

CITY OF HEATH, TEXAS

ORDINANCE NO. 260210A

AN ORDINANCE OF THE CITY COUNCIL OF THE CITY OF HEATH, TEXAS, APPROVING THE AMENDED BUDGETS OF THE HEATH ECONOMIC DEVELOPMENT CORPORATION AND THE HEATH MUNICIPAL BENEFITS CORPORATION FOR THE FISCAL YEAR BEGINNING OCTOBER 1, 2025 AND ENDING SEPTEMBER 30, 2026; AUTHORIZING TRANSFERS FROM THE HEATH ECONOMIC DEVELOPMENT CORPORATION AND THE HEATH MUNICIPAL BENEFITS CORPORATION TO THE CITY OF HEATH GENERAL FUND; MAKING APPROPRIATIONS FOR EXPENDITURES AND FOR THE PARKS AND RECREATION DEPARTMENT AND THE ECONOMIC DEVELOPMENT DIRECTOR AS SET FORTH IN EXHIBIT A-1; PROVIDING A SEVERABILITY CLAUSE; REPEALING CONFLICTING ORDINANCES; AND PROVIDING AN EFFECTIVE DATE.

WHEREAS, the City Council of the City of Heath, Texas approved the adopted annual budgets of the Heath Economic Development Corporation (HEDC) and the Heath Municipal Benefits Corporation (HMBC) for the fiscal year beginning October 1, 2025, and ending September 30, 2026, in accordance with Chapter 102 of the Texas Local Government Code and Section 501.073 of the Texas Local Government Code; and

WHEREAS, the HEDC and HMBC collectively own property and facilities located at 217 Laurence Drive, 305 Laurence Drive, and within The Reserve, and have approved the transfer of funds to the City of Heath General Fund to support maintenance of such properties; and

WHEREAS, on January 20, 2026, the HEDC and HMBC Boards of Directors, acting jointly, adopted a resolution approving a Fiscal Year 2026 budget amendment and authorizing related transfers and expenditures as set forth in Exhibit "A-1";

WHEREAS, the budget amendment authorizes transfers from the HEDC and HMBC to the City of Heath General Fund for the purpose of funding one (1) full-time Parks Maintenance Worker position to maintain HEDC/HMBC-owned facilities; and one (1) Economic Development Director position; and

WHEREAS, the City and the HEDC/HMBC intend to enter into an agreement for the expenditure of funds as set forth in this Ordinance prior to the transfer of funds to the City; and

WHEREAS, this Ordinance shall not serve as a budget amendment to the City of Heath's Fiscal Year 2025-2026 Annual Budget, and such amendments to the City's budget shall be adopted by separate ordinance; and

WHEREAS, the City Council finds that approving the amended budgets of the HEDC and HMBC is necessary and appropriate and is in the best interest of the public health, safety, and welfare of the citizens of the City of Heath.

NOW, THEREFORE, BE IT ORDAINED BY THE CITY COUNCIL OF THE CITY OF HEATH, TEXAS:

SECTION 1. All recitals above are found to be true and correct and are incorporated into this Ordinance.

SECTION 2. The City Council hereby approves the amended budgets of the HEDC and HMBC for Fiscal Year 2026 and the budget amendment adopted January 20, 2026, as set forth in Exhibit A-1, attached hereto and incorporated herein for all purposes.

SECTION 3. The City Council hereby authorizes the interfund transfers and budget adjustments reflected in Exhibit A-1, including transfers from the HEDC and HMBC to the City of Heath General Fund for the purpose of funding one (1) Parks Maintenance Worker position, subject to: (1) Execution of an agreement between the City, HEDC, and HMBC approved by the respective governing bodies; and (2) Adoption of a separate ordinance amending the City of Heath Fiscal Year 2025-2026 budget.

SECTION 4. All expenditures during the fiscal year shall be made in accordance with the approved amended HEDC/HMBC budgets unless otherwise amended and approved.

SECTION 5. All appropriations shall lapse at the end of the fiscal year.

SECTION 6. All ordinances or parts of ordinances in conflict herewith are hereby repealed to the extent of such conflict.

SECTION 7. If any provision of this Ordinance is held invalid, such holding shall not affect the remaining portions of this Ordinance.

SECTION 8. This Ordinance shall take effect immediately from and after its passage and approval.

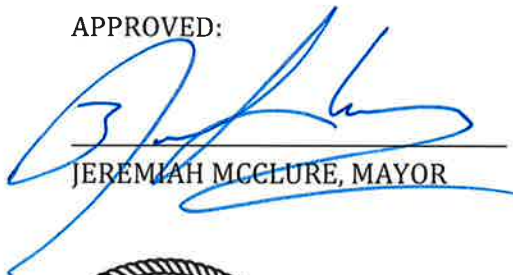
PASSED AND APPROVED this the 10th day of February, 2026.

ATTEST:



NORMA DUNCAN, CITY SECRETARY

APPROVED:



JEREMIAH MCCLURE, MAYOR

APPROVED AS TO FORM:



MARIE JOHNSON, ASSISTANT CITY ATTORNEY





Exhibit A-1

<u>Account No.</u>	<u>Account Description</u>	<u>Amount Increase/ (Decrease)</u>
980-53420-580-000000	Legal Services	\$8,000.00
980-53531-580-000000	Promotional Services	\$15,000.00
980-59202-580-000000/ 980-59502-580-000000	Note Payable – Principal & Interest for 217 Laurence Drive Property	\$600,000.00
980-61100-580-000000	Transfer Out to General Fund for Parks Maintenance Worker	\$25,000.00
980-XXXXX-580-000000 **GL Account will be determined after approval	EDC Director 50%	\$75,000.00
985-53420-585-000000	Legal Services	\$8,000.00
985-53531-585-000000	Promotional Services	\$15,000.00
985-XXXXX-585-000000 **GL Account will be determined after approval	HMBC contributions for Dog Zone	\$25,000.00
985-XXXXX-585-000000 **GL Account will be determined after approval	HMBC Beautification Projects	\$50,000.00
985-XXXXX-585-000000 **GL Account will be determined after approval	EDC Director 50%	\$75,000.00
985-61100-585-000000	Transfer Out to General Fund for Parks Maintenance Worker	\$25,000.00