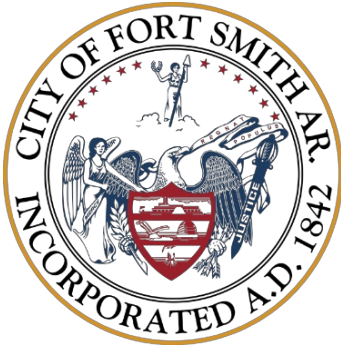


**MAYOR**

George B McGill

**ACTING CITY
ADMINISTRATOR**

Jeff Dingman

CITY CLERK

Sherri Gard

BOARD OF DIRECTORS

Ward 1 - Jarred Rego

Ward 2 - Andre' Good

Ward 3 - Lee Kemp

Ward 4 - George Catsavis

At-Large Position 5 - Christina Catsavis

At-Large Position 6 - Kevin Settle

At-Large Position 7 - Neal Martin

AGENDA

Fort Smith Board of Directors

STUDY SESSION

August 11, 2026 ~ 6:00 p.m.

Blue Lion

101 North 2nd Street

Fort Smith, Arkansas

THIS MEETING IS BEING TELECAST LIVE AT THE FOLLOWING LINK:

<http://www.fortmithar.gov/watch>

CALL TO ORDER

CITIZENS FORUM

ITEMS OF BUSINESS

1. Second Quarter Budget Review *(April - June 2026) (Finance)*
2. Review 2026 Prioritized Capital Improvement Plan for Water-Phase II *(Engineering)* ♦
3. Discussion regarding closure of water fill stations at Lake Fort Smith Water Treatment Plan, water billing at Parrot Island Waterpark, and unauthorized water use ~ *G.Catsavis/Martin placed on future study session agenda at the July 7, 2026 regular meeting ~ (City Administrator)*
4. Discussion regarding changing water meter usage from ccf to gallons ~ *Martin/Settle placed on future study session agenda at the May 19, 2026 regular meeting ~ (City Administrator)*
5. Discuss regulations regarding establishment of data centers in the city of Fort Smith ~ *Settle/C.Catsavis placed on agenda at the July 21, 2026 regular meeting ~ (Planning & Zoning)*

6. Review preliminary agenda for the August 18, 2026 regular meeting (*City Clerk*)

ADJOURN



MEMORANDUM

TO: Jeff Dingman, Acting City Administrator
CC: Maggie Rice, Deputy City Administrator
FROM: Andrew Richards, Chief Financial Officer
DATE: August 6, 2026
SUBJECT: Second Quarter Budget Review (*April - June 2026*)

SUMMARY

Attached is the Board Financial Report for the second quarter of 2026 for the four operating funds. The Board of Directors will discuss this report at the August 11, 2026 study session.

ATTACHMENTS

1. [Board Financial Report Q2 2026.pdf](#)



INTERIM FINANCIAL REPORT

(Unaudited)
Operating Funds
June 30, 2026

Table of Contents



Interim Financial Report

June 30, 2026
(Unaudited)

Balance Sheets

General Fund 1

Street Maintenance Fund..... 1

Budgetary Comparison Reports

General Fund..... 2

Street Maintenance Fund 4

Statements of Working Capital

Water & Sewer Operating Fund 5

Solid Waste Operating Fund..... 5

Budgetary Comparison Reports

Water & Sewer Operating Fund 6

Solid Waste Operating Fund..... 7

Combining Statement of Revenues and Expenditures

Water & Sewer Operating Fund 8

Statements of Program Expenditures

General Fund..... 9

Street Maintenance Fund 11

Water & Sewer Operating Fund 12

Solid Waste Operating Fund.....13

Special Reports

Schedule of Outstanding Utility Billing Receivables 14

Treasury Report 15

Balance Sheets - Governmental Operating Funds
June 30, 2026

	General Fund	Street Maintenance Fund
Assets		
Pooled Cash and Investments	\$21,148,974	\$7,933,903
Receivables, net	2,262,468	-
Due from Other Governments	395,300	514,223
Prepaid Items	1,421,780	-
Total Assets	\$25,228,522	\$8,448,126
Liabilities and Fund Balance		
Liabilities		
Accounts payable and accrued liabilities	\$825,945	\$14,768
Fund Balance	24,402,578	8,433,358
Total Liabilities, Deferred Inflows of Resources and Fund Balance	\$25,228,522	\$8,448,126

Budget Comparison Summary - General Fund
Period Ended June 30, 2026

	FY25 Actuals	FY26 Original	FY26 Amended	FY26 Actuals	Available Budget	% Available
Operating Revenues						
Intergovernmental	\$1,755,356	\$3,786,601	\$3,787,351	\$1,411,614	\$2,375,737	62.73%
Taxes and Assessments	17,425,470	43,407,890	43,407,890	18,302,546	25,105,344	57.84%
Court Fines and Forfeitures	993,981	2,076,450	2,076,450	972,454	1,103,996	53.17%
Licenses and Permits	768,013	1,639,980	1,639,980	835,052	804,928	49.08%
Service Charges and Fees	280,078	582,470	582,470	292,295	290,175	49.82%
Miscellaneous	288,128	198,020	260,310	252,496	7,814	3.00%
Transfers	72,000	1,144,000	1,144,000	572,000	572,000	50.00%
Interest	431,526	700,000	700,000	301,546	398,454	56.92%
Total	22,014,551	53,535,411	53,598,451	22,940,003	30,658,448	57.20%
Operating Expenditures						
Personnel						
Policy and Administration						
Services	1,029,149	2,157,948	2,150,748	974,381	1,176,366	54.70%
Management Services	788,443	1,866,822	1,866,876	872,303	994,573	53.27%
Development Services	824,809	1,988,222	1,988,022	850,331	1,137,691	57.23%
Police Services	6,893,437	12,666,259	12,666,259	5,779,905	6,886,354	54.37%
Fire Services	6,063,260	12,163,678	12,163,678	5,653,647	6,510,030	53.52%
Operation Services	2,124,480	4,767,841	4,767,841	2,013,901	2,753,940	57.76%
Non-Departmental	(702)	19,420	19,420	4,710	14,710	75.75%
Total	17,722,875	35,630,190	35,622,844	16,149,179	19,473,665	54.67%
Other Operating						
Policy and Administration						
Services	532,922	1,343,610	1,320,210	382,590	937,620	71.02%
Management Services	1,598,841	2,906,310	2,940,586	1,169,624	1,770,961	60.22%
Development Services	60,084	226,123	227,646	45,903	181,743	79.84%
Police Services	2,480,675	4,850,870	5,112,839	1,715,407	3,397,432	66.45%
Fire Services	1,656,297	2,995,250	3,126,813	1,046,697	2,080,116	66.53%
Operation Services	1,721,015	2,069,713	2,130,625	808,226	1,322,400	62.07%
Non-Departmental	2,767,245	4,235,193	4,405,193	1,981,365	2,423,828	55.02%
Total	10,817,080	18,627,070	19,263,912	7,149,811	12,114,101	62.88%
Total Operating Expenditures	28,539,955	54,257,260	54,886,756	23,298,991	31,587,766	57.55%
Operating-Excess (Deficiency)						
Revenues Over Expenditures	(6,525,404)	(721,849)	(1,288,306)	(358,988)		
Capital Related Revenues						
Transit Capital	-	1,965,041	5,108,392	612,778	4,495,614	88.00%
Total	-	1,965,041	5,108,392	612,778	4,495,614	88.00%
Capital Outlay						
Policy and Administration						
Services	300	-	-	-	-	-
Management Services	72,062	38,237	869,583	777,546	92,036	10.58%
Development Services	-	40,000	40,000	-	40,000	100.00%
Police Services	391,147	-	114,362	-	114,362	100.00%
Fire Services	56,792	605,000	646,721	249,870	396,851	61.36%
Operation Services	373,591	1,806,000	5,863,977	905,674	4,958,303	84.56%
Non-Departmental	4,825,087	-	2,657,849	243,560	2,414,289	90.84%
Total	5,718,980	2,489,237	10,192,492	2,176,651	8,015,841	78.64%

Budget Comparison Summary - General Fund
Period Ended June 30, 2026

	FY25 Actuals	FY26 Original	FY26 Amended	FY26 Actuals	Available Budget	% Available
Excess (Deficiency) Revenues						
Over Expenditures	\$(12,244,384)	\$(1,246,045)	\$(6,372,406)	\$(1,922,861)		
Fund Balance, Beginning of Year	35,472,067	20,535,904	26,325,439	26,325,439		
Fund Balance, End of Period	\$23,227,683	\$19,289,859	\$19,953,034	\$24,402,578		
Contingency Reserve Percentage	29.9%	34.0%	30.7%	37.5%		

Budget Comparison Summary - Street Maintenance Fund
Period Ended June 30, 2026

	FY25 Actuals	FY26 Original	FY26 Amended	FY26 Actuals	Available Budget	% Available
Operating Revenues						
Intergovernmental	\$3,749,382	\$7,566,500	\$7,566,500	\$3,687,376	\$3,879,124	51.27%
Taxes and Assessments	746,595	2,813,800	2,813,800	849,338	1,964,462	69.82%
Licenses and Permits	138,514	322,000	322,000	132,960	189,040	58.71%
Miscellaneous	21,549	34,200	85,934	90,200	(4,266)	-4.96%
Interest	156,746	230,000	230,000	119,476	110,524	48.05%
Total	4,812,786	10,966,500	11,018,234	4,879,350	6,138,884	55.72%
Operating Expenditures						
Personnel						
Policy and Administration						
Services	38,250	102,668	99,468	39,327	60,141	60.46%
Management Services	251,707	627,686	627,713	290,143	337,570	53.78%
Development Services	31,129	105,229	104,729	31,724	73,005	69.71%
Operation Services	2,403,200	5,238,514	5,238,514	2,351,448	2,887,065	55.11%
Total	2,724,286	6,074,098	6,070,424	2,712,643	3,357,782	55.31%
Other Operating						
Policy and Administration						
Services	113,744	155,239	144,839	81,045	63,794	44.05%
Management Services	359,845	767,972	789,676	335,945	453,730	57.46%
Development Services	781	3,868	7,675	4,405	3,270	42.61%
Operation Services	1,823,964	3,711,249	3,785,868	1,520,701	2,265,167	59.83%
Total	2,298,335	4,638,328	4,728,059	1,942,096	2,785,962	58.92%
Total Operating Expenditures	5,022,621	10,712,425	10,798,483	4,654,739	6,143,744	56.89%
Operating-Excess (Deficiency)						
Revenues Over Expenditures	(209,835)	254,075	219,751	224,611		
Capital Outlay						
Policy and Administration						
Services	133	-	-	-	-	-
Management Services	19,476	14,302	30,012	16,499	13,513	45.03%
Operation Services	399,030	1,159,900	1,159,900	125,730	1,034,170	89.16%
Total	418,640	1,174,202	1,189,912	142,229	1,047,683	88.05%
Excess (Deficiency)						
Revenues Over Expenditures	(628,474)	(920,127)	(970,161)	82,381		
Fund Balance, Beginning of Year	9,082,409	8,044,979	8,350,977	8,350,977		
Fund Balance, End of Period	\$8,453,935	\$7,124,852	\$7,380,815	\$8,433,358		
Contingency Reserve Percentage	70.2%	59.9%	61.6%	70.3%		

Statements of Working Capital - Enterprise Operating Funds

June 30, 2026

	Water & Sewer Operating Fund	Solid Waste Operating Fund
Current Assets		
Pooled Cash and Investments	\$22,925,610	\$10,216,767
Receivables, net	7,377,721	3,088,880
Inventories	2,113,272	119,614
Total Current Assets	32,416,603	13,425,261
Current Liabilities		
Accounts payable and accrued liabilities	323,623	53,989
Working Capital	\$32,092,979	\$13,371,272

Budget Comparison Summary - Water & Sewer Operating Fund
Period Ended June 30, 2026

	FY25 Actuals	FY26 Original	FY26 Amended	FY26 Actuals	Available Budget	% Available
Operating Revenues						
Service Charges and Fees	\$31,400,616	\$71,463,969	\$71,463,969	\$34,034,824	\$37,429,146	52.37%
Miscellaneous	681,735	21,362	62,731	754,090	(691,359)	-1102.11%
Interest	344,503	750,000	750,000	402,541	347,459	46.33%
Total	32,426,854	72,235,331	72,276,700	35,191,454	37,085,245	51.31%
Operating Expenditures						
Personnel						
Policy and Administration						
Services	242,808	846,284	827,484	344,239	483,246	58.40%
Management Services	1,341,379	3,606,534	3,606,668	1,681,694	1,924,974	53.37%
Development Services	133,754	712,977	712,177	309,856	402,321	56.49%
Operation Services	9,143,848	19,747,776	19,744,930	9,091,545	10,653,385	53.96%
Total	10,861,788	24,913,571	24,891,259	11,427,333	13,463,926	54.09%
Other Operating						
Policy and Administration						
Services	231,612	277,954	216,854	74,373	142,481	65.70%
Management Services	1,609,341	3,259,882	3,333,385	1,420,151	1,913,234	57.40%
Development Services	7,512	32,949	39,042	12,919	26,123	66.91%
Operation Services	16,062,027	40,754,831	41,629,865	19,560,598	22,069,266	53.01%
Non-Departmental	50,000	100,000	100,000	50,000	50,000	50.00%
Total	17,960,493	44,425,617	45,319,145	21,118,041	24,201,104	53.40%
Total Operating Expenditures	28,822,281	69,339,188	70,210,404	32,545,374	37,665,030	53.65%
Operating-Excess (Deficiency)						
Revenues Over Expenditures	3,604,573	2,896,143	2,066,295	2,646,080		
Capital Outlay						
Policy and Administration						
Services	784	-	-	-	-	-
Management Services	58,429	95,357	145,908	99,361	46,546	31.90%
Operation Services	235,640	2,016,385	2,020,447	721,983	1,298,464	64.27%
Total	294,853	2,111,742	2,166,354	821,344	1,345,010	62.09%
Excess (Deficiency)						
Revenues Over Expenditures	3,309,721	784,402	(100,059)	1,824,736		
Working Capital, Beginning of Period	22,549,917	25,981,968	30,268,244	30,268,244		
Working Capital, End of Period	\$25,859,638	\$26,766,370	\$30,168,185	\$32,092,979		
Contingency Reserve Percentage	33.5%	37.5%	41.7%	44.3%		
Estimated Annual Net Revenues						
Available for Debt Service	\$23,251,359	\$20,457,352	\$19,572,891	\$28,271,559		
Annual Debt Service	19,640,384	19,672,950	19,672,950	19,672,950		
Estimated Debt Service Coverage	118.4%	104.0%	99.5%	143.7%		

Budget Comparison Summary - Solid Waste Operating Fund
Period Ended June 30, 2026

	FY25 Actuals	FY26 Original	FY26 Amended	FY26 Actuals	Available Budget	% Available
Operating Revenues						
Service Charges and Fees	\$10,132,487	\$24,453,099	\$24,453,099	\$12,305,376	\$12,147,723	49.68%
Miscellaneous	415,829	1,503,000	1,506,709	708,168	798,541	53.00%
Interest	192,317	221,000	221,000	152,215	68,785	31.12%
Total	10,740,634	26,177,099	26,180,808	13,165,758	13,015,049	49.71%
Operating Expenditures						
Personnel						
Policy and Administration						
Services	101,887	276,847	268,847	107,758	161,089	59.92%
Management Services	461,271	1,138,984	1,139,037	527,638	611,400	53.68%
Operation Services	3,457,684	7,024,306	7,024,306	3,219,472	3,804,834	54.17%
Total	4,020,843	8,440,137	8,432,190	3,854,868	4,577,322	54.28%
Other Operating						
Policy and Administration						
Services	174,231	227,620	201,620	100,430	101,191	50.19%
Management Services	590,742	1,271,385	1,306,796	551,688	755,108	57.78%
Operation Services	2,918,344	8,490,061	8,696,654	2,918,057	5,778,597	66.45%
Non-Departmental	3,150,545	7,059,433	7,059,433	3,529,718	3,529,716	50.00%
Total	6,833,862	17,048,499	17,264,503	7,099,892	10,164,611	58.88%
Total Operating Expenditures	10,854,704	25,488,636	25,696,693	10,954,760	14,741,933	57.37%
Operating-Excess (Deficiency)						
Revenues Over Expenditures	(114,071)	688,463	484,114	2,210,998		
Capital Outlay						
Policy and Administration						
Services	334	-	-	-	-	-
Management Services	29,214	29,433	52,998	31,778	21,221	40.04%
Operation Services	161,367	568,800	735,592	200,682	534,911	72.72%
Total	190,915	598,233	788,591	232,459	556,131	70.52%
Excess (Deficiency)						
Revenues Over Expenditures	(304,986)	90,230	(304,476)	1,978,539		
Working Capital, Beginning of Period	11,970,040	9,582,388	11,392,733	11,392,733		
Working Capital, End of Period	\$11,665,054	\$9,672,618	\$11,088,257	\$13,371,272		
Contingency Reserve Percentage	45.7%	37.1%	41.9%	50.5%		

Combining Statement of Revenues and Expenditures - Water & Sewer Operating Fund
Periods Ended June 30, 2025 and 2026

	YTD June 30, 2025			YTD June 30, 2026		
	Water	Sewer	Combined	Water	Sewer	Combined
Revenues						
Service Charges and Fees	\$17,191,616	\$14,209,000	\$31,400,616	\$18,080,227	\$15,954,596	\$34,034,824
Miscellaneous	391,807	289,928	681,735	423,695	330,395	754,090
Interest	172,251	172,251	344,503	201,270	201,270	402,541
Total Revenues	17,755,675	14,671,179	32,426,854	18,705,192	16,486,262	35,191,454
Expenditures						
Policy and Administration Services	237,602	237,602	475,203	209,306	209,306	418,611
Management Services	1,520,723	1,488,426	3,009,149	1,618,356	1,582,850	3,201,206
Development Services	70,633	70,633	141,266	161,387	161,387	322,775
Operation Services	14,594,509	10,847,006	25,441,515	17,410,456	11,963,670	29,374,126
Non-Departmental	25,000	25,000	50,000	25,000	25,000	50,000
Total Expenditures	16,448,466	12,668,667	29,117,133	19,424,505	13,942,214	33,366,718
Excess (Deficiency)						
Revenues Over Expenditures	\$1,307,208	\$2,002,512	\$3,309,721	(\$719,313)	\$2,544,048	\$1,824,736

Statement of Program Expenditures - General Fund
Period Ended June 30, 2026

	FY25 Actuals	FY26 Original	FY26 Amended	FY26 Actuals	Available Budget	% Available
Policy & Administrative Services						
4100 Mayor	\$28,134	\$65,435	\$65,435	\$26,195	\$39,240	59.97%
4100 Mayor (Non-Allocated)	127,803	177,750	177,750	51,145	126,605	71.23%
4101 Board of Directors	64,899	96,523	96,523	44,224	52,299	54.18%
4102 City Administrator	125,613	240,415	209,815	77,436	132,378	63.09%
4201 District Court of Sebastian County, Arkansas, Fort Smith Division	823,257	1,979,658	1,979,658	726,756	1,252,902	63.29%
4202 City Prosecutor	115,656	371,758	371,758	160,621	211,137	56.79%
4203 Public Defender	46,250	92,500	92,500	46,250	46,250	50.00%
4204 City Attorney	147,061	217,500	217,500	136,664	80,836	37.17%
4205 Rise Court	4,374	37,700	37,700	8,245	29,455	78.13%
4206 District Court - State Division	27,126	64,863	64,863	21,250	43,613	67.24%
4207 District Court - DWI Court	20,878	72,700	72,700	22,449	50,251	69.12%
4405 Internal Auditor	31,321	84,757	84,757	35,737	49,020	57.84%
Total Policy and Administration Services	1,562,372	3,501,558	3,470,958	1,356,972	2,113,986	60.90%
Management Services						
4104 Human Resources	130,071	383,408	391,045	192,813	198,232	50.69%
4105 City Clerk/Citizen Action Center	42,105	128,059	142,429	44,470	97,960	68.78%
4301 Finance	170,260	422,011	422,011	190,206	231,805	54.93%
4306 Purchasing	43,403	58,845	58,845	22,258	36,587	62.18%
4401 Information & Technology Svcs	1,376,969	2,915,841	3,029,263	1,335,075	1,694,188	55.93%
4504 Citizens Service	21,531	49,683	49,568	23,670	25,897	52.25%
4504 Citizens Service CC Fee	279,064	-	-	-	-	-
4501 City Services	74,233	493,422	1,219,450	847,993	371,457	30.46%
4503 Facilities Maintenance	155,844	252,991	257,325	122,643	134,682	52.34%
4503 Facilities Maintenance Ins	13,232	-	-	-	-	-
4407 Communications	35,082	107,108	107,108	40,346	66,762	62.33%
4408 Mobility Coordinator	117,552	-	-	-	-	-
Total Management Services	2,459,346	4,811,369	5,677,045	2,819,474	2,857,571	50.34%
Development Services						
4103 Street Engineering	12,764	41,390	42,713	13,332	29,381	68.79%
4103 Engineering Administration	-	2,249	2,249	1,120	1,129	50.20%
4103 Engineering Ins	13,232	-	-	-	-	-
4106 Planning & Zoning	293,181	758,698	758,698	337,463	421,235	55.52%
4108 Building Safety	565,716	1,452,008	1,452,008	544,319	907,689	62.51%
Total Development Services	884,893	2,254,345	2,255,668	896,234	1,359,434	60.27%
Police Services						
4701 Administration	1,453,415	2,297,111	2,323,529	885,484	1,438,045	61.89%
4702 Support Services	1,605,908	2,207,611	2,321,973	860,607	1,461,366	62.94%
4703 Criminal Investigations Division	1,345,349	3,042,144	3,044,238	1,316,968	1,727,270	56.74%
4704 Field Operation	2,980,250	5,909,124	5,964,117	2,926,385	3,037,732	50.93%
4705 Radio Communications	721,813	1,662,445	1,687,122	527,489	1,159,633	68.73%
4706 Airport Services	82,287	225,829	225,829	98,593	127,236	56.34%
4707 Animal Services	779,463	1,352,866	1,506,653	653,140	853,512	56.65%
4708 Communications	796,774	-	-	-	-	-
4710 Sebastian County Detention Center	-	820,000	820,000	226,645	593,355	72.36%
Total Police Services	9,765,259	17,517,129	17,893,460	7,495,312	10,398,148	58.11%
Fire Services						
4801 Administration	645,853	1,593,587	1,592,686	645,204	947,483	59.49%
4802 Suppression and Rescue	6,983,068	13,721,818	13,896,003	6,132,364	7,763,639	55.87%
4804 Training	147,428	448,522	448,522	172,647	275,876	61.51%
Total Fire Services	7,776,349	15,763,928	15,937,212	6,950,214	8,986,998	56.39%
Operation Services						
Parks & Recreation						
6201 Parks Maintenance	1,017,190	1,895,951	1,903,579	829,504	1,074,075	56.42%
6201 Parks Maintenance (Capital Outlay)	-	182,000	182,000	160,730	21,270	11.69%
6201 Parks Maintenance (Program Expense)	14,444	40,000	40,000	6,522	33,478	83.69%

Statement of Program Expenditures - General Fund
Period Ended June 30, 2026

	FY25 Actuals	FY26 Original	FY26 Amended	FY26 Actuals	Available Budget	% Available
6201 Parks Maintenance Ins	\$235,081	\$-	\$-	\$-	\$-	-
6202 Oak Cemetery	101,574	266,746	266,746	75,845	190,900	71.57%
6204 Community Centers	94,126	187,626	187,626	63,090	124,536	66.37%
6205 Aquatics	55,561	200,316	206,316	83,096	123,220	59.72%
6206 Riverfront/Downtown Maintenance	425,808	559,382	559,382	232,368	327,014	58.46%
Total Parks & Recreation	1,943,783	3,332,020	3,345,649	1,451,156	1,894,493	56.63%
6550 Transit	1,935,958	4,825,060	8,630,743	2,057,958	6,572,785	76.16%
1114 Miss Laura's Museum	242,656	233,742	533,320	117,409	415,910	77.99%
6101 Health	96,689	252,733	252,732	101,279	151,453	59.93%
Total Operation Services	4,219,086	8,643,555	12,762,444	3,727,802	9,034,642	70.79%
Non-Departmental						
0101 Pension Paid Monthly - Court	4,710	9,420	9,420	4,710	4,710	50.00%
0101 Unemployment	(5,412)	10,000	10,000	-	10,000	100.00%
0101 Property Insurance	1,400	49,204	49,204	23,907	25,298	51.41%
0101 Cap Outlay - Buildings	3,973,844	-	-	-	-	-
0101 Non-Departmental Program Expen	599,812	-	15,000	-	15,000	100.00%
0101 Ft Smith Museum of History	-	20,000	20,000	-	20,000	100.00%
0101 SRCA	43,750	175,000	175,000	43,750	131,250	75.00%
0101 Area Agency on Aging	-	60,000	60,000	15,000	45,000	75.00%
0101 Project Compassion	9,500	9,500	9,500	9,500	-	-
0101 Senior Citizens Center	120,996	41,991	41,991	9,466	32,525	77.46%
0101 FCRA - Umarex	-	82,400	82,400	-	82,400	100.00%
0101 West Ark Reg Intermodal Author	16,868	16,868	16,868	19,370	(2,502)	-14.83%
0101 FS Public Library Tax Alloc	597,522	1,470,383	1,470,383	625,048	845,335	57.49%
0101 Frontier MPO	15,154	15,154	15,154	15,154	-	-
0101 Washington Comm & Cultural Cnt	110,483	10,301	10,301	2,711	7,590	73.68%
0101 Bost Building	5,621	-	-	-	-	-
0101 MakeMyMove	6,125	-	-	-	-	-
0101 Parrot Island Water Park	251,430	-	2,642,849	243,560	2,399,289	90.78%
0101 FEMA Consultant	2,325	-	-	263	(263)	-
0101 Transfer Out to Other Funds	1,150,000	1,600,000	1,600,000	800,000	800,000	50.00%
0101 Main Street Fort Smith	-	-	150,000	75,000	75,000	50.00%
0101 Trsf Out to Cleanup/Demo Fund	62,500	125,000	125,000	62,500	62,500	50.00%
0101 Levitt AMP	-	-	20,000	-	20,000	100.00%
0101 Trsf Out to Conv Ctr Fund	625,000	559,392	559,392	279,696	279,696	50.00%
Total Non-Departmental	7,591,630	4,254,613	7,082,462	2,229,635	4,852,827	68.52%
Total General Fund Expenditures	\$34,258,935	\$56,746,497	\$65,079,248	\$25,475,642	\$39,603,606	60.85%

Statement of Program Expenditures - Street Maintenance Fund
Period Ended June 30, 2026

	FY25 Actuals	FY26 Original	FY26 Amended	FY26 Actuals	Available Budget	% Available
Policy & Administrative Services						
4100 Mayor	\$3,517	\$8,179	\$8,179	\$3,274	\$4,905	59.97%
4101 Board of Directors	11,422	12,938	12,938	5,415	7,523	58.15%
4102 City Administrator	55,828	106,851	93,251	34,416	58,835	63.09%
4204 City Attorney	73,530	108,750	108,750	68,332	40,418	37.17%
4405 Internal Auditor	7,830	21,189	21,189	8,934	12,255	57.84%
Total Policy and Administration Services	152,128	257,907	244,307	120,372	123,935	50.73%
Management Services						
4104 Human Resources	37,163	109,545	111,727	55,089	56,638	50.69%
4105 City Clerk/Citizen Action Center	12,030	36,588	40,694	12,706	27,988	68.78%
4301 Finance	94,589	234,451	234,451	105,670	128,781	54.93%
4306 Purchasing	17,361	23,538	23,538	8,903	14,635	62.18%
4401 Information & Technology Svcs	372,154	788,065	818,720	360,831	457,889	55.93%
4504 Citizens Service	53,827	124,209	123,920	59,176	64,743	52.25%
4503 Facilities Maintenance	28,312	45,961	46,748	22,280	24,468	52.34%
4407 Communications	15,592	47,603	47,603	17,931	29,672	62.33%
Total Management Services	631,028	1,409,960	1,447,401	642,587	804,814	55.60%
Development Services						
4103 Street Engineering	31,910	103,474	106,782	33,329	73,453	68.79%
4103 Engineering Administration	-	5,623	5,623	2,800	2,822	50.20%
Total Development Services	31,910	109,097	112,405	36,129	76,276	67.86%
Operation Services						
Public Works						
5100 Public Works Administration	-	212,098	212,098	101,439	110,659	52.17%
5101 Streets Administration	387,460	603,312	604,103	283,687	320,416	53.04%
5302 Heavy Construction	520,318	828,165	828,165	308,261	519,904	62.78%
5303 Street Drainage	797,881	1,834,221	1,840,317	753,801	1,086,517	59.04%
5304 Street Maintenance	828,253	1,496,565	1,496,565	646,756	849,809	56.78%
5305 Sidewalk Construction	567,658	1,689,419	1,735,056	554,884	1,180,172	68.02%
5401 Traffic Control Operations	673,823	1,711,303	1,732,051	731,581	1,000,471	57.76%
5403 Street Lighting	671,299	1,400,000	1,400,000	471,088	928,912	66.35%
Total Public Works	4,446,690	9,775,084	9,848,356	3,851,497	5,996,860	60.89%
Parks & Recreation						
6201 Parks Maintenance	179,504	334,580	335,926	146,383	189,543	56.42%
Total Parks & Recreation	179,504	334,580	335,926	146,383	189,543	56.42%
Total Operation Services	4,626,194	10,109,663	10,184,282	3,997,880	6,186,402	60.74%
Total Street Maintenance Fund Expenditures	\$5,441,260	\$11,886,627	\$11,988,395	\$4,796,968	\$7,191,427	59.99%

Statement of Program Expenditures - Water & Sewer Operating Fund
Period Ended June 30, 2026

	FY25 Actuals	FY26 Original	FY26 Amended	FY26 Actuals	Available Budget	% Available
Policy & Administrative Services						
4100 Mayor	\$23,914	\$55,619	\$55,619	\$22,266	\$33,354	59.97%
4101 Board of Directors	52,828	59,836	59,836	25,044	34,792	58.15%
4102 City Administrator	327,989	627,750	547,850	202,195	345,655	63.09%
4102 Contract and Bond Services	-	190,329	190,329	88,698	101,631	53.40%
4405 Internal Auditor	70,472	190,703	190,703	80,408	110,295	57.84%
Total Policy and Administration Services	475,203	1,124,238	1,044,338	418,611	625,727	59.92%
Management Services						
4104 Human Resources	130,071	383,408	391,045	192,813	198,232	50.69%
4105 City Clerk/Citizen Action Center	55,639	169,220	188,210	58,763	129,447	68.78%
4301 Finance	397,273	984,693	984,693	443,814	540,879	54.93%
4306 Purchasing	53,530	72,576	72,576	27,452	45,124	62.18%
4401 Information & Technology Svcs	1,116,461	2,364,196	2,456,160	1,082,493	1,373,666	55.93%
4504 Citizens Service	807,412	1,863,130	1,858,795	887,643	971,151	52.25%
4502 Program Services	-	265,081	265,081	121,811	143,270	54.05%
4503 Facility Maintenance	357,160	579,799	589,732	281,070	308,662	52.34%
4407 Communications	91,604	279,670	279,670	105,347	174,323	62.33%
Total Management Services	3,009,149	6,961,773	7,085,961	3,201,206	3,884,754	54.82%
Development Services						
4103 Street Engineering	51,056	165,559	170,852	53,326	117,525	68.79%
4103 Engineering Administration	-	121,447	121,447	60,487	60,960	50.20%
4106 Planning & Zoning	90,210	233,446	233,446	103,835	129,611	55.52%
4108 Specialized Inspections	-	225,474	225,474	105,127	120,347	53.38%
Total Development Services	141,266	745,926	751,218	322,775	428,444	57.03%
Operation Services						
5100 Public Works Administration	-	212,098	212,098	101,439	110,659	52.17%
5501 Utility Administration	870,814	1,891,622	1,498,840	1,058,152	440,688	29.40%
5521 Business Operations and Logistics	623,495	1,078,536	1,007,657	445,392	562,264	55.80%
5522 Communications & Training	267,482	-	-	-	-	-
5523 Engineering	996,698	2,220,870	2,388,355	994,292	1,394,064	58.37%
5524 Technology	252,989	387,860	387,860	222,572	165,288	42.62%
5590 Non-Capital Projects	261,324	362,500	362,500	23,831	338,669	93.43%
5656 Sewer Treatment	2,869,424	6,914,671	7,384,950	2,336,990	5,047,960	68.35%
5556 Water Treatment	2,896,043	8,833,819	8,905,702	2,981,691	5,924,011	66.52%
5610 Water Line Maintenance & Support	3,552,532	7,963,758	8,468,399	3,728,973	4,739,426	55.97%
5611 Sewer Line Maintenance	1,985,579	5,682,432	5,698,878	2,441,799	3,257,079	57.15%
5618 Debt Service	8,315,959	19,672,950	19,672,950	12,311,044	7,361,906	37.42%
5625 Environmental Quality	935,363	2,393,601	2,463,089	1,106,722	1,356,368	55.07%
5626 Easement, Building, and Station Maintenance	1,613,814	4,904,275	4,943,963	1,621,231	3,322,732	67.21%
Total Operation Services	25,441,515	62,518,992	63,395,242	29,374,126	34,021,115	53.67%
Non-Departmental						
2101 Trsf Out to GF for Franchise	50,000	100,000	100,000	50,000	50,000	50.00%
Total Non-Departmental	50,000	100,000	100,000	50,000	50,000	50.00%
Total Water & Sewer Operating Fund Expenditures	\$29,117,133	\$71,450,929	\$72,376,758	\$33,366,718	\$39,010,040	53.90%

Statement of Program Expenditures - Solid Waste Operating Fund
Period Ended June 30, 2026

	FY25 Actuals	FY26 Original	FY26 Amended	FY26 Actuals	Available Budget	% Available
Policy & Administrative Services						
4100 Mayor	\$6,330	\$14,723	\$14,723	\$5,894	\$8,829	59.97%
4101 Board of Directors	25,700	29,110	29,110	12,184	16,926	58.15%
4102 City Administrator	139,570	267,128	233,128	86,040	147,087	63.09%
4204 City Attorney	73,530	108,750	108,750	68,332	40,418	37.17%
4405 Internal Auditor	31,321	84,757	84,757	35,737	49,020	57.84%
Total Policy and Administration Services	276,451	504,467	470,467	208,187	262,280	55.75%
Management Services						
4104 Human Resources	55,745	164,318	167,591	82,634	84,956	50.69%
4105 City Clerk/Citizen Action Center	27,068	82,323	91,562	28,588	62,974	68.78%
4301 Finance	141,883	351,676	351,676	158,505	193,171	54.93%
4306 Purchasing	21,701	29,423	29,423	11,129	18,294	62.18%
4401 Information & Technology Svcs	558,231	1,182,098	1,228,080	541,247	686,833	55.93%
4504 Citizens Service	183,013	422,309	421,327	201,199	220,128	52.25%
4503 Facilities Maintenance	54,607	88,647	90,166	42,973	47,192	52.34%
4407 Communications	38,980	119,009	119,009	44,829	74,180	62.33%
Total Management Services	1,081,228	2,439,803	2,498,832	1,111,104	1,387,728	55.54%
Operation Services - Solid Waste						
6301 Administration	443,481	1,032,963	1,233,463	444,977	788,486	63.92%
6302 Residential Collections	1,547,594	3,554,564	3,594,357	1,559,671	2,034,686	56.61%
6303 Commercial Collections	741,602	1,694,775	1,698,483	696,938	1,001,545	58.97%
6304 Fleet & Grounds Maintenance	741,152	1,615,412	1,615,713	619,137	996,576	61.68%
6305 Solid Waste Landfill	2,286,641	6,175,975	6,259,722	2,232,813	4,026,909	64.33%
6307 Industrial Collection	564,692	1,417,660	1,462,997	602,245	860,751	58.83%
6308 Waste Reduction	167,525	591,817	591,817	182,429	409,388	69.17%
Total Operation Services	6,537,396	16,083,167	16,456,552	6,338,211	10,118,341	61.49%
Non-Departmental						
2104 Trsf Out to Cleanup/Demo Fund	412,500	825,000	825,000	412,500	412,500	50.00%
2104 Trsf Out to San Sinking -Equip	1,655,096	3,533,782	3,533,782	1,766,892	1,766,890	50.00%
2104 Trsf Out to San Sinking - Clos	448,712	995,999	995,999	498,000	498,000	50.00%
2104 Transfer to General Fund	-	1,000,000	1,000,000	500,000	500,000	50.00%
2104 Trsf Out to Landfill Cons Fund	634,237	704,652	704,652	352,326	352,326	50.00%
Total Non-Departmental	3,150,545	7,059,433	7,059,433	3,529,718	3,529,716	50.00%
Total Solid Waste Operating Fund Expenditures	\$11,045,620	\$26,086,869	\$26,485,284	\$11,187,219	\$15,298,065	57.76%

Schedule of Outstanding Utility Billing Receivables as of June 30, 2026

	Current	30-60	61-90	91-120	>120 Days	Total
Sewer	\$1,304,380	\$136,898	\$55,042	\$90,702	\$374,483	\$1,961,504
Water	1,310,736	80,105	18,339	16,324	2,187	1,427,691
Sanitation	485,639	47,496	14,148	9,675	5,102	562,059
Late Fees	2,602	25,441	7,788	3,521	3,454	42,807
Fire Protection	3,644	74	25	35	174	3,951
Total	\$3,107,000	\$290,014	\$95,342	\$120,257	\$385,400	\$3,998,013

Utility Billing Activity Summary

Period Ended June 30, 2026

Beginning Balance	\$5,598,232
Billings	42,218,223
Bill Adjustments	(1,495,375)
Payments	(42,053,492)
Write-Offs	(269,576)
Ending Balance	\$3,998,013

Treasury Report
June 30, 2026

Pooled Cash Bank Accounts	Interest Rate	Bank Balance
Savings	3.25%	\$183,736,001
Operating	3.25%	9,612,949
Accounts payable	3.25%	3,023,862
Payroll	3.25%	585,072
		\$196,957,883
Pooled Investment Accounts	Current Yield	Fair Value
Ddm Reich & Tang FDIC Fund	3.25%	16,912,599
Ddm Reich & Tang FDIC Fund (Invested Income)	3.25%	839,531
Fidelity Imm Gov Class I Fund #57	3.55%	250,000
		18,002,130
Total Pooled Cash and Investments		\$214,960,013
Restricted Bank Accounts		Bank Balance
Community Development Block Grant		\$1,364
Home Investment Trust Fund Fund		2,882
		\$4,247
Escrow Investment Account		Fair Value
SEP Line Replacement Escrow		
Fidelity Imm Gov Class I Fund #57		\$212,785
Fidelity Imm Gov Class I Fund #57 (Invested Income)		23,660
		\$236,445
Revenue Bond Trust Accounts		
Series 2015 Bond Fund		
Federated Government Oblig #395		\$1,512,443
Series 2015 Debt Service Reserve		
Federated Government Oblig #395		2,741,928
Series 2016 Bond Fund		
Federated Government Oblig #395		4,741,777
Series 2016 Debt Service Reserve Fund		
Federated Government Oblig #395		766
Series 2018 Bond Fund		
Federated Government Oblig #395		7,554,398
Series 2018 Construction Fund		
Federated Government Oblig #395		20,691,710
Series 2018 Debt Service Reserve Fund		
Federated Government Oblig #395		1,375
		\$37,244,396
Sales and Use Tax Bond Trust Accounts		Fair Value
2025 SUT Series .75% Pledge Account		
Federated Hermes Money Market		\$374
2025 SUT Series 1% Pledge Account		
Federated Hermes Money Market		1,420
2025 SUT Series Bond Closing Expense Account		
Federated Hermes Money Market		4,631

Treasury Report
June 30, 2026

2025 SUT Series Bond Fund

Federated Hermes Money Market	1,770,660
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2025 SUT Series DSR

Federated Hermes Money Market	44,470
United States Treasury NTS DTD 4/30/2024 4.625% 4/30/2031	3,002,776

2025 SUT Series Project Improvement Fund

FEDERATED HERMES MONEY MARKET US SVC SHS	8,068,822
SLGS - TIME DEPOSIT 3.56% 10/15/2026	2,731,902
SLGS - TIME DEPOSIT 3.59% 09/15/2026	2,714,432
SLGS - TIME DEPOSIT 3.63% 08/15/2026	2,842,776
SLGS - TIME DEPOSIT 3.69% 07/15/2026	2,706,160
U S TREASURY NOTE DTD 08/15/2017 2.25% 08/15/2027	3,389,357
U S TREASURY NOTE DTD 11/15/2016 2% 11/15/2026	2,873,105
U S TREASURY STRIP DISC ZERO CPN 11/15/2027	3,309,460
U S TREASURY STRIP DTD 08/15/1998 0% 08/15/2028	2,747,250
U S TREASURY STRIP DTD 08/15/1998 ZERO CPN 02/15/2028	2,805,360
U S TREASURY STRIP DTD 11/16/1998 ZERO CPN 05/15/2028	2,776,020
UNITED STATES TREAS NTS DTD 01/15/2024 4% 01/15/2027	3,244,260
UNITED STATES TREAS NTS DTD 01/15/2025 4.25% 01/15/2028	2,885,141
UNITED STATES TREAS NTS DTD 02/15/2024 4.125% 02/15/2027	3,392,967
UNITED STATES TREAS NTS DTD 03/15/2024 4.25% 03/15/2027	3,274,394
UNITED STATES TREAS NTS DTD 03/15/2025 3.875% 03/15/2028	2,879,993
UNITED STATES TREAS NTS DTD 04/15/2024 4.5% 04/15/2027	3,304,921
UNITED STATES TREAS NTS DTD 04/15/2025 3.75% 04/15/2028	2,912,146
UNITED STATES TREAS NTS DTD 05/15/2024 4.5% 05/15/2027	3,434,433
UNITED STATES TREAS NTS DTD 06/15/2024 4.625% 06/15/2027	3,314,868
UNITED STATES TREAS NTS DTD 06/15/2025 3.875% 06/15/2028	2,926,902
UNITED STATES TREAS NTS DTD 07/15/2024 (AQ-2027) 4.375% 07/15/2027	3,318,275
UNITED STATES TREAS NTS DTD 07/15/2025 3.875% 07/15/2028	2,926,107
UNITED STATES TREAS NTS DTD 09/15/2024 3.375% 09/15/2027	3,307,758
UNITED STATES TREAS NTS DTD 09/15/2025 3.375% 09/15/2028	2,900,912
UNITED STATES TREAS NTS DTD 10/15/2024 3.875% 10/15/2027	3,354,912
UNITED STATES TREAS NTS DTD 10/15/2025 3.5% 10/15/2028	676,990
UNITED STATES TREAS NTS DTD 12/15/2023 4.375% 12/15/2026	2,746,357
UNITED STATES TREAS NTS DTD 12/15/2024 4% 12/15/2027	3,368,235

Total Sales and Use Tax Bond Trust Accounts	\$91,134,215
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Solid Waste Landfill Sinking and Constructions Fund

INVESCO TREASURY PORTFOLIO SHORT	\$601,319
US TREASURY BOND 3.25% 6/30/27	437,344
US TREASURY BOND 4% 1/31/29	393,349
US TREASURY BOND 4% 10/31/29	418,731
US TREASURY BOND 4.25% 3/15/27	424,729
US TREASURY BOND 1.25% 5/31/28	440,346
US TREASURY BOND 2.875% 4/30/29	159,383

Treasury Report
June 30, 2026

US TREASURY BOND 3.125% 8/31/27	441,935
US TREASURY BOND 3.5% 1/31/30	425,282
US TREASURY BOND 3.5% 12/15/28	438,169
US TREASURY BOND 3.625% 3/31/30	426,635
US TREASURY BOND 3.75% 12/31/30	436,772
US TREASURY BOND 3.875% 12/31/27	438,178
US TREASURY BOND 3.875% 12/31/29	168,348
US TREASURY BOND 3.875% 4/30/31	443,606
US TREASURY BOND 4% 1/15/27	390,051
US TREASURY BOND 4% 7/31/29	423,015
US TREASURY BOND 4.5% 4/15/27	391,443
US TREASURY BOND 4.5% 7/15/26	380,110
US TREASURY BOND 4.625% 09/30/30	442,164
US TREASURY BOND 1.5% 08/15/26	298,124
US TREASURY BOND 2% 11/15/26	213,467
US TREASURY BOND 2.25% 02/15/27	213,684
US TREASURY BOND 1.625% 5/15/26	443,502
US TREASURY BOND 2.75% 02/15/28	440,114
US TREASURY BOND 3.875% 6/30/30	439,891
US TREASURY BOND 4.125% 7/31/28	439,727
US TREASURY NTS 2.75% 7/31/27	438,534
Total Solid Waste Landfill Sinking and Contstructions Fund	\$11,047,953



MEMORANDUM



TO: Jeff Dingman, Acting City Administrator
CC: Maggie Rice, Deputy City Administrator
FROM: Todd Mittge, Director of Engineering
DATE: August 5, 2026
SUBJECT: 2026 Prioritized Capital Improvement Plan for Water-Phase II

SUMMARY

At the direction of the Board, the 2026 Water CIP Plan was condensed and limited to smaller pieces with identified funding. The first part of the 2026 Prioritized Capital Improvement Plan for Water was presented and approved by the Board at the March 17, 2026, meeting.

Presented for discussion at the August 11 study session is the second phase of the Prioritized Capital Improvement Plan for Water for the year 2026. Projects totaling \$7,100,000.00 have been prioritized for this phase and include: Luce Water Tank & Country Club Water Tank: Strip paint from inside and outside/repaint, make necessary repairs and add a mechanical mixer as required by the Arkansas Department of Health, Pense Water Tank Painting, and Emergency Neighborhood Water System Improvements.

Grant funds have been awarded for the Neighborhood Water System Improvements. Grant Applications have been submitted for consideration for the Lake Fort Smith Water Transmission Line Phase 5 (DCIP-\$12,884,475.20) and awarded for the Lake Fort Smith Transmission Line Phase 2A1 (\$12,000,000.00) as noted on the plan.

If the CIP plan is approved, individual projects will be presented to the Board for approval as contracts are awarded. Staff anticipates bringing additional projects to the Board for approval as funding is identified and we continue to explore grant opportunities as a potential funding mechanism for future projects.

Please contact me should you or members of the Board have any questions or desire additional information

ATTACHMENTS

1. [8-11-26 Item ID 2805 Attachment Engineering-Utilities.pdf](#)

CITY OF FORT SMITH
Engineering Department - Utility - 2026 Water Capital Improvement Program

Description	Project #	City Obligation	Grant Amount	Estimated 2026 Expenditures	2026 Priority	Comitments to Date
Rehabilitation of I-540 Water Line Crossing (Euper Lane)	23-22	\$ 1,125,245.00		\$ 1,125,245.00	2026 CIP #1	\$ 1,125,245.00
Midland Bridge Transmission Line Repair	23-21	\$ 1,000,000.00		\$ 1,000,000.00	2026 CIP #1	
Race Track Road Water Line Improvements	24-15	\$ 1,372,304.00		\$ 1,372,304.00	2026 CIP #1	\$ 1,372,304.00
Water Tank Painting (Luce-7.5 MG Reservoir)		\$ 2,250,000.00		\$ 2,250,000.00	1	
Water Tank Painting (0.25 MG Country Club Tank)		\$ 500,000.00		\$ 500,000.00	2	
Water Tank Painting (Pense 0.1 MG Standpipe)		\$ 250,000.00		\$ 250,000.00	3	
Neighborhood Water System Improvements		\$ 600,000.00	\$ 3,000,000.00	\$ 3,600,000.00	4	
Emergency Neighborhood Water System Improvements		\$ 1,000,000.00		\$ 1,000,000.00	5	
Transmission Line Phase 5 (DCIP)	19-03	\$ 2,000,000.00	\$ 12,884,475.20	\$ 14,884,475.20	6	
Transmission Line Phase 2A1	19-33	\$ 500,000.00	\$ 12,000,000.00	\$ 12,500,000.00	7	
2026 Water CIP #2 Subtotal		\$ 7,100,000.00				\$ 2,497,549.00
2026 Water CIP #2 Grants*			\$ 27,884,475.20			
2026 Water CIP #2 Total				\$ 34,984,475.20		

*\$12,884,475.20 of "Grants" is in review by the OLDCC for the DCIP request.



MEMORANDUM

TO: Honorable Mayor and Members of the Board of Directors
CC: Matt Meeker, Director of Public Works
FROM: Jeff Dingman, Acting City Administrator
DATE: August 5, 2026
SUBJECT: Bulk water fill stations, water billing at PIWP, and unauthorized water use

SUMMARY

At the July 7 regular meeting, the Board of Directors requested study session discussion of three distinctly separate items related to water.

First, a discussion about the "free" water filling station in Mountainburg. This is not an accurate description of what is happening, and this item is described in an attached memorandum. Director of Public Works Matt Meeker will be in attendance for the discussion in order to respond to any specific questions.

Second, a discussion about "reduced water billing" for Parrot Island Waterpark. There was a problem with the park's water meter in 2025 but that is now corrected. This item is described in an attached memorandum and Director of Citizen Services Joshua Robertson will be present for the discussion to respond to specific questions related to billing. Aside from the meter problem in 2025, the park has been billed for its regular monthly water usage each year since 2016.

Third, a discussion about unauthorized water use at specific locations. As background to this discussion, Public Works' meter team is working to replace or reconstruct all of the contract meters (other than Van Buren, they own their meters), and they now only have one contract meter left to replace. Staff is also testing and/or replacing meters for customers that fall within the top 75% of usage by volume. This includes 66 different customers and 451 different meters. Any meters in this group that are 15 years old or older are being replaced. Those under 15 years of age are being tested and replaced as necessary. Any smaller Zenner meters found are being replaced regardless of age.

In some instances, as they work through the large users on the system staff has found and corrected inappropriate meter bypass setups, which may have been installed for legitimate purposes such as meter maintenance, but regardless have now been either valved off or removed so that meter bypass is no longer happening. As the city hears of potential unauthorized use, Public Works investigates and initiates corrective action if found. Mr. Meeker will be able to respond to any specific questions.

If you have questions beforehand, please submit them to me ahead of the meeting so staff can be as prepared as possible with the correct response.

ATTACHMENTS

1. [20260811 Memo - Water Fill Stations combined.pdf](#)
2. [20260811 Memo - PIWP Water Utility Billing combined.pdf](#)

Memo

To: Honorable Mayor & Members of the Board of Directors
From: Jeff Dingman, Acting City Administrator
Date: 8/6/2026
Re: Water Fill Stations – Lake Fort Smith Water Treatment Plant

For many years, the city has provided bulk water fill stations at both the Lee Creek Water Treatment Plant near Van Buren and the Lake Fort Smith Water Treatment Plant near Mountainburg. These fill stations are used by many area residents who do not have sufficient water supply at their rural properties and depend on the stations for their potable water. The fill station at Lee Creek is located inside the fence, so is only accessible when someone can operate the gate. The fill station at Lake Fort Smith is located outside of the fence along Waterloop Rd and is accessible 24/7. These are not provided as a “free” water supply service, but both stations have always operated on the “honor system”, whereby the unsupervised customer fills their container and leaves the appropriate cash payment in the box provided. Photos of the Lake Fort Smith station are attached.

Due to its setup, the water filling station at the Lake Fort Smith Water Treatment Plant is an uncontrolled access facility that operates on the “honor system” for payment. This is not an arrangement that should continue. As the city has no way of knowing how many people use the station, a sign was installed on June 23 notifying users of the fill station that it was being considered for closing and asking them to contact Public Works to indicate their levels of interest and dependency on the fill station for their potable water needs. As of August 5, seventy-two (72) unique customers that have called the office stating they regularly rely on the filling station for their source of potable water, either as a main source or supplemental source.

In addition to the signs, staff also placed motion-activated cameras to monitor activity at the stations. Observations indicate significant use of the facility, and while most patrons are observed appearing to put money in the cash box, some do not. As an alternative to closing the fill stations, staff identified coin-operated dispensing equipment similar to a car-wash setup that requires patrons to pay for the water they use from the fill station and eliminates the honor system/cash box setup. This would ensure that the city receives the appropriate payment for the water taken. This requires a small investment in the equipment and labor to install the systems, but it would allow the city to leave the stations operable without supervision but with a definitive way to account for the water used by each customer. The attached photo shows a credit-card only machine, but we will first evaluate coin-operated machines.

This review was not undertaken with intent to close the bulk water fill stations. We recognize that there are a number of people that rely on the stations for their water needs, but we need to establish a more accountable means of operating this system. Staff will proceed with installation of the coin-operated setup at both bulk water fill stations.

Lake Fort Smith WTP - Bulk Water Fill Station



Home > Gas & Service Station Supplies > Coin Operated Air / Water Machines >
Pay for Water System, Credit Card Only



Pay for Water System, Credit Card Only

SKU: DU1A046C

[VIEW CATALOG PAGE E3528](#)

Now you can charge for water use at your facilities. Allows for the controlled use and charging of customers to fill tanks, trucks, trailers, etc.

Complete systems include:

- Control Panel
- Stainless Steel Bill / Coin Meter
- (1") 24-Volt water valve, adjustable timer and meter padlock for extra security.
- Water valve plumbs into your existing supply line and wires back to the control panel.
- Systems are pre-wired (except for the water valve) and ready for hookup.
- Can be activated on coins only, coins & tokens, coins, bill or credit cards depending on the system.
- Low voltage, 24-Volt design for safe use.
- Weight is 40 lbs.
- \$ Amount can be changed, please inquire.

Share:



\$2,668.00 / EA



ADD TO CART



Please select the address you want to ship to ▼



Memo

To: Honorable Mayor & Members of the Board of Directors
From: Jeff Dingman, Acting City Administrator
Date: 8/6/2026
Re: Water Billing – Parrot Island Waterpark

Parrot Island Waterpark is expected to pay for its regular monthly water use as part of its operating expenses. A summary of the park's usage & billing history since 2023 is attached, including the monthly activity in 2025 & 2026 through August 4.

You will see on the monthly detail that at some point in the summer of 2025 the water meter apparently stopped working resulting in very low bills (base fee only). The park did pay its regular anticipated amount due in July 2025 (the \$3K payment shown on July 8), but it registered as a credit amount on the account as the regular read process did not report usage. This condition was undetected through July, August & September until discovered by utility billing staff. The meter was inspected, determined inoperable, and was replaced October 13, 2025 and regular billing resumed, although it was in the park's off season when usage is very low.

Although the park has been expected to pay a monthly bill for regular use, the park has not ever been charged for the water that initially fills the pools each spring before the park opens. Since the very first operating season, the park has connected to a nearby fire hydrant to fill the pools in a matter of days versus the weeks it would take to fill them from the regular water service. This year, I asked that a hydrant meter be installed so that the actual usage to fill the pools was captured. Still, in keeping with previous practice the park has not been charged for this water, but we now can account for this non-revenue usage so that it isn't considered lost water. As reported to the Board via email on June 9, the hydrant meter registered 948 ccf of water used to fill the pools. If a bill were issued for this volume utilizing the established hydrant meter rate (\$5.26/ccf – the same as the irrigation rate), the bill would amount to \$4,986.48 plus sales tax of \$473.72, a total of \$5,460.20.

Parrot Island Waterpark
Water Billing Account Summary

Date	Bill Number	Type	Amount	Balance
08/04/2026		Payment	\$ (8,272.96)	\$ -
07/30/2026	4361612	Charge	\$ 5,050.04	\$ 8,272.96
07/22/2026		Reversal	\$ 3,222.92	\$ 3,222.92
07/22/2026		Payment	\$ (3,222.92)	\$ -
06/30/2026	4324619	Charge	\$ 3,022.64	\$ 3,222.92
06/25/2026		Penalty	\$ 7.50	\$ 200.28
06/24/2026		Payment	\$ (1,927.80)	\$ 192.78
06/23/2026		Penalty	\$ 192.78	\$ 2,120.58
05/29/2026	4287832	Charge	\$ 2,758.21	\$ 1,927.80
04/30/2026	4251243	Charge	\$ 1,048.91	\$ (830.41)
03/30/2026	4214630	Charge	\$ 67.79	\$ (1,879.32)
02/27/2026	4178122	Charge	\$ 40.96	\$ (1,947.11)
01/30/2026	4141502	Charge	\$ 40.96	\$ (1,988.07)
12/30/2025	4104924	Charge	\$ 98.45	\$ (2,029.03)
11/26/2025	4068308	Charge	\$ 562.18	\$ (2,127.48)
10/30/2025	4031677	Charge	\$ 40.96	\$ (2,689.66)
09/30/2025	3995019	Charge	\$ 40.96	\$ (2,730.62)
08/29/2025	3958376	Charge	\$ 40.96	\$ (2,771.58)
07/29/2025	3921712	Charge	\$ 52.46	\$ (2,812.54)
07/08/2025		Payment	\$ (3,022.44)	\$ (2,865.00)
06/30/2025	3885183	Charge	\$ 52.46	\$ 157.44
06/26/2025		Penalty	\$ 7.50	\$ 104.98
06/24/2025		Penalty	\$ 8.86	\$ 97.48
05/30/2025	3848672	Charge	\$ 88.62	\$ 88.62
05/15/2025		Payment	\$ (185.61)	\$ -
04/29/2025	3812186	Charge	\$ 44.80	\$ 185.61
04/24/2025		Penalty	\$ 7.50	\$ 140.81
04/22/2025		Penalty	\$ 4.09	\$ 133.31
03/31/2025	3775776	Charge	\$ 40.96	\$ 129.22
03/24/2025		Penalty	\$ 4.09	\$ 88.26
02/28/2025	3739310	Charge	\$ 40.96	\$ 84.17
01/30/2025	3707621	Charge	\$ 40.96	\$ 43.21
01/27/2025		Payment	\$ (216.38)	\$ 2.25
01/24/2025		Penalty	\$ 7.50	\$ 218.63
01/22/2025		Penalty	\$ 4.09	\$ 211.13

Meter Replaced
10/13/2025

Year	Adj	App Cr	Charge	Payment	Penalty	Reversal
2026			\$ 12,029.51	\$ (13,423.68)	\$ 200.28	\$ 3,222.92
2025			\$ 1,144.73	\$ (3,424.43)	\$ 43.63	
2024			\$ 12,776.75	\$ (14,495.62)	\$ 1,306.03	
2023			\$ 30,335.75	\$ (28,654.04)	\$ 797.09	



MEMORANDUM

TO: Honorable Mayor and Members of the Board of Directors
FROM: Jeff Dingman, Acting City Administrator
DATE: August 5, 2026
SUBJECT: Discussion regarding changing water meter usage from ccf to gallons

SUMMARY

The Board of Directors asked for information related to the possibility of changing all of the city's water meters from registering CCF to gallons, and also asked for a study session discussion on this topic. The study session discussion is scheduled for the August 11, 2026 study session.

Please see the attached information compiled by staff on this matter. If you have specific questions not addressed in this material please let us know.

ATTACHMENTS

1. [20260701 Water Sewer Billing Structure from CCF to Gallons Brief.pdf](#)



Board Information

Changing Water and Sewer Volume Billing Structure from CCF to Gallons

At the May 19 Board of Directors' Officials Forum, the Board asked for information and a Study Session discussion regarding potentially changing the water and sewer volume billing structure from CCF (hundred cubic feet) to gallons (normally billed in 1,000-gallon increments). That study session discussion is scheduled for August 11.

Currently the city's water meters all measure usage volume in units of one hundred cubic feet (CCF). One CCF equals 748 gallons. A few areas of initial concern have been identified in response to this question, as follows:

Converting the Existing Meters to Read Gallons

The existing meters cannot be converted from CCF to gallons. Meters are manufactured to read either one or the other. The meters do not have the number of significant figures to fully convert the CCF reading to gallons and the internal components are set up to count CCFs, not gallons. Trying to do any sort of conversion would prevent proper billing and cause potential lost revenue or overbilling. For example, a customer is billed for 4 CCF for three (3) months and on the fourth month they are billed 5 CCF. Based on this example, each month the actual usage is 4.25 CCF, but the meters are read in whole CCF. The partial CCF is not billed until the meter rolls over to the next CCF. As the City has multiple different types of water meters, the significant figures are all different.

As stated earlier, one CCF equals 748 gallons. Four (4) CCF equals 2,992 gallons, so the customer would be billed for 2,000 gallons. When the meter rolls to 5 CCF, which equals 3,740 gallons, the customer would be billed for 3,000 gallons. For several water utilities, the bill is based overall on a truncated thousand gallons used and for others it is based on the exact gallons used. If a truncated thousand gallons used are billed, customers are always underbilled for the water used. If the exact gallons are billed, this is not an issue. Although the volume rate may be \$2.66/CCF, the actual gallon rate is \$0.00356/gallon.

Program the Billing Software to Convert Usage and Bill Based on Gallons Used

It is potentially possible for our Utility Billing software to convert CCF meter readings to gallons before adding the appropriate charge code for volume charge assessment. This would need to undergo rigorous and thorough testing to ensure all software settings are correct and the proper fees are calculated.

One important challenge is partial CCFs cannot be read on all residential meters. All meters will need to maintain CCF reported readings and this does introduce a partial error up to 748 gallons. This would average out over time but could cause concern for any customer in any given month.

Change Out All Meters to Read in Gallons

The best path forward to billing in gallons is to change the meters to read in gallons. This will make the meter read a seamless process where error and upload communication errors are

limited. It will also remove any confusion when a customer checks their meter reading against their current water bill by eliminating the need for the customer to calculate the meter's CCF reading to gallons.

Hybrid Billing System During Changeout

As meters are replaced over the next several years, new gallon meters may be installed. This would create a hybrid billing system where the new meters are billed in gallons, and the old meters are still billed in CCF or the converted CCF-to-gallon rate. Staff is looking at procedures to ensure this is possible and what would need to be done during the billing period when the changing of the meters occurs, that is, when part of the billing cycle contains both CCF reading and gallon readings.

The other item that would be required is to change the rate ordinance from both water and sewer to either a strictly 1,000 gallon (KGal) rate utilizing the CCF conversion to gallons or adopt a hybrid rate of both CCF and gallons, normally expressed in 1,000 gallon (KGal) increments, to allow the citizens to know what the rate is based on their billed units. Sewer for example at today's current rate would have rates of \$9.05/CCF and \$12.10/KGal. Although it looks like the rate for KGal is more, the cost per gallon remains the same at \$0.0121.

The water tier system would also need to be reevaluated. Our current CCF tiers are as follows and their corresponding gallons are in the second column.

CCF Residential Tier	Corresponding Gallon Tier
1-3 CCF	1-2,244 gallons
4-7 CCF	2,245-5,236 gallons
8+ CCF	5,237 gallons

Although this is possible, it is not an overnight project and will rely on multiple departments working in tandem to ensure the change from CCF to gallons for billing volume does not result in billing errors. As stated before, rigorous and thorough testing must be carried out to facilitate proper billing. As meters are changed out, new gallon meters would be installed, and the accuracy or billing would potentially increase over the CCF to gallon conversion method of billing.

Conclusion and Recommendation

The notion that since we are evaluating changing out all meters anyway, we should evaluate changing them from CCF meters to register use by the gallon is fair. However, it will not be a seamless process. We cannot afford to change the meters out in one 12-18 month project unless we finance the project by issuing bonds or enter into an Energy Service Contract arrangement to pay for the project with the net revenues it creates (like Ameresco proposed). At our pace of budgeting incremental yearly replacements, the change will likely take several years. Regardless, there will be a period of either months or years where a hybrid billing system is in place, billing on both old and new meters at the same time. While it could be done, it will add a significant difficulty factor in an already-difficult project to change out the city's water meters. Staff recommends staying with meters that register usage in CCF units.



MEMORANDUM

TO: Honorable Mayor and Members of the Board of Directors
FROM: Jeff Dingman, Acting City Administrator
DATE: July 28, 2026
SUBJECT: Data Centers

SUMMARY

At the July 21, 2026 regular meeting the Board requested a study session discussion regarding data center regulations in Fort Smith. Some of the concerns expressed included Board of Director review of all proposed data centers within Fort Smith as well as water usage should a data center be located within an area supplied by Fort Smith water, either directly or via a contract water user.

In October 2023, Ordinance 79-23 was adopted requiring Conditional Use approval of data centers in an Industrial Light (I-1) zone and permitting them by right in the Industrial Moderate (I-2) and Industrial Heavy (I-3) zoning districts. Included in the packet are two maps depicting the land area zoned Industrial within city limits. Should the Board of Directors pursue additional requirements such as Board approval of every development plan for data centers, enhanced setbacks, public utility capacity certifications, water usage reports, or noise studies staff recommends following the process for zoning code text amendments.

Additionally, the standardized surplus water user agreement requires written approval from Fort Smith for installation of any water meter larger than two (2) inches or any combination of meters capable of delivering a flow rate exceeding that of a two (2) inch meter on a contract water user's system. This language should cover a myriad of high-volume water users including data centers.

At present, staff is unaware of any potential data center projects in or around Fort Smith. Please contact me if you have any questions.

ATTACHMENTS

1. [Data Center Backup.pdf](#)

Data Center Ordinance Comparison

	Fayetteville, AR	Little Rock, AR	Fort Smith, AR
Ordinance	Ord. 6678 and Ord. 7010	Ord. 22,784	
Primary purpose	TO MAKE DATA CENTERS A CONDITIONAL USE IN THE CITY OF FAYETTEVILLE AND PROVIDE FOR ADDITIONAL REGULATIONS ON DATA CENTERS	TO ESTABLISH CLEAR STANDARDS FOR THE DEVELOPMENT OF DATA CENTERS	
Zones Permitted	Heavy Industrial, I-2 by Conditional Use	Has three (3) Data Center Land Use Based on Scale Assessory (10,000+ to 25,000sf): General Commercial (C-3) by CU, Open Display (C-4) by CU, Industrial Park (I-1) by Right, Light Industrial (I-2) by Right, Heavy Industrial (I-3) by Right Major (25,000+ to 250,000sf): Industrial Park (I-1) by CU, Light Industrial (I-2) by Right, Heavy Industrial (I-3) by Right Hyperscale (250,000+sf): Heavy Industrial (I-3) by Right	Industrial Light, I-1 by Conditional Use Industrial Moderate, I-2 by Right Industrial Heavy, I-3 by Right
Areas of Concern	Noise, Large Utilities Usage	Noise Limits, Utility Usage, Water Systems, Stormwater, Emergency Services, Land-use Resources, Transportation	
Requirement Highlights	•Water Usage Report •Water Capacity Certification • Beaver Water District Certification • Power Utility Capacity Certification • Sound Study from 3rd Acoustic Engineer • Noise Attenuation Plan • Post Completion Noise Study • 1000 ft setback/buffer to residential	•Water Usage Report •Public Utility Capacity Certifications • Arkansas Public Service Commission Regulates Utilities • Noise Limitations • Sound Study from 3rd Acoustic Engineer (Hyperscale) • Post Completion Noise Study (Hyperscale) • Permanent on-site Acoustic Monitor (Hyperscale) • 100 Landscape Buffer to residential (Major and Hyperscale) • 900 ft setback/buffer to residential (Hyperscale) • 250 ft setback/buffer to residential (Major) • 100 ft setback/buffer to residential (Assessory)	• Noise Limitations • Enhanced residential setback of 100 ft
Noise Limitations	Day Time (7am to 11pm) Night Time (11pm to 7am) Industrially zoned - Day 80 dBA / Night 75 dBA Commercial/ office - Day 75 dBA / Night 70 dBA Residentially zoned - Day 60 dBA / Night 55 dBA	Day Time (7am to 10pm) Night Time (10pm to 7am) Industrially zoned - Day 70 dBA / Night 65 dBA Commercial/ office - Day 65 dBA / Night 60 dBA Residentially zoned - Day 60 dBA / Night 50 dBA	Day Time (7am to 11pm) Night Time (11:01pm to 6:59am) Industrially zoned - Day 80 dBA / Night 75 dBA Commercial/ office - Day 75 dBA / Night 70 dBA Residentially zoned - Day 60 dBA / Night 55 dBA



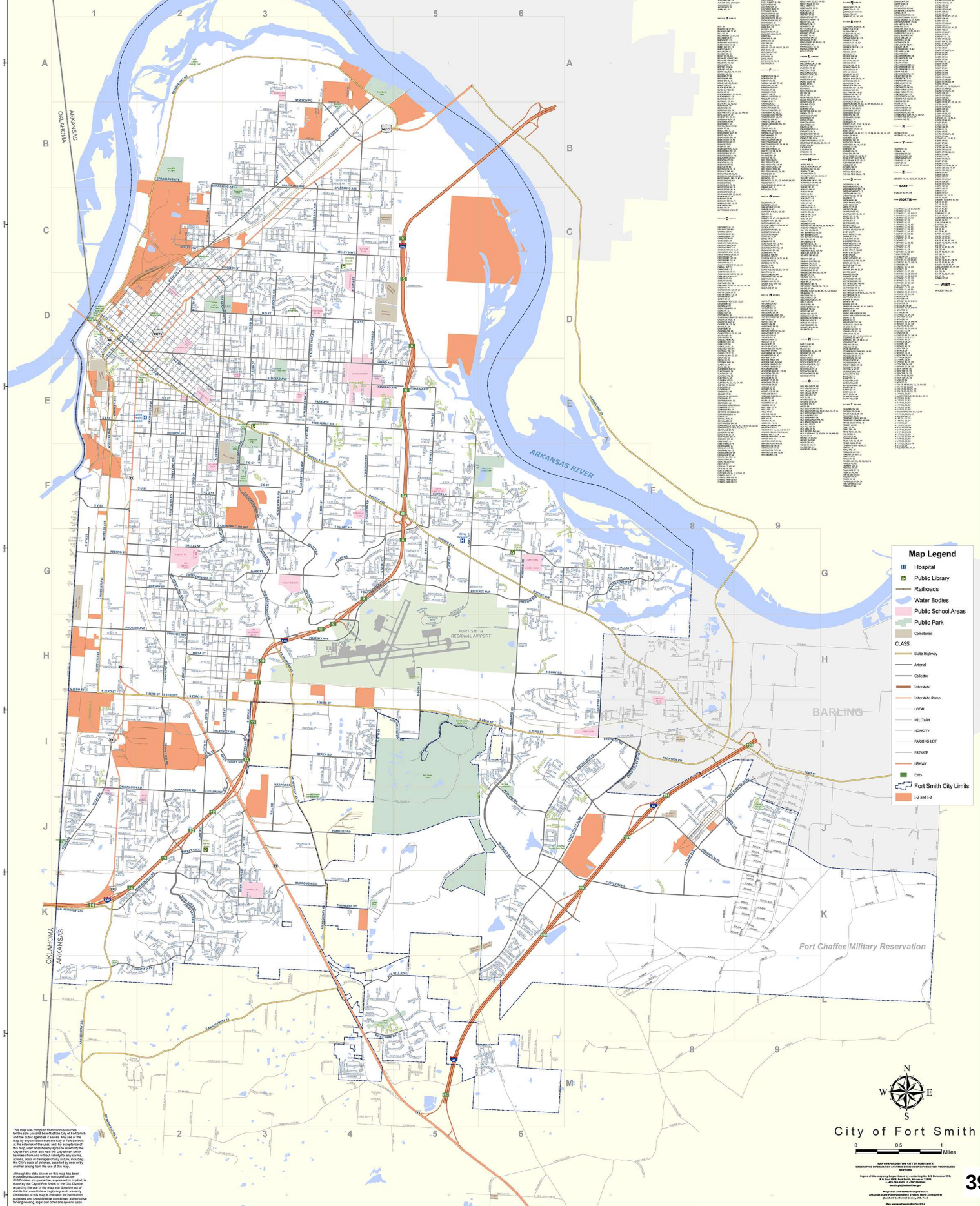


Area Zoned Industrial Moderate (I-2) and Industrial Heavy (I-3)

VAN BUREN

STREET GRID INDEX

1	2	3	4	5	6	7	8	9	10	11	12	13	14	15	16	17	18	19	20	21	22	23	24	25	26	27	28	29	30	31	32	33	34	35	36	37	38	39	40	41	42	43	44	45	46	47	48	49	50	51	52	53	54	55	56	57	58	59	60	61	62	63	64	65	66	67	68	69	70	71	72	73	74	75	76	77	78	79	80	81	82	83	84	85	86	87	88	89	90	91	92	93	94	95	96	97	98	99	100
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Map Legend

- Hospital
- Public Library
- Railroads
- Water Bodies
- Public School Areas
- Public Park
- Composites

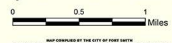
CLASS

- State Highway
- Arterial
- Collector
- Interstate
- Interstate Ramp
- LOCAL
- WETLAND
- PARKING LOT
- PRIVATE
- UTILITY
- Other

Fort Smith City Limits
I-2 and I-3



City of Fort Smith



This map was compiled from various sources and is not a legal document. It is intended for informational purposes only. The City of Fort Smith is not responsible for any errors or omissions. The map is subject to change without notice.