



AGENDA
CITY COUNCIL MEETING
JANUARY 6, 2015 @ 5:30 P.M.

Notice is hereby given the City Council for the City of Parker will meet in a Regular Meeting on Tuesday, January 6, 2015 at 5:30 P.M. at the Parker City Hall, 5700 E. Parker Road, Parker, Texas 75002.

CALL TO ORDER – Roll Call and Determination of a Quorum

EXECUTIVE SESSION 5:30 P.M. TO 7:00 P.M. – Pursuant to the provisions of Chapter 551, Texas Government Code the City Council may hold a closed meeting.

1. RECESS TO CLOSED EXECUTIVE SESSION IN ACCORDANCE WITH THE AUTHORITY CONTAINED IN:
 - a. Government Code Section 551.087 Economic development - (1) to discuss or deliberate regarding commercial or financial information that the governmental body has received from Geneva Partners, Ltd. (approximately 131 acres) and Travis Parker Associates, Ltd. (approximately 322 acres) proposing an economic development proposal for property in Parker, and in its ETJ and/or to deliberate a financial or other incentive requested for the development by the developer.
 - b. Government Code Section 551.071 Jernigan vs. Parker, et al - Review of case as filed by plaintiff and appropriate legal responses.
2. RECONVENE REGULAR MEETING.
3. ANY APPROPRIATE DELIBERATION AND/OR ACTION ON ANY OF THE EXECUTIVE SESSION SUBJECTS LISTED ABOVE.

PLEDGE OF ALLEGIANCE

AMERICAN PLEDGE: I pledge allegiance to the flag of the United States of America; and to the republic for which it stands, one nation under God, indivisible with liberty and justice for all.

TEXAS PLEDGE: Honor the Texas flag; I pledge allegiance to thee, Texas, one state under God, one and indivisible.

PUBLIC COMMENTS The City Council invites any person with business before the Council to speak. No formal action may be taken on these items at this meeting. Please keep comments to 3 minutes.

CONSENT AGENDA Routine Council business. Consent Agenda is approved by a single majority vote. Items may be removed for open discussion by a request from a Councilmember or member of staff.

4. APPROVAL OF MEETING MINUTES FOR DECEMBER 16, 2014 [SMITH]
5. APPROVAL OF ORDINANCE 718 GRANTING A FRANCHISE TO GRAYSON-COLLIN ELECTRIC COOPERATIVE, INC., ITS SUCCESSORS AND ASSIGNS, TO CONDUCT A BUSINESS OF SUPPLYING ELECTRIC ENERGY FOR LIGHT, HEAT AND POWER IN THE CITY OF PARKER, AND TO CONSTRUCT, OPERATE, AND MAINTAIN AN ELECTRIC TRANSMISSION AND DISTRIBUTION SYSTEM ALONG, UPON AND ACROSS THE UTILITY EASEMENTS, RIGHTS-OF-WAY, STREETS, ROADS, LANES, ALLEYS AND BRIDGES [SHEPHERD]
6. APPROVAL OF ORDINANCE 720 AMENDING ORDINANCE NO. 648 TO REVISE MUNICIPAL WATER RATES, ESTABLISHING CONSTRUCTION AND SPECIAL ACTIVITY DISTRICT RATES, AND CONSOLIDATING ALL WATER RATE SCHEDULES [SHEPHERD]
7. APPROVAL OF ORDINANCE 721 AMENDING AND RESTATING THE COMPREHENSIVE PLAN OF THE CITY; ADOPTING AND APPROVING A SERIES OF MAPS SETTING FORTH THE COMPREHENSIVE PLAN; INCLUDING BUT NOT LIMITED TO PROVISIONS FOR LAND USE, TRANSPORTATION, AND PUBLIC UTILITIES; DEFINING THE RELATIONSHIP BETWEEN THE COMPREHENSIVE PLAN AND THE CITY DEVELOPMENT REGULATIONS AND THE CONSISTENCY REQUIRED BETWEEN THE PLAN AND THE DEVELOPMENT REGULATIONS; AND RATIFYING THE ANNEXATION PLAN [SHEPHERD]

INDIVIDUAL CONSIDERATION ITEMS

8. PUBLIC HEARING ON A REQUEST FOR ANNEXATION SUBMITTED BY PARKER BEDELL FARMS, LTD. TO THE CITY OF PARKER, COLLIN COUNTY, TEXAS, REQUESTING ANNEXATION OF APPROXIMATELY 56.5062 ACRES OF LAND IN THE ANN HURT SURVEY, ABSTRACT NO. 428, COLLIN COUNTY, TEXAS. THE PROPERTY IS LOCATED SOUTH OF WEST LUCAS ROAD, AND WEST OF LEWIS LANE, AKA KINGS CROSSING PHASE 2 [SHEPHERD]
9. CONSIDERATION AND/OR ANY APPROPRIATE ACTION ON ORDINANCE 722 AMENDING AND RESTATING THE PROVISIONS OF ORDINANCE NO. 608 AS

**CODIFIED AS CHAPTER 97 OF THE PARKER MUNICIPAL CODE; DISSOLVING
THE PARKS AND RECREATION COMMISSION OF THE CITY OF PARKER;
REVISING REGULATIONS FOR PUBLICLY OWNED OPEN SPACE AND PARKS
[SHEPHERD]**

**10. CONSIDERATION AND/OR ANY APPROPRIATE ACTION ON CITY
PARTICIPATION IN FILE FOR LIFE PROGRAM [STONE]**

**11. CONSIDERATION AND/OR ANY APPROPRIATE ACTION ON BANK DEPOSITORY
AGREEMENT [BOYD]**

ROUTINE ITEMS

12. FUTURE AGENDA ITEMS

13. ADJOURN

In addition to any specifically identified Executive Sessions, Council may convene into Executive Session at any point during the open meeting to discuss any item posted on this Agenda. The Open Meetings Act provides specific exceptions that require that a meeting be open. Should Council elect to convene into Executive Session, those exceptions will be specifically identified and announced. Any subsequent action, as a result of this Executive Session, will be taken and recorded in open session.

I certify that this Notice of Meeting was posted on or before January 2, 2015 by 5:00 p.m. at the Parker City Hall.

Date Notice Removed

**Carrie L. Smith, TRMC
City Secretary**

The Parker City Hall is Wheelchair accessible. Sign interpretations or other special assistance for disabled attendees must be requested 48 hours in advance by contacting the City Secretary's Office at 972-442-6811.



Council Agenda Item

Budget Account Code:	Meeting Date: January 6, 2015
Budgeted Amount:	Department/ Requestor: City Secretary Smith
Fund Balance-before expenditure:	Prepared by: C. Smith
Estimated Cost:	Date Prepared: 12/18/2014
Exhibits:	1) Proposed Minutes

AGENDA SUBJECT

APPROVAL OF MEETING MINUTES FOR DECEMBER 16, 2014. [SMITH]

SUMMARY**POSSIBLE ACTION**

Approve, Table

Inter - Office Use			
Approved by:			
Department Head/ Requestor:	Carrie A. Smith	Date:	1/2/2015
City Attorney:		Date:	
City Administrator:	Tuffy Flay	Date:	1/2/15

MINUTES
CITY COUNCIL MEETING
DECEMBER 16, 2014

CALL TO ORDER – Roll Call and Determination of a Quorum

The Parker City Council met in a regular meeting on the above date at Parker City Hall, 5700 E. Parker Road, Parker, Texas 75002.

Mayor Marshall called the meeting to order at 5:00 p.m. Councilmembers Stone, Standridge, Levine, Pettie and Taylor were present.

Staff Present: City Administrator Jeff Flanigan, City Secretary Carrie Smith, Finance/H.R. Manager Johnna Boyd and Police Chief Bill Rushing

EXECUTIVE SESSION 5:00 P.M. TO 7:00 P.M. – Pursuant to the provisions of Chapter 551, Texas Government Code the City Council may hold a closed meeting.

1. RECESS TO CLOSED EXECUTIVE SESSION IN ACCORDANCE WITH THE AUTHORITY CONTAINED IN:
 - a. Government Code Section 551.074 Personnel - Review of individual staff member's roles, to deliberate the appointment, employment, evaluation, compensation, reassignment, duties, discipline, or dismissal of a public officer or employee- All City employees and officers of the City.
 - b. Government Code Section 551.087 Economic development - (1) to discuss or deliberate regarding commercial or financial information that the governmental body has received from Geneva Partners, Ltd. (approximately 131 acres) and Travis Parker Associates, Ltd. (approximately 322 acres) proposing an economic development proposal for property in Parker, and in its ETJ. and/or to deliberate a financial or other incentive requested for the development by the developer.
 - c. Government Code Section 551.071. Consultation with City Attorney and Government Code Section 551.072 Deliberation regarding Real Property - Confidential legal advice and deliberation regarding the purchase, exchange, lease, or value of real property for acquisition and use for City right of way, and/or public utility construction.

Mayor Marshall recessed the regular meeting at 5:00 p.m.

2. RECONVENE REGULAR MEETING.

Mayor Marshall reconvened the regular meeting at 7:00 p.m.

3. ANY APPROPRIATE DELIBERATION AND/OR ACTION ON ANY OF THE EXECUTIVE SESSION SUBJECTS LISTED ABOVE.

No action.

PLEDGE OF ALLEGIANCE

AMERICAN PLEDGE: Police Chief Bill Rushing led the pledge.

TEXAS PLEDGE: Sergeant Kenneth Price led the pledge.

PUBLIC COMMENTS The City Council invites any person with business before the Council to speak. No formal action may be taken on these items at this meeting. Please keep comments to 3 minutes.

No comments.

CONSENT AGENDA Routine Council business. Consent Agenda is approved by a single majority vote. Items may be removed for open discussion by a request from a Councilmember or member of staff.

4. APPROVAL OF MEETING MINUTES FOR DECEMBER 2, 2014. [SMITH]

5. DEPARTMENT REPORTS - ANIMAL CONTROL, POLICE, COURT, BUILDING, WEBSITE

MOTION: Councilmember Taylor moved to approve the consent agenda items as presented. Councilmember Stone seconded with Councilmembers Stone, Standridge, Levine, Pettie and Taylor voting for. Motion carried 5-0.

INDIVIDUAL CONSIDERATION ITEMS

6. CONSIDERATION AND/OR ANY APPROPRIATE ACTION ON ANNUAL AUDIT REPORT. [BOYD]

Mike Brooks with BrooksCardiel, PLLC reviewed the audit report. (Exhibit 6)

MOTION: Councilmember Taylor moved to accept the annual audit report. Councilmember Standridge seconded with Councilmembers Stone, Standridge, Levine, Pettie and Taylor voting for. Motion carried 5-0.

7. PUBLIC HEARING, CONSIDERATION AND/OR ANY APPROPRIATE ACTION ON ORDINANCE 721 AMENDING THE CITY COMPREHENSIVE PLAN. [FLANIGAN]

Mayor Marshall opened the public hearing at 7:10 p.m.

Steve Sallman, 4925 Greenville Ave, Dallas, Texas - Exhibit 7

Mayor Marshall closed the public hearing at 7:13 p.m.

City Administrator Flanigan reviewed the proposed changes to the Comprehensive Plan maps.

Mayor Pro Tem Levine requested City Attorney Shepherd prepare an ordinance and bring it back at the next meeting. He requested this item be placed on the Consent Agenda for approval of final form.

MOTION: Mayor Pro Tem Levine moved to approve Ordinance 721 subject to City Attorney Shepherd's recommended changes. Councilmember Stone seconded with Councilmembers Stone, Standridge, Levine, Pettie and Taylor voting for. Motion carried 5-0.

8. CONSIDERATION AND/OR ANY APPROPRIATE ACTION ON RESOLUTION 2014-466 APPROVING THE ANNEXATION REQUEST AND SCHEDULE OF PUBLIC HEARINGS FOR KINGS CROSSING PHASE 2 BEING 56 ACRES IN THE ANN S. HURT SURVEY, GENERALLY LOCATED WEST OF LEWIS LANE. [SHEPHERD]

Annexation Schedule is as follows:

1/6/15	First Annexation hearing before City Council
1/20/15	Second Annexation hearing before City Council
2/3/15	City Council to vote on Annexation

MOTION: Mayor Pro Tem Levine moved to approve Resolution 2014-466 as presented. Councilmember Pettie seconded with Councilmembers Stone, Standridge, Levine, Pettie and Taylor voting for. Motion carried 5-0.

ROUTINE ITEMS

9. FUTURE AGENDA ITEMS

No additional items at this time.

10. ADJOURN

Mayor Marshall adjourned the meeting at 7:27 pm.

APPROVED:

Mayor Marshall

ATTESTED:

City Secretary Carrie L. Smith

APPROVED on the ____ day
of _____, 2014.

INSERT

Exhibit 6 - Audit presentation
Exhibit 7 - Letter from Mr. Sallman

ANNUAL FINANCIAL REPORT

of the

City of Parker, Texas

**For the Year Ended
September 30, 2014**

City of Parker, Texas

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September 30, 2014

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INDEPENDENT AUDITOR'S REPORT

To the Honorable Mayor and
Members of the City Council
City of Parker, Texas:

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Parker, Texas (the "City"), as of and for the year ended September 30, 2014, and the related notes to the financial statements, which collectively comprise the City's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

The City's management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes

evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City as of September 30, 2014, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and budgetary comparison information be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.



BrooksCardiel, PLLC
Certified Public Accountants
The Woodlands, Texas
November 8, 2014

***MANAGEMENT'S DISCUSSION
AND ANALYSIS***

City of Parker, Texas

MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)

September 30, 2014

As management of the City of Parker, Texas (the "City"), we offer readers of the City's financial statements this narrative overview and analysis of the financial activities of the City for the fiscal year ended September 30, 2014.

Financial Highlights

- The City's total combined net position is \$48,418,493 at September 30, 2014. Of this, \$6,117,206 (unrestricted net position) may be used to meet the City's ongoing obligations to its citizens and creditors.
- At the close of the current fiscal year, the City's governmental funds reported combined fund balances of \$4,742,413, an increase of \$660,109.
- As of the end of the year, the unassigned fund balance of the general fund was \$4,350,130 or 180% of total general fund expenditures.
- The City had an overall decrease in net position of \$1,085,164, which is primarily due to depreciation expense taken on capital assets.

Overview of the Financial Statements

The discussion and analysis provided here are intended to serve as an introduction to the City's basic financial statements. The City's basic financial statements consist of three components: 1) government-wide financial statements, 2) fund financial statements, and 3) the notes to financial statements. This report also includes supplementary information intended to furnish additional detail to support the basic financial statements themselves.

Government-Wide Statements

The *government-wide financial statements* are designed to provide readers with a broad overview of the City's finances, in a manner similar to a private-sector business.

The *statement of net position* presents information on all of the City's assets, liabilities, and deferred inflows/outflows with the difference reported as *net position*. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the City is improving or deteriorating. Other non-financial factors, such as the City's property tax base and the condition of the City's infrastructure, need to be considered in order to assess the overall health of the City.

The *statement of activities* presents information showing how the City's net position changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses

City of Parker, Texas

MANAGEMENT'S DISCUSSION AND ANALYSIS, *Continued*

September 30, 2014

are reported for some items that will only result in cash flows in future fiscal periods (e.g., uncollected taxes and earned but unused vacation leave).

Both of the government-wide financial statements distinguish functions of the City that are principally supported by taxes and intergovernmental revenues (*governmental activities*) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (*business-type activities*). The governmental activities of the City include general government, public safety, public works, culture and recreation, and community development. The business-type activities of the City include water, sewer and sanitation operations.

The government-wide financial statements include not only the City itself (known as the *primary government*), but also the legally separate Parker Volunteer Fire Department for which the City is financially accountable. Although legally separate, the Fire Department functions for all practical purposes as a department of the City and therefore has been included as an integral part of the primary government.

The government-wide financial statements can be found on pages 17 through 19 of this report.

FUND FINANCIAL STATEMENTS

Funds may be considered as operating companies of the parent corporation, which is the City of Parker. They are usually segregated for specific activities or objectives. The City of Parker uses fund accounting to ensure and demonstrate compliance with finance-related legal reporting requirements. The two categories of City funds are governmental and proprietary.

Governmental Funds

Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on *near-term inflows and outflows of spendable resources*, as well as *on balances of spendable resources* available at the end of the year. Such information may be useful in evaluating the City's near-term financing requirements.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for *governmental funds* with similar information presented for *governmental activities* in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate this comparison between *governmental funds* and *governmental activities*.

City of Parker, Texas

MANAGEMENT'S DISCUSSION AND ANALYSIS, *Continued*

September 30, 2014

The City of Parker maintains three individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for the general and debt service funds which are considered to be major funds.

The City of Parker adopts an annual appropriated budget for its general, debt service, and utility funds. A budgetary comparison schedule has been provided to demonstrate compliance with the general fund budget.

Proprietary Funds

The City maintains one type of proprietary fund which is considered an enterprise fund. Enterprise funds are used to report the same functions presented as business-type activities in the government-wide financial statements. The City uses enterprise funds to account for its water distribution, wastewater collection/treatment, water construction operations and sanitation services. The proprietary fund financial statements provide separate information for the water distribution, wastewater collection/treatment fund, and sanitation funds. The basic proprietary fund financial statements can be found in the basic financial statements of this report.

Notes to Financial Statements

The notes to the financial statements provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes are the last section of the basic financial statements.

Other Information

In addition to the basic financial statements, MD&A, and accompanying notes, this report also presents certain Required Supplementary Information (RSI). The RSI that GASB Statement No. 34 requires includes a budgetary comparison schedule for the general fund and schedule of funding progress for Texas Municipal Retirement System. The RSI can be found after the basic financial statements.

GOVERNMENT-WIDE FINANCIAL ANALYSIS

As noted previously, net position may serve over time as a useful indicator of the City's financial position. For the City of Parker, assets exceeded liabilities by \$48,418,493 as of September 30, 2014, in the primary government.

The largest portion of the City's net position, \$42,013,184, reflects its investments in capital assets (e.g., land, city hall, police station, streets, and drainage systems, as well as the public works facilities), less any debt used to acquire those assets that is still outstanding. The City uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although

City of Parker, Texas
MANAGEMENT'S DISCUSSION AND ANALYSIS, Continued
September 30, 2014

the City's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the assets themselves cannot be used to liquidate these liabilities.

Current assets of Governmental Activities as of September 30, 2014 and September 30, 2013 were \$4,909,009 and \$4,211,182, respectively. The increase of \$697,827 was primarily attributable to the due to other funds balance of \$(262,922) outstanding at prior year being moved to a transfer in the current year, and due to revenues exceeding expenditures for the year which contributed to additional cash and investment reserves at the current year end.

Current assets of Business-Type Activities as of September 30, 2014 and September 30, 2013 were \$1,607,048 and \$2,339,508, respectively. The decrease of \$732,460 was primarily attributable to the due from other funds balance of \$262,922 outstanding at prior year being moved to a transfer in the current year, a decrease of \$117,984 in net accounts receivable as a result of significant reduction in water usage due to the drought water restrictions, and due to cash reserves being used to service bonds.

Statement of Net Position:

The following table reflects the condensed Statement of Net Position:

	2014			2013		
	Governmental Activities	Business-Type Activities	Total	Governmental Activities	Business-Type Activities	Total
Current and other assets	\$ 4,909,009	\$ 1,607,048	\$ 6,516,057	\$ 4,211,182	\$ 2,339,508	\$ 6,550,690
Capital assets, net	35,375,983	12,577,845	47,953,828	36,651,089	12,968,552	49,619,641
Total Assets	40,284,992	14,184,893	54,469,885	40,862,271	15,308,060	56,170,331
Deferred Outflows of Resources	79,865	73,721	153,586	85,569	78,987	164,556
Other liabilities	154,612	56,748	211,360	116,104	143,831	259,935
Long-term liabilities	3,000,846	2,992,772	5,993,618	3,273,615	3,297,680	6,571,295
Total Liabilities	3,155,458	3,049,520	6,204,978	3,389,719	3,441,511	6,831,230
Net Position:						
Net investment in capital assets	32,411,910	9,601,274	42,013,184	33,409,605	9,687,073	43,096,678
Restricted	288,103		288,103	283,076		283,076
Unrestricted	4,509,386	1,607,820	6,117,206	3,865,440	2,258,463	6,123,903
Total Net Position	\$ 37,209,399	\$ 11,209,094	\$ 48,418,493	\$ 37,558,121	\$ 11,945,536	\$ 49,503,657

City of Parker, Texas
MANAGEMENT'S DISCUSSION AND ANALYSIS, Continued
September 30, 2014

Statement of Activities:

The following table provides a summary of the City's changes in net position:

	For the Year Ended September 30, 2014			For the Year Ended September 30, 2013		
	Governmental Activities	Business-Type Activities	Total Primary Government	Governmental Activities	Business-Type Activities	Total Primary Government
Revenues						
Program revenues:						
Charges for services	\$ 342,602	\$ 1,925,667	\$ 2,268,269	\$ 377,427	\$ 2,353,786	\$ 2,731,213
Grants and contributions	98,898	-	98,898	125,451	-	125,451
General revenues:						
Property taxes	1,967,151	-	1,967,151	1,998,515	-	1,998,515
Sales taxes	129,197	-	129,197	518,256	-	518,256
Franchise and local taxes	238,171	-	238,171	208,724	-	208,724
Investment income	41,821	837	42,658	37,367	1,151	38,518
Other revenues	228,000	-	228,000	48,286	-	48,286
Total Revenues	3,045,840	1,926,504	4,972,344	3,314,026	2,354,937	5,668,963
Expenses						
General government	823,971	-	823,971	867,217	-	867,217
Public safety	949,383	-	949,383	877,683	-	877,683
Transportation	1,776,842	-	1,776,842	2,044,862	-	2,044,862
Culture and recreation	11,721	-	11,721	14,331	-	14,331
Interest and fiscal charges	95,567	97,262	192,829	101,695	104,423	206,118
Water, sewer, & sanitation	-	2,302,762	2,302,762	-	2,270,857	2,270,857
Total Expenses	3,657,484	2,400,024	6,057,508	3,905,788	2,375,280	6,281,068
Change in Net Position						
Before Transfers	(611,644)	(473,520)	(1,085,164)	(591,762)	(20,343)	(612,105)
Transfers, net	262,922	(262,922)	-	-	-	-
Total	262,922	(262,922)	-	-	-	-
Change in Net Position	(348,722)	(736,442)	(1,085,164)	(591,762)	(20,343)	(612,105)
Beginning Net Position	37,558,121	11,945,536	49,503,657	38,149,883	11,965,879	50,115,762
Ending Net Position	\$ 37,209,399	\$ 11,209,094	\$ 48,418,493	\$ 37,558,121	\$ 11,945,536	\$ 49,503,657

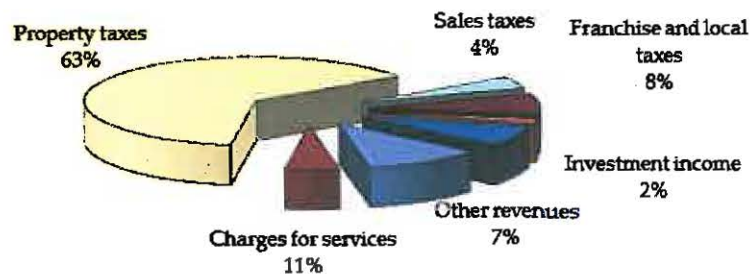
City of Parker, Texas

MANAGEMENT'S DISCUSSION AND ANALYSIS, *Continued*

September 30, 2014

Graphic presentations of selected data from the summary tables are displayed below to assist in the analysis of the City's activities.

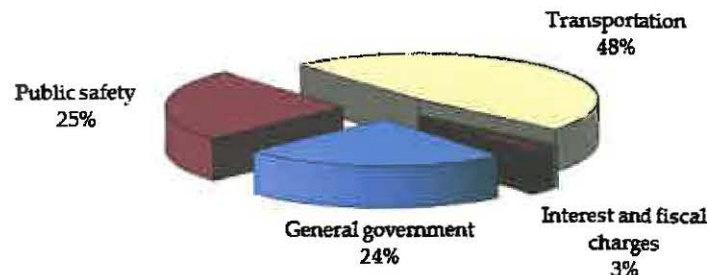
Governmental Activities - Revenues



For the year ended September 30, 2014, revenues from governmental activities totaled \$3,045,840. Property tax, other revenues and charges for services are the City's largest revenue sources. Sales tax decreased \$389,059 or 301% due to a one-time sales tax distribution from the State Comptroller in prior year that was not repeated in the current year. This distribution was the result of a state audit which revealed that sales tax previously collected was not correctly allocated to the City. Other revenues increased by \$179,714 or 79% due to inspection fees for two new developments within the City. Grants and contributions decreased by \$26,553 or 22% due to several nonrecurring grants received in the prior year. All other revenues remained relatively stable when compared to the previous year.

This graph shows the governmental function expenses of the City:

Governmental Activities - Expenses



For the year ended September 30, 2014, expenses for governmental activities totaled \$3,657,484. This represents a decrease of \$248,304 or 3% from the prior year. The City's largest functional expense is transportation of \$1,776,842 which is primarily depreciation of transportation related assets. Transportation expenses decreased by \$268,020 or 15% from prior year. The decrease was a result of a

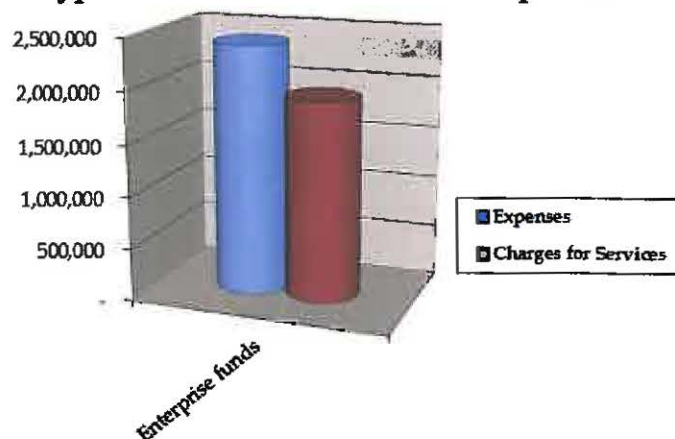
City of Parker, Texas
MANAGEMENT'S DISCUSSION AND ANALYSIS, Continued
September 30, 2014

decrease in project spending by the public works department. All other expenses remained relatively stable when compared to the previous year.

Business-type activities are shown comparing operating costs to revenues generated by related services.

For the year ended September 30, 2014, charges for services by business-type activities totaled \$1,925,667. This is a decrease of \$428,119, or 18%, from the previous year. This decrease directly relates to water usage due to a surcharge imposed to conserve water.

Business-Type Activities - Revenues and Expenses



Total expenses increased \$24,744 due primarily to an increase in the cost of water purchased by the City. All other expenses remained relatively consistent.

FINANCIAL ANALYSIS OF THE CITY'S FUNDS

As noted earlier, fund accounting is used to demonstrate and ensure compliance with finance-related legal requirements.

Governmental Funds - The focus of the City's governmental funds is to provide information of near-term inflows, outflows and balances of spendable resources. Such information is useful in assessing the City's financing requirements. In particular, unreserved fund balance may serve as a useful measure of the City's net resources available for spending at the end of the year.

As of the end of the year the general fund reflected a total fund balance of \$4,489,404. Of this, \$34,409 is restricted for municipal court and \$104,180 is committed for capital improvements. The unassigned fund balance totaled \$4,350,130 as of year end.

There was an increase in governmental fund balance of \$660,109 over the prior year. The City had a combination of higher than budgeted revenues and less expenditures than planned.

City of Parker, Texas
MANAGEMENT'S DISCUSSION AND ANALYSIS, Continued
September 30, 2014

Proprietary Funds - The City's proprietary funds provide the same type of information found in the government-wide financial statements, but in more detail.

GENERAL FUND BUDGETARY HIGHLIGHTS

There was a total positive budget variance of \$792,488 in the general fund. This is a combination of positive revenue and expenditure variances of \$128,414 and \$462,345, respectively. Half of the revenue sources received more revenue than anticipated with the other half of the sources receiving less than anticipated. All expenditures were less than budgeted.

CAPITAL ASSETS

As of the end of the year, the City's governmental activities funds had invested \$35,375,983 in a variety of capital assets and infrastructure, net of accumulated depreciation. Depreciation is included with the governmental capital assets as required by GASB Statement No. 34. The City's business-type activities funds had invested \$12,577,845 in a variety of capital assets and infrastructure, net of accumulated depreciation.

Major capital asset events during the current year include the following:

- Purchase of two police department vehicles for a total of \$65,752
- Purchase of two volunteer fire department vehicles for a total of \$64,750
- Road maintenance and upgrades for \$267,562

More detailed information about the City's capital assets is presented in note IV. C to the financial statements.

LONG-TERM DEBT

At the end of the current year, the City had total bonds outstanding of \$5,755,000. During the year, the City had a reduction in the long-term debt of \$565,000. More detailed information about the City's long-term liabilities is presented in note IV. D. to the financial statements.

ECONOMIC FACTORS AND NEXT YEAR'S BUDGET

The Mayor and City Council are committed to maintaining and improving the overall wellbeing of the City of Parker and improving services provided to their public citizens. The City is budgeting for growth in the upcoming year.

City of Parker, Texas
MANAGEMENT'S DISCUSSION AND ANALYSIS, *Continued*
September 30, 2014

CONTACTING THE CITY'S FINANCIAL MANAGEMENT

This financial report is designed to provide a general overview of the City of Parker's finances for all those with an interest in the City's finances. Questions concerning this report or requests for additional financial information should be directed to the City Administrator, 5700 East Parker Road, Parker, Texas 75002.

FINANCIAL STATEMENTS

City of Parker, Texas
STATEMENT OF NET POSITION
September 30, 2014

	Primary Government		
	Governmental Activities	Business-Type Activities	Total
<u>Assets</u>			
Current assets:			
Cash and cash equivalents	\$ 1,671,098	\$ 1,407,308	\$ 3,078,406
Investments	3,162,172	-	3,162,172
Receivables, net	75,739	199,740	275,479
Total Current Assets	4,909,009	1,607,048	6,516,057
Capital assets:			
Non-depreciable	843,484	107,417	950,901
Net depreciable capital assets	34,532,499	12,470,428	47,002,927
	35,375,983	12,577,845	47,953,828
Total Assets	40,284,992	14,184,893	54,469,885
<u>Deferred Outflows of Resources</u>			
Deferred charge on refunding	79,865	73,721	153,586
Total Deferred Outflows of Resources	79,865	73,721	153,586
<u>Liabilities</u>			
Current liabilities:			
Accounts payable and accrued liabilities	99,700	40,953	140,653
Customer deposits	42,000	-	42,000
Accrued interest payable	12,912	15,795	28,707
	154,612	56,748	211,360
Noncurrent liabilities:			
Due within one year	312,001	320,676	632,677
Due in more than one year	2,688,845	2,672,096	5,360,941
	3,000,846	2,992,772	5,993,618
Total Liabilities	3,155,458	3,049,520	6,204,978
<u>Net Position</u>			
Net investment in capital assets	32,411,910	9,601,274	42,013,184
Restricted	288,103	-	288,103
Unrestricted	4,509,386	1,607,820	6,117,206
Total Net Position	\$ 37,209,399	\$ 11,209,094	\$ 48,418,493

See Notes to Financial Statements.

City of Parker, Texas
STATEMENT OF ACTIVITIES
For the Year Ended September 30, 2014

Functions/Programs	Expenses	Program Revenues	
		Charges for Services	Operating Grants and Contributions
Primary Government			
Governmental Activities			
General government	\$ 823,971	\$ 247,676	\$ 1,036
Public safety	949,383	94,926	97,862
Transportation	1,776,842	-	-
Culture and recreation	11,721	-	-
Interest and fiscal charges	95,567	-	-
Total Governmental Activities	<u>3,657,484</u>	<u>342,602</u>	<u>98,898</u>
Business-Type Activities			
Water, Sewer, & Sanitation	2,400,024	1,925,667	-
Total Business-Type Activities	<u>2,400,024</u>	<u>1,925,667</u>	<u>-</u>
Total Primary Government	<u>\$ 6,057,508</u>	<u>\$ 2,268,269</u>	<u>\$ 98,898</u>

General Revenues:

Taxes
Property taxes
Sales taxes
Franchise and local taxes
Investment income
Other revenues

Transfers

Total General Revenues

Change in Net Position

Beginning Net Position

Ending Net Position

See Notes to Financial Statements.

Net (Expense) Revenue and Changes in Net Position

Primary Government		
Governmental Activities	Business-Type Activities	Total
\$ (575,259)	\$ -	\$ (575,259)
(756,595)	-	(756,595)
(1,776,842)	-	(1,776,842)
(11,721)	-	(11,721)
(95,567)	-	(95,567)
<u>(3,215,984)</u>	<u>-</u>	<u>(3,215,984)</u>
-	(474,357)	(474,357)
-	(474,357)	(474,357)
<u>(3,215,984)</u>	<u>(474,357)</u>	<u>(3,690,341)</u>
1,967,151	-	1,967,151
129,197	-	129,197
238,171	-	238,171
41,821	837	42,658
228,000	-	228,000
262,922	(262,922)	-
<u>2,867,262</u>	<u>(262,085)</u>	<u>2,605,177</u>
(348,722)	(736,442)	(1,085,164)
37,558,121	11,945,536	49,503,657
<u>\$ 37,209,399</u>	<u>\$ 11,209,094</u>	<u>\$ 48,418,493</u>

City of Parker, Texas

BALANCE SHEET GOVERNMENTAL FUNDS September 30, 2014

	General	Debt Service	Nonmajor Parker Volunteer Fire Department	Total Governmental Funds
<u>Assets</u>				
Cash and cash equivalents	\$ 1,484,060	\$ 93,875	\$ 93,163	\$ 1,671,098
Investments	3,096,201	-	65,971	3,162,172
Receivables, net	71,069	4,670	-	75,739
Total Assets	\$ 4,651,330	\$ 98,545	\$ 159,134	\$ 4,909,009
<u>Liabilities</u>				
Accounts payable and accrued liabilities	\$ 99,700	\$ -	\$ -	\$ 99,700
Customer deposits	42,000	-	-	42,000
Total Liabilities	141,700	-	-	141,700
<u>Deferred Inflows of Resources</u>				
Unavailable revenue - property taxes	20,226	4,670	-	24,896
<u>Fund Balances</u>				
Restricted for:				
Municipal court	34,409	-	-	34,409
Police seizures	685	-	-	685
Debt service	-	93,875	-	93,875
Fire department	-	-	159,134	159,134
Committed for:				
Capital improvements	104,180	-	-	104,180
Unassigned reported in:				
General fund	4,350,130	-	-	4,350,130
Total Fund Balances	4,489,404	93,875	159,134	4,742,413
Total Liabilities and Fund Balances	\$ 4,651,330	\$ 98,545	\$ 159,134	\$ 4,909,009

See Notes to Financial Statements.

City of Parker, Texas
RECONCILIATION OF THE BALANCE SHEET TO THE STATEMENT OF NET POSITION
GOVERNMENTAL FUNDS
September 30, 2014

Fund Balances - Total Governmental Funds	\$ 4,742,413
Adjustments for the Statement of Net Position:	
Capital assets used in governmental activities are not current financial resources and, therefore, not reported in the governmental funds.	
Capital assets - non-depreciable	843,484
Capital assets - net depreciable	34,532,499
Other long-term assets are not available to pay for current-period expenditures and, therefore, are deferred in the governmental funds.	
	24,896
Deferred outflows of resources, represent a consumption of net position that applies applies to a future period(s) and is not recognized as an outflow of resources (expense/ expenditure) until then.	
Deferred charge on refunding	79,865
Some liabilities, including bonds payable and deferred charges, are not reported as liabilities in the governmental funds.	
Accrued interest	(12,912)
Bond premium	(93,063)
Non-current liabilities due in one year	(312,001)
Non-current liabilities due in more than one year	(2,595,782)
Net Position of Governmental Activities	\$ 37,209,399

See Notes to Financial Statements.

City of Parker, Texas

STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE

GOVERNMENTAL FUNDS

For the Year Ended September 30, 2014

	General	Debt Service	Parker Volunteer Fire Department	Total Governmental Funds
<u>Revenues</u>				
Property tax	\$ 1,598,621	\$ 370,326	\$ -	\$ 1,968,947
Sales tax	129,197	-	-	129,197
Franchise and local taxes	238,171	-	-	238,171
License and permits	247,676	-	-	247,676
Contributions and donations	86,503	-	11,359	97,862
Intergovernmental	1,036	-	-	1,036
Fines and forfeitures	94,926	-	-	94,926
Investment income	41,008	435	378	41,821
Other revenue	192,700	-	3,054	195,754
Total Revenues	2,629,838	370,761	14,791	3,015,390
<u>Expenditures</u>				
Current:				
General government	507,337	-	-	507,337
Police department	722,571	-	-	722,571
Municipal court	114,680	-	-	114,680
Fire department	245,727	-	76,460	322,187
Building and code enforcement	91,181	-	-	91,181
Parks and recreation	1,860	-	-	1,860
Public works	464,827	-	-	464,827
City property	57,526	-	-	57,526
Debt Service:				
Principal	-	269,100	-	269,100
Interest and fiscal charges	-	99,180	-	99,180
Total Expenditures	2,205,709	368,280	76,460	2,650,449
Excess of Revenues Over (Under)				
Expenditures	424,129	2,481	(61,669)	364,941
<u>Other Financing Sources (Uses)</u>				
Transfers in	264,458	-	62,728	327,186
Transfers (out)	(62,728)	(1,536)	-	(64,264)
Sale of capital assets	32,246	-	-	32,246
Total Other Financing Sources (Uses)	233,976	(1,536)	62,728	295,168
Net change in fund balances	658,105	945	1,059	660,109
Beginning fund balances	3,831,299	92,930	158,075	4,082,304
Ending Fund Balances	\$ 4,489,404	\$ 93,875	\$ 159,134	\$ 4,742,413

See Notes to Financial Statements.

City of Parker, Texas
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS TO THE
STATEMENT OF ACTIVITIES
For the Year Ended September 30, 2014

Amounts reported for governmental activities in the statement of activities are different because:

Net changes in fund balances - total governmental funds	\$ 660,109
Governmental funds report capital outlays as expenditures. However, in the statement of activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense.	
Capital outlay	424,128
Depreciation expense	(1,699,234)
Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.	(1,796)
Some expenses reported in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds.	
Compensated absences	(4,642)
Accrued interest	1,006
The issuance of long-term debt (e.g., bonds, leases, certificates of obligation) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net position. Also, governmental funds report the effect of issuance costs, premiums, discounts, and similar items when they are first issued; whereas, these amounts are deferred and amortized in the statement of activities. This amount is the net effect of these differences in the treatment of long-term debt and related items.	
Amortization of deferred charges on refunding	(5,704)
Amortization of premium	8,311
Principal payments	269,100
Change in Net Position of Governmental Activities	\$ (348,722)

See Notes to Financial Statements.

City of Parker, Texas
STATEMENT OF NET POSITION
PROPRIETARY FUND
September 30, 2014

	<u>Water, Sewer & Sanitation</u>
<u>Assets</u>	
<u>Current Assets</u>	
Cash and cash equivalents	\$ 1,407,308
Receivables, net	199,740
Total Current Assets	<u>1,607,048</u>
<u>Noncurrent Assets</u>	
Capital assets:	
Non-depreciable	107,417
Net depreciable capital assets	12,470,428
Total Noncurrent Assets	<u>12,577,845</u>
Total Assets	<u>14,184,893</u>
<u>Deferred Outflows of Resources</u>	
Deferred charge on refunding	73,721
Total Deferred Outflows of Resources	<u>73,721</u>
<u>Liabilities</u>	
<u>Current Liabilities</u>	
Accounts payable and accrued liabilities	40,953
Accrued interest	15,795
Total Current Liabilities	<u>56,748</u>
<u>Noncurrent Liabilities</u>	
Due within one year	320,676
Due in more than one year	2,672,096
Total Liabilities	<u>3,049,520</u>
<u>Net Position</u>	
Net investment in capital assets	9,601,274
Unrestricted	1,607,820
Total Net Position	<u>\$ 11,209,094</u>

See Notes to Financial Statements.

City of Parker, Texas

STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET POSITION PROPRIETARY FUNDS

For the Year Ended September 30, 2014

	<u>Water, Sewer & Sanitation</u>
<u>Operating Revenues</u>	
Water sales	\$ 1,313,287
Sewer revenue	159,315
Garbage collection	284,544
Meter installations	95,500
Other revenue	73,021
Total Operating Revenues	<u>1,925,667</u>
<u>Operating Expenses</u>	
Cost of water	1,503,860
Cost of sewer	138,608
Cost of garbage	269,587
Depreciation	390,707
Total Operating Expenses	<u>2,302,762</u>
Operating Income (Loss)	<u>(377,095)</u>
<u>Nonoperating Revenues (Expenses)</u>	
Investment income	837
Interest expense	(97,262)
Total Nonoperating Revenues (Expenses)	<u>(96,425)</u>
Income (Loss) Before Transfers	(473,520)
<u>Transfers</u>	
Transfers (out)	(262,922)
Change in Net Position	(736,442)
Beginning net position	<u>11,945,536</u>
Ending Net Position	<u><u>\$ 11,209,094</u></u>

See Notes to Financial Statements.

City of Parker, Texas
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS (Page 1 of 2)
For the Year Ended September 30, 2014

	Water, Sewer & Sanitation
<u>Cash Flows from Operating Activities</u>	
Receipts from customers	\$ 2,306,573
Payments to suppliers and employees	(1,999,139)
Net Cash Provided by Operating Activities	307,434
<u>Cash Flows from Noncapital Financing Activities</u>	
Transfer (out)	(262,922)
Net Cash (Used) by Noncapital Financing Activities	(262,922)
<u>Cash Flows from Capital and Related Financing Activities</u>	
Principal paid on debt	(295,900)
Interest paid on debt	(101,003)
Net Cash (Used) by Capital and Related Financing Activities	(396,903)
<u>Cash Flows from Investing Activities</u>	
Interest on investments	837
Net Cash Provided by Investing Activities	837
Net (Decrease) in Cash and Cash Equivalents	(351,554)
Beginning cash and cash equivalents	1,758,862
Ending Cash and Cash Equivalents	\$ 1,407,308

See Notes to Financial Statements.

City of Parker, Texas
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS (Page 2 of 2)
For the Year Ended September 30, 2014

	<u>Water, Sewer & Sanitation</u>
<u>Reconciliation of Operating Income (Loss)</u>	
<u>to Net Cash Provided by Operating Activities</u>	
Operating Income (Loss)	\$ (377,095)
Adjustments to reconcile operating income to net cash provided:	
Depreciation	390,707
Changes in Operating Assets and Liabilities:	
(Increase) Decrease in:	
Accounts receivable	117,984
Due from other funds	262,922
Increase (Decrease) in:	
Accounts payable and accrued liabilities	(87,084)
Net Cash Provided by Operating Activities	<u><u>\$ 307,434</u></u>

See Notes to Financial Statements.

City of Parker, Texas
NOTES TO FINANCIAL STATEMENTS
September 30, 2014

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Description of Government-Wide Financial Statements

The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all of the nonfiduciary activities of the primary government and its component units. *Governmental activities*, which normally are supported by taxes, intergovernmental revenues, and other nonexchange transactions, are reported separately from *business-type activities*, which rely to a significant extent on fees and charges to external customers for support. Likewise, the *primary government* is reported separately from certain legally separate *component units* for which the primary government is financially accountable.

B. Reporting Entity

The City of Parker, Texas (the "City") was incorporated on March 22, 1969 and operates under a Council-Manager form of government. The City provides: police; fire; code enforcement; public works; street repair and maintenance; parks; general administrative services; water; wastewater; and sanitation.

The City is an independent political subdivision of the State of Texas governed by an elected council and a mayor and is considered a primary government. As required by generally accepted accounting principles, these basic financial statements have been prepared based on considerations regarding the potential for inclusion of other entities, organizations, or functions as part of the City's financial reporting entity. The Parker Volunteer Fire Department, although legally separate, is considered part of the reporting entity. No other entities have been included in the City's reporting entity. Additionally, as the City is considered a primary government for financial reporting purposes, its activities are not considered a part of any other governmental or other type of reporting entity.

Considerations regarding the potential for inclusion of other entities, organizations or functions in the City's financial reporting entity are based on criteria prescribed by generally accepted accounting principles. These same criteria are evaluated in considering whether the City is a part of any other governmental or other type of reporting entity. The overriding elements associated with prescribed criteria considered in determining that the City's financial reporting entity status is that of a primary government are that it has a separately elected governing body; it is legally separate; and is fiscally independent of other state and local governments. Additionally prescribed criteria under generally accepted accounting principles include considerations pertaining to organizations for which the primary government is financially accountable, and considerations pertaining to organizations for which the nature and significance of their relationship with the primary government are such that exclusion would cause the reporting entity's financial statements to be misleading or incomplete.

City of Parker, Texas
NOTES TO FINANCIAL STATEMENTS, Continued
September 30, 2014

Blended Component Unit

Parker Volunteer Fire Department

The Parker Volunteer Fire Department (the "VFD") was created by City ordinance on February 22, 1983. The purpose of the VFD is to provide fire protection to the citizens of the City. The Fire Chief is the executive officer of the department and is appointed by the Mayor of the City.

C. Basis of Presentation Government-Wide and Fund Financial Statements

While separate government-wide and fund financial statements are presented, they are interrelated. The governmental activities column incorporates data from governmental funds while business-type activities incorporate data from the government's enterprise funds. Separate financial statements are provided for governmental funds and the proprietary funds.

As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements. Exceptions to this general rule are payments in lieu of taxes where the amounts are reasonably equivalent in value to the interfund services provided and other charges between the government's water and transit functions and various other functions of the government. Elimination of these charges would distort the direct costs and program revenues reported for the various functions concerned.

The fund financial statements provide information about the government's funds, including its blended component units. Separate statements for each fund category—governmental and proprietary are presented. The emphasis of fund financial statements is on major governmental and enterprise funds, each displayed in a separate column. All remaining governmental and enterprise funds are aggregated and reported as nonmajor funds. Major individual governmental and enterprise funds are reported as separate columns in the fund financial statements.

The government reports the following governmental funds:

Governmental Funds

Governmental funds are those funds through which most governmental functions are typically financed.

General Fund

The general fund is used to account for all financial transactions not properly includable in other funds. The principal sources of revenues include local property taxes, sales and franchise taxes, licenses and permits, fines and forfeitures, and charges for services.

City of Parker, Texas
NOTES TO FINANCIAL STATEMENTS, Continued
September 30, 2014

Expenditures include general government, public safety, public works, code enforcement, and parks and recreation. The general service fund is considered a major fund for reporting purposes.

Debt Service Fund

The debt service fund is used to account for the payment of interest and principal on all general obligation bonds and other long-term debt of governmental funds. The primary source of revenue for debt service is local property taxes. The City has elected to report the debt service fund as a major fund.

Volunteer Fire Department Fund

The volunteer fire department fund (the "VFD") is used to account for contributions and grants that are contributed to the VFD for fire protections. The VFD is considered nonmajor for reporting purposes.

Proprietary Fund Types

Proprietary funds are used to account for activities that are similar to those often found in the private sector. All assets, liabilities, equities, revenues, expenses, and transfers relating to the government's business activities are accounted for through proprietary funds. The measurement focus is on determination of net income, financial position, and cash flows. Proprietary funds distinguish operating revenues and expenses from non-operating items. Operating revenues include charges for services. Operating expenses include costs of materials, contracts, personnel, and depreciation. All revenues and expenses not meeting this definition are reported as non-operating revenues and expenses. Proprietary fund types follow GAAP prescribed by the Governmental Accounting Standards Board (GASB) and all financial Accounting Standards Board's standards issued prior to November 30, 1989. Subsequent to this date, the City accounts for its enterprise funds as presented by GASB. The proprietary fund types used by the City include enterprise funds.

The government reports the following major enterprise fund:

Water, Sewer, & Sanitation Fund

This fund is used to account for the provision of water, sewer & garbage services to the residents of the City. Activities of the fund include administration, operations and maintenance of the water production and distribution system, water collection and treatment systems, and contract garbage services. The fund also accounts for the accumulation of resources for and the payment of long-term debt. All costs are financed through charges to utility customers.

City of Parker, Texas
NOTES TO FINANCIAL STATEMENTS, Continued
September 30, 2014

During the course of operations the government has activity between funds for various purposes. Any residual balances outstanding at year end are reported as due from/to other funds and advances to/from other funds. While these balances are reported in fund financial statements, certain eliminations are made in the preparation of the government-wide financial statements. Balances between the funds included in governmental activities (i.e., the governmental and internal service funds) are eliminated so that only the net amount is included as internal balances in the governmental activities column. Similarly, balances between the funds included in business-type activities (i.e., the enterprise funds) are eliminated so that only the net amount is included as internal balances in the business-type activities column.

Further, certain activity occurs during the year involving transfers of resources between funds. In fund financial statements these amounts are reported at gross amounts as transfers in/out. While reported in fund financial statements, certain eliminations are made in the preparation of the government-wide financial statements. Transfers between the funds included in governmental activities are eliminated so that only the net amount is included as transfers in the governmental activities column. Similarly, balances between the funds included in business-type activities are eliminated so that only the net amount is included as transfers in the business-type activities column.

D. Measurement Focus and Basis of Accounting

The accounting and financial reporting treatment is determined by the applicable measurement focus and basis of accounting. Measurement focus indicates the type of resources being measured such as *current financial resources* or *economic resources*. The basis of accounting indicates the timing of transactions or events for recognition in the financial statements.

The government-wide financial statements are reported using the *economic resources measurement focus* and the *accrual basis of accounting*. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

The governmental fund financial statements are reported using the *current financial resources measurement focus* and the *modified accrual basis of accounting*. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the government considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences, and claims and judgments, are recorded only when payment is due. General capital asset

City of Parker, Texas
NOTES TO FINANCIAL STATEMENTS, Continued
September 30, 2014

acquisitions are reported as expenditures in governmental funds. Issuance of long-term debt and acquisitions under capital leases are reported as other financing sources.

Property taxes, sales taxes, franchise taxes, licenses, and interest associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. Entitlements are recorded as revenues when all eligibility requirements are met, including any time requirements, and the amount is received during the period or within the availability period for this revenue source (within 60 days of year end). Expenditure-driven grants are recognized as revenue when the qualifying expenditures have been incurred and all other eligibility requirements have been met, and the amount is received during the period or within the availability period for this revenue source (within 60 days of year end). All other revenue items are considered to be measurable and available only when cash is received by the government.

E. Assets, Liabilities, Deferred Outflows/Inflows of Resources and Net Position/Fund Balance

1. Deposits and Investments

The City's cash and cash equivalents are considered to be cash on hand, demand deposits and short term investments with original maturities of three months or less from the date of acquisition. For the purpose of the statement of cash flows, the proprietary fund types consider temporary investments with maturity of three months or less when purchased to be cash equivalents.

In accordance with GASB Statement No. 31, *Accounting and Reporting for Certain Investments and External Investment Pools*, the City reports all investments at fair value, except for "money market investments" and "2a7-like pools." Money market investments, which are short-term highly liquid debt instruments that may include U.S. Treasury and agency obligations, are reported at amortized costs. Investment positions in external investment pools that are operated in a manner consistent with the SEC's Rule 2a7 of the Investment Company Act of 1940, such as TexSTAR, are reported using the pools' share price.

The City has adopted a written investment policy regarding the investment of its funds as defined in the Public Funds Investment Act, Chapter 2256, of the Texas Governmental Code. In summary, the City is authorized to invest in the following:

- Direct obligations of the U.S. Government
- Fully collateralized certificates of deposit and money market accounts
- Statewide investment pools

2. Receivables and Interfund Transactions

Transactions between funds that are representative of lending/borrowing arrangements outstanding at the end of the year are referred to as either "interfund receivables/payables"

City of Parker, Texas
NOTES TO FINANCIAL STATEMENTS, *Continued*
September 30, 2014

(i.e., the current portion of interfund loans) or "advances to/from other funds" (i.e., the non-current portion of interfund loans). All other outstanding balances between funds are reported as "due to/from other funds" in the fund financial statements. If the transactions are between the primary government and its component unit, these receivables and payables are classified as "due to/from component unit/primary government." Any residual balances outstanding between the governmental activities and business-type activities are reported in the government-wide financial statements as "internal balances."

Advances between funds are offset by a fund balance reserve account in the applicable governmental fund to indicate they are not available for appropriation and are not expendable available financial resources.

All trade receivables are shown net of any allowance for uncollectible amounts.

3. Property Taxes

Property taxes are levied by October 1 on the assessed value listed as of the prior January 1 for all real and business personal property in conformity with Subtitle E, Texas Property Tax Code. Taxes are due on receipt of the tax bill and are delinquent if not paid before February 1 of the year following the year in which imposed. Penalties are calculated after February 1 up to the date collected by the government at the rate of 6% for the first month and increased 1% per month up to a total of 12%. Interest is calculated after February 1 at the rate of 1% per month up to the date collected by the government. Under state law, property taxes levied on real property constitute a lien on the real property which cannot be forgiven without specific approval of the State Legislature. The lien expires at the end of twenty years. Taxes levied on personal property can be deemed uncollectible by the City.

4. Inventories and Prepaid Items

The costs of governmental fund type inventories are recorded as expenditures when the related liability is incurred, (i.e., the purchase method). The inventories are valued at the lower of cost or market using the first-in/first-out method. Certain payments to vendors reflect costs applicable to future accounting periods (prepaid expenditures) are recognized as expenditures when utilized.

5. Capital Assets

Capital assets, which include property, plant, equipment, and infrastructure assets (e.g., roads, bridges, sidewalks, and similar items) are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Capital assets are defined by the government, as assets with an initial individual cost of more than \$5,000 and an estimated useful life in excess of one year. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded

City of Parker, Texas
NOTES TO FINANCIAL STATEMENTS, Continued
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at estimated fair market value at the date of donation. Major outlays for capital assets and improvements are capitalized as projects are constructed.

Interest costs incurred in connection with construction of enterprise fund capital assets are capitalized when the effects of capitalization materially impact the financial statements.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend assets' lives are not capitalized.

Property, plant, and equipment of the primary government, as well as the component units, are depreciated using the straight-line method over the following estimated useful years.

<u>Asset Description</u>	<u>Estimated Useful Life</u>
Vehicles	5 years
Furniture and equipment	5 to 10 years
Infrastructure	40 years
Water and sewer system	40 years
Buildings and improvements	40 years

6. Deferred Outflows/Inflows of Resources

In addition to assets, the statement of financial position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, *deferred outflows of resources*, represents a consumption of net position that applies to a future period(s) and so will *not* be recognized as an outflow of resources (expense/ expenditure) until then. An example is a deferred charge on refunding reported in the government-wide statement of net position. A deferred charge on refunding results from the difference in the carrying value of refunded debt and its reacquisition price. This amount is deferred and amortized over the shorter of the life of the refunded or refunding debt.

In addition to liabilities, the statement of financial position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, *deferred inflows of resources*, represents an acquisition of net position that applies to a future period(s) and so will *not* be recognized as an inflow of resources (revenue) until that time. The government has only one type of item, which arises only under a modified accrual basis of accounting, that qualifies for reporting in this category. Accordingly, the item, *unavailable revenue*, is reported only in the governmental funds balance sheet. The governmental funds report unavailable revenues from one source: property taxes. This amount is deferred and recognized as an inflow of resources in the period that the amounts become available.

City of Parker, Texas
NOTES TO FINANCIAL STATEMENTS, *Continued*
September 30, 2014

7. Net Position Flow Assumption

Sometimes the government will fund outlays for a particular purpose from both restricted (e.g., restricted bond or grant proceeds) and unrestricted resources. In order to calculate the amounts to report as restricted – net position and unrestricted – net position in the government-wide and proprietary fund financial statements, a flow assumption must be made about the order in which the resources are considered to be applied.

8. Fund Balance Flow Assumptions

Sometimes the government will fund outlays for a particular purpose from both restricted and unrestricted resources (the total of committed, assigned, and unassigned fund balance). In order to calculate the amounts to report as restricted, committed, assigned, and unassigned fund balance in the governmental fund financial statements a flow assumption must be made about the order in which the resources are considered to be applied. It is the government's policy to consider restricted fund balance to have been depleted before using any of the components of unrestricted fund balance. Further, when the components of unrestricted fund balance can be used for the same purpose, committed fund balance is depleted first, followed by assigned fund balance. Unassigned fund balance is applied last.

9. Fund Balance Policies

Fund balance of governmental funds is reported in various categories based on the nature of any limitations requiring the use of resources for specific purposes. The government itself can establish limitations on the use of resources through either a commitment (committed fund balance) or an assignment (assigned fund balance).

The committed fund balance classification 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. The governing council is the highest level of decision-making authority for the government that can, by adoption of an ordinance prior to the end of the fiscal year, commit fund balance. Once adopted, the limitation imposed by the ordinance remains in place until a similar action is taken (the adoption of another ordinance) to remove or revise the limitation.

Amounts in the assigned fund balance classification are intended to be used by the government for specific purposes but do not meet the criteria to be classified as committed. The governing body (council) has by resolution authorized the finance director to assign fund balance. The council may also assign fund balance as it does when appropriating fund balance to cover a gap between estimated revenue and appropriations in the subsequent year's appropriated budget. Unlike commitments, assignments generally only exist temporarily. In other words, an additional action does not normally have to be taken for the removal of an assignment. Conversely, as discussed above, an additional action is essential to either remove or revise a commitment.

City of Parker, Texas
NOTES TO FINANCIAL STATEMENTS, Continued
September 30, 2014

10. Compensated Absences

The liability for compensated absences reported in the government-wide and proprietary fund statements consist of unpaid, accumulated vacation balances. The liability has been calculated using the vesting method, in which leave amounts for both employees who currently are eligible to receive termination payments and other employees who are expected to become eligible in the future to receive such payments upon termination are included. Vested or accumulated vacation leave and compensated leave of government-wide and proprietary funds are recognized as an expense and liability of those funds as the benefits accrue to employees.

It is the City's policy to liquidate compensated absences with future revenues rather than with currently available expendable resources. Accordingly, the City's governmental funds recognize accrued compensated absences when it is paid.

11. Long-Term Obligations

In the government-wide financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities statement of net position. The long-term debt consists primarily of bonds payable and accrued compensated absences.

Long-term debt for governmental funds is not reported as liabilities in the fund financial statements until due. The debt proceeds are reported as other financing sources, net of the applicable premium or discount and payments of principal and interest reported as expenditures. In the governmental fund types, issuance costs, even if withheld from the actual net proceeds received, are reported as debt service expenditures. However, claims and judgments paid from governmental funds are reported as a liability in the fund financial statements only for the portion expected to be financed from expendable available financial resources.

Long-term debt and other obligations, financed by proprietary funds, are reported as liabilities in the appropriate funds. For proprietary fund types, bond premiums, and discounts are deferred and amortized over the life of the bonds using the effective interest method, if material. Bonds payable are reported net of the applicable bond premium or discount. Issuance costs are expensed as incurred in accordance with GASB statement no. 65.

Assets acquired under the terms of capital leases are recorded as liabilities and capitalized in the government-wide financial statements at the present value of net minimum lease payments at inception of the lease. In the year of acquisition, capital lease transactions are recorded as other financing sources and as capital outlay expenditures in the general fund. Lease payments representing both principal and interest are recorded as expenditures in the

City of Parker, Texas
NOTES TO FINANCIAL STATEMENTS, Continued
September 30, 2014

general fund upon payment with an appropriate reduction of principal recorded in the government-wide financial statements.

12. Estimates

The preparation of financial statements, in conformity with generally accepted accounting principles, requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

II. RECONCILIATION OF GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS

A. Explanation of certain differences between the governmental fund balance sheet and the government-wide statement of net position.

The governmental fund balance sheet includes reconciliation between *fund balance-total governmental funds* and *net position-governmental activities* as reported in the government-wide statement of net position. One element of that reconciliation explains that long-term liabilities, including bonds, are not due and payable in the current period and, therefore, are not reported in the funds.

B. Explanation of certain differences between the governmental fund statement of revenues, expenditures, and changes in fund balances and the government-wide statement of activities.

The governmental fund statement of revenues, expenditures, and changes in fund balances includes a reconciliation between net changes in fund balances – total governmental funds and changes in net position of governmental states that, “the issuance of long-term debt (e.g., bonds) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Also, governmental funds report the effect of premiums, discounts, and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities.”

III. STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY

Annual budgets are adopted on a basis consistent with generally accepted accounting principles for the general fund, debt service fund, and water, sewer, & sanitation fund. Capital projects fund budgets are appropriated on a project-length basis.

The appropriated budget is prepared by fund, function, and department. The legal level of control as defined by the City Charter is the function level. No funds can be transferred or

City of Parker, Texas
NOTES TO FINANCIAL STATEMENTS, Continued
September 30, 2014

added to a budgeted item without Council approval. Appropriations lapse at the end of the year. Several supplemental budget appropriations were made during the year.

1. Excess of Expenditures Over Appropriations:

For the year ended September 30, 2014, no general fund expenditures exceeded appropriations at the legal level of control.

IV. DETAILED NOTES ON ALL FUNDS

A. Deposits and Investments

As of September 30, 2014, the primary government had the following investments:

Investment Type	Fair Value	Weighted Average Maturity (Years)
Certificates of deposit	\$ 3,161,172	1.28
External investment pools	1,291,659	0.0
Total fair value	<u>\$ 4,452,831</u>	
Portfolio weighted average maturity		1.28

Interest rate risk – In accordance with its investment policy, the City manages its exposure to declines in fair values by limiting the weighted average of maturity not to exceed five years; structuring the investment portfolio so that securities mature to meet cash requirements for ongoing operations; monitoring credit ratings of portfolio position to assure compliance with rating requirements imposed by the Public Funds Investment Act; and invest operating funds primarily in short-term securities or similar government investment pools.

Credit risk – The City's investment policy limits investments to obligations of the United States, State of Texas, or their agencies and instrumentalities with an investment quality rating of not less than "A" or its equivalent, by a nationally recognized investment rating firm. Other obligations must be unconditionally guaranteed (either express or implied) by the full faith and credit of the United States Government or the issuing U.S. agency and investment pools with an investment quality not less than AAA or AAA-m, or equivalent, by at least one nationally recognized rating service. As of September 30, 2014, the City's investment in TexSTAR was rated AAAM by Standard & Poor's.

Custodial credit risk – deposits: In the case of deposits, this is the risk that in the event of a bank failure, the City's deposits may not be returned to it. State statutes require that all deposits in financial institutions be insured or fully collateralized by U.S. government obligations or its agencies and instrumentalities or direct obligations of Texas or its agencies and instrumentalities that have a market value of not less than the principal amount of the

City of Parker, Texas

NOTES TO FINANCIAL STATEMENTS, Continued

September 30, 2014

deposits. As of September 30, 2014, the market values of pledged securities and FDIC exceeded bank balances.

Custodial credit risk – investments: For an investment, this is the risk that, in the event of the failure of the counterparty, the City will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. The City's investment policy requires that it will seek to safekeeping securities at financial institutions, avoiding physical possession. Further, all trades, where applicable, are executed by delivery versus payment to ensure that securities are deposited in the City's safekeeping account prior to the release of funds.

TexSTAR

The Texas Short Term Asset Reserve Fund ("TexSTAR") is a local government investment pool organized under the authority of the Interlocal Cooperation Act, Chapter 791, Texas Government Code, and the Public Funds Investment Act, Chapter 2256, Texas Government Code. TexSTAR was created in April 2002 by contract among its participating governmental units and is governed by a board of directors. JPMorgan Fleming Asset Management (USA), Inc. and First Southwest Asset Management, Inc. act as co-administrators, providing investment management services, participant services, and marketing, respectively. JPMorgan Chase Bank and/or its subsidiary, J.P. Morgan Investor Services, Inc., provide custodial, transfer agency, fund accounting, and depository services.

TexSTAR operates in a manner consistent with the SEC's Rule 2a7 of the Investment Company Act of 1940. TexSTAR uses amortized cost rather than fair value to report net position to compute share prices. Accordingly, the fair value of the position in TexSTAR are the same as the value of TexSTAR shares.

B. Receivables

The following comprise receivable balances of the primary government at year end:

	General	Debt Service	Water, Sewer & Sanitation	Total
Property taxes	\$ 20,226	\$ 4,670	\$ -	\$ 24,896
Sales tax	19,244	-	-	19,244
Franchise & local taxes	13,026	-	-	13,026
Accounts	-	-	199,740	199,740
Other	18,573	-	-	18,573
Total	\$ 71,069	\$ 4,670	\$ 199,740	\$ 275,479

City of Parker, Texas
NOTES TO FINANCIAL STATEMENTS, Continued
September 30, 2014

C. Capital Assets

A summary of changes in governmental activities capital assets for the year end was as follows:

	Beginning Balances	Increases	Decreases/ Reclassifications	Ending Balances
Capital assets, not being depreciated:				
Land	\$ 843,484	\$ -	\$ -	\$ 843,484
Total capital assets not being depreciated	<u>843,484</u>	<u>-</u>	<u>-</u>	<u>843,484</u>
Capital assets, being depreciated:				
Land improvements	212,367	-	-	212,367
Buildings and improvements	2,601,792	14,536	-	2,616,328
Vehicles and equipment	2,359,589	142,030	(76,688)	2,424,931
Infrastructure	41,421,393	267,562	-	41,688,955
Total capital assets being depreciated	<u>46,595,141</u>	<u>424,128</u>	<u>(76,688)</u>	<u>46,942,581</u>
Less accumulated depreciation				
Land improvements	19,083	9,861	-	28,944
Buildings and improvements	455,339	65,086	-	520,425
Vehicles and equipment	1,503,689	156,123	(76,688)	1,583,124
Infrastructure	8,809,425	1,468,164	-	10,277,589
Total accumulated depreciation	<u>10,787,536</u>	<u>1,699,234</u>	<u>(76,688)</u>	<u>12,410,082</u>
Net capital assets being depreciated	35,807,605	(1,275,106)	-	34,532,499
Total Capital Assets	<u><u>\$ 36,651,089</u></u>	<u><u>\$ (1,275,106)</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 35,375,983</u></u>

Depreciation was charged to governmental functions as follows:

General government	\$ 19,686
Public safety	182,451
Public works	1,487,236
Culture and recreation	9,861
Total Governmental Activities Depreciation Expense	<u><u>\$ 1,699,234</u></u>

City of Parker, Texas
NOTES TO FINANCIAL STATEMENTS, Continued
September 30, 2014

A summary of changes in business-type activities capital assets for the year end was as follows:

	<u>Beginning Balances</u>	<u>Increases</u>	<u>Decreases/ Reclassifications</u>	<u>Ending Balances</u>
Capital assets, not being depreciated:				
Land	\$ 107,417	\$ -	\$ -	\$ 107,417
Total capital assets not being depreciated	<u>107,417</u>	<u>-</u>	<u>-</u>	<u>107,417</u>
Capital assets, being depreciated:				
Water and sewer system	15,957,474	-	-	15,957,474
Vehicles and equipment	258,312	-	-	258,312
Total capital assets being depreciated	<u>16,215,786</u>	<u>-</u>	<u>-</u>	<u>16,215,786</u>
Less accumulated depreciation				
Water and sewer system	3,119,347	384,432	-	3,503,779
Vehicles and equipment	235,304	6,275	-	241,579
Total accumulated depreciation	<u>3,354,651</u>	<u>390,707</u>	<u>-</u>	<u>3,745,358</u>
Net capital assets being depreciated	12,861,135	(390,707)	-	12,470,428
Total Capital Assets	<u>\$ 12,968,552</u>	<u>\$ (390,707)</u>	<u>\$ -</u>	<u>\$ 12,577,845</u>

Depreciation was charged to business-type activities as follows:

Water	\$ 385,291
Sewer	5,416
Total Business-Type Activities Depreciation Expense	<u>\$ 390,707</u>

City of Parker, Texas
NOTES TO FINANCIAL STATEMENTS, Continued
September 30, 2014

D. Long-term Debt

The following is a summary of changes in the City's total governmental long-term liabilities for the year ended. In general, the City uses the debt service fund to liquidate governmental long-term liabilities.

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Reductions</u>	<u>Ending Balance</u>	<u>Amounts Due within One Year</u>
Governmental Activities:					
Bonds, notes and other payables:					
General Obligation Refunding Bonds	\$ 3,140,110	\$ -	\$ (269,100)	\$ 2,871,010	\$ 278,905
Premium	101,374	-	(8,311)	93,063	-
Other liabilities:					
Compensated Absences	32,131	56,183	(51,541)	36,773	33,096
Total Governmental Activities	<u>\$ 3,273,615</u>	<u>\$ 56,183</u>	<u>\$ (328,952)</u>	<u>\$ 3,000,846</u>	<u>\$ 312,001</u>
Long-term liabilities due in more than one year				<u>\$ 2,688,845</u>	
Business-Type Activities:					
Bonds, notes and other payables:					
General Obligation Refunding Bonds	\$ 3,179,890	\$ -	\$ (295,900)	\$ 2,883,990	\$ 306,095
Premium	101,589	-	(9,008)	92,581	-
Other liabilities:					
Compensated Absences	16,201	22,112	(22,112)	16,201	14,581
Total Business-Type Activities	<u>\$ 3,297,680</u>	<u>\$ 22,112</u>	<u>\$ (327,020)</u>	<u>\$ 2,992,772</u>	<u>\$ 320,676</u>
Long-term liabilities due in more than one year				<u>\$ 2,672,096</u>	

Long-term liabilities applicable to the City's governmental activities are not due and payable in the current period and accordingly, are not reported as fund liabilities in the governmental funds. Interest on long-term debt is not accrued in governmental funds, but rather is recognized as an expenditure when due.

City of Parker, Texas
NOTES TO FINANCIAL STATEMENTS, Continued
September 30, 2014

Long-term debt at year end was comprised of the following debt issues:

Description	Interest Rates	Original Balance	Current Balance
Governmental Activities:			
2010 General obligation refunding bonds (41%)	2.00 - 3.5%	\$ 735,950	\$ 399,750
2011 General obligation refunding bonds (52%)	2.00 - 4.00%	2,959,825	2,471,260
Total Governmental Activities		\$ 3,695,775	\$ 2,871,010
Business-type Activities:			
2010 General obligation refunding bonds (59%)	2.00 - 3.5%	\$ 1,059,050	\$ 575,250
2011 General obligation refunding bonds (48%)	2.00 - 4.00%	2,765,175	2,308,740
Total Business-Type Activities		\$ 3,824,225	\$ 2,883,990
Total Long-Term Debt			
2010 General obligation refunding bonds	2.00 - 3.5%	\$ 1,795,000	\$ 975,000
2011 General obligation refunding bonds	2.00 - 4.00%	5,725,000	4,780,000
Total		\$ 7,520,000	\$ 5,755,000

City of Parker, Texas
NOTES TO FINANCIAL STATEMENTS, Continued
September 30, 2014

The annual requirements to amortize governmental activities debt issues outstanding at year ending were as follows:

Year ending September 30,	Governmental Activities			
	2010 G.O. Bonds		2011 G.O. Bonds	
	Principal	Interest	Principal	Interest
2015	90,200	12,720	188,705	80,118
2016	94,300	10,014	191,290	75,840
2017	69,700	7,185	193,875	71,025
2018	71,750	5,094	199,045	65,616
2019	73,800	2,583	204,215	59,567
2020	-	-	211,970	53,325
2021	-	-	217,140	45,802
2022	-	-	224,895	36,962
2023	-	-	237,820	27,707
2024	-	-	155,100	19,849
2025	-	-	134,420	14,294
2026	-	-	100,815	10,001
2027	-	-	103,400	6,170
2028	-	-	108,570	2,090
Total	\$ 399,750	\$ 37,597	\$ 2,471,260	\$ 568,367

2010 general obligation refunding bonds issued February 11, 2010, due in annual installments through July 15, 2019, bearing interest ranging from 2.0% to 3.5% payable January 15 and July 15. The governmental activities portion is 41% or \$735,950 of the total \$1,795,000 issue.

2011 general obligation refunding bonds issued July 13, 2011, due in annual installments through February 15, 2028, bearing interest ranging from 2.0% to 4.0% payable February 15 and August 15. The governmental activities portion is 52% or \$2,959,825 of the total \$5,725,000 issue.

City of Parker, Texas
NOTES TO FINANCIAL STATEMENTS, Continued
September 30, 2014

The annual requirements to amortize business-type activities debt issues outstanding at year ending were as follows:

Year ending September 30,	Business-Type Activities			
	2010 G.O. Bonds		2011 G.O. Bonds	
	Principal	Interest	Principal	Interest
2015	129,800	18,305	176,295	74,849
2016	135,700	14,411	178,710	70,852
2017	100,300	10,340	181,125	66,355
2018	103,250	7,331	185,955	61,301
2019	106,200	3,717	190,785	55,650
2020	-	-	198,030	49,818
2021	-	-	202,860	42,790
2022	-	-	210,105	34,531
2023	-	-	222,180	25,885
2024	-	-	144,900	18,544
2025	-	-	125,580	13,354
2026	-	-	94,185	9,343
2027	-	-	96,600	5,765
2028	-	-	101,430	1,953
Total	\$ 575,250	\$ 54,103	\$ 2,308,740	\$ 530,989

2010 general obligation refunding bonds issued February 11, 2010, due in annual installments through July 15, 2019, bearing interest ranging from 2.0% to 3.5% payable January 15 and July 15. The business-type activities portion is 59% or \$1,059,050 of the total \$1,795,000 issue.

2011 general obligation refunding bonds issued July 13, 2011, due in annual installments through February 15, 2028, bearing interest ranging from 2.0% to 4.0% payable February 15 and August 15. The business-type activities portion is 48% or \$2,765,175 of the total \$5,725,000 issue.

City of Parker, Texas
NOTES TO FINANCIAL STATEMENTS, Continued
September 30, 2014

The annual requirements to amortize total government-wide debt issues outstanding at year ending were as follows:

Year ending September 30,	2010 G.O. Bonds		2011 G.O. Bonds		Total	
	Principal	Interest	Principal	Interest	Principal	Interest
2015	220,000	31,025	365,000	154,968	585,000	185,993
2016	230,000	24,425	370,000	146,693	600,000	171,118
2017	170,000	17,525	375,000	137,380	545,000	154,905
2018	175,000	12,425	385,000	126,918	560,000	139,343
2019	180,000	6,300	395,000	115,218	575,000	121,518
2020	-	-	410,000	103,143	410,000	103,143
2021	-	-	420,000	88,593	420,000	88,593
2022	-	-	435,000	71,493	435,000	71,493
2023	-	-	460,000	53,593	460,000	53,593
2024	-	-	300,000	38,393	300,000	38,393
2025	-	-	260,000	27,648	260,000	27,648
2026	-	-	195,000	19,344	195,000	19,344
2027	-	-	200,000	11,935	200,000	11,935
2028	-	-	210,000	4,043	210,000	4,043
Total	\$ 975,000	\$ 91,700	\$ 4,780,000	\$ 1,099,356	\$ 5,755,000	\$ 1,191,056

General obligation bonds are direct obligations of the City for which its full faith and credit are pledged. Repayment of general obligation bonds are from taxes levied on all taxable property located within the City. The City is not obligated in any manner for special assessment debt.

E. Deferred Charge on Refunding

A deferred charge resulting from the issuance of the 2010 and 2011 general obligation refunding bonds has been recorded as a deferred outflow of resources and is being amortized to interest expense over the term of the refunded debt. Current year balances for governmental and business-type activities totaled \$79,865 and \$73,721, respectively. Current year amortization expense for governmental and business-type activities totaled \$5,704 and \$5,266, respectively.

City of Parker, Texas
NOTES TO FINANCIAL STATEMENTS, Continued
September 30, 2014

F. Customer Deposits

The City had customer deposits of \$42,000 in the general fund as of year end. The City requires a \$1,000 refundable deposit for all new home building permits. This amount will be refunded upon completion of the project and by meeting certain criteria set by the City.

G. Interfund Transactions

The City had no interfund balances outstanding as of September 30, 2014.

Transfers between the primary government funds during the 2014 year were as follows:

Transfer out:	Transfer in:		Total
	General	Volunteer Fire Department	
General	\$ -	\$ 62,728	\$ 62,728
Debt Service	1,536	-	1,536
Waste, Sewer, & Sanitation	262,922	-	262,922
Total	\$ 264,458	\$ 62,728	\$ 327,186

The City records fund balance restrictions on the fund level to indicate that a portion of the fund balance is legally restricted for a specific future use or to indicate that a portion of the fund balance is not available for expenditures.

The following is a list of fund balances restricted/committed by the City:

	Restricted	Committed
Municipal court	* \$ 34,409	\$ -
Police seizures	685	-
Debt service	93,875	-
Fire safety	159,134	-
Capital improvements	-	104,180
Total	\$ 288,103	\$ 104,180

*Restricted by enabling legislation.

City of Parker, Texas
NOTES TO FINANCIAL STATEMENTS, Continued
September 30, 2014

V. OTHER INFORMATION

A. Risk Management

The City is exposed to various risks of loss related to torts; theft of, damage to and destruction of assets, errors and omissions; and natural disasters for which the City participates along with 2,617 other entities in the Texas Municipal League's Intergovernmental Risk Pools. The Pool purchases commercial insurance at group rates for participants in the Pool. The City has no additional risk or responsibility to the Pool outside of the payment of insurance premiums. The City has not significantly reduced insurance coverage or had settlements which exceeded coverage amounts for the past three years.

B. Contingent Liabilities

Amounts received or receivable from granting agencies are subject to audit and adjustment by grantor agencies, principally the federal government. Any disallowed claims, including amounts already collected, may constitute a liability of the applicable funds. The amounts of expenditures which may be disallowed by the grantor cannot be determined at this time although the City expects such amounts, if any, to be immaterial.

Liabilities are reported when it is probable that a loss has occurred and the amount of the loss can be reasonably estimated. Liabilities include an amount for claims that have been incurred but not reported. Claim liabilities are calculated considering the effects of inflation, recent claim settlement trends, including frequency and amount of payouts, and other economic and social factors.

C. Arbitrage

The Tax Reform Act of 1986 instituted certain arbitrage consisting of complex regulations with respect to issuance of tax-exempt bonds after August 31, 1986. Arbitrage regulations deal with the investment of tax-exempt bond proceeds at an interest yield greater than the interest yield paid to bondholders. Generally, all interest paid to bondholders can be retroactively rendered taxable if applicable rebates are not reported and paid to the Internal Revenue Service at least every five years for applicable bond issues. Accordingly, there is the risk that if such calculations are not performed correctly, a substantial liability to the City could result. The City does anticipate that it will have an arbitrage liability and performs annual calculations to estimate this potential liability. The City will also engage an arbitrage consultant to perform the calculations in accordance with Internal Revenue Service's rules and regulations if indicated.

City of Parker, Texas

NOTES TO FINANCIAL STATEMENTS, *Continued*

September 30, 2014

D. Pension Plans

1. Texas Municipal Retirement Systems

Plan Description

The City provides pension benefits for all of its eligible employees through a non-traditional, joint contributory, hybrid defined benefit plan in the state-wide Texas Municipal Retirement System (TMRS), an agent multiple-employer public employee retirement system. The plan provisions that have been adopted by the City are within the options available in the governing state statutes of TMRS.

TMRS issues a publicly available comprehensive annual financial report that includes financial statements and required supplementary information (RSI) for TMRS; the report also provides detailed explanations of the contributions, benefits and actuarial methods and assumptions used by the System. This report may be obtained by writing to TMRS, P.O. Box 149153, Austin, TX 78714-9153 or by calling 800-924-8677; in addition, the report is available on TMRS' website at www.TMRS.com.

The plan provisions are adopted by the governing body of the City, within the options available in the state statutes governing TMRS. Plan provisions for the City were as follows:

	<u>Plan Year 2013</u>	<u>Plan Year 2014</u>
Employee deposit rate	6.0%	6.0%
Matching ratio (city to employee)	2 to 1	2 to 1
Years required for vesting	5	5
Service retirement eligibility (expressed as age / years of service)	60/5, 0/25	60/5, 0/25
Updated service credit	100% Repeating Transfers	100% Repeating Transfers
Annuity increase (to retirees)	0% of CPI	0% of CPI

Contributions

Under the state law governing TMRS, the contribution rate for each city is determined annually by the actuary, using the Projected Unit Credit actuarial cost method. This rate consists of the normal cost contribution rate and the prior service cost contribution rate, which is calculated to be a level percent of payroll from year to year. The normal cost contribution rate finances the portion of an active member's projected benefit allocated annually; the prior service contribution rate amortizes the unfunded (overfunded) actuarial liability (asset) over the applicable period for that city. Both the normal cost and prior service contribution rates include recognition of the projected impact of annually repeating benefits, such as Updated Service Credits and Annuity Increases.

City of Parker, Texas
NOTES TO FINANCIAL STATEMENTS, Continued
September 30, 2014

The City contributes to the TMRS Plan at an actuarially determined rate. Both the employees and the City make contributions monthly. Since the City needs to know its contribution rate in advance for budgetary purposes, there is a one-year delay between the actuarial valuation that serves as the basis for the rate and the calendar year when the rate goes into effect. The annual pension cost and net pension obligation/(asset) are as follows:

Three-Year Contribution Information

	<u>2014</u>	<u>2013</u>	<u>2012</u>
Annual Pension Cost (ARC)	\$ 106,166	\$ 96,111	\$ 99,630
Actual Contributions Made	\$ 106,166	\$ 96,111	\$ 99,630
Percentage of APC Contributed	100%	100%	100%
Net Pension Obligation/Asset	-	-	-
NPO at the End of Period	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>

The required contribution rates for fiscal year 2014 were determined as part of the December 31, 2012 and 2013 actuarial valuations. Additional information as of the latest actuarial valuation, December 31, 2013, also follows:

	<u>12/31/2011</u>	<u>12/31/2012</u>	<u>12/31/2013</u>
Valuation Date	Projected Unit	Projected Unit	Projected Unit
Actuarial Cost Method	Credit	Credit	Credit
Amortization Method	Level Percent of	Level Percent of	Level Percent of
	Payroll	Payroll	Payroll
GASB 25 Equivalent Single	21.5 years; closed	20.5 years; closed	22.0 years; closed
Amortization Period	period	period	period
Amortization Period for new	22 years	23 years	21 years
Gains/Losses			
Asset Valuation Method	10-year Smoothed	10-year Smoothed	10-year Smoothed
	Market	Market	Market
Actuarial Assumptions:			
Investment Rate of Return *	7.0%	7.0%	7.0%
Projected Salary Increases *	Varies by age and	Varies by age and	Varies by age and
	service	service	service
* Includes Inflation at	3.00%	3.00%	3.00%
Cost-of-Living Adjustments	0.0%	0.0%	0.0%

City of Parker, Texas
NOTES TO FINANCIAL STATEMENTS, Continued
September 30, 2014

The funded status as of December 31, 2013, the most recent actuarial valuation date, is as follows:

Actuarial Valuation Date	12/31/2013
Actuarial Value of Assets	\$ 1,947,918
Actuarial Accrued Liability	\$ 2,749,963
Percentage Funded	71%
Annual Covered Payroll	\$ 971,060
Unfunded Actuarial Accrued Liability	\$ (802,045)
(UAAL) % of Covered Payroll	(82.6)%

Actuarial valuations involve estimates of the value of reported amounts and assumptions about the probability of events far into the future. Actuarially determined amounts are subject to continual revision as actual results are compared to past expectations and new estimates are made about the future.

Actuarial calculations are based on the benefits provided under the terms of the substantive plan in effect at the time of each valuation, and reflect a long-term perspective. Consistent with that perspective, actuarial methods and assumptions used include techniques that are designed to reduce short-term volatility in actuarial accrued liabilities and the actuarial value of assets. The schedule of funding progress, presented as Required Supplementary Information following the notes to the financial statements, presents multi-year trend information about whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liability of benefits.

Supplemental Death Benefits Plan

The City also participates in the cost sharing multiple-employer defined benefit group-term life insurance plan operated by the Texas Municipal Retirement System (TMRS) known as the Supplemental Death Benefits Fund (SDBF). The City elected, by ordinance, to provide group-term life insurance coverage to both current and retired employees. The City may terminate coverage under and discontinue participation in the SDBF by adopting an ordinance before November 1 of any year to be effective the following January 1.

The death benefit for active employees provides a lump-sum payment approximately equal to the employee's annual salary (calculated based on the employee's actual earnings, for the 12-month period preceding the month of death); retired employees are insured for \$7,500; this coverage is an "other postemployment benefit," or OPEB.

The City contributes to the SDBF at a contractually required rate as determined by an annual actuarial valuation. The rate is equal to the cost of providing one-year term life insurance. The funding policy for the SDBF program is to assure that adequate resources are available to meet all death benefit payments for the upcoming year; the intent is not to pre-fund retiree term life insurance during employees' entire careers.

City of Parker, Texas
NOTES TO FINANCIAL STATEMENTS, Continued
September 30, 2014

The City's retiree contribution rates to the TMRS SDBF for the years ended 2014, 2013 and 2012 are as follows:

Plan/ Calendar Year	Annual Required Contribution (Rate)	Actual Contribution Made (Rate)	Percentage of ARC Contributed
2012	0.01%	0.01%	100.0%
2013	0.01%	0.01%	100.0%
2014	0.01%	0.01%	100.0%

The City's contributions to the TMRS SDBF for the years ended 2014, 2013 and 2012 were \$103, \$97 and \$97, respectively, which equaled the required contributions each year.

E. Deferred Compensation Plan

The City offers its employees a deferred compensation plan created in accordance with Internal Revenue Service Code, Section 457. The plan permits employees to defer a portion of their salary until future years. The deferred compensation is not available to employees until retirement, termination, death, or unforeseeable emergencies.

Federal law requires all assets and income of Section 457 plans to be held in trust, custodial accounts, or annuity contracts for the exclusive benefit of the participants and their beneficiaries. The City's deferred compensation plan is administered by a private corporation under contract with the City. Total participant contributions were approximately \$1,085 for the year ended September 30, 2014. The City does not contribute to the plan.

F. Subsequent Events

There were no material subsequent events through, the date the financial statements were issued.

REQUIRED SUPPLEMENTARY INFORMATION

City of Parker, Texas
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL
GENERAL FUND

For the Year Ended September 30, 2014

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<u>Revenues</u>				
Property tax	\$ 1,607,170	\$ 1,607,170	\$ 1,598,621	\$ (8,549)
Sales tax	150,000	150,000	129,197	(20,803)
Franchise and local taxes	202,500	202,500	238,171	35,671
License and permits	361,000	361,000	247,676	(113,324)
Contributions and donations	-	-	86,503	86,503
Fines and forfeitures	165,000	165,000	94,926	(70,074)
Investment income	33,000	33,000	41,008	8,008
Other revenue	15,000	15,000	224,946	209,946
Total Revenues	2,533,670	2,533,670	2,662,084	128,414
<u>Expenditures</u>				
Current:				
General government	741,716	718,316	507,337	210,979
Police department	785,052	785,052	722,571	62,481
Municipal court	171,256	171,256	114,680	56,576
Fire department	239,250	262,650	245,727	16,923
Building and code enforcement	96,682	96,682	91,181	5,501
Parks and recreation	6,900	6,900	1,860	5,040
Public works	554,397	554,397	464,827	89,570
City property	62,700	62,700	57,526	5,174
Capital outlay	10,100	10,100	-	10,100
Total Expenditures	2,668,053	2,668,053	2,205,709	462,344
Revenues Over (Under)	(134,383)	(134,383)	456,375	590,758
<u>Other Financing Sources (Uses)</u>				
Transfers out	-	-	264,458	264,458
Transfers in	-	-	(62,728)	(62,728)
Total Other Financing Sources	-	-	201,730	201,730
Net Change in Fund Balance	\$ (134,383)	\$ (134,383)	658,105	\$ 792,488
Beginning fund balance			3,831,299	
Ending Fund Balance			\$ 4,489,404	

Notes to Required Supplementary Information

1. Annual budgets are adopted on a basis consistent with generally accepted accounting principles (GAAP).

City of Parker, Texas
SCHEDULE OF FUNDING PROGRESS-
TEXAS MUNICIPAL RETIREMENT SYSTEM
September 30, 2014

The City's annual covered payroll and pension costs are actuarially valued on a calendar year basis. Because the City makes all the annually required contributions, no net pension obligation (NPO) exists. The information presented below represents the City's Schedule of Funding Progress.

Actuarial Valuation Date	12/31/2013	12/31/2012	12/31/2011
Actuarial Value of Assets	\$ 1,947,918	\$ 1,792,803	\$ 1,676,155
Actuarial Accrued Liability	\$ 2,749,963	\$ 2,390,209	\$ 2,267,887
Percentage Funded	70.8%	75.0%	73.9%
Unfunded Actuarial			
Accrued Liability	\$ 802,045	\$ 597,406	\$ 591,732
Annual Covered Payroll	\$ 971,060	\$ 968,690	\$ 983,609
Unfunded Actuarial Accrued Liability			
(UAAL) % of Covered Payroll	82.6%	61.7%	60.2%
Net Pension Obligation (NPO)			
at the Beginning of Period	\$ -	\$ -	\$ -
Annual Req. Contrib. (ARC)	\$ 106,166	\$ 96,111	\$ 99,630
Contributions Made	\$ 106,166	\$ 96,111	\$ 99,630
NPO at the End of Period	\$ -	\$ -	\$ -

Warner Group, Inc.

4925 Greenville Avenue, Suite 1020
Dallas, Texas 75206

Telephone (214) 368-0238
Fax (214) 368-0812

December 16,, 2014

Mayor Z Marshall
City of Parker
5700 East Parker Road
Parker, Texas 75002

Ref: Comprehensive Plan Review

Dear Mayor Marshall

I feel it is extremely important that the City of Parker amend its Comprehensive Plan and update its provisions to reflect the changes that have occurred in Parker during the past ten years. I personally participated in revising the Plan in 2002 and creating the SFT zoning category. At the time the SFT Zoning Category was controversial because it provided a zoning category that allowed one acre lots (with an average of 1.5 acres), but at the end of the day it made good sense and has been utilized for the past ten years.

Now ten years later I believe it is prudent to consider additional changes to reflect today's realities which include restricted water-use and increased cost, future residents' desire for smaller lots and more amenities, and the City's need to create a viable tax base for the future. Two examples of changes that would be beneficial include: (1) Creating a third residential zoning district that addresses the blending of three lot sizes (1 acre, 1.5 acre and 2 acre) and associated setbacks and (2) the creation of a Planned Development Ordinance (PD) that can accommodate flexibility for larger, more complex, land tracts that can benefit and enhance the community through creative land use master plans and amenities. These can be tools for the City to lower its per capita use of water (which is currently one of the highest in NTMWD service area) and control future costs, provide attractive, sustainable neighborhoods for the increasing number of people that will be moving to Collin County during the next ten years, and increase the tax base significantly by getting a higher yield on remaining property that can be developed.

I urge you to set a course to obtain these goals and create more flexibility and creativity for neighborhood design.

Sincerely,



Stephen L. Sallman
President

Warner Group, Inc.

4925 Greenville Avenue, Suite 1020
Dallas, Texas 75206

Telephone (214) 368-0238
Fax (214) 368-0812

December 16, 2014

Mr. Jeff Flanigan
City of Parker
5700 East Parker Road
Parker, Texas 75002

Ref: City of Parker Thoroughfare Plan

Dear Jeff:

I am writing to provide public input on the proposed revisions to the Thoroughfare Plan.

One of our partnerships Geneva Partner, Ltd., owns property along the route of the N/S roadway that will extend northward from Parker Rd approximately .4 of a mile west of the Parker City Hall. The current plan calls for a 4 lane divided road but it is my understanding that traffic projections based on future land use provide absolutely no justification for that width of road. We encourage and support the City in utilizing this information to establish a road section more appropriate for the projected traffic forecasts which would include a reduced road section width, as well as a reduced Right of Way width.

We have reviewed the proposed cross section of a Residential Collector and believe the reduced paved section and ROW will be a good alternative to the existing plan. We believe a 33 ft. concrete section can be accommodated in a right of way 75 ft. in width. Additionally, we are not in favor of stamped concrete along the outer 4 ft of paving on each side. We believe this would be extremely expensive and cost prohibitive. A more economical method of separating the 24 ft Normal Traffic lanes would be striping or intermittent small buttons on the pavement.

We appreciate the opportunity to provide input on this issue.

Sincerely,



Stephen L. Sallman
President

**Council Agenda Item**

Budget Account Code:	Meeting Date: January 6, 2015
Budgeted Amount:	Department/ Requestor:
Fund Balance-before expenditure:	Prepared by: J. Shepherd
Estimated Cost:	Date Prepared: 11/11/2014
Exhibits:	1) Proposed Ordinance

AGENDA SUBJECT


APPROVAL OF ORDINANCE 718 GRANTING A FRANCHISE TO GRAYSON-COLLIN ELECTRIC COOPERATIVE, INC., ITS SUCCESSORS AND ASSIGNS, TO CONDUCT A BUSINESS OF SUPPLYING ELECTRIC ENERGY FOR LIGHT, HEAT AND POWER IN THE CITY OF PARKER, AND TO CONSTRUCT, OPERATE, AND MAINTAIN AN ELECTRIC TRANSMISSION AND DISTRIBUTION SYSTEM ALONG, UPON AND ACROSS THE UTILITY EASEMENTS, RIGHTS-OF-WAY, STREETS, ROADS, LANES, ALLEYS AND BRIDGES [SHEPHERD]

SUMMARY

The attached franchise agreement is drafted to include the essential elements of the franchise of GCEC to provide electrical service to the city. That includes the franchise fee of 4% of gross revenue to be paid to the city, the use of right of ways and city easements for power lines and equipment, and related matters.

POSSIBLE ACTION

Approve, Deny or Table

Inter - Office Use			
Approved by:			
Department Head:		Date:	
City Attorney:	Jim Shepherd by email	Date:	Fri 1/2/2015 10:23 AM
City Administrator:		Date:	1/2/15

ORDINANCE 718
(GCEC Franchise Agreement)

AN ORDINANCE OF THE CITY OF PARKER, COLLIN COUNTY, TEXAS GRANTING A FRANCHISE TO GRAYSON-COLLIN ELECTRIC COOPERATIVE, INC., ITS SUCCESSORS AND ASSIGNS, TO CONDUCT A BUSINESS OF SUPPLYING ELECTRIC ENERGY FOR LIGHT, HEAT AND POWER IN THE CITY OF PARKER, AND TO CONSTRUCT, OPERATE, AND MAINTAIN AN ELECTRIC TRANSMISSION AND DISTRIBUTION SYSTEM ALONG, UPON AND ACROSS THE UTILITY EASEMENTS, RIGHTS-OF-WAY, STREETS, ROADS, LANES, ALLEYS AND BRIDGES OF SAID CITY, AND PROVIDING FOR CONFLICTS AND SEVERABILITY.

WHEREAS, the City Council of the City of Parker has determined that, in order to maintain fiscal integrity of the City of Parker ("City"), a franchise fee must be imposed upon Grayson-Collin Electric Cooperative, Inc. ("Cooperative") for the use of the utility easements, rights-of-way, and roads or streets of the City; and

WHEREAS, the City Council of the City of Parker has determined that the imposition of a franchise fee on the Cooperative is in the best interest of the citizens of the City.

NOW, THEREFORE, BE IT ORDAINED BY THE CITY COUNCIL OF THE CITY OF PARKER, COLLIN COUNTY, TEXAS:

Section 1. Grant of Franchise:

Subject to provisions of the laws of the State of Texas, including any future laws or ordinances, and subject to the provisions of the grant, a non-exclusive franchise is granted to the Cooperative, its successors, transferees, and assigns, for a period beginning December 1, 2014, and ending January 1, 2019, with automatic renewals every five (5) years on January 1, pending necessary review and revision, to generate, supply, sell, distribute and furnish electrical power and energy to the City and its inhabitants by constructing, operating and maintaining an electrical transmission and distribution system, including all necessary appurtenances thereto ("System"), along, upon, and across the public electric utility easements, rights-of-way, streets, roads, avenues, lanes, alleys and bridges ("thoroughfares") of the City.

Section 2. Non-Exclusive Franchise:

Franchise rights and privileges extended by this grant are not exclusive, and the City retains that right to grant any other person, firm or corporation, and other electrical

companies, franchise rights and privileges to its thoroughfares and public places as it deems best, or chooses to grant.

Section 3. Duties of Cooperative:

A. Construction Standards: The system shall be constructed, operated and maintained by the Cooperative in a good and workmanlike manner, in accordance with all Federal, State and Local rules and regulations, particularly rules and regulations relating to safety.

B. Non-Interference: The system shall be constructed, operated and maintained as not to interfere with vehicular and pedestrian traffic on the traveled portion of such thoroughfares. After construction or removal of any part of the system, the thoroughfare shall be restored to its original or better condition.

C. Building Permit or Certificate of Occupancy Required: The Cooperative shall not establish electrical service to any property or structure within the corporate limits of the City unless and until a valid Building Permit or Certificate of Occupancy has been issued by the City Building Official.

D. Records and Reports: During the period of the franchise, the books and records of the Cooperative shall contain records of the Cooperative's property and revenues in or from the City's corporate limits. The Cooperative shall furnish the City with an annual report and make the books and records available for inspection or audit by the City at the Cooperative's general office at all reasonable times. The Cooperative shall promptly furnish to the City a copy of each annual report filed by the Cooperative with the Public Utility Commission of Texas during the period of this franchise.

E. Excavation of Public Property; Restoration and Damage:

1. Whenever it becomes necessary to excavate in public electric utility easements, rights-of-way, public streets, alleys, highways, public ways or public grounds of the City under this franchise to install, construct, reconstruct, maintain, repair or extend any of the Cooperative's transmission lines, poles, conductors, wires, conduits, substations, apparatus and appliances, the excavations shall be made according to all of the provisions of the general ordinance of the City and State and Federal rules and regulations. No excavation shall occur without the prior written approval of the City of Parker.

2. In the construction, maintenance, repair and operation of its transmission lines, poles, conductors, wires, conduits, substations, apparatus and appliances, the Cooperative shall use reasonable care to avoid any damage to the water lines, sewer and conduits within the City. If the Cooperative, its employees, agents or subcontractors, causes any damage to the City's property, the Cooperative shall promptly restore the property to the condition it was in prior to being damaged, or pay for the damage.

F. Temporary Discontinuance of Service: The Cooperative has the right to temporarily discontinue service of electrical power and energy from any part of its transmission or distribution lines when necessary for repairing, maintaining or extending the transmission lines, distribution lines, generating plants or facilities, or any other apparatus supplying the electrical power and energy. Any temporary discontinuance of service for repairs and extension shall be resumed as soon as reasonably possible. The Cooperative shall not be liable to the City for any damage occasioned by any temporary discontinuance of service, so long as repairs are prosecuted with due diligence. All maintenance and extensions shall be made with due care and diligence. Whenever practicable, the Cooperative shall diligently attempt to give notice of the temporary discontinuance of service, by the most practicable means available to it, to all consumers or members affected by the temporary discontinuance. Nothing in this section shall be construed to relieve the Cooperative of liability for damage resulting from temporary discontinuance of service due to its negligence or the negligence of its employees or assigns.

G. Tree Trimming: The right, license and privilege is hereby granted to the Cooperative to, at the Cooperative's own expense, trim trees upon and overhanging the streets, alleys, sidewalks and public places of the City to the extent necessary to prevent the branches of such trees from coming in contact with the wires or cables of the Cooperative. The Cooperative shall trim only so much of such trees as is reasonable and necessary to prevent contact with wires and cables.

The Cooperative agrees to provide personal or written notice to property owners when trees are to be trimmed no less than 48 hours in advance of the work being done. This provision shall not apply in an emergency, where trimming is necessary to restore power.

H. Adaptability to the Moving of Structures: The Cooperative, at the request of any person, shall remove or raise or lower its wires and cables within the City temporarily to permit the moving of houses or other bulky structures. The expense of such temporary removal, raising or lowering of wires or cables, shall be paid by the benefited party or parties, and the Cooperative may require such payment in advance. The Cooperative shall be given not less than forty-eight (48) hours advance notice to arrange for such temporary changes.

I. Indemnification: In the construction, installation, repairing, operation and maintenance of all transmission lines, poles, conductors, wires, conduits, substations, apparatus, appliances and other facilities for the distribution of electrical power and energy, the Cooperative shall use reasonable care to avoid damage or injury to persons or property. The Cooperative shall defend, indemnify and hold harmless, the City, its elected and appointed officials, and its employees from all such damage, injury or expense to the extent caused by any negligence of the Cooperative, its officers, agents and employees, or by any act, or failure to act, by the Cooperative, its officers, agents and employees in the connecting, installing, repairing and maintaining of any of its facilities,

or tree trimming, or in excavating the public thoroughfares and public grounds of the City, including the paving, repaving or repairing of any of the public thoroughfares and public grounds of the City.

J. Insurance: The Cooperative shall, at all times, maintain general liability insurance through reliable companies licensed and qualified to do business in the State of Texas.

K. City Utilities: The City reserves the right to lay, and permit to be laid, storm, sewer, gas, water, wastewater and other pipe lines, cables, and conduits, or other improvements and to do and permit to be done any underground or overhead work that may be necessary or proper in, across, along, over, or under Public Rights-of-Way occupied by Cooperative. The City also reserves the right to change in any manner any curb, sidewalk, highway, alley, public way, street, utility lines, storm sewers, drainage basins, drainage ditches, and the like. Upon request by City, Cooperative shall relocate its facilities at the expense of the City except as otherwise required by Section 37.101(c) of the Texas Public Utility Regulatory Act (PURA), which statutory provision currently states, the governing body of a municipality may require an electric utility to relocate the utility's facility at the utility's expense to permit the widening or straightening of a street. City and Cooperative further agree that widening and straightening of a street includes the addition of any acceleration, deceleration, center or side turn lanes, and sidewalks (meaning sidewalks done in conjunction with widening or straightening of a street), provided that the City shall provide Cooperative with at least one hundred twenty (120) days notice and shall specify a new location suitable for such facilities along the Public Rights-of-Way of the street. Cooperative shall, except in cases of emergency conditions or work incidental in nature, obtain a permit prior to performing work in the Public Rights-of-Way, except in no instance shall Cooperative be required to provide payment or performance bonds related to its use of the Public Rights-of-Way. Cooperative shall construct its facilities in conformance with the applicable provisions of the National Electric Safety Code.

L. City Immunities and Defenses: Cooperative expressly agrees that neither this franchise agreement, nor any of its provisions, shall prevent the City from the lawful use of immunities and defenses available to the City, if any.

Section 4. Remedy for Breach of Duties:

A failure of the Cooperative to observe any of the terms and conditions of this franchise shall be grounds for the forfeiture and termination of the privilege herein granted if such failure is continued for more than thirty (30) days after written notice from the City to the Cooperative.

Section 5. Franchise Fee:

As long as the Cooperative shall serve any member or customer within the corporate limits of the City of Parker with electrical energy, it shall pay to the City

annually a sum equal to four per cent, (4%) of the Cooperative's gross receipts for the sale of electrical energy to members or customers within the corporate limits of the City of Parker. Such sum shall be payable in quarterly installments. The parties agree the City may increase the franchise fee if authorized by state law to do so.

Section 6. Acceptance Clause:

This grant of franchise and its terms shall be accepted by the Cooperative by a written instrument, executed, acknowledged and filed with the City within thirty (30) days of the date that this ordinance is adopted by the City Council. The written instrument shall state the acceptance of this grant that the Cooperative agrees to abide by the terms of this ordinance, and a declaration that the statements and recitals in this ordinance are correct. Unless this grant of franchise is accepted within the time and manner provided in this section, it shall not become effective.

Section 7. Duty of Cooperative Upon Change or Alteration in Streets, etc.:

In the event that at any time during the period of this franchise the City shall lawfully elect to abandon, alter or change the grade, width or location of any street alley or other public way, the City may require the Cooperative, upon reasonable notice, to remove, relay, or relocate its transmission lines, poles, conductors, conduits, substations, apparatus, appliances and other facilities for the distribution of electrical power and energy at its own expense.

Section 8. Locating Lines, etc.:

A. The Cooperative shall within three (3) months after the granting of this franchise, file with the City Administrator a map or map in convenient sectional form showing any underground transmission lines, conductors, wires, conduits and other facilities for the distribution of electrical power and energy, and such other information with respect to their location and depth as the Cooperative has available in records available to it. Thereafter, the Cooperative will correct and bring such maps up to date annually.

B. This franchise is not exclusive, and nothing herein contained shall be construed so as to prevent the City from granting other like or similar rights, privileges and franchises to any other person, firm, or corporation. Any Franchise granted by the City to any other person, firm, or corporation shall not unreasonably interfere with this Franchise, nor shall Cooperative place its lines or equipment in a manner that unreasonably interferes with other franchise utilities of City. The Cooperative shall comply with all ordinances, rules and regulations of the City to the extent that such City ordinances rules and regulations do not conflict with the provisions of this Franchise. This franchise agreement shall in no way affect or impair the rights, obligations or remedies of the parties under the Public Utility Regulatory Act of Texas, or other state or

federal law. Nothing herein shall be deemed a waiver, release or relinquishment of either party's right to contest, appeal, or file suit with respect to any action or decision of the other party, including ordinances adopted by the City, that it believes is contrary to any federal, state or local law or regulation. To the extent practicable City shall provide Cooperative with reasonable notice and opportunity to review and comment upon any new or revised City Standards that impact Cooperative's use of the Public Rights-of-Way.

Section 9. Retention of Rights by City:

The City, in granting this franchise, fully retains and reserves the rights, privileges and immunities that it now has under the law to fully patrol and police the streets, alleys and public ways, within the City and the granting of this franchise shall in no way interfere with the improvements or maintenance, of any streets, alleys and public ways, and the rights of the Cooperative to use such streets shall at all times be subservient to the right of the governing body of the City to fully exercise its rights of control over said streets, alleys and public ways.

Section 10. Taxes:

The Cooperative shall promptly pay all lawful advalorem taxes, and such other levies and assessments that may be lawfully imposed upon it, if any. Failure to pay any of such charges or either of them shall be deemed a breach of the privilege granted herein.

Section 11. Assignment of Agreement:

This franchise and agreement, and any and all rights and obligations hereunder, may be assigned by the Cooperative only with the prior written consent of the City Council.

Section 12. Conflicts:

All ordinances and provisions of the City of Parker, Texas that are in conflict with this ordinance shall be, and the same are hereby repealed, and all ordinances and provisions of the City not so repealed are hereby retained in full force and effect.

Section 13. Severability:

It is the intent of the City Council that each paragraph, sentence, subdivision, clause, phrase or section of this ordinance be deemed severable, and should any such paragraph, sentence, subdivision, clause, phrase or section be declared invalid or unconstitutional, for any reason, such declaration of invalidity or unconstitutionality shall not be construed to effect the validity of those provisions of this ordinance left standing, nor the validity of the Code of Ordinances as a whole.

Section 14. Effective Date:

This ordinance shall take effect from and after December 1, 2014.

DULY APPROVED AND PASSED by the City Council of the City of Parker,
Collin County, Texas on the _____ day of _____, 2015.

City of Parker

Mayor Z Marshall

Attest:

City Secretary Carrie L. Smith

Agreed and approved by Grayson Collin
Electric Cooperative, Inc.

Approved as to Form:

By: _____

Title: _____

Date: _____

City Attorney James E. Shepherd

**Council Agenda Item**

Budget Account Code:	Meeting Date: January 6, 2015
Budgeted Amount:	Department/ Requestor: Water Department
Fund Balance-before expenditure:	Prepared by: J. Shepherd
Estimated Cost:	Date Prepared: 11/23/2014
Exhibits:	1) Letter from NTMWD 2) Proposed Water Rate Ordinance

AGENDA SUBJECT

APPROVAL OF ORDINANCE 720 AMENDING ORDINANCE NO. 648 TO REVISE MUNICIPAL WATER RATES, ESTABLISHING CONSTRUCTION AND SPECIAL ACTIVITY DISTRICT RATES, AND CONSOLIDATING ALL WATER RATE SCHEDULES [SHEPHERD]

SUMMARY

On December 2, 2014 Council tabled this item and requested a letter of approval from NTMWD.

Water rate study was discussed at the November 18, 2014 meeting. City Attorney Shepherd was directed to draft an ordinance which reflected the water rate study spreadsheet. The proposed increase is a base rate of \$40.00 that is a \$6.00 increase.

POSSIBLE ACTION

Approve, Table or Deny

Inter - Office Use			
Approved by:			
Department Head/ Requestor:		Date:	
City Attorney:		Date:	
City Administrator:		Date:	1/2/15



NORTH TEXAS MUNICIPAL WATER DISTRICT

Regional Service Through Unity

December 23, 2014

Mr. Jeff Flanigan
City Administrator, City of Parker
5700 E. Parker Road
Parker, Texas 75002

RE: City of Parker's Plan for Reducing Gallons Per Capita Per Day (gpcd)

Dear Mr. Flanigan:

NTMWD has received the City of Parker's (City's) 2013-2014 water rate analysis worksheets. While NTMWD agrees that an increase in water rates should assist in lowering the City's gpcd, NTMWD requests that a comprehensive written plan be developed that outlines all activities that are planned, both short-term and long-term, to achieve the desired reduction in the City's residential gpcd. The written plan should include actions that will be implemented to reduce the footprint of irrigated areas of large home sites and landscaping ordinances that will recommend and/or require the use of only Texas native or adaptive landscaping selections.

To clarify the accepted definition of "residential gpcd", the Texas Commission on Environmental Quality defines it as:

- *"The total gallons sold for residential use by a public water supplier divided by the residential population served and then divided by the number of days in the year."*

In addition, NTMWD encourages the use of the Texas Water Development Board's Best Management Practices for Municipal Water Providers publication for the development of the gpcd reduction plan. The link to the document is: <http://www.twdb.texas.gov/conservation/BMPs/Mun/index.asp>.

The 2004 Water Conservation Implementation Task Force Report to the 79th Legislature states:

- *"Targets and goals established by an entity should also consider:*
 - (i) A minimum annual reduction of one percent in total gpcd, based upon a five-year rolling average, until such time as the entity achieves a total gpcd of 140 or less;*
 - (ii) A statewide goal to reduce total statewide water demand to an average of 140 gpcd; and,*
 - (iii) Any guidelines that may be adopted by the SB-1 Regional Water Planning Group in which the entity developing the Municipal Water Conservation Plan is located."*

Mr. Jeff Flanigan
December 23, 2014
Page 2

Please refer to the following link for details of the 2004 Water Conservation Implementation Task Force Report:

http://www.conservewatergeorgia.net/resources/TX_Conservation_Task_Force_Recs.pdf

NTMWD looks forward to receiving the formal plan for review and comment. Should you need additional information or clarification, please do not hesitate to contact Denise Hickey or me.

Sincerely,



MIKE RICKMAN
Deputy Director

xc: Tom Kula
Denise Hickey

ORDINANCE NO. 720
(Water Rates and Surcharge Ordinance)

AN ORDINANCE OF THE CITY OF PARKER, TEXAS, AMENDING ORDINANCE NO. 648 TO REVISE MUNICIPAL WATER RATES, ESTABLISHING CONSTRUCTION AND SPECIAL ACTIVITY DISTRICT RATES, CONSOLIDATING ALL WATER RATE SCHEDULES WITHIN THIS ORDINANCE; PROVIDING A REPEALING CLAUSE; PROVIDING A SEVERABILITY CLAUSE; PROVIDING A PENALTY CLAUSE; AND PROVIDING AN EFFECTIVE DATE.

WHEREAS, the City Council has determined a revision to the water rates of the City of Parker is desirable; and

WHEREAS, the City Council has determined that significant and continuing water rate increases and costs of water purchases from North Texas Municipal Water District has increased significantly since the passage of Ordinance 648, and is projected to continue to increase,

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

SECTION 1. Municipal water rates shall be charged and collected monthly by the City of Parker as follows:

Rate Code R1 – Residential Single Family Water Rates

0 – 4,000	gallons	\$ 40.00
4,001 – 15,000	gallons	\$ 3.25 per thousand gallons
15,001 – 30,000	gallons	\$ 4.00 per thousand gallons
30,001 – 50,000	gallons	\$ 5.00 per thousand gallons
50,001 – 70,000	gallons	\$ 8.00 per thousand gallons
70,001	gallons and more	\$ 11.00 per thousand gallons

SECTION 2. MANUFACTURED HOUSING PARKS WATER RATES

- A. Each manufactured housing unit in a Manufactured Housing Park will be charged the same base rate of \$40.00 charged to a single family residence. A ten unit mobile home park would therefore owe a \$400.00 per month base rate for up to 40,000 gallons.
- B. Water used by a mobile home park in excess of the base rate quantity per unit will be charged on the same rate schedule as a residential single family unit. A ten unit mobile home park which used 400,000 gallons in a month would be charged at the rate of \$5.00 per 1,000 gallons. (400,000 gallons divided by 10 equals 40,000 per unit)

A. Single Family Residential Units, and Mobile Home Units:

1. Stage 3

30,000 – 50,000 gallons	5%
50,000 – 70,000 gallons	8%
70,000 – 80,000 gallons	9%
80,000 or more gallons	10%

2. Stage 4

30,000 – 50,000 gallons	8%
50,000 – 70,000 gallons	14%
70,000 or more gallons	20%

- B. Manufactured Housing Unit surcharges will be calculated in the same manner as the surcharges above for the Single Family Residential Units. Surcharges for the manufactured housing units are the same percentage as the Single Family Residential. The surcharge is calculated by the total water used by the manufactured housing park, divided by the number of manufactured housing units equals average number of gallons used per unit. That average number of gallons per unit is used to determine the surcharge percentage.
- C. Surcharges for all other customers in the SA - Special Activities District, or for Construction use, pay the same surcharge as Single Family Residential.

SECTION 7. REPEALER CLAUSE

That all provisions of the ordinances (including Ordinances No. 469, 592, and 648) of the City of Parker, Texas, in conflict with the provisions of this ordinance be, and the same are hereby, repealed, and all other provisions of the ordinances of the City of Parker, Texas, not in conflict with the provisions of this ordinance shall remain in full force and effect.

SECTION 8. SEVERABILITY CLAUSE

That should any sentence, paragraph, subdivision, clause, phrase or section of this ordinance be adjudged or held to be unconstitutional, illegal or invalid, the same shall not affect the validity of this ordinance as a whole, or any part or provision thereof other than the part so decided to be invalid, illegal or unconstitutional, and shall not affect the validity of this ordinance as a whole.

SECTION 9. PENALTY CLAUSE

That any person, firm or corporation violating any of the provisions or terms of this Ordinance shall upon conviction be punished by a fine not to exceed the sum of Two Hundred Dollars (\$200.00) for each offense, and each and every day such violation shall continue shall be deemed and constitute a separate offense.

SECTION 10. EFFECTIVE DATE

This Ordinance shall take effect immediately from and after its passage and the publication of the caption, as the law in such cases provides; however, the municipal rates established herein shall take effect for the monthly billing cycle which commences _____, 2015. Rates charged to customers for the _____, 2015 billing cycle will commence with the customer's last regularly scheduled meter reading prior to _____, 2015, through the regularly scheduled meter reading for the customer in January of 2015.

DULY PASSED by the City Council of the City of Parker, Texas, on this ____ day of _____, 2015.

APPROVED:

Mayor Z Marshall

ATTESTED:

City Secretary Carrie L. Smith

APPROVED TO FORM:

City Attorney James E. Shepherd



Council Agenda Item

Budget Account Code:	Meeting Date: January 6, 2015
Budgeted Amount:	Department/ Requestor: City Administrator Flanigan
Fund Balance-before expenditure:	Prepared by: J Shepherd
Estimated Cost:	Date Prepared: 12/11/2014
Exhibits:	1) Proposed Ordinance

AGENDA SUBJECT

APPROVAL OF ORDINANCE 721 AMENDING AND RESTATING THE COMPREHENSIVE PLAN OF THE CITY; ADOPTING AND APPROVING A SERIES OF MAPS SETTING FORTH THE COMPREHENSIVE PLAN; INCLUDING BUT NOT LIMITED TO PROVISIONS FOR LAND USE, TRANSPORTATION, AND PUBLIC UTILITIES; DEFINING THE RELATIONSHIP BETWEEN THE COMPREHENSIVE PLAN AND THE CITY DEVELOPMENT REGULATIONS AND THE CONSISTENCY REQUIRED BETWEEN THE PLAN AND THE DEVELOPMENT REGULATIONS; AND RATIFYING THE ANNEXATION PLAN [SHEPHERD]

SUMMARY

Public hearing was held December 16, 2014 in accordance with State law.

*Mayor Marshall opened the public hearing at 7:10 p.m.
Steve Sallman, 4925 Greenville Ave, Dallas, Texas - Exhibit 7*

Mayor Marshall closed the public hearing at 7:13 p.m.

City Administrator Flanigan reviewed the proposed changes to the Comprehensive Plan maps.

Mayor Pro Tem Levine requested City Attorney Shepherd prepare an ordinance and bring it back at the next meeting. He requested this item be placed on the Consent Agenda for approval of final form.

MOTION: Mayor Pro Tem Levine moved to approve Ordinance 721 subject to City Attorney Shepherd's recommended changes. Councilmember Stone

seconded with Councilmembers Stone, Standridge, Levine, Pettie and Taylor voting for. Motion carried 5-0.

POSSIBLE ACTION

Approve, Deny or Table

Inter - Office Use			
Approved by:			
Department Head:		Date:	
City Attorney:		Date:	
City Administrator:	<i>Tiffany Hays</i>	Date:	<i>1/2/15</i>

ORDINANCE NO. 721
(Comprehensive Plan Maps)

AN ORDINANCE OF THE CITY OF PARKER, TEXAS, AMENDING AND RESTATING THE COMPREHENSIVE PLAN OF THE CITY; ADOPTING AND APPROVING A SERIES OF MAPS SETTING FORTH THE COMPREHENSIVE PLAN; INCLUDING BUT NOT LIMITED TO PROVISIONS FOR LAND USE, TRANSPORTATION, AND PUBLIC UTILITIES; DEFINING THE RELATIONSHIP BETWEEN THE COMPREHENSIVE PLAN AND THE CITY DEVELOPMENT REGULATIONS AND THE CONSISTENCY REQUIRED BETWEEN THE PLAN AND THE DEVELOPMENT REGULATIONS; RATIFYING THE ANNEXATION PLAN; PROVIDING A REPEALER CLAUSE; PROVIDING A SAVINGS CLAUSE, AND PROVIDING AN EFFECTIVE DATE.

WHEREAS, the City of Parker ("City") desires to amend and restate the Comprehensive Plan of the City ("Plan") in order to recognize and respond to the realities of the past and projected growth of the City, the adjacent cities, and the nearby special districts; and

WHEREAS, the City may adopt a comprehensive plan forth the long range development of the City, as defined in this ordinance for both the content, and design of the Plan; and

WHEREAS, the Plan may be used to coordinate and guide the establishment of the development regulations of the City, and

WHEREAS, the Comprehensive Plan is adopted by this Ordinance after a hearing at which the public was given the opportunity to give testimony and present written evidence, and the City Planning and Zoning Commission has reviewed the Plan; and all other legal requirements have been met;

NOW, THEREFORE, BE IT ORDAINED BY THE CITY COUNCIL OF THE CITY OF PARKER, TEXAS, AS FOLLOWS:

SECTION 1. MAPS - The maps identified in exhibit A attached hereto are approved as a part of this comprehensive plan, referred to herein as the Plan. The maps include, and are not limited to, the following:

- A. Comprehensive Plan Map - This map shall illustrate future land use and include the following:
 - (i) The boundaries of the City, and its Extra Territorial Jurisdiction ("ETJ")
 - (ii) The existing zoning, if developed and no change is contemplated, and the planned zoning, if undeveloped and/or not zoned or a change in zoning is contemplated.

- (iii) The following legally required clearly visible statement:

"A comprehensive plan shall not constitute zoning regulations or establish zoning district boundaries."

B. The Annexation Plan Map - A map that illustrates the boundaries of the municipality and its extraterritorial jurisdiction.

- (i) A copy of the map shall be kept in the office of the secretary of the City. A copy of the map shall also be kept in the office of the City Engineer.
- (ii) (b) If the City annexes territory, the map shall be immediately corrected to include the annexed territory. The map shall be annotated to indicate:
- (1) the date of annexation;
 - (2) the number of the annexation ordinance, if any; and
 - (3) a reference to the minutes or municipal ordinance records in which the ordinance is recorded in full.
- (c) If the City's extraterritorial jurisdiction is expanded or reduced, the map shall be immediately corrected to indicate the change in the City's extraterritorial jurisdiction. The map shall be annotated to indicate:
- (1) the date the City's extraterritorial jurisdiction was changed;
 - (2) the number of the ordinance or resolution, if any, by which the change was made; and
 - (3) a reference to the minutes or municipal ordinance or resolution records in which the ordinance or resolution is recorded in full.

C. The Zoning Map - showing:

- (i) the boundaries of the City, and any additional area in the ETJ bound by the terms of a development agreement, and
- (ii) the ordinance number, date, and zoning classification of each tract of land zoned by the City

D. The Thoroughfare Plan Map - showing :

Existing and planned right of ways, road easements, and major public utility easements within the City, and in the ETJ

E. The Trails Map - showing:

Existing and planned trails within the City, and in the ETJ

SECTION 6. SEVERABILITY CLAUSE

It is hereby declared the intention of the City Council that if any section, paragraph, sentence, clause, or phrase of this Ordinance is declared unconstitutional or otherwise illegal by the valid judgment or decree of any court of competent jurisdiction, such event shall not affect any of the remaining phrases, clauses, sentences, paragraphs, and sections of this , since the same would have been enacted by the City Council without such unconstitutional or illegal phrase, clause, sentence, paragraph, or section.

SECTION 7. REPEALER CLAUSE

This Ordinance restates and amends all prior Comprehensive Plans and Comprehensive Plan ordinances and such plans and ordinances are hereby repealed.

SECTION 8. PUBLICATION

In accordance with Section 52.011 of the Local Government Code, the caption of this Ordinance shall be published either (a) in every issue of the official newspaper of the City of Parker for two days, or (b) one issue of the newspaper if the official newspaper is a weekly paper.

SECTION 9. EFFECTIVE DATE

This Ordinance shall become effective upon publication as required in Section 8. above.

DULY PASSED by the City Council of the City of Parker on this _____ day of _____, 2015.

APPROVED:

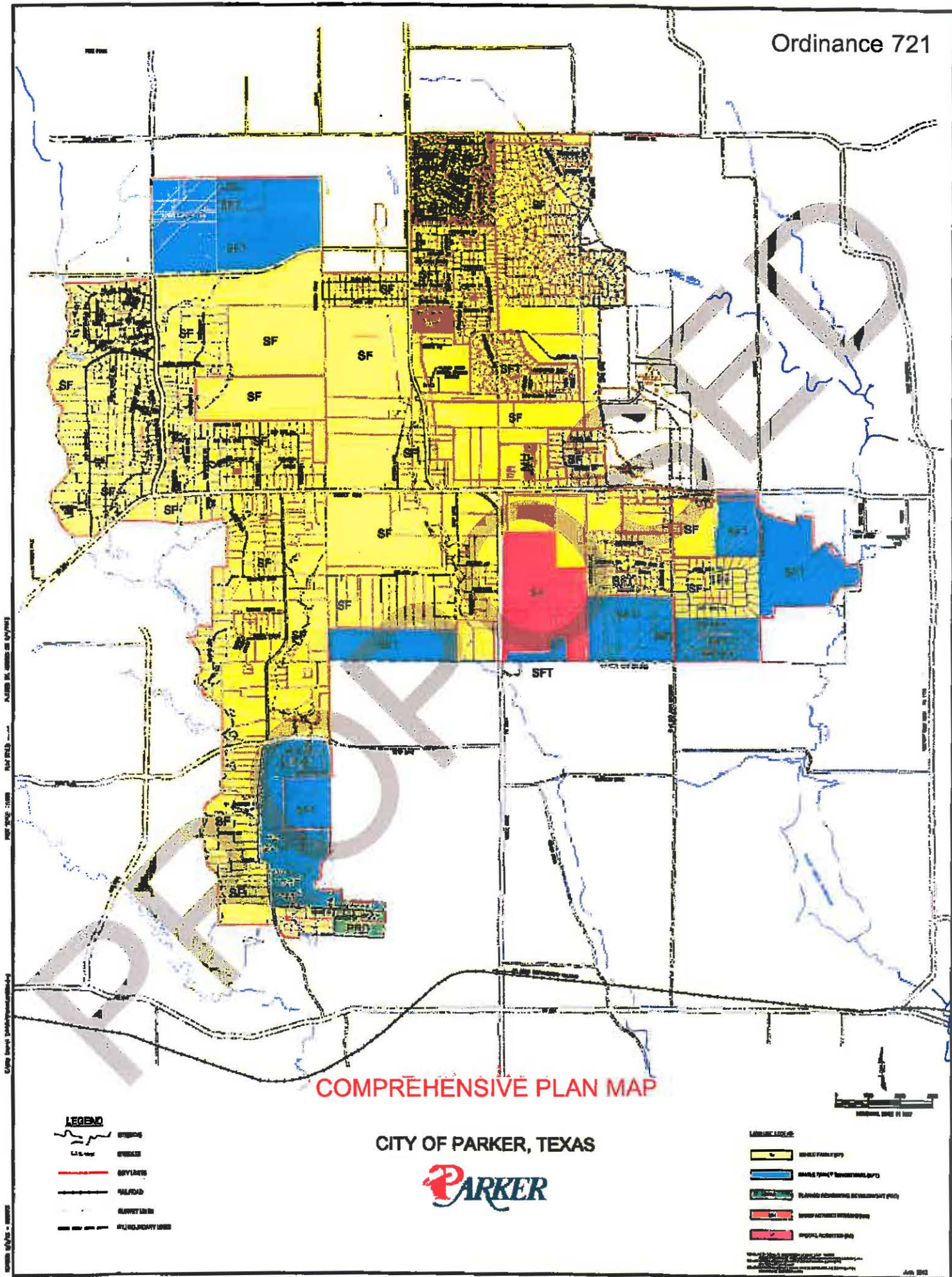
Mayor Z Marshall

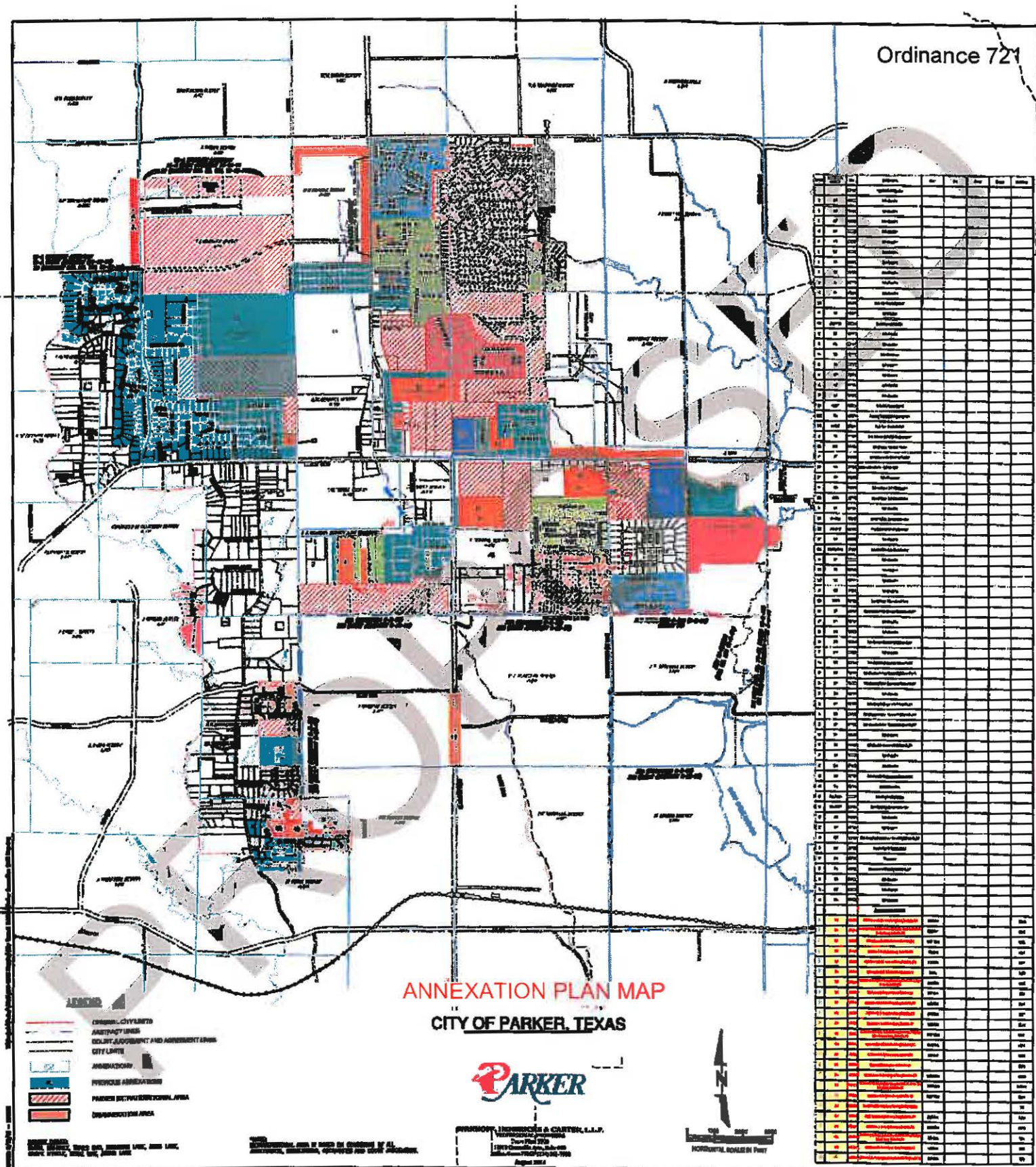
ATTESTED:

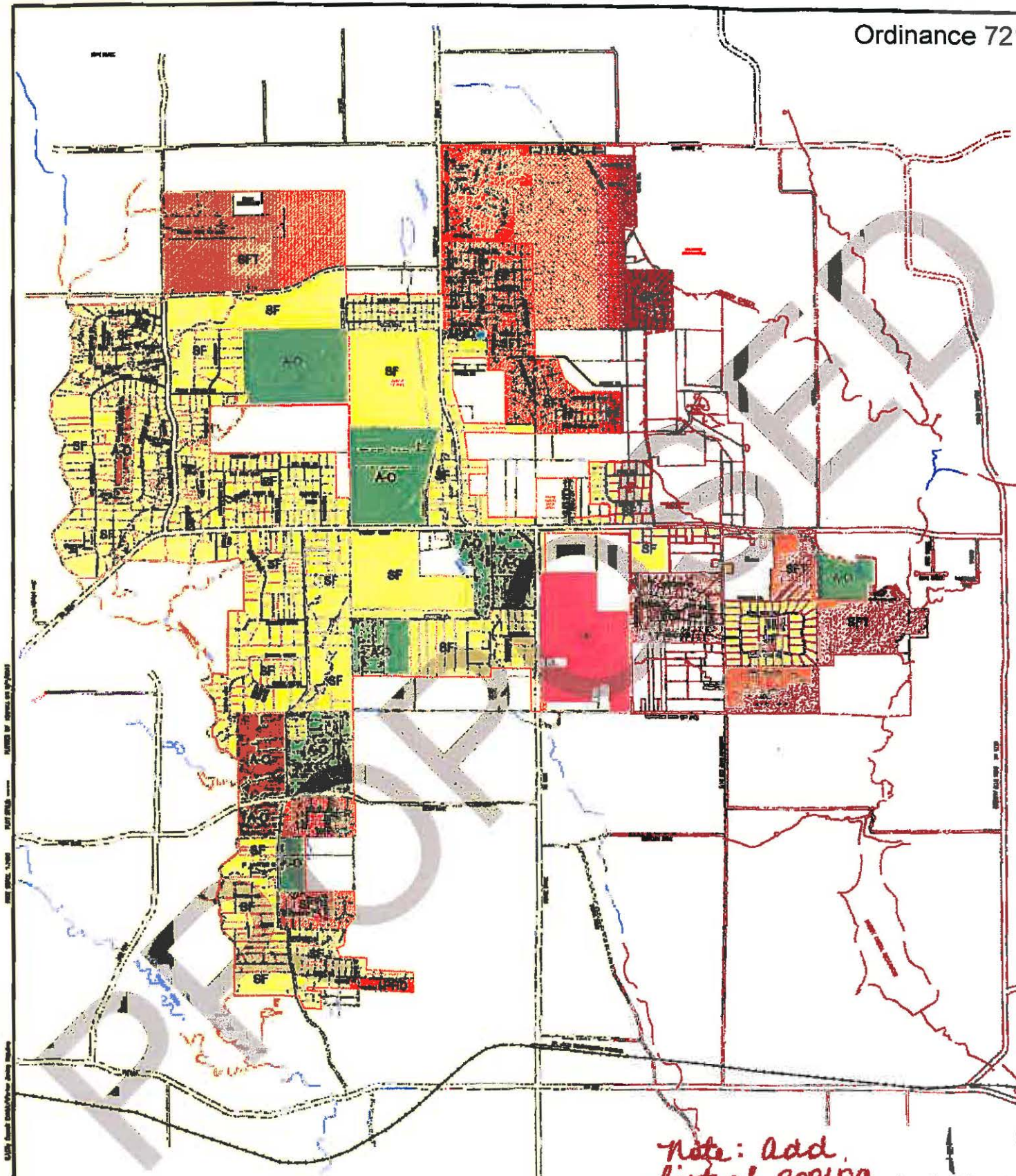
City Secretary Carrie L. Smith

APPROVED AS TO FORM:

City Attorney James E. Shepherd







- LEGEND**
- Stream
 - City Limits
 - Survey Lines
 - Section Lines

**ZONING MAP
CITY OF PARKER, TEXAS**



BERKHOFF, HENDERSON & CARTER, L.L.P.
19700 Gower Rd., Suite 200
Dallas, Texas 75248 (214) 344-7900

Note: Add list of zoning ordinance numbers.

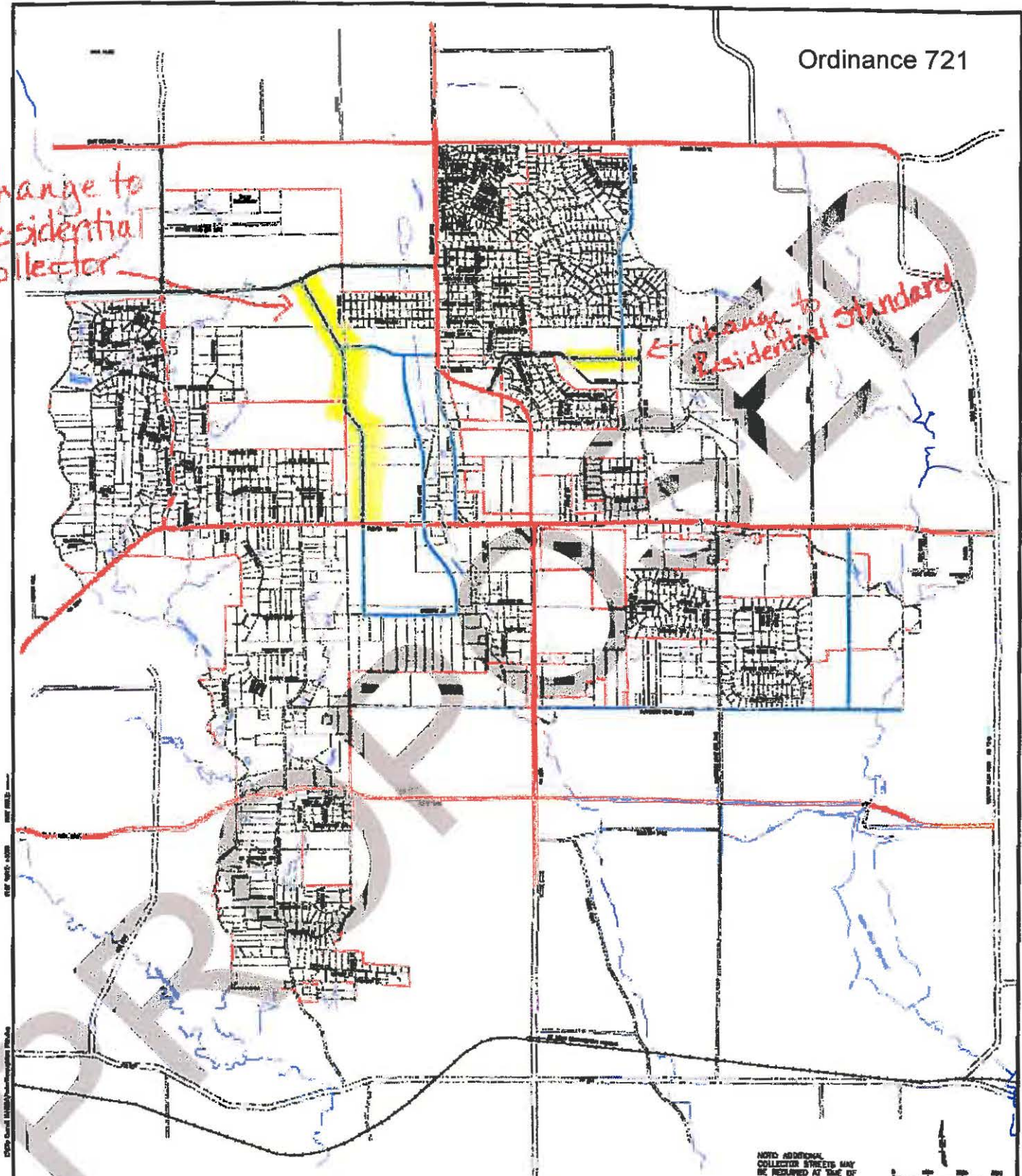
- AGRICULTURAL - OPEN SPACE (A-O)
- SINGLE FAMILY RESIDENTIAL DISTRICT (SF)
- SINGLE FAMILY RESIDENTIAL DISTRICT (SFD)
- PLANNED RESIDENTIAL DEVELOPMENT (PRD)
- SPECIAL ACTIVITIES DISTRICT (SA)
- MANUFACTURED HOME DISTRICT (MH)
- DEVELOPMENT AGREEMENT



NOT TO SCALE
DATE: 10/1/00
BY: [Signature]

Change to
Residential
Collector

Change to
Residential Standard



- LEGEND**
- MWD: 8 LANE DIVIDED - 120 FT. R.O.W.
 - MWD-S: 4 LANE SUBURBAN DIVIDED - 105 FT. R.O.W.
 - CBS: 8 LANE SUBURBAN DIVIDED COLLECTOR - 70 FT. R.O.W.
(7-TRUCK LANE PLUS 17' TURN)
 - SAD: ROADWAY TO BE C-BUS; R.O.W. TO BE MWD-S - 105 FT. R.O.W.
 - CITY LIMIT
 - EW LINE

**THOROUGHFARE PLAN
CITY OF PARKER, TEXAS**

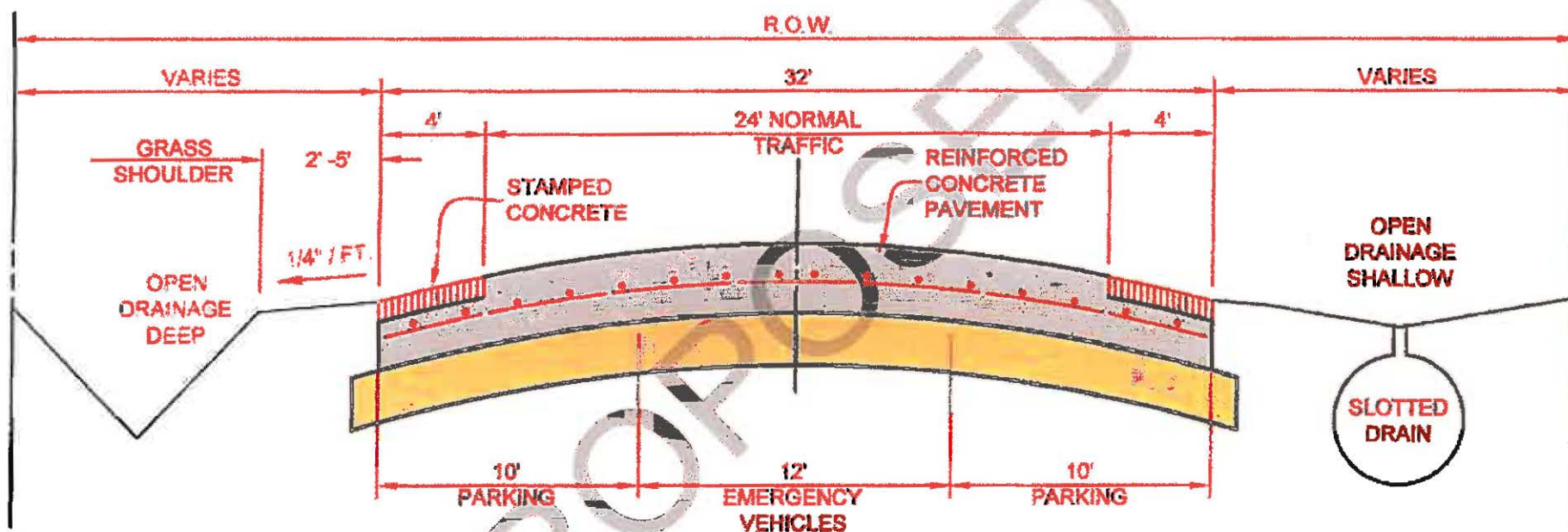


NOTE: ADDITIONAL
COLLECTOR STREETS MAY
BE REQUIRED AT TIME OF
DEVELOPMENT.

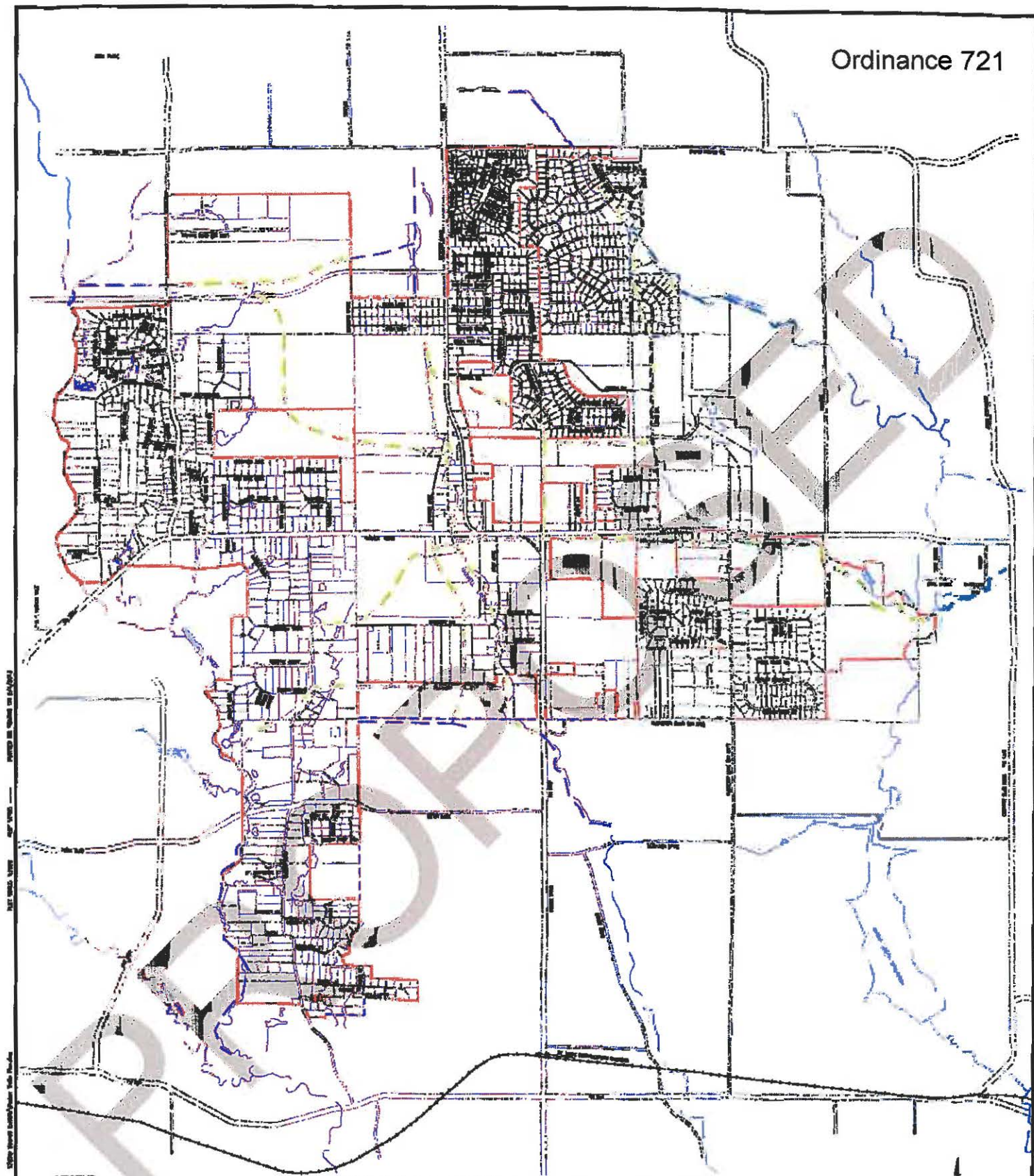


DESIGNED BY: JAMES L. BROWN, JR., CIVIL ENGINEER, 10000 N. MCKINNEY, SUITE 100, DALLAS, TEXAS 75243
CHECKED BY: JAMES L. BROWN, JR., CIVIL ENGINEER, 10000 N. MCKINNEY, SUITE 100, DALLAS, TEXAS 75243

BRUNOTT, BRUNOTT & CARTER, L.L.P.
PROFESSIONAL ENGINEERS
Texas Exp. 7038
1919 Commerce Blvd., Suite 100
Dallas, Texas 75201 (214) 581-7000



PROPOSED RESIDENTIAL



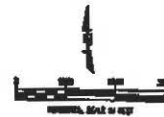
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 - 98' SIDEWALK
 - 100' SIDEWALK

CITY OF PARKER, TEXAS TRAILS PLAN PHASE I, PARKER TRAILS SEGMENTS OF COLLIN COUNTY REGIONAL TRAIL PLAN

Adopted by the Parker City Council September 9, 2008



BRIDGEMAN, BRIDGEMAN & CARTER, L.L.P.
 ATTORNEYS AT LAW
 1515 Greenleaf Ave., Suite 200
 Dallas, Texas 75209 (214) 261-2800



DECEMBER, 2010
 PREPARED BY BRIDGEMAN, BRIDGEMAN & CARTER, L.L.P.
 PREPARED BY PARKER
 PHASE I AND REGIONAL TRAIL PLAN
 September 9, 2008

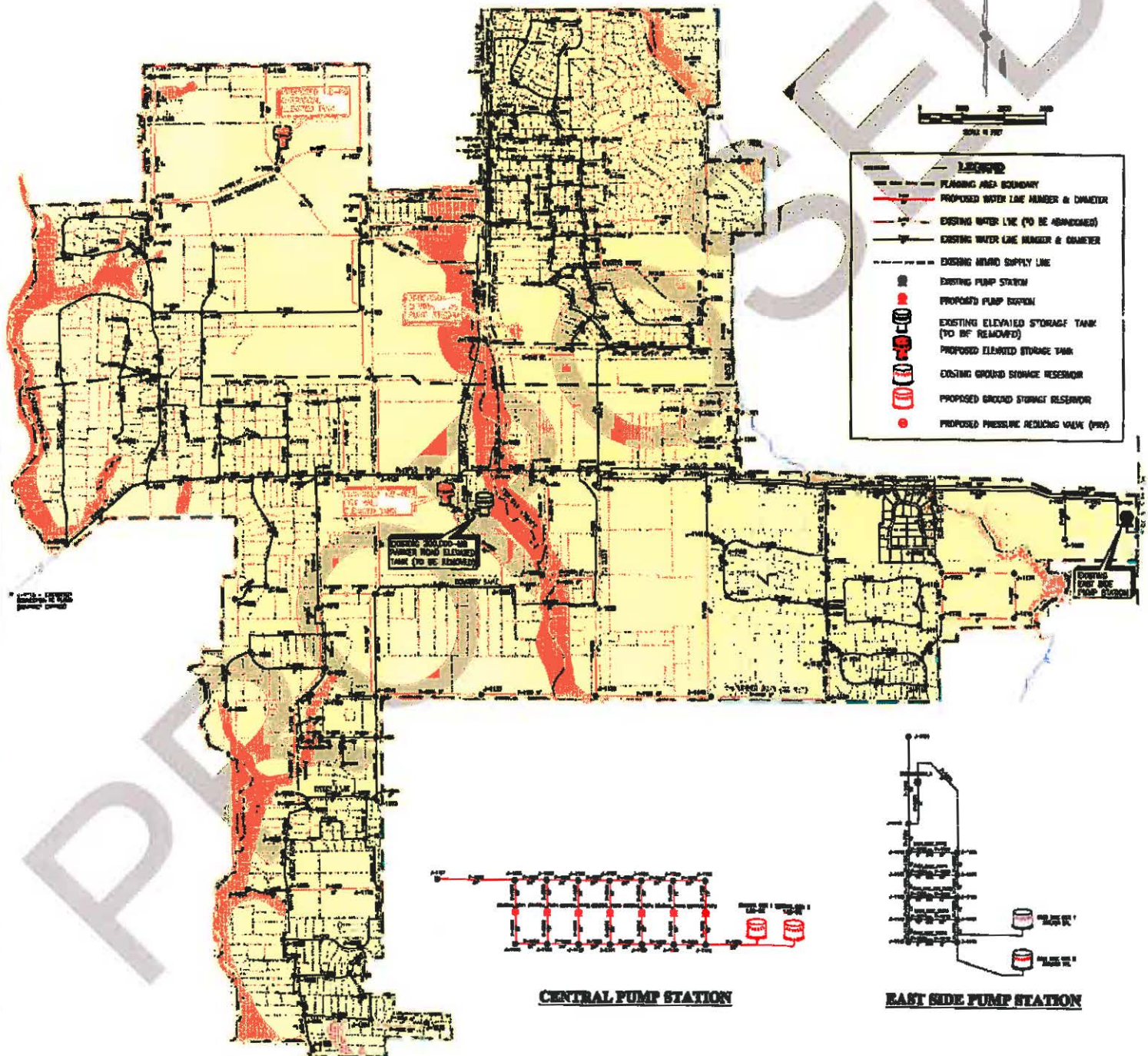
DATE: 12/10/10
 DRAWN BY: J. BRIDGEMAN
 CHECKED BY: J. BRIDGEMAN
 APPROVED BY: J. BRIDGEMAN



Ordinance 721

WATER DISTRIBUTION SYSTEM MASTER PLAN MAP

ENGINEERING, PLANNING & CONSULTING, L.L.C.
CONSULTING ENGINEERING
Ft. Collins, CO
SEPTEMBER, 2005





Council Agenda Item

Budget Account Code:	Meeting Date: January 6, 2015
Budgeted Amount:	Department/ Requestor:
Fund Balance-before expenditure:	Prepared by: J. Shepherd
Estimated Cost:	Date Prepared: 12/8/2014
Exhibits:	1) Resolution 2014-466

AGENDA SUBJECT

PUBLIC HEARING ON A REQUEST FOR ANNEXATION SUBMITTED BY PARKER BEDELL FARMS, LTD. TO THE CITY OF PARKER, COLLIN COUNTY, TEXAS, REQUESTING ANNEXATION OF APPROXIMATELY 56.5062 ACRES OF LAND IN THE ANN HURT SURVEY, ABSTRACT NO. 428, COLLIN COUNTY, TEXAS. THE PROPERTY IS LOCATED SOUTH OF WEST LUCAS ROAD, AND WEST OF LEWIS LANE, AKA KINGS CROSSING PHASE 2.

SUMMARY

Open Public Hearing _____ p.m.

Public Input


Close Public Hearing _____ p.m.

Council discussion

Second public hearing will be held January 20, 2015

Council action on February 3, 2015

POSSIBLE ACTION

Inter -- Office Use			
Approved by:			
Department Head/ Requestor:		Date:	
City Attorney:		Date:	
City Administrator:		Date:	1/2/15

RESOLUTION NO. 2014-466
(56.5062 Acres – Kings Crossing (Parker Bedell Farms, Ltd.)

A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF PARKER, COLLIN COUNTY, TEXAS RECEIVING AN ANNEXATION PETITION FROM PARKER BEDELL FARMS, LTD. FOR KINGS CROSSING, PHASE 2, AND SETTING TWO PUBLIC HEARINGS REGARDING THE PROPOSED ANNEXATION OF APPROXIMATELY 56.5062 ACRES OF LAND IN THE ANN HURT SURVEY, ABSTRACT NO. 428, COLLIN COUNTY, TEXAS.

WHEREAS, in accordance with Chapter 43 of the Texas Local Government Code, a petition for annexation of land described herein was submitted to the City; and

WHEREAS, the City of Parker believes that the receipt and review of this annexation petition is in the best interest of the citizens of the City of Parker, and the owners and residents of the area seeking the annexation; and

WHEREAS, the City of Parker will hold two public hearings on the proposed annexation, on such dates as will be determined by vote of the City Council,

NOW, THEREFORE, BE IT RESOLVED BY THE CITY COUNCIL OF THE CITY OF PARKER, COLLIN COUNTY, TEXAS AS FOLLOWS:


THE ANNEXATION PETITION submitted by **Parker Bedell Farms, Ltd.** to the City of Parker, Collin County, Texas, requesting annexation of approximately 56.5062 acres of land in the Ann Hurt survey, abstract no. 428, Collin County, Texas, which is further described in the metes and bounds description on the attached Exhibit "A" incorporated herein for all purposes, is hereby accepted for consideration for annexation by the City of Parker.

Public hearings to be held in accordance with Texas Local Government Code 43.052, are to be scheduled for January 6, 2015 and January 20, 2015. City staff shall take all necessary steps for publication of these hearings in accordance with State law.

DULY RESOLVED by the City Council of the City of Parker, Collin County, Texas on this 16th day of December, 2015.



APPROVED:


Z. Marshall, Mayor

ATTEST:



Carrie Smith, City Secretary

APPROVED AS TO FORM:


James E. Shepherd, City Attorney

EXHIBIT "A"

4573 344-

BEING a tract of land situated in the San Marc Survey, Abstract No. 428, Collier County, Texas, the subject tract being a portion of that described 356 acre tract of land conveyed to the Bedell Family Limited Partnership, a Texas limited partnership, according to the Warranty Deed recorded in Collier County Clerk File Number 2002-008983, of the Land Records of Collier County Texas (LRCD), the subject tract being more particularly described as follows:

BEGINNING at the southwest corner of said Bedell 356 acre tract, and the northwest corner of a 48.35 acre tract of land conveyed to Young Deer Herstead, Ltd. according to the warranty deed recorded in County Clerk File Number 2002-0288665 (LRCD), said Beginning point further being located on the east line of Parker Lake Estates Phase 3-B, in addition to the City of Parker according to the Final Plat recorded in Abstract B, Page 630 (LRCD), a 1/2" iron pin with a cap stamped "Patt" found at corner, from which a 1/2" iron pin found at the southwest corner of Lot 31, Block A of said Parker Lake Estates Phase 3-B bears S 08° 24' 46" E - 27.48 feet;

THENCE, N 08° 24' 46" W, along the west line of said Bedell tract and the east line of said Parker Lake Estates Phase 3-B, a distance of 737.23 feet to a 1/2" iron pin with a cap stamped "Tyan Eng, Inc." set at corner;

THENCE, E 72° 40' 24" E, a distance of 325.50 feet;

THENCE, S 21° 03' 46" W, a distance of 44.38 feet;

THENCE, S 78° 17' 44" E, a distance of 217.88 feet;

THENCE, N 78° 05' 49" E, a distance of 384.06 feet;

THENCE, N 89° 35' 57" E, a distance of 232.88 feet;

THENCE, N 05° 26' 05" W, a distance of 298.62 feet;

THENCE, N 86° 33' 57" E, a distance of 67.72 feet;

THENCE, around a bounded curve to the right having a central angle of 08° 38' 46", a radius of 288.62 feet and a chord of S 88° 32' 41" E - 42.28 feet, an arc distance of 42.32 feet;

THENCE, N 07° 42' 02" E, a distance of 272.22 feet;

THENCE, S 77° 04' 39" E, a distance of 53.65 feet;

THENCE, S 07° 41' 25" E, a distance of 338.50 feet;

THENCE, N 22° 18' 56" E, a distance of 313.42 feet;

THENCE, around a non-tangent curve to the right having a central angle of 22° 42' 34", a radius of 325.50 feet, and a chord of N 44° 24' 50" E, a distance of 127.97 feet;

THENCE, S 33° 03' 33" E, a distance of 120.47 feet;

THENCE, N 55° 55' 27" E, a distance of 348.02 feet;

THENCE, S 47° 08' 53" E, a distance of 61.55 feet;

THENCE, N 71° 55' 56" E, a distance of 187.81 feet;

THENCE, N 80° 22' 01" E, a distance of 379.89 feet to a point on the east line of said Bedell 356 acre tract, said point being in Lease Lane, an undedicated portion of public right-of-way, a 1/2" iron pin with a cap stamped "Patt" found at corner, from which the most westerly northwest corner of a 48.3223 acre tract of land conveyed to Lease Band Partners, Ltd. according to the Warranty Deed File Number 2002-008983 recorded in County Clerk File Number 2002-008983 (LRCD) bears N 05° 18' 20" E, a distance of 238.68 feet;

THENCE, S 05° 35' 12" E, along the said Bedell 356 acre tract east line and generally along Lease Lane, a distance of 1721.38 feet to the southeast corner of said Bedell 356 acre tract, a 1/2" iron pin with a cap stamped "Patt" found at corner, from said corner the southwest corner of the previously mentioned Lease Band Partners, Ltd. 48.3223 acre tract bears N 85° 27' 43" E, a distance of 7.78 feet;

THENCE, S 85° 35' 40" W, along the south line of said Bedell 356 acre tract and the north line of a 12.75 acre tract of land and the previously mentioned 48.35 acre tract of land conveyed to Young Deer Herstead, Ltd. by the warranty deed recorded in County Clerk File Number 2002-008983 (LRCD), a distance of 2540.04 feet to the Place of Beginning with the subject tract containing 2,451,408 Square Feet or 55.5062 Acres of Land.

ANNEXATION SCHEDULE
56.5062 Acres – Kings Crossing (Parker Bedell Farms, Ltd.)
2014-2015

12/12/14	Post notice at City Hall of 12/16/14 meeting of City Council
12/16/14	Pass Resolution setting 2 Public Hearings before the city council on Annexation for 1/6/15 and 1/20/15
12/19/14	Notice of first Annexation Public Hearing on 1/6/15 published in newspaper prior to this date
1/2/15	(or before) Post notice at City Hall of 1/6/15 meeting of City Council
1/6/15	First Annexation hearing before City Council
1/9/15	Notice of second Annexation Public Hearing on 1/20/15 published in newspaper
1/16/15	(or before) Post notice at City Hall of 1/20/15 meeting of City Council
1/20/15	Second Annexation hearing before City Council
1/30/15	(or before) Post notice at City Hall of 2/3/15 meeting of City Council for annexation vote
2/3/15	City Council votes on Annexation

This schedule requires two published notices, as it presumes the council meetings will only occur on the first and third Tuesdays. In the event the council were to decide to have two council meetings within 10 days, the published notice could be reduced to one, and the overall time schedule reduced.

PARKER BEDELL FARMS, LTD.

4925 Greenville Ave., Suite 1020

Dallas, Texas 75206

(214) 368-0238:Office

(214) 368-0812:Fax

November 25, 2014

Mr. Jeff Flanigan
City of Parker
5700 E. Parker Road
Parker, Texas 75002

RE: Annexation Application – Kings Crossing, Phase 2

Dear Jeff:

Attached is our completed and signed Annexation Application for the above referenced project.

Please note the Application Fees are not attached, but the amount of the Fees should applied to reimbursements due under the Development Agreement.

We have calculated the Application Fee as follows:

Base Fee	\$ 400.00
\$5/acre x 56 Acres =	<u>280.00</u>
TOTAL FEES	\$ 680.00

Sincerely,

Stephen L. Sailman
Manager

/sjm

cc: PBC-DEV (COPk)



ZONING BOUNDARY CHANGE APPLICATION FORM
ANNEXATION REQUEST FORM

1. Requesting: Permanent Zoning _____
Re-Zoning _____ (See Note*)
Annexation X

*Note: If requesting re-zoning, please attach a letter stating nature of re-zoning request; i.e. state present zoning and type of zoning change requested.

Applicant/Company Name: Parker Bedell Farms, Ltd.

Company Address: 4925 Greenville Avenue, Suite 1020

Dallas, Texas 75206

Company Phone Number: 214-368-0238, Ext 223

Company Email: N/A

Contact Name: Stephen Sallman

Contact Phone Number: 214-542-6137

Contact Email: ssallman@warnergroup.com

2. Description and Location of Property:

- a. Survey and abstract: "See Attached Exhibit A"
b. Lot and block: N/A
c. Total number of acres: 56.5062
d. Location further described: Lewis Lane, Parker ETJ

3. Attach 8 copies of the preliminary plat or survey that contains:

- a. North point, scale, and date
b. Name and address of:
i. Applicant
ii. Engineer or surveyor responsible for survey of plat
c. Survey and abstract with tract designation
d. Location of major and/or secondary thoroughfares located with or adjacent to the property
e. Location of existing or platted streets within and adjacent to the existing property
f. Location of all existing rights of way, utility, and/or drainage easements

4. Fees (Non-Refundable): See Attached Fee Schedule

All fees are due and payable at the time of application. No hearing will be scheduled nor will any reviews be made until payment of required filing fees has been accomplished. Fees are non-refundable regardless of outcome of request.

All the requirements and fees of this application are submitted to the City of Parker requesting a hearing date for a Public Hearing before the Planning and Zoning Commission and/or the City Council as may be required. Hearing dates will be scheduled in accordance with provisions of the City of Parker's Comprehensive Zoning Ordinance.

Applicant: Stephen L. Sallman Date: 11/25/14
Stephen L. Sallman

Accepted: _____ Date: _____

LOCATION MAP

No Scale



West Lucas Rd.

CITY OF
PARKER*SUBJECT
TRACT*

Redbud Dr.

Lewis Lane

Curtis



Council Agenda Item

Budget Account Code:	Meeting Date: January 6, 2015
Budgeted Amount:	Department/ Requestor: Council
Fund Balance-before expenditure:	Prepared by: J. Shepherd
Estimated Cost:	Date Prepared: 11/12/2014
Exhibits:	1) Proposed Ordinance

AGENDA SUBJECT

CONSIDERATION AND/OR ANY APPROPRIATE ACTION ON ORDINANCE 722 AMENDING AND RESTATING THE PROVISIONS OF ORDINANCE NO. 608 AS CODIFIED AS CHAPTER 97 OF THE PARKER MUNICIPAL CODE; DISSOLVING THE PARKS AND RECREATION COMMISSION OF THE CITY OF PARKER; REVISING REGULATIONS FOR PUBLICLY OWNED OPEN SPACE AND PARKS [SHEPHERD]

SUMMARY

Police Chief Rushing and City Administrator Flanigan worked on proposed ordinance for Council discussion and consideration.

November 18, 2014 Council Minutes

CONSIDERATION AND/OR ANY APPROPRIATE ACTION ON PARKS AND RECREATION COMMISSION. [FLANIGAN]

Mayor Marshall read a statement from Parks and Recreation Chairperson Cindy Stachiw who was unable to attend the meeting:

Mayor Marshall and City Councilmen and Women - I am unable to attend tonight's meeting but wish to present the following. Attached is the income and expense statement from Parkerfest 2014. Sandy Waites, my co-chair and I, are quite proud of the fact that not a cent of city funds was used to put on Parkerfest 2014. With the help of generous sponsors, Parkerfest netted in the positive \$1,269.34. It

should be further noted that had we not had sponsors, the event still would have been in the black by \$262.45.

At our last Parks and Rec Commission Meeting on November 12th, Sandy Waites made a proposal for use of the excess funds. She proposed that the \$1,269.34 be used to purchase as many green metal, permanent picnic tables that money would afford.

Currently, the P&R Commission is handling scout projects and Parkerfest. Both of these items can be handled without the restraints of a city commission. I do not wish to advocate that the Commission be dissolved, that should be a City Council decision but at this point in time, it seems like a likely outcome. The P&R Commission has been involved in many good things...the trails, gaining grants for the trails, the living legacy tree program, scout projects, and last but certainly not least, the inception and continuation of Parkerfest. The Commission deserves a round of applause for bringing many good things to our citizens sometimes in the face of adversity and harsh criticism.

Many good people have devoted countless hours of service and that is time well spent and should be acknowledged.

*Thank you,
Cindy Stachiw*

Council discussed the current responsibilities and duties of the Parks and Recreation Commission. The trails in the Preserve are completed and there are not any immediate plans for additional trails or park development. Should the City desire to extend the trails in the future a citizen committee can be formed to assist with changes.

ParkerFest could be handled by a voluntary committee the same as the annual FD fundraiser.

Scout projects and the future trail plan will be looked after by staff.

MOTION: Mayor Pro Tem Levine moved to direct City Attorney Shepherd to prepare an ordinance to disband the Parks and Recreation Commission. Councilmember Taylor seconded.

Councilmember Pettie reiterated the intent is not to do away with ParkerFest, but to have a volunteer committee plan the event.

Councilmembers Stone, Standridge, Levine, Pettie and Taylor voted for. Motion carried 5-0.

POSSIBLE ACTION

Approve, Table or Deny

Inter - Office Use			
Approved by:			
Department Head/ Requestor:		Date:	
City Attorney:		Date:	
City Administrator:	<i>Jeffrey Hajj</i>	Date:	<i>1/2/15</i>

ORDINANCE NO. 722

(Open Space and Parks)

AN ORDINANCE OF THE CITY OF PARKER, COLLIN COUNTY, TEXAS, AMENDING AND RESTATING THE PROVISIONS OF ORDINANCE NO. 608 AS CODIFIED AS CHAPTER 97 OF THE PARKER MUNICIPAL CODE; DISSOLVING THE PARKS AND RECREATION COMMISSION OF THE CITY OF PARKER; REVISING REGULATIONS FOR PUBLICLY OWNED OPEN SPACE AND PARKS; PROVIDING A SEVERABILITY CLAUSE; PROVIDING A PENALTY NOT TO EXCEED \$500 FOR EACH OFFENSE; PROVIDING A REPEALER CLAUSE; AND PROVIDING AN EFFECTIVE DATE.

WHEREAS, the City Council of the City of Parker, Collin County, Texas has determined that the City should, with the recommendation of the Parks and Recreation Commission, dissolve the Parks and Recreation Commission; and

WHEREAS, the City Council has determined the revision of the regulations established for the public open spaces, including the City open space known as the "Preserve", adjacent to City Hall, should be revised; and

WHEREAS, the City of Parker Municipal Code of Ordinances should be amended in conformity with the provisions of this Ordinance,

NOW, THEREFORE, BE IT ORDAINED BY THE CITY COUNCIL OF PARKER, COLLIN COUNTY, TEXAS AS FOLLOWS:

SECTION 1. COMMISSION DISSOLVED The Parks and Recreation Commission of the City of Parker is hereby dissolved. The provisions of Ordinance 608 establishing the Parks and Recreation Commission, codified as Sections 97.01 through 97.08 of the Municipal Code of Ordinances, are hereby repealed.

SECTION 2. PARK REGULATIONS REVISED The following sections of the Municipal Code are modified as follows:

Section 97.09 Definitions --the definition of "Recreation" is modified as follows:

"RECREATION-- lawful activities pertaining to nature areas, trails, open space, historical areas, and public gardens."

Section 97.10 ENFORCEMENT. (C) *Seizure of Property* is modified as follows:

“(C) Seizure of Property. The Police Department shall have the authority to seize and confiscate any unlawful items or other contraband for which seizure is authorized under the laws of the State of Texas.

Section 97.11 Unlawful Acts (A) (1) is modified as follows:

“(1) No motorized vehicles, except for wheel chairs for the disabled, are allowed in any park, trail, or sidewalk, except within designated parking areas.

Section 97.11 (A) shall have the following provisions added, commencing with subsection 14 as follows:

“14. To carry a firearm, except those persons who are peace officers or are duly licensed by the State of Texas to carry a concealed handgun in accordance with the provisions of the Texas Concealed Handgun License Laws, as amended.

“15. To discharge firearms, fireworks, BB guns, air guns, bow and arrow, sling slots, blow guns, rockets, or paint ball guns.

“16. To swim, bathe, wade in or pollute the water of any fountain, pond, lake or stream.

“17. To remain, stay or loiter in the area of the park between the hours of 11:00 pm and 5:00 am inclusive, every day of the week.

“18. To enter into/onto the wooden structure in the Preserve known as the “Barn”. Its loft, stairs, roof and/or all other structures or areas as restricted by signage.

“19. To park or operate a commercial vehicle in the park facility parking lot except on City business or when attending a park function.

“20. To park or operate any truck-tractor, trailer, semitrailer, pole-trailer in a park facility parking lot at any time, without written permission of the Mayor or City Administrator.

“21. To allow a domestic animal to defecate in the park without immediate removal and disposal of such feces in proper waste receptacles.

“22. To use or possess any glass container.

“23. To conduct perform or advertised any private or commercial service enterprise for hire, business or profit unless authorized by the Mayor or City Administrator.

“24. To practice, carry on, conduct or solicit any trade occupation, business or profession.

"25. To use or operate any gas operated remote controlled airplanes; boat, car or other motorized, model device, including radio-controlled devices such as helicopters; parasail, hang glider or hot air balloons unless authorized by the Mayor or City Administrator.

"26. To use or operate mechanical or amplified music, sound or voice.

Section 97.11 (B) is modified as follows:

"One or more of the rules in this chapter 97 may be waived for good cause, in advance, by the Mayor or City Administrator, upon written request by an applicant.

Section 97.12 shall be retitled as follows:

"Section 97.12 **USE OF COMMERCIAL VEHICLES.**"

Section 97.14 **CITY SPONSORED EVENTS** shall be modified as follows:

"City sponsored events or use of Park facilities may be exempt from all or a portion of the provisions of 97.11 through 97.13 as is reasonably necessary for operation of event."

SECTION 3. SEVERABILITY. Should any sentence, paragraph, subdivision, clause, phrase or section of this Ordinance be adjudged or held to be unconstitutional, illegal or invalid, the same shall not affect the validity of this Ordinance as a whole, or any part or provision thereof other than the part so decided to be invalid, illegal or unconstitutional, and shall not affect the validity of the Ordinance as a whole.

SECTION 4. PENALTY CLAUSE. Any person, firm or corporation violating any of the provisions of this Ordinance or of the Code of Ordinances, as amended hereby, shall be guilty of a misdemeanor and, upon conviction in the Municipal Court of the City of Parker, Texas, shall be subject to a fine not to exceed the sum of five hundred dollars (\$500.00) for each offense and each and every day said violation is continued shall constitute a separate offense.

SECTION 5. REPEALER CAUSE. Should any sentence, paragraph, Subdivision, clause, phrase or section of this Ordinance be adjudged or held to be unconstitutional, illegal or invalid, the same shall not affect the validity of this Ordinance as a whole, or any part or provision thereof other than the part so decided to be invalid, illegal or unconstitutional, and shall not affect the validity of this Ordinance or the Code of Ordinances, as amended, as a whole.

SECTION 6. EFFECTIVE DATE. This Ordinance shall be in full force and effect from and after its passage and the publication of its caption, and it is so ordained.

DULY PASSED by the City Council of the City of Parker, Collin County, Texas, on the
_____ day of _____, 2015.

APPROVED:

Mayor Z Marshall

ATTEST:

City Secretary Carrie L. Smith

APPROVED AS TO FORM:

City Attorney James E. Shepherd



Council Agenda Item

Budget Account Code:	Meeting Date: January 6, 2015
Budgeted Amount:	Department/ Requestor: Councilmember Stone
Fund Balance-before expenditure:	Prepared by: T. Stone
Estimated Cost:	Date Prepared: 11/7/2014
Exhibits:	Council 11/28 Minutes

AGENDA SUBJECT

CONSIDERATION AND/OR ANY APPROPRIATE ACTION ON PARTICIPATING IN THE "FILE FOR LIFE" PROGRAM. [STONE]

SUMMARY

FILE OF LIFE PACKETS


The File of Life packet is a red plastic magnetic file folder containing a form of your personal health history, medications, physician information and emergency contacts. The packet attaches to your refrigerator, readily visible for Parker paramedics and first responders to find. There is also a perforated, detachable portion to place in your wallet or purse.

This form will enable the Parker Fire Department responding personnel to obtain a quick and accurate medical history when a patient or family member is unable to offer one.

POSSIBLE ACTION

Approve, Deny, Table

Inter – Office Use

Approved by:			
Department Head:	Councilmember Stone by email	Date:	Thu 11/13/2014 9:02 AM
City Attorney:		Date:	
City Administrator:		Date:	1/2/15

Councilmembers Stone, Standridge, Levine, Pettie and Taylor voted for. Motion carried 5-0.

9. PRESENTATION ON A LAND PLAN FOR PROPERTY LOCATED AT CURTIS ROAD AND FM2551 BY JOHN AUGHINBAUGH. [FLANIGAN]

John Aughinbaugh, President of Trinity Enterprises a residential development company located at 918 N. Buckner, Dallas, Texas presented a land plan for The Preserve at Southridge Addition (Exhibit 9). The project is 50-acres located at the southwest quadrant of Curtis Road and FM 2551. The developer is proposing 33 residential lots with two 2-acre lots in the City limits and thirty one 1-acre lots in the City's extra-territorial jurisdiction (ETJ). Mr. Aughinbaugh would like to bring the plat back for Council action at the December 16 meeting and break ground the first of 2015.

The extension of the proposed Curtis Lane is within the project and the developer will construct the 4-lane divided concrete and pavement roadway and dedicate the full 105-feet of right of way to the City.

The 120-feet of right of way for FM2551 will be dedicated as a part of the platting process as required per the Collin County thoroughfare plan.

Until FM2551 is developed there will be 1 point of access; however, Curtis Lane will be complete in which traffic can get in and out. If that is not acceptable a temporary emergency access can be added until FM2551 is built.

Once FM2551 and Curtis Road are developed Collin County will be asked to terminate or abandon old Curtis Road because there will only be 2 properties on the roadway and would provide service to Mr. Curtis.

The far west side of the property is in the flood plain and will be reclaimed for building pads in accordance with the City's flood plain ordinance.

No action taken, the land plan was informational only for Council to become familiar with the project before bringing a preliminary plat to Council for action.

10. CONSIDERATION AND/OR ANY APPROPRIATE ACTION ON RESOLUTION 2014-464 APPROVING AN INTERLOCAL COOPERATION AGREEMENT FOR EMERGENCY MEDICAL SERVICES FOR THE PROVISION OF BACKUP PARAMEDIC AMBULANCE SERVICE BY THE CITY OF WYLIE, TEXAS. [SHEPHERD/SHEFF]

MOTION: Mayor Pro Tem Levine moved to table until City Attorney Shepherd can be present. Councilmember Pettie seconded with Councilmembers Stone, Standridge, Levine, Pettie and Taylor voting for. Motion carried 5-0.

11. CONSIDERATION AND/OR ANY APPROPRIATE ACTION ON PARTICIPATING IN THE "FILE OF LIFE" PROGRAM. [STONE]

The File of Life packet is a red plastic magnetic file folder containing a form of your personal health history, medications, physician information and emergency contacts. The packet attaches to your refrigerator, readily visible for Parker paramedics and first responders to find. There is also a perforated, detachable portion to place in your wallet or purse.

This form will enable the Parker Fire Department responding personnel to obtain a quick and accurate medical history when a patient or family member is unable to offer one.

Councilmember Stone is to work with City Attorney Shepherd on the program details and review any possible liabilities to the City.

12. CONSIDERATION AND/OR ANY APPROPRIATE ACTION ON WATER RATE STUDY. [FLANIGAN]

The City of Parker water rates have not increased since 2009. The proprietary fund is not to make a profit but to pay for the water, infrastructure and maintenance. The charges are paid for by the customers, not tax dollars. Rates need to be increased because the City Water Department has lost money for the past two years. The proposed base rate is \$40.00 up to 4,000 gallons. The rates increase with higher usage.

Staff is to talk with NTMWD and prepare an ordinance and bring back at the December 2 meeting for Council consideration.

ROUTINE ITEMS

13. FUTURE AGENDA ITEMS

- 2014 Water Rate Ordinance
- Annexation petition for Kings Crossing Phase 2
- Code Compliance

14. UPDATES

a. MCCREARY ROAD MONUMENT SIGN

The sign is complete and \$11,785 of the \$12,000 cost was paid by donations. Donations will be accepted for the Hogge/FM2551 sign as well.

15. ADJOURN

Mayor Marshall adjourned the meeting at 8:34 pm.



Council Agenda Item

Budget Account Code:	Meeting Date: January 6, 2015
Budgeted Amount:	Department/ Requestor: Finance
Fund Balance-before expenditure:	Prepared by: J. Boyd
Estimated Cost:	Date Prepared: 12/30/2014
Exhibits:	

AGENDA SUBJECT

CONSIDERATION AND/OR ANY APPROPRIATE ACTION ON BANK DEPOSITORY AGREEMENT.

SUMMARY

American National Bank has provided a bid for depository services. The current agreement expired December 31, 2014. There are a few changes to the existing agreement such as new service charges and/or a lower guaranteed interest rate.

The main changes from what we have today are as follows:

1. To avoid services charges from being applied to the accounts we would have to switch all of our accounts from interest bearing to non-interest bearing accounts and keep a minimum balance of \$1.8 million (All accounts are tied together so it's a cumulative balance). I would expect the services charges to be around \$350+ per month based on activity.
2. We would not be earning any interest from ANB with the change above. Last year we earned less than \$5,860.63 in interest from American National Bank @ .25%. It will be even less if we go with the new interest option by .05%.
3. We do not use them for merchant processing or other Treasury Management services so that would not be an issue.

I did check with a few other banks and the offers are similar with the interest/non-interest options but ANB tended to be lower for most of the services.

If we decide to accept this proposal, I would recommend that we go with the non-interest bearing accounts with no services charges. If you look at the budget, I have more room to work on the income side vs the expense side since we did not budget for the new service charge expense. I was not aware they were making this change.

American National still provides great customer service and the cost of changing banks should be considered as well.

POSSIBLE ACTION

Approve, Modify, Table or Deny

Inter - Office Use			
Approved by:			
Department Head:	<i>Johnna Boyd</i>	Date:	12/30/14
City Attorney:		Date:	
City Administrator:	<i>Tyler Hay</i>	Date:	1/2/15

**CITY COUNCIL
FUTURE AGENDA ITEMS**

MEETING DATE	ITEM DESCRIPTION	CONTACT	Notes
2015			
TBD	EXTENDING MAYOR AND COUNCIL TERMS	Marshall	
TBD	Fire Department Building Modification	Levine	
TBD	ZBA Appointments	Flanigan	
TBD	FRANCHISE AGREEMENT ONCOR ELECTRIC COMPANY. [SHEPHERD]	Shepherd	tabled 12/2 - need approval of changes to contract
TBD	Code Compliance Sub-committee update	Taylor	
TBD	Review Birkhoff Contract	Flanigan	Review annually fees and insurance
January 20, 2015	Republic Waste Report		REQUIRED PER ORDINANCE AND AGREEMENT.
January 20, 2015	public hearing 2 on annexation request for Kings Crossing II	Shepherd	
January 20, 2015	AGREEMENT WITH TEXAS DEPARTMENT OF TRANSPORTATION ON LANDSCAPE MAINTENANCE ALONG FM2551/HOGGE ROAD.	Shepherd	tabled at 9/2 meeting to allow some issues with the contract to be resolved
January 20, 2015	Department Reports		
February 3, 2015	Call General Election for May 9	City Secretary	Three Council Seats - Statutory Deadline February 27.
February 3, 2015	Vote on annexation request for Kings Crossing II		
February 17, 2015	Department Reports		