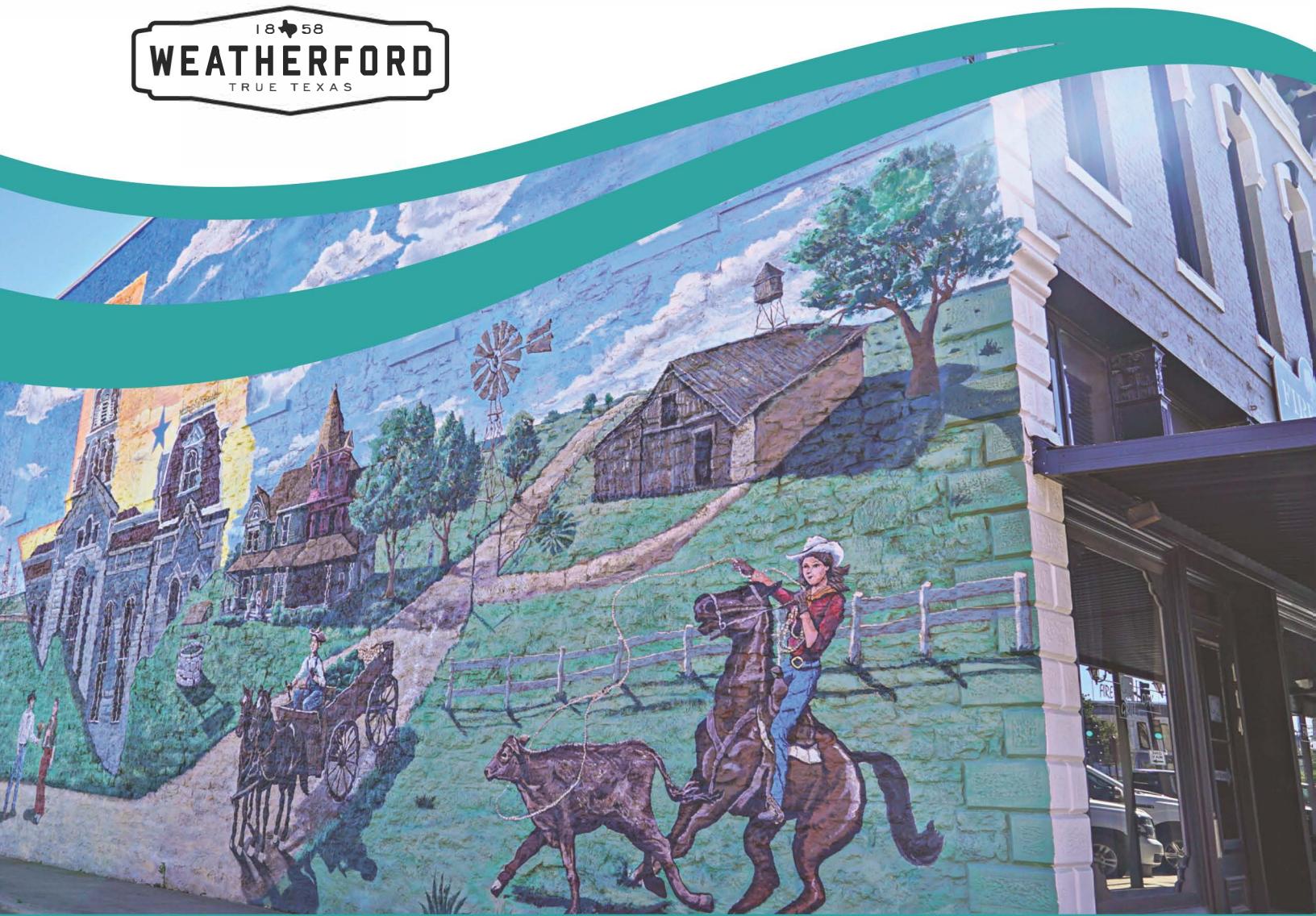


ANNUAL COMPREHENSIVE FINANCIAL REPORT

20
23

For the year ended September 30, 2023



City of Weatherford, Texas

**ANNUAL COMPREHENSIVE FINANCIAL REPORT
of the
CITY OF WEATHERFORD, TEXAS**

**FOR THE FISCAL YEAR ENDED
SEPTEMBER 30, 2023**

Prepared by:

City of Weatherford Finance Department

CITY OF WEATHERFORD, TEXAS
ANNUAL COMPREHENSIVE FINANCIAL REPORT
FOR THE YEAR ENDED SEPTEMBER 30, 2023

	<u>Page Number</u>
INTRODUCTORY SECTION	
Letter of Transmittal	i – v
Organization Chart.....	vi
List of Principal Officials.....	vii
GFOA Certificate of Achievement	viii
FINANCIAL SECTION	
Independent Auditor's Report.....	1 – 3
Management's Discussion and Analysis.....	4 – 14
Basic Financial Statements	
Government-wide Financial Statements	
Statement of Net Position.....	15 – 16
Statement of Activities.....	17 – 18
Fund Financial Statements	
Balance Sheet – Governmental Funds	19 - 20
Reconciliation of the Governmental Funds Balance Sheet to the Governmental Activities Statement of Net Position.....	21
Statement of Revenues, Expenditures and Changes in Fund Balances – Governmental Funds	22 - 23
Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances of Governmental Funds to the Statement of Activities	24
Statement of Net Position – Proprietary Funds	25 – 28
Statement of Revenues, Expenses and Changes in Fund Net Position – Proprietary Funds.....	29 - 30
Statement of Cash Flows – Proprietary Funds	31 - 34
Notes to Financial Statements	35 - 69
Required Supplementary Information	
Schedule of Revenues, Expenditures and Changes in Fund Balance – Budget and Actual – General Fund	70 - 71

	<u>Page Number</u>
Notes to Budgetary Schedules	72
Schedule of Changes in Net Pension Liability and Related Ratios	73 - 74
Schedule of Pension Contributions.....	75 - 76
Schedule of Changes in Total OPEB Liability And Related Ratios – Texas Municipal Retirement System – Supplemental Death Benefit Plan	77 - 78
Schedule of Changes in Total OPEB Liability and Related Ratios – Retiree Health Care Benefit Plan.....	79 - 80
Combining and Individual Fund Statements and Schedules	
Nonmajor Governmental Funds	
Combining Balance Sheet.....	81 - 84
Combining Statement of Revenues, Expenditures and Changes in Fund Balances	85 - 88
Schedules of Revenues, Expenditures and Changes in Fund Balances – Budget and Actual:	
State Forfeiture Fund	89
Federal Forfeiture Fund	90
Grants Fund.....	91
Hotel/Motel Tax Fund	92
Chandor Gardens Fund.....	93
Court Technology Fund.....	94
Court Security Fund	95
Library Fund	96
Animal Shelter Fund.....	97
Juvenile Case Manager Fund	98
Heritage Park Fund	99
Court Jury Fund.....	100
PEG Fund.....	101
Doss Library Permanent Fund.....	102
Debt Service Fund	103

	<u>Page Number</u>
Internal Service Funds:	
Combining Statement of Net Position – Internal Service Funds.....	104
Combining Statement of Revenues, Expenses, and Changes in Net Position – Internal Service Funds.....	105
Combining Statement of Cash Flows – Internal Service Funds	106
Capital Assets Schedules:	
Comparative Schedules by Source	107
Schedule by Function and Activity.....	108 - 109
Schedules of Changes by Function and Activity.....	110
Schedules of Capital Assets.....	111
Schedule of Changes in Capital Assets.....	112
Schedule of Capital Assets by Function and Activity	113 - 114

Table

STATISTICAL SECTION

Net Position by Component	1	115 - 116
Changes in Net Position	2	117 - 122
Fund Balances – Governmental Funds	3	123 - 124
Changes in Fund Balances – Governmental Funds.....	4	125 - 128
Governmental Funds Tax Revenues by Source.....	5	129
Electric Rates	6	130 - 131
Number of Electric Customers by Type	7	132
Ten Largest Electric Customers.....	8	133
Assessed and Estimated Actual Value of Taxable Property.....	9	134 - 140
Direct and Overlapping Property Tax Rates	10	141
Principal Property Taxpayers	11	142
Property Tax Levies and Collections	12	143 - 144
Taxable Sales by Category.....	13	145 - 147
Ratios of Outstanding Debt by Type	14	148 - 149
Ratios of General Bonded Debt Outstanding	15	150 - 151

	<u>Page Number</u>
Direct and Overlapping Governmental Activities Debt	16 152
Pledged Revenue Coverage	17 153
Demographic and Economic Statistics	18 154
Principal Employers	19 155
Fulltime Equivalent City Government Employees by Function/Program	20 156 - 157
Operating Indicators by Function/Program	21 158 - 159
Capital Asset Statistics by Function/Program	22 160 - 161

INTRODUCTORY SECTION



March 1, 2024

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 annual comprehensive financial report (ACFR) of the City of Weatherford, Texas, for the fiscal year ended September 30, 2023, 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, 2023, 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, 2023, 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 requires 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 36,251 as of 2023 (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 and the 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 70-71 of this report. Budget-to-actual comparisons for each of the non-major special revenue governmental funds are found on pages 89-103.

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 2023, the City of Weatherford continued to experience economic growth, as revenues continue to outmatch the City's previous years revenues year after year. In the past year, the Dallas-Fort Worth (DFW) area added 139,700 jobs and the unemployment rate leveled off, dropping a mere 0.2% from 3.4% to 3.2%. The DFW employment growth will likely continue to outperform the state and the nation in the medium term. The area still attracts business and financial services companies, which have reached a critical mass and can draw on a network of necessary support services. Overall growth is buoyed by a well-educated population, a competitive cost structure and the U.S. economy's strength.

The post-COVID economic growth in the region has slowed, however, due to COVID-induced supply chain issues, the economy has been rocked by historic double-digit inflation as consumer spending shifted from services to goods. The double-digit inflation experienced in the previous year has had a slowed the growth on retail shopping, manufacturing and other business to business sales the City has been experiencing in the recent years however sales tax revenues through FY23 have continued to surpassing the previous year's record-breaking figures.

Fiscal year 2023 hit a historic high in sales tax revenue collections for the City of Weatherford. At \$21.5 million, FY23 collections exceeded the previous year by 3.1%. 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 as supply chain issues continue to challenge manufacturers.

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.

Home values in the area have increased approximately 6.6% over the past year. Housing prices have leveled off with interest rates increases to blame. However, demand in the rural communities continue to increase with more and more families moving further away from the metroplex. Building permits for FY23 experienced a steep decline with only 91 new single-family dwellings, in comparison to 458 new single-family dwellings in the previous fiscal year; FY24 is expected to be to start picking back as several large housing developments begin to new phases and new developments.

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 positive 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. Council and staff 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 \$70.5 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. FY23 was the eighth year of this new rotation, with approximately 70 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 FY23

The City of Weatherford's mission "Building a Strong Community" is the goal employees work towards every day through many different facets and achieving many notable contributions to the community. Some of the most notable achievements during the FY23 fiscal year, were:

- Reduced crime rates: overall crime reduced by 10%, property crimes reduced by 6% and violent crimes reduced by 13%.
- Completed construction of the new Public Safety Building; a 34,000 square foot facility that will house police and fire administration.
- Completed Radio System Enhancement Project, which included radio dispatch center relation and expansion, two new radio sites, and channel capacity expansion. This project greatly increases radio coverage, improving safety and positioning the city for future growth.
- Began renovations of Fire Station #1 which includes individual restrooms and dormitories, remodeled kitchen and upgrades to all meeting and common spaces.
- Completed 4.89 miles of street rehabilitation and reconstructions, repaired/replaced 477 street signs, patched 1,170 potholes.
- Completed the conversion of overhead electric to an underground system on Texas Drive in preparation for the extension of the City's Hike and Bike Trail.
- Completed library improvements including new paint, carpet and a complete restroom renovation.
- Completed construction of an additional water storage tank to serve development around Lake Weatherford.
- Completed construction of a 4.5-million gallons per day indirect potable reclaimed water system to the Lake Weatherford water supply.
- Continued construction of granular activated carbon (GAC) filter at the Water Purification Plant to improve taste and odor of treated water.
- Hosted numerous special events: Spark in the Park: 15,000 in attendance, Monster Bash: 7,000 in attendance, Holiday in the Park: 4,000 in attendance, First Monday Trade Days: 22,000 annual attendance, Concerts in the Park: 4,800 in attendance for all events.



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 annual comprehensive financial report for the fiscal year ended September 30, 2022. This was the 35th 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 annual comprehensive financial report. This report must satisfy both generally accepted accounting principles and applicable legal requirements.

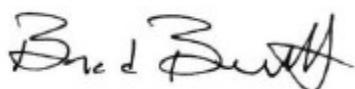
A Certificate of Achievement is valid for a period of one year only. We believe that our current annual comprehensive financial report continues to meet the Certificate of Achievement Program's requirements and we are submitting it to GFOA to determine its eligibility for another certificate.

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, Dawn Brooks; Staff Accountant, Rachel Vinyard; Budget Coordinator, Ashely Esquivel, Purchasing Coordinator, Jacqueline Clayton; Payroll Clerk, Randa Kirk and Accounts Payable Clerk Eva Padilla. 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,

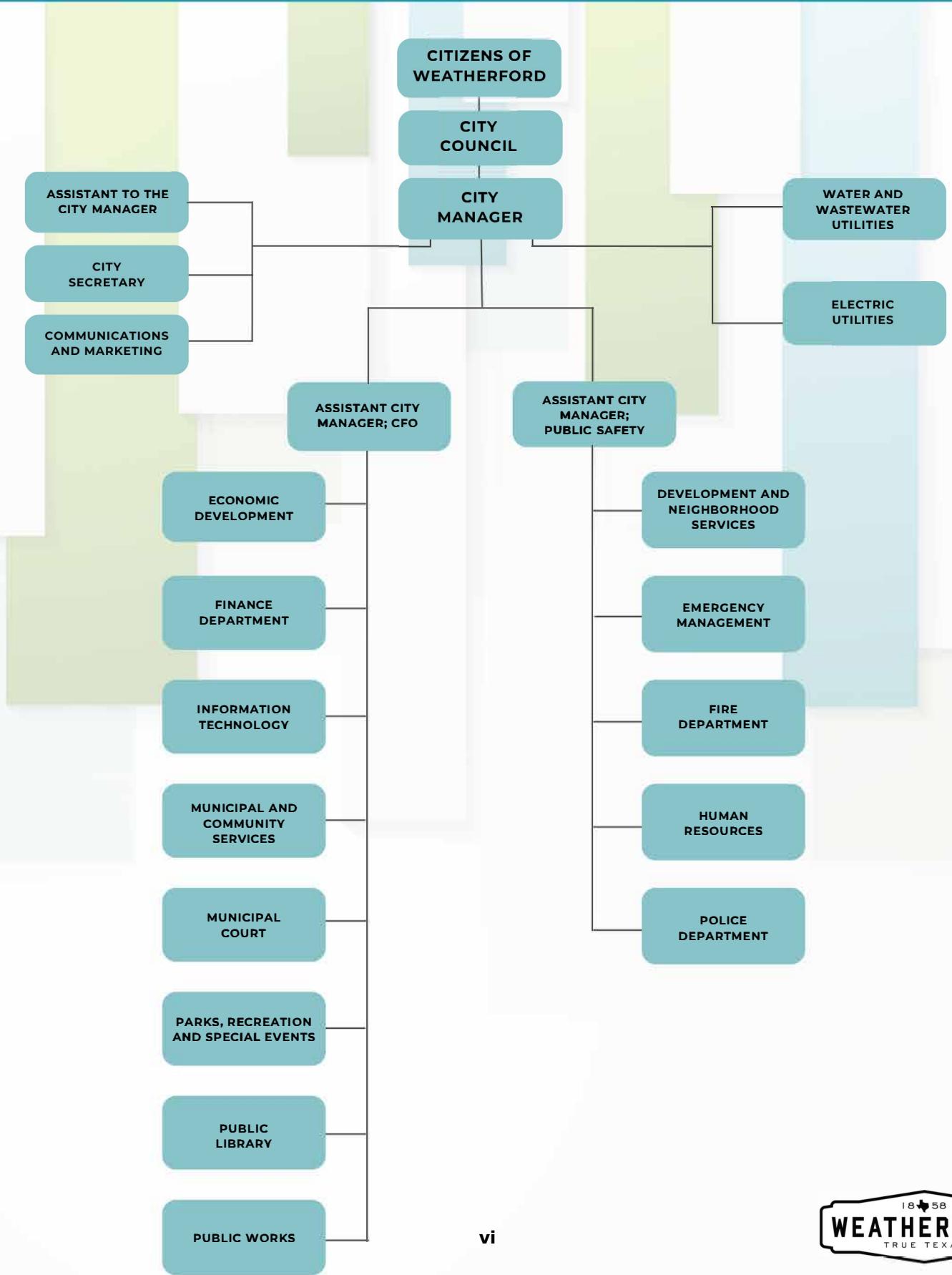


James Hotopp
City Manager



Brad Burnett
Assistant City Manager/CFO

ORGANIZATIONAL CHART



**THE CITY OF
WEATHERFORD, TEXAS**

ANNUAL COMPREHENSIVE FINANCIAL REPORT

**YEAR ENDED
SEPTEMBER 30, 2023**

**ELECTED
CITY COUNCIL**

Paul Paschall – Mayor

Heidi Wilder – Mayor Pro Tem/Council Member

Zack Smith – Council Member

Matt Ticzkus – Council Member

Kevin Cleveland – Council Member

**APPOINTED/DESIGNATED
MUNICIPAL UTILITY BOARD**

Paul Paschall – Mayor – Chair

Lindsey Hester – Vice Chair

Heidi Wilder – Designated Council Member

Kevin Cleveland – Designated Council Member

Howard McClurkin – Appointed Public Member

Ken Davis – 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 Annual Comprehensive
Financial Report
For the Fiscal Year Ended

September 30, 2022

Christopher P. Monell

Executive Director/CEO

FINANCIAL SECTION

THIS PAGE LEFT BLANK INTENTIONALLY

INDEPENDENT AUDITOR'S REPORT

Honorable Mayor
and Members of City Council
City of Weatherford, Texas

Report on the Audit of the Financial Statements

Opinions

We have audited the 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 (the "City"), as of and for the year ended September 30, 2023, and the related notes to the financial statements, which collectively comprise the City's basic financial statements as listed in the table of contents.

In our opinion, the accompanying financial statements 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, 2023, 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.

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS) and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the City and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America, and for 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.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the City's ability to continue as a going concern for twelve months beyond the financial statement due date, including any currently known information that may raise substantial doubt shortly thereafter.

OFFICE LOCATIONS

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

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS and *Government Auditing Standards* will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with GAAS and *Government Auditing Standards*, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit 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 City's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the City's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

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.

Supplementary 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 nonmajor fund financial statements and schedules are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates 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 nonmajor fund financial statements and schedules are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Information

Management is responsible for the other information included in the annual comprehensive financial report (ACFR). The other information comprises the introductory section and statistical section but does not include the financial statements and our auditor's report thereon. Our opinions on the financial statements do not cover the other information, and we do not express an opinion or any form of assurance thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and consider whether a material inconsistency exists between the other information and the financial statements, or the other information otherwise appears to be materially misstated. If, based on the work performed, we conclude that an uncorrected material misstatement of the other information exists, we are required to describe it in our report.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated March 12 2024, 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 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 12, 2024

THIS PAGE LEFT BLANK INTENTIONALLY

**MANAGEMENT'S
DISCUSSION AND ANALYSIS**

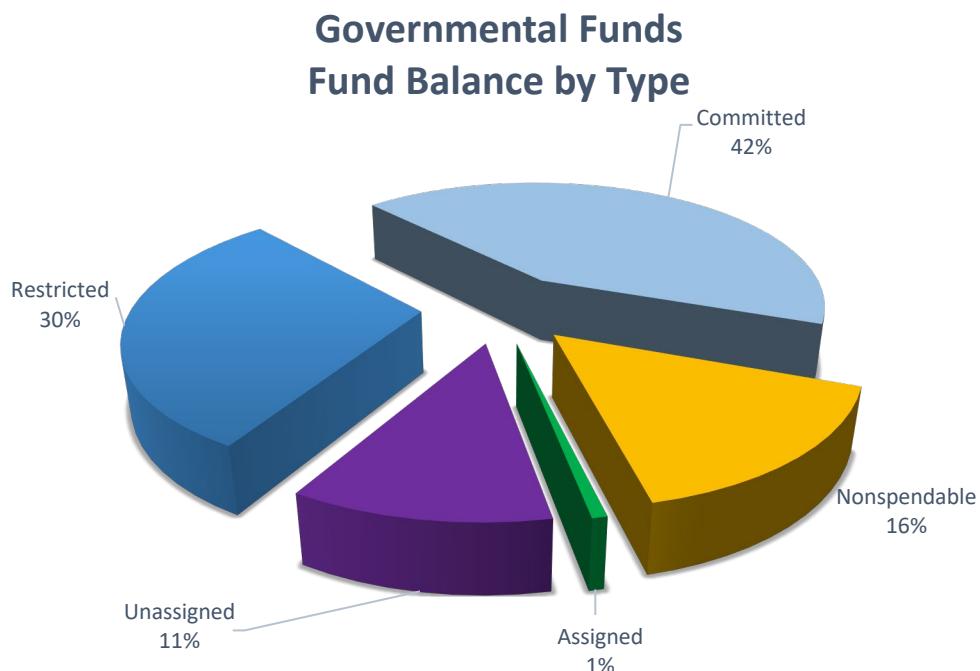
THIS PAGE LEFT BLANK INTENTIONALLY

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, 2023. 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.

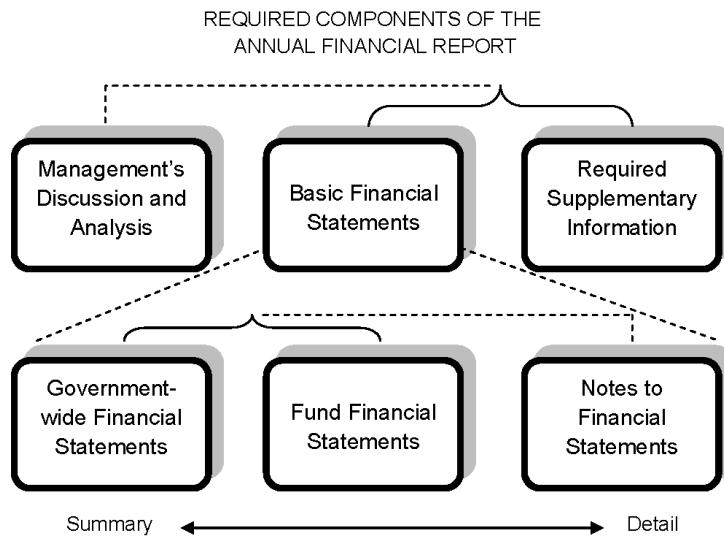
Financial Highlights

- The assets and deferred outflows of resources of the City of Weatherford exceeded its liabilities and deferred inflows at the close of the most recent fiscal year by \$359,908,838 (net position). Of this amount, \$95,585,404 (unrestricted net position) may be used to meet the City's ongoing obligations to citizens and creditors.
- The City's total net position increased by \$38,959,518. Net position related to business type activities increased by \$19,509,584 primarily due to increased electric sales revenues from the recovery of reserves utilized during Winter Storm Uri as well as decreased purchased power costs. Net position related to governmental activities increased by \$19,449,934 primarily due to better than anticipated revenues; property tax, investment earnings and transfers from business-type activities.
- As of the close of the current fiscal year, the City of Weatherford's governmental funds reported combined ending fund balances of \$76,848,919, an increase of \$27,560,880 in comparison with the prior year. The increase is primarily due to increased revenues; property taxes \$938,083, sales tax \$648,330 investment earnings of \$4,397,201 and transfers from business-type activities of \$2,203,131. Additional revenues of \$13,700,000 related to the issuance of debt were used to purchased land for a future Hotel Convention Center which is currently recorded as Land Held for Resale. Offsetting the increased revenues is a significant decrease in expenditures (\$10,307,974) related to the completion of the Public Safety building in October 2023.
- Approximately 11.29% of the total balance, \$8,672,546, is unassigned, which is made in the general fund. This is approximately 21.36% of total general fund expenditures.



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 15 - 18 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 22 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, the tax increment reinvestment zone, and the general capital projects fund which are considered to be major funds. Data from the other 18 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 19 - 24 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 25 - 34 of this report.

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 35 - 69 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 70 - 72 of this report. Required supplementary information of pension and other post-employment benefit are included on pages 73 - 80.

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 \$359,908,838 at the close of the most recent fiscal year.

City of Weatherford's Net Position

	Governmental Activities		Business-Type Activities		Total	
	2023	2022	2023	2022	2023	2022
Current and other assets	\$ 88,004,478	\$ 70,006,636	\$ 120,860,998	\$ 107,317,308	\$ 208,865,476	\$ 177,323,944
Capital assets	<u>123,507,833</u>	<u>122,758,950</u>	<u>181,148,063</u>	<u>178,940,893</u>	<u>304,655,896</u>	<u>301,699,843</u>
Total assets	<u>211,512,311</u>	<u>192,765,586</u>	<u>302,009,061</u>	<u>286,258,201</u>	<u>513,521,372</u>	<u>479,023,787</u>
Deferred outflows of resources	<u>13,449,005</u>	<u>5,982,817</u>	<u>5,265,800</u>	<u>2,768,248</u>	<u>18,714,805</u>	<u>8,751,065</u>
Long-term liabilities	89,554,950	73,738,841	42,769,563	42,873,259	132,324,513	116,612,100
Other liabilities	<u>3,600,569</u>	<u>11,138,361</u>	<u>8,226,862</u>	<u>8,205,135</u>	<u>11,827,431</u>	<u>19,343,496</u>
Total liabilities	<u>93,155,519</u>	<u>84,877,202</u>	<u>50,996,425</u>	<u>51,078,394</u>	<u>144,151,944</u>	<u>135,955,596</u>
Deferred inflows of resources	<u>7,710,040</u>	<u>9,225,378</u>	<u>20,465,355</u>	<u>21,644,558</u>	<u>28,175,395</u>	<u>30,869,936</u>
Net position:						
Net investment in capital assets	83,382,891	74,926,480	142,351,250	139,276,712	225,734,141	214,203,192
Restricted	<u>26,702,155</u>	<u>17,213,777</u>	<u>11,887,137</u>	<u>14,225,543</u>	<u>38,589,292</u>	<u>31,439,320</u>
Unrestricted	<u>14,010,710</u>	<u>12,505,566</u>	<u>81,574,694</u>	<u>62,801,242</u>	<u>95,585,404</u>	<u>75,306,808</u>
Total net position	<u>\$ 124,095,757</u>	<u>\$ 104,645,823</u>	<u>\$ 235,813,081</u>	<u>\$ 216,303,497</u>	<u>\$ 359,908,838</u>	<u>\$ 320,949,320</u>

By far the largest portion of the City of Weatherford's net position (62.7%) 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 (10.7%) 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 \$95,585,404 (26.5%) 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.

The City's change in total net position was an increase of \$38,959,518. Net position related to business-type activities changed by \$19,509,584. Net position related to governmental activities increased by \$19,449,934 primarily due increased revenues; property tax, sales tax, investment earnings and transfers from business-type activities as well as decreased capital expenditures related to the completion of construction of the Public Safety building. Net position related to business-type activities primarily due to increased electric sales revenues from the recovery of reserves utilized during Winter Storm Uri as well as decreased purchased power costs.

City of Weatherford's Changes in Net Position							
	Governmental Activities		Business-Type Activities		Total		2022
	2023	2022	2023	2022	2023	2022	
Revenues:							
Program revenues:							
Charges for services	\$ 9,963,088	\$ 9,692,634	\$ 85,291,425	\$ 82,559,893	\$ 95,254,513	\$ 92,252,527	
Operating grants and contributions	297,330	208,277	-	-	297,330	208,277	
Capital grants and contributions	6,310,468	3,141,152	2,656,933	3,552,890	8,967,401	6,694,042	
General revenues:							
Sales taxes	21,493,217	20,844,887	-	-	21,493,217	20,844,887	
Property taxes	15,946,310	15,008,227	-	-	15,946,310	15,008,227	
Other taxes	2,446,108	2,254,503	-	-	2,446,108	2,254,503	
Other	4,598,247	2,580,108	2,139,959	974,485	6,738,206	3,554,593	
Total revenues	61,054,768	53,729,788	90,088,317	87,087,268	151,143,085	140,817,056	
Expenses:							
General government	9,634,111	9,590,005	-	-	9,634,111	9,590,005	
Public safety	20,731,655	18,351,248	-	-	20,731,655	18,351,248	
Public works	9,201,688	9,747,788	-	-	9,201,688	9,747,788	
Health and welfare	1,669,411	1,518,001	-	-	1,669,411	1,518,001	
Culture and recreational	6,848,543	6,653,041	-	-	6,848,543	6,653,041	
Interest on long-term debt	1,675,087	1,534,797	-	-	1,675,087	1,534,797	
Electric	-	-	35,503,181	42,658,296	35,503,181	42,658,296	
Water	-	-	15,196,499	9,982,591	15,196,499	9,982,591	
Wastewater	-	-	7,600,738	4,369,273	7,600,738	4,369,273	
Solid waste	-	-	3,138,414	2,763,291	3,138,414	2,763,291	
Stormwater	-	-	984,240	973,679	984,240	973,679	
Total expenses	49,760,495	47,394,880	62,423,072	60,747,130	112,183,567	108,142,010	
Increase (decrease) in net position before transfers	11,294,273	6,334,908	27,665,245	26,340,138	38,959,518	32,675,046	
Transfers	8,155,661	5,952,530	(8,155,661)	(5,952,530)	-	-	
Increase in net position	19,449,934	12,287,438	19,509,584	20,387,608	38,959,518	32,675,046	
Net position, beginning	104,645,823	92,358,385	216,303,497	195,915,889	320,949,320	288,274,274	
Net position, ending	\$ 124,095,757	\$ 104,645,823	\$ 235,813,081	\$ 216,303,497	\$ 359,908,838	\$ 320,949,320	

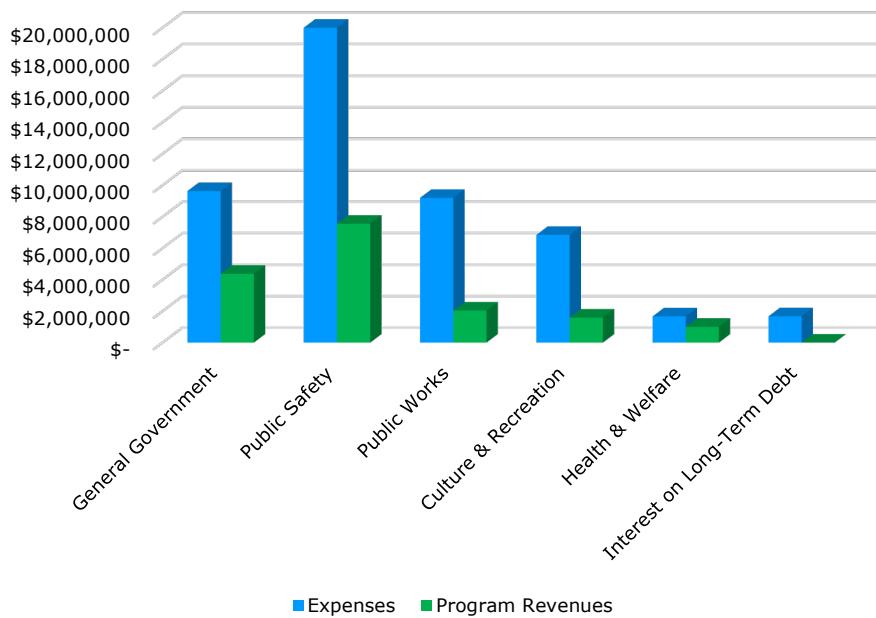
Governmental Activities. The change in the City of Weatherford's total governmental activities net position was \$19,449,934. Overall revenues increased by \$7,324,980 while overall expenditures increased \$2,365,615. The net change before transfers for the fiscal year was \$11,294,273 which is \$4,959,365 more than the gain reported in the prior year.

Revenue increases in the current year were mostly attributable to increases in property taxes (\$938,083), sales tax (\$648,330) and investment earnings (\$4,397,201). The increases are a reflection of the current economy which is extremely strong with increased property transactions and assessed valuations and federal interest rates, which increased from below 1% to over 5%.

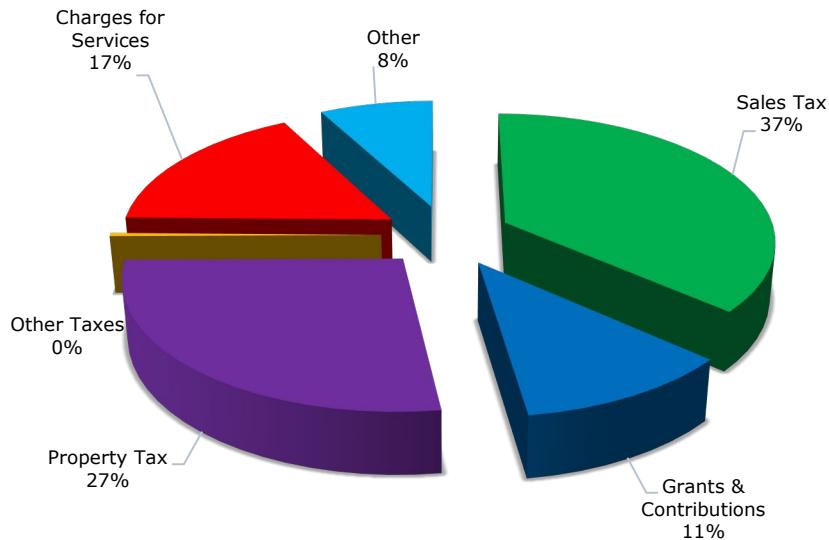
Expenses by function increased \$2,365,615 in comparison to the prior year. The majority of the increases were in public safety (\$2,380,407), cultural and recreational (\$195,502) and health and welfare (\$151,410) due to an increase in personnel costs.

The total increase in net position for the current year is also attributed to the increase in Transfers from the Utility Fund of \$8,155,661, which represents the return-on-investment/gross receipts calculation, and \$13,700,000 related to the issuance of debt were used to purchased land for a future Hotel Convention Center which is currently recorded as Land Held for Resale. The combination of these items, the increase in revenues of \$7,324,980, the increase in expenses of \$2,365,615, the increase in gross receipts/return on investment of \$2,203,131 and the addition of the Land Held for Resale asset of \$13,700,000 result in a total increase to governmental net position of \$19,449,934.

Expenses and Program Revenues – Governmental Activities



Revenues by Source – Governmental Activities

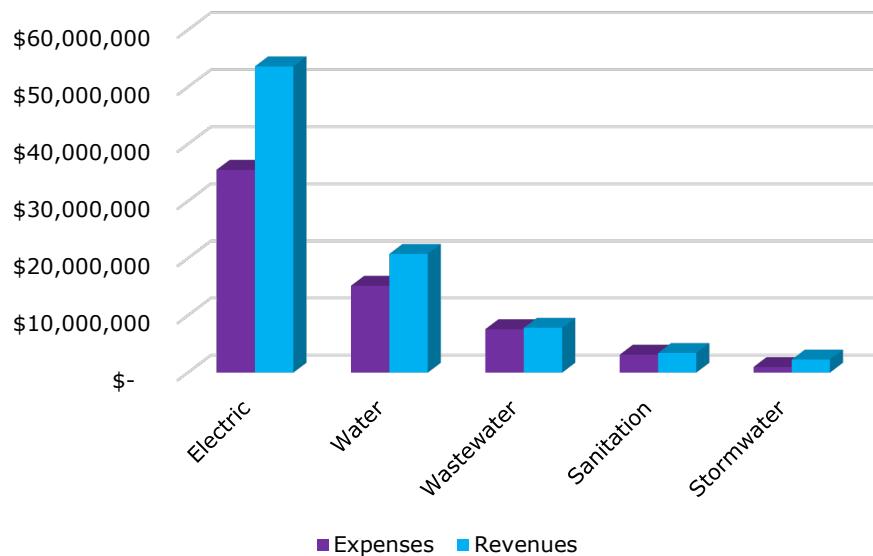


Business-Type Activities. Business-type activities changed the City of Weatherford's net position by \$19,509,584. Overall revenues increased by \$3,001,049 and expenses increased by \$1,675,942 resulting in a net change before transfers of \$1,325,107 in comparison to the prior year's net change.

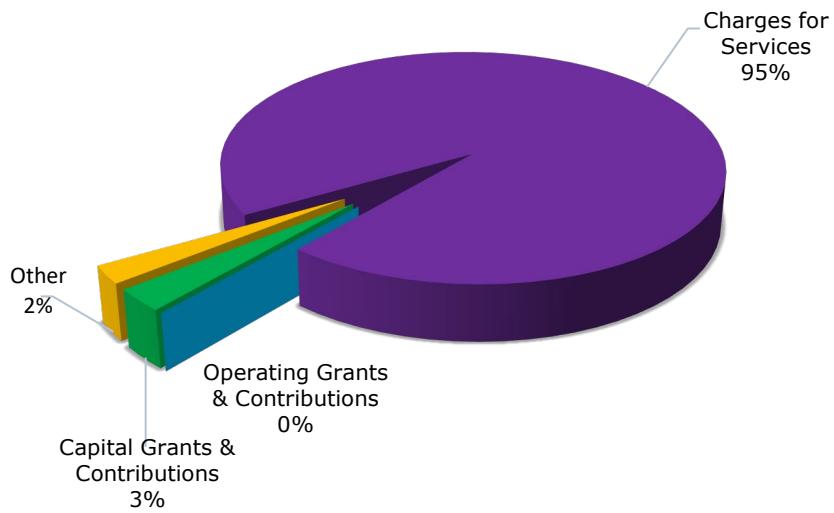
The Revenue increase in the current year, \$3,001,049, is attributable to increased electric sales revenues from the recovery of reserves utilized during Winter Storm Uri; these increases are offset by decreases in water (\$822,646) and wastewater (\$711,939).

The increase in expenses for the current year, \$1,675,942, is due to the increase in water pumping costs from Tarrant Regional Water District.

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 \$76,848,919, an increase of \$27,560,880 in comparison with the prior year. The increase is primarily due to the increase purchase of several properties that were recorded as short-term assets in Land

held for Resale. In addition, governmental revenues experienced an increase in comparison to the prior year as well, primarily property tax and sales tax, increased \$1,586,413. Property tax revenues increased primarily due to increased taxable property values of approximately 6.6% higher than the previous fiscal year. Approximately 54.4% (\$41,820,178) 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 \$8,672,546 (11.2%) of the total is unassigned. Of the committed funds \$585,246 is designated for OPEB obligation costs to date as detailed in Note 4, \$18,373,740 is for capital projects, \$767,200 is for parks development, \$325,566 is for culture and recreation and \$12,061,437 is the desired stabilization fund of 90 days' worth of general fund operation the Council retains for emergencies or unforeseen situations. The other \$35,028,741 (45.5%) 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 \$25,018,180 while total fund balance was \$36,964,543. 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 2023, this figure was budgeted at \$48,915,826 yielding an average daily operations cost of \$134,016. Multiplying that figure by 90, the stabilization arrangement as mandated by Weatherford's policy comes out to \$12,061,440. 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 187 days' worth of the calculated average daily operational cost.

The fund balance of the City's general fund increased overall by \$11,512,876 during the current fiscal year. This increase in fund balance is due primarily to better than anticipated revenue from property tax and sales tax. Taxable property values increased 6.6% as a result of new construction and increased property tax values. Sales tax revenues also increased 3.11% as a result of inflation. In addition to that, the City purchased property in the amount of \$11,883,880 that has been recorded as a short-term asset, Land Held for Resale.

The debt service fund has a fund balance of \$21,326,088, 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 \$367,061. This resulted primarily from increased debt service expenditures from recent bond issuances that exceeded the increase in property tax revenues. Continued increased revenues are expected to cover debt service.

The TIRZ fund has a total fund balance of \$3,180,257. The net increase in fund balance during the current year was a result of increased property revenues in the tax zone, which resulted from increased assessed values.

The general capital projects fund has a total fund balance of \$17,075,976. The net increase in fund balance during the current year was a result of the purchase of land reserved for the construction of the Hotel Convention Center.

At the end of the fiscal year, the City's 13 active nonmajor special revenue funds (state forfeiture, federal forfeiture, grants fund, hotel/motel tax, Chandor Gardens, court technology, court security, library, animal shelter, court juvenile case manager, Heritage Park, court jury and PEG) had combined fund balances totaling \$2,473,980, compared to prior year balances of \$1,710,173.

The non-major active capital projects funds (park development, street maintenance, roadway impact, and CLFRF) had combined fund balances of \$2,138,589 compared to prior year balances of \$1,570,848, all of which is restricted for capital projects. The decrease in the capital projects funds is the result of the Radio Tower Expansion project and the Fire Station No. 1 renovation project.

The Doss permanent library fund had an ending fund balance of \$50,000, compared to the prior year balance of \$50,000. 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 \$76,446,853, compared to the prior year unrestricted balance of \$57,677,678. The total increase in net position for the municipal utility fund was \$17,887,661. Unrestricted net position of the solid waste fund amounted to \$1,538,603 compared to \$1,250,478 in the prior year. Unrestricted net position of the storm water fund amounted to \$3,589,238 compared to \$3,873,086 the prior year.

General Fund Budgetary Highlights

Increasing amendments to the original fiscal year 2023 general fund annual expenditure appropriations netted to \$13,253,246 or approximately 33.6% of the original budget. A large portion of these adjustments, \$11.8 million, include an amendment to purchase land for the upcoming convention center construction.

General Fund Budget Comparison

This document's General Fund Budget and Actual summary (found on pages 72 - 73) details differences between budgetary authority and actual spending for the 2023 fiscal year. A review of this schedule yields several significant variances. Overall, the fund left over \$14 million worth of appropriations unspent as of September 30, 2023. Of that, approximately \$3,103,734 came from projects that had to be deferred until the following fiscal year, and those have since been re-appropriated for fiscal year 2024. The other \$11 million is related to the land purchased for the Hotel Convention Center and recorded as a short-term asset.

Council's formal budgetary level of control is by department, and while most departments remained within their fiscal constraints, the Park and recreation department, exceeded their appropriated authority due primarily to additional unplanned facility repairs.

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 \$304,655,896 (net of accumulated depreciation) compared to \$301,699,843 in the prior year. Investment in capital assets related to governmental activities (\$123,507,833) 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 (\$181,148,063) 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:

- Completion of construction for the Public Safety Building \$22,218,358,
- Completion of the P25 Radio Expansion project \$965,908,
- Completion of City Hall renovations \$1,112,535,
- Completion of reclaimed water pump station and wastewater treatment plan improvements \$6,378,173,
- Construction of the taste & order water treatment facility \$618,844, and
- Various system extensions and improvements to the City's water, wastewater, and electric distribution system, as well as equipment purchases, approximated \$24.4 million.

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

	Governmental Activities		Business-Type Activities		Total	
	2023	2022	2023	2022	2023	2022
Land	\$ 15,426,377	\$ 15,414,706	\$ 6,133,489	\$ 5,665,548	\$ 21,559,866	\$ 21,080,254
Buildings and systems	28,304,937	6,439,773	5,676,988	6,154,462	33,981,925	12,594,235
Improvements other than buildings	17,646,002	33,620,964	161,449,013	156,247,842	179,095,015	189,868,806
Machinery and equipment	7,091,732	9,132,338	3,529,435	3,272,685	10,621,167	12,405,023
Infrastructure	52,447,532	36,620,840	-	-	52,447,532	36,620,840
Construction in progress	2,591,253	21,530,329	4,359,138	7,600,356	6,950,391	29,130,685
Total	\$ 123,507,833	\$ 122,758,950	\$ 181,148,063	\$ 178,940,893	\$ 304,655,896	\$ 301,699,843

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 a combination of general obligation bonds, certificates of obligation bonds, revenue bonds, tax notes, notes payable, and financing arrangements of \$86,982,627. While \$56,270,000 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, \$29,480,000 represents bonds secured solely by revenue from the City's combined electric, water and wastewater utility system, a combined \$755,000 in tax notes, notes payable and State infrastructure loans payable from the utility system revenues. A total of \$477,627 represents financing arrangements 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	
	2023	2022	2023	2022	2023	2022
Certificates of obligations	\$ 30,645,000	\$ 30,645,000	\$ -	\$ -	\$ 30,645,000	\$ 30,645,000
Revenue bonds	17,700,000	17,700,000	- -	- -	17,700,000	17,700,000
Tax notes	2,405,000	2,405,000	- -	- -	2,405,000	2,405,000
Financing arrangements	489,767	489,767	211,969	211,969	701,736	701,736
Total	\$ 51,239,767	\$ 51,239,767	\$ 33,091,969	\$ 33,091,969	\$ 84,331,736	\$ 84,331,736

The City of Weatherford's total debt increased by \$2,650,891 (3.14%) during the current fiscal year as a result issuing \$13,700,000 of debt and offset by normal principal retirement.

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, 2023. 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, 2023.

City's total property tax rate for 2022-2023 was \$0.456344 per \$100 of assessed valuation, of which \$0.1260 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 3.4% as of September 2023. This is an increase is from the prior year rate of 3.2%. The current rate of 3.4% compares favorably to national (3.8%) and state averages (4.1%).
- Sales tax collections had another strong year in fiscal year 2023, with actual collections exceeding the amended budget by 13.4%, or \$2.5 million. Collections also exceeded fiscal year 2022 by 17.9%. For fiscal year 2024, staff has estimated sales tax collections to increase an additional 11% due to increased local consumer spending.
- Final total taxable assessed value increased by approximately 29% over the previous year, from \$3.656 billion to \$4.713 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 2023-2024 fiscal year. The property tax rate was reduced to \$0.3990 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 47.4% of general fund revenues and other financing sources, are anticipated to continue modest gains in fiscal year 2023-2024 receipts after accounting for expected rebates for economic development incentive agreements. Approved non-recurring expenditures for 2023-2024 total \$2 million, which is projected to leave the General Fund with a balance equating to 156 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.

THIS PAGE LEFT BLANK INTENTIONALLY

**BASIC
FINANCIAL STATEMENTS**

CITY OF WEATHERFORD, TEXAS

STATEMENT OF NET POSITION

SEPTEMBER 30, 2023

	Governmental Activities	Business-type Activities	Total
ASSETS			
Cash and investments	\$ 55,816,020	\$ 65,038,720	\$ 120,854,740
Receivables (net of allowance for uncollectibles):			
Taxes	283,153	-	283,153
Accounts	801,667	13,499,739	14,301,406
Leases	-	17,988,775	17,988,775
Other	-	115,166	115,166
Due from other governments	5,383,650	-	5,383,650
Prepaid items	13,117	604,233	617,350
Inventories	49,366	4,751,822	4,801,188
Restricted assets:			
Cash and investments	-	18,862,543	18,862,543
Land held for resale	25,657,505	-	25,657,505
Capital assets:			
Land	15,426,377	6,133,489	21,559,866
Buildings	37,233,366	18,364,877	55,598,243
Improvements other than buildings	54,167,758	277,877,875	332,045,633
Infrastructure	68,798,952	-	68,798,952
Machinery and equipment	27,698,872	11,551,911	39,250,783
Construction in progress	2,591,253	4,359,138	6,950,391
Less: accumulated depreciation	(82,408,745)	(137,139,227)	(219,547,972)
Total capital assets	<u>123,507,833</u>	<u>181,148,063</u>	<u>304,655,896</u>
Total assets	<u>211,512,311</u>	<u>302,009,061</u>	<u>513,521,372</u>
DEFERRED OUTFLOWS OF RESOURCES			
Deferred charge on refunding	-	537,858	537,858
Deferred outflow related to pensions	10,379,211	3,558,288	13,937,499
Deferred outflow related to OPEBs	3,069,794	1,169,654	4,239,448
Total deferred outflows of resources	<u>13,449,005</u>	<u>5,265,800</u>	<u>18,714,805</u>

	Governmental Activities	Business-type Activities	Total
LIABILITIES			
Accounts payable	\$ 1,897,702	\$ 4,883,942	\$ 6,781,644
Accrued liabilities	868,861	321,000	1,189,861
Retainage payable	-	1,251,670	1,251,670
Accrued interest	128,724	14,597	143,321
Due to other governments	35,070	-	35,070
Customer deposits and escrows	670,212	1,606,669	2,276,881
Unearned revenue	-	69,794	69,794
Payable from restricted assets:			
Accrued interest	-	79,190	79,190
Noncurrent liabilities:			
Due within one year:			
Long-term debt payable from restricted assets	-	678,750	678,750
Long-term debt	8,466,056	2,933,649	11,399,705
Total OPEB liability	263,445	100,130	363,575
Due in more than one year:			
Long-term debt	55,444,210	30,035,740	85,479,950
Net pension liability	16,574,225	5,682,114	22,256,339
Total OPEB liability	8,807,014	3,339,180	12,146,194
Total liabilities	<u>93,155,519</u>	<u>50,996,425</u>	<u>144,151,944</u>
DEFERRED INFLOWS OF RESOURCES			
Deferred inflow related to leases	-	17,526,316	17,526,316
Deferred inflow related to pensions	85,877	29,441	115,318
Deferred inflow related to OPEBs	7,624,163	2,909,598	10,533,761
Total deferred inflows of resources	<u>7,710,040</u>	<u>20,465,355</u>	<u>28,175,395</u>
NET POSITION			
Net investment in capital assets	83,382,891	142,351,250	225,734,141
Restricted for:			
Construction	-	2,262,300	2,262,300
Land held for resale	11,957,505	-	11,957,505
Debt service	13,061,985	4,383,988	17,445,973
Rate stabilization	-	5,240,849	5,240,849
Culture and recreation:			
Nonexpendable	50,000	-	50,000
Public safety	330,387	-	330,387
Community development	1,302,278	-	1,302,278
Unrestricted	14,010,710	81,574,694	95,585,404
Total net position	<u>\$ 124,095,757</u>	<u>\$ 235,813,081</u>	<u>\$ 359,908,838</u>

CITY OF WEATHERFORD, TEXAS

STATEMENT OF ACTIVITIES

FOR THE YEAR ENDED SEPTEMBER 30, 2023

Functions/Programs	Expenses	Program Revenues		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions
Governmental activities:				
General government	\$ 9,634,111	\$ 4,374,695	\$ -	\$ -
Public safety	20,731,655	1,711,937	119,695	5,726,005
Public works	9,201,688	1,454,827	-	584,463
Health and welfare	1,669,411	859,435	145,746	-
Cultural and recreation	6,848,543	1,562,194	31,889	-
Interest on long-term debt	1,675,087	-	-	-
Total governmental activities	49,760,495	9,963,088	297,330	6,310,468
Business-type activities:				
Electric	35,503,181	52,156,828	-	1,466,007
Water	15,196,499	20,670,750	-	102,512
Wastewater	7,600,738	7,743,338	-	94,907
Sanitation	3,138,414	3,243,231	-	190,261
Stormwater utility	984,240	1,477,278	-	803,246
Total business-type activities	62,423,072	85,291,425	-	2,656,933
Total primary government	\$ 112,183,567	\$ 95,254,513	\$ 297,330	\$ 8,967,401
General revenues:				
Taxes:				
Property				
Sales				
Hotel occupancy				
Gross receipts				
Mixed Beverage				
Investment earnings				
Royalties				
Miscellaneous				
Transfers				
Total general revenues and transfers				
Change in net position				
Net position, beginning				
Net position, ending				

Net (Expense) Revenue and Changes in Net Position		
Primary Government		
Governmental Activities	Business-type Activities	Total
\$ (5,259,416)	\$ -	(5,259,416)
(13,174,018)	-	(13,174,018)
(7,162,398)	-	(7,162,398)
(664,230)	-	(664,230)
(5,254,460)	-	(5,254,460)
(1,675,087)	-	(1,675,087)
<u>(33,189,609)</u>	<u>-</u>	<u>(33,189,609)</u>
 - 18,119,654	 5,576,763	 18,119,654
 - 237,507	 295,078	 237,507
 - 1,296,284	 1,296,284	 25,525,286
<u> - 25,525,286</u>	<u> 25,525,286</u>	<u> 25,525,286</u>
<u> \$ (33,189,609)</u>	<u> \$ 25,525,286</u>	<u> \$ (7,664,323)</u>
 15,946,310	 - 15,946,310	
 21,493,217	 - 21,493,217	
 1,373,349	 - 1,373,349	
 831,001	 - 831,001	
 241,758	 - 241,758	
 4,416,095	 1,725,226	 6,141,321
 - 167,432	 247,301	 167,432
 182,152	 - 429,453	 429,453
<u> 8,155,661</u>	<u> (8,155,661)</u>	<u> - 46,623,841</u>
<u> 52,639,543</u>	<u> (6,015,702)</u>	<u> 38,959,518</u>
<u> 19,449,934</u>	<u> 19,509,584</u>	<u> 320,949,320</u>
<u> 104,645,823</u>	<u> 216,303,497</u>	<u> \$ 359,908,838</u>
<u> \$ 124,095,757</u>	<u> \$ 235,813,081</u>	

CITY OF WEATHERFORD, TEXAS

BALANCE SHEET

GOVERNMENTAL FUNDS

SEPTEMBER 30, 2023

	General	Debt Service	TIRZ
ASSETS			
Cash and investments	\$ 23,106,363	\$ 15,324,729	\$ 2,818,660
Receivables (net of allowance for uncollectibles of \$510,657):			
Taxes	198,724	82,175	2,254
Accounts	701,634	-	-
Due from other governments	3,501,381	1,869,173	-
Prepaid	13,117	-	-
Due from other funds	-	6,000,000	-
Inventories	49,366	-	-
Land Held for Resale	11,883,880	-	-
Total assets	<u>39,454,465</u>	<u>23,276,077</u>	<u>2,820,914</u>
LIABILITIES			
Accounts payable	632,130	-	-
Accrued liabilities	852,854	-	-
Deposits and escrows	532,904	-	-
Due to other governments	35,070	-	-
Advance from other funds	-	-	6,000,000
Total liabilities	<u>2,052,958</u>	<u>-</u>	<u>6,000,000</u>
DEFERRED INFLOWS OF RESOURCES			
Unavailable revenue	436,964	1,949,989	1,171
Total deferred inflows of resources	<u>436,964</u>	<u>1,949,989</u>	<u>1,171</u>
FUND BALANCES			
Nonspendable:			
Doss library	-	-	-
Prepaid	13,117	-	-
Inventory	49,366	-	-
Land held for resale	11,883,880	-	-
Restricted for:			
Debt service	-	21,326,088	-
Public safety	-	-	-
Community development	-	-	-
Committed:			
Other post employee benefits	585,246	-	-
Stabilization arrangement	12,061,437	-	-
Capital projects	-	-	-
Park development	-	-	-
Culture and recreation	-	-	-
Health and welfare	-	-	-
Assigned:			
Subsequent year appropriations	518,694	-	-
Unassigned (deficit)	11,852,803	-	(3,180,257)
Total fund balances	<u>36,964,543</u>	<u>21,326,088</u>	<u>(3,180,257)</u>
Total liabilities, deferred inflows of resources, and fund balances	<u>\$ 39,454,465</u>	<u>\$ 23,276,077</u>	<u>\$ 2,820,914</u>

General Capital Projects	Other Governmental	Total Governmental Funds
\$ 3,453,499	\$ 4,951,226	\$ 49,654,477
-	-	283,153
-	97,691	799,325
13,096	-	5,383,650
-	-	13,117
-	-	6,000,000
-	-	49,366
13,773,625	-	25,657,505
17,240,220	5,048,917	87,840,593
164,244	233,033	1,029,407
-	16,007	868,861
-	137,308	670,212
-	-	35,070
-	-	6,000,000
164,244	386,348	8,603,550
-	-	2,388,124
-	-	2,388,124
-	50,000	50,000
-	-	13,117
-	-	49,366
13,773,625	-	25,657,505
-	-	21,326,088
-	330,387	330,387
-	1,302,278	1,302,278
-	-	585,246
-	-	12,061,437
3,302,351	1,371,389	4,673,740
-	767,200	767,200
-	325,566	325,566
-	515,749	515,749
-	-	518,694
-	-	8,672,546
17,075,976	4,662,569	76,848,919
\$ 17,240,220	\$ 5,048,917	\$ 87,840,593

THIS PAGE LEFT BLANK INTENTIONALLY

CITY OF WEATHERFORD, TEXAS

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

SEPTEMBER 30, 2023

Total fund balances - governmental funds balance sheet \$ 76,848,919

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. 121,555,303

Certain items are not available to pay for current period expenditures, and, therefore are deferred inflows of resources in the funds. 2,388,124

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. 7,248,120

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. (83,944,709)

Net position of governmental activities - statement of net position \$ 124,095,757

CITY OF WEATHERFORD, TEXAS

**STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES**

GOVERNMENTAL FUNDS

FOR THE YEAR ENDED SEPTEMBER 30, 2023

	General	Debt Service	TIRZ
REVENUES			
Taxes	\$ 33,259,406	\$ 4,124,610	\$ 1,037,567
Licenses and permits	1,160,567	-	-
Intergovernmental	1,409,656	3,496,235	-
Charges for services	5,875,648	-	-
Fines and forfeitures	347,482	-	-
Contributions	1,435	-	-
Investment earnings	3,296,047	665,007	86,133
Miscellaneous	24,123	-	-
Total revenues	<u>45,374,364</u>	<u>8,285,852</u>	<u>1,123,700</u>
EXPENDITURES			
Current:			
General government	11,405,639	1,500	-
Public safety	20,060,052	-	-
Public works	3,050,862	-	4,460
Health and welfare	1,566,162	-	-
Cultural and recreation	4,034,584	-	-
Capital outlay	483,182	-	-
Debt service:			
Principal	-	7,496,732	-
Interest and other	-	1,904,681	-
Total expenditures	<u>40,600,481</u>	<u>9,402,913</u>	<u>4,460</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	<u>4,773,883</u>	<u>(1,117,061)</u>	<u>1,119,240</u>
OTHER FINANCING SOURCES (USES)			
Issuance of debt - bonds	-	-	-
Discount on bonds issues	-	-	-
Sale of general capital assets	25,252	-	-
Insurance recoveries	219,808	-	-
Transfers in	12,280,337	750,000	-
Transfers out	(5,786,404)	-	-
Total other financing sources and uses	<u>6,738,993</u>	<u>750,000</u>	<u>-</u>
NET CHANGE IN FUND BALANCES	<u>11,512,876</u>	<u>(367,061)</u>	<u>1,119,240</u>
FUND BALANCES, BEGINNING	<u>25,451,667</u>	<u>21,693,149</u>	<u>(4,299,497)</u>
FUND BALANCES, ENDING	<u>\$ 36,964,543</u>	<u>\$ 21,326,088</u>	<u>\$ (3,180,257)</u>

General Capital Projects	Other Governmental	Total Governmental Funds
\$ -	\$ 1,411,616	\$ 39,833,199
-	-	1,160,567
198,206	5,729,858	10,833,955
-	1,252,555	7,128,203
-	128,126	475,608
-	204,117	205,552
96,415	89,785	4,233,387
16,500	697	41,320
<u>311,121</u>	<u>8,816,754</u>	<u>63,911,791</u>
676,261	14,972	12,098,372
-	69,648	20,129,700
-	1,494,346	4,549,668
-	5,526	1,571,688
-	1,638,672	5,673,256
2,136,415	2,073,770	4,693,367
-	-	7,496,732
<u>108,226</u>	<u>-</u>	<u>2,012,907</u>
<u>2,920,902</u>	<u>5,296,934</u>	<u>58,225,690</u>
(2,609,781)	3,519,820	5,686,101
<u>(13,700,000</u>	<u>-</u>	<u>13,700,000</u>
<u>(225,942)</u>	<u>-</u>	<u>(225,942)</u>
-	-	25,252
-	-	219,808
3,600,000	2,315,894	18,946,231
<u>(500,000)</u>	<u>(4,504,166)</u>	<u>(10,790,570)</u>
<u>16,574,058</u>	<u>(2,188,272)</u>	<u>21,874,779</u>
<u>13,964,277</u>	<u>1,331,548</u>	<u>27,560,880</u>
<u>3,111,699</u>	<u>3,331,021</u>	<u>49,288,039</u>
<u>\$ 17,075,976</u>	<u>\$ 4,662,569</u>	<u>\$ 76,848,919</u>

THIS PAGE LEFT BLANK INTENTIONALLY

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, 2023

Net change in fund balances - total governmental funds:	\$ 27,560,880
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.	196,047
The net effect of various miscellaneous transactions involving capital assets (i.e., sales, trade-ins, and donations) is to increase net position.	216,123
Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.	
Property taxes	52,436
Court fines	(12,963)
Grant - Texas Department of Transportation	(3,496,235)
Grant - Texas Intrastate Fire Mutual Aid System (TIFMAS)	5,949
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.	(5,636,599)
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.	1,879,132
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.	(1,314,836)
Change in net position of governmental activities	\$ <u>19,449,934</u>

CITY OF WEATHERFORD, TEXAS

STATEMENT OF NET POSITION

PROPRIETARY FUNDS

SEPTEMBER 30, 2023

	Business-type Activities - Enterprise Funds	
	Municipal Utility System	Solid Waste
ASSETS		
Current assets		
Unrestricted assets		
Cash and cash equivalents	\$ 44,475,357	\$ 34,459
Investments	14,546,657	2,488,423
Receivables:		
Accounts, net of allowances for uncollectible accounts of \$513,041	6,608,493	75,647
Earned but unbilled customer accounts	6,415,343	291,831
Leases	17,988,775	-
Other	115,166	-
Prepays	603,857	376
Inventory	4,744,419	7,403
Restricted assets		
Cash and cash equivalents	18,387,643	-
Investments	474,900	-
Total current assets	<u>114,360,610</u>	<u>2,898,139</u>
Noncurrent assets		
Capital assets		
Land	4,777,505	-
Construction in progress	3,543,687	-
Buildings and improvements	18,167,268	197,609
Other improvements	260,518,347	10,577
Machinery and equipment	9,661,048	1,870,241
Less: accumulated depreciation	(132,787,957)	(1,489,247)
Total noncurrent assets	<u>163,879,898</u>	<u>589,180</u>
Total assets	<u>278,240,508</u>	<u>3,487,319</u>
DEFERRED OUTFLOWS OF RESOURCES		
Deferred charge on refunding	537,858	-
Deferred outflow related to pensions	3,060,675	497,613
Deferred outflow related to OPEBs	992,140	177,001
Total deferred outflows of resources	<u>4,590,673</u>	<u>674,614</u>

Business-type Activities - Enterprise Funds		Governmental Activities	
Storm Water Utility Non-Major	Total	Internal Service Funds	
\$ 253,615	44,763,431	\$ 2,083,100	
3,240,209	20,275,289	4,078,443	
-	6,684,140	2,342	
108,425	6,815,599	-	
-	17,988,775	-	
-	115,166	-	
-	604,233	-	
-	4,751,822	-	
-	18,387,643	-	
-	474,900	-	
<u>3,602,249</u>	<u>120,860,998</u>	<u>6,163,885</u>	
1,355,984	6,133,489	-	
815,451	4,359,138	-	
-	18,364,877	-	
17,348,951	277,877,875	-	
20,622	11,551,911	4,097,275	
(2,862,023)	(137,139,227)	(2,144,745)	
<u>16,678,985</u>	<u>181,148,063</u>	<u>1,952,530</u>	
<u>20,281,234</u>	<u>302,009,061</u>	<u>8,116,415</u>	
-	537,858	-	
-	3,558,288	-	
513	1,169,654	-	
<u>513</u>	<u>5,265,800</u>	<u>-</u>	

CITY OF WEATHERFORD, TEXAS

STATEMENT OF NET POSITION

PROPRIETARY FUNDS

SEPTEMBER 30, 2023

	Business-type Activities - Enterprise Funds		
	Municipal Utility System		Solid Waste
	\$	\$	\$
LIABILITIES			
Current liabilities (payable from current assets):			
Accounts payable	\$ 4,763,853	\$ 91,976	
Accrued wages	281,728	39,272	
Retainage payable	1,251,670	-	
Accrued interest	3,872	-	
Unearned revenue	69,794	-	
Deposits and escrows	1,606,669	-	
Financing arrangements	41,301	-	
Revenue bonds payable	2,536,250	-	
Compensated absences	291,804	64,294	
Total OPEB liability	85,377	14,753	
Current liabilities (payable from restricted assets):			
Accrued interest	79,190	-	
Revenue bonds payable- current	258,750	-	
Total current liabilities	<u>11,270,258</u>	<u>210,295</u>	
Noncurrent liabilities			
Financings arrangements	130,406	-	
Revenue bonds payable	25,455,421	-	
Compensated absences	657,635	80,359	
Net pension liability	4,887,493	794,621	
Total OPEB liability	<u>2,833,028</u>	<u>503,974</u>	
Total noncurrent liabilities	<u>33,963,983</u>	<u>1,378,954</u>	
Total liabilities	<u>45,234,241</u>	<u>1,589,249</u>	
DEFERRED INFLOWS OF RESOURCES			
Deferred inflow related to leases	17,526,316	-	
Deferred inflow related to pensions	25,324	4,117	
Deferred inflow related to OPEBs	<u>2,467,725</u>	<u>440,784</u>	
Total deferred inflows of resources	<u>20,019,365</u>	<u>444,901</u>	
NET POSITION			
Net investment in capital assets	129,243,585	589,180	
Restricted for:			
Construction	2,262,300	-	
Debt service	4,383,988	-	
Rate stabilization	5,240,849	-	
Unrestricted	<u>76,446,853</u>	<u>1,538,603</u>	
Total net position	<u>\$ 217,577,575</u>	<u>\$ 2,127,783</u>	

Business-type Activities - Enterprise Funds		Governmental Activities
Storm Water Utility Non-Major	Total	Internal Service Funds
\$ 28,113	4,883,942	\$ 868,295
-	321,000	-
-	1,251,670	-
10,725	14,597	-
-	69,794	-
-	1,606,669	-
-	41,301	-
-	2,536,250	-
-	356,098	-
-	100,130	-
-	79,190	-
420,000	678,750	-
<u>458,838</u>	<u>11,939,391</u>	<u>868,295</u>
 - 3,711,919	 130,406 29,167,340	 - -
-	737,994	-
-	5,682,114	-
2,178	3,339,180	-
<u>3,714,097</u>	<u>39,057,034</u>	<u>-</u>
 4,172,935	 50,996,425	 868,295
 - 1,089	 17,526,316 29,441	 - -
<u>1,089</u>	<u>2,909,598</u>	<u>-</u>
 1,089	 20,465,355	 -
 12,518,485	 142,351,250	 1,952,530
-	2,262,300	-
-	4,383,988	-
-	5,240,849	-
<u>3,589,238</u>	<u>81,574,694</u>	<u>5,295,590</u>
 <u>\$ 16,107,723</u>	 <u>235,813,081</u>	 <u>7,248,120</u>

CITY OF WEATHERFORD, TEXAS

**STATEMENT OF REVENUES, EXPENSES
AND CHANGES IN FUND NET POSITION**

PROPRIETARY FUNDS

FOR THE YEAR ENDED SEPTEMBER 30, 2023

	Business-type Activities - Enterprise Funds	
	Municipal Utility System	Solid Waste
OPERATING REVENUES		
Electric sales	\$ 51,639,646	\$ -
Electric services	538,154	-
Water sales	19,402,057	-
Water services	228,933	-
Wastewater services	7,743,338	-
Sanitation services	-	3,243,231
Stormwater fees	-	-
Charges for services	-	-
Other	215,303	1,304
Total operating revenues	<u>79,767,431</u>	<u>3,244,535</u>
OPERATING EXPENSES		
Personnel services	6,866,461	1,543,721
Contractual services	15,715,508	1,238,527
Purchased power	22,409,773	-
Materials and supplies	2,558,282	224,926
Claims	-	-
Depreciation	9,635,205	131,240
Total operating expenses	<u>57,185,229</u>	<u>3,138,414</u>
OPERATING INCOME (LOSS)	<u>22,582,202</u>	<u>106,121</u>
NONOPERATING REVENUES (EXPENSES)		
Investment earnings	1,472,430	109,041
Insurance Recoveries	157,426	-
Intergovernmental	187,764	190,261
Rentals	878,960	-
Royalties	-	167,432
Gain (loss) on disposal of assets	5,302	-
Interest and other	(1,115,189)	-
Total nonoperating revenues (expenses)	<u>1,586,693</u>	<u>466,734</u>
INCOME BEFORE CONTRIBUTIONS AND TRANSFERS	<u>24,168,895</u>	<u>572,855</u>
Capital contributions	1,458,456	-
Transfers out	(7,739,690)	(415,971)
CHANGE IN NET POSITION	<u>17,887,661</u>	<u>156,884</u>
NET POSITION, BEGINNING	<u>199,689,914</u>	<u>1,970,899</u>
NET POSITION, ENDING	<u>\$ 217,577,575</u>	<u>\$ 2,127,783</u>

Business-type Activities - Enterprise Funds		Governmental Activities	
Storm Water Utility Non-Major	Total	Internal Service Funds	
\$ -	\$ 51,639,646	\$ -	
-	538,154	-	
-	19,402,057	-	
-	228,933	-	
-	7,743,338	-	
-	3,243,231	-	
1,477,278	1,477,278	-	
-	-	6,951,763	
25,000	241,607	62,442	
<u>1,502,278</u>	<u>84,514,244</u>	<u>7,014,205</u>	
 - 148,198	 8,410,182 17,102,233	 - 1,621,367	
-	22,409,773	-	
-	2,783,208	419,967	
-	-	2,886,626	
699,387	10,465,832	336,811	
<u>847,585</u>	<u>61,171,228</u>	<u>5,264,771</u>	
<u>654,693</u>	<u>23,343,016</u>	<u>1,749,434</u>	
 143,755	 1,725,226	 182,708	
-	157,426		
-	378,025	-	
-	878,960	-	
-	167,432	-	
-	5,302	(50,102)	
(136,655)	(1,251,844)	(2,908)	
<u>7,100</u>	<u>2,060,527</u>	<u>129,698</u>	
 661,793	 25,403,543	 1,879,132	
<u>803,246</u>	<u>2,261,702</u>	<u>-</u>	
<u>-</u>	<u>(8,155,661)</u>	<u>-</u>	
<u>1,465,039</u>	<u>19,509,584</u>	<u>1,879,132</u>	
<u>14,642,684</u>	<u>216,303,497</u>	<u>5,368,988</u>	
<u>\$ 16,107,723</u>	<u>\$ 235,813,081</u>	<u>\$ 7,248,120</u>	

CITY OF WEATHERFORD, TEXAS

STATEMENT OF CASH FLOWS

PROPRIETARY FUNDS

FOR THE YEAR ENDED SEPTEMBER 30, 2023

	Business-type Activities - Enterprise Funds	
	Municipal Utility System	Solid Waste
CASH FLOWS FROM OPERATING ACTIVITIES		
Cash received from customers	\$ 80,046,540	\$ 3,100,878
Cash paid to employees for services	(6,211,859)	(1,441,113)
Cash paid to suppliers and service providers	(41,477,114)	(1,449,201)
Net cash provided by operating activities	<u>32,357,567</u>	<u>210,564</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES		
Cash received from royalties	878,960	167,432
Cash received from other governments	187,764	190,261
Cash received from insurance recoveries	157,426	
Transfers to other funds	(7,739,690)	(415,971)
Net cash used by noncapital financing activities	<u>(6,515,540)</u>	<u>(58,278)</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES		
Proceeds from disposal of capital assets	5,302	-
Proceeds from long-term debt	-	-
Proceeds from developers for contributions in aid of construction	1,458,456	-
Principal payments on long-term debt	(3,273,235)	-
Acquisition and construction of capital assets	(10,434,606)	-
Interest and other charges on debt	(1,081,436)	-
Net cash provided (used) by capital and related financing activities	<u>(13,325,519)</u>	<u>-</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Interest received	1,472,430	109,042
Sale of investments	4,657,251	-
Purchase of investments	-	-
Net cash provided (used) by investing activities	<u>6,129,681</u>	<u>109,042</u>
NET INCREASE (DECREASE) IN CASH	<u>18,646,189</u>	<u>261,328</u>
CASH AND CASH EQUIVALENTS, BEGINNING	<u>44,216,811</u>	<u>2,261,554</u>
CASH AND CASH EQUIVALENTS, ENDING	<u>\$ 62,863,000</u>	<u>\$ 2,522,882</u>
RECONCILIATION OF TOTAL CASH AND CASH EQUIVALENTS		
Current assets - cash and cash equivalents	\$ 44,475,357	\$ 2,522,882
Restricted assets - cash and cash equivalents	18,387,643	-
Total cash and cash equivalents	<u>\$ 62,863,000</u>	<u>\$ 2,522,882</u>

Business-type Activities - Enterprise Funds		Governmental Activities	
Storm Water Utility Non-Major	Total	Internal Service Funds	
\$ 1,502,992	\$ 84,650,410	\$ 7,023,221	
46	(7,652,926)	-	
(148,198)	(43,074,513)	(5,270,336)	
<u>1,354,840</u>	<u>33,922,971</u>	<u>1,752,885</u>	
-	1,046,392	-	
-	378,025	-	
	157,426		
-	(8,155,661)	-	
-	(6,573,818)	-	
(410,000)	(410,000)	(50,102)	
		-	
-	1,458,456	-	
(477)	(3,273,712)	(112,112)	
(1,062,225)	(11,496,831)	(723,625)	
(137,637)	(1,219,073)	(3,888)	
<u>(1,610,339)</u>	<u>(14,935,858)</u>	<u>(889,727)</u>	
(143,755)	1,725,227	182,707	
(2,274,721)	2,382,530	-	
-	-	(169,252)	
<u>(2,130,966)</u>	<u>4,107,757</u>	<u>13,455</u>	
<u>(2,386,465)</u>	<u>16,521,052</u>	<u>876,613</u>	
<u>2,640,080</u>	<u>49,118,445</u>	<u>1,156,385</u>	
<u>\$ 253,615</u>	<u>\$ 65,639,497</u>	<u>\$ 2,032,998</u>	
\$ 253,615	\$ 47,251,854	\$ 2,083,100	
-	18,387,643	-	
<u>\$ 253,615</u>	<u>\$ 65,639,497</u>	<u>\$ 2,083,100</u>	

CITY OF WEATHERFORD, TEXAS

STATEMENT OF CASH FLOWS

PROPRIETARY FUNDS

FOR THE YEAR ENDED SEPTEMBER 30, 2023

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)	\$ 22,582,202	\$ 106,121
Adjustments to reconcile operating income (loss) to net cash provided by operating activities:		
Depreciation	9,635,205	131,241
(Increase) decrease in accounts receivable	1,562,266	(75,648)
(Increase) decrease in unbilled accounts	(409,665)	(68,010)
(Increase) decrease in inventory	(413,983)	(1,677)
(Increase) decrease in prepaids	1,210	-
(Increase) decrease in deferred outflows for benefits	(2,189,200)	(353,647)
Increase (decrease) in accounts payable	(380,778)	15,929
Increase (decrease) in accrued wages payable	46,263	4,044
Increase (decrease) in customer deposits	(24,669)	-
Increase (decrease) in compensated absences	314,017	53,129
Increase (decrease) in deferred inflows for leases	(1,155,521)	(24,540)
Increase (decrease) in net pension liability	4,686,267	761,905
Increase (decrease) in total OPEB liability	<u>(1,896,047)</u>	<u>(338,283)</u>
Net cash provided by operating activities	<u>\$ 32,357,567</u>	<u>\$ 210,564</u>

NONCASH INVESTING, CAPITAL, AND FINANCING ACTIVITIES

Contributions of capital assets	\$ -	\$ -
Change in fair value of investments	213,755	-

Business-type Activities - Enterprise Funds			Governmental Activities	
Storm Water	Utility	Total	Internal Service	Funds
Non-Major				
\$ 654,693	\$ 23,343,016	\$ 1,749,434		
699,387	10,465,833	336,811		
-	1,486,618	9,016		
714	(476,961)	-		
-	(415,660)	-		
-	1,210	-		
160	(2,542,687)	-		
-	(364,849)	(342,376)		
-	50,307	-		
-	(24,669)	-		
-	367,146	-		
858	(1,179,203)	-		
(215)	5,447,957	-		
<u>(757)</u>	<u>(2,235,087)</u>	<u>-</u>		
\$ <u>1,354,840</u>	\$ <u>33,922,971</u>	\$ <u>1,752,885</u>		
\$ 803,246	\$ 803,246	\$ -		
17,315	231,070	10,330		

THIS PAGE LEFT BLANK INTENTIONALLY

CITY OF WEATHERFORD, TEXAS
Notes to the Financial Statements

CITY OF WEATHERFORD, TEXAS

NOTES TO FINANCIAL STATEMENTS

SEPTEMBER 30, 2023

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

CITY OF WEATHERFORD, TEXAS
Notes to the Financial Statements

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.

CITY OF WEATHERFORD, TEXAS
Notes to the Financial Statements

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

CITY OF WEATHERFORD, TEXAS
Notes to the Financial Statements

interest charges.

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, 2023, was \$.4563 per \$100 of assessed valuation. The assessed value upon which the completed 2022 levy was based was approximately \$3,655,897,462.

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 and Land Held for Resale

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. Land purchased for resale is capitalized as inventory at acquisition cost or net realizable value, if lower.

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:

Assets	Years
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.

CITY OF WEATHERFORD, TEXAS
Notes to the Financial Statements

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. Leases – Lessor

The City is a lessor for a noncancelable lease of land and infrastructure. The City recognizes a lease receivable and a deferred inflow of resources in the government-wide and proprietary fund financial statements.

At the commencement of a lease, the City initially measures the lease receivable at the present value of payments expected to be received during the lease term. Subsequently, the lease receivable is reduced by the principal portion of lease payments received. The deferred inflow of resources is initially measured as the initial amount of the lease receivable, adjusted for lease payments received at or before the lease commencement date. Subsequently, the deferred inflow of resources is recognized as revenue over the life of the lease term.

Key estimates and judgements include how the City determines 1) the discount rate it uses to discount the expected lease payments to present value, 2) lease term, and 3) lease receipts.

- The City uses its estimated incremental borrowing rate as the discount rate for the leases.
- The lease term includes the noncancelable period of the lease. Lease receipts included in the measurement of the lease receivable is composed of fixed payments from the lessee.

The City monitors changes in circumstances that would require a remeasurement of its leases, and will remeasure the lease receivable and deferred inflows of resources if certain changes occur that are expected to significantly affect the amount of the lease receivable.

CITY OF WEATHERFORD, TEXAS
Notes to the Financial Statements

10. 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."

11. 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.

12. 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.

13. 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.

14. 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 assets 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.

CITY OF WEATHERFORD, TEXAS
Notes to the Financial Statements

- 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 assets 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.
- Lease receivables - These amounts are deferred at the commencement date of the lease and recognized as an inflow of resources over the life of the lease term in the period that the amounts become available.

15. 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

CITY OF WEATHERFORD, TEXAS
Notes to the Financial Statements

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.
- 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.

CITY OF WEATHERFORD, TEXAS
Notes to the Financial Statements

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

FUND BALANCE	General	Debt Service	TIRZ	General Capital Projects	Other Governmental	Totals
Nonspendable:						
Doss library	\$ -	\$ -	\$ -	\$ -	\$ 50,000	\$ 50,000
Prepays	13,117	-	-	-	-	13,117
Inventory	49,366	-	-	-	-	49,366
Land held for resale	11,883,880	-	-	13,773,625	-	11,957,505
Restricted for:						
Debt service	-	21,326,088	-	-	-	21,326,088
Capital projects						
Public safety:						
Police operations and equipment	-	-	-	-	161,313	161,313
Municipal court technology	-	-	-	-	55,747	55,747
Municipal court security	-	-	-	-	44,764	44,764
Juvenile case manager	-	-	-	-	68,250	68,250
Municipal court jury	-	-	-	-	313	313
Community development:						
Promotion of tourism and hotel industry	-	-	-	-	1,155,753	1,155,753
PEG	-	-	-	-	146,525	146,525
Committed:						
Other post employee benefits	585,246	-	-	-	-	585,246
Stabilization arrangement	12,061,437	-	-	-	-	12,061,437
Capital projects	-	-	-	3,302,351	1,371,389	18,373,740
Park development	-	-	-	-	767,200	767,200
Culture and recreation:						
Chandor Gardens	-	-	-	-	990	990
Library operations	-	-	-	-	209,152	209,152
Heritage park	-	-	-	-	115,424	115,424
Health and wellness:						
Animal shelter improvements	-	-	-	-	515,749	515,749
Assigned:						
Subsequent year appropriations	518,694	-	-	-	-	518,694
Unassigned	<u>11,852,803</u>	<u>-</u>	<u>(3,180,257)</u>	<u>-</u>	<u>-</u>	<u>8,672,546</u>
Totals	<u>\$ 36,964,543</u>	<u>\$ 21,326,088</u>	<u>\$ (3,180,257)</u>	<u>\$ 17,075,976</u>	<u>\$ 4,662,569</u>	<u>\$ 76,848,919</u>

16. 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.

17. 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.

18. 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.

CITY OF WEATHERFORD, TEXAS
Notes to the Financial Statements

19. Implementation of New Standards

GASB Statement No. 96, *Subscription-Based Information Technology Arrangements*, was adopted effective October 1, 2022. This Statement provides guidance on the accounting and financial reporting for subscription-based information technology arrangements (SBITAs) for government end users (governments). This Statement (1) defines a SBITA; (2) establishes that a SBITA results in a right-to-use subscription asset—an intangible asset—and a corresponding subscription liability; (3) provides the capitalization criteria for outlays other than subscription payments, including implementation costs of a SBITA; and (4) requires note disclosures regarding a SBITA. To the extent relevant, the standards for SBITAs are based on the standards established in Statement No. 87, *Leases*, as amended.

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 \$83,944,709 difference are as follows:

Bonds payable	\$ 56,270,000
Financing arrangement	305,920
Tax notes	755,000
Issuance premium (to be amortized as interest expense)	3,425,205
Accrued interest payable	128,724
Compensated absences	3,154,139
Deferred outflow related to pensions	(10,379,211)
Deferred outflow related to OPEBs	(3,069,792)
Deferred inflow related to pensions	85,877
Deferred inflow related to OPEBs	7,624,163
Net pension liability	16,574,225
Total OPEB liability	<u>9,070,459</u>
Net adjustment to reduce <i>fund balance – total governmental funds</i> to arrive at <i>net position – governmental activities</i>	\$ <u>83,944,709</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 \$196,047 difference are as follows:

CITY OF WEATHERFORD, TEXAS
Notes to the Financial Statements

Capital outlay	\$ 7,640,869
Depreciation expense	<u>(7,444,822)</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>196,047</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 \$216,123 are as follows:

Donated capital assets	\$ 386,257
Disposal of capital assets	<u>(170,134)</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>216,123</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 \$5,636,599 difference are as follows:

Principal repayments	\$ 7,496,732
Issuance of long-term debt	<u>(13,700,000)</u>
Premium on bond issuance	225,942
Accrued interest	<u>(4,741)</u>
Amortization of bond premium	<u>345,468</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>5,636,599</u>)
--	------------------------

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 \$1,314,836 difference are as follows:

Compensated absences	\$(<u> 270,628)</u>
Pension cost	<u>(1,445,159)</u>
OPEB cost	<u>400,951</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>1,314,836</u>)
--	------------------------

CITY OF WEATHERFORD, TEXAS
Notes to the Financial Statements

III. STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

A. Deficit Fund Balance

At year-end the TIRZ fund, a major fund, has a deficit fund balance of \$3,180,257. 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.

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

Description	Maturity Date	Fair Value Measurements Used	Carrying Value 09/30/2023	% of Total	Weighted Average Maturity (Months)
Local Government Investment Pools:					
TexPool	N/A	N/A	\$ 4,410,122	3.80%	0.03
TexStar	N/A	N/A	4,563,416	3.93%	0.03
Texas Class	N/A	N/A	<u>72,643,013</u>	62.58%	0.53
Total			<u>81,616,551</u>		
Certificates of Deposit:					
Texas Bank	10/21/22	N/A	5,155,487	4.44%	0.80
Texas Bank	10/26/22	N/A	2,637,014	2.27%	0.41
Texas Bank	10/21/23	N/A	<u>5,216,243</u>	4.49%	1.00
Total			<u>13,008,744</u>		
U. S. Government Securities:					
Federal Home Loan Mortgage Corp	10/25/23	Level 1	2,993,400	2.58%	0.55
Federal Home Loan Bank	11/22/23	Level 1	4,966,000	4.28%	1.94
Federal Home Loan Bank	04/26/24	Level 1	1,991,400	1.72%	3.06
Federal Home Loan Bank	10/25/24	Level 1	1,989,000	1.71%	5.72
Federal Home Loan Bank	11/18/24	Level 1	7,598,400	6.55%	23.19
Federal Home Loan Bank	11/18/24	Level 1	<u>1,920,800</u>	1.65%	5.86
Total			<u>21,459,000</u>		
Total investments			<u>116,084,295</u>	<u>100.0%</u>	

The following pricing models were used to value securities:

(1) Documented trade history in exact security.

CITY OF WEATHERFORD, TEXAS
Notes to the Financial Statements

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, 2023, the City's investment in TexPool, TexStar, and Texas Class were rated AAA 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 AAA. 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 AAA 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

CITY OF WEATHERFORD, TEXAS
Notes to the Financial Statements

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.

As of September 30, 2023, the City held restricted cash and investments of \$18,862,543 for the following purposes:

Business-type activities:

Revenue bond debt service	\$ 1,141,349
Revenue bond reserve	3,580,579
Water impact fee	2,262,300
Wastewater impact fee	2,737,106
Constructing improvements and extensions to the wastewater and reclaimed water system - TWDB program	3,900,360
Rate stabilization	<u>5,240,849</u>
Total business-type activities	<u>18,862,543</u>
Total restricted cash and investments	<u>\$ 18,862,543</u>

B. Interfund Balances and Transfers

Interfund balances as of year-end were as follows:

Advance From	Advance To	Amount
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 beginning in 2024.

Interfund transfers during the year were as follows:

	Transfers In					
			General		Other	
	General	Debt Service	Capital Projects	Governmental	Total	
Transfers Out:						
General	\$ -	\$ 250,000	\$ 3,600,000	\$ 1,936,404	\$ 5,786,404	
General Capital Projects	-	500,000	-	-	500,000	
Municipal utility	7,739,690	-	-	-	7,739,690	
Solid waste	252,647	-	-	163,324	415,971	
Other governmental	<u>4,288,000</u>	<u>-</u>	<u>-</u>	<u>216,166</u>	<u>4,504,166</u>	
Total Transfers	<u>\$ 12,280,337</u>	<u>\$ 750,000</u>	<u>\$ 3,600,000</u>	<u>\$ 2,315,894</u>	<u>\$ 18,946,231</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

CITY OF WEATHERFORD, TEXAS
Notes to the Financial Statements

expenditures with bond resources.

C. Lease Receivable

A summary of the City's lease receivable is as follows:

Purpose of Lease	Interest Rate	Initial Year of Lease	Amount of Initial Lease Receivable	Interest Current Year	Amounts Receivable at 9/30/2023
Right-to-use Water Tower Antennas	2.0%	1998	\$ 115,935	\$ 1,105	\$ 27,891
Lake Concessions and Marina	2.5%	2003	600,000	525	5,525
Lake Lot Leases	3.0%	2007	47,380,049	555,787	<u>17,955,359</u>
					<u>\$ 17,988,775</u>

D. Capital Assets

Land held for sale in the General Fund consist of properties that are owned by the City which are being held for redevelopment. These assets are valued at estimated realizable value or historical cost, whichever is less. For the year ended September 30, 2023, land held for resale was valued at \$25,657,505.

Capital asset activity for the year ended September 30, 2023, was as follows:

	Beginning Balance	Additions	Transfers/Retirements	Ending Balance
Governmental activities:				
Capital assets, not being depreciated:				
Land	\$ 15,414,709	\$ 11,668	\$ -	\$ 15,426,377
Construction in progress	<u>21,530,328</u>	<u>4,501,651</u>	<u>(23,440,726)</u>	<u>2,591,253</u>
Total assets not being depreciated	<u>36,945,037</u>	<u>4,513,319</u>	<u>(23,440,726)</u>	<u>18,017,630</u>
Capital assets, being depreciated:				
Buildings and improvements	14,991,173	-	22,242,193	37,233,366
Infrastructure	68,412,695	386,257	-	68,798,952
Other improvements	53,430,527	501,033	236,198	54,167,758
Machinery and equipment	<u>23,657,331</u>	<u>3,104,511</u>	<u>937,030</u>	<u>27,698,872</u>
Total capital assets being depreciated	<u>160,491,726</u>	<u>3,991,801</u>	<u>23,415,421</u>	<u>187,898,948</u>
Less accumulated depreciation:				
Buildings and improvements	(8,551,400)	(377,029)	-	(8,928,429)
Infrastructure	(31,791,855)	(4,729,901)	-	(36,521,756)
Other improvements	(19,809,563)	(797,577)	-	(20,607,140)
Machinery and equipment	(14,524,993)	(2,092,847)	266,420	(16,351,420)
Total accumulated depreciation	<u>(74,677,811)</u>	<u>(7,997,354)</u>	<u>266,420</u>	<u>(82,408,745)</u>
Total capital assets being depreciated, net	<u>85,813,915</u>	<u>(4,005,553)</u>	<u>23,681,841</u>	<u>105,490,203</u>
Governmental activities capital assets, net	<u>\$ 122,758,952</u>	<u>\$ 507,766</u>	<u>\$ 241,115</u>	<u>\$ 123,507,833</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	\$ 5,665,548	\$ 467,941	\$ -	\$ 6,133,489
Construction in progress	<u>7,600,356</u>	<u>7,676,373</u>	<u>(10,917,591)</u>	<u>4,359,138</u>
Total assets not being depreciated	<u>13,265,904</u>	<u>8,144,314</u>	<u>(10,917,591)</u>	<u>10,492,627</u>
Capital assets, being depreciated:				
Buildings and improvements	18,364,877	-	-	18,364,877
Other improvements	263,293,116	3,012,323	11,572,436	277,877,875
Machinery and equipment	<u>10,910,789</u>	<u>874,797</u>	<u>(233,675)</u>	<u>11,551,911</u>
Total capital assets being depreciated	<u>292,568,782</u>	<u>3,887,120</u>	<u>11,338,761</u>	<u>307,794,663</u>
Less accumulated depreciation:				
Buildings and improvements	(12,210,415)	(477,474)	-	(12,687,889)
Other improvements	(107,045,274)	(9,383,588)	-	(116,428,862)
Machinery and equipment	<u>(7,638,104)</u>	<u>(604,770)</u>	<u>220,398</u>	<u>(8,022,476)</u>
Total accumulated depreciation	<u>(126,893,793)</u>	<u>(10,465,832)</u>	<u>220,398</u>	<u>(137,139,227)</u>
Total capital assets being depreciated, net	<u>165,674,989</u>	<u>(6,578,712)</u>	<u>11,559,159</u>	<u>170,655,436</u>
Business-type activities capital assets, net	\$ 178,940,893	\$ 1,565,602	\$ 641,568	\$ 181,148,063

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

Governmental activities:	
General government	\$ 601,303
Public safety	1,176,911
Public works	4,729,901
Health and welfare	60,802
Cultural and recreational	1,091,626
Capital assets held by the City's internal service funds are charged to the various functions	<u>336,811</u>
Total depreciation expense - governmental activities	\$ <u>7,997,354</u>
Business-type activities:	
Electric	\$ 2,790,605
Water	4,550,696
Wastewater	2,293,904
Solid waste	131,240
Storm water	<u>699,387</u>
Total depreciation expense - business-type activities	\$ <u>10,465,832</u>

CITY OF WEATHERFORD, TEXAS
Notes to the Financial Statements

E. 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:

	Debt			<u>Totals</u>
	<u>General</u>	<u>Service</u>	<u>TIRZ</u>	
Delinquent property taxes	\$ 184,216	\$ 80,816	\$ 1,171	\$ 266,203
Intergovernmental-grants	19,162	1,869,173	-	1,888,335
Court fines	<u>233,586</u>	<u>-</u>	<u>-</u>	<u>233,586</u>
Total - unavailable	<u>\$ 436,964</u>	<u>\$ 1,949,989</u>	<u>\$ 1,171</u>	<u>\$ 2,388,124</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.

	Business-type Activities					<u>Totals</u>
	<u>Governmental Activities</u>	<u>Municipal Utility System</u>	<u>Solid Waste</u>	<u>Storm Water Utility</u>		
Deferred outflows:						
Charge on refunding	\$ -	\$ 537,858	\$ -	\$ -		\$ 537,858
Related to pensions	10,379,211	3,060,675	497,613	-		13,937,499
Related to OPEB - SDBF	194,689	53,419	8,135	513		256,756
Related to OPEB - Retiree						
Health Plan	<u>2,875,105</u>	<u>938,721</u>	<u>168,866</u>	<u>-</u>		<u>3,982,692</u>
Total deferred outflow	<u>\$ 13,449,005</u>	<u>\$ 4,590,673</u>	<u>\$ 674,614</u>	<u>\$ 513</u>		<u>\$ 18,714,805</u>
Deferred inflows:						
Related to leases	\$ -	\$ 17,526,316	\$ -	\$ -		\$ 17,526,316
Related to pensions	85,877	25,324	4,117	-		115,318
Related to OPEB - SDBF	413,674	113,504	17,284	1,089		545,551
Related to OPEB - Retiree						
Health Plan	<u>7,210,489</u>	<u>2,354,221</u>	<u>423,500</u>	<u>-</u>		<u>9,988,210</u>
Total deferred inflow	<u>\$ 7,710,040</u>	<u>\$ 20,019,365</u>	<u>\$ 444,901</u>	<u>\$ 1,089</u>		<u>\$ 28,175,395</u>

CITY OF WEATHERFORD, TEXAS
Notes to the Financial Statements

F. Bonds, Certificates of Obligation and Tax Notes Payable

Bonds, certificates of obligation and tax notes payable at September 30, 2023, consist of the following individual issues:

Governmental activities

\$13,700,000 2023 Certificate of Obligation Bonds, for acquiring land for convention center facilities, due in annual installments through March 1, 2042, 5.00% - 5.99%.	\$ 13,700,000
\$18,220,000 2021 Certificate of Obligation Bonds, to constructing and equipping public safety facilities, due in annual installments through September 1, 2041, 1.50% - 4.00%.	17,010,000
\$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%.	20,715,000
\$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%.	2,765,000
\$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%.	2,080,000
\$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%.	755,000
Total governmental activities	\$ 57,025,000

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%.	\$ 17,880,000
\$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%.	455,000
\$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.	7,475,000
\$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%.	3,670,000
Total business-type activities	\$ 29,480,000

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, 2023, are as follows:

Governmental Activities:

Fiscal Year	General Obligation		Certificates of Obligation		Total
	Principal	Interest	Principal	Interest	
2024	5,040,000	814,181	1,150,000	1,179,525	\$ 8,183,706
2025	5,285,000	607,681	1,195,000	1,128,225	8,215,906
2026	6,085,000	380,281	1,255,000	1,074,600	8,794,881
2027	2,320,000	212,181	1,310,000	1,018,425	4,860,606
2028	2,135,000	123,081	1,365,000	959,800	4,582,881
2029-2033	2,390,000	188,806	7,730,000	3,891,478	14,200,285
2034-2039	225,000	2,391	11,220,000	2,734,753	14,182,144
2040-2045	-	-	5,485,000	345,250	5,830,250
	<u>\$ 23,480,000</u>	<u>\$ 2,328,602</u>	<u>\$ 30,710,000</u>	<u>\$ 12,332,056</u>	<u>\$ 68,850,659</u>
Private Placement					
Fiscal Year	General Obligation		Tax Notes		Total
	Principal	Interest	Principal	Interest	
2024	560,000	46,260	755,000	6,682	\$ 1,367,942
2025	575,000	31,675	-	-	606,675
2026	585,000	16,769	-	-	601,769
2027	180,000	6,939	-	-	186,939
2028	180,000	2,313	-	-	182,313
2029-2033	-	-	-	-	-
	<u>\$ 2,080,000</u>	<u>\$ 103,957</u>	<u>\$ 755,000</u>	<u>\$ 6,682</u>	<u>\$ 2,945,638</u>

Business-type Activities:

Fiscal Year	Revenue Bonds		
	Principal	Interest	Total
2024	2,765,000	960,853	\$ 3,725,853
2025	2,900,000	826,428	3,726,428
2026	3,045,000	685,278	3,730,278
2027	1,135,000	537,153	1,672,153
2028	1,170,000	500,728	1,670,728
2029-2033	6,575,000	1,785,048	8,360,048
2034-2038	3,960,000	323,050	4,283,050
2029	-	-	-
	<u>\$ 21,550,000</u>	<u>\$ 5,618,535</u>	<u>\$ 27,168,535</u>
Revenue Bonds-Private Placement			
Fiscal Year	Principal	Interest	Total
2024	760,000	115,192	\$ 875,192
2025	770,000	104,840	874,840
2026	545,000	93,555	638,555
2027	550,000	87,996	637,996
2028	555,000	81,726	636,726
2029-2033	2,900,000	292,663	3,192,663
2034-2038	1,850,000	64,023	1,914,023
	<u>\$ 7,930,000</u>	<u>\$ 839,994</u>	<u>\$ 8,769,994</u>

CITY OF WEATHERFORD, TEXAS
Notes to the Financial Statements

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 Certificate of Obligation Bonds, Series 2023 with a stated interest rate of 5.00% – 5.99%. These bonds were issued to fund the acquisition of land for convention center facilities in the amount of \$13,700,000.

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, 2023.

	<u>Required</u>	<u>Actual</u>
Reserve fund	\$ 3,067,616	\$ 3,580,579
Bond fund	\$ 337,940	\$ 1,141,349

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, 2023, the City does not have any bonds considered defeased.

CITY OF WEATHERFORD, TEXAS
Notes to the Financial Statements

G. Financing Arrangements

The City's financing arrangements related to governmental and business-type activities are secured with equipment as collateral. The future minimum financial obligations as of September 30, 2023, were as follows:

Fiscal Year	Governmental Activities		
	Principal	Interest	Total
2024	73,583	7,893	81,476
2025	75,481	5,994	81,476
2026	77,429	4,047	81,476
2027	79,426	2,049	81,476
	<u>\$ 305,920</u>	<u>\$ 19,983</u>	<u>\$ 325,904</u>

Fiscal Year	Business-type Activities		
	Principal	Interest	Total
2024	41,301	7,893	45,731
2025	42,366	5,994	45,731
2026	43,459	4,047	45,731
2027	44,581	2,049	45,731
	<u>\$ 171,707</u>	<u>\$ 19,983</u>	<u>\$ 182,924</u>

H. Long-term Debt Activity

Long-term debt activity for the year ended September 30, 2023, was as follows:

	Beginning Balance	Additions	Reductions	Ending Balance	Due Within One Year
Governmental activities:					
Bonds and Certificates of Obligations:					
General obligations	\$ 28,095,000	\$ -	\$ 4,615,000	\$ 23,480,000	\$ 5,040,000
General obligations-private placement	2,550,000	-	470,000	2,080,000	560,000
Certificates of obligation	17,700,000	13,700,000	690,000	30,710,000	1,150,000
Issuance premium	3,996,615	(225,942)	345,467	3,425,206	-
Totals	<u>52,341,615</u>	<u>13,474,058</u>	<u>6,120,467</u>	<u>59,695,206</u>	<u>6,750,000</u>
Tax notes-private placement	2,405,000	-	1,650,000	755,000	755,000
Financing arrangements	489,764	-	183,845	305,920	73,583
Compensated absences	2,883,514	1,447,282	1,176,655	3,154,141	887,472
Governmental activities long-term liabilities	<u>\$ 58,119,893</u>	<u>\$ 14,921,340</u>	<u>\$ 9,130,967</u>	<u>\$ 63,910,267</u>	<u>\$ 8,466,055</u>

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

CITY OF WEATHERFORD, TEXAS
Notes to the Financial Statements

	Beginning Balance	Additions	Reductions	Ending Balance	Due Within One Year
Business-type activities:					
Bonds payable:					
Revenue bonds	\$ 24,195,000	\$ -	\$ 2,645,000	\$ 21,550,000	\$ 2,765,000
Revenue bonds-private placement	8,685,000	-	755,000	7,930,000	450,000
Issuance premium	<u>3,145,790</u>	<u>-</u>	<u>243,450</u>	<u>2,902,340</u>	<u>-</u>
Totals	<u>36,025,790</u>	<u>-</u>	<u>3,643,450</u>	<u>32,382,340</u>	<u>3,215,000</u>
Financing arrangements	211,969	-	40,262	171,707	41,301
Compensated absences	<u>726,946</u>	<u>663,884</u>	<u>296,738</u>	<u>1,094,092</u>	<u>356,098</u>
Business-type activities long-term liabilities	\$ 36,964,705	\$ 663,884	\$ 3,980,450	\$ 33,648,139	\$ 3,612,399

I. 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	Storm		Totals
		Utility System	Solid Waste	Water Utility	
Net pension liability	\$ 16,574,225	\$ 4,887,493	\$ 794,621	\$ -	\$ 22,256,339
Total OPEB liability - Due within one year:					
TMRS SDBF	\$ 12,261	\$ 3,365	\$ 512	\$ -	\$ 16,138
Retiree Health Plan	<u>251,184</u>	<u>82,012</u>	<u>14,241</u>	<u>-</u>	<u>347,437</u>
Total due within one year	<u>263,445</u>	<u>85,377</u>	<u>14,753</u>	<u>-</u>	<u>363,575</u>
Total OPEB liability - Due in more than one year:					
TMRS SDBF	814,613	223,514	34,037	2,178	1,074,342
Retiree Health Plan	<u>7,992,401</u>	<u>2,609,514</u>	<u>469,937</u>	<u>-</u>	<u>11,071,852</u>
Total due in more than one year	<u>8,807,014</u>	<u>2,833,028</u>	<u>503,974</u>	<u>2,178</u>	<u>12,146,194</u>
Total OPEB liability	<u>\$ 9,070,459</u>	<u>\$ 2,918,405</u>	<u>\$ 518,727</u>	<u>\$ 2,178</u>	<u>\$ 12,509,769</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	Storm		Totals
		Utility System	Solid Waste	Water Utility	
Pension expense	\$ 4,186,673	\$ 1,234,588	\$ 200,722	\$ -	\$ 5,621,983
OPEB expense:					
TMRS SDBF	\$ 47,550	\$ 13,047	\$ 1,987	\$ 125	\$ 62,708
Retiree Health Plan	<u>24,827</u>	<u>8,106</u>	<u>1,458</u>	<u>-</u>	<u>34,391</u>
Total OPEB expense	<u>\$ 72,377</u>	<u>\$ 21,153</u>	<u>\$ 3,445</u>	<u>\$ 125</u>	<u>\$ 97,099</u>

CITY OF WEATHERFORD, TEXAS
Notes to the Financial Statements

V. OTHER INFORMATION

A. Defined Benefit Pension Plan

Plan Descriptions. The City participates as one of 902 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 annual comprehensive financial report (ACFR) 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

CITY OF WEATHERFORD, TEXAS
Notes to the Financial Statements

Employees covered by benefit terms

At the December 31, 2022 valuation and measurement date, the following employees were covered by the benefit terms:

Inactive employees or beneficiaries current receiving benefits	279
Inactive employees entitled to but not yet received benefits	238
Active employees	<u>354</u>
Total	<u>871</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 13.80% and 13.82% in calendar years 2022 and 2023, respectively. The City's contributions to TMRS for the year ended September 30, 2023, were \$3,677,545 and were equal to the required contributions.

Net Pension Liability. The City's Net Pension Liability (NPL) was measured as of December 31, 2022, 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, 2022 actuarial valuation was determined using the following actuarial assumptions:

Inflation	2.5% per year
Overall payroll growth	3.50% - 11.50% including inflation
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 are 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.

CITY OF WEATHERFORD, TEXAS
Notes to the Financial Statements

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).

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

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return (Arithmetic)
Global Equity	35.0%	7.70%
Core Fixed Income	6.0%	4.90%
Non-Core Fixed Income	20.0%	8.70%
Other Public and Private Markets	12.0%	8.10%
Real Estate	12.0%	5.80%
Hedge Funds	5.0%	6.90%
Private Equity	10.0%	11.80%
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

	Increase (Decrease)		
	Total Pension Liability (a)	Plan Fiduciary Net Position (b)	Net Pension Liability (a) - (b)
Balance at 12/31/2021	\$ 144,006,550	\$ 143,090,220	\$ 916,330
Changes for the year:			
Service cost	4,418,710	-	4,418,710
Interest	9,621,081	-	9,621,081
Difference between expected and actual experience	2,303,457	-	2,303,457
Contributions - employer	-	3,577,301	(3,577,301)
Contributions - employee	-	1,852,154	(1,852,154)
Net investment income	-	(10,443,688)	10,443,688
Benefits payments, including refunds of employee contributions	(7,362,730)	(7,362,730)	-
Administrative expense	-	(90,385)	90,385
Other change	-	107,857	(107,857)
Net changes	8,980,518	(12,359,491)	21,340,009
Balance at 12/31/2022	\$ 152,987,068	\$ 130,730,729	\$ 22,256,339

CITY OF WEATHERFORD, TEXAS
Notes to the Financial Statements

The City's net pension liability is generally liquidated by the General Fund and Proprietary Funds.
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	\$ 43,846,415	\$ 22,256,339	\$ 4,560,194

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.tmrs.com.

Pension Expense and Deferred Inflows and Outflows of Resources Related to Pensions. For the year ended September 30, 2023, the City recognized pension expense of \$5,621,983. At September 30, 2023, 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	\$ 2,173,469	\$ 115,318
Changes in actuarial assumptions	45,699	-
Difference between projected and actual investment earnings	9,055,032	-
Contributions subsequent to the measurement date	<u>2,663,299</u>	-
Totals	\$ 13,937,499	\$ 115,318

\$2,663,299 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, 2024. 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,	
2024	\$ 1,081,558
2025	2,840,569
2026	3,030,963
2027	4,205,792

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.

CITY OF WEATHERFORD, TEXAS
Notes to the Financial Statements

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 another 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	210
Inactive employees entitled to but not yet receiving benefits	52
Active employees	354
Total	<u>616</u>

Contributions. The City contributes to the SDBF at a contractually required rate as determined by an annual actuarial valuation, which was 0.22% for 2022 and 0.33% for 2023, of which 0.15% 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 year ended September 30, 2023 were \$39,323 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 \$1,090,479 was measured as of December 31, 2022 and was determined by an actuarial valuation as of that date.

Actuarial Assumptions and Other Inputs. The Total OPEB Liability in the December 31, 2022 actuarial valuation was determined using the following actuarial assumptions:

Inflation rate	2.5% per annum
Actuarial cost method	Entry age normal
Discount rate	4.05%
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 are 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, 2022 valuation were based on the results of an actuarial experience study for the period December 31, 2014 to December 31, 2018.

CITY OF WEATHERFORD, TEXAS
Notes to the Financial Statements

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 4.05% 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 federally tax-exempt municipal bonds as reported in Fidelity Index's "20-year Municipal GO AA Index" as of December 31, 2022.

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 (4.05%) in measuring the total OPEB liability.

	<u>1% Decrease in Discount Rate (3.05%)</u>	<u>Discount Rate (4.05%)</u>	<u>1% Increase in Discount Rate (5.05%)</u>
Total OPEB Liability	\$ 1,303,336	\$ 1,090,480	\$ 924,687

Changes in the Total OPEB Liability

	<u>Total OPEB Liability</u>
Balance at 12/31/2021	\$ 1,577,134
Changes for the year:	
Service cost	68,794
Interest	29,337
Difference between expected and actual experience	7,966
Changes of assumptions and other inputs	(558,354)
Benefit payments	(34,397)
Net changes	(486,654)
Balance at 12/31/2022	<u>\$ 1,090,480</u>

Changes in assumptions and other inputs reflect a change in the discount rate from 1.84% to 4.05%.

The City's total OPEB liability is generally liquated 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, 2023, the City recognized OPEB expense of \$62,708. There were no changes of benefit terms that affected measurement of the total OPEB liability during the measurement period.

At September 30, 2023, the City reported deferred outflows and inflows of resources related to other post-employment benefits from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Differences between expected and actual economic experience	\$ 18,086	\$ 64,410
Changes in actuarial assumptions	209,100	481,141
Difference between projected and actual investment earnings	-	-
Contributions subsequent to the measurement date	<u>29,570</u>	<u>-</u>
Totals	\$ 256,756	\$ 545,551

\$29,570 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, 2024. Other amounts of the reported as deferred outflows and inflows of resources related to OPEB will be recognized in OPEB expense as follows:

CITY OF WEATHERFORD, TEXAS
Notes to the Financial Statements

For the Year
Ended September 30,

2024	\$ (43,685)
2025	(46,446)
2026	(56,874)
2027	(81,175)
2028	(90,185)

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, 2023, were \$614,364 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	63
Active members	354
Total	<u>417</u>

CITY OF WEATHERFORD, TEXAS
Notes to the Financial Statements

Actuarial Methods and Assumptions

Significant methods and assumptions were as follows:

Actuarial Valuation Date	December 31, 2022
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 the MP tables to account for future mortality improvements.
Health care cost trend rates	For Pre-65, initial rate of 7.00% declining to an ultimate rate of 4.25% after 15 years. For post-65, initial rate of 6.10% declining to an ultimate rate of 4.25% after 11 years.
Participation rates	It was assumed that 75% 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 1.84% as of December 31, 2021 to 4.05% as of December 31, 2022.

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 4.05% 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, 2022.

Changes in the Total OPEB Liability

The City's total OPEB liability of \$11,419,289 was measured as of December 31, 2022 and was determined by an actuarial valuation as of December 31, 2022.

Changes in assumptions and other inputs reflect a change in the discount rate from 1.84% to 4.05%, and updates to the health care trend assumption. Change of benefit terms reflect changes made by the City to remove spouses from the plan once the member turns 65 and updating the explicit subsidy to the maximum of \$600 that the City pays.

CITY OF WEATHERFORD, TEXAS
Notes to the Financial Statements

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

	Total OPEB Liability
Balance at 12/31/2021	\$ 19,034,038
Changes for the year:	
Service cost	442,118
Interest on the total liability	349,337
Difference between expected and actual experience	(2,281,069)
Changes in assumptions and other inputs	(5,586,402)
Benefit payments	(538,733)
Net changes	(7,614,749)
Balance at 12/31/2022	<u>\$ 11,419,289</u>

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 (4.05%) in measuring the total OPEB liability.

	1% Decrease in Discount Rate (3.05%)	Discount Rate (4.05%)	1% Increase in Discount Rate (5.05%)
City's total OPEB liability	\$ 13,023,621	\$ 11,419,289	\$ 10,101,393

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	\$ 10,049,132	\$ 11,419,289	\$ 13,138,167

OPEB Expense and Deferred Outflows of Resources Related to OPEB

For the year ended September 30, 2023, the City recognized OPEB expense of \$34,391. At September 30, 2023, 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	\$ 37,875	\$ 5,014,494
Changes in actuarial assumptions	3,544,541	4,973,716
Contributions subsequent to the measurement date	<u>400,276</u>	-
Total	\$ 3,982,692	\$ 9,988,210

CITY OF WEATHERFORD, TEXAS
Notes to the Financial Statements

\$400,276 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, 2024. 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 <u>Ended September 30,</u>	
2024	\$ (757,065)
2025	(757,065)
2026	(757,065)
2027	(851,664)
2028	(733,459)
Thereafter	(2,549,476)

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	150,343,038 5,000,000 /	150,343,038 5,000,000	2,500 2,500 or 1%
Flood and earthquake	10,000,000		
Mobile equipment	3,743,314	3,743,314	1,000
Boiler and machinery	11,000,000	N/A	2,500
Sewage backup	50,000	N/A	500
Crime	100,000	N/A	10,000

*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

CITY OF WEATHERFORD, TEXAS
Notes to the Financial Statements

health plan cost.

Financial responsibility in a self-insured funding arrangement is on the City, the risk of losses exceeding 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 \$2,886,626 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:

	<u>2023</u>	<u>2022</u>
Claims payable, beginning of year	\$ 761,999	\$ 269,446
Current year claims and changes in estimates	2,510,310	4,798,216
Payments on claims	(2,886,626)	(4,305,663)
Claims payable at end of year	\$ 385,683	\$ 761,999

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 or 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 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, 2023, work in the amount of \$4,393,360 has been completed.

On August 27, 2020, the Municipal Utility Board approved a contract with Calgon Carbon Corporation 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, 2023, work on the project had not yet begun on this project.

On September 24, 2020, the Municipal Utility Board approved a contract with Urban Infraconstruction LLC. in the amount of \$8,690,823 for the construction of the Dr. Paul Phillips Water Purification Plant Taste and Odor Treatment project. The project is funded through utility rate revenues. As of September 30, 2023, work in the amount of \$5,817,934 has been completed.

On August 26, 2021, the Municipal Utility Board approved a contract with Garver, LLC and amended same on April 28, 2022, for a total amount of \$243,700 for the design of the Lift Station #8 Expansion Project. The project is funded through utility rate revenues. As of September 30, 2023, work in the amount of \$112,034 has been completed.

On November 18, 2021, the Municipal Utility board approved a contract with Wildstone Construction, LLC and amended same on April 28, 2022, for a total amount of \$2,293,119 for the construction of Lift

CITY OF WEATHERFORD, TEXAS
Notes to the Financial Statements

Station #26. This project is funded through utility rate revenues. As of September 30, 2023, work in the amount of \$1,166,553 has been completed.

On December 14, 2021, the City Council approved a contract with Motorola Solutions in the amount of \$4,820,594 for Weatherford P25 Radio Expansion project. This project is funded through CLFRF (ARPA) funds. As of September 30, 2023, work in the amount of \$4,150,518 has been completed.

On July 25, 2023, the City Council approved a contract with Fain Group, Inc for the construction of the Northwest Downtown Street Rehabilitation Project in the amount of \$3,797,573. This project is funded through capital project funds as well as utility rate revenues. As of September 30, 2023, work in the amount of \$1,620,512 has been completed.

On March 27, 2023, the City Council approved a contract with Harendt Construction Group, LLC for the Fire Station 1 Restroom Remodel Project in the amount of \$265,811. This project is funded through capital project funds. As of September 30, 2023, work in the amount of \$9,214 has been completed.

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 2023, the City rebated sales taxes of \$322,010.

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, 2023, the City held CRRs with a cost of \$603,857, 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&L0, Constellation and Morgan Stanley Capital Group, Inc., through 2026, 2028, 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

CITY OF WEATHERFORD, TEXAS
Notes to the Financial Statements

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.

GASB Statement No. 99 – *Omnibus 2022* – The objectives of this statement are to enhance comparability in accounting and financial reporting and to improve the consistency of authoritative literature by addressing (1) practice issues that have been identified during implementation and application of certain GASB Statements and (2) accounting and financial reporting for financial guarantees. Part (2) of this statement will go into effect in fiscal year 2024.

GASB Statement No. 100 – *Accounting Changes and Error Corrections* – The primary objective of this Statement is to enhance accounting and financial reporting requirements for accounting changes and error corrections to provide more understandable, reliable, relevant, consistent, and comparable information for making decisions or assessing accountability. This statement will become effective in fiscal year 2024.

GASB Statement No. 101 – *Compensated Absences* – The objective of this statement is to better meet the information needs of financial statement users by updated the recognition and measurement guidance for compensated absences. That objective is achieved by aligning the recognition and measurement guidance under a unified model and by amending certain previously required disclosures. This statement will go into effect in fiscal year 2025.

THIS PAGE LEFT BLANK INTENTIONALLY

**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, 2023

	<u>Budgeted Amounts</u>		Actual Amounts	Variance with Final Budget - Positive (Negative)
	Original	Final		
REVENUES				
Taxes	\$ 30,999,684	\$ 30,999,684	\$ 33,259,406	\$ 2,259,722
Licenses and permits	1,006,000	1,006,000	1,160,567	154,567
Intergovernmental	1,267,000	1,267,000	1,409,656	142,656
Charges for services	5,708,052	5,708,052	5,875,648	167,596
Fines and forfeitures	355,250	355,250	347,482	(7,768)
Contributions	5,000	5,000	1,435	(3,565)
Investment earnings	150,000	150,000	3,296,047	3,146,047
Miscellaneous	84,000	84,000	24,123	(59,877)
Total revenues	<u>39,574,986</u>	<u>39,574,986</u>	<u>45,374,364</u>	<u>5,799,378</u>
EXPENDITURES				
Current:				
General government				
City council	24,943	24,943	17,206	7,737
Administration	2,024,749	2,044,966	1,744,840	300,126
Marketing and communications	322,255	322,255	283,723	38,532
Economic development	1,302,592	1,302,592	1,007,761	294,831
Human resources	618,517	618,517	567,241	51,276
Finance	687,536	687,536	668,192	19,344
Facilities maintenance	1,269,262	1,395,796	1,400,164	(4,368)
City attorney	441,590	441,590	409,620	31,970
Municipal court	315,924	315,924	324,144	(8,220)
Information technology	3,466,520	3,497,953	3,306,067	191,886
Planning and development	1,612,657	1,793,827	1,564,150	229,677
Non-departmental	345,000	12,133,880	345,390	11,788,490
Total general government	<u>12,431,545</u>	<u>24,579,779</u>	<u>11,638,498</u>	<u>12,941,281</u>
Public safety				
Police services	10,658,550	10,777,333	10,513,023	264,310
Fire	9,035,672	9,444,941	9,290,665	154,276
Emergency management	383,136	612,462	464,840	147,622
Total public safety	<u>20,077,358</u>	<u>20,834,736</u>	<u>20,268,528</u>	<u>566,208</u>
Public works				
Public works	861,019	1,094,138	896,351	197,787
Field operations/inspections	98,659	254,975	145,628	109,347
Street maintenance	2,348,715	2,267,314	2,047,355	219,959
Total public works	<u>3,308,393</u>	<u>3,616,427</u>	<u>3,089,334</u>	<u>527,093</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, 2023

	Budgeted Amounts		Actual Amounts	Variance with Final Budget - Positive (Negative)
	Original	Final		
EXPENDITURES				
Health and welfare				
Animal shelter	\$ 1,656,099	\$ 1,660,699	\$ 1,566,162	\$ 94,537
Total health and welfare	<u>1,656,099</u>	<u>1,660,699</u>	<u>1,566,162</u>	<u>94,537</u>
Cultural and recreation				
Parks	2,079,100	2,114,100	2,182,682	(68,582)
Recreation	898,018	898,018	790,022	107,996
Library	1,091,658	1,091,658	1,065,255	26,403
Total cultural and recreation	<u>4,068,776</u>	<u>4,103,776</u>	<u>4,037,959</u>	<u>65,817</u>
Total expenditures	41,542,171	54,795,417	40,600,481	14,194,936
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES				
	(1,967,185)	(15,220,431)	4,773,883	19,994,314
OTHER FINANCING SOURCES (USES)				
Sale of general capital assets	-	7,500	25,252	17,752
Insurance recoveries	10,000	98,050	219,808	121,758
Transfers in	5,831,886	12,119,886	12,280,337	160,451
Transfers out	(3,786,404)	(5,786,404)	(5,786,404)	-
Total other financing sources and uses	<u>2,055,482</u>	<u>6,439,032</u>	<u>6,738,993</u>	<u>299,961</u>
NET CHANGE IN FUND BALANCE				
	88,297	(8,781,399)	11,512,876	20,294,275
FUND BALANCE, BEGINNING				
	25,451,667	25,451,667	25,451,667	-
FUND BALANCE, ENDING				
	<u>\$ 25,539,964</u>	<u>\$ 16,670,268</u>	<u>\$ 36,964,543</u>	<u>\$ 20,294,275</u>

THIS PAGE LEFT BLANK INTENTIONALLY

CITY OF WEATHERFORD, TEXAS

NOTES TO BUDGETARY SCHEDULES

SEPTEMBER 30, 2023

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, Roadway Impact, and the CLFRF (ARPS) 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, 2023, the City incurred expenditures in excess of appropriations within the following funds:

General fund:

General Government - Facilities maintenance	4,368
General Government - Municipal court	8,220
Cultural and recreation - Parks	68,582

Special revenue fund:

Hotel/Motel fund - Cultural and recreational	76,143
Chandor Gardens fund - Cultural and recreational	49,851
Court Technology fund - General government	479
Library fund - Cultural and recreational	22,988
Court Jury fund - Public safety	180
PEG fund - General government	2,798
Debt Service fund - Interest and other	351,510

CITY OF WEATHERFORD, TEXAS

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

FOR THE YEAR ENDED SEPTEMBER 30, 2023

Measurement Date December 31,	2014	2015	2016
A. Total pension liability			
Service cost	\$ 2,866,608	\$ 3,136,322	\$ 3,369,525
Interest (on the Total Pension Liability)	6,404,452	6,708,124	6,932,314
Difference between expected and actual experience	(1,735,526)	(424,862)	(43,096)
Change of assumptions	- -	938,459	- -
Benefit payments, including refunds of employee contributions	(3,413,647)	(3,250,818)	(3,957,236)
Net change in total pension liability	<u>4,121,887</u>	<u>7,107,225</u>	<u>6,301,507</u>
Total pension liability - beginning	<u>91,765,698</u>	<u>95,887,585</u>	<u>102,994,810</u>
Total pension liability - ending (a)	<u>\$ 95,887,585</u>	<u>\$ 102,994,810</u>	<u>\$ 109,296,317</u>
B. Plan fiduciary net position			
Contributions - employer	\$ 2,903,602	\$ 2,681,302	\$ 2,636,933
Contributions - employee	1,304,964	1,379,411	1,436,460
Net investment income	4,678,525	128,674	5,952,083
Benefit payments, including refunds of employee contributions	(3,413,647)	(3,250,818)	(3,957,236)
Administrative expenses	(48,843)	(78,372)	(67,209)
Other	(4,016)	(3,871)	(3,621)
Net change in plan fiduciary net position	<u>5,420,585</u>	<u>856,326</u>	<u>5,997,410</u>
Plan fiduciary net position - beginning	<u>81,779,429</u>	<u>87,200,014</u>	<u>88,056,340</u>
Plan fiduciary net position - ending (b)	<u>\$ 87,200,014</u>	<u>\$ 88,056,340</u>	<u>\$ 94,053,750</u>
C. Net pension liability - ending (a) - (b)			
D. Plan fiduciary net position as a percentage of total pension liability			
	90.94%	85.50%	86.05%
E. Covered payroll			
	\$ 18,642,345	\$ 19,638,837	\$ 20,520,859
F. Net position liability as a percentage of covered payroll			
	46.60%	76.07%	74.28%

2017	2018	2019	2020	2021	2022
\$ 3,441,922	\$ 3,562,124	\$ 3,814,149	\$ 3,886,319	\$ 3,923,085	\$ 4,418,710
7,351,508	7,778,870	8,213,772	8,702,274	9,128,415	9,621,081
(181,752)	(481,427)	177,624	(323,723)	658,383	2,303,457
296,106			-	-	-
<u>(4,212,111)</u>	<u>(4,468,841)</u>	<u>(4,616,339)</u>	<u>(5,984,996)</u>	<u>(5,955,129)</u>	<u>(7,362,730)</u>
<u>6,399,567</u>	<u>6,390,726</u>	<u>7,885,312</u>	<u>6,279,874</u>	<u>7,754,754</u>	<u>8,980,518</u>
<u>109,296,317</u>	<u>115,695,884</u>	<u>122,086,610</u>	<u>129,971,922</u>	<u>136,251,796</u>	<u>144,006,550</u>
<u>\$ 115,695,884</u>	<u>\$ 122,086,610</u>	<u>\$ 129,971,922</u>	<u>\$ 136,251,796</u>	<u>\$ 144,006,550</u>	<u>\$ 152,987,068</u>
\$ 2,807,485	\$ 2,903,193	\$ 3,077,801	\$ 3,109,625	\$ 3,238,890	\$ 3,577,301
1,470,907	1,522,275	1,626,008	1,628,022	1,647,366	1,852,154
13,037,437	(3,208,466)	16,046,958	9,096,182	16,637,372	(10,443,688)
<u>(4,212,111)</u>	<u>(4,468,840)</u>	<u>(4,616,339)</u>	<u>(5,984,996)</u>	<u>(5,955,129)</u>	<u>(7,362,730)</u>
<u>(67,556)</u>	<u>(61,995)</u>	<u>(90,648)</u>	<u>(58,847)</u>	<u>(76,966)</u>	<u>(90,385)</u>
<u>(3,424)</u>	<u>(3,240)</u>	<u>(2,725)</u>	<u>(2,296)</u>	<u>527</u>	<u>107,857</u>
<u>13,032,738</u>	<u>(3,317,073)</u>	<u>16,041,055</u>	<u>7,787,690</u>	<u>15,492,060</u>	<u>(12,359,491)</u>
<u>94,053,750</u>	<u>107,086,488</u>	<u>103,769,415</u>	<u>119,810,470</u>	<u>127,598,160</u>	<u>143,090,220</u>
<u>\$ 107,086,488</u>	<u>\$ 103,769,415</u>	<u>\$ 119,810,470</u>	<u>\$ 127,598,160</u>	<u>\$ 143,090,220</u>	<u>\$ 130,730,729</u>
\$ 8,609,396	\$ 18,317,195	\$ 10,161,452	\$ 8,653,636	\$ 916,330	\$ 22,256,339
92.56%	85.00%	92.18%	93.65%	99.36%	85.45%
\$ 21,012,952	\$ 21,746,787	\$ 23,228,680	\$ 23,257,446	\$ 23,533,801	\$ 26,459,339
40.97%	84.23%	43.75%	37.21%	3.89%	84.12%

CITY OF WEATHERFORD, TEXAS
SCHEDULE OF PENSION CONTRIBUTIONS
FOR THE YEAR ENDED SEPTEMBER 30, 2023

Fiscal Year Ended September 30,	2014	2015	2016	2017
Actuarial determined contribution	\$ 2,934,671	\$ 2,726,094	\$ 2,747,999	\$ 2,805,505
Contributions in relation to the actuarially determined contribution	(2,934,671)	(2,726,094)	(2,747,999)	(2,805,505)
Covered payroll	18,418,209	19,339,291	21,053,077	21,165,660
Contributions as a percentage of covered payroll	15.93%	14.10%	13.05%	13.25%

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	23 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.

2018	2019	2020	2021	2022	2023
\$ 2,846,847	\$ 2,936,212	\$ 3,095,937	\$ 3,167,382	\$ 3,472,801	\$ 3,677,545
(2,846,847)	(2,936,212)	(3,095,937)	(3,167,382)	(3,472,801)	(3,677,545)
21,321,091	22,119,634	23,228,680	23,257,446	25,587,077	23,987,672
13.35%	13.27%	13.33%	13.62%	13.57%	15.33%

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, 2023

Measurement Date December 31,	2017	2018	2019
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			
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.

2020	2021	2022
\$ 46,514	\$ 61,188	\$ 68,794
34,823	30,127	29,336
(25,868)	(23,663)	7,966
195,999	47,868	(558,354)
<u>(9,303)</u>	<u>(28,241)</u>	<u>(34,396)</u>
<u>242,165</u>	<u>87,279</u>	<u>(486,654)</u>
<u>1,247,690</u>	<u>1,489,855</u>	<u>1,577,134</u>
\$ <u>1,489,855</u>	\$ <u>1,577,134</u>	\$ <u>1,090,480</u>
\$ 23,228,680	\$ 23,533,801	\$ 26,459,339
6.41%	6.70%	4.12%

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, 2023

Measurement Date December 31,

A. Total OPEB liability

	2017	2018	2019
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	2,257,555	(1,555,694)	2,187,378
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

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 and other inputs reflect a change in the discount rate from 1.84% as of December 31, 2021 to 4.05% as of December 31, 2022. Also included is, change of benefit terms to reflect the changes made to remove spouses from the plan once the member turns 65 and updating the explicit subsidy to the maximum of \$600 per participant per month.

2020	2021	2022
\$ 524,510	\$ 531,039	\$ 442,118
549,365	362,235	349,337
(2,253,468)	28,130	(2,281,069)
(278,319)	477,461	(5,586,402)
<u>(398,903)</u>	<u>(422,135)</u>	<u>(538,733)</u>
<u>(1,856,815)</u>	<u>976,730</u>	<u>(7,614,749)</u>
<u>19,914,123</u>	<u>18,057,308</u>	<u>19,034,038</u>
<u>\$ 18,057,308</u>	<u>\$ 19,034,038</u>	<u>\$ 11,419,289</u>
\$ 23,257,446	\$ 23,533,801	\$ 23,987,672
77.64%	80.88%	47.60%

THIS PAGE LEFT BLANK INTENTIONALLY

**COMBINING AND INDIVIDUAL
FUND STATEMENTS AND SCHEDULES**

THIS PAGE LEFT BLANK INTENTIONALLY

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.

Grants Fund – To account for miscellaneous Federal, State and County grants required segregated fund accounting.

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.

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.

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.

Roadway Impact Fund - This fund is used to account for funds collected through new development to provide adequate roadway facilities and expansions of roadway facilities necessitated by new development.

CLFRF (ARPA) - This fund is used to account for the federal funds received by the City to address negative economic impacts of COVID-19; funds have been committed to capital asset acquisition and construction.

Street Maintenance Fund - This fund is used to account for funds committed by City Council for the maintenance of existing streets and related assets.

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, 2023

<u>Special Revenue Funds</u>						
	State Forfeiture	Federal Forfeiture	Grants Fund	Hotel/Motel Tax		
ASSETS						
Cash and investments	\$ 42,384	\$ 118,921	\$ 8	\$ 1,065,355		
Accounts receivable	-	-	-	95,721		
Total assets	<u>42,384</u>	<u>118,921</u>	<u>8</u>	<u>1,161,076</u>		
LIABILITIES						
Accounts payable	-	-	-	-		
Accrued liabilities	-	-	-	5,323		
Deposits and escrows	-	-	-	-		
Total liabilities	<u>-</u>	<u>-</u>	<u>-</u>	<u>5,323</u>		
FUND BALANCES						
Nonspendable:						
Doss library	-	-	-	-		
Restricted:						
Public safety	42,384	118,921	8	-		
Community development	-	-	-	1,155,753		
Committed:						
Park development	-	-	-	-		
Culture and recreation	-	-	-	-		
Capital Projects	-	-	-	-		
Health and welfare	-	-	-	-		
Total fund balances	<u>42,384</u>	<u>118,921</u>	<u>8</u>	<u>1,155,753</u>		
Total liabilities, deferred inflows of resources, and fund balances	<u>\$ 42,384</u>	<u>\$ 118,921</u>	<u>\$ 8</u>	<u>\$ 1,161,076</u>		

Special Revenue Funds

<u>Chandor Gardens</u>	<u>Court Technology</u>	<u>Court Security</u>	<u>Library</u>	<u>Animal Shelter</u>
\$ 19,401	\$ 55,855	\$ 44,764	\$ 209,341	\$ 642,125
-	-	-	-	-
19,401	55,855	44,764	209,341	642,125
786	108	-	189	68
6,625	-	-	-	-
11,000	-	-	-	126,308
18,411	108	-	189	126,376
-	-	-	-	-
-	55,747	44,764	-	-
-	-	-	-	-
-	-	-	-	-
990	-	-	209,152	-
-	-	-	-	-
-	-	-	-	515,749
990	55,747	44,764	209,152	515,749
\$ 19,401	\$ 55,855	\$ 44,764	\$ 209,341	\$ 642,125

CITY OF WEATHERFORD, TEXAS

COMBINING BALANCE SHEET

NONMAJOR GOVERNMENTAL FUNDS

SEPTEMBER 30, 2023

<u>Special Revenue Funds</u>						
	Juvenile Case Manager	Heritage Park	Court Jury	PEG		
ASSETS						
Cash and investments	\$ 68,250	\$ 119,797	\$ 313	\$ 144,555		
Accounts receivable	-	-	-	1,970		
Total assets	<u>68,250</u>	<u>119,797</u>	<u>313</u>	<u>146,525</u>		
LIABILITIES						
Accounts payable	-	314	-	-		
Accrued liabilities	-	4,059	-	-		
Deposits and escrows	-	-	-	-		
Total liabilities	<u>-</u>	<u>4,373</u>	<u>-</u>	<u>-</u>		
FUND BALANCES						
Nonspendable:						
Doss library	-	-	-	-		
Restricted:						
Public safety	68,250	-	313	-		
Community development	-	-	-	146,525		
Committed:						
Park development	-	-	-	-		
Culture and recreation	-	115,424	-	-		
Capital Projects	-	-	-	-		
Health and welfare	-	-	-	-		
Total fund balances	<u>68,250</u>	<u>115,424</u>	<u>313</u>	<u>146,525</u>		
Total liabilities, deferred inflows of resources, and fund balances	<u>\$ 68,250</u>	<u>\$ 119,797</u>	<u>\$ 313</u>	<u>\$ 146,525</u>		

Capital Projects Funds					Permanent	Total Nonmajor Governmental Funds
Park Development	Street Maintenance	Roadway Impact	CLFRF (ARPA)	Doss Library		
\$ 767,200	\$ 462,267	\$ 252,960	\$ 887,730	\$ 50,000	\$ 4,951,226	
-	-	-	-	-	97,691	
767,200	462,267	252,960	887,730	50,000		5,048,917
-	227,144	-	4,424	-	233,033	
-	-	-	-	-	16,007	
-	-	-	-	-	137,308	
-	227,144	-	4,424	-		386,348
-	-	-	-	50,000	50,000	
-	-	-	-	-	330,387	
-	-	-	-	-	1,302,278	
767,200	-	-	-	-	767,200	
-	-	-	-	-	325,566	
-	235,123	252,960	883,306	-	1,371,389	
-	-	-	-	-	515,749	
767,200	235,123	252,960	883,306	50,000		4,662,569
\$ 767,200	\$ 462,267	\$ 252,960	\$ 887,730	\$ 50,000		\$ 5,048,917

CITY OF WEATHERFORD, TEXAS

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

FOR THE YEAR ENDED SEPTEMBER 30, 2023

Special Revenue Funds				
	State Forfeiture	Federal Forfeiture	Grants Fund	Hotel/Motel Tax
REVENUES				
Taxes	\$ -	\$ -	\$ -	\$ 1,373,349
Intergovernmental	-	-	3,853	-
Charges for services	-	-	-	-
Fines and forfeitures	18,660	85,488	-	-
Contributions	-	-	-	-
Investment earnings	671	902	-	30,067
Miscellaneous	-	-	-	-
Total revenues	<u>19,331</u>	<u>86,390</u>	<u>3,853</u>	<u>1,403,416</u>
EXPENDITURES				
Current:				
General government	-	-	-	9,985
Public safety	6,676	7,610	3,845	-
Health and welfare	-	-	-	-
Cultural and recreational	-	-	-	821,011
Public works	-	-	-	-
Capital outlay	-	-	-	-
Total expenditures	<u>6,676</u>	<u>7,610</u>	<u>3,845</u>	<u>830,996</u>
EXCESS (DEFICIENCY OF REVENUES OVER (UNDER) EXPENDITURES	<u>12,655</u>	<u>78,780</u>	<u>8</u>	<u>572,420</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Transfers out	-	-	-	(213,841)
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>(213,841)</u>
NET CHANGE IN FUND BALANCES	<u>12,655</u>	<u>78,780</u>	<u>8</u>	<u>358,579</u>
FUND BALANCES, BEGINNING	<u>29,729</u>	<u>40,141</u>	<u>-</u>	<u>797,174</u>
FUND BALANCES, ENDING	<u>42,384</u>	<u>118,921</u>	<u>8</u>	<u>1,155,753</u>

Special Revenue Funds

Chandor Gardens	Court Technology	Court Security	Library	Animal Shelter
\$ -	\$ -	\$ -	\$ -	\$ -
171,488	-	-	3,481	384
-	6,877	8,303	-	-
110	-	-	27,768	145,739
952	2,208	1,558	8,923	23,443
-	-	-	697	-
172,550	9,085	9,861	40,869	169,566
-	2,189	-	-	-
-	-	-	-	-
-	-	-	-	5,526
368,942	-	-	27,112	-
-	-	-	-	-
-	-	-	-	16,361
368,942	2,189	-	27,112	21,887
(196,392)	6,896	9,861	13,757	147,679
213,841	-	-	2,325	-
-	-	-	-	-
213,841	-	-	2,325	-
17,449	6,896	9,861	16,082	147,679
(16,459)	48,851	34,903	193,070	368,070
990	55,747	44,764	209,152	515,749

CITY OF WEATHERFORD, TEXAS
COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE
NONMAJOR GOVERNMENTAL FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2023

	Special Revenue Funds			
	Juvenile Case Manager	Heritage Park	Court Jury	PEG
REVENUES				
Taxes	\$ -	\$ -	\$ -	\$ 38,267
Intergovernmental	-	-	-	-
Charges for services	-	153,828	-	-
Fines and forfeitures	8,632	-	166	-
Contributions	-	30,500	-	-
Investment earnings	3,426	267	1	3,092
Miscellaneous	-	-	-	-
Total revenues	12,058	184,595	167	41,359
EXPENDITURES				
Current:				
General government	-	-	-	2,798
Public safety	15,888	-	180	-
Health and welfare	-	-	-	-
Cultural and recreational	-	312,019	-	-
Public works	-	-	-	-
Capital outlay	-	-	-	-
Total expenditures	15,888	312,019	180	2,798
EXCESS (DEFICIENCY OF REVENUES OVER (UNDER) EXPENDITURES				
	(3,830)	(127,424)	(13)	38,561
OTHER FINANCING SOURCES (USES)				
Transfers in	-	208,524	-	-
Transfers out	-	-	-	-
Total other financing sources (uses)	-	208,524	-	-
NET CHANGE IN FUND BALANCES				
	(3,830)	81,100	(13)	38,561
FUND BALANCES, BEGINNING				
	72,080	34,324	326	107,964
FUND BALANCES, ENDING				
	68,250	115,424	313	146,525

Capital Projects Fund				Permanent		Total Nonmajor Governmental Funds
Park Development	Street Maintenance	Roadway Impact	CLFRF (ARPA)	Doss Library		
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,411,616
-	-	-	5,726,005	-	-	5,729,858
699,145	-	224,229	-	-	-	1,252,555
-	-	-	-	-	-	128,126
-	-	-	-	-	-	204,117
4,935	1,589	426	5,000	2,325	-	89,785
-	-	-	-	-	-	697
704,080	1,589	224,655	5,731,005	2,325	-	8,816,754
<hr/>						
-	-	-	-	-	-	14,972
-	-	-	35,449	-	-	69,648
-	-	-	-	-	-	5,526
109,588	-	-	-	-	-	1,638,672
-	1,494,346	-	-	-	-	1,494,346
2,900	-	-	2,054,509	-	-	2,073,770
112,488	1,494,346	-	2,089,958	-	-	5,296,934
591,592	(1,492,757)	224,655	3,641,047	2,325	-	3,519,820
163,324	1,727,880	-	-	-	-	2,315,894
-	-	-	(4,288,000)	(2,325)	-	(4,504,166)
163,324	1,727,880	-	(4,288,000)	(2,325)	-	(2,188,272)
754,916	235,123	224,655	(646,953)	-	-	1,331,548
12,284	-	28,305	1,530,259	50,000	-	3,331,021
767,200	235,123	252,960	883,306	50,000	-	4,662,569

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, 2023

	Budgeted Amounts			Variance With Final Budget - Positive (Negative)	
	Original	Final	Actual		
REVENUES					
Fines and forfeitures	\$ 10,000	\$ 10,000	\$ 18,660	\$ 8,660	
Investment earnings	65	65	671	606	
Total revenues	<u>10,065</u>	<u>10,065</u>	<u>19,331</u>	<u>9,266</u>	
EXPENDITURES					
Current:					
Public safety	10,000	10,000	6,676	3,324	
Total expenditures	<u>10,000</u>	<u>10,000</u>	<u>6,676</u>	<u>3,324</u>	
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES					
	65	65	12,655	12,590	
FUND BALANCE, BEGINNING					
	29,729	29,729	29,729	-	
FUND BALANCE, ENDING					
	\$ 29,794	\$ 29,794	\$ 42,384	\$ 12,590	

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, 2023

	Budgeted Amounts			Variance With Final Budget - Positive (Negative)	
	Original	Final	Actual		
REVENUES					
Fines and forfeitures	\$ 10,000	\$ 10,000	\$ 85,488	\$ 75,488	
Investment earnings	50	50	902	852	
Total revenues	<u>10,050</u>	<u>10,050</u>	<u>86,390</u>	<u>76,340</u>	
EXPENDITURES					
Current:					
Public safety	<u>10,000</u>	<u>10,000</u>	<u>7,610</u>	<u>2,390</u>	
Total expenditures	<u>10,000</u>	<u>10,000</u>	<u>7,610</u>	<u>2,390</u>	
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES					
	<u>50</u>	<u>50</u>	<u>78,780</u>	<u>78,730</u>	
FUND BALANCE, BEGINNING					
	<u>40,141</u>	<u>40,141</u>	<u>40,141</u>	<u>-</u>	
FUND BALANCE, ENDING					
	<u>\$ 40,191</u>	<u>\$ 40,191</u>	<u>\$ 118,921</u>	<u>\$ 78,730</u>	

CITY OF WEATHERFORD, TEXAS

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

GRANTS FUND

FOR THE YEAR ENDED SEPTEMBER 30, 2023

	Budgeted Amounts			Actual	Variance With Final Budget - Positive (Negative)
	Original	Final			
REVENUES					
Intergovernmental	\$ -	\$ 3,853	\$ 3,853	\$ -	
Total revenues	<u>-</u>	<u>3,853</u>	<u>3,853</u>	<u>3,853</u>	<u>-</u>
EXPENDITURES					
Current:					
Public Safety	3,853	3,853	3,845	8	
Total expenditures	<u>3,853</u>	<u>3,853</u>	<u>3,845</u>	<u>8</u>	
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES					
	(3,853)	-	8	8	
FUND BALANCE, BEGINNING					
	-	-	-	-	-
FUND BALANCE, ENDING					
	\$(3,853)	\$ -	\$ 8	\$ 8	

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, 2023

	Budgeted Amounts			Variance With Final Budget - Positive (Negative)	
	Original	Final	Actual		
REVENUES					
Taxes	\$ 1,000,000	\$ 1,000,000	\$ 1,373,349	\$ 373,349	
Investment earnings	3,000	3,000	30,067	27,067	
Total revenues	<u>1,003,000</u>	<u>1,003,000</u>	<u>1,403,416</u>	<u>400,416</u>	
EXPENDITURES					
Current:					
General government	15,000	15,000	9,985	5,015	
Cultural and recreational:					
Tourism program	96,000	96,000	96,000	-	
Doss Historic and Cultural Center	5,000	5,000	5,000	-	
Other	476,168	643,868	720,011	(76,143)	
Total expenditures	<u>592,168</u>	<u>759,868</u>	<u>830,996</u>	<u>(71,128)</u>	
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES					
	<u>410,832</u>	<u>243,132</u>	<u>572,420</u>	<u>329,288</u>	
OTHER FINANCING USES					
Transfers out	(630,009)	(797,709)	(213,841)	583,868	
Total other financing uses	<u>(630,009)</u>	<u>(797,709)</u>	<u>(213,841)</u>	<u>583,868</u>	
NET CHANGE IN FUND BALANCE					
	<u>(219,177)</u>	<u>(554,577)</u>	<u>358,579</u>	<u>913,156</u>	
FUND BALANCE, BEGINNING					
	<u>797,174</u>	<u>163,206</u>	<u>797,174</u>	<u>-</u>	
FUND BALANCE, ENDING					
	<u>\$ 577,997</u>	<u>\$ (391,371)</u>	<u>\$ 1,155,753</u>	<u>\$ 913,156</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, 2023

	Budgeted Amounts			Actual	Variance With Final Budget - Positive (Negative)
	Original	Final			
REVENUES					
Charges for services	\$ 105,000	\$ 105,000	\$ 171,488	\$ 66,488	
Contributions	-	-	110	110	
Investment earnings	250	250	952	702	
Total revenues	<u>105,250</u>	<u>105,250</u>	<u>172,550</u>	<u>67,300</u>	
EXPENDITURES					
Current:					
Cultural and recreational	319,091	319,091	368,942	(49,851)	
Total expenditures	<u>319,091</u>	<u>319,091</u>	<u>368,942</u>	<u>(49,851)</u>	
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES					
	(213,841)	(213,841)	(196,392)	17,449	
OTHER FINANCING SOURCES					
Transfers in	213,841	213,841	213,841	-	
Total other financing sources	<u>213,841</u>	<u>213,841</u>	<u>213,841</u>	<u>-</u>	
NET CHANGE IN FUND BALANCE					
	-	-	17,449	17,449	
FUND BALANCE, BEGINNING					
	(16,459)	(16,459)	(16,459)	-	
FUND BALANCE, ENDING					
	<u>\$(16,459)</u>	<u>\$(16,459)</u>	<u>\$ 990</u>	<u>\$ 17,449</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, 2023

	Budgeted Amounts			Variance With Final Budget - Positive (Negative)
	Original	Final	Actual	
REVENUES				
Fines and forfeitures	\$ 7,000	\$ 7,000	\$ 6,877	\$(123)
Investment earnings	175	175	2,208	2,033
Total revenues	<u>7,175</u>	<u>7,175</u>	<u>9,085</u>	<u>1,910</u>
EXPENDITURES				
Current:				
General government	1,125	1,710	2,189	(479)
Total expenditures	<u>1,125</u>	<u>1,710</u>	<u>2,189</u>	<u>(479)</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES				
	6,050	5,465	6,896	1,431
FUND BALANCE, BEGINNING				
	48,851	48,851	48,851	-
FUND BALANCE, ENDING				
	<u>\$ 54,901</u>	<u>\$ 54,316</u>	<u>\$ 55,747</u>	<u>\$ 1,431</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, 2023

	Budgeted Amounts			Variance With Final Budget - Positive (Negative)	
	Original	Final	Actual		
REVENUES					
Fines and forfeitures	\$ 7,500	\$ 7,500	\$ 8,303	\$ 803	
Investment earnings	175	175	1,558	1,383	
Total revenues	<u>7,675</u>	<u>7,675</u>	<u>9,861</u>	<u>2,186</u>	
EXPENDITURES					
Current:					
General government	-	-	-	-	
Total expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES					
	<u>7,675</u>	<u>7,675</u>	<u>9,861</u>	<u>2,186</u>	
FUND BALANCE, BEGINNING					
	<u>34,903</u>	<u>34,903</u>	<u>34,903</u>	<u>-</u>	
FUND BALANCE, ENDING					
	<u>\$ 42,578</u>	<u>\$ 42,578</u>	<u>\$ 44,764</u>	<u>\$ 2,186</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, 2023

	Budgeted Amounts		Variance With Final Budget - Positive (Negative)
	Original	Final	Actual
REVENUES			
Charges for services	\$ 5,000	\$ 5,000	\$ 3,481
Contributions	15,000	15,000	27,768
Investment earnings	550	550	8,923
Miscellaneous	-	-	697
Total revenues	20,550	20,550	40,869
			20,319
EXPENDITURES			
Current:			
Cultural and recreational	37,550	50,100	27,112
Total expenditures	37,550	50,100	27,112
			\$(22,988)
			(22,988)
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES			
	(17,000)	(29,550)	13,757
			43,307
OTHER FINANCING SOURCES			
Transfers in	200	200	2,325
Total other financing sources	200	200	2,325
			2,125
			2,125
NET CHANGE IN FUND BALANCE			
	(16,800)	(29,350)	16,082
			45,432
FUND BALANCE, BEGINNING			
	193,070	193,070	193,070
			-
FUND BALANCE, ENDING			
	\$ 176,270	\$ 163,720	\$ 209,152
			\$ 45,432

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, 2023

	Budgeted Amounts			Variance With Final Budget - Positive (Negative)
	Original	Final	Actual	
REVENUES				
Charges for Services	\$ -	\$ -	\$ 384	\$ 384
Contributions	50,000	50,025	145,739	95,714
Investment earnings	2,000	2,000	23,443	21,443
Total revenues	<u>52,000</u>	<u>52,025</u>	<u>169,566</u>	<u>117,541</u>
EXPENDITURES				
Current:				
Health and welfare	20,000	20,000	5,526	14,474
Capital outlay	-	25,000	16,361	8,639
Total expenditures	<u>20,000</u>	<u>45,000</u>	<u>21,887</u>	<u>23,113</u>
NET CHANGE IN FUND BALANCE	<u>32,000</u>	<u>7,025</u>	<u>147,679</u>	<u>140,654</u>
FUND BALANCE, BEGINNING	<u>368,070</u>	<u>368,070</u>	<u>368,070</u>	<u>-</u>
FUND BALANCE, ENDING	<u>\$ 400,070</u>	<u>\$ 375,095</u>	<u>\$ 515,749</u>	<u>\$ 140,654</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, 2023

	Budgeted Amounts			Variance With Final Budget - Positive (Negative)	
	Original	Final	Actual		
REVENUES					
Fines and forfeitures	\$ 8,000	\$ 8,000	\$ 8,632	\$ 632	
Investment earnings	350	350	3,426	3,076	
Total revenues	<u>8,350</u>	<u>8,350</u>	<u>12,058</u>	<u>3,708</u>	
EXPENDITURES					
Current:					
Public Safety	15,889	15,889	15,888	1	
Total expenditures	<u>15,889</u>	<u>15,889</u>	<u>15,888</u>	<u>1</u>	
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES					
	(7,539)	(7,539)	(3,830)	3,709	
FUND BALANCE, BEGINNING					
	72,080	72,080	72,080	-	
FUND BALANCE, ENDING					
	<u>\$ 64,541</u>	<u>\$ 64,541</u>	<u>\$ 68,250</u>	<u>\$ 3,709</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, 2023

	Budgeted Amounts			Actual	Variance With Final Budget - Positive (Negative)
	Original	Final			
REVENUES					
Charges for services	\$ 146,500	\$ 146,500	\$ 153,828	\$ 7,328	
Contributions	30,000	30,000	30,500	500	
Investment earnings	125	125	267	142	
Total revenues	<u>176,625</u>	<u>176,625</u>	<u>184,595</u>	<u>7,970</u>	
EXPENDITURES					
Current:					
Cultural and recreational	335,149	335,149	312,019	23,130	
Total expenditures	<u>335,149</u>	<u>335,149</u>	<u>312,019</u>	<u>23,130</u>	
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES					
	(158,524)	(158,524)	(127,424)	31,100	
OTHER FINANCING SOURCES					
Transfers in	208,524	208,524	208,524	-	
Total other financing sources	<u>208,524</u>	<u>208,524</u>	<u>208,524</u>	<u>-</u>	
NET CHANGE IN FUND BALANCE					
	50,000	50,000	81,100	31,100	
FUND BALANCE, BEGINNING					
	34,324	34,324	34,324	-	
FUND BALANCE, ENDING					
	<u>\$ 84,324</u>	<u>\$ 84,324</u>	<u>\$ 115,424</u>	<u>\$ 31,100</u>	

CITY OF WEATHERFORD, TEXAS

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

COURT JURY FUND

FOR THE YEAR ENDED SEPTEMBER 30, 2023

	Budgeted Amounts					Variance With Final Budget - Positive (Negative)
	Original	Final	Actual			
REVENUES						
Fines and forfeitures	\$ 300	\$ 300	\$ 166		\$ (134)	
Investment earnings	-	-	1		1	
Total revenues	<u>300</u>	<u>300</u>	<u>167</u>		<u>(133)</u>	
EXPENDITURES						
Current:						
Public Safety	-	-	180		(180)	
Total expenditures	<u>-</u>	<u>-</u>	<u>180</u>		<u>(180)</u>	
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES						
	<u>300</u>	<u>300</u>	<u>(13)</u>		<u>(313)</u>	
NET CHANGE IN FUND BALANCE						
	<u>300</u>	<u>300</u>	<u>(13)</u>		<u>(313)</u>	
FUND BALANCE, BEGINNING						
	<u>326</u>	<u>326</u>	<u>326</u>		<u>-</u>	
FUND BALANCE, ENDING						
	<u>\$ 626</u>	<u>\$ 626</u>	<u>\$ 313</u>		<u>\$(313)</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, 2023

	Budgeted Amounts			Actual	Variance With Final Budget - Positive (Negative)
	Original	Final			
REVENUES					
Taxes	\$ 52,760	\$ 52,760	\$ 38,267	\$ (14,493)	
Investment earnings	150	150	3,092	2,942	
Total revenues	<u>52,910</u>	<u>52,910</u>	<u>41,359</u>	<u>(11,551)</u>	
EXPENDITURES					
Current:					
General government	-	-	2,798	(2,798)	
Total expenditures	<u>-</u>	<u>-</u>	<u>2,798</u>	<u>(2,798)</u>	
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES					
	<u>52,910</u>	<u>52,910</u>	<u>38,561</u>	<u>(14,349)</u>	
NET CHANGE IN FUND BALANCE					
	<u>52,910</u>	<u>52,910</u>	<u>38,561</u>	<u>(14,349)</u>	
FUND BALANCE, BEGINNING					
	<u>107,964</u>	<u>107,964</u>	<u>107,964</u>	<u>-</u>	
FUND BALANCE, ENDING					
	<u>\$ 160,874</u>	<u>\$ 160,874</u>	<u>\$ 146,525</u>	<u>\$ (14,349)</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, 2023

	Budgeted Amounts			Variance With Final Budget - Positive (Negative)
	Original	Final	Actual	
REVENUES				
Investment earnings	\$ 200	\$ 200	\$ 2,325	\$ 2,125
Total revenues	<u>200</u>	<u>200</u>	<u>2,325</u>	<u>2,125</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	<u>200</u>	<u>200</u>	<u>2,325</u>	<u>2,125</u>
OTHER FINANCING USES				
Transfers out	(200)	(200)	(2,325)	(2,125)
Total other financing uses	<u>(200)</u>	<u>(200)</u>	<u>(2,325)</u>	<u>(2,125)</u>
NET CHANGE IN FUND BALANCE	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCE, BEGINNING	<u>50,000</u>	<u>50,000</u>	<u>50,000</u>	<u>-</u>
FUND BALANCE, ENDING	<u>\$ 49,965</u>	<u>\$ 49,965</u>	<u>\$ 50,000</u>	<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, 2023

	Budgeted Amounts			Variance With Final Budget - Positive (Negative)
	Original	Final	Actual	
REVENUES				
Taxes	\$ 4,219,524	\$ 4,219,524	\$ 4,124,610	\$(94,914)
Intergovernmental	5,200,000	5,200,000	3,496,235	(1,703,765)
Investment earnings	55,000	55,000	665,007	610,007
Total revenues	<u>9,474,524</u>	<u>9,474,524</u>	<u>8,285,852</u>	<u>(1,188,672)</u>
EXPENDITURES				
Current:				
General government	3,200	3,200	1,500	1,700
Debt service:				
Principal	7,496,732	7,496,732	7,496,732	-
Interest and other	1,553,171	1,553,171	1,904,681	(351,510)
Total expenditures	<u>9,053,103</u>	<u>9,053,103</u>	<u>9,402,913</u>	<u>(349,810)</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES				
	<u>421,421</u>	<u>421,421</u>	<u>(1,117,061)</u>	<u>(1,538,482)</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	750,000	750,000	750,000	-
Total other financing sources (uses)	<u>750,000</u>	<u>750,000</u>	<u>750,000</u>	<u>-</u>
NET CHANGE IN FUND BALANCE				
	<u>1,171,421</u>	<u>1,171,421</u>	<u>(367,061)</u>	<u>(1,538,482)</u>
FUND BALANCE, BEGINNING				
	<u>21,693,149</u>	<u>21,693,149</u>	<u>21,693,149</u>	<u>-</u>
FUND BALANCE, ENDING				
	<u>\$ 22,864,570</u>	<u>\$ 22,864,570</u>	<u>\$ 21,326,088</u>	<u>\$(1,538,482)</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, 2023

	Governmental Activities		
	<u>Fleet Management</u>	<u>Health Insurance</u>	<u>Total</u>
ASSETS			
Current assets			
Unrestricted assets			
Cash and cash equivalents	\$ 1,046,597	\$ 1,036,503	\$ 2,083,100
Investments	2,793,335	1,285,108	4,078,443
Accounts receivables	-	2,342	2,342
Total current assets	<u>3,839,932</u>	<u>2,323,953</u>	<u>6,163,885</u>
Noncurrent assets			
Capital assets			
Machinery and equipment	4,097,275	-	4,097,275
Less: accumulated depreciation	(2,144,745)	-	(2,144,745)
Total noncurrent assets	<u>1,952,530</u>	-	<u>1,952,530</u>
Total assets	<u>5,792,462</u>	<u>2,323,953</u>	<u>8,116,415</u>
LIABILITIES			
Current liabilities			
Accounts payable	<u>17,232</u>	<u>851,063</u>	<u>868,295</u>
Total liabilities	<u>17,232</u>	<u>851,063</u>	<u>868,295</u>
NET POSITION			
Net investment in capital assets	1,952,530	-	1,952,530
Unrestricted	<u>3,822,700</u>	<u>1,472,890</u>	<u>5,295,590</u>
Total net position	<u>\$ 5,775,230</u>	<u>\$ 1,472,890</u>	<u>\$ 7,248,120</u>

CITY OF WEATHERFORD, TEXAS

**COMBINING STATEMENT OF REVENUES, EXPENSES
AND CHANGES IN NET POSITION**

INTERNAL SERVICE FUNDS

FOR THE YEAR ENDED SEPTEMBER 30, 2023

	Governmental Activities		
	Fleet Management	Health Insurance	Total
OPERATING REVENUES			
Charges for services	\$ 2,201,214	\$ 4,750,549	\$ 6,951,763
Miscellaneous	-	62,442	62,442
Total operating revenues	<u>2,201,214</u>	<u>4,812,991</u>	<u>7,014,205</u>
OPERATING EXPENSES			
Contractual services	-	1,621,367	1,621,367
Materials and supplies	419,967	-	419,967
Claims	-	2,886,626	2,886,626
Depreciation	336,811	-	336,811
Total operating expenses	<u>756,778</u>	<u>4,507,993</u>	<u>5,264,771</u>
OPERATING INCOME	<u>1,444,436</u>	<u>304,998</u>	<u>1,749,434</u>
NONOPERATING REVENUES (EXPENSES)			
Investment earnings	125,794	56,914	182,708
Gain (loss) on disposal of assets	(50,102)	-	(50,102)
Interest and other	(2,908)	-	(2,908)
Total nonoperating revenues (expenses)	<u>72,784</u>	<u>56,914</u>	<u>129,698</u>
CHANGE IN NET POSITION	<u>1,517,220</u>	<u>361,912</u>	<u>1,879,132</u>
NET POSITION, BEGINNING	<u>4,258,010</u>	<u>1,110,978</u>	<u>5,368,988</u>
NET POSITION, ENDING	<u><u>\$ 5,775,230</u></u>	<u><u>\$ 1,472,890</u></u>	<u><u>\$ 7,248,120</u></u>

CITY OF WEATHERFORD, TEXAS
COMBINING STATEMENT OF CASH FLOWS
INTERNAL SERVICE FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2023

	Governmental Activities		
	Fleet Management	Health Insurance	Total
CASH FLOWS FROM OPERATING ACTIVITIES			
Cash received from customers	\$ 2,201,214	\$ 4,822,007	\$ 7,023,221
Cash paid to suppliers and service providers	(402,735)	(4,867,601)	(5,270,336)
Net cash provided (used) by operating activities	<u>1,798,479</u>	<u>(45,594)</u>	<u>1,752,885</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES			
Principal payments on long term debt	(112,112)	- -	(112,112)
Acquisition of capital assets	(723,625)	- -	(723,625)
Interest and other charges on debt	(3,888)	- -	(3,888)
Net cash used for capital and related financing activities	<u>(839,625)</u>	<u>- -</u>	<u>(839,625)</u>
CASH FLOWS FROM INVESTING ACTIVITIES			
Interest received	125,794	56,913	182,707
Purchase of investments	(115,409)	(53,843)	(169,252)
Net cash used for investing activities	<u>10,385</u>	<u>3,070</u>	<u>13,455</u>
NET INCREASE (DECREASE) IN CASH	<u>969,239</u>	<u>(42,524)</u>	<u>926,715</u>
CASH AND CASH EQUIVALENTS, BEGINNING	<u>77,358</u>	<u>1,079,027</u>	<u>1,156,385</u>
CASH AND CASH EQUIVALENTS, ENDING	<u>\$ 1,046,597</u>	<u>\$ 1,036,503</u>	<u>\$ 2,083,100</u>
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES			
Operating income (loss)	\$ 1,444,436	\$ 304,998	\$ 1,749,434
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:			
Depreciation	336,811	- -	336,811
(Increase) decrease in accounts receivable	- -	9,016	9,016
Increase (decrease) in accounts payable	<u>17,232</u>	<u>(359,608)</u>	<u>(342,376)</u>
Net cash provided (used) by operating activities	<u>\$ 1,798,479</u>	<u>\$(45,594)</u>	<u>\$ 1,752,885</u>

CAPITAL ASSET SCHEDULES

THIS PAGE LEFT BLANK INTENTIONALLY

CITY OF WEATHERFORD, TEXAS

CAPITAL ASSETS USED IN THE OPERATION OF GOVERNMENTAL FUNDS

COMPARATIVE SCHEDULES BY SOURCE

SEPTEMBER 30, 2023 AND 2022

	<u>2023</u>	<u>2022</u>
GOVERNMENTAL FUNDS CAPITAL ASSETS		
Land	\$ 15,426,377	\$ 15,414,706
Buildings and improvements	37,233,366	14,991,173
Infrastructure	68,798,952	68,412,695
Other improvements	54,167,758	53,430,527
Machinery and equipment	27,698,872	23,657,331
Construction in progress	<u>2,591,253</u>	<u>21,530,329</u>
Total governmental funds capital assets	<u>\$ 205,916,578</u>	<u>\$ 197,436,761</u>
INVESTMENTS IN GOVERNMENTAL FUNDS		
CAPITAL ASSETS BY SOURCE		
General fund revenues	\$ 56,492,380	\$ 49,380,442
Special revenue fund revenues	81,804	81,804
Capital projects fund general obligation bonds	65,725,599	65,725,599
Contributions	77,924,718	77,538,461
Grants	<u>5,692,077</u>	<u>4,710,455</u>
Total governmental funds capital assets	<u>\$ 205,916,578</u>	<u>\$ 197,436,761</u>

CITY OF WEATHERFORD, TEXAS

CAPITAL ASSETS USED IN THE OPERATION OF GOVERNMENTAL FUNDS

SCHEDULE BY FUNCTION AND ACTIVITY

SEPTEMBER 30, 2023

Function and Activity	Total	Land	Buildings and Improvements
General government			
City Council	\$ 12,026,727	\$ 573,666	\$ 5,852,474
Facilities Maintenance	578,022	-	-
Finance	104,343	-	-
Municipal court	37,406	-	-
Planning and development	227,627	-	-
Total	<u>12,974,125</u>	<u>573,666</u>	<u>5,852,474</u>
Public safety			
Emergency management	9,277,432	-	-
Fire	8,899,994	467,884	2,621,372
Police	<u>28,242,116</u>	<u>16,619</u>	<u>23,549,654</u>
Total	<u>46,419,542</u>	<u>484,503</u>	<u>26,171,026</u>
Public works			
Administration	1,698,809	-	1,406,378
Street maintenance	<u>111,833,790</u>	<u>11,724,058</u>	<u>-</u>
Total	<u>113,532,599</u>	<u>11,724,058</u>	<u>1,406,378</u>
Health & Welfare	<u>3,088,545</u>	<u>-</u>	<u>1,692,543</u>
Cultural and Recreational			
Library	1,263,249	7,850	900,555
Parks and properties	28,539,146	2,636,300	1,210,390
Public market	36,921	-	-
Recreation	<u>62,451</u>	<u>-</u>	<u>-</u>
Total	<u>29,901,767</u>	<u>2,644,150</u>	<u>2,110,945</u>
Total governmental funds capital assets	\$ 205,916,578	\$ 15,426,377	\$ 37,233,366

Infrastructure and Other Improvements	Machinery and Equipment	Construction in Progress
\$ 879,625	\$ 3,600,727	\$ 1,120,235
390,506	187,516	-
-	104,343	-
-	37,406	-
-	227,627	-
<u>1,270,131</u>	<u>4,157,619</u>	<u>1,120,235</u>
4,926	9,272,506	-
1,083,973	4,726,765	-
<u>179,257</u>	<u>3,562,303</u>	<u>934,283</u>
<u>1,268,156</u>	<u>17,561,574</u>	<u>934,283</u>
146,886	145,545	-
<u>95,703,059</u>	<u>3,896,863</u>	<u>509,810</u>
<u>95,849,945</u>	<u>4,042,408</u>	<u>509,810</u>
<u>1,094,593</u>	<u>290,553</u>	<u>10,856</u>
225,045	129,799	-
23,221,919	1,454,468	16,069
36,921	-	-
-	62,451	-
<u>23,483,885</u>	<u>1,646,718</u>	<u>16,069</u>
<u>\$ 122,966,710</u>	<u>\$ 27,698,872</u>	<u>\$ 2,591,253</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, 2023

Function and Activity	Balance 09/30/2022	Additions	Deletions	Balance 09/30/2023
General government				
City Council	\$ 11,480,653	\$ 546,074	\$ -	\$ 12,026,727
Facilities maintenance	514,369	63,653	-	578,022
Finance	104,343	-	-	104,343
Municipal court	37,406	-	-	37,406
Planning and development	227,627	-	-	227,627
Total	<u>12,364,398</u>	<u>609,727</u>	<u>-</u>	<u>12,974,125</u>
Public Safety				
Emergency management	6,122,192	4,121,148	(965,908)	9,277,432
Fire	8,324,907	662,724	(87,637)	8,899,994
Police	<u>25,335,943</u>	<u>25,166,754</u>	<u>(22,260,581)</u>	<u>28,242,116</u>
Total	<u>39,783,042</u>	<u>29,950,626</u>	<u>(23,314,126)</u>	<u>46,419,542</u>
Public works				
Administration	1,654,896	43,913	-	1,698,809
Street maintenance	110,800,690	1,033,100	-	111,833,790
Total	<u>112,455,586</u>	<u>1,077,013</u>	<u>-</u>	<u>113,532,599</u>
Health & Welfare	<u>3,069,681</u>	<u>103,753</u>	<u>(84,889)</u>	<u>3,088,545</u>
Parks and recreation				
Library	1,094,040	331,430	(162,221)	1,263,249
Public market	36,921	-	-	36,921
Parks and properties	28,570,642	114,415	(145,911)	28,539,146
Recreation	62,451	-	-	62,451
Total	<u>29,764,054</u>	<u>445,845</u>	<u>(308,132)</u>	<u>29,901,767</u>
Total governmental funds				
capital assets	\$ 197,436,761	\$ 32,186,964	\$ (23,707,147)	\$ 205,916,578

CITY OF WEATHERFORD, TEXAS

MUNICIPAL UTILITY SYSTEM

SCHEDULES OF CAPITAL ASSETS

SEPTEMBER 30, 2023 AND 2022

	<u>2023</u>	<u>2022</u>
Land	\$ 4,777,505	\$ 4,749,168
Buildings and improvements	18,167,268	18,167,268
Other improvements	260,518,347	246,741,370
Machinery and equipment	9,661,048	9,019,926
Construction in progress	<u>3,543,687</u>	<u>7,292,827</u>
	296,667,855	285,970,559
Less accumulated depreciation	(132,787,957)	(123,373,150)
	<u>\$ 163,879,898</u>	<u>\$ 162,597,409</u>

THIS PAGE LEFT BLANK INTENTIONALLY

CITY OF WEATHERFORD, TEXAS

MUNICIPAL UTILITY SYSTEM

SCHEDULE OF CHANGES IN CAPITAL ASSETS

SEPTEMBER 30, 2023

<u>Function and Activity</u>	<u>Balance 09/30/2022</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance 09/30/2023</u>
Administration	\$ 6,968,793	\$ 100,931	\$ -	\$ 7,069,724
Water production	30,829,314	102,440	-	30,931,754
Water distribution	103,611,125	3,922,982	(140,097)	107,394,010
Wastewater	63,907,658	2,392,919	(127,907)	66,172,670
Electric production	11,334	-	-	11,334
Electric distribution	<u>80,642,335</u>	<u>4,544,914</u>	<u>(98,886)</u>	<u>85,088,363</u>
Total municipal utility capital assets	\$ <u>285,970,559</u>	\$ <u>11,064,186</u>	\$ <u>(366,890)</u>	\$ <u>296,667,855</u>

CITY OF WEATHERFORD, TEXAS
MUNICIPAL UTILITY SYSTEM
SCHEDULE OF CAPITAL ASSETS BY FUNCTION AND ACTIVITY
SEPTEMBER 30, 2023

Function and Activity	Total	Land	Buildings and Improvements
Administration	\$ 7,069,724	\$ 1,731,110	\$ 3,413,696
Water production	30,931,754	1,055,502	11,486,310
Water distribution	107,394,010	1,244,644	28,046
Wastewater	66,172,670	258,513	3,239,216
Electric production	11,334	11,334	-
Electric distribution	<u>85,088,363</u>	<u>476,402</u>	<u>-</u>
Total Municipal Utility System capital assets	\$ <u>296,667,855</u>	\$ <u>4,777,505</u>	\$ <u>18,167,268</u>

<u>Other Improvements</u>	<u>Machinery and Equipment</u>	<u>Construction in Progress</u>
\$ 1,376,840	\$ 548,078	\$ -
16,378,002	1,909,500	102,440
102,273,305	1,095,730	2,752,285
59,427,675	2,891,766	355,500
-	-	-
<u>81,062,525</u>	<u>3,215,974</u>	<u>333,462</u>
\$ <u>260,518,347</u>	\$ <u>9,661,048</u>	\$ <u>3,543,687</u>

THIS PAGE LEFT BLANK INTENTIONALLY

STATISTICAL SECTION

THIS PAGE LEFT BLANK INTENTIONALLY

CITY OF WEATHERFORD, TEXAS

STATISTICAL SECTION (UNAUDITED)

FOR THE YEAR ENDED SEPTEMBER 30, 2023

This part of City of Weatherford, Texas' annual comprehensive financial report presents detailed information as a context for understanding what the information in the 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.	115-128
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.	129-140
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.	141-153
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.	154-155
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	156-161

CITY OF WEATHERFORD, TEXAS

NET POSITION BY COMPONENT

LAST TEN FISCAL YEARS

	Fiscal Year			
	2014	2015	2016	2017
Governmental activities:				
Net investment in capital assets	\$ 29,104,810	\$ 26,052,538	\$ 65,646,240	\$ 66,796,273
Restricted	3,267,974	3,712,803	11,866,006	8,155,809
Unrestricted	<u>5,969,809</u>	<u>4,118,774</u>	<u>2,943,161</u>	<u>3,766,405</u>
Total governmental activities net position	<u>\$ 38,342,593</u>	<u>\$ 33,884,115</u>	<u>\$ 80,455,407</u>	<u>\$ 78,718,487</u>
Business-type activities:				
Net investment in capital assets	\$ 90,336,805	\$ 94,113,483	\$ 102,278,278	\$ 109,363,224
Restricted	9,627,846	10,064,992	20,064,415	10,165,192
Unrestricted	<u>20,463,931</u>	<u>25,952,451</u>	<u>18,332,728</u>	<u>33,672,680</u>
Total business-type activities net position	<u>\$ 120,428,582</u>	<u>\$ 130,130,926</u>	<u>\$ 140,675,421</u>	<u>\$ 153,201,096</u>
Primary government:				
Net investment in capital assets	\$ 119,441,615	\$ 120,166,021	\$ 167,924,518	\$ 176,159,497
Restricted	12,895,820	13,777,795	31,930,421	18,321,001
Unrestricted	<u>26,433,740</u>	<u>30,071,225</u>	<u>21,275,889</u>	<u>37,439,085</u>
Total primary government net position	<u>\$ 158,771,175</u>	<u>\$ 164,015,041</u>	<u>\$ 221,130,828</u>	<u>\$ 231,919,583</u>

TABLE 1

Fiscal Year						
2018	2019	2020	2021	2022	2023	
\$ 67,095,125	\$ 73,708,120	\$ 80,592,434	\$ 68,430,458	\$ 74,926,480	\$ 83,382,891	
8,933,030	10,354,402	6,815,276	19,349,450	17,213,777	26,702,155	
(2,765,607)	(5,082,408)	(3,866,450)	4,578,477	12,505,566	14,010,710	
<u>\$ 73,262,548</u>	<u>\$ 78,980,114</u>	<u>\$ 83,541,260</u>	<u>\$ 92,358,385</u>	<u>\$ 104,645,823</u>	<u>\$ 124,095,757</u>	
\$ 120,778,834	\$ 120,733,746	\$ 118,559,092	\$ 129,752,852	\$ 139,276,712	\$ 142,351,250	
12,248,093	15,257,126	14,791,041	12,082,320	14,225,543	11,887,137	
<u>34,008,837</u>	<u>45,267,502</u>	<u>61,560,761</u>	<u>54,080,717</u>	<u>62,801,242</u>	<u>81,574,694</u>	
<u>\$ 167,035,764</u>	<u>\$ 181,258,374</u>	<u>\$ 194,910,894</u>	<u>\$ 195,915,889</u>	<u>\$ 216,303,497</u>	<u>\$ 235,813,081</u>	
\$ 187,873,959	\$ 194,441,866	\$ 199,151,526	\$ 198,183,310	\$ 214,203,192	\$ 225,734,141	
21,181,123	25,611,528	21,606,317	31,431,770	31,439,320	38,589,292	
<u>31,243,230</u>	<u>40,185,094</u>	<u>57,694,311</u>	<u>58,659,194</u>	<u>75,306,808</u>	<u>95,585,404</u>	
<u>\$ 240,298,312</u>	<u>\$ 260,238,488</u>	<u>\$ 278,452,154</u>	<u>\$ 288,274,274</u>	<u>\$ 320,949,320</u>	<u>\$ 359,908,838</u>	

CITY OF WEATHERFORD, TEXAS

CHANGES IN NET POSITION

LAST TEN FISCAL YEARS

	Fiscal Year	
	2014	2015
EXPENSES		
Governmental activities:		
General government	\$ 6,035,033	\$ 5,915,168
Public safety	13,331,155	13,676,879
Public works	32,880,317	13,686,840
Health and welfare	1,269,608	1,392,938
Cultural and recreation	4,442,143	4,485,475
Interest on long-term debt	<u>2,534,057</u>	<u>2,682,224</u>
Total governmental activities expenses	<u>60,492,313</u>	<u>41,839,524</u>
Business-type activities:		
Electric	32,064,046	26,787,470
Water	8,083,005	7,376,079
Wastewater	3,392,953	3,533,092
Sanitation	1,502,670	1,498,046
Stormwater utility	<u>73,348</u>	<u>173,055</u>
Total business-type activities expenses	<u>45,116,022</u>	<u>39,367,742</u>
Total primary government program expenses	<u>\$ 105,608,335</u>	<u>\$ 81,207,266</u>
PROGRAM REVENUES		
Governmental activities:		
Charges for services:		
General government	\$ 29,617	\$ 47,433
Public safety	976,746	1,003,391
Public works	571,551	586,304
Health and welfare	501,722	575,818
Cultural and recreational	696,460	719,869
Operating grants and contributions	310,955	175,705
Capital grants and contributions	<u>29,049,784</u>	<u>8,582,987</u>
Total governmental activities program revenues	<u>32,136,835</u>	<u>11,691,507</u>
Business-type activities:		
Charges for services:		
Electric	38,114,195	34,860,799
Water	10,340,475	11,984,185
Wastewater	4,533,122	4,985,923
Sanitation	2,140,988	2,132,203
Stormwater utility	839,597	852,004
Operating grants and contributions	-	-
Capital grants and contributions	<u>1,674,969</u>	<u>2,273,567</u>
Total business-type activities program revenues	<u>57,643,346</u>	<u>57,088,681</u>
Total primary government program revenues	<u>\$ 89,780,181</u>	<u>\$ 68,780,188</u>

TABLE 2

Fiscal Year						
	2016	2017	2018	2019	2020	
\$	7,005,789	\$ 7,921,911	\$ 8,106,437	\$ 10,158,163	\$ 10,495,694	
15,000,743	15,348,606	15,398,565	16,763,699	17,682,950		
5,252,727	18,997,852	8,111,287	7,977,141	8,791,350		
1,587,636	1,813,923	1,638,085	1,951,690	2,283,446		
4,761,634	5,087,524	5,286,663	5,486,853	6,291,294		
2,176,497	2,089,046	2,015,638	1,764,618	2,021,546		
<u>35,785,026</u>	<u>51,258,862</u>	<u>40,556,675</u>	<u>44,102,164</u>	<u>47,566,280</u>		
23,013,754	33,142,615	31,259,686	31,166,250	33,896,543		
7,385,407	7,913,939	8,367,589	8,125,192	10,519,770		
3,557,093	3,899,352	4,047,566	3,821,537	5,995,632		
1,619,025	1,913,154	2,384,254	2,404,817	2,641,071		
87,041	211,910	1,107,179	445,837	580,479		
<u>35,662,320</u>	<u>47,080,970</u>	<u>47,166,274</u>	<u>45,963,633</u>	<u>53,633,495</u>		
<u>\$ 71,447,346</u>	<u>\$ 98,339,832</u>	<u>\$ 87,722,949</u>	<u>\$ 90,065,797</u>	<u>\$ 101,199,775</u>		
\$	59,969	\$ 2,442,189	\$ 2,731,701	\$ 3,311,749	\$ 3,889,813	
1,550,142	1,480,750	1,475,522	1,539,231	1,513,099		
937,918	936,009	955,168	1,198,362	1,193,636		
620,341	630,807	655,218	729,497	752,370		
794,834	823,300	897,265	793,660	961,696		
318,801	571,295	977,088	1,001,330	1,687,189		
1,604,594	11,179,503	1,814,700	2,186,053	3,458,928		
<u>5,886,599</u>	<u>18,063,853</u>	<u>9,506,662</u>	<u>10,759,882</u>	<u>13,456,731</u>		
27,737,753	32,807,183	36,476,388	36,486,773	36,457,687		
14,206,086	16,381,903	18,104,281	16,717,528	18,881,022		
5,830,166	6,791,526	7,232,787	6,772,614	7,207,019		
2,195,297	2,270,380	2,321,957	2,393,684	2,557,727		
1,237,658	1,334,743	1,369,073	1,387,931	1,418,380		
-	-	114,058	-	-		
2,439,162	4,941,978	3,611,547	2,750,221	5,511,563		
<u>53,646,122</u>	<u>64,527,713</u>	<u>69,116,033</u>	<u>66,622,809</u>	<u>72,033,398</u>		
<u>\$ 59,532,721</u>	<u>\$ 82,591,566</u>	<u>\$ 78,622,695</u>	<u>\$ 77,382,691</u>	<u>\$ 85,490,129</u>		

THIS PAGE LEFT BLANK INTENTIONALLY

CITY OF WEATHERFORD, TEXAS

TABLE 2

CHANGES IN NET POSITION

LAST TEN FISCAL YEARS

	Fiscal Year		
	2021	2022	2023
EXPENSES			
Governmental activities:			
General government	\$ 9,565,026	\$ 9,590,005	\$ 9,634,111
Public safety	16,518,377	18,351,248	20,731,655
Public works	9,458,559	9,747,788	9,201,688
Health and welfare	1,317,122	1,518,001	1,669,411
Cultural and recreation	6,435,632	6,653,041	6,848,543
Interest on long-term debt	<u>1,135,458</u>	<u>1,534,797</u>	<u>1,675,087</u>
Total governmental activities expenses	<u>44,430,174</u>	<u>47,394,880</u>	<u>49,760,495</u>
Business-type activities:			
Electric	54,158,199	42,658,296	35,503,181
Water	9,114,653	9,982,591	15,196,499
Wastewater	3,705,900	4,369,273	7,600,738
Sanitation	2,370,302	2,763,291	3,138,414
Stormwater utility	<u>935,695</u>	<u>973,679</u>	<u>984,240</u>
Total business-type activities expenses	<u>70,284,749</u>	<u>60,747,130</u>	<u>62,423,072</u>
Total primary government program expenses	<u>\$ 114,714,923</u>	<u>\$ 108,142,010</u>	<u>\$ 112,183,567</u>
PROGRAM REVENUES			
Governmental activities:			
Charges for services:			
General government	\$ 3,770,814	\$ 4,299,758	\$ 4,374,695
Public safety	1,375,403	1,729,338	1,711,937
Public works	1,499,772	1,544,229	1,454,827
Health and welfare	774,409	972,129	859,435
Cultural and recreational	1,006,338	1,147,180	1,562,194
Operating grants and contributions	680,452	208,277	297,330
Capital grants and contributions	<u>3,586,278</u>	<u>3,141,152</u>	<u>6,310,468</u>
Total governmental activities program revenues	<u>12,693,466</u>	<u>13,042,063</u>	<u>16,570,886</u>
Business-type activities:			
Charges for services:			
Electric	38,957,596	48,091,324	52,156,828
Water	19,350,147	21,493,396	20,670,750
Wastewater	8,039,760	8,455,277	7,743,338
Sanitation	2,915,994	3,061,786	3,243,231
Stormwater utility	1,428,702	1,458,110	1,477,278
Operating grants and contributions	295,270	-	-
Capital grants and contributions	<u>4,890,302</u>	<u>3,552,890</u>	<u>2,656,933</u>
Total business-type activities program revenues	<u>75,877,771</u>	<u>86,112,783</u>	<u>87,948,358</u>
Total primary government program revenues	<u>\$ 88,571,237</u>	<u>\$ 99,154,846</u>	<u>\$ 104,519,244</u>

CITY OF WEATHERFORD, TEXAS

CHANGES IN NET POSITION

LAST TEN FISCAL YEARS

	Fiscal Year	
	2014	2015
NET (EXPENSE) REVENUES		
Governmental activities	\$(28,355,478)	\$(30,148,017)
Business-type activities	<u>12,527,324</u>	<u>17,720,939</u>
Total primary government net expense	<u>(15,828,154)</u>	<u>(12,427,078)</u>
GENERAL REVENUES AND OTHER CHANGES IN NET POSITION		
Governmental activities:		
Taxes		
Property	8,674,852	9,238,347
Retail sales	10,591,223	11,303,850
Franchise	673,641	777,549
Hotel/motel	676,407	687,665
Mixed beverage	92,016	94,465
Unrestricted grants and contributions	16,749	15,153
Investment earnings	66,346	125,353
Miscellaneous	295,224	221,976
Transfers	<u>7,148,214</u>	<u>7,659,883</u>
Total governmental activities	<u>28,234,672</u>	<u>30,124,241</u>
Business-type activities:		
Investment earnings	35,548	352,023
Miscellaneous	687,949	777,280
Transfers	<u>(7,148,214)</u>	<u>(7,659,883)</u>
Total business-type activities	<u>(6,424,717)</u>	<u>(6,530,580)</u>
Total primary government	<u>21,809,955</u>	<u>23,593,661</u>
CHANGE IN NET POSITION		
Governmental activities	(120,806)	(23,776)
Business-type activities	<u>6,102,607</u>	<u>11,190,359</u>
Total primary government	<u>\$ 5,981,801</u>	<u>\$ 11,166,583</u>

TABLE 2

Fiscal Year				
2016	2017	2018	2019	2020
\$(29,898,427)	\$(33,195,009)	\$(31,050,013)	\$(33,342,282)	\$(34,109,549)
<u>17,983,802</u>	<u>17,446,743</u>	<u>21,949,759</u>	<u>20,659,176</u>	<u>18,399,903</u>
<u>(11,914,625)</u>	<u>(15,748,266)</u>	<u>(9,100,254)</u>	<u>(12,683,106)</u>	<u>(15,709,646)</u>
9,942,877	10,586,095	11,631,462	12,309,376	13,500,599
11,619,054	12,963,401	13,634,260	14,571,947	15,633,518
723,275	656,053	795,939	799,116	834,294
655,350	758,005	784,399	1,050,085	767,568
113,061	122,005	132,360	141,548	125,851
23,301	4,407	7,158	-	-
149,661	155,995	558,857	971,167	654,838
149,601	145,390	283,880	166,807	275,102
<u>7,970,306</u>	<u>6,066,738</u>	<u>6,466,096</u>	<u>9,049,802</u>	<u>6,878,925</u>
<u>31,346,486</u>	<u>31,458,089</u>	<u>34,294,411</u>	<u>39,059,848</u>	<u>38,670,695</u>
278,695	440,796	766,287	2,104,148	1,379,732
662,796	704,874	646,101	623,146	637,752
<u>(7,970,306)</u>	<u>(6,066,738)</u>	<u>(6,466,096)</u>	<u>(9,049,802)</u>	<u>(6,878,925)</u>
<u>(7,028,815)</u>	<u>(4,921,068)</u>	<u>(5,053,708)</u>	<u>(6,322,508)</u>	<u>(4,861,441)</u>
<u>24,317,671</u>	<u>26,537,021</u>	<u>29,240,703</u>	<u>32,737,340</u>	<u>33,809,254</u>
1,448,059	(1,736,920)	3,244,398	5,717,566	4,561,146
<u>10,954,987</u>	<u>12,525,675</u>	<u>16,896,051</u>	<u>14,336,668</u>	<u>13,538,462</u>
<u>\$ 12,403,046</u>	<u>\$ 10,788,755</u>	<u>\$ 20,140,449</u>	<u>\$ 20,054,234</u>	<u>\$ 18,099,608</u>

THIS PAGE LEFT BLANK INTENTIONALLY

CITY OF WEATHERFORD, TEXAS

TABLE 2

CHANGES IN NET POSITION

LAST TEN FISCAL YEARS

	Fiscal Year		
	2021	2022	2023
NET (EXPENSE) REVENUES			
Governmental activities	\$(31,736,708)	\$(34,352,817)	\$(33,189,609)
Business-type activities	<u>5,593,022</u>	<u>25,365,653</u>	<u>25,525,286</u>
Total primary government net expense	<u>(26,143,686)</u>	<u>(8,987,164)</u>	<u>(7,664,323)</u>
GENERAL REVENUES AND OTHER CHANGES IN NET POSITION			
Governmental activities:			
Taxes			
Property	14,060,034	15,008,227	15,946,310
Retail sales	18,323,484	20,844,887	21,493,217
Franchise	803,492	798,722	1,373,349
Hotel/motel	999,734	1,236,663	831,001
Mixed beverage	170,518	219,118	241,758
Unrestricted grants and contributions	-	-	-
Investment earnings	174,915	297,527	4,416,095
Miscellaneous	309,986	2,282,581	182,152
Transfers	<u>5,711,770</u>	<u>5,952,530</u>	<u>8,155,661</u>
Total governmental activities	<u>40,553,833</u>	<u>46,640,255</u>	<u>52,639,543</u>
Business-type activities:			
Investment earnings	305,655	560,730	1,725,226
Miscellaneous	818,089	413,755	414,733
Transfers	<u>(5,711,770)</u>	<u>(5,952,530)</u>	<u>(8,155,661)</u>
Total business-type activities	<u>(4,588,026)</u>	<u>(4,978,045)</u>	<u>(6,015,702)</u>
Total primary government	<u>35,965,807</u>	<u>41,662,210</u>	<u>46,623,841</u>
CHANGE IN NET POSITION			
Governmental activities	8,817,125	12,287,438	19,449,934
Business-type activities	<u>1,004,996</u>	<u>20,387,608</u>	<u>19,509,584</u>
Total primary government	<u>\$ 9,822,121</u>	<u>\$ 32,675,046</u>	<u>\$ 38,959,518</u>

CITY OF WEATHERFORD, TEXAS

FUND BALANCES
GOVERNMENTAL FUNDS

LAST TEN FISCAL YEARS

	Fiscal Year			
	2014	2015	2016	2017
General fund:				
Nonspendable	\$ 69,071	\$ 64,270	\$ 57,083	\$ 144,910
Committed	7,674,783	7,679,715	7,679,715	8,159,341
Assigned	-	-	-	-
Unassigned	<u>5,576,824</u>	<u>6,103,365</u>	<u>6,429,430</u>	<u>6,601,952</u>
Total general fund	<u>\$ 13,320,678</u>	<u>\$ 13,847,350</u>	<u>\$ 14,166,228</u>	<u>\$ 14,906,203</u>
All other governmental funds				
Nonspendable	\$ 54,880	\$ 50,000	\$ 50,204	\$ 50,000
Restricted	13,346,817	10,739,340	18,281,356	14,221,113
Committed	2,088,737	2,198,963	1,974,210	2,224,457
Unassigned	<u>(14)</u>	<u>-</u>	<u>(388,275)</u>	<u>(1,695,094)</u>
Total all other governmental funds	<u>\$ 15,490,420</u>	<u>\$ 12,988,303</u>	<u>\$ 19,917,495</u>	<u>\$ 14,800,476</u>

TABLE 3

Fiscal Year						
2018	2019	2020	2021	2022	2023	
\$ 55,757	\$ 97,964	\$ 107,656	\$ 83,283	\$ 485,529	\$ 11,946,363	
8,696,348	9,608,733	9,903,912	10,213,777	11,360,856	12,646,683	
-	-	-	1,440,782	842,348	518,694	
<u>6,679,144</u>	<u>6,022,930</u>	<u>7,481,172</u>	<u>11,576,147</u>	<u>13,095,934</u>	<u>11,852,803</u>	
<u>\$ 15,431,249</u>	<u>\$ 15,729,627</u>	<u>\$ 17,492,740</u>	<u>\$ 23,313,989</u>	<u>\$ 25,784,667</u>	<u>\$ 36,964,543</u>	
\$ 50,000	\$ 50,000	\$ 50,000	\$ 50,025	\$ 5,025	\$ 123,625	
15,074,540	19,759,917	13,010,311	29,449,804	29,449,804	22,958,753	
8,683,170	4,935,705	5,955,103	4,564,051	4,564,051	19,982,255	
(1,820,295)	(3,405,058)	(4,881,192)	(4,654,026)	(4,654,026)	(3,180,257)	
<u>\$ 21,987,415</u>	<u>\$ 21,340,564</u>	<u>\$ 14,134,222</u>	<u>\$ 29,409,854</u>	<u>\$ 29,364,854</u>	<u>\$ 39,884,376</u>	

CITY OF WEATHERFORD, TEXAS

CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS

LAST TEN FISCAL YEARS

	Fiscal Year			
	2014	2015	2016	2017
REVENUES				
Taxes	\$ 20,763,676	\$ 22,124,979	\$ 22,977,000	\$ 25,100,335
Licenses and permits	564,609	690,194	832,935	744,076
Intergovernmental	4,720,631	5,600,417	7,496,220	1,310,016
Charges for services	1,139,227	1,127,917	1,421,114	3,846,432
Fines and forfeitures	576,240	521,768	639,394	562,465
Contributions	60,712	29,455	119,245	189,493
Investment earnings	66,346	125,353	149,661	152,360
Miscellaneous	401,860	364,282	346,376	408,078
Total revenues	<u>28,293,301</u>	<u>30,584,365</u>	<u>33,981,945</u>	<u>32,313,255</u>
EXPENDITURES				
General government	5,638,924	6,062,131	7,471,688	7,621,227
Public safety	12,507,199	12,946,043	13,778,617	14,419,019
Public works	3,228,503	3,608,978	3,681,953	4,046,791
Health and welfare	1,178,664	1,309,641	1,504,303	1,666,541
Cultural and recreational	3,728,117	3,750,855	3,989,948	3,993,000
Debt service				
Principal	3,838,005	4,124,085	4,343,123	5,204,615
Interest	2,657,655	2,537,352	2,419,130	2,334,457
Capital outlay	5,923,681	7,669,247	3,905,307	3,151,961
Total expenditures	<u>38,700,748</u>	<u>42,008,332</u>	<u>41,094,069</u>	<u>42,437,611</u>

TABLE 4

Fiscal Year						
2018	2019	2020	2021	2022	2023	
\$ 27,003,022	\$ 28,807,033	\$ 30,803,077	\$ 34,474,257	\$ 38,106,729	\$ 39,833,199	
909,230	740,640	1,086,504	1,649,032	1,623,484	1,160,567	
7,037,599	6,693,914	2,370,023	10,174,385	1,498,831	7,337,720	
4,022,075	5,181,243	5,812,625	5,519,124	6,384,007	7,128,203	
529,159	481,308	320,789	273,532	431,225	475,608	
695,372	892,671	119,179	199,014	219,165	205,552	
536,961	929,986	656,043	157,203	(163,814)	4,233,387	
537,981	245,292	166,892	179,296	9,669,059	3,537,555	
<u>41,271,399</u>	<u>43,972,087</u>	<u>41,335,132</u>	<u>52,625,843</u>	<u>57,768,686</u>	<u>63,911,791</u>	
7,969,679	9,967,361	10,978,457	10,194,528	10,313,284	12,098,372	
14,927,507	15,453,810	16,558,813	16,898,482	18,868,349	20,129,700	
4,371,441	4,230,212	4,652,837	5,263,597	5,579,913	4,549,668	
1,525,208	1,775,327	2,162,362	1,389,436	1,550,671	1,571,688	
4,265,517	4,441,729	4,935,639	5,489,231	5,740,921	5,673,256	
6,223,822	6,511,783	6,814,279	6,015,334	5,939,219	7,496,732	
2,249,639	2,015,041	1,355,766	1,444,177	1,903,872	2,012,907	
3,667,119	9,638,502	6,674,157	9,962,334	17,263,330	4,693,367	
<u>45,199,932</u>	<u>54,033,765</u>	<u>54,132,310</u>	<u>56,657,119</u>	<u>67,159,559</u>	<u>58,225,690</u>	

CITY OF WEATHERFORD, TEXAS

CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS

LAST TEN FISCAL YEARS

	Fiscal Year			
	2014	2015	2016	2017
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	<u><u>\$(_ 10,407,447)</u></u>	<u><u>\$(_ 11,423,967)</u></u>	<u><u>\$(_ 7,112,124)</u></u>	<u><u>\$(_ 10,124,356)</u></u>
OTHER FINANCING SOURCES (USES)				
Issuance of debt	85,080	7,638,924	85,151	-
Premium on debt issuance	-	698,462	-	-
Payment to escrow agent	-	(7,857,973)	-	-
Tax notes issued	-	985,000	6,065,000	-
Proceeds from insurance	13,776	120,344	38,141	98,779
Sale of assets	32,966	203,882	201,596	29,215
Transfers in	15,710,708	8,058,368	8,662,201	7,211,509
Transfers out	(8,562,494)	(398,485)	(691,895)	(1,592,191)
Total other financing sources (uses)	<u><u>7,280,036</u></u>	<u><u>9,448,522</u></u>	<u><u>14,360,194</u></u>	<u><u>5,747,312</u></u>
NET CHANGE IN FUND BALANCES	<u><u>\$(_ 3,127,411)</u></u>	<u><u>\$(_ 1,975,445)</u></u>	<u><u>\$ 7,248,070</u></u>	<u><u>\$(_ 4,377,044)</u></u>
DEBT SERVICE AS A PERCENTAGE OF NONCAPITAL EXPENDITURES	<u><u>19.82%</u></u>	<u><u>20.40%</u></u>	<u><u>18.52%</u></u>	<u><u>19.35%</u></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					
2018	2019	2020	2021	2022	2023
<u>\$(3,928,533)</u>	<u>\$(10,061,678)</u>	<u>\$(12,797,178)</u>	<u>\$(4,031,276)</u>	<u>\$(9,390,873)</u>	<u>\$ 5,686,101</u>
5,060,000	4,868,433	27,845,000	18,220,000	-	13,700,000
-	-	3,404,797	1,092,911	-	(225,942)
-	(4,296,070)	(31,002,940)	-	-	-
-	-	-	-	-	-
44,473	38,140	20,092	51,100	15,419	219,808
69,949	52,900	75,095	31,864	7,632	25,252
8,151,632	10,991,468	8,892,104	8,055,968	10,787,323	18,946,231
(1,685,536)	(1,941,666)	(2,013,179)	(2,344,198)	(4,834,793)	(10,790,570)
<u>11,640,518</u>	<u>9,713,205</u>	<u>7,220,969</u>	<u>25,107,645</u>	<u>5,975,581</u>	<u>21,874,779</u>
<u>\$ 7,711,985</u>	<u>\$(348,473)</u>	<u>\$(5,576,209)</u>	<u>\$ 21,076,369</u>	<u>\$(3,415,292)</u>	<u>\$ 27,560,880</u>
<u>20.48%</u>	<u>19.27%</u>	<u>17.59%</u>	<u>16.00%</u>	<u>15.73%</u>	<u>18.59%</u>

THIS PAGE LEFT BLANK INTENTIONALLY

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
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
2021	14,177,029	18,323,484	803,492	999,734	170,518	34,474,257
2022	15,007,339	20,844,887	798,722	1,236,663	219,118	38,106,729
2023	15,893,875	21,493,217	831,001	1,373,349	241,758	39,833,200

CITY OF WEATHERFORD, TEXAS

ELECTRIC RATES

LAST TEN FISCAL YEARS

	Fiscal Year				
	2014	2015	2016	2017	2018
Residential					
Base rate	\$ 10.08	\$ 11.75	\$ 13.50	\$ 15.00	\$ 15.00
Per KWH (May - October)	0.0443	0.0432	0.0424	0.0412	0.0412
Per KWH (November - April)	0.0443	0.0432	0.0424	0.0412	0.0412
Small General Service					
(Demand does not exceed 20 KW)					
Base rate	19.55	19.55	19.55	19.55	19.55
Per KWH	0.0490	0.0467	0.0446	0.0424	0.0424
Large General Service 1					
(Demand 20 - 200 KW)					
Base rate	42.50	42.50	42.50	42.50	42.50
Per KWH	0.0265	0.0244	0.0238	0.0232	0.0232
Per KVA demand	3.80	3.96	3.96	3.96	3.96
Large General Service 2					
(Demand 200 KW - 1000 KVA)					
Base rate	100.00	100.00	100.00	100.00	100.00
Per KWH	0.0260	0.0256	0.0249	0.0240	0.0240
Per KWH (if primary metered)	0.0260	0.0256	0.0249	0.0240	0.0240
Per KVA demand	3.79	4.00	4.30	4.65	4.65
Large General Service 3					
(Demand 20 - 200 KW)					
Base rate	195.00	195.00	195.00	195.00	195.00
Per KWH for first 2500 KWH	0.0230 (2)	0.0225 (2)	0.0223 (2)	0.0220 (2)	0.0220 (2)
Per KWH for next 3500 KWH	0.0230 (2)	0.0225 (2)	0.0223 (2)	0.0220 (2)	0.0220 (2)
Per KWH for all additional KWH	0.0230 (2)	0.0225 (2)	0.0223 (2)	0.0220 (2)	0.0220 (2)
Per KVA demand > 10 KVA	3.65 (2)	4.05 (2)	4.35 (2)	4.75 (2)	4.75 (2)
Municipal					
Base rate	(3)	(3)	(3)	(3)	(3)
Per KWH	(3)	(3)	(3)	(3)	(3)
School/Church					
Base rate	(3)	(3)	(3)	(3)	(3)
Per KWH	(3)	(3)	(3)	(3)	(3)
Per KW demand	(3)	(3)	(3)	(3)	(3)
Security Lights					
Per light	10.00	10.00	10.90	10.90	10.90

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						
	2019	2020	2021	2022	2023	
\$	15.00	\$ 15.00	\$ 15.00	\$ 15.00	\$ 15.00	\$ 15.00
0.0412		0.0412	0.0412	0.0412	0.0412	0.0412
0.0412		0.0412	0.0412	0.0412	0.0412	0.0412
19.55		19.55	19.55	19.55	19.55	19.55
0.0424		0.0424	0.0424	0.0424	0.0424	0.0424
42.50		42.50	42.50	42.50	42.50	42.50
0.0232		0.0232	0.0232	0.0232	0.0232	0.0232
3.96		3.96	3.96	3.96	3.96	3.96
100.00		100.00	100.00	100.00	100.00	100.00
0.0240		0.0240	0.0240	0.0240	0.0240	0.0240
0.0240		0.0240	0.0240	0.0240	0.0240	0.0240
4.65		4.65	4.65	4.65	4.65	4.65
195.00		195.00	195.00	195.00	195.00	195.00
0.0220 (2)		0.0220 (2)	0.0220 (2)	0.0220 (2)	0.0220 (2)	0.0220 (2)
0.0220 (2)		0.0220 (2)	0.0220 (2)	0.0220 (2)	0.0220 (2)	0.0220 (2)
0.0220 (2)		0.0220 (2)	0.0220 (2)	0.0220 (2)	0.0220 (2)	0.0220 (2)
4.75 (2)		4.75 (2)	4.75 (2)	4.75 (2)	4.75 (2)	4.75 (2)
(3)		(3)	(3)	(3)	(3)	(3)
(3)		(3)	(3)	(3)	(3)	(3)
(3)		(3)	(3)	(3)	(3)	(3)
10.90		10.90	10.90	10.90	10.90	10.90

CITY OF WEATHERFORD, TEXAS

NUMBER OF ELECTRIC CUSTOMERS BY TYPE

LAST TEN FISCAL YEARS

Fiscal Year	Residential	Commercial ⁽¹⁾	Industrial	Total
2014	11,818	2,156	53	14,027
2015	12,104	2,183	56	14,343
2016	12,202	2,197	57	14,456
2017	12,401	2,225	60	14,686
2018	12,601	2,232	58	14,891
2019	12,762	2,256	58	15,076
2020	12,895	2,297	60	15,252
2021	13,785	2,334	56	16,175
2022	13,840	2,358	54	16,252
2023	13,946	2,394	56	16,396

⁽¹⁾ Includes municipal governments, schools, and churches.

CITY OF WEATHERFORD, TEXAS

TEN LARGEST ELECTRIC CUSTOMERS
CURRENT YEAR AND NINE YEARS AGO

TABLE 8

Customer	2023	
	Revenue	Percentage of Electric Revenue
Atkore Plastic Pipe Co	\$ 1,726,201	3.33%
Medical City Weatherford	1,214,029	2.35%
Jamak Inc	771,125	1.49%
Weatherford College	554,235	1.07%
WISD - High School	545,891	1.05%
Wal-Mart #1-963	461,010	0.89%
Weatherford Aerospace Inc	439,506	0.85%
Albertsons Inc #4176	295,152	0.57%
Parker County Auditor's Office	242,010	0.47%
Rim Inc.	223,297	0.43%
	6,472,456	12.50%
Revenue from other customers	<u>45,296,218</u>	<u>87.50%</u>
Total	<u>\$ 51,768,674</u>	<u>100.00%</u>
2014		
Customer	2014	
	Revenue	Percentage of Electric Revenue
Atkore Plastic Pipe Co	\$ 1,060,491	2.94%
Jamak, Inc.	608,880	1.69%
W'ford Texas Hospital Corp.	562,280	1.56%
Wal-Mart	454,702	1.26%
WISD-High School	422,072	1.17%
City-Water Plant	278,476	0.77%
Weatherford Regional Medical	272,005	0.76%
Albertson's	260,379	0.72%
Lowe's	238,293	0.66%
Home Depot	226,694	0.63%
	4,384,272	12.16%
Revenue from other customers	<u>31,629,035</u>	<u>87.83%</u>
Total	<u>\$ 36,013,307</u>	<u>99.99%</u>

CITY OF WEATHERFORD, TEXAS

ASSESSED AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY⁽¹⁾

LAST TEN FISCAL YEARS

Category	Fiscal Year	
	2014	
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.

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>
<u>209,299,900</u>	<u>8.86%</u>	<u>227,087,730</u>	<u>8.89%</u>
 <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	
	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	81.54%
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	8.35%
Constitutional exempt ⁽³⁾	260,974,435	10.08%
Total actual value	2,587,794,496	<u>99.97%</u>
Less: exemptions/reductions	<u>458,355,853</u>	
Total	\$ <u>2,129,438,643</u>	
Total direct rate ⁽²⁾	\$ 0.4866	

Notes:

- (1) Property is assessed at market value.
 (2) Per \$100 of assessed value.

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>8.30%</u>
 262,500,707	8.81%	263,400,869	8.52%
 2,981,134,159	<u>100.00%</u>	3,092,435,215	<u>99.99%</u>
 531,197,724		<u>492,038,321</u>	
 <u>\$ 2,449,936,435</u>		<u>\$ 2,600,396,894</u>	
 \$ 0.4899		\$ 0.4899	

CITY OF WEATHERFORD, TEXAS

ASSESSED AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY⁽¹⁾

LAST TEN FISCAL YEARS

Category	Fiscal Year	
	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.

Source: Parker County Appraisal District

TABLE 9

Fiscal Year			
2021		2022	
Actual Value	Percentage of Total	Actual Value	Percentage of Total
\$ 1,793,516,295	49.77%	\$ 2,131,356,624	51.90%
201,873,004	5.60%	266,316,010	6.48%
50,904,586	1.41%	50,249,730	1.22%
117,506,050	3.26%	136,774,610	3.33%
82,729,051	2.30%	91,452,486	2.23%
754,785,114	20.95%	808,767,096	19.69%
21,638,890	0.60%	22,033,200	0.54%
2,335,940	0.06%	1,297,850	0.03%
3,025,288,930	83.95%	3,508,247,606	85.42%
34,345,890	0.95%	37,394,940	0.91%
183,731,882	5.10%	181,794,070	4.43%
46,584,150	1.29%	44,459,280	1.08%
2,426,880	0.07%	2,386,150	0.06%
-	- %	-	- %
16,480,050	0.46%	19,001,333	0.46%
283,568,852	7.87%	285,035,773	6.94%
294,696,686	8.18%	313,833,254	7.64%
3,603,554,468	100.00%	4,107,116,633	100.00%
569,950,689		677,984,959	
\$ 3,033,603,779		\$ 3,429,131,674	
\$ 0.4829		\$ 0.4581	

THIS PAGE LEFT BLANK INTENTIONALLY

CITY OF WEATHERFORD, TEXAS

TABLE 9

ASSESSED AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY⁽¹⁾

LAST TEN FISCAL YEARS

Category	Fiscal Year	
	2023	
Real, residential, single family	\$ 2,253,897,904	52.61%
Real, residential, multi-family	283,818,424	6.62%
Real, vacant lots/tracts	43,496,084	1.02%
Real, acreage (land only)	135,303,793	3.16%
Real, farm and ranch improvements	90,840,067	2.12%
Real, commercial	806,787,032	18.83%
Real, industrial	22,033,200	0.51%
Real, oil, gas and other minerals	3,348,644	0.08%
Total real property	3,639,525,148	84.95%
Real and tangible personal, utilities	39,515,030	0.92%
Tangible personal, commercial	191,040,002	4.46%
Tangible personal, industrial	56,745,940	1.32%
Tangible, personal, mobile homes	2,331,590	0.05%
Intangible personal		- %
Inventory	40,112,163	0.94%
Total personal property	329,744,725	7.70%
Constitutional exempt ⁽³⁾	314,846,790	7.35%
Total actual value	4,284,116,663	<u>100.00%</u>
Less: exemptions/reductions	<u>628,219,201</u>	
Total	\$ <u>3,655,897,462</u>	
Total direct rate ⁽²⁾	\$ 0.4563	

Notes:

- (1) Property is assessed at market value.
- (2) Per \$100 of assessed value.

Source: Parker County Appraisal District

CITY OF WEATHERFORD, TEXAS

TABLE 10

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
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	0.4896	0.3117	1.4540	0.1150	0.1195	1.4400
2019	0.3343	0.1553	0.4896	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
2021	0.3343	0.1486	0.4829	0.2847	1.3272	0.1074	0.1254	1.3189
2022	0.3245	0.1336	0.4581	0.3294	1.2393	0.1051	0.1225	1.3720
2023	0.3035	0.0955	0.4530	0.2311	1.0365	0.0922	0.1061	1.1692

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

CITY OF WEATHERFORD, TEXAS

TABLE 11

PRINCIPAL PROPERTY TAXPAYERS

CURRENT YEAR AND NINE YEARS AGO

Taxpayer	2023		Percentage of Total City Taxable Assessed Value
	Taxable Assessed Value		
The Mark at Weatherford	\$ 78,500,000		2.29%
Tzadik Loan Oak Apartment	70,864,936		2.07%
Parker County Hospital Dist	44,598,160		1.30%
Weatherford Dunhill LLC	28,661,210		0.84%
Brown Southgate Glen Texas	22,500,000		0.66%
Holland Lake Partners	22,038,836		0.64%
Weatherford I LLC & Span LLC	21,001,970		0.61%
Power Service Products	20,772,790		0.61%
Remington Ridge Holdings LLC	18,500,000		0.54%
College Park Development	18,400,000		0.54%
Total	\$ 345,837,902		10.10%
Taxpayer	2014		Percentage of Total City Taxable Assessed Value
	Taxable Assessed Value		
Parker County Hospital	\$ 61,144,180		3.60%
Weatherford I-20/Main St.	24,642,700		1.50%
Weatherford Capital	19,132,240		1.10%
Wal-Mart Stores, Inc.	18,620,220		1.10%
Power Service Products	12,603,620		0.90%
Brown Southgate Glen	12,121,910		0.70%
Target Stores	11,214,420		0.60%
Lowes Home Centers	11,004,760		0.60%
Home Depot	10,413,500		0.60%
Weatherford Regional Medical	10,050,020		0.60%
Total	\$ 190,947,570		11.30%

Source: Parker County Appraisal District

CITY OF WEATHERFORD, TEXAS

PROPERTY TAX LEVIES AND COLLECTIONS

LAST TEN FISCAL YEARS

Fiscal Year Ended	Taxes Levied for the Fiscal Year	Adjustments	Total Adjusted Levies
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
2021	14,028,975	(31,967)	13,997,008
2022	14,939,403	(81,353)	14,858,050
2023	15,871,315	(64,332)	15,806,983

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
8,537,374	99.08%	72,867	8,610,241	99.93%
9,118,352	98.92%	97,583	9,215,935	99.91%
9,739,379	97.85%	59,044	9,798,423	99.94%
10,424,412	99.31%	70,338	10,494,750	99.93%
11,425,551	98.94%	39,995	11,465,546	99.90%
12,116,163	98.91%	80,644	12,196,807	99.90%
13,236,303	97.70%	197,362	13,433,665	99.91%
13,923,225	99.25%	56,265	13,979,490	99.87%
14,787,954	98.99%	52,043	14,839,997	99.88%
15,701,006	98.93%	-	15,701,006	99.33%

CITY OF WEATHERFORD, TEXAS

TAXABLE SALES BY CATEGORY

LAST TEN FISCAL YEARS

	Fiscal Year		
	2014	2015	2016
Agriculture/Forestry/Fishing/Hunting	\$ 20,710	\$ 38,271	\$ 21,805
Mining/Quarrying/Oil and Gas Extraction	5,581,565	9,450,845	6,034,468
Utilities	14,806	29,277	116,189
Construction	8,888,143	10,711,347	7,980,552
Manufacturing	22,793,527	17,724,630	14,446,761
Wholesale Trade	24,108,087	28,378,471	37,428,143
Retail Trade	380,622,776	400,578,606	419,237,212
Transportation/Warehousing	39,413	67,779	70,319
Information	7,149,200	11,098,495	14,935,800
Finance/Insurance	729,685	768,147	723,736
Real Estate/Rental/Leasing	7,252,145	8,157,086	7,067,849
Professional/Scientific/Technical Services	2,667,218	3,012,331	3,623,350
Admin/Support/Waste Mgmt/Remediation Services	5,813,773	6,562,417	5,991,476
Educational Services	320,397	668,197	689,863
Health Care/Social Assistance	120,471	256,777	474,103
Arts/Entertainment/Recreation	966,239	1,859,886	2,739,694
Accommodations/Food Services	90,204,897	97,331,847	105,951,222
Other Services (except Public Administration)	15,024,627	16,956,498	17,741,942
Public Administration	13,458,787	12,811,345	10,422,945
Other Services	13,855,945	-	-
Unclassified	<u>(11,179,699)</u>	<u>(457,885)</u>	<u>-</u>
 Total	 \$ 588,452,712	 \$ 626,004,367	 \$ 655,697,429
City direct sales tax rate	1.50%	1.50%	1.50%

Source: Texas Comptroller

⁽¹⁾ The third quarter (July 2023 - September 2023) was not available at the time of issuing this document.

TABLE 13

Fiscal Year					
	2017	2018	2019	2020	2021
\$ 28,465	\$ 34,930	\$ 43,659	\$ 34,112	\$ 74,203	
8,317,104	8,754,574	8,809,564	4,794,923	4,303,121	
90,965	137,874	241,548	228,421	11,596	
15,982,462	21,962,763	28,994,971	25,762,844	33,338,940	
18,298,287	21,872,316	26,185,706	36,542,873	43,796,619	
40,097,662	44,636,983	44,461,035	50,200,561	66,951,366	
445,224,594	477,920,293	506,524,130	535,087,324	630,335,544	
55,118	75,598	109,475	128,745	169,796	
24,889,039	18,257,760	16,574,452	12,591,055	13,406,866	
685,068	728,489	659,680	868,756	1,033,682	
8,051,672	14,959,304	14,819,868	12,169,986	13,369,233	
4,032,927	4,195,062	4,624,145	5,526,788	5,970,469	
7,058,845	7,290,033	9,351,392	10,256,298	13,034,471	
750,388	732,882	737,638	904,096	663,342	
358,474	2,271,180	1,283,027	1,795,682	1,135,666	
3,156,767	3,314,307	4,234,373	6,376,517	5,227,367	
112,642,651	116,932,994	121,448,368	119,230,405	142,459,221	
19,788,842	22,561,343	20,284,769	20,261,165	23,459,036	
12,251,773	12,877,435	13,050,940	13,147,670	14,041,085	
-	-	-	-	349	
-	-	-	-	-	
\$ 721,761,103	\$ 779,516,120	\$ 822,438,740	\$ 855,908,221	\$ 1,012,781,972	
1.50%	1.50%	1.50%	1.50%	1.50%	

THIS PAGE LEFT BLANK INTENTIONALLY

CITY OF WEATHERFORD, TEXAS

TAXABLE SALES BY CATEGORY

LAST TEN FISCAL YEARS

	Fiscal Year	
	2022	2023 ⁽¹⁾
Agriculture/Forestry/Fishing/Hunting	\$ 74,544	\$ 22,571
Mining/Quarrying/Oil and Gas Extraction	6,226,979	5,279,260
Utilities	26,931	3,390
Construction	61,685,121	43,792,793
Manufacturing	62,294,119	46,288,471
Wholesale Trade	83,861,774	61,574,635
Retail Trade	713,123,487	546,818,624
Transportation/Warehousing	202,605	221,600
Information	18,201,094	14,051,638
Finance/Insurance	1,218,334	744,388
Real Estate/Rental/Leasing	16,855,812	14,221,699
Professional/Scientific/Technical Services	6,723,034	3,940,030
Admin/Support/Waste Mgmt/Remediation Services	17,941,576	13,987,029
Educational Services	755,368	477,531
Health Care/Social Assistance	1,335,835	2,626,465
Arts/Entertainment/Recreation	4,833,629	3,839,759
Accommodations/Food Services	174,855,371	124,344,160
Other Services (except Public Administration)	24,474,121	20,160,426
Public Administration	16,853,510	13,112,010
Other Services	263	627
Unclassified	-	-
 Total	 \$ 1,211,543,507	 \$ 915,507,106
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	Financing Arrangements
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
2021	37,592,880	19,290,606	4,040,000	712,342
2022	33,624,538	18,717,076	2,405,000	489,767
2023	28,241,198	31,454,008	755,000	305,920

⁽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	Financing Arrangements				
\$ 35,537,670	\$ 215,000	\$ 690,281	\$ 531,669	\$ 110,998,083	8.99%	\$ 4,199	
32,427,865	110,000	553,428	499,670	103,615,661	7.75%	3,731	
50,125,280	-	297,819	466,830	103,615,661	7.17%	3,605	
46,011,227	-	167,365	433,144	115,271,033	7.90%	3,846	
52,468,255	-	73,885	398,588	116,073,149	7.29%	3,787	
52,154,587	-	37,632	363,141	114,201,892	6.73%	3,587	
48,346,137	-	-	326,780	104,092,590	5.59%	3,103	
44,392,688	-	-	289,480	93,551,007	5.00%	3,032	
40,284,238	-	-	251,218	102,171,284	5.53%	3,031	
36,025,790	-	-	211,969	91,474,140	4.15%	2,714	
32,382,340	-	-	305,920	82,857,626	3.27%	2,286	

CITY OF WEATHERFORD, TEXAS

RATIOS OF NET GENERAL BONDED DEBT OUTSTANDING
LAST TEN FISCAL YEARS

Fiscal Year	General Bonded Debt Outstanding				Total
	General Obligation Bonds	Certificates of Obligation	Tax Note		
2013	\$ 55,338,662	\$ 13,627,476	\$ -	\$ 68,966,138	
2014	52,146,413	13,054,421	-	65,200,834	
2015	55,338,662	13,627,476	-	68,966,138	
2016	44,695,740	11,798,309	5,862,562	62,356,611	
2017	40,660,405	11,115,254	9,223,885	60,999,544	
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	
2021	37,592,880	19,290,606	4,040,000	60,923,486	
2022	33,624,538	18,717,076	2,405,000	54,746,614	
2023	25,560,000	30,710,000	755,000	57,025,000	

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

Less: Amounts Available in Debt Service Fund ⁽²⁾	Net Bonded Debt	Actual Taxable Value of Property	Percentage of Actual Taxable Value of Property	Per Capita ⁽¹⁾
\$ 5,068,393	\$ 63,897,745	\$ 1,854,429,100	3.45%	\$ 2,372
1,618,603	63,582,231	1,909,269,370	3.33%	2,290
2,069,856	67,347,535	1,949,012,777	3.46%	2,343
10,458,977	51,897,634	2,128,986,143	2.44%	2,500
7,303,798	53,695,746	2,129,438,643	2.52%	1,752
8,055,973	54,300,639	2,449,936,435	2.22%	1,706
9,194,876	51,804,668	2,600,396,894	1.99%	1,544
6,004,237	41,937,193	2,906,976,276	1.44%	1,359
8,245,821	52,677,665	3,033,603,779	1.74%	1,563
16,032,609	38,714,005	3,429,131,674	1.13%	1,148
15,324,729	41,700,271	3,655,897,462	1.14%	1,150

CITY OF WEATHERFORD, TEXAS

TABLE 16

DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT

SEPTEMBER 30, 2023

Government Unit	Debt Outstanding	Estimated Percentage Applicable	Estimated Share of Direct and Overlapping Debt
Debt repaid with property taxes			
Aledo Independent School District	\$ 263,668,437	1.01%	\$ 2,663,051
Parker County	133,013,540	18.38%	24,447,889
Parker County Junior College District	1,570,000	18.38%	288,566
Peaster Independent School District	45,097,306	2.11%	951,553
Weatherford Independent School District	91,012,155	50.43%	45,897,430
Other debt			
Parker County Junior College, note payable	2,478,941	19.56%	484,881
Subtotal overlapping debt			<u>74,733,370</u>
City of Weatherford direct debt	57,330,920	100.00%	<u>55,236,381</u>
Total direct and overlapping debt			<u>\$ 129,969,751</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

CITY OF WEATHERFORD, TEXAS

TABLE 17

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	
2014	51,923,460	37,140,069	14,783,391	3,115,000	1,787,416	3.02
2015	51,902,458	31,326,472	20,575,986	3,830,000	1,517,523	3.85
2016	48,168,116	27,060,795	21,107,321	3,960,000	2,053,006	3.51
2017	56,603,108	34,060,633	22,542,475	4,645,000	1,930,757	3.43
2018	62,814,234	35,639,353	27,174,881	3,565,000	1,887,917	4.98
2019	64,682,143	37,458,454	27,223,689	3,710,000	1,841,223	4.90
2020	66,999,207	41,990,569	25,008,638	3,865,000	1,541,647	4.63
2021	67,378,021	55,280,677	12,097,344	4,015,000	1,381,562	2.24
2022	79,433,881	45,507,529	33,926,352	3,635,000	1,213,605	7.00
2023	81,239,861	47,550,024	33,689,837	3,525,000	1,076,045	7.32

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.

CITY OF WEATHERFORD, TEXAS

TABLE 18

DEMOGRAPHIC AND ECONOMIC STATISTICS
LAST TEN CALENDAR YEARS

Calendar Year	Population ⁽¹⁾	Personal Income ⁽²⁾	Per Capita Income ⁽²⁾	School Enrollment ⁽³⁾	Unemployment Rate ⁽⁴⁾
2013	26,940	\$ 1,235,348,257	\$ 45,856	7,741	4.2%
2014	27,769	1,336,184,153	48,118	7,709	4.2%
2015	28,742	1,444,486,694	48,692 *	7,734	4.4%
2016	29,969	1,459,250,548	48,692 *	7,861	3.2%
2017	30,654	1,591,862,220	51,930 *	8,021	3.0%
2018	31,836	1,696,508,604	53,289 *	8,116	2.8%
2019	33,547	1,860,818,543	55,469 *	8,081	6.4%
2020	30,854	1,872,291,617	57,254 *	8,105	5.6%
2021	33,710	1,849,049,366	61,317 *	8,024	3.3%
2022	33,710	2,203,218,180	65,358	8,034	3.2%
2023	36,251	2,535,866,203	69,953	8,255	3.4%

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

CITY OF WEATHERFORD, TEXAS

TABLE 19

PRINCIPAL EMPLOYERS

CURRENT AND NINE YEARS AGO

<u>Employer</u>	<u>2023</u>		<u>Percentage of Total City Employment</u>
	<u>Employees</u>	<u>Rank</u>	
Weatherford ISD	945	1	5.55%
Medical City	585	2	3.44%
Parker County	485	3	2.85%
City of Weatherford	371	4	2.18%
Walmart	350	5	2.06%
Weatherford College	371	6	2.18%
CD Hartnett	276	7	1.62%
Jamak Inc.	240	8	1.41%
Weatherford Aerospace	142	9	0.83%
Lowe's	125	10	0.73%
 Total	 <u>3,890</u>		 <u>22.87%</u>
<u>Employer</u>	<u>2014</u>		<u>Percentage of Total City Employment</u>
	<u>Employees</u>	<u>Rank</u>	
Weatherford ISD	945	1	9.19%
Weatherford Regional Medical Center	585	2	5.69%
Parker County	485	3	4.72%
City of Weatherford	356	4	3.46%
Wal-Mart	350	5	3.40%
Weatherford College	298	6	2.90%
C.D. Hartnett	276	7	2.68%
JAMAK, Inc.	240	8	2.33%
Weatherford Aerospace	140	9	1.36%
Petro Travel Center	125	10	1.22%
 Total	 <u>3,800</u>		 <u>36.95%</u>

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			
	2014	2015	2016	2017
General government	42	45	45	49
Public safety	139	135	138	141
Public works	29	30	31	24
Health and welfare	15	17	18	18
Cultural and recreational	55	54	54	47
Electric	34	36	35	39
Water	28	28	29	31
Wastewater	26	26	27	28
Sanitation	20	20	20	18
Total	388	391	397	395

Source: City's Finance Department

TABLE 20

Fulltime Equivalent Employees as of September 30					
2018	2019	2020	2021	2022	2023
49	49	46	52	52	57
141	144	147	148	151	150
24	25	24	22	22	21
19	15	14	14	14	15
48	49	40	35	35	48
39	36	36	36	36	50
31	31	31	31	31	28
28	21	21	21	21	26
18	18	19	19	19	22
397	388	378	378	381	417

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

Function/Program	Fiscal Year			
	2014	2015	2016	2017
Public safety				
Police				
Police personnel and officers	78	78	76	76
Arrests	1,302	1,404	1,793	1,766
Violations other than parking	4,488	4,675	3,948	2,969
Parking violations	57	89	94	81
Fire				
Paid fire personnel and officers	56	56	59	59
Calls answered	5,201	4,660	5,239	5,041
Planning and development				
New construction permits issued	220	204	211	244
Cultural and recreation				
Library holdings	104,834	103,028	100,809	95,921
Electric				
Service connections	14,115	14,161	14,292	14,844
Total system peak demand (KW)	96,681	94,249	96,067	101,300
Annual kilo-watt hour sales (KWH)	389,421,402	386,452,762	387,044,014	392,239,811
Water				
Service connections	11,138	11,350	11,497	11,907
Daily average consumption (thousands of gallons)	3,277	3,058	3,328	3,232
Annual water sales (thousands of gallons)	1,179,691	1,116,010	1,214,712	1,179,666
Wastewater				
Service connections	10,251	10,481	10,761	11,239
Daily average consumption (thousands of gallons)	2,148	2,195	2,357	2,115
Sanitation				
Refuse collected (tons)	9,565	10,218	10,242	11,416
Brush and special pickups (tons)	1,612	1,605	2,330	1,786 ⁽¹⁾

Source: Various City Departments

(1) The City of Weatherford Sanitation discontinued taking brush pick ups to the landfill during FY 2016/2017 and again in FY 2019/2020.

TABLE 21

Fiscal Year					
2018	2019	2020	2021	2022	2023
81 1,613 3,710 47	86 1,552 2,479 54	88 1,481 1,621 26	88 1,227 1,540 24	87 1,497 3,098 5	79 1,369 2,426 10
60 4,577	60 4,627	60 4,583	60 5,406	59 5,809	60 5,843
217	174	281	451	401	91
93,702	94,069	98,061	99,256	102,123	125,705
15,036 114,570 432,494,992	15,196 98,000 421,511,975	15,332 100,151 415,064,786	15,997 121,026 413,058,481	16,255 105,706 437,162,309	16,331 107,744 447,012,991
12,161 3,808	12,304 3,209	12,539 3,238	13,058 4,280	13,521 5,134	13,645 5,034
1,389,963	1,171,155	1,185,175	1,562,279	1,873,881	1,596,830
11,619 1,948	11,831 2,450	12,693 2,567	12,221 2,770	12,221 2,770	12,545 2,730
11,430 1,397	14,630 1,738	14,959 N/A ⁽¹⁾	15,098 N/A ⁽¹⁾	14,562 N/A ⁽¹⁾	14,589 N/A ⁽¹⁾

CITY OF WEATHERFORD, TEXAS

CAPITAL ASSET STATISTICS BY FUNCTION/PROGRAM
LAST TEN FISCAL YEARS

Function/Program	2014	2015	2016	2017
Public safety				
Police				
Police stations	1	1	1	1
Police patrol units	22	23	26	25
Fire				
Fire stations	4	3	3	3
Fire trucks	18	17	17	14
Fire boat	-	1	1	1
Cultural and recreation				
Parks and recreation				
Community centers	2	2	3	3
Parks	10	10	26	26
Park acreage	301	301	501	501
Swimming pools	1	1	1	1
Tennis courts	3	3	7	7
Soccer fields	8	8	11	11
Softball/baseball fields	12	12	12	12
Multipurpose fields and courts	3	3	5	5
Electric				
Miles of distribution lines	342	342	346	355
Water				
Miles of water mains	268	275	274	277
Number of fire hydrants	1,447	1,450	1,509	1,557
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	233	208	208	212
Permitted daily capacity of plant (thousands of gallons)	4,500	4,500	4,500	4,500

Source: Various City Departments

TABLE 22

2018	2019	2020	2021	2022	2023
1 26	1 27	1 26	1 26	1 36	1 29
3 21 1	3 14 1	3 15 1	3 15 1	3 15 1	4 20 1
3 26 501 1 7 11 12 5	3 26 856 1 7 11 12 5	3 26 856 1 7 11 12 5	3 26 856 1 7 11 12 5	3 26 856 1 8 11 12 7	3 25 543 1 8 11 3 7
362	363	377	377	390	393
285 1,633 14,000 7,600	288 1,678 14,000 7,600	294 1,751 14,000 7,600	294 1,751 14,000 7,600	303 1,828 14,000 8,100	304 1,843 14,000 8,100
212 4,500	213 4,500	216 4,500	216 4,500	223 4,500	224 4,500

ANNUAL COMPREHENSIVE FINANCIAL REPORT

20 23

For the year ended September 30, 2023

