

Popular Annual Financial Report

Fiscal Year Ended September 30, 2025

Popular Annual Financial Report

Table of Contents

4	Welcome to Round Rock
6	Round Rock by the Numbers
7	Economic Development
10	Net Position by Component
11	City Finances: Fiscal Year 2025
12	General Fund: Balance Sheet
13	General Fund: Condensed Statement of Revenues, Expenditures & Changes in Fund Balances
14	Utility Fund: Condensed Statement of Net Position
15	Utility Fund: Condensed Statement of Revenues, Expenditures & Changes in Net Position
16	Hotel Occupancy Tax Report
17	Sources and Uses of Debt



Purpose

The purpose of this Popular Annual Financial Report (PAFR) is to summarize and simplify the information provided in the City's Annual Comprehensive Financial Report (ACFR) which is developed in conformity with generally accepted accounting principles (GAAP) and is independently audited by Whitley Penn L.L.P. Although unaudited, the PAFR provides readers a summary of the City's revenues, expenditures, and local economic indicators for the fiscal year ended September 30, 2025. This report is intended for readers that prefer to review operational and financial information in summary form and does not substitute for the City's ACFR.

The City of Round Rock ACFR for the fiscal year ended 2025, from which the information on pages 11-17 has been drawn, will be submitted for consideration of the Certificate of Achievement for Excellence in Financial Reporting by the Government Finance Officers Association of the United States and Canada (GFOA). The Certificate of Achievement is the highest form of recognition for excellence in state and local government financial reporting.

For a fully detailed, fully disclosed GAAP-based presentation of the City's financial position, the City's ACFR is available on the City's website in its entirety:

[City of Round Rock Annual Comprehensive Financial Report](#) for the Fiscal Year Ended September 30, 2025.



Government Finance Officers Association

Award for
Outstanding
Achievement in
Popular Annual
Financial Reporting

Presented to

**City of Round Rock
Texas**

For its Annual Financial Report
For the Fiscal Year Ended

September 30, 2024

Christopher P. Morrill

Executive Director/CEO

The Government Finance Officers Association of the United States and Canada (GFOA) has given an award for Outstanding Achievement in Popular Annual Financial Reporting to the City of Round Rock, Texas for its Popular Annual Financial Report for the fiscal year ended September 30, 2024. The Award for Outstanding Achievement in Popular Annual Financial Reporting is a prestigious national award recognizing conformance with the highest standards for preparation of state and local government popular reports. In order to receive an Award for Outstanding Achievement in Popular Annual Financial Reporting, a government unit must publish a Popular Annual Financial Report whose contents conform to program standards of creativity, presentation, accessibility, and reader appeal.

An Award for Outstanding Achievement in Popular Annual Financial Reporting is valid for a period of one year only. The City of Round Rock has received a Popular Award for the last 14 consecutive years. We believe our current report continues to conform to the Popular Annual Financial Reporting requirements and are submitting it to GFOA for consideration.

Welcome to Round Rock

Location



Round Rock is located fifteen minutes north of downtown Austin on Interstate Highway 35. This location places our city within three hours driving time of ninety percent of the population of the State of Texas. This population, of over twenty-nine million people, provides an exceptional market for firms located in Round Rock.

Our location also provides ready access to the State Capitol, multiple colleges, several large hospitals and medical educational facilities, a long list of high-tech industries, including Dell, and a civilian work force of over 1,240,000 within the Austin MSA (Round Rock Chamber of Commerce).

The Texas Hill Country and the Highland Lakes are within minutes, providing residents easy access to some of the best outdoor recreation in Texas.

History

Over one hundred years ago, Round Rock was a small Texas town based around an agriculture economy. In the late 1880s, Round Rock became a stop on the famed Chisholm Trail as cowboys drove herds of steer through Brushy Creek and past the distinctive, table-top-shaped round rock for which our town was named.

Today, the City of Round Rock is a fast growing, economically diverse community with a population of approximately 139,000. The City has experienced tremendous population growth which has led to an increased demand for city services. To adequately prepare for the effect of this activity on the City, much effort goes into planning and funding infrastructure and service programs. Each winter, the City Council reviews the City's successes and challenges and refines both the short-term and long-term strategic goals for the City. These goals set the direction for the allocation of staff and financial resources and are the basis for the development of the following year's budget.

Economy

Round Rock has experienced robust economic growth in recent years. As the largest city in Williamson County and part of the Austin Metropolitan Statistical Area (MSA), Round Rock is a key part of one of the fastest growing regions in Texas and the country. From 2016 to the projected population for 2026, the City of Round Rock will have experienced 10-year population growth of 36%. Our long-range population estimates predict this increase continuing at a growth rate of around 2.5% per year for the foreseeable future. The state's strong economy, low unemployment rate, and low rate of overall taxation continues to draw new residents and businesses into Central Texas.

The population for 2030 is projected to be over 161,000 within the City limits and over 228,000 in Greater Round Rock, which includes the City limits and the City's extraterritorial jurisdiction (ETJ). While most of the long-range growth will likely occur in northeast Round Rock where there are still large tracts of land that could be developed into additional neighborhoods, population density will likely increase across the City as residential development continues for single family townhomes, multifamily apartments, and senior living facilities. The City is planning and preparing for this population growth to ensure the high-quality services Round Rock residents have come to expect are expanded to serve residents of today and of tomorrow.

Welcome to Round Rock

Strategic Goals for FY 2025

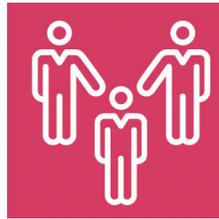
The following icons represent the City Council's six strategic goals. The prioritized goals for FY 2025 are listed below.



Financially Sound
City Providing
High-Value Services



City Infrastructure:
Today and for
Tomorrow



Great Community
to Live



Authentic
Downtown -
Exciting Community
Destination



Desirable
Neighborhoods -
Old and New



"Sports Capital of
Texas" for Tourism
and Residents

Long-Term Financial Planning

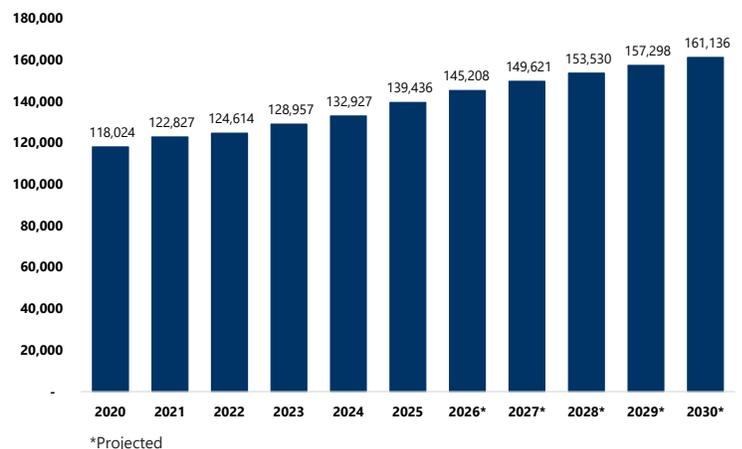
The City uses a 5-year planning model for the General Fund which projects revenues and expenditures over a long-term period using assumptions about economic conditions and future spending scenarios. This model is developed internally and focuses on the anticipated future funding necessary to meet the City's strategic goals.

The model takes a comprehensive approach to evaluating the long-term needs for property tax revenues and other revenues to provide for the maintenance and operations of the General Fund. The City's General Fund relies heavily on sales tax as a revenue source. Sales tax is a less stable revenue source than property tax but provides the taxpayers with more discretion and a lower property tax rate. Because of this revenue makeup, the City estimates sales tax revenues conservatively and introduces new programs somewhat more cautiously until projected revenue levels are attained. The City is also more attentive to the health of its economy because of the reliance upon commerce to produce sales tax.

The City's economy is expected to generate approximately \$111.5 million in sales tax revenue for fiscal year 2026, net of sales tax incentives paid to Dell, Switch, and Kalahari Resorts and Conventions in accordance with economic development agreements in effect. This amount includes the 0.5% in additional sales and use tax for roads and economic development. The remaining 1.5% is projected to generate \$79.5 million for general operations, property tax reduction and capital projects.

As we look into the future, there are several key initiatives in process now that will shape the development of Round Rock for the next decade. The City is leveraging available resources to attract industries from across the globe to strengthen its property tax and sales tax bases. Significant investment in the medical industry including several state-of-the-art medical facility expansions, combined with the impact of multiple higher education centers, will provide community development and unlimited opportunities. Not only will these initiatives shape the physical development of the City, but they will also influence the knowledge base and creativity found in the community.

Round Rock's Population Growth



[Back to TOC](#)

Round Rock by the Numbers

Property Tax Information

Population	139,436
Property Tax Rate	\$0.3600
M&O* Rate: 0.2546	Debt Rate: 0.1054
Median Home Value	\$376,169
Taxable Property Assessed Value	\$25.3B
Property Tax Per Capita	\$643.2

*Maintenance & Operations

Sales Tax Information

Total Sales Tax Rate	8.25 %
State	6.25 %
City	1.00 %
Type B	0.50 %
Property Tax Reduction	0.50 %

City Employees

Total City FTEs		1,204
	Certified	Total
Fire	178	200
Police	209	299

Principal Employers

Number of Employees

Dell Technologies, Inc	10,000
Round Rock Independent School District	6,236
Kalahari Resorts & Conventions	1,830
City of Round Rock	1,204
Airco Mechanical	1,197
Baylor Scott & White Healthcare	1,000
UPS	914
St. David's Round Rock Medical Center	846
Ascension Seton Williamson	708
Emerson Automation Solutions	700

Principal Property Taxpayers

Assessed Value

Kalahari Resorts & Conventions	\$547.8M
Dell Computer Holdings, LP	468.5M
CPG Round Rock, LP (RR Premium Outlets)	163.7M
TX Essential Housing (Lakeside at La Frontera)	151.1M
CMF 15 Portfolio, LLC (Colonial Grand Apts.)	144.5M
Dell Computer Corp.	141.8M
Columbia /St. David's Healthcare	119.6M
Oncor Electric Delivery Co.	92.9M
2811 La Frontera LP (Griffis Apts.)	89.6M
TMP Parkside Project LLC (Parkside at RR)	88.0M

Principal Hotel Taxpayers

Number of Rooms

Kalahari Resorts & Conventions	975
Austin Marriott North	295
Embassy Suites	180
Hyatt Place	138
Homewood Suites	115
Home2 Suites North	119
Element	123
Hilton Garden Inn	122
La Quinta East	99
Courtyard Marriott	113

For additional demographic and economic statistics, please see page 159 of the [FY 2025 Annual Comprehensive Financial Report](#), available on the City of Round Rock's website.



[Back to TOC](#)

Economic Development

The City understands that diversification of Round Rock's economy is a key to financial stability. The long-standing partnership between the City and the Round Rock Chamber of Commerce continues to attract new development to the City. The funding is leveraged with the Chamber Momentum Fund to create a public/private partnership for economic development priorities. This partnership continues to yield new prospects through an inspired approach to economic development for Round Rock.

Strong Local Base

Round Rock continues to experience robust economic growth. As the largest city in Williamson County and part of the Round Rock-Austin-San Marcos Metropolitan Statistical Area (MSA), Round Rock is integral to one of the fastest growing regions in Texas and the country. The state's strong economy, low unemployment rate, and low overall taxation continues to draw new residents and businesses into Central Texas. Round Rock will continue its strong but manageable 2.5% annual population growth into the foreseeable future. The City has a large, diverse and growing business, higher education and medical base that continues to bring new residents and businesses as highlighted in these pages.

Technology and Business



Round Rock is home to **Dell's** global headquarters and it is the largest employer in Round Rock with an estimated 10,000 employees in 2025. Since Dell relocated to Round Rock in 1994, their economic impact on the City has been transformative. The City and Dell's partnership has spanned over thirty years and has transformed Round Rock into a hub of economic and technological development. Dell remains the City's largest property and sales taxpayer. In September 2025, Dell announced a \$25 million expansion to its Round Rock Campus which could support up to an additional 500 jobs. On April 25, 2024, the City extended their existing economic development agreement with Dell from 2053 to 2099, lengthening Dell's commitment to Round Rock and the corresponding economic benefits for an additional 46 years.

Tekscend Photomasks (formerly Toppan), first established its U.S. presence in Round Rock in 1986 and is an advanced manufacturer of photomasks, which is a key component in the process of creating a semiconductor chip that is used by global companies such as Samsung, Texas Instruments, and others. Tekscend selected Round Rock as its site for a \$200 million expansion project aimed at modernizing and growing its operations to meet the demands of the rapidly evolving global semiconductor industry. **KoMiCo**, is a semiconductor equipment parts cleaning, coating, and repair company based in Round Rock, completed a new 40,000 square-foot expansion and created additional jobs.

Switch, Inc., the exascale technology infrastructure corporation, is building its 1.5 million-square-foot Fifth Prime data center campus, "The Rock," in Round Rock next to Dell. Powered entirely by renewable energy, the Tier 5® facility reflects Switch's commitment to sustainability. The company also plans to open a second nearby data center less than a mile from the current site.

Sabey Data Centers (SDC), a premier colocation data center provider, has completed the first 430,000-square-foot building on its new 40-acre Round Rock campus, offering up to 84 megawatts of power. The Texas Advanced Computing Center (TACC) at the University of Texas at Austin announced in August 2024 that Sabey will be home to its Horizon supercomputer. Horizon is part of the nation's National Science Foundation-funded leadership class computing program that is expected to revolutionize US computational research. In July 2025, Sabey began work on a second building, which will add 54 megawatts, with the first phase expected online by late 2027.



[Back to TOC](#)

Economic Development Continued

On July 31, 2024, **Mars Auto** announced they will relocate their US operations from Dallas to Round Rock. Mars Auto leads the way in autonomous vehicle technology and has been the only commercial long-haul autonomous freight shipper in Korea. They are dedicated to developing safe, reliable, and efficient transportation solutions powered by artificial intelligence. Mars Auto focuses on innovation and sustainability to transform the way people and goods move around the world.

Amazon's delivery station opened in Round Rock in 2021. The 32-acre campus is comprised of three industrial buildings totaling over 440,000 square feet. Amazon is expanding its Round Rock presence, building a distribution center, data center, and electrical substation on a 149-acre site on the City's southwestern side. Site work and construction have started and the facility is expected to be operational in 2026. This new facility is expected to create 200 jobs.



Kalahari Resorts and Conventions made their debut in Round Rock in November 2020 and has over 1,800 employees. The Round Rock location represents its fourth family resort and convention center. The authentically African-themed Kalahari Resorts and Convention Center features 975 guest rooms, full-service amenities, fully equipped fitness centers, on-site restaurants, 150,000 square-foot conference center, and a 223,000-square-foot indoor/outdoor water park with a recent outdoor waterpark expansion. This resort provides Round Rock with substantial property, sales and hotel occupancy tax revenues, as well as diversifying the local economy and available employment opportunities.

The Round Rock Chamber of Commerce has recently partnered with **gener8tor**, a nationally ranked venture capital firm and accelerator network, to launch a new program which helps local entrepreneurs excel. This program supports early-stage start ups in Greater Round Rock and helps build a stronger community together.

The District, a \$525 million mixed-use development spanning 65.5 acres of retail, residential, office, and green space, broke ground in March 2025. Originally proposed in 2017 with a 1 million-square-foot plan, the project has expanded to at least 3 million square feet, with full buildout expected by 2039. The plan for the District is to bring shops and restaurants not already available in Round Rock, walkable and low vehicular traffic streets, multifamily high rises, townhomes, condos, and 5,000 jobs in staffing office, hospitality, restaurant and retail businesses. The first building to go vertical will be a seven-story multifamily residential building with 316 units.



The District Round Rock Renderings provided by Mark IV Capital

Economic Development Continued

Higher Education and Healthcare

Round Rock also has several higher education facilities, many of which focus on healthcare disciplines. These institutions of higher learning include **Texas State University, Austin Community College, and Texas A&M Health Science Center.**



On December 4, 2024, **Texas State University** held a groundbreaking ceremony for Esperanza Hall, the first new academic building since Willow Hall opened in 2018, and the fourth academic building for the College of Health Professions on the Round Rock Campus. The hall will be 81,650 square feet with an estimated total project cost of \$52.4 million. The first phase of construction will feature completed classrooms, study areas, and lounge space on the ground floor, while the second and third floors will remain unfinished and reserved for future development. Esperanza hall is expected to be completed in July 2026.

Austin Community College continues to expand its presence in Round Rock with two new buildings and facility upgrades, following a 2022 bond approval. The expansion, which broke ground in November 2024, will support Skilled Trades, Advanced Manufacturing, and Health Sciences programs. This new addition complements the 2018 completion of a \$33 million, 45,000-square-foot expansion featuring the college's third ACCelerator with advanced science labs and classrooms.

In January 2023, **Baylor Scott & White** broke ground on a \$220 million expansion of their already extensive Round Rock facilities to include a neonatal intensive care unit, expanded labor and delivery department, additional operating rooms, cardiac cauterization, interventional radiology and testing laboratories, expended emergency department, and other facility support, as well as more patient beds. The expansion is expected to be completed in 2026.

In September 2024, **Ascension Seton Williamson** broke ground on a \$230 million expansion to their Round Rock campus. The expansion features a six-story tower totaling 216,000 square feet with 160 patient rooms, two operating 6 rooms, more department space, a build-out of nearby medical plaza to add outpatient and rehab care and add over 400 positions. The expansion is expected to be completed in 2026.

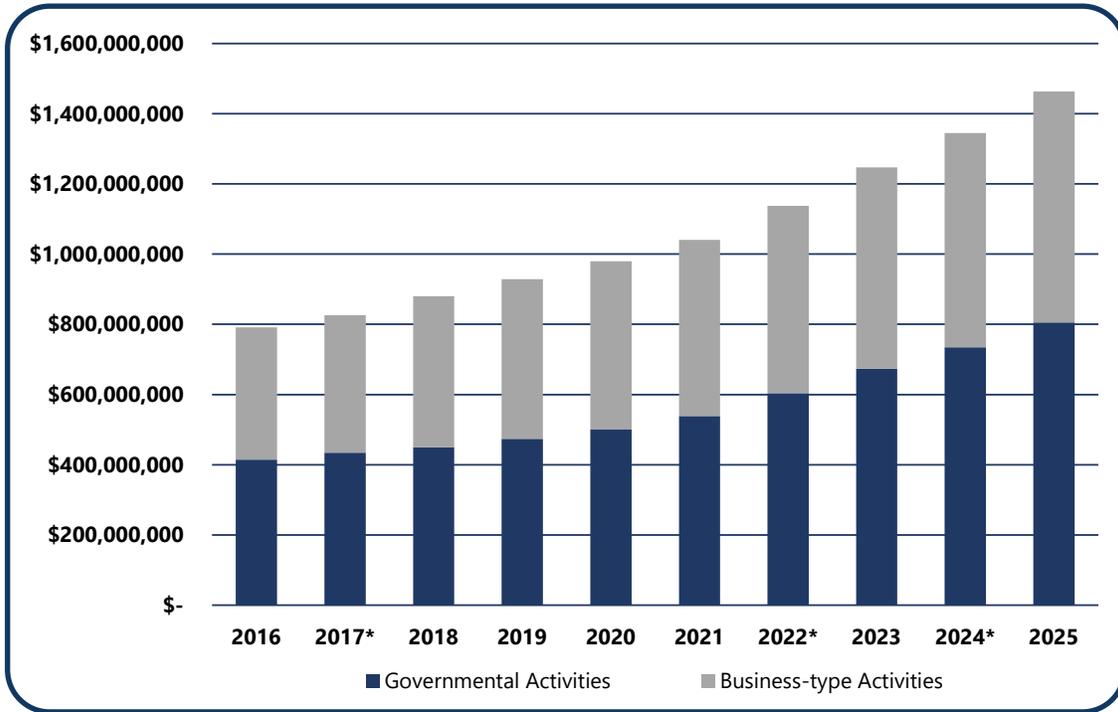


[Back to TOC](#)

Net Position by Component

Citywide

Governmental activities make up 55.1% of the City's net position at September 30, 2025, while business-type activities make up 44.9%. The following chart shows the financial health of the City improving year over year.



* As restated:

The City implemented GASB Statement No. 75 in 2018. As a result, net position for 2017 was restated.

The City implemented GASB Statement No. 95 in 2023. As a result, net position for 2022 was restated.

The City implemented GASB Statement No. 101 in 2025. As a result, net position for 2024 was restated.

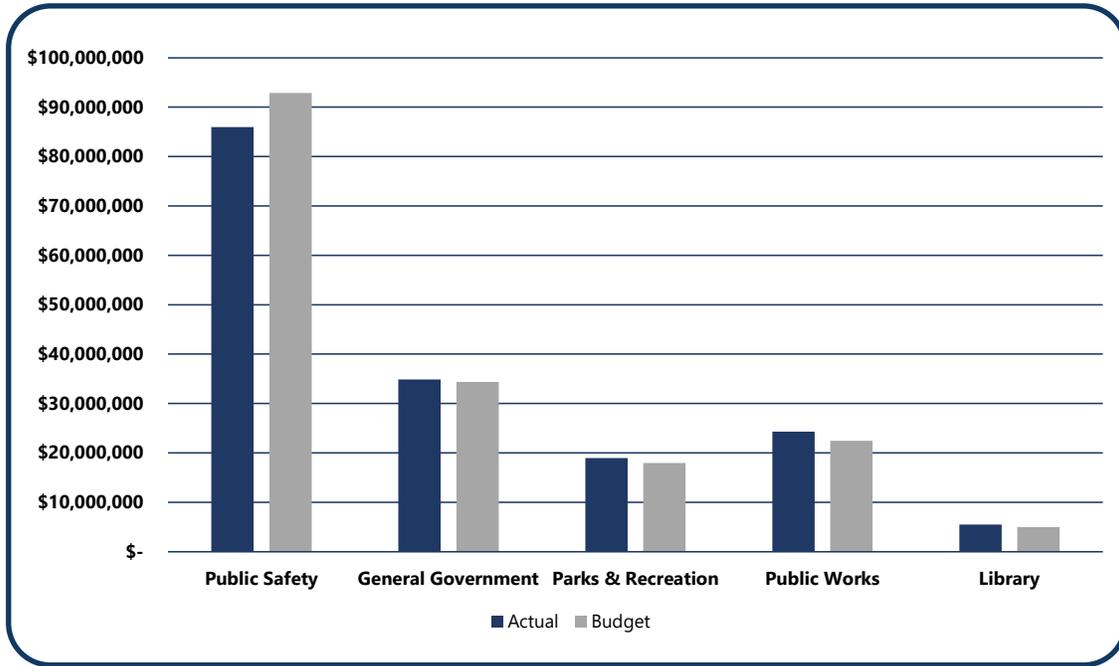
The Financial Policy states that the City will maintain budgeted minimum reserves in the ending working capital/fund balances of its operating and debt funds to provide a secure, healthy financial base for the City in the event of a natural disaster or other emergency and to maintain or enhance its credit worthiness. In recognition of fund balance reserve best practices, the fund balance reserve in the General Fund shall be ninety (90) days or 25% of annual budgeted General Fund operating expenditures. The General Fund's total fund balance at September 30, 2025 is \$74,508,494 or 72.7% more than the fund balance policy requirement, which is considered a very healthy General Fund.

The General Fund is the primary operating fund of the City. At the close of the current fiscal year, fund balance of the General Fund reached \$74,508,494, of which \$73,741,726, or 99.0% of the total amount is unassigned. To measure the general fund's liquidity, it is useful to compare unassigned fund balance to total general fund expenditures. Unassigned fund balance represented 42.7% of total general fund expenditures.

[Back to TOC](#)

Fiscal Year 2025

The City's financial condition remains healthy and has continued to improve year after year. The City's strong financial position is a result of prudent fiscal management as well as growth in the local economy experienced over the past several years.



Balance Sheet

ASSETS

	<u>2023</u>	<u>2024</u>	<u>2025</u>
Cash and Cash Equivalents	\$ 6,900,794	\$ 17,300,165	\$ 23,491,741
Investments	60,946,923	60,665,702	54,504,381
Receivables (net of allowances for uncollectibles)			
Property taxes, including interest and penalties	367,048	487,743	451,964
Accounts and other	8,208,740	7,699,516	9,507,636
Accrued interest	412,341	505,472	-
Interfund	628	5,422	-
Grants	340,724	151,125	86,867
Inventories	331,614	321,519	485,861
Prepaid Items	26,529	84,580	280,907
Restricted Assets			
Cash and Cash Equivalents	1,905,987	1,033,713	-
Total Assets	<u>\$ 79,441,328</u>	<u>\$ 88,254,957</u>	<u>\$ 88,809,357</u>

LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES

Liabilities			
Accounts payable	\$ 7,599,900	\$ 6,490,246	\$ 6,669,510
Accrued payroll	5,334,366	6,085,378	6,857,812
Interfund payables	-	-	5,497
Unearned revenue	2,440,661	990,970	316,080
Total Liabilities	<u>15,374,927</u>	<u>13,566,594</u>	<u>13,848,899</u>
Unavailable revenue - property taxes	367,048	487,745	451,964
Fund Balances			
Nonspendable	358,143	406,099	766,768
Unassigned	63,341,210	73,794,519	73,741,726
Total Fund Balances	<u>63,699,353</u>	<u>74,200,618</u>	<u>74,508,494</u>
Total Liabilities and Fund Balances	<u>\$ 79,441,328</u>	<u>\$ 88,254,957</u>	<u>\$ 88,809,357</u>



[Back to TOC](#)

Condensed Statement of Revenues, Expenditures & Changes in Fund Balances

REVENUES	2023	2024	2025
Taxes and franchise, including interest and penalties	\$ 123,005,330	\$ 135,160,453	\$ 141,852,591
Other	23,855,518	22,570,916	23,338,343
Total Revenues	146,860,848	157,731,369	165,190,934
EXPENDITURES			
Current operating	138,216,596	152,812,274	172,537,893
Total Expenditures	138,216,596	152,812,274	172,537,893
Excess (deficiency) of revenues over expenditures	8,644,252	4,919,095	(7,346,959)
OTHER FINANCING SOURCES (USES)			
Issuance of debt/leases/SBITA	-	701,304	10,482,035
Transfers in	6,905,000	7,250,300	7,954,300
Transfers out	(502,741)	(2,369,434)	(10,781,500)
Total other financing sources (uses)	6,402,259	5,582,170	7,654,835
Net changes in fund balance	15,046,511	10,501,265	307,876
Fund Balances, October 1	48,652,842	63,699,353	74,200,618
Fund Balances, September 30	\$ 63,699,353	\$ 74,200,618	\$ 74,508,494

During the current fiscal year, the fund balance of the General Fund increased by \$307,876. The General Fund's total revenues increased \$7,459,565 and exceeded the budget by \$3,550,573 primarily from higher franchise fees, increased recreation revenues due to higher demand for programs, and higher interest income due to the City's laddered investment strategy. The increase in revenues was offset by an increase in expenditures totaling \$19,725,619, a result of new General Fund positions added in 2025; salary increases to keep up with market wages; and increases in overall operating costs.



Condensed Statement of Net Position

	2023	2024	2025
ASSETS			
Current Assets:			
Cash and cash equivalents:	\$ 26,809,599	\$ 50,448,634	\$ 53,372,946
Investments	134,428,612	127,959,663	114,211,427
Receivables (net of allowance for uncollectibles)	27,797,719	29,766,086	17,379,708
Inventories	956,385	946,044	2,233,543
Prepaid items	469,390	471,171	603,623
Total current assets	<u>190,461,705</u>	<u>209,591,598</u>	<u>187,801,247</u>
Noncurrent Assets:			
Restricted cash, cash equivalents, and investments	11,730,317	11,446,315	11,100,758
Restricted accounts receivable	51,072	53,797	38,512
Notes receivable	-	-	6,800,000
Investment in joint venture	41,039,999	30,728,186	37,385,598
Capital Assets:			
Land and construction in progress	33,389,170	35,499,456	65,016,142
Capital assets being depreciated/amortized	378,608,387	400,421,232	418,766,314
Total capital assets (net of accumulated depreciation/amortization)	<u>411,997,557</u>	<u>435,920,688</u>	<u>483,782,456</u>
Total noncurrent assets	<u>464,818,945</u>	<u>478,148,986</u>	<u>539,107,324</u>
Total assets	<u><u>\$ 655,280,650</u></u>	<u><u>\$ 687,740,584</u></u>	<u><u>\$ 726,908,571</u></u>
DEFERRED OUTFLOWS OF RESOURCES ¹			
Total deferred outflows of resources	<u>9,210,464</u>	<u>7,302,564</u>	<u>6,533,634</u>
LIABILITIES			
Current liabilities:			
Total current liabilities	<u>30,789,727</u>	<u>29,724,494</u>	<u>23,961,057</u>
Noncurrent liabilities:			
Total noncurrent liabilities	<u>72,909,715</u>	<u>67,395,483</u>	<u>63,991,460</u>
Total liabilities	<u>103,699,442</u>	<u>97,119,977</u>	<u>87,952,517</u>
DEFERRED INFLOWS OF RESOURCES ²			
Total deferred inflows of resources	<u>484,381</u>	<u>747,290</u>	<u>1,221,721</u>
NET POSITION			
Net investment in capital assets	350,754,284	378,432,297	430,223,576
Restricted for:			
Debt service	81,555	128,545	185,764
Capital projects	10,346,161	10,198,279	9,795,186
Unrestricted	199,125,291	208,416,790	204,063,471
Total net position	<u><u>\$ 560,307,291</u></u>	<u><u>\$ 597,175,911</u></u>	<u><u>\$ 644,267,997</u></u>

1 Deferred outflows of resources represents a consumption of net assets that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until then.

2 Deferred inflows of resources represents an acquisition of net assets that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time.

Condensed Statement of Revenues, Expenditures & Changes in Net Position

	<u>2023</u>	<u>2024</u>	<u>2025</u>
OPERATING REVENUES			
Charges for services	\$ 61,870,880	\$ 58,952,865	\$ 65,460,046
Licenses, permits, and fees	6,394,076	6,447,691	7,832,616
Total Operating Revenues	<u>68,264,956</u>	<u>65,400,556</u>	<u>73,292,662</u>
OPERATING EXPENSES			
Personnel services	16,702,089	18,437,608	19,201,634
Contractual services	17,758,878	21,436,997	25,621,177
Supplies	1,806,816	1,847,540	2,141,878
Repair and maintenance	2,512,717	2,698,093	1,808,038
Heat, light and power	3,109,243	2,901,029	2,847,327
Depreciation and amortization	24,007,208	25,671,652	27,704,799
Total operating expenses	<u>65,896,951</u>	<u>72,992,919</u>	<u>79,324,853</u>
Operating income	2,368,005	(7,592,363)	(6,032,191)
NONOPERATING REVENUES (EXPENSES)			
Investment and other revenues	7,289,303	14,432,338	21,895,674
Interest and fiscal charges	(2,332,128)	(2,167,670)	(1,994,731)
Total nonoperating revenues (expenses)	<u>4,957,175</u>	<u>12,264,668</u>	<u>19,900,943</u>
Income before contributions and transfers	7,325,180	4,672,305	13,868,752
CONTRIBUTIONS & TRANSFERS			
Contributions - impact fees	7,625,427	5,282,517	4,868,184
Contributions - infrastructure	30,099,159	32,380,745	34,216,696
Contributions - other	804,446	418,353	1,612,238
Transfers out	(5,605,000)	(5,885,300)	(6,151,300)
Total contributions and transfers	<u>32,924,032</u>	<u>32,196,315</u>	<u>34,545,818</u>
Change in net position	<u>40,249,212</u>	<u>36,868,620</u>	<u>48,414,570</u>
Net Position, October 1, 2024, as restated	-	-	597,175,911
Restatement	-	-	(1,322,484)
Net position, October 1	<u>520,058,079</u>	<u>560,307,291</u>	<u>595,853,427</u>
Net position, September 30	<u>\$ 560,307,291</u>	<u>\$ 597,175,911</u>	<u>\$ 644,267,997</u>

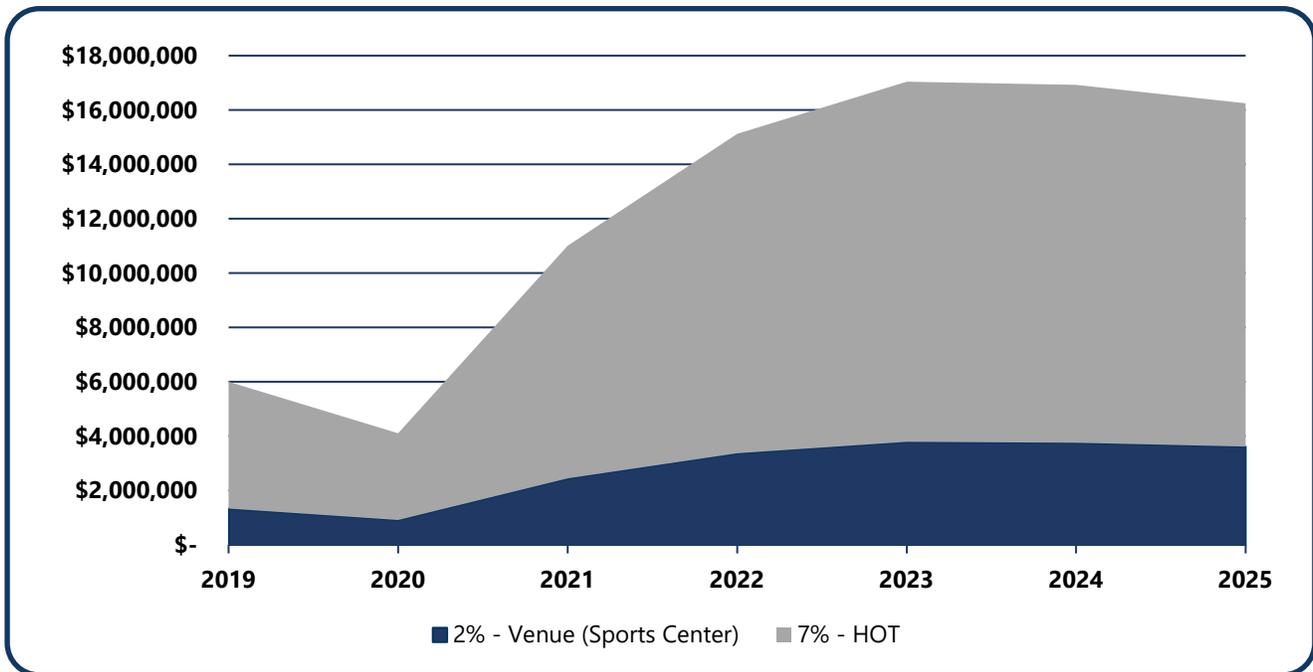
The City sets rates based on the cost of service, establishing an equitable rate structure for total cost recovery. The utility rate model was updated during 2024, and the results showed a retail water and wastewater rate increase was needed for the next several years. The City's water and wastewater new retail rates went into effect on November 1, 2025. The City continues to plan ahead to ensure its utility system will serve the future citizens of Round Rock.



[Back to TOC](#)

Hotel Occupancy and Venue Tax Report

Revenues



The City had 5,050 hotel rooms at the end of fiscal year 2025, with two additional hotels planned. The largest hotel in Round Rock is Kalahari Resorts and Conventions, which offers 975 rooms along with unique resort and entertainment options not available anywhere else in the area.



Hotel occupancy and venue tax collections help fund local tourism events and support debt service for the Dell Diamond and Convention Center, home to the “Round Rock Express” Triple-A Baseball team, as well as the Round Rock Sports Center, the City’s 82,800-square-foot indoor sports venue that opened in January 2014. The Sports Center has hosted a wide range of activities, including major sporting events, banquets, wedding expos, corporate meetings, and other gatherings that attract visitors to Round Rock. This facility recently underwent a \$17.5 million expansion, completed in Fall 2025. The project added 25,000 square feet of space, providing room for two new full-sized basketball courts or four volleyball courts, as well as championship-court seating. The expansion also included a secondary facility entrance and additional surface parking.

Now in its ninth year of operation, the Round Rock Multipurpose Complex, a \$27 million, tournament-class outdoor sports facility that opened in May 2017, continues to generate significant economic impact by attracting annual visitors for regional and national tournaments. Since opening, the complex has hosted numerous regional competitions, national tournaments for U.S. Women’s Lacrosse and Quadball, and has been selected as the site for prestigious events such as the NIRSA National Flag Football Championships, NIRSA Soccer National Championships, and the Big 12 Women’s Soccer Championships. The MPC is currently under construction on an expansion that will add 5 synthetic turf fields, 1 natural grass field, and collegiate-level press boxes to the existing 10-field facility. Construction is expected to be complete by 2027.



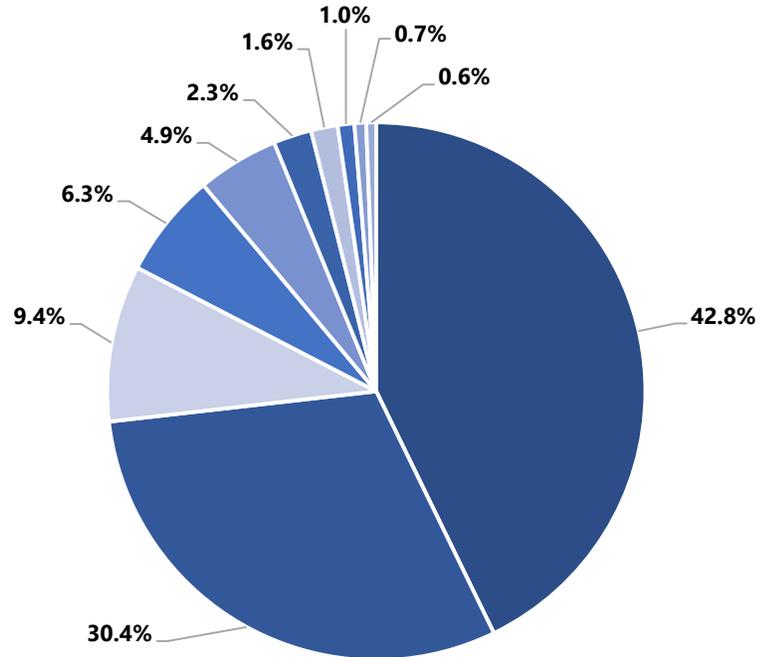
The Forest Creek Golf Club was extensively renovated in 2018 and has been nationally recognized as one of the finest public golf courses in central Texas.

[Back to TOC](#)

Sources and Uses of Debt

Long-Term Debt (in millions)

General Obligation Bonds	\$ 237.4
Certificates of Obligation	168.6
Utility Revenue Bonds	52.3
Sales Tax Revenue Bonds	35.1
SIB Loan	27.0
Limited Tax Notes	12.7
Subscriptions	8.6
Hotel Tax Revenue Bonds	5.3
Sales Tax Liability	4.2
Leases	3.4



The City of Round Rock has been able to use its strong bond ratings to take advantage of favorable interest rates when refinancing debt. Strong credit ratings allow the City to secure debt at lower interest rates which reduces the City's borrowing costs.

CREDIT RATINGS BY S&P

General Obligation	AAA
Utility	AAA
BCRUA	AAA
RRTEDC	AA-
Hotel	AA-



As of September 30, 2025, the City had a total outstanding bonded debt of \$554,573,029. Round Rock uses municipal bonds to strategically fund large capital infrastructure projects like new road improvements, parks, large water and wastewater treatment facilities, trails, fire stations, public safety training facilities and libraries.

During the current fiscal year, the City of Round Rock's total debt increased by \$91,849,435. Regularly scheduled debt principal was retired during 2025. The City also issued \$87,520,000 in general obligation bonds, series 2025; \$19,620,000 in certificates of obligation bonds, series 2025; and \$4,775,000 in limited tax notes, series 2025.

[Back to TOC](#)



ROUND ROCK TEXAS