



City of San Marcos

Public Hearing Water and Wastewater Financial Audit

August 5, 2026



Public Hearing Independent Financial Audit

New step in the Impact Fee Amendment Process

Texas Local Government Code(LGC) 395.059
Passed under Senate Bill 1883, September 1, 2025

Independent Financial Audit of collected Water and
Wastewater Impact Fees



Public Hearing

Independent Financial Audit

Conducted by an Independent Financial Auditor – not contracted in the past 12 months

Certified Public Accountant or Licensed by the Texas State Board

Conducted JMS CPAs, PLLC



Audit Findings

- Detailed accounting of collected Water and Wastewater Impact Fees
- Interest Accumulated
- Expended Funds
- Waived Impact Fees
- Requested Refunds
- Any Errors or Omissions

RESULTS: NO EXCEPTIONS TAKEN

- City records were found in compliance
- No Errors, Deviations, or Discrepancies

Schedule



	Date	Description
	March 2026	Final Impact Fee Reports
	April 13, 2026	IFAC Presentation: Land Use Assumptions and CIP
	May 5, 2026	Work Session: History, Procedural Rules
	June 4, 2026	IFAC Presentation: Maximum Allowable Impact Fee
	June 16, 2026	Resolution by City Council establishing Public Hearing date to consider possible adoption of impact fee
	July 7, 2026	City Council Work Session
	August 5, 2026	City Council Presentation and Public Hearing on Financial Audit and Impact Fee Study
	September 1, 2026	Resolution/Ordinance approving impact fee (adoption within 30 days of Public Hearing)

 We are here.

sanmarcostx.gov

Next steps

- **Impact Fee Update Website**
 - <https://www.sanmarcostx.gov/4742/Impact-Fee-Update>



August 5th

- Public Hearing on Amendment to W & WW Impact Fees

September 1st

- Adopt Water and Wastewater Impact Fees