



## PARKS AND RECREATION BOARD MEMORANDUM

**FROM:** The Office of the City Manager    **DATE:** August 4, 2025  
**SUBJECT:** Park and Recreation Facilities Development Corporation  
Proposed FY2026 Operating Budget  
**PRESENTER:** Adrien Pekurney, Director of Parks and Recreation

### **SUMMARY:**

Staff will provide a summary of the Proposed FY2025/2026 Park and Recreation Facilities Development Corporation (PRFDC) Operating Budget.

### **GENERAL DESCRIPTION:**

The Corporation was established following voter approval in January 1992 for a half-cent sales tax to fund the development and maintenance of parks and recreational facilities for the community. The Corporation meets annually to review and approve the Parks and Recreation Facility Development Capital Improvement Program Operating budget.

The PRFDC operating budget includes maintenance and operations of facilities and parks that were developed by the ½-cent sales tax. The Corporation Board is comprised of four City Council members and three Parks and Recreation Board members. Park Board members are appointed by the City Council. The three appointed Parks and Recreation Board members to serve on PRFDC Board are: Tracye Lewis, Thomas Osen and Sean Nutt.

Accomplishments since the ½-cent sales tax inception in 1992 include 528 acres of parkland acquired, offering the following parks and recreational services to our citizens:

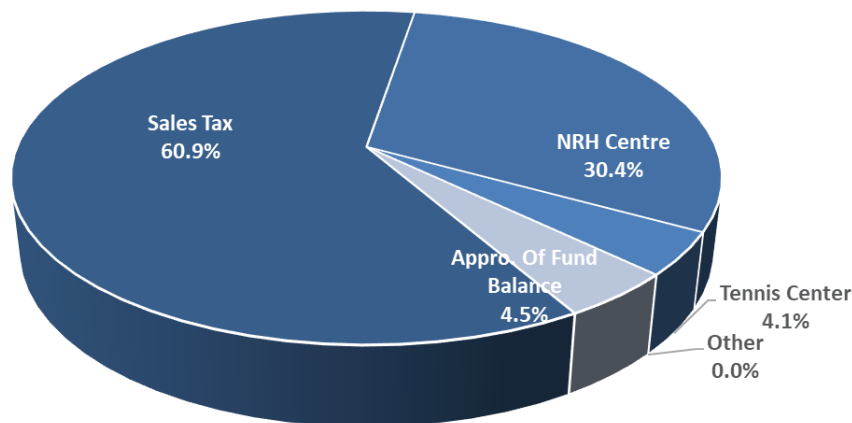
- 30 miles of multi-use trails creating a network of trails throughout the city
- 7 community parks
- 13 neighborhood parks
- 9 linear parks
- Richland Tennis Center
- NRH<sub>2</sub>O Family Water Park
- Tipps Canine Hollow Dog Park
- Davis Emerald Pocket Park
- Stormy Plaza
- Dolce Plaza
- NRH Senior Center
- Common Ground NRH Community Garden

The Corporation also provided partial funding for the development of the NRH Centre, completed in April 2012, providing state-of-the-art indoor recreation, senior and banquet/meeting facilities for the community.

State law requires that the Corporation Board hold a public hearing prior to the adoption of the budget. The Corporation Board Meeting and the public hearing for the FY2025/2026 Proposed Budget will be held Monday, September 8, and tentatively scheduled at 5:30 p.m. Updates to meeting time will be provided as finalized.

The Park Board presentation of the Park Fund FY2025/2026 Proposed Operating Budget will provide an overview for informational purposes. The following is a summary of the revenue and expenses within the Park Fund FY2025/2026 Operating budget:

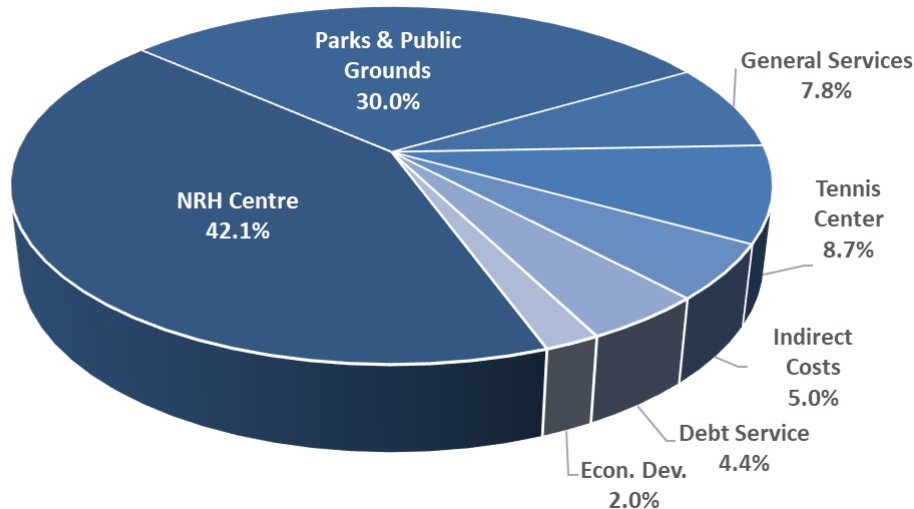
The **FY2025/2026 proposed revenues** in the Parks and Recreation Facilities Development Fund are \$12,942,635. This is a 7.6% decrease or \$1,060,230 from the FY2024/2025 Adopted Budget.



Below are the revenue highlights for the proposed FY2025/2026 Park Fund Operating Budget:

- \$280,190 increase in Sales tax due to forecasting just over a 2% higher collection trend in the coming year.
- \$6,900 increase in Other Income mostly from higher interest income based on the city's investment earnings.
- (\$103,700) decrease in projected NRH Centre revenues within passes and Grand Hall Rental revenue.
- \$554,822 increase in Appropriation of NRH Centre Fund Balance due to conversion of recurring capital projects to operating expenses proposed in FY2025/2026 that necessitate the use of the existing NRH Centre reserves.

The **FY2025/2026 proposed expenditures** in the Parks and Recreation Facilities Development Fund are \$12,381,250. This is a –11.6% decrease reduced by -\$1,621,615 below the FY2024/2025 Adopted Budget.



Below are the expenditure highlights for the proposed FY2025/2026 Park Fund Operating Budget:

- (\$103,381) decrease in personnel expenditures with transfer of Aquatic Park Sales & Marketing Manager from Fund 125 to Fund 430.
- \$82,820 increase in expenses for the NRH Centre operating areas within Fitness, Building Operations, Aquatics and Grand Hall
- (\$1,412,169) decrease transfer to Parks Capital Projects for FY2025/2026.
- (\$810,000) decrease transfer to Aquatic Park Capital Projects for FY2025/2026
- \$7,005 increase to the Economic Development Transfer
- One-time additional operating expenditures included in the proposed FY2025/2026 Park Fund operating budget include:
  - Compensation Increases for General Government Employees
  - Replacement Mowers for Parks Maintenance and Operations
  - Grand Hall Audio-Video Control System Replacement
  - Purchase of sports field paint robot machine
  - CPI Increase for Mowing and Landscaping Contract Renewals (recurring)

The FY2025/2026 proposed budget without any Council Consideration items listed below is presented with an ending balance of \$561,385.

The following items are proposed additions for City Council consideration of the FY2025/2026 operating budget:



- Park Fund's Share of Oncor's Proposed Rate Increase, \$25,607

The City Council will take formal action at the City Council Meeting on adoption of the proposed Parks and Recreation and Facilities Development Corporation budget. The selected date for this adoption is anticipated to take place on Monday, September 8, 2025.