

**City of Amarillo, Texas**  
**City Council Regular Meeting**  
**April 14, 2026**

Cole Stanley, Mayor  
Tim Reid, Councilmember Place 1  
Don Tipps, Councilmember Place 2  
David Prescott, Councilmember Place 3  
Les Simpson, Councilmember Place 4



Grayson Path, City Manager  
Bryan McWilliams, City Attorney  
Stephanie Coggins, City Secretary

<http://www.amarillo.gov>

Amarillo City Hall, Council Chamber, 623 S. Johnson, Third Floor, Amarillo, Texas

Amarillo City Hall is accessible to individuals with disabilities through its main entry on the west side (623 South Johnson Street) of the building at the main entrance. Access ramps leading to the main entry are located to the north and south of the main entry. Parking spaces for individuals with disabilities are available in the west parking lot. City Hall is equipped with restroom facilities, communications equipment, and elevators that are accessible. Individuals with disabilities who require special accommodations, or a sign language interpreter must contact the City Secretary's Office 48 hours prior to meeting time by telephoning 378-3013 or the City TDD number at 378-4229.

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Please note: The City Council may take up items out of the order shown on any Agenda. The City Council reserves the right to discuss all or part of any item in an executive session at any time during a meeting or work session, as necessary and allowed by state law. The City Attorney's Office has reviewed the agenda and is of the opinion that all items noticed therein described for open and/or closed session comply with the Texas Open Meetings Act ("Act") and that this opinion may be relied upon by City officials for all purposes, including but not limited to, Section 551.144 of the Act as amended. Votes or final decisions are made only in open Regular or Special meetings, not in either a work session or executive session.

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**1:00 PM - City Council convenes in City Council Chamber and immediately recesses into Executive Session.**

**1. Executive Session**

**1.1.** Section 551.087 - Discussion regarding commercial or financial information received from a business prospect and/or to deliberate the offer of a financial or other incentive to a business prospect:

**1.1.1.** Project #TIRZ1-2501 (Hospitality)

**Adjourn from Executive Session**

**3:00 PM - City Council continues in Open Session in City Council Chambers.**

**2. Ceremonial Items**

**2.1.** Invocation

2.2. Pledge of Allegiance

2.3. The Texas Pledge

2.4. Proclamation: "Alcohol Awareness Month"

2.5. Proclamation: "Child Abuse Prevention Awareness Month"

2.6. Proclamation: "Week of the Young Child"

2.7. Proclamation: "National Telecommunicators Week"

### Call to Order

### 3. Announcements

4. **Public Comment - The public will be permitted to offer public comment on agenda items and items related to City business. Citizens interested in commenting may sign up online at <https://www.amarillo.gov/city-secretary/public-comment-registration-form/>, by calling the City Secretary's office at (806) 378-3014, or in person in Room 3500 of City Hall, 623 S. Johnson. Citizens should sign up at least 15 minutes prior to the scheduled meeting start time.**

5. **Consent Agenda - It is recommended that the following items be approved and that the City Manager be authorized to execute all documents necessary for each transaction. The following items may be acted upon by one motion. No separate discussion or action on any of the items is necessary unless desired by a Councilmember, in which event the item shall be considered in its normal sequence, after the items not requiring separate discussion have been acted upon by a single motion.**

5.1. **Consider Approval of Minutes.** This item considers approval of the minutes for the following meetings:

- City Council regular meeting held on March 24, 2026
- City Council special meeting held on March 27, 2026

(Stephanie Coggins, City Secretary)

5.2. **Consideration of Ordinance No. 8241.** This item is the second and final reading and consideration of an ordinance adopting budget amendments pertaining to the fiscal year 2024-2025 budget and providing an effective date. These are budget amendments to the previous

Fiscal Year budget for the period from October 1, 2024 to September 30, 2025. (Katrina Owens, Interim Chief Financial Officer)

- 5.3. Consideration of Ordinance No. 8242.** This item is a second and final reading of an ordinance to consider the rezoning of a 2.63 acre tract of land, being all of Lots 6 through 10, Block 153, and Lots 1 through 5, Block 154, plus vacated public rights-of-way, all in Plemons's Addition, an addition to the City of Amarillo, in Section 170, Block 2, A.B.& M. Survey, Potter County, Texas, plus one-half of all bounding streets, alleys, and public ways, to change from Multiple Family District 2 to Central Business District. (VICINITY: S. Harrison St. & SW 12th Ave.; APPLICANT/S: OJD Engineering, LLC for First Presbyterian Church) (Brady Kendrick, Senior Planner)
- 5.4. Consideration of Resolution No. 03-24-26-1.** This item is a second and final reading of a resolution considering the acceptance, placement, and public display of a donated "66 Stories from Route 66" mural to be installed on City property. (Stephanie Coggins, City Secretary)
- 5.5. Consideration of Resolution No. 03-24-26-2.** This item is the second and final reading and consideration of a resolution dissolving and abandoning the dedication of an unaccepted public street to the City of Amarillo, conveying the right-of-way to adjacent property owners and dedicating a water line easement to the City of Amarillo; the right-of-way being dissolved include Southeast 28th Avenue located between Lot 6, Block 8, and Lot 1, Block 9, Glenwood Addition, an addition to the City of Amarillo, in Section 154, Block 2, A.B.& M. Survey, Potter County, Texas. (VICINITY: SE 28th Ave. & Olive St.; APPLICANT/S: AMTEX Liquid Waste Processing, LLC) (Brady Kendrick, Senior Planner)
- 5.6. Consideration of Resolution No. 03-24-26-3.** This item is the second and final reading to consider a resolution suspending for 45 days the effective date proposed by Atmos Energy-West Texas Division (Atmos-WTX) in its application filed on or about February 20, 2026, pursuant to section 104.301 of the Gas Utility Regulatory Act. (Katrina Owens, Interim Chief Financial Officer)
- 5.7. Consider Award - Fire Apparatus Auto Parts Supply Agreement.** This item considers the award of a supply agreement for the purchase of automotive parts for Ferrara fleet apparatus, to be used by Amarillo Fire Department. The majority of the department's apparatus are Ferrara units, making access to OEM replacement parts necessary for maintaining operational readiness and reliability.  
**Award to:** Safe Industries  
**Amount:** \$218,500.00  
**Funding Source:** General fund revenues  
**Is the item budgeted?** Yes (Jacob Oehlert, Deputy Fire Chief)
- 5.8. Consider Award - Renewal of the Official City Branding Apparel Contract.** This item considers approval of the renewal of the remaining two one-year renewal options for the existing apparel contract. This agreement provides application of City of Amarillo logos,

professional polos, and athletic uniforms, non-sworn uniforms and high visibility safety gear.

**Award to:** The Great Armadillo Printing Co.

**Amount:** Not to Exceed based on usage \$300,000.00 (\$150,000 per year)

**Funding Source:** Various funds based on departmental usage

**Is the item budgeted?** Yes (Michael Lindley, Purchasing Manager)

- 5.9. Consider Award - Airfield Aerial Pre-Emergent Spraying.** This item considers the award of a five-year contract to spray pre-emergent chemicals on airfield grassy areas at the Rick Husband Amarillo International Airport. This spraying will reduce seed-bearing vegetation that attracts wildlife, reduce the threat of bird strikes, and increase safety.

**Award to:** S&D Spraying Service

**Amount:** \$212,950.00

**Funding Source:** State grant funding (Texas Department of Transportation Ramp Grant)

**Is the item budgeted?** Yes (Michael Conner, Director of Aviation)

- 5.10. Consider Ratification - Emergency Award for Blower Repairs to Hollywood Road Wastewater Treatment Facility.** This item considers the award of a contract to repair the variable frequency drive on blower #2 at the Hollywood Road Wastewater Treatment Facility (WWTF). City staff proceeded with an emergency procurement of this award to prevent operational disruptions and regulatory compliance issues. The City Council is now being asked to ratify the emergency purchase made to repair and return blower #2 to service at the Hollywood Road WWTF.

**Award to:** Austin Armature Works (Buyboard #770-25)

**Amount:** \$103,596.00

**Funding Source:** Water and sewer fund revenues (CIP #PRJ-523225)

**Is the item budgeted?** Yes (William Johnson, Interim Director of Utilities)

- 5.11. Consider Award - Water Recirculation System for the East Dissolved Air Flotation Tank at River Road Wastewater Treatment Facility.** This item considers the award of the purchase and installation of a water recirculation system for the East Dissolved Air Flotation (DAF) tank at the River Road Wastewater Treatment Facility.

**Award to:** Zone Industries (Buyboard #672-22)

**Amount:** \$289,796.00

**Funding Source:** Water and Sewer revenue Fund

**Is the item budgeted?** Yes (William Johnson, Interim Director of Utilities)

- 5.12. Consider Purchase - Belt Press Replacement Rollers for Hollywood Road.** This item considers the purchase of replacement rollers for the belt press at the Hollywood Road Wastewater Treatment Facility.

**Award to:** Komline Sanderson

**Amount:** \$259,868.00.

**Funding Source:** Water and sewer fund revenues (CIP #0000177)

**Is the item budgeted?** Yes

**6. Discussion Items - City Council will discuss or receive reports on the following current matters or projects:**

6.1. Presentation of Water & Wastewater Rate Study

6.2. Streaming of Board and Commission Meetings

6.3. Construction-in-Progress (CIP) Report Update (Cole Stanley, Mayor)

6.4. Request future agenda items and reports from City Manager

**7. Non Consent Agenda**

**7.1. Public Hearing and Consideration of Ordinance No. 8243.** This item is a public hearing and first reading of an ordinance considering the rezoning of Lots 1 through 3 and 9 through 12, Block 46, Amended Plat of San Jacinto Heights Addition, an addition to the City of Amarillo, in Section 225, Block 2, A.B.& M. Survey, Potter County, Texas, plus one-half of all bounding streets, alleys, and public ways, to change from Residential District 3 to Residential District 3 with Specific Use Permit 209 for a Daycare facility. (VICINITY: SW 5th Ave. & S. Alabama St.; APPLICANT/S: Yellow City Academy Land & Equipment LTD) (Brady Kendrick, Senior Planner)

**7.2. Public Hearing and Consideration of Ordinance No. 8244.** This item is a public hearing and first reading of an ordinance considering the rezoning of a 4.11-acre tract of unplatted land, located in Section 154, Block 2, A.B.& M. Survey, Randall County, Texas, plus one-half of all bounding streets, alleys, and public ways, to change from General Retail District and Residential District 3 with Specific Use Permit 2 to Multiple-Family District 2. (VICINITY: Ross St. & SE 34th Ave.; APPLICANT/S: Omer Sarig for The Llano Cemetery Association) (Brady Kendrick, Senior Planner)

**7.3. Public Hearing and Consideration of Ordinance No. 8245.** This item is a public hearing and first reading of an ordinance considering the rezoning of a 27.48-acre tract of unplatted land, located in Section 2, Block 9, B.S.& F. Survey, Randall County, Texas, plus one-half of all bounding streets, alleys, and public ways, to change from Agricultural District to Residential District 3. (VICINITY: S. Western St. & Beacon Rd.; APPLICANT/S: Furman Land Surveyors, Inc. for P DUB Land Holdings, LTD) (Brady Kendrick, Senior Planner)

**7.4. Consideration of Resolution No. 04-14-26-2.** This item is the first reading to consider a resolution directing and authorizing the city manager to study and develop cost recovery options for various city services in preparation for the Fiscal Year 2026/2027 budget. (Grayson Path, City Manager)

**7.5. Consideration of Resolution No. 04-14-26-3.** This item is the first and recommended final reading to consider a resolution authorizing an application to the Office of the Texas Department of Housing and Community Affairs (TDHCA) for the 2026 Continuing Award Application for the annual Emergency Solutions Grant (ESG). (Jason Riddlespurger, Managing Director of Community Development)

**7.6. Consider Award - Aircraft Rescue & Firefighting (ARFF) Simulator Hardware.** This item considers the award of a contract to provide the hardware for a live fire training simulator to be located near the fire training facility at the Rick Husband Amarillo International Airport. This simulator will replace the old simulator which fell out of Federal Aviation Administration (FAA) compliance several years ago. A separate contract will be established for the civil earthwork needed. The simulator will be used by AFD's ARFF staff, which is required to conduct annual recurrent ARFF training under FAA regulations.

**Award to:** Kirila Fire Training Facilities, Inc.

**Amount:** \$1,614,000.00

**Funding Source:** Federal grant funds (FAA AIP grant program) with any local match supported through airport fund revenues (CIP #540409)

**Is the item budgeted?** Yes (Michael Conner, Director of Aviation)

**7.7. Consider Award - Construction Services Contract for Osage Water Treatment Plant Chlorine System.** This item considers the award of a construction services contract for the chlorine system at Osage Water Treatment Plant.

**Award to:** Stolz Mechanical Contractors, LLC

**Amount:** \$4,950,000.00

**Funding Source:** Water and sewer fund revenues (CIP #523440)

**Is the item budgeted?** Yes (William Johnson, Interim Director of Utilities)

## Adjournment

Watch the meeting live: <http://amarillo.gov/city-hall/city-government/view-city-council-meetings>.

I certify that the above notice of meeting was posted on the electronic bulletin board at City Hall, 623 S. Johnson, Amarillo, Texas, and on the City website ([www.amarillo.gov](http://www.amarillo.gov)) at least three business days prior to the meeting date in accordance with the Open Meetings Laws of the State of Texas, Chapter 551, Texas Government Code.

/s/ Stephanie Coggins

Stephanie Coggins, City Secretary



## Agenda Transmittal Memo

**Date:** April 14, 2026

**Council Priority:** Communication

**Department:** City Secretary

**Contact Person:** Stephanie Coggins, City Secretary

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**Agenda Caption:** **Consider Approval of Minutes.** This item considers approval of the minutes for the following meetings:

- City Council regular meeting held on March 24, 2026
- City Council special meeting held on March 27, 2026

**Agenda Item Summary:** This item requests City Council approval of the minutes for the regular Amarillo City Council meeting held on March 24, 2026 and a special Amarillo City Council meeting held on March 27, 2026. Accurate minutes provide an official record of City Council proceedings and actions for public and administrative purposes.

**Requested Action:** Review the attached minutes for accuracy, propose any necessary corrections, and consider approval of the minutes as the official record of the respective meetings.

**Funding Summary:** Not applicable

**Purchasing Summary:** Not applicable

**Community Engagement Summary:** Once reviewed by City Council and approved in a regular meeting, minutes will be posted online to the City's Agenda and Minutes portal.

**Staff Recommendation:** Staff recommends that City Council review the minutes for accuracy, offer any revisions if needed, and approve the minutes.

**City of Amarillo, Texas**  
**City Council Regular Meeting**  
**March 24, 2026**

Cole Stanley, Mayor  
Tim Reid, Councilmember Place 1  
Don Tipps, Councilmember Place 2  
David Prescott, Councilmember Place 3  
Les Simpson, Councilmember Place 4



Grayson Path, City Manager  
Bryan McWilliams, City Attorney  
Stephanie Coggins, City Secretary

<http://www.amarillo.gov>

Amarillo City Hall, Council Chamber, 623 S. Johnson, Third Floor, Amarillo, Texas

**MINUTES**

**3:00 PM - City Council convenes in Open Session in City Council Chambers.**

The City Council of the City of Amarillo, Texas met at 3:00 PM on March 24, 2026 for a Regular Meeting held in Council Chamber, located on the third floor of City Hall at 623 South Johnson Street, Amarillo, Texas. Council convened at 3:03 PM with the following members and administrative staff present:

Mayor Cole Stanley  
Councilmember Tim Reid  
Councilmember Don Tipps  
Councilmember David Prescott  
Councilmember Les Simpson

Absent were none.

Also in attendance were the following administrative officials:

Grayson Path, City Manager  
Andrew Freeman, Deputy City Manager  
Rich Gagnon, Assistant City Manager  
Donny Hooper, Assistant City Manager  
Bryan McWilliams, City Attorney  
Stephanie Coggins, City Secretary

*Note: City Council addressed agenda items in the following order: 1.1-1.4; 2; 3; 4.1-4.17; 5.1-5.3, 6.1-6.7*

- *Item 6.2 was tabled to be taken up at a special meeting on March 27, 2026.*

**1. Ceremonial Items**

**1.1. Invocation**

Lesly Broadbent, with Polk Street United Methodist Church, led the invocation.

## 1.2. Pledge of Allegiance

The Pledge of Allegiance to the United States Flag was led by Mayor Stanley.

## 1.3. The Texas Pledge

The Pledge of Allegiance to the Texas Flag was led by Mayor Stanley.

## 1.4. Proclamation: "National Procurement Month"

A proclamation to recognize "National Procurement Month" was read by Councilmember Tipps and accepted by Mike Lindley, Purchasing Manager, and members of the City's purchasing team.

## Call to Order

The meeting was called to order at 3:03 p.m., immediately before taking up Agenda Item No. 1 Ceremonial Items.

## 2. Announcements

No announcements were made.

## 3. Public Comment - The public will be permitted to offer public comment on agenda items and items related to City business. Citizens interested in commenting may sign up online at <https://www.amarillo.gov/city-secretary/public-comment-registration-form/>, by calling the City Secretary's office at (806) 378-3014, or in person in Room 3500 of City Hall, 623 S. Johnson. Citizens should sign up at least 15 minutes prior to the scheduled meeting start time.

Mayor Stanley opened the public comment period. The following individuals spoke:

Darren and Melissa Jones	Resident
Kim Benson	Resident
Mike Fisher	Resident
Allen Finegold	Resident
John Adair	Resident

Mayor Stanley closed the public comment period.

The following individuals signed up to speak but did not present: Katherine Bell.

- 4. Consent Agenda - It is recommended that the following items be approved and that the City Manager be authorized to execute all documents necessary for each transaction. The following items may be acted upon by one motion. No separate discussion or action on any of the items is necessary unless desired by a Councilmember, in which event the item shall be considered in its normal sequence, after the items not requiring separate discussion have been acted upon by a single motion.**

Mayor Stanley introduced the Consent Agenda and asked if any items should be removed. Hearing no requests for removal, Mayor Stanley called for a motion to approve the Consent Agenda as presented.

Motion by Councilmember Simpson, seconded by Councilmember Tipps, to adopt consent agenda as presented.

Vote: 5 - 0 Motion Passed

Ayes: Cole Stanley, Tim Reid, Don Tipps, David Prescott, Les Simpson

Noes: None

Abstain: None

Absent: None

- 4.1. Consider Approval of Minutes.** This item considers approval of the minutes for the following meetings:

- City Council work session held on March 10, 2026
- City Council regular meeting held on March 10, 2026

(Stephanie Coggins, City Secretary)

- 4.2. Consideration of Ordinance No. 8238.** This item is a second and final reading of an ordinance considering a street name change request made by an adjoining property owner to change the name of Premiere Drive to Inspire Way. Premiere Drive is located on the west boundary of Starplex Cinema 16 Units 1 and 2, both additions to the City of Amarillo, in Section 32, Block 9, B.S.& F. Survey, Randall County, Texas. (VICINITY: Premiere Dr. & Hollywood Rd. (Loop 335); APPLICANT/S: Matt Griffith for Attebury Elevators, LLC) (Brady Kendrick, Senior Planner)

- 4.3. Consideration of Ordinance No. 8239.** This item is a second and final reading of an ordinance considering the rezoning of all of Lot 3, Block 1, Ben's Subdivision Unit No. 23, all of Lot 4B, Block 1, Ben's Subdivision Unit No. 35, and the western most 495 feet of the remaining portion of Lot 1, Block 1, Ben's Subdivision Unit No. 3 Replat, all additions to the City of Amarillo, in Section 5, Block 9, B.S.& F. Survey, Randall County, Texas, plus one-half of all bounding streets, alleys, and public ways, to change from General Retail District

and Heavy Commercial District to Light Commercial District. (VICINITY: Bell St. & Glenoak Ln.; APPLICANT/S: Matt Harris for B & H AG HOLDINGS LLC) (Brady Kendrick, Senior Planner)

**4.4. Consideration of Ordinance No. 8240.** This item is a second and final reading of an ordinance adopting the 2026 Standards of Care for recreational care programs administered by the Parks and Recreation Department as required by Texas Human Resources Code section 42.041 (b)(14); and providing an effective date. (Becki Dryer, Assistant Director of Parks and Recreation)

**4.5. Consideration of Resolution No. 03-10-26-1.** This item is the second and final reading to consider a resolution authorizing the disposition of property owned by the City of Amarillo (2100 block of South Fillmore and 219 South Fillmore) and previously used for public transit. (Chris Quigley, Director of Transit)

**4.6. Consideration of Resolution No. 03-10-26-6.** This item is a second and final reading to consider a resolution considering the acceptance, placement, and public display of a donated Ten Commandments monument to be installed on City property. (Stephanie Coggins, City Secretary)

**4.7. Consider Approval - Network Firewall Maintenance Contract Renewal.** This item considers the renewal of maintenance coverage of the city's firewalls.  
**Award to:** Dell (National Cooperative Purchase Alliance (NCPA) #01-143)  
**Amount:** \$52,767.50  
**Funding Source:** Airport fund revenues (\$42,445.50) and Information technology fund revenues (\$10,322.00)  
**Is the item budgeted?** Yes (Missy Laird, Director of Information Technology)

**4.8. Consider Award - Contract for Demolition and Abatement of Old English Field Terminal Building.** This item considers the award of a contract to abate hazardous materials and demolish the old English Field terminal building at the Rick Husband Amarillo International Airport.  
**Award to:** Arlo Environmental, Inc. (Texbuy #025-086)

**Amount:** \$469,270.00

**Funding Source:** Airport fund revenues (CIP #PRJ-0000135)

**Is the item budgeted?** Yes (Michael Conner, Director of Aviation)

**4.9. Consider Purchase - Hydraulic Excavator.** This item considers the purchase of a Cat 320 Hydraulic Excavator for daily use in the Solid Waste Collection Dangerous Structure Demolition program.

**Award to:** Warren Cat (SourceWell #011723)

**Amount:** \$250,539.28

**Funding Source:** General fund revenues (CIP #PRJ-0000124)

**Is the item budgeted?** Yes (Alan Harder, Director of Public Works)

**4.10. Consider Purchase - Freightliner Roll Off Truck.** This item considers the purchase of a Freightliner Roll Off Truck for daily use in the Solid Waste Collection Dangerous Structure Demolition program.

**Award to:** Premier Truck Group (SourceWell #032824-DAI)

**Amount:** \$217,684.81

**Funding Source:** General fund revenues (CIP #PRJ-0000124)

**Is the item budgeted?** Yes (Alan Harder, Director of Public Works)

**4.11. Consider Purchase - Heavy Haul Trailer.** This item considers the purchase of a heavy haul trailer for daily use in the Solid Waste Collection Dangerous Structure Demolition program.

**Award to:** Warren Cat (SourceWell #011723)

**Amount:** \$115,364.21

**Funding Source:** General fund revenues (CIP #PRJ-0000124)

**Is the item budgeted?** Yes (Alan Harder, Director of Public Works)

**4.12. Consider Award - Engineering Services Agreement for NE 24th Street Railroad Overpass Project.** This item considers the award of an agreement for engineering services for the plans, specifications, and estimates (PS&E) of the NE 24th Street Railroad Overpass.

**Award to:** Kimley-Horn

**Amount:** \$2,204,260.00

**Funding Source:** Railroad Crossing Elimination Grant and general construction fund revenues (CIP #0000157)

**Is the item budgeted?** Yes (Shari Kendall, Community Engagement Manager, Cody Balzen, Director of Planning)

**4.13. Consider Award - Public Health Annex Doors, Frames and Cart Ramp Upgrades.** This item considers the award of the removal and replacement of approximately ninety doors, frames, and hardware, along with the installation of three cart ramps at designated exterior door locations at the Amarillo Public Health Annex Building, located at 850 Martin Road.

**Award to:** Wiley Hicks, Jr., Inc. (TEX-Buy #023-086)

**Amount:** \$190,966.00

**Funding Source:** General construction fund revenues

**Is the item budgeted?** Yes (Todd Stavenhagen, Director of Facilities)

**4.14. Consider Award - Hollywood Road Treatment Plant Flood Plan Engineering Contract.**

This item considers the award of an engineering contract to protect the Hollywood Wastewater Treatment Plant from 100-year flood events, as required by the Texas Commission on Environmental Quality (TCEQ).

**Award to:** Parkhill

**Amount:** \$188,750.00

**Funding Source:** Water and sewer fund revenues (CIP #PRJ-0000132)

**Is the item budgeted?** Yes (Jerry Danforth, Managing Director of Capital Projects, Development & Engineering)

**4.15. Consider Award - Liquid Ferrous Chloride Annual Contract for Wastewater Collection.**

This item considers the award of an annual contract for the purchase of Liquid Ferrous Chloride to be used by the wastewater collection division.

**Award to:** Pennco Inc.

**Amount:** \$269,387.10

**Funding Source:** Water and sewer fund revenues

**Is the item budgeted?** Yes (William Johnson, Interim Director of Utilities)

**4.16. Consider Award - Contract for Vineyards Public Improvement District (PID) New Improvements Project.** This item considers the award of a contract for lawn care for the Vineyards Public Improvement District.

**Award to:** US Lawns

**Amount:** \$238,751.00

**Funding Source:** Vineyards PID property owner assessments. (City of Amarillo will not be responsible for funding any services related to this contract)

**Is this item budgeted?** Yes (Carrie Roberts, PIDs Coordinator)

**4.17. Consider Approval - Change Order No. 1 to Professional Services Agreement for Enquesta Software Implementation.** This item considers approval of a change order to the professional services agreement for continued project management and implementation support related to the City’s Systems & Software (Enquesta) utility billing system implementation. This change order increases consulting hours and associated travel expenses to provide continued project oversight, coordination, and implementation support for extended project timeline and go-live date.

**Award to:** BerryDunn

**Amount:**

Original award:	\$679,100.00
Change Order No. 1	<u>87,500.00</u>
Total Award	\$766,600.00

**Funding Source:** Water and sewer fund revenues (CIP #523818)

**Is the item budgeted?** Yes (Jennifer Gonzalez, Utility Billing Manager)

Mayor Stanley recessed the regular meeting at 3:30 p.m. Mayor Stanley resumed the regular meeting at 3:34 p.m.

**5. Discussion Items - City Council will discuss or receive reports on the following current matters or projects:**

**5.1. Presentation of the Amarillo Comprehensive Financial Report (ACFR)**

Mayor Stanley introduced the item. Grayson Path, City Manager, and Scott Krchnak, with Clifton Larson Allen, presented the item.

**5.2. Presentation of New Customer Portal for Utility Billing**

Mayor Stanley introduced the item. Jennifer Gonzalez, Utility Billing Manager, presented the item.

**5.3. Request future agenda items and reports from City Manager**

Mayor Stanley introduced the item. No requests were made.

**6. Non Consent Agenda**

**6.1. Consideration of Ordinance No. 8241.** This item is the first reading and consideration of an ordinance adopting budget amendments pertaining to the fiscal year 2024-2025 budget and providing an effective date. These are budget amendments to the previous Fiscal Year budget for the period from October 1, 2024 to September 30, 2025. (Katrina Owens, Interim Chief Financial Officer)

Mayor Stanley introduced the item. Katrina Owens, Interim Chief Financial Officer, presented the item.

Motion by Councilmember Simpson, seconded by Councilmember Prescott, to adopt Ordinance No. 8241 as presented.

Vote: 5 - 0 Motion Passed

Ayes: Cole Stanley, Tim Reid, Don Tipps, David Prescott, Les Simpson

Noes: None

Abstain: None

Absent: None

**6.2. Consider Filing of City of Amarillo Annual Comprehensive Financial Report.** This item is to review and consider receipt of the City of Amarillo Annual Comprehensive Financial Report for the fiscal year ended September 30, 2025, filed in accordance with Section 103.003, Texas Local Government Code. (Katrina Owens, Interim Chief Financial Officer)

Mayor Stanley introduced the item.

Motion by Councilmember Tipps, seconded by Councilmember Reid, to table.

Vote: 5 - 0 Motion Passed

Ayes: Cole Stanley, Tim Reid, Don Tipps, David Prescott, Les Simpson

Noes: None

Abstain: None

Absent: None

**6.3. Public Hearing and Consideration of Ordinance No. 8242.** This item is a public hearing and first reading of an ordinance to consider the rezoning of a 2.63 acre tract of land, being all of Lots 6 through 10, Block 153, and Lots 1 through 5, Block 154, plus vacated public rights-of-way, all in Plemons's Addition, an addition to the City of Amarillo, in Section 170, Block 2, A.B.& M. Survey, Potter County, Texas, plus one-half of all bounding streets, alleys, and public ways, to change from Multiple Family District 2 to Central Business District. (VICINITY: S. Harrison St. & SW 12th Ave.; APPLICANT/S: OJD Engineering, LLC for First Presbyterian Church) (Brady Kendrick, Senior Planner)

Mayor Stanley introduced the item. Brady Kendrick, Senior Planner, presented the item.

Mayor Stanley opened a public hearing. No one presented to speak. Mayor Stanley closed the public hearing.

Motion by Councilmember Tipps, seconded by Councilmember Reid, to Adopt.

Vote: 5 - 0 Motion Passed

Ayes: Cole Stanley, Tim Reid, Don Tipps, David Prescott, Les Simpson

Noes: None

Abstain: None

Absent:

- 6.4. Public Hearing and Consideration of Resolution No. 03-24-26-1.** This item is a public hearing and first reading of a resolution considering the acceptance, placement, and public display of a donated "66 Stories from Route 66" mural to be installed on City property. (Stephanie Coggins, City Secretary)

Mayor Stanley introduced the item. Stephanie Coggins, City Secretary, Shawn Kennedy, Heather Finsterwald, and Shanda O'Neill, all with Blank Spaces Murals, and Kashion Smith, with the Convention and Visitors Bureau, presented the item. Mayor Stanley opened a public hearing. No one presented to speak. Mayor Stanley closed the public hearing.

Motion by Councilmember Reid, seconded by Councilmember Tipps, to adopt Resolution No. 03-24-26-1 as presented.

Vote: 5 - 0 Motion Passed

Ayes: Cole Stanley, Tim Reid, Don Tipps, David Prescott, Les Simpson

Noes: None

Abstain: None

Absent: None

- 6.5. Consideration of Resolution No. 03-24-26-2**

This item is the first reading and consideration of a resolution dissolving and abandoning the dedication of an unaccepted public street to the City of Amarillo, conveying the right-of-way to adjacent property owners and dedicating a water line easement to the City of Amarillo; the right-of-way being dissolved include Southeast 28th Avenue located between Lot 6, Block 8, and Lot 1, Block 9, Glenwood Addition, an addition to the City of Amarillo, in Section 154, Block 2, A.B.& M. Survey, Potter County, Texas. (VICINITY: SE 28th Ave. & Olive St.; APPLICANT/S: AMTEX Liquid Waste Processing, LLC) (Brady Kendrick, Senior Planner)

Mayor Stanley introduced the item. Brady Kendrick, Senior Planner, presented the item.

Motion by Councilmember Simpson, seconded by Councilmember Tipps, to adopt Resolution No. 03-24-26-2 as presented.

Vote: 5 - 0 Motion Passed

Ayes: Cole Stanley, Tim Reid, Don Tipps, David Prescott, Les Simpson

Noes: None

Abstain: None

Absent: None

**6.6. Consideration of Resolution No. 03-24-26-3.** This item is the first reading to consider a resolution suspending for 45 days the effective date proposed by Atmos Energy-West Texas Division (Atmos-WTX) in its application filed on or about February 20, 2026, pursuant to section 104.301 of the Gas Utility Regulatory Act. (Katrina Owens, Interim Chief Financial Officer)

Mayor Stanley introduced the item. Katrina Owens, Interim Chief Financial Officer, presented the item.

Motion by Councilmember Tipps, seconded by Councilmember Simpson, to adopt Resolution No. 03-24-26-3 as presented.

Vote: 5 - 0 Motion Passed

Ayes: Cole Stanley, Tim Reid, Don Tipps, David Prescott, Les Simpson

Noes: None

Abstain: None

Absent: None

**6.7. Consideration of an Interlocal Agreement Between the City of Amarillo and the Amarillo Independent School District.** This item is to consider approval of an interlocal agreement (ILA), as requested by Amarillo Independent School District (AISD), to allow for a deviation from how signs are measured in order to allow use of Electronic Message Center (EMC) signs located on their AmTech school campus that do not meet current city sign codes. This ILA would allow for 275 square feet of display to be used on their existing, mirrored, 561 square feet EMCs, with AISD required to meet certain obligations. (Andrew Freeman, Deputy City Manager)

Mayor Stanley introduced the item. Andrew Freeman, Deputy City Manager, and Deidra Parrish, with Amarillo Independent School District, presented the item.

Motion by Councilmember Simpson, seconded by Councilmember Reid, to adopt the Interlocal Agreement as presented.

Vote: 5 - 0 Motion Passed

Ayes: Cole Stanley, Tim Reid, Don Tipps, David Prescott, Les Simpson

Noes: None

Abstain: None

Absent:

## **Adjournment**

Mayor Stanley adjourned the Regular Meeting at 5:28 PM.

**City of Amarillo, Texas**  
**City Council Special Meeting**  
**March 27, 2026**

Cole Stanley, Mayor  
Tim Reid, Councilmember Place 1  
Don Tipps, Councilmember Place 2  
David Prescott, Councilmember Place 3  
Les Simpson, Councilmember Place 4



Grayson Path, City Manager  
Bryan McWilliams, City Attorney  
Stephanie Coggins, City Secretary

<http://www.amarillo.gov>

Amarillo City Hall, Council Chamber, 623 S. Johnson, Third Floor, Amarillo, Texas

**MINUTES**

**2:00 PM - City Council convenes in Open Session in City Council Chambers.**

The City Council of the City of Amarillo, Texas met at 2:00 PM on March 27, 2026 for a Special Meeting held in Council Chamber, located on the third floor of City Hall at 623 South Johnson Street, Amarillo, Texas. Council convened at 2:01 PM with the following members and administrative staff present:

Mayor Cole Stanley  
Councilmember Tim Reid  
Councilmember Don Tipps  
Councilmember Les Simpson

Absent were Councilmember David Prescott.

Also in attendance were the following administrative officials:

Grayson Path, City Manager  
Andrew Freeman, Deputy City Manager  
Donny Hooper, Assistant City Manager  
Bryan McWilliams, City Attorney  
Stephanie Coggins, City Secretary

*Note: Councilmember Les Simpson left the meeting in progress during item 2.1.*

**Call to Order**

Mayor Stanley established a quorum and called the meeting to order at 3:01 p.m.

- 1. Public Comment - The public will be permitted to offer public comment on agenda items and items related to City business. Citizens interested in commenting may sign up online at <https://www.amarillo.gov/city-secretary/public-comment-registration-form/>, by calling the City Secretary's office at (806) 378-3014, or in person in Room 3500 of City Hall, 623 S. Johnson. Citizens should sign up at least 15 minutes prior to the scheduled meeting start time.**

Mayor Stanley opened the public comment period. No one presented to speak. Mayor Stanley closed the public comment period.

## **2. Non Consent Agenda**

- 2.1. Consider Filing of City of Amarillo Annual Comprehensive Financial Report.** This item is to review and consider receipt of the City of Amarillo Annual Comprehensive Financial Report for the fiscal year ended September 30, 2025, filed in accordance with Section 103.003, Texas Local Government Code. (Katrina Owens, Interim Chief Financial Officer)

Mayor Stanley introduced the item. Katrina Owens, Interim Chief Financial Officer, and Scott Krchnak, with Clifton, Larson, Allen, presented the item.

Motion by Councilmember Tipps, seconded by Councilmember Reid, to file the City of Amarillo Annual Comprehensive Financial Report.

Vote: 3 - 0 Motion Passed

Ayes: Cole Stanley, Tim Reid, Don Tipps

Noes: None

Abstain: None

Absent: David Prescott, Les Simpson

## **Adjournment**

Mayor Stanley adjourned the Special Meeting at 3:22 PM.



## Agenda Transmittal Memo

**Date:** April 14, 2026

**Council Priority:** Fiscal Responsibility

**Department:** Finance

**Contact Person:** Katrina Owens, Interim Chief Financial Officer

---

**Agenda Caption: Consideration of Ordinance No. 8241.** This item is the second and final reading and consideration of an ordinance adopting budget amendments pertaining to the fiscal year 2024-2025 budget and providing an effective date. These are budget amendments to the previous Fiscal Year budget for the period from October 1, 2024 to September 30, 2025.

**Agenda Item Summary:** This ordinance would amend the previous year's October 2024 to September 2025 Fiscal Year Budget. The City has several budgets that are legally approved on an annual basis and are required to be amended if expenses exceed the total approved budget or revenue comes in less than the approved budget. This budget amendment specifically amends the 2024/2025 fiscal year budgets for various funds as defined on the exhibit to the ordinance.

**Requested Action:** Approval of the ordinance to amend the City of Amarillo 2024/2025 Budget.

**Funding Summary:** Not applicable

**Purchasing Summary:** Not applicable

**Community Engagement Summary:** Amarillo City Council approved this ordinance upon first reading at its March 24, 2026 regular meeting with a 5-0 vote.

**Staff Recommendation:** Staff recommendation is to approve the 2024/2025 fiscal year budget amendment.

3/24/26

ORDINANCE NO. 8241

AN ORDINANCE OF THE CITY COUNCIL OF THE CITY OF AMARILLO, ADOPTING THE BUDGET AMENDMENTS PERTAINING TO THE FISCAL YEAR 2024-2025 BUDGET; AND PROVIDING AN EFFECTIVE DATE.

---

WHEREAS, City ordinance requires City Council to approve a budget amendment and upon approval such amendment shall become an attachment to the original budget; and

WHEREAS, a budget amendment has been prepared for certain appropriations and expenditures in the 2024-2025 budget and submitted to the City Council for approval and a true and correct copy is attached hereto as Exhibit "A".

NOW, THEREFORE, BE IT ORDAINED BY THE CITY COUNCIL OF THE CITY OF AMARILLO, TEXAS:

SECTION 1. Pursuant to City ordinance, a budget amendment attached as Exhibit "A" is hereby authorized and approved for the fiscal year 2024-2025.

SECTION 2. That this ordinance shall be effective on and after its adoption.

INTRODUCED AND PASSED by the City Council of the City of Amarillo, Texas, on First Reading the 24th day of March 2026; and PASSED on Second and Final Reading the 14th day of April 2026

---

Cole Stanley, Mayor

ATTEST:

---

Stephanie Coggins, City Secretary

APPROVED AS TO FORM:

---

Bryan McWilliams, City Attorney



## Agenda Transmittal Memo

**Date:** April 14, 2026

**Council Priority:** Business Friendly Community

**Department:** Planning and Development Services

**Contact Person:** Brady Kendrick, Senior Planner

**Agenda Caption: Consideration of Ordinance No. 8242.** This item is a second and final reading of an ordinance to consider the rezoning of a 2.63 acre tract of land, being all of Lots 6 through 10, Block 153, and Lots 1 through 5, Block 154, plus vacated public rights-of-way, all in Plemons's Addition, an addition to the City of Amarillo, in Section 170, Block 2, A.B.& M. Survey, Potter County, Texas, plus one-half of all bounding streets, alleys, and public ways, to change from Multiple Family District 2 to Central Business District. (VICINITY: S. Harrison St. & SW 12th Ave.; APPLICANT/S: OJD Engineering, LLC for First Presbyterian Church)

**Agenda Item Summary:** Purpose: The applicant is requesting a change in zoning to create uniform zoning and development standards for the site as it is currently split between Central Business District zoning and Multiple Family District 2 zoning. The applicant is currently in design for an expansion of the church on the property and the proposed building and site would currently be split between two separate sets of standards given setbacks and other development requirements vary between zoning districts.

Adjacent Zoning: Adjacent zoning consists of Central Business District to the north and east and Multiple-Family District 2 in all other directions.

Adjacent Land Uses: Adjacent land uses consist of vacant property and an office building to the north, a church and senior apartments to the south, a church to the east, and apartments to the west.

City Plan 2045 Place Type: The place type identified for the property is Neighborhood Low.

Analysis: The applicant's property is located on the periphery of the Central Business District and is split between two zoning districts as previously noted. For the portions of the applicant's site that are already constructed, they are largely built with a minimal setback from the adjacent property lines next to SW 11th Avenue and S. Harrison Street and largely mirror the development characteristics seen within downtown Amarillo and as recommended by the Downtown Amarillo Urban Design Standards (DAUDS).

The property is noted as being in a transition area between the more urban oriented portion of downtown and less intensive zoning districts that surround the downtown area. In examining the adjacent development patterns in the area, the Planning and Zoning Commission notes that there are several sites in the immediate area that are observing similar development characteristics to those found in downtown (increased lot coverage and buildings that are constructed at or near the property lines).

Additionally, the Planning and Zoning Commission also notes that this property is located within the Downtown Amarillo Urban Design Standards boundary which does encourage more urban-oriented design for sites. Given these factors, the Planning and Zoning Commission is of the opinion that the increased lot coverage (up to 100%) and the reduced setbacks (allowed to be at property line) that are features of the Central Business District zoning classification would not be out of character for the area.

Regarding the existing zoning and development patterns found in the area, the Planning and Zoning Commission is of the opinion that given the apartment complex noted to the west of the applicant's site that will remain zoned Multiple-Family District 2, an appropriate zoning and land use transition pattern will be in place as a buffer will exist between the applicant's site, Ellwood Park, and residential development found further to the west. While the City Plan Place Type for the area is identified as being Neighborhood Low, the Planning and Zoning Commission notes that the applicant's request would represent a logical continuation of existing zoning and development patterns found within this area and would maintain the existing appropriate transition in zoning.

**Requested Action:** Consideration by City Council.

**Funding Summary:** Not applicable.

**Purchasing Summary:** Not applicable.

**Community Engagement Summary:** No comments have been received on this item as of this report.

**Staff Recommendation:** The Planning and Zoning Commission recommended approval of the request with a 7-0 vote. Amarillo City Council held a public hearing and approved this ordinance upon first reading at its March 24, 2026 regular meeting with a 5-0 vote.

ORDINANCE NO. 8242

AN ORDINANCE OF THE CITY OF AMARILLO, TEXAS: PROVIDING SPECIFIED CHANGES IN THE OFFICIAL ZONING MAP OF THE CITY OF AMARILLO, TEXAS; PROVIDING FOR CHANGE OF USE DISTRICT CLASSIFICATION OF SPECIFIED PROPERTY IN THE VICINITY OF SOUTH HARRISON STREET AND SOUTHWEST 12<sup>TH</sup> AVENUE, POTTER COUNTY, TEXAS; PROVIDING A SAVINGS CLAUSE; PROVIDING A REPEALER CLAUSE; AND PROVIDING AN EFFECTIVE DATE.

---

WHEREAS, the City Council adopted the “City Plan – Vision 2045” comprehensive plan on June 25, 2024, which established guidelines in the future development of the community for the purpose of promoting the health, safety, and welfare of its citizens; and

WHEREAS, the Amarillo Municipal Code established zoning districts and regulations in accordance with such land use plan, and proposed changes must be submitted to the Planning and Zoning Commission; and

WHEREAS, after a public hearing before the Planning and Zoning Commission for proposed zoning changes on the property hereinafter described, the Commission filed its final recommendation and report on such proposed zoning changes with the City Council; and

WHEREAS, the City Council has considered the final recommendation and report of the Planning and Zoning Commission and has held public hearings on such proposed zoning changes, all as required by law; and

WHEREAS, the City Council further determined that the request to rezone the location indicated herein is consistent with the goals, policies, and future land use map of the Comprehensive Plan for the City of Amarillo, Texas.

NOW, THEREFORE, BE IT ORDAINED BY THE CITY COUNCIL OF THE CITY OF AMARILLO:

SECTION 1. All of the above premises are hereby found to be true and correct legislative and factual findings of the City Council and are hereby approved and incorporated into the body

of this Ordinance as if copied in their entirety.

SECTION 2. The zoning map of the City of Amarillo adopted by Section 4-10 of the Amarillo Municipal Code and on file in the office of the Planning Director is hereby amended to reflect the following zoning use changes:

Rezoning of a 2.63 acre tract of land, being all of Lots 6 through 10, Block 153, and Lots 1 through 5, Block 154, plus vacated public rights-of-way, all in Plemons's Addition, an addition to the City of Amarillo, in Section 170, Block 2, A.B.& M. Survey, Potter County, Texas, plus one-half of all bounding streets, alleys, and public ways, to change from Multiple Family District 2 to Central Business District being described in Exhibits A and B attached herein.

SECTION 3. In the event this Ordinance or any part hereof is found to be invalid, such invalidity shall not affect the remaining portions of the Ordinance, and such remaining portions shall continue to be in full force and effect. The Director of Planning is authorized to make corrections and minor changes to the site plan or development documents to the extent that such does not materially alter the nature, scope, or intent of the approval granted by this Ordinance.

SECTION 4. All ordinances and resolutions or parts thereof that conflict with this Ordinance are hereby repealed, to the extent of such conflict.

SECTION 5. This Ordinance shall become effective from and after its date of final passage.

INTRODUCED AND PASSED by the City Council of the City of Amarillo, Texas, on First Reading on this the 24th day of March 2026 and PASSED on Second and Final Reading on this the 14th day of April 2026.

\_\_\_\_\_  
Cole Stanley, Mayor

ATTEST:

\_\_\_\_\_  
Stephanie Coggins, City Secretary

APPROVED AS TO FORM:

\_\_\_\_\_  
Bryan McWilliams, City Attorney

DRAFT

EXHIBIT A

A 2.63 acre tract of land being all of Lots 6-10 of Block 153, and Lots 1 - 5 of Block 154, Plemons Addition, an addition to the City of Amarillo, according to the map or plat filed in Volume 59, Page 198, Deed Records of Potter County, Texas, and the East 10 feet of a Vacated alley, all of Vacated S Van Buren Street, an 80 foot right-of-way vacated by Ordinance No. 7777 to the City of Amarillo, Texas, recorded under Clerk's File No. 2019OPR0003735, Official Public Records of Potter County, Texas, and 18 feet of Vacated right-of-way of SW 12th avenue on South line of Block 153, and 6 feet of Vacated right-of-way of SW 11th avenue on the North line of Block 153, said 2.63 acre tract being described by the metes and bounds as follows:

BEGINNING on the South right-of-way line of SW 11th Avenue, at the Northwest corner of said Lot 1, Block 154, being the most westerly Northwest corner of this tract;

THENCE South 80 degrees 45 minutes 00 seconds East, with said South right-of-way line of SW 11th Avenue, a distance of 220.00 feet to the Northwest of said Lot 10, Block 153;

THENCE North 09 degrees 15 minutes 00 seconds East a distance of 6.00 feet, the most northerly Northwest corner of this tract;

THENCE South 80 degrees 45 minutes 00 seconds East, with said South right-of-way line of SW 11th Avenue, a distance of 150.00 feet to the intersection of said South right-of-way line and the centerline of said Vacated alley, the Northeast corner of this tract;

THENCE South 09 degrees 15 minutes 00 minutes West, with the centerline of said vacated alley, a distance of 324.00 feet to intersection of said centerline and the North right-of-way line of SW 12th avenue, the Southeast corner of this tract;

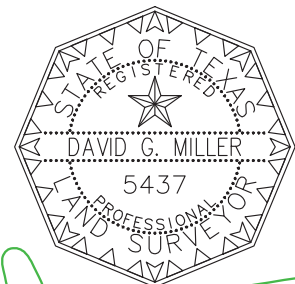
THENCE North 80 degrees 45 minutes 00 seconds West, with said North right-of-way line of SW 12 avenue, a distance of 150.00 feet, the most southerly Southwest corner of this tract;

THENCE North 09 degrees 15 minutes 00 seconds East a distance of 18.00 feet to the Southwest corner of said Lot 6, Block 153;

THENCE North 80 degrees 45 minutes 00 seconds West, with said North right-of-way line of SW 12th Avenue, a distance of 220.00 feet to the intersection of said North right-of-way line and the East line of a 20 foot alley, at Southwest corner of Lot 5, Block 153, being the most westerly Southwest corner of this tract;

THENCE North 09 degrees 15 minutes 00 seconds East, with the East line of said 20 foot alley, a distance of 300.00 feet to the POINT OF BEGINNING.

\* \* \* \* \*



*[Handwritten Signature]*



**OJD Engineering, LLC**

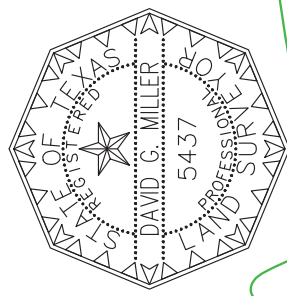
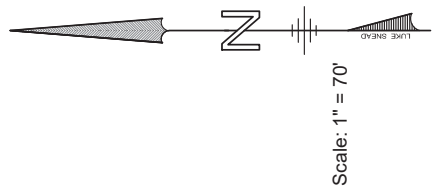
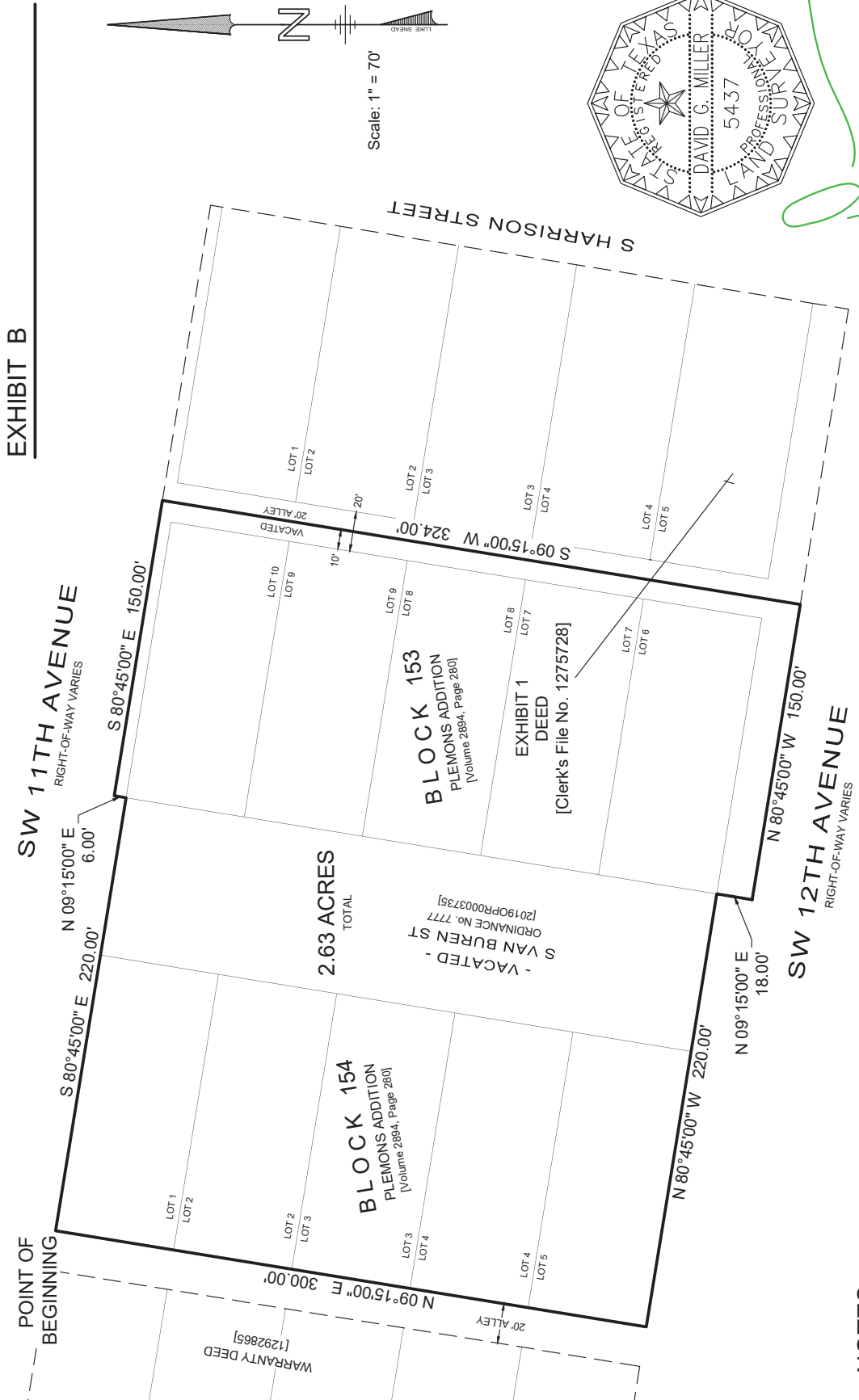
Consulting Engineers & Surveyors

Drawn By: L. SNEAD  
Job No.: 25-AE0075

806-352-7117  
2420 Lakeview Dr.  
Amarillo, TX, 79109  
Firm No. 10090900

January 20, 2026  
David G. Miller, R.P.L.S.  
Registration No. 5437

**EXHIBIT B**



**OJD Engineering, LLC**  
Consulting Engineers & Surveyors  
806-352-7117  
2420 Lakeview Dr.  
Amarillo, TX, 79109  
Firm No. 10090900

January 20, 2026  
David G. Miller, R.P.L.S.  
Registration No. 5437

Drawn By: L. SNEAD  
Job No.: 25-AE0075

**NOTES:**

- [ ] = Record Document - Potter County

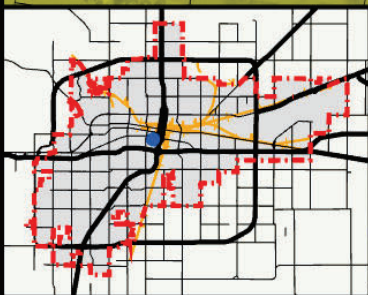
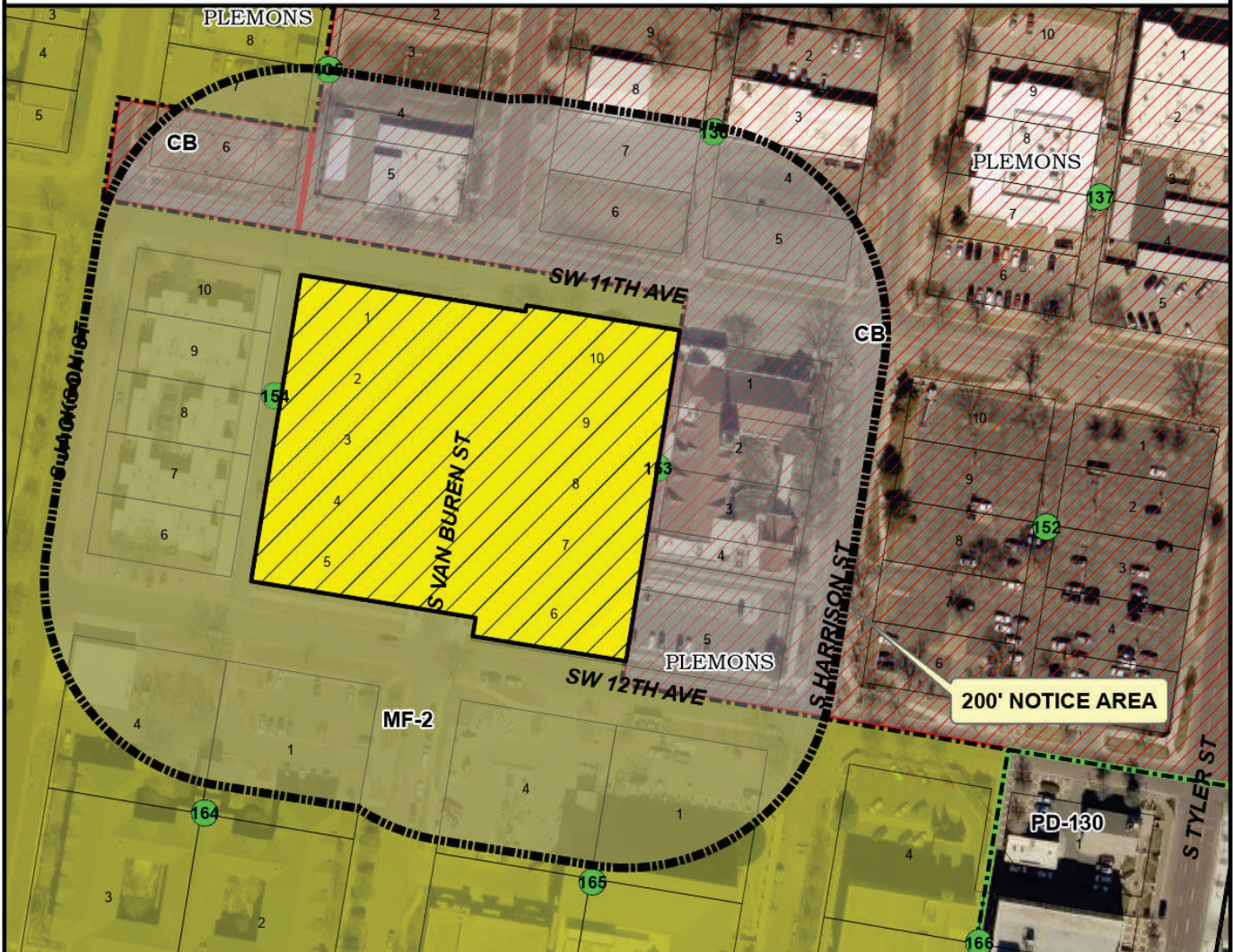
This Survey may not reflect all items and conditions that are contained in the covenants and/or restrictions that affect this property.

This Survey is subject to any facts which may be disclosed by a full and accurate title search.

Records research performed with this survey was made only for the purpose of determining the boundary of this property and of the adjoining parcels. Record documents other than those shown on this survey may exist and encumber this property.

Bearings shown are based on previous deed / survey plat

# REZONING FROM MF-2 to CB



**Legend**

Platted Parcel	<b>Zoning Classifications</b>
Easements	CB Central Business
ETJ	LC Light Commercial
Section Line	MF-2 Multiple Family 2
Subdivision Boundaries	PD Planned Development
Block Numbers	Proposed Rezoning
Zoning Boundary	200' Notice Area

## CITY OF AMARILLO PLANNING DEPARTMENT

Scale: 1 inch = 150 Feet  
 Date: 2/6/2026  
 Case No: 2026-3-Z



2026-3-Z Rezoning of a 2.63 acre tract of land, being all of Lots 6 through 10, Block 153, and Lots 1 through 5, Block 154, plus vacated public rights-of-way, all in Plemons's Addition, an addition to the City of Amarillo, in Section 170, Block 2, A.B. & M. Survey, Potter County, Texas, plus one-half of all bounding streets, alleys, and public ways, to change from Multiple Family District 2 to Central Business District.

VICINITY: S. Harrison St. & SW 12th Ave.

APPLICANT/S: OJD Engineering, LLC for First Presbyterian Church

AP: N-12

DISCLAIMER: The City of Amarillo is providing this information as a public service. The information shown is for information purposes only and except where noted, all of the data or features shown or depicted on this map is not to be construed or interpreted as accurate and/or reliable; the City of Amarillo assumes no liability or responsibility for any discrepancies or errors for the use of the information provided.



## Agenda Transmittal Memo

**Date:** April 14, 2026

**Council Priority:** Business Friendly Community, Communication, Fiscal Responsibility, Infrastructure, Public Safety, Technology and Innovation

**Department:** City Secretary

**Contact Person:** Stephanie Coggins, City Secretary

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**Agenda Caption:** **Consideration of Resolution No. 03-24-26-1.** This item is a second and final reading of a resolution considering the acceptance, placement, and public display of a donated "66 Stories from Route 66" mural to be installed on City property.

**Agenda Item Summary:** This item requests City Council approval to accept a donated public art mural titled "66 Stories from Route 66" for installation on City property at the 6th Street underpass below the new Multi-Modal Station and Transformation Park, near the cross street of Bowie. The donation was submitted in accordance with the City's Public Monument & Artwork Donation Policy adopted in Resolution No. 10-14-25-4. The mural is a large-scale, interactive artwork intended to depict local history and personal accounts related to Route 66, developed from 66 recorded stories collected in collaboration with partners including National Geographic, 2892 Miles to Go, PBS, and Visit Amarillo. The project is identified as an official Route 66 Centennial project and is designed to encourage tourism and highlight the cultural and historical significance of the Route 66 corridor connecting Historic 6th Street and Downtown Amarillo. The mural will be privately funded and installed at no cost to the City.

**Requested Action:** Approval of Resolution No. 03-24-26-1 accepting the donated "66 Stories from Route 66" mural and authorizing its placement on both sides of the 6th Street underpass below the new Multi-Modal Station and Transformation Park, near the cross street of Bowie.

**Funding Summary:** Not applicable. The mural and all installation costs are fully privately funded by the donor at an estimated total project cost of approximately \$120,000–\$150,000. No City funds are required.

**Purchasing Summary:** Not applicable. This is a privately funded donation submitted through the City's Public Monument & Artwork Donation Application process.

**Community Engagement Summary:** The donation application was received by the City Secretary's Office on March 13, 2026, and reviewed for completeness in accordance with the Public Monument & Artwork Donation Policy (Resolution No. 10-14-25-4). A public hearing is being held in accordance with the Texas Open Meetings Act to allow public comment on the proposed donation prior to Council consideration. Amarillo City Council held a public hearing and approved this resolution upon first reading at its March 24, 2026 regular meeting with a 5-0 vote.

**Staff Recommendation:** Staff takes no position on this item and presents it to the City Council for consideration.

RESOLUTION NO. 03-24-26-1

A RESOLUTION OF THE CITY OF AMARILLO, TEXAS: ACCEPTANCE, PLACEMENT, AND PUBLIC DISPLAY OF A “66 STORIES FROM ROUTE 66” ARTWORK TO BE INSTALLED ON CITY PROPERTY

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WHEREAS, Blank Spaces Murals Inc., in partnership with National Geographic, 2892 Miles to Go, PBS, and Visit Amarillo, has proposed a large-scale public art mural titled “66 Stories from Route 66” for installation on City property; and

WHEREAS, the mural will depict local history and personal accounts related to Route 66 through 66 recorded stories from Amarillo residents, including civic leaders, educators, historians, artists, businesspersons, and philanthropists who have helped shape the Texas Panhandle; and

WHEREAS, “66 Stories from Route 66” is an official Route 66 Centennial project and is intended to highlight both known and lesser-known aspects of the Mother Road’s cross-generational and cross-cultural significance in Amarillo and the surrounding region; and

WHEREAS, the mural will be installed on both sides of the 6th Street underpass below the new Multi-Modal Station and Transformation Park, at a key corridor connecting Historic 6th Street and Downtown Amarillo, and is expected to encourage additional tourism and exploration of the City’s downtown areas; and

WHEREAS, the mural is designed as an interactive public artwork, incorporating digital StoryMaps and interviews accessible through scannable codes, thereby promoting civic education, engagement, and appreciation of Amarillo’s history and identity; and

WHEREAS, the proposal was submitted and reviewed in accordance with the City of Amarillo Public Monument & Artwork Donation Policy adopted in Resolution No. 10-14-25-4, which provides criteria and procedures for the City’s acceptance, placement, and public display of privately funded monuments and artworks on City property; and

WHEREAS, the “66 Stories from Route 66” mural will be fully privately funded and installed at no expense to City of Amarillo taxpayers, with all installation costs to be borne by the donor.

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

SECTION 1. The City Council hereby approves the acceptance of a donated “66 Stories from Route 66” mural and any like donations of funds and labor for mural installation expenses and for and placement on the 6th Street underpass.

SECTION 2. That the Artwork shall be installed on the underpass described above at no expense to City of Amarillo taxpayers.

SECTION 3. That the Artwork shall be installed in the 6th Street underpass below the new Multi-Modal Station and Transformation Park, near the cross street of Bowie, with placement of the Artwork to occur later.

INTRODUCED AND PASSED by the City Council of the City of Amarillo, Texas, on First Reading this the 24th day of March, 2026; and PASSED on Second and Final Reading the 14th day of April, 2026.

\_\_\_\_\_  
Cole Stanley, Mayor

ATTEST:

\_\_\_\_\_  
Stephanie Coggins, City Secretary

APPROVED AS TO FORM:

\_\_\_\_\_  
Bryan McWilliams, City Attorney

**City of Amarillo Public Monument & Artwork Donation Application**

**1. Applicant/Donor Information**

Individual/Organization Name: Blank Spaces Murals Inc.  
 Primary Contact Name & Title: Shawn Kennedy, Executive Director  
 Mailing Address: [REDACTED]  
 Phone Number: [REDACTED]  
 Email Address: [REDACTED]

**2. Artist/Creator Information**

Artist/Creator: Blank Spaces Murals Inc.  
 Business Address: [REDACTED]  
 Phone Number: [REDACTED]  
 Email Address: [REDACTED]  
 Brief Biography or Resume (attach if needed): www.blankspacesmurals.org

**3. Description of Proposed Monument or Artwork**

Title of Artwork / Monument (if applicable): 66 Stories from Route 66

Type:       Monument       Artwork

Description (include theme, subject, and message conveyed):

Blanks Spaces in partnership with National Geographic, 2892 Miles to Go, PBS, and Visit Amarillo have collected and recorded 66 stories from local residents, both past and present, to tell historical accounts of the beloved Mother Road as they relate to the area. This project is an official Route 66 Centennial project.

Statement of Intended Public Purpose:

The 400' mural is intended to tell the local history of Route 66 and recount both known and lost history of it's importance as a cross-generational and cross-cultural icon of the American landscape. The mural is interactive, where viewers can scan a code that takes them to a place-based Storymap to interact with interviews.

Value assigned by donor:      \$150,000

**4. Historical, Civic, or Community Significance**

Explain the identifiable connection to the history, values, identity, or documented heritage of the City of Amarillo:

The stories recorded are by some of Amarillo's most significant civic leaders as they tell personal accounts of local history and the people and events that shaped the Texas Panhandle. They are comprised of successful business persons, educators, historians, artists, and philanthropists who champion our community.

Describe how the proposal aligns with community standards and City strategic pillars:

Amarillo is a unique community comprised of dedicated citizens that share a love for our rich and diverse community. This interactive historical project pulls from that very community to recount the very reasons that make Amarillo such a special place to both it's residents and those who pass through.



**5. Design Details**

Dimensions (height, width, depth): 200' x up to 16' on both sides of the underpass

Materials: Exterior PPG Acry-shield Paint.

Estimated Weight: N/A

Expected Lifespan / Durability: 20 years +

Photographs, Renderings, or Drawings Attached:  Yes  No Artwork is being developed currently based on the 66 interviews with Nat Geo and PBS.

**6. Proposed Location**

City Property Location (park, building, address, or description):

The 6th Street underpass below the new Multi-Modal Station and Transformation Park, near the cross street of Bowie

Explanation of why this location is appropriate:

This section of Route 66 is at the corridor connecting Historic 6th Street and Downtown Amarillo. This location will encourage tourists to explore our downtown areas. Currently 6,500 cars visit 6th St. daily and 3,000 where proposed.

Any known conflicts with existing or planned City projects:

N/A

**7. Design Details**

Installation Method and Timeline: We have been working 1.5 years with National Geographic developing this project. Currently all interviews have been recorded and the StoryMap is being built. Mural should be done June 13.

Confirmation that all installation costs will be paid by the Donor:  Yes  No

**8. Financial Information**

Estimated Total Project Cost: \$120,000

Confirmation that the project is fully privately funded:  Yes  No

**9. Legal Acknowledgements (Initial Each)**

- Ownership:** Applicant acknowledges that upon acceptance by City Council, the monument or artwork shall become the sole property of the City of Amarillo.
- Removal / Relocation:** Applicant acknowledges and agrees that the City Council retains sole discretion to remove, relocate, modify, repair, replace, donate, or dispose of the monument or artwork at any time, without obligation to the donor.
- Indemnification:** Applicant agrees, by separate written agreement, to indemnify and hold harmless the City of Amarillo, its officials, employees, and agents from any and all claims, damages, losses, or expenses arising out of or related to the artwork or monument, including installation, maintenance, and removal.
- Intellectual Property / VARA Waiver:** Applicant agrees to transfer all intellectual property rights, including copyright, to the City of Amarillo and to waive any rights under the Visual Artists Rights Act (VARA) and related laws, to allow alteration or removal without liability.
- Insurance:** Applicant acknowledges that the City may require the donor to maintain insurance coverage in a form and amount acceptable to the City prior to formal acceptance of the donation.

**11. Public Process Acknowledgment**

The Applicant understands that:

- Submission does not guarantee acceptance.
- The proposal will be reviewed by City staff for completeness.
- The City Council will consider the proposal in a public meeting, which may include a public hearing.


**12. Administration Fee**

Fee Amount: \$50.00

Payment Method:  Check  Other

**13. Certification**

I certify that the information provided is accurate and complete and that I have read and understand the City of Amarillo Public Monument & Artwork Donation Policy.

**Applicant Signature:**   
**Printed Name:** Shawn Kennedy  
**Date:** March 12, 2026

---

**FOR CITY USE ONLY**

- Date Received: 3/13/26
- Application Complete:  Yes  No
- Fee Received:  Yes  No
- Receipt No: FINTB-20260313-33
- Date Forwarded to City Council:

**Appendix A – Internal Staff Completeness Checklist (For City Use)**

- Application signed and dated
- Administration fee received
- Artist/creator information provided
- Description and public purpose provided
- Renderings / photographs attached Powerpoint
- Dimensions and materials listed
- Proposed City property identified
- Installation plan provided
- Funding source confirmed as private
- Legal acknowledgments completed
- Application forwarded to City Council

SC 3/16/2026



City of Amarillo  
Finance Office  
601 S. Buchanan St.  
Amarillo, TX 79105-1971  
Phone: 806-378-3000

Thank you for your payment.  
Have a great day!

Friday Mar 13 2026 02:46:41 PM

1220.37410 Open Records	50.00
DONATION FEE	

---

<b>Total</b>	<b>50.00</b>
--------------	--------------

Cash	100.00
Change	50.00

Received From: SHAWN KENNEDY  
Receipt #: FINTB-20260313-33



## Agenda Transmittal Memo

**Date:** April 14, 2026

**Council Priority:** Business Friendly Community

**Department:** Planning and Development Services

**Contact Person:** Brady Kendrick, Senior Planner

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**Agenda Caption: Consideration of Resolution No. 03-24-26-2.** This item is the second and final reading and consideration of a resolution dissolving and abandoning the dedication of an unaccepted public street to the City of Amarillo, conveying the right-of-way to adjacent property owners and dedicating a water line easement to the City of Amarillo; the right-of-way being dissolved include Southeast 28th Avenue located between Lot 6, Block 8, and Lot 1, Block 9, Glenwood Addition, an addition to the City of Amarillo, in Section 154, Block 2, A.B.& M. Survey, Potter County, Texas. (VICINITY: SE 28th Ave. & Olive St.; APPLICANT/S: AMTEX Liquid Waste Processing, LLC)

**Agenda Item Summary:** Purpose: This resolution is to consider dissolving and abandoning the noted unbuilt street right-of-way to the adjacent property owner who owns the lots on both sides of the street segment under consideration. The applicant plans to combine the property as one lot for a future commercial project and is the reason for the request as the area that is City right-of-way cannot have improvements built on it unless abandoned.

Analysis: The street segment under consideration was originally platted in 1907 but was never developed and accepted by the City. The property has remained undeveloped and at times has been utilized by neighboring properties for commercial activity. Upon review of the request by the City of Amarillo and local franchised utility companies, it was identified that the street segment did contain a City water main. The applicant did agree to provide an easement for the main to the City at no cost to allow future access to the infrastructure. With proper easements being retained as part of the request, City Departments and the local utility companies did not object to the request.

As is typical for a request to acquire right-of-way, the applicant had a third-party appraisal performed that established the value. As part of the analysis, credit is given for easements that are retained. The amount owned to the City was \$2,091 which has been paid by the applicant to the City as of the time of this report.

**Requested Action:** This item is ready for Council consideration.

**Funding Summary:** The applicant has made payment to the City for the fair-market-value of the property (\$2,091).

**Purchasing Summary:** Not applicable

**Community Engagement Summary:** Notice was posted as required, and as of this report, no comments have been received. Amarillo City Council approved this resolution upon first reading at its March 24, 2026 regular meeting with a 5-0 vote.

**Staff Recommendation:** Staff recommends approval of the request as presented.

RESOLUTION NO. 03-24-26-2

A RESOLUTION OF THE CITY COUNCIL FOR THE CITY OF AMARILLO, TEXAS DETERMINING THE DEDICATED PUBLIC RIGHT-OF-WAY IN THE VICINITY OF OLIVE STREET AND SOUTHEAST 28<sup>TH</sup> AVENUE, POTTER COUNTY, TEXAS, WAS NOT ACCEPTED AS PUBLIC RIGHT-OF-WAY; AUTHORIZING THE CITY MANAGER TO CONVEY SUCH REAL PROPERTY TO ABUTTING LANDOWNERS; PROVIDING FOR REPEALER; PROVIDING FOR SEVERABILITY; AND PROVIDING FOR EFFECTIVE DATE.

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WHEREAS, AMTEX Liquid Waste Processing, LLC petitioned the City of Amarillo to abandon a street right-of-way located in the vicinity of Olive Street and Southeast 28<sup>th</sup> Avenue, Potter County, Texas; and

WHEREAS, the City Council, having considered all relevant information pertaining to such request, determined that such dedicated public right-of-way was not accepted by the City of Amarillo; and

WHEREAS, as a result of such determination, the City Council further advised that such public uses were not needed now or in the future; and

WHEREAS, the City Council further determined that this street right-of-way not being accepted as public right-of-way is not detrimental or injurious to the public health, safety or general welfare, or otherwise offensive to the neighborhood and is in the best interest of the City of Amarillo's citizens.

NOW, THEREFORE, BE IT ORDAINED BY THE CITY COUNCIL OF THE CITY OF AMARILLO, TEXAS:

SECTION 1. All of the above premises are hereby found to be true and correct legislative and factual findings of the City Council and are hereby approved and incorporated into the body of this Resolution as if copied in their entirety.

SECTION 2: The herein-described right-of-way dedicated for public purposes but not accepted by the governing body as such is as follows:

Plat Dedication of a public right-of-way, being a public street (Southeast 28<sup>th</sup> Avenue), located between Lot 6, Block 8, and Lot 1, Block 9, Glenwood Addition, an addition to the City of Amarillo, in Section 154, Block 2, A.B.& M. Survey, Potter County, Texas, described in Exhibit A attached herein.

SECTION 3: The right-of-way described above dedicated on the plat for public purposes was not accepted by the City of Amarillo and is not needed.

SECTION 4: After consideration of the dedication on the plat, the City Council hereby dissolves such dedication except the easement to be retained described below:

SAVE AND EXCEPT: A 15 foot wide waterline easement to the City of Amarillo is hereby retained over the area shown on Exhibit A attached herein within the area not to be accepted.

SECTION 5: The City Manager is authorized to execute an instrument of conveyance to abutting landowner(s) as allowed by law.

SECTION 6: Repealer. All ordinances and resolutions or parts thereof in conflict with this Resolution are hereby repealed to the extent of conflict with this Resolution.

SECTION 7: Severability. If any provision, section, subsection, clause or the application of sale to any person or set of circumstances for any reason is held to be unconstitutional, void or invalid or for any reason unenforceable, the validity of the remaining portions of this Resolution or the application thereby shall remain in effect, it being the intent of the City Council of the City of Amarillo, Texas in adopting this Resolution, that no portion thereof or provision contained herein shall become inoperative or fail by any reasons of unconstitutionality of any other portion or provision.

SECTION 8: Effective Date. This Resolution shall be effective from and after its date of adoption.

INTRODUCED AND PASSED by the City Council of the City of Amarillo, Texas, on First Reading on this 24th day of March 2026 and PASSED on Second and Final Reading on this the 14th day of April 2026.

\_\_\_\_\_  
Cole Stanley, Mayor

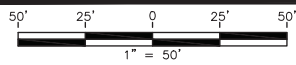
ATTEST:

\_\_\_\_\_  
Stephanie Coggins, City Secretary

APPROVED AS TO FORM:

\_\_\_\_\_  
Bryan McWilliams, City Attorney

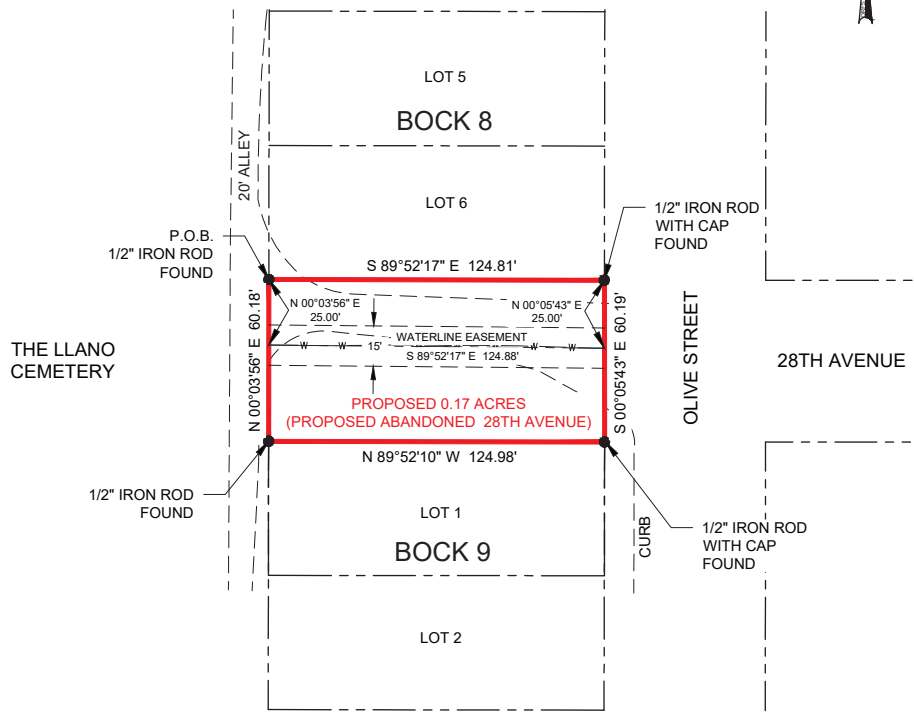
DRAFT



LEGEND	
	BOUNDARY LINE
	FENCE
	LOT LINE
	SETBACK LINE
	WATERLINE
	BUILDING
	CONCRETE MONUMENT FOUND
	MONUMENT SET

# BOUNDARY SURVEY

## GLENWOOD ADDITION POTTER COUNTY, TEXAS



**DESCRIPTION:**

**BEGINNING** at a 1/2" Iron Rod found for the Southwest corner of Lot 6, Block 8, Glenwood Addition to the City of Amarillo, Potter County, Texas.  
**THENCE**, S 89°52'17" E along the South line of said Lot 6 a distance of 124.81 feet to a 1/2" Iron Rod with cap found for the Southeast Corner of said Lot 6;  
**THENCE**, S 00°05'43" E a distance of 60.19 feet to a 1/2" Iron Rod with cap found for the Northeast Corner of Lot 1, Block 9, Glenwood Addition to the City of Amarillo, Potter County, Texas;  
**THENCE**, N 89°52'10" W along the North line of said Lot 1 a distance of 124.98 feet to a 1/2" Iron Rod found for the Northwest Corner of said Lot 1;  
**THENCE**, N 00°03'56" E a distance of 60.18 feet to the **PLACE OF BEGINNING** and containing 0.17 acres more or less.

**DESCRIPTION OF 15' WIDE WATERLINE EASEMENT:**

Description of a 15 foot wide waterline easement, being 7.5 feet left of and 7.5 feet right of the herein described easement centerline, being out of a proposed abandoned 28th Avenue, located between Lot 6, Block 8 and Lot 1 Block 9, Glenwood Addition to the City of Amarillo, Potter County, Texas, and being more particularly described as follows:

**BEGINNING** at the West line of a 20 foot wide alley, between said Block 8 and Block 9, from which a 1/2" iron rod found for the Southwest corner of said Block 8 bears N 00°03'56" E, a distance of 25.00 feet;  
**THENCE**, S 89°52'17" E, a distance of 124.88 feet to the **POINT OF TERMINATION** at the West line of Olive Street, from which a 1/2" iron rod with cap found for the Southeast corner of said Block 8 bears N 00°05'43" E, a distance of 25.00 feet.

The herein described easement centerline having a total distance of 124.88 linear feet (7.57 rods), and said waterline easement containing 0.04 acres of land.

**NOTES:**

1. I, DAVID YOUREE, DO HEREBY CERTIFY THAT THE ABOVE PLAT AND DESCRIPTION ARE TRUE AND CORRECT AS DETERMINED BY A SURVEY MADE ON THE GROUND AND PREPARED UNDER MY SUPERVISION.
2. CERTIFICATION IS MADE ONLY TO THE LOCATION OF THIS SITE ACCORDING TO EVIDENCE AND/OR LINES OF OCCUPATION OBSERVED UPON THE DATE OF THIS FIELD SURVEY. ONLY UTILITIES/EASEMENTS THAT WERE VISIBLE AND APPARENT ON THE DATE OF THIS SURVEY, WITH OR ADJACENT TO THE DESCRIBED SITE, HAVE BEEN LOCATED, SHOWN AND/OR DESCRIBED HEREON OF WHICH I HAVE KNOWLEDGE. THIS CERTIFICATION IS LIMITED TO THOSE PERSONS OR ENTITIES SHOWN ON THE FACE OF THIS EXHIBIT. IS NON-TRANSFERABLE AND MADE FOR THIS TRANSACTION ONLY.
3. TITLE INFORMATION HAS BEEN PROVIDED BY THE CLIENT; AS SUCH, OPEN RANGE FIELD SERVICES DOES NOT WARRANT OR GUARANTEE THAT ALL CONFLICTS, EASEMENTS OR ENCUMBRANCES ARE SHOWN.
4. ALL BEARINGS, DISTANCES AND COORDINATES CONTAINED HEREIN ARE GRID, BASED UPON THE TEXAS STATE PLANE COORDINATE SYSTEM, NORTH ZONE, OF THE NORTH AMERICAN DATUM 1983 (NAD83, REALIZATIONS 2011, EPOCH 2010.00000), IN U.S. SURVEY FEET.
5. MONUMENTS SET MARKING BOUNDARY CORNERS SHALL BE 1/2 INCH DIAMETER REBAR WITH ORANGE PLASTIC CAP STAMPED "OPEN RANGE FS RPLS 6480" OR "10193994, UNLESS NOTED OTHERWISE.



2/17/2026

DAVID YOUREE, R.P. 5681

REVISION		SURVEYED BY		ORFS	2025
NO.	DESCRIPTION	BY	DATE	DRAWN BY	TDD
1	ADD EASEMENT	CL	2-17-26	CHECKED BY	DY
				PROJECT MGR.	KW
				PROJ. NO.	ORFS-P24-256
				DWG NAME:	SE 28th AVENUE.DWG

### Enviro-Ag Engineering, Inc.



1503 S. BARNES, PAMPA, TX 79065  
 TBPELS No. 10193994  
 OFFICE: 806-665-0770  
 39350 IH-10 WEST, BOERNE, TX 78006  
 TBPELS No. 10194069  
 OFFICE: 830-815-9202



## Agenda Transmittal Memo

**Date:** April 14, 2026

**Council Priority:** Fiscal Responsibility

**Department:** Finance

**Contact Person:** Katrina Owens, Interim Chief Financial Officer

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**Agenda Caption: Consideration of Resolution No. 03-24-26-3.** This item is the second and final reading to consider a resolution suspending for 45 days the effective date proposed by Atmos Energy-West Texas Division (Atmos-WTX) in its application filed on or about February 20, 2026, pursuant to section 104.301 of the Gas Utility Regulatory Act.

**Agenda Item Summary:** This item suspends the requested effective date by Atmos Energy for forty-five days pursuant to the authority granted the City under Section 104.301 of the Texas Utilities Code. The City finds that additional time is needed in order to review the data and calculations that provide the basis for the rate increase application.

**Requested Action:** Council consideration and approval of the resolution.

**Funding Summary:** Not applicable

**Purchasing Summary:** Not applicable

**Community Engagement Summary:** Not applicable

**Staff Recommendation:** Staff recommendation is to approve the resolution suspending the rate application by Atmos Energy Corporation. Amarillo City Council approved this resolution upon first reading at its March 24, 2026 regular meeting with a 5-0 vote.

**RESOLUTION NO. 03-24-26-3**

**A RESOLUTION BY THE CITY OF AMARILLO, TEXAS, ("CITY") RESPONDING TO THE APPLICATION OF ATMOS ENERGY CORPORATION – WEST TEXAS DIVISION, TO INCREASE RATES UNDER THE GAS RELIABILITY INFRASTRUCTURE PROGRAM; SUSPENDING THE EFFECTIVE DATE OF THIS RATE APPLICATION FOR FORTY-FIVE DAYS; DETERMINING THAT THE MEETING AT WHICH THE RESOLUTION WAS ADOPTED COMPLIED WITH THE TEXAS OPEN MEETINGS ACT; MAKING SUCH OTHER FINDINGS AND PROVISIONS RELATED TO THE SUBJECT; AND DECLARING AN EFFECTIVE DATE.**

WHEREAS, on or about February 20, 2026, Atmos Energy Corporation – West Texas Division (“Atmos Energy”) filed for an increase in gas utility rates under the Gas Reliability Infrastructure Program (“GRIP”), which if approved, results in an increase in the monthly customer charges as follows:

<b>Rate Schedule</b>	<b>Current Customer Charge/Ccf</b>	<b>Proposed 2026 Interim Rate Adjustment/Ccf</b>	<b>Adjusted Charge/Ccf</b>	<b>Average Monthly Bill Increase</b>
<b>Residential Gas Service (51.4 Ccf)</b>	\$ 0.59685	\$ 0.12541	\$ 0.72226	\$ 6.45
<b>Commercial Gas Service (339.8 Ccf)</b>	\$ 0.38395	\$ 0.06794	\$ 0.45189	\$ 23.09
<b>Industrial Gas Service (5,338.5 Ccf)</b>	\$ 0.25624	\$ 0.04105	\$ 0.29729	\$ 219.16
<b>Transportation Gas Service (35,835.6 Ccf)</b>	\$ 0.25624	\$ 0.04105	\$ 0.29729	\$ 1,471.14

WHEREAS, Atmos Energy’s application, if approved by the Railroad Commission, will result in a systemwide increase in Atmos Energy’s revenue of about \$30.57 million, of which the Cities of Amarillo, Channing, Dalhart, and Lubbock’s portion is about \$14.69 million.

WHEREAS, Atmos Energy proposed an effective date of April 21, 2026 for its proposed increase in rates; and

**WHEREAS**, the City has a special responsibility to exercise due diligence with regard to rate increases of monopoly utilities who operate within its boundaries; and

**WHEREAS**, the application to increase rates by Atmos Energy is complex; and

**WHEREAS**, it is necessary to suspend the effective date for the increase in rates for forty-five days, so that the City can assure itself that the data and calculations in Atmos Energy's rate application are correctly done and are in conformity with section 104.301 of the Gas Utility Regulatory Act; and

**WHEREAS**, the effective date proposed by Atmos Energy is April 21, 2026, but a suspension by the City will mean that the rate increase cannot go into effect prior to June 5, 2026.

**NOW, THEREFORE, BE IT RESOLVED BY THE CITY COUNCIL OF THE CITY OF AMARILLO, TEXAS THAT:**

**Section 1.** That the statements and findings set out in the preamble to this resolution are hereby in all things approved and adopted.

**Section 2.** The City suspends the requested effective date by Atmos Energy for forty-five days pursuant to the authority granted the City under Section 104.301 of the Texas Utilities Code. The City finds that additional time is needed in order to review the data and calculations that provide the basis for the rate increase application.

**Section 3.** The City authorizes the law firm of Herrera Law & Associates, PLLC, to act on its behalf in connection with Atmos Energy's application to increase rates.

**Section 4.** To the extent Atmos Energy's application to increase rates under section 104.301 of the Gas Utility Regulatory Act ("GURA") is considered a ratemaking proceeding, Atmos Energy is ordered to reimburse the City's reasonable rate case expenses incurred in response to Atmos Energy's rate increase application within 30 days of receipt of invoices for such expenses to the extent allowed by law, or pursuant to agreement between Atmos and ATM.

**Section 5.** A copy of this resolution shall be sent to Mr. Phillip Littlejohn, Vice President, Rates & Regulatory Affairs, Atmos Energy Corporation, 6606 66<sup>th</sup> Street, Lubbock, Texas 79424; and to Mr. Alfred R. Herrera, Herrera Law & Associates, PLLC, 4400 Medical Pkwy., Austin, Texas 78756.

**Section 6.** The meeting at which this resolution was approved was in all things conducted in compliance with the Texas Open Meetings Act, Texas Government Code, Chapter 551.

**Section 7.** This resolution shall be effective immediately upon passage.

INTRODUCED AND PASSED by the City Council of the City of Amarillo, Texas, on First Reading on this 24th day of March 2026 and PASSED on Second and Final Reading on this the 14th day of April 2026

\_\_\_\_\_  
Cole Stanley, Mayor

ATTEST:

\_\_\_\_\_  
Stephanie Coggins, City Secretary

APPROVED AS TO FORM:

\_\_\_\_\_  
Bryan McWilliams, City Attorney

**AGENDA INFORMATION SHEET**  
**AGENDA ITEM NO. 6.6. - Resolution No. 03-24-26-3.**

**ACTION TO SUSPEND FOR 45 DAYS THE EFFECTIVE DATE PROPOSED BY ATMOS ENERGY CORPORATION – WEST TEXAS DIVISION, TO INCREASE RATES UNDER THE GAS RELIABILITY INFRASTRUCTURE PROGRAM**

**“GRIP” RATE APPLICATION**

Under section 104.301 of the Gas Utility Regulatory Act (GURA), a gas utility is allowed to request increases in its rates to recover a return on investments it makes between general rate cases. This section of GURA is commonly referred to as the “GRIP” statute, that is, the “Gas Reliability Infrastructure Program.”

Under a decision by the Supreme Court of Texas, the Court concluded that a filing made under the GRIP statute permitted gas utilities the opportunity to recover return on capital expenditures made during the interim period between general rate cases by applying for an interim rate adjustment and that proceedings under the GRIP statute did not contemplate either adjudicative hearings or substantive review of utilities’ filings for interim rate adjustments. Instead, the Court concluded, the GRIP statute provides for a *ministerial* review of the utility’s filings to ensure compliance with the GRIP statute and the Railroad Commission’s rules, and that it is within the Railroad Commission’s authority to preclude cities from intervening and obtaining a hearing before the Railroad Commission.

**ATMOS ENERGY’S “GRIP” APPLICATION**

On or about February 20, 2026, Atmos Energy filed for an increase in gas utility rates under the Gas Reliability Infrastructure Program (“GRIP”) with the Cities of Amarillo, Channing, Dalhart, and Lubbock. Atmos Energy’s application, if approved by the Commission, will result in an increase in the monthly customer charges as shown below:

<b>Rate Schedule</b>	<b>Current Customer Charge/Ccf</b>	<b>Proposed 2026 Interim Rate Adjustment/Ccf</b>	<b>Adjusted Charge/Ccf</b>	<b>Average Monthly Bill Increase</b>
<b>Residential Gas Service (51.4 Ccf)</b>	\$ 0.59685	\$ 0.12541	\$ 0.72226	\$ 6.45
<b>Commercial Gas Service (339.8 Ccf)</b>	\$ 0.38395	\$ 0.06794	\$ 0.45189	\$ 23.09
<b>Industrial Gas Service</b>	\$ 0.25624	\$ 0.04105	\$ 0.29729	\$ 219.16

<b>(5,338.5 Ccf)</b>				
<b>Transportation Gas Service (35,835.6 Ccf)</b>	\$ 0.25624	\$ 0.04105	\$ 0.29729	\$ 1,471.14

Also, Atmos Energy’s proposed increase in revenue results in the following approximate percentage increases in a customer’s base-rate bills. Base rates recover Atmos Energy’s costs excluding the cost of gas and are the costs that are directly within Atmos Energy’s control:

Residential Gas Service:	13.59% increase in average customer’s bill
Commercial Gas Service:	13.16% increase in average customer’s bill
Industrial Gas Service:	10.35% increase in average customer’s bill
Transportation Gas Service:	14.81% increase in average customer’s bill

Atmos Energy’s application, if approved by the Railroad Commission, will result in a systemwide increase in Atmos Energy’s revenue of about \$30.57 million, of which the Cities of Amarillo, Channing, Dalhart, and Lubbock’s portion is about \$14.69 million.

**REVIEW AND ACTION RECOMMENDED**

In light of the Texas Supreme Court’s opinion, the City’s ability to review and effectuate a change in Atmos Energy’s requested increase is limited at best. Nonetheless, to allow for a limited review of Atmos Energy’s GRIP application, it is recommended that the City suspend Atmos Energy’s proposed effective date of April 21, 2026 for forty-five days as allowed by state law, so that the City may evaluate whether the data and calculations in Atmos Energy’s rate application are correctly done.

Therefore, the City’s Special Counsel, the law firm of Herrera Law & Associates, PLLC recommends that the City adopt a resolution suspending Atmos Energy’s proposed effective date for 45 days. Assuming a proposed effective date of April 21, 2026, Atmos Energy’s proposed effective date is suspended to June 5, 2026.



## Agenda Transmittal Memo

**Date:** April 14, 2026

**Council Priority:** Fiscal Responsibility, Public Safety

**Department:** Fire Department

**Contact Person:** Jacob Oehlert, Deputy Fire Chief

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**Agenda Caption: Consider Award - Fire Apparatus Auto Parts Supply Agreement.** This item considers the award of a supply agreement for the purchase of automotive parts for Ferrara fleet apparatus, to be used by Amarillo Fire Department. The majority of the department's apparatus are Ferrara units, making access to OEM replacement parts necessary for maintaining operational readiness and reliability.

**Award to:** Safe Industries

**Amount:** \$218,500.00

**Funding Source:** General fund revenues

**Is the item budgeted?** Yes

**Agenda Item Summary:** This supply agreement allows the department to obtain OEM parts for the Ferrara apparatus fleet. The majority of the department's apparatus are Ferrara units, making access to OEM replacement parts necessary for maintaining operational readiness and reliability. Safe Industries is the sole source provider for Ferrara OEM parts in the State of Texas. The AFD operates with its own dedicated fleet maintenance division, staffed by five full-time mechanics who perform the vast majority of repairs and maintenance on department apparatus. Because this work is handled internally, we maintain a limited inventory of commonly used parts to support routine repairs and reduce downtime. For less frequent or specialized components, parts are procured as needed through existing vendor agreements. This approach allows us to remain efficient, control costs, and keep apparatus in service with minimal delay.

**Requested Action:** Request to approve renewal of supply contract.

**Funding Summary:** The purchase of items will be made from account 1910.52050-Fire Auto Parts. No state or federal funds will be used. 1910.52050 – Fire Auto Parts has a remaining balance of \$281,675.58

**Purchasing Summary:** Safe Industries is the sole-source provider of Ferrara auto parts for the State of Texas.

**Community Engagement Summary:** Not applicable.

**Staff Recommendation:** Request to approve.

SCON-00000269 - Fire Apparatus Auto Parts Supply

---

To be awarded as one lot		Safe Industries
Purchase of parts used for the fire trucks		
1 year		
Unit Price	\$218,500.000	
Extended Price		218,500.00
Total		218,500.00

---

To be awarded as one lot

---

Safe Industries



## Agenda Transmittal Memo

**Date:** April 14, 2026

**Council Priority:** Fiscal Responsibility

**Department:** Finance

**Contact Person:** Michael Lindley, Purchasing Manager

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**Agenda Caption: Consider Award - Renewal of the Official City Branding Apparel Contract.** This item considers approval of the renewal of the remaining two one-year renewal options for the existing apparel contract. This agreement provides application of City of Amarillo logos, professional polos, and athletic uniforms, non-sworn uniforms and high visibility safety gear.

**Award to:** The Great Armadillo Printing Co.

**Amount:** Not to Exceed based on usage \$300,000.00 (\$150,000 per year)

**Funding Source:** Various funds based on departmental usage

**Is the item budgeted?** Yes

**Agenda Item Summary:** This item is to consider the renewal of the City's apparel contract. Original RFP 05-23. This agreement provides official City of Amarillo logo uniforms and specialized departmental clothing. This agreement provides application of City of Amarillo logos, professional polos, and athletic uniforms, non-sworn uniforms and high visibility safety gear.

**Requested Action:** Consideration, approval, and award of renewal to Great Armadillo Printing Co.

**Funding Summary:** Funding is available in the departmental annual budgets.

**Purchasing Summary:** Originally procured through RFP 05-23.

**Community Engagement Summary:** Not applicable.

**Staff Recommendation:** It is recommended that the City Council approve the exercise of the remaining two one-year renewal options for the existing apparel contract.

To be awarded as one lot Great Armadillo

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Contract used by all departments for purchase of Apparel for uniforms, team sports and

2 years

Unit Price

\$150,000.000

Extended Price

300,000.00

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Total

300,000.00

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To be awarded as one lot Great Armadillo

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## Agenda Transmittal Memo

**Date:** April 14, 2026

**Council Priority:** Public Safety

**Department:** Airport

**Contact Person:** Michael Conner, Director of Aviation

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**Agenda Caption: Consider Award - Airfield Aerial Pre-Emergent Spraying.** This item considers the award of a five-year contract to spray pre-emergent chemicals on airfield grassy areas at the Rick Husband Amarillo International Airport. This spraying will reduce seed-bearing vegetation that attracts wildlife, reduce the threat of bird strikes, and increase safety.

**Award to:** S&D Spraying Service

**Amount:** \$212,950.00

**Funding Source:** State grant funding (Texas Department of Transportation Ramp Grant)

**Is the item budgeted?** Yes

**Agenda Item Summary:** This contract is for spraying pre-emergent chemicals on the entire airfield area surrounding the runways and taxiways. The chemicals being sprayed are designed to reduce the growth of seed-bearing plants and vegetation so that birds will be less attracted to the airfield areas. This is in line with the Airport's FAA-approved wildlife hazard management plan. This is a five-year contract.

**Requested Action:** Please approve this spraying contract.

**Funding Summary:** Annually, Airport revenue funds will be used to pay for this service. The revenue will come from the annual TxDOT RAMP Grant.

**Purchasing Summary:** This contract is the result of a full bid process.

**Community Engagement Summary:** N/A

**Staff Recommendation:** Airport staff recommends this contract.

# Responses

Success: All data is valid!

Numeric

Status	#	Item Name	Quantity Required	Unit Price	Total Cost
--------	---	-----------	-------------------	------------	------------

## Annual Price for Airfield Aerial Pre-Emergent Application Annual Contract Services

Success: All values provided	#1-1	Services - Year 1	1	\$ 40,950.00	\$ 40,950.00
Success: All values provided	#1-2	Services - Year 2	1	\$ 41,000.00	\$ 41,000.00
Success: All values provided	#1-3	Services - Year 3	1	\$ 41,000.00	\$ 41,000.00
Success: All values provided	#1-4	Services - Year 4	1	\$ 45,000.00	\$ 45,000.00
Success: All values provided	#1-5	Services - Year 5	1	\$ 45,000.00	\$ 45,000.00
<b>Basket Total</b>					<b>\$ 212,950.00</b>
<b>Grand Total</b>					<b>\$ 212,950.00</b>



## Agenda Transmittal Memo

**Date:** April 14, 2026

**Council Priority:** Fiscal Responsibility, Infrastructure, Public Safety

**Department:** Water and Sewer Utilities

**Contact Person:** William Johnson, Interim Director of Utilities

**Agenda Caption: Consider Ratification - Emergency Award for Blower Repairs to Hollywood Road Wastewater Treatment Facility.** This item considers the award of a contract to repair the variable frequency drive on blower #2 at the Hollywood Road Wastewater Treatment Facility (WWTF). City staff proceeded with an emergency procurement of this award to prevent operational disruptions and regulatory compliance issues. The City Council is now being asked to ratify the emergency purchase made to repair and return blower #2 to service at the Hollywood Road WWTF.

**Award to:** Austin Armature Works (Buyboard #770-25)

**Amount:** \$103,596.00

**Funding Source:** Water and sewer fund revenues (CIP #PRJ-523225)

**Is the item budgeted?** Yes

**Agenda Item Summary:** On March 4, 2026, a severe storm caused a power outage at the Hollywood Road Wastewater Treatment Facility (WWTF). As a result of the outage, the Variable Frequency Drive (VFD) on Blower #2 failed and required immediate replacement. Blowers are a critical component of the wastewater treatment process, as they supply the air needed for the biological treatment that occurs inside the aeration basins. Aeration is essential for the beneficial microorganisms to break down organic matter and remove pollutants from the wastewater. Without properly functioning blowers, the treatment process can be disrupted, potentially leading to permit violations and impacts on water quality.

Due to the urgency of maintaining continuous plant operations and remaining in compliance with the facility's discharge permit, staff determined that the VFD replacement constituted an emergency purchase, which was approved by the City Manager. Austin Armature Works was contacted to provide the replacement VFD and perform the necessary turnkey services to restore the blower to operation as quickly as possible.

City staff proceeded with the emergency procurement to prevent operational disruptions and regulatory compliance issues. The City Council is now being asked to ratify the emergency purchase made to repair and return Blower #2 to service at the Hollywood Road WWTF.

**Requested Action:** Requesting approval of the purchase made to Austin Armature Works to address the emergency situation we experienced.

**Funding Summary:** Funding is available in CIP PRJ-523225 Blower Retrofit Hollywood Rd, current balance of \$1,654,987.19.

**Purchasing Summary:** This was procured as an emergency purchase. Co-op Buyboard was used for the timeline.

**Community Engagement Summary:** Reliable operation of the Hollywood Road Wastewater Treatment Facility is essential to protecting public health and the environment. Blowers play a critical role in the treatment process by providing oxygen to the biological system that removes pollutants from wastewater before it is discharged to creeks or receiving waters. If a blower is not functioning properly, the treatment process can be compromised, which could lead to the discharge of partially treated

wastewater and potential violations of environmental permits. This action supports the City's commitment to maintaining reliable wastewater infrastructure and safeguarding the health and well-being of the community.

**Staff Recommendation:** Staff recommends the approval of the purchase.

ITB 172-26 SS Blower Repairs for Hollywood Road WWTF

To be awarded as one lot		Austin Armature Works, LP
Line 1 Blower #2 VFD Replacement		
1 ea		
Unit Price	\$49,096.000	
Extended Price		49,096.00
Line 2 Labor		
1 ea		
Unit Price	\$48,000.000	
Extended Price		48,000.00
Line 3 Expedite Fee		
1 ea		
Unit Price	\$6,500.000	
Extended Price		6,500.00
Total Amount Bid		\$ 103,596.00
Austin Armature Works, LP		
Buda, TX		



## Agenda Transmittal Memo

**Date:** April 14, 2026

**Council Priority:** Fiscal Responsibility  
Infrastructure  
Public Safety

**Department:** Water and Sewer Utilities

**Contact Person:** William Johnson, Interim Director of Utilities

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**Agenda Caption:** Consider Award - Water Recirculation System for the East Dissolved Air Flotation Tank at River Road Wastewater Treatment Facility. This item considers the award of the purchase and installation of a water recirculation system for the East Dissolved Air Flotation (DAF) tank at the River Road Wastewater Treatment Facility.

**Award to:** Zone Industries (Buyboard #672-22)

**Amount:** \$289,796.00

**Funding Source:** Water and Sewer revenue Fund

**Is the item budgeted?** Yes

### Agenda Item Summary:

This award is for the purchase and installation of a new water recirculation system for the East Dissolved Air Flotation (DAF) Tank. The current system, which has been in operation for over 20 years, has exceeded its expected service life and is experiencing frequent breakdowns. These issues have led to higher solids and organic loads being passed on to downstream units, which reduces the efficiency of treatment. When treatment efficiency is reduced the plant experiences upsets to the biological processes, decreased effluent quality, odor control problems, and the risk of permit violations. The new water recirculation system will produce tiny air bubbles that float solids to the surface, where they can be skimmed off, while clarified water flows out from the bottom of the tank. This will improve the overall system's reliability and efficiency by reducing breakdowns and enhancing solids removal.

The new system is expected to deliver several key benefits, including improved reliability, better effluent quality, and the prevention of odor issues. It will also stabilize biological processes, improve downstream operations, and ensure compliance with environmental regulations. To move forward, the next steps include securing budget approval for the purchase and installation of the new system, selecting a supplier based on system specifications and cost-effectiveness, and establishing a timeline for procurement, installation, and system testing. Once installed, the system will undergo thorough testing and commissioning to ensure it operates as expected and meets the required standards.

**Requested Action:** Requesting the approval of the award to Zone Industries for \$289,796.00

**Funding Summary:** Funding for the purchase is available in account 52260.68300.

**Purchasing Summary:** Procurement of the award was done by a co-operative process. Buyboard #672-22

### Community Engagement Summary:

The East Dissolved Air Flotation (DAF) Tank is crucial to the city's wastewater treatment process, helping to remove solids and organic materials from wastewater before it is released back into the environment. This process ensures that local

waterways remain protected, preventing harmful pollutants from impacting aquatic ecosystems, and protecting public health. However, the current water recirculation system, which has been in operation for over 20 years, is prone to frequent breakdowns, potentially leading to poor effluent quality, and risk of permit violations.

Upgrading the system will improve its reliability, enhance effluent water quality, and reduce the risk of odor or pollution issues, ensuring compliance with environmental regulations. This investment will support better long-term wastewater management, reduce maintenance costs, and protect the health of the community by safeguarding the city's water resources for future generations. The DAF Tank upgrade is an important step toward maintaining a clean, sustainable environment for the residents and the aquatic ecosystem.

**Staff Recommendation:** City Staff recommends the approval of the award.

ITB 171-26 SS Dissolved Air Floatation Recirculation System

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To be awarded as one lot Zone Industries, LLC

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Line 1 Dissolved Air Floatation Recirculation System

1 ea		
Unit Price	\$239,396.000	
Extended Price		239,396.00

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Line 2 Labor

1 ea		
Unit Price	\$50,400.000	
Extended Price		50,400.00

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Total Amount Bid \$ 289,796.00  
Zone Industries, LLC  
Houston, TX

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## Agenda Transmittal Memo

**Date:** April 14, 2026

**Council Priority:** Fiscal Responsibility  
Infrastructure  
Public Safety

**Department:** Water and Sewer Utilities

**Contact Person:** William Johnson, Interim Director of Utilities

**Agenda Caption:** **Consider Purchase - Belt Press Replacement Rollers for Hollywood Road.** This item considers the purchase of replacement rollers for the belt press at the Hollywood Road Wastewater Treatment Facility.

**Award to:** Komline Sanderson

**Amount:** \$259,868.00.

**Funding Source:** Water and sewer fund revenues (CIP #0000177)

**Is the item budgeted?** Yes

**Agenda Item Summary:** The rollers on the Belt Press are crucial for keeping the belts properly aligned and ensuring consistent pressure during the sludge dewatering process. This process is important because it helps squeeze out excess water from the sludge before disposal, improving the efficiency of dewatering and reducing landfill costs. By removing the water weight from the sludge, we reduce the overall weight that needs to be transported, which saves money and resources.

The current Belt Press rollers are being replaced due to age and wear. These replacements are necessary to maintain optimal performance. Additionally, we are securing backup rollers for the other presses to prevent operational disruptions in the event of a failure. Since these rollers have a long lead time, any unexpected downtime caused by a broken roller could significantly affect operations, leading to a backup of sludge in the plant. This could result in potential spills or environmental fines, making it critical to have backup rollers on hand to prevent costly delays.

K-S, the Original Equipment Manufacturer (OEM), designs and manufactures these rollers. They are the sole source of genuine replacement parts, which are built to the original specifications to ensure the equipment operates at its best. K-S's parts are made at their Peapack, NJ factory, and they can ship parts both domestically and internationally. Having a reliable supply of these parts is essential for keeping the dewatering process running smoothly and avoiding disruptions.

The Belt Press is an essential piece of equipment at the Wastewater Treatment Facility (WWTF) because it helps remove excess water from the sludge, which is the leftover material after wastewater has been treated. This process, called dewatering, is important because it makes the sludge easier and less expensive to dispose of. By squeezing out the water, the sludge becomes lighter, reducing the amount that needs to be transported to landfills. This helps save both money and resources while keeping the process efficient. At the heart of the Belt Press are rollers, which keep the belts properly aligned and make sure the pressure applied during dewatering is consistent. These rollers are critical for making sure everything runs smoothly. However, the rollers on our current Belt Press are starting to wear out due to age. To keep the equipment working properly, we are replacing these rollers. In addition to this, we are also securing backup rollers for our other presses, just in case one of them breaks in the future. Since these rollers take time to get delivered, it's important to have replacements on hand to avoid any delays in the dewatering process. If a roller breaks unexpectedly, it could stop the Belt Press from working, leading to a backup of sludge at the plant. This could cause potential spills, or even result in fines for environmental issues.

The Belt Press is a vital part of our wastewater treatment process, and maintaining the equipment by replacing and securing

backup rollers is necessary to ensure we can continue providing safe, reliable service to our community without unexpected disruptions.

**Requested Action:** Requesting the approval of the purchase to Komline Sanderson for the amount of \$259,868.00

**Funding Summary:** Funding is available in CIP Fund in excess of the project amount.

**Purchasing Summary:** Procurement was processed through a sole source justification due to K-S being the proprietary supplier for these rollers.

**Community Engagement Summary:** Not applicable.

**Staff Recommendation:** Staff recommends approval of the purchase.

ITB 177-26 Hollywood Road Belt Press

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To be awarded as one lot

Komline Sanderson

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Line 1 Belt Press Rollers Replacement

1 ea

Unit Price

\$259,868.000

Extended Price

259,868.00

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Total Amount Bid

\$ 259,868.00

Komline Anderson

Peapack, NJ

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## Agenda Transmittal Memo

**Date:** April 14, 2026

**Council Priority:** Business Friendly Community  
 Communication  
 Fiscal Responsibility  
 Infrastructure  
 Public Safety  
 Technology and Innovation

**Department:** Office of Engagement and Innovation

**Contact Person:** Kristen Wolbach, Director of Office of Engagement and Innovation

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**Agenda Caption:** Streaming of Board and Commission Meetings

**Agenda Item Summary:** Not applicable

**Requested Action:** Not applicable

**Funding Summary:** Not applicable

**Purchasing Summary:** Not applicable

**Community Engagement Summary:** Not applicable

**Staff Recommendation:** Not applicable



## Agenda Transmittal Memo

**Date:** April 14, 2026

**Council Priority:** Business Friendly Community  
 Communication  
 Fiscal Responsibility  
 Infrastructure  
 Public Safety  
 Technology and Innovation

**Department:** City Manager's Office

**Contact Person:** Cole Stanley, Mayor

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**Agenda Caption:** Construction-in-Progress (CIP) Report Update

**Agenda Item Summary:** Enter a brief summary of your agenda Item and the need for it.

**Requested Action:** Enter the requested action - example: Consideration of the item as presented. (This field is not to recommend approval)

**Funding Summary:** Enter your funding source - include fund/department/etc. For a CIP project - include the fund and specific six-digit CIP number(s)

**Purchasing Summary:** Enter summary of how the item was purchased. Examples: awarded to lowest of four bidders, purchased through a cooperative agreement, request-for-proposal, etc. For non-purchasing items, mark as "Not applicable"

**Community Engagement Summary:** Add any PUBLIC engagement - previous council discussion, public notices, etc. This is not for internal engagement. If it does not apply, mark as "Not applicable"

**Staff Recommendation:** Enter staff's recommendation: Examples: "Staff recommends approval of the item as presented." "Staff has no recommendation."



## Agenda Transmittal Memo

**Date:** April 14, 2026

**Council Priority:** Business Friendly Community

**Department:** Planning and Development Services

**Contact Person:** Brady Kendrick, Senior Planner

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**Agenda Caption: Public Hearing and Consideration of Ordinance No. 8243.** This item is a public hearing and first reading of an ordinance considering the rezoning of Lots 1 through 3 and 9 through 12, Block 46, Amended Plat of San Jacinto Heights Addition, an addition to the City of Amarillo, in Section 225, Block 2, A.B.& M. Survey, Potter County, Texas, plus one-half of all bounding streets, alleys, and public ways, to change from Residential District 3 to Residential District 3 with Specific Use Permit 209 for a Daycare facility. (VICINITY: SW 5th Ave. & S. Alabama St.; APPLICANT/S: Yellow City Academy Land & Equipment LTD)

**Agenda Item Summary:** Purpose: The applicant is requesting a change in zoning to convert a vacant church into a daycare facility with an associated outdoor playground area.

Adjacent Zoning: Residential District 3 in all directions.

Adjacent Land Uses: Single-family detached homes in all directions.

City Plan 2045 Place Type: Neighborhood Medium.

Analysis: The applicant is currently in the process of finalizing plans to convert a vacant church into a daycare facility. The church was originally constructed in 1955 and features a parking lot on the north side of the building and a playground area to the east of the building that is also included with the boundary of the request.

The applicant submitted a site plan for review (included as an attachment within the packet) along with supporting details for consideration by both City Staff and the Planning and Zoning Commission. The applicant is not proposing changes to the exterior/existing site conditions and will be maintaining the existing landscaping and trees that are onsite. Sign and other development standards are to conform with the existing zoning district (R-3).

Hours of operation will be from 7:00am to 6:00pm during the week and the facility will employ approximately 20 people.

Regarding City Plan 2045, the Neighborhood Medium category does allow for institutional land uses to be incorporated into neighborhoods as a secondary use. A daycare facility, per the City's zoning ordinance, is classified under the Educational and Institutional Use category.

When considering a specific use permit, the use under consideration is often compatible in many ways with other uses allowed within the base zoning district but should be considered on a case-by-case basis prior to being allowed. In this instance, given that the proposed use is occupying a building and site that was formerly utilized by an institutional land use in the past, there is already an expectation established that this site contains a non-residential type land use.

Additionally, given the lack of changes to the exterior of the site and building proposed, additional impacts are expected to be minimal except for periodic increases in traffic during pick-up and drop-off hours. Given that those periods of time will be limited to only a couple of occurrences per day, the overall impact in the Planning and Zoning Commission's opinion is

minimal and of similar nature to the church that previously operated on the property.

The Planning and Zoning Commission also notes that this type of use is one that would serve residents of the area directly and would provide an opportunity for childcare for the San Jacinto neighborhood. It has been noted that childcare facilities are in demand within Amarillo and service type uses such as this are recommended within neighborhoods by City Plan where appropriate. Given active redevelopment efforts within the neighborhood, the proposed use given its location and the characteristics of the property is appropriate in the opinion of the Planning and Zoning Commission and would offer a key institutional use for many residents of the area.

**Requested Action:** Public hearing and City Council consideration.

**Funding Summary:** Not applicable.

**Purchasing Summary:** Not applicable.

**Community Engagement Summary:** No comments from the public have been received.

**Staff Recommendation:** The Planning and Zoning Commission recommended approval of the rezoning with a 5-0 vote.

ORDINANCE NO. 8243

AN ORDINANCE OF THE CITY OF AMARILLO, TEXAS: PROVIDING SPECIFIED CHANGES IN THE OFFICIAL ZONING MAP OF THE CITY OF AMARILLO, TEXAS; PROVIDING FOR CHANGE OF USE DISTRICT CLASSIFICATION OF SPECIFIED PROPERTY IN THE VICINITY OF SOUTHWEST 5<sup>TH</sup> AVENUE AND SOUTH ALABAMA STREET, POTTER COUNTY, TEXAS; PROVIDING A SAVINGS CLAUSE; PROVIDING A REPEALER CLAUSE; AND PROVIDING AN EFFECTIVE DATE.

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WHEREAS, the City Council adopted the “City Plan – Vision 2045” comprehensive plan on June 25, 2024, which established guidelines in the future development of the community for the purpose of promoting the health, safety, and welfare of its citizens; and

WHEREAS, the Amarillo Municipal Code established zoning districts and regulations in accordance with such land use plan, and proposed changes must be submitted to the Planning and Zoning Commission; and

WHEREAS, after a public hearing before the Planning and Zoning Commission for proposed zoning changes on the property hereinafter described, the Commission filed its final recommendation and report on such proposed zoning changes with the City Council; and

WHEREAS, the City Council has considered the final recommendation and report of the Planning and Zoning Commission and has held public hearings on such proposed zoning changes, all as required by law; and

WHEREAS, the City Council further determined that the request to rezone the location indicated herein is consistent with the goals, policies, and future land use map of the Comprehensive Plan for the City of Amarillo, Texas.

NOW, THEREFORE, BE IT ORDAINED BY THE CITY COUNCIL OF THE CITY OF AMARILLO:

SECTION 1. All of the above premises are hereby found to be true and correct legislative and factual findings of the City Council and are hereby approved and incorporated into the body of this Ordinance as if copied in their entirety.

SECTION 2. The zoning map of the City of Amarillo adopted by Section 4-10 of the Amarillo Municipal Code and on file in the office of the Planning Director is hereby amended to reflect the following zoning use changes:

Rezoning of Lots 1 through 3 and 9 through 12, Block 46, Amended Plat of San Jacinto Heights Addition, an addition to the City of Amarillo, in Section 225, Block 2, A.B.& M. Survey, Potter County, Texas, plus one-half of all bounding streets, alleys, and public ways, to change from Residential District 3 to Residential District 3 with Specific Use Permit 209 for a Daycare facility being described in Exhibit A attached herein.

SECTION 3. In the event this Ordinance or any part hereof is found to be invalid, such invalidity shall not affect the remaining portions of the Ordinance, and such remaining portions shall continue to be in full force and effect. The Director of Planning is authorized to make corrections and minor changes to the site plan or development documents to the extent that such does not materially alter the nature, scope, or intent of the approval granted by this Ordinance.

SECTION 4. All ordinances and resolutions or parts thereof that conflict with this Ordinance are hereby repealed, to the extent of such conflict.

SECTION 5. This Ordinance shall become effective from and after its date of final passage.

INTRODUCED AND PASSED by the City Council of the City of Amarillo, Texas, on First Reading on this the 14<sup>th</sup> day of April 2026 and PASSED on Second and Final Reading on this the 28<sup>th</sup> day of April 2026.

\_\_\_\_\_  
Cole Stanley, Mayor

ATTEST:

\_\_\_\_\_  
Stephanie Coggins, City Secretary

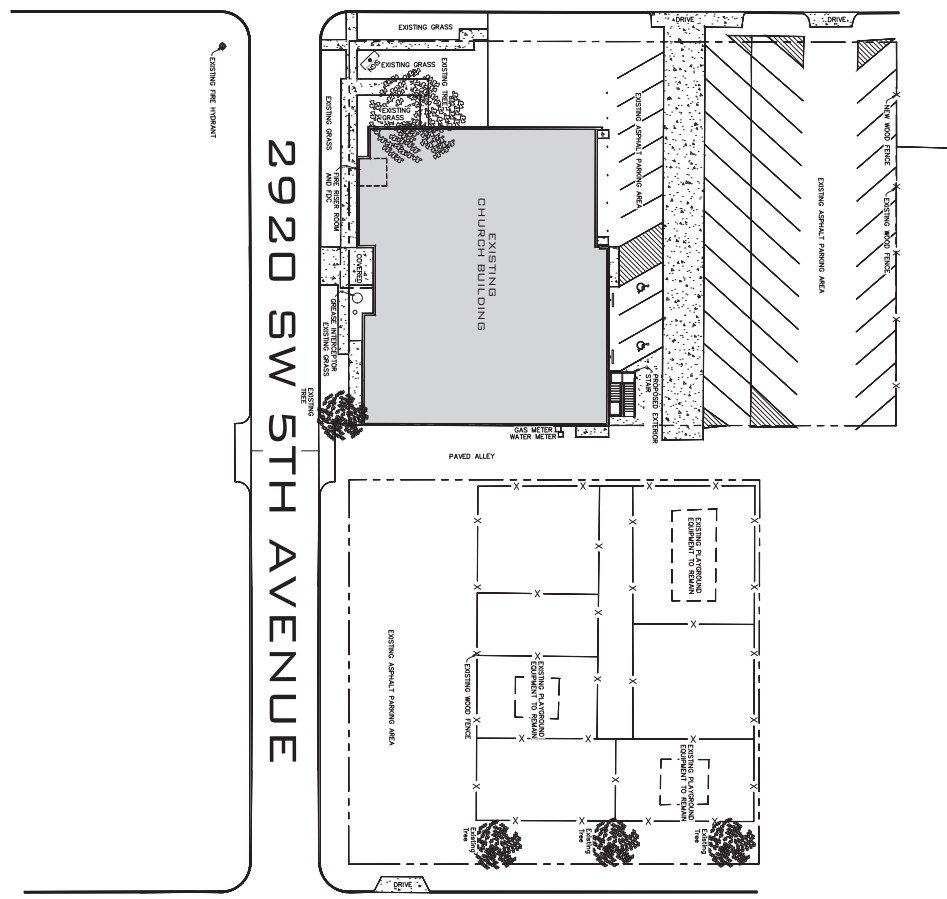
APPROVED AS TO FORM:

\_\_\_\_\_  
Bryan McWilliams, City Attorney



01/03/2026

# S. ALABAMA STREET



2920 SW 5TH AVENUE

# S. KENTUCKY STREET

Exhibit A

SITE PLAN  
SCALE: 1" = 20'-0"

- GENERAL NOTES:**
- 1. CONTRACTOR TO VERIFY ALL EXISTING GRADE ELEVATIONS AND CONDITIONS OF ALL UTILITIES PRIOR TO CONSTRUCTION. ANY CHANGES TO THE ORIGINAL PLAN SHALL BE SUBMITTED TO THE CITY OF AMARILLO FOR REVIEW AND APPROVAL.
  - 2. EXISTING LANDSCAPING AND TREES SHALL REMAIN AND BE MAINTAINED AS SHOWN ON THE SITE PLAN.
  - 3. TRASH COLLECTION VIA BERING DRIVERS IN ALLEY.



- VICINITY MAP**
- 1. USE OF BARRIER YELLOW CITY ACCESSIBLE TO ALL.
  - 2. EXISTING ASPHALT PAVEMENT SHALL BE REPAIRED TO CODE.
  - 3. EXISTING ASPHALT PAVEMENT SHALL BE REPAIRED TO CODE.
  - 4. EXISTING ASPHALT PAVEMENT SHALL BE REPAIRED TO CODE.
  - 5. EXISTING ASPHALT PAVEMENT SHALL BE REPAIRED TO CODE.
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  - 7. EXISTING ASPHALT PAVEMENT SHALL BE REPAIRED TO CODE.
  - 8. EXISTING ASPHALT PAVEMENT SHALL BE REPAIRED TO CODE.
  - 9. EXISTING ASPHALT PAVEMENT SHALL BE REPAIRED TO CODE.
  - 10. EXISTING ASPHALT PAVEMENT SHALL BE REPAIRED TO CODE.

- SITE PLAN NOTES:**
1. ALL PARKING AND DRIVEWAYS SHALL CONFORM TO THE POLYTRAVEL OF THE CITY OF AMARILLO.
  2. ALL DRIVEWAYS SHALL BE CONCRETE ON TO THE EXISTING ASPHALT PAVEMENT. THE DRIVEWAYS SHALL BE ATTACHED TO THE EXISTING ASPHALT PAVEMENT AND SHALL BE REPAIRED TO CODE.
  3. ALL DRIVEWAYS SHALL BE CONCRETE ON TO THE EXISTING ASPHALT PAVEMENT. THE DRIVEWAYS SHALL BE ATTACHED TO THE EXISTING ASPHALT PAVEMENT AND SHALL BE REPAIRED TO CODE.
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  10. ALL DRIVEWAYS SHALL BE CONCRETE ON TO THE EXISTING ASPHALT PAVEMENT. THE DRIVEWAYS SHALL BE ATTACHED TO THE EXISTING ASPHALT PAVEMENT AND SHALL BE REPAIRED TO CODE.

DATE: 01/03/2026  
DRAWN BY: ALYSSA BENDIS  
CHECKED BY: [Signature]  
SHEET: 1 OF 3  
PROJECT: 23167

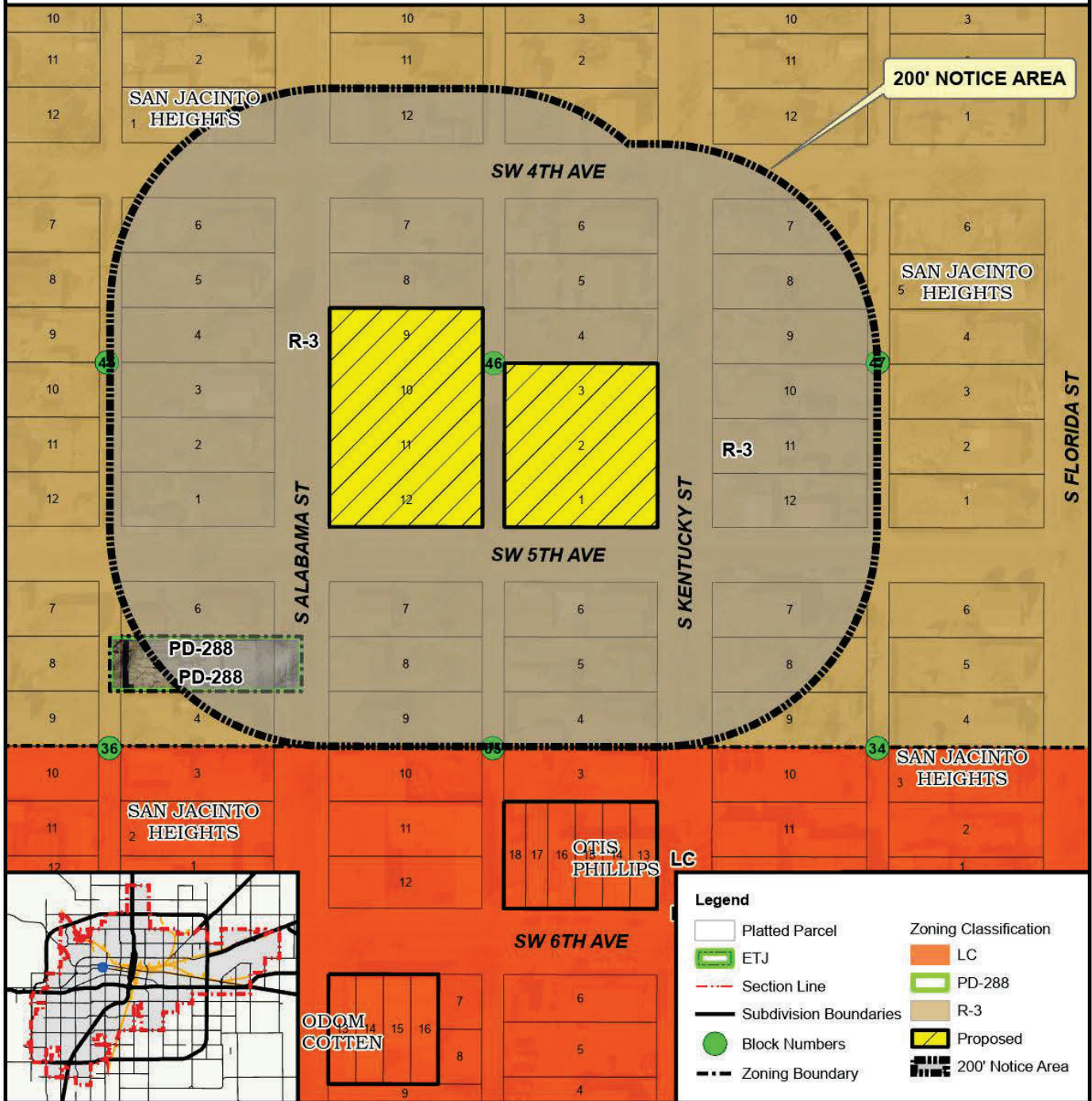
**THE DRAWING BOARD**  
9537-A 8th Street  
Amarillo, TX 79109  
Office: (806) 335-3329  
Fax: (806) 335-3366  
www.thedrawingboard.com

A NEW DAYCARE FACILITY FOR:  
**Yellow City Academy**  
2920 SW 5TH AVE  
AMARILLO, TEXAS

CONTRACTOR / BUILDER	REVISIONS

All residential building plans on the copyrighted drawing shall be the property of The Drawing Board, Inc. and shall not be reproduced in any form without the written consent of The Drawing Board, Inc. Each additional home constructed by this same architect or engineer shall be subject to the same terms and conditions as the original home. Each additional home constructed by this same architect or engineer shall be subject to the same terms and conditions as the original home.

# REZONING FROM R-3 to R-3/S



## CITY OF AMARILLO PLANNING DEPARTMENT

**Scale:** 1 inch = 125 Feet  
**Date:** 2/19/2026  
**Case No:** Z-24-04



Case Z-24-04 Rezoning of Lots 1 through 3 and 9 through 12, Block 46, Amended Plat of San Jacinto Heights Addition, an addition to the City of Amarillo, in Section 225, Block 2, A.B.& M. Survey, Potter County, Texas, plus one-half of all bounding streets, alleys, and public ways, to change from Residential District 3 to Residential District 3 with a Specific Use Permit for a Daycare facility. (VICINITY: SW 5<sup>th</sup> Ave. & S. Alabama St.; APPLICANT/S: Yellow City Academy Land & Equipment LTD)

AP: L-11

DISCLAIMER: The City of Amarillo is providing this information as a public service. The information shown is for information purposes only and except where noted, all of the data or features shown or depicted on this map is not to be construed or interpreted as accurate and/or reliable; the City of Amarillo assumes no liability or responsibility for any discrepancies or errors for the use of the information provided.



## Agenda Transmittal Memo

**Date:** April 14, 2026

**Council Priority:** Business Friendly Community

**Department:** Planning and Development Services

**Contact Person:** Brady Kendrick, Senior Planner

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**Agenda Caption: Public Hearing and Consideration of Ordinance No. 8244.** This item is a public hearing and first reading of an ordinance considering the rezoning of a 4.11-acre tract of unplatted land, located in Section 154, Block 2, A.B.& M. Survey, Randall County, Texas, plus one-half of all bounding streets, alleys, and public ways, to change from General Retail District and Residential District 3 with Specific Use Permit 2 to Multiple-Family District 2. (VICINITY: Ross St. & SE 34th Ave.; APPLICANT/S: Omer Sarig for The Llano Cemetery Association)

**Agenda Item Summary:** Purpose: The developer is proposing a change in zoning to develop the property with an apartment complex.

Adjacent Zoning: Residential District 3/SUP-2 and General Retail District to the north; Residential District 3/SUP-2 in all other directions.

Adjacent Land Uses: Undeveloped land in all directions.

City Plan 2045 Place Type: Neighborhood High.

Analysis: The applicant's property is located at the end of the Ross Street cul-de-sac just north of SE 34th Avenue. The property is currently surplus property for the cemetery and is located at the edge of a retail area anchored by a Walmart Neighborhood Market.

Regarding typical planning principals, a transition in zoning would be recommended to occur to the north and west of the existing retail area given the presence of single-family homes further to the northwest of the applicant's tract.

Additionally, it was identified during the City Plan 2045 adoption that opportunities for mixed-use type areas were desired to offer opportunities for citizens to be within walking distance of services and retail areas. The location of this proposed apartment complex would be in proximity to the retail area located at the northwest corner of SE 34th Avenue and Osage Street which would offer this opportunity. The applicant's request would also conform with the Place Type identified for the area, which is Neighborhood High.

When considering the characteristics of the zoning and development patterns found in this area, the Planning and Zoning Commission is of the opinion that the request represents a logical request for the property that would fit within the characteristics of the area.

**Requested Action:** Public hearing and City Council consideration.

**Funding Summary:** Not applicable.

**Purchasing Summary:** Not applicable.

**Community Engagement Summary:** No public comments have been received.

**Staff Recommendation:** The Planning and Zoning Commission recommended approval of the request with a 5-0 vote.

ORDINANCE NO. 8244

AN ORDINANCE OF THE CITY OF AMARILLO, TEXAS; PROVIDING SPECIFIED CHANGES IN THE OFFICIAL ZONING MAP OF THE CITY OF AMARILLO, TEXAS; PROVIDING FOR CHANGE OF USE DISTRICT CLASSIFICATION OF SPECIFIED PROPERTY IN THE VICINITY OF ROSS STREET AND SOUTHEAST 34<sup>TH</sup> AVENUE, RANDALL COUNTY, TEXAS; PROVIDING A SAVINGS CLAUSE; PROVIDING A REPEALER CLAUSE; AND PROVIDING AN EFFECTIVE DATE.

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WHEREAS, the City Council adopted the “City Plan – Vision 2045” comprehensive plan on June 25, 2024, which established guidelines in the future development of the community for the purpose of promoting the health, safety, and welfare of its citizens; and

WHEREAS, the Amarillo Municipal Code established zoning districts and regulations in accordance with such land use plan, and proposed changes must be submitted to the Planning and Zoning Commission; and

WHEREAS, after a public hearing before the Planning and Zoning Commission for proposed zoning changes on the property hereinafter described, the Commission filed its final recommendation and report on such proposed zoning changes with the City Council; and

WHEREAS, the City Council has considered the final recommendation and report of the Planning and Zoning Commission and has held public hearings on such proposed zoning changes, all as required by law; and

WHEREAS, the City Council further determined that the request to rezone the location indicated herein is consistent with the goals, policies, and future land use map of the Comprehensive Plan for the City of Amarillo, Texas.

NOW, THEREFORE, BE IT ORDAINED BY THE CITY COUNCIL OF THE CITY OF AMARILLO:

SECTION 1. All of the above premises are hereby found to be true and correct legislative and factual findings of the City Council and are hereby approved and incorporated into the body of this Ordinance as if copied in their entirety.

SECTION 2. The zoning map of the City of Amarillo adopted by Section 4-10 of the

Amarillo Municipal Code and on file in the office of the Planning Director is hereby amended to reflect the following zoning use changes:

Rezoning of a 4.11-acre tract of unplatted land, located in Section 154, Block 2, A.B.& M. Survey, Randall County, Texas, plus one-half of all bounding streets, alleys, and public ways, to change from General Retail District and Residential District 3 with Specific Use Permit 2 to Multiple-Family District 2 being described in Exhibit A attached herein.

SECTION 3. In the event this Ordinance or any part hereof is found to be invalid, such invalidity shall not affect the remaining portions of the Ordinance, and such remaining portions shall continue to be in full force and effect. The Director of Planning is authorized to make corrections and minor changes to the site plan or development documents to the extent that such does not materially alter the nature, scope, or intent of the approval granted by this Ordinance.

SECTION 4. All ordinances and resolutions or parts thereof that conflict with this Ordinance are hereby repealed, to the extent of such conflict.

SECTION 5. This Ordinance shall become effective from and after its date of final passage.

INTRODUCED AND PASSED by the City Council of the City of Amarillo, Texas, on First Reading on this the 14<sup>th</sup> day of April 2026 and PASSED on Second and Final Reading on this the 28<sup>th</sup> day of April 2026.

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Cole Stanley, Mayor

ATTEST:

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Stephanie Coggins, City Secretary

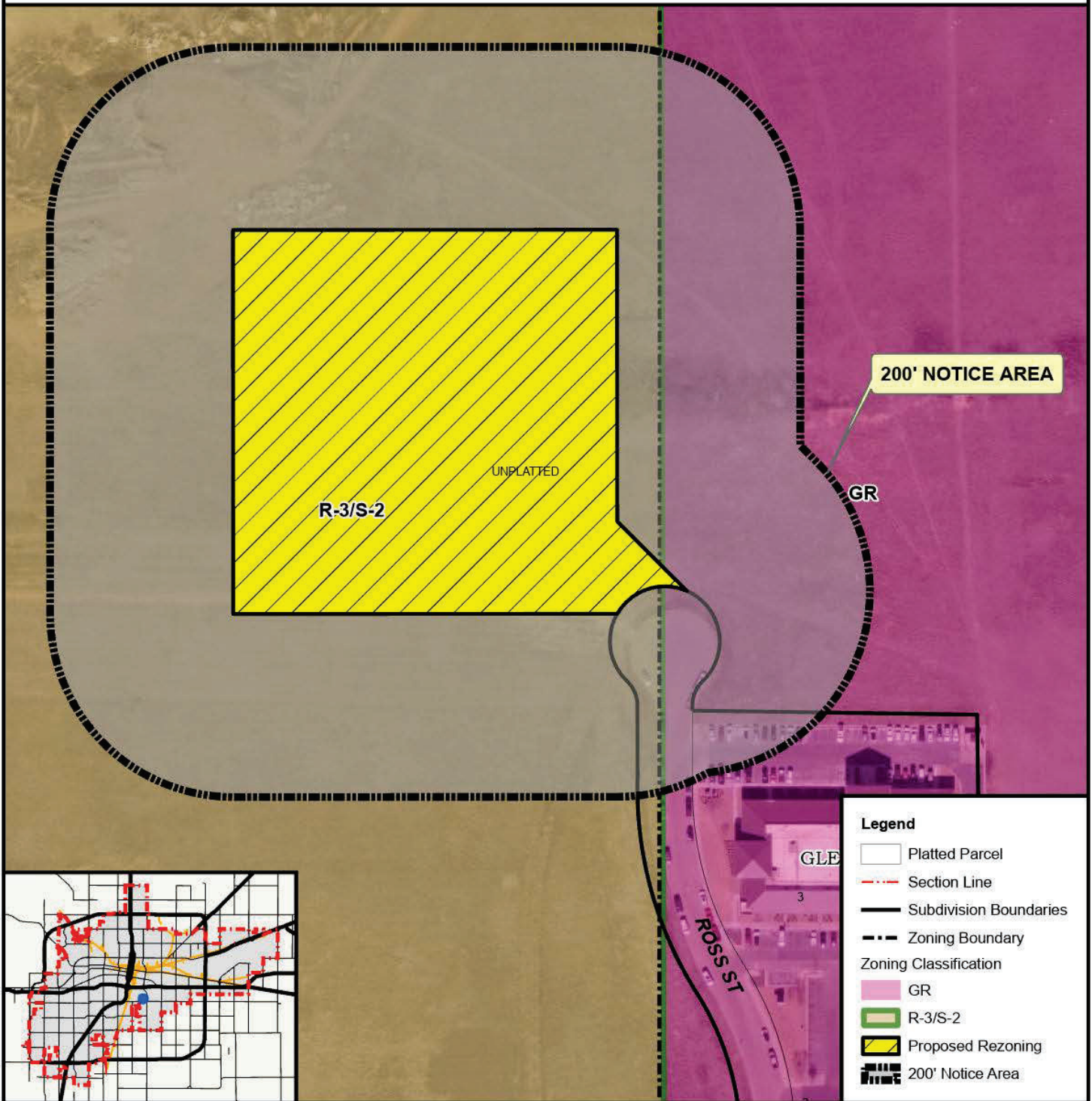
APPROVED AS TO FORM:

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Bryan McWilliams, City Attorney



# REZONING FROM GR & R-3/S-2 to MF 2



## CITY OF AMARILLO PLANNING DEPARTMENT

Case 2026-34-Z Rezoning of a 4.11 acre tract of unplatted land, located in Section 154, Block 2, A.B. & M. Survey, Randall County, Texas, plus one-half of all bounding streets, alleys, and public ways, to change from General Retail District and Residential District 3 with Specific Use Permit 2 to Multiple-Family District 2.

VICINITY: Ross St. & SE 34<sup>th</sup> Ave.

APPLICANT/S: Omer Sarig for The Llano Cemetery Association

Scale: 1 inch = 150 Feet  
Date: 2/19/2026  
Case No: 2026-34-Z



AP: O-13

DISCLAIMER: The City of Amarillo is providing this information as a public service. The information shown is for information purposes only and except where noted, all of the data or features shown or depicted on this map is not to be construed or interpreted as accurate and/or reliable; the City of Amarillo assumes no liability or responsibility for any discrepancies or errors for the use of the information provided.



## Agenda Transmittal Memo

**Date:** April 14, 2026

**Council Priority:** Business Friendly Community

**Department:** Planning and Development Services

**Contact Person:** Brady Kendrick, Senior Planner

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**Agenda Caption: Public Hearing and Consideration of Ordinance No. 8245.** This item is a public hearing and first reading of an ordinance considering the rezoning of a 27.48-acre tract of unplatted land, located in Section 2, Block 9, B.S.& F. Survey, Randall County, Texas, plus one-half of all bounding streets, alleys, and public ways, to change from Agricultural District to Residential District 3. (VICINITY: S. Western St. & Beacon Rd.; APPLICANT/S: Furman Land Surveyors, Inc. for P DUB Land Holdings, LTD)

**Agenda Item Summary:** Purpose: The applicant is proposing a change in zoning to develop the next phase of the Beacon Pointe single-family residential subdivision. The property is proposed to be developed with single-family detached homes.

Adjacent Zoning: Residential District 3 and Agricultural District to the north; land outside of the city limits to the south and east; Agricultural District to the west.

Adjacent Land Uses: Single-family detached homes and vacant land to the north and east; vacant land to the south and west.

City Plan 2045 Place Type: Neighborhood Low and Neighborhood Medium.

Analysis: The applicant's request represents a continuation of the Beacon Pointe subdivision that is under active development. The request would conform with the developer's masterplan that is on file with the city for Beacon Pointe and was found to represent a logical continuation of existing zoning and development patterns found within the area.

Residential District 3 would conform with the City Plan 2045 Place Types for the area and would also conform with the goals and objectives of City Plan pertaining to residential development and development recommendations.

**Requested Action:** Public hearing and City Council consideration.

**Funding Summary:** Not applicable.

**Purchasing Summary:** Not applicable.

**Community Engagement Summary:** Two phone calls have been received that were general inquiries.

**Staff Recommendation:** The Planning and Zoning Commission recommended approval with a 5-0 vote.

ORDINANCE NO. 8245

AN ORDINANCE OF THE CITY OF AMARILLO, TEXAS; PROVIDING SPECIFIED CHANGES IN THE OFFICIAL ZONING MAP OF THE CITY OF AMARILLO, TEXAS; PROVIDING FOR CHANGE OF USE DISTRICT CLASSIFICATION OF SPECIFIED PROPERTY IN THE VICINITY OF SOUTH WESTERN STREET AND BEACON ROAD, RANDALL COUNTY, TEXAS; PROVIDING A SAVINGS CLAUSE; PROVIDING A REPEALER CLAUSE; AND PROVIDING AN EFFECTIVE DATE.

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WHEREAS, the City Council adopted the “City Plan – Vision 2045” comprehensive plan on June 25, 2024, which established guidelines in the future development of the community for the purpose of promoting the health, safety, and welfare of its citizens; and

WHEREAS, the Amarillo Municipal Code established zoning districts and regulations in accordance with such land use plan, and proposed changes must be submitted to the Planning and Zoning Commission; and

WHEREAS, after a public hearing before the Planning and Zoning Commission for proposed zoning changes on the property hereinafter described, the Commission filed its final recommendation and report on such proposed zoning changes with the City Council; and

WHEREAS, the City Council has considered the final recommendation and report of the Planning and Zoning Commission and has held public hearings on such proposed zoning changes, all as required by law; and

WHEREAS, the City Council further determined that the request to rezone the location indicated herein is consistent with the goals, policies, and future land use map of the Comprehensive Plan for the City of Amarillo, Texas.

NOW, THEREFORE, BE IT ORDAINED BY THE CITY COUNCIL OF THE CITY OF AMARILLO:

SECTION 1. All of the above premises are hereby found to be true and correct legislative and factual findings of the City Council and are hereby approved and incorporated into the body of this Ordinance as if copied in their entirety.

SECTION 2. The zoning map of the City of Amarillo adopted by Section 4-10 of the

Amarillo Municipal Code and on file in the office of the Planning Director is hereby amended to reflect the following zoning use changes:

Rezoning of a 27.48-acre tract of unplatted land, located in Section 2, Block 9, B.S.& F. Survey, Randall County, Texas, plus one-half of all bounding streets, alleys, and public ways, to change from Agricultural District to Residential District 3 being described in Exhibit A attached herein.

SECTION 3. In the event this Ordinance or any part hereof is found to be invalid, such invalidity shall not affect the remaining portions of the Ordinance, and such remaining portions shall continue to be in full force and effect. The Director of Planning is authorized to make corrections and minor changes to the site plan or development documents to the extent that such does not materially alter the nature, scope, or intent of the approval granted by this Ordinance.

SECTION 4. All ordinances and resolutions or parts thereof that conflict with this Ordinance are hereby repealed, to the extent of such conflict.

SECTION 5. This Ordinance shall become effective from and after its date of final passage.

INTRODUCED AND PASSED by the City Council of the City of Amarillo, Texas, on First Reading on this the 14<sup>th</sup> day of April 2026 and PASSED on Second and Final Reading on this the 28<sup>th</sup> day of April 2026.

\_\_\_\_\_  
Cole Stanley, Mayor

ATTEST:

\_\_\_\_\_  
Stephanie Coggins, City Secretary

APPROVED AS TO FORM:

\_\_\_\_\_  
Bryan McWilliams, City Attorney

## Exhibit A

### 2636972 – Description

A 27.48+/- acre tract of land out of Section 2, Block 9, B.S.&F. Survey, Randall County, Texas, being a portion of that certain tract of land conveyed to P Dub Land Holdings, LTD. (P Dub tract) being described in that certain instrument recorded under Clerk's File No. 2019000204 of the Official Public Records of Randall County, Texas, said 27.48+/- acre tract of land having been surveyed on the ground by Furman Land Surveyors, Inc. and being described by metes and bounds as follows:

BEGINNING at a 1/2 inch iron rod with cap (FURMAN) found, of record, for the Southeast corner of said P Dub tract, same being the Southeast corner of this tract of land;

THENCE N. 89° 30' 35" W. 1241.11 feet on the South line of said P Dub tract to a 1/2 inch iron rod with cap stamped "FURMAN RPLS" set for the Southwest corner of this tract of land;

THENCE N. 00° 29' 25" E. 110.00 feet to a 1/2 inch iron rod with cap stamped "FURMAN RPLS" set;

THENCE N. 44° 30' 35" W. 7.07 feet to a 1/2 inch iron rod with cap stamped "FURMAN RPLS" set;

THENCE N. 00° 29' 25" E. 60.00 feet to a 1/2 inch iron rod with cap stamped "FURMAN RPLS" set;

THENCE N. 45° 29' 25" E. 7.07 feet to a 1/2 inch iron rod with cap stamped "FURMAN RPLS" set;

THENCE N. 00° 29' 25" E. 220.00 feet to a 1/2 inch iron rod with cap stamped "FURMAN RPLS" set;

THENCE N. 44° 30' 35" W. 7.07 feet to a 1/2 inch iron rod with cap stamped "FURMAN RPLS" set;

THENCE N. 00° 29' 25" E. 60.00 feet to a 1/2 inch iron rod with cap stamped "FURMAN RPLS" set;

THENCE N. 45° 29' 25" E. 7.07 feet to a 1/2 inch iron rod with cap stamped "FURMAN RPLS" set;

THENCE N. 00° 29' 25" E. 220.00 feet to a 1/2 inch iron rod with cap stamped "FURMAN RPLS" set;

THENCE N. 44° 30' 35" W. 7.07 feet to a 1/2 inch iron rod with cap stamped "FURMAN RPLS" set;

THENCE N. 00° 29' 25" E. 60.00 feet to a 1/2 inch iron rod with cap stamped "FURMAN RPLS" set;

THENCE N. 45° 29' 25" E. 7.07 feet to a 1/2 inch iron rod with cap stamped "FURMAN RPLS" set;

THENCE N. 00° 29' 25" E. 220.00 feet to a 1/2 inch iron rod with cap stamped "FURMAN RPLS" set;

THENCE N. 44° 30' 35" W. 7.07 feet to a 1/2 inch iron rod with cap stamped "FURMAN RPLS" set;

THENCE N. 00° 29' 25" E. 60.00 feet to a 1/2 inch iron rod with cap stamped "FURMAN RPLS" set;

THENCE S. 89° 30' 35" E. 30.00 feet to a 1/2 inch iron rod with cap stamped "FURMAN RPLS" set;

THENCE N. 00° 29' 25" E. 115.00 feet to a 1/2 inch iron rod with cap stamped "FURMAN RPLS" set for the Northwest corner of this tract of land;

THENCE S. 89° 30' 35" E. 405.00 feet to a 1/2 inch iron rod with cap stamped "FURMAN RPLS" set in the West Right-of-Way line of Ruse Street as dedicated per plat of Beacon Pointe Unit No. 2, an addition to the City of Amarillo according to the map or plat thereof, recorded under Clerk's File No. 2025013238 of the Official Public Records of Randall County, Texas, for the most North Northeast corner of this tract of land;

THENCE S. 00° 29' 25" W. 110.00 feet to a 1/2 inch iron rod with cap (FURMAN) found, of record;

THENCE S. 45° 29' 25" W. 7.07 feet to a 1/2 inch iron rod with cap (FURMAN) found, of record;

THENCE N. 89° 30'35" W. 13.00 feet to a 1/2 inch iron rod with cap (FURMAN) found, of record;

THENCE S. 00° 29' 25" W. 60.00 feet to a 1/2 inch iron rod with cap (FURMAN) found, of record;

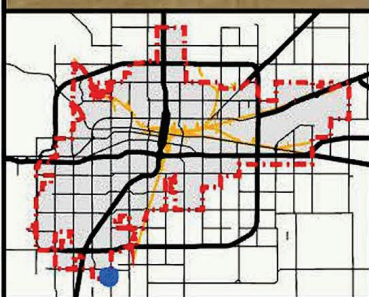
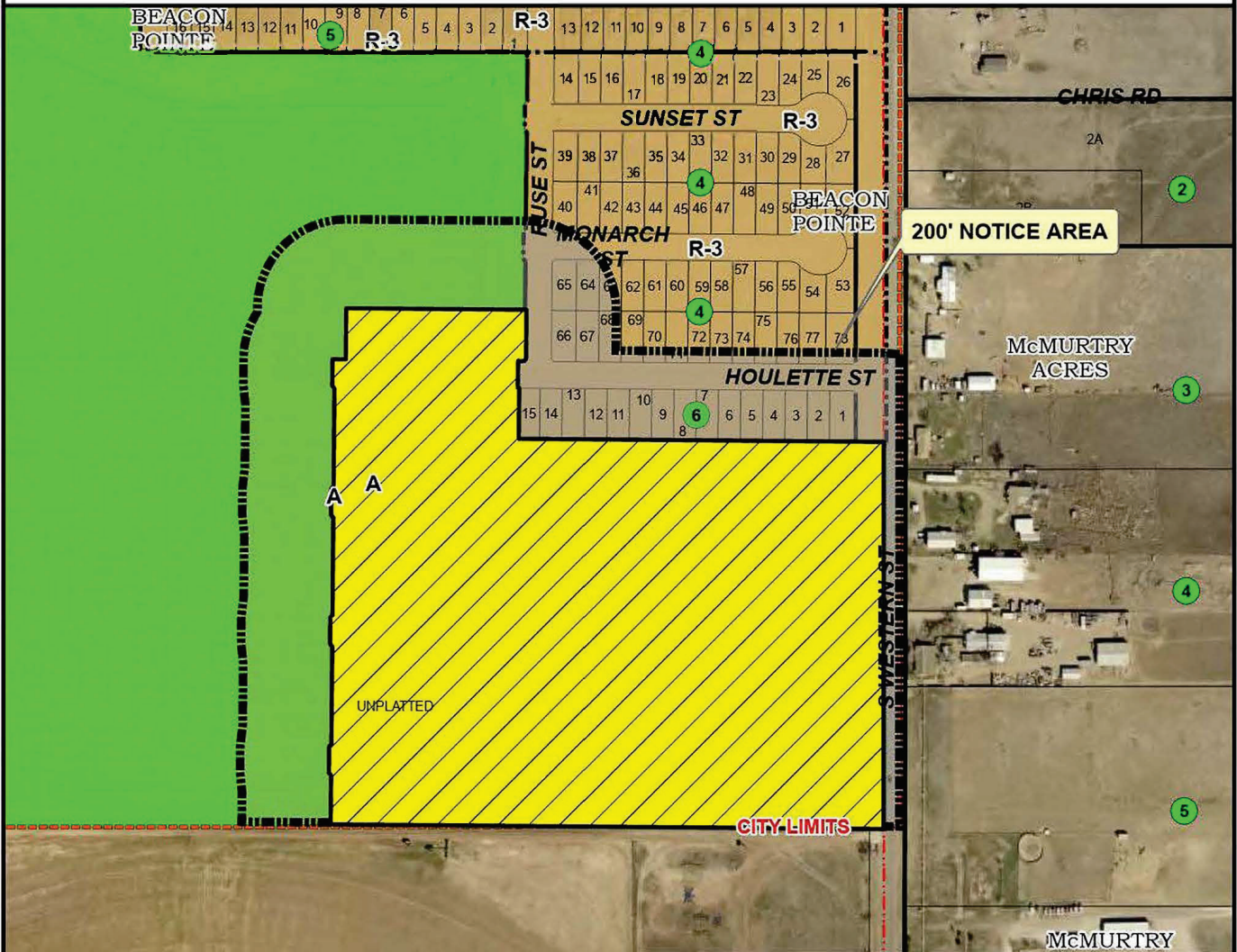
THENCE S. 89° 30' 35" E. 3.00 feet to a 1/2 inch iron rod with cap (FURMAN) found, of record;

THENCE S. 00° 29' 25" W. 115.00 feet to a 1/2 inch iron rod with cap (FURMAN) found, of record, for the Southwest corner of said Beacon Pointe Unit No. 2, same being an interior corner of this tract of land;

THENCE S. 89° 30' 35" E., at 759.15 feet pass a 1/2 inch iron rod with cap (FURMAN) found, of record, in the West Right-of-Way line of S. Western Street as dedicated per plat of said Beacon Pointe Unit No. 2, continuing for a total distance of 819.15 feet to a point in the East line of said Section 2 for the most East Northeast corner of this tract of land, from whence a 3/4 inch iron rod with aluminum cap stamped "FURMAN LAND SURVEYORS SECTION CORNER FIRM #10092400" found, of record, for the Northeast corner of said Section 2 bears N. 00° 01' 55" E. (Base line) 1837.79 feet;

THENCE S. 00° 01' 55" W. 870.03 feet on the East line of said Section 2 to the PLACE OF BEGINNING and containing 27.48 acres of land, more or less.

# REZONING FROM A to R-3



**Legend**

Plotted Parcel	Zoning Boundary
City Limits	Proposed Rezoning
ETJ	200' Notice List
Easements	<b>Zoning Classifications</b>
Section Line	A Agricultural
Subdivision Boundaries	R-3 Residential District 3
Block Numbers	

**CITY OF AMARILLO  
PLANNING DEPARTMENT**

**Scale: 1 inch = 350 Feet**  
**Date: 2/19/2026**  
**Case No: 2026-38-Z**

Case 2026-38-Z Rezoning of a 27.48-acre tract of unplatted land, located in Section 2, Block 9, B.S. & F. Survey, Randall County, Texas, plus one-half of all bounding streets, alleys, and public ways, to change from Agricultural District to Residential District 3.

VICINITY: S. Western St. & Beacon Rd.;

APPLICANT/S: Furman Land Surveyors, Inc. for P DUB Land Holdings, LTD)

**AP: K-19**

DISCLAIMER: The City of Amarillo is providing this information as a public service. The information shown is for information purposes only and except where noted, all of the data or features shown or depicted on this map is not to be construed or interpreted as accurate and/or reliable; the City of Amarillo assumes no liability or responsibility for any discrepancies or errors for the use of the information provided.



## Agenda Transmittal Memo

**Date:** April 14, 2026

**Council Priority:** Business Friendly Community  
Communication  
Fiscal Responsibility  
Infrastructure  
Public Safety  
Technology and Innovation

**Department:** City Manager's Office

**Contact Person:** Grayson Path, City Manager

**Agenda Caption:** **Consideration of Resolution No. 04-14-26-2.** This item is the first reading to consider a resolution directing and authorizing the city manager to study and develop cost recovery options for various city services in preparation for the Fiscal Year 2026/2027 budget.

**Agenda Item Summary:** During the March 10, 2026 City Council pre-budget workshop, the City Council heard staff recommendations regarding potential cost recovery measures to be implemented in the FY26/27 budget cycle. Per council instruction, City Staff was asked to review their operations and budgets and identify services currently subsidized by the General Fund or other broad based revenues, then outline realistic options to move closer to cost recovery without cutting services. The intent was not to generate a list of programs to eliminate, but to surface opportunities where users of a particular service could appropriately bear more of its cost, thereby reducing the extent to which citywide property taxes and other general revenues are used to underwrite those activities. In practical terms, this means focusing on targeted fee and rate adjustments, where legally permissible, so that residents and businesses who directly use certain services pay a greater share of the cost, while maintaining community wide funding for core services like public safety that benefit all property owners. Departments were asked to focus primarily on general fund revenue and cost recovery opportunities, provide only preliminary analysis at that stage, and highlight any statutory constraints, operational trade-offs, or equity concerns that Council should understand before giving direction.

The City Council was presented the various options on 3/10/26 and gave a preliminary positive consensus towards a subset of the options. Today's resolution is to seek official council approval of a list of specific cost recovery mechanisms for staff to initiate study and analysis to then bring back for full council consideration as part of this summer's FY26/27 budget process. Today's resolution is not approving any cost recovery implementation, but rather to ensure staff have clear direction on which measures to study and bring back for council consideration as part of FY26/27.

**Requested Action:** Please consider approval of the attached resolution.

**Funding Summary:** There is no direct funding impact from this resolution; the City Council will be given the opportunity to implement cost recovery changes as part of the FY26/27 budget process.

**Purchasing Summary:** N/A

**Community Engagement Summary:** A public meeting was held on 3/10/26 for presentation of all cost recovery opportunities.

**Staff Recommendation:** Please review the resolution and all cost recovery initiatives included and approve once the list is satisfactory to the entire council.

RESOLUTION NO. 04-14-26-2

A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF AMARILLO, TEXAS, DIRECTING AND AUTHORIZING THE CITY MANAGER TO STUDY AND DEVELOP COST RECOVERY OPTIONS FOR VARIOUS CITY SERVICES IN PREPARATION FOR THE FISCAL YEAR 2026/2027 BUDGET; AND PROVIDING AN EFFECTIVE DATE.

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WHEREAS, in preparation for consideration of the Fiscal Year 2026/2027 budget, the City Council conducted a pre-budget workshop on March 10, 2026, and received information from staff concerning various departmental programs and services; and

WHEREAS, the City Council desires to align fees and charges with actual costs where feasible while maintaining quality public services; and

WHEREAS, the City Council supports moving, where appropriate, toward users paying more of the direct costs of specific services, thereby reducing the extent to which citywide property taxes and other general revenues are used to underwrite those activities, while recognizing that some services are provided as quality-of-life and community-wide benefits; and

WHEREAS, the City Council recognizes that most cost recovery initiatives will not result in full department budget neutrality, but rather will move specific items closer to cost recovery; and

WHEREAS, the City Council wishes to direct the City Manager to study and present options for cost recovery and fee adjustments across identified departments, consistent with Council guidance provided during budget development discussions.

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

SECTION 1. General authorization. The City Manager is hereby authorized and directed to study, develop, and present to the City Council cost recovery options and related ordinance or policy amendments for consideration in connection with the Fiscal Year 2026/2027 budget giving due regard to applicable board and/or stakeholder recommendations along with corresponding revenue projections, consistent with the parameters set forth herein.

SECTION 2. Animal Management and Welfare. The City Manager shall study Animal Management and Welfare cost recovery options for specific services, including:

1. Higher daily shelter fees.
2. Increased adult surrender fees.
3. Returning adoption fees to ordinance levels.
4. Stricter penalties for repeat impounds.

The study shall incorporate feedback from the Animal Management and Welfare Board and provide data and revenue/impact estimates when recommendations are brought back to Council.

SECTION 3. City Marshal. The City Manager shall evaluate options to increase the abatement administrative fee in two steps and to add automatic annual adjustments, with the goal of better aligning the fee with actual costs and peer-city practices, recognizing that full cost recovery may not be feasible.

SECTION 4. Environmental Health. The City Manager shall study Environmental Health cost recovery options for specific services, including:

1. Moving grease-trap program revenue from Utilities to the General Fund.
2. Increasing recreational water (pool and spa) fees toward cost recovery, including provision of data on violations and enforcement workload to justify proposed increases.
3. Modest increases in group day care fees.

The analysis shall provide data and revenue/impact estimates when recommendations are brought back to the Council.

SECTION 5. Fire. The City Manager shall study Fire Department cost recovery options for specific services, including:

1. Updated risk-based inspection and plan-review fees.
2. Third-party insurance billing for extraordinary incidents.
3. Graduated false alarm fees.
4. Cost recovery for special-event standbys.

Recommendations shall be developed and presented in a careful and conservative manner, particularly with respect to projected revenue from third-party billing.

SECTION 6. Library. The City Manager shall study Library cost recovery options for specific services, including:

1. Updating default replacement prices to reflect current market costs.
2. Raising copier and printing charges to cover per-page costs.
3. Increasing non-resident card fees so that non-resident users pay closer to the per-resident cost of service.

The study shall incorporate feedback from the Library Advisory Board and provide data and revenue/impact estimates when recommendations are brought back to Council. The City Manager is further authorized to implement minor administrative fee adjustments, such as printing fees, unless the Council objects.

SECTION 7. Parks & Recreation – Golf, Tennis, Athletics, and other options. The City Manager shall:

1. For Golf, continue evaluating a gradual, incremental fee-increase strategy to move toward full cost recovery and budget neutrality while monitoring rounds played and customer satisfaction.
2. For Tennis, monitor the current contractor model and continue the present approach toward cost recovery and budget neutrality.
3. For Athletics, further evaluate options such as expanded field and facility rentals and added or expanded sports offerings.
4. For other Parks & Recreation opportunities, assess reduced mowing and “no-mow habitat” areas and streamlined ISD park agreements (with requested cost data and timelines).

The study shall incorporate feedback from the Parks and Recreation Advisory Board and provide data and revenue/impact estimates when recommendations are brought back to Council.

SECTION 8. Planning. The City Manager shall continue the comprehensive review of Planning fees, recognizing that full cost recovery is not feasible, and may propose reasonable fee adjustments and inflationary or periodic (including annual) updates where warranted.

SECTION 9. Police. The City Manager shall study cost recovery options related to the Police shooting complex, including a cost-recovery analysis that may be paired with capital improvements to enhance competitiveness and user experience, and will provide data and revenue/impact estimates when recommendations are brought back to Council.

SECTION 10. Solid Waste. The City Manager shall evaluate options to increase the Solid Waste Department landfill tipping fee a modest 5-10%, with the goal of better aligning the fee with actual costs while recognizing that full cost recovery may not be feasible.

SECTION 11. Transit. The City Manager shall study Transit cost recovery options for specific services, including:

1. Aggressive pursuit of grants.
2. Careful fare adjustments that balance revenue generation with ridership capacity and the needs of riders with limited ability to absorb large fare increases.
3. Advertising on buses, shelters, and facilities to create a modest revenue stream.

The analysis shall rely primarily on internal data and context while using external benchmarks as a secondary reference.

SECTION 11. Vital Statistics. The City Manager shall study Vital Statistics cost recovery options for specific services, including:

1. Charging for unsuccessful record searches.
2. Ensuring recovery of state-imposed fees.
3. Adding postage and handling charges.

The analysis shall provide data and revenue/impact estimates when recommendations are brought back to the Council.

SECTION 12. Miscellaneous Revenue Adjustments. In addition to the items specifically listed in this Resolution, the City Manager shall proceed with preparation of other routine revenue adjustment recommendations as would typically be prepared as part of the Fiscal Year 2026/2027 proposed budget.

SECTION 13. Reporting and implementation. The City Manager shall present findings, options, and recommendations, including fee schedules, ordinance or policy changes, and estimated fiscal impacts, to the City Council in connection with the Fiscal Year 2026/2027 budget process, and may return individual items earlier if time-sensitive.

SECTION 14. Effective date.

City Council hereby waives a second reading and this Resolution shall be effective immediately upon its adoption.

INTRODUCED AND PASSED by the City Council of the City of Amarillo, Texas, this day of April 2, 2026.

\_\_\_\_\_  
Cole Stanley, Mayor

ATTEST:

\_\_\_\_\_  
Stephanie Coggins, City Secretary

APPROVED AS TO FORM:

\_\_\_\_\_  
Bryan McWilliams, City Attorney

DRAFT

To: Governing Body  
From: Grayson Path, City Manager  
Date: February 12, 2026  
Subject: Pre-Budget Workshop on Budget Process, Property Tax, and Cost Recovery

## **1. Introduction and purpose**

The purpose of this memorandum is to frame our upcoming pre-budget workshop on the City's budget development approach and related revenue topics ahead of the FY26/27 budget process. The workshop is tentatively planned for February 24, 2026, with the option to shift to March 10, 2026, if additional preparation time is needed; in either case, it will be scheduled as a standalone session ahead of your regularly scheduled council meeting to allow for focused discussion outside the regular meeting agenda.

This report does not reopen or revise the City's adopted Financial Policies, which remain the governing framework for our long-term financial management. Instead, it is intended to support a practical, policy-level conversation about how we organize the annual budget process, how we present information to the Council, how we approach the voter-approval tax rate discussion, and how we continue implementing targeted cost-recovery measures within that existing policy framework. At the conclusion of the workshop, I will ask for your feedback and direction so that staff can align the FY26/27 budget development process with your priorities.

If you would find it helpful to have additional time to review and digest this report before a public discussion, please let me know and we can defer the pre-budget workshop presentation to March 10, 2026, rather than February 24, 2026. If there is specific information you would like included in that presentation beyond what is covered in this memorandum, please share those requests with me in advance so that staff and I can work to incorporate or prepare it. Following the workshop itself, if you would like further follow-up sessions, whether on the overall budget process, property tax strategy, or particular cost-recovery items, we can certainly schedule additional discussions as needed.

While staff have invested significant effort in assembling the background, options, and preliminary analysis summarized in this memorandum, the most substantial work still lies ahead and depends on the direction you choose to provide at the workshop. Many of the ideas outlined here are intentionally presented at a concept level so that you can react, refine, or redirect them before staff commits resources to detailed design or implementation. Once we have your guidance on the preferred approach to the budget

calendar, the voter-approval tax rate discussion, and any cost-recovery initiatives you wish to pursue, we will be prepared to undertake the more detailed work needed to bring back concrete proposals through the FY26/27 budget process.

## **2. Financial leadership and budget process**

### **2.1 Chief Financial Officer recruitment status**

Following the retirement announcement of our prior Chief Financial Officer, the City engaged Strategic Government Resources (SGR) in October 2025 to conduct a national search for the next CFO. The recruitment process has been intentionally thorough, including multiple screening stages and opportunities for staff input, with the goal of identifying a candidate who can lead both day-to-day financial operations and a more comprehensive, council-engaged budget program beginning with the FY27/28 cycle.

The position attracted numerous applicants, which SGR and staff narrowed through application reviews, video-recorded interviews, and written questionnaires to a small group of semifinalists and ultimately three finalists. Those finalists were interviewed in-person in early February with an internal advisory panel that included the Deputy City Manager, City Secretary, Director of Human Resources, and Director of Internal Audit, along with separate meetings with senior leaders from the Finance Department and its divisions.

As we complete the remaining steps in this process, I anticipate having additional information to share with the Council in advance of the pre-budget workshop regarding the status of the recruitment and the leading candidate's background.

### **2.2 CFO mandate and transition to a January–September budget calendar**

As the City transitions to new financial leadership, a central expectation for the incoming Chief Financial Officer will be to design and lead a more comprehensive, January–September budget calendar beginning with the FY27/28 budget cycle. This work will focus on improving timing, transparency, and alignment between policy decisions and the annual budget.

In the near term, for the FY26/27 budget, the new CFO will be asked to assume primary responsibility for managing the existing budget timeline, closing out the Workday transition, and ensuring early and meaningful coordination between Finance, the City Manager's Office, and operating departments. The upcoming pre-budget workshop is intended to serve as a

bridge between the outgoing and incoming approaches: it will give Council an opportunity to articulate expectations for the format and content of future budget presentations, and it will give the CFO a clear mandate to embed those expectations into the FY27/28 calendar.

Looking ahead to FY27/28 and beyond, the CFO's mandate is to bring forward a proposed January–September budget calendar that increases Council engagement earlier in the year and reduces the degree to which key discussions are compressed into the summer. Rather than prescribing a specific model at this stage, my expectation is that the new CFO will evaluate best practices, consult with Council and staff, and recommend a calendar that fits Amarillo's needs while remaining consistent with our existing Financial Policies.

Throughout this transition, the CFO will be expected to serve as a core member of the City Manager's executive team whose primary focus from January through September is the budget program: preparing clear materials for Council, coordinating staff work across departments, and supporting Council in understanding the trade-offs inherent in tax rate decisions, cost-recovery measures, and service levels.

### **3. Property tax strategy and voter-approval tax rate**

Under Texas Truth-in-Taxation law, the City's voter-approval tax rate is the maximum property tax rate that may be adopted without voter approval; any rate above that threshold must be submitted to the voters at the November uniform election date, and if the proposition fails, the rate automatically reverts to the voter-approval rate. Given the 3.5% cap on most year-over-year property tax revenue growth, the City's ability to keep pace with rising costs, particularly in public safety, has become increasingly constrained, which is one reason we are also pursuing targeted cost-recovery measures elsewhere in the General Fund.

The Council has already begun discussing the possibility of pursuing a voter-approval tax rate election (VATRE), and those conversations have consistently emphasized public safety as a core priority. Police, Fire, Emergency Management, the Amarillo Emergency Communications Center, Animal Management and Welfare, the City Marshal, and Municipal Court together represent a substantial share of the General Fund, and wage pressures, overtime demands, and service expectations continue to grow faster than our restricted property tax revenue. A practical example is Police overtime: we have repeatedly budgeted a figure below actual experience because we have not been able to balance the General Fund at the true overtime cost and have instead relied on underspending in other departments during the year to stay within the overall budget.

For these reasons, if the Council wishes to move toward a VATRE, my recommendation is that we focus any additional capacity on public safety as a dedicated purpose. Structuring a proposition around public safety would align with the Council’s adopted Strategic Pillars, particularly Public Safety and Fiscal Responsibility, while also recognizing that our current budget does not fully fund the service levels the community expects in these areas; by fully funding public safety departments through a dedicated VATRE, we would also relieve the ongoing pressure on other General Fund departments that have been required to underspend during the year in order to keep the overall General Fund within budget. Historically, our experience with bond elections suggests that voters have been cautious about approving additional debt, and it is reasonable to anticipate similar caution toward any proposed tax increase; within that context, a clearly defined, public-safety-focused VATRE offers the most credible path for securing voter support because it is tied directly to core services that residents consistently identify as top priorities. It would also naturally engage the Police and Fire associations and other public safety stakeholders who are already active in advocating for competitive pay and staffing, while extending the benefits to less visible but essential public safety functions such as Emergency Management, the Amarillo Emergency Communications Center, Animal Management and Welfare, the City Marshal, and Municipal Court.

At the same time, a VATRE would require significant planning and careful execution. From an administrative standpoint, Finance would need to prepare two parallel budget scenarios: one that assumes voters do not approve a higher tax rate and one that assumes they do, with clear contingency plans for service levels, staffing, and capital in each case. From a legal and communications standpoint, the City would need to observe all constraints on advocacy in elections, relying on factual, neutral information, while external organizations, such as the public safety associations, would be free to campaign for or against the proposition under their own direction.

At the workshop, I will ask for your feedback on whether you want staff to proceed with developing public-safety-focused voter-approval tax rate scenarios for FY26/27, including both “with election” and “without election” budgets.

#### **4. Council expectations for the FY26/27 budget presentation**

Over the past budget cycle, it became clear that there is a gap between the legal structure of the City’s budget process and the level of involvement and ownership the Council expects to have. Under the City Charter and state law, the City Manager serves as the budget officer, and the Council’s formal role is to receive the proposed budget, hold the required hearings,

and adopt a budget and tax rate. In practice, this Council has expressed an interest to be more engaged earlier in the process and to provide clearer direction on both policy priorities and the way information is presented.

Last year's budget week highlighted the consequences when those expectations and the presentation format are not fully aligned. Even though staff walked through the overall approach and schedule with the Council in advance, several members ultimately felt that some discussions were arriving as surprises or were being addressed in the wrong order, without the context they believed they needed. Whatever the mix of policy disagreements and process concerns, the effect was a perception that the budget conversation was compressed and reactive, rather than steady and predictable.

One of the core purposes of this pre-budget workshop is to reset those expectations and invite the Council to define how they would like to see the FY26/27 budget presented once it is ready for their review. This includes practical questions such as: how many days you wish to devote to budget workshops; how you would like those days sequenced; which topics you want covered in depth versus at a high level; and what types of reports, charts, and other information you find most useful in understanding trade-offs. It also includes clarifying any critical expectations you may have, for example, whether you want staff to bring forward scenarios that include tax or fee increases, or whether you prefer to focus only on reallocation, cost recovery, and service adjustments in the absence of additional revenue.

At the workshop, I will ask the Council to provide direction in three broad areas related to budget presentation:

- Structure and pacing: How many days you would like to set aside for FY26/27 budget discussions this summer and how those days should be organized.
- Content and level of detail: Which funds, departments, and cross-cutting issues (for example, public safety, capital programs, or cost-recovery initiatives) you want highlighted, and what types of comparative or historical data you consider essential for making decisions.
- Boundaries and expectations: Any policy parameters you want staff to keep in mind as we prepare scenarios, for instance, whether to include options such as the VATRE, introduce new fees, cut specific expenses, restructure existing programs, or other topics you would prefer to or not to explore for FY26/27.

The input you provide in these areas will guide how the FY26/27 budget is organized for Council review and will also inform the new CFO's work in designing a more robust January–September budget calendar for FY27/28 and beyond.

### **5.1 Cost Recovery – Purpose and approach**

In January, the Leadership Team was asked to review their operations and budgets and identify services currently subsidized by the General Fund or other broad-based revenues, then outline realistic options to move closer to cost recovery without cutting services. The intent was not to generate a list of programs to eliminate, but to surface opportunities where users of a particular service could appropriately bear more of its cost, thereby reducing the extent to which citywide property taxes and other general revenues are used to underwrite those activities. In practical terms, this means focusing on targeted fee and rate adjustments, where legally permissible, so that residents and businesses who directly use certain services pay a greater share of the cost, while maintaining communitywide funding for core services like public safety that benefit all property owners.

Departments were asked to focus primarily on revenue and cost-recovery opportunities, provide only preliminary analysis at this stage, and highlight any statutory constraints, operational trade-offs, or equity concerns that Council should understand before giving direction. Where a department is funded through enterprise revenues or federal and state grants rather than the General Fund, the emphasis was on confirming whether any practical local cost-recovery opportunities exist and, if not, documenting that those departments still participated in the review.

### **5.2 Cross-cutting observations**

Several themes emerged across the responses. Rather than large new revenue streams, many of the opportunities are incremental; updating existing fees to close gaps where costs have outpaced charges, or aligning local practices with industry standards. In a number of areas, potential changes are tightly constrained by state or federal law, existing contracts, or regulatory requirements, which limit local flexibility even where a subsidy exists.

Departments were also candid about political and operational trade-offs. Some options would require careful public messaging and may not be practical to advance without clear Council interest, while others could be implemented more easily through routine fee-schedule or ordinance updates as part of the normal budget cycle. In all cases, staff

have treated this as concept development: further work on detailed rate design or implementation will occur only if Council directs us to move specific ideas forward.

### **5.3 Department-by-department options**

Subsections 5.3.1 through 5.3.20 summarize each participating department's input using a common structure:

- The specific cost-recovery ideas or constraints identified by staff.
- Order-of-magnitude revenue potential where staff could estimate it.
- Any major pros and cons, including legal, operational, and equity considerations.

For some areas, such as the Airport, Community Development, and WIC, the primary value of this exercise was to confirm that cost recovery through local fees is not a realistic or appropriate option and to acknowledge that those teams still participated in the review. In other areas staff have outlined tangible options that could be brought back in more detail if Council wishes to pursue them.

The subsections that follow are intended to give Council a concise but clear basis to react: to indicate which ideas you would like to see developed further, which you prefer to set aside, and where you would like staff simply to continue monitoring conditions without immediate changes.

#### **5.3.1 Rick Husband Amarillo International Airport**

As part of the January 8<sup>th</sup> cost-recovery request to the Leadership Team, Airport staff reviewed their operations. The Airport operates as an enterprise fund rather than a General Fund department and is already effectively at full cost recovery from the City's perspective.

Given the Airport's self-sufficient status and the fact that its revenue structure is tied to long-term leases, federal funding, and development plans rather than General Fund subsidies, I do not recommend including it in the list of cost-recovery options for this pre-budget workshop unless the Council expressly directs otherwise. I am noting it here simply to confirm that Airport leadership participated in the review, has already taken steps to strengthen its revenue position, and is working with the AEDC on future development opportunities; no further cost-recovery action is requested from Council at this time.

### **5.3.2 Animal Management and Welfare (AMW)**

Animal Management and Welfare was asked to review its primary fee-supported services and identify realistic options to move specific items closer to cost recovery, recognizing that full cost neutrality is not likely achievable for this department. AMW's FY 25/26 budget is approximately \$4.2 million, with about \$128,000 in revenue across its main fee accounts, so the focus was on targeted adjustments to existing fees where there is a clear link between the service provided and the associated cost. Staff provided a detailed fee review and preliminary analysis that ties each recommendation to a specific ordinance section, actual service costs, and an order-of-magnitude revenue estimate.

AMW has identified four fee adjustments. First, increasing the daily shelter care fee in Sec. 8-2-4(a)(3) from \$5.00 to \$15.00 per day (excluding the first day), noting that the fee has not been raised in over a decade and that actual daily care costs range from about \$13.18 to \$17.47 per day. Second, increasing the adult surrender fee in Sec. 8-2-4(b)(7) from \$25.00 to \$50.00, while keeping puppy and kitten surrender fees at \$10.00 dollars for better alignment with intake costs and peer-city practices. Third, returning adoption fees in Sec. 8-2-4(b)(8) to the ordinance rates (\$50.00 for canines and \$30.00 for felines), moving away from the reduced discretionary rates that have been in place since 2020. Fourth, amending Sec. 8-2-4(a)(1) so that impoundment fees double on a second impoundment and requiring spay/neuter before release after a second impoundment; this change is expected to have minimal direct revenue impact but is aimed at reducing repeat violations and improving community outcomes.

Collectively, AMW estimates that these changes could improve revenue by approximately \$130,000–\$140,000 per year. These revenue figures are preliminary order-of-magnitude estimates and would need to be vetted and refined during the FY 26/27 budget process, including review by the AMW advisory board if the Council is amenable.

### **5.3.3 City Marshal**

The City Marshal's Office focused its cost-recovery review on the administrative fee charged for all abatement work performed by a City contractor, which is added to the direct cost of the abatement. This fee has remained at \$75 since March 2012, despite significant increases in staff time, fuel, postage, and administrative work associated with each abatement case. Staff's analysis details the scope of work that precedes each fee assessment: multiple inspections, certified mail notices, data entry, coordination with contractors, lien preparation, and, in roughly 60% of cases, warrant preparation and court processing,

demonstrating that the current fee of \$75 no longer reflects the true cost of administering these cases.

Staff also compared Amarillo's \$75 fee to those charged by peer cities and found Amarillo to be a clear outlier on the low end: for example, Lubbock currently charges \$250, Georgetown \$200, and several similarly sized cities, such as Grand Prairie, Round Rock, Wichita Falls, and San Marcos, are in the \$125 to \$150 range. To move closer to cost recovery and peer practice, staff recommends an increase to the fee, coupled with an automatic annual adjustment going forward.

Even with these changes, the City Marshal's Office would remain far from full cost recovery at the department level, given a current budget of roughly \$2.7 million in expenses and about \$600,000 in revenue; the proposed fee adjustments would simply recoup more of the administrative costs associated with abatement work. Staff's proposed schedule is as follows: increase the administrative fee from \$75 to \$125 for FY 26/27, which, based on current abatement volumes, is preliminarily estimated to increase annual cost-recovery revenue by approximately \$125,000; increase the fee from \$125 to \$150 for FY 27/28, with a further preliminary estimate of roughly \$187,500 in additional annual cost-recovery revenue at current activity levels; and establish an ongoing annual increase of 3% thereafter so that the fee keeps pace with inflation and operational costs rather than remaining flat for another extended period. As with other areas, these revenue figures are preliminary staff estimates and would need to be reconciled with the adopted budget and validated by Finance and the City Marshal's Office during the FY 26/27 and FY 27/28 budget processes before any ordinance changes are brought forward.

#### **5.3.4 Civic Center Complex**

The Civic Center Complex is not a General Fund department and is instead supported primarily through its own operating revenues and allocations of Hotel Occupancy Tax (HOT), so it is not a primary lever for reducing the City's property-tax-supported General Fund subsidy in the near term. At the same time, I fully expect the Civic Center to be a significant topic of discussion for the Council, given the long-standing debates over expansion versus replacement, capital investment strategies, and the appropriate level of marketing and event support.

From a cost-recovery standpoint, staff at the Civic Center regularly review and adjust fees to reflect usage and market conditions, including basic rental fees, selected equipment rental charges, ticketing fees under the current Tickets.com "all-in" pricing model, and billed labor

rates for part-time stagehands and outside staffing services such as ushers, security, and EMTs. These adjustments are designed to keep pace with industry standards and recover appropriate operating costs, but they do not resolve the larger strategic questions about the long-term role and configuration of the Civic Center in Amarillo's convention and events market.

Given the Civic Center's funding structure and the depth of prior controversy, including disputes over capital financing approaches and competing visions for expansion or replacement, I do not recommend using this pre-budget workshop to reopen the full Civic Center debate. Instead, I will present the Civic Center here as context only and suggest that if the Council wishes to discuss this further, then the Council schedule a dedicated future discussion focused specifically on the Civic Center Complex, at which staff can present options for reducing the HOT subsidy through operational and fee strategies, along with capital and facility-planning scenarios, and receive clear direction on the Council's preferred path.

### **5.3.5 Community Development (Extreme Weather Assistance)**

Community Development is funded almost entirely through federal and other non-General-Fund sources and therefore is not a primary focus of this cost-recovery review. The principal General Fund item in this area is the \$100,000 allocation for Extreme Weather Assistance (EWA), which the Council added last year to support winter weather surge operations for unsheltered residents while the community's long-term "extreme weather facility" landscape was in transition.

At my request, staff completed a detailed review of the EWA fund and its FY 25 utilization. Their analysis concludes that the \$100,000 allocation remains a critical tool for rapidly scaling outreach, transportation, and, when necessary, emergency shelter back-up during dangerous weather events, particularly given ongoing constraints in warm-space capacity, staffing, and volunteer availability. Eliminating or significantly reducing this allocation in FY 26/27 would likely result in a measurable service reduction, increased reliance on volunteer-dependent systems, and higher operational risk during extreme weather periods.

Based on that review, I do not recommend treating the \$100,000 EWA allocation as a cost-recovery opportunity at this time. Instead, I suggest that we continue funding it as a surge-response mechanism within Community Development.

### 5.3.6 Environmental Health

Environmental Health currently operates with approximately \$2.3 million in expenditures and \$1.8 million in revenue, leaving a gap of about \$500,000 that is subsidized by the General Fund. The department has identified several concrete options that, taken together, could substantially narrow this gap, alongside the broader Public Health District cost-sharing work already underway.

First, the Wastewater Pretreatment Program represents a straightforward realignment opportunity rather than a new fee. Environmental Health administers the program and collects roughly \$200,000 annually, but those revenues are currently deposited to Utilities, and staff have not identified any legal requirement for this practice. After coordination with Utilities and Finance, Environmental Health reports that shifting this revenue into the General Fund would be administratively simple and would better align program expenses and revenues for budgeting purposes, with implementation planned for FY 26/27.

Second, staff have reiterated that a mosquito-control “Vector Fee” on the utility bill could fully fund the City’s mosquito program, which currently costs about \$313,000 per year and is paid from the General Fund. A fee of approximately \$0.50 per month per account would offset these costs and allow some program growth, but I recognize prior Council concerns about adding charges to the utility bill. For that reason, I will frame this as a flexible tool: any reasonable per-month amount the Council is comfortable with, including something lower than \$0.50, would improve cost recovery for this service, with higher amounts moving more quickly toward full funding of the program.

Third, Environmental Health proposes implementing a local Tattoo and Body Piercing inspection program, one of the National Environmental Health Association’s core program areas and commonly operated by larger Texas cities alongside state regulation. With approximately 59 facilities in the Public Health District, staff estimate this could generate \$30,000–\$40,000 annually and can be managed with existing resources, though it will require several months of lead time for research, stakeholder engagement, ordinance drafting, and public presentation.

Fourth, the Recreational Water Program, which regulates pools and spas at hotels, motels, gyms, and apartment complexes, is currently recovering only about 50% of its costs. Staff estimate that moving to full cost recovery would require roughly \$119,000 in additional annual revenue, likely achieved by approximately doubling permit fees (for example, from \$500 to about \$1,000 per unit), with most properties holding two or three permitted units. My

recommendation is that we aim for full cost recovery for this program with the option of phasing this in if the Council believes this will be more palatable for the businesses.

Fifth, the Group Care Program (daycares and foster homes) currently recovers only about 34% of its costs, and staff estimate that an additional \$63,000 in revenue would be required to reach full cost recovery. Because there are only about 66 facilities and the sector has recently received legislative attention favoring subsidy, Environmental Health does not recommend aggressive fee increases and instead suggests only marginal adjustments that might generate on the order of \$15,000–\$20,000 annually.

In addition to these program-specific ideas, Environmental Health and the broader Public Health District have already advanced a cost-sharing model with partner governments that is projected to contribute roughly \$72,000 toward district operations, thereby reducing the City's net General Fund support for district services. Taken together, this work reflects a multi-layered effort to move Environmental Health closer to budget neutrality while maintaining the core public health protections the community expects.

### **5.3.7 Fire Department**

The Fire Department's FY 25/26 budget is approximately \$50 million, with about \$4 million in revenue, so full cost recovery for the department as a whole is neither realistic nor desirable. Even so, Chief Mays and his team have identified several targeted revenue options that could help narrow the General Fund subsidy over time without changing the department's core mission.

Several of these ideas focus on updating existing Fire Marshal inspection and plan-review fees so they better reflect the time and expertise involved. This includes adjusting current inspection and prevention fees, introducing tiered or risk-based inspection charges so higher-risk or more complex occupancies pay more, adding re-inspection fees when violations are not corrected, and ensuring that plan review and fire protection system review fees align with the staff work required. Collectively, staff believes these changes could reasonably generate from the tens of thousands into the low six-figure range annually, depending on how aggressively the schedule is updated and how construction and development trends behave.

Other options would seek cost recovery from insurance companies or responsible parties rather than from taxpayers. These include third-party insurance billing for extraordinary response costs tied to major insured losses, hazardous materials cost recovery when

incidents are caused by negligence or regulatory violations, and limited billing to auto insurers for certain motor vehicle collision responses such as extrication, hazardous materials mitigation, or extended scene stabilization. Each of these would require careful policy design, strong documentation, and clear limits to avoid billing for routine EMS and fire calls.

Chief Mays also identifies false alarm fees and special event/standby charges as tools that many cities already use. Graduated fees on properties with repeated false fire alarm activations can both encourage repairs and help offset the cost of unnecessary responses, while charging full cost recovery for optional standbys at private events or high-risk operations ensures that taxpayers are not subsidizing those activities.

### **5.3.8 Internal Audit (HOT audit savings)**

Internal Audit does not generate external revenue, but it has identified a meaningful savings opportunity by bringing the City's Hotel Occupancy Tax (HOT) audits in-house. In 2025, the City canceled its contract with the prior HOT audit vendor, avoiding approximately \$100,000 in annual professional services costs and an additional \$20,000 that had been budgeted but not ultimately expensed once Internal Audit assumed the work.

Beginning in 2026, Internal Audit will perform the HOT audits directly, eliminating the recurring contract expense while preserving the oversight of HOT collections that supports tourism-related funding decisions. This change functions as an ongoing General Fund expenditure reduction rather than a new revenue source, but it has the same net effect: improving the City's financial position and freeing capacity that can be directed to other priorities.

### **5.3.9 Information Technology**

Information Technology does not provide front-line services directly to residents; instead, it supports all other City departments with the systems, networks, and applications they rely on every day. Because of this, IT's costs are largely funded through internal charges to those departments rather than through stand-alone fees paid by the public.

To make those internal charges fairer and more transparent, IT is working with Finance to rebuild the IT fees model into a structure that bills departments based on their actual use of technology, so that operations funded outside the property- and sales-tax base cover their appropriate share of citywide technology costs. In addition, IT is re-evaluating how the City

shares costs for the regional radio system with external agency partners, with the goal of ensuring that other governments and revenue-funded operations pay a fair portion of the ongoing expenses instead of those costs falling disproportionately on Amarillo's taxpayers.

Given the sharp increases in prices for hardware, software, and cloud services, my intent is not to ask IT to cut further, but to support these efforts to rebalance who pays for shared technology so we can sustain and strengthen the systems that every department depends on. I will present these as internal cost-allocation improvements rather than as external fee changes, with the understanding that specific allocation updates will come back through the normal budget process.

### **5.3.10 Library Services**

The Amarillo Public Library has completed a thorough review of its fees and identified several targeted adjustments to improve fairness and cost recovery while preserving access, especially for lower-income patrons. The department recommends keeping most current fees in place, focusing instead on a few specific areas where modest changes can better align charges with actual costs.

First, Library staff have confirmed that overdue fines should remain at their current levels, balancing the need to encourage timely returns against the risk of creating barriers to service; many peer systems have eliminated fines entirely, but Amarillo is maintaining modest fines to protect access to limited, high-demand collections. Default replacement prices for lost or damaged items, which were last set in 2005, will be updated as needed to reflect current market costs, while existing processing fees for lost and damaged materials appear appropriate and will remain unchanged. Internet usage fees will be phased out by state mandate in state fiscal year 2027, when new Texas State Library and Archives Commission accreditation standards will require free internet access for all visitors; this change will reduce Library revenues by roughly \$2,000 per year but is not optional.

Second, the Library has identified copier and mobile printing charges as an immediate cost-recovery opportunity. Under the City's lease with its copier vendor, the Library's all-in per-page cost is about \$0.19, while the current patron charge is \$0.15 per page. To close this gap, we are moving forward with increasing the public copier and mobile printing fee to \$0.20 per page, with implementation targeted for March 1<sup>st</sup> to allow time for staff notification, system updates, and public communication.

Third, Library staff have completed a detailed nonresident card fee study as part of the City's broader cost-recovery initiative. Using the Library's 2025–26 General Fund allocation and the latest population estimates, the analysis shows that the City spends approximately \$21.26 per resident per year on library services, while the current nonresident fees, \$18 for an individual card and \$33 for a family card, do not fully recover that cost. A survey of sixteen Texas libraries indicates that Amarillo's nonresident fees are among the lowest in the state; staff therefore recommend increasing the nonresident annual card fees to \$25 for individuals and \$45 for families, which will provide better cost recovery for nonresident use while still remaining below both the median \$35 and mean \$53 nonresident fees in the survey.

Other Library fees, including MakerSpace consumables, art supplies, and meeting room charges, are generally aligned with material costs and current policy and are not proposed for change at this time, though staff are open to future refinements (such as exploring hourly meeting-room pricing or limited access for for-profit users) if Council wishes to pursue them in later budget cycles.

### **5.3.11 Municipal Court**

Municipal Court already operates with revenues that exceed its direct operating costs, so the focus here is on reducing expenses and aligning fees with actual costs rather than increasing fine revenue. In coordination with Judge Hamilton, staff have identified several practical steps that can further lessen the Court's impact on the General Fund while maintaining access to justice.

First, the Court is targeting credit and debit card processing costs, which totaled about \$443,000 in 2025 and \$185,000 in 2024, reflecting an effective processing rate of roughly 9% in the most recent year. Staff are working with the City's payment processor to negotiate a lower rate and will then recalibrate the Court's convenience fee structure so that a larger share, potentially all, of these transaction costs are recovered from users who choose card payment, while remaining mindful of the financial impact on defendants.

Second, the Court has implemented a new docket call for self-represented defendants before trial settings, which is expected to reduce interpretation service costs, postage, and staff time by resolving more issues earlier in the process. As these changes are implemented, Municipal Court will work with Finance during the summer budget process to estimate and reflect the resulting reductions in card-processing and operational costs in the appropriate accounts, further strengthening an already positive net contribution to the City's

finances. I present these as internal cost-recovery and efficiency measures that do not require changes to fine levels or core service models.

### **5.3.12 Parks and Recreation**

#### **5.3.12.1 Golf**

Golf operations have undergone a sustained, multi-year effort to reduce reliance on the General Fund while stabilizing participation and service quality. Following significant fee and expense changes in FY18/19, the division's subsidy peaked at nearly \$1.9 million, prompting a strategic shift toward smaller, annual adjustments, close tracking of cost inflation, and deliberate program growth. Since then, staff have introduced new programs (such as "Happy Hour" and "Explore the Four"), refined the staffing model, and implemented modest, gradual fee increases that the golfer community can absorb, resulting in a reduction of the annual subsidy from roughly \$1.9 million in 2018–19 to approximately \$370,000 in 2024–25, with the current year trending toward an even less subsidy than last year based on current performance.

From a cost-recovery standpoint, the current strategy is to continue this steady approach rather than pursue large, sudden fee changes that risk eroding the golfer base. Year-over-year, staff are adjusting green fees incrementally, monitoring inflation and operating costs, and expanding programs and participation so that growth in rounds played complements pricing changes. In addition, targeted capital investments are intended to support attendance and revenue while managing long-term operating risk. Staff believe this combination of sustained operational discipline, incremental pricing, and strategic capital improvements positions the division to reach full cost recovery over time, provided the current course is maintained.

#### **5.3.12.2 Tennis**

Tennis operations are also being managed toward a neutral or cost-recovery position, with the General Fund subsidy narrowing and current-year performance showing strong cost-recovery metrics as of January. Over the past year, the City implemented a new independent-contractor model for programming that aligns the contractor's compensation with expanded offerings, tournaments, leagues, and other revenue-generating activity. Since that agreement took effect, staff have observed higher participation and overall facility use, and early year-to-date figures indicate that the division is trending favorably relative to its budgeted subsidy.

Given these changes, the primary cost-recovery lever in Tennis has already been pulled, and staff's current assessment is that additional structural adjustments are not needed at this time. Routine program-level fee updates (for example, junior program fees that can be adjusted administratively) will continue as appropriate, and staff will monitor revenues, expenses, and participation through the upcoming budget cycle to determine whether any further refinements are warranted.

### **5.3.12.3 Athletics**

The Athletics division provides adult leagues directly and supports a wide range of youth and adult sports organizations that utilize City fields and facilities. From a cost-recovery perspective, the key opportunities are to increase rental activity by broadening access for associations and other organized groups, introduce additional sports or activities where demand exists, and reduce direct General Fund subsidies to specific partners. Staff's recommendations focus on:

- Expanding field and facility rentals so that more associations and leagues can utilize City assets, improving utilization and generating additional rental revenue.
- Developing new or expanded sports offerings that can attract participation and associated fees, improving the division's revenue base while maintaining community access.
- Eliminating the approximately \$36,000 annual operating subsidy currently provided through the Kids Inc. Athletic Supervisory Agreement, while continuing to provide indirect support through field preparation and maintenance.

Together, these steps are intended to shift Athletics toward a model where user groups and renters bear a larger share of the cost of facility use, while the City continues to support broad access to recreational opportunities.

### **5.3.12.4 Other Parks cost-recovery considerations**

In addition to the specific divisional strategies above, Parks and Recreation has identified several cross-cutting ideas that could either reduce operating costs or better align expenses with the programs that benefit from them.

- No-mow / habitat areas: Expanding designated no-mow or habitat zones in appropriate parks would reduce mowing and routine maintenance costs on a per-acre basis while providing environmental and aesthetic benefits.
- School park maintenance: Staff continue to work with the school districts to streamline and update the existing agreements that govern the City's responsibilities for maintaining park facilities located on school properties.

Landscape maintenance for grant-funded departments: Parks currently provides landscape maintenance for several grant-funded or non-General-Fund areas, including Public Health, WIC, Transit, and Community Development. Reallocating appropriate portions of these landscape costs to the benefiting grant-funded departments would more accurately reflect the true cost of those programs and reduce the Parks General Fund burden, subject to confirmation that the underlying grant sources will allow and support charging those costs to the grant-funded programs.

- Zoo operations: Staff are continuing to work with the Wild West Wildlife Rehabilitation Center to refine and finalize a zoo lease agreement, with the goal of clarifying operational responsibilities and creating a more sustainable financial framework for zoo operations over time.

### **5.3.13 Planning**

The Planning Department's current budget includes roughly \$1.4 million in annual expenses and about \$182,000 in fee revenue, so full cost recovery at the department level is not realistic. Even so, staff have begun a structured review of the fee schedule to ensure that development-related applicants are paying a fair share of the direct costs associated with processing their projects.

Staff's preliminary analysis suggests that some fees already cover planner time while others under-recover once broader staff effort and required public notices are considered. Potential adjustments include modest increases to certain application fees and adding small charges where no fee currently exists (for example, zoning verification letters, site plans, and annexation petitions), but each of these is expected to have only a very low dollar impact on overall revenues and is not a major focus for the upcoming workshop discussion.

### **5.3.14 Police (Amarillo Shooting Complex)**

Within the Police Department, the primary cost-recovery discussion centers on the Amarillo Shooting Complex, which serves both as a critical training facility for law enforcement and as a public shooting range. Under current revenue levels, the range operates at an estimated deficit of roughly \$40,000 even when compared only to the salary of the Range Master, with the shortfall increasing further once part-time staff, maintenance, and equipment costs are included, based on preliminary staff calculations.

Police leadership has outlined several theoretical options: closing the public side, converting the complex into a business-oriented operation, charging outside agencies, or raising public range fees; but each comes with significant drawbacks, including loss of public revenue, added staffing and business-management requirements, uncertain demand in a competitive market, and equity concerns for public safety partners. For now, the most realistic path appears to be a more refined analysis that separates the costs attributable to law-enforcement training from those attributable to public use, with the possibility of targeting cost recovery primarily on the public portion of the facility through future fee or policy adjustments if Council wishes to pursue that direction.

### **5.3.15 Public Health (Women’s Health Clinic)**

Public Health currently receives approximately \$1.4 million in annual General Fund support for the Women’s Health Clinic and related services, with the remainder of the department’s budget funded primarily through grants and other non-General-Fund sources. In response to the January cost-recovery request, the department provided a detailed narrative describing regional maternal health needs, the City’s role in addressing care gaps, and recent steps toward long-term sustainability, including Medicaid enrollment, new grant funding, and interlocal cost-sharing authority. These efforts underscore the clinic’s role in addressing critical access issues for uninsured and underinsured women and position Public Health to leverage third-party reimbursement and external funding over time, but they do not yet translate into a clearly quantifiable reduction of the General Fund subsidy in the FY26/27 budget window.

On the revenue side, Public Health outlined its current cost-recovery framework, including state-constrained immunization fees, a \$70 per-visit charge with a sliding fee scale for the Women’s Health Clinic, and “cost plus \$15” pricing for many other services that are not governed by state fee limits. The department is pursuing additional revenue through participation in the new Charity Care program and continued grant development, and it is

refining billing practices as a Medicaid provider to maximize allowable reimbursement. However, in follow-up correspondence, Public Health confirmed that, at this stage, these measures collectively do not produce a measurable, near-term reduction in the \$1.4 million General Fund support level that could be reflected as a concrete cost-recovery option for FY26/27. For purposes of this pre-budget workshop, staff therefore recommend treating Public Health's submission as important context on service justification and long-term sustainability work, rather than as an immediate lever for reducing General Fund subsidies.

### **5.3.16 Public Works (solid waste and streets)**

Public Works identified two areas for potential cost recovery opportunity: modest adjustments to landfill tipping fees and a concept-level street or transportation system fee. Both are presented here as options for Council discussion, not as staff recommendations to implement at this time.

On solid waste disposal, staff's analysis shows that when landfill (Disposal) and collections operations are viewed together, the combined program already generates a net positive margin, with collections revenue effectively covering the landfill's standalone deficit. Within that context, staff believe there may be room for only a limited landfill tipping-fee increase, on the order of 5–10%, to help offset rising costs, while recognizing that moving too close to regional competitors' rates could prompt private haulers to divert tonnage elsewhere and erode both tipping-fee revenue and participation in the City's commercial collection permit program. I present this as a modest adjustment concept, not as a proposal for full cost recovery of the Disposal Division.

Separately, staff have outlined, at a conceptual level, what a smaller, more focused street or transportation system fee could look like if Council wishes to revisit that idea in the future. Rather than attempting to fund the entire Streets Division, this concept would aim only to help cover core, existing pavement and traffic-control costs, such as pavement repair, signal and sign maintenance, and pavement markings, so that a portion of those ongoing needs is supported by a dedicated fee instead of relying entirely on property and sales tax. Given the history of prior discussions, I do not intend to advance a specific street fee proposal unless the Council clearly signals an interest in exploring it further; for now, it is included here simply as one of several potential cost-recovery tools the City could consider over the longer term.

### **5.3.17 Transit**

Amarillo City Transit recently experienced a significant reduction in federal operating support after being reclassified as a large Urbanized Area, with annual formula funding under FTA Section 5307 falling from about \$4.92 million in FY 2023 to roughly \$2.74 million by FY 2025, a net drop of approximately \$2.18 million compared to the pre-reclassification level. This change has increased the General Fund subsidy required to maintain current service levels and heightened the importance of securing competitive federal and state grants under Sections 5307, 5310, and 5339, each of which typically requires a local match that ACT works to minimize through Transportation Development Credits and other eligible sources.

Within this new funding environment, Transit has identified three realistic levers to modestly reduce General Fund reliance while protecting access for transit-dependent riders: targeted grant pursuits, careful fare adjustments, and a measured expansion of transit advertising. Any potential fare increases would be designed and phased with a recognition that higher fares can reduce ridership and, in turn, negatively affect performance-based allocations. In parallel, ACT is preparing to pilot an in-house advertising program and may bring forward options to prioritize external advertisers on buses, shelters, and other facilities so that, if Council is interested, the system can generate a modest but consistent revenue stream that complements grants and fares without undermining core service or equity goals.

### **5.3.18 Utilities (Water and Sewer Fund)**

Within the Water Utilities Department, staff have identified several fee and permit adjustments that could move specific expenses within the utility fund closer to cost recovery without changing core service levels. These options are presented for concept-level discussion so Council can signal which, if any, they would like staff to develop further.

First, Utilities recommends increasing the tap administration fee and setting a six-month completion deadline for permitted taps so that permit revenue more accurately covers the staff time spent on initial inspections and repeated re-inspections.

Second, staff propose introducing a fee for industrial waste permits under the City's pretreatment program so that a portion of the cost of sampling, site visits, and compliance monitoring is borne by industrial users rather than absorbed entirely within the utility budget.

Third, Utilities sees an opportunity to reset septic hauler permit, dumping, and manifest-related fees to better reflect the cost of processing loads, purchasing manifests (currently more than \$10,000 per year), and addressing any non-compliant dumping that requires repairs or corrective action.

Finally, staff recommend decoupling the Environmental Laboratory fee schedule from the City ordinance by shifting to a Council-approved, publicly posted schedule that can be updated during the annual budget cycle, allowing laboratory charges to keep pace with rapidly rising reagent and operating costs while maintaining transparency for customers and Council.

### **5.3.19 Vital Statistics**

The Vital Statistics Division currently has a small projected subsidy, with roughly \$312,000 in expenditures and \$294,000 in revenue in FY 2025–26. Because base birth and death certificate fees are set by the Texas Department of State Health Services and must be collected uniformly by all local registrars, the City has no discretion to raise those core prices to close the gap.

Instead, staff have identified targeted cost-recovery steps that could reasonably move the division toward cost neutrality while keeping services accessible. These include implementing clearly disclosed, non-refundable search fees when a record cannot be located, aligning online Permitium and remote TxEVER search practices so that unsuccessful searches do not leave the City paying state fees without reimbursement, and adding or modestly increasing ancillary charges to cover postage and handling costs that are currently absorbed in the budget. While revenues will still vary with customer demand from year to year, these changes appear sufficient to eliminate most or all of the current subsidy under typical conditions.

### **5.3.20 WIC**

The WIC Nutrition Program is federally funded and does not have practical options to charge local fees for its core services. Program staff nevertheless participated in the cost-recovery review and highlighted recent state audit concerns about how indirect costs such as IT, insurance, and bonds are allocated and whether they will reimburse us for those costs, along with the potential for a new Public Health District funding model to spread a portion of those costs across member governments on a per-capita basis and reduce pressure on the City's General Fund. No cost-recovery action is requested from Council at this time; this section

simply documents WIC’s participation in the review and the ongoing work to align indirect-cost treatment and Public Health District funding.

#### **5.4 Requested Council direction on cost recovery**

To move from this exploratory stage into the FY 26/27 budget process, staff need clear direction from Council on two points related to cost recovery.

First, which specific ideas in Section 5.3, if any, you would like staff to develop into more detailed proposals for future discussion. Second, which concepts you prefer to set aside for now, either because of policy concerns, limited revenue potential, or anticipated community sensitivity, recognizing that even “set-aside” ideas can be revisited in future budget cycles if conditions change.

Your direction on these cost-recovery questions, together with your guidance on property-tax strategy in Section 3 and budget-presentation expectations in Section 4, will shape how aggressively we pursue the concepts outlined in this report.

# City of Amarillo Pre-Budget Workshop



# Workshop Agenda

- **Chief Financial Officer**
  - Leadership transition and immediate responsibilities
- **Budget Calendar Transformation**
  - Future framework for FY27/28
- **Voter Approved Tax Rate Election (VATRE)**
  - Strategic decision for FY26/27
- **Budget Presentation**
  - Council direction for FY26/27 process
- **Cost Recovery Opportunities**
  - Department by department review for FY26/27

# Chief Financial Officer

- **Lola Ogunremi, Ph.D., MBA, CPA**
  - Announced February 24, 2026
  - Start date: Mid-April 2026
- **Immediate Responsibilities**
  - Lead budget development and presentation
  - Complete Workday financial system transition
  - Continue strengthening coordination with departments
- **Strategic Mandate**
  - Design January-September budget calendar with enhanced council engagement.

# Budget Calendar Transformation

## • Strategic Goal

- Transition from compressed summer process to comprehensive January–September calendar
- Increase Council engagement earlier in the year
- Improve transparency, timing, and policy alignment

## • Implementation Timeline

- FY26/27 (This Summer): Bridge year using existing timeline with new CFO leadership
- FY27/28 (Next Year): New CFO implements redesigned January–September calendar
- New process built on lessons learned from FY26/27 experience

# Voter Approved Tax Rate Election: The Law

## • Texas Truth-in-Taxation Law

- Voter-approval tax rate caps annual property tax growth at approximately 3.5% (M&O operations)
- Any rate above this threshold must be submitted to voters at November uniform election
- If proposition fails, rate automatically reverts to voter-approval rate

## • Why This Matters

- City expenses typically rise faster than 3.5% revenue cap
- Maintaining current service levels often exceeds allowable revenue growth
- VATRE is the only mechanism available to exceed statutory ceiling

# Voter Approved Tax Rate Election: Revenue-Expense Challenge

- **Structural Constraints**
  - Citizens expect certain types and levels of service from the City
  - City expenses rise at rates not subject to the same cap as revenue
  - Maintaining existing services (not expanding) often sees inflationary costs exceeding 3.5%
  - Unless sales tax or other non-property tax revenue compensates, ability to maintain or grow services is constrained
- **Current Impact**
  - Police overtime repeatedly underbudgeted due to revenue limitations
  - Other departments required to underspend to balance General Fund
  - Staff wage pressures and service expectations outpace restricted revenue

# Voter Approved Tax Rate Election: Staff Recommendation

- **Proposed Approach**
  - Dedicate VATRE increase to public safety departments
  - Significant portion of General Fund
- **Departments Included:**
  - Police Department
  - Fire Department
  - Emergency Management
  - Amarillo Emergency Communications Center
  - Animal Management and Welfare
  - City Marshal
  - Municipal Court
- **Rationale**
  - Aligns with Council Strategic Pillars
  - Addresses core services residents prioritize
  - Relieves budget pressure across General Fund

# Voter Approved Tax Rate Election: VATRE Considerations

- **Advantages:**
  - Relieves ongoing pressure in both public safety and non-public safety budgets
  - Aligns with City Council Strategic Pillars (Public Safety and Fiscal Responsibility)
  - May align well with voter interest in core services
  - Leverages public safety associations and stakeholders to champion voter support
  - Addresses substantial portion of General Fund
- **Challenges:**
  - Staff must produce two parallel budgets in same timeframe
  - City advocacy limited to factual, neutral information only
  - Election occurs in November; results unknown for first two months of fiscal year
  - Voters historically cautious about approving tax increases
  - Requires significant planning and careful execution

# Voter Approved Tax Rate Election: Council Direction Needed

- **If No Interest in VATRE**
  - FY26/27 budget timeline proceeds as usual
  - Staff works within existing revenue constraints
- **If Interested in Pursuing VATRE**
  - Decision: Public Safety focus or alternative?
    - If Public Safety, Deputy City Manager initiates work with public safety departments alongside new CFO
- **Staff Will Develop (if VATRE):**
  - Two parallel budget scenarios ("with VATRE" and "without VATRE")
  - Clear contingency plans for service levels, staffing, and capital

# Budget Presentation: Council Input Requested

- **Purpose:**
  - Align FY26/27 budget presentation with Council preferences
  - Ensure staff understand your priorities before preparing materials
  - Create productive framework for summer budget discussions
- **Staff Needs Direction On:**
  - Structure and Pacing
    - Number of workshop days and preferred organization
  - Content and Level of Detail
    - Which funds, departments, projects to highlight
    - Data and analysis formats most useful for decision-making
  - Boundaries and Expectations
    - What should staff include or exclude in scenarios? (e.g., tax increases, fee changes, service reductions)
    - Topics Council wishes emphasized or deferred

# Cost Recovery Opportunities

## Purpose

- **Why Cost Recovery:**
  - Shift appropriate costs from property taxpayers to users of specific services
  - Address ongoing General Fund budget constraints through targeted fee (non-tax) adjustments
  - Focus on maintaining services while improving fiscal sustainability
- **Staff Assignment:**
  - Departments identified services currently subsidized by General Fund
  - Outlined realistic options to move closer to cost recovery
  - Provided preliminary analysis highlighting constraints and trade-offs
- **Key Principle:**
  - Goal is cost recovery, not service cuts

# Cost Recovery Opportunities Approach

- **Guiding Principles:**

- Update fees where costs have outpaced charges
- Align local practices with industry standards
- Recognize federal and state legal constraints
- Consider public and political sensitivities

- **Level of Analysis:**

- Concept-level proposals, not detailed implementation plans
- Preliminary identification of pros, cons, and constraints
- Focus on feasibility and policy considerations

- **Council Role:**

- Indicate interest or disinterest in each option
- Staff will develop detailed proposals only for options Council wishes to pursue

# Cost Recovery Opportunities

## Scope

- **Focus: General Fund Departments**
  - Today's review emphasizes departments funded by property tax and sales tax
  - Opportunities range from modest fee adjustments to structural changes
- **Non-General Fund Departments:**
  - The following participated in review but are not primary focus today:
    - **Airport** - Enterprise fund, already at cost recovery
    - **Community Development** - Federally funded. Exception: \$100k General Fund for Extreme Weather Assistance (EWA). Staff recommend continuing.
    - **Public Health** - Primarily grant-funded; ~\$1.4M General Fund subsidy but limited cost recovery options in near term
    - **WIC** - Federally funded; no local fee authority
- **What's Next:**
  - Department-by-department options (Slides 14-35)
  - Council direction on which ideas to develop further

# Animal Management and Welfare



- **Department Context:**
  - Full cost recovery not feasible for this department
  - Focus on targeted fee adjustments where specific costs can be tied to specific services
- **Cost Recovery Options:**
  - **Option 1: Daily Shelter Care Fee**
    - Increase from \$5.00 to \$15.00 per day (excluding first day)
    - Fee has not been adjusted in over a decade
    - Better reflects actual daily care costs
  - **Option 2: Adult Animal Surrender Fee**
    - Increase from \$25.00 to \$50.00
    - Maintain puppy and kitten surrender fees at \$10.00
    - Better aligns with intake costs and peer city practices
  - **Option 3: Adoption Fees**
    - Return to ordinance rates: \$50.00 for canines, \$30.00 for felines
    - Currently using reduced discretionary rates implemented in 2020
  - **Option 4: Repeat Impoundment Policy**
    - Double impoundment fees on second offense and require spay/neuter before release
    - Aimed at reducing repeat violations and improving community outcomes

# City Marshal

- **Department Context:**
  - Full cost recovery not feasible for this department
  - Focus on administrative fee for abatement work to better reflect actual costs
- **Cost Recovery Option:**
  - **Abatement Administrative Fee Adjustment**
    - Increase from \$75 to \$125 (FY26/27), then to \$150 (FY27/28)
    - Fee has not been adjusted since March 2012
    - Establish 3% automatic annual adjustment thereafter
  - **Justification:**
    - Fee covers multiple inspections, certified mail notices, data entry, contractor coordination, lien preparation, warrant preparation, and court processing
    - Peer cities currently charge \$125 to \$250 (Amarillo is clear outlier on low end)

# Civic Center

- **Department Context:**
  - Not a General Fund department—funded primarily by Hotel Occupancy Tax (HOT) and operating revenues
  - Not a primary focus for reducing General Fund property tax subsidy
  - Long-standing strategic discussions about facility future (expansion, replacement, capital financing)
- **Current Cost Recovery Practices:**
  - Staff regularly review and adjust fees to reflect usage and market conditions:
    - Rental fees, Equipment charges, Ticketing fees, Labor rates (stagehands, security, ushers, EMTs)
  - Adjustments designed to keep pace with industry standards and recover appropriate operating costs
- **Staff Recommendation:**
  - Given complexity of strategic issues and non-General Fund status, recommend deferring detailed Civic Center discussion to a separate, dedicated session
  - If Council wishes to pursue, future session would address HOT subsidy reduction strategies, operational changes, and capital planning scenarios

# Environmental Health (1 of 2)

- **Department Context:**
  - Current budget: ~\$2.3M expenditures, ~\$1.8M revenue
  - General Fund subsidy: ~\$500,000
  - Multiple targeted opportunities could substantially narrow this gap
- **Cost Recovery Options:**
  - **Option 1: Grease Trap Program Revenue Realignment**
    - Shift revenue from Utilities to General Fund
    - EH administers program but revenue currently deposited to Utilities
    - Administrative realignment only (no fee changes, no action needed)
  - **Option 2: Vector Fee (Mosquito Control)**
    - ~\$0.50/month fee on utility bills
    - Fully funds mosquito program (currently General Fund supported)
    - Any amount below \$0.50 still offsets property tax burden
  - **Option 3: Tattoo and Body Piercing Inspection Program**
    - Implement local inspection program (NEHA core program, common in larger TX cities)
    - ~59 facilities in Public Health District
    - Absorbed using existing resources

# Environmental Health (2 of 2)

- **Cost Recovery Options (continued):**
  - **Option 4: Recreational Water Program (Pools/Spas)**
    - Currently recovering only 50% of costs
    - Double permit fees from \$500 to ~\$1,000 per unit (hotels, motels, gyms, apartments)
    - Move toward full cost recovery
    - Option to phase in if Council prefers
  - **Option 5: Group Care Program (Daycares/Foster Homes)**
    - Currently recovering only 34% of costs
    - Modest fee adjustments recommended
    - Sector has legislative support; staff caution against aggressive increases
    - ~66 facilities total
  - **Option 6: Public Health District Cost-Sharing**
    - Already underway with partner governments
    - Contribution toward district operations
    - Reduces City's net General Fund support for district services

# Fire

- **Department Context:**
  - Current budget: ~\$50M expenditures, ~\$4M revenue
  - Full cost recovery not realistic or desirable for core mission
  - Focus on targeted revenue options to narrow General Fund subsidy
- **Cost Recovery Options:**
  - **Option 1: Update Fire Marshal Inspection and Plan-Review Fees**
    - Introduce tiered or risk-based charges (higher-risk occupancies pay more)
    - Add re-inspection fees when violations not corrected
  - **Option 2: Third-Party Insurance Billing**
    - Pursue insurance companies/responsible parties for extraordinary costs (major insured losses, hazmat incidents, certain auto collisions)
    - Requires careful policy design with clear limits to avoid billing routine calls
  - **Option 3: Graduated False Alarm Fees**
    - Properties with repeated false fire alarm activations
    - Encourages repairs and offsets cost of unnecessary responses
  - **Option 4: Special Event/Standby Charges**
    - Full cost recovery for optional standbys at private events or high-risk operations
    - Ensures taxpayers not subsidizing these activities

# Internal Audit

- **Department Context:**
  - Does not generate external revenue
  - Identified cost savings opportunity through in-house service delivery
- **Cost Savings Achievement:**
  - Brought HOT (Hotel Occupancy Tax) audits in-house from external consultant
  - Functions as ongoing General Fund expenditure reduction
  - Preserves oversight of HOT collections supporting tourism-related decisions
- **Status:**
  - Already implemented beginning in 2026
  - No Council action required

# Information Technology

- **Department Context:**
  - Does not provide front-line services to residents
  - Supports all City departments with systems, networks, and applications
  - Costs funded through internal charges to departments rather than public fees
- **Cost Allocation Improvements:**
  - **IT Fee Model Rebuild:** Billing departments based on actual technology use
    - Rebalances expenses across all funds
    - Ensures non-General Fund departments cover appropriate share
    - Positive impact expected on General Fund
  - **Regional Radio System Cost Sharing:** Re-evaluating shared costs with external agency partners
    - Ensures other governments and revenue-funded operations pay fair portion
    - Prevents costs from falling disproportionately on Amarillo taxpayers
- **Status:**
  - No Council action required
  - Specific allocation updates will return through normal budget process

# Library

- **Department Context:**
  - Full cost recovery not feasible for this department
  - Focus on targeted adjustments to improve fairness and cost recovery while preserving access
  - Most current fees remain in place to protect service accessibility
- **Cost Recovery Options:**
  - **Option 1: Default Replacement Prices for Lost/Damaged Items**
    - Last updated in 2005
    - Will be updated to reflect current market costs
  - **Option 2: Copier and Mobile Printing Charges**
    - Increased to \$0.20/page (from \$0.15) effective March 1st
    - Recoups direct per-page cost of service
  - **Option 3: Nonresident Card Fees**
    - City spends \$21.26 per resident per year on library services
    - Current fees: \$18 individual, \$33 family (among lowest in state)
    - Proposed increase: \$25 individual, \$45 family
    - Remains below peer city median (\$35) and mean (\$53)
- **Status:**
  - Option 2 (copier/printing) already implemented
  - Options 1 and 3 require Council direction

# Municipal Court

- **Department Context:**
  - Already operates with revenues exceeding direct operating costs
  - Focus on reducing expenses and aligning fees with actual costs (not increasing fines)
  - Maintaining access to justice while improving General Fund position
- **Cost Recovery and Efficiency Improvements:**
  - **Credit and Debit Card Processing Cost Reduction**
    - Negotiated lower rate with payment processor
    - Effective processing rate decreasing from ~9% to ~3%
    - Will recalibrate convenience fee structure to recover transaction costs from users choosing card payment
    - On Council agenda today for approval
  - **New Docket Call for Self-Represented Defendants**
    - Implemented before trial settings
    - Reduces interpretation service costs, postage, and staff time
    - Resolves issues earlier in process, improving efficiency
- **Status:**
  - Card processing rate negotiation on today's Council agenda for approval
  - New docket call already implemented
  - Working with Finance to quantify savings during budget process

# Parks and Recreation - Golf

- **Success Story: Multi-Year Strategic Cost Recovery**
- **Dramatic Progress:**
  - General Fund subsidy reduced from \$1.9 million (FY18/19) to \$370,000 (FY24/25)
  - Current year trending even lower than last year
  - Positioned to reach full cost recovery over time
- **Successful Strategy:**
  - Incremental annual fee increases that golfer community can absorb (avoiding large sudden changes)
  - New programs introduced: "Happy Hour", "Explore the Four"
  - Refined staffing model and close tracking of cost inflation
  - Targeted capital investments to support attendance and revenue
- **Staff Recommendation:**
  - Continue steady approach of gradual fee adjustments, program expansion, and operational discipline
  - Maintain current course toward budget neutrality

# Parks and Recreation - Tennis

- **Strategic Approach Toward Cost Neutrality**
- **Recent Progress:**
  - Current year showing strong cost-recovery metrics (as of January)
  - Trending favorably relative to budgeted subsidy
  - Higher participation and facility use
- **New Independent Contractor Model:**
  - City Council recently authorized new contractor agreement
  - Aligns contractor compensation with performance
  - Incentivizes expanded offerings: tournaments, leagues, revenue-generating activities
- **Staff Recommendation:**
  - Continue strategic approach with new contractor to further reduce General Fund subsidy
  - Routine program-level fee updates (e.g., junior programs) as appropriate
  - Monitor revenues, expenses, and participation through upcoming budget cycle

# Parks and Recreation - Athletics

- **Cost Recovery Opportunities**
- **Option 1: Expand Field and Facility Rentals**
  - Broaden access for associations and leagues to utilize City assets
  - Improve utilization rates
  - Generate additional rental revenue
- **Option 2: Develop New or Expanded Sports Offerings**
  - Attract participation where demand exists
  - Associated fees improve revenue base while maintaining community access
- **Option 3: Discontinue Kids Inc. Payment (~\$36,000 annually)**
  - Eliminate annual operating subsidy through Athletic Supervisory Agreement
  - Continue indirect support through field preparation and maintenance
- **Goal:** Shift toward model where user groups and renters bear larger share of facility costs

# Parks and Recreation – Additional Opportunities

- **Additional Cost Reduction and Realignment Opportunities**
- **No-Mow / Habitat Areas**
  - Reduce mowing and routine maintenance costs on per-acre basis
  - Provides environmental and aesthetic benefits
- **School Park Maintenance Agreements**
  - Streamline AISD and CISD agreements
  - Better define City responsibilities and expenses for facilities on school properties
- **Amarillo Zoo Lease Agreement**
  - Lease agreement with Wild West Wildlife Rehabilitation Center finalized
  - Creates sustainable financial framework for zoo operations
  - On Council agenda today for approval

# Planning

- **Department Context:**
  - Full cost recovery at department level not realistic
  - Focus on ensuring development-related fees align with direct costs
- **Comprehensive Fee Schedule Review:**
  - Staff have begun a structured review to ensure development-related applicants pay their fair share of direct costs.
- **Preliminary Analysis Indicators:**
  - Some fees already cover planner time
  - Others under-recover once broader staff effort and required public notices are factored in
- **Potential Modest Adjustments:**
  - Increase certain application fees to better reflect staff time and expertise
  - Add small charges where no fee currently exists (e.g., zoning verification letters, site plans, annexation petitions)
  - Expected revenue impact per adjustment is very low
- **Status:**
  - Review in progress
  - Not a major revenue opportunity but contributes to cost recovery principle

# Police

- **Department Context:**
  - Full cost recovery not feasible for Police Department as a whole
  - One area with existing revenue generation: Amarillo Shooting Complex
  - Focus: Ensure public use of facility covers its fair share of costs
- **Amarillo Shooting Complex Cost Recovery Analysis**
  - **Current Situation:**
    - Dual-purpose facility: law enforcement training and public shooting range
    - Currently operating at a deficit
  - **Proposed Approach:**
    - Staff prepared to conduct cost analysis separating law-enforcement training expenses from public use expenses.
    - If analysis shows deficit on public use side, cost recovery could occur through fee adjustments or policy changes.
  - **Council Direction Needed:**
    - Authorize staff to proceed with detailed cost analysis?
    - If public use deficit is confirmed, pursue fee adjustments?

# Public Works – Solid Waste Landfill

- **Department Context:**
  - Combined Solid Waste (Collections + Landfill) currently generates net positive margin
  - However, Landfill operations are negative when viewed separately
  - Staff examined Landfill independently to identify potential cost recovery options
- **Cost Recovery Opportunity:**
  - Modest 5-10% landfill tipping-fee increase to help offset rising costs while maintaining competitive position.
- **Considerations:**
  - Must balance cost recovery with market competitiveness
  - Fees too close to regional competitors could prompt private haulers to divert tonnage elsewhere
  - Risk: Loss of both tipping-fee revenue and commercial collection permit participation
- **Council Direction Needed:**
  - Is Council interested in pursuing modest 5-10% tipping-fee increase for FY26/27?

# Public Works - Street

- **Department Context:**
  - Full cost recovery not feasible for Street Department as a whole
  - Concept-level discussion only—no specific proposal at this stage
- **Conceptual Cost Recovery Approach:**
  - Rather than attempting to fund entire Street Department, a smaller, more focused street or transportation system fee could help cover specific core costs:
    - Pavement repair
    - Signal and sign maintenance
    - Pavement markings
- **Staff Position:**
  - Given history of prior discussions, will NOT advance specific proposal without clear Council interest
  - Presented as potential long-term cost-recovery tool
- **Council Direction Needed:**
  - Does Council wish to explore this concept further?
  - If not, staff will set aside for now and can revisit in future budget cycles

# Transit

- **Recent Federal Funding Challenge:**
  - ACT reclassified as large urbanized area, resulting in loss of approximately \$2.18 million in federal formula funding
  - Increased General Fund subsidy required to maintain current service levels
- **Cost Recovery Options:**
  - **Option 1: Grant Pursuit Strategy**
    - Pursuing competitive federal and state grants (Sections 5307, 5310, 5339) to replace lost formula funding
    - Working to minimize local match requirements through Transportation Development Credits
  - **Option 2: Careful Fare Adjustments**
    - Designed and phased with recognition that higher fares can reduce ridership
    - Must balance cost recovery with financial capabilities of transit-dependent riders
    - Ridership reductions can negatively affect future performance-based grant allocations
  - **Option 3: Transit Advertising Expansion**
    - Pilot in-house advertising program on buses, shelters, and ACT facilities
    - Allow external entities to advertise under specific guidelines
    - Generate modest but consistent revenue stream without undermining core service
- **Council Direction Needed:**
  - Which cost recovery options should staff develop further?

# Utilities

- **Department Context:**
  - Not a General Fund department—operates as Water/Sewer enterprise fund
  - These ideas won't reduce property tax burden but help utility operations stretch revenue further
- **Cost Recovery Options:**
  - **Increase tap administration fee** to cover inspection costs (including repeated re-inspections)
  - **Create industrial waste permit fee** for sampling, site visits, and compliance monitoring
  - **Address septic dumping and manifest fees** to better cover costs (City currently spends \$10k+/year on manifests alone)
  - **Decouple Environmental Laboratory fee schedule from ordinance** to allow updates during annual budget cycle as reagent costs change
- **Bottom Line:** Shift specific costs to users who generate them (industrial dischargers, septic haulers, tap permit holders) rather than spreading across all utility customers.

# Vital Statistics

- **Department Context:**
  - Small subsidy (~\$18,000 gap between \$312k expenses and \$294k revenue)
  - Base birth and death certificate fees are set by the State; City has no authority to change them
- **Cost Recovery Options:**
  - **Non-refundable search fees** when a record cannot be located (currently no charge for unsuccessful searches)
  - **Ensure City recoups state fees** associated with searches; align online (Permitium) and remote (TXEVER) search practices so unsuccessful searches don't leave City paying state fees without reimbursement
  - **Cover ancillary charges** like postage and handling (currently absorbed by City budget)
- **Bottom Line:** These modest adjustments should eliminate most or all of the subsidy under typical conditions while keeping vital records services accessible.

# Council Direction

- **What happens next depends on your guidance:**
  - **Revisit any slides** – We can go back to any department for clarification or deeper discussion
  - **Request additional information** – Staff can bring back more detailed analysis on specific cost recovery opportunities
  - **Integrate into FY26/27 budget** – Direct staff to begin working approved cost recovery opportunities into the budget development process
  - **Set aside** – Identify any options Council does not wish to pursue at this time
- **Your direction today will shape the FY26/27 budget preparation.**

# Questions?





## Agenda Transmittal Memo

**Date:** April 14, 2026

**Council Priority:** Fiscal Responsibility

**Department:** Community Development

**Contact Person:** Jason Riddlespurger, Managing Director of Community Development

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**Agenda Caption: Consideration of Resolution No. 04-14-26-3.** This item is the first and recommended final reading to consider a resolution authorizing an application to the Office of the Texas Department of Housing and Community Affairs (TDHCA) for the 2026 Continuing Award Application for the annual Emergency Solutions Grant (ESG).

**Agenda Item Summary:** This item considers a resolution to authorize the 2026 Continuing Award application for the Texas Department of Housing and Community Affairs (TDHCA) Emergency Solutions Grant (ESG) award. The continuing award is estimated at \$104,012.00. The funding secured by the ESG Continuing Award will support Coming Home Street Outreach activities and the existing Rapid Rehousing programs to assist those experiencing homelessness in Amarillo.

The City of Amarillo provides Street Outreach services through the Coming Home program, funded by ESG Street Outreach dollars. This initiative allows Case Managers to proactively engage with individuals experiencing homelessness, connecting them to critical services such as emergency medical care, food, and shelter. Ongoing outreach efforts are focused on building trust and identifying individualized pathways toward increased stability, often in collaboration with community partners.

ESG funds also support the Rapid Rehousing program administered by the Community Development Department. This short-term housing assistance program provides temporary rental support to individuals and families experiencing homelessness, including survivors of domestic violence. The City of Amarillo partners with local agencies to receive referrals and help eligible households secure safe, stable housing and move toward long-term self-sufficiency.

Community Development has received ESG funding from the Texas Department of Housing and Community Affairs since 2019. This funding will continue to support the existing Street Outreach and Rapid Rehousing programs currently supported by ESG funds.

**Requested Action:** Community Development recommends consideration of the resolution to apply for the 2026 Continuing Award through TDHCA's ESG competition.

**Funding Summary:** The funding secured by the ESG Continuing Award will support Coming Home Street Outreach activities and the existing Rapid Rehousing programs to assist those experiencing homelessness in Amarillo.

Rapid Rehousing:

Street Outreach:

**Purchasing Summary:** Not applicable.

**Community Engagement Summary:** Not applicable.

**Staff Recommendation:** To facilitate the success of this process, staff recommends approval of the item as presented with a waiver (per Section 7 of Resolution 08-12-25-1) from the two-reading requirement for resolutions. This award will continue to support Street Outreach efforts of Coming Home and Rapid Rehousing dollars for area residents experiencing homelessness.

Community Development has received this award from TDHCA since 2019 for Street Outreach and Rapid Rehousing activities.

RESOLUTION NO. 04-14-26-3

A RESOLUTION OF THE CITY OF AMARILLO, TEXAS AUTHORIZING AN APPLICATION TO THE OFFICE OF THE TEXAS DEPARTMENT OF HOUSING AND COMMUNITY AFFAIRS FOR THE 2026 CONTINUING AWARD APPLICATION FOR ANNUAL EMERGENCY SOLUTIONS GRANT AND DESIGNATING THE CITY MANAGER TO ACT AS THE CITY'S AUTHORIZED OFFICIAL IN ALL RELATED MATTERS; PROVIDING FOR A REPEALER CLAUSE AND PROVIDING A SAVINGS CLAUSE.

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WHEREAS, the Texas Department of Housing and Community Affairs (TDHCA) serves as the State Administrative Agency for the U.S. Department of Housing and Urban Development (HUD), and

WHEREAS, TDHCA administers (on behalf of HUD) the Emergency Solutions Grant (ESG) program, which helps persons who are homeless or at risk of homelessness to quickly regain stability in permanent housing; and

WHEREAS, the City of Amarillo is eligible to apply for and receive funding through the ESG program; and

WHEREAS, the City intends to file the continuing application for FY26 ESG program funding; and

WHEREAS, the Amarillo City Council finds it is in the best interest of the citizens to apply for ESG funding to continue projects for street outreach and rapid re-housing programs.

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

SECTION 1. The City Council approves the submission of an application to TDHCA for the FY26 ESG program funding.

SECTION 2. This application shall be for ESG funds of \$104,012.00 to continue street outreach and rapid re-housing programs.

SECTION 3. In the event of loss or misuse of ESG program funds, the City Council assures that these funds will be returned to the TDHCA in full.

SECTION 4. The City Council designates Grayson Path, City Manager, as the grantee's authorized official to apply for, accept, reject, alter, or terminate the application or subsequent grant on behalf of the City.

SECTION 5. All resolutions or parts thereof that conflict with this Resolution are hereby repealed, to the extent of such conflict.

SECTION 6. In the event any part of this Resolution is found to be invalid, such invalidity shall not affect the remaining portions of this Resolution, and such remaining portions shall continue to be in full force and effect.

SECTION 7. This Resolution shall be effective on and after its adoption.

INTRODUCED AND PASSED by the City Council of the City of Amarillo, Texas, on First and Final Reading on this 14th day of March 2026.

\_\_\_\_\_  
Cole Stanley, Mayor

ATTEST:

\_\_\_\_\_  
Stephanie Coggins, City Secretary

APPROVED AS TO FORM:

\_\_\_\_\_  
Bryan McWilliams, City Attorney



## Agenda Transmittal Memo

**Date:** April 14, 2026

**Council Priority:** Infrastructure  
Public Safety  
Technology and Innovation

**Department:** Airport

**Contact Person:** Michael Conner, Director of Aviation

**Agenda Caption: Consider Award - Aircraft Rescue & Firefighting (ARFF) Simulator Hardware.** This item considers the award of a contract to provide the hardware for a live fire training simulator to be located near the fire training facility at the Rick Husband Amarillo International Airport. This simulator will replace the old simulator which fell out of Federal Aviation Administration (FAA) compliance several years ago. A separate contract will be established for the civil earthwork needed. The simulator will be used by AFD's ARFF staff, which is required to conduct annual recurrent ARFF training under FAA regulations.

**Award to:** Kirila Fire Training Facilities, Inc.

**Amount:** \$1,614,000.00

**Funding Source:** Federal grant funds (FAA AIP grant program) with any local match supported through airport fund revenues (CIP #540409)

**Is the item budgeted?** Yes

**Agenda Item Summary:** This contract is for the vendor to supply the actual simulator hardware (which looks like the metal shell of an aircraft). Once this contract is established, a separate contract will be established for the civil work required to complete the installation. Some of the design work is dependent upon establishing this hardware contract because each manufacturer's system has different piping configurations and other elements that affect the civil earthwork design. The entire system will need to meet FAA specifications so that it can be certified by the FAA for use as a bona-fide ARFF training simulator to meet the requirements of the Airport's FAA-approved Part 139 certification manual. Overall, this will reduce costs to AFD and the Airport by allowing on-site training instead of having to send firefighters to other locations to accomplish the same training. The simulator may also be used by outside agencies and other airports on a pay-for-use basis.

**Requested Action:** Please approve this ARFF Simulator Hardware contract.

**Funding Summary:** Funding is through a federal earmark grant (initiated by Congressman Ronny Jackson) that goes through the FAA AIP grant program.

**Purchasing Summary:** This contract is the result of a best value bid. Two bids were received. Kirila is the low bidder and also scored the highest in the bid evaluation. No co-op was used.

**Community Engagement Summary:** N/A

**Staff Recommendation:** Airport Staff recommends this contract.

To be awarded as one lot	Kirila Fire	Fireblast Global Inc.
Line 1 -Site Development Design Support for System Integration		
6 week		
Unit Price	\$7,000.000	\$16,044.000
Extended Price	\$ 42,000.00	\$ 96,264.00
Line 2 - Aircraft Rescue and Fire Fighting (ARFF) Simulator (Fabrication, Delivery, Installation, Testing, Commissioning and Training)		
1 LS		
Unit Price	\$1,497,000.000	\$3,282,232.000
Extended Price	\$ 1,497,000.00	\$ 3,282,232.00
Line 3 - ARFF Simulator Maintenance Period		
3 Year		
Unit Price	\$25,000.000	\$18,878.000
Extended Price	\$ 75,000.00	\$ 56,634.00
<b>Grand Total</b>	<b>\$ 1,614,000.00</b>	<b>\$ 3,435,130.00</b>



## Agenda Transmittal Memo

**Date:** April 14, 2026

**Council Priority:** Fiscal Responsibility, Infrastructure, Public Safety

**Department:** Water and Sewer Utilities

**Contact Person:** William Johnson, Interim Director of Utilities

**Agenda Caption:** **Consider Award - Construction Services Contract for Osage Water Treatment Plant Chlorine System.** This item considers the award of a construction services contract for the chlorine system at Osage Water Treatment Plant.

**Award to:** Stolz Mechanical Contractors, LLC

**Amount:** \$4,950,000.00

**Funding Source:** Water and sewer fund revenues (CIP #523440)

**Is the item budgeted?** Yes

**Agenda Item Summary:** The Osage Water Treatment Plant ensures safe and clean water supply for the public by adding chlorine to disinfect water and keep it free from germs and bacteria. The current chlorine disinfection system was installed around 1996 and is becoming more difficult to maintain and susceptible to breaking down, which makes the system inadequate to meet safe drinking water standards issued by the State and Federal governments. This item is for the request to initiate construction services, including mobilization of the contractor to begin the decommissioning and replacement of chlorine system equipment at the Osage Water Treatment Plant as described in the completed engineering and specification design documents. This construction project requires that disinfection standards remain in place while construction is underway, meaning a temporary backup disinfection system must be installed before the current system can be removed. The replacement equipment will include all new and improved electronic, piping, and monitoring equipment which provides continuous monitoring of system activity and the cost-effective use of disinfectants.

Construction services for mobilization, decommissioning, replacement and all identified aspects needed provided under the specifications and engineering design for the upgrades of the Osage WTP Chlorine System. Including all TCEQ required parameters for safety and process control involving chlorine delivery and chlorine gas application for potable water treatment. Construction includes replacement and upgrades to the scales, headers, regulators, vacuum, injection, chlorinators, piping, monitoring devices, sensors, PLC and communication to existing SCADA. Total replacement of all components for the chlorine delivery and feeds systems.

**Requested Action:** Requesting approval of contract to Stolz Mechanical Contractors, LLC for \$4,950,000.00.

**Funding Summary:** CIP 523440 will support this award.

**Purchasing Summary:** Procurement was supported through the best value bid process. BVB 406-25 KD

**Community Engagement Summary:** A very important part of this project is to improve the safety monitoring and emergency management equipment that is required to ensure public safety by preventing releases of hazardous chlorine gas. This project considers the total replacement of all components of the chlorine system for the purpose of continued supply of safe drinking water to the public.

**Staff Recommendation:** City Staff recommends the approval of the contract.



