



Agenda Item Report

Legislative Board: City Council
Date: July 21, 2026
Contact: Micah Grau
Agenda Item ID / Number: 2025-567- / I.2

ITEM TITLE: Deliberation and possible action to consider an Ordinance on first and final reading and to adopt said Ordinance approving and adopting the 2026 Service Plan Update and 2026 Assessment Roll for the Persimmon Public Improvement District (City Manager Micah Grau and Finance Director Bianca Redmon) [PUBLIC TESTIMONY]

1. EXECUTIVE SUMMARY

This item is the statutorily required Annual Service and Assessment Plan Update as outlined in the January 21, 2025, Ordinance establishing the Public Improvement District. The SAP establishes the financial plan for the Public Improvement District for the year. The SAP update was created by the City's contractor P3 Works to satisfy the annual plan requirement under state law.

2. BACKGROUND/HISTORY

On September 17, 2024, the City Council passed and adopted Resolution No. 2024-R-43 which authorized the Persimmon Public Improvement District (PID) (the "District") in accordance with the City Council's findings as to the advisability of the public improvement projects described in the Petition and as to the advisability of creating the District; and

On January 21, 2025, the City Council approved Ordinances No. 2025-10 and No. 2025-11, and the Service and Assessment Plan (SAP) for the District, adopting an Assessment Roll.

3. ANALYSIS

Please see the attached Service and Assessment Plan (SAP) update for more information. Two PID-backed bonds were previously issued including Improvement Area #1 and Major Improvement Area. Proceeds from the Major Improvement Area are used to finance large capital improvements that serve the entire development such as major roadways whereas Improvement Area #1 is used to pay for infrastructure in a specific development area.

4. FINANCIAL IMPACT

The Service and Assessment Plan must cover a period of at least five years and must also define the annual indebtedness and projected costs for improvements and such Service and Assessment Plan must be reviewed and updated annually for the purpose of determining the annual budget for improvements.

5. STRATEGIC PLAN/GOALS

EXCEPTIONAL CITY SERVICES

6. STRATEGIC PLAN OBJECTIVES

Not applicable

7. PROS AND CONS

Not applicable

8. ALTERNATIVES

Not applicable

9. REQUESTED ACTION / SUGGESTED MOTION / RECOMMENDATION

Staff seeks Council's direction to adopt or reject the approval of the Ordinance.

Attachments:

[Ordinance - Persimmon SAP 2026.pdf](#)

[Exhibit A - Buda Persimmon 2026 SAP Update](#)