

# REVENUE

## REVENUE SECTION OVERVIEW

The Revenue Detail Section provides the basis for establishing the FY 2025-26 revenue projections. Included in this section are the major General Fund revenues of Property Tax, Sales Tax, as well as revenues from charges for current services. Also highlighted are revenue projections for the City’s Enterprise Funds including Hotel Occupancy Tax, Sanitation Services, Planning and Development, Private Disposal, Storm Drainage Management, and Water/Wastewater and Other Funds within the City including the Environmental Clean-up Special Revenue Fund and the 9-1-1 Systems Operations Fund.

The revenue budgets for FY 2025-26 are based on projections developed by both the Office of Budget and Management Services (BMS) and the responsible departments. Most revenue projections are based on historical trends and known policy changes; however, since a single method of projecting revenue is not feasible, each source is considered on its own merit and projected accordingly. For those revenues closely tied to economic conditions such as Sales Tax and the Hotel Occupancy Tax, additional factors including projected inflation, unemployment rates, and economic growth are considered.

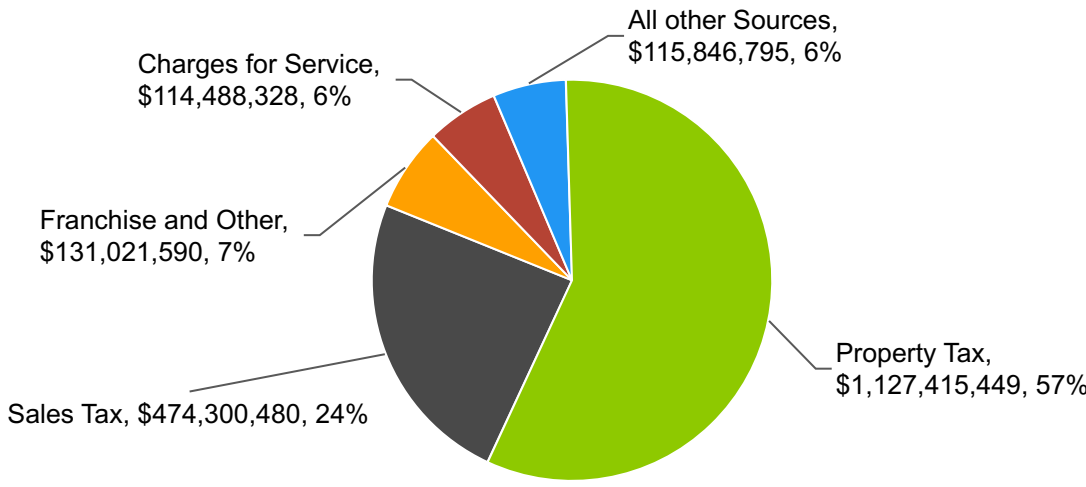
## GENERAL FUND REVENUES

The revenue sources described in this section account for the City’s total General Fund operating revenues and a portion of tax-supported debt service revenues.

The table and chart below provide a summary of General Fund revenue by revenue category, and the following sections provide more insight into the City’s budget.

Source	FY 2024-25 Amended	FY 2024-25 Forecast	FY 2025-26 Budget	FY 2026-27 Planned
Property Tax	1,081,975,899	1,073,079,931	1,127,415,449	1,178,018,517
Sales Tax	463,804,071	459,149,217	474,300,480	497,865,952
Franchise & Other	130,942,280	132,515,763	131,021,590	130,663,824
Charges for Service	110,304,724	115,942,837	114,488,328	115,141,348
Fines & Forfeitures	19,435,050	20,078,298	19,394,949	19,872,029
Operating Transfers In	34,595,846	34,595,846	25,473,411	38,391,658
Intergovernmental	21,918,094	23,454,980	23,077,862	23,080,600
Miscellaneous	6,369,353	4,240,514	4,788,843	4,788,284
Licenses & Permits	14,478,369	14,693,025	15,111,730	15,117,430
Interest	20,000,000	26,655,199	28,000,000	28,000,000
<b>Total General Fund</b>	<b>\$1,903,823,686</b>	<b>\$1,904,405,610</b>	<b>\$1,963,072,642</b>	<b>\$2,050,939,642</b>

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## Property Tax

Property tax revenue consists of five categories: current year, prior year, special inventory tax, refunds, and penalty and interest revenue. In FY 2025-26, total current year property tax revenue accounts for \$1,546,553,268 of budgeted revenue and supports both the General Fund (\$1,123,176,565) and the General Obligation Debt Service Fund (\$423,376,703).

Current year property taxes are based on: (1) exemptions allowed by state law and approved by the City Council, (2) the value of property as certified by the appraisal districts, and (3) the tax rate set by the City Council each September.

Ad valorem (property) taxes act as an enforceable lien on property as of January 1 each year. The City's property tax is levied each September on the assessed value listed as of the prior January 1 for all real property and income-producing personal property located in the city. The appraisal districts in the four counties in which Dallas is located establish the assessed values.

The City is permitted by Article XI, Section 5, of the State of Texas Constitution to levy taxes up to \$2.50 per \$100 of assessed valuation for general governmental services, including the payment of principal and interest on general obligation long-term debt. Taxes are due October 1 after the September levy and are considered delinquent after January 31 of each year. Based upon historical collection trends, current year property tax revenues are estimated to be 97.73% of levy. Prior year taxes, penalties and interest, special inventory tax, and refunds typically produce additional revenues each year.

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Residential property exemptions also reduce the tax burden on property owners by exempting a portion of their property value from being taxed. As approved by City Council on April 13, 1988, the City grants a homestead exemption of 20% of the market value (the maximum allowed by state law) of residence homesteads or \$5,000, whichever is greater. To qualify for this exemption, the property must be owned and occupied as the owner’s principal residence on January 1, and the application must be submitted or postmarked by May 1 of the year for which the exemption is requested. Once an exemption is allowed on a homestead, it will be allowed each year until the property changes ownership or the use of property changes.

Additionally, the City offers an over 65/disabled exemption. On June 11, 2025, City Council also passed a resolution increasing the tax limitation on homesteads of taxpayers who are disabled or age 65 or older from \$153,400 to \$175,000.

Additional state-mandated exemptions are also available for disabled veterans, and some surviving spouses. On February 14, 2024, the City Council authorized an optional child-care facilities exemption of 100% for qualifying child-care facilities as defined in the Texas Tax Code beginning with the 2024 tax year (fiscal year beginning October 1, 2024).

Beginning in FY 2020-21, the Texas Property Tax Reform and Transparency Act of 2019 (SB 2) caps the City’s ability to grow property tax revenue at 3.5%, plus the unused increment rate, if applicable, without seeking voter approval. Exceeding the cap requires an election on the November uniform election date. Previously, voters could petition for an election if the rate exceeded 8%.

Property values continue to grow and were certified by July 25, 2025, by the four appraisal districts within which Dallas resides. The appraisal review board must resolve timely protests by July 20, so the chief appraiser can approve appraisal records, certify tax rolls, and provide them to the City by July 25. The City uses the appraised values of properties in the counties of Collin, Dallas, Denton, and Rockwall.

The 2025 certified value is \$226,456,133,434 or 5.3% more than the 2024 certified values.

Appraisal District	2024 Certified Value	2025 Certified Value	Value Change	Percent Change
Dallas	204,957,483,633	216,116,743,744	11,159,260,111	5.4%
Collin	7,767,321,173	7,910,399,463	143,078,290	1.8%
Denton	2,406,462,017	2,411,151,109	4,689,092	0.2%
Rockwall	16,582,056	17,839,118	1,257,062	7.6%
<b>Total General Fund</b>	<b>\$215,147,848,879</b>	<b>\$226,456,133,434</b>	<b>\$11,308,284,555</b>	<b>5.3%</b>

The FY 2025-26 budget includes a reduction in the property tax rate from 70.47 cents to 69.88 cents per \$100 of valuation – a 0.59 cent decrease.

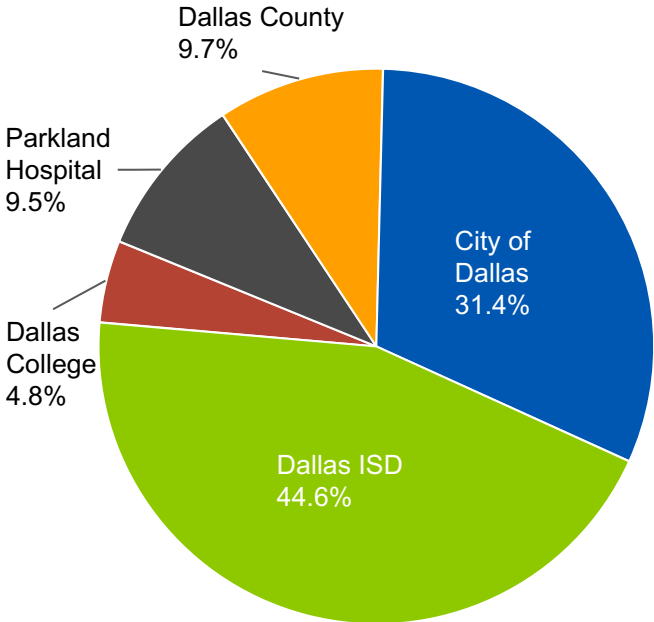
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Fiscal Year	Tax Rate	Certified Value	% Change
1984-85	49.18	\$40,696,478,933	
1985-86	49.18	\$45,065,748,235	10.74%
1986-87	50.30	\$49,348,657,661	9.50%
1987-88	53.72	\$47,215,055,132	-4.32%
1988-89	53.72	\$50,562,923,074	7.09%
1989-90	58.83	\$47,583,713,419	-5.89%
1990-91	62.97	\$46,209,305,261	-2.89%
1991-92	62.97	\$44,334,936,497	-4.06%
1992-93	67.44	\$41,575,371,885	-6.22%
1993-94	67.44	\$40,539,541,885	-2.49%
1994-95	67.44	\$40,724,172,941	0.46%
1995-96	67.22	\$42,227,901,516	3.69%
1996-97	67.01	\$44,050,335,895	4.32%
1997-98	65.16	\$48,049,433,329	9.08%
1998-99	64.91	\$52,677,672,716	9.63%
1999-00	66.75	\$56,109,156,774	6.51%
2000-01	66.75	\$60,178,611,626	7.25%
2001-02	66.75	\$65,218,425,933	8.37%
2002-03	69.98	\$66,483,637,119	1.94%
2003-04	69.98	\$66,501,655,057	0.03%
2004-05	71.97	\$67,579,877,637	1.62%
2005-06	74.17	\$70,843,801,880	4.83%
2006-07	72.92	\$76,792,536,880	8.40%
2007-08	74.79	\$84,526,933,754	10.07%
2008-09	74.79	\$90,477,932,550	7.04%
2009-10	74.79	\$87,264,095,461	-3.55%
2010-11	79.70	\$83,425,479,138	-4.40%
2011-12	79.70	\$81,993,746,356	-1.72%
2012-13	79.70	\$83,681,721,883	2.06%
2013-14	79.70	\$87,251,522,141	4.27%
2014-15	79.70	\$93,138,210,535	6.75%
2015-16	79.70	\$100,318,936,973	7.71%
2016-17	78.25	\$110,387,629,086	10.04%
2017-18	78.04	\$118,314,677,595	7.18%
2018-19	77.67	\$130,080,986,261	9.94%
2019-20	77.66	\$140,237,631,635	7.81%
2020-21	77.63	\$149,136,781,320	6.35%
2021-22	77.33	\$155,938,191,755	4.56%
2022-23	74.58	\$179,433,592,088	15.07%
2023-24	73.57	\$198,272,090,573	10.50%
2024-25	70.47	\$215,147,848,879	8.51%
2025-26	69.88	\$226,456,133,434	5.26%
2026-27*	69.88	\$237,882,098,104	5.05%

\*Projection assumes a 3.5% reappraisal growth and \$3.5 billion, representing a 13.1% anticipated decrease in new construction, in FY 2026-27.

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Property taxes are paid not only to the City of Dallas, but also to other jurisdictions, including the Dallas Independent School District (DISD), Dallas County, Parkland Hospital, and Dallas College (formerly DCCCD). Each jurisdiction sets its own tax rate. The largest share of a Dallas homeowner's property taxes is for the school district. The graphic shows the share of your tax bill paid to each jurisdiction, assuming the property is located within Dallas County and Dallas Independent School District (DISD). Dallas extends to four counties and 16 school districts, so percentages may vary, depending on where your property is located.



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## Taxpayer Impact Statement

Estimated Annual Impact of Rate and Fee Changes on a Typical Residential Ratepayer

Service or Fee	FY 2024-25 Yearly Rate	FY 2025-26 Proposed Rate	Annual Change	How we defined "typical"
Water and Wastewater	\$867.84	\$926.40	\$58.56	Residential customer usage of 8,300 gallons of water and 5,300 gallons of wastewater.
Stormwater	\$121.92	\$128.64	\$6.72	Residential customer with 2,000 to 5,500 sq. ft. of impervious cover.
Sanitation	\$476.76	\$481.08	\$4.32	Per single-family home.
Environmental Clean-up Fee	\$36.00	\$36.00	\$0.00	Per single-family home.
Property Tax	\$2,151.04	\$2,135.59	\$(15.45)	A home with an estimated median taxable value of \$305,236, net of 20% homestead exemption. *
<b>TOTAL YEARLY IMPACT</b>	<b>\$3,653.56</b>	<b>\$3,707.71</b>	<b>\$54.15</b>	<b>Combined projection increase of 1.6%</b>

Estimated Annual Impact of Property Tax Rate (\$0.6988) on a Typical Homestead

**NON-SENIOR HOMESTEADS** General homestead exemption of 20% of assessed value

Property Valuation			Property Tax Bill (Annual)		
Fiscal Year	Median Market Value	Assessed Value	Current vs. Proposed Tax Rate	No-New-Revenue Tax Rate**	Voter-Approval Tax Rate***
FY 2024-25	\$381,545.00	\$305,236.00	\$2,151.04	\$2,161.99	\$2,151.04
FY 2025-26	\$382,010.00	\$305,608.00	\$2,135.59	\$2,057.34	\$2,180.79

General homestead exemption of 20% of assessed value

**SENIOR HOMESTEADS** Senior/disabled homestead exemption of \$175,000

Property Valuation			Property Tax Bill (Annual)		
Fiscal Year	Median Market Value	Assessed Value	Current vs. Proposed Tax Rate	No-New-Revenue Tax Rate**	Voter-Approval Tax Rate***
FY 2024-25	\$381,545.00	\$151,836.00	\$1,070.01	\$1,075.46	\$1,070.01
FY 2025-26	\$382,010.00	\$130,608.00	\$912.69	\$879.25	\$932.00

Definitions

\*Based on FY 2025-26 median market value of \$382,010.

\*\***No-New-Revenue Tax Rate:** Tax rate that generates the same amount of revenue in the new year on property taxed in the previous year.

\*\*\***Voter-Approval Tax Rate:** Tax rate that generates the same amount of revenue in the new year on property taxed in the previous year plus 3.5% growth and the additional revenue needed to pay the City's debt service.

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## Sales Tax

The sales tax rate in Dallas is 8.25% of taxable goods or services sold within city limits. The tax is collected by the retailer at the point of sale and forwarded to the Texas Comptroller on a monthly or quarterly basis. Of the 8.25% collected, the state retains 6.25% and distributes 1% to the City of Dallas and 1% to the Dallas Area Rapid Transit (DART) transportation authority.

Sales tax revenues are historically volatile; therefore, actual collections may differ significantly from budgeted. The FY 2025-26 sales tax forecast is \$474,300,480, a 3.30% increase from the current year forecast of \$459,149,217.

The table below shows the City's FY 2025-26 and FY 2026-27 projected sales tax revenues relative to FY 2024-25's budget and historical actuals.

Fiscal Year	Sales Tax Revenues	% Change
1984-85	\$113,944,000	-
1985-86	\$111,859,058	-1.83%
1986-87	\$104,366,695	-6.70%
1987-88	\$110,960,785	6.32%
1988-89	\$117,433,971	5.83%
1989-90	\$126,931,843	8.09%
1990-91	\$134,611,755	6.05%
1991-92	\$125,401,998	-6.84%
1992-93	\$136,252,909	8.65%
1993-94	\$144,994,725	6.42%
1994-95	\$151,147,620	4.24%
1995-96	\$164,550,047	8.87%
1996-97	\$173,032,255	5.15%
1997-98	\$188,816,678	9.12%
1998-99	\$195,402,277	3.49%
1999-00	\$216,933,486	11.02%
2000-01	\$210,748,994	-2.85%
2001-02	\$194,132,603	-7.88%
2002-03	\$183,229,590	-5.62%
2003-04	\$194,988,837	6.42%
2004-05	\$198,441,476	1.77%
2005-06	\$217,240,592	9.47%
2006-07	\$222,926,951	2.62%
2007-08	\$229,856,739	3.11%
2008-09	\$206,914,022	-9.98%
2009-10	\$204,677,318	-1.08%
2010-11	\$215,893,045	5.48%
2011-12	\$229,577,155	6.34%
2012-13	\$241,946,140	5.39%
2013-14	\$255,716,128	5.69%
2014-15	\$273,499,269	6.95%
2015-16	\$283,917,872	3.81%
2016-17	\$293,610,565	3.41%

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Fiscal Year	Sales Tax Revenues	% Change
2017-18	\$305,397,783	4.01%
2018-19	\$313,460,750	2.64%
2019-20	\$310,737,497	-1.33%
2020-21	\$354,287,641	8.64%
2021-22	\$407,309,124	11.77%
2022-23	\$425,543,231	4.48%
2023-24	\$439,665,818	3.32%
2024-25*	\$459,149,217	4.43%
2025-26*	\$474,300,480	3.30%
2026-27*	\$497,865,952	4.97%

\* Projected revenues

## OTHER GENERAL FUND REVENUES

In total, General Fund revenues account for approximately \$2.0 billion each year, and are used to fund various General Fund expenses. Property tax and sales tax revenues account for 82% of all General Fund revenues. Other notable revenues are explained further in the subsections below.

### Ambulance Revenues

Dallas Fire-Rescue (DFR) provides emergency ambulance services to anyone requesting aid within city boundaries. Emergency medical staff transport the individual(s) to a hospital providing emergency aid for a transport charge, plus itemized charges. The transport charge for residents is \$1,473 and \$1,868 for non-residents per transport. In order to achieve 100% cost recovery, reasonable cost of any expendable items that are medically required to be used on a person transported by ambulance or treated without being transported by ambulance are also allowed to be considered. This includes, but is not limited to drugs, dressings and bandages, airways, oxygen masks, intravenous fluids and equipment, syringes, and needles are also allowed. The fee for treatment/non-transport services is \$125.

The billing and collection of ambulance fees and additional supplemental payment from the federal government are provided by vendors contracted by the City. Historical information is used to project the gross amount billed, and a projected collection rate is applied to this amount to estimate revenue for the upcoming fiscal year.

The budget also includes projected reimbursement revenue through the Ambulance Services Supplemental Payment Program (ASSPP) approved by the federal government through the Texas Health and Human Services Commission. The ASSPP program allows governmental ambulance providers to recover a portion of the cost of providing services to Medicaid, Medicaid Managed Care, and uninsured patients. The reimbursement percentage is set by the federal government.

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## *Municipal Court Revenues*

Municipal Court and Detention Services collects fines and fees on Class C misdemeanors, including traffic violations and state law and city ordinance violations. Delinquent accounts receive a warrant and are contacted via mail and text message. Defendants who do not respond to these efforts are pursued through the Marshal's Office and forwarded to a third-party collection agency, where a 30% fee is assessed to their case. The methodology used to project Municipal Court revenues is a combination of projecting future citation volumes and factoring in future collection rates per citation.

## *Franchise Fee Revenues*

The City maintains non-exclusive franchise agreements with utilities and other service providers, such as solid waste haulers, that use the City's rights of way to provide services to the public. These franchise agreements provide for compensation to the City in the form of franchise fees. These fees are in lieu of all other fees and charges related to the use of the rights of way but in addition to sales and ad valorem taxes.

Generally, franchise fees are calculated based on a percentage of the companies' gross receipts from doing business in Dallas. Private solid waste companies pay a 6% of gross revenues franchise fee to operate in the City of Dallas and to use the City's right-of-way. The current rate for solid waste haulers had not changed for 17 years (until 2024), since 2007 while the City's cost to resurface the right-of-way has increased significantly.

Cable TV providers such as Time Warner and Frontier Communications also pay a quarterly fee equal to 5% of gross receipts, due 45 days after the end of the period covered. Certificated telecommunications providers, however, do not pay franchise fees to the City. Pursuant to Local Government Code 283, telecommunications providers instead compensate the City for use of right-of-way on a per-access line basis. These fees are to be paid to the City 45 days after the end of each calendar quarter.

Under Texas Senate Bill (SB) 1152, effective January 1, 2020, companies that provide both telecommunications and cable TV services are exempt from paying the lesser of these two fees. All cable TV providers currently serving Dallas also provide telecommunications services and are now exempt from paying the lesser of Cable franchise or Telecommunications access line fees.

Franchise fees from Atmos Energy are also 5% of gross receipts, paid quarterly. Franchise fees from Oncor Electric Delivery are based on a fee per kilowatt hour consumed and are projected using historical data, trended forward using statistical analysis and normalized for weather.

## *Fines and Forfeiture Revenues*

**Private Property Impound Fees:** Dallas City Code Section 48A-43 sets the maximum towing service fee for non-consensual or Private Property Impound (PPI) tows. The current fees were adopted by the City Council on October 11, 2009. The Texas Occupations Section 2308.202 allows municipalities to regulate fees when the fees are authorized by Texas Department of Licensing and Regulation (TDLR) rule, and do not exceed the maximum amount authorized by commission rule. The budget increases the fees for PPI, as detailed below.

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Fee	Current Fee	New Fee*	State Maximum
Private Property Impound Fees - Light Duty	\$121	\$165	\$272
Private Property Impound Fees - Medium Duty	\$191	\$285	\$380
Private Property Impound Fees - Heavy Duty Maximum Per Unit	\$445	\$489	\$489
Private Property Impound Fees - Heavy Duty Maximum Per Tow	N/A	\$978	\$978

\*The New fees do not exceed today's dollars adjusted for inflation

## ANNUAL FEE CHANGES

The City's Financial Management Performance Criterion (FMPC) #12 states an annual review of selected fees and charges is required to determine whether the City is recovering the full cost of services. Per the policy, we will review all fees at least once every four years and propose changes to achieve full cost recovery or based on other City objectives. Below is a list of fees reviewed, effective October 1, 2025, and the impact the changes may have on the various City services associated with user fees. Wrecker and Personal Property Impoundment Fees are subject to State regulation in FY 2025-26.

*Code Compliance: \$1,240,783 increase in revenue*

Fee Studied	Current Fee	Full Cost	New Fee	Recovery Rate
Food protection Central Business District Concession License - Private Property	\$150	\$151	\$151	100%
Food protection Central Business District Concession License - Public Property	\$600	\$601	\$601	100%
Food Protection Restaurant Permit Fees	\$591	\$592	\$592	100%
Food Protection Food Service Manager Registration*	\$0	\$63	\$0	0%
Food Protection Food permit Application Fee	\$197	\$198	\$198	100%
Food Protection Food permit Application Fee - Food Prep, Hot Truck	\$481	\$482	\$482	100%
Food Protection Food permit Application Fee - Same Ownership	\$220	\$221	\$221	100%
Food Protection Late Food Inspection Permit Fee	\$199	\$200	\$200	100%
Food Protection Annual Inspection Fee Level I (1-2,000 sq. ft.)	\$283	\$284	\$284	100%
Food Protection Annual Inspection Fee Level I (>2,000 sq. ft.)	\$310	\$311	\$311	100%
Food Protection Annual Inspection Fee Level II (1-2,000 sq. ft.)	\$283	\$284	\$284	100%

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Fee Studied	Current Fee	Full Cost	New Fee	Recovery Rate
Food Protection Annual Inspection Fee Level II (>2,000 sq. ft.)	\$308	\$309	\$309	100%
Food Protection Annual Inspection Fee Level III (1-2,000 sq. ft.)	\$468	\$469	\$469	100%
Food Protection Annual Inspection Fee Level III (>2,000 sq. ft.)	\$513	\$514	\$514	100%
Food Protection Mobile Food Unit Permit Fee Catering Vehicle	\$311	\$312	\$312	100%
Food Protection Mobile Food Unit Permit Fee General Service	\$408	\$409	\$409	100%
Food Protection Mobile Food Unit Permit Fee Limited Services Carts	\$382	\$383	\$383	100%
Food Protection Mobile Food Unit Permit Fee Vehicle Inspection	\$330	\$331	\$331	100%
Food Protection Temporary Food Vendor Permit	\$217	\$218	\$218	100%
Food Protection Temporary Food Vendor Permit each Event day	\$28	\$29	\$29	100%
Food Protection Temporary Food Vendor Permit Neigh. Farmers Market	\$100	\$101	\$101	100%
Food Protection Temporary Food Vendor Permit P&R concessionaire	\$356	\$357	\$357	100%
Food Protection Temporary Food Vendor Permit School Stadium Concessionaire	\$388	\$389	\$389	100%
Food Protection Mobile Kiosk/Coffee Cart Inspection Fee	\$404	\$407	\$407	100%
Food Protection Mobile Kiosk/Coffee Cart Plan Review Fee	\$562	\$564	\$564	100%
Habitual Nuisance Abatement - Residential (0-2 units)	\$268	\$1,003	\$1,003	100%
Habitual Nuisance Abatement - Residential (3-20)	\$449	\$1,602	\$1,602	100%
Habitual Nuisance Abatement - Residential (21-59)	\$557	\$1,699	\$1,699	100%
Habitual Nuisance Abatement - Residential (60-250)	\$717	\$1,833	\$1,833	100%
Habitual Nuisance Abatement - Residential (251-500)	\$943	\$3,016	\$3,016	100%
Habitual Nuisance Abatement - Residential (501-1000)	\$936	\$2,999	\$2,999	100%
Habitual Nuisance Abatement - Residential (1,001 or more)	\$1,054	\$3,099	\$3,099	100%
Habitual Nuisance Abatement Nonresidential (0-4,999 square feet)	\$454	\$1,599	\$1,599	100%
Habitual Nuisance Abatement Nonresidential (5,000-9,999)	\$552	\$1,682	\$1,682	100%
Habitual Nuisance Abatement Nonresidential (10,000-59,999)	\$682	\$1,790	\$1,790	100%
Habitual Nuisance Abatement Nonresidential (60,000-99,999)	\$890	\$3,225	\$3,225	100%
Habitual Nuisance Abatement Nonresidential (100,000 or more)	\$949	\$3,274	\$3,274	100%

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*Dallas Police Department: \$452,695 increase in revenue*

Fee Studied	Current Fee	Full Cost	New Fee	Recovery Rate
Multi-tenant Registration Fee per Unit	\$6	\$13	\$13	100%
Food Protection Restaurant Re-inspection Fee	\$191	\$192	\$192	100%
Food Protection Pre-closure	\$158	\$158	\$158	100%
Food Protection Non-time and Temperature Controlled (TCS) Product Sampling	\$204	\$205	\$205	100%
Habitual Criminal Property - Residential Units 0 - 2 units	\$268	\$3,332	\$3,332	100%
Habitual Criminal Property - Residential Units 3 - 20 units	\$449	\$6,029	\$6,029	100%
Habitual Criminal Property - Residential Units 21 - 59 units	\$557	\$7,620	\$7,620	100%
Habitual Criminal Property - Residential Units 60 - 250 units	\$717	\$9,722	\$9,722	100%
Habitual Criminal Property - Residential Units 251 - 500 units	\$943	\$12,184	\$12,184	100%
Habitual Criminal Property - Residential Units 501 - 1,000 units	\$936	\$11,016	\$11,016	100%
Habitual Criminal Property - Residential Units 1,001 or more units	\$1,054	\$12,276	\$12,276	100%
Habitual Criminal Property Nonresidential - Square Footage 0 - 4,999 square feet	\$454	\$5,342	\$5,342	100%
Habitual Criminal Property Nonresidential - Square Footage 5,000 - 9,999 square feet	\$552	\$6,461	\$6,461	100%
Habitual Criminal Property Nonresidential - Square Footage 10,000 - 59,999 square feet	\$682	\$7,730	\$7,730	100%
Habitual Criminal Property Nonresidential - Square Footage 60,000 - 99,999 square feet	\$890	\$9,629	\$9,629	100%
Habitual Criminal Property Nonresidential - Square Footage 100,000 or more square feet	\$949	\$11,067	\$11,067	100%
Police Vice Dance Hall Permits - Class A	\$526	\$817	\$817	100%
Police Vice Dance Hall Permits - Class B	\$526	\$801	\$801	100%
Police Vice Dance Hall Permits - Class C	\$526	\$801	\$801	100%
Police Vice Dance Hall Permits - Class E	\$526	\$801	\$801	100%
Police Vice Dance Hall Permits - Late Hour Permit	\$526	\$817	\$817	100%
Police Vice Billiard Hall License	\$52	\$46	\$46	100%
Police Vice Coin-operated amusement license	\$39	\$25	\$25	100%
Police Vice Annual fee for sexually oriented business license	\$696	\$1,907	\$1,907	100%
One-time fee for survey by city of each Class E or late-hours dance hall location	\$2,375	\$1,908	\$1,908	100%
Sexually oriented business surveys	\$1,198	\$1,107	\$1,107	100%
Wrecker Fees Notification Fee**	50	N/A	50	N/A
Wrecker Fees Storage Fee - Charge per vehicle per day**	\$21	N/A	\$23	N/A
Wrecker Fees Storage Fee - Charge per vehicle per day over 25 ft**	36	N/A	40	N/A

# REVENUE

Fee Studied	Current Fee	Full Cost	New Fee	Recovery Rate
Wrecker Fees - Light Duty**	\$150	N/A	\$165	N/A
Wrecker Fees - Medium Duty**	\$300	N/A	\$300	N/A
Wrecker Fees - Heavy Duty Maximum**	\$550	N/A	\$978	N/A
Wrecker Fees - Heavy Duty per Unit**	N/A	N/A	\$489	N/A
Wrecker Fees Impoundment Fee**	\$21	N/A	\$23	N/A

*Planning and Development: \$10,900 decrease in revenue*

Fee Studied	Current Fee	Full Cost	New Fee	Recovery Rate
Historic Preservation Fees Demolition Permit	\$400	\$1,577	\$400	25%
Historic Preservation Fees Building Permit - Single Family	\$500	\$3,289	\$500	15%
Historic Preservation Fees Unauthorized Cover Up Fee	\$600	\$2,344	\$600	26%

\* Represents a new fee in FY 2025-26

\*\* Wrecker Fees are governed by State Law and were not included in the fee study

# REVENUE

## ENTERPRISE CHARGES FOR SERVICES

Enterprise Funds are City operations that generate revenue through charges for specific services they provide. Enterprise Funds are fully self-supporting and include Aviation, Convention Center, Municipal Radio, Sanitation Services, Storm Drainage Management, Planning and Development, and Dallas Water Utilities. General Fund tax dollars are not used to support the Enterprise Funds.

### Aviation

The Department of Aviation manages Dallas Love Field, Dallas Executive Airport, and the Dallas Vertiport. Dallas Love Field is the busiest medium hub commercial airport and one of the busiest private jet airports in the country. Dallas Love Field has seen unprecedented growth in passenger traffic since the Wright Amendment Reform Act in 2014, despite continuing to operate under a 20 gate cap and restriction on international commercial traffic. As a result, Dallas Love Field has evolved from a small regional airport to a domestic service hub requiring enhanced customer service and amenities to match the needs of more than 17 million travelers annually.

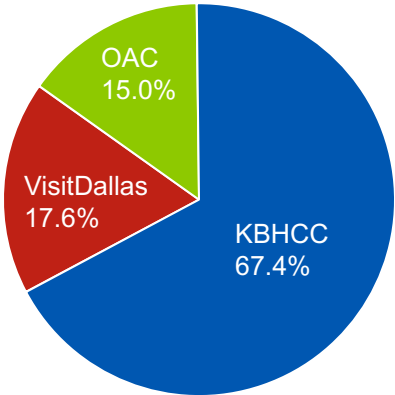
Aviation revenues include:

- Rental payments for leased property and improvements, terminal building space, and associated maintenance and warehouse space at Dallas Love Field and Dallas Executive Airport
- Airport parking revenues
- Revenues relating to concession contract agreements with airport businesses, including food and beverage services, retail stores, advertising, car rental agencies, shoeshine services, and bag cart rentals
- Landing fees paid by commercial and general aircraft owners to conduct operations at Dallas Love Field and Dallas Executive Airport

### Hotel Occupancy Taxes

The City’s local hotel occupancy tax (HOT) rate is 13% of the room rate charged within city limits. The tax is collected by the hotel at the point of sale and forwarded to the state (6%) and City (7%) monthly. Of the percentage the City receives, 67.4% supports operations and capital improvements at the Kay Bailey Hutchison Convention Center Dallas (KBHCC), as required by bond ordinance. The FY 2025-26 budget and FY 2026-27 planned budget assumes 17.6% will be distributed to VisitDallas to market and promote Dallas as a convention and tourist destination and 15.0% will be distributed as a reimbursement to the Office of Arts and Culture (OAC) to encourage, promote, and improve the arts.

HOT City Distribution



# REVENUE

Effective calendar year 2023 and continuing for up to 30 years, the City began collections of an additional 2% in HOT above the 13%, as approved by the voters through Proposition A in November 2022. This percentage is specifically allocated for the Kay Bailey Hutchison Convention Center Master Plan and certain venue projects at Fair Park through an approximate 80/20 shared split.

## *Municipal Radio*

WRR 101.1 FM broadcasts classical music and programming around the clock and is managed by non-profit KERA (North Texas Public Broadcasting). The City-owned station transitioned programming and sales to KERA in January 2023. KERA fully reimburses the City for its retained WRR ownership expenses which includes staff time, radio tower rents, and attorney fees related to Federal Communications Commission (FCC) matters.

## *Sanitation Services Revenue*

Sanitation Services revenue is collected to recover the cost of providing garbage, brush and bulk trash, and recyclables collection services for residential customers and a few small commercial customers. These fees are collected through monthly utility bills issued by Dallas Water Utilities (DWU). Estimated revenue is determined by multiplying the adopted residential rate by the projected number of residential customers, plus estimated fees for “pack out” service and commercial customers. The Sanitation Services rate is partially offset by revenues from the residential recycling program.

This year’s fee change is included in the table below.

FY 2024-25 Fee	FY 2025-26 Fee	Dollar Change
\$39.73	\$40.09	\$0.36

## *Private Disposal Revenue*

Private disposal revenue is collected primarily at the McCommas Bluff Landfill from private (commercial) waste haulers for the privilege of disposing of solid waste at the site; some revenue is also collected at the Bachman Transfer Station. Dallas residents hauling their own household and yard waste are exempt from the fees (with restrictions). Commercial haulers may also elect to enter into a discount disposal contract with the City, allowing for a discount from the posted rate in exchange for a guaranteed minimum amount of waste disposal during a specific period. Revenues are determined by projecting an estimate for waste tons to be delivered to the landfill multiplied by the gate rate for non-contracted customers or by discounted solid waste disposal rates for contracted customers, as well as other service and transaction fees.

This year’s fee change is included in the table below.

FY 2024-25 Fee	FY 2025-26 Fee	Dollar Change
\$42.33	\$43.60	\$1.27

# REVENUE

## *Storm Drainage Management Revenues*

Storm Drainage Management (SDM) revenue is derived from stormwater fees calculated based on the impervious area of a property, or the amount of land covered by features that cannot absorb water (concrete, asphalt, etc.). SDM revenue is collected to support the cost of compliance with the City's storm drainage discharge permit from the Texas Commission on Environmental Quality (TCEQ), operation, maintenance, and enhancement of the levee system, operation and maintenance of the City's natural and improved storm drainage system, and debt service for design and construction of drainage system facilities to support services. These fees are also collected through DWU's monthly utility bills.

Compliance activities include but are not limited to:

- Water quality sampling and analysis
- Creek monitoring
- Public education and outreach
- Construction compliance and industrial facility inspections
- Engineering, design, and inspection of storm sewer infrastructure

Drainage system operation and maintenance activities include but are not limited to:

- Natural and improved channel maintenance
- Creek, river, and levee maintenance
- Cleaning and maintenance of storm sewers and inlets
- Monthly sweeping of the City's major thoroughfares

SDM also pays a 4% franchise fee to the General Fund that is used to improve sidewalks and neighborhood infrastructure in low-income areas. In FY 2025-26, this is expected to yield \$4.9 million in revenue.

This year's fee change is included in the table below.

FY 2024-25 Fee	FY 2025-26 Fee	Dollar Change
\$10.16	\$10.72	\$0.56

# REVENUE

## Planning and Development

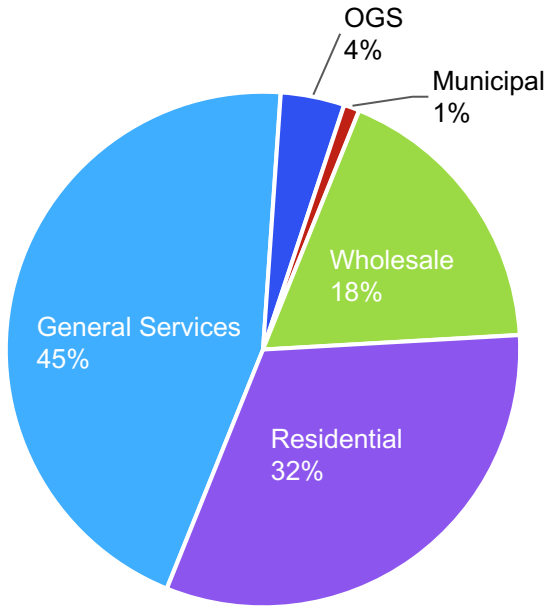
The Planning and Development Department (PDV) provides plan review and inspection services for commercial and residential development to ensure structures are built according to the adopted codes and ordinances, issues construction and trade permits, and processes Certificate of Occupancy applications for new and existing businesses.

## Water/Wastewater Revenues

Dallas Water Utilities (DWU) is a self-supporting enterprise fund, owned and operated by the City. The department receives no tax dollars and earns its revenues through the sale of water and wastewater services in five customer classes: residential, general service, municipal, optional general service (OGS), and wholesale. The wholesale customer class comprises 23 communities outside the city that receive water service and 11 communities that receive wastewater service.

Retail rates for each class have two components: a customer charge based on meter size and a volume-based usage charge. DWU determined these rates based on a retail cost of service study that assigned costs to each class based on the department’s cost to provide these services. Readers can find current retail rates at [www.dwurates.com](http://www.dwurates.com).

DWU Revenues by Customer Class



These revenues pay for:

- Operation and maintenance costs of providing water and wastewater services
- Debt service (principal and interest) on outstanding debt used to design and construct the facilities to provide these services
- Street rental payments (equivalent to franchise fees assessed to other utilities) to the General Fund for use of the City’s rights-of-way
- Cash funding for capital improvements not funded through the sale of revenue bonds or other debt

DWU receives other miscellaneous revenues, including interest earnings, connection fees, and system improvement contributions. Water revenues can fluctuate depending on summer temperatures and the amount of rainfall in the area.

This year’s fee change is included in the table below.

FY 2024-25 Fee	FY 2025-26 Fee	Dollar Change
\$72.32	\$77.20	\$4.88

# REVENUE

## OTHER FUNDS CHARGES FOR SERVICES

There are also various Other Funds that generate revenue for the City. Similar to Enterprise Funds, General Fund tax dollars are not used to support the Other Funds. Notable Other Funds charges for services are noted below.

### *Environmental Clean-up Special Revenue Fund*

Effective October 1, 2024, the City launched an environmental cleanup fee of \$3.00 a month has been added to all City residential and non-residential utility accounts. This fee pays for disposal and environmental services that are required by a state or federal mandate, including but not limited to: homeless encampment cleanup, illegal dumping on public right-of-way, and litter and mowing nuisance abatement on public rights-of-way. In FY 2025-26, this fee is expected to yield \$10.5 million in revenue.

This year’s fee is included in the table below.

FY 2024-25 Fee	FY 2025-26 Fee	Dollar Change
\$3.00	\$3.00	\$0.00

## REVENUE BY FUND AND DEPARTMENT

The table below provides a summary of all City operating revenue by fund and department.

Department	FY 2024-25 Budget	FY 2024-25 Forecast	FY 2025-26 Budget	FY 2026-27 Planned
<b>General Fund</b>				
Budget & Management Services	1,667,752,126	1,659,356,507	1,728,882,815	1,801,693,030
City Attorney's Office	853,539	1,052,947	985,292	988,030
City Controller's Office	125,000	187,000	475,000	475,000
City Marshal's Office	170,000	180,000	0	0
City Secretary's Office	441,336	485,412	28,400	28,400
Code Compliance	13,721,255	12,669,141	14,837,038	14,837,038
Dallas Animal Services	127,831	83,219	100,000	100,000
Dallas Fire-Rescue	42,554,942	46,623,317	46,201,248	46,273,278
Dallas Police Department	7,308,307	6,702,766	8,047,753	8,047,753
Facilities & Real Estate Management	5,915,186	6,750,900	4,738,298	4,749,288
Housing & Community Development	463,267	469,007	0	0
Library	380,355	476,640	380,355	380,355

# REVENUE

Department	FY 2024-25 Budget	FY 2024-25 Forecast	FY 2025-26 Budget	FY 2026-27 Planned
Management Services				
Office of Community Care & Empowerment	1,950,000	2,062,806	0	0
Office of Communications & Customer Experience/311	0	10,271	0	0
Office of Environmental Quality & Sustainability	346,457	342,433	323,397	323,397
Office of Homeless Solutions	1,300,000	1,300,000	0	0
Municipal Court & Detention Services	13,235,400	13,853,240	13,339,410	13,339,410
Non-Departmental	117,519,958	121,018,244	110,834,530	124,884,857
Office of Arts & Culture	1,600,064	2,542,562	2,065,064	2,145,164
Office of Economic Development	30,000	71,000	30,000	30,000
Office of Housing & Community Empowerment	0	0	3,713,267	3,713,267
Park & Recreation	11,050,779	11,190,813	10,632,405	10,632,405
Planning & Development	17,200	16,700	6,300	6,300
Procurement Services	225,000	225,000	225,000	225,000
Transportation & Public Works	16,735,684	16,735,684	17,227,070	18,067,670
<b>General Fund Total</b>	<b>\$ 1,903,823,686</b>	<b>\$ 1,907,249,783</b>	<b>\$ 1,963,072,642</b>	<b>\$ 2,050,939,642</b>
<b>Enterprise Funds</b>				
Aviation	208,098,739	212,480,978	208,704,381	210,276,446
Convention & Event Services	137,358,763	132,903,867	131,535,243	131,714,645
Dallas Water Utilities	826,863,664	836,801,074	880,895,629	892,943,220
Dallas Water Utilities - SDM	85,852,114	85,852,114	90,573,980	96,278,751
Municipal Radio	451,077	451,077	473,114	477,598
Planning & Development	61,562,424	50,017,596	52,482,137	54,080,554
Sanitation Services	164,122,320	171,661,878	165,548,703	167,304,387
<b>Enterprise Funds Total</b>	<b>\$ 1,484,309,101</b>	<b>\$ 1,490,168,584</b>	<b>\$ 1,530,213,187</b>	<b>\$ 1,553,075,601</b>
<b>Internal Service &amp; Other Funds</b>				
Bond & Construction Management				
Bond & Construction Management	4,363,746	4,006,392	4,492,389	4,589,069
Park & Recreation	4,719,283	4,506,965	4,879,157	5,008,915
Transportation & Public Works	15,760,450	15,760,450	16,354,556	16,845,303
Employee Benefits	2,151,595	1,966,136	2,316,406	2,367,345
Equipment & Fleet Management	73,309,034	73,713,929	74,603,075	75,505,087
Express Business Center	2,406,050	2,598,388	2,433,550	2,433,550
Information & Technology Services - 911	15,286,574	15,552,105	16,083,072	16,083,072
Information & Technology Services - Data	131,578,822	135,504,961	137,249,042	139,014,895

# REVENUE

Department	FY 2024-25 Budget	FY 2024-25 Forecast	FY 2025-26 Budget	FY 2026-27 Planned
Information & Technology Services - Radio	15,813,930	19,194,870	17,039,945	17,435,025
Office of Risk Management	7,327,556	7,085,179	7,489,891	7,830,062
Transportation & Public Works- Transportation Regulation	519,534	519,534	729,332	748,360
<b>Internal Service &amp; Other Funds Total</b>	<b>\$ 273,236,574</b>	<b>\$ 280,408,910</b>	<b>\$ 283,670,415</b>	<b>\$ 287,860,683</b>