



**FISCAL YEAR 2026 BUDGET
AMENDMENT
MID-YEAR**

PH-26-015

April 21, 2026

Budget Amendment

City policy and the City Charter authorize Council to amend the budget by ordinance

This amendment primarily addresses the transfer of excess fund balance above the 22% target to the Capital Projects Fund

Includes a limited number of routine adjustments, including transfers between departments to accommodate approved position reclassifications, as well as grant-related and accounting-related items

Required public hearing notice published April 16, 2026

Budget Amendment

General Fund

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General Fund

- Appropriating one-time uses of excess General Fund balance in accordance with City Council direction on March 24, 2026, including the transfer of excess fund balance above the 22% target to the Capital Projects Fund per Financial Governance Policy.

	FY 2026 Budget	Budget Change	Amended Budget
Fund Balance Applied	\$ -	\$ 3,297,571	
Total Revenue	\$ -	\$ 3,297,571	\$ -
Transfer to Fund 300	\$ 3,481,000	\$ 2,603,899	\$ 6,084,899
Killeen Economic Development Corp	522,473	215,000	737,473
Contract Labor (Abatements)	171,500	200,000	371,500
RM-Building (Sr. Center Roof)	18,000	155,672	173,672
RM-Infrastructure (Playground)	70,000	73,000	143,000
Innovation Black Chamber of Commerce	-	50,000	50,000
Total Expense	\$ 4,262,973	\$ 3,297,571	\$ 7,560,544

Budget Amendment

Governmental
CIP Fund

- Appropriating one-time capital project uses of excess General Fund balance in the Governmental CIP Fund, in accordance with City Council direction on March 24, 2026.

	FY 2026 Budget	Budget Change	Amended Budget
Transfer from Fund 100	\$ 3,481,000	\$ 2,603,899	\$ 6,084,899
Total Revenue	\$ 3,481,000	\$ 2,603,899	\$ 6,084,899
Contingency	\$ 735,000	\$ 1,453,899	\$ 2,188,899
Capital-Infrastructure (Solar Lighting)	-	600,000	600,000
Capital-Building (Court Upgrade)	-	550,000	550,000
Total Expense	\$ 735,000	\$ 2,603,899	\$ 3,338,899

Budget Amendment



- Revenue and corresponding program expenditures allocated in the Opioid Settlement Fund, planned for council June 16, 2026.

	FY 2026 Budget	Budget Change	Amended Budget
State Grant Reimbursement	\$ 20,000	\$ 41,376	\$ 61,376
Total Revenue	\$ 20,000	\$ 41,376	\$ 61,376
Programs	\$ 144,618	\$ 41,376	\$ 185,994
Total Expense	\$ 144,618	\$ 41,376	\$ 185,994

Budget Amendment

Special Revenue Funds

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CDBG Fund

- Recognition of CDBG revenue in FY 2026 with corresponding appropriation to enable future reprogramming \$49,658
- Appropriation to correct budgets and reconcile with FY 2024–25 CDBG funds in the U.S. Treasury system \$11,905

	FY 2026 Budget	Budget Change	Amended Budget
Federal Grant/Reimbursement	\$ 1,480,544	\$ 61,563	\$ 1,542,107
Total Revenue	\$ 1,480,544	\$ 61,563	\$ 1,542,107
Programs	\$ 4,622	\$ 61,563	\$ 66,185
Total Expense	\$ 4,622	\$ 61,563	\$ 66,185

Budget Amendment

Enterprise Funds

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Golf Course Fund

- Appropriating funds in the Golf Course Fund to replace a damaged structural column at the clubhouse

	FY 2026 Budget	Budget Change	Amended Budget
Fund Balance Applied	\$ -	\$ 6,970	
Total Revenue	\$ -	\$ 6,970	\$ -
RM-Building	\$ 10,418	\$ 6,970	\$ 17,388
Total Expense	\$ 10,418	\$ 6,970	\$ 17,388

Budget Amendment

Enterprise Funds

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Aviation
Fund

- Transfer of excess fund balance above 22% to Aviation CIP Fund per Financial Governance Policy.

	FY 2026 Budget	Budget Change	Amended Budget
Fund Balance Applied	\$ -	\$ 1,328,029	
Total Revenue	\$ -	\$ 1,328,029	\$ -
Transfer to Fund 340	\$ 371,143	\$ 1,328,029	\$ 1,699,172
Total Expense	\$ 371,143	\$ 1,328,029	\$ 1,699,172

Budget Amendment



- Transfer of excess fund balance above 22% to Aviation CIP Fund per Financial Governance Policy.

	FY 2026 Budget	Budget Change	Amended Budget
Transfer from Fund 525	\$ 371,143	\$ 1,328,029	\$ 1,699,172
Total Revenue	\$ 371,143	\$ 1,328,029	\$ 1,699,172
Fund Balance Added	\$ -	\$ 1,328,029	
Total Expense	\$ -	\$ 1,328,029	\$ -

Budget Amendment

Aviation AIP Fund

- Appropriating funds in the Aviation AIP Grant Fund for a design-build agreement with Synergy Commercial Construction for the construction of two box hangars at Skylark Field Airport, pursuant to Resolution No. 26-040R.

	FY 2026 Budget	Budget Change	Amended Budget
Federal Grant/Reimbursement	\$ -	\$ 178,750	\$ 178,750
Total Revenue	\$ -	\$ 178,750	\$ 178,750
Construction	\$ -	\$ 178,750	\$ 178,750
Total Expense	\$ -	\$ 178,750	\$ 178,750

Budget Amendment

Aviation CFC Fund

- Appropriating funds in the CFC Fund for consulting services in support of airport development initiatives, consistent with the authorized use of Customer Facility Charges pursuant to Resolution No. RS-18-094.

	FY 2026 Budget	Budget Change	Amended Budget
Fund Balance Applied	\$ -	\$ 18,000	
Total Revenue	\$ -	\$ 18,000	\$ -
Consulting	\$ -	\$ 18,000	\$ 18,000
Total Expense	\$ -	\$ 18,000	\$ 18,000

Budget Amendment

CO Fund,
Series 2025

- Transfer Golf Course Renovation CIP project from Fund 307 (CO Series 2025) to Fund 331 (CO Series 2025 – Golf Course) to align with proper fund accounting and project tracking.

Certificates of Obligation, Series 2025

	FY 2026 Budget	Budget Change	Amended Budget
Capital-Design/Engineering	\$ 10,099	\$ (10,099)	\$ -
Capital-Construction	\$ 2,965,000	\$ (2,965,000)	\$ -
Transfer to Fund 331	\$ -	\$ 2,975,099	\$ 2,975,099
Total Expense	\$ 2,975,099	\$ -	\$ 2,975,099

Certificates of Obligation, Series 2025 (Golf Course)

	FY 2026 Budget	Budget Change	Amended Budget
Transfer from Fund 307	\$ -	\$ 2,975,099	\$ 2,975,099
Total Revenue	\$ -	\$ 2,975,099	\$ 2,975,099

Capital-Design/Engineering	\$ -	\$ 10,099	\$ 10,099
Capital-Construction	\$ -	\$ 2,965,000	\$ 2,965,000
Total Expense	\$ -	\$ 2,975,099	\$ 2,975,099

Budget Amendment

Budget Change Summary

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Revenue	Adopted Budget	CIP Roll	Carry Forward	Mid-Year	Amended Budget
General Fund	133,347,455	-	58,278	-	133,405,733
Enterprise Funds	95,000,712	-	-	-	95,000,712
Capital Project Funds	24,509,303	9,312,808	1,908,875	7,085,777	42,816,763
Special Revenue Funds	25,913,685	-	532,672	102,939	26,549,296
Internal Service Funds	22,340,464	-	-	-	22,340,464
Debt Service Fund	20,396,741	-	-	-	20,396,741
<i>*Fund Balance Applied/(Added)</i>	17,600,458	173,805,675	1,264,231	3,326,542	195,996,906
Total	\$ 339,108,818	\$ 183,118,483	\$ 3,764,056	\$ 10,515,258	\$ 536,506,615
Expenditure	Adopted Budget	CIP Roll	Carry Forward	Mid-Year	Amended Budget
General Fund	133,347,455	-	706,213	3,297,571	137,351,239
Enterprise Funds	94,599,209	-	246,777	1,334,999	96,180,985
Capital Project Funds	39,357,498	173,140,657	2,041,426	5,779,749	220,319,330
Special Revenue Funds	27,376,529	9,977,826	769,640	102,939	38,226,934
Internal Service Funds	23,340,569	-	-	-	23,340,569
Debt Service Fund	21,087,558	-	-	-	21,087,558
Total	\$ 339,108,818	\$ 183,118,483	\$ 3,764,056	\$ 10,515,258	\$ 536,506,615

**Fund Balance Applied/(Added) reflects the difference between revenues and expenditures. Positive amounts represent prior-year revenues held in reserve and appropriated in the current year to support multi-year projects (including CIP rollovers). Negative amounts represent current-year revenues exceeding expenditures, which are added to reserves.*

Recommendation

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City Council approve the ordinance amending the FY 2026 Annual Budget