



PLANO CITY COUNCIL
1520 K Avenue, Plano TX 75074 and via videoconference

DATE: JANUARY 26, 2026

TIME: 5:00 PM

Our Vision - Plano is a global economic leader bonded by a shared sense of community where residents experience unparalleled quality of life.

CALL TO ORDER

EXECUTIVE SESSION

- | | | | |
|------|---|---------------------|---------|
| I. | Legal Advice
a) Respond to questions and receive legal advice on agenda items
b) DART | Mims | 15 min. |
| II. | Litigation
a) City of Plano as Subrogee of Erin Thornton v. Misaeel Escalante Vasquez, No. 493-04071-2023, 493rd District Court, Collin County, Texas. | Mims | 10 min. |
| III. | Economic Development
Discuss a financial offer or other incentive to a business prospect to locate, stay, or expand in Plano and consider any commercial and financial information from the business prospect. | McDonald/de la Cruz | 10 min. |
| IV. | Real Estate
a) Alma at 16th Street | Yager | 10 min. |

PRELIMINARY OPEN MEETING

- | | | | |
|------|---|--------------|---------|
| I. | Consideration and action resulting from Executive Session discussion | Council | 5 min. |
| II. | Fiscal Year 2025 Audit Results Presentation | Tacke/Weaver | 15 min. |
| III. | Discussion and direction re: Sales Tax Cap Policy Year End | Gregorash | 15 min. |
| IV. | Municipal Court Youth Diversion Program presentation and current status | McNulty | 20 min. |
| V. | DART and Alternative Transit Status Update | Fortune | 15 min. |
| VI. | Consent and Regular Agendas | Council | 5 min. |

In accordance with the provisions of the Open Meetings Act, during the Preliminary Open Meeting, agenda items will be discussed and votes may be taken where appropriate. The City Council may convene into Executive Session to discuss posted items in the session as allowed by law.

The City of Plano encourages participation from all citizens. The Plano Municipal Center has accessible restroom facilities, drinking fountains, and power assist entrance doors. The facility is easily accessed from public sidewalks and parking areas. Designated accessible parking is available on the north and south sides of the building. The Senator Florence Shapiro Council Chambers is accessible by elevator to the lower level. If you require additional assistance or reasonable accommodations under the Americans with Disabilities Act for this meeting or facility, including ASL interpreters, you should submit an ADA Reasonable Accommodation Request Form to the ADA Coordinator at least 48 hours in advance. If you need assistance completing the form, please call 972-941-7152. Complete or download the ADA Reasonable Accommodation Request Form at <https://www.plano.gov/395/Accessibility-Accommodations>.



CITY COUNCIL AGENDA MEMO

MEETING DATE: 1/26/2026

DEPARTMENT: City Secretary

DIRECTOR: Paige Mims, City Attorney

AGENDA ITEM: Legal Advice

PRESENTER: Mims

TIME SPAN: 15 min.

ITEM SUMMARY

Legal Advice

- a) Respond to questions and receive legal advice on agenda items
- b) DART



CITY COUNCIL AGENDA MEMO

MEETING DATE: 1/26/2026

DEPARTMENT: City Secretary

DIRECTOR: Paige Mims, City Attorney

PRESENTER: Mims

TIME SPAN: 10 min.

ITEM SUMMARY

Litigation

a) City of Plano as Subrogee of Erin Thornton v. Misaeel Escalante Vasquez, No. 493-04071-2023, 493rd District Court, Collin County, Texas.



CITY COUNCIL AGENDA MEMO

MEETING DATE: 1/26/2026

DEPARTMENT: City Secretary

DIRECTOR: Doug McDonald, Director of Economic Development

AGENDA ITEM: Economic Development

PRESENTER: McDonald/de la Cruz

TIME SPAN: 10 min.

ITEM SUMMARY

Economic Development

Discuss a financial offer or other incentive to a business prospect to locate, stay, or expand in Plano and consider any commercial and financial information from the business prospect.



CITY COUNCIL AGENDA MEMO

MEETING DATE: 1/26/2026

DEPARTMENT: City Secretary

DIRECTOR: Peter Braster, Director of Special Projects

AGENDA ITEM: Real Estate

PRESENTER: Yager

TIME SPAN: 10 min.

ITEM SUMMARY

Real Estate

a) Alma at 16th Street



CITY COUNCIL AGENDA MEMO

MEETING DATE: 1/26/2026

DEPARTMENT: City Secretary

DIRECTOR: Mark D. Israelson, City Manager

AGENDA ITEM: Consideration and action resulting from Executive Session

PRESENTER: Council

TIME SPAN: 5 min.

ITEM SUMMARY

Consideration and action resulting from Executive Session discussion

PREVIOUS ACTION/PRESENTATION

Council will consider and take action as needed based on Executive Session discussion.



CITY COUNCIL AGENDA MEMO

MEETING DATE: 1/26/2026

DEPARTMENT: City Secretary

DIRECTOR: Denise Tacke, Director of Finance

AGENDA ITEM: Fiscal Year 2025 Audit Results

PRESENTER: Tacke/Weaver

TIME SPAN: 15 min.

ITEM SUMMARY

Fiscal Year 2025 Audit Results Presentation

ATTACHMENTS:

Description	Upload Date	Type
Presentation	1/16/2026	Informational



City of Plano, Texas

Communication with City Council

For the Year Ended September 30, 2025

Today's Presenters



Jennifer Ripka, CPA ***Partner, Assurance Services*** ***Partner-in-Charge, Public Sector***

- ▶ Your relationship partner
- ▶ 18 years of experience
- ▶ Practice emphasis in auditing and consulting for governmental entities across the state of Texas

Government Experience

170+
PROFESSIONALS
WITH SIGNIFICANT
GOVERNMENT
EXPERIENCE

300+
CLIENTS
SERVED

OFFERINGS

- » External audit
- » Risk assessment
- » Internal Audit
- » Digital transformation
- » Grant compliance
- » Performance audit
- » Business process improvement
- » IT audit and cybersecurity
- » Agency restructuring and reorganization
- » Strategic planning
- » Organizational development
- » Valuation
- » Forensic accounting
- » Fraud investigation



20+ STATE
AGENCIES



40+ CITIES



50+ SCHOOL
DISTRICTS



20+ COLLEGES
& UNIVERSITIES

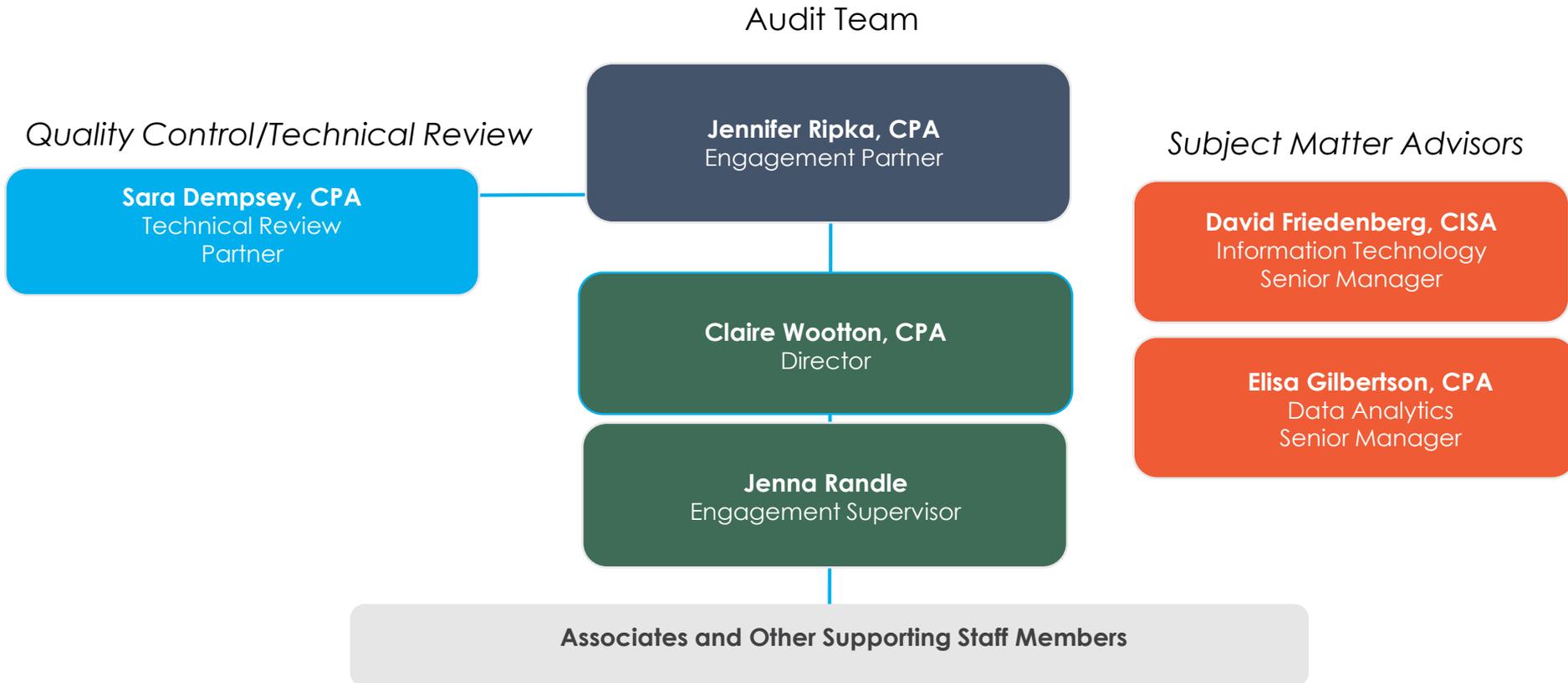


100+ LOCAL
& REGIONAL
ENTITIES



50+ GFOA AWARD
RECIPIENTS

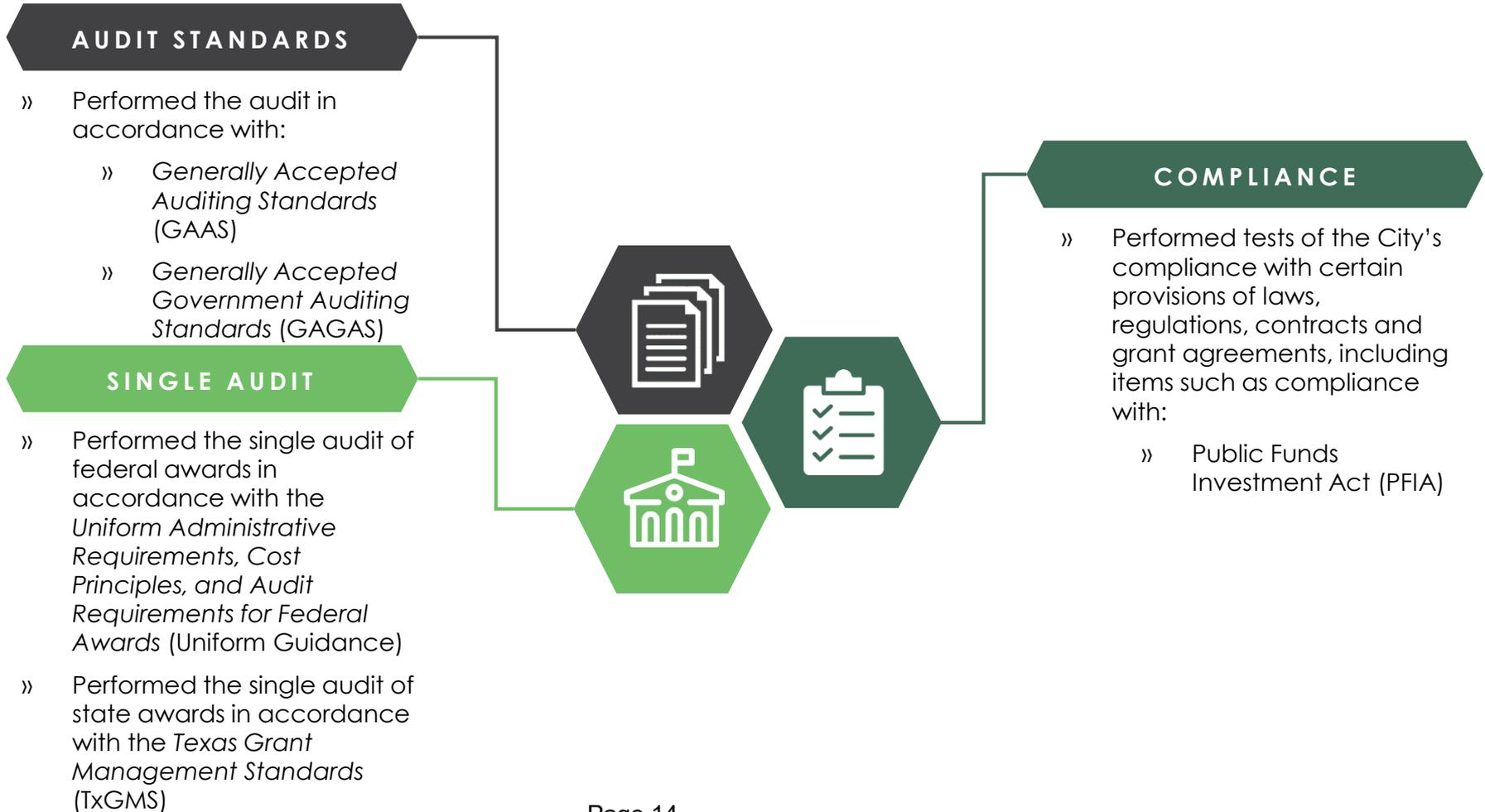
Engagement Team



Audit Timeline



Audit Process



Significant Risks

The following significant risks were identified during the performance of our risk assessment procedures:

SIGNIFICANT RISK IDENTIFIED	RELATED ASSERTIONS	RESULTS OF WORK PERFORMED
Management Override of Controls <i>(Note: This is a presumed risk on all audit engagements.)</i>	Pervasive	Journal entry testing, incorporating elements of unpredictability into testing, and the review of significant estimates for bias. No audit findings noted.
Risk of Fraud in Revenue Recognition – <ul style="list-style-type: none"> • Charges for Services [Water and Sewer] • Grants [Federal and State] 	Accuracy, Cutoff, Existence/ Occurrence	Detailed transaction testing of items that are individually immaterial. No audit findings noted.

Audit Overview

SIGNIFICANT CHANGES TO OUR PLANNED AUDIT STRATEGY

- » There were no changes to our planned audit approach from those communicated to the City.
- » There were no changes to our significant risks identified.

RESULTS OF WORK PERFORMED

- » During the course of our audit, we identified no uncorrected misstatements. There were no misstatements identified by us and corrected by management.
- » There are no identified significant deficiencies or material weaknesses.
- » There are no independence matters to report.

OUR AUDIT REPORTS

- » We issued our unmodified audit report on the financial statements.
- » We issued our unmodified audit report on compliance for each major federal and state program and on Internal Control Over Compliance as Required by Uniform Guidance and TXGMS.

OTHER MATTERS

- » As of the date of these communications, there are no items outstanding requiring the governing body's attention.



Jennifer Ripka, CPA

Partner, Assurance Services

972.448.9268

jennifer.ripka@weaver.com



CITY COUNCIL AGENDA MEMO

MEETING DATE: 1/26/2026

DEPARTMENT: City Secretary

DIRECTOR: Karen Rhodes-Whitley, Director of Budget and Research

AGENDA ITEM: Discussion and direction re: Sales Tax Cap Policy Year End

PRESENTER: Gregorash

TIME SPAN: 15 min.

ITEM SUMMARY

Discussion and direction re: Sales Tax Cap Policy Year End

ATTACHMENTS:

Description	Upload Date	Type
Memo	1/16/2026	Memo

Date: January 26, 2026

To: Mark Israelson, City Manager

From: Karen Rhodes-Whitley, Director of Budget & Performance Management

Subject: Sales Tax Cap Policy Year-End Allocation

Since 2008, the City of Plano has operated under a Sales Tax Cap Policy for sales tax collections financial and budget projections. This financial policy averages the last three-years of actual sales tax collections net any audit adjustments to produce the forecast for the upcoming operating budget projections. The policy shields the City from the economic volatility of sales tax revenue caused by economic downturns such as Covid-19 in 2020 and the Great Economic Recession that occurred in 2009.

Each year, after the Financial Audit is completed, if the amount of Sales Tax Collections is over the prior year re-estimated budget the City Council determines how the excess revenue will be allocated. The policy states excess sales tax revenue can be allocated for one-time expenditures, transferred to the Rainy-Day Fund, Capital Maintenance Fund, Economic Development Fund or allowed to be distributed back to the General Fund balance to be utilized in the next year's budget.

For FY 2024-25, sales tax collections were re-estimated at \$124.6 million with actuals ending at \$131.8 million. The net difference is \$7.2 million that can be allocated according to the sales tax cap policy. During August and September 2025, the City of Plano received several large one-time sales tax payments that constituted the \$7.2 million variance.

During tonight's City Council meeting, a discussion regarding the allocation of the \$7.2 million excess sales tax revenue along with recommendations for allocation is scheduled. Currently, the City could use the excess funds for several land purchase opportunities with any remaining funding being transferred to the Rainy-Day Fund. More details will be provided and discussed at the January 26th City Council meeting.



CITY COUNCIL AGENDA MEMO

MEETING DATE: 1/26/2026

DEPARTMENT: City Secretary

DIRECTOR: Paul McNulty, Chief Municipal Judge

AGENDA ITEM: Municipal Court Report

PRESENTER: McNulty

TIME SPAN: 20 min.

ITEM SUMMARY

Municipal Court Youth Diversion Program presentation and current status



CITY COUNCIL AGENDA MEMO

MEETING DATE: 1/26/2026

DEPARTMENT: City Secretary

DIRECTOR: Andrew Fortune, Director of Policy & Government Relations

AGENDA ITEM: DART and Alternative Transit Status Update

PRESENTER: Fortune

TIME SPAN: 15 min.

ITEM SUMMARY

DART and Alternative Transit Status Update



CITY COUNCIL AGENDA MEMO

MEETING DATE: 1/26/2026

DEPARTMENT: City Secretary

DIRECTOR: Lisa Henderson, City Secretary

PRESENTER: Council

TIME SPAN: 5 min.

ITEM SUMMARY

Consent and Regular Agendas



CITY COUNCIL AGENDA MEMO

MEETING DATE: 1/26/2026

DEPARTMENT: City Secretary

DIRECTOR: Mark D. Israelson, City Manager

PRESENTER: Council

TIME SPAN: 5 min.

ITEM SUMMARY

Council items for discussion/action on future agendas