City of Amarillo, Texas
City Council Regular Meeting
June 9, 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.

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.

1:30 PM - City Council convenes in City Council Chamber and immediately recesses into Executive Session.

Executive Session

1.1. Section 551.071 - Consult with Attorney on a matter in which the attorney's duty to the governmental body under the Texas Disciplinary Rules of Professional Conduct conflicts with this chapter:

1.1.1. Meet and confer negotiations with Amarillo Professional Firefighters Association and Amarillo Police Officers Association

1.1.2. Chapter 551 of the Texas Government Code

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: "Elder Abuse Awareness Month"

2.5. Certificate of Recognition: "Volleys for Veterans"

Call to Order

3. Announcements

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

4.1. Location Incentive Agreement – Between Amarillo Economic Development Corporation and Owens Corning Composite Materials, LLC

4.2. Chapter 551 of the Texas Government Code

4.3. Center City Tax Increment Reinvestment Zone (TIRZ) #1 History and Upcoming Process to Update the TIRZ #1 Project and Finance Plan and the Downtown Amarillo Strategic Action Plan

4.4. Community Investment Program (CIP) Update — Recently Closed/Completed Projects and Status of Ongoing Projects

4.5. Request future agenda items and reports from City Manager

5. 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.

6. 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.

6.1. Consider Approval of Minutes. This item considers approval of the minutes for the City Council regular meeting held on May 26, 2026. (Stephanie Coggins, City Secretary)

6.2. Consider Approval - Renewal of Insurance Coverages. This item considers the renewal of insurance coverages presented by USI Southwest, Inc. for the following lines of coverage: Inland Marine (Rare Books), Professional Liability (Medical Malpractice), Cyber Liability, Public Officials Liability, Law Enforcement Liability, Property, Boiler & Machinery, AFD Fire Fleet - Auto Physical Damage, and Fiduciary Liability.

Award to: USI Southwest, Inc.
Amount:

Coverage Type	**Premium 2026/2027**
Property	$2,260,021
Terrorism Insurance	$53,030
Boiler & Machinery	$51,223
Fiduciary Liability - Firemen's Relief Retirement Fund	$9,309
Cyber	$93,368
Medical Malpractice	$33,019
Medical Professional (AFD)	$23,338
Law Enforcement Liability	$221,615
D&O / EPL / Fiduciary (AHD)	$37,930
Public Officials Liability	$4,437
Auto Physical Damage (AFD Fire Fleet)	$526,369

Inland Marine - Rare Books/Fine Arts	$4,148
Business Travel Accident	$0
Excess Workers Compensation	$294,140
Total Amount	$3,611,947

Funding Source: Risk management fund revenues
Is the item budgeted? Yes (Mitchell Normand, Director of Human Resources)

6.3. **Consider Purchase - 2026 Ford Transit 350 HD Accessible Van.** This item considers the purchase of one 2026 Ford Transit 350 HD Accessible Van to be utilized for the Panhandle Region Planning Commission (PRPC) Ride-Share Voucher Pilot Program.
Award to: Master's Transportation (Oklahoma State Cooperative Purchasing Contract)
Amount: $108,211.00
Funding Source: Federal Transportation Administration grant revenue through PRPC.
Is the item budgeted? Yes (Chris Quigley, Director of Transit)

6.4. **Consider Approval - Amendment No. 3 to Professional Services Agreement for Northeast Interceptor.** This item considers the approval of Amendment No. 3, which includes additional construction phase services that were necessary for the completion of the Northeast Interceptor's construction.
Award to: Kimley-Horn & Associates, Inc.
Amount:

Original Amount	$5,248,300.00
Previous Amendments	98,500.00
Current Amendment No. 3	95,000.00
Total Revised Amount	$5,441,800.00

Funding Source: Water and sewer revenue bonds (CIP #530042)
Is the item budgeted? Yes (Jerry Danforth, Managing Director of Capital Projects, Development & Engineering)

6.5. **Consider Award - Repair Contract for Electrical Equipment and Components at Arden Road Pump Station.** This item considers the award of a contract for the repairs and replacement of the electrical equipment and components at the Arden Road Pump Station.
Award to: Schneider Electric (Omnia Partners #RR220703)
Amount: $946,648.70
Funding Source: Water and sewer fund revenues (CIP #PRJ-0000131)
Is the item budgeted? Yes (William Johnson, Director of Utilities - Operations)

6.6. **Consider Purchase - Electric Blower Motor for Hollywood Road Wastewater Treatment Facility.** This item considers the purchase of a 600HP electric blower motor for the Hollywood Road Wastewater Treatment Facility.
Award to: Austin Armature Works, LP (Buyboard #672-22)
Amount: $94,320.00
Funding Source: Water and Sewer fund revenues (CIP #PRJ-523225)
Is the item budgeted? Yes (William Johnson, Director of Utilities - Operations)

6.7. **Consider Award - Contract for Influent Screw Pump Installation at Hollywood Road Wastewater Treatment Facility**. This item considers the award of a contract to install the upper and lower bearings and install the influent screw pumps at the Hollywood Road Wastewater Treatment Facility.
Award to: Evoqua
Amount: $810,000.00
Funding Source: Water and sewer fund revenues (CIP #PRJ-0000179)
Is the item budgeted? Yes (William Johnson, Director of Utilities - Operations)

6.8. **Consider Award - Professional Services Agreement for Operational Assessment of City of Amarillo Landfill.** This item considers the award of a professional services agreement to evaluate and make recommendations regarding site operations at the City of Amarillo Landfill.
Award to: Biggs & Mathews Environmental, Inc.
Amount: $34,800.00
Funding Source: General fund revenues
Is the item budgeted? No (Grayson Path, City Manager)

6.9. **Consider Approval - Firefighter Medical and Fitness Evaluation Services Contract Renewal.** This item considers the renewal of the professional services agreement for conducting annual firefighter medical and fitness evaluations.
Award to: Life Scan Wellness Centers
Amount: $263,420.00
Funding Source: General fund revenues
Is the item budgeted? Yes (Jacob Oehlert, Deputy Fire Chief)

7. Non Consent Agenda

7.1. **Public Hearing and Consideration of Ordinance No. 8247.** This item is a public hearing and first reading of an ordinance considering the rezoning of a 2.39 acre tract of unplatted land, located in Section 152, Block 2, A.B.& M. Survey, Randall County, Texas, plus one-half of all bounding streets, alleys, and public ways, to change from Manufactured Home District to Residential District 2. (VICINITY: S. Osage St. & Freedom Dr.; APPLICANT/S: OJD Engineering, LLC for Nazcon Group LP) (Brady Kendrick, Senior Planner)

7.2. Public Hearing and Consideration of Ordinance No. 8248. This item is a public hearing and first reading of an ordinance considering the rezoning of a 7.56 acre portion of Lot 2, Block 1, Southeast Place Unit No. 2, an addition to the City of Amarillo, in Section 152, Block 2, A.B.& M. Survey, Randall County, Texas, plus one-half of all bounding streets, alleys, and public ways, to change from Manufactured Home District to Residential District 2. (VICINITY: Living Water Dr. & Satinwood Dr.; APPLICANT/S: OJD Engineering, LLC for Nazcon Group LP) (Brady Kendrick, Senior Planner)

7.3. Consideration of Resolution No. 06-09-26-1. This item is the first reading to consider a resolution amending the City of Amarillo financial policies. (Lola Ogunremi, Chief Financial Officer)

7.4. Consideration of Ordinance No. 8249. This item is a first reading to consider 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.

<u>TAXPAYER IMPACT STATEMENT</u>
(Pursuant to Tex. Gov't. Code Sec. 551.043 as amended by HB 1522, effective September 1, 2025.)

A copy of the 2025/2026 City of Amarillo Proposed Budget can be found on the city's website at Amarillo.gov (2025-2026 City of Amarillo Proposed Budget by City_of_Amarillo - Issuu).

Taxpayer Impact Statement - Randall County	FY2024/25 Current Year Tax Rate	FY2025/26 Proposed Tax Rate	FY2025/26 No-New-Revenue Tax Rate
City of Amarillo Total Tax Rate	$0.38723	$0.43070	$0.37355
Median Value Homestead Property	$245,883	$245,883	$245,883
Median Value Homestead Property Tax Bill	$952.13	$1,059.02	$918.50
Difference to Current		$106.89	-$33.64

Year Tax Bill			

Taxpayer Impact Statement - Potter County	FY2024/25 Current Year Tax Rate	FY2025/26 Proposed Tax Rate	FY2025/26 No-New-Revenue Tax Rate
City of Amarillo Total Tax Rate	$0.38723	$0.43070	$0.37355
Median Value Homestead Property	$142,107	$142,107	$142,107
Median Value Homestead Property Tax Bill	$550.28	$612.05	$530.84
Difference to Current Year Tax Bill		$61.77	-$19.44

(Lola Ogunremi, Chief Financial Officer)

7.5. **Consider Acceptance of City of Amarillo Annual Comprehensive Financial Report.** This item is to review and consider acceptance 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, Finance Director)

7.6. **Consider Approval - Airport Capital Project Budget Transfers**. This item considers approval for the transfer of budget funds from numerous Airport Capital Projects to provide necessary financial support to other Airport Capital Projects and O&M budget lines that currently require additional funding. The total amount to be transferred is $1,339,091.07. All transfer items underwent a CIP review process, CIP Committee review, and City Manager review. (Michael Conner, Director of Aviation)

7.7. **Consider Approval - Amendment No. 1 to Agreement for Engineering Services between City of Amarillo and Kimley-Horn and Associates, Inc.** This item considers the approval of

Amendment No. 1 to the Agreement for Engineering Services between City of Amarillo and Kimley-Horn and Associates, Inc. This amendment will add additional scope of work to provide engineering services for the design of the 58th Avenue Sanitary Sewer Extension. The scope of work will be an amendment to the Osage Reconstruction project and includes the design of approximately 5,280 linear feet of sanitary sewer infrastructure to support planned development.
Award to: Kimley-Horn and Associates, Inc.
Amount: $246,000.00
Funding Source: Water and sewer fund reserves (CIP #PRJ-0000155)
Is the item budgeted? No (Donny Hooper, Assistant City Manager)

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) 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: June 9, 2026

Council Priority: Communication

Department: City Secretary

Contact Person: Stephanie Coggins, City Secretary

Agenda Caption: **Consider Approval of Minutes.** This item considers approval of the minutes for the City Council regular meeting held on May 26, 2026.

Agenda Item Summary: This item requests City Council approval of the minutes for the regular Amarillo City Council. 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
May 26, 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

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

The City Council of the City of Amarillo, Texas met at 1:00 PM on May 26, 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 1:01 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
Omolola Ogunremi, Chief Financial Officer
Dustin Johnson, Deputy City Attorney

Note: Councilmember Simpson joined the meeting in progress during Item No. 1.1

Note: City Council addressed agenda items in the following order:

- *1.1-1.2; 2; 3; 5; 4.1-4.5; 6.1-6.7; 6.9-6.14; 7.1-7.3*
- *Item No. 6.8 was removed from consent and no action was taken.*

Executive Session

The meeting recessed at 1:01 p.m. and reconvened in Executive Session under the provisions of Section 551, Texas Government Code. City Council reconvened in open session at 1:59 p.m., and the meeting was called to order at 3:01 p.m.

1.1. Section 551.072 – Discuss the purchase, exchange, lease, sale, or value of real property and public discussion of such would not be in the best interests of the City's bargaining position:

1.1.1. Potential purchase of real property located in the Southwest quadrant of the City of Amarillo

1.2. 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:

1.2.1. Project # 25-11-01 (Manufacturing)

1.2.2. Project located in the Central Business District

Adjourn from Executive Session

City Council reconvened into open session at 1:59 p.m.

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

City Council reconvened at 2:12 p.m. Mayor Stanley called open session to order at 3:01 p.m., immediately before the Ceremonial items.

2. Ceremonial Items

2.1. Invocation

Mary Nell Hunt, with Pray the City, led the invocation.

2.2. Pledge of Allegiance

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

2.3. The Texas Pledge

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

2.4. Proclamation: "Post-Traumatic Stress (PTS) Awareness Month"

A proclamation for "Post-Traumatic Stress (PTS) Awareness Month" was read by Councilmember David Prescott and presented to Brooke Melton and representatives of Hope Lives Here.

Call to Order

The meeting was called to order at 3:01 p.m., immediately before taking up Agenda Item No. 2 Ceremonial Items.

3. Announcements

Mr. Path shared a statement about the City of Amarillo Landfill and conditions with TCEQ.

3.1. Amarillo/Canyon Collaborative Efforts on Emergency Response

Mayor Gary Hinders, City of Canyon and Joe Price, City Manager for City of Canyon, made an announcement thanking city leadership and city departments for their collaboration in responding to recent fires near Canyon.

5. 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:

Gary Findley	Resident
Charles Little	Resident
Katie Crowley	Other
Rhonda Savant	Other
Tom Scherlen	Resident
Anna Barraza-Derda	Resident
Trent Jones	Other
Carrie Homer	Resident
Mike Fisher	Resident
Allen Finegold	Resident
Natasha Scarborough	Resident
Neil Moore	Other
Steven Craig Thomas	Resident
Craig Guatiere	Resident
Amanda Cazarez	Other
Mike Ford	Resident
Glen Lovett	Other
Clyde Goff	Other
Ximena Lovett	Other
Tim Benson	Resident
Katy Jones	Other
Connie	Resident
Frank Danner	Other
Karen Thompson	Other
Davisa Montoya	Other

Mayor Stanley closed the public comment period. The following individual registered to speak but did not present: Caitlin Gibson.

Immediately following public comment, Mayor Stanley recessed the meeting at 4:59 p.m. Mayor Stanley resumed the meeting at 5:19 p.m.

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

4.1. Utility Billing Update

Mayor Stanley introduced the item. Rich Gagnon, Assistant City Manager and CTO, presented the item.

4.2. Parks and Recreation Update

Mayor Stanley introduced the item. Michael Kashuba, Director of Parks and Recreation, presented the item. Council allowed Craig Gualtiere, citizen, to share comments and answer their questions.

4.3. Budget Amendments and Financial Policy

Mayor Stanley introduced the item and presented it.

4.4. Large Scale Data and AI Center Moratorium

Mayor Stanley introduced the item and presented it.

4.5. Request future agenda items and reports from City Manager

Mayor Stanley introduced the item. No future items were requested.

6. 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. Councilmember Simpson asked that Agenda Item No. 6.8 be removed and brought back at the next regular meeting. Mayor Stanley asked for a motion to approve the consent agenda, with Agenda Item No. 6.8 removed.

Motion by Councilmember Prescott, seconded by Councilmember Simpson, so moved.

Vote: 5 - 0 Motion Passed

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

Noes: None

Abstain: None

Absent: None

6.1. Consider Approval of Minutes. This item considers approval of the minutes for the City Council regular meeting held on May 12, 2026. (Stephanie Coggins, City Secretary)

6.2. Consideration of Resolution No. 05-12-26-1. This item is the second and final reading to consider a resolution dissolving and abandoning the dedication of an unaccepted public alley to the City of Amarillo, conveying the right-of-way to adjacent property owners and dedicating a public utility easement to the City of Amarillo; the right-of-way being dissolved is the east 472.02 feet of the public alley dedicated within C.W.C. Enterprises Unit 1 and Unit 2, both being additions to the City of Amarillo, in Section 74, Block 2, A.B.& M. Survey, Potter County, Texas. (VICINITY: E. Interstate 40 and Lakeside Dr. (Loop 335); APPLICANT/S: RaceTrac, Inc.) (Brady Kendrick, Senior Planner)

6.3. **Consideration of Resolution No. 05-12-26-2.** This item is the second and final reading to consider a resolution authorizing an application for the 2025 Edward Byrne Memorial Justices Assistance Grant, authorizing an Interlocal Agreement to share grant funds with Potter County, authorizing administrative adjustments to documents as needed, providing a repeater clause and severability clause.
Grantor: 2025 Edward Byrne Memorial Justice Assistance Grant (JAG) Local Program
Amount: $118,795.00 (Thomas Hover, Police Chief)

6.4. **Consideration of Resolution No. 05-12-26-4.** This item is the second and final reading to consider a resolution approving the updated Equal Employment Opportunity (EEO) Plan for the City Plan, designating an EEO Officer, authorizing implementation and submission to the Federal Transit Administration, providing repeater, and providing for severability. (Chris Quigley, Director of Transit)

6.5. **Consider Approval - Center City Tax Increment Reinvestment Zone #1 Developer Agreement with Amarillo Area Foundation.** This item considers approval of a Tax Increment Reinvestment Zone (TIRZ) #1 developer agreement with Amarillo Area Foundation for construction of certain streetscape improvements within the public right-of-way associated with a project to renovate an existing parking lot. This agreement is for a one-time grant not to exceed $50,000 for streetscape improvements. The payment of this incentive is contingent upon no less than $128,125 in private investment, project completion, and other obligations. (VICINITY: SE 10th Ave and S Taylor St) (Drew Brassfield, Assistant Director of Planning)

6.6. **Consider Approval - Investment Advisory Services Contract Renewal.** This item considers approval to renew the contract providing for investment advisory services for an additional one-year term, through June 30, 2027. This will be the only remaining renewal option under the current contract.
Award to: Valley View Consulting, LLC

Amount: Not to exceed $75,000.00
Funding Source: General fund revenues
Is the item budgeted? Yes (Katrina Owens, Finance Director)

6.7. **Consider Award - Firefighter Class A Uniform Supply Agreement.** This item considers the award of a five-year supply agreement for providing Class A Uniforms to the Amarillo Fire Department.
Award to: Lighthouse Uniform Company
Amount: Not to exceed $79,434.80 ($15,886.96 annually)
Funding Source: General fund revenues
Is the item budgeted? Yes (Jacob Oehlert, Deputy Fire Chief)

6.9. **Consider Award - Refugee Language Project Contract Renewal**. This item considers the renewal of a Public Health Department contract for in-person interpretation and translation service to the Refugee Language Project.
Award to: Refugee Language Project
Amount: Not to exceed $100,000.00 ($50,000.000 annually)
Funding Source: Public health grant funds
Is the item budgeted? Yes (Casie Stoughton, Director of Public Health)

6.10. **Consider Award - Landfill Compactor Lease Agreement.** This item considers the award of a five-year lease for a Landfill Compactor to be used in the solid waste disposal division's daily operations. This is the scheduled replacement of unit 9135, which has reached the end of its useful life.
Award to: Cat Financial/Warren Cat (Sourcewell #011723-CAT)
Amount: $1,423,978.20 ($23,732.97 per month for 60 months)
Funding Source: Fleet services fund revenues
Is the item budgeted? Yes (Alan Harder, Director of Public Works)

6.11. **Consider Purchase—Traffic Signal Lights.** This item considers the purchase of LED traffic signal lights which are used to replace existing lights in traffic and pedestrian signals.
Award to: Mobotrex (BuyBoard #703-23)
Amount: $136,595.00
Funding Source: General fund revenues
Is the item budgeted? Yes (Alan Harder, Director of Public Works)

6.12. **Consider Award - Hollywood Road Wastewater Treatment Facility Solids' Conveyor Rehabilitation Contract.** This item considers the award of a contract to support the rehabilitation of the solids' conveyor for the Hollywood Road Wastewater Treatment Facility.
Award to: Serptenix Conveyor LLC
Amount: $258,975.00
Funding Source: Water and sewer fund revenues (CIP #PRJ-0000178)
Is the item budgeted? Yes (William Johnson, Director of Utilities - Operations)

6.13. **Consider Acceptance - United Way Community Impact Grant Awards.** This item considers acceptance of the United Way Community Impact Grant Award. The funding will support activities of the Coming Home program, including Supportive Services, Mental Health Support, and Peer Reintegration Employment Partnership (PREP) Academy employment activities.
Grantor: United Way of Amarillo and Canyon
Amount: $240,000.00
Local Match/Funding Source: No match is required. This award serves as a source of match for other grants with match requirements.
Is the item budgeted? Yes (Jason Riddlespurger, Managing Director of Community Development)

6.14. **Consider Approval - Workday Professional Consulting Services Contract, Phase III Renewal.** This item considers approval to renew an existing professional service agreement for an additional six-month period (Phase III) to provide professional consulting services specializing in the City's new Enterprise Resource Planning (ERP) system, Workday. Approval of this item will include authorization for staff to transfer $105,000 from the City Secretary department's operating budget to the Finance department's operating budget, in order to provide the funding necessary for this item.
Award to: Caber Resource Group
Amount: Not to exceed $175,000.00
Funding Source: General fund revenues
Is the item budgeted? No (Katrina Owens, Finance Director)

6.8. **Consider Approval - Firefighter Medical and Fitness Evaluation Services Contract Renewal.** This item considers the renewal of the professional services agreement for conducting annual firefighter medical and fitness evaluations.

Award to: Life Scan Wellness Centers
Amount: $263,420.00
Funding Source: General fund revenues
Is the item budgeted? Yes (Jacob Oehlert, Deputy Fire Chief)

This item was removed from consent agenda, and no action was taken.

7. Non Consent Agenda

7.1. Consideration of Resolution No. 05-26-26-1. This item is the first and recommended final reading to consider a resolution repealing Resolution No. 05-27-26-5, providing for an updated rotational appointment of the Mayor Pro Tempore for 2025-2027, providing a repeater clause, and providing for an effective date. (Cole Stanley, Mayor)

Mayor Stanley introduced the item. Cole Stanley, Mayor, presented the item.
Motion by Councilmember Simpson, seconded by Councilmember Prescott, to Adopt Resolution No. 05-26-26-1.
Vote: 5 - 0 Motion Passed
Ayes: Cole Stanley, Tim Reid, Don Tipps, David Prescott, Les Simpson
Noes: None
Abstain: None
Absent: None

7.2. Consider Approval – Guaranteed Maximum Price for Lawrence Lake Pump Station and Force Main under Construction Manager at Risk (CMAR) Contract. This item considers the approval of Contract Amendment No.1 to the CMAR contract for the force main and wet well construction for Playa 6, including establishment of the Guaranteed Maximum Price (GMP) for the associated scope of work.
Award to: Western Builders of Amarillo, Inc.
Amount: $14,255,589.00
Funding Source: 2023 Drainage Bond Funds (CIP #PRJ-0000104)
Is the item budgeted? Yes (Jerry Danforth, Managing Director of Capital Projects, Development & Engineering, Jackson Zaharia, City Engineer)

Mayor Stanley introduced the item. Jerry Danforth, Managing Director of Capital Projects, Development & Engineering, presented the item.
Motion by Councilmember Tipps, seconded by Councilmember Reid, to award a contract for the CMAR contract in the amount of $14,255,589 to Western Builders as presented.
Vote: 5 - 0 Motion Passed
Ayes: Cole Stanley, Tim Reid, Don Tipps, David Prescott, Les Simpson
Noes: None

Abstain: None
Absent: None

7.3. Consider Award - FY 25/26 Street Maintenance Cape Seal and Microsurfacing Construction Contract. This item considers the award of a construction contract for the annual Street Maintenance project.
Award to: Intermountain Slurry
Amount: $7,488,727.66
Funding Source: 2026 Street Bond Funds (CIP #PRJ-0000034)
Is the item budgeted? Yes (Jerry Danforth, Managing Director of Capital Projects, Development & Engineering, Jackson Zaharia, City Engineer)

Mayor Stanley introduced the item. Jerry Danforth, Managing Director of Capital Projects, Development & Engineering, Jackson Zaharia, City Engineer, presented the item.
Motion by Councilmember Tipps, seconded by Councilmember Simpson, to Award the FY25/26 Street Maintenance Cape Seal and Microsurfacing Construction Contract in the amount of $7,488,727.66 to Intermountain Slurry .
Vote: 5 - 0 Motion Passed
Ayes: Cole Stanley, Tim Reid, Don Tipps, David Prescott, Les Simpson
Noes: None
Abstain: None
Absent: None

Adjournment

Mayor Stanley adjourned the Regular Meeting at 8:59 PM.

Agenda Transmittal Memo

Date: June 9, 2026

Council Priority: Fiscal Responsibility

Department: Human Resources

Contact Person: Mitchell Normand, Director of Human Resources

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Agenda Caption: Consider Approval - Renewal of Insurance Coverages. This item considers the renewal of insurance coverages presented by USI Southwest, Inc. for the following lines of coverage: Inland Marine (Rare Books), Professional Liability (Medical Malpractice), Cyber Liability, Public Officials Liability, Law Enforcement Liability, Property, Boiler & Machinery, AFD Fire Fleet - Auto Physical Damage, and Fiduciary Liability.

Award to: USI Southwest, Inc.
Amount:

Coverage Type	**Premium 2026/2027**
Property	$2,260,021
Terrorism Insurance	$53,030
Boiler & Machinery	$51,223
Fiduciary Liability - Firemen's Relief Retirement Fund	$9,309
Cyber	$93,368
Medical Malpractice	$33,019
Medical Professional (AFD)	$23,338
Law Enforcement Liability	$221,615
D&O / EPL / Fiduciary (AHD)	$37,930
Public Officials Liability	$4,437
Auto Physical Damage (AFD Fire Fleet)	$526,369
Inland Marine - Rare Books/Fine Arts	$4,148
Business Travel Accident	$0
Excess Workers Compensation	$294,140
Total Amount	$3,611,947

Funding Source: Risk management fund revenues
Is the item budgeted? Yes

Agenda Item Summary: This item considers the renewal of insurance coverages presented by USI Southwest, Inc. for the following lines of coverage: Inland Marine (Rare Books), Professional Liability (Medical Malpractice), Cyber Liability, Public Officials Liability, Law Enforcement Liability, Property, Boiler & Machinery, AFD Fire Fleet - Auto Physical Damage, and Fiduciary Liability.

Amount:

Coverage Type	Premium 2025/2026	Premium 2026/2027	Incr(Decr)
Property	$3,065,270	$2,260,021	$(805,249)
Terrorism Insurance	53,030	53,030	-
Boiler & Machinery	51,729	51,223	$(506)
Fiduciary Liability - Firemen's Relief Retirement Fund	9,209	9,309	$100
Cyber	58,073	93,368	$35,295
Medical Malpractice	35,907	33,019	$(2,888)
Medical Professional (AFD)	23,338	23,338	-
Law Enforcement Liability	214,087	221,615	$7,528
D&O / EPL / Fiduciary (AHD)	37,930	37,930	-
Public Officials Liability	4,390	4,437	$47
Auto Physical Damage (AFD Fire Fleet)	486,429	526,369	$39,940
Inland Marine - Rare Books/Fine Arts	3,967	4,148	$181
Business Travel Accident	4,865	0	0
Excess Workers Compensation	280,133	294,140	$14,007
Total Premium Reduction	**$4,328,357**	**$3,611,947**	**$(716,410)**

On May 28th, the City of Amarillo Risk Board met with USI to review the City's insurance coverages. The primary driver of the cost difference is a significant reduction in the property insurance premium. The nationwide market has been favorable to consumers due to a system-wide decline in claims activity. With this substantial reduction in annual premium, the City is taking the opportunity to increase its per-occurrence property coverage limit from $100 million to $200 million, which better aligns with the current replacement value of city-owned property while still balancing the overall loss exposure associated with a single event. The other notable premium increases are attributable to higher costs associated with the Amarillo Fire Department fleet and enhance cyber security coverage.

Requested Action: Approve renewal of coverages as presented by USI Southwest, Inc. in the amount of $3,611,947. Coverages will commence July 1, 2026, and expire on June 30, 2027.

Funding Summary: 6300.15615

Purchasing Summary: This item was procured through the Purchasing Department.

Community Engagement Summary: None

Staff Recommendation: Staff recommends renewal of multiple lines of insurance coverage as presented by USI Southwest, Inc. to commence July 1, 2026, and expire on June 30, 2027.

Memo

To: Grayson Path, City Manager

Thru: Mitchell Normand, Director of Human Resources

From: Sandy Elliott, Assistant Director of Human Resources

Re: 2026 Renewal - Risk Management Insurance Policies

Date: June 9, 2026

The following information is presented to you for consideration of the approval of the 2026 insurance coverages renewal presented by USI Southwest, Inc. ("USI"), the City's Risk Management insurance broker, for the following lines of coverage: Inland Marine (Rare Books), Professional Liability (Medical Malpractice), Cyber Liability, Public Officials Liability, Law Enforcement Liability, Property, Boiler & Machinery, AFD Fire Fleet – Auto Physical Damage, and Fiduciary Liability. These coverages will commence July 1, 2026, and expire June 30, 2027, for a total cost of $3,611,947. The Risk Management Board reviewed the 2026 insurance renewals presented by USI Southwest, Inc. on May 28, 2026, and it was unanimously approved by all board members on this date, including increasing the property limit from $100M to $200M and increasing cyber coverage from $2M to $5M.

There was a 17% decrease in premiums from the previous year's renewals (July 1, 2025, through June 30, 2026). Increasing the property limit from $100M to $200M resulted in an additional premium of $182,949. This enhancement is intended to better protect against inflation and rising replacement costs to ensure the property is adequately protected. Increasing the cyber coverage from $2M to $5M was an additional cost of $35,295. These changes still resulted in an overall reduction of premiums in the amount of $716,410. The Property Coverage premium has total savings of $805,249 from 2025 which resulted from USI's marketing efforts and the property market stabilizing. This includes a reduction in the wind/hail deductible from 5% to 2%.

There will be no premium owed for Business Travel in 2026. This policy was for a 3-year term and the total premium of $4,865 was paid in 2025. AFD Fire Fleet (for auto physical damage) experienced a premium increase of $39,940 from the previous year due to total values of the insured property increasing.
Excess Workers' Compensation premiums increased $14,007 from the previous year due to the increased payroll liability.

Staff recommends renewal of the multiple lines of insurance coverage as presented by USI Southwest, Inc. to commence July 1, 2026, and expire on June 30, 2027.

City of Amarillo
Schedule of Insurance Illustrative Purposes Only

Coverage	07/01/2026 to 07/01/2027 Insurance Carriers	2026/2027 Premiums	Limits	Coverages	Comments
Property	Multiple Carriers:	$2,260,021			Policy Deductible for claims other than Named Storm and Wind and Hail:
(Coverage is layered between various policies)	Certain Underwriters at Lloyds		$200,000,000	**Total Limit of Liability; any one occurrence (All Layers)**	$100,000
	Palomar			**Sublimits:**	Hail/Wind Deductible: 2% of TIV each building, minimum of $250,000
	Kinsale		$10,000,000	Flood	
	RSUI		$200,000,000	Named Storm	
	Arch		$10,000,000	Earth Movement	
			$250,000	Fungus, Mold or Spore Additional Coverage	
			$10,000,000	Demolition and Increased Cost of Construction	
			$5,000,000	Newly Acquired Property	
			$5,000,000	Service Interruption	*Actual Cash Value for Roof Surfacing of a Specific Age Endorsement
				(See policy for full list of coverages)	*Age of Roof Surfacing: 12 Years
Terrorism Insurance	Lloyd's of London	$53,030	$200,000,000	Policy Limit	Total Insured Value: $1,000,000,000
					Deductible: $0
					Indemnity Period: 12 Months
Boiler & Machinery	Liberty Mutual Fire Insurance Co.	$51,223	$200,000,000	Limit Per Breakdown	Combined Deductible: $25,000
			Included	Property Damage	
			$1,000,000	Business Income and Extra Expense	
			$2,500,000	Utility Interruption	
Fiduciary Liability - Firemen's Relief Retirement Fund	Markel American Insurance Co	$9,309	$1,000,000	Each Claim & Aggregate	Retention: $5,000
			$200,000	Voluntary Compliance Program Expenditure Sub-Limit	Prior or Pending Litigation Date: 07/18/2020
				Claims Made	
Cyber Liability	Crum & Forster Specialty Ins Co	$93,368	$5,000,000	Aggregate Limit of Liability	Retention: $25,000 (Each Incident or Event)
			$5,000,000	Breach Response Limit of Liability	Continuity Date: 5/1/2021
			$250,000	eCrime Loss Sublimit of Liability	
			$300,000	Dependent Business Sublimit of Liability	
			$5,000,000	Ransomware/Malware Sublimit of Liability	
Medical Malpractice	TDC Specialty Insurance Co	$33,019		**Professional Liability**	Deductible: $25,000 (Each Claim)
			$2,000,000	Each Claim (Other than Physical Abuse & Sexual Misconduct Claims)	Retro Date: 01/01/2011
			$1,000,000	Each Claim - Physical Abuse / Sexual Misconduct	
			$3,000,000	Aggregate Sublimit – Physical Abuse/Sexual Misconduct	
			$5,000,000	Aggregate for all Claims	
				General Liability	Deductible: $25,000 (Each Claim)
			$2,000,000	Each Claim	
			$2,000,000	Products Completed Operations Hazard	
			$50,000	Damage to Rented Premises	
			$5,000	Medical Expenses	
			$5,000,000	Aggregate for all Claims and Medical Expenses	
				Employee Benefit Liability	Deductible: $1,000 (Each Claim)
			$1,000,000	Each Claim	
			$3,000,000	Aggregate for all Claims	
				Evacuation Expense	
			$50,000	Each Evacuation	
			$50,000	Aggregate for all Evacuations	
				Legal/Media Expense	
			$50,000	Each Legal Defense Proceeding	
			$50,000	Aggregate for all Legal Defense Proceedings	
				Patient Property Loss	
			$1,000	Each Patient Property Loss	
			$25,000	All Patients Property Loss	
Medical Professional (AFD)	Landmark American Insurance Co	$23,338	$1,000,000	Each Claim Limit (PL)	Deductible Per Claim: $10,000 (Applies to Indemnity and Expense)
			$3,000,000	Aggregate Limit (PL)	
				Retroactive Date (PL): 01/25/2022	
			$1,000,000	Occurrence Limit (GL)	
			$3,000,000	Aggregate Limit (GL)	
			$1,000,000	Products / Comp Operation Aggregate	
			$1,000,000	Personal Injury and Advertising Limit	
			$5,000	Medical Payments (Any one Person)	
			$50,000	Damage to Premises Rented to You	

City of Amarillo
Schedule of Insurance Illustrative Purposes Only

Coverage	07/01/2026 to 07/01/2027 Insurance Carriers	2026/2027 Premiums	Limits	Coverages	Comments
Law Enforcement Liability	Hudson Excess Insurance Co	$168,654		**Law Enforcement Liability**	Deductible: $100,000
	Lexington Insurance Company	$52,961	$1,000,000	Each Person	
			$1,000,000	Each Wrongful Act	**Law Enforcement Department or Agency:**
			$1,000,000	Aggregate	Amarillo Police Department, TX
					Amarillo Fire Marshalls, TX
				Excess Liability	Rick Husband Amarillo International Airport Police Department, TX
			$5,000,000	Each Wrongful Act	Amarillo Emergency Communications Center (AECC), TX
					Additional Law Enforcement Limits are $50,000 per $1M
D&O / EPL / Fiduciary (AHD)	RSUI Indemnity Company	$37,930		**Directors and Officers Liability**	Retention: $50,000
			$5,000,000	Directors & Officers Limit of Liability	Prior and/or Pending Litigation Date: 05/07/2004
			$500,000	Additional Side-A Limit of Liability	
				Employment Practices Liability	Retention: $50,000
			$5,000,000	Employment Practices Limit of Liability	Prior and/or Pending Litigation Date: 05/07/2004
				Fiduciary Liability	Retention: $15,000
			$3,000,000	Fiduciary Liability	Prior and/or Pending Litigation Date: 05/07/2004
Public Officials Liability	Indian Harbor Insurance Company	$4,437	$2,000,000	Public Officials Liability Maximum Limit of Liability for All Loss from Each Claim	Retention: $2,500
			$2,000,000	Employment Practices Liability	Retention: $2,500
			$2,000,000	Policy Aggregate	-
			$50,000	Non-Monetary Coverage - Defense Only	Retention: $2,500
			$100,000	Non-Monetary Coverage - Defense Only Aggregate	-
			$25,000	Crisis Management	Retention: $5,000
Auto Physical Damage (AFD Fire Fleet)	AGCS Marine Insurance Co	$526,369	$10,217,500	Total Values **Lower** Than $1,000,000	Deductible: $10,000
			$58,807,203	Total Values **More** Than $1,000,000	Deductible: $50,000
			$250,000	Additionally Acquired Equipment (45 days)	Total Limits were increased from
			$10,000	Temporary Transportation Rental Expense	$63,226,340
			$1,000,000	Unscheduled Non-Owned Vehicles and Equipment (Total)	to
			$500,000	Unscheduled Non-Owned Vehicles and Equipment (Any One Item)	$69,024,703
Inland Marine - Rare Books/Fine Arts	Ohio Casualty Insurance Co	$4,148	$1,352,352	Fine Arts/Rare Books	Actual Cash Value Applies
	(Liberty Mutual)		10 Days	Emergency Removal	$2,500 Deductible
			$5,000	Newly Purchased Property	
			$1,000	Property on Exhibit	
			$1,000	Property Off Premises for Framing, Renovating, Packing or Apparising	
			$1,000	Transit	
Business Travel Accident	Hartford Fire Insurance Co	$0	$250,000	Accidental Death and Dismemberment Benefit	
	3 Year Term exp 7/1/2028			Adaptive Home and Vehicle Benefit	10% of Principal Sum to a Maximum of $25,000
	Paid on 7/1/2025 - $4,865			Rehabilitation Benefit	10% of Principal Sum to a Maximum of $25,000
				Seat Belt	10% of Principal Sum to a Maximum of $25,000
				Airbag Benefit	5% of Principal Sum to a Maximum of $10,000
				Therapeutic Counseling Benefit	10% of Principal Sum to a Maximum of $25,000
Excess Workers Compensation	Safety National Casualty Corp	$294,140	Statutory	Specific Limit	**Self Insured Retentions:**
			$1,000,000	Employer's Liability	$2,000,000 First Responders
					$1,500,000 All Other Employees
					Rating Basis: Payrolls $126,889,575
					Claims Adminitrative Services is TPA
	Totals:	**$3,611,947**		**Total Premium All Lines**	

Agenda Transmittal Memo

Date: June 9, 2026

Council Priority: Business Friendly Community, Fiscal Responsibility, Infrastructure

Department: Transit

Contact Person: Chris Quigley, Director of Transit

Agenda Caption: Consider Purchase - 2026 Ford Transit 350 HD Accessible Van. This item considers the purchase of one 2026 Ford Transit 350 HD Accessible Van to be utilized for the Panhandle Region Planning Commission (PRPC) Ride-Share Voucher Pilot Program.
Award to: Master's Transportation (Oklahoma State Cooperative Purchasing Contract)
Amount: $108,211.00
Funding Source: Federal Transportation Administration grant revenue through PRPC.
Is the item budgeted? Yes

Agenda Item Summary: The van is being purchased for the Panhandle Region Planning Commission (PRPC) Ride-Share Voucher Pilot Program. PRPC will reimburse the City of Amarillo, Texas with $49,611.00 with funds from their FTA grant. The estimated delivery date is approximately thirty to sixty days after receiving the P.O.

Requested Action: Staff requests consideration of the item as presented.

Funding Summary: PRPC portion, $49,611.00, will be paid from their FTA Project#: TX-2024-045-00 awarded to PRPC and will be reimbursed to the City of Amarillo, Texas. The city (Amarillo City Transit) will pay for the full purchase amount of $108,211.00 out of the FD1000 CC_1765, SC84100 Auto Rolling Stock and Equipment. Once reimbursed by PRPC's portion, those dollars will be put back into this account.
SC84100 Auto Rolling Stock and Equipment Current Balance: **$66,942.45** Balance after making purchase and being refunded by PRPC: **$8,342.45**

Purchasing Summary: All federal purchasing requirements and documentation have been followed. The van is being purchased from Master's Transportation thru the Oklahoma State Cooperative Purchasing Contract.

Community Engagement Summary: This topic has been previously discussed at a City Council regular meeting.

Staff Recommendation: Staff recommends awarding this purchase to Master's Transportation in the amount of $108,211.00.

ITB 199-26 YM 2026 Ford Transit 350 HD Accessible Van for Transit

To be awarded as one lot	Master's Transportation		
Line 1 -Vehicle (9+2, Shift N Step, Sliding Door, Pareto Flooring), per specifications			
1 ea			
Unit Price	$103,876.000		
Extended Price		$	103,876.00
Line 2 -Cameras and Wrap (including installation and labor), per specifications			
1 ea			
Unit Price	$4,335.000		
Extended Price		$	4,335.00
Total		**$**	**108,211.00**

Agenda Transmittal Memo

Date:	June 9, 2026
Council Priority:	Infrastructure Public Safety
Department:	Capital Projects Development and Engineering
Contact Person:	Jerry Danforth, Managing Director of Capital Projects, Development & Engineering

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Agenda Caption: Consider Approval - Amendment No. 3 to Professional Services Agreement for Northeast Interceptor. This item considers the approval of Amendment No. 3, which includes additional construction phase services that were necessary for the completion of the Northeast Interceptor's construction.
Award to: Kimley-Horn & Associates, Inc.
Amount:

Original Amount	$5,248,300.00
Previous Amendments	98,500.00
Current Amendment No. 3	95,000.00
Total Revised Amount	$5,441,800.00

Funding Source: Water and sewer revenue bonds (CIP #530042)
Is the item budgeted? Yes

Agenda Item Summary: Amendment No. 3 includes additional construction phase services necessary for the completion of the Northeast Interceptor's construction. These services included a Project Representative to observe construction progress and construction materials testing to verify the quality of the work. The interceptor reached substantial completion in May 2026. The requested additional services were for the period of January through May 2026. Any unused time will not be billed.

Requested Action: Consider approval of the amendment for execution by the City Manager.

Funding Summary: Funding for this project was approved in FY 16/17 through the FY 20/21 Community Investment Program. This project is funded with water and sewer revenue bond funds.

Purchasing Summary: This amendment was negotiated with the consultant in accordance with the contract conditions.

Community Engagement Summary: The professional services agreement has a small public impact. Affected property owners and stakeholders will be engaged as needed through the remainder of construction for this project.

Staff Recommendation: City Staff is recommending approval of the agreement.

RFQ 07-20 Amendment No. 3 Design and Construction of Northease Interceptor

To be awarded as one lot		Kimley Horn & Assoc
Line 1 Additional Construction Phase Services		
1 ea		
Unit Price	$95,000.000	
Extended Price		95,000.00
Original Agreement		$ 5,248,300.00
Amendment No. 1		$ 40,000.00
Amendment No. 2		$ 58,500.00
Amendment No. 3		$ 95,000.00
Revised Agreement Amount		$ 5,441,800.00

Awarded Vendor
Kimley Horn
Amarillo, TX

Agenda Transmittal Memo

Date: June 9, 2026

Council Priority: Fiscal Responsibility
Infrastructure
Public Safety

Department: Water and Sewer Utilities

Contact Person: William Johnson, Director of Utilities - Operations

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Agenda Caption: Consider Award - Repair Contract for Electrical Equipment and Components at Arden Road Pump Station. This item considers the award of a contract for the repairs and replacement of the electrical equipment and components at the Arden Road Pump Station.
Award to: Schneider Electric (Omnia Partners #RR220703)
Amount: $946,648.70
Funding Source: Water and sewer fund revenues (CIP #PRJ-0000131)
Is the item budgeted? Yes

Agenda Item Summary:

This item requests two actions by City Council. This item first requests the approval of a budget transfer from PRJ-0000132 Wastewater System Improvements to PRJ-0000131 Water System Improvements totaling $946,648.70. The second request is for City Council approval to execute a contract for repair of critical electrical equipment at Arden Road Pump Station.

This item addresses the necessary repairs and replacement of electrical components at the Arden Road Pump Station, which sustained significant damage due to a fire in 2019. Since the fire, several electrical systems, including medium-voltage components, have been malfunctioning, which has affected the station's ability to operate efficiently. Notably, the 1200A auto-transfer switch, essential for generator power supply, was damaged in the fire.

The proposed work includes:
Repair and replacement of electrical controls and switch gear: This includes repairs to the 1-point and 2-point drives, as well as replacement of damaged breakers, relays, and wiring.
Testing and inspections: Comprehensive testing of all medium-voltage components, including DC wiring, motors, starters, cables, and contractors.
Component replacements: Replacing time relays, delay relays, and contactors, in addition to rebuilding the motor and other electrical components of the pump station.
Upgrades: Ensuring that the medium-voltage switch gear meets UL site listing requirements and addressing the ongoing failures of electrical components since the fire.

In addition to these repairs, last year, KSA Engineers conducted a detailed evaluation of the electrical system at the pump station to assess the most effective path forward for repairs. This evaluation aligns with the proposed work and addresses the anticipated high electrical demand during the upcoming season. This proposal is critical for restoring the pump station's full functionality, extending the life of the electrical assets, and ensuring reliable service for the community moving forward.

Requested Action: Staff requests consideration of this item as presented.

Funding Summary: Funding is supported by PRJ-0000131 Water System Improvements with a current balance of $530,000.00; an additional $946,648.70 is requested from PRJ-0000132.

Purchasing Summary: Procurement was supported by the co-operative Omnia Partners #RR220703.

Community Engagement Summary: The Arden Road Pump Station is a vital part of our water and wastewater infrastructure. It plays a key role in ensuring the continuous flow and treatment of water, helping to maintain public health and environmental protection. The electrical systems that power this station are critical to its operation, and the damage caused by the 2019 fire has compromised its ability to meet the demands of our growing community.
The proposed repairs and replacements will restore the pump station's full functionality, ensuring it can operate efficiently and reliably. The work includes comprehensive repairs to electrical controls, switchgear, and critical components, as well as upgrades to meet modern safety standards and extend the lifespan of the equipment. With the high electrical demand expected in the upcoming season, these improvements are necessary to prevent service disruptions and ensure that the station can continue to meet the needs of the community.

Staff Recommendation: Staff recommends award of this contract to Schneider Electric in the amount of $946,648.70.

ITB 200-26 YM Arden PS MV Switchgears 1&2, Breaker and ATS Repair and Electrical Replacment

To be awarded as one lot		Schneider Electric	
Line 1 -Amarillo Arden Rd ASCO Switch Repair, per specifications			
1 ea			
Unit Price	$610,291.100		
Extended Price		$	610,291.10
Line 2 -COA Arden Rd Repair, per specifications			
1 ea			
Unit Price	$168,178.800		
Extended Price		$	168,178.80
Line 3 -COA Arden Rd Repair Pump 2, per specifications			
1 ea			
Unit Price	$168,178.800		
Extended Price		$	168,178.80
Total		**$**	**946,648.70**

Agenda Transmittal Memo

Date:	June 9, 2026
Council Priority:	Fiscal Responsibility Infrastructure Public Safety
Department:	Water and Sewer Utilities
Contact Person:	William Johnson, Director of Utilities - Operations

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Agenda Caption: Consider Purchase - Electric Blower Motor for Hollywood Road Wastewater Treatment Facility. This item considers the purchase of a 600HP electric blower motor for the Hollywood Road Wastewater Treatment Facility.
Award to: Austin Armature Works, LP (Buyboard #672-22)
Amount: $94,320.00
Funding Source: Water and Sewer fund revenues (CIP #PRJ-523225)
Is the item budgeted? Yes

Agenda Item Summary: Consider approval for the purchase of a 600 HP electric blower motor for the Hollywood Road Wastewater Treatment Plant located on Hollywood Road. The new motor will replace obsolete motors currently in service on the plant's electric blowers. Recent damage to one of the existing motors has created an immediate need for replacement to maintain reliable plant operations and ensure continued wastewater treatment functionality.

Requested Action: Requesting the approval of the purchase to Austin Armature Works, LP for $94,320.00.

Funding Summary: Funding for this purchase is supported through PRJ-523225 with a current balance of $1,654,970.40.

Purchasing Summary: Purchase was procured through the co-op process. Buyboard was selected due to like-for-like product not avalible within other co-ops.

Community Engagement Summary: Replacing the damaged blower motor at the Wastewater Treatment Plant is critical to maintaining reliable wastewater treatment operations and protecting public health and safety. Blowers provide the air necessary for the biological treatment process, and any reduction in capacity can negatively affect treatment performance, potentially resulting in environmental permit violations and increased risk to public infrastructure and water quality. Securing a permanent replacement motor will help ensure uninterrupted operations, reduce the risk of emergency service disruptions, and avoid the higher long-term costs associated with temporary rental equipment.

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

ITB 192-26 SS Electric Blower Motor 600 HP

To be awarded as one lot		Austin Armature Works, LP
Line 1 General Electric AC Motor		
1 ea		
Unit Price	$89,120.000	
Extended Price		89,120.00
Line 2 Adapter Plate/Coupling		
1 ea		
Unit Price	$5,200.000	
Extended Price		5,200.00
Total Amount Bid		$ 94,320.00
Austin Armature Works, LP		
Buda, TX		

Agenda Transmittal Memo

Date:	June 9, 2026
Council Priority:	Fiscal Responsibility Infrastructure Public Safety
Department:	Water and Sewer Utilities
Contact Person:	William Johnson, Director of Utilities - Operations

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Agenda Caption: Consider Award - Contract for Influent Screw Pump Installation at Hollywood Road Wastewater Treatment Facility. This item considers the award of a contract to install the upper and lower bearings and install the influent screw pumps at the Hollywood Road Wastewater Treatment Facility.
Award to: Evoqua
Amount: $810,000.00
Funding Source: Water and sewer fund revenues (CIP #PRJ-0000179)
Is the item budgeted? Yes

Agenda Item Summary: This item requests approval to replace critical bearings and support installation for the influent screw pumps at the Hollywood Road Wastewater Treatment Facility. These repairs are necessary to maintain reliable operations and prevent equipment failure that could disrupt service.

Evoqua Water Technologies is the original equipment manufacturer and sole source provider for these components and installation, ensuring proper performance and system reliability. This project is also part of the City's application to offset penalties associated with the Hollywood Road Wastewater Treatment Facility Proposed Agreed Order (TCEQ Docket No. 2022-1576-MWD-E).

Requested Action: Staff requests consideration of this item as presented.

Funding Summary: Funding is supported by PRJ-0000179 with a current balance of $810,000.00.

Purchasing Summary: Procurement for this item is supported through the sole source process.

Community Engagement Summary: The proposed replacement of the upper and lower bearings and installation of grout for the influent screw pumps at the Hollywood Road Wastewater Treatment Facility (WWTF) directly supports public health and safety within the community. Properly functioning influent pumps are essential to reliably convey wastewater into the treatment process. Addressing wear on critical components and stabilizing the pump system helps prevent mechanical failures that could lead to service interruptions, overflows, or untreated wastewater spills.
By proactively maintaining this equipment, the City reduces the risk of sanitary sewer overflows, which can pose environmental hazards and potential exposure to harmful germs. Ensuring consistent and efficient wastewater treatment operations protects local waterways, groundwater, and surrounding neighborhoods from contamination.
This project reflects the City's commitment to maintaining essential infrastructure, safeguarding public health, and minimizing risks to residents and the environment through preventative maintenance and responsible system management.

Staff Recommendation: City staff recommends the award of this contract to Evoqua in the amount of $810,000.00.

ITB 189-26 KD Hollywood Rd Influent Aeration Archimedes Screw Pump Replacement

To be awarded as one lot		evoqua water technologies
Line 1 Installation 2 screw pumps		
1 ea		
Unit Price	$648,519.000	
Extended Price		648,519.00
Line 2 2. complete upper bearring assemblies		
1 ea		
Unit Price	$78,160.000	
Extended Price		78,160.00
Line 3 2 complete lower bearring assemblies		
1 ea		
Unit Price	$73,321.000	
Extended Price		73,321.00
Line 4 Bonds		
1 ea		
Unit Price	$10,000.000	
Extended Price		10,000.00
Total Amount Bid		$ 810,000.00
evoqua water technologies		
Waukesha, WI		

To be awarded as one lot	Ditchwitch Undercon

Agenda Transmittal Memo

Date: June 9, 2026

Council Priority: Fiscal Responsibility, Infrastructure, Public Safety

Department: City Manager's Office

Contact Person: Grayson Path, City Manager

Agenda Caption: Consider Award - Professional Services Agreement for Operational Assessment of City of Amarillo Landfill. This item considers the award of a professional services agreement to evaluate and make recommendations regarding site operations at the City of Amarillo Landfill.
Award to: Biggs & Mathews Environmental, Inc.
Amount: $34,800.00
Funding Source: General fund revenues
Is the item budgeted? No

Agenda Item Summary: The City of Amarillo landfill experienced a fire that began on May 17th. It is prudent to bring in outside expertise, unaffiliated with our landfill, to examine our site operations and to make recommendations on any adjustments needed to meet TCEQ permit requirements and follow any industry-accepted best practices. Biggs & Mathews Environmental was identified as a qualified firm with experience and knowledge in this field. Their agreement and scope of service have been included in this packet.

Requested Action: Approve the professional services agreement.

Funding Summary: This item was not planned in the FY25/26 budget; however, recent events warrant use of general fund revenues to pursue this study. The agreement amount of $34,800 is a not to exceed amount, billed based on performance under the Task Order. This item is being rushed on their calendar, so the consultant has agreed to dedicate resources to achieve a timely completion date in accordance with our plans to complete our internal investigation in the next several weeks. This is a labor-intensive task and will require the consultant to pull in other resources to complete in a timely manner.

Purchasing Summary: As a professional services agreement, given it is less than $50,000.00, and given how time-sensitive this review is, no formal procurement process was conducted. Instead, the goal was to identify a third party entity with no immediate prior history with the City of Amarillo landfill to come and give an unbiased assessment. To identify this firm, the city contacted several other regional landfills and identified firms they use. This firm was the first to be responsive in the short period of time available to accomplish this task.

Community Engagement Summary: Not applicable.

Staff Recommendation: Approve the professional services agreement.

Agenda Transmittal Memo

Date: June 9, 2026

Council Priority: Fiscal Responsibility, Public Safety

Department: Fire Department

Contact Person: Jacob Oehlert, Deputy Fire Chief

Agenda Caption: Consider Approval - Firefighter Medical and Fitness Evaluation Services Contract Renewal. This item considers the renewal of the professional services agreement for conducting annual firefighter medical and fitness evaluations.
Award to: Life Scan Wellness Centers
Amount: $263,420.00
Funding Source: General fund revenues
Is the item budgeted? Yes

Agenda Item Summary: The requested item is a renewal of the professional services agreement for conducting annual firefighter medical and fitness evaluations, which remain a critical component of the department's health and wellness program and are designed to ensure that all members continue to meet the medical and physical requirements necessary to safely and effectively perform their duties; the evaluations will continue to adhere to the standards established by the National Fire Protection Association, the Texas Commission on Fire Protection, and the Occupational Safety and Health Administration, and in addition to determining medical fitness for duty, include specialized screenings tailored to the unique health risks associated with the firefighting profession, such as cardiovascular disease, cancer, and respiratory conditions, with this ongoing service playing a vital role in promoting firefighter safety, reducing occupational health risks, and maintaining operational readiness across the department.

Requested Action: Request to approve the contract for firefighter medical and fitness evaluations.

Funding Summary: Employee Medical will fund this professional services agreement. $273,565 was budgeted for medical evaluations. The bid was $263,420, 3.71% under the budgeted estimate.

Purchasing Summary: This is a proposed renewal of a previously procured agreement.

Community Engagement Summary: Not applicable.

Staff Recommendation: Recommend approval of contract renewal.

Life Scan Wellness Centers
Saving the Lives of America's Heroes

Life Scan Wellness Centers
1011 N Macdill Ave Tampa, FL 33607
813-876-0625

Quote

Exp. Date: 2025-12-31

Prepared for
Amarillo Fire Department
Amarillo TX
310 Member Exams

NAME	PRICE	QTY	SUBTOTAL
Comprehensive Hands On Physical	$656.00	311	$204,016.00
EMR Fee Mandatory LifeScan NFPA Proprietary EMR System with Behavioral Health Assessments	$27.00	311	$8,397.00
Chest X-Ray with Radiology review	$103.00	311	$32,033.00
LabCorp Fecal Occult Blood Test 40+ members only	$56.00	150	$8,400.00
Chart Review by Physician As Needed	$50.00	0	$0.00
On-site Blood Draws	$34.00	311	$10,574.00
			$263,420.00
		Total	**$263,420.00**

This quotation is subject to the following terms and conditions:

1. Minimum of 45 appointments to come on site. Can combine multiple departments
2. Pricing subject to annual increase
3. Pricing is based on 9 patients per day, 45 per week. All scheduled appointments will be billed.

Additional Info:

1. Detailed scope of work can be found on page 2
2. Additional testing that can be added to the exam is listed on page 3 & 4

David Kouba
Deputy Chief Amarillo Fire Department

Agenda Transmittal Memo

Date: June 9, 2026

Council Priority: Business Friendly Community

Department: Planning and Development Services

Contact Person: Brady Kendrick, Senior Planner

Agenda Caption: **Public Hearing and Consideration of Ordinance No. 8247.** This item is a public hearing and first reading of an ordinance considering the rezoning of a 2.39 acre tract of unplatted land, located in Section 152, Block 2, A.B.& M. Survey, Randall County, Texas, plus one-half of all bounding streets, alleys, and public ways, to change from Manufactured Home District to Residential District 2. (VICINITY: S. Osage St. & Freedom Dr.; APPLICANT/S: OJD Engineering, LLC for Nazcon Group LP)

Agenda Item Summary: Purpose: The applicant is requesting a change in zoning to develop the next phase of the South Haven subdivision. While Manufactured Home District does allow for single family homes, the developer wants the future development to match with the existing lots and development found along and south of Havenville Drive that are largely in character with Residential District 2.

Adjacent Zoning: Manufactured Home District to the north, south, and west; Agricultural District to the east.

Adjacent Land Uses: Single family detached homes to the north and undeveloped land in all other directions.

City Plan 2045: The Place Type identified for the tract is 'Neighborhood Low.'

Analysis: The property is located along Freedom Drive on the south end of a recently constructed portion of the South Haven subdivision. The developer of those homes and the property proposed for development desires to ensure that future phases follow the development standards found within Residential District 2. While the homes north of the property largely fit the character of Residential District 2, the zoning of those lots are Manufactured Home District. The developer wants to ensure that future phases strictly conform with the development style and standards of the requested district.

In reviewing the request and the existing development and zoning patterns found in the area, the Planning and Zoning Commission is of the opinion that the request is logical and would match development trends and patterns found within the area. The request is in conformance with the goals and objectives of City Plan.

Requested Action: Public hearing and City Council consideration.

Funding Summary: Not applicable.

Purchasing Summary: Not applicable.

Community Engagement Summary: No comments have been received on this item.

Staff Recommendation: The Planning and Zoning Commission recommends approval of the request with a 6 - 0 vote.

LSS 5/29/2026

ORDINANCE NO. 8247

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 OSAGE STREET AND FREEDOM DRIVE, RANDALL 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 2.39 acre tract of unplatted land, located in Section 152, Block 2, A.B.& M. Survey, Randall County, Texas, plus one-half of all bounding streets, alleys, and public ways, to change from Manufactured Home District to Residential 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 9th day of June 2026 and PASSED on Second and Final Reading on this the 23rd day of June 2026.

____
Cole Stanley, Mayor

ATTEST:

____
Stephanie Coggins, City Secretary

APPROVED AS TO FORM:

____
Bryan McWilliams, City Attorney

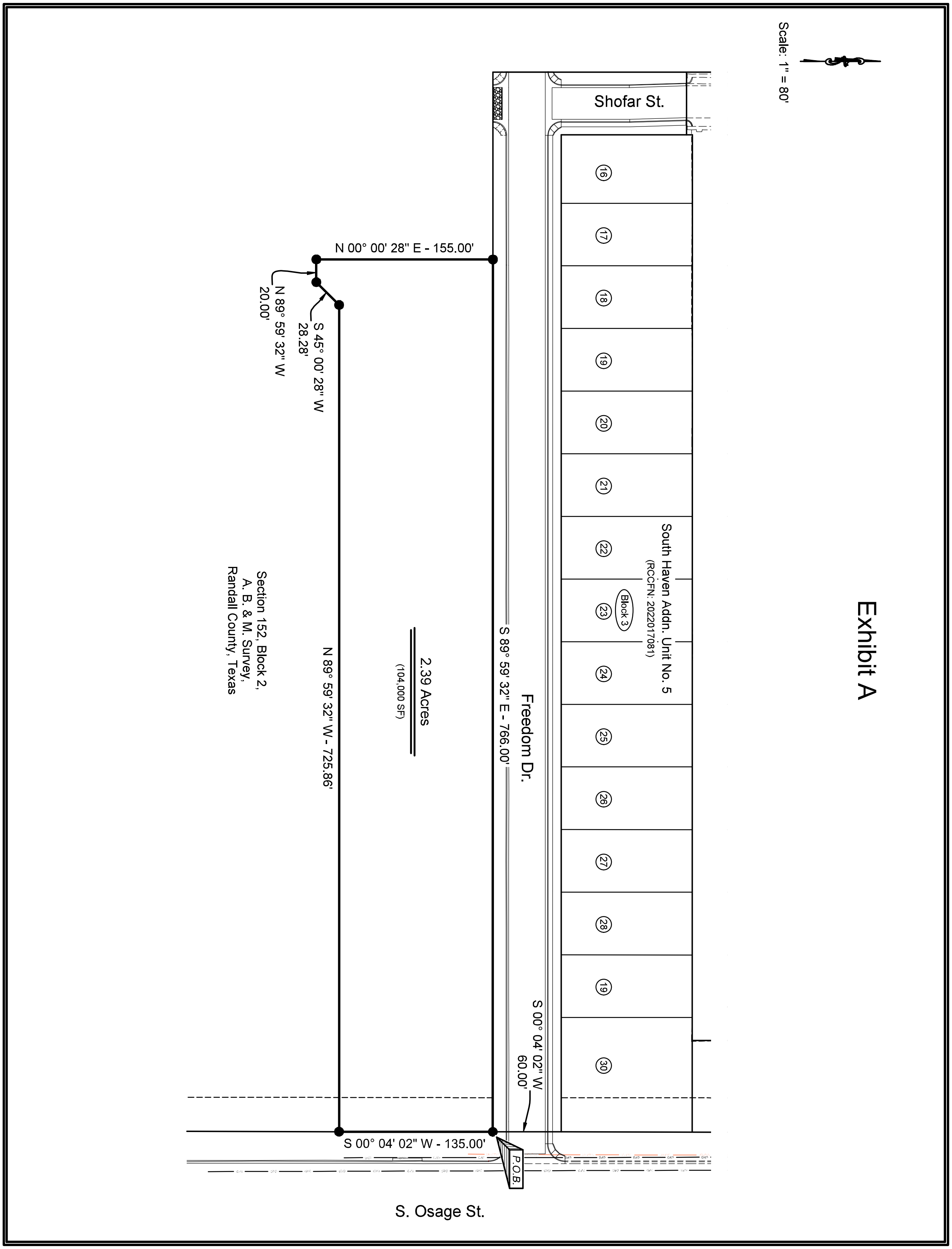
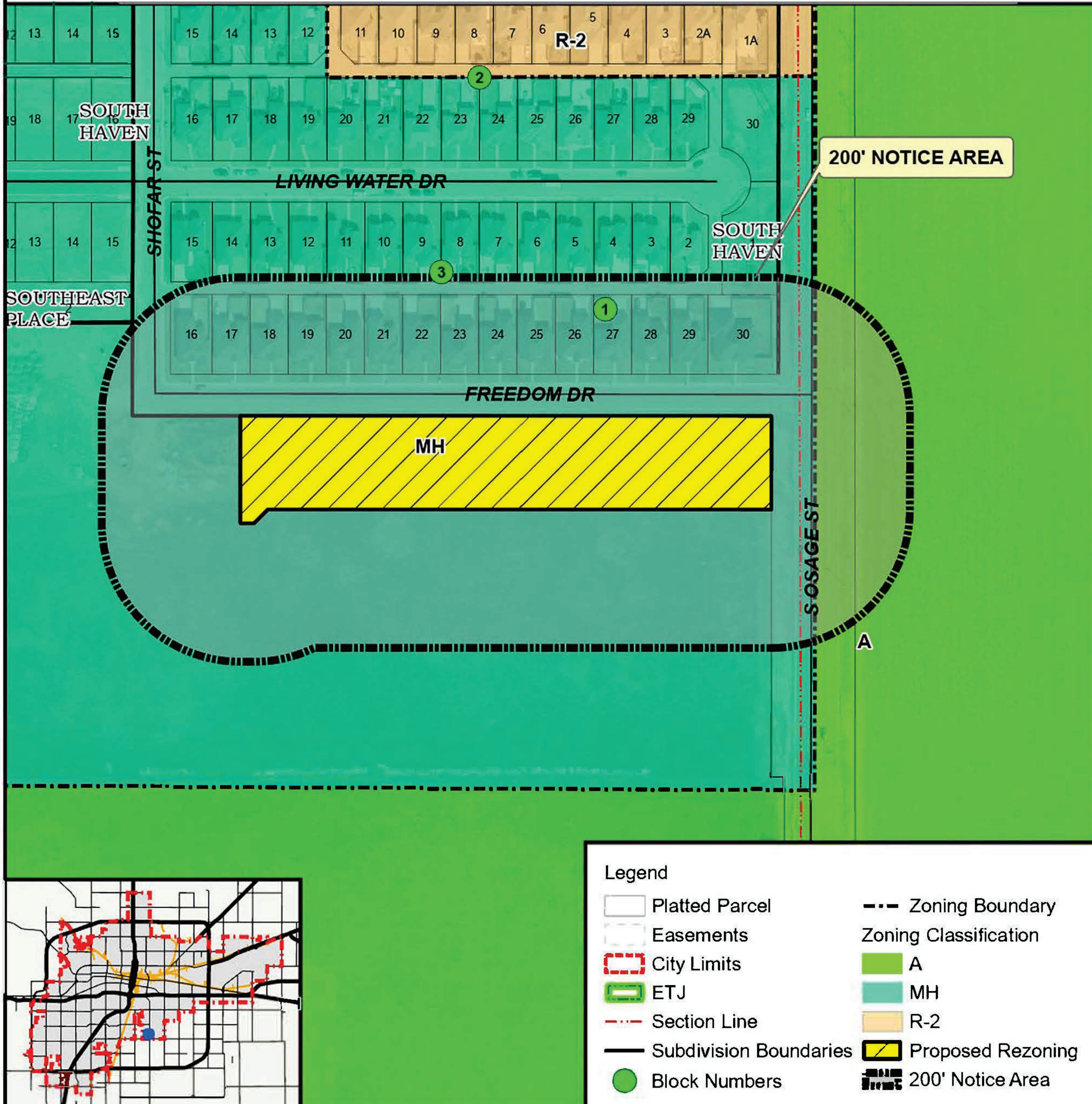


Exhibit A
Scale: 1" = 80'
Shofar St.
South Haven Addn. Unit No. 5
(RCCFN: 2022017081)
Block 3
16
17
18
19
20
21
22
23
24
25
26
27
28
19
30
Freedom Dr.
N 00° 00' 28" E - 155.00'
N 89° 59' 32" W
20.00'
S 45° 00' 28" W
28.28'
S 89° 59' 32" E - 766.00'
2.39 Acres
(104,000 SF)
N 89° 59' 32" W - 725.86'
Section 152, Block 2,
A. B. & M. Survey,
Randall County, Texas
S 00° 04' 02" W
60.00'
S 00° 04' 02" W - 135.00'
P.O.B.
S. Osage St.

REZONING FROM MH to R-2



CITY OF AMARILLO
PLANNING DEPARTMENT

Case 2026-89-Z Rezoning of a 2.39 acre tract of unplatted land, located in Section 152, Block 2, A.B.&M. Survey, Randall County, Texas, plus one-half of all bounding streets, alleys, and public ways, to change from Manufactured Home District to Residential District 2.
VICINITY: S. Osage St. & Freedom Dr.
APPLICANT/S: OJD Engineering, LLC for Nazcon Group LP

Scale:	**1 inch = 200 Feet**
Date:	**4/22/2026**
Case No:	**2026-89-Z**

N W E S

AP: O-15

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: June 9, 2026

Council Priority: Business Friendly Community

Department: Planning and Development Services

Contact Person: Brady Kendrick, Senior Planner

Agenda Caption: Public Hearing and Consideration of Ordinance No. 8248. This item is a public hearing and first reading of an ordinance considering the rezoning of a 7.56 acre portion of Lot 2, Block 1, Southeast Place Unit No. 2, an addition to the City of Amarillo, in Section 152, Block 2, A.B.& M. Survey, Randall County, Texas, plus one-half of all bounding streets, alleys, and public ways, to change from Manufactured Home District to Residential District 2. (VICINITY: Living Water Dr. & Satinwood Dr.; APPLICANT/S: OJD Engineering, LLC for Nazcon Group LP)

Agenda Item Summary: Purpose: The applicant is requesting a change in zoning to develop the next phase of the South Haven subdivision. While Manufactured Home District does allow for single-family homes, the developer wants the future development to match with the existing lots and development found along and south of Havenville Drive that are largely in character with Residential District 2.

Adjacent Zoning: Manufactured Home District in all directions.

Adjacent Land Uses: Undeveloped land to the north, south, and west; single-family detached homes and vacant single-family lots to the east.

City Plan 2045: The Place Type identified for the tract is 'Reserve.'

Analysis: The property is located to the west of the newly constructed Unit 6 of the South Haven subdivision. The request of the applicant is to continue that same style and type of development within this phase. As previously mentioned in the previous zoning case (same applicant), the developer wants to ensure that the homes that are ultimately constructed follow the Residential District 2 development standards to achieve the desired product for this area.

In reviewing the request and existing development and zoning patterns found in the area, the Planning and Zoning Commission is of the opinion that the request is logical and would match development trends and patterns found within the area. The request is in conformance with the goals and objectives of City Plan.

Requested Action: Public hearing and City Council consideration.

Funding Summary: Not applicable.

Purchasing Summary: Not applicable.

Community Engagement Summary: No comments have been received on the request.

Staff Recommendation: The Planning and Zoning Commission recommends approval of the request with a 6 - 0 vote.

ORDINANCE NO. 8248

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 LIVING WATER DRIVE AND SATINWOOD DRIVE, RANDALL 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 7.56 acre portion of Lot 2, Block 1, Southeast Place Unit No. 2, an addition to the City of Amarillo, in Section 152, Block 2, A.B.& M. Survey, Randall County, Texas, plus one-half of all bounding streets, alleys, and public ways, to change from Manufactured Home District to Residential 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 9th day of June 2026 and PASSED on Second and Final Reading on this the 23rd day of June 2026.

____
Cole Stanley, Mayor

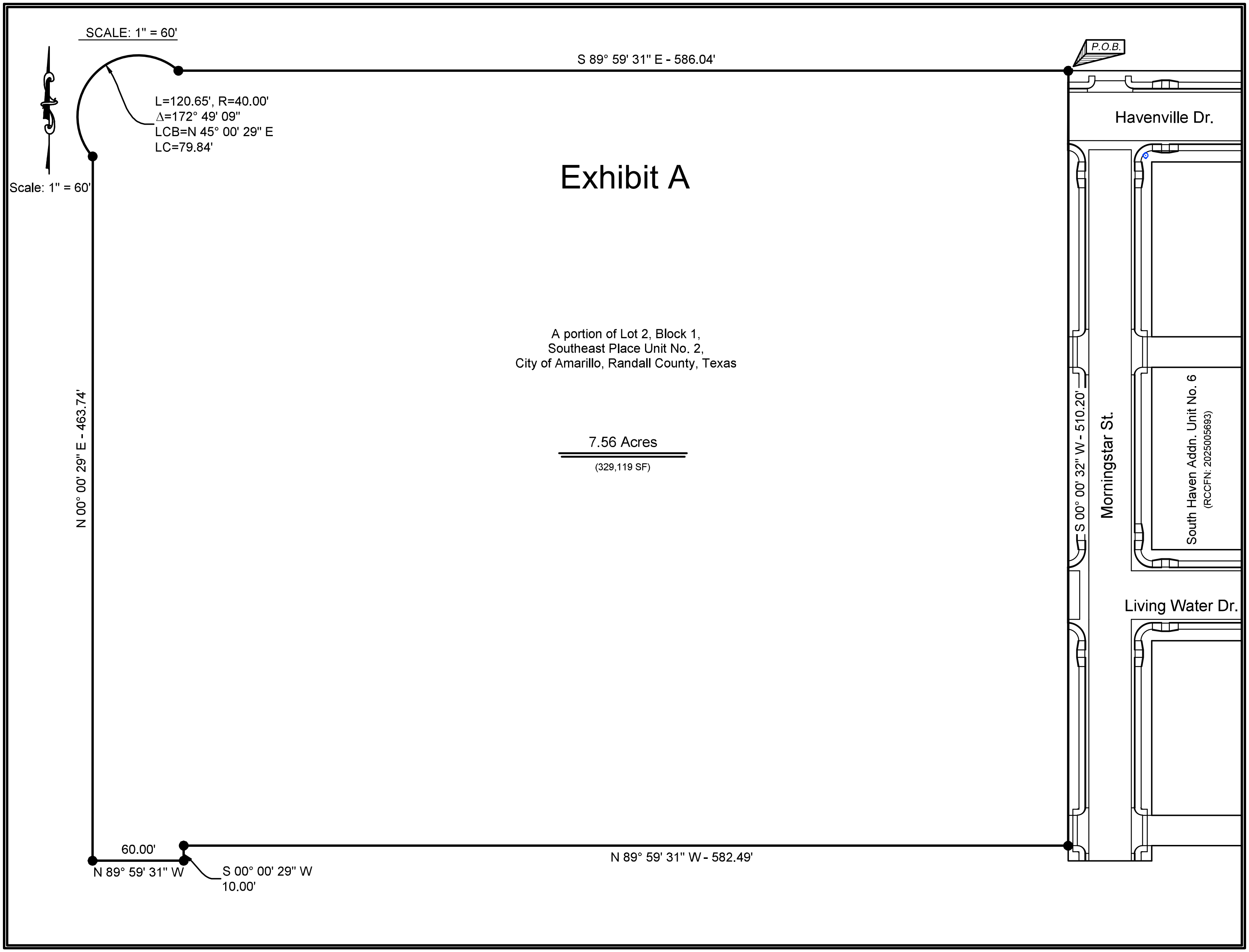
ATTEST:

____
Stephanie Coggins, City Secretary

APPROVED AS TO FORM:

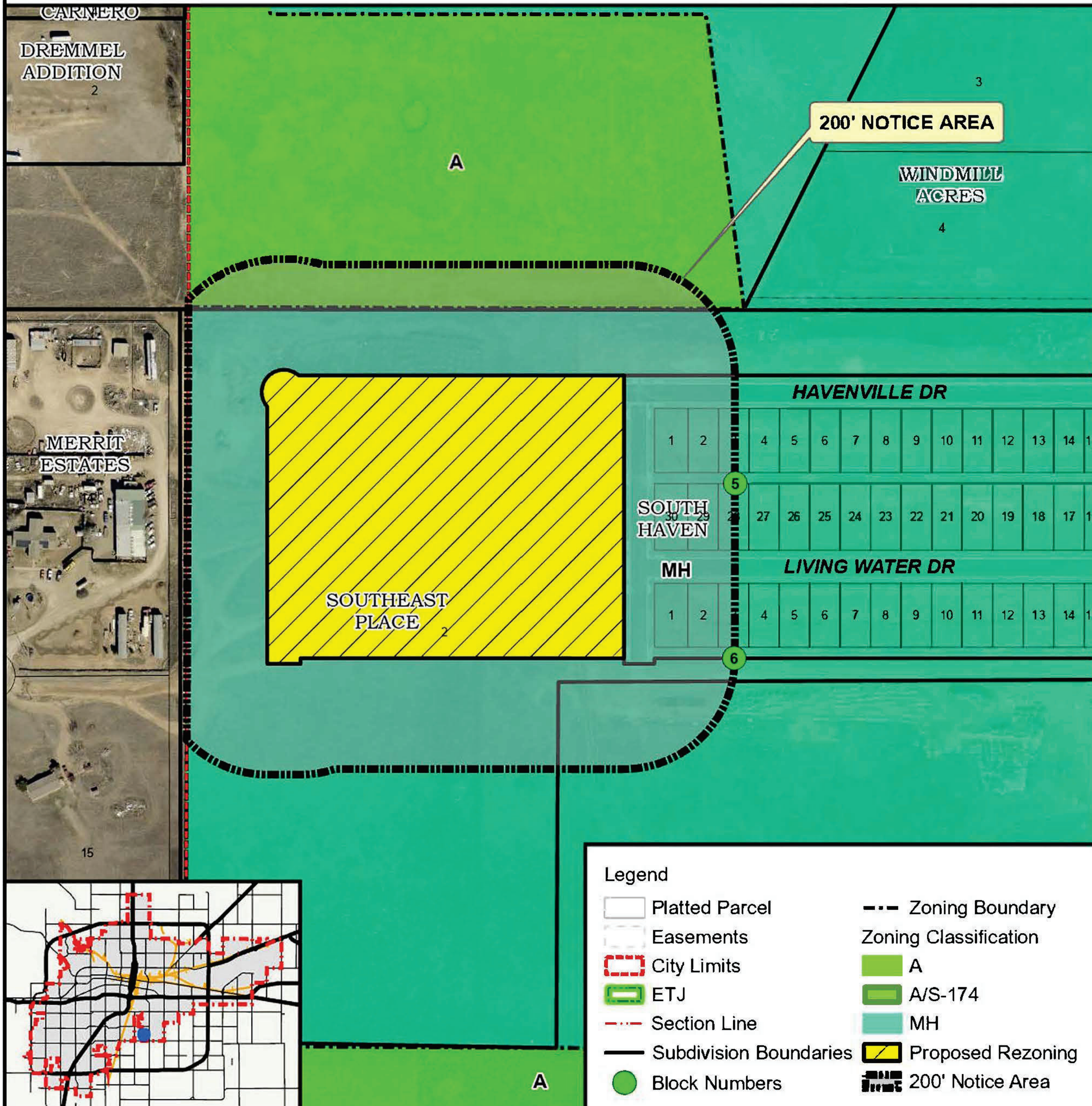
____
Bryan McWilliams, City Attorney

Exhibit A



SCALE: 1" = 60'
Scale: 1" = 60'
P.O.B.
S 89° 59' 31" E - 586.04'
L=120.65', R=40.00'
Δ=172° 49' 09"
LCB=N 45° 00' 29" E
LC=79.84'
A portion of Lot 2, Block 1,
Southeast Place Unit No. 2,
City of Amarillo, Randall County, Texas
7.56 Acres
(329,119 SF)
N 00° 00' 29" E - 463.74'
60.00'
N 89° 59' 31" W
S 00° 00' 29" W
10.00'
N 89° 59' 31" W - 582.49'
S 00° 00' 32" W - 510.20'
Havenville Dr.
Morningstar St.
Living Water Dr.
South Haven Addn. Unit No. 6
(RCCFN: 2025005693)

REZONING FROM MH to R-2



CITY OF AMARILLO
PLANNING DEPARTMENT

Scale: 1 inch = 250 Feet
Date: 4/22/2026
Case No: 2026-90-Z

N W E S

Case 2026-90-Z Rezoning of a 7.56 acre portion of Lot 2, Block 1, Southeast Place Unit No. 2, an addition to the City of Amarillo, in Section 152, Block 2, A.B.& M. Survey, Randall County, Texas, plus one-half of all bounding streets, alleys, and public ways, to change from Manufactured Home District to Residential District 2. (VICINITY: Living Water Dr.. & Satinwood Dr..; APPLICANT/S: OJD Engineering, LLC for Nazcon Group LP)

AP: O-15

Agenda Transmittal Memo

Date: June 9, 2026

Council Priority: Fiscal Responsibility

Department: City Manager's Office

Contact Person: Lola Ogunremi, Chief Financial Officer

Agenda Caption: **Consideration of Resolution No. 06-09-26-1.** This item is the first reading to consider a resolution amending the City of Amarillo financial policies.

Agenda Item Summary: The City of Amarillo has financial policies in place that reflect best practices and help the City maintain good credit ratings to ensure lower interest rates when issuing debt.

Requested Action: Approve the resolution as presented.

Funding Summary: Not Applicable.

Purchasing Summary: Not Applicable.

Community Engagement Summary: City staff discussed proposed changes to the financial policies with City Council during the May 26, 2026, Council meeting.

Staff Recommendation: Approve the resolution as presented.

RESOLUTION NO. 06-09-26-1

A RESOLUTION OF THE CITY OF AMARILLO, TEXAS: APPROVING THE CITY OF AMARILLO FINANCIAL POLICY; PROVIDING A SEVERABILITY CLAUSE AND PROVIDING AN EFFECTIVE DATE.

WHEREAS, a Comprehensive Financial Policy assures municipal resources are utilized wisely ensuring adequate funding for the services, public facilities, and infrastructure necessary to meet immediate and long-term needs. These policies safeguard the fiscal stability required to achieve the City's objectives and ensure long-term financial health.

WHEREAS, said Comprehensive Financial Policy reflects best practices and helps the City maintain good credit ratings to ensure lower interest rates when issuing debt; and,

WHEREAS, the City Council desires to adopt an amended Comprehensive Financial Policy to identify and maintain adequate reserves for City operations; and,

WHEREAS, the City Council finds and determines that adoption of said policy by this Resolution promotes the health, safety, and welfare of the public and the City of Amarillo.

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

SECTION 1. That the foregoing recitals are incorporated into this Resolution by reference as findings of fact as if expressly set forth herein.

SECTION 2 That the Comprehensive Financial Policy in the form attached hereto is hereby adopted and replaces the previous policy adopted on October 28, 2025.

SECTION 3. Severability. Should any section, subsection, sentence, provision, clause or phrase be held to be invalid for any reason, such holding shall not render invalid any other section, subsection, sentence, provision, clause, or phrase of this Resolution and same are deemed severable for this purpose.

SECTION 4. Effective Date. This Resolution shall be effective as of the date of final adoption.

INTRODUCED AND PASSED by the City Council of the City of Amarillo, Texas, on First Reading on this the 9th day of June 2026; and PASSED on Second and Final Reading on this the 23rd day of June 2026.

____
Cole Stanley, Mayor

ATTEST:

____
Stephanie Coggins, City Secretary

APPROVED AS TO FORM:

____
Bryan McWilliams, City Attorney

City of Amarillo Financial Policy

Forward Thinking: Identify trends, anticipate problems and develop innovative and cost-effective solutions; recognize that today's public policy decisions will determine tomorrow's community.

PURPOSE

The Comprehensive Financial Management Policy assembles all of the City's financial policies into one document. These policies are the tools used to ensure that the City is financially able to meet its current and future service needs. The individual policies contained herein serve as guidelines for both the financial planning and internal financial management of the City.

Municipal resources must be wisely used to ensure adequate funding for the services, public facilities, and infrastructure necessary to meet immediate and long-term needs. These policies safeguard the fiscal stability required to achieve the City's objectives and ensure long-term financial health.

OBJECTIVES

- To guide City Council and management policy decisions that have significant fiscal impact.
- To employ balanced revenue policies that provide adequate funding for services and service levels.
- To maintain appropriate financial capacity for present and future needs.
- To maintain sufficient reserves to maintain service levels during periods of economic downturn.
- To promote sound financial management by providing accurate and timely information on the City's financial condition.
- To protect the City's credit rating and provide adequate resources to meet the provisions of the City's debt obligations on all municipal debt.
- To ensure the legal use of financial resources through an effective system of internal controls.
- To promote cooperation and coordination with other governments and the private sector in financing and delivery of service.
- To remain in compliance with all applicable federal and state financial regulations.

LONG-RANGE GOALS AND ACTION STRATEGIES

From time to time, the City Council enacts goals and recommended action strategies. These are used to set the strategic direction the City of Amarillo will take in terms of focus, priorities and allocation of resources. These goals and recommended action strategies are included with this policy as Exhibit A.

BASIS OF PRESENTATION - FUND ACCOUNTING

Fund Accounting:

The City's accounting and financial reporting are in accordance with methods prescribed by the Governmental Accounting Standards Board (GASB) and the Government Finance Officers Association (GFOA). The financial policies of the City of Amarillo conform to generally accepted accounting principles applicable to governmental entities. Accordingly, the accounts of the City are organized on the basis of funds and account groups. Each fund is considered a separate accounting entity. Funds are used in governmental accounting to segregate sources and uses of monies. The operations of each fund are accounted for in a separate set of accounts. The fiduciary funds are not included in the budget since they are not subject to appropriation and are governed by a separate trust document or board. In addition to the above-described fund accounting structure, the City makes several adjustments to build the entity-wide financial statements required by GASB statement 34 (GASB 34).

Governmental Funds:

General Fund: The General Fund is the general operating fund of the City and the City's most significant fund. It is used to account for all financial resources except those that are required to be accounted for in another fund. Most common City functions such as public safety, parks, library and administration are contained in the General Fund. Temporary grant programs that will ultimately have to be funded by the General Fund are included in the General Fund. These temporary grant programs usually provide full or partial funding of the program for a few years and are then incorporated into their normal General Fund budget.

Special Revenue Funds: Special Revenue Funds are used to account for the proceeds of specific revenue sources that are restricted for specified purposes. They are used mainly to budget and account for grants made to the City. Special Revenue Funds are also used to account for the transactions of the Public Improvement Districts (PID) organized in the city since those funds are earmarked for a specific purpose. The Court Technology Fund and the Court Security Fund are both Special Revenue Funds since their revenue can only be spent for a specific purpose. Special Revenue Funds can either be subject to appropriation or not. The following are not subject to appropriation: Housing Assistance Program, the Emergency Shelter and Supportive Housing, the Community Development Block Grant, the Coming Home Program, other law enforcement grants, the Home Program, Urban Transportation Planning Grants, Women, Infants & Children grants, and the Emergency Management Pantex Agreement in Principle (AIP) grant. These budgets will be negotiated with the granting agency and accepted by the governing body when they approve the grant contract. The grant budgets are estimates presented to gain a better understanding of the City's entire financial picture. The following are subject to appropriation by the City council in the budget process: the PID budgets the Court Technology Fund, the Court Security Fund, Public Health, the law enforcement and firefighter training grants, and the Police Seized Property Fund.

Debt Service Fund: The Debt Service Fund is used to account for accumulation of resources for, and the payment of, general long-term debt-related costs. The City has three debt service funds: General Obligation Bonds, Certificates of Obligation, and Tax Notes which are supported by annual property tax assessments. The Certificates of Obligation Bonds have in the past been issued for Public

Improvement District improvements, Golf Course reconstruction, Tax Increment Reinvestment Zones, etc. and are typically supported using revenue associated with that project. Enterprise Funded debt obligations are recorded in, and provided by, revenues from that fund's business activities. Accordingly, Certificates of Obligation issued for Enterprise Fund activities are not budgeted in the Debt Service Fund, but in the Enterprise Fund itself. For additional information, the City also includes the payment schedule for the Enterprise Fund debt. However, Enterprise Fund bonded debt is budgeted and paid in the respective Enterprise Fund.

In keeping with the policy of funding long-term obligations on an annual basis, the City has a separate debt service fund to provide for sick leave and annual leave obligation.

Capital Projects Funds: Capital Projects Funds are used to account for financial resources to be used for the acquisitions or construction of major capital improvements and facilities. Approved Capital Projects are detailed in the Capital Projects section of the budget and include the General Construction Fund, the Street Improvement Fund, the Civic Center Improvement Fund, the Golf Course Improvement Fund, the Bivins Improvement Fund, the Solid Waste Improvement Fund, and the General Obligation Bond Construction Fund. Capital projects for Proprietary Funds (Enterprise and Internal Service Funds) would be budgeted in those individual funds.

Proprietary Funds:

Enterprise Funds: Enterprise Funds are used to account for operations that are financed and operated in a manner similar to private business. The intent of the governing body is that the costs (expenses, including depreciation) of providing goods or services to the general public on a continuing basis are financed or recovered primarily through user charges, or where the governing body has decided that periodic determination of revenues earned, expenses incurred, and/or net income, if appropriate, should be accounted separately for capital maintenance, public policy, management control, accountability or other purposes. Enterprise Funds are used to account for the activities in the airport, the drainage utility, and the water and sewer system.

Internal Service Funds: Internal Service Funds are used to account for the financing of goods or services, on a cost-reimbursement basis, for departments of the City. Internal Service Funds are used to account for the activities of the Fleet Services, Information Technology and the City's self-insurance activities, all of which are "inward facing" services necessary to support all other departments including our "outward facing" departments which directly service the community.

Basis of Accounting/Budgeting:

Modified Accrual: The basis of accounting refers to revenues, expenditures or expenses being recognized in accounts and reported in the financial statements. All Governmental Funds listed above are accounted for using the modified accrual basis for financial reporting and for budget purposes. With the modified accrual basis of accounting, revenues are recognized when they become measurable and available as current assets. For example, sales taxes are considered "measurable" when in the hands of the State Comptroller and are recognized as revenue at that time. Other major revenues that are subject to accrual include utility franchise taxes, intergovernmental revenues, interest, rentals, and intercity charges. Waste collection fees are recorded as revenue when billed. Major revenues that cannot be accrued include hotel occupancy taxes, licenses, permits, fines and forfeitures. Property taxes projected to be collected within 60 days after year-end are considered to be available in the current fiscal year.

For a Governmental Fund, capital would be recorded as expenditure in the Governmental Fund and recorded as an asset in the general fixed assets group of accounts. On the entity-wide financial statements required by GASB 34, the City recognizes the depreciation on the general fixed assets in their corresponding activity.

GASB 34 requires several adjustments to full accrual accounting and has a consolidated view by activity without regard to fund type. In the Governmental Funds, expenditures are recognized when the related liability is incurred; however, budgets are encumbered when contracts are awarded. Governmental Funds accumulated unpaid vacation and sick pay are recorded as liabilities on the entity-wide financial statements and not at the fund level.

Full Accrual: All Proprietary Funds listed above are accounted for using the accrual basis of accounting. Their revenues are recognized when they are earned, and their expenses are recognized when they are incurred. The liability for compensated absences is recorded as an operating expense when incurred and reported as a liability on the balance sheet for the applicable fund. In a Proprietary Fund, a capital expenditure would be recorded as an asset on the balance sheet of the Proprietary Fund and depreciated over its useful life.

Capital: As previously mentioned, the City uses the modified accrual method for both accounting and budgeting in the Governmental Funds. However, the City operates with two types of capital budgets: nominal capital and capital projects. Nominal capital is defined as capital items under $25,000. The nominal capital is budgeted in a department's operational budget in both governmental and Proprietary Funds. For a Governmental Fund, nominal capital would be recorded as an expenditure in the Governmental Fund and recorded as an asset in the general fixed assets group of accounts.

For the Proprietary Funds, the City also budgets nominal capital and depreciation in the operating budget of the department. The large capital purchases are budgeted in the capital projects budget. Depreciation is estimated on existing assets and large projects anticipated to be in service in the upcoming year. In determining Proprietary Funds available resources, both the nominal capital (which is included in the operating budgets) and capital projects would be shown as expenditures. However, depreciation would be shown as a reduction of expenditure since it is a non-cash item. As previously mentioned, all capital items (both nominal capital and capital projects) would be recorded as assets on the balance sheet of the Proprietary Fund and depreciated over their useful life for accounting purposes.

It should be noted that the budget of a Proprietary Fund is a management tool as opposed to a legally adopted appropriation of funds. For lack of a better term, the budgets of the Proprietary Funds are a hybrid, using elements of full accrual and elements of modified accrual. Like the modified accrual, capital purchases are budgeted, but depreciation is also budgeted (full accrual). The City feels this method of budgeting Proprietary Funds gives management the control to manage the departmental expenditures.

Another important difference in our method of accounting and budgeting is in the fiduciary funds. The City does not budget fiduciary funds since they are not available for appropriation by our governing body. A trust document or other governing body governs fiduciary funds.

FINANCIAL POLICIES

The purpose of the City of Amarillo's financial policies is to establish and maintain effective long-term management of the City's financial resources. As a result of the City's financial policies, the City should be able to retain a sound financial condition, retain favorable bond rating to provide future generations with the ability to borrow capital at favorable interest rates, and balance the needs of the community with its ability to pay. A more detailed explanation of the City of Amarillo's Financial Policies will follow the summary below.

SUMMARY OF FINANCIAL POLICIES

- Maintain a balanced budget
- Maintain budgetary control over revenue and expenditures
- Stabilize rates and fees
- Charge user fees to cover at least a portion of the cost of a service
- Provide reserves for unforeseen items and to assist with cash flow
- Charge administrative services to grants and Proprietary Funds
- Process General Fund payments from the Water and Sewer System and the Drainage System
- Only request grant funding when the purpose of the grant is consistent with the goals of the City of Amarillo
- Plan and make capital acquisitions in an orderly fashion
- Provide debt financing when needed
- Adhere to a prudent Investment Policy
- Make annual provisions of long-term obligations
- Maintain a minimum number of funds to report the activities of the City of Amarillo

Balanced Budget:

The City of Amarillo will develop a balanced budget for all funds subject to appropriation. Current resources (current revenues plus appropriated reserves) will equal or exceed budgeted expenditures. Long-term debt will not be used to fund current operating expenses. Moreover, non-recurring resources will only be used to fund non-recurring expenditures.

Tax Rate:

The tax rate should be adequate to produce the revenues needed for traditional City services included in the City of Amarillo's General Fund. Also, the City strives not to exceed the voter approval tax rate as outlined in Senate Bill 2. The City grants an $8,600 / age 65 exemption or disability exemption. Moreover taxes are frozen for age 65 and over or disability.

Annual Budget and Budgetary Control:

The City will prepare a detailed budget for public hearings that delineates the sources and uses of funds. The City will be prudent in preparing the annual budget. The City will seek to prepare a conservative budget where revenue estimates are reasonably attainable and not aggressive. Expenditure budgets should also be reasonable but should also provide for unforeseen expenditures. Year-end excess revenues over expenditures not needed for reserve requirements will be used to finance the City's capital requirements in subsequent years in accordance with the City's pay-as-you-go financing of capital. The City will establish and maintain a traditional line-item budget as one of management's means of monitoring both revenue and expenditures throughout the fiscal year.

Rate Stability:

The City strives not to have large rate increases in taxes or other user fees and charges. When possible, large rate increases should be anticipated and phased in gradually to be less burdensome on constituents.

User Fees:

In order to minimize the cost of services to citizens in the form of property taxes, user fees will be used to recoup the cost of services to the extent economically possible where the levels of desired city services are beyond basic city services. When it is not practical to offset the entire cost of a service with user fees, the City will charge a fee for the service to partially offset the cost. The City will also consider annual CPI adjustments in order to minimize the impact of changes to user fees. While not restricted to the budget process, user fees are reviewed as a part of the budget process.

The City will adopt annual utility rates that will generate revenues adequate to provide for operations of the system including depreciation, legal requirements of bond covenants, capital replacement and expansion of the system.

Reserves:

The City seeks to maintain reserves, which should be sufficient to provide financing for capital or special projects and meet unforeseen contingencies such as lawsuits, tax roll tie-ups, fluctuations in sales tax, receipts from the city-owned utilities, and other fiscal emergencies. While many cities enjoy the stability of the majority of the revenues being generated by property taxes, most of the City of Amarillo's revenues are heavily dependent on the local economy (e.g., sales tax) and/or are weather-related (utility charges and franchise taxes). The City of Amarillo has enjoyed overall growth in its revenues. However, due to the potential volatility of the City's major revenue sources, the overall revenue and corresponding fund balances are more vulnerable than that of a city that is more dependent on property taxes as its major revenue source. Accordingly, the target reserve balance for the General Fund would be approximately three months of the current operating budget less funding to internal service funds (i.e. Fleet, Information Technology, Risk Management, and Health Plan) For Proprietary Funds, the target reserve balance would be approximately three months of the operating budget less funding to internal service funds (i.e. Fleet, Information Technology, Risk Management, and Health Plan) plus at least one year's capital. If large capital needs are anticipated in the near future, reserves may be accumulated to provide for at least a portion of the needed financing. For the Public Improvement Districts maintained by the City, the long-term reserve would also be at least three months operating expenses and could also have a capital replacement reserve.

General Fund balances greater than needed for the purposes stated above are transferred to Capital Projects funds in our normal budgetary process to provide for current and future capital needs.

In calculating reserves, the City of Amarillo uses “Available Funds” as opposed to Fund Balance. With Available Funds, the City only includes those items readily convertible to cash, less short-term liabilities and encumbrances. The main items excluded from Available Funds would be inventories and unrealized changes in the value of investments. Inventories should remain at about the same levels from year to year and would not be available for appropriation. The City generally holds investments to maturity and temporary increases or decreases in the value of these investments are not germane to the budget process. Since the calculation is different from Fund Balance, the actual beginning of the year calculation is included on the “Summary of Resources and Expenditures” presentation.

Budgetary Sales Tax Revenue Shortfall Contingency Plan:

The City will establish a plan to address economic situations that cause sales tax revenue to be significantly less than the adopted budget sale tax revenue. The plan comprises the following components:

- Indicators – Serve as warnings that potential budgetary sales tax revenue shortfalls are increasing in probability. Staff will monitor state and national economic indicators to identify recessionary or inflationary trends that could negatively impact consumer spending. Staff will develop a monthly report that compares the current month’s sales tax revenue to the same month of the previous year as well as our budgetary estimate for that month. The report will show sales tax revenue by month for the last two fiscal years.
- Phases – Serve to classify and communicate the severity of the estimated budgetary sales tax revenue shortfall. Identify the actions to be taken at the given phase.
- Actions – Preplanned steps to be taken to prudently address and counteract the estimated budgetary sales tax revenue shortfall.

Staff will apprise City Council immediately following any action taken through this plan. Information such as underlying economic condition, economic indicators, estimated budgetary sales tax revenue shortfall, actions taken and expected duration will be presented to City Council.

The City Council may appropriate fund balance, which can only be utilized as a one-time appropriation, as needed to cover any estimated budgetary sales tax revenue shortfall. Appropriation of fund balance must be carefully weighed, and long-term budgetary impacts must be considered in conjunction with the projected length of the economic downturn.

Actions taken through this plan must always consider the impact on revenue generation. Actions taken should reduce expenses well in excess of resulting revenue losses.

These are only guidelines of possible actions that may be taken in the event of sales tax revenue decreases. In the event of a catastrophic event, necessary measures will be taken by the City Manager that are in the best interest of the City.

The following is a summary of phase classifications and the corresponding actions to potentially be taken. Revenue will be monitored on a monthly basis, with action being taken in the month following ta rolling 3-month period that experiences the shortfall. Actions are cumulative, so each level will include all actions set forth in prior levels. When deemed appropriate, financially advantageous for the City, and at the discretion of the City Manager, later actions may be pulled forward for earlier implementation ahead of other actions.

- **ALERT**: The estimated annual sales tax revenue is 5% less than the adopted sales tax revenue budget.
  - Freeze newly created positions.
  - Implement a time delay for hiring vacant positions.

- **MINOR:** The estimated annual sales tax revenue is 7.5% less than the adopted sales tax revenue budget.
  - Suspend funding of capital maintenance accounts.
  - Suspend capital outlay purchases.
  - Reduce the number of temporary workers.
  - Implement a managed hiring program for vacant positions.
  - Reduce travel and training budgets.
  - Reduce office supply budgets.
  - Scrutinize professional services expenses.
  - Implement a salary freeze.

- **MAJOR:** The estimated annual sales tax revenue is 10% less than the adopted sales tax revenue budget.
  - Scrutinize repairs and maintenance expenses. Perform only critical maintenance and make only critical repairs.
  - Reduce overtime budgets.
  - Prepare a reduction-in-force plan.
  - Service level reductions, elimination of specific programs, reduction-in-force and other cost reduction strategies will be considered.
  - Reduce departmental budgets by a fixed percentage or dollar amount.
  - Departments will prioritize service levels and programs according to Council goals and objectives.

General and Administrative Charges:

The General Fund should be compensated by all enterprise funds and internal services funds for the administrative services provided, such as management, finance, personnel and other general administrative costs. Also, to the extent allowable by the granting agency, the City will recoup all allowable indirect costs to compensate the City for administration of the various grant programs. For grants, the administrative fee takes the form of indirect costs. These costs are derived from our indirect cost allocation plan, which is developed in accordance with Federal Cost Principals for allocating overhead costs. For City functions, the administrative fees are derived from a modified version of our Indirect Cost Allocation Plan. The Indirect Cost Plan is modified to recognize the General Government Expense, which is mainly the Mayor and City Council portion, along with the administrative costs associated with the Mayor and City Council. The Mayor and City Council set policy for the entire organization and these costs are recognized in our modified Indirect Cost Plan.

General Fund Payments from the Water and Sewer Utility and the Drainage Utility:

The Water and Sewer Utility and the Drainage Utility are operated in a manner similar to a Public Utility. Accordingly, the Water and Sewer Utility and the Drainage Utility make corresponding payments to the City of Amarillo General Fund that a private utility would be required to make. Both utilities make payments in lieu of tax payments for property taxes and franchise taxes. Consistent with our above policy on administrative charges, both utilities also reimburse the City for administrative costs associated with each utility.

The payment in lieu of property tax is calculated on the estimated property value of the Water and Sewer System and the Drainage Utility System at the current tax rate including the half percent sales tax in lieu of property tax rate. The payment in lieu of franchise tax for the Water and Sewer Utility is calculated in a similar manner as our telephone franchise tax, which is a per line charge. The Water and Sewer Utility pays the General Fund a per- account charge on each water and sewer account monthly. The rate is adjusted annually for increases in inflation as measured by the Consumer Price Index and any increase in water and sewer rates. The account charge reduces weather-related fluctuations in payments and makes the payment more predicable for both the General Fund and the Water and Sewer Utility. It should be noted that the Drainage Utility pays a payment in lieu of franchise tax similar to the electric and natural gas utilities and is set to 5% of gross assessments.

Grant-in-Aid Policy:

The securing and/or approval of federal and state assistance will be based on the following criteria:

- What benefit does the project have to the community?
- What will the future impact to the city be due to acceptance of the funding, and what is the level of local funding?
- How does the project relate to current operations and/or other future plans of the organization?

With very few exceptions, grants are expected to pay their fair share of overall City administrative costs in the form of an indirect cost rate.

Capital Acquisition/Improvement Policy:

The City will plan and budget for the replacement of equipment and capital assets as the need arises. Minor capital replacement items will be planned for and provided in the department's operating budget. Capital replacements should be limited to items that are no longer functional, unable to be repaired, not economically repairable, or a safety hazard. Once the item is replaced, it is generally sold by auction.

Planning for major capital improvements is on a five-year basis and is updated annually. The City uses pay-as-you-go financing of capital acquisitions where feasible. When debt is needed to finance capital assets, the City strives to schedule bond issues so that level payments are made each year over the life of the issue and the term of the financing does not exceed the useful life to the asset. The City will also analyze options to lease certain capital items if it proves to be beneficial from a cash flow prospective. The City of Amarillo prioritizes the funding of capital improvement projects on the basis of a five-year Capital Improvement Plan. A capital improvement is any expenditure for the purchase, construction, replacement, expansion, or major renovation of the physical assets of the city when the project is relatively expensive ($25,000 or greater), long-term and permanent. Some common examples are streets, libraries, traffic signal systems, fire stations, additional trucks, and water and sewer lines. Capital needs of less than $25,000 (minor replacement items) are provided for in the department's annual operating budget. The approved projects for the first year of the five-year capital improvement program are incorporated in the City's budget in the "Capital Projects" section of the budget. The functions of the Capital Improvement Program are as follows:

1. Planning for the eventual replacement of capital items and estimating the cost of replacement;
2. Scheduling all capital projects over a fixed period with appropriate planning and implementation;
3. Budgeting priority projects and developing revenue sources for proposed improvements;
4. Coordinating the activities of various departments in meeting project schedules;
5. Monitoring and evaluating the progress of capital projects; and
6. Informing the public of projected capital improvements.

The following questions are considered when justifying a project:

1. What is the relationship of the project to the progress and health of the entire city?
2. Is this project part of a large program? How does the project relate to the goals of the program?
3. Will citizens be helped by it? Will citizens be harmed or inconvenienced if the project is not considered?
4. Will it add to the value of the surrounding area? Will it increase the valuations of local property?
5. Will it increase the efficiency of the performance of a service? Will it reduce the ongoing costs of a service or facility?
6. Will it provide a service required for economic development of the community? What improvements would be of the most value in attracting commercial and industrial firms?
7. Is this project required to complete a major public improvement?
8. Will rapid urban growth in the area of the proposed project increase the costs of land acquisition if the project is deferred?
9. Is the project well identified by the citizens? Does it have established voter appeal?
10. Is the project needed to protect public health or safety?

Consistent with the City's philosophy on user fees, the City passes a portion of the cost of extending utilities and improvements in subdivisions to developers of the subdivisions rather than to the general public. Additionally, where the levels of desired city services are beyond the norm for a subdivision, Public Improvement Districts have been created to provide enhanced services without burdening the entire community.

Capitalization Policy:

Factors to be considered in determining items to be capitalized are as follows:

1. The expected normal useful life is greater than one year.
2. The item has a unit cost of $10,000 or more. Unit cost should include any charges for freight or installation.
3. The capital cost of an integrated system should be capitalized as one unit, including all the applicable costs to make the unit function properly.

Debt Policies:

Financing Alternatives

It is the City's intent to develop a level of cash and debt funded capital improvement projects that provide the citizens with the desired amount of City services at the lowest cost. The City may use available financing mechanisms, as permitted by State law, and as deemed appropriate by City staff. These may include, but are not limited to, general obligation bonds, certificates of obligation, tax notes, revenue bonds, leases, refunding bonds, or other methods as permitted by State law.

When debt is issued, the City of Amarillo will employ competent financial advisors and bond counsel. The City shall use a competitive bidding process in the sale of debt unless the use of a negotiated process is warranted due to market timing requirements (refunding), or a unique pledge or debt structure.

Tax-exempt debt will only be issued in an amount that can reasonably be spent within the three-year temporary period. Subsequently, construction debt should only be issued after design has produced a reasonable cost estimate, and construction of certain large projects may need to be designed as phases for debt issuance purposes. The project manager will receive monthly reports on the spending progress to comply with this rule.

Refunding of Debt

- Advanced refunding and forward delivery refunding transactions for savings should be considered when the net present value savings as a percentage of the par amount of refunded debt is at least 3% of the par amount refunded.
- Current refunding transactions issued for savings should be considered when the net present value savings as a percentage of the par amount of the refunded debt is at least 2% of the par amount refunded.
- From time to time, the City may also issue refunding debt for purposes of restructuring debt, changing covenants, and /or changing the repayment source of the debt.

Maturity Levels

The term of debt shall not exceed the expected useful life of the capital asset being financed and in no case shall exceed 35 years, unless specifically allowed by State law.

Management of Debt Service Funds

- Interest earnings shall be used solely to fund direct or related capital expenditures or to service current and future debt payments. Interest earnings will be allocated in accordance with the Public Funds Investment Act.

- Debt service reserves for tax-supported debt shall not exceed a six-month reserve of the current year total debt service expenditure budget (i.e. Total Annual Debt Service Budget / 12 months x 6 months). If this reserve balance is exceeded during any given year, a plan should be adopted to reduce the size of the reserves as quickly as possible without causing large variances in the property tax rate.
- Debt service reserves for revenue bonds shall be maintained at levels required by controlling debt ordinances and covenants.
- The City shall comply with all Internal Revenue Service rules and regulations including but not limited to arbitrage rebate.

Debt Service Tax Rate

Council shall adopt the necessary debt service tax rate up to a maximum amount of One Dollar and Fifty Cents ($1.50) per $100 valuation to meet debt service principal, interest and fees payments, net of transfers, for each fiscal/budget year, subject to any reserve availability as outlined above, the City's Home Rule Charter, and the Texas Constitution.

Ratings

- The City will strive to maintain good relationships with bond rating agencies as well as disclose financial reports and information to these agencies and to the public.
- The City will obtain a rating from at least one nationally recognized bond-rating agency on all issues being sold in the public market.
- Timely disclosure of annual financial information, including other required information, will be provided to the rating agencies. The Annual Comprehensive Financial Report (ACFR) will be prepared by management and attested to by an outside nationally recognized audit firm.
- Timely disclosure of any pertinent financial information that could potentially affect the City's credit rating will also be presented to the ratings agencies required information repositories and to bond insurance companies insuring the City's debt.

Deposits and Investment Policies:

The City Council has formally approved a separate Investment Policy that meets the requirements of the Public Funds Investment Act (PFIA), Section 2256 of the Texas Local Government Code. This policy is reviewed annually by the City Council and applies to all financial assets held by the City and applies to all entities (component units) included in the City's Annual Comprehensive Financial Report (ACFR) and/or managed by the City. The City will maintain cash management and investment policies and procedures will maintain public trust through responsible actions as custodians of public funds.

- **Cash Management Philosophy**
    - The City shall maintain a comprehensive cash management program to include the effective collection of all accounts receivable, the prompt deposit of receipts to the City's depository, the payment of obligations, and the prudent investment of idle funds in accordance with this policy.
- **Investment Objectives**

- The City's investment program will be conducted as to accomplish the following listed in priority order:
  - Safety of the principal invested
  - Liquidity and availability of cash to pay obligations when due
  - Maximize earnings (yield) to the greatest extent possible consistent with the City's investment policy.

Interfund Transfers:

Departments within the same fund may not charge each other for work performed. However, the department requesting the work is responsible for buying the material. Interfund charges are only made if the charge is significant.

Pension Plans and Other Long-term Liabilities:

To ensure there will be adequate funds available and future generations will not be overburdened, the City of Amarillo will provide funding on an annual basis for pension obligations and other long-term obligations. Pension costs will be provided for annually in the budget process based on actual actuarial estimates. The City will strive to amortize the Actuarial Accrued Unfunded Liability (AAUL) over no more than 30 years. However, the City could use the 40-year amortization period permitted under state law to amortize the AAUL in an effort to reduce significant rate fluctuations. The provision for pension cost is recorded on an accrual basis.

The provision for accumulated unpaid vacation and sick pay will also be recognized and funded on an annual basis. The funds accumulated for the Governmental Funds' portion of unpaid vacation and sick pay will be recorded in the Debt Service Funds. Amounts needed to fund the General Fund portion of the liability for sick and annual leave liability are transferred from the General Fund as a part of the budgetary process. For Proprietary Funds, the liability for unpaid vacation and sick leave will be reflected on the individual fund's balance sheet and the Proprietary Fund will provide for the future obligation on an annual basis through the fund's charge structure. The cost of both the pension and the obligation for unpaid vacation and sick leave would be funded over the career of the employee earning the benefit instead of at termination.

The City of Amarillo administers a multi-employer agent, defined benefit post-employment health plan (Plan). The Plan provides for medical insurance of eligible retirees and their dependents through the City's group health insurance plan, which covers both active and retired members. In January 2013, the City began prefunding a portion of its Other Postemployment Benefits (OPEB) liability via an irrevocable multi-employer agent OPEB trust (PEB Trust) in additional to pay-as-you-go costs. Assets in the PEB Trust can only be used to fund other postemployment benefits, such as medical costs for eligible retirees and any eligible spouse or children.

The City increased the rate of prefunding contributions beginning in 2017 to 2.43% of payroll. The City continues to fund the PEB Trust at the same level. This contribution is budgeted at a department level.

Number of Funds:

The City seeks to have the minimum number of funds necessary to account for the financial activities of the City. Government resources are allocated to, and accounted for in, individual funds based upon the purposes for which they are to be spent and the means by which spending activities are controlled. When possible, the City of Amarillo will separate activities into different departments within a fund as opposed to setting up a new fund.

BUDGET PROCESS

The City uses a traditional line item budget approach, giving the highest level of detail and accountability. The Annual Operating Budgets are presented to Council as a Program Budget, i.e. the various programs offered by City departments is presented with program descriptions and performance measures to define the level and quality of services delivered to Amarillo citizens. The proposed Budget represents maintenance of current service levels for the more than 250 programs funded by the City.

The Government Funds are prepared on a modified accrual basis. The budgets of Proprietary Funds are prepared on an accrual basis. In the budget process, City departments present a base budget and supplement to the base budget. The base budget is the funding needed to continue programs and departments at their current service level. Supplements to the base budget represent program additions, enhancements, or capital requests including new and replacement capital. The City Council adheres to the following procedures in establishing the budget:

1. Under the City Charter, the City Manager is responsible for preparing and recommending a budget for the City Council's consideration. The City Manager, working with staff in all departments, reviews and evaluates the base budgets and supplemental requests to determine whether they fulfill City Council's goals and objectives, improve management effectiveness, improve service to citizens or increase productivity. The proposed budget that the City Manager submits to the City Council includes recommendations for the program of services the City should provide and which can be financed by the City's projected revenue for the budget year.
2. The proposed budget will annually be filed more than 30 days prior to the scheduled adoption of the property tax rate. The proposed budget is available for public inspection and is posted on the City's website. The City Council considers the City Manager's recommended budget in multiple work sessions and public hearings. The media is always represented, and the public is welcome at all the budget work sessions. Public hearings are conducted to provide for citizen comments. Additional or supplemental information is available upon request.
3. The budgets for each fiscal year will be legally enacted by the City Council through passage of an ordinance prior to October 1. Annual budgets are legally adopted for all Governmental Funds. The budgets for the Capital Project Funds and other special projects are adopted for specific projects rather than on a fiscal year basis. The Proprietary Funds budgets are not legal appropriations, but instead they are a financial plan for management purposes. The grant budgets are not formally adopted until the City Council approves the granting agency's contract. Estimates of grant funding are included to present an estimate of all funds available to the City of Amarillo in the budget.

4. Expenditures may not legally exceed appropriations at the department level ~~the~~ or in total for each fund ~~level~~ for each legally adopted annual operating budget. The City Manager may transfer appropriation balances from one expenditure account to another within ~~a~~ the same department. The City Manager may also increase revenue and expenditure budgets by a corresponding amount when unanticipated outside funding is received. This adjustment must have no net effect on a fund's budget. A department may not exceed its adopted appropriation even if the fund as a whole has sufficient capacity; in such cases, a budget transfer or amendment is required. The City Manager will inform the City Council if any department in the General Fund, Enterprise Funds, or Internal Service Funds is over their adopted budget in total. This notification will include the reasons for the overage and the proposed plan to address or mitigate it, including any necessary budget transfers or amendments. ~~.~~The City Council must approve revisions that alter total expenditures of a fund or increase the total appropriation for a department. Under the City's budget ordinance, the City Council has authority to make such changes in the budget as it deems warranted.
5. At the close of each fiscal year, any unencumbered appropriation balance will lapse or revert to the undesignated fund balance. However, the encumbered appropriation balance in the Capital Projects Funds does not lapse at the year-end. At the end of each project, Capital Project budgets lapse.

BUDGET POLICIES AND GUIDELINES

Annual budgets are prepared for all funds except trust funds. Trust fund revenues and expenditures are governed by the trust requirements. The City of Amarillo utilizes a decentralized operating and capital budget process in preparing the budget. All departments have an opportunity to participate in the budget process. In conjunction with the preparation of the operating budget, all departments also submit a five-year capital plan for anticipated capital needs. The first year of the capital plan becomes the approved capital budget.

In preparing the budget, the City will identify major policy issues and provide for the City Council to annually review and determine the budget policies. Such policies will be incorporated by management in preparing the annual budget and determining the City's financial policies. The following are those policies and guidelines:

- The City will consider the long-term aspirational goals of the Council when prioritizing each department's mission and budget needs.
- The City will annually undergo a detailed analysis of departmental budgets focusing on each department's mission and operational programs.
- The City will consider innovative changes and other methods to offer services to the citizens and to increase efficiency in its operations and the budget.
- The City will annually review its current level of service to the citizens.
- The City will maintain a diversified revenue system with a stable source of income.
- The City will maintain a property tax rate adequate to produce the revenues for City services included in the City of Amarillo's General Fund according to best practices.

- To the extent economically possible, services that are based on a user-fee concept should make every effort to be self-supported by those fees.
- The City will adopt an annual balanced budget in the context of a long-term financial plan and maintain adequate reserve levels.

REVENUE/EXPENDITURE PROJECTIONS

All department directors are required to carefully monitor departmental expenditures and revenues throughout the year. The applicable department directors are familiar with the revenues and expenditures related to their operations and are in the best position to make the revenue/expenditure estimates. All revenue sources are examined annually, and individual department directors are responsible for revenue projections on revenue sources under their control. The goal in revenue estimates is that the estimate must be reasonably attainable based on historic data and trends. Department directors receive historical information by account and are required to estimate the revenue for the balance of the current year and next year on a month-by-month basis. All revenue estimates are reviewed by the Finance Department for reasonableness and are subject to revision.

Department directors are also responsible for expenditure estimates of their departments. Salary information and historical expenditure data are provided to the department director at budget preparation. In estimating departmental expenses, department directors base their estimate on historical data adjusted for trends and possible rate increases. All expenditure projections are reviewed by the Finance Department for mathematical accuracy and by the City Manager for appropriateness.

AVAILABLE FUNDS OR FUNDS AVAILABLE FOR APPROPRIATION

Not all of the fund balance is available for appropriation. A portion of fund balance may be in inventories or prepaid expenses. If these assets were expected to remain at about the same level at the end of the year, they would not be available for appropriation. Since the City historically holds investments to maturity, temporary gains or losses from investment activity are excluded from available funds. Accordingly, the City makes a separate calculation of the available funds for every fund. The calculation includes cash, investments, and other assets which expect to be converted to cash during the next fiscal year.

All liabilities that the above calculated assets will be used to satisfy are deducted along with any outstanding encumbrances at year-end to arrive at the funds available for appropriation. For capital projects funds, the City also reduces available funds for the estimated remaining expenditure balances of all construction in progress. For each fund the City included a separate calculation of the available funds.

LONG-RANGE FINANCIAL PLANS

The City may develop and maintain a Five-Year Financial Forecast for major operating funds as needed. Major operating funds are as follows:

- General Fund
- Enterprise Funds
- Internal Service Funds

1. The forecast should enable the current services and current service levels provided to be sustained over the forecast period. Operating impacts from completed capital improvement projects in the City's Five-Year Capital Improvement Plan (CIP) shall be included in the forecast. Commitments/obligations already made that require future financial resources shall also be included.
2. The forecasts should identify the impact on property taxes and utility rates.
3. Major financial decisions may be made in the context of the long-range financial plan.

The forecast assesses long-term financial implications of current and proposed policies, programs, and assumptions that develop appropriate strategies to achieve the City's goals. The forecast will provide an understanding of available funding; evaluate financial risk; assess the likelihood that services can be sustained; assess the level at which capital investment can be made; identify future commitments and resource demands; and identify the key variables that may cause change in the level of revenue.

Citizen Input to the Budget:

In addition to individual citizen input, the City uses various boards as a means of obtaining direct citizen involvement. These boards participate in the budget process of their respective functional areas. Before actual budget hearings, the City prepares and files with the City Secretary a detailed line-item budget as a means of providing citizens with budgetary information. The proposed budget is also available on the City's website. The City has multiple budget workshops with the City Council that are open to the public. State law requires the City to publish various tax rates and fund balances in the local newspapers before any public hearings on the budget. During the 86th Texas Legislative Session, Senate Bill 2 passed, bringing extensive changes to the truth-in-taxation process. If a proposed tax rate is an increase over the no-new-revenue rate (the rate that would produce the same amount of taxes if applied to the same properties taxed in both years, formerly known as the effective tax rate), the City Council must have a meeting to discuss the proposed tax rate and have a public hearing on the tax rate. If a proposed tax rate is greater than the voter-approval rate, formally known as the rollback rate, the City is required to hold an election on the tax rate. Since the City of Amarillo budget and tax rate are formally approved by ordinance, the City Council must have two meetings to consider the ordinances on the budget and tax rate. The City also publishes two public notices in the local newspaper and includes the notices on the City's website. Prior to approval of the budget and property tax rate, City Council conducts several public meetings that they encourage citizens to attend. Many of the citizens' requests and concerns are incorporated in the budget.

Exhibit A

CITY COUNCIL PILLARS:

Vision for the Future of Amarillo

- Business Friendly Community
- Communication
- Fiscal Responsibility
- Infrastructure
- Public Safety
- Technology and Innovation

BUSINESS FRIENDLY COMMUNITY

Amarillo enjoys a robust economy with low unemployment rates. To continue on that trend, with an eye towards continued growth, the City needs to work with businesses and developers to collaboratively help both Amarillo and businesses thrive.

The following strategic priorities are established to facilitate achieving a more business friendly community:

- Fast turnaround on decisions.
- Seek input from SBO and developers on how to become more business friendly.
- Evaluate development standards.
- Engage stakeholders.
- Fiscally responsible incentives to grow tax revenue.
- Collaboration with others who work with businesses, SBDC, Banks, etc.

COMMUNICATION

Amarilloans care about what their City Government does for them. Communicating in ways that reaches and accurately informs citizens via a multitude of channels bridges the information gap between citizens and leaders.

The following strategic priorities are established to facilitate achieving the communication objective:

- Use all available channels to increase our audience.
- Educate and inform with facts.
- Share our problems and challenges.
- Create our own source of current information in real time by proactively sharing news and updates.
- Hold meetings with local media.
- Improve and streamline communication within the organization.
- Obtain feedback from the public and follow-up on their input.
- Invest in boosting messages via social media channels.

FISCAL RESPONSIBILITY

Amarillo responsibly manages its finances and resources with transparency.

The following strategic priorities are established to facilitate achieving the objective of fiscal responsibility:

- Enhance transparency and accountability in the stewardship of public funds.
- The City budget serves as a policy document for the City Council. Annual review and revision by City Council allow the City to address Council priorities during the budget process.
- Financial policies are the framework for the fiscal management of the City of Amarillo. The City of Amarillo strives for best practices in financial policies.
- Budget process that ensures effective communication to the City of Amarillo citizens and engages the community in the budget process.
- Budget process that addresses budget challenges and opportunities, allowing the City to adapt quickly to changing economic and financial conditions.

INFRASTRUCTURE

Amarillo's infrastructure is the backbone of our city. Properly maintaining and growing our infrastructure is necessary to ensure the city functions appropriately.

The following strategic priorities are established to facilitate achieving the infrastructure objective:

- Identify and prioritize the most pressing infrastructure needs.
- Communicate and engage the community.
- Explore all funding opportunities.
- Partner with agencies, entities, and other stakeholders to facilitate growth.
- Allocate immediate funds to priority needs.
- Evaluate long term funding plan.

PUBLIC SAFETY

Amarillo is among the safest cities in the nation and our police, fire, emergency medical, and emergency management statistics demonstrate leadership in each discipline. Our first responders are recognized throughout the nation as some of the most professional, most highly trained, and best equipped, offering training to other first responders on the best practices to build safer communities.

Our community is committed to enhancing public safety to ensure that Amarillo is regarded as one of the safest communities in the nation. To meet this objective, our community leaders have recognized that the City must build innovative and enhanced public safety programs to address critical issues that are instrumental to building a safer community. Focus must be placed on addressing the City Council framework for public safety by:

- Attract and retain personnel.
- Improve investment into planning for the growth of the city.
- Expanding training and certification of personnel and invest in equipment to enhance our EMS capabilities.

- Improve communication with our citizens about future needs to maintain high levels of public safety excellence.
- Create a culture that promotes a partnership between our staff and the community.
- Adopt new technology as force-multipliers.
- Evaluate best practices on staffing and assignments in public safety.

In addition to the core elements of the public safety pillar, our community must continue to make strides in addressing the hub issue of poverty that contributes to health and disease issues, drug and alcohol abuse, domestic violence, and child abuse. Even though poverty rates have improved nationally and statewide, they continue to be a significant and generational issue for portions of our community. Addressing the hub issue of poverty through enhanced educational attainment, positive social programs, and living wage job opportunities will have a dramatic impact on enhancing public safety's ability to address framework objectives.

TECHNOLOGY AND INNOVATION

The implementation of technology as a pillar is threefold:

- Identify areas where technology can improve efficiency and customer service.
- Create a culture of innovation as it relates to community engagement, emphasizing co-development with the community.
- Create policies and procedures to create a safe environment for the use of technology.

Agenda Transmittal Memo

Date: June 9, 2026

Council Priority: Fiscal Responsibility

Department: City Manager's Office

Contact Person: Lola Ogunremi, Chief Financial Officer

Agenda Caption: Consideration of Ordinance No. 8249. This item is a first reading to consider 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.

TAXPAYER IMPACT STATEMENT
(Pursuant to Tex. Gov't. Code Sec. 551.043 as amended by HB 1522, effective September 1, 2025.)

A copy of the 2025/2026 City of Amarillo Proposed Budget can be found on the city's website at Amarillo.gov (2025-2026 City of Amarillo Proposed Budget by City_of_Amarillo - Issuu).

Taxpayer Impact Statement - Randall County	FY2024/25 Current Year Tax Rate	FY2025/26 Proposed Tax Rate	FY2025/26 No-New-Revenue Tax Rate
City of Amarillo Total Tax Rate	$0.38723	$0.43070	$0.37355
Median Value Homestead Property	$245,883	$245,883	$245,883
Median Value Homestead Property Tax Bill	$952.13	$1,059.02	$918.50
Difference to Current Year Tax Bill		$106.89	-$33.64

Taxpayer Impact Statement - Potter County	FY2024/25 Current Year Tax Rate	FY2025/26 Proposed Tax Rate	FY2025/26 No-New-Revenue Tax Rate
City of Amarillo Total Tax Rate	$0.38723	$0.43070	$0.37355
Median Value Homestead Property	$142,107	$142,107	$142,107
Median Value Homestead Property Tax Bill	$550.28	$612.05	$530.84
Difference to Current Year Tax Bill		$61.77	-$19.44

Agenda Item Summary: This ordinance amends the Fiscal Year 2024/2025 budget for the General Fund at the department level to account for actual expenditures that exceeded appropriated amounts in certain departments. The amendment is consistent with the Comprehensive Financial Policy, last updated in 2025, which requires budget transfers and amendments to be made at the department level rather than just the fund level.

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: Not applicable.

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

ORDINANCE NO. 8249

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 this the 9th day of June 2026; and PASSED on Second and Final Reading this the 23rd day of June 2026

____
Cole Stanley, Mayor

ATTEST:

____
Stephanie Coggins, City Secretary

APPROVED AS TO FORM:

____
Bryan McWilliams, City Attorney

EXHIBIT “A”

1.	General Fund Police	1610. 41600	$ 2,887,800 addition
2.	General Fund Fire	1910.41600	$ 1,839,300 addition
3.	General Fund Capital Projects and Dev.	1415.41100	$ 154,600 addition
4.	General Fund Golf	1811.51205	$ 214,800 addition
5.	General Fund Library	1260.41800	$ 33,500 addition
6.	General Fund Transit	1761.41600	$ 227,000 addition

Agenda Transmittal Memo

Date: June 9, 2026

Council Priority: Fiscal Responsibility

Department: Finance

Contact Person: Katrina Owens, Finance Director

Agenda Caption: **Consider Acceptance of City of Amarillo Annual Comprehensive Financial Report.** This item is to review and consider acceptance 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.

Agenda Item Summary: This item is to review and consider acceptance 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.

Requested Action: Consider the item as presented.

Funding Summary: Not applicable.

Purchasing Summary: Not applicable.

Community Engagement Summary: The Audit Committee met on March 19, 2026. Amarillo City Council previously reviewed a draft ACFR on April 27, 2026.

Staff Recommendation: Accept filed Annual Comprehensive Financial Report.

Proposed motion language: I move to accept the final Annual Comprehensive Financial Report, as filed with the City Secretary's Office.

Agenda Transmittal Memo

Date: June 9, 2026

Council Priority: Fiscal Responsibility
Infrastructure

Department: Airport

Contact Person: Michael Conner, Director of Aviation

Agenda Caption: **Consider Approval - Airport Capital Project Budget Transfers**. This item considers approval for the transfer of budget funds from numerous Airport Capital Projects to provide necessary financial support to other Airport Capital Projects and O&M budget lines that currently require additional funding. The total amount to be transferred is $1,339,091.07. All transfer items underwent a CIP review process, CIP Committee review, and City Manager review.

Agenda Item Summary: A full list of the transfers and the reasons for each transfer are detailed in the attachment. But, as a summary, the projects and budget lines to have funds transferred into them are: Terminal Chimney Repair, Parking Facility Expansion, Rosenwald & Batson (roadway rehab), Replace Terminal Air Handler 12, Concrete Panel Replacement, Police Unit (vehicle), Business Unit 54170 (CONRAC) O&M line 68300 CONRACT R&M Improvements, and Airport O&M line 68308 R&M HVAC.

Requested Action: Please approve the listed CIP & O&M budget transfers.

Funding Summary: Transfers from within the Airport's CIP budget.

Purchasing Summary: N/A

Community Engagement Summary: N/A

Staff Recommendation: Airport staff recommends these CIP & O&M budget adjustments/transfers.

Rick Husband Amarillo International Airport

Capital Budget Transfers

Project/Account Transferring To….	Transfer Amount	Transferring From….	Reason/Justification for the Transfer
PRJ-540372 Terminal Chimney Repair			*The cost of the chimney repair increased over the planning period and changed due to the method of repair.*
	$7,500.00	PRJ-540194 Install Terminal Water Softener	The job was originally set up with anticipated grant funds at a 5% match, no grant funds were receieved allowing for the transfer of the match.
	$1,000.00	PRJ-540337 Grassland Restoration Environmental Assessment	The job was originally set up with anticipated grant funds at a 10% match, no grant funds were receieved allowing for the transfer of the match.
	$41,233.86	PRJ-540217 PC Air For PBB	Due to the shift in Airport priority, the full funding for the PC Air for the PBB is no longer needed and we are able to use the remaining funds to assist with covering the cost of the chimney repair project.
PRJ-540359 Parking Facility Expansion			*All receivals will go towards continuing to invest in the Airport's parking facility expansion projects including the new pay plaza and the overflow parking lot.*
	$87,855.30	PRJ-540164 Rehab Bag Claim Carousel	The funds allocated to the Rehab Bag Claim Carousel are no longer needed due to the completion of the project and the remaining funds can support the current projects needs.
	$1,161.22	PRJ-540349 Facilities Truck (2)	The funds allocated to the Facilities Trucks are no longer needed due to the completion of the project and the remaining funds can support the current projects needs.
	$2,041.02	PRJ-540353 Pavement Condition Index	The funds allocated to the Pavement Condition Index are no longer needed due to the receival of all revenue from Grant 58 (closed) and the remaining funds can support the current projects needs.
	$24,333.25	PRJ-540336 ARFF Truck EA & Purchase	The funds allocated to the ARFF Truck EA & Purchase are no longer needed due to the to the completion of the project and the remaining city match can support the current projects needs.
	$92,377.87	PRJ-540408 SRE Snow Plow EA & Purchase	The funds allocated to the SRE Snow Plow are no longer needed due to the to the receival of equipment and the remaining city match can support the current projects needs. This was originally budgeted for Grant 60 to be 90/10 grant, but has since been revised to a 95/5 grant. The transferable amount is the difference between the orginal match amount and the 5% of the total spent amount.
	$507,378.65	PRJ-540340 Refurb Anti-Icing Truck	The funds allocated to the De-icing Truck are no longer needed due to the to the completion of the project and the remaining city match can support the current projects needs. A portion of the city match of $507,378.65 is avaliable to transfer out, while the remaining $13.934.35 is the match amount for grant 60.
PRJ-540370 Rosenwald & Batson			*To cover the cost of using concrete instead of asphalt on this roadway project.*
	$479,227.00	PRJ-540359 Parking Facility Expansion	This was a combination project along with the roadway. Moving the funds between these projects will pay for the concrete on the roadway project. Because the parking facility was not a grant funded project, the funds are not restricted. Although funds are needed to construct the pay plaza and the overflow parking lot, moving the funds according to this plan is the cleanest way to have the funds were they are needed.
PRJ-540373 Replace Terminal Air Handler 12			*The cost of the construction has increased since the planning period.*
	$15,252.06	PRJ-540217 PC Air For PBB	The funds allocated to the PC Air For PBB are no longer needed due to the to the completion of the project and the remaining funds can support the current projects needs.
	$1,245,000.00	PRJ-540402 Replace Terminal Air Handlers	This transfer is needed to keep all expenditures for the asset tied together. The original transfer the entire budget of $1,245,000 from Replacement of the Terminal Air Handler and will be added to the current project were items towards the AHU system have already been capitalized.
PRJ-540407 Concrete Panel Replacement			*The cost of project has gone over its intended contract budgeted amount.This transfer will assist in covering the overage for the construction costs.*

Rick Husband Amarillo International Airport

Capital Budget Transfers

Project/Account Transferring To….	Transfer Amount	Transferring From….	Reason/Justification for the Transfer
	$23,865.37	PRJ-540164 Rehab Bag Claim Carousel	The funds allocated to the Rehab Bag Claim Carousel are no longer needed due to the to the completion of the project and the remaining funds can support the current projects needs
PRJ-540410 Police Unit			*The purchase of the Police Unit' additional outfitting has gone over the intended budgeted amount. This transfer will assist in covering that overage.*
	$1,106.39	PRJ-540353 Pavement Condition Index	The funds allocated to the Pavement Condition Index are no longer needed due to the to the completion of the project and the remaining funds can support the current projects needs
Business Unit 54170 O&M 68300 CONRAC R&M Improvements			*The O & M budget line item 54170.68300 CONRAC R & M Improvements is expected to have an overage on the maintenance contract for seal coating the CONRAC parking lot. This transfer will assist in covering the overages.*
	$30,000.00	PRJ-540411 Replace (2) Automated Car Wash Units - Design	The funds allocated to the Replace (2) Automated Car Wash Units are no longer needed due to the Airport's priority shift and the remaining funds can support the current projects needs.
O&M 54110.68308 R&M HVAC			*To cover the cost of the shelf stock items that were purchased to maintain the equipment for the PC Air on a PBB (Passenger Boarding Bridge).*
	$23,514.08	PRJ-540217 PC Air For PBB	The original project amount was ultimately not enough to complete the purchase of a new PC Air unit. So, we are reprioritizing by using the funds to make significant repairs to the PC Air unit.

Agenda Transmittal Memo

Date:	June 9, 2026
Council Priority:	Business Friendly Community Fiscal Responsibility Infrastructure
Department:	Capital Projects Development and Engineering
Contact Person:	Donny Hooper, Assistant City Manager

Agenda Caption: Consider Approval - Amendment No. 1 to Agreement for Engineering Services between City of Amarillo and Kimley-Horn and Associates, Inc. This item considers the approval of Amendment No. 1 to the Agreement for Engineering Services between City of Amarillo and Kimley-Horn and Associates, Inc. This amendment will add additional scope of work to provide engineering services for the design of the 58th Avenue Sanitary Sewer Extension. The scope of work will be an amendment to the Osage Reconstruction project and includes the design of approximately 5,280 linear feet of sanitary sewer infrastructure to support planned development.
Award to: Kimley-Horn and Associates, Inc.
Amount: $246,000.00
Funding Source: Water and sewer fund reserves (CIP #PRJ-0000155)
Is the item budgeted? No

Agenda Item Summary: This item considers the approval of Amendment No. 1 to the Agreement for Engineering Services between City of Amarillo and Kimley-Horn and Associates, Inc. This amendment will add additional scope of work to provide engineering services for the design of the 58th Avenue Sanitary Sewer Extension. The scope of work will be an amendment to the Osage Reconstruction project and includes the design of approximately 5,280 linear feet of sanitary sewer infrastructure to support planned development.

Requested Action: Staff requests consideration of this item as presented.

Funding Summary: This item is not budgeted, so it will need to be funded through reserves in the water and sewer fund.

Purchasing Summary: This is an amendment to an item previously procured in accordance with State law and city policy.

Community Engagement Summary: Council discussed this item at a previous public meeting.

Staff Recommendation: Staff recommends approval as presented.

RFQ 26-24 58th St Sewer Extensions

To be awarded as one lot		Kimley Horn
Line 1 Additional Services		
1 ea		
Unit Price	$246,000.000	
Extended Price		246,000.00
Original Award		$ 309,300.00
Amendment No. 1		$ 246,000.00
Revised Amount		$ 555,300.00

Kimley Horn & Assoc
Amarillo, TX