

FY2026 Budget Book

City of Murphy, Texas

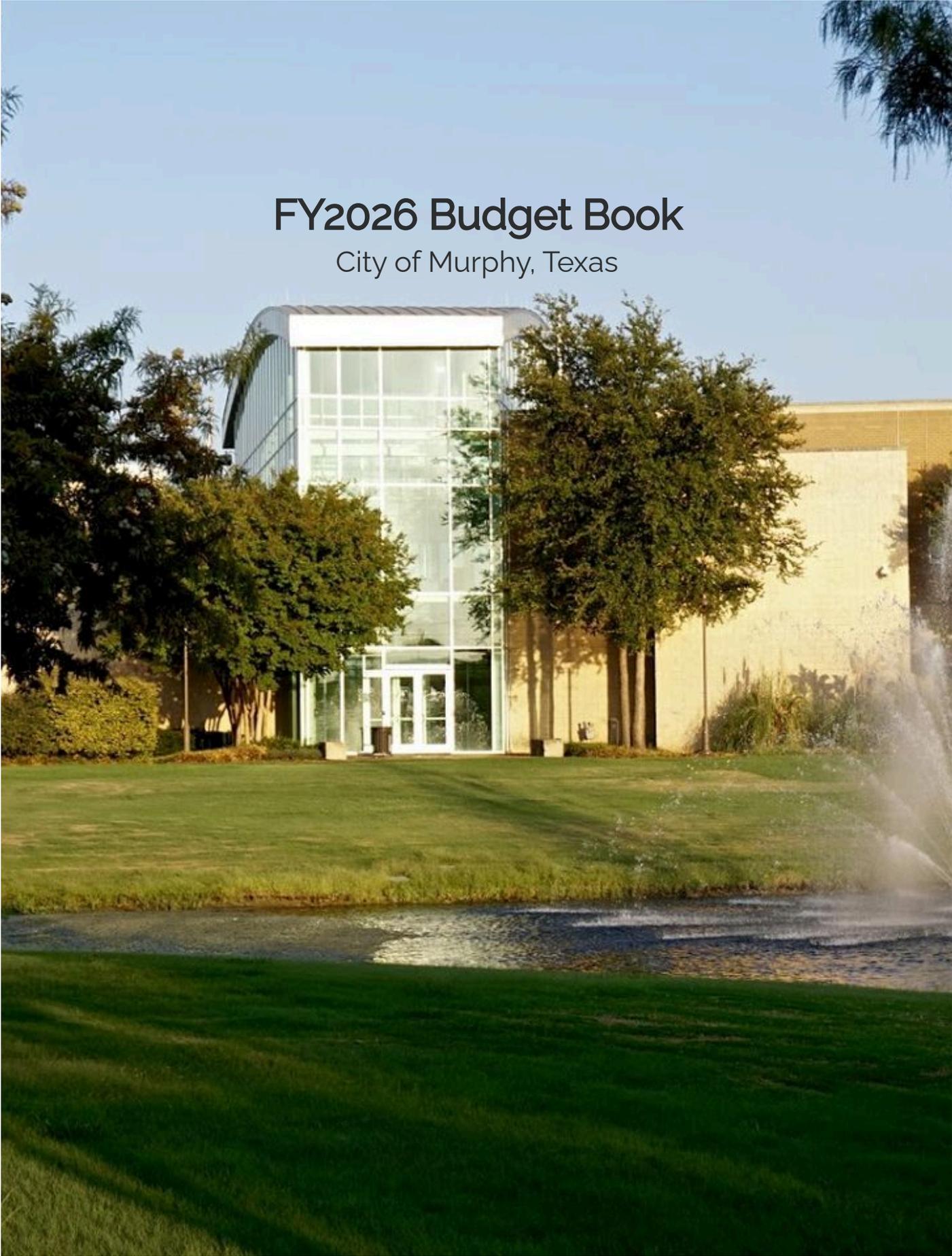




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Budget Cover Page

City of Murphy Fiscal Year 2025-2026 Budget Cover Page

THE BUDGET WILL RAISE MORE REVENUE FROM PROPERTY TAXES THAN LAST YEAR'S BUDGET BY AN AMOUNT OF \$585,175, WHICH IS A 4.32 PERCENT INCREASE FROM LAST YEAR'S BUDGET. THE PROPERTY TAX REVENUE TO BE RAISED FROM NEW PROPERTY ADDED TO THE TAX ROLL THIS YEAR IS \$48,665.

The members of the governing body voted on the budget as follows:

FOR: Mayor Scott Bradley
Mayor Pro Tem Elizabeth Abraham
Scott Smith
Andrew Chase
Laura Deel
Ken Oltmann

AGAINST:

PRESENT and not voting:

ABSENT: Deputy Mayor Pro Tem Jené Butler

Property Tax Rate Comparison

Fiscal Year	2025-2026	2024-2025
Property Tax Rate:	\$0.357514/100	\$0.362533/100
No-New-Revenue Tax Rate:	\$0.343487/100	\$0.374232/100
No-New-Revenue Maintenance & Operations Tax Rate:	\$0.257231/100	\$0.258491/100
Voter-Approval Tax Rate:	\$0.357514/100	\$0.362533/100
Debt Rate:	\$0.091280/100	\$0.091280/100

Total debt obligation for City of Murphy secured by property taxes: \$3,608,236.77

Pursuant to Section 102.005 of the Local Government Code







From the desk of
Aretha L. Adams
MPA, ICMA-CM.

City Manager

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206 North Murphy Road
Murphy, Texas 75094



August 5, 2025

Mayor Scott Bradley
Murphy City Council
206 N. Murphy Road
Murphy, Texas 75094

Honorable Mayor Bradley and Members of the City Council,

It is my privilege to present the Proposed FY2026 Annual Budget for the City of Murphy. A plan that reflects our shared vision, careful stewardship of resources, and commitment to keeping Murphy a safe, connected, and vibrant community.

Over the past several months, in strategic collaboration, our City team has worked closely with the Mayor and City Council to develop a budget that does more than balance numbers, it prioritizes the things that matter most to our residents: reliable infrastructure, strong public safety, inviting parks and gathering spaces, and a responsive City government that values transparency and accountability.

We are grateful for the Council's clear direction throughout this process, particularly in developing the six strategic priorities that will guide our work into the future:

1. Engagement and Collaboration
2. Connectivity
3. Safety
4. Community Character
5. Sustainable Operations
6. Transparency

The FY2026 budget is designed to directly support these goals, aligning resources with resident needs and expectations, maintaining sound financial discipline, and supporting a thriving, connected, and inclusive community.

This year's budget funds critical infrastructure improvements, from streets and sidewalks to water systems and technology, while also investing in our people, our parks and trails, and our public safety. It reflects a city that is both ambitious and responsible, with forward-looking plans for financial resilience and operational excellence. The budget also includes the addition of 2 full-time positions and 2 part-time positions, and necessary compensation increases to ensure employees are paid fairly and rewarded appropriately for excellent performance. Reclassifications to personnel throughout FY25 and projected for FY26 results in a .5 FTE increase in the General Fund; and a .5 FTE increase in the Utility Fund overall.

Most importantly, this budget provides for strong financial standing and community stability for years to come.

Engagement and Collaboration

City staff launched the first ever Murphy Citizen's Academy, also known as Murphy U. This highly engaging and informative program provides residents with a behind the scenes look at how their city operates. The inaugural class of 14 participants learned about city services, met department leaders, and explored the inner workings of local government. Graduates are now better equipped to serve as community ambassadors, sharing what they have learned and

contributing as board and commission members, volunteers, and informed community voices.

We are also excited to continue developing new and innovative ways to engage with the public, while continuing the use of social media and community events.

Connectivity

Traffic flow and mobility are essential to maintaining quality of life as Murphy continues to grow. The FY2026 budget invests in projects that will make it easier and safer to get around our city, including:

- H-E-B Turn Lane improvements
- FM 544 Pedestrian Bridge planning and connections
- McMillen Road upgrades
- Timber Ridge Street Rebuild
- Renner Road/Tall Tree Safety Improvements

While some major roadways, like FM 544, are maintained by TxDOT, we are actively partnering with regional agencies to advocate for timely improvements that benefit Murphy residents.

Safety

Keeping our community safe remains a top priority. This year, we are adding two full-time and one part-time positions in our public safety departments:

- Fire Department: Additional Fire Inspector to strengthen fire prevention and code compliance
- Police Department: Administrative Sergeant to enhance operational efficiency, and a part-time Animal Care Technician to improve animal services

These investments build on our commitment to ensuring our police officers, firefighters, and emergency responders have the staffing, training, and resources they need to protect our residents 24/7.

Community Character

Murphy is known for its welcoming atmosphere, beautiful parks, and family-friendly spaces. The FY2026 budget supports projects that will continue to enhance our shared spaces, including:

- Installing lighted bollards at Timbers Nature Preserve
- Adding solar basketball court lighting at North Hill Park
- Replacing drinking fountains with bottle fillers at Liberty Ridge and North Hill Park
- Continuing planning for the FM 544 Pedestrian Bridge Trailways

These projects are designed to preserve Murphy's charm while adding amenities that encourage community connection.

Sustainable Operations

A well-run city requires strong systems, smart planning, and resilient finances. In FY2026, we will continue investing in:

- Vehicle and Equipment Replacement Fund (VERF) to ensure we can replace critical vehicles and tools on schedule
- Ongoing street and utility infrastructure maintenance

- Water and wastewater system upgrades to protect service reliability
- Staff training and retention programs to maintain a high-performing team
- Long-range financial planning and healthy reserve policies

Additionally, a key factor of the City's sustainability is building and maintaining resilient financial practices and procedures. In FY2025, a comprehensive financial policy was approved that stipulates debt, investment management, and reserve policies, as well as auditing and financial reporting, budgeting and long-range financial planning, and revenue and expenditure management. One important change to the reserve policy notes the City's commitment to sustainable operations by raising the minimum reserve level to 20% of expenditures from 10%.

Our AA+ credit rating, affirmed by S&P Global Ratings in July 2025, reflects our commitment to conservative budgeting and fiscal discipline.

Transparency

We know trust is built through openness and honesty. This year, Murphy will pursue recognition in the State Comptroller's Transparency Stars Program, which honors cities that go above and beyond in sharing clear, accessible financial and operational information.

From budget documents to contracts, debt information, and performance data, we will continue making City information easy to find, easy to understand, and easy to use.

BUDGET OVERVIEW

Philosophy

The overall budget philosophy of the City of Murphy is to provide the highest level of service at the greatest value with a commitment of prudence with the taxpayer's money. The City can accomplish this goal by basing the budget on the voter approval tax rate, realizing the long-term impacts of financial decisions and maintaining fund balances and reserves at a healthy level as evidenced by the recent AA+ credit rating.

Process

Our budget development process begins early in the calendar year and spans several months of discussion, analysis, and refinement:

- January–February: Departments submit requests for new positions, reclassifications, and key projects.
- March: City Council adopts the budget calendar, setting the timeline for decisions and public input.
- Spring–Summer: Work sessions are held to review revenues, expenditures, and new initiatives. Council provides direction to ensure the plan aligns with strategic priorities.
- August–September: The proposed budget is formally presented, followed by public hearings before adoption.

This deliberate process ensures that the budget reflects community priorities, adheres to fiscal policies, and remains structurally balanced; meaning recurring revenues pay for recurring expenses, while one-time costs are funded with one-time resources.

Structurally Balanced Budget

The Comprehensive Financial Management Policy approved by Resolution on January, 21, 2025 states, the City Manager shall present annually, a structurally balanced budget for the ensuing fiscal year to City Council pursuant to the prevailing state and local law. A structurally balanced budget is defined as recurring revenues funding recurring expenditures and adherence to fund balance policies. One-time revenues sources (i.e. Fund Balances) may be used for one-time expenditures.

In the FY26 fiscal year, we are drawing on a portion of our healthy reserves to fund important **one-time projects** that will have a lasting benefit for the community. These include:

Request	Justification	Department	Amount
Shredder replacement	End of life	Finance	\$1,100
Fire Nozzle replacement	End of life	Fire	4,250
AED replacement (6 units)	End of life	Fire	18,600
Fire Station replacement mattresses (8 units)	End of life	Fire	6,000
Active Shooter Training	Annual request	Fire	7,000
UPS battery replacement (City Hall)	Infrastructure maintenance/improvement	Information Technology	5,666
Wi-Fi access point refresh	Outdated	Information Technology	45,000
Exec team leadership retreat	Annual request	Administration	5,000
Park Contract mowing	First-time request. Service expansion	Parks	53,000
Renner Road/Tall Tree	Road improvement	Public Works	300,000
			\$445,616

Multi-Year Approach

We take a multi-year approach to budgeting, projecting revenue and expense trends several years into the future. This allows us to prepare for the impact of new developments like the opening of H-E-B, and plan for infrastructure, staffing, and other key services well before the demand arrives.

This forward-thinking approach helps us avoid sudden tax or rate increases and ensures Murphy remains on solid financial footing, especially as we quickly approach community build out.

City-wide Financial Summary

The total FY2025-2026 budget, including all funds and transfers is \$63,099,037. Overall this is a 10% increase over the FY2024-2025 budget. This growth reflects our increased investment in infrastructure, public safety, and capital projects that will serve the community for decades.

The following matrix reflects changes in uses of all funds by category City-wide:

	Budgeted Expenditures 2024-2025	Budgeted Expenditures 2025-2026	% of Total Expenditures	Expenditure Variance by \$	Fund Balance Variance by %
Personnel Services	\$ 14,814,715	\$ 15,623,930	25%	\$ 809,215	5%
Materials & Supplies	2,242,070	2,060,491	3%	\$ (181,579)	-8%
Contractual	17,128,363	22,066,154	35%	\$ 4,937,791	29%
Capital Outlay	15,299,238	14,599,083	23%	\$ (700,155)	-5%
Transfers	3,129,045	3,191,456	5%	\$ 62,411	2%
Debt	4,898,341	5,557,923	9%	\$ 659,582	13%
Total Uses of all Funds	\$ 57,511,772	\$ 63,099,037	100%	\$ 5,588,743	10%

The following table provides a comparison of the expense budgets for FY25 and FY26 by fund, with the variance by amount and percentage change.

City of Murphy Budgeted Expenditure Comparison FY2024-2025 vs FY2025-2026					
Fund #	Funds	Budgeted Expenditures 2024-2025	Budgeted Expenditures 2025-2026	Expenditure Variance by \$	Fund Balance Variance by %
OPERATING FUNDS					
10	General Fund	\$ 20,360,279	\$ 21,223,939	\$ 863,660	4%
20	Utility Fund	18,171,143	18,404,836	\$ 233,693	1%
24	Street Maintenance Fund	935,000	1,035,000	\$ 100,000	11%
25	Stormwater Fund	521,676	322,204	\$ (199,472)	-38%
	Total Operating Funds	39,988,098	40,985,979	\$ 997,881	2%
RESERVE FUNDS					
40	Debt Service Fund	3,403,015	3,527,911	\$ 124,896	4%
	Total Reserve Funds	3,403,015	3,527,911		
CAPITAL PROJECT FUNDS					
60	Capital Construction Fund	3,147,246	5,073,298	\$ 1,926,052	61%
63	General Obligation Bond Fund	1,783,335	1,562,514	\$ (220,821)	-12%
65	Utility Capital Construction Fund	1,505,978	6,091,091	\$ 4,585,113	304%
	Total Capital Funds	6,436,559	12,726,903	\$ 6,290,344	98%
SPECIAL PURPOSE FUNDS					
12	Court Restricted Fund	34,459	34,930	\$ 471	1%
15	Animal Shelter	5,000	11,863	\$ 6,863	137%
17	Cable TV/PEG	-	20,000	\$ 20,000	100%
33	Police Seizures	22,000	9,000	\$ (13,000)	-59%
37	Public Safety Donations (w/o LEOSE & Opioid)	2,608	1,242	\$ (1,366)	-52%
72	Vehicle Equipment Replacement Fund	-	1,173,218	\$ 1,173,218	100%
	Total Special Purpose Funds	64,067	1,250,253	\$ 1,186,186	100%
COMPONENT UNITS					
34	Murphy Community Development Corp.	3,335,517	1,313,866	\$ (2,021,651)	-61%
16	Community Events	873,903	891,848	\$ 17,945	2%
38	Murphy Municipal Development Corp.	2,703,816	1,860,146	\$ (843,670)	-31%
	Total Component Units	6,913,236	4,065,860	\$ (2,847,376)	-41%
GRANT FUNDS					
28	American Rescue Plan Act (ARPA)	384,345	234,346	\$ (149,999)	-39%
37	Public Safety Grants (LEOSE & Opioid)	18,897	46,382	\$ 27,485	145%
	Total Grant Funds	403,242	280,728	\$ (122,514)	-30%
IMPACT FEE AND ESCROW FUNDS					
30	Capital Improvement/Escrow Fund	117,262	20,686	\$ (96,576)	-82%
70	Water/Sewer Impact Fee Fund	186,293	240,717	\$ 54,424	29%
	Total Impact Fee & Escrow Funds	303,555	261,403	\$ (42,152)	-14%
	Total of all Funds	\$ 57,511,772	\$ 63,099,037	\$ 5,587,265	10%

Increases are noted in the Utility Capital Construction Fund, Capital Construction Fund, Public Safety Grants, and Special Purpose Funds for Animal Shelter and Public Educational and Governmental access channels (PEG). The City is excited to have funds available for street, water and wastewater infrastructure improvements budgeted this fiscal year. The increase in capital projects budgeted takes into consideration the debt issuance of Certificates of Obligations in 2025. An increase in public safety grant expenses budgets the payment for the Council approved "Catalytic Converter (FLOCK) grant with an 80% / 20% reimbursement.

Property Values

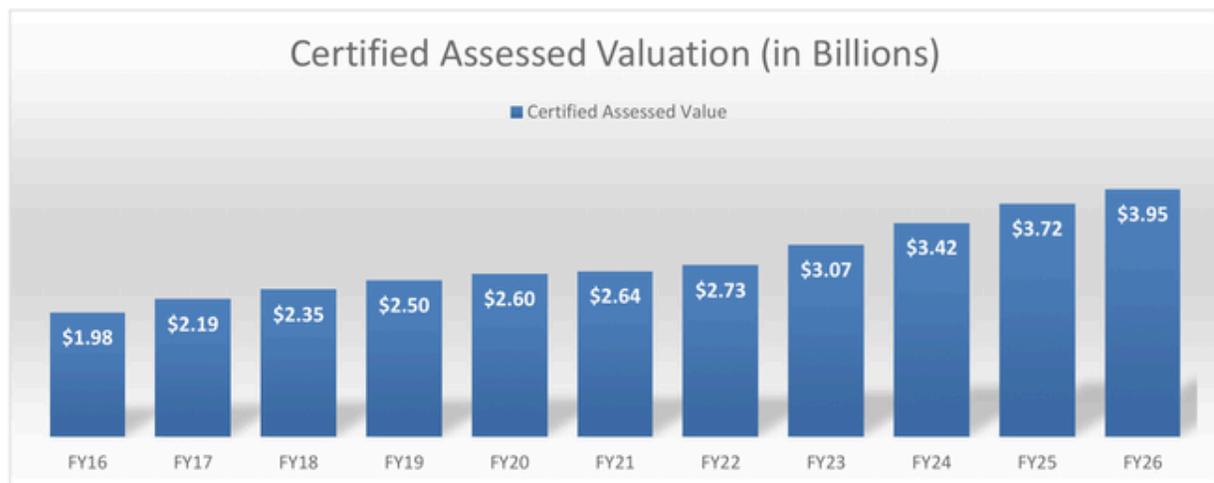
Each year, the Collin Central Appraisal District (CCAD) determines the market value of all properties in Murphy. These certified values are the foundation for calculating property tax rates.

For FY2026:

- Certified property values increased 6.11% over last year, reaching \$3.95 billion in total taxable value.
- About \$14 million of that growth came from new construction, reflecting continued residential and commercial development.
- The average market value of a Murphy home declined 8,345 or 1.3% from 619,642 in FY2025 to 611,297 in FY2026.
- The average homestead value of a Murphy home increased 42,404 or 7.69% from 549,041 to 591,245.
- The median homestead value of a Murphy home increased 34,451 or 6.63% from 519,540 to 553,991.

While rising property values strengthen the City’s revenue base, they also bring the responsibility to manage resources wisely; balancing the community’s service expectations with the need to keep taxes competitive. Our long-term financial forecasts assume a more modest 2% annual growth in property values going forward, helping us plan for the future with realistic and conservative expectations.

For residents, changes in property value may affect their tax bill differently depending on exemptions, tax rate adjustments, and the value of other properties in the region.



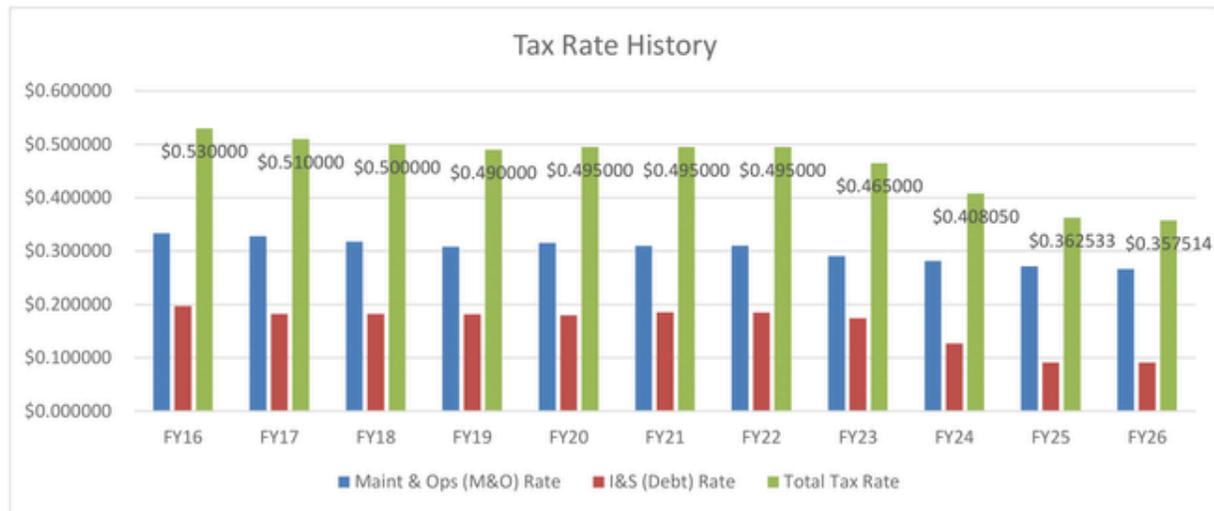
Property Tax

Property taxes are the City’s single largest source of revenue, funding essential services like police, fire, parks, and street maintenance. While residents receive one tax bill each year, the majority of that payment goes to other taxing entities, including Collin County, Collin College, and one of two local school districts (Plano ISD and Wylie ISD).

Although the City of Murphy does not control assessed values of properties – that is a function of the County Appraisal District, City Council does have the ability to adjust the annual tax rate. This budget proposes a 1% decrease in the City’s tax rate to .357514. It is a goal of the City Council to maintain a competitive tax rate while still planning for future operational and capital growth. The FY26 budget is based on the voter-approval rate. At a property tax rate of .357514, the municipal tax paid on an median residential household in FY26 would be \$1,9801.60, or approximately \$37.98 per week. This \$38 per week contributes to the essentials of living in a safe, vibrant community. \$38 per week covers 24/7 public safety services, 24/7 emergency medical services, quality roadways and neighborhood infrastructures, exceptional parks, trails, recreational facilities and community events.

Of the total tax rate, .266234 is dedicated to operations and maintenance (O&M) in the General Fund and .09128 is

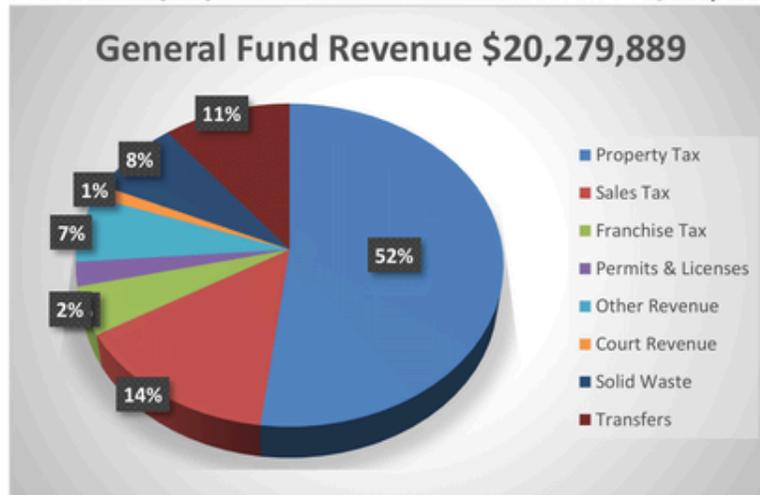
dedicated to general obligation debt service or Interest and Sinking Fund (I&S). The M&O (Maintenance and Operations) rate funds the daily operations of City government, such as administration, fire, parks, police, streets, and sanitation services in the General Fund. The revenue received through property tax collection comprises of 52% of the total General Fund revenue. The portion of the tax rate dedicated to debt service (I&S) is 26% of the overall tax rate. This rate is in compliance with the City's current policy to maintain the debt service below 35%. A public hearing for the tax rate and the FY26 budget will be held on September 16, 2025. Following the two public hearings, the tax rate and the FY26 budget will be adopted. The same night will also request approval of revisions to the fee schedule, which is the basis of the FY26 revenues.



General Fund

Revenue

As mentioned before, the City of Murphy's primary source of revenue is property tax. Total General Fund revenue for FY26 is \$20,279,889, a net increase of \$1.1 million from the FY25 adopted budget.



The second-largest source of revenue to the General Fund is sales tax revenue, which generates close to \$3 million a year, or 14% of total revenue. The FY26 budget reflects a slight decrease (-.85%) in projected collections based on the last two years of decline. The decline in sales tax growth is attributed to lower consumer spending. The FY25 sales tax receipts are estimated at \$2.90 million; instead of the original budgeted at \$2.93 million; a -.01% or \$33,000 decrease.

The remaining revenue for FY26 derives from multiple sources to include franchise fees, permits and licenses,

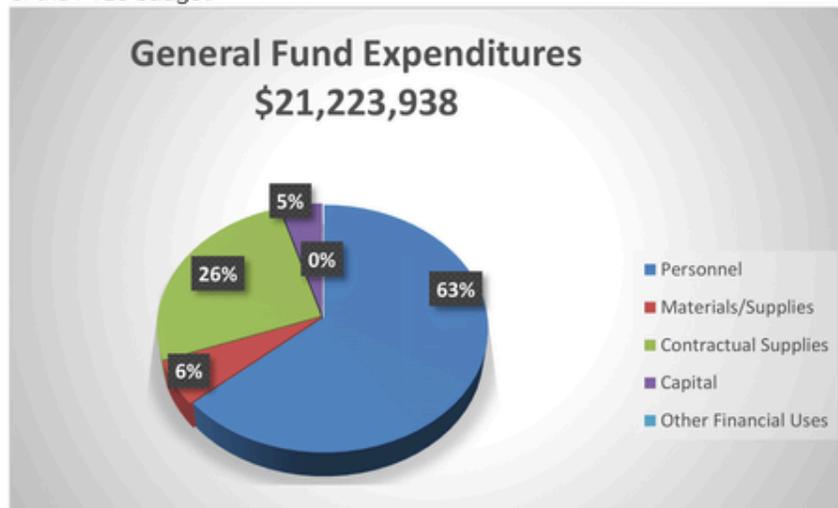
solid waste, municipal court revenue, and other revenue. Other revenue is comprised of interest income, police charges, recreation programs, facility rentals, ambulance fees, and recycle rebates.

The General Fund receives transfers of approximately \$1.9 million from several funds to cover administrative costs. Included in the FY26 budget are transfers from the Utility Fund, the Murphy Community Development Corporation (MCDC), the Murphy Municipal Development District (MDD), and Court Restricted funds which partially offset the cost of a Bailiff and Juvenile Case Manager.

Expenditures

Total FY26 General Fund expenditures are \$21,223,938 based on four categories – personnel services, materials and supplies, contractual services, and capital outlay. Personnel services (salaries, insurance, retirement, etc.) represent 63% of total expenditures. The budget includes 3 new positions for Police, Fire, and Animal Control. A compensation analysis by position found that the salaries in leadership and management roles fell below the market. Therefore, FY26 includes market adjustments for administration, public safety, parks and recreation, community development, human resources, information technology, facilities and customer service to remain within 5% of the 50th percentile of comparable market cities. A 7% market adjustment in public safety was made in the positions of firefighter/paramedic; driver/engineer; captain; fire marshal; police officer; corporal; sergeant and lieutenant. A compensation analysis will be conducted every year and recommended on funding availability.

Contractual services are the second-largest expenditure due to the outsourcing of park mowing, right-of-way maintenance, and service contracts for City facilities. Materials and supplies and capital outlay make up the remainder of the FY26 budget.

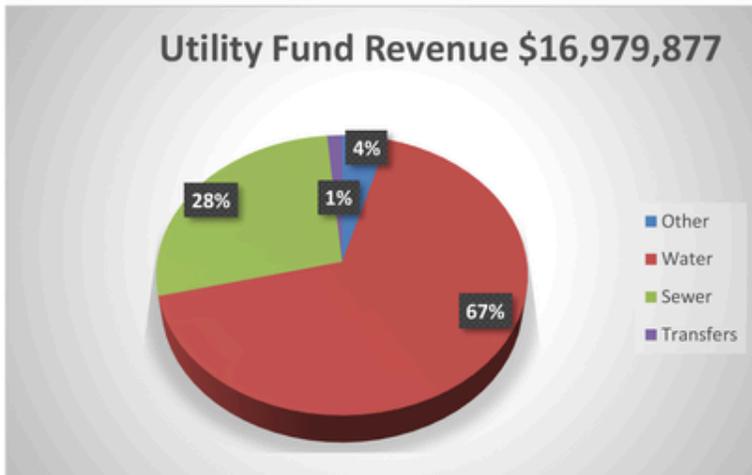


The FY26 budget reflects a deficit between revenue and expenditures of \$944,050 (\$498,434 above one-time exp.). The City monitors the fund balances in accordance with City policy. The minimum General Fund requirement is 20% of total budgeted expenditures, with a targeted level of unassigned 20% to 25% of total expenditures. The FY26 Budget is projected to have an ending fund balance of \$10,413,114 of which \$4,244,788 is the 20% reserve. That leaves an unreserved fund balance of \$6,168,326.

Utility Fund

The Utility Fund is 100% self-supporting with rates and charges sufficient to cover operating, debt, and various scheduled capital outlay purchases and capital infrastructure projects. The Utility Fund accounts for the water and wastewater services provided to the residents and businesses. All activities necessary to provide such services are accounted for in this fund, including the costs from North Texas Municipal Water District (NTMWD) to provide water and treat the wastewater, billing and collection services, and all operating and capital costs to maintain the systems. Debt service associated with the financing of capital projects is also accounted for in this fund. The three departments in the Utility Fund are water distribution, wastewater collection, and customer service (utility billing and collection).

The Utility Fund is a proprietary fund that accounts for activities that involve business-like transactions. An enterprise fund accounts for any activity for which external users are charged a fee for goods and services. Utility fees and charges are for water and sewer service, and the fund is intended to be self-supporting, which means it does not rely on tax revenue to cover the costs of providing water and sewer service. The fees and charges need to be set at a level that ensures the investment in infrastructure will be adequate for current and future use, as well as maintain a reasonable reserve level. The fund should also provide for the expenses of personnel, customer service, and other

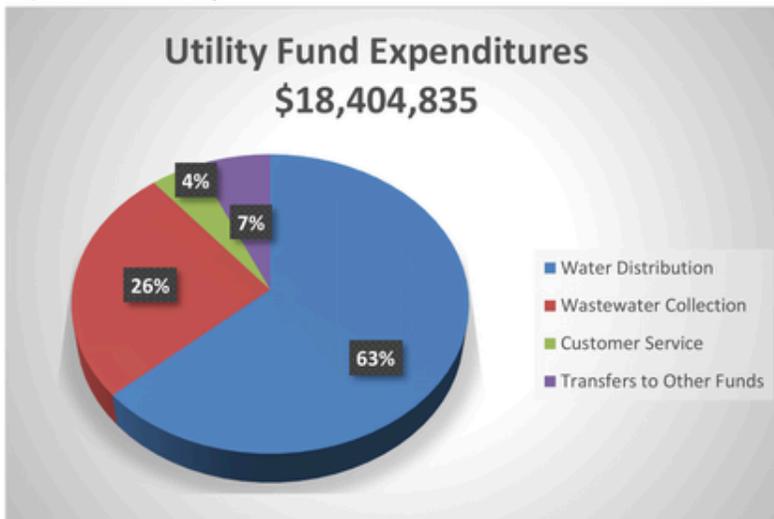


operating costs.

Total FY26 revenue is projected to be \$16,979,877, including a proposed water rate increase of 7.3% and the proposed wastewater rate increase of 7.61%. The total revenue is comprised of water revenue of \$11,334,571, wastewater revenue of \$4,663,758, and other revenue from interest, credit card, and other fees of \$740,831, and a transfer of \$240,717 from the Impact Fee Fund.

Total expenditures for the FY26 Utility Fund budget are \$18,404,835 which includes \$7,044,735 for the purchase of

water and \$3,710,095 for the treatment of wastewater from NTMWD. The City of Murphy will be charged under the take-or-pay contract for 1,661,494,000 gallons of water which is the same as prior year. No changes to the take-or-pay contract are anticipated this budget year. The cost of water is projected by NTMWD and has increased 6% from \$3.90 per thousand gallons to \$4.14 per thousand gallons. The total cost of water is projected based on usage through July 31, 2025, and measured against the cap described above. If usage during the period of August 1, 2024 through July 31 2025 exceeds the cap, the excess usage for August and September is billed at an incremental cost and a new cap is set for future years.



The City shares the cost of the Muddy Creek Wastewater Treatment Plant and the Muddy Creek Interceptor (sewer collection line) with the City of Wylie. Since the NTMWD's budget is developed simultaneously with the City's budget, the final costs billed for water and sewer may differ from the estimates used in the FY26 budget. This budget is based on updated costs provided by the NTMWD dated June 30, 2025.

Utility Capital Projects

In FY18, the City sold \$5.5 million in certificates of obligation (COs). The

proceeds were used for to complete six water and wastewater capital projects. Ordinance Number 25-06-1384 was approved June 3, 2-25 to allocate remaining funds totaling \$2,042,145.90 from the Sanitary Sewer Overflow project and the Water Isolation project to multiple locations for replacement of water distribution lines. The specific projects are shown below:

- North Murphy Road: 8-inch water line - Completed
- South Murphy Road: 8-inch water line - Completed
- Ground Storage Reservoir Repair & Repaint (3 Locations) - Completed
- Northstar Pump Station Standby Generator - Completed
- Camera System with Lateral Launcher - Completed

- North Maxwell Creek: 8-inch water line replacement- Completed
- Sanitary Sewer Overflow Initiative (SSOI) – reallocated June 3 to water distribution line replacements
- Water Isolation Project – reallocated June 3 to water distribution line replacements
- Hawthorne Pump Station - \$100K
- 200 Block Oak Bluff water mains/sanitary sewer - \$250K
- 100 Block Post Crest, 400 Block Walnut water mains/sanitary sewer - \$250K
- Skyline Drive (Horizon Dr. to S. Murphy Road) including water mains/sanitary sewer - \$175,480.88
- Oak Glen to Ridgestone water line replacement - \$98,650
- Woodcrest to Rocky Glen water line replacement – 98,650
- Bunny Run (S. Maxwell Creek westerly to Timbers Nature Preserve) water line replacement - \$98,651
- Water Distribution Service line replacements TBD - \$970,714.02

Capital improvements planned by NTMWD for the Muddy Creek wastewater treatment plant (WWTP) began in FY24 which continues to be a primary driver of increases in the wastewater rates in FY26. The improvements will consist of diverting peak flows of wastewater when they exceed the treatment plant's ability to treat the wastewater into a basin reliably. There are also plans to expand the capacity of the treatment plant from 10 MGD to 15 MGD, to meet regulatory requirements. The cost of the improvements will be financed using new and restructured bond proceeds, some with interest only payable for a few years, borrowing from lower-cost sources, and available cash.

As in recent years, the City engaged NewGen Strategies and Solutions to review the current rates, present an updated rate structure, and develop recommendations that cover costs while maintaining a conservative 20% reserve in the Utility Fund. It is important to keep in mind, however, that the five-year rate analysis provides a reasonable, but not absolute, forecast of the future.

Similar to last year, the rate review demonstrated that water and sewer rate increases were needed for FY26, based on the five-year forecast. Performing a rate analysis every year using five-year forecasts has resulted in incremental annual rate adjustments versus much larger adjustments when this approach is not utilized

The FY26 Utility Fund expenditure budget includes a transfer of \$1,172,132 to the General Fund to cover administrative costs and \$38,746 to the vehicle and equipment replacement fund for fleet leases. It is customary for the administrative transfers to increase annually based on salary fluctuations in the analyzed departments that include Administration, Human Resources, Information Technology, IT, Council, City Secretary, Finance, Public Works and Facilities.

The Utility Fund balance minimum requirement is 20% (75 days). This reserve policy balance strategy is meant to ensure rate increases implemented to recover the cost of charges from the NTMWD, and to cover operating costs for personnel, debt service and maintenance of the water and sewer systems will provide sufficient resources. The City plans to continue the practice of analyzing water and sewer rates on a regular basis to ensure cost recovery occurs with the lowest, feasible utility rates.

Impact Fee Fund

An Impact Fee is a charge or assessment imposed by a political subdivision for new development within its service area to generate revenue for funding or recouping the costs of capital improvements or facility expansions necessitated by and attributable to the new development. The City of Murphy water and wastewater service area is all land within the city limits.

Water and wastewater (or sewer) impact fees are currently funding a portion of the debt incurred by NTMWD for the construction of the Muddy Creek Wastewater Treatment Plant and various wastewater collection lines, and the debt

incurred by the City for the construction of the elevated water storage tank on Rodeo Drive. With the anticipated build-out of the City rapidly approaching, new impact fees will diminish and therefore not be available to cover those costs in the future, thereby putting a greater burden on the water and wastewater rates.

An updated Impact Fee study was completed in FY23, and an update to the Impact Fee study shall occur every five years per State statute. Based on the FY23 study, the transfer from the Impact Fee Fund to the Utility Fund in FY26 is \$240,717. This is an increase from the FY25 transfer of \$186,292.

American Rescue Plan Fund

In 2021, the City was awarded \$5 million of federal American Rescue Plan funds. In FY24 and FY25, the Council elected to use a standard allowance toward revenue replacement as allowed by the U.S. Treasury. The FY26 is projected to spend the remaining contractual services.

Murphy Municipal Development District Fund

The Murphy Municipal Development District (MDD) was formed in April 2012 to allow the City of Murphy to adopt a sales tax to fund the district. Currently, the MDD receives funds from a quarter-cent sales tax generated within the city limits. The MDD can undertake a variety of projects with high flexibility using the sales tax proceeds, like a Community Development Corporation. The revenues are used to promote economic growth, carry out programs related to community development, and promotion of new and expanded business enterprises. Total revenue for FY26 is \$917,323, expenditures are \$1,860,146, and the fund balance is projected to be \$1,967,454.

Murphy Community Development Corporation Fund

The Murphy Community Development Corporation (MCDC) is a Community Development Sales Tax Corporation whose purpose is to promote projects to enhance the community's image through beautification, parks, and open space ventures. The MCDC was created in June 2003 by the Murphy City Council and residents who recognized the need to set aside money for those important public services. Total revenue for FY26 is \$1,563,928 with expenditures of \$1,313,866. The fund balance projected at the end of FY26 is \$1,500,400.

Debt Service Fund

Property taxes collected for the debt portion of the City's tax rate (i.e., the I&S rate or interest and sinking fund) are recorded in the Debt Service Fund. Additionally, the principal and interest payments on outstanding debt are recorded in the Debt Service Fund.

The FY26 Budget includes \$2,535,000 of principal and \$990,911 of interest due on the outstanding debt service obligations. The budget also includes \$2,000 for paying agent fees. The I&S tax rate necessary to meet the FY26 debt service is \$0.09128 per \$100 of assessed valuation.

Street Maintenance and Repair Fund

In May 2019, voters approved the allocation of a quarter-cent of sales tax for street maintenance and repairs and elected to renew the sales tax in May of 2023 for an additional four years. (Note: this sales tax must be reauthorized every four years per State law).

In FY26, the Street Maintenance and Repair Fund will be utilized to repair sidewalks with hazards as prioritized by the criteria and list on the City website, and the street rehabilitation as prioritized by the Pavement Management Analysis conducted in FY23. Total revenue in the Street Maintenance and Repair Fund for FY26 is \$713,000. Expenditures are \$1,035,000. Fund balance projected at the end of FY26 is \$447,403.

Vehicle Equipment Replacement Fund

The Vehicle Equipment Replacement Fund was established in FY2025. User departments make annual contributions to the fund for all equipment and vehicles so that when the item reaches the end of its useful life, the money is available to purchase its replacement. The department contributions are shown below:

Department	Amount
Administration	\$ 16,378
Fire	\$216,688
Public Works	\$ 14,699
Facilities	\$ 28,539
Community Development	\$ 14,490
Police	\$325,942
Animal Control	\$ 9,639
Total	\$626,375

Annually during budget discussions, the City Council considers allocating 2% of the General Fund operating expenditures to the VERF. This budget year, the General Fund did not transfer funds above the department contributions to the VERF.

The Utility Fund contributes an amount equal to lease payments associated for Utility-owned vehicles. This budget year, the Utility Fund was approved to transfer \$38,746.

Programs and Staffing Levels

This budget for personnel services was based on adding 1.0 additional full-time equivalent positions, while reclassifying and eliminating existing positions, setting the total employment level for FY2026 at 151.5 full-time equivalents. Reference the Personnel section for details by position and fund. Comparison with the previous 2 budget years is also included.

The personnel services budget incorporates continuing the compensation philosophy to improve employee retention and recruiting. The philosophy includes performance-based step increases and market adjustments to stay within 5% of the 50th percentile of comparable market cities.

Conclusion

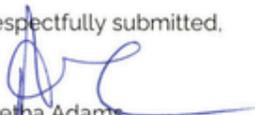
The FY2026 budget continues our tradition of careful financial stewardship while making smart, forward-looking investments in the services, infrastructure, and people that make Murphy a great place to live, work, and play. It provides the resources we need today while preparing for the opportunities and challenges of tomorrow.

Our city has been recognized as one of the Top 8 DFW Suburbs to Raise a Family (Niche.com), named among the Safest Cities in Texas (Safewise), and honored for our award-winning community events by the Texas Festivals and Events Association. Our Police Department is accredited through the Texas Police Chiefs Association, our Fire Department has earned the highest possible ISO rating of "1," and our Finance Department has received the Certificate of Achievement for Excellence in Financial Reporting for 19 consecutive years. These are achievements we can all be proud of.

None of this happens by accident; it is the result of committed leadership, dedicated employees, and an engaged community. I am grateful to the Mayor and City Council for your vision and direction, to our leadership and management teams for their hard work and professionalism, and to our residents for your trust and involvement in shaping Murphy's future.

Together, we will continue building a Murphy that is safe, connected, sustainable, and welcoming—now and for generations to come.

Respectfully submitted,



Aretha Adams
City Manager

Organizational Chart

CITIZENS OF MURPHY



DEPUTY MAYOR PRO TEM, PLACE 6
Jené Butler

COUNCIL MEMBER, PLACE 4
Ken Oltmann

MAYOR PRO TEM, PLACE 1
Elizabeth Abraham

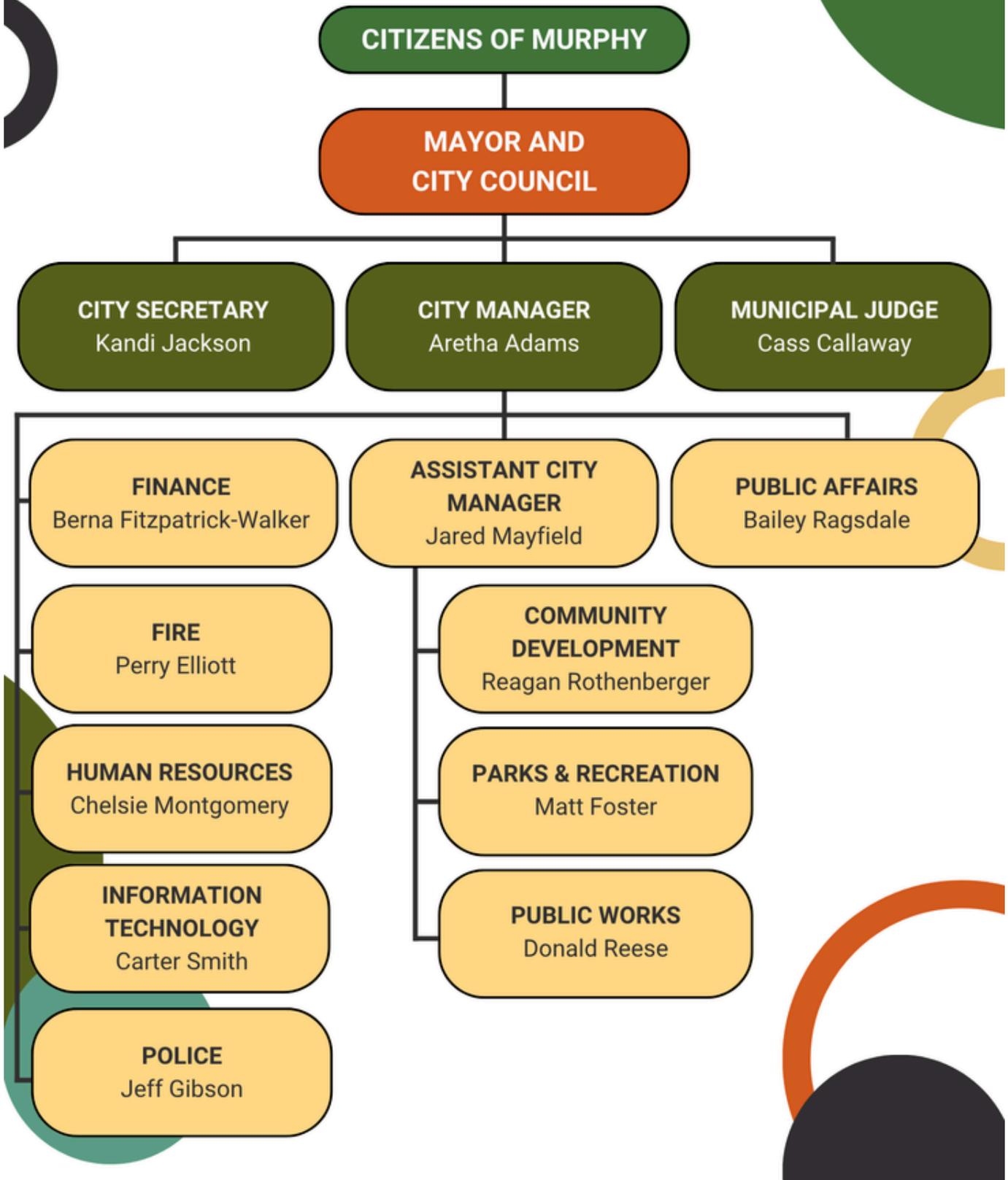
COUNCIL MEMBER, PLACE 2
Scott Smith

COUNCIL MEMBER, PLACE 3
Andrew Chase

COUNCIL MEMBER, PLACE 5
Laura Deel

MAYOR
Scott Bradley

Organizational Chart



Demographics

Population



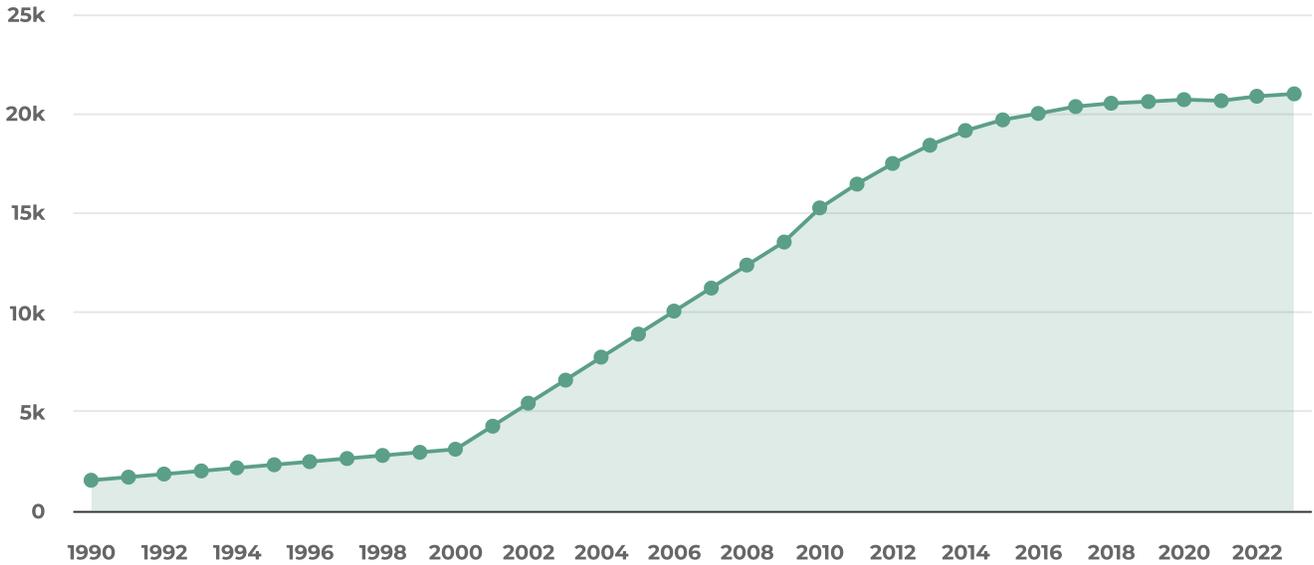
TOTAL POPULATION

21,001

0.58%
vs. 2022

GROWTH RANK

591 out of **1222** Municipalities in Texas



* Data Source: U.S. Census Bureau American Community Survey 5-year Data and the 2020, 2010, 2000, and 1990 Decennial Censuses



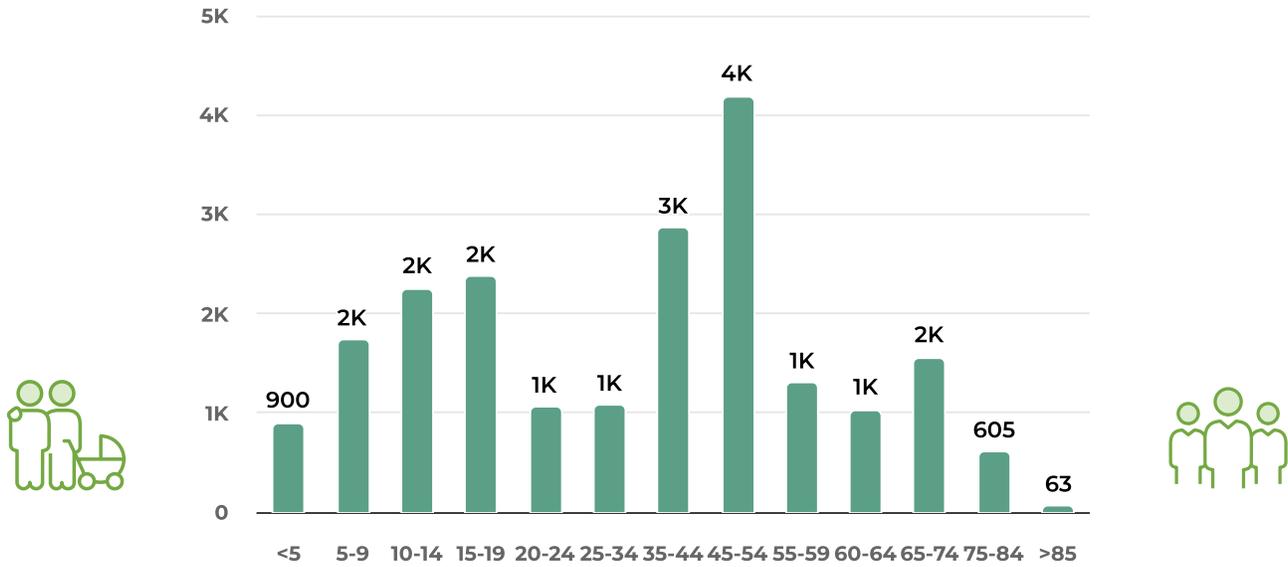
DAYTIME POPULATION

17,378

Daytime population represents the effect of persons coming into or leaving a community for work, entertainment, shopping, etc. during the typical workday. An increased daytime population puts greater demand on host community services which directly impacts operational costs.

* Data Source: American Community Survey 5-year estimates

POPULATION BY AGE GROUP



Aging affects the needs and lifestyle choices of residents. Municipalities must adjust and plan services accordingly.

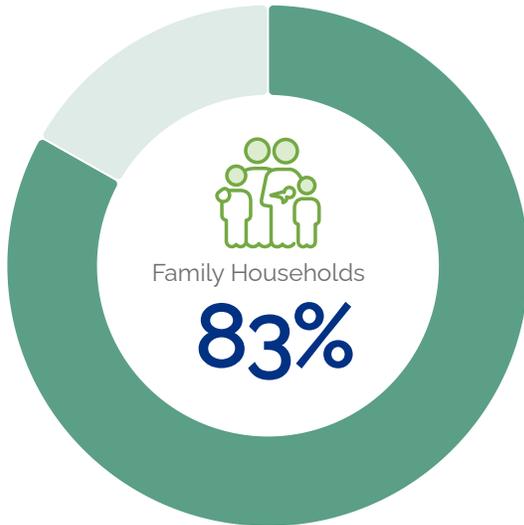
** Data Source: American Community Survey 5-year estimates*

Household

TOTAL HOUSEHOLDS

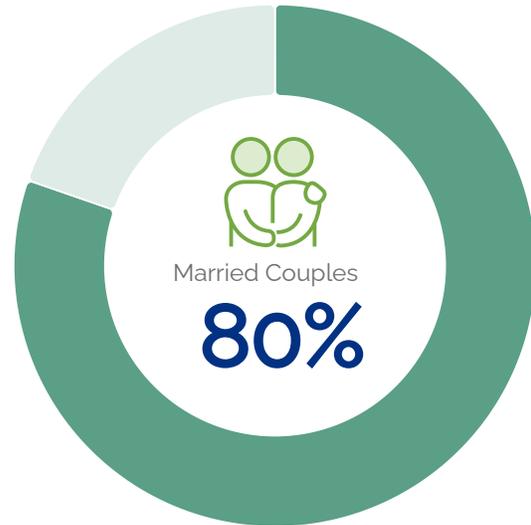
5,907

Municipalities must consider the dynamics of household types to plan for and provide services effectively. Household type also has a general correlation to income levels which affect the municipal tax base.



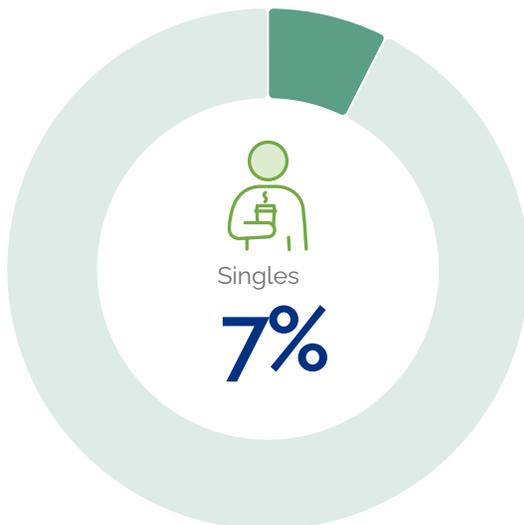
68%

higher than state average



59%

higher than state average



-70%

lower than state average



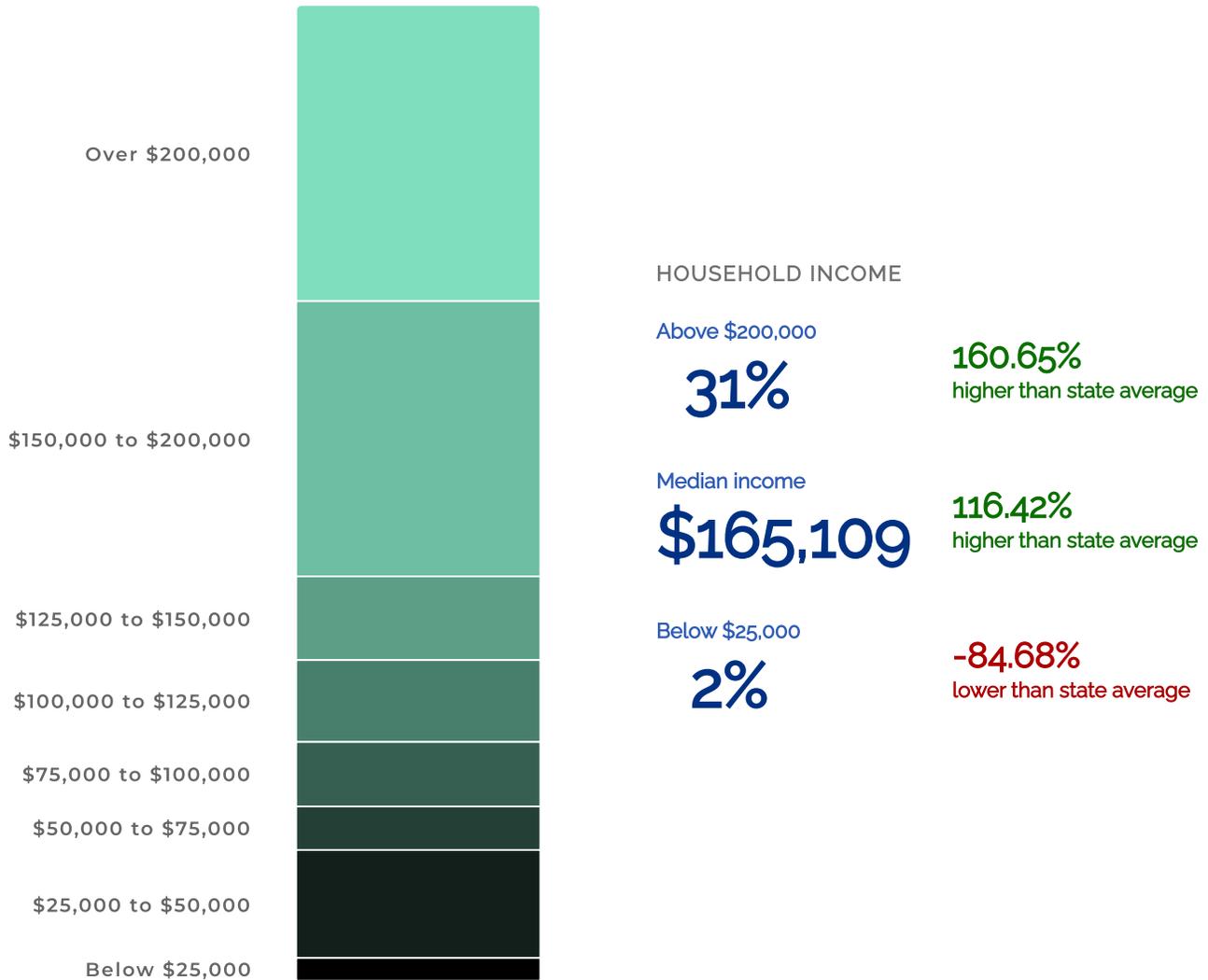
-86%

lower than state average

* Data Source: American Community Survey 5-year estimates

Economic

Household income is a key data point in evaluating a community's wealth and spending power. Pay levels and earnings typically vary by geographic regions and should be looked at in context of the overall cost of living.



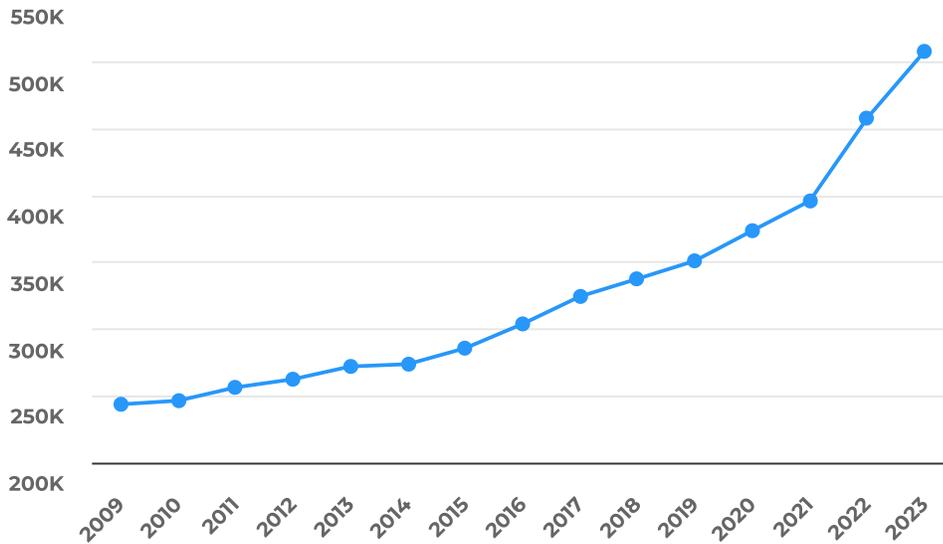
* Data Source: American Community Survey 5-year estimates

Housing



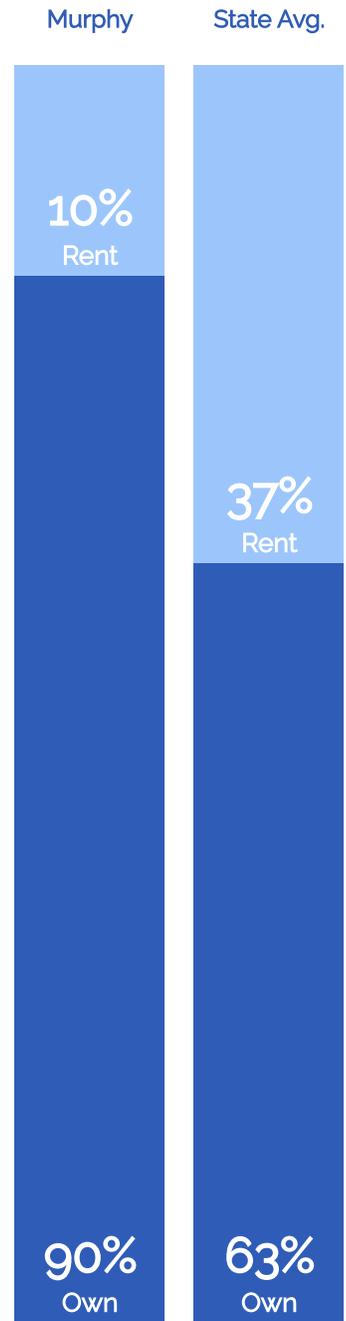
2023 MEDIAN HOME VALUE

\$508,500



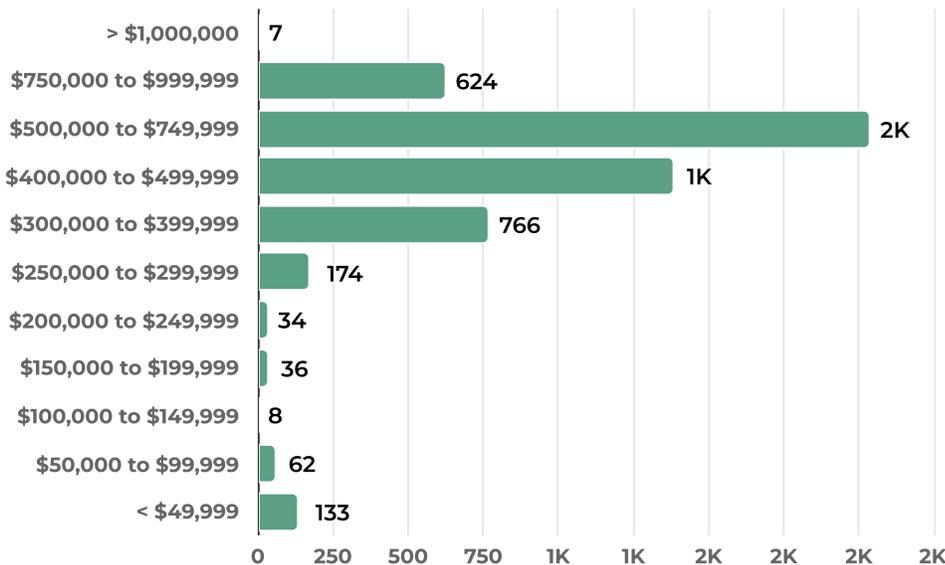
* Data Source: 2023 US Census Bureau, American Community Survey. Home value data includes all types of owner-occupied housing.

HOME OWNERS VS RENTERS



* Data Source: 2023 US Census Bureau, American Community Survey. Home value data includes all types of owner-occupied housing.

HOME VALUE DISTRIBUTION



* Data Source: 2023 US Census Bureau, American Community Survey. Home value data includes all types of owner-occupied housing.

Basis of Budgeting

The City adopts an "appropriated budget" for governmental fund types on the modified accrual basis of accounting by department. The City is required to present the adopted and final amended budgeted revenues and expenditures. The City compares the final amended budget to actual revenues and expenditures.

The following procedures are followed in establishing the budgetary data:

1. On or before the 13th day of August, the City Manager submits to the City Council a proposed operating budget for the fiscal year commencing October 1. The operating budget includes proposed expenditures and revenues and an accompanying budget message.
2. Public hearings are conducted to obtain taxpayer comments.
3. Prior to September 30, the budget is legally enacted through passage of an ordinance. If the Council takes no action on or prior to such a day, the current budget shall be in force on a month-to-month basis until a new budget is adopted by the City Council.
4. Budgets for the General Fund, Capital Projects Fund, Debt Service Fund, and ARP Act Fund are legally adopted on a basis consistent with GAAP.
5. The level of control (the level at which expenditures may not exceed budget) is the fund level. Budget adjustments or transfers that do not alter the fund level total may be approved by the City Manager when single line-item requests are less than \$50,000 to include transfers between and among departments of the same fund. However, any revisions that alter any fund greater than the City Manager's level must be approved by the City Council.

Encumbrances about goods or purchased services are documented by purchase orders or contracts. At year's end, encumbrances are canceled or appropriated as part of the following year's budget.

Fiscal Year 2025-2026

March 4, 2025	Budget Calendar Adopted
March 5	Budget Kickoff
March 7	Deadline for Fee Schedule Submissions to Finance
March 14	Deadline for HR to enter new position requests. Deadline for Events Overtime spreadsheet Deadline to Input Projections for Electricity, Auto Fuel, and Gas
March 17 - 28	IT review of New Personnel requests. Deadline to Finance by March 28
March 28	Technology Request to IT
April 9	Budget Submittals Due for All Departments and Funds Deadline for Technology requests reviewed by IT
April 11	Proposed CIP Project Summary due to Finance
April 15	WORK SESSION for Dept 101 Education Session before Regular Council Meeting
April 16 - 25	City Manager and Department Budget Review Meetings
April 28 - May 2	Department Vehicle Equipment Replacement Fund (VERF) Meetings Department Enterprise Lease Meetings
April 30	Certified Preliminary Estimate of Taxable Value
May 7	Grant Submission and Grant Renewal Review
May 9	City Manager Review of May 13 Work Session
May 13	Potential City Manager Review - Second round of personnel requests
May 14	WORK SESSION for Dept Issuance and CIP Planning
May 15	Deadline to Finance for second round personnel
May 30	Draft Budget Review
June 17	City Manager Review of June 24 Work Session
June 24	WORK SESSION for MDD, MCDC, Stormwater, Street Maintenance, CIP, One-time requests, VERF, General Fund Overview with Personnel Overview
July 8	MCDC and MDD review, discuss, and approve proposed budgets.

July 25	Chief Appraiser certifies appraisal roll
July 28	Calculation of "No-New-Revenue Tax Rate" and "Voter Approval Tax Rate"
July 31	WORK SESSION for Property Tax and Utility Rates and Proposed Budget
August 6	Deadline to submit NRN and VAT tax rates to Council
August 13	File FY2026 Proposed Budget with City Secretary
August 15	Send Notice of Budget Public Hearing to Newspaper of Record
August 19	City Council Meeting to Discuss and Adopt by record vote the Proposed Tax Rate
August 21	Send Record vote form on Proposed Tax Rate to Tax Office by noon
August 28	City Newspaper Publication of Budget and Tax Rate Public Hearing
September 2	City Council Meeting for Option Fee Schedule discussion if needed following 08/19/25 rate discussion
September 8	Post Notice of Tax Rates prominently on the homepage of the City Website 7 days before the public hearing
September 16	Public Hearings and Adoption of FY26 Tax Rate, Budget, Utility and Stormwater Rates adopted by Council
September 17	File the Certified Tax Rate Ordinance with Collin County Tax Office by noon. Send IT language for the Tax Ordinance to post on the City Website File copy of adopted budget with City Secretary
September 19	File copy of adopted budget with County Clerk
September 22	File tax form, FY26 Budget and related Ordinances with CCAD; copy to Collin County Tax Office
October 1	Fiscal Year Begins
October 7	Distribute a Budget-in-Brief Document

ORDINANCE NUMBER 25-09-1394

AN ORDINANCE MAKING APPROPRIATIONS FOR THE SUPPORT OF THE CITY OF MURPHY, TEXAS, MURPHY MUNICIPAL DEVELOPMENT DISTRICT AND MURPHY COMMUNITY DEVELOPMENT CORPORATION FOR THE FISCAL YEAR BEGINNING OCTOBER 1, 2025, AND ENDING SEPTEMBER 30, 2026; APPROPRIATING MONEY TO A SINKING FUND TO PAY INTEREST AND PRINCIPAL ON THE CITY'S INDEBTEDNESS; APPROVING AND ADOPTING THE ANNUAL BUDGET OF THE CITY OF MURPHY, TEXAS, FOR THE 2025-2026 FISCAL YEAR; PROVIDING FOR EMERGENCY EXPENDITURES AND EXPENDITURES AS OTHERWISE ALLOWED BY LAW; PROVIDING FOR REPEALING, SAVINGS AND SEVERABILITY CLAUSES; PROVIDING FOR THE FILING OF THE BUDGET IN THE OFFICE OF THE CITY SECRETARY; AND PROVIDING FOR AN EFFECTIVE DATE OF THIS ORDINANCE.

WHEREAS, an annual budget for the fiscal year beginning October 1, 2025 and ending September 30, 2026 (FY26) has been duly created by the City Manager of the City of Murphy, Texas, in accordance with sections 102.002 and 102.003 of the Texas Local Government Code; and

WHEREAS, the City of Murphy filed the proposed budget on August 13, 2025 in the office of the City Secretary; and

WHEREAS, the proposed budget was made available for public inspection by the taxpayers in accordance with section 102.005(b) of the Texas Local Government Code; and

WHEREAS, section 7.05 of the City of Murphy Home-Rule Charter requires the Public Hearing on the Budget be published at least once in the official newspaper of the City, and on the official City website; and

WHEREAS, the budget is attached as *Exhibit A*, for the fiscal year beginning October 1, 2025, and ending September 30, 2026, was duly presented to the City Council by the City Manager and a Public Hearing was ordered by the City Council and a Public Notice of said hearing was caused to be given by the City Council and said notice was published in the Murphy Monitor and said Public Hearing was held according to said notice; and

WHEREAS, the public hearing was held by the Murphy City Council on September 16, 2025 in accordance with section 102.006 of the Texas Local Government Code and section 7.05 of the City of Murphy Home-Rule Charter at which time all citizens and parties of interest were given the opportunity to be heard regarding the proposed FY26 budget; and

WHEREAS, the City Council, upon full consideration of the matter, is of the opinion that the budget hereinafter set forth is proper and should be approved and adopted; and

WHEREAS, the adoption of the said budget will raise more revenue from property taxes than in the previous year, and the City Council will ratify, by separate vote, the property tax increase reflected in the said budget; and

WHEREAS, the City Council finds that all legal notices, hearings, procedures and publishing requirements for the adoption of the budget have been performed or completed in the manner and form set forth by law.

NOW, THEREFORE, BE IT ORDAINED BY THE CITY COUNCIL OF THE CITY OF MURPHY, TEXAS:

Section 1: That all of the above premises are found to be true and correct and are incorporated into the body of this Ordinance as if copied in their entirety.

Section 2: That the appropriations for the fiscal year beginning October 1, 2025, and ending September 30, 2026, for the support of the General and Debt Services of the City of Murphy, Texas, expenditures shown in the City's FY26 budget, a copy of which is attached hereto as *Exhibit A*, are hereby adopted.

Section 3: That the budget, as shown in words and figures in *Exhibit A*, is hereby approved in all respects and the budget is adopted at the fund level as the City's budget for the fiscal year beginning October 1, 2025, and ending September 30, 2026.

Section 4: That there is appropriated the amount shown in said budget necessary to provide for a sinking fund for the payment of the principal and interest and the retirement of the bonded debt.

Section 5: That there is appropriated for the Murphy Community Development Corporation ("MCDC") and the Murphy Municipal Development District ("MMD") the amounts recommended for City Council approval at a joint meeting of the MCDC and MDD on July 8, 2025, including \$1,313,866 for the FY 26 MCDC Budget and \$1,860,146 for the FY26 MDD Budget.

Section 6: Expenditures during FY26 shall be made in accordance with this budget and this Ordinance, unless otherwise authorized by an ordinance duly enacted in accordance with law. Pursuant to state law, no expenditure of the funds of the City shall hereafter be made except in compliance with the budget and applicable state law; provided, however, that in case of grave public necessity emergency expenditures to meet unusual and unforeseen conditions, which could not by reasonable, diligent thought and attention have been included in the original budget, may from time to time be authorized by the City Council as amendments to the original budget. Pursuant to state law, the Council may make emergency appropriations to address a public emergency affecting life, health, property or the public peace and other appropriations as authorized thereby.

Section 7: All provisions of any ordinance in conflict with this Ordinance are hereby repealed; but such repeal shall not abate any pending prosecution for violation of the repealed Ordinance, nor shall the repeal prevent prosecution from being commenced for any violation if occurring prior to the repeal of the Ordinance. Any remaining portions of conflicting ordinances shall remain in full force and effect.

Section 8: Should any section, subsection, sentence, clause or phrase of this Ordinance be declared unconstitutional or invalid by a court of competent jurisdiction, it is expressly provided that any and all remaining portions of this Ordinance shall remain in full force and effect. Murphy hereby declares that it would have passed this Ordinance, and each section, subsection, sentence, clause, or phrase thereof irrespective of the fact that any one or more sections, subsections, sentences, clauses,

or phrases be declared unconstitutional or invalid.

Section 9: A true and correct copy of the approved budget shall be filed in the office of the City Secretary.

Section 10: That this Ordinance shall take effect and be enforced from and after its passage.

PASSED, APPROVED AND ADOPTED by the City Council of the City of Murphy, Texas, on this 16th day of September 2025, the above and foregoing ordinance was passed and approved by record vote. *LeYays, O'Nays, 1 Absent*



[Signature]
Scott Bradley, Mayor
City of Murphy

ATTEST:

[Signature]
Kandi Jackson, City Secretary
City of Murphy

APPROVED AS TO FORM:

[Signature]
Susan B. Thomas, PhD, Assistant City Attorney

ORDINANCE NUMBER 25-09-1395

AN ORDINANCE OF THE CITY OF MURPHY, TEXAS, LEVYING TAXES AND FIXING AND ADOPTING THE TAX RATE ON ALL TAXABLE PROPERTY FOR THE YEAR 2025 AT THE RATE OF \$0.357514 PER ONE HUNDRED DOLLARS (\$100.00) ASSESSED VALUE ON ALL TAXABLE PROPERTY WITHIN THE CORPORATE LIMITS OF THE CITY OF MURPHY, TEXAS AS OF JANUARY 1, 2025; THE SAID TAX RATE HAVING A MAINTENANCE AND OPERATIONS COMPONENT AND A DEBT SERVICE COMPONENT; PROVIDING WHEN TAXES SHALL BECOME DUE AND WHEN SAME SHALL BECOME DELINQUENT IF NOT PAID TOGETHER WITH PENALTIES AND INTEREST THEREON; PROVIDING FOR REPEALING, SAVINGS AND SEVERABILITY CLAUSES; AND PROVIDING FOR AN EFFECTIVE DATE OF THIS ORDINANCE.

WHEREAS, Section 26.05 of the Texas Tax Code requires that the City of Murphy, Texas (the "City"), adopt a tax rate for the next fiscal year by September 30, 2025; and

WHEREAS, pursuant to Texas Tax Code Chapter 26, the Tax Assessor-Collector for the City has calculated the tax rate for fiscal year 2025-2026 (FY26) which cannot be exceeded without requisite publication and public hearing; and

WHEREAS, the City complied with the State of Texas Truth-in-Taxation laws and advertised the proposed tax rate and conducted a public hearing on the tax rate, and the notice and hearing and other applicable steps required by law as a prerequisite to the passage, approval, and adoption of this Ordinance have been timely and properly given and held; and

WHEREAS, Section 26.05(a), Tex. Tax Code, provides that the tax rate consists of two components (one of which will impose the amount of taxes needed to pay debt service, and the other of which will impose the amount of taxes needed to fund maintenance and operation expenses for the next year), and each of such components must be approved separately, the tax rate set forth herein consists of those two components and they are approved separately; and

WHEREAS, upon full review and consideration of the matter, the City Council is of the opinion that the tax rate for the year 2025 set, fixed and adopted herein below is proper.

NOW, THEREFORE, BE IT ORDAINED BY THE CITY COUNCIL OF THE CITY OF MURPHY, TEXAS:

Section 1: Findings Incorporated. The findings set forth above are incorporated into the body of this Ordinance as if fully set forth herein.

Section 2: Tax Levied. That there is hereby levied and ordered to be assessed and collected an ad valorem tax rate of \$0.357514 on each One Hundred Dollars (\$100.00) of assessed valuation for all taxable property located in the City of Murphy on the 1st day of January 2025, and not exempted from taxation by the constitution and laws of the State of Texas to provide for the expenses of the City of Murphy for the Fiscal Year beginning October 1, 2025, and ending September 30, 2026. The said tax is made up of components, as set forth in this Ordinance:

a. For the maintenance and support of the General Government (General Fund) for FY26, **\$0.266234** on each \$100 valuation of property. **THIS TAX RATE WILL RAISE MORE TAXES FOR MAINTENANCE AND OPERATIONS THAN LAST YEAR'S TAX RATE.**

THE TAX RATE WILL EFFECTIVELY BE RAISED BY 3.50 PERCENT AND WILL RAISE TAXES FOR MAINTENANCE AND OPERATIONS ON A \$100,000 HOME BY APPROXIMATELY \$-5.02.

a. For debt service for FY25, **\$0.091280** on each \$100 valuation of property.

Section 3: Due Date of Taxes. That taxes levied under this ordinance shall be due October 1, 2025, and if not paid on or before January 31, 2026, shall immediately become delinquent. The penalties and interest provided for herein shall accrue after January 31 of the year following the year in which the taxes are assessed. However, if the entire taxes due as provided herein are paid in full by January 31 of the year following the year in which the taxes are assessed, no penalty or interest shall be due.

Section 4: Penalties and Interest. A delinquent tax shall incur the maximum penalty and interest authorized by Section 33.01, Texas Property Tax Code, to-wit: a penalty of six percent (6%) of the amount of the tax for the first calendar month it is delinquent, plus one percent (1%) for each additional month or portion of a month the tax remains unpaid prior to July 1 of the year in which it becomes delinquent.

Provided, however, a tax that is delinquent on July 1 of the year in which it becomes delinquent shall incur a total penalty of twelve percent (12%) of the amount of the delinquent tax without regard to the number of months the tax has been delinquent. A delinquent tax shall also accrue interest at a rate of one percent (1%) for each month or portion of a month the tax remains unpaid. All other penalties and collection remedies authorized by law are hereby adopted. Taxes that are and remain delinquent on July 1, 2025 incur an additional penalty not to exceed twenty percent (20%) of the amount of delinquent taxes, penalty and interest collected; such additional penalty is to defray the costs of collection pursuant to the contract with the City's attorney authorized by Section 6.30 of the Texas Tax Code, as amended.

Section 5: Internet Notice. That the City Manager or his designee shall put the following notice on the homepage of the City's Internet website:

There is hereby levied and there shall be collected for the use and support of the municipal government of the City of Murphy for the 2025-2026 fiscal year, upon all property, real, personal and mixed, within the corporate limits of said City subject to taxation, a tax of **\$0.357514** on each \$100 valuation of property, said tax being so levied and apportioned to the specific purposes here set forth:

CITY OF MURPHY ADOPTED A TAX RATE THAT WILL RAISE MORE TAXES FOR MAINTENANCE AND OPERATIONS THAN LAST YEAR'S TAX RATE.

THE TAX RATE WILL EFFECTIVELY BE RAISED BY 3.50 PERCENT AND WILL RAISE TAXES FOR MAINTENANCE AND OPERATIONS ON A \$100,000 HOME BY APPROXIMATELY \$-5.02.

Section 6: Place of Payment/Collection. Taxes are payable at the office of the Collin County Tax Assessor/Collector. The City shall have available all rights and remedies provided by law for the enforcement of the collection of taxes levied under this Ordinance.

Section 7: Tax Roll. The tax roll, as presented to the City Council, together with any supplement thereto, is hereby accepted.

Section 8: Savings/Repealing Clause. All provisions of any ordinance in conflict with this Ordinance are hereby repealed; but such repeal shall not abate any pending prosecution for violation of the repealed Ordinance, nor shall the repeal prevent prosecution from being commenced for any violation if occurring prior to the repeal of the Ordinance. Any remaining portions of conflicting ordinances shall remain in full force and effect.

Section 9: Severability. Should any section, subsection, sentence, clause or phrase of this Ordinance be declared unconstitutional or invalid by a court of competent jurisdiction, it is expressly provided that any and all remaining portions of this Ordinance shall remain in full force and effect. City hereby declares that it would have passed this Ordinance, and each section, subsection, sentence, clause, or phrase thereof irrespective of the fact that any one or more sections, subsections, sentences, clauses, or phrases be declared unconstitutional or invalid.

Section 10: Effective Date. This Ordinance shall become effective from and after its adoption and publication as required by law.

PASSED, APPROVED AND ADOPTED by the City Council of the City of Murphy, Texas, on this 16th day of September, 2025 on the following motion by Council Member Deel: "I move that the property tax rate be increased by the adoption of a tax rate of \$0.357514 per \$100 valuation, which is effectively a 4.08 percent increase in the tax rate and that the ordinance be adopted"; seconded by Council Member Chase, the above and foregoing ordinance was passed and approved by roll call vote. 6 Ayes, 0 nays, 1 Absences

ATTEST:





Scott Bradley, Mayor
City of Murphy



Kandi Jackson, City Secretary
City of Murphy

APPROVED AS TO FORM:



Susan B. Thomas, PhD, Assistant City Attorney

2025 Tax Rate Calculation Worksheet

Taxing Units Other Than School Districts or Water Districts

Form 50-856

City of Murphy	972-468-4000
Taxing Unit Name	Phone (area code and number)
206 N. Murphy Road, Murphy, TX 75094	www.murphytx.org
Taxing Unit's Address, City, State, ZIP Code	Taxing Unit's Website Address

GENERAL INFORMATION: Tax Code Section 26.04(c) requires an officer or employee designated by the governing body to calculate the no-new-revenue (NNR) tax rate and voter-approval tax rate for the taxing unit. These tax rates are expressed in dollars per \$100 of taxable value calculated. The calculation process starts after the chief appraiser delivers to the taxing unit the certified appraisal roll and the estimated values of properties under protest. The designated officer or employee shall certify that the officer or employee has accurately calculated the tax rates and used values shown for the certified appraisal roll or certified estimate. The officer or employee submits the rates to the governing body by Aug. 7 or as soon thereafter as practicable.

School districts do not use this form, but instead use Comptroller Form 50-859 *Tax Rate Calculation Worksheet, School District without Chapter 313 Agreements* or Comptroller Form 50-884 *Tax Rate Calculation Worksheet, School District with Chapter 313 Agreements*.

Water districts as defined under Water Code Section 49.001(1) do not use this form, but instead use Comptroller Form 50-858 *Water District Voter-Approval Tax Rate Worksheet for Low Tax Rate and Developing Districts* or Comptroller Form 50-860 *Developed Water District Voter-Approval Tax Rate Worksheet*.

The Comptroller's office provides this worksheet to assist taxing units in determining tax rates. The information provided in this worksheet is offered as technical assistance and not legal advice. Taxing units should consult legal counsel for interpretations of law regarding tax rate preparation and adoption.

SECTION 1: No-New-Revenue Tax Rate

The NNR tax rate enables the public to evaluate the relationship between taxes for the prior year and for the current year based on a tax rate that would produce the same amount of taxes (no new taxes) if applied to the same properties that are taxed in both years. When appraisal values increase, the NNR tax rate should decrease.

The NNR tax rate for a county is the sum of the NNR tax rates calculated for each type of tax the county levies.

While uncommon, it is possible for a taxing unit to provide an exemption for only maintenance and operations taxes. In this case, the taxing unit will need to calculate the NNR tax rate separately for the maintenance and operations tax and the debt tax, then add the two components together.

Line	No-New-Revenue Tax Rate Worksheet	Amount/Rate
1.	Prior year total taxable value. Enter the amount of the prior year taxable value on the prior year tax roll today. Include any adjustments since last year's certification; exclude Tax Code Section 25.25(d) one-fourth and one-third over-appraisal corrections from these adjustments. Exclude any property value subject to an appeal under Chapter 42 as of July 25 (will add undisputed value in Line 6). This total includes the taxable value of homesteads with tax ceilings (will deduct in Line 2) and the captured value for tax increment financing (adjustment is made by deducting TIF taxes, as reflected in Line 17). ¹	\$ 3,692,856,727
2.	Prior year tax ceilings. Counties, cities and junior college districts. Enter the prior year total taxable value of homesteads with tax ceilings. These include the homesteads of homeowners age 65 or older or disabled. Other taxing units enter 0. If your taxing unit adopted the tax ceiling provision last year or a prior year for homeowners age 65 or older or disabled, use this step. ²	\$ 0
3.	Preliminary prior year adjusted taxable value. Subtract Line 2 from Line 1.	\$ 3,692,856,727
4.	Prior year total adopted tax rate.	\$ 0.362533 /\$100
5.	Prior year taxable value lost because court appeals of ARB decisions reduced the prior year's appraised value.	
	A. Original prior year ARB values:.....	\$ 111,429,599
	B. Prior year values resulting from final court decisions:.....	- \$ 107,245,432
	C. Prior year value loss. Subtract B from A. ³	\$ 4,184,167
6.	Prior year taxable value subject to an appeal under Chapter 42, as of July 25.	
	A. Prior year ARB certified value:	\$ 28,244,811
	B. Prior year disputed value:.....	- \$ 1,494,151
	C. Prior year undisputed value. Subtract B from A. ⁴	\$ 26,750,660
7.	Prior year Chapter 42 related adjusted values. Add Line 5C and Line 6C.	\$ 30,934,827

¹ Tex. Tax Code §26.012(14)
² Tex. Tax Code §26.012(14)
³ Tex. Tax Code §26.012(13)
⁴ Tex. Tax Code §26.012(13)



2025 Tax Rate Calculation Worksheet – Taxing Units Other Than School Districts or Water Districts Form 50-856

Line	No-New-Revenue Tax Rate Worksheet	Amount/Rate
8.	Prior year taxable value, adjusted for actual and potential court-ordered adjustments. Add Line 3 and Line 7.	\$ 3,723,791,554
9.	Prior year taxable value of property in territory the taxing unit deannexed after Jan. 1, 2024. Enter the prior year value of property in deannexed territory. ⁵	\$ 0
10.	<p>Prior year taxable value lost because property first qualified for an exemption in the current year. If the taxing unit increased an original exemption, use the difference between the original exempted amount and the increased exempted amount. Do not include value lost due to freeport, goods-in-transit, temporary disaster exemptions. Note that lowering the amount or percentage of an existing exemption in the current year does not create a new exemption or reduce taxable value.</p> <p>A. Absolute exemptions. Use prior year market value: \$ 110,192</p> <p>B. Partial exemptions. Current year exemption amount or current year percentage exemption times prior year value: + \$ 4,224,000</p> <p>C. Value loss. Add A and B.⁶</p>	\$ 4,334,192
11.	<p>Prior year taxable value lost because property first qualified for agricultural appraisal (1-d or 1-d-1), timber appraisal, recreational/scenic appraisal or public access airport special appraisal in the current year. Use only properties that qualified for the first time in the current year; do not use properties that qualified in the prior year.</p> <p>A. Prior year market value: \$ 0</p> <p>B. Current year productivity or special appraised value: - \$ 0</p> <p>C. Value loss. Subtract B from A.⁷</p>	\$ 0
12.	Total adjustments for lost value. Add Lines 9, 10C and 11C.	\$ 4,334,192
13.	Prior year captured value of property in a TIF. Enter the total value of the prior year captured appraised value of property taxable by a taxing unit in a tax increment financing zone for which the prior year taxes were deposited into the tax increment fund. ⁸ If the taxing unit has no captured appraised value in line 18D, enter 0.	\$ 0
14.	Prior year total value. Subtract Line 12 and Line 13 from Line 8.	\$ 3,719,457,362
15.	Adjusted prior year total levy. Multiply Line 4 by Line 14 and divide by \$100.	\$ 13,484,260
16.	Taxes refunded for years preceding the prior tax year. Enter the amount of taxes refunded by the taxing unit for tax years preceding the prior tax year. Types of refunds include court decisions, Tax Code Section 25.25(b) and (c) corrections and Tax Code Section 31.11 payment errors. Do not include refunds for the prior tax year. This line applies only to tax years preceding the prior tax year. ⁹	\$ 38,981
17.	Adjusted prior year levy with refunds and TIF adjustment. Add Lines 15 and 16. ¹⁰	\$ 13,523,241
18.	<p>Total current year taxable value on the current year certified appraisal roll today. This value includes only certified values or certified estimate of values and includes the total taxable value of homesteads with tax ceilings (will deduct in Line 20). These homesteads include homeowners age 65 or older or disabled.¹¹</p> <p>A. Certified values: \$ 3,660,597,405</p> <p>B. Counties: Include railroad rolling stock values certified by the Comptroller's office: + \$</p> <p>C. Pollution control and energy storage system exemption: Deduct the value of property exempted for the current tax year for the first time as pollution control or energy storage system property: - \$ 0</p> <p>D. Tax increment financing: Deduct the current year captured appraised value of property taxable by a taxing unit in a tax increment financing zone for which the current year taxes will be deposited into the tax increment fund. Do not include any new property value that will be included in Line 24 below.¹² - \$ 0</p> <p>E. Total current year value. Add A and B, then subtract C and D.</p>	\$ 3,660,597,405

⁵ Tex. Tax Code §26.012(15)
⁶ Tex. Tax Code §26.012(15)
⁷ Tex. Tax Code §26.012(15)
⁸ Tex. Tax Code §26.03(c)
⁹ Tex. Tax Code §26.012(13)
¹⁰ Tex. Tax Code §26.012(13)
¹¹ Tex. Tax Code §26.012, 26.04(c-2)
¹² Tex. Tax Code §26.03(c)



2025 Tax Rate Calculation Worksheet – Taxing Units Other Than School Districts or Water Districts Form 50-856

Line	No-New-Revenue Tax Rate Worksheet	Amount/Rate
19.	Total value of properties under protest or not included on certified appraisal roll. ¹³	
A.	Current year taxable value of properties under protest. The chief appraiser certifies a list of properties still under ARB protest. The list shows the appraisal district's value and the taxpayer's claimed value, if any, or an estimate of the value if the taxpayer wins. For each of the properties under protest, use the lowest of these values. Enter the total value under protest. ¹⁴	\$ 290,053,221
B.	Current year value of properties not under protest or included on certified appraisal roll. The chief appraiser gives taxing units a list of those taxable properties that the chief appraiser knows about but are not included in the appraisal roll certification. These properties also are not on the list of properties that are still under protest. On this list of properties, the chief appraiser includes the market value, appraised value and exemptions for the preceding year and a reasonable estimate of the market value, appraised value and exemptions for the current year. Use the lower market, appraised or taxable value (as appropriate). Enter the total value of property not on the certified roll. ¹⁵	+ \$ 0
C.	Total value under protest or not certified. Add A and B.	\$ 290,053,221
20.	Current year tax ceilings. Counties, cities and junior colleges enter current year total taxable value of homesteads with tax ceilings. These include the homesteads of homeowners age 65 or older or disabled. Other taxing units enter 0. If your taxing unit adopted the tax ceiling provision in the prior year or a previous year for homeowners age 65 or older or disabled, use this step. ¹⁶	\$ 0
21.	Anticipated contested value. Affected taxing units enter the contested taxable value for all property that is subject to anticipated substantial litigation. ¹⁷ An affected taxing unit is wholly or partly located in a county that has a population of less than 500,000 and is located on the Gulf of Mexico. ¹⁸ If completing this section, the taxing unit must include supporting documentation in Section 9. ¹⁹ Taxing units that are not affected, enter 0.	\$ 0
22.	Current year total taxable value. Add Lines 18E and 19C, then subtract Lines 20 and 21. ²⁰	\$ 3,950,650,626
23.	Total current year taxable value of properties in territory annexed after Jan. 1, of the prior year. Include both real and personal property. Enter the current year value of property in territory annexed. ²¹	\$ 0
24.	Total current year taxable value of new improvements and new personal property located in new improvements. New means the item was not on the appraisal roll in the prior year. An improvement is a building, structure, fixture or fence erected on or affixed to land. New additions to existing improvements may be included if the appraised value can be determined. New personal property in a new improvement must have been brought into the taxing unit after Jan. 1, of the prior year and be located in a new improvement. New improvements do include property on which a tax abatement agreement has expired for the current year. ²²	\$ 13,612,155
25.	Total adjustments to the current year taxable value. Add Lines 23 and 24.	\$ 13,612,155
26.	Adjusted current year taxable value. Subtract Line 25 from Line 22.	\$ 3,937,038,471
27.	Current year NNR tax rate. Divide Line 17 by Line 26 and multiply by \$100. ²³	\$ 0.343487 /\$100
28.	COUNTIES ONLY. Add together the NNR tax rates for each type of tax the county levies. The total is the current year county NNR tax rate. ²⁴	\$ _____ /\$100

SECTION 2: Voter Approval Tax Rate

The voter-approval tax rate is the highest tax rate that a taxing unit may adopt without holding an election to seek voter approval of the rate. The voter-approval tax rate is split into two separate rates:

- Maintenance and Operations (M&O) Tax Rate:** The M&O portion is the tax rate that is needed to raise the same amount of taxes that the taxing unit levied in the prior year plus the applicable percentage allowed by law. This rate accounts for such things as salaries, utilities and day-to-day operations.
- Debt Rate:** The debt rate includes the debt service necessary to pay the taxing unit's debt payments in the coming year. This rate accounts for principal and interest on bonds and other debt secured by property tax revenue.

The voter-approval tax rate for a county is the sum of the voter-approval tax rates calculated for each type of tax the county levies. In most cases the voter-approval tax rate exceeds the no-new-revenue tax rate, but occasionally decreases in a taxing unit's debt service will cause the NNR tax rate to be higher than the voter-approval tax rate.

¹³ Tex. Tax Code §26.01(c) and (d)
¹⁴ Tex. Tax Code §26.01(c)
¹⁵ Tex. Tax Code §26.01(d)
¹⁶ Tex. Tax Code §26.012(6)(B)
¹⁷ Tex. Tax Code §526.012(6)(C) and 26.012(1-b)
¹⁸ Tex. Tax Code §26.012(1-a)
¹⁹ Tex. Tax Code §26.04(d-3)
²⁰ Tex. Tax Code §26.012(6)
²¹ Tex. Tax Code §26.012(17)
²² Tex. Tax Code §26.012(17)
²³ Tex. Tax Code §26.04(c)
²⁴ Tex. Tax Code §26.04(d)



2025 Tax Rate Calculation Worksheet – Taxing Units Other Than School Districts or Water Districts Form 50-856

Line	Voter-Approval Tax Rate Worksheet	Amount/Rate
29.	Prior year M&O tax rate. Enter the prior year M&O tax rate.	\$ 0.271253 /\$100
30.	Prior year taxable value, adjusted for actual and potential court-ordered adjustments. Enter the amount in Line 8 of the <i>No-New-Revenue Tax Rate Worksheet</i> .	\$ 3,723,791,554
31.	Total prior year M&O levy. Multiply Line 29 by Line 30 and divide by \$100.	\$ 10,100,896
32.	Adjusted prior year levy for calculating NNR M&O rate. A. M&O taxes refunded for years preceding the prior tax year. Enter the amount of M&O taxes refunded in the preceding year for taxes before that year. Types of refunds include court decisions, Tax Code Section 25.25(b) and (c) corrections and Tax Code Section 31.11 payment errors. Do not include refunds for tax year 2024. This line applies only to tax years preceding the prior tax year. + \$ 26,400 B. Prior year taxes in TIF. Enter the amount of taxes paid into the tax increment fund for a reinvestment zone as agreed by the taxing unit. If the taxing unit has no current year captured appraised value in Line 18D, enter 0. - \$ 0 C. Prior year transferred function. If discontinuing all of a department, function or activity and transferring it to another taxing unit by written contract, enter the amount spent by the taxing unit discontinuing the function in the 12 months preceding the month of this calculation. If the taxing unit did not operate this function for this 12-month period, use the amount spent in the last full fiscal year in which the taxing unit operated the function. The taxing unit discontinuing the function will subtract this amount in D below. The taxing unit receiving the function will add this amount in D below. Other taxing units enter 0. +/- \$ 0 D. Prior year M&O levy adjustments. Subtract B from A. For taxing unit with C, subtract if discontinuing function and add if receiving function. \$ 26,400 E. Add Line 31 to 32D.	\$ 10,127,296
33.	Adjusted current year taxable value. Enter the amount in Line 26 of the <i>No-New-Revenue Tax Rate Worksheet</i> .	\$ 3,937,038,471
34.	Current year NNR M&O rate (unadjusted). Divide Line 32E by Line 33 and multiply by \$100.	\$ 0.257231 /\$100
35.	Rate adjustment for state criminal justice mandate. ²⁶ A. Current year state criminal justice mandate. Enter the amount spent by a county in the previous 12 months providing for the maintenance and operation cost of keeping inmates in county-paid facilities after they have been sentenced. Do not include any state reimbursement received by the county for the same purpose. \$ 0 B. Prior year state criminal justice mandate. Enter the amount spent by a county in the 12 months prior to the previous 12 months providing for the maintenance and operation cost of keeping inmates in county-paid facilities after they have been sentenced. Do not include any state reimbursement received by the county for the same purpose. Enter zero if this is the first time the mandate applies. - \$ 0 C. Subtract B from A and divide by Line 33 and multiply by \$100. \$ 0.000000 /\$100 D. Enter the rate calculated in C. If not applicable, enter 0.	\$ 0.000000 /\$100
36.	Rate adjustment for indigent health care expenditures. ²⁷ A. Current year indigent health care expenditures. Enter the amount paid by a taxing unit providing for the maintenance and operation cost of providing indigent health care for the period beginning on July 1, of the prior tax year and ending on June 30, of the current tax year, less any state assistance received for the same purpose. \$ 0 B. Prior year indigent health care expenditures. Enter the amount paid by a taxing unit providing for the maintenance and operation cost of providing indigent health care for the period beginning on July 1, 2023 and ending on June 30, 2024, less any state assistance received for the same purpose. - \$ 0 C. Subtract B from A and divide by Line 33 and multiply by \$100. \$ 0.000000 /\$100 D. Enter the rate calculated in C. If not applicable, enter 0.	\$ 0.000000 /\$100

²⁵ (Reserved for expansion)
²⁶ Tex. Tax Code §26.044
²⁷ Tex. Tax Code §26.0441



2025 Tax Rate Calculation Worksheet – Taxing Units Other Than School Districts or Water Districts		Form 50-856
Line	Voter-Approval Tax Rate Worksheet	Amount/Rate
37.	<p>Rate adjustment for county indigent defense compensation.²⁸</p> <p>A. Current year indigent defense compensation expenditures. Enter the amount paid by a county to provide appointed counsel for indigent individuals and fund the operations of a public defender’s office under Article 26.044, Code of Criminal Procedure for the period beginning on July 1, of the prior tax year and ending on June 30, of the current tax year, less any state grants received by the county for the same purpose..... \$ 0</p> <p>B. Prior year indigent defense compensation expenditures. Enter the amount paid by a county to provide appointed counsel for indigent individuals and fund the operations of a public defender’s office under Article 26.044, Code of Criminal Procedure for the period beginning on July 1, 2023 and ending on June 30, 2024, less any state grants received by the county for the same purpose..... \$ 0</p> <p>C. Subtract B from A and divide by Line 33 and multiply by \$100..... \$ 0.000000 /\$100</p> <p>D. Multiply B by 0.05 and divide by Line 33 and multiply by \$100..... \$ 0.000000 /\$100</p> <p>E. Enter the lesser of C and D. If not applicable, enter 0.</p>	\$ 0.000000 /\$100
38.	<p>Rate adjustment for county hospital expenditures.²⁹</p> <p>A. Current year eligible county hospital expenditures. Enter the amount paid by the county or municipality to maintain and operate an eligible county hospital for the period beginning on July 1, of the prior tax year and ending on June 30, of the current tax year..... \$ 0</p> <p>B. Prior year eligible county hospital expenditures. Enter the amount paid by the county or municipality to maintain and operate an eligible county hospital for the period beginning on July 1, 2023 and ending on June 30, 2024. \$ 0</p> <p>C. Subtract B from A and divide by Line 33 and multiply by \$100..... \$ 0.000000 /\$100</p> <p>D. Multiply B by 0.08 and divide by Line 33 and multiply by \$100..... \$ 0.000000 /\$100</p> <p>E. Enter the lesser of C and D, if applicable. If not applicable, enter 0.</p>	\$ 0.000000 /\$100
39.	<p>Rate adjustment for defunding municipality. This adjustment only applies to a municipality that is considered to be a defunding municipality for the current tax year under Chapter 109, Local Government Code. Chapter 109, Local Government Code only applies to municipalities with a population of more than 250,000 and includes a written determination by the Office of the Governor. See Tax Code Section 26.0444 for more information.</p> <p>A. Amount appropriated for public safety in the prior year. Enter the amount of money appropriated for public safety in the budget adopted by the municipality for the preceding fiscal year..... \$ 0</p> <p>B. Expenditures for public safety in the prior year. Enter the amount of money spent by the municipality for public safety during the preceding fiscal year..... \$ 0</p> <p>C. Subtract B from A and divide by Line 33 and multiply by \$100..... \$ 0.000000 /\$100</p> <p>D. Enter the rate calculated in C. If not applicable, enter 0.</p>	\$ 0.000000 /\$100
40.	Adjusted current year NNR M&O rate. Add Lines 34, 35D, 36D, 37E, and 38E. Subtract Line 39D.	\$ 0.257231 /\$100
41.	<p>Adjustment for prior year sales tax specifically to reduce property taxes. Cities, counties and hospital districts that collected and spent additional sales tax on M&O expenses in the prior year should complete this line. These entities will deduct the sales tax gain rate for the current year in Section 3. Other taxing units, enter zero.</p> <p>A. Enter the amount of additional sales tax collected and spent on M&O expenses in the prior year, if any. Counties must exclude any amount that was spent for economic development grants from the amount of sales tax spent..... \$ 0</p> <p>B. Divide Line 41A by Line 33 and multiply by \$100..... \$ 0.000000 /\$100</p> <p>C. Add Line 41B to Line 40.</p>	\$ 0.257231 /\$100
42.	<p>Current year voter-approval M&O rate. Enter the rate as calculated by the appropriate scenario below.</p> <p>Special Taxing Unit. If the taxing unit qualifies as a special taxing unit, multiply Line 41C by 1.08.</p> <p>- or -</p> <p>Other Taxing Unit. If the taxing unit does not qualify as a special taxing unit, multiply Line 41C by 1.035.</p>	\$ 0.266234 /\$100

²⁸ Tex. Tax Code §26.0442
²⁹ Tex. Tax Code §26.0443



2025 Tax Rate Calculation Worksheet – Taxing Units Other Than School Districts or Water Districts Form 50-856

Line	Voter-Approval Tax Rate Worksheet	Amount/Rate
D42.	<p>Disaster Line 42 (D42): Current year voter-approval M&O rate for taxing unit affected by disaster declaration. If the taxing unit is located in an area declared a disaster area and at least one person is granted an exemption under Tax Code Section 11.35 for property located in the taxing unit, the governing body may direct the person calculating the voter-approval tax rate to calculate in the manner provided for a special taxing unit. The taxing unit shall continue to calculate the voter-approval tax rate in this manner until the earlier of:</p> <p>1) the first year in which total taxable value on the certified appraisal roll exceeds the total taxable value of the tax year in which the disaster occurred; or</p> <p>2) the third tax year after the tax year in which the disaster occurred.</p> <p>If the taxing unit qualifies under this scenario, multiply Line 41C by 1.08. ³⁰ If the taxing unit does not qualify, do not complete Disaster Line 42 (Line D42).</p>	\$ 0.000000 /\$100
43.	<p>Total current year debt to be paid with property taxes and additional sales tax revenue. Debt means the interest and principal that will be paid on debts that:</p> <p>(1) are paid by property taxes;</p> <p>(2) are secured by property taxes;</p> <p>(3) are scheduled for payment over a period longer than one year; and</p> <p>(4) are not classified in the taxing unit's budget as M&O expenses.</p> <p>A. Debt also includes contractual payments to other taxing units that have incurred debts on behalf of this taxing unit, if those debts meet the four conditions above. Include only amounts that will be paid from property tax revenue. Do not include appraisal district budget payments. If the governing body of a taxing unit authorized or agreed to authorize a bond, warrant, certificate of obligation, or other evidence of indebtedness on or after Sept. 1, 2021, verify if it meets the amended definition of debt before including it here. ³¹</p> <p>Enter debt amount \$ 5,652,049</p> <p>B. Subtract unencumbered fund amount used to reduce total debt. - \$ 0</p> <p>C. Subtract certified amount spent from sales tax to reduce debt (enter zero if none) - \$ 0</p> <p>D. Subtract amount paid from other resources - \$ 2,043,813</p> <p>E. Adjusted debt. Subtract B, C and D from A. \$ 3,608,236</p>	\$ 3,608,236
44.	Certified prior year excess debt collections. Enter the amount certified by the collector. ³²	\$ 2,082
45.	Adjusted current year debt. Subtract Line 44 from Line 43E.	\$ 3,606,154
46.	<p>Current year anticipated collection rate.</p> <p>A. Enter the current year anticipated collection rate certified by the collector. ³³..... 100.00 %</p> <p>B. Enter the prior year actual collection rate..... 98.93 %</p> <p>C. Enter the 2023 actual collection rate. 100.04 %</p> <p>D. Enter the 2022 actual collection rate. 105.05 %</p> <p>E. If the anticipated collection rate in A is lower than actual collection rates in B, C and D, enter the lowest collection rate from B, C and D. If the anticipated rate in A is higher than at least one of the rates in the prior three years, enter the rate from A. Note that the rate can be greater than 100%. ³⁴</p>	100.00 %
47.	Current year debt adjusted for collections. Divide Line 45 by Line 46E.	\$ 3,606,154
48.	Current year total taxable value. Enter the amount on Line 22 of the <i>No-New-Revenue Tax Rate Worksheet</i> .	\$ 3,950,650,626
49.	Current year debt rate. Divide Line 47 by Line 48 and multiply by \$100.	\$ 0.091280 /\$100
50.	Current year voter-approval M&O rate plus current year debt rate. Add Lines 42 and 49.	\$ 0.357514 /\$100
D50.	<p>Disaster Line 50 (D50): Current year voter-approval tax rate for taxing unit affected by disaster declaration. Complete this line if the taxing unit calculated the voter-approval tax rate in the manner provided for a special taxing unit on Line D42. Add Line D42 and 49.</p>	\$ 0.000000 /\$100

³⁰ Tex. Tax Code §26.042(a)
³¹ Tex. Tax Code §26.012(f)
³² Tex. Tax Code §26.012(10) and 26.04(b)
³³ Tex. Tax Code §26.04(b)
³⁴ Tex. Tax Code §26.04(f), (h-1) and (h-2)



2025 Tax Rate Calculation Worksheet – Taxing Units Other Than School Districts or Water Districts Form 50-856

Line	Voter-Approval Tax Rate Worksheet	Amount/Rate
51.	COUNTIES ONLY. Add together the voter-approval tax rates for each type of tax the county levies. The total is the current year county voter-approval tax rate.	\$ 0.000000 /\$100

SECTION 3: NNR Tax Rate and Voter Approval Tax Rate Adjustments for Additional Sales Tax to Reduce Property Taxes

Cities, counties and hospital districts may levy a sales tax specifically to reduce property taxes. Local voters by election must approve imposing or abolishing the additional sales tax. If approved, the taxing unit must reduce its NNR and voter-approval tax rates to offset the expected sales tax revenue.

This section should only be completed by a county, city or hospital district that is required to adjust its NNR tax rate and/or voter-approval tax rate because it adopted the additional sales tax.

Line	Additional Sales and Use Tax Worksheet	Amount/Rate
52.	Taxable Sales. For taxing units that adopted the sales tax in November of the prior tax year or May of the current tax year, enter the Comptroller's estimate of taxable sales for the previous four quarters. ³⁵ Estimates of taxable sales may be obtained through the Comptroller's Allocation Historical Summary webpage. Taxing units that adopted the sales tax before November of the prior year, enter 0.	\$ 0
53.	Estimated sales tax revenue. Counties exclude any amount that is or will be spent for economic development grants from the amount of estimated sales tax revenue. ³⁶ Taxing units that adopted the sales tax in November of the prior tax year or in May of the current tax year. Multiply the amount on Line 52 by the sales tax rate (.01, .005 or .0025, as applicable) and multiply the result by .95. ³⁷ - or - Taxing units that adopted the sales tax before November of the prior year. Enter the sales tax revenue for the previous four quarters. Do not multiply by .95.	\$ 0
54.	Current year total taxable value. Enter the amount from Line 22 of the <i>No-New-Revenue Tax Rate Worksheet</i> .	\$ 3,950,650,626
55.	Sales tax adjustment rate. Divide Line 53 by Line 54 and multiply by \$100.	\$ 0.000000 /\$100
56.	Current year NNR tax rate, unadjusted for sales tax. ³⁸ Enter the rate from Line 27 or 28, as applicable, on the <i>No-New-Revenue Tax Rate Worksheet</i> .	\$ 0.343487 /\$100
57.	Current year NNR tax rate, adjusted for sales tax. Taxing units that adopted the sales tax in November the prior tax year or in May of the current tax year. Subtract Line 55 from Line 56. Skip to Line 58 if you adopted the additional sales tax before November of the prior tax year.	\$ 0.343487 /\$100
58.	Current year voter-approval tax rate, unadjusted for sales tax. ³⁹ Enter the rate from Line 50, Line D50 (disaster) or Line 51 (counties) as applicable, of the <i>Voter-Approval Tax Rate Worksheet</i> .	\$ 0.357514 /\$100
59.	Current year voter-approval tax rate, adjusted for sales tax. Subtract Line 55 from Line 58.	\$ 0.357514 /\$100

SECTION 4: Voter Approval Tax Rate Adjustment for Pollution Control

A taxing unit may raise its rate for M&O funds used to pay for a facility, device or method for the control of air, water or land pollution. This includes any land, structure, building, installation, excavation, machinery, equipment or device that is used, constructed, acquired or installed wholly or partly to meet or exceed pollution control requirements. The taxing unit's expenses are those necessary to meet the requirements of a permit issued by the Texas Commission on Environmental Quality (TCEQ). The taxing unit must provide the tax assessor with a copy of the TCEQ letter of determination that states the portion of the cost of the installation for pollution control.

This section should only be completed by a taxing unit that uses M&O funds to pay for a facility, device or method for the control of air, water or land pollution.

Line	Voter-Approval Rate Adjustment for Pollution Control Requirements Worksheet	Amount/Rate
60.	Certified expenses from the Texas Commission on Environmental Quality (TCEQ). Enter the amount certified in the determination letter from TCEQ. ⁴⁰ The taxing unit shall provide its tax assessor-collector with a copy of the letter. ⁴¹	\$ 0
61.	Current year total taxable value. Enter the amount from Line 22 of the <i>No-New-Revenue Tax Rate Worksheet</i> .	\$ 3,950,650,626
62.	Additional rate for pollution control. Divide Line 60 by Line 61 and multiply by \$100.	\$ 0.000000 /\$100

³⁵ Tex. Tax Code §26.041(d)
³⁶ Tex. Tax Code §26.041(i)
³⁷ Tex. Tax Code §26.041(d)
³⁸ Tex. Tax Code §26.04(c)
³⁹ Tex. Tax Code §26.04(c)
⁴⁰ Tex. Tax Code §26.045(d)
⁴¹ Tex. Tax Code §26.045(i)



2025 Tax Rate Calculation Worksheet – Taxing Units Other Than School Districts or Water Districts Form 50-856

Line	Voter-Approval Rate Adjustment for Pollution Control Requirements Worksheet	Amount/Rate
63.	Current year voter-approval tax rate, adjusted for pollution control. Add Line 62 to one of the following lines (as applicable): Line 50, Line D50 (disaster), Line 51 (counties) or Line 59 (taxing units with the additional sales tax).	\$ 0.357514 /\$100

SECTION 5: Voter Approval Tax Rate Adjustment for Unused Increment Rate

The unused increment rate is the rate equal to the sum of the prior 3 years Foregone Revenue Amounts divided by the current taxable value.⁴² The Foregone Revenue Amount for each year is equal to that year’s adopted tax rate subtracted from that year’s voter-approval tax rate adjusted to remove the unused increment rate multiplied by that year’s current total value.⁴³

The difference between the adopted tax rate and adjusted voter-approval tax rate is considered zero in the following scenarios:

- a tax year in which a taxing unit affected by a disaster declaration calculates the tax rate under Tax Code Section 26.042;⁴⁴
- a tax year in which the municipality is a defunding municipality, as defined by Tax Code Section 26.0501(a);⁴⁵ or
- after Jan. 1, 2022, a tax year in which the comptroller determines that the county implemented a budget reduction or reallocation described by Local Government Code Section 120.002(a) without the required voter approval.⁴⁶

This section should only be completed by a taxing unit that does not meet the definition of a special taxing unit.⁴⁷

Line	Unused Increment Rate Worksheet	Amount/Rate
64.	Year 3 Foregone Revenue Amount. Subtract the 2024 unused increment rate and 2024 actual tax rate from the 2024 voter-approval tax rate. Multiply the result by the 2024 current total value	
	A. Voter-approval tax rate (Line 68).....	\$ 0.362533 /\$100
	B. Unused increment rate (Line 67).....	\$ 0.003715 /\$100
	C. Subtract B from A.....	\$ 0.358818 /\$100
	D. Adopted Tax Rate.....	\$ 0.362533 /\$100
	E. Subtract D from C.....	\$ -0.003715 /\$100
	F. 2024 Total Taxable Value (Line 60).....	\$ 3,723,077.756
	G. Multiply E by F and divide the results by \$100. If the number is less than zero, enter zero.....	\$ 0
65.	Year 2 Foregone Revenue Amount. Subtract the 2023 unused increment rate and 2023 actual tax rate from the 2023 voter-approval tax rate. Multiply the result by the 2023 current total value	
	A. Voter-approval tax rate (Line 67).....	\$ 0.414876 /\$100
	B. Unused increment rate (Line 66).....	\$ 0.015794 /\$100
	C. Subtract B from A.....	\$ 0.399082 /\$100
	D. Adopted Tax Rate.....	\$ 0.408046 /\$100
	E. Subtract D from C.....	\$ -0.008964 /\$100
	F. 2023 Total Taxable Value (Line 60).....	\$ 3,416,499.228
	G. Multiply E by F and divide the results by \$100. If the number is less than zero, enter zero.....	\$ 0
66.	Year 1 Foregone Revenue Amount. Subtract the 2022 unused increment rate and 2022 actual tax rate from the 2022 voter-approval tax rate. Multiply the result by the 2022 current total value	
	A. Voter-approval tax rate (Line 67).....	\$ 0.480794 /\$100
	B. Unused increment rate (Line 66).....	\$ 0.018986 /\$100
	C. Subtract B from A.....	\$ 0.461808 /\$100
	D. Adopted Tax Rate.....	\$ 0.465000 /\$100
	E. Subtract D from C.....	\$ -0.003192 /\$100
	F. 2022 Total Taxable Value (Line 60).....	\$ 3,065,356.820
	G. Multiply E by F and divide the results by \$100. If the number is less than zero, enter zero.....	\$ 0
67.	Total Foregone Revenue Amount. Add Lines 64G, 65G and 66G	\$ 0 /\$100
68.	2025 Unused Increment Rate. Divide Line 67 by Line 22 of the <i>No-New-Revenue Rate Worksheet</i> . Multiply the result by 100	\$ 0.000000 /\$100
69.	Total 2025 voter-approval tax rate, including the unused increment rate. Add Line 68 to one of the following lines (as applicable): Line 50, Line 51 (counties), Line 59 (taxing units with additional sales tax) or Line 63 (taxing units with pollution)	\$ 0.357514 /\$100

⁴² Tex. Tax Code §26.013(b)
⁴³ Tex. Tax Code §526.013(a)(1-a), (1-b), and (2)
⁴⁴ Tex. Tax Code §526.04(c)(2)(A) and 26.042(a)
⁴⁵ Tex. Tax Code §526.0501(a) and (c)
⁴⁶ Tex. Local Gov’t Code §120.007(d)
⁴⁷ Tex. Local Gov’t Code §26.04(c)(2)(B)



2025 Tax Rate Calculation Worksheet – Taxing Units Other Than School Districts or Water Districts

Form 50-856

SECTION 6: De Minimis Rate

The de minimis rate is the rate equal to the sum of the no-new-revenue maintenance and operations rate, the rate that will raise \$500,000, and the current debt rate for a taxing unit.⁴⁸ This section should only be completed by a taxing unit that is a municipality of less than 30,000 or a taxing unit that does not meet the definition of a special taxing unit.⁴⁹

Line	De Minimis Rate Worksheet	Amount/Rate
70.	Adjusted current year NNR M&O tax rate. Enter the rate from Line 40 of the <i>Voter-Approval Tax Rate Worksheet</i> .	\$ 0.257231 /\$100
71.	Current year total taxable value. Enter the amount on Line 22 of the <i>No-New-Revenue Tax Rate Worksheet</i> .	\$ 3,950,650,626
72.	Rate necessary to impose \$500,000 in taxes. Divide \$500,000 by Line 71 and multiply by \$100.	\$ 0.012656 /\$100
73.	Current year debt rate. Enter the rate from Line 49 of the <i>Voter-Approval Tax Rate Worksheet</i> .	\$ 0.091280 /\$100
74.	De minimis rate. Add Lines 70, 72 and 73.	\$ 0.361167 /\$100

SECTION 7: Voter Approval Tax Rate Adjustment for Emergency Revenue Rate

In the tax year after the end of the disaster calculation time period detailed in Tax Code Section 26.042(a), a taxing unit that calculated its voter-approval tax rate in the manner provided for a special taxing unit due to a disaster must calculate its emergency revenue rate and reduce its voter-approval tax rate for that year.⁵⁰

Similarly, if a taxing unit adopted a tax rate that exceeded its voter-approval tax rate, calculated normally, without holding an election to respond to a disaster, as allowed by Tax Code Section 26.042(d), in the prior year, it must also reduce its voter-approval tax rate for the current tax year.⁵¹

This section will apply to a taxing unit other than a special taxing unit that:

- directed the designated officer or employee to calculate the voter-approval tax rate of the taxing unit in the manner provided for a special taxing unit in the prior year; and
- the current year is the first tax year in which the total taxable value of property taxable by the taxing unit as shown on the appraisal roll for the taxing unit submitted by the assessor for the taxing unit to the governing body exceeds the total taxable value of property taxable by the taxing unit on January 1 of the tax year in which the disaster occurred or the disaster occurred four years ago. This section will apply to a taxing unit in a disaster area that adopted a tax rate greater than its voter-approval tax rate without holding an election in the prior year.

Note: This section does not apply if a taxing unit is continuing to calculate its voter-approval tax rate in the manner provided for a special taxing unit because it is still within the disaster calculation time period detailed in Tax Code Section 26.042(a) because it has not met the conditions in Tax Code Section 26.042(a)(1) or (2).

Line	Emergency Revenue Rate Worksheet	Amount/Rate
75.	2024 adopted tax rate. Enter the rate in Line 4 of the <i>No-New-Revenue Tax Rate Worksheet</i> .	\$ 0.362533 /\$100
76.	Adjusted 2024 voter-approval tax rate. Use the taxing unit's Tax Rate Calculation Worksheets from the prior year(s) to complete this line. ⁵² If a disaster occurred in 2024 and the taxing unit calculated its 2024 voter-approval tax rate using a multiplier of 1.08 on Disaster Line 41 (D41) of the 2024 worksheet due to a disaster, complete the applicable sections or lines of <i>Form 50-856-a, Adjusted Voter-Approval Tax Rate for Taxing Units in Disaster Area Calculation Worksheet</i> . - or - If a disaster occurred prior to 2024 for which the taxing unit continued to calculate its voter-approval tax rate using a multiplier of 1.08 on Disaster Line 41 (D41) in 2024, complete form 50-856-a, <i>Adjusted Voter-Approval Tax Rate for Taxing Units in Disaster Area Calculation Worksheet</i> to recalculate the voter-approval tax rate the taxing unit would have calculated in 2024 if it had generated revenue based on an adopted tax rate using a multiplier of 1.035 in the years following the disaster. ⁵³ Enter the final adjusted 2024 voter-approval tax rate from the worksheet. - or - If the taxing unit adopted a tax rate above the 2024 voter-approval tax rate without calculating a disaster tax rate or holding an election due to a disaster, no recalculation is necessary. Enter the voter-approval tax rate from the prior year's worksheet.	\$ 0.000000 /\$100
77.	Increase in 2024 tax rate due to disaster. Subtract Line 76 from Line 75.	\$ 0.000000 /\$100
78.	Adjusted 2024 taxable value. Enter the amount in Line 14 of the <i>No-New-Revenue Tax Rate Worksheet</i> .	\$ 3,719,457,362
79.	Emergency revenue. Multiply Line 77 by Line 78 and divide by \$100.	\$ 0
80.	Adjusted 2024 taxable value. Enter the amount in Line 26 of the <i>No-New-Revenue Tax Rate Worksheet</i> .	\$ 3,937,038,471
81.	Emergency revenue rate. Divide Line 79 by Line 80 and multiply by \$100. ⁵⁴	\$ 0.000000 /\$100

⁴⁸ Tex. Tax Code §26.012(b-a)
⁴⁹ Tex. Tax Code §26.063(a)(1)
⁵⁰ Tex. Tax Code §26.042(b)
⁵¹ Tex. Tax Code §26.042(f)
⁵² Tex. Tax Code §26.042(c)
⁵³ Tex. Tax Code §26.042(b)



Line	Emergency Revenue Rate Worksheet	Amount/Rate
82.	Current year voter-approval tax rate, adjusted for emergency revenue. Subtract Line 81 from one of the following lines (as applicable): Line 50, Line D50 (disaster), Line 51 (counties), Line 59 (taxing units with the additional sales tax), Line 63 (taxing units with pollution control) or Line 69 (taxing units with the unused increment rate).	\$ 0.357514 /\$100

SECTION 8: Total Tax Rate

Indicate the applicable total tax rates as calculated above.

No-new-revenue tax rate. As applicable, enter the current year NNR tax rate from: Line 27, Line 28 (counties), or Line 57 (adjusted for sales tax). Indicate the line number used: <u>27</u>	\$ 0.343487 /\$100
Voter-approval tax rate. As applicable, enter the current year voter-approval tax rate from: Line 50, Line D50 (disaster), Line 51 (counties), Line 59 (adjusted for sales tax), Line 63 (adjusted for pollution control), Line 69 (adjusted for unused increment), or Line 82 (adjusted for emergency revenue). Indicate the line number used: <u>50</u>	\$ 0.357514 /\$100
De minimis rate. If applicable, enter the current year de minimis rate from Line 74.	\$ 0.361167 /\$100

SECTION 9: Addendum

An affected taxing unit that enters an amount described by Tax Code Section 26.012(6)(C) in line 21 must include the following as an addendum:

1. Documentation that supports the exclusion of value under Tax Code Section 26.012(6)(C); and
2. Each statement submitted to the designated officer or employee by the property owner or entity as required by Tax Code Section 41.48(c)(2) for that tax year.

Insert hyperlinks to supporting documentation:

SECTION 10: Taxing Unit Representative Name and Signature

Enter the name of the person preparing the tax rate as authorized by the governing body of the taxing unit. By signing below, you certify that you are the designated officer or employee of the taxing unit and have accurately calculated the tax rates using values that are the same as the values shown in the taxing unit’s certified appraisal roll or certified estimate of taxable value, in accordance with requirements in the Tax Code.¹⁴

print here ▶ Jayna Dean _____
Printed Name of Taxing Unit Representative

sign here ▶ *Jayna Dean* _____
Taxing Unit Representative

8/21/2025 _____
Date

¹⁴ Tex. Tax Code §§26.04(c-2) and (d-2)



Taxpayer Impact Statement

TAXPAYER IMPACT DETAILED STATEMENT

Description	FY2025	FY2026	Comparison Calculator by Amount	Comparison Calculator by Percent
Proposed Tax Rate FY2026				
Total tax rate (per \$100 of value)	0.362533	0.357514	-0.005019	-1%
Market Value of Homes Tax Comparison				
Average Market Value of homes	619,642	611,297	(8,345.00)	-1.3%
Proposed Tax on Market Value of homes	2,246.41	2,185.47	-60.93	-2.7%
Proposed Monthly Tax on Market value	187.20	182.12	-5.08	-2.7%
Proposed Daily Tax on Market value	6.15	5.99	-0.17	-2.7%
Average Homestead Taxable Value Comparison				
Average Homestead Taxable Value	549,337	591,245	41,908.00	7.63%
Proposed Tax on average homestead	1991.53	2113.78	122.25	6.14%
Proposed Monthly Tax on Average homestead	165.96	176.15	10.19	6.14%
Proposed Daily tax on Average homestead	5.46	5.79	0.33	6.14%
Median Homestead Value Tax Comparison with the Proposed Tax Rate				
Median Homestead Value	519,540	553,991	34,451.00	6.63%
Proposed Tax on Median Homestead Value	1883.50	1980.60	97.09	5.15%
Proposed Monthly Tax on Median homestead	156.96	165.05	8.09	5.15%
Proposed Daily Tax on Median homestead	5.16	5.43	0.27	5.15%
Median Homestead Value Tax Comparison with the No-New-Revenue Tax Rate				
Median Homestead Value	519,540	553,991	34,451.00	6.63%
NNR Tax on Median Homestead Value	1944.28	1902.89	(41.40)	-2.13%
NNR Monthly Tax on Median homestead	162.02	158.57	(3.45)	-2.13%
NNR Daily Tax on Median homestead	5.33	5.21	(0.11)	-2.13%
Detailed Tax Rate Comparison				
Total tax levy on all properties	13,497,385	14,124,129	626,744	4.6%
Maintenance & Support Rate (M&O) Proposed	0.27125	0.266234	-0.0050	-1.9%
Interest & Sinking (I&S) Proposed	0.09128	0.091280	0.0000	0.0%
M&O Adj No-New Revenue Tax Rate	0.25849	0.257231	-0.0013	-0.5%
M&O Voter Approval M&O rate	0.27125	0.266234	-0.0050	-1.9%
Total No-New-Revenue tax rate	0.37423	0.343487	-0.0307	-8.2%
Total Voter-Approval tax rate	0.36253	0.357514	-0.0050	-1.4%
M&O Revenue	10,098,960.11	10,517,975.19	419,015.08	4.1%
Certified Taxable Values	3,723,077,756	3,950,650,626	227,572,870	6.11%

TAXPAYER IMPACT SUMMARY STATEMENT

	Current Tax Rate	Next FY26	
		No-New-Revenue Tax Rate	Proposed Tax Rate
Appraisal Tax Year	2024	2025	2025
Median Homestead Value	\$519,540	\$553,991	\$553,991
Tax Rate	0.362533	0.343487	0.357514
Estimated Taxes	\$1,884	\$1,903	\$1,981



Vision and Mission

VISION

The City of Murphy is a safe, connected and dependable city where families thrive, businesses prosper, and diversity is celebrated.

Together we build a distinct community where everyone has the opportunity to belong.

MISSION

The City of Murphy is dedicated to sustaining a safe, inclusive, and vibrant community. Through strong governance, transparency, and fiscal responsibility, we will enhance infrastructure, economic vitality, and quality of life for all residents.

WE are committed to ensuring that Murphy remains a welcoming and thriving community.

2025 Strategic Plan



ENGAGEMENT & COLLABORATION

Objectives:

- 1.1 - Develop community programs that provide beneficial education about the City.
- 1.2 - Enhance community partnerships.
- 1.3 - Create and maintain high-quality community programming.



CONNECTIVITY

Objectives:

- 2.1 - Increase intra-city and inter-city mobility.
- 2.2 - Complete a comprehensive trail system.



SAFETY

Objectives:

- 3.1 - Develop well-trained organizations.
- 3.2 - Pursue innovative solutions and model best practices.
- 3.3 - Right-size public safety organizations to meet the needs of the community.
- 3.4 - Improve neighborhood safety.



COMMUNITY CHARACTER

Objectives:

- 4.1 - Refresh the City brand.
- 4.2 - Maintain the visual appeal and integrity of the community.
- 4.3 - Celebrate parks, creeks, and urban ecosystems.
- 4.4 - Provide recreational programs and spaces that meet the needs of the community.



SUSTAINABLE OPERATIONS

Objectives:

- 5.1 - Invest in and maintain critical assets.
- 5.2 - Maintain quality infrastructure systems.
- 5.3 - Maintain a high-performing City team.
- 5.4 - Plan and manage growth and redevelopment.
- 5.5 - Build and maintain resilient financial practices and procedures.



TRANSPARENCY

Objectives:

- 6.1 - Increase public trust by openly sharing and making relevant information easily accessible.
- 6.2 - Commit to fiscally responsible policies to guide decisions and protect assets.

FY26 One-Time Expenditures

CITY OF MURPHY GENERAL FUND ONE-TIME/FIRST TIME FUNDING					
Request	Strategic Plan Key Focus	Justification	Funding type	Department	Amount
Replace 2nd Floor City Hall Shredders	Sustainable Operations	Legal and Regulatory Compliance	One-time	Finance	\$ 1,100
Rescue Replacement Fire Nozzles (4 units)	Safety	End of life. Out of service FY26	One-time	Fire	\$ 4,250
Rescue AED Replacement in City Facilities (6 units)	Safety	End of life. Out of service FY26	One-time	Fire	\$ 18,600
Fire Station Replacement Mattresses (8 units)	Safety, Sustainable Operations	End of life. Out of service FY26	One-time	Fire	\$ 6,000
Active Shooter Training	Safety, Sustainable Operations, Engagement	Annual request dependent on funding	One-time annual	Fire	\$ 7,000
IT UPS Battery Replacement at City Hall IT Closet	Sustainable Operations	Infrastructure Maintenance and Improvement	One-time	IT	\$ 5,666
Wifi Access Point Refresh	Sustainable Operations	Replace Outdated Assets	One-time	IT	\$ 45,000
Executive Team Leadership Retreat	Safety- Manage growth and redevelopment	Annual request dependent on funding	One-time annual	Administration	\$ 5,000
Park Contract Mowing	Engagement, Connectivity	Service Expansion	First-time	Parks	\$ 53,000
Renner Rd./Tall Tree	Safety,Sustainable Operations	Existing road infrastructure improvement	One-time	Public Works	\$ 300,000.00
Total					\$ 445,616.00

Community Benefits and Services in FY26

SAFETY

- Police
- Fire/ EMS Services
- Animal Control



Sustainable Operations

- Equipment Replacements
- Vehicle Replacements
- Multiple CIP Projects
- Water Line Replacements



Community Engagement

- Maize Days
- Hop-N-Hunt
- Backyard BBQ
- Moonlight Movie Nights
- Sounds at Sundown
- Rainbow Trout Roundup



Connectivity

- H-E-B Turn Lane
- FM544 Pedestrian Bridge
- McMillen Road





PERSONNEL

Personnel allocations occur within the General Fund, the Utility Fund, and the Murphy Community Development Corporation, according to job requirements.



CITY OF MURPHY PERSONNEL SUMMARY FTE DETAIL FY 2025-2026									
Effective 10/01/2025									
Position	General Fund		MCDC		Utility		Stormwater Fund		TOTAL
	FT	PT	FT	PT	FT	PT	FT	PT	
City Council									
Mayor	-	0.50	-	-	-	-	-	-	0.50
Mayor Pro Tem	-	0.50	-	-	-	-	-	-	0.50
Deputy Mayor Pro Tem		0.50							0.50
Council Member		2.00							2.00
									-
City Manager									
City Manager	1.00	-	-	-	-	-	-	-	1.00
Assistant City Manager	1.00								1.00
Public Affairs Officer	1.00	-	-	-	-	-	-	-	1.00
Executive Assistant to the City Manager	1.00	-	-	-	-	-	-	-	1.00
									-
City Secretary									
City Secretary	1.00	-	-	-	-	-	-	-	1.00
Records Management Specialist (PT)	-	0.50							0.50
									-
Human Resources									
Director of Human Resources	1.00	-	-	-	-	-	-	-	1.00
Human Resources Analyst	1.00	-	-	-	-	-	-	-	1.00
Human Resources Assistant (PT)		0.50							0.50
									-
Finance									
Director of Finance	1.00	-	-	-	-	-	-	-	1.00
Controller	1.00	-	-	-	-	-	-	-	1.00
Budget Officer	1.00	-	-	-	-	-	-	-	1.00
Finance Technician - Title Change FY25	1.00	-	-	-	-	-	-	-	1.00
Accountant	1.00								1.00
									-
Municipal Court									
Court Administrator	1.00	-	-	-	-	-	-	-	1.00
Juvenile Case Manager	1.00	-	-	-	-	-	-	-	1.00
Deputy Court Clerk	1.00	-	-	-	-	-	-	-	1.00
									-
Parks									
Director of Parks & Recreation	1.00								1.00
Parks Superintendent	1.00	-	-	-	-	-	-	-	1.00
Park Maintenance Supervisor	1.00	-	-	-	-	-	-	-	1.00
Irrigation Technician	1.00	-	-	-	-	-	-	-	1.00
Chemical Technician - Reclass FY26	1.00	-	-	-	-	-	-	-	1.00
Landscape/Playground Technician - Reclass FY26	1.00	-	-	-	-	-	-	-	1.00
Park Maintenance Technician (I, II, or III)	6.00	-	-	-	-	-	-	-	6.00
Executive Administrative Assistant	1.00	-	-	-	-	-	-	-	1.00
									-
Recreation									
Recreation Superintendent	0.50	-	0.50	-	-	-	-	-	1.00
Special Events Manager	-	-	1.00	-	-	-	-	-	1.00
Recreation Center Supervisor	1.00	-							1.00
Special Events Assistant - Reclass FY25	-	-	1.00						1.00
Recreation Specialist - Reclass FY25	1.00								1.00
Recreation Aide (PT)	-	1.50	-	-	-	-	-	-	1.50
									-
Facilities									
Facilities Superintendent	1.00	-	-	-	-	-	-	-	1.00
Custodian	2.00	-	-	-	-	-	-	-	2.00
Facilities Maintenance Technician	2.00	-	-	-	-	-	-	-	2.00
									-
Public Works									
Engineering & CIP Manager	1.00	-	-	-	-	-	-	-	1.00
Construction Inspector	0.50	-	-	-	0.50	-	-	-	1.00
									-

CITY OF MURPHY PERSONNEL SUMMARY FTE DETAIL FY 2025-2026									
Effective 10/01/2025									
Position	General Fund		MCDC		Utility		Stormwater Fund		TOTAL
	FT	PT	FT	PT	FT	PT	FT	PT	
Community Development									-
Director of Community & Economic Development	1.00	-	-	-	-	-	-	-	1.00
Building Official	1.00	-	-	-	-	-	-	-	1.00
Planning Administrator - Reclass FY25	1.00	-	-	-	-	-	-	-	1.00
Code Compliance Coordinator	1.00	-	-	-	-	-	-	-	1.00
	-	-	-	-	-	-	-	-	-
Information Technology									-
IT Director	1.00	-	-	-	-	-	-	-	1.00
IT Support Specialist - Reclass FY25	1.00	-	-	-	-	-	-	-	1.00
IT Systems Analyst - Reclass FY25	1.00	-	-	-	-	-	-	-	1.00
GIS & IT Application Manager - Reclass FY25	1.00	-	-	-	-	-	-	-	1.00
									-
Police									-
Chief of Police	1.00	-	-	-	-	-	-	-	1.00
Lieutenant	2.00	-	-	-	-	-	-	-	2.00
Patrol Sergeant	4.00	-	-	-	-	-	-	-	4.00
Patrol Corporal	4.00	-	-	-	-	-	-	-	4.00
CID Corporal (Detective)	3.00	-	-	-	-	-	-	-	3.00
Police Officers	9.00	-	-	-	-	-	-	-	9.00
Investigator/Court Bailiff - Title Change FY25	1.00	-	-	-	-	-	-	-	1.00
School Resource Officer	2.00	-	-	-	-	-	-	-	2.00
Telecommunications Supervisor	1.00	-	-	-	-	-	-	-	1.00
Senior Telecommunications Officer	1.00	-	-	-	-	-	-	-	1.00
Telecommunications Officer	8.00	-	-	-	-	-	-	-	8.00
Police Records Supervisor	1.00	-	-	-	-	-	-	-	1.00
Police Records Clerk	1.00	-	-	-	-	-	-	-	1.00
Police Records Coordinator	1.00	-	-	-	-	-	-	-	1.00
Administrative Sergeant	1.00	-	-	-	-	-	-	-	1.00
School Crossing Guard	-	7.50	-	-	-	-	-	-	7.50
									-
Animal Control									-
Animal Control Officer	2.00	-	-	-	-	-	-	-	2.00
Animal Care Technician (PT) - New FY26		0.50							0.50
									-
Fire/EMS									-
Fire Chief	1.00	-	-	-	-	-	-	-	1.00
Assistant Fire Chief	1.00	-	-	-	-	-	-	-	1.00
Fire Marshal	1.00	-	-	-	-	-	-	-	1.00
Fire Inspector/Investigator - New FY26	1.00	-	-	-	-	-	-	-	1.00
Division Chief (EMS & Training) - Reclass FY26	1.00	-	-	-	-	-	-	-	1.00
Fire Captain (Mid year Reclass FY26 to Battalion Chief)	3.00	-	-	-	-	-	-	-	3.00
Fire Lieutenant - (Mid year Reclass FY26)	3.00	-	-	-	-	-	-	-	3.00
Driver Engineer/Paramedic	3.00	-	-	-	-	-	-	-	3.00
Firefighter/Paramedic	12.00	-	-	-	-	-	-	-	12.00
Fire Administrative Analyst - Reclass FY25	1.00	-	-	-	-	-	-	-	1.00
									-

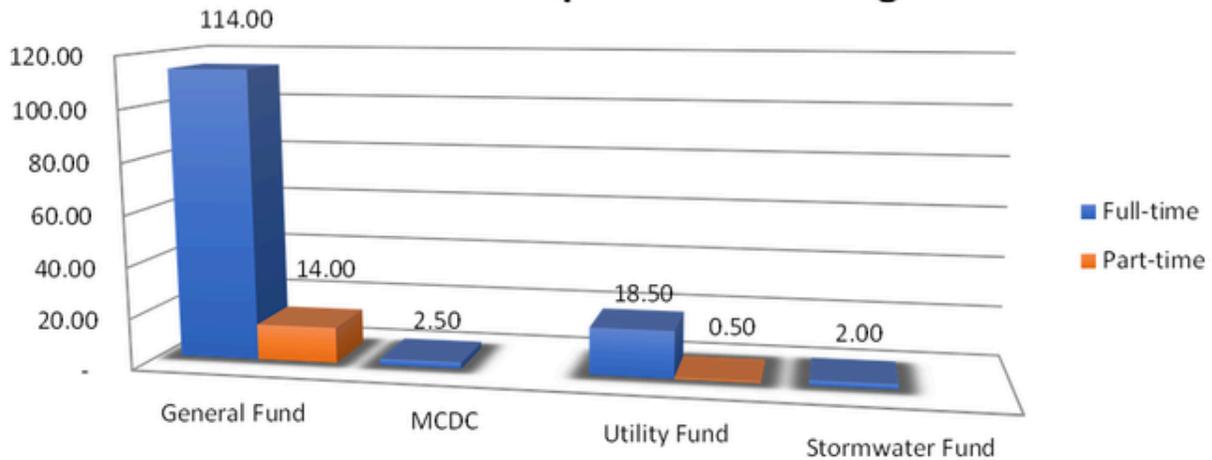


CITY OF MURPHY PERSONNEL SUMMARY FTE DETAIL FY 2025-2026

Effective 10/01/2025

Position	General Fund		MCDC		Utility		Stormwater Fund		TOTAL
	FT	PT	FT	PT	FT	PT	FT	PT	
Utility									-
Customer Service									-
Customer Service Manager	-	-	-	-	1.00	-	-	-	1.00
Senior Customer Service Specialist	-	-	-	-	1.00	-	-	-	1.00
Customer Service Specialist					2.00	0.50			2.50
Water Distribution									-
Director of Public Works	-	-	-	-	1.00	-	-	-	1.00
Public Works Superintendent	-	-	-	-	1.00	-	-	-	1.00
Public Works Supervisor	-	-	-	-	1.00	-	-	-	1.00
Water Quality Specialist	-	-	-	-	1.00	-	-	-	1.00
Meter Services Technician	-	-	-	-	1.00	-	-	-	1.00
Maintenance Worker (I, II, or III)	-	-	-	-	3.00	-	-	-	3.00
Sr Exec. Admin. Assistant	-	-	-	-	1.00	-	-	-	1.00
Wastewater Collection									-
Maintenance Worker (I, II, or III)	-	-	-	-	5.00	-	-	-	5.00
Stormwater Fund									-
Maintenance Worker (I, II, or III)	-	-	-	-	-	-	2.00	-	2.00
Total Employees	114.00	14.00	2.50	-	18.50	0.50	2.00	-	151.50

Full-Time Equivalent Staffing

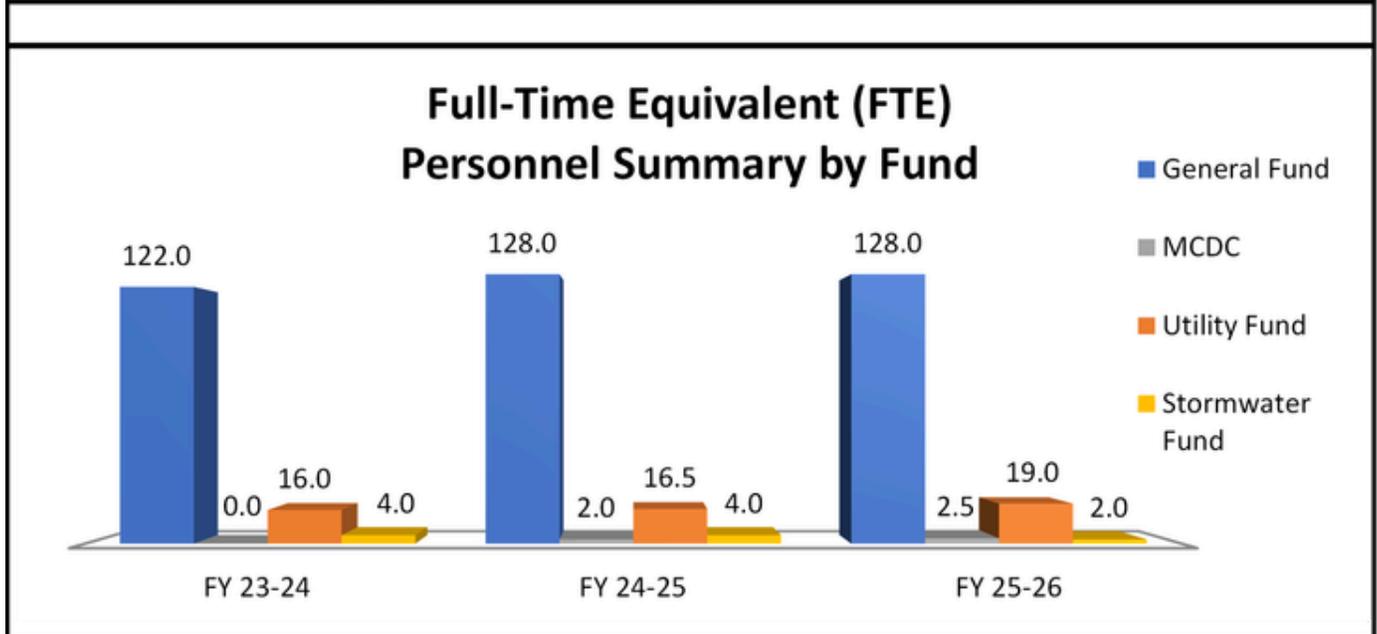


PERSONNEL SUMMARY BY DEPARTMENT FY 2025-2026									
<i>Department</i>	<i>Projected Budget FY 2023-2024</i>			<i>Proposed Budget FY 2024-2025</i>			<i>Proposed Budget FY 2025-2026</i>		
	<i>FT</i>	<i>PT</i>	<i>Temp/ Season</i>	<i>FT</i>	<i>PT</i>	<i>Temp/ Season</i>	<i>FT</i>	<i>PT</i>	<i>Temp/ Season</i>
City Council		3.50			3.50			3.50	
City Manager	4.00			4.00	0.50		4.00		
City Secretary	1.00			1.00	0.50		1.00	0.50	
Human Resources	2.00			2.00	0.50		2.00	0.50	
Finance	4.00			5.00			5.00		
Municipal Court	3.00	0.50		3.00	0.50		3.00		
Parks	13.00			13.50			13.00		
Recreation	4.00	2.50		2.50	2.50		2.50	1.50	
Facilities	5.00			5.00			5.00		
Public Works	1.00			1.50			1.50		
Community Dev	4.50			4.50			4.00		
Information Technology	3.50			3.50			4.00		
Police	36.00	7.50		39.00	7.50		40.00	7.50	
Animal Control	2.00			2.00			2.00	0.50	
Fire/EMS	25.00			26.00			27.00		
Total General Fund by Category	108.00	14.00	0.00	112.50	15.50	0.00	114.00	14.00	0.00
Total General Fund by FTE	122.00			128.00			128.00		

MCDC FUND PERSONNEL SUMMARY BY DEPARTMENT									
<i>Department</i>	<i>Projected Budget FY 2023-2024</i>			<i>Proposed Budget FY 2024-2025</i>			<i>Proposed Budget FY 2025-2026</i>		
	<i>FT</i>	<i>PT</i>	<i>Temp</i>	<i>FT</i>	<i>PT</i>	<i>Temp</i>	<i>FT</i>	<i>PT</i>	<i>Temp</i>
Total MCDC Fund	-	-	-	2.00	-	-	2.50	-	-
Total MCDC Fund by FTE	0.00			2.00			2.50		

UTILITY FUND PERSONNEL SUMMARY BY DEPARTMENT									
Department	Projected Budget FY 2023-2024			Proposed Budget FY 2024-2025			Proposed Budget FY 2025-2026		
	FT	PT	Temp	FT	PT	Temp	FT	PT	Temp
Customer Service	5.00			4.00			4.00	0.50	
Water Distribution	8.00			9.50			9.50		
Wastewater Collection	3.00			3.00			5.00		
Total Utility Fund	16.00	-	-	16.50	-	-	18.50	0.50	-
Total Utility Fund by FTE	16.00			16.50			19.00		

STORMWATER FUND PERSONNEL SUMMARY BY DEPARTMENT									
Department	Projected Budget FY 2023-2024			Proposed Budget FY 2024-2025			Proposed Budget FY 2025-2026		
	FT	PT	Temp	FT	PT	Temp	FT	PT	Temp
Total Stormwater Fund	4.00	-	-	4.00	-	-	2.00	-	-
CITY TOTAL by Category	128.00	14.00	0.00	135.00	15.50	0.00	137.00	14.50	0.00
CITY TOTAL by FTE	142.00			150.50			151.50		



STAFFING REVISIONS

FISCAL YEAR 2025-2026

Department/Fund Description	Position Description	Amended 2024-2025	Budget 2025-2026
Municipal Court	Bailiff	0.5	0
Administration	Management Intern (PT)	0.5	0
Parks	Chemical Technician <i>(Maintenance Tech Reclasp)</i>	0	1
Parks	Landscape/Playground Technician <i>(Maintenance Tech Reclasp)</i>	0	1
Parks	Park Maintenance Technician (I,II, or III)	9	6
Recreation	Recreation Specialist	0	1
Recreation	Recreation Aide (PT)	2.5	1.5
Recreation	Recreation & Events Coordinator	0.5	0
Community Development	Planning Administrator <i>(Planning & GIS Administrator Reclasp)</i>	1	1
Community Development	Executive Administrative Assistant	0.5	0
Information Technology	GIS & IT Application Manager <i>(IT Manager Reclasp)</i>	1	1
Information Technology	IT Support Specialist <i>(Executive Admin Assist Reclasp)</i>	0	1
Information Technology	IT Systems Analyst <i>(Web Admin/Support Analyst Reclasp)</i>	1	1
Information Technology	Executive Administrative Assistant	0.5	0
Police	Administrative Sergeant	0	1
Police	Patrol Corporal	3	4
Police	CID Corporal (Detective)	4	3
Police	Investigator/Court Bailiff <i>(School Campus Protection Officer Reclasp)</i>	1	1
Animal Control	Animal Care Technician (PT)	0	0.5
Fire/EMS	Fire Inspector/Investigator	0	1
Fire/EMS	Division Chief of EMS & Training <i>(Fire Captain Admin Reclasp)</i>	1	1
Fire/EMS	Fire Lieutenant	0	3
Fire/EMS	Firefighter/Paramedic <i>(3 FTEs reclassified to Lieutenants)</i>	15	12
Fire/EMS	Fire Service Coordinator <i>(reclass to Fire Admin Analyst)</i>	1	1
Fire/EMS	Fire Captain <i>(mid year reclass to Battalion Chief)</i>	3	3
Total General Fund		45	45
MCDC	Recreation Events Coordinator <i>(Reclasp to Special Events Assistant)</i>	0.5	1
Customer Service	Asst Customer Serv Mgr <i>(reclasp to Customer Serv Specialists)</i>	1	1.5
Wastewater Collection	Maintenance Worker <i>(2 FTEs reclassified from Stormwater Fund)</i>	3	5
Stormwater Fund	Maintenance Worker (I,II, or III)	4	2
Total City of Murphy Employees, All Funds		53.5	55

New Position requests in FY2026



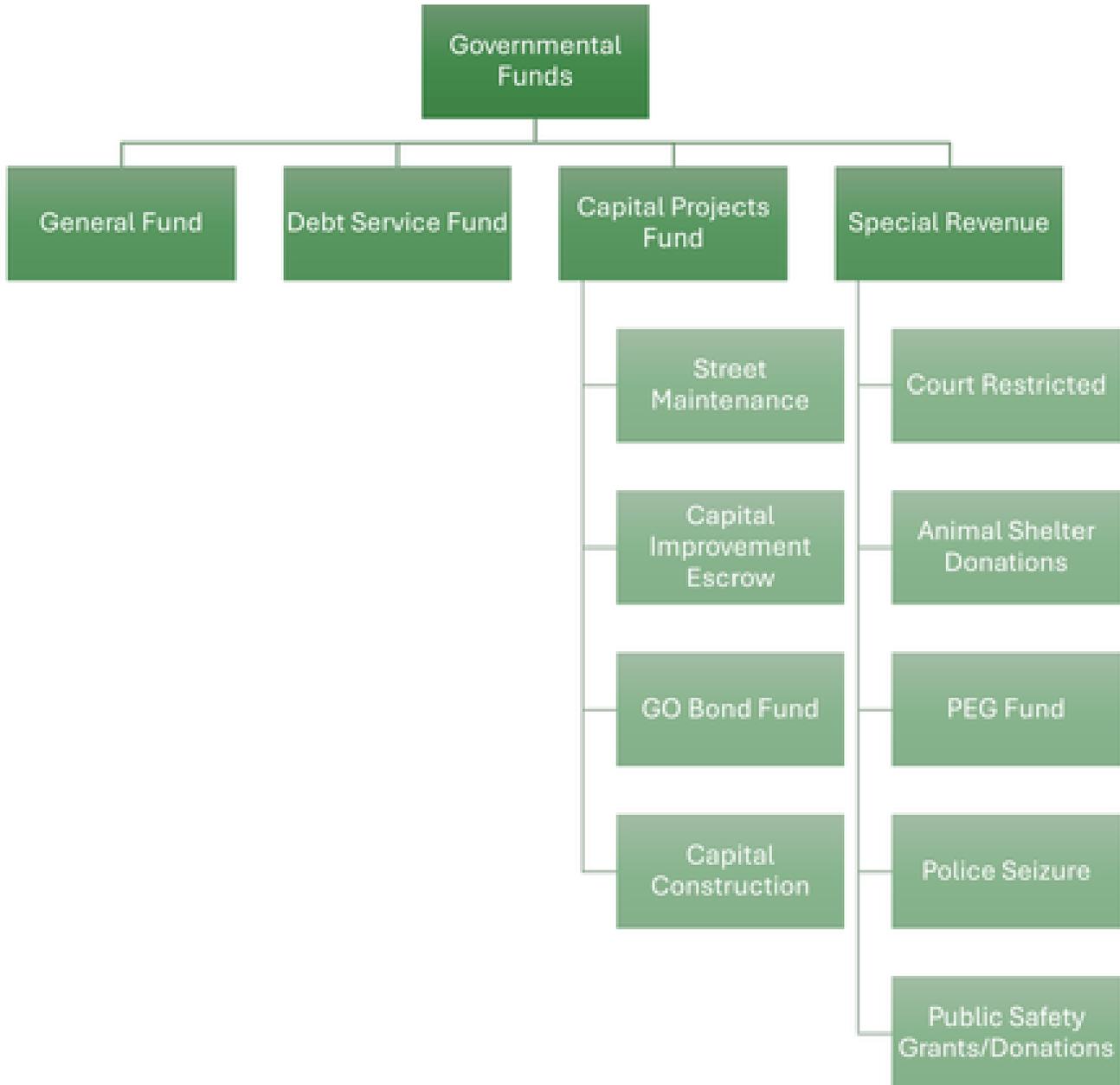
Funds Summary Overview

The funds that make up the operating budget are divided into two categories: Governmental Funds and Proprietary Funds

Governmental Funds

Governmental Funds — The City accounts and budgets for Governmental Funds using the modified accrual basis of accounting. This means that revenue is recognized in the accounting period in which it becomes available and is measurable; while expenditures are recognized in the accounting period in which they are incurred. Most of the City's basic services are accounted for in governmental funds. The governmental activities include most of the City's basic services such as public safety, parks and recreation, and general administration. Property taxes, sales taxes and permit fees/court fees finance most of these activities. Governmental funds are those generally used to account for tax-supported governmental activities. The City accounts and budgets for Governmental Funds using the modified accrual basis of accounting. This means that revenue is recognized in the accounting period in which it becomes available and is measurable; while expenditures are recognized in the accounting period in which they are incurred.

The major funds in the Governmental funds are General Fund, Debt Service Fund, and Capital Projects Fund. Major funds are funds whose revenues, expenditures/expenses, assets, or liabilities are at least 10% of the total of the governmental fund and at least 5% of the aggregate total for all governmental funds.



General Fund

The General Fund accounts for all financial resources except those required to be accounted for in other funds, and include basic governmental services such as Police, Fire and Parks functions, among others. All general tax revenues and other receipts not allocated to other funds by law or contractual agreement are accounted for in this fund.

Debt Service Fund

The Debt Service Fund accounts for the accumulation of resources for, and the payment of, general long-term debt principal, interest, and related costs. Debt Service expenditures are recognized when they mature.

Capital Projects Funds

The Capital Projects Funds account for all resources used for the acquisition and/or construction of major capital facilities by the City, except those financed by proprietary funds. The budgets for the funds are presented by project type as a five-year plan. The funds

include Street Maintenance, Capital Improvement Escrow, GO Bond Fund, and Capital Construction Fund.

Special Revenue Funds

The Special Revenue Funds account for the proceeds of certain revenue sources, the expenditure of which are legally restricted for specific purposes.

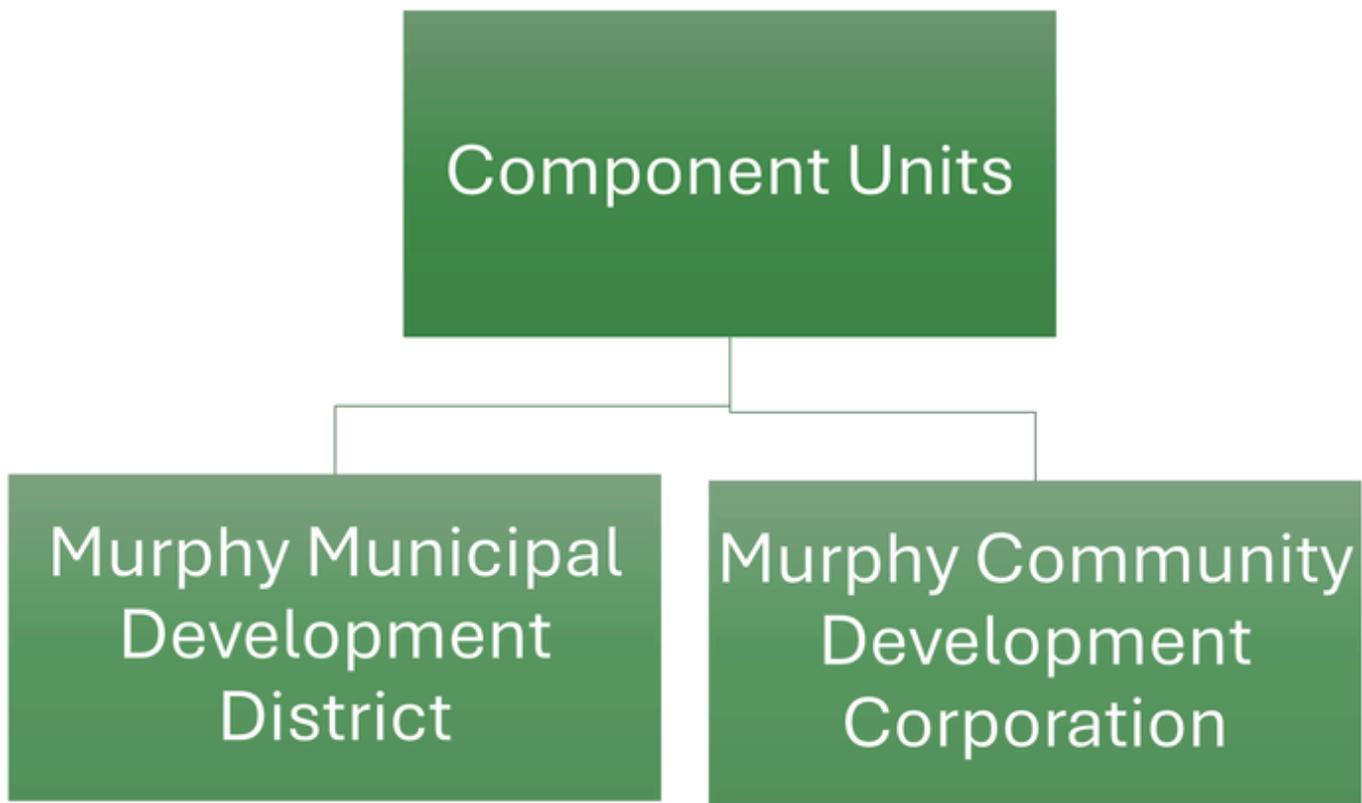
Component Units

Component Units

Component units are legally separate entities for which the City is financially accountable. The City is considered financially accountable for its component units because the City Council appoints the board members, approves budgets, authorizes debt issuances, and has access to the organizations' resources.

Murphy Municipal Development District (MDD) The MDD is responsible for aiding, promoting and furthering economic development within the City.

Murphy Community Development Corporation (MCDC) The MCDC is responsible for supporting improvements in community parks and recreation, streets and sidewalks.



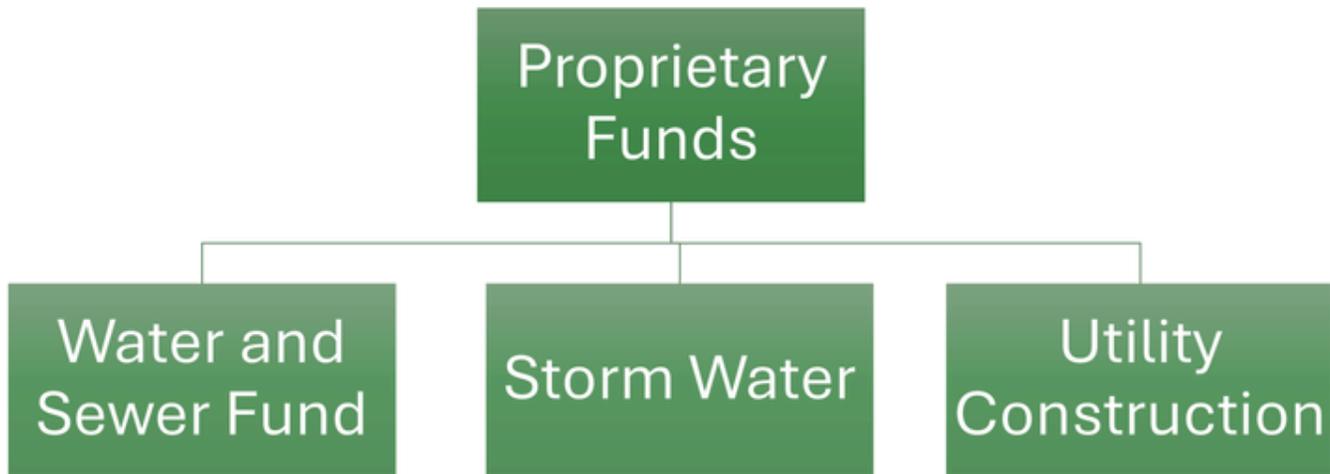
Proprietary Funds

Proprietary funds. -The City of Murphy has two proprietary funds: the Water & Sewer Fund and the Storm Water Fund, both of which are enterprise funds. Proprietary Funds are used to account for operations that are financed and operated in a manner consistent with a private business enterprise. The intent of the governing body is that the cost (expenses, including depreciation) of providing goods or services to the public be financed or recovered primarily through user charges.

The major funds in the Proprietary funds are Water and Sewer Fund, and Storm Water (Drainage) Fund. Major funds are funds whose revenues, expenditures/expenses, assets, or liabilities are at least 10% of the total of the Proprietary fund and at least 5% of the aggregate total for all proprietary funds.

Water and Sewer Fund is used to account for the provision of water and sewer services to the residents of the City. Activities include administration, operation and maintenance of the water and sewer system and billing and collection activities. Acquisition and construction of major water and sewer capital improvements and repayment of indebtedness from related bond issues are also accounted for in this proprietary fund. All costs are financed through charges made to utility customers. Rates are reviewed and adjusted when necessary to ensure the solvency of the fund.

Storm Water Fund is used to account for the provision of developing and maintaining proper drainage services to the residents of the City.



Internal Service Fund

Internal Service Fund are used to account for the financing of goods or services provided by one department or agency to other departments or agencies of the City, or to other governmental units, on a cost-reimbursement basis. The City established a Vehicle Equipment Replacement Fund (VERF) in FY2025. City departments contribute to the VERF based on their related equipment replacement costs and schedule.

Internal Service
Fund

Vehicle Equipment
Replacement Fund

City of Murphy Combined Summary of Budget by Fund FY2025-2026 Projections									
Fund #	Funds	Budgeted Beginning Fund Balance 10/1/2025	Budgeted Revenue 2025-2026	Budgeted Expenditures 2025-2026	Transfers In/(Out) 2025-2026	Projected Fund Balance 9/30/2025	Fund Balance Variance by \$	Fund Balance Variance by %	Target Fund Balance (20%)
OPERATING FUNDS									
10	General Fund	\$ 10,957,164	\$ 18,135,093	\$ 20,148,347	\$ 1,069,204	\$ 10,013,114	\$ (944,050)	-9%	\$ 4,244,788
20	Utility Fund	12,644,044	16,739,160	17,193,957	(970,162)	11,219,085	\$ (1,424,959)	-11%	\$ 3,680,967
24	Street Maintenance Fund	769,403	713,000	1,035,000		447,403	\$ (322,000)	-42%	
25	Stormwater Fund	321,428	340,742	322,204	-	339,966	\$ 18,538	6%	
	Total Operating Funds	24,692,039	35,927,995	38,699,508	99,042	22,019,568			
RESERVE FUNDS									
40	Debt Service Fund	913,184	3,550,896	3,527,911		936,169	\$ 22,985	3%	\$ 705,582
	Total Reserve Funds	913,184	3,550,896	3,527,911	-	936,169			
CAPITAL PROJECT FUNDS									
60	Capital Construction Fund	3,160,749	6,540,000	5,073,298	-	4,627,451	\$ 1,466,702	46%	
63	General Obligation Bond Fund	1,596,176	71,940	1,562,514	-	105,602	\$ (1,490,574)	-93%	
65	Utility Capital Construction Fund	1,419,662	11,321,429	6,091,091	-	6,650,000	\$ 5,230,338	368%	
	Total Capital Funds	6,176,587	17,933,369	12,726,903	-	11,383,053			
SPECIAL PURPOSE FUNDS									
12	Court Restricted Fund	31,131	32,707	16,900	(18,030)	28,908	\$ (2,223)	-7%	
15	Animal Shelter	11,894	-	11,863		31	\$ (11,863)	-100%	
17	Cable TV/PEG	28,326	10,150	20,000		18,476	\$ (9,850)	-35%	
33	Police Seizures	11,434	-	9,000		2,434	\$ (9,000)	-79%	
37	Public Safety Donations (w/o LEOSE & Opioid)	1,242	-	1,242	-	0	\$ (1,242)	-100%	
72	Vehicle Equipment Replacement Fund	1,023,111	71,000	1,173,218	784,740	705,633	\$ (317,478)	-31%	
	Total Special Purpose Funds	1,107,138	113,857	1,232,223	766,710	755,482			
COMPONENT UNITS									
34	Murphy Community Development Corp.	1,250,372	1,563,928	188,355	(1,125,511)	1,500,434	\$ 250,062	20%	
16	Community Events	209,683	58,100	891,848	650,000	25,935	\$ (183,748)	-88%	
38	Murphy Municipal Development Corp.	2,910,277	917,323	1,487,750	(372,396)	1,967,454	\$ (942,823)	-32%	
	Total Component Units	4,370,332	2,539,351	2,567,953	(847,907)	3,493,823			
GRANT FUNDS									
28	American Rescue Plan Act (ARPA)	226,346	8,000	8,000	(226,346)	-	\$ (226,346)	-100%	
37	Public Safety Grants (LEOSE & Opioid)	36,616	6,500	46,382	18,000	14,734	\$ (21,882)	-60%	
	Total Grant Funds	262,962	14,500	54,382	(208,346)	14,734			
IMPACT FEE AND ESCROW FUNDS									
30	Capital Improvement/Escrow Fund	20,686	-	20,686		-	\$ (20,686)	-100%	
70	Water/Sewer Impact Fee Fund	655,262	363,732	-	(240,717)	778,277	\$ 123,015	19%	
	Total Impact Fee & Escrow Funds	675,948	363,732	20,686	(240,717)	778,277			
	Total of all Funds	\$ 38,198,190	\$ 60,443,700	\$ 58,829,566	\$ (431,218)	\$ 39,381,106			

General Fund Balance minimum requirement of operating expenditures at 20%.
 Utility Fund balance minimum requirement of operating expenditures at 20% (75 days).
 Debt Fund balance at 20% is for comparison purposes. Policy requires sufficient balance to cover required expenditures without stated percentage minimum.

City of Murphy Budgeted Expenditure Comparison FY2024-2025 vs FY2025-2026						
Fund #	Funds	Budgeted Expenditures 2024-2025	Budgeted Expenditures 2025-2026	Expenditure Variance by \$	Fund Balance Variance by %	
OPERATING FUNDS						
10	General Fund	\$ 20,360,279	\$ 21,223,939	\$ 863,660	4%	
20	Utility Fund	18,171,143	18,404,836	\$ 233,693	1%	
24	Street Maintenance Fund	935,000	1,035,000	\$ 100,000	11%	
25	Stormwater Fund	521,676	322,204	\$ (199,472)	-38%	
	Total Operating Funds	39,988,098	40,985,979	\$ 997,881	2%	
RESERVE FUNDS						
40	Debt Service Fund	3,403,015	3,527,911	\$ 124,896	4%	
	Total Reserve Funds	3,403,015	3,527,911			
CAPITAL PROJECT FUNDS						
60	Capital Construction Fund	3,147,246	5,073,298	\$ 1,926,052	61%	
63	General Obligation Bond Fund	1,783,335	1,562,514	\$ (220,821)	-12%	
65	Utility Capital Construction Fund	1,505,978	6,091,091	\$ 4,585,113	304%	
	Total Capital Funds	6,436,559	12,726,903	\$ 6,290,344	98%	
SPECIAL PURPOSE FUNDS						
12	Court Restricted Fund	34,459	34,930	\$ 471	1%	
15	Animal Shelter	5,000	11,863	\$ 6,863	137%	
17	Cable TV/PEG	-	20,000	\$ 20,000	100%	
33	Police Seizures	22,000	9,000	\$ (13,000)	-59%	
37	Public Safety Donations (w/o LEOSE & Opioid)	2,608	1,242	\$ (1,366)	-52%	
72	Vehicle Equipment Replacement Fund	-	1,173,218	\$ 1,173,218	100%	
	Total Special Purpose Funds	64,067	1,250,253	\$ 1,186,186	100%	
COMPONENT UNITS						
34	Murphy Community Development Corp.	3,335,517	1,313,866	\$ (2,021,651)	-61%	
16	Community Events	873,903	891,848	\$ 17,945	2%	
38	Murphy Municipal Development Corp.	2,703,816	1,860,146	\$ (843,670)	-31%	
	Total Component Units	6,913,236	4,065,860	\$ (2,847,376)	-41%	
GRANT FUNDS						
28	American Rescue Plan Act (ARPA)	384,345	234,346	\$ (149,999)	-39%	
37	Public Safety Grants (LEOSE & Opioid)	18,897	46,382	\$ 27,485	145%	
	Total Grant Funds	403,242	280,728	\$ (122,514)	-30%	
IMPACT FEE AND ESCROW FUNDS						
30	Capital Improvement/Escrow Fund	117,262	20,686	\$ (96,576)	-82%	
70	Water/Sewer Impact Fee Fund	186,293	240,717	\$ 54,424	29%	
	Total Impact Fee & Escrow Funds	303,555	261,403	\$ (42,152)	-14%	
	Total of all Funds	\$ 57,511,772	\$ 63,099,037	\$ 5,587,265	10%	
Fund Balance % Variance Greater than 10% Explanation						
15	Special Purpose Fund for Animal Services. Donations have been budgeted for a potential project in FY26 to construct a dog run.					
17	Special Purpose Fund for PEG franchise fees. Qualified hardware replacement to include Avior Hardware and Closed Caption Encoder Hardware.					
24	Street Maintenance Tax will use current year revenues and prior year fund balance to fund FY26 capital outlay projects.					
25	Stormwater Personnel reduction of two positions reflect a decrease in expenditures for FY26.					
28	Grant Funds of ARPA are following expenditure guidelines. Reduction in budget is expected based on project scope.					
30	Escrow Fund balances spent down in FY25. Reduction in budget expected with reduction in funds.					
33	Special Purpose Fund for Police Seizure. Reduction in expenditures expected due to the purpose of funds.					
34	Component Unit MCDC capital outlay completed in FY25. Reduction in budget expected.					
37	Special Purpose Fund for Public Safety Donations. Reduction in FY26 expenditures based on reduction of available fund balance as donations are expended.					
37	Special Purpose Fund for Public Safety Grants. Catalytic Converter reimbursement 80/20 is budgeted in FY26.					
38	Component Unit MDD reduction in scope of capital outlay projects.					
60	Capital project fund for Capital Construction. Pedestrian Bridge capital outlay and debt issuance for public safety and McMillen road budgeted for FY26					
63	Capital project fund for GO Bond Fund. Expected decrease in expenditures based on nature of project fund.					
65	Capital project fund for Utility Capital Construction. CO, Series 2025 received for capital projected budgeted in FY26.					
70	Impact Fee fund FY26 has eligible projects. An increase in the Impact Fee transfer to Utility increased spending above the prior year.					
72	Special Purpose Fund for Vehicle Equipment Replacement Fund. This fund was created in FY25 without budgeted expenditures. Variance increase expected.					

Funding Sources Overview

The charts below show the relationship among the various funds and their primary revenue sources.

Governmental Fund: Revenue Sources

	Property Tax	Sales & Use Tax	Bond Proceeds	User Fees	Special Revenue	Internal Service
General Fund	X	X		X		
Debt Service	X					
Street Maintenance		X				
Capital Improvement Escrow					X	
GO Bond Fund			X			
Capital Construction			X			
Court Restricted					X	
Animal Shelter Donations					X	
PEG Fund					X	
Police Seizure					X	
Public Safety Grant/Donations					X	

Proprietary Fund: Revenue Sources

	Property Tax	Sales & Use Tax	Bond Proceeds	User Fees	Special Revenue	Internal Service
Water and Sewer Fund				X		
Storm Water Fund				X		
Utility Construction Fund			X			

Component Units: Revenue Sources

	Property Tax	Sales & Use Tax	Bond Proceeds	User Fees	Special Revenue	Internal Service
Murphy MDD		X				
MCDC		X				

Internal Service: Revenue Sources

	Property Tax	Sales & Use Tax	Bond Proceeds	User Fees	Special Revenue	Internal Service
Vehicle Equipment Replacement Fund						X



GENERAL FUND

Summary of the City's largest fund, which accounts for most of the financial resources of the government. General Fund revenues include property taxes, licenses and permits, and local taxes used to fund Public Safety, Parks, Recreation and Administration service departments.



Budget Assumptions

General Fund

Revenues

1. Tax Rate used= .357514
 - a. Based upon Collin County Appraisal District certified taxable value = 3,950,650,626; 6.11% increase; or 227,572,870
 - b. I&S rate remains unchanged with CO, Series 2025 debt issuance = .09128
 - c. Based on M&O voter approval tax rate = .266234
2. Sales Tax trends have decreased over the last two years of -.85%
 - a. Sales Tax projection remains flat at \$2.9M.
 - b. Mixed Beverage based on \$40,000 of receipts.
3. Franchise Fees projected increase of .08%; \$979,730.
4. Solid Waste contract projected increase of 5%; \$1,548,433
5. Investment Income projected conservative at \$516,219
6. Transfers from other funds total \$2,144,796; including ARPA interest allocation of \$226,346

Expenditures

1. Personnel - FY26-FY33 based on total 151.5. 128 FTE's in General Fund
2. Salary Attrition - 3% of personnel salaries: \$432,081
3. Personnel Services category now includes Worker's Compensation, \$174,097. This line item was previously booked in Contractual.
4. Additional personnel added in Fire, Police and Animal Control.
5. Market adjustments to bring leadership within 5% of the 50th percentile were included for City Manager, Assistant City Manager, Police Chief, Fire Chief, Community and Economic Director, Parks & Recreation, Human Resources, and Information Technology.
6. Market adjustments to bring management roles within 5% of the 50th percentile were included for Assistant Fire Chief, Recreation Superintendent, Parks Superintendent, Customer Service Manager and Facilities Superintendent.
7. Average 7% Market adjustment in the public safety step plan for positions of firefighter/paramedic; driver/engineer; captain; division chief-fire marshal; police officer; corporal; sergeant; lieutenant were included.
8. TMRS rate increased .38% from 14.81% to 15.19%; approximately \$50,084.81.
9. General Fund transfer to VEF includes department contributions, \$626,375; an additional 2% of operating expenses was omitted this fiscal year.
10. One-time expenditures totaled \$445,616.

General Fund #10

The General Fund is the general operating fund of the city. It is used to account for all financial resources not accounted for in other funds. All general tax revenues and other receipts that are not restricted by law or contractual agreements to some other fund are accounted for in this fund. General operating expenditures, fixed charges, and capital improvements costs that are not paid through other funds are paid by the General Fund.

Comprehensive Fund Summary

Comprehensive Fund Summary

Category	FY 2024 Actuals	FY 2025 Projected	FY 2026 Adopted	FY 2027 Forecasted	FY 2028 Forecasted	FY 2029 Forecasted	FY 2030 Forecasted
Beginning Fund Balance	\$12,791,562	\$10,998,345	\$10,957,164	\$10,013,114	\$9,570,660	\$9,106,490	\$8,529,036
Revenues							
CURRENT PROPERTY TAXES	\$9,539,504	\$10,098,960	\$10,517,975	\$10,728,335	\$10,942,901	\$11,161,759	\$11,384,994
DELINQUENT PROPERTY TAXES	-\$3,131	\$14,863	\$10,000	\$10,000	\$10,000	\$10,000	\$10,000
PENALTY & INTEREST	\$25,644	\$15,000	\$15,000	\$15,000	\$15,000	\$15,000	\$15,000
SALES & USE TAX	\$2,893,866	\$2,933,684	\$2,908,551	\$3,455,321	\$3,518,727	\$3,583,402	\$3,649,370
MIXED BEVERAGE SALES TAX	\$40,501	\$40,000	\$40,000	\$40,000	\$40,000	\$40,000	\$40,000
GAS FRANCHISE TAX	\$172,645	\$187,242	\$188,000	\$188,000	\$188,000	\$188,000	\$188,000
ELECTRIC FRANCHISE TAX	\$586,207	\$586,000	\$586,000	\$586,000	\$582,027	\$582,027	\$582,027
TELEPHONE	\$2,368	\$2,300	\$2,300	\$2,300	\$2,300	\$2,300	\$2,300
CABLE TV	\$78,957	\$102,315	\$102,315	\$102,315	\$117,622	\$117,622	\$117,622
CELL NODE ROW - ANNUAL	\$3,250	\$3,200	\$3,200	\$3,200	\$2,926	\$2,926	\$2,926
GARBAGE FRANCHISE TAX	\$97,827	\$97,915	\$97,915	\$97,915	\$97,915	\$97,915	\$97,915
BUILDING PERMIT PLAN REVIEW	\$116,371	\$395,500	\$150,000	\$150,000	\$150,000	\$150,000	\$150,000
REINSPECTION FEES	\$15,281	\$22,002	\$20,000	\$20,000	\$20,000	\$20,000	\$20,000
ZONING/PLATTING	\$20,649	\$21,000	\$18,000	\$18,000	\$18,000	\$18,000	\$18,000
ALARM PERMIT	\$15,466	\$29,000	\$10,000	\$10,000	\$10,000	\$10,000	\$10,000
ANIMAL CONTROL FEES	\$46,575	\$38,000	\$38,933	\$38,933	\$38,933	\$38,933	\$38,933
CONTRACTOR REGISTRATION	\$17,198	\$9,000	\$10,000	\$10,000	\$10,000	\$10,000	\$10,000
MISCELLANEOUS PERMITS	\$34,096	\$45,000	\$30,000	\$30,000	\$30,000	\$30,000	\$30,000
ACCESSORY BUILDING PERMITS	\$28,081	\$32,000	\$25,000	\$25,000	\$25,000	\$25,000	\$25,000
	\$8,871	\$7,000	\$5,900	\$5,500	\$5,500	\$5,500	\$5,500



Category	FY 2024 Actuals	FY 2025 Projected	FY 2026 Adopted	FY 2027 Forecasted	FY 2028 Forecasted	FY 2029 Forecasted	FY 2030 Forecasted
FENCE PERMITS	\$11,595	\$11,000	\$10,000	\$10,000	\$10,000	\$10,000	\$10,000
IRRIGATION PERMITS	\$2,375	\$3,500	\$3,000	\$3,000	\$3,000	\$3,000	\$3,000
ELECTRICAL PERMITS	\$13,700	\$15,000	\$15,000	\$15,000	\$15,000	\$15,000	\$15,000
PLUMBING PERMITS	\$29,255	\$29,500	\$29,000	\$29,000	\$29,000	\$29,000	\$29,000
MECHANICAL PERMITS	\$21,540	\$19,000	\$19,000	\$19,000	\$19,000	\$19,000	\$19,000
HEALTH PERMITS	\$39,120	\$35,000	\$32,000	\$32,000	\$32,000	\$32,000	\$32,000
HEALTH PLAN REVIEW	\$900	\$1,200	\$1,000	\$1,000	\$1,000	\$1,000	\$1,000
STRUCTURE DEMO PERMIT	\$1,100	\$1,200	\$400	\$400	\$400	\$400	\$400
FLATWORK PERMITS	\$10,300	\$12,000	\$11,000	\$11,000	\$11,000	\$11,000	\$11,000
ANTENNA PERMITS	-	\$900	\$300	\$300	\$300	\$300	\$300
ARBOR/PATIO COVER PERMITS	\$11,850	\$9,500	\$9,500	\$9,500	\$9,500	\$9,500	\$9,500
FOUNDATION REPAIR PERMITS	\$7,125	\$5,500	\$4,000	\$4,000	\$4,000	\$4,000	\$4,000
OUTDOOR FIREPLACE/PIT PERMITS	\$100	\$100	\$100	\$100	\$100	\$100	\$100
OUTDOOR KITCHEN PERMITS	\$400	\$400	\$400	\$400	\$400	\$400	\$400
RETAINING WALL/SCREEN PERMITS	-	\$19,250	\$5,000	\$5,000	\$5,000	\$5,000	\$5,000
ROOF REPLACEMENT PERMITS	\$6,600	\$48,000	\$12,000	\$12,000	\$12,000	\$12,000	\$12,000
SOLAR PANEL PERMITS	\$1,400	\$1,500	\$1,500	\$1,500	\$1,500	\$1,500	\$1,500
ALCOHOL PERMITS	\$3,060	\$1,700	\$2,500	\$2,500	\$2,500	\$2,500	\$2,500
SIGN PERMITS	\$13,925	\$15,000	\$13,000	\$13,000	\$13,000	\$13,000	\$13,000
POOL PERMITS	\$12,000	\$11,000	\$11,000	\$11,000	\$11,000	\$11,000	\$11,000
SOLICITOR PERMITS	-	\$775	-	-	-	-	-
RESIDENTIAL REMDL/ADD PERMITS	\$11,063	\$11,000	\$11,000	\$11,000	\$11,000	\$11,000	\$11,000
MISCELLANEOUS REVENUE	\$65,330	\$40,000	\$40,000	\$40,000	\$40,000	\$40,000	\$40,000
INTEREST INCOME	\$592,938	\$589,213	\$516,219	\$526,543	\$537,074	\$547,815	\$558,772
POLICE REVENUES	\$194,548	\$193,319	\$214,474	\$213,517	\$213,517	\$213,517	\$213,517
RECREATIONAL PROGRAMS REVENUE	\$63,164	\$57,963	\$87,253	\$87,253	\$87,253	\$87,253	\$87,253



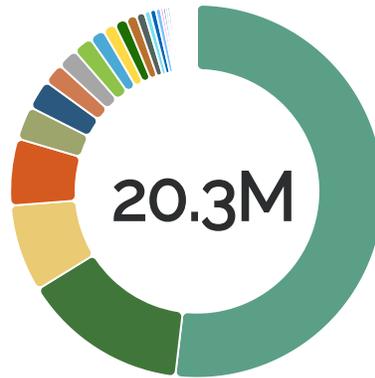
Category	FY 2024 Actuals	FY 2025 Projected	FY 2026 Adopted	FY 2027 Forecasted	FY 2028 Forecasted	FY 2029 Forecasted	FY 2030 Forecasted
RECREATIONAL MEMBERSHIPS	\$14,004	\$8,500	\$9,000	\$9,000	\$9,000	\$9,000	\$9,000
RENTALS - FACILITIES	\$39,239	\$45,000	\$47,000	\$47,000	\$47,000	\$47,000	\$47,000
Alternate Extinguishing System	\$1,600	\$800	\$800	\$800	\$800	\$800	\$800
Fire Alarm System	\$3,804	\$11,500	\$8,000	\$8,000	\$8,000	\$8,000	\$8,000
Automatic Sprinkler System	\$3,260	\$15,000	\$15,000	\$15,000	\$15,000	\$15,000	\$15,000
Underground Fire Line	\$400	\$400	\$400	\$400	\$400	\$400	\$400
SOLID WASTE	\$1,336,468	\$1,550,000	\$1,536,933	\$1,613,780	\$1,694,469	\$1,779,192	\$1,868,152
SOLID WASTE PENALTIES	\$10,870	\$11,500	\$11,500	\$11,500	\$11,500	\$11,500	\$11,500
CHILD SAFETY FEE	\$11,614	\$26,000	\$26,000	\$26,000	\$26,000	\$26,000	\$26,000
EMS REVENUES	\$329,796	\$336,620	\$345,000	\$345,000	\$345,000	\$345,000	\$345,000
RECYCLE REBATES	\$23,725	\$24,000	\$24,000	\$24,000	\$24,000	\$24,000	\$24,000
GRANTS	\$3,429,139	\$173,573	-	-	-	-	-
CR CARD FEES - BLDG PROJECTS	\$5,689	\$7,725	\$7,725	\$7,725	\$7,725	\$7,725	\$7,725
CR CARD FEES- RECREATION	\$2,470	\$2,200	\$2,000	\$2,000	\$2,000	\$2,000	\$2,000
CITATION FINES	\$254,777	\$264,000	\$264,000	\$264,000	\$264,000	\$264,000	\$264,000
CR CARD FEES- COURTS	\$6,934	\$6,800	\$6,800	\$6,800	\$6,800	\$6,800	\$6,800
TRANSFER FROM U/F	\$955,000	\$1,104,000	\$1,172,132	\$1,277,624	\$1,392,610	\$1,517,945	\$1,654,560
TRANSFER FROM COURT RESTRICTED	\$18,066	\$18,030	\$18,030	\$18,030	\$18,030	\$18,030	\$18,030
TRANSFER FROM MCDC	\$275,788	\$361,486	\$355,892	\$387,922	\$422,835	\$460,890	\$502,371
TRANSFER FROM MDD	\$263,676	\$394,082	\$372,396	\$405,912	\$442,444	\$482,264	\$525,667
ENGINEERING FEE- GRADING PERMIT	-	-	\$200	\$200	-	-	-
ENGINEERING FEE- FLOODPLAIN DEVEL.	-	-	\$300	\$300	-	-	-
ENGINEERING FEE- ROW CONSTRUCT PERMIT	-	\$1,200	\$2,700	\$2,700	-	-	-
TRANSFER FROM OTHER FUND	-	-	\$226,346	-	-	-	-
Total Revenues	\$21,839,936	\$20,174,917	\$20,279,888	\$21,067,524	\$21,631,008	\$22,213,216	\$22,823,834
Expenditures							
Personnel Services	\$11,469,060	\$12,411,683	\$13,487,351	\$13,882,822	\$14,305,422	\$14,720,439	\$15,142,239
Materials & Supplies	\$884,570	\$1,069,852	\$1,228,124	\$1,202,074	\$1,215,985	\$1,069,505	\$1,071,024



Category	FY 2024 Actuals	FY 2025 Projected	FY 2026 Adopted	FY 2027 Forecasted	FY 2028 Forecasted	FY 2029 Forecasted	FY 2030 Forecasted
Contractual Services	\$7,243,591	\$5,371,207	\$5,539,523	\$5,566,141	\$5,610,125	\$5,649,327	\$5,723,298
Capital Outlay	\$1,259,675	\$515,210	\$965,342	\$853,542	\$963,542	\$943,542	\$853,542
Transfers	-	\$848,147	\$3,600	\$5,400	-	\$407,859	\$407,859
Total Expenditures	\$20,856,897	\$20,216,098	\$21,223,939	\$21,509,979	\$22,095,074	\$22,790,672	\$23,197,962
Total Revenues Less Expenditures	\$983,039	-\$41,181	-\$944,051	-\$442,455	-\$464,066	-\$577,457	-\$374,128
Ending Fund Balance	\$13,774,601	\$10,957,164	\$10,013,113	\$9,570,659	\$9,106,594	\$8,529,033	\$8,154,908

Revenues by Object

FY26 Revenues by Object

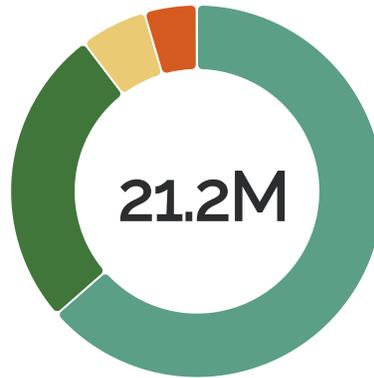


CURRENT PROPERTY TAXES	\$10,517,975	51.86%
SALES & USE TAX	\$2,908,551	14.34%
SOLID WASTE	\$1,536,933	7.58%
TRANSFER FROM U/F	\$1,172,132	5.78%
ELECTRIC FRANCHISE TAX	\$586,000	2.89%
INTEREST INCOME	\$516,219	2.55%
TRANSFER FROM MDD	\$372,396	1.84%
TRANSFER FROM MCDC	\$355,892	1.75%
EMS REVENUES	\$345,000	1.70%
CITATION FINES	\$264,000	1.30%
TRANSFER FROM OTHER FUND	\$226,346	1.12%
POLICE REVENUES	\$214,474	1.06%
GAS FRANCHISE TAX	\$188,000	0.93%
BUILDING PERMIT	\$150,000	0.74%
CABLE TV	\$102,315	0.50%
GARBAGE FRANCHISE TAX	\$97,915	0.48%
RECREATIONAL PROGRAMS	\$87,253	0.43%
REVENUE		
RENTALS - FACILITIES	\$47,000	0.23%
MISCELLANEOUS REVENUE	\$40,000	0.20%
MIXED BEVERAGE SALES TAX	\$40,000	0.20%
ALARM PERMIT	\$38,933	0.19%
HEALTH PERMITS	\$32,000	0.16%
CONTRACTOR REGISTRATION	\$30,000	0.15%
PLUMBING PERMITS	\$29,000	0.14%
CHILD SAFETY FEE	\$26,000	0.13%
MISCELLANEOUS PERMITS	\$25,000	0.12%
RECYCLE REBATES	\$24,000	0.12%
PLAN REVIEW	\$20,000	0.10%
MECHANICAL PERMITS	\$19,000	0.09%
TRANSFER FROM COURT	\$18,030	0.09%
RESTRICTED		
REINSPECTION FEES	\$18,000	0.09%
Automatic Sprinkler System	\$15,000	0.07%
ELECTRICAL PERMITS	\$15,000	0.07%
PENALTY & INTEREST	\$15,000	0.07%
SIGN PERMITS	\$13,000	0.06%
ROOF REPLACEMENT PERMITS	\$12,000	0.06%

● SOLID WASTE PENALTIES	\$11,500	0.06%
● RESIDENTIAL REMDL/ADD PERMITS	\$11,000	0.05%
● POOL PERMITS	\$11,000	0.05%
● FLATWORK PERMITS	\$11,000	0.05%
● FENCE PERMITS	\$10,000	0.05%
● ANIMAL CONTROL FEES	\$10,000	0.05%
● ZONING/PLATTING	\$10,000	0.05%
● DELINQUENT PROPERTY TAXES	\$10,000	0.05%
● ARBOR/PATIO COVER PERMITS	\$9,500	0.05%
● RECREATIONAL MEMBERSHIPS	\$9,000	0.04%
● Fire Alarm System	\$8,000	0.04%
● CR CARD FEES - BLDG PROJECTS	\$7,725	0.04%
● CR CARD FEES-COURTS	\$6,800	0.03%
● ACCESSORY BUILDING PERMITS	\$5,900	0.03%
● RETAINING WALL/SCREEN PERMITS	\$5,000	0.02%
● FOUNDATION REPAIR PERMITS	\$4,000	0.02%
● CELL NODE ROW - ANNUAL	\$3,200	0.02%
● IRRIGATION PERMITS	\$3,000	0.01%
● ENGINEERING FEE-ROW CONSTRUCT PERMIT	\$2,700	0.01%
● ALCOHOL PERMITS	\$2,500	0.01%
● TELEPHONE	\$2,300	0.01%
● CR CARD FEES-RECREATION	\$2,000	0.01%
● SOLAR PANEL PERMITS	\$1,500	0.01%
● HEALTH PLAN REVIEW	\$1,000	0.00%
● Alternate Extinguishing System	\$800	0.00%
● Underground Fire Line	\$400	0.00%
● OUTDOOR KITCHEN PERMITS	\$400	0.00%
● STRUCTURE DEMO PERMIT	\$400	0.00%
● ENGINEERING FEE-FLOODPLAIN DEVEL.	\$300	0.00%
● ANTENNA PERMITS	\$300	0.00%
● ENGINEERING FEE-GRADING PERMIT	\$200	0.00%
● OUTDOOR FIREPLACE/PIT PERMITS	\$100	0.00%

Expenditures by Expense Type

FY26 Expenditures by Expense Type



● Personnel Services	\$13,487,351	63.55%
● Contractual Services	\$5,539,523	26.10%
● Materials & Supplies	\$1,228,124	5.79%
● Capital Outlay	\$965,342	4.55%
● Transfers	\$3,600	0.02%

Expenditures by Expense Type

Category	Account ID	FY 2024 Actuals	FY 2025 Projected	FY 2026 Adopted	FY25 Projected vs. FY26 Budgeted (% Change)	FY25 Projected vs. FY26 Budgeted (\$ Change)
Personnel Services		\$11,469,060	\$12,411,683	\$13,487,351	8.67%	\$1,075,668
Materials & Supplies		\$884,570	\$1,069,852	\$1,228,124	14.79%	\$158,272
Contractual Services		\$7,243,591	\$5,371,207	\$5,539,523	3.13%	\$168,316
Capital Outlay		\$1,259,675	\$515,210	\$965,342	87.37%	\$450,132
Transfers		-	\$848,147	\$3,600	-99.58%	-\$844,547
Total Expenditures		\$20,856,897	\$20,216,098	\$21,223,939	4.99%	\$1,007,841

Departments Summary



Administration

The City of Murphy operates under a Council-Manager form of government. The City Council appoints the City Manager, who shall serve as the Chief Administrative Officer for the City of Murphy. The City Manager is responsible for the administration of all affairs of the City and manages the diverse departments to keep the City running smoothly. The City Manager is supported by a Leadership Team who leads the dynamic force of 137 full-time employees and 14.5 part-time employees every day to accomplish the goals, objectives and expectations of the City Council.

The City Manager is the primary point of contact between the City's departments and the City Council. The main responsibilities of the City Manager are to lead, guide and provide coordination to the departments as they implement City policy decisions made by the City Council. The City Manager ensures that all state laws and city ordinances are effectively enforced. This office is also responsible for presenting the annual budget and capital improvement program to the City Council and provides accurate, timely information and recommendations regarding City-wide policies.

Accomplishments in FY25



ENGAGEMENT & COLLABORATION

Objectives:

- 1.1 - Develop community programs that provide beneficial education about the City.**
 - Completed the bi-annual Community Survey



SUSTAINABLE OPERATIONS

Objectives:

- 5.3 - Maintain a high-performing City team.**
 - Expanded internal communications—Employee Town Hall and Employee Newsletter
- 5.4 - Plan and manage growth and redevelopment.**
 - Adopted a new Strategic Plan
- 5.5 - Build and maintain resilient financial practices and procedures.**
 - Completed sales tax audit, both remote sales and brick & mortar locations in Murphy



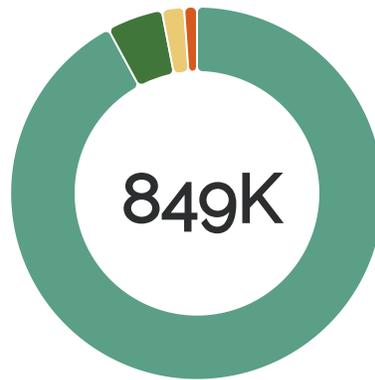
TRANSPARENCY

Objectives:

- 6.1 - Increase public trust by openly sharing and making relevant information easily accessible.**
 - Expanded external communications—budget video, Murphy E-Newsletter

Expenditures by Expense Type

FY26 Expenditures by Expense Type



● Personnel Services	\$782,464	92.12%
● Contractual Services	\$41,160	4.85%
● Capital Outlay	\$16,378	1.93%
● Materials & Supplies	\$9,420	1.11%

Expenditures by Expense Type

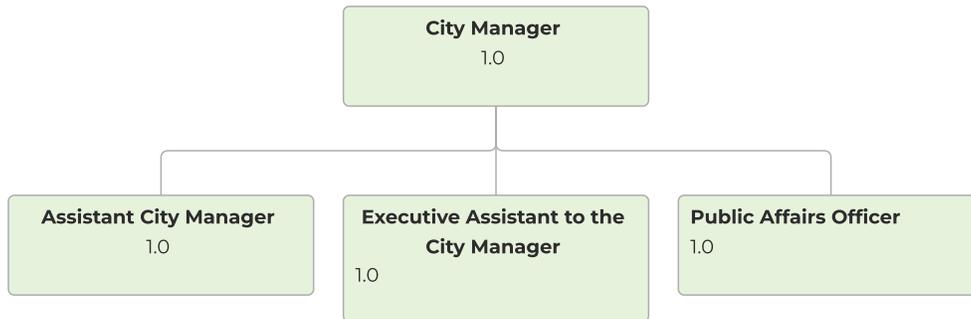
Category	Account ID	FY 2024 Actuals	FY 2025 Projected	FY 2026 Adopted	FY 2025 Projected vs. FY26 (% Change)	FY 2025 Projected vs. FY26 Budgeted (\$ Change)
Personnel Services						
SALARIES	10-5400-1001-0000	\$510,641	\$580,709	\$611,015	5.22%	\$30,306
OVERTIME	10-5400-1005-0000	\$562	-	-	-	-
LONGEVITY	10-5400-1006-0000	\$348	\$1,256	\$2,583	105.65%	\$1,327
PART TIME	10-5400-1007-0000	-	\$23,000	-	-100.00%	-\$23,000
TMRS	10-5400-1009-0000	\$72,028	\$85,973	\$93,485	8.74%	\$7,512
457B COMPENSATION	10-5400-1010-0000	\$8,500	\$12,000	\$12,000	0.00%	-
SOCIAL SECURITY	10-5400-1011-0000	\$7,107	\$10,162	\$8,860	-12.81%	-\$1,302
GROUP INSURANCE	10-5400-1012-0000	\$35,908	\$39,338	\$45,985	16.90%	\$6,647
WORKERS COMPENSATION PREMIUMS	10-5400-1014-0000	-	-	\$736	-	\$736
AUTO ALLOWANCE	10-5400-1018-0000	\$3,714	\$7,800	\$7,800	0.00%	-
Total Personnel Services		\$638,809	\$760,238	\$782,464	2.92%	\$22,226
Materials & Supplies						
GENERAL OFFICE SUPPLIES	10-5400-2101-0000	\$2,659	\$2,000	\$2,000	0.00%	-

Category	Account ID	FY 2024 Actuals	FY 2025 Projected	FY 2026 Adopted	FY 2025 Projected vs. FY26 (% Change)	FY 2025 Projected vs. FY26 Budgeted (\$ Change)
MAGAZINES/MAPS/BOOKS	10-5400-2102-0000	\$229	\$1,000	\$1,000	0.00%	-
MOTOR VEHICLE FUEL	10-5400-2204-0000	\$1,337	\$2,126	\$2,445	15.00%	\$319
UNIFORMS	10-5400-2209-0000	\$147	\$100	\$225	125.00%	\$125
MOTOR VEHICLE SUPPLIES	10-5400-2312-0000	-	-	\$750	-	\$750
COMPUTER HARD. & SOFT.	10-5400-2403-0000	\$350	\$350	-	-100.00%	-\$350
COMMUNITY RELATIONS	10-5400-2501-0000	-	-	\$3,000	-	\$3,000
EMPLOYEE RELATIONS	10-5400-2502-0000	\$10,778	\$16,750	-	-100.00%	-\$16,750
Total Materials & Supplies		\$15,501	\$22,326	\$9,420	-57.81%	-\$12,906
Contractual Services						
CONSULTANT SERVICES	10-5400-3102-0000	\$32,305	\$69,500	\$5,000	-92.81%	-\$64,500
CONTRACT LABOR	10-5400-3199-0000	\$86,160	-	-	-	-
POSTAGE & FREIGHT	10-5400-3202-0000	\$66	\$300	\$300	0.00%	-
TRAVEL AND TRAINING	10-5400-3203-0000	\$6,059	\$21,759	\$24,200	11.22%	\$2,441
PRINTING AND BINDING	10-5400-3302-0000	-	\$500	\$500	0.00%	-
WORKERS COMPENSATION	10-5400-3405-0000	\$246	-	-	-	-
MOTOR VEHICLE REPAIRS	10-5400-3604-0000	\$511	\$1,290	\$1,320	2.33%	\$30
RENTAL OFFICE EQPT.	10-5400-3702-0000	\$291	-	-	-	-
CELL/PAGERS/RADIOS	10-5400-3703-0000	\$1,525	\$1,805	\$2,880	59.56%	\$1,075
DUES & MEMBERSHIP	10-5400-3901-0000	\$1,670	\$6,550	\$6,960	6.26%	\$410
Total Contractual Services		\$128,833	\$101,704	\$41,160	-59.53%	-\$60,544
Capital Outlay						
MOTOR VEHICLES	10-5400-4303-0000	\$48,353	-	-	-	-
TRANSFER TO VERF-ADMIN	10-5400-9001-0000	-	-	\$16,378	-	\$16,378
Total Capital Outlay		\$48,353	-	\$16,378	-	\$16,378
Total Expenditures		\$831,496	\$884,268	\$849,421	-3.94%	-\$34,847

Personnel Summary

ADMINISTRATION

	<u>FY24</u>	<u>FY25</u>	<u>FY26</u>
FULL TIME			
City Manager	1	1	1
Assistant City Manager	1	1	1
Public Affairs Officer	1	1	1
Executive Assistant to the City Manager	1	1	1
TOTAL FULL TIME	4	4	4
PART-TIME			
Management Intern	0	0.5	0
TOTAL PART-TIME	0	0.5	0
TOTAL FULL-TIME-EQUIVALENT (FTEs)	4	4.5	4



Human Resources

The Human Resources Department is driven by core leadership values of trust, integrity and excellence. The Human Resources Department strives to administer quality service to our employees by providing education and support in training, recruiting, employee relations, benefits, compensation and professional development. The Human Resources Department is also responsible for risk management for the City.

Accomplishments in FY25



ENGAGEMENT & COLLABORATION

Objectives:

- 1.1 - Develop community programs that provide beneficial education about the City.**
 - Partnered with other departments to implement the City's first Citizens Academy, showcasing HR's role in public service, promoting transparency and civic engagement.



SAFETY

Objectives:

- 3.1 - Develop well-trained organizations.**
 - Developed and implemented the "Murphy Way" Leadership Academy focused on the long-term development of future strategic leaders.
 - Rolled out a structured "Supervisor Toolkit" training series to equip supervisors with the tools and resources necessary for effective leadership.



SUSTAINABLE OPERATIONS

Objectives:

- 5.3 - Maintain a high-performing City team.**
 - Facilitated a collaborative, city-wide process to define and adopt a new set of core values.
 - Launched an employee wellness program purposed to support the overall health, well-being, and productivity of our workforce.
 - Enhanced employee recognition program by introducing new award categories, increasing visibility of achievements, and implementing a peer-to-peer recognition component.
 - Implemented an updated performance management system featuring core competencies tailored to distinct lines of business—such as administrative, public safety, and maintenance personnel.
 - Redesigned and relaunched the employee newsletter to improve engagement, highlight employee accomplishments, share departmental updates, and reinforce internal messaging.
 - Added new, diverse members to the Culture Committee to ensure broader representation and input into city-wide culture and engagement initiatives.
 - Organized and expanded city-wide team-building events to foster interdepartmental collaboration, morale, and a sense of community.
 - Conducted the second city-wide employee satisfaction survey to collect actionable feedback and track progress.

Performance Measures

Strategic Goal	Activities	FY 23/24 Actual	FY 24/25 Projected	FY25/26 Target
SO, HPT	Number of Employee Events	12	14	9
S, WTO	Number of Training Sessions	5	16	10
SO, HPT	% of Employees Actively Participating in Murphy Wellness Program (Wellness Program implemented in FY25)	N/A	15%	20%
SO, HPT	Number of Employees Retained for 5 years or more	52	44	40
SO, HPT	Annual Turnover Rate	18%	13%	11%
SO, HPT	Number of New Employees	44	46	36

Key Focus Area & Objective Key

Safety - S

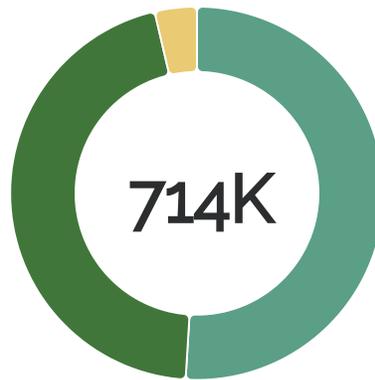
WTO - 3.1 Develop well-trained organizations

Sustainable Operations - SO

HPT - 5.3 Maintain a high-performing city team

Expenditures by Expense Type

FY26 Expenditures by Expense Type



Contractual Services	\$364,145	50.97%
Personnel Services	\$324,178	45.38%
Materials & Supplies	\$26,075	3.65%

Expenditures by Expense Type

Category	Account ID	FY 2024 Actuals	FY 2025 Projected	FY 2026 Adopted	FY25 Projected vs. FY26 (% Change)	FY25 Projected vs. FY26 Budgeted (\$ Change)
Personnel Services						
SALARIES	10-5401-1001-0000	\$204,970	\$217,959	\$230,507	5.76%	\$12,548
LONGEVITY	10-5401-1006-0000	-	\$68	\$357	425.00%	\$289
PART TIME	10-5401-1007-0000	-	\$25,000	\$24,000	-4.00%	-\$1,000
TMRS	10-5401-1009-0000	\$28,782	\$32,280	\$35,268	9.26%	\$2,988
SOCIAL SECURITY	10-5401-1011-0000	\$2,744	\$4,920	\$5,178	5.24%	\$258
GROUP INSURANCE	10-5401-1012-0000	\$21,318	\$24,531	\$28,408	15.80%	\$3,877
WORKERS COMPENSATION PREMIUMS	10-5401-1014-0000	-	-	\$460	-	\$460
Total Personnel Services		\$257,814	\$304,758	\$324,178	6.37%	\$19,420
Materials & Supplies						
GENERAL OFFICE SUPPLIES	10-5401-2101-0000	\$1,552	\$1,500	\$1,500	0.00%	-
MINOR TOOLS & EQPT.	10-5401-2401-0000	-	-	\$3,400	-	\$3,400
EMPLOYEE RELATIONS	10-5401-2502-0000	-	-	\$21,175	-	\$21,175
Total Materials & Supplies		\$1,552	\$1,500	\$26,075	1,638.33%	\$24,575
Contractual Services						
CONSULTANT SERVICES	10-5401-3102-0000	\$48,260	\$49,500	\$53,800	8.69%	\$4,300

Category	Account ID	FY 2024 Actuals	FY 2025 Projected	FY 2026 Adopted	FY25 Projected vs. FY26 (% Change)	FY25 Projected vs. FY26 Budgeted (\$ Change)
MED. SERVICES/PREEMPLOYNT	10-5401-3104-0000	\$7,131	\$8,000	\$8,000	0.00%	-
POSTAGE & FREIGHT	10-5401-3202-0000	\$23	\$50	\$50	0.00%	-
TRAVEL AND TRAINING	10-5401-3203-0000	\$1,470	\$16,000	\$10,000	-37.50%	-\$6,000
AD. AND PUBLIC NOTICES	10-5401-3301-0000	\$555	\$3,500	\$3,500	0.00%	-
INSURANCE GENERAL ACCT	10-5401-3401-0000	\$215,068	\$240,210	\$280,000	16.56%	\$39,790
WORKERS COMPENSATION	10-5401-3405-0000	\$123	\$3,000	-	-100.00%	-\$3,000
WELLNESS PROGRAM	10-5401-3408-0000	-	-	\$1,575	-	\$1,575
EMP REWARDS & RECOGNITION	10-5401-3409-0000	\$8,097	\$11,000	\$5,000	-54.55%	-\$6,000
RENTAL OFFICE EQPT	10-5401-3702-0000	\$265	-	-	-	-
CELL/PAGERS/RADIOS	10-5401-3703-0000	\$1,685	\$840	\$1,320	57.14%	\$480
DUES & MEMBERSHIP	10-5401-3901-0000	\$1,069	\$800	\$900	12.50%	\$100
Total Contractual Services		\$283,746	\$332,900	\$364,145	9.39%	\$31,245
Capital Outlay						
FURN., FIX., OFF. EQPT.	10-5401-4301-0000	\$5,290	-	-	-	-
Total Capital Outlay		\$5,290	-	-	-	-
Total Expenditures		\$548,402	\$639,158	\$714,398	11.77%	\$75,240

Personnel Summary

HUMAN RESOURCES			
	<i>FY24</i>	<i>FY25</i>	<i>FY26</i>
FULL TIME			
Director of Human Resources	1	1	1
Human Resources Analyst	1	1	1
TOTAL FULL TIME	2	2	2
PART-TIME			
Human Resources Assistant	0	0.5	0.5
TOTAL PART-TIME	0	0.5	0.5
TOTAL FULL-TIME-EQUIVALENT (FTEs)	2	2.5	2.5

Human Resources



Information Technology

The Murphy IT Department provides hardware, software, network, cybersecurity, telephone, mobile, wireless, and data analytics services. We deliver reliable technology solutions to enhance resident experiences and support City staff, Council, and committees. Operating under a continuous improvement model, we learn from customers and experts to improve services while ensuring seamless user experiences and maintaining fiscal, moral, and professional excellence.

Accomplishments in FY25



SAFETY

Objectives:

3.2 - Pursue innovative solutions and model best practices.

- Began deploying new cameras and door access control for Parks and Recreation to aid in building security.
- Developed a new GIS map for Dispatch which better identifies locations without addresses and fills in missing addresses.



SUSTAINABLE OPERATIONS

Objectives:

5.1 - Invest in and maintain critical assets.

- Restructured and re-launched the Cartegraph work order system.
- Purchased and are deploying a hardware refresh, replacing all desktop and laptop computers across the City.
- Deployed new touch-screen monitors for Dispatch, reducing time spent navigating between computers and consoles.
- Implemented the Teams Rooms solution in two conference rooms, allowing for better conferencing and scheduling capabilities for staff.

5.2 - Maintain quality infrastructure systems.

- In November 2024, a lightning strike took out some critical infrastructure supporting the water system. IT quickly deployed a workaround, designed and set up a long-term backup, and successfully replaced the burned equipment while making some improvements to the infrastructure.

5.3 - Maintain a high-performing City team.

- Re-integrated the GIS position and restructured the entire department, allowing for more specialized job functions.
- Kicked off the new City cell phone program, providing staff with a dedicated phone for use in the field or when away from the office.



TRANSPARENCY

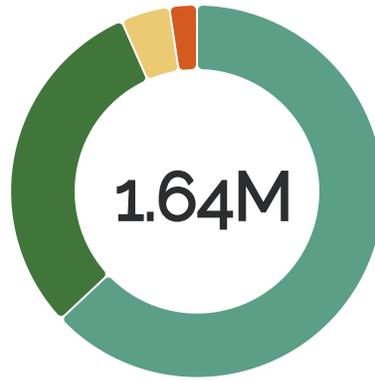
Objectives:

6.1 - Increase public trust by openly sharing and making relevant information easily accessible.

- Purchased and replaced the Swagit Live Streaming system, which resolved issues with the cameras and improved the quality of the live stream.

Expenditures by Expense Type

FY26 Expenditures by Expense Type



Contractual Services	\$1,030,474	63.01%
Personnel Services	\$496,566	30.36%
Materials & Supplies	\$69,511	4.25%
Capital Outlay	\$38,967	2.38%

Expenditures by Expense Type

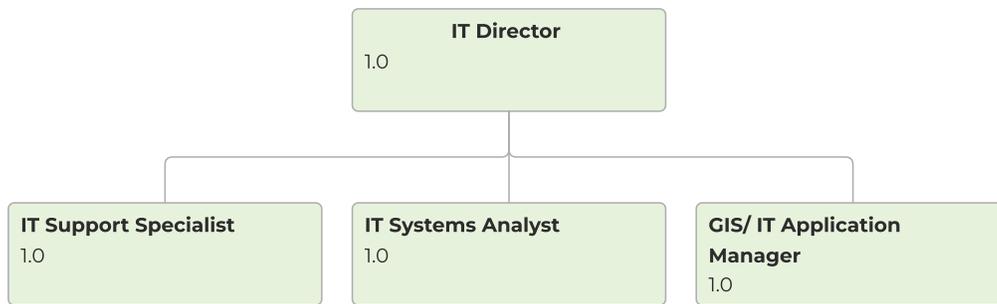
Category	Account ID	FY 2024 Actuals	FY 2025 Projected	FY 2026 Adopted	FY25 Projected vs. FY26 (% Change)	FY25 Projected vs. FY26 Budgeted (\$ Change)
Personnel Services						
SALARIES	10-5402-1001-0000	\$385,406	\$375,331	\$387,998	3.37%	\$12,667
OVERTIME	10-5402-1005-0000	\$11,951	\$13,845	\$13,845	0.00%	-
LONGEVITY	10-5402-1006-0000	\$1,096	\$1,144	\$308	-73.08%	-\$836
TMRS	10-5402-1009-0000	\$55,137	\$55,586	\$59,364	6.80%	\$3,778
SOCIAL SECURITY	10-5402-1011-0000	\$5,604	\$5,442	\$5,626	3.38%	\$184
GROUP INSURANCE	10-5402-1012-0000	\$28,904	\$28,689	\$28,689	0.00%	-
WORKERS COMPENSATION PREMIUMS	10-5402-1014-0000	-	-	\$736	-	\$736
Total Personnel Services		\$488,097	\$480,037	\$496,566	3.44%	\$16,529
Materials & Supplies						
GENERAL OFFICE SUPPLIES	10-5402-2101-0000	\$1,401	\$1,400	\$1,500	7.14%	\$100
DATA PROCESSING SUPPLIES	10-5402-2104-0000	\$735	\$2,775	\$3,035	9.37%	\$260
SOFTWARE SUBSCRIPTIONS	10-5402-2106-0000	\$7,168	\$8,859	\$9,410	6.22%	\$551
UNIFORMS	10-5402-2209-0000	-	\$400	\$400	0.00%	-

Category	Account ID	FY 2024 Actuals	FY 2025 Projected	FY 2026 Adopted	FY25 Projected vs. FY26 (% Change)	FY25 Projected vs. FY26 Budgeted (\$ Change)
MINOR TOOLS & EQPT.	10-5402-2401-0000	\$2,809	\$7,330	\$8,166	11.41%	\$836
COMPUTER HARD. & SOFT.	10-5402-2403-0000	-	\$8,600	-	-100.00%	-\$8,600
NETWORKING SUPPLIES	10-5402-2406-0000	-	\$1,590	\$47,000	2,855.97%	\$45,410
Total Materials & Supplies		\$12,113	\$30,954	\$69,511	124.56%	\$38,557
Contractual Services						
CONSULTANT SERVICES	10-5402-3102-0000	\$25,701	\$30,760	\$30,000	-2.47%	-\$760
DATA PROCESSING	10-5402-3106-0000	\$32,300	\$38,000	\$40,300	6.05%	\$2,300
SOFTWARE SUPPORT	10-5402-3111-0000	\$171,306	\$209,654	\$216,910	3.46%	\$7,256
HARDWARE MAINTENANCE	10-5402-3112-0000	\$59,975	\$118,426	\$204,630	72.79%	\$86,204
CLOUD HOSTED SOFTWARE	10-5402-3113-0000	\$301,522	\$303,087	\$334,009	10.20%	\$30,922
TELEPHONE EXPENSES	10-5402-3201-0000	\$75,980	\$85,535	\$95,600	11.77%	\$10,065
POSTAGE & FREIGHT	10-5402-3202-0000	-	\$200	\$200	0.00%	-
TRAVEL AND TRAINING	10-5402-3203-0000	\$7,764	\$7,210	\$8,690	20.53%	\$1,480
WORKERS COMPENSATION	10-5402-3405-0000	\$613	-	-	-	-
RENTAL OFFICE EQPT	10-5402-3702-0000	\$247	\$11,000	\$17,640	60.36%	\$6,640
CELL/PAGERS/RADIOS	10-5402-3703-0000	\$6,803	\$14,110	\$7,810	-44.65%	-\$6,300
LEASES	10-5402-3715-0000	\$135,777	\$133,800	\$74,360	-44.42%	-\$59,440
DUES & MEMBERSHIP	10-5402-3901-0000	\$175	\$325	\$325	0.00%	-
Total Contractual Services		\$818,163	\$952,107	\$1,030,474	8.23%	\$78,367
Capital Outlay						
COMPUTER HARDWARE	10-5402-4390-0000	\$28,025	\$31,815	\$38,967	22.48%	\$7,152
Total Capital Outlay		\$28,025	\$31,815	\$38,967	22.48%	\$7,152
Total Expenditures		\$1,346,398	\$1,494,913	\$1,635,518	9.41%	\$140,605

Personnel Summary

INFORMATION TECHNOLOGY			
	<u>FY24</u>	<u>FY25</u>	<u>FY26</u>
FULL TIME			
Director of IT	1	1	1
IT Support Specialist	1	1	1
IT Systems Analyst	1	1	1
GIS and IT Application Manager	0	0	1
TOTAL FULL TIME	3	3	4
TOTAL FULL-TIME-EQUIVALENT (FTEs)	3	3	4

Information Technology



City Council

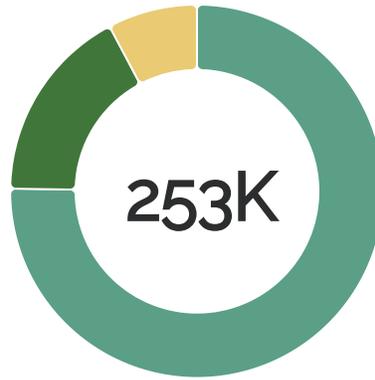
The City Council is elected at large and is composed of a Mayor and six Council members. They are responsible for appointing and removing the City Manager, Municipal Judge(s), City Attorney(s), and City Secretary. Other responsibilities include adopting the budget and setting the tax rate, legislating policies, making board appointments, and establishing a vision for the City's development.

The City Council currently meets on the first and third Tuesdays each month to conduct the business of the City. Special meetings of the City Council shall be called by the City Secretary upon request of the Mayor, City Manager or three (3) Council members. The Mayor and City Council are classified as part-time employees and compensated per meeting based upon attendance at the meetings.



Expenditures by Expense Type

FY26 Expenditures by Expense Type



Contractual Services	\$190,503	75.23%
Materials & Supplies	\$43,100	17.02%
Personnel Services	\$19,625	7.75%

Expenditures by Expense Type

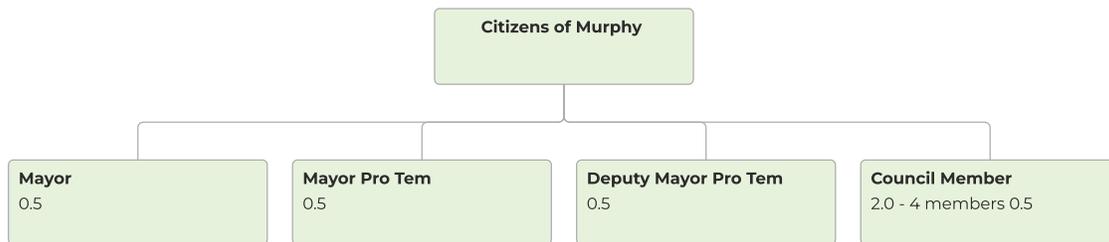
Category	Account ID	FY 2024 Actuals	FY 2025 Projected	FY 2026 Adopted	FY25 Projected vs. FY26 (% Change)	FY25 Projected vs. FY26 Budgeted (\$ Change)
Personnel Services						
PART TIME	10-5411-1007-0000	\$15,250	\$18,040	\$17,600	-2.44%	-\$440
SOCIAL SECURITY	10-5411-1011-0000	\$1,148	\$1,380	\$1,346	-2.46%	-\$34
WORKERS COMPENSATION PREMIUMS	10-5411-1014-0000	-	-	\$679	-	\$679
Total Personnel Services		\$16,398	\$19,420	\$19,625	1.06%	\$205
Materials & Supplies						
GENERAL OFFICE SUPPLIES	10-5411-2101-0000	\$2,816	\$2,300	\$2,300	0.00%	-
UNIFORMS	10-5411-2209-0000	\$521	\$800	\$800	0.00%	-
COMMUNITY RELATIONS	10-5411-2501-0000	\$12,374	\$24,100	\$25,000	3.73%	\$900
RECYCLE EVENTS	10-5411-2503-0000	\$13,492	\$15,000	\$15,000	0.00%	-
Total Materials & Supplies		\$29,203	\$42,200	\$43,100	2.13%	\$900
Contractual Services						
CONSULTANT SERVICES	10-5411-3102-0000	-	\$25,000	-	-100.00%	-\$25,000
LEGAL	10-5411-3103-0000	\$119,088	\$143,000	\$127,000	-11.19%	-\$16,000
PROPOSED PARKER WWTP	10-5411-3104-0000	\$48,438	-	-	-	-
SOFTWARE MAINTENANCE	10-5411-3111-0000	\$14,028	\$33,161	\$33,161	0.00%	-

Category	Account ID	FY 2024 Actuals	FY 2025 Projected	FY 2026 Adopted	FY25 Projected vs. FY26 (% Change)	FY25 Projected vs. FY26 Budgeted (\$ Change)
TRAVEL AND TRAINING	10-5411-3203-0000	\$5,026	\$7,480	\$7,480	0.00%	-
AD. AND PUBLIC NOTICES	10-5411-3301-0000	\$841	\$984	\$984	0.00%	-
WORKERS COMP	10-5411-3405-0000	\$8	\$7,417	-	-100.00%	-\$7,417
RENTAL OFFICE EQPT	10-5411-3702-0000	\$55	-	-	-	-
CELL/PAGERS/RADIOS	10-5411-3703-0000	\$1,839	\$3,360	\$5,280	57.14%	\$1,920
DUES & MEMBERSHIPS	10-5411-3901-0000	\$9,682	\$16,598	\$16,598	0.00%	-
380 AGREEMENT	10-5411-3955-0000	\$2,250,000	-	-	-	-
Total Contractual Services		\$2,449,005	\$237,000	\$190,503	-19.62%	-\$46,497
Total Expenditures		\$2,494,606	\$298,620	\$253,228	-15.20%	-\$45,392

Personnel Summary

CITY COUNCIL			
	<i>FY24</i>	<i>FY25</i>	<i>FY26</i>
PART-TIME			
<i>Mayor</i>	0.5	0.5	0.5
<i>Mayor Pro Tem</i>	0.5	0.5	0.5
<i>Deputy Mayor Pro Tem</i>	0.5	0.5	0.5
<i>Council Member</i>	2	2	2
TOTAL PART-TIME	3.5	3.5	3.5
TOTAL FULL-TIME-EQUIVALENT (FTEs)	3.5	3.5	3.5

City Council



City Secretary

The City Secretary's office strives to provide quality service and information to the citizens, the City Council, and City staff, as well as maintaining official city records for historical preservation. This office is responsible for preparing Council agenda packets, recording Council meeting minutes, preparing and posting public notices, managing public information requests, and administering City elections.

Accomplishments in FY25



ENGAGEMENT & COLLABORATION

Objectives:

- 1.1 - Develop community programs that provide beneficial education about the City.**
 - Conducted a Mock Council Meeting (MyGov Day) with Murphy Middle School.



SUSTAINABLE OPERATIONS

Objectives:

- 5.5 - Build and maintain resilient financial practices and procedures.**
 - Administered City elections in full compliance with the City Charter and Texas Election Code.
 - Conducted Records Management Program in accordance with State laws.



TRANSPARENCY

Objectives:

- 6.1 - Increase public trust by openly sharing and making relevant information easily accessible.**
 - Prepared, published and posted meeting agenda 72 hours prior to public meetings in accordance with State laws.
 - Provided complete and accurate minutes of all meetings.
 - Responded to public information requests in accordance with the Texas Public Information Act.
 - Posted approved Ordinances and Resolution to City's website prior to quarterly codification of Code of Ordinances.

Performance Measures

Strategic Goal	Activities	FY 23/24 Actual	FY 24/25 Projected	FY25/26 Target
T, PTI	Council Meetings	30	24	31
T, PTI	Agenda Packets	30	24	31
T, PTI	Minutes	30	24	31
T, PTI	Public Information Requests	650	455	611
T, PTI	Ordinances	40	20	39
T, PTI	Resolutions	45	39	37
EC, CEP	Elections	1	2	0

Key Focus Area & Objective Key

Engagement & Collaboration - EC

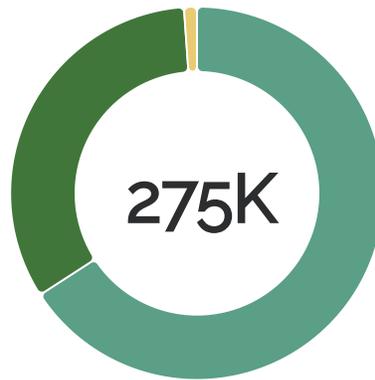
CEP - 1.1 Develop community programs that provide beneficial education about the City

Transparency - T

PTI - 6.1 Increase public trust by openly sharing and making easily accessible relevant info

Expenditures by Expense Type

FY26 Expenditures by Expense Type



Personnel Services	\$181,029	65.86%
Contractual Services	\$90,750	33.01%
Materials & Supplies	\$3,100	1.13%

Expenditures by Expense Type

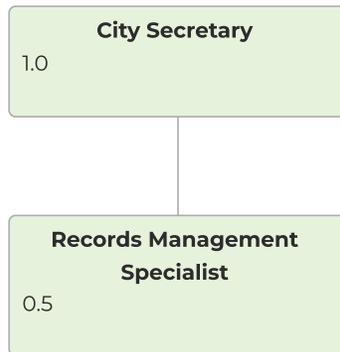
Category	Account ID	FY 2024 Actuals	FY 2025 Projected	FY 2026 Adopted	FY25 Projected vs. FY26 (% Change)	FY25 Projected vs. FY26 Budgeted (\$ Change)
Personnel Services						
SALARIES	10-5412-1001-0000	\$163,130	\$121,683	\$125,013	2.74%	\$3,330
LONGEVITY	10-5412-1006-0000	\$440	\$64	\$196	206.25%	\$132
PART TIME	10-5412-1007-0000	-	\$25,000	\$26,000	4.00%	\$1,000
TMRS	10-5412-1009-0000	\$23,187	\$17,975	\$19,127	6.41%	\$1,152
SOCIAL SECURITY	10-5412-1011-0000	\$2,271	\$3,677	\$3,802	3.40%	\$125
GROUP INSURANCE	10-5412-1012-0000	\$9,081	\$9,688	\$6,615	-31.72%	-\$3,073
WORKERS COMPENSATION PREMIUMS	10-5412-1014-0000	-	-	\$276	-	\$276
Total Personnel Services		\$198,109	\$178,087	\$181,029	1.65%	\$2,942
Materials & Supplies						
GENERAL OFFICE SUPPLIES	10-5412-2101-0000	\$869	\$9,862	\$3,000	-69.58%	-\$6,862
UNIFORMS	10-5412-2209-0000	-	\$100	\$100	0.00%	-
Total Materials & Supplies		\$869	\$9,962	\$3,100	-68.88%	-\$6,862
Contractual Services						
CONSULTANT SERVICES	10-5412-3102-0000	\$9,679	\$51,075	\$51,075	0.00%	-
RECORDING FEES	10-5412-3108-0000	-	\$25	\$25	0.00%	-

Category	Account ID	FY 2024 Actuals	FY 2025 Projected	FY 2026 Adopted	FY25 Projected vs. FY26 (% Change)	FY25 Projected vs. FY26 Budgeted (\$ Change)
POSTAGE & FREIGHT	10-5412-3202-0000	\$62	\$200	\$200	0.00%	-
TRAVEL AND TRAINING	10-5412-3203-0000	\$2,972	\$4,385	\$4,485	2.28%	\$100
ADVERTISING & NOTICES	10-5412-3301-0000	\$7,127	\$5,600	\$5,600	0.00%	-
WORKERS COMPENSATION	10-5412-3405-0000	\$189	\$1,500	-	-100.00%	-\$1,500
RENTAL OFFICE EQPT.	10-5412-3702-0000	\$50	-	-	-	-
CELL/PAGERS/RADIOS	10-5412-3703-0000	\$1,145	\$965	\$1,320	36.79%	\$355
DUES & MEMBERSHIPS	10-5412-3901-0000	\$201	\$545	\$545	0.00%	-
COST OF ELECTION	10-5412-3921-0000	\$1,778	\$25,000	\$25,000	0.00%	-
COUNCIL INCIDENTALS	10-5412-3940-0000	\$2,262	\$2,500	\$2,500	0.00%	-
Total Contractual Services		\$25,465	\$91,795	\$90,750	-1.14%	-\$1,045
Total Expenditures		\$224,444	\$279,844	\$274,879	-1.77%	-\$4,965

Personnel Summary

CITY SECRETARY				
		FY24	FY25	FY26
FULL TIME				
City Secretary		1	1	1
	TOTAL FULL TIME	1	1	1
PART-TIME				
Records Management Specialist		0	0.5	0.5
	TOTAL PART-TIME	0	0.5	0.5
TOTAL FULL-TIME-EQUIVALENT (FTEs)		1	1.5	1.5

City Secretary



Finance

The mission of the Finance Department is to develop and oversee the financial policies and procedures that effectively safeguard the City's assets.

The department is responsible for the annual budget process, financial analysis and reporting, including serving as the primary liaison with the independent auditors, investment management, and long-term debt requirements in consultation with the financial advisor and bond counsel.

The Finance Administration also provides general supervision and oversight of Accounting, Treasury, Utility Billing and Collection, and Municipal Court services.

Accomplishments in FY25



SUSTAINABLE OPERATIONS

Objectives:

5.1 - Invest in and maintain critical assets.

- The Vehicle Equipment Replacement Fund was established in October 2024.
- Implementation of Enterprise Vehicle Lease program, October 2024.

5.5 - Build and maintain resilient financial practices and procedures.

- Adoption of Comprehensive Financial Management Policy including expenditure management, reserves, fiscal management and debt, Jan 2025
- GTOT Investment Policy Certification Awarded, effective 2025-2027.
- Timely completion of FY2024 Audit with zero initiated audit entries. City Council approval in March 2025.
- Unclaimed Property timely filing, March 2025.
- Bank Reconciliations are completed timely by the 10th-15th of the subsequent month.
- The financial month-end closed on the 10th-15th of the subsequent month.



TRANSPARENCY

Objectives:

6.1 - Increase public trust by openly sharing and making relevant information easily accessible.

- Continuing Disclosure timely filing by HTS Continuing Disclosure Services, a division of Hilltop Securities, March 2025.

6.2 - Commit to fiscally responsible policies to guide decisions and protect assets.

- GFOA Certificate of Achievement for Excellence in Financial Reporting, 19 consecutive years through 9/30/23. FY24 Application has been submitted.

Performance Measures

Strategic Goal	Activities	FY 23/24 Actual	FY 24/25 Projected	FY25/26 Target
T, FRP	Years Receiving GFOA ACFR Award	20	21	22
SO, FPP	Years GTOT Investment Policy Certificate of Distinction (2 year approval)	1	2	3
T, FRP	Receive unmodified ("clean") opinion on financial statements presented in the City's Annual Comprehensive Financial Report (ACFR)	✓	✓	✓
SO, FPP	Maintain AA+ bond ratings (S&P)	✓	✓	✓
T, FRP	Adoption and/or review of City financial policies	✓	✓	✓
SO, CA	Percent of electronic payments	21%	37%	45%

Key Focus Area & Objective Key

Sustainable Operations - SO

CA = 5.1 Invest in and maintain critical assets

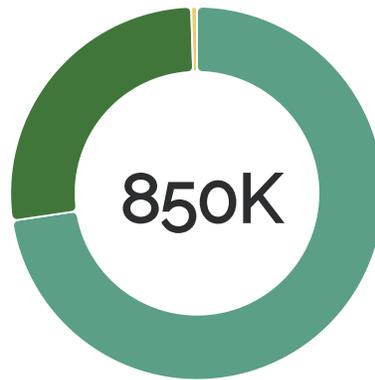
FPP = 5.5 Build and maintain resilient financial practices and procedures

Transparency - T

FRP = 6.2 Commit to fiscally responsible policies to guide decisions and protect assets

Expenditures by Expense Type

FY26 Expenditures by Expense Type



Personnel Services	\$617,344	72.65%
Contractual Services	\$228,172	26.85%
Materials & Supplies	\$4,250	0.50%

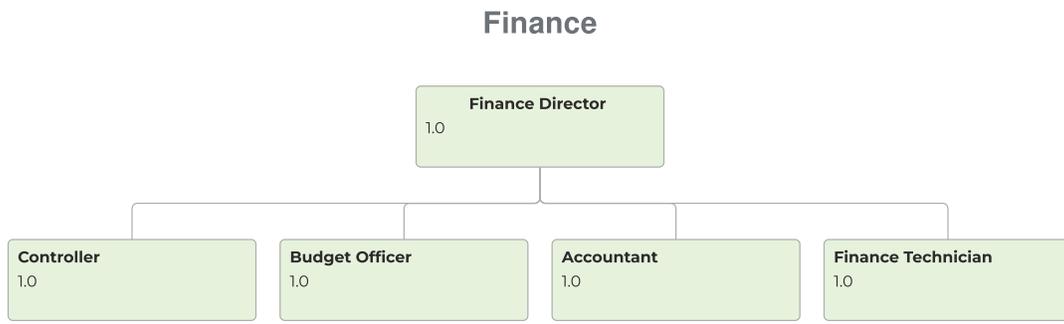
Expenditures by Expense Type

Category	Account ID	FY 2024 Actuals	FY 2025 Projected	FY 2026 Adopted	FY25 Projected vs. FY26 (% Change)	FY25 Projected vs. FY26 Budgeted (\$ Change)
Personnel Services						
SALARIES	10-5430-1001-0000	\$390,041	\$472,026	\$483,828	2.50%	\$11,802
OVERTIME	10-5430-1005-0000	\$305	\$3,000	\$3,000	0.00%	-
LONGEVITY	10-5430-1006-0000	\$288	\$308	\$952	209.09%	\$644
TMRS	10-5430-1009-0000	\$54,867	\$69,907	\$74,026	5.89%	\$4,119
SOCIAL SECURITY	10-5430-1011-0000	\$5,390	\$6,845	\$7,015	2.48%	\$170
GROUP INSURANCE	10-5430-1012-0000	\$30,353	\$41,867	\$47,603	13.70%	\$5,736
WORKERS COMPENSATION PREMIUMS	10-5430-1014-0000	-	-	\$920	-	\$920
Total Personnel Services		\$481,245	\$593,953	\$617,344	3.94%	\$23,391
Materials & Supplies						
GENERAL OFFICE SUPPLIES	10-5430-2101-0000	\$2,662	\$2,471	\$2,950	19.38%	\$479
OFFICE COPY SUPPLIES	10-5430-2103-0000	-	-	\$1,100	-	\$1,100
UNIFORMS	10-5430-2209-0000	-	\$125	\$200	60.00%	\$75
Total Materials & Supplies		\$2,662	\$2,596	\$4,250	63.71%	\$1,654
Contractual Services						
AUDITING AND ACCOUNTING	10-5430-3101-0000	\$63,551	\$68,555	\$79,000	15.24%	\$10,445

Category	Account ID	FY 2024 Actuals	FY 2025 Projected	FY 2026 Adopted	FY25 Projected vs. FY26 (% Change)	FY25 Projected vs. FY26 Budgeted (\$ Change)
CONSULTANT SERVICES	10-5430-3102-0000	\$47,116	\$47,398	\$44,500	-6.11%	-\$2,898
TAX APPRAISALS	10-5430-3109-0000	\$100,302	\$96,337	\$88,500	-8.13%	-\$7,837
BANK SERVICES CHARGES	10-5430-3115-0000	-\$419	\$500	\$500	0.00%	-
POSTAGE & FREIGHT	10-5430-3202-0000	\$1,677	\$1,500	\$1,500	0.00%	-
TRAVEL AND TRAINING	10-5430-3203-0000	\$1,414	\$3,514	\$4,200	19.52%	\$686
AD. AND PUBLIC NOTICES	10-5430-3301-0000	\$3,393	\$2,500	\$2,500	0.00%	-
PRINTING AND BINDING	10-5430-3302-0000	-	\$200	\$2,430	1,115.00%	\$2,230
WORKERS COMPENSATION	10-5430-3405-0000	\$490	-	-	-	-
Unemployment	10-5430-3407-0000	\$14,005	-	-	-	-
RENTAL OFFICE EQPT.	10-5430-3702-0000	\$1,648	-	-	-	-
CELL/PAGERS/RADIOS	10-5430-3703-0000	\$2,460	\$2,520	\$3,840	52.38%	\$1,320
DUES & MEMBERSHIP	10-5430-3901-0000	\$1,145	\$1,302	\$1,202	-7.68%	-\$100
Total Contractual Services		\$236,782	\$224,326	\$228,172	1.71%	\$3,846
Total Expenditures		\$720,689	\$820,874	\$849,765	3.52%	\$28,891

Personnel Summary

FINANCE			
	<u>EY24</u>	<u>EY25</u>	<u>EY26</u>
FULL TIME			
Director of Finance	1	1	1
Controller	1	1	1
Budget Officer	1	1	1
Accountant	0	1	1
Finance Technician	1	1	1
TOTAL FULL TIME	4	5	5
TOTAL FULL-TIME-EQUIVALENT (EFTs)	4	5	5



Fire & Rescue

The Murphy Fire Department is responsible for serving the community through fire and life safety prevention, planning, preparation, response, restoration, and review. Our mission is to look for ways to provide for a high quality of life for those living in or visiting the city.

This department provides fire, emergency medical system and emergency management services. Some incidents require resources greater than available in Murphy, so a reliance on neighboring communities is also planned. This additional aid is also reciprocated to those other communities as needed.

Whether the department is reviewing development plans for future commercial occupants or delivering life safety messages at an HOA meeting, the idea is to prevent occurrences that require emergency response. Those existing programs will be continued, and new programs will be sought out. Murphy Fire Rescue stands ready to serve.

Accomplishments in FY25



SAFETY

Objectives:

- 3.1 - Develop well-trained organizations.**
 - Partnered with 3FTL for mental health resilience.
- 3.2 - Pursue innovative solutions and model best practices.**
 - Upgrading our fire reporting technology to become more data-driven.
 - We implemented new video laryngoscopes to assist medics with advanced airways.
- 3.3 - Right-size public safety organizations to meet the needs of the community.**
 - The Fire Department promoted Perry Elliott to the rank of Fire Chief.
 - Promoted a Driver/Engineer to the position of Fire Marshal.
 - Implemented an Administrative Captain position.



SUSTAINABLE OPERATIONS

Objectives:

- 5.3 - Maintain a high-performing City team.**
 - Extended our wellness program to now also test for different fire-related cancers.
 - Implemented a supportive K-9 program.

Performance Measures

Strategic Goal	Activities	FY 23/24 Actual	FY 24/25 Projected	FY25/26 Target
S, NS	Fire-Rescue Calls	45	36	45
S, WTO	Rescue & Emergency Medical Services	1074	933	1000
S, ISBP	Hazardous Condition Calls (no fire)	38	44	50
S, NS	Service Calls	196	128	150
S, NS	Good Intent Calls	163	139	160
S, PSO	False Alarm & False Calls	155	108	110
S, WTO	Severe Weather & Natural Disaster Calls	0	1	2
S, ISBP	Special Incident Type Calls	4	3	5
S, ISBP	Fire-Rescue Inspections	264	211	375
S, ISBP	Investigations	13	9	14
SO, GR	Various Permits Issued	42	33	44

Key Focus Area & Objective Key

Safety - S

WTO = 3.1 Develop well-trained organizations

ISBP = 3.2 Pursue innovative solutions and model best practices

PSO = 3.3 Right-size public safety organizations to meet the needs of the community

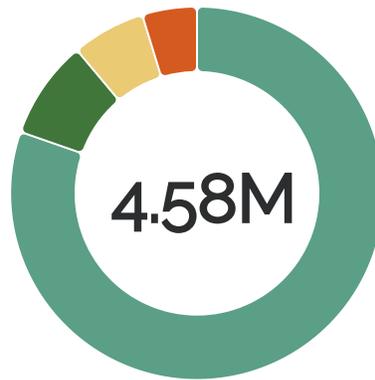
NS = 3.4 Improve neighborhood safety

Sustainable Operations - SO

GR = 5.4 Plan and manage growth and redevelopment

Expenditures by Expense Type

FY26 Expenditures by Expense Type



● Personnel Services	\$3,683,069	80.34%
● Contractual Services	\$392,169	8.55%
● Materials & Supplies	\$292,300	6.38%
● Capital Outlay	\$216,688	4.73%

Expenditures by Expense Type

Category	Account ID	FY 2024 Actuals	FY 2025 Projected	FY 2026 Adopted	FY25 Projected vs. FY26 (%) Change)	FY25 Projected vs. FY26 Budgeted (\$ Change)
Personnel Services						
SALARIES	10-5440-1001-0000	\$1,967,177	\$2,277,689	\$2,612,268	14.69%	\$334,579
OFFICER IN CHARGE	10-5440-1002-0000	\$34,945	\$35,000	\$35,000	0.00%	-
DRIVER	10-5440-1003-0000	\$66,900	\$58,996	\$60,000	1.70%	\$1,004
OVERTIME	10-5440-1005-0000	\$172,813	\$175,000	\$174,219	-0.45%	-\$781
LONGEVITY	10-5440-1006-0000	\$7,768	\$8,692	\$15,064	73.31%	\$6,372
TMRS	10-5440-1009-0000	\$318,569	\$337,326	\$394,323	16.90%	\$56,997
SOCIAL SECURITY	10-5440-1011-0000	\$30,804	\$36,342	\$37,370	2.83%	\$1,028
GROUP INSURANCE	10-5440-1012-0000	\$242,610	\$297,510	\$283,388	-4.75%	-\$14,122
WORKERS COMPENSATION PREMIUMS	10-5440-1014-0000	-	-	\$51,296	-	\$51,296
CERTIFICATIONS	10-5440-1016-0000	\$16,393	\$17,700	\$20,140	13.79%	\$2,440
AUTO ALLOWANCE	10-5440-1018-0000	\$8,264	-	-	-	-
Total Personnel Services		\$2,866,243	\$3,244,255	\$3,683,069	13.53%	\$438,814

Materials & Supplies



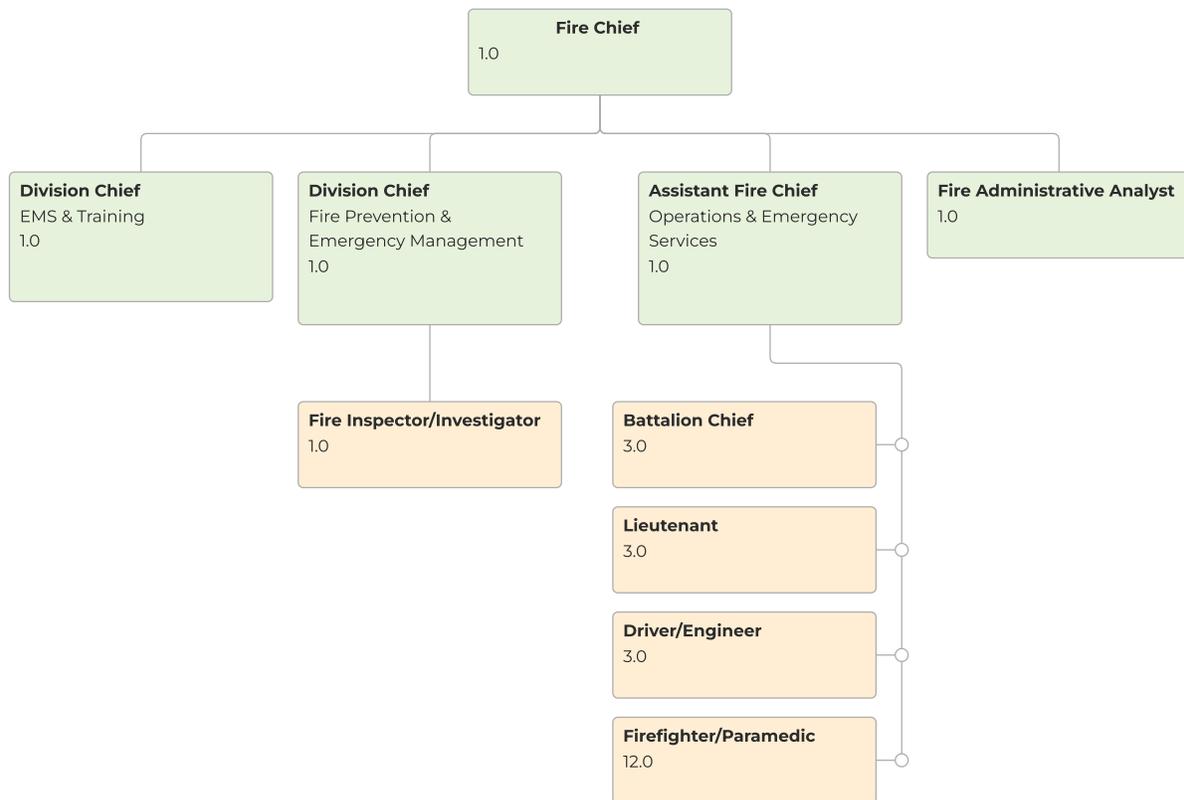
Category	Account ID	FY 2024 Actuals	FY 2025 Projected	FY 2026 Adopted	FY25 Projected vs. FY26 (% Change)	FY25 Projected vs. FY26 Budgeted (\$ Change)
GENERAL OFFICE SUPPLIES	10-5440-2101-0000	\$2,971	\$3,000	\$3,950	31.67%	\$950
MAGAZINES/MAPS/BOOKS	10-5440-2102-0000	\$2,043	\$2,600	\$2,600	0.00%	-
MOTOR VEHICLE FUEL	10-5440-2204-0000	\$25,435	\$22,030	\$26,000	18.02%	\$3,970
JANITORIAL SUPPLIES	10-5440-2205-0000	\$2,872	\$3,000	\$3,000	0.00%	-
UNIFORMS	10-5440-2209-0000	\$62,455	\$73,850	\$74,170	0.43%	\$320
LAUNDRY AND CLEANING	10-5440-2220-0000	\$14,055	\$16,000	\$17,500	9.38%	\$1,500
FIRE PREVENTION PROGRAM	10-5440-2240-0000	\$7,095	\$8,900	\$9,500	6.74%	\$600
BUILDINGS/GROUNDS SUP.	10-5440-2301-0000	\$2,522	\$3,200	\$3,200	0.00%	-
MOTOR VEHICLE SUPPLIES	10-5440-2312-0000	\$16,230	\$14,250	\$16,250	14.04%	\$2,000
FIRE FIGHTING EQPT.	10-5440-2315-0000	\$18,393	\$23,650	\$29,930	26.55%	\$6,280
MINOR TOOLS & EQPT.	10-5440-2401-0000	\$10,154	\$21,800	\$26,400	21.10%	\$4,600
FURNITURE & FIXTURE	10-5440-2402-0000	\$1,170	\$3,000	\$9,000	200.00%	\$6,000
COMMUNITY RELATIONS	10-5440-2501-0000	\$4,045	\$4,800	\$5,800	20.83%	\$1,000
EMPLOYEE RELATIONS	10-5440-2502-0000	\$8,413	\$12,500	\$14,000	12.00%	\$1,500
AMBULANCE SUPPLIES	10-5440-2601-0000	\$47,314	\$54,000	\$51,000	-5.56%	-\$3,000
Total Materials & Supplies		\$225,167	\$266,580	\$292,300	9.65%	\$25,720
Contractual Services						
CONSULTANT SERVICES	10-5440-3102-0000	\$42,720	\$40,720	\$42,720	4.91%	\$2,000
MED. SERVICES/PREEMPLOYNT	10-5440-3104-0000	\$14,808	\$33,000	\$33,000	0.00%	-
POSTAGE & FREIGHT	10-5440-3202-0000	\$84	\$800	\$800	0.00%	-
TRAVEL AND TRAINING	10-5440-3203-0000	\$41,963	\$38,100	\$43,500	14.17%	\$5,400
PRINTING AND BINDING	10-5440-3302-0000	\$742	\$850	\$850	0.00%	-
WORKERS COMPENSATION	10-5440-3405-0000	\$47,483	\$12,000	-	-100.00%	-\$12,000
ELECTRICITY	10-5440-3501-0000	\$58,093	\$64,136	\$65,000	1.35%	\$864
GAS	10-5440-3502-0000	\$9,373	\$11,316	\$12,379	9.39%	\$1,063

Category	Account ID	FY 2024 Actuals	FY 2025 Projected	FY 2026 Adopted	FY25 Projected vs. FY26 (% Change)	FY25 Projected vs. FY26 Budgeted (\$ Change)
BLDG/STRUCTURE IMPVTS.	10-5440-3601-0000	\$1,888	\$3,000	\$3,000	0.00%	-
MOTOR VEHICLE REPAIRS	10-5440-3604-0000	\$59,648	\$67,500	\$81,550	20.81%	\$14,050
RADIO & RADAR R & M	10-5440-3608-0000	\$15,840	\$27,240	\$36,940	35.61%	\$9,700
PUBLIC SAFETY EQPT. R & M	10-5440-3613-0000	\$16,459	\$23,900	\$29,400	23.01%	\$5,500
RENTAL OFFICE EQPT.	10-5440-3702-0000	\$718	-	-	-	-
CELL/PAGERS/RADIOS	10-5440-3703-0000	\$9,632	\$9,276	\$9,180	-1.03%	-\$96
DUES & MEMBERSHIP	10-5440-3901-0000	\$8,112	\$8,266	\$8,350	1.02%	\$84
EMERGENCY MANAGEMENT	10-5440-3918-0000	\$17,744	\$13,260	\$25,500	92.31%	\$12,240
Total Contractual Services		\$345,307	\$353,364	\$392,169	10.98%	\$38,805
Capital Outlay						
MOTOR VEHICLES	10-5440-4303-0000	-	\$82,435	-	-100.00%	-\$82,435
SPECIAL EQUIPMENT	10-5440-4305-0000	\$3,808	\$67,000	-	-100.00%	-\$67,000
TRANSFER TO VERF-FIRE	10-5440-9001-0000	-	-	\$216,688	-	\$216,688
Total Capital Outlay		\$3,808	\$149,435	\$216,688	45.00%	\$67,253
Total Expenditures		\$3,440,526	\$4,013,634	\$4,584,226	14.22%	\$570,592

Personnel Summary

FIRE & RESCUE			
	<u>FY24</u>	<u>FY25</u>	<u>FY26</u>
FULL TIME			
<i>Fire Chief</i>	1	1	1
<i>Assistant Fire Chief</i>	1	1	1
<i>Fire Marshal</i>	1	1	1
<i>Fire Inspector/Investigator</i>	0	0	1
<i>Division Chief of EMS and Training</i>	0	1	1
<i>Fire Captain (Mid year Reclass FY26 to Battalion Chief)</i>	3	3	3
<i>Fire Lieutenant</i>	0	0	3
<i>Driver Engineer/Paramedic</i>	3	3	3
<i>Firefighter/Paramedic</i>	15	15	12
<i>Fire Administrative Analyst (Reclass FY25)</i>	1	1	1
TOTAL FULL TIME	25	26	27
TOTAL FULL-TIME-EQUIVALENT (FTEs)	25	26	27

Fire Department with mid-year reclasses



Public Works

The Public Works Division staff are responsible for the maintenance and operation of the transportation system, which comprises signs & markings, signals (3.5)/pedestrian flashers (2), streets (106 miles), and sidewalks (159 miles) within the City of Murphy. Additional functions include responding to emergencies, weather-related events and minimizing hazardous roadway conditions for citizen and interdepartmental requests for service.

Accomplishments in FY25

Objectives:

5.2 - Maintain quality infrastructure systems.

- Promote Water Conservation Plan
- Submit Water Loss Audit Report
- Collect UCMR5 water samples
- Submit Water Use Survey
- Inventory all water line materials list



TRANSPARENCY

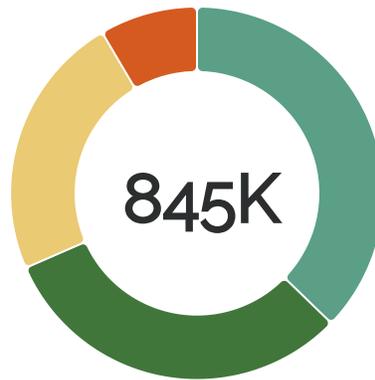
Objectives:

6.1 - Increase public trust by openly sharing and making relevant information easily accessible.

- Complete and distribute to all residents CCR24

Expenditures by Expense Type

FY26 Expenditures by Expense Type



● Capital Outlay	\$314,699	37.25%
● Contractual Services	\$263,738	31.21%
● Personnel Services	\$194,919	23.07%
● Materials & Supplies	\$71,575	8.47%

Expenditures by Expense Type

Category	Account ID	FY 2024 Actuals	FY 2025 Projected	FY 2026 Adopted	FY25 Projected vs. FY26 (% Change)	FY25 Projected vs. FY26 Budgeted (\$ Change)
Personnel Services						
SALARIES	10-5450-1001-0000	\$77,680	\$148,036	\$148,790	0.51%	\$754
OVERTIME	10-5450-1005-0000	-	\$675	\$1,000	48.15%	\$325
LONGEVITY	10-5450-1006-0000	-	-	\$161	-	\$161
TMRS	10-5450-1009-0000	\$11,340	\$21,924	\$22,765	3.84%	\$841
SOCIAL SECURITY	10-5450-1011-0000	\$1,109	\$2,147	\$2,157	0.47%	\$10
GROUP INSURANCE	10-5450-1012-0000	\$9,546	\$21,666	\$13,227	-38.95%	-\$8,439
WORKERS COMPENSATION PREMIUMS	10-5450-1014-0000	-	-	\$6,819	-	\$6,819
AUTO ALLOWANCE	10-5450-1018-0000	\$3,250	-	-	-	-
Total Personnel Services		\$102,925	\$194,448	\$194,919	0.24%	\$471
Materials & Supplies						
GENERAL OFFICE SUPPLIES	10-5450-2101-0000	-	\$700	\$800	14.29%	\$100
MOTOR VEHICLE FUEL	10-5450-2204-0000	-	\$5,460	\$5,460	0.00%	-
UNIFORMS	10-5450-2209-0000	-	\$400	\$400	0.00%	-

Category	Account ID	FY 2024 Actuals	FY 2025 Projected	FY 2026 Adopted	FY25 Projected vs. FY26 (% Change)	FY25 Projected vs. FY26 Budgeted (\$ Change)
SIGNS AND MARKERS	10-5450-2232-0000	\$8,414	\$12,200	\$12,200	0.00%	-
STREET AND BRIDGES SUP.	10-5450-2302-0000	\$15,176	\$15,425	\$15,425	0.00%	-
PAINT, LUMBER & HARDWARE	10-5450-2309-0000	\$478	\$500	\$500	0.00%	-
MOTOR VEHICLE SUPPLIES	10-5450-2312-0000	-	\$1,635	\$1,620	-0.92%	-\$15
SIGNAL SYSTEMS	10-5450-2314-0000	\$70,842	\$29,550	\$29,550	0.00%	-
MINOR TOOLS & EQPT.	10-5450-2401-0000	\$1,417	\$2,000	\$2,500	25.00%	\$500
COMPUTER HARD. & SOFT.	10-5450-2403-0000	\$2,569	\$3,120	\$3,120	0.00%	-
Total Materials & Supplies		\$98,896	\$70,990	\$71,575	0.82%	\$585
Contractual Services						
CONSULTANT SERVICES	10-5450-3102-0000	-	\$9,500	-	-100.00%	-\$9,500
ENGINEERING SERVICES	10-5450-3105-0000	\$95,159	\$50,000	\$60,000	20.00%	\$10,000
TRAVEL AND TRAINING	10-5450-3203-0000	-	\$1,500	\$3,000	100.00%	\$1,500
PRINTING AND BINDING	10-5450-3302-0000	\$295	\$500	\$500	0.00%	-
WORKERS COMPENSATION	10-5450-3405-0000	\$359	-	-	-	-
ELECTRICITY	10-5450-3501-0000	\$167,591	\$166,393	\$170,553	2.50%	\$4,160
RADIO & RADAR R & M	10-5450-3608-0000	\$13,068	\$11,029	\$12,029	9.07%	\$1,000
CELL/PAGERS/RADIOS	10-5450-3703-0000	\$680	\$420	\$1,080	157.14%	\$660
RENTAL MACHINERY & EQPT.	10-5450-3704-0000	\$3,703	\$6,500	\$6,500	0.00%	-
LEASES	10-5450-3715-0000	\$4,837	\$5,200	\$5,720	10.00%	\$520
DUES & MEMBERSHIP	10-5450-3901-0000	\$7,507	\$4,356	\$4,356	0.00%	-
Total Contractual Services		\$293,199	\$255,398	\$263,738	3.27%	\$8,340
Capital Outlay						
STREET IMPROVEMENTS	10-5450-4205-0000	-	-	\$300,000	-	\$300,000
LAND WATERLINE LOOPS	10-5450-4500-0000	\$345,085	\$12,000	-	-100.00%	-\$12,000
TRANSFER TO VERF-PUBLWORKS	10-5450-9001-0000	-	-	\$14,699	-	\$14,699
Total Capital Outlay		\$345,085	\$12,000	\$314,699	2,522.49%	\$302,699
Total Expenditures		\$840,105	\$532,836	\$844,931	58.57%	\$312,095

Personnel Summary

PUBLIC WORKS			
	<u>FY24</u>	<u>FY25</u>	<u>FY26</u>
FULL TIME			
Engineering and CIP Manager	1	1	1
Construction Inspector*	0	0.5	0.5
TOTAL FULL TIME	1	1.5	1.5
TOTAL FULL-TIME-EQUIVALENT (FTEs)	1	1.5	1.5

**Position funded 50% from General Fund and 50% from Utility Fund*

Public Works



Facilities

The Facilities Department comprises five employees where the Facilities Superintendent is responsible for the maintenance and repairs of all City Facilities, budget, maintenance program, oversees contractors/jobs, supervision of maintenance tech and custodians, and assists the Public Services Director as needed.

The two maintenance tech positions are responsible for the maintenance and repairs of all City Facilities, consisting of seven public buildings, two elevated storage tanks, the 911 Communication building, Windy Hill Farms lift station, and North Star pump station. Responsibilities include, but are not limited to, regular maintenance, repairs, state inspections, contract maintenance/repairs, staff work orders, setting up and take down for meetings, elections etc.

There are two custodian employees who are responsible for cleaning six city facilities (105,370 sq. ft.), including City Hall, Fire Rescue, Activity Center, Community Center, Police/Courts and the Public Works buildings.

Accomplishments in FY25



SUSTAINABLE OPERATIONS

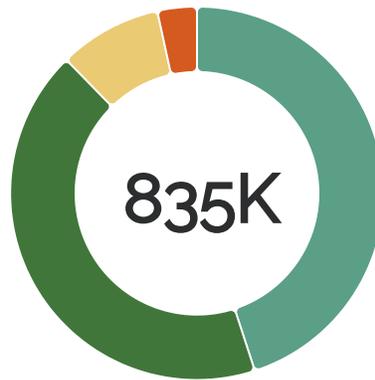
Objectives:

5.1 - Invest in and maintain critical assets.

- Cleaning of grease, sand/oil traps at fire and car wash pits at Public Works.
- AC duct cleaning at Public Works.
- Carpet and flooring replacement on the 1st floor of City Hall.
- Remodel of library at MCC.
- Interior painting and wallpaper removal at Public Works.
- Remodel of workroom at MCC.
- Replacement overhead door opener at Public Works.
- Installation of cubicle office divider at the police reception office.
- Installation of cubicles on the 2nd floor of City Hall.
- Remodel of Gentry room at MCC.

Expenditures by Expense Type

FY26 Expenditures by Expense Type



● Personnel Services	\$375,503	44.98%
● Contractual Services	\$356,340	42.69%
● Materials & Supplies	\$74,350	8.91%
● Capital Outlay	\$28,539	3.42%

Expenditures by Expense Type

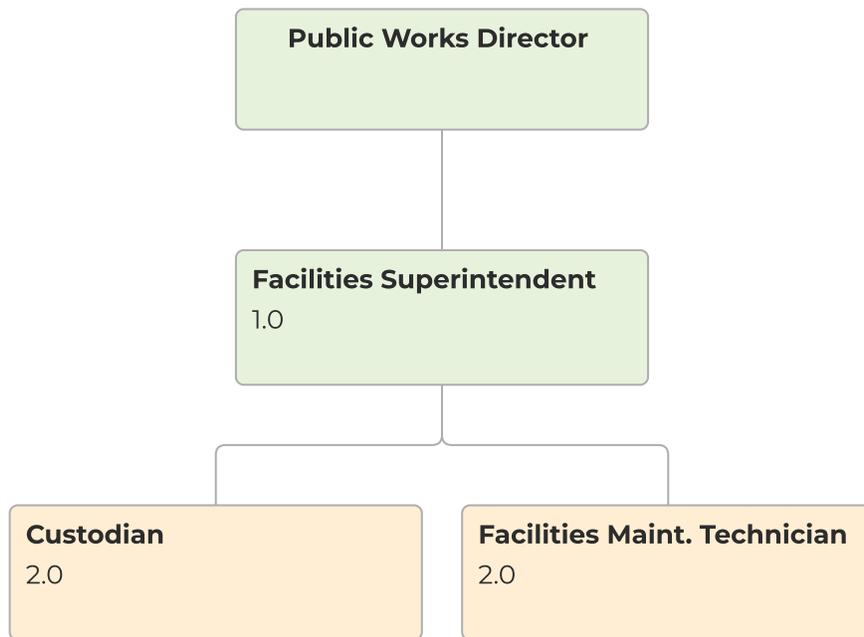
Category	Account ID	FY 2024 Actuals	FY 2025 Projected	FY 2026 Adopted	FY25 Projected vs. FY26 (% Change)	FY25 Projected vs. FY26 Budgeted (\$ Change)
Personnel Services						
SALARIES	10-5451-1001-0000	\$244,584	\$295,419	\$272,882	-7.63%	-\$22,537
OVERTIME	10-5451-1005-0000	\$2,404	\$3,500	\$3,500	0.00%	-
LONGEVITY	10-5451-1006-0000	\$948	\$572	\$1,407	145.98%	\$835
TMRS	10-5451-1009-0000	\$34,715	\$39,264	\$41,751	6.33%	\$2,487
SOCIAL SECURITY	10-5451-1011-0000	\$3,437	\$3,844	\$3,957	2.94%	\$113
GROUP INSURANCE	10-5451-1012-0000	\$29,363	\$41,319	\$38,762	-6.19%	-\$2,557
WORKERS COMPENSATION PREMIUMS	10-5451-1014-0000	-	-	\$12,345	-	\$12,345
CERTIFICATIONS	10-5451-1016-0000	-	\$900	\$900	0.00%	-
Total Personnel Services		\$315,451	\$384,818	\$375,503	-2.42%	-\$9,315
Materials & Supplies						
GENERAL OFFICE SUPPLIES	10-5451-2101-0000	\$389	\$450	\$450	0.00%	-
MOTOR VEHICLE FUEL	10-5451-2204-0000	\$8,968	\$3,800	\$5,000	31.58%	\$1,200
JANITORIAL SUPPLIES	10-5451-2205-0000	\$12,442	\$11,000	\$13,500	22.73%	\$2,500

Category	Account ID	FY 2024 Actuals	FY 2025 Projected	FY 2026 Adopted	FY25 Projected vs. FY26 (% Change)	FY25 Projected vs. FY26 Budgeted (\$ Change)
UNIFORMS	10-5451-2209-0000	\$1,366	\$1,200	\$1,200	0.00%	-
BLDGS & GROUNDS SUPPLIES	10-5451-2301-0000	\$34,743	\$46,000	\$51,000	10.87%	\$5,000
MOTOR VEHICLE SUPPLIES	10-5451-2312-0000	\$173	\$1,500	\$1,500	0.00%	-
MINOR TOOLS	10-5451-2401-0000	\$676	\$700	\$700	0.00%	-
SAFETY EQUIPMENT	10-5451-2441-0000	\$809	\$1,000	\$1,000	0.00%	-
Total Materials & Supplies		\$59,567	\$65,650	\$74,350	13.25%	\$8,700
Contractual Services						
POSTAGE & FREIGHT	10-5451-3202-0000	-	\$50	\$100	100.00%	\$50
TRAVEL AND TRAINING	10-5451-3203-0000	\$6,879	\$7,000	\$7,000	0.00%	-
WORKERS COMP	10-5451-3405-0000	\$4,997	\$7,500	-	-100.00%	-\$7,500
ELECTRICITY	10-5451-3501-0000	\$61,861	\$68,000	\$70,000	2.94%	\$2,000
GAS	10-5451-3502-0000	\$3,566	\$4,500	\$4,515	0.33%	\$15
BUILDING & GROUNDS MAINT	10-5451-3601-0000	\$267,889	\$270,374	\$265,620	-1.76%	-\$4,754
MOTOR VEHICLE REPAIRS	10-5451-3604-0000	\$2,732	\$2,870	\$2,960	3.14%	\$90
CELL/PAGERS/RADIOS	10-5451-3703-0000	\$1,538	\$1,525	\$2,645	73.44%	\$1,120
JANITORIAL SERVICES	10-5451-3904-0000	-	\$3,500	\$3,500	0.00%	-
Total Contractual Services		\$349,463	\$365,319	\$356,340	-2.46%	-\$8,979
Capital Outlay						
BLDGS, FIX & GROUNDS	10-5451-4201-0000	-	\$111,000	-	-100.00%	-\$111,000
TRANSFER TO VERF-FACILITIES	10-5451-9001-0000	-	-	\$28,539	-	\$28,539
Total Capital Outlay		-	\$111,000	\$28,539	-74.29%	-\$82,461
Total Expenditures		\$724,481	\$926,787	\$834,732	-9.93%	-\$92,055

Personnel Summary

FACILITIES			
	EY24	EY25	EY26
FULL TIME			
<i>Facilities Superintendent</i>	1	1	1
<i>Custodian</i>	2	2	2
<i>Facilities Maintenance Technician</i>	2	2	2
TOTAL FULL TIME	5	5	5
TOTAL FULL-TIME-EQUIVALENT (FTEs)	5	5	5

Facilities



Community Development

The Community Development Department enhances quality of life by managing the City's Comprehensive Plan and economic development programs. Its divisions—Planning & Zoning, Building Inspections, Code Compliance, and Health—handle zoning, development plans, building inspections, property nuisance checks, and health inspections for food establishments, pools, and day cares. The Department also supports four City Council-appointed boards: Planning & Zoning Commission, Zoning Board of Adjustment, Murphy MDD, and MCDC.

Accomplishments in FY25



COMMUNITY CHARACTER

Objectives:

4.1 - Refresh the City brand.

- "The Corridor" social media marketing efforts have resumed with a more regular pace, with a goal of at least two posts a week on social media platforms.



SUSTAINABLE OPERATIONS

Objectives:

5.4 - Plan and manage growth and redevelopment.

- The department managed the final entitlements of a major grocer, H-E-B, with the approval of its Site Plan and Civil Plans and negotiating major aspects of the final design of the site. Construction of the site is well underway, and the department is still very involved with the project.
- The department managed the Site Plan for an additional three tenant spaces totaling 60,000 square feet in Murphy Marketplace. Construction is expected to begin in late 2025.
- Adopted new Concept and Site Plan review standards, revising a major section of code untouched since 2004.
- The department along with the City Manager's office worked with City Council to combine the two economic development boards (MDD & MCDC) into one appointed body, thus creating a more unified approach to community and economic development efforts.
- The department has performed the behind the scenes work to begin the Master Plan development process. A work session was held with stakeholders in November of 2024, which led to the development of an RFQ and the selection of a consultant to lead the process. The creation of the plan will mostly occur in FY26.



TRANSPARENCY

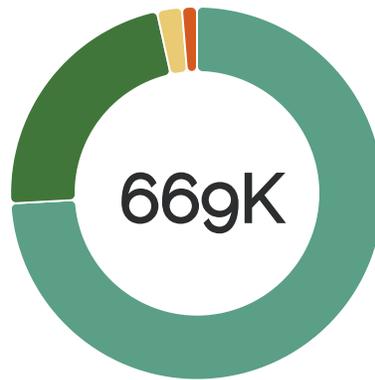
Objectives:

6.1 - Increase public trust by openly sharing and making relevant information easily accessible.

- Adopted a new requirement for Public Notice signs for certain zoning cases, increasing transparency to the community and residents adjacent to developments.
- Developed a precise Development Review Calendar for the public that provides an easy-to-understand and accountable entitlement process.

Expenditures by Expense Type

FY26 Expenditures by Expense Type



Personnel Services	\$496,201	74.13%
Contractual Services	\$150,005	22.41%
Capital Outlay	\$14,490	2.16%
Materials & Supplies	\$8,625	1.29%

Expenditures by Expense Type

Category	Account ID	FY 2024 Actuals	FY 2025 Projected	FY 2026 Adopted	FY25 Projected vs. FY26 (% Change)	FY25 Projected vs. FY26 Budgeted (\$ Change)
Personnel Services						
SALARIES	10-5455-1001-0000	\$417,352	\$375,717	\$388,249	3.34%	\$12,532
OVERTIME	10-5455-1005-0000	\$1,165	\$4,000	\$4,500	12.50%	\$500
LONGEVITY	10-5455-1006-0000	\$1,088	\$524	\$1,022	95.04%	\$498
TMRS	10-5455-1009-0000	\$59,057	\$55,644	\$59,402	6.75%	\$3,758
SOCIAL SECURITY	10-5455-1011-0000	\$5,731	\$5,448	\$5,630	3.34%	\$182
GROUP INSURANCE	10-5455-1012-0000	\$42,284	\$36,251	\$36,250	0.00%	-\$1
WORKERS COMPENSATION PREMIUMS	10-5455-1014-0000	-	-	\$1,148	-	\$1,148
Total Personnel Services		\$526,677	\$477,584	\$496,201	3.90%	\$18,617
Materials & Supplies						
GENERAL OFFICE SUPPLIES	10-5455-2101-0000	\$2,555	\$2,700	\$2,700	0.00%	-
MAGAZINES/MAPS/BOOKS	10-5455-2102-0000	\$190	\$300	\$300	0.00%	-
DATA PROCESSING SUPPLIES	10-5455-2104-0000	-	\$500	\$500	0.00%	-
MOTOR VEHICLE FUEL	10-5455-2204-0000	\$3,361	\$2,997	\$3,300	10.11%	\$303

Category	Account ID	FY 2024 Actuals	FY 2025 Projected	FY 2026 Adopted	FY25 Projected vs. FY26 (% Change)	FY25 Projected vs. FY26 Budgeted (\$ Change)
UNIFORMS	10-5455-2209-0000	\$433	\$550	\$625	13.64%	\$75
MOTOR VEHICLE SUPPLIES	10-5455-2312-0000	\$143	\$300	\$800	166.67%	\$500
MINOR TOOLS & EQPT.	10-5455-2401-0000	\$230	\$400	\$400	0.00%	-
Total Materials & Supplies		\$6,912	\$7,747	\$8,625	11.33%	\$878
Contractual Services						
CONSULTANT SERVICES	10-5455-3102-0000	-	\$50,000	\$25,000	-50.00%	-\$25,000
ENGINEERING SERVICES	10-5455-3105-0000	\$35,316	\$55,000	\$40,000	-27.27%	-\$15,000
RECORDING FEES	10-5455-3108-0000	-	-	\$250	-	\$250
INSPECTION FEES	10-5455-3110-0000	\$2,231	\$6,000	\$12,500	108.33%	\$6,500
HEALTH INSPECTION FEES	10-5455-3113-0000	\$29,575	\$38,000	\$38,000	0.00%	-
PERMITS & FEES	10-5455-3117-0000	\$231	\$54	\$110	103.70%	\$56
CONTRACT LABOR	10-5455-3199-0000	\$24,569	-	\$5,000	-	\$5,000
POSTAGE & FREIGHT	10-5455-3202-0000	\$562	\$600	\$650	8.33%	\$50
TRAVEL AND TRAINING	10-5455-3203-0000	\$13,570	\$11,650	\$9,350	-19.74%	-\$2,300
AD. AND PUBLIC NOTICES	10-5455-3301-0000	\$4,437	\$5,500	\$6,000	9.09%	\$500
PRINTING AND BINDING	10-5455-3302-0000	\$395	\$1,100	\$1,100	0.00%	-
WORKERS COMPENSATION	10-5455-3405-0000	\$948	\$6,000	-	-100.00%	-\$6,000
MOTOR VEHICLE REPAIRS	10-5455-3604-0000	\$629	\$5,270	\$5,360	1.71%	\$90
RENTAL OFFICE EQPT.	10-5455-3702-0000	\$742	-	-	-	-
CELL/PAGERS/RADIOS	10-5455-3703-0000	\$4,127	\$3,360	\$3,480	3.57%	\$120
DUES & MEMBERSHIP	10-5455-3901-0000	\$2,638	\$3,620	\$3,205	-11.46%	-\$415
Total Contractual Services		\$119,970	\$186,154	\$150,005	-19.42%	-\$36,149
Capital Outlay						
MOTOR VEHICLES	10-5455-4303-0000	\$37,691	-	-	-	-
TRANSFER TO VERF-COMMDEV	10-5455-9001-0000	-	-	\$14,490	-	\$14,490
Total Capital Outlay		\$37,691	-	\$14,490	-	\$14,490
Total Expenditures		\$691,250	\$671,485	\$669,321	-0.32%	-\$2,164

Personnel Summary

COMMUNITY & ECONOMIC DEVELOPMENT			
	FY24	FY25	FY26
FULL TIME			
Director of Community and Economic Development	1	1	1
Building Official	1	1	1
Planning Administrator	1	1	1
Code Compliance Coordinator	1	1	1
TOTAL FULL TIME	4	4	4
TOTAL FULL-TIME-EQUIVALENT (FTEs)	4	4	4

Community Development



Police

The Murphy Police Department delivers professional, responsive police services with excellent customer service. It ensures safety through high-visibility patrols, 24/7 dispatch for emergency and non-emergency calls, rapid officer response, and detective follow-ups. School Resource Officers and Crossing Guards enhance school safety, while programs like Citizens on Patrol, Police Explorers, and Youth Citizen Police Academy foster community engagement.

Accomplishments in FY25



ENGAGEMENT & COLLABORATION

Objectives:

- 1.3 - Create and maintain high-quality community programming.**
 - Celebration of the anniversary of the Police Department (50years).



SAFETY

Objectives:

- 3.1 - Develop well-trained organizations.**
 - Sgt attended the Institute for Law Enforcement Administration, School of Police Supervision.
 - (3) Instructors certified as CPR instructors
 - All sworn personnel trained in Active Shooter Response
- 3.2 - Pursue innovative solutions and model best practices.**
 - Implementation of the Drone, UAS program
 - Body Camera/In-Car camera upgrade
 - Full implementation of Lexipol-Policy/Procedure Manual, providing the most current and robust best practice polices and procedures
 - Weapons integration, adding optics to a weapon platform
 - Full implementation of low bearing/outer ballistic vest
 - Implementation of Flock Camera System, a tool used by CID for offender apprehension. This was purchased through a grant.
- 3.3 - Right-size public safety organizations to meet the needs of the community.**
 - Corporal Promotions and implementation
 - Rotational Investigator position created, responsible for Community Relations, Courts, and Criminal Investigations



SUSTAINABLE OPERATIONS

Objectives:

- 5.1 - Invest in and maintain critical assets.**
 - Updated communications with new state-of-the-art monitors
 - Golf Cart replacement, necessary for city-sponsored events
 - Enterprise Fleet Management

Performance Measures

Strategic Goal	Activities	FY 23/24 Actual	FY 24/25 Projected	FY25/26 Target
S, NS	Total Calls for Service	19,307	33,597	27,557
S, WTO	Response time to Priority 1 Calls	4 min 21 sec	4 min 31 sec	4 min 41 sec
S, WTO	Response time to Priority 2 Calls	6 min 41 sec	6 min 23 sec	6 min 6 sec
S, NS	Total Community Policing Activities	6,735	8,042	8,548
S, ISBP	Criminal Investigation Division Cases	652	613	700
S, ISBP	CID Cases filed with District Attorney	98	101	100
S, WTO	Total Training Hours	2,963	3,389	3,000
S, PSO	9-1-1 Calls	4,764	5,006	4,838
S, NS	Murphy Police - Total Calls for Service	19,580	23,123	22,831
S, NS	Parker Police - Total Calls for Service	8,494	8,740	8,827
S, NS	Fire - Total Calls for Service	1,783	1,457	1,411
S, NS	Administrative Calls (non-emergency)	23,227	20,918	17,775

Key Focus Area & Objective Key

Safety - S

WTO = 3.1 Develop well-trained organizations

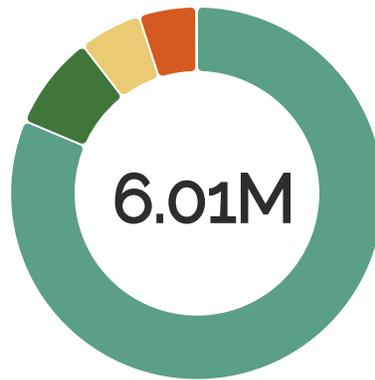
ISBP = 3.2 Pursue innovative solutions and model best practices

PSO = 3.3 Right-size public safety organizations to meet the needs of the community

NS = 3.4 Improve neighborhood safety

Expenditures by Expense Type

FY26 Expenditures by Expense Type



Personnel Services	\$4,891,958	81.33%
Contractual Services	\$493,418	8.20%
Capital Outlay	\$325,942	5.42%
Materials & Supplies	\$299,741	4.98%
Transfers	\$3,600	0.06%

Expenditures by Expense Type

Category	Account ID	FY 2024 Actuals	FY 2025 Projected	FY 2026 Adopted	FY25 Projected vs. FY26 (% Change)	FY25 Projected vs. FY26 Budgeted (\$ Change)
Personnel Services						
SALARIES	10-5460-1001-0000	\$2,544,737	\$3,102,426	\$3,417,291	10.15%	\$314,865
OFFICER IN CHARGE	10-5460-1002-0000	\$101,778	\$1,106	-	-100.00%	-\$1,106
OVERTIME	10-5460-1005-0000	\$342,148	\$391,000	\$325,000	-16.88%	-\$66,000
LONGEVITY	10-5460-1006-0000	\$9,756	\$8,760	\$18,543	111.68%	\$9,783
PART TIME	10-5460-1007-0000	\$42,488	\$71,047	\$91,332	28.55%	\$20,285
TMRS	10-5460-1009-0000	\$429,438	\$469,176	\$513,620	9.47%	\$44,444
SOCIAL SECURITY	10-5460-1011-0000	\$45,035	\$52,670	\$54,015	2.55%	\$1,345
GROUP INSURANCE	10-5460-1012-0000	\$280,233	\$406,194	\$361,782	-10.93%	-\$44,412
WORKERS COMPENSATION PREMIUMS	10-5460-1014-0000	-	-	\$66,874	-	\$66,874
CERTIFICATIONS & EDUCATION	10-5460-1016-0000	\$58,700	\$47,630	\$43,500	-8.67%	-\$4,130
AUTO ALLOWANCE	10-5460-1018-0000	\$7,775	-	-	-	-
Total Personnel Services		\$3,862,087	\$4,550,008	\$4,891,958	7.52%	\$341,950

Materials & Supplies



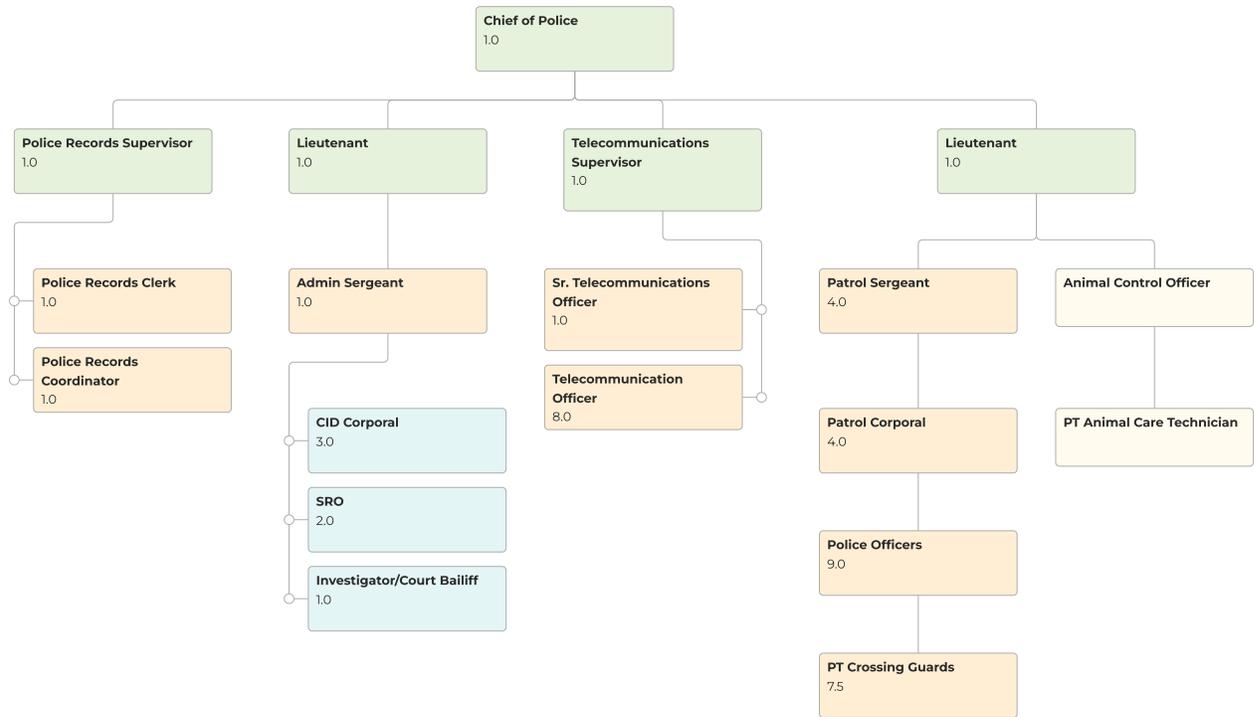
Category	Account ID	FY 2024 Actuals	FY 2025 Projected	FY 2026 Adopted	FY25 Projected vs. FY26 (% Change)	FY25 Projected vs. FY26 Budgeted (\$ Change)
GENERAL OFFICE SUPPLIES	10-5460-2101-0000	\$4,915	\$6,000	\$6,500	8.33%	\$500
MAGAZINES/MAPS/BOOKS	10-5460-2102-0000	\$108	\$3,000	\$3,000	0.00%	-
DATA PROCESSING SUPPLIES	10-5460-2104-0000	\$1,814	\$2,009	\$2,000	-0.45%	-\$9
SOFTWARE SUBSCRIPTIONS	10-5460-2106-0000	-	\$43,344	\$64,300	48.35%	\$20,956
MEDICAL SUPPLIES	10-5460-2203-0000	\$2,854	\$3,341	\$4,341	29.93%	\$1,000
MOTOR VEHICLE FUEL	10-5460-2204-0000	\$56,220	\$55,932	\$57,000	1.91%	\$1,068
UNIFORMS	10-5460-2209-0000	\$21,444	\$33,741	\$40,250	19.29%	\$6,509
DRY CLEANING	10-5460-2220-0000	\$4,146	\$7,100	\$7,500	5.63%	\$400
AMMUNITION	10-5460-2221-0000	\$14,356	\$25,133	\$33,350	32.69%	\$8,217
MOTOR VEHICLE SUPPLIES	10-5460-2312-0000	\$9,039	\$25,983	\$26,000	0.07%	\$17
MINOR TOOLS & EQPT.	10-5460-2401-0000	\$27,961	\$12,000	\$14,500	20.83%	\$2,500
COMPUTER HARD. & SOFT.	10-5460-2403-0000	\$1,010	\$1,500	\$1,500	0.00%	-
FURNITURE AND FIXTURE	10-5460-2404-0000	-	-	\$10,000	-	\$10,000
SAFETY EQUIPMENT	10-5460-2441-0000	\$6,700	-	\$15,000	-	\$15,000
COMMUNITY RELATIONS	10-5460-2501-0000	-	-	\$14,500	-	\$14,500
Total Materials & Supplies		\$150,567	\$219,083	\$299,741	36.82%	\$80,658
Contractual Services						
CONSULTANT SERVICES	10-5460-3102-0000	\$3,520	\$5,000	\$7,500	50.00%	\$2,500
MED. SERVICES/PREEMPLOYNT	10-5460-3104-0000	\$19,915	\$17,100	\$25,000	46.20%	\$7,900
DATA PROCESSING	10-5460-3106-0000	-	\$1,200	-	-100.00%	-\$1,200
CONTRACT LABOR	10-5460-3199-0000	\$14,771	-	-	-	-
POSTAGE & FREIGHT	10-5460-3202-0000	\$1,757	\$1,950	\$1,950	0.00%	-
TRAVEL AND TRAINING	10-5460-3203-0000	\$40,166	\$50,000	\$53,000	6.00%	\$3,000
POLICE EXPLORER	10-5460-3220-0000	\$902	\$1,000	\$2,000	100.00%	\$1,000
PRINTING AND REPRODUCTION	10-5460-3302-0000	\$2,211	\$4,259	\$4,500	5.66%	\$241

Category	Account ID	FY 2024 Actuals	FY 2025 Projected	FY 2026 Adopted	FY25 Projected vs. FY26 (% Change)	FY25 Projected vs. FY26 Budgeted (\$ Change)
WORKERS COMPENSATION	10-5460-3405-0000	\$43,228	-\$18,500	-	-100.00%	\$18,500
EMPLOYEE REWARDS & REC	10-5460-3409-0000	\$5,200	\$7,000	\$8,000	14.29%	\$1,000
ELECTRICITY	10-5460-3501-0000	\$51,454	\$56,789	\$61,000	7.42%	\$4,211
GAS	10-5460-3502-0000	\$8,104	\$9,529	\$10,767	12.99%	\$1,238
BLDG/STRUCTURE IMPVTS.	10-5460-3601-0000	\$550	\$1,810	\$1,810	0.00%	-
MOTOR VEHICLE REPAIRS	10-5460-3604-0000	\$38,116	\$36,701	\$51,912	41.45%	\$15,211
RADIO & RADAR R & M	10-5460-3608-0000	\$157,640	\$159,432	\$165,979	4.11%	\$6,547
RENTAL OFFICE EQPT.	10-5460-3702-0000	\$1,902	-	-	-	-
CELL/PAGERS/RADIOS	10-5460-3703-0000	\$18,267	\$9,744	\$19,200	97.04%	\$9,456
OTHER RENTAL	10-5460-3710-0000	\$300	\$300	\$300	0.00%	-
JAIL CONTRACT	10-5460-3804-0000	\$16,125	\$25,000	\$25,000	0.00%	-
DUES & MEMBERSHIP	10-5460-3901-0000	\$3,041	\$4,865	\$5,000	2.77%	\$135
COMMUNITY RELATIONS	10-5460-3905-0000	\$4,218	\$11,000	-	-100.00%	-\$11,000
SPECIAL INVESTIGATIONS	10-5460-3913-0000	\$42,355	\$45,907	\$46,000	0.20%	\$93
COMMUNICATIONS	10-5460-3950-0000	\$3,444	\$4,500	\$4,500	0.00%	-
Total Contractual Services		\$477,187	\$434,585	\$493,418	13.54%	\$58,833
Capital Outlay						
MOTOR VEHICLES	10-5460-4303-0000	\$348,637	\$9,313	-	-100.00%	-\$9,313
MOBILE EQUIPMENT	10-5460-4304-0000	-	\$201,047	-	-100.00%	-\$201,047
RADIO & RADAR EQPT.	10-5460-4307-0000	\$430,858	-	-	-	-
TRANSFER TO VERF-POLICE	10-5460-9001-0000	-	-	\$325,942	-	\$325,942
Total Capital Outlay		\$779,495	\$210,360	\$325,942	54.94%	\$115,582
Transfers						
TRANSFER TO OTHER FUNDS	10-5460-9000-0000	-	\$3,600	\$3,600	0.00%	-
Total Transfers		-	\$3,600	\$3,600	0.00%	-
Total Expenditures		\$5,269,335	\$5,417,636	\$6,014,659	11.02%	\$597,023

Personnel Summary

POLICE			
	FY24	FY25	FY26
FULL TIME			
Chief of Police	1	1	1
Lieutenant	2	2	2
Administrative Sergeant	0	0	1
Patrol Sergeant	4	4	4
Patrol Corporal	0	4	4
CID Corporal (Detective)	0	3	3
Police Officers	16	9	9
Investigator/Court Bailiff	0	1	1
School Resource Officer	1	2	2
Telecommunications Supervisor	1	1	1
Senior Telecommunications Officer	1	1	1
Telecommunications Officer	7	8	8
Police Records Supervisor	1	1	1
Police Records Clerk	1	1	1
Police Records Coordinator	0	1	1
TOTAL FULL TIME	35	39	40
PART-TIME			
School Crossing Guard	7.5	7.5	7.5
TOTAL PART-TIME	7.5	7.5	7.5
TOTAL FULL-TIME-EQUIVALENT (FTEs)	42.5	46.5	47.5

Police



Animal Control

Animal Control, a division of the Police Department, responds to domestic animal, wildlife, and livestock issues that arise throughout the City. Their duties include rabies awareness, investigating animal bites, lost pets, animals at large, adoptions, and housing/caring for stray animals. The Animal Control division relies on funding from the General Fund in order to cover its operating costs, except for donations. Donations received are recorded in the Animal Shelter Fund, and are used to purchase items for the Animal Control division. Any expenditures made with donated funds are recorded in the Animal Shelter Fund.

Accomplishments in FY25



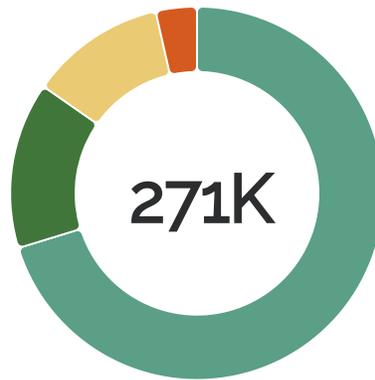
ENGAGEMENT & COLLABORATION

Objectives:

- 1.2 - Enhance community partnerships.**
 - Increased volunteer involvement with Animal Control

Expenditures by Expense Type

FY26 Expenditures by Expense Type



Personnel Services	\$190,220	70.27%
Contractual Services	\$39,018	14.41%
Materials & Supplies	\$31,836	11.76%
Capital Outlay	\$9,639	3.56%

Expenditures by Expense Type

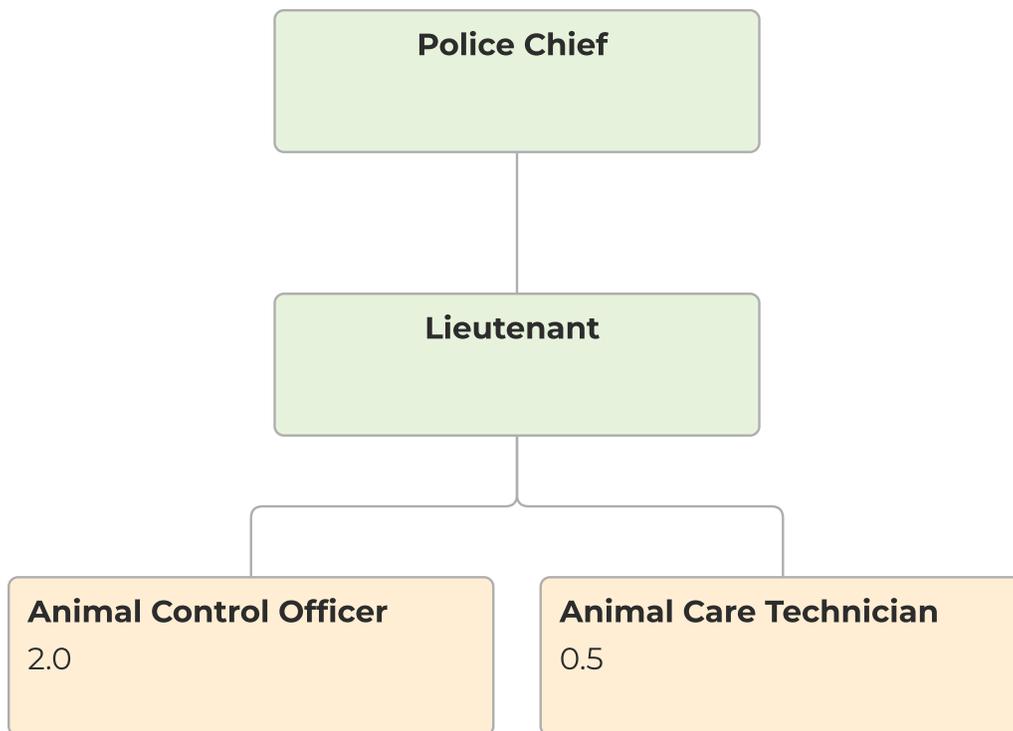
Category	Account ID	FY 2024 Actuals	FY 2025 Projected	FY 2026 Adopted	FY25 Projected vs. FY26 (% Change)	FY25 Projected vs. FY26 Budgeted (\$ Change)
Personnel Services						
SALARIES	10-5465-1001-0000	\$114,522	\$115,868	\$138,555	19.58%	\$22,687
OVERTIME	10-5465-1005-0000	\$1,565	\$2,522	\$2,522	0.00%	-
LONGEVITY	10-5465-1006-0000	\$676	\$812	\$1,589	95.69%	\$777
TMRS	10-5465-1009-0000	\$16,319	\$17,160	\$18,171	5.89%	\$1,011
SOCIAL SECURITY	10-5465-1011-0000	\$1,538	\$1,679	\$1,985	18.23%	\$306
GROUP INSURANCE	10-5465-1012-0000	\$20,324	\$24,906	\$18,960	-23.87%	-\$5,946
WORKERS COMPENSATION PREMIUMS	10-5465-1014-0000	-	-	\$7,938	-	\$7,938
CERTIFICATIONS	10-5465-1016-0000	-	-	\$500	-	\$500
Total Personnel Services		\$154,943	\$162,948	\$190,220	16.74%	\$27,272
Materials & Supplies						
GENERAL OFFICE SUPPLIES	10-5465-2101-0000	\$516	\$612	\$1,543	152.12%	\$931
ANIMAL SUPPLIES	10-5465-2108-0000	\$6,060	\$7,450	\$7,500	0.67%	\$50
MEDICAL SUPPLIES	10-5465-2203-0000	\$5,711	\$5,232	\$7,000	33.79%	\$1,768

Category	Account ID	FY 2024 Actuals	FY 2025 Projected	FY 2026 Adopted	FY25 Projected vs. FY26 (% Change)	FY25 Projected vs. FY26 Budgeted (\$ Change)
MOTOR VEHICLE FUEL	10-5465-2204-0000	\$1,319	\$1,411	\$1,622	14.95%	\$211
JANITORIAL SUPPLIES	10-5465-2205-0000	\$2,518	\$3,000	\$3,500	16.67%	\$500
UNIFORMS	10-5465-2209-0000	\$1,196	\$2,000	\$2,300	15.00%	\$300
MOTOR VEHICLE SUPPLIES	10-5465-2312-0000	-	\$258	\$271	5.04%	\$13
MINOR TOOLS & EQPT.	10-5465-2401-0000	\$1,336	\$5,345	\$8,100	51.54%	\$2,755
Total Materials & Supplies		\$18,656	\$25,308	\$31,836	25.79%	\$6,528
Contractual Services						
CONSULTANT SERVICES	10-5465-3102-0000	\$3,949	\$8,760	\$4,500	-48.63%	-\$4,260
LABORATORY TESTING	10-5465-3114-0000	-	\$400	\$400	0.00%	-
POSTAGE & FREIGHT	10-5465-3202-0000	\$404	\$550	\$550	0.00%	-
TRAVEL AND TRAINING	10-5465-3203-0000	\$1,641	\$3,000	\$3,000	0.00%	-
PRINTING AND BINDING	10-5465-3302-0000	-	\$450	\$450	0.00%	-
WORKERS COMPENSATION	10-5465-3405-0000	\$2,799	\$3,000	-	-100.00%	-\$3,000
ELECTRICITY	10-5465-3501-0000	\$13,840	\$12,000	\$15,408	28.40%	\$3,408
MOTOR VEHICLE REPAIRS	10-5465-3604-0000	\$182	\$2,500	\$3,740	49.60%	\$1,240
CELL/PAGERS/RADIOS	10-5465-3703-0000	\$5,580	\$7,480	\$8,820	17.91%	\$1,340
DUES & MEMBERSHIP	10-5465-3901-0000	\$50	\$150	\$150	0.00%	-
COMMUNITY EVENTS	10-5465-3905-0000	\$868	\$2,000	\$2,000	0.00%	-
Total Contractual Services		\$29,313	\$40,290	\$39,018	-3.16%	-\$1,272
Capital Outlay						
TRANSFER TO VERF-ANMLCNTRL	10-5465-9001-0000	-	-	\$9,639	-	\$9,639
Total Capital Outlay		-	-	\$9,639	-	\$9,639
Total Expenditures		\$202,912	\$228,545	\$270,713	18.45%	\$42,168

Personnel Summary

ANIMAL CONTROL				
		<i>EY24</i>	<i>EY25</i>	<i>EY26</i>
FULL TIME				
<i>Animal Control Officer</i>		2	2	2
	TOTAL FULL TIME	2	2	2
PART-TIME				
<i>Animal Care Technician</i>		0	0	0.5
	TOTAL PART-TIME	0	0	0.5
TOTAL FULL-TIME-EQUIVALENT (FTEs)		2	2	2.5

Animal Control



Parks

The overall goal of the Parks Department is to strive to improve the quality of life of the citizens of Murphy by providing a safe, accessible and well-maintained park system that encourages an active lifestyle and provides a place for the community to gather. The Parks Department comprises thirteen (13) employees who are responsible for the maintenance of approximately 324 acres of developed and undeveloped park land, medians/rights of way, applicable rights-of-ways, and other City-owned property and facilities.

The staff of the Parks Department maintain licenses and certifications in the following areas: Certified Park and Recreation Professional (CPRP); Certified Playground Safety Inspector (CPSI); Backflow Prevention Assembly Tester (BPAT); Licensed Irrigator; Non-Commercial Pesticide Applicator; and National Incident Management System (NIMS). Memberships are also held with the Texas Recreation and Park Society (TRAPS) and National Recreation and Park Association (NRPA).

The duties performed by the department include, but are not limited to, mowing maintenance; tree trimming; bed planting and upkeep; irrigation scheduling, checks, repairs, and monitoring; restroom cleaning and repairs; playground inspections, repairs, and maintenance; and general maintenance of park amenities.

The Parks Department is also responsible for assisting with the majority of the set-up and tearing down of special events that are hosted by the Recreation Department, and many other special projects that take place in the City.

Accomplishments in FY25



CONNECTIVITY

Objectives:

- 2.2 - Complete a comprehensive trail system.**
 - Oncor Trail Extension from S. Maxwell Creek Rd to McCreary Rd.



COMMUNITY CHARACTER

Objectives:

- 4.2 - Maintain the visual appeal and integrity of the community.**
 - Median Beautification on FM 544.



SUSTAINABLE OPERATIONS

Objectives:

- 5.3 - Maintain a high-performing City team.**
 - Creation and hire of a Parks Maintenance Supervisor position

Performance Measures

Strategic Goal	Activities	FY 23/24 Actual	FY 24/25 Projected	FY25/26 Target
CC, PCE	Number of Park facility reservations	6,855	6,909	8,160
CC, PCE	Acres of Parks Mowed by Parks Dept. (FY26 mowing contract will handle 33.2)	120.35	120.35	87.15
CN, TS	86% of residents live within 10 minutes of a City owned park. (not including HOA)	✓	✓	✓

Key Focus Area & Objective Key

Connectivity - CN

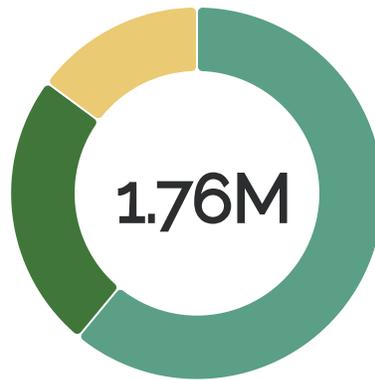
TS - 2.2 Complete comprehensive trail system

Community Character - CC

PCE - 4.3 Celebrate parks, creeks, and urban ecosystems

Expenditures by Expense Type

FY26 Expenditures by Expense Type



● Personnel Services	\$1,075,547	61.00%
● Contractual Services	\$425,220	24.12%
● Materials & Supplies	\$262,301	14.88%

Expenditures by Expense Type

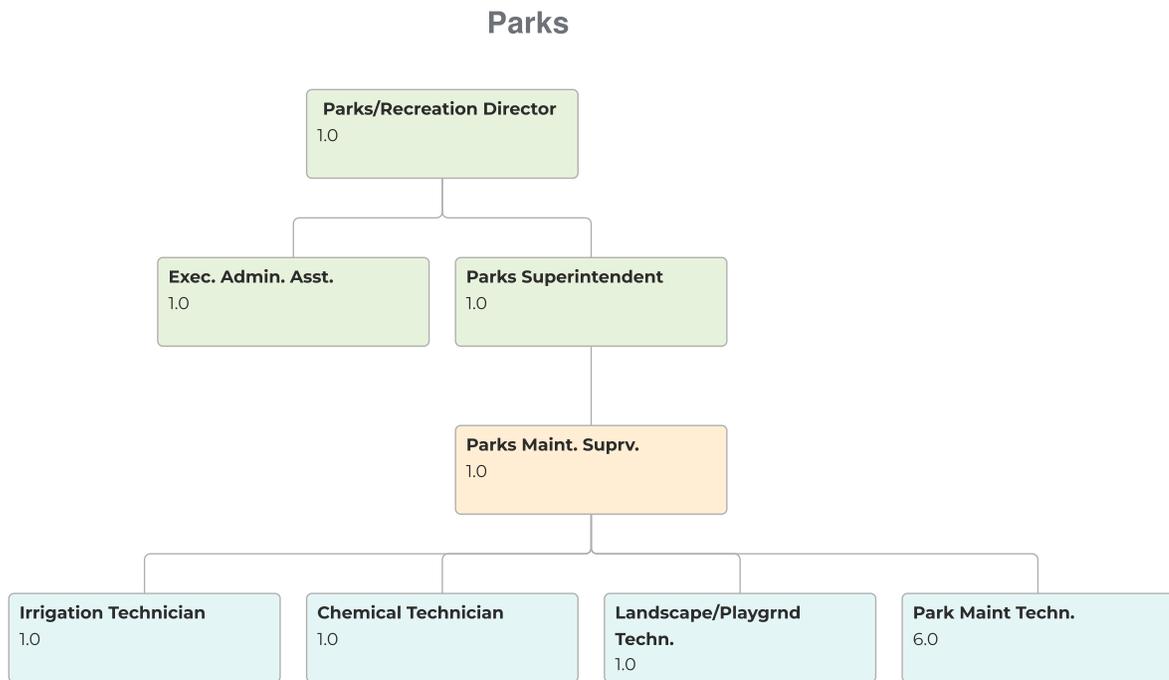
Category	Account ID	FY 2024 Actuals	FY 2025 Projected	FY 2026 Adopted	FY25 Projected vs. FY26 (% Change)	FY25 Projected vs. FY26 Budgeted (\$ Change)
Personnel Services						
SALARIES	10-5485-1001-0000	\$644,023	\$791,414	\$792,364	0.12%	\$950
OVERTIME	10-5485-1005-0000	\$10,011	\$14,000	\$16,000	14.29%	\$2,000
LONGEVITY	10-5485-1006-0000	\$2,888	\$3,548	\$6,545	84.47%	\$2,997
TMRS	10-5485-1009-0000	\$94,545	\$117,208	\$121,232	3.43%	\$4,024
SOCIAL SECURITY	10-5485-1011-0000	\$8,936	\$11,476	\$11,489	0.11%	\$13
GROUP INSURANCE	10-5485-1012-0000	\$111,754	\$140,930	\$110,119	-21.86%	-\$30,811
WORKERS COMPENSATION PREMIUMS	10-5485-1014-0000	-	-	\$17,198	-	\$17,198
CERTIFICATIONS	10-5485-1016-0000	\$36	\$564	\$600	6.38%	\$36
Total Personnel Services		\$872,193	\$1,079,140	\$1,075,547	-0.33%	-\$3,593
Materials & Supplies						
GENERAL OFFICE SUPPLIES	10-5485-2101-0000	\$3,489	\$3,366	\$2,500	-25.73%	-\$866
MOTOR VEHICLE FUEL	10-5485-2204-0000	\$23,097	\$23,450	\$26,967	15.00%	\$3,517
BOTANICAL AND AGRICULTURAL	10-5485-2207-0000	\$48,286	\$54,900	\$59,400	8.20%	\$4,500
UNIFORMS	10-5485-2209-0000	\$7,294	\$8,300	\$7,700	-7.23%	-\$600

Category	Account ID	FY 2024 Actuals	FY 2025 Projected	FY 2026 Adopted	FY25 Projected vs. FY26 (%) Change)	FY25 Projected vs. FY26 Budgeted (\$ Change)
SIGNS AND MARKERS	10-5485-2232-0000	\$2,660	\$2,500	\$4,000	60.00%	\$1,500
BUILDINGS/GROUNDS SUP.	10-5485-2301-0000	\$24,806	\$42,250	\$28,250	-33.14%	-\$14,000
CHEMICALS AND INSECTICIDES	10-5485-2310-0000	\$83,798	\$80,000	\$80,000	0.00%	-
MOTOR VEHICLE SUPPLIES	10-5485-2312-0000	\$2,748	\$3,000	\$3,000	0.00%	-
IRRIGATION SUPPLIES	10-5485-2316-0000	\$18,241	\$18,950	\$20,000	5.54%	\$1,050
VANDALISM REPAIRS	10-5485-2317-0000	\$984	\$3,500	\$3,500	0.00%	-
MINOR TOOLS & EQPT.	10-5485-2401-0000	\$14,934	\$17,000	\$21,500	26.47%	\$4,500
COMPUTER HARD. & SOFT.	10-5485-2403-0000	\$3,283	\$12,700	\$2,484	-80.44%	-\$10,216
SAFETY EQUIPMENT	10-5485-2441-0000	\$2,867	\$3,000	\$3,000	0.00%	-
Total Materials & Supplies		\$236,487	\$272,916	\$262,301	-3.89%	-\$10,615
Contractual Services						
CONTRACT MOWING	10-5485-3195-0000	\$118,171	\$125,000	\$185,000	48.00%	\$60,000
CONTRACT LABOR	10-5485-3199-0000	\$156,648	\$175,627	\$166,000	-5.48%	-\$9,627
POSTAGE & FREIGHT	10-5485-3202-0000	\$597	\$700	\$700	0.00%	-
TRAVEL AND TRAINING	10-5485-3203-0000	\$12,943	\$21,950	\$18,450	-15.95%	-\$3,500
AD. AND PUBLIC NOTICES	10-5485-3301-0000	-	\$500	\$500	0.00%	-
PRINTING AND BINDING	10-5485-3302-0000	\$559	\$500	\$1,500	200.00%	\$1,000
PHOTOGRAPHS/BLUE PRINTS	10-5485-3303-0000	-	-	\$1,500	-	\$1,500
WORKERS COMPENSATION	10-5485-3405-0000	\$6,736	-\$13,250	-	-100.00%	\$13,250
ELECTRICITY	10-5485-3501-0000	\$19,779	\$21,420	\$23,146	8.06%	\$1,726
MOTOR VEHICLE REPAIRS	10-5485-3604-0000	\$5,672	\$7,720	\$7,960	3.11%	\$240
HEAVY EQPT. R & M	10-5485-3606-0000	\$2,307	\$2,000	\$2,000	0.00%	-
SMALL ENGINE R & M	10-5485-3615-0000	\$9,696	\$10,500	\$5,000	-52.38%	-\$5,500
CELL/PAGERS/RADIOS	10-5485-3703-0000	\$3,390	\$3,680	\$5,840	58.70%	\$2,160
RENTAL MACHINERY & EQPT.	10-5485-3704-0000	\$2,283	\$4,500	\$4,500	0.00%	-

Category	Account ID	FY 2024 Actuals	FY 2025 Projected	FY 2026 Adopted	FY25 Projected vs. FY26 (% Change)	FY25 Projected vs. FY26 Budgeted (\$ Change)
DUES & MEMBERSHIP	10-5485-3901- 0000	\$2,301	\$3,124	\$3,124	0.00%	-
Total Contractual Services		\$341,082	\$363,971	\$425,220	16.83%	\$61,249
Total Expenditures		\$1,449,762	\$1,716,027	\$1,763,069	2.74%	\$47,042

Personnel Summary

PARKS			
	<u>FY24</u>	<u>FY25</u>	<u>FY26</u>
FULL TIME			
Director of Parks and Recreation	1	1	1
Parks Superintendant	1	1	1
Park Maintenance Supervisor	1	1	1
Irrigation Technician	1	1	1
Chemical Technician	0	0	1
Landscape/Playground Technician	0	0	1
Park Maintenance Technician (I, II, or III)	9	9	6
Executive Administrative Assistant	1	1	1
TOTAL FULL TIME	14	14	13
TOTAL FULL-TIME-EQUIVALENT (FTEs)	14	14	13



Recreation

The Recreation Department is dedicated to providing high-quality, affordable recreation programs for residents and neighboring communities. Core responsibilities include organizing recreational programs and activities, managing all indoor and outdoor facility rentals and reservations, and planning and executing community events and specialty programs. The department oversees daily operations at two recreation centers— Murphy Community Center (MCC), and Murphy Activity Center (MAC)—which offer a variety of amenities, including multipurpose rooms for rentals and programs, a fitness room, gymnasium for sports and leisure activities, and a game room. These services play a vital role in enhancing community well-being by supporting both the physical and mental health of our residents. In addition, the department facilities serve as a county-wide voting location for local, state, and national elections.

Accomplishments in FY25



ENGAGEMENT & COLLABORATION

Objectives:

- 1.3 - Create and maintain high-quality community programming.**
 - Additions to Events for revenue sources



SUSTAINABLE OPERATIONS

Objectives:

- 5.1 - Invest in and maintain critical assets.**
 - Murphy Community Center Remodel
- 5.3 - Maintain a high-performing City team.**
 - Re-organization of Recreation Staff

Performance Measures

Strategic Goal	Activities	FY 23/24 Actual	FY 24/25 Projected	FY25/26 Target
CC, RPS	Number of Recreation Classes Offered (by type not per class)	30	21	25
EC, HQP	Number of City-Wide Events	21	35	30
CC, RPS	Number of Memberships	2,008	1,777	2,000
CC, RPS	Number of MCC & MAC Reservations (does not include classroom rentals)	4,735	4,257	4,300

Key Focus Area & Objective Key

Engagement & Collaboration - EC

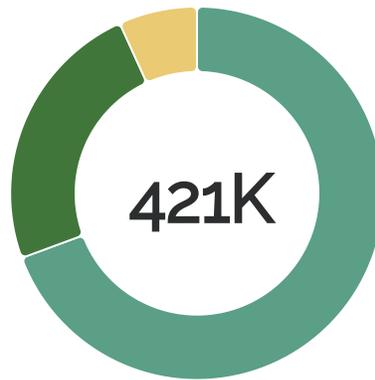
HQP = 1.3 Create and maintain high-quality community programming

Community Character - CC

RPS = 4.4 Provide recreational programs and spaces that meet the needs of the community

Expenditures by Expense Type

FY26 Expenditures by Expense Type



● Personnel Services	\$292,365	69.37%
● Contractual Services	\$100,529	23.85%
● Materials & Supplies	\$28,590	6.78%

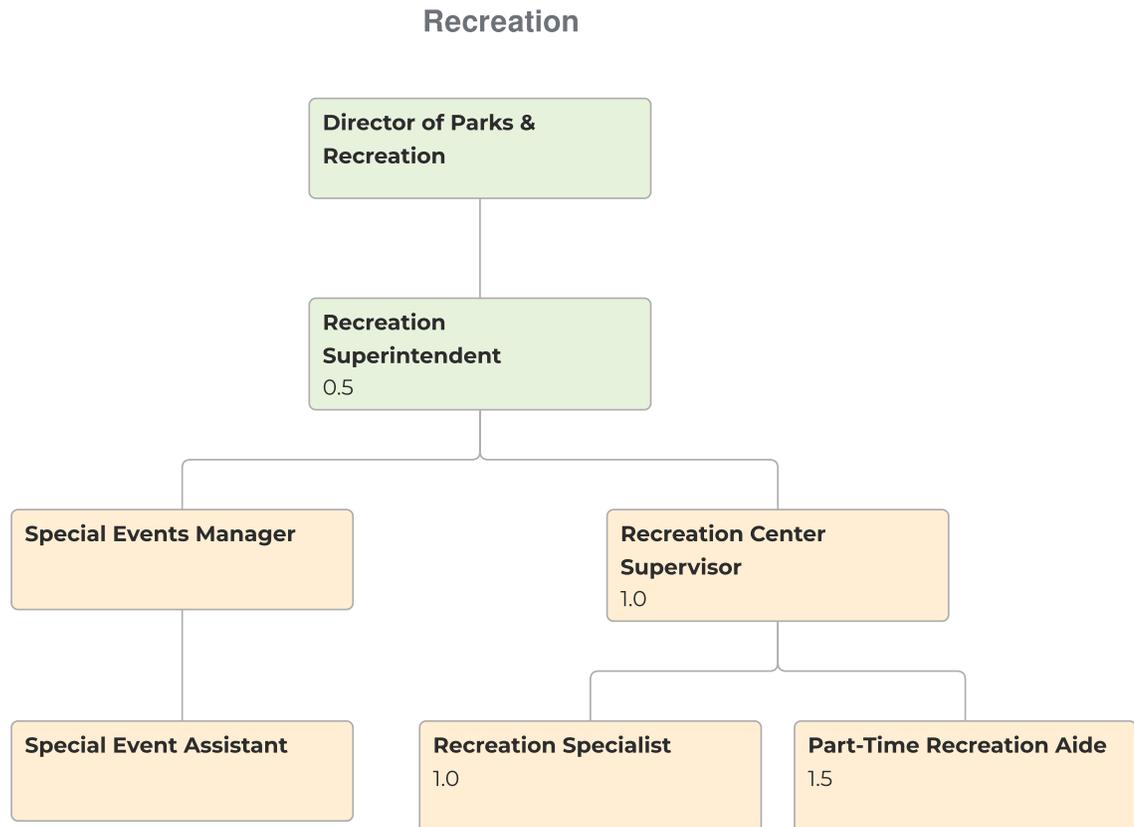
Expenditures by Expense Type

Category	Account ID	FY 2024 Actuals	FY 2025 Projected	FY 2026 Adopted	FY25 Projected vs. FY26 (% Change)	FY25 Projected vs. FY26 Budgeted (\$ Change)
Personnel Services						
SALARIES	10-5480-1001-0000	\$245,144	\$210,245	\$192,793	-8.30%	-\$17,452
OVERTIME	10-5480-1005-0000	\$5,326	\$5,000	\$6,000	20.00%	\$1,000
LONGEVITY	10-5480-1006-0000	\$769	\$1,584	\$1,988	25.51%	\$404
PART TIME	10-5480-1007-0000	\$63,165	\$82,460	\$30,340	-63.21%	-\$52,120
TMRS	10-5480-1009-0000	\$36,433	\$24,621	\$22,153	-10.02%	-\$2,468
SOCIAL SECURITY	10-5480-1011-0000	\$8,292	\$6,076	\$6,032	-0.72%	-\$44
GROUP INSURANCE	10-5480-1012-0000	\$26,687	\$11,000	\$26,939	144.90%	\$15,939
WORKERS COMPENSATION PREMIUMS	10-5480-1014-0000	-	-	\$6,120	-	\$6,120
Total Personnel Services		\$385,815	\$340,986	\$292,365	-14.26%	-\$48,621
Materials & Supplies						
GENERAL OFFICE SUPPLIES	10-5480-2101-0000	\$2,818	\$4,660	\$5,160	10.73%	\$500
JANITORAL SUPPLIES	10-5480-2205-0000	\$890	\$1,200	\$1,200	0.00%	-
UNIFORMS	10-5480-2209-0000	\$1,385	\$1,800	\$1,800	0.00%	-
SIGNS AND MARKERS	10-5480-2232-0000	\$6,827	\$6,900	\$11,900	72.46%	\$5,000

Category	Account ID	FY 2024 Actuals	FY 2025 Projected	FY 2026 Adopted	FY25 Projected vs. FY26 (% Change)	FY25 Projected vs. FY26 Budgeted (\$ Change)
VANDALISM REPAIRS	10-5480-2317-0000	-	\$1,000	\$1,000	0.00%	-
MINOR TOOLS AND EQUIPMENT	10-5480-2401-0000	\$5,031	\$12,580	\$7,030	-44.12%	-\$5,550
SAFETY EQUIPMENT	10-5480-2441-0000	\$6,881	\$800	\$500	-37.50%	-\$300
Total Materials & Supplies		\$23,832	\$28,940	\$28,590	-1.21%	-\$350
Contractual Services						
SOFTWARE MAINTENANCE	10-5480-3111-0000	\$1,036	\$1,109	\$1,109	0.00%	-
CREDIT CARD FEES	10-5480-3116-0000	-	\$4,221	\$4,221	0.00%	-
CONTRACT LABOR	10-5480-3199-0000	\$24,902	\$35,000	\$40,000	14.29%	\$5,000
POSTAGE & FREIGHT	10-5480-3202-0000	\$182	\$250	\$250	0.00%	-
TRAVEL AND TRAINING	10-5480-3203-0000	\$7,147	\$15,465	\$8,965	-42.03%	-\$6,500
ADVERTISING	10-5480-3301-0000	\$3,586	\$3,000	\$5,000	66.67%	\$2,000
PRINTING AND BINDING	10-5480-3302-0000	\$1,185	\$4,250	\$4,250	0.00%	-
WORKERS COMPENSATION	10-5480-3405-0000	\$4,960	-	-	-	-
ELECTRICITY	10-5480-3501-0000	\$15,225	\$11,825	\$12,120	2.49%	\$295
GAS	10-5480-3502-0000	\$1,849	\$1,995	\$2,294	14.99%	\$299
RENTAL OFFICE EQUIPT.	10-5480-3702-0000	\$741	\$755	\$755	0.00%	-
CELL/PAGERS/RADIOS	10-5480-3703-0000	\$2,174	\$1,805	\$2,760	52.91%	\$955
DUES & MEMBERSHIP	10-5480-3901-0000	\$974	\$1,305	\$1,305	0.00%	-
RECREATION PROGRAM REFUNDS	10-5480-3916-0000	\$320	-	-	-	-
RECREATIONAL PROGRAMS	10-5480-3917-0000	\$8,001	\$21,700	\$17,500	-19.35%	-\$4,200
Total Contractual Services		\$72,282	\$102,680	\$100,529	-2.09%	-\$2,151
Capital Outlay						
RECREATION EQPT	10-5480-4308-0000	\$9,995	\$600	-	-100.00%	-\$600
Total Capital Outlay		\$9,995	\$600	-	-100.00%	-\$600
Total Expenditures		\$491,924	\$473,206	\$421,485	-10.93%	-\$51,721

Personnel Summary

RECREATION			
	<u>FY24</u>	<u>FY25</u>	<u>FY26</u>
FULL TIME			
Recreation Superintendent*	1	0.5	0.5
Special Events Manager**	1	0	0
Recreation Center Supervisor	1	1	1
Special Events Assistant (Reclass in FY25)**	1	0.5	0
Recreation Specialist	0	0	1
TOTAL FULL TIME	4	2	2.5
*Position funded 50% from General Fund and 50% from Community Events Fund			
**Position funded 100% from Community Events Fund			
PART-TIME			
Recreation Aide	2.5	2.5	1.5
TOTAL PART-TIME	2.5	2.5	1.5
TOTAL FULL-TIME-EQUIVALENT (FTEs)	6.5	4.5	4



Municipal Court

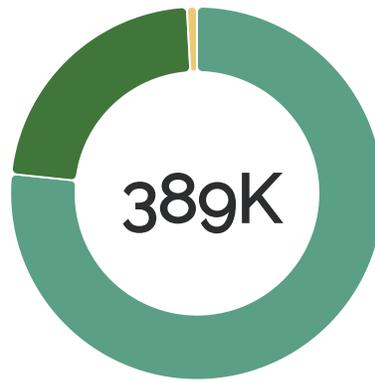
The Municipal Court is the Judicial Branch of city government. These courts hear Class C misdemeanor cases, which are punishable by a fine only, and include traffic, Penal Code and ordinance violations.

The Murphy Municipal Court will provide the public with prompt and courteous service for the just resolution of all citations, complaints and court appearances involving Class C misdemeanor offenses and violations occurring within the corporate limits of Murphy.



Expenditures by Expense Type

FY26 Expenditures by Expense Type



Personnel Services	\$298,443	76.66%
Contractual Services	\$87,515	22.48%
Materials & Supplies	\$3,350	0.86%

Expenditures by Expense Type

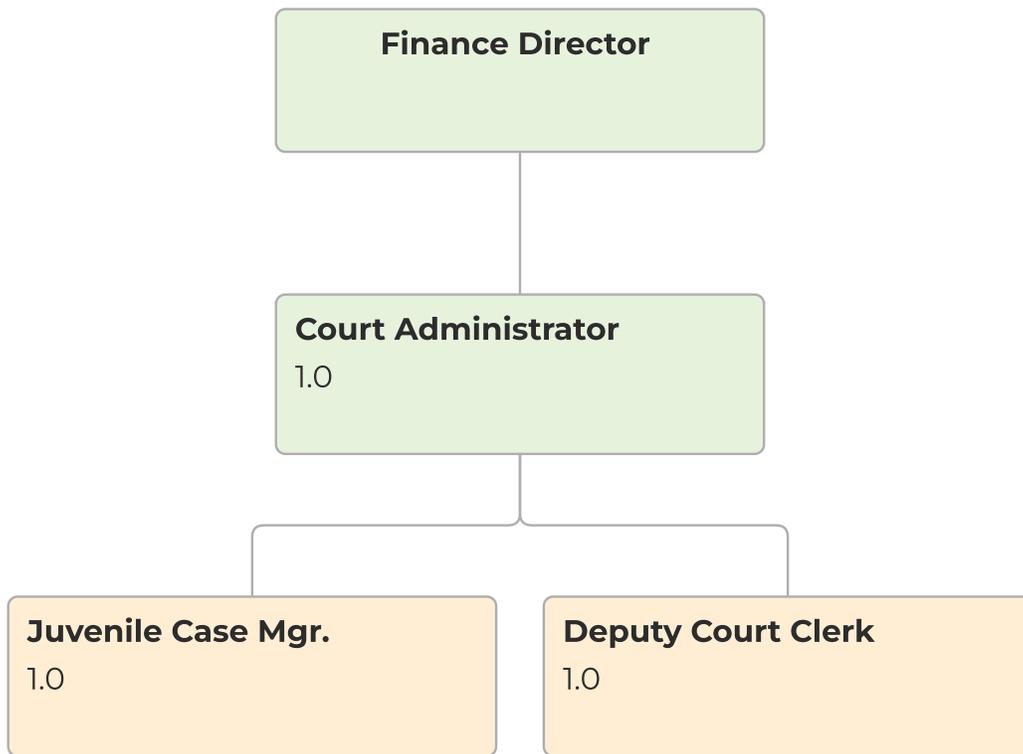
Category	Account ID	FY 2024 Actuals	FY 2025 Projected	FY 2026 Adopted	FY25 Projected vs. FY26 (% Change)	FY25 Projected vs. FY26 Budgeted (\$ Change)
Personnel Services						
SALARIES	10-5490-1001-0000	\$212,831	\$212,312	\$217,620	2.50%	\$5,308
OVERTIME	10-5490-1005-0000	\$193	\$1,800	\$1,800	0.00%	-
LONGEVITY	10-5490-1006-0000	\$2,256	\$2,400	\$4,452	85.50%	\$2,052
PART TIME	10-5490-1007-0000	\$20,176	-	-	-	-
TMRS	10-5490-1009-0000	\$30,309	\$31,443	\$33,296	5.89%	\$1,853
SOCIAL SECURITY	10-5490-1011-0000	\$4,287	\$3,079	\$3,155	2.47%	\$76
GROUP INSURANCE	10-5490-1012-0000	\$32,200	\$37,007	\$37,568	1.52%	\$561
WORKERS COMPENSATION PREMIUMS	10-5490-1014-0000	-	-	\$552	-	\$552
Total Personnel Services		\$302,253	\$288,041	\$298,443	3.61%	\$10,402
Materials & Supplies						
GENERAL OFFICE SUPPLIES	10-5490-2101-0000	\$2,343	\$3,100	\$3,100	0.00%	-
MAGAZINES/MAPS/BOOKS	10-5490-2102-0000	\$243	-	\$250	-	\$250
Total Materials & Supplies		\$2,586	\$3,100	\$3,350	8.06%	\$250
Contractual Services						
CONSULTANT SERVICES	10-5490-3102-0000	-	\$1,000	\$1,000	0.00%	-

Category	Account ID	FY 2024 Actuals	FY 2025 Projected	FY 2026 Adopted	FY25 Projected vs. FY26 (% Change)	FY25 Projected vs. FY26 Budgeted (\$ Change)
CREDIT CARD FEES	10-5490-3116-0000	\$11,083	\$13,000	\$16,000	23.08%	\$3,000
CONTRACT LABOR	10-5490-3199-0000	\$31,890	\$32,500	\$32,500	0.00%	-
POSTAGE & FREIGHT	10-5490-3202-0000	\$2,576	\$2,600	\$2,600	0.00%	-
TRAVEL AND TRAINING	10-5490-3203-0000	\$741	\$2,250	\$2,250	0.00%	-
WORKERS COMPENSATION	10-5490-3405-0000	\$2,007	-	-	-	-
PROS ATTORNEY	10-5490-3803-0000	\$19,250	\$33,000	\$33,000	0.00%	-
DUES & MEMBERSHIP	10-5490-3901-0000	\$165	\$165	\$165	0.00%	-
Total Contractual Services		\$67,712	\$84,515	\$87,515	3.55%	\$3,000
Capital Outlay						
FURN., FIX., OFF. EQPT.	10-5490-4301-0000	\$1,933	-	-	-	-
Total Capital Outlay		\$1,933	-	-	-	-
Total Expenditures		\$374,484	\$375,656	\$389,308	3.63%	\$13,652

Personnel Summary

MUNICIPAL COURT			
	FY24	FY25	FY26
FULL TIME			
<i>Court Administrator</i>	1	1	1
<i>Juvenile Case Manager</i>	1	1	1
<i>Deputy Court Clerk</i>	1	1	1
TOTAL FULL TIME	3	3	3
TOTAL FULL-TIME-EQUIVALENT (FTEs)	3	3	3

Municipal Court



Solid Waste

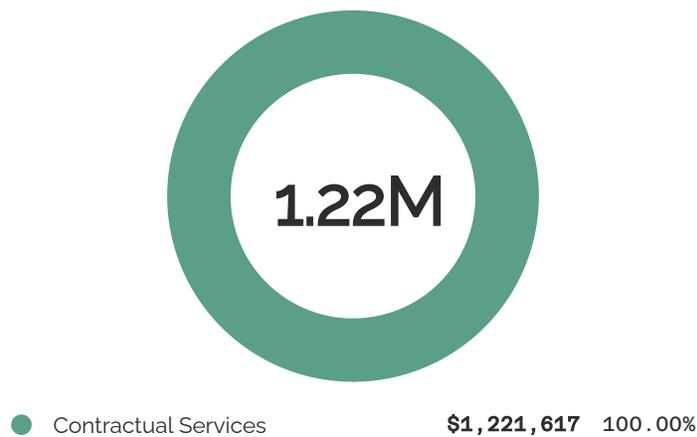
The Solid Waste budget reflects the City's weekly solid waste and recycling services, which are provided by a third-party vendor.

In October 2017, the City initiated a Request for Proposal (RFP) process for solid waste and recycling services. The RFP process was conducted by a committee formed of internal and external City staff, a City resident, and a consultant. The City received five proposals during this process, and in 2018, after a rigorous review, the Solid Waste Review Committee reported the results of the RFP to City Council. City Council approved the City to enter into a contract with Republic Services as the third-party vendor.

The contract agreement with Republic Services has an effective date of May 1, 2018, with a termination date of April 30, 2025. The City renewed the contract in May 2024, for an additional four years, which allows for two renewal terms of two years each, which enabled the agreement to remain in place until April 30, 2029, for a total of eleven years. The next RFP for solid waste and recycling services will begin in July 2028 to allow a minimum of 9 months for the RFP process.

Expenditures by Expense Type

FY26 Expenditures by Expense Type



Expenditures by Expense Type

Category	Account ID	FY 2024 Actuals	FY 2025 Projected	FY 2026 Adopted	FY25 Projected vs. FY26 (% Change)	FY25 Projected vs. FY26 Budgeted (\$ Change)
Contractual Services						
CONTRACT DISPOSAL FEES	10-5500-3960-0000	\$1,158,179	\$1,184,350	\$1,221,617	3.15%	\$37,267
Total Contractual Services		\$1,158,179	\$1,184,350	\$1,221,617	3.15%	\$37,267
Total Expenditures		\$1,158,179	\$1,184,350	\$1,221,617	3.15%	\$37,267

Non-Departmental

This section of the budget is where costs are reflected that are not allocated to a particular department in the General Fund. The FY26 Budget includes attrition (i.e. salary savings), ambulance billing fees, court refunds, and credit card fees.

Expenditures by Expense Type

FY26 Expenditures by Expense Type



● Contractual Services	\$64,750	-17.63%
● Personnel Services	-\$432,081	117.63%

Expenditures by Expense Type

Category	Account ID	FY 2024 Actuals	FY 2025 Projected	FY 2026 Adopted	FY25 Projected vs. FY26 (% Change)	FY25 Projected vs. FY26 Budgeted (\$ Change)
Personnel Services						
SALARY ATTRITION	10-5000-1111-0000	-	-\$647,038	-\$432,081	-33.22%	\$214,957
Total Personnel Services		-	-\$647,038	-\$432,081	-33.22%	\$214,957
Contractual Services						
CREDIT CARD FEES	10-5000-3116-0000	\$18,240	\$25,000	\$29,000	16.00%	\$4,000
COURT FINES & BOND REFUNDS	10-5000-3917-0000	\$2,080	\$2,000	\$2,000	0.00%	-
AMBULANCE FEE BILLING	10-5000-3920-0000	\$27,584	\$33,750	\$33,750	0.00%	-
Total Contractual Services		\$47,905	\$60,750	\$64,750	6.58%	\$4,000
Transfers						
TRANSFER TO VERF FUND	10-5000-9003-0000	-	\$844,547	-	-100.00%	-\$844,547
Total Transfers		-	\$844,547	-	-100.00%	-\$844,547
Total Expenditures		\$47,905	\$258,259	-\$367,331	-242.23%	-\$625,590

The image features a magnifying glass positioned over a financial chart with blue bars and lines. A green banner at the bottom contains the word 'DEBT' in large white letters and a paragraph of text. In the top left corner of the banner area, there is a green shield-shaped logo with 'FY26' and the City of Murphy seal.

FY26

DEBT

The Dept Service Fund accounts for the accumulation and expenditure of resources for payment of principal and interest on tax supported bonded debt. Bonded debt includes general obligation bonds, certificates of obligations, tax notes, and combination tax and revenue certificates of obligations. The primary source of revenue is assessed property taxes as established by ordinance.

Debt Service Fund #40

Revenue in the debt service fund derives from the I&S (interest and sinking fund) portion of the city's tax levy. The tax levy is based on principal and interest payments on the outstanding general obligation bonds and tax notes the city issues. Interest and penalties collected on delinquent property tax payments are also recorded in this fund, which helps cover ancillary fees and costs such as paying agent fees, issuance costs, and software licensing fees. Self-supporting debt such as certificates of obligation, the proceeds from which are primarily used to fund utility infrastructure improvements, are charged directly to the utility fund, not the debt service fund.

Council approved a Notice of Intent to issue Certificates of Obligation on May 20th with a maximum principal amount authorized of \$23,000,000. The certificates were duly authorized by the City on July 31, 2025. The issuance named "City of Murphy, Texas, Tax and Waterworks and Sewer System (Limited Pledge) Revenue Certificates of Obligation, Series 2025," dated August 15, 2025 was issued in the principal amount of \$17,620,000. The debt issuance portion payable from an ad valorem tax levied, within the limits prescribed by law, upon all taxable property in the City totals \$6,330,000. The Utility portion payable from and secured by a limited pledge of the Net Revenues (as defined in the Ordinance) of the City's waterworks and sewer system totals \$11,290,000.

The purpose of the Certificates of Obligations, Series 2025 was detailed in the notice of intent to pay contractual obligations to be incurred for (i) designing, acquiring, constructing, improving, equipping, and maintaining City streets, roads, thoroughfares, intersections, retaining walls, sidewalks, and pathways, including related traffic signalization and signage, lighting, ADA accessibility, beautification, traffic management equipment, utility relocation and replacement, drainage and irrigation, and the acquisition of easements, rights-of-way, and other real property interests necessary therefor, (ii) constructing, acquiring, renovating, enlarging, equipping, and improving the City's water and wastewater system and facilities, (iii) purchasing and installing software systems for City public safety purposes, and (iv) professional services rendered in connection with such projects and the financing thereof. The specific projects from the ad valorem tax levies include McMillen Road improvements and replacing the Dispatch Software CAD/RMS. The Utility fund specific projects include water service line replacements throughout the City, cast iron water main replacements throughout the City and Timber Ridge street rebuild with water mains and wastewater line replacements from FM544 to Woodlake.



DEBT SERVICE

DEBT SERVICE FUND

Debt Policy

The Comprehensive Financial Management Policy Statement, approved by Resolution No. 25-R-1120 on January 21, 2025 includes a comprehensive Debt Policy. See Section VIII. stipulating the use of debt, affordability, types of long-term debt, debt limits, debt structures, debt issuance process, application of bond proceeds, underwriting syndicates and post issuance tax compliance. An excerpt of the policy is shown here:

D. DEBT LIMITS

The debt to operations component of the tax rate should not exceed 35% (I&S)/ 65% (M&O). This limit should be reviewed periodically to ensure continued compatibility with the City's needs.

E. DEBT STRUCTURES

1. The City shall normally issue bonds with a life not to exceed 25 years for General Obligation bonds and 30 years for revenue bonds or Certificates of Obligation issued for utility revenue projects, but in no case longer than the useful life of the financed asset.
2. The City shall seek level or declining debt repayment schedules and will avoid issuing debt that provides for balloon principal payments reserved at the end of the term of the issue, unless such debt issue is originally intended to be refinanced to produce level or declining overall debt repayment.
3. The City will seek to retire at least 25% of the total General Fund supported principal outstanding within the next 10 fiscal years of the issue.
4. The City will issue debt based on a fixed rate and limit use of variable-rate debt due to the volatility of such instruments.
5. The City shall pay at least interest in the first fiscal year after a bond sale and principal payments starting generally no later than the second fiscal year after the bond issue.

Bond Ratings

S&P Global Ratings assigned the City AA+ Credit Rating for the 2025 debt issuance; and reaffirmed AA+ Credit rating on existing General Obligations and Certificate of Obligations. Highlights noted 1) higher local incomes than Collin County as a whole; 2) conservative budget practices; 3) minimum reserve increased from 10% to 20% in FY25; and 4) robust reserves with available fund balance greater than 50% of general fund revenue in FY24.

Fund Balance Projections

		FY2025		FY2026
Projected Beginning Fund Balance 10/1		852,185.22	\$	913,184.22
Total Projected Revenues	\$	3,462,814.00	\$	3,550,896.00
Total Projected Expenditures	\$	3,401,815.00	\$	3,527,911.00
Projected Fund Balance 9/30	\$	913,184.22	\$	936,169.22
*20% of annual debt service	\$	680,363.00	\$	705,582.20

* The Comprehensive Financial Policy does not specify a required ending fund balance. 20% reserve of annual debt service is calculated for comparison reference only.

DEBT SERVICE

DEBT SERVICE FUND

Aggregate Debt Service Requirements

Fiscal Year	Principal	Interest	Total Debt Service
GENERAL OBLIGATION DEBT:			
2026	\$ 1,860,000.00	\$ 642,923.76	\$ 2,502,923.76
2027	\$ 1,930,000.00	\$ 579,723.76	\$ 2,509,723.76
2028	\$ 1,995,000.00	\$ 504,873.76	\$ 2,499,873.76
2029	\$ 2,070,000.00	\$ 427,323.76	\$ 2,497,323.76
2030	\$ 1,720,000.00	\$ 357,136.26	\$ 2,077,136.26
2031	\$ 1,475,000.00	\$ 302,623.76	\$ 1,777,623.76
2032	\$ 1,170,000.00	\$ 261,248.76	\$ 1,431,248.76
2033	\$ 1,210,000.00	\$ 225,548.76	\$ 1,435,548.76
2034	\$ 1,240,000.00	\$ 190,668.76	\$ 1,430,668.76
2035	\$ 1,275,000.00	\$ 156,613.76	\$ 1,431,613.76
2036	\$ 1,310,000.00	\$ 120,832.51	\$ 1,430,832.51
2037	\$ 1,350,000.00	\$ 83,221.26	\$ 1,433,221.26
2038	\$ 1,385,000.00	\$ 44,285.63	\$ 1,429,285.63
2039	\$ 495,000.00	\$ 18,565.00	\$ 513,565.00
2040	\$ 505,000.00	\$ 6,312.50	\$ 511,312.50
2041			
2042			
Total	\$ 20,990,000.00	\$ 3,921,902.00	\$ 24,911,902.00

Certificates of Obligation

2026	\$ 80,000.00	\$ 303,071.00	\$ 383,071.00
2027	\$ 70,000.00	\$ 310,750.00	\$ 380,750.00
2028	\$ 435,000.00	\$ 298,125.00	\$ 733,125.00
2029	-	\$ 287,250.00	\$ 287,250.00
2030	\$ 240,000.00	\$ 281,250.00	\$ 521,250.00
2031	\$ 250,000.00	\$ 269,000.00	\$ 519,000.00
2032	\$ 265,000.00	\$ 256,125.00	\$ 521,125.00
2033	\$ 280,000.00	\$ 242,500.00	\$ 522,500.00
2034	\$ 295,000.00	\$ 228,125.00	\$ 523,125.00
2035	\$ 310,000.00	\$ 213,000.00	\$ 523,000.00
2036	\$ 325,000.00	\$ 197,125.00	\$ 522,125.00
2037	\$ 340,000.00	\$ 180,500.00	\$ 520,500.00
2038	\$ 360,000.00	\$ 163,000.00	\$ 523,000.00
2039	\$ 375,000.00	\$ 144,625.00	\$ 519,625.00
2040	\$ 395,000.00	\$ 125,375.00	\$ 520,375.00

DEBT SERVICE

DEBT SERVICE FUND

Aggregate Debt Service Requirements

Fiscal Year	Principal	Interest	Total Debt Service
2041	\$ 415,000.00	\$ 105,125.00	\$ 520,125.00
2042	\$ 440,000.00	\$ 83,750.00	\$ 523,750.00
2043	\$ 460,000.00	\$ 61,250.00	\$ 521,250.00
2044	\$ 485,000.00	\$ 37,625.00	\$ 522,625.00
2045	\$ 510,000.00	\$ 12,750.00	\$ 522,750.00
Total	\$ 6,330,000.00	\$ 3,800,321.00	\$ 10,130,321.00

Tax Notes

2026	\$ 675,000.00	\$ 51,221.75	\$ 726,221.75
2027	\$ 700,000.00	\$ 34,564.00	\$ 734,564.00
2028	\$ 460,000.00	\$ 19,669.50	\$ 479,669.50
2029	\$ 475,000.00	\$ 6,626.25	\$ 481,626.25
2030	\$ -	\$ -	\$ -
2031	\$ -	\$ -	\$ -
2032	\$ -	\$ -	\$ -
Total	\$ 2,310,000.00	\$ 112,081.50	\$ 2,422,081.50
Debt Service Total	\$ 29,630,000.00	\$ 7,834,304.50	\$ 37,464,304.50

Debt Service Fund #40

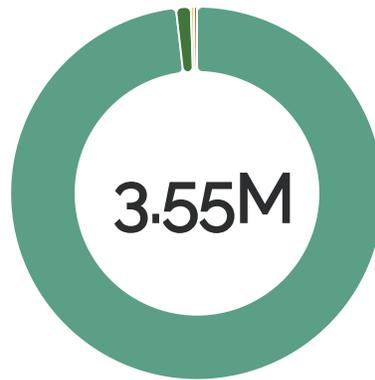
Comprehensive Fund Summary

Comprehensive Fund Summary

Category	FY 2024 Actuals	FY 2025 Projected	FY 2026 Adopted	FY 2027 Forecasted	FY 2028 Forecasted	FY 2029 Forecasted	FY 2030 Forecasted
Beginning Fund Balance	\$782,858	\$852,184	\$913,184	\$936,170	\$1,003,845	\$706,397	\$840,098
Revenues							
CURRENT PROPERTY TAXES	\$4,220,149	\$3,399,814	\$3,486,896	\$3,556,634	\$3,627,767	\$3,700,322	\$3,774,328
DELINQUENT PROPERTY TAXES	-\$684	\$9,500	\$9,000	\$9,000	\$9,000	\$9,000	\$9,000
PENALTY & INTEREST	\$84,331	\$8,500	\$10,000	\$10,000	\$10,000	\$10,000	\$10,000
MISCELLANEOUS REVENUE	-	-	-	\$2,000	\$2,000	\$2,000	\$2,000
INTEREST INCOME	\$88,797	\$45,000	\$45,000	\$63,073	\$63,073	\$63,073	\$63,073
Total Revenues	\$4,392,593	\$3,462,814	\$3,550,896	\$3,640,707	\$3,711,840	\$3,784,395	\$3,858,401
Expenditures							
Contractual Services	-	-	-	-	\$430,000	-	-
Debt Service	\$4,330,132	\$3,401,815	\$3,527,911	\$3,573,032	\$3,579,287	\$3,650,694	\$3,733,630
Total Expenditures	\$4,330,132	\$3,401,815	\$3,527,911	\$3,573,032	\$4,009,287	\$3,650,694	\$3,733,630
Total Revenues Less Expenditures	\$62,461	\$61,000	\$22,985	\$67,675	-\$297,447	\$133,701	\$124,771
Ending Fund Balance	\$845,319	\$913,184	\$936,169	\$1,003,845	\$706,398	\$840,098	\$964,869

Revenues by Object

FY26 Revenues by Object



● CURRENT PROPERTY TAXES	\$3,486,896	98.20%
● INTEREST INCOME	\$45,000	1.27%
● PENALTY & INTEREST	\$10,000	0.28%
● DELINQUENT PROPERTY TAXES	\$9,000	0.25%

Expenditures by Expense Type

FY26 Expenditures by Expense Type



● Debt Service	\$3,527,911	100.00%
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Expenditures by Expense Type

Category	Account ID	FY 2024 Actuals	FY 2025 Projected	FY 2026 Adopted	FY25 Projected vs. FY26 Budgeted (% Change)	FY25 Projected vs. FY26 Budgeted (\$ Change)
Debt Service						
PRINCIPAL	40-5000-5001-0000	\$3,475,000	\$2,635,000	\$2,535,000	-3.80%	-\$100,000
INTEREST	40-5000-5002-0000	\$853,232	\$764,815	\$990,911	29.56%	\$226,096
AGENTS FEES	40-5000-5003-0000	\$1,900	\$2,000	\$2,000	0.00%	-
Total Debt Service		\$4,330,132	\$3,401,815	\$3,527,911	3.71%	\$126,096

Category	Account ID	FY 2024 Actuals	FY 2025 Projected	FY 2026 Adopted	FY25 Projected vs. FY26 Budgeted (% Change)	FY25 Projected vs. FY26 Budgeted (\$ Change)
Total Expenditures		\$4,330,132	\$3,401,815	\$3,527,911	3.71%	\$126,096



FY26



UTILITY FUND

The Utility Fund is an enterprise fund, which is established to account for operations that are financed and operated in a manner similar to private business enterprises where the intent of the governing body is that the costs of providing goods or services the general public on a continuing basis be financed or recovered primarily through user charges.

Utility Fund #20

The Utility Fund is derived from rates that the City of Murphy charges for public services, specifically the water and wastewater divisions. The funds are exclusively utilized for all aspects of the operations of the water and wastewater systems, including source of supply, operations and maintenance, customer service, administrative expenses, debt service, and capital outlay, and into which the revenues are deposited.

Comprehensive Fund Summary

Comprehensive Fund Summary

Category	FY 2024 Actuals	FY 2025 Projected	FY 2026 Adopted	FY 2027 Forecasted	FY 2028 Forecasted	FY 2029 Forecasted	FY 2030 Forecasted
Beginning Fund Balance	\$8,558,926	\$11,967,706	\$12,644,044	\$11,219,086	\$9,753,426	\$7,818,525	\$5,056,619
Revenues							
MISCELLANEOUS REVENUE	\$3,489	\$6,048	\$4,000	\$4,000	\$4,000	\$4,000	\$4,000
MISCELLANEOUS REVENUE	\$3,489	\$6,048	\$4,000	\$4,000	\$4,000	\$4,000	\$4,000
INTEREST INCOME	\$395,880	\$510,430	\$489,616	\$489,616	\$489,286	\$489,615	\$489,615
INTEREST INCOME	\$395,880	\$510,430	\$489,616	\$489,616	\$489,286	\$489,615	\$489,615
INTEREST INC - MUDDY CREEK ADV	\$4,285	-	-	-	-	-	-
INTEREST INC - MUDDY CREEK AD	\$4,285	-	-	-	-	-	-
CR CARD FEES	\$127,758	\$107,378	\$107,378	\$107,378	\$107,708	\$107,379	\$107,379
CREDIT CARD FEES	\$127,758	\$107,378	\$107,378	\$107,378	\$107,708	\$107,379	\$107,379
RECONNECT FEES	\$11,710	\$13,000	\$13,000	\$13,000	\$13,000	\$13,000	\$13,000
RECONNECT FEES	\$11,710	\$13,000	\$13,000	\$13,000	\$13,000	\$13,000	\$13,000
WATER METER FEES	\$5,085	\$21,120	\$21,120	\$21,120	\$21,120	\$21,120	\$21,120
WATER METER FEES	\$5,085	\$21,120	\$21,120	\$21,120	\$21,120	\$21,120	\$21,120
WATER PENALTIES	\$68,901	\$59,337	\$59,337	\$59,337	\$59,337	\$59,337	\$59,337
WATER PENALTIES	\$68,901	\$59,337	\$59,337	\$59,337	\$59,337	\$59,337	\$59,337
SEWER PENALTIES	\$33,024	\$31,461	\$31,461	\$31,461	\$31,461	\$31,461	\$31,461
SEWER PENALTIES	\$33,024	\$31,461	\$31,461	\$31,461	\$31,461	\$31,461	\$31,461
ENGINEERING INSPECTION FEES	\$2,204	\$25,000	\$11,419	\$11,419	\$11,419	\$11,419	\$11,419
ENGINEERING INSPECTION FEES	\$2,204	\$25,000	\$11,419	\$11,419	\$11,419	\$11,419	\$11,419



Category	FY 2024 Actuals	FY 2025 Projected	FY 2026 Adopted	FY 2027 Forecasted	FY 2028 Forecasted	FY 2029 Forecasted	FY 2030 Forecasted
SCRAP METAL RECYCLING REVENUE	\$5,229	\$2,500	\$3,500	\$3,500	\$3,500	\$3,500	\$3,500
SCRAP METAL RECYCLING REVENUE	\$5,229	\$2,500	\$3,500	\$3,500	\$3,500	\$3,500	\$3,500
WATER REVENUE	\$9,713,578	\$10,330,784	\$11,334,571	\$12,248,636	\$13,005,052	\$13,775,750	\$14,583,589
WATER REVENUE	\$9,713,578	\$10,330,784	\$11,334,571	\$12,248,636	\$13,005,052	\$13,775,750	\$14,583,589
SEWER SERVICE CHARGE	\$4,161,362	\$4,395,818	\$4,663,758	\$4,940,868	\$5,201,391	\$5,469,577	\$5,747,961
SEWER SERVICE CHARGE	\$4,161,362	\$4,395,818	\$4,663,758	\$4,940,868	\$5,201,391	\$5,469,577	\$5,747,961
TRANSFER FROM IMPACT FEE FUND	\$125,030	\$186,292	\$240,717	\$269,488	\$283,322	\$103,960	\$82,359
TRANSFER FROM IMPACT FEE FUND	\$125,030	\$186,292	\$240,717	\$269,488	\$283,322	\$103,960	\$82,359
INTEREST INCOME-2022A TAX NOTE	-	\$114	-	-	-	-	-
INTEREST INCOME-2022A TAX NOTE	-	\$114	-	-	-	-	-
Total Revenues	\$14,657,534	\$15,689,282	\$16,979,877	\$18,199,823	\$19,230,596	\$20,090,118	\$21,154,740
Expenditures							
Personnel Services	\$1,278,828	\$1,349,139	\$1,654,628	\$1,665,914	\$1,697,535	\$1,726,605	\$1,756,365
SALARIES	-	-\$32,244	-\$51,174	-\$51,944	-\$52,991	-\$53,880	-\$54,791
SALARIES	\$537,032	\$534,964	\$687,183	\$701,422	\$716,017	\$730,977	\$746,311
OVERTIME	\$32,940	\$40,609	\$40,609	\$40,609	\$40,609	\$40,609	\$40,609
LONGEVITY	\$764	\$880	\$1,533	\$2,317	\$3,115	\$3,913	\$4,711
TMRS	\$82,159	\$105,404	\$110,303	\$112,482	\$114,715	\$117,004	\$119,350
SOCIAL SECURITY	\$8,134	\$9,986	\$10,131	\$10,337	\$10,549	\$10,766	\$10,988
GROUP INSURANCE	\$54,266	\$115,827	\$91,672	\$91,710	\$91,749	\$91,789	\$91,831
WORKERS COMPENSATION PREMIUMS	-	-	\$21,994	\$21,994	\$21,994	\$21,994	\$21,994
CERTIFICATIONS	-	-	\$2,400	\$2,400	\$2,400	\$2,400	\$2,400
AUTO ALLOWANCE	\$13,279	\$11,700	\$15,600	\$15,600	\$15,600	\$15,600	\$15,600
SALARIES	\$142,985	\$148,796	\$242,037	\$244,651	\$247,332	\$250,079	\$252,895
OVERTIME	\$8,937	\$8,565	\$15,813	\$15,813	\$15,813	\$15,813	\$15,813
LONGEVITY	\$240	\$348	\$728	\$1,127	\$1,547	\$1,967	\$2,387
TMRS	\$22,097	\$23,666	\$41,414	\$41,814	\$42,224	\$42,644	\$43,075
SOCIAL SECURITY	\$2,058	\$3,271	\$3,842	\$3,880	\$3,919	\$3,959	\$4,000



Category	FY 2024 Actuals	FY 2025 Projected	FY 2026 Adopted	FY 2027 Forecasted	FY 2028 Forecasted	FY 2029 Forecasted	FY 2030 Forecasted
GROUP INSURANCE	\$30,191	\$48,057	\$59,569	\$59,577	\$59,584	\$59,591	\$59,599
WORKERS COMPENSATION PREMIUMS	-	-	\$4,060	\$4,060	\$4,060	\$4,060	\$4,060
CERTIFICATIONS	-	-	\$2,600	\$2,600	\$6,000	\$6,000	\$6,000
SALARIES	\$267,310	\$241,746	\$266,543	\$256,294	\$262,701	\$269,269	\$276,001
OVERTIME	\$940	\$8,000	\$8,000	\$8,000	\$8,000	\$8,000	\$8,000
LONGEVITY	\$1,220	\$1,380	\$2,912	\$3,248	\$3,584	\$3,920	\$4,256
TMRS	\$37,538	\$35,803	\$38,257	\$39,213	\$40,193	\$41,198	\$42,228
SOCIAL SECURITY	\$3,704	\$3,515	\$3,626	\$3,716	\$3,809	\$3,904	\$4,002
GROUP INSURANCE	\$33,035	\$38,865	\$34,241	\$34,258	\$34,275	\$34,292	\$34,311
WORKERS COMPENSATION PREMIUMS	-	-	\$736	\$736	\$736	\$736	\$736
Materials & Supplies	\$170,003	\$181,452	\$215,780	\$213,011	\$213,246	\$213,485	\$213,730
GENERAL OFFICE SUPPLIES	\$2,171	\$2,000	\$2,500	\$2,500	\$2,500	\$2,500	\$2,500
MOTOR VEHICLE FUEL	\$33,477	\$16,000	\$22,000	\$22,000	\$22,000	\$22,000	\$22,000
UNIFORMS	\$5,713	\$6,160	\$6,776	\$6,776	\$6,776	\$6,776	\$6,776
SIGNS AND MARKERS	\$890	\$2,000	\$2,000	\$2,000	\$2,000	\$2,000	\$2,000
WATER/SEWER MAIN REPAIR	\$65,593	\$65,000	\$65,500	\$65,500	\$65,500	\$65,500	\$65,500
LAB AND CHEMICAL SUP.	\$2,972	\$3,600	\$4,000	\$4,000	\$4,000	\$4,000	\$4,000
FIRE HYDRANT MAINTENANCE	\$1,125	\$3,100	\$7,000	\$7,000	\$7,000	\$7,000	\$7,000
PAINT, LUMBER & HARDWARE	\$925	\$1,000	\$1,000	\$1,000	\$1,000	\$1,000	\$1,000
WATER METER PARTS	\$4,610	\$12,200	\$15,000	\$15,000	\$15,000	\$15,000	\$15,000
MOTOR VEHICLE SUPPLIES	\$6,901	\$6,500	\$7,000	\$7,000	\$7,000	\$7,000	\$7,000
WATER METERS	\$1,030	\$13,039	\$13,039	\$13,039	\$13,039	\$13,039	\$13,039
MINOR TOOLS & EQPT.	\$12,041	\$3,000	\$3,000	\$3,000	\$3,000	\$3,000	\$3,000
SAFETY EQUIPMENT	\$2,626	\$2,400	\$2,600	\$2,600	\$2,600	\$2,600	\$2,600
GENERAL OFFICE SUPPLIES	\$313	\$300	\$400	\$400	\$400	\$400	\$400

Category	FY 2024 Actuals	FY 2025 Projected	FY 2026 Adopted	FY 2027 Forecasted	FY 2028 Forecasted	FY 2029 Forecasted	FY 2030 Forecasted
MOTOR VEHICLE FUEL	\$5,312	\$9,113	\$11,525	\$11,756	\$11,991	\$12,230	\$12,475
UNIFORMS	\$2,274	\$2,310	\$3,810	\$3,810	\$3,810	\$3,810	\$3,810
WATER/SEWER MAIN REPAIR	\$9,721	\$12,400	\$15,000	\$15,000	\$15,000	\$15,000	\$15,000
LIFT STATION MAINTENANCE	\$3,182	\$4,500	\$5,000	\$5,000	\$5,000	\$5,000	\$5,000
LAB AND CHEMICAL SUP.	\$206	\$1,000	\$1,000	\$1,000	\$1,000	\$1,000	\$1,000
MOTOR VEHICLE SUPPLIES	\$746	\$1,000	\$1,500	\$1,500	\$1,500	\$1,500	\$1,500
W/S MACH. & EQPT. REPAIRS	\$1,643	\$6,500	\$7,000	\$7,000	\$7,000	\$7,000	\$7,000
MINOR TOOLS & EQPT.	\$1,973	\$2,000	\$9,500	\$9,500	\$9,500	\$9,500	\$9,500
COMPUTER HARD. & SOFT.	-	-	\$3,000	-	-	-	-
SAFETY EQUIPMENT	\$701	\$900	\$1,200	\$1,200	\$1,200	\$1,200	\$1,200
GENERAL OFFICE SUPPLIES	\$3,755	\$4,880	\$4,880	\$4,880	\$4,880	\$4,880	\$4,880
UNIFORMS	\$101	\$550	\$550	\$550	\$550	\$550	\$550
Contractual Services	\$9,950,692	\$10,618,951	\$11,605,940	\$13,313,062	\$14,659,448	\$15,520,948	\$16,281,559
CONSULTANT SERVICES	-	\$10,000	\$10,000	\$10,000	\$10,000	\$10,000	\$10,000
LEGAL SERVICES	\$5,551	\$3,000	\$3,000	\$1,500	\$1,500	-	-
ENGINEERING SERVICES	\$8,247	\$9,386	\$30,000	\$30,000	\$30,000	\$30,000	\$30,000
LABORATORY TESTING	\$4,605	\$16,900	\$17,900	\$17,900	\$17,900	\$17,900	\$17,900
CONTRACT LABOR	-	\$60,000	-	-	-	-	-
TELEPHONE EXPENSES	\$3,420	\$2,400	\$2,400	\$2,400	\$2,400	\$2,400	\$2,400
POSTAGE & FREIGHT	\$314	\$300	\$300	\$300	\$300	\$300	\$300
TRAVEL AND TRAINING	\$21,364	\$16,400	\$18,000	\$18,000	\$18,000	\$18,000	\$18,000
PRINTING AND BINDING	\$3,691	\$4,250	\$4,250	\$4,250	\$4,250	\$4,250	\$4,250
WORKERS COMPENSATION	\$7,726	\$7,500	\$7,500	\$7,500	\$7,500	\$7,500	\$7,500
UNEMPLOYMENT INS.	\$2,189	-	\$2,000	-	-	-	-
ELECTRICITY	\$165,731	\$153,212	\$165,000	\$165,000	\$165,000	\$165,000	\$165,000
GAS	\$1,567	\$4,000	\$2,000	\$2,000	\$2,000	\$2,000	\$2,000



Category	FY 2024 Actuals	FY 2025 Projected	FY 2026 Adopted	FY 2027 Forecasted	FY 2028 Forecasted	FY 2029 Forecasted	FY 2030 Forecasted
COST OF WATER	\$6,136,816	\$6,562,901	\$7,044,735	\$7,825,637	\$8,839,148	\$9,453,901	\$10,085,269
FIXED PLANT EQPT. R & M	\$33,262	\$30,200	\$30,200	\$30,200	\$30,200	\$30,200	\$30,200
MOTOR VEHICLE REPAIRS	\$8,427	\$10,720	\$10,960	\$10,960	\$10,960	\$10,960	\$10,960
HEAVY EQPT. R & M	\$5,263	\$8,500	\$8,500	\$9,000	\$9,000	\$9,000	\$9,000
RADIO & RADAR R & M	\$1,260	\$6,000	\$8,321	\$3,000	-	-	-
RENTAL OFFICE EQPT.	\$1,223	\$828	\$828	\$828	\$828	\$828	\$828
CELL/PAGERS/R ADIOS	\$5,539	\$8,280	\$8,280	\$8,280	\$8,280	\$8,280	\$8,280
LEASES	\$15,166	\$17,056	\$17,056	\$17,056	\$17,056	\$17,056	\$17,056
DUES & MEMBERSHIP	\$16,807	\$17,020	\$17,020	\$17,020	\$17,020	\$17,020	\$17,020
ENGINEERING SERVICES	\$5,081	\$14,200	\$15,000	\$15,000	\$15,000	\$15,000	\$15,000
TELEPHONE EXPENSES	-	\$800	-	-	-	-	-
TRAVEL AND TRAINING	\$2,461	\$1,300	\$2,300	\$2,300	\$2,300	\$2,300	\$2,300
WORKERS COMPENSATION	\$3,032	\$2,600	-	-	-	-	-
ELECTRICITY	\$16,730	\$18,767	\$19,236	\$19,813	\$20,457	\$21,275	\$22,233
COST OF SEWER OPERATIONS	\$3,138,656	\$3,233,970	\$3,710,095	\$4,627,599	\$4,944,361	\$5,172,409	\$5,282,528
MOTOR VEHICLE REPAIRS	\$3,186	\$1,000	\$1,120	\$1,120	\$1,120	\$1,120	\$1,120
CELL/PAGERS/R ADIOS	-	-	\$840	-	-	-	-
LEASES	\$3,776	\$4,157	\$6,250	\$6,250	\$6,250	\$6,250	\$6,250
AUDITING AND ACCOUNTING	\$22,410	\$26,506	\$27,831	\$29,223	\$30,684	\$32,218	\$33,829
CONSULTANT SERVICES	\$25,504	\$25,000	\$30,000	\$30,000	\$30,000	\$30,000	\$30,000
SOFTWARE MAINTENANCE	\$65,526	\$91,710	\$95,075	\$98,496	\$102,061	\$105,778	\$107,480
BANK SERVICES CHARGES	-	-	\$500	\$100	\$100	\$100	\$100
CREDIT CARD FEES	\$159,310	\$175,282	\$211,482	\$221,508	\$232,062	\$243,171	\$254,865
POSTAGE & FREIGHT	\$35,089	\$41,105	\$45,700	\$47,875	\$50,159	\$52,557	\$55,075
TRAVEL AND TRAINING	\$6,080	\$7,050	\$8,800	\$8,800	\$8,800	\$8,800	\$8,800

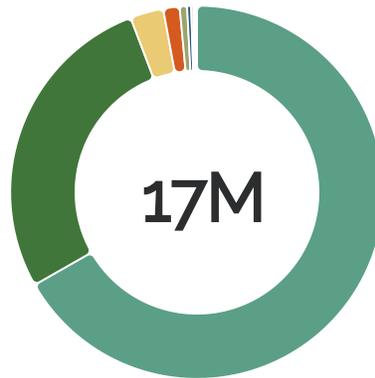
Category	FY 2024 Actuals	FY 2025 Projected	FY 2026 Adopted	FY 2027 Forecasted	FY 2028 Forecasted	FY 2029 Forecasted	FY 2030 Forecasted
AD. AND PUBLIC NOTICES	-	\$1,000	\$1,000	\$1,000	\$1,000	\$1,000	\$1,000
PRINTING AND BINDING	\$12,408	\$19,000	\$19,570	\$20,157	\$20,762	\$21,385	\$22,026
WORKERS COMPENSATION	\$613	\$3,564	-	-	-	-	-
RENTAL OFFICE EQPT.	\$1,039	\$1,167	\$1,000	\$1,100	\$1,100	\$1,100	\$1,100
CELL/PAGERS/R ADIOS	\$1,015	\$965	\$840	\$840	\$840	\$840	\$840
DUES & MEMBERSHIP	\$608	\$955	\$1,050	\$1,050	\$1,050	\$1,050	\$1,050
Capital Outlay	\$1,052,731	\$229,737	\$1,687,598	\$1,061,985	\$1,044,445	\$1,707,501	\$186,813
PLANT EQUIPMENT	\$79,083	\$79,083	\$79,083	\$81,970	\$81,970	\$81,970	\$79,083
MOBILE EQUIPMENT	\$272,074	-	\$31,000	-	-	-	-
SPECIAL EQUIPMENT	-	-	\$12,500	\$55,000	\$7,500	-	-
COMPUTER HARDWARE	-	\$5,931	\$5,931	\$5,931	\$5,931	\$5,931	\$5,931
WATERLINE REPLACEMENT	\$606,511	\$143,517	-	\$75,000	-	-	-
WATER DISTRIBUTION LINES	-	-	\$742,285	\$742,285	\$847,245	\$1,517,801	-
WATER METERS & BOXES	\$48,314	\$7	-	-	-	-	-
MISC. EQUIPMENT	-	-	\$35,000	-	-	-	-
WTR STORAGE TANK-ELEVATED	-	-	\$675,000	-	-	-	-
SPECIAL EQUIPMENT	\$45,000	-	\$5,000	-	-	-	-
SAN SEWER OVERFLOW MAINT	-	-	\$100,000	\$100,000	\$100,000	\$100,000	\$100,000
FURN., FIX., OFF. EQPT.	\$1,750	\$1,200	\$1,800	\$1,800	\$1,800	\$1,800	\$1,800
Debt Service	\$301,589	\$1,495,751	\$2,030,012	\$2,073,566	\$2,071,899	\$2,077,719	\$1,652,281
DEBT SERVICE	-	\$820,000	\$845,000	\$870,000	\$900,000	\$940,000	\$761,794
INTEREST	\$219,457	\$226,976	\$726,648	\$746,486	\$714,719	\$681,040	\$647,332
AGENTS FEES	\$900	\$900	\$975	\$975	\$975	\$975	\$975
DEBT SERVICE	-	\$345,000	\$355,000	\$365,000	\$380,000	\$395,000	\$193,206
INTEREST	\$80,732	\$102,150	\$101,539	\$90,254	\$75,354	\$59,854	\$48,124
AGENTS FEES	\$500	\$725	\$850	\$850	\$850	\$850	\$850
Transfers	\$955,000	\$1,137,913	\$1,210,878	\$1,337,946	\$1,478,924	\$1,605,765	\$1,742,380
TRANSFER TO GENERAL FUND	\$955,000	\$1,104,000	\$1,172,132	\$1,277,624	\$1,392,610	\$1,517,945	\$1,654,560



Category	FY 2024 Actuals	FY 2025 Projected	FY 2026 Adopted	FY 2027 Forecasted	FY 2028 Forecasted	FY 2029 Forecasted	FY 2030 Forecasted
TRANSFER TO VERF FUND	-	\$33,913	\$38,746	\$60,322	\$86,314	\$87,820	\$87,820
Total Expenditures	\$13,708,843	\$15,012,943	\$18,404,836	\$19,665,483	\$21,165,496	\$22,852,024	\$21,833,128
Total Revenues Less Expenditures	\$948,690	\$676,338	-\$1,424,959	-\$1,465,660	-\$1,934,900	-\$2,761,906	-\$678,388
Ending Fund Balance	\$9,507,616	\$12,644,044	\$11,219,085	\$9,753,426	\$7,818,526	\$5,056,619	\$4,378,231

Revenues by Object

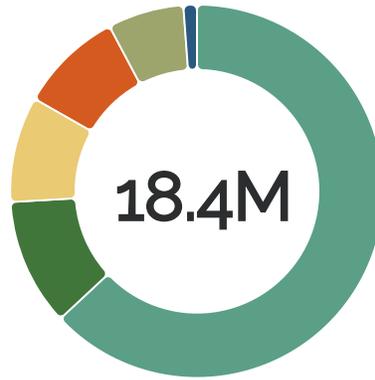
FY26 Revenues by Object



● WATER REVENUE	\$11,334,571	66.75%
● SEWER SERVICE CHARGE	\$4,663,758	27.47%
● INTEREST INCOME	\$489,616	2.88%
● TRANSFER FROM IMPACT FEE FUND	\$240,717	1.42%
● CR CARD FEES	\$107,378	0.63%
● WATER PENALTIES	\$59,337	0.35%
● SEWER PENALTIES	\$31,461	0.19%
● WATER METER FEES	\$21,120	0.12%
● RECONNECT FEES	\$13,000	0.08%
● ENGINEERING INSPECTION FEES	\$11,419	0.07%
● MISCELLANEOUS REVENUE	\$4,000	0.02%
● SCRAP METAL RECYCLING REVENUE	\$3,500	0.02%

Expenditures by Expense Type

FY26 Expenditures by Expense Type



Contractual Services	\$11,605,940	63.06%
Debt Service	\$2,030,012	11.03%
Capital Outlay	\$1,687,598	9.17%
Personnel Services	\$1,654,628	8.99%
Transfers	\$1,210,878	6.58%
Materials & Supplies	\$215,780	1.17%

Expenditures by Expense Type

Category	Account ID	FY 2024 Actuals	FY 2025 Projected	FY 2026 Adopted	FY25 Projected vs. FY26 Budgeted (% Change)	FY25 Projected vs. FY26 Budgeted (\$ Change)
Personnel Services		\$1,278,828	\$1,349,139	\$1,654,628	22.64%	\$305,489
Materials & Supplies		\$170,003	\$181,452	\$215,780	18.92%	\$34,328
Contractual Services		\$9,950,692	\$10,618,951	\$11,605,940	9.29%	\$986,989
Capital Outlay		\$1,052,731	\$229,737	\$1,687,598	634.58%	\$1,457,861
Debt Service		\$301,589	\$1,495,751	\$2,030,012	35.72%	\$534,261
Transfers		\$955,000	\$1,137,913	\$1,210,878	6.41%	\$72,965
Total Expenditures		\$13,708,843	\$15,012,943	\$18,404,836	22.59%	\$3,391,893

Utility Debt

Council approved a Notice of Intent to issue Certificates of Obligation on May 20th with a maximum principal amount authorized of \$23,000,000. The certificates were duly authorized by the City on July 31, 2025. The issuance named "City of Murphy, Texas, Tax and Waterworks and Sewer System (Limited Pledge) Revenue Certificates of Obligation, Series 2025," dated August 15, 2025 was issued in the principal amount of \$17,620,000. The debt issuance portion payable from an ad valorem tax levied, within the limits prescribed by law, upon all taxable property in the City totals \$6,330,000. The Utility portion payable from and secured by a limited pledge of the Net Revenues (as defined in the Ordinance) of the City's waterworks and sewer system totals \$11,290,000.

The purpose of the Certificates of Obligations, Series 2025 was detailed in the notice of intent to pay contractual obligations to be incurred for (i) designing, acquiring, constructing, improving, equipping, and maintaining City streets, roads, thoroughfares, intersections, retaining walls, sidewalks, and pathways, including related traffic signalization and signage, lighting, ADA accessibility, beautification, traffic management equipment, utility relocation and replacement, drainage and irrigation, and the acquisition of easements, rights-of-way, and other real property interests necessary therefor, (ii) constructing, acquiring, renovating, enlarging, equipping, and improving the City's water and wastewater system and facilities, (iii) purchasing and installing software systems for City public safety purposes, and (iv) professional services rendered in connection with such projects and the financing thereof. The specific projects from the ad valorem tax levies include McMillen Road improvements and replacing the Dispatch Software CAD/RMS. The Utility fund specific projects include water service line replacements throughout the City, cast iron water main replacements throughout the City and Timber Ridge street rebuild with water mains and wastewater line replacements from FM544 to Woodlake.



WATER AND WASTEWATER: DEBT SERVICE

WATER AND WASTEWATER FUND

Aggregate Debt Service Requirements						
Fiscal Year	Principal		Interest		Total Debt Service	
General Obligation Refunding						
2026	\$	455,000.00	\$	63,150.00	\$	518,150.00
2027	\$	470,000.00	\$	49,200.00	\$	519,200.00
2028	\$	490,000.00	\$	30,000.00	\$	520,000.00
2029	\$	505,000.00	\$	10,100.00	\$	515,100.00
Total	\$	1,920,000.00	\$	152,450.00	\$	2,072,450.00
Certificates of Obligation						
2026	\$	400,000.00	\$	737,858.76	\$	1,137,858.76
2027	\$	410,000.00	\$	742,406.26	\$	1,152,406.26
2028	\$	425,000.00	\$	725,706.26	\$	1,150,706.26
2029	\$	450,000.00	\$	708,206.26	\$	1,158,206.26
2030	\$	935,000.00	\$	679,581.26	\$	1,614,581.26
2031	\$	970,000.00	\$	639,581.26	\$	1,609,581.26
2032	\$	1,020,000.00	\$	597,781.26	\$	1,617,781.26
2033	\$	1,065,000.00	\$	553,728.13	\$	1,618,728.13
2034	\$	1,110,000.00	\$	507,281.25	\$	1,617,281.25
2035	\$	950,000.00	\$	462,731.25	\$	1,412,731.25
2036	\$	995,000.00	\$	419,787.50	\$	1,414,787.50
2037	\$	1,035,000.00	\$	374,437.50	\$	1,409,437.50
2038	\$	1,085,000.00	\$	327,025.00	\$	1,412,025.00
2039	\$	740,000.00	\$	284,250.00	\$	1,024,250.00
2040	\$	780,000.00	\$	246,250.00	\$	1,026,250.00
2041	\$	820,000.00	\$	206,250.00	\$	1,026,250.00
2042	\$	860,000.00	\$	164,250.00	\$	1,024,250.00
2043	\$	905,000.00	\$	120,125.00	\$	1,025,125.00
2044	\$	950,000.00	\$	73,750.00	\$	1,023,750.00
2045	\$	1,000,000.00	\$	25,000.00	\$	1,025,000.00
Total	\$	16,905,000.00	\$	8,595,986.95	\$	25,500,986.95
Tax Notes						
2026	\$	345,000.00	\$	38,824.50	\$	383,824.50
2027	\$	355,000.00	\$	28,759.25	\$	383,759.25
2028	\$	365,000.00	\$	17,992.25	\$	382,992.25
2029	\$	380,000.00	\$	6,213.00	\$	386,213.00

WATER AND WASTEWATER: DEBT SERVICE

WATER AND WASTEWATER FUND

Aggregate Debt Service Requirements					
Fiscal Year	Principal		Interest		Total Debt Service
Total	\$	1,445,000.00	\$	91,789.00	\$ 1,536,789.00
Debt Service Total	\$	20,270,000.00	\$	8,840,225.95	\$ 29,110,225.95

Budget Assumptions

Utility Fund

Revenues

1. Utility rate structure based on an increase to volume rates only; base rate held steady.
 - a. Residential Water Rate increased 7.3% or approximately an additional \$5.22 on 10,000 gallons consumption.
 - i. Current Residential 3.4" base charge = \$30.65. Base charge remains steady FY26-FY30
 - ii. Residential Volumetric Rates 0-7,500 gallons increased from \$6.55 to \$7.03 in FY26; 7.3%
 - iii. Residential Volumetric Rates 7,501-15,000 gallons increased from \$6.70 to \$7.35 in FY26; 9.7%
 - iv. Residential Irrigation Volumetric Rates 0-15,000 gallons increased from \$7.28 to \$7.81 in FY26; 7.3%
 - v. Residential Irrigation Volumetric Rates 15,001-30,000 gallons increased from \$7.68 to \$8.42 in FY26; 9.6%
 - vi. Water Revenue projected FY26 = \$11,334,571
 - b. Residential Wastewater rate increased 7.61% or approximately an additional \$1.75 on 5,000 gallons consumption.
 - i. Current Residential Base charge = \$23.98. Base charge remains steady FY26-FY30
 - ii. Residential Volumetric rates increased from \$4.59 to \$4.94 in FY26; 7.61%
 - iii. Wastewater Revenue projected FY26 = \$4,663,758
 - c. Total impact on a scenario of 10,000 gallons water; 5,000 gallons wastewater is 14.91% or additional \$6.97 per billing cycle.
2. Investment Income projected conservative at \$489,616
3. Transfers from Impact Fee Fund totals \$240,717

Expenditures

1. Personnel - FY26-FY33 based on total 151.5. 18.5 FTE's in Utility Fund; 2 FTE's in Stormwater
2. Salary Attrition - 3% of personnel salaries: \$51,174
3. 2 FTE's from Stormwater Personnel reduced in FY26; moved to Utility Fund
4. Transfer to VERF is based on vehicle lease program payments = \$38,746
5. Transfer to General Fund based on indirect overhead allocation = \$1,172,132
 - a. Personnel Services and Operating expenses in the offices of Administration, City Secretary, City Council, Human Resources, Finance, Facilities, Public Works and Information Technology are calculated with an average of 20% Utility - based tasks. See Appendix for the detailed calculation
6. North Texas Municipal Water District (NTMWD) cost of operation increases were analyzed in the third-party rate study.
 - a. Cost of Water to NTMWD = \$7,044,735
 - b. Cost of Wastewater to NTMWD = \$3,710,095
 - c. Preliminary charges for FY26 dated 7/31/25 proposed Customer Water Rate increased from \$3.90/\$1,000 gallons to \$4.19/\$1,000 gallons; 7.4%. Initial preliminary charges provided 6/30/25 indicated an increase from \$3.90/1,000 gallons to \$4.24/1,000 gallons; 8.7%. Final charges for FY26 are not available until the City's final budget is approved. All final rates from NTMWD are analyzed in the upcoming Utility Rate Studies.
 - i. NTMWD Projected Water Distribution Cost increases FY26= 8%; FY27 - 11%; FY28-13%; FY29-7%; FY30-7%
 - ii. NTMWD Projected Wastewater Distribution Cost increases FY26-12%; FY27-11%; FY28-8%; FY29-21%; FY30-10%

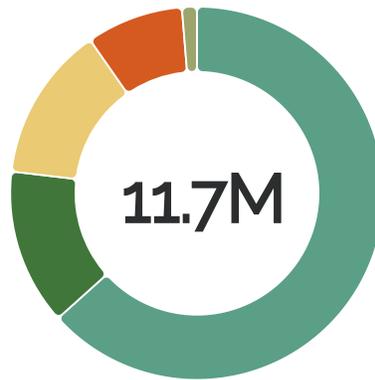
Water Distribution

The Water Distribution division operates, maintains and repairs the city's water distribution system. The city's infrastructure includes 6,398 metered connections, 101.2 miles of water lines, 1,140 fire hydrants, three ground-level storage tanks, 2 elevated storage tanks, and one pump station. Staff are responsible for the safe delivery of high-quality potable water within the City of Murphy by conducting daily sampling of water, flushing fire hydrants, monitoring all water facilities, visual inspections and responding to citizen requests.



Expenditures by Expense Type

FY26 Expenditures by Expense Type



Contractual Services	\$7,408,250	63.35%
Capital Outlay	\$1,580,798	13.52%
Debt Service	\$1,572,623	13.45%
Personnel Services	\$981,425	8.39%
Materials & Supplies	\$151,415	1.29%

Expenditures by Expense Type

Category	Account ID	FY 2024 Actuals	FY 2025 Projected	FY 2026 Adopted	FY25 Projected vs. FY26 (% Change)	FY25 Projected vs. FY26 Budgeted (\$ Change)
Personnel Services						
SALARIES	20-5710-1001-0000	\$537,032	\$534,964	\$687,183	28.45%	\$152,219
OVERTIME	20-5710-1005-0000	\$32,940	\$40,609	\$40,609	0.00%	-
LONGEVITY	20-5710-1006-0000	\$764	\$880	\$1,533	74.20%	\$653
TMRS	20-5710-1009-0000	\$82,159	\$105,404	\$110,303	4.65%	\$4,899
SOCIAL SECURITY	20-5710-1011-0000	\$8,134	\$9,986	\$10,131	1.45%	\$145
GROUP INSURANCE	20-5710-1012-0000	\$54,266	\$115,827	\$91,672	-20.85%	-\$24,155
WORKERS COMPENSATION PREMIUMS	20-5710-1014-0000	-	-	\$21,994	-	\$21,994
CERTIFICATIONS	20-5710-1016-0000	-	-	\$2,400	-	\$2,400
AUTO ALLOWANCE	20-5710-1018-0000	\$13,279	\$11,700	\$15,600	33.33%	\$3,900
Total Personnel Services		\$728,573	\$819,370	\$981,425	19.78%	\$162,055
Materials & Supplies						
GENERAL OFFICE SUPPLIES	20-5710-2101-0000	\$2,171	\$2,000	\$2,500	25.00%	\$500
MOTOR VEHICLE FUEL	20-5710-2204-0000	\$33,477	\$16,000	\$22,000	37.50%	\$6,000

Category	Account ID	FY 2024 Actuals	FY 2025 Projected	FY 2026 Adopted	FY25 Projected vs. FY26 (% Change)	FY25 Projected vs. FY26 Budgeted (\$ Change)
UNIFORMS	20-5710-2209-0000	\$5,713	\$6,160	\$6,776	10.00%	\$616
SIGNS AND MARKERS	20-5710-2232-0000	\$890	\$2,000	\$2,000	0.00%	-
WATER/SEWER MAIN REPAIR	20-5710-2303-0000	\$65,593	\$65,000	\$65,500	0.77%	\$500
LAB AND CHEMICAL SUP.	20-5710-2305-0000	\$2,972	\$3,600	\$4,000	11.11%	\$400
FIRE HYDRANT MAINTENANCE	20-5710-2306-0000	\$1,125	\$3,100	\$7,000	125.81%	\$3,900
PAINT, LUMBER & HARDWARE	20-5710-2309-0000	\$925	\$1,000	\$1,000	0.00%	-
WATER METER PARTS	20-5710-2311-0000	\$4,610	\$12,200	\$15,000	22.95%	\$2,800
MOTOR VEHICLE SUPPLIES	20-5710-2312-0000	\$6,901	\$6,500	\$7,000	7.69%	\$500
WATER METERS	20-5710-2318-0000	\$1,030	\$13,039	\$13,039	0.00%	-
MINOR TOOLS & EQPT.	20-5710-2401-0000	\$12,041	\$3,000	\$3,000	0.00%	-
SAFETY EQUIPMENT	20-5710-2441-0000	\$2,626	\$2,400	\$2,600	8.33%	\$200
Total Materials & Supplies		\$140,075	\$135,999	\$151,415	11.34%	\$15,416
Contractual Services						
CONSULTANT SERVICES	20-5710-3102-0000	-	\$10,000	\$10,000	0.00%	-
LEGAL SERVICES	20-5710-3103-0000	\$5,551	\$3,000	\$3,000	0.00%	-
ENGINEERING SERVICES	20-5710-3105-0000	\$8,247	\$9,386	\$30,000	219.62%	\$20,614
LABORATORY TESTING	20-5710-3114-0000	\$4,605	\$16,900	\$17,900	5.92%	\$1,000
CONTRACT LABOR	20-5710-3199-0000	-	\$60,000	-	-100.00%	-\$60,000
TELEPHONE EXPENSES	20-5710-3201-0000	\$3,420	\$2,400	\$2,400	0.00%	-
POSTAGE & FREIGHT	20-5710-3202-0000	\$314	\$300	\$300	0.00%	-
TRAVEL AND TRAINING	20-5710-3203-0000	\$21,364	\$16,400	\$18,000	9.76%	\$1,600
PRINTING AND BINDING	20-5710-3302-0000	\$3,691	\$4,250	\$4,250	0.00%	-
WORKERS COMPENSATION	20-5710-3405-0000	\$7,726	\$7,500	\$7,500	0.00%	-
UNEMPLOYMENT INS.	20-5710-3407-0000	\$2,189	-	\$2,000	-	\$2,000
ELECTRICITY	20-5710-3501-0000	\$165,731	\$153,212	\$165,000	7.69%	\$11,788

Category	Account ID	FY 2024 Actuals	FY 2025 Projected	FY 2026 Adopted	FY25 Projected vs. FY26 (%) Change	FY25 Projected vs. FY26 Budgeted (\$) Change
GAS	20-5710-3502-0000	\$1,567	\$4,000	\$2,000	-50.00%	-\$2,000
COST OF WATER	20-5710-3505-0000	\$6,136,816	\$6,562,901	\$7,044,735	7.34%	\$481,834
FIXED PLANT EQPT. R & M	20-5710-3602-0000	\$33,262	\$30,200	\$30,200	0.00%	-
MOTOR VEHICLE REPAIRS	20-5710-3604-0000	\$8,427	\$10,720	\$10,960	2.24%	\$240
HEAVY EQPT. R & M	20-5710-3606-0000	\$5,263	\$8,500	\$8,500	0.00%	-
RADIO & RADAR R & M	20-5710-3608-0000	\$1,260	\$6,000	\$8,321	38.68%	\$2,321
RENTAL OFFICE EQPT.	20-5710-3702-0000	\$1,223	\$828	\$828	0.00%	-
CELL/PAGERS/RADIOS	20-5710-3703-0000	\$5,539	\$8,280	\$8,280	0.00%	-
LEASES	20-5710-3715-0000	\$15,166	\$17,056	\$17,056	0.00%	-
DUES & MEMBERSHIP	20-5710-3901-0000	\$16,807	\$17,020	\$17,020	0.00%	-
Total Contractual Services		\$6,448,169	\$6,948,853	\$7,408,250	6.61%	\$459,397
Capital Outlay						
PLANT EQUIPMENT	20-5710-4302-0000	\$79,083	\$79,083	\$79,083	0.00%	-
MOBILE EQUIPMENT	20-5710-4304-0000	\$272,074	-	\$31,000	-	\$31,000
SPECIAL EQUIPMENT	20-5710-4305-0000	-	-	\$12,500	-	\$12,500
COMPUTER HARDWARE	20-5710-4390-0000	-	\$5,931	\$5,931	0.00%	-
WATERLINE REPLACEMENT	20-5710-4399-0000	\$606,511	\$143,517	-	-100.00%	-\$143,517
WATER DISTRIBUTION LINES	20-5710-4401-0000	-	-	\$742,285	-	\$742,285
WATER METERS & BOXES	20-5710-4403-0000	\$48,314	\$7	-	-100.00%	-\$7
MISC. EQUIPMENT	20-5710-4404-0000	-	-	\$35,000	-	\$35,000
WTR STORAGE TANK-ELEVATED	20-5710-4406-5000	-	-	\$675,000	-	\$675,000
Total Capital Outlay		\$1,005,982	\$228,537	\$1,580,798	591.70%	\$1,352,261
Debt Service						
DEBT SERVICE	20-5710-5001-0000	-	\$820,000	\$845,000	3.05%	\$25,000
INTEREST	20-5710-5002-0000	\$219,457	\$226,976	\$726,648	220.14%	\$499,672
AGENTS FEES	20-5710-5003-0000	\$900	\$900	\$975	8.33%	\$75
Total Debt Service		\$220,357	\$1,047,876	\$1,572,623	50.08%	\$524,747

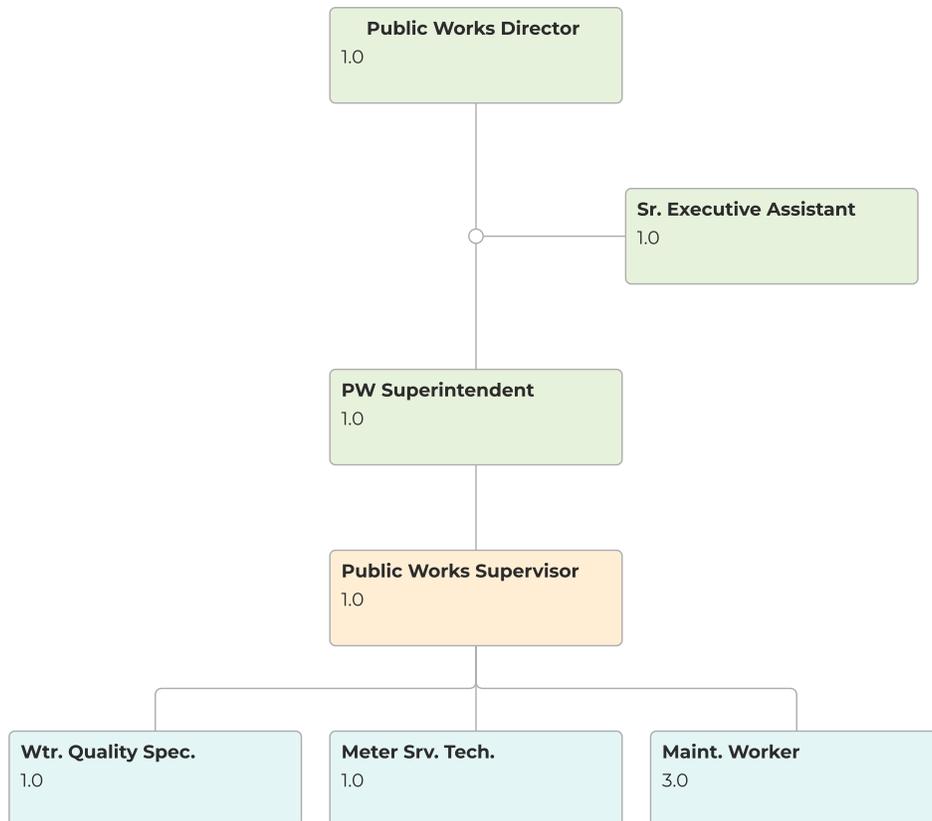
Category	Account ID	FY 2024 Actuals	FY 2025 Projected	FY 2026 Adopted	FY25 Projected vs. FY26 (% Change)	FY25 Projected vs. FY26 Budgeted (\$ Change)
Total Expenditures		\$8,543,155	\$9,180,635	\$11,694,511	27.38%	\$2,513,876

Personnel Summary

WATER DISTRIBUTION

	<i>FY24</i>	<i>FY25</i>	<i>FY26</i>
FULL TIME			
Director of Public Works	1	1	1
Public Works Superintendent	1	1	1
Public Works Supervisor	1	1	1
Water Quality Specialist	1	1	1
Meter Services Technician	0	1	1
Maintenance Worker (I, II, or III)	3	3	3
Senior Executive Administrative Assistant	1	1	1
TOTAL FULL TIME	8	9	9
TOTAL FULL-TIME-EQUIVALENT (FTEs)	8	9	9

Water Distribution



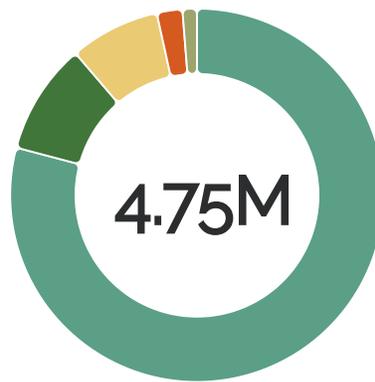
Wastewater Collection

The Wastewater division maintains and repairs the wastewater system to ensure efficient disposal of wastewater within the City. The City's wastewater infrastructure includes 85 miles of sewer lines, 1,327 maintenance holes, 6,087 lateral connections, and one lift station. Staff perform routine and emergency cleaning, line stoppage removals, sewer taps, maintenance hole repairs and clean-out installation and repairs.



Expenditures by Expense Type

FY26 Expenditures by Expense Type



Contractual Services	\$3,754,841	79.11%
Debt Service	\$457,389	9.64%
Personnel Services	\$370,063	7.80%
Capital Outlay	\$105,000	2.21%
Materials & Supplies	\$58,935	1.24%

Expenditures by Expense Type

Category	Account ID	FY 2024 Actuals	FY 2025 Projected	FY 2026 Adopted	FY25 Projected vs. FY26 (% Change)	FY25 Projected vs. FY26 Budgeted (\$ Change)
Personnel Services						
SALARIES	20-5720-1001-0000	\$142,985	\$148,796	\$242,037	62.66%	\$93,241
OVERTIME	20-5720-1005-0000	\$8,937	\$8,565	\$15,813	84.62%	\$7,248
LONGEVITY	20-5720-1006-0000	\$240	\$348	\$728	109.20%	\$380
TMRS	20-5720-1009-0000	\$22,097	\$23,666	\$41,414	74.99%	\$17,748
SOCIAL SECURITY	20-5720-1011-0000	\$2,058	\$3,271	\$3,842	17.46%	\$571
GROUP INSURANCE	20-5720-1012-0000	\$30,191	\$48,057	\$59,569	23.95%	\$11,512
WORKERS COMPENSATION PREMIUMS	20-5720-1014-0000	-	-	\$4,060	-	\$4,060
CERTIFICATIONS	20-5720-1016-0000	-	-	\$2,600	-	\$2,600
Total Personnel Services		\$206,508	\$232,704	\$370,063	59.03%	\$137,359
Materials & Supplies						
GENERAL OFFICE SUPPLIES	20-5720-2101-0000	\$313	\$300	\$400	33.33%	\$100
MOTOR VEHICLE FUEL	20-5720-2204-0000	\$5,312	\$9,113	\$11,525	26.47%	\$2,412
UNIFORMS	20-5720-2209-0000	\$2,274	\$2,310	\$3,810	64.94%	\$1,500

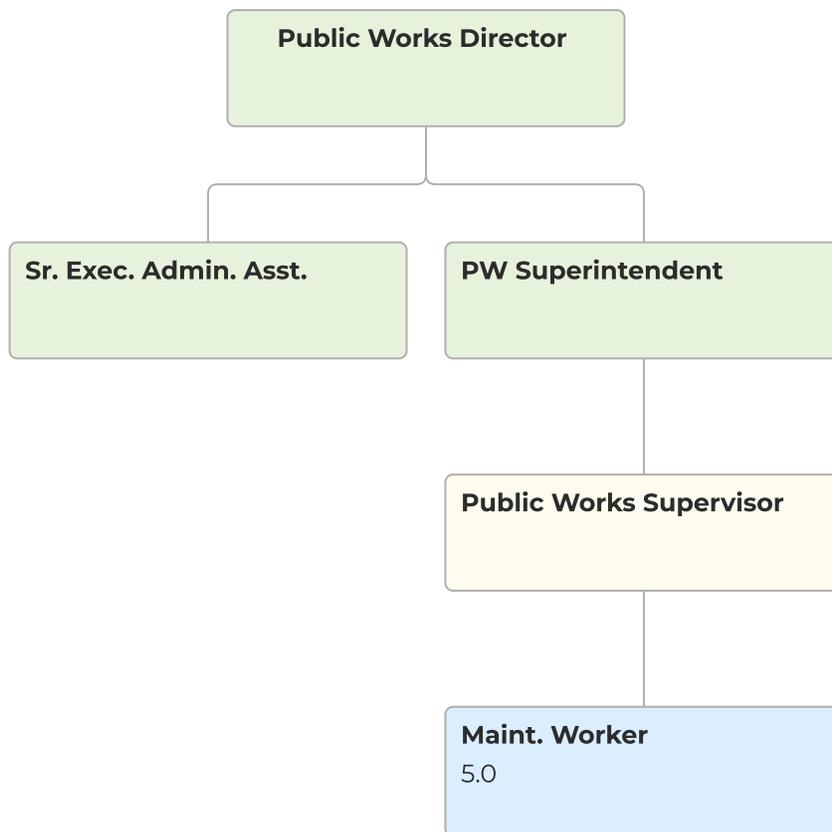
Category	Account ID	FY 2024 Actuals	FY 2025 Projected	FY 2026 Adopted	FY25 Projected vs. FY26 (%) Change)	FY25 Projected vs. FY26 Budgeted (\$ Change)
WATER/SEWER MAIN REPAIR	20-5720-2303-0000	\$9,721	\$12,400	\$15,000	20.97%	\$2,600
LIFT STATION MAINTENANCE	20-5720-2304-0000	\$3,182	\$4,500	\$5,000	11.11%	\$500
LAB AND CHEMICAL SUP.	20-5720-2305-0000	\$206	\$1,000	\$1,000	0.00%	-
MOTOR VEHICLE SUPPLIES	20-5720-2312-0000	\$746	\$1,000	\$1,500	50.00%	\$500
W/S MACH. & EQPT. REPAIRS	20-5720-2313-0000	\$1,643	\$6,500	\$7,000	7.69%	\$500
MINOR TOOLS & EQPT.	20-5720-2401-0000	\$1,973	\$2,000	\$9,500	375.00%	\$7,500
COMPUTER HARD. & SOFT.	20-5720-2403-0000	-	-	\$3,000	-	\$3,000
SAFETY EQUIPMENT	20-5720-2441-0000	\$701	\$900	\$1,200	33.33%	\$300
Total Materials & Supplies		\$26,072	\$40,023	\$58,935	47.25%	\$18,912
Contractual Services						
ENGINEERING SERVICES	20-5720-3105-0000	\$5,081	\$14,200	\$15,000	5.63%	\$800
TELEPHONE EXPENSES	20-5720-3201-0000	-	\$800	-	-100.00%	-\$800
TRAVEL AND TRAINING	20-5720-3203-0000	\$2,461	\$1,300	\$2,300	76.92%	\$1,000
WORKERS COMPENSATION	20-5720-3405-0000	\$3,032	\$2,600	-	-100.00%	-\$2,600
ELECTRICITY	20-5720-3501-0000	\$16,730	\$18,767	\$19,236	2.50%	\$469
COST OF SEWER OPERATIONS	20-5720-3504-0000	\$3,138,656	\$3,233,970	\$3,710,095	14.72%	\$476,125
MOTOR VEHICLE REPAIRS	20-5720-3604-0000	\$3,186	\$1,000	\$1,120	12.00%	\$120
CELL/PAGERS/RADIOS	20-5720-3703-0000	-	-	\$840	-	\$840
LEASES	20-5720-3715-0000	\$3,776	\$4,157	\$6,250	50.35%	\$2,093
Total Contractual Services		\$3,172,922	\$3,276,794	\$3,754,841	14.59%	\$478,047
Capital Outlay						
SPECIAL EQUIPMENT	20-5720-4305-0000	\$45,000	-	\$5,000	-	\$5,000
SAN SEWER OVERFLOW MAINT	20-5720-4510-0000	-	-	\$100,000	-	\$100,000
Total Capital Outlay		\$45,000	-	\$105,000	-	\$105,000
Debt Service						
DEBT SERVICE	20-5720-5001-0000	-	\$345,000	\$355,000	2.90%	\$10,000
INTEREST	20-5720-5002-0000	\$80,732	\$102,150	\$101,539	-0.60%	-\$611

Category	Account ID	FY 2024 Actuals	FY 2025 Projected	FY 2026 Adopted	FY25 Projected vs. FY26 (% Change)	FY25 Projected vs. FY26 Budgeted (\$ Change)
AGENTS FEES	20-5720-5003-0000	\$500	\$725	\$850	17.24%	\$125
Total Debt Service		\$81,232	\$447,875	\$457,389	2.12%	\$9,514
Total Expenditures		\$3,531,734	\$3,997,396	\$4,746,229	18.73%	\$748,833

Personnel Summary

WASTEWATER COLLECTION			
	FY24	FY25	FY26
FULL TIME			
Maintenance Worker (I, II, or III)	3	3	5
TOTAL FULL TIME	3	3	5
TOTAL FULL-TIME-EQUIVALENT (FTEs)	3	3	5

Wastewater



Customer Service

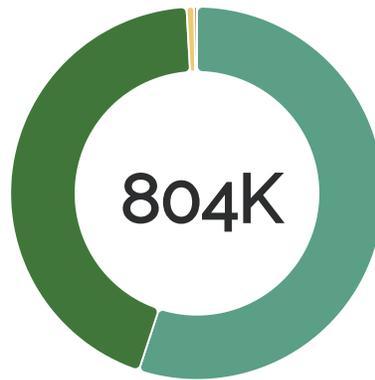
The Customer Service Department for the City of Murphy is committed to delivering superior customer service that meets and strives to exceed the needs of our residents, business owners, and others with unsurpassed professionalism. The Customer Service Department is uniquely centralized to assist in a variety of ways to meet the demands of the community.

The Customer Service Department manages all aspects of Utility Billing. This includes monthly billing for water, wastewater, solid waste and recycling, and annual alarm permit renewals, accepting applications for new accounts and disconnect requests. It is also responsible for overseeing Solid Waste and Recycling issues, including but not limited to questions regarding carts, bulky waste, electronic waste, and hazardous waste matters. The Customer Service Department also coordinates the building permit process, working closely with Community Development, Public Works, the Fire Marshall, City Secretary, and Health Officials to coordinate all aspects of building projects throughout the duration of the permitting process. This includes building permit issuance and scheduling of all inspection requests. Additionally, the Customer Service Department oversees the daily functions of cash handling for Utility Billing and Building Projects, coordinates city-wide deposits, and works closely with the Finance Department to manage daily financial reporting.



Expenditures by Expense Type

FY26 Expenditures by Expense Type



● Contractual Services	\$442,849	55.05%
● Personnel Services	\$354,314	44.05%
● Materials & Supplies	\$5,430	0.68%
● Capital Outlay	\$1,800	0.22%

Expenditures by Expense Type

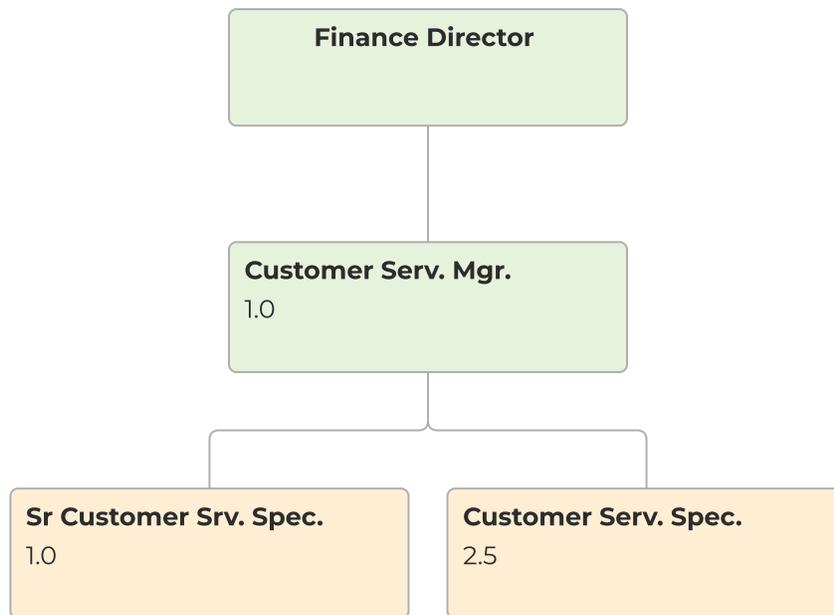
Category	Account ID	FY 2024 Actuals	FY 2025 Projected	FY 2026 Adopted	FY25 Projected vs. FY26 (% Change)	FY25 Projected vs. FY26 Budgeted (\$ Change)
Personnel Services						
SALARIES	20-5730-1001-0000	\$267,310	\$241,746	\$266,543	10.26%	\$24,797
OVERTIME	20-5730-1005-0000	\$940	\$8,000	\$8,000	0.00%	-
LONGEVITY	20-5730-1006-0000	\$1,220	\$1,380	\$2,912	111.01%	\$1,532
TMRS	20-5730-1009-0000	\$37,538	\$35,803	\$38,257	6.85%	\$2,454
SOCIAL SECURITY	20-5730-1011-0000	\$3,704	\$3,515	\$3,626	3.16%	\$111
GROUP INSURANCE	20-5730-1012-0000	\$33,035	\$38,865	\$34,241	-11.90%	-\$4,624
WORKERS COMPENSATION PREMIUMS	20-5730-1014-0000	-	-	\$736	-	\$736
Total Personnel Services		\$343,747	\$329,309	\$354,314	7.59%	\$25,005
Materials & Supplies						
GENERAL OFFICE SUPPLIES	20-5730-2101-0000	\$3,755	\$4,880	\$4,880	0.00%	-
UNIFORMS	20-5730-2209-0000	\$101	\$550	\$550	0.00%	-
Total Materials & Supplies		\$3,856	\$5,430	\$5,430	0.00%	-
Contractual Services						
AUDITING AND ACCOUNTING	20-5730-3101-0000	\$22,410	\$26,506	\$27,831	5.00%	\$1,325

Category	Account ID	FY 2024 Actuals	FY 2025 Projected	FY 2026 Adopted	FY25 Projected vs. FY26 (% Change)	FY25 Projected vs. FY26 Budgeted (\$ Change)
CONSULTANT SERVICES	20-5730-3102-0000	\$25,504	\$25,000	\$30,000	20.00%	\$5,000
SOFTWARE MAINTENANCE	20-5730-3111-0000	\$65,526	\$91,710	\$95,075	3.67%	\$3,365
BANK SERVICES CHARGES	20-5730-3115-0000	-	-	\$500	-	\$500
CREDIT CARD FEES	20-5730-3116-0000	\$159,310	\$175,282	\$211,482	20.65%	\$36,200
POSTAGE & FREIGHT	20-5730-3202-0000	\$35,089	\$41,105	\$45,700	11.18%	\$4,595
TRAVEL AND TRAINING	20-5730-3203-0000	\$6,080	\$7,050	\$8,800	24.82%	\$1,750
AD. AND PUBLIC NOTICES	20-5730-3301-0000	-	\$1,000	\$1,000	0.00%	-
PRINTING AND BINDING	20-5730-3302-0000	\$12,408	\$19,000	\$19,570	3.00%	\$570
WORKERS COMPENSATION	20-5730-3405-0000	\$613	\$3,564	-	-100.00%	-\$3,564
RENTAL OFFICE EQPT.	20-5730-3702-0000	\$1,039	\$1,167	\$1,000	-14.31%	-\$167
CELL/PAGERS/RADIOS	20-5730-3703-0000	\$1,015	\$965	\$840	-12.95%	-\$125
DUES & MEMBERSHIP	20-5730-3901-0000	\$608	\$955	\$1,050	9.95%	\$95
Total Contractual Services		\$329,601	\$393,304	\$442,849	12.60%	\$49,545
Capital Outlay						
FURN., FIX., OFF. EQPT.	20-5730-4301-0000	\$1,750	\$1,200	\$1,800	50.00%	\$600
Total Capital Outlay		\$1,750	\$1,200	\$1,800	50.00%	\$600
Total Expenditures		\$678,954	\$729,243	\$804,392	10.31%	\$75,149

Personnel Summary

CUSTOMER SERVICE			
	<u>FY24</u>	<u>FY25</u>	<u>FY26</u>
FULL TIME			
Customer Service Manager	1	1	1
Assistant Customer Service Manager	1	1	0
Sr. Customer Service Specialist (Reclass in FY25)	0	0	1
Customer Service Specialist	3	2	2
TOTAL FULL TIME	5	4	4
PART-TIME			
Customer Service Specialist	0	0	0.5
TOTAL PART-TIME	0	0	0.5
TOTAL FULL-TIME-EQUIVALENT (FTEs)	5	4	4.5

Customer Service



Stormwater Fund #25

The Stormwater Maintenance division inspects and maintains the storm water system to include bar ditches, mainline pipes, curbs, storm inlets and outfalls. Debris collects in the system, which can restrict the outflow and create a potential flooding hazard during excessive rainfall. The storm water system is inspected regularly, especially after substantial rainfall and in response to citizen requests.

Based on the stormwater study completed in May 2025, the residential property stormwater rate was increased from \$3.80 to \$4.05 per month and the commercial utility customer stormwater rate increased from 19.13/acre to \$20.66/acre. The 2025 Stormwater Analysis ensures that fair and equitable rates are based on impervious areas as required by state law. The assumption for the recommended fee is based on a 5-year level fee and does not assume any capital improvements. It may be necessary to leverage stormwater fees in the future to complete significant drainage projects by issuing bonds or certificates of obligation.

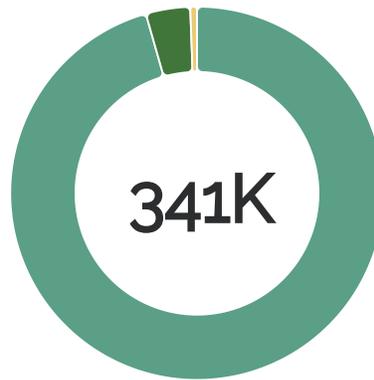
Comprehensive Fund Summary

Comprehensive Fund Summary

Category	FY 2024 Actuals	FY 2025 Projected	FY 2026 Adopted	FY 2027 Forecasted	FY 2028 Forecasted	FY 2029 Forecasted	FY 2030 Forecasted
Beginning Fund Balance	\$298,041	\$375,286	\$321,428	\$322,902	\$330,754	\$335,622	\$336,932
Revenues							
INTEREST INCOME	-	\$9,849	\$13,033	-	-	-	-
DRAINAGE FEES	\$325,595	\$325,481	\$325,709	\$325,937	\$326,165	\$326,393	\$326,622
DRAINAGE PENALTIES	\$2,363	\$2,000	\$2,000	\$2,000	\$2,000	\$2,000	\$2,000
Total Revenues	\$327,958	\$337,330	\$340,742	\$327,937	\$328,165	\$328,393	\$328,622
Expenditures							
Personnel Services	\$261,927	\$260,632	\$158,248	\$161,006	\$164,090	\$167,749	\$170,985
Materials & Supplies	\$3,369	\$6,800	\$7,200	\$7,324	\$7,450	\$7,579	\$7,711
Contractual Services	\$42,367	\$123,756	\$156,756	\$151,756	\$151,756	\$151,756	\$186,756
Total Expenditures	\$307,662	\$391,188	\$322,204	\$320,086	\$323,297	\$327,084	\$365,452
Total Revenues Less Expenditures	\$20,295	-\$53,858	\$18,538	\$7,850	\$4,868	\$1,309	-\$36,830
Ending Fund Balance	\$318,336	\$321,428	\$339,966	\$330,752	\$335,622	\$336,931	\$300,102

Revenues by Object

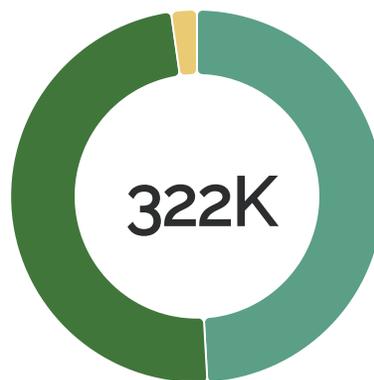
FY26 Revenues by Object



● DRAINAGE FEES	\$325,709	95.59%
● INTEREST INCOME	\$13,033	3.82%
● DRAINAGE PENALTIES	\$2,000	0.59%

Expenditures by Expense Type

FY26 Expenditures by Expense Type



● Personnel Services	\$158,248	49.11%
● Contractual Services	\$156,756	48.65%
● Materials & Supplies	\$7,200	2.23%

Expenditures by Expense Type

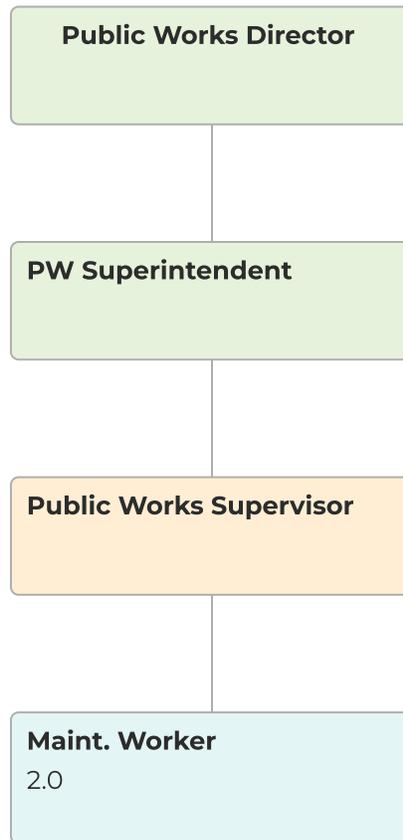
Category	Account ID	FY 2024 Actuals	FY 2025 Projected	FY 2026 Adopted	FY25 Projected vs. FY26 Budgeted (% Change)	FY25 Projected vs. FY26 Budgeted (\$ Change)
Personnel Services						
SALARIES	25-5000-1001-0000	\$179,596	\$186,432	\$100,038	-46.34%	-\$86,394
OVERTIME	25-5000-1005-0000	\$15,849	\$6,914	\$6,500	-5.99%	-\$414
LONGEVITY	25-5000-1006-0000	\$8	\$180	\$483	168.33%	\$303

Category	Account ID	FY 2024 Actuals	FY 2025 Projected	FY 2026 Adopted	FY25 Projected vs. FY26 Budgeted (% Change)	FY25 Projected vs. FY26 Budgeted (\$ Change)
TMRS	25-5000-1009-0000	\$27,634	\$27,611	\$15,306	-44.57%	-\$12,305
MEDICARE	25-5000-1011-0000	\$2,539	\$2,703	\$1,451	-46.32%	-\$1,252
GROUP INSURANCE	25-5000-1012-0000	\$36,300	\$34,991	\$28,645	-18.14%	-\$6,346
WORKERS COMPENSATION PREMIUMS	25-5000-1014-0000	-	-	\$4,026	-	\$4,026
CERTIFICATIONS	25-5000-1016-0000	-	\$1,800	\$1,800	0.00%	-
Total Personnel Services		\$261,927	\$260,632	\$158,248	-39.28%	-\$102,384
Materials & Supplies						
STREET AND BRIDGES SUP	25-5000-2302-0000	\$3,023	\$6,000	\$6,200	3.33%	\$200
MINOR TOOLS & EQPT	25-5000-2401-0000	\$346	\$800	\$1,000	25.00%	\$200
Total Materials & Supplies		\$3,369	\$6,800	\$7,200	5.88%	\$400
Contractual Services						
UNIFORMS	25-5000-2209-0000	\$1,784	\$3,080	\$1,500	-51.30%	-\$1,580
CONSULTING SERVICES	25-5000-3102-0000	\$683	\$35,000	\$8,000	-77.14%	-\$27,000
ENGINEERING SERVICES	25-5000-3105-0000	\$9,738	\$15,000	\$18,956	26.37%	\$3,956
TRAVEL AND TRAINING	25-5000-3203-0000	\$1,830	\$3,000	\$3,000	0.00%	-
PRINTING AND BINDING	25-5000-3302-0000	-	\$2,250	\$5,000	122.22%	\$2,750
WORKERS COMP	25-5000-3405-0000	\$4,042	\$10,126	-	-100.00%	-\$10,126
DRAINAGE IMPROVEMENTS	25-5000-3616-0000	\$18,280	\$45,000	\$110,000	144.44%	\$65,000
MACHINERY & EQPT	25-5000-3704-0000	\$2,573	\$2,500	\$2,500	0.00%	-
DUES & MEMBERSHIPS	25-5000-3901-0000	\$3,436	\$7,800	\$7,800	0.00%	-
Total Contractual Services		\$42,367	\$123,756	\$156,756	26.67%	\$33,000
Total Expenditures		\$307,662	\$391,188	\$322,204	-17.63%	-\$68,984

Personnel

STORMWATER FUND			
	<u>FY24</u>	<u>FY25</u>	<u>FY26</u>
FULL TIME			
Maintenance Worker (I, II, or III)	4	4	2
TOTAL FULL TIME	4	4	2
TOTAL FULL-TIME-EQUIVALENT (FTEs)	4	4	2

Stormwater



Impact Fees Fund #70

The impact fees are assessed fees which the City charges for any new development within the City's water and wastewater service area. The impact fees are used to offset the city's cost of capital improvements that the city must implement to be able to provide water and sewer services to the new development. The revenue generated through the assessment of impact fees is used to pay for expansion of the City's water and wastewater utility facilities and infrastructure so that the necessary facilities are in place to meet the needs of development. The fund is separated into water and wastewater balances.

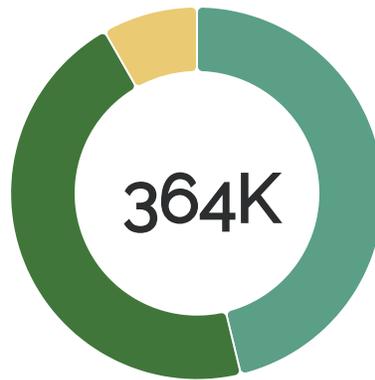
Comprehensive Fund Summary

Comprehensive Fund Summary

Category	FY 2024 Actuals	FY 2025 Projected	FY 2026 Adopted	FY 2027 Forecasted	FY 2028 Forecasted	FY 2029 Forecasted	FY 2030 Forecasted
Beginning Fund Balance	\$633,474	\$625,127	\$655,262	\$778,277	\$837,997	\$709,987	\$673,223
Revenues							
INTEREST INCOME	\$31,991	\$32,075	\$30,000	\$30,000	\$25,000	\$25,000	\$25,000
WATER IMPACT FEES	\$42,611	\$78,884	\$168,084	\$150,696	\$65,576	\$21,252	\$21,252
SEWER IMPACT FEES	\$45,830	\$105,468	\$165,648	\$148,512	\$64,736	\$20,944	\$20,944
Total Revenues	\$120,432	\$216,427	\$363,732	\$329,208	\$155,312	\$67,196	\$67,196
Expenditures							
Contractual Services	\$3,750	-	-	-	-	-	-
Transfers	\$125,030	\$186,292	\$240,717	\$269,488	\$283,322	\$103,960	\$82,359
Total Expenditures	\$128,780	\$186,292	\$240,717	\$269,488	\$283,322	\$103,960	\$82,359
Total Revenues Less Expenditures	-\$8,348	\$30,135	\$123,015	\$59,720	-\$128,010	-\$36,764	-\$15,163
Ending Fund Balance	\$625,127	\$655,262	\$778,277	\$837,997	\$709,987	\$673,223	\$658,060

Revenues by Object

FY26 Revenues by Object



● WATER IMPACT FEES	\$168,084	46.21%
● SEWER IMPACT FEES	\$165,648	45.54%
● INTEREST INCOME	\$30,000	8.25%

Expenditures by Expense Type

FY26 Expenditures by Expense Type



● Transfers	\$240,717	100.00%
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Expenditures by Expense Type

Category	Account ID	FY 2024 Actuals	FY 2025 Projected	FY 2026 Adopted	FY25 Projected vs. FY26 Budgeted (% Change)	FY25 Projected vs. FY26 Budgeted (\$ Change)
Contractual Services						
CONSULTANT SERVICES WATER	70-5000-3117-0000	\$1,024	-	-	-	-
CONSULTANT SERVICES SEWER	70-5000-3118-0000	\$2,726	-	-	-	-
Total Contractual Services		\$3,750	-	-	-	-
Transfers						
TRANSFER TO WATER DEPARTMENT	70-5000-9001-0000	\$70,811	\$70,960	\$71,044	0.12%	\$84

Category	Account ID	FY 2024 Actuals	FY 2025 Projected	FY 2026 Adopted	FY25 Projected vs. FY26 Budgeted (% Change)	FY25 Projected vs. FY26 Budgeted (\$ Change)
TRANSFER TO WASTEWATER	70-5000-9002-0000	\$54,219	\$115,332	\$169,673	47.12%	\$54,341
Total Transfers		\$125,030	\$186,292	\$240,717	29.21%	\$54,425
Total Expenditures		\$128,780	\$186,292	\$240,717	29.21%	\$54,425



CAPITAL

The Capital Improvement Program (CIP) is the City's five-year plan to purchase, construct, or replace the City's physical assets—including streets, sidewalks, parks, and water distribution, wastewater, and storm water infrastructure.

Capital Improvement Plan



Incode Proj #	Project Name	Project Cost (\$)	Actuals & Encumbrances Thru FY25	Remaining Budget (Carry-Forward)	FY26 Budget (New & Carry Forward)	FY27 Estimate	FY28 Estimate	FY29 Estimate	FY30 Estimate	5 Year Est. Total
Street Projects										
N/A	Gables Pavement Rehabilitation	61,721	20,020	41,701	20,686	-	-	-	-	20,686
N/A	Street & Sidewalk Maintenance Sales Tax Fund # 24	935,000	-	940,266	940,266	-	-	-	-	940,266
MD1	RIGHT TURN MCCREARY (HEB)	650,000	-	650,000	650,000	-	-	-	-	650,000
ST1	McMillen Road	5,500,000	-	5,500,000	850,000	1,700,000	2,000,000	500,000	450,000	5,500,000
Equipment/Software										
TBD	DISPATCH SOFTWARE CAD/RMS	904,000	-	-	904,000	-	-	-	-	904,000
Sidewalks & Trail Projects										
2.1	FM544 Pedestrian Bridge & Trail Connection	5,211,681	574,862	5,211,681	5,211,681	-	-	-	-	5,211,681
Water & Wastewater Projects										
WS1	Hawthorn Pump Station FY26	100,000	10,000	90,000	100,000	-	-	-	-	100,000
WS2	200 Block Oak Bluff water mains/sanitary swr FY26	250,000	25,000	225,000	250,000	-	-	-	-	250,000
WS3	D Block Post Crest, 400 Block Walnut water mains/sanitary swr FY26	250,000	25,000	225,000	250,000	-	-	-	-	250,000
WS4	Skyline Drive (Horizon Dr. to S. Murphy Road) including water mains and sanitary sewer FY26	175,481	17,000	158,481	175,481	-	-	-	-	175,481
WR1	Oak Glen to Ridgestone water line replacement FY26	98,650	-	98,650	98,650	-	-	-	-	98,650
WR2	Woodcrest to Rocky Glen water line replacement FY26	98,650	-	98,650	98,650	-	-	-	-	98,650
WR3	Bunny Run (S. Maxwell Crk westerly to Timbers Nature Preserve) water line replacement FY26	98,651	-	98,651	98,651	-	-	-	-	98,651
WR4	Water Distribution Service Line Replacements (FY26) - 2018 CO	970,714	500,000	470,714	470,714	-	-	-	-	470,714
WR5	Water Service Line Replacement throughout the City	8,560,000	400,000	8,160,000	3,037,445	1,370,000	1,370,000	1,360,000	1,016,555	8,154,000
WR6	Cast Iron Waste Main Replacement throughout the City	2,000,000	300,000	1,700,000	100,000	550,000	525,000	525,000	-	1,700,000
WR7	Timber Ridge Street Rebuild with water mains and wastewater lines	750,000	100,000	650,000	100,000	195,000	195,000	160,000	-	650,000
N/A	Rodeo Dr Elevated Storage Tank - Interior & Exterior Paint	675,000	-	-	675,000	-	-	-	-	675,000
		27,289,548	1,971,882	24,318,794	14,031,224	3,815,000	4,090,000	2,545,000	1,466,555	25,947,779

City of Murphy Capital Improvement Program Summary For the Quarter Ending September 2025

Overview of Approved CIP by Source of Funds

Revenue Sources for the FY26 Budget Include:

Fund Type	FY26 Budget
2019 General Obligation Bonds	\$ 1,446,340
2020 Tax Notes	85,341
2022 Tax Notes	3,000,000
2025 CO GF Construction	1,754,000
2025 CO UT Construction	3,237,445
Murphy Municipal Development District (MDD) & Murphy Community Development Corporation (MCDC)	1,330,000
Street & Sidewalk Maintenance	940,266
2018 Certificates of Obligation (Water & Sewer)	1,542,146
Gables Escrow	20,686
Utility Fund Water (Capital Projects Total)	675,000
Total	\$ 14,031,224

Fund # 60 2020 Tax Notes				
Proceeds: for the purchase of materials, supplies, equipment and machinery for City authorized needs and purposes.				
Project #	Project Name	FY25 Budget	Budget	
			Amendment	FY26 Budget
60-5000-4391-0000	FM544 Pedestrian Bridge & Trail Project	107,392	(22,051)	85,341
Total FY26 Budget in Fund 60 2020 Tax Note				85,341

Fund # 60 2022 Tax Notes				
Use of Proceeds: constructing, improving, extending and repairing sidewalks, pedestrian bridges, trails and related improvements, the cost of professional services rendered in connection thereof				
Project #	Project Name	FY25 Budget	Budget	
			Amendment	FY26 Budget
2.1	FM544 Pedestrian Bridge & Trail Project - Prop. A	3,039,854	-	3,000,000
Total FY25 Budget in Fund 60 2022 Tax Notes		3,039,854	-	3,000,000
Unassigned Bond Funds (Spend Priority - 1st) 33,938				-
Total Fund 60 2022 Tax Notes		3,039,854	-	3,000,000

2025 CO GF Construction Fund # 60				
Project #	Project Name	New CO issuance	Budget	
			Amendment	FY26 Budget
ST1	MCMILLEN ROAD	5,500,000		850,000
TBD	DISPATCH SOFTWARE CAD/RMS	904,000		904,000
Total FY26New CO issuance in Fund 60		6,404,000		1,754,000

2019 GO Bond Fund # 63				
Created after the November 2017 Bond Election was approved by the voters in three propositions A, B and D. General Obligation Bonds were issued 2019. Use of Proceeds: street improvements, improvements to park and recreation facilities, professional services related to projects and financing thereof				
Project #	Project Name	FY25 Budget	Budget	
			Amendment	FY26 Budget
2.1	Prop A Sidewalk Connection FM544 Pedestrian bridge/trail	1,447,015	(332,571)	990,947
2.1	Prop. D for Trails	304,988	31,333	455,393
Sub total FY26 Budget in Fund 63		1,752,003	(301,238)	1,446,340
Unassigned Bond Funds (Spend Priority - 1st) 166,986				-
Assigned Surety to street improvements (Spend Priority - 2nd)				116,175
Total Fund 63 2019 2019 Bond				1,562,515

2018 CO Utility Construction Fund # 65
 Certificates of Obligations issued in 2018, for water and sewer facility upgrades and rehabilitation including water distribution lines, pump and lift station equipment
 USE OF PROCEEDS Proceeds from the sale of the Certificates will be used for (i) constructing, renovating, enlarging, equipping and improving water and wastewater facilities and paying the costs of issuance.

Project #	Project Name	FY25 Budget	Budget	
			Amendment	FY26 Budget
WS1	Hawthorn Pump Station FY26		100,000	100,000
WS2	200 Block Oak Bluff water mains/sanitary swr FY26		250,000	250,000
WS3	100 Block Post Crest, 400 Block Walnut water mains/sanitary swr FY25		250,000	250,000
WS4	Skyline Drive (Horizon Dr. to S. Murphy Road) including water mains and sanitary sewer FY26		175,481	175,481
WR1	Oak Glen to Ridgestone water line replacement FY26		98,650	98,650
WR2	Woodcrest to Rocky Glen water line replacement FY26		98,650	98,650
WR3	Bunny Run (S. Maxwell Crk westerly to Timbers Nature Preserve)water line replacement FY26		98,651	98,651
WR4	Water Distribution Service Line Replacements (FY26) - 2018 CO		970,714	470,714
Unassigned Bond Funds (Spend Priority - 1st) 169,698				-
Total Fund 65 2018 CO Utility Construction		-	2,042,146	1,542,146

2025 CO Utility Construction Fund # 65

Project #	Project Name	New CO Issuance	Budget	
			Amendment	FY26 Budget
WR5	WATER SERVICE LINE REPLACEMENT THROUGHOUT THE CITY - MULTI YEAR PROJECT	8,560,000		3,037,445
WR6	CAST IRON WATER MAIN REPLACEMENTS THROUGHOUT THE CITY - MULTI YEAR PROJECT	2,000,000		100,000
WR7	TIMBER RIDGE STREET REBUILD WITH WATER MAINS AND WASTEWATER LINE (FM544 TO WOODLAKE)	750,000		100,000
Total FY26 New CO issuance in Fund 65		11,310,000		3,237,445

Fund 20 Storage Tank Elevation Project

Project #	Project Name	FY25 Budget	Amendment	FY26 Budget
N/A	Rodeo Dr Elevated Storage Tank - Interior & Exterior Paint	-	-	675,000
Total Fund 20 Rodeo Dr Storage Elevation Project		-	-	675,000

Street & Sidewalk Maintenance Sales Tax Fund # 24
 Street Maintenance and Repair Fund was reauthorized through a voter election in May, 2023 to utilize 0.25% of the sales tax revenues from the Murphy Municipal Development District (MMDD) for streets and sidewalks. Funds may be used only to maintain and repair city streets and sidewalks existing on the date of the election to adopt the tax or existing on the date of a subsequent reauthorization of the tax (reauthorized in May 2023)

Project #	Project name	FY25 Budget	Budget	
			Amendment	FY26 Budget
N/A	Street Repairs and Rehabilitation (City Wide)	475,000	(16,438)	475,000
24-5000-3102-0000	Consulting Services	10,000	-	5,266
N/A	Sidewalk Repairs and Rehabilitation (City Wide)	450,000	16,438	460,000
Total FY26 Budget in Fund 24		935,000	-	940,266

Escrow Funds - Fund # 30				
Funds remitted from developers that are assigned for specific purposes and/or locations.				
Project #	Project name	FY25 Budget	Budget	
			Amendment	FY26 Budget
N/A	Gables Streets Maintenance	33,562	20,285	20,686
Total FY26 Budget in Fund 30		33,562	20,285	20,686

MDD Fund - Fund # 38				
Capital projects funded by quarter cent sales tax for development and economic growth.				
Project #	Project name	FY25 Budget	Budget	
			Amendment	FY26 Budget
2.1	FM544 Pedestrian Bridge & Trail Project -MDD Share	1,050,000	-	680,000
MD1	FM 544 RIGHT TURN LANE HEB	-	200,000	650,000
Total FY26 Budget in Fund 38		1,050,000	200,000	1,330,000

Project Name: Gables Pavement Rehabilitation	
Project Number	None
Department	Public Works
Approval Date	2019
Project Start Date	2019
Project Completion Date	In Progress
Fund Sources	Escrow
Location	Gables

Description

Repairs and maintenance to the street panels and sidewalks in the Gables area as needed.

Justification

Enhance road safety and improve quality of life for residents.

Financial Information

Project Type	Source	Estimated Cost	Budget Thru FY24-25	25-26 Budget	26-27 Estimate	27-28 Estimate	28-29 Estimate	29-30 Estimate	Total Project Costs
Streets	Gables Escrow	\$ 61,721	\$ 53,847	\$ 33,827		\$ -	\$ -	\$ -	\$ 33,827

Operating Budget Impacts:
 This project has no incremental increase to operating expenditures.

Comments:

Project Name: Right Turn McCreary (HEB)

Project Number MD1
Department Community Development
Approval Date 25-Jul
Project Start Date 25-Jul
Project Completion Date In Progress
Fund Sources 38 - MMDD
Location 544 & McCreary

Description

Engineering design services for a right turn for East bound FM 544 at McCreary Rd and Murphy Economic Development website refresh

Justification

Enhance road safety, improve quality of life for residents, promote state and local economic development, stimulate business and commercial activity in Murphy for the development and diversification of the economy of the state, promote the development and expansion of commerce in the state under Chapter 380 agreement.

Financial Information

Project Type	Source	Estimated Cost	Budget Thru FY24-25	25-26 Budget	26-27 Estimate	27-28 Estimate	28-29 Estimate	29-30 Estimate	Total Project Costs
Streets	MDD	\$ -	\$ 200,000	\$ 450,000	\$ -	\$ -	\$ -	\$ -	\$ 650,000

Operating Budget Impacts:

Operating costs will be determined during the project design phase.

Comments:

Reflects Budget Amendment (ORD 25-07-1386 7/15/25) Engineering Design Service FY25

Project Name: McMillen Road

Project Number ST1
Department
Approval Date 25-Jul
Project Start Date 25-Jul
Project Completion Date In Progress
Fund Sources 60
Location McMillen Rd

Description

Paving and drainage improvements to McMillen Rd from N. Murphy Rd to the east side of Maxwell Creek Bridge

Justification

Enhance road safety, improve quality of life for residents, promote state and local economic development, stimulate business and commercial activity in Murphy for the development and diversification of the economy of the state, promote the development and expansion of commerce in the state under Chapter 380 agreement.

Financial Information

Project Type	Source	Estimated Cost	Budget Thru FY24-25	25-26 Budget	26-27 Estimate	27-28 Estimate	28-29 Estimate	29-30 Estimate	Total Project Costs
Streets	60	\$ 5,500,000	\$ -	\$ 850,000	\$ 1,700,000	\$ 2,000,000	\$ 500,000	\$ 450,000	\$ 5,500,000

Operating Budget Impacts:

Operating costs will be determined during the project design phase.

Comments:

Project Name: FM 544 Pedestrian Bridge & Trail Connection

Project Number 2.1
Department Public Works
Approval Date 22-Jul
Project Start Date 22-Jul
Project Completion Date In Progress
Fund Sources 60 & 63 & 38
Location McMillen Rd

Description

Pedestrian sidewalks along bridge over FM544. Includes lighted arches.

Justification

Enhance road safety, improve quality of life for residents, promote state and local economic development, stimulate business and commercial activity in Murphy for the

Financial Information

Project Type	Source	Estimated Cost	Budget Thru		26-27 Estimate	27-28 Estimate	28-29 Estimate	29-30 Estimate	Total Project Costs
			FY24-25	25-26 Budget					
Streets	60	\$ 5,211,681	\$ 3,085,341	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 3,085,341
	63		\$ 1,446,340						\$ 1,446,340
	38		\$680,000						\$ 680,000

Operating Budget Impacts:

Operating costs will be determined during the project design phase.

Comments:

Project Name: Hawthorn Pump Station

Project Number WS1
Department Public Works
Approval Date 25-Jun
Project Start Date 25-Jun
Project Completion Date In Progress
Fund Sources 65
Location Hawthorn Pump Station

Description

Water pump upgrade for the Hawthorn Pump Station.

Justification

Financial Information

Project Type	Source	Estimated Cost	Budget Thru		26-27 Estimate	27-28 Estimate	28-29 Estimate	29-30 Estimate	Total Project Costs
			FY24-25	25-26 Budget					
Water	65	\$ 100,000	\$ 10,000	\$ 90,000	\$ -	\$ -	\$ -	\$ -	\$ 100,000

Operating Budget Impacts:

Operating costs will be determined during the project design phase.

Comments:

Reflects Budget Amendment (Ord 25-06-1384 6/03/25)

Project Name: Oak Bluff Water Main/Sanitary Sewer

Project Number WS2
Department Public Works
Approval Date 25-Sep
Project Start Date 25-Jun
Project Completion Date In Progress
Fund Sources 65
Location 200 Blk Oak Bluff

Description

200 Block of Oak Bluff water main/sewer

Justification

Financial Information

Project Type	Source	Estimated Cost	Budget Thru		26-27	27-28	28-29	29-30	Total Project Costs
			FY24-25	25-26 Budget	Estimate	Estimate	Estimate	Estimate	
Water/WWTR	65	\$ 250,000	\$ -	\$ 25,000	\$ 225,000	\$ -	\$ -	\$ -	\$ 250,000

Operating Budget Impacts:
 Operating costs will be determined during the project design phase.

Comments:

Project Name: Post Crest/Walnut Water Mains/Sanitary Sewer

Project Number WS3
Department Administration
Approval Date 25-Jun
Project Start Date 25-Jun
Project Completion Date In Progress
Fund Sources 65
Location 100 Blk Post Crest/400 Blk Walnut

Description

100 block Post Crest, 400 block Walnut Water main/sanitary sewer

Justification

Financial Information

Project Type	Source	Estimated Cost	Budget Thru		26-27	27-28	28-29	29-30	Total Project Costs
			FY24-25	25-26 Budget	Estimate	Estimate	Estimate	Estimate	
Water/WWTR	65	\$ 250,000	\$ -	\$ 25,000	\$ 225,000	\$ -	\$ -	\$ -	\$ 250,000

Operating Budget Impacts:
 Operating costs will be determined during the project design phase.

Comments:

Project Name: Skyline Dr including Water Mains and Sanitary Sewer

Project Number WS4
Department Public Works
Approval Date 25-Jun
Project Start Date 25-Jun
Project Completion Date In Progress
Fund Sources 65
Location Skyline Dr (Horizon Dr to S Murphy Rd)

Description

Skyline Dr (Horizon Dr to S Murphy Rd) including water mains and sanitary sewer

Justification

Financial Information

Project Type	Source	Estimated Cost	Budget Thru		26-27	27-28	28-29	29-30	Total Project Costs
			FY24-25	25-26 Budget	Estimate	Estimate	Estimate	Estimate	
Water/WWTR	65	\$ 175,481	\$ -	\$ 17,000	\$ 158,481	\$ -	\$ -	\$ -	\$ 175,481

Operating Budget Impacts:

Operating costs will be determined during the project design phase.

Comments:

Project Name: Oak Glen to Ridgestone Water Line Replacement

Project Number WR1
Department Public Works
Approval Date 25-Jun
Project Start Date 25-Jun
Project Completion Date In Progress
Fund Sources 65
Location Oak Glen to Ridgestone

Description

Oak Glen to Ridgestone water line replacement

Justification

Financial Information

Project Type	Source	Estimated Cost	Budget Thru		26-27	27-28	28-29	29-30	Total Project Costs
			FY24-25	25-26 Budget	Estimate	Estimate	Estimate	Estimate	
Water/WWTR	65	\$ 98,650	\$ -	\$ 7,500	\$ 91,150	\$ -	\$ -	\$ -	\$ 98,650

Operating Budget Impacts:

Operating costs will be determined during the project design phase.

Comments:

Project Name: Woodcrest to Rocky Glen Water Line Replacement

Project Number WR2
Department Public Works
Approval Date 25-Jun
Project Start Date 25-Jun
Project Completion Date In Progress
Fund Sources 65
Location Woodcrest to Rocky Glen

Description

Woodcrest to Rocky Glen water line replacement

Justification

Financial Information

Project Type	Source	Estimated Cost	Budget Thru		26-27	27-28	28-29	29-30	Total Project Costs
			FY24-25	25-26 Budget	Estimate	Estimate	Estimate	Estimate	
Water	65	\$ 98,650	\$ -	\$ 7,500	\$ 91,150	\$ -	\$ -	\$ -	\$ 98,650

Operating Budget Impacts:
 Operating costs will be determined during the project design phase.

Comments:

Project Name: Bunny Run Water Line Replacement

Project Number WR3
Department Public Works
Approval Date 25-Jun
Project Start Date 25-Jun
Project Completion Date In Progress
Fund Sources 65
Location Bunny Run

Description

Bunny Run (\$ Maxwell Creek to Timbers Nature Preserve) water line replacement

Justification

Financial Information

Project Type	Source	Estimated Cost	Budget Thru		26-27	27-28	28-29	29-30	Total Project Costs
			FY24-25	25-26 Budget	Estimate	Estimate	Estimate	Estimate	
Water	65	\$ 98,651	\$ -	\$ 7,501	\$ 91,150	\$ -	\$ -	\$ -	\$ 98,651

Operating Budget Impacts:
 Operating costs will be determined during the project design phase.

Comments:

Project Name: Water Line Distribution Service Line Replacements

Project Number WR4
Department Public Works
Approval Date 25-Jun
Project Start Date 25-Jun
Project Completion Date In Progress
Fund Sources 65
Location Various Locations Throughout City

Description

Water distribution service line replacements

Justification

Financial Information

Project Type	Source	Estimated Cost	Budget Thru		26-27	27-28	28-29	29-30	Total Project Costs
			FY24-25	25-26 Budget	Estimate	Estimate	Estimate	Estimate	
Water	65	\$ 970,714	\$ -	\$ 500,000	\$ 470,714	\$ -	\$ -	\$ -	\$ 970,714

Operating Budget Impacts:
 Operating costs will be determined during the project design phase.

Comments:

Project Name: Water Service Line Replacement

Project Number WR5
Department Public Works
Approval Date 25-Jun
Project Start Date 25-Jun
Project Completion Date In Progress
Fund Sources 65
Location Various Locations Throughout City

Description

Water distribution service line replacements

Justification

Financial Information

Project Type	Source	Estimated Cost	Budget Thru		26-27	27-28	28-29	29-30	Total Project Costs
			FY24-25	25-26 Budget	Estimate	Estimate	Estimate	Estimate	
Water	65	\$ 8,560,000	\$ -	\$ 400,000	\$ 3,073,445	\$ 1,370,000	\$ 1,370,000	\$ 1,360,000	\$ 7,573,445

Operating Budget Impacts:
 Operating costs will be determined during the project design phase.

Comments:

Project Name: Cast Iron Water Main Replacement

Project Number WR6
Department Public Works
Approval Date 25-Jun
Project Start Date 25-Jun
Project Completion Date In Progress
Fund Sources 65
Location Various Locations Throughout City

Description

Justification

Financial Information

Project Type	Source	Estimated Cost	Budget Thru FY24-25	25-26 Budget	26-27 Estimate	27-28 Estimate	28-29 Estimate	29-30 Estimate	Total Project Costs
Water	65	\$ 2,000,000		\$ 300,000	\$ 100,000	\$ 550,000	\$ 525,000	\$ 525,000	\$ 2,000,000

Operating Budget Impacts:
 Operating costs will be determined during the project design phase.

Comments:

Project Name: Timber Ridge Street Rebuild w/ Water Mains & Wastewater Lines

Project Number WR7
Department Public Works
Approval Date 25-Jun
Project Start Date 25-Jun
Project Completion Date In Progress
Fund Sources 65
Location

Description

Justification

Financial Information

Project Type	Source	Estimated Cost	Budget Thru FY24-25	25-26 Budget	26-27 Estimate	27-28 Estimate	28-29 Estimate	29-30 Estimate	Total Project Costs
Water/WWTR	65	\$ 750,000	\$ -	\$ 100,000	\$ 100,000	\$ 195,000	\$ 195,000	\$ 160,000	\$ 750,000

Operating Budget Impacts:
 Operating costs will be determined during the project design phase.

Comments:

Project Name: Rodeo Dr Elevated Storage Tank

Project Number None
Department Water Distribution
Approval Date
Project Start Date
Project Completion Date In Progress
Fund Sources 20
Location Rodeo Dr Storage Tank

Description

Rodeo Dr Elevated Storage Tank interior and exterior paint

Justification

Financial Information

Project Type	Source	Estimated Cost	Budget Thru FY24-25	25-26 Budget	26-27 Estimate	27-28 Estimate	28-29 Estimate	29-30 Estimate	Total Project Costs
Water	20	\$ 675,000	\$ -	\$ -	\$ 675,000	\$ -	\$ -	\$ -	\$ 675,000

Operating Budget Impacts:
 This project has no incremental increase to operating expenditures.

Comments:

Project Name: Dispatch Software CAD/RMS

Project Number TBD
Department IT/Police
Approval Date
Project Start Date
Project Completion Date In Progress
Fund Sources 60
Location Police Department

Description

Replacement of CAD/RMS Dispatch software in Police Department

Justification

Financial Information

Project Type	Source	Estimated Cost	Budget Thru FY24-25	25-26 Budget	26-27 Estimate	27-28 Estimate	28-29 Estimate	29-30 Estimate	Total Project Costs
General	60	\$ 904,000	\$ -	\$ -	\$ 904,000	\$ -	\$ -	\$ -	\$ 904,000

Operating Budget Impacts:
 Annual maintenance needs will be noted when available.

Comments:

Project Name: Street & Sidewalk Maintenance

Project Number NA
Department Public Works
Approval Date 23-May
Project Start Date
Project Completion Date In Progress
Fund Sources 24 - Sales Tax
Location Various Locations Throughout City

Description

Street Maintenance and Repair Fund was reauthorized through a voter election in May 2023 to utilize 0.25% of the sales tax revenues from the Murphy Municipal Development District (MMDD) for streets and sidewalks. Funds may be used only to maintain and repair city streets and sidewalks existing on the date fo the election to adopt the tax or existing on the date of a subsequent reauthorization of the tax.

Justification

Financial Information

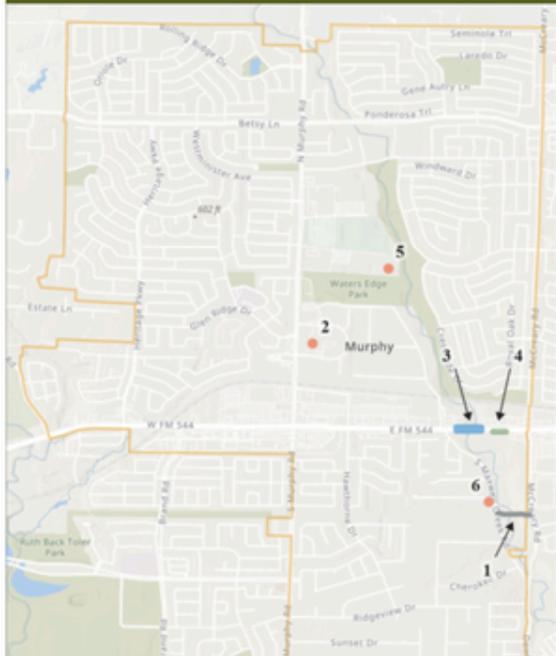
Project Type	Source	Estimated Cost	Budget Thru		26-27	27-28	28-29	29-30	Total Project Costs
			FY24-25	25-26 Budget	Estimate	Estimate	Estimate	Estimate	
Streets	24	\$ 935,000	\$ -	\$ 923,828	\$ 16,438	\$ -	\$ -	\$ -	\$ 940,266

Operating Budget Impacts:

This project has no incremental increase to operating expenditures.

Comments:

MCDC/ MDD Projects



Murphy Development District (MDD) plans and initiates projects to promote and retain businesses unique to Murphy. Murphy Community Development Corporation (MCDC) promotes community enhancements such as parks, open space and improvements.

Sidewalks

- 1. Timbers Trail Sidewalk (McCreary Road to South Maxwell Creek Road) -- Trail to Sachse *Started in FY2025*

Beautification

- 2. City Hall Fountain Replacement

Connectivity

- 3. H-E-B Turn Lane
- 4. FM 544 Pedestrian Bridge

Miscellaneous

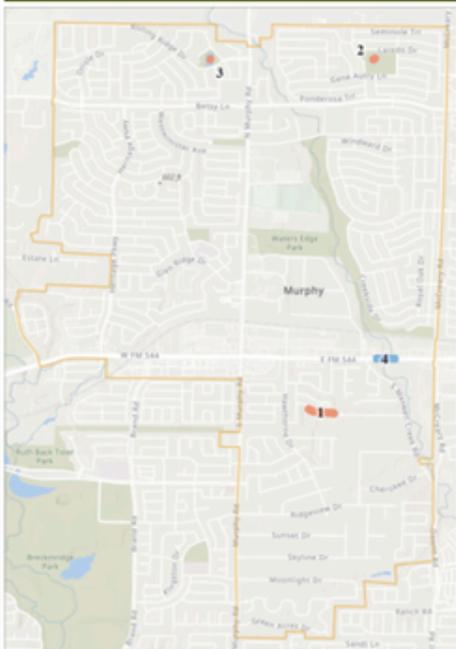
- 5. Bike Repair Station (The Preserve at Maxwell Creek)
- 6. Bike Repair Station (Timbers Nature Preserve)



6 planned projects



Parks Projects



Parks projects include community parks, park facilities and trails.

Community

Parks

- (1) Timbers Lighted Bollards - 16K MCDC
- (2) North Hill Park Solar Basketball court lighting \$16K MCDC; North Hill Park drinking fountain replacement \$10K MCDC

Park Facilities

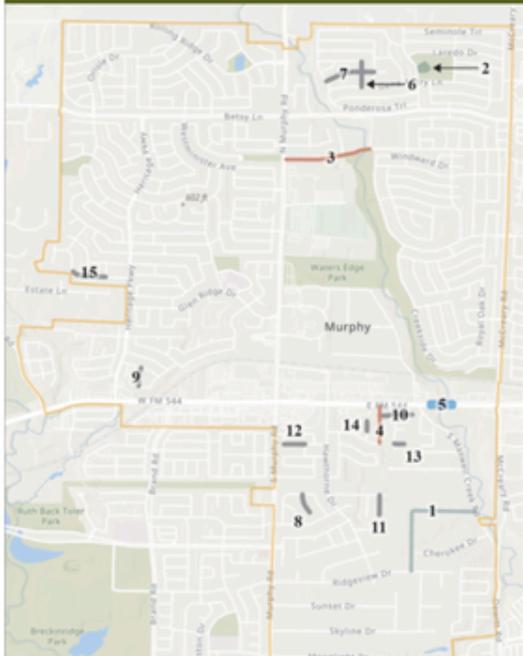
- (3) Liberty Ridge drinking fountain replacement; 10K MCDC

Trails

- (4) FM544 Pedestrian Bridge Trail 323K Prop D



Public Works Projects



Public Works projects include street, drainage, sidewalks and traffic safety improvements.

Drainage

Neighborhood Enhancement

- (1) Kinney Waterline Restoration
- (2) Rodeo Drive Storage Tank (Int/Ext Painting)

Street Maintenance

- (3) McMillen Road
- (4) Timber Ridge

Sidewalks

- (6) 1200 Blk Iowa,
- (7) 300 Blk Idaho
- (8) 400 Blk Sumac Court
- (9) 100 Blk Meredith Drive
- (10) 400 Blk Oak Glen,
- (11) 400 Blk Hickory Dr
- (12) 100 Blk Timberbluff Lane
- (13) 400 Blk Rocky Glen Circle
- (14) 100 Blk Sunny Crest Drive
- (15) 600 Blk Mockingbird

Connectivity

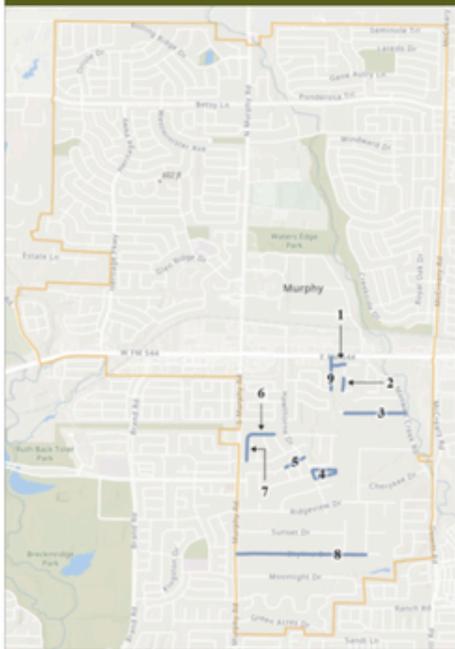
- (5) FMS44 Pedestrian Bridge



Note:
The sidewalk list includes 10 locations from the priority list for mapping purposes. Additional sidewalks will be added throughout FY2026.



Utility Projects



Water

- (1) Oak Glen to Ridgestone water line Replacement
- (2) Woodcrest to Rocky Glen water line Replacement
- (3) Bunny Run (S. Maxwell Creek westerly to Timbers Nature Preserve) water line replacement
- (4) Hawthorn Pump Station
- Water Distribution Service Lines (TBD)
- Cast Iron Water Main Replacement (TBD)

Water & Wastewater

- (5) Oak Bluff, 200 Block
- (6) Post Crest, 100 Block
- (7) Walnut, 400 Block
- (8) Skyline Drive (Horizon Dr. to S. Murphy Road)
- (9) Timber Ridge Street water mains & wastewater lines (FMS44 to Woodlake)

	FY2023	FY2024	FY2025 ao May 1
Utility customers #	6,297	6,300	6,303
Water line (miles)	101	101.2	101.2
Fire hydrants	1,226	1,126	1,140



Street and Maintenance Repair Fund #24

As the Street Maintenance and Repair Fund is a function of the Public Works Department, staff are responsible for the transportation system, which comprises signs & markings, signals/flashers, streets, and sidewalks throughout the City of Murphy.

A Street Maintenance and Repair Fund was reauthorized through a voter election in May 2023 to utilize 0.25% of the sales tax revenues from the Murphy Municipal Development District (MMDD) for streets and sidewalks. These funds will ensure a maintenance program of streets and sidewalks for continuous improvements to the City of Murphy transportation system over the next four years (2023-2027). At that time, it will require an election to continue the allocation of the funds through the sales tax.

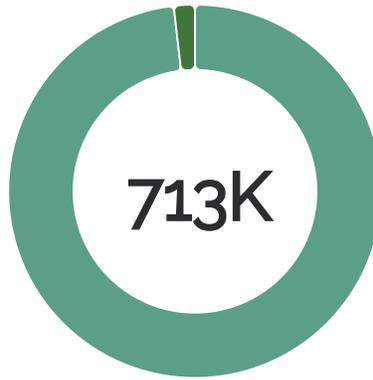
Comprehensive Fund Summary

Comprehensive Fund Summary

Category	FY 2024 Actuals	FY 2025 Projected	FY 2026 Adopted	FY 2027 Forecasted	FY 2028 Forecasted	FY 2029 Forecasted	FY 2030 Forecasted
Beginning Fund Balance	\$940,583	\$976,403	\$769,403	\$447,403	\$145,403	\$28,403	\$11,403
Revenues							
INTEREST INCOME	-	\$12,000	\$13,000	\$13,000	\$13,000	\$13,000	\$13,000
SALES TAX	\$723,466	\$716,000	\$700,000	\$700,000	\$700,000	\$700,000	\$700,000
Total Revenues	\$723,466	\$728,000	\$713,000	\$713,000	\$713,000	\$713,000	\$713,000
Expenditures							
Contractual Services	\$21,248	\$10,000	\$100,000	\$80,000	\$80,000	\$80,000	\$10,000
Capital Outlay	\$651,633	\$925,000	\$935,000	\$935,000	\$750,000	\$650,000	\$665,000
Total Expenditures	\$672,881	\$935,000	\$1,035,000	\$1,015,000	\$830,000	\$730,000	\$675,000
Total Revenues Less Expenditures	\$50,586	-\$207,000	-\$322,000	-\$302,000	-\$117,000	-\$17,000	\$38,000
Ending Fund Balance	\$991,168	\$769,403	\$447,403	\$145,403	\$28,403	\$11,403	\$49,403

Revenues by Object

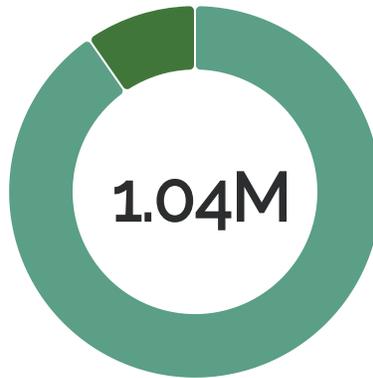
FY26 Revenues by Object



● SALES TAX	\$700,000	98.18%
● INTEREST INCOME	\$13,000	1.82%

Expenditures by Expense Type

FY26 Expenditures by Expense Type



● Capital Outlay	\$935,000	90.34%
● Contractual Services	\$100,000	9.66%

Expenditures by Expense Type

Category	Account ID	FY 2024 Actuals	FY 2025 Projected	FY 2026 Adopted	FY25 Projected vs. FY26 Budgeted (% Change)	FY25 Projected vs. FY26 Budgeted (\$ Change)
Contractual Services						
CONSULTING SERVICES	24-5000-3102-0000	\$21,248	\$10,000	\$100,000	900.00%	\$90,000
Total Contractual Services		\$21,248	\$10,000	\$100,000	900.00%	\$90,000
Capital Outlay						
STREET IMPROVEMENTS	24-5450-4205-0000	\$473,516	\$458,562	\$475,000	3.58%	\$16,438
SIDEWALKS	24-5450-4209-0000	\$178,118	\$466,438	\$460,000	-1.38%	-\$6,438

Category	Account ID	FY 2024 Actuals	FY 2025 Projected	FY 2026 Adopted	FY25 Projected vs. FY26 Budgeted (% Change)	FY25 Projected vs. FY26 Budgeted (\$ Change)
Total Capital Outlay		\$651,633	\$925,000	\$935,000	1.08%	\$10,000
Total Expenditures		\$672,881	\$935,000	\$1,035,000	10.70%	\$100,000

American Rescue Plan Act Fund #28

On March 11, 2021, the President signed into law the American Rescue Plan (ARP) Act. The plan established the Federal Coronavirus State and Local Fiscal Recovery Fund for economic relief for state and local governments. The City of Murphy was awarded \$5,079,611.95 in American Rescue Plan funds, to be disbursed in two tranches; the first received in August 2021, and the second tranche not to be disbursed before August 2022.

In July 2024, December 2024, and July 2025, Council approved the election to utilize the standard allowance to use the remaining funds for general government services, fully obligating the total award. The FY26 budget carries forward the obligations in this fund for one vendor contract until funds are spent by December 2026.

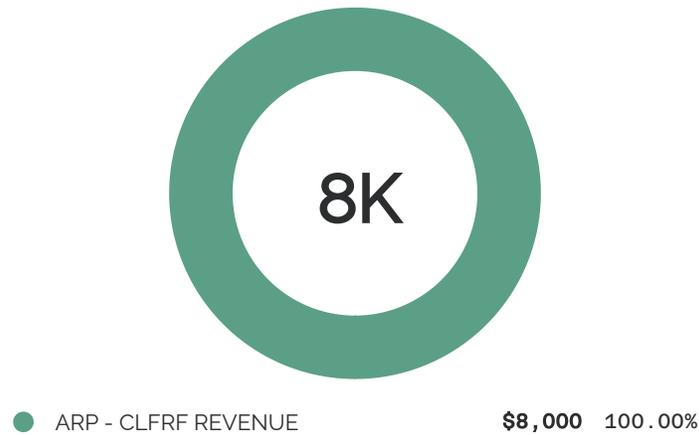
Comprehensive Fund Summary

Comprehensive Fund Summary

Category	FY 2024 Actuals	FY 2025 Projected	FY 2026 Adopted	FY 2027 Forecasted	FY 2028 Forecasted	FY 2029 Forecasted	FY 2030 Forecasted
Beginning Fund Balance	\$3,828,771	\$213,462	\$226,345	-	-	-	-
Revenues							
INTEREST INCOME	\$209,030	\$12,884	-	-	-	-	-
ARP - CLFRF REVENUE	\$841,671	\$126,497	\$8,000	-	-	-	-
Total Revenues	\$1,050,700	\$139,381	\$8,000	-	-	-	-
Expenditures							
Contractual Services	\$476,975	\$126,497	\$8,000	-	-	-	-
Transfers	-	-	\$226,346	-	-	-	-
Total Expenditures	\$476,975	\$126,497	\$234,346	-	-	-	-
Total Revenues Less Expenditures	\$573,725	\$12,883	-\$226,346	-	-	-	-
Ending Fund Balance	\$4,402,496	\$226,345	-\$1	-	-	-	-

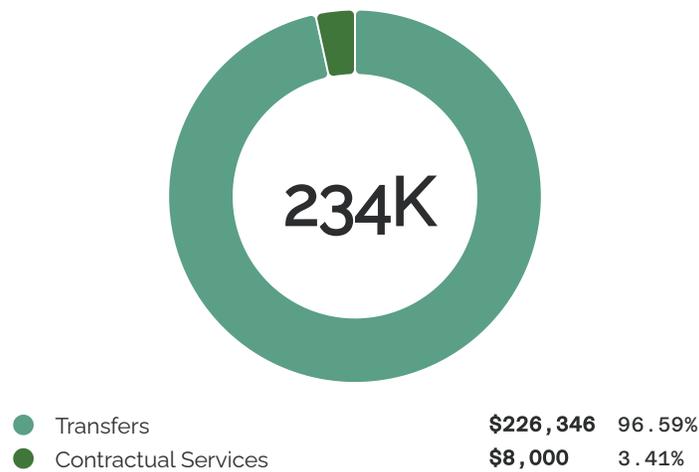
Revenues by Object

FY26 Revenues by Object



Expenditures by Expense Type

FY26 Expenditures by Expense Type



Expenditures by Expense Type

Category	Account ID	FY 2024 Actuals	FY 2025 Projected	FY 2026 Adopted	FY25 Projected vs. FY26 Budgeted (% Change)	FY25 Projected vs. FY26 Budgeted (\$ Change)
Contractual Services						
CONSULTANT SERVICES	28-5000-3102-0000	\$12,694	\$500	\$8,000	1,500.00%	\$7,500
LEGAL SERVICES	28-5000-3103-0000	\$3,268	-	-	-	-
ENGINEERING SERVICES	28-5000-3105-0000	\$83,419	\$125,997	-	-100.00%	-\$125,997
LAND ACQUISITION	28-5000-3302-0000	\$377,594	-	-	-	-
Total Contractual Services		\$476,975	\$126,497	\$8,000	-93.68%	-\$118,497

Category	Account ID	FY 2024 Actuals	FY 2025 Projected	FY 2026 Adopted	FY25 Projected vs. FY26 Budgeted (% Change)	FY25 Projected vs. FY26 Budgeted (\$ Change)
Transfers						
TRANSFER TO GENERAL FUND	28-5000-9000-1000	-	-	\$226,346	-	\$226,346
Total Transfers		-	-	\$226,346	-	\$226,346
Total Expenditures		\$476,975	\$126,497	\$234,346	85.26%	\$107,849

Capital Improvement Fund #30

The Capital Improvement Fund is used to account for resources used for the acquisition and/or construction of capital facilities by the City, except those financed by proprietary funds and not accounted for by another capital projects fund.

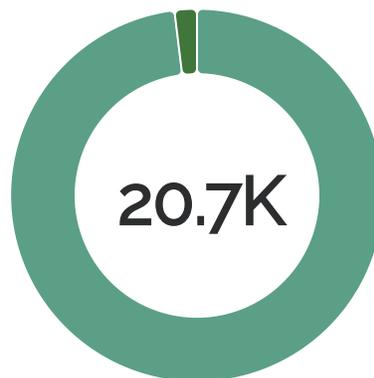
Comprehensive Fund Summary

Comprehensive Fund Summary

Category	FY 2024 Actuals	FY 2025 Projected	FY 2026 Adopted	FY 2027 Forecasted	FY 2028 Forecasted	FY 2029 Forecasted	FY 2030 Forecasted
Beginning Fund Balance	\$173,623	\$102,649	\$20,686	-	-	-	-
Revenues							
PARK ESCROW FEES	\$44,400	-	-	-	-	-	-
Total Revenues	\$44,400	-	-	-	-	-	-
Expenditures							
Contractual Services	\$7,874	\$33,562	\$20,285	-	-	-	-
Capital Outlay	\$107,500	\$48,401	\$401	-	-	-	-
Total Expenditures	\$115,374	\$81,963	\$20,686	-	-	-	-
Total Revenues Less Expenditures	-\$70,974	-\$81,963	-\$20,686	-	-	-	-
Ending Fund Balance	\$102,649	\$20,686	-	-	-	-	-

Expenditures by Expense Type

FY26 Expenditures by Expense Type



● Contractual Services	\$20,285	98.06%
● Capital Outlay	\$401	1.94%

Expenditures by Expense Type

Category	Account ID	FY 2024 Actuals	FY 2025 Projected	FY 2026 Adopted	FY25 Projected vs. FY26 Budgeted (% Change)	FY25 Projected vs. FY26 Budgeted (\$ Change)
Contractual Services						
STREET MAINT & REPAIRS	30-5000-3617-0000	\$7,874	\$33,562	\$20,285	-39.56%	-\$13,277
Total Contractual Services		\$7,874	\$33,562	\$20,285	-39.56%	-\$13,277
Capital Outlay						
SIDEWALKS	30-5000-4209-0000	\$60,650	-	-	-	-
PARK CONSTRUCTION IMPVTS.	30-5000-4601-0000	\$6,925	\$44,400	\$401	-99.10%	-\$43,999
HERITAGE PKWY - HUNTERS LAND	30-5000-4601-1016	\$39,925	\$4,001	-	-100.00%	-\$4,001
Total Capital Outlay		\$107,500	\$48,401	\$401	-99.17%	-\$48,000
Total Expenditures		\$115,374	\$81,963	\$20,686	-74.76%	-\$61,277

Capital Construction #60

Comprehensive Fund Summary

Comprehensive Fund Summary

Category	FY 2024 Actuals	FY 2025 Projected	FY 2026 Adopted	FY 2027 Forecasted	FY 2028 Forecasted	FY 2029 Forecasted	FY 2030 Forecasted
Beginning Fund Balance	\$3,130,108	\$3,160,433	\$3,160,749	\$4,627,451	\$2,977,451	\$1,017,451	\$557,451
Revenues							
INTEREST	\$30,325	\$31,100	\$40,000	\$50,000	\$40,000	\$40,000	\$40,000
BOND PROCEEDS	-	-	\$6,500,000	-	-	-	-
Total Revenues	\$30,325	\$31,100	\$6,540,000	\$50,000	\$40,000	\$40,000	\$40,000
Expenditures							
Contractual Services	-	-	\$1,700,000	\$1,700,000	\$2,000,000	\$500,000	-
Capital Outlay	-	\$30,784	\$3,373,298	-	-	-	-
Total Expenditures	-	\$30,784	\$5,073,298	\$1,700,000	\$2,000,000	\$500,000	-
Total Revenues Less Expenditures	\$30,325	\$316	\$1,466,702	-\$1,650,000	-\$1,960,000	-\$460,000	\$40,000
Ending Fund Balance	\$3,160,433	\$3,160,749	\$4,627,451	\$2,977,451	\$1,017,451	\$557,451	\$597,451

Revenues by Object

FY26 Revenues by Object



● BOND PROCEEDS	\$6,500,000	99.39%
● INTEREST	\$40,000	0.61%

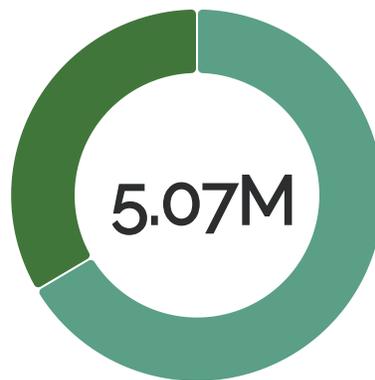
Revenues by Object

Category	Account ID	FY 2024 Actuals	FY 2025 Projected	FY 2026 Adopted	FY25 Projected vs. FY 26 Budgeted (% Change)	FY25 Projected vs. FY26 Budgeted (\$ Change)
INTEREST						

Category	Account ID	FY 2024 Actuals	FY 2025 Projected	FY 2026 Adopted	FY25 Projected vs. FY 26 Budgeted (% Change)	FY25 Projected vs. FY26 Budgeted (\$ Change)
INTEREST INCOME	60-4000-4305-0000	\$30,325	\$31,100	\$40,000	28.62%	\$8,900
Total INTEREST		\$30,325	\$31,100	\$40,000	28.62%	\$8,900
BOND PROCEEDS						
BOND PROCEEDS	60-4000-4800-0000	-	-	\$6,500,000	-	\$6,500,000
Total BOND PROCEEDS		-	-	\$6,500,000	-	\$6,500,000
Total Revenues		\$30,325	\$31,100	\$6,540,000	20,928.94%	\$6,508,900

Expenditures by Expense Type

FY26 Expenditures by Expense Type



- Capital Outlay **\$3,373,298** 66.49%
- Contractual Services **\$1,700,000** 33.51%

Expenditures by Expense Type

Category	Account ID	FY 2024 Actuals	FY 2025 Projected	FY 2026 Adopted	FY25 Projected vs. FY26 Budgeted (% Change)	FY25 Projected vs. FY26 Budgeted (\$ Change)
Contractual Services						
ENGINEERING - MCMILLEN ROAD	60-5000-3105-1210	-	-	\$600,000	-	\$600,000
ISSUANCE COSTS	60-5000-3112-0000	-	-	\$196,000	-	\$196,000
SOFTWARE - PUBLIC SAFETY	60-5000-4305-2001	-	-	\$904,000	-	\$904,000
Total Contractual Services		-	-	\$1,700,000	-	\$1,700,000
Capital Outlay						
CONSULTANT - LAND ACQUISITION	60-5000-3102-1700	-	-	\$250,000	-	\$250,000
COMPUTER HARDWARE - IT	60-5000-4390-5402	-	\$30,784	-	-100.00%	-\$30,784

Category	Account ID	FY 2024 Actuals	FY 2025 Projected	FY 2026 Adopted	FY25 Projected vs. FY26 Budgeted (% Change)	FY25 Projected vs. FY26 Budgeted (\$ Change)
MATLS & EQUIPMNT TAX NOTES 202	60-5000-4391-0000	-	-	\$85,341	-	\$85,341
PED BRIDGFM544 TAX NOTES 2022	60-5000-4603-0000	-	-	\$3,037,957	-	\$3,037,957
Total Capital Outlay		-	\$30,784	\$3,373,298	10,857.96%	\$3,342,514
Total Expenditures		-	\$30,784	\$5,073,298	16,380.31%	\$5,042,514

GO Bond Fund #63

The General Obligation Bond fund was created after the November 2017 Bond election was approved by the voters.

Comprehensive Fund Summary

Comprehensive Fund Summary

Category	FY 2024 Actuals	FY 2025 Projected	FY 2026 Adopted	FY 2027 Forecasted	FY 2028 Forecasted	FY 2029 Forecasted	FY 2030 Forecasted
Beginning Fund Balance	\$2,140,151	\$1,849,439	\$1,596,176	\$105,601	-	-	-
Revenues							
INTEREST	\$113,260	\$79,308	\$71,940	-	-	-	-
Total Revenues	\$113,260	\$79,308	\$71,940	-	-	-	-
Expenditures							
Capital Outlay	\$425,590	\$332,571	\$1,562,514	-	-	-	-
Total Expenditures	\$425,590	\$332,571	\$1,562,514	-	-	-	-
Total Revenues Less Expenditures	-\$312,330	-\$253,263	-\$1,490,575	-	-	-	-
Ending Fund Balance	\$1,827,821	\$1,596,176	\$105,601	\$105,601	-	-	-

Revenues by Object

FY26 Revenues by Object



● INTEREST \$71,940 100.00%

Expenditures by Expense Type

FY26 Expenditures by Expense Type



● Capital Outlay **\$1,562,514** 100.00%

Expenditures by Expense Type

Category	Account ID	FY 2024 Actuals	FY 2025 Projected	FY 2026 Adopted	FY25 Projected vs. FY26 Budgeted (% Change)	FY25 Projected vs. FY26 Budgeted (\$ Change)
Capital Outlay						
PED BRIDGE PROP A	63-5001-4813-0000	-	\$178,000	-	-100.00%	-\$178,000
PROP. A - ENGINEERNG SIDEWALK	63-5001-4815-0000	\$222,872	\$154,571	-	-100.00%	-\$154,571
PROP.A - SIDEWALK CONNECTIONS	63-5001-4817-0000	\$202,718	-	\$990,947	-	\$990,947
PROP D.-TRAILS	63-5004-4816-0000	-	-	\$455,393	-	\$455,393
STREET IMPROVEMENTS	63-5005-4819-0000	-	-	\$116,174	-	\$116,174
Total Capital Outlay		\$425,590	\$332,571	\$1,562,514	369.83%	\$1,229,943
Total Expenditures		\$425,590	\$332,571	\$1,562,514	369.83%	\$1,229,943

Utility Construction Fund #65

The Utility Capital Construction Fund is derived from rates that the City of Murphy charges for public services, which include debt financing in the form of issuance of certificates of obligation (CO) bonds, specifically utilized for capital projects within the water and wastewater divisions. The funds are exclusively utilized for all capital projects associated with the operations of the water and wastewater system.

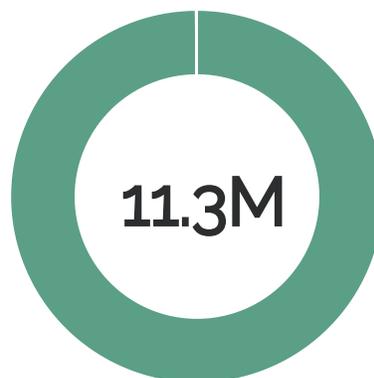
Comprehensive Fund Summary

Comprehensive Fund Summary

Category	FY 2024 Actuals	FY 2025 Projected	FY 2026 Adopted	FY 2027 Forecasted	FY 2028 Forecasted	FY 2029 Forecasted	FY 2030 Forecasted
Beginning Fund Balance	\$2,340,263	\$2,059,279	\$1,419,662	\$6,650,000	\$4,546,429	\$2,467,857	\$434,286
Revenues							
INTEREST	\$22,040	\$12,085	\$11,429	\$11,429	\$11,429	\$11,429	\$11,429
BOND PROCEEDS	-	-	\$11,310,000	-	-	-	-
Total Revenues	\$22,040	\$12,085	\$11,321,429	\$11,429	\$11,429	\$11,429	\$11,429
Expenditures							
Materials & Supplies	\$17,464	-	-	-	-	-	-
Contractual Services	-	\$590,500	\$1,275,000	-	-	-	-
Capital Outlay	\$248,906	\$61,202	\$4,816,091	\$2,115,000	\$2,090,000	\$2,045,000	-
Total Expenditures	\$266,370	\$651,702	\$6,091,091	\$2,115,000	\$2,090,000	\$2,045,000	-
Total Revenues Less Expenditures	-\$244,331	-\$639,617	\$5,230,338	-\$2,103,571	-\$2,078,571	-\$2,033,571	\$11,429
Ending Fund Balance	\$2,095,933	\$1,419,662	\$6,650,000	\$4,546,429	\$2,467,858	\$434,286	\$445,715

Revenues by Object

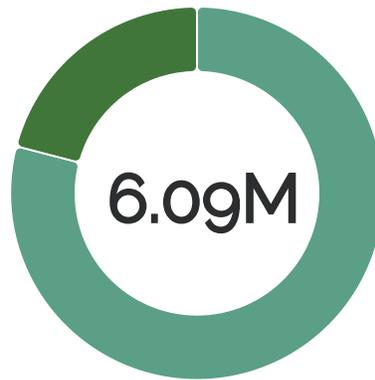
FY26 Revenues by Object



● BOND PROCEEDS	\$11,310,000	99.90%
● INTEREST	\$11,429	0.10%

Expenditures by Expense Type

FY26 Expenditures by Expense Type



● Capital Outlay	\$4,816,091	79.07%
● Contractual Services	\$1,275,000	20.93%

Expenditures by Expense Type

Category	Account ID	FY 2024 Actuals	FY 2025 Projected	FY 2026 Adopted	FY25 Projected vs. FY26 Budgeted (% Change)	FY25 Projected vs. FY26 Budgeted (\$ Change)
Materials & Supplies						
WATER DISTRIB MTRS ISOLAT	65-5010-2318-0000	\$17,464	-	-	-	-
Total Materials & Supplies		\$17,464	-	-	-	-
Contractual Services						
ENGINEERING	65-5000-3105-0000	-	\$590,500	\$800,000	35.48%	\$209,500
ISSUANCE COSTS	65-5000-3112-0000	-	-	\$475,000	-	\$475,000
Total Contractual Services		-	\$590,500	\$1,275,000	115.92%	\$684,500
Capital Outlay						
WATER DISTRIBUTION LINES	65-5000-4401-0000	-	-	\$4,716,091	-	\$4,716,091
SEWER LIFT STATION	65-5000-4407-0000	\$47,685	-	-	-	-
S MAXWELL RD WTR LINE REHAB	65-5010-4508-0000	\$104,926	\$61,202	-	-100.00%	-\$61,202
PUMP STATION R & M	65-5010-4509-0000	\$36,694	-	\$100,000	-	\$100,000
SAN SEWER OVERFLOW-SSOI	65-5010-4510-0000	\$59,601	-	-	-	-
Total Capital Outlay		\$248,906	\$61,202	\$4,816,091	7,769.17%	\$4,754,889
Total Expenditures		\$266,370	\$651,702	\$6,091,091	834.64%	\$5,439,389



COMPONENT UNITS





MCDC Fund #34

The Murphy Community Development Corporation (MCDC) was formed in 2003 by the voters of Murphy and receives funds from the half-cent sales tax for community development projects. MCDC and MDD have one combined board, effective FY2025, appointed by the Murphy City Council. Community projects are identified and funded by sales tax. Expenditures are subject to the provisions of the Development Corporation Act of 1979.

The half-cent sales tax has enabled the City of Murphy to fund several quality-of-life projects such as park improvements and community facilities. It also covers the cost of Community Events, materials and supplies, contractual services, capital outlay and debt service. In FY19, the tax note debt associated with the Central Park improvements was retired, enabling the purchase of additional capital items.

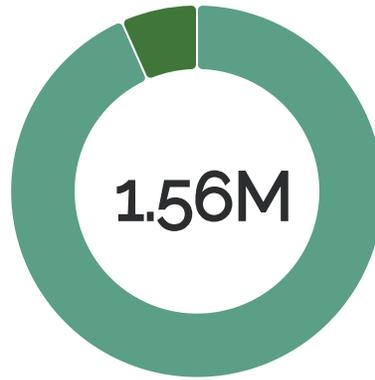
Comprehensive Fund Summary

Comprehensive Fund Summary

Category	FY 2024 Actuals	FY 2025 Projected	FY 2026 Adopted	FY 2027 Forecasted	FY 2028 Forecasted	FY 2029 Forecasted	FY 2030 Forecasted
Beginning Fund Balance	\$3,074,478	\$3,119,752	\$1,250,372	\$1,500,434	\$1,784,033	\$2,062,825	\$2,310,066
Revenues							
MISCELLANEOUS REVENUE	\$8,756	-	-	-	-	-	-
INTEREST INCOME	\$137,605	\$104,312	\$104,000	\$106,080	\$108,202	\$110,366	\$112,573
4 B SALES TAX	\$1,446,933	\$1,355,207	\$1,459,928	\$1,591,322	\$1,623,148	\$1,655,611	\$1,688,723
Total Revenues	\$1,593,294	\$1,459,519	\$1,563,928	\$1,697,402	\$1,731,350	\$1,765,977	\$1,801,296
Expenditures							
Materials & Supplies	\$200	\$500	\$16,500	\$500	\$500	\$500	\$500
Contractual Services	\$12,588	\$19,650	\$42,400	\$21,900	\$21,900	\$21,900	\$21,900
Capital Outlay	\$870,617	\$2,213,331	\$129,455	\$1,200	\$1,200	\$1,200	\$175,200
Transfers	\$634,261	\$1,095,452	\$1,125,511	\$1,390,202	\$1,428,958	\$1,495,136	\$1,539,802
Total Expenditures	\$1,517,666	\$3,328,933	\$1,313,866	\$1,413,802	\$1,452,558	\$1,518,736	\$1,737,402
Total Revenues Less Expenditures	\$75,628	-\$1,869,414	\$250,062	\$283,600	\$278,792	\$247,241	\$63,894
Ending Fund Balance	\$3,150,107	\$1,250,338	\$1,500,434	\$1,784,034	\$2,062,825	\$2,310,066	\$2,373,960

Revenues by Object

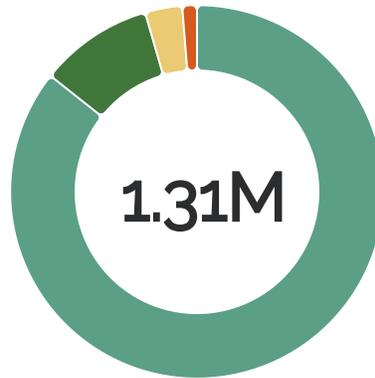
FY26 Revenues by Object



●	4 B SALES TAX	\$1,459,928	93.35%
●	INTEREST INCOME	\$104,000	6.65%

Expenditures by Expense Type

FY26 Expenditures by Expense Type



●	Transfers	\$1,125,511	85.66%
●	Capital Outlay	\$129,455	9.85%
●	Contractual Services	\$42,400	3.23%
●	Materials & Supplies	\$16,500	1.26%

Expenditures by Expense Type

Category	Account ID	FY 2024 Actuals	FY 2025 Projected	FY 2026 Adopted	FY25 Projected vs. FY26 Budgeted (% Change)	FY25 Projected vs. FY26 Budgeted (\$ Change)
Materials & Supplies						
GENERAL OFFICE SUPPLIES	34-5000-2101-0000	\$200	\$200	\$200	0.00%	-
UNIFORMS	34-5000-2209-0000	-	\$300	\$300	0.00%	-
BUILDINGS/GROUNDS SUP	34-5000-2301-0000	-	-	\$16,000	-	\$16,000

Category	Account ID	FY 2024 Actuals	FY 2025 Projected	FY 2026 Adopted	FY25 Projected vs. FY26 Budgeted (% Change)	FY25 Projected vs. FY26 Budgeted (\$ Change)
Total Materials & Supplies		\$200	\$500	\$16,500	3,200.00%	\$16,000
Contractual Services						
CONSULTANT SERVICES	34-5000-3102-0000	-	\$4,500	\$25,000	455.56%	\$20,500
LEGAL SERVICES	34-5000-3103-0000	-	\$1,000	\$1,000	0.00%	-
POSTAGE & FREIGHT	34-5000-3202-0000	-	\$100	\$100	0.00%	-
TRAVEL AND TRAINING	34-5000-3203-0000	-	\$1,000	\$1,000	0.00%	-
AD. AND PUBLIC NOTICES	34-5000-3301-0000	-	\$300	\$300	0.00%	-
COMMUNITY GRANT PROGRAM	34-5000-3980-0000	\$12,588	\$12,750	\$15,000	17.65%	\$2,250
Total Contractual Services		\$12,588	\$19,650	\$42,400	115.78%	\$22,750
Capital Outlay						
SIDEWALKS	34-5000-4209-0000	\$114,575	\$495,861	-	-100.00%	-\$495,861
OTHER BLDGS & STRUCTURES	34-5000-4210-0000	-	\$22,749	-	-100.00%	-\$22,749
MOBILE EQUIPMENT	34-5000-4304-0000	\$259,162	\$213,386	\$1,200	-99.44%	-\$212,186
SPECIAL EQUIPMENT	34-5000-4305-0000	\$274,395	\$3,635	\$71,755	1,874.00%	\$68,120
RECREATION EQPT.	34-5000-4308-0000	\$7,473	\$47,700	\$56,500	18.45%	\$8,800
FM 544 MEDIAN PROJECT	34-5000-4601-0000	\$215,012	\$1,430,000	-	-100.00%	-\$1,430,000
Total Capital Outlay		\$870,617	\$2,213,331	\$129,455	-94.15%	-\$2,083,876
Transfers						
TRANSFER TO COMMUNITY EVENTS	34-5000-9000-0000	\$358,473	\$678,966	\$650,000	-4.27%	-\$28,966
TRANSFER TO VERF	34-5000-9000-1000	-	\$55,000	\$119,619	117.49%	\$64,619
TRANSFER TO GENERAL FUND	34-5000-9002-0000	\$275,788	\$361,486	\$355,892	-1.55%	-\$5,594
Total Transfers		\$634,261	\$1,095,452	\$1,125,511	2.74%	\$30,059
Total Expenditures		\$1,517,666	\$3,328,933	\$1,313,866	-60.53%	-\$2,015,067

Community Events Fund #16

The City of Murphy hosts a wide variety of annual community events designed to engage and reflect the city's diverse population. The City's signature event, Murphy Maize Days, is a free, one-day fall festival featuring a vendor marketplace, car show, expansive carnival area, food vendors, two performance stages, and a fireworks finale. This popular event draws thousands of attendees each year.

Community events are primarily funded through a portion of the Murphy Community Development Corporation (MCDC) sales tax revenue. Event planning, coordination, and execution are led by the Recreation Department's Special Events Team, which includes the Special Events Manager and Special Events Assistant. However, the success of these events relies heavily on both the events team, cross-departmental collaboration, and strong community support. Various City departments provide critical assistance with logistics, public safety, and operations, while more than 200 volunteers contribute their time and energy annually to ensure events run smoothly.

In addition to large-scale events, the City offers volunteer-driven community initiatives such as Arbor Day celebrations and the Fall Sweep trash cleanup event. Other recurring programs include Moonlight Movies held in parks throughout the city, the Sounds at Sundown summer concert series, and various other events.

In spring 2025, the City launched a new event—Murphy's Backyard BBQ—replacing the former Tunes, Tails & Ales festival. This community cook-off invites residents and local teams to compete for the titles of "Brisket Master" and "People's Choice Award," further strengthening community engagement and pride.

Comprehensive Fund Summary

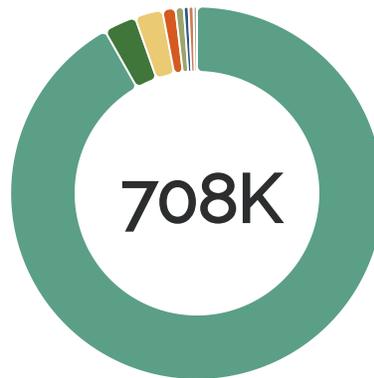
Comprehensive Fund Summary

Category	FY 2024 Actuals	FY 2025 Projected	FY 2026 Adopted	FY 2027 Forecasted	FY 2028 Forecasted	FY 2029 Forecasted	FY 2030 Forecasted
Beginning Fund Balance	\$258,904	\$254,263	\$209,683	\$25,935	\$29,785	\$9,098	\$8,747
Revenues							
MISCELLANEOUS REVENUE	\$945	\$4,025	\$3,000	\$3,500	\$3,500	\$3,500	\$3,500
CITY CELEBRATION DONATION	\$3,600	\$7,735	\$8,000	\$8,000	\$8,000	\$8,000	\$8,000
TRANSFER FROM MCDC	\$358,473	\$678,966	\$650,000	\$850,000	\$850,000	\$875,000	\$875,000
SPONSORSHIPS - CONCERTS	\$4,165	\$2,000	\$2,000	\$2,000	\$2,000	\$2,000	\$2,000
SPONSORSHIPS- MAIZE DAYS	\$32,996	\$2,000	\$17,000	\$17,000	\$17,000	\$17,000	\$17,000
IN-KIND SPONSOR- MAIZE DAYS	-	-	\$5,000	\$5,000	\$5,000	\$5,000	\$5,000
MAIZE DAYS REVENUE	-	\$19,747	\$20,000	\$25,000	\$25,000	\$25,000	\$25,000
SPONSORSHIPS- HOP-N-HUNT	-	\$100	\$100	\$275	\$275	\$275	\$275
IN-KIND SPONSORSHIPS- HOP-N-HUNT	-	\$3,225	\$3,000	\$3,225	\$3,225	\$3,225	\$3,225
Total Revenues	\$400,179	\$717,798	\$708,100	\$914,000	\$914,000	\$939,000	\$939,000
Expenditures							

Category	FY 2024 Actuals	FY 2025 Projected	FY 2026 Adopted	FY 2027 Forecasted	FY 2028 Forecasted	FY 2029 Forecasted	FY 2030 Forecasted
Personnel Services	\$34,904	\$264,229	\$323,703	\$332,975	\$344,012	\$348,676	\$363,004
Materials & Supplies	\$369,916	\$498,149	\$568,145	\$577,175	\$590,675	\$590,675	\$575,675
Total Expenditures	\$404,820	\$762,378	\$891,848	\$910,150	\$934,687	\$939,351	\$938,679
Total Revenues Less Expenditures	-\$4,641	-\$44,580	-\$183,748	\$3,850	-\$20,687	-\$351	\$321
Ending Fund Balance	\$254,263	\$209,683	\$25,935	\$29,785	\$9,098	\$8,747	\$9,068

Revenues by Object

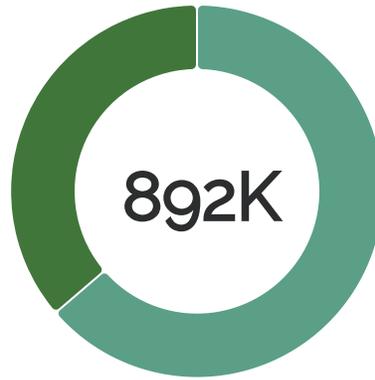
FY26 Revenues by Object



● TRANSFER FROM MDCD	\$650,000	91.79%
● MAIZE DAYS REVENUE	\$20,000	2.82%
● SPONSORSHIPS-MAIZE DAYS	\$17,000	2.40%
● CITY CELEBRATION DONATION	\$8,000	1.13%
● IN-KIND SPONSOR-MAIZE DAYS	\$5,000	0.71%
● IN-KIND SPONSORSHIPS-HOP-N-HUNT	\$3,000	0.42%
● MISCELLANEOUS REVENUE	\$3,000	0.42%
● SPONSORSHIPS - CONCERTS	\$2,000	0.28%
● SPONSORSHIPS-HOP-N-HUNT	\$100	0.01%

Expenditures by Expense Type

FY26 Expenditures by Expense Type



● Materials & Supplies	\$568,145 63.70%
● Personnel Services	\$323,703 36.30%

Expenditures by Expense Type

Category	Account ID	FY 2024 Actuals	FY 2025 Projected	FY 2026 Adopted	FY25 Projected vs. FY26 Budgeted (% Change)	FY25 Projected vs. FY26 Budgeted (\$ Change)
Personnel Services						
SALARIES	16-5000-1001-0000	-	\$131,685	\$162,242	23.20%	\$30,557
OVERTIME	16-5000-1005-0000	-	\$7,600	\$9,002	18.45%	\$1,402
OVERTIME - ARBOR DAYS	16-5000-1005-3000	\$997	-	\$1,466	-	\$1,466
OVERTIME - HOP-N-HUNT	16-5000-1005-3050	-	-	\$3,000	-	\$3,000
OVERTIME - HALLOWEEN	16-5000-1005-3100	-	\$2,400	\$3,175	32.29%	\$775
OVERTIME - CHRISTMAS PARK	16-5000-1005-3200	\$2,836	\$5,130	\$11,439	122.98%	\$6,309
OVERTIME - FISHING	16-5000-1005-3300	\$1,948	\$1,950	-	-100.00%	-\$1,950
OVERTIME - TUNES TAILS & ALES	16-5000-1005-3400	-	\$18,000	\$17,342	-3.66%	-\$658
OVERTIME - KMB	16-5000-1005-3500	\$2,296	\$6,000	\$9,304	55.07%	\$3,304
OVERTIME - MOVIES	16-5000-1005-3600	\$1,935	\$5,000	\$1,680	-66.40%	-\$3,320
OVERTIME - CONCERTS	16-5000-1005-3700	\$5,867	\$9,500	\$9,652	1.60%	\$152
OVERTIME - MAIZE DAYS	16-5000-1005-3900	\$19,025	\$30,000	\$35,000	16.67%	\$5,000
LONGEVITY	16-5000-1006-0000	-	\$400	\$547	36.75%	\$147
TMRS	16-5000-1009-0000	-	\$19,503	\$25,249	29.46%	\$5,746

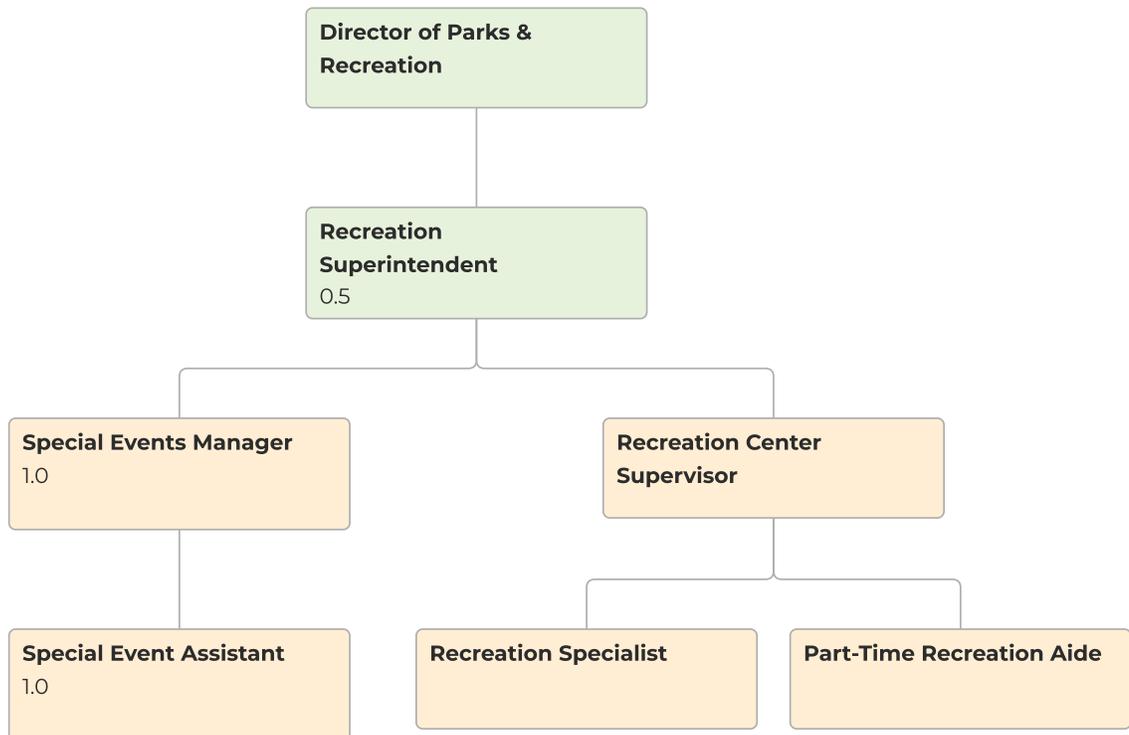
Category	Account ID	FY 2024 Actuals	FY 2025 Projected	FY 2026 Adopted	FY25 Projected vs. FY26 Budgeted (% Change)	FY25 Projected vs. FY26 Budgeted (\$ Change)
SOCIAL SECURITY	16-5000-1011-0000	-	\$1,909	\$2,393	25.35%	\$484
GROUP INSURANCE	16-5000-1012-0000	-	\$25,153	\$28,388	12.86%	\$3,235
WORKERS COMPENSATION PREMIUMS	16-5000-1014-0000	-	-	\$3,825	-	\$3,825
Total Personnel Services		\$34,904	\$264,229	\$323,703	22.51%	\$59,474
Materials & Supplies						
COMMUNITY EVENTS	16-5000-2501-0000	\$9,681	\$30,950	\$48,200	55.74%	\$17,250
COMMUNITY EVENT - ARBOR DAYS	16-5000-2501-3000	\$6,977	\$3,744	\$4,700	25.53%	\$956
COMMUNITY EVENT- HOP-N-HUNT	16-5000-2501-3050	-	\$3,225	\$10,970	240.16%	\$7,745
COMMUNITY EVENT - HALLOWEEN	16-5000-2501-3100	-	-	\$11,750	-	\$11,750
COMMUNITY EVENT - CHRISTMAS P	16-5000-2501-3200	\$77,391	\$107,900	\$121,550	12.65%	\$13,650
COMMUNITY EVENT - FISHING	16-5000-2501-3300	\$4,716	\$6,725	\$7,725	14.87%	\$1,000
COMM EVENT - TUNES TALES & AL	16-5000-2501-3400	-	\$59,550	\$59,550	0.00%	-
COMMUNITY EVENT - MOVIES	16-5000-2501-3600	\$11,302	\$8,500	\$6,300	-25.88%	-\$2,200
COMMUNITY EVENT - CONCERTS	16-5000-2501-3700	\$47,056	\$63,800	\$64,900	1.72%	\$1,100
COMMUNITY EVENT - MAIZE DAYS	16-5000-2501-3900	\$212,794	\$213,755	\$232,500	8.77%	\$18,745
Total Materials & Supplies		\$369,916	\$498,149	\$568,145	14.05%	\$69,996
Total Expenditures		\$404,820	\$762,378	\$891,848	16.98%	\$129,470

Personnel Summary

RECREATION (COMMUNITY EVENT FUND)

	<u>FY24</u>	<u>FY25</u>	<u>FY26</u>
FULL TIME			
Recreation Superintendent*	0	0.5	0.5
Special Events Manager**	0	0	1
Recreation Center Supervisor	0	1	0
Special Events Assistant (Reclass in FY25)**	0	0.5	1
Recreation Specialist	0	0	0
TOTAL FULL TIME	0	2	2.5
*Position funded 50% from General Fund and 50% from Community Events Fund			
**Position funded 100% from Community Events Fund			
PART-TIME			
Recreation Aide	0	0	0
TOTAL PART-TIME	0	0	0
TOTAL FULL-TIME-EQUIVALENT (FTEs)	0	2	2.5

Recreation



Murphy MDD Fund #38

The Murphy Municipal Development District (MDD) was created through an election for an additional sales tax by the City of Murphy's voters, similar to 4B Economic Development Corporation. Formed in April 2012 by the voters of Murphy, the MDD replaced the Murphy Economic Development Corporation (4A). The MDD receives funds from a quarter-cent sales tax generated within the city limits. MDD and MCDC have one combined board, made effective FY2025, appointed by the Murphy City Council.

The MDD's primary purpose is to manage a development project fund in which the MDD must deposit the quarter-cent sales tax proceeds into the fund. The revenues may be used to pay costs associated with development projects in the MDD, such as promoting economic growth, carrying out programs related to community development, and promoting new and expanded business enterprises.

The goals of the MDD include promoting and retaining businesses that are unique to Murphy that will enhance the quality of life with family-oriented activities, encouraging organizations and residents to reinvest in their community and strengthening the economic base with businesses that generate sales tax revenue.

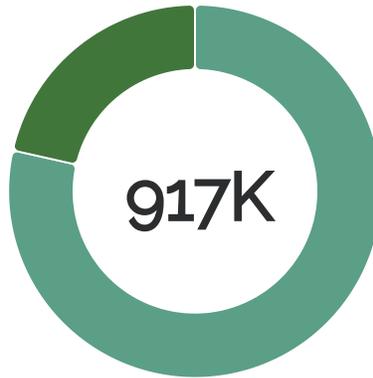
Comprehensive Fund Summary

Comprehensive Fund Summary

Category	FY 2024 Actuals	FY 2025 Projected	FY 2026 Adopted	FY 2027 Forecasted	FY 2028 Forecasted	FY 2029 Forecasted	FY 2030 Forecasted
Beginning Fund Balance	\$4,085,445	\$4,627,655	\$2,910,277	\$1,967,454	\$2,380,884	\$2,856,504	\$3,290,920
Revenues							
INTEREST INCOME	\$211,334	\$197,400	\$197,000	\$200,940	\$204,959	\$209,058	\$213,239
SALES TAX	\$716,481	\$720,323	\$720,323	\$785,152	\$800,855	\$816,872	\$833,210
Total Revenues	\$927,815	\$917,723	\$917,323	\$986,092	\$1,005,814	\$1,025,930	\$1,046,449
Expenditures							
Contractual Services	\$95,272	\$148,535	\$157,750	\$166,750	\$87,750	\$109,250	\$102,250
Capital Outlay	\$20,400	\$2,092,484	\$1,330,000	-	-	-	-
Transfers	\$263,676	\$394,082	\$372,396	\$405,912	\$442,444	\$482,264	\$525,668
Total Expenditures	\$379,348	\$2,635,101	\$1,860,146	\$572,662	\$530,194	\$591,514	\$627,918
Total Revenues Less Expenditures	\$548,467	-\$1,717,378	-\$942,823	\$413,430	\$475,620	\$434,416	\$418,531
Ending Fund Balance	\$4,633,911	\$2,910,277	\$1,967,454	\$2,380,884	\$2,856,504	\$3,290,920	\$3,709,451

Revenues by Object

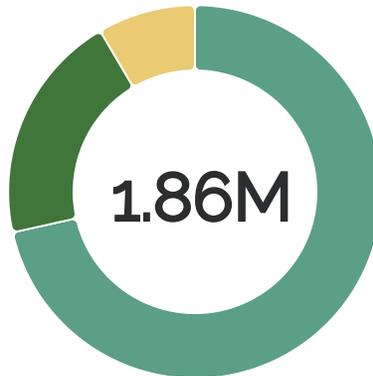
FY26 Revenues by Object



● SALES TAX	\$720,323	78.52%
● INTEREST INCOME	\$197,000	21.48%

Expenditures by Expense Type

FY26 Expenditures by Expense Type



● Capital Outlay	\$1,330,000	71.50%
● Transfers	\$372,396	20.02%
● Contractual Services	\$157,750	8.48%

Expenditures by Expense Type

Category	Account ID	FY 2024 Actuals	FY 2025 Projected	FY 2026 Adopted	FY25 Projected vs. FY26 Budgeted (% Change)	FY25 Projected vs. FY26 Budgeted (\$ Change)
Contractual Services						
CONSULTANT SERVICES	38-5000-3102-0000	\$64,648	\$68,985	\$32,750	-52.53%	-\$36,235
LEGAL SERVICES	38-5000-3103-0000	\$2,649	\$4,000	\$4,000	0.00%	-
TRAVEL AND TRAINING	38-5000-3203-0000	\$2,495	\$2,500	\$2,500	0.00%	-

Category	Account ID	FY 2024 Actuals	FY 2025 Projected	FY 2026 Adopted	FY25 Projected vs. FY26 Budgeted (% Change)	FY25 Projected vs. FY26 Budgeted (\$ Change)
AD. AND PUBLIC NOTICES	38-5000-3301-0000	-	\$500	\$500	0.00%	-
DUES & MEMBERSHIPS	38-5000-3901-0000	\$1,000	\$550	\$1,000	81.82%	\$450
INCENTIVE	38-5000-3995-0000	\$12,167	\$50,000	\$95,000	90.00%	\$45,000
PROMOTIONAL EXPENSE	38-5000-3999-0000	\$12,313	\$22,000	\$22,000	0.00%	-
Total Contractual Services		\$95,272	\$148,535	\$157,750	6.20%	\$9,215
Capital Outlay						
SPECIAL EQUIPMENT	38-5000-4305-0000	\$20,400	-	-	-	-
FM544 RIGHT TURN LANE HEB	38-5000-4400-0000	-	\$200,000	\$650,000	225.00%	\$450,000
STREET/SIDEWALK CONSTRUCTION	38-5000-4501-0000	-	\$1,050,000	\$680,000	-35.24%	-\$370,000
STREET IMPROVEMENT REIMBURSMN	38-5000-4502-0000	-	\$842,484	-	-100.00%	-\$842,484
Total Capital Outlay		\$20,400	\$2,092,484	\$1,330,000	-36.44%	-\$762,484
Transfers						
TRANSFER TO GENERAL FUND	38-5000-9002-0000	\$263,676	\$394,082	\$372,396	-5.50%	-\$21,686
Total Transfers		\$263,676	\$394,082	\$372,396	-5.50%	-\$21,686
Total Expenditures		\$379,348	\$2,635,101	\$1,860,146	-29.41%	-\$774,955



FY26



SPECIAL REVENUE

Special Revenue Funds are restricted by law for a specific purpose which cannot be commingled with other funds: Court Restricted, Animal Shelter, Cable TV, Police Seizures, and Public Safety Donations and Grants.

Special Revenue Overview

The City maintains several restricted special revenue funds, each governed by specific state regulations or donor stipulations, to support targeted municipal functions. Below is a summary of these funds:

Court Restricted Funds #12: Four restricted accounts, mandated by the Texas Code of Criminal Procedure and Local Government Code, are funded through citations as outlined in Article 102.0174. These include:

- **Building Security Fund** (\$4.90 per citation, Article 102.017): Financial salaries of security personnel, services, and equipment for Municipal Court.
- **Technology Fund** (\$5.00 per citation, Article 102.0172): Supports technological enhancements, such as computer systems, networks, hardware, software, imaging systems, electronic kiosks, ticket writers, and document management systems for the Municipal Court.
- **Local Truancy Prevention and Diversion Fund** (\$5.00 per citation, Section 133.125): Funds salary, benefits, training, travel, and office supplies for the Juvenile Case Manager, as well as programs related to their duties.
- **Municipal Jury Fund** (\$0.10 per citation, Section 134.154): Covers juror reimbursements and jury-related services.
- **Reimbursement Fee** (\$15.00 per citation, Article 102.030): Split into \$2.50 for the Judicial Efficiency Fund and \$12.50 for the City General Fund with no usage restrictions.

Animal Shelter Fund #15: Records donations to the Animal Control division, used to purchase items for animal control operations. Unspent donations remain in the fund balance for future appropriation.

Murphy Cable TV PEG Fund #17: Under Chapter 66 of the Texas Utilities Code, cable and video service providers pay a 5% franchise fee on gross revenue, plus a 1% payment in lieu of in-kind PEG/I-Net facilities. The city may also receive matching cash payments for public, educational, and governmental channels or institutional networks, calculated on a per-subscriber basis. After an incumbent cable franchise expires, state-issued franchise holders pay either an additional 1% PEG capital support fee or a fee matching prior per-subscriber cash payments, at the city's discretion.

Police Seizure Fund #33: Governed by Chapter 59 of the Texas Code of Criminal Procedure, this fund holds proceeds from the sale of legally marketable property seized and forfeited due to criminal activity. Funds are restricted to criminal enforcement and crime prevention purchases, such as protective body armor, uniforms, vehicles, and bicycles.

Public Safety Grants and Donations Fund #37: This restricted fund segregates donations and state grants for public safety. Police Department donations support police-related equipment and services, while Law Enforcement Officer Standards & Education (LEOSE) funds, recognized since FY22, support officers' continuing education. Since FY23, Texas Opioid Abatement Fund contributions cover opioid-related expenses, such as naloxone. Donations to the Explorer Program fund training, travel, and equipment, while Fire Department donations align with their intended purpose.

These funds ensure compliance with state mandates and donor intentions, supporting critical municipal services while maintaining fiscal accountability.

Court Restricted Funds #12

The Municipal Court has four restricted accounts, all of which are mandated by the state and are funded from every citation as outlined under Article 102.0174 of the Code of Criminal Procedure.

Building Security Fund – Article 102.017, Code of Criminal Procedure - \$4.90

Restricted to financing the salaries of security personnel, services, and security equipment for Municipal Court.

Technology Fund – Article 102.0172, Code of Criminal Procedure - \$5.00

Restricted to financing the purchase or maintenance of technological enhancement to include computer systems, networks, hardware, software, imaging systems, electronic kiosks, ticket writers and document management systems for the Municipal Court.

Local Truancy Prevention and Diversion Fund – Section 133.125, Local Government Code - \$5.00

(Formerly Juvenile Case Manager Fund)

Restricted to financing the salary, benefits, training, travel expenses and office supplies for the Juvenile Case Manager. Additional usage includes the implementation of programs directly related to the duties of the Juvenile Case Manager.

Municipal Jury Fund – Section 134.154, Local Government Code - \$0.10

Restricted to funding juror reimbursements and otherwise financing jury services.

Reimbursement Fee \$15.00 – Article 102.030, Code of Criminal Procedure

(Formerly Time Payment Fee)

\$15.00 - divided into 2 parts

\$2.50 – Judicial Efficiency Fund

\$12.50 – City General Fund – no restrictions on usage.

Comprehensive Fund Summary

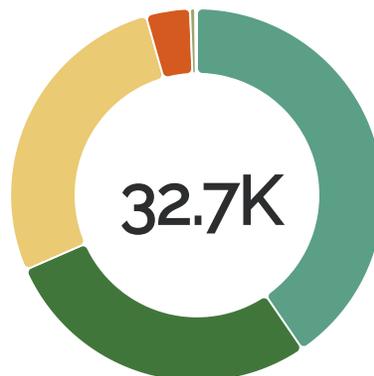
Comprehensive Fund Summary

Category	FY 2024 Actuals	FY 2025 Projected	FY 2026 Adopted	FY 2027 Forecasted	FY 2028 Forecasted	FY 2029 Forecasted	FY 2030 Forecasted
Beginning Fund Balance	\$36,098	\$31,099	\$31,131	\$28,908	\$51,487	\$24,462	\$22,239
Revenues							
COURT BLDG SECURITY FUND	\$8,483	\$8,876	\$8,876	\$8,876	\$8,876	\$8,876	\$8,876
COURT TECHNOLOGY FUND	\$12,659	\$13,232	\$13,232	\$15,000	\$15,000	\$15,000	\$15,000
JUDICIAL EFFICIENCY - TIME PAY	-\$128	\$50	\$50	\$11	\$11	\$11	\$11

Category	FY 2024 Actuals	FY 2025 Projected	FY 2026 Adopted	FY 2027 Forecasted	FY 2028 Forecasted	FY 2029 Forecasted	FY 2030 Forecasted
JUVENILE CASE MANAGEMENT FEE	\$8,739	\$9,154	\$9,154	\$9,154	\$9,154	\$9,154	\$9,154
MUNICIPAL JURY FUND	\$141	\$145	\$145	\$145	\$145	\$145	\$145
YOUTH DIVERSION ADMIN FEE	-	-	\$1,250	-	-	-	-
Total Revenues	\$29,894	\$31,457	\$32,707	\$33,186	\$33,186	\$33,186	\$33,186
Expenditures							
Contractual Services	-	\$550	\$1,900	\$1,900	\$1,900	\$1,900	\$1,900
Capital Outlay	\$16,827	\$12,845	\$15,000	\$13,235	\$13,235	\$13,235	\$13,235
Transfers	\$18,066	\$18,030	\$18,030	\$18,030	\$18,030	\$18,030	\$18,030
Total Expenditures	\$34,893	\$31,425	\$34,930	\$33,165	\$33,165	\$33,165	\$33,165
Total Revenues Less Expenditures	-\$5,000	\$32	-\$2,223	\$21	\$21	\$21	\$21
Ending Fund Balance	\$31,099	\$31,131	\$28,908	\$28,929	\$51,508	\$24,483	\$22,260

Revenues by Object

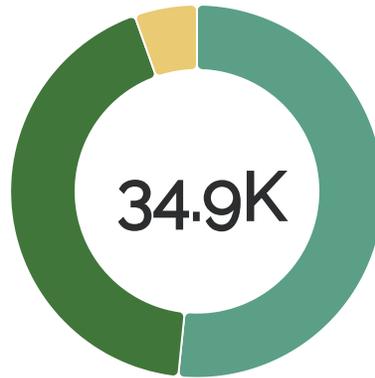
FY26 Revenues by Object



● COURT TECHNOLOGY FUND	\$13,232	40.46%
● JUVENILE CASE MANAGEMENT FEE	\$9,154	27.99%
● COURT BLDG SECURITY FUND	\$8,876	27.14%
● YOUTH DIVERSION ADMIN FEE	\$1,250	3.82%
● MUNICIPAL JURY FUND	\$145	0.44%
● JUDICIAL EFFICIENCY - TIME PAY	\$50	0.15%

Expenditures by Expense Type

FY26 Expenditures by Expense Type



● Transfers	\$18,030	51.62%
● Capital Outlay	\$15,000	42.94%
● Contractual Services	\$1,900	5.44%

Expenditures by Expense Type

Category	Account ID	FY 2024 Actuals	FY 2025 Projected	FY 2026 Adopted	FY25 Projected vs. FY26 Budgeted (% Change)	FY25 Projected vs. FY26 Budgeted (\$ Change)
Contractual Services						
LANGUAGE INTERPRETATION	12-5000-3102-0000	-	\$50	\$150	200.00%	\$100
TRAVEL AND TRAINING	12-5000-3203-0000	-	\$500	\$500	0.00%	-
YOUTH DIVERSION PROG EXPENSES	12-5000-3302-0000	-	-	\$1,250	-	\$1,250
Total Contractual Services		-	\$550	\$1,900	245.45%	\$1,350
Capital Outlay						
SOFTWARE APPLICATIONS	12-5000-4321-0000	\$16,827	\$12,845	\$15,000	16.78%	\$2,155
Total Capital Outlay		\$16,827	\$12,845	\$15,000	16.78%	\$2,155
Transfers						
TRANSFER TO GENERAL FUND	12-5000-9000-0000	\$18,066	\$18,030	\$18,030	0.00%	-
Total Transfers		\$18,066	\$18,030	\$18,030	0.00%	-
Total Expenditures		\$34,893	\$31,425	\$34,930	11.15%	\$3,505

Animal Shelter Fund #15

Donations made to help the Animal Control division are recorded separately in the Animal Shelter Fund. The donations are then used to pay for items used by the Animal Control division. Donations that are not spent remain in the Animal Shelter fund balance and may be appropriated at a later date when needed.

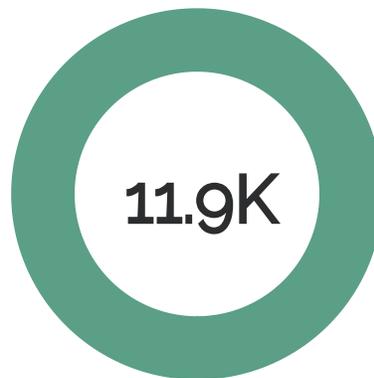
Comprehensive Fund Summary

Comprehensive Fund Summary

Category	FY 2024 Actuals	FY 2025 Projected	FY 2026 Adopted	FY 2027 Forecasted	FY 2028 Forecasted	FY 2029 Forecasted	FY 2030 Forecasted
Beginning Fund Balance	\$11,864	\$11,864	\$11,894	\$1	\$1	\$1	\$1
Revenues							
Total Revenues	-	-	-	-	-	-	-
Expenditures							
Capital Outlay	-	-	\$11,863	-	-	-	-
Total Expenditures	-	-	\$11,863	-	-	-	-
Total Revenues Less Expenditures	-	-	-\$11,863	-	-	-	-
Ending Fund Balance	\$11,864	\$11,864	\$31	\$1	\$1	\$1	\$1

Expenditures by Expense Type

FY26 Expenditures by Expense Type



● Capital Outlay \$11,863 100.00%

Expenditures by Expense Type

Category	Account ID	FY 2024 Actuals	FY 2025 Projected	FY 2026 Adopted	FY25 Projected vs. FY26 Budgeted (% Change)	FY25 Projected vs. FY26 Budgeted (\$ Change)
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Capital Outlay



Category	Account ID	FY 2024 Actuals	FY 2025 Projected	FY 2026 Adopted	FY25 Projected vs. FY26 Budgeted (% Change)	FY25 Projected vs. FY26 Budgeted (\$ Change)
BLGS, FIXTURES & GROUNDS	15-5400-4101-0000	-	-	\$11,863	-	\$11,863
Total Capital Outlay		-	-	\$11,863	-	\$11,863
Total Expenditures		-	-	\$11,863	-	\$11,863

Murphy Cable TV PEG Fund #17

The state-issued cable service or video franchise requires that the cable services and video service provider pay directly to each city in which it provides service a franchise fee of 5% of its gross revenue (a defined term in Utilities Code Chapter 66), even if the incumbent cable provider is paying a smaller percentage or on different gross revenue base amount. Pro rata and 1% payment in lieu of in-kind PEG/I-Net facilities (Section 66.006). Chapter 66 also provides that if the incumbent cable provider pays any cash payments to the city in support of public educational, governmental channels or to support an institutional network, those cash payments are matched by the state-issued franchise holder as calculated by the city on a per-subscriber basis. After the expiration of the incumbent cable franchise, all the state-issued franchise holders pay, at the city's choice, either an additional PEG capital support fee equal to 1% of its gross revenue or a fee equal to the per subscriber cash payments that were made under the expired incumbent's cable franchise.

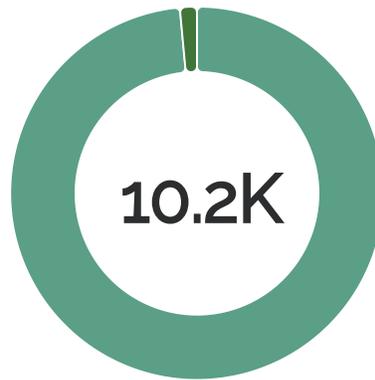
Comprehensive Fund Summary

Comprehensive Fund Summary

Category	FY 2024 Actuals	FY 2025 Projected	FY 2026 Adopted	FY 2027 Forecasted	FY 2028 Forecasted	FY 2029 Forecasted	FY 2030 Forecasted
Beginning Fund Balance	\$40,100	\$51,585	\$28,326	\$18,476	\$28,626	\$37,776	\$45,926
Revenues							
CABLE TV	\$11,343	\$11,866	\$10,000	\$10,000	\$9,000	\$8,000	\$7,000
INTEREST INCOME	-	\$291	\$150	\$150	\$150	\$150	\$150
Total Revenues	\$11,343	\$12,157	\$10,150	\$10,150	\$9,150	\$8,150	\$7,150
Expenditures							
Capital Outlay	-	\$35,416	\$20,000	-	-	-	\$40,000
Total Expenditures	-	\$35,416	\$20,000	-	-	-	\$40,000
Total Revenues Less Expenditures	\$11,343	-\$23,259	-\$9,850	\$10,150	\$9,150	\$8,150	-\$32,850
Ending Fund Balance	\$51,443	\$28,326	\$18,476	\$28,626	\$37,776	\$45,926	\$13,076

Revenues by Object

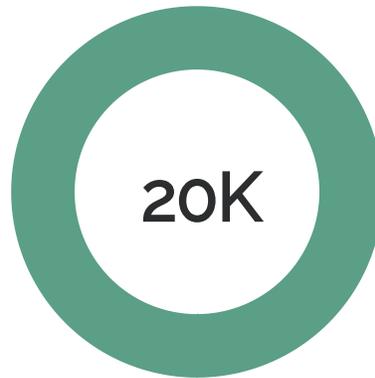
FY26 Revenues by Object



● CABLE TV	\$10,000	98.52%
● INTEREST INCOME	\$150	1.48%

Expenditures by Expense Type

FY26 Expenditures by Expense Type



● Capital Outlay	\$20,000	100.00%
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Expenditures by Expense Type

Category	Account ID	FY 2024 Actuals	FY 2025 Projected	FY 2026 Adopted	FY25 Projected vs. FY26 Budgeted (% Change)	FY25 Projected vs. FY26 Budgeted (\$ Change)
Capital Outlay						
COMPUTER HARDWARE	17-5000-4390-0000	-	\$35,416	\$20,000	-43.53%	-\$15,416
Total Capital Outlay		-	\$35,416	\$20,000	-43.53%	-\$15,416
Total Expenditures		-	\$35,416	\$20,000	-43.53%	-\$15,416

Police Seizure Fund #33

Chapter 59 of the Texas Code of Criminal Procedure sets forth the requirements for police departments regarding the proper procedures for seizure, and subsequent forfeiture, of property that was used in the commission of a crime. Chapter 59 also contains the requirements for how forfeited funds may be utilized. The City of Murphy maintains a forfeited property fund, which is a restricted fund. Seized property forfeited to the city is legally marketable and will be sold at auction, and the proceeds deposited into the City's restricted forfeited fund. Forfeited funds can be used for the purchase of items related to criminal enforcement and crime prevention. Specific examples of items that can be purchased are protective body armor, uniforms, and vehicles and/or bicycles.

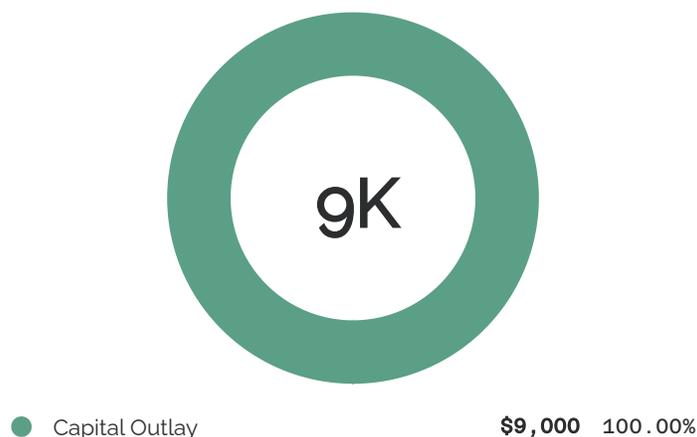
Comprehensive Fund Summary

Comprehensive Fund Summary

Category	FY 2024 Actuals	FY 2025 Projected	FY 2026 Adopted	FY 2027 Forecasted	FY 2028 Forecasted	FY 2029 Forecasted	FY 2030 Forecasted
Beginning Fund Balance	\$42,508	\$17,434	\$11,434	\$2,434	\$2,434	\$2,434	\$2,434
Revenues							
MISC REVENUE	\$4,514	-	-	-	-	-	-
Total Revenues	\$4,514	-	-	-	-	-	-
Expenditures							
Capital Outlay	\$29,589	\$6,000	\$9,000	-	-	-	-
Total Expenditures	\$29,589	\$6,000	\$9,000	-	-	-	-
Total Revenues Less Expenditures	-\$25,075	-\$6,000	-\$9,000	-	-	-	-
Ending Fund Balance	\$17,434	\$11,434	\$2,434	\$2,434	\$2,434	\$2,434	\$2,434

Expenditures by Expense Type

FY26 Expenditures by Expense Type



Expenditures by Expense Type

Category	Account ID	FY 2024 Actuals	FY 2025 Projected	FY 2026 Adopted	FY25 Projected vs. FY26 Budgeted (% Change)	FY25 Projected vs. FY26 Budgeted (\$ Change)
Capital Outlay						
MISC EXPENSES	33-5460-4320-0000	\$29,589	\$6,000	\$9,000	50.00%	\$3,000
Total Capital Outlay		\$29,589	\$6,000	\$9,000	50.00%	\$3,000
Total Expenditures		\$29,589	\$6,000	\$9,000	50.00%	\$3,000

Public Safety Grants & Donations Fund #37

The public safety grants donations fund is a restricted fund to set apart donations and state grants from other funds. The funds donated to the Police Department can be spent on police-related equipment and/or services. Starting in FY22, Law Enforcement Officer Standards & Education (LEOSE) funds from the State for officers' continuing education are recognized in this fund. In FY23, the city began receiving funds from the Texas Opioid Abatement Fund to pay for expenses related to the opioid epidemic, including the use of naloxone. The funds donated to the Explorer Program can be spent on Explorer-related items, including but not limited to training, travel, and equipment. The funds donated to the Fire Department can be spent on expenditures that align with the intended purpose of the donations.

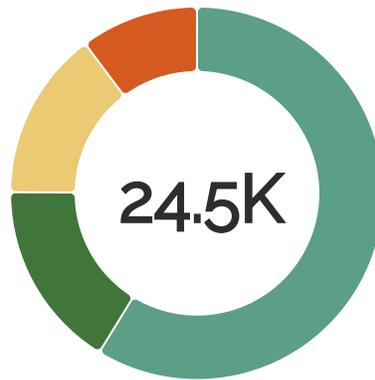
Comprehensive Fund Summary

Comprehensive Fund Summary

Category	FY 2024 Actuals	FY 2025 Projected	FY 2026 Adopted	FY 2027 Forecasted	FY 2028 Forecasted	FY 2029 Forecasted	FY 2030 Forecasted
Beginning Fund Balance	\$29,991	\$29,412	\$37,857	\$14,733	\$17,233	\$19,733	\$22,233
Revenues							
LEOSE FUNDS	\$4,018	\$3,979	\$4,000	\$4,000	\$4,000	\$4,000	\$4,000
POLICE DONATIONS	\$30	\$14,400	\$14,400	\$12,600	-	-	-
GLOBAL OPIOID SETTLEMENT	\$3,169	\$15,461	\$2,500	\$2,500	\$2,500	\$2,500	\$2,500
TRANSFER FROM GF	-	\$3,600	\$3,600	\$5,400	-	-	-
Total Revenues	\$7,217	\$37,439	\$24,500	\$24,500	\$6,500	\$6,500	\$6,500
Expenditures							
Materials & Supplies	\$1,510	\$3,886	\$4,000	\$4,000	\$4,000	\$4,000	\$4,000
Contractual Services	\$5,948	\$25,108	\$25,624	-	-	-	-
Public Safety Donations	-	-	\$18,000	\$18,000	-	-	-
Total Expenditures	\$7,458	\$28,994	\$47,624	\$22,000	\$4,000	\$4,000	\$4,000
Total Revenues Less Expenditures	-\$241	\$8,445	-\$23,124	\$2,500	\$2,500	\$2,500	\$2,500
Ending Fund Balance	\$29,750	\$37,857	\$14,733	\$17,233	\$19,733	\$22,233	\$24,733

Revenues by Object

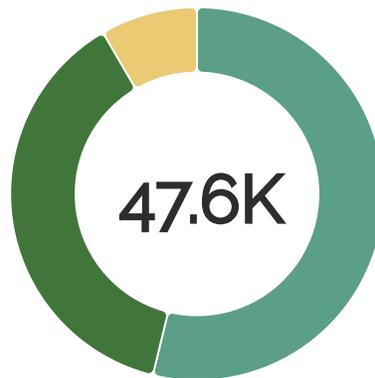
FY26 Revenues by Object



● POLICE DONATIONS	\$14,400	58.78%
● LEOSE FUNDS	\$4,000	16.33%
● TRANSFER FROM GF	\$3,600	14.69%
● GLOBAL OPIOID SETTLEMENT	\$2,500	10.20%

Expenditures by Expense Type

FY26 Expenditures by Expense Type



● Contractual Services	\$25,624	53.80%
● Public Safety Donations	\$18,000	37.80%
● Materials & Supplies	\$4,000	8.40%

Expenditures by Expense Type

Category	Account ID	FY 2024 Actuals	FY 2025 Projected	FY 2026 Adopted	FY25 Projected vs. FY26 Budgeted (% Change)	FY25 Projected vs. FY26 Budgeted (\$ Change)
Materials & Supplies						
LEOSE EXPENDITURES	37-5460-2441-0000	\$1,510	\$3,886	\$4,000	2.93%	\$114
Total Materials & Supplies		\$1,510	\$3,886	\$4,000	2.93%	\$114
Contractual Services						

Category	Account ID	FY 2024 Actuals	FY 2025 Projected	FY 2026 Adopted	FY25 Projected vs. FY26 Budgeted (% Change)	FY25 Projected vs. FY26 Budgeted (\$ Change)
FIRE DONATION EXPENSE	37-5440-3970- 0000	-	-	\$500	-	\$500
OPIOID SETTLEMENT EXPENSE	37-5440-3972- 0000	\$4,448	\$4,500	\$24,382	441.82%	\$19,882
POLICE DONATIONS EXPENSE	37-5460-3971- 0000	\$1,500	\$20,608	\$742	-96.40%	-\$19,866
Total Contractual Services		\$5,948	\$25,108	\$25,624	2.06%	\$516
Public Safety Donations						
POLICE GRANT EXPENSE	37-5460-3972- 0000	-	-	\$18,000	-	\$18,000
Total Public Safety Donations		-	-	\$18,000	-	\$18,000
Total Expenditures		\$7,458	\$28,994	\$47,624	64.25%	\$18,630





Vehicle & Equipment Replacement Fund #72

The Vehicle and Equipment Replacement Fund (VERF) was implemented in FY 2024-2025. The General Fund, Utility Fund, and MCDC Fund with vehicle and equipment inventory will have a line item for transfer to the VERF to provide funding for future replacement of current inventory.

A master inventory of all eligible vehicles and equipment is maintained by the Finance department. Information included is date of acquisition, original acquisition cost, estimated date of replacement, and estimated cost of replacement. The annual contribution required for scheduled replacement is calculated per asset, and the total department annual contribution is budgeted for transfer. The inventory will be updated annually to include accelerated or delayed replacement of individual assets, with the continued goal of consistent expense in the General Fund, Utility Fund, and MCDC Fund and sufficient funding for vehicle and equipment replacement.

No personnel are assigned to the Vehicle and Equipment Replacement Fund (VERF).

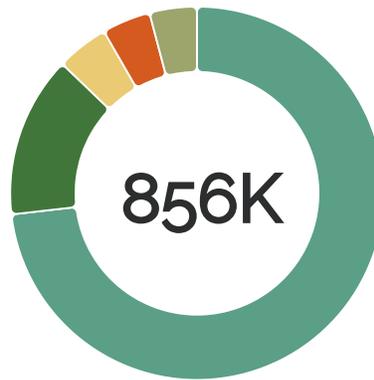
Comprehensive Fund Summary

Comprehensive Fund Summary

Category	FY 2024 Actuals	FY 2025 Projected	FY 2026 Adopted	FY 2027 Forecasted	FY 2028 Forecasted	FY 2029 Forecasted	FY 2030 Forecasted
Beginning Fund Balance	-	-	\$1,023,111	\$705,633	\$522,709	\$444,730	\$1,192,756
Revenues							
MISCELLANEOUS REVENUE	-	\$476,077	\$35,000	\$66,000	\$60,000	\$70,000	\$115,000
INTEREST INCOME	-	\$25,438	\$36,000	\$51,545	\$60,545	\$69,545	\$69,545
TRANSFER FROM MCDC	-	\$55,000	\$119,619	\$152,280	\$156,123	\$159,246	\$162,431
TRANSFER FROM GENERAL FUND	-	\$844,547	\$626,375	\$626,375	\$626,375	\$1,034,234	\$1,034,234
TRANSFER FROM UTILITY	-	\$33,913	\$38,746	\$60,322	\$86,314	\$87,820	\$87,820
Total Revenues	-	\$1,434,975	\$855,740	\$956,522	\$989,357	\$1,420,845	\$1,469,031
Expenditures							
Contractual Services	-	\$356,053	\$474,696	\$705,572	\$823,064	\$672,820	\$672,820
Capital Outlay	-	\$55,811	\$698,522	\$433,875	\$244,272	-	\$788,155
Total Expenditures	-	\$411,864	\$1,173,218	\$1,139,447	\$1,067,336	\$672,820	\$1,460,975
Total Revenues Less Expenditures	-	\$1,023,111	-\$317,478	-\$182,924	-\$77,979	\$748,025	\$8,056
Ending Fund Balance	-	\$1,023,111	\$705,633	\$522,709	\$444,730	\$1,192,755	\$1,200,812

Revenues by Object

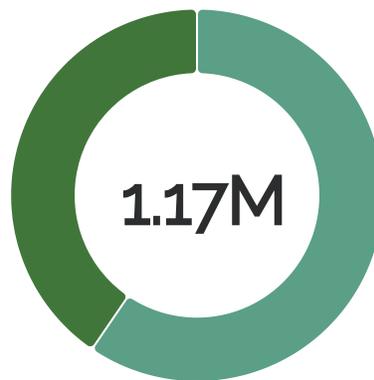
FY26 Revenues by Object



● TRANSFER FROM GENERAL FUND	\$626,375	73.20%
● TRANSFER FROM MCDC	\$119,619	13.98%
● TRANSFER FROM UTILITY	\$38,746	4.53%
● INTEREST INCOME	\$36,000	4.21%
● MISCELLANEOUS REVENUE	\$35,000	4.09%

Expenditures by Expense Type

FY26 Expenditures by Expense Type



● Capital Outlay	\$698,522	59.54%
● Contractual Services	\$474,696	40.46%

Expenditures by Expense Type

Category	Account ID	FY 2024 Actuals	FY 2025 Projected	FY 2026 Adopted	FY25 Projected vs. FY26 Budgeted (% Change)	FY25 Projected vs. FY26 Budgeted (\$ Change)
Contractual Services						
GENERAL FUND VEHICLE LEASES	72-5000-3715-0000	-	\$340,200	\$435,950	28.15%	\$95,750
UTIL FUND VEHICLE LEASES	72-5000-3715-1000	-	\$15,853	\$38,746	144.41%	\$22,893
Total Contractual Services		-	\$356,053	\$474,696	33.32%	\$118,643

Category	Account ID	FY 2024 Actuals	FY 2025 Projected	FY 2026 Adopted	FY25 Projected vs. FY26 Budgeted (% Change)	FY25 Projected vs. FY26 Budgeted (\$ Change)
Capital Outlay						
MOTOR VEHICLES	72-5440-4303-0000	-	-	\$466,772	-	\$466,772
MOBILE EQUIPMENT	72-5440-4304-0000	-	-	\$65,250	-	\$65,250
MOBILE EQUIPMENT	72-5451-4304-0000	-	-	\$2,500	-	\$2,500
MOBILE EQUIPMENT	72-5460-4304-0000	-	\$55,811	\$97,500	74.70%	\$41,689
MOBILE EQUIPMENT	72-5465-4304-0000	-	-	\$24,000	-	\$24,000
MOBILE EQUIPMENT	72-5485-4304-0000	-	-	\$42,500	-	\$42,500
Total Capital Outlay		-	\$55,811	\$698,522	1,151.58%	\$642,711
Total Expenditures		-	\$411,864	\$1,173,218	184.86%	\$761,354

CITY OF MURPHY VEHICLE EQUIPMENT REPLACEMENT NEEDS					
Request	Strategic Plan Key Focus	Justification	Account Number	Department	Amount
Rescue Replacement Tools (4 units)	Safety, Sustainable Operations	End of life. Out of service FY26	72-5440-4304-0000	Fire	\$ 45,000.00
John Deere ProGator 2030A	Sustainable Operations	End of life	72-5485-4304-0000	Parks	\$ 40,000.00
Ambulance Carryover	Safety, Sustainable Operations	End of life	72-5440-4305-0000	Fire	\$ 466,772.00
Total					\$ 551,772.00

CITY OF MURPHY VEHICLE LEASING REPLACEMENT					
Request	Strategic Plan Key Focus	Justification	Account Number	Department	Amount
Chevrolet Silverado 2500	Safety, Sustainable Operations	End of life	72-5000-3715-0000	Animal Control	\$ 82,800.00
Chevrolet Colorado	Safety, Sustainable Operations	End of life	72-5000-3715-0000	Facilities	\$ 40,560.00
Chevrolet Silverado 2500	Safety, Sustainable Operations	End of life	72-5000-3715-0000	Parks	\$ 54,000.00
Chevrolet Silverado 1500	Safety, Sustainable Operations	End of life	72-5000-3715-0000	Police	\$ 52,560.00
Chevrolet Tahoe	Safety, Sustainable Operations	End of life	72-5000-3715-0000	Police	\$ 84,600.00
Chevrolet Tahoe	Safety, Sustainable Operations	End of life	72-5000-3715-0000	Police	\$ 84,600.00
Tesla Model Y Long Range	Safety, Sustainable Operations	End of life	72-5000-3715-0000	Police	\$ 82,800.00
Tesla Model Y Long Range	Safety, Sustainable Operations	End of life	72-5000-3715-0000	Police	\$ 82,800.00
Chevrolet Traverse	Safety, Sustainable Operations	End of life	72-5000-3715-0000	Police	\$ 54,000.00
Chevrolet Silverado 2500	Safety, Sustainable Operations	End of life	72-5000-3715-1000	Wastewater	\$ 66,000.00
Chevrolet Silverado 2500	Safety, Sustainable Operations	End of life	72-5000-3715-1000	Water	\$ 66,000.00
Chevrolet Silverado 2500	Safety, Sustainable Operations	End of life	72-5000-3715-1000	Water	\$ 66,000.00
Chevrolet Silverado 1500	Safety, Sustainable Operations	End of life	72-5000-3715-1000	Water	\$ 51,000.00
Chevrolet Silverado 1500	Safety, Sustainable Operations	End of life	72-5000-3715-1000	Water	\$ 51,000.00
Chevrolet Silverado 1500	Safety, Sustainable Operations	End of life	72-5000-3715-1000	Water	\$ 51,000.00
Total					\$ 969,720.00



Appendix



Acronyms

ACFR: Annual Comprehensive Financial Report

ADA: Americans with Disabilities Act

ARPA: American Rescue Plan Act

AWWA: American Water Works Association

CCAD: Collin Central Appraisal District

CDBG: Community Development Block Grant

CIP: Capital Improvement Program

CO: Certificate of Obligation

EDC: Economic Development Corporation

EMS: Emergency Medical Service

EMT: Emergency Medical Technician

EOC: Emergency Operations Center

FM544 : Farm to Market Road 544

FLSA: Fair Labor Standards Act

FTE: Full-Time Equivalent

GAAP: Generally Accepted Accounting Principles

GASB: Governmental Accounting Standards Board

GIS: Geographic Information System

GFOA: Government Finance Officers Association

G.O. BOND: General Obligation Bond

G.O. DEBT: General Obligation Debt

HVAC: Heating, Ventilation, and Air Conditioning

I&S: Interest and Sinking

MAC: Murphy Activity Center

MCC: Murphy Community Center

M&O: Maintenance and Operations

MCDC: Murphy Community Development District

MDD: Municipal Development District, also MMDD, Murphy Municipal Development District

NCTCOG: North Central Texas Council of Governments

NNR: No New Revenue Rate, Tax Rate

NTMWD: North Texas Municipal Water District

PEG: Public Education Government Access

PISD: Plano Independent School District

RFP: Request for Proposal

RFQ: Request for Quotes

ROW: Right of Way

SCADA: Supervisory Control And Data Acquisition

SFR: Single Family Residence

SRO: School Resource Officer

SSOI: Sanitary Sewer Overflow Initiative

TCEQ: Texas Commission on Environmental Quality

TIF: Tax Increment Financing

TMRS: Texas Municipal Retirement System

TxDOT: Texas Department of Transportation

TxDPS: Texas Department of Public Safety

W&S: Water and Sewer

WISD: Wylie Independent School District

Indirect Overhead Allocation Budget Year 2025-2026

Allocation of General Fund indirect costs related to the Utility Fund to ensure that the funds are fairly and accurately paying for the services received.

Calculation of General and Administrative Allocation for General Fund	General Fund Proposed Cost 2025-2026	Allocation							
		Water		Sewer		MCDC		MDD	
Salary Cost Allocation	as of 5/19/2025	%	\$	%	\$	%	\$	%	\$
Administration	807,193	10.0%	80,719	10.0%	80,719	5.0%	40,360	7.5%	60,539
City Secretary	181,029	10.0%	18,103	10.0%	18,103	1.0%	1,810	1.0%	1,810
City Council	19,625	10.0%	1,963	10.0%	1,963	1.0%	196	1.0%	196
Human Resources	324,178	10.0%	32,418	10.0%	32,418	1.0%	3,242	1.0%	3,242
Finance	617,344	10.0%	61,734	10.0%	61,734	10.0%	61,734	5.0%	30,867
Recreation	255,642	0.0%	-	0.0%	-	20.0%	51,128	0.0%	-
Facilities	375,503	10.0%	37,550	10.0%	37,550	5.0%	18,775	5.0%	18,775
Public Works	164,005	10.0%	16,401	10.0%	16,401	0.0%	-	0.0%	-
Community Development	496,201	0.0%	-	0.0%	-	10.0%	49,620	20.0%	99,240
Information Technology	496,566	10.0%	49,657	10.0%	49,657	5.0%	24,828	5.0%	24,828
Total Personnel Costs Shared	3,462,019	8%	296,582	8%	296,582	6%	200,370	5%	239,302
Operational /Maintenance									
Administration	50,580	10.0%	5,058	10.0%	5,058	5.0%	2,529	7.5%	3,794
City Secretary	93,850	10.0%	9,385	10.0%	9,385	1.0%	939	1.0%	939
City Council	213,603	10.0%	21,360	10.0%	21,360	1.0%	2,136	1.0%	2,136
Human Resources	388,820	10.0%	38,882	10.0%	38,882	1.0%	3,888	1.0%	3,888
Finance	254,422	10.0%	25,442	10.0%	25,442	10.0%	25,442	5.0%	12,721
Recreation	134,119	0.0%	-	0.0%	-	20.0%	26,824	0.0%	-
Facilities	442,869	10.0%	44,287	10.0%	44,287	5.0%	22,143	5.0%	22,143
Public Works	335,313	10.0%	33,531	10.0%	33,531	0.0%	-	0.0%	-
Community Development	158,520	0.0%	-	0.0%	-	10.0%	15,852	20.0%	31,704
Information Technology	1,115,385	10.0%	111,539	10.0%	111,539	5.0%	55,769	5.0%	55,769
Total Operational Costs Shared	3,187,481	8%	289,484	8%	289,484	6%	155,522	5%	133,094
Total General and Administrative Charge:									
	6,649,500	8%	586,066	8%	586,066	6%	355,892	5%	372,396

Comprehensive Financial Policy 2025

RESOLUTION NO. 25-R-1120

A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF MURPHY, TEXAS, APPROVING AND ADOPTING THE COMPREHENSIVE FINANCIAL MANAGEMENT POLICY STATEMENTS FOR THE CITY; AND PROVIDING FOR AN EFFECTIVE DATE.

WHEREAS, the Comprehensive Financial Management Policy Statements of the City of Murphy (the “City”) set forth the basic framework for the fiscal management of the City; and

WHEREAS, well planned and prudent financial management policies assist the City Council and City staff in maintaining a long-term stable and positive financial condition and provide guidelines to follow regarding the City finances; and

WHEREAS, the Comprehensive Financial Management Policy Statements are intended to strengthen internal control over financial management, protect the City’s credit rating, and help the City meet current and future service demands; and

WHEREAS, the Comprehensive Financial Management Policy Statements shall be reviewed on an as-needed basis, and any significant changes will be brought to the City Council for review and adoption; and

WHEREAS, upon full review and consideration of the Comprehensive Financial Management Policy Statements, and all matters related thereto, the City Council is of the opinion and finds that the Comprehensive Financial Management Policy Statements should be approved and adopted.

NOW, THEREFORE, BE IT RESOLVED BY THE CITY COUNCIL OF THE CITY OF MURPHY, TEXAS, THAT:

SECTION 1. The Comprehensive Financial Management Policy Statements which are attached as Exhibit “A”, are approved and adopted.

SECTION 2. Any policy, or portion or provision thereof, previously adopted that is in conflict with the attached Comprehensive Financial Management Policy Statements is hereby repealed.

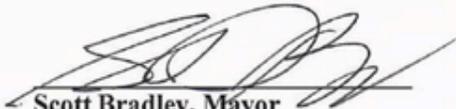
SECTION 3. This Resolution shall become effective immediately upon its passage.

DULY PASSED AND APPROVED by the City Council of the City of Murphy, Texas
on this the 21st day of January 2025.

APPROVED:



ATTEST:


Scott Bradley, Mayor


Kandi Jackson, City Secretary

APPROVED AS TO FORM:


Susan B. Thomas, PhD, Asst. City Attorney

EXHIBIT "A"
Comprehensive Financial Management Policy Statements



COMPREHENSIVE FINANCIAL MANAGEMENT POLICY STATEMENTS

FISCAL YEAR 2025
CITY OF MURPHY
206 N. MURPHY RD, MURPHY, TX 75094

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COMPREHENSIVE FINANCIAL MANAGEMENT POLICY STATEMENTS

Responsible Office: Finance Department

Issuance Date: January 21, 2025

Last Revision:

PURPOSE

The Comprehensive Financial Management Policy Statements assembles all of the City's financial policies into one document. These statements are tools used to ensure that the City is financially able to meet its current and future service needs. The individual statements contained herein serve as guidelines for both the financial planning and internal financial management of the City and repeals all previous financial policies.

OBJECTIVES

- A. To guide City Council and management policy decisions that have significant fiscal impact.
- B. To employ balanced revenue policies that provide adequate funding for services and service levels.
- C. To maintain appropriate financial capacity for present and future needs.
- D. To maintain sufficient reserves so as to maintain service levels during periods of economic downturn.
- E. To promote sound financial management by providing accurate and timely information on the City's financial condition.
- F. To protect the City's credit rating and provide for adequate resources to meet the provisions of the City's debt obligations on all municipal debt.
- G. To ensure the legal use of financial resources through an effective system of internal controls.

I. ACCOUNTING, AUDITING, AND FINANCIAL REPORTING

The City will maintain accounting practices that conform to generally accepted accounting principles and comply with prevailing federal, state, and local statutes and regulations. The City will provide for, prepare, and present regular reports that analyze and evaluate the City's financial performance and economic conditions. The Director of Finance is the City's Chief Fiscal Officer and is responsible for establishing the Chart of Accounts and for properly recording financial transactions.

A. ACCOUNTING PRACTICES AND PRINCIPLES

The City will maintain accounting practices that conform to generally accepted accounting principles (GAAP) as set forth by the Governmental Accounting Standards Board (GASB, the authoritative standard setting body for units of local governments). All City financial documents, including official statements accompanying debt issues, Annual Comprehensive Financial Reports (ACFR) and continuing disclosures statements, will meet these standards (except quarterly interim financial reports). Quarterly interim financial reports are on a cash basis and will be reported as budgeted. At year-end, the general ledger and financials will be converted to GAAP and GASB.

B. BASIS OF ACCOUNTING AND BUDGETING

The City's finances shall be accounted for in accordance with generally accepted accounting principles as established by the Governmental Accounting Standards Board (GASB).

The accounts of the City are organized and operated on the basis of funds and account groups. Fund accounting segregates funds according to their intended purpose and is used to aid management in demonstrating compliance with finance-related legal and contractual provisions. The minimum number of funds is maintained consistent with legal and managerial requirements. Account groups are a reporting device to account for certain assets and liabilities of the governmental funds not recorded directly in those funds. Governmental funds are used to account for the government's general government activities and include the General Fund (to include General Fund 10, CT Tech/Building Security Fund 12, Animal Shelter Fund 15, PEG Fund 17, Police Seizures Fund 33, and Public Safety Donations Fund 37), Debt Service Fund, American Rescue Plan Act, Capital Projects (to include Capital Improvement Fund 30, Capital Construction Fund 60, Street Maintenance Tax Fund 24, and General Obligation Bond Fund 63), and Vehicle Equipment Replacement Fund 72 created FY2025. The governmental activities include most of the City's basic services such as public safety, parks and recreation, and general administration. Property taxes, sales taxes and permit fees/court fees finance most of these activities.

Governmental Fund types use the flow of current financial resources measurement focus and the modified accrual basis of accounting. Under the modified accrual basis of accounting, revenues are recognized when susceptible to accrual (i.e., when they are "measurable and available"). "Measurable" means the amount of the transaction can be determined and "available" means collectible within the current period or soon enough thereafter to pay liabilities of the current period. Substantially all revenues are considered to be susceptible to accrual. Ad valorem, sales, franchise and tax revenues recorded in the General Fund, and ad valorem tax revenues recorded in the Debt Service Fund are recognized under the susceptible to accrual concept. Licenses and permits, charges for services, fines and forfeitures, contributions, and miscellaneous revenues (except earnings on investments) are recorded as revenues when received in cash because they are generally not measurable until actually received. Investment earnings are recorded as earned since they are measurable and available. Expenditures are recognized when the related fund liability is incurred, if measurable, except for principal and interest on general long-term debt, which are recorded when due, and compensated absences, which are recorded when payable from currently available financial resources.

The City has two proprietary funds: Water and Sewer (to include Utility Fund 20, Utility Capital Construction Fund 65, and Impact Fees Fund 70) and Storm Water. Proprietary Fund types are accounted for on a flow of economic resources measurement focus and use the accrual basis of accounting. Under this method, revenues are recorded when earned, expenses are recorded at the time liabilities are incurred.

The City's annual budget shall be prepared and adopted on a basis consistent with generally accepted accounting principles for all governmental and proprietary funds except the capital projects funds, which adopt project-length budgets. Depreciation of fixed assets is recognized in proprietary fund budgets. All annual appropriations lapse at fiscal year end. Under the City's budgetary process, outstanding encumbrances are reported as reservations of fund balances and do not constitute expenditures or liabilities since the commitments will be reappropriated and honored in subsequent fiscal year.

C. AUDITING

An annual audit shall be conducted in conformance with the City Charter §7.18 and provision of the Texas Local Government Code, Title 4, Chapter 103 by outside independent accountants (auditor). The audit firm must be a CPA firm of regional reputation and demonstrate breadth and depth of staff to conduct the City's audit in accordance with GAAP and contractual requirements. The audit firm must be registered as a partnership or corporation of certified public accountants, holding a permit to practice from the Texas State Board of Public Accountancy. The auditor will jointly review the management letter with City Council within 30 days of its receipt by the staff. The Director of Finance shall respond in writing to the City Manager and City Council regarding the auditor's Management Letter, addressing the issues contained therein. The auditor is retained by and is accountable directly to the City Council and will have

access to direct communication with the City Council if City staff is unresponsive to auditor recommendation, or if the auditor considers such communication necessary to fulfill its legal and professional responsibilities. The auditor's report should be completed, and the Annual Comprehensive Financial Report (ACFR) presented to the City Council within 160 days of the City's fiscal year end. Should new auditing standards and reporting requirements delay the ACFR presentation, the Director of Finance will inform the City Manager who, in turn, will inform the City Council of the delay and reasons, therefore. The ACFR, including the auditor's opinion shall be filed with the City Secretary within 180 days after the last day of the fiscal year as required by Texas Local Government Code, Title 4, Chapter 103.003.ⁱⁱⁱ

D. FINANCIAL AND MANAGEMENT REPORTING

1. Interim Financial Reports shall be submitted to the City Council as often as the City Council may request, but not less than once a quarter covering revenue and expenditures of the City. ^{iv}. (§7.16 (4))

2. The accepted ACFR will be presented annually to the Government Finance Officers Association (GFOA) for evaluation and awarding of the Certificate of Achievement for Excellence in Financial Reporting.

E. INTERNAL CONTROLS

Each Department Director shall ensure that effective internal controls are followed throughout his(her) Department, that all Finance Department directives or internal controls are implemented, and that all independent auditor internal control recommendations are addressed.

F. COMPLIANCE WITH COUNCIL POLICY STATEMENTS

The Comprehensive Financial Management Policy Statements will be reviewed, updated, revised or refined as deemed necessary. Policy statements adopted by City Council are guidelines, occasional exceptions may be appropriate and required. Exceptions will be identified, documented, and approved by the City Council before an exception is granted.

II. BUDGET AND LONG-RANGE FINANCIAL PLANNING

These guidelines for budgeting will help to ensure a financially sound City and to establish a long-range financial planning process that assesses the long-term financial implications of current and proposed operating and capital budgets.

A. OPERATING BUDGET PREPARATION

Budgeting is an essential element of the financial planning, control and evaluation process of municipal government. The City's "operating budget" is the City's annual financial operating plan. It comprises governmental and proprietary funds, special revenue funds and the debt service fund. The City's Capital Project Budget includes the Governmental Capital Projects and Capital Projects included in the Utility Fund. Projects included in the Capital Budget are budgeted for the life of each project.

The budget is prepared by the Director of Finance at the direction of the City Manager with the cooperation of all City departments. The budget should be presented to the City Council in accordance with the City Charter and should be enacted by the City Council prior to fiscal year end. The City Council shall hold public hearings in accordance with the City Charter and State Law.

The budget shall include four basic segments for review and evaluation. These segments are: (1) Personnel Costs, (2) Base Budget for Operations and Maintenance Costs, (3) Capital and Other Non-capital Projects (i.e., new or expanded programs), and (4) Revenues. The operating budgets are subdivided by personnel costs, materials and supplies, contract services, capital outlays and transfers. The operating budgets are presented by object category with comparative data to one prior year of actual audited and estimated financial data. In addition, the budget is presented with current year end estimates compared to current budget with variance amount changes; plus, four years forecast beyond the upcoming budget year.

Revenues shall be summarized and scheduled with comparative and trend analysis for presentation. The Director of Finance shall calculate and prepare a statement of probable income for the City from property taxes supporting the General Fund operating budget and to fund the next year's debt requirements. The proposed budget shall contain a suggested and recommended tax rate to be levied to support the expenditures proposed.

A Combined Budget Summary with scheduled Interfund transfers will be included in the budget presented to the City Council.

The budget review process shall include Council participation in the development of each of the four segments of the proposed budget and a Public Hearing in accordance with City Charter and State Law. The City Council shall adopt the budget in accordance with the City Charter and State Law. An annual tax rate ordinance shall be passed by City Council following compliance with the "truth-in-taxation" procedures as outlined in the Texas Property Tax Code. ^v

A copy of the proposed budget shall be filed with the City Secretary and made available to the public in accordance with the City Charter and State Law.

B. BALANCED BUDGET

The City Manager shall present annually, a structurally balanced budget for the ensuing fiscal year to City Council pursuant to the prevailing state and local law. A structurally balanced budget is defined as recurring revenues funding recurring expenditures and adherence to fund balance policies. One-time revenues sources (i.e. Fund Balances) may be used for one-time expenditures.

Deferrals, short-term loans, or one-time sources will be avoided as budget balancing techniques. Reserves will be used only for emergencies or non-recurring expenditures except when balances can be reduced because their levels exceed guideline minimums.

C. RECURRING REVENUES

Recurring expenditures shall be budgeted and controlled so as not to exceed current revenues. Recurring expenses will be funded exclusively with recurring revenue sources to facilitate operations.

D. USE OF NON-RECURRING REVENUES

Non-recurring revenue sources, such as a one-time revenue remittance of fund balance in excess of policy can only be budgeted/used to fund non-recurring expenditures, such as capital purchases, capital improvement projects or annually approved programming (i.e. internships, leadership academy, etc). This will ensure that recurring expenditures are not funded by non-recurring sources.

E. TAX RATE

The City Manager will recommend a tax rate that the City service and/or programs require in order to operate efficiently, yet effectively, and pay its debt. Final adoption of the budget by the City Council establishes the official levy of the property tax rate to be assessed and collected for the corresponding tax year.

F. REVENUE ESTIMATING FOR BUDGETING

1. To protect the City from revenue shortfalls and to maintain a stable level of service, the City shall use a conservative, objective, reasonable and analytical approach when preparing revenue estimates. All revenues will be budgeted at 95-98% of anticipated revenue or as appropriate based on the variability of the revenue source, with the exception of property tax and inter-fund transfers. The process shall include historical collection rates, trends, and potential economic changes. This approach is intended to reduce the likelihood of actual revenues falling short of budget estimates and should avoid mid-year service changes.

2. All real and business personal property located within the City shall be valued at 100% of the fair market value provided each year by Collin County Central Appraisal District.

3. The City, whenever possible, will seek outside sources of revenue, such as federal, state, and local grants as outlined by Section IX. Grants and Intergovernmental Revenues.

G. BUDGET PREPARATION

1. Department Directors have primary responsibility for formulating budget proposals with the guidance of the Finance Director and the direction of the City Manager. New or expanded services shall support City Council goals, City Manager priority direction and department goals. The City Manager and Departments are charged with implementing the goals and priorities once they are approved.

2. All competing requests for City resources will be weighed within the formal annual budget process.

3. Actions on items that arise throughout the year with significant financial impacts should be withheld until they can be made in the full context of the annual budget process and long-range plan, unless unforeseen circumstances present themselves.

4. The Budget will be presented in a way that clearly communicates to the public the City's proposed level of services and capital projects planned for the coming year. The approved Budget shall be printed and available online in accordance with the City Charter and State law.

H. BUDGET MANAGEMENT

The City Council shall delegate authority to the City Manager in managing the budget after it is formally adopted by City Council. The City Manager may further delegate levels of authority for the daily operations of the budget to Department Directors. Expenditures/expenses are legally adopted at the fund level. Expenditures/expenses should not exceed the adopted budget, plus subsequent changes approved by the City Council.

I. AMENDED BUDGET

Under conditions which may arise, and for municipal purposes, the City Council may, by the affirmative vote of a majority of the full membership of the City Council, amend or change the budget to provide for any additional expense in which the general welfare of the citizenry is involved. Amendments shall be by Ordinance and maintained in accordance with state law. (City Charter §7.09) Amendments shall become an attachment to the original budget. In order to preserve fund balances/ending balances, based on projected revenues and expenditures/expenses for the current fiscal year, City Council may periodically amend the budget during the year if budget adjustments are required at the fund level (total budget of revenues or expenditures for the fund would change). All amendments will maintain the integrity of the personnel summary as adopted. Any increase of full-time equivalent positions will require City Council approval.

Budget adjustments or transfers that do not alter the fund level total may be approved by the City Manager when single line-item requests are less than \$50,000 to include transfers between and among departments of the same fund. Budget appropriation adjustments ≤ \$9,999.99 with City Manager approval shall be allowed at the Department Director level with the exception of personnel services or capital budgetary funds. Recognized personnel services or capital budgetary funds < \$50,000 may be adjusted in and between departments in the same category of the same fund with written authorization of the City Manager. Single line-item budget adjustments ≥ \$50,000 require City Council approval.

J. OPERATING DEFICITS

The City shall take corrective action following three (3) consecutive months where estimated annual revenue is below budget projections. The Fiscal Management Contingency Plan details the steps the City has established to counter economic situations that impact revenue significantly. Short-term loans as a means to balance the budget shall be avoided except as defined by City Charter Emergency Funding for situations arising from circumstances involving

imminent threats to public health and safety or sudden unforeseen situations mandating immediate action by the governing body.

The use of fund balance, which is a one-time revenue source, may be used to fund an annual operating deficit with City Council approval and a plan to replenish the fund balance if drawn down below policy level. Reserve requirements are addressed in Section V. Reserves.

K. LONG-RANGE FINANCIAL PLANS

The City shall develop and maintain a five-year Financial Forecast and Capital Improvement Plan (CIP) for each major operating fund, in conjunction with the annual budget process.

All capital project expenditures must be appropriated in the capital budget. The Finance Department shall certify the availability of resources for any capital project prior to requesting City Council approval.

The forecast should enable current services and current service levels provided to be sustained over the forecast period. Operating impacts of future maintenance and operational costs from completed capital improvement projects in the City's Five-Year CIP shall be included in the forecast. Commitments/obligations that require future financial resources shall also be included.

Major financial decisions should be made in the context of the Long-Range Plan. The forecast assesses long-term financial implications of current and proposed policies, programs, and assumptions that develop appropriate strategies to achieve the City's goals. The forecast will provide an understanding of available funding; evaluate financial risk; assess the likelihood that services can be sustained; assess the level at which capital investment can be made; identify future commitments and resource demands; and identify the key variable that may cause a change in the level of revenue.

III. REVENUE MANAGEMENT

The City will design, maintain and administer a revenue system that will assure a reliable, equitable, diversified and sufficient revenue stream to support desired City services.

The City will use due caution in the analysis of any tax or fee incentives that are used to encourage development. A cost/benefit (fiscal impact) analysis will be performed as a part of such caution.

A. BALANCE AND DIVERSIFICATION IN REVENUE SOURCES

The City will strive to maintain a balanced and diversified revenue system to protect the City from fluctuations in any one source due to changes in local economic conditions which may adversely impact that source.

B. USER FEES – GENERAL FUND

1. For services that benefit specific users, the City shall establish and collect fees to recover the costs of those services. Where services provide a general public benefit, the City shall recover the costs of those services through property and sales taxes.
2. At a minimum, the City will strive to cover direct costs. User charges may be classified as full cost recovery, partial cost recovery and minimal cost recovery.
3. User fees will be reviewed annually and adjusted to avoid sharp changes.
4. Factors in setting fees shall include, but not be limited to, market and competitive pricing, effect of demand for services, and impact on users, which may result in recovering something less than direct, indirect, and overhead costs.
5. The City may set a different fee for residents versus non-residents.

6. All user fees shall be adopted by City Ordinance during the budget process and included in the Master Fee Schedule.

C. USER FEES – ENTERPRISE FUNDS

1. Utility rates shall be set at levels sufficient to cover operating expenditures (direct and indirect), meet debt obligations and debt service coverage, provide funding for capital improvements, and provide adequate levels of working capital.

2. Components of the Utility rates will include a transfer to the General Fund for an administrative fee for services of general overhead, such as administration, finance, personnel and data processing. This fee is documented with the budget process through a cost allocation.

3. The City may set a different fee for residential versus non-residential.

4. The approved Utility Rate Study of Water and Wastewater rates prepared by a third-party vendor shall serve as the basis for rate change considerations.

5. User fees will be structured for smaller rate increases versus higher rate increases periodically.

6. All user fees shall be adopted by City Ordinance during the budget process and included in the Master Fee Schedule.

D. IMPACT FEES

1. Impact fees for Water, and Wastewater will be imposed in accordance with state requirements.

2. Components of the Utility rate analysis will include a transfer to the Utility Fund. This fee is documented with the budget process.

3. Impact fees will be re-evaluated as required by law.

4. All impact fees shall be adopted by City Ordinance during the budget process and included in the Master Fee Schedule.

E. REVENUE COLLECTION

1. A ninety-nine percent (99%) collection rate shall serve each year as a goal for tax collections. All delinquent taxes shall be aggressively pursued with delinquents being turned over to the delinquent tax attorney, and a penalty assessed to compensate the attorney as allowed by State law and contractual agreement.

2. The City shall follow a consistent yet reasonable approach to collecting revenues to the fullest extent allowed by law.

F. WRITE-OFF OF UNCOLLECTIBLE RECEIVABLES (EXCLUDING PROPERTY TAXES, COURT FINES AND WARRANTS)

1. Receivables shall be considered for write-off as follows:

a. State statute authorizing the release or extinguishment, in whole or in part, of any indebtedness, liability, or obligation, if applicable.

b. Utility accounts that have aged beyond 30 days shall be written off and account placed with a third-party collection agency.

2. The write-off of uncollected accounts is a bookkeeping entry only and does not release the debtor from any debt owed to the City.

G. BOND REVENUE COVERAGE REQUIREMENTS

The City shall meet the required legal revenue coverage requirements as set forth in all bond rate covenants.

IV. EXPENDITURE MANAGEMENT

The City will identify services, establish appropriate service levels and administer the expenditure of available resources to assure fiscal stability and the effective and efficient delivery of those services.

The procurement of goods and services shall be achieved within the mandates of federal, state and local statutes, ordinances and codes. The Texas State Constitution and Statutes for purchasing and contracting are expressed in the Local Government Code, and Government Code. These policies and procedures are established to incorporate the Texas state guidelines in one encompassing document and to establish rules and regulations for disbursements through check requests, procurement cards (P-cards), petty cash, requisitions and purchase orders. The purpose of this document is to make every effort to ensure the efficient disbursement of funds, maximize prompt payment discounts, minimize late payment penalties, and encourages good relations with citizens, vendors and other departments throughout the City.

The City of Murphy believes that the following ethical principles should govern the conduct of every person who represents the municipality in any capacity, especially in regard to procurement of goods and services: 1) Believes in the dignity and worth of the services rendered by the organization and the social responsibilities assumed as a trusted public servant, 2) Is governed by the highest ideals of honor and integrity in order to merit the respect and inspire the confidence of the organization and the public being served, 3) Believes that personal profit obtained through misuse of public relationships is dishonest, 4) Identifies and eliminates participation of any individual in operational situations where a conflict of interest may be involved, 5) Believes that no elected official or employee of the City should accept, directly or indirectly, any gift, favor, privilege or employment from any corporation or individual enjoying a grant of any franchise, privilege or easement from the City, during such employment of such employee, except as may be authorized by law or ordinance, as defined by Section 14.08 of the City Charter, and 6) Seeks or dispenses no personal favors.

A. DISBURSEMENT APPROVALS

City Manager pre-approval and pre-authorization is required for all purchases of \$10,000 or more.

All emergency purchases must be approved by the City Manager and Finance Director. Whenever possible, approval should be obtained in advance of the purchase. If prior approval is not obtained, written approval must be obtained within 72 hours thereafter and submitted to the Finance department with payment request.

All City purchases and contracts over \$50,000 shall 1) conform to a competitive bidding process as set forth in Chapter 252 of the Local Government Code of Texas and this policy; 2) Recommendations on purchases and contracts shall be submitted to the Council by the City Manager for Council approval, 3) Upon Council approval, the City shall confirm the bid award to the successful bidder by means of a written City purchase order.

The Finance Director or designee shall approve the disbursement of City funds; however, such approval shall not be given without authorization by the Department Head responsible in the form of a purchase order transaction, a check request, petty cash, p-cards or other acceptable written documentation based on approval levels.

Figure 1: Outline of Purchasing Thresholds

Area of Responsibility	From	To
Dept. Head Designee	\$0.00	\$499.99
Dept. Head	\$500.00	\$9999.99
City Manager	\$10,000.00	\$49,999.99
City Council	\$50,000.00	and above

Figure 2: Outline of Procurement Limits

Procurement Amount Limits	Purchase of Goods	Requirements (State exceptions: land, insurance, prof. services, sole source, other) ¹
Under \$1,000	Under the small purchase limit	No competitive bid: P-cards may be used.
\$1,000 to \$9,999.99	Within informal bid limit	Non-competitive procurement. A minimum of two informal quotes required unless exempted.
\$10,000 to \$49,999.99	Within City Manager’s approval	A minimum of three price quotations or requests for Qualifications required. City Manager must approve the purchase.
\$50,000 and above	Competitive bidding required	Bids & Request for Proposals required. Formal solicitations, which includes public notices, required unless exempted. City Council approval required.

Figure 3: Outline by Dollar Amount

Dollar Amount	0-499.99	500-999.99	1000-2,499.99	2,500-2,999.99	3,000-9,999.99	10,000-24,999.99	25,000 – 49,999.99	50,000.00 or above
2 informal Price Quotes								
3 formal Price Quotes								
Formal Competitive Bid								
2 Historically Underutilized Bus.								
Dept. Head Designee								
Dept. Head								
City Manager								
City Council								

B. PRICE QUOTATIONS

If competitive bids are not required, price quotations should be solicited based on the spending dollar to ensure competition. Expenditures over \$1,000 to \$10,000 should be solicited from a minimum of two (2) vendors using informal quotes (attach quote documentation to the payment request). Expenditures of more than \$10,000 - \$50,000 should be solicited from a minimum of three (3) vendors using formal quotes. A vendor currently under a State contract, a cooperative or an inter-local agreement with the City may be utilized.

An informal quote means a request from one or more sources for pricing on specific goods or services without a solicitation for bid submissions and that is not binding on either party. An informal quote can be a documented verbal inquiry or documentation from a vendor website.

A formal quote should include specifications and purchase terms and conditions to vendors with a specific date and time to return the quote. To protect the integrity of the process, all solicitations of quotes should comply with the following: 1) vendors should be informed that only price quotes are being solicited at this time, 2) vendors should not be privileged to quotes from other vendors or to City budget information, 3) vendors should be rotated to ensure competition, 4) justification for any sole source or noncompetitive procurement should be documented on the requisition (sole source letter preferred), 5) quotes should be submitted with the purchase order payment request, 6) lowest price should be accepted if all other factors are equal.

C. PURCHASING PROCEDURE

Check Requests may be utilized for 1) travel, training or registrations; 2) reimbursements and refunds with department head approval; 3) dues and memberships; 4) utilities; 5) payments less than \$3,000; and 6) miscellaneous one-time payments (easements, right of way, land purchases). Check request approvals follow Figure 1. Outline of purchasing thresholds. The Finance Director or designee approves all check request payments.

Credit cards may be used for certain types of transactions but only if a purchase order or check request would not be accepted. Credit card transactions may include: 1) approved expenses associated with travel and training (i.e. hotel, airline, registrations) 2) items purchased for City-use online, 3) emergency expenses.

Requisitions and Purchase Orders should be electronically submitted for purchases \$3,000 or greater. Requisitions shall be specific and include purchase description, vendor and price. Documentation of all quotes should be listed in the requisition, along with justification for vendor selection. (Price quotes should be submitted with the purchase order payment request.) Contracts paid annually or monthly are recommended to be paid by purchase order and approved by the City Manager or designee unless the purchase is an eligible check request (detailed above). Electronic requisition approvals follow the outline of purchasing thresholds.

D. PURCHASING SUMMARY

A Form W-9, Conflict of Interest, and a vendor information form are required to be on file for each vendor the City conducts business.

E. PROMPT PAYMENT

All invoices approved for payment by the proper City authorities shall be paid by the Finance Department within thirty (30) calendar days of receipt in accordance with the provisions of Texas Government Code, Title 10, Chapter 2251 (A).^{vi}

1. All invoices >10% above the original documented quote, contract or purchase order require Department Head approval and/or City Manager or designee approval based on the approval level.

F. SIGNATURE OF CHECKS

All checks shall have two authorized employee signatures. Signatures may be affixed using a facsimile check-signing machine or secure laser check printing system. On any one (1) check that exceeds an amount of \$5,000 or greater, it shall bear the initial of an authorized check signer.

G. BUDGET TRACKING

The City Manager, in coordination with each Department Head, is responsible for ensuring the total expenses in each fund do not exceed the adopted annual budget.

1. Budgeted Capital Items.

- a. If the bid received for a capital item varies from the budgeted amount by \$10,000 or more, any savings cannot be reallocated to new capital items without City Council approval.
- b. City Manager will report to Council any capital expenditures that varies by more than \$10,000.
- c. Contracts and related Change Orders must follow these City purchasing guidelines and State law. In accordance with State law, change orders are limited to 25% of the total contract amount.
- d. Change orders that increase the total of a capital item to be greater than \$50,000 require Council approval.

H. COMPETITIVE BIDDING

A municipality is required to follow competitive requirements for purchases pursuant to Chapter 252.021 *Competitive Requirements for Purchases*, Local Government Code.^{vi} Before a municipality may enter into a contract that requires an expenditure of more than \$50,000 from one or more municipal funds, the municipality must: (1) comply with the procedure prescribed by 252.021 Subchapter C for competitive sealed bidding or competitive sealed proposals; (2) use the reverse auction procedure, as defined by Section 2155.062(d), Government Code for purchasing; or (3) comply with the method described by Chapter 2267, Government Code for public and private facilities and infrastructure; or (4) comply with the method described by Chapter 2269, Government Code for contracting and delivery procedures for construction projects; and (5) comply with all notice requirements described by Section 252.041 Subchapter C, Local Government or Section 2269.052 Subchapter B, Government Code dependent upon the project.

A municipality may use the competitive sealed proposal procedure for the purchase of goods or services, including high technology items and insurance. Section 252.042 *Requests for proposals* made under Chapter 252.021 must solicit quotations and must specify relative importance of price and other evaluation factors.

1. Notice requirements – Section 252.041, Subchapter C, Local Government or Section 2269.052 Subchapter B, Government Code depending on the project. Notice of the time and place at which the bids will be publicly opened and read aloud must be published at least once a week for two consecutive weeks in a newspaper published in the municipality. The date of the first publication must be before the 14th day before the date set to publicly open the bids and read aloud.

2. Award of Contract – Section 252.043 *Award of Contract* specifies award of contract must be awarded to the lowest responsible bidder or to the bidder who provides goods or services at the best value for the municipality.

3. A municipality additionally must follow the guidelines established by the Section 2269, Government Code for construction projects.

Exceptions to the \$50,000 bid threshold include: 1) Purchase of land or right-of-way, 2) Insurance, 3) Professional (uses a skill that is predominately mental or intellectual, rather than physical or manual), personal (labor performed by the person himself or herself) or planning services, 4) Sole source procurements where there is no competitive produce;

product is available only from a natural or regulated monopoly; product is a component of an existing system only available from that supplier, and 5) Other exemptions as outlined in the Texas Local Government Code, Chapter 252.

I. HISTORICALLY UNDERUTILIZED BUSINESS

Local Government Code Section 252.0215 *Competitive Bidding in Relation to Historically Underutilized Business* requires expenditures of \$3,000.00 - \$50,000.00 to contact at least two (2) historically underutilized businesses on a rotating basis, based on information provided by the General Services Commission pursuant to Chapter 2161, Government Code. Section 2161.064 Directory provides a directory of businesses certified as historically underutilized business updated semiannually available for review at <https://mycpa.cpa.state.tx.us/tpasscmbsearch/tpasscmbsearch.do?>. The attempt to contact two (2) historically underutilized businesses must be in a written request for quotes. If the list fails to identify a HUB in Collin County, the City is exempt from Section 252.0215.

J. COOPERATIVE PURCHASING

Any purchase made through a purchasing authority or cooperative shall be made in accordance with State Law, and nothing in this policy shall be construed as placing additional requirements on such a purchase.

K. PROCUREMENT UNDER FEDERAL AWARDS

In addition to the State guidelines above, the City shall implement the provisions of the Procurement Standards in 2 CFR 200.318-.327 for all procurements funded by Federal awards. For all purchases of good or services above \$50,000 from federal funds, competitive bidding or procurement shall be required as described in Section F of this policy. For all purchases below \$50,000, but greater than \$10,000 that are funded by Federal awards, price quotations shall be required. For procurements from federal funds above \$50,000 to \$250,000 that are an exception to the \$50,000 threshold noted in Section F. Competitive Bidding, three price quotations or requests for qualifications are required. If such a procurement is in excess of \$250,000, the procurement must be made in accordance with Section F. Competitive Bidding. All procurements of construction funds by Federal awards that is expected to exceed \$2,000 shall include consideration of Davis-Bacon Act rules in the procurement if relevant to the award.

Noncompetitive procurements are allowed in certain circumstances when funded by Federal awards. Those circumstances are as follows: 1) Acquisition of property or services, the aggregate dollar amount of which does not exceed the micro-purchase threshold (\$10,000), 2) Item is available only from a single source, 3) Public exigency or emergency for the requirement will not permit a delay resulting from publicizing a competitive solicitation, 4) Federal awarding agency or pass-through entity expressly authorizes a noncompetitive procurement in response to a written request from the non-federal entity, or 5) after solicitation of a number of sources, competition is determined inadequate.

In all cases where noncompetitive procurement is used for purchases funded by Federal awards, the City Council shall approve the awarding of the contract and ensure that the justification for the noncompetitive procurement is documented.

L. FORMAL SEALED BID/PROPOSAL PROCESS

Formal competitive procurement shall be required for all contracts in excess of thresholds of \$50,000.

Federal funded awards: For contracts funded by Federal awards, such procurement shall comply with all relevant provisions in 2 CFR 200.

- 1) For procurement funded by Federal awards, sealed bids shall be used when a firm fixed-price contract (lump sum or unit price) is appropriate, and the bid shall be awarded to the responsible bidder whose bid, conforming with all the material terms and conditions of the invitation for bids, is the lowest in price. Sealed proposals shall be used when conditions are not appropriate for the use of sealed bids, such as when evaluation factors

other than price will be used to award the contract. Sealed proposals will result in the awarding of a fixed price or cost-reimbursement contract.

2) For construction projects funded by Federal awards, all contracts expected to exceed \$2,000 will include Davis Bacon wage rate requirement language if relevant to the award in accordance with CFR Title 7, Subtitle B, Chapter II, Subchapter C, part 277, 277.14 j.5. This shall be communicated in the bid/proposal process.

3) The department shall initiate the bid/proposal process with bid/proposal requirements and specifications. The Finance Director shall review the bid/proposal for available funding approval prior to publication.

4) Bids/proposals will be advertised at least twice in the local newspaper. The first notice shall be published at least fourteen days prior to the opening date. The bid/proposal opening date, place and time must be specified in the advertising and bid request.

5) Bids/proposals will be date and time stamped when received by the City. Bids/proposals received after the due date and time will be rejected as non-responsive.

6) Bid/proposal openings are open to the public.

7) For bids, the department will prepare a tabulation of the bid responses and will communicate with the City Secretary and Finance department the lowest bidder who met specifications. For proposals, evaluation of the proposals shall be conducted using the scoring criteria published in the proposal.

8) The initiating department shall prepare an agenda item request with staff recommendation for Council consideration and award.

9) Upon approval of the City Council, the initiating department will submit a purchase requisition for processing.

10) All contracts awarded under Federal awards shall include the relevant contract provisions that apply to the project as described in 2 CFR 200.327 and Appendix II to 2 CFR 200.

Evaluation of Proposals/Quotes for Projects Funded by Federal Awards: The City will follow the procurement standards of 2 CFR 200.318 to 200.327 and the contract provisions within Appendix II to Part 200.

- 1) All proposals/quotes received in relation to projects funded by federal awards will be evaluated by a selection review committee of at least two qualified individuals that have sufficient knowledge and understanding of the project and the services being provided. Any evaluator that does not possess suitable knowledge and understanding of the project and the services must recuse themselves from the evaluation committee. There is no maximum on the number of members on the committee but if there are only two members the decision must be unanimous. The committee is advised to include at least one local official, such as a member of the elected governing body. The committee must also include other elected officials; employees of the locality; employees or officers of third-party public utilities served through the project; or other relevant persons.
- 2) Committee members may not have any actual or potential conflicts of interest with any of the individuals, firms, or agencies under review (e.g., family relationships, close friendships, related or unrelated business dealings) and no person who might potentially receive benefits from the federally funded activities may participate in the selection, award, or administration of a contract supported by federal funding if he or she has a real or apparent conflict of interest. 2 CFR 200.318 (c)(1).
- 3) All members of the selection review committee will score all of the proposals/quotes that are received and deemed to be compliant with the minimum requirements. If a proposal/quote is received that does not comply with the minimum requirements the selection review committee may disqualify the non-compliant proposal/quote. All proposal/quote respondents will be evaluated on the SAM.gov website to determine whether they are suspended, debarred, or otherwise excluded from doing business with the government.

Proposals/quotes from bidders that are suspended, debarred or otherwise excluded from doing business with the government will be disqualified.

- 4) Prescribed scoring criteria for each award will be determined prior to the proposal/quote evaluation process beginning. All members of the committee will score each proposal/quote only on the prescribed scoring criteria and no other criteria.
- 5) Once all proposals/quotes have been scored by all the members of the selection review committee, the total scores will be accumulated to determine a preliminary ranking. If references were required to be included in the proposal/quote these references will be contacted for, at a minimum, the top three ranked bidders, or all bidders if less than three proposals/quotes have been received, although the selection review committee may contact references for other bidders if they deem it necessary to ensure the best qualified bidder is selected. The references will be used to validate the information provided in the proposal/quote and the selection committee will evaluate the responses from the references in determining whether to adjust the final scores. The contract shall be awarded to the bidder with the highest final score.
- 6) If a change order is required, it will be approved by the City Manager if less than an amount of fifty thousand dollars (\$50,000) or fifteen percent (15%) of the original contract price with the City Council notified of the change order at the next City Council meeting. Change orders above \$50,000 must be approved by the City Council.

M. CITY TRAVEL/TRAINING AND BUSINESS MEALS POLICY

The Travel/Training Policy is contained in the City of Murphy Employee Manual. Individuals (including elected or appointed officials) who travel on official City business and/or to promote the interest of the City are required to adhere to these regulations. Business and travel expense reimbursements must likewise meet the Internal Revenue Service (IRS) accountable plan rules. A plan under which an employee is reimbursed for expenses or receives an allowance to cover expenses is an accountable plan only if three conditions are satisfied: (1) There must be a business connection for the expenses, (2) the employee must either substantiate or be deemed to have substantiated the expenses, and (3) the employee must return to the employer amounts in excess of the substantiated expense. The City meets the IRS accountable plan rules.

N. PROCUREMENT CARD (P-CARD) POLICY

1. Procurement cards may be utilized for purchasing consumable supplies but must comply with the purchasing levels defined in the policy.
2. The purpose of the procurement card (also known as the purchasing card and/or P-Card) is for efficient, cost-effective purchasing and for small-dollar (\$1,000 or less), as well as high-volume purchases. This program is designed as an alternative to the traditional purchasing process and can result in a significant reduction in the volume of purchase orders, invoices, and checks processed. The policy supports the use of purchasing cards for appropriate business transactions, while assuring that the appropriate internal controls are in place to minimize the City's risk of financial loss. All purchasing cards shall be governed by the P-Card policy and used in a manner that complies with the said policy detailed in Appendix A.

V. RESERVES

The City will maintain the **fund** balance and working capital of the various operating funds at levels sufficient to protect the City's credit worthiness as well as its financial position during emergencies or economic fluctuations. In addition, the City may accumulate Fund Balances for a specific purpose and for unexpected financial opportunities.

A. FUND BALANCE POLICY

PURPOSE

The purpose of this policy is to establish a key element of the financial stability of the City by setting guidelines for fund balance. Unassigned fund balance is an important measure of economic stability. It is essential that the City maintain adequate levels of unassigned fund balance to mitigate financial risk that can occur from unforeseen revenue fluctuations, unanticipated expenditures, and similar circumstances. This policy will ensure the City maintains adequate fund balances in the City's various operating funds with the capacity to 1) provide sufficient cash flow for daily financial needs, 2) secure and maintain investment grade bond ratings, 3) offset significant economic downturns or revenue shortfalls, and 4) provide funds for unforeseen expenditures related to emergencies.

DEFINITIONS

Fund Equity – A fund's equity is generally the difference between its assets and its liabilities.

Fund Balance – The fund equity of a governmental fund for which an accounting distinction is made between the portions that are spendable and nonspendable. These are divided into five categories:

- 1) **Nonspendable fund balance** – includes the portion of net resources that cannot be spent because of their form (i.e. inventory, long-term loans, or prepaids) or because they must remain in-tact such as the principal of endowment.
- 2) **Restricted fund balance** – includes amounts that can be spent only for the specific purposes stipulated by external resource providers either constitutionally or through enabling legislation. Examples include grants and child safety fees.
- 3) **Committed fund balance** – includes amounts that can be used only for the specific purposes determined by a formal action of the government's highest level of decision-making authority. Commitments may be changed or lifted only by the government taking the same formal action that imposed the constraint originally.
- 4) **Assigned fund balance** – comprises amounts *intended* to be used by the government for specific purposes. Intent can be expressed by the governing body or by an official or body to which the governing body delegates the authority. In governmental funds other than the general fund, assigned fund balance represents the amount that is not restricted or committed. This indicates that resources in other governmental funds are, at a minimum, intended to be used for the purpose of that fund.
- 5) **Unassigned fund balance** – is the residual classification of the general fund and includes all amounts not contained in other classifications. Unassigned amounts are technically available for any purpose.

POLICY

Committed Fund Balance

- The City Council is the City's highest level of decision-making authority and the formal action that is required to be taken to establish, modify, or rescind a fund balance commitment is a resolution approved by the City Council at a council meeting. The resolution must either be approved or rescinded, as applicable, prior to the last day of the fiscal year for which the commitment is made. The amount subject to the constraint may be determined in the subsequent period.

Assigned Fund Balance

- The City Council has authorized the City Manager as the official authorized to assign fund balance to a specific purpose as approved by this fund balance policy.

MINIMUM UNASSIGNED FUND BALANCE

It is the goal of the City to achieve and maintain an unassigned fund balance in the general fund equal to 20% to 25% of expenditures. The City considers a balance of less than 20% to be cause to implement actions that will achieve a 20% balance, barring unusual or deliberate circumstances.

If unassigned fund balance falls below the goal or has a deficiency, the City will implement the steps outlined in the City's Fiscal Management Contingency Plan Section VII.

ORDER OF EXPENDITURE OF FUNDS

When multiple categories of fund balance are available for expenditure (for example, a construction project is being funded partly by a grant, funds set aside by the City Council, and unassigned fund balance), the City will start with the most restricted category and commit those funds first before moving down to the next most restrictive category with available funds.

B. GENERAL FUND UNASSIGNED FUND BALANCE

1. The City shall maintain a minimum of regular General Fund operating expenditures at 20%. The targeted level of General Fund unassigned should be between 20% and 25%. A fiscal year ending balance of less than 20% of current year expenses is cause for concern, and should indicate a need for corrective action.
2. Annually during budget discussion, the City Council will consider allocating 2% of General Fund operating expenditures to the Vehicle and Equipment Replacement Fund (VERF).
3. Excess fund balance levels may be used to fund emergencies, nonrecurring expenditures or major capital purchases that cannot be accommodated through the current year's budgeted revenues with Council approval.
4. Funds accumulated for a specific purpose should be identified as such in the City's Financial Statements.
5. Methods used to replenish fund balances that fall below the required levels include an increase in property tax and/or a decrease in budgeted expenses as economic conditions allow. The City should seek to replenish fund balance levels within two (2) years of use.

C. UTILITY ENTERPRISE FUNDS/UNASSIGNED WORKING CAPITAL

1. The Utility Fund working capital should be maintained at a minimum of 20% of the total operating expenditures or the equivalent of 75 days.
2. Annually during the budget discussion, the City Council will consider allocation to the VERF fund, an amount equal to any lease payments attributed to the Utility Enterprise Fund.
3. Excess fund balance levels may be used to fund emergencies, nonrecurring expenditures or major capital purchases that cannot be accommodated through the current year's budgeted revenues with Council approval. The City shall not use proceeds or reserves from an Enterprise fund except for expenditures within the purpose of the fund, unless those expenditures have been approved for other purposes as part of the adopted budget.
4. Funds accumulated for a specific purpose should be identified as such in the City's Financial Statements.
5. Methods used to replenish fund balances that fall below required levels include an increase in utility rates and/or a decrease in budgeted expenses as economic conditions allow. The City should seek to replenish fund balance levels within two (2) years of use.

D. DEBT SERVICE FUND UNASSIGNED FUND BALANCE

1. Debt service Fund reserves are maintained at a level to support interest and principal payments in the event of a delay in property tax collections.
2. The City should set aside resources to fund a reserve for years of decline and/or to fund capital out of current funds for projects that would have otherwise been funded by debt financing.

E. VEHICLE AND EQUIPMENT REPLACEMENT FUND (VERF)

1. Funding for the replacement of assets will be accomplished through the annual budget process.
2. Annually during the budget discussion, a 2% transfer of the operating total expenditures for the General Fund will be considered. The Utility Fund transfer into the VERF will be equivalent to the annual lease payment.
3. The Fleet Vehicle Replacement/Lease program will be analyzed during the annual budget process. Vehicle buyouts or auction proceeds will be deposited in the VERF.

VI. CAPITAL EXPENDITURES AND IMPROVEMENTS

A. CAPITALIZATION THRESHOLD FOR TANGIBLE CAPITAL ASSETS

1. Tangible capital items should be capitalized only if they have an estimated useful life of two (2) years or more following the date of acquisition or significantly extend the useful life of the existing asset and cannot be consumed, unduly altered, or materially reduced in value immediately by use and have a cost of \$5,000 or greater for any individual item. Items could include a piece of equipment, vehicle, furniture, fixture, capital improvement, addition to existing capital investments, land or buildings.
2. The capitalization threshold of \$5,000 will be applied to individual items rather than to a group of similar items (i.e. desks, chairs, etc.)
3. Safeguarding the City's fixed asset is the responsibility of the Department Director of the department to which the fixed asset is assigned. Accurate inventories of all tangible items will be maintained by the Department to ensure proper stewardship of public property. The Finance Department shall maintain the permanent records of the City's fixed assets including description, cost, department of responsibility, date of acquisition, depreciation and expected useful life. The Finance Department may perform an annual inventory of assets using random sampling at the department level. Inventory will be performed by the designee of the Finance Department and the designee of the department of responsibility. The Finance Department has the granted rights and responsibilities to audit all fixed assets of any City department.

B. INFRASTRUCTURE EVALUATION AND REPLACEMENT/REHABILITATION

Utilities, street lighting, streets and sidewalks, municipal facilities and other infrastructure are fundamental and essential functions for public health and safety, environmental protections and the economic wellbeing of the City. As a result, the City's CIP should be focused on ensuring that infrastructure is replaced as necessary to protect the City's investment, to minimize future replacement and maintenance costs, and to maintain existing levels of service and accommodate growth.

1. High priority should be given to replacing/rehabilitating capital improvements, prior to the time that they have deteriorated to the point where they are hazardous, incur high maintenance costs, negatively affect property values, or no longer serve their intended purpose.
2. The decision on whether to repair, replace or to rehabilitate an existing capital asset will be based on which alternative is most cost-effective and provides the best value to the City.

C. REPLACEMENT OF CAPITAL ASSETS ON A REGULAR SCHEDULE (FLEET, FIRE TRUCKS, AND HIGH- TECH)

The City shall annually prepare a schedule for the replacement of its fleet, fire trucks, and high technology capital assets that is not covered by a fleet lease agreement. Funding for the replacement of these assets will be analyzed during the annual budget process. The VERF is to be utilized for replacement of existing vehicles and equipment in the General Fund. Utility Fund assets will be financed within the Utility Fund as needed.

D. CAPITAL EXPENDITURE FINANCING

The City recognizes that there are three (3) basic methods of financing its capital requirements: 1) Funding from current revenues; 2) funding from fund balance; or 3) funding through the issuance of debt. Types of debt and guidelines are included in Section VII. Debt. Capital Project funds continue from year to year or until expended for the purpose for which they were issued with the exception of abandoned funds. An appropriation is deemed abandoned when three (3) years pass without disbursement or encumbrance of the appropriation. All funds not expended, disbursed or encumbered shall be deemed excess funds.

E. CAPITAL IMPROVEMENTS/PROJECT REPORTING

A summary/status report on the City's various capital projects will be prepared quarterly by Engineering and available to the City Manager and to City Council.

F. SURPLUS EQUIPMENT POLICY

The purpose of this policy is to establish a framework and process for the disposal of assets no longer useful in the course of conducting City business.

Once a department has determined property owned by the City is no longer useful, the department head shall complete a Surplus Property Form and submit to the City Manager and Finance Department. The Finance Department will confirm the acquisition cost, depreciation, and book value; the City Manager shall make the determination of method of disposal: transfer, trade-in, sell, or scrap. The City Manager will determine if the asset has potential usefulness in another department. If an asset is transferred, a Fixed Assets Transfer form will be completed.

The method of disposal and authorization for disposal shall be based on the original cost of the asset according to the following criteria:

1. If the asset's original cost was more than \$50,000, the disposal must be authorized by the City Council, along with the preferred method of disposal.
2. If the asset's original cost was less than \$50,000, the City Manager is authorized to declare the item as surplus property and to determine the best method of disposal: sell at auction, sell through a sealed bid process, or disposal by any other method permitted under state law.

Funds generated through the sale of surplus equipment will be deposited in the Vehicle and Equipment Replacement Fund.

Expected useful life:

Police patrol	3-5 years	85,000 miles
Mowers	5 years	7,000 hours
Basic sedans, field or crew pickup trucks	8-10 years	100,000 miles
Supervisor or non-field pickup trucks and sedans	8 -10 years	100,000 miles
Ambulance	8 years	85,000 miles

Trailers	10 years	
Large trucks, excluding fire trucks	10 years	120,000 miles
Motorized/construction equipment	10 years	
Fire trucks	15-20 years	200,000 miles

The life of some fleet vehicles and motorized equipment may be adjusted on a case-by-case basis after approval by the City Manager. The primary evaluation criteria shall be the function which the vehicle is used to perform, not the level of utilization.

The Department Director shall notify the Finance Department of any donated/seized/grant vehicles and motorized equipment within 30 days of receipt. Seized vehicles and seized motorized equipment will not be replaced.

G. PUBLIC IMPROVEMENT ACCEPTANCE & CAPITALIZATION POLICY

Acceptance of formal offers for the dedication of streets, public areas, easements or parks shall be by authorization of the City Manager (or designee). The approval by the City Council of a construction or final plat shall not, in and of itself, be deemed to constitute or imply the acceptance by the City of any street, public area, easement or park shown on the plat. The City may require the plat to be endorsed with appropriate notes to this effect. (Code of Ordinances, Section §28.06.006 Acceptance of dedication offers)

The property owner shall maintain all required public improvements for a period of two years following acceptance of the subdivision by the city, and shall also provide a two-year maintenance bond (warranty) that all public improvements will be free from defects for a period of two years following such acceptance by the city. (Code of Ordinances, Section §28.006.007 Maintenance and Guarantee of Public Improvements)

All public improvement approval requests will follow a formalized process for accepting and capitalizing public improvements related to third party development projects. City departments involved in the public improvement acceptance process are City Administration, Community Development, Customer Service, Public Works, City Secretary and Finance. The Public Works Director is hereby designated as the responsible staff member for accepting public improvements once a developer has satisfied all City requirements.

1. Community Development department:
 - a. Require notes per City Code of Ordinance, Section §28.06.006 on the submitted final plat
 - b. Communicate the project to Public Works and Customer Service.

2. Customer Service department:
 - a. Maintain tracking of all public improvements that the City will be responsible for
 - b. Coordinate status meetings between all City departments for public improvements.
 - c. File signed acceptance letter and cost verification into the record retention system. Record costs in tracking log.
 - d. File Maintenance Bond in the record retention system.
 - e. Update the project to include the Maintenance Bond information, and costs of inspection fees to be collected prior to Certificate of Occupancy issuance.

3. Public Works Department (prior to acceptance):
 - a. Ensure all punch-list items resolved and final walk-through completed.
 - b. Communicate/receive from the developer, Construction Record drawings (As-Builts).
 - c. Provide a copy of the Construction Record drawings (As-Builts) to Public Works designee or City engineer, with the project number, for final review and acceptance. Upon acceptance, the final As-built drawings will be provided to the GIS Technician for updating city maps.



- d. Obtain from the developer, written and verifiable documentation of the actual cost of all improvements for maintenance bond purposes (including fire lanes, detention ponds, etc). The Public Works designee or City engineer will review and verify the developer cost submission for reasonableness.
 - e. Obtain from the developer, written and verifiable documentation of the cost of only those public improvements the City will be responsible for maintaining after the two-year maintenance bond coverage period expires. The Public Works designee or City engineer will review and verify the developer cost submission for reasonableness.
4. Public Works Department (following cost submission verification)
 - a. Public Works Director shall issue the Developer a letter of acceptance of the improvements that includes the verified dollar amounts.
 - b. Signed copies of the acceptance letter and written verification of said costs shall be submitted to the Finance department, Customer Service, and City Secretary.
 5. Public Works Department (following acceptance of improvements but prior to issuance of a Certificate of Occupancy)
 - a. Public Works Director shall obtain a Maintenance Bond from the Developer with the appropriate amount and effective date.
 - b. Provide Original Maintenance Bond from the Developer per public improvement to the City Secretary. Provide a copy of each Maintenance Bond to the Customer Service Manager.
 - c. Public Works designee shall track all staff time related to each public improvement project for fee assessment.
 - d. Public Works Director shall submit acceptance documents to City Council for approval at the next regularly scheduled meeting.
 6. Finance Department:
 - a. Update fixed assets to include the public improvement costs per project.
 - b. Provide auditors all documentation per public improvement per fiscal year.
 7. City Secretary Department:
 - a. Record the letter of acceptance per project in the record retention system.
 - b. Retain and file original maintenance bond per project from Public Works department.

VII. FISCAL MANAGEMENT CONTINGENCY PLAN

The Fiscal Management Contingency Plan is a guide to assist in budget balancing strategies in response to economic and financial conditions that impact the current adopted budget. Economic and budget conditions will be evaluated monthly to identify negative budget impacts. A negative budget impact is defined as a shortfall in adopted budget revenue for three (3) consecutive months directly related to an identified economic or financial condition.

The plan comprises the following components:

- (1) Indicators – Serve as warnings that potential budgetary revenue shortfalls are increasing in probability. Staff will monitor state and national economic indicators to identify recessionary or inflationary trends that could negatively impact consumer spending or property values.
- (2) Levels – Serve to classify and communicate the severity of the estimated budgetary revenue shortfalls and identify the actions to be taken at the given phase.
- (3) Actions – Preplanned steps to be taken in order to prudently address and counteract the estimated budgetary revenue shortfall.

Four levels of severity will be assigned to estimate budgetary revenue shortfalls and identify the appropriate action based on the consecutive months of shortfall.

- Level I, plan of action occurs with three consecutive months of shortfall.
- Level II, six consecutive months of shortfall.
- Level III, nine consecutive months of shortfall.
- Level IV, twelve consecutive months of shortfall.

All four (4) levels are intended to be short-term in nature. In the event the underlying economic situation is expected to last for consecutive years, more permanent actions will be taken.

The City Manager or designee will apprise the City Council at the regular Council meeting of any action that is being considered at all levels. Information will include underlying economic condition, economic indicators, estimated budgetary revenue shortfalls, actions considered and expected duration of shortfall. The City Council may appropriate available fund balance necessary to cover any estimated revenue shortfall. Appropriation of fund balance will be carefully analyzed, and long-term budgetary impacts will be considered in conjunction with the projected length of the economic downturn. Any action taken with the contingency plan will make every effort to not impact revenue generation. The actions taken should first reduce expense well in excess of resulting revenue losses.

Throughout the contingency plan process, the goal is to protect current service levels while continuing to provide competitive pay and benefits to all employees. At all levels of action, some parts of the plan may be implemented sooner or later, in accordance with direction of the City Council.

A. LEVEL I. ESTIMATED ANNUAL REVENUE IS BELOW BUDGET PROJECTIONS FOR THREE CONSECUTIVE MONTHS WITH CURRENT ECONOMIC CONDITIONS EXPECTED TO CONTINUE.

1. Expenditures:

- a. Freeze newly created positions
- b. Implement a time delay for hiring vacant positions
- c. Increase/decrease temperatures in all City buildings during hours not open to the public

2. Revenues

- a. Identify any new potential revenue sources

3. Service Level Impacts:

- a. Minor service level disruptions and/or delays
- b. New projects may be postponed or deferred
- c. Begin planning for Levels II – IV
- d. Implement a Community Communication Plan in order to communicate to citizens any service levels that may be impacted.

4. Improvement in Economic Conditions. When the estimated annual revenue equals or exceeds the budget projections for three consecutive months, and economic indicators are anticipated to continue to improve, initiate normal operating procedures.

B. LEVEL II: THE ESTIMATED ANNUAL REVENUE IS BELOW BUDGET PROJECTIONS FOR SIX CONSECUTIVE MONTHS. CURRENT ECONOMIC CONDITIONS AND INDICATORS ARE ANTICIPATED TO CONTINUE.

1. Expenditures:

- a. Implement a managed-hiring program for vacant positions.
- b. Reduce the hours/number of part-time and seasonal employees.
- c. Reduce travel and training expenses.
- d. Review and prioritize reductions of operating and capital expenditures.
- e. Eliminate or defer capital outlay expenses.
- f. Review and prioritize expenses for professional and contracted services.

2. Revenues:

- a. Evaluate user fees in order to remain competitive.
- b. Identify and/or implement new revenue sources.
- c. Evaluate property tax rate increase.
- d. Evaluate water and wastewater rate increases.
- e. Evaluate the use of available fund balance.

3. Service Levels Impacts:

- a. Cutbacks or reductions in non-essential day-to-day operations (number of times parks are mowed, hours of operations of facilities).
- b. Adjust service hours for City Facilities. (example: increase hours of City Hall from 9 to 11 for four days and close one day per week with increased/decreased temperatures or adjust hours of Library, etc.)
- c. Defer general (non-essential) maintenance.
- d. Prioritize and defer or freeze vehicle replacements, computer upgrades and new computer purchases. Replacements for essential non-working equipment are allowed, subject to approval by the City Manager.
- e. Reduce or defer non-essential repair and maintenance expenses. Examples – vehicles, communications, office equipment, machinery and buildings. Repair and maintenance of essential non-working equipment is permitted, subject to approval by the City Manager.

4. Improvement in Economic Conditions. When the estimated annual revenue equals or exceeds the budget projections for three consecutive months, and economic indicators are anticipated to continue to improve, initiate Level I.

C. LEVEL III: THE ESTIMATED ANNUAL REVENUE IS BELOW BUDGET PROJECTIONS FOR NINE CONSECUTIVE MONTHS OR IS BELOW BUDGET PROJECTIONS BY MORE THAN 6% FOR SIX CONSECUTIVE MONTHS. CURRENT ECONOMIC CONDITIONS AND INDICATORS ARE ANTICIPATED TO CONTINUE OR POSSIBLY WORSEN.

1. Expenditures:

- a. Prepare for implementation of a Reduction in Force Plan.
- b. Implement a compensation freeze.
- c. Identify overtime expenses that may likely be reduced.
- d. Reduce external program funding.
- e. Eliminate or defer pending capital improvement projects.
- f. Consider deferring payments to City-owned utilities – water and wastewater services.

2. Revenues:

- a. Recommend property tax increase.
- b. Recommend water and/or wastewater rate increase.
- c. Recommend new revenues or increases in current fees.
- d. Recommend the use of available fund balance.

3. Service Level Impacts:

- a. Significant reductions in service levels.
- b. Evaluate and/or recommend a reduction in hours of operation at all facilities.
- c. Essential programs and services will be evaluated for reductions.
- d. Reduce energy costs through reduction in hours of operations.

4. Improvement in Economic Conditions. When the estimated annual revenue equals or exceeds the budget projections for three consecutive months, and economic indicators are anticipated to continue to improve, initiate Level II.

D. LEVEL IV: THE ESTIMATED ANNUAL REVENUE IS BELOW BUDGET PROJECTIONS FOR TWELVE CONSECUTIVE MONTHS OR IS BELOW BUDGET PROJECTIONS BY MORE THAN 6% FOR NINE CONSECUTIVE MONTHS. CURRENT ECONOMIC CONDITIONS AND INDICATORS ARE ANTICIPATED TO CONTINUE AND ARE LIKELY TO WORSEN.

1. Expenditures:

- a. Implement Reduction in Force Plan (reduce employee personnel costs, including an employee furlough plan for time off without pay and/or four-day work weeks, laying off of personnel, etc.).
- b. Consider other cost reduction strategies.
- c. Reduce departmental budgets by a fixed percentage or dollar amount.
- d. Eliminate external program funding.
- e. Reduce and/or eliminate overtime expenses throughout departments.

2. Revenues:

- a. Implement property tax rate increase.
- b. Implement water and wastewater rate increase.
- c. Increase user fees.
- d. Implement use of available fund balance.

3. Service Level Impacts:

- a. Reduce hours of operations of all facilities.
- b. Implement service level reductions throughout all departments and/or eliminate specific programs.
- c. Departments will prioritize service levels and programs according to City Council goals and objectives.
- d. Defer infrastructure and street overlay maintenance.

4. Improvement in Economic Conditions. When the estimated annual revenue equals or exceeds the budget projections for three consecutive months, and economic indicators are anticipated to continue to improve, initiate Level III.

VIII. DEBT

A. USE OF DEBT FINANCING

Debt financing, to include general obligation bonds, revenue bonds, certificates of obligation, lease/purchase agreements, tax notes and other obligations permitted to be issued or incurred under State and local laws, shall only be used to purchase capital assets that cannot be prudently acquired from either current revenues or fund balance and to fund infrastructure improvements and additions. Debt will not be used to fund current operating expenditures.

The City will pay cash for capital improvements within the financial affordability of each fund versus issuing debt when funding capital expenditures and capital improvements, which shall include but not be limited to sales tax, utility system revenues, developer fees, inter-local agreements, and state and federal grants.

B. AFFORDABILITY

The City shall use an objective analytical approach to determine whether it can afford to issue general-purpose debt, both General Obligation and Certificates of Obligation, and any other financing permitted by State law. The process shall include a feasibility analysis for each long-term financing which analyzes the impact on current and future budgets which would include the tax and utility rates. The process shall also include the benefits of the proposed projects. The decision on whether or not to issue new debt shall be based on the benefits of the project, current conditions of the municipal bond market, and the City's ability to afford new debt.

C. TYPES OF LONG-TERM DEBT

1. GENERAL OBLIGATION BONDS (GO)

General Obligation bonds required voter approval and are secured by the levy and collection of an ad valorem tax in an amount necessary to pay annual debt service.

- a. General Obligation bonds must be issued for projects that are in accordance with the wording in the bond proposition.

2. CERTIFICATES OF OBLIGATION

Certificates of Obligation may be issued without voter approval to finance any public works project or capital improvement, as permitted by State law. Certificates of Obligation are secured by 1) the levy and collection of an ad valorem tax and 2) a limited pledge of the net revenues of the City's waterworks and sewer system. It is the City's policy to utilize Certificates of Obligation to finance public improvements in certain circumstances and only after determining the City's ability to assume additional debt. Circumstances in which Certificates might be issued include, but are not limited to the following:

- a. The City may issue CO's when there is insufficient funding on a general obligation bond-financed capital improvement.
- b. The City may issue CO's when emergency (urgent, unanticipated) conditions require a capital improvement to be funded rapidly.
- c. The City may issue CO's for projects when the City can participate with others to reduce the City's capital cost for community improvement.
- d. The City may issue CO's for projects when there is no other adequate funding source available, the project is determined to be in the best interest of the City, and where a determination is made that waiting for the next bond referendum or having a bond referendum for a small issue amount or a small number of projects is impractical and where a public notice versus a voted bond referendum is deemed acceptable by the City Council.
- e. The City may issue CO's if it would be more economical to issue Certificates of Obligations rather than issuing revenue bonds.

3. ENTERPRISE REVENUE BONDS

Revenue bonds are generally payable from the net revenues of a designated City enterprise (3.g. the waterworks and sewer system of the City) They do not require voter approval.

For the City to issue new Revenue Bonds, revenues shall be received from the properties and/or interest pledged at the time of issuance. Municipal water and sewer are examples of revenue producing enterprises within the City.

4. REFUNDING OBLIGATIONS

The City's financial advisor shall monitor the municipal bond market for opportunities to obtain interest savings by refunding outstanding debt. As a general rule, the net present value savings of a particular refunding should exceed 3.0% of the refunded maturities unless (1) a debt restructuring is necessary or (2) bond covenant revisions are necessary to facilitate the ability to provide services or to issue additional debt or (3) the refunding is combined with a new debt issuance.

5. TAX NOTES

Tax Notes have a shorter amortization schedule, no more than seven years, and can be utilized for large equipment purchases or small projects. Debt service is secured by an I&S tax levy; however, any legally available revenues may be used to repay the debt

6. LEASE PURCHASE AGREEMENTS

The City shall use lease/purchase agreements for the acquisition of equipment when it is cost-effective and provides for attractive terms. All lease/purchase agreements must be approved by City Council regardless of the dollar amount. Lease payments must be made from M&O funds.

D. DEBT LIMITS

The debt to operations component of the tax rate should not exceed 35% (I&S)/ 65% (M&O). This limit should be reviewed periodically to ensure continued compatibility with the City's needs.

E. DEBT STRUCTURES

1. The City shall normally issue bonds with a life not to exceed 25 years for General Obligation bonds and 30 years for revenue bonds or Certificates of Obligation issued for utility revenue projects, but in no case longer than the useful life of the financed asset.
2. The City shall seek level or declining debt repayment schedules and will avoid issuing debt that provides for balloon principal payments reserved at the end of the term of the issue, unless such debt issue is originally intended to be refinanced to produce level or declining overall debt repayment.
3. The City will seek to retire at least 25% of the total General Fund supported principal outstanding within the next 10 fiscal years of the issue.
4. The City will issue debt based on a fixed rate and limit use of variable-rate debt due to the volatility of such instruments.
5. The City shall pay at least interest in the first fiscal year after a bond sale and principal payments starting generally no later than the second fiscal year after the bond issue.

F. DEBT ISSUANCE PROCESS

1. The City staff with the assistance of financial advisors and bond counsel, will prepare the necessary materials for presentation to the rating agencies, will aid in the production of Offering Statements, and will take responsibility for the accuracy of all financial information released. The City will also comply with all federal tax law provisions, including arbitrage requirements.
2. The City shall utilize the service of financial advisor(s) and bond counsel on debt financing.
3. The Finance Department shall review each debt issuance transaction on a case-by-case basis to determine the most appropriate method of sale.
4. The City shall use a competitive bidding process in the sale of bonds unless the nature of the issue warrants a negotiated bid. In situations where a competitive bidding process is not elected, the City will publicly present the reasons why and the City will participate in the selection of the underwriter or direct purchaser with a recommendation from the financial advisor based on then current market factors.
 - a. **Competitive Sale.** In a competitive sale, bids for the purchase of the bonds are opened at a specified place and time and are awarded to the underwriter (or syndicate) whose conforming bid represents the lowest true interest cost to the City (TIC). This method is most advantageous when the debt to be issued is less complex, the municipal bond market for high grade credits is stable, and the sale of the City's bonds is assured.
 - b. **Negotiated Sale.** In a negotiated sale, the City chooses the initial buyer of the bonds in advance of the sale date. The initial buyer is usually an investment banking firm, or a syndicate of investment banking firms interested in reoffering the bond to investors through an underwriting process. This type of sale allows the City to discuss different financing techniques with the underwriter in advance of the sale date. This method is most advantageous when the

debt issue is complex, debt structuring flexibility is required (as would be the case in a bond refunding) or the municipal bond market is unstable or volatile.

5. The City will reimburse with proceeds of the Obligations any amount expended prior to the issue date for the acquisition, renovation or construction of the facilities via a Reimbursement Resolution approved by City Council.

G. APPLICATION OF BOND PROCEEDS

1. Assignment of Responsibility and Establishment of Calendar

On the date of issuance of any bond, the Finance Director will identify and document in the Bond Resolution for the bond issue:

- a. The funds and/or accounts into which bond proceeds are deposited.
- b. The types of expenditures expected to be made with bond proceeds
- c. The dates by which all proceeds must be spent or become subject to arbitrage yield limitations and all interim dates by which funds and/or accounts must be evaluated to ensure compliance with the applicable expenditure deadlines.

H. UNDERWRITING SYNDICATES

The City's financial advisor shall recommend qualified and experienced firms, which actively participate in the City's competitive sale in its negotiated underwritings. In conjunction with the City, the City's financial advisor shall recommend the structure of underwriting syndicates, which will be optimal for the type and amount of debt being issued.

I. BOND RATINGS

Full disclosure of operations and open lines of communication shall be maintained with the rating agencies. Credit ratings will be sought from one or more of the nationally recognized municipal bond rating agencies as recommended by the City's financial advisor.

The City will continually strive to maintain or increase the City's current bond ratings by prudently managing its funds and by reviewing and monitoring financial policies, budgets, forecasts and the financial health of the City.

J. POST ISSUANCE TAX COMPLIANCE

The City will comply with post-issuance requirements of federal income tax law to preserve the tax-exempt status of any tax-exempt bonds or other obligations.

1. ARBITRAGE

Arbitrage is the simultaneous purchase and sale of an asset in order to profit from a difference in the price. It is a trade that profits by exploiting price differences of identical or similar financial instruments, on different markets or in different forms. Federal guidelines generally restrict the ability to earn arbitrage in connection with Obligations.

- a. Investment Restrictions. A general requirement under the Internal Revenue Code is that proceeds of tax-exempt bonds cannot be used to make investments at a higher yield than the yield on the bonds.
- b. Arbitrage Yield Calculation and Rebate. Investment earnings on bond proceeds will be tracked and monitored to comply with applicable yield restrictions and/or rebate requirements. The City utilizes an arbitrage rebate consultant. The Finance department will provide the arbitrage rebate consultant with requested documents and information on a prompt basis, reviewing applicable rebate reports and other calculations to ensure the timely preparation of rebate reports and/or payments of any rebate liability.

c. Arbitrage Rebate Payments. The reports and calculations provided by the arbitrage rebate consultant will confirm compliance with rebate requirements, which include the City to make rebate payments (if any rebate liability exists) at least every 5 years after the Issue Date and within 30 days after the final maturity of the Obligation. The Finance department will confer and consult with the arbitrage rebate consultant and bond counsel to determine whether any rebate spending exception may be met.

2. PROCEDURES APPLICABLE TO OBLIGATIONS ISSUED FOR CONSTRUCTION AND ACQUISITION PURPOSES

With respect to the investment and timely expenditure of the bond proceeds that are issued to finance public improvements or to acquire land or personal property, the Finance department will:

- a. Instruct the appropriate person who is primarily responsible for the construction, renovation or acquisition of the facilities financed with the Obligations ("Project"), that binding contracts for the expenditure of at least 5% of the proceeds of the Obligations are entered into within 6 months of the date of closing of the Obligations (the "Issue Date") and that the Project must proceed with due diligence.
- b. Monitor that at least 85% of all proceeds of the Obligations to be used for construction, renovation, or acquisition of the projects are expended within three (3) years of issuance.
- c. Monitor the yield on the investments purchased with the proceeds of the Obligations and restrict the yield of such investments to the yield on the Obligations after 3 years of the Issue Date;
- d. Monitor all amounts deposited into a sinking fund or funds pledged (directly or indirectly) to the payment of the Obligations, such as the Interest and Sinking Fund, to assure that the maximum amount invested within such applicable fund at a yield higher than the yield on the Obligations does not exceed an amount equal to the debt service on the Obligations in the succeeding 12 month period plus a carryover amount equal to one-twelfth (1/12) of the principal and interest payable on the Obligations for the immediately preceding 12-month period; and
- e. Ensure that no more than 50% of the proceeds of the Obligations are invested in an investment with a guaranteed yield for 4 years or more.

3. PROCEDURES APPLICABLE TO ALL TAX-EXEMPT OBLIGATIONS ISSUES

For all issuances of Obligations, the Finance department will:

- a. Maintain any official action of the City (such as reimbursement resolution) stating the City's intent to reimburse with the proceeds of the Obligations any amount expended prior to the Issue Date for the acquisition, renovation or construction of the facilities:
- b. Ensure that the application information return (e.g., IRS Form 8038-G, 8038-GC, or any successor forms) is timely filed with the IRS;
- c. Assure that, unless excepted from rebate and yield restriction under section 148(f) of the Code, excess investment earnings are computed and paid to the U.S. government (if any rebate liability exists) at least every 5 years after the Issue Date and within 30 days after the final maturity of the Obligation.

4. OWNERSHIP AND USE OF PROJECT (PRIVATE BUSINESS USE)

Generally, to be tax-exempt, only an insignificant amount of the proceeds of each issue of Obligations can benefit (directly or indirectly) private businesses. The Closing Documents will be reviewed for the purpose of determining that the use of the facilities financed or refinanced with the proceeds of the Obligations (the "Project") do not violate provisions of federal tax law that pertain to private business use. In addition, the Finance department will:

- a. Develop procedures or a "tracking system" to identify all property financed with tax-exempt debt;

- b. Monitor and record the date on which the Project is substantially complete and available to be used for the intended purpose;
- c. Monitor and record whether, at any time the Obligations are outstanding, any person, other than the City, the employees of the City, the agents of the City or members of the general public has any contractual right (such as a lease, purchase, management or other service agreement) with respect to any portion of the facilities;
- d. Monitor and record whether, at any time the Obligations are outstanding, any person, other than the City, the employees of the City, the agents of the City or members of the general public has a right to use the output of the facilities (e.g., water, gas, electricity);
- e. Monitor and record whether, at any time the Obligations are outstanding, any person, other than the City, the employees of the City, the agents of the City or members of the general public has a right to conduct or to direct the conduct of research;
- f. Monitor and record whether, at any time the Obligations are outstanding, any person, other than the City, has a naming right for the facilities or any other contractual right granting an intangible benefit;
- g. Monitor and record whether, at any time the Obligations are outstanding, the facilities are sold or otherwise disposed of; and
- h. Take such action as is necessary to remediate any failure to maintain compliance with the covenants contained in the Bond Order related to the public use of the Project.

5. CONTINUING DISCLOSURE COMPLIANCE REQUIREMENTS

In each year that the City has bonds outstanding subject to SEC Rule 15c2-12, the Finance department will provide updated information for the Annual report with the Municipal Securities Rulemaking Board (MSRB) through its Electronic Municipal Market Access system for municipal securities disclosure ("EMMA") by the date specified in each bond's official statement. The Finance department will continuously monitor other events relevant to the bonds and provide proper notice to the MSRB through EMMA as may be required. Relevant events may include but not limited to principal and interest payment delinquencies, unscheduled draws on debt service reserves, adverse tax opinions, defeasances, rating changes, bankruptcy, merger and modifications to rights of bondholders if material. The City will coordinate any submissions with the MSRB through EMMA with Bond Counsel or other legal counsel and the financial advisor.

6. RECORD RETENTION

The Finance Department shall be responsible for maintaining the following documents for the term of each issue of bond or other obligation plus at least three (3) years:

- a. Bond closing transcript
- b. All records of investments, arbitrage reports, and underlying documents
- c. Construction contracts, purchase orders, invoices and payment records
- d. Documents relating to costs reimbursed with bond proceeds
- e. All contracts and arrangements involving private use of the bond-financed property
- f. All reports relating to the allocation of bond proceeds and private use of bond-financed property
- g. Itemization of property financed with bond proceeds

If any portion of the Obligation is refunded, records shall be maintained until three (3) years after the refunding is completely extinguished. Records can be maintained in paper or electronic format.

IX. CASH MANAGEMENT AND INVESTMENTS

The City will maintain cash and investments in such a manner so as to ensure the absolute safety of principal, to meet the liquidity needs of the City, and to achieve the highest possible yield. The City Council and applicable governing boards will annually review and adopt the City's Investment Policy, as required by the Public Funds Investment Act (PFIA), Chapter 2256 of the Texas Government Code.

A. INVESTMENT MANAGEMENT

1. All aspects of cash/investment management shall be conducted in full compliance of the prevailing local, state, and federal regulations authorized annually in the City of Murphy Investment Policy.

2. The City will utilize competitive quotes from approved broker/dealers, affording no special advantage to any individual or corporate member of the financial or investment community.

3. Investments of the City shall be made with the exercise of judgement and care which persons of prudence, discretion, and intelligence exercise in the management of their own affairs, not for speculation, but for investment.

B. INVESTMENT STRATEGY

The City of Murphy maintains a consolidated portfolio in which it pools the funds for investment purposes. The City's investment program seeks to achieve safety of principal, adequate liquidity to meet cash needs, public trust, and reasonable yields.

C. INTEREST INCOME

Interest earned from investments shall be distributed to the funds from which the funds were provided.

D. ARBITRAGE INVESTMENTS

Investment on bond proceeds will be made with safety of principal and liquidity in mind, but with a competitive rate of return. If there is positive arbitrage, the rebatable earnings will be sent to the IRS as necessary. Section VIII. Debt contains a more in-depth explanation.

E. DEPOSITORY

The City will select its official bank through a formal bidding process in order to provide the City with the most comprehensive, flexible and cost-effective banking services available. The City will, at a minimum, bid depository services every five (5) years.

F. COLLATERALIZATION OF DEPOSITS

1. The value of the pledged collateral should be marked to market monthly and shall be at least 102 % of market value of principal and accrued interest less F.D.I.C. insurance when applicable.

2. The pledge of collateral shall comply with the City's Investment Policy.

X. GRANTS AND INTERGOVERNMENTAL REVENUES

The City may seek, apply for, and effectively administer federal, state, and local grants which support the City's current priorities and objectives. The City shall utilize opportunities to enhance service delivery through intergovernmental cooperation, shared revenues, and grants.

A. GRANT GUIDELINES

1. The City shall apply and facilitate the application for only those grants that are consistent with the objectives and priorities identified by City Council and management.
2. Grant funding will be considered to leverage City funds. Inconsistent and/or fluctuating grants should not be used to fund ongoing programs and services.
3. The potential for incurring ongoing costs, to include assumptions of support for grant-funded positions from local revenues, will be considered prior to applying for a grant.
4. Professional services for grant-writing may be contracted for potential grant acceptances greater than \$25,000.
5. Grant opportunities \$24,999 and below will be written in-house by the department head or designee of the department specific grant.

B. GRANT REVIEW PROCESS

1. A uniform grants pre-application process will be utilized to assure the City has all the information necessary to make a decision regarding a potential grant. Information to be provided should include but not be limited to:
 - a. The grant being pursued and the use to which it would be placed.
 - b. The objectives or goals of the City which will be achieved through the use of the grant.
 - c. The local match required, if any, plus the source of the local match.
 - d. The increased cost to be locally funded upon the termination of the grant.
2. All grant agreements will be reviewed by the appropriate City staff, including Finance, legal, HR and the sponsoring department, to ensure compliance with state, federal, and City regulations.
3. The City Manager shall approve all grant submissions.
4. The City Council shall approve all grant acceptances over \$50,000.

C. BUDGETING FOR GRANT EXPENDITURES

Annually via the budget process, departments will submit for possible funding of known grant opportunities. These grant opportunities will be prioritized and ranked along with all other supplemental requests. If approved, the expenditure and associated revenue will be appropriated to the grant recipient fund and/or department. If there are grant opportunities that arise during the year and are received by the City, the budget will be amended via the projections if the City can fund the local match required. The Department Director shall notify the Finance Department of any donated/seized/grant vehicles and motorized equipment within 30 days of receipt.

D. GRANT TERMINATION AND/OR REDUCED GRANT FUNDING

1. In the event of reduced grant funding, City resources will be substituted only after all program priorities and alternative are considered during the budget process, unless the City is obligated through the terms of the grant to maintain the positions, services, or equipment.
2. The City may terminate grant-funded programs and associated positions when grant funds are no longer available, and it is determined that the program no longer supports City goals and/or is no longer in the best interest of the City, unless the City has obligated itself through the terms of the grant to maintain the positions, services, or equipment.

XI. FINANCIAL CONSULTANTS

The City will employ qualified financial advisors and consultants as needed in the administration and management of the City's financial function. These areas include but are not limited to audit services, debt administration, and financial modeling. The principal factors in the selection of these consultants will be experience/expertise, ability to perform, the services offered, references, and methodology to name a few. In no case should price be allowed as the sole criterion for the selection.

A. SELECTION OF AUDITORS

At least every five (5) years, the City shall request proposals from qualified firms. The City Council shall select an independent firm of certified public accountants to perform an annual audit of the accounts and records and render an opinion on the financial statements of the City.

1. The City's Charter §7.18 allows the current audit firm to respond, and compete, as allowed by state law. The rotation of the audit firm will be based upon the proposals received, the qualifications of the firm, and the firm's ability to perform a quality audit.
2. There is not a requirement for rotation.
3. The certified public accountant selected shall have no direct or indirect personal interest in the financial affairs of the City or any of its officers.

B. POST-ISSUANCE COMPLIANCE CONSULTANTS

1. The City shall review the closing documents of obligations annually for Federal arbitrage compliance. While the City is responsible to ensure that the records are in order, the calculations made, reporting complete, and filings made, the actual arbitrage calculation and reporting shall be contracted with a qualified firm.

2. There is not a requirement for rotation.

C. BOND COUNSEL

1. Bond Counsel to the City has the role of an Independent expert who provides an objective legal opinion concerning the issuance and sale of bonds and other debt instruments. As bond counsel are specialized attorneys who have developed necessary expertise in a broad range of practice areas, the City will always use a consultant for these services. Generally, bonds are not marketable without an opinion of nationally recognized bond counsel stating that the bonds are valid and binding obligations stating the sources of payment and security for the bonds and the at the bonds are exempt from Federal income taxes.

2. There is not a requirement for rotation.

D. FINANCIAL ADVISORY SERVICES

1. Financial advisors to governmental entities have developed the necessary expertise in a broad range of services to comply with Federal, state, and local guidelines in the areas of debt financing and investment transactions. A Consultant is beneficial for these services.

2. There is not a requirement for rotation.

E. DEPOSITORY BANK

1. Pursuant to State law, Local Government Code, Chapter 105, the City may approve a depository contract whose term does not exceed five (5) years.

2. There is no requirement for rotation. The City will select its official banking institution through a formal process based on best value in order to provide the City with the most comprehensive, flexible, and cost-effective banking services available.

ⁱ City Charter §7.18 Independent Audit (Ordinance 22-11-1290, ex. B, adopted 11/17/2022)

ⁱⁱ Texas Local Government Code, Title 4, Finances, Subtitle A. Municipal Finances, Chapter 103 Audit of Municipal Finances

ⁱⁱⁱ Texas Local Government Code, Title 4. Finances, Subtitle A. Municipal Finances, Chapter 103.003 Filing; Public Record

^{iv} City Charter §7.1 (4) (Ordinance 22-11-1290, ex. B, adopted 11/17/2022)

^v Texas Tax Code, Title 1. Property Tax Code, Subtitle D. Appraisal and Assessments, Chapter 26 Assessment

^{vi} Texas Government Code, Title 10. General Government, Subtitle F. State and Local Contracts and Fund Management. Chapter 2251, Payment for Goods and Services, Subchapter A. General Provisions.

^{vii} Local Government Code, Title 8. Acquisition, Sale or Lease of property. Subtitle A. Municipal Acquisition, Sale or Lease of Property. Chapter 252. Purchasing and Contracting Authority of Municipalities.

Appendix A

PROCUREMENT CARD PROGRAM POLICY AND PROCEDURES

BACKGROUND AND PURPOSE

The City of Murphy (City) has established a procurement card program. The purpose of the procurement card (also known as the purchasing card and/or P-Card) is for efficient, cost-effective purchasing and for small-dollar (\$1,000 or less), as well as, high-volume purchases. This program is designed as an alternative to the traditional purchasing process and can result in a significant reduction in the volume of purchase orders, invoices, and checks processed.

The procurement cards (P-cards) may be used for the purchases of goods whenever a purchase order, check request, or petty cash would have been processed and with any vendor that accepts credit card.

The Card issuing bank issues procurement cards to City employees by request from the Finance department. Each card is assigned to a cardholder. The cardholder maintains documentation, reconciles the bill on a monthly basis, and ensures that the card is used only for authorized purchases.

PROCUREMENT CARD BENEFITS

EMPLOYEE BENEFITS

The goal of the P-Card program is to make it as easy as possible for authorized personnel to make controlled routine small dollar/high volume purchases. Employees will benefit from the elimination of purchase orders, faster receipt of goods and services, and most importantly, the empowerment to identify and acquire goods and services needed to get the job done.

CITY BENEFITS

P-Cards will streamline the ordering and payment process, reduce the number of fund encumbrances, and reduce the number of payments, i.e. checks issued. Utilizing the P-Card will also shift paper transaction processing to the card issuing bank and enable the City to reduce duplicative procurement efforts and increase efficiency.

VENDOR BENEFITS

P-cards will be utilized to purchase approved items from appropriate vendors. Vendors will be paid for those purchases directly by the p-card provider. The City will then electronically issue one monthly payment to the bank for charges incurred by all City departments. Buyers will have the ability to review and monitor immediate transaction detail through an online program.

SCOPE

The policy supports the use of procurement cards for appropriate business transactions, while assuring that the appropriate internal controls are in place to minimize the City's risk of financial loss. All procurement cards shall be governed by this policy and used in a manner that complies with the said policy.

WHO CAN OBTAIN A P-CARD?

Full-time and part-time regular employees whose responsibilities and frequent purchases would be more cost efficient with a credit card may be considered for a P-Card with their department head request. All new P-card requests must be approved and submitted using the P-Card Request form. All approved P-card cardholders must sign and agree to the Purchasing Card Cardholder agreement, in order to, receive the card. A valid ID must be presented by the Cardholder for the card to be distributed.

ACCEPTABLE PURCHASES

All purchases made with the P-Card must be for official City business and must NEVER be used for personal purchases (intentional or unintentional), regardless of the circumstance. The use of the procurement card is for the purchase of goods only. The purchase of services is prohibited due to 1099 and W-2 tax reporting.

P-Card purchases is not intended to bypass established purchasing or payment procedures. Procurement bidding procedure requirements should be utilized as required and appropriate. The P-Card is intended to complement the existing processes available and is not intended for after-the-fact-payment.

Some allowable items include:

- Airfare
- Travel and Lodging
- Car Rentals
- Registration Fees
- Workshop Materials
- Over-the-counter type retail purchases
- Purchases made by telephone or online
- Any other business-related purchase as long as goods purchased are not covered under a City supply contract such as for fuel, utilities, cell phones, and computer equipment or software.

UNACCEPTABLE PURCHASES AND PRACTICES

This list is not all-inclusive; if there are any questions about whether or not the P-Card can be used for a purchase, please contact the Department Director.

- Personal items
- Alcoholic beverages
- Any purchase of goods at a merchant type not considered prudent or of good judgment
- Any transaction amount greater than the Cardholder's transaction limit
- Separate, sequential, and component purchases or any transaction made with intent to circumvent City purchasing policy or state law
- Cash advances, cash back on purchases, cash refunds on returns
- Financial Institution transactions
- Controlled substances
- Fuel in lieu of a fuel card (unless a pre-authorization exception is granted by Finance)
- Leases, insurance
- Charitable Contributions
- Capital Items and/or Maintenance agreements
- Computer and/ or communications hardware, software and services (except as approved by the Director of Finance or within the recommendations of the City's IT Consultants)
- Entertainment – theater, movies, shows, etc.

UNALLOWABLE P-CARD PRACTICES

Inappropriate use of the P-Card or failure to abide by the P-Card Program and Procedures will result in a warning letter from the Finance Department, suspension of card privileges, card cancellation, and/or other disciplinary action as deemed appropriate by the City.

Splitting Orders/Making Sequential Purchases

Splitting orders/transactions or making sequential purchases is prohibited. Transaction splitting is the practice of committing multiple P-Card transactions to circumvent the Cardholder's one-time transaction limit, bypass competitive bidding requirements, or avoid the card's monthly card limit. Sequential purchases means purchases, made over a period, of items that in normal purchasing practices would be purchased in one transaction.

Single Purchases of \$1,000 or More

The P-Card is intended for small dollar transactions less than \$1,000. Single purchases greater than \$1,000 are required to be processed through accounts payable unless listed in the Acceptable Purchases section of this policy. All travel/training approvals and expenditures follow the Employee Handbook Travel Policy. Exceptions to the single purchase limit of \$1,000 may be granted with prior written approval from the City Manager.

P-Card Sharing

Only the person named on the P-Card is the authorized user. P-Card sharing is prohibited and will result in immediate termination of the P-Card and all P-Card privileges. P-Card sharing is the practice of allowing an individual other than the cardholder whose name appears on the front of the P-Card to have access to the P-Card or P-Card number to initiate or complete a transaction. P-Card sharing increases the risk of fraud and cardholder liability. Best practices to

prevent fraud and misuse include NOT allowing an individual other than the Cardholder to have physical possession of the P-Card to make payment to point of sale vendors; have access to the P-Card number and expiration date to make payments via telephone, internet, or in person; have access to receipts or invoices that display the complete P-Card number and expiration date.

Using the P-Card for Personal Use

The use of the P-Card for personal expenditures is strictly prohibited. Cardholders who violate this rule must immediately report the personal use and reimburse the funds.

P-CARD POLICIES AND PROCEDURES DISCIPLINARY ACTIONS

MISUSE AND/OR ABUSE OF CARD PRIVILEGES WILL BE DEALT WITH AS FOLLOWS:

Strike 1: The Department determines if the Cardholder should be individually responsible for an inappropriate charge; if the individual should be allowed to continue in the program; and if any disciplinary action should be administered.

Strike 2: City Administration and the Director of Finance will determine if the individual Cardholder will continue in the card program; the Department Head will confer with Human Resources on disciplinary action as necessary.

Strike 3: City Administration and the Director of Finance will terminate the Cardholder's privileges with deferral to the Human Resources Department for disciplinary action.

9. RESPONSIBILITIES

RESPONSIBLE OFFICE

The Finance Department is responsible for administration of the Procurement card program, policies, and procedures in close coordination with Accounts Payable. The Finance Department may perform periodic reviews of each Cardholder's records (i.e., Cardholder receipts, and reconciled statements). Such reviews may also be performed by auditors on the City's behalf. The Finance Department will follow retention guidelines for statements and attached receipts.

Program Administrator

The P-Card Program Administrator is responsible for the overall planning and administration of the P-Card Program, planning and coordinating training, coordinating customer service, issuing cards with proper controls in place, conducting post-audit reviews, and working with departments to identify and pursue opportunities to maximize the value of these small purchases. The P-Card Program Administrator serves as the City's point of contact for the card program. In the absence of the Program Administrator, the co-administrator is the point of contact.

The administrator has no approval power over card transactions, but verifies all information about the transaction prior to the download to the General Ledger. The administrator may not modify or revise the procurement card policy but rather is charged with implementing the policy and advising the Director of Finance of problems that may prompt a need to revise the policy.

The Finance Department will approve payment of the monthly card charges through Accounts Payable based on the bill from the Card Issuer and the information in the card management system.

Cardholder

The Cardholder is the only person authorized to use the card issued to them. The P-Card must ONLY be used for City expenses in accordance with City Procurement Card Program Policy and Procedures. This card is not a personal line of credit. Any other use is prohibited. When in doubt as to whether a purchase is allowable under City policy, the Cardholder should contact their Department Director before making the purchase. All transactions on the P-Card are the responsibility of the person to whom the card is issued. Any transactions that a Cardholder makes that violate this P-Card Policy, or any other related policy, may result in a warning, suspension or revocation of the card, termination of employment or other disciplinary action in accordance with City disciplinary policies. It is the responsibility of all City personnel who participate in the P-Card program to review and understand this policy.

Security

The P-Card and all account information should be kept in a secure place, and the card number should not be posted or visible in any place that is accessible by others. Each Cardholder is directly responsible for the physical security of their card and account information.

If the Cardholder will be absent from the office for an extended period, the Departmental Head may request that the card be suspended and a new card be issued to a different person for the duration of the absence.

Sales Tax

Cardholders should remind vendors at the time of purchase that the City is exempt from sales tax.

Transaction Review

It is the Cardholder's responsibility to review all transactions for accuracy, reconcile with invoices/receipts/records.

Receipt Management

It is the Cardholder's responsibility to maintain receipts that document the nature and cost of all purchases made via P-Card in a manner that supports ready access for review and reconciliation with the Card Management System and the City's financial systems by department heads, the Finance department, and/or the City's financial auditors. It is the Cardholder's responsibility to attach the receipts for all transactions, in the order listed on the credit card statement, to the Cardholder statement.

Receipt Definition

A receipt generally includes the following information: purchase date, vendor name, item(s) description, quantity, unit price and total charge. If this information is not on the receipt, the Cardholder should write that information on it. A receipt can be in the form of a cash register receipt, a detailed packing slip for goods, a copy of an order form (i.e., for subscriptions or conference registrations), or a web receipt or email acknowledgement from the vendor. The receipt should provide sufficient detail to support the stated business purpose of the purchase.

Phone/Internet Orders

Occasionally, the Cardholder may make a purchase over the phone for goods that are to be delivered to someone other than the Cardholder. When placing phone orders, provide the vendor with complete shipping instructions including address, department name, and user name. Instruct the vendor to include a sales receipt in the delivery package.

Lost Receipt

The Cardholder may occasionally lose a receipt. The Cardholder should document the details about the purchase by completing the Affidavit of Lost or Destroyed Receipt Report.

Returns and/or Credits

If goods purchased with the P-Card need to be returned, it is the Cardholder's responsibility to make a good-faith effort to resolve the issue directly with the vendor. The vendor should be contacted immediately to determine if the vendor will accept the return and to arrange for the return and refund to the card.

The only type of refund that a Cardholder may accept is a direct credit to the card that was used to make the original purchase. This policy prohibits any other type of credit or refund including cash.

Disputing Transactions

Once a good-faith effort has been made to resolve a problem with a vendor, the transaction can be disputed through the Card Issuer.

Reporting Lost or Stolen Cards

If the P-Card is lost or stolen, the Cardholder must immediately notify the following:

- Card Issuing bank by calling the number on the back of the card
- Department Head
- P-Card Administrator

RECONCILER

The Reconciler is designated so that he or she can complete the required accounting allocation and documentation functions for a Cardholder's transactions on the Cardholder's behalf. All policies and procedures that are applicable

to the Cardholder for these functions are also applicable to the Reconciler. Authorization to use a Cardholder's card CANNOT be delegated and doing so is a violation of this policy. Therefore, a Reconciler CANNOT make purchases on the Cardholder's behalf. The Cardholder is jointly responsible and ultimately accountable for any and all actions taken by the Reconciler on his or her behalf.

APPROVER/ DEPARTMENT HEAD

The person(s) designated as the Cardholder's department head may approve the Cardholder's transactions.

Changes in Cardholder Employment Status

If a Cardholder leaves the City or moves to a new job within the City, it is the Department Head's responsibility to collect the physical card from the Cardholder to return to the Program Administrator or Finance designee.

Review Process

The Department Head should conduct a regular review of transactions for compliance with P-Card policies and procedures. The Department Head can request that a card be terminated by the P-Card Program Administrator at any time.

It is the Department Head's responsibility to verify by the 10th after the cycle date that ALL transactions from the prior month within the card management system have been properly approved and assigned accounting codes.

P-CARD TERMINATION

P-Cards are the property of the City and the Card Issuer and can be terminated at any time by either the City or the Card Issuer. City personnel who become aware of personal misuse should notify their Department Head and Procurement card Program Administrator.

If a Cardholder believes a card has been suspended or cancelled in error, he or she should contact the P-Card Administrator immediately.

RESTRICTIONS

Cardholders

Purchases can ONLY be made by the person to whom the card is issued. Any other use is a violation of City policy, and the person to whom the card is issued, as well as the user, may be subject to disciplinary action.

Spending Limits

Transaction limitations are dependent upon the requirements of the Cardholder's position and function.

Limit	Single Purchase	Daily Purchase	Cycle Purchase
City Manager or Designee	\$3,000	\$5,000	\$10,000
Dept. Directors or Designees	\$1,000	\$3,000	\$5,000
Supervisors or Designee	\$1,000	\$2,000	\$3,000
Operations	Varies	< \$1,000	< \$2,000

All transactions during the billing period in excess of the Monthly Credit Limit before the end of the billing cycling will be rejected by the merchant. Cardholders must utilize the regular purchase order process or the Department Director may petition the Program Administrator for a temporary increase in transactions limits after limit is reached by completing the Purchasing Card Change Form.



Comprehensive Financial Management Policy Statements

Effective 01/21/25 by Resolution

New Policy Summary of Changes	Recommended Policy Section #
Budgetary Control at the Fund Level	II. H Budget Management, pg. 11
An increase to full-time equivalent positions require City Council Approval.	II. I Amended Budget, pg. 11
Budget Transfers at the Department Head level of <\$9,999 between categories of Materials and Supplies and Contractual services. Budget transfers between departments of the same fund is allowed with City Manager approval < \$50,000 for any single-line item including personnel services, materials and supplies, contractual services and capital. All single-line items budget adjustments > \$50,000 require City Council Approval including adjustments that do not increase fund balance.	II. I Amended Budget, pg. 11
Disbursement Approval Level: City Manager approves expenditures from \$10,000 to \$49,999.99	IV. A. Disbursement Approvals, pg. 14
Disbursement Approval Level: Department Head approves expenditures from \$500.00 to \$9,999.99. A department head designee can be assigned in writing to Finance for expenditures \$0-\$499.99. Purchases over \$3,000 require a PO. Approval for POs follows purchasing thresholds. City Manager approval required from \$10,000 to \$49,999.99	IV. A. Disbursement Approvals, pg. 14
All purchases \$3,000 or more must be by purchase order.	IV. C. Purchasing Procedure, pg. 16
All contracts paid annually or monthly are recommended to have a purchase order unless the purchase is an eligible check request.	IV. C. Purchasing Procedure, pg. 16
Check requests eligible payments same as current policy with one exception. Replace 5) food with 5) payments less than \$3,000.	IV. C. Purchasing Procedure, pg. 16
Price Quotations: Over \$1,000 to \$10,000 minimum of 2 vendors using informal quotes. Over \$10,000 to \$50,000 minimum of 3 vendors with formal quotes.	IV. B. Price Quotations, pg. 16
Informal quote defined as documented verbal inquiry or documentation from a vendor website.	IV. B. Price Quotations, pg. 16
All invoices >10% above the original documented quote, contract or purchase order require Department Head approval and/or City Manager or designee approval based on the approval level threshold.	IV. E. Prompt Payment, 1. pg. 16
Check signature approval \$5,000 or greater performed by Finance Director.	IV. F. Signature of Checks, pg. 17
The recommended change requires notification of Budgeted Capital Items that expenditures vary more than \$10,000 to be reported to City Council by the City Manager. Means of notification is not stipulated.	IV. G. Budget Tracking, pg. 17
Contract change orders for Federal Awards is unchanged. A clarification for all other contracts and related change orders has been included in accordance with State guidelines limited to 25% of the total contract amount.	IV. G. Budget Tracking, pg. 17
Federal award stipulation remains unchanged. Additional clarification of competitive bidding according to State Law Chapter 252.021 is added. Exceptions to the \$50,000 bid threshold noted as 1) purchase of land or right-of-way; 2) insurance; 3) professional (using predominantly intellectual services), personal (labor performed by the person himself/herself) or planning services; 4) Sole source and 5) other exemptions outlined in Texas Local Government Code, Chapter 252.	IV. K. Procurement under Federal Awards, pg. 18
Appendix A Procurement Card Program policy and procedures are detailed to establish the framework of a procurement card program. The procurement card allows internal controls for single line item purchases and MCC blocks not available with a credit card program. Single, Daily and Cycle purchases can be defined by amount and by Cardholder's position and function.	IV. N. Procurement Card Policy noted, pg. 20. Appendix A, Procurement Card Program Policy and Procedures, pg. 39-43
Responsibility of the fixed asset is assigned to the department director of which the asset is assigned. Inventory and auditing the fixed assets of any City department is noted as the Finance Department.	VI. A. Capitalization Threshold for Tangible Capital Assets, pg. 23
Surplus Equipment Policy is included in the Comprehensive Financial Policy. Assets with an original cost more than \$50,000, must be authorized by City Council, along with the preferred method of disposal. All assets less than an original cost of \$50,000, can be declared surplus and the best method of disposal authorized by the City Manager. All funds generated from the sale of surplus equipment will be deposited in the VERF. Expected useful life by asset type is declared as a guideline for replacement.	VI. F. Surplus Equipment Policy, pg. 24
Public Improvement Acceptance and Capitalization Policy is included in the Comprehensive Financial Policy to clearly define roles of City departments and presentation to Council.	VI. Public Improvement Acceptance & Capitalization Policy, pg. 25-26.
Grant guidelines and a grant review and budgeting process established.	X. A. Grant Guidelines, pg. 35-36



ORDINANCE NUMBER 25-09-1391

AN ORDINANCE OF THE CITY COUNCIL OF THE CITY OF MURPHY, TEXAS AMENDING APPENDIX A, FEE SCHEDULE, OF THE CODE OF ORDINANCES OF THE CITY BY AMENDING SECTION A3.001 PARKS AND RECREATION USAGE FEES, SECTION A4.001 ANIMAL CONTROL FEES, SECTION A5.001 ALARM PERMITS, SECTION A6.001 EMERGENCY MEDICAL SERVICES, SECTION A8.001 SOLID WASTE COLLECTION AND DISPOSAL, SECTION A8.002 STORMWATER FEE, SECTION A8.003 WATER AND SEWER USAGE RATES, AND SECTION A9.001 BUILDING/CONSTRUCTION PLAN REVIEW FEES; PROVIDING FOR A SAVINGS AND REPEALING CLAUSE; PROVIDING A SEVERABILITY CLAUSE; AND PROVIDING AN EFFECTIVE DATE.

WHEREAS, the City Council adopted its first Fee Schedule on September 15, 1988;
and

WHEREAS, the City Council has established fees for a variety of City services, has from time to time amended the Fee Schedule as needed to cover the cost of services provided in accordance with the City's authority under state law, and has codified the Fee Schedule as Appendix A of the Code of Ordinances of the City ("Fee Schedule"); and

WHEREAS, Article A3.000, "Parks and Recreation Fees", of the Fee Schedule sets forth fees for the use of community and recreational facilities and fields in the city, and the City Council seeks to clarify rules for non-profit use of facilities and fees related thereto and to clarify event/vendor fees related to craft vendors and food truck events; and

WHEREAS, Section A4.001, "Animal control fees", of the Fee Schedule sets forth dangerous animal fees, microchipping fees and owner surrender fees, and the City Council wishes to adjust said fees; and

WHEREAS, Section A5.001, "Alarm permits", of the Fee Schedule sets forth residential and commercial alarm fees, and the City Council wishes to adjust said fees; and

WHEREAS, Article A6.000, "Emergency Medical Services Fees", of the Fee Schedule sets forth fees for the provision of emergency medical services (EMS) within the city, and the City Council wishes to adjust said fees; and

WHEREAS, Article A8.000, "Utility Rates and Charges", of the Fee Schedule sets forth solid waste collection and disposal fees, stormwater fees, and water and sewer usage fees, including irrigation fees, and the City Council wishes to adjust certain fees; and

WHEREAS, Section A9.001, “Building/construction plan review fees”, of the Fee Schedule sets forth fees for construction and trade inspections and commercial and residential fence permits, and the City Council wishes to adjust certain fees; and

WHEREAS, the City has reviewed the current fees and rates charged for city services as set forth in the above mentioned Articles and Sections and has determined that due to increases in the cost of third party services, increased costs to operate and maintain stormwater drainage facilities throughout the City, and increased costs of providing city and water services generally, certain fees as identified in Exhibit “A” to this Ordinance must be increased to cover the increased cost of providing those necessary services; and

WHEREAS, having reviewed the fees set forth in Exhibit “A” to this Ordinance, the City Council has determined those fees to be reasonable, commensurate with the services provided, not excessive, and necessary fees for the services provided to Murphy citizens; and

WHEREAS, the City Council further finds and determines that the amendments adopted hereby as set forth in Exhibit “A” hereto serve to benefit the health, safety, and welfare of the citizens of the City of Murphy.

NOW, THEREFORE, BE IT ORDAINED BY THE CITY COUNCIL OF THE CITY OF MURPHY, TEXAS:

SECTION 1. FINDINGS INCORPORATED. The findings set forth above are true and corrected and are incorporated into the body of this Ordinance as if fully set forth herein.

SECTION 2. FEE SCHEDULE AMENDMENT. That Section A3.001, Parks and recreation usage fees, Section A4.001, Animal control fees, Section A5.001, Alarm permits, Section A6.001, Emergency medical services, Section A8.001, Solid waste collection and disposal, Section A8.002, Stormwater fee, Section A8.003, Water and sewer usage rates, and Section A9.001 Building/ construction plan review fees, of Appendix “A” Fee Schedule of the City of Murphy Code of Ordinances, are hereby amended as set forth in **Exhibit “A”**, attached hereto and incorporated herein, with all other sections and articles of Appendix “A” of the Code of Ordinances not expressly amended hereby remaining in full force and effect.

SECTION 3. SAVINGS/REPEALING CLAUSE. This Ordinance shall be cumulative of all other Ordinances and shall not repeal any of the provisions of such Ordinances except for those instances where there are direct conflicts with the provisions of this Ordinance. Ordinances or parts thereof in force at the time this Ordinance shall take effect and that are inconsistent with this Ordinance are hereby repealed to the extent that they are inconsistent with this Ordinance. Provided however, that any complaint, action, claim or lawsuit which has been initiated or has arisen under or pursuant to such Ordinance on the date of adoption of this Ordinance shall continue to be governed by the provisions of that Ordinance and for that purpose the Ordinance shall remain in full force and effect.

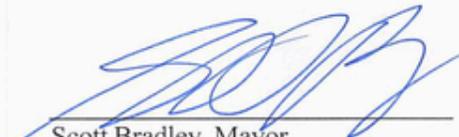
SECTION 4. SEVERABILITY CLAUSE. Should any section, subsection, sentence, clause or phrase of this Ordinance be declared unconstitutional or invalid by a court of competent jurisdiction, it is expressly provided that any and all remaining portions of this Ordinance shall remain in full force and effect. The City Council of the City of Murphy hereby declares that it would have passed this Ordinance, and each section, subsection, sentence, clause or phrase thereof irrespective of the fact that any one or more sections, subsections, sentences clauses and phrases be declared unconstitutional or invalid.

SECTION 5. EFFECTIVE DATE. This ordinance shall take effect on September 2, 2025 after its passage and publication as required by law. (Note: state mandated fees will be effective September 2, 2025, in accordance with state law.)

PASSED, APPROVED AND ADOPTED by the City Council of the City of Murphy, Collin County, Texas, on this the 2nd day of September 2025.



APPROVED:


 Scott Bradley, Mayor

ATTEST:


 Kandi Jackson, City Secretary

APPROVED AS TO FORM:


 Susan B. Thomas, PhD, Asst. City Attorney

City of Murphy, TX

Appendix A
FEE SCHEDULE

<p style="text-align: center;">ARTICLE A1.000 MISCELLANEOUS FEES</p> <p>§ A1.001. City payment charges.</p> <p>§ A1.002. Notary charges.</p> <p>§ A1.003. Police reports.</p> <p>§ A1.004. Public information requests.</p> <p>§ A1.005. Nuisance abatement.</p> <p>§ A1.006. UDCB permit fees.</p> <p>§ A1.007. UDCB renewal permit fees.</p> <p>§ A1.008. Garage sale.</p> <p style="text-align: center;">ARTICLE A2.000 MUNICIPAL COURT FEES</p> <p>§ A2.001. Municipal court fees.</p> <p style="text-align: center;">ARTICLE A3.000 PARKS AND RECREATION FEES</p> <p>§ A3.001. Parks and recreation usage fees.</p> <p style="text-align: center;">ARTICLE A4.000 ANIMAL CONTROL FEES</p> <p>§ A4.001. Animal control fees.</p> <p style="text-align: center;">ARTICLE A5.000 BUSINESS RELATED FEES</p> <p>§ A5.001. Alarm permits.</p> <p>§ A5.002. Alcoholic beverage permits.</p> <p>§ A5.003. Amusement and entertainment permits.</p> <p>§ A5.004. Food, food establishments, and food vendors permit and inspection fees.</p> <p>§ A5.005. Solicitor permits and licensing.</p> <p>§ A5.006. Sexually oriented businesses.</p> <p>§ A5.007. Short-term rentals.</p>	<p style="text-align: center;">ARTICLE A6.000 EMERGENCY MEDICAL SERVICES FEES</p> <p>§ A6.001. Emergency medical services.</p> <p style="text-align: center;">ARTICLE A7.000 FIRE AND SAFETY PERMITS AND INSPECTIONS</p> <p>§ A7.001. Fire alarm, fire line, and sprinkler plan review fees.</p> <p>§ A7.002. Fire and safety inspection fees.</p> <p>§ A7.003. Fire and safety permits.</p> <p>§ A7.004. Hazardous material incident.</p> <p style="text-align: center;">ARTICLE A8.000 UTILITY RATES AND CHARGES</p> <p>§ A8.001. Solid waste collection and disposal.</p> <p>§ A8.002. Stormwater fee.</p> <p>§ A8.003. Water and sewer usage rates.</p> <p>§ A8.004. Drought restriction provisions.</p> <p>§ A8.005. Individual sewage disposal system permit.</p> <p>§ A8.006. Water wells.</p> <p>§ A8.007. Extension charges.</p> <p style="text-align: center;">ARTICLE A9.000 BUILDING, CONSTRUCTION AND DEVELOPMENT RELATED FEES</p> <p>§ A9.001. Building/construction plan review fees.</p> <p>§ A9.002. Building, construction and trades inspection fees.</p> <p>§ A9.003. Certificate of occupancy permits.</p> <p>§ A9.004. Contractor registration fees.</p> <p>§ A9.005. Land zoning and development fees.</p> <p>§ A9.006. Water and wastewater impact fees.</p>
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City of Murphy, TX

MURPHY CODE

§ A9.007.	Sign permits.	§ A9.013.	Network nodes.
§ A9.008.	Swimming pool and spa permit.	§ A9.014.	Node support poles.
§ A9.009.	Substandard buildings.	§ A9.015.	Transfer facilities.
§ A9.010.	Temporary construction/job trailer permits.	§ A9.016.	Micro network nodes.
§ A9.011.	Multiple dwelling or rooming house.	§ A9.017.	Collocation of network nodes on service poles.
§ A9.012.	Engineering fees.	§ A9.018.	City-owned utility poles.

The following schedule of fees shall apply to the permits, licenses, services and programs provided by the city. In the occasion the city must hire an outside service or consultant to perform any of these services or any unlisted service, the city may charge the applicant 100% of the outside service or consultant charges including actual costs, administrative and overhead costs.

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City of Murphy, TX

§ A1.001

FEE SCHEDULE

§ A1.003

**ARTICLE A1.000
MISCELLANEOUS FEES**

§ A1.001. City payment charges.

- (a) Returned checks must be paid by cash or money order and will be charged a \$35.00 returned check fee.
- (b) Credit/debit card charge backs must be paid by cash or money order and will be charged a \$35.00 charge back fee, except for municipal court transactions that will receive a \$25.00 charge back fee.
- (c) 2% (two percent) fee for all credit/debit card payments.
- (d) Payments by cash: Any cash payment made to the city shall be limited to no more than \$5.00 in coinage, and persons paying with coinage will be required to witness the counting of the coinage and to sign off on and acknowledgment of the coin count.
- (e) Any third-party collection fees due to a city-retained collection agency that may be lawfully collected will be assessed and passed through to the recipient of the applicable city service for whom the services of the collection agency have been retained. The amount of fee or percentage of balance will not exceed the amount or percentage charged to the city by the retained collection agency.

The fees listed in this section A1.001 are nonrefundable, including any third-party transaction fees related to the transactions. Fees that may be charged to an individual by his/her chosen financial institution or credit card company are also nonrefundable.

(Ordinance 13-05-949, sec. 2.400, adopted 5/7/13; Ordinance 16-09-1022 adopted 9/20/16; Ordinance 18-09-1100 adopted 9/18/18; Ordinance 20-09-1175 adopted 9/15/20; Ordinance 22-09-1281 adopted 9/6/2022; Ordinance 24-09-1368 adopted 9/3/2024)

§ A1.002. Notary charges.

- (a) Texas Government Code Ann. sec. 406.024 sets out the maximum fees a notary public, or their employer, may charge for notary public services. A notary public who charges more than the maximum set out below subjects the notary to possible criminal prosecution and suspension or revocation of the notary's notary public commission by the secretary of state's office.
- (b) Notary public may charge the following fees:
 - (1) No charge for signature and seal.
 - (2) No charge for each additional signature.
 - (3) No charge per page for copies of all records or papers in the notary public's office.

(Ordinance 13-05-949, sec. 6.200, adopted 5/7/13; Ordinance 16-09-1022 adopted 9/20/16; Ordinance 20-09-1175 adopted 9/15/20; Ordinance 24-09-1368 adopted 9/3/2024)

§ A1.003. Police reports.

- (a) Additionally, a charge of \$15.00 per hour, plus 20% personnel charge, may apply to any request requiring extensive time and research.
- (b) Accident reports:

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City of Murphy, TX

§ A1.003

MURPHY CODE

§ A1.004

- (1) Copy of accident report: \$6.00.
- (2) Certified copy of accident report: \$8.00.
- (c) Computer-generated offense reports (over 10 pages): \$0.10 per page.
- (d) Local background check: \$10.00.
- (e) Fingerprinting fee: \$10.00.
- (f) Body worn camera: \$10.00 per recording responsive to the request for information; and \$1.00 per full minute of body worn camera video or audio footage responsive to the request for information, if identical information has not already been obtained by a member of the public in response to a request for information.

(Ordinance 13-05-949, sec. 6.400, adopted 5/7/13; Ordinance 16-09-1022 adopted 9/20/16; Ordinance 17-06-1049 adopted 6/20/17; Ordinance 18-09-1100 adopted 9/18/18; Ordinance 20-09-1175 adopted 9/15/20; Ordinance 24-09-1368 adopted 9/3/2024)

§ A1.004. Public information requests.

- (a) The charges in this section to recover costs associated with providing copies of public information are based on estimated average costs to governmental bodies across the state. When actual costs are 25% higher than those used in these rules, governmental bodies other than agencies of the state, may request an exemption in accordance with Texas Administrative Code, section 70.4 (relating to requesting an exemption).
- (b) Copy charge.
 - (1) Standard paper copy. The charge for standard paper copies reproduced by means of an office machine copier or a computer printer is \$0.10 per page or part of a page. Each side that has recorded information is considered a page.
 - (2) Nonstandard copy. The charges in this subsection are to cover the materials onto which information is copied and do not reflect any additional charges, including labor, that may be associated with a particular request. The charges for nonstandard copies are:
 - (A) Rewritable CD (CD-RW): \$1.00;
 - (B) Nonrewritable CD (CD-R): \$1.00;
 - (C) Digital videodisc (DVD): \$3.00;
 - (D) Flash drive: \$4.00;
 - (E) Oversize paper copy (e.g.: 11 inches by 17 inches, greenbar, bluebar, not including maps and photographs using specialty paper--see also section 70.9 of [Texas Administrative Code,]): \$0.50;
 - (F) Specialty paper (e.g.: Mylar, blueprint, blue-line, map, photographic): Actual cost.
- (c) Labor charge for programming. If a particular request requires the services of a programmer in order to execute an existing program or to create a new program so that requested information may be accessed and copied, the governmental body may charge for the programmer's time.
 - (1) The hourly charge for a programmer is \$28.50 an hour. Only programming services shall be

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City of Murphy, TX

§ A1.004

FEE SCHEDULE

§ A1.004

charged at this hourly rate. (Note: Subsection (a) above may apply.)

- (2) Governmental bodies that do not have in-house programming capabilities shall comply with requests in accordance with section 552.231 of the Texas Government Code.
- (3) If the charge for providing a copy of public information includes costs of labor, a governmental body shall comply with the requirements of section 552.261(b) of the Texas Government Code.
- (d) Labor charge for locating, compiling, manipulating data, and reproducing public information.
 - (1) The charge for labor costs incurred in processing a request for public information is \$15.00 an hour. The labor charge includes the actual time to locate, compile, manipulate data, and reproduce the requested information.
 - (2) A labor charge shall not be recovered for any time spent by an attorney, legal assistant, or any other person who reviews the requested information:
 - (A) To determine whether the governmental body will raise any exceptions to disclosure of the requested information under the Texas Government Code, subchapter C, chapter 552; or
 - (B) To research or prepare a request for a ruling by the attorney general's office pursuant to section 552.301 of the Texas Government Code.
 - (3) When confidential information pursuant to a mandatory exception of the act is mixed with public information in the same page, a labor charge may be recovered for time spent to redact, blackout, or otherwise obscure confidential information in order to release the public information. A labor charge shall not be made for redacting confidential information for requests of 50 or fewer pages, unless the request also qualifies for a labor charge pursuant to Texas Government Code, section 552.261(a)(1) or (2).
 - (4) If the charge for providing a copy of public information includes costs of labor, a governmental body shall comply with the requirements of Texas Government Code, Chapter 552, section 552.261(b).
- (e) Overhead charge.
 - (1) Whenever any labor charge is applicable to a request, a governmental body may include in the charges direct and indirect costs, in addition to the specific labor charge. This overhead charge would cover such costs as depreciation of capital assets, rent, maintenance and repair, utilities, and administrative overhead. If a governmental body chooses to recover such costs, a charge shall be made in accordance with the methodology described in subsection (3) of this section. Although an exact calculation of costs will vary, the use of a standard charge will avoid complication in calculating such costs and will provide uniformity for charges made statewide.
 - (2) An overhead charge shall not be made for requests for copies of 50 or fewer pages of standard paper records unless the request also qualifies for a labor charge pursuant to Texas Government Code, section 552.261(a)(1) or (2).
 - (3) The overhead charge shall be computed at 20% of the charge made to cover any labor costs associated with a particular request. Example: if one hour of labor is used for a particular request, the formula would be as follows: Labor charge for locating, compiling, and reproducing, \$15.00 x 0.20 = \$3.00; or programming labor charge, \$28.50 x 0.20 = \$5.70. If a request requires one hour of labor charge for locating, compiling, and reproducing information

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City of Murphy, TX

§ A1.004

MURPHY CODE

§ A1.005

(\$15.00 per hour); and one hour of programming labor charge (\$28.50 per hour), the combined overhead would be: $\$15.00 + \$28.50 = \$43.50 \times 0.20 = \8.70 .

(f) Computer resource charge.

- (1) The computer resource charge is a utilization charge for computers based on the amortized cost of acquisition, lease, operation, and maintenance of computer resources, which might include, but is not limited to, some or all of the following: central processing units (CPUs), servers, disk drives, local area networks (LANs), printers, tape drives, other peripheral devices, communications devices, software, and system utilities.
- (2) These computer resource charges are not intended to substitute for cost recovery methodologies or charges made for purposes other than responding to public information requests.
- (3) The charges in this subsection are averages based on a survey of governmental bodies with a broad range of computer capabilities. Each governmental body using this cost recovery charge shall determine which category(ies) of computer system(s) used to fulfill the public information request most closely fits its existing system(s), and set its charge accordingly. Type of system--rate: mainframe: \$10.00 per CPU minute; midsize: \$1.50 per CPU minute; client/server: \$2.20 per clock hour; PC or LAN: \$1.00 per clock hour.
- (4) The charge made to recover the computer utilization cost is the actual time the computer takes to execute a particular program times the applicable rate. The CPU charge is not meant to apply to programming or printing time; rather it is solely to recover costs associated with the actual time required by the computer to execute a program. This time, called CPU time, can be read directly from the CPU clock, and most frequently will be a matter of seconds. If programming is required to comply with a particular request, the appropriate charge that may be recovered for programming time is set forth in subsection (d) of this section. No charge should be made for computer print-out time. Example: If a mainframe computer is used, and the processing time is 20 seconds, the charges would be as follows: $\$10.00/3 = \3.33 ; or $\$10.00/60 \times 20 = \3.33 .
- (5) A governmental body that does not have in-house computer capabilities shall comply with requests in accordance with the section 552.231 of the Texas Government Code.

(g) Miscellaneous supplies.The actual cost of miscellaneous supplies, such as labels, boxes, and other supplies used to produce the requested information, may be added to the total charge for public information.

(h) Postal and shipping charges.Governmental bodies may add any related postal or shipping expenses which are necessary to transmit the reproduced information to the requesting party.

(i) Sales tax.Pursuant to Office of the Comptroller of Public Accounts' rules sales tax shall not be added on charges for public information (34 TAC, part 1, chapter 3, subchapter O, section 3.341 and section 3.342).

(j) Miscellaneous charges.A governmental body that accepts payment by credit card for copies of public information and that is charged a "transaction fee" by the credit card company may recover that fee.

(k) These charges are subject to periodic reevaluation and update.

(Ordinance 13-05-949, sec. 7.100, adopted 5/7/13; Ordinance 16-09-1022 adopted 9/20/16; Ordinance 20-09-1175 adopted 9/15/20; Ordinance 24-09-1368 adopted 9/3/2024)

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City of Murphy, TX

§ A2.001

FEE SCHEDULE

§ A2.001

ARTICLE A2.000

§ A1.005. Nuisance abatement.

Code compliance abatement: Administrative fee of \$200.00 plus contractor fee for property maintenance (mowing and clearing of acreage, junk removal, etc.).
(Ordinance adopting 2015 Code; Ordinance 16-09-1022 adopted 9/20/16; Ordinance 20-09-1175 adopted 9/15/20; Ordinance 24-09-1368 adopted 9/3/2024)

§ A1.006. UDCB permit fees.

A nonrefundable application fee in the amount of \$50.00 is required for a UDCB permit.
(Ordinance 18-12-1109, sec. 3, adopted 12/4/18; Ordinance 20-09-1175 adopted 9/15/20; Ordinance 24-09-1368 adopted 9/3/2024)

§ A1.007. UDCB renewal permit fees.

A nonrefundable application fee in the amount of \$50.00 is required for a permit renewal at least one month prior to the expiration of the active UDCB permit.
(Ordinance 18-12-1109, sec. 3, adopted 12/4/18; Ordinance 20-09-1175 adopted 9/15/20; Ordinance 24-09-1368 adopted 9/3/2024)

§ A1.008. Garage sale.

Garage sale permit: No charge.
(Ordinance 19-07-1133 adopted 7/2/19; Ordinance 20-09-1175 adopted 9/15/20; Ordinance 24-09-1368 adopted 9/3/2024)

MUNICIPAL COURT FEES

§ A2.001. Municipal court fees.

- (a) These court costs are added to the fines assessed by the Murphy Municipal Court:
 - (1) Building security fee: \$4.90 per conviction.
 - (2) Technology fee: \$4.00 per conviction.
 - (3) Local truancy prevention and diversion fee: \$5.00 per conviction.
 - (4) Judicial efficiency fund: \$15.00 per conviction.
- (b) In accordance with state law, these funds shall be created and maintained by the city and the funds shall be collected and used by the city.

*Offenses committed before 1/1/2020 will pay court costs in accordance with costs/fees set forth in this section A2.001 before this amendment.

(Ordinance 13-05-949, sec. 6.100, adopted 5/7/13; Ordinance 16-09-1022 adopted 9/20/16; Ordinance 20-06-1160, sec. 2.04, adopted 6/16/20; Ordinance 20-09-1175 adopted 9/15/20; Ordinance 24-09-1368 adopted 9/3/2024)

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City of Murphy, TX
 § A3.001

MURPHY CODE
PARKS AND RECREATION FEES

§ A3.001

§ A3.001. Parks and recreation usage fees.

- (a) Community use fees for private events, all facilities except the Murphy Central Park Amphitheatre. The city may levy and collect a fee for community meeting rooms.
 - (1) All indoor rental facilities.
 - (A) Nonprofit:
 - (i) Must provide proof of 501(c)(3) status. (Reservations must benefit the nonprofit directly and cannot be used to book personal parties or events.)
 - (ii) Murphy Residents must be members of the nonprofit.
 - (B) Refundable deposits/cleaning fee: The deposit is fully refundable if no property damage and the room is cleaned to the condition it was received. (Full fees are kept if the reservation opts to not clean or stays over their designated end time by +20 minutes).
 - (C) Cleaning fee breakdown from deposit: \$25.00 sweep/mop; \$25.00 table cleaning; \$25.00 chair cleaning; \$25.00 trash; \$25.00 lobby and restroom areas; \$25.00 wall cleaning. (Fees paid in advance if reservation chooses not to clean – Gym \$250; Great Hall \$150; East/West Hall; Homer/Marie \$100)

	Fee Type	City Fee
Refundable rental deposit	All rooms with max occupancy under 75	\$100.00 (renter may be responsible for any damage above \$100.00)
	All rooms with max occupancy over 75	\$150.00 (renter may be responsible for any damage above \$150.00)
	Two or more rooms incur a \$250 .00 refundable deposit	
Nonrefundable administrative fee	All rooms with max occupancy under 75	\$25.00
	All rooms with max occupancy over 75	\$75.00 (nonrefundable administrative fee is waived for half and full court rentals which are intended for private recreational sports play use only).
Optional add-on fee	AV/technology usage fee	\$15.00

(2) Murphy Community Center.

	Fee Type	City Fee
Community Center small meeting rooms (104, 106, 115, 117, or 118)	Resident	\$20.00/hour during operating hours
		\$40.00/hour after hours (4:00–10:00 p.m. on Saturdays)
	Nonresident	\$40.00/hour during operating hours
		\$60.00/hour after hours
Nonprofit group	\$20 .00/hour	

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City of Murphy, TX

§ A3.001	MURPHY CODE		§ A3.001
	Fee Type	City Fee	
Community center rooms 117 and 118 combined	Resident	\$40.00/hour during operating hours	
		\$60.00/hour after hours	
	Nonresident	\$60.00/hour during operating hours	
		\$80.00/hour after hours	
Nonprofit group	\$15.00/hour		
Community Center Gymnasium	Resident	Banquet/meeting: \$100 .00/hour (available only after normal operating hours)	
		Court rental: \$45.00/hour full court	
	Nonresident	Athletic/sport full court rental	
		Banquet/meeting: \$150 .00/hour (available only after normal operating hours)	
	Nonprofit	Court rental: \$65.00/hour full court	
		Court rental: \$30.00/hour full court only Nonprofit (banquet rental) \$50 .00/hour (Saturday after hours only)	

(3) Murphy Activity Center.

	Fee Type	City Fee
Great Hall	Residents	\$100.00/hour
	Nonresidents	\$150.00/hour
	Nonprofit group	\$50.00 per hour (limited to one time per month for each group on Fridays or Saturdays). Must provide proof of 501(c)3 status.
East or West Hall	Resident	\$50.00/hour
	Nonresident	\$75.00/hour
Small room with kitchenette (232 sq. ft.)	Nonprofit groups	\$30.00 per hour (limited to one time per month for each group on Fridays and Saturdays).
	Resident	\$20.00/hour and after hours \$30.00/hour
	Nonresident	\$30.00/hour and after hours \$40.00/hour
	Nonprofit group	\$15 .00/hour (must provide proof of 501(c) (3) status)

(4) Park pavilions.

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City of Murphy, TX
 § A3.001

MURPHY CODE

§ A3.001

Fee Type	City Fee
Resident	\$25.00 for two hours, then \$10.00/hour
Nonresident	\$50.00 for two hours, then \$10.00/hour
Nonprofit	\$25.00 for 4 hours plus \$10.00 per additional hour (must provide proof of 501(c)3 status)
Commercial	\$80.00 for 2 hours minimum plus \$25.00 per additional hour

(5) Athletic field reservations.

Fee Type	City Fee
Resident	No fee
Nonresident	Must be a city resident to reserve an athletic field.
Two (2) one hour reservations per person and/or team per week maximum on all fields. The individual who reserves the field must be onsite at the time of the field reservation.	

(6) Community center memberships.

Membership Fees	Resident	Non Resident
Youth (4–17 years)	\$10/year	\$20.00/year
Adult (18–59 years)	\$20/year	\$50.00/year
Active Adults (60 years+)	\$10/year	\$20.00/year
Daily drop in fee	\$5.00/day	\$5.00/day
Family Discount	Family of 4 (2 Adults +2 Youths)= \$50/per year; with each additional youth at \$5/year	
College Pass (current/valid)	\$10.00/year	\$20.00/year
College ID required		
Membership Card Replacement	\$5.00	\$5.00

(7) Activity registration.

Fee Type	City Fee
Resident	No fee
Nonresident	\$5.00 per activity registration
Summer Camp Early Registration	February – March 10% discount/April-May 5% discount

(b) Community use fees for private events, Murphy Central Park Amphitheater only.Special event

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associated fees for facilities and services. Fees regarding city employees may include event preparation as well as day of event staffing. The city reserves the right to decide staffing requirements for the health and safety of all involved.

(1) Rates based on group type.

Service	Nonprofit	Private Resident	Commercial
Security deposit - refundable (based on event)	\$100.00–\$250.00	\$100.00–\$1,500.00	\$100.00–\$1,500.00
Special event application fee	\$10.00	\$0.00	\$50.00

Facility (Amphitheater)	Nonprofit	Private Resident	Commercial
Refundable security deposit (based on damages/cleaning) \$250.00–\$500.00			
Mon–Thur	\$40.00	\$60.00	\$125.00/hour
Fri–Sun	\$50.00	\$80.00	\$150.00/hour

(2) Rates based on event size.

Item	0 – 250	250 – 1,000	1,000 – 1,500	1,500 – 2,500	2,500+
Security deposit - refundable (based on event)	\$100.00	\$300.00	\$500.00	\$1,000.00	\$1,500.00

Service	Nonprofit	Resident	Nonresident	Commercial
*Exhibition field I - rectangular space (For Special Events Only – with Approval from Parks and Recreation Department	\$10.00/hour	\$20.00/hour	\$40.00/hour	\$100.00/hour
*Exhibition field I – rectangular space	\$150 Maintenance Fee per season/tournament (covers the cost of field maintenance goal placement/removal)			
(League/Tournament/Games with Approval from the Parks and Recreation Department	\$10.00/hour exhibition field rental (per rectangle)			
	Team Fees: \$50 per resident team. (Resident teams made up of 81% or more residents of Murphy) \$150 per nonresident team (made up of anyone who has less than 81% Murphy Residents on the team).			
*1 Central Park Multi-Purpose Field (225' x 88' rectangle space) (can reserve up to 6 spaces); refundable security deposit (base on damages/cleaning) \$250.00–\$500.00.				

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(3) Ticket information, sales and admission fees. There are three options for admission: free and open to the public; by invitation only; or tickets available for purchase. The lessee may charge an admission fee for the event. If so, the city receives 10% of gross ticket sales or to pay a flat fee. Ticket sales shall not exceed the actual number of available seating. Admission to ticketed events can be monitored with the setup of a temporary perimeter or monitoring ticketed guests with the use of special wristbands.

(A) Gross ticket sales option. The city receives 10% of gross ticket sales.

(B) Flat rate admission option.

Expected Number of Attendants	<250	250-750	750-<1,200	1,200-<1,800	1,800-<2,500	2,500+
Rate	\$150.00	\$500.00	\$1,000.00	\$1,500.00	\$2,150.00	\$3,000.00

(4) Food, beverage and souvenir sales fees. If the lessee wishes to sell items on the premises, a vendor permit must be obtained. Applicants are responsible for all necessary vendor permitting fees and associated permitting costs. Vendors are responsible for their own booth, equipment and labor. Vendor locations must be approved by the Parks and Recreation Director. The city reserves the right to collect an additional fee of 10% of all gross sales or rate to be determined at the time of application from the vendor.

(5) Refunds Full refunds will require advanced written notice at least 90 days prior to the rental date. If the event is cancelled less than 90 days prior to the rental date, any fees and deposits will be forfeited by the lessee. If the event cannot be held or rescheduled due to weather, the lessee is still responsible for all incurred expenses and a refund of the rental fee may be available after all other fees are paid. The city will retain a \$50.00 application fee from the deposit refund for any cancellation.

(c) Fees for vendors at city events. The city hereby levies the following fees for vendors wishing to sell merchandise or food at city events:

(1) Craft and commercial vendor fees.

(A) Craft 10 x 10 foot booth: Maize Days \$100.00, \$75.00 for additional 10 x 10 space subject to availability. Christmas in the park 10' x 10' space \$75.00 & Backyard BBQ 10' x 10 space \$50.00

*Craft vendors are only accepted at Maize Days.

(B) Commercial/business vendors - requires a sponsorship: Varies by event (\$100.00-\$500.00 starting sponsorship prices).*

(C) Nonprofits 501 (c) (3): \$50.00/\$75.00 only for Maize Days.

(D) Chambers of Commerce 501 (c) (6) 20% discount: On commercial fee.

*Two week advance notice for 50% refund and no refunds for cancellations made within the two weeks prior to scheduled event.

(2) Food vendors fees.

(A) Attendance:

(i) Less than 1,000: \$50.00.

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- (ii) 1,000–4,999: \$100.00.
- (iii) 5,000+: \$250.00 + 10% of gross sales over \$250.00.

*Two-week advance notice is required for a 50% refund and no refunds for cancellation made within the two weeks prior to scheduled event.

**Attendance numbers for each event will be based on the previous year.

(B) Electric:

- (i) Food Truck Friday /concert events: \$50.00 (per event) *Applies to all food vendors in Food Truck Court with the except of Murphy Maize Days Food vendors.
- (ii) Christmas in the Park: \$100.00.
- (iii) 5,000+: \$250.00 + 10% of gross sales over \$250.00.

*Vendors may be required to supply their own power, which will be determined by the Special Event team. Two-week advance notice is required for a 50% refund and no refunds for cancellation made within the two weeks prior to scheduled event.

(Ordinance 13-05-949, sec. 6.300, adopted 5/7/13; Ordinance 14-01-968, secs. 2, 3, adopted 1/21/14; Ordinance 16-09-1022 adopted 9/20/16; Ordinance 18-09-1100 adopted 9/18/18; Ordinance 20-09-1175 adopted 9/15/20; Ordinance 22-01-1246 adopted 1/18/22; Ordinance 24-09-1368 adopted 9/3/2024)

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FEE SCHEDULE

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**ARTICLE A4.000
ANIMAL CONTROL FEES**

§ A4.001. Animal control fees.

- (a) Animal impound fee*:
 - (1) 1st impound: \$50.00.
 - (2) 2nd impound: \$75.00.
 - (3) 3rd impound: \$100.00.
 - (4) 4th impound and up: \$125.00.
- (b) Daily handling fee: \$10.00 per day.
- (c) Pet registration:
 - (1) Sterilized: \$10.00 per year.
 - (2) Nonsterilized: \$15.00 per year.
- (d) Dangerous animal registration, per animal: \$-100.00 per year.
- (e) Dog or cat adoption fee (not sterilized), per animal: \$85.00.
- (f) Dog or cat adoption fee (sterilized), per animal: \$45.00.
- (g) Shipping for rabies testing: \$25.00.
- (h) Quarantine fee, per animal: \$150.00.
- (i) Microchipping fee, per animal: \$20.00 .
- (j) Euthanasia fee, per animal: \$25.00.
- (k) Disposal fee, per animal: \$25.00.
- (l) Owner surrender fee, per animal: \$25.00~~20.00~~
- (m) Duplicate animal registration fee, per animal: \$2.00.
- (n) Engraved animal tag: \$7.00.

*These fees are above and beyond any fines for citations related to violations of city ordinance or state laws.

(Ordinance 13-05-949, sec. 1.400, adopted 5/7/13; Ordinance adopting 2015 Code; Ordinance 16-08-1015, sec. 2.25, adopted 8/16/16; Ordinance 16-09-1022 adopted 9/20/16; Ordinance 18-09-1100 adopted 9/18/18; Ordinance 20-09-1175 adopted 9/15/20; Ordinance 22-09-1281 adopted 9/6/2022; Ordinance 24-09-1368 adopted 9/3/2024)

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 § A5.001

FEE SCHEDULE

§ A5.002

**ARTICLE A5.000
 BUSINESS RELATED FEES**

§ A5.001. Alarm permits.

- (a) An alarm permit must be obtained before inspection of the alarm system can be scheduled. Residential alarm permit fees will be billed on the monthly utility bill. Commercial alarm permit fees will be processed in one of two ways: Billed on the monthly utility bill if the customer has an established utility account or by making payment in full for the annual fee for non-utility account holders. Non-utility account holders will be required to pay a renewal fee annually during the month of renewal. All false alarm charges will be billed as well.
 - (1) Residential, new and renewal, billed monthly on utility bill: \$3.30/month.
 - (2) Commercial, new and renewal, billed monthly on utility bill: \$6.60/month.
 - (3) Commercial, new and renewal, no utility account, annual renewal letter: Annually \$79.20.
 - (4) Late renewal fee, after 10 days late: \$10.00.
- (b) False alarms:
 - (1) \$50.00 for each false alarm after three (3).
 - (2) \$75.00 for each false alarm after eight (8) or more.
 - (3) No false alarm fee for a newly installed system for the first thirty (30) days.
- (c) Permit holder or emergency contact person fails to respond to scene and the premises are secured by city representatives: \$50.00.
- (d) Service fee when alarm company relays incorrect permit number with alarm notification to city: \$50.00.

(1993 Code, secs. 98.04, 98.05; 2006 Code, secs. 6-4, 6-5; Ordinance 375, secs. 1-4, 1-5 adopted 4/3/95; Ordinance 13-05-949, sec. 1.100, adopted 5/7/13; Ordinance 16-09-1022 adopted 9/20/16; Ordinance 20-09-1175 adopted 9/15/20; Ordinance 22-09-1281 adopted 9/6/2022; Ordinance 24-09-1368 adopted 9/3/2024)

§ A5.002. Alcoholic beverage permits.

The city may levy and collect a fee not to exceed one-half of the state fee for each license issued for premises located within the city. License fee(s) for businesses located within the city and who hold a license from the Texas Alcoholic Beverage Commission in accordance with the 2021 TABC chapter 26 and chapter 28:

All renewals are on a biennial basis.

Permit Code	Type of Permit	Issuance	State Fee	City Fee
BF	Retail dealer's off-premises license	Biennial	\$120.00	\$60.00
BG	Wine & beer retailer's	Biennial	\$350.00	\$175.00

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Permit Code	Type of Permit	Issuance	State Fee	City Fee
BQ	Wine & beer retailer's off-premises	Biennial	\$120.00	\$60.00
MB	Mixed beverage permit	Original	\$6,000.00	N/A
		1st biennial renewal	\$4,500.00	N/A
		2nd biennial renewal	\$3,000.00	\$1,500.00
		3rd and all subsequent biennial renewals	\$1,500.00	\$750.00
Q	Wine-only package store permit	Biennial	\$150.00	\$75.00

(Ordinance 13-05-949, sec. 1.200, adopted 5/7/13; Ordinance 16-09-1022 adopted 9/20/16; Ordinance 20-09-1175 adopted 9/15/20; Ordinance 21-09-1226 adopted 9/7/21; Ordinance 24-09-1368 adopted 9/3/2024)

§ A5.003. Amusement and entertainment permits.

Type	Comments	Permit Period	Fee
(a) Amusement buildings	Inspect for fire and public safety	Until revoked	\$50.00
(b) Places of assembly	Inspect for fire and public safety	Until revoked	\$50.00
(c) Carnivals and fairs	Inspect for fire and public safety	2 weeks	\$50.00
(d) Exhibits and trade shows	Inspect for fire and public safety	2 weeks	\$50.00
(e) Pyrotechnic special effects	Inspect for fire and public safety	1 day	\$200.00

(Ordinance 13-05-949, sec. 1.300, adopted 5/7/13; Ordinance 16-09-1022 adopted 9/20/16; Ordinance 20-09-1175 adopted 9/15/20; Ordinance 24-09-1368 adopted 9/3/2024)

§ A5.004. Food, food establishments, and food vendors permit and inspection fees.

No fee shall be charged to any food establishment owned and operated by a governmental agency, independent school district, institution of purely public charity or church; however, such establishments shall comply with all other requirements of this article.

- (1) Mobile catering vendors, annual permit: \$300.00/hot, \$200.00/cold. This permit requires a solicitor permit to be obtained as well.
- (2) Temporary event vendor, 1 day: \$135.00.
- (3) Event vendor, annual permit valid for the calendar year: \$200.00.
- (4) Convenience stores, annual permit: \$250.00.
- (5) Grocery stores, annual permit: \$500.00.
- (6) Restaurants/cafes, annual permit: \$375.00.
- (7) Other facilities serving the public food and/or beverage, annual permit: \$175.00.

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(8) Health plan review fee: \$300.00.

(9) Inspection fees: \$150.00 for all failed inspections with a score below 85.
 (Ordinance 13-05-949, sec. 4.100, adopted 5/7/13; Ordinance 16-09-1022 adopted 9/20/16; Ordinance 18-09-1100 adopted 9/18/18; Ordinance 20-09-1175 adopted 9/15/20; Ordinance 22-09-1281 adopted 9/6/2022; Ordinance 24-05-1355 adopted 5/7/2024; Ordinance 24-09-1368 adopted 9/3/2024)

§ A5.005. Solicitor permits and licensing.

Door-to-door solicitation - valid for 3 months from date of issue:

- (1) \$200.00 company registration and one agent.
- (2) \$75.00 registration per each additional agent (must apply at the same time as the first agent to qualify as an additional agent).
 (Ordinance 13-05-949, sec. 8.200, adopted 5/7/13; Ordinance 16-09-1022 adopted 9/20/16; Ordinance 20-09-1175 adopted 9/15/20; Ordinance 24-09-1368 adopted 9/3/2024)

§ A5.006. Sexually oriented businesses.

- (a) Nonrefundable license application fee: \$500.00.
- (b) Nonrefundable application processing fee: \$60.00.
- (c) Replacement of personal card or on-site card: \$35.00.
- (d) Reinstatement fee in lieu of suspension: \$500.00.
 (2006 Code, secs. 22-41, 22-49, 22-62; Ordinance 10-09-853, sec. 2, adopted 9/7/10; Ordinance 16-09-1022 adopted 9/20/16; Ordinance 20-09-1175 adopted 9/15/20; Ordinance 24-09-1368 adopted 9/3/2024)

§ A5.007. Short-term rentals.

- (a) Annual registration (initial application): \$350.00.
- (b) Annual registration (renewal): \$300.00.
 (Ordinance 24-03-1351 adopted 3/5/2024; Ordinance 24-09-1368 adopted 9/3/2024)

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FEE SCHEDULE

§ A6.001

**ARTICLE A6.000
EMERGENCY MEDICAL SERVICES FEES****§ A6.001. Emergency medical services.**

(a) ALS-E Advance Life Support: Resident - \$1,150 ; nonresident - \$1,250 .

(b) ALS-2 Advance Life Support: Resident - \$1,250 ; nonresident - \$1,350 .

(c) BLS-E Basic Life Support: Resident - \$1,000 ; nonresident - \$1,100 .

(d) BLS supplies: \$300 .00.

(e) ALS supplies: \$350 .00.

(f) Treatment/no transport: \$185 .00.

(g) Mileage: \$20 .00/loaded mile.

(h) Oxygen: \$130 .00.

(Ordinance 13-05-949, sec. 3.100, adopted 5/7/13; Ordinance 16-09-1022 adopted 9/20/16; Ordinance 20-09-1175 adopted 9/15/20; Ordinance 24-09-1368 adopted 9/3/2024)

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FEE SCHEDULE

§ A7.002

**ARTICLE A7.000
 FIRE AND SAFETY PERMITS AND INSPECTIONS**

§ A7.001. Fire alarm, fire line, and sprinkler plan review fees.

(a) The fees below include plan review, construction permit, and initial inspection.

Initial installation/finish out of fire alarm or modification of existing fire alarm	1-100,000 sq. ft. 100,001-300,000 sq. ft. 300,001 + sq. ft.	\$0.035 sq. ft. (\$200.00 minimum) Add \$0.017 sq. ft. Add \$0.01 sq. ft.
Initial installation/finish out of fire sprinkler or modification of existing fire sprinkler system	1-100,000 sq. ft. 100,001-300,000 sq. ft. 300,001 + sq. ft.	\$0.035 sq. ft. (\$200.00 minimum) Add \$0.017 sq. ft. Add \$0.01 sq. ft.
Underground hydro and flush	Per system	\$200.00
Fire pump	Per system	\$300.00
Automatic extinguishing system (hood)	Per system	\$200.00
Standpipe system	Per system	\$300.00
Re-stamp, provide lost plans or addend a project after permit has been issued	Per incident	\$30.00
Work started without a permit		Permit fee \$ x 2

(b) The fees above include the plan review and one visual inspection and one hydrostatic test of the fire sprinkler supply line or fire sprinkler system in the case of hydraulic systems or one visual inspection and one system test of the fire alarm system in the case of alarms.

(c) Plans that are rejected after the initial review may be resubmitted with corrections one time without penalty. Any subsequent reviews will incur a fee equal to the appropriate fee from the schedule above plus an additional fee of \$50.00.

(d) Inspection fees related to fire alarm, fire line, and fire sprinkler are as follows:

(1) No fee for first failed inspection.

(2) \$100.00 fee for second and all subsequent failed inspections.

(Ordinance 13-05-949, sec. 3.200, adopted 5/7/13; Ordinance 16-09-1022 adopted 9/20/16; Ordinance 18-09-1100 adopted 9/18/18; Ordinance 20-09-1175 adopted 9/15/20; Ordinance 22-09-1281 adopted 9/6/2022; Ordinance 24-09-1368 adopted 9/3/2024)

§ A7.002. Fire and safety inspection fees.

Fire and safety inspection fees are as follows; fee shall be based upon the amount of interior square footage of the building premises, or portions thereof that are inspected:

(1) No fee for first failed inspection.

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(2) Fee for second failed inspection:

Interior Square Footage	Fee
1 to 3,000	\$25.00
3,001 to 6,000	\$50.00
6,001 to 12,000	\$75.00
12,001 to 18,000	\$100.00
18,001 to 24,000	\$150.00
24,001 to 100,000	\$200.00
Over 100,000	\$250.00

(3) Fee for third and all subsequent failed inspections:

Interior Square Footage	Fee
1 to 3,000	\$50.00
3,001 to 6,000	\$75.00
6,001 to 12,000	\$100.00
12,001 to 18,000	\$125.00
18,001 to 24,000	\$175.00
24,001 to 100,000	\$225.00
Over 100,000	\$275.00

(Ordinance 13-05-949, sec. 3.300, adopted 5/7/13; Ordinance 16-09-1022 adopted 9/20/16; Ordinance 20-09-1175 adopted 9/15/20; Ordinance 22-09-1281 adopted 9/6/2022; Ordinance 24-09-1368 adopted 9/3/2024)

§ A7.003. Fire and safety permits.

Fire and safety permit fees:

Type	Comments	Permit Period	Fee
(1) Aerosol products	Manufacture, store or handle	Until revoked	\$100.00
(2) Amusement buildings	Special amusement buildings	Until revoked	\$100.00
(3) Automatic fire extinguishing systems		No limit	\$100.00
(4) Aviation facilities	Aircraft service or repair	Until revoked	\$100.00
(5) Battery systems	Lead acid systems 50 gal.+	Until revoked	\$100.00
(6) Cellulose nitrate film	Store, handle, or use	Until revoked	\$100.00

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Type	Comments	Permit Period	Fee
(7) Combustible dust producing operations	Inspect for fire safety	2 weeks	\$100.00
(8) Compressed gases	Limits set by fire code	1 year	\$100.00
(9) Covered mall buildings	Per display as per fire code	Quarter	\$100.00
(10) Cryogenic fluids		1 year	\$100.00
(11) Cutting and welding operation		1 year	\$100.00/site
(12) Dry cleaning plants		Until revoked	\$100.00
(13) Exhibits and trade shows		2 weeks	\$100.00
(14) Explosives		2 weeks	\$100.00
(15) Fire hydrants and valves	Installation inspection	Until revoked	\$100.00
(16) Fire pumps and equipment		No limit	\$100.00
(17) Flammable and combustible liquids		1 year	\$100.00/site
(18) Floor finishing		1 month	\$100.00
(19) Fruit and crop ripening		Until revoked	\$100.00
(20) Fumigation		1 day	\$100.00
(21) Hazardous production materials		1 year	\$100.00
(22) High piled storage		Until revoked	\$100.00
(23) Hot work operations		1 week to 1 year	\$100.00
(24) Industrial ovens		1 year	\$100.00
(25) Liquid or gas fueled vehicles in assembly buildings		1 year	\$100.00
(26) LP-gas		1 year	\$100.00
(27) Lumber yards		1 year	\$100.00
(28) Magnesium		1 year	\$100.00
(29) Miscellaneous combustible storage		Until revoked	\$100.00
(30) Motor fuel dispensing facilities		1 year	\$100.00
(31) Outdoor/open burning		1 day	\$1,000.00/site
(32) Open flames and candles		1 year	\$100.00
(33) Open flames and torches		1 day - 1 year	\$100.00

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Type	Comments	Permit Period	Fee
(34)	Organic coatings	1 year	\$100.00
(35)	Pyroxylin plastics	1 year	\$100.00
(36)	Refrigeration equipment	Until revoked	\$100.00
(37)	Repair garages	1 year	\$100.00
(38)	Rooftop heliports	1 year	\$100.00
(39)	Scrap tire product	1 year	\$100.00
(40)	Spraying or dipping	1 year	\$100.00
(41)	Temporary membrane structures, tents or canopies - greater than 200 sq. ft.	2 weeks	\$100.00
(42)	Waste handling	1 year	\$100.00
(43)	Wood products	Until revoked	\$100.00
(44)	Woodworking plants	1 year	\$100.00
(45)	Tank or fuel line repair (LP-gas or flammable/combustible liquids)	Per location	\$250.00
(46)	Tank or fuel line removal (LP-gas or flammable/combustible liquids)	Per location	\$250.00
(47)	Environmental site assessment	Per each request	\$75.00

(Ordinance 13-05-949, sec. 3.400, adopted 5/7/13; Ordinance 16-09-1022 adopted 9/20/16; Ordinance 20-09-1175 adopted 9/15/20; Ordinance 24-09-1368 adopted 9/3/2024)

§ A7.004. Hazardous material incident.

Fire department services related to hazardous material incident: \$400.00 per hour for each engine or truck company and \$200.00 per hour for each medical unit or utility vehicle plus supplies.

(1993 Code, sec. 99.03; 2006 Code, sec. 82-403; Ordinance 408, sec. 3, adopted 4/7/97; Ordinance 16-09-1022 adopted 9/20/16; Ordinance 20-09-1175 adopted 9/15/20; Ordinance 24-09-1368 adopted 9/3/2024)

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FEE SCHEDULE

§ A8.001

**ARTICLE A8.000
 UTILITY RATES AND CHARGES**

§ A8.001. Solid waste collection and disposal.

Residential and commercial collection:

- (1) Form 1: Solid waste and recycling services for residential units.

Solid Waste Services & Recycling Services	Republic Services Rate	Administrative Fee (20.6%)	Franchise Fee (5%)	Monthly Residential Rate to Customer
Solid waste				
Once per week solid waste services.	\$11.21 per month	\$2.31 per month	\$0.68 per month	\$14.20 per month ¹
Recycling				
Once per week collection	\$5.00 per month	\$1.03 per month	\$0.30 per month	\$6.33 per month ¹
HHW, electronic waste, and document shredding (bi-annual event)				
Twice per year drop off at city hall	\$0.68 per month	\$0.14 per month	\$0.04 per month	\$0.86 per month ¹
Total solid waste and recycling services	\$16.89	\$3.48	\$1.02	\$21.39

¹ Monthly residential rate billed and collected by the city.

- (2) Form 2: Other services for residential units fee per residential unit.

Other Services	Republic Services Rate	Administrative Fee (20.6%)	Franchise Fee (5%)	Monthly Residential Rate to Customer
Bulky waste collection services in excess of 4 cubic yards				
Bulky waste in excess of 4 cubic yards	\$8.28 per cubic yard	N/A	N/A	Billing & collected by Republic Services
Drop-off of solid waste at disposal facility				
Once per month drop off of up to 5 cubic yards	N/C	N/C	N/C	N/C
Additional cart fee				
Solid waste carts	\$8.83 per month per additional cart	\$1.82	\$0.53	\$11.18 per month per additional cart ¹



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Other Services	Republic Services Rate	Administrative Fee (20.6%)	Franchise Fee (5%)	Monthly Residential Rate to Customer
Recycling service carts	\$5.00 per month per additional cart	\$1.03	\$0.30	\$6.33 per month per additional cart ¹

¹Monthly residential rate billed and collected by the city.

(3) Form 3: Monthly collection fees for solid waste services and recycling services for commercial units via cart or dumpster.¹

(A) Solid waste.

Type and Size	Weekly Collection Frequency					
	1	2	3	4	5	6
Cart		NA	NA	NA	NA	NA
Collection	\$22.61					
Disposal	\$0.82					
Total	\$23.43					
2 CY Dumpster						
Collection	\$77.48	\$133.84	\$186.68	\$221.90	\$274.75	\$327.62
Disposal	\$7.62	\$15.23	\$22.86	\$30.48	\$38.10	\$45.72
Total	\$85.10	\$149.07	\$209.54	\$252.38	\$312.85	\$373.34
3 CY Dumpster						
Collection	\$86.79	\$153.23	\$210.47	\$267.74	\$342.58	\$417.45
Disposal	\$11.43	\$22.86	\$34.29	\$45.72	\$57.16	\$68.59
Total	\$98.22	\$176.09	\$244.76	\$313.46	\$399.74	\$486.04
4 CY Dumpster						
Collection	\$112.74	\$191.98	\$268.66	\$350.52	\$429.84	\$509.06
Disposal	\$15.23	\$30.48	\$45.72	\$60.96	\$76.20	\$91.44
Total	\$127.97	\$222.46	\$314.38	\$411.48	\$506.04	\$600.50
6 CY Dumpster						
Collection	\$130.34	\$218.45	\$306.56	\$394.67	\$482.75	\$571.71
Disposal	\$22.86	\$45.72	\$68.58	\$91.44	\$114.31	\$136.45
Total	\$153.20	\$264.17	\$375.14	\$486.11	\$597.06	\$708.16
8 CY Dumpster						
Collection	\$147.98	\$236.13	\$335.12	\$446.83	\$558.54	\$605.04

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Type and Size	Weekly Collection Frequency					
	1	2	3	4	5	6
Cart		NA	NA	NA	NA	NA
Disposal	\$30.48	\$60.96	\$91.44	\$121.93	\$152.41	\$182.90
Total	\$178.46	\$297.09	\$426.56	\$568.76	\$710.95	\$787.94

¹ Rate billed and collected by Republic Services.

(B) Recycling.

Type and Size	Weekly Collection Frequency					
	1	2	3	4	5	6
Cart collection	\$18.55	NA	NA	NA	NA	NA
2 CY dumpster collection	\$77.04	\$135.20	\$190.22	\$229.51	\$284.57	\$339.59
3 CY dumpster collection	\$89.27	\$160.53	\$223.25	\$286.13	\$364.74	\$426.41
4 CY dumpster collection	\$116.39	\$202.80	\$286.95	\$375.74	\$462.23	\$548.70
6 CY dumpster collection	\$139.92	\$242.11	\$344.31	\$446.49	\$548.70	\$650.90
8 CY dumpster collection	\$163.50	\$273.54	\$393.32	\$524.43	\$655.55	\$728.42

¹ Rate billed and collected by Republic Services.

(4) Form 4: Collection fees for extra pick ups for solid waste and recycling services via dumpster.¹

(A) Solid waste.

Type and Size	Fee (Per Pickup)
2 CY Dumpster	
Collection	\$59.98
Disposal	\$1.76
Total	\$61.74
3 CY Dumpster	
Collection	\$63.36
Disposal	\$2.64
Total	\$66.00
4 CY Dumpster	
Collection	\$68.93

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Type and Size	Fee (Per Pickup)
Disposal	\$3.52
Total	\$72.45
6 CY Dumpster	
Collection	\$76.12
Disposal	\$5.28
Total	\$81.40
8 CY Dumpster	
Collection	\$84.80
Disposal	\$7.04
Total	\$91.84

¹ Rate billed and collected by Republic Services.

(B) Recycling.

Type and Size	Fee (Per Pickup)
2 CY dumpster collection	\$56.95
3 CY dumpster collection	\$65.75
4 CY dumpster collection	\$68.84
6 CY dumpster collection	\$81.01
8 CY dumpster collection	\$88.61

¹ Rate billed and collected by Republic Services.

(5) Form 5: Fees for solid waste services via roll-off.^{1,2}

Roll-off Type and Size	Container Rental Fee (per month)	Initial Delivery Fee (one-time)	Collection Fee (per pull)	Disposal Fee (per ton) ¹
20 CY roll-off	\$99.00	\$99.00	\$291.16	\$38.50
30 CY roll-off	\$99.00	\$99.00	\$291.16	\$38.50
40 CY roll-off	\$99.00	\$99.00	\$291.16	\$38.50
20 CY roll-off with compactor	Negotiated with customer	Negotiated with customer	\$297.47	\$38.50

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Roll-off Type and Size	Container Rental Fee (per month)	Initial Delivery Fee (one-time)	Collection Fee (per pull)	Disposal Fee (per ton) ¹
30 CY roll-off with compactor	Negotiated with customer	Negotiated with customer	\$297.47	\$38.50
40 CY roll-off with compactor	Negotiated with customer	Negotiated with customer	\$297.47	\$38.50

¹ Disposal fees charged to roll-off customer shall be based on the weigh ticket to determine total tons, multiplied by the per ton disposal fee.

² Rate billed and collected by Republic Services.

(6) Form 6: Other fees for dumpsters and roll-offs.¹

Description of Service	Fee
Lock	\$16.50 per month
Set of casters	\$1.10 per occurrence
Opening and closing of enclosures	No charge
Additional trash on ground/overloads	\$35.00 per cubic yard
Deliveries/exchanges	\$125.00 per occurrence
Liners for industrial loads when required	\$132.61 per occurrence
Dry runs/removal	\$180.35 per occurrence
Relocate open top	\$132.61 per occurrence
Washout open top	\$132.61 per occurrence

¹ Rate billed and collected by Republic Services.

(Ordinance 13-05-949, sec. 8.300, adopted 5/7/13; Ordinance 16-09-1022 adopted 9/20/16; Ordinance 18-04-1084 adopted 4/17/18; Ordinance 19-09-1142 adopted 9/17/19; Ordinance 20-09-1175 adopted 9/15/20; Ordinance 21-09-1226 adopted 9/7/21; Ordinance 22-09-1281 adopted 9/6/2022; Ordinance 23-09-1325 adopted 9/5/2023; Ordinance 24-09-1368 adopted 9/3/2024; Ordinance 25-04-1379 adopted 4/1/2025)

§ A8.002. Stormwater fee.

(a) Stormwater fee (based on land use rate category).

- (1) Residential: \$4.05 per month.
- (2) Nonresidential: \$20.66 per acre.

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- (3) Collin County: Exempt.
- (4) School districts: Exempt.
- (5) Public/semi-public and parks: Exempt.
- (6) Undeveloped land (natural state): Exempt.
- (7) Religious: Exempt.
- (8) Cemetery: Exempt.
- (b) Nonresidential stormwater detention system fee credit. The city may allow nonresidential properties which utilize an effective stormwater detention system to seek a stormwater drainage fee reduction credit. A credit will be considered after the following items have been received:
 - (1) Nonresidential stormwater detention system fee credit application.
 - (2) Application fee.
 - (3) Detention system maintenance schedule application fee: \$300.00.
- (c) The stormwater fee is used to operate and maintain stormwater drainage facilities throughout the city, including stormwater inlets, underground pipes, outfall headwalls, open channels and box culverts. (Ordinance 13-05-949, sec. 8.400, adopted 5/7/13; Ordinance 16-09-1022 adopted 9/20/16; Ordinance 19-09-1142 adopted 9/17/19; Ordinance 20-09-1175 adopted 9/15/20; Ordinance 23-09-1325 adopted 9/5/2023; Ordinance 24-09-1368 adopted 9/3/2024)

§ A8.003. Water and sewer usage rates.

- (a) Water service.
 - (1) \$100.00 owner occupied residential property customer deposit.
 - (2) \$200.00 residential rental property customer deposit.
 - (3) \$100.00 commercial property customer deposit.

The city holds utility account deposits until the accounts are terminated. If there is a remaining balance due, the customer receives a final billing statement. If there is a credit balance, the customer receives a final billing statement and a refund check in the account holder's name only.

All applicants and co-applicants must include a photocopy of their driver's license or state-approved identification card, social security number, and date of birth when applying for new utility service.

- (4) Monthly volumetric and base meter fee:
 - (A) Residential:
 - (i) Base meter charge:

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Meter Size	Charge
3/4 inch	\$30.65
1 inch	\$51.08
1-1/2 inch	\$102.17
2 inch	\$163.47
3 inch	\$306.50
4 inch	\$510.83

Larger meters will be charged \$15.00 times the living unit equivalent according to the water and wastewater impact fee update.

(ii) Volumetric water rate (per 1,000 gallons):

Gallons	City
0–7,500	\$7.03
7,501–15,000	\$7.35
15,001–30,000	\$7.69
30,001+	\$8.41

(B) Commercial:

(i) Base meter charge:

Meter Size	Charge
3/4 inch	\$30.65
1 inch	\$51.08
1-1/2 inch	\$102.17
2 inch	\$163.47
3 inch	\$306.50
4 inch	\$510.83

Larger meters will be charged \$15.00 times the living unit equivalent according to the water and wastewater impact fee update.

(ii) Volumetric water rate (per 1,000 gallons):

Gallons	City
0–30,000	\$7.25
30,001–60,000	\$7.98

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Gallons	City
30,001–60,000	\$8.67

- (5) \$10.00 for a meter re-read when there is no problem found.
- (6) Leak credit requirements:
 - (A) A leak credit will be considered after a customer presents proof of repair of leak within thirty (30) days based on date of repair invoice and all necessary permits have been acquired and inspected. The granting of a leak credit is within the sole discretion of the city and is subject to the restrictions outlined in this section as well as administrative policies of the city. In the event that the current user, consumer, and/or subscriber applies for an adjustment for water usage due to a leak, the burden of proof will be on the customer to establish that there is a leak and that it is not the result of their own negligence or omission. Applications for adjustment should be directed to the customer service department.
 - (i) The city will not issue leak credit for leaks related to water features (fountains, ponds, etc.), irrigation, swimming pools, and hot tubs unless continual hourly consumption can be identified with the automated metering infrastructure (AMI). Leak credits will be processed at the discretion of the city, but in no event will a credit less than \$10.00 be issued.
 - (B) If a leak is detected by the city and the location has been notified, the customer must repair the leak within thirty (30) days of notification to be considered for a credit.
 - (C) At the direction of the public services director (or designee), when a leak is detected by city staff and leak is presumed to be cause of excessive water loss, and after reasonable effort has been made to contact the customer, water service shall be turned off until repair has been made.
 - (D) The calculated adjustment will apply to water usage only. A leak credit shall be applied only once per 12-month period as appropriate, and cannot cover a period greater than 90 days (3 months). If applicable, and at the request of the residential customer, the winter sewer average can be adjusted as identified in subsection (a)(6)(F).
 - (E) Leak credit requests will be reviewed based on AMI data. In situations where the AMI data is not available, the customers twenty-four (24) month usage history will be reviewed. After leak water loss is determined, credit will be issued by using the following calculations:
 - (i) Leak usage 0 to 15,000 gallons will be calculated by 1st tier rate minus wholesale rate;
 - (ii) Leak usage 15,000 and above will be calculated at 2nd tier rate minus wholesale rate.

New customers with less than 24-months of consumption history will be eligible for a leak credit only if actual water usage exceeds the calculated monthly citywide residential average water use.
 - (F) Adjustments to the calculated sewer rate can only occur if all requirements of subsection

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- (a)(6) have been met, a water leak credit has been granted, and the residential customer has submitted a written request for a sewer rate adjustment. At the written request of the customer, the city will evaluate a current customers account when a leak has been reported. The AMI consumption data will be analyzed when considering the amount of the adjustment for the rate-setting period. Customer requests to evaluate for an adjustment to the sewer average rate must be received by the city by April 30th, annually.
- (7) The city may allow a payment agreement with customers on payment of a high water bill once in a 12-month period. Agreement must be in written format, signed and dated by the customer. Agreement must be approved in written format by the customer service department, before services are disconnected. A payment arrangement is not an option once services have been disconnected.
- (8) A ten percent (10%) penalty fee shall be applied to the account balance if payment in full is not received within twenty (20) days from the billing date.
- (9) Disconnect/reconnection fees for nonpayment of services:
- (A) A \$30.00 service fee shall be applied to the account balance at 8:00 a.m. on disconnect day if payment in full is not received. Account is subject to disconnect thirty (30) days from the original billing date.
- (B) In addition to the \$30.00 service fee, utility accounts that are disconnected for nonpayment shall be assessed an additional deposit of \$50.00 for the second disconnect and any thereafter in a calendar year for each processed service disconnect per billing cycle. Deposit will be applied to the account balance at 8:00 a.m. on disconnect day if payment in full is not received. All deposits remain on the account until the account is terminated.
- (C) Customers are required to pay past due balance prior to water service being restored. Payment for service fee, after hours fee, and additional deposits must be paid on the due date of the following bill.
- (D) Any service disconnect that occurs on a city-observed holiday will be delayed.
- (E) A \$50.00 reconnection fee will be assessed for any reconnections requested by the customer outside of normal business hours (nights, weekends, holidays, etc.).
- (i) If services are restored after hours, the past due balance must be received by the customer service department by the start of the next business day or services will be redisconnected and an additional \$30.00 service fee will be assessed.
- (ii) After-hour reconnects are provided during these times:
- a. Monday–Friday: 5:00 p.m.–9:00 p.m.
- b. Saturdays and holidays: 8:00 a.m.–5:00 p.m.
- (10) At the discretion of the customer service manager, an adjustment of late penalty or \$30.00 service fee can be waived if account is in good standing for the prior 12-month period.
- (11) At the discretion of the customer service manager, adjustments of late penalty and service fee may be waived for uncontrollable circumstances with proper documentation from the resident. Examples include: hospitalization, illness, family death, and/or other qualifying events.

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- (12) If any due date falls on a weekend or holiday, payments will be due on the next city business day.
- (13) In the event when a meter register has failed, the city will reasonably estimate water consumption for billing based on current active customer's AMI analysis in order to ensure fairness, equity, and reasonableness within 30 days or one billing cycle.
- (14) When initial billing cycle or final billing cycle is ten (10) days or less, all base charges for services (e.g. water, sewer, and trash) will be prorated for the actual number of service days.
- (15) All commercial and residential accounts/meters shall be in either active or inactive status at all times. Accounts/meters shall not be "placed on hold."
- (16) If an error is found on a utility bill, a corrected billing statement will be issued following a full review of the utility account. In matters where the city is responsible for a billing error, a corrected billing statement will be processed within 7 business days and adjusted balance may be eligible for a 90-day payment arrangement at the discretion of the customer service manager.
- (17) If an error occurred on a utility bill due to the change out or programming of a new meter, and timing of water consumption cannot accurately be determined and reflected for the correct billing cycle, the customer service manager (or manager's designee) will bill usage at the fee schedule lowest tier rate. If timing of water consumption can accurately be determined, the customer service manager (or manager's designee) will bill usage at the fee schedule published rates. In some circumstances, this may require an adjustment to a previous billing cycle.

(b) Irrigation rates.

(1) Irrigation base charge:

Meter Size	City Portion
3/4"	\$30.65
1"	\$51.08
1-1/2"	\$102.17
2"	\$163.47
3"	\$306.50
4"	\$510.83

(2) Volumetric rate (per 1,000 gallons):

Volumetric Irrigation Rate	City Portion
0–15,000	\$7.81
15,001–30,000	\$8.42
30,001–60,000	\$9.24
60,000+	\$10.14

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(c) Wastewater service.

(1) Base meter charge:

Type	Charge
Residential	\$23.98
Commercial	\$23.98
HOA	\$23.98
Church	\$23.98

(2) Volumetric wastewater rates (per 1,000 gallons):

Type	City
Residential	\$4.94
Commercial	\$4.94
HOA	\$4.94
Church	\$4.94

(3) Volumetric rate (per 1,000 gallons) based on 3-month (November, January and February) winter average of water usage for residential only.

(4) The city will use a winter averaging method for the purpose of calculating residential sewer charges. Sewer charges will be based on the water consumption average for the months of November, January and February. This water usage is reflected on the December, February, and March billing statements. Average consumption is applied against current sewer rates and becomes the constant sewer charge for 12 months beginning with each April 1st. No adjustment will be made other than those specified in subsection (a)(6)(F) leak credit guidelines.

(5) New residential customers will be charged the citywide residential average until their own independent winter average has been established.

(d) Water meter fees.

(1) 3/4 inch (residential standard): \$330.00.

(2) 1 inch: \$420.00.

(3) 1-1/2 inch: \$950.00.

(4) 2 inch turbine: \$1,125.00.

(5) 2 inch compound: \$1,615.00.

(6) A price quote will be given by the customer service department for meters over 2 inches.

(e) Sewer connection fees.

(1) 4 inch tie-in: \$150.00.

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- (2) 6 inch tie-in: \$300.00.
- (3) 8 inch tie-in: \$500.00.
- (f) Sewer taps and water taps. 100% of cost for installation plus sewer connection fee plus meter fee.
- (g) Hydrant meter rental.
 - (1) Deposit: \$1,500.00, refundable upon return of meter in working condition.
 - (2) Base rate for 2" meter \$158.80 plus volumetric rate as follows:

Gallons	City
0–15,000	\$6.84
15,001–30,000	\$7.26
30,001–45,000	\$7.79
45,001–60,000	\$8.39
60,001+	\$9.07

(3) No base rate or volumetric rate shall be charged on any city initiated capital project. (Ordinance 13-05-949, sec. 9.100, adopted 5/7/13; Ordinance 13-09-959 adopted 9/17/13; Ordinance 14-07-980 adopted 7/15/14; Ordinance 14-10-987 adopted 10/7/14; Ordinance 15-19-997 adopted 9/1/15; Ordinance 15-10-1004 adopted 10/6/15; Ordinance 16-09-1018 adopted 9/6/16; Ordinance 16-09-1022 adopted 9/20/16; Ordinance 17-09-1062 adopted 9/19/17; Ordinance 18-09-1100 adopted 9/18/18; Ordinance 19-09-1142 adopted 9/17/19; Ordinance 19-11-1147 adopted 11/19/19; Ordinance 20-09-1175 adopted 9/15/20; Ordinance 21-03-1194 adopted 3/2/21; Ordinance 21-09-1226 adopted 9/7/21; Ordinance 22-09-1281 adopted 9/6/2022; Ordinance 22-12-1293 adopted 12/6/2022; Ordinance 23-09-1325 adopted 9/5/2023; Ordinance 24-09-1368 adopted 9/3/2024)

§ A8.004. Drought restriction provisions.

- (a) Customers approved for a water variance during periods of water restrictions, in accordance with section 22.11.035 of the drought contingency and water emergency conservation response plan, as amended, shall purchase and display a city provided yard sign for payment of a nonrefundable fee of \$30.00.
- (b) Reconnection charge when water service is discontinued for violation of drought contingency and water emergency response plan: \$50.00.
- (c) Smart/evapotranspiration system variance. Customers applying for permit in accordance with section 22.11.035(f) for a smart/evapotranspiration system variance shall pay the following:
 - (1) Permit fee: \$50.00.
 - (2) Sign fee: No charge for an initial yard sign, and free replacement after five (5) years. If sign is destroyed or absent before the 5-year period expires, it will be replaced for a fee of \$30.00.
 - (3) Inspection fees are as follows:
 - (A) No charge for first failed inspection;

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(B) \$100.00 fee for second and each additional failed inspection.

(2006 Code, sec. 82-376; Ordinance 11-10-897, sec. 2, adopted 10/18/11; Ordinance 14-03-973, sec. 2, adopted 3/18/14; Ordinance 16-09-1022 adopted 9/20/16; Ordinance 18-09-1100 adopted 9/18/18; Ordinance 19-04-1123, sec. 3, adopted 4/16/19; Ordinance 20-09-1175 adopted 9/15/20; Ordinance 23-09-1325 adopted 9/5/2023; Ordinance 24-09-1368 adopted 9/3/2024)

§ A8.005. Individual sewage disposal system permit.

Application fee: \$300.00.

(Ordinance adopting 2015 Code; Ordinance 16-09-1022 adopted 9/20/16; Ordinance 20-09-1175 adopted 9/15/20; Ordinance 23-09-1325 adopted 9/5/2023; Ordinance 24-09-1368 adopted 9/3/2024)

§ A8.006. Water wells.

Permit to drill new water well: \$250.00.

(Ordinance adopting 2015 Code; Ordinance 16-09-1022 adopted 9/20/16; Ordinance 20-09-1175 adopted 9/15/20; Ordinance 23-09-1325 adopted 9/5/2023; Ordinance 24-09-1368 adopted 9/3/2024)

§ A8.007. Extension charges.

Assessment of pro rata charge; rates:

- (1) Per front foot of the lot or tract of land to which water connections may be made: \$4.75.
- (2) Per front foot of the lot or tract of land to which sanitary sewer connections may be made: \$4.90.
(1984 Code, sec. 3-1-9B; 1993 Code, sec. 51.47; 2006 Code, sec. 82-113; Ordinance 63, sec. 2, adopted 3/25/75; Ordinance 16-09-1022 adopted 9/20/16; Ordinance 20-09-1175 adopted 9/15/20; Ordinance 23-09-1325 adopted 9/5/2023; Ordinance 24-09-1368 adopted 9/3/2024)

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**ARTICLE A9.000
BUILDING, CONSTRUCTION AND DEVELOPMENT RELATED FEES**

§ A9.001. Building/construction plan review fees.

- (a) Minimum fee for any permit is \$100.00 unless otherwise specified.
- (b) No refunds will be issued for permit fees.
- (c) 100% of any outside service costs will be charged, including but not limited to engineering plan review.
- (d) All fees (building permit, impact fee, meter, etc.) will be paid prior to each building permit being issued.
- (e) Work started without a permit: Permit fee \$ x 2.
- (f) Stop-work order - red tag: \$50.00.
- (g) Permit replacement: \$25.00.
- (h) Re-stamp fee: \$30.00/hour (minimum \$30.00).
- (i) Addendum review fee: \$50.00/hour/inspector (minimum \$50.00).
- (j) Structure demolition: \$100.00.
- (k) Interior finish demolition: \$100.00.
- (l) Structure moving permit: \$150.00. If applicable, plumbing, electrical and mechanical permits are required. A bond in the amount of \$50,000.00 shall be required. For further bond information see section 16.04.062 of the Code of Ordinances.
- (m) Commercial fence permit: \$150.00
- (n) Residential one- and two-family dwellings, new, additions, remodels:
 - (1) Building permit: \$0.64 per total square feet of structure (minimum \$100.00). Calculate the permit fee by multiplying \$0.64 x square footage.
 - (2) Service inspection certificate fee of \$30.00 for each single-family residence permit.
 - (3) Mechanical, electrical, plumbing fees for trade permits: \$100.00.
 - (4) Residential flatwork, new, addition, alteration permit: \$100.00.
 - (5) Residential irrigation: \$150.00.
 - (6) Residential accessory structures:
 - (A) Less than 500 square feet: \$75.00.

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(B) 500 square feet and greater: \$0.64 per total square feet of structure (minimum \$100.00).

- (7) New additions, remodels, alterations: \$0.64 per total square feet of structure (minimum \$100.00).
- (8) Antenna's: \$150.00.
- (9) Arbor/patio covers: \$100.00.
- (10) Deck: \$100.00.
- (11) Foundation repair: \$75.00.
- (12) Outdoor fire pit or fireplace: \$100.00.
- (13) Outdoor kitchen: \$100.00.
- (14) Retaining wall/screen wall: \$100.00.
- (15) Roof replacement: \$150.00.
- (16) Solar panels: \$100.00.
- (17) Window replacement: \$150.00.
- (18) Fence permit: \$100.00.

(o) Commercial projects: new, addition, alteration, or interior finish and multifamily dwellings:

- (1) Building permit: \$10.00 per \$1,000.00 valuation of work (minimum \$100.00). Calculate the building permit fee by multiplying the valuation of work by 0.010.
- (2) When applicable, add mechanical, electrical, plumbing fees to building permit. MEP fees are calculated by the addition of the following for each trade:

Calculated by Square Footage Per Trade	
0-100,000 square feet	\$100.00
Over 100,001 square feet	\$120.00

- (3) Mechanical, electrical, plumbing fees for single trade permits: \$100.00.
- (4) Commercial irrigation: \$250.00.

(p) City initiated capital projects:

- (1) No permit fee shall be charged on any city initiated capital project.
- (2) If city requires relocation of a fence and city offers to compensate property owner current market value for replacement of a like fence within 24 months, city will waive property owner's fence permit fee.

(Ordinance 13-05-949, sec. 2.100, adopted 5/7/13; Ordinance adopting 2015 Code; Ordinance 16-09-1022 adopted 9/20/16; Ordinance 18-09-1100 adopted 9/18/18; Ordinance 19-06-1132 adopted 6/

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18/19; Ordinance 19-11-1147 adopted 11/19/19; Ordinance 20-09-1175 adopted 9/15/20; Ordinance 22-09-1281 adopted 9/6/2022; Ordinance 24-09-1368 adopted 9/3/2024)

§ A9.002. Building, construction and trades inspection fees.

- (a) Fire alarms, fire sprinkler supply line and fire sprinkler inspections fees are identified in section A7.001 and A7.002.
- (b) All outstanding fees and balances must be paid prior to the building final inspection being released.
- (c) Inspection fees are charged as shown below:
 - (1) All public works failed inspections: \$100.00 for each failed inspection.
 - (2) Building related inspection fees including all trades:
 - (A) No charge for first failed inspection.
 - (B) \$100.00 for second and each additional failed inspection.
- (d) Same day inspection called in after cut-off time specified by the customer service department: \$60.00; due prior to processing inspection request.
- (e) Requested same day reinspection: \$100.00 + reinspection fee, due prior to processing inspection request.
(Ordinance 13-05-949, sec. 2.200, adopted 5/7/13; Ordinance 16-09-1022 adopted 9/20/16; Ordinance 20-09-1175 adopted 9/15/20; Ordinance 22-09-1281 adopted 9/6/2022; Ordinance 24-09-1368 adopted 9/3/2024)

§ A9.003. Certificate of occupancy permits.

- (a) A certificate of occupancy is required prior to any commercial structure being occupied by a new business and/or new management.
- (b) A separate permit is required for all certificates of occupancy, fee \$300.00.
- (c) All final inspections are to be completed and inspection fees paid prior to the occupancy inspection.
- (d) Clean and show: \$75.00.
- (e) In-home day care certificate of occupancy: \$75.00.
- (f) Temporary thirty (30) day certificate of occupancy: \$300.00
(Ordinance 13-05-949, sec. 2.300, adopted 5/7/13; Ordinance 16-09-1022 adopted 9/20/16; Ordinance 18-09-1100 adopted 9/18/18; Ordinance 20-09-1175 adopted 9/15/20; Ordinance 22-09-1281 adopted 9/6/2022; Ordinance 24-09-1368 adopted 9/3/2024)

§ A9.004. Contractor registration fees.

Annual registration is to be renewed upon the expiration date assigned by the city. Photo ID and any required state-issued licenses must be provided at the time of registration. Fire alarm installers and fire sprinkler installers who are properly registered with the state fire marshal are exempt from this registration requirement as a matter of state law. Only persons properly registered may submit plans or perform installations of fire alarms or fire sprinklers.

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City of Murphy, TX

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- (1) General contractor: \$100.00.
- (2) Subcontractor: \$100.00.
- (3) Electrical master: Exempt from fee.
- (4) Plumbing master: Exempt from fee.
- (5) Backflow master: \$100.00.
- (6) Mechanical/HVAC master: Exempt from fee.
- (7) Third party energy contractors: \$100.00.
(Ordinance 13-05-949, sec. 2.500, adopted 5/7/13; Ordinance 16-09-1022 adopted 9/20/16; Ordinance 18-09-1100 adopted 9/18/18; Ordinance 20-09-1175 adopted 9/15/20; Ordinance 21-09-1226 adopted 9/7/21; Ordinance 24-09-1368 adopted 9/3/2024)

§ A9.005. Land zoning and development fees.

(a) Zoning fees.

- (1) Annexation request (waived if city initiated): \$1,000.00.
- (2) Zoning verification letter: \$75.00.
- (3) Zoning change request: \$1,200.00.
- (4) Special use permit: \$750.00.
- (5) Planned development request:
 - (A) Planned development district (new): \$1,200.00 + \$50.00 per acre.
 - (B) Planned development district (amendment of conditions): \$600.00.

(b) Development fees.

- (1) Concept plan: \$600.00.
- (2) Site plan: \$600.00.
- (3) Construction plat (preliminary plat): \$550.00 + \$50.00 per acre.
- (4) Final plat (also known as "as-built" or "record plat"): \$500.00 + \$50.00 per acre.
- (5) Replat: Same as final.
- (6) Amended/minor plat: Same as final.
- (7) Vacation of plat: \$350.00.
- (8) Plat, concept plat, or site plan extension: \$200.00.
- (9) Street name change (after final plat): \$250.00 + cost of new blade.
- (10) Traffic impact analysis review: \$1,000.00 or 100% of consultant cost.

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City of Murphy, TX

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FEE SCHEDULE

§ A9.006

- (11) Parkland dedication: \$1,200.00 per residential unit or acceptable donation of land per park ordinance.
- (12) Sidewalk escrow: Cost per city engineer.
- (13) Street escrow: Cost per city engineer.
- (14) Copies (24" x 36" sheets): \$5.00 per sheet.
- (15) Engineering inspection fee: See section A9.012.
- (16) Engineering plan review: 100% of cost.
- (17) 2-year subdivision maintenance bond: 100% of costs of public improvements.
- (18) Development code variance: \$275.00 (i.e. Chapter 26, Code of Ordinances).
- (19) Appeal boards:
 - (A) Zoning board of adjustment: \$350.00.
 - (B) Building and fire codes appeal board:
 - (i) Residential: \$200.00.
 - (ii) Commercial: \$300.00.

(Ordinance 13-05-949, sec. 5.100, adopted 5/7/13; Ordinance adopting 2015 Code; Ordinance 16-09-1022 adopted 9/20/16; Ordinance 18-09-1100 adopted 9/18/18; Ordinance 20-09-1175 adopted 9/15/20; Ordinance 22-09-1281 adopted 9/6/2022; Ordinance 24-09-1368 adopted 9/3/2024; Ordinance 25-03-1378 adopted 3/4/2025)

§ A9.006. Water and wastewater impact fees.

(a) Impact fees:

Meter Size	Living Unit Equivalent	Maximum Water Impact Fee	Maximum Wastewater Impact Fee	Maximum Total Water & Wastewater Fee
3/4 inch	1	\$1,207.00	\$1,912.00	\$3,119.00
1 inch	2.5	\$3,017.00	\$4,781.00	\$7,798.00
1.5 inch	5	\$6,033.00	\$9,562.00	\$15,595.00
2 inch	8	\$9,654.00	\$15,299.00	\$24,952.00
3 inch	24	\$28,291.00	\$45,896.00	\$74,857.00
4 inch	42	\$50,681.00	\$80,318.00	\$130,999.00
6 inch	92	\$111,016.00	\$175,935.00	\$286,951.00
8 inch	160	\$193,071.00	\$305,975.00	\$499,045.00

(Ordinance 13-05-949, sec. 5.200, adopted 5/7/13; Ordinance 16-09-1022 adopted 9/20/16; Ordinance 18-10-1105 adopted 10/16/18; Ordinance 20-09-1175 adopted 9/15/20; Ordinance 23-12-1344 adopted



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§ A9.009

12/5/2023; Ordinance 24-09-1368 adopted 9/3/2024)

§ A9.007. Sign permits.

Sign permit fees:

- (1) Work started without a permit: Permit fee \$ x 2.
- (2) Permit replacement fee: \$25.00.
- (3) Change sign face: \$175.00.
- (4) Attached sign, nonilluminated: \$200.00.
- (5) Attached sign, illuminated: \$250.00.
- (6) Electronic changeable sign: \$250.00.
- (7) Monument sign, nonilluminated: \$200.00.
- (8) Monument sign, illuminated: \$250.00.
- (9) Movement control sign: \$175.00.
- (10) Builder, developer, or model home sign: \$250.00/valid for 12 months.
- (11) Special purpose temporary freestanding: \$250.00/valid for 12 months.
- (12) Temporary promotional event: \$75.00/valid for 7 days from issue.
- (13) Temporary promotional banner: \$50.00/valid for 7 days from issue.
- (14) One-time event sign: \$75.00; any signs in violation of chapter 26, article 26.02, section 26.02.013 will be impounded by the city. Signs may be claimed for a fee of \$200.00; replacement of lost or stolen validation label for a fee of \$25.00.
(Ordinance 13-05-949, sec. 8.100, adopted 5/7/13; Ordinance 16-09-1022 adopted 9/20/16; Ordinance 19-07-1133 adopted 7/2/19; Ordinance 20-09-1175 adopted 9/15/20; Ordinance 22-09-1281 adopted 9/6/2022; Ordinance 24-09-1368 adopted 9/3/2024)

§ A9.008. Swimming pool and spa permit.

- (a) Work started without a permit: Permit fee \$ x 2.
- (b) Permit replacement: \$25.00.
- (c) In-ground pool and/or spa combination: \$475.00.
- (d) Above-ground pool or spa: \$150.00.
- (e) Public/semi-public pools, annual operation permit: \$225.00.
(Ordinance 13-05-949, sec. 8.500, adopted 5/7/13; Ordinance 16-09-1022 adopted 9/20/16; Ordinance 18-09-1100 adopted 9/18/18; Ordinance 20-09-1175 adopted 9/15/20; Ordinance 24-05-1355 adopted 5/7/2024; Ordinance 24-09-1368 adopted 9/3/2024)

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City of Murphy, TX

§ A9.009

FEE SCHEDULE

§ A9.013

§ A9.009. Substandard buildings.

Administrative fee when city performs work on substandard building or structure: \$200.00.
(2006 Code, sec. 18-543; Ordinance 07-02-713, sec. 2, adopted 2/5/07; Ordinance 16-09-1022 adopted 9/20/16; Ordinance 20-09-1175 adopted 9/15/20; Ordinance 24-09-1368 adopted 9/3/2024)

§ A9.010. Temporary construction/job trailer permits.

- (a) Work started without a permit: Permit fee \$ x 2.
- (b) Permit replacement: \$25.00.
- (c) Trailer permit: \$100.00.
- (d) Temporary electrical: \$75.00.
- (e) Temporary plumbing: \$75.00.
- (f) Temporary construction fence: \$150.00.
(Ordinance 13-05-949, sec. 8.600, adopted 5/7/13; Ordinance 16-09-1022 adopted 9/20/16; Ordinance 20-09-1175 adopted 9/15/20; Ordinance 22-09-1281 adopted 9/6/2022; Ordinance 24-09-1368 adopted 9/3/2024)

§ A9.011. Multiple dwelling or rooming house.

Operating license: \$200.00.
(Ordinance adopting 2015 Code; Ordinance 16-09-1022 adopted 9/20/16; Ordinance 20-09-1175 adopted 9/15/20; Ordinance 24-09-1368 adopted 9/3/2024)

§ A9.012. Engineering fees.

- (a) Grading permit: \$100.00.
- (b) Floodplain development permit: \$300.00 plus consultant/engineering review cost.
- (c) Right-of-way construction permit (working in ROW): \$75.00.
- (d) Construction inspection fee: The fee for the inspection of construction of municipal infrastructure items, such as roadway improvements, storm drainage systems, water distribution systems and wastewater collection systems shall be calculated as follows:
 - (1) Single-family residential development: \$1,000.00 base fee plus \$500.00 per platted lot.
 - (2) Nonresidential development: \$1,000.00 base fee plus \$1,000.00 per platted acre.
- (e) Construction inspection after hours: \$75.00/hr (2 hour minimum).
(1993 Code, sec. 96.34; 2006 Code, sec. 66-65; Ordinance 342, sec. 3, adopted 11/2/92; Ordinance adopting 2015 Code; Ordinance 16-09-1022 adopted 9/20/16; Ordinance 20-09-1175 adopted 9/15/20; Ordinance 24-09-1368 adopted 9/3/2024; Ordinance 25-03-1378 adopted 3/4/2025)

§ A9.013. Network nodes.

- (a) Application fee. The application fee shall be \$100.00 for each network node for up to but not more than thirty (30) network nodes.

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City of Murphy, TX

§ A9.013

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- (b) Annual public right-of-way rate fee. The annual public right-of-way rate shall be \$250.00 per network node installed in the public right-of-way.
- (c) Public right-of-way rate adjustment. As provided in section 284.054 of chapter 284, the city may adjust the amount of the annual public right-of-way rate not more than annually by an amount equal to one-half the annual change, if any, in the consumer price index (CPI). The city shall provide written notice to each network provider of the new rate; and the rate shall apply to the first payment due to the city on or after the 60th day following such written notice.

(Ordinance 18-12-1108, sec. 3, adopted 12/4/18; Ordinance 20-09-1175 adopted 9/15/20; Ordinance 24-09-1368 adopted 9/3/2024)

§ A9.014. Node support poles.

The application fee for each network support pole shall be \$100.00.

(Ordinance 18-12-1108, sec. 3, adopted 12/4/18; Ordinance 20-09-1175 adopted 9/15/20; Ordinance 24-09-1368 adopted 9/3/2024)

§ A9.015. Transfer facilities.

(a) The application fee for each transfer facility shall be \$100.00.

(b) The annual transfer facility rental rate shall be \$28.00 monthly for each network node site located in a public right-of-way. However, no rate is required if the network provider is already paying the city an amount equal to or greater than the amount of other city public right-of-way fees for access lines under chapter 283, chapter 284 or cable franchise fees under chapter 66 of the Texas Utility Code.

(Ordinance 18-12-1108, sec. 3, adopted 12/4/18; Ordinance 20-09-1175 adopted 9/15/20; Ordinance 24-09-1368 adopted 9/3/2024)

§ A9.016. Micro network nodes.

No application fee is required for a micro network node if the installation is attached on lines between poles or node support poles.

(Ordinance 18-12-1108, sec. 3, adopted 12/4/18; Ordinance 20-09-1175 adopted 9/15/20; Ordinance 24-09-1368 adopted 9/3/2024)

§ A9.017. Collocation of network nodes on service poles.

Subject to execution of the city's service pole agreement, the collocation of network nodes on city service poles shall be allowed be at a rate of \$20.00 per year per service pole.

(Ordinance 18-12-1108, sec. 3, adopted 12/4/18; Ordinance 20-09-1175 adopted 9/15/20; Ordinance 24-09-1368 adopted 9/3/2024)

§ A9.018. City-owned utility poles.

Annual rate: A network provider shall pay an annual pole attachment rate for the collocation of a network node supported by or installed on a city-owned utility pole based upon the pole attachment rate consistent with section 54.024 of the Texas Utilities Code, applied on a per-foot basis.

(Ordinance 18-12-1108, sec. 3, adopted 12/4/18; Ordinance 20-09-1175 adopted 9/15/20; Ordinance 24-09-1368 adopted 9/3/2024)

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Glossary

Abatement: A reduction or elimination of a real or personal property tax, motor vehicle excise, a fee, charge, or special assessment imposed by a governmental unit. Granted only on application of the person seeking the abatement and only by the committing governmental unit.

Accounting System: The total structure of records and procedures that identify record, classify, and report information on the financial position and operations of a governmental unit or any of its funds, account groups, and organizational components.

Accrued Interest: The amount of interest that has accumulated on the debt since the date of the last interest payment, and on the sale of a bond, the amount accrued up to but not including the date of delivery (settlement date). (See Interest)

ACFR: Annual Comprehensive Financial Report - A detailed report of an organization's financial activities and performance over the fiscal year.

Amortization: The gradual repayment of an obligation over time and in accordance with a predetermined payment schedule.

Appropriation: A legal authorization from the community's legislative body to expend money and incur obligations for specific public purposes. An appropriation is usually limited in amount and as to the time period within which it may be expended.

Arbitrage: As applied to municipal debt, the investment of tax-exempt bonds or note proceeds in higher yielding, taxable securities. Section 103 of the Internal Revenue Service (IRS) Code restricts this practice and requires (beyond certain limits) that earnings be rebated (paid) to the IRS.

Assessed Valuation: A value assigned to real estate or other property by a government as the basis for levying taxes.

Assets: Items owned by an organization that have economic value, such as cash, investments, property, and equipment.

Audit: An examination of a community's financial systems, procedures, and data by a certified public accountant (independent auditor), and a report on the fairness of financial statements and on local compliance with statutes and regulations. The audit serves as a valuable management tool in evaluating the fiscal performance of a community.

Audit Report: Prepared by an independent auditor, an audit report includes: (a) a statement of the scope of the audit; (b) explanatory comments as to application of auditing procedures; (c) findings and opinions. It is almost always accompanied by a management letter which contains supplementary comments and recommendations.

Available Funds: Balances in the various fund types that represent non-recurring revenue sources. As a matter of sound practice, they are frequently appropriated to meet unforeseen expenses, for capital expenditures or other one-time costs.

Balance Sheet: A statement that discloses the assets, liabilities, reserves and equities of a fund or governmental unit at a specified date.

Betterments (Special Assessments): Whenever a specific area of a community receives benefit from a public improvement (e.g., water, sewer, sidewalk, etc.), special property taxes may be assessed to reimburse the governmental entity for all or part of the costs it incurred. Each parcel receiving benefit from the improvement is assessed for its proportionate share of the cost of such improvements. The proportionate share may be paid in full or the property owner may request that the assessors apportion the betterment over 20 years. Over the life of the betterment, one year's apportionment along with one year's committed interest computed from October 1 to October 1 is added to the tax bill until the betterment has been paid.

Bond: A means to raise money through the issuance of debt. A bond issuer/borrower promises in writing to repay a specified sum of money, alternately referred to as face value, par value or bond principal, to the buyer of the bond on a specified future date (maturity date), together with periodic interest at a specified rate. The term of a bond is always greater than one year. (See Note)

Bond and Interest Record: (Bond Register) – The permanent and complete record maintained by a treasurer for each bond issue. It shows the amount of interest and principal coming due each date and all other pertinent information concerning the bond issue.

Bonds Authorized and Unissued: Balance of a bond authorization not yet sold. Upon completion or abandonment of a project, any remaining balance of authorized and unissued bonds may not be used for other purposes, but must be rescinded by the community's legislative body to be removed from community's books.

Bond Issue: Generally, the sale of a certain number of bonds at one time by a governmental unit.

Bond Rating (Municipal): A credit rating assigned to a municipality to help investors assess the future ability, legal obligation, and willingness of the municipality (bond issuer) to make timely debt service payments. Stated otherwise, a rating helps prospective investors determine the level of risk associated with a given fixed-income investment. Rating agencies, such as Moody's and Standard and Poors, use rating systems, which designate a letter or a combination of letters and numerals where AAA is the highest rating and C1 is a very low rating.

Budget: A plan for allocating resources to support particular services, purposes and functions over a specified period of time. (See Performance Budget, Program Budget)

Capital Assets: All real and tangible property used in the operation of government, which is not easily converted into cash, and has an initial useful life extending beyond a single financial reporting period. Capital assets include land and land improvements; infrastructure such as roads, bridges, water and sewer lines; easements; buildings and building improvements; vehicles, machinery and equipment. Communities typically define capital assets in terms of a minimum useful life and a minimum initial cost. (See Fixed Assets)

Capital Budget: An appropriation or spending plan that uses borrowing or direct outlay for capital or fixed asset improvements. Among other information, a capital budget should identify the method of financing each recommended expenditure, i.e., tax levy or rates, and identify those items that were not recommended. (See Capital Assets, Fixed Assets)

Cash: Currency, coin, checks, postal and express money orders and bankers' drafts on hand or on deposit with an official or agent designated as custodian of cash and bank deposits.

Cash Flow: The movement of money into or out of an organization, showing its liquidity and ability to meet financial obligations.

Cash Management: The process of monitoring the ebb and flow of money in an out of municipal accounts to ensure cash availability to pay bills and to facilitate decisions on the need for short- term borrowing and investment of idle cash.

Certificate of Deposit (CD): A bank deposit evidenced by a negotiable or non-negotiable instrument, which provides on its face that the amount of such deposit plus a specified interest payable to a bearer or to any specified person on a certain specified date, at the expiration of a certain specified time, or upon notice in writing.

Classification of Real Property: Assessors are required to classify all real property according to use into one of four classes: residential, open space, commercial, and industrial. Having classified its real properties, local officials are permitted to determine locally, within limitations established by statute and the Commissioner of Revenue, what percentage of the tax burden is to be borne by each class of real property and by personal property owners.

Collective Bargaining: The process of negotiating workers' wages, hours, benefits, working conditions, etc., between an employer and some or all of its employees, who are represented by a recognized labor union, regarding wages, hours and working conditions.

Compliance: Adherence to relevant laws, regulations, and internal policies governing financial reporting and operations.

Consumer Price Index: The statistical measure of changes, if any, in the overall price level of consumer goods and services. The index is often called the "cost-of-living index."

Cost-Benefit Analysis: A decision-making tool that allows a comparison of options based on the level of benefit derived and the cost to achieve the benefit from different alternatives.

Debt Burden: The amount of debt carried by an issuer usually expressed as a measure of value (i.e., debt as a percentage of assessed value, debt per capita, etc.). Sometimes debt burden refers to debt service costs as a percentage of the total annual budget.

Debt Service: The repayment cost, usually stated in annual terms and based on an amortization schedule, of the principal and interest on any particular bond issue.

Encumbrance: A reservation of funds to cover obligations arising from purchase orders, contracts, or salary commitments that are chargeable to, but not yet paid from, a specific appropriation account.

Enterprise Funds: An enterprise fund is a separate accounting and financial reporting mechanism for municipal services for which a fee is charged in exchange for goods or services. It allows a community to demonstrate to the public the portion of total costs of a service that is recovered through user charges and the portion that is subsidized by the tax levy, if any. With an enterprise fund, all costs of service delivery — direct, indirect, and capital costs — are identified. This allows the community to recover total service costs through user fees if it chooses. Enterprise accounting also enables communities to reserve the "surplus" or net assets unrestricted generated by the operation of the enterprise rather than closing it out to the general fund at year-end. Services that may be treated as enterprises include, but are not limited to, water, sewer, hospital, and airport services.

Equalized Valuations (EQVs): The determination of the full and fair cash value of all property in the community that is subject to local taxation.

Equity: The residual interest in the assets of an organization after deducting liabilities, representing the owners' stake in the business.

Estimated Receipts: A term that typically refers to anticipated local revenues often based on the previous year's receipts and represent funding sources necessary to support a community's annual budget. (See Local Receipts)

Exemptions: A discharge, established by statute, from the obligation to pay all or a portion of a property tax. The exemption is available to particular categories of property or persons upon the timely submission and approval of an application to the assessors. Properties exempt from taxation include hospitals, schools, houses of worship, and cultural institutions. Persons who may qualify for exemptions include disabled veterans, blind individuals, surviving spouses, and seniors.

Expenditure: An outlay of money made by municipalities to provide the programs and services within their approved budget.

Fiduciary Funds: Repository of money held by a municipality in a trustee capacity or as an agent for individuals, private organizations, other governmental units, and other funds. These include pension (and other employee benefit) trust funds, investment trust funds, private- purpose trust funds, and agency funds.

Financial Statements: Reports summarizing an organization's financial activities and position, including the balance sheet, income statement, and cash flow statement.

Fiscal Year: The 12-month period for which an organization plans the use of its funds, typically not the same as the calendar year.

Fixed Assets: Long-lived, assets such as buildings, equipment and land obtained or controlled as a result of past transactions or circumstances.

Fixed Costs: Costs that are legally or contractually mandated such as retirement, FICA/Social Security, insurance, debt service costs or interest on loans.

Float: The difference between the bank balance for a local government's account and its book balance at the end of the day. The primary factor creating float is clearing time on checks and deposits. Delays in receiving deposit and withdrawal information also influence float.

Full Faith and Credit: A pledge of the general taxing powers for the payment of governmental obligations. Bonds carrying such pledges are usually referred to as general obligation or full faith and credit bonds.

Fund: An accounting entity with a self-balancing set of accounts that are segregated for the purpose of carrying on identified activities or attaining certain objectives in accordance with specific regulations, restrictions, or limitations.

Fund Accounting: Organizing financial records into multiple, segregated locations for money. A fund is a distinct entity within the municipal government in which financial resources and activity (assets, liabilities, fund balances, revenues, and expenditures) are accounted for independently in accordance with specific regulations, restrictions or limitations. Examples of funds include the general fund and enterprise funds. Communities whose accounting records are organized according to the Uniform Municipal Accounting System (UMAS) use multiple funds.

GAAP: Generally Accepted Accounting Principles - Standard accounting principles, standards, and procedures that companies use to compile their financial statements.

GASB 34: A major pronouncement of the Governmental Accounting Standards Board that establishes new criteria on the form and content of governmental financial statements. GASB 34 requires a report on overall financial health, not just on individual funds. It requires more complete information on the cost of delivering value estimates on public infrastructure assets, such as bridges, road, sewers, etc. It also requires the presentation of a narrative statement the government's financial performance, trends and prospects for the future.

GASB 45: This is another Governmental Accounting Standards Board major pronouncement that each public entity account for and report other postemployment benefits in its accounting statements. Through actuarial analysis, municipalities must identify the true costs of the OPEB earned by employees over their estimated years of actual service.

General Fund: The fund used to account for most financial resources and activities governed by the normal appropriation process.

General Obligation Bonds: Bonds issued by a municipality for purposes allowed by statute that are backed by the full faith and credit of its taxing authority.

Governing Body: A board, committee, commission, or other executive or policymaking body of a municipality or school district.

Indirect Cost: Costs of a service not reflected in the operating budget of the entity providing the service. An example of an indirect cost of providing water service would be the value of time spent by non-water department employees processing water bills. A determination of these costs is necessary to analyze the total cost of service delivery. The matter of indirect costs arises most often in the context of enterprise funds.

Internal Controls: Policies and procedures implemented by an organization to ensure the reliability of financial reporting and compliance with laws and regulations, aiming to prevent fraud and errors.

Interest: Compensation paid or to be paid for the use of money, including amounts payable at periodic intervals or discounted at the time a loan is made. In the case of municipal bonds, interest payments accrue on a day-to-day basis, but are paid every six months.

Interest Rate: The interest payable, expressed as a percentage of the principal available for use during a specified period of time. It is always expressed in annual terms.

Investments: Securities and real estate held for the production of income in the form of interest, dividends, rentals or lease payments. The term does not include fixed assets used in governmental operations.

Liabilities: Debts or obligations owed by an organization, including loans, accounts payable, and accrued expenses.

Line Item Budget: A budget that separates spending into categories, or greater detail, such as supplies, equipment, maintenance, or salaries, as opposed to a program budget.

Local Aid: Revenue allocated by the state or counties to municipalities and school districts.

Maturity Date: The date that the principal of a bond becomes due and payable in full.

Municipal(s): (As used in the bond trade) "Municipal" refers to any state or subordinate governmental unit. "Municipals" (i.e., municipal bonds) include not only the bonds of all political subdivisions, such as cities, towns, school districts, special districts, counties but also bonds of the state and agencies of the state.

Net Income: The difference between an organization's revenues and expenses, representing its profit or loss for a specific period.

Note: A short-term loan, typically with a maturity date of a year or less.

Objects of Expenditures: A classification of expenditures that is used for coding any department disbursement, such as "personal services," "expenses," or "capital outlay."

Official Statement: A document prepared for potential investors that contains information about a prospective bond or note issue and the issuer. The official statement is typically published with the notice of sale. It is sometimes called an offering circular or prospectus.

Operating Budget: A plan of proposed expenditures for personnel, supplies, and other expenses for the coming fiscal year.

Overlapping Debt: A community's proportionate share of the debt incurred by an overlapping government entity, such as a regional school district, regional transit authority, etc.

Performance Budget: A budget that stresses output both in terms of economy and efficiency.

Principal: The face amount of a bond, exclusive of accrued interest.

Program: A combination of activities to accomplish an end.

Program Budget: A budget that relates expenditures to the programs they fund. The emphasis of a program budget is on output.

Proprietary Funds: Funds used to record the financial transactions of governmental entities when they engage in activities that are intended to recover the cost of providing goods or services to the general public on a user-fee basis.

Purchased Services: The cost of services that are provided by a vendor.

Refunding of Debt: Transaction where one bond issue is redeemed and replaced by a new bond issue under conditions generally more favorable to the issuer.

Reserve Fund: An amount set aside annually within the budget of a town to provide a funding source for extraordinary or unforeseen expenditures.

Revaluation: The assessors of each community are responsible for developing a reasonable and realistic program to achieve the fair cash valuation of property in accordance with constitutional and statutory requirements. The nature and extent of that program will depend on the assessors' analysis and consideration of many factors, including, but not limited to, the status of the existing valuation system, the results of an in-depth sales ratio study, and the accuracy of existing property record information.

Revenues: Inflows of resources or other enhancements of assets of an organization, usually from sales of goods or services.

Revenue Anticipation Note (RAN): A short-term loan issued to be paid off by revenues, such as tax collections and state aid. RANs are full faith and credit obligations.

Revenue Bond: A bond payable from and secured solely by specific revenues and thereby not a full faith and credit obligation.

Revolving Fund: Allows a community to raise revenues from a specific service and use those revenues without appropriation to support the service.

Sale of Real Estate Fund: A fund established to account for the proceeds of the sale of municipal real estate other than proceeds acquired through tax title foreclosure.

Stabilization Fund: A fund designed to accumulate amounts for capital and other future spending purposes, although it may be appropriated for any lawful purpose.

Surplus Revenue: The amount by which cash, accounts receivable, and other assets exceed liabilities and reserves.

Tax Rate: The amount of property tax stated in terms of a unit of the municipal tax base; for example, \$14.80 per \$1,000 of assessed valuation of taxable real and personal property.

Tax Title Foreclosure: The procedure initiated by a municipality to obtain legal title to real property already in tax title and on which property taxes are overdue.

Trust Fund: In general, a fund for money donated or transferred to a municipality with specific instructions on its use. As custodian of trust funds, the treasurer invests and expends such funds as stipulated by trust agreements, as directed by the commissioners of trust funds or by the community's legislative body. Both principal and interest may be used if the trust is established as an expendable trust. For nonexpendable trust funds, only interest (not principal) may be expended as directed.

Uncollected Funds: Recently deposited checks included in an account's balance but drawn on other banks and not yet credited by the Federal Reserve Bank or local clearinghouse to the bank cashing the checks. (These funds may not be loaned or used as part of the bank's reserves and they are not available for disbursement.)

Undesignated Fund Balance: Monies in the various government funds as of the end of the fiscal year that are neither encumbered nor reserved, and are therefore available for expenditure once certified as part of free cash.

Unreserved Fund Balance (Surplus Revenue Account): The amount by which cash, accounts receivable, and other assets exceed liabilities and restricted reserves. It is akin to a "stockholders' equity" account on a corporate balance sheet. It is not, however, available for appropriation in full because a portion of the assets listed as "accounts receivable" may be taxes receivable and uncollected. (See Free Cash)

Valuation (100 Percent): The legal requirement that a community's assessed value on property must reflect its market, or full and fair cash value.