CITY OF DAINGERFIELD, TEXAS

ADOPTED BUDGET

FISCAL YEAR 2026-2027

October 1, 2026 - September 30, 2027

ADOPTED BY THE CITY COUNCIL

September 14, 2026

101 Linda Drive | Daingerfield, Texas 75638
www.cityofdaingerfield.com | (903) 645-3906

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City of Daingerfield
Fiscal Year 2026-2027
Budget Cover Page

September 8, 2026

This budget will raise more revenue from property taxes than last year's budget by an amount of $74,704, which is a 6.58 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 $8,035.

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

FOR:

AGAINST:

PRESENT and not voting:

ABSENT:

Property Tax Rate Comparison

	2026-2027	2025-2026
Property Tax Rate:	$0.628884/100	$0.628884/100
No-New-Revenue Tax Rate:	$0.574462/100	$0.448279/100
No-New-Revenue Maintenance & Operations Tax Rate:	$0.377248/100	$0.271936/100
Voter-Approval Tax Rate:	$0.818942/100	$0.724794/100
Debt Rate:	$0.213715/100	$0.229543/100

Total debt obligation for City of Daingerfield secured by property taxes: $390,537

September 8, 2026

Honorable Mayor, City Council Members and Citizens of Daingerfield:

In this booklet, you will find the City of Daingerfield's proposed plan for fiscal year 2026-2027. This budget reflects the continued progress our City has made through responsible financial management, careful planning, and the daily work of employees, elected officials, volunteers, and community partners.

Over the past year, the City maintained a stable financial position while managing an unusually large number of infrastructure, public-safety, grant, and development projects. Through June, both operating funds remained in a positive position, property-tax collections were strong, and debt payments remained on schedule. Just as important, departments continued providing dependable services while responding to rising costs, staffing pressures, aging equipment, and the demands that come with maintaining a small city's essential systems.

The proposed plan continues to prioritize public safety, reliable water and wastewater service, street and facility maintenance, employee development, responsible growth, and community spaces. It also recognizes that avoiding larger problems later requires steady investment now - in training, preventative maintenance, equipment, planning, and the local matching funds needed to take advantage of grant opportunities.

We remain committed to using public funds carefully and providing clear, accountable service. The departmental overviews below highlight the work completed during fiscal year 2025-2026 and the priorities this budget supports for the year ahead. Together, these efforts will help build a safer, stronger, and more vibrant Daingerfield.

Departmental Overviews

Police Department

The Daingerfield Police Department continued providing visible patrol coverage and professional, community-focused service throughout the year. Department and City leadership also completed a focused retention workshop and developed a more structured Field Training and Evaluation Program with clearer benchmarks, evaluations, mentoring, and supervisory responsibility. These efforts address recruitment, retention, employee wellness, leadership development, and consistency in new-officer training. During fiscal year 2026-2027, the department will continue strengthening staffing, training, technology, and vehicle readiness while maintaining the trust and accessibility expected by our community.

Municipal Court

The Municipal Court continued handling cases, collections, warrants, state reporting, and citizen assistance in a fair and professional manner. Court staff worked to keep records current, meet reporting requirements, and help residents understand their options and responsibilities. In the coming year, the Court will continue improving efficiency through staff development, dependable software and equipment, accurate reporting, and consistent customer service while preserving the integrity of the judicial process.

Library

The Daingerfield Public Library continued serving as the only public library in Morris County and as a welcoming place for learning, connection, and access to essential services. The Library offered youth and adult activities, prepared and delivered seasonal programming, and continued providing computer access, printing, faxing, notary services, books, and other materials to the public. The proposed plan supports continued investment in collections and the Summer Reading Program while allowing staff to focus on programming, community partnerships, and responsible care of the facility.

Animal Shelter

The Animal Shelter continued protecting animal welfare and public safety through animal-control response, daily care, safe sheltering, and coordination with rescue organizations. Staff also worked to strengthen operating procedures and emergency communication so animals receive consistent care, including during after-hours situations. During the next fiscal year, the department will continue supporting responsible pet ownership, rescue partnerships, staff development, and sound daily operations while the City evaluates practical long-term facility needs.

Code Enforcement

Code Enforcement expanded its ability to address property conditions, permitting, inspections, and community beautification. The City moved the Code Compliance Officer into a full-time role, continued using online permitting and guidance tools, and worked with property owners, investors, and the Morris County Appraisal District to bring properties into compliance and, when possible, return them to productive use. The proposed plan maintains resources for nuisance and property abatement. In the year ahead, the department will continue combining clear communication and education with consistent enforcement while pursuing additional demolition and blight-reduction opportunities.

Fire Department

The Daingerfield Volunteer Fire Department continued providing emergency response and mutual-aid support through the commitment of its volunteer members. The department strengthened its training path using IFSTA and TEEX resources and continued working toward Firefighter I and II competencies, incident-management skills, and live-fire readiness. Fire leadership also prepared grant materials for needed hose replacement and participated in planning related to emergency-service use of the fire-station site. During fiscal year 2026-2027, the City will support the department's fire-truck grant and local obligations, equipment readiness, continued training, and pursuit of outside funding.

Public Works

The Public Works Department supports the City's infrastructure and daily operations through its work in streets, sanitation, parks, water distribution, and sewer service. During the past year, staff balanced routine maintenance and emergency response with major capital projects and long-term planning. The proposed plan continues that work across each of the following service areas.

Streets

Street crews continued patching roadways, clearing drainage, trimming trees, maintaining signs and rights-of-way, and responding to routine and emergency needs across the City. Staff also evaluated options for replacing aging equipment so one investment can support mowing, drainage, debris removal, and other street work. The continues funding for street improvements, equipment, and seasonal mowing. The goal for the coming year is to complete more planned maintenance, improve efficiency, and address small problems before they become larger and more costly repairs.

Sanitation

The Sanitation Department continued coordinating contracted solid-waste collection, customer billing, cart delivery and pickup, and service concerns. Staff worked to keep service dependable while managing increases in contracted collection and mailing costs. In fiscal year 2026-2027, the City will continue monitoring service quality, responding to customer needs, maintaining accurate billing, and working with the contractor to provide reliable collection throughout the community.

Parks

The Parks Department maintained City parks, public grounds, landscaping, and beautification areas while the City continued improving Irvin Park. Work completed since the City accepted the ballfields has included restroom, bleacher, and dugout improvements, and the City advanced the Texas Parks and Wildlife grant into design and implementation. The proposed plan preserves the City's grant match. During the coming year, the City will work toward new fencing, playground equipment, field improvements, and other upgrades that make Irvin Park safer, more accessible, and more useful for families and youth.

Water Distribution

Water staff continued daily system operation while major long-term improvements moved forward. Work included meter reading, service connections, hydrant flushing, repairs, regulatory coordination, and the systemwide free-chlorine maintenance conversion. Construction of the new water tower also advanced, and the City continued pursuing funding for additional water-system improvements. The proposed plan supports treated-water purchases, debt obligations, testing, maintenance, meters, valves, and system technology. Our focus for the next year is to keep the system dependable while moving major capital projects forward and planning before failures occur.

Sewer

The Sewer Department continued operating the wastewater system while substantial rehabilitation and treatment-plant improvements progressed. Work included the clarifier, aeration system, electrical upgrades, lift-station and line improvements, and continued attention to manholes and collection-system needs. The proposed plan retains local matching funds for grant-supported work and resources for testing, chemicals, sludge removal, equipment, and line replacement. During fiscal year 2026-2027, the department will continue advancing these projects, protecting regulatory compliance, and improving the reliability of the collection and treatment systems.

Administration

Administration and Finance coordinated financial reporting, grants, personnel matters, policy work, public communication, and a large portfolio of infrastructure and development projects. Full-service information-technology support began during the year, improving daily support, cybersecurity, project completion, and coordination for public-safety systems. Staff also supported the Travel Center project, regional economic-development efforts, hazard-mitigation planning, utility projects, and numerous grant requirements. In the coming year, Administration will complete required audit and legal work, strengthen internal processes, manage grants and contracts, and continue supporting every department in delivering responsive service.

Legislative

The Mayor and City Council continued providing policy direction and financial oversight for public safety, infrastructure, parks, personnel, economic development, and essential services. During the year, the Council advanced major water and wastewater projects, supported Irvin Park grant implementation, addressed public-safety staffing and training, updated hazard-mitigation planning, and adopted a long-term utility-rate policy intended to protect the systems and meet debt obligations. During fiscal year 2026-2027, the Council will continue monitoring the budget, major projects, ordinances, contracts, and growth-related decisions while keeping the long-term interests of residents at the center of its work.

Economic Development

The Daingerfield Economic Development Corporation continued building its role as a Type B corporation focused on business support, workforce opportunity, public improvements, and responsible growth. During the year, the DEDC developed clearer public-facing assistance materials, supported local development projects, and participated in a regional EDA application intended to strengthen future industrial opportunities. The approved EDC budget supports small-business assistance, workshops, marketing, grant matching funds, property opportunities, and public infrastructure and public-space projects. These tools will help the City support existing businesses while preparing for new investment.

The proposed plan is more than a list of revenues and expenses. It is a plan for maintaining the services residents depend on today while preparing responsibly for tomorrow. I appreciate the Mayor and City Council for their leadership, our employees and volunteers for their dedication, and the citizens of Daingerfield for their continued trust and participation.

Respectfully submitted,

Michelle Jones

Michelle Jones
City Manager

City Facilities

City facilities support public safety, administration, utilities, community services, and daily municipal operations.

Facility	Primary Use	Address	Phone
City Hall / Police Department	Administration and public safety	101 Linda Drive	903-645-3906
Daingerfield Public Library	Library and community programs	207 Jefferson Street	903-645-2823
Volunteer Fire Department	Fire and emergency response	823 W.W.M. Watson Blvd.	903-645-3906
Animal Shelter	Animal care and control	403 Bert Street	903-645-2120
City Barn / Public Works	Streets and utility operations	816 Carpenter Street	903-645-3906
City Park / Gazebo	Parks, events, and public space	Daingerfield, Texas	903-645-3906
Irvin Park	Parks and recreation	Daingerfield, Texas	903-645-3906

Public Access

City Hall is the primary point of contact for municipal records, utility billing, permits, and general City services. Current hours, meeting notices, and service information are available at www.cityofdaingerfield.com.

Population Overview

2,529
2024 POPULATION
2020 Census: 2,522

36.3
MEDIAN AGE
years

95.5%
U.S. CITIZENS

7.1%
FOREIGN BORN
180 residents

Daingerfield's population has remained generally stable since the 2020 Census. A stable population supports predictable service planning, while shifts in age and household composition influence demand for public safety, utilities, parks, and library programs.

Selected Community Indicators

Indicator	Current estimate	Planning relevance
Population under age 18	Approximately one-fourth	Youth programs, parks and public safety
Population age 65 and over	Approximately one-sixth	Accessibility and emergency services
Employed residents	1,123	Economic base and commuting patterns
Average commute	24.1 minutes	Regional employment connections

Household Analysis

About 1,000
HOUSEHOLDS
ACS estimate

60.4%
HOMEOWNERS
of occupied housing

39.6%
RENTERS
of occupied housing

Household characteristics shape demand for municipal services and influence the local tax and utility base. Daingerfield includes homeowners, renters, families, individuals living alone, and older residents living independently.

Household consideration	Budget and service connection
Owner-occupied housing	Long-term neighborhood investment and property-tax base
Rental housing	Code compliance, housing quality, and resident mobility
Residents living alone	Access to public services and community programs
Older households	Accessibility, emergency response, and utility affordability
Families with children	Parks, library programming, streets, and public safety

Economic Analysis

$57,500
MEDIAN HOUSEHOLD INCOME

1,123
EMPLOYED RESIDENTS

17.5%
POVERTY RATE
428 residents

24.1 min
AVERAGE COMMUTE

The local economy is supported by manufacturing, health care and social assistance, retail trade, public services, and small businesses. Income and employment conditions affect sales-tax collections, utility affordability, housing stability, and demand for community services.

Largest employment sectors	Estimated resident employment
Manufacturing	276
Health Care and Social Assistance	165
Retail Trade	142
Other industries and services	**540**

Budget Perspective

The FY 2026-2027 budget uses conservative revenue assumptions and maintains a diversified funding approach that includes property tax, sales tax, franchise fees, sanitation charges, utility revenues, permits, grants, and other sources.

Housing Overview

$100,200
MEDIAN PROPERTY VALUE
owner-occupied

60.4%
HOMEOWNERSHIP

$606
MEDIAN PROPERTY TAX
ACS estimate

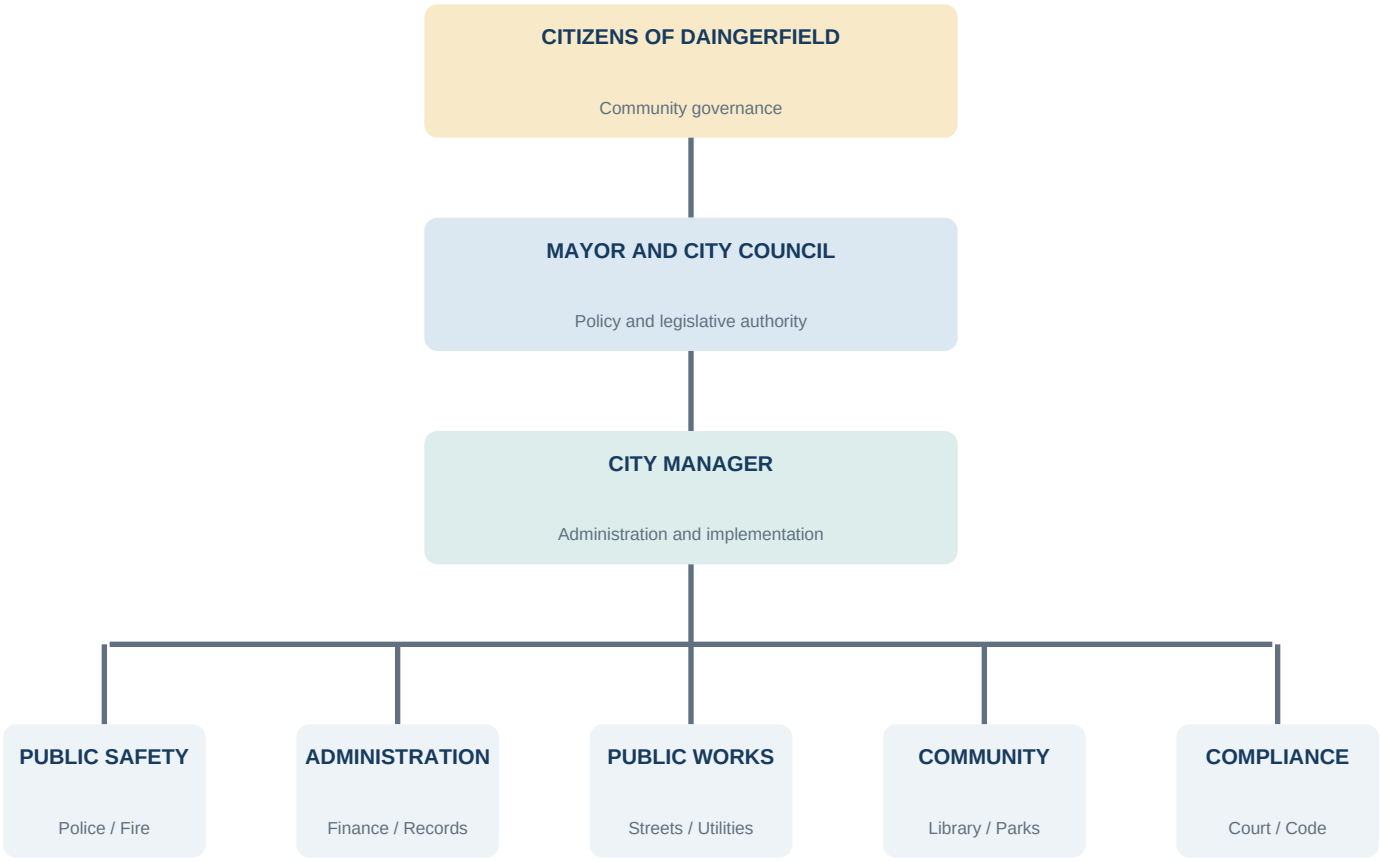
Housing values influence the property-tax base, while the mix of owner-occupied and rental housing affects neighborhood stability, code compliance needs, and infrastructure planning.

OWNER-OCCUPIED 60.4% | **RENTER 39.6%**

Housing indicator	Current estimate
Housing units	Approximately 1,069
Median owner-occupied value	$100,200
Homeowners with a mortgage	Approximately 70% of homeowners
Average vehicles available	About 2 per household

City Organization Chart

The Mayor and City Council establish policy and adopt the budget. The City Manager directs daily operations and coordinates municipal departments and appointed functions.



Accountability flows from residents to the elected governing body, through the City Manager, and to the departments responsible for delivering municipal services.

Elected and Appointed Officials

Elected Officials

Office	Name
Mayor	Wade Kerley
Mayor Pro Tem	Jessie Ayers
Council Member	Bob Thorne
Council Member	Vicki Smith
Council Member	David Hood
Council Member	Ben Ramirez

Appointed Officials

Office	Name
City Manager	Michelle Jones
Fire Chief	Jimmy Cornelius
Chief of Police	Tracey Climer
City Secretary	Amanda Sanders
City Attorney	Charles E. Zech
Municipal Court Judge	Jennifer Easley

City Department Heads

The City Manager is the chief administrative officer and is responsible for day-to-day City operations, implementation of Council policy, and coordination of department heads and employees.

Department / Function	Department Head
City Administration	Michelle Jones, City Manager
City Secretary / Finance	Amanda Sanders
Police Department	Tracey Climer, Chief of Police
Fire Department	Jimmy Cornelius, Fire Chief
Public Works	Kiersten Wiley, Public Works Director
Code Compliance	Carrie Kirkland
Animal Shelter	Tabitha Hicks, Animal Shelter Manager
Public Library	Brittany Gonzales-Jones, Librarian
Municipal Court	Jennifer Easley, Municipal Court Judge

Names and assignments reflect the current organizational information available for preparation of this budget book.

Basis of Accounting and Budgeting

Fund Accounting

The City is organized and accounted for using separate funds. Each fund is a fiscal and accounting entity with a self-balancing set of accounts for assets, liabilities, fund balance or net position, revenues, and expenditures or expenses. Fund structure supports legal compliance, accountability, and transparency.

Governmental Funds

Governmental funds are reported using the modified accrual basis of accounting. Revenues are recognized when measurable and available, and expenditures generally are recognized when the related liability is incurred. The annual operating budget is prepared on a basis consistent with the City's fund accounting structure.

Enterprise Fund

The Water and Sewer Fund is an enterprise fund. For financial reporting, enterprise funds use the accrual basis of accounting. For budgetary control, the City budgets operating revenues, operating expenditures, capital outlay, debt requirements, and transfers for the fiscal year.

Budgetary Control

The adopted budget establishes the legal spending plan for the fiscal year. Department heads monitor appropriations, and budget amendments or transfers are processed according to City policy and Council authorization.

Financial Management Plan

Purpose

The Financial Management Plan establishes a framework for responsible stewardship, stable service delivery, transparency, and long-term financial sustainability. It guides preparation, administration, monitoring, and amendment of the annual budget.

1. Operating Budget

- Adopt a balanced annual budget in which recurring revenues and authorized resources are sufficient for planned expenditures.
- Use conservative and supportable revenue estimates.
- Budget recurring expenditures primarily from recurring revenues; reserve one-time resources for capital, emergencies, or other nonrecurring needs.
- Require a purchase order for purchases of $1,500 or more, consistent with City policy.
- Provide regular budget-to-actual reporting to management and Council.
- Require Council approval for supplemental appropriations and material changes that alter total fund appropriations.

2. Budgetary Control

Department heads are responsible for managing their departmental budgets. Transfers involving salaries and benefits, transfers between departments or funds, and supplemental appropriations require the approvals established by ordinance or administrative policy.

Revenue and Expenditure Management

Revenue Structure

Maintain a diversified and stable revenue system. Monitor collections throughout the year and evaluate fees, charges, tax receipts, grants, and other sources using historical performance and current conditions.

Fees and Utility Rates

Review service fees and water and sewer rates periodically so charges support the cost of providing services, capital needs, and debt requirements while considering affordability and legal restrictions.

Expenditure Management

Project expenditures carefully, use competitive purchasing practices, comply with procurement law and City policy, and prioritize essential services, maintenance, contractual obligations, and approved capital needs.

Cash and Investments

Deposit and invest public funds in accordance with applicable law and the separately adopted City Investment Policy. Safety, liquidity, and yield - in that order - guide investment decisions.

Financial Reporting

Maintain accurate financial records and provide monthly or quarterly reports comparing actual results with the adopted budget. Make financial information available for public inspection as required by law.

Investment Policy

The FY 2026-2027 Investment Policy and investment strategies are reviewed and approved by Council under a separate agenda item and resolution; they are not adopted solely through this budget book.

Fund Balance, Debt and Capital Planning

Fund Balance and Reserves

Maintain adequate liquidity for operations, emergencies, revenue fluctuations, and unforeseen needs. Year-end operating surpluses return to fund balance unless Council assigns them for capital projects, debt reduction, or other lawful purposes.

Debt Management

Issue debt only for lawful public purposes after evaluating affordability, useful life, repayment source, existing obligations, and the effect on taxpayers or utility customers. Maintain complete debt schedules and make required payments timely.

Capital Planning

Identify major equipment, facility, street, water, sewer, and park needs through multi-year planning. Match the financing period to the expected useful life of the asset whenever practical.

Internal Controls

Maintain segregation of duties, purchasing controls, reconciliations, approvals, and documentation appropriate to the City's size and operations. External audit procedures provide additional independent review.

Annual Review

Review financial policies and operating practices periodically and revise them when laws, economic conditions, organizational needs, or Council priorities change.

Fund Overview

The City uses separate funds to account for resources according to their purpose and legal restrictions.

Fund	Purpose
General Fund	Primary operating fund for administration, public safety, library, court, code enforcement, streets, sanitation, parks, and other governmental services.
Water and Sewer Fund	Enterprise fund for water production and distribution, wastewater collection and treatment, utility operations, capital needs, and related debt.
Debt Service	Accounts for principal and interest on obligations supported by property taxes or other designated revenues.
Special Revenue Funds	Accounts for restricted or committed revenues that must be used for specified purposes, grants, programs, or projects.
EDC Type B Fund	Accounts for Type B economic development sales-tax revenues and expenditures approved under applicable law and governing agreements.

Fund Accountability

Each fund is maintained as a separate fiscal and accounting entity. Restrictions, grant requirements, debt covenants, and Council-approved purposes govern how resources may be used.

Budget Process

1

Planning and estimates

Departments submit operating and capital needs; staff updates salaries, benefits, contracts, debt, and revenue estimates.

2

Council workshop

Council reviews priorities, revenue assumptions, fund balance, capital needs, tax information, and departmental requests.

3

Proposed budget filed

The proposed budget was filed July 31, 2026, and made available for public inspection.

4

Public notices

Required budget and tax-rate hearing notices are published and posted within the statutory timeframes.

5

Public hearings

Council receives public comment on the proposed FY 2026-2027 budget and proposed 2026 property-tax rate.

6

Adoption

Council adopts the budget by record vote, separately ratifies the property-tax increase reflected in the budget, and adopts the tax rate through the required separate actions.

7

Administration

The fiscal year begins October 1, 2026. Staff monitors performance and presents amendments to Council when required.

Taxpayer Impact Statement

Tax rate type	Rate per $100
Proposed tax rate	$0.628884
No-new-revenue tax rate	$0.574462
Voter-approval tax rate	$0.818942

Average Residence Homestead Comparison

Measure	2025	2026 Proposed	Change
Total tax rate	$0.628884	$0.628884	0.00%
Average homestead taxable value	$110,132	$117,085	+$6,953 / 6.31%
City tax on average homestead	$692.60	$736.33	+$43.73 / 6.31%
Total levy - all properties	$1,134,984	$1,209,688	+$74,704 / 6.58%

Calculation

Property tax = taxable value x tax rate / 100. Individual bills vary based on appraised value, exemptions, ceilings, proration, and other property-specific factors.

Public hearing: September 8, 2026 at 6:00 p.m. | Daingerfield Volunteer Fire Station, 823 W.W.M. Watson Blvd.

Budget at a Glance

$5,086,613
TOTAL REVENUE
+9.6%

$5,086,553
TOTAL EXPENDITURES
+9.6%

$60
BUDGET MARGIN
revenue over expense

$0.628884
PROPOSED TAX RATE
per $100

The FY 2026-2027 proposed budget provides a balanced citywide spending plan for the General Fund and Water and Sewer Fund. Version 2 incorporates final insurance costs and reallocates the resulting savings without changing total revenue or expenditures.

Fund / category	FY 2026-2027
General Fund revenues	$3,233,533
Water and Sewer revenues	$1,853,080
Total revenues	$5,086,613
Total expenditures	$5,086,553
Positive margin	**$60**

Property Tax Rate Analysis

Scenario	Rate per $100	Total levy
FY 2025-2026 adopted	$0.628884	$1,134,984
FY 2026-2027 no-new-revenue	$0.574462	$1,105,005
FY 2026-2027 proposed	$0.628884	$1,209,688
FY 2026-2027 voter-approval	$0.818942	$1,575,274

The proposed tax rate is the same nominal rate as FY 2025-2026. Because taxable values changed, the proposed rate is above the no-new-revenue rate and is expected to generate additional property-tax revenue.

Illustrative Tax on Taxable Value

Taxable value	NNR tax	Proposed tax	Difference
$25,000	$144	$157	$14
$50,000	$287	$314	$27
$75,000	$431	$472	$41
$100,000	$574	$629	$54
$150,000	$862	$943	$82
$200,000	$1,149	$1,258	$109

Debt Overview

Obligation	Outstanding principal	FY26-27 requirement	Fund
Electronic Water Meters	$595,045	$49,587	Water & Sewer
CO Series 2022A - Drinking Water	$1,630,000	$55,000	Debt Service
CO Series 2022B - Clean Water	$1,805,000	$60,000	Debt Service
CO Series 2023 - Clean Water	$1,950,000	$99,814	Debt Service
CO Series 2025A	$1,180,000	$57,776	Debt Service
RWAF Obligation	$385,000	$21,467	Debt Service
Government Capital - Fire Truck	$316,796	$265,000	General Fund
2025 Capital Obligation	-	$46,895	General Fund

$343,644

DEBT SERVICE / W&S

annual requirement

$311,895

GENERAL FUND DEBT

annual requirement

$655,539

TOTAL PAYMENTS

FY 2026-2027

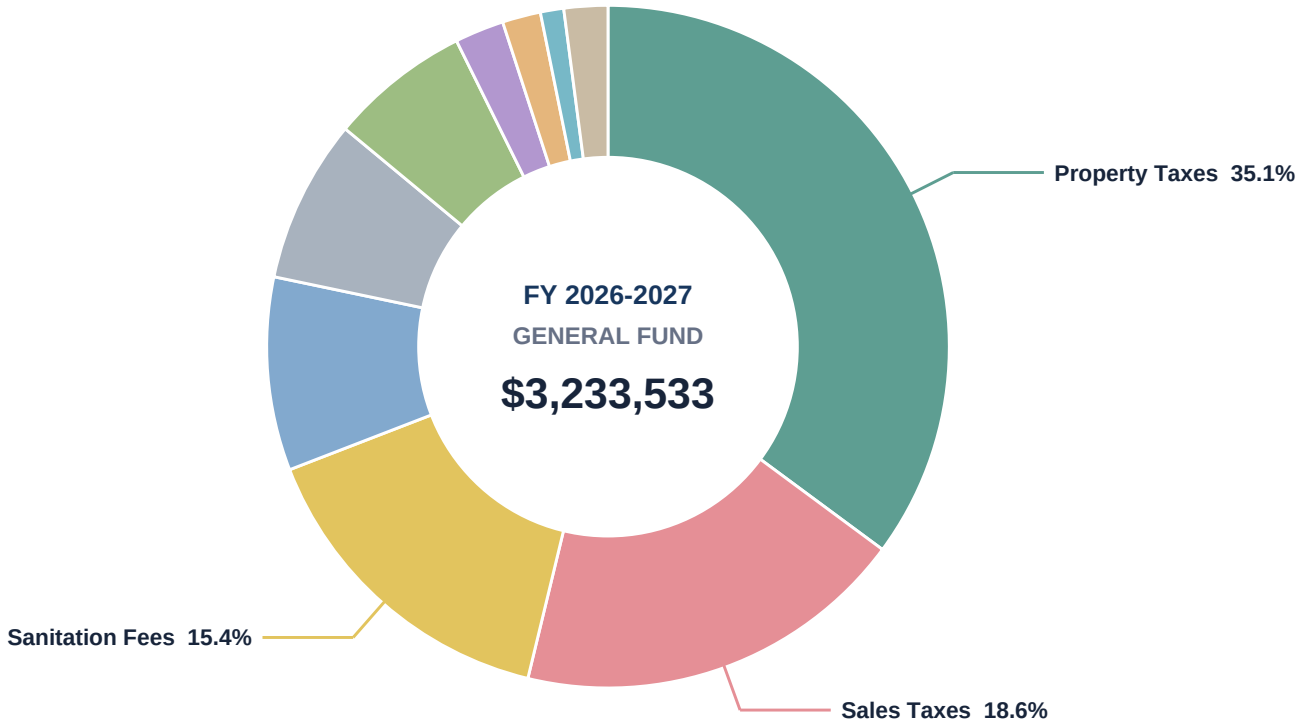
Debt information is presented from the working debt schedule. The property-tax-supported debt requirement used in the appraisal district's tax-rate calculation is $390,537; the broader budget debt overview also includes obligations paid from utility and General Fund resources.

City of Daingerfield General Fund Revenue

Where each proposed General Fund dollar comes from

PROPOSED FY 2026-2027

Total General Fund Revenue: $3,233,533



Revenue source	Amount	Share	Revenue source	Amount	Share
Property Taxes	$1,135,903	35.1%	Franchise Taxes	$215,472	6.7%
Sales Taxes	$602,904	18.6%	Permits, Fines & Service Fees	$75,243	2.3%
Sanitation Fees	$496,544	15.4%	Leases & PILOT	$58,682	1.8%
Grants & Subsidies	$296,022	9.2%	Interest Income	$35,686	1.1%
Interfund Transfers	$250,000	7.7%	Other Revenue	$67,077	2.1%

THE GENERAL FUND DOLLAR

Each segment represents its share of $1.00

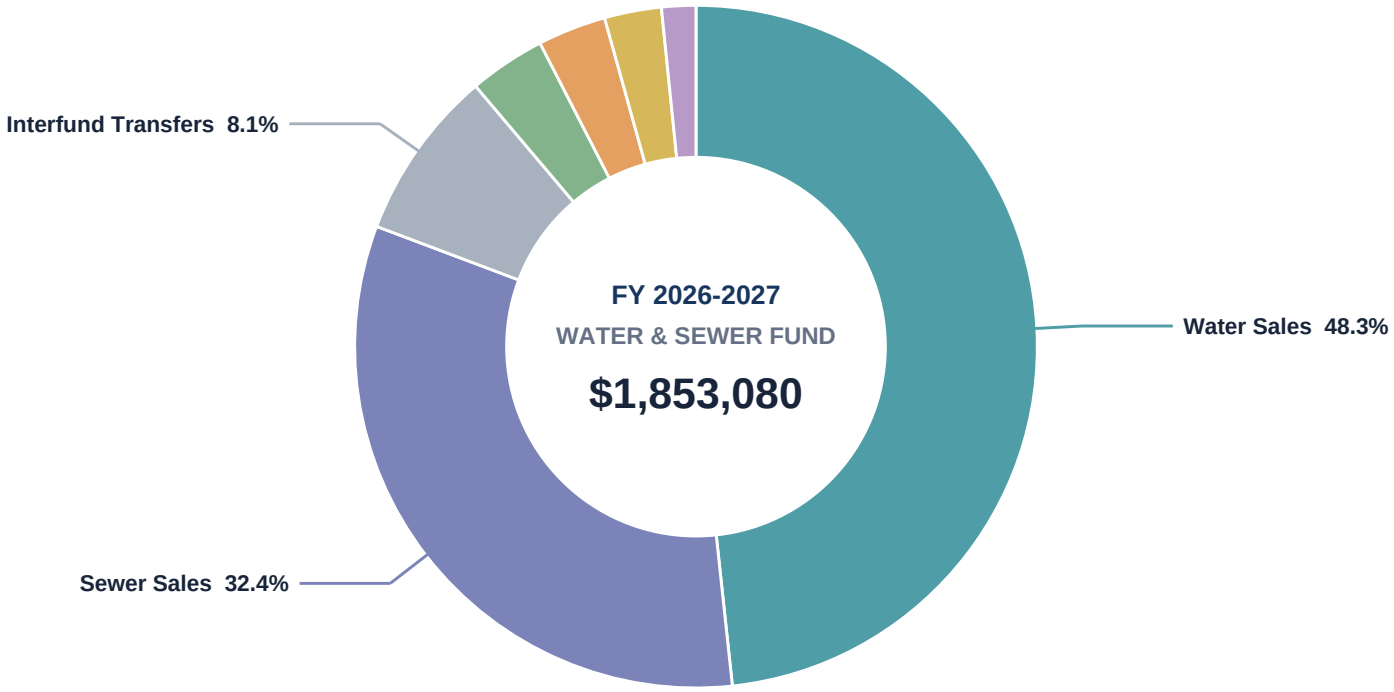
Source: City of Daingerfield Proposed FY 2026-2027 Budget, Version 2. Categories combine related revenue line items.

City of Daingerfield Water & Sewer Fund Revenue

Where each proposed Water and Sewer Fund dollar comes from

PROPOSED FY 2026-2027

Total Water & Sewer Fund Revenue: $1,853,080



Revenue source	Amount	Share	Revenue source	Amount	Share
Water Sales	$895,000	48.3%	Penalty Receipts	$60,000	3.2%
Sewer Sales	$601,000	32.4%	Interest Income	$50,000	2.7%
Interfund Transfers	$150,000	8.1%	Other Service Revenue	$30,000	1.6%
Raw Water Contract	$67,080	3.6%			

THE WATER & SEWER FUND DOLLAR

Each segment represents its share of $1.00

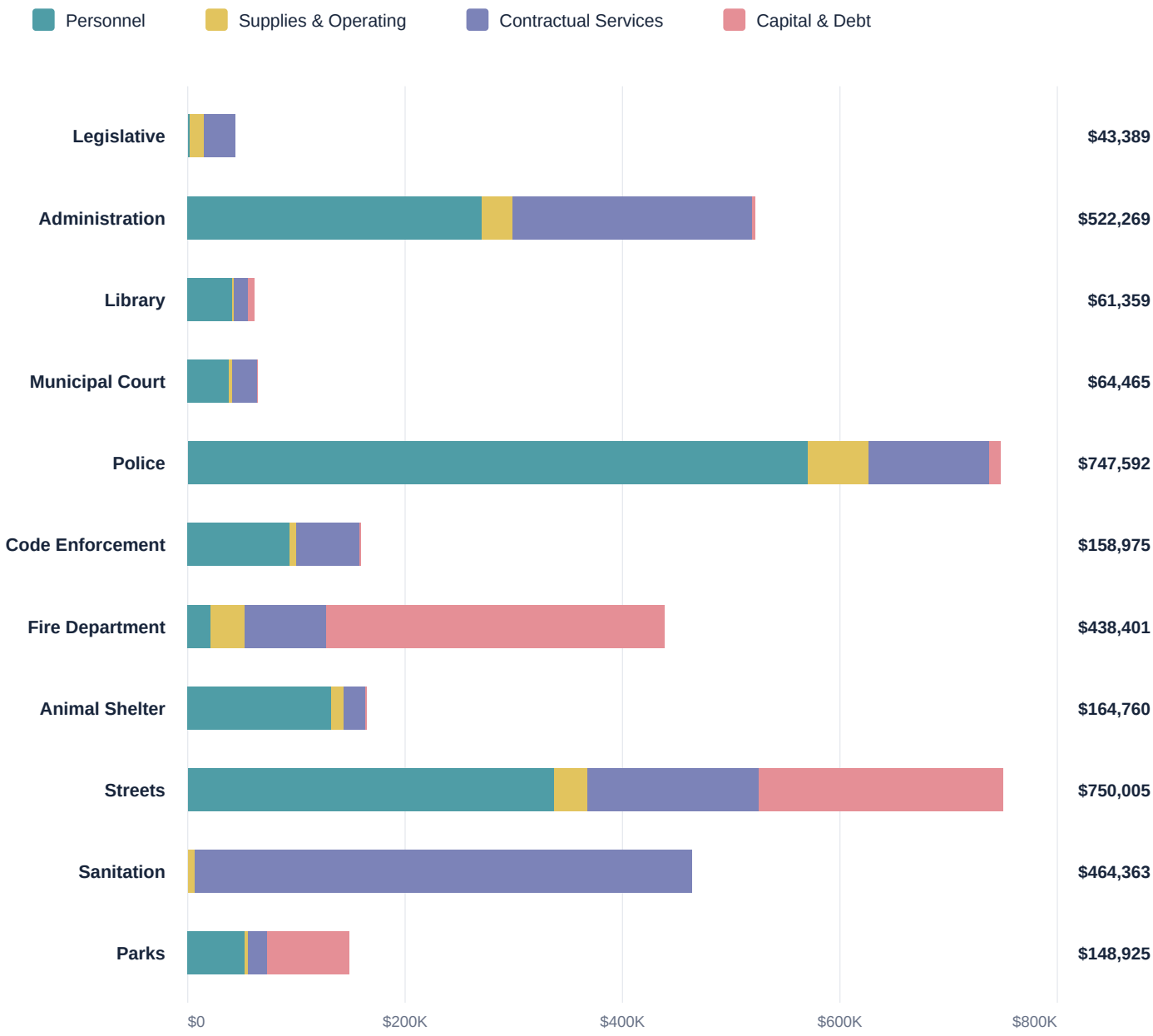
Source: City of Daingerfield Proposed FY 2026-2027 Budget, Version 2. Categories combine related revenue line items.

General Fund Department Expenses

How each department's proposed budget is allocated

PROPOSED FY 2026-2027

Department expenditures shown: $3,564,503



How expenses are grouped

Personnel: 51xx accounts | Supplies & Operating: 52xx accounts | Contractual Services: 53xx accounts

Capital & Debt: 54xx and 55xx accounts. Department totals reconcile to the proposed Version 2 expenditure schedules.

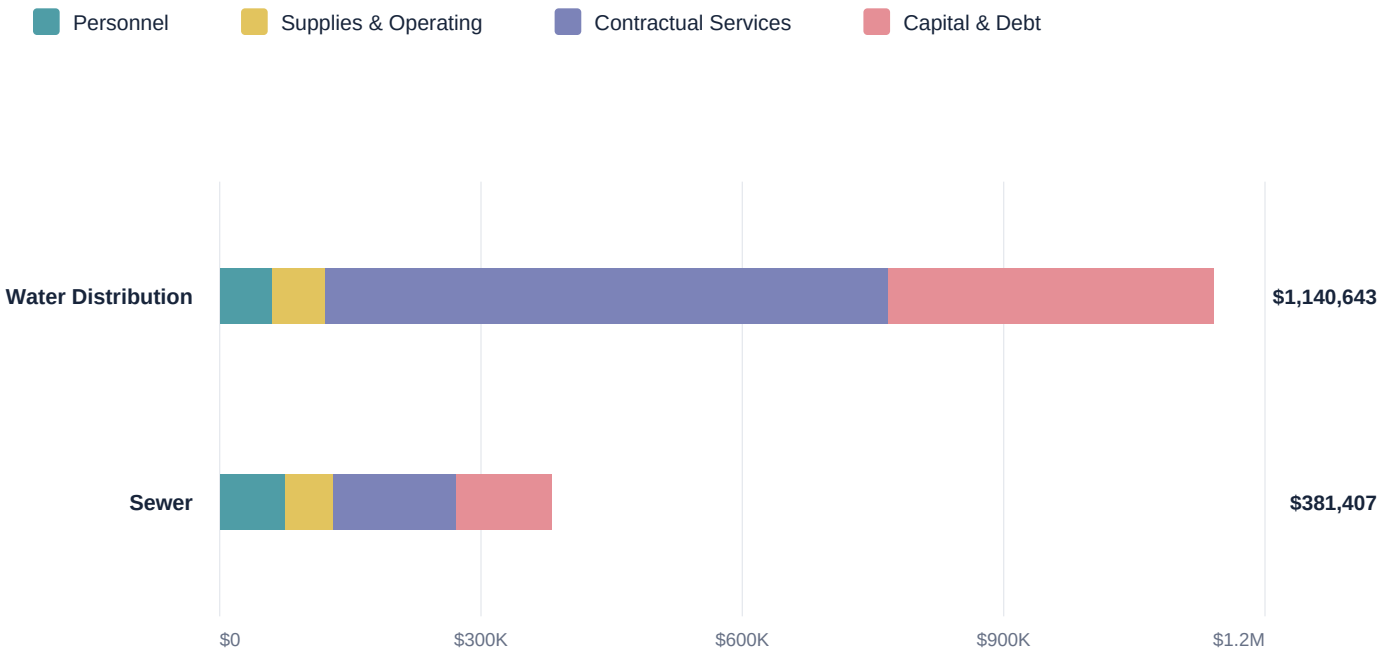
Source: City of Daingerfield Proposed FY 2026-2027 Budget, Version 2. General Fund departments total $3,564,503.

Water & Sewer Department Expenses

Proposed expense mix for utility operations

PROPOSED FY 2026-2027

Department expenditures shown: $1,522,050



Water Distribution

$1,140,643

Personnel	$60,696	5.3%
Supplies & Operating	$60,860	5.3%
Contractual Services	$645,392	56.6%
Capital & Debt	$373,695	32.8%

Sewer

$381,407

Personnel	$75,411	19.8%
Supplies & Operating	$55,225	14.5%
Contractual Services	$140,871	36.9%
Capital & Debt	$109,900	28.8%

How expenses are grouped

Personnel: 51xx accounts | Supplies & Operating: 52xx accounts | Contractual Services: 53xx accounts

Capital & Debt: 54xx and 55xx accounts. Department totals reconcile to the proposed Version 2 expenditure schedules.

Source: City of Daingerfield Proposed FY 2026-2027 Budget, Version 2. Water and Sewer departments total $1,522,050.

General Fund Revenues

FY 2025-26 ADOPTED	FY 2026-27 PROPOSED	YEAR-OVER-YEAR CHANGE
$2,835,788	**$3,233,533**	**$397,745** +14.0%

Account	Description	FY 2025-26 Adopted	FY 2026-27 Proposed	Change	%
01-4401	Ad Valorem Taxes, Current Year	$1,050,785	$1,118,635	$67,850	+6.5%
01-4403	Tax Penalty & Interest	$16,124	$17,268	$1,144	+7.1%
01-4404	Sales Taxes	$591,620	$602,904	$11,284	+1.9%
01-4405	Franchise Taxes	$215,472	$215,472	-	+0.0%
01-4406	Morris County Fire Subsidy	$24,422	$24,422	-	+0.0%
01-4407	Sanitation Collection - Residential	$125,000	$133,079	$8,079	+6.5%
01-4408	Sanitation Collection - Commercial	$320,500	$326,549	$6,049	+1.9%
01-4409	Municipal Court	$34,800	$36,540	$1,740	+5.0%
01-4410	Library Fines	$150	$150	-	+0.0%
01-4411	Sanitation Earmarked	$35,225	$36,916	$1,691	+4.8%
01-4412	Miscellaneous Permits & Fees	$30,456	$31,979	$1,523	+5.0%
01-4413	Cell Tower Lease Fee	$5,082	$5,082	-	+0.0%
01-4414	Interest Income	$35,686	$35,686	-	+0.0%
01-4415	Payment in Lieu of Taxes	$25,000	$23,000	($2,000)	-8.0%
01-4416	Miscellaneous Income	$25,000	$47,016	$22,016	+88.1%
01-4417	Air Methods Lease	$24,000	$30,600	$6,600	+27.5%
01-4418	Vendor Permit	$300	$300	-	+0.0%
01-4420	Library Misc. Income	$3,000	$3,600	$600	+20.0%
01-4421	Library Donations	$500	$500	-	+0.0%
01-4426	Grants/Donations- Fire Department	-	$270,600	$270,600	N/A
01-4428	Forfeitures	$500	$500	-	+0.0%
01-4429	Discounts Earned - Court Cost Reports	$955	$1,524	$569	+59.6%
01-4430	DPS Collection Program	$250	$250	-	+0.0%
01-4431	LEOSE Fund - Police Department	$1,000	$1,000	-	+0.0%
01-4440	Donations - Library Summer Reading Prog.	$300	$300	-	+0.0%
01-4445	Sales Tax Filing Discount	$161	$161	-	+0.0%
01-4450	Adoption Spay/Neuter Fees	$4,500	$4,500	-	+0.0%
01-4490	Gain on Sale of Assets	$15,000	$15,000	-	+0.0%
01-4999	Interfund Transfers	$250,000	$250,000	-	+0.0%
	Total General Fund Revenues	**$2,835,788**	**$3,233,533**	**$397,745**	**+14.0%**

Water and Sewer Fund Revenues

FY 2025-26 ADOPTED	FY 2026-27 PROPOSED	YEAR-OVER-YEAR CHANGE
$1,806,152	**$1,853,080**	**$46,928** +2.6%

Account	Description	FY 2025-26 Adopted	FY 2026-27 Proposed	Change	%
02-4500	Water Sales Receipts	$853,512	$895,000	$41,488	+4.9%
02-4501	Sewer Sales Receipts	$572,652	$601,000	$28,348	+5.0%
02-4502	Penalties Receipts	$65,000	$60,000	($5,000)	-7.7%
02-4503	Water Tap Fees	$3,500	$3,500	-	+0.0%
02-4504	Sewer Tap Fees	$3,000	$3,000	-	+0.0%
02-4506	Water Parts Replacement - NETMWD	$3,300	$10,000	$6,700	+203.0%
02-4507	Bulk Water Sales	$1,000	$3,500	$2,500	+250.0%
02-4414	Interest Income	$53,004	$50,000	($3,004)	-5.7%
02-4509	Miscellaneous Income	$42,048	$10,000	($32,048)	-76.2%
02-4520	Raw Water NETWD Contract	$59,136	$67,080	$7,944	+13.4%
02-4999	Interfund Transfers	$150,000	$150,000	-	+0.0%
	Total Water and Sewer Fund Revenues	**$1,806,152**	**$1,853,080**	**$46,928**	**+2.6%**

Department Expenditure Summary

Department	FY25-26 Adopted	FY26-27 Proposed	Change	%
Legislative	$32,029	$43,389	$11,360	+35.5%
Administration	$478,905	$522,269	$43,364	+9.1%
Library	$69,954	$61,359	($8,595)	-12.3%
Municipal Court	$61,826	$64,465	$2,639	+4.3%
Police	$710,445	$747,592	$37,147	+5.2%
Code Enforcement	$135,711	$158,975	$23,264	+17.1%
Fire Department	$161,003	$438,401	$277,398	+172.3%
Animal Shelter	$157,130	$164,760	$7,630	+4.9%
Streets	$727,621	$750,005	$22,384	+3.1%
Sanitation	$434,193	$464,363	$30,170	+6.9%
Parks	$147,062	$148,925	$1,863	+1.3%
Water Distribution	$1,118,658	$1,140,643	$21,985	+2.0%
Sewer	$407,312	$381,407	($25,905)	-6.4%
TOTAL	$4,641,849	$5,086,553	$444,704	+9.6%

Department totals include personnel, supplies, contractual services, capital outlay, and debt-related line items assigned to each department.

Legislative Department

FY 2025-26 ADOPTED	FY 2026-27 PROPOSED	CHANGE
$32,029	$43,389	$11,360
		+35.5%

Largest line-item changes: Special Services-Municode, Legal, Social: $10,000; Daingerfield Days & Halloween in the Park: $5,000; Publishing - Printing: ($2,000).

Account	Description	FY 2025-26 Adopted	FY 2026-27 Proposed	Change	%
01-101.5101	Regular Salaries	$900	$900	-	+0.0%
01-101.5103	Special/Temporary/Contract Salaries	$1,000	$1,000	-	+0.0%
01-101.5105	Unemployment Compensation	$25	$25	-	+0.0%
01-101.5107	Social Security	$67	$67	-	+0.0%
01-101.5108	Medicare	$14	$14	-	+0.0%
01-101.5109	Workmen's Compensation	$52	$55	$3	+5.8%
01-101.5203	Public Relations	$250	$250	-	+0.0%
01-101.5205	Materials & Supplies - Office	$600	$600	-	+0.0%
01-101.5206	Materials and Supplies - Election	$2,500	$2,500	-	+0.0%
01-101.5207	Postage	$150	$150	-	+0.0%
01-101.5220	Travel	$1,000	$1,000	-	+0.0%
01-101.5235	Operations Materials & Supplies	$500	$500	-	+0.0%
01-101.5240	Miscellaneous Expense	$1,500	$1,000	($500)	-33.3%
01-101.5296	Daingerfield Days & Halloween in the Park	$2,000	$7,000	$5,000	+250.0%
01-101.5301	Publishing - Printing	$10,000	$8,000	($2,000)	-20.0%
01-101.5313	Professional Development	$2,000	$2,000	-	+0.0%
01-101.5363	Insurance - Public Official's Liability	$521	$328	($193)	-37.0%
01-101.5375	Special Services-Municode, Legal, Social	$6,500	$16,500	$10,000	+153.8%
01-101.5386	Software/Software Support	$2,450	$1,500	($950)	-38.8%
	Total Legislative Expenditures	**$32,029**	**$43,389**	**$11,360**	**+35.5%**

Administration Department

FY 2025-26 ADOPTED	FY 2026-27 PROPOSED	CHANGE
$478,905	$522,269	$43,364 +9.1%

Largest line-item changes: Special Services: $49,334; Regular Salaries: $16,173; Physical Plant Maint,Repairs & Improvements: ($14,100).

Account	Description	FY 2025-26 Adopted	FY 2026-27 Proposed	Change	%
01-110.5101	Regular Salaries	$186,232	$202,405	$16,173	+8.7%
01-110.5102	Overtime	$5,000	$5,000	-	+0.0%
01-110.5104	Honorariums/ Longevity	$2,500	$4,000	$1,500	+60.0%
01-110.5105	Unemployment Compensation	$405	$804	$399	+98.5%
01-110.5107	Social Security	$13,200	$12,549	($651)	-4.9%
01-110.5108	Medicare	$3,084	$2,935	($149)	-4.8%
01-110.5109	Workmen's Compensation	$388	$414	$26	+6.7%
01-110.5111	TMRS	$11,544	$11,544	-	+0.0%
01-110.5113	Insurance - Group Medical	$30,573	$30,600	$27	+0.1%
01-110.5203	Public Relations	$250	$250	-	+0.0%
01-110.5205	Materials & Supplies - Office	$3,000	$3,000	-	+0.0%
01-110.5207	Postage	$1,200	$1,200	-	+0.0%
01-110.5210	Cell Phone Reimbursement	$2,160	$2,160	-	+0.0%
01-110.5220	Travel	$7,500	$7,500	-	+0.0%
01-110.5235	Operations Materials & Supplies	$3,500	$3,500	-	+0.0%
01-110.5237	Vehicle Fuel	$1,200	$1,200	-	+0.0%
01-110.5240	Miscellaneous Expense	$11,050	$10,000	($1,050)	-9.5%
01-110.5297	Texas Social Security Program Fee	$42	$42	-	+0.0%
01-110.5303	Utilities - Telephone, Internet, Electric	$28,938	$28,938	-	+0.0%
01-110.5309	Bank Fees	$1,200	$1,200	-	+0.0%
01-110.5313	Professional Development	$8,500	$8,500	-	+0.0%
01-110.5337	Maintenance & Repair - Vehicle	$1,500	$1,500	-	+0.0%
01-110.5343	Maintenance & Repair - Equipment	$450	$450	-	+0.0%
01-110.5353	Physical Plant Maint,Repairs & Improvements	$70,000	$55,900	($14,100)	-20.1%
01-110.5363	Insurance-Public Officials Liability	$521	$328	($193)	-37.0%
01-110.5364	Insurance - Bonds & Miscellaneous	$86	$86	-	+0.0%
01-110.5365	Insurance - Physical Plant	$1,128	$1,212	$84	+7.4%
01-110.5366	Insurance - General Liability	$504	$468	($36)	-7.1%
01-110.5375	Special Services	$47,250	$96,584	$49,334	+104.4%
01-110.5386	Software/Software Support	$33,000	$25,000	($8,000)	-24.2%

Account	Description	FY 2025-26 Adopted	FY 2026-27 Proposed	Change	%
01-110.5465	Computer System/Office Equipment	$3,000	$3,000	-	+0.0%
	Total Administration Expenditures	**$478,905**	**$522,269**	**$43,364**	**+9.1%**

Library Department

FY 2025-26 ADOPTED	FY 2026-27 PROPOSED	CHANGE
$69,954	**$61,359**	**($8,595)**
		-12.3%

Largest line-item changes: Physical Plant Maint,Repairs & Improvements: ($10,000); Regular Salaries: $1,043.

Account	Description	FY 2025-26 Adopted	FY 2026-27 Proposed	Change	%
01-120.5101	Regular Salaries	$24,263	$25,306	$1,043	+4.3%
01-120.5103	Special/Temporary/Contract Salaries	$1,000	$1,000	-	+0.0%
01-120.5104	Honorariums/Longevity	$500	$500	-	+0.0%
01-120.5105	Unemployment Compensation	$252	$305	$53	+21.0%
01-120.5107	Social Security	$1,475	$1,564	$89	+6.0%
01-120.5108	Medicare	$345	$366	$21	+6.1%
01-120.5109	Workmen's Compensation	$98	$103	$5	+5.1%
01-120.5111	TMRS	$1,282	$1,394	$112	+8.7%
01-120.5113	Insurance - Group Medical	$10,167	$10,200	$33	+0.3%
01-120.5203	Public Relations	$35	$35	-	+0.0%
01-120.5205	Materials & Supplies - Office	$500	$500	-	+0.0%
01-120.5220	Travel	$100	$100	-	+0.0%
01-120.5235	Materials & Supplies - Operations	$1,200	$1,200	-	+0.0%
01-120.5240	Miscellaneous Expense	$150	$150	-	+0.0%
01-120.5303	Utilities - Telephone, Internet, Electric	$3,600	$3,600	-	+0.0%
01-120.5313	Professional Development	$200	$200	-	+0.0%
01-120.5343	Maintenance & Repair - Equipment	$720	$720	-	+0.0%
01-120.5353	Physical Plant Maint,Repairs & Improvements	$12,500	$2,500	($10,000)	-80.0%
01-120.5364	Insurance - Bonds & Miscellaneous	$85	$86	$1	+1.2%
01-120.5365	Insurance - Physical Plant	$1,128	$1,212	$84	+7.4%
01-120.5366	Insurance - General Liability	$504	$468	($36)	-7.1%
01-120.5386	Software/Software Support	$4,300	$4,300	-	+0.0%
01-120.5443	Books - Summer Reading Program	$2,000	$2,000	-	+0.0%
01-120.5444	Books & Magazines	$3,000	$3,000	-	+0.0%
01-120.5465	Computer System/Office Equipment	$550	$550	-	+0.0%
	Total Library Expenditures	**$69,954**	**$61,359**	**($8,595)**	**-12.3%**

Municipal Court Department

FY 2025-26 ADOPTED	FY 2026-27 PROPOSED	CHANGE
$61,826	**$64,465**	**$2,639** +4.3%

Largest line-item changes: Regular Salaries: $3,055; Travel: ($1,100).

Account	Description	FY 2025-26 Adopted	FY 2026-27 Proposed	Change	%
01-201.5101	Regular Salaries	$25,604	$28,659	$3,055	+11.9%
01-201.5104	Honorariums/Longevity	$250	$500	$250	+100.0%
01-201.5105	Unemployment Compensation	$204	$252	$48	+23.5%
01-201.5107	Social Security	$1,588	$1,588	-	+0.0%
01-201.5108	Medicare	$371	$371	-	+0.0%
01-201.5109	Workmen's Compensation	$162	$173	$11	+6.8%
01-201.5111	TMRS	$1,075	$1,199	$124	+11.5%
01-201.5113	Insurance - Group Medical	$5,084	$5,100	$16	+0.3%
01-201.5205	Materials & Supplies - Office	$1,150	$1,150	-	+0.0%
01-201.5207	Postage	$200	$200	-	+0.0%
01-201.5220	Travel	$1,700	$600	($1,100)	-64.7%
01-201.5235	Materials & Supplies - Operations	$1,000	$1,000	-	+0.0%
01-201.5240	Miscellaneous Expense	$200	$200	-	+0.0%
01-201.5301	Publishing/Printing	$300	$680	$380	+126.7%
01-201.5313	Professional Development	$1,600	$1,600	-	+0.0%
01-201.5343	Maintenance & Repair - Equipment	$100	$100	-	+0.0%
01-201.5363	Insurance-Public Officials Liability	$521	$328	($193)	-37.0%
01-201.5364	Insurance - Bonds & Miscellaneous	$85	$85	-	+0.0%
01-201.5365	Insurance - Physical Plant	$1,128	$1,212	$84	+7.4%
01-201.5366	Insurance - General Liability	$504	$468	($36)	-7.1%
01-201.5375	Special Services - Jail, Legal	$2,500	$2,500	-	+0.0%
01-201.5383	Collection Fees	$6,000	$6,000	-	+0.0%
01-201.5386	Software/Software Support	$10,000	$10,000	-	+0.0%
01-201.5465	Computer System/Office Equipment	$500	$500	-	+0.0%
	Total Municipal Court Expenditures	**$61,826**	**$64,465**	**$2,639**	**+4.3%**

Police Department

FY 2025-26 ADOPTED	FY 2026-27 PROPOSED	CHANGE
$710,445	$747,592	$37,147 +5.2%

Largest line-item changes: Regular Salaries: $27,750; Lease Vehicles: $16,331; Maintenance & Repair - Vehicle: ($7,500).

Account	Description	FY 2025-26 Adopted	FY 2026-27 Proposed	Change	%
01-202.5101	Regular Salaries	$381,098	$408,848	$27,750	+7.3%
01-202.5102	Overtime	$10,000	$10,000	-	+0.0%
01-202.5104	Honorariums/Longevity	$6,750	$7,000	$250	+3.7%
01-202.5105	Unemployment Compensation	$1,890	$1,890	-	+0.0%
01-202.5107	Social Security	$24,455	$26,629	$2,174	+8.9%
01-202.5108	Medicare	$5,909	$6,228	$319	+5.4%
01-202.5109	Workmen's Compensation	$9,465	$10,092	$627	+6.6%
01-202.5111	TMRS	$21,341	$23,719	$2,378	+11.1%
01-202.5113	Insurance - Group Medical	$76,252	$76,500	$248	+0.3%
01-202.5205	Materials & Supplies - Office	$2,500	$2,500	-	+0.0%
01-202.5207	Postage	$750	$750	-	+0.0%
01-202.5210	Cell Phone Reimbursement	$5,040	$5,040	-	+0.0%
01-202.5213	Uniforms	$6,250	$6,250	-	+0.0%
01-202.5220	Travel	$3,000	$5,000	$2,000	+66.7%
01-202.5235	Materials & Supplies - Operations	$20,200	$20,200	-	+0.0%
01-202.5237	Vehicle Fuel	$18,375	$15,000	($3,375)	-18.4%
01-202.5240	Miscellaneous Expense	$500	$500	-	+0.0%
01-202.5303	Utilities - Verizon	$3,600	$4,080	$480	+13.3%
01-202.5313	Professional Development	$3,500	$4,000	$500	+14.3%
01-202.5314	LEOSE Fund	$800	$1,000	$200	+25.0%
01-202.5330	Lease Vehicles	$46,032	$62,363	$16,331	+35.5%
01-202.5337	Maintenance & Repair - Vehicle	$15,000	$7,500	($7,500)	-50.0%
01-202.5343	Maintenance & Repair - Equipment	$2,500	$1,500	($1,000)	-40.0%
01-202.5352	Medical -Physicals	$1,000	$1,000	-	+0.0%
01-202.5363	Insurance-Public Official's Liability	$521	$328	($193)	-37.0%
01-202.5364	Insurance - Bonds & Miscellaneous	$85	$85	-	+0.0%
01-202.5365	Insurance - Physical Plant & Liability	$1,128	$1,212	$84	+7.4%
01-202.5366	Insurance - General Liability	$5,852	$5,546	($306)	-5.2%
01-202.5367	Insurance - Vehicle	$4,912	$5,673	$761	+15.5%
01-202.5368	Insurance - Law Enforcement Liability	$5,841	-	($5,841)	-100.0%

Account	Description	FY 2025-26 Adopted	FY 2026-27 Proposed	Change	%
01-202.5375	Special Services - Legal	$2,000	$1,000	($1,000)	-50.0%
01-202.5386	Software/Software Support	$13,899	$16,159	$2,260	+16.3%
01-202.5409	Equipment - Operations	$5,000	$5,000	-	+0.0%
01-202.5465	Computer System/Software	$5,000	$5,000	-	+0.0%
	Total Police Expenditures	**$710,445**	**$747,592**	**$37,147**	**+5.2%**

Code Enforcement Department

FY 2025-26 ADOPTED	FY 2026-27 PROPOSED	CHANGE
$135,711	**$158,975**	**$23,264** +17.1%

Largest line-item changes: Software/Software Support: ($4,800); Nuisance Abatement - Properties: ($2,867); Regular Salaries: ($2,648).

Account	Description	FY 2025-26 Adopted	FY 2026-27 Proposed	Change	%
01-203.5101	Regular Salaries	$58,094	$55,446	($2,648)	-4.6%
01-203.5102	Overtime	$1,000	$1,000	-	+0.0%
01-203.5103	Special/Temporary/Contract Salaries	$18,420	$18,420	-	+0.0%
01-203.5104	Honorariums/Longevity	$500	$500	-	+0.0%
01-203.5105	Unemployment Compensation	$456	$456	-	+0.0%
01-203.5107	Social Security	$3,257	$3,438	$181	+5.6%
01-203.5108	Medicare	$762	$877	$115	+15.1%
01-203.5109	Workmen's Compensation	$397	$423	$26	+6.5%
01-203.5111	TMRS	$2,875	$3,091	$216	+7.5%
01-203.5113	Insurance - Group Medical	$10,167	$10,200	$33	+0.3%
01-203.5207	Postage	$1,500	$1,500	-	+0.0%
01-203.5210	Cell Phone Reimbursment	$720	$720	-	+0.0%
01-203.5213	Uniforms	$500	$500	-	+0.0%
01-203.5220	Travel	$500	$500	-	+0.0%
01-203.5235	Operations Materials & Supplies	$850	$1,000	$150	+17.6%
01-203.5237	Vehicle Fuel	$2,400	$2,000	($400)	-16.7%
01-203.5313	Professional Development	$500	$1,000	$500	+100.0%
01-203.5337	Maintenance & Repair - Vehicle	$1,000	$1,000	-	+0.0%
01-203.5363	Ins-Public Official's Liability	$521	$328	($193)	-37.0%
01-203.5365	Ins - Property and Liability	$1,128	$1,212	$84	+7.4%
01-203.5375	Special Services - Properties	$500	$500	-	+0.0%
01-203.5386	Software/Software Support	$18,664	$13,864	($4,800)	-25.7%
01-203.5391	Nuisance Abatement - Properties	$42,867	$40,000	($2,867)	-6.7%
01-203.5409	Equipment - Operations - Properties	$1,000	$1,000	-	+0.0%
	Total Code Enforcement Expenditures	**$135,711**	**$158,975**	**$23,264**	**+17.1%**

Fire Department

FY 2025-26 ADOPTED	FY 2026-27 PROPOSED	CHANGE
$161,003	$438,401	$277,398
		+172.3%

Largest line-item changes: Fire Truck-Principal- Current & New Truck: $265,000; Materials & Supplies - Operations: $4,000; Maintenance & Repair - Vehicle: ($4,000).

Account	Description	FY 2025-26 Adopted	FY 2026-27 Proposed	Change	%
01-204.5101	Regular Salaries	$1,719	$1,719	-	+0.0%
01-204.5104	Honorariums	$1,100	$1,300	$200	+18.2%
01-204.5105	Unemployment Compensation	$48	$48	-	+0.0%
01-204.5107	Social Security	$107	$122	$15	+13.8%
01-204.5108	Medicare	$25	$32	$7	+28.0%
01-204.5109	Workmen's Compensation	$2,677	$2,854	$177	+6.6%
01-204.5117	State Pension Fund	$15,000	$15,000	-	+0.0%
01-204.5203	Public Relations	$100	$100	-	+0.0%
01-204.5205	Materials & Supplies - Office	$300	$300	-	+0.0%
01-204.5213	Uniforms	$10,000	$10,000	-	+0.0%
01-204.5220	Travel	$3,000	$4,000	$1,000	+33.3%
01-204.5235	Materials & Supplies - Operations	$7,600	$11,600	$4,000	+52.6%
01-204.5237	Vehicle Fuel	$5,000	$5,000	-	+0.0%
01-204.5240	Miscellaneous Expense	$250	$250	-	+0.0%
01-204.5303	Utilities - Telephone, Internet, Electric, Gas	$13,260	$14,828	$1,568	+11.8%
01-204.5313	Professional Development	$7,000	$8,000	$1,000	+14.3%
01-204.5330	Lease Vehicles	$15,852	$15,852	-	+0.0%
01-204.5337	Maintenance & Repair - Vehicle	$14,000	$10,000	($4,000)	-28.6%
01-204.5343	Maintenance & Repair - Equipment	$4,900	$4,900	-	+0.0%
01-204.5350	Ice Machine Rental	$936	$936	-	+0.0%
01-204.5353	Physical Plant Maint,Repairs & Improvements	$8,000	$8,000	-	+0.0%
01-204.5363	Ins-Public Officials Liability	-	$327	$327	+0.0%
01-204.5364	Insurance Misc. Bonds	$85	$85	-	+0.0%
01-204.5365	Insurance - Physical Plant & Liability	$1,128	$1,212	$84	+7.4%
01-204.5366	Insurance - General Liability	$504	$467	($37)	-7.3%
01-204.5367	Insurance - Vehicle	$4,912	$5,673	$761	+15.5%
01-204.5386	Software/Software Support	$5,000	$5,000	-	+0.0%
01-204.5409	Equipment - Operations	$14,500	$18,000	$3,500	+24.1%
01-204.5439	Fire Truck-Principal- Current & New Truck	-	$265,000	$265,000	N/A

Account	Description	FY 2025-26 Adopted	FY 2026-27 Proposed	Change	%
01-204.5499	Matching City Funds for Grant- New Truck	$24,000	$27,796	$3,796	+15.8%
	Total Fire Department Expenditures	**$161,003**	**$438,401**	**$277,398**	**+172.3%**

Animal Shelter Department

FY 2025-26 ADOPTED	FY 2026-27 PROPOSED	CHANGE
$157,130	**$164,760**	**$7,630** +4.9%

Largest line-item changes: Regular Salaries: $6,655; Workmen's Compensation: $1,337; TMRS: $1,269.

Account	Description	FY 2025-26 Adopted	FY 2026-27 Proposed	Change	%
01-205.5101	Regular Salaries	$83,098	$89,753	$6,655	+8.0%
01-205.5102	Overtime	$500	$500	-	+0.0%
01-205.5104	Honorariums/Longevity	$3,500	$3,500	-	+0.0%
01-205.5105	Unemployment Compensation	$763	$859	$96	+12.6%
01-205.5107	Social Security	$5,214	$5,935	$721	+13.8%
01-205.5108	Medicare	$1,219	$1,389	$170	+13.9%
01-205.5109	Workmen's Compensation	$4,598	$4,903	$305	+6.6%
01-205.5111	TMRS	$3,597	$4,866	$1,269	+35.3%
01-205.5113	Group Health Insurance	$20,334	$20,400	$66	+0.3%
01-205.5205	Materials & Supplies - Office	$200	$200	-	+0.0%
01-205.5213	Uniforms	$350	$350	-	+0.0%
01-205.5220	Travel	$300	$300	-	+0.0%
01-205.5235	Operations Materials & Supplies	$10,000	$10,000	-	+0.0%
01-205.5237	Vehicle Fuel	$500	$500	-	+0.0%
01-205.5240	Miscellaneous Expense	$150	$150	-	+0.0%
01-205.5303	Utilities - Telephone, Internet, Electric	$9,500	$8,500	($1,000)	-10.5%
01-205.5313	Professional Development	$550	$550	-	+0.0%
01-205.5337	Maint. & Repair - Vehicle	$985	$250	($735)	-74.6%
01-205.5343	Maint. & Repair Equip.	$250	$250	-	+0.0%
01-205.5353	Physical Plant Maint,Repairs & Improvements	$2,000	$2,000	-	+0.0%
01-205.5364	Insurance - Bonds & Miscellaneous	$85	$85	-	+0.0%
01-205.5365	Insurance - Physical Plant	$1,129	$1,212	$83	+7.4%
01-205.5386	Software/Sofware Support	$3,758	$3,758	-	+0.0%
01-205.5392	Nuisance Abatement - Animals	$3,500	$3,500	-	+0.0%
01-205.5409	Equipment - Operations	$500	$500	-	+0.0%
01-205.5465	Computer System/Office Equipment	$550	$550	-	+0.0%
	Total Animal Shelter Expenditures	**$157,130**	**$164,760**	**$7,630**	**+4.9%**

Streets Department

FY 2025-26 ADOPTED	FY 2026-27 PROPOSED	CHANGE
$727,621	$750,005	$22,384
		+3.1%

Largest line-item changes: Special Services / Projects: $20,893; Regular Salaries/On Call: $9,339; Seasonal Mower: $7,200.

Account	Description	FY 2025-26 Adopted	FY 2026-27 Proposed	Change	%
01-301.5101	Regular Salaries/On Call	$221,608	$230,947	$9,339	+4.2%
01-301.5103	Special/Temporary/Contract Salaries - Seasonal Mower	-	$7,200	$7,200	N/A
01-301.5102	Overtime	$5,000	$5,000	-	+0.0%
01-301.5104	Honorariums/Longevity	$2,000	$3,000	$1,000	+50.0%
01-301.5105	Unemployment Compensation	$1,904	$1,904	-	+0.0%
01-301.5107	Social Security	$13,674	$13,760	$86	+0.6%
01-301.5108	Medicare	$3,198	$3,218	$20	+0.6%
01-301.5109	Workmen's Compensation	$8,345	$8,898	$553	+6.6%
01-301.5111	TMRS	$13,682	$12,456	($1,226)	-9.0%
01-301.5113	Insurance - Group Medical	$50,835	$51,000	$165	+0.3%
01-301.5205	Materials & Supplies - Office	$500	$500	-	+0.0%
01-301.5210	Cell Phone Reimbursement	$2,880	$2,880	-	+0.0%
01-301.5213	Uniforms	$2,100	$3,000	$900	+42.9%
01-301.5220	Travel	$100	$1,000	$900	+900.0%
01-301.5235	Materials & Supplies - Operations	$15,000	$15,000	-	+0.0%
01-301.5237	Vehicle Fuel	$7,500	$7,500	-	+0.0%
01-301.5240	Miscellaneous Expense	$1,000	$500	($500)	-50.0%
01-301.5303	Utilities - Telephone, Internet, Electric	$5,124	$5,124	-	+0.0%
01-301.5306	Utilities - Street Lighting	$56,512	$63,014	$6,502	+11.5%
01-301.5313	Professional Development	$250	$800	$550	+220.0%
01-301.5330	Lease Vehicles	$12,169	$12,169	-	+0.0%
01-301.5337	Maintenance & Repair - Vehicle	$2,500	$2,500	-	+0.0%
01-301.5343	Maintenance & Repair - Equipment	$7,500	$9,500	$2,000	+26.7%
01-301.5350	Ice Machine Rental	$208	$208	-	+0.0%
01-301.5352	Medical Services	$250	$250	-	+0.0%
01-301.5353	Physical Plant Maint,Repairs & Improvements	$3,500	$3,500	-	+0.0%
01-301.5362	Insurance - Mobile Equipment	$526	$622	$96	+18.3%
01-301.5363	Ins-Public Officials Liability	$521	$327	($194)	-37.2%
01-301.5365	Insurance - Physical Plant & Liability	$1,128	$1,212	$84	+7.4%

Account	Description	FY 2025-26 Adopted	FY 2026-27 Proposed	Change	%
01-301.5366	Insurance - General Liability	$504	$467	($37)	-7.3%
01-301.5367	Insurance - Vehicle	$4,912	$5,672	$760	+15.5%
01-301.5375	Special Services /Projects	$26,500	$47,393	$20,893	+78.8%
01-301.5386	Software/Sofware Support	$4,707	$4,500	($207)	-4.4%
01-301.5409	Equipment - Operations	$46,895	$46,895	-	+0.0%
01-301.5483	Street Improvements	$142,133	$148,500	$6,367	+4.5%
01-301.5485	Sanitation Profit-Street Improvements	$29,589	$29,589	-	+0.0%
	Total Streets Expenditures	**$727,621**	**$750,005**	**$22,384**	**+3.1%**

Sanitation Department

FY 2025-26 ADOPTED	FY 2026-27 PROPOSED	CHANGE
$434,193	$464,363	$30,170
		+6.9%

Largest line-item changes: Special Services - Solid Waste Collection: $33,403; Software/Sofware Support: ($5,983); Postage: $2,750.

Account	Description	FY 2025-26 Adopted	FY 2026-27 Proposed	Change	%
01-401.5205	Materials & Supplies - Office	$500	$500	-	+0.0%
01-401.5207	Postage	$3,500	$6,250	$2,750	+78.6%
01-401.5378	Special Services - Solid Waste Collection	$420,340	$453,743	$33,403	+7.9%
01-401.5386	Software/Sofware Support	$9,853	$3,870	($5,983)	-60.7%
	Total Sanitation Expenditures	**$434,193**	**$464,363**	**$30,170**	**+6.9%**

Parks Department

FY 2025-26 ADOPTED	FY 2026-27 PROPOSED	CHANGE
$147,062	**$148,925**	**$1,863** +1.3%

Largest line-item changes: Regular Salaries: $1,258.

Account	Description	FY 2025-26 Adopted	FY 2026-27 Proposed	Change	%
01-602.5101	Regular Salaries	$34,648	$35,906	$1,258	+3.6%
01-602.5102	Overtime	$1,000	$1,000	-	+0.0%
01-602.5105	Unemployment Compensation	$252	$405	$153	+60.7%
01-602.5107	Social Security	$2,148	$2,226	$78	+3.6%
01-602.5108	Medicare	$502	$521	$19	+3.8%
01-602.5109	Workmen's Compensation	$397	-	($397)	-100.0%
01-602.5111	TMRS	$1,897	$2,010	$113	+6.0%
01-602.5113	Insurance - Group Medical	$10,167	$10,200	$33	+0.3%
01-602.5210	Cell Phone Reimbursement	$720	$720	-	+0.0%
01-602.5213	Uniforms	-	$700	$700	N/A
01-602.5225	Materials & Supplies - Beautification	$1,000	$1,000	-	+0.0%
01-602.5240	Miscellaneous Expense	$500	$500	-	+0.0%
01-602.5257	Materials & Supplies - Round-A-Bout	$250	$250	-	+0.0%
01-602.5305	Utilities - Electricity	$1,852	$1,675	($177)	-9.6%
01-602.5343	Maintenance & Repair - Equipment	$1,250	$1,250	-	+0.0%
01-602.5353	Maintenance & Repair - Physical Plant	$4,000	$4,000	-	+0.0%
01-602.5357	Landscaping	$9,850	$9,850	-	+0.0%
01-602.5365	Insurance - Physical Plant & Liability	$1,129	$1,212	$83	+7.4%
01-602.5409	Equipment - Operations	$500	$500	-	+0.0%
01-602.5499	Matching City Funds for Grant	$75,000	$75,000	-	+0.0%
	Total Parks Expenditures	**$147,062**	**$148,925**	**$1,863**	**+1.3%**

Water Distribution Department

FY 2025-26 ADOPTED	FY 2026-27 PROPOSED	CHANGE
$1,118,658	$1,140,643	$21,985 +2.0%

Largest line-item changes: Postage: $5,874; Utilities - Telephone, Internet, Electric, Gas: $5,304; Software/Software Support: $4,275.

Account	Description	FY 2025-26 Adopted	FY 2026-27 Proposed	Change	%
02-601.5101	Regular Salaries/ On Call	$39,931	$41,269	$1,338	+3.4%
02-601.5102	Overtime	$1,500	$1,500	-	+0.0%
02-601.5104	Honorariums/Longevity	$500	$500	-	+0.0%
02-601.5105	Unemployment Compensation	$252	$305	$53	+21.0%
02-601.5107	Social Security	$2,693	$2,559	($134)	-5.0%
02-601.5108	Medicare	$630	$599	($31)	-4.9%
02-601.5109	Workmen's Compensation	$1,386	$1,478	$92	+6.6%
02-601.5111	TMRS	$2,231	$2,286	$55	+2.5%
02-601.5113	Insurance - Group Medical	$10,167	$10,200	$33	+0.3%
02-601.5205	Materials & Supplies - Office	$750	$750	-	+0.0%
02-601.5207	Postage	$4,416	$10,290	$5,874	+133.0%
02-601.5210	Cell Phone Reimbursement	$720	$720	-	+0.0%
02-601.5213	Uniforms	$600	$600	-	+0.0%
02-601.5220	Travel	$600	$1,000	$400	+66.7%
02-601.5235	Materials & Supplies - Operations	$30,000	$30,000	-	+0.0%
02-601.5236	Chemicals	$7,000	$5,500	($1,500)	-21.4%
02-601.5237	Vehicle Fuel	$7,500	$7,500	-	+0.0%
02-601.5254	Compliance Testing	$4,500	$4,500	-	+0.0%
02-601.5303	Utilities - Telephone, Internet, Electric, Gas	$22,000	$27,304	$5,304	+24.1%
02-601.5313	Professional Development	$2,500	$2,500	-	+0.0%
02-601.5330	Lease Vehicles	$12,169	$12,169	-	+0.0%
02-601.5337	Maintenance & Repair - Vehicle	$3,000	$3,000	-	+0.0%
02-601.5340	Clay Valve Preventive Maintenance	$3,000	$3,000	-	+0.0%
02-601.5343	Maintenance & Repair - Equipment	$5,500	$6,500	$1,000	+18.2%
02-601.5350	Ice Machine Rental	$208	$208	-	+0.0%
02-601.5352	Medical Services	$250	$250	-	+0.0%
02-601.5353	Physical Plant Maint,Repairs & Improvements	$9,000	$9,000	-	+0.0%
02-601.5362	Insurance - Mobile Equipment	$526	$622	$96	+18.3%
02-601.5363	Insurance - Public Officials Liability	$521	$327	($194)	-37.2%
02-601.5365	Insurance - Physical Plant & Liability	$1,128	$1,211	$83	+7.4%

Account	Description	FY 2025-26 Adopted	FY 2026-27 Proposed	Change	%
02-601.5366	Insurance - General Liability	$504	$467	($37)	-7.3%
02-601.5367	Insurance - Vehicle	$4,912	$5,672	$760	+15.5%
02-601.5375	Special Services/Special Projects	$25,000	$25,000	-	+0.0%
02-601.5376	Pipeline R-O-W Rental	$250	$250	-	+0.0%
02-601.5379	Special Services - TCEQ Water System Fee	$4,100	$7,400	$3,300	+80.5%
02-601.5386	Software/Software Support	$12,740	$17,015	$4,275	+33.6%
02-601.5395	Treated Water Purchase	$518,448	$518,448	-	+0.0%
02-601.5396	Water Tank Maintenance	$5,050	$5,050	-	+0.0%
02-601.5409	Equipment - Operations	$20,500	$20,500	-	+0.0%
02-601.5423	Distribution Meters/Valves/Hardware Repairs	$7,500	$7,500	-	+0.0%
02-601.5465	Computer System/Software	$1,500	$1,500	-	+0.0%
02-601.5491	Electronic Water Meters-Principal	$35,521	$36,523	$1,002	+2.8%
02-601.5493	C.O.B Annual Payment	$293,389	$294,607	$1,218	+0.4%
02-601.5508	Debt Service Interest-Elec Water Meters	$14,066	$13,065	($1,001)	-7.1%
	Total Water Distribution Expenditures	**$1,118,658**	**$1,140,643**	**$21,985**	**+2.0%**

Sewer Department

FY 2025-26 ADOPTED	FY 2026-27 PROPOSED	CHANGE
$407,312	$381,407	($25,905)
		-6.4%

Largest line-item changes: Sludge Removal: ($20,000); Matching City Funds: ($11,100); Utilities - Telephone, Internet, Electric: $5,266.

Account	Description	FY 2025-26 Adopted	FY 2026-27 Proposed	Change	%
02-608.5101	Regular Salaries/ On Call	$51,413	$53,240	$1,827	+3.6%
02-608.5102	Overtime	$1,500	$2,500	$1,000	+66.7%
02-608.5104	Honorariums/Longevity	$500	$500	-	+0.0%
02-608.5105	Unemployment Compensation	$252	$305	$53	+21.0%
02-608.5107	Social Security	$3,405	$3,301	($104)	-3.1%
02-608.5108	Medicare	$797	$772	($25)	-3.1%
02-608.5109	Workmen's Compensation	$1,505	$1,605	$100	+6.6%
02-608.5111	TMRS	$2,842	$2,988	$146	+5.1%
02-608.5113	Insurance - Group Medical	$10,167	$10,200	$33	+0.3%
02-608.5205	Materials & Supplies - Office	$700	$700	-	+0.0%
02-608.5207	Postage	$4,400	$5,705	$1,305	+29.7%
02-608.5210	Cell Phone Reimbursement	$720	$720	-	+0.0%
02-608.5213	Uniforms	$600	$600	-	+0.0%
02-608.5220	Travel	$600	$1,000	$400	+66.7%
02-608.5235	Materials & Supplies - Operations	$12,500	$14,000	$1,500	+12.0%
02-608.5236	Chemicals	$17,000	$17,000	-	+0.0%
02-608.5237	Vehicle Fuel	$7,500	$7,500	-	+0.0%
02-608.5254	Compliance Testing	$10,000	$8,000	($2,000)	-20.0%
02-608.5303	Utilities - Telephone, Internet, Electric	$20,130	$25,396	$5,266	+26.2%
02-608.5304	Hazard Mitigation Grantworks	$3,500	$3,500	-	+0.0%
02-608.5313	Professional Development	$800	$1,000	$200	+25.0%
02-608.5330	Lease Vehicles	$12,169	$12,169	-	+0.0%
02-608.5337	Maintenance & Repair - Vehicle	$2,500	$2,500	-	+0.0%
02-608.5343	Maintenance & Repair - Equipment	$15,250	$15,250	-	+0.0%
02-608.5350	Ice Machine Rental	$208	$208	-	+0.0%
02-608.5352	Medical Services	$250	$250	-	+0.0%
02-608.5353	Physical Plant Maint,Repairs & Improvements	$20,000	$20,000	-	+0.0%
02-608.5362	Insurance - Mobile Equipment	$526	$621	$95	+18.1%
02-608.5363	Insurance - Public Official's Liability	$521	$327	($194)	-37.2%
02-608.5365	Insurance - Physical Plant & Liability	$1,128	$1,211	$83	+7.4%

Account	Description	FY 2025-26 Adopted	FY 2026-27 Proposed	Change	%
02-608.5366	Insurance - General Liability	$504	$467	($37)	-7.3%
02-608.5367	Insurance - Vehicle	$4,912	$5,672	$760	+15.5%
02-608.5375	Special Services/Projects	$26,500	$26,500	-	+0.0%
02-608.5386	Software/Software Support	$8,634	$5,800	($2,834)	-32.8%
02-608.5387	Sludge Removal	$40,000	$20,000	($20,000)	-50.0%
02-608.5409	Equipment - Operations	$22,379	$20,000	($2,379)	-10.6%
02-608.5460	Line Extensions and Replacement	$5,000	$5,000	-	+0.0%
02-608.5499	Matching City Funds	$96,000	$84,900	($11,100)	-11.6%
	Total Sewer Expenditures	**$407,312**	**$381,407**	**($25,905)**	**-6.4%**

Daingerfield EDC FY 2026-2027 Budget

DAINGERFIELD ECONOMIC DEVELOPMENT CORPORATION

FY 2026-2027 BUDGET

EDC BOARD STATUS	**APPROVED**
CITY COUNCIL STATUS	**PRESENTED FOR REVIEW**
PLANNED ADOPTION	**WITH THE CITY BUDGET IN SEPTEMBER 2026**

The EDC budget is included as a separate component at the back of the City of Daingerfield Proposed FY 2026-2027 Budget Book for City Council review. The EDC Board has already approved its budget, and City Council adoption is planned with the City budget in September.

EDC Budget Summary

FY 2026-27 REVENUE	FY 2026-27 EXPENSE	BUDGET MARGIN
$120,576	**$120,500**	**$76**
EDC Board approved	EDC Board approved	Revenue over expense

EDC Type B Fund	FY25-26 Adopted	FY26-27 Approved	Change	%
Revenue	$125,280	$120,576	($4,704)	-3.8%
Expenditures	$125,000	$120,500	($4,500)	-3.6%
Revenue over Expenditures	$280	$76	($204)	-72.9%

EDC Type B Fund Revenues

Account	Description	FY 2025-26 Adopted	FY 2026-27 Proposed	Change	%
50-4404	Sales Tax	$125,280	$120,576	($4,704)	-3.8%
	Total EDC Fund Revenues	**$125,280**	**$120,576**	**($4,704)**	**-3.8%**

The EDC Type B Fund is supported primarily by the City's dedicated economic-development sales tax.

EDC Expenditure Detail

Account	Description	FY 2025-26 Adopted	FY 2026-27 Proposed	Change	%
50-110.5110	Regular Salaries	$12,500	$25,000	$12,500	+100.0%
50-110.5103	Special/Temporary/Contract Salaries	$5,000	$5,000	-	+0.0%
50-110.5150	Unemployment Compensation	$250	$250	-	+0.0%
50-110.5107	Social Security	$1,550	$1,550	-	+0.0%
50-110.5108	Medicare	$300	$500	$200	+66.7%
50-110.5111	TMRS	-	$1,550	$1,550	N/A
50-110.5203	Public Relations/Marketing	$10,000	$8,000	($2,000)	-20.0%
50-110.5250	Materials & Supplies - Office	$1,000	$500	($500)	-50.0%
50-110.5207	Postage	$150	$150	-	+0.0%
50-110.5220	Travel	$1,500	$1,500	-	+0.0%
50-110.5235	Materials/Supplies - Operations	$500	$500	-	+0.0%
50-110.5240	Miscellaneous Expense	$1,000	$1,000	-	+0.0%
50-110.5313	Professional Development/Memberships	$3,700	$3,700	-	+0.0%
50-110.5315	Workforce Development Programs	$1,000	$500	($500)	-50.0%
50-110.5342	Mural Program	$10,000	$1,000	($9,000)	-90.0%
50-110.5344	Small Business Workshops/Catering	$5,000	$2,500	($2,500)	-50.0%
50-110.5363	Insurance - Public Officials Liability	$1,250	$1,000	($250)	-20.0%
50-110.5375	Special Services - Audit/Legal	$5,300	$1,000	($4,300)	-81.1%
50-110.5377	Small Business Grants - Visibility & Signage	$30,000	$15,000	($15,000)	-50.0%
50-110.5380	Incentive for New Businesses	$10,000	$2,000	($8,000)	-80.0%
50-110.5440	Building/Land Acquisition	-	$13,300	$13,300	N/A
50-110.5456	Public Infrastructure & Public Spaces Projects	$10,000	$10,000	-	+0.0%
50-110.5499	Matching Funds for Grant (EDA)	$15,000	$25,000	$10,000	+66.7%
	Total EDC Type B Expenses	**$125,000**	**$120,500**	**($4,500)**	**-3.6%**

Clean comparison schedules above are based on the EDC-approved budget data supplied with this budget book.

Investment Policy and Strategies

SEPARATE COUNCIL ACTION REQUIRED

This Investment Policy and the accompanying investment strategies are included in the FY 2026-2027 Budget Book for reference and administrative convenience.

The policy and strategies are reviewed and approved separately by resolution of the City Council. Adoption of the annual budget alone does not constitute approval of this policy.

Authority: Texas Government Code Chapters 2256 and 2257

Investment Policy

Policy Statement

The administration and investment of City funds shall be handled as a public trust. This policy applies to all financial assets and funds of the City unless specifically exempted by law or Council action.

Objectives

Investment objectives, in priority order, are: (1) safety and preservation of principal; (2) liquidity sufficient to meet operating needs; (3) diversification; and (4) a market rate of return consistent with the first three objectives.

Governing Law

All activity shall comply with the Texas Public Funds Investment Act, Government Code Chapter 2256; the Public Funds Collateral Act, Government Code Chapter 2257; the City's depository agreement; and other applicable law. If this policy conflicts with law, the law controls.

Delegation of Authority

The City Council retains ultimate fiduciary responsibility. The City Manager is designated Investment Officer. Daily administrative duties may be delegated in writing to qualified finance staff, but responsibility and required reporting remain with the Investment Officer.

Prudence and Ethics

Investment officers shall use the prudent-person standard in the context of the entire portfolio, avoid speculative activity, and disclose personal business relationships and relationships by blood or marriage as required by law.

Authorized Investments

Authorized investments are limited to instruments permitted by the Public Funds Investment Act and specifically allowed by this policy, including eligible U.S. obligations, properly insured or collateralized certificates of deposit, eligible local government investment pools, eligible no-load money-market mutual funds, and other instruments expressly approved by Council and law.

Prohibited Investments

The City shall not purchase obligations prohibited by Government Code Section 2256.009(b), including certain interest-only and principal-only mortgage obligations, collateralized mortgage obligations with a stated final maturity greater than 10 years, and inverse-floater collateralized mortgage obligations.

Maturity and Diversification

- No individual security or certificate of deposit may have a stated maturity longer than two years unless Council specifically authorizes a longer maturity consistent with law and the applicable strategy.
- The maximum dollar-weighted average maturity for pooled operating funds is 365 days.
- The portfolio shall be diversified by issuer, institution, instrument type, and maturity when practical.
- Investments shall be selected only after considering liquidity needs, anticipated cash flow, suitability, marketability, and compliance with the strategy for the applicable fund group.

The City shall obtain and review required offering documents before participating in an investment pool or discretionary investment arrangement, and Council authorization shall be obtained when required.

Investment Strategies

Operating Funds

Preserve principal and maintain daily liquidity for payroll, accounts payable, and routine operations. Use short, laddered maturities tied to forecast cash needs. Target weighted average maturity: no more than 365 days.

Debt-Service Funds

Preserve principal and match maturities to known principal and interest payment dates. Funds not immediately required may be invested only through the date needed for scheduled payments.

Capital-Project Funds

Preserve project principal and schedule maturities to construction draws, equipment purchases, and contractual commitments. Investment maturity may not exceed the reasonably expected project expenditure date.

Water and Sewer Enterprise Funds

Maintain liquidity for operations, emergency repairs, capital needs, and debt requirements. Use a maturity structure aligned with utility cash flow and planned capital spending.

Special Revenue, Grant and Restricted Funds

Comply with grant agreements, bond covenants, donor restrictions, and other legal limitations. Match maturities to the anticipated timing of the authorized program or project.

All strategies prioritize safety and liquidity over yield. Investments must mature no later than the time funds are reasonably expected to be needed.

Safekeeping, Collateral and Monitoring

Safekeeping

Securities shall be purchased using delivery versus payment and held by an independent third-party custodian or authorized depository under a written agreement. Safekeeping records must identify each security and the City's ownership or pledge.

Collateral

Deposits exceeding federal deposit insurance shall be collateralized in accordance with Chapter 2257 and the depository agreement. The City requires collateral with a market value of at least 102% of uninsured deposits plus accrued interest, subject to lawful exclusions and appropriate monitoring.

Market-Price Monitoring

Market values shall be obtained at least quarterly from an independent custodian, investment pool statement, nationally recognized pricing service, or other independent source. The Investment Officer shall compare book and market values and investigate material differences.

Credit-Rating Monitoring

The Investment Officer shall monitor required ratings using issuer notices, rating-agency information, investment-pool disclosures, custodian information, or other reliable sources. An investment that loses its required rating shall be reviewed promptly and liquidated as soon as prudently possible when required by law.

Internal Controls

Written controls shall address authorization, confirmation, settlement, custody, reconciliation, wire transfers, separation of duties, access security, and business continuity. Investment practices and controls shall be subject to independent audit review as appropriate.

Counterparties, Reporting and Review

Authorized Institutions

The Investment Officer shall maintain an approved list of authorized depositories, broker/dealers, investment pools, and counterparties. Required written certifications or acknowledgments must be received before transactions occur.

Training

The treasurer, chief financial officer if different, and investment officer shall complete at least 10 hours of training within 12 months after assuming duties and at least 8 hours in each subsequent two-year period from an independent source approved by the governing body or its designated committee.

Quarterly Reporting

Each investment officer shall prepare and sign quarterly reports satisfying Government Code Section 2256.023. Reports shall include portfolio position, book and market value, maturity, transactions, earnings, and a statement of compliance with this policy and the investment strategies.

Benchmark and Performance

Performance may be compared with a benchmark appropriate to the portfolio's safety and liquidity objectives, such as a comparable U.S. Treasury rate or eligible local government investment-pool yield.

Annual Review and Adoption

The City Council shall review this policy and the investment strategies at least annually and adopt a written instrument stating that the review occurred and recording any changes. Inclusion in the budget book does not replace the separate annual resolution.

Glossary

Ad Valorem Tax
A tax based on the taxable value of real and personal property.

Appropriation
Legal authorization to spend public funds for a stated purpose.

Balanced Budget
A budget in which available revenues and authorized resources are sufficient for planned expenditures.

Budget Amendment
A formal change to the adopted budget approved through the required process.

Capital Outlay
Spending for equipment, infrastructure, facilities, or other assets with a useful life beyond one year.

Debt Service
Principal and interest payments on outstanding obligations.

Enterprise Fund
A fund used for services financed primarily through user charges, such as water and sewer operations.

Expenditure
The use of financial resources for operations, capital items, debt, or other authorized purposes.

Fiscal Year
The City's twelve-month accounting period, October 1 through September 30.

Franchise Fee
Revenue paid by utilities or service providers for use of public rights-of-way.

Fund
A separate fiscal and accounting entity used to track resources for specific activities or restrictions.

Fund Balance
The residual financial resources of a governmental fund after liabilities and deferred inflows.

General Fund
The City's primary operating fund for general governmental services.

Grant
Financial assistance from another government or organization for an approved purpose.

Glossary

Levy
The total amount of property tax imposed by a taxing unit.

Maintenance and Operations Rate
The portion of the property-tax rate supporting general operations.

Modified Accrual Basis
Governmental fund accounting that recognizes revenues when measurable and available and expenditures when liabilities are generally incurred.

No-New-Revenue Tax Rate
The rate calculated to produce approximately the same property-tax revenue from the same properties as the prior year, with statutory adjustments.

Operating Budget
The annual plan for revenues and expenditures supporting ongoing services.

Property-Tax-Supported Debt
Debt for which property-tax revenues are pledged or budgeted for repayment.

Reserve
Resources maintained for cash flow, emergencies, revenue fluctuations, or other approved needs.

Revenue
Income received from taxes, fees, utility charges, grants, interest, and other sources.

Special Revenue Fund
A fund used for revenues restricted or committed to specified purposes.

Taxable Value
Appraised value after applicable exemptions and adjustments, used to calculate property tax.

Taxpayer Impact Statement
A comparison showing how proposed rates and values may affect an average residence homestead and the overall levy.

Transfer
Movement of financial resources between funds or departments as authorized.

Voter-Approval Tax Rate
The maximum rate a taxing unit generally may adopt without triggering an election, subject to Texas law.

Working Capital
Current resources available to support enterprise-fund operations and short-term obligations.