# Weatherford Municipal Utility Board

## AGENDA REPORT

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| **Meeting Date:** | April 24, 2025 | **Staff Contact:** | Ashley Esquivel, Budget Coordinator |
| **Item Number:** | 2025-207-AR | **Phone:** | 817-598-4222 |

**SUBJECT:** Consider and/or act upon approval of Resolution R2025-05 amending the FY25 Adopted Utility Budget.

**BACKGROUND/DISCUSSION**

The FY25 adopted budget functions as the Utility Board's primary financial planning instrument, authorizing funding for approved policies and programs. While based on thorough analysis and projections, the budget occasionally requires adjustments to address emerging needs and maintain optimal fund balances.
Staff has identified that the Electric Rate Stabilization Fund is approaching its maximum target threshold. To maintain compliance with fund policies, a reallocation is necessary.

Staff recommends a budget modification to transfer $5.0 million from the Electric Rate Stabilization Fund to the Electric Capital Reserve. This reallocation will prevent the Rate Stabilization Fund from exceeding its maximum target limits while strengthening the capital reserve position.

This reallocation is permitted under the Electric Rate Stabilization Fund Policy (adopted October 2023), which grants the Municipal Utility Board authority to redirect funds as needed.

**FINANCIAL IMPACT**

If approved, the recommended budget amendment would result in an increase in budgeted expenditures of approximately $5.0 million to the Utility Fund, all of which are funded through the use of rate revenues.

**SUGGESTED ACTION**

Staff recommends approval of Resolution R2025-05 adopting an amended budget for the fiscal year ending September 30, 2025.

**ATTACHMENTS**

- Resolution R2025-05.pdf
- 2nd Quarter Budget Status Report.pdf