Shop at the local Home Depot for tools, construction products, appliances, and services, including fuel and rentals. Additionally, you will be able to find everything you need at Target when you want to purchase groceries, get quick, stylish fashion finds, or find the best home accessories. In the City, you will find a variety of restaurants, including Schafer's Coastal Bar & Grille and Opus



Ocean Grille, both of which serve fresh seafood dishes. There are also plenty of fantastic fried, broiled, blackened, grilled, salads, gumbo, etouffee and chicken dishes available at Joe Lee's Seafood Kitchen. As well as Skippers Cafe, which has a reputation for serving delicious breakfasts, Greek food, and friendly, family-owned service, it is a beloved local establishment. Small neighborhood bars, Aspens and Okie's Yardhouse, feature an outdoor space and excellent music. Located among Aspens and Okies, Galveston Bay Brewing is an independent craft brewery and tap room with an array of ales and lagers with a modern twist.



The Clear Lake Shores Civic Club hosts a variety of events throughout the year, such as the Community Wide Garage Sale, the Back-to-School Party, and the Christmas Tree Celebration. Jammin on Jarboe, a concert series sponsored by the Clear Lake Shores Economic Development Corporation, features a different band every first Saturday of the month from April through October.

Clearly, Clear Lake Shores is a small city with a tight knit community which enjoys relaxing and having fun together.

In this city, "Every Sunset is Celebrated".





## DEMOGRAPHICS

### POPULATION

|                          |       |         |
|--------------------------|-------|---------|
| Total Population         | 1,261 | (100%)  |
| Population in Households | 1,261 | (100%)  |
| Population in Families   | 903   | (71.6%) |
| Population Density       | 2,902 |         |



### INCOME

|                          |           |
|--------------------------|-----------|
| Median Household Income  | \$110,577 |
| Average Household Income | \$145,497 |
| Per Capita Income        | \$70,037  |



### HOUSING

|                               |           |         |
|-------------------------------|-----------|---------|
| Total Housing Units           | 672       | (100%)  |
| Owner Occupied Housing Units  | 457       | (68%)   |
| Renter Occupied Housing Units | 150       | (22.3%) |
| Median Home Value             | \$490,217 |         |
| Average Home Value            | \$558,807 |         |



### HOUSEHOLDS

|                        |      |
|------------------------|------|
| Total Households       | 607  |
| Average Household Size | 2.08 |
| Family Households      | 333  |
| Average Family Size    | 3.00 |

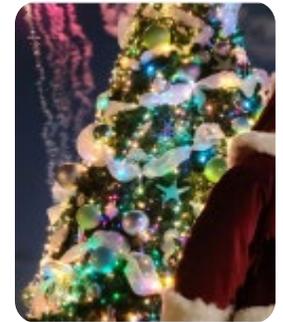
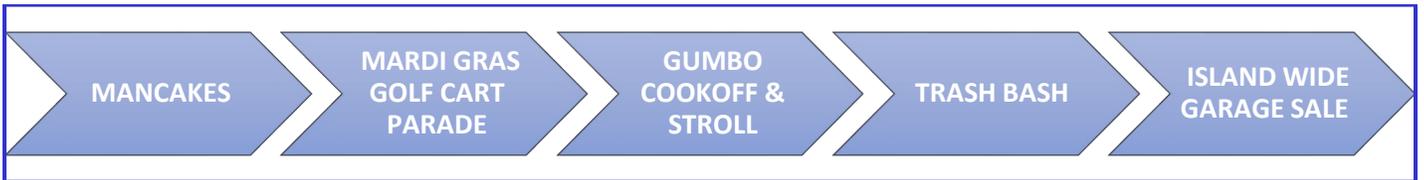




# CLEAR LAKE SHORES CIVIC CLUB

The Clear Lake Shores Civic Club was formed in the early 1960's with its purpose to promote civic pride, develop the general welfare and establish public unity in the community; to suggest needed improvements in the community and to assist in all economic and social enterprises and activities that are in the interest of the community. Civic Club meetings are held on the first Thursday of the month at 6:30 pm at the Clear Lake Shores Clubhouse.

## EVENTS



# City of Clear Lake Shores

FY26

Budget

## Budget Summaries



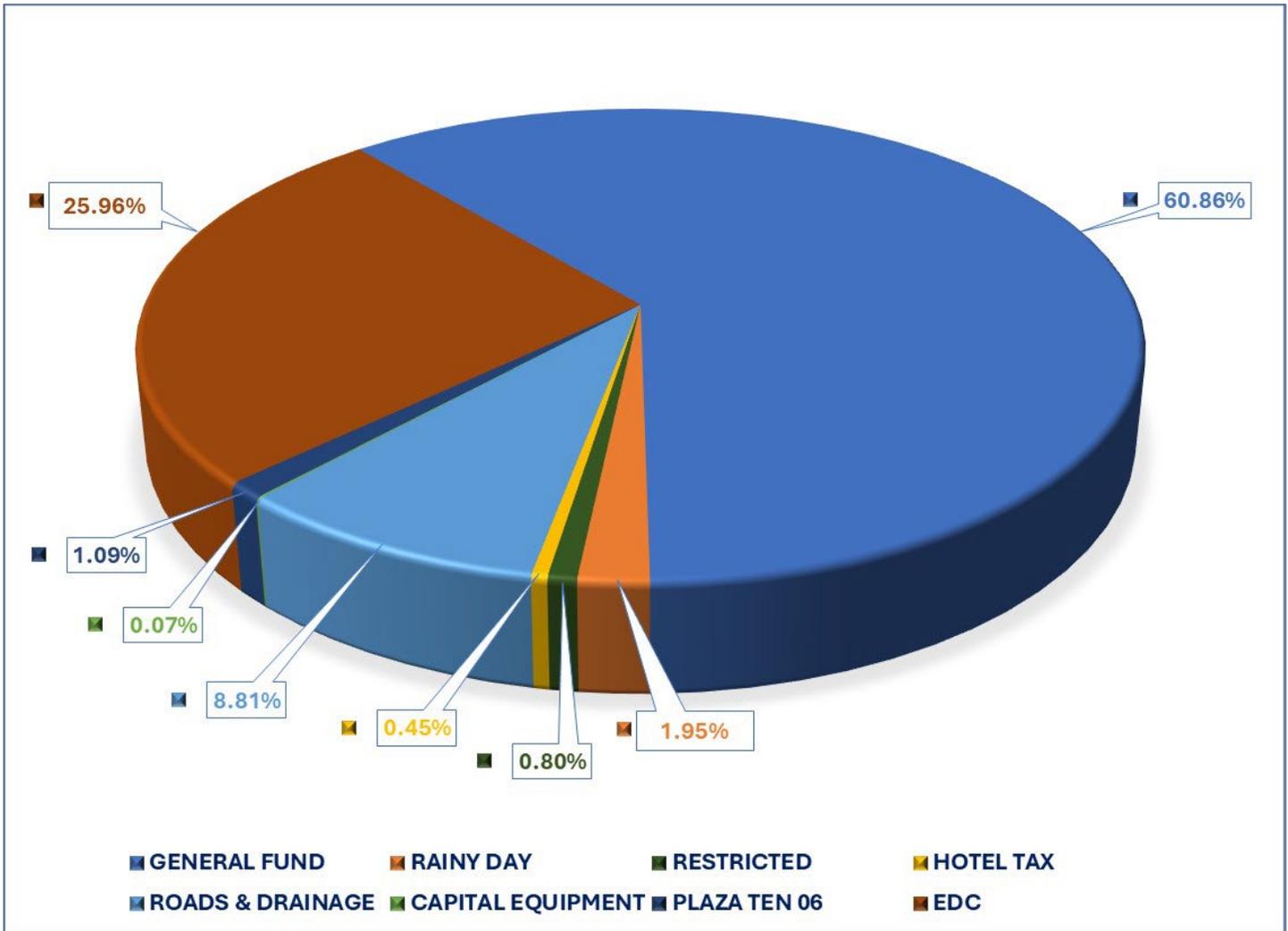


**OVERALL SUMMARY OF REVENUES AND EXPENDITURES FOR ALL FUNDS**

|                                   | GENERAL FUND          | RAINY DAY FUND        | RESTRICTED FUND       | HOTEL TAX FUND        | ROADS & DRAINAGE FUND | CAPITAL EQUIP. FUND   | PLAZA TEN 06 CORP.    | EDC                   | TOTAL                 |
|-----------------------------------|-----------------------|-----------------------|-----------------------|-----------------------|-----------------------|-----------------------|-----------------------|-----------------------|-----------------------|
|                                   | FY2026 Adopted Budget |
| <b>REVENUES</b>                   |                       |                       |                       |                       |                       |                       |                       |                       |                       |
| Taxes                             | \$ 1,990,000          | \$ -                  | \$ -                  | \$ 12,000             | \$ 315,000            | \$ -                  | \$ -                  | \$ 315,000            | \$ 2,632,000          |
| Franchise Taxes                   | \$ 151,635            | \$ -                  | \$ 4,500              | \$ -                  | \$ -                  | \$ -                  | \$ -                  | \$ -                  | \$ 156,135            |
| Licenses & Permits                | \$ 79,600             | \$ -                  | \$ -                  | \$ 7,500              | \$ -                  | \$ -                  | \$ -                  | \$ -                  | \$ 87,100             |
| Waterfront Revenue                | \$ 44,000             | \$ -                  | \$ -                  | \$ -                  | \$ -                  | \$ -                  | \$ -                  | \$ -                  | \$ 44,000             |
| Fines & Forfeitures               | \$ 339,500            | \$ -                  | \$ 17,300             | \$ -                  | \$ -                  | \$ -                  | \$ -                  | \$ -                  | \$ 356,800            |
| Miscellaneous Revenue             | \$ 186,300            | \$ 92,000             | \$ 16,000             | \$ 1,500              | \$ 100,000            | \$ 3,500              | \$ 51,500             | \$ 5,000              | \$ 455,800            |
| Intergovernmental Revenue         | \$ 25,416             | \$ -                  | \$ -                  | \$ -                  | \$ -                  | \$ -                  | \$ -                  | \$ 903,000            | \$ 928,416            |
| Transfers From Other Funds        | \$ 50,000             | \$ -                  | \$ -                  | \$ -                  | \$ -                  | \$ -                  | \$ -                  | \$ -                  | \$ 50,000             |
| <b>TOTAL REVENUES</b>             | <b>\$ 2,866,451</b>   | <b>\$ 92,000</b>      | <b>\$ 37,800</b>      | <b>\$ 21,000</b>      | <b>\$ 415,000</b>     | <b>\$ 3,500</b>       | <b>\$ 51,500</b>      | <b>\$ 1,223,000</b>   | <b>\$ 4,710,251</b>   |
| <b>EXPENDITURES</b>               |                       |                       |                       |                       |                       |                       |                       |                       |                       |
| Personnel Services                | \$ 1,911,100          | \$ -                  | \$ -                  | \$ -                  | \$ -                  | \$ -                  | \$ -                  | \$ -                  | \$ 1,911,100          |
| Supplies                          | \$ 79,500             | \$ -                  | \$ 5,000              | \$ -                  | \$ -                  | \$ -                  | \$ 5,000              | \$ -                  | \$ 89,500             |
| Repairs & Maintenance             | \$ 62,000             | \$ -                  | \$ -                  | \$ 30,000             | \$ 115,000            | \$ -                  | \$ 50,000             | \$ -                  | \$ 257,000            |
| Contractual Services              | \$ 732,551            | \$ -                  | \$ 40,000             | \$ 5,000              | \$ 152,804            | \$ -                  | \$ 14,250             | \$ 72,000             | \$ 1,016,605          |
| Other Charges                     | \$ 54,750             | \$ -                  | \$ -                  | \$ -                  | \$ -                  | \$ -                  | \$ -                  | \$ -                  | \$ 54,750             |
| Debt Service                      | \$ 163,941            | \$ -                  | \$ -                  | \$ -                  | \$ -                  | \$ -                  | \$ -                  | \$ -                  | \$ 163,941            |
| Capital Outlay                    | \$ 135,500            | \$ -                  | \$ 70,000             | \$ 30,000             | \$ 1,343,043          | \$ 125,000            | \$ -                  | \$ 934,000            | \$ 2,637,543          |
| Transfers To Other Funds          | \$ -                  | \$ -                  | \$ -                  | \$ -                  | \$ -                  | \$ -                  | \$ -                  | \$ 50,000             | \$ 50,000             |
| <b>TOTAL EXPENDITURES</b>         | <b>\$ 3,139,342</b>   | <b>\$ -</b>           | <b>\$ 115,000</b>     | <b>\$ 65,000</b>      | <b>\$ 1,610,847</b>   | <b>\$ 125,000</b>     | <b>\$ 69,250</b>      | <b>\$ 1,056,000</b>   | <b>\$ 6,180,439</b>   |
| <b>REVENUES LESS EXPENDITURES</b> | <b>\$ (272,891)</b>   | <b>\$ 92,000</b>      | <b>\$ (77,200)</b>    | <b>\$ (44,000)</b>    | <b>\$ (1,195,847)</b> | <b>\$ (121,500)</b>   | <b>\$ (17,750)</b>    | <b>\$ 167,000</b>     | <b>\$ (1,470,188)</b> |

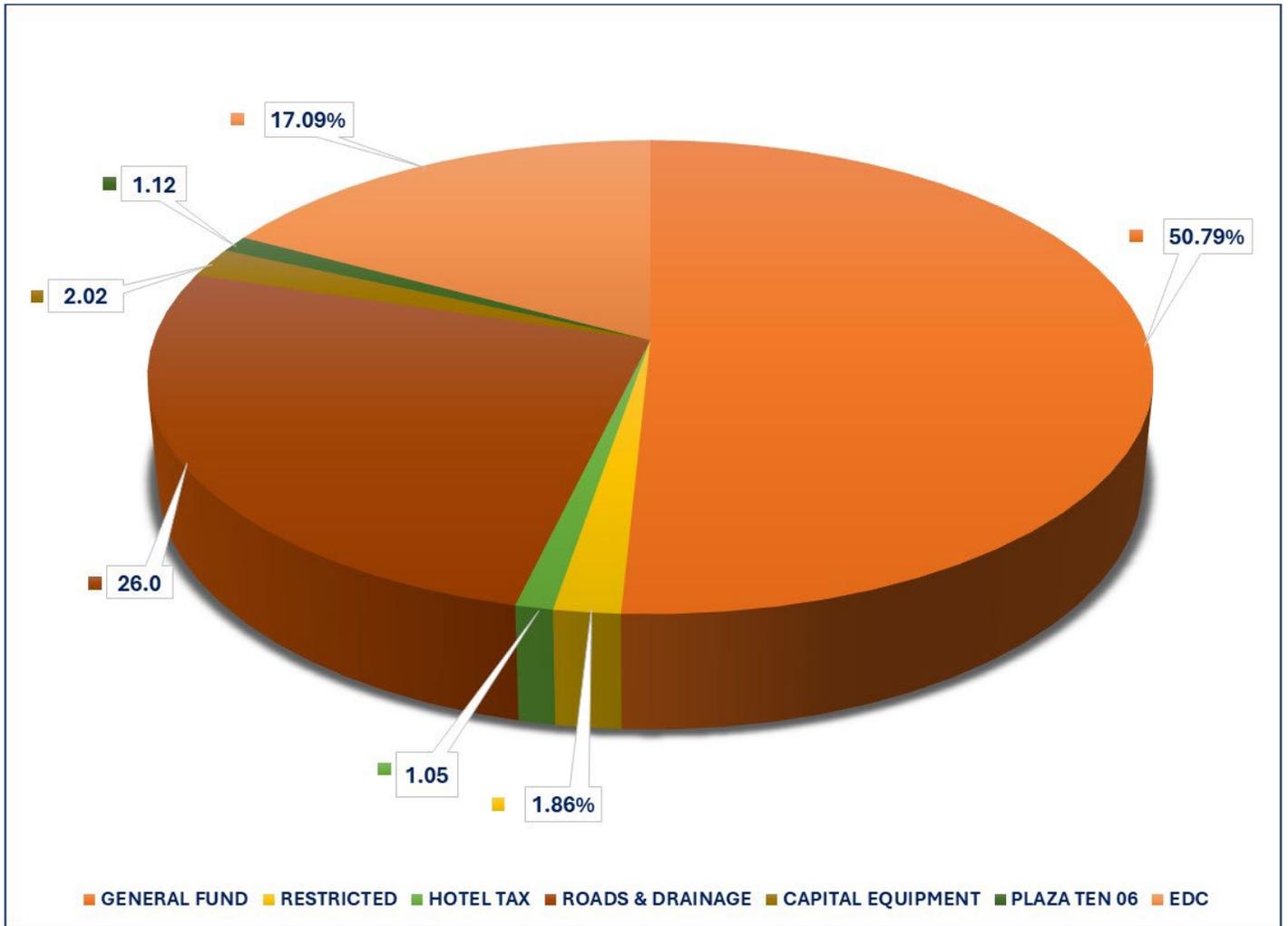


### REVENUES – ALL FUNDS





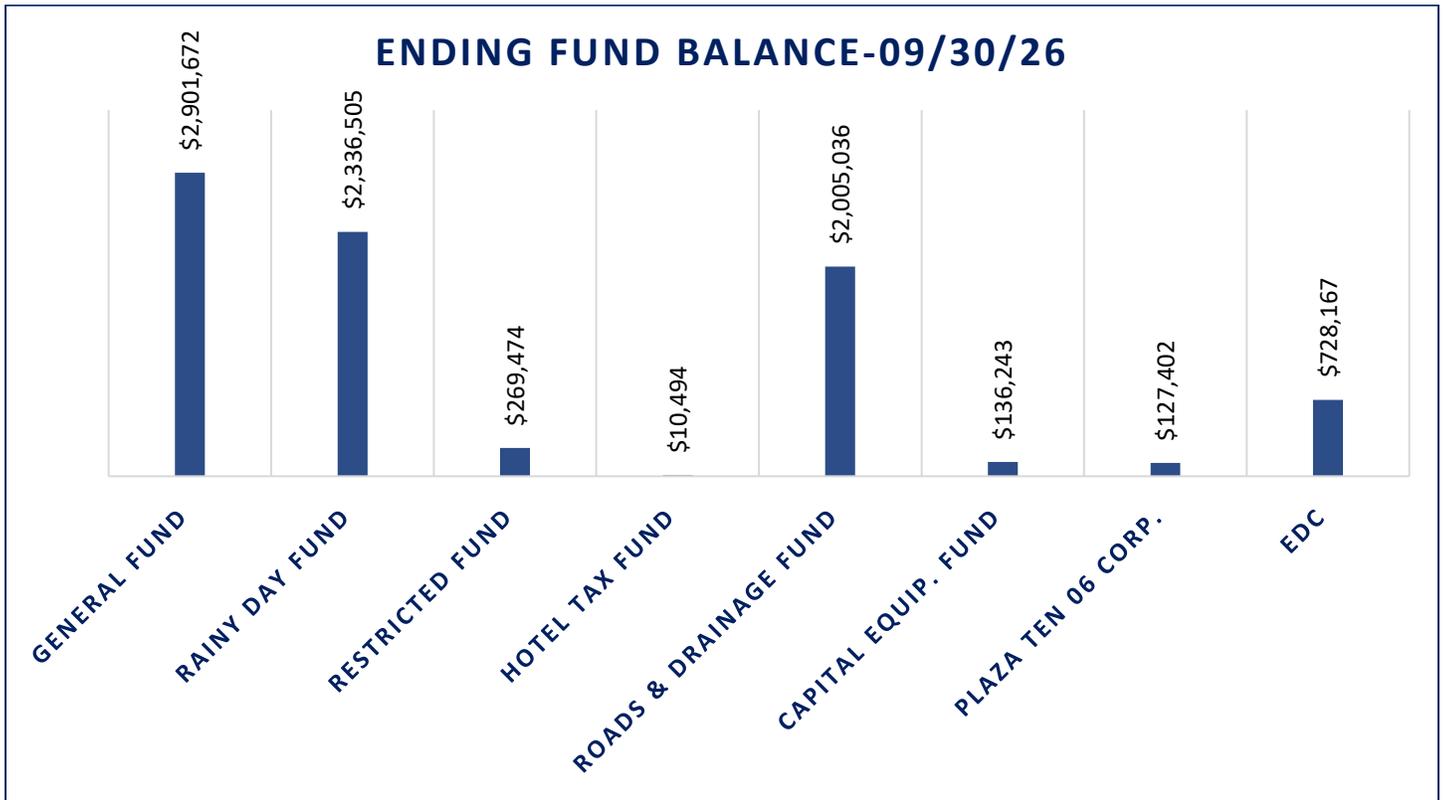
### EXPENDITURES – ALL FUNDS





### FUND BALANCE SUMMARY – ALL FUNDS

|   | GENERAL FUND        | RAINY DAY FUND      | RESTRICTED FUND   | HOTEL TAX FUND   | ROADS & DRAINAGE FUND | CAPITAL EQUIP. FUND | PLAZA TEN 06 CORP. | EDC               | TOTAL ALL FUNDS     |
|---|---------------------|---------------------|-------------------|------------------|-----------------------|---------------------|--------------------|-------------------|---------------------|
| <b>Beginning Fund Balance -10/01/25</b> | \$ 3,174,563        | \$ 2,244,505        | \$ 346,674        | \$ 54,494        | \$ 3,200,883          | \$ 257,743          | \$ 145,152         | \$ 561,167        | \$ 9,985,180        |
| Budgeted Revenues -2025 -26             | \$ 2,866,451        | \$ 92,000           | \$ 37,800         | \$ 21,000        | \$ 415,000            | \$ 3,500            | \$ 51,500          | \$ 1,223,000      | \$ 4,710,251        |
| Budgeted Expenditures -2025-26          | \$ 3,139,342        | \$ -                | \$ 115,000        | \$ 65,000        | \$ 1,610,847          | \$ 125,000          | \$ 69,250          | \$ 1,056,000      | \$ 6,180,439        |
| Revenues Over/(Under) Expenditures      | \$ (272,891)        | \$ 92,000           | \$ (77,200)       | \$ (44,000)      | \$ (1,195,847)        | \$ (121,500)        | \$ (17,750)        | \$ 167,000        | \$ (1,470,188)      |
| <b>Ending Fund Balance-09/30/26</b>     | <b>\$ 2,901,672</b> | <b>\$ 2,336,505</b> | <b>\$ 269,474</b> | <b>\$ 10,494</b> | <b>\$ 2,005,036</b>   | <b>\$ 136,243</b>   | <b>\$ 127,402</b>  | <b>\$ 728,167</b> | <b>\$ 8,514,992</b> |





**GENERAL FUND SUMMARY**

|                               |                     |                     |                     |                     |
|-------------------------------|---------------------|---------------------|---------------------|---------------------|
| <b>BEGINNING FUND BALANCE</b> | <b>\$ 2,637,578</b> | <b>\$ 2,923,811</b> | <b>\$ 2,923,811</b> | <b>\$ 3,174,563</b> |
|-------------------------------|---------------------|---------------------|---------------------|---------------------|

|                                   | <b>FY2024<br/>Final Actual</b> | <b>FY2025<br/>Amended<br/>Budget</b> | <b>FY2025<br/>Projected<br/>Actual</b> | <b>FY2026<br/>Proposed<br/>Budget</b> | <b>% Change<br/>from FY25<br/>to FY26</b> |
|-----------------------------------|--------------------------------|--------------------------------------|--|---------------------------------------|---|
| <b>REVENUES</b>                   |                                |                                      |  |                                       |   |
| Taxes                             | \$ 2,017,200                   | \$ 2,028,000                         | \$ 2,213,288                           | \$ 1,990,000                          | -1.87%                                    |
| Franchise Taxes                   | \$ 153,011                     | \$ 154,892                           | \$ 151,576                             | \$ 151,635                            | -2.10%                                    |
| Licenses & Permits                | \$ 96,487                      | \$ 68,600                            | \$ 107,735                             | \$ 79,600                             | 16.03%                                    |
| Waterfront Revenue                | \$ 43,623                      | \$ 47,000                            | \$ 44,989                              | \$ 44,000                             | -6.38%                                    |
| Fines & Forfeitures               | \$ 308,729                     | \$ 319,000                           | \$ 343,055                             | \$ 339,500                            | 6.43%                                     |
| Miscellaneous Revenue             | \$ 223,511                     | \$ 232,700                           | \$ 209,556                             | \$ 186,300                            | -19.94%                                   |
| Intergovernmental Revenue         | \$ 245,856                     | \$ 87,196                            | \$ 40,223                              | \$ 25,416                             | -70.85%                                   |
| Other Financing Sources           | \$ -                           | \$ -                                 | \$ -                                   | \$ -                                  | 0.00%                                     |
| Transfer -In From Other Funds     | \$ 50,000                      | \$ 56,450                            | \$ 50,000                              | \$ 50,000                             | -11.43%                                   |
| <b>TOTAL REVENUES</b>             | <b>\$ 3,138,416</b>            | <b>\$ 2,993,838</b>                  | <b>\$ 3,160,422</b>                    | <b>\$ 2,866,451</b>                   | <b>-4.25%</b>                             |
| <b>EXPENDITURES</b>               |                                |                                      |  |                                       |   |
| City Council                      | \$ 88,074                      | \$ 92,550                            | \$ 80,060                              | \$ 95,600                             | 3.30%                                     |
| Administration                    | \$ 258,640                     | \$ 318,575                           | \$ 307,849                             | \$ 326,550                            | 2.50%                                     |
| City Secretary/Municipal Court    | \$ 269,551                     | \$ 317,160                           | \$ 315,287                             | \$ 325,275                            | 2.56%                                     |
| Police                            | \$ 936,360                     | \$ 1,073,520                         | \$ 940,467                             | \$ 1,170,420                          | 9.03%                                     |
| Code Enforcement/Permits          | \$ 110,672                     | \$ 141,586                           | \$ 121,958                             | \$ 131,550                            | -7.09%                                    |
| Public Works                      | \$ 181,590                     | \$ 194,750                           | \$ 181,564                             | \$ 196,075                            | 0.68%                                     |
| Parks & Pool                      | \$ 56,026                      | \$ 63,510                            | \$ 59,072                              | \$ 69,000                             | 8.64%                                     |
| Emergency Management              | \$ 56,685                      | \$ 63,308                            | \$ 61,458                              | \$ 79,395                             | 25.41%                                    |
| General Government                | \$ 553,376                     | \$ 547,780                           | \$ 614,593                             | \$ 446,036                            | -18.57%                                   |
| Capital Outlay                    | \$ 177,269                     | \$ 100,696                           | \$ 63,421                              | \$ 135,500                            | 34.56%                                    |
| Debt Service                      | \$ 163,941                     | \$ 163,941                           | \$ 163,941                             | \$ 163,941                            | 0.00%                                     |
| <b>TOTAL EXPENDITURES</b>         | <b>\$ 2,852,183</b>            | <b>\$ 3,077,376</b>                  | <b>\$ 2,909,670</b>                    | <b>\$ 3,139,342</b>                   | <b>2.01%</b>                              |
| <b>REVENUES LESS EXPENDITURES</b> | <b>\$ 286,233</b>              | <b>\$ (83,538)</b>                   | <b>\$ 250,752</b>                      | <b>\$ (272,891)</b>                   |   |

|                                       |                     |                     |                     |                     |
|---------------------------------------|---------------------|---------------------|---------------------|---------------------|
| <b>ENDING UNRESERVED FUND BALANCE</b> | <b>\$ 2,923,811</b> | <b>\$ 2,840,273</b> | <b>\$ 3,174,563</b> | <b>\$ 2,901,672</b> |
|---------------------------------------|---------------------|---------------------|---------------------|---------------------|



**RAINY DAY FUND**

|                               |                     |                     |                     |                     |
|-------------------------------|---------------------|---------------------|---------------------|---------------------|
| <b>BEGINNING FUND BALANCE</b> | <b>\$ 1,985,782</b> | <b>\$ 2,097,960</b> | <b>\$ 2,097,960</b> | <b>\$ 2,244,505</b> |
|-------------------------------|---------------------|---------------------|---------------------|---------------------|

|                                   | <b>FY 2024<br/>Final Actual</b> | <b>FY 2025<br/>Amended<br/>Budget</b> | <b>FY 2025<br/>Projected<br/>Actual</b> | <b>FY 2026<br/>Adopted<br/>Budget</b> | <b>% Change<br/>from FY25<br/>to FY26</b> |
|-----------------------------------|---------------------------------|---------------------------------------|---|---------------------------------------|---|
| <b>REVENUES</b>                   |                                 |                                       |   |                                       |   |
| Miscellaneous Revenue             | \$ 112,178                      | \$ 105,000                            | \$ 96,545                               | \$ 92,000                             | 0.00%                                     |
| Transfers-In Revenues             | \$ -                            | \$ 50,000                             | \$ 50,000                               | \$ -                                  | 0.00%                                     |
| <b>TOTAL REVENUES</b>             | <b>\$ 112,178</b>               | <b>\$ 155,000</b>                     | <b>\$ 146,545</b>                       | <b>\$ 92,000</b>                      | <b>0.00%</b>                              |
| <b>TOTAL EXPENDITURES</b>         | <b>\$ -</b>                     | <b>\$ -</b>                           | <b>\$ -</b>                             | <b>\$ -</b>                           | <b>0.00%</b>                              |
| <b>REVENUES LESS EXPENDITURES</b> | <b>\$ 112,178</b>               | <b>\$ 155,000</b>                     | <b>\$ 146,545</b>                       | <b>\$ 92,000</b>                      |   |

|                                       |                     |                     |                     |                     |
|---------------------------------------|---------------------|---------------------|---------------------|---------------------|
| <b>ENDING UNRESERVED FUND BALANCE</b> | <b>\$ 2,097,960</b> | <b>\$ 2,252,960</b> | <b>\$ 2,244,505</b> | <b>\$ 2,336,505</b> |
|---------------------------------------|---------------------|---------------------|---------------------|---------------------|



### CAPITAL EQUIPMENT FUND SUMMARY

|                               |           |            |            |            |
|-------------------------------|-----------|------------|------------|------------|
| <b>BEGINNING FUND BALANCE</b> | \$ 71,619 | \$ 150,795 | \$ 150,795 | \$ 257,743 |
|-------------------------------|-----------|------------|------------|------------|

|                                   | FY 2024<br>Final Actual | FY 2025<br>Amended<br>Budget | FY 2025<br>Projected<br>Actual | FY 2026<br>Adopted<br>Budget | % Change<br>from FY25<br>to FY26 |
|-----------------------------------|-------------------------|------------------------------|--------------------------------|------------------------------|----------------------------------|
| <b>REVENUES</b>                   |                         |                              |                                |                              |                                  |
| Miscellaneous Revenue             | \$ 4,176                | \$ 3,500                     | \$ 6,948                       | \$ 3,500                     | 0.00%                            |
| Transfer -In From Other Funds     | \$ 75,000               | \$ 25,000                    | \$ 100,000                     | -                            | -100.00%                         |
| <b>TOTAL REVENUES</b>             | <b>\$ 79,176</b>        | <b>\$ 28,500</b>             | <b>\$ 106,948</b>              | <b>\$ 3,500</b>              | <b>-87.72%</b>                   |
| <b>EXPENDITURES</b>               |                         |                              |                                |                              |                                  |
| Capital Outlay                    | -                       | -                            | -                              | \$ 125,000                   | 0.00%                            |
| <b>TOTAL EXPENDITURES</b>         | <b>-</b>                | <b>-</b>                     | <b>-</b>                       | <b>\$ 125,000</b>            | <b>0.00%</b>                     |
| <b>REVENUES LESS EXPENDITURES</b> | <b>\$ 79,176</b>        | <b>\$ 28,500</b>             | <b>\$ 106,948</b>              | <b>\$ (121,500)</b>          |                                  |

|                                       |            |            |            |            |
|---------------------------------------|------------|------------|------------|------------|
| <b>ENDING UNRESERVED FUND BALANCE</b> | \$ 150,795 | \$ 179,295 | \$ 257,743 | \$ 136,243 |
|---------------------------------------|------------|------------|------------|------------|



**ROADS & DRAINAGE FUND**

|                               |                     |                     |                     |                     |
|-------------------------------|---------------------|---------------------|---------------------|---------------------|
| <b>BEGINNING FUND BALANCE</b> | <b>\$ 2,396,594</b> | <b>\$ 2,820,405</b> | <b>\$ 2,820,405</b> | <b>\$ 3,200,883</b> |
|-------------------------------|---------------------|---------------------|---------------------|---------------------|

|                                   | <b>FY 2024<br/>Final Actual</b> | <b>FY 2025<br/>Amended<br/>Budget</b> | <b>FY 2025<br/>Projected<br/>Actual</b> | <b>FY 2026<br/>Adopted<br/>Budget</b> | <b>% Change<br/>from FY25<br/>to FY26</b> |
|-----------------------------------|---------------------------------|---------------------------------------|---|---------------------------------------|---|
| <b>REVENUES</b>                   |                                 |                                       |   |                                       |   |
| Taxes                             | \$ 322,295                      | \$ 300,000                            | \$ 353,623                              | \$ 315,000                            | 5.00%                                     |
| Miscellaneous Revenue             | \$ 138,658                      | \$ 85,000                             | \$ 131,586                              | \$ 100,000                            | 17.65%                                    |
| <b>TOTAL REVENUES</b>             | <b>\$ 460,954</b>               | <b>\$ 385,000</b>                     | <b>\$ 485,209</b>                       | <b>\$ 415,000</b>                     | <b>7.79%</b>                              |
| <b>EXPENDITURES</b>               |                                 |                                       |   |                                       |   |
| Contractual Services              | \$ 34,643                       | \$ 134,459                            | \$ 86,401                               | \$ 152,804                            | 13.64%                                    |
| Repairs & Maintenance             | \$ -                            | \$ 70,000                             | \$ 18,330                               | \$ 115,000                            | 64.29%                                    |
| Capital Outlay                    | \$ 2,500                        | \$ 939,585                            | \$ -                                    | \$ 1,343,043                          | 42.94%                                    |
| <b>TOTAL EXPENDITURES</b>         | <b>\$ 37,143</b>                | <b>\$ 1,144,044</b>                   | <b>\$ 104,731</b>                       | <b>\$ 1,610,847</b>                   | <b>40.80%</b>                             |
| <b>REVENUES LESS EXPENDITURES</b> | <b>\$ 423,810</b>               | <b>\$ (759,044)</b>                   | <b>\$ 380,478</b>                       | <b>\$ (1,195,847)</b>                 |   |

|                                       |                     |                     |                     |                     |
|---------------------------------------|---------------------|---------------------|---------------------|---------------------|
| <b>ENDING UNRESERVED FUND BALANCE</b> | <b>\$ 2,820,405</b> | <b>\$ 2,061,361</b> | <b>\$ 3,200,883</b> | <b>\$ 2,005,036</b> |
|---------------------------------------|---------------------|---------------------|---------------------|---------------------|



**RESTRICTED FUNDS**

|                               |                   |                   |                   |                   |
|-------------------------------|-------------------|-------------------|-------------------|-------------------|
| <b>BEGINNING FUND BALANCE</b> | <b>\$ 290,158</b> | <b>\$ 313,168</b> | <b>\$ 313,168</b> | <b>\$ 346,674</b> |
|-------------------------------|-------------------|-------------------|-------------------|-------------------|

|                                   | <b>FY 2024<br/>Final Actual</b> | <b>FY 2025<br/>Amended<br/>Budget</b> | <b>FY 2025<br/>Projected<br/>Actual</b> | <b>FY 2026<br/>Adopted<br/>Budget</b> | <b>% Change<br/>from FY25<br/>to FY26</b> |
|-----------------------------------|---------------------------------|---------------------------------------|---|---------------------------------------|---|
| <b>REVENUES</b>                   |                                 |                                       |   |                                       |   |
| Taxes                             | \$ 4,243                        | \$ 4,750                              | \$ 4,465                                | \$ 4,500                              | -5.26%                                    |
| Fines & Forfeitures               | \$ 17,199                       | \$ 16,800                             | \$ 17,325                               | \$ 17,300                             | 2.98%                                     |
| Miscellaneous Revenue             | \$ 19,369                       | \$ 22,000                             | \$ 18,942                               | \$ 16,000                             | -27.27%                                   |
| <b>TOTAL REVENUES</b>             | <b>\$ 40,812</b>                | <b>\$ 43,550</b>                      | <b>\$ 40,732</b>                        | <b>\$ 37,800</b>                      | <b>-13.20%</b>                            |
| <b>EXPENDITURES</b>               |                                 |                                       |   |                                       |   |
| Supplies                          | \$ 11,935                       | \$ 40,000                             | \$ 7,226                                | \$ 5,000                              | -87.50%                                   |
| Other Contractual Services        | \$ 5,867                        | \$ 10,000                             | \$ -                                    | \$ 40,000                             | 300.00%                                   |
| Capital Outlay                    | \$ -                            | \$ -                                  | \$ -                                    | \$ 70,000                             | 0.00%                                     |
| <b>TOTAL EXPENDITURES</b>         | <b>\$ 17,802</b>                | <b>\$ 50,000</b>                      | <b>\$ 7,226</b>                         | <b>\$ 115,000</b>                     | <b>130.00%</b>                            |
| <b>REVENUES LESS EXPENDITURES</b> | <b>\$ 23,010</b>                | <b>\$ (6,450)</b>                     | <b>\$ 33,506</b>                        | <b>\$ (77,200)</b>                    |   |

|                                       |                   |                   |                   |                   |
|---------------------------------------|-------------------|-------------------|-------------------|-------------------|
| <b>ENDING UNRESERVED FUND BALANCE</b> | <b>\$ 313,168</b> | <b>\$ 306,718</b> | <b>\$ 346,674</b> | <b>\$ 269,474</b> |
|---------------------------------------|-------------------|-------------------|-------------------|-------------------|



### HOTEL TAX FUND

|                               |      |           |           |           |
|-------------------------------|------|-----------|-----------|-----------|
| <b>BEGINNING FUND BALANCE</b> | \$ - | \$ 36,461 | \$ 36,461 | \$ 54,494 |
|-------------------------------|------|-----------|-----------|-----------|

|                                       | FY 2024<br>Final Actual | FY 2025<br>Amended<br>Budget | FY 2025<br>Projected<br>Actual | FY 2026<br>Adopted<br>Budget | % Change<br>from FY25<br>to FY26 |
|---------------------------------------|-------------------------|------------------------------|--------------------------------|------------------------------|----------------------------------|
| <b>REVENUES</b>                       |                         |                              |                                |                              |                                  |
| Taxes                                 | \$ 12,485               | \$ 15,000                    | \$ 11,640                      | \$ 12,000                    | -20.00%                          |
| Licenses & Permits                    | \$ 7,750                | \$ 7,500                     | \$ 7,250                       | \$ 7,500                     | 0.00%                            |
| Miscellaneous Revenue                 | \$ 7                    | \$ -                         | \$ 1,643                       | \$ 1,500                     | 0.00%                            |
| Transfer -In From Other Funds         | \$ 41,720               | \$ -                         | \$ -                           | \$ -                         | 0.00%                            |
| <b>TOTAL REVENUES</b>                 | <b>\$ 61,961</b>        | <b>\$ 22,500</b>             | <b>\$ 20,533</b>               | <b>\$ 21,000</b>             | <b>-6.67%</b>                    |
| <b>EXPENDITURES</b>                   |                         |                              |                                |                              |                                  |
| Repairs & Maintenance                 | \$ -                    | \$ -                         | \$ -                           | \$ 30,000                    | 0.00%                            |
| Other Contractual Services            | \$ 25,500               | \$ 30,000                    | \$ 2,500                       | \$ 5,000                     | -83.33%                          |
| Capital Outlay                        | \$ -                    | \$ -                         | \$ -                           | \$ 30,000                    | 0.00%                            |
| <b>TOTAL EXPENDITURES</b>             | <b>\$ 25,500</b>        | <b>\$ 30,000</b>             | <b>\$ 2,500</b>                | <b>\$ 65,000</b>             | <b>0.00%</b>                     |
| <b>REVENUES LESS EXPENDITURES</b>     | <b>\$ 36,461</b>        | <b>\$ (7,500)</b>            | <b>\$ 18,033</b>               | <b>\$ (44,000)</b>           |                                  |
| <b>ENDING UNRESERVED FUND BALANCE</b> | <b>\$ 36,461</b>        | <b>\$ 28,961</b>             | <b>\$ 54,494</b>               | <b>\$ 10,494</b>             |                                  |



**PLAZA TEN 06 CORPORATION**

|                               |            |            |            |            |
|-------------------------------|------------|------------|------------|------------|
| <b>BEGINNING FUND BALANCE</b> | \$ 137,202 | \$ 117,926 | \$ 117,926 | \$ 145,152 |
|-------------------------------|------------|------------|------------|------------|

|                                   | <b>FY 2024<br/>Final Actual</b> | <b>FY 2025<br/>Amended<br/>Budget</b> | <b>FY 2025<br/>Projected<br/>Actual</b> | <b>FY 2026<br/>Adopted<br/>Budget</b> | <b>% Change<br/>from FY25<br/>to FY26</b> |
|-----------------------------------|---------------------------------|---------------------------------------|---|---------------------------------------|---|
| <b>REVENUES</b>                   |                                 |                                       |   |                                       |   |
| Miscellaneous Revenue             | \$ 54,709                       | \$ 51,000                             | \$ 52,855                               | \$ 51,500                             | 0.98%                                     |
| <b>TOTAL REVENUES</b>             | <b>\$ 54,709</b>                | <b>\$ 51,000</b>                      | <b>\$ 52,855</b>                        | <b>\$ 51,500</b>                      | <b>0.98%</b>                              |
| <b>EXPENDITURES</b>               |                                 |                                       |   |                                       |   |
| Contractual Services              | \$ 14,009                       | \$ 29,500                             | \$ 23,865                               | \$ 14,250                             | -51.69%                                   |
| Other Misc. Supplies              | \$ -                            | \$ 5,100                              | \$ 1,764                                | \$ 5,000                              | -1.96%                                    |
| Capital Outlay                    | \$ 59,976                       | \$ -                                  | \$ -                                    | \$ 50,000                             | 0.00%                                     |
| <b>TOTAL EXPENDITURES</b>         | <b>\$ 73,985</b>                | <b>\$ 34,600</b>                      | <b>\$ 25,629</b>                        | <b>\$ 69,250</b>                      | <b>100.14%</b>                            |
| <b>REVENUES LESS EXPENDITURES</b> | <b>\$ (19,276)</b>              | <b>\$ 16,400</b>                      | <b>\$ 27,226</b>                        | <b>\$ (17,750)</b>                    |   |

|                                       |            |            |            |            |
|---------------------------------------|------------|------------|------------|------------|
| <b>ENDING UNRESERVED FUND BALANCE</b> | \$ 117,926 | \$ 134,326 | \$ 145,152 | \$ 127,402 |
|---------------------------------------|------------|------------|------------|------------|



**ECONOMIC DEVELOPMENT CORPORATION (EDC)**

|                               |            |            |            |            |
|-------------------------------|------------|------------|------------|------------|
| <b>BEGINNING FUND BALANCE</b> | \$ 963,893 | \$ 911,143 | \$ 911,143 | \$ 561,167 |
|-------------------------------|------------|------------|------------|------------|

|                                   | <b>FY 2024<br/>Final Actual</b> | <b>FY 2025<br/>Amended<br/>Budget</b> | <b>FY 2025<br/>Projected<br/>Actual</b> | <b>FY 2026<br/>Adopted<br/>Budget</b> | <b>% Change<br/>from FY25<br/>to FY26</b> |
|-----------------------------------|---------------------------------|---------------------------------------|---|---------------------------------------|---|
| <b>REVENUES</b>                   |                                 |                                       |   |                                       |   |
| Taxes                             | \$ 322,295                      | \$ 300,000                            | \$ 353,623                              | \$ 315,000                            | 5.00%                                     |
| Miscellaneous Revenue             | \$ 43,074                       | \$ 20,000                             | \$ 24,923                               | \$ 5,000                              | -75.00%                                   |
| Intergovernmental Revenue         | \$ 6,537                        | \$ -                                  | \$ 912                                  | \$ 903,000                            | 0.00%                                     |
| <b>TOTAL REVENUES</b>             | <b>\$ 371,907</b>               | <b>\$ 320,000</b>                     | <b>\$ 379,458</b>                       | <b>\$ 1,223,000</b>                   | <b>282.19%</b>                            |
| <b>EXPENDITURES</b>               |                                 |                                       |   |                                       |   |
| Contractual Services              | \$ 66,871                       | \$ 85,000                             | \$ 58,861                               | \$ 72,000                             | -15.29%                                   |
| Capital Outlay                    | \$ 307,785                      | \$ 700,100                            | \$ 620,573                              | \$ 934,000                            | 33.41%                                    |
| Transfer -To Other Funds          | \$ 50,000                       | \$ 50,000                             | \$ 50,000                               | \$ 50,000                             | 0.00%                                     |
| <b>TOTAL EXPENDITURES</b>         | <b>\$ 424,656</b>               | <b>\$ 835,100</b>                     | <b>\$ 729,434</b>                       | <b>\$ 1,056,000</b>                   | <b>26.45%</b>                             |
| <b>REVENUES LESS EXPENDITURES</b> | <b>\$ (52,750)</b>              | <b>\$ (515,100)</b>                   | <b>\$ (349,976)</b>                     | <b>\$ 167,000</b>                     |   |

|                                       |            |            |            |            |
|---------------------------------------|------------|------------|------------|------------|
| <b>ENDING UNRESERVED FUND BALANCE</b> | \$ 911,143 | \$ 396,043 | \$ 561,167 | \$ 728,167 |
|---------------------------------------|------------|------------|------------|------------|

# City of Clear Lake Shores

FY26

Budget

## Governmental Funds



Clear Lake Shores Historic Club House



## GENERAL FUND PERSONNEL SUMMARY

| DEPARTMENT                                   | FY<br>2024 | FY<br>2025 | FY<br>2026 | Variance |
|--|------------|------------|------------|----------|
| <b>ADMINISTRATION</b>                        |            |            |            |          |
| City Administrator                           | 1          | 1          | 1          | 0        |
| Finance Director                             | 1          | 1          | 1          | 0        |
| Communication Specialist -PT                 | 0.5        | 0.5        | 0.5        | 0        |
| <b>TOTAL ADMINISTRATION</b>                  | <b>2.5</b> | <b>2.5</b> | <b>2.5</b> | <b>0</b> |
| <b>CITY SECRETARY/MUNICIPAL COURT</b>        |            |            |            |          |
| City Secretary/Municipal Court Administrator | 1          | 1          | 1          | 0        |
| Assistant Municipal Court Administrator      | 1          | 1          | 1          | 0        |
| Municipal Court Clerk                        | 1          | 1          | 1          | 0        |
| Municipal Court Judge -PT                    | 0.5        | 0.5        | 0.5        | 0        |
| <b>TOTAL CITY SECRETARY/MUNI. COURT</b>      | <b>3.5</b> | <b>3.5</b> | <b>3.5</b> | <b>0</b> |
| <b>POLICE</b>                                |            |            |            |          |
| Chief  | 1          | 1          | 1          | 0        |
| Sergeant                                     | 2          | 2          | 2          | 0        |
| Patrol Officer                               | 6          | 6          | 6          | 0        |
| PD Administrative Assistant                  | 1          | 1          | 1          | 0        |
| <b>TOTAL POLICE</b>                          | <b>10</b>  | <b>10</b>  | <b>10</b>  | <b>0</b> |
| <b>CODE ENFORCEMENT/PERMITS</b>              |            |            |            |          |
| Building Services Manager                    | 0          | 1          | 1          | 0        |
| Assistant City Secretary/Permit Technician   | 1          | 0          | 0          | 0        |
| <b>TOTAL CODE ENFORCEMENT/PERMITS</b>        | <b>1</b>   | <b>1</b>   | <b>1</b>   | <b>0</b> |
| <b>PUBLIC WORKS</b>                          |            |            |            |          |
| Maintenance 1                                | 1          | 1          | 1          | 0        |
| Maintenance 2                                | 1          | 1          | 1          | 0        |
| <b>TOTAL PUBLIC WORKS</b>                    | <b>2</b>   | <b>2</b>   | <b>2</b>   | <b>0</b> |
| <b>TOTAL PERSONNEL SUMMARY</b>               | <b>19</b>  | <b>19</b>  | <b>19</b>  | <b>0</b> |



### GENERAL FUND REVENUES

| Account#                      | Account                      | FY 2024<br>Final Actual | FY 2025<br>Amended<br>Budget | FY 2025<br>Projected<br>Actual | FY 2026<br>Adopted<br>Budget | % Change<br>from FY25<br>to FY26 |
|-------------------------------|------------------------------|-------------------------|------------------------------|--------------------------------|------------------------------|----------------------------------|
| <b>TAXES</b>                  |                              |                         |                              |                                |                              |                                  |
| 100406                        | Sales Tax                    | \$ 1,933,771            | \$ 1,950,000                 | \$ 2,121,731                   | \$ 1,900,000                 | -2.56%                           |
| 100407                        | Sales Tax -Mixed Beverage    | \$ 46,177               | \$ 43,000                    | \$ 51,118                      | \$ 50,000                    | 16.28%                           |
| 100408                        | Mixed Beverage Tax           | \$ 37,252               | \$ 35,000                    | \$ 40,439                      | \$ 40,000                    | 14.29%                           |
| <b>TOTAL TAXES</b>            |                              | <b>\$ 2,017,200</b>     | <b>\$ 2,028,000</b>          | <b>\$ 2,213,288</b>            | <b>\$ 1,990,000</b>          | <b>-1.87%</b>                    |
| <b>FRANCHISE TAXES</b>        |                              |                         |                              |                                |                              |                                  |
| 100414                        | Ameriwest Solid Waste        | \$ 5,000                | \$ 5,000                     | \$ 5,000                       | \$ 5,000                     | 0.00%                            |
| 100415                        | Centerpoint -Electric        | \$ 120,252              | \$ 120,342                   | \$ 120,305                     | \$ 120,200                   | -0.12%                           |
| 100416                        | Centerpoint -Gas             | \$ 6,023                | \$ 6,500                     | \$ 6,217                       | \$ 6,250                     | -3.85%                           |
| 100417                        | Comcast TV                   | \$ 21,215               | \$ 22,500                    | \$ 19,565                      | \$ 19,700                    | -12.44%                          |
| 100418                        | Telecomm Fees                | \$ 520                  | \$ 550                       | \$ 489                         | \$ 485                       | -11.82%                          |
| <b>TOTAL FRANCHISE TAXES</b>  |                              | <b>\$ 153,011</b>       | <b>\$ 154,892</b>            | <b>\$ 151,576</b>              | <b>\$ 151,635</b>            | <b>-2.10%</b>                    |
| <b>LICENSES &amp; PERMITS</b> |                              |                         |                              |                                |                              |                                  |
| 100425                        | Business Licenses            | \$ 850                  | \$ 3,000                     | \$ 510                         | \$ -                         | -100.00%                         |
| 100426                        | Alcohol Beverage Permits     | \$ 2,235                | \$ 2,500                     | \$ 60                          | \$ 500                       | -80.00%                          |
| 100427                        | Building Permits             | \$ 52,060               | \$ 30,000                    | \$ 51,597                      | \$ 45,000                    | 50.00%                           |
| 100428                        | Remodeling Permits           | \$ 2,642                | \$ 3,000                     | \$ 12,900                      | \$ 3,000                     | 0.00%                            |
| 100429                        | Electrical Permits           | \$ 5,125                | \$ 5,000                     | \$ 3,832                       | \$ 4,000                     | -20.00%                          |
| 100430                        | Plumbing/ Gas Permits        | \$ 5,065                | \$ 5,000                     | \$ 4,457                       | \$ 4,500                     | -10.00%                          |
| 100431                        | Mechanical Permits           | \$ 8,833                | \$ 6,000                     | \$ 6,186                       | \$ 6,000                     | 0.00%                            |
| 100432                        | Culvert & Fill Permits       | \$ 1,555                | \$ 1,000                     | \$ 885                         | \$ 1,000                     | 0.00%                            |
| 100433                        | Bulkhead & Pier Permits      | \$ 712                  | \$ 1,000                     | \$ 1,232                       | \$ 1,000                     | 0.00%                            |
| 100434                        | Fence Permits                | \$ 2,705                | \$ 2,500                     | \$ 4,278                       | \$ 3,000                     | 20.00%                           |
| 100435                        | Roof Permits                 | \$ 5,571                | \$ 3,500                     | \$ 8,507                       | \$ 5,000                     | 42.86%                           |
| 100436                        | Sign Permits                 | \$ 1,091                | \$ 500                       | \$ 6,798                       | \$ 500                       | 0.00%                            |
| 100437                        | Demolition Permits           | \$ 4,606                | \$ 3,500                     | \$ 4,186                       | \$ 3,000                     | -14.29%                          |
| 100439                        | Plat/Replat Application Fees | \$ 600                  | \$ 600                       | \$ -                           | \$ 600                       | 0.00%                            |
| 100440                        | Other Licenses & Permits     | \$ 2,837                | \$ 1,500                     | \$ 2,307                       | \$ 2,500                     | 66.67%                           |
| <b>TOTAL LICENSES PERMITS</b> |                              | <b>\$ 96,487</b>        | <b>\$ 68,600</b>             | <b>\$ 107,735</b>              | <b>\$ 79,600</b>             | <b>16.03%</b>                    |



**GENERAL FUND REVENUES -continued**

| Account#                               | Account                             | FY 2024<br>Final Actual | FY 2025<br>Amended<br>Budget | FY 2025<br>Projected<br>Actual | FY 2026<br>Adopted<br>Budget | % Change<br>from FY25<br>to FY26 |
|--|-------------------------------------|-------------------------|------------------------------|--------------------------------|------------------------------|----------------------------------|
| <b>WATERFRONT REVENUE</b>              |                                     |                         |                              |                                |                              |                                  |
| 100450                                 | Yearly Lease Payments               | \$ 40,923               | \$ 41,000                    | \$ 41,089                      | \$ 41,000                    | 0.00%                            |
| 100452                                 | Waterfront Transfer Fees            | \$ 2,700                | \$ 3,000                     | \$ 3,900                       | \$ 3,000                     | 0.00%                            |
| 100453                                 | Waterfront Rights Proceeds          | \$ -                    | \$ 3,000                     | \$ -                           | \$ -                         | -100.00%                         |
| <b>TOTAL WATERFRONT REVENUE</b>        |                                     | <b>\$ 43,623</b>        | <b>\$ 47,000</b>             | <b>\$ 44,989</b>               | <b>\$ 44,000</b>             | <b>-6.38%</b>                    |
| <b>FINES &amp; FORFEITURES</b>         |                                     |                         |                              |                                |                              |                                  |
| 100466                                 | Court Fines                         | \$ 271,744              | \$ 280,000                   | \$ 303,981                     | \$ 300,000                   | 7.14%                            |
| 100467                                 | Warrant Fees/Disposition Fees       | \$ 22,333               | \$ 25,000                    | \$ 23,009                      | \$ 25,000                    | 0.00%                            |
| 100468                                 | Time Payment Fees                   | \$ 6,224                | \$ 5,500                     | \$ 6,951                       | \$ 6,000                     | 0.00%                            |
| 100483                                 | City Portion-State Court Cost Fees  | \$ 8,427                | \$ 8,500                     | \$ 9,114                       | \$ 8,500                     | 0.00%                            |
| <b>TOTAL FINES &amp; FORFEITURES</b>   |                                     | <b>\$ 308,729</b>       | <b>\$ 319,000</b>            | <b>\$ 343,055</b>              | <b>\$ 339,500</b>            | <b>6.43%</b>                     |
| <b>MISCELLANEOUS REVENUE</b>           |                                     |                         |                              |                                |                              |                                  |
| 100460                                 | Pool Memberships                    | \$ 22,395               | \$ 25,000                    | \$ 21,165                      | \$ 21,500                    | -14.00%                          |
| 100461                                 | Pool Guest Passes                   | \$ 2,125                | \$ 2,600                     | \$ 1,575                       | \$ 1,800                     | -30.77%                          |
| 100462                                 | Proceeds -Sale of Surplus Equipment | \$ 14,600               | \$ 10,000                    | \$ 1,802                       | \$ 15,000                    | 50.00%                           |
| 100463                                 | Clubhouse/Pavilion Rentals          | \$ 6,775                | \$ 7,500                     | \$ 8,585                       | \$ 7,500                     | 0.00%                            |
| 100475                                 | Copies/Notary                       | \$ 465                  | \$ 500                       | \$ 372                         | \$ 500                       | 0.00%                            |
| 100476                                 | Miscellaneous Revenue               | \$ 2,597                | \$ 2,500                     | \$ 4,278                       | \$ 2,500                     | 0.00%                            |
| 100476                                 | Proceeds -Insurance Claims          | \$ -                    | \$ 22,100                    | \$ 22,075                      | \$ -                         | 0.00%                            |
| 100480                                 | Interest Income                     | \$ 142,648              | \$ 125,000                   | \$ 122,377                     | \$ 110,000                   | -12.00%                          |
| 100482                                 | Intermodal Permit Fees              | \$ 7,906                | \$ 5,500                     | \$ 3,327                       | \$ 3,500                     | -36.36%                          |
| 100483                                 | Administrative Support Fees -EDC    | \$ 18,000               | \$ 18,000                    | \$ 18,000                      | \$ 18,000                    | 0.00%                            |
| 100483a                                | Administrative Support Fees -PZ10   | \$ 6,000                | \$ 6,000                     | \$ 6,000                       | \$ 6,000                     | 0.00%                            |
| 100488                                 | Contributions -Employee FSA         | \$ -                    | \$ 8,000                     | \$ -                           | \$ -                         | -100.00%                         |
| <b>TOTAL MISCELLANEOUS REVENUE</b>     |                                     | <b>\$ 223,511</b>       | <b>\$ 232,700</b>            | <b>\$ 209,556</b>              | <b>\$ 186,300</b>            | <b>-19.94%</b>                   |
| <b>INTERGOVERNMENTAL REVENUE</b>       |                                     |                         |                              |                                |                              |                                  |
| 100478a                                | FEMA Disaster Relief                | \$ 35,785               | \$ -                         | \$ -                           | \$ -                         | 0.00%                            |
| 100478c                                | Catalytic Converter Grant (Flock)   | \$ -                    | \$ -                         | \$ -                           | \$ 25,416                    | 0.00%                            |
| 100478c                                | CLFRF Grant -ARPA                   | \$ 210,071              | \$ 87,196                    | \$ 40,223                      | \$ -                         | -100.00%                         |
| <b>TOTAL INTERGOVERNMENTAL REVENUE</b> |                                     | <b>\$ 245,856</b>       | <b>\$ 87,196</b>             | <b>\$ 40,223</b>               | <b>\$ 25,416</b>             | <b>-70.85%</b>                   |



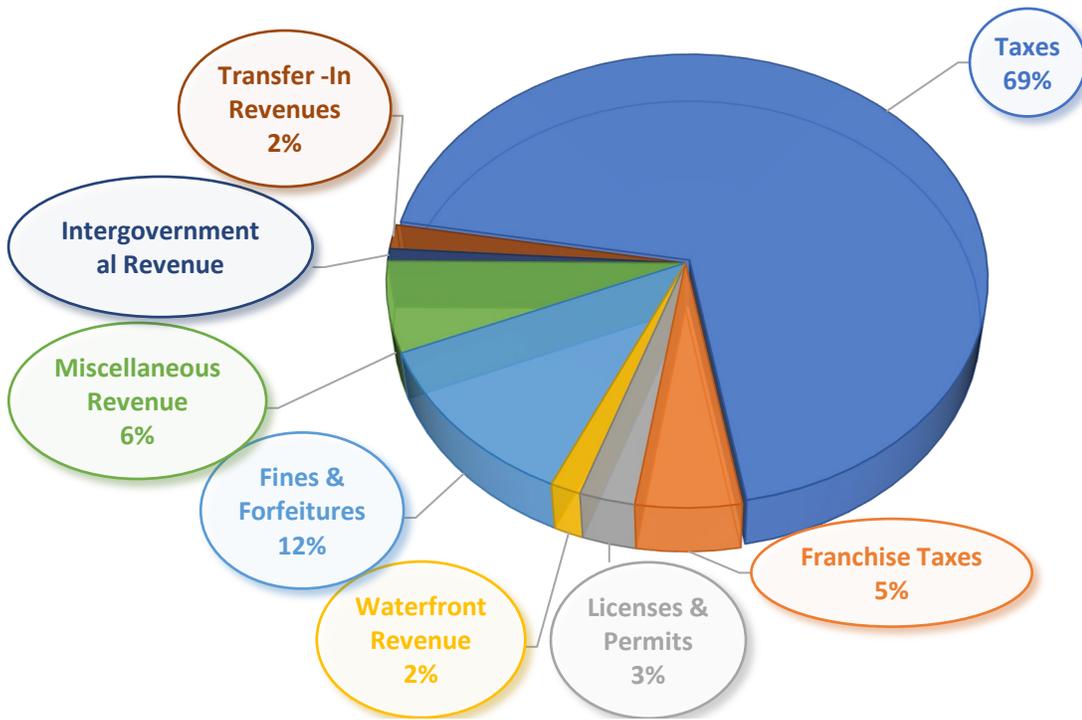
**GENERAL FUND REVENUES -continued**

| Account#                           | Account                   | FY 2024<br>Final Actual | FY 2025<br>Amended<br>Budget | FY 2025<br>Projected<br>Actual | FY 2026<br>Adopted<br>Budget | % Change<br>from FY25<br>to FY26 |
|------------------------------------|---------------------------|-------------------------|------------------------------|--------------------------------|------------------------------|----------------------------------|
| <b>TRANSFER -IN REVENUES</b>       |                           |                         |                              |                                |                              |                                  |
| 100609                             | Transfer -In -EDC         | \$ 50,000               | \$ 50,000                    | \$ 50,000                      | \$ 50,000                    | 0.00%                            |
| 100610a                            | Transfer -In -Other Funds | \$ -                    | \$ 6,450                     | \$ -                           | \$ -                         | 0.00%                            |
| <b>TOTAL TRANSFER -IN REVENUES</b> |                           | <b>\$ 50,000</b>        | <b>\$ 56,450</b>             | <b>\$ 50,000</b>               | <b>\$ 50,000</b>             | <b>-11.43%</b>                   |
| <b>TOTAL REVENUES</b>              |                           | <b>\$ 3,138,416</b>     | <b>\$ 2,993,838</b>          | <b>\$ 3,160,422</b>            | <b>\$ 2,866,451</b>          | <b>-4.25%</b>                    |



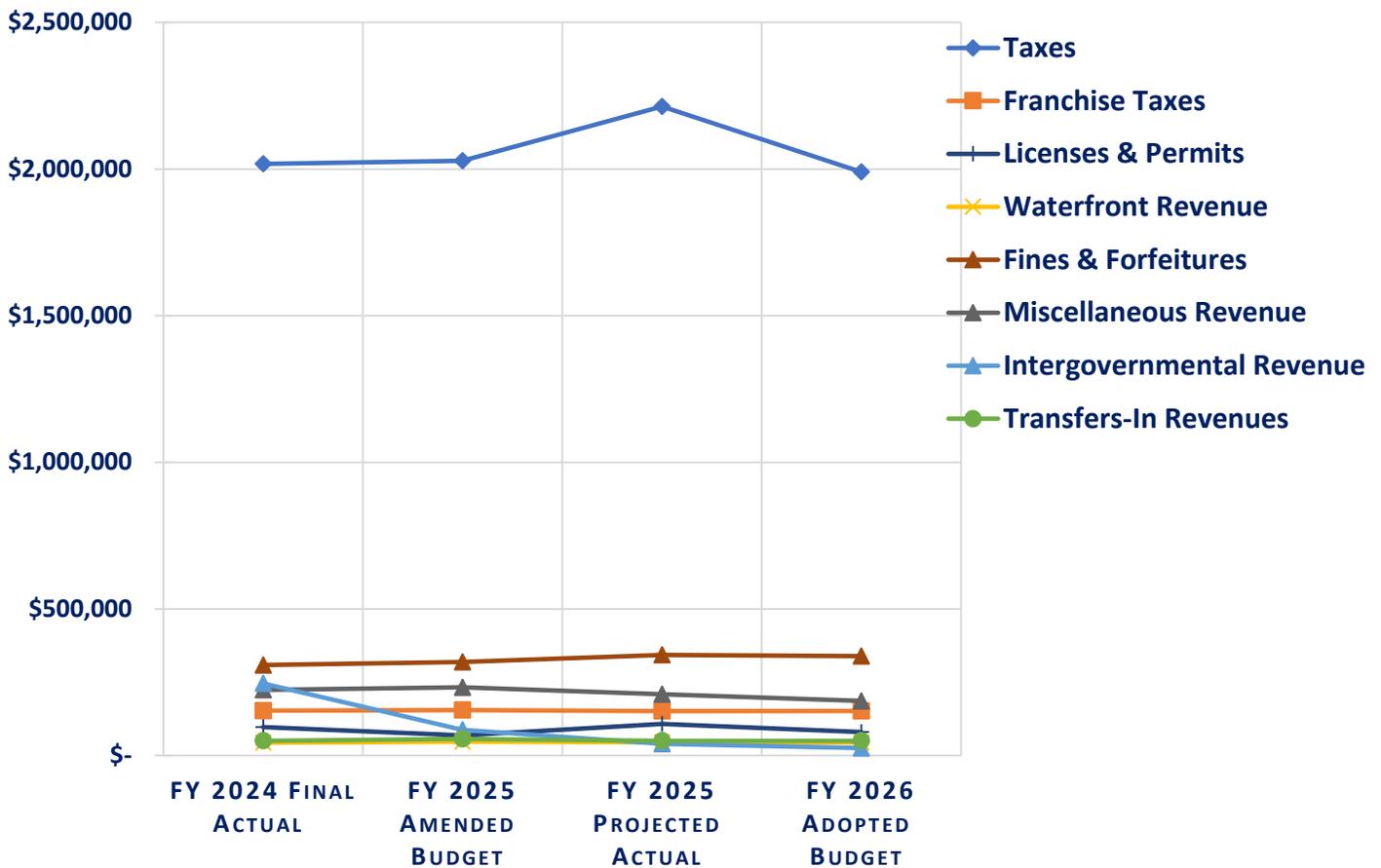
**GENERAL FUND REVENUES  
BY CATEGORY**

| Category                  | FY 2024 Final Actual | FY 2025 Amended Budget | FY 2025 Projected Actual | FY 2026 Adopted Budget |
|---------------------------|----------------------|------------------------|--------------------------|------------------------|
| Taxes                     | \$ 2,017,200         | \$ 2,028,000           | \$ 2,213,288             | \$ 1,990,000           |
| Franchise Taxes           | \$ 153,011           | \$ 154,892             | \$ 151,576               | \$ 151,635             |
| Licenses & Permits        | \$ 96,487            | \$ 68,600              | \$ 107,735               | \$ 79,600              |
| Waterfront Revenue        | \$ 43,623            | \$ 47,000              | \$ 44,989                | \$ 44,000              |
| Fines & Forfeitures       | \$ 308,729           | \$ 319,000             | \$ 343,055               | \$ 339,500             |
| Miscellaneous Revenue     | \$ 223,511           | \$ 232,700             | \$ 209,556               | \$ 186,300             |
| Intergovernmental Revenue | \$ 245,856           | \$ 87,196              | \$ 40,223                | \$ 25,416              |
| Transfers-In Revenues     | \$ 50,000            | \$ 56,450              | \$ 50,000                | \$ 50,000              |
| <b>TOTAL</b>              | <b>\$ 3,138,416</b>  | <b>\$ 2,993,838</b>    | <b>\$ 3,160,422</b>      | <b>\$ 2,866,451</b>    |





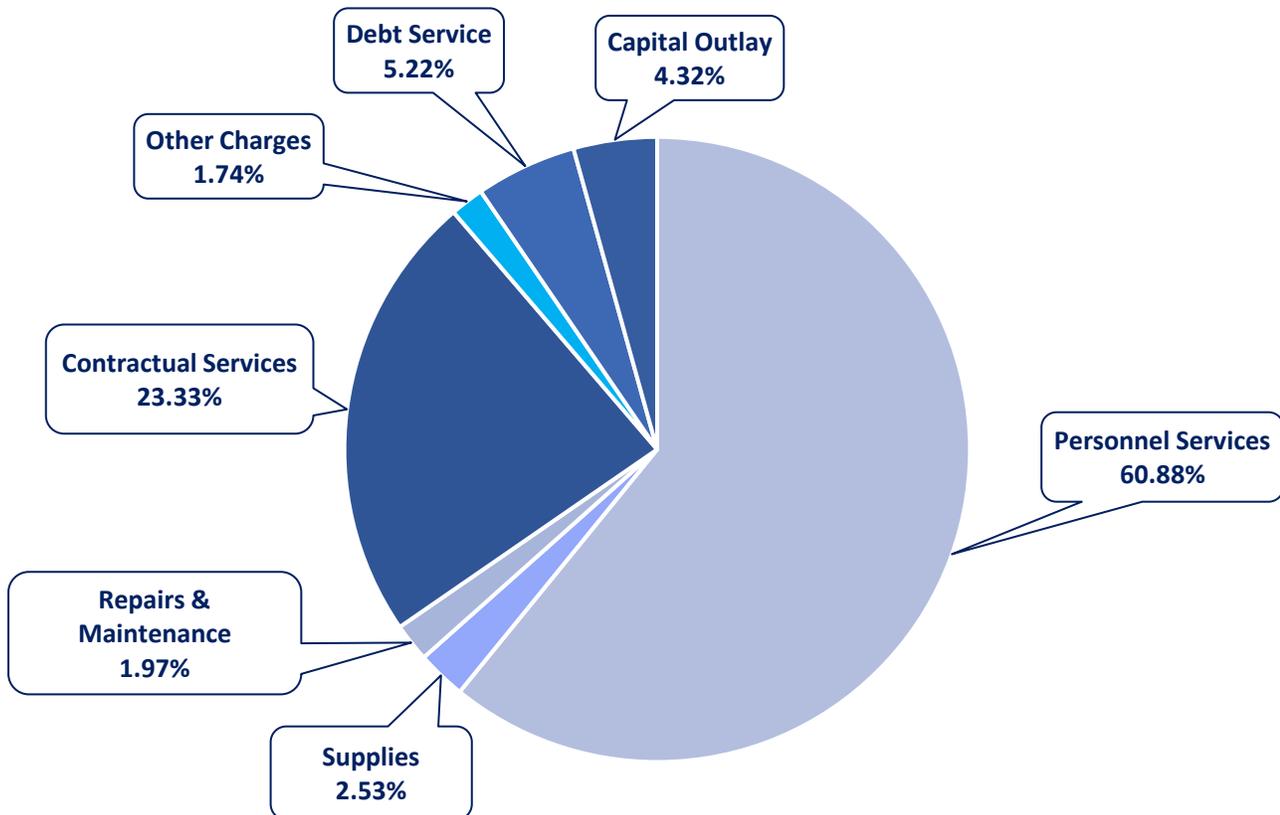
### GENERAL FUND REVENUES BY CATEGORY – HISTORICAL





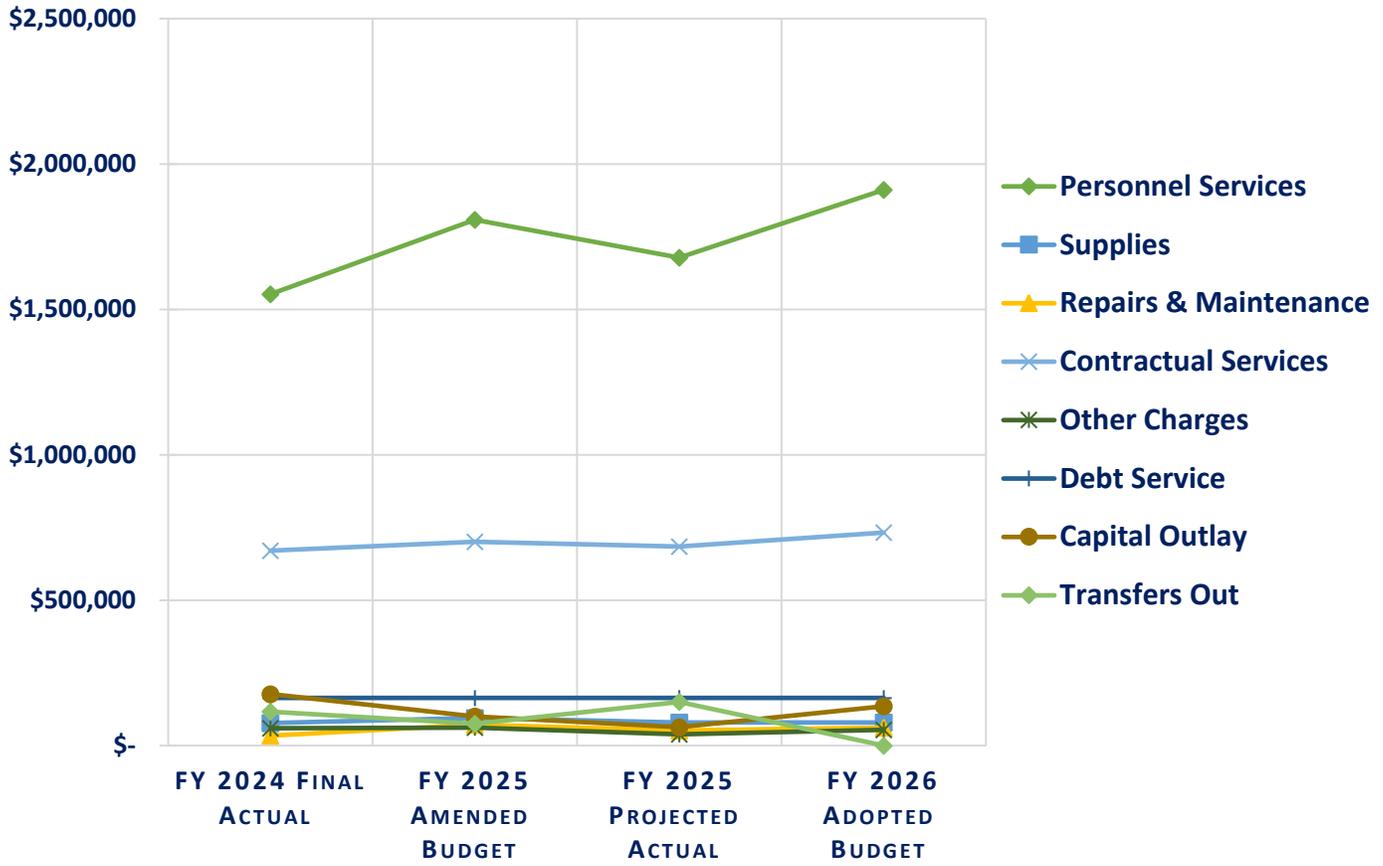
## GENERAL FUND EXPENDITURES BY CATEGORY

| Category              | FY 2024<br>Final Actual | FY 2025<br>Amended<br>Budget | FY 2025<br>Projected<br>Actual | FY 2026<br>Adopted<br>Budget |
|-----------------------|-------------------------|------------------------------|--------------------------------|------------------------------|
| Personnel Services    | \$ 1,552,385            | \$ 1,808,121                 | \$ 1,677,663                   | \$ 1,911,100                 |
| Supplies              | \$ 77,435               | \$ 95,000                    | \$ 79,854                      | \$ 79,500                    |
| Repairs & Maintenance | \$ 34,005               | \$ 72,000                    | \$ 51,534                      | \$ 62,000                    |
| Contractual Services  | \$ 670,370              | \$ 700,918                   | \$ 684,591                     | \$ 732,551                   |
| Other Charges         | \$ 60,059               | \$ 61,700                    | \$ 38,666                      | \$ 54,750                    |
| Debt Service          | \$ 163,941              | \$ 163,941                   | \$ 163,941                     | \$ 163,941                   |
| Capital Outlay        | \$ 177,269              | \$ 100,696                   | \$ 63,421                      | \$ 135,500                   |
| Transfers Out         | \$ 116,720              | \$ 75,000                    | \$ 150,000                     | \$ -                         |
| <b>TOTAL</b>          | <b>\$ 2,852,183</b>     | <b>\$ 3,077,376</b>          | <b>\$ 2,909,670</b>            | <b>\$ 3,139,342</b>          |





## GENERAL FUND EXPENDITURES BY CATEGORY – HISTORICAL





## 10-CITY COUNCIL

### DESCRIPTION

The City Council Department provides support services to the City Council and maintains relations with the public and employees. Additionally, it assists the City Council in promoting public participation and engagement in the city's governance process.

No personnel.

### FY25 – ACCOMPLISHMENTS

- Approved the City Fee Schedule for FY25.
- Approved contracts for the City's IT Services & Landscaping Maintenance Services.
- Approved contract with Galveston County for election services.
- Approved Ordinance #2025-01, which enables the establishment of procedures for electronic bidding.
- Approved Resolution #2025-04, allowing for the construction of a boating access facility on E. Shore Drive at Shell Bottom Park, funded by the Texas Parks & Wildlife Department.
- Approved the annexation of the land East of Dror Avenue (behind Home Depot).
- Authorized the City Administrator to apply for a Hazard Mitigation Grant to fund the retrofit of the existing City Hall building or to construct a hardened Saferoom facility on city-owned property.
- Approved revised rental rates for the Clear Lake Shores Clubhouse.
- Approved Resolution #2025-08 expressing support for House Bill 4538 to provide funding for the removal of derelict vessels from Texas waterways.
- Approved contract with DRC Emergency Services for Debris Management Services.
- Approved an annual lease for the Flock Safety camera & recording network system.
- Authorized the Mayor to sign a special warranty deed signifying the City's acceptance of the conveyance of Tindel Drive from Galveston County to the City of Clear Lake Shores.
- Approved for the City to participate in the Purdue Pharma & Sackler Family settlement for alleged misconduct related to opioids.
- Worked with Galveston County Commissioners to include the Clear Lake Road Bridge replacement on the 2025 bond ballot, which voters approved on May 3, 2025.
- Collaborated with local legislators to include funding for the Shell Bottom Boat Ramp project in the Texas State budget.

### FY26 – GOALS

- Continue to review, approve, and adopt policies that will improve the city.
- Stay informed and advocate for legislation that benefits the city.
- Approve an Interlocal Agreement with Galveston County for bond funding in the amount of \$1,520,000 to replace the Clear Lake Road Bridge.
- Award contract for the construction of the Shell Bottom Boat Ramp.
- Award contracts for the complete replacement of the decking at the clubhouse and for the replacement of the coping and deck at the city pool.
- Award the contract for a new financial software package for the city.
- Work with the City's Planning & Zoning Board to review the City's drainage, green space, fence & noise ordinances.

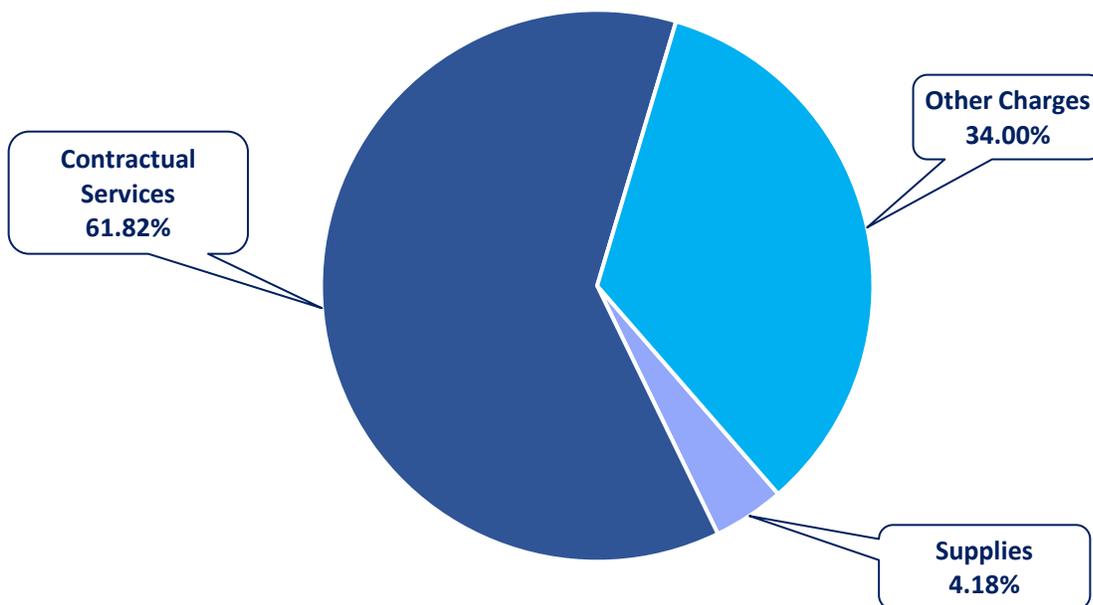


| Performance Indicators                   | FY 2023 | FY 2024 | FY 2025 |
|--|---------|---------|---------|
| Total Council Meetings                   | 28      | 22      | 21      |
| Total Public Hearings                    | 1       | 1       | 4       |
| Total Budget Workshops                   | 6       | 5       | 5       |
| Total Contracts Approved                 | 11      | 8       | 7       |
| Total Agreements Approved                | 3       | 5       | 3       |
| Total Projects Approved                  | 5       | 11      | 3       |
| Total Policies Approved                  | 2       | 4       | 4       |
| Total Budget Amendments Approved         | 4       | 5       | 2       |
| Total Waterfront Transfers Approved      | 12      | 10      | 11      |
| Total Appointments to Boards/Commissions | 21      | 18      | 18      |

**DEPARTMENTAL EXPENDITURES**

| Category             | FY 2024 Final Actual | FY 2025 Amended Budget | FY 2025 Projected Actual | FY 2026 Adopted Budget |
|----------------------|----------------------|------------------------|--------------------------|------------------------|
| Supplies             | \$ 2,659             | \$ 3,000               | \$ 3,865                 | \$ 4,000               |
| Contractual Services | \$ 58,825            | \$ 56,100              | \$ 50,636                | \$ 59,100              |
| Other Charges        | \$ 26,589            | \$ 33,450              | \$ 25,559                | \$ 32,500              |
| <b>TOTAL</b>         | <b>\$ 88,074</b>     | <b>\$ 92,550</b>       | <b>\$ 80,060</b>         | <b>\$ 95,600</b>       |

**ADOPTED BUDGET EXPENDITURE ALLOCATION**





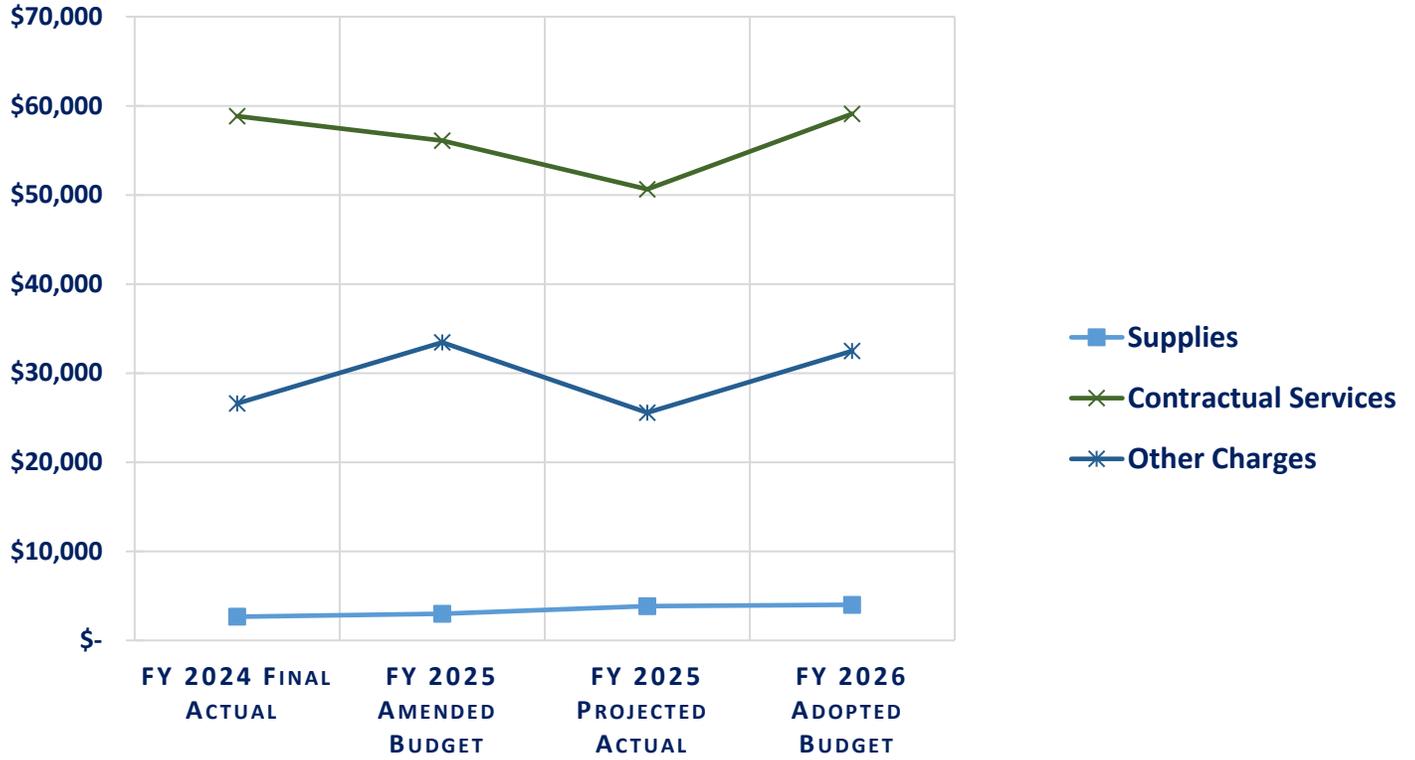
**10-CITY COUNCIL**

| Account#                     | Account                        | FY2024<br>Final Actual | FY2025<br>Amended<br>Budget | FY2025<br>Projected<br>Actual | FY2026<br>Adopted<br>Budget | % Change<br>from FY25<br>to FY26 |
|------------------------------|--------------------------------|------------------------|-----------------------------|-------------------------------|-----------------------------|----------------------------------|
| 110555                       | Other Miscellaneous Supplies   | \$ 2,659               | \$ 3,000                    | \$ 3,865                      | \$ 4,000                    | 33.33%                           |
| <b>SUPPLIES</b>              |                                | <b>\$ 2,659</b>        | <b>\$ 3,000</b>             | <b>\$ 3,865</b>               | <b>\$ 4,000</b>             | <b>33.33%</b>                    |
| 110522                       | Dues, Memberships & Subscript. | \$ 100                 | \$ 100                      | \$ 100                        | \$ 100                      | 0.00%                            |
| 110527                       | Election Expense               | \$ 5,152               | \$ 5,500                    | \$ -                          | \$ 5,500                    | 0.00%                            |
| 110530                       | Legal Expense                  | \$ 53,573              | \$ 50,000                   | \$ 50,536                     | \$ 53,000                   | 6.00%                            |
| 110546                       | Other Contractual Services     | \$ -                   | \$ 500                      | \$ -                          | \$ 500                      | 0.00%                            |
| <b>CONTRACTUAL SERVICES</b>  |                                | <b>\$ 58,825</b>       | <b>\$ 56,100</b>            | <b>\$ 50,636</b>              | <b>\$ 59,100</b>            | <b>5.35%</b>                     |
| 110525                       | Public Relations               | \$ 9,129               | \$ 10,000                   | \$ 9,144                      | \$ 12,000                   | 20.00%                           |
| 110525a                      | Chamber Relations & Events     | \$ 7,372               | \$ 9,450                    | \$ 9,105                      | \$ 9,500                    | 0.53%                            |
| 110526                       | Employee Relations             | \$ 6,452               | \$ 8,500                    | \$ 6,105                      | \$ 7,000                    | -17.65%                          |
| 110532                       | Travel & Training              | \$ 3,636               | \$ 5,500                    | \$ 1,205                      | \$ 4,000                    | -27.27%                          |
| <b>OTHER CHARGES</b>         |                                | <b>\$ 26,589</b>       | <b>\$ 33,450</b>            | <b>\$ 25,559</b>              | <b>\$ 32,500</b>            | <b>-2.84%</b>                    |
| <b>TOTAL 10-CITY COUNCIL</b> |                                | <b>\$ 88,074</b>       | <b>\$ 92,550</b>            | <b>\$ 80,060</b>              | <b>\$ 95,600</b>            | <b>3.30%</b>                     |



### 10-CITY COUNCIL

#### HISTORICAL EXPENDITURES BY CATEGORY





## 11-ADMINISTRATION

### DESCRIPTION

Administration includes the City Administrator, the Finance Director, and a part-time Communication Specialist. The city administrator is the highest-ranking administrative officer of the city and is responsible for the day-to-day operations of city activities as well as the implementation of policies set by the City Council. The finance director has the responsibility of monitoring and improving the financial functions of the City through sound fiscal planning, reporting, and management. The part-time communication specialist is responsible for handling public relations, information requests from the media, and distributing information to the public.

### BUDGETED PERSONNEL

| POSITION                 | FY 2024    | FY 2025    | FY 2026    |
|--------------------------|------------|------------|------------|
| City Administrator       | 1          | 1          | 1          |
| Finance Director         | 1          | 1          | 1          |
| Communication Specialist | 0.5        | 0.5        | 0.5        |
| <b>TOTAL</b>             | <b>2.5</b> | <b>2.5</b> | <b>2.5</b> |

### FY25 – ACCOMPLISHMENTS

- Received the GFOA Distinguished Budget Presentation Award for the FY25 budget for the second consecutive year.
- RFP-Debris Removal Services.
- Revised the City’s Employee Personnel Policy.
- Collaborated with Texas Parks and Wildlife to finalize phase 1 of the Shell Bottom Boat Grant.
- Participated in the All-Hazards Mitigation Plan with Galveston County Emergency Management, making the City eligible for additional grant funding.
- Collaborate with CenterPoint Energy’s Forestry Department to remove trees entangled in power lines. This will limit potential damage to power lines during storms and reduce the risk of fire.
- Upgraded the City’s internet service from cable to fiber.

### FY26 – GOALS

- Transition to new financial software to replace QuickBooks.
- Create a vendor packet outlining the City's purchasing requirements.
- Publish quarterly investment and financial reports on the City's website.
- Pursue the GFOA’s Certified Public Finance Officer designation.
- Update the City’s ordinances.
- Hold quarterly Town Hall meetings with residents to inform them about all City services, regulations, and policies.
- Ensure that residents stay informed by regularly updating the website and social media channels.
- Continue to work with the Texas Parks & Wildlife on grant reimbursements for the Shell Bottom Boat Ramp.

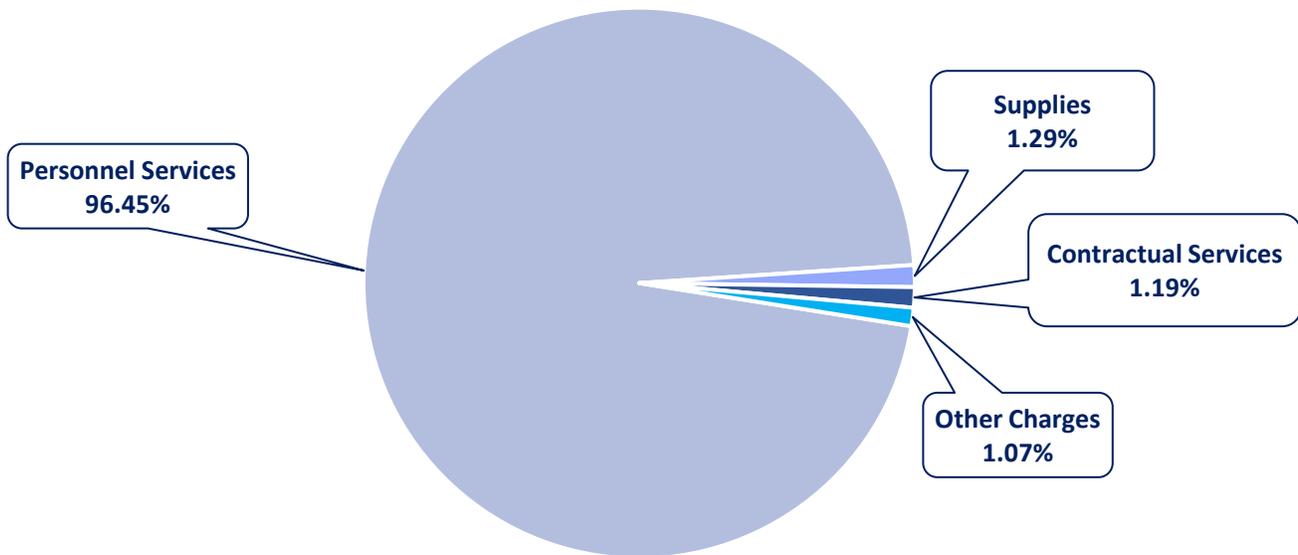


| Performance Indicators                   | FY 2023 | FY 2024 | FY 2025 |
|--|---------|---------|---------|
| Total Payments by ACH Processed          | 280     | 282     | 272     |
| Total Payments by Check Processed        | 395     | 364     | 391     |
| Total Payroll Liability Checks Processed | 154     | 142     | 191     |
| Total Payroll Checks Processed           | 446     | 468     | 473     |
| Total Deposits                           | 306     | 317     | 321     |
| Total Journal Entries                    | 28      | 27      | 39      |
| Total Bank Reconciliations Completed     | 180     | 183     | 183     |
| Total Budget Amendments Proposed         | 4       | 5       | 2       |

**DEPARTMENTAL EXPENDITURES**

| Category             | FY 2024 Final Actual | FY 2025 Amended Budget | FY 2025 Projected Actual | FY 2026 Adopted Budget |
|----------------------|----------------------|------------------------|--------------------------|------------------------|
| Personnel Services   | \$ 243,495           | \$ 307,575             | \$ 299,160               | \$ 314,950             |
| Supplies             | \$ 6,200             | \$ 4,200               | \$ 3,528                 | \$ 4,200               |
| Contractual Services | \$ 5,468             | \$ 3,300               | \$ 3,082                 | \$ 3,900               |
| Other Charges        | \$ 3,476             | \$ 3,500               | \$ 2,079                 | \$ 3,500               |
| <b>TOTAL</b>         | <b>\$ 258,640</b>    | <b>\$ 318,575</b>      | <b>\$ 307,849</b>        | <b>\$ 326,550</b>      |

**ADOPTED BUDGET EXPENDITURE ALLOCATION**





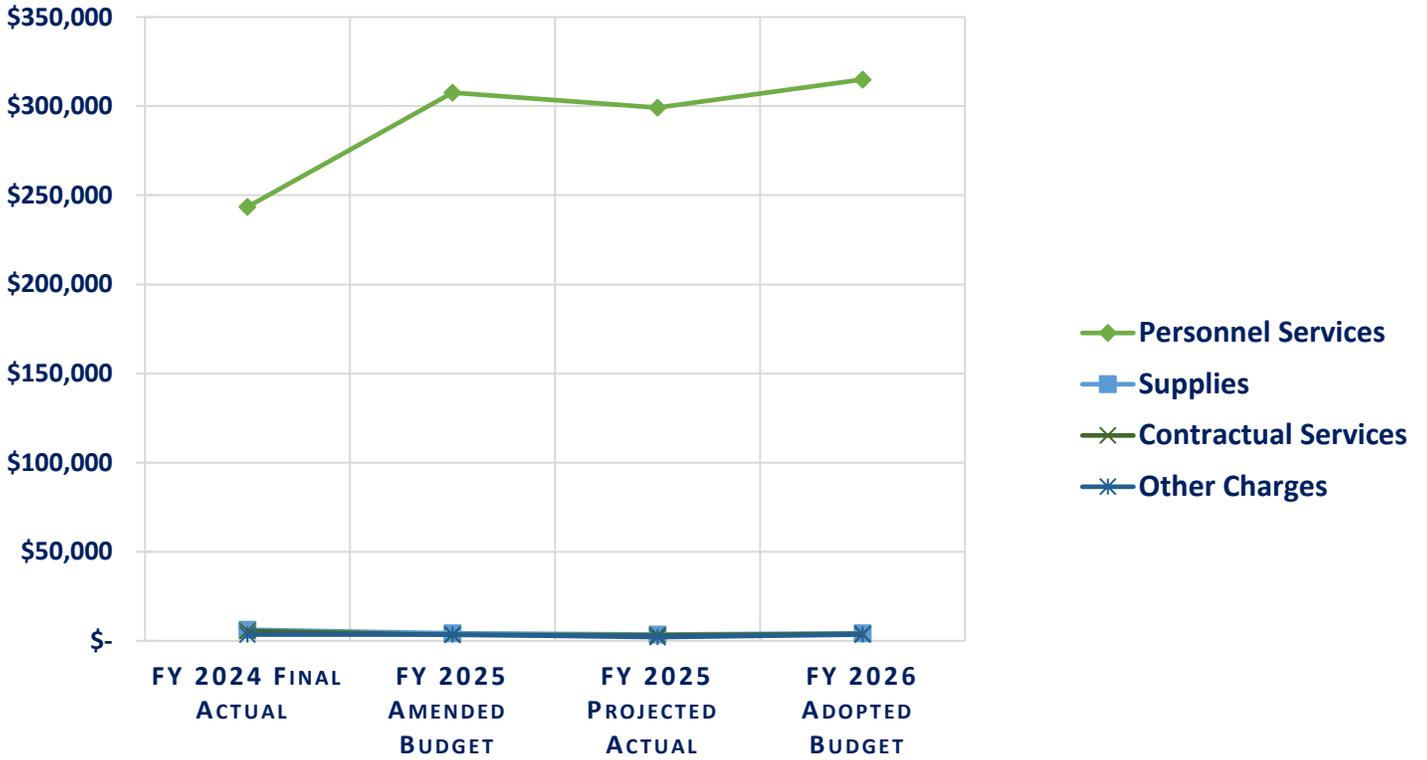
**11-ADMINISTRATION**

| Account#                       | Account                          | FY2024<br>Final Actual | FY2025<br>Amended<br>Budget | FY2025<br>Projected<br>Actual | FY2026<br>Adopted<br>Budget | % Change<br>from FY25<br>to FY26 |
|--------------------------------|----------------------------------|------------------------|-----------------------------|-------------------------------|-----------------------------|----------------------------------|
| 111501                         | Wages & Salaries                 | \$ 205,967             | \$ 254,500                  | \$ 245,993                    | \$ 260,350                  | 2.30%                            |
| 111503                         | Medicare Tax                     | \$ 2,973               | \$ 3,700                    | \$ 3,567                      | \$ 3,700                    | 0.00%                            |
| 111504                         | Retirement                       | \$ 24,412              | \$ 34,375                   | \$ 34,397                     | \$ 35,300                   | 2.69%                            |
| 111505                         | Life, Medical & Dental Insurance | \$ 10,144              | \$ 15,000                   | \$ 15,203                     | \$ 15,600                   | 4.00%                            |
| <b>PERSONNEL SERVICES</b>      |                                  | <b>\$ 243,495</b>      | <b>\$ 307,575</b>           | <b>\$ 299,160</b>             | <b>\$ 314,950</b>           | <b>2.40%</b>                     |
| 111555                         | Other Miscellaneous Supplies     | \$ 2,281               | \$ 3,000                    | \$ 2,823                      | \$ 3,000                    | 0.00%                            |
| 111593                         | Office Furniture & Equipment     | \$ 3,920               | \$ 1,200                    | \$ 705                        | \$ 1,200                    | 0.00%                            |
| <b>SUPPLIES</b>                |                                  | <b>\$ 6,200</b>        | <b>\$ 4,200</b>             | <b>\$ 3,528</b>               | <b>\$ 4,200</b>             | <b>0.00%</b>                     |
| 111520                         | Software & Computer Services     | \$ 3,415               | \$ 1,200                    | \$ 546                        | \$ 1,200                    | 0.00%                            |
| 111522                         | Dues, Memberships & Subscript.   | \$ 1,264               | \$ 1,100                    | \$ 1,140                      | \$ 1,200                    | 9.09%                            |
| 111546                         | Other Contractual Services       | \$ 789                 | \$ 1,000                    | \$ 1,396                      | \$ 1,500                    | 50.00%                           |
| <b>CONTRACTUAL SERVICES</b>    |                                  | <b>\$ 5,468</b>        | <b>\$ 3,300</b>             | <b>\$ 3,082</b>               | <b>\$ 3,900</b>             | <b>18.18%</b>                    |
| 111532                         | Travel & Training                | \$ 3,476               | \$ 3,500                    | \$ 2,079                      | \$ 3,500                    | 0.00%                            |
| <b>OTHER CHARGES</b>           |                                  | <b>\$ 3,476</b>        | <b>\$ 3,500</b>             | <b>\$ 2,079</b>               | <b>\$ 3,500</b>             | <b>0.00%</b>                     |
| <b>TOTAL 11-ADMINISTRATION</b> |                                  | <b>\$ 258,640</b>      | <b>\$ 318,575</b>           | <b>\$ 307,849</b>             | <b>\$ 326,550</b>           | <b>2.50%</b>                     |



# 11-ADMINISTRATION

## HISTORICAL EXPENDITURES BY CATEGORY





## 12-CITY SECRETARY/MUNICIPAL COURT

### BUDGETED PERSONNEL

| POSITION                                     | FY 2024 | FY 2025 | FY 2026 |
|--|---------|---------|---------|
| City Secretary/Municipal Court Administrator | 1       | 1       | 1       |
| Assistant Municipal Court Administrator      | 1       | 1       | 1       |
| Municipal Court Clerk                        | 1       | 1       | 1       |
| Municipal Court Judge -PT                    | 0.5     | 0.5     | 0.5     |
| TOTAL  | 3.5     | 3.5     | 3.5     |

### CITY SECRETARY

#### DESCRIPTION

The City Secretary is the custodian of all City records. The City Secretary is also responsible for preparing all City Council agendas and minutes, as well as scheduling meetings. The City Secretary also serves as the Human Resources director.

#### FY25 – ACCOMPLISHMENTS

- Assisted City Administrator in revising the City’s Employee Policy.
- Establish a new filing system for employee personnel files.
- Set a deadline for submission of Agenda items.
- Started the Texas Registered Municipal Clerk program.

#### FY26 – GOALS

- Complete certification as a Texas Registered Municipal Clerk.
- Implement a new payroll system.
- Assist the court in transitioning to new software.
- Implement Agenda management software.

| Performance Indicators      | FY 2023 | FY 2024 | FY 2025 |
|-----------------------------|---------|---------|---------|
| Total Agendas Posted        | 28      | 25      | 28      |
| Total Minutes Prepared      | 28      | 25      | 28      |
| Total Ordinances Processed  | 11      | 16      | 9       |
| Total Resolutions Processed | 15      | 14      | 8       |
| Total Open Records Requests | 44      | 38      | 43      |



**MUNICIPAL COURT**

**DESCRIPTION**

The Municipal Court is responsible for recording alleged violations of City codes or ordinances, issuing summons' to defendants and witnesses, hearing evidence presented in court, ruling on cases, recording final dispositions of cases, receipting fines and court costs.

**FY25 – ACCOMPLISHMENTS**

- ↳ Implemented a notification system to inform defendants about their court dates.
- ↳ Started certification program for the Texas Municipal Court Clerks program.
- ↳ Completed training and legislative update courses.
- ↳ Continued the process of purging warrant files dated 2013 and earlier.

**FY26 – GOALS**

- ↳ Implement new court software.
- ↳ Pursue ongoing professional development through training courses and legislative updates.
- ↳ Enhance courtroom safety accommodations.
- ↳ Complete certification for the Texas Municipal Court Clerks program.
- ↳ Continue with the purge of warrant files.

| <b>Performance Indicators</b> | <b>FY 2023</b> | <b>FY 2024</b> | <b>FY 2025</b> |
|-------------------------------|----------------|----------------|----------------|
| Total Citations Processed     | N/A            | 1,506          | 1,410          |
| Total Citations -Juveniles    | N/A            | 16             | 7              |
| Total Citations -Minors       | N/A            | 121            | 117            |
| Total Violations              | N/A            | 1,812          | 1,872          |
| Total Court Held              | N/A            | 12             | 12             |

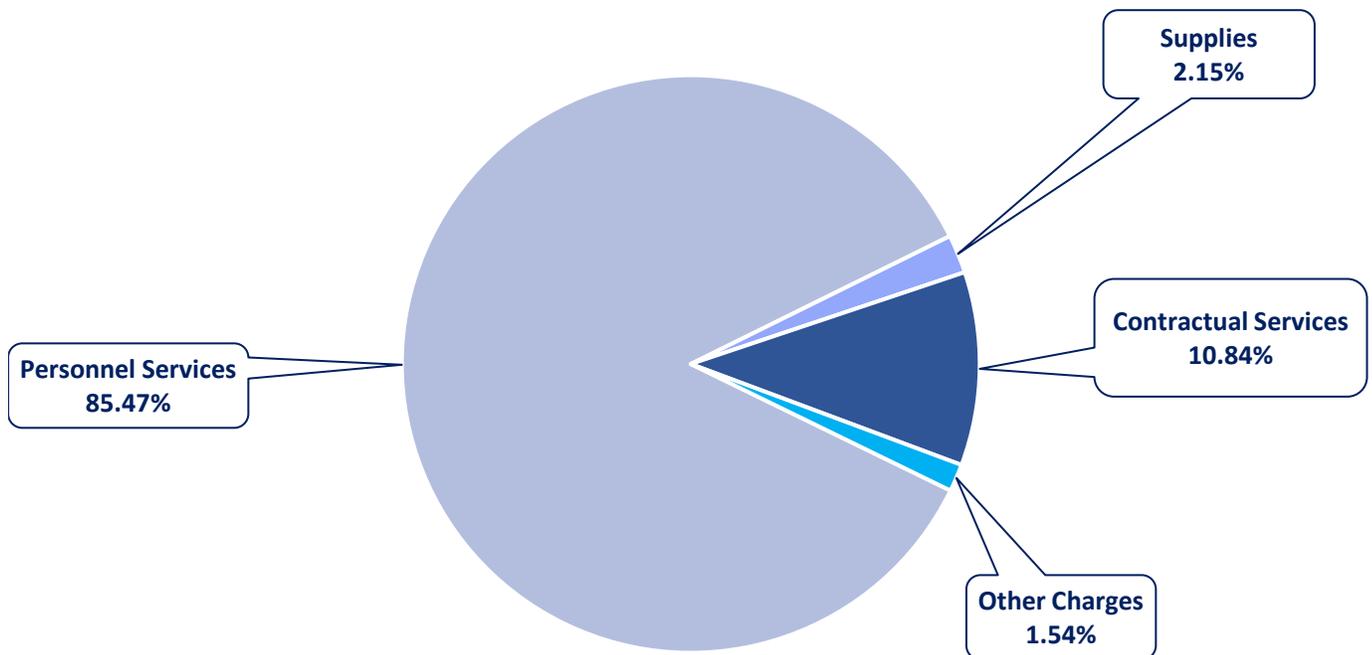


## 12-CITY SECRETARY/MUNICIPAL COURT

### DEPARTMENTAL EXPENDITURES

| Category             | FY 2024<br>Final Actual | FY 2025<br>Amended<br>Budget | FY 2025<br>Projected<br>Actual | FY 2026<br>Adopted<br>Budget |
|----------------------|-------------------------|------------------------------|--------------------------------|------------------------------|
| Personnel Services   | \$ 231,159              | \$ 270,110                   | \$ 271,705                     | \$ 278,025                   |
| Supplies             | \$ 5,454                | \$ 7,000                     | \$ 6,134                       | \$ 7,000                     |
| Contractual Services | \$ 32,097               | \$ 35,050                    | \$ 34,032                      | \$ 35,250                    |
| Other Charges        | \$ 841                  | \$ 5,000                     | \$ 3,416                       | \$ 5,000                     |
| <b>TOTAL</b>         | <b>\$ 269,551</b>       | <b>\$ 317,160</b>            | <b>\$ 315,287</b>              | <b>\$ 325,275</b>            |

### ADOPTED BUDGET EXPENDITURE ALLOCATION





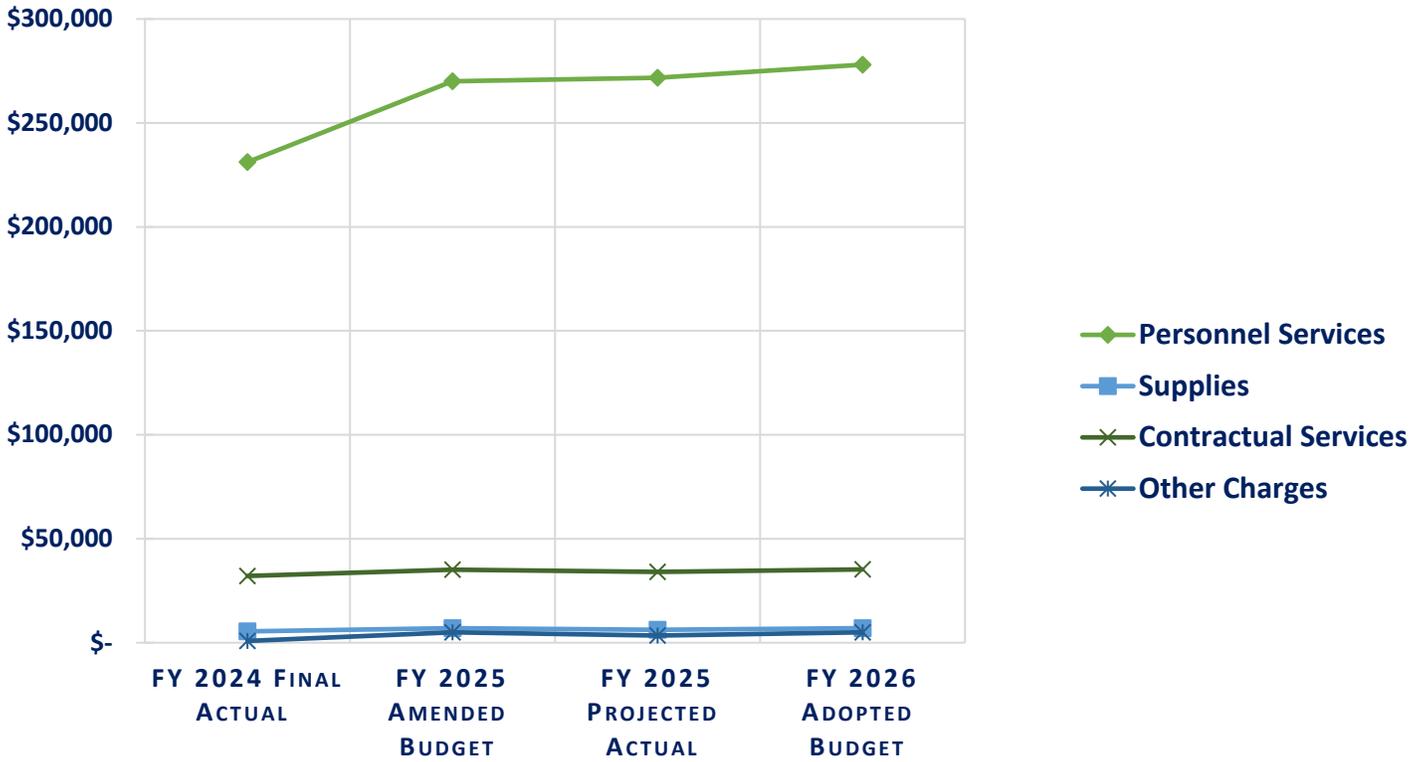
**12-CITY SECRETARY/MUNICIPAL COURT**

| Account#                                   | Account                          | FY2024<br>Final Actual | FY2025<br>Amended<br>Budget | FY2025<br>Projected<br>Actual | FY2026<br>Adopted<br>Budget | % Change<br>from FY25<br>to FY26 |
|--|----------------------------------|------------------------|-----------------------------|-------------------------------|-----------------------------|----------------------------------|
| 112501                                     | Wages & Salaries                 | \$ 176,817             | \$ 199,900                  | \$ 199,877                    | \$ 205,350                  | 2.73%                            |
| 112503                                     | Medicare Tax                     | \$ 2,496               | \$ 2,900                    | \$ 2,739                      | \$ 2,900                    | 0.00%                            |
| 112504                                     | Retirement                       | \$ 19,755              | \$ 26,450                   | \$ 26,509                     | \$ 27,175                   | 2.74%                            |
| 112505                                     | Life, Medical & Dental Insurance | \$ 32,091              | \$ 40,860                   | \$ 42,580                     | \$ 42,600                   | 4.26%                            |
| <b>PERSONNEL SERVICES</b>                  |                                  | <b>\$ 231,159</b>      | <b>\$ 270,110</b>           | <b>\$ 271,705</b>             | <b>\$ 278,025</b>           | <b>2.93%</b>                     |
| 112555                                     | Other Miscellaneous Supplies     | \$ 3,330               | \$ 6,000                    | \$ 5,528                      | \$ 6,000                    | 0.00%                            |
| 112593                                     | Office Furniture & Equipment     | \$ 2,124               | \$ 1,000                    | \$ 606                        | \$ 1,000                    | 0.00%                            |
| <b>SUPPLIES</b>                            |                                  | <b>\$ 5,454</b>        | <b>\$ 7,000</b>             | <b>\$ 6,134</b>               | <b>\$ 7,000</b>             | <b>0.00%</b>                     |
| 112520                                     | Software & Computer Services     | \$ 1,100               | \$ 1,000                    | \$ 688                        | \$ 1,000                    | 0.00%                            |
| 112522                                     | Dues, Memberships & Subscript.   | \$ 571                 | \$ 2,500                    | \$ 1,950                      | \$ 2,500                    | 0.00%                            |
| 112546                                     | Other Contractual Services       | \$ 30,426              | \$ 31,550                   | \$ 31,394                     | \$ 31,750                   | 0.63%                            |
| <b>CONTRACTUAL SERVICES</b>                |                                  | <b>\$ 32,097</b>       | <b>\$ 35,050</b>            | <b>\$ 34,032</b>              | <b>\$ 35,250</b>            | <b>0.57%</b>                     |
| 112532                                     | Travel & Training                | \$ 841                 | \$ 5,000                    | \$ 3,416                      | \$ 5,000                    | 0.00%                            |
| <b>OTHER CHARGES</b>                       |                                  | <b>\$ 841</b>          | <b>\$ 5,000</b>             | <b>\$ 3,416</b>               | <b>\$ 5,000</b>             | <b>0.00%</b>                     |
| <b>TOTAL 12-CITY SECRETARY/MUNI. COURT</b> |                                  | <b>\$ 269,551</b>      | <b>\$ 317,160</b>           | <b>\$ 315,287</b>             | <b>\$ 325,275</b>           | <b>2.56%</b>                     |



# 12-CITY SECRETARY/MUNICIPAL COURT

## HISTORICAL EXPENDITURES BY CATEGORY





## 13-PARKS

### DESCRIPTION

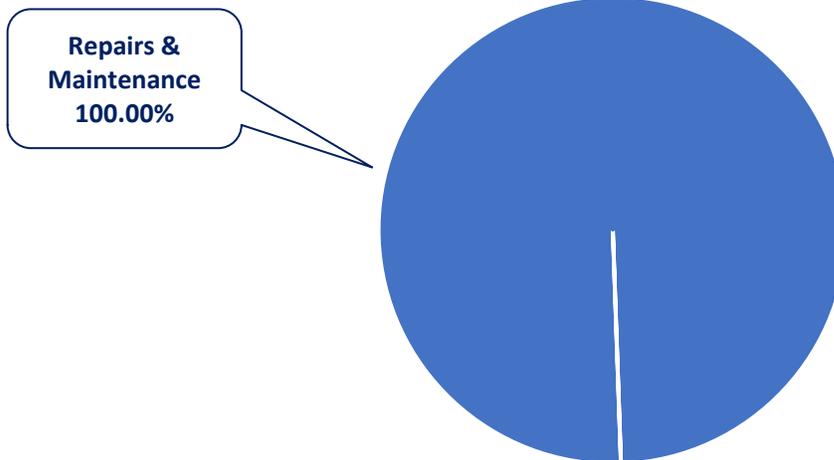
The Parks Department funds maintenance of the City’s parks. The City’s parks include Sundial Park, Deep Hole Park, Jarboe Bayou Park, Jennie Marie Park, Grove St. Children’s Park and Shell Bottom Park.

No personnel.

### DEPARTMENTAL EXPENDITURES

| Category              | FY 2024<br>Final Actual | FY 2025<br>Amended<br>Budget | FY 2025<br>Projected<br>Actual | FY 2026<br>Adopted<br>Budget |
|-----------------------|-------------------------|------------------------------|--------------------------------|------------------------------|
| Repairs & Maintenance | \$ 5,515                | \$ 12,000                    | \$ 6,528                       | \$ 12,000                    |
| <b>TOTAL</b>          | <b>\$ 5,515</b>         | <b>\$ 12,000</b>             | <b>\$ 6,528</b>                | <b>\$ 12,000</b>             |

### ADOPTED BUDGET EXPENDITURE ALLOCATION

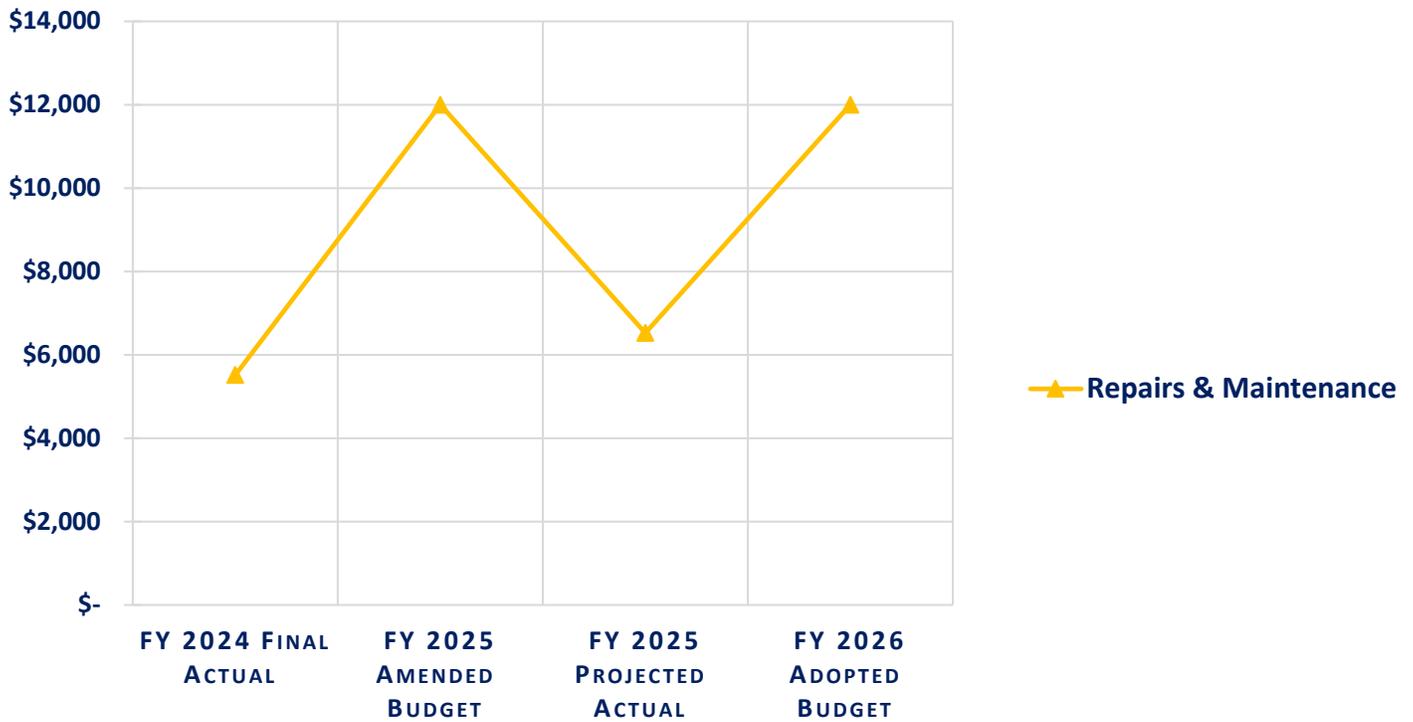




### 13-PARKS

| Account#                         | Account            | FY2024<br>Final Actual | FY2025<br>Amended<br>Budget | FY2025<br>Projected<br>Actual | FY2026<br>Adopted<br>Budget | % Change<br>from FY25<br>to FY26 |
|----------------------------------|--------------------|------------------------|-----------------------------|-------------------------------|-----------------------------|----------------------------------|
| 113535b                          | Maintenance -Parks | \$ 5,515               | \$ 12,000                   | \$ 6,528                      | \$ 12,000                   | 0.00%                            |
| <b>REPAIRS &amp; MAINTENANCE</b> |                    | <b>\$ 5,515</b>        | <b>\$ 12,000</b>            | <b>\$ 6,528</b>               | <b>\$ 12,000</b>            | <b>0.00%</b>                     |
| <b>TOTAL 13-PARKS</b>            |                    | <b>\$ 5,515</b>        | <b>\$ 12,000</b>            | <b>\$ 6,528</b>               | <b>\$ 12,000</b>            | <b>0.00%</b>                     |

#### HISTORICAL EXPENDITURES BY CATEGORY





## 14-POLICE

### DESCRIPTION

The Police Department works to create a society for the citizens that is free from crime and disorder by working cooperatively with the public to enforce laws, preserve peace, and provide for a safe environment.

### BUDGETED PERSONNEL

| POSITION                    | FY 2024   | FY 2025   | FY 2026   |
|-----------------------------|-----------|-----------|-----------|
| Chief                       | 1         | 1         | 1         |
| Sergeant                    | 2         | 2         | 2         |
| Patrol Officer              | 6         | 6         | 6         |
| PD Administrative Assistant | 1         | 1         | 1         |
| <b>TOTAL</b>                | <b>10</b> | <b>10</b> | <b>10</b> |

### FY25 – ACCOMPLISHMENTS

- ↳ Sworn in four new officers.
- ↳ National Night Out event with community residents.
- ↳ Pizza with Police with DWI awareness presentation.
- ↳ Officers, the Chief, and the City Administrator participated in Alert Training on active shooter protocols for schools.
- ↳ Officers collaborated with the Hope Foundation, which provides support to veterans and individuals with disabilities.
- ↳ Hired an Administrative Assistant.
- ↳ Collaborated with local schools for Career Day.
- ↳ Officer Tosha Ramirez attended the Public Information Officer training program.
- ↳ Officer Tosha Ramirez was awarded the Officer of the Year by the 50 Club of Galveston County.
- ↳ Received a grant from the Texas DMV to purchase Flock cameras that will be installed throughout the island.
- ↳ Met with local business owners to discuss police presence in the area.
- ↳ Performed residential, business, and welfare checks across the island.

### FY26 – GOALS

- ↳ Hire two new police officers.
- ↳ Implement the Flock camera system across the island.
- ↳ Clear out the attic and dispose of all old equipment and uniforms.
- ↳ Continue enhancing public relations through community policing programs.
- ↳ Replace the old Tasers with new ones.
- ↳ Replace all outdated Toughbook laptops that are not compatible with Windows 11.

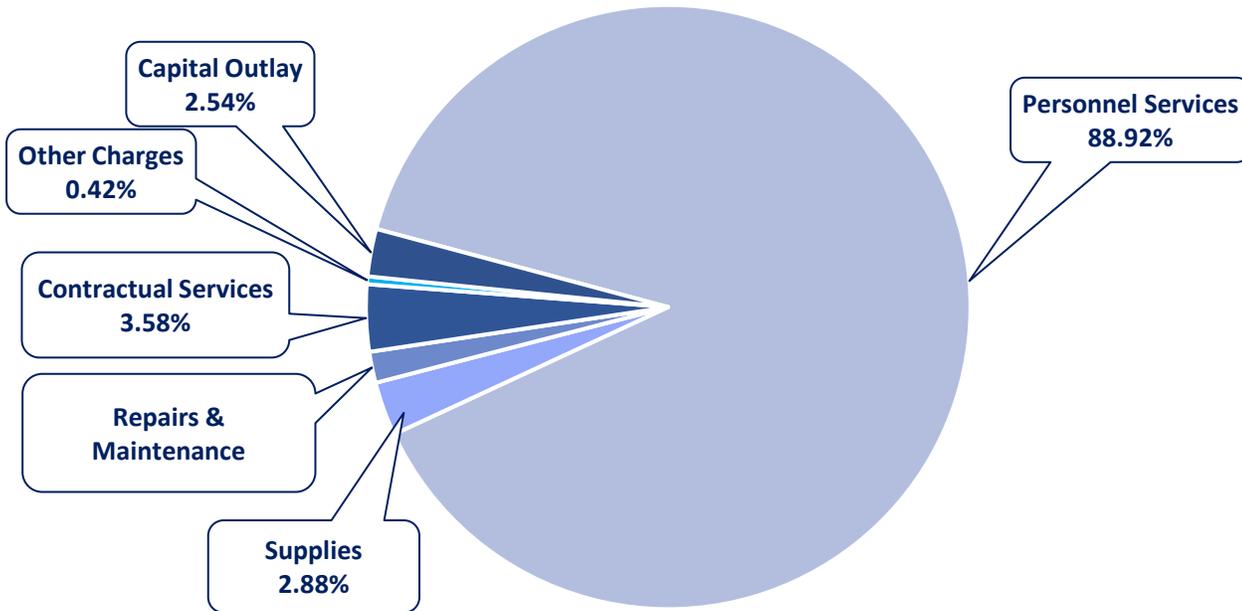


| Performance Indicators  | FY 2023 | FY 2024 | FY 2025 |
|-------------------------|---------|---------|---------|
| Total Sworn in Officers | N/A     | 3       | 4       |
| Total Traffic Stops     | N/A     | 2,420   | 3,458   |
| Total Arrests           | N/A     | 251     | 391     |
| Total DWI's             | N/A     | 50      | 42      |

**DEPARTMENTAL EXPENDITURES**

| Category              | FY 2024 Final Actual | FY 2025 Amended Budget | FY 2025 Projected Actual | FY 2026 Adopted Budget |
|-----------------------|----------------------|------------------------|--------------------------|------------------------|
| Personnel Services    | \$ 853,908           | \$ 974,900             | \$ 861,799               | \$ 1,067,800           |
| Supplies              | \$ 36,717            | \$ 34,600              | \$ 30,063                | \$ 34,600              |
| Repairs & Maintenance | \$ 8,219             | \$ 20,000              | \$ 15,036                | \$ 20,000              |
| Contractual Services  | \$ 32,112            | \$ 38,020              | \$ 32,469                | \$ 43,020              |
| Other Charges         | \$ 5,405             | \$ 6,000               | \$ 1,100                 | \$ 5,000               |
| Capital Outlay        | \$ -                 | \$ -                   | \$ -                     | \$ 30,500              |
| <b>TOTAL</b>          | <b>\$ 936,360</b>    | <b>\$ 1,073,520</b>    | <b>\$ 940,467</b>        | <b>\$ 1,200,920</b>    |

**ADOPTED BUDGET EXPENDITURE ALLOCATION**





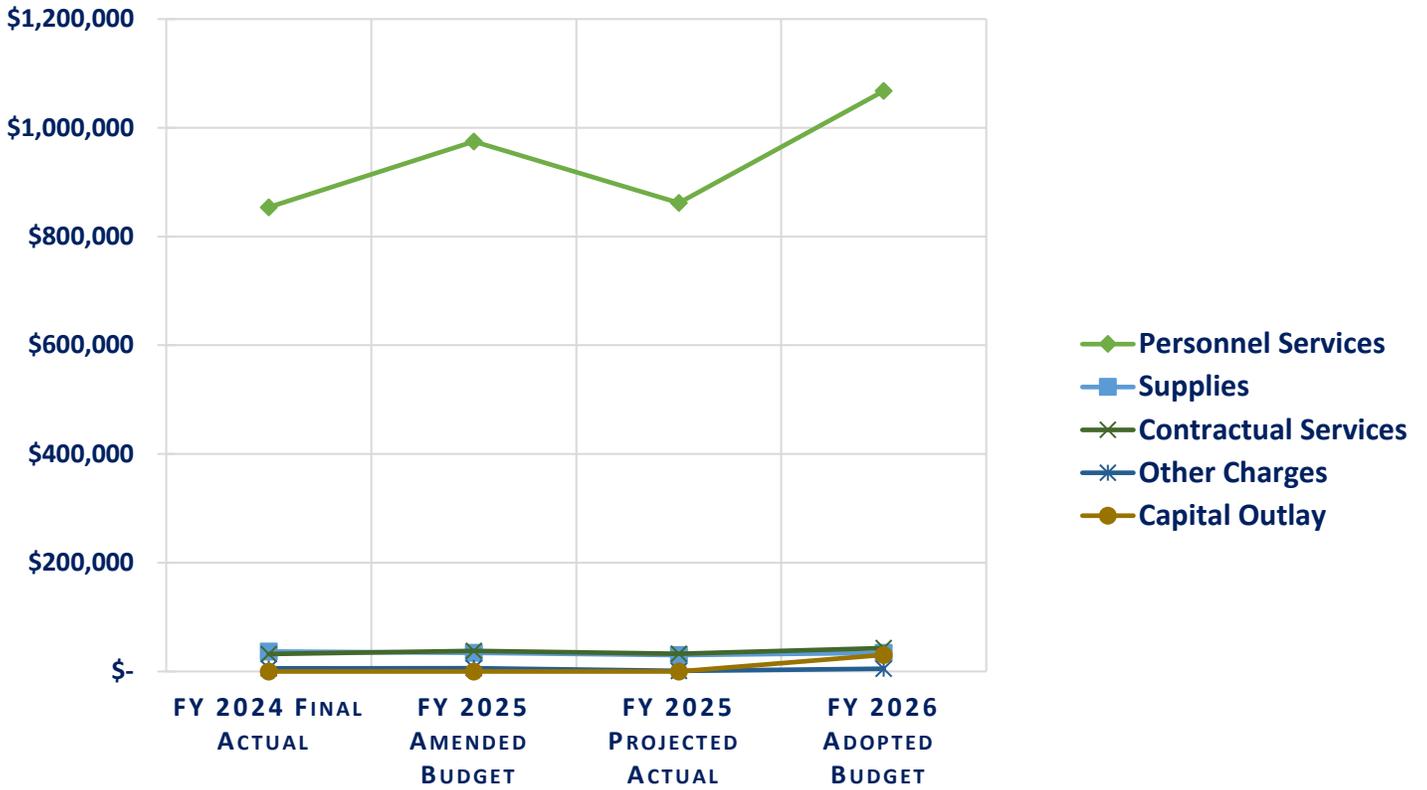
**14-POLICE**

| Account#                         | Account                          | FY2024<br>Final Actual | FY2025<br>Amended<br>Budget | FY2025<br>Projected<br>Actual | FY2026<br>Adopted<br>Budget | % Change<br>from FY25<br>to FY26 |
|----------------------------------|----------------------------------|------------------------|-----------------------------|-------------------------------|-----------------------------|----------------------------------|
| 114501                           | Wages & Salaries                 | \$ 591,668             | \$ 670,150                  | \$ 574,327                    | \$ 725,000                  | 8.18%                            |
| 114503                           | Overtime                         | \$ 10,249              | \$ 7,500                    | \$ 12,673                     | \$ 10,000                   | 33.33%                           |
| 114503                           | Medicare Tax                     | \$ 8,834               | \$ 9,850                    | \$ 7,944                      | \$ 10,700                   | 8.63%                            |
| 114504                           | Retirement                       | \$ 78,807              | \$ 98,700                   | \$ 94,694                     | \$ 107,000                  | 8.41%                            |
| 114505                           | Life, Medical & Dental Insurance | \$ 131,917             | \$ 155,300                  | \$ 135,480                    | \$ 173,000                  | 11.40%                           |
| 114506                           | Police Holiday Pay               | \$ 23,395              | \$ 24,500                   | \$ 29,121                     | \$ 30,000                   | 22.45%                           |
| 114508                           | Certification Pay                | \$ 9,038               | \$ 8,900                    | \$ 7,560                      | \$ 12,100                   | 35.96%                           |
| <b>PERSONNEL SERVICES</b>        |                                  | <b>\$ 853,908</b>      | <b>\$ 974,900</b>           | <b>\$ 861,799</b>             | <b>\$ 1,067,800</b>         | <b>9.53%</b>                     |
| 114552                           | Safety Equipment & Supplies      | \$ 5,410               | \$ 3,600                    | \$ 980                        | \$ 3,600                    | 0.00%                            |
| 114555                           | Other Miscellaneous Supplies     | \$ 9,743               | \$ 6,000                    | \$ 5,194                      | \$ 6,000                    | 0.00%                            |
| 114542                           | Fuel                             | \$ 21,564              | \$ 25,000                   | \$ 23,889                     | \$ 25,000                   | 0.00%                            |
| <b>SUPPLIES</b>                  |                                  | <b>\$ 36,717</b>       | <b>\$ 34,600</b>            | <b>\$ 30,063</b>              | <b>\$ 34,600</b>            | <b>0.00%</b>                     |
| 114534                           | Vehicle & Equipment Maint.       | \$ 8,219               | \$ 20,000                   | \$ 15,036                     | \$ 20,000                   | 0.00%                            |
| <b>REPAIRS &amp; MAINTENANCE</b> |                                  | <b>\$ 8,219</b>        | <b>\$ 20,000</b>            | <b>\$ 15,036</b>              | <b>\$ 20,000</b>            | <b>0.00%</b>                     |
| 114520                           | Software & Computer Services     | \$ 9,241               | \$ 7,000                    | \$ 6,673                      | \$ 7,000                    | 0.00%                            |
| 114522                           | Dues, Memberships & Subscript.   | \$ 3,500               | \$ 3,500                    | \$ 1,075                      | \$ 3,500                    | 0.00%                            |
| 114533                           | Radio Maintenance/User Fees      | \$ 2,520               | \$ 2,520                    | \$ 2,520                      | \$ 2,520                    | 0.00%                            |
| 114539                           | Jail/Dispatch Services           | \$ 11,900              | \$ 20,000                   | \$ 18,100                     | \$ 25,000                   | 25.00%                           |
| 114545                           | Uniforms                         | \$ 4,951               | \$ 5,000                    | \$ 4,101                      | \$ 5,000                    | 0.00%                            |
| <b>CONTRACTUAL SERVICES</b>      |                                  | <b>\$ 32,112</b>       | <b>\$ 38,020</b>            | <b>\$ 32,469</b>              | <b>\$ 43,020</b>            | <b>13.15%</b>                    |
| 114532                           | Travel & Training                | \$ 5,405               | \$ 6,000                    | \$ 1,100                      | \$ 5,000                    | -16.67%                          |
| <b>OTHER CHARGES</b>             |                                  | <b>\$ 5,405</b>        | <b>\$ 6,000</b>             | <b>\$ 1,100</b>               | <b>\$ 5,000</b>             | <b>-16.67%</b>                   |
| 114596x                          | Flock Camera System (Grant)      | \$ -                   | \$ -                        | \$ -                          | \$ 30,500                   | 0.00%                            |
| <b>CAPITAL OUTLAY</b>            |                                  | <b>\$ -</b>            | <b>\$ -</b>                 | <b>\$ -</b>                   | <b>\$ 30,500</b>            | <b>0.00%</b>                     |
| <b>TOTAL 14-POLICE</b>           |                                  | <b>\$ 936,360</b>      | <b>\$ 1,073,520</b>         | <b>\$ 940,467</b>             | <b>\$ 1,200,920</b>         | <b>11.87%</b>                    |



# 14-POLICE

## HISTORICAL EXPENDITURES BY CATEGORY





## 15-CODE ENFORCEMENT/PERMITS

### DESCRIPTION

The Code Enforcement/Permit Department is responsible for providing planning, development and building guidance to the community. With the goal to promote a healthy and safe city, duties are accomplished through the enforcement of zoning ordinances and building codes.

### BUDGETED PERSONNEL

| POSITION                                   | FY 2024  | FY 2025  | FY 2026  |
|--|----------|----------|----------|
| Building Services Manager                  | 0        | 1        | 1        |
| Assistant City Secretary/Permit Technician | 1        | 0        | 0        |
| <b>TOTAL</b>                               | <b>1</b> | <b>1</b> | <b>1</b> |

### FY25 – ACCOMPLISHMENTS

- Coordinate with City’s Planning & Zoning Board to review & update ordinances related to building standards.
- Initiated digitizing historical building records (plans, maps, surveys).
- Maintained certifications as Texas Registered Municipal Clerk and Code Enforcement Officer.

### FY26 – GOALS

- Continue with the digitization of historical building records.
- Integrate Geographic Information Systems (GIS) into building documentation.
- Keep certifications up to date.
- Continue to review and update ordinances as outlined in the Strategic Plan.

| Performance Indicators                  | FY 2023 | FY 2024 | FY 2025 |
|---|---------|---------|---------|
| Total New Construction Permits          | 3       | 5       | 6       |
| Total Repair/Remodel Permits            | 105     | 127     | 129     |
| Total Commercial Repair/Remodel Permits | 9       | 25      | 25      |
| Total Mechanical Permits                | 38      | 56      | 43      |
| Total Electrical Permits                | 36      | 58      | 34      |
| Total Plumbing Permits                  | 41      | 46      | 42      |
| Total Short Term Rental Permits         | 8       | 16      | 14      |

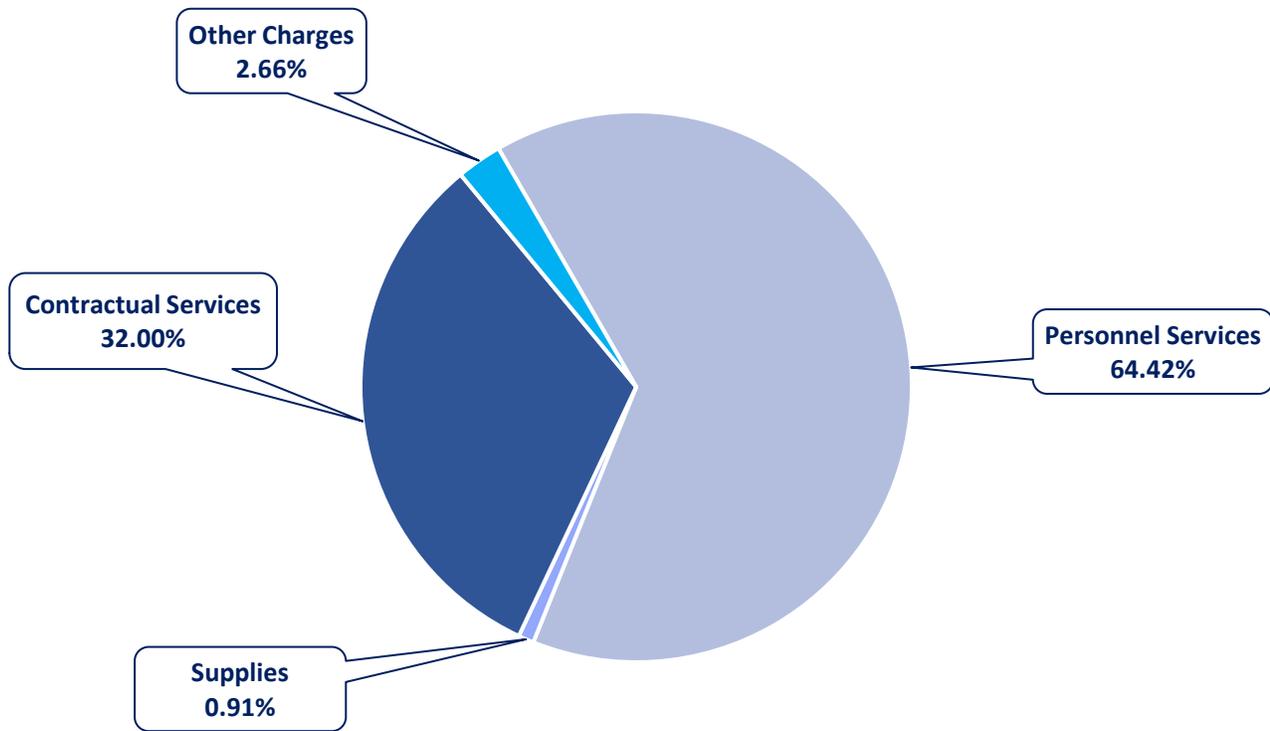


## 15-CODE ENFORCEMENT/PERMITS

### DEPARTMENTAL EXPENDITURES

| Category             | FY 2024<br>Final Actual | FY 2025<br>Amended<br>Budget | FY 2025<br>Projected<br>Actual | FY 2026<br>Adopted<br>Budget |
|----------------------|-------------------------|------------------------------|--------------------------------|------------------------------|
| Personnel Services   | \$ 71,955               | \$ 94,786                    | \$ 83,685                      | \$ 84,750                    |
| Supplies             | \$ 1,097                | \$ 1,200                     | \$ 708                         | \$ 1,200                     |
| Contractual Services | \$ 35,687               | \$ 42,100                    | \$ 34,751                      | \$ 42,100                    |
| Other Charges        | \$ 1,933                | \$ 3,500                     | \$ 2,814                       | \$ 3,500                     |
| <b>TOTAL</b>         | <b>\$ 110,672</b>       | <b>\$ 141,586</b>            | <b>\$ 121,958</b>              | <b>\$ 131,550</b>            |

### ADOPTED BUDGET EXPENDITURE ALLOCATION





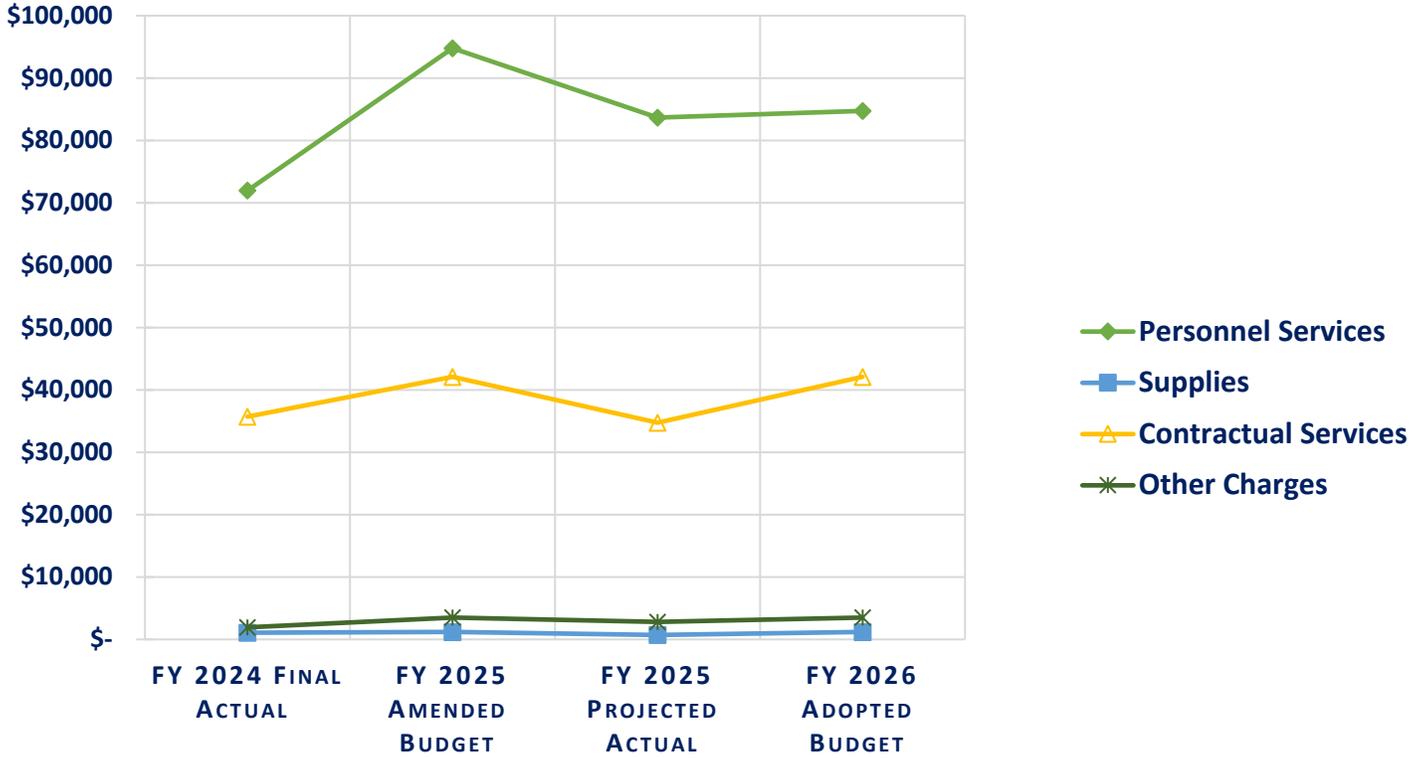
### 15-CODE ENFORCEMENT/PERMITS

| Account#                                 | Account                          | FY2024<br>Final Actual | FY2025<br>Amended<br>Budget | FY2025<br>Projected<br>Actual | FY2026<br>Adopted<br>Budget | % Change<br>from FY25<br>to FY26 |
|--|----------------------------------|------------------------|-----------------------------|-------------------------------|-----------------------------|----------------------------------|
| 115501                                   | Wages & Salaries                 | \$ 54,438              | \$ 70,000                   | \$ 70,096                     | \$ 72,200                   | 3.14%                            |
| 115503                                   | Medicare Tax                     | \$ 772                 | \$ 1,015                    | \$ 958                        | \$ 1,050                    | 3.45%                            |
| 115504                                   | Retirement                       | \$ 6,745               | \$ 10,171                   | \$ 10,218                     | \$ 10,500                   | 3.23%                            |
| 115505                                   | Life, Medical & Dental Insurance | \$ 10,000              | \$ 13,600                   | \$ 2,413                      | \$ 1,000                    | -92.65%                          |
| <b>PERSONNEL SERVICES</b>                |                                  | <b>\$ 71,955</b>       | <b>\$ 94,786</b>            | <b>\$ 83,685</b>              | <b>\$ 84,750</b>            | <b>-10.59%</b>                   |
| 115555                                   | Other Miscellaneous Supplies     | \$ 1,097               | \$ 1,200                    | \$ 708                        | \$ 1,200                    | 0.00%                            |
| <b>SUPPLIES</b>                          |                                  | <b>\$ 1,097</b>        | <b>\$ 1,200</b>             | <b>\$ 708</b>                 | <b>\$ 1,200</b>             | <b>0.00%</b>                     |
| 115520                                   | Software & Computer Services     | \$ 1,277               | \$ 1,000                    | \$ 46                         | \$ 1,000                    | 0.00%                            |
| 115522                                   | Dues, Memberships & Subscript.   | \$ 175                 | \$ 300                      | \$ 175                        | \$ 300                      | 0.00%                            |
| 115524                                   | Contract Inspection Services     | \$ 34,137              | \$ 40,000                   | \$ 34,348                     | \$ 40,000                   | 0.00%                            |
| 115546                                   | Other Contractual Services       | \$ 97                  | \$ 800                      | \$ 182                        | \$ 800                      | 0.00%                            |
| <b>CONTRACTUAL SERVICES</b>              |                                  | <b>\$ 35,687</b>       | <b>\$ 42,100</b>            | <b>\$ 34,751</b>              | <b>\$ 42,100</b>            | <b>0.00%</b>                     |
| 115532                                   | Travel & Training                | \$ 1,933               | \$ 3,500                    | \$ 2,814                      | \$ 3,500                    | 0.00%                            |
| <b>OTHER CHARGES</b>                     |                                  | <b>\$ 1,933</b>        | <b>\$ 3,500</b>             | <b>\$ 2,814</b>               | <b>\$ 3,500</b>             | <b>0.00%</b>                     |
| <b>TOTAL 15-CODE ENFORCEMENT/PERMITS</b> |                                  | <b>\$ 110,672</b>      | <b>\$ 141,586</b>           | <b>\$ 121,958</b>             | <b>\$ 131,550</b>           | <b>-7.09%</b>                    |



# 15-CODE ENFORCEMENT/PERMITS

## HISTORICAL EXPENDITURES BY CATEGORY





## 16-PUBLIC WORKS

### DESCRIPTION

The Public Works department is responsible for all general maintenance of the city properties. Included in this department is maintenance and repair of city facilities, including parks, and other routine maintenance issues. Basic maintenance and repair of city streets and sidewalks. The primary goal of the maintenance staff is to prevent costly repairs by providing thorough preventative maintenance to the city’s structures, equipment, parks, and fixtures.

### BUDGETED PERSONNEL

| POSITION      | FY 2024  | FY 2025  | FY 2026  |
|---------------|----------|----------|----------|
| Maintenance 1 | 1        | 1        | 1        |
| Maintenance 2 | 1        | 1        | 1        |
| <b>TOTAL</b>  | <b>2</b> | <b>2</b> | <b>2</b> |

### FY25 – ACCOMPLISHMENTS

- Purchased crack-sealing equipment for roads and trained the Public Works staff to use it effectively.
- Collaborated with the Civic Club to decorate the city for the holiday season.
- Installed two new radar signs.
- Maintained & replaced street signs across the City.
- Painted interior walls inside City Hall.
- Cleaned out the attic in City Hall.
- Sold unused items & equipment at auction.
- Purchase two new storage buildings at the Public Works shop.
- Constructed a shed cover to safeguard equipment from external elements.

### FY26 – GOALS

- Continue to fill cracks and potholes in City streets.
- Procure a new utility cart to replace the previous one that was rendered inoperable.
- Establish a maintenance program for the vehicles and utility carts utilized by the Public Works Department.
- Continue to remove trees from City right-of-ways (ROW).
- Continue to maintain signage throughout the City.

| Performance Indicators       | FY 2023 | FY 2024 | FY 2025 |
|------------------------------|---------|---------|---------|
| Total Tons of Debris Removed | N/A     | 165     | N/A     |
| Total Parks Maintained       | N/A     | 9       | 9       |
| Total Buildings Maintained   | N/A     | 3       | 3       |
| Total Streets Maintained     | N/A     | 30      | 30      |
| Total Street Signs Replaced  | N/A     | 10      | 12      |

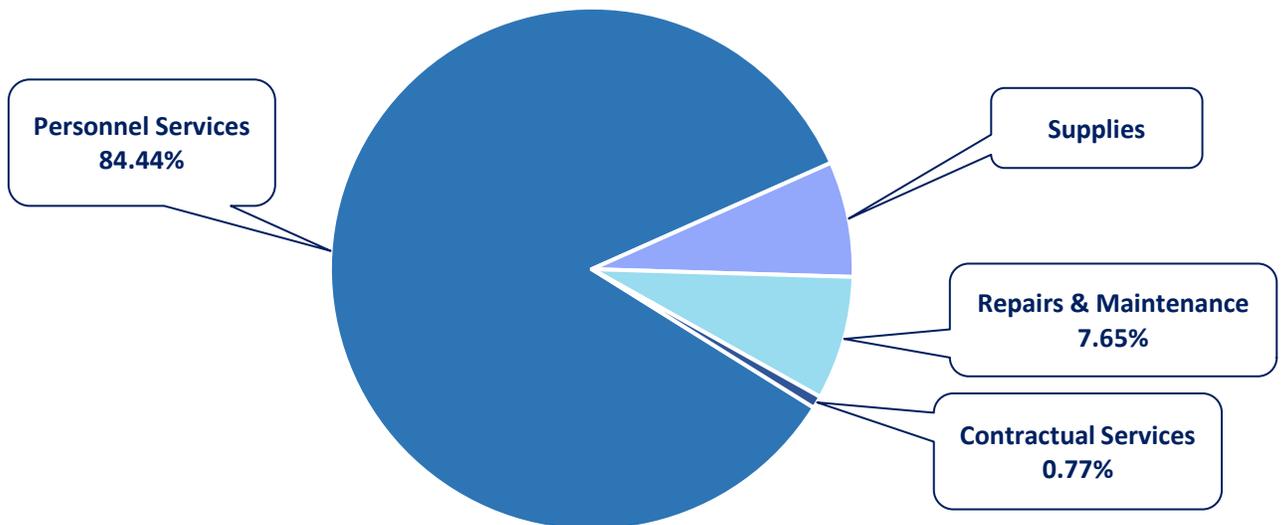


## 16-PUBLIC WORKS

### DEPARTMENTAL EXPENDITURES

| Category              | FY 2024<br>Final Actual | FY 2025<br>Amended<br>Budget | FY 2025<br>Projected<br>Actual | FY 2026<br>Adopted<br>Budget |
|-----------------------|-------------------------|------------------------------|--------------------------------|------------------------------|
| Personnel Services    | \$ 151,868              | \$ 160,750                   | \$ 161,315                     | \$ 165,575                   |
| Supplies              | \$ 10,491               | \$ 17,500                    | \$ 11,184                      | \$ 14,000                    |
| Repairs & Maintenance | \$ 12,988               | \$ 15,000                    | \$ 8,065                       | \$ 15,000                    |
| Contractual Services  | \$ 6,243                | \$ 1,500                     | \$ 1,000                       | \$ 1,500                     |
| <b>TOTAL</b>          | <b>\$ 181,590</b>       | <b>\$ 194,750</b>            | <b>\$ 181,564</b>              | <b>\$ 196,075</b>            |

### ADOPTED BUDGET EXPENDITURE ALLOCATION





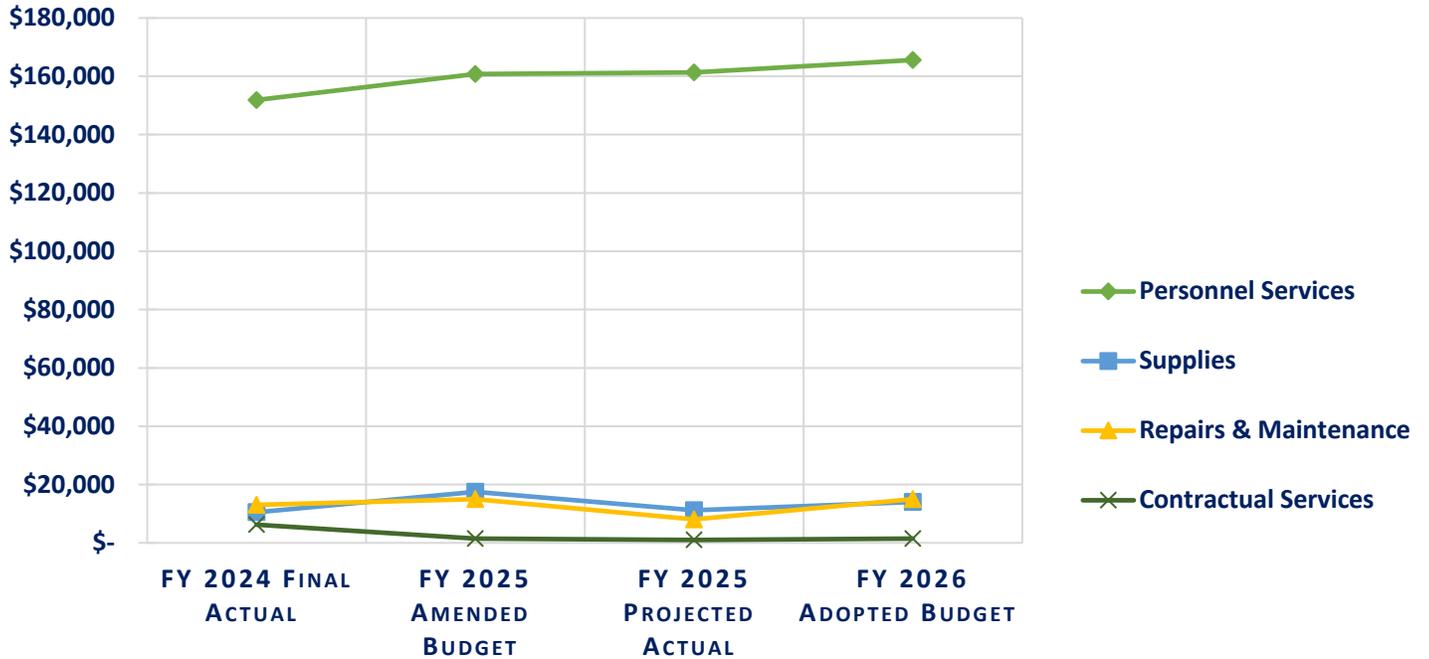
### 16-PUBLIC WORKS

| Account#                         | Account                          | FY2024<br>Final Actual | FY2025<br>Amended<br>Budget | FY2025<br>Projected<br>Actual | FY2026<br>Adopted<br>Budget | % Change<br>from FY25<br>to FY26 |
|----------------------------------|----------------------------------|------------------------|-----------------------------|-------------------------------|-----------------------------|----------------------------------|
| 116501                           | Wages & Salaries                 | \$ 100,702             | \$ 103,375                  | \$ 103,376                    | \$ 106,500                  | 3.02%                            |
| 116503                           | Overtime                         | \$ -                   | \$ 250                      | \$ -                          | \$ 250                      | 0.00%                            |
| 116503                           | Medicare Tax                     | \$ 1,247               | \$ 1,500                    | \$ 1,215                      | \$ 1,550                    | 3.33%                            |
| 116504                           | Retirement                       | \$ 12,475              | \$ 15,025                   | \$ 15,068                     | \$ 15,450                   | 2.83%                            |
| 116505                           | Life, Medical & Dental Insurance | \$ 37,444              | \$ 40,600                   | \$ 41,656                     | \$ 41,825                   | 3.02%                            |
| <b>PERSONNEL SERVICES</b>        |                                  | <b>\$ 151,868</b>      | <b>\$ 160,750</b>           | <b>\$ 161,315</b>             | <b>\$ 165,575</b>           | <b>3.00%</b>                     |
| 116520                           | Fuel                             | \$ 1,948               | \$ 2,500                    | \$ 2,162                      | \$ 2,500                    | 0.00%                            |
| 116521                           | Street Repair Materials          | \$ 1,594               | \$ 5,000                    | \$ 3,877                      | \$ 1,500                    | -70.00%                          |
| 116551                           | Signs                            | \$ 1,508               | \$ 1,500                    | \$ 1,063                      | \$ 1,500                    | 0.00%                            |
| 116557                           | Small Tools & Equipment          | \$ 1,209               | \$ 1,500                    | \$ -                          | \$ 1,500                    | 0.00%                            |
| 116555                           | Other Miscellaneous Supplies     | \$ 1,483               | \$ 1,500                    | \$ 1,414                      | \$ 1,500                    | 0.00%                            |
| 116555a                          | Materials                        | \$ 2,670               | \$ 5,000                    | \$ 2,668                      | \$ 5,000                    | 0.00%                            |
| 116556                           | Mosquito Control                 | \$ 79                  | \$ 500                      | \$ -                          | \$ 500                      | 0.00%                            |
| <b>SUPPLIES</b>                  |                                  | <b>\$ 10,491</b>       | <b>\$ 17,500</b>            | <b>\$ 11,184</b>              | <b>\$ 14,000</b>            | <b>-20.00%</b>                   |
| 116534                           | Vehicle & Equipment Maint.       | \$ 5,248               | \$ 2,500                    | \$ 400                        | \$ 2,500                    | 0.00%                            |
| 116535                           | Bldg & Property Maint.-Other     | \$ 4,245               | \$ 7,500                    | \$ 1,081                      | \$ 7,500                    | 0.00%                            |
| 116535a                          | Bldg & Property Maint.-City Hall | \$ 2,893               | \$ 2,500                    | \$ 2,414                      | \$ 2,500                    | 0.00%                            |
| 116535b                          | Bldg & Property Maint.-Clubhouse | \$ 602                 | \$ 2,500                    | \$ 4,170                      | \$ 2,500                    | 0.00%                            |
| <b>REPAIRS &amp; MAINTENANCE</b> |                                  | <b>\$ 12,988</b>       | <b>\$ 15,000</b>            | <b>\$ 8,065</b>               | <b>\$ 15,000</b>            | <b>0.00%</b>                     |
| 116545                           | Uniforms                         | \$ 6,243               | \$ 1,500                    | \$ 1,000                      | \$ 1,500                    | 0.00%                            |
| <b>CONTRACTUAL SERVICES</b>      |                                  | <b>\$ 6,243</b>        | <b>\$ 1,500</b>             | <b>\$ 1,000</b>               | <b>\$ 1,500</b>             | <b>0.00%</b>                     |
| <b>TOTAL 16-PUBLIC WORKS</b>     |                                  | <b>\$ 181,590</b>      | <b>\$ 194,750</b>           | <b>\$ 181,564</b>             | <b>\$ 196,075</b>           | <b>0.68%</b>                     |



# 16-PUBLIC WORKS

## HISTORICAL EXPENDITURES BY CATEGORY





# 17-POOL

## DESCRIPTION

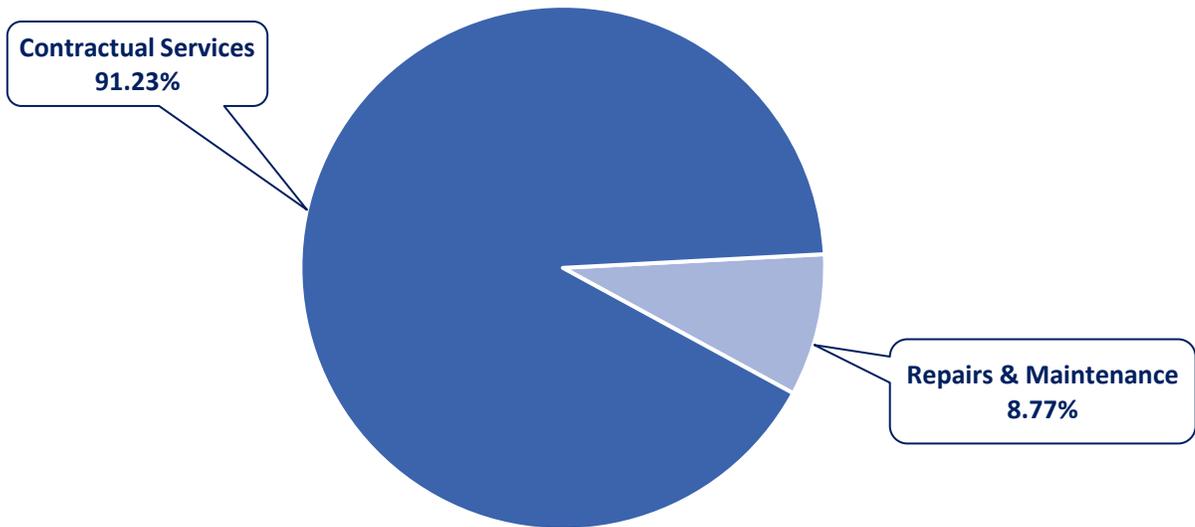
The Pool Department is responsible for funding the maintenance and operation of the City’s swimming pool. The residents of the community pay an annual membership fee to have access to the pool.

No personnel.

### DEPARTMENTAL EXPENDITURES

| Category              | FY 2024<br>Final Actual | FY 2025<br>Amended<br>Budget | FY 2025<br>Projected<br>Actual | FY 2026<br>Adopted<br>Budget |
|-----------------------|-------------------------|------------------------------|--------------------------------|------------------------------|
| Repairs & Maintenance | \$ 4,755                | \$ 5,000                     | \$ 2,562                       | \$ 5,000                     |
| Contractual Services  | \$ 45,756               | \$ 46,510                    | \$ 49,982                      | \$ 52,000                    |
| <b>TOTAL</b>          | <b>\$ 50,510</b>        | <b>\$ 51,510</b>             | <b>\$ 52,544</b>               | <b>\$ 57,000</b>             |

### ADOPTED BUDGET EXPENDITURE ALLOCATION

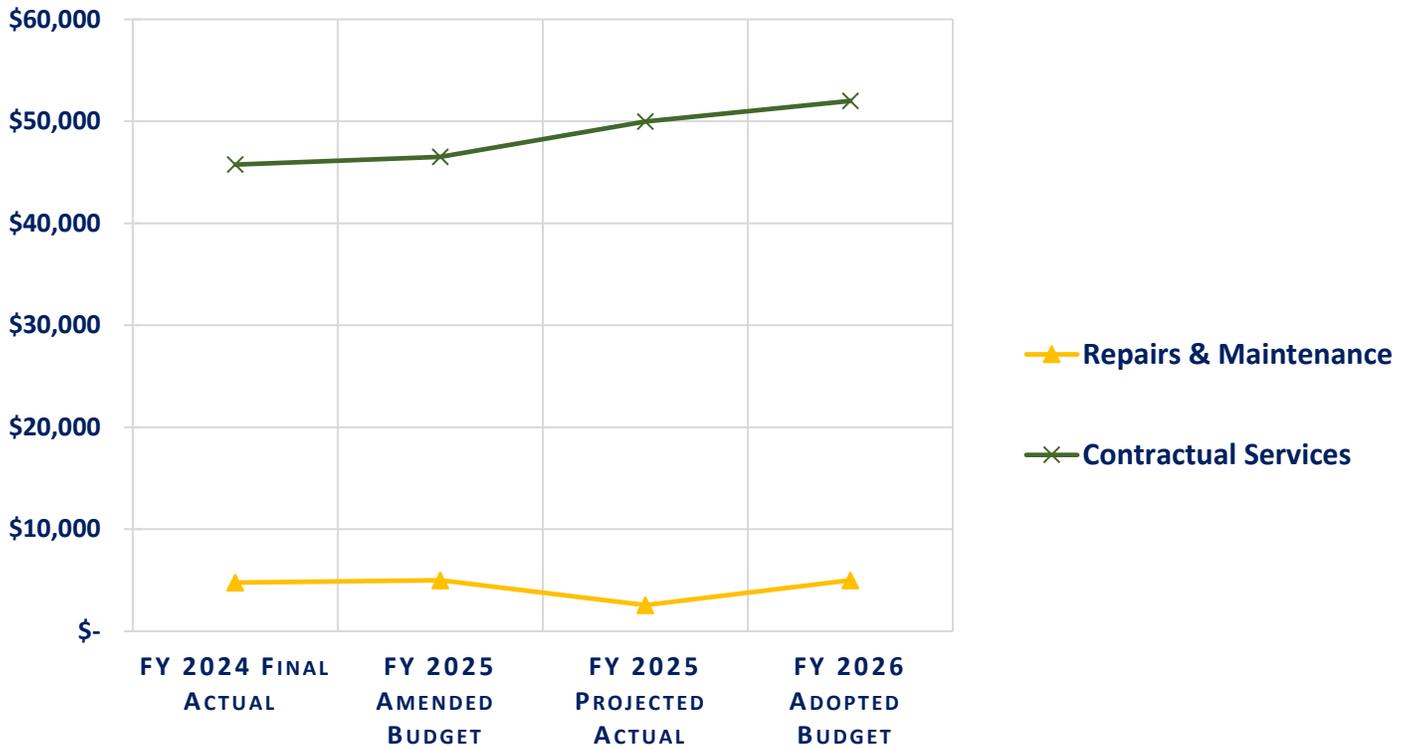




### 17-POOL

| Account#                         | Account                    | FY2024<br>Final Actual | FY2025<br>Amended<br>Budget | FY2025<br>Projected<br>Actual | FY2026<br>Adopted<br>Budget | % Change<br>from FY25<br>to FY26 |
|----------------------------------|----------------------------|------------------------|-----------------------------|-------------------------------|-----------------------------|----------------------------------|
| 117535a                          | Maintenance -Pool          | \$ 4,755               | \$ 5,000                    | \$ 2,562                      | \$ 5,000                    | 0.00%                            |
| <b>REPAIRS &amp; MAINTENANCE</b> |                            | <b>\$ 4,755</b>        | <b>\$ 5,000</b>             | <b>\$ 2,562</b>               | <b>\$ 5,000</b>             | <b>0.00%</b>                     |
| 117540                           | Operations -Pool           | \$ 44,466              | \$ 44,510                   | \$ 48,002                     | \$ 50,000                   | 12.33%                           |
| 117546                           | Other Contractual Services | \$ 1,290               | \$ 2,000                    | \$ 1,980                      | \$ 2,000                    | 0.00%                            |
| <b>CONTRACTUAL SERVICES</b>      |                            | <b>\$ 45,756</b>       | <b>\$ 46,510</b>            | <b>\$ 49,982</b>              | <b>\$ 52,000</b>            | <b>11.80%</b>                    |
| <b>TOTAL 17-POOL</b>             |                            | <b>\$ 50,510</b>       | <b>\$ 51,510</b>            | <b>\$ 52,544</b>              | <b>\$ 57,000</b>            | <b>10.66%</b>                    |

#### HISTORICAL EXPENDITURES BY CATEGORY





## 18-EMERGENCY MANAGEMENT

### DESCRIPTION

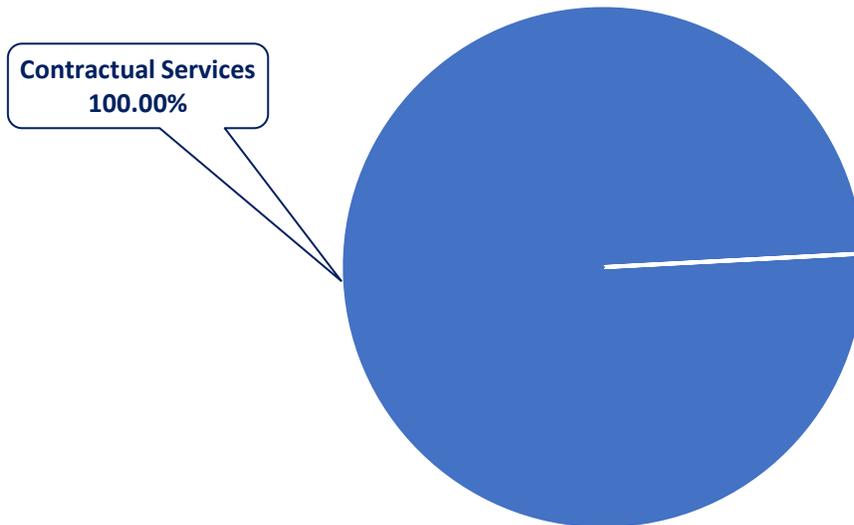
It is the responsibility of the emergency management department to manage and coordinate the recovery efforts in the event of a disaster affecting the city. The department provides funding for the City's emergency notification system, which is used to notify residents in the event of an emergency and during routine activities. Additionally, it funds the city's ambulance and animal control contracts with Galveston County Health District.

No personnel.

### DEPARTMENTAL EXPENDITURES

| Category             | FY 2024<br>Final Actual | FY 2025<br>Amended<br>Budget | FY 2025<br>Projected<br>Actual | FY 2026<br>Adopted<br>Budget |
|----------------------|-------------------------|------------------------------|--------------------------------|------------------------------|
| Contractual Services | \$ 56,685               | \$ 63,308                    | \$ 61,458                      | \$ 79,395                    |
| <b>TOTAL</b>         | <b>\$ 56,685</b>        | <b>\$ 63,308</b>             | <b>\$ 61,458</b>               | <b>\$ 79,395</b>             |

### ADOPTED BUDGET EXPENDITURE ALLOCATION



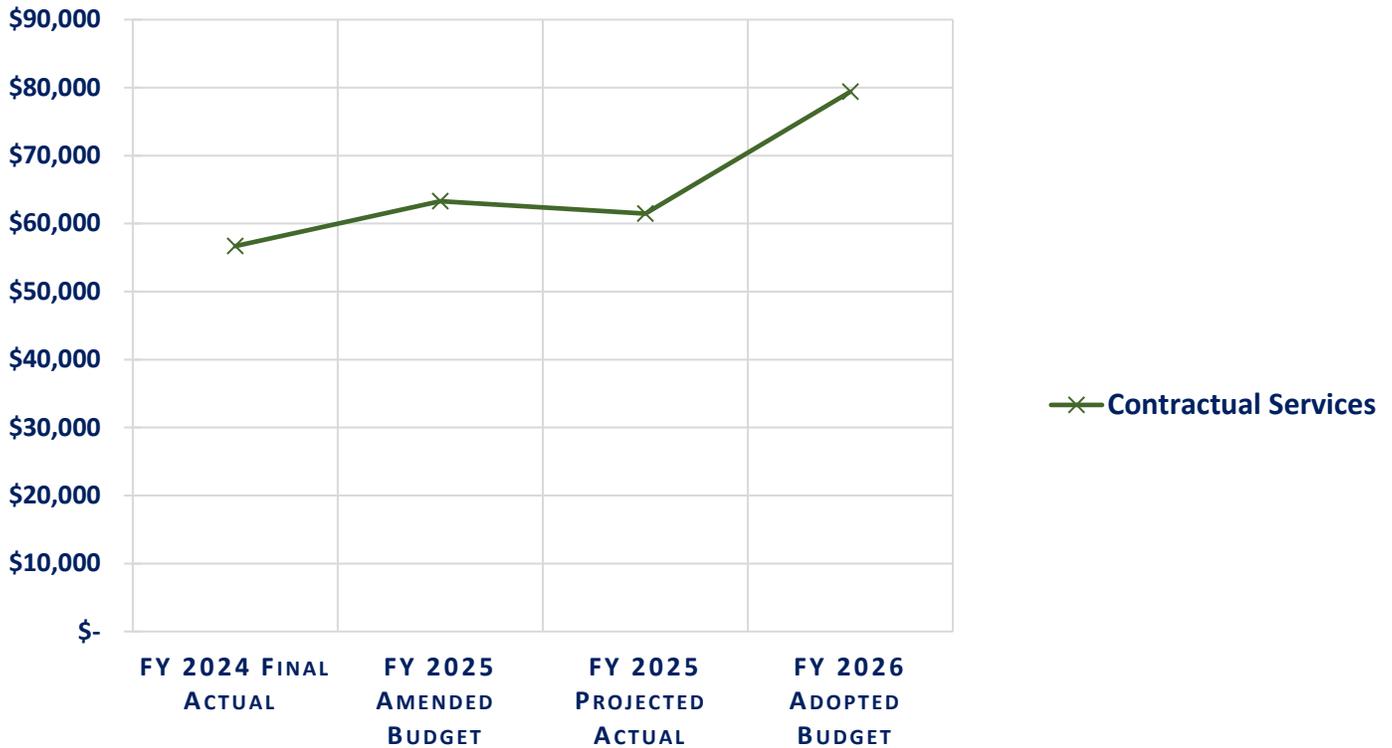


### 18-EMERGENCY MANAGEMENT

| Account#                    | Account                 | FY2024<br>Final Actual | FY2025<br>Amended<br>Budget | FY2025<br>Projected<br>Actual | FY2026<br>Adopted<br>Budget | % Change<br>from FY25<br>to FY26 |
|-----------------------------|-------------------------|------------------------|-----------------------------|-------------------------------|-----------------------------|----------------------------------|
| 118535                      | Emergency Management    | \$ 5,203               | \$ 6,450                    | \$ 4,600                      | \$ 6,450                    | 0.00%                            |
| 118536                      | Ambulance Services      | \$ 43,181              | \$ 47,945                   | \$ 47,945                     | \$ 47,945                   | 0.00%                            |
| 118537                      | Animal Control Services | \$ 8,301               | \$ 8,913                    | \$ 8,913                      | \$ 25,000                   | 180.49%                          |
| <b>CONTRACTUAL SERVICES</b> |                         | <b>\$ 56,685</b>       | <b>\$ 63,308</b>            | <b>\$ 61,458</b>              | <b>\$ 79,395</b>            | <b>25.41%</b>                    |

|                                      |                  |                  |                  |                  |               |
|--------------------------------------|------------------|------------------|------------------|------------------|---------------|
| <b>TOTAL 18-EMERGENCY MANAGEMENT</b> | <b>\$ 56,685</b> | <b>\$ 63,308</b> | <b>\$ 61,458</b> | <b>\$ 79,395</b> | <b>25.41%</b> |
|--------------------------------------|------------------|------------------|------------------|------------------|---------------|

#### HISTORICAL EXPENDITURES BY CATEGORY





## 19-GENERAL GOVERNMENT

### DESCRIPTION

The General Government department is responsible for all expenditures not classified in other specific city departments. Among these expenditures are insurance, annual audits, utility bills, landscaping, janitorial services, debt service, and transfers to other city funds.

No personnel.

### FY25 – ACCOMPLISHMENTS

- ↳ Transfer \$50,000 to the City’s Rainy-Day Fund.
- ↳ Completed the RFPs for Information Technology Services and Landscaping Maintenance Services and awarded contracts for each.
- ↳ Replaced the deck that supports the generator at the Clubhouse
- ↳ Replaced outdated office furniture in the front court office.
- ↳ Received reimbursement from FEMA for expenses related to Hurricane Beryl.
- ↳ Replaced the deteriorated subfloor at the eastern end of City Hall.
- ↳ Replaced the HVAC system at the Clubhouse.

### FY26 – GOALS

- ↳ Replace computers and laptops that are outdated and incompatible with Windows 11.
- ↳ Replace the entire decking and piers at the Clubhouse.
- ↳ Replace coping and decking at City Pool.
- ↳ Purchase a new financial software package.

| Performance Indicators         | FY 2023 | FY 2024 | FY 2025 |
|--------------------------------|---------|---------|---------|
| Total Debt Service Payments    | 3       | 3       | 3       |
| Total Audits                   | 1       | 1       | 1       |
| Total ARPA Projects            | 1       | 7       | 3       |
| Total Transfers to Other Funds | 2       | 2       | 2       |

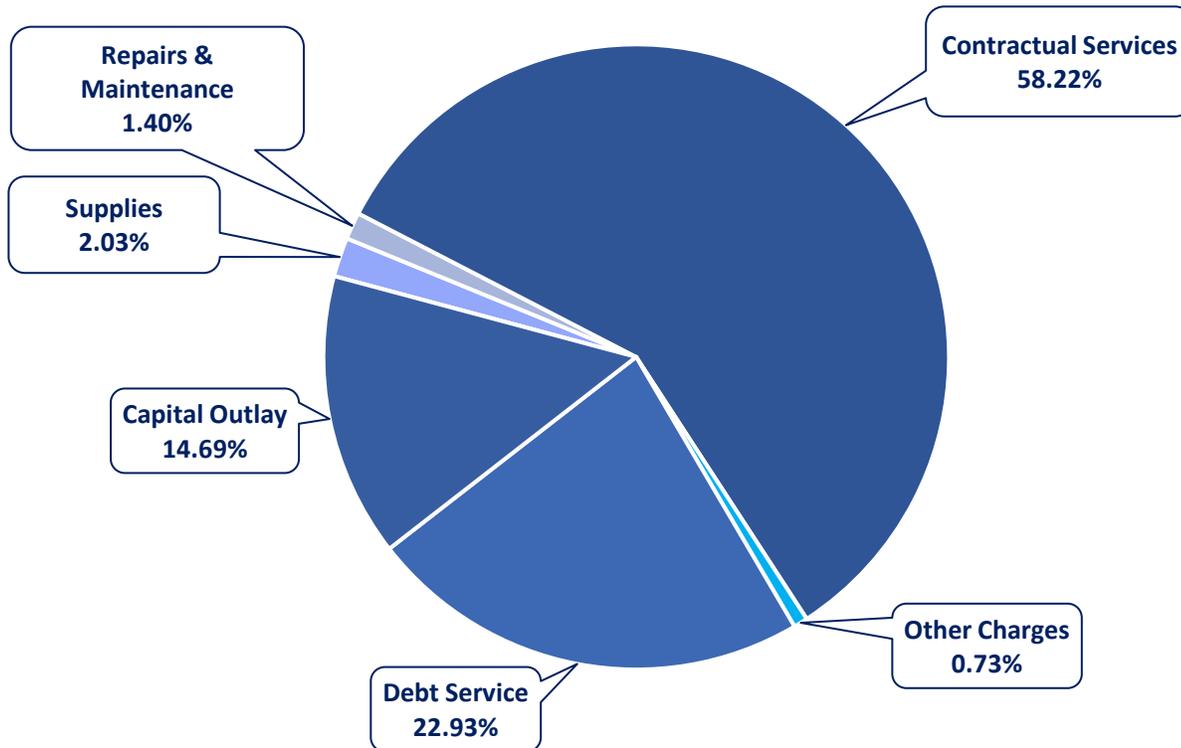


## 19-GENERAL GOVERNMENT

### DEPARTMENTAL EXPENDITURES

| Category              | FY 2024<br>Final Actual | FY 2025<br>Amended<br>Budget | FY 2025<br>Projected<br>Actual | FY 2026<br>Adopted<br>Budget |
|-----------------------|-------------------------|------------------------------|--------------------------------|------------------------------|
| Supplies              | \$ 14,817               | \$ 27,500                    | \$ 24,372                      | \$ 14,500                    |
| Repairs & Maintenance | \$ 2,528                | \$ 20,000                    | \$ 19,343                      | \$ 10,000                    |
| Contractual Services  | \$ 397,497              | \$ 415,030                   | \$ 417,180                     | \$ 416,286                   |
| Other Charges         | \$ 21,814               | \$ 10,250                    | \$ 3,698                       | \$ 5,250                     |
| Debt Service          | \$ 163,941              | \$ 163,941                   | \$ 163,941                     | \$ 163,941                   |
| Capital Outlay        | \$ 177,269              | \$ 100,696                   | \$ 63,421                      | \$ 105,000                   |
| Transfers Out         | \$ 116,720              | \$ 75,000                    | \$ 150,000                     | \$ -                         |
| <b>TOTAL</b>          | <b>\$ 894,585</b>       | <b>\$ 812,417</b>            | <b>\$ 841,955</b>              | <b>\$ 714,977</b>            |

### ADOPTED BUDGET EXPENDITURE ALLOCATION





**19-GENERAL GOVERNMENT**

| Account#                         | Account                           | FY2024<br>Final Actual | FY2025<br>Amended<br>Budget | FY2025<br>Projected<br>Actual | FY2026<br>Adopted<br>Budget | % Change<br>from FY24<br>to FY25 |
|----------------------------------|-----------------------------------|------------------------|-----------------------------|-------------------------------|-----------------------------|----------------------------------|
| 119554                           | Printed Materials (Notices, etc.) | \$ 1,183               | \$ 5,500                    | \$ 4,488                      | \$ 2,500                    | -54.55%                          |
| 119555                           | Other Miscellaneous Supplies      | \$ 10,612              | \$ 10,000                   | \$ 10,579                     | \$ 10,000                   | 0.00%                            |
| 119593                           | Office Furniture & Equipment      | \$ 3,022               | \$ 12,000                   | \$ 9,305                      | \$ 2,000                    | -83.33%                          |
| <b>SUPPLIES</b>                  |                                   | <b>\$ 14,817</b>       | <b>\$ 27,500</b>            | <b>\$ 24,372</b>              | <b>\$ 14,500</b>            | <b>-47.27%</b>                   |
| 119535                           | Bldg & Property Maint.            | \$ 2,528               | \$ 20,000                   | \$ 19,343                     | \$ 10,000                   | -50.00%                          |
| <b>REPAIRS &amp; MAINTENANCE</b> |                                   | <b>\$ 2,528</b>        | <b>\$ 20,000</b>            | <b>\$ 19,343</b>              | <b>\$ 10,000</b>            | <b>-50.00%</b>                   |
| 119507                           | Other Employment Services         | \$ 3,544               | \$ 4,000                    | \$ 1,536                      | \$ 2,500                    | -37.50%                          |
| 119520                           | Software & Computer Services      | \$ 77,627              | \$ 80,000                   | \$ 87,858                     | \$ 80,000                   | 0.00%                            |
| 119521                           | Utilities                         | \$ 59,263              | \$ 60,000                   | \$ 59,051                     | \$ 60,000                   | 0.00%                            |
| 119522                           | Dues, Memberships & Subscript.    | \$ 4,251               | \$ 5,000                    | \$ 4,358                      | \$ 5,000                    | 0.00%                            |
| 119523                           | Postage & Shipping                | \$ 3,102               | \$ 3,200                    | \$ 2,560                      | \$ 3,000                    | -6.25%                           |
| 119524                           | Code Supplement Service           | \$ 3,534               | \$ 2,800                    | \$ 2,138                      | \$ 2,800                    | 0.00%                            |
| 119535                           | Insurance & Bonds                 | \$ 350                 | \$ 1,000                    | \$ 610                        | \$ 1,000                    | 0.00%                            |
| 119535a                          | Insurance-Liability               | \$ 23,312              | \$ 26,100                   | \$ 28,002                     | \$ 25,736                   | -1.39%                           |
| 119535b                          | Insurance-Property                | \$ 2,524               | \$ 3,370                    | \$ 2,864                      | \$ 3,735                    | 10.83%                           |
| 119535c                          | Insurance-Worker's Comp           | \$ 28,400              | \$ 23,810                   | \$ 23,594                     | \$ 30,910                   | 29.82%                           |
| 119535d                          | Insurance-Windstorm               | \$ 14,105              | \$ 14,200                   | \$ 14,186                     | \$ 15,000                   | 5.63%                            |
| 119535e                          | Insurance-Flood                   | \$ 7,193               | \$ 7,400                    | \$ 8,430                      | \$ 9,865                    | 33.31%                           |
| 119535f                          | Insurance-Cyber                   | \$ -                   | \$ 1,000                    | \$ 980                        | \$ 1,000                    | 0.00%                            |
| 119531                           | Audit Expense                     | \$ 23,995              | \$ 25,195                   | \$ 25,195                     | \$ 27,000                   | 7.16%                            |
| 119546                           | Other Contractual Services        | \$ 36,847              | \$ 40,000                   | \$ 38,049                     | \$ 35,000                   | -12.50%                          |
| 119595                           | Landscaping Services-Other        | \$ 535                 | \$ 3,000                    | \$ 155                        | \$ 3,000                    | 0.00%                            |
| 119595a                          | Landscaping Services-Mowing       | \$ 85,552              | \$ 85,000                   | \$ 86,429                     | \$ 88,700                   | 4.35%                            |
| 119595b                          | Landscaping Services-Plants/Trees | \$ 3,090               | \$ 5,380                    | \$ 15,225                     | \$ 5,000                    | -7.06%                           |
| 119595c                          | Landscaping Services-Mulch        | \$ 4,000               | \$ 3,200                    | \$ 120                        | \$ -                        | -100.00%                         |
| 119595d                          | Landscaping Services-Chemicals    | \$ -                   | \$ 4,335                    | \$ -                          | \$ -                        | -100.00%                         |
| 119553                           | Janitorial Services -Other        | \$ -                   | \$ 500                      | \$ -                          | \$ 500                      | 0.00%                            |
| 119553a                          | Janitorial Services -City Hall    | \$ 8,840               | \$ 8,840                    | \$ 8,840                      | \$ 8,840                    | 0.00%                            |
| 119553b                          | Janitorial Services -Clubhouse    | \$ 6,500               | \$ 6,500                    | \$ 6,500                      | \$ 6,500                    | 0.00%                            |
| 119553c                          | Janitorial Services -Supplies     | \$ 932                 | \$ 1,200                    | \$ 500                        | \$ 1,200                    | 0.00%                            |
| <b>CONTRACTUAL SERVICES</b>      |                                   | <b>\$ 397,497</b>      | <b>\$ 415,030</b>           | <b>\$ 417,180</b>             | <b>\$ 416,286</b>           | <b>0.30%</b>                     |
| 119543                           | Children's Library                | \$ 200                 | \$ 250                      | \$ 200                        | \$ 250                      | 0.00%                            |
| 119547a                          | Events -Holidays                  | \$ 5,655               | \$ 5,000                    | \$ 3,498                      | \$ 5,000                    | 0.00%                            |
| 119549                           | Hurricane Beryl Expenses          | \$ 15,958              | \$ 5,000                    | \$ -                          | \$ -                        | -100.00%                         |
| <b>OTHER CHARGES</b>             |                                   | <b>\$ 21,814</b>       | <b>\$ 10,250</b>            | <b>\$ 3,698</b>               | <b>\$ 5,250</b>             | <b>-48.78%</b>                   |



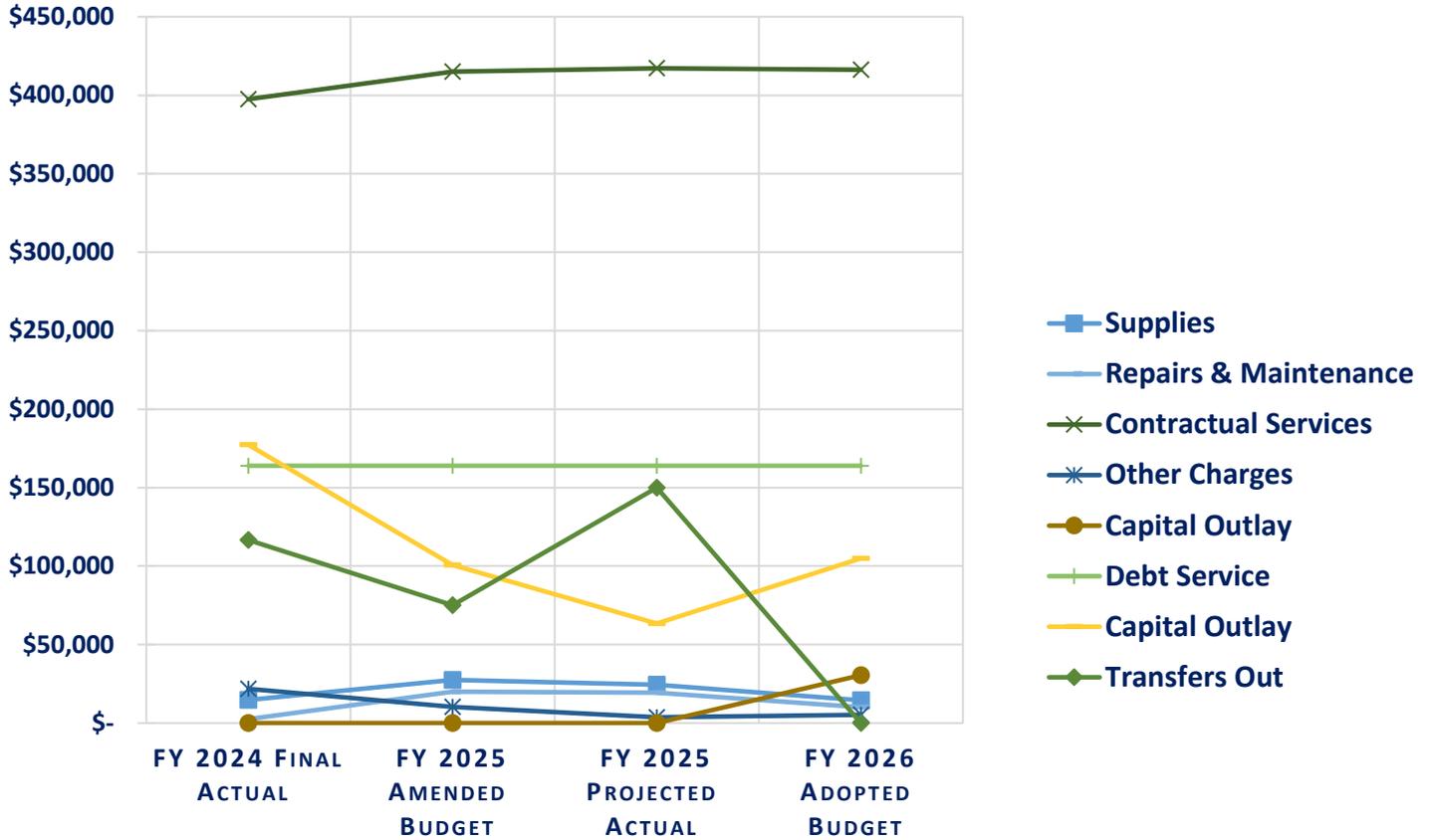
**19-GENERAL GOVERNMENT**

| Account#                           | Account                           | FY2024<br>Final Actual | FY2025<br>Amended<br>Budget | FY2025<br>Projected<br>Actual | FY2026<br>Adopted<br>Budget | % Change<br>from FY24<br>to FY25 |
|------------------------------------|-----------------------------------|------------------------|-----------------------------|-------------------------------|-----------------------------|----------------------------------|
| 119510                             | Principal -Lee Property Purchase  | \$ 84,368              | \$ 86,899                   | \$ 86,899                     | \$ 89,506                   | 3.00%                            |
| 119510a                            | Principal -McVaney Purchase -EDC  | \$ 50,000              | \$ 50,000                   | \$ 50,000                     | \$ 50,000                   | 0.00%                            |
| 119510b                            | Capital Lease -Motorola Equipment | \$ 18,984              | \$ 18,984                   | \$ 18,984                     | \$ 18,984                   | 0.00%                            |
| 119511                             | Interest Expense -Lee Property    | \$ 10,589              | \$ 8,058                    | \$ 8,058                      | \$ 5,451                    | -32.35%                          |
| <b>DEBT SERVICE</b>                |                                   | <b>\$ 163,941</b>      | <b>\$ 163,941</b>           | <b>\$ 163,941</b>             | <b>\$ 163,941</b>           | <b>0.00%</b>                     |
| 11959X                             | Computer Replacement              | \$ -                   | \$ -                        | \$ -                          | \$ 60,000                   | 0.00%                            |
| 11959X                             | Financial Software                | \$ -                   | \$ -                        | \$ -                          | \$ 45,000                   | 0.00%                            |
| 119594                             | Building & Structures             | \$ -                   | \$ 13,500                   | \$ 12,698                     | \$ -                        | -100.00%                         |
| 119596                             | Other Improvements                | \$ -                   | \$ -                        | \$ 10,500                     | \$ -                        | 0.00%                            |
| 119596b                            | ARPA Projects Funding             | \$ 177,269             | \$ 87,196                   | \$ 40,223                     | \$ -                        | -100.00%                         |
| <b>CAPITAL OUTLAY</b>              |                                   | <b>\$ 177,269</b>      | <b>\$ 100,696</b>           | <b>\$ 63,421</b>              | <b>\$ 105,000</b>           | <b>4.27%</b>                     |
| 119602                             | Transfer To -Capital Equipment    | \$ 75,000              | \$ 25,000                   | \$ 100,000                    | \$ -                        | -100.00%                         |
| 119607                             | Transfer To -Hotel Tax Fund       | \$ 41,720              | \$ -                        | \$ -                          | \$ -                        | 0.00%                            |
| 119620                             | Transfer To -Rainy Day            | \$ -                   | \$ 50,000                   | \$ 50,000                     | \$ -                        | -100.00%                         |
| <b>TRANSFERS TO OTHER FUNDS</b>    |                                   | <b>\$ 116,720</b>      | <b>\$ 75,000</b>            | <b>\$ 150,000</b>             | <b>\$ -</b>                 | <b>-100.00%</b>                  |
| <b>TOTAL 19-GENERAL GOVERNMENT</b> |                                   | <b>\$ 894,585</b>      | <b>\$ 812,417</b>           | <b>\$ 841,955</b>             | <b>\$ 714,977</b>           | <b>-11.99%</b>                   |



## 19-GENERAL GOVERNMENT

### HISTORICAL EXPENDITURES BY CATEGORY





## RAINY DAY FUND

### DESCRIPTION

The Rainy Day Fund is a special revenue fund set aside by the City to help recover from disasters or to address significant financial downturns. This fund will provide additional revenue to support essential city operations during challenging times.

The Rainy Day Fund will cover approximately eight months of operational expenses in the event of a disaster or significant financial downturn.

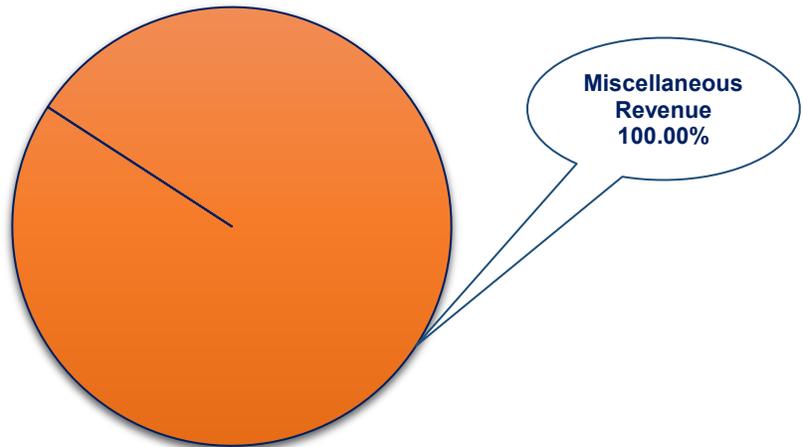
| Account#                                  | Account                           | FY2024<br>Final Actual | FY2025<br>Amended<br>Budget | FY2025<br>Projected<br>Actual | FY2026<br>Adopted<br>Budget |
|---|-----------------------------------|------------------------|-----------------------------|-------------------------------|-----------------------------|
| <b>Estimated Beginning Fund Balance:</b>  |                                   | <b>\$ 1,985,782</b>    | <b>\$ 2,097,960</b>         | <b>\$ 2,097,960</b>           | <b>\$ 2,244,505</b>         |
| <b>Revenues</b>                           |                                   |                        |                             |                               |                             |
| 300480                                    | Interest Income -Rainy Day        | \$ 73,518              | \$ 70,000                   | \$ 63,237                     | \$ 60,000                   |
| 300481                                    | Interest Income -Excess Sales Tax | \$ 38,660              | \$ 35,000                   | \$ 33,308                     | \$ 32,000                   |
| 300601                                    | Transfer from General Fund        | \$ -                   | \$ 50,000                   | \$ 50,000                     | \$ -                        |
| <b>Total Revenues</b>                     |                                   | <b>\$ 112,178</b>      | <b>\$ 155,000</b>           | <b>\$ 146,545</b>             | <b>\$ 92,000</b>            |
| <b>Total Expenditures -Rainy Day Fund</b> |                                   | <b>\$ -</b>            | <b>\$ -</b>                 | <b>\$ -</b>                   | <b>\$ -</b>                 |
| <b>Revenues Less Expenditures</b>         |                                   | <b>\$ 112,178</b>      | <b>\$ 155,000</b>           | <b>\$ 146,545</b>             | <b>\$ 92,000</b>            |
| <b>Estimated Ending Fund Balance:</b>     |                                   | <b>\$ 2,097,960</b>    | <b>\$ 2,252,960</b>         | <b>\$ 2,244,505</b>           | <b>\$ 2,336,505</b>         |



## RAINY DAY FUND

### REVENUES BY CATEGORY

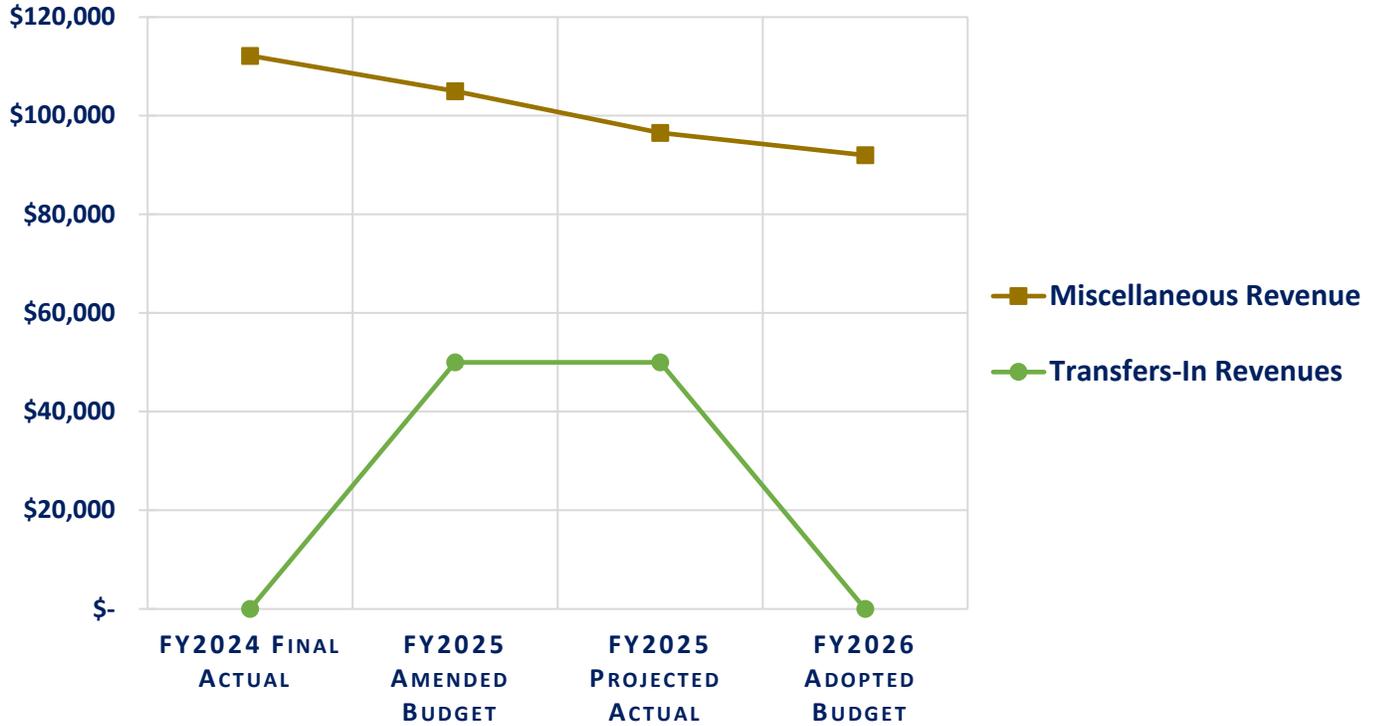
| Category              | FY2024<br>Final Actual | FY2025<br>Amended<br>Budget | FY2025<br>Projected<br>Actual | FY2026<br>Adopted<br>Budget |
|-----------------------|------------------------|-----------------------------|-------------------------------|-----------------------------|
| Miscellaneous Revenue | \$ 112,178             | \$ 105,000                  | \$ 96,545                     | \$ 92,000                   |
| Transfers-In Revenues | \$ -                   | \$ 50,000                   | \$ 50,000                     | \$ -                        |
| <b>TOTAL</b>          | <b>\$ 112,178</b>      | <b>\$ 155,000</b>           | <b>\$ 146,545</b>             | <b>\$ 92,000</b>            |





# RAINY DAY FUND

## HISTORICAL REVENUES BY CATEGORY



# City of Clear Lake Shores

FY26

Budget

## Capital Projects Fund





## CAPITAL EQUIPMENT FUND

### DESCRIPTION

The Capital Equipment Fund was established by Resolution, 2015-7, on April 7, 2015. The Fund was established to fund the acquisition and replacement of vehicles and other capital equipment. It allows the City Administrator, economic conditions permitting, to include in the annual budget an allocation of funds to be transferred from the General Fund to the Capital Equipment Fund. The transferred funds equal the calculated depreciation of existing equipment, so that over time, the Fund will develop a sufficient level of funding to pay for new and replacement vehicles and equipment without the need to incur debt. Only vehicles having an initial cost exceeding \$5,000 (five thousand dollars) shall be purchased by the Fund and the expenditure of funds from the Fund shall be expressly approved by the City Council.

No personnel.

### BUDGET HIGHLIGHTS

- ➔ **414590-Vehicles & Accessories** -Purchase new vehicle for Police Department. -\$75,000
- ➔ **414590 -Vehicles & Accessories** -Replace Tasers for Police Department. -\$50,000

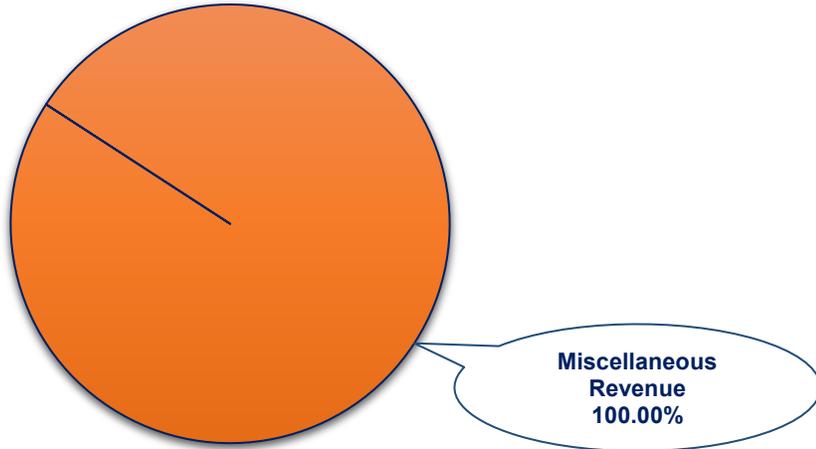
| Account#                                     | Account                    | FY2024<br>Final<br>Actual | FY2025<br>Amended<br>Budget | FY2025<br>Projected<br>Actual | FY2026<br>Adopted<br>Budget |
|--|----------------------------|---------------------------|-----------------------------|-------------------------------|-----------------------------|
| <b>Estimated Beginning Fund Balance:</b>     |                            | \$ 71,619                 | \$ 150,795                  | \$ 150,795                    | \$ 257,743                  |
| <b>Revenues</b>                              |                            |                           |                             |                               |                             |
| 400480                                       | Interest Income            | \$ 4,176                  | \$ 3,500                    | \$ 6,948                      | \$ 3,500                    |
| 400610                                       | Transfer From General Fund | \$ 75,000                 | \$ 25,000                   | \$ 100,000                    | \$ -                        |
| <b>Total Revenues</b>                        |                            | <b>\$ 79,176</b>          | <b>\$ 28,500</b>            | <b>\$ 106,948</b>             | <b>\$ 3,500</b>             |
| <b>Expenditures -Capital Equipment</b>       |                            |                           |                             |                               |                             |
| 414590                                       | Vehicles & Accessories -PD | \$ -                      | \$ -                        | \$ -                          | \$ 125,000                  |
| <b>Total Expenditures -Capital Equipment</b> |                            | <b>\$ -</b>               | <b>\$ -</b>                 | <b>\$ -</b>                   | <b>\$ 125,000</b>           |
| <b>Revenues Less Expenditures</b>            |                            | <b>\$ 79,176</b>          | <b>\$ 28,500</b>            | <b>\$ 106,948</b>             | <b>\$ (121,500)</b>         |
| <b>Estimated Ending Fund Balance:</b>        |                            | <b>\$ 150,795</b>         | <b>\$ 179,295</b>           | <b>\$ 257,743</b>             | <b>\$ 136,243</b>           |



## CAPITAL EQUIPMENT FUND

### REVENUES BY CATEGORY

| Category              | FY 2024<br>Final Actual | FY 2025<br>Amended<br>Budget | FY 2025<br>Projected<br>Actual | FY 2026<br>Adopted<br>Budget |
|-----------------------|-------------------------|------------------------------|--------------------------------|------------------------------|
| Miscellaneous Revenue | \$ 4,176                | \$ 3,500                     | \$ 6,948                       | \$ 3,500                     |
| Transfers-In Revenues | \$ 75,000               | \$ 25,000                    | \$ 100,000                     | \$ -                         |
| <b>TOTAL</b>          | <b>\$ 79,176</b>        | <b>\$ 28,500</b>             | <b>\$ 106,948</b>              | <b>\$ 3,500</b>              |



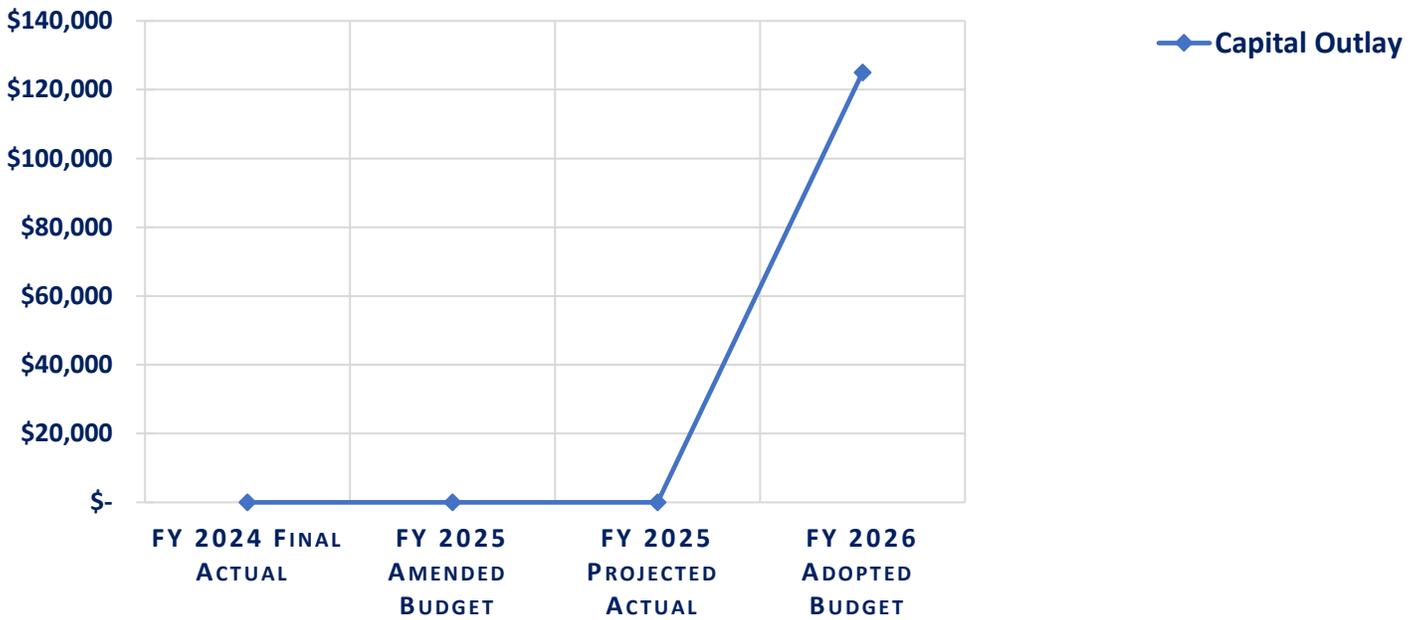


## CAPITAL EQUIPMENT FUND

### EXPENDITURES BY CATEGORY

| Category       | FY 2024<br>Final Actual | FY 2025<br>Amended<br>Budget | FY 2025<br>Projected<br>Actual | FY 2026<br>Adopted<br>Budget |
|----------------|-------------------------|------------------------------|--------------------------------|------------------------------|
| Capital Outlay | \$ -                    | \$ -                         | \$ -                           | \$ 125,000                   |
| <b>TOTAL</b>   | <b>\$ -</b>             | <b>\$ -</b>                  | <b>\$ -</b>                    | <b>\$ 125,000</b>            |

### HISTORICAL EXPENDITURES BY CATEGORY





## ROADS & DRAINAGE FUND

### DESCRIPTION

The Roads & Drainage Fund is a special revenue fund that was established to account for financial resources that are to be used to construct or otherwise acquire major, long-lived general government capital facilities – such as buildings, streets, highways, storm water drainage systems, and bridges. Its principal purpose is to ensure and demonstrate the economical and legal expenditure of the dedicated financial resources, but it also serves as a cost accounting mechanism for major capital outlay projects.

### BUDGET HIGHLIGHTS

**FY26 Projects per Roads & Drainage Ten Year Plan:**

***Other Infrastructure Improvements:***

|   |                            |
|---|----------------------------|
| Narcissus -Improve/Drainage (Juniper-NSD)             | \$ 50,840                  |
| Narcissus-Improve/Drainage (Ivy to Juniper)           | \$ 100,604                 |
| Narcissus-Improve/Drainage (Forest to Ivy)            | \$ 99,370                  |
| Narcissus-Improve/Drainage (SSD to Forest)            | \$ 91,960                  |
| CLR -S Improve/Drainage (B-CE-DO-ELM-FOR)             | \$ 308,257                 |
| Forest-Improve/Drainage (WSD TO NA TO OAK)            | \$ 134,758                 |
| Forest-Improve/Drainage (CLR to ESD)                  | \$ 212,266                 |
| Oak-Improve/Drainage (Forest to Ivy)                  | \$ 85,648                  |
| Oak-Improve/Drainage (Ivy to Juniper)                 | \$ 95,800                  |
| Oak-Improve/Drainage (SSD to Forest)                  | \$ 99,860                  |
| Oak-Improve/Drainage (Juniper to NSD)                 | \$ 63,680                  |
| <b><i>Total Other Infrastructure Improvements</i></b> | <b><u>\$ 1,343,043</u></b> |

**Road Abbreviations:**

|     |                   |
|-----|-------------------|
| B   | Birch Rd          |
| CE  | Cedar Rd          |
| CLR | Clear Lake Rd     |
| DO  | Dogwood Rd        |
| ESD | East Shore Drive  |
| FOR | Forest Rd         |
| NA  | Narcissus Rd      |
| NSD | North Shore Drive |
| SSD | South Shore Drive |
| WSD | West Shore Drive  |



## ROADS & DRAINAGE FUND

***Road & Drainage Maintenance & Repair:***

|  |                          |
|--|--------------------------|
| Hawthorne -Deep Hole                                       | \$ 20,000                |
| ROW Clearance (Trees)                                      | \$ 25,000                |
| Dror Avenue Drainage Maintenance                           | \$ 10,000                |
| Fill Cracks  | \$ 10,000                |
| General Maintenance & Repair -Roads                        | \$ 25,000                |
| General Maintenance & Repair -Ditches                      | \$ 25,000                |
| <b>Total Roads &amp; Drainage Maintenance &amp; Repair</b> | <b><u>\$ 115,000</u></b> |

**FY26 Professional Fees (Engineering, High Tide)**

***Other Contractual Services:***

|  |                          |
|--|--------------------------|
| City Project Engineer & Inspector                | \$ 136,304               |
| Pavement Management Group Update                 | \$ 1,500                 |
| High Tide Drainage Flow Lines, Narcissus & Grove | \$ 15,000                |
| <b>Total Other Contractual Services:</b>         | <b><u>\$ 152,804</u></b> |

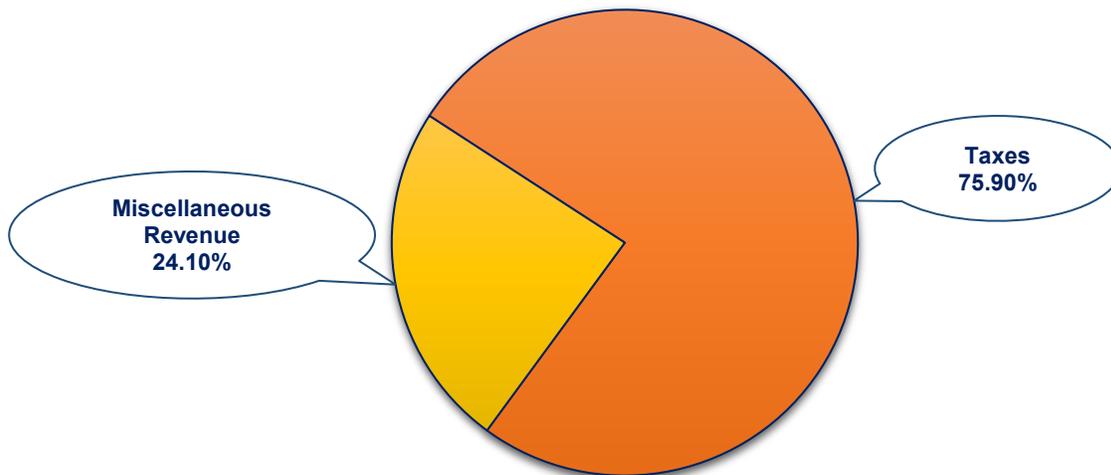
| Account#  | Account                           | FY2024<br>Final Actual | FY2025<br>Amended<br>Budget | FY2025<br>Projected<br>Actual | FY2026<br>Adopted<br>Budget |
|---|-----------------------------------|------------------------|-----------------------------|-------------------------------|-----------------------------|
| <b>Estimated Beginning Fund Balance:</b>        |                                   | <b>\$ 2,396,594</b>    | <b>\$ 2,820,405</b>         | <b>\$ 2,820,405</b>           | <b>\$ 3,200,883</b>         |
| <b>Revenues</b>                                 |                                   |                        |                             |                               |                             |
| 200406  | Sales Tax                         | \$ 322,295             | \$ 300,000                  | \$ 353,623                    | \$ 315,000                  |
| 200480  | Interest Income                   | \$ 138,658             | \$ 85,000                   | \$ 131,586                    | \$ 100,000                  |
| <b>Total Revenues</b>                           |                                   | <b>\$ 460,954</b>      | <b>\$ 385,000</b>           | <b>\$ 485,209</b>             | <b>\$ 415,000</b>           |
| <b>Expenditures -Roads &amp; Drainage</b>       |                                   |                        |                             |                               |                             |
| 216546  | Other Contractual Services        | \$ 34,643              | \$ 134,459                  | \$ 86,401                     | \$ 152,804                  |
| 216595  | Other Infrastructure Improvements | \$ 2,500               | \$ 939,585                  | \$ -                          | \$ 1,343,043                |
| 216595a   | Roads & Drainage Maint. & Repair  | \$ -                   | \$ 70,000                   | \$ 18,330                     | \$ 115,000                  |
| <b>Total Expenditures -Roads &amp; Drainage</b> |                                   | <b>\$ 37,143</b>       | <b>\$ 1,144,044</b>         | <b>\$ 104,731</b>             | <b>\$ 1,610,847</b>         |
| <b>Revenues Less Expenditures</b>               |                                   | <b>\$ 423,810</b>      | <b>\$ (759,044)</b>         | <b>\$ 380,478</b>             | <b>\$ (1,195,847)</b>       |
| <b>Estimated Ending Fund Balance:</b>           |                                   | <b>\$ 2,820,405</b>    | <b>\$ 2,061,361</b>         | <b>\$ 3,200,883</b>           | <b>\$ 2,005,036</b>         |



## ROADS & DRAINAGE FUND

### REVENUES BY CATEGORY

| Category              | FY 2024<br>Final Actual | FY 2025<br>Amended<br>Budget | FY 2025<br>Projected<br>Actual | FY 2026<br>Adopted<br>Budget |
|-----------------------|-------------------------|------------------------------|--------------------------------|------------------------------|
| Taxes                 | \$ 322,295              | \$ 300,000                   | \$ 353,623                     | \$ 315,000                   |
| Miscellaneous Revenue | \$ 138,658              | \$ 85,000                    | \$ 131,586                     | \$ 100,000                   |
| Transfers-In Revenues | \$ -                    | \$ -                         | \$ -                           | \$ -                         |
| <b>TOTAL</b>          | <b>\$ 460,954</b>       | <b>\$ 385,000</b>            | <b>\$ 485,209</b>              | <b>\$ 415,000</b>            |

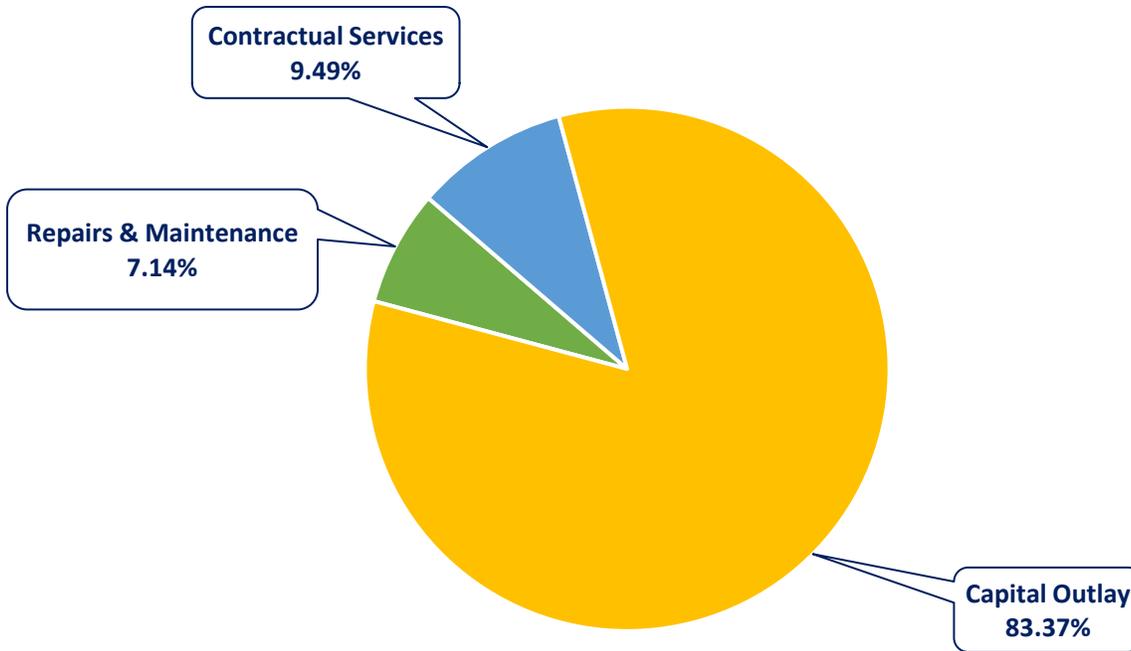




## ROADS & DRAINAGE FUND

### EXPENDITURES BY CATEGORY

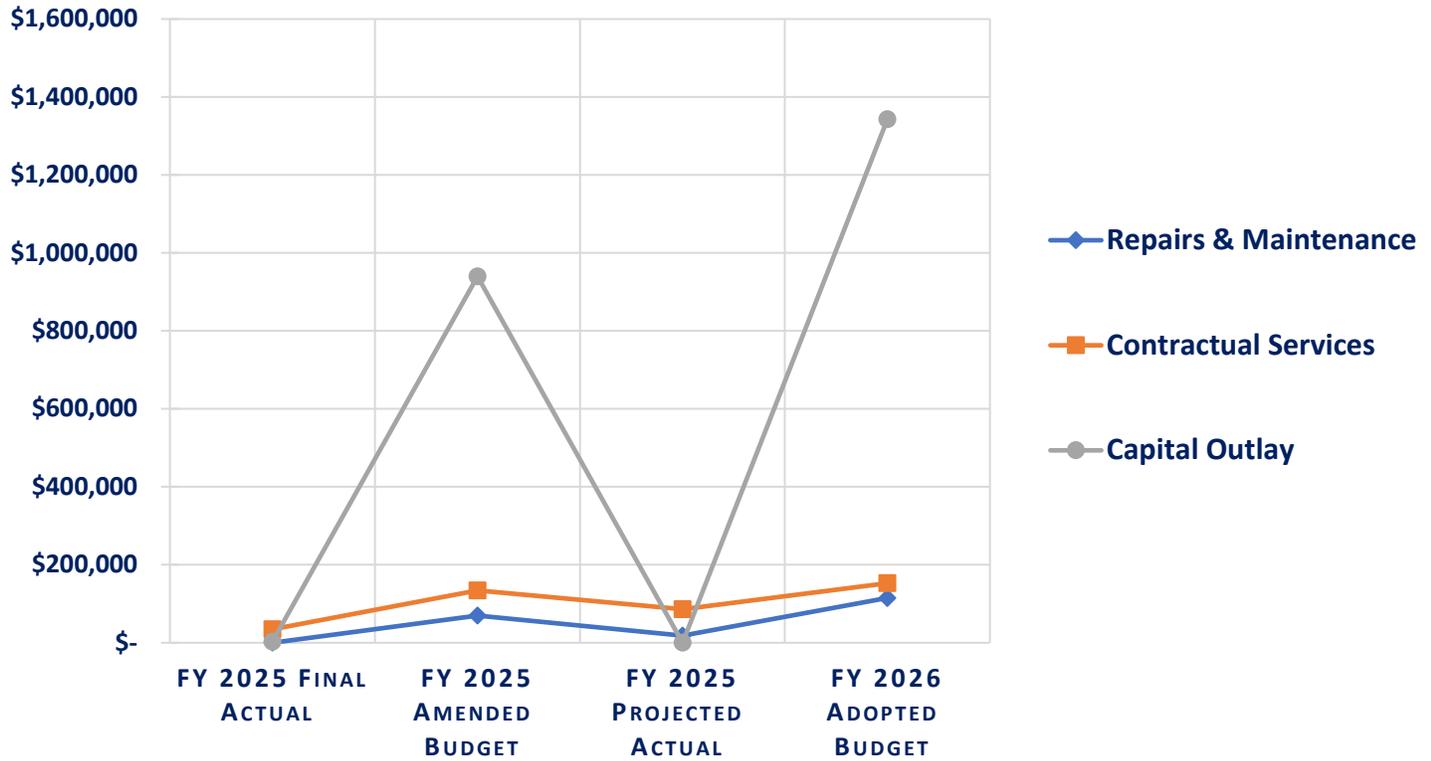
| Category              | FY 2025 Final Actual | FY 2025 Amended Budget | FY 2025 Projected Actual | FY 2026 Adopted Budget |
|-----------------------|----------------------|------------------------|--------------------------|------------------------|
| Repairs & Maintenance | \$ -                 | \$ 70,000              | \$ 18,330                | \$ 115,000             |
| Contractual Services  | \$ 34,643            | \$ 134,459             | \$ 86,401                | \$ 152,804             |
| Capital Outlay        | \$ 2,500             | \$ 939,585             | \$ -                     | \$ 1,343,043           |
| <b>TOTAL</b>          | <b>\$ 37,143</b>     | <b>\$ 1,144,044</b>    | <b>\$ 104,731</b>        | <b>\$ 1,610,847</b>    |





## ROADS & DRAINAGE FUND

### HISTORICAL EXPENDITURES BY CATEGORY



**City of Clear Lake Shores**  
**FY26**  
**Budget**  
**Special Revenue Funds**



Paul Shelley Pavilion



## RESTRICTED FUNDS

### DESCRIPTION

The Restricted Fund is a special revenue fund containing accounts designated for specific purposes, mandated by law or governed by general restrictions. Below is a brief overview of each account.

- ↳ Court Security Fund -Funds collected from court costs and may only be used to finance the purchase of technological enhancements for the Municipal Court.
- ↳ Truancy Prevention Fund - Funds collected through court costs and may only be used for truancy prevention and intervention programs.
- ↳ Child Safety Fund - Funds collected through court costs and may only be used to support crossing guard programs and other child safety initiatives.
- ↳ Court Technology Fund – Funds collected through court costs and may only be used to finance the purchase of security services for buildings housing the Municipal Court.
- ↳ PD Seizure Funds - Funds obtained through asset forfeiture that are related to criminal activity or acquired illegally.
- ↳ PD Donations – Donations from individuals or businesses used to support the Police Department.
- ↳ Comcast PEG Funds – Funds collected from a fee charged to subscribers to support public, educational, and government (PEG) television channels.

### BUDGET HIGHLIGHTS

- ↳ **112651-Court Technology Expense** -Replace court software. -\$13,000
- ↳ **112652-Truancy Prevention Expense** -Leader in Me Program contribution -Clear Creek Education Foundation -\$2,000
- ↳ **119556-Comcast PEG Expense** -New Marquee sign at Clubhouse -To keep residents informed about current events and emergency situations. -\$50,000



**RESTRICTED FUNDS**

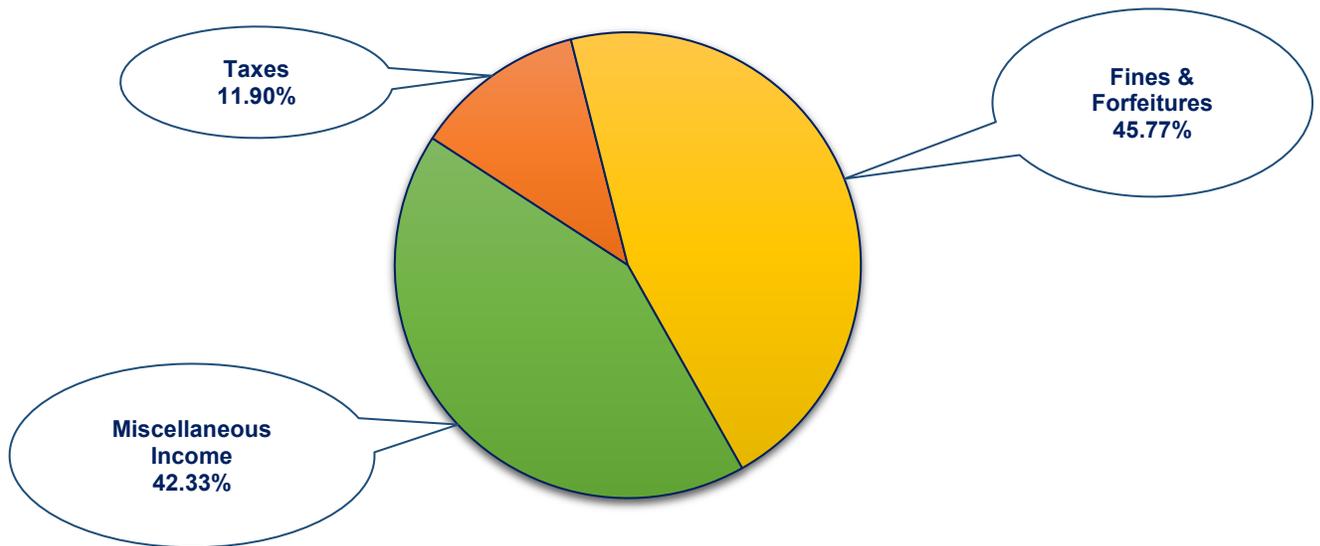
| Account#                                    | Account                    | FY2024<br>Final Actual | FY2025<br>Amended<br>Budget | FY2025<br>Projected<br>Actual | FY2026<br>Adopted<br>Budget |
|---|----------------------------|------------------------|-----------------------------|-------------------------------|-----------------------------|
| <b>Estimated Beginning Fund Balance:</b>    |                            | <b>\$ 290,158</b>      | <b>\$ 313,168</b>           | <b>\$ 313,168</b>             | <b>\$ 346,674</b>           |
| <b>Revenues</b>                             |                            |                        |                             |                               |                             |
| 100484                                      | Court Security Fund        | \$ 5,833               | \$ 6,000                    | \$ 5,961                      | \$ 6,000                    |
| 100485                                      | Truancy Prevention Fund    | \$ 5,401               | \$ 5,500                    | \$ 5,514                      | \$ 5,500                    |
| 100486                                      | Child Safety Fund          | \$ 924                 | \$ 800                      | \$ 722                        | \$ 800                      |
| 100487                                      | Court Technology Fund      | \$ 5,041               | \$ 4,500                    | \$ 5,128                      | \$ 5,000                    |
| 100474                                      | PD Donations               | \$ 2,895               | \$ 5,000                    | \$ 2,695                      | \$ 3,000                    |
| 100419                                      | Comcast PEG                | \$ 4,243               | \$ 4,750                    | \$ 4,465                      | \$ 4,500                    |
| 100481                                      | Interest Income            | \$ 16,474              | \$ 17,000                   | \$ 16,247                     | \$ 13,000                   |
| <b>Total Revenues</b>                       |                            | <b>\$ 40,812</b>       | <b>\$ 43,550</b>            | <b>\$ 40,732</b>              | <b>\$ 37,800</b>            |
| <b>Expenditures -Restricted Funds</b>       |                            |                        |                             |                               |                             |
| 112650                                      | Child Safety Expense       | \$ 369                 | \$ 20,000                   | \$ -                          | \$ 20,000                   |
| 112653                                      | Court Security Expense     | \$ 5,867               | \$ 10,000                   | \$ -                          | \$ 15,000                   |
| 112651                                      | Court Technology Expense   | \$ 9,006               | \$ 10,000                   | \$ 7,226                      | \$ 20,000                   |
| 112652                                      | Truancy Prevention Expense | \$ -                   | \$ -                        | \$ -                          | \$ 5,000                    |
| 114654                                      | PD Donations Expense       | \$ 2,533               | \$ 5,000                    | \$ -                          | \$ 5,000                    |
| 119556                                      | Comcast PEG Expense        | \$ 27                  | \$ 5,000                    | \$ -                          | \$ 50,000                   |
| <b>Total Expenditures -Restricted Funds</b> |                            | <b>\$ 17,802</b>       | <b>\$ 50,000</b>            | <b>\$ 7,226</b>               | <b>\$ 115,000</b>           |
| <b>Revenues Less Expenditures</b>           |                            | <b>\$ 23,010</b>       | <b>\$ (6,450)</b>           | <b>\$ 33,506</b>              | <b>\$ (77,200)</b>          |
| <b>Estimated Ending Fund Balance:</b>       |                            | <b>\$ 313,168</b>      | <b>\$ 306,718</b>           | <b>\$ 346,674</b>             | <b>\$ 269,474</b>           |



## RESTRICTED FUNDS

### REVENUES BY CATEGORY

| Category              | FY 2024<br>Final Actual | FY 2025<br>Amended<br>Budget | FY 2025<br>Projected<br>Actual | FY 2026<br>Adopted<br>Budget |
|-----------------------|-------------------------|------------------------------|--------------------------------|------------------------------|
| Taxes                 | \$ 4,243                | \$ 4,750                     | \$ 4,465                       | \$ 4,500                     |
| Fines & Forfeitures   | \$ 17,199               | \$ 16,800                    | \$ 17,325                      | \$ 17,300                    |
| Miscellaneous Revenue | \$ 19,369               | \$ 22,000                    | \$ 18,942                      | \$ 16,000                    |
| <b>TOTAL</b>          | <b>\$ 40,812</b>        | <b>\$ 43,550</b>             | <b>\$ 40,732</b>               | <b>\$ 37,800</b>             |

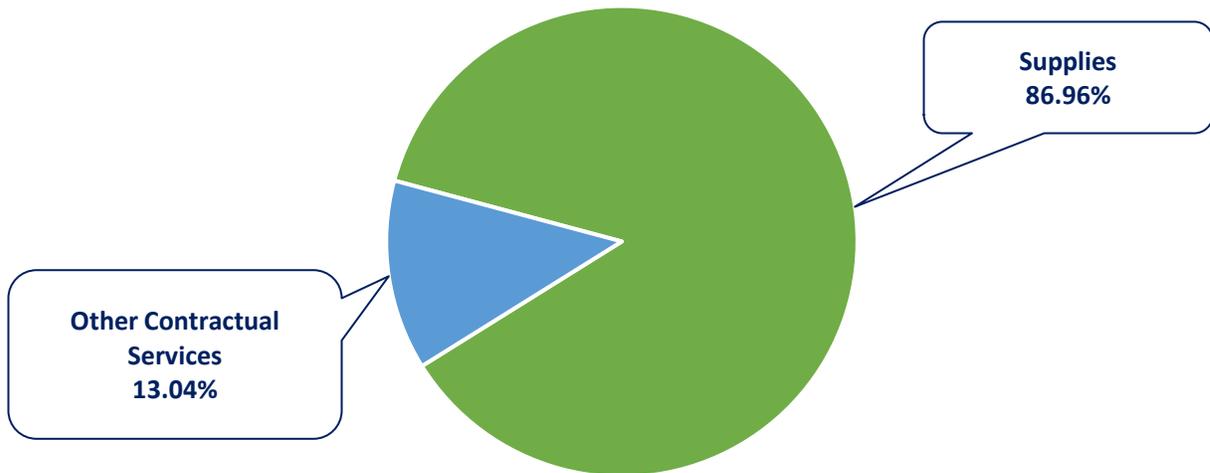




## RESTRICTED FUNDS

### EXPENDITURES BY CATEGORY

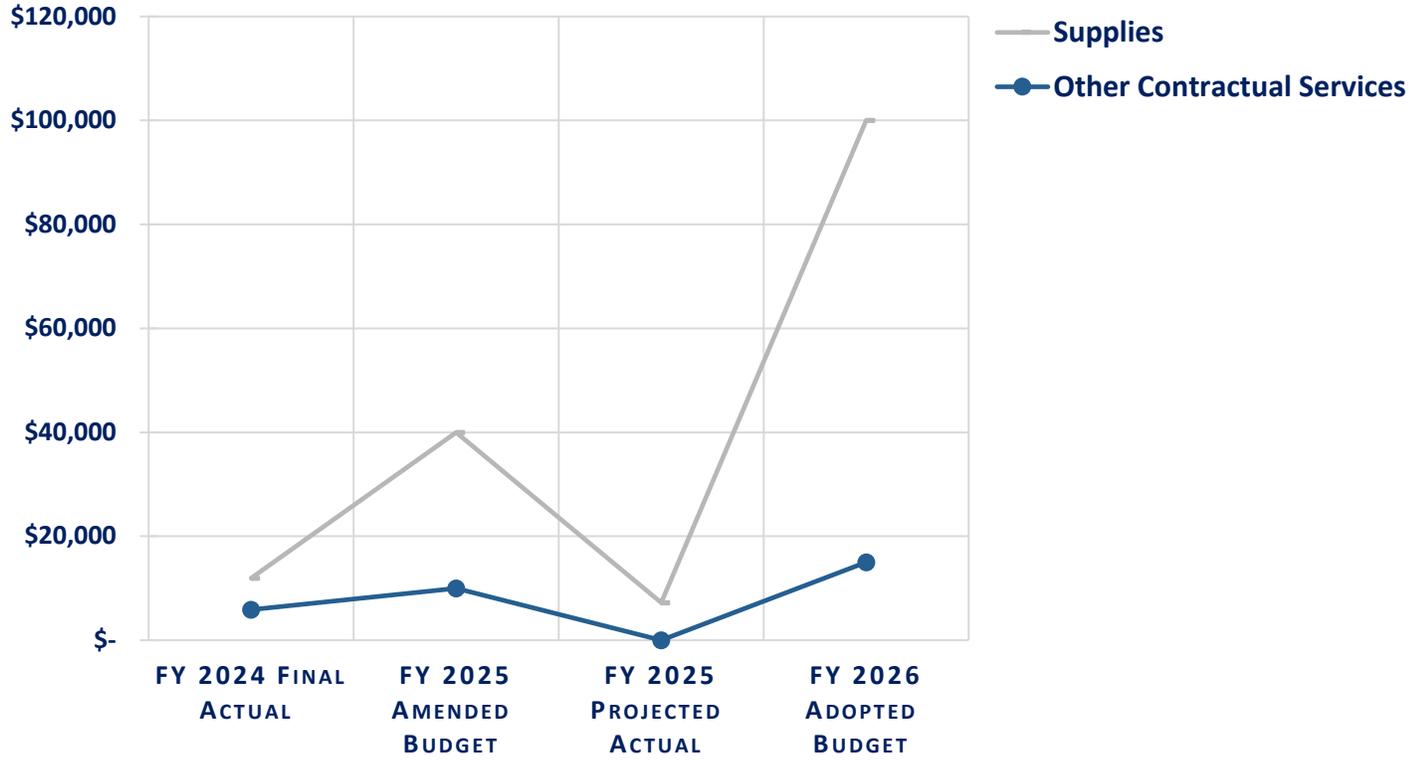
| Category                   | FY 2024<br>Final Actual | FY 2025<br>Amended<br>Budget | FY 2025<br>Projected<br>Actual | FY 2026<br>Adopted<br>Budget |
|----------------------------|-------------------------|------------------------------|--------------------------------|------------------------------|
| Supplies                   | \$ 11,935               | \$ 40,000                    | \$ 7,226                       | \$ 100,000                   |
| Other Contractual Services | \$ 5,867                | \$ 10,000                    | \$ -                           | \$ 15,000                    |
| <b>TOTAL</b>               | <b>\$ 17,802</b>        | <b>\$ 50,000</b>             | <b>\$ 7,226</b>                | <b>\$ 115,000</b>            |





## RESTRICTED FUNDS

### HISTORICAL EXPENDITURES BY CATEGORY





## HOTEL TAX FUND

### DESCRIPTION

The Hotel Tax Fund includes taxes from hotels, short-term rentals, and bed and breakfast establishments in the city, along with the corresponding permitting fees for these establishments. According to state law, the funds collected must be used to promote tourism and the convention and hotel industry. The city has allowed a maximum of 20 operations; currently, 14 are approved.

### BUDGET HIGHLIGHTS

- ↳ **530535-Repairs & Maintenance** -Replace floor in Clubhouse. -\$30,000
- ↳ **530547-Wayfinding Signage -at City Entrance** -Split with EDC. -\$30,000

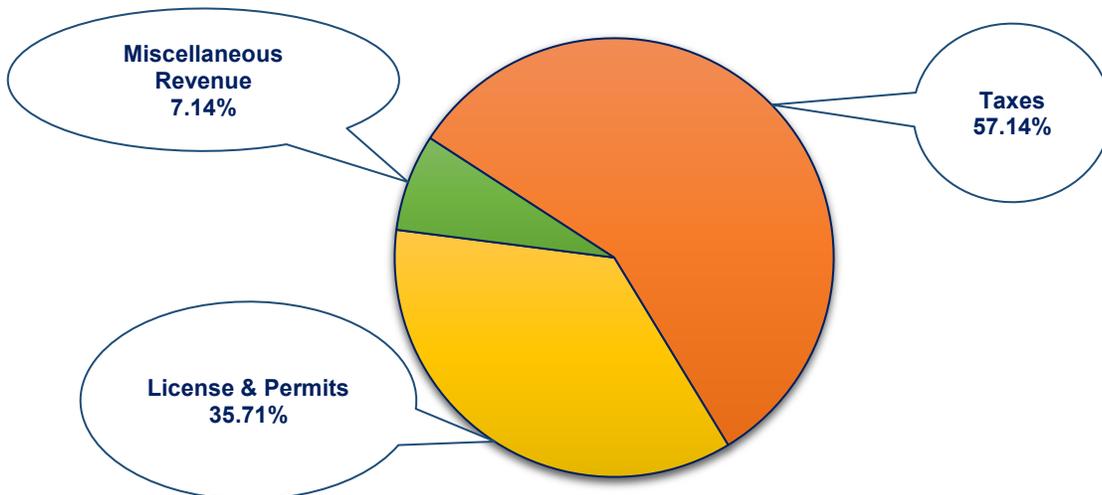
| Account#                                  | Account                          | FY2024<br>Final Actual | FY2025<br>Amended<br>Budget | FY2025<br>Projected<br>Actual | FY2026<br>Adopted<br>Budget |
|---|----------------------------------|------------------------|-----------------------------|-------------------------------|-----------------------------|
| <b>Estimated Beginning Fund Balance:</b>  |                                  | \$ -                   | \$ 36,461                   | \$ 36,461                     | \$ 54,494                   |
| <b>Revenues</b>                           |                                  |                        |                             |                               |                             |
| 500410                                    | Hotel Occupancy Tax              | \$ 12,485              | \$ 15,000                   | \$ 11,640                     | \$ 12,000                   |
| 500440                                    | STR Permit -Licenses & Permits   | \$ 7,750               | \$ 7,500                    | \$ 7,250                      | \$ 7,500                    |
| 500480                                    | Interest Income                  | \$ 7                   | \$ -                        | \$ 1,643                      | \$ 1,500                    |
| 500610                                    | Transfer from General Fund       | \$ 41,720              | \$ -                        | \$ -                          | \$ -                        |
| <b>Total Revenues</b>                     |                                  | <b>\$ 61,961</b>       | <b>\$ 22,500</b>            | <b>\$ 20,533</b>              | <b>\$ 21,000</b>            |
| <b>Expenditures -Hotel Tax Fund</b>       |                                  |                        |                             |                               |                             |
| 530535                                    | Repairs & Maintenance -Clubhouse | \$ -                   | \$ -                        | \$ -                          | \$ 30,000                   |
| 530546                                    | Other Contractual Services       | \$ 25,500              | \$ 30,000                   | \$ 2,500                      | \$ 5,000                    |
| 530547                                    | Wayfinding Signage-City Entry    | \$ -                   | \$ -                        | \$ -                          | \$ 30,000                   |
| <b>Total Expenditures -Hotel Tax Fund</b> |                                  | <b>\$ 25,500</b>       | <b>\$ 30,000</b>            | <b>\$ 2,500</b>               | <b>\$ 65,000</b>            |
| <b>Revenues Less Expenditures</b>         |                                  | <b>\$ 36,461</b>       | <b>\$ (7,500)</b>           | <b>\$ 18,033</b>              | <b>\$ (44,000)</b>          |
| <b>Estimated Ending Fund Balance:</b>     |                                  | <b>\$ 36,461</b>       | <b>\$ 28,961</b>            | <b>\$ 54,494</b>              | <b>\$ 10,494</b>            |



## HOTEL TAX FUND

### REVENUES BY CATEGORY

| Category              | FY 2024<br>Final Actual | FY 2025<br>Amended<br>Budget | FY 2025<br>Projected<br>Actual | FY 2026<br>Adopted<br>Budget |
|-----------------------|-------------------------|------------------------------|--------------------------------|------------------------------|
| Taxes                 | \$ 12,485               | \$ 15,000                    | \$ 11,640                      | \$ 12,000                    |
| Licenses & Permits    | \$ 7,750                | \$ 7,500                     | \$ 7,250                       | \$ 7,500                     |
| Miscellaneous Revenue | \$ 7                    | \$ -                         | \$ 1,643                       | \$ 1,500                     |
| Transfers-In Revenues | \$ 41,720               | \$ -                         | \$ -                           | \$ -                         |
| <b>TOTAL</b>          | <b>\$ 61,961</b>        | <b>\$ 22,500</b>             | <b>\$ 20,533</b>               | <b>\$ 21,000</b>             |

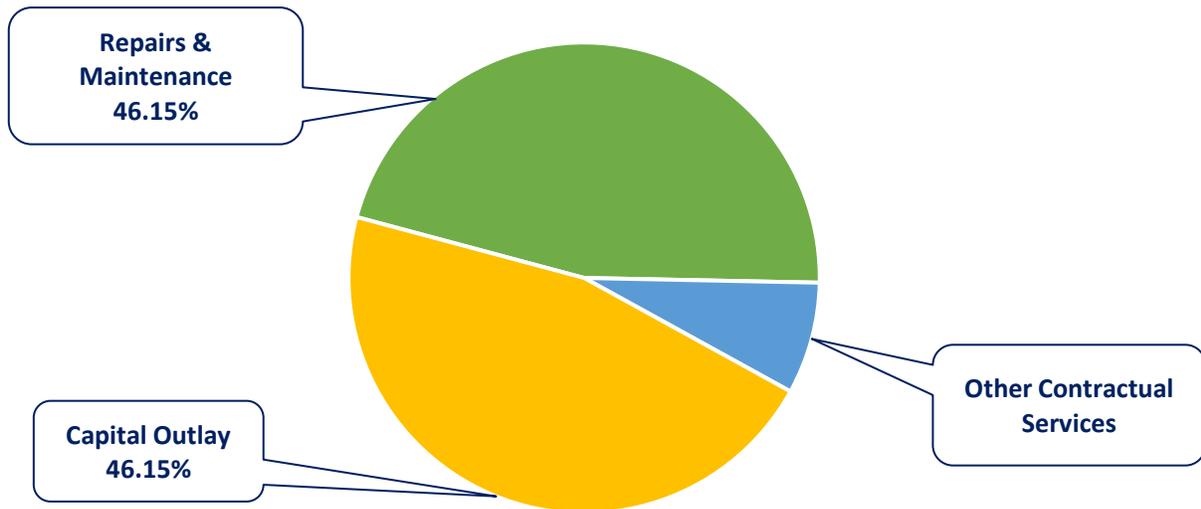




## HOTEL TAX FUND

### EXPENDITURES BY CATEGORY

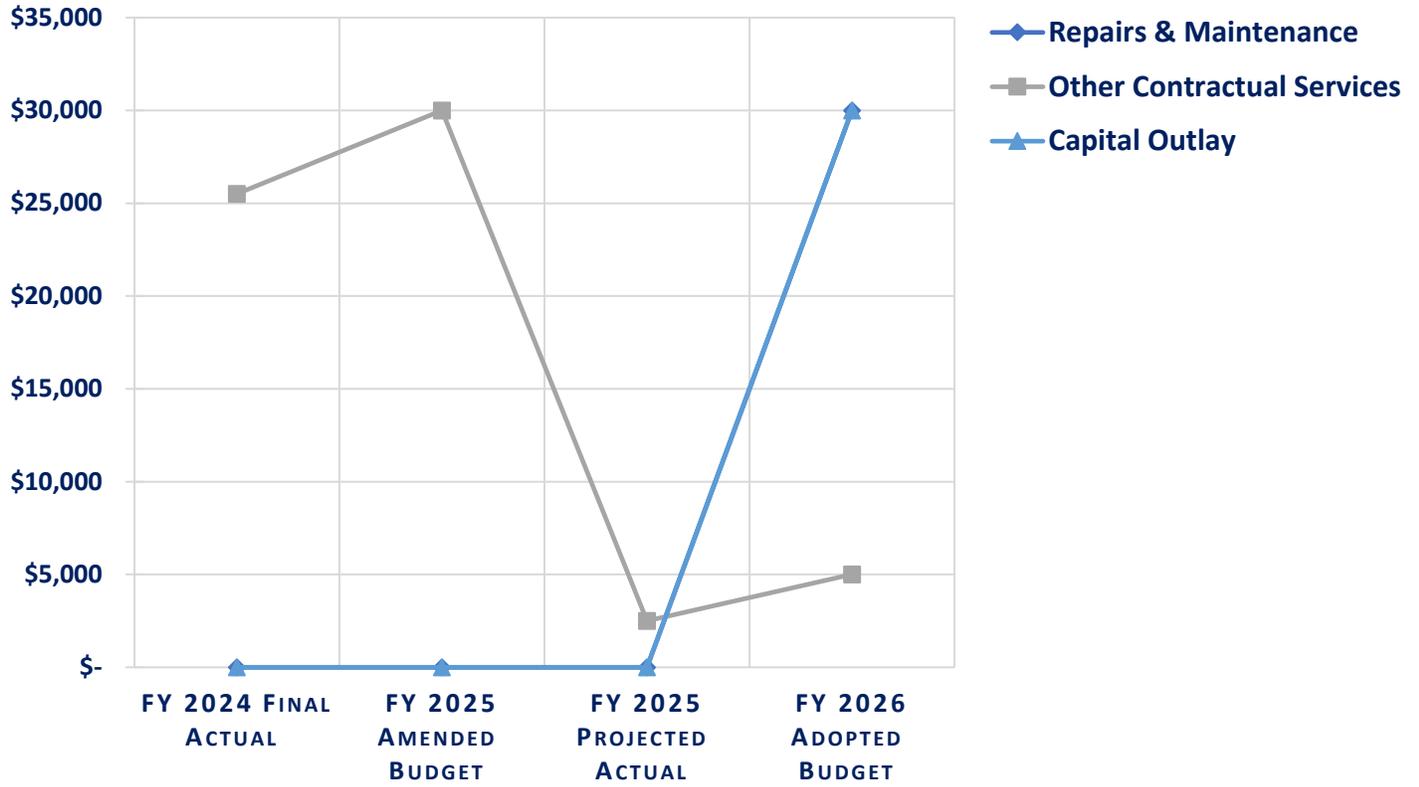
| Category                   | FY 2024<br>Final Actual | FY 2025<br>Amended<br>Budget | FY 2025<br>Projected<br>Actual | FY 2026<br>Adopted<br>Budget |
|----------------------------|-------------------------|------------------------------|--------------------------------|------------------------------|
| Repairs & Maintenance      | \$ -                    | \$ -                         | \$ -                           | \$ 30,000                    |
| Other Contractual Services | \$ 25,500               | \$ 30,000                    | \$ 2,500                       | \$ 5,000                     |
| Capital Outlay             | \$ -                    | \$ -                         | \$ -                           | \$ 30,000                    |
| <b>TOTAL</b>               | <b>\$ 25,500</b>        | <b>\$ 30,000</b>             | <b>\$ 2,500</b>                | <b>\$ 65,000</b>             |





# HOTEL TAX FUND

## HISTORICAL EXPENDITURES BY CATEGORY





## PLAZA TEN 06 CORPORATION

### DESCRIPTION

The Plaza Ten 06 Corporation is a nonprofit corporation and is a local government corporation organized by the City pursuant to Subchapter D of Chapter 431 of the Texas Transportation Code for acquiring land and/or buildings within the City limits or extraterritorial jurisdiction of the City and the subsequent planning for and redevelopment of such properties. The Board of Directors consists of five members appointed by, and who serve at the discretion of, the City Council. City Council approval is required for annual budgets and bonded debt issuance. The City Council may dissolve the Corporation at any time with a majority vote and, in the event of dissolution, net position of the Corporation shall be conveyed to the City.

### BUDGET HIGHLIGHTS

- ↪ There are no significant expenditures in this fund. The \$50,000 allocated to account #825596 is designated for any major maintenance projects that may arise throughout the year near Town Center.

| Account#                                 | Account                         | FY2024<br>Final Actual | FY2025<br>Amended<br>Budget | FY2025<br>Projected<br>Actual | FY2026<br>Adopted<br>Budget |
|--|---------------------------------|------------------------|-----------------------------|-------------------------------|-----------------------------|
| <b>Estimated Beginning Fund Balance:</b> |                                 | \$ 137,202             | \$ 117,926                  | \$ 117,926                    | \$ 145,152                  |
| <b>Revenues</b>                          |                                 |                        |                             |                               |                             |
| 800480                                   | Interest Income                 | \$ 6,709               | \$ 3,000                    | \$ 4,855                      | \$ 3,500                    |
| 800482a                                  | Lease Revenue -Okie's Yardhouse | \$ 48,000              | \$ 48,000                   | \$ 48,000                     | \$ 48,000                   |
| <b>Total Revenues</b>                    |                                 | \$ 54,709              | \$ 51,000                   | \$ 52,855                     | \$ 51,500                   |
| <b>Expenditures -Plaza Ten 06</b>        |                                 |                        |                             |                               |                             |
| 825521                                   | Utilities                       | \$ 2,156               | \$ 2,500                    | \$ 1,595                      | \$ 1,750                    |
| 825528                                   | Insurance & Bonds               | \$ -                   | \$ 1,000                    | \$ -                          | \$ 1,000                    |
| 825546                                   | Other Contractual Services      | \$ 4,726               | \$ 15,000                   | \$ 13,270                     | \$ 5,000                    |
| 825546a                                  | Legal Expense                   | \$ 1,127               | \$ 5,000                    | \$ 3,000                      | \$ 500                      |
| 825546b                                  | Administrative Support Services | \$ 6,000               | \$ 6,000                    | \$ 6,000                      | \$ 6,000                    |
| 825555                                   | Other Misc. Supplies            | \$ -                   | \$ 5,100                    | \$ 1,764                      | \$ 5,000                    |
| 825590                                   | Capital Outlay-Okie's Pathway   | \$ 24,407              | \$ -                        | \$ -                          | \$ -                        |
| 825590b                                  | Capital Outlay -Replace Lights  | \$ 35,569              | \$ -                        | \$ -                          | \$ -                        |
| 825596                                   | Other Improvements              | \$ -                   | \$ -                        | \$ -                          | \$ 50,000                   |
| <b>Total Expenditures -Plaza Ten 06</b>  |                                 | \$ 73,985              | \$ 34,600                   | \$ 25,629                     | \$ 69,250                   |
| <b>Revenues Less Expenditures</b>        |                                 | \$ (19,276)            | \$ 16,400                   | \$ 27,226                     | \$ (17,750)                 |
| <b>Estimated Ending Fund Balance:</b>    |                                 | \$ 117,926             | \$ 134,326                  | \$ 145,152                    | \$ 127,402                  |



## PLAZA TEN 06 CORPORATION

### REVENUES BY CATEGORY

| Category              | FY 2024<br>Final Actual | FY 2025<br>Amended<br>Budget | FY 2025<br>Projected<br>Actual | FY 2026<br>Adopted<br>Budget |
|-----------------------|-------------------------|------------------------------|--------------------------------|------------------------------|
| Miscellaneous Revenue | \$ 54,709               | \$ 51,000                    | \$ 52,855                      | \$ 51,500                    |
| <b>TOTAL</b>          | <b>\$ 54,709</b>        | <b>\$ 51,000</b>             | <b>\$ 52,855</b>               | <b>\$ 51,500</b>             |

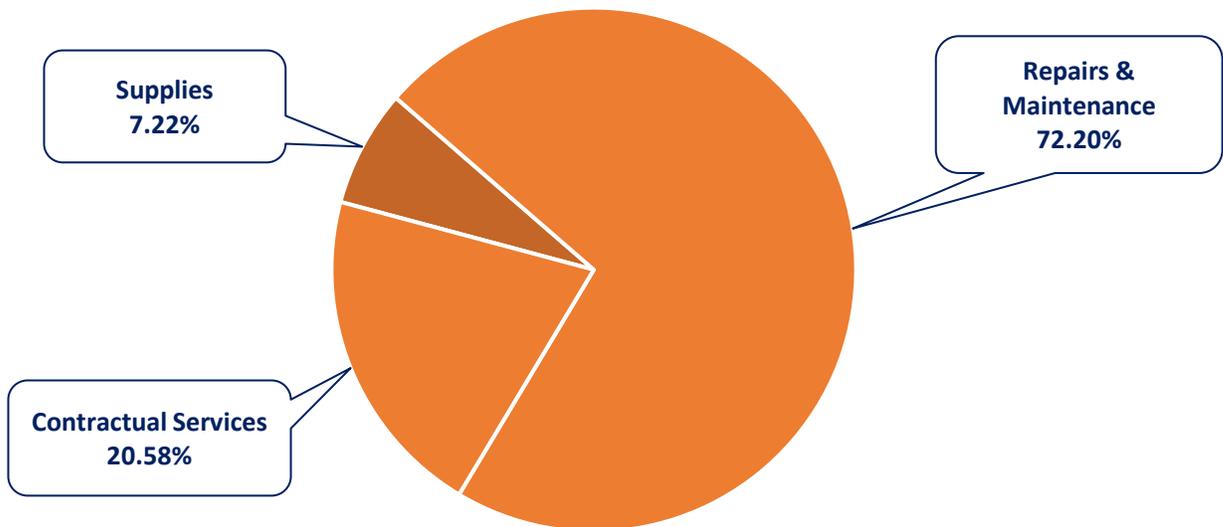




## PLAZA TEN 06 CORPORATION

### EXPENDITURES BY CATEGORY

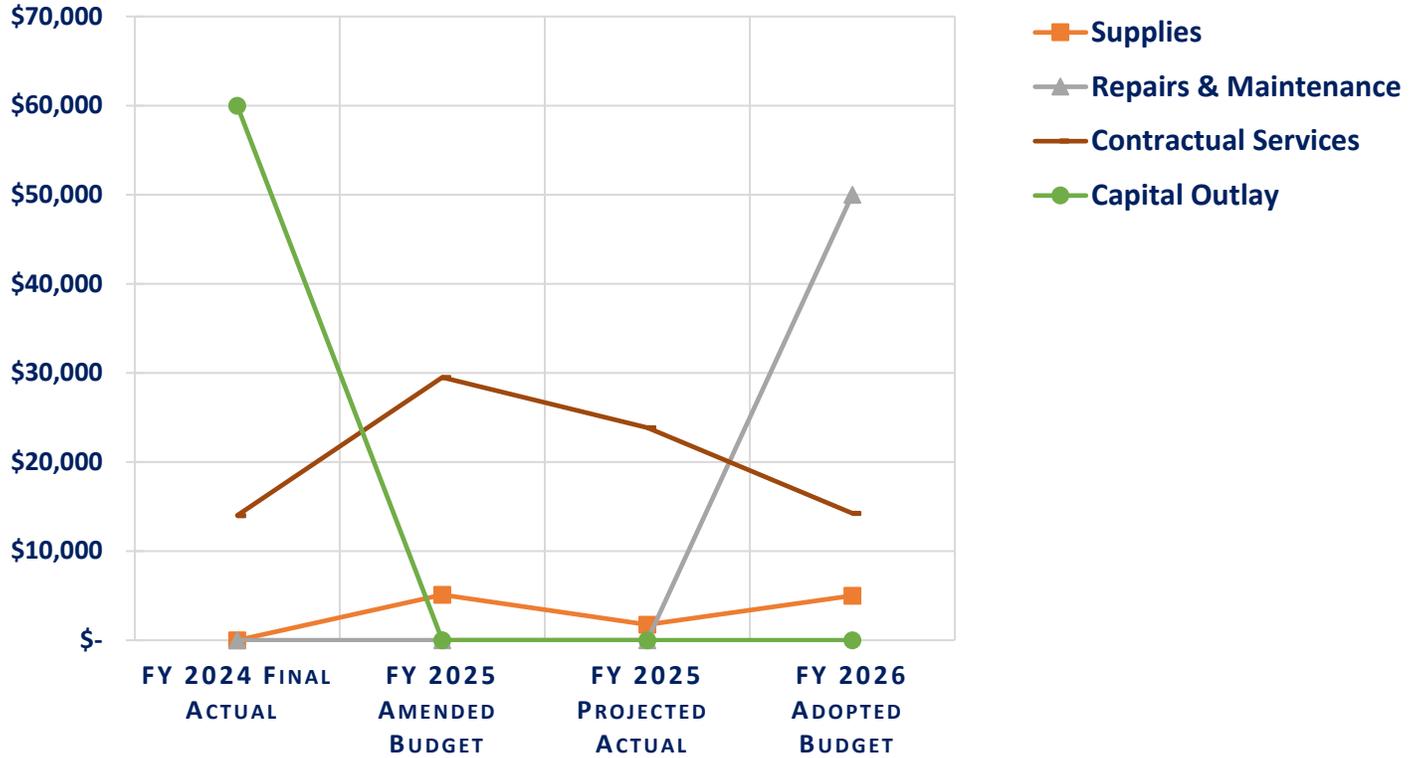
| Category              | FY 2024<br>Final Actual | FY 2025<br>Amended<br>Budget | FY 2025<br>Projected<br>Actual | FY 2026<br>Adopted<br>Budget |
|-----------------------|-------------------------|------------------------------|--------------------------------|------------------------------|
| Supplies              | \$ -                    | \$ 5,100                     | \$ 1,764                       | \$ 5,000                     |
| Repairs & Maintenance | \$ -                    | \$ -                         | \$ -                           | \$ 50,000                    |
| Contractual Services  | \$ 14,009               | \$ 29,500                    | \$ 23,865                      | \$ 14,250                    |
| Capital Outlay        | \$ 59,976               | \$ -                         | \$ -                           | \$ -                         |
| <b>TOTAL</b>          | <b>\$ 73,985</b>        | <b>\$ 34,600</b>             | <b>\$ 25,629</b>               | <b>\$ 69,250</b>             |





## PLAZA TEN 06 CORPORATION

### HISTORICAL EXPENDITURES BY CATEGORY





## ECONOMIC DEVELOPMENT CORPORATION (EDC)

### DESCRIPTION

The EDC was developed by the city after the voters approved an additional sales tax. The corporation was created under the Texas Development Corporation Act of 1979 which allows City's to collect sales tax for the purpose of promoting, assisting, and enhancing economic and development activities on behalf of the city. The Board of Directors are appointed by and serve at the discretion of the City Council. City Council approval is required for annual budgets and bonded debt issuance. In the event of dissolution, net position of the EDC shall be conveyed to the City.

### BUDGET HIGHLIGHTS

- **926521-Administrative Support Services** -Support services contract with the City for EDC's administrative needs. -\$1,500/month (\$18,000 annual)
- **926525-Public Relations/Marketing** -Bay Area Houston CVB membership -\$15,000
- **926525-Public Relations/Marketing** -Marketing for CLS Businesses -\$15,000, Breakfast/Happy Hour with Businesses -\$5,000, CLS Town Fair -Shop CLS -\$2,000, Mural -Fence @ East Parking Lot -\$3,000.
- **926541-Concert Series** -Provide funding for six Jammin on Jarboe concerts beginning April 2026 through September 2026, as well as security at the events -\$240 per concert.
- **926595f-Shell Bottom Ramp Project** -This is the EDC's major project, which has been in progress since 2018. Delays were primarily attributed to complications with the Texas Parks and Wildlife Boating Access Grant. Initially, the grant was intended to cover 75% of the project's cost, with the EDC responsible for the remaining 25%. However, during fiscal year 2025, we were informed that the State had allocated a direct funding item in its budget to cover the majority of the project expenses.  
  
The total estimated cost of the project is \$903,000, with the State's portion amounting to \$850,000 and the remaining \$53,000 funded by the grant. The bid package is scheduled for release in October 2025, and the contract award will take place in November 2025. Construction is set to begin in January 2026 and is expected to be completed by April 2026.
- **926595g-Wayfinding Signage -City Entry** -Signage to promote the city and raise awareness of the island and its amenities.
- **926596-True North Marine 380 Agreement** -True North Marine receives a rebate on sales tax paid on sales exceeding \$2.5 million for the period August 2024 – July 2025. FY26 represents the sixth year of the agreement, and the rebate amount will be 25% of the sales tax paid on taxable sales exceeding \$2.5 million.
- **926604-Transfer to General Fund** -Transfer of funds to the General Fund to cover the principal payment on the McVaney (Paint & Body Shop) property purchase. FY26 will be the fourth of six installment payments.



**ECONOMIC DEVELOPMENT CORPORATION (EDC)**

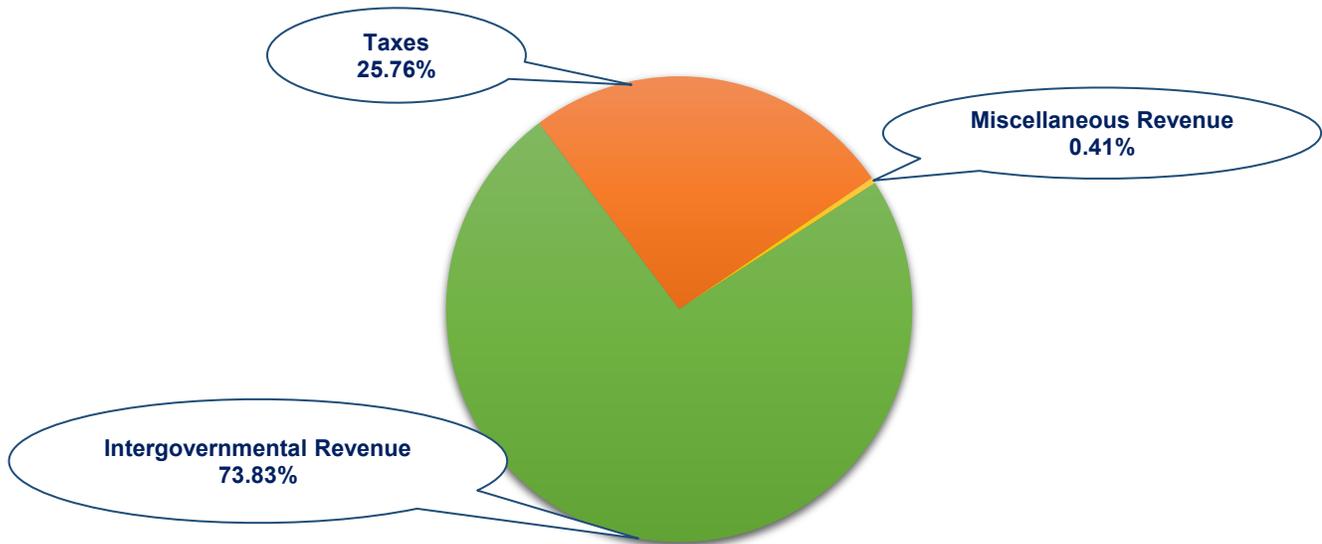
| Account#                                 | Account                           | FY2024<br>Final Actual | FY2025<br>Amended<br>Budget | FY2025<br>Projected<br>Actual | FY2026<br>Adopted<br>Budget |
|--|-----------------------------------|------------------------|-----------------------------|-------------------------------|-----------------------------|
| <b>Estimated Beginning Fund Balance:</b> |                                   | <b>\$ 963,893</b>      | <b>\$ 911,143</b>           | <b>\$ 911,143</b>             | <b>\$ 561,167</b>           |
| <b>Revenues</b>                          |                                   |                        |                             |                               |                             |
| 900406                                   | Sales Tax                         | \$ 322,295             | \$ 300,000                  | \$ 353,623                    | \$ 315,000                  |
| 900480                                   | Interest Income                   | \$ 43,074              | \$ 20,000                   | \$ 24,923                     | \$ 5,000                    |
| 900485                                   | TPWD-Shell Bottom Grant           | \$ 6,537               | \$ -                        | \$ 912                        | \$ 53,000                   |
| 900485a                                  | Contributions -State of Texas     | \$ -                   | \$ -                        | \$ -                          | \$ 850,000                  |
| <b>Total Revenues</b>                    |                                   | <b>\$ 371,907</b>      | <b>\$ 320,000</b>           | <b>\$ 379,458</b>             | <b>\$1,223,000</b>          |
| <b>Expenditures -EDC</b>                 |                                   |                        |                             |                               |                             |
| 926521                                   | Administrative Support Services   | \$ 18,000              | \$ 18,000                   | \$ 18,000                     | \$ 18,000                   |
| 926522                                   | Dues, Memberships & Subscript.    | \$ 4,500               | \$ 4,500                    | \$ 4,500                      | \$ 4,500                    |
| 926525                                   | Public Relations/Marketing        | \$ 21,678              | \$ 30,000                   | \$ 15,901                     | \$ 25,000                   |
| 926532                                   | Travel & Training                 | \$ 800                 | \$ 1,500                    | \$ 800                        | \$ 1,000                    |
| 926541                                   | Concert Series                    | \$ 11,680              | \$ 15,000                   | \$ 9,940                      | \$ 12,500                   |
| 926546                                   | Other Contractual Services        | \$ 5,261               | \$ 10,000                   | \$ 3,331                      | \$ 5,000                    |
| 926546a                                  | Legal Services                    | \$ 3,988               | \$ 5,000                    | \$ 5,287                      | \$ 5,000                    |
| 926554                                   | Printed Materials                 | \$ 965                 | \$ 1,000                    | \$ 1,102                      | \$ 1,000                    |
| 926595                                   | Other Infrastructure Improvements | \$ -                   | \$ 100,000                  | \$ -                          | \$ -                        |
| 926595e                                  | CLR Public Parking-West           | \$ 166,387             | \$ -                        | \$ -                          | \$ -                        |
| 926595h                                  | CLR Public Parking-East           | \$ 104,004             | \$ 598,600                  | \$ 618,657                    | \$ -                        |
| 926595f                                  | Shell Bottom Ramp (TPWD Grant)    | \$ 36,745              | \$ -                        | \$ 1,216                      | \$ 903,000                  |
| 926595g                                  | Wayfinding Signage-City Entry     | \$ -                   | \$ -                        | \$ -                          | \$ 30,000                   |
| 926596                                   | True North Marine 380 Agreement   | \$ 649                 | \$ 1,500                    | \$ 700                        | \$ 1,000                    |
| 926604                                   | Transfer to General Fund          | \$ 50,000              | \$ 50,000                   | \$ 50,000                     | \$ 50,000                   |
| <b>Total Expenditures -EDC</b>           |                                   | <b>\$ 424,656</b>      | <b>\$ 835,100</b>           | <b>\$ 729,434</b>             | <b>\$ 1,056,000</b>         |
| <b>Revenues Less Expenditures</b>        |                                   | <b>\$ (52,750)</b>     | <b>\$ (515,100)</b>         | <b>\$ (349,976)</b>           | <b>\$ 167,000</b>           |
| <b>Estimated Ending Fund Balance:</b>    |                                   | <b>\$ 911,143</b>      | <b>\$ 396,043</b>           | <b>\$ 561,167</b>             | <b>\$ 728,167</b>           |



## ECONOMIC DEVELOPMENT CORPORATION (EDC)

### REVENUES BY CATEGORY

| Category                  | FY 2024<br>Final Actual | FY 2025<br>Amended<br>Budget | FY 2025<br>Projected<br>Actual | FY 2026<br>Adopted<br>Budget |
|---------------------------|-------------------------|------------------------------|--------------------------------|------------------------------|
| Taxes                     | \$ 322,295              | \$ 300,000                   | \$ 353,623                     | \$ 315,000                   |
| Miscellaneous Revenue     | \$ 43,074               | \$ 20,000                    | \$ 24,923                      | \$ 5,000                     |
| Intergovernmental Revenue | \$ 6,537                | \$ -                         | \$ 912                         | \$ 903,000                   |
| <b>TOTAL</b>              | <b>\$ 371,907</b>       | <b>\$ 320,000</b>            | <b>\$ 379,458</b>              | <b>\$ 1,223,000</b>          |

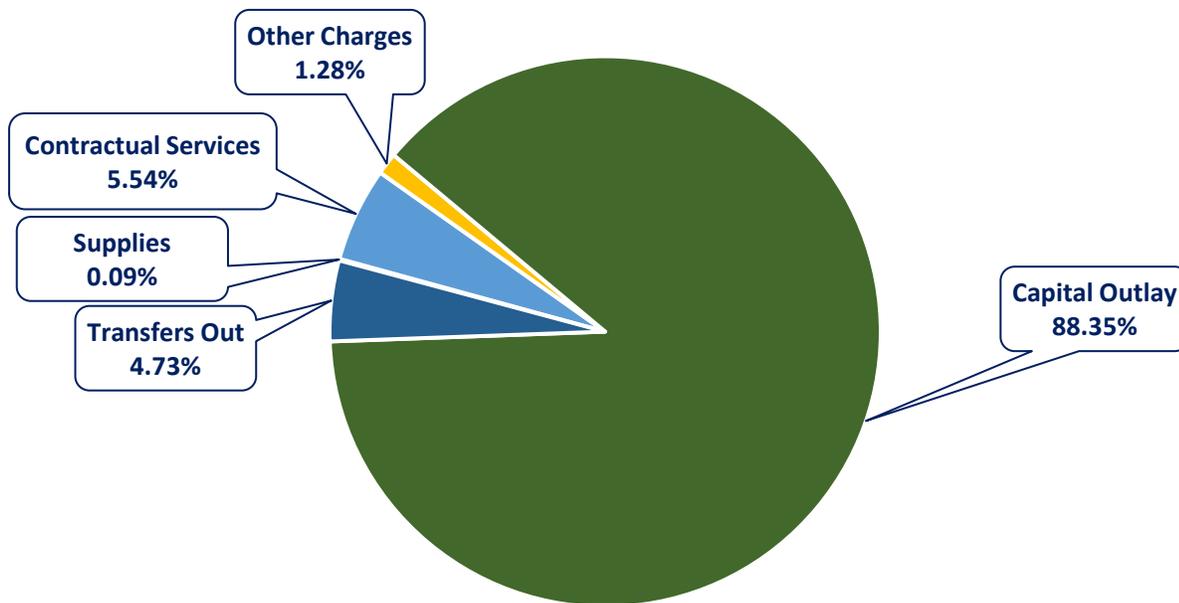




## ECONOMIC DEVELOPMENT CORPORATION (EDC)

### EXPENDITURES BY CATEGORY

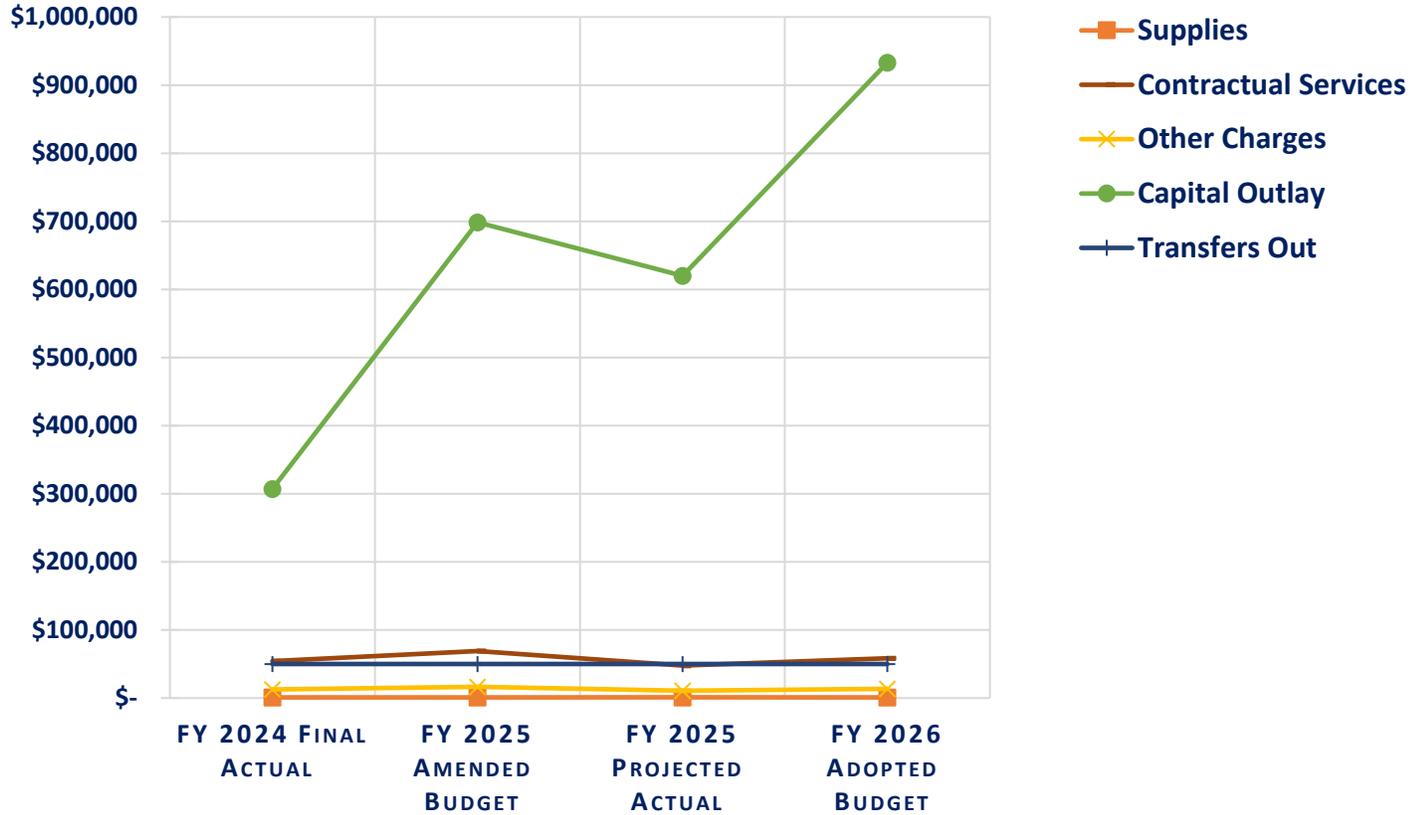
| Category             | FY 2024<br>Final Actual | FY 2025<br>Amended<br>Budget | FY 2025<br>Projected<br>Actual | FY 2026<br>Adopted<br>Budget |
|----------------------|-------------------------|------------------------------|--------------------------------|------------------------------|
| Supplies             | \$ 965                  | \$ 1,000                     | \$ 1,102                       | \$ 1,000                     |
| Contractual Services | \$ 54,075               | \$ 69,000                    | \$ 47,719                      | \$ 58,500                    |
| Other Charges        | \$ 12,480               | \$ 16,500                    | \$ 10,740                      | \$ 13,500                    |
| Capital Outlay       | \$ 307,136              | \$ 698,600                   | \$ 619,873                     | \$ 933,000                   |
| Transfers Out        | \$ 50,000               | \$ 50,000                    | \$ 50,000                      | \$ 50,000                    |
| <b>TOTAL</b>         | <b>\$ 424,656</b>       | <b>\$ 835,100</b>            | <b>\$ 729,434</b>              | <b>\$ 1,056,000</b>          |





## ECONOMIC DEVELOPMENT CORPORATION (EDC)

### HISTORICAL EXPENDITURES BY CATEGORY



# City of Clear Lake Shores

FY26

Budget

## Appendix



ORDINANCE 2025-06

AN ORDINANCE MAKING APPROPRIATIONS FOR THE SUPPORT OF THE CITY OF CLEAR LAKE SHORES, TEXAS FOR THE FISCAL YEAR BEGINNING OCTOBER 1, 2025, AND ENDING SEPTEMBER 30, 2026; APPROPRIATING MONEY TO THE VARIOUS FUNDS OF THE CITY, ADOPTING THE ANNUAL BUDGET FOR THE CITY OF CLEAR LAKE SHORES, TEXAS; AUTHORIZING THE CITY ADMINISTRATOR TO TAKE CERTAIN ADMINISTRATIVE ACTIONS REGARDING THE BUDGET.

\*\*\*\*\*

**WHEREAS**, the City Council of the City of Clear Lake Shores, Texas has reviewed the proposed budget as appended, for the fiscal year beginning October 1, 2025 and ending September 30, 2026 which was duly presented to the City Council by the City Administrator and held a public hearing thereon as required by state law, notice of which was published in the Galveston Daily News on September 3, 2025 and said public hearing was held in accordance with said notice;

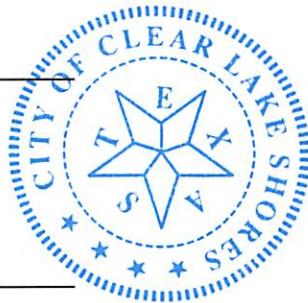
**NOW, THEREFORE, BE IT ORDAINED BY THE CITY COUNCIL OF THE CITY OF CLEAR LAKE SHORES, TEXAS, that:**

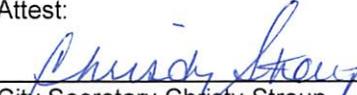
SECTION 1. The appropriations for the fiscal year beginning October 1, 2025 and ending on September 30, 2026 for the support of the government of the City of Clear Lake Shores, Texas be and the same are hereby fixed and determined for said terms in accordance with the expenditures shown in the City's Fiscal Year Budget Summary;

SECTION 2. The budget is hereby approved in all respects and is hereby adopted as the City's Budget for the fiscal year beginning October 1, 2025 and ending September 30, 2026.

PASSED AND APPROVED THIS THE 16 day of September 2025.

  
\_\_\_\_\_  
Mayor Randy Chronister



Attest:  
  
\_\_\_\_\_  
City Secretary Christy Stroup



## BUDGET GLOSSARY

**ACCRUAL ACCOUNTING** - The method of accounting under which revenues are recorded when they are earned (whether or not cash is received at the time), and expenditures are recorded when goods and services are received (whether or not cash disbursements are made at that time).

**APPROPRIATION** – Authorization granted by a legislative body (City Council) to incur obligations for specific purposes. An appropriation is limited in amount to the time it may be expended.

**ASSETS** – Property owned by the city government, which has monetary value.

**BALANCED BUDGET** – A balanced budget occurs when the total sum of money a government collects in a year is equal to the amount it spends on goods, services, and debt interest.

**BUDGET** – A plan of financial operation embodying an estimate of proposed expenditures for a given period, and the proposed means of financing them.

**BUDGET CALENDAR** – The schedule of key dates which the City Council follows in the presentation and adoption of the budget.

**BUDGET ORDINANCE** – The official enactment by the City Council establishing the legal authority for officials to obligate and expend resources.

**BUDGETARY ACCOUNTS** – Those accounts necessary to reflect budget operations and conditions, such as estimated revenues, appropriations, and encumbrances, as distinguished from proprietary accounts.

**BUDGETARY CONTROL** – The control or management of the city affairs in accordance with an approved budget, with a view toward keeping expenditures within the authorized amount.

**CAPITAL IMPROVEMENTS PROGRAM** – A plan for capital expenditures to be incurred each year over a fixed period of several future years setting forth each capital project, identifying the expected beginning and ending date for each project, the amount and the method of financing.

**CAPITAL OUTLAY** – An expenditure that results in the acquisition of fixed assets or additions to fixed assets, which is presumed to have benefits for more than one year. Includes expenditures for land or existing buildings, improvements of grounds, construction of buildings, additions to buildings, remodeling of buildings, and major fixed or movable equipment costing more than \$5,000 per unit or set.

**CAPITAL PROJECT FUND** – The fund used to record resources and expenditures for the acquisition and improvement of sites, for acquisition, construction, equipping, and renovation of plant assets and for the purchase of fixed or movable equipment.

**CHART OF ACCOUNTS** – The classification system used by a city to organize the accounting for various funds.

**CONTINGENCY** – Funds that are not earmarked for a specific purpose and may be used for emergency expenditures or to make up cost overruns during a budget year.

**CURRENT ASSETS** – Cash and other assets that are available to be used in operations within the next twelve months.



## BUDGET GLOSSARY

**CURRENT LIABILITIES** – Short-term liabilities whose liquidation is reasonably expected to require the use of assets or the creation of additional liabilities within the next twelve months.

**DEBT** – An obligation resulting from borrowing of money or from the purchase of goods or services.

**DEFICIT** – The excess of the obligations of a fund over the fund's resources.

**DEPRECIATION** – The periodic expiration of a plant asset's useful life. There are several methods for computing depreciation. Straight line, which is the most common, divides the value of the asset at acquisition by its estimated useful life. This amount is then charged to expense until the asset is fully depreciated.

**ENCUMBRANCES** – Commitments related to unperformed contracts for goods and services used in budgeting. Encumbrances are not expenditures or liabilities but represent the estimated amount of expenditures ultimately to result if unperformed contracts in process are completed.

**EXPENDITURES** – (Used for General Fund Types) Total charges incurred, whether paid or unpaid, which are assumed to benefit the current fiscal year.

**EXPENSES** – (Used for Non-General Fund Types) The cost of goods or services incurred in the operation which cannot be charged to asset accounts.

**FISCAL YEAR** – A twelve-month period of time to which the annual budget applies and at the end of which a city determines its financial position and results of operations.

**FUND** – An independent fiscal and accounting entity with a self-balancing set of accounts recording cash and/or other resources, together with all related liabilities, obligations, and equities which are segregated for the purposes of carrying on specific activities or attaining certain objectives.

**FUND BALANCE** – The difference between governmental fund assets and liabilities.

**GAAP** – An acronym for Generally Accepted Accounting Principles. GAAP provides uniform minimum standards and guidelines for financial accounting and reporting. They govern the form and content of the financial statements of an entity. GAAP encompasses the conventions, rules and procedures necessary to define accepted accounting practice at a particular time. They include not only broad guidelines of general application, but also detailed practices and procedures. GAAP provides a standard by which to measure financial presentations. The primary authoritative body on the application of GAAP to state and local governments is GASB (Government Accounting Standards Board).

**GFOA** – An acronym for the Government Finance Officers Association.

**GENERAL FUND** – The fund that is available for any legal authorized purpose and which is therefore used to account for all activities except those required to be accounted for in another fund. The General Fund is used to finance the ordinary operations of the governmental unit.

**GOVERNMENTAL FUND** – A fund established to account for the sources, uses and balances of a government's expendable "general government" financial resources (and the related current liabilities). Examples include the General, Special Revenue, Capital Projects and Debt Service Funds.



## BUDGET GLOSSARY

**GRANT** – A contribution by one governmental unit to another. The contribution is usually made to aid in the support of a specified function.

**INCOME** – This term is used in accounting for governmental enterprises and represents the excess of the revenues earned over the expenses incurred for carrying on particular phases of an enterprise's activities. The excess of the total revenues over the total expenses of the utility for a particular accounting period is called "net income".

**INTERFUND TRANSFERS** – Transfer among funds. These are utilized to track items for management purposes. They represent "double counting" and therefore, are subtracted when computing a net operating budget.

**MODIFIED ACCRUAL** – The method of accounting under which revenues are recognized when they are both measurable and available to finance expenditures of the current period. Expenditures are recognized when the liability is incurred.

**NON-OPERATING INCOME** – Income of governmental enterprises of a business character which is not derived from the operation of such enterprises. An example is interest on investments or on bank deposits.

**OPERATING BUDGET** – Plans of current expenditures and the proposed means of financing them. The annual operating budget is the primary means by which most of the financing acquisition, spending, and service delivery activities of a government are controlled. The use of annual operating budgets is usually required by law. Even when not required by law, however, annual operating budgets are essential to sound financial management and should be adopted by every government.

**OPERATING EXPENSES** – As used in the accounts of governmental enterprises of a business character, the term means such costs that are necessary to the maintenance of the enterprise, the rendering of services for which operated, the sale of merchandise, the production and disposition of commodities produced, and the collection of the revenues.

**OTHER FINANCIAL SOURCES** – Governmental fund general long-term debt proceeds, operating transfers-in and material proceeds of fixed asset dispositions. Such amounts are classified separately from revenues.

**OTHER FINANCIAL USES** – Governmental fund operating transfers-out. Such amounts are classified separately from expenditures.

**PERSONAL SERVICES** – Costs related to compensating employees including salaries, wages and benefit costs.

**REVENUE** – An increase in (source of) fund financial resources other than from interfund transfers or debt issue proceeds.

**REVENUE SHARING** – Federal and State money allocated to local governments.

**SOURCE OF WORKING CAPITAL** – A transaction that results in the net increase in working capital.

**WORKING CAPITAL** – The amount by which total current assets exceed total current liabilities.