



CITY OF WEATHERFORD, TEXAS

#StrongCommunity

COMPREHENSIVE ANNUAL FINANCIAL REPORT
FOR THE YEAR ENDED
SEPTEMBER 30, 2020



CITY OF WEATHERFORD, TEXAS
COMPREHENSIVE ANNUAL FINANCIAL REPORT
FOR THE YEAR ENDED SEPTEMBER 30, 2020

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INTRODUCTORY SECTION

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March 1, 2021

To the Honorable Mayor, Members of the City Council,
and Citizens of the City of Weatherford:

The City Charter requires that an annual audit of all records and transactions of the administration of the affairs of the City be made annually by a certified public accountant. Accordingly, the comprehensive annual financial report (CAFR) of the City of Weatherford, Texas, for the fiscal year ended September 30, 2020, is hereby submitted.

This report consists of management's representations concerning the finances of the City of Weatherford. Consequently, management assumes full responsibility for the completeness and reliability of all the information presented in this report. To provide a reasonable basis for making these representations, management of the City has established a comprehensive internal control framework that is designed both to protect the City's assets from loss, theft, or misuse and to compile sufficient reliable information for the preparation of the City's financial statements in conformity with generally accepted accounting principles (GAAP). Because the cost of internal controls should not outweigh their benefits, the City of Weatherford's comprehensive framework of internal controls has been designed to provide reasonable rather than absolute assurance that the financial statements will be free from material misstatement. As management, we assert that, to the best of our knowledge and belief, this financial report is complete and reliable in all material respects.

The City of Weatherford's financial statements have been audited by Pattillo, Brown & Hill, L.L.P., a firm of licensed certified public accountants. The goal of the independent audit was to provide reasonable assurance that the financial statements of the City for the fiscal year ended September 30, 2020, are free of material misstatement. The independent audit involved examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements, assessing the accounting principles used and significant estimates made by management, and evaluating the overall financial statement presentation. The independent auditor concluded, based upon the audit, that there was a reasonable basis for rendering an unmodified opinion that the City of Weatherford's financial statements for the fiscal year ended September 30, 2020, are fairly presented in conformity with GAAP. The independent auditor's report is presented as the first component of the financial section of this report.

GAAP require that management provide a narrative introduction, overview, and analysis to accompany the basic financial statements in the form of Management's Discussion and Analysis (MD&A). This letter of transmittal is designed to complement MD&A and should be read in conjunction with it. The City of Weatherford's MD&A can be found immediately following the report of the independent auditors.

Profile of the City of Weatherford

The City of Weatherford, incorporated in 1858, adopted its original charter and became a home rule city in 1918. The City is located 25 miles west of the Dallas/Fort Worth metropolitan area on Interstate Highway 20 (IH-20) and serves as the county seat of Parker County. The City currently occupies a land area of 28.95 square miles and serves an estimated population of 34,064 as of 2020 (estimate from the U.S. Census Bureau). The City is empowered to levy a property tax on both real and personal properties located within its boundaries. It is also empowered by state statute to extend its corporate limits by annexation, if requested by property owner and deemed appropriate by the City Council.

The City is operated under the council-manager form of government. Policy-making and legislative authority are vested in a governing council consisting of the Mayor and four council members. The governing council is responsible, among other things, for passing policies, ordinances, adopting the budget, appointing boards and committees, and hiring the City Manager. The Municipal Court Judge, City Secretary and City Attorney are also appointed by the City Council. The City Manager is responsible for carrying out the policies and ordinances of the council, for overseeing the day-to-day operations of the City, and for appointing the heads of the various departments. The Mayor and council members are elected on a non-partisan, at-large basis for three-year staggered terms. The City provides a full range of services including police and fire protection, transportation, sanitation, parks and recreation facilities, and public library.

The board of trustees of the municipal utility system, consisting of the Mayor, two council members, and four trustees appointed by the City Council, exercise management control of the electric, water and wastewater systems that serve the City and much of the area extending from the City to and around the Weatherford Water Supply Reservoir located approximately five miles northeast of the City. The City Manager is also responsible for all utility operations and reports directly to the Municipal Utility Board.

The annual budget serves as the foundation for the City's financial planning and control. All departments of the City are required to submit requests for appropriation to the City Manager prior to June 1 of each year. These requests are reviewed, prioritized and, based upon projected revenue availability, included in a proposed budget. The City Manager then presents the proposed budget to the City Council and Municipal Utility Board, respectively, for review prior to August 31. The Council and Board are required to hold public hearings on the proposed budget and to adopt a final budget by no later than September 30, the close of the City's fiscal year. The budget is prepared and appropriated by fund and department. Upon approval of the City Manager, department directors may make line-item transfers of appropriations within a department; however, appropriation transfers between departments require approval of the Council or Board. A summary budget-to-actual comparison for the General Fund is provided on page 69-72 of this report. Budget-to-actual comparisons for each of the non-major special revenue governmental funds are found on pages 88-100.

Factors Affecting Financial Condition

The information presented in the financial statements is perhaps best understood when it is considered from the broader perspective of the specific environment within which the City of Weatherford operates.

Local Economy. In 2020, the City of Weatherford experienced strong economic growth, as revenues continue to outmatch the City's previous years revenues year after year. The North Texas MSA experienced a decrease in jobs, approximately 96,000, due to the impact of COVID. However, despite the loss of jobs, the North Texas MSA remains one of the stronger MSA's in the nation ranking 10 of 12 for job losses in the last year. Statewide stay-at-home orders, in response to the COVID pandemic, has had a significant positive impact on regional retail shopping, manufacturing and other business to business sales and resulting in record breaking sales tax figures for FY20. Having experienced expansive commercial and residential growth since the early 2000's, both retail and industrial establishments maintain significant economic presence in the City. Prominent economic indicators that showed improvement throughout the year are Texas' consumer confidence index as well as the unemployment rate, which continues to be more favorable than the Fort Worth/Dallas Metroplex, the State and the Nation. In addition, 45 to 50 percent of local residents make the short commute east into the metropolitan area for jobs at major Fortune 500 companies, such as Lockheed-Martin, Bell Helicopter/Textron, Alliance Airport, the Federal Currency Center, and many other major Fortune 500/regional employers.

Fiscal year 2020 hit a historic high in sales tax revenue collections for the City of Weatherford. At \$15.6 million, FY20 collections exceeded the previous year by 7.3%. Because this revenue stream can be sensitive to economic fluctuations, Weatherford leaders are careful to only rely on approximately 90% of sales tax for operational purposes, allowing a healthy buffer to shield against declines.

Local manufacturing includes many local shops and suppliers; national and international silicone rubber products (automotive, medical and aerospace, etc.); automotive fuel additives; natural gas drilling, service, production and training; PVC plastic pipe; regional lower-tier subcontractors to Metroplex aerospace companies; and international animal supplements. All experienced output declines and some job reductions from the Great Recession but have continued to see growth in output and recovery in jobs since.

The City continues to develop as a major regional retail center at the IH-20 and S. Main node, with over 905,000 square feet of retail construction completed since 2005. Both the Weatherford Ridge and Weatherford Marketplace retail centers have a few vacancies currently. These are common and tend to rotate occupancy. Additionally, City leaders created Weatherford's second Tax Increment Reinvestment Zone late in FY18. The first TIRZ was created to spur development along IH-20 and has been successful in procuring two major retail establishments as well as a new car dealership. The goal of the second TIRZ focuses on redevelopment.

As with the state and national rates, Weatherford's unemployment rate continued a over ten years of a steadily decline; that decline abruptly ended when COVID hit in March 2020. Unemployment in the City jumped to 12.0% in April 2020 and has once again began a steady decline each month, currently sitting at 6.6%

Due in part to a stable local service area economy as well as strong financial management, Weatherford has a "AA" rating and stable outlook from Standard & Poor's. Additionally, the Weatherford's utility system debt has remained at a A+, with a stable outlook. The A+ rating reflects Standard & Poor's view of the utility's strong financial profile, improved liquidity, and good financial metrics.

Long-term Financial Planning and Major Initiatives. The City Council has adopted Financial Management Policy Statements to provide a framework for fiscal decision-making to ensure that financial resources are available to meet the present and future needs of the City. The policy is updated as-needed, and management of the City believes we are currently in compliance with them. The policy statements stipulate that current expenditures shall not exceed current revenues plus the planned use of fund balances for non-recurring expenditures. Additionally, they set a desired fund balance reserve in the committed funds of the general and utility fund at 90 days of operations, although the Council's preference has been to maintain the general fund balance at 120 days. At fiscal year end both funds had met this requirement of the policy statement as well as had a healthy unassigned fund balance.

Among the City's major initiatives is maintaining up-to-date infrastructure. Council and staff continue to plan for major, long-term improvements by reserving cash for future use, enabling a portion of the projects to be cash-funded. They have made significant enhancements to the City over the last decade with an emphasis on road improvements, partially funded through TxDOT's Pass-Through Toll Agreement that has provided close to \$60 million in revenue. City staff continue to maintain the annual street maintenance target in order to ensure proper and timely rehabilitation of its street infrastructure. Additional emphasis has been placed on maintenance and expansion of utility infrastructure, with large-scale improvements of the water and sewer system being funded through both debt and revenues earned off of the new rate structure, passed in 2015. As a part of these improvements, staff has replaced the City's old utility meters with automated meters, enabling staff to read them remotely and in real time. This meter installation project was completed in the Spring of 2018.

With the new municipal storm water fee having been adopted in early 2013, the City has made several strides in updating its drainage infrastructure in the past three years and has also issued revenue bonds backed by this revenue stream for further improvements, with further debt funding planned.

An additional focus for the City has been to maintain its newly created vehicle rotation fund for major rolling assets in the General Fund. FY20 was the fifth year of this new rotation, with approximately 30 vehicles and major equipment provided for with recurring funds. The goal is to add more vehicles onto this rotation as revenues provide.

Significant Events of FY20

The City of Weatherford continued to see a number of significant events during the past year despite the COVID pandemic making FY20 one of it's most challenging years yet. Some of the most notable achievements to the community during the year, are:



- Parks, Rec and Special Events completed the nation's longest boardwalk at Lake Weatherford.
- Construction began and is nearing completion of the South Lot located at Heritage Park.
- South Main Street medians were redesigned with signage that offers a gateway into Weatherford.
- The Animal Shelter started construction of the Rees-Jones Foundation Animal Medical and Surgical Center.
- The Weatherford College roundabout was completed and received a state level award.
- Lee Street improvements were made close to Chandor Gardens for traffic control.
- IT installed new audio and software technology enhancing the City Council Chambers in City Hall.
- Implementation of a new Computer-Aided Dispatch application.
- Electric completed its first communication campaign with Schneider Engineering and the Communications and Marketing Department to educate consumers on municipal owned utilities.
- The decommissioned Electric Plant on Fort Worth Highway was demolished in preparation for our new Police Station.
- Received TCEQ (Texas Commission on Environmental Quality) permit for reclaimed water project and awarded \$9.6M in construction contracts.
- Provided utility assistance grants to over 200 residential and commercial utility customers that experienced economic hardships due to COVID-19.

Awards and Acknowledgements

Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to City of Weatherford for its comprehensive annual financial report for the fiscal year ended September 30, 2019. This was the 32nd consecutive year that the government has achieved this prestigious award. In order to be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized comprehensive annual financial report. This report must satisfy both generally accepted accounting principles and applicable legal requirements.

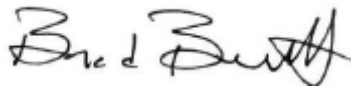
A Certificate of Achievement is valid for a period of one year only. We believe that our current comprehensive annual financial report continues to meet the Certificate of Achievement Program's requirements and we are submitting it to GFOA to determine its eligibility for another certificate.

The preparation of this report would not have been possible without the efficient and dedicated services of the entire staff of the finance department. Each member of the department has our sincere appreciation for the contributions made in the preparation of this report, but especially notable are the efforts and accomplishments of Assistant City Manager/Chief Financial Officer, Brad Burnett; Finance Director, Jessica Doss; Assistant Finance Director, Dawn Brooks; Purchasing Coordinator, Cathy Coffman; Staff Accountant, Rachel Vinyard; and Accounting Clerk Jaqueline Clayton. Credit also must be given to the Mayor, City Council members, and Municipal Utility Board Trustees for their unfailing support in maintaining the highest standards of professionalism in the management of the City of Weatherford's finances.

Respectfully submitted,

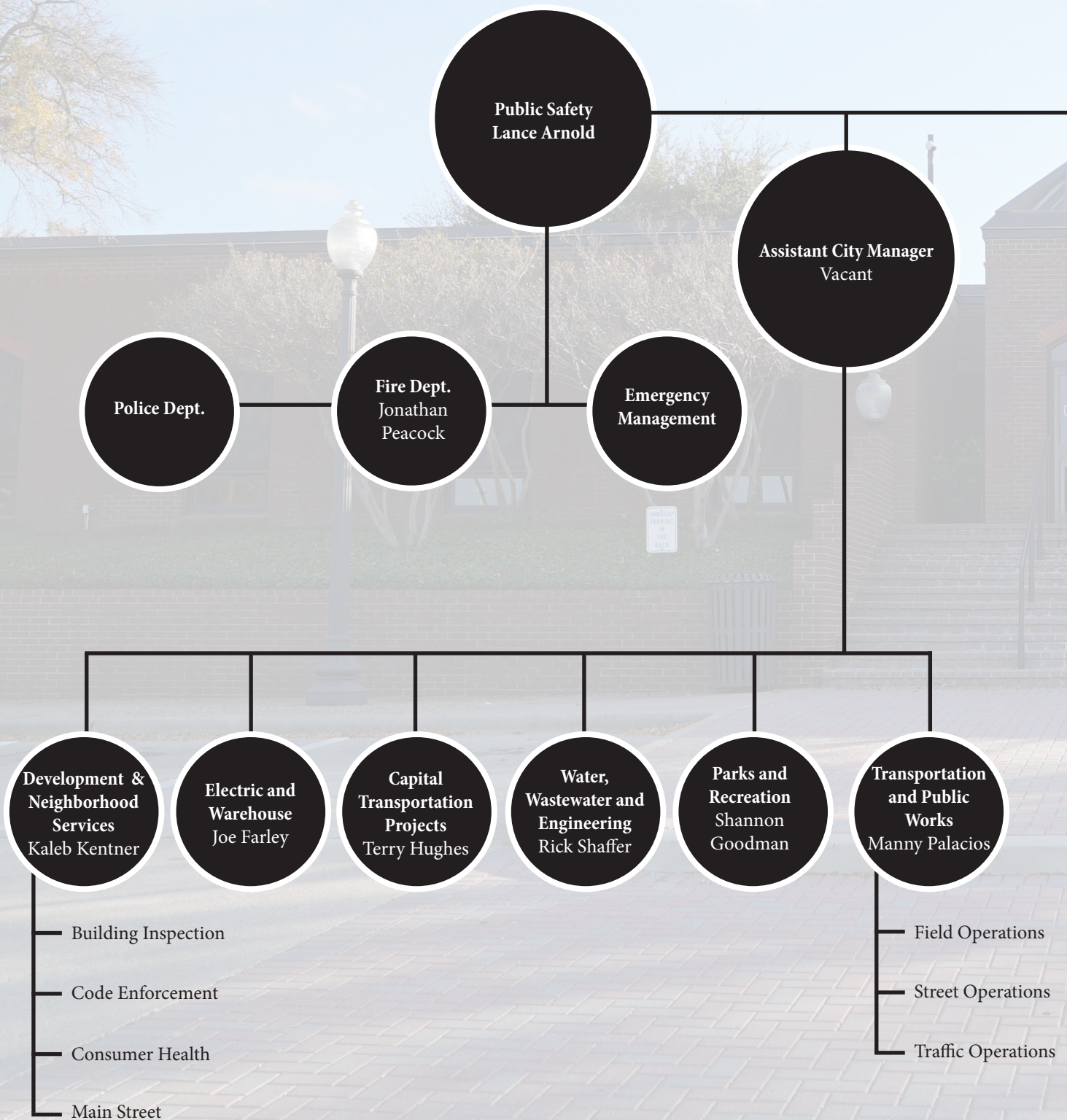


James Hotopp
City Manager



Brad Burnett
Assistant City Manager/CFO

ORGANIZATIONAL CHART



**THE CITY OF
WEATHERFORD, TEXAS**

COMPREHENSIVE ANNUAL FINANCIAL REPORT

**YEAR ENDED
SEPTEMBER 30, 2020**

**ELECTED
CITY COUNCIL**

Paul Paschall – Mayor

Heidi Wilder – Mayor Pro Tem/Council Member
Jeff Robinson – Council Member
Matt Ticzkus – Council Member
Kevin Cleveland – Council Member

**APPOINTED/DESIGNATED
MUNICIPAL UTILITY BOARD**

Paul Paschall – Mayor – Chair
Jeff Robinson – Vice Chair
Heidi Wilder – Designated Council Member
Howard McClurkin – Appointed Public Member
Ken Davis – Appointed Public Member
Lindsey Hester – Appointed Public Member
Tom Novak – Appointed Public Member



Government Finance Officers Association

Certificate of
Achievement
for Excellence
in Financial
Reporting

Presented to

**City of Weatherford
Texas**

For its Comprehensive Annual
Financial Report
For the Fiscal Year Ended

September 30, 2019

Christopher P. Morill

Executive Director/CEO

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FINANCIAL SECTION

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INDEPENDENT AUDITOR'S REPORT

Honorable Mayor
and Members of City Council
City of Weatherford, 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 Weatherford, Texas ("City"), as of and for the year ended September 30, 2020, 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

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 and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. 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 auditors' 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 opinions.

Opinions

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, 2020, 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.

OFFICE LOCATIONS

TEXAS | Waco | Temple | Hillsboro | Houston
NEW MEXICO | Albuquerque

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, budgetary comparison information, and pension and OPEB 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.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City's basic financial statements. The combining and individual fund financial statements and schedules are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The combining and individual fund financial statements and schedules are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual fund financial statements and schedules are fairly stated in all material respects in relation to the basic financial statements as a whole.

The introductory and statistical sections have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we do not express an opinion or provide any assurance on them.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated March 1, 2021, on our consideration of the City's, internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the City's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the City's internal control over financial reporting and compliance.

Pattillo, Brown & Hill, L.L.P.

Waco, Texas
March 1, 2021

**MANAGEMENT'S
DISCUSSION AND ANALYSIS**

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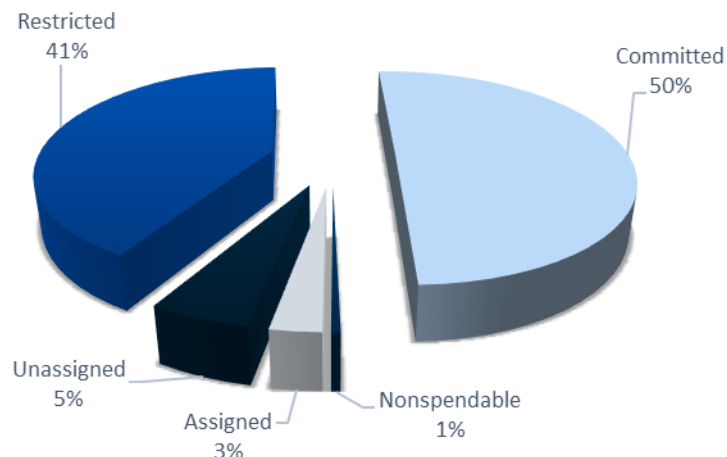
Management's Discussion and Analysis

As management of the City of Weatherford, we offer readers of the City's financial statements this narrative overview and analysis of the financial activities of the City of Weatherford for the fiscal year ended September 30, 2020. We encourage readers to consider the information presented here in conjunction with additional information that we have furnished in our letter of transmittal, which can be found in the introductory section of this report.

Financial Highlights

- The assets and deferred outflows (a consumption of net assets by the City that is applicable to a future reporting period such as prepaid items and deferred charges) of resources of the City of Weatherford exceeded its liabilities and deferred inflows (an acquisition of net assets by the City that is applicable to a future reporting period such as deferred revenues and advance collections) at the close of the most recent fiscal year by \$278,452,154 (net position). Of this amount, \$57,694,311 (unrestricted net position) may be used to meet the City's ongoing obligations to citizens and creditors.
- The City's change in total net position was an increase by \$18,213,666. Positive operating results are due to increased water sales coupled with increased capital contributions from developers and a decreased return-on-investment/gross receipts tax calculation charged to the Utility Fund by the City's General Fund; all of which resulted in an increase in net position related to business-type activities of \$13,652,520. Net position related to governmental activities increased by \$4,561,146 primarily due to better than anticipated revenue from property tax and sales tax as well as the receipt of several grants from federal and state governments.
- As of the close of the current fiscal year, the City of Weatherford's governmental funds reported combined ending fund balances of \$31,626,962, a decrease of \$5,443,229 in comparison with the prior year. While the City experienced an overall decrease in fund balances; tax revenues, primarily property tax and sales tax, increased \$1,996,044 from the prior year. The City offset the increase in revenues by re-investing in City's infrastructure system with projects such as the Medical Center at the Animal Shelter and the Lake Weatherford Boardwalk. The most significant change from the prior year is the Intergovernmental revenue; in the prior year, the City received \$5,244,352 from Texas Department of Transportation pass-thru toll program funds; the current fiscal year does not include any of these revenues. The net of the decrease in revenues and the re-investment of resources into the City was an overall decrease of \$5,443,229 of total fund balances.
- Approximately 5% of the total balance, \$1,762,756, is unassigned, which is primarily in the general fund. This is approximately 5% of total general fund expenditures.

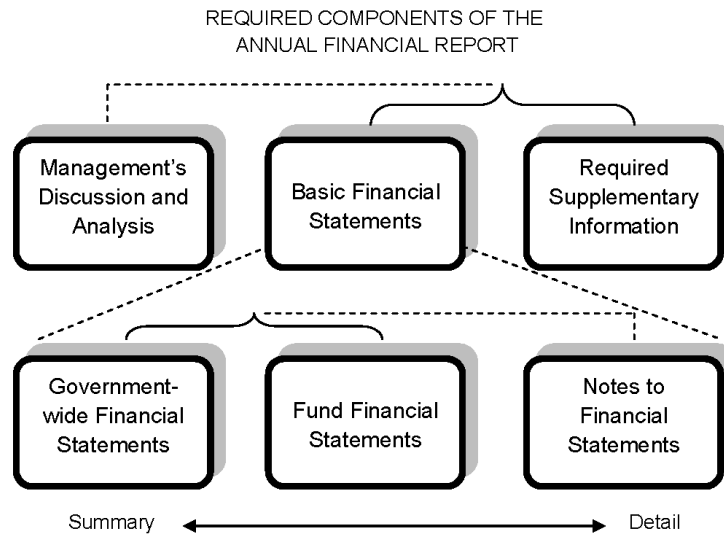
Governmental Funds Fund Balance by Type



- The City of Weatherford's total debt decreased by (\$13,068,529) (13%) during the current fiscal year. This decrease is primarily attributed to principal payments of \$13.0 million. In addition to, the City initiated a \$132,980 capital lease.

Overview of the Financial Statements

This discussion and analysis is intended to serve as an introduction to the City of Weatherford's basic financial statements. The City's basic financial statements comprise three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements. This report also contains other supplementary information in addition to the basic financial statements themselves.



Government-Wide Financial Statements. The government-wide financial statements are designed to provide readers with a broad overview of the City of Weatherford's finances, in a manner similar to private-sector business. The statement of net position presents information on all of the City's assets, deferred outflows (inflows) of resources, and liabilities, with the difference between these items 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.

The statement of activities presents information showing how the government'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 are reported in this statement 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, planning and development, community development, culture and recreation, and health and welfare. The business-type activities of the City include sanitation, storm water and the water, wastewater, and electric utility system (Weatherford Utilities). All governmental and business-type activities included in the government-wide financial statements are functions of the City (known as the primary government).

The government-wide financial statements can be found on pages 14 - 17 of this report.

Fund Financial Statements. A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The City of Weatherford uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds utilized by state and local governments can be divided into three categories: governmental funds, proprietary funds, and fiduciary funds.

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 fiscal year.

Such information may be useful in evaluating a government'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.

The City of Weatherford maintains 20 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 fund, debt service fund, and the tax increment reinvestment zone, which are considered to be major funds. Data from the other 16 governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these non-major governmental funds is provided in the form of combining statements elsewhere in this report.

The City adopts an annual appropriated budget for its general fund. A budgetary comparison statement has been provided in this report to demonstrate compliance with this budget.

The basic governmental fund financial statements can be found on pages 18 – 23 of this report.

Proprietary Funds. Proprietary funds can be further classified into two different types of funds. Enterprise funds are used to report the same functions presented as business-type activities in the government-wide financial statements. The City of Weatherford uses enterprise funds to account for its combined electric, water and wastewater operations, also for its solid waste collection and storm water operations. Internal service funds are an accounting device used to accumulate and allocate costs internally among a government's various functions.

Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail. The proprietary fund financial statements provide separate information for each one of the enterprise funds. The basic proprietary fund financial statements can be found on pages 24 – 33 of this report.

Fiduciary Funds. Fiduciary funds are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are not reflected in the government-wide financial statement because the resources of those funds are not available to support the City of Weatherford's own programs. The accounting used for fiduciary funds is much like that used for proprietary funds.

The City of Weatherford does not hold any resources for the benefit of parties outside the City government and accordingly neither accounts nor reports for any fiduciary funds.

Notes to the Financial Statements. The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found on pages 34 – 68 of this report.

Other Information. In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information concerning the City of Weatherford's General Fund Schedule of Revenues, Expenditures and Changes in Fund Balance with a comparative display of budget to actual. This required supplementary information can be found on pages 69 – 73 of this report. Required supplementary information of pension and other post-employment benefit are included on pages 74 – 79.

Government-wide Financial Analysis

As noted earlier, net position may serve over time as a useful indicator of a government's financial position. In the case of the City of Weatherford, assets and deferred outflows exceeded liabilities and deferred inflows by \$278,452,154 at the close of the most recent fiscal year.

City of Weatherford's Net Position

	Governmental Activities		Business-Type Activities		Total	
	2020	2019	2020	2019	2020	2019
Current and other assets	\$ 58,817,621	\$ 62,801,031	\$ 91,585,832	\$ 87,836,878	\$ 150,403,453	\$ 150,637,909
Capital assets	<u>103,485,983</u>	<u>99,289,211</u>	<u>163,438,707</u>	<u>157,421,030</u>	<u>266,924,690</u>	<u>256,710,241</u>
Total assets	<u>162,303,604</u>	<u>162,090,242</u>	<u>255,024,539</u>	<u>245,257,908</u>	<u>417,328,143</u>	<u>407,348,150</u>
Deferred outflows of resources	<u>4,743,997</u>	<u>8,157,610</u>	<u>2,300,819</u>	<u>3,148,937</u>	<u>7,044,816</u>	<u>11,306,547</u>
Long-term liabilities	75,425,804	86,280,858	54,020,384	59,276,686	129,446,188	145,557,544
Other liabilities	<u>3,184,887</u>	<u>2,843,120</u>	<u>6,693,494</u>	<u>7,082,103</u>	<u>9,878,381</u>	<u>9,925,223</u>
Total liabilities	<u>78,610,691</u>	<u>89,123,978</u>	<u>60,713,878</u>	<u>66,358,789</u>	<u>139,324,569</u>	<u>155,482,767</u>
Deferred inflows of resources	<u>4,895,650</u>	<u>2,143,760</u>	<u>1,700,586</u>	<u>789,682</u>	<u>6,596,236</u>	<u>2,933,442</u>
Net position:						
Net investment in capital assets	80,592,434	73,708,120	118,559,092	120,733,746	199,151,526	194,441,866
Restricted	6,815,276	10,354,402	14,791,041	15,257,126	21,606,317	25,611,528
Unrestricted	<u>(3,866,450)</u>	<u>(5,082,408)</u>	<u>61,560,761</u>	<u>45,267,502</u>	<u>57,694,311</u>	<u>40,185,094</u>
Total net position	<u>\$ 83,541,260</u>	<u>\$ 78,980,114</u>	<u>\$ 194,910,894</u>	<u>\$ 181,258,374</u>	<u>\$ 278,452,154</u>	<u>\$ 260,238,488</u>

By far the largest portion of the City of Weatherford's net position (71%) reflects its investment in capital assets (land, building, infrastructure, machinery and equipment); less any related debt used to acquire those assets that are still outstanding. The City uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although 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 capital assets themselves cannot be used to liquidate these liabilities.

An additional portion of the City of Weatherford's net position (8%) represents resources that are subject to external restrictions on how they may be used. All restricted assets of the City relating to both governmental activities and business-type activities are being held for purposes established by state and local laws, future construction, and debt service/reserve requirements on the City's outstanding debt. The remaining \$57,694,311 (21%) balance of net position is unrestricted and may be used to meet the City's ongoing obligations to citizens and creditors.

At the end of the current fiscal year, the City is able to report positive balances in all three categories of net position, both for the City as a whole, as well as for its separate governmental and business-type activities, except for unrestricted net position for governmental activities. This category is negative, since fiscal year 2018, as a result of implementing GASB 75 which included the City's total OPEB liability in the City's total liabilities.

The City's change in total net position was an increase of \$18,213,666. Net position related to business-type activities changed by \$13,652,520. This increase is largely attributable to positive operating results stemming from increased water sales (\$2.0 million) coupled with increased capital contributions from developers (\$1.8 million) and decreased return-on-investment/gross receipts tax transfers paid to the City's General Fund (\$2.0 million). Net position related to governmental activities increased by \$4,561,146 primarily due to better than anticipated revenue from property tax (\$1.1 million) and sale tax (\$1.2 million) and various grants received by the City, such as the CAD/RMS grant (\$0.7 million) and the CARES grant (\$1.7 million).

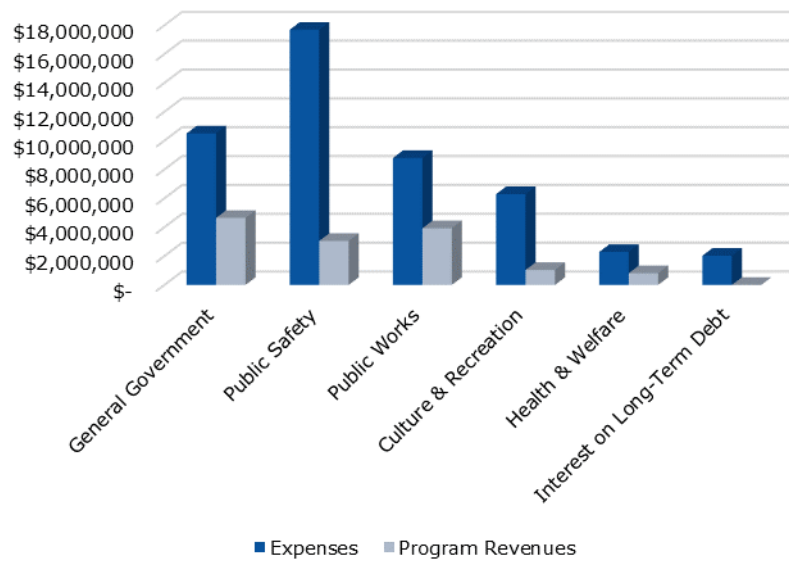
City of Weatherford's Changes in Net Position						
	Governmental Activities		Business-Type Activities		Total	
	2020	2019	2020	2019	2020	2019
Revenues:						
Program revenues:						
Charges for services	\$ 8,310,614	\$ 7,572,499	\$ 66,521,835	\$ 63,758,530	\$ 74,832,449	\$ 71,331,029
Operating grants and contributions	1,687,189	1,001,330	114,058	-	1,801,247	1,001,330
Capital grants and contributions	3,458,928	2,186,053	5,511,563	2,750,221	8,970,491	4,936,274
General revenues:						
Sales taxes	15,633,518	14,571,947	-	-	15,633,518	14,571,947
Property taxes	13,500,599	12,309,376	-	-	13,500,599	12,309,376
Other taxes	1,727,713	1,990,749	-	-	1,727,713	1,990,749
Other	<u>929,940</u>	<u>1,137,974</u>	<u>2,017,484</u>	<u>2,727,294</u>	<u>2,947,424</u>	<u>3,865,268</u>
Total revenues	<u>45,248,501</u>	<u>40,769,928</u>	<u>74,164,940</u>	<u>69,236,045</u>	<u>119,413,441</u>	<u>110,005,973</u>
Expenses:						
General government	10,495,694	10,158,163	-	-	10,495,694	10,158,163
Public safety	17,682,950	16,763,699	-	-	17,682,950	16,763,699
Public works	8,791,350	7,977,141	-	-	8,791,350	7,977,141
Health and welfare	2,283,446	1,951,690	-	-	2,283,446	1,951,690
Culture and recreational	6,291,294	5,486,853	-	-	6,291,294	5,486,853
Interest on long-term debt	2,021,546	1,764,618	-	-	2,021,546	1,764,618
Electric	-	-	33,896,543	31,166,250	33,896,543	31,166,250
Water	-	-	10,519,770	8,125,192	10,519,770	8,125,192
Wastewater	-	-	5,995,632	3,821,537	5,995,632	3,821,537
Solid waste	-	-	2,641,071	2,404,817	2,641,071	2,404,817
Stormwater	-	-	<u>580,479</u>	<u>445,837</u>	<u>580,479</u>	<u>445,837</u>
Total expenses	<u>47,566,280</u>	<u>44,102,164</u>	<u>53,633,495</u>	<u>45,963,633</u>	<u>101,199,775</u>	<u>90,065,797</u>
Increase (decrease) in net position before transfers	(2,317,779)	(3,332,236)	20,531,445	23,272,412	18,213,666	19,940,176
Transfers	<u>6,878,925</u>	<u>9,049,802</u>	<u>(6,878,925)</u>	<u>(9,049,802)</u>	<u>-</u>	<u>-</u>
Increase in net position	<u>4,561,146</u>	<u>5,717,566</u>	<u>13,652,520</u>	<u>14,222,610</u>	<u>18,213,666</u>	<u>19,940,176</u>
Net position, beginning	<u>78,980,114</u>	<u>73,262,548</u>	<u>181,258,374</u>	<u>167,035,764</u>	<u>260,238,488</u>	<u>240,298,312</u>
Net position, ending	<u>\$ 83,541,260</u>	<u>\$ 78,980,114</u>	<u>\$ 194,910,894</u>	<u>\$ 181,258,374</u>	<u>\$ 278,452,154</u>	<u>\$ 260,238,488</u>

Governmental Activities. The change in the City of Weatherford's total governmental activities net position was \$4,561,146. Overall revenues increased by \$4,475,573 while overall expenditures increased \$3,464,116. The net change before transfers for the fiscal year was (\$2,317,779), which is \$1,014,457 less of a loss than prior year's net change before transfers.

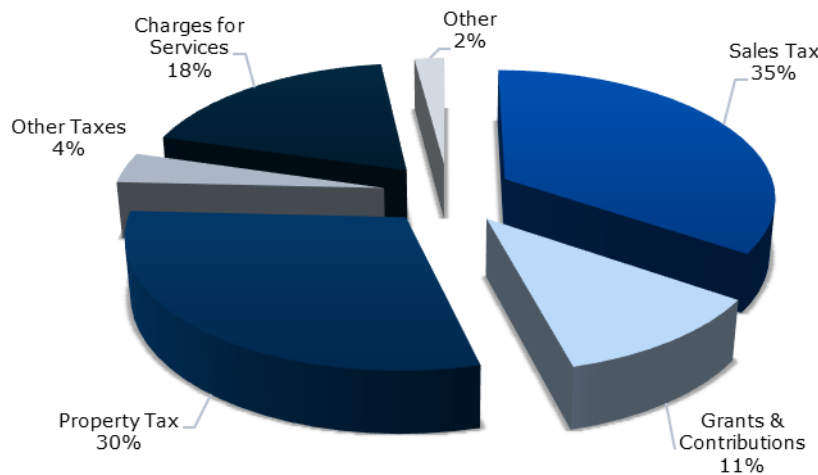
Revenue increases in the current year were mostly attributable to increases in property taxes (\$1,191,223), sales taxes (\$1,061,871), the increases are a reflection of the current economy which is extremely strong with increased consumer spending and increased property transactions and assessed valuations. Expenses by function also increased proportionately to revenues, due to the City re-investing the increased revenues back into the community by way of capital improvements. The majority of the increases in public safety (\$919,251) and culture and recreational (\$804,441) are all due to capital projects completed during the fiscal year and with some projects still in progress such as the medical center at the Animal Shelter.

The total increase in net position for the current year is primarily attributed to the Transfers from the Utility Fund \$6,878,925, which represents the return-on-investment/gross receipts calculation. The transfers offset the entire decrease in net position before transfers of (\$2,317,779) and resulted in an increase to net position for the fiscal year of \$4,561,146.

Expenses and Program Revenues – Governmental Activities



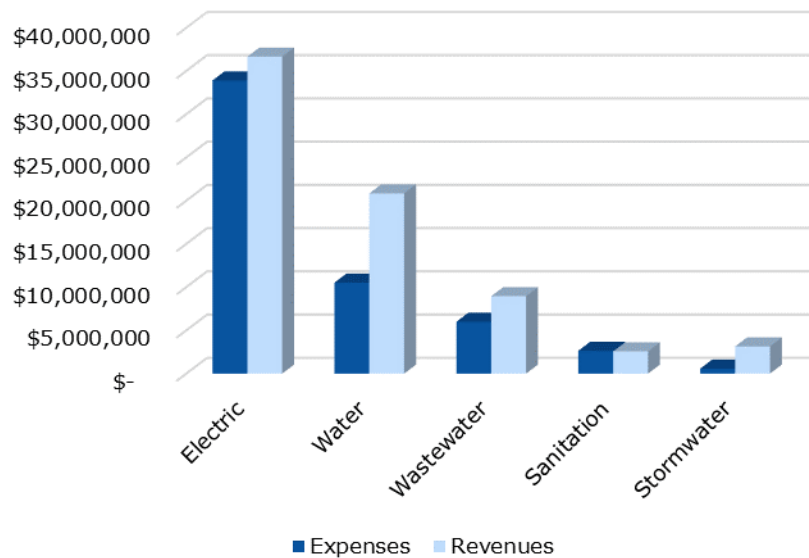
Revenues by Source – Governmental Activities



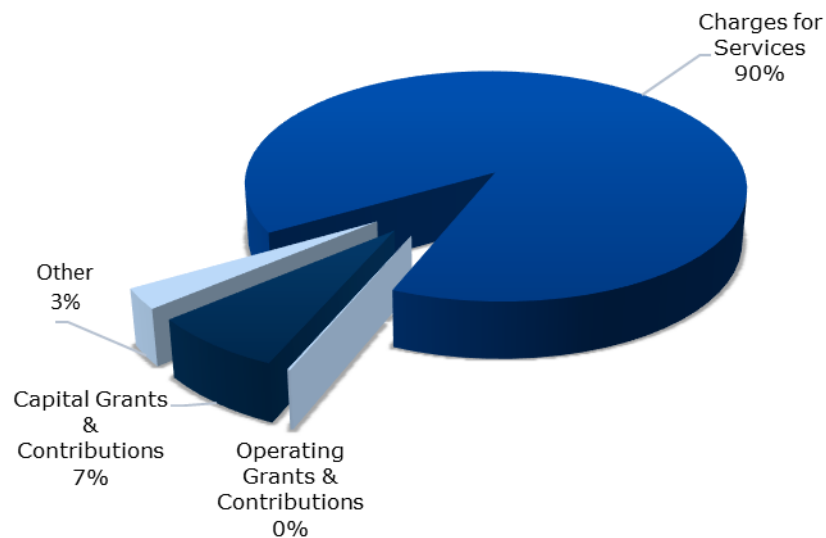
Business-Type Activities. Business-type activities changed the City of Weatherford's net position by \$13,652,520. Overall revenues increased by \$4,925,895 and expenses also increased by \$7,669,862, resulting in a net change before transfers of (\$2,740,966) in comparison to prior year's net change.

The Revenue increase in the current year is attributable to increases in consumer consumption for water and wastewater services, \$2,163,494 and \$434,405, respectively. In addition to, water, wastewater and stormwater all experienced increased capital contributions from developers, an increase of \$3,020,133 from the prior year. The increase in expenses for the current year is primarily due to the increased operating costs for electric, water and wastewater services, in which costs increased proportionately with consumption and sales for water and wastewater. The most significant increase is related purchased power costs, an increase of \$2,049,257 from the prior year, while electric revenues remained relatively flat.

Expenses and Program Revenues – Business-type Activities



Revenues by Source – Business-type Activities



Financial Analysis of the City's Funds

As noted earlier, the City of Weatherford uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

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

At the end of the current fiscal year, the City of Weatherford's governmental funds reported combined ending fund balances of \$31,626,962, a decrease of (\$5,443,229) in comparison with the prior year. There is no single contributing factor, but rather a variety of increases and decreases combine to make this happen. Some of the most notable changes include: increased property tax and sales, tax, increased spending on

capital projects and increases in Public Safety personnel. Approximately 58% (\$18,458,995) of the fund balances constitutes either committed or unassigned fund balance, of which is available for spending at the government's discretion. Of that amount \$1,726,756 (5%) of the total is unassigned. Of the committed funds \$585,246 is designated for OPEB obligation costs to date as detailed in Note 4, \$4,115,349 is for capital projects, \$1,070,891 is for parks development, \$768,863 is for culture and recreation and \$9,318,666 is the desired stabilization fund of 90 days' worth of general fund operation the Council retains for emergencies or unforeseen situations. The other \$13,167,967 (42%) of the fund balances are either non-spendable or restricted in use by an outside authority or covenant.

The general fund is the chief operating fund of the City of Weatherford. At the end of the current fiscal year, spendable and unrestricted fund balance of the general fund was \$17,385,084, while total fund balance was \$17,492,740. The City of Weatherford's financial management policies stipulate that the general fund shall maintain a balance equivalent to 90 days' worth of the average daily operational cost contained in that fund, with a Council preference for 120 days. To determine the average daily cost of operations for the general fund, staff divides all recurring operational funding, less any program costs supported by grants or other explicitly associated revenues, by 365. For fiscal year 2020, this figure was budgeted at \$36,685,623, yielding an average daily operations cost of \$103,541. Multiplying that figure by 90, the stabilization arrangement as mandated by Weatherford's policy comes out to \$9,318,666. As a measure of the general fund's liquidity, it is useful to compare spendable, unreserved fund balance to total fund expenditures. This is equivalent to approximately 142 days' worth of the calculated average daily operational cost.

The fund balance of the City's general fund increased overall by \$1,763,113 during the current fiscal year. This increase in fund balance is due primarily to better than anticipated revenue from property tax and sales tax. Spending increases combined with the revenue overage to yield the fund balance increase.

The debt service fund has a fund balance of \$12,012,062, which is restricted for the payment of debt service. The net decrease in fund balance during the current year in the debt service fund was \$3,354,935. This decrease occurred as a result of Texas Department of Transportation pass-thru toll program funds that were not collected in the current year, a decrease of \$5,244,352 from the prior year.

The TIRZ fund has a total fund balance of (\$4,881,192). The net decrease in fund balance during the current year was a result of expenditures that relate to planning for development within the TIRZ.

The general capital projects fund has a total fund balance of \$4,115,349. The net increase in fund balance during the current year was a result of increased transfers in from the General fund to fund future capital projects such as the Public Safety Building.

At the end of the fiscal year, the City's 14 active nonmajor special revenue funds (state forfeiture, federal forfeiture, hotel/motel tax, Chandor Gardens, SFX grant, court technology, main street project, court security, library, animal shelter, court juvenile case manager, Heritage Park, court jury and PEG) had combined fund balances totaling \$1,767,112, compared to prior year balances of \$2,901,937.

The non-major active capital projects funds (park development) had an ending fund balances of \$1,070,891 compared to prior year balances of \$3,059,324, all of which is restricted for park improvement projects. The decrease in the capital projects funds is the result of the Boardwalk project at Lake Weatherford.

The Doss permanent library fund had an ending fund balance of \$50,000, compared to the prior year balance of \$51,309. This fund has a non-spendable fund balance of \$50,000.

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

Unrestricted net position of the municipal utility fund at the end of the year amounted to \$56,913,483, compared to the prior year unrestricted balance of \$41,024,028. The total increase in net position for the municipal utility fund was \$11,315,213. Unrestricted net position of the solid waste fund amounted to \$1,445,024 compared to \$1,706,763 in the prior year. Unrestricted net position of the storm water fund amounted to \$3,772,344 compared to \$3,249,654 in the prior year.

General Fund Budgetary Highlights

Increasing amendments to the original fiscal year 2020 general fund annual expenditure appropriations netted to \$993,994 or approximately 2.7% of the original budget. A large portion of that, or \$873,375, were to reappropriate unspent funds for the fiscal year 2019 approved projects into fiscal year 2020.

General Fund Budget Comparison

This document's General Fund Budget and Actual summary (found on pages 69 - 72) details differences between budgetary authority and actual spending for the 2020 fiscal year. A review of this schedule yields several significant variances. Overall, the fund left over \$1.0 million worth of appropriations unspent as of September 30, 2020. Of that, approximately \$635,000 came from projects that had to be deferred until the following fiscal year, and those have since been re-appropriated for fiscal year 2021, and an additional \$500,000 came from saving by various departments as a result of reduced spending put in place for potential COVID impacts.

Council's formal budgetary level of control is by department, and while most departments remained within their fiscal constraints, the Facilities Maintenance department, exceeded their appropriated authority due primarily to unplanned building maintenance costs. Both Police and Fire also exceed their appropriated authority due to additional personnel costs caused by absences and overtime costs due to the COVID pandemic. While City Council, City Attorney, Planning and Development, Transportation and Public Works, Vehicle Maintenance, Building Inspections and Community Grants experienced a minor overage in supplies costs, all three of these cost centers are part of departments with savings in other divisions, meaning the department itself did not exceed budgetary authority.

Capital Asset and Debt Administration

Capital Assets. The City of Weatherford's investment in total capital assets for its governmental and business-type activities as of year-end amounts to \$266,924,690 (net of accumulated depreciation) compared to \$256,710,241 in the prior year. Investment in capital assets related to governmental activities (\$103,485,983) includes land and improvements, city hall, old city hall, public library, police station, animal shelter, fire stations, community centers, swimming pool, public market, other buildings and systems, vehicles, machinery and equipment, park facilities, streets, sidewalks and bridges. The City's investment in capital assets related to business-type activities (\$163,438,707) includes land and improvements, electric distribution facilities (substations, poles, wires, transformers, etc.), water supply reservoir, raw water transmission lines and pumping facilities, water purification plant and distribution system, wastewater treatment plant and collection system, utility service center and warehouse, other buildings and systems, vehicles, machinery and equipment.

Major capital asset events during the current fiscal year included the following:

- Purchase of a new finance/ERP software system \$122,122,
- Construction of Medical Center at the Animal Shelter \$1,010,595,
- Construction of the Boardwalk at Lake Weatherford \$2,012,955,
- Design of the Public Safety Building \$640,046,
- Improvements at the Animal Shelter \$168,119,
- Various street improvement projects totaling \$1,829,905
- Fire engine and brush truck purchased for a total of \$869,775,
- Purchase of land at Lake Weatherford \$1,198,063, and
- Various system extensions and improvements to the City's water, wastewater, and electric distribution system, as well as equipment purchases, approximated \$4.7 million.

City of Weatherford's Capital Assets
(Net of Accumulated Depreciation)

	Governmental Activities		Business-Type Activities		Total	
	2020	2019	2020	2019	2020	2019
Land	\$ 15,304,554	\$ 15,103,319	\$ 5,482,939	\$ 4,156,273	\$ 20,787,493	\$ 19,259,592
Buildings and systems	6,758,353	7,364,366	7,110,043	7,617,800	13,868,396	14,982,166
Improvements other than buildings	30,745,997	25,194,116	139,234,656	130,066,480	169,980,653	155,260,596
Machinery and equipment	7,780,056	7,748,603	2,744,026	2,885,662	10,524,082	10,634,265
Infrastructure	38,627,391	39,474,487	-	-	38,627,391	39,474,487
Construction in progress	4,269,632	4,404,320	8,867,043	12,694,815	13,136,675	17,099,135
Total	<u>\$ 103,485,983</u>	<u>\$ 99,289,211</u>	<u>\$ 163,438,707</u>	<u>\$ 157,421,030</u>	<u>\$ 266,924,690</u>	<u>\$ 256,710,241</u>

Additional information on the City of Weatherford's capital assets can be found in Note 3 of this report.

Long-Term Debt. At the end of the current fiscal year the City of Weatherford had total bonded debt outstanding, including combination tax, revenue certificates of obligation, tax notes, notes payable, and leases payable of \$86,236,889. While \$38,465,000 of this carry with it a legal pledge by property tax collections and backed by the full faith and credit of the City, pass-through toll revenues from an interlocal agreement with the Texas Department of Transportation will be sufficient to cover the majority of that debt service over the life of those bonds, rendering those issuances primarily self-supporting, \$40,760,000 represents bonds secured solely by revenue from the City's combined electric, water and wastewater utility system, a combined \$5,795,000 in tax notes, notes payable and State infrastructure loans payable from the utility system revenues. A total of \$1,216,889 represents leases payable related to governmental and business-type activities and are secured with equipment as collateral.

City of Weatherford's Outstanding Debt

General Obligation Bonds, Certificates of Obligation, Revenue Bonds, and Other Long-Term Payables

	Governmental Activities		Business-Type Activities		Total	
	2020	2019	2020	2019	2020	2019
General obligation bonds	\$ 38,465,000	\$ 39,545,000	\$ -	\$ -	\$ 38,465,000	\$ 39,545,000
Certificates of obligations	-	6,440,000	-	-	-	6,440,000
Revenue bonds	-	-	40,760,000	44,470,000	40,760,000	44,470,000
Tax notes	5,795,000	7,515,000	-	-	5,795,000	7,515,000
Notes payable	-	-	-	-	-	-
Lease obligations	<u>927,409</u>	<u>1,008,638</u>	<u>289,480</u>	<u>326,780</u>	<u>1,216,889</u>	<u>1,335,418</u>
Total	<u>\$ 45,187,409</u>	<u>\$ 54,508,638</u>	<u>\$ 41,049,480</u>	<u>\$ 44,796,780</u>	<u>\$ 86,236,889</u>	<u>\$ 99,305,418</u>

The City of Weatherford's total debt decreased by (\$13,068,529) (13%) during the current fiscal year as a result of normal principal retirement along with the issuance of \$0.1 million capital lease.

The City's general obligation bonds and certificates of obligation are rated "Aa3" by Moody's Investors Service and "AA" by Standard and Poor's Corporation at September 30, 2020. The City's combined utility system revenue debt is rated "Aa3" by Moody's Investors Service and "A+" by Standard and Poor's Corporation at September 30, 2020.

City's total property tax rate for 2019-2020 was \$0.4879 per \$100 of assessed valuation, of which \$0.1486 was for annual debt service. As a condition for issuance of additional debt, utility revenue bond covenants require net revenues of the system to be no less than 1.25 the average annual debt requirements and 1.10 times the maximum annual requirements.

Additional information on the City of Weatherford's long-term debt can be found in Note 3 (E) of this report.

Economic Factors and Next Year's Budgets and Rates

- The unemployment rate for Weatherford is currently sitting at 6.6% as of November of 2020. This increase is a direct result of the impact on the economy from the COVID pandemic. However, even at 6.6% unemployment, this compares favorably to national (6.7%) and state averages (8.0%).
- Sales tax collections had another strong year in fiscal year 2020, with actual collections exceeding the original budget by 4.6%, or \$0.6 million. Collections also exceeded fiscal year 2019 by 3.3%. For fiscal year 2020, staff has estimated sales tax collections to increase an additional 2% due to increased local consumer spending.
- Final total taxable assessed value increased by approximately 6.8% over the previous year, from \$2.841 billion to \$3.034 billion. This total includes new construction as well as values captured for the TIRZ district.
- As a result of the newly created tax-increment reinvestment zone and its associated projects, we expect increased economic activity over the next several years.

All of the above factors were considered in preparing the City of Weatherford's budget for the 2020-2021 fiscal year. The property tax rate was reduced to \$0.4829 per \$100 of assessed value, allowing the City to capitalize on value increases while still providing savings to the property owners. Sales tax collections, accounting for approximately 40% of general fund revenues and other financing sources, are anticipated to continue modest gains in fiscal year 2020-2021 receipts after accounting for expected rebates for economic development incentive agreements. Approved non-recurring expenditures for 2020-2021 total \$2.4 million, which is projected to leave the General Fund with a balance equating to 142 days of operations, well over the 90-day requirement. A large portion of this balance, totaling \$0.6 million, will be dedicated to future costs of compensated absences.

Requests for Information

This financial report is designed to provide a general overview of the City of Weatherford's finances for all those with an interest in the government's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the Chief Financial Officer, P.O. Box 255, Weatherford, Texas, 76086.

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**BASIC
FINANCIAL STATEMENTS**

CITY OF WEATHERFORD, TEXAS

STATEMENT OF NET POSITION

SEPTEMBER 30, 2020

	Governmental Activities	Business-type Activities	Total
ASSETS			
Cash and investments	\$ 33,310,434	\$ 50,706,551	\$ 84,016,985
Receivables (net of allowance for uncollectibles):			
Taxes	349,534	-	349,534
Accounts	891,390	8,868,355	9,759,745
Interest	-	19,949	19,949
Other	-	273,355	273,355
Due from other governments	24,156,107	-	24,156,107
Prepaid items	7,592	287,842	295,434
Inventories	102,564	3,617,367	3,719,931
Restricted assets:			
Cash and investments	-	27,812,413	27,812,413
Capital assets:			
Land	15,304,554	5,482,939	20,787,493
Buildings	14,272,663	18,364,877	32,637,540
Improvements other than buildings	48,413,492	225,977,401	274,390,893
Infrastructure	61,685,262	-	61,685,262
Machinery and equipment	19,237,001	9,631,249	28,868,250
Construction in progress	4,269,632	8,867,043	13,136,675
Less: accumulated depreciation	(59,696,621)	(104,884,802)	(164,581,423)
Total capital assets	<u>103,485,983</u>	<u>163,438,707</u>	<u>266,924,690</u>
Total assets	<u>162,303,604</u>	<u>255,024,539</u>	<u>417,328,143</u>
DEFERRED OUTFLOWS OF RESOURCES			
Deferred charge on refunding	96,197	673,263	769,460
Deferred outflow related to pensions	2,016,978	626,694	2,643,672
Deferred outflow related to OPEBs	2,630,822	1,000,862	3,631,684
Total deferred outflows of resources	<u>4,743,997</u>	<u>2,300,819</u>	<u>7,044,816</u>

The accompanying notes are an integral part of these financial statements.

	Governmental Activities	Business-type Activities	Total
LIABILITIES			
Accounts payable	\$ 1,496,637	\$ 3,523,578	\$ 5,020,215
Accrued liabilities	634,725	200,287	835,012
Retainage payable	9,520	228,969	238,489
Accrued interest	143,835	20,126	163,961
Due to other governments	19,871	-	19,871
Customer deposits and escrows	880,299	1,384,932	2,265,231
Unearned revenue	-	1,220,484	1,220,484
Payable from restricted assets:			
Accrued interest	-	115,118	115,118
Noncurrent liabilities:			
Due within one year:			
Long-term debt payable from restricted assets	-	290,000	290,000
Long-term debt	6,661,643	4,403,840	11,065,483
Total OPEB liability	681,708	257,306	939,014
Due in more than one year:			
Long-term debt	45,681,673	41,085,767	86,767,440
Net pension liability	7,760,402	2,401,050	10,161,452
Total OPEB liability	14,640,378	5,582,421	20,222,799
Total liabilities	78,610,691	60,713,878	139,324,569
DEFERRED INFLOWS OF RESOURCES			
Deferred inflow related to pensions	3,032,194	989,399	4,021,593
Deferred inflow related to OPEBs	1,863,456	711,187	2,574,643
Total deferred inflows of resources	4,895,650	1,700,586	6,596,236
NET POSITION			
Net investment in capital assets	80,592,434	118,559,092	199,151,526
Restricted for:			
Construction	-	6,623,574	6,623,574
Debt service	5,767,027	4,053,335	9,820,362
Rate stabilization	-	4,114,132	4,114,132
Culture and recreation:			
Nonexpendable	50,000	-	50,000
Public safety	215,377	-	215,377
Community development	782,872	-	782,872
Unrestricted (deficit)	(3,866,450)	61,560,761	57,694,311
Total net position	\$ 83,541,260	\$ 194,910,894	\$ 278,452,154

The accompanying notes are an integral part of these financial statements.

CITY OF WEATHERFORD, TEXAS

STATEMENT OF ACTIVITIES

FOR THE YEAR ENDED SEPTEMBER 30, 2020

Functions/Programs	Expenses	Program Revenues		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions
Governmental activities:				
General government	\$ 10,495,694	\$ 3,889,813	\$ 20,882	\$ 730,818
Public safety	17,682,950	1,513,099	1,535,745	-
Public works	8,791,350	1,193,636	-	2,728,110
Health and welfare	2,283,446	752,370	55,815	-
Cultural and recreation	6,291,294	961,696	74,747	-
Interest on long-term debt	2,021,546	-	-	-
Total governmental activities	<u>47,566,280</u>	<u>8,310,614</u>	<u>1,687,189</u>	<u>3,458,928</u>
Business-type activities:				
Electric	33,896,543	36,457,687	-	188,426
Water	10,519,770	18,881,022	114,058	1,844,880
Wastewater	5,995,632	7,207,019	-	1,742,542
Sanitation	2,641,071	2,557,727	-	15,100
Stormwater utility	580,479	1,418,380	-	1,720,615
Total business-type activities	<u>53,633,495</u>	<u>66,521,835</u>	<u>114,058</u>	<u>5,511,563</u>
Total primary government	<u>\$ 101,199,775</u>	<u>\$ 74,832,449</u>	<u>\$ 1,801,247</u>	<u>\$ 8,970,491</u>
General revenues:				
Taxes:				
Property				
Sales				
Other				
Investment earnings				
Royalties				
Miscellaneous				
Transfers				
Total general revenues and transfers				
Change in net position				
Net position, beginning				
Net position, ending				

The accompanying notes are an integral part of these financial statements.

Net (Expense) Revenue and Changes in Net Position		
Primary Government		
Governmental Activities	Business-type Activities	Total
\$(5,854,181)	\$ -	(5,854,181)
(14,634,106)	-	(14,634,106)
(4,869,604)	-	(4,869,604)
(1,475,261)	-	(1,475,261)
(5,254,851)	-	(5,254,851)
(2,021,546)	-	(2,021,546)
(34,109,549)	-	(34,109,549)
-	2,749,570	2,749,570
-	10,320,190	10,320,190
-	2,953,929	2,953,929
-	(68,244)	(68,244)
-	2,558,516	2,558,516
-	18,513,961	18,513,961
\$(34,109,549)	\$ 18,513,961	\$(15,595,588)
13,500,599	-	13,500,599
15,633,518	-	15,633,518
1,727,713	-	1,727,713
654,838	1,379,732	2,034,570
27,718	359,428	387,146
247,384	278,324	525,708
6,878,925	(6,878,925)	-
38,670,695	(4,861,441)	33,809,254
4,561,146	13,652,520	18,213,666
78,980,114	181,258,374	260,238,488
\$ 83,541,260	\$ 194,910,894	\$ 278,452,154

The accompanying notes are an integral part of these financial statements.

CITY OF WEATHERFORD, TEXAS

BALANCE SHEET

GOVERNMENTAL FUNDS

SEPTEMBER 30, 2020

	General	Debt Service	TIRZ
ASSETS			
Cash and investments	\$ 15,934,533	\$ 6,004,237	\$ 1,135,620
Receivables (net of allowance for uncollectibles of \$533,417):			
Taxes	243,463	104,900	1,171
Accounts	779,847	7,825	35
Due from other governments	4,263,794	19,892,313	-
Prepaid	5,092	-	-
Advance to other funds	-	6,000,000	-
Inventories	102,564	-	-
Total assets	<u>21,329,293</u>	<u>32,009,275</u>	<u>1,136,826</u>
LIABILITIES			
Accounts payable	668,743	-	16,847
Retainage payable	-	-	-
Accrued liabilities	616,795	-	-
Deposits and escrows	763,263	-	-
Due to other governments	19,871	-	-
Advance from other funds	-	-	6,000,000
Total liabilities	<u>2,068,672</u>	<u>-</u>	<u>6,016,847</u>
DEFERRED INFLOWS OF RESOURCES			
Unavailable revenue	<u>1,767,881</u>	<u>19,997,213</u>	<u>1,171</u>
Total deferred inflows of resources	<u>1,767,881</u>	<u>19,997,213</u>	<u>1,171</u>
FUND BALANCES			
Nonspendable:			
Doss library	-	-	-
Prepaid	5,092	-	-
Inventory	102,564	-	-
Restricted for:			
Debt service	-	12,012,062	-
Public safety	-	-	-
Community development	-	-	-
Committed:			
Other post employee benefits	585,246	-	-
Stabilization arrangement	9,318,666	-	-
Capital projects	-	-	-
Park development	-	-	-
Culture and recreation	-	-	-
Assigned:			
Subsequent year appropriations	873,224	-	-
Unassigned	<u>6,607,948</u>	<u>-</u>	<u>(4,881,192)</u>
Total fund balances	<u>17,492,740</u>	<u>12,012,062</u>	<u>(4,881,192)</u>
 Total liabilities, deferred inflows of resources, and fund balances	 <u>\$ 21,329,293</u>	 <u>\$ 32,009,275</u>	 <u>\$ 1,136,826</u>

The accompanying notes are an integral part of these financial statements.

General Capital Projects	Other Governmental	Total Governmental Funds
\$ 4,480,077	\$ 3,084,571	\$ 30,639,038
-	-	349,534
-	65,691	853,398
-	-	24,156,107
-	2,500	7,592
-	-	6,000,000
-	-	102,564
<u>4,480,077</u>	<u>3,152,762</u>	<u>62,108,233</u>
355,208	129,793	1,170,591
9,520	-	9,520
-	17,930	634,725
-	117,036	880,299
-	-	19,871
-	-	6,000,000
<u>364,728</u>	<u>264,759</u>	<u>8,715,006</u>
-	-	21,766,265
-	-	21,766,265
-	50,000	50,000
-	-	5,092
-	-	102,564
-	-	12,012,062
-	215,377	215,377
-	782,872	782,872
-	-	585,246
-	-	9,318,666
4,115,349	-	4,115,349
-	1,070,891	1,070,891
-	768,863	768,863
-	-	873,224
-	-	1,726,756
<u>4,115,349</u>	<u>2,888,003</u>	<u>31,626,962</u>
<u>\$ 4,480,077</u>	<u>\$ 3,152,762</u>	<u>\$ 62,108,233</u>

The accompanying notes are an integral part of these financial statements.

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CITY OF WEATHERFORD, TEXAS

**RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE SHEET
TO THE GOVERNMENTAL ACTIVITIES STATEMENT OF NET POSITION**

SEPTEMBER 30, 2020

Total fund balances - governmental funds balance sheet	\$ 31,626,962
Amounts reported for governmental activities in the Statement of Net Position are different because:	
Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds.	101,525,616
Certain items are not available to pay for current period expenditures, and, therefore are deferred inflows of resources in the funds.	21,766,265
The assets and liabilities of certain Internal Service Funds are not included in the fund financial statement, but are included in the governmental activities of the Statement of Net Position.	4,018,506
Some liabilities, including bonds payable, are not due and payable in the current period and, therefore, are not reported in the funds. Also, the loss on refunding of bonds, the premium on issuance of bonds and deferred resource outflow and inflows related to the net pension liability and total OPEB liability are not reported in the funds.	(75,396,089)
Net position of governmental activities - statement of net position	\$ <u>83,541,260</u>

CITY OF WEATHERFORD, TEXAS**STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES****GOVERNMENTAL FUNDS**

FOR THE YEAR ENDED SEPTEMBER 30, 2020

	General	Debt Service
REVENUES		
Taxes	\$ 25,598,887	\$ 4,082,633
Licenses and permits	1,086,504	-
Intergovernmental	1,639,205	-
Charges for services	5,123,391	-
Fines and forfeitures	292,938	-
Contributions	38,220	-
Royalties and rental	-	-
Investment earnings	334,636	192,796
Miscellaneous	129,815	-
Total revenues	<u>34,243,596</u>	<u>4,275,429</u>
EXPENDITURES		
Current:		
General government	9,033,144	-
Public safety	16,551,943	-
Public works	4,652,837	-
Health and welfare	2,084,826	-
Cultural and recreation	3,474,165	-
Capital outlay	655,439	-
Debt service:		
Principal	42,824	6,771,455
Interest and other	-	1,355,766
Total expenditures	<u>36,495,178</u>	<u>8,127,221</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	<u>(2,251,582)</u>	<u>(3,851,792)</u>
OTHER FINANCING SOURCES (USES)		
Issuance of debt - refunding bonds	-	31,249,797
Issuance of debt - capital lease	132,980	-
Sale of general capital assets	75,095	-
Insurance recoveries	20,092	-
Transfers in	5,482,812	250,000
Transfers out	(1,696,284)	-
Payment to refunded bond escrow agent	-	(31,002,940)
Total other financing sources and uses	<u>4,014,695</u>	<u>496,857</u>
NET CHANGE IN FUND BALANCES	<u>1,763,113</u>	<u>(3,354,935)</u>
FUND BALANCES, BEGINNING	<u>15,729,627</u>	<u>15,366,997</u>
FUND BALANCES, ENDING	<u><u>\$ 17,492,740</u></u>	<u><u>\$ 12,012,062</u></u>

The accompanying notes are an integral
part of these financial statements.

TIRZ	General Capital Projects	Other Governmental	Total Governmental Funds
\$ 302,417	\$ -	\$ 819,140	\$ 30,803,077
-	-	-	1,086,504
-	730,818	-	2,370,023
-	4,303	684,931	5,812,625
-	-	27,851	320,789
-	-	80,959	119,179
-	5,477	22,240	27,717
38,589	45,079	44,943	656,043
-	-	9,360	139,175
<u>341,006</u>	<u>785,677</u>	<u>1,689,424</u>	<u>41,335,132</u>
161,120	1,600,163	184,030	10,978,457
-	-	6,870	16,558,813
-	-	-	4,652,837
-	-	77,536	2,162,362
-	63,712	1,397,762	4,935,639
1,656,020	979,986	3,382,712	6,674,157
-	-	-	6,814,279
-	-	-	1,355,766
<u>1,817,140</u>	<u>2,643,861</u>	<u>5,048,910</u>	<u>54,132,310</u>
(1,476,134)	(1,858,184)	(3,359,486)	(12,797,178)
-	-	-	31,249,797
-	-	-	132,980
-	-	-	75,095
-	-	-	20,092
-	2,607,478	551,814	8,892,104
-	-	(316,895)	(2,013,179)
-	-	-	(31,002,940)
<u>-</u>	<u>2,607,478</u>	<u>234,919</u>	<u>7,353,949</u>
(1,476,134)	749,294	(3,124,567)	(5,443,229)
(3,405,058)	3,366,055	6,012,570	37,070,191
<u>\$(4,881,192)</u>	<u>\$ 4,115,349</u>	<u>\$ 2,888,003</u>	<u>\$ 31,626,962</u>

The accompanying notes are an integral part of these financial statements.

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CITY OF WEATHERFORD, 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, 2020

Net change in fund balances - total governmental funds: \$(5,443,229)

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

Governmental funds report capital outlays as expenditures. However, in the governmental activities statement of activities, the cost and accumulated depreciation of those assets is allocated over their estimated useful lives as depreciation expense. This is the amount by which capital outlays exceeded depreciation in the current period. 840,229

The net effect of various miscellaneous transactions involving capital assets (i.e., sales, trade-ins, and donations) is to increase net position. 2,654,227

Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.

Property taxes	58,752
Court fines	5,522
Grant - CARES Act Grant	1,064,258

The issuance of long-term debt (e.g., bonds, leases) 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 premiums, discounts, and similar items when debt is 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. 5,783,432

Internal Service Funds are used by management to charge the costs of certain activities, such as vehicle acquisition and health insurance premiums/claims paid to individual funds. The net revenue (expense) of certain Internal Service Funds is reported with governmental activities. 764,779

Some expenses reported in the governmental activities statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds. (1,166,824)

Change in net position of governmental activities \$ 4,561,146

CITY OF WEATHERFORD, TEXAS

STATEMENT OF NET POSITION

PROPRIETARY FUNDS

SEPTEMBER 30, 2020

	Business-type Activities - Enterprise Funds	
	Municipal Utility System	Solid Waste
ASSETS		
Current assets		
Unrestricted assets		
Cash and cash equivalents	\$ 23,047,436	\$ 1,822,636
Investments	21,888,873	201,580
Receivables:		
Accounts, net of allowances for uncollectible accounts of \$238,191	4,272,833	31,643
Earned but unbilled customer accounts	4,264,615	197,215
Interest	19,949	-
Other	273,355	-
Prepays	287,842	-
Inventory	3,605,220	12,147
Restricted assets		
Cash and cash equivalents	24,193,827	-
Investments	3,618,586	-
Total current assets	<u>85,472,536</u>	<u>2,265,221</u>
Noncurrent assets		
Capital assets		
Land	4,566,559	-
Construction in progress	7,873,952	-
Buildings and improvements	18,167,268	197,609
Other improvements	214,170,872	10,577
Machinery and equipment	8,032,889	1,577,738
Less: accumulated depreciation	<u>(102,815,181)</u>	<u>(1,215,834)</u>
Total noncurrent assets	<u>149,996,359</u>	<u>570,090</u>
Total assets	<u>235,468,895</u>	<u>2,835,311</u>
DEFERRED OUTFLOWS OF RESOURCES		
Deferred charge on refunding	673,263	-
Deferred outflow related to pensions	539,350	86,597
Deferred outflow related to OPEBs	849,061	151,299
Total deferred outflows of resources	<u>2,061,674</u>	<u>237,896</u>

The accompanying notes are an integral part of these financial statements.

Business-type Activities - Enterprise Funds		Governmental Activities
Storm Water Utility Non-Major	Total	Internal Service Funds
\$ 3,746,026	\$ 28,616,098	\$ 270,585
-	22,090,453	2,400,811
-	4,304,476	37,992
102,049	4,563,879	-
-	19,949	-
-	273,355	-
-	287,842	-
-	3,617,367	-
-	24,193,827	-
-	3,618,586	-
<u>3,848,075</u>	<u>91,585,832</u>	<u>2,709,388</u>
916,380	5,482,939	-
993,091	8,867,043	-
-	18,364,877	-
11,795,952	225,977,401	-
20,622	9,631,249	2,853,219
(853,787)	(104,884,802)	(892,852)
<u>12,872,258</u>	<u>163,438,707</u>	<u>1,960,367</u>
<u>16,720,333</u>	<u>255,024,539</u>	<u>4,669,755</u>
-	673,263	-
747	626,694	-
502	1,000,862	-
<u>1,249</u>	<u>2,300,819</u>	<u>-</u>

The accompanying notes are an integral part of these financial statements.

CITY OF WEATHERFORD, TEXAS

STATEMENT OF NET POSITION

PROPRIETARY FUNDS

SEPTEMBER 30, 2020

	Business-type Activities - Enterprise Funds	
	Municipal Utility System	Solid Waste
LIABILITIES		
Current liabilities (payable from current assets):		
Accounts payable	\$ 3,316,667	\$ 49,088
Accrued wages	171,609	28,678
Retainage payable	198,098	-
Accrued interest	6,548	-
Unearned revenue	1,220,484	-
Customer deposits	1,384,932	-
Capital lease payable	38,262	-
Revenue bonds payable	3,190,000	-
Compensated absences	721,721	73,857
Total OPEB liability	218,413	38,684
Current liabilities (payable from restricted assets):		
Accrued interest	115,118	-
Revenue bonds payable- current	290,000	-
Total current liabilities	<u>10,871,852</u>	<u>190,307</u>
Noncurrent liabilities		
Capital lease payable	251,218	-
Revenue bonds payable	35,589,338	-
Compensated absences	275,086	26,775
Net pension liability	2,066,433	334,617
Total OPEB liability	4,734,932	845,206
Total noncurrent liabilities	<u>42,917,007</u>	<u>1,206,598</u>
Total liabilities	<u>53,788,859</u>	<u>1,396,905</u>
DEFERRED INFLOWS OF RESOURCES		
Deferred inflow related to pensions	851,397	123,534
Deferred inflow related to OPEBs	603,179	107,744
Total deferred inflows of resources	<u>1,454,576</u>	<u>231,278</u>
NET POSITION		
Net investment in capital assets	110,582,610	570,090
Restricted for:		
Construction	6,623,574	-
Debt service	4,053,335	-
Rate stabilization	4,114,132	-
Unrestricted	56,913,483	874,934
Total net position	<u>\$ 182,287,134</u>	<u>\$ 1,445,024</u>

The accompanying notes are an integral part of these financial statements.

Business-type Activities - Enterprise Funds		Governmental Activities
Storm Water Utility Non-Major	Total	Internal Service Funds
\$ 157,823	\$ 3,523,578	\$ 326,046
-	200,287	-
30,871	228,969	-
13,578	20,126	-
-	1,220,484	-
-	1,384,932	-
-	38,262	104,732
380,000	3,570,000	-
-	795,578	-
209	257,306	-
-	115,118	-
-	290,000	-
<u>582,481</u>	<u>11,644,640</u>	<u>430,778</u>
-	251,218	220,471
4,943,350	40,532,688	-
-	301,861	-
-	2,401,050	-
2,283	5,582,421	-
<u>4,945,633</u>	<u>49,069,238</u>	<u>220,471</u>
<u>5,528,114</u>	<u>60,713,878</u>	<u>651,249</u>
14,468	989,399	-
264	711,187	-
<u>14,732</u>	<u>1,700,586</u>	<u>-</u>
7,406,392	118,559,092	1,635,164
-	6,623,574	-
-	4,053,335	-
-	4,114,132	-
<u>3,772,344</u>	<u>61,560,761</u>	<u>2,383,342</u>
<u>\$ 11,178,736</u>	<u>\$ 194,910,894</u>	<u>\$ 4,018,506</u>

The accompanying notes are an integral part of these financial statements.

CITY OF WEATHERFORD, TEXAS

STATEMENT OF REVENUES, EXPENSES
AND CHANGES IN FUND NET POSITION

PROPRIETARY FUNDS

FOR THE YEAR ENDED SEPTEMBER 30, 2020

	Business-type Activities - Enterprise Funds	
	Municipal Utility System	Solid Waste
OPERATING REVENUES		
Electric sales	\$ 35,815,779	\$ -
Electric services	707,164	-
Water sales	17,496,634	-
Water services	131,668	-
Wastewater services	7,207,019	-
Sanitation services	-	2,558,659
Stormwater fees	-	-
Charges for services	-	-
Other	284,172	-
Total operating revenues	<u>61,642,436</u>	<u>2,558,659</u>
OPERATING EXPENSES		
Personnel services	6,801,939	1,163,069
Contractual services	7,554,530	1,001,398
Purchased power	22,914,918	-
Materials and supplies	1,984,156	334,001
Claims	48,010	-
Depreciation	9,739,941	142,603
Total operating expenses	<u>49,043,494</u>	<u>2,641,071</u>
OPERATING INCOME (LOSS)	<u>12,598,942</u>	<u>(82,412)</u>
NONOPERATING REVENUES (EXPENSES)		
Investment earnings	1,318,057	21,145
Intergovernmental	114,058	-
Rentals	1,180,684	-
Royalties	-	359,428
Gain (loss) on disposal of assets	(41,118)	15,100
Interest and other	(1,320,333)	-
Total nonoperating revenues (expenses)	<u>1,251,348</u>	<u>395,673</u>
INCOME BEFORE CONTRIBUTIONS AND TRANSFERS	<u>13,850,290</u>	<u>313,261</u>
Capital contributions	3,768,848	-
Transfers out	(6,303,925)	(575,000)
CHANGE IN NET POSITION	<u>11,315,213</u>	<u>(261,739)</u>
NET POSITION, BEGINNING	<u>170,971,921</u>	<u>1,706,763</u>
NET POSITION, ENDING	<u><u>\$ 182,287,134</u></u>	<u><u>\$ 1,445,024</u></u>

The accompanying notes are an integral part of these financial statements.

Business-type Activities - Enterprise Funds		Governmental Activities
Storm Water Utility Non-Major	Total	Internal Service Funds
\$ -	\$ 35,815,779	\$ -
-	707,164	-
-	17,496,634	-
-	131,668	-
-	7,207,019	-
-	2,558,659	-
1,418,380	1,418,380	-
-	-	4,914,821
-	284,172	87,009
<u>1,418,380</u>	<u>65,619,475</u>	<u>5,001,830</u>
-	7,965,008	-
15,079	8,571,007	380,554
-	22,914,918	-
3,270	2,321,427	309,913
-	48,010	3,259,013
<u>392,408</u>	<u>10,274,952</u>	<u>308,224</u>
<u>410,757</u>	<u>52,095,322</u>	<u>4,257,704</u>
<u>1,007,623</u>	<u>13,524,153</u>	<u>744,126</u>
40,530	1,379,732	35,424
-	114,058	-
-	1,180,684	-
-	359,428	-
-	(26,018)	-
<u>(169,722)</u>	<u>(1,490,055)</u>	<u>(8,230)</u>
<u>(129,192)</u>	<u>1,517,829</u>	<u>27,194</u>
<u>878,431</u>	<u>15,041,982</u>	<u>771,320</u>
1,720,615	5,489,463	-
-	(6,878,925)	-
<u>2,599,046</u>	<u>13,652,520</u>	<u>771,320</u>
<u>8,579,690</u>	<u>181,258,374</u>	<u>3,247,186</u>
<u>\$ 11,178,736</u>	<u>\$ 194,910,894</u>	<u>\$ 4,018,506</u>

The accompanying notes are an integral part of these financial statements.

CITY OF WEATHERFORD, TEXAS

STATEMENT OF CASH FLOWS

PROPRIETARY FUNDS

FOR THE YEAR ENDED SEPTEMBER 30, 2020

	Business-type Activities - Enterprise Funds	
	Municipal Utility System	Solid Waste
CASH FLOWS FROM OPERATING ACTIVITIES		
Cash received from customers	\$ 60,075,469	\$ 2,601,205
Cash paid to employees for services	(6,386,032)	(1,072,448)
Cash paid to suppliers and service providers	(32,299,615)	(1,388,454)
Net cash provided by operating activities	<u>21,389,822</u>	<u>140,303</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES		
Cash received from rentals	1,180,684	-
Cash received from royalties	-	359,428
Cash received from other governments	114,058	-
Transfers to other funds	(6,303,925)	(575,000)
Net cash used by noncapital financing activities	<u>(5,009,183)</u>	<u>(215,572)</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES		
Proceeds from disposal of capital assets	-	15,350
Proceeds from developers for contributions in aid of construction	199,508	-
Principal payments on long-term debt	(3,372,300)	-
Acquisition and construction of capital assets	(10,701,552)	-
Interest and other charges on debt	(1,530,730)	-
Net cash provided (used) by capital and related financing activities	<u>(15,405,074)</u>	<u>15,350</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Interest received	1,298,108	21,145
Sale of investments	14,744,289	195,794
Purchase of investments	-	-
Net cash provided (used) by investing activities	<u>16,042,397</u>	<u>216,939</u>
NET INCREASE (DECREASE) IN CASH	<u>17,017,962</u>	<u>157,020</u>
CASH AND CASH EQUIVALENTS, BEGINNING	<u>30,223,301</u>	<u>1,665,616</u>
CASH AND CASH EQUIVALENTS, ENDING	\$ <u>47,241,263</u>	\$ <u>1,822,636</u>
RECONCILIATION OF TOTAL CASH AND CASH EQUIVALENTS		
Current assets - cash and cash equivalents	\$ 23,047,436	\$ 1,822,636
Restricted assets - cash and cash equivalents	<u>24,193,827</u>	<u>-</u>
Total cash and cash equivalents	\$ <u>47,241,263</u>	\$ <u>1,822,636</u>

The accompanying notes are an integral part of these financial statements.

Business-type Activities - Enterprise Funds		Governmental Activities
Storm Water Utility Non-Major	Total	Internal Service Funds
\$ 1,404,389	\$ 64,081,063	\$ 4,967,519
115,637	(7,342,843)	-
(18,349)	(33,706,418)	(3,720,048)
<u>1,501,677</u>	<u>23,031,802</u>	<u>1,247,471</u>
-	1,180,684	-
-	359,428	-
-	114,058	-
-	(6,878,925)	-
-	(5,224,755)	-
-	15,350	-
-	199,508	-
(374,999)	(3,747,299)	(101,230)
(484,317)	(11,185,869)	(1,010,540)
(171,099)	(1,701,829)	(14,770)
(1,030,415)	(16,420,139)	(1,126,540)
40,530	1,359,783	35,424
2,000,000	16,940,083	-
-	-	(1,500,607)
<u>2,040,530</u>	<u>18,299,866</u>	<u>(1,465,183)</u>
<u>2,511,792</u>	<u>19,686,774</u>	<u>(1,344,252)</u>
<u>1,234,234</u>	<u>33,123,151</u>	<u>1,614,837</u>
\$ <u>3,746,026</u>	\$ <u>52,809,925</u>	\$ <u>270,585</u>
\$ 3,746,026	\$ 28,616,098	\$ 270,585
-	24,193,827	-
\$ <u>3,746,026</u>	\$ <u>52,809,925</u>	\$ <u>270,585</u>

The accompanying notes are an integral part of these financial statements.

CITY OF WEATHERFORD, TEXAS

STATEMENT OF CASH FLOWS

PROPRIETARY FUNDS

FOR THE YEAR ENDED SEPTEMBER 30, 2020

	Business-type Activities - Enterprise Funds	
	Municipal Utility System	Solid Waste
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED BY OPERATING ACTIVITIES		
Operating income (loss)	\$ 12,598,942	\$(82,412)
Adjustments to reconcile operating income (loss) to net cash provided by operating activities:		
Depreciation	9,739,941	142,603
(Increase) decrease in accounts receivable	(1,190,894)	42,546
(Increase) decrease in unbilled accounts	(142,733)	(40,426)
(Increase) decrease in inventory	56,972	4,118
(Increase) decrease in prepaids	292,361	-
(Increase) decrease in deferred outflows for benefits	697,249	90,830
Increase (decrease) in accounts payable	(147,334)	(16,747)
Increase (decrease) in accrued wages payable	40,155	9,986
Increase (decrease) in unearned revenue	(114,058)	-
Increase (decrease) in customer deposits	(119,282)	-
Increase (decrease) in compensated absences	90,462	23,001
Increase (decrease) in deferred inflows for benefits	783,013	114,595
Increase (decrease) in net pension liability	(1,744,533)	(245,713)
Increase (decrease) in total OPEB liability	<u>549,561</u>	<u>97,922</u>
Net cash provided by operating activities	\$ <u>21,389,822</u>	\$ <u>140,303</u>
NONCASH INVESTING, CAPITAL, AND FINANCING ACTIVITIES		
Contributions of capital assets	\$ 3,579,073	\$ -
Change in fair value of investments	68,125	4,206

The accompanying notes are an integral part of these financial statements.

Business-type Activities - Enterprise Funds		Governmental Activities
Storm Water Utility Non-Major	Total	Internal Service Funds
\$ 1,007,623	\$ 13,524,153	\$ 744,126
392,408	10,274,952	308,224
-	(1,148,348)	(34,311)
(13,991)	(197,150)	-
-	61,090	-
-	292,361	-
14,904	802,983	-
123,690	(40,391)	229,432
-	50,141	-
-	(114,058)	-
-	(119,282)	-
-	113,463	-
13,296	910,904	-
(36,371)	(2,026,617)	-
<u>118</u>	<u>647,601</u>	<u>-</u>
\$ <u>1,501,677</u>	\$ <u>23,031,802</u>	\$ <u>1,247,471</u>
\$ 1,720,615	\$ 5,299,688	\$ -
-	72,331	196

The accompanying notes are an integral part of these financial statements.

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CITY OF WEATHERFORD, TEXAS

NOTES TO FINANCIAL STATEMENTS

SEPTEMBER 30, 2020

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Reporting Entity

Primary Government

The City of Weatherford, Texas (the City) was incorporated January 2, 1858, and became a home rule city on April 23, 1918. The City operates as a home rule City, under a Council-Manager form of government and provides the following services as authorized by its charter: public safety (police and fire), highways and streets, water, electric and sewer utilities, sanitation, health and social services, parks and recreation, public improvements, planning and zoning, and general administrative services. The City Council consists of an elected Mayor and four Council members. The City of Weatherford Municipal Utility System (the "Utility System") Board of Trustees, consisting of the Mayor, two Council members, and four trustees appointed by the Council, exercises management control of the electric, water, and wastewater systems that serve the City. The setting of rates for user charges and bond issuances authorizations require approval by the Council. The City also retains title to all property of the system.

As required by generally accepted accounting principles, the accompanying financial statements present the City and its component unit, an entity for which the City is considered to be financially accountable. Blended component units are, in substance, part of the primary government's operations, even though they are legally separate entities. Thus, blended component units are appropriately presented as funds of the primary government. The following criteria were used in the determination of the blended component unit:

1. The members of the City Council also act as the majority of the governing body of the Tax Increment Reinvestment Zone.
2. The Tax Increment Reinvestment Zone is managed by employees of the City.
3. The City and the Tax Increment Reinvestment Zone are financially interdependent. They provide financial benefit/burden to the City.

Blended Component Unit - Tax Increment Reinvestment Zones (TIRZ).

TIRZ #1 - On March 22, 2016, the City council adopted an Ordinance designating certain real property generally located along Interstate 20 as TIRZ #1. The Parker County Hospital District agreed on March 24, 2016, to participate in TIRZ #1 with the City. The purpose for creation of the TIRZ was to finance and make certain public improvements, under the authority of the Tax Increment Financing Act.

TIRZ #2 - On November 27, 2018, the City council adopted an Ordinance designating certain real property generally located along the Main Street corridor, Fort Worth Highway, and the downtown area as TIRZ #2. The purpose for creation of the TIRZ #2 is focused on improvements necessary for the vitality and sustainability of areas that are central to the community.

TIRZ #1 is governed by a board comprised of the five members on the City Council members and one member appointed by the Board of Directors for the Parker County Hospital District. TIRZ #2 is governed by a board comprised of the five members on the City Council. The Council approves recommendations from the both the TIRZ #1 and TIRZ #2 Boards regarding administration, management, and operation of the TIRZ's, and City's management has operational responsibility for the entities. The TIRZ's are reported as a governmental fund and separate financial reports are available from the City's finance department.

B. Government-wide and Fund Financial Statements

The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all the activities of the primary government. For the most part, the effect of interfund activity has been removed from these statements; however, interfund services that are provided and used are not eliminated in the process of consolidation. *Governmental activities*, which normally are supported by taxes and intergovernmental revenue, are reported separately from *business-type activities*, which rely to a significant extent on fees and charges for support.

The statement of activities demonstrates the degree to which the direct expenses of a given function or segment are offset by program revenue. *Direct expenses* are those that are clearly identifiable with a specific function or segment. *Program revenue* includes 1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or segment, and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not properly included among program revenue are reported instead as *general revenues*.

Separate financial statements are provided for governmental and proprietary funds. Major individual governmental funds and major individual Enterprise Funds are reported as separate columns in the fund financial statements.

C. Measurement Focus, Basis of Accounting and Financial Statement Presentation

The government-wide financial statements are reported using the *economic resources measurement focus* and the *accrual basis of accounting*, as are the proprietary fund financial statements. Revenue is 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 revenue 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.

Governmental fund financial statements are reported using the *current financial resources measurement focus* and the *modified accrual basis of accounting*. Revenue is recognized as soon as it is both measurable and available. Revenue is considered to be *available* when it is collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the City considers revenue to be available if collected within 30 days of the end of the current fiscal period. Property taxes availability period is considered to be 60 days. 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.

Revenues susceptible to accrual are property taxes, franchise taxes, sales taxes, interest revenues, and charges for services. All other revenue items are considered to be measurable and available only when cash is received by the City. Unbilled receivables for electric and water utility services are recorded at year-end.

In the governmental funds, the City reports deferred inflows of resources for amounts that have been billed and/or collected and do not meet both the "measurable" and "available" criteria for recognition in the current period. The City reports unearned revenue in the government-wide and fund financial statements for any amounts where an asset was recognized before the earnings process was complete.

The City reports the following major governmental funds:

The **General Fund** is the City's primary operating fund. It is utilized to account for all financial resources, except those required to be accounted for in other funds.

The **Debt Service Fund** is used to account for financial resources being accumulated for payment of the principal and interest requirements of general obligation bonds and capital leases.

The **Tax Increment Reinvestment Zone (TIRZ) Fund** is used to account for financial resources being accumulated for construction projects within both reinvestment zones.

The **General Capital Projects** is used to account for capital asset acquisition and construction from committed funds by City Council, bonds, and grants.

The City reports the following major proprietary funds:

The **Municipal Utility System Fund** is utilized to account for the operations of the City's electric distribution, water treatment and distribution, and wastewater collection and treatment systems.

The **Solid Waste Fund** is utilized to account for the City's solid waste collection and disposal services.

The City reports the following internal service funds:

The **Internal Service Funds** are utilized to account for financial resources being accumulated to purchase vehicles for City operations and the City self-insured health insurance plan.

Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. Operating expenses for the proprietary funds include the cost of personal and contractual services, supplies, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements; however, interfund services that are provided and used are not eliminated in the process of consolidation.

When both restricted and unrestricted resources are available for use, it is the City's policy to use restricted resources first, then unrestricted resources as they are needed.

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

1. Cash, Cash Equivalents, and Investments

Investments for the City are reported at fair value, except for the position in investment pools. The City's investment in pools are reported at the net asset value per share (which approximates fair value) even though it is calculated using the amortized cost method.

The City maintains a cash and investment pool that is available for use by all funds. Each fund type's portion of this pool is displayed on the combined financial statements as cash and investments or restricted cash and investments. The City's cash and investments are considered as cash equivalents as they can be readily converted to cash at their carrying value.

For purposes of the statement of cash flows, the City considers cash and other investments with maturities of three months or less from the date of purchase to be cash and cash equivalents.

2. Property Taxes

Property taxes are levied on October 1, on property values assessed as of January 1. The Parker County Appraisal District bills and collects all property taxes on behalf of the City and establishes appraisal values. Property taxes attach as an enforceable lien on property as of January 1.

Taxes are due on October 1. Full payment can be made prior to February 1, to avoid penalty and interest charges.

CITY OF WEATHERFORD, TEXAS
Notes to the Financial Statements

The City is permitted by Article XI, Section 5 of the State of Texas Constitution to levy taxes up to \$2.50 per \$100 of assessed valuation for general governmental services including the payment of principal and interest. The combined tax rate to finance general governmental service and debt service for the year ended September 30, 2020, was \$.4879 per \$100 of assessed valuation. The assessed value upon which the completed 2019 levy was based was approximately \$2,906,976,276.

3. Restricted assets

Certain resources set aside for repayment of bonds are classified as restricted assets on the balance sheet because their use is limited by applicable bond ordinances. The rate stabilization restriction is used to report an amount billed to customers to subsidize potential future rate increases due to an unexpected increase in future power costs.

4. Inventory

Inventories in the General Fund and Solid Waste Fund consist of expendable supplies held for consumption and refuse bags, respectively, which are valued at cost using the first-in, first-out method. Cost is recorded as an expenditure at the time inventory is used (consumption method). The Municipal Utility System Fund inventory is valued at cost using the moving average cost method.

5. Prepaid items

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both the government-wide and fund financial statements. The cost of prepaid items is recorded as expenditures/expenses when consumed rather than when purchased.

6. Capital Assets

Capital assets, which include property, plant, equipment and infrastructure assets (e.g. streets, bridges, sidewalks, curbs, gutters, drainage systems and similar items) are reported in the governmental or business-type activities columns in the government-wide financial statements.

Depreciation is recorded on each class of depreciable property utilizing the straight-line method over the estimated useful lives of the assets.

Property, plant and equipment are depreciated using the straight-line method over the following estimated useful lives:

<u>Assets</u>	<u>Years</u>
Buildings	40
Infrastructure	20 - 40
Water, electric and sewer system	40 - 60
Machinery and equipment	5 - 10

Renewals and betterments of property and equipment are capitalized, whereas normal repairs and maintenance are charged to expense as incurred. Individual items with an initial cost greater than \$5,000 and with an estimated useful life of at least two years following the date of acquisition are capitalized. Purchased or constructed assets are recorded at historical cost or estimated historical cost if actual cost is unavailable. Donated capital assets are recorded at acquisition cost, which is the price that would be paid to acquire an asset with equivalent service potential at the acquisition date.

7. Accumulated Unpaid Vacations, Sick Leave, and Other Employee Benefit Amounts

Employees are paid for up to 720 hours of unused sick leave upon retirement or annually for one-half of the accumulated sick leave in excess of 720 hours. With the exception of sick leave for employees eligible for retirement, sick leave less than 720 hours is expensed when paid. Vacation is earned in varying amounts. Employees may accrue up to 320 hours of vacation or 480 hours for certified Fire personnel. If the employee reaches the maximum accrual limit future accruals will cease until the vacation leave balance is below the established maximum accrual.

Full-time status employees hired after March 1, 2017 shall participate in the City's Paid Time Off (PTO) program in lieu of traditional paid vacation and sick leave. Benefits will accrue as follows:

1 month thru 9 years:	13.34 hours/month
10 thru 19 years:	16.67 hours/month
20 years and over:	20.00 hours/month

Upon termination of employment, an employee who has completed at least six months of continuous service and successful completion of an initiation period will be paid for all unused and accrued PTO up to 480 hours.

The City has accrued the estimated liability for compensated absences in the government-wide and proprietary fund financial statements. A liability for these amounts is reported in the governmental funds only if they have matured, for example, as a result of employee resignations and retirements.

8. Long-term Obligations

In the government-wide financial statements, and the proprietary fund financial statements, long-term debt is reported as a liability in the applicable governmental activities, business-type activities, or proprietary fund type statement of net position. Bond premiums and discounts are deferred and amortized over the life of the bonds if material in amount. In the governmental fund financial statements, bond premiums and discounts are recognized during the current period. The face amount of debt is recorded as other financing sources. Bond premiums and discounts are recorded as other financing sources and uses.

9. Interfund Receivables/Payables

During the course of operations, numerous transactions occur between individual funds for goods provided or services rendered. These receivables and payables are classified as "due from/to other funds" and "advances to/from other funds" on the fund financial statements. Any residual balances outstanding between the governmental activities and business-type activities are reported in the government-wide financial statements as "internal balances."

10. Interfund Services Provided and Used

Interfund services provided and used are sales and purchases of goods and services between funds for a price approximating their external exchange value. Interfund services provided and used are recognized as revenues and expenditures (or expenses) in the funds involved just as they would be recognized if the transactions involved organizations outside the governmental unit.

11. Pensions

For purposes of measuring the net pension liability, pension related deferred outflows and inflows of resources, and pension expense, City specific information about its Fiduciary Net Position in the Texas Municipal Retirement System (TMRS) and additions to/deductions from the City's Fiduciary Net Position have been determined on the same basis as they are reported by TMRS. For this purpose, plan contributions are recognized in the period that compensation is reported for the employee, which is when contributions are legally due. Benefit payments and refunds are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

12. Post-Employment Benefits Other Than Pensions (OPEB)

Supplemental Death Benefit. For purposes of measuring the total Texas Municipal Retirement System Supplemental Death Benefit Fund (TMRS SDBF) OPEB liability, related deferred outflows and inflows of resources, and expense, City specific information about its total TMRS SDBF liability and additions to/deductions from the City's total TMRS SDBF liability have been determined on the same basis as they are reported by TMRS. The TMRS SDBF expense and deferred (inflows)/outflows of resources related to TMRS SDBF, primarily result from changes in the components of the total TMRS SDBF liability. Most changes in the total TMRS SDBF liability will be included in TMRS SDBF expense in the period of the change. For example, changes in the total TMRS SDBF liability resulting from current-period service cost, interest on the TOL, and changes of benefit terms are required to be included in TMRS SDBF expense immediately. Changes in the total TMRS SDBF liability that have not been included in TMRS SDBF expense are required to be reported as deferred outflows of resources or deferred inflows of resources related to TMRS SDBF.

Retiree Health Insurance. For purposes of measuring the total OPEB liability, OPEB related deferred outflows and inflows of resources, and OPEB expense, benefit payments and refunds are recognized when due and payable in accordance with the benefit terms. Contributions are not required but are measured as payments by the City for benefits due and payable that are not reimbursed by plan assets. Information regarding the City's total OPEB liability is obtained from a report prepared by a consulting actuary, Gabriel Roeder Smith & Company.

13. Deferred Outflows/Inflows of Resources

In addition to assets, the statement of financial position and/or balance sheet 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. The City has the following items that qualify for reporting in this category.

- Deferred charges on refunding – 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.
- Pension and OPEB contributions after measurement date – These contributions are deferred and recognized in the following fiscal year.
- Changes in actuarial assumptions and other inputs – This difference is deferred and recognized over the estimated average remaining lives of all members determined as of the measurement date.

In addition to liabilities, the statement of financial position and/or balance sheet 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 City has the following types of items that qualify for reporting in this category.

- Unavailable revenue is reported only in the governmental funds balance sheet. These amounts are deferred and recognized as an inflow of resources in the period that the amounts become available.
- Difference in projected and actual earnings on pension assets – This difference is deferred and amortized over a closed five-year period.
- Difference in expected and actual pension and OPEB experience - This difference is deferred and recognized over the estimated average remaining lives of all members determined as of the measurement date.

- Changes in actuarial assumptions and other inputs – This difference is deferred and recognized over the estimated average remaining lives of all members determined as of the measurement date.

14. Fund Balance

The governmental fund financial statements present fund balances based on classifications that comprise a hierarchy that is based primarily on the extent to which the City is bound to honor constraints on the specific purposes for which amounts in the respective governmental funds can be spent. The classifications used in the governmental fund financial statements are as follows:

- Non-spendable: This classification includes amounts that cannot be spent because they are either (a) not in spendable form or (b) are legally or contractually required to be maintained intact. Non-spendable items are not expected to be converted to cash or are not expected to be converted to cash within the next year.
- Restricted: This classification includes amounts for which constraints have been placed on the use of the resources either (a) externally imposed by creditors, grantors, contributors, or laws or regulations of other governments, or (b) imposed by law through constitutional provisions or enabling legislation.
 - City Special Revenue Funds that fall in this category shall maintain a positive restricted fund balance and those same funds that pay any personnel services shall maintain 20% of operating budget in restricted fund balance. This 20% fund balance should only be used in emergency situations where mid-year unanticipated budgetary shortfalls in excess of 10% of fund revenues arise. Should the use reduce the balance below the appropriate level, recommendations will be made to restore the fund balance to its appropriate level within one fiscal year.
- Committed: This classification includes amounts that can be used only for specific purposes pursuant to constraints imposed by the ordinance of the City Council, the City's highest level of decision-making authority. These amounts cannot be used for any other purpose unless the City Council removes or changes the specified use by taking the same type of action that was employed when the funds were initially committed. This classification also includes contractual obligations to the extent that existing resources have been specifically committed for use in satisfying those contractual requirements.
 - Other Post Employee Benefit – Committed Fund Balance: This amount is annually and formally set aside by the amount appropriated through the budget ordinance for each fund applicable for use to pay current and/or future other post-employment benefits.
 - Stabilization Arrangement for General Fund: It is the goal of the City to achieve and maintain a minimum of committed fund balance for that fiscal year. This amount is annually and formally set aside for use in emergency situations where mid-year unanticipated budgetary shortfalls in excess of 10% of fund revenues arise or an unforeseen event occurs that costs the City more than 5% of budget appropriations. Should the use reduce the balance below the appropriate level of committed funds the balance must be restored within one fiscal year. This arrangement was approved through City Ordinance by City Council.
- Assigned: This classification includes amounts that are constrained by the City's intent to be used for a specific purpose but are neither restricted nor committed. This classification includes amounts that are constrained by the City's intent to be used for a specific purpose but are neither restricted nor committed. The City Council has by City Ordinance authorized City Manager to assign fund balance. The Council may also assign fund balance.

CITY OF WEATHERFORD, TEXAS
Notes to the Financial Statements

- Unassigned: This classification includes the residual fund balance for the General Fund. The unassigned classification also includes negative residual fund balance of any other governmental fund that cannot be eliminated by offsetting of assigned fund balance amounts.

When an expenditure is incurred for purposes for which both restricted and unrestricted fund balance is available, the City considers restricted funds to have been spent first. When an expenditure is incurred for which committed, assigned, or unassigned fund balances are available, the City considers amounts to have been spent first out of committed funds, then assigned funds, and finally unassigned funds.

As of year-end, governmental fund balance is composed of the following:

	General	Debt Service	TIRZ	General Capital Projects	Other Governmental	Totals
FUND BALANCE						
Nonspendable:						
Doss library	\$ -	\$ -	\$ -	\$ -	\$ 50,000	\$ 50,000
Prepays	5,092	-	-	-	-	5,092
Inventory	102,564	-	-	-	-	102,564
Restricted for:						
Debt service	-	12,012,062	-	-	-	12,012,062
Capital projects	-	-	-	-	-	-
Public safety:						
Police operations and equipment	-	-	-	-	68,679	68,679
Municipal court technology	-	-	-	-	39,996	39,996
Municipal court security	-	-	-	-	20,782	20,782
Juvenile case manager	-	-	-	-	57,092	57,092
Municipal court jury	-	-	-	-	61	61
Community development:						
Promotion of tourism and hotel industry	-	-	-	-	777,408	777,408
Texas Community Development Program	-	-	-	-	5,464	5,464
PEG	-	-	-	-	28,767	28,767
Committed:						
Other post employee benefits	585,246	-	-	-	-	585,246
Stabilization arrangement	9,318,666	-	-	-	-	9,318,666
Capital projects	-	-	-	4,115,349	-	4,115,349
Future acquisition of parks	-	-	-	-	1,070,891	1,070,891
Culture and recreation:						
Chandor Gardens	-	-	-	-	119,308	119,308
Library operations	-	-	-	-	221,334	221,334
Animal shelter improvements	-	-	-	-	416,134	416,134
Heritage park	-	-	-	-	12,087	12,087
Assigned:						
Subsequent year appropriations	873,224	-	-	-	-	873,224
Unassigned	<u>6,607,948</u>	<u>-</u>	<u>(4,881,192)</u>	<u>-</u>	<u>-</u>	<u>1,726,756</u>
Totals	<u>\$ 17,492,740</u>	<u>\$ 12,012,062</u>	<u>\$ (4,881,192)</u>	<u>\$ 4,115,349</u>	<u>\$ 2,888,003</u>	<u>\$ 31,626,962</u>

15. Net Position

Net position represents the difference between assets, deferred outflows (inflows) of resources and liabilities. Net position invested in capital assets consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any borrowing used for the acquisition, construction or improvements of those assets, and adding back unspent proceeds. Net position is reported as restricted when there are limitations imposed on their use either through the enabling legislations adopted by the City or through external restrictions imposed by creditors, grantors or laws or regulations of other governments.

CITY OF WEATHERFORD, TEXAS
Notes to the Financial Statements

16. Use of 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 disclosures of contingent liabilities at the date of the financial statements and the reported amounts of revenue and expenses during the reporting period. Actual amounts could differ from those estimates.

17. Concentration of Credit Risk

The City has property tax receivables due from residents and businesses all of whom are located in the City. Also, the City has utility receivables due from residents and businesses located in the City and the surrounding area.

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 a 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, "Some liabilities, including bonds payable, are not due and payable in the current period and, therefore, are not reported in the funds." The details of this \$75,396,089 difference are as follows:

Bonds payable	\$ 38,465,000
Capital lease	602,206
Tax notes	5,795,000
Deferred loss on refunding	(96,197)
Issuance premium (to be amortized as interest expense)	3,681,430
Accrued interest payable	143,835
Compensated absences	3,474,477
Deferred outflow related to pensions	(2,016,978)
Deferred outflow related to OPEBs	(2,630,822)
Deferred inflow related to pensions	3,032,194
Deferred inflow related to OPEBs	1,863,456
Net pension liability	7,760,402
Total OPEB liability	<u>15,322,086</u>
Net adjustment to reduce <i>fund balance - total governmental funds</i> to arrive at <i>net position - governmental activities</i>	<u>\$ 75,396,089</u>

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 revenue, expenditures and changes in fund balances includes a reconciliation between *net changes in fund balances – total governmental fund* and *changes in net position of governmental activities* as reported in the government-wide statement of activities. One element of that reconciliation explains, "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." The details of this \$840,229 difference are as follows:

Capital outlay	\$ 7,687,294
Depreciation expense	(6,847,065)
Net adjustment to increase <i>net changes in fund balances - total governmental funds</i> to arrive at <i>changes in net position of governmental activities</i>	\$ <u>840,229</u>

Another element of that reconciliation states, "The net effect of various miscellaneous transactions involving capital assets (i.e., sales, trade-ins, and donations) is to increase net position." The details of this \$2,654,227 difference are as follows:

Donated capital assets	\$ 2,728,110
Disposal of capital assets	(73,883)
Net adjustment to increase <i>net changes in fund balances - total governmental funds</i> to arrive at <i>changes in net position of governmental activities</i>	\$ <u>2,654,227</u>

Another element of that reconciliation states, "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. Neither transaction, however, has any effect on net position. Also, governmental funds report the issuance costs, premiums, discounts, and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities." The details of this \$5,783,432 difference are as follows:

Principal repayments	\$ 6,814,279
Issuance of long-term debt	(31,382,777)
Payment to escrow agent for refunding	31,002,940
Accrued interest	31,986
Amortization of deferred loss on refunding	(1,317,398)
Amortization of bond premium	<u>634,402</u>
Net adjustment to increase <i>net changes in fund balances - total governmental funds</i> to arrive at <i>changes in net position of governmental activities</i>	\$ <u>5,783,432</u>

CITY OF WEATHERFORD, TEXAS
Notes to the Financial Statements

Another element of that reconciliation states, "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." The details of this \$1,166,825 difference are as follows:

Compensated absences	\$ 121,729
Pension cost	428,435
OPEB cost	<u>616,661</u>
Net adjustment to decrease <i>net changes in fund balances - total governmental funds</i> to arrive at <i>changes in net position of governmental activities</i>	<u>\$ 1,166,825</u>

III. STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

A. Deficit Fund Balance

At year-end the TIRZ fund, a major fund, has a deficit fund balance of \$4,881,192. The Debt Service Fund advanced funds to the TIRZ fund for capital projects which resulted in an advance from the Debt Service Fund. As the TIRZ fund expends the cash, expenditures are reported, and fund balance is reduced. Because these funds are the main source of resources for the fund, the result is an overall fund deficit. This deficit will be eliminated as resources are obtained to make scheduled installments to the Debt Service Fund.

IV. DETAILED NOTES ON ALL ACTIVITIES AND FUNDS

A. Deposits and Investments

State statutes authorize the City to invest in obligations of the U. S. Treasury, the State of Texas or its agencies; other states, counties, cities, and state agencies with an "A" rating or equivalent, fully insured or collateralized bank certificates of deposit, and fully collateralized direct repurchase agreements.

The City categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant other observable inputs; and Level 3 inputs are significant unobservable inputs.

CITY OF WEATHERFORD, TEXAS
Notes to the Financial Statements

The City's investments at year-end are shown below.

Description	Maturity Date	Fair Value Measurements Used	Carrying Value 09/30/2020	% of Total	Weighted Average Maturity (Years)
Local Government Investment Pools:					
TexPool	N/A	N/A	\$ 8,681,638	9.32%	0.09
TexStar	N/A	N/A	5,831,349	6.26%	0.05
Texas Class	N/A	N/A	41,214,709	44.27%	0.01
Total			<u>55,727,696</u>		
Certificates of Deposit:					
Texas Bank	11/26/20	N/A	1,500,000	1.61%	0.08
Texas Bank	11/26/20	N/A	3,514,800	3.78%	0.16
Texas Bank	11/30/20	N/A	1,506,580	1.62%	0.18
Texas Bank	12/20/20	N/A	6,097,894	6.54%	0.33
Texas Bank	03/10/21	N/A	5,210,493	5.59%	0.41
Texas Bank	06/10/21	N/A	5,712,221	6.13%	0.58
Legacy Texas	09/24/21	N/A	4,260,705	4.57%	1.16
Texas Bank	10/27/21	N/A	502,333	0.53%	0.41
Total			<u>28,305,025</u>		
U. S. Government Securities:					
Fannie Mae ¹	11/30/20	Level 1	2,004,580	2.15%	1.17
Federal Home Loan Bank Bonds ¹	07/14/21	Level 1	4,031,600	4.33%	1.79
Fannie Mae ¹	10/07/21	Level 1	3,037,110	3.26%	2.02
Total			<u>9,073,290</u>		
Total investments			<u>\$ 93,106,011</u>	<u>100.0%</u>	

The following pricing models were used to value securities:

(1) Documented trade history in exact security.

Interest Rate Risk: In compliance with the City's Investment Policy the City minimizes interest rate risk or the decrease in market value of securities in the City's portfolio due to changes in interest through strong cash flow projections so that market value losses are reduced and through investments in short-term securities with maturity dates that do not exceed five years from the date of purchase with the exception of security purchases related to reserve funds or that are matched to other specific cash flows and by investing operating funds in short-term securities or government investment pools. By doing this, the City avoids the need to sell securities in the secondary market prior to the maturity date.

Custodial Credit Risk - Deposits: This is the risk that in the event of bank failure, the City's deposits may not be returned to it. The City was not exposed to custodial credit risk since its deposits at year-end were covered by depository insurance or by pledged collateral held by the City's agent bank in the City's name.

Custodial Credit Risk - Investments: Safety of principal is the primary objective of the City's investment policy. To address this objective the City tries to mitigate credit risk (or default risk) by limiting its investments to only those investments that have been issued one of the top ratings by a nationally recognized credit rating agency. As of September 30, 2020, the City's investment in TexPool, TexStar, and Texas Class were rated AAam by Standard & Poor's and the U. S. Government Securities were rated AA+ by Standard and Poor's.

Concentration of Credit Risk: In accordance with the City's investment policy, the City of Weatherford limits their exposure of concentration of credit risk by restricting investments in a single security type or financial institute to less than 50% of the City's total investment portfolio with the exception of U. S. Government Securities and authorized pools.

TexPool was established as a trust company with the Treasurer of the State of Texas as trustee, segregated from all other trustees, investments, and activities of the trust company. The State Comptroller of Public Accounts exercises oversight responsibility over TexPool. Oversight includes the ability to significantly influence operations, designation of management, and accountability for fiscal matters. Additionally, the State Comptroller has established an advisory board composed of both participants in TexPool and other persons who do not have a business relationship with TexPool. The advisory board members review the investment policy and management fee structure. Finally, Standard & Poor's rate TexPool AAAM. As a requirement to maintain the rating, weekly portfolio information must be submitted to Standard & Poor's, as well as to the Office of the Comptroller of Public Accounts for review. TexPool has a redemption notice period of one day and may redeem daily. The investment pool's authority may only impose restrictions on redemptions in the event of a general suspension of trading on major securities markets, general banking moratorium or national state of emergency that affects the pool's liquidity.

The Texas Short-term Asset Reserve Program, TexSTAR, is a local government investment pool created under the Interlocal Cooperation Act specifically tailored to meet Texas state and local government investment objectives of preservation of principal, daily liquidity and competitive yield. TexSTAR is overseen by a Governing Board consisting of individuals from participating government entities in the pool. The business and affairs of TexSTAR are managed by the Board. J.P. Morgan Investment Management, Inc. provides investment management, fund accounting, transfer agency and custodial services for the pool and Hilltop Securities Inc. provides administrative, marketing and participant services. The fund seeks to maintain a constant dollar objective and fulfills all requirement of the Texas PFIA for local government investment pools. The fund is rated AAAM by Standard and Poor's and maintains a maturity of 60 days or less, with a maximum maturity of 13 months for an individual security.

The Cooperative Liquid Assets Securities System – Texas ("CLASS") is a public funds investment pool under Section 2256.016 of the Public Funds Investment Act, Chapter 2256, Texas Government Code. CLASS is created under an Amended and Restated Trust Agreement, dated as of May 1, 2001 (the "Agreement") among certain Texas governmental entities investing in the pool (the "Participants"), Municipal Investors Services Corporation ("MBIA-MISC") as program administrator, and Wells Fargo as custodian. CLASS is not SEC-registered and is not subject to regulation by the State of Texas. Under the Agreement, however, CLASS is administered and supervised by a seven-member board of trustees (the "Board"), whose members are investment officers of the Participants, elected by the Participants for overlapping two-year terms. In the Agreement and by resolution of the Board, CLASS has contracted with MBIA-MISC to provide for the investment and management of the public funds of CLASS. Separate financial statements for CLASS may be obtained by contacting MBIA Asset Management at 815-A Brazos Street, Suite 345, Austin, Texas 78701-9996 or by calling (800) 707-6242. CLASS has a redemption notice period of one day and may redeem daily. The investment pool's authorities may only impose restrictions on redemptions in the event of a general suspension of trading on major securities markets, general banking moratorium or national or state emergency that affects the pool's liquidity.

CITY OF WEATHERFORD, TEXAS
Notes to the Financial Statements

As of September 30, 2020, the City held restricted cash and investments of \$27,812,413 for the following purposes:

Business-type activities:	
Revenue bond debt service	\$ 1,038,113
Revenue bond reserve	3,420,340
Water impact fee	2,611,206
Wastewater impact fee	3,636,580
Constructing improvements and extensions to the wastewater and reclaimed water system - TWDB program	12,992,042
Rate stabilization	<u>4,114,132</u>
Total restricted cash and investments	<u>\$ 27,812,413</u>

B. Interfund Balances and Transfers

Interfund balances as of year-end were as follows:

<u>Advance From</u>	<u>Advance To</u>	<u>Amount</u>
Debt service fund	TIRZ fund	\$ 6,000,000

During fiscal year 2017, the City issued tax notes to loan funds to the TIRZ (a blended component unit) for certain construction projects. The TIRZ will repay the Debt Service Fund in annual installments through 2023.

Interfund transfers during the year were as follows:

	<u>Transfers In</u>				<u>Total</u>
	<u>General</u>	<u>Debt Service</u>	<u>General Capital Projects</u>	<u>Other Governmental</u>	
Transfers Out:					
General	\$ -	\$ 250,000	\$ 1,193,488	\$ 252,796	\$ 1,696,284
Municipal utility	5,264,935	-	1,038,990	-	6,303,925
Solid waste	200,000	-	375,000	-	575,000
Other governmental	<u>17,877</u>	<u>-</u>	<u>-</u>	<u>299,018</u>	<u>316,895</u>
Total Transfers	<u>\$ 5,482,812</u>	<u>\$ 250,000</u>	<u>\$ 2,607,478</u>	<u>\$ 551,814</u>	<u>\$ 8,892,104</u>

Transfers are generally used 1) to transfer franchise fees to the General Fund from the Utility System Fund; 2) to transfer funds from the Utility System Fund to the General Fund for return on investment of the City owned utility system; 3) to transfer funds from the Solid Waste Fund to the General Fund for upkeep of the roads used by Solid Waste during their collection and disposal services; 4) to transfer funds from the General Fund to fund various capital projects; and 5) to subsidize project expenditures with bond resources.

CITY OF WEATHERFORD, TEXAS
Notes to the Financial Statements

C. Capital Assets

Capital asset activity for the year ended September 30, 2020, was as follows:

	Beginning Balance	Additions	Transfers/ Retirements	Ending Balance
Governmental activities:				
Capital assets, not being depreciated:				
Land	\$ 15,103,319	\$ 201,235	\$ -	\$ 15,304,554
Construction in progress	4,404,320	5,658,623	(5,793,311)	4,269,632
Total assets not being depreciated	<u>19,507,639</u>	<u>5,859,858</u>	<u>(5,793,311)</u>	<u>19,574,186</u>
Capital assets, being depreciated:				
Buildings and improvements	14,470,931	27,028	(225,296)	14,272,663
Infrastructure	58,957,152	2,728,110	-	61,685,262
Other improvements	41,603,137	1,017,044	5,793,311	48,413,492
Machinery and equipment	<u>18,358,009</u>	<u>1,793,904</u>	<u>(914,912)</u>	<u>19,237,001</u>
Total capital assets being depreciated	<u>133,389,229</u>	<u>5,566,086</u>	<u>4,653,103</u>	<u>143,608,418</u>
Less accumulated depreciation:				
Buildings and improvements	(7,106,565)	(570,855)	163,110	(7,514,310)
Infrastructure	(19,482,664)	(3,575,207)	-	(23,057,871)
Other improvements	(16,409,021)	(1,258,474)	-	(17,667,495)
Machinery and equipment	<u>(10,609,407)</u>	<u>(1,750,753)</u>	<u>903,215</u>	<u>(11,456,945)</u>
Total accumulated depreciation	<u>(53,607,657)</u>	<u>(7,155,289)</u>	<u>1,066,325</u>	<u>(59,696,621)</u>
Total capital assets being depreciated, net	<u>79,781,572</u>	<u>(1,589,203)</u>	<u>5,719,428</u>	<u>83,911,797</u>
Governmental activities capital assets, net	<u>\$ 99,289,211</u>	<u>\$ 4,270,655</u>	<u>\$ (73,883)</u>	<u>\$ 103,485,983</u>

CITY OF WEATHERFORD, TEXAS
Notes to the Financial Statements

	Beginning Balance	Additions	Transfers/ Retirements	Ending Balance
Business-type activities:				
Capital assets, not being depreciated:				
Land	\$ 4,156,272	\$ 1,326,667	\$ -	\$ 5,482,939
Construction in progress	<u>12,694,815</u>	<u>5,898,856</u>	<u>(9,726,628)</u>	<u>8,867,043</u>
Total assets not being depreciated	<u>16,851,087</u>	<u>7,225,523</u>	<u>(9,726,628)</u>	<u>14,349,982</u>
Capital assets, being depreciated:				
Buildings and improvements	18,752,906	-	(388,029)	18,364,877
Other improvements	207,653,662	8,624,899	9,698,840	225,977,401
Machinery and equipment	<u>10,313,506</u>	<u>536,464</u>	<u>(1,218,721)</u>	<u>9,631,249</u>
Total capital assets being depreciated	<u>236,720,074</u>	<u>9,161,363</u>	<u>8,092,090</u>	<u>253,973,527</u>
Less accumulated depreciation:				
Buildings and improvements	(11,135,106)	(478,070)	358,342	(11,254,834)
Other improvements	(77,587,179)	(9,037,121)	(118,445)	(86,742,745)
Machinery and equipment	<u>(7,427,846)</u>	<u>(589,562)</u>	<u>1,130,185</u>	<u>(6,887,223)</u>
Total accumulated depreciation	<u>(96,150,131)</u>	<u>(10,104,753)</u>	<u>1,370,082</u>	<u>(104,884,802)</u>
Total capital assets being depreciated, net	<u>140,569,943</u>	<u>(943,390)</u>	<u>9,462,172</u>	<u>149,088,725</u>
Business-type activities capital assets, net	<u>\$ 157,421,030</u>	<u>\$ 6,282,133</u>	<u>\$ (264,456)</u>	<u>\$ 163,438,707</u>

Depreciation expense was charged to functions/programs of the City as follows:

Governmental activities:	
General government	\$ 698,632
Public safety	817,892
Public works	4,052,990
Health and welfare	58,736
Cultural and recreational	1,218,815
Capital assets held by the City's internal service funds are charged to the various functions	<u>308,224</u>
Total depreciation expense - governmental activities	<u>\$ 7,155,289</u>
Business-type activities:	
Electric	\$ 3,067,040
Water	4,485,884
Wastewater	2,187,017
Solid waste	142,603
Storm water	<u>222,209</u>
Total depreciation expense - business-type activities	<u>\$ 10,104,753</u>

CITY OF WEATHERFORD, TEXAS
Notes to the Financial Statements

D. Deferred Outflows and Inflows of Resources

Governmental funds report deferred inflows of resources in connection with receivables for revenues that are not considered to be available to liquidate liabilities in the current period. At the end of the current fiscal year, the various components of deferred inflows reported in the governmental funds were as follows:

	General	Debt Service	TIRZ	Totals
Delinquent property taxes	\$ 223,803	\$ 104,900	\$ 1,171	\$ 329,874
Intergovernmental-grants	1,374,527	19,892,313	-	21,266,840
Court fines	169,551	-	-	169,551
Total - unavailable	<u>\$ 1,767,881</u>	<u>\$ 19,997,213</u>	<u>\$ 1,171</u>	<u>\$ 21,766,265</u>

Amounts are aggregated into a single deferred outflows or inflows of resources for certain columns. Below is the detail of deferred outflows and inflows of resources for governmental and business-type activities.

	Governmental Activities	Business-type Activities			Totals
		Municipal Utility System	Solid Waste	Storm Water Utility	
Deferred outflows:					
Charge on refunding	\$ 96,197	\$ 673,263	\$ -	\$ -	\$ 769,460
Related to pensions	2,016,978	539,350	86,597	747	2,643,672
Related to OPEB - SDBF	189,997	52,133	7,940	502	250,572
Related to OPEB - Retiree Health Plan	<u>2,440,825</u>	<u>796,928</u>	<u>143,359</u>	<u>-</u>	<u>3,381,112</u>
Total deferred outflow	<u>\$ 4,743,997</u>	<u>\$ 2,061,674</u>	<u>\$ 237,896</u>	<u>\$ 1,249</u>	<u>\$ 7,044,816</u>
Deferred inflows:					
Related to pensions	\$ 3,032,194	\$ 851,397	\$ 123,534	\$ 14,468	\$ 4,021,593
Related to OPEB - SDBF	100,505	27,576	4,199	264	132,544
Related to OPEB - Retiree Health Plan	<u>1,762,951</u>	<u>575,603</u>	<u>103,545</u>	<u>-</u>	<u>2,442,099</u>
Total deferred inflow	<u>\$ 4,895,650</u>	<u>\$ 1,454,576</u>	<u>\$ 231,278</u>	<u>\$ 14,732</u>	<u>\$ 6,596,236</u>

CITY OF WEATHERFORD, TEXAS
Notes to the Financial Statements

E. Bonds, Certificates of Obligation and Tax Notes Payable

Bonds, certificates of obligation and tax notes payable at September 30, 2020, consist of the following individual issues:

Governmental activities

\$27,845,000 2020 General Obligation Refunding Bonds, to refund and restructure the City's General Obligation Bonds, Series 2010, and the Combination Tax & Revenue Certificates of Obligation, Series 2011, due in annual installments through March 1, 2034, 2.125% - 4.00%.	\$ 27,640,000
\$25,110,000 2012 General Obligation Refunding Bonds, to refund and restructure the City's Certificates of Obligation Bonds, Series 2007, Certificates of Obligation, Series 2002, and Certificates of Obligation, Series 2003, due in annual installments through March 1, 2021, 2.00% - 4.00%.	2,800,000
\$7,345,000 2014 General Obligation Refunding Bonds, to refund and restructure the City's Certificates of Obligation Bonds, Series 2007, due in annual installments through March 1, 2027, 2.00% - 4.00%.	4,580,000
\$4,320,000 2018 General Obligation Refunding Bonds, to refund and restructure the City's Certificates of Obligation Bonds, Series 2006 and 2008, due in annual installments through March 1, 2028, 2.57%.	3,445,000
\$985,000 2014 Tax Notes, to purchase and equip two fire trucks, due in annual installments through March 1, 2021, 2.00%.	150,000
\$6,065,000 2016 Tax Notes, to fund TIRZ projects, due in annual installments through March 1, 2023, 1.485%.	2,695,000
\$5,060,000 2017 Tax Notes, for radio upgrades and dispatch console, and pool repairs and upgrades, due in semi-annual installments through March 1, 2024, 1.77%.	<u>2,950,000</u>
Total governmental activities	<u>\$ 44,260,000</u>

Business-type activities

\$41,565,000 2015 Utility System Revenue Refunding and Improvement Bonds, to refund the 2005 Utility System Refunding Bonds, to refund a portion of the 2006 Utility System Refunding Bonds and for improvements and extensions to the City's water, wastewater, and electric systems, due in annual installments through September 1, 2035, 2.00% - 5.00%.	\$ 26,375,000
\$2,035,000 2015 Municipal Storm Water Utility System Revenue Bonds, for improvements to the City's storm water system, due in annual installments through September 1, 2025, 2.77%.	1,090,000
\$11,220,000 Tax & Utility System (Surplus Pledge) Revenue Certificates of Obligation, Series 2016 Texas Water Development Board Clean Water SRF Loan, due in semi-annual installments through September 30, 2036.	9,070,000
\$4,565,000 Tax and Utility System Certificates of Obligation, Series 2018 for improvements to the Utility System due in semi-annual installments through March 1, 2038, 3.0% - 3.5%.	<u>4,225,000</u>
Total business-type activities	<u>\$ 40,760,000</u>

CITY OF WEATHERFORD, TEXAS
Notes to the Financial Statements

Annual debt payment requirements for general obligation and certificates of obligation and tax notes as of September 30, 2020, are as follows:

Governmental Activities:

Fiscal Year	General Obligation			Private Placement		
	Principal	Interest	Total	General Obligation	Tax Notes	Total
	Principal	Interest	Total	Principal	Interest	Total
2021	\$ 3,710,000	\$ 1,253,044	\$ 4,963,044	\$ 440,000	\$ 82,882	\$ 522,882
2022	3,215,000	1,146,194	4,361,194	455,000	71,382	526,382
2023	4,615,000	1,005,719	5,620,719	470,000	59,496	529,496
2024	5,040,000	814,181	5,854,181	560,000	46,260	606,260
2025	5,285,000	607,681	5,892,681	575,000	31,675	606,675
2026-2030	11,450,000	840,306	12,290,306	945,000	26,021	971,021
2031-2034	1,705,000	66,435	1,771,435			
	<u>\$ 35,020,000</u>	<u>\$ 5,733,560</u>	<u>\$ 40,753,560</u>	<u>\$ 3,445,000</u>	<u>\$ 317,716</u>	<u>\$ 3,762,716</u>

Business-type Activities:

Fiscal Year	Revenue Bonds			Revenue Bonds-Private Placement		
	Principal	Interest	Total	Principal	Interest	Total
2021	\$ 3,125,000	\$ 1,402,478	\$ 4,527,478	735,000	139,169	\$ 874,169
2022	3,275,000	1,249,502	4,524,502	740,000	132,060	872,060
2023	2,645,000	1,089,377	3,734,377	755,000	124,228	879,228
2024	2,765,000	960,853	3,725,853	760,000	115,192	875,192
2025	2,900,000	826,428	3,726,428	770,000	104,840	874,840
2026-2030	7,815,000	2,605,762	10,420,762	2,785,000	405,226	3,190,226
2031-2035	7,190,000	1,173,206	8,363,206	2,985,000	203,774	3,188,774
2036-2038	885,000	46,949	931,949	630,000	10,962	640,962
	<u>\$ 30,600,000</u>	<u>\$ 9,354,555</u>	<u>\$ 39,954,555</u>	<u>\$ 10,160,000</u>	<u>\$ 1,235,451</u>	<u>\$ 11,395,451</u>

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On December 15, 2016 the City issued \$11,220,000 Tax & Utility System Revenue Certificates of Obligation, Series 2016 Texas Water Development Board Clean Water SRF Loan. The bonds have a stated interest rate of 0.120%-1.740% and mature on September 1, 2036. The bonds were issued as part of a grant agreement with the Texas Water Development Board to construct improvements and extensions to the City's wastewater and reclaimed water system. As part of the overall grant package, the City was issued an additional \$1,550,433 in principal forgiveness from the Clean Water State Revolving Fund Program that does not need to be paid back as long as the grant conditions are met. Proceeds from the loans have been restricted in the financial statements.

During the current year, the City issued General Obligation Refunding Bonds, Series 2020 with a stated interest rate of 3.754%. These bonds were issued in order to refund a portion of the City's outstanding obligations for debt service savings. This refunding was undertaken to reduce total debt service payments by \$3,180,105 over 9 years and to achieve a present value savings of \$2,978,433.

The City issues a variety of long-term debt instruments in order to acquire and/or construct major capital facilities and equipment for governmental activities. These instruments include general obligation bonds, certificates of obligation, and tax notes. These debt obligations are secured by primarily future property tax revenues. In some cases, these bonds are also secured by a pledge of net revenues from the utility system.

Additionally, certain obligations that were marketed as private placements have been separately identified; however, the terms of these obligations are not significantly different than other obligations and do not have substantive acceleration clauses. Should the City default on these bonds, any registered owner of the obligations is entitled to seek a writ of mandamus from a court of proper jurisdiction requiring the City to make payment.

The revenue bonds are collateralized by the revenue of the combined utility system and the various special funds established by the bond ordinances. The ordinances provide that the revenue of the system is to be used, first, to pay operating and maintenance expenses of the system and, second, to establish and maintain the revenue bond funds.

Any remaining revenues may then be used for any lawful purpose. The ordinances also contain provisions, which, among other items, restrict the issuance of additional revenue bonds unless the special funds noted above contain the required amounts and certain financial ratios are met. The City is in compliance with these financial requirements.

Below is a summary of the various restricted asset accounts required by the bond ordinances along with the actual cash reserved as of September 30, 2020.

	<u>Required</u>	<u>Actual</u>
Reserve fund	\$ 3,067,616	\$ 3,420,340
Bond fund	\$ 405,118	\$ 1,038,113

Defeased Debt Outstanding

In prior years, the City defeased certain bonds by placing the proceeds of new bonds in an irrevocable trust to provide all future debt service payments on the old bonds. Accordingly, the trust accounts and the defeased bonds are not included in the City's financial statements. As of September 30, 2020, the City does not have any bonds considered defeased.

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F. Capital Lease Obligation

The City's direct borrowings (capital leases) related to governmental and business-type activities are secured with equipment as collateral. The future minimum lease obligations and the net present value of these minimum lease payments as of September 30, 2020, were as follows:

	Governmental Activities
2021	\$ 243,999
2022	243,999
2023	197,476
2024	81,476
2025	81,476
2026-2027	<u>162,951</u>
Total minimum lease payments	1,011,377
Less: amount representing interest	(83,968)
Present value of minimum lease payments	<u>\$ 927,409</u>

	Business-type Activities
2021	\$ 45,731
2022	45,731
2023	45,731
2024	45,731
2025	45,731
2026-2027	<u>91,461</u>
Total minimum lease payments	320,116
Less: amount representing interest	(30,636)
Present value of minimum lease payments	<u>\$ 289,480</u>

G. Long-term Liability Activity

Long-term liability activity for the year ended September 30, 2020, was as follows:

	Beginning Balance	Additions	Reductions	Ending Balance	Due Within One Year
Governmental activities:					
Bonds and Certificates of Obligations:					
General obligations	\$ 35,665,000	\$ 27,845,000	\$ 28,490,000	\$ 35,020,000	\$ 3,710,000
General obligations-private placement	3,880,000	-	435,000	3,445,000	440,000
Certificates of obligation	6,440,000	-	6,440,000	-	-
Issuance premium	<u>911,035</u>	<u>3,404,796</u>	<u>634,401</u>	<u>3,681,430</u>	<u>-</u>
Totals	<u>46,896,035</u>	<u>31,249,796</u>	<u>35,999,401</u>	<u>42,146,430</u>	<u>4,150,000</u>
Tax notes-private placement	7,515,000	-	1,720,000	5,795,000	1,755,000
Capital lease-direct borrowing	1,008,638	132,980	214,209	927,409	215,010
Compensated absences	<u>3,352,748</u>	<u>3,401,146</u>	<u>3,279,417</u>	<u>3,474,477</u>	<u>541,633</u>
Governmental activities long-term liabilities	<u>\$ 58,772,421</u>	<u>\$ 34,783,922</u>	<u>\$ 41,213,027</u>	<u>\$ 52,343,316</u>	<u>\$ 6,661,643</u>

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The General Fund has typically been used to liquidate governmental activities compensated absences and capital lease, and the Debt Service Fund is typically has been used to liquidate tax notes.

	Beginning Balance	Additions	Reductions	Ending Balance	Due Within One Year
Business-type activities:					
Bonds payable:					
Revenue bonds	\$ 33,580,000	\$ -	\$ 2,980,000	\$ 30,600,000	\$ 3,125,000
Revenue bonds-private placement	10,890,000	-	730,000	10,160,000	735,000
Issuance premium	<u>3,876,137</u>	<u>-</u>	<u>243,449</u>	<u>3,632,688</u>	<u>-</u>
Totals	<u>48,346,137</u>	<u>-</u>	<u>3,953,449</u>	<u>44,392,688</u>	<u>3,860,000</u>
Capital lease-direct borrowing	326,780	-	37,300	289,480	38,262
Compensated absences	<u>983,976</u>	<u>825,700</u>	<u>712,237</u>	<u>1,097,439</u>	<u>795,578</u>
Business-type activities long-term liabilities	<u>\$ 49,656,893</u>	<u>\$ 825,700</u>	<u>\$ 4,702,986</u>	<u>\$ 45,779,607</u>	<u>\$ 4,693,840</u>

H. Net Pension and Total OPEB Liabilities

Amounts are aggregated into a single net pension liability and total OPEB liability for certain columns. Below is the detail of net pension liability and total OPEB liability for governmental and business-type activities.

		Business-type Activities			
	Governmental Activities	Municipal Utility System	Solid Waste	Storm Water Utility	Totals
Net pension liability	<u>\$ 7,760,402</u>	<u>\$ 2,066,433</u>	<u>\$ 334,617</u>	<u>\$ -</u>	<u>\$ 10,161,452</u>
Total OPEB liability - Due within one year:					
TMRS SDBF	\$ 79,917	\$ 21,928	\$ 3,339	\$ 209	\$ 105,393
Retiree Health Plan	<u>601,791</u>	<u>196,485</u>	<u>35,345</u>	<u>-</u>	<u>833,621</u>
Total due within one year	<u>681,708</u>	<u>218,413</u>	<u>38,684</u>	<u>209</u>	<u>939,014</u>
Total OPEB liability - Due in more than one year:					
TMRS SDBF	866,164	237,658	36,192	2,283	1,142,297
Retiree Health Plan	<u>13,774,214</u>	<u>4,497,274</u>	<u>809,014</u>	<u>-</u>	<u>19,080,502</u>
Total due in more than one year	<u>14,640,378</u>	<u>4,734,932</u>	<u>845,206</u>	<u>2,283</u>	<u>20,222,799</u>
Total OPEB liability	<u>\$ 15,322,086</u>	<u>\$ 4,953,345</u>	<u>\$ 883,890</u>	<u>\$ 2,492</u>	<u>\$ 21,161,813</u>

Pension and OPEB expense amounts are reported for certain columns. Below is the detail of pension and OPEB expense for governmental and business-type activities.

		Business-type Activities			
	Governmental Activities	Municipal Utility System	Solid Waste	Storm Water Utility	Totals
Pension expense	<u>\$ 2,872,697</u>	<u>\$ 649,559</u>	<u>\$ 142,779</u>	<u>\$ (37,950)</u>	<u>\$ 3,627,085</u>
OPEB expense:					
TMRS SDBF	\$ 76,493	\$ 20,988	\$ 3,196	\$ 201	\$ 100,878
Retiree Health Plan	<u>867,778</u>	<u>283,329</u>	<u>50,968</u>	<u>-</u>	<u>1,202,075</u>
Total OPEB expense	<u>\$ 944,271</u>	<u>\$ 304,317</u>	<u>\$ 54,164</u>	<u>\$ 201</u>	<u>\$ 1,302,953</u>

V. OTHER INFORMATION

A. Defined Benefit Pension Plan

Plan Descriptions. The City participates as one of 890 plans in the nontraditional, joint contributory, hybrid defined benefit pension plan administered by the Texas Municipal Retirement System (TMRS). TMRS is an agency created by the State of Texas and administered in accordance with the TMRS Act, Subtitle G, Title 8, Texas Government Code (the TMRS Act) as an agency multiple-employer retirement system for municipal employees in the State of Texas. The TMRS Act places the general administration and management of the System with a six-member Board of Trustees. Although the Governor, with the advice and consent of the Senate, appoints the Board, TMRS is not fiscally dependent on the State of Texas. TMRS's defined benefit pension plan is a tax-qualified plan under Sections 401(a) of the Internal Revenue Code. TMRS issues a publicly available comprehensive annual financial report (CAFR) that can be obtained at www.tmrs.com.

All eligible employees of the City are required to participate in TMRS.

Benefits Provided. TMRS provides retirement, disability, and death benefits. Benefit provisions are adopted by the governing body of the City, within the options available in the state statutes governing TMRS.

At retirement, the benefit is calculated as if the sum of the employee's contributions, with interest, and the City-financed monetary credits, with interest were used to purchase an annuity. Members may choose to receive their retirement benefit in one of seven payment options. Members may also choose to receive a portion of their benefit as a Partial Lump Sum Distribution in an amount equal to 12, 24, or 36 monthly payments, which cannot exceed 75% of the member's deposits and interest.

The City grants monetary credits for service rendered of a theoretical amount equal to two times what would have been contributed by the employee, with interest. Monetary credits, also known as the matching ratio, are 200% of the employee's accumulated contributions and are only payable in the form of an annuity.

Beginning in 2000, the City granted an annually repeating (automatic) basis monetary credit referred to as an updated service credit (USC) which is a theoretical amount that takes into account salary increases or plan improvements. If at any time during their career an employee earns a USC, this amount remains in their account earning interest at 5% until retirement. At retirement, the benefit is calculated as if the sum of the employee's accumulated contributions with interest and the employer match plus employer-financed monetary credits, such as USC, with interest were used to purchase an annuity. Additionally, initiated in 2014, the City provided on an annually repeating (automatic) basis cost of living adjustments (COLA) for retirees equal to a percentage of the change in the consumer price index (CPI).

A summary of plan provisions for the City are as follows:

Employee deposit rate	7%
Matching ratio (City to employee)	2 to 1
Years required for vesting	5
Service retirement eligibility	20 years to any age, 5 years at age 60 and above
Updated service credit	100% repeating
Annuity increase to retirees	50% of CPI repeating

Employees covered by benefit terms

At the December 31, 2019 valuation and measurement date, the following employees were covered by the benefit terms:

Inactive employees or beneficiaries current receiving benefits	231
Inactive employees entitled to but not yet received benefits	187
Active employees	<u>362</u>
Total	<u>780</u>

Contributions. The contribution rates for employees in TMRS are either 5%, 6%, or 7% of employee gross earnings, and the City matching percentages are with 100%, 150%, or 200%, both as adopted by the governing body of the city. Under the state law governing TMRS, the contributions rate for each city is determined annually by the actuary, using the Entry Age Normal (EAN) actuarial cost method. The actuarially determined rate is the estimated amount necessary to finance the cost of benefits earned by employees during the year, with an additional amount to finance any unfunded accrued liability.

Employees for the City were required to contribute 7% of their annual gross earnings during the fiscal year. The contribution rates for the City were 13.25% and 13.37% in calendar years 2019 and 2020, respectively. The City’s contributions to TMRS for the year ended September 30, 2020, were \$3,095,937, and were equal to the required contributions.

Net Pension Liability. The City’s Net Pension Liability (NPL) was measured as of December 31, 2019, and the Total Pension Liability (TPL) used to calculate the Net Pension Liability was determined by an actuarial valuation as of that date.

Actuarial assumptions:

The Total Pension Liability in the December 31, 2019 actuarial valuation was determined using the following actuarial assumptions:

Inflation	2.5% per year
Overall payroll growth	2.75% per year
Investment rate of return	6.75%, net of pension plan investment expense, including inflation

Salary increases are based on a service-related table. Mortality rates for active members are based on the PUB(10) mortality tables with the Public Safety table used for males and the General Employee table used for females. Mortality rates for healthy retirees and beneficiaries are based on the Gender-distinct 2019 Municipal Retirees of Texas mortality tables. The rates for actives, healthy retirees and beneficiaries are projected on a fully generational basis by Scale UMP to account for future mortality improvements. For disabled annuitants, the same mortality tables for healthy retirees is used with a 4-year set-forward for males and a 3-year set-forward for females. In addition, a 3.5% and 3.0% minimum mortality rate will be applied to reflect the impairment for younger members who become disabled for males and females. The rates are projected on a fully generational basis by Scale UMP to account for future mortality improvements subject to the floor.

The actuarial assumptions were developed primarily from the actuarial investigation of the experience of TMRS over the four-year period from December 31, 2014 to December 31, 2018. They were adopted in 2019 and first used in the December 31, 2019 actuarial valuation. The post-retirement mortality assumption for healthy annuitants and Annuity Purchase Rate (APRs) are based on the Mortality Experience Investigation Study covering 2009 through 2011 and dated December 31, 2013. In conjunction with these changes first used in the December 31, 2013 valuation, the System adopted the Entry Age Normal actuarial cost method and a one-time change to the amortization policy. Plan assets are managed on a total return basis with an emphasis on both capital appreciation as well as the production of income, in order to satisfy the short-term and long-term funding needs of TMRS.

The long-term expected rate of return on pension plan investments was determined using a building-block method in which best estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. In determining their best estimate of a recommended investment return assumption under the various alternative asset allocation portfolios, GRS focused on the area between (1) arithmetic mean (aggressive) without an adjustment for time (conservative) and (2) the geometric mean (conservative) with an adjustment for time (aggressive).

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The target allocation and best estimates of real rates of return for each major asset class are summarized in the following table:

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-Term Expected Real Rate of Return (Arithmetic)</u>
Global Equity	30.0%	5.30%
Core Fixed Income	10.0%	1.25%
Non-Core Fixed Income	20.0%	4.14%
Real Return	10.0%	3.85%
Real Estate	10.0%	4.00%
Absolute Return	10.0%	3.48%
Private Equity	10.0%	7.75%
Total	100.0%	

Discount Rate

The discount rate used to measure the Total Pension Liability was 6.75%. The projection of cash flows used to determine the discount rate assumed that employee and employer contributions will be made at the rates specified in statute. Based on that assumption, the pension plan's Fiduciary Net Position was projected to be available to make all projected future benefit payments of current active and inactive employees. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the Total Pension Liability.

Changes in the Net Pension Liability

	<u>Increase (Decrease)</u>		
	<u>Total Pension Liability</u>	<u>Plan Fiduciary Net Position</u>	<u>Net Pension Liability</u>
	<u>(a)</u>	<u>(b)</u>	<u>(a) - (b)</u>
Balance at 12/31/2018	\$ 122,086,610	\$ 103,769,415	\$ 18,317,195
Changes for the year:			
Service cost	3,814,149	-	3,814,149
Interest	8,213,772	-	8,213,772
Difference between expected and actual experience	177,624	-	177,624
Contributions - employer	296,106	3,077,801	(2,781,695)
Contributions - employee	-	1,626,008	(1,626,008)
Net investment income	-	16,046,958	(16,046,958)
Benefits payments, including refunds of employee contributions	(4,616,339)	(4,616,339)	-
Administrative expense	-	(90,648)	90,648
Other change	-	(2,725)	2,725
Net changes	<u>7,885,312</u>	<u>16,041,055</u>	<u>(8,155,743)</u>
Balance at 12/31/2019	<u>\$ 129,971,922</u>	<u>\$ 119,810,470</u>	<u>\$ 10,161,452</u>

The City's net pension liability is generally liquated by the General Fund and Proprietary Funds.

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Sensitivity of the Net Pension Liability to Changes in the Discount Rate

The following presents the net pension liability of the City, calculated using the discount rate of 6.75%, as well as what the City's net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower (5.75%) or 1-percentage-point higher (7.75%) than the current rate:

	1% Decrease in in Discount Rate (5.75%)	Discount Rate (6.75%)	1% Increase in in Discount Rate (7.75%)
City's net pension liability	\$ 28,997,011	\$ 10,161,452	\$ (5,291,936)

Pension Plan Fiduciary Net Position

Detailed information about the pension plan's Fiduciary Net Position is available in a separately-issued TMRS financial report. The report may be obtained on the Internet at www.tmr.com.

Pension Expense and Deferred Inflows and Outflows of Resources Related to Pensions. For the year ended September 30, 2020, the City recognized pension expense of \$3,627,085. At September 30, 2020, the City reported deferred outflows and inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual economic experience	\$ 140,072	\$ 372,478
Changes in actuarial assumptions	248,283	-
Difference between projected and actual investment earnings	-	3,649,115
Contributions subsequent to the measurement date	2,255,317	-
Totals	\$ 2,643,672	\$ 4,021,593

\$2,255,317 reported as deferred outflows of resources related to pension resulting from contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability for the year ending September 30, 2021. Other amounts reported as deferred outflows and inflows of resources related to pensions will be recognized in pension expenses as follows:

For the Year Ended September 30,	
2021	\$ (1,096,041)
2022	(1,095,262)
2023	293,457
2024	(1,735,392)

B. Postemployment Benefits Other Than Pensions (OPEB) - TMRS Supplemental Death Benefits Fund

Plan Description. The City voluntarily participates in a single-employer other postemployment benefit (OPEB) plan administered by TMRS. The Plan is a group-term life insurance plan known as the Supplemental Death Benefits Fund (SDBF). The Plan is established and administered in accordance with the TMRS Act identically to the City's pension plan. SDBF includes coverage for both active and retired members, and assets are commingled for the payment of such benefits. Therefore, the Plan does not qualify as an OPEB Trust in accordance with paragraph 4 of GASB Statement No. 75.

Benefits Provided. The SDBF provides group-term life insurance to City employees who are active members in TMRS, including or not including retirees. The City Council opted into this program via an ordinance, and 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.

Payments from this fund are similar to group-term life insurance benefits and are paid to the designated beneficiaries upon the receipt of an approved application for payment. 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). The death benefit for retirees is considered an other employment benefit and is a fixed amount of \$7,500.

The number of employees currently covered by the benefit terms is as follows:

Inactive employees or beneficiaries currently receiving benefits	177
Inactive employees entitled to but not yet receiving benefits	43
Active employees	<u>362</u>
Total	<u>582</u>

Contributions. The City contributes to the SDBF at a contractually required rate as determined by an annual actuarial valuation, which was 0.17% for 2020 and 0.17% for 2019, of which 0.04% represented the retiree-only portion for each year, as a percentage of annual covered payroll. 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 prefund retiree term life insurance during employees’ entire careers. The City’s contributions to the SDBF for the years ended September 30, 2020 were \$40,105 representing contributions for both active and retiree coverage, which equaled the required contributions each year.

Total OPEB Liability

The City’s total OPEB liability of \$1,247,690 was measured as of December 31, 2019 and was determined by an actuarial valuation as of that date.

Actuarial Assumptions and Other Inputs. The Total OPEB Liability in the December 31, 2019 actuarial valuation was determined using the following actuarial assumptions:

Inflation rate	2.5% per annum
Actuarial cost method	Entry age normal
Discount rate	2.75%
Projected salary increases	3.5% to 11.5% including inflation

Administrative expenses for the SDBF are paid through the TMRS Pension Trust Fund and are wholly accounted for under the provisions of GASB Statement No. 68.

Salary increases are based on a service-related table. Mortality rates for active members are based on the PUB(10) mortality tables with the Public Safety table used for males and the General Employee table used for females. Mortality rates for healthy retirees and beneficiaries are based on the Gender-distinct 2019 Municipal Retirees of Texas mortality tables. The rates for actives, healthy retirees and beneficiaries are projected on a fully generational basis by Scale UMP to account for future mortality improvements. For disabled annuitants, the same mortality tables for healthy retirees is used with a 4-year set-forward for males and a 3-year set-forward for females. In addition, a 3.5% and 3.0% minimum mortality rate will be applied to reflect the impairment for younger members who become disabled for males and females. The rates are projected on a fully generational basis by Scale UMP to account for future mortality improvements subject to the floor.

The actuarial assumptions used in the December 31, 2019 valuation were based on the results of an actuarial experience study for the period December 31, 2014 to December 31, 2018.

The SDBF program is treated as an unfunded OPEB plan because the SDBF trust covers both actives and retirees and the assets are not segregated for these groups. As such, a single discount rate of 2.75% was used to measure the total OPEB liability. Because the plan is essentially a “pay-as-you-go” plan, the single discount rate is equal to the prevailing municipal bond rate. The source of the municipal bond rate was fixed-income municipal bonds with 20 years to maturity that include only

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federally tax-exempt municipal bonds as reported in Fidelity Index's "20-year Municipal GO AA Index" as of December 31, 2019.

Discount Rate Sensitivity Analysis. The following schedule shows the impact of the total OPEB liability if the discount rate used was 1% less than and 1% greater than the discount rate that was used (2.75%) in measuring the total OPEB liability.

	1% Decrease in Discount Rate (1.75%)	Discount Rate (2.75%)	1% Increase in Discount Rate (3.75%)
Total OPEB Liability	\$ 1,513,014	\$ 1,247,690	\$ 1,041,689

Changes in the Total OPEB Liability

	Total OPEB Liability
Balance at 12/31/2018	\$ 1,084,292
Changes for the year:	
Service cost	34,843
Interest	40,701
Difference between expected and actual experience	(97,029)
Changes of assumptions and other inputs	194,173
Benefit payments	(9,290)
Net changes	163,398
Balance at 12/31/2019	\$ <u>1,247,690</u>

Changes in assumptions and other inputs reflect a change in the discount rate from 3.71% to 2.75%.

The City's total OPEB liability is generally liquidated by the General Fund and Proprietary Funds.

OPEB Expense and Deferred Inflows and Outflows of Resources Related to OPEB. For the year ended September 30, 2020, the City recognized OPEB expense of \$100,878. There were no changes of benefit terms that affected measurement of the total OPEB liability during the measurement period.

At September 30, 2020, the City reported deferred outflows and inflows of resources related to other post-employment benefits from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual economic experience	\$ 36,517	\$ 81,504
Changes in actuarial assumptions	207,306	51,040
Contributions subsequent to the measurement date	<u>6,749</u>	<u>-</u>
Totals	\$ <u>250,572</u>	\$ <u>132,544</u>

\$6,749 reported as deferred outflows of resources related to OPEB resulting from contributions subsequent to the measurement date will be recognized as a reduction of the total OPEB liability for the year ending September 30, 2021. Other amounts of the reported as deferred outflows and inflows of resources related to OPEB will be recognized in OPEB expense as follows:

For the Year Ended September 30,	
2021	\$ 25,335
2022	25,335
2023	25,335
2024	17,075
2025	14,313
Thereafter	3,886

C. Postemployment Benefits Other Than Pensions (OPEB) – Retiree Health Plan

Plan Description. The City offers its retired employees health insurance benefits through a single-employer defined benefit OPEB plan, under City policy. This plan is administered by the City and it has the authority to establish and amend the benefit terms and financing arrangements. No assets are accumulated in a trust that meets the criteria in paragraph 4 of GASB Statement No. 75.

Benefits and Contributions. After October 2000, the City began paying for 100 percent of the premiums of health, dental, and vision care for employees who retire from fulltime service with the City. On March 1, 2007, the City changed this policy to only pay the medical premiums for those retirees who attain age 55 with 20 years of continuous service before retirement and meet the requirements under TMRS. On September 23, 2008, eligibility was further limited to those employees that were hired regular, fulltime before October 1, 2008.

Therefore, under the existing plan, the City will pay 100% medical, dental, and vision premiums for those retirees who were hired regular fulltime before October 1, 2008, retire after October 1, 2008, and meet the following qualifications:

- 1. Employed by the City of Weatherford in a fulltime status for a period of at least 20 years continuously prior to retirement;
- 2. Meet eligibility requirements under TMRS; and
- 3. Attain minimum age 55 at retirement date.

The City of Weatherford will not pay any portion of medical premiums for retirees hired after October 1, 2008.

Retirement under TMRS is attainment of 20 years of service, any age or five years of service and age 60. Only fulltime employees who attain age 55 with 20 years of continuous service with the City are eligible for health benefits. Employees retiring early under retirement conditions or who terminate employment are not eligible for retiree health benefits. Survivors of employees who die while actively employed are not eligible for retiree health care benefits. Employees who retire under a disability retirement must meet the eligibility requirements stated above to be eligible for health care benefits. Spouses and the dependents of retired employees are eligible to continue health care, dental and vision benefits or Medicare Supplement with payment of 100% of premiums, until death of retiree. Upon death of retiree, all benefits cease. Retirees are required to enroll in Medicare Supplement policy for retiree. Retirees who decide to opt-out of the health care plan are not eligible to opt back.

Retirees are responsible for payment of premiums for any dependent coverage, and the City pays the retirees premiums. The City’s contributions to the OPEB for the year ended September 30, 2020, were \$460,019, which equal benefit payments for retirees.

The number of employees currently covered by the benefit terms is as follows:

Inactive employees or beneficiaries currently receiving benefits	55
Active members	<u>359</u>
Total	<u><u>414</u></u>

Actuarial Methods and Assumptions

Significant methods and assumptions were as follows:

Actuarial Valuation Date	December 31, 2019
Actuarial Cost Method	Individual Entry-Age Normal
Inflation Rate	2.50%
Salary Increases	3.50% to 11.50%, including inflation
Demographic Assumptions	Based on the experience study covering the four year period ending December 31, 2018 as conducted for the Texas Municipal Retirement System (TMRS). The standard TMRS retirement rates were adjusted to reflect the impact of the City's retiree medical plan design.
Mortality	For healthy retirees, the gender-distinct gender-distinct 2019 Municipal Retirees of Texas mortality tables are used. The rates are projects on a fully generational basis using the ultimate mortality improvement rates in teh MP tables to account for future mortability improvements.
Health care cost trend rates	For Pre-65, initial rate of 7.20% declining to an ultimate rate of 4.25% after 15 years. For post-65, initial rate of 6.40% declining to an ultimate rate of 4.25% after 14 years.
Participation rates	It was assumed that 90% of retirees who are eligible for the City subsidy and 3% of those who are not eligible for the City subsidy would choose to receive health care benefits through the City.
Discount rate	The discount rate changed from 3.71% as of December 31, 2018 to 2.75% as of December 31, 2019.

Projections of health benefits are based on the plan as understood by the City and include the types of benefits in force at the valuation date and the pattern of sharing benefit costs between the City and its employees to that point. Actuarial calculations reflect a long-term perspective and employ methods and assumptions that are designed to reduce short-term volatility in actuarial accrued liabilities and the actuarial value of assets.

A Single Discount Rate of 2.75% was used to measure the total OPEB liability. This Single Discount Rate was based on the municipal bond rates as of the measurement date. The source of the municipal bond rate was Fixed-income municipal bonds with 20 years to maturity that include only federally tax-exempt municipal bonds as reported in Fidelity Index's "20-year Municipal GO AA Index" as of December 31, 2019.

Changes in the Total OPEB Liability

The City's total OPEB liability of \$19,914,123 was measured as of December 31, 2019 and was determined by an actuarial valuation as of December 31, 2019.

CITY OF WEATHERFORD, TEXAS
Notes to the Financial Statements

	Total OPEB Liability
Balance at 12/31/2018	\$ 17,726,745
Changes for the year:	
Service cost	465,871
Interest on the total liability	657,266
Difference between expected and actual experience	(556,729)
Changes in assumptions and other inputs	2,108,176
Benefit payments	(487,206)
Net changes	2,187,378
Balance at 12/31/2019	\$ 19,914,123

Changes in assumptions and other inputs reflect a change in the discount rate from 3.71% to 2.75%, and updates to the health care trend assumption.

The City's total OPEB liability is generally liquated by the General Fund and Proprietary Funds.

Discount Rate Sensitivity Analysis

The following schedule shows the impact of the total OPEB liability if the discount rate used was 1% less than and 1% greater than the discount rate that was used (2.75%) in measuring the total OPEB liability.

	1% Decrease in Discount Rate (3.75%)	Discount Rate (2.75%)	1% Increase in Discount Rate (1.75%)
City's total OPEB liability	\$ 23,187,846	\$ 19,914,123	\$ 17,251,520

Healthcare Cost Trend Rate Sensitivity Analysis

The following schedule shows the impact of the total OPEB liability if the Healthcare Cost Trend Rate used was 1% less than and 1% greater than what was used in measuring the total OPEB liability.

	1% Decrease	Current Healthcare Cost Trend Rate Assumption	1% Increase
City's total OPEB liability	\$ 16,748,888	\$ 19,914,123	\$ 23,960,848

OPEB Expense and Deferred Outflows of Resources Related to OPEB

For the year ended September 30, 2020, the City recognized OPEB expense of \$1,202,075. At September 30, 2020, the City reported deferred outflows and inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 29,626	\$ 2,442,099
Changes in actuarial assumptions	3,016,540	-
Contributions subsequent to the measurement date	334,946	-
Total	\$ 3,381,112	\$ 2,442,099

CITY OF WEATHERFORD, TEXAS
Notes to the Financial Statements

\$334,946 reported as deferred outflows of resources related to OPEB resulting from contributions subsequent to the measurement date are due to benefit payments the City paid with own assets and will be recognized as a reduction of the total OPEB liability for the year ending September 30, 2021. Other amounts of the reported as deferred outflows and inflows of resources related to OPEB will be recognized in OPEB expense as follows:

For the Year Ended September 30,	
2021	\$ 78,238
2022	78,238
2023	78,238
2024	78,238
2025	78,238
Thereafter	212,877

D. Deferred Compensation Plan

The City offers its employees a tax-deferred compensation plan meeting the requirements of Internal Revenue Code Section 457. The plan was established by City ordinance that appointed ICMA Retirement Corporation as plan administrator. The City's fiduciary responsibility is to remit employee deferred compensation to the administrator on a regular basis. The deferred compensation is not available to employees until termination, retirement, death, or emergency.

E. Risk Management

The City is exposed to various risks of loss related to theft or damage of assets, errors and omissions, injuries to employees, and natural disasters. These risks are covered by the City's participation in the Texas Municipal League Intergovernmental Risk Pool (TMLIRP) for liability, property, and workers' compensation. TMLIRD is a self-sustaining risk pool operated on a state-wide basis for the benefit of several hundred Texas cities and other public entities. The City pays annual premiums to the TMLIRP, which retains risk of loss up to \$3,000,000 and obtains independent coverage for losses in excess of that amount.

The City retains no risk except for the deductible amounts as shown below:

Type of Coverage	Limit Per Occurrence	Annual Aggregate	Deductible
General liability	\$ 2,000,000	\$ 4,000,000	\$ 5,000
Law enforcement liability	2,000,000	4,000,000	5,000
Errors and omissions liability	2,000,000	4,000,000	50,000
Auto liability	2,000,000	N/A	5,000
Auto physical damage	ACV*	N/A	1,000
Real and personal property	95,527,342	95,527,342	2,500
Mobile equipment	3,567,150	3,567,150	1,000
Boiler and machinery	11,000,000	N/A	2,500
Sewage backup	50,000	N/A	500

*Actual cash value

There have been no reductions in coverage from the coverage in the prior year, and there have been no settlements that exceeded coverage in the current or past four fiscal years.

The City has a self-insured employee and retiree health plans, effective January 1, 2018. TML Multistate Intergovernmental Employee Benefits Pool (IEBP) is the third-party administrator for the employee and pre-65 retiree health plans. Claims and other plan administration services are performed by TML Multistate IEBP. All participating funds make payments to an Internal Service Fund for their portion of health plan cost.

Financial responsibility in a self-insured funding arrangement is on the City, the risk of losses exceeding

CITY OF WEATHERFORD, TEXAS
Notes to the Financial Statements

an affordable threshold is transferred to an insurance company through the purchase of stop-loss insurance with Companion Life Insurance Company. Stop-loss insurance protects the City from plan claims costs exceeding a specified deductible during the plan year.

The City has specific excess loss insurance to cover specific claims incurred by plan participants. The City has a \$125,000 specific deductible for each medical plan member. The City also has coverage for aggregate claims incurred under the self-insured health plan. Under this coverage, aggregate claims in excess of an estimate annual aggregate attachment point of \$4,021,127 would be covered up to an aggregate benefit period reimbursement maximum of \$1,000,000.

The City establishes the insurance claim liability based on estimates of the ultimate cost of claims reported but unsettled and of claims incurred but not reported. Activity for two years is as follows:

	2020	2019
Claims payable, beginning of year	\$ 96,614	\$ 239,698
Current year claims and changes in estimates	3,455,227	2,277,422
Payments on claims	(3,259,013)	(2,420,506)
Claims payable at end of year	<u>\$ 292,828</u>	<u>\$ 96,614</u>

F. Contingencies

The City participates in a number of federal and state grant programs. These programs are subject to program compliance audits by the grantors or their representatives. Any programs are subject to program compliance audits by the grantors of their representatives. Any liability that may arise as the result of these audits is not believed to be probable.

The City was not involved in litigation as of year-end that in the opinion of City's legal counsel would have a material adverse effect on the financial condition of the City.

G. Commitments

On August 13, 2019, the City Council approved a contract with CDB General Contractors, LLC in the amount of \$1,268,412 for the constructions of a medical center at the Weatherford Parker County Animal Shelter. This project is funded through donations. As of September 30, 2020, work in the amount of \$990,119 was completed.

On October 24, 2019, the Municipal Utility Board approved a contract with Landmark Structures I, LP in the amount of \$2,355,000 for the construction of a 0.5-million-gallon elevated storage tank on Newport Road. This project is funded through utility rate revenues and water impact fees. As of September 30, 2020, work in the amount of \$1,632,033 was completed.

On August 27, 2020, the Municipal Utility Board approved a contract with Reytech Services, LLC in the amount of \$1,991,403 for the construction of the Reclaimed Water Pipeline – Part 1 project. The project is funded through the Texas Water Development Boards Clean Water State Revolving Fund. As of September 30, 2020, work had not yet begun on this project.

On August 27, 2020, the Municipal Utility Board approved a contract with Ana Site Construction, LLC in the amount of \$2,304,781 for the construction of the Reclaimed Water Pipeline – Part 2 project. The project is funded through the Texas Water Development Boards Clean Water State Revolving Fund. As of September 30, 2020, work had not yet begun on this project.

On August 27, 2020, the Municipal Utility Board approved a contract with BAR Constructors, Inc. in the amount of \$5,310,809 for the construction of the Reclaimed Water Pump Station and Wastewater Treatment Plan improvements. The project is funded through the Texas Water Development Boards Clean Water State Revolving Fund. As of September 30, 2020, work had not yet begun on this project.

On August 27, 2020, the Municipal Utility Board approved a contract with Environmental Improvements, Inc. in the amount of \$352,286 for certain equipment for the Dr. Paul Phillips Water

Purification Plant Taste and Odor Treatment project. The project is funded through utility rate revenues. As of September 30, 2020, work had not yet begun on this project.

On August 27, 2020, the Municipal Utility Board approved a contract with Environmental Improvements, Inc. in the amount of \$576,780 for GAC filter media for the Dr. Paul Phillips Water Purification Plant Taste and Odor Treatment project. The project is funded through utility rate revenues. As of September 30, 2020, work had not yet begun on this project.

On August 27, 2020, the Municipal Utility Board approved a contract with BAR Constructors, Inc. in the amount of \$5,310,809 for the construction of the Reclaimed Water Pump Station and Wastewater Treatment Plant improvements. The project is funded through the Texas Water Development Boards Clean Water State Revolving Fund. As of September 30, 2020, work had not yet begun on this project.

H. Tax Abatements

The City enters into economic development agreements designed to promote development and redevelopment within the City, stimulate commercial activity, generate additional sales tax and enhance the property tax base and economic vitality of the City. This program reduces the assessed property values and refunds sales tax as authorized under Chapter 380 of the Texas Local Government Code.

The City has entered into various agreements that reduce property and sales taxes. Agreements for a reduction of taxable property values on incremental values call for a reduction of 15% to 100% for 5 to 9 years. The agreements for sales tax provide rebates of 15% to 100% for 5 to 9 years. Each agreement requires a developer commitment of \$250 thousand to \$12 million in improvements and minimum employment requirements. For fiscal year 2020, the City rebated sales taxes of \$608,423.

I. Power Wholesale Supplier Agreements and Derivative Instruments

The City owns and operates its own electric distribution system and purchases all of its power from wholesale power suppliers. In an effort to mitigate the financial and market risk associated with the purchase of energy and congestion risk in delivery, the City has established a risk management program. The program was authorized by the Weatherford Municipal Utility Board and is led by a Risk Management Committee. Under this program, the City enters into forward contracts for natural gas and congestion rights for the purpose of reducing exposure to energy and congestion price risk. Use of these types of instruments for the purpose of reducing exposure to price risk is performed as a hedging activity. In order to hedge the City's price risk, the City has entered into corresponding power supply agreements with the entity's wholesale power supplier to hedge against energy price fluctuation in the market.

Congestion Revenue Rights (CRRs) function as financial hedges against the cost of resolving congestion in the Electric Reliability Council of Texas (ERCOT) market. These instruments allow the City to hedge expected future congestion that may arise during a certain period. CRRs are purchased at auction, semi-annually and monthly at market value. These CRRs are expected to be settled upon the City taking delivery of the commodity which meet the requirements of a normal purchase of the City. As of September 30, 2020, the City held CRRs with a cost of \$286,936, and are reported as prepaid items within the Utility System Fund.

The City has entered into wholesale power supply agreements with Garland Power and Light (GP&L), Bryan Texas Utilities and Morgan Stanley Capital Group, Inc., through 2021, 2023, and 2029, respectively. Under the terms of the agreements, the City purchases its full power requirements for its retail customer base. These contracts are considered normal purchase agreements and are reported when the exchange occurs.

In July 2015, the City entered into an agreement with the City of Garland to invest in energy from a wind turbine electrical generation facility. As a result, the City agrees to purchase power generated by this facility in accordance with the terms of the agreement for fourteen years beginning in December 2016.

In April 2016, the City entered into an agreement with the City of Garland to invest in energy from a solar energy facility. As a result, the City agrees to purchase power generated by this facility in accordance with the terms of the agreement for fifteen years beginning in April 2017.

J. New Accounting Principles

Significant new accounting standards not yet implemented by the City include the following. Statement No. 84, *Fiduciary Activities* – This statement establishes criteria for identifying fiduciary activities of governments and for identifying fiduciary component units and postemployment benefit arrangements that are fiduciary activities. The statement will become effective for the City in fiscal year 2021.

Statement No. 87, *Leases* – This statement changes the recognition requirements for certain lease assets and liabilities for leases that are currently classified as operating leases. This statement will become effective for the City in fiscal year 2022.

K. Global Pandemic COVID-19

In early March 2020, the COVID-19 virus was declared a global pandemic, and it continues to cause market fluctuations. Business continuity and financial markets, including supply chains and consumer demand across a broad range of industries and countries, could be severely impacted for months or more, as governments and their citizens take significant and unprecedented measures to mitigate the consequences of the pandemic. Management is carefully monitoring the situation and evaluating its options during this time.

L. Subsequent Event – Winter Weather Event

During the week of February 14, 2021, the City experienced a winter event that stressed the entire electric grid in the state of Texas. Consequently, ERCOT elevated power and ancillary charges to unprecedented levels for four days. The City was hedged on power charges adequately and did not have significant increases in power charges. However, ancillary charges were significant and could potentially expose the City to additional costs. At the time of this report, the exact exposure cannot be determined, however, the City has adequate reserves to mitigate the additional ancillary costs.

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**REQUIRED
SUPPLEMENTARY INFORMATION**

CITY OF WEATHERFORD, TEXAS**SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL****GENERAL FUND**

FOR THE YEAR ENDED SEPTEMBER 30, 2020

	Budgeted Amounts	
	Original	Final
REVENUES		
Taxes	\$ 24,768,034	\$ 24,768,034
Licenses and permits	776,300	776,300
Intergovernmental	1,167,146	1,167,146
Charges for services	5,064,123	5,039,123
Fines and forfeitures	453,200	453,200
Contributions	10,975	10,975
Investment earnings	250,300	250,300
Miscellaneous	105,965	130,965
Total revenues	<u>32,596,043</u>	<u>32,596,043</u>
EXPENDITURES		
Current:		
General government		
City council	45,184	45,184
Administration	1,369,615	1,287,814
Marketing and communications	277,896	258,896
Economic development	340,702	218,002
Human resources	487,686	487,686
Finance	663,082	647,582
Facilities maintenance	923,798	773,798
City attorney	332,144	324,271
Municipal court	335,697	335,697
Information technology	3,197,597	3,117,097
Planning and development	597,666	597,666
Non-departmental	1,287,897	1,379,710
Total general government	<u>9,858,964</u>	<u>9,473,403</u>
Public safety		
Police services	8,703,669	9,375,346
Fire	6,826,920	6,997,024
Emergency management	300,081	250,081
Total public safety	<u>15,830,670</u>	<u>16,622,451</u>
Public works		
Transportation and public works	393,139	470,939
Field operations/inspections	92,604	299,760
Traffic control	426,460	372,181
Street maintenance	3,158,608	3,438,380
Vehicle/equipment maintenance	120,467	120,467
Storm water drainage	537,291	551,616
Total public works	<u>4,728,569</u>	<u>5,253,343</u>

Actual Amounts	Variance with Final Budget - Positive (Negative)
\$ 25,598,887	\$ 830,853
1,086,504	310,204
1,639,205	472,059
5,123,391	84,268
292,938	(160,262)
38,220	27,245
334,636	84,336
129,815	(1,150)
<u>34,243,596</u>	<u>1,647,553</u>

45,999	(815)
1,086,756	201,058
225,697	33,199
186,124	31,878
474,169	13,517
623,714	23,868
973,602	(199,804)
327,948	(3,677)
330,001	5,696
3,072,202	44,895
619,694	(22,028)
<u>1,163,480</u>	<u>216,230</u>
<u>9,129,386</u>	<u>344,017</u>

9,528,847	(153,501)
7,073,976	(76,952)
<u>248,913</u>	<u>1,168</u>
<u>16,851,736</u>	<u>(229,285)</u>

473,042	(2,103)
190,978	108,782
267,981	104,200
3,303,700	134,680
122,983	(2,516)
<u>350,955</u>	<u>200,661</u>
<u>4,709,639</u>	<u>543,704</u>

CITY OF WEATHERFORD, TEXAS**SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL****GENERAL FUND**

FOR THE YEAR ENDED SEPTEMBER 30, 2020

	Budgeted Amounts	
	Original	Final
EXPENDITURES		
Health and welfare		
Animal shelter	\$ 1,562,008	\$ 1,721,008
Building inspection	477,320	477,320
Code enforcement	308,199	308,199
Total health and welfare	<u>2,347,527</u>	<u>2,506,527</u>
Cultural and recreation		
Parks	1,807,469	1,807,469
Recreation	760,286	760,286
Library	1,204,603	1,108,603
Total cultural and recreation	<u>3,772,358</u>	<u>3,676,358</u>
Total expenditures	<u>36,538,088</u>	<u>37,532,082</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	<u>(3,942,045)</u>	<u>(4,936,039)</u>
OTHER FINANCING SOURCES (USES)		
Issuance of debt - capital lease	-	-
Sale of general capital assets	-	-
Insurance recoveries	13,250	13,250
Transfers in	5,525,457	5,525,457
Transfers out	(1,636,284)	(1,645,870)
Total other financing sources and uses	<u>3,902,423</u>	<u>3,892,837</u>
NET CHANGE IN FUND BALANCE	<u>(39,622)</u>	<u>(1,043,202)</u>
FUND BALANCE, BEGINNING	<u>15,729,627</u>	<u>15,729,627</u>
FUND BALANCE, ENDING	<u>\$ 15,690,005</u>	<u>\$ 14,686,425</u>

Actual Amounts	Variance with Final Budget - Positive (Negative)
\$ 1,426,704	\$ 294,304
502,879	(25,559)
249,296	58,903
<u>2,178,879</u>	<u>327,648</u>
1,791,335	16,134
741,227	19,059
1,092,976	15,627
<u>3,625,538</u>	<u>50,820</u>
<u>36,495,178</u>	<u>1,036,904</u>
<u>(2,251,582)</u>	<u>2,684,457</u>
132,980	132,980
75,095	75,095
20,092	6,842
5,482,812	(42,645)
(1,696,284)	(50,414)
<u>4,014,695</u>	<u>121,858</u>
<u>1,763,113</u>	<u>2,806,315</u>
<u>15,729,627</u>	<u>-</u>
<u>\$ 17,492,740</u>	<u>\$ 2,806,315</u>

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CITY OF WEATHERFORD, TEXAS

NOTES TO BUDGETARY SCHEDULES

SEPTEMBER 30, 2020

Budgetary Information

The City Council adheres to the following procedures in establishing the budgets reflected in the financial statements:

- 1) The City Manager is required to submit to the City Council and Municipal Utility Board a proposed budget for the fiscal year beginning on the following October 1.
- 2) Public hearings are conducted to obtain taxpayer comments.
- 3) The City Manager is authorized to transfer budgeted amounts between accounts within any department. However, any revisions that alter total expenditures of any department must be approved by the City Council or Municipal Utility Board. Expenditures may not legally exceed budgeted appropriations at the department level for the General Fund. The legal level of adopted budget for all other governmental funds is the fund. Appropriations lapse at year-end.
- 4) Annual budgets are legally adopted for all funds, except for the General Capital Projects, Park Development, which adopt project-length budgets and the TIRZ fund in which a budget was not adopted. The budgets presented are adopted on a basis consistent with generally accepted accounting principles (GAAP).

Excess of Expenditures Over Appropriations

During the year ended September 30, 2020, the City incurred expenditures in excess of appropriations within the following funds:

General fund:

General government - City council	\$ 815
General government - Facilities maintenance	199,804
General government - City attorney	3,677
General government - Planning and development	22,028
Public safety - Police	153,501
Public safety - Fire	76,952
Public works - Transportation and public works	2,103
Public works - Vehicle/equipment maintenance	2,516
Health and welfare - Building inspections	25,559
Health and welfare - Community grants	5,000

Special revenue fund:

Animal shelter fund - Health and welfare	77,536
Heritage park fund - Cultural and recreational	18,287

Debt service fund - principal	211,455
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CITY OF WEATHERFORD, TEXAS

**SCHEDULE OF CHANGES IN NET PENSION LIABILITY
AND RELATED RATIOS**

FOR THE YEAR ENDED SEPTEMBER 30, 2020

Measurement Date December 31,	2014	2015
A. Total pension liability		
Service cost	\$ 2,866,608	\$ 3,136,322
Interest (on the Total Pension Liability)	6,404,452	6,708,124
Difference between expected and actual experience	(1,735,526)	(424,862)
Change of assumptions	-	938,459
Benefit payments, including refunds of employee contributions	(3,413,647)	(3,250,818)
Net change in total pension liability	<u>4,121,887</u>	<u>7,107,225</u>
Total pension liability - beginning	<u>91,765,698</u>	<u>95,887,585</u>
Total pension liability - ending (a)	<u>\$ 95,887,585</u>	<u>\$ 102,994,810</u>
B. Plan fiduciary net position		
Contributions - employer	\$ 2,903,602	\$ 2,681,302
Contributions - employee	1,304,964	1,379,411
Net investment income	4,678,525	128,674
Benefit payments, including refunds of employee contributions	(3,413,647)	(3,250,818)
Administrative expenses	(48,843)	(78,372)
Other	(4,016)	(3,871)
Net change in plan fiduciary net position	<u>5,420,585</u>	<u>856,326</u>
Plan fiduciary net position - beginning	<u>81,779,429</u>	<u>87,200,014</u>
Plan fiduciary net position - ending (b)	<u>\$ 87,200,014</u>	<u>\$ 88,056,340</u>
C. Net pension liability - ending (a) - (b)	\$ 8,687,571	\$ 14,938,470
D. Plan fiduciary net position as a percentage of total pension liability	90.94%	85.50%
E. Covered payroll	\$ 18,642,345	\$ 19,638,837
F. Net position liability as a percentage of covered payroll	46.60%	76.07%

Note: This schedule is required to have 10 years of information, but the information prior to 2014 is not available.

2016	2017	2018	2019
\$ 3,369,525	\$ 3,441,922	\$ 3,562,124	\$ 3,814,149
6,932,314	7,351,508	7,778,870	8,213,772
(43,096)	(181,752)	(481,427)	177,624
-	-	-	296,106
(3,957,236)	(4,212,111)	(4,468,841)	(4,616,339)
<u>6,301,507</u>	<u>6,399,567</u>	<u>6,390,726</u>	<u>7,885,312</u>
<u>102,994,810</u>	<u>109,296,317</u>	<u>115,695,884</u>	<u>122,086,610</u>
\$ <u>109,296,317</u>	\$ <u>115,695,884</u>	\$ <u>122,086,610</u>	\$ <u>129,971,922</u>
\$ 2,636,933	\$ 2,807,485	\$ 2,903,193	\$ 3,077,801
1,436,460	1,470,907	1,522,275	1,626,008
5,952,083	13,037,437	(3,208,466)	16,046,958
(3,957,236)	(4,212,111)	(4,468,840)	(4,616,339)
(67,209)	(67,556)	(61,995)	(90,648)
(3,621)	(3,424)	(3,240)	(2,725)
<u>5,997,410</u>	<u>13,032,738</u>	<u>(3,317,073)</u>	<u>16,041,055</u>
<u>88,056,340</u>	<u>94,053,750</u>	<u>107,086,488</u>	<u>103,769,415</u>
\$ <u>94,053,750</u>	\$ <u>107,086,488</u>	\$ <u>103,769,415</u>	\$ <u>119,810,470</u>
\$ 15,242,567	\$ 8,609,396	\$ 18,317,195	\$ 10,161,452
86.05%	92.56%	85.00%	92.18%
\$ 20,520,859	\$ 21,012,952	\$ 21,746,787	\$ 23,228,680
74.28%	40.97%	84.23%	43.75%

CITY OF WEATHERFORD, TEXAS
SCHEDULE OF PENSION CONTRIBUTIONS
FOR THE YEAR ENDED SEPTEMBER 30, 2020

Fiscal Year Ended September 30,	2014	2015
Actuarial determined contribution	\$ 2,934,671	\$ 2,726,094
Contributions in relation to the actuarially determined contribution	(2,934,671)	(2,726,094)
Contribution deficiency (excess)	-	-
Covered payroll	18,418,209	19,339,291
Contributions as a percentage of covered payroll	15.93%	14.10%

NOTES TO SCHEDULE OF CONTRIBUTIONS

Valuation Date Actuarially determined contribution rates are calculated as of December 31 and become effective in January 13 months later.

Methods and Assumptions Used to Determine Contribution Rates:

Actuarial Cost Method	Entry Age Normal
Amortization Method	Level Percentage of Payroll, Closed
Remaining Amortization Period	26 years
Asset Valuation Method	10 Year smoothed market; 12% soft corridor
Inflation	2.50%
Salary Increases	3.50% to 11.50% including inflation
Investment Rate of Return	6.75%
Retirement Age	Experience-based table of rates that are specific to the City's plan of benefits. Last updated for the 2019 valuation pursuant to an experience study of the period 2014-2018.
Mortality	Post-retirement: 2019 Municipal Retirees of Texas Mortality Tables. The rates are projected on a fully generational basis with scale UMP. Pre-retirements: PUB(10) mortality tables, with the Public Safety table used for males and the General Employee table used for females. The rates are projected on a fully generational basis with scale UMP.

Other Information: There were no benefit changes during the year.

Note: This schedule is required to have 10 years of information, but the information prior to 2014 is not available.

2016	2017	2018	2019	2020
\$ 2,747,999	\$ 2,805,505	\$ 2,846,847	\$ 2,936,212	\$ 3,095,937
(2,747,999)	(2,805,505)	(2,846,847)	(2,936,212)	(3,095,937)
-	-	-	-	-
21,053,077	21,165,660	21,321,091	22,119,634	23,228,680
13.05%	13.25%	13.35%	13.27%	13.33%

CITY OF WEATHERFORD, TEXAS

SCHEDULE OF CHANGES IN TOTAL OPEB LIABILITY
AND RELATED RATIOS

TEXAS MUNICIPAL RETIREMENT SYSTEM - SUPPLEMENTAL DEATH BENEFIT PLAN

FOR THE YEAR ENDED SEPTEMBER 30, 2020

Measurement Date December 31,	<u>2017</u>	<u>2018</u>	<u>2019</u>
A. Total OPEB liability			
Service cost	\$ 31,519	\$ 39,144	\$ 34,843
Interest on the total OPEB liability	34,381	34,931	40,701
Difference between expected and actual experience	-	53,228	(97,029)
Changes of assumptions and other inputs	83,544	(74,401)	194,173
Benefit payments	(6,304)	(8,700)	(9,289)
Net change in Total OPEB liability	<u>143,140</u>	<u>44,202</u>	<u>163,399</u>
Total OPEB liability - beginning	<u>896,949</u>	<u>1,040,089</u>	<u>1,084,291</u>
Total OPEB liability - ending	\$ <u>1,040,089</u>	\$ <u>1,084,291</u>	\$ <u>1,247,690</u>
B. Covered-employee payroll	\$ 21,012,952	\$ 21,746,787	\$ 23,228,680
C. Total OPEB liability as a percentage of covered-employee payroll	4.95%	4.99%	5.37%

Notes to Schedule:

- No assets are accumulated in a trust for the SDB plan to pay related benefits that meets the criteria in paragraph 4 of GASB Statement No. 75, *Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions*.
- This schedule is required to have 10 years of information, but the information prior to 2017 is not available.
- The changes of assumptions generally includes the annual change in the municipal bond index rate.

CITY OF WEATHERFORD, TEXAS

SCHEDULE OF CHANGES IN TOTAL OPEB LIABILITY
AND RELATED RATIOS
RETIREE HEALTH CARE BENEFIT PLAN

FOR THE YEAR ENDED SEPTEMBER 30, 2020

Measurement Date December 31,	2017	2018	2019
A. Total OPEB liability			
Service Cost	\$ 482,988	\$ 540,042	\$ 465,871
Interest on the total OPEB liability	650,767	639,907	657,266
Difference between expected and actual experience	43,502	(2,485,166)	(556,729)
Changes of assumptions and other inputs	1,452,073	189,340	2,108,176
Benefit payments	(371,775)	(439,817)	(487,206)
Net change in total OPEB liability	<u>2,257,555</u>	<u>(1,555,694)</u>	<u>2,187,378</u>
Total OPEB liability - beginning	<u>17,024,884</u>	<u>19,282,439</u>	<u>17,726,745</u>
Total OPEB liability - ending	<u>\$ 19,282,439</u>	<u>\$ 17,726,745</u>	<u>\$ 19,914,123</u>
B. Covered-employee payroll	\$ 18,416,233	\$ 19,887,276	\$ 23,228,680
C. Total OPEB liability as a percentage of covered-employee payroll	104.70%	89.14%	85.73%

Notes to Schedule:

- No assets are accumulated in a trust for the retiree health care plan to pay related benefits that meets the criteria in paragraph 4 of GASB Statement No. 75, *Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions*.
- This schedule is required to have 10 years of information, but the information prior to 2017 is not available.
- The changes of assumptions generally includes the annual change in the municipal bond index rate, and updates to the health care trend assumptions.

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**COMBINING AND INDIVIDUAL
FUND STATEMENTS AND SCHEDULES**

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NONMAJOR GOVERNMENTAL FUNDS

NONMAJOR SPECIAL REVENUE FUNDS

Special Revenue Funds are used to account for specific revenues that are legally restricted or committed to expenditure for particular purposes.

State/Federal Forfeiture Fund – This fund is used to account for funds received from federal agencies or the District Attorney's office that have been seized and confiscated during criminal prosecution. These funds may only be used for law enforcement purposes.

Hotel/Motel Tax Fund – This fund is used to account for the City's hotel/motel occupancy tax that is legally restricted by state law for use in convention center facilities, promotion of tourism, encouragement and promotion of the arts, and historical restoration or preservation.

Chandor Gardens Fund – This fund was established to account for the expenditures related to the operations and maintenance of the facilities and grounds at Chandor Gardens. Funding sources include committed tour and rental fees and transfer of funds from hotel/motel occupancy tax collections and the General Fund.

SFX Grant Fund – This fund was established for the receipt and reimbursement of lease payments from SFX Design, Inc. to the Texas Community Development Program.

Municipal Court Technology Fund – This fund was established by action of the City Council, (Ord. 1999-40), as authorized by Article 102-0172 of the Texas Code of Criminal Procedure, to account for a \$4.00 fee assessed on each misdemeanor conviction for the purchase of technological enhancements for the Municipal Court.

Main Street Project Fund – This fund was established to capture committed resources for the Main Street Project and expend accordingly.

Municipal Court Building Security Fund – This fund was established by action of the City Council, (Ord. 336-2008-10), as authorized by Article 102.017 of the Texas Code of Criminal Procedure, to account for a \$3.00 fee assessed on each misdemeanor conviction for the purchase of security devices and/or services for the building housing the Weatherford Municipal Court.

Library Fund – This fund is used to account for donations to the public library and profits from the coin-operated copiers in the library. This fund is committed to expenditures at the public library.

Animal Shelter Fund – This fund was established to account for donations received for improvements to the Animal Shelter.

Juvenile Case Manager Fund – This fund was established by action of the City Council, (Ord. 462-2009-43), as authorized by Article 102.0174 of the Texas Code of Criminal Procedure, to account for a \$5.00 fee assessed on each misdemeanor conviction for the salary and benefits of a juvenile case manager as defined under the Code of Criminal Procedure Article 45.056. Due to the restrictions placed on these funds during the 2011 Texas Legislative Session, the City terminated this revenue source and will just deplete funds as allowed by law.

Heritage Park Fund – This fund was established to account for the expenditures related to the operations and maintenance of the facilities and grounds at Heritage Park, formally known as The First Monday Grounds. Funding sources include vendor rentals, parking fees, special even fees, and transfer of funds from the General Fund.

Special Revenue Funds Continued:

Court Jury Fund - This fund was established, as authorized by Article 134.154 of the Local Government Code, to account for a \$.10 fee to be assessed to each misdemeanor conviction to fund juror reimbursements and otherwise financial jury services.

PEG Fee Fund – This fund was established to account for the City’s 1% PEG fee, established by Senate Bill 1087, and is restricted by federal law for use of capital costs related to PEG channel operations.

CAPITAL PROJECTS FUND

Capital Projects Fund are used to account for the acquisition and construction of major capital facilities other than those financed by proprietary and trust funds.

Park Development Fund – This fund is used to account for funds committed by City Council from general revenues (park development fees) for future acquisition of park and open space areas.

PERMANENT FUND

The Permanent Library Fund consists of interest earned on the \$50,000 Doss Trust. Expenditures are restricted for supplies and new library equipment as recommended by the Library Board.

CITY OF WEATHERFORD, TEXAS

COMBINING BALANCE SHEET

NONMAJOR GOVERNMENTAL FUNDS

SEPTEMBER 30, 2020

	Special Revenue Funds			
	State Forfeiture	Federal Forfeiture	Hotel/Motel Tax	Chandor Gardens
ASSETS				
Cash and investments	\$ 12,165	\$ 56,514	\$ 745,540	\$ 134,122
Accounts receivable	-	-	49,415	-
Prepays	-	-	-	-
Total assets	<u>12,165</u>	<u>56,514</u>	<u>794,955</u>	<u>134,122</u>
LIABILITIES				
Accounts payable	-	-	8,159	1,132
Accrued liabilities	-	-	9,388	3,882
Deposits and escrows	-	-	-	9,800
Total liabilities	<u>-</u>	<u>-</u>	<u>17,547</u>	<u>14,814</u>
FUND BALANCES				
Nonspendable:				
Doss library	-	-	-	-
Restricted:				
Public safety	12,165	56,514	-	-
Community development	-	-	777,408	-
Committed:				
Park development	-	-	-	-
Culture and recreation	-	-	-	119,308
Total fund balances	<u>12,165</u>	<u>56,514</u>	<u>777,408</u>	<u>119,308</u>
Total liabilities and fund balances	<u>\$ 12,165</u>	<u>\$ 56,514</u>	<u>\$ 794,955</u>	<u>\$ 134,122</u>

Special Revenue Funds

SFX Grant	Court Technology	Main Street Project	Court Security	Library	Animal Shelter
\$ 3,600	\$ 40,152	\$ -	\$ 20,782	\$ 221,644	\$ 636,442
3,728	-	-	-	-	-
-	-	-	-	-	-
<u>7,328</u>	<u>40,152</u>	<u>-</u>	<u>20,782</u>	<u>221,644</u>	<u>636,442</u>
1,864	156	-	-	310	113,072
-	-	-	-	-	-
-	-	-	-	-	107,236
<u>1,864</u>	<u>156</u>	<u>-</u>	<u>-</u>	<u>310</u>	<u>220,308</u>
-	-	-	-	-	-
-	39,996	-	20,782	-	-
5,464	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	221,334	416,134
<u>5,464</u>	<u>39,996</u>	<u>-</u>	<u>20,782</u>	<u>221,334</u>	<u>416,134</u>
<u>\$ 7,328</u>	<u>\$ 40,152</u>	<u>\$ -</u>	<u>\$ 20,782</u>	<u>\$ 221,644</u>	<u>\$ 636,442</u>

CITY OF WEATHERFORD, TEXAS

COMBINING BALANCE SHEET

NONMAJOR GOVERNMENTAL FUNDS

SEPTEMBER 30, 2020

	Special Revenue Funds			
	Juvenile Case Manager	Heritage Park	Court Jury	PEG
ASSETS				
Cash and investments	\$ 57,092	\$ 14,352	\$ 61	\$ 16,219
Accounts receivable	-	-	-	12,548
Prepays	-	2,500	-	-
Total assets	<u>57,092</u>	<u>16,852</u>	<u>61</u>	<u>28,767</u>
LIABILITIES				
Accounts payable	-	105	-	-
Accrued liabilities	-	4,660	-	-
Deposits and escrows	-	-	-	-
Total liabilities	<u>-</u>	<u>4,765</u>	<u>-</u>	<u>-</u>
FUND BALANCES				
Nonspendable:				
Doss library	-	-	-	-
Restricted:				
Public safety	57,092	-	61	28,767
Community development	-	-	-	-
Committed:				
Park development	-	-	-	-
Culture and recreation	-	12,087	-	-
Total fund balances	<u>57,092</u>	<u>12,087</u>	<u>61</u>	<u>28,767</u>
Total liabilities and fund balances	<u>\$ 57,092</u>	<u>\$ 16,852</u>	<u>\$ 61</u>	<u>\$ 28,767</u>

Capital Projects Funds	Permanent	Total Nonmajor Governmental Funds
Park Development	Doss Library	
\$ 1,075,886	\$ 50,000	\$ 3,084,571
-	-	65,691
-	-	2,500
<u>1,075,886</u>	<u>50,000</u>	<u>3,152,762</u>
4,995	-	129,793
-	-	17,930
-	-	117,036
<u>4,995</u>	<u>-</u>	<u>264,759</u>
-	50,000	50,000
-	-	-
-	-	215,377
-	-	782,872
-	-	-
1,070,891	-	1,070,891
-	-	768,863
<u>1,070,891</u>	<u>50,000</u>	<u>2,888,003</u>
<u>\$ 1,075,886</u>	<u>\$ 50,000</u>	<u>\$ 3,152,762</u>

CITY OF WEATHERFORD, TEXAS

COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE
NONMAJOR GOVERNMENTAL FUNDS

FOR THE YEAR ENDED SEPTEMBER 30, 2020

	Special Revenue Funds			
	State Forfeiture	Federal Forfeiture	Hotel/Motel Tax	Chandor Gardens
REVENUES				
Taxes	\$ -	\$ -	\$ 767,568	\$ -
Charges for services	-	-	-	99,849
Fines and forfeitures	7,128	2,063	-	-
Contributions	-	-	-	50
Royalties and rental	-	-	-	-
Investment earnings	56	508	6,529	1,161
Miscellaneous	-	-	-	361
Total revenues	<u>7,184</u>	<u>2,571</u>	<u>774,097</u>	<u>101,421</u>
EXPENDITURES				
Current:				
General government	-	-	103,927	-
Public safety	-	6,870	-	-
Health and welfare	-	-	-	-
Cultural and recreational	-	-	399,952	443,899
Capital outlay	-	-	-	-
Total expenditures	<u>-</u>	<u>6,870</u>	<u>503,879</u>	<u>443,899</u>
EXCESS (DEFICIENCY OF REVENUES OVER (UNDER) EXPENDITURES	<u>7,184</u>	<u>(4,299)</u>	<u>270,218</u>	<u>(342,478)</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	19,966	277,275
Transfers out	-	-	(297,241)	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>(277,275)</u>	<u>277,275</u>
NET CHANGE IN FUND BALANCES	<u>7,184</u>	<u>(4,299)</u>	<u>(7,057)</u>	<u>(65,203)</u>
FUND BALANCES, BEGINNING	<u>4,981</u>	<u>60,813</u>	<u>784,465</u>	<u>184,511</u>
FUND BALANCES, ENDING	<u>\$ 12,165</u>	<u>\$ 56,514</u>	<u>\$ 777,408</u>	<u>\$ 119,308</u>

Special Revenue Funds

SFX Grant	Court Technology	Main Street Project	Court Security	Library	Animal Shelter
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	10,342	20
-	5,572	-	5,378	-	-
-	-	-	-	19,067	48,342
22,240	-	-	-	-	-
-	406	-	208	1,589	13,376
-	-	-	-	7,142	980
<u>22,240</u>	<u>5,978</u>	<u>-</u>	<u>5,586</u>	<u>38,140</u>	<u>62,718</u>
18,640	36,805	-	20,396	-	-
-	-	-	-	-	-
-	-	-	-	-	77,536
-	-	-	-	21,288	-
-	-	-	-	-	1,072,362
<u>18,640</u>	<u>36,805</u>	<u>-</u>	<u>20,396</u>	<u>21,288</u>	<u>1,149,898</u>
3,600	(30,827)	-	(14,810)	16,852	(1,087,180)
-	-	-	-	1,777	50,000
-	-	(17,877)	-	-	-
-	-	(17,877)	-	1,777	50,000
3,600	(30,827)	(17,877)	(14,810)	18,629	(1,037,180)
<u>1,864</u>	<u>70,823</u>	<u>17,877</u>	<u>35,592</u>	<u>202,705</u>	<u>1,453,314</u>
<u>\$ 5,464</u>	<u>\$ 39,996</u>	<u>\$ -</u>	<u>\$ 20,782</u>	<u>\$ 221,334</u>	<u>\$ 416,134</u>

CITY OF WEATHERFORD, TEXAS

COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE
NONMAJOR GOVERNMENTAL FUNDS

FOR THE YEAR ENDED SEPTEMBER 30, 2020

	Special Revenue Funds	
	Juvenile Case Manager	Heritage Park
REVENUES		
Taxes	\$ -	\$ -
Charges for services	-	107,468
Fines and forfeitures	7,649	-
Contributions	-	13,250
Royalties and rental	-	-
Investment earnings	302	233
Miscellaneous	-	877
Total revenues	<u>7,951</u>	<u>121,828</u>
EXPENDITURES		
Current:		
General government	-	-
Public safety	-	-
Health and welfare	-	-
Cultural and recreational	-	348,388
Capital outlay	-	-
Total expenditures	<u>-</u>	<u>348,388</u>
EXCESS (DEFICIENCY OF REVENUES OVER (UNDER) EXPENDITURES	<u>7,951</u>	<u>(226,560)</u>
OTHER FINANCING SOURCES (USES)		
Transfers in	-	202,796
Transfers out	-	-
Total other financing sources (uses)	<u>-</u>	<u>202,796</u>
NET CHANGE IN FUND BALANCES	7,951	(23,764)
FUND BALANCES, BEGINNING	<u>49,141</u>	<u>35,851</u>
FUND BALANCES, ENDING	<u>\$ 57,092</u>	<u>\$ 12,087</u>

Special Revenue Funds		Capital Projects Fund	Permanent	Total Nonmajor Governmental Funds
Court Jury	PEG	Park Development	Doss Library	
\$ -	\$ 51,572	\$ -	\$ -	\$ 819,140
-	-	467,252	-	684,931
61	-	-	-	27,851
-	-	250	-	80,959
-	-	-	-	22,240
-	-	20,107	468	44,943
-	-	-	-	9,360
61	51,572	487,609	468	1,689,424
-	4,262	-	-	184,030
-	-	-	-	6,870
-	-	-	-	77,536
-	-	184,235	-	1,397,762
-	18,543	2,291,807	-	3,382,712
-	22,805	2,476,042	-	5,048,910
61	28,767	(1,988,433)	468	(3,359,486)
-	-	-	-	551,814
-	-	-	(1,777)	(316,895)
-	-	-	(1,777)	234,919
61	28,767	(1,988,433)	(1,309)	(3,124,567)
-	-	3,059,324	51,309	6,012,570
\$ 61	\$ 28,767	\$ 1,070,891	\$ 50,000	\$ 2,888,003

CITY OF WEATHERFORD, TEXAS

SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL

STATE FORFEITURE FUND

FOR THE YEAR ENDED SEPTEMBER 30, 2020

	Budgeted Amounts		Actual	Variance With Final Budget - Positive (Negative)
	Original	Final		
REVENUES				
Fines and forfeitures	\$ 10,000	\$ 10,000	\$ 7,128	\$(2,872)
Investment earnings	-	-	56	56
Total revenues	<u>10,000</u>	<u>10,000</u>	<u>7,184</u>	<u>(2,816)</u>
EXPENDITURES				
Current:				
Public safety	<u>9,286</u>	<u>30,412</u>	<u>-</u>	<u>30,412</u>
Total expenditures	<u>9,286</u>	<u>30,412</u>	<u>-</u>	<u>30,412</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	<u>714</u>	<u>(20,412)</u>	<u>7,184</u>	<u>27,596</u>
FUND BALANCE, BEGINNING	<u>4,981</u>	<u>4,981</u>	<u>4,981</u>	<u>-</u>
FUND BALANCE, ENDING	<u><u>\$ 5,695</u></u>	<u><u>\$(15,431)</u></u>	<u><u>\$ 12,165</u></u>	<u><u>\$ 27,596</u></u>

CITY OF WEATHERFORD, TEXAS

SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL

FEDERAL FORFEITURE FUND

FOR THE YEAR ENDED SEPTEMBER 30, 2020

	Budgeted Amounts			Variance With Final Budget - Positive (Negative)
	Original	Final	Actual	
REVENUES				
Fines and forfeitures	\$ 35,000	\$ 35,000	\$ 2,063	\$(32,937)
Investment earnings	2,000	2,000	508	(1,492)
Total revenues	<u>37,000</u>	<u>37,000</u>	<u>2,571</u>	<u>(34,429)</u>
EXPENDITURES				
Current:				
Public safety	38,500	60,812	6,870	53,942
Total expenditures	<u>38,500</u>	<u>60,812</u>	<u>6,870</u>	<u>53,942</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	<u>(1,500)</u>	<u>(23,812)</u>	<u>(4,299)</u>	<u>19,513</u>
FUND BALANCE, BEGINNING	<u>60,813</u>	<u>60,813</u>	<u>60,813</u>	<u>-</u>
FUND BALANCE, ENDING	<u><u>\$ 59,313</u></u>	<u><u>\$ 37,001</u></u>	<u><u>\$ 56,514</u></u>	<u><u>\$ 19,513</u></u>

CITY OF WEATHERFORD, TEXAS

SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL

HOTEL/MOTEL TAX FUND

FOR THE YEAR ENDED SEPTEMBER 30, 2020

	Budgeted Amounts		Actual	Variance With Final Budget - Positive (Negative)
	Original	Final		
REVENUES				
Taxes	\$ 830,000	\$ 830,000	\$ 767,568	\$(62,432)
Investment earnings	3,000	3,000	6,529	3,529
Miscellaneous	-	-	-	-
Total revenues	<u>833,000</u>	<u>833,000</u>	<u>774,097</u>	<u>(58,903)</u>
EXPENDITURES				
Current:				
General government	110,693	110,693	103,927	6,766
Cultural and recreational:				
Tourism program	96,000	96,000	96,000	-
Doss Historic and Cultural Center	5,000	5,000	5,000	-
Other	340,543	352,343	298,952	53,391
Total expenditures	<u>552,236</u>	<u>564,036</u>	<u>503,879</u>	<u>60,157</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	<u>280,764</u>	<u>268,964</u>	<u>270,218</u>	<u>1,254</u>
OTHER FINANCING USES				
Transfers in	-	-	19,966	19,966
Transfers out	(369,700)	(369,700)	(297,241)	72,459
Total other financing uses	<u>(369,700)</u>	<u>(369,700)</u>	<u>(277,275)</u>	<u>92,425</u>
NET CHANGE IN FUND BALANCE	<u>(88,936)</u>	<u>(100,736)</u>	<u>(7,057)</u>	<u>93,679</u>
FUND BALANCE, BEGINNING	<u>784,465</u>	<u>784,465</u>	<u>784,465</u>	<u>-</u>
FUND BALANCE, ENDING	<u>\$ 695,529</u>	<u>\$ 683,729</u>	<u>\$ 777,408</u>	<u>\$ 93,679</u>

CITY OF WEATHERFORD, TEXAS

SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL

CHANDOR GARDENS FUND

FOR THE YEAR ENDED SEPTEMBER 30, 2020

	Budgeted Amounts		Actual	Variance With Final Budget - Positive (Negative)
	Original	Final		
REVENUES				
Charges for services	\$ 75,750	\$ 75,750	\$ 99,849	\$ 24,099
Contributions	-	-	50	50
Investment earnings	300	300	1,161	861
Miscellaneous	100	100	361	261
Total revenues	<u>76,150</u>	<u>76,150</u>	<u>101,421</u>	<u>25,271</u>
EXPENDITURES				
Current:				
Cultural and recreational	444,836	444,836	443,899	937
Capital outlay	5,200	5,200	-	5,200
Total expenditures	<u>450,036</u>	<u>450,036</u>	<u>443,899</u>	<u>6,137</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	<u>(373,886)</u>	<u>(373,886)</u>	<u>(342,478)</u>	<u>31,408</u>
OTHER FINANCING SOURCES				
Transfers in	369,700	369,700	277,275	(92,425)
Total other financing sources	<u>369,700</u>	<u>369,700</u>	<u>277,275</u>	<u>(92,425)</u>
NET CHANGE IN FUND BALANCE	<u>(4,186)</u>	<u>(4,186)</u>	<u>(65,203)</u>	<u>(61,017)</u>
FUND BALANCE, BEGINNING	<u>184,511</u>	<u>184,511</u>	<u>184,511</u>	<u>-</u>
FUND BALANCE, ENDING	<u><u>\$ 180,325</u></u>	<u><u>\$ 180,325</u></u>	<u><u>\$ 119,308</u></u>	<u><u>\$(61,017)</u></u>

CITY OF WEATHERFORD, TEXAS**SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL****SFX DESIGN GRANT FUND**

FOR THE YEAR ENDED SEPTEMBER 30, 2020

	Budgeted Amounts		Actual	Variance With Final Budget - Positive (Negative)
	Original	Final		
REVENUES				
Rental	\$ 22,368	\$ 22,368	\$ 22,240	\$(128)
Total revenues	<u>22,368</u>	<u>22,368</u>	<u>22,240</u>	<u>(128)</u>
EXPENDITURES				
Current:				
General government	<u>22,368</u>	<u>22,368</u>	<u>18,640</u>	<u>3,728</u>
Total expenditures	<u>22,368</u>	<u>22,368</u>	<u>18,640</u>	<u>3,728</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	<u>-</u>	<u>-</u>	<u>3,600</u>	<u>3,600</u>
FUND BALANCE, BEGINNING	<u>1,864</u>	<u>1,864</u>	<u>1,864</u>	<u>-</u>
FUND BALANCE, ENDING	<u><u>\$ 1,864</u></u>	<u><u>\$ 1,864</u></u>	<u><u>\$ 5,464</u></u>	<u><u>\$ 3,600</u></u>

CITY OF WEATHERFORD, TEXAS

SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL

COURT TECHNOLOGY FUND

FOR THE YEAR ENDED SEPTEMBER 30, 2020

	Budgeted Amounts		Actual	Variance With Final Budget - Positive (Negative)
	Original	Final		
REVENUES				
Fines and forfeitures	\$ 10,000	\$ 10,000	\$ 5,572	\$(4,428)
Investment earnings	300	300	406	106
Total revenues	<u>10,300</u>	<u>10,300</u>	<u>5,978</u>	<u>(4,322)</u>
EXPENDITURES				
Current:				
General government	<u>64,155</u>	<u>70,823</u>	<u>36,805</u>	<u>34,018</u>
Total expenditures	<u>64,155</u>	<u>70,823</u>	<u>36,805</u>	<u>34,018</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	<u>(53,855)</u>	<u>(60,523)</u>	<u>(30,827)</u>	<u>29,696</u>
FUND BALANCE, BEGINNING	<u>70,823</u>	<u>70,823</u>	<u>70,823</u>	<u>-</u>
FUND BALANCE, ENDING	<u><u>\$ 16,968</u></u>	<u><u>\$ 10,300</u></u>	<u><u>\$ 39,996</u></u>	<u><u>\$ 29,696</u></u>

CITY OF WEATHERFORD, TEXAS

SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL

COURT SECURITY FUND

FOR THE YEAR ENDED SEPTEMBER 30, 2020

	Budgeted Amounts		Actual	Variance With Final Budget - Positive (Negative)
	Original	Final		
REVENUES				
Fines and forfeitures	\$ 5,000	\$ 5,000	\$ 5,378	\$ 378
Investment earnings	200	200	208	8
Total revenues	<u>5,200</u>	<u>5,200</u>	<u>5,586</u>	<u>386</u>
EXPENDITURES				
Current:				
General government	<u>34,375</u>	<u>35,592</u>	<u>20,396</u>	<u>15,196</u>
Total expenditures	<u>34,375</u>	<u>35,592</u>	<u>20,396</u>	<u>15,196</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	<u>(29,175)</u>	<u>(30,392)</u>	<u>(14,810)</u>	<u>15,582</u>
FUND BALANCE, BEGINNING	<u>35,592</u>	<u>35,592</u>	<u>35,592</u>	<u>-</u>
FUND BALANCE, ENDING	<u><u>\$ 6,417</u></u>	<u><u>\$ 5,200</u></u>	<u><u>\$ 20,782</u></u>	<u><u>\$ 15,582</u></u>

CITY OF WEATHERFORD, TEXAS

SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL

LIBRARY FUND

FOR THE YEAR ENDED SEPTEMBER 30, 2020

	Budgeted Amounts		Actual	Variance With Final Budget - Positive (Negative)
	Original	Final		
REVENUES				
Charges for services	\$ 26,000	\$ 26,000	\$ 10,342	\$(15,658)
Contributions	10,000	10,000	19,067	9,067
Investment earnings	2,000	2,000	1,589	(411)
Miscellaneous	-	-	7,142	7,142
Total revenues	<u>38,000</u>	<u>38,000</u>	<u>38,140</u>	<u>140</u>
EXPENDITURES				
Current:				
Cultural and recreational	<u>219,705</u>	<u>219,705</u>	<u>21,288</u>	<u>151,220</u>
Total expenditures	<u>219,705</u>	<u>219,705</u>	<u>21,288</u>	<u>151,220</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	<u>(181,705)</u>	<u>(181,705)</u>	<u>16,852</u>	<u>198,557</u>
OTHER FINANCING SOURCES				
Transfers in	<u>784</u>	<u>784</u>	<u>1,777</u>	<u>993</u>
Total other financing sources	<u>784</u>	<u>784</u>	<u>1,777</u>	<u>993</u>
NET CHANGE IN FUND BALANCE	<u>(180,921)</u>	<u>(180,921)</u>	<u>18,629</u>	<u>199,550</u>
FUND BALANCE, BEGINNING	<u>202,705</u>	<u>202,705</u>	<u>202,705</u>	<u>-</u>
FUND BALANCE, ENDING	<u><u>\$ 21,784</u></u>	<u><u>\$ 21,784</u></u>	<u><u>\$ 221,334</u></u>	<u><u>\$ 199,550</u></u>

CITY OF WEATHERFORD, TEXAS

SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL

ANIMAL SHELTER FUND

FOR THE YEAR ENDED SEPTEMBER 30, 2020

	Budgeted Amounts		Actual	Variance With Final Budget - Positive (Negative)
	Original	Final		
REVENUES				
Charges for Services	\$ -	\$ -	\$ 20	\$ 20
Contributions	60,000	60,000	48,342	(11,658)
Investment earnings	10,000	10,000	13,376	3,376
Miscellaneous	52,400	52,400	980	(51,420)
Total revenues	<u>122,400</u>	<u>122,400</u>	<u>62,718</u>	<u>(59,682)</u>
EXPENDITURES				
Current:				
Health and welfare	-	-	77,536	(77,536)
Capital outlay	122,398	1,453,314	1,072,362	380,952
Total expenditures	<u>122,398</u>	<u>1,453,314</u>	<u>1,149,898</u>	<u>303,416</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	<u>2</u>	<u>(1,330,914)</u>	<u>(1,087,180)</u>	<u>(363,098)</u>
OTHER FINANCING SOURCES				
Transfers in	-	-	50,000	50,000
Total other financing sources	<u>-</u>	<u>-</u>	<u>50,000</u>	<u>50,000</u>
NET CHANGE IN FUND BALANCE	<u>2</u>	<u>(1,330,914)</u>	<u>(1,037,180)</u>	<u>293,734</u>
FUND BALANCE, BEGINNING	<u>1,453,314</u>	<u>1,453,314</u>	<u>1,453,314</u>	<u>-</u>
FUND BALANCE, ENDING	<u><u>\$ 1,453,316</u></u>	<u><u>\$ 122,400</u></u>	<u><u>\$ 416,134</u></u>	<u><u>\$ 293,734</u></u>

CITY OF WEATHERFORD, TEXAS

SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL

JUVENILE CASE MANAGER FUND

FOR THE YEAR ENDED SEPTEMBER 30, 2020

	Budgeted Amounts		Actual	Variance With Final Budget - Positive (Negative)
	Original	Final		
REVENUES				
Fines and forfeitures	\$ 12,000	\$ 12,000	\$ 7,649	\$(4,351)
Investment earnings	300	300	302	2
Total revenues	<u>12,300</u>	<u>12,300</u>	<u>7,951</u>	<u>(4,349)</u>
EXPENDITURES				
Current:				
General government	<u>47,263</u>	<u>49,141</u>	<u>-</u>	<u>49,141</u>
Total expenditures	<u>47,263</u>	<u>49,141</u>	<u>-</u>	<u>49,141</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	<u>(34,963)</u>	<u>(36,841)</u>	<u>7,951</u>	<u>44,792</u>
FUND BALANCE, BEGINNING	<u>49,141</u>	<u>49,141</u>	<u>49,141</u>	<u>-</u>
FUND BALANCE, ENDING	<u><u>\$ 14,178</u></u>	<u><u>\$ 12,300</u></u>	<u><u>\$ 57,092</u></u>	<u><u>\$ 44,792</u></u>

CITY OF WEATHERFORD, TEXAS

SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL

HERITAGE PARK FUND

FOR THE YEAR ENDED SEPTEMBER 30, 2020

	Budgeted Amounts		Actual	Variance With Final Budget - Positive (Negative)
	Original	Final		
REVENUES				
Charges for services	\$ 162,515	\$ 162,515	\$ 107,468	\$(55,047)
Contributions	35,000	35,000	13,250	(21,750)
Investment earnings	300	300	233	(67)
Miscellaneous	40	40	877	837
Total revenues	<u>197,855</u>	<u>197,855</u>	<u>121,828</u>	<u>(76,027)</u>
EXPENDITURES				
Current:				
Cultural and recreational	314,688	330,101	348,388	(18,287)
Capital outlay	20,000	20,000	-	20,000
Total expenditures	<u>334,688</u>	<u>350,101</u>	<u>348,388</u>	<u>1,713</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	<u>(136,833)</u>	<u>(152,246)</u>	<u>(226,560)</u>	<u>(74,314)</u>
OTHER FINANCING SOURCES				
Transfers in	<u>122,796</u>	<u>122,796</u>	<u>202,796</u>	<u>80,000</u>
Total other financing sources	<u>122,796</u>	<u>122,796</u>	<u>202,796</u>	<u>80,000</u>
NET CHANGE IN FUND BALANCE	<u>(14,037)</u>	<u>(29,450)</u>	<u>(23,764)</u>	<u>5,686</u>
FUND BALANCE, BEGINNING	<u>35,851</u>	<u>35,851</u>	<u>35,851</u>	<u>-</u>
FUND BALANCE, ENDING	<u><u>\$ 21,814</u></u>	<u><u>\$ 6,401</u></u>	<u><u>\$ 12,087</u></u>	<u><u>\$ 5,686</u></u>

CITY OF WEATHERFORD, TEXAS

SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL

PEG FUND

FOR THE YEAR ENDED SEPTEMBER 30, 2020

	Budgeted Amounts		Actual	Variance With Final Budget - Positive (Negative)
	Original	Final		
REVENUES				
Taxes	\$ -	\$ -	\$ 51,572	\$ 51,572
Total revenues	<u>-</u>	<u>-</u>	<u>51,572</u>	<u>51,572</u>
EXPENDITURES				
Current:				
General government	-	4,262	4,262	-
Capital outlay	<u>-</u>	<u>34,124</u>	<u>18,543</u>	<u>15,581</u>
Total expenditures	<u>-</u>	<u>38,386</u>	<u>22,805</u>	<u>15,581</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	<u>-</u>	<u>(38,386)</u>	<u>28,767</u>	<u>67,153</u>
NET CHANGE IN FUND BALANCE	<u>-</u>	<u>(38,386)</u>	<u>28,767</u>	<u>67,153</u>
FUND BALANCE, BEGINNING	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCE, ENDING	<u><u>\$ -</u></u>	<u><u>\$(38,386)</u></u>	<u><u>\$ 28,767</u></u>	<u><u>\$ 67,153</u></u>

CITY OF WEATHERFORD, TEXAS

SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL

DOSS LIBRARY PERMANENT FUND

FOR THE YEAR ENDED SEPTEMBER 30, 2020

	Budgeted Amounts		Actual	Variance With Final Budget - Positive (Negative)
	Original	Final		
REVENUES				
Investment earnings	\$ -	\$ -	\$ 468	\$ 468
Total revenues	<u>-</u>	<u>-</u>	<u>468</u>	<u>468</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	<u>-</u>	<u>-</u>	<u>468</u>	<u>468</u>
OTHER FINANCING USES				
Transfers out	(784)	(1,763)	(1,777)	(14)
Total other financing uses	<u>(784)</u>	<u>(1,763)</u>	<u>(1,777)</u>	<u>(14)</u>
NET CHANGE IN FUND BALANCE	<u>(784)</u>	<u>(1,763)</u>	<u>(1,309)</u>	<u>454</u>
FUND BALANCE, BEGINNING	<u>51,309</u>	<u>51,309</u>	<u>51,309</u>	<u>-</u>
FUND BALANCE, ENDING	<u><u>\$ 50,525</u></u>	<u><u>\$ 49,546</u></u>	<u><u>\$ 50,000</u></u>	<u><u>\$ 454</u></u>

CITY OF WEATHERFORD, TEXAS

SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL

DEBT SERVICE FUND

FOR THE YEAR ENDED SEPTEMBER 30, 2020

	Budgeted Amounts			Variance With Final Budget - Positive (Negative)
	Original	Final	Actual	
REVENUES				
Taxes	\$ 3,906,747	\$ 3,906,747	\$ 4,082,633	\$ 175,886
Intergovernmental	5,200,000	5,200,000	-	(5,200,000)
Investment earnings	60,000	60,000	192,796	132,796
Total revenues	<u>9,166,747</u>	<u>9,166,747</u>	<u>4,275,429</u>	<u>(4,891,318)</u>
EXPENDITURES				
Current:				
General government	2,400	2,400	-	2,400
Debt service:				
Principal	6,560,000	6,560,000	6,771,455	(211,455)
Interest and other	1,775,754	1,775,754	1,355,766	419,988
Total expenditures	<u>8,338,154</u>	<u>8,338,154</u>	<u>8,127,221</u>	<u>210,933</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	<u>828,593</u>	<u>828,593</u>	<u>(3,851,792)</u>	<u>(4,680,385)</u>
OTHER FINANCING SOURCES (USES)				
Refunding bonds issued	-	-	31,249,797	31,249,797
Transfers in	149,450	149,450	250,000	100,550
Payment to refunded bond escrow agent	-	-	(31,002,940)	(31,002,940)
Total other financing sources (uses)	<u>149,450</u>	<u>149,450</u>	<u>496,857</u>	<u>347,407</u>
NET CHANGE IN FUND BALANCE	<u>978,043</u>	<u>978,043</u>	<u>(3,354,935)</u>	<u>(4,332,978)</u>
FUND BALANCE, BEGINNING	<u>15,366,997</u>	<u>15,366,997</u>	<u>15,366,997</u>	<u>-</u>
FUND BALANCE, ENDING	<u><u>\$ 16,345,040</u></u>	<u><u>\$ 16,345,040</u></u>	<u><u>\$ 12,012,062</u></u>	<u><u>\$(4,332,978)</u></u>

INTERNAL SERVICE FUNDS

Internal service funds are used to account for services provided to other departments or agencies of the City on a cost-reimbursement basis.

Fleet Management Fund – to account for the City's transportation fleet including fleet acquisition and disposal, preventative maintenance, repairs, and the rental of motor vehicles to other departments and related costs.

Health Insurance Fund – to account for the central management and billing of the City's self-insured health insurance plan

CITY OF WEATHERFORD, TEXAS
COMBINING STATEMENT OF NET POSITION
INTERNAL SERVICE FUNDS
SEPTEMBER 30, 2020

	Governmental-type Activities		
	Fleet Management	Health Insurance	Total
ASSETS			
Current assets			
Unrestricted assets			
Cash and cash equivalents	\$ 156,211	\$ 114,374	\$ 270,585
Investments	1,228,925	1,171,886	2,400,811
Accounts receivables	-	37,992	37,992
Total current assets	<u>1,385,136</u>	<u>1,324,252</u>	<u>2,709,388</u>
Noncurrent assets			
Capital assets			
Machinery and equipment	2,853,219	-	2,853,219
Less: accumulated depreciation	<u>(892,852)</u>	<u>-</u>	<u>(892,852)</u>
Total noncurrent assets	<u>1,960,367</u>	<u>-</u>	<u>1,960,367</u>
Total assets	<u>3,345,503</u>	<u>1,324,252</u>	<u>4,669,755</u>
LIABILITIES			
Current liabilities			
Accounts payable	3,238	322,808	326,046
Capital lease payable	<u>104,732</u>	<u>-</u>	<u>104,732</u>
Total current liabilities	<u>107,970</u>	<u>322,808</u>	<u>430,778</u>
Noncurrent liabilities			
Capital lease payable	<u>220,471</u>	<u>-</u>	<u>220,471</u>
Total noncurrent assets	<u>220,471</u>	<u>-</u>	<u>220,471</u>
Total liabilities	<u>328,441</u>	<u>322,808</u>	<u>651,249</u>
NET POSITION			
Net investment in capital assets	1,635,164	-	1,635,164
Unrestricted	<u>1,381,898</u>	<u>1,001,444</u>	<u>2,383,342</u>
Total net position	<u>\$ 3,017,062</u>	<u>\$ 1,001,444</u>	<u>\$ 4,018,506</u>

CITY OF WEATHERFORD, TEXAS**COMBINING STATEMENT OF REVENUES, EXPENSES
AND CHANGES IN NET POSITION****INTERNAL SERVICE FUNDS****FOR THE YEAR ENDED SEPTEMBER 30, 2020**

	<u>Governmental-type Activities</u>		
	<u>Fleet Management</u>	<u>Health Insurance</u>	<u>Total</u>
OPERATING REVENUES			
Charges for services	\$ 1,308,790	\$ 3,606,031	\$ 4,914,821
Miscellaneous	-	87,009	87,009
Total operating revenues	<u>1,308,790</u>	<u>3,693,040</u>	<u>5,001,830</u>
OPERATING EXPENSES			
Contractual services	-	380,554	380,554
Materials and supplies	309,913	-	309,913
Claims	-	3,259,013	3,259,013
Depreciation	308,224	-	308,224
Total operating expenses	<u>618,137</u>	<u>3,639,567</u>	<u>4,257,704</u>
OPERATING INCOME	<u>690,653</u>	<u>53,473</u>	<u>744,126</u>
NONOPERATING REVENUES (EXPENSES)			
Investment earnings	21,698	13,726	35,424
Interest and other	(8,230)	-	(8,230)
Total nonoperating revenues (expenses)	<u>13,468</u>	<u>13,726</u>	<u>27,194</u>
CHANGE IN NET POSITION	<u>704,121</u>	<u>67,199</u>	<u>771,320</u>
NET POSITION, BEGINNING	<u>2,312,941</u>	<u>934,245</u>	<u>3,247,186</u>
NET POSITION, ENDING	<u>\$ 3,017,062</u>	<u>\$ 1,001,444</u>	<u>\$ 4,018,506</u>

CITY OF WEATHERFORD, TEXAS

COMBINING STATEMENT OF CASH FLOWS

INTERNAL SERVICE FUNDS

FOR THE YEAR ENDED SEPTEMBER 30, 2020

	Governmental-type Activities		
	Fleet Management	Health Insurance	Total
CASH FLOWS FROM OPERATING ACTIVITIES			
Cash received from customers	\$ 1,308,790	\$ 3,658,729	\$ 4,967,519
Cash paid to suppliers and service providers	(306,675)	(3,413,373)	(3,720,048)
Net cash provided by operating activities	<u>1,002,115</u>	<u>245,356</u>	<u>1,247,471</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES			
Principal payments on long term debt	(101,230)	-	(101,230)
Acquisition of capital assets	(1,010,540)	-	(1,010,540)
Interest and other charges on debt	(14,770)	-	(14,770)
Net cash used by capital and related financing activities	<u>(1,126,540)</u>	<u>-</u>	<u>(1,126,540)</u>
CASH FLOWS FROM INVESTING ACTIVITIES			
Interest received	21,698	13,726	35,424
Purchase of investments	(328,721)	(1,171,886)	(1,500,607)
Net cash provided by investing activities	<u>(307,023)</u>	<u>(1,158,160)</u>	<u>(1,465,183)</u>
NET DECREASE IN CASH	<u>(431,448)</u>	<u>(912,804)</u>	<u>(1,344,252)</u>
CASH AND CASH EQUIVALENTS, BEGINNING	<u>587,659</u>	<u>1,027,178</u>	<u>1,614,837</u>
CASH AND CASH EQUIVALENTS, ENDING	<u><u>\$ 156,211</u></u>	<u><u>\$ 114,374</u></u>	<u><u>\$ 270,585</u></u>
RECONCILIATION OF OPERATING INCOME TO NET CASH PROVIDED BY OPERATING ACTIVITIES			
Operating income	\$ 690,653	\$ 53,473	\$ 744,126
Adjustments to reconcile operating income to net cash provided by operating activities:			
Depreciation	308,224	-	308,224
(Increase) decrease in accounts receivable	-	(34,311)	(34,311)
Increase (decrease) in accounts payable	<u>3,238</u>	<u>226,194</u>	<u>229,432</u>
Net cash provided by operating activities	<u><u>\$ 1,002,115</u></u>	<u><u>\$ 245,356</u></u>	<u><u>\$ 1,247,471</u></u>
NONCASH INVESTING, CAPITAL, AND FINANCING ACTIVITIES			
Contribution of capital assets	\$ 432,973	\$ -	\$ 432,973
Change in fair value of investments	\$ 196	\$ -	\$ 196

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CAPITAL ASSET SCHEDULES

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CITY OF WEATHERFORD, TEXAS

CAPITAL ASSETS USED IN THE OPERATION OF GOVERNMENTAL FUNDS

COMPARATIVE SCHEDULES BY SOURCE

SEPTEMBER 30, 2020 AND 2019

	<u>2020</u>	<u>2019</u>
GOVERNMENTAL FUNDS CAPITAL ASSETS		
Land	\$ 15,304,554	\$ 15,103,319
Buildings and improvements	14,272,663	14,470,931
Infrastructure	61,685,262	58,957,152
Other improvements	48,413,492	41,603,137
Machinery and equipment	19,237,001	18,358,009
Construction in progress	<u>4,269,632</u>	<u>4,404,320</u>
Total governmental funds capital assets	\$ <u>163,182,604</u>	\$ <u>152,896,868</u>
INVESTMENTS IN GOVERNMENTAL FUNDS		
CAPITAL ASSETS BY SOURCE		
General fund revenues	\$ 43,031,669	\$ 45,861,150
Special revenue fund revenues	81,804	81,804
Capital projects fund general obligation bonds	44,547,645	39,941,771
Contributions	70,811,031	63,504,932
Grants	<u>4,710,455</u>	<u>3,507,211</u>
Total governmental funds capital assets	\$ <u>163,182,604</u>	\$ <u>152,896,868</u>

CITY OF WEATHERFORD, TEXAS

CAPITAL ASSETS USED IN THE OPERATION OF GOVERNMENTAL FUNDS

SCHEDULE BY FUNCTION AND ACTIVITY

SEPTEMBER 30, 2020

Function and Activity	Total	Land	Buildings and Improvements
General government			
City Council	\$ 10,271,962	\$ 451,843	\$ 5,852,474
Facilities Maintenance	241,838	-	-
Finance	104,343	-	-
Municipal court	37,406	-	-
Planning and development	132,199	-	-
Total	<u>10,787,748</u>	<u>451,843</u>	<u>5,852,474</u>
Public safety			
Emergency management	3,359,691	-	-
Fire	8,422,602	467,884	2,621,372
Police	4,678,651	16,619	1,318,317
Total	<u>16,460,944</u>	<u>484,503</u>	<u>3,939,689</u>
Public works			
Administration	1,892,510	-	1,406,378
Street maintenance	102,945,600	11,724,058	-
Total	<u>104,838,110</u>	<u>11,724,058</u>	<u>1,406,378</u>
Health & Welfare	<u>2,813,169</u>	<u>-</u>	<u>972,351</u>
Cultural and Recreational			
Library	1,061,679	7,850	900,555
Parks and properties	27,133,711	2,636,300	1,201,216
Public market	24,792	-	-
Recreation	62,451	-	-
Total	<u>28,282,633</u>	<u>2,644,150</u>	<u>2,101,771</u>
Total governmental funds capital assets	<u>\$ 163,182,604</u>	<u>\$ 15,304,554</u>	<u>\$ 14,272,663</u>

Infrastructure and Other Improvements	Machinery and Equipment	Construction in Progress
\$ 870,325	\$ 3,097,320	\$ -
81,323	160,515	-
-	104,343	-
-	37,406	-
-	132,199	-
<u>951,648</u>	<u>3,531,783</u>	<u>-</u>
-	3,359,691	-
549,793	4,783,553	-
<u>179,257</u>	<u>2,524,409</u>	<u>640,049</u>
<u>729,050</u>	<u>10,667,653</u>	<u>640,049</u>
74,466	381,491	30,175
<u>88,263,967</u>	<u>2,713,617</u>	<u>243,958</u>
<u>88,338,433</u>	<u>3,095,108</u>	<u>274,133</u>
<u>186,421</u>	<u>330,003</u>	<u>1,324,394</u>
23,475	129,799	-
19,844,935	1,420,204	2,031,056
24,792	-	-
-	62,451	-
<u>19,893,202</u>	<u>1,612,454</u>	<u>2,031,056</u>
\$ <u>110,098,754</u>	\$ <u>19,237,001</u>	\$ <u>4,269,632</u>

CITY OF WEATHERFORD, TEXAS

CAPITAL ASSETS USED IN THE OPERATION OF GOVERNMENTAL FUNDS

SCHEDULE OF CHANGES BY FUNCTION AND ACTIVITY

FOR THE YEAR ENDED SEPTEMBER 30, 2020

Function and Activity	Balance 09/30/2019	Additions	Deletions	Balance 09/30/2020
General government				
City Council	\$ 10,074,067	\$ 310,485	\$(112,590)	\$ 10,271,962
Facilities maintenance	168,976	72,862	-	241,838
Finance	104,343	-	-	104,343
Municipal court	37,406	-	-	37,406
Planning and development	95,997	36,202		132,199
Total	<u>10,480,789</u>	<u>419,549</u>	<u>(112,590)</u>	<u>10,787,748</u>
Public Safety				
Emergency management	3,359,691	-	-	3,359,691
Fire	8,035,300	934,872	(547,570)	8,422,602
Police	3,821,296	886,837	(29,482)	4,678,651
Total	<u>15,216,287</u>	<u>1,821,709</u>	<u>(577,052)</u>	<u>16,460,944</u>
Public works				
Administration	2,025,148	-	(132,638)	1,892,510
Street maintenance	98,420,561	9,326,943	(4,801,904)	102,945,600
Vehicle/equipment maintenance	50,833	-	(50,833)	-
Total	<u>100,496,542</u>	<u>9,326,943</u>	<u>(4,985,375)</u>	<u>104,838,110</u>
Health & Welfare	<u>1,622,196</u>	<u>1,228,342</u>	<u>(37,369)</u>	<u>2,813,169</u>
Parks and recreation				
Library	1,061,679	-	-	1,061,679
Public market	24,792	-	-	24,792
Parks and properties	23,932,132	4,557,194	(1,355,615)	27,133,711
Recreation	62,451	-	-	62,451
Total	<u>25,081,054</u>	<u>4,557,194</u>	<u>(1,355,615)</u>	<u>28,282,633</u>
Total governmental funds capital assets	\$ <u>152,896,868</u>	\$ <u>17,353,737</u>	\$(<u>7,068,001</u>)	\$ <u>163,182,604</u>

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CITY OF WEATHERFORD, TEXAS

MUNICIPAL UTILITY SYSTEM

SCHEDULES OF CAPITAL ASSETS

SEPTEMBER 30, 2020 AND 2019

	<u>2020</u>	<u>2019</u>
Land	\$ 4,566,559	\$ 3,271,941
Buildings and improvements	18,167,268	18,555,297
Other improvements	214,170,872	202,143,562
Machinery and equipment	8,032,889	8,585,217
Construction in progress	<u>7,873,952</u>	<u>7,572,657</u>
	252,811,540	240,128,674
Less accumulated depreciation	(<u>102,815,181</u>)	(<u>94,485,365</u>)
	\$ <u>149,996,359</u>	\$ <u>145,643,309</u>

CITY OF WEATHERFORD, TEXAS

MUNICIPAL UTILITY SYSTEM

SCHEDULE OF CHANGES IN CAPITAL ASSETS

SEPTEMBER 30, 2020

Function and Activity	Balance 09/30/2019	Additions	Deletions	Balance 09/30/2020
Administration	\$ 5,646,418	\$ 1,331,737	\$(55,702)	\$ 6,922,453
Water production	28,411,303	273,036	(2,996,026)	25,688,313
Water distribution	77,530,468	12,432,724	(3,577,575)	86,385,617
Wastewater	54,781,037	5,583,498	(1,888,794)	58,475,741
Electric production	1,192,894	-	(1,181,560)	11,334
Electric distribution	<u>72,566,554</u>	<u>2,894,159</u>	<u>(132,631)</u>	<u>75,328,082</u>
Total municipal utility capital assets	\$ <u>240,128,674</u>	\$ <u>22,515,154</u>	\$(<u>9,832,288</u>)	\$ <u>252,811,540</u>

CITY OF WEATHERFORD, TEXAS

MUNICIPAL UTILITY SYSTEM

SCHEDULE OF CAPITAL ASSETS BY FUNCTION AND ACTIVITY

SEPTEMBER 30, 2020

Function and Activity	Total	Land	Buildings and Improvements
Administration	\$ 6,922,453	\$ 1,728,006	\$ 3,413,696
Water production	25,688,313	1,055,502	11,486,310
Water distribution	86,385,617	1,204,256	28,046
Wastewater	58,475,741	215,176	3,239,216
Electric production	11,334	11,334	-
Electric distribution	<u>75,328,082</u>	<u>352,285</u>	<u>-</u>
Total Municipal Utility System capital assets	\$ <u>252,811,540</u>	\$ <u>4,566,559</u>	\$ <u>18,167,268</u>

<u>Other Improvements</u>	<u>Machinery and Equipment</u>	<u>Construction in Progress</u>
\$ 1,324,728	\$ 456,023	\$ -
9,986,390	1,699,763	1,460,348
81,246,163	812,585	3,094,567
49,123,271	2,579,041	3,319,037
-	-	-
<u>72,490,320</u>	<u>2,485,477</u>	<u>-</u>
 \$ <u>214,170,872</u>	 \$ <u>8,032,889</u>	 \$ <u>7,873,952</u>

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STATISTICAL SECTION

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STATISTICAL SECTION

(Unaudited)

This part of City of Weatherford, Texas' comprehensive annual financial report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the government's overall financial health.

Contents	Page
Financial Trends These schedules contain trend information to help the reader understand how the City's financial performance has changed over time.	113 - 124
Revenue Capacity These schedules contain trend information to help the reader assess the factors affecting the City's ability to generate its electric utility, sales tax and property tax revenues.	127 - 145
Debt Capacity These schedules present information to help the reader assess the affordability of the City's current levels of outstanding debt and its ability to issue additional debt in the future.	146 - 151
Economic and Demographic Indicators These schedules contain economic and demographic information to help the reader understand the environment within which the City's financial activities take place.	152 - 153
Operating Information These schedules contain information about the City's operations and resources to help the reader understand how the City's financial information relates to the services the City provides and the activities it performs.	154 - 159

CITY OF WEATHERFORD, TEXAS

NET POSITION BY COMPONENT

LAST TEN FISCAL YEARS

	Fiscal Year			
	2011	2012	2013	2014
Governmental activities:				
Net investment in capital assets	\$ 17,759,659	\$ 17,007,106	\$ 20,530,809	\$ 29,104,810
Restricted	2,933,914	5,331,525	6,571,469	3,267,974
Unrestricted	<u>13,417,930</u>	<u>14,511,974</u>	<u>11,361,121</u>	<u>5,969,809</u>
Total governmental activities net position	<u>\$ 34,111,503</u>	<u>\$ 36,850,605</u>	<u>\$ 38,463,399</u>	<u>\$ 38,342,593</u>
Business-type activities:				
Net investment in capital assets	\$ 70,468,654	\$ 75,402,883	\$ 79,820,405	\$ 90,336,805
Restricted	8,363,543	8,841,879	9,496,781	9,627,846
Unrestricted	<u>21,839,839</u>	<u>22,596,145</u>	<u>22,453,289</u>	<u>20,463,931</u>
Total business-type activities net position	<u>\$ 100,672,036</u>	<u>\$ 106,840,907</u>	<u>\$ 111,770,475</u>	<u>\$ 120,428,582</u>
Primary government:				
Net investment in capital assets	\$ 88,228,313	\$ 92,409,989	\$ 100,351,214	\$ 119,441,615
Restricted	11,297,457	14,173,404	16,068,250	12,895,820
Unrestricted	<u>35,257,769</u>	<u>37,108,119</u>	<u>33,814,410</u>	<u>26,433,740</u>
Total primary government net position	<u>\$ 134,783,539</u>	<u>\$ 143,691,512</u>	<u>\$ 150,233,874</u>	<u>\$ 158,771,175</u>

TABLE 1

Fiscal Year					
2015	2016	2017	2018	2019	2020
\$ 26,052,538	\$ 65,646,240	\$ 66,796,273	\$ 67,095,125	\$ 73,708,120	\$ 80,592,434
3,712,803	11,866,006	8,155,809	8,933,030	10,354,402	6,815,276
<u>4,118,774</u>	<u>2,943,161</u>	<u>3,766,405</u>	<u>(2,765,607)</u>	<u>(5,082,408)</u>	<u>(3,866,450)</u>
<u>\$ 33,884,115</u>	<u>\$ 80,455,407</u>	<u>\$ 78,718,487</u>	<u>\$ 73,262,548</u>	<u>\$ 78,980,114</u>	<u>\$ 83,541,260</u>
\$ 94,113,483	\$ 102,278,278	\$ 109,363,224	\$ 120,778,834	\$ 120,733,746	\$ 118,559,092
10,064,992	20,064,415	10,165,192	12,248,093	15,257,126	14,791,041
<u>25,952,451</u>	<u>18,332,728</u>	<u>33,672,680</u>	<u>34,008,837</u>	<u>45,267,502</u>	<u>61,560,761</u>
<u>\$ 130,130,926</u>	<u>\$ 140,675,421</u>	<u>\$ 153,201,096</u>	<u>\$ 167,035,764</u>	<u>\$ 181,258,374</u>	<u>\$ 194,910,894</u>
\$ 120,166,021	\$ 167,924,518	\$ 176,159,497	\$ 187,873,959	\$ 194,441,866	\$ 199,151,526
13,777,795	31,930,421	18,321,001	21,181,123	25,611,528	21,606,317
<u>30,071,225</u>	<u>21,275,889</u>	<u>37,439,085</u>	<u>31,243,230</u>	<u>40,185,094</u>	<u>57,694,311</u>
<u>\$ 164,015,041</u>	<u>\$ 221,130,828</u>	<u>\$ 231,919,583</u>	<u>\$ 240,298,312</u>	<u>\$ 260,238,488</u>	<u>\$ 278,452,154</u>

CITY OF WEATHERFORD, TEXAS

CHANGES IN NET POSITION

LAST TEN FISCAL YEARS

	Fiscal Year	
	2011	2012
EXPENSES		
Governmental activities:		
General government	\$ 3,398,442	\$ 4,688,501
Public safety	12,532,399	12,426,881
Public works	7,985,977	4,116,662
Planning and development	698,162	738,534
Community development	926,855	991,922
Health and welfare	46,764	160,169
Cultural and recreation	3,442,335	3,579,674
Interest on long-term debt	2,758,163	3,584,869
Total governmental activities expenses	<u>31,789,097</u>	<u>30,287,212</u>
Business-type activities:		
Electric	28,530,839	21,532,861
Water	7,404,975	6,441,878
Wastewater	2,994,124	3,195,794
Sanitation	1,450,234	1,481,557
Stormwater utility	-	-
Total business-type activities expenses	<u>40,380,172</u>	<u>32,652,090</u>
Total primary government program expenses	<u>\$ 72,169,269</u>	<u>\$ 62,939,302</u>
PROGRAM REVENUES		
Governmental activities:		
Charges for services:		
General government	\$ 275,022	\$ 195,897
Public safety	1,008,551	770,585
Public works	21,278	7,240
Planning and development	385,256	263,220
Community development	496,987	438,947
Health and welfare	49,660	49,010
Cultural and recreational	675,256	621,955
Operating grants and contributions	218,060	584,783
Capital grants and contributions	2,244,834	4,114,054
Total governmental activities program revenues	<u>5,374,904</u>	<u>7,045,691</u>
Business-type activities:		
Charges for services:		
Electric	35,024,442	27,763,091
Water	9,427,936	9,675,600
Wastewater	5,031,535	4,719,203
Sanitation	2,636,671	2,081,818
Stormwater utility	-	-
Operating grants and contributions	-	-
Capital grants and contributions	485,997	409,143
Total business-type activities program revenues	<u>52,606,581</u>	<u>44,648,855</u>
Total primary government program revenues	<u>\$ 57,981,485</u>	<u>\$ 51,694,546</u>

TABLE 2

Fiscal Year				
2013	2014	2015	2016	2017
\$ 5,464,305	\$ 6,035,033	\$ 5,915,168	\$ 7,005,789	\$ 7,921,911
12,951,140	13,331,155	13,676,879	15,000,743	15,348,606
5,032,489	32,880,317	13,686,840	5,252,727	18,997,852
755,272	-	-	-	-
1,031,282	-	-	-	-
152,181	1,269,608	1,392,938	1,587,636	1,813,923
4,217,332	4,442,143	4,485,475	4,761,634	5,087,524
2,633,532	2,534,057	2,682,224	2,176,497	2,089,046
32,237,533	60,492,313	41,839,524	35,785,026	51,258,862
25,082,339	32,064,046	26,787,470	23,013,754	33,142,615
7,384,830	8,083,005	7,376,079	7,385,407	7,913,939
3,321,956	3,392,953	3,533,092	3,557,093	3,899,352
1,528,130	1,502,670	1,498,046	1,619,025	1,913,154
24,532	73,348	173,055	87,041	211,910
37,341,787	45,116,022	39,367,742	35,662,320	47,080,970
\$ 69,579,320	\$ 105,608,335	\$ 81,207,266	\$ 71,447,346	\$ 98,339,832
\$ 202,029	\$ 29,617	\$ 47,433	\$ 59,969	\$ 2,442,189
944,532	976,746	1,003,391	1,550,142	1,480,750
177,938	571,551	586,304	937,918	936,009
370,782	-	-	-	-
422,703	-	-	-	-
51,813	501,722	575,818	620,341	630,807
735,500	696,460	719,869	794,834	823,300
196,248	310,955	175,705	318,801	571,295
3,873,294	29,049,784	8,582,987	1,604,594	11,179,503
6,974,839	32,136,835	11,691,507	5,886,599	18,063,853
31,300,347	38,114,195	34,860,799	27,737,753	32,807,183
10,058,874	10,340,475	11,984,185	14,206,086	16,381,903
4,663,157	4,533,122	4,985,923	5,830,166	6,791,526
2,058,004	2,140,988	2,132,203	2,195,297	2,270,380
594,526	839,597	852,004	1,237,658	1,334,743
-	-	-	-	-
912,459	1,674,969	2,273,567	2,439,162	4,941,978
49,587,367	57,643,346	57,088,681	53,646,122	64,527,713
\$ 56,562,206	\$ 89,780,181	\$ 68,780,188	\$ 59,532,721	\$ 82,591,566

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TABLE 2**CITY OF WEATHERFORD, TEXAS**

CHANGES IN NET POSITION

LAST TEN FISCAL YEARS

	Fiscal Year		
	2018	2019	2020
EXPENSES			
Governmental activities:			
General government	\$ 8,106,437	\$ 10,158,163	\$ 10,495,694
Public safety	15,398,565	16,763,699	17,682,950
Public works	8,111,287	7,977,141	8,791,350
Planning and development	-	-	-
Community development	-	-	-
Health and welfare	1,638,085	1,951,690	2,283,446
Cultural and recreation	5,286,663	5,486,853	6,291,294
Interest on long-term debt	2,015,638	1,764,618	2,021,546
Total governmental activities expenses	<u>40,556,675</u>	<u>44,102,164</u>	<u>47,566,280</u>
Business-type activities:			
Electric	31,259,686	31,166,250	33,896,543
Water	8,367,589	8,125,192	10,519,770
Wastewater	4,047,566	3,821,537	5,995,632
Sanitation	2,384,254	2,404,817	2,641,071
Stormwater utility	1,107,179	445,837	580,479
Total business-type activities expenses	<u>47,166,274</u>	<u>45,963,633</u>	<u>53,633,495</u>
Total primary government program expenses	<u>\$ 87,722,949</u>	<u>\$ 90,065,797</u>	<u>\$ 101,199,775</u>
PROGRAM REVENUES			
Governmental activities:			
Charges for services:			
General government	\$ 2,731,701	\$ 3,311,749	\$ 3,889,813
Public safety	1,475,522	1,539,231	1,513,099
Public works	955,168	1,198,362	1,193,636
Planning and development	-	-	-
Community development	-	-	-
Health and welfare	655,218	729,497	752,370
Cultural and recreational	897,265	793,660	961,696
Operating grants and contributions	977,088	1,001,330	1,687,189
Capital grants and contributions	1,814,700	2,186,053	3,458,928
Total governmental activities program revenues	<u>9,506,662</u>	<u>10,759,882</u>	<u>13,456,731</u>
Business-type activities:			
Charges for services:			
Electric	36,476,388	36,486,773	36,457,687
Water	18,104,281	16,717,528	18,881,022
Wastewater	7,232,787	6,772,614	7,207,019
Sanitation	2,321,957	2,393,684	2,557,727
Stormwater utility	1,369,073	1,387,931	1,418,380
Operating grants and contributions	-	-	114,058
Capital grants and contributions	3,611,547	2,750,221	5,511,563
Total business-type activities program revenues	<u>69,116,033</u>	<u>66,508,751</u>	<u>72,147,456</u>
Total primary government program revenues	<u>\$ 78,622,695</u>	<u>\$ 77,268,633</u>	<u>\$ 85,604,187</u>

CITY OF WEATHERFORD, TEXAS

CHANGES IN NET POSITION

LAST TEN FISCAL YEARS

	Fiscal Year	
	2011	2012
NET (EXPENSE) REVENUES		
Governmental activities	\$(26,414,193)	\$(23,241,521)
Business-type activities	<u>12,226,409</u>	<u>11,996,765</u>
Total primary government net expense	<u>(14,187,784)</u>	<u>(11,244,756)</u>
GENERAL REVENUES AND OTHER CHANGES IN NET POSITION		
Governmental activities:		
Taxes		
Property	8,095,074	8,232,881
Retail sales	8,832,088	9,648,458
Franchise	620,052	697,980
Hotel/motel	588,225	602,256
Mixed beverage	57,593	57,519
Unrestricted grants and contributions	1,944	18,626
Investment earnings	72,783	57,691
Gain on sale of capital assets	-	-
Miscellaneous	454,317	264,797
Transfers	<u>7,124,854</u>	<u>6,400,415</u>
Total governmental activities	<u>25,846,930</u>	<u>25,980,623</u>
Business-type activities:		
Investment earnings	43,834	49,858
Miscellaneous	220,777	523,014
Transfers	<u>(7,124,854)</u>	<u>(6,400,415)</u>
Total business-type activities	<u>(6,860,243)</u>	<u>(5,827,543)</u>
Total primary government	<u>18,986,687</u>	<u>20,153,080</u>
CHANGE IN NET POSITION		
Governmental activities	(567,263)	2,739,102
Business-type activities	<u>5,366,166</u>	<u>6,169,222</u>
Total primary government	<u>\$ 4,798,903</u>	<u>\$ 8,908,324</u>

TABLE 2

Fiscal Year				
2013	2014	2015	2016	2017
\$(25,262,694)	\$(28,355,478)	\$(30,148,017)	\$(29,898,427)	\$(33,195,009)
<u>12,245,580</u>	<u>12,527,324</u>	<u>17,720,939</u>	<u>17,983,802</u>	<u>17,446,743</u>
<u>(13,017,114)</u>	<u>(15,828,154)</u>	<u>(12,427,078)</u>	<u>(11,914,625)</u>	<u>(15,748,266)</u>
8,396,517	8,674,852	9,238,347	9,942,877	10,586,095
9,969,043	10,591,223	11,303,850	11,619,054	12,963,401
681,611	673,641	777,549	723,275	656,053
659,759	676,407	687,665	655,350	758,005
68,658	92,016	94,465	113,061	122,005
21,637	16,749	15,153	23,301	4,407
39,617	66,346	125,353	149,661	155,995
-	-	-	-	-
237,957	295,224	221,976	149,601	145,390
<u>7,595,012</u>	<u>7,148,214</u>	<u>7,659,883</u>	<u>7,970,306</u>	<u>6,066,738</u>
<u>27,669,811</u>	<u>28,234,672</u>	<u>30,124,241</u>	<u>31,346,486</u>	<u>31,458,089</u>
46,514	35,548	352,023	278,695	440,796
597,310	687,949	777,280	662,796	704,874
<u>(7,595,012)</u>	<u>(7,148,214)</u>	<u>(7,659,883)</u>	<u>(7,970,306)</u>	<u>(6,066,738)</u>
<u>(6,951,188)</u>	<u>(6,424,717)</u>	<u>(6,530,580)</u>	<u>(7,028,815)</u>	<u>(4,921,068)</u>
<u>20,718,623</u>	<u>21,809,955</u>	<u>23,593,661</u>	<u>24,317,671</u>	<u>26,537,021</u>
2,407,117	(120,806)	(23,776)	1,448,059	(1,736,920)
<u>5,294,392</u>	<u>6,102,607</u>	<u>11,190,359</u>	<u>10,954,987</u>	<u>12,525,675</u>
<u>\$ 7,701,509</u>	<u>\$ 5,981,801</u>	<u>\$ 11,166,583</u>	<u>\$ 12,403,046</u>	<u>\$ 10,788,755</u>

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TABLE 2

CITY OF WEATHERFORD, TEXAS

CHANGES IN NET POSITION

LAST TEN FISCAL YEARS

	Fiscal Year		
	2018	2019	2020
NET (EXPENSE) REVENUES			
Governmental activities	\$(31,050,013)	\$(33,342,282)	\$(34,109,549)
Business-type activities	<u>21,949,759</u>	<u>20,545,118</u>	<u>18,513,961</u>
Total primary government net expense	<u>(9,100,254)</u>	<u>(12,797,164)</u>	<u>(15,595,588)</u>
GENERAL REVENUES AND OTHER CHANGES IN NET POSITION			
Governmental activities:			
Taxes			
Property	11,631,462	12,309,376	13,500,599
Retail sales	13,634,260	14,571,947	15,633,518
Franchise	795,939	799,116	834,294
Hotel/motel	784,399	1,050,085	767,568
Mixed beverage	132,360	141,548	125,851
Unrestricted grants and contributions	7,158	-	-
Investment earnings	558,857	971,167	654,838
Gain on sale of capital assets	-	-	-
Miscellaneous	283,880	166,807	275,102
Transfers	<u>6,466,096</u>	<u>9,049,802</u>	<u>6,878,925</u>
Total governmental activities	<u>34,294,411</u>	<u>39,059,848</u>	<u>38,670,695</u>
Business-type activities:			
Investment earnings	766,287	2,104,148	1,379,732
Miscellaneous	646,101	623,146	637,752
Transfers	<u>(6,466,096)</u>	<u>(9,049,802)</u>	<u>(6,878,925)</u>
Total business-type activities	<u>(5,053,708)</u>	<u>(6,322,508)</u>	<u>(4,861,441)</u>
Total primary government	<u>29,240,703</u>	<u>32,737,340</u>	<u>33,809,254</u>
CHANGE IN NET POSITION			
Governmental activities	3,244,398	5,717,566	4,561,146
Business-type activities	<u>16,896,051</u>	<u>14,222,610</u>	<u>13,652,520</u>
Total primary government	<u>\$ 20,140,449</u>	<u>\$ 19,940,176</u>	<u>\$ 18,213,666</u>

CITY OF WEATHERFORD, TEXASFUND BALANCES
GOVERNMENTAL FUNDS

LAST TEN FISCAL YEARS

	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>
General fund:				
Nonspendable	\$ 132,112	\$ 75,623	\$ 44,476	\$ 69,071
Committed	6,989,273	7,350,364	7,395,691	7,674,783
Unassigned	<u>6,517,546</u>	<u>6,693,692</u>	<u>5,363,522</u>	<u>5,576,824</u>
Total general fund	<u>\$ 13,638,931</u>	<u>\$ 14,119,679</u>	<u>\$ 12,803,689</u>	<u>\$ 13,320,678</u>
All other governmental funds				
Nonspendable	\$ 50,000	\$ 50,000	\$ 50,000	\$ 54,880
Restricted	19,057,261	18,625,654	15,061,112	13,346,817
Committed	3,807,639	3,887,347	4,023,708	2,088,737
Unassigned	<u>-</u>	<u>-</u>	<u>-</u>	<u>(14)</u>
Total all other governmental funds	<u>\$ 22,914,900</u>	<u>\$ 22,563,001</u>	<u>\$ 19,134,820</u>	<u>\$ 15,490,420</u>

TABLE 3

2015	2016	2017	2018	2019	2020
\$ 64,270	\$ 57,083	\$ 144,910	\$ 55,757	\$ 97,964	\$ 107,656
7,679,715	7,679,715	8,159,341	8,696,348	9,608,733	9,903,912
<u>6,103,365</u>	<u>6,429,430</u>	<u>6,601,952</u>	<u>6,679,144</u>	<u>6,022,930</u>	<u>7,481,172</u>
\$ <u>13,847,350</u>	\$ <u>14,166,228</u>	\$ <u>14,906,203</u>	\$ <u>15,431,249</u>	\$ <u>15,729,627</u>	\$ <u>17,492,740</u>
\$ 50,000	\$ 50,204	\$ 50,000	\$ 50,000	\$ 50,000	\$ 50,000
10,739,340	18,281,356	14,221,113	15,074,540	19,759,917	13,010,311
2,198,963	1,974,210	2,224,457	8,683,170	4,935,705	5,955,103
<u>-</u>	<u>(388,275)</u>	<u>(1,695,094)</u>	<u>(1,820,295)</u>	<u>(3,405,058)</u>	<u>(4,881,192)</u>
\$ <u>12,988,303</u>	\$ <u>19,917,495</u>	\$ <u>14,800,476</u>	\$ <u>21,987,415</u>	\$ <u>21,340,564</u>	\$ <u>14,134,222</u>

CITY OF WEATHERFORD, TEXAS**CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS****LAST TEN FISCAL YEARS**

	Fiscal Year			
	2011	2012	2013	2014
REVENUES				
Taxes	\$ 18,222,977	\$ 19,256,063	\$ 19,799,001	\$ 20,763,676
Licenses and permits	560,150	421,801	524,009	564,609
Intergovernmental	2,650,196	4,728,575	4,240,008	4,720,631
Charges for services	1,114,756	1,086,564	1,336,189	1,139,227
Fines and forfeitures	917,547	615,624	851,088	576,240
Contributions	22,344	125,387	63,482	60,712
Investment earnings	72,783	57,691	39,617	66,346
Miscellaneous	615,158	342,123	353,929	401,860
Total revenues	<u>24,175,911</u>	<u>26,633,828</u>	<u>27,207,323</u>	<u>28,293,301</u>
EXPENDITURES				
General government	3,174,872	4,474,348	5,228,111	5,638,924
Public safety	11,431,423	11,692,263	12,234,522	12,507,199
Public works	2,569,515	2,640,284	3,279,511	3,228,503
Planning and development	660,440	717,003	716,295	-
Community development	849,250	933,216	980,108	-
Health and welfare	45,000	122,774	150,072	1,178,664
Cultural and recreational	2,842,956	2,997,049	3,496,386	3,728,117
Debt service				
Principal	1,175,000	1,166,194	2,834,648	3,838,005
Interest	3,261,816	3,466,410	2,786,382	2,657,655
Capital outlay	<u>11,130,204</u>	<u>6,068,108</u>	<u>7,315,532</u>	<u>5,923,681</u>
Total expenditures	<u>37,140,476</u>	<u>34,277,649</u>	<u>39,021,567</u>	<u>38,700,748</u>

TABLE 4

Fiscal Year					
2015	2016	2017	2018	2019	2020
\$ 22,124,979	\$ 22,977,000	\$ 25,100,335	\$ 27,003,022	\$ 28,807,033	\$ 30,803,077
690,194	832,935	744,076	909,230	740,640	1,086,504
5,600,417	7,496,220	1,310,016	7,037,599	6,693,914	2,370,023
1,127,917	1,421,114	3,846,432	4,022,075	5,181,243	5,812,625
521,768	639,394	562,465	529,159	481,308	320,789
29,455	119,245	189,493	695,372	892,671	119,179
125,353	149,661	152,360	536,961	929,986	656,043
364,282	346,376	408,078	537,981	245,292	166,892
<u>30,584,365</u>	<u>33,981,945</u>	<u>32,313,255</u>	<u>41,271,399</u>	<u>43,972,087</u>	<u>41,335,132</u>
6,062,131	7,471,688	7,621,227	7,969,679	9,967,361	10,978,457
12,946,043	13,778,617	14,419,019	14,927,507	15,453,810	16,558,813
3,608,978	3,681,953	4,046,791	4,371,441	4,230,212	4,652,837
-	-	-	-	-	-
-	-	-	-	-	-
1,309,641	1,504,303	1,666,541	1,525,208	1,775,327	2,162,362
3,750,855	3,989,948	3,993,000	4,265,517	4,441,729	4,935,639
4,124,085	4,343,123	5,204,615	6,223,822	6,511,783	6,814,279
2,537,352	2,419,130	2,334,457	2,249,639	2,015,041	1,355,766
7,669,247	3,905,307	3,151,961	3,667,119	9,638,502	6,674,157
<u>42,008,332</u>	<u>41,094,069</u>	<u>42,437,611</u>	<u>45,199,932</u>	<u>54,033,765</u>	<u>54,132,310</u>

CITY OF WEATHERFORD, TEXAS

CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS

LAST TEN FISCAL YEARS

	Fiscal Year			
	2011	2012	2013	2014
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	<u>\$(12,964,565)</u>	<u>\$(7,643,821)</u>	<u>\$(11,814,244)</u>	<u>\$(10,407,447)</u>
OTHER FINANCING SOURCES (USES)				
Issuance of debt	-	33,475,000	1,267,959	85,080
Premium on debt issuance	-	255,694	-	-
Payment to escrow agent	-	(24,793,931)	-	-
Tax notes issued	-	-	-	-
Proceeds from insurance	-	-	93,842	13,776
Sale of assets	17,756	5,397	10,454	32,966
Transfers in	7,276,196	7,882,888	6,849,355	15,710,708
Transfers out	<u>(2,034,265)</u>	<u>(758,034)</u>	<u>(448,940)</u>	<u>(8,562,494)</u>
Total other financing sources (uses)	<u>5,259,687</u>	<u>16,067,014</u>	<u>7,772,670</u>	<u>7,280,036</u>
NET CHANGE IN FUND BALANCES	<u>\$(7,704,878)</u>	<u>\$ 8,423,193</u>	<u>\$(4,041,574)</u>	<u>\$(3,127,411)</u>
DEBT SERVICE AS A PERCENTAGE OF NONCAPITAL EXPENDITURES	<u>16.57%</u>	<u>17.13%</u>	<u>16.55%</u>	<u>19.82%</u>

Note: In fiscal year 2014, the City combined the planning and development, and community development function with the health and welfare, and cultural and development.

TABLE 4

Fiscal Year					
2015	2016	2017	2018	2019	2020
\$(11,423,967)	\$(7,112,124)	\$(10,124,356)	\$(3,928,533)	\$(10,061,678)	\$(12,797,178)
7,638,924	85,151	-	5,060,000	4,868,433	31,382,777
698,462	-	-	-	-	-
(7,857,973)	-	-	-	(4,296,070)	(31,002,940)
985,000	6,065,000	-	-	-	-
120,344	38,141	98,779	44,473	38,140	20,092
203,882	201,596	29,215	69,949	52,900	75,095
8,058,368	8,662,201	7,211,509	8,151,632	10,991,468	8,892,104
(398,485)	(691,895)	(1,592,191)	(1,685,536)	(1,941,666)	(2,013,179)
<u>9,448,522</u>	<u>14,360,194</u>	<u>5,747,312</u>	<u>11,640,518</u>	<u>9,713,205</u>	<u>7,353,949</u>
\$(1,975,445)	\$ 7,248,070	\$(4,377,044)	\$ 7,711,985	\$(348,473)	\$(5,443,229)
<u>20.40%</u>	<u>18.52%</u>	<u>19.35%</u>	<u>20.48%</u>	<u>19.27%</u>	<u>17.59%</u>

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TABLE 5**CITY OF WEATHERFORD, TEXAS**

GOVERNMENTAL FUNDS TAX REVENUES BY SOURCE

LAST TEN FISCAL YEARS

Fiscal Year	Property Tax	Sales Tax	Franchise Tax	Hotel/Motel Occupancy Tax	Mixed Beverage Tax	Totals
2011	8,135,036	8,832,088	620,052	588,225	57,593	18,232,994
2012	8,249,851	9,648,458	697,980	602,256	57,519	19,256,064
2013	8,419,930	9,969,043	681,611	659,759	68,658	19,799,001
2014	8,730,389	10,591,223	673,641	676,407	92,016	20,763,676
2015	9,261,450	11,303,851	777,549	687,665	94,465	22,124,980
2016	9,866,260	11,619,054	723,275	655,350	113,061	22,977,000
2017	10,600,871	12,963,401	656,053	758,005	122,005	25,100,335
2018	11,632,110	13,534,041	685,605	784,399	132,360	26,768,515
2019	12,244,337	14,571,947	799,116	1,050,085	141,548	28,807,033
2020	13,441,846	15,633,518	834,294	767,568	125,851	30,803,077

CITY OF WEATHERFORD, TEXAS

ELECTRIC RATES

LAST TEN FISCAL YEARS

	Fiscal Year			
	2011	2012	2013	2014
Residential				
Base rate	\$ 6.17	\$ 8.08	\$ 10.08	\$ 10.08
Per KWH (May - October)	0.0481	0.0462	0.0443	0.0443
Per KWH (November - April)	0.0443	0.0443	0.0443	0.0443
Small General Service				
(Demand does not exceed 20 KW)				
Base rate	19.55	19.55	19.55	19.55
Per KWH	0.0490	0.0490	0.0490	0.0490
Large General Service 1				
(Demand 20 - 200 KW)				
Base rate	28.17	35.33	42.50	42.50
Per KWH	0.0322	0.0289	0.0265	0.0265
Per KVA demand	3.43	3.62	3.80	3.80
Large General Service 2				
(Demand 200 KW - 1000 KVA)				
Base rate	48.17	74.08	100.00	100.00
Per KWH	0.0297	0.0278	0.0260	0.0260
Per KWH (if primary metered)	0.0297	0.0278	0.0260	0.0260
Per KVA demand	2.96	3.38	3.79	3.79
Large General Service 3				
(Demand 20 - 200 KW)				
Base rate	79.83	137.42	195.00	195.00
Per KWH for first 2500 KWH	0.0194 (2)	0.0212 (2)	0.0230 (2)	0.0230 (2)
Per KWH for next 3500 KWH	0.0194 (2)	0.0212 (2)	0.0230 (2)	0.0230 (2)
Per KWH for all additional KWH	0.0194 (2)	0.0212 (2)	0.0230 (2)	0.0230 (2)
Per KVA demand > 10 KVA	6.62 (2)	5.13 (2)	3.65 (2)	3.65 (2)
Municipal				
Base rate	(3)	(3)	(3)	(3)
Per KWH	(3)	(3)	(3)	(3)
School/Church				
Base rate	(3)	(3)	(3)	(3)
Per KWH	(3)	(3)	(3)	(3)
Per KW demand	(3)	(3)	(3)	(3)
Security Lights				
Per light	10.00	10.00	10.00	10.00

Notes:

The energy charges stated in all rate schedules applicable for the current billing month will be increased or decreased by the amount by which the average cost of purchased power plus production costs per KWH exceeds \$0.0150.

⁽¹⁾Add 215 KWH per KVA of demand in excess of 10 KVA.

⁽²⁾As of 11/01/2010, large general service, 3 rates have a set rate per KWH and KVA.

⁽³⁾As of 11/01/2010, municipal governments, schools, and churches will follow their respective commercial rates based on demand.

TABLE 6

Fiscal Year					
2015	2016	2017	2018	2019	2020
\$ 11.75 0.0432 0.0432	\$ 13.50 0.0424 0.0424	\$ 15.00 0.0412 0.0412	\$ 15.00 0.0412 0.0412	\$ 15.00 0.0412 0.0412	\$ 15.00 0.0412 0.0412
19.55 0.0467	19.55 0.0446	19.55 0.0424	19.55 0.0424	19.55 0.0424	19.55 0.0424
42.50 0.0244 3.96	42.50 0.0238 3.96	42.50 0.0232 3.96	42.50 0.0232 3.96	42.50 0.0232 3.96	42.50 0.0232 3.96
100.00 0.0256 0.0256 4.00	100.00 0.0249 0.0249 4.30	100.00 0.0240 0.0240 4.65	100.00 0.0240 0.0240 4.65	100.00 0.0240 0.0240 4.65	100.00 0.0240 0.0240 4.65
195.00 0.0225 (2) 0.0225 (2) 0.0225 (2) 4.05 (2)	195.00 0.0223 (2) 0.0223 (2) 0.0223 (2) 4.35 (2)	195.00 0.0220 (2) 0.0220 (2) 0.0220 (2) 4.75 (2)	195.00 0.0220 (2) 0.0220 (2) 0.0220 (2) 4.75 (2)	195.00 0.0220 (2) 0.0220 (2) 0.0220 (2) 4.75 (2)	195.00 0.0220 (2) 0.0220 (2) 0.0220 (2) 4.75 (2)
(3) (3)	(3) (3)	(3) (3)	(3) (3)	(3) (3)	(3) (3)
(3) (3) (3)	(3) (3) (3)	(3) (3) (3)	(3) (3) (3)	(3) (3) (3)	(3) (3) (3)
10.00	10.90	10.90	10.90	10.90	10.90

TABLE 7**CITY OF WEATHERFORD, TEXAS**

NUMBER OF ELECTRIC CUSTOMERS BY TYPE

LAST TEN FISCAL YEARS

Fiscal Year	Residential	Commercial ⁽²⁾	Industrial	Other ⁽¹⁾	Total
2011	11,420	2,087	53	-	13,560
2012	11,586	2,128	53	-	13,767
2013	11,754	2,146	53	-	13,953
2014	11,818	2,156	53	-	14,027
2015	12,104	2,183	56	-	14,027
2016	12,202	2,197	57	-	14,456
2017	12,401	2,225	60	-	14,686
2018	12,601	2,232	58	-	14,892
2019	12,762	2,256	58	-	15,076
2020	12,895	2,297	60	-	15,252

⁽¹⁾ Includes municipal governments, schools, and churches, prior to fiscal year 2011.

⁽²⁾ As of fiscal year 2011, includes municipal governments, schools, and churches.

TABLE 8

CITY OF WEATHERFORD, TEXAS

TEN LARGEST ELECTRIC CUSTOMERS

CURRENT YEAR AND NINE YEARS AGO

Customer	2020	
	Revenue	Percentage of Electric Revenue
Atkore Plastic Pipe Co	\$ 1,101,835	2.82%
Jamak, Inc.	497,959	1.27%
Medical City Weatherford	488,703	1.25%
Wal-Mart #1-963	332,680	0.85%
WISD-High School	343,720	0.88%
Medical City Weatherford	230,680	0.59%
Albertson's Inc #4176	195,771	0.50%
Lowe's	193,684	0.50%
Brookshire Grocery Co	151,815	0.39%
Target Corporation	144,731	0.37%
	<u>3,681,578</u>	<u>9.41%</u>
Revenue from other customers	<u>35,441,049</u>	<u>90.59%</u>
Total	\$ <u>39,122,627</u>	<u>100.00%</u>

Customer	2011	
	Revenue	Percentage of Electric Revenue
Weatherford ISD	\$ 1,317,887	4.18%
Heritage Plastic	759,467	2.30%
Jamak, Inc.	606,409	2.04%
W'ford Texas Hospital Corp.	489,099	1.66%
Wal-Mart	428,989	1.40%
Weatherford Aerospace	392,046	1.23%
Weatherford College	393,112	1.22%
Home Depot	212,311	0.72%
Lowe's	210,851	0.67%
Albertson's	199,559	0.67%
	<u>5,009,730</u>	<u>16.09%</u>
Revenue from other customers	<u>28,952,009</u>	<u>83.91%</u>
Total	\$ <u>33,961,739</u>	<u>100.00%</u>

CITY OF WEATHERFORD, TEXAS

ASSESSED AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY⁽¹⁾

LAST TEN FISCAL YEARS

Category	Fiscal Year	
	2011	
	Actual Value	Percentage of Total
Real, residential, single family	\$ 982,593,310	50.07%
Real, residential, multi-family	60,050,380	3.06%
Real, vacant lots/tracts	31,012,210	1.58%
Real, acreage (land only)	127,192,770	6.48%
Real, farm and ranch improvements	23,630,120	1.20%
Real, commercial	525,936,480	26.80%
Real, industrial	11,655,760	0.59%
Real, oil, gas and other minerals	7,210,230	0.37%
Total real property	1,769,281,260	90.15%
Real and tangible personal, utilities	16,699,920	0.85%
Tangible personal, commercial	130,474,700	6.65%
Tangible personal, industrial	32,101,270	1.64%
Tangible, personal, mobile homes	1,505,490	0.08%
Intangible personal	45,610	- %
Inventory	12,406,480	0.63%
Total personal property	193,233,470	9.85%
Constitutional exempt ⁽³⁾	-	- %
Total actual value	1,962,514,730	100.00%
Less: exemptions/reductions	156,813,562	
Total	\$ 1,805,701,168	
Total direct rate ⁽²⁾	\$ 0.4636	

Notes:

(1) Property is assessed at market value.

(2) Per \$100 of assessed value.

(3) Prior to 2012 Parker County Appraisal District reported categories net of constitutional exemptions.

Source: Parker County Appraisal District

TABLE 9

Fiscal Year			
2012		2013	
Actual Value	Percentage of Total	Actual Value	Percentage of Total
\$ 972,512,560	43.63%	\$ 982,550,650	43.23%
80,671,490	3.62%	84,299,640	3.71%
32,176,140	1.44%	34,086,840	1.50%
128,278,870	5.75%	134,640,710	5.92%
23,116,890	1.04%	22,225,190	0.98%
531,927,220	23.86%	548,072,350	24.11%
12,505,740	0.56%	12,501,170	0.55%
5,683,360	0.25%	4,664,840	0.21%
<u>1,786,872,270</u>	<u>80.15%</u>	<u>1,823,041,390</u>	<u>80.21%</u>
16,174,680	0.73%	16,355,940	0.72%
127,511,850	5.72%	126,788,970	5.58%
37,029,220	1.66%	40,321,640	1.77%
1,229,600	0.06%	1,213,240	0.05%
14,880	- %	18,570	- %
<u>13,787,850</u>	<u>0.62%</u>	<u>11,958,300</u>	<u>0.53%</u>
<u>195,748,080</u>	<u>8.79%</u>	<u>196,656,660</u>	<u>8.65%</u>
<u>246,451,960</u>	<u>11.06%</u>	<u>253,109,550</u>	<u>11.14%</u>
2,229,072,310	<u>100.00%</u>	2,272,807,600	<u>100.00%</u>
<u>408,409,581</u>		<u>418,378,500</u>	
\$ <u>1,820,662,729</u>		\$ <u>1,854,429,100</u>	
\$ 0.4636		\$ 0.4636	

CITY OF WEATHERFORD, TEXAS

ASSESSED AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY⁽¹⁾

LAST TEN FISCAL YEARS

Category	Fiscal Year	
	2014	
	Actual Value	Percentage of Total
Real, residential, single family	\$ 1,006,337,454	43.35%
Real, residential, multi-family	90,319,170	3.89%
Real, vacant lots/tracts	38,125,306	1.64%
Real, acreage (land only)	94,742,100	4.08%
Real, farm and ranch improvements	51,873,530	2.23%
Real, commercial	571,460,670	24.62%
Real, industrial	13,008,950	0.56%
Real, oil, gas and other minerals	2,275,350	0.10%
Total real property	1,868,142,530	80.47%
Real and tangible personal, utilities	17,262,560	0.74%
Tangible personal, commercial	131,917,910	5.68%
Tangible personal, industrial	39,526,310	1.70%
Tangible, personal, mobile homes	1,215,030	0.05%
Intangible personal	42,500	- %
Inventory	12,057,760	0.53%
Total personal property	202,022,070	8.70%
Constitutional exempt ⁽³⁾	251,257,370	10.83%
Total actual value	2,321,421,970	100.00%
Less: exemptions/reductions	412,152,600	
Total	\$ 1,909,269,370	
Total direct rate ⁽²⁾	\$ 0.4636	

Notes:

(1) Property is assessed at market value.

(2) Per \$100 of assessed value.

(3) Prior to 2012 Parker County Appraisal District reported categories net of constitutional exemptions.

Source: Parker County Appraisal District

TABLE 9

Fiscal Year			
2015		2016	
Actual Value	Percentage of Total	Actual Value	Percentage of Total
\$ 1,034,971,854	43.80%	\$ 1,142,303,188	44.72%
104,811,750	4.44%	129,924,745	5.09%
33,652,737	1.42%	42,550,667	1.67%
93,952,512	3.98%	95,950,433	3.76%
54,556,426	2.31%	56,815,663	2.22%
560,405,830	23.72%	588,309,410	23.03%
13,008,950	0.55%	13,250,790	0.52%
5,985,920	0.25%	5,525,550	0.22%
<u>1,901,345,979</u>	<u>80.47%</u>	<u>2,074,630,446</u>	<u>81.23%</u>
21,042,270	0.89%	24,183,510	0.95%
138,816,860	5.87%	150,602,440	5.90%
36,339,910	1.54%	41,708,130	1.63%
1,349,900	0.06%	1,269,000	0.05%
42,500	- %	85,750	- %
<u>11,708,460</u>	<u>0.50%</u>	<u>9,238,900</u>	<u>0.36%</u>
209,299,900	8.86%	227,087,730	8.89%
<u>252,218,540</u>	<u>10.67%</u>	<u>252,440,020</u>	<u>9.88%</u>
2,362,864,419	<u>100.00%</u>	2,554,158,196	<u>100.00%</u>
<u>413,851,642</u>		<u>439,147,037</u>	
\$ <u>1,949,012,777</u>		\$ <u>2,115,011,159</u>	
\$ 0.4636		\$ 0.4866	

CITY OF WEATHERFORD, TEXAS

ASSESSED AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY⁽¹⁾

LAST TEN FISCAL YEARS

Category	Fiscal Year	
	2017	
	Actual Value	Percentage of Total
Real, residential, single family	\$ 1,178,862,188	45.55%
Real, residential, multi-family	132,609,745	5.12%
Real, vacant lots/tracts	44,070,837	1.70%
Real, acreage (land only)	95,581,570	3.69%
Real, farm and ranch improvements	56,543,451	2.19%
Real, commercial	586,963,740	22.68%
Real, industrial	13,250,790	0.51%
Real, oil, gas and other minerals	2,653,410	0.10%
Total real property	2,110,535,731	81.56%
Real and tangible personal, utilities	25,457,720	0.98%
Tangible personal, commercial	139,508,400	5.39%
Tangible personal, industrial	40,884,120	1.58%
Tangible, personal, mobile homes	1,258,280	0.05%
Intangible personal	113,750	- %
Inventory	9,062,060	0.35%
Total personal property	216,284,330	8.36%
Constitutional exempt ⁽³⁾	260,974,435	10.08%
Total actual value	2,587,794,496	100.00%
Less: exemptions/reductions	458,355,853	
Total	\$ 2,129,438,643	
Total direct rate ⁽²⁾	\$ 0.4866	

Notes:

- (1) Property is assessed at market value.
- (2) Per \$100 of assessed value.
- (3) Prior to 2012 Parker County Appraisal District reported categories net of constitutional exemptions.

Source: Parker County Appraisal District

TABLE 9

Fiscal Year			
2018		2019	
Actual Value	Percentage of Total	Actual Value	Percentage of Total
\$ 1,399,133,725	46.93%	\$ 1,446,333,102	46.77%
153,525,192	5.15%	160,447,377	5.19%
44,244,134	1.48%	47,868,367	1.55%
107,261,732	3.60%	109,121,093	3.53%
75,380,199	2.53%	71,252,614	2.30%
683,321,436	22.92%	691,689,229	22.37%
13,306,330	0.45%	41,561,890	1.34%
3,333,370	0.11%	3,778,280	0.12%
<u>2,479,506,118</u>	<u>83.17%</u>	<u>2,572,051,952</u>	<u>83.17%</u>
27,733,550	0.93%	25,791,920	0.83%
155,689,290	5.22%	168,471,020	5.45%
44,631,700	1.50%	48,647,760	1.57%
1,331,130	0.04%	1,332,160	0.04%
-	- %	-	- %
<u>9,741,664</u>	<u>0.33%</u>	<u>12,739,534</u>	<u>0.41%</u>
<u>239,127,334</u>	<u>8.02%</u>	<u>256,982,394</u>	<u>8.31%</u>
<u>262,500,707</u>	<u>8.81%</u>	<u>263,400,869</u>	<u>8.52%</u>
2,981,134,159	<u>100.00%</u>	3,092,435,215	<u>100.00%</u>
<u>531,197,724</u>		<u>492,038,321</u>	
\$ <u>2,449,936,435</u>		\$ <u>2,600,396,894</u>	
		<u>492,038,321</u>	
\$ 0.4899		\$ 0.4899	

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TABLE 9

CITY OF WEATHERFORD, TEXAS

ASSESSED AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY⁽¹⁾

LAST TEN FISCAL YEARS

Category	Fiscal Year	
	2020	
	Actual Value	Percentage of Total
Real, residential, single family	\$ 1,740,820,438	49.39%
Real, residential, multi-family	192,695,317	5.47%
Real, vacant lots/tracts	42,030,906	1.19%
Real, acreage (land only)	120,530,945	3.42%
Real, farm and ranch improvements	85,730,633	2.43%
Real, commercial	753,169,208	21.37%
Real, industrial	41,991,230	1.19%
Real, oil, gas and other minerals	3,571,640	0.10%
Total real property	2,980,540,317	84.56%
Real and tangible personal, utilities	29,138,090	0.83%
Tangible personal, commercial	168,218,050	4.77%
Tangible personal, industrial	43,979,850	1.25%
Tangible, personal, mobile homes	2,407,310	0.07%
Intangible personal	-	- %
Inventory	14,570,830	0.41%
Total personal property	258,314,130	7.33%
Constitutional exempt ⁽³⁾	285,730,291	8.11%
Total actual value	3,524,584,738	100.00%
Less: exemptions/reductions	617,608,462	
Total	\$ 2,906,976,276	
Total direct rate ⁽²⁾	\$ 0.4879	

Notes:

- (1) Property is assessed at market value.
- (2) Per \$100 of assessed value.
- (3) Prior to 2012 Parker County Appraisal District reported categories net of constitutional exemptions.

Source: Parker County Appraisal District

TABLE 10

CITY OF WEATHERFORD, TEXAS

DIRECT AND OVERLAPPING PROPERTY TAX RATES⁽¹⁾

LAST TEN FISCAL YEARS

Fiscal Year	City Direct Rates			Overlapping Rates ⁽²⁾				
	Operating	Debt Service	Total Direct	Parker County	Weatherford School District	Parker County Hospital District	Parker County Junior College	Peaster School District
2011	0.2920	0.1716	0.4636	0.3897	1.4000	0.1130	0.1049	1.3528
2012	0.2920	0.1716	0.4636	0.4102	1.4000	0.1130	0.1119	1.3528
2013	0.2920	0.1716	0.4636	0.4123	1.4000	0.1120	0.1129	1.3528
2014	0.2920	0.1716	0.4636	0.4123	1.3900	0.1179	0.1146	1.3528
2015	0.3150	0.1716	0.4866	0.4183	1.3800	0.1118	0.1074	1.4000
2016	0.3400	0.1716	0.5116	0.3338	1.4690	0.1118	0.1202	1.4000
2017	0.3400	0.1716	0.5116	0.3117	1.4540	0.1115	0.1195	1.4400
2018	0.3343	0.1553	0.4899	0.3117	1.4540	0.1150	0.1195	1.4400
2019	0.3343	0.1553	0.4899	0.3023	1.4490	0.1115	0.1195	1.4400
2020	0.3393	0.1486	0.4879	0.2839	1.3474	0.1074	0.1150	1.3700

Notes: ⁽¹⁾ Expressed in dollars per \$100 assessed value.

⁽²⁾ Not all overlapping rates apply to all City of Weatherford property owners. For example, less than 1% of property owners are located within the boundaries of the Peaster School District.

Source Representatives of the taxing jurisdictions

TABLE 11

CITY OF WEATHERFORD, TEXAS

PRINCIPAL PROPERTY TAXPAYERS

CURRENT YEAR AND NINE YEARS AGO

Taxpayer	2020	
	Taxable Assessed Value	Percentage of Total City Taxable Assessed Value
Parker County Hospital	\$ 45,356,520	1.56%
Weatherford Dunhill	28,387,120	0.98%
Holland Lake Partners	27,728,816	0.95%
Midcoast G&P	26,022,420	0.90%
LB-UBS 2006-C7	21,466,890	0.74%
Brown Southgate Glen	19,981,500	0.69%
Wal-Mart Stores	17,178,530	0.59%
Power Service Products	16,185,233	0.56%
Lowes Home Stores	11,825,320	0.41%
Target Corporation	11,449,630	0.39%
Total	<u>\$ 225,581,979</u>	<u>7.77%</u>

Taxpayer	2011	
	Taxable Assessed Value	Percentage of Total City Taxable Assessed Value
Parker County Hospital	\$ 42,553,300	2.47%
Weatherford Capital	20,695,900	1.14%
Weatherford I-20/Main St.	19,555,820	1.07%
Wal-Mart Stores, Inc.	18,280,380	1.00%
Power Service Products	13,624,370	0.75%
Lowes Home Centers	12,125,470	0.67%
Home Depot	11,302,690	0.62%
Holland Lake Partners	10,915,710	0.60%
Target Corporation	10,833,530	0.60%
JAMAK, Inc.	10,579,180	0.58%
Total	<u>\$ 170,466,350</u>	<u>9.50%</u>

Source: Parker County Appraisal District

CITY OF WEATHERFORD, TEXAS**PROPERTY TAX LEVIES AND COLLECTIONS****LAST TEN FISCAL YEARS**

<u>Fiscal Year Ended</u>	<u>Taxes Levied for the Fiscal Year</u>	<u>Adjustments</u>	<u>Total Adjusted Levies</u>
2010	\$ 8,016,933	\$(48,357)	\$ 7,968,576
2011	8,085,420	(45,177)	8,040,243
2012	8,201,957	(31,775)	8,170,182
2013	8,351,358	(5,877)	8,345,481
2014	8,616,369	(293)	8,616,076
2015	9,217,917	6,287	9,224,204
2016	9,953,115	(148,374)	9,804,741
2017	10,496,784	5,812	10,502,596
2018	11,547,532	(71,021)	11,476,511
2019	12,250,303	(41,126)	12,209,177
2020	13,547,575	(101,650)	13,445,925

Source: Parker County Appraisal District

TABLE 12

Collected With the Fiscal Year of the Levy		Collections in Subsequent Years	Total Collections to Date	
Amount	Percentage of Levy		Amount	Percentage of Levy
\$ 7,837,978	97.77%	\$ 124,248	\$ 7,962,226	99.92%
7,942,051	98.23%	92,450	8,034,501	99.93%
8,074,208	98.44%	90,249	8,164,457	99.93%
8,237,331	98.63%	100,071	8,337,402	99.90%
8,537,374	99.08%	70,458	8,607,832	99.90%
9,118,352	98.92%	81,239	9,199,591	99.73%
9,739,379	97.85%	47,817	9,787,196	99.82%
10,424,412	99.31%	54,857	10,479,269	99.78%
11,425,551	98.94%	43,269	11,468,820	99.93%
12,116,163	98.91%	24,055	12,140,218	99.44%
13,236,303	97.70%	-	13,236,303	98.44%

CITY OF WEATHERFORD, TEXAS

TAXABLE SALES BY CATEGORY

LAST TEN FISCAL YEARS

	Fiscal Year		
	2011	2012	2013
Agriculture/Forestry/Fishing/Hunting	\$ 17,350	\$ 18,620	\$ 18,470
Mining/Quarrying/Oil and Gas Extraction	2,708,174	2,713,403	2,531,239
Utilities	1,564	10,963	11,992
Construction	4,479,619	4,190,173	8,613,306
Manufacturing	10,344,074	9,892,982	14,477,480
Wholesale Trade	21,158,427	23,204,529	22,230,671
Retail Trade	318,843,374	343,724,417	365,801,041
Transportation/Warehousing	-	868	36,051
Information	5,614,520	4,177,775	3,752,266
Finance/Insurance	884,715	757,758	733,579
Real Estate/Rental/Leasing	2,894,047	4,792,747	7,236,213
Professional/Scientific/Technical Services	2,248,780	1,959,793	2,348,015
Admin/Support/Waste Mgmt/Remediation Services	4,703,324	4,805,924	4,917,272
Educational Services	1,569,743	646,524	480,843
Health Care/Social Assistance	62,584	85,603	173,433
Arts/Entertainment/Recreation	1,278,258	998,428	829,047
Accommodations/Food Services	72,763,277	77,679,707	84,374,406
Other Services (except Public Administration)	20,237,260	19,931,337	21,107,648
Public Administration	12,573,279	11,017,187	11,667,511
Other Services			141,548
Unclassified	<u>9,584</u>	<u>8,220</u>	<u>(450,015)</u>
Total	\$ <u>482,391,953</u>	\$ <u>510,616,958</u>	\$ <u>551,032,016</u>
City direct sales tax rate	1.50%	1.50%	1.50%

Source: Texas Comptroller

⁽¹⁾ The third quarter (July 2020 - September 2020) was not available at the time of issuing this document.

TABLE 13

Fiscal Year				
2014	2015	2016	2017	2018
\$ 20,710	\$ 38,271	\$ 21,805	\$ 28,465	\$ 34,930
5,581,565	9,450,845	6,034,468	8,317,104	8,754,574
14,806	29,277	116,189	90,965	137,874
8,888,143	10,711,347	7,980,552	15,982,462	21,962,763
22,793,527	17,724,630	14,446,761	18,298,287	21,872,316
24,108,087	28,378,471	37,428,143	40,097,662	44,636,983
380,622,776	400,578,606	419,237,212	445,224,594	477,920,293
39,413	67,779	70,319	55,118	75,598
7,149,200	11,098,495	14,935,800	24,889,039	18,257,760
729,685	768,147	723,736	685,068	728,489
7,252,145	8,157,086	7,067,849	8,051,672	14,959,304
2,667,218	3,012,331	3,623,350	4,032,927	4,195,062
5,813,773	6,562,417	5,991,476	7,058,845	7,290,033
320,397	668,197	689,863	750,388	732,882
120,471	256,777	474,103	358,474	2,271,180
966,239	1,859,886	2,739,694	3,156,767	3,314,307
90,204,897	97,331,847	105,951,222	112,642,651	116,932,994
15,024,627	16,956,498	17,741,942	19,788,842	22,561,343
13,458,787	12,811,345	10,422,945	12,251,773	12,877,435
13,855,945	-	-	-	-
(11,179,699)	(457,885)	-	-	-
\$ <u>588,452,712</u>	\$ <u>626,004,367</u>	\$ <u>655,697,429</u>	\$ <u>721,761,103</u>	\$ <u>779,516,120</u>
1.50%	1.50%	1.50%	1.50%	1.50%

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TABLE 13

CITY OF WEATHERFORD, TEXAS

TAXABLE SALES BY CATEGORY

LAST TEN FISCAL YEARS

	2019	2020 ⁽¹⁾
Agriculture/Forestry/Fishing/Hunting	\$ 43,659	\$ 26,380
Mining/Quarrying/Oil and Gas Extraction	8,809,564	4,049,609
Utilities	241,548	163,901
Construction	28,994,971	18,056,343
Manufacturing	26,185,706	27,035,842
Wholesale Trade	44,461,035	36,143,463
Retail Trade	506,524,130	394,848,831
Transportation/Warehousing	109,475	94,846
Information	16,574,452	10,187,970
Finance/Insurance	659,680	698,093
Real Estate/Rental/Leasing	14,819,868	10,509,268
Professional/Scientific/Technical Services	4,624,145	3,933,379
Admin/Support/Waste Mgmt/Remediation Services	9,351,392	7,472,248
Educational Services	737,638	599,693
Health Care/Social Assistance	1,283,027	1,395,513
Arts/Entertainment/Recreation	4,234,373	5,022,228
Accommodations/Food Services	121,448,368	87,386,763
Other Services (except Public Administration)	20,284,769	14,953,238
Public Administration	13,050,940	9,140,080
Other Services	-	-
Unclassified	-	-
Total	\$ 822,438,740	\$ 631,717,688
City direct sales tax rate	1.50%	1.50%

CITY OF WEATHERFORD, TEXAS

RATIOS OF OUTSTANDING DEBT BY TYPE

LAST TEN FISCAL YEARS

Fiscal Year	Governmental Activities			
	General Obligation Bonds	Certificates of Obligation	Tax Note	Capital Leases
2011	\$ 34,465,000	\$ 42,225,000	\$ -	\$ -
2012	34,041,416	42,067,031	-	1,241,765
2013	58,571,448	14,185,531	-	1,266,484
2014	55,338,662	13,627,476	-	1,058,560
2015	52,146,413	13,054,421	869,915	1,103,399
2016	48,481,077	12,456,365	6,796,238	925,617
2017	44,695,740	11,798,309	5,862,562	775,810
2018	40,660,405	11,115,254	9,223,885	646,988
2019	40,360,069	6,530,758	7,520,209	1,008,637
2020	42,144,898	-	5,796,532	927,409

⁽¹⁾Personal income and population data located on Table 18.

Notes: Details to the City's outstanding debt can be found in the Notes to the Financial Statements.

TABLE 14

Business-type Activities				Total Primary Government	Percentage of Personal Income	Per Capita ⁽¹⁾
Revenue Bonds	Tax Note	Term Loan	Capital Leases			
\$ 41,098,654	\$ 415,000	\$ 353,933	\$ 71,916	\$ 118,629,503	12.18%	4,698
38,502,473	315,000	846,416	589,017	117,603,118	9.55%	4,431
35,537,670	215,000	690,281	531,669	110,998,083	10.09%	4,199
32,427,865	110,000	553,428	499,670	103,615,661	8.39%	3,846
50,125,280	-	297,819	466,830	118,064,077	8.84%	4,252
46,011,227	-	167,365	433,144	115,271,033	7.98%	4,011
52,468,255	-	73,885	398,588	116,073,149	7.95%	3,873
52,154,587	-	37,632	363,141	114,201,892	7.17%	3,726
48,346,137	-	-	326,780	104,092,590	6.14%	3,270
44,392,688	-	-	289,480	93,551,007	5.00%	2,789

CITY OF WEATHERFORD, TEXAS

RATIOS OF NET GENERAL BONDED DEBT OUTSTANDING

LAST TEN FISCAL YEARS

Fiscal Year	General Bonded Debt Outstanding			
	General Obligation Bonds	Certificates of Obligation	Tax Note	Total
2011	\$ 10,215,000	\$ 57,500,000	\$ -	\$ 67,715,000
2012	34,465,000	42,225,000	-	76,690,000
2013	58,571,448	14,185,531	-	72,756,979
2014	55,338,662	13,627,476	-	68,966,138
2015	55,338,662	13,627,476	-	68,966,138
2016	48,481,077	12,456,365	6,796,238	67,733,680
2017	44,695,740	11,798,309	5,862,562	62,356,611
2018	44,695,741	11,798,309	5,862,562	62,356,612
2019	40,660,405	11,115,254	9,223,885	60,999,544
2020	42,144,898	-	5,796,532	47,941,430

Notes: Details to the City's outstanding debt can be found in the Notes to the Financial Statements.

(1) Population data located on Table 18

(2) This is the amount restricted for debt service principal payments

TABLE 15

<u>Less: Amounts Available in Debt Service Fund⁽²⁾</u>	<u>Net Bonded Debt</u>	<u>Actual Taxable Value of Property</u>	<u>Percentage of Actual Taxable Value of Property</u>	<u>Per Capita⁽¹⁾</u>
1,857,403	\$ 65,857,597	1,805,701,168	3.65%	\$ 2,608
4,130,215	72,559,785	1,820,662,729	3.99%	2,752
5,068,393	67,688,586	1,854,429,100	3.65%	2,613
1,618,603	67,347,535	1,909,269,370	3.53%	2,500
2,069,856	67,347,535	1,949,012,777	3.46%	2,500
10,458,977	57,274,703	2,128,986,143	2.69%	1,993
7,303,798	55,052,813	2,129,438,643	2.59%	1,837
8,055,973	54,300,639	2,449,936,435	2.22%	1,771
9,194,876	51,804,668	2,600,396,894	1.99%	1,627
6,004,237	41,937,193	2,906,976,276	1.44%	1,250

TABLE 16

CITY OF WEATHERFORD, TEXAS

DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT

SEPTEMBER 30, 2020

Government Unit	Debt Outstanding	Estimated Percentage Applicable	Estimated Share of Direct and Overlapping Debt
Debt repaid with property taxes			
Aledo Independent School District	\$ 152,718,275	0.55%	\$ 839,951
Parker County	120,248,245	20.48%	24,626,841
Parker County Junior College District	2,225,429	20.48%	455,768
Peaster Independent School District	20,942,306	2.83%	592,667
Weatherford Independent School District	113,501,325	47.31%	53,697,477
Other debt			
Parker County Junior College, note payable	3,809,851	20.48%	780,257
Subtotal overlapping debt			<u>80,992,961</u>
City of Weatherford direct debt	48,868,839	100.00%	<u>48,868,839</u>
Total direct and overlapping debt			<u>\$ 129,861,800</u>

Note: The percentage of overlapping debt is estimated using the taxable assessed value and determining the portion of the other taxing entity's value that is within the City's boundaries.

Source: Representatives of taxing jurisdictions

TABLE 17

CITY OF WEATHERFORD, TEXAS

PLEDGED REVENUE COVERAGE

LAST TEN FISCAL YEARS

Fiscal Year	Utility System and Storm Water Utility Revenue Obligations					
	Gross Revenue ⁽¹⁾	Less: Operating Expenses ⁽²⁾	Net Available Revenue	Debt Service ⁽³⁾		Coverage
				Principal	Interest	
2011	48,143,263	32,655,996	15,487,267	2,715,000	2,015,352	3.27
2012	40,639,256	24,787,800	15,851,456	2,840,000	1,912,988	3.34
2013	44,969,078	29,429,195	15,539,883	2,985,000	1,787,416	3.43
2014	51,923,460	37,140,069	14,783,391	3,115,000	1,517,523	3.36
2015	51,902,458	31,326,472	20,575,986	3,830,000	2,053,006	3.50
2016	48,168,116	27,060,795	21,107,321	3,960,000	1,930,757	3.58
2017	56,603,108	34,060,633	22,542,475	4,645,000	1,887,917	3.45
2018	62,814,234	35,639,353	27,174,881	3,565,000	1,841,223	5.03
2019	64,682,143	37,458,454	27,223,689	3,710,000	987,054	5.80
2020	66,999,207	41,990,569	25,008,638	3,860,000	987,054	5.16

Notes: Details regarding the City's outstanding debt can be found in the Notes to the Financial Statements.

(1) Total operating revenues plus interest.

(2) Total operating expenses excluding depreciation and amortization.

(3) Principal and interest payments due for the following fiscal year.

TABLE 18

CITY OF WEATHERFORD, TEXAS

DEMOGRAPHIC AND ECONOMIC STATISTICS

LAST TEN CALENDAR YEARS

<u>Calendar Year</u>	<u>Population⁽¹⁾</u>	<u>Personal Income⁽²⁾</u>	<u>Per Capita Income⁽²⁾</u>	<u>School Enrollment⁽³⁾</u>	<u>Unemployment Rate⁽⁴⁾</u>
2011	25,250	974,018,750	38,575	7,543	7.1%
2012	26,370	1,230,977,970	46,681	7,529	7.0%
2013	25,900	1,100,465,100	42,489	7,741	5.8%
2014	26,940	1,235,348,257	45,856	7,709	4.2%
2015	27,769	1,336,184,153	48,118	7,734	4.2%
2016	28,742	1,444,486,694	48,692 *	7,861	4.4%
2017	29,969	1,459,250,548	48,692 *	8,021	3.2%
2018	30,654	1,591,862,220	51,930 *	8,116	3.0%
2019	31,836	1,696,508,604	53,289 *	8,081	2.8%
2020	33,547	1,872,291,617	55,811 *	8,105	6.4%

Sources: (1) Bureau of Census and North Central Texas Council of Governments.
 (2) Bureau of Economic Analysis. *Parker County
 (3) Texas Education Agency
 (4) U.S. Bureau of Labor Statistics and Texas Workforce Commission

TABLE 19

CITY OF WEATHERFORD, TEXAS

PRINCIPAL EMPLOYERS

CURRENT AND NINE YEARS AGO

Employer	2020		Percentage of Total City Employment
	Employees	Rank	
Weatherford ISD	1,038	1	7.11%
Medical City	446	2	3.06%
Parker County	485	3	3.32%
City of Weatherford	423	4	2.90%
Walmart	350	5	2.40%
Weatherford College	294	6	2.01%
CD Hartnett	276	7	1.89%
Jamak Inc.	240	8	1.64%
Weatherford Aerospace	142	9	0.97%
Lowe's	125	10	0.86%
Total	3,819		26.16%

Employer	2011		Percentage of Total City Employment
	Employees	Rank	
Weatherford ISD	945	1	7.86%
Weatherford Regional Medical Center	486	2	4.04%
Parker County	485	3	4.03%
Jerry's Transportation Center	420	4	3.49%
City of Weatherford	356	5	2.96%
Wal-Mart	350	6	2.91%
Weatherford College	298	7	2.48%
C.D. Hartnett	276	8	2.30%
JAMAK, Inc.	240	9	2.00%
Weatherford Aerospace	142	10	1.18%
Total	3,998		33.25%

Source: Weatherford Economic Development Authority

CITY OF WEATHERFORD, TEXAS

FULLTIME EQUIVALENT CITY GOVERNMENT EMPLOYEES
BY FUNCTION/PROGRAM
LAST TEN FISCAL YEARS

Function/Program	Fulltime Equivalent Employees as of September 30,			
	2011	2012	2013	2014
General government	24	24	24	42
Public safety	132	138	137	139
Public works	23	26	27	29
Planning and development	10	9	10	-
Community development	23	21	23	-
Health and welfare	-	-	-	15
Cultural and recreational	52	56	56	55
Electric	55	55	55	34
Water	28	28	28	28
Wastewater	16	16	16	26
Sanitation	<u>19</u>	<u>19</u>	<u>17</u>	<u>20</u>
Total	<u>382</u>	<u>392</u>	<u>393</u>	<u>388</u>

Source: City's Human Resource Department

TABLE 20

Fulltime Equivalent Employees as of September 30,					
2015	2016	2017	2018	2019	2020
45	45	49	49	49	46
135	138	141	141	144	154
30	31	24	24	21	23
-	-	-	-	-	-
-	-	-	-	-	-
17	18	18	19	24	27
54	54	47	48	49	40
36	35	39	39	31	35
28	29	31	31	31	31
26	27	28	28	14	21
20	20	18	18	19	19
<u>391</u>	<u>397</u>	<u>395</u>	<u>396</u>	<u>382</u>	<u>396</u>

CITY OF WEATHERFORD, TEXAS
OPERATING INDICATORS BY FUNCTION/PROGRAM
LAST TEN FISCAL YEARS

Function/Program	Fiscal Year			
	2011	2012	2013	2014
Public safety				
Police				
Police personnel and officers	80	80	80	78
Arrests	1,104	957	1,132	1,302
Violations other than parking	6,628	4,455	5,691	4,488
Parking violations	71	87	133	57
Fire				
Paid fire personnel and officers	55	58	66	56
Calls answered	4,142	4,360	4,505	5,201
Planning and development				
New construction permits issued	186	116	211	220
Cultural and recreation				
Library holdings	102,847	101,404	104,834	104,834
Electric				
Service connections	13,560	13,767	13,953	14,115
Total system peak demand (KW)	96,681	92,466	94,161	96,681
Annual kilo-watt hour sales (KWH)	381,826,440	371,081,397	371,982,863	389,421,402
Water				
Service connections	10,722	10,845	11,084	11,138
Daily average consumption (thousands of gallons)	3,884	3,649	3,493	3,277
Annual water sales (thousands of gallons)	1,417,482	1,331,738	1,227,698	1,179,691
Wastewater				
Service connections	9,881	9,994	10,201	10,251
Daily average consumption (thousands of gallons)	2,133	2,242	2,115	2,148
Sanitation				
Refuse collected (tons)	8,789	8,881	9,239	9,565
Brush and special pickups (tons)	1,936	1,882	1,792	1,612

Source: Various City Departments

(1) The City of Weatherford Sanitation discontinued taking brush pick ups to the landfill during FY 2016/2017 and

TABLE 21

Fiscal Year					
2015	2016	2017	2018	2019	2020
78	76	76	81	86	88
1,404	1,793	1,766	1,613	1,552	1,481
4,675	3,948	2,969	3,710	2,479	1,621
89	94	81	47	54	26
56	59	59	60	60	60
4,660	5,239	5,041	4,577	4,627	4,583
204	211	244	217	174	281
103,028	100,809	95,921	93,702	94,069	98,061
14,161	14,292	14,844	15,036	15,196	15,332
94,249	96,067	101,300	114,570	98,000	100,151
386,452,762	387,044,014	392,239,811	432,494,992	421,511,975	415,064,786
11,350	11,497	11,907	12,161	12,304	12,539
3,058	3,328	3,232	3,808	3,209	3,238
1,116,010	1,214,712	1,179,666	1,389,963	1,171,155	1,185,175
10,481	10,761	11,239	11,619	11,831	12,693
2,195	2,357	2,115	1,948	2,450	2,567
10,218	10,242	11,416	11,430	14,630	14,959
1,605	2,330	1,786 (1)	1,397	1,738	- (1)

again in FY 2019/2020.

CITY OF WEATHERFORD, TEXAS

CAPITAL ASSET STATISTICS BY FUNCTION/PROGRAM

LAST TEN FISCAL YEARS

Function/Program	2011	2012	2013	2014
Public safety				
Police				
Police stations	1	1	1	1
Police patrol units	22	22	22	22
Fire				
Fire stations	4	4	4	4
Fire trucks	18	18	18	18
Fire boat	-	-	-	-
Cultural and recreation				
Parks and recreation				
Community centers	2	2	2	2
Parks	10	10	10	10
Park acreage	301	301	301	301
Swimming pools	1	1	1	1
Tennis courts	3	3	3	3
Soccer fields	8	8	8	8
Softball/baseball fields	11	11	12	12
Multipurpose fields and courts	7	7	3	3
Electric				
Miles of distribution lines	316	326	326	342
Water				
Miles of water mains	266	272	272	268
Number of fire hydrants	1,342	1,355	1,384	1,447
Maximum daily capacity of plant (thousands of gallons)	14,000	14,000	14,000	14,000
Total water storage capacity (thousands of gallons)	7,600	7,600	7,600	7,600
Wastewater				
Miles of sanitary sewers	202	207	233	233
Permitted daily capacity of plant (thousands of gallons)	4,500	4,500	4,500	4,500

Source: Various City Departments

TABLE 22

2015	2016	2017	2018	2019	2020
1 23	1 26	1 25	1 26	1 27	1 26
3 17 1	3 17 1	3 14 1	3 21 1	3 14 1	3 15 1
2 10 301 1 3 8 12 3	3 26 501 1 7 11 12 5	3 26 501 1 7 11 12 5	3 26 501 1 7 11 12 5	3 26 856 1 7 11 12 5	3 26 856 1 7 11 12 5
342	346	355	362	363	377
275 1,450 14,000 7,600	274 1,509 14,000 7,600	277 1,557 1,400 7,600	285 1,633 14,000 7,600	288 1,678 14,000 7,600	294 1,751 14,000 7,600
208 4,500	208 4,500	212 4,500	212 4,500	213 4,500	216 4,500

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FINANCE DEPARTMENT

CITY OF WEATHERFORD

303 Palo Pinto Street

Weatherford, Texas 76086

