



ERAGID Communication

AGENDA DATE: August 10, 2026

LEGISTAR ITEM #: Pres 26-001

PRESENTER: Theresa Wilson

DEPARTMENT: Finance

☐ Administrative Business	☐ Noticed Council Business
☒ Informational Presentation	☐ Consensus-Building Presentation

BACKGROUND/REQUEST

The E-470 Residential Area General Improvement District (ERAGID) is a component unit of the city that was established on July 15, 2013. It is a separate legal entity for which the city is financially accountable. The ERAGID is a blended component unit of the city and the ERAGID Fund is presented as if it were a Fund of the city in the city's financial statements. This is because the city substantively shares the same governing body with the ERAGID and the city has operational responsibility for the ERAGID.

Members of the City Council serve as the Board of Directors of the ERAGID. The purpose of the ERAGID is construction, installation, maintenance, and operation of water and sewer improvements, roadway and related improvements, and recreation improvements for the benefit of its municipal residents.

The ERAGID is a party to an Intergovernmental Agreement (IGA) between Third Creek Metropolitan District No. 1 (Third Creek), the ERAGID, and the E-470 Commercial Area General Improvement District (ECAGID) – These three parties entered into this agreement to complete needed projects related to sanitary sewer, waterline, storm sewer, street, and landscaping improvements. Estimated cost for the improvements is \$16,555,340. Per the agreement, the maximum ECAGID contribution is \$7 million, the maximum ERAGID contribution is \$6.8 million, for a total of \$13.8 million to be contributed by the GIDs. The balance of the estimated project costs will be covered by Third Creek.

The 2027 Budget for the ERAGID has been drafted for review in advance of the public hearing on the budget later this fall.

CITY COUNCIL COMMUNICATION CONTINUED

The following materials are included as attachments for reference:

- 2027 ERAGID Budget Presentation

JUSTIFICATION

☐ Council Goal	☐ Strategic Plan	☒ Work Plan	☒ Legal
Citation	Completing proposed and summary budget information throughout the budget development process is an important component of the annual budget process. Applicable state budget laws and city charter requirements are followed as work is completed.		