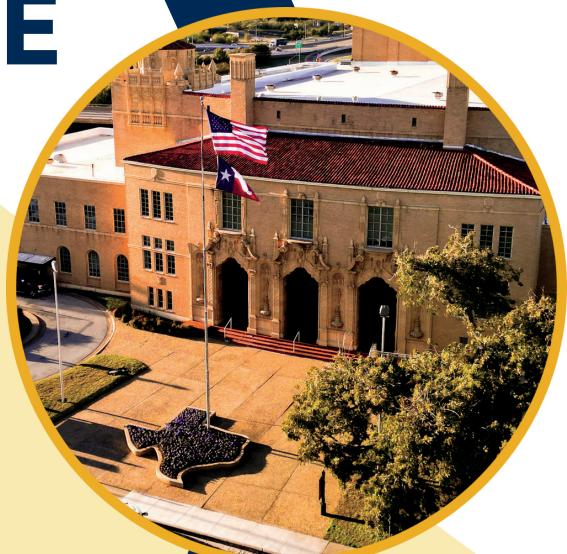


CITY OF WICHITA FALLS, TX

# ANNUAL COMPREHENSIVE FINANCIAL REPORT

FOR FISCAL YEAR ENDED  
SEPTEMBER 30, 2024



Contact

940-761-7462

[www.wichitafallstx.gov](http://www.wichitafallstx.gov)

# CITY OF WICHITA FALLS, TEXAS

## ANNUAL COMPREHENSIVE FINANCIAL REPORT FOR THE YEAR ENDED SEPTEMBER 30, 2024

### TABLE OF CONTENTS

	<u>Exhibit</u>	<u>Page</u>
<b><u>INTRODUCTORY SECTION</u></b>		
Letter of Transmittal .....		i-xii
GFOA Certificate of Achievement .....		xiii
Organizational Chart .....		xiv
City Council & List of Principal Officials.....		xv-xvi
<b><u>FINANCIAL SECTION</u></b>		
Independent Auditor's Report .....		1-3
Management's Discussion and Analysis (Required Supplementary Information) .....		4-13
<b>BASIC FINANCIAL STATEMENTS:</b>		
Statement of Net Position .....	A-1	14
Statement of Activities.....	A-2	15
Balance Sheet - Governmental Funds.....	A-3	16
Reconciliation of the Governmental Funds Balance Sheet to the Statement of Net Position.....	A-4	17
Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds.....	A-5	18
Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances of the Governmental Funds to the Statement of Activities .....	A-6	19-20
Statement of Net Position - Proprietary Funds.....	A-7	21-22
Statement of Revenues, Expenses and Changes in Net Position - Proprietary Funds.....	A-8	23
Statement of Cash Flows - Proprietary Funds.....	A-9	24-25
Statement of Fiduciary Net Position .....	A-10	26
Statement of Changes in Fiduciary Net Position.....	A-11	27
Notes to the Financial Statements.....		28-69
<b>REQUIRED SUPPLEMENTARY INFORMATION:</b>		
Budgetary Comparison Schedule - General Fund .....	B-1	70
Schedule of Changes in Net Pension Liability and Related Ratios – Texas Municipal Retirement System .....	B-2	71
Schedule of Contributions – Texas Municipal Retirement System .....	B-3	72
Schedule of Changes in Net Pension Liability and Related Ratios – Wichita Falls Firemen's Relief and Retirement Fund .....	B-4	73
Schedule of Contributions – Wichita Falls Firemen's Relief and Retirement Fund .....	B-5	74
Schedule of Changes in Net OPEB Liability and Related Ratios – City of Wichita Falls Retiree Health Care Plan.....	B-6	75
Schedule of Contributions – City of Wichita Falls Retiree Health Care Plan.....	B-7	76
Notes to the Required Supplementary Information.....		77-78

# CITY OF WICHITA FALLS, TEXAS

## ANNUAL COMPREHENSIVE FINANCIAL REPORT FOR THE YEAR ENDED SEPTEMBER 30, 2024

### TABLE OF CONTENTS (CONT'D.)

	<u>Exhibit</u>	<u>Page</u>
<b>COMBINING FINANCIAL STATEMENTS:</b>		
Nonmajor Governmental Funds:		
Combining Balance Sheet .....	C-1	79
Combining Statement of Revenues, Expenditures and Changes in Fund Balances.....	C-2	80
Budgetary Comparison Schedule – Community Development Block Grant Fund.....	C-3	81
Budgetary Comparison Schedule – Section 8 Housing Fund .....	C-4	82
Budgetary Comparison Schedule – Home Investment Partnership Agreement Fund .....	C-5	83
Budgetary Comparison Schedule – MPEC/Hotel/Motel Tax Fund .....	C-6	84
Budgetary Comparison Schedule – Hotel/Motel Venue Tax Fund .....	C-7	85
Budgetary Comparison Schedule – Golf Fund .....	C-8	86
Budgetary Comparison Schedule – Debt Service Fund.....	C-9	87
Nonmajor Enterprise Funds:		
Combining Statement of Net Position .....	D-1	88
Combining Statement of Revenues, Expenses and Changes in Fund Net Position .....	D-2	89
Combining Statement of Cash Flows .....	D-3	90-91
Internal Service Funds:		
Combining Statement of Net Position .....	E-1	92
Combining Statement of Revenues, Expenses and Changes in Fund Net Position .....	E-2	93
Combining Statement of Cash Flows .....	E-3	94
Component Units:		
Combining Statement of Net Position .....	F-1	95
Combining Statement of Activities .....	F-2	96
<b>SUPPORTING SCHEDULES:</b>		
Combined Schedule of Bonded Debt and Interest Maturities.....		
G-1	97	
Combined Schedule of Bonds Payable.....		
G-2	98-102	
Debt Service Coverage – Revenue Bonds .....		
G-3	103	
Capital Assets Used in the Operation of Governmental Funds -		
Schedule By Function and Activity .....	G-4	104
Capital Assets Used in the Operation of Governmental Funds -		
Schedule of Changes By Function and Activity .....	G-5	105
Regional Airport Fund – Capital Assets and Accumulated Depreciation .....		
G-6	106	
Kickapoo Airport Fund – Capital Assets and Accumulated Depreciation.....		
G-7	107	
Transit Fund – Capital Assets and Accumulated Depreciation .....		
G-8	108	
Stormwater Drainage Fund - Capital Assets and Accumulated Depreciation.....		
G-9	109	
Sanitation Fund – Capital Assets and Accumulated Depreciation .....		
G-10	110	

# CITY OF WICHITA FALLS, TEXAS

## ANNUAL COMPREHENSIVE FINANCIAL REPORT FOR THE YEAR ENDED SEPTEMBER 30, 2024

### TABLE OF CONTENTS (CONT'D.)

	<u>Exhibit</u>	<u>Page</u>
Water and Sewer Fund – Capital Assets and Accumulated Depreciation.....	G-11	111
Waterpark Fund – Capital Assets and Accumulated Depreciation .....	G-12	112
Fleet Maintenance Fund – Capital Assets and Accumulated Depreciation .....	G-13	113
Duplicating Services Fund – Capital Assets and Accumulated Depreciation .....	G-14	114
Information Technology Fund – Capital Assets and Accumulated Depreciation .....	G-15	115
Wichita Falls Economic Development Corporation – Capital Assets and Accumulated Depreciation.....	G-16	116
Wichita Falls 4B Sales Tax Corporation – Capital Assets and Accumulated Depreciation.....	G-17	117

### STATISTICAL SECTION (UNAUDITED)

Net Position By Component – Last Ten Fiscal Years .....	H-1	118
Changes in Net Position – Last Ten Fiscal Years.....	H-2	119-120
Fund Balances, Governmental Funds – Last Ten Fiscal Years .....	H-3	121
Changes in Fund Balances, Governmental Funds – Last Ten Fiscal Years.....	H-4	122
Tax Revenues By Source, Governmental Funds – Last Ten Fiscal Years .....	H-5	123
Assessed and Estimated Actual Value of Taxable Property – Last Ten Fiscal Years.....	H-6	124
Direct and Overlapping Property Tax Rates – Last Ten Fiscal Years .....	H-7	125
Principal Property Taxpayers – Current Year and Nine Years Ago .....	H-8	126
Property Tax Levies and Collections – Last Ten Fiscal Years .....	H-9	127
Ratios of Outstanding Debt by Type – Last Ten Fiscal Years.....	H-10	128
Ratios of General Bonded Debt Outstanding – Last Ten Fiscal Years .....	H-11	129
Direct and Overlapping Governmental Activities Debt .....	H-12	130
Computation of Legal Debt Margin – Last Ten Fiscal Years .....	H-13	131
Pledged Revenue Coverage – Water and Sewer Revenue Bonds – Last Ten Fiscal Years.....	H-14	132
Demographic Statistics – Last Ten Fiscal Years .....	H-15	133
Principal Employers – Current Year and Ten Years Ago.....	H-16	134
Full-Time Equivalent City Government Employees by Function/Program – Last Ten Fiscal Years.....	H-17	135
Operating Indicators by Function/Program – Last Ten Fiscal Years.....	H-18	136
Capital Asset Statistics by Function/Program – Last Ten Fiscal Years.....	H-19	137

### Graphics:

Cash and Investments.....	I-1	138
Total Bonds Payable .....	I-2	139
General Obligation Bonds Payable .....	I-3	140
Revenue Bonds Payable.....	I-4	141
General Fund Equity .....	I-5	142
Comparison of Tax Levy and Collections .....	I-6	143
Revenues by Source – FYE 9/30/24 .....	I-7	144
Expenditures by Function – FYE 9/30/24.....	I-8	145
General Governmental Revenues (General Fund Only) .....	I-9	146
General Governmental Expenditures (General Fund Only) .....	I-10	147

## ***INTRODUCTORY SECTION***



## FINANCE DEPARTMENT

March 24, 2025

The Honorable Mayor,  
Members of the City Council,  
City Manager and Citizens of Wichita Falls, TX

We are pleased to submit the Annual Comprehensive Financial Report of the City of Wichita Falls, TX for the fiscal year ended September 30, 2024, together with the opinion of our independent certified public accountants, Edgin, Parkman, Fleming & Fleming, PC, whose report is included. The Finance Department prepared this report to present the financial position of the City. The financial statements and supporting schedules have been prepared in accordance with generally accepted accounting principles and meet the requirements of the State of Texas and the City Charter.

Management assumes full responsibility for the completeness, fairness, and reliability of the information contained in this report, based on a comprehensive framework of internal controls established for this purpose. We believe the data presented here is accurate in all material respects. It is presented to fairly set forth the financial position and results of operation of the City, as measured by the financial activity of its various funds. All disclosures necessary to enable the reader to gain an understanding of the City's financial activities have been included.

Edgin, Parkman, Fleming & Fleming, PC, issued an unmodified opinion on the City's financial statements for the year ended September 30, 2024. The Independent Auditor's Report may be found on page 1 of this document.

Management's Discussion and Analysis (MD&A) immediately follows the Independent Auditor's Report in this document. The MD&A provides additional detail and a narrative overview and analysis of the financial statements. It should be read in conjunction with the Basic Financial Statements and the Notes to the Basic Financial Statements.

### CITY OF WICHITA FALLS PROFILE

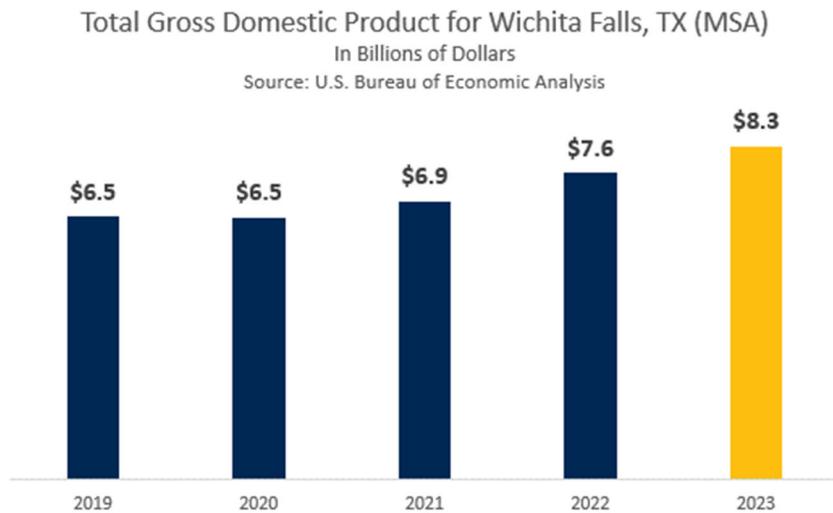
The City of Wichita Falls, the home of Sheppard Air Force Base, is located in north-central Texas. The City was incorporated in 1889 and now encompasses 70.1 square miles. Wichita Falls is linked to major southwestern, western, and mid-western cities by Interstate 44, U.S. Highways 82, 281, 277, 287, and Texas State Route 79. The city is approximately 130 miles northwest of the Dallas/Fort Worth Metroplex, 15 miles from the Red River that marks the Texas/Oklahoma border, and 125 miles south of Oklahoma City. The city is located in the crosstimbers area of the gently rolling north-central plains and is crossed by the Wichita River. Due to the city's geographic location, Wichita Falls serves as a regional economic hub

for North Texas and South-Central Oklahoma. Wichita Falls is the county seat of Wichita County and a major population center in North Texas. The population of Wichita Falls is 102,691 according to the 2023 US Census Bureau estimate.

#### ECONOMIC CONDITION AND ACTIVITY

Wichita Falls has successfully diversified its economy to include new manufacturing, government, medical services, retail, and service-related commerce. This diversification is in addition to the more typical North Texas industries of agriculture and oil and gas production. The Wichita Falls Metropolitan Statistical Area (MSA) houses a robust manufacturing sector with many companies having employment in excess of 100 persons. The MSA covers three North Texas counties of Archer, Clay, and Wichita. The largest portion of the MSA production includes Health, Social Services, and Manufacturing. The total population of the MSA is 149,947.

The Total Gross Domestic Product (GDP) of the Wichita Falls MSA totaled \$8,256,094 in 2023 which was a 8.8% increase from 2022. The local economy has experienced significant growth in the last three years.



The unemployment rate for the Wichita Falls MSA was 3.5% in December 2024. This is down from a high of 10.2% in April of 2020. The area's largest employers include Sheppard Air Force Base, United Regional Health Care System, Wichita Falls ISD, Midwestern State University, and North Texas State Hospital.

The economy is based on mineral production, retail trade, manufacturing, agribusiness, and government installations. Principal sources of agricultural income include cattle, cotton, and wheat. The City has several institutions of higher learning, a strong international presence through Sheppard Air Force Base, an eager workforce, all with a community spirit geared toward family, friends, and a desire to see that this thriving city continues to grow and prosper.

The central business district is 5 miles from Sheppard Air Force Base. Sheppard Air Force Base was established in 1941 and is the most diverse training installation for the Air Force. The base is home to the Air Force's largest technical training wing and Euro-NATO Joint Jet Pilot Training program, which trains combat pilots for 14 NATO partners. According to an economic impact analysis produced by the Texas

Comptroller, Sheppard Air Force Base contributed at least \$3.2 billion to the Texas economy in 2023. The base employs approximately 17,801 active duty and civilian personnel.

The City operates a Multi-Purpose Events Center (MPEC), which includes a coliseum, exhibit hall, and an agricultural arena/show barn. The City collaborated with a private investor to complete a hotel and convention center. This collaboration will include a privately-owned hotel with a private investment of over \$48 million and a public conference center, supported with 4B Sales Tax funds. The grand opening of the facility was celebrated in October of 2023.

#### CITY SERVICES AND ORGANIZATION OF THE GOVERNMENT

The City of Wichita Falls is a Council-Manager form of government organized under the Constitution and Laws of the State of Texas. The City Council is comprised of five members elected from separate districts, one member at large, and an elected Mayor. The City Council appoints the City Manager, City Attorney, Municipal Court Judge, and City Clerk. All other staff members work under the direction of the City Manager.

The City provides a full range of municipal services to the community. These services include public safety, fire protection, public works, health and welfare, parks and recreation, cemeteries, library, public improvement, engineering, planning and zoning, and general administrative services. As part of public works services, the City provides water, sewer, and sanitation for its citizens. The City also provides a full range of transportation options, including bus service, a regional and municipal airport, and a trolley.

All funds included within the Financial Section of this report are considered to be financially accountable by the City and its elected and appointed officials. The financial statements of the City include all governmental activities, business-type activities, organizations, and functions as required by generally accepted accounting principles. The criteria considered in determining which activities are reported include: the organization's legal status, appointment of the organization's boards, the City's ability to impose its will on the organization, the ability to impose a financial benefit/burden on the City, and fiscal dependency by the organization on the City. The criteria used by the City for including activities in preparing its financial statements are in conformity with Governmental Accounting Standards Board (GASB) Statement 14, "The Financial Reporting Entity," as amended by Statement 61.

The City promotes economic development efforts for the benefit of Wichita Falls. Under Chapter 312 of the Texas Tax Code, the City is authorized to enter into Tax Abatement Agreements for commercial-industrial and residential purposes. Three areas of the City are designated as Reinvestment Zones (#2, #3, and #4) which capture increments of growth in real property values which are then used for public improvements in the zoned area. The public improvements in these zones are expected to encourage new commercial investment and revitalization of the targeted areas. The City also promotes economic development through cooperation with the Wichita Falls Economic Development Corporation (4A) and the Wichita Falls 4B Sales Tax Corporation which operate under the authority of Vernon's Civil Statutes, Article 5190.6. The three reinvestment zones and the two economic development corporations are legally separate entities from the City; however, the City is considered to be financially accountable for their operations. These five entities are presented as Discretely Presented Component Units and more information related to their finances can be found on pages 95-96.

## FINANCIAL INFORMATION & FINANCIAL POLICY

A further discussion of the City's Financial Policies may be found in the Notes to the Basic Financial Statements included in this document beginning on page 28. The City's financial direction begins with the City's Charter, which is the basis for all financial policies the City implements. The City maintains financial policies for general operations, which include policies for financial management and fund balances, budget compliance, debt issuance and management, accounts payable, water service, and purchasing, among others. Additional information about financial policies may be found in the City's Adopted Operating Budget in the Policy Statement section.

In developing and evaluating the City's accounting system, the City Manager considers the adequacy of internal control as deemed appropriate. Internal control is designed to provide reasonable, but not absolute, assurance regarding: (1) the safeguarding of assets against loss from unauthorized use or disposition; and (2) the reliability of financial records for preparing financial statements and maintaining accountability for assets. The concept of reasonable assurance recognizes that the cost of a control should not exceed the benefits likely to be derived, and the evaluation of costs and benefits requires estimates and judgments by the City Manager. The City believes that its internal control adequately safeguards assets and provides reasonable assurance of proper recording of financial transactions.

The Annual Operating Budget is proposed by the City Manager and approved by the City Council following public discussion. Budgetary control is maintained at the department, class, and fund level by the Finance Department through the use of an integrated enterprise resource planning solution. All legally required funds are budgeted annually. In instances when budgetary transfers are necessary, management control of the operating budget is maintained at the fund and department level. A summary overview of the City's budget process is presented in the graphic below. The process starts in March and concludes with Budget Adoption in September. The City's fiscal year runs from October 1 to September 30.

Unencumbered appropriation balances lapse at year-end and are not carried forward to new budget periods. Open encumbrances are reported as reservations of fund balance at September 30, 2024, and related appropriations are carried forward to the new fiscal year through a supplemental budgetary allocation.

The City has a fund balance policy in place for the General Fund, Water/Sewer Fund, and the Sanitation Fund. The policy requires the City to maintain at least 20% of expenditures in unassigned fund balance in each fund. If funds fall below these percentages, plans are created to replenish these funds. These financial statements reflect that the policy has been followed in all three funds. The City also maintains an informal policy to limit tax-supported debt to no more than 5% of total assessed property value or \$1,500 per capita. As of September 30, 2024, the current ratio of general bonded debt outstanding to the assessed value of all taxable property is .48%.

The major governmental funds are the General Fund and the American Rescue Plan Act (ARPA) Fund. The major enterprise funds are the Water and Sewer Fund and the Sanitation Fund. Of the four major funds, ARPA is the only one that is not included in the annual budget appropriation. The following table lists each of the funds appropriated as part of the annual operating budget.

Funds Appropriated in the Annual Operating Budget		
Fund	Fund Class	Fund Type
General Fund	Governmental	General Fund
Debt Service Fund	Governmental	Debt Service
Community Development Block Grant	Governmental	Special Revenue
Section 8 Housing Fund	Governmental	Special Revenue
Home Investment Partnership Agreement	Governmental	Special Revenue
MPEC/Hotel/Motel Tax	Governmental	Special Revenue
Hotel/Motel Venue Tax	Governmental	Special Revenue
Airport Improvement Grant	Governmental	Special Revenue
Golf Fund	Governmental	Special Revenue
Miscellaneous Special Revenue	Governmental	Special Revenue
Water & Sewer Fund	Proprietary	Enterprise
Water & Sewer Capital Fund	Proprietary	Capital
Microfiltration and Reverse Osmosis	Proprietary	Capital
Lake Ringgold Fund	Proprietary	Capital
Sanitation Fund	Proprietary	Enterprise
Regional Airport Fund	Proprietary	Enterprise
Kickapoo Airport Fund	Proprietary	Enterprise
Transit Fund	Proprietary	Enterprise
Storm Water Fund	Proprietary	Enterprise
Waterpark Fund	Proprietary	Enterprise
Fleet Fund	Proprietary	Internal Service
Information Technology Fund	Proprietary	Internal Service
Duplicating Services Fund	Proprietary	Internal Service

## GENERAL GOVERNMENT FUNCTIONS

The City's two largest revenue sources are property tax (ad valorem tax) and sales tax. The City Council is responsible for adopting a tax rate annually. All eligible property within the City is subject to assessment, levy, and collections of a continuing, direct ad valorem tax. The City Council works closely with City staff to analyze and adopt rates that assist the City, the tax payer and the community at large. The following discussion highlights the property and sales tax information for the next fiscal year.

As a reminder, the City may levy taxes only in accordance with the budget. The tax rate consists of two components, the amount of taxes to pay maintenance and operation expenditures and the amount of taxes to pay debt service (interest and sinking). The table below shows the total of each over the past five

years. The City's property tax rate during the 2024 fiscal year was 0.680000 cents per \$100 of assessed value.

Fiscal Year	Property Tax Rate				
	M&O	I&S	Total Rate	\$ Change	% Change
2020	0.721571	0.041752	0.763323	-0.033	-4.6%
2021	0.722736	0.040587	0.763323	0.000	0.0%
2022	0.726565	0.034363	0.760928	-0.002	-0.3%
2023	0.661483	0.032838	0.694321	-0.067	-8.8%
2024	0.649853	0.030147	0.680000	-0.014	-2.1%

The adopted total tax rate is applied to the total Certified Value of the City to generate the total tax levy. This year the City saw significant increases in the property values. For 2024, the property tax rate generated approximately \$47.7 million in revenues, of this amount \$45.8 million was received into the City's General Fund for general city operation. The property tax base for FY 2025 is \$7.7 billion, which is a 6.25% increase from the \$7.2 billion tax base in FY 2024. Over the past five years, the City has seen an average annual growth rate of 8% in property values.



The City receives 2.0% of the sales tax collected within City limits. During fiscal year 2024, the City collected \$30.7 million in sales taxes for general operations. The City ended the year with sales tax collections approximately 1% lower than the prior year. These collections do not include the sales tax, which is collected, and directed, to the City's discretely presented component units as those funds are voter-approved for a specific and dedicated purpose outside of general city use.

In 1998, voters in Wichita Falls approved a ½-cent economic development sales tax. The passage of the sales tax for economic development created two separate corporations, the Wichita Falls Economic Development Corporation (WFEDC), previously referred to as a 4A Corporation, and the 4B Sales Tax Corporation. The WFEDC was created to fund industrial development projects, manufacturing, research, and development. These funds may be used to fund military base realignment, job training classes, and public transportation. The 4B Corporation may fund all projects the 4A Corporation may fund, in addition to parks, museums, sports facilities, conference facilities and affordable housing opportunities. Sales tax collected in accordance with the voter-approved ½-cent economic development sales tax totaled \$10,219,548 and is divided evenly between the two separate sales and economic development corporations for a total of \$5,109,774 each. These corporations are discretely presented component units

of the City. A further discussion of component units may be found in the Notes to the Basic Financial Statements, beginning on page 28 of this document.

#### ARPA FUNDS:

The City of Wichita Falls received \$29,091,650 in American Rescue Plan Act Funds. The funds were received in equal installments May of 2021 and in May of 2022. The City waited for final US Treasury Guidance on expenditure of the funds to make final decisions regarding use. Following 3 public meetings, the City Council approved a non-binding resolution as of June 14, 2022 which set forward their plan for expenditure of the funds. ARPA funds have been spent for community development including \$1,500,000 to nonprofit organizations, \$250,000 to the Wichita Falls Alliance for Arts and Culture, and \$100,000 to the Helen Farabee Center. Expenditures also included \$3,300,000 for Softball Complex Turf replacement to help generate economic development through sports tourism. As of September 30, 2024, the ARPA funds have generated \$2,095,795 in interest income. On February 20, 2024, the City Council approved a contract for the renovation of Memorial Auditorium with a total project cost of \$19,089,745. The full amount of funds received have been allocated to existing projects and the funds are on pace to be spent by December 31, 2026.

#### MAJOR INITIATIVES FOR FISCAL YEAR 2024:

The fiscal year 2024 budget provided an opportunity for the City Council to lower the City's property tax rate as the local economy continued to experience above average property appreciation. The budget continued current service levels despite continued inflation. The budget reduced the property tax rate by 1.4 cents or 2.1% from 0.6943 to 0.6800. The budget increased employee wages by 6.5% for civil service and 6% for non-civil service and increased the City's contribution to the Firefighter's Pension Fund. The budget also invested over \$30 million for infrastructure replacement and capital improvement projects. The budget also set aside \$10 million in excess General Fund Reserves for future capital projects.

#### STRATEGIC PLANNING

In January 2024, the City Council and City staff met to develop an updated strategic plan. The City Council identified areas of focus as (1) Accelerate Economic Growth, (2) Provide Quality Infrastructure, (3) Actively Engage and Inform the Public, and (4) Optimize Engagement with the City and City Services. The detailed plan included 32 objectives that can be found on the City's [website](#). The new plan was adopted by the City Council on April 2, 2024.

#### FY 2025 BUDGET HIGHLIGHTS

##### Adopted Operating Budget

The City's Operating Budget for the fiscal year ended September 30, 2025 (FY 2025) was adopted by the City Council on September 3, 2024. The revenue and expenditures across all funds were budgeted at \$242,024,764 which was an increase of \$9,072,408 or 3.89% from the previous year's budget. This increase was primarily due to increased compensation for personnel and increased capital expenditures.

##### Revenues

Two main sources of general revenue in the City's budget are Property Taxes and Sales Taxes which provide funding for many City services including Police, Fire, and Health. Property Tax revenue was

budgeted at \$52,125,970 for FY 2025 which was a 6.95% increase in anticipated revenues due to increased property market values, new property added to the tax base, and an increased tax rate. The City increased the property tax rate by 0.71% from .680000 to .684800. Sales Tax Revenue was budgeted at \$30,903,921 which was a 2.59% decrease from the previous year's budget.

Revenue from Service Charges was budgeted at \$100,055,181 which was a 3.12% increase from the previous year's budget. The Water & Sewer, Sanitation, and Stormwater funds receive the majority of their revenues from service charges on each utility bill. The FY 2025 budget included a 2.5% increase in retail water, sewer, and sanitation rates to support the increased cost of infrastructure and maintain market competitive salaries.

Revenue Source	FY 23	FY 24	FY 25		
	Actual	Adopted Budget	Adopted Budget	Difference	% Diff.
Property Taxes	44,719,973	48,739,569	52,125,970	3,386,401	6.95%
Sales Tax	30,995,258	31,725,000	30,903,921	(821,079)	-2.59%
Franchise Fees	5,912,238	5,527,634	5,979,706	452,072	8.18%
Payments in Lieu of Taxes	1,573,379	1,573,446	1,576,000	2,554	0.16%
Other Tax Revenue	3,631,028	3,341,500	3,515,482	173,982	5.21%
Service Charges	92,041,730	97,026,937	100,055,181	3,028,244	3.12%
Licenses & Permits	1,994,008	2,049,700	2,114,105	64,405	3.14%
Fines & Forfeitures	3,008,785	2,940,400	3,178,200	237,800	8.09%
Intergovernment Rev.	13,646,995	12,378,000	13,532,690	1,154,690	9.33%
Contributions	5,363,752	1,981,356	2,154,852	173,496	8.76%
Interest Income	5,487,659	5,433,200	5,436,000	2,800	0.05%
Misc. Revenues	9,221,699	5,930,401	7,051,119	1,120,718	18.90%
<b>Operating Revenues</b>	<b>217,596,504</b>	<b>218,647,143</b>	<b>227,623,226</b>	<b>8,976,083</b>	<b>4.11%</b>
Transfer In	18,583,998	7,942,567	5,443,345	(2,499,222)	-31.47%
Oth. Fin. Sources	-	6,362,646	8,958,193	2,595,547	40.79%
<b>Consolidated Revenues</b>	<b>236,180,502</b>	<b>232,952,356</b>	<b>242,024,764</b>	<b>9,072,408</b>	<b>3.89%</b>

#### Budget Expenditures

Personnel expenses make up the largest category of spending at 46% of total expenditures. Utilities and Other Services like professional fees and fleet maintenance costs are 11.9% of the total budget.

Expenditures	FY 23	FY 24	FY 25		
	Actual	Adopted Budget	Adopted Budget	Difference	% Diff.
Personnel Services	95,645,696	104,741,917	110,598,663	5,856,746	5.59%
Supplies	14,717,586	15,838,944	16,133,920	294,976	1.86%
Maintenance & Repair	10,296,703	10,378,043	10,534,680	156,637	1.51%
Utilities/Other Serv	28,776,487	28,573,613	28,702,379	128,766	0.45%
Insur & Contr Supp.	27,957,999	3,395,056	3,513,449	118,393	3.49%
Debt Expenditures	7,312,177	20,030,328	19,995,351	(34,977)	-0.17%
Other Expenditures	12,580,787	14,494,516	15,376,576	882,060	6.09%
Non Cap Improvements	78,152	414,634	391,950	(22,684)	-5.47%
Capital Improvements	28,722,984	30,041,703	31,410,348	1,368,645	4.56%
Transfers Out	7,342,291	5,043,602	5,367,447	323,845	6.42%
<b>Total Expenditures</b>	<b>233,430,862</b>	<b>232,952,356</b>	<b>242,024,764</b>	<b>9,072,408</b>	<b>3.89%</b>

The City also invests in Capital Improvements which are expenditures for items that cost more than \$25,000 and last longer than one year. Funding for capital improvements increased from \$30,041,703 to \$31,410,348.

Category	Amount
Lake Ringgold - Federal Permitting	\$ 5,000,000
Water and Sewer Line Replacements	3,500,000
Water System Infrastructure	2,825,800
Street Rehab and Improvement	3,545,360
Sanitation Trucks	2,213,979
Vehicles (Fleet)	2,192,297
Stormwater System Improvements	2,173,911
Turf at Sports Complex #2	2,100,000
Venue Projects (Memorial Auditorium and MPEC)	1,583,000
Composting Grinder (Landfill)	1,370,408
Buses (Public Transportation)	1,230,000
Facility Improvements	1,139,450
All Other	2,536,233
<b>Total</b>	<b>\$31,410,438</b>

The Operating Budget can be found on the City's [website](#).

#### INDEPENDENT AUDIT

The City Charter requires an annual audit of the books of account, financial records, and transactions of all administrative departments of the City by Certified Public Accountants. The accounting firm of Edgin, Parkman, Fleming & Fleming, PC was selected by the Mayor and City Council to satisfy this charter requirement. The auditors' report on the basic financial statements and combining fund statements and schedules is included in the financial section of this report. In addition to meeting the requirements set

forth in the City Charter, the audit also was designed to meet the requirements of the federal Single Audit Act Amendments of 1996 and related Uniform Guidance and the State Single Audit Act. These reports are issued under separate cover.

## AWARDS

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the City of Wichita Falls for its Annual Comprehensive Financial Report for the fiscal year ended September 30, 2023. This was the 29th consecutive year that the City of Wichita Falls has achieved this prestigious award. In order to be awarded this Certificate of Achievement, a government must publish an easily readable and efficiently organized comprehensive annual financial report. This report must satisfy both generally accepted accounting principles and applicable legal requirements. This 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 City has also earned the Distinguished Budget Award from the Government Finance Officers Association of the United States and Canada for the past four years. As stated by GFOA, "This award represents a significant achievement by the entity. It reflects the commitment of the governing body and staff to meeting the highest principles of governmental budgeting. In order to receive the budget award, the entity had to satisfy nationally recognized guidelines for effective budget presentation."

For the second year in a row, the City earned the Award for Outstanding Achievement in Popular Annual Financial Reporting for its report for the fiscal year ended September 30, 2023. In order to receive an Award for Outstanding Achievement in Popular Annual Financial Reporting, a government unit must publish a Popular Annual Financial Report, whose contents conform to program standards of creativity, presentation, understandability, and reader appeal. For the 2023 Fiscal Year, we have won all three GFOA awards (Distinguished Budget Presentation Award, Certificate of Achievement for Excellence in Financial Reporting, Popular Annual Financial Reporting Award). Organizations that win all three awards are recognized as GFOA Triple Crown Winners.



The City of Wichita Falls is dedicated to increasing fiscal transparency. The City participates in the Texas State Comptrollers Transparency Star program. The program recognizes government entities for going above and beyond in their transparency efforts. The program has awarded the City of Wichita Falls 3 stars for opening our books and providing information related to traditional finances, public pensions, and debt obligations. We provide clear and meaningful financial information not only by posting financial documents, but also through summaries, visualizations, and downloadable data. In October of 2024, the Comptroller's office completed a review of the program and confirmed that we continue to meet the criteria for this prestigious recognition.



#### ACKNOWLEDGEMENTS

I am grateful to the Mayor, City Council, City Manager, City leaders and staff for their contributions to the sound financial management of the City of Wichita Falls. We all work together to be good stewards of the public funds that are in our care. I am especially grateful to the personnel of the Finance Department whose work makes this report possible.

Respectfully submitted,

A handwritten signature in blue ink that reads "Stephen Calvert".

Stephen Calvert, CPA, CPFO  
Chief Financial Officer

Government Finance Officers Association Certificate for Excellence in Financial Reporting



Government Finance Officers Association

Certificate of  
Achievement  
for Excellence  
in Financial  
Reporting

Presented to

**City of Wichita Falls  
Texas**

For its Annual Comprehensive  
Financial Report  
For the Fiscal Year Ended

September 30, 2023

*Christopher P. Morrell*

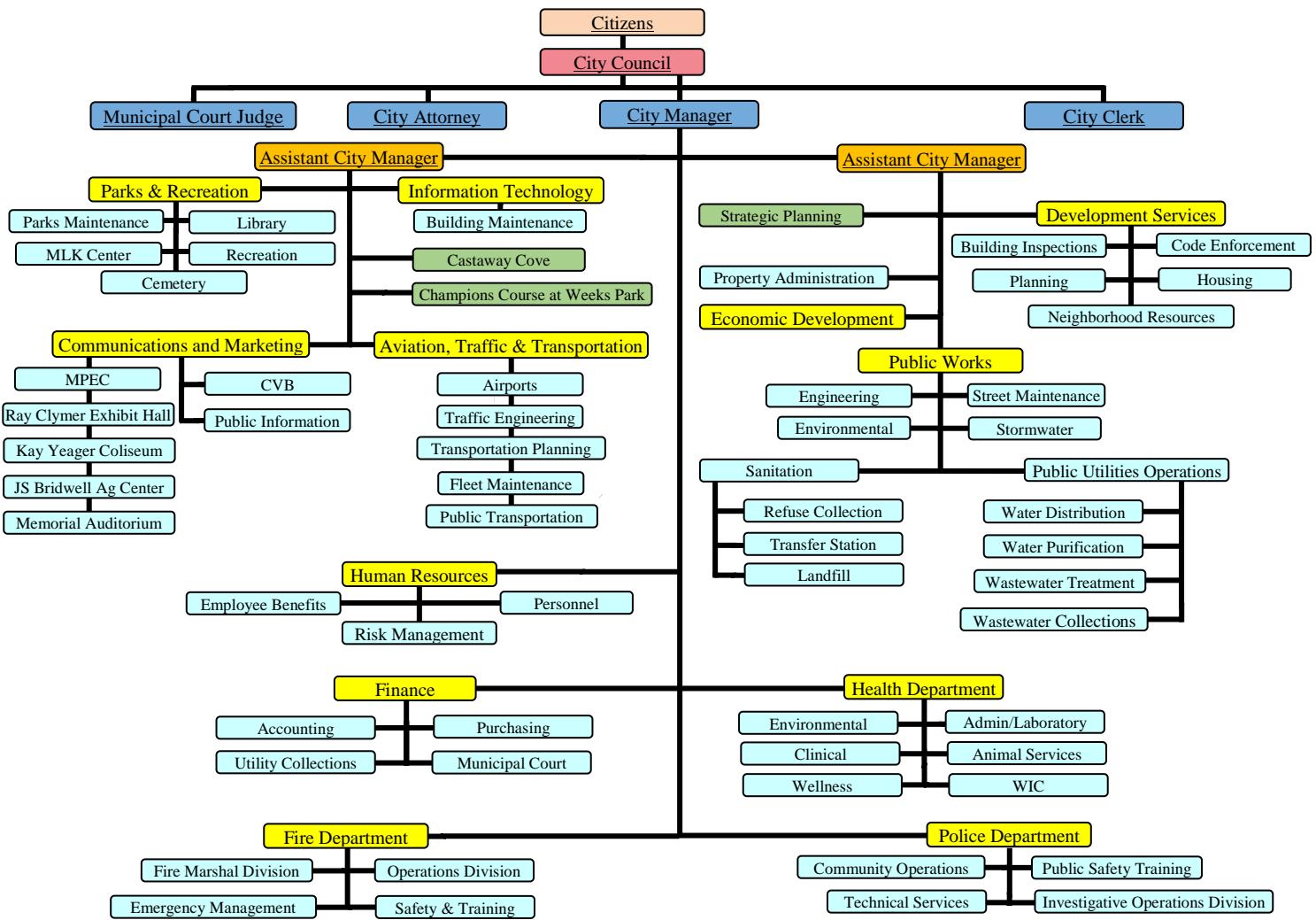
Executive Director/CEO

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# CITY OF WICHITA FALLS



# WICHITA FALLS CITY COUNCIL

AS OF MARCH 31, 2025



**TIM SHORT**

MAYOR



**AUSTIN COBB**

AT LARGE



**WHITNEY FLACK**

DISTRICT 1



**ROBERT BROOKS**

DISTRICT 2



**JEFF BROWNING**

DISTRICT 3



**MIKE BATTAGLINO**

DISTRICT 4



**TOM TAYLOR**

DISTRICT 5



**JAMES MCKECHNIE**

INTERIM CITY MANAGER

CITY OF WICHITA FALLS

LIST OF PRINCIPAL OFFICIALS

MARCH 31, 2025

TITLE	NAME
Mayor	Tim Short
Councilor At Large	Austin Cobb
District 1 Councilor	Whitney Flack
District 2 Councilor	Robert Brooks
District 3 Councilor and Mayor Pro Tem	Jeff Browning
District 4 Councilor	Mike Battaglino
District 5 Councilor	Tom Taylor
Interim City Manager	James McKechnie
City Attorney	Kinley Hegglund
Municipal Court Judge	Diane Dockery
City Clerk	Marie Balthrop
Assistant City Manager	Paul Menzies
Assistant City Manager	Blake Jurecek
Director of Human Resources	Christi Klyn
Chief Financial Officer	Stephen Calvert
Director of Public Health	Amy Fagan
Police Chief	Manuel Borrego
Interim Fire Chief	Cody Melton
Director of Communications, Marketing, and MPEC	Lindsay Lewis
Director of Public Works and Public Utilities	Russell Schreiber
Director of Development Services	Terry Floyd

## ***FINANCIAL SECTION***



# EDGIN, PARKMAN, FLEMING & FLEMING, PC

CERTIFIED PUBLIC ACCOUNTANTS

1401 HOLLIDAY ST., SUITE 216 • P.O. Box 750  
WICHITA FALLS, TEXAS 76307-0750  
PH. (940) 766-5550 • FAX (940) 766-5778

MICHAEL D. EDGIN, CPA  
DAVID L. PARKMAN, CPA  
A. PAUL FLEMING, CPA  
JOSHUA R. HARMAN, CPA

## **Independent Auditor's Report on Financial Statements**

The Honorable Mayor and Members of the City Council  
City of Wichita Falls, Texas

### **Opinions**

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the City of Wichita Falls, Texas (the City) as of and for the year ended September 30, 2024, 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 financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the City as of September 30, 2024, and the respective changes in financial position, and, where applicable, cash flows thereof for the year then ended in conformity 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. 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 of Wichita Falls, Texas, 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 these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

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 date, including any currently known information that may raise substantial doubt shortly thereafter.

## **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 generally accepted 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 generally accepted 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, the Budgetary Comparison Schedule – General Fund, the schedules on the Texas Municipal Retirement System, the Wichita Falls Firemen's Relief and Retirement Fund, and the Wichita Falls Retiree Health Care Plan be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

### **Other Information**

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

The combining financial statements and supporting schedules are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the 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 financial statements and supporting schedules are fairly stated in all material respects in relation to the basic financial statements as a whole.

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

### **Other Reporting Required by Government Auditing Standards**

In accordance with *Government Auditing Standards*, we have also issued under separate cover our report dated March 26, 2025, 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, grant agreements and other matters. The purpose of that report is 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 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.

Respectfully submitted,

*Edgin, Parkman, Fleming & Fleming, PC*

Edgin, Parkman, Fleming & Fleming, PC

March 26, 2025

CITY OF WICHITA FALLS, TEXAS

MANAGEMENT'S DISCUSSION AND ANALYSIS  
SEPTEMBER 30, 2024

Management's discussion and analysis provides a narrative overview of the financial activities and changes in the financial position of the City of Wichita Falls, Texas, for the fiscal year ended September 30, 2024. This narrative is presented in conjunction with additional information furnished in our letter of transmittal, which is in the Introductory Section of this Annual Comprehensive Financial Report.

**Financial Highlights**

The net position of the City of Wichita Falls on September 30, 2024 was \$533,245,416. The net position represents the amount that assets and deferred outflows of the City of Wichita Falls exceeded its liabilities and deferred inflows. The net position for the City increased by \$29,473,242 over the prior year. This increase is a result of an increase in net position of \$16,065,866 from the current fiscal year business-type activities and an increase in net position of \$13,407,376 from the current fiscal year governmental activities.

The unrestricted net position for Governmental Activities was (\$68,343,604), while the Business-type Activities had an unrestricted net position of \$59,570,047, for an overall unrestricted net position of (\$8,773,557). Unrestricted net position for Governmental Activities increased by \$1,791,632 from the prior year, while unrestricted net position for Business-type Activities increased by \$2,487,813 from the prior year.

At September 30, 2024, the City's governmental funds reported combined ending fund balances of \$72,172,480. Of this amount, \$50,199,237, or 70%, is available for spending at the government's discretion (unassigned fund balance). At the end of the current fiscal year, the unassigned fund balance for the General Fund was \$50,432,693 or 52% of total General Fund expenditures of \$97,865,476.

During Fiscal Year 2024, the City's debt decreased by \$8,033,017. In FY 2024, the City entered into leases for fire department equipment of \$9,920,692. The City had taken steps to refinance debt in previous years as lower interest rates offered the opportunity to lower overall debt payments. Additional information on the City's debt service may be found in the Notes to the Basic Financial Statements.

**Overview of the Financial Statements**

This discussion and analysis is intended to serve as an introduction to the City's basic financial statements. The reporting focus is on the City as a whole and on individual major funds. It is intended to present a comprehensive view of the City's financial activities. The basic financial statements are comprised of three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements. This report contains other supplementary information in addition to the basic financial statements.

**Government-wide Financial Statements**

The government-wide financial statements, which can be found on pages 14-15 of this report, include the Statement of Net Position (Exhibit A-1) and the Statement of Activities (Exhibit A-2). These statements are designed to provide readers with a broad overview of the City's finances in a manner similar to a private-sector business. Both are prepared using the economic resources focus and the accrual basis of accounting, meaning that all current year's revenues and expenses are included regardless of when cash is received or paid. Thus, revenues and expenses are reported in these statements for some items that

CITY OF WICHITA FALLS, TEXAS

MANAGEMENT'S DISCUSSION AND ANALYSIS  
SEPTEMBER 30, 2024

will result in cash flows in future fiscal periods (e.g., uncollected taxes and earned but not used vacation leave).

*The Statement of Net Position* presents information on all of the City's assets and liabilities, including capital assets and long-term obligations. The difference between the City's assets and deferred outflows and liabilities and deferred inflows is reported as net position. Over time, the increases or decreases in net position may serve as a useful indicator of whether the financial position of the City is improving or deteriorating. Other indicators of the City's financial position should be taken into consideration, such as the change in the City's property tax base and condition of the City's infrastructure (e.g., roads, traffic signals, water and sewer lines, etc.), in order to more accurately assess the overall financial condition of the City.

*The Statement of Activities* presents information showing how the City's net position changed during the most recent fiscal year. It focuses on both the gross and net costs of government services. This statement includes all current year revenues and expenses.

The Statement of Net Position and the Statement of Activities divide the City's activities into three types:

Governmental activities – Most of the City's basic services are reported here, including police, fire, parks and recreation, public works, health, traffic and transportation, community development and planning, duplicating services, information technology, health insurance claims, and general administration and finance. The Multi-Purpose Events Center and Champions Golf Course are also reported as governmental activities. Property taxes, sales taxes, franchise fees, and various grant funds provide the majority of financing for these activities.

Business-type activities – Activities for which the City charges fees to customers to pay most or all of the cost of a service it provides are reported as business-type activities. The City's business-type activities include water and wastewater treatment and distribution, solid waste collection and disposal, regional and municipal airports, transit system, stormwater drainage improvements, fleet maintenance services, and water park operations.

Component Units – Five legally separate organizations for which the City is financially accountable are included in these statements as discretely presented component units. These organizations include the Wichita Falls Economic Development Corporation, Wichita Falls 4B Sales Tax Corporation, Wichita Falls Reinvestment Zone #2, Wichita Falls Reinvestment Zone #3, and the Wichita Falls Reinvestment Zone #4.

### **Fund Financial Statements**

The City of Wichita Falls, like other state and local governments, uses fund accounting to provide more detailed information about the City's most significant funds, not the City as a whole. 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. Some funds are required to be established by state law or bond covenants. However, the City Council establishes many other funds to help it control and manage money for particular purposes or to show that it is meeting legal responsibilities. All of the funds of the City can be divided into three categories: governmental funds, proprietary funds, and fiduciary funds.

*Governmental Funds* – These funds are used to account for the majority of the City's activities, which are essentially the same functions reported as governmental funds in the government-wide statements.

CITY OF WICHITA FALLS, TEXAS

MANAGEMENT'S DISCUSSION AND ANALYSIS  
SEPTEMBER 30, 2024

However, unlike the government-wide financial statements, governmental fund financial statements are reported using an accounting method identified as the modified accrual basis of accounting, which measures cash and all other financial assets that can be readily converted to cash. The governmental fund statements focus on near-term inflows and outflows of expendable resources, as well as expendable resources available at the end of the fiscal year for future spending. Such information may be useful in evaluating a government's near-term financing requirements.

The focus of the governmental fund's financial statements is narrower than that of the government-wide financial statements. Therefore, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide statements. By doing so, readers may better understand the long-term impact of the government's short-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. The reconciliation explains the differences between the government's activities reported in the governmentwide statements and the information presented in the governmental fund's financial statements.

The City of Wichita Falls maintains 16 individual governmental funds. Information for the General Fund and the American Rescue Plan Act Fund are presented separately in the Governmental Fund Balance Sheet and in the Governmental Fund Statement of Revenues, Expenditures, and Changes in Fund Balances because they are considered major funds of the City. Data for the other governmental funds are combined into a single, aggregated presentation. Individual fund data for each of the non-major governmental funds are provided in the Combining Financial Statement Section of this report.

The Basic Governmental Funds Financial Statements can be found on pages 16-20 of this report.

*Proprietary Funds* – When the City charges customers for services it provides, whether to outside customers or to other units within the City, the activities are generally reported in proprietary funds. The City of Wichita Falls maintains two different types of proprietary funds: enterprise funds and internal service funds.

- Enterprise funds are used to report the same functions presented as business-type activities in the government-wide financial statements. The City uses enterprise funds to account for its water and sewer operations, sanitation collection and disposal services, regional and municipal airports, transit operations, stormwater drainage improvements, and water park operations.
- Internal service funds are an accounting device used to report activities that provide supplies and services to other City programs, such as fleet maintenance, print shop services, information technology, and employee benefit trust. Because these services benefit both governmental and business-type functions, they have been allocated between governmental and business-type activities in the government-wide financial statements.

Proprietary fund financial statements provide the same type of information as the business-type activities shown in the government-wide financial statements, only in more detail and include some of the internal service fund-type activities. The proprietary fund financial statements provide separate information for the Water and Sewer Fund, the Sanitation Fund, and the Regional Airport Fund since they are considered major funds of the City. The non-major proprietary funds are combined into a single, aggregated

CITY OF WICHITA FALLS, TEXAS

MANAGEMENT'S DISCUSSION AND ANALYSIS  
SEPTEMBER 30, 2024

presentation in the proprietary fund financial statements. Individual fund data for each of the non-major proprietary funds are provided in the Combining Financial Statement Section of this report.

*Fiduciary Funds* – Fiduciary funds are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are not reflected in the government-wide financial statements because the resources of those funds are not available to support the City's own programs. The accounting method used for fiduciary funds is much like that used for proprietary funds. Custodial funds are a component of fiduciary funds and are used to account for situations where the City's role is purely custodial, such as receipt, temporary investment, and remittance of fiduciary funds to individuals, private organizations, or other governments. The City maintains one fiduciary fund. This fund is a custodial fund used to account for property that has been abandoned or unclaimed pending escheatment to the State of Texas.

**Notes to the Financial Statements**

The Notes to the Financial Statements provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. These notes can be found on pages 28-69 of this report.

**Government-Wide Financial Analysis**

The City's combined net position was \$533,245,416 as of September 30, 2024, and increase of \$29,018,055 or 5.8% from the prior year. The largest portion of the City's net position \$515,090,128, or 96.6% is reflected in capital assets (land and improvements, buildings, infrastructure, machinery, and equipment), less any related debt used to acquire those assets that is still outstanding. The City uses these assets to provide services to its citizens; consequently, these assets are not available for future spending. Although the City reports its capital assets net of related debt, 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's net position, \$26,929,845 represents resources that are subject to external restrictions on how they can be used.

## CITY OF WICHITA FALLS, TEXAS

MANAGEMENT'S DISCUSSION AND ANALYSIS  
SEPTEMBER 30, 2024

	Net Position (in thousands)					
	Governmental Activities		Business-type Activities		Total	
	2024	2023	2024	2023	2024	2023
Current and Other Assets	\$ 100,697	\$ 99,721	\$ 100,718	\$ 98,598	\$ 201,415	\$ 198,320
Capital Assets	204,985	200,240	412,285	402,067	617,270	602,307
Total Assets	305,683	299,961	513,003	500,666	818,686	800,627
Deferred Outflows of Resources	31,791	48,100	6,899	10,495	38,690	58,596
Long Term Liabilities	167,224	186,626	103,877	112,491	271,101	299,117
Other Liabilities	26,377	31,103	5,793	6,951	32,169	38,054
Total Liabilities	193,601	217,729	109,669	119,442	303,270	337,171
Deferred Inflows of Resources	19,390	18,802	1,470	144	20,860	18,945
Net Position:						
Net Investment in Capital Assets	178,715	170,464	336,375	323,220	515,090	493,684
Restricted	14,111	11,202	12,818	12,395	26,929	23,597
Unrestricted	(68,344)	(70,135)	59,570	57,082	(8,774)	(13,053)
Total Net Position	<u>\$ 124,482</u>	<u>\$ 111,530</u>	<u>\$ 408,763</u>	<u>\$ 392,697</u>	<u>\$ 533,245</u>	<u>\$ 504,227</u>

## CITY OF WICHITA FALLS, TEXAS

MANAGEMENT'S DISCUSSION AND ANALYSIS  
SEPTEMBER 30, 2024

	CHANGES IN NET POSITION (in thousands)					
	Governmental		Business-type		Total	
	2024	2023	2024	2023	2024	2023
<b>Revenues:</b>						
Program Revenues:						
Charges for Services	\$ 11,675	\$ 12,631	\$ 80,461	\$ 76,389	\$ 92,136	\$ 89,020
Operating Grants and Contributions	18,749	22,509	2,347	4,606	21,096	27,115
Capital Grants and Contributions	3,689	1,452	1,107	2,274	4,797	3,726
General Revenues:						
Property Taxes	50,166	46,719			50,166	46,719
Sales Taxes	30,657	30,989			30,657	30,989
Other Taxes/Fees	8,919	9,244			8,919	9,244
Investment Earnings	6,103	5,296	2,047	1,652	8,150	6,948
Miscellaneous	841	943	1	29	842	972
<b>Total Revenue</b>	<b>130,800</b>	<b>129,782</b>	<b>85,963</b>	<b>84,951</b>	<b>216,763</b>	<b>214,732</b>
<b>Expenses:</b>						
Administrative Services	20,264	19,214			20,264	19,214
Police	31,203	30,332			31,203	30,332
Fire	25,483	25,909			25,483	25,909
Parks and Recreation	7,415	6,554			7,415	6,554
Accounting/Finance	1,109	1,062			1,109	1,062
Community Development	8,402	10,261			8,402	10,261
Public Works	10,628	9,329			10,628	9,329
Health	7,551	7,585			7,551	7,585
Traffic and Transportation	4,195	3,266			4,195	3,266
MPEC	5,177	6,049			5,177	6,049
Interest and Fees on Long-term Debt	1,215	1,307			1,215	1,307
Regional Airport	-	3,056	3,042		3,056	3,042
Kickapoo Airport	-	1,582	1,549		1,582	1,549
Transit	-	3,432	3,378		3,432	3,378
Sanitation	-	13,787	11,689		13,787	11,689
Water and Sewer	-	39,814	39,661		39,814	39,661
Stormwater Drainage	-	1,037	1,118		1,037	1,118
Waterpark	-	1,939	1,881		1,939	1,881
<b>Total Expenses</b>	<b>122,644</b>	<b>120,868</b>	<b>64,646</b>	<b>62,317</b>	<b>187,290</b>	<b>183,185</b>
Increase in Net Position Before Transfers	8,156	8,914	21,317	22,633	29,473	31,547
Transfers	5,251	3,008	(5,251)	(3,008)	-	-
<b>Increase in Net Position</b>	<b>13,407</b>	<b>11,921.900</b>	<b>16,066</b>	<b>19,625</b>	<b>29,473</b>	<b>31,547</b>
Net Position - Beginning, original	111,464	99,668	392,697	374,738	504,161	474,405
Restatement	(389)	(59)		(1,666)	(389)	(1,725)
<b>Net Position - End of Year, Restated</b>	<b>124,482</b>	<b>\$ 111,530</b>	<b>\$ 408,763</b>	<b>\$ 392,697</b>	<b>\$ 533,245</b>	<b>\$ 504,227</b>

CITY OF WICHITA FALLS, TEXAS

MANAGEMENT'S DISCUSSION AND ANALYSIS  
SEPTEMBER 30, 2024

*Governmental Activities* – Governmental Activities increased the City's net position by \$13,407,376. The increase in net position in the Governmental Activities is primarily due to lower than anticipated personnel costs due to vacancies across departments and lower than anticipated supply costs due to reduced due to slower inflation.

*Business-Type Activities* – Business-type Activities increased the City's net position by \$11,921,900. This increase is primarily due to debt payments which lowered long-term liabilities by \$8,614,488. This increase was helped by higher vacancies and lower supply costs.

### **Financial Analysis of the City's Funds**

*Governmental Funds* – The focus of the governmental funds is to provide information on near-term inflows, outflows, and balances of expendable 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. As of September 30, 2024, the City's governmental funds reported combined fund balances of \$72,172,480, which is an increase of \$5,665,397. The General Fund is the chief operating fund of the City. At the end of the current fiscal year, the unassigned fund balance of the General Fund was \$50,432,693 an increase of \$2,417,258 from the prior year. As a measure of the General Fund's liquidity, it may be useful to compare both the unassigned fund balance and total fund balance to total fund expenditures. Unassigned fund balance represents 51.53% of total General Fund expenditures, while the total fund balance represents 51.96% of total General Fund expenditures. The increase in net position in the Governmental Funds is primarily due to lower than anticipated personnel costs due to vacancies across departments and lower than anticipated supply costs.

The City received a total of \$29.1 million in American Rescue Plan Act funds. These funds are being used for a variety of projects that address health, safety, tourism and benefits to the non-profit community. On June 14, 2022 the City Council adopted a non-binding resolution showing their support for a variety of projects for which the funds will be used. ARPA funds have been spent for community development including \$1,500,000 to nonprofit organizations, \$250,000 to the Wichita Falls Alliance for Arts and Culture, and \$100,000 to the Helen Farabee Center. Expenditures also included \$3,300,000 for Softball Complex Turf replacement to help generate economic development through sports tourism. On February 20, 2024, the City Council approved a contract for the renovation of Memorial Auditorium with a total project cost of \$19,089,745. As of September 30, 2024, the ARPA funds have generated \$2,095,795 in interest income.

*Proprietary Funds* – The financial statements of the proprietary funds provide information for two types of funds: the business type (enterprise) funds and the internal service funds. The accounting principles applied to proprietary funds are similar to that of the private sector. Consequently, with the exception of the allocation of internal service fund net income or loss, the net position and changes in net position of the enterprise funds in these financial statements are identical with the net position and changes in net position reflected in the business-type activities in the city-wide presentation.

The City's internal service funds include the Fleet Maintenance Fund, Employee Benefit Trust Fund, Duplicating Services Fund, and the Information Technology Fund. At the close of September 30, 2024, the

CITY OF WICHITA FALLS, TEXAS

MANAGEMENT'S DISCUSSION AND ANALYSIS  
SEPTEMBER 30, 2024

net position for the City's internal service funds was \$53,803,146, an increase of \$4,082,078. This change is due primarily to investment earnings of the employee benefit trust.

**General Fund Budgetary Highlights**

The final amended expenditure budget for the General Fund, including transfers out, was increased by \$4,743,015 from the original fiscal year 2024 adopted budget. This increase was primarily due to the carry-forward of capital expenditures from the prior year.

Revenues in the General Fund for the Fiscal Year 2024 were \$99,031,285, which was \$973,092 more than final budgeted revenues. Higher than anticipated investment earnings were offset by lower than anticipated Sales Tax Revenue. Expenditures in the General Fund for the fiscal year were \$97,865,476 which was \$9,343,222 final budgeted expenditures. Capital expenditures were \$5,572,082 due to the timing of expenditures for capital assets.

**Capital Assets and Debt Administration**

*Capital Assets* – The City's investment in capital assets for its governmental and business-type activities as of September 30, 2024 was \$617,270,432 (net of accumulated depreciation). This investment in capital assets includes land, buildings, equipment, infrastructure, and construction in progress.

Major capital investments during this fiscal year included the following:

- Business Park Infrastructure Improvements
- Fire Apparatus Replacements Across All Stations
- Water and Sewer Line Replacements
- Quail Creek Drainage Improvements
- Street Rehab and Improvements
- Memorial Auditorium Renovations from ARPA Funds

Additional information on the City's capital assets can be found in Note 7 in the Notes to the Financial Statements section of this report.

CITY OF WICHITA FALLS, TEXAS

MANAGEMENT'S DISCUSSION AND ANALYSIS  
SEPTEMBER 30, 2024

	Capital Assets, Net of Accumulated Depreciation					
	(in thousands)					
	Governmental Activities		Business-type Activities		Total	
	2024	2023	2024	2023	2024	2023
Land	\$ 11,903	\$ 11,541	\$ 11,072	\$ 11,072	\$ 22,976	\$ 22,613
Land Betterments	19,172	18,063	31,849	33,123	51,020	51,185
Buildings, Systems & Improvements	45,352	43,665	319,687	323,173	365,039	366,837
Infrastructure	112,582	111,968	1,230	1,247	113,811	113,215
Machinery and Equipment	9,244	7,880	2,712	1,979	11,957	9,859
Subscription assets	558	471	-	-	558	471
Motor Vehicles	-	-	32,716	22,566	32,716	22,566
Right-to-use leased assets	-	-	2,112	2,175	2,112	2,175
Construction in Progress	6,175	6,654	10,906	6,732	17,081	13,386
Totals	\$ 204,985	\$ 200,240	\$ 412,285	\$ 402,067	\$ 617,270	\$ 602,307

*Long Term Debt* – As of September 30, 2024, the City had total bonded debt, notes, and capital leases outstanding of \$115,297,294. During the fiscal year, the City's total debt decreased by \$8,033,017. As of September 30, 2024, Moody's Investor's Service had assigned a credit rating of Aa2 for the City's General Obligation Bonds and a rating of A3 for the City's Water and Sewer System Revenue Bonds. Standard & Poor's had assigned a credit rating of AA for the City's General Obligation Bonds and a rating of A+ for its Water and Sewer System Revenue Bonds.

	Outstanding Debt at Year-End					
	(in thousands)					
	Governmental		Business-type		Total	
	2024	2023	2024	2023	2024	2023
General Obligation Bonds	\$ 21,238	\$ 24,050	\$ 5,102	\$ 5,455	\$ 26,340	\$ 29,505
Combination Tax & Revenue Bonds	10,485	11,485	26,220	27,840	36,705	39,325
Venue Tax Revenue Bonds	2,480	2,535	-	-	2,480	2,535
Utility System Revenue Bonds	-	-	21,415	30,250	21,415	30,250
Premiums on Bonds	961	1,221	1,031	1,894	1,992	3,115
Notes Payable	2,251	2,817	21,295	12,935	23,546	15,752
Subscription Liabilities	563	460	-	-	563	460
Right-To-Use Leases	-	-	2,819	2,849	2,819	2,849
	<u>\$ 37,978</u>	<u>\$ 42,567</u>	<u>\$ 77,882</u>	<u>\$ 81,223</u>	<u>\$ 115,860</u>	<u>\$ 123,791</u>

The City is permitted by its Home Rule Charter to levy taxes up to \$2.25 per \$100 of assessed valuation for general governmental services, including the payment of principal and interest on long-term debt. The combined tax rate to finance general governmental services for the year ended September 30, 2024, was \$.680000 per \$100 which means that the City has a tax margin of \$1.57 per \$100, and could generate up to \$120,438,843 additional tax revenue a year from the present assessed valuation of \$7,671,263,859 before the limit is reached. The current ratio of general bonded debt outstanding to the assessed value

CITY OF WICHITA FALLS, TEXAS

MANAGEMENT'S DISCUSSION AND ANALYSIS  
SEPTEMBER 30, 2024

of all taxable property is .48%. Additional information about the City's long-term debt can be found in Note 12 in the Notes to the Financial Statements section of this report.

**Economic Factors and Next Year's Budget and Rates**

The total operating budget for the City includes all expenditures, revenues, and transfers anticipated in the coming year. This includes expenditures for items funded outside of the City, like federal grants for large capital projects and funds for programs received from other sources. The budget also includes the adoption of payments for debt services. The total Adopted Operating Budget for Fiscal Year 2025 is \$242,024,764 which is an increase of \$9,072,408 or 3.89% from the Fiscal Year 2024 Budget of \$232,952,356. This increase is primarily due to increased property tax revenues from increased property values, new properties added to the tax rolls, and an increased tax rate.

The fiscal year 2025 budget increased the property tax rate by 0.7% from .6800 to .6848. It committed over \$31 million to infrastructure replacement and capital improvement projects while setting aside \$3 million in excess General Reserve Funds to designate funds for future capital needs.

The 2025 budget also included significant increases in personnel costs to help maintain competitive compensation levels. The budget increased police pay by 11% and all other employees by 5% while adding fire certification pay. Medical and dental premiums were kept level and six benefit holidays were maintained as healthcare costs continued to be lower than anticipated.

The entire budget may be found on the City's website at [www.wichitafallstx.gov](http://www.wichitafallstx.gov).

Moving forward into the FY 2025 budget year, the City continues to monitor forecasts of key economic indicators. Sales tax revenue have increased by 1.8% for the 12-month period through March. Property values are levelling off after several years of above average increases, and interest rates are expected to decline as the Federal Reserve projects that it will start continue to reduce interest rates over the next couple of years. The City has strong reserves and an eye to the future as staff will work to pursue the vision laid out in Strategic Plan.

**Requests for Information**

This financial report is designed to provide a general overview of the finances of the City of Wichita Falls for all those with an interest in the government's finances. Questions concerning any of the information provided in this report, or request for additional financial information, should be addressed to the City Finance Department, 1300 Seventh Street, Wichita Falls, Texas 76301.

## ***BASIC FINANCIAL STATEMENTS***

**CITY OF WICHITA FALLS, TEXAS**  
**STATEMENT OF NET POSITION**  
**SEPTEMBER 30, 2024**

	Primary Government			Component Units	
	Governmental Activities		Total		
	Business-type Activities				
<b>Assets</b>					
Cash and cash equivalents	\$ 70,515,479	\$ 56,562,664	\$ 127,078,143	\$ 45,744,672	
Investments	14,133,065	-	14,133,065	-	
Receivables (net):					
Taxes and assessments	1,427,038	-	1,427,038	-	
Customer and trade	-	9,238,579	9,238,579	-	
Government agencies	11,242,320	1,502,377	12,744,697	1,706,324	
Other	2,796,597	623,982	3,420,579	-	
Internal balances	(14,143,207)	14,143,207	-	-	
Inventory	389,735	2,071,731	2,461,466	-	
Prepaid items	747,616	471,734	1,219,350	-	
Other assets	31,191	260,486	291,677	-	
Restricted assets:					
Cash and cash equivalents	13,557,675	15,842,988	29,400,663	-	
Capital assets not being depreciated	18,077,830	21,978,844	40,056,674	2,517,331	
Capital assets net of accumulated depreciation	186,907,535	390,306,223	577,213,758	24,288,877	
Total assets	<u>305,682,874</u>	<u>513,002,815</u>	<u>818,685,689</u>	<u>74,257,204</u>	
<b>Deferred Outflows of Resources</b>					
Pension-related	30,251,676	5,001,836	35,253,512	-	
OPEB-related	1,451,414	509,425	1,960,839	-	
Deferred losses on bond refundings	87,729	1,388,207	1,475,936	-	
Total deferred outflows of resources	<u>31,790,819</u>	<u>6,899,468</u>	<u>38,690,287</u>	<u>-</u>	
<b>Liabilities</b>					
Accounts payable - trade	2,594,708	1,207,561	3,802,269	423	
Accrued payroll	1,800,987	518,072	2,319,059	-	
Accrued interest payable	162,596	227,644	390,240	-	
Payable to government agencies	646,572	69,917	716,489	-	
Estimated health claims payable	1,188,114	-	1,188,114	-	
Other liabilities	4,320,870	730,324	5,051,194	94,037	
Unearned revenue	15,662,795	-	15,662,795	-	
Customer deposits	-	3,039,283	3,039,283	-	
Long-term liabilities:					
Portion due or payable within one year	7,982,301	13,738,674	21,720,975	665,000	
Portion due or payable after one year	42,911,355	72,496,966	115,408,321	26,318,679	
Net pension liability (payable after one year)	109,019,389	15,074,782	124,094,171	-	
Net OPEB liability (payable after one year)	7,311,085	2,566,090	9,877,175	-	
Total liabilities	<u>193,600,772</u>	<u>109,669,313</u>	<u>303,270,085</u>	<u>27,078,139</u>	
<b>Deferred Inflows of Resources</b>					
Pension-related	16,926,229	605,141	17,531,370	-	
OPEB-related	2,464,203	864,902	3,329,105	-	
Total deferred inflows of resources	<u>19,390,432</u>	<u>1,470,043</u>	<u>20,860,475</u>	<u>-</u>	
<b>Net Position</b>					
Net investment in capital assets	178,714,840	336,375,288	515,090,128	3,813,623	
Restricted for:					
Perpetual care (nonexpendable)	2,163,297	-	2,163,297	-	
Debt service (expendable)	1,782,911	12,817,592	14,600,503	-	
Federal grant programs (expendable)	8,371,252	-	8,371,252	-	
Tourism (expendable)	1,793,793	-	1,793,793	-	
Unrestricted	(68,343,604)	59,570,047	(8,773,557)	43,365,442	
Total net position	<u>\$ 124,482,489</u>	<u>\$ 408,762,927</u>	<u>\$ 533,245,416</u>	<u>\$ 47,179,065</u>	

*See accompanying notes to the basic financial statements.*

**CITY OF WICHITA FALLS, TEXAS**  
**STATEMENT OF ACTIVITIES**  
**FOR THE YEAR ENDED SEPTEMBER 30, 2024**

<b>Functions/Programs</b>	<b>Expenses</b>	<b>Program Revenues</b>	
		<b>Charges for Services</b>	<b>Operating Grants and Contributions</b>
<b>Primary government:</b>			
Governmental activities:			
Administrative services	\$ 20,263,581	\$ 5,542,717	\$ 1,886,416
Police	31,202,927	321,523	528,562
Fire	25,483,398	90,273	674,099
Parks and recreation	7,415,430	471,058	235,744
Accounting/finance	1,109,393	-	-
Community development	8,402,052	1,825,332	6,968,974
Public works	10,628,459	13,075	861,929
Health	7,550,956	1,122,976	3,396,737
Traffic and transportation	4,195,482	186,392	2,580,592
Multi-Purpose Events Center	5,177,255	2,101,233	35,000
Interest and fees on long-term debt	1,214,911	-	1,581,013
Total governmental activities	<u>122,643,844</u>	<u>11,674,579</u>	<u>18,749,066</u>
Business-type activities:			
Regional Airport	3,055,752	1,761,288	-
Kickapoo Airport	1,581,879	1,110,856	-
Transit	3,431,762	663,889	2,346,732
Sanitation	13,787,413	18,578,954	-
Water and sewer	39,813,704	52,793,725	-
Stormwater drainage	1,037,049	3,767,887	-
Waterpark	1,938,552	1,784,687	-
Total business-type activities	<u>64,646,111</u>	<u>80,461,286</u>	<u>2,346,732</u>
Total primary government	<u>\$ 187,289,955</u>	<u>\$ 92,135,865</u>	<u>\$ 21,095,798</u>
<b>Component units:</b>			
Community development	<u>\$ 10,574,823</u>	<u>\$ -</u>	<u>\$ -</u>
General revenues and transfers:			
Taxes:			
Property tax			
Sales tax			
Franchise fees			
Hotel occupancy tax			
Beverage tax			
Investment earnings			
Miscellaneous			
Transfers			
Total general revenues and transfers			
Change in net position			
Net position - beginning, as originally stated			
Restatement for correction of an error			
Net position - beginning, as restated			
Net position - ending			

*See accompanying notes to the basic financial statements.*

Capital Grants and Contributions	Net (Expense) Revenue and Changes in Net Position				Component Units	
	Primary Government			Total		
	Governmental Activities	Business-type Activities				
\$ 3,241,567	\$ (9,592,881)	\$ -	\$ (9,592,881)	\$ -		
-	(30,352,842)	-	(30,352,842)	-		
-	(24,719,026)	-	(24,719,026)	-		
-	(6,708,628)	-	(6,708,628)	-		
-	(1,109,393)	-	(1,109,393)	-		
362,500	754,754	-	754,754	-		
-	(9,753,455)	-	(9,753,455)	-		
-	(3,031,243)	-	(3,031,243)	-		
-	(1,428,498)	-	(1,428,498)	-		
85,254	(2,955,768)	-	(2,955,768)	-		
-	366,102	-	366,102	-		
<u>3,689,321</u>	<u>(88,530,878)</u>	<u>-</u>	<u>(88,530,878)</u>	<u>-</u>		
		(1,294,464)	(1,294,464)	-		
		(471,023)	(471,023)	-		
		(421,141)	(421,141)	-		
		4,791,541	4,791,541	-		
1,107,267	-	14,087,288	14,087,288	-		
-	-	2,730,838	2,730,838	-		
-	-	(153,865)	(153,865)	-		
<u>1,107,267</u>	<u>-</u>	<u>19,269,174</u>	<u>19,269,174</u>	<u>-</u>		
<u>\$ 4,796,588</u>	<u>(88,530,878)</u>	<u>19,269,174</u>	<u>(69,261,704)</u>	<u>-</u>		
<u>\$ -</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(10,574,823)</u>		
	50,166,104	-	50,166,104	1,322,649		
	30,656,869	-	30,656,869	10,219,548		
	5,523,727	-	5,523,727	-		
	3,025,700	-	3,025,700	-		
	369,980	-	369,980	-		
	6,103,382	2,046,798	8,150,180	2,759,161		
	841,076	1,310	842,386	21,877		
	5,251,416	(5,251,416)	-	-		
	<u>101,938,254</u>	<u>(3,203,308)</u>	<u>98,734,946</u>	<u>14,323,235</u>		
	13,407,376	16,065,866	29,473,242	3,748,412		
	111,463,713	392,697,061	504,160,774	43,430,653		
	(388,600)	-	(388,600)	-		
	111,075,113	392,697,061	503,772,174	43,430,653		
	<u>\$ 124,482,489</u>	<u>\$ 408,762,927</u>	<u>\$ 533,245,416</u>	<u>\$ 47,179,065</u>		

**CITY OF WICHITA FALLS, TEXAS**  
**BALANCE SHEET - GOVERNMENTAL FUNDS**  
**SEPTEMBER 30, 2024**

	General Fund	ARPA Fund	Nonmajor Governmental Funds	Total Governmental Funds
<b>Assets</b>				
Cash and cash equivalents	\$ 27,760,282	\$ 19,124,123	\$ 18,016,523	\$ 64,900,928
Investments	14,133,065	-	-	14,133,065
Receivables (net):				
Taxes and assessments	1,146,985	-	280,053	1,427,038
Other City funds	9,736,568	-	-	9,736,568
Government agencies	5,440,811	-	5,801,509	11,242,320
Other	2,274,822	-	512,179	2,787,001
Inventory	354,986	-	34,422	389,408
Prepaid items	67,075	-	680,541	747,616
Other assets	1,000	-	30,191	31,191
Total assets	<u><u>\$ 60,915,594</u></u>	<u><u>\$ 19,124,123</u></u>	<u><u>\$ 25,355,418</u></u>	<u><u>\$ 105,395,135</u></u>
<b>Liabilities</b>				
Accounts payable	\$ 1,362,369	\$ 784,171	\$ 253,797	\$ 2,400,337
Accrued payroll	1,636,789	-	131,781	1,768,570
Payable to other City funds	-	494,048	5,089,074	5,583,122
Payable to government agencies	556,397	-	90,175	646,572
Other liabilities	3,714,983	187,638	398,277	4,300,898
Claims and judgments payable	11,922	-	-	11,922
Unearned revenue	-	15,562,470	100,325	15,662,795
Total liabilities	<u><u>7,282,460</u></u>	<u><u>17,028,327</u></u>	<u><u>6,063,429</u></u>	<u><u>30,374,216</u></u>
<b>Deferred inflows of resources</b>				
Unavailable revenues	2,778,380	-	70,059	2,848,439
<b>Fund balances</b>				
Nonspendable:				
Inventory and prepaid items	422,061	-	711,322	1,133,383
Permanent Fund principal	-	-	2,163,297	2,163,297
Restricted for:				
Debt service	-	-	1,712,852	1,712,852
Capital projects	-	-	3,325,879	3,325,879
Federal and state grant programs	-	2,095,796	6,275,456	8,371,252
Tourism	-	-	1,793,793	1,793,793
Committed for:				
Local projects	-	-	3,472,787	3,472,787
Unassigned	50,432,693	-	(233,456)	50,199,237
Total fund balances	<u><u>50,854,754</u></u>	<u><u>2,095,796</u></u>	<u><u>19,221,930</u></u>	<u><u>72,172,480</u></u>
Total liabilities, deferred inflows of resources and fund balances	<u><u>\$ 60,915,594</u></u>	<u><u>\$ 19,124,123</u></u>	<u><u>\$ 25,355,418</u></u>	<u><u>\$ 105,395,135</u></u>

*See accompanying notes to the basic financial statements.*

**CITY OF WICHITA FALLS, TEXAS**  
**RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE SHEET**  
**TO THE STATEMENT OF NET POSITION**  
**SEPTEMBER 30, 2024**

Total fund balances - governmental funds (Exhibit A-3) \$ 72,172,480

Amounts reported for *governmental activities* in the Statement of Net Position (Exhibit A-1) are different because:

Capital assets used in governmental activities are not financial resources and therefore no reported in the funds. Capital assets at year-end consist of

Gross capital assets	\$ 382,558,272	
Related accumulated depreciation	<u>185,050,188</u>	197,508,084

Property taxes receivable and municipal court fines are not available to pay for current period expenditures and therefore are reported as deferred inflows of resources in the funds \$ 2,848,439

Long-term liabilities are not due and payable in the current period and therefore not reported as liabilities in the funds. Long-term liabilities at year-end consist of

Bonds payable	34,203,128	
Premiums on bonds payable	990,996	
Notes payable	2,251,238	
Subscription liabilities	216,510	
Accrued vacation and sick leave	12,049,693	
Claims and judgments payable	750,735	
Accrued interest	<u>162,596</u>	(50,624,896)

In the governmental funds financial statements, refunding losses are expended when incurred, whereas in the government-wide financial statements the losses are capitalized and amortized. \$ 87,729

The City's net pension liability and related deferred outflows and inflows related to it: participation in the Texas Municipal Retirement System and the Wichita Falls Firemen's Relief and Retirement Fund do not meet criteria to be reported in the governmental fund financial statements. These items consist of:

Net pension liabilities	108,082,028	
Deferred outflows - pension related items	(29,940,659)	
Deferred inflows - pension related items	<u>16,888,600</u>	(95,029,969)

The City's net OPEB liability and related deferred outflows and inflows related to the City of Wichita Falls Retiree Health Care Plan do not meet the criteria to be reported in the governmental funds financial statements. These items consist of

Net OPEB liabilities	7,200,461	
Deferred outflows - OPEB related items	(1,429,452)	
Deferred inflows - OPEB related items	<u>2,426,918</u>	(8,197,927)

Internal service funds are used by management to charge the costs of duplicating services information technology and health insurance claims to the individual funds. The assets and liabilities of these internal service funds are included with the governmental activities \$ 23,765,224

Internal service funds are used by management to charge the costs of central garage services to the individual funds. The assets and liabilities of this fund are included with the business-type activities. This amount represents the governmental activity portion of the central garage activity. (18,046,675)

Total net position - governmental activities (Exhibit A-1) \$ 124,482,489

*See accompanying notes to the basic financial statements.*

**CITY OF WICHITA FALLS, TEXAS**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN**  
**FUND BALANCES - GOVERNMENTAL FUNDS**  
**FOR THE YEAR ENDED SEPTEMBER 30, 2024**

	General Fund	ARPA Fund	Nonmajor Governmental Funds	Total Governmental Funds
<b>Revenues</b>				
Taxes	\$ 84,573,463	\$ -	\$ 5,087,946	\$ 89,661,409
Charges for services	3,248,734	-	805,378	4,054,112
Licenses and permits	1,861,123	-	-	1,861,123
Fines and forfeitures	3,284,620	-	278,246	3,562,866
Intergovernmental revenue	-	6,244,571	12,852,075	19,096,646
Contributions	295,378	-	2,598,608	2,893,986
Miscellaneous revenue	5,767,967	948,921	4,310,864	11,027,752
Total revenues	<u>99,031,285</u>	<u>7,193,492</u>	<u>25,933,117</u>	<u>132,157,894</u>
<b>Expenditures</b>				
Current:				
Administrative services	16,310,983	369,610	1,707,180	18,387,773
Police	31,376,078	-	553,089	31,929,167
Fire	21,460,539	-	586,432	22,046,971
Parks and recreation	7,170,632	-	22,026	7,192,658
Accounting/finance	1,165,466	-	26,412	1,191,878
Community development	2,602,408	-	6,135,266	8,737,674
Public works	6,420,334	-	13,037	6,433,371
Health	4,237,708	97,670	3,510,079	7,845,457
Traffic and transportation	2,043,032	36,179	1,320,135	3,399,346
Multi-Purpose Events Center	-	-	4,462,383	4,462,383
Capital outlay	5,078,296	5,741,112	81,655	10,901,063
Debt service:				
Principal retirement	-	-	3,866,606	3,866,606
Interest and paying agent fees	-	-	1,405,349	1,405,349
Total expenditures	<u>97,865,476</u>	<u>6,244,571</u>	<u>23,689,649</u>	<u>127,799,696</u>
Excess of revenues over (under) expenditures	<u>1,165,809</u>	<u>948,921</u>	<u>2,243,468</u>	<u>4,358,198</u>
<b>Other Financing Sources (Uses)</b>				
Issuance of subscription liabilities	-	-	73,405	73,405
Transfers in	3,288,409	-	2,086,199	5,374,608
Transfers out	(2,264,583)	-	(1,421,040)	(3,685,623)
Total other financing sources (uses)	<u>1,023,826</u>	<u>-</u>	<u>738,564</u>	<u>1,762,390</u>
Net change in fund balance	<u>2,189,635</u>	<u>948,921</u>	<u>2,982,032</u>	<u>6,120,588</u>
Fund balance - beginning, as previously reported	48,665,119	1,146,875	16,628,498	66,440,492
Restatement for correction of an error	-	-	(388,600)	(388,600)
Fund balance - beginning, as restated	<u>48,665,119</u>	<u>1,146,875</u>	<u>16,239,898</u>	<u>66,051,892</u>
Fund balances - ending	<u>\$ 50,854,754</u>	<u>\$ 2,095,796</u>	<u>\$ 19,221,930</u>	<u>\$ 72,172,480</u>

*See accompanying notes to the basic financial statements.*

**CITY OF WICHITA FALLS, TEXAS**  
**RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES**  
**AND CHANGES IN FUND BALANCES OF THE GOVERNMENTAL FUNDS**  
**TO THE STATEMENT OF ACTIVITIES**  
**FOR THE YEAR ENDED SEPTEMBER 30, 2024**

Net change in fund balances - total governmental funds (Exhibit A-5) \$ 6,120,588

Amounts reported for *governmental activities* in the Statement of Activities (Exhibit A-2) are different because:

Capital outlays are reported in governmental funds as expenditures. However, in the Statement of Activities, the cost of those assets are allocated over their estimated useful lives as depreciation expense. The net difference between the two is as follows:

Capital outlay during the year	\$ 10,612,856	
Depreciation expense for the year	<u>8,302,672</u>	2,310,184

Donated capital assets are not recorded as revenues in the governmental funds. In the Statement of Activities, the value of the assets are added to capital assets and the contribution is recorded as a capital contribution. 447,754

Because property tax receivables and municipal court receivables will not be collected for several months after the City's fiscal year ends, they are not considered 'available' revenues and are deferred in the governmental funds. Deferred inflows increased by this amount this year. 93,893

The issuance of long-term debt provides current financial resources to governmental funds. However, the issuance increases long-term liabilities in the Statement of Net Position. The City issued subscription liabilities during 2023-2024. (73,405)

Repayment of long-term debt principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the Statement of Net Position. Principal payments in 2023-2024 were: 4,744,866

Included in long-term debt are obligations for accrued vacation and sick leave, and claims and judgments payable. The changes in these obligations are not included in the governmental financial statements, but are included in the government-wide financial statements. The changes in these long-term obligations were:

Accrued vacation and sick leave	(1,332,861)	
Claims and judgments payable	<u>34,104</u>	(1,298,757)

Interest on long-term debt in the Statement of Activities differs from the amount reported in the governmental funds because interest is recognized as an expenditure in the funds when it is due, and thus requires the use of current financial resources. In the Statement of Activities, however, interest expense is recognized as the interest accrues, regardless of when it is due. The decrease in accrued interest is as follows:

Accrued interest at September 30, 2023	176,960	
Accrued interest at September 30, 2024	<u>162,596</u>	14,364

Amortization of deferred losses on refundings is only reported in the government-wide financial statements. Current year amortization was: (53,728)

The City participates in two defined benefit pension plans. Contributions to the plans are expenditures at the fund level when payments are due. At the government-wide level, pension expenses are recognized on an actuarial basis. Payments were more than the actuarial expense in the current year. (1,413,214)

The City sponsors an OPEB plan for retiree health care. Contributions to the plan are expenditures at the fund level when payments are due. At the government-wide level, pension expenses are recognized on an actuarial basis. Payments were more than the actuarial expense in the current year. 568,171

*See accompanying notes to the basic financial statements.*

**CITY OF WICHITA FALLS, TEXAS**  
**RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES**  
**AND CHANGES IN FUND BALANCES OF THE GOVERNMENTAL FUNDS**  
**TO THE STATEMENT OF ACTIVITIES**  
**FOR THE YEAR ENDED SEPTEMBER 30, 2024**

Internal service funds are used by management to charge the costs of duplicating services, information technology and health insurance claims to the individual funds. The net revenues of these internal service funds are included with the governmental activities.

2,557,013

Internal service funds are used by management to charge the costs of central garage services to the individual funds. The net revenue of this fund is included with the business-type activities. This amount represents the governmental activity portion of the central garage activity.

(610,353)

Change in net position of governmental activities (Exhibit A-2)

\$ 13,407,376

*See accompanying notes to the basic financial statements.*

**CITY OF WICHITA FALLS, TEXAS**  
**STATEMENT OF NET POSITION**  
**PROPRIETARY FUNDS**  
**SEPTEMBER 30, 2024**

	Enterprise Funds				
	Water and Sewer Fund	Sanitation Fund	Nonmajor Enterprise Funds	Total	Internal Service Funds
<b>Assets</b>					
Current assets:					
Cash and cash equivalents	\$ 23,768,577	\$ 13,947,079	\$ 13,373,766	\$ 51,089,422	\$ 11,087,793
Restricted cash and cash equivalents	13,734,708	-	2,108,280	15,842,988	13,557,675
Receivables (net):					
Customer and trade	6,870,545	1,966,899	401,135	9,238,579	-
Government agencies	71,859	-	1,430,518	1,502,377	-
Other	518,894	19,978	84,518	623,390	10,188
Inventory	1,229,907	-	178,093	1,408,000	663,731
Prepaid items	(29,738)	-	23,222	(6,516)	478,577
Other assets	-	-	260,486	260,486	-
Total current assets	<u>46,164,752</u>	<u>15,933,956</u>	<u>17,860,018</u>	<u>79,958,726</u>	<u>25,797,964</u>
Long-term assets:					
Capital assets, net of accumulated depreciation	260,853,748	10,750,773	106,064,664	377,669,185	42,093,163
Total long-term assets	<u>260,853,748</u>	<u>10,750,773</u>	<u>106,064,664</u>	<u>377,669,185</u>	<u>42,093,163</u>
Total assets	<u>307,018,500</u>	<u>26,684,729</u>	<u>123,924,682</u>	<u>457,627,911</u>	<u>67,891,127</u>
<b>Deferred Outflows of Resources</b>					
Pension-related	2,771,397	1,131,467	609,698	4,512,562	800,292
OPEB-related	302,557	111,768	46,863	461,188	70,198
Deferred losses on bond refundings	<u>1,388,207</u>	<u>-</u>	<u>-</u>	<u>1,388,207</u>	<u>-</u>
Total deferred outflows of resources	<u>4,462,161</u>	<u>1,243,235</u>	<u>656,561</u>	<u>6,361,957</u>	<u>870,490</u>

*See accompanying notes to the basic financial statements.*

**CITY OF WICHITA FALLS, TEXAS**  
**STATEMENT OF NET POSITION**  
**PROPRIETARY FUNDS**  
**SEPTEMBER 30, 2024**

	Enterprise Funds				
	Water and Sewer Fund	Sanitation Fund	Nonmajor Enterprise Funds	Total	Internal Service Funds
<b>Liabilities</b>					
Current liabilities:					
Accounts payable - trade	646,639	71,105	239,979	957,723	444,209
Accrued payroll	273,747	119,098	75,266	468,111	82,378
Accrued vacation and sick leave	574,243	206,451	102,412	883,106	211,590
Payable to other City funds	-	-	3,691,163	3,691,163	462,283
Payable to government agencies	4	70,687	(774)	69,917	-
Estimated health claims payable	-	-	-	-	1,188,114
Other liabilities	383,777	90,590	255,957	730,324	19,972
Payable to U.S. Government - current maturity	50,303	-	-	50,303	-
Right-to-use leases - current maturities	-	-	31,302	31,302	-
Notes payable - current maturities	894,305	-	-	894,305	850,611
Bonds payable - current maturities	11,287,456	-	-	11,287,456	-
Subscription liabilities - current maturities	-	-	-	-	111,621
Accrued interest - revenue bonds	227,644	-	-	227,644	-
<b>Total current liabilities</b>	<b>14,338,118</b>	<b>557,931</b>	<b>4,395,305</b>	<b>19,291,354</b>	<b>3,370,778</b>
Long-term liabilities:					
Right-to-use leases, less current maturities	-	-	2,788,165	2,788,165	-
Notes payable, less current maturities	11,128,191	-	-	11,128,191	8,371,470
Bonds payable, less current maturities	42,480,130	-	-	42,480,130	-
Subscription liabilities, less current maturities	-	-	-	-	234,656
Estimated liability for landfill closure and post-closure care costs	-	7,332,168	-	7,332,168	-
Customer deposits	3,039,283	-	-	3,039,283	-
Net pension liability	8,352,574	3,410,071	1,837,538	13,600,183	2,411,960
Net OPEB liability	1,524,048	562,999	236,064	2,323,111	353,603
<b>Total long-term liabilities</b>	<b>66,524,226</b>	<b>11,305,238</b>	<b>4,861,767</b>	<b>82,691,231</b>	<b>11,371,689</b>
<b>Total liabilities</b>	<b>80,862,344</b>	<b>11,863,169</b>	<b>9,257,072</b>	<b>101,982,585</b>	<b>14,742,467</b>
<b>Deferred Inflows of Resources</b>					
Pension-related	335,294	136,889	73,764	545,947	96,822
OPEB-related	513,681	189,759	79,566	783,006	119,182
<b>Total deferred inflows of resources</b>	<b>848,975</b>	<b>326,648</b>	<b>153,330</b>	<b>1,328,953</b>	<b>216,004</b>
<b>Net Position</b>					
Net investment in capital assets	196,985,517	10,750,773	103,245,197	310,981,487	32,524,805
Restricted for debt service	12,817,592	-	-	12,817,592	-
Unrestricted	19,966,233	4,987,374	11,925,644	36,879,251	21,278,341
<b>Total net position</b>	<b>\$ 229,769,342</b>	<b>\$ 15,738,147</b>	<b>\$ 115,170,841</b>	<b>\$ 360,678,330</b>	<b>\$ 53,803,146</b>
Adjustment to reflect the consolidation of internal service funds activities related to enterprise funds				<b>48,084,597</b>	
Net position of business-type activities				<b>\$ 408,762,927</b>	

*See accompanying notes to the basic financial statements.*

**CITY OF WICHITA FALLS, TEXAS**  
**STATEMENT OF REVENUES, EXPENSES AND**  
**CHANGES IN NET POSITION**  
**PROPRIETARY FUNDS**  
**FOR THE YEAR ENDED SEPTEMBER 30, 2024**

	Enterprise Funds					
	(Formerly Major)					
	Water and Sewer Fund	Sanitation Fund	Regional Airport Fund	Nonmajor Enterprise Funds	Total	Internal Service Funds
<b>Operating revenues:</b>						
Charges for services	\$ 52,613,662	\$ 18,531,747	\$ -	\$ 5,461,937	\$ 76,607,346	\$ 18,607,437
Rents, concessions and other	180,063	47,207	-	3,626,670	3,853,940	1,395,229
Contributions	-	-	-	-	-	14,900,446
Total operating revenues	<u>52,793,725</u>	<u>18,578,954</u>	<u>-</u>	<u>9,088,607</u>	<u>80,461,286</u>	<u>34,903,112</u>
<b>Operating expenses:</b>						
Personnel services	13,454,373	5,348,031	-	3,559,882	22,362,286	3,541,693
Supplies and materials	4,437,253	340,812	-	1,856,074	6,634,139	3,743,810
Maintenance and repairs	2,814,038	143,025	-	549,065	3,506,128	4,810,916
Utilities and other services	6,208,183	6,784,928	-	1,383,683	14,376,794	636,907
Insurance and contract support	883,890	135,668	-	193,810	1,213,368	15,459,250
Other expenses	1,984,889	630,154	-	524,881	3,139,924	2,264,964
Depreciation and amortization	9,108,951	468,807	-	3,257,815	12,835,573	7,343,290
Total operating expenses	<u>38,891,577</u>	<u>13,851,425</u>	<u>-</u>	<u>11,325,210</u>	<u>64,068,212</u>	<u>37,800,830</u>
Operating income (loss)	<u>13,902,148</u>	<u>4,727,529</u>	<u>-</u>	<u>(2,236,603)</u>	<u>16,393,074</u>	<u>(2,897,718)</u>
<b>Nonoperating revenues (expenses):</b>						
Investment earnings (loss)	1,109,911	410,345	-	526,542	2,046,798	3,017,582
Gain/(loss) on sale/abandonment of capital assets	1,310	-	-	-	1,310	981
Interest expense and paying agent fees	(1,959,955)	-	-	(27,595)	(1,987,550)	(326,963)
Intergovernmental operating grants	-	-	-	2,346,732	2,346,732	-
Total nonoperating revenues (expenses)	<u>(848,734)</u>	<u>410,345</u>	<u>-</u>	<u>2,845,679</u>	<u>2,407,290</u>	<u>2,691,600</u>
Income (loss) before contributions and transfers	<u>13,053,414</u>	<u>5,137,874</u>	<u>-</u>	<u>609,076</u>	<u>18,800,364</u>	<u>(206,118)</u>
Capital contributions	1,107,267	-	-	-	1,107,267	-
Transfers in	-	-	-	195,116	195,116	4,621,070
Transfers out	<u>(2,143,194)</u>	<u>(3,621,335)</u>	<u>-</u>	<u>(407,763)</u>	<u>(6,172,292)</u>	<u>(332,879)</u>
Change in net position	<u>12,017,487</u>	<u>1,516,539</u>	<u>-</u>	<u>396,429</u>	<u>13,930,455</u>	<u>4,082,073</u>
Net position - beginning, as previously reported	217,751,855	14,221,608	43,730,953	71,043,460		49,721,073
Adjustment - change from major fund to nonmajor fund	-	-	(43,730,953)	43,730,952		-
Net position - beginning, as restated	<u>217,751,855</u>	<u>14,221,608</u>	<u>-</u>	<u>114,774,412</u>		<u>49,721,073</u>
Net position - ending	<u>\$ 229,769,342</u>	<u>\$ 15,738,147</u>	<u>\$ -</u>	<u>\$ 115,170,841</u>		<u>\$ 53,803,146</u>
Adjustment to reflect the consolidation of internal service funds activities related to enterprise funds					<u>2,135,411</u>	
Change in net position of business-type activities					<u>\$ 16,065,866</u>	

*See accompanying notes to the basic financial statements.*

**CITY OF WICHITA FALLS, TEXAS**  
**STATEMENT OF CASH FLOWS**  
**PROPRIETARY FUNDS**  
**FOR THE YEAR ENDED SEPTEMBER 30, 2024**

	Enterprise Funds				
	Water and Sewer Fund	Sanitation Fund	Nonmajor Enterprise Funds	Total	Internal Service Funds
<b>Cash flows from operating activities:</b>					
Received from customers and users	\$ 51,832,682	\$ 18,520,173	\$ 9,080,549	\$ 79,433,404	\$ 3,770,479
Received from interfund charges	-	-	-	-	30,093,152
Other operating receipts	-	-	-	-	1,078,837
Payments to suppliers	(16,500,664)	(2,824,109)	(4,130,575)	(23,455,348)	(27,554,068)
Payments for interfund services	(4,225,684)	(6,743,689)	(1,147,209)	(12,116,582)	(695,525)
Payments to employees	(9,479,745)	(3,871,772)	(2,768,646)	(16,120,163)	(2,745,782)
Net cash provided (used) by operating activities	<u>21,626,589</u>	<u>5,080,603</u>	<u>1,034,119</u>	<u>27,741,311</u>	<u>3,947,093</u>
<b>Cash flows from noncapital financing activities:</b>					
Intergovernmental operating grants	-	-	2,570,504	2,570,504	-
Interfund loans received (repaid)	-	-	(264,432)	(264,432)	-
Transfers in from other funds	-	-	195,116	195,116	4,621,070
Transfers out to other funds	(2,143,194)	(3,621,335)	(407,763)	(6,172,292)	(332,879)
Net cash provided (used) by noncapital financing activities	<u>(2,143,194)</u>	<u>(3,621,335)</u>	<u>2,093,425</u>	<u>(3,671,104)</u>	<u>4,288,191</u>
<b>Cash flows from capital and related financing activities:</b>					
Acquisition and construction of capital assets	(7,890,389)	(1,251,817)	(2,741,046)	(11,883,252)	(9,646,978)
Proceeds from sale of capital assets	1,310	-	-	1,310	-
Principal paid on long-term debt	(11,670,750)	-	(28,518)	(11,699,268)	(770,799)
Interest and fees paid on long-term debt	(2,521,087)	-	(27,595)	(2,548,682)	(326,963)
Net cash provided (used) for capital and related financing activities	<u>(22,080,916)</u>	<u>(1,251,817)</u>	<u>(2,797,159)</u>	<u>(26,129,892)</u>	<u>(10,744,740)</u>
<b>Cash flows from investing activities:</b>					
Investment earnings	1,109,911	410,345	526,542	2,046,798	3,017,582
Net cash provided (used) by investing activities	<u>1,109,911</u>	<u>410,345</u>	<u>526,542</u>	<u>2,046,798</u>	<u>3,017,582</u>
Net Increase (Decrease) in Cash and Cash Equivalents	(1,487,610)	617,796	856,927	(12,887)	508,126
Cash and Cash Equivalents - Beginning	38,990,895	13,329,283	14,625,119	66,945,297	24,137,342
Cash and Cash Equivalents - Ending	<u>\$ 37,503,285</u>	<u>\$ 13,947,079</u>	<u>\$ 15,482,046</u>	<u>\$ 66,932,410</u>	<u>\$ 24,645,468</u>
<b>Reconciliation of cash and cash equivalents on the balance sheet to the statement of cash flows:</b>					
Cash and cash equivalents	\$ 23,768,577	\$ 13,947,079	\$ 13,373,766	\$ 51,089,422	\$ 11,087,793
Restricted assets - cash and cash equivalents	13,734,708	-	2,108,280	15,842,988	13,557,675
Total cash and cash equivalents at end of year	<u>\$ 37,503,285</u>	<u>\$ 13,947,079</u>	<u>\$ 15,482,046</u>	<u>\$ 66,932,410</u>	<u>\$ 24,645,468</u>

*See accompanying notes to the basic financial statements.*

**CITY OF WICHITA FALLS, TEXAS**  
**STATEMENT OF CASH FLOWS**  
**PROPRIETARY FUNDS**  
**FOR THE YEAR ENDED SEPTEMBER 30, 2024**

	Enterprise Funds				
	Water and Sewer Fund	Sanitation Fund	Nonmajor Enterprise Funds	Total	Internal Service Funds
<b>Reconciliation of Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities:</b>					
Operating income (loss)	<u>\$ 13,902,148</u>	<u>\$ 4,727,529</u>	<u>\$ (2,236,603)</u>	<u>\$ 16,393,074</u>	<u>\$ (2,897,718)</u>
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:					
Depreciation and amortization	9,108,951	468,807	3,257,815	12,835,573	7,343,290
Customer deposits received (refunded)	(530,756)	-	-	(530,756)	-
(Increase) decrease in assets and deferred outflows:					
Receivables:					
Customer and trade	(430,287)	(58,781)	14,412	(474,656)	-
Other	-	-	(22,470)	(22,470)	36,602
Inventory	(181,476)	-	55,139	(126,337)	42,688
Prepaid items	30,678	-	(23,216)	7,462	-
Other current assets	-	-	(99,450)	(99,450)	-
Deferred outflows - pension-related	1,435,285	637,702	338,582	2,411,569	602,022
Deferred outflows - OPEB-related	258,198	100,242	43,258	401,698	62,048
Increase (decrease) in liabilities and deferred inflows:					
Accounts payable - trade	(528,249)	(356,015)	118,381	(765,883)	(434,937)
Accrued payroll	56,369	21,519	20,312	98,200	17,034
Accrued vacation and sick leave	86,922	24,625	(3,635)	107,912	27,897
Estimated health claims payable	-	-	-	-	140,432
Payable to government agencies	-	5,837	(379)	5,458	-
Other liabilities	371,328	11,256	37,266	419,850	2,754
Estimated liability for landfill closure	-	421,306	-	421,306	-
Net pension liability	(1,737,286)	(833,337)	(436,938)	(3,007,561)	(951,537)
Net OPEB liability	(982,134)	(384,535)	(166,715)	(1,533,384)	(237,449)
Deferred inflows - pension-related	307,810	125,330	67,568	500,708	87,661
Deferred inflows - OPEB-related	459,088	169,118	70,792	698,998	106,306
Total adjustments	<u>7,724,441</u>	<u>353,074</u>	<u>3,270,722</u>	<u>11,348,237</u>	<u>6,844,811</u>
Net cash provided (used) by operating activities	<u>\$ 21,626,589</u>	<u>\$ 5,080,603</u>	<u>\$ 1,034,119</u>	<u>\$ 27,741,311</u>	<u>\$ 3,947,093</u>
<b>Noncash capital and financing activities:</b>					
Capital assets received from developers	\$ 1,107,267	\$ -	\$ -	\$ 1,107,267	\$ -

*See accompanying notes to the basic financial statements.*

**CITY OF WICHITA FALLS, TEXAS**  
**STATEMENT OF FIDUCIARY NET POSITION**  
**SEPTEMBER 30, 2024**

	Pension Trust Fund	Custodial Fund
<b>Assets</b>		
Cash and cash equivalents	\$ 200	\$ 196,238
Receivables	55,959	-
Investments	55,220,779	-
Total assets	<u>55,276,938</u>	<u>196,238</u>
<b>Liabilities</b>		
Accrued expenses	21,717	-
Other liabilities	-	196,238
Total liabilities	<u>21,717</u>	<u>196,238</u>
<b>Net position</b>	<u><u>\$ 55,255,221</u></u>	<u><u>\$ -</u></u>

*See accompanying notes to the basic financial statements.*

**CITY OF WICHITA FALLS, TEXAS**  
**STATEMENT OF CHANGES IN FIDUCIARY NET POSITION**  
**FOR THE YEAR ENDED SEPTEMBER 30, 2024**

	Pension Trust Fund	Custodial Fund
<b>Additions</b>		
Contributions:		
Employer	\$ 2,109,816	\$ -
Plan members	1,695,157	-
Escheatment additions	-	27,459
Total contributions	<u>3,804,973</u>	<u>27,459</u>
Investment earnings (net):		
Interest and dividend income	2,019,604	-
Net appreciation (depreciation) in fair value of investments	5,238,544	-
Less investment expenses	(434,319)	-
Total investment earnings (net)	<u>6,823,829</u>	<u>-</u>
Total additions	<u>10,628,802</u>	<u>27,459</u>
<b>Deductions</b>		
Benefits paid to participants	5,970,034	-
Refunds and drop payments	347,059	-
Administrative expenses	97,104	-
Escheatment deductions	-	27,459
Total deductions	<u>6,414,197</u>	<u>27,459</u>
Net increase (decrease) in fiduciary net position	4,214,605	-
Net position - beginning	51,040,616	-
Net position - ending	<u>\$ 55,255,221</u>	<u>\$ -</u>

*See accompanying notes to the basic financial statements.*

# CITY OF WICHITA FALLS, TEXAS

## NOTES TO THE FINANCIAL STATEMENTS SEPTEMBER 30, 2024

### *Note 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES*

The accounting and reporting policies of the **City of Wichita Falls, Texas** (City) conform to accounting principles generally accepted in the United States of America (GAAP) applicable to state and local governments. GAAP for local governments includes those principles prescribed by the Governmental Accounting Standards Board (GASB), which includes all statements and interpretations of the National Council on Governmental Accounting (NCGA) unless modified by the GASB, and those principles prescribed by the American Institute of Certified Public Accountants in the publication entitled Audits of State and Local Governmental Units. The following is a summary of the more significant policies and practices used by the City.

#### **A. Reporting Entity**

The City is a municipal corporation governed by an elected Mayor and six-member City Council. As required by various Governmental Accounting Standards Board (GASB) statements, these financial statements present the City and its component units, entities for which the City is considered to be financially accountable. Blended component units, although legally separate entities, are in substance, part of the City's operations and data from these units are combined with data presented by the City. A discretely presented component unit, on the other hand, is reported in a separate column in the basic financial statements to emphasize it is legally separate from the City. Each blended and discretely presented component unit has a September 30th year end.

#### **Blended Component Unit**

*Employee Benefit Trust Fund.* On October 1, 1983, an "Agreement and Declaration of Trust" was made and entered into between the City and the Employee Benefit Trust Committee, acting as Trustee to administer the Employee Benefit Trust (Trust). The Trust Committee consists of four Trustees selected by the City, who may, but need not be, beneficiaries of the health and welfare program funded by the Trust, and/or officers or employees of the City. The purpose of the Trust is to provide health and welfare benefits, which may include life, accidental death and dismemberment, disability, medical and dental insurance, and any other benefits as determined by the Trustee Committee. The Trust is funded through contributions by the City and employees who choose to participate. It may be terminated in writing, at any time, by either party. The Employee Benefit Trust Fund is presented in the accompanying financial statements as an internal service fund.

#### **Discretely Presented Component Units**

*The Wichita Falls Economic Development Corporation.* The Wichita Falls Economic Development Corporation is a non-profit corporation formed in May 1997 for the purpose of increasing employment opportunities, primarily through assisting qualifying enterprises with funds provided by a portion of the local sales tax. Assistance may be in the form of incentive grants, loans or leases which call for discounted rates or rebates for job development. The Corporation operates under the authority of Vernon's Civil Statutes, Article 5190.6, Section 4A. Since the City Council appoints its Board of Directors, approves its budgets, and exercises final authority over its operations, the Wichita Falls Economic Development Corporation is considered to be part of the City's reporting entity and presented in the accompanying basic financial statements as a discretely presented component unit. The Wichita Falls Economic Development Corporation utilizes full accrual accounting.

## CITY OF WICHITA FALLS, TEXAS

### NOTES TO THE FINANCIAL STATEMENTS (CONT'D.) SEPTEMBER 30, 2024

#### *Note 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D.)*

*The Wichita Falls 4B Sales Tax Corporation.* The Wichita Falls 4B Sales Tax Corporation is a non-profit corporation formed in May 1997 for the purpose of increasing employment opportunities and for public improvement projects such as parks, auditoriums, learning centers, open space improvements, athletic and exhibition facilities, and the related maintenance and operating costs of such projects. The Corporation operates under the authority of Vernon's Civil Statutes, Article 5190.6, Section 4B. Since the City Council appoints its Board of Directors, approves its budgets, and exercises final authority over its operations, the Wichita Falls 4B Sales Tax Corporation is considered to be part of the City's reporting entity and presented in the accompanying basic financial statements as a discretely presented component unit. The Wichita Falls 4B Sales Tax Corporation utilizes full accrual accounting.

*Wichita Falls Reinvestment Zone #2.* On August 16, 2005, the City of Wichita Falls, Texas, with the advice and consent of the Wichita Falls Independent School District and Wichita County, approved the creation of the Wichita Falls Reinvestment Zone #2 (Zone). This Zone is permitted by Article 1066e of the State of Texas Tax Increment Financing Act passed in 1981. The area of the Zone is approximately 236 acres and includes the Lawrence Road area of the City. The purpose of the Zone is to capture increments of growth in real property values in the Zone from base values established on January 1, 2004, and use the ad valorem taxes derived from these increments to contribute to the zoned area. Tax funds derived from the increment can only be spent for public improvements in the Zone or for the payment of debt service on bonds issued to provide funds for public improvements. The Zone terminates on December 31, 2025, or when all debt has been paid if later. After all costs have been paid at the end of the tax increment financing period, any money remaining is to be remitted to the taxing entities. Since the City Council appoints a majority of its Board, approves its budget, and exercises final authority over its operations, the Wichita Falls Reinvestment Zone #2 is considered to be part of the City's reporting entity and presented in the accompanying basic financial statements as a discretely presented component unit. The Zone utilizes full accrual accounting.

*Wichita Falls Reinvestment Zone #3.* On September 1, 2009, the City of Wichita Falls, Texas, with the advice and consent of the Wichita Falls Independent School District and Wichita County, approved the creation of the Wichita Falls Reinvestment Zone #3 (Zone). This Zone is permitted by Article 1066e of the State of Texas Tax Increment Financing Act passed in 1981. The area of the Zone is approximately 630 acres and includes a significant portion of the Eastside Neighborhood. The purpose of the Zone is to capture increments of growth in real property values in the Zone from base values established on January 1, 2009, and use the ad valorem taxes derived from these increments to contribute to the zoned area. Tax funds derived from the increment can only be spent for public improvements in the Zone or for the payment of debt service on bonds issued to provide funds for public improvements. The Zone terminates on December 31, 2029. After all costs have been paid at the end of the tax increment financing period, any money remaining is to be remitted to the taxing entities. Since the City Council appoints a majority of its Board, approves its budget, and exercises final authority over its operations, the Wichita Falls Reinvestment Zone #3 is considered to be part of the City's reporting entity and presented in the accompanying basic financial statements as a discretely presented component unit. The Zone utilizes full accrual accounting.

## CITY OF WICHITA FALLS, TEXAS

### NOTES TO THE FINANCIAL STATEMENTS (CONT'D.) SEPTEMBER 30, 2024

#### *Note 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D.)*

*Wichita Falls Reinvestment Zone #4.* On March 17, 2015, the City of Wichita Falls, Texas, with the advice and consent of the Wichita Falls Independent School District and Wichita County, approved the creation of the Wichita Falls Reinvestment Zone #4 (Zone). This Zone is permitted by Article 1066e of the State of Texas Tax Increment Financing Act passed in 1981. The area of the Zone is approximately 246 acres and includes a significant portion of the downtown area. The purpose of the Zone is to capture increments of growth in real property values in the Zone from base values established on January 1, 2015, and use the ad valorem taxes derived from these increments to contribute to the zoned area. Tax funds derived from the increment can only be spent for public improvements in the Zone or for the payment of debt service on bonds issued to provide funds for public improvements. The Zone terminates on December 31, 2035. After all costs have been paid at the end of the tax increment financing period, any money remaining is to be remitted to the taxing entities. Since the City Council appoints a majority of its Board, approves its budget, and exercises final authority over its operations, the Wichita Falls Reinvestment Zone #4 is considered to be part of the City's reporting entity and presented in the accompanying basic financial statements as a discretely presented component unit. The Zone utilizes full accrual accounting.

No separate audited financial statements are available for the City's blended and discretely presented component units. Complete financial statements for the individual component units may be obtained from the City's Director of Finance/CFO at 1300 7th Street, Wichita Falls, Texas.

#### Fiduciary Component Unit

*Wichita Falls Firemen's Relief and Retirement Fund.* The Wichita Falls Firemen's Relief and Retirement Fund was established and is controlled through various State of Texas legislative enactments. This Fund is administered locally by a seven-member board, independent of the City Council. The seven-member Board of Trustees, composed of the Mayor, the Director of Finance from the City's Finance Department, three firefighters elected by a majority vote of the firefighters and two citizens, who are not employees or officers of the City and are chosen by the unanimous vote of the first five Trustees, are subject to the administrative supervision of and report to the State Firemen's Pension Board. The City is legally obligated to make contributions to the plan. As such, the Fund is considered a fiduciary component unit of the City. The Fund operates on a fiscal year ending on December 31 of each year.

#### B. Basis of Presentation

##### *Government-wide financial statements*

The basic financial statements include both government-wide (based on the City as a whole) 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 non-fiduciary activities of the primary government and its component units. For the most part, the effect of interfund activity has been removed from these statements. However, interfund services provided and used are not eliminated in the process of consolidation. Governmental activities, which normally are supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on fees and charges for support.

## CITY OF WICHITA FALLS, TEXAS

### NOTES TO THE FINANCIAL STATEMENTS (CONT'D.) SEPTEMBER 30, 2024

#### *Note 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D.)*

The government-wide statement of activities demonstrates the degree to which the direct expenses of a functional category (police, public works, etc.) or segment are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or segment. Program revenues include 1) charges to customers or applicants who purchase, use or directly benefit from goods, services or privileges provided by a given function or segment, 2) grants and contributions that are restricted to meeting operational requirements of a particular function or segment, and 3) grants and contributions that are restricted to meeting the capital requirements of a particular function or segment. Taxes and other items not included among program revenues are reported instead as general revenues.

#### *Fund financial statements*

Separate fund-based financial statements are provided for governmental funds, proprietary funds, and fiduciary funds, even though the latter are excluded from the government-wide financial statements. Major individual governmental funds and major enterprise funds are reported as separate columns in the fund financial statements. GASB Statement No. 34 sets forth minimum criteria (percentage of assets (combined with deferred outflows of resources), liabilities (combined with deferred inflows of resources), revenues or expenditures/expenses of either fund category for governmental and enterprise) for the determination of major funds. The major governmental funds are the General Fund and the American Rescue Plan Act (ARPA) Fund. The major enterprise funds are the Water and Sewer Fund and the Sanitation Fund. Nonmajor funds are combined in a column in the fund financial statements. Nonmajor funds are detailed in the combining section of the statements.

Internal service funds, which traditionally provide services primarily to other funds of the government, are presented in the summary form as part of the proprietary fund financial statements. Because the principal users of internal services are the City's governmental and business-type activities, financial statements of internal service funds are allocated (based on the percentage of goods or services provided) between the governmental and business-type activities when presented at the government-wide level.

The government-wide focus is more on the sustainability of the City as an entity and the change in aggregate financial position resulting from the activities of the fiscal period. The focus of the fund financial statements is on the major individual funds of the governmental and business-type categories. Each presentation provides valuable information that can be analyzed and compared to enhance the usefulness of the information.

#### 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 and fiduciary funds. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year in which they are levied. Grants and similar items are recognized as soon as all eligibility requirements imposed by the provider have been met.

## CITY OF WICHITA FALLS, TEXAS

### NOTES TO THE FINANCIAL STATEMENTS (CONT'D.) SEPTEMBER 30, 2024

#### *Note 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D.)*

Government fund-level financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the government considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures are generally 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.

Property tax, franchise fees, and sales tax associated with the current fiscal period are all susceptible to accrual and have been recognized as revenues of the current fiscal period. All of the revenue items are considered to be measurable and available only when cash is received.

The City reports the following major governmental funds:

The General Fund is the City's primary operating fund. All general tax revenues and other receipts that are not allocated by law or contractual agreement to some other fund are accounted for in this fund. From the fund are paid general operating costs, fixed charges, and capital improvement costs that are not paid through other funds.

The ARPA Fund is used to account for Coronavirus State and Local Fiscal Recovery Funds received through the American Rescue Plan Act of 2021.

Nonmajor governmental funds are a summarization of all the nonmajor governmental funds.

The City reports the following major proprietary funds:

The Water and Sewer Fund accounts for the water and sewer utility services provided to residents of the City. Activities necessary to provide such services are accounted for in the fund, including, but not limited to, administration, operations, maintenance, finance and related debt service.

The Sanitation Fund accounts for refuse collection services to the residents of the City as well as the operations of the City's landfill. Activities necessary to provide such services are accounted for in the fund, including, but not limited to, administration, operations and maintenance.

Nonmajor enterprise funds are a summarization of all of the nonmajor proprietary funds.

The City additionally reports the following fund types:

Internal service funds are used to account for the financing of materials and services provided by one department of the City to other departments of the City on a cost-reimbursement basis. The City uses internal service funds to report the activities of fleet maintenance, duplicating services, employee health and life insurance, and information technology.

## CITY OF WICHITA FALLS, TEXAS

### NOTES TO THE FINANCIAL STATEMENTS (CONT'D.) SEPTEMBER 30, 2024

#### *Note 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D.)*

A custodial fund is used to account for any unclaimed vendor or payroll checks that will be escheated to the State if they remain unclaimed. These funds are held on a purely custodial basis.

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. The principal operating revenues of the City's water and sewer, sanitation, transit, and airport funds are charges to customers for services. Operating expenses for the enterprise funds and internal service funds include the cost of sales and services, administrative expenses and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

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

Capital improvement assessments are recorded as revenues in the fiscal period when the assessment becomes both measurable and available to finance expenditures of the fiscal period. Assessment revenues are considered measurable and available when collected by the City and recognized as revenue at that time. Payments for capital improvement assessments received in advance of the levy are reflected as deferred revenue.

#### D. Nonexchange Transactions

In a nonexchange transaction, a government gives (or receives) value without directly receiving (or giving) equal value in return. The statement defines when the City should recognize revenue or expense for nonexchange transactions involving financial or capital resources and how to account for timing and purpose restrictions. The timing of recognition depends on whether a nonexchange transaction is (a) a derived tax revenue (b) an imposed nonexchange revenue transaction or (c) a government-mandated or voluntary nonexchange transaction. Under this standard, revenue transactions with purpose restrictions are recorded as restricted resources until the purpose restrictions are met.

Nonexchange transactions include the following classifications:

- Derived tax revenues result from assessments imposed by governments on exchange transactions.
- Imposed nonexchange revenues result from assessments by governments on nongovernmental entities, other than assessments on exchange transactions.
- Government-mandated nonexchange transactions occur when a government at one level provides resources to a government at another level and require that government to use them for a specific purpose or purposes established in the provider's enabling legislation.
- Voluntary nonexchange transactions result from legislative or contractual agreements, other than exchanges, entered into willingly by two or more parties. Examples of the City's voluntary nonexchange transactions include capital grants, state shared revenue and private donations.

## CITY OF WICHITA FALLS, TEXAS

### NOTES TO THE FINANCIAL STATEMENTS (CONT'D.) SEPTEMBER 30, 2024

#### *Note 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D.)*

Providers of government-mandated nonexchange transactions and voluntary nonexchange transactions should recognize liabilities and expenses/expenditures and recipients should recognize receivables (or decrease in liabilities) and revenue when all applicable eligibility requirements, including time requirements are met.

All nonexchange transactions occurring in governmental fund types are also subject to the modified accrual revenue recognition criteria. Accordingly, assets and revenue should not be recognized unless measurable and available.

#### E. Assets, liabilities and net position or fund balances

##### 1. Cash, cash equivalents and investments

The City's cash and cash equivalents are considered to be cash on hand, demand deposits and short-term investments with original maturities of three months or less from the date of acquisition.

Investments are carried at fair value. Fair value is determined as the price at which two willing parties would complete an exchange. Interest earned on investments is recorded in the funds in which the investments are recorded.

##### 2. Inventory and Prepaid Items

Inventories of the general and proprietary funds consist of supplies and various materials used for the maintenance of capital assets. The consumption method is used to account for these inventories. Under this method, inventory acquisitions are recorded in inventory accounts initially and charged as expenditures when used. Inventories are stated at average cost.

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both government-wide and fund financial statements via the purchases method.

##### 3. Capital Assets

Capital assets, which include property, plant and equipment, and infrastructure assets (e.g. roads, bridges, sidewalks and similar items), are reported in the applicable governmental or business-like activities columns in the government-wide financial statements. The City defines capital assets as assets with an initial, individual cost of more than \$1,000 and an estimated useful life in excess of one year. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at acquisition value at the time received.

Capital assets are depreciated using the straight-line method over the following useful lives:

## CITY OF WICHITA FALLS, TEXAS

### NOTES TO THE FINANCIAL STATEMENTS (CONT'D.) SEPTEMBER 30, 2024

#### *Note 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D.)*

<u>Assets</u>	<u>Years</u>
Buildings, systems and improvements	20-59 years
Infrastructure	8-100 years
Machinery, vehicles and other equipment	3 - 25 years
Furniture and equipment	3 - 10 years
Right-to-use leased assets	50 years
Subscription assets	2 - 10 years

Contributions of funds from federal, state, or local grants restricted for the purpose of purchasing plant and equipment are recorded as revenue when received. The cost of water and sewer lines installed by developers is valued by the contractor and recorded as nonoperating revenue in the Water and Sewer Fund.

#### **4. Deferred Outflows/Inflows of Resources**

In addition to assets, the statement of financial position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element 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. Certain amounts related to the City's participation in pension plans (See Note 8) and OPEB plan (See Note 9) are reported in this category, along with deferred losses on bond refunding.

In addition to liabilities, the statement of financial position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element 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 only two types of items that qualify for reporting in this category. Property taxes receivable (\$1,224,911) and municipal court fines receivable (\$1,623,528) are unavailable and therefore cannot be recognized as revenue in the governmental funds until they are received. There are also certain items related to the City's participation in pension plans (See Note 8) and OPEB plan (See Note 9) that are reported in this category.

#### **5. Long-Term Obligations**

Long-term debt and other obligations for general government purposes are recorded in the government-wide statement of net position. Long-term debt and other obligations financed by proprietary funds are reported as liabilities in the appropriate funds.

For the government-wide financial statements and proprietary fund types, bond premiums and discounts, as well as issuance costs, are deferred and amortized over the life of the bonds using the straight-line method in the government-wide financial statements. Bonds payable are reported net of the applicable bond premium or discount. Issuance costs are reported as deferred bond issue costs and amortized over the term of the related debt. In addition, gains or losses on proprietary fund bond refunding are amortized over the term of the lesser of the new bonds or the refunded bonds' life using the effective interest method. In the governmental fund financials, bond proceeds are reported as another financing source. Bond premiums and discounts in governmental funds are also recognized currently as other financing sources or uses. Issuance costs, even if withheld from the actual net proceeds received, are reported as debt service expenditures.

## CITY OF WICHITA FALLS, TEXAS

### NOTES TO THE FINANCIAL STATEMENTS (CONT'D.) SEPTEMBER 30, 2024

#### *Note 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D.)*

##### **6. Fund Balances – Governmental Funds**

Fund balances of the governmental funds are classified as follows:

Nonspendable Fund Balance – represents amounts that cannot be spent because they are either not in spendable form (such as inventory or prepaid insurance) or legally required to remain intact (such as notes receivable or principal of a permanent fund).

Restricted Fund Balance – represents amounts that are constrained by external parties, constitutional provisions or enabling legislation.

Committed Fund Balance – represents amounts that can only be used for a specific purpose by adoption of an ordinance by the City Council. Committed amounts cannot be used for any other purpose unless the governing board removes those constraints through the adoption of another ordinance. Committed fund balance amounts differ from restricted balances in that the constraints on their use do not come from outside parties, constitutional provisions, or enabling legislation, but rather from inside the City.

Assigned Fund Balance – represents amounts which the City intends to use for a specific purpose, but that do not meet the criteria to be classified as restricted or committed. The City Council has by resolution authorized the Director of Finance/CFO to assign fund balance. Specific amounts that are not restricted or committed in a special revenue, capital projects, debt service or permanent fund are assigned for purposes in accordance with the nature of their fund type or the fund's primary purpose. Assignments within the General Fund convey that the intended use of those amounts is for a specific purpose that is narrower than the general purposes of the City itself. Unlike commitments, assignments only exist temporarily. Therefore, additional action does not normally have to be taken for the removal of an assignment.

Unassigned Fund Balance – represents amounts which are unconstrained in that they may be spent for any purpose. Only the General Fund reports a positive unassigned fund balance. Other governmental funds might report a negative balance in this classification because of overspending for specific purposes for which amounts had been restricted, committed or assigned.

When an expenditure is incurred for a purpose 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.

##### **7. Federal and State Grants**

Grants and shared revenues are generally accounted for within the appropriate fund of the City to be financed by such grants or shared revenues. Federal grants include Community Development Block Grant, Section 8 Housing Assistance, Home Investment Partnership Agreement Program, and numerous health-related grants.

## CITY OF WICHITA FALLS, TEXAS

### NOTES TO THE FINANCIAL STATEMENTS (CONT'D.) SEPTEMBER 30, 2024

#### *Note 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D.)*

Each Federal grant is accounted for in a separate special revenue fund. State grant revenues received for purposes normally financed through the general government are accounted for within the General Fund.

#### 8. Transactions Between Funds

Outstanding balances between funds are reported as "due to/from other City funds." Any residual balances between governmental activities and business-type activities are reported in the government-wide statements as "internal balances." Nonrecurring or non-routine transfers of equity between funds are accounted for as transfers.

#### 9. Vacation and Sick Leave

All full-time employees accumulate vacation benefits based on length of service up to 20 days per year. The maximum allowable accumulation is 35 days. Upon leaving the employment of the City, employees will be paid for unused vacation days which they have accrued.

Sick leave is earned at the rate of 4.62 hours per pay period up to a maximum of ninety days. Additionally, police officers and firefighters may accumulate an unlimited number of sick leave days while employed with the City. Upon termination, police officers and firefighters are compensated for up to 720 hours and 1,080 hours, respectively.

#### 10. Risk Management

The government is exposed to various risks of loss related to torts; theft of, damage to and destruction of assets; errors and omissions; and natural disasters for which the government carries commercial insurance. For insured programs, there have been no significant reductions in insurance coverage. Settlement amounts have not exceeded insurance coverage for the current year or the three prior years.

The City maintains a group health insurance plan for employees and dependents which is partially self-insured by the City. A group life insurance plan is maintained through an insurance company. Contributions to the plans are provided for by both the City and participating employees. These contributions are recognized as revenues in the internal service fund used to account for these plans. The contributions made by the City are recorded as expenditures or expenses of the various funds as appropriate.

Liabilities are reported when it is probable that a loss has occurred and the amount of the loss can be reasonably estimated. An excess coverage insurance policy covers individual claims in excess of \$500,000. Liabilities include an amount for claims that have been incurred but not reported. Claim liabilities are calculated considering the effects of inflation, recent claim settlement trends including frequency and amount of pay-outs and other economic and social factors.

## CITY OF WICHITA FALLS, TEXAS

### NOTES TO THE FINANCIAL STATEMENTS (CONT'D.) SEPTEMBER 30, 2024

#### *Note 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D.)*

The City is also self-insured up to \$250,000 for workers' compensation claims. Such claims are processed by a third-party administrator. The City's estimated liability for workers' compensation claims payable at September 30, 2024 is based on management's estimate of probable losses in the amount of \$750,735. The payment dates of such claims cannot be precisely determined, but are expected to be paid on a periodic basis over the next few years. Accordingly, the long-term liability has been recorded in the government-wide financial statements.

The following represents changes in the amount of claims liabilities for the City from October 1, 2022 to September 30, 2024:

	<u>Health Care</u>	<u>Workers' Compensation</u>
Liability balance, October 1, 2022	\$ 891,315	\$ 862,473
Incurred claims/adjustments	12,993,555	563,535
Claim payments	(12,837,188)	(641,169)
Liability balance, September 30, 2023	1,047,682	784,839
Incurred claims/adjustments	14,808,476	571,942
Claim payments	(14,668,044)	(606,046)
Liability balance, September 30, 2024	<u>\$ 1,188,114</u>	<u>\$ 750,735</u>

#### F. Pension Plan

For purposes of measuring the net pension liability, deferred outflows of resources, and deferred inflows of resources related to pensions, and pension expense, information about the Fiduciary Net Position of the Texas Municipal Retirement System (TMRS) and the Wichita Falls Firemen's Relief and Retirement Fund (WFFRRF) and additions to/deductions from Fiduciary Net Position have been determined on the same basis as they are reported to TMRS and WFFRRF. 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.

#### G. Other Post-Employment Benefits

The fiduciary net position of the City of Wichita Falls Retiree Health Care Plan has been determined using the flow of economic resources measurement focus and full accrual basis of accounting. This includes for purposes of measuring the net OPEB liability, deferred outflows of resources and deferred inflows of resources related to other post-employment benefits, OPEB expense, and information about assets, liabilities and additions to/deductions from the Plan's fiduciary net position. Benefit payments are recognized when due and payable in accordance with the benefit terms.

#### *Note 2 - COMPLIANCE AND ACCOUNTABILITY*

##### Finance-Related Legal and Contractual Provisions

The City had no violations of finance-related legal and contractual provisions for the year ended September 30, 2024.

# CITY OF WICHITA FALLS, TEXAS

## NOTES TO THE FINANCIAL STATEMENTS (CONT'D.) SEPTEMBER 30, 2024

### Note 2 - COMPLIANCE AND ACCOUNTABILITY (CONT'D.)

#### Deficit Fund Balances – Individual Funds

The Airport Improvement Grant Fund and the Golf Fund, both special revenue funds, had deficit fund balances of \$223,229 and \$10,227, respectively, as of September 30, 2024. The City plans for these deficits to be alleviated within a year.

### Note 3 - DEPOSITS AND INVESTMENTS

#### Deposits

All of the City's demand and time depository accounts are held in local banking institutions under the terms of written depository contracts. At September 30, 2024, the total amount of the City's demand and time deposits per the general ledger was \$3,101,764, and the total amount per the City's September 30, 2024 bank statements was \$5,486,144. The entire amount of the year-end bank statement balances was covered by federal depository insurance or by collateral held by the City's agent in the City's name.

#### Investments

The investment policies of the City and its discretely presented component units are governed by the Public Funds Investment Act (PFIA). Authorized investments include obligations of the U.S. Treasury, agencies and instrumentalities, obligations of the State of Texas and related agencies, obligations of states, agencies, counties, cities and political subdivisions of any state rated A or above by a nationally recognized investment rating firm, repurchase agreements, public funds investment pools, and commercial paper. The City was in compliance with PFIA during the year ended September 30, 2024.

The investments of the City and its discretely presented component units at September 30, 2024 are as follows:

Types of Investments	Fair Value / Carrying Amount	Cost	Average Credit Quality/ Ratings	Weighted Average Days to Maturity
Primary Government:				
TexPool	\$ 87,409,287	\$ 87,409,287	Not rated	31
LOGIC	39,608,534	39,608,534	Not rated	47
Federal Home Loan Bank	5,056,151	5,026,707	N/A	165
U.S. Treasury Notes	9,076,914	8,973,073	N/A	646
Money market accounts	<u>24,174,595</u>	<u>24,174,595</u>	Not rated	1
Total primary government investments	<u>165,325,481</u>	<u>165,192,196</u>		
Component Units:				
TexPool	<u>46,941,826</u>	<u>46,941,826</u>	Not rated	31
Total component unit investments	<u>46,941,826</u>	<u>46,941,826</u>		
Total investments	<u>\$212,267,307</u>	<u>\$212,134,022</u>		

## CITY OF WICHITA FALLS, TEXAS

### NOTES TO THE FINANCIAL STATEMENTS (CONT'D.) SEPTEMBER 30, 2024

#### Note 3 - DEPOSITS AND INVESTMENTS (CONT'D.)

TexPool is a local government investment pool organized in conformity with the Interlocal Cooperation Act, Chapter 791 of the Texas Government Code, and operates under the Public Funds Investment Act, Chapter 2256 of the Texas Government Code. The State Comptroller of Public Accounts is the sole officer, director, and shareholder of the Texas Treasury Safekeeping Trust Company, which is authorized to operate TexPool. Pursuant to the TexPool Participation Agreement, administrative and investment services to TexPool are provided by Federated Investors, Inc., under an agreement with the Comptroller, acting on behalf of the Trust Company. As required by the Public Funds Investment Act, the Advisory Board is composed equally of participants in TexPool and other persons who do not have a business relationship with TexPool who are qualified to advise TexPool. TexPool is comprised of two investment alternatives: TexPool (which the City is invested in) and TexPool Prime. Both funds seek to maintain a net asset value of \$1.00 per unit and are rated AAA by Standard and Poor's.

Local Government Investment Cooperative (LOGIC) was organized in conformity with the Interlocal Cooperation Act, Chapter 791 of the Texas Government Code, and the Public Funds Investment Act, Chapter 2256 of the Texas Government Code, and operates as a public funds investment pool under the Public Funds Investment Act. LOGIC is organized and existing as a business trust under the laws of the State of Texas with all Participant funds and all investment assets held and managed in trust by a Board of Trustees for the benefit of the Participants. The Board of Trustees is LOGIC's governing body and is comprised of employees, officers or elected officials of Participant Government Entities or individuals who do not have a business relationship with the Pool and are qualified to advise it. A maximum of two advisory board members represent the Co-Administrators of the Pool. LOGIC seeks to maintain a net asset value of \$1.00 per unit and are rated AAA by Standard and Poor's.

The City categorizes its fair value measurements with 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; Level 3 inputs are significant unobservable inputs. Investments that are measured at fair value using the net asset value per share (or its equivalent) as a practical expedient are not classified in the fair value hierarchy below. In instances where inputs used to measure fair value fall into different levels in the above fair value hierarchy, fair value measurements in their entirety are categorized based on the lowest level input that is significant to the valuation. The City's assessment of the significance of particular inputs to these fair value measurements requires judgement and considers factors specific to each asset or liability.

The City values its United States Treasury Bills and Notes using Level 1 inputs, which are quoted prices in active markets. The City values its money market accounts using Level 2 inputs, which are values provided by the City's depositories. TexPool and LOGIC are valued at net asset value per unit/share.

GASB Statement No. 40 requires a determination as to whether the City was exposed to the following specific investment risks at year end and if so, the reporting of certain related disclosures:

a. Credit Risk

Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. The ratings of securities by nationally recognized rating agencies are designed to give an indication of credit risk. At year end, the City was not exposed to credit risk.

## CITY OF WICHITA FALLS, TEXAS

### NOTES TO THE FINANCIAL STATEMENTS (CONT'D.) SEPTEMBER 30, 2024

#### *Note 3 - DEPOSITS AND INVESTMENTS (CONT'D.)*

##### b. Custodial Credit Risk

Deposits are exposed to custodial credit risk if they are not covered by depository insurance and the deposits are uncollateralized, collateralized with securities held by the pledging financial institution, or collateralized with securities held by the pledging financial institution's trust department or agent but not in the City's name.

Investment securities are exposed to custodial risk if the securities are uninsured, are not registered in the name of the government, and are held by either the counterparty or the counterparty's trust department or agent but not in the City's name.

At year end, the City was not exposed to custodial credit risk.

##### c. Concentration of Credit Risk

This risk is the risk of loss attributed to the magnitude of a government's investment in a single issuer. At year end, the City was not exposed to concentration of credit risk.

##### d. Interest Rate Risk

This is the risk that changes in interest rates will adversely affect the fair value of an investment. In accordance with its investment policy, the City manages its exposure to interest rate risk by allowing no more than 20% of the City's portfolio to be invested for a period greater than one year.

##### e. Foreign Currency Risk

This is the risk that exchange rates will adversely affect the fair value of an investment. At year end, the City was not exposed to foreign currency risk.

#### *Note 4 - PROPERTY TAXES*

Property taxes attach as an enforceable lien on property as of the prior January 1. Taxes are levied on October 1, and become delinquent after January 31, unless the half-payment option is elected, in which case one-half of the tax is due November 30, and the balance the following June 30.

The City is permitted by its Home Rule Charter to levy taxes up to \$2.25 per \$100 of assessed valuation for general governmental services including the payment of principal and interest on long-term debt. The combined tax rate to finance general governmental services for the year ended September 30, 2024 was \$.68 per \$100 which means that the City has a tax margin of \$1.57 per \$100, and could raise up to \$113,350,739 additional tax revenue a year from the present assessed valuation of \$7,219,792,277 before the limit is reached.

## CITY OF WICHITA FALLS, TEXAS

### NOTES TO THE FINANCIAL STATEMENTS (CONT'D.) SEPTEMBER 30, 2024

#### *Note 5 - RESTRICTED ASSETS*

Restricted assets in the Water and Sewer Fund, Nonmajor Enterprise Funds, and Internal Service Funds, are held for specific purposes in accordance with bond ordinances or other legal restrictions.

Water and Sewer restricted assets are comprised of the following:

For Debt Service:	
Cash and cash equivalents	\$12,939,947
For Capital Improvements:	
Cash and cash equivalents	<u>794,761</u>
Total	<u>\$13,734,708</u>

Nonmajor Enterprise Funds restricted assets are comprised of the following:

For Passenger Facility Charges:	
Cash and cash equivalents	\$ 710,272
For Customer Facility Charges:	
Cash and cash equivalents	<u>1,398,008</u>
Total	<u>\$2,108,280</u>

Internal Service Fund restricted assets are comprised of the following:

For Employee Insurance:	
Cash and cash equivalents	<u>\$13,557,675</u>

## CITY OF WICHITA FALLS, TEXAS

### NOTES TO THE FINANCIAL STATEMENTS (CONT'D.)

SEPTEMBER 30, 2024

#### Note 6 - RECEIVABLES

Receivables at September 30, 2024 consist of the following:

	General	ARPA Fund	Nonmajor Gov't Funds	Water and Sewer	Sanitation	Nonmajor Enterprise Funds	Internal Service	Totals		Reporting Entity
								Primary Government	Component Units	
<b>Receivables:</b>										
Taxes and assessments	\$ 1,967,213	\$ -	\$ 318,122	\$ -	\$ 3,216,809	\$ 668,134	\$ -	\$ 2,285,335	\$ -	\$ 2,285,335
Customer and trade	-	-	-	-	-	-	-	14,619,329	-	14,619,329
Other City funds	9,736,568	-	-	-	-	-	-	9,736,568	-	9,736,568
Government agencies	5,440,811	-	5,333,382	71,859	-	1,430,518	-	12,276,570	1,706,324	13,982,894
Other	<u>2,274,822</u>	<u>-</u>	<u>518,255</u>	<u>518,894</u>	<u>19,978</u>	<u>84,518</u>	<u>10,188</u>	<u>3,426,655</u>	<u>-</u>	<u>3,426,655</u>
Gross receivables	19,419,414	-	6,169,759	11,325,139	3,236,787	2,183,170	10,188	42,344,457	1,706,324	44,050,781
Less: Allowance for uncollectible accounts	( 820,228)	( -	( 38,069)	( 3,863,841)	( 1,249,910)	( 266,999)	( -	( 6,239,047)	( -	( 6,239,047)
Net total receivables	<u>\$18,599,186</u>	<u>\$ -</u>	<u>\$6,131,690</u>	<u>\$7,461,298</u>	<u>\$1,986,877</u>	<u>\$1,916,171</u>	<u>\$10,188</u>	<u>\$36,105,410</u>	<u>\$1,706,324</u>	<u>\$37,811,734</u>

There are no net receivables, other than delinquent property taxes, that the City does not expect to collect within a year. The City expects to collect approximately \$400,000 of the \$2,058,802 total delinquent property taxes within a year. This amount is similar to the amounts collected in previous years.

# CITY OF WICHITA FALLS, TEXAS

## NOTES TO THE FINANCIAL STATEMENTS (CONT'D.)

SEPTEMBER 30, 2024

### Note 7 - CAPITAL ASSETS

Capital asset activity for the year ended September 30, 2024 was as follows:

Governmental activities:	Balance October 1, 2023	Increases	Decreases	Balance September 30, 2024
<b>Capital assets not being depreciated:</b>				
Land	\$ 11,540,807	\$ 362,500	\$ -	\$ 11,903,307
Construction in progress	<u>6,653,524</u>	<u>6,800,461</u>	<u>7,279,462</u>	<u>6,174,523</u>
<b>Total capital assets not being depreciated</b>	<b><u>18,194,331</u></b>	<b><u>7,162,961</u></b>	<b><u>7,279,462</u></b>	<b><u>18,077,830</u></b>
<b>Capital assets being depreciated:</b>				
Land betterments	28,262,068	1,766,799	-	30,028,867
Buildings, systems and improvements	80,236,682	3,635,412	-	83,872,094
Infrastructure	223,203,595	5,461,841	-	228,665,436
Machinery and equipment	32,526,434	3,576,612	-	36,103,046
Furniture and fixtures	130,848	-	-	130,848
Subscription assets	<u>908,443</u>	<u>297,785</u>	<u>-</u>	<u>1,206,228</u>
<b>Total capital assets being depreciated</b>	<b><u>365,268,070</u></b>	<b><u>14,738,449</u></b>	<b><u>-</u></b>	<b><u>380,006,519</u></b>
<b>Less accumulated depreciation for:</b>				
Land betterments	10,199,356	657,804	-	10,857,160
Buildings, systems and improvements	36,572,008	1,948,093	-	38,520,101
Infrastructure	111,235,732	4,847,908	-	116,083,640
Machinery and equipment	24,646,645	2,211,913	-	26,858,558
Furniture and fixtures	130,848	-	-	130,848
Subscription assets	<u>437,893</u>	<u>210,784</u>	<u>-</u>	<u>648,677</u>
<b>Total accumulated depreciation</b>	<b><u>183,222,482</u></b>	<b><u>9,876,502</u></b>	<b><u>-</u></b>	<b><u>193,098,984</u></b>
<b>Total capital assets being depreciated, net</b>	<b><u>182,045,588</u></b>	<b><u>4,861,947</u></b>	<b><u>-</u></b>	<b><u>186,907,535</u></b>
<b>Governmental activities capital assets, net</b>	<b><u>\$200,239,919</u></b>	<b><u>\$12,024,908</u></b>	<b><u>\$7,279,462</u></b>	<b><u>\$204,985,365</u></b>

Depreciation expense was charged to functions as follows:

<b>Governmental activities:</b>	
Administrative services	\$2,040,322
Police	816,345
Fire	234,851
Parks and recreation	379,417
Community development	8,075
Public works	4,296,752
Health	197,260
Traffic and transportation	720,244
Multi-Purpose Events Center	<u>1,183,236</u>
<b>Total governmental depreciation</b>	<b><u>\$9,876,502</u></b>

# CITY OF WICHITA FALLS, TEXAS

## NOTES TO THE FINANCIAL STATEMENTS (CONT'D.)

SEPTEMBER 30, 2024

### Note 7 - CAPITAL ASSETS (CONT'D.)

Business-type activities:	Balance			Balance September 30, 2024
	October 1, 2023	Increases	Decreases	
<b>Capital assets not being depreciated:</b>				
Land	\$ 11,072,444	\$ -	\$ -	\$ 11,072,444
Construction in progress	6,732,088	9,181,142	5,006,827	10,906,400
<b>Total capital assets not being depreciated</b>	<b>17,804,532</b>	<b>9,181,142</b>	<b>5,006,827</b>	<b>21,978,844</b>
<b>Capital assets being depreciated:</b>				
Land betterments	60,670,836	365,575	-	61,036,411
Buildings, systems and improvements	515,432,712	7,120,235	-	522,552,947
Infrastructure	1,308,101	-	-	1,308,101
Machinery and equipment	11,346,493	1,380,812	-	12,727,305
Furniture and fixtures	16,943	-	-	16,943
Motor vehicles	75,586,580	15,781,790	19,403	91,348,967
Right-to-use leased assets	3,066,768	-	-	3,066,768
<b>Total capital assets being depreciated</b>	<b>667,428,433</b>	<b>24,648,412</b>	<b>19,403</b>	<b>692,057,442</b>
<b>Less accumulated depreciation for:</b>				
Land betterments	27,548,281	1,639,443	-	29,187,724
Buildings, systems and improvements	192,260,202	10,605,304	-	202,865,506
Infrastructure	61,044	17,442	-	78,486
Machinery and equipment	9,367,083	648,188	-	10,015,271
Furniture and fixtures	16,943	-	-	16,943
Motor vehicles	53,020,172	5,632,067	19,403	58,632,836
Right-to-use leased assets	891,866	62,587	-	954,453
<b>Total accumulated depreciation</b>	<b>283,165,591</b>	<b>18,605,031</b>	<b>19,403</b>	<b>301,751,219</b>
<b>Total capital assets being depreciated, net</b>	<b>384,262,842</b>	<b>6,043,381</b>	<b>-</b>	<b>390,306,223</b>
<b>Business-type activities capital assets, net</b>	<b>\$402,067,374</b>	<b>\$15,224,523</b>	<b>\$5,006,827</b>	<b>\$412,285,067</b>

Depreciation expense was charged to programs as follows:

<b>Business-type activities:</b>	
Regional Airport	\$ 1,646,261
Kickapoo Airport	551,401
Transit	400,394
Sanitation	4,860,894
Water and sewer	10,260,785
Stormwater drainage	594,865
Waterpark	290,431
<b>Total business-type depreciation</b>	<b>\$18,605,031</b>

## CITY OF WICHITA FALLS, TEXAS

### NOTES TO THE FINANCIAL STATEMENTS (CONT'D.) SEPTEMBER 30, 2024

#### Note 8 - PENSION PLANS

Eligible City employees participate in one of two pension plans. Eligible firefighters participate in the Wichita Falls Firemen's Relief and Retirement Fund (WFFRRF). All other eligible employees participate in the Texas Municipal Retirement System (TMRS).

The table below summarizes the amounts reported by the City for each plan as of September 30, 2024. Detailed information for each plan follows.

	TMRS	WFFRRF	Total
Net pension liability	\$52,507,441	\$71,586,730	\$124,094,171
Deferred outflows of resources	17,422,048	17,831,464	35,253,512
Deferred inflows of resources	2,107,787	15,423,583	17,531,370
Pension expense	7,155,865	5,859,799	13,015,664

#### Texas Municipal Retirement System

##### Plan Description

The City participates as one of more than 900 plans in the nontraditional, joint contributory, hybrid defined benefit plan administered by the 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 agent 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 Section 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](http://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 City Council, within the options available in the governing state statutes of 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.

## CITY OF WICHITA FALLS, TEXAS

### NOTES TO THE FINANCIAL STATEMENTS (CONT'D.) SEPTEMBER 30, 2024

#### Note 8 - PENSION PLANS (CONT'D.)

##### *Employees Covered by Benefit Terms*

At the December 31, 2023 valuation and measurement date, the following employees were covered by the benefit terms:

Inactive employees or beneficiaries currently receiving benefits	787
Inactive employees entitled to but not yet receiving benefits	620
Active employees	998

##### Contributions

The contribution rates for employees in TMRS are either 5%, 6%, or 7% of employee gross earnings, and the participating city matching percentages are either 100%, 150%, or 200%, both as adopted by the governing body of the participating city. Under the state law governing TMRS, the contribution 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 of the City are required to contribute 7% of their annual gross earnings. The contribution rates for the City were 16.18% and 16.5% in calendar years 2023 and 2024, respectively. The City's contributions to TMRS for the year ended September 30, 2024, were \$9,713,387, and were equal to the required contributions.

##### Net Pension Liability

The City's Net Pension Liability (NPL) was measured as of December 31, 2023, and the Total Pension Liability 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, 2023 actuarial valuation was determined using the following actuarial assumptions:

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

Salary increases are based on a service-related table. Mortality rates for active members are based on the PUB(10) mortality tables with the Public Safety table used for males and the General Employee table used for females. Mortality rates for healthy retirees and beneficiaries are based on the Gender-distinct 2020 Municipal Retirees of Texas mortality tables. The rates for actives, healthy retirees and beneficiaries are projected on the fully generational basis by Scale UMP to account for future mortality improvements. For disabled annuitants, the same mortality tables for healthy retirees is used with a 4-year set-forward for males and a 3-year set-forward for females. In addition, a 3.5% and 3.0% minimum mortality rate is applied, for males and females respectively, to reflect the impairment for younger members who become disabled. The rates are

## CITY OF WICHITA FALLS, TEXAS

### NOTES TO THE FINANCIAL STATEMENTS (CONT'D.) SEPTEMBER 30, 2024

#### *Note 8 - PENSION PLANS (CONT'D.)*

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 as of December 31, 2022. They were adopted in 2023 and first used in the December 31, 2023 actuarial valuation. The post-retirement mortality assumption for Annuity Purchase Rate (APRs) is based on the Mortality Experience Investigation Study covering 2009 through 2011 and dated December 31, 2013.

The long-term expected rate of return on pension plan investments is 6.75%. The pension plan's policy in regard to the allocation of invested assets is established and may be amended by the TMRS Board of Trustees. Plan assets are managed on a total return basis with an emphasis on both capital appreciation as well as the production of income, in order to satisfy the short-term and long-term funding needs of TMRS.

The long-term expected rate of return on pension plan investments was determined using a building-block method in which best estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighing 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, TMRS 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 arithmetic real rates of return for each major asset class in fiscal year 2023 are summarized in the following table:

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-Term Expected Real Rate of Return (Arithmetic)</u>
Global Equities	35%	7.70%
Core Fixed Income	6%	4.90%
Non-Core Fixed Income	20%	8.70%
Other Public and Private Markets	12%	8.10%
Real Estate	12%	5.80%
Absolute Return	5%	6.90%
Private Equity	<u>10%</u>	11.80%
Total	<u>100%</u>	

#### *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.

# CITY OF WICHITA FALLS, TEXAS

## NOTES TO THE FINANCIAL STATEMENTS (CONT'D.)

SEPTEMBER 30, 2024

### Note 8 - PENSION PLANS (CONT'D.)

#### *Changes in Net Pension Liability*

	Total Pension Liability (a)	Fiduciary Net Position (b)	Increase (Decrease) Net Pension Liability (a) - (b)
Balances as of December 31, 2022	\$331,600,570	\$263,743,301	\$67,857,269
Changes for the year:			
Service cost	7,724,088	-	7,724,088
Interest on total pension liability	22,017,837	-	22,017,837
Change of benefit terms	-	-	-
Difference between expected and actual experience	1,137,336	-	1,137,336
Change of assumptions	( 3,012,418)	-	( 3,012,418)
Contributions – employer	-	9,040,321	( 9,040,321)
Contributions – employee	-	3,909,517	( 3,909,517)
Net investment income	-	30,462,384	( 30,462,384)
Benefit payments, including refunds of employee contributions	( 18,544,887)	( 18,544,887)	-
Administrative expenses	-	( 194,195)	194,195
Other changes	-	( 1,356)	1,356
Balances as of December 31, 2023	<u>\$340,922,526</u>	<u>\$288,415,085</u>	<u>\$52,507,441</u>

#### *Sensitivity Analysis*

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 / (asset) 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 5.75%	Current Discount Rate 6.75%	1% Increase 7.75%
Net pension liability	\$96,164,636	\$52,507,441	\$16,344,191

#### Pension Expense, Deferred Outflows of Resources and Deferred Inflows of Resources

For the year ended September 30, 2024, the City recognized pension expense of \$7,155,865 related to its participation in TMRS.

## CITY OF WICHITA FALLS, TEXAS

### NOTES TO THE FINANCIAL STATEMENTS (CONT'D.) SEPTEMBER 30, 2024

#### Note 8 - PENSION PLANS (CONT'D.)

At September 30, 2024, the City reported deferred outflows of resources and deferred inflows of resources related to TMRS from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Differences between expected and actual experience	\$ 2,709,871	\$ -
Net difference in assumptions	-	2,107,787
Net difference between projected and actual earnings	7,325,321	-
Contributions made subsequent to measurement date	<u>7,386,856</u>	<u>-</u>
Total	<u>\$17,422,048</u>	<u>\$2,107,787</u>

\$7,386,856 reported as deferred outflows of resources related to pensions resulting from contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability for the City's fiscal year ending September 30, 2025 (plan year ending December 31, 2024). Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

<u>Plan Year Ended December 31:</u>	
2024	\$2,743,957
2025	2,304,403
2026	5,410,985
2027	<u>(2,531,940)</u>
Total	<u>\$7,927,405</u>

#### Wichita Falls Firemen's Relief and Retirement Fund

##### Plan Description

The City provides pension benefits for all of its firefighters through a single-employer defined benefit pension plan. The Wichita Falls Firemen's Relief and Retirement Fund operates under an act passed in 1937 by the Texas State Legislature and adopted by the City's firefighters.

The stand-alone financial report for the Firemen's Relief and Retirement Fund can be obtained from the City's Director of Finance/CFO at 1300 7th Street, Wichita Falls, Texas.

##### Benefits Provided

Benefits are determined on a "formula" or a "final salary" plan. A firefighter who qualifies for a retirement benefit will receive monthly retirement equal to 2.55% (2.50% for those hired after April 20, 2016) of the firefighter's average salary, multiplied by the member's years of credited service. Benefits are calculated based upon a member's average salary for the 78 consecutive biweekly pay periods which produce the highest average.

## CITY OF WICHITA FALLS, TEXAS

### NOTES TO THE FINANCIAL STATEMENTS (CONT'D.) SEPTEMBER 30, 2024

#### *Note 8 - PENSION PLANS (CONT'D.)*

Members hired prior to April 21, 2016 can receive a service retirement at ages 50 and above with 20 or more years of service. Members hired after April 20, 2016 can receive a service retirement at ages 55 and above with 20 or more years of service. Members are eligible for actuarially reduced early retirement benefits before the applicable retirement age, provided the employee has accrued at least 20 years of service. The plan also provides death and disability benefits. Members who terminate their service and are nonvested are entitled to the excess of the member's contributions over any benefits previously received.

The valuations used for this plan are based on a valuation performed as of January 1, 2024.

#### *Employees Covered by Benefit Terms*

Plan membership as of January 1, 2024:

Inactive employees or beneficiaries currently receiving benefits	147
Inactive employees entitled to but not yet receiving benefits	4
Active employees	157

#### Contributions

The contribution rate for the firefighters is 13% and the City contributes 13.25%. Both the firefighters and City make contributions bi-weekly. Contribution requirements are not actuarially determined, however, state law requires that each plan of benefits adopted by the Fund must be approved by a qualified actuary. The actuary certifies that the contribution commitments by the firefighters and the City provide an adequate financing arrangement. Using the individual entry age normal cost method, the plan's normal cost is determined as a percentage of payroll.

The City's contributions to the Plan for the year ended September 30, 2024, were \$2,245,965, and were equal to the required contributions.

#### Net Pension Liability

The City's Net Pension Liability (NPL) was measured as of January 1, 2024, and the Total Pension Liability used to calculate the Net Pension Liability was determined by an actuarial valuation as of that date. The NPL related to Governmental Activities is generally liquidated by the General Fund through annual contributions.

#### *Actuarial Assumptions*

The Total Pension Liability in the January 1, 2024, actuarial valuation was determined using the following actuarial assumptions:

Inflation	2.5% per year
Salary increases	Service-based
Discount Rate	5.67% per year
Investment rate of return	7.75%, net of pension plan investment expense, including inflation

## CITY OF WICHITA FALLS, TEXAS

### NOTES TO THE FINANCIAL STATEMENTS (CONT'D.) SEPTEMBER 30, 2024

#### Note 8 - PENSION PLANS (CONT'D.)

Mortality rates for employee and healthy annuitant combined rates were taken from the PubS-2010 Mortality Tables. The mortality assumptions for all participants are sex distinct with mortality improvement projected 5 years beyond the valuation date using scale MP-2020 and a base year of 2010.

Actuarial assumptions used in the valuation were based on the results of actuarial experience studies. The experience study was last performed October 6, 2017.

The long-term expected rate of return on pension plan investments was determined using a 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. For 2021 the inflation rate assumption of the investment advisor was 2.50%. These ranges are combined to produce the long-term expected rate of return by weighing the expected future real rates of return by the target asset allocation percentage and by adding expected inflation.

Best estimates of geometric real rates of return for each major class included in the Plan's target asset allocation as of December 31, 2023 are summarized in the following table:

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-Term Expected Real Rate of Return (Arithmetic)</u>
Domestic Equity	45.00%	7.50%
International Equity	15.00%	8.50%
Domestic Fixed Income	20.00%	2.50%
Global Fixed Income	5.00%	3.50%
Real Estate	10.00%	4.50%
GTAA	5.00%	3.50%
<b>Total</b>	<b><u>100.00%</u></b>	

#### *Discount Rate*

The projection of cash flows used to determine the discount rate assumed that current plan member and sponsor contributions will be made at the current contribution rate. Future member's contributions in excess of their normal cost were also included. Based on these assumptions, the pension plan's Fiduciary Net Position was projected to provide future benefit payments for 26 years. These payments were discounted using a discount rate of 7.75%. Future benefit payments beyond 26 years were discounted using a high quality municipal bond rate of 3.26%. The high quality municipal bond rate was based on the week closest to, but not later than, the measurement date of the S&P Municipal Bond 20 Year High Grade Rate Index as published by the S&P Dow Jones. The single equivalent discount rate was 4.99%.

# CITY OF WICHITA FALLS, TEXAS

## NOTES TO THE FINANCIAL STATEMENTS (CONT'D.)

SEPTEMBER 30, 2024

### Note 8 - PENSION PLANS (CONT'D.)

#### *Changes in Net Pension Liability*

	Increase (Decrease)		
	Total Pension Liability (a)	Fiduciary Net Position (b)	Net Pension Liability (a) - (b)
Balances as of December 31, 2022	\$123,099,731	\$51,040,616	\$72,059,115
Changes for the year:			
Service cost	2,928,522	-	2,928,522
Interest on total pension liability	6,880,704	-	6,880,704
Change of benefit terms	-	-	-
Difference between expected and actual experience	1,286,962	-	1,286,962
Change of assumptions	( 1,036,875)	-	( 1,036,875)
Contributions – employer	-	2,109,816	( 2,109,816)
Contributions – employee	-	1,695,157	( 1,695,157)
Net investment income	-	6,795,399	( 6,795,399)
Benefit payments, including refunds of employee contributions	( 6,317,093)	( 6,317,093)	-
Administrative expenses	-	( 97,104)	97,104
Other	-	28,430	( 28,430)
Balances as of December 31, 2023	<u>\$126,841,951</u>	<u>\$55,255,221</u>	<u>\$71,586,730</u>

#### *Sensitivity Analysis*

The following presents the net pension liability of the City, calculated using the discount rate of 5.67%, as well as what the City's net pension liability / (asset) would be if it were calculated using a discount rate that is 1 percentage point lower (4.67%) or 1 percentage point higher (6.67%) than the current rate.

	1% Decrease 4.67%	Current Discount Rate 5.67%	1% Increase 6.67%
Net pension liability	\$87,760,640	\$71,586,730	\$58,117,757

#### Pension Expense, Deferred Outflows of Resources and Deferred Inflows of Resources

For the year ended September 30, 2024, the City recognized pension expense of \$7,159,611 related to the Wichita Falls Firemen's Relief and Retirement Fund.

#### Pension Plan Fiduciary Net Position

Detailed information about the pension Plan's Fiduciary Net Position is available in the separately issued Plan financial report.

## CITY OF WICHITA FALLS, TEXAS

### NOTES TO THE FINANCIAL STATEMENTS (CONT'D.) SEPTEMBER 30, 2024

#### *Note 8 - PENSION PLANS (CONT'D.)*

At September 30, 2024, the City reported deferred outflows of resources and deferred inflows of resources related to the WFFRRF from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Differences between expected and actual experience	\$ 2,281,934	\$ 2,040,741
Difference due to changes in actuarial assumptions	12,372,625	13,382,842
Net difference between projected and actual earnings	1,420,598	-
Contributions made subsequent to measurement date	<u>1,756,307</u>	<u>-</u>
<b>Total</b>	<b><u>\$17,831,464</u></b>	<b><u>\$15,423,583</u></b>

\$1,756,307 reported as deferred outflows of resources related to pensions resulting from contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability for the City's fiscal year ending September 30, 2025 (plan year ending December 31, 2024). Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

<u>Plan Year Ended December 31:</u>	
2024	\$ 2,770,798
2025	1,390,941
2026	( 48,254)
2027	( 3,675,645)
2028	308,393
Thereafter	<u>( 94,659)</u>
<b>Total</b>	<b><u>\$ 651,574</u></b>

#### *Note 9 - POST-EMPLOYMENT BENEFITS OTHER THAN PENSION BENEFITS*

##### Plan Description

The City administers the City of Wichita Falls Retiree Health Care Plan for all permanent employees who retire after satisfying eligibility retirement requirements through a single-employer defined benefit plan. All employees who retire and are actively in one of the City's health plans can continue to receive health care benefits under the City's plan for themselves and any dependents for as long as the retiree and/or dependents live. The plan does not issue a stand-alone financial report.

##### Retiree Premiums

*Pre-Medicare:* Retirees share in the cost of the Plan by paying premiums according to the following schedule:

## CITY OF WICHITA FALLS, TEXAS

### NOTES TO THE FINANCIAL STATEMENTS (CONT'D.) SEPTEMBER 30, 2024

#### Note 9 - POST-EMPLOYMENT BENEFITS OTHER THAN PENSION BENEFITS (CONT'D.)

<u>Under 65</u>	<u>Core</u>	<u>CAT</u>	<u>HIDD</u>	<u>Medicare Supplement</u>
Retirees	\$ 545	\$ 409	\$ 371	\$516
Spouses	\$1,413	\$1,131	\$1,086	\$516

**Post-Medicare:** Eligible retirees and spouses on Medicare are eligible to participate in a Medicare supplement health care plan. Effective January 1, 2011, the following changes were implemented to Medicare eligible retirees:

For retirees and spouses who were on Medicare as of January 1, 2009, the City will provide \$250 in premium assistance towards the full premium for a Medicare subsidy program. The \$250 is expected to be a fixed amount.

For retirees and spouses retired as of January 1, 2009 but not yet Medicare-eligible, the City will provide \$100 in premium assistance towards the full premium for a Medicare subsidy program. The \$100 is expected to be a fixed amount.

For members who retire on or after January 1, 2009, the City will provide no premium assistance once Medicare-eligible.

#### Life Insurance Coverage

General employees and Firefighters receive \$7,500 of employer-paid life insurance which is included in the liabilities of the Plan. No life insurance coverage is provided for spouses of retirees.

Retirees may purchase an additional \$2,500 of life insurance for \$2 per month.

#### Other Benefits

Retiree dental and vision coverages are available. Retirees pay 100% of vision coverage.

#### Employees Covered by Benefit Terms

At the December 31, 2023 measurement date, the following employees were covered by the benefit terms:

Inactive plan members or beneficiaries currently receiving benefits	764
Inactive plan members entitled to but not yet receiving benefits	-
Active plan members	1,039

#### Actuarial Assumptions

The demographic assumptions are based on the assumptions that were developed for the defined benefit plans in which the City participates (TMRS and the Firemen's Pension Plan). The TMRS assumptions are based on the experience study covering the four-year period ending December 31, 2018 as conducted for TMRS. The firefighter assumptions are based on the January 1, 2020 Valuation for the Wichita Falls Firemen's Relief and Retirement Fund.

# CITY OF WICHITA FALLS, TEXAS

## NOTES TO THE FINANCIAL STATEMENTS (CONT'D.)

SEPTEMBER 30, 2024

### Note 9 - POST-EMPLOYMENT BENEFITS OTHER THAN PENSION BENEFITS (CONT'D.)

#### Actuarial Methods and Assumptions:

Valuation Date	December 31, 2023
Actuarial Cost Method	Entry age, level percent of salary
Discount Rate	6.75% as of December 31, 2023
Inflation	2.25%
Salary Increases	2.75% per annum
Demographic Assumptions	TMRS: Based on the experience study covering the four-year period ending December 31, 2018 as conducted for TMRS. Based on the January 1, 2020 valuation for the Wichita Falls Firemen's Relief and Retirement Fund.
Mortality	Non-annuitants: Sex distinct headcount weighed PUB-2010 general and safety employees mortality tables recently published by the Society of Actuaries in conjunction with the mortality improvement scale MP-2021. Annuitants: Sex distinct headcount weighed PUB-2010 general retirees mortality tables recently published by the Society of Actuaries in conjunction with the mortality improvement scale MP-2021.
Participation Rates	45% of participants are assumed to elect coverage if they retire at age of 49 or later.
Healthcare Cost Trend Rates	Initial rate of 6.51% declining to ultimate rate of 4.14% in the year 2043

#### Discount Rate

The discount rate and expected rate of return on plan assets were 6.75%.

#### Changes in Net OPEB Liability

	Increase (Decrease)		
	Total OPEB Liability (a)	Plan Fiduciary Net Position (b)	Net OPEB Liability (a) – (b)
Balances as of December 31, 2022	\$24,107,022	\$8,674,869	\$15,432,153
Changes for the year:			
Service cost	649,071	-	649,071
Interest on total OPEB liability	1,606,708	-	1,606,708
Change of benefit terms	-	-	-
Difference between expected and actual experience	-	-	-
Change of assumptions	-	-	-
Contributions – employer	-	2,221,786	( 2,221,786)
Contributions – employee	-	-	-
Net investment income	-	5,588,971	( 5,588,971)
Benefit payments, including refunds of employee contributions	( 1,906,024)	( 1,906,024)	-
Administrative expenses	-	-	-
Other changes	-	-	-
Balances as of December 31, 2023	<u>\$24,456,777</u>	<u>\$14,579,602</u>	<u>\$ 9,877,175</u>

# CITY OF WICHITA FALLS, TEXAS

## NOTES TO THE FINANCIAL STATEMENTS (CONT'D.) SEPTEMBER 30, 2024

### Note 9 - POST-EMPLOYMENT BENEFITS OTHER THAN PENSION BENEFITS (CONT'D.)

#### Discount Rate Sensitivity Analysis

The following schedule shows the impact of the net OPEB liability if the discount rate used was 1% less than and 1% greater than the discount rate that was used (6.75%) in measuring the net OPEB liability.

1% Decrease 5.75%	Current Discount Rate 6.75%	1% Increase 7.75%
<u>\$12,079,633</u>	<u>\$9,877,175</u>	<u>\$7,938,782</u>

The following schedule presents the net OPEB liability of the plan using the assumed healthcare cost trend rate as well as what the net OPEB liability would be if it were calculated using a trend ratio that is 1% less than and 1% greater than the assumed healthcare cost trend rate:

1% Decrease 5.21%	Current Healthcare Cost Trend Rate 6.21%	1% Increase 7.21%
<u>\$7,930,041</u>	<u>\$9,877,175</u>	<u>\$12,154,787</u>

For Governmental Activities, the net OPEB liability is generally liquidated by the General Fund.

#### OPEB Expense, Deferred Outflows of Resources and Deferred Inflows of Resources

For the year ended September 30, 2024, the City recognized OPEB expense of \$1,388,204 related to the City of Wichita Falls Retiree Health Care Plan.

At September 30, 2024, the City reported deferred outflows of resources and deferred inflows of resources related to the City of Wichita Falls Retiree Health Care Plan from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Differences between expected and actual experience, liability	\$ 327,010	\$ -
Difference due to changes in actuarial assumptions	204,311	199,126
Differences between expected and actual experience, assets	-	3,129,979
Contributions made subsequent to measurement date	<u>1,429,518</u>	<u>-</u>
Total	<u>\$1,960,839</u>	<u>\$3,329,105</u>

## CITY OF WICHITA FALLS, TEXAS

### NOTES TO THE FINANCIAL STATEMENTS (CONT'D.) SEPTEMBER 30, 2024

#### *Note 9 - POST-EMPLOYMENT BENEFITS OTHER THAN PENSION BENEFITS (CONT'D.)*

\$1,429,518 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 net OPEB liability for the City's fiscal year ending September 30, 2025 (plan year ending December 31, 2024). Other amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in OPEB expense as follows:

<u>Year Ended September 30:</u>	
2025	(\$ 555,635)
2026	( 679,065)
2027	( 561,228)
2028	<u>( 1,001,856)</u>
Total	<u>(\$2,797,784)</u>

#### *Note 10 - DEFERRED COMPENSATION PLAN*

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

#### *Note 11 - LANDFILL AND TRANSFER STATION CLOSURE AND POSTCLOSURE CARE COSTS*

State and federal laws and regulations require that the City place a final cover on its landfill when closed, and perform certain maintenance and monitoring functions at the landfill site for thirty years after closure. In accordance with the Texas Administrative Code, Title 30, Part 1, Chapter 7, the City annually submits a financial assurance letter to the Texas Commission on Environmental Quality (TCEQ). In addition to operating expenses related to current activities of the landfill, an expense provision and related liability are being recognized based on the future closure and postclosure care costs that will be incurred near or after the date the landfill no longer accepts waste. The recognition of these landfill closure and postclosure care costs is based on the amount of the landfill used during the year. The estimated liability for landfill closure and postclosure care costs has a balance of \$7,245,589 as of September 30, 2024, which is based on 25% usage of the landfill. The City will recognize the remaining estimated cost of closure and postclosure care of \$21,219,225 as the remaining estimated capacity is filled. The landfill is expected to be filled to capacity in 2153. Additionally, the City has recorded a liability of \$86,579 for closure and postclosure care costs related to the City's transfer station. Actual costs may be higher due to inflation, change in technology, or changes in regulations.

# CITY OF WICHITA FALLS, TEXAS

## NOTES TO THE FINANCIAL STATEMENTS (CONT'D.)

SEPTEMBER 30, 2024

### Note 12 - LONG-TERM LIABILITIES

Long-term liabilities transactions for the year ended September 30, 2024 are summarized as follows:

	Balance at October 1, 2023	Issued	Retired and Transferred	Balance at September 30, 2024	Due Within One Year
<b>Governmental Activities:</b>					
General obligation bonds	\$ 24,049,734	\$ -	\$ 2,811,606	\$ 21,238,128	\$ 2,907,544
Combination tax and revenue bonds	11,485,000	- -	1,000,000	10,485,000	1,030,000
Venue tax revenue bonds	2,535,000	- -	55,000	2,480,000	55,000
Premiums on bonds	1,220,798	- -	229,802	990,996	- -
Subscription liabilities	460,214	257,785	155,212	562,787	173,818
Accrued vacation and sick leave payable	10,768,014	3,643,221	2,288,385	12,122,850	3,600,000
Notes payable	2,816,672	- -	565,434	2,251,238	167,159
Claims and judgments payable	796,761	571,942	606,046	762,657	48,780
<b>Total governmental activities</b>	<b>54,132,193</b>	<b>4,472,948</b>	<b>7,711,485</b>	<b>50,893,656</b>	<b>7,982,301</b>
<b>Business-type Activities:</b>					
General obligation bonds	5,455,266	- -	353,394	5,101,872	357,456
Utility system revenue bonds, net of premium (discount)	30,250,000	- -	8,835,000	21,415,000	9,275,000
Combination tax and revenue bonds	27,840,000	- -	1,620,000	26,220,000	1,655,000
Premiums on bonds	1,893,944	- -	863,231	1,030,713	- -
Accrued vacation and sick leave payable	907,705	906,637	792,803	1,021,539	675,000
Notes payable	12,935,154	9,920,692	1,560,966	21,294,880	1,744,916
Right-to-use lease liabilities	2,848,743	- -	29,276	2,819,467	31,302
Landfill closure, post-closure costs	6,910,862	421,306	- -	7,332,168	- -
<b>Total business-type activities</b>	<b>89,041,674</b>	<b>11,248,635</b>	<b>14,054,670</b>	<b>86,235,639</b>	<b>13,738,674</b>
<b>Total long-term liabilities</b>	<b>\$143,173,867</b>	<b>\$15,721,583</b>	<b>\$21,766,155</b>	<b>\$137,129,295</b>	<b>\$21,720,975</b>

For governmental activities, claims and judgments payable and compensated absences are generally liquidated by the General Fund.

# CITY OF WICHITA FALLS, TEXAS

## NOTES TO THE FINANCIAL STATEMENTS (CONT'D.) SEPTEMBER 30, 2024

### Note 12 - LONG-TERM LIABILITIES (CONT'D.)

#### Bonds Payable

Bonds payable as of September 30, 2024 are comprised of the following individual issues:

	<u>Range of Interest Rates</u>	<u>Final Maturity Date</u>	<u>Annual Serial Payments</u>	<u>Bonds Authorized</u>	<u>Bonds Outstanding At 9/30/24</u>
<b>General Obligation Bonds:</b>					
General Obligation Refunding Bonds, Series 2015A	2.00% - 5.00%	9/01/26	\$200,000 to \$1,105,000	\$ 9,650,000	\$ 2,160,000
General Obligation Refunding Bonds, Series 2015B	0.73% - 3.48%	9/01/26	\$110,000 to \$310,000	2,885,000	615,000
General Obligation Bonds, Series 2018A	2.00% - 5.00%	9/01/38	\$550,000 to \$1,155,000	16,345,000	12,700,000
General Obligation Refunding Bonds, Series 2018B	2.00% - 4.00%	10/01/28	\$80,000 to \$725,000	6,170,000	3,345,000
General Obligation Refunding Bonds, Series 2021	4.00%	9/01/31	\$140,000 to \$195,000	1,675,000	1,240,000
General Obligation Refunding Bonds, Taxable Series 2021	0.40% - 2.03%	9/01/33	\$435,000 to \$865,000	7,595,000	<u>6,280,000</u>
<b>Total General Obligation Bonds</b>					<u>26,340,000</u>
<b>Combination Tax and Revenue Bonds:</b>					
Combination Tax and Revenue Certificates of Obligation, Series 2013	2.00% - 3.375%	9/01/33	\$530,000 to \$1,315,000	19,875,000	10,485,000
Combination Tax and Revenue Certificates of Obligation, Series 2013A	2.00% - 4.625%	9/01/33	\$505,000 to \$905,000	13,000,000	1,325,000
Combination Tax and Revenue Certificates of Obligation, Series 2015	0.00% - 2.12%	3/01/45	\$890,000 to \$1,425,000	33,545,000	<u>24,895,000</u>
<b>Total Combination Tax and Revenue Bonds</b>					<u>36,705,000</u>
<b>Revenue Bonds:</b>					
Water & Sewer System Revenue Refunding Bonds, Series 2016	2.00% - 5.00%	8/01/27	\$2,635,000 to \$9,705,000	74,005,000	21,415,000
Venue Tax Revenue Bonds, Series 2020	4.00%	9/01/50	\$45,000 to \$150,000	2,680,000	2,480,000
<b>Total Revenue Bonds</b>					<u>23,895,000</u>
<b>Total All Bonds</b>					<u>\$86,940,000</u>

**CITY OF WICHITA FALLS, TEXAS**

**NOTES TO THE FINANCIAL STATEMENTS (CONT'D.)**  
**SEPTEMBER 30, 2024**

**Note 12 - LONG-TERM LIABILITIES (CONT'D.)**

Aggregate maturities of the long-term debt (principal and interest) for the years subsequent to September 30, 2024 are as follows:

Year Ending September 30	Governmental Activities				Subscription Liabilities				Total Governmental Activities		
	General Obligation Bonds		Revenue Bonds		Notes Payable		Liabilities		Principal		
	Principal	Interest	Principal	Interest	Principal	Interest	Principal	Interest	Principal	Interest	
2025	\$ 2,907,544	\$ 839,108	\$ 1,030,000	\$ 331,644	\$ 55,000	\$ 99,200	\$ 167,159	\$ 76,274	\$173,818	\$25,325	\$ 4,333,521
2026	2,950,946	716,493	1,060,000	300,744	60,000	97,000	181,570	70,385	186,545	17,504	4,439,061
2027	1,742,266	588,678	1,090,000	268,944	60,000	94,600	196,742	63,992	79,331	9,109	3,168,339
2028	1,804,142	522,492	1,125,000	236,244	65,000	92,200	212,710	57,069	82,901	5,539	3,289,753
2029	1,871,018	453,657	1,160,000	202,944	65,000	89,600	229,510	49,588	40,192	1,808	3,365,720
2030-2034	5,597,212	1,549,434	5,020,000	420,950	370,000	406,400	1,263,547	114,094	-	-	12,250,759
2035-2039	4,365,000	491,000	-	-	450,000	326,200	-	-	-	-	4,815,000
2040-2044	-	-	-	-	550,000	229,000	-	-	-	-	550,000
2045-2049	-	-	-	-	655,000	111,000	-	-	-	-	655,000
2050-2054	-	-	-	-	150,000	6,000	-	-	-	-	150,000
2055-2058	-	-	-	-	-	-	-	-	-	-	-
Totals	<u>\$21,238,128</u>	<u>\$5,160,862</u>	<u>\$10,485,000</u>	<u>\$1,761,020</u>	<u>\$2,480,000</u>	<u>\$1,551,200</u>	<u>\$2,251,238</u>	<u>\$431,402</u>	<u>\$562,787</u>	<u>\$59,285</u>	<u>\$37,017,153</u>
											<u>\$8,963,769</u>

**CITY OF WICHITA FALLS, TEXAS**

**NOTES TO THE FINANCIAL STATEMENTS (CONT'D.)**  
**SEPTEMBER 30, 2024**

**Note 12 - LONG-TERM LIABILITIES (CONT'D.)**

**Business-Type Activities**

Year Ending September 30	Combination Tax and Revenue Bonds				Notes Payable				Right-to-use Lease				Business-type Activities				Total Primary Government Principal	Total Interest		
	General Obligation Bonds		Revenue Bonds		Notes Payable		Right-to-use Lease		Business-type Activities											
	Principal	Interest	Principal	Interest	Principal	Interest	Principal	Interest	Principal	Interest	Principal	Interest	Principal	Interest	Principal	Interest				
2025	\$ 357,456	\$ 84,863	\$ 1,655,000	\$ 503,464	\$ 9,275,000	\$ 1,037,500	\$ 1,744,916	\$ 547,770	\$ 31,302	\$ 28,195	\$13,063,674	\$ 2,201,792	\$ 17,397,195	\$ 3,573,343						
2026	69,054	81,435	1,690,000	466,314	9,705,000	607,000	1,772,597	503,207	33,400	27,882	13,270,051	1,685,838	17,709,112	2,887,964						
2027	637,734	80,669	1,030,000	426,326	2,435,000	121,750	1,682,463	457,957	35,572	27,548	5,820,769	1,114,250	8,989,108	2,139,573						
2028	645,858	72,500	1,040,000	410,800	-	-	1,587,380	418,628	37,822	27,192	3,311,060	929,120	6,600,813	1,842,664						
2029	653,982	63,257	1,060,000	394,416	-	-	1,664,126	379,852	40,150	26,814	3,418,258	864,339	6,783,978	1,661,486						
2030-2034	2,737,788	136,341	5,555,000	1,666,611	-	-	10,476,638	1,206,286	238,635	127,551	19,008,061	3,166,789	31,258,820	5,657,667						
2035-2039	-	-	6,065,000	1,157,556	-	-	2,366,760	77,215	310,274	114,235	8,742,034	1,349,006	13,557,034	2,166,206						
2040-2044	-	-	6,700,000	509,701	-	-	-	-	395,040	97,083	7,095,040	606,784	7,645,040	835,784						
2045-2049	-	-	1,425,000	15,105	-	-	-	-	495,110	75,395	1,920,110	90,500	2,575,110	201,500						
2050-2054	-	-	-	-	-	-	-	-	613,013	48,359	613,013	48,359	763,013	54,359						
2055-2058	-	-	-	-	-	-	-	-	589,149	15,024	589,149	15,024	589,149	15,024						
Totals	<u>\$5,101,872</u>	<u>\$519,065</u>	<u>\$26,220,000</u>	<u>\$5,580,293</u>	<u>\$21,415,000</u>	<u>\$1,766,250</u>	<u>\$21,294,880</u>	<u>\$3,590,915</u>	<u>\$2,819,467</u>	<u>\$615,278</u>	<u>\$76,851,219</u>	<u>\$612,071,801</u>	<u>\$12,071,801</u>	<u>\$113,868,372</u>	<u>\$21,035,570</u>					

## CITY OF WICHITA FALLS, TEXAS

### NOTES TO THE FINANCIAL STATEMENTS (CONT'D.) SEPTEMBER 30, 2024

#### *Note 12 - LONG-TERM LIABILITIES (CONT'D.)*

All of the General Obligation Bonds were issued on the full faith and credit of the City and are secured by ad valorem taxes levied against all taxable property. These bonds are serviced by the Debt Service Fund with an apportionment of the ad valorem tax levy. At September 30, 2024, this fund had a fund balance of \$1,954,172.

The Combination Tax and Revenue Bonds are secured by ad valorem taxes levied against all taxable property as well as a pledge of surplus net revenues of the City's combined waterworks and sewer system. The Series 2010 and 2011 Certificates will be serviced by the Debt Service Fund by contributions from the Wichita Falls 4B Economic Development Corporation. The Series 2016 Certificates will be serviced by the net revenues of the Water and Sewer Fund, as well as the Series 2010 Combination Tax and Revenue Refunding Certificates. A portion of the Series 2013 General Obligation Refunding Bonds will also be serviced by these net revenues.

The Venue Tax Revenue Bonds were issued for the purpose of improving the City's MPEC and Memorial Auditorium facilities and are serviced by an additional hotel/motel tax designated for these purposes.

All of the Water and Sewer Revenue Bonds were issued for purposes of improving the City's water and sewer systems and are serviced by the net revenues of the Water and Sewer Fund.

#### Notes Payable

##### *United States Government – Lake Kemp*

The City of Wichita Falls and Wichita County Water Improvement District Number 2, upon the completion of the Lake Kemp reconstruction project in January 1976 by the U.S. Government, are required to reimburse the U.S. Government 22.7% of its reported total cost of \$8,774,705, or \$1,991,858. The City's share of this amount is 66.11%, or \$1,316,817, payable in forty-nine annual installments through January 2025 of \$51,974, which includes interest at the rate of 3.253%.

The City's share of the total costs (\$5,800,957) as well as the U.S. Government funded portion (\$4,484,140) is reflected as capital assets in the Water and Sewer Enterprise Fund.

##### *Banc of America Public Capital Corp. – Water Meters*

The City entered into a financing agreement in 2016 to finance the replacement of all of the City's water meters. The total amount financed was \$16,506,103. These assets are listed under "Buildings, systems and improvements" in Business-type Activities. The agreement carries an interest rate of 3.23% and is for a period of 20 years, with final payment due in fiscal year 2036.

##### *Signature Public Funding Corp. – Fire Equipment*

The City issued a financing agreement in 2024 for the purchase of fire department equipment in the amount of \$9,920,692. These assets are listed under "Motor vehicles" in Business-type Activities. This agreement carries an interest rate of 1.78% and is for a period of 11 years with final payment due in fiscal year 2034.

## CITY OF WICHITA FALLS, TEXAS

### NOTES TO THE FINANCIAL STATEMENTS (CONT'D.) SEPTEMBER 30, 2024

#### *Note 12 - LONG-TERM LIABILITIES (CONT'D.)*

##### *AMERESCO Inc. – Street Lights*

The City entered into a financing agreement in 2018 to finance the conversion of the City's street lights to more energy-efficient LED lights. These assets are listed under "Infrastructure" in Governmental Activities. This agreement carries an interest rate of 3.45% and is for a period of 15 years, with final payment due in fiscal year 2034.

##### Right-to-Use Lease

The Regional Airport facilities are located on land at Sheppard Air Force Base. The land is leased from the Department of the Air Force for a period of fifty years, beginning May 15, 2009 and expiring May 14, 2059. The lease payment increases by 3% per year with a final lease payment of \$157,805 in 2058. The total value of assets under this agreement was \$3,066,768, with accumulated amortization of \$954,453 as of September 30, 2024. An interest rate of 1% is imputed for this lease agreement.

##### Subscription Liabilities

The City has multiple subscription-based information technology agreements (SBITAs). An interest rate of 4.50% has been used in calculating the total present value of the agreements at inception, as well as annual interest expense on each agreement.

##### *Aqua-Metric Sales Co. – Automated Meter Reading System*

The City entered into a SBITA in 2016 for software related to an automated water meter reading system. The agreement called for annual payments over the 10-year term of the agreement totaling \$771,061.

##### *Flock Group, Inc. – Police Software*

The City entered into a SBITA in 2023 for software for use by the City's Police Department. This agreement calls for two annual payments of \$31,000 in addition to implementation costs of \$6,375, for total payments of \$68,375.

##### *Patagonia Health Inc. – Electronic Health Record Software*

The City entered into a SBITA in 2023 for electronic health record software for use by the Health Department. This agreement includes 58 monthly payments of \$3,870 in addition to implementation costs of \$41,325, for total payments of \$265,785.

##### *UB Holdings, LLC – VenueOps Software for MPEC*

The City entered into a SBITA in 2023 for software for use by the MPEC. This agreement includes 3 annual payments totaling \$76,850.

##### *Hedgerow Software US, Inc. – Environmental Software for Health Department*

The City entered into a SBITA in 2023 for software for use by the Health Department. This agreement includes 5 annual payments each of \$42,000 in addition to implementation costs of \$40,000, for total payments of \$250,000.

## CITY OF WICHITA FALLS, TEXAS

### NOTES TO THE FINANCIAL STATEMENTS (CONT'D.) SEPTEMBER 30, 2024

#### *Note 13 - INTERFUND BALANCES*

Transfers to and from other funds during the year ended September 30, 2024 were as follows:

<u>Transfers From</u>	<u>Transfers To</u>	<u>Amount</u>	<u>Reason</u>
General Fund	Nonmajor Governmental Funds	\$ 286,071	Supplement operating grants
General Fund	Nonmajor Governmental Funds	126,455	Supplement capital projects
General Fund	Nonmajor Governmental Funds	25,165	Supplement operating deficits
General Fund	Nonmajor Enterprise Funds	195,116	Supplement capital projects
General Fund	Internal Service Funds	1,631,776	Purchase capital assets
Nonmajor Governmental Funds	Nonmajor Governmental Funds	1,081,645	Fund debt service payment
Nonmajor Governmental Funds	Internal Service Funds	339,395	Purchase capital assets
Water and Sewer Fund	General Fund	1,962,663	Administrative overhead
Water and Sewer Fund	Nonmajor Governmental Funds	159,100	Fund debt service payment
Water and Sewer Fund	Internal Service Funds	21,431	Purchase capital assets
Sanitation Fund	General Fund	1,013,746	Administrative overhead
Sanitation Fund	Internal Service Funds	2,607,589	Purchase capital assets
Nonmajor Enterprise Funds	Nonmajor Governmental Funds	407,763	Fund debt service payment
Internal Service Funds	General Fund	312,000	Administrative overhead
Internal Service Funds	Internal Service Funds	<u>20,879</u>	Purchase capital assets
	Total	<u><u>\$10,190,794</u></u>	

Balances due to and from other funds as of September 30, 2024 were as follows:

<u>Due To Fund</u>	<u>Due From Fund</u>	<u>Amount</u>	<u>Purpose</u>
General Fund	ARPA Fund	\$ 494,048	Short-term loan
General Fund	Nonmajor Governmental Funds	5,089,074	Short-term loan
General Fund	Nonmajor Enterprise Funds	3,691,163	Short-term loan
General Fund	Internal Service Funds	<u>462,283</u>	Short-term loan
	Total	<u><u>\$9,736,568</u></u>	

All amounts due are scheduled to be repaid within one year.

# CITY OF WICHITA FALLS, TEXAS

## NOTES TO THE FINANCIAL STATEMENTS (CONT'D.)

SEPTEMBER 30, 2024

### **Note 14 - CONDENSED FINANCIAL INFORMATION FOR DISCRETELY PRESENTED COMPONENT UNITS**

The City has five component units that are discretely presented in the City's basic financial statements. Condensed financial information for the year ended September 30, 2024 is as follows:

	Wichita Falls Economic Development Corporation	Wichita Falls 4B Sales Tax Corporation	Wichita Falls Reinvestment			Totals
			Zone #2	Zone #3	Zone #4	
<b>Condensed statement of net position:</b>						
Cash, investments and other						
current assets	\$25,317,149	\$15,283,994	\$4,013,773	\$1,346,785	\$1,489,295	\$47,450,996
Capital assets, net of accumulated						
depreciation	<u>9,862,319</u>	<u>16,943,889</u>	-	-	-	26,806,208
Total assets	<u>35,179,468</u>	<u>32,227,883</u>	<u>4,013,773</u>	<u>1,346,785</u>	<u>1,489,295</u>	<u>74,257,204</u>
Accounts payable and other						
current liabilities	123,312	( 28,852)	-	-	-	94,460
Long-term liabilities	<u>9,438,679</u>	<u>17,545,000</u>	-	-	-	26,983,679
Total liabilities	<u>9,561,991</u>	<u>17,516,148</u>	-	-	-	27,078,139
Net position	<u><u>\$25,617,477</u></u>	<u><u>\$14,711,735</u></u>	<u><u>\$4,013,773</u></u>	<u><u>\$1,346,785</u></u>	<u><u>\$1,489,295</u></u>	<u><u>\$47,179,065</u></u>
<b>Condensed statement of activities:</b>						
Expenses:						
Community development	<u>3,807,447</u>	<u>6,396,259</u>	<u>371,117</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$10,574,823</u>
Program revenues:						
Operating grants and contributions	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net program expense	<u>( 3,807,447)</u>	<u>( 6,396,259)</u>	<u>( 371,117)</u>	<u>-</u>	<u>-</u>	<u>(10,574,823)</u>
General revenues:						
Tax revenues	5,109,774	5,109,774	794,363	160,228	368,058	11,542,197
Non-tax general revenues	<u>1,397,302</u>	<u>1,188,772</u>	<u>91,693</u>	<u>83,087</u>	<u>20,184</u>	<u>2,781,038</u>
Total general revenues	<u>6,507,076</u>	<u>6,298,546</u>	<u>886,056</u>	<u>243,315</u>	<u>388,242</u>	<u>14,323,235</u>
Change in net position	2,699,629	(97,713)	514,939	243,315	388,242	3,748,412
Beginning net position	<u>22,917,848</u>	<u>14,809,448</u>	<u>3,498,834</u>	<u>1,103,470</u>	<u>1,101,053</u>	<u>43,430,653</u>
Ending net position	<u><u>\$25,617,477</u></u>	<u><u>\$14,711,735</u></u>	<u><u>\$4,013,773</u></u>	<u><u>\$1,346,785</u></u>	<u><u>\$1,489,295</u></u>	<u><u>\$47,179,065</u></u>

## CITY OF WICHITA FALLS, TEXAS

### NOTES TO THE FINANCIAL STATEMENTS (CONT'D.) SEPTEMBER 30, 2024

#### *Note 15 - TAX ABATEMENT AGREEMENTS*

The City has approved value limitation agreements with companies for a limitation on the appraised value of properties within the City pursuant to Chapter 312 of the Texas Tax Code, as amended, i.e., the Property Tax Abatement Act. Under these agreements, the City has agreed to abate varying amounts of property taxes levied on qualified improvements during the abatement period. These abatements may be granted to businesses that construct improvements within certain areas designated by the Mayor and City Council.

For the fiscal year ended September 30, 2024, the City abated property taxes totaling \$1,731,738 under this program and received payments in lieu of taxes totaling \$1,517,516.

#### *Note 16 - COMMITMENTS AND CONTINGENCIES*

##### Litigation

The City is a defendant in various lawsuits. In the opinion of the City's management, any unrecorded liabilities resulting from such suits will not materially affect the financial position of the City.

##### Contract Commitment with West Texas Utilities Company

In 1977, the City and Wichita County Water Improvement District Number 2 entered into a sixty-year contract with the West Texas Utilities Company (Company) and agreed to provide an adequate water supply for the Company's use in generating power upon completion of the Company's construction of a power plant adjacent to the Lake Kemp-Lake Diversion System.

The significant terms of the contract provide for standby charges to be paid to the City and the Wichita County Water Improvement District Number 2 in equal amounts. Minimum charges for the calendar year 1997 and all years thereafter until the end of contract will be \$500,000 per year.

For water actually consumed, the Company shall pay the City and Wichita County Water Improvement District Number 2 equally, at the base rate of \$0.23 per one thousand gallons, which is adjusted annually. The rate for the year ended September 30, 2024 was \$.404046 per one thousand gallons.

This contract can be terminated at any time by the Company. If the contract is terminated, the Company is required to make a maximum termination payment equal to the minimum charges which would have become due and payable during the following twenty-four month period.

In December 2021, this contract was assumed by Oklaunion Industrial Park, LLC.

## CITY OF WICHITA FALLS, TEXAS

### NOTES TO THE FINANCIAL STATEMENTS (CONT'D.) SEPTEMBER 30, 2024

#### *Note 16 - COMMITMENTS AND CONTINGENCIES (CONT'D.)*

##### Contract Commitments

At September 30, 2024, the City was committed to various contracts. The amounts for which the various funds are committed to complete these contracts are as follows:

General Fund	\$ 5,873,392
ARPA Fund	14,665,317
Nonmajor Governmental Funds	747,742
Water and Sewer Fund	3,301,830
Sanitation Fund	185,908
Nonmajor Enterprise Funds	<u>5,735,112</u>
 Total contract commitments - City	 <u>\$30,509,301</u>
 Total contract commitments – Component Units	 <u>\$854,161</u>

##### Federal and State Grants - Compliance Audits

The City participates in numerous Federal and State grants, on both a direct and state pass-through basis, as well as on a service-provider basis. Principal among these are Community Development Block Grants, Section 8 Housing Assistance, Home Investment Partnership Agreement Program, and numerous health-related grants.

In connection with these grants, the City is required to comply with specific terms and agreements as well as applicable Federal and State laws and regulations. Such compliance is subject to review and audit by the grantors and their representatives.

In the opinion of management, the City has complied with all requirements. However, since such programs are subject to future audit or review, the possibility of disallowed expenditures exists. In the event of any disallowance of claimed expenditures, the City expects the resulting liability to be immaterial.

#### *Note 17 - ERROR CORRECTION*

During the year ended September 30, 2024, the City discovered an error in the amounts reported as of September 30, 2023. Revenue in the amount of \$388,600 for a component unit was recorded in the Debt Service Fund. Beginning fund balance of Nonmajor Governmental Funds as well as the beginning net position of Governmental Activities was decreased by \$388,600 as a result of this correction. No correction was necessary in the component unit as a receivable had been recorded in that fund.

## **CITY OF WICHITA FALLS, TEXAS**

### **NOTES TO THE FINANCIAL STATEMENTS (CONT'D.)** **SEPTEMBER 30, 2024**

#### *Note 18 - NEW ACCOUNTING PRONOUNCEMENT*

GASB Statement No. 101, Compensated Absences, is effective for fiscal years beginning after December 15, 2023. The objective of GASB Statement No. 101 is to better meet the information needs of financial statement users by updating the recognition and measurement guidance for compensated absences. That objective will be achieved by aligning the recognition and measurement guidance under a unified model and by amending certain previously required disclosures. Though GASB Statement No. 101 will be effective for the fiscal year 2024-2025, the financial impact is not known at this time.

***REQUIRED SUPPLEMENTARY INFORMATION***

## CITY OF WICHITA FALLS, TEXAS

**REQUIRED SUPPLEMENTARY INFORMATION**  
**BUDGETARY COMPARISON SCHEDULE - GENERAL FUND**  
**FOR THE YEAR ENDED SEPTEMBER 30, 2024**

	Budgeted Amounts			Variance With Final Budget - Positive (Negative)
	Original	Final	Actual	
<b>Revenues:</b>				
Taxes	\$ 85,852,149	\$ 85,852,149	\$ 84,573,463	\$ (1,278,686)
Charges for services	3,215,258	3,215,258	3,248,734	33,476
Licenses and permits	2,071,200	2,071,200	1,861,123	(210,077)
Fines and forfeitures	2,940,400	2,940,400	3,284,620	344,220
Contributions	232,500	232,500	295,378	62,878
Miscellaneous revenue	3,746,686	3,746,686	5,767,967	2,021,281
<b>Total revenues</b>	<b>98,058,193</b>	<b>98,058,193</b>	<b>99,031,285</b>	<b>973,092</b>
<b>Expenditures:</b>				
<b>Current:</b>				
Administrative services	16,769,581	17,096,826	16,310,983	785,843
Police	32,682,147	32,682,147	31,376,078	1,306,069
Fire	21,559,718	21,565,568	21,460,539	105,029
Parks and recreation	7,896,334	7,902,719	7,170,632	732,087
Accounting/finance	1,254,743	1,306,794	1,165,466	141,328
Community development	2,831,697	2,832,696	2,602,408	230,288
Public works	6,552,117	6,567,417	6,420,334	147,083
Health	4,374,422	4,376,452	4,237,708	138,744
Traffic and transportation	2,227,701	2,227,701	2,043,032	184,669
<b>Capital outlay</b>	<b>6,317,223</b>	<b>10,650,378</b>	<b>5,078,296</b>	<b>5,572,082</b>
<b>Total expenditures</b>	<b>102,465,683</b>	<b>107,208,698</b>	<b>97,865,476</b>	<b>9,343,222</b>
<b>Excess of revenues over (under) expenditures</b>	<b>(4,407,490)</b>	<b>(9,150,505)</b>	<b>1,165,809</b>	<b>10,316,314</b>
<b>Other financing sources (uses):</b>				
Transfers in	5,380,216	5,380,216	3,288,409	(2,091,807)
Transfers out	(972,726)	(972,726)	(2,264,583)	(1,291,857)
<b>Total other financing sources (uses)</b>	<b>4,407,490</b>	<b>4,407,490</b>	<b>1,023,826</b>	<b>(3,383,664)</b>
<b>Excess of revenues and other sources over (under) expenditures and other uses</b>	<b>-</b>	<b>(4,743,015)</b>	<b>2,189,635</b>	<b>6,932,650</b>
<b>Fund balance - beginning</b>	<b>48,665,119</b>	<b>48,665,119</b>	<b>48,665,119</b>	<b>-</b>
<b>Fund balance - ending</b>	<b>\$ 48,665,119</b>	<b>\$ 43,922,104</b>	<b>\$ 50,854,754</b>	<b>\$ 6,932,650</b>

# CITY OF WICHITA FALLS, TEXAS

## REQUIRED SUPPLEMENTARY INFORMATION SCHEDULE OF CHANGES IN NET PENSION LIABILITY AND RELATED RATIOS TEXAS MUNICIPAL RETIREMENT SYSTEM

	2023	2022	2021	2020
<b>Total Pension Liability</b>				
Service cost	\$ 7,724,088	\$ 7,290,057	\$ 6,571,147	\$ 6,472,668
Interest on total pension liability	22,017,837	21,000,865	20,199,933	19,539,894
Changes of benefit terms	-	-	-	-
Difference between expected and actual experience	1,137,336	4,338,549	937,276	(1,175,031)
Changes of assumptions	(3,012,418)	-	-	-
Benefit payments/refunds of contributions	(18,544,887)	(17,015,598)	(15,388,693)	(14,828,151)
Net change in total pension liability	<u>9,321,956</u>	<u>15,613,873</u>	<u>12,319,663</u>	<u>10,009,380</u>
Total pension liability, beginning	331,600,570	315,986,697	303,667,034	293,657,654
Total pension liability, ending (a)	<u><u>\$ 340,922,526</u></u>	<u><u>\$ 331,600,570</u></u>	<u><u>\$ 315,986,697</u></u>	<u><u>\$ 303,667,034</u></u>
<b>Fiduciary Net Position</b>				
Contributions - employer	\$ 9,040,321	\$ 8,622,779	\$ 7,844,017	\$ 7,598,124
Contributions - employee	3,909,517	3,673,895	3,311,593	3,257,273
Net investment income	30,462,384	(21,100,627)	33,864,112	18,618,015
Benefit payments/refunds of contributions	(18,544,887)	(17,015,598)	(15,388,693)	(14,828,151)
Administrative expenses	(194,195)	(182,885)	(156,861)	(120,598)
Other	(1,356)	218,235	1,072	(4,705)
Net change in fiduciary net position	<u>24,671,784</u>	<u>(25,784,201)</u>	<u>29,475,240</u>	<u>14,519,958</u>
Fiduciary net position, beginning	263,743,301	289,527,502	260,052,262	245,532,304
Fiduciary net position, ending (b)	<u><u>\$ 288,415,085</u></u>	<u><u>\$ 263,743,301</u></u>	<u><u>\$ 289,527,502</u></u>	<u><u>\$ 260,052,262</u></u>
Net pension liability, ending = (a) - (b)	<u><u>\$ 52,507,441</u></u>	<u><u>\$ 67,857,269</u></u>	<u><u>\$ 26,459,195</u></u>	<u><u>\$ 43,614,772</u></u>
Fiduciary net position as a % of total pension liability	<u>84.60%</u>	<u>79.54%</u>	<u>91.63%</u>	<u>85.64%</u>
Covered payroll	\$ 55,850,239	\$ 52,484,212	\$ 47,308,476	\$ 46,532,477
Net pension liability as a % of covered payroll	<u>94.01%</u>	<u>129.29%</u>	<u>55.93%</u>	<u>93.73%</u>

2019	2018	2017	2016	2015	2014
\$ 6,447,967 18,913,918 12,613,317	\$ 4,990,566 17,400,438	\$ 4,917,413 16,873,140	\$ 2,466,531 16,126,720	\$ 4,697,339 16,093,246	\$ 4,098,031 15,665,423
(1,475,630) (26,378)	540,881	(1,117,057)	3,641,511	203,406 1,340,184	(2,042,671)
(14,368,878) 22,104,316	(13,335,060) 9,596,825	(12,461,447) 8,212,049	(12,342,806) 9,891,956	(12,073,025) 10,261,150	(11,744,340) 5,976,443
271,553,338 \$ 293,657,654	261,956,513 \$ 271,553,338	253,744,464 \$ 261,956,513	243,852,508 \$ 253,744,464	233,591,358 \$ 243,852,508	227,614,915 \$ 233,591,358
\$ 5,913,578 2,590,541 33,663,780	\$ 5,783,625 2,558,451 (6,883,878)	\$ 5,565,648 2,470,741 28,538,620	\$ 5,339,437 2,494,525 13,331,438	\$ 5,639,053 2,497,984 296,795	\$ 5,379,333 2,303,770 11,109,980
(14,368,878) (190,372) (5,719)	(13,335,060) (133,122) (6,955)	(12,461,447) (147,954) (7,498)	(12,342,806) (150,608) (8,114)	(12,073,025) (180,789) (8,931)	(11,744,340) (116,005) (9,538)
27,602,930 217,929,374 \$ 245,532,304	(12,016,939) 229,946,313 \$ 217,929,374	23,958,110 205,988,203 \$ 229,946,313	8,663,872 197,324,331 \$ 205,988,203	(3,828,913) 201,153,244 \$ 197,324,331	6,923,200 194,230,044 \$ 201,153,244
\$ 48,125,350	\$ 53,623,964	\$ 32,010,200	\$ 47,756,261	\$ 46,528,177	\$ 32,438,114
83.61%	80.25%	87.78%	81.18%	80.92%	86.11%
\$ 46,321,599	\$ 45,081,895	\$ 44,380,980	\$ 44,793,885	\$ 45,036,746	\$ 41,538,672
103.89%	118.95%	72.13%	106.61%	103.31%	78.09%

## **CITY OF WICHITA FALLS, TEXAS**

### **REQUIRED SUPPLEMENTARY INFORMATION SCHEDULE OF CONTRIBUTIONS TEXAS MUNICIPAL RETIREMENT SYSTEM**

	<u>2024</u>	<u>2023</u>	<u>2022</u>	<u>2021</u>
Actuarial determined contribution	\$ 9,713,387	\$ 8,844,724	\$ 8,805,755	\$ 7,624,424
Contributions in relation to the actuarially determined contribution	<u>(9,713,387)</u>	<u>(8,844,724)</u>	<u>(8,805,755)</u>	<u>(7,624,424)</u>
Contribution deficiency	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>
Covered payroll	\$ 59,147,881	\$ 54,472,026	\$ 53,500,680	\$ 46,206,994
Contributions as a percentage of covered payroll	<u>16.42%</u>	<u>16.24%</u>	<u>16.46%</u>	<u>16.50%</u>

**Valuation Date:**

Actuarially determined contribution rates are calculated as of December 31 and become effective 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	22 years (longest amortization ladder)
Asset Valuation Method	10 Year smoothed market; 12% soft corridor
Inflation	2.5%
Salary Increases	3.60% to 11.85% including inflation
Investment Rate of Return	6.75%
Retirement Age	Experience-based table of rates that vary by ages. Last updated for the 2023 valuation pursuant to an experience study of the period ending 2022.
Mortality	Post-retirement: 2019 Municipal Retirees of Texas Mortality Tables. Male rates are multiplied by 103% and female rates are multiplied by 105%. The rates are projected on a fully generational basis with scale MP-2021 (with immediate convergence). Pre-retirement: PUB(10) mortality tables, with 110% of the Public Safety table used for males and 100% of the General Employee table used for females. The rates are projected on a fully generational basis with scale MP-2021 (with immediate convergence).

**Other Information:**

There were no benefit changes during the year.

2020	2019	2018	2017	2016	2015
\$ 7,185,753	\$ 5,877,907	\$ 5,675,065	\$ 5,521,772	\$ 5,427,145	\$ 5,422,031
<u>(7,185,753)</u>	<u>(5,877,907)</u>	<u>(5,675,065)</u>	<u>(5,521,772)</u>	<u>(5,427,145)</u>	<u>(5,422,031)</u>
<u>\$ -</u>					
\$ 46,894,603	\$ 45,968,759	\$ 44,522,000	\$ 44,687,123	\$ 44,674,967	\$ 42,951,296
<u>15.32%</u>	<u>12.79%</u>	<u>12.75%</u>	<u>12.36%</u>	<u>12.15%</u>	<u>12.62%</u>

# CITY OF WICHITA FALLS, TEXAS

## REQUIRED SUPPLEMENTARY INFORMATION SCHEDULE OF CHANGES IN NET PENSION LIABILITY AND RELATED RATIOS WICHITA FALLS FIREMEN'S RELIEF AND RETIREMENT FUND

	2023	2022	2021	2020
<b>Total Pension Liability</b>				
Service cost	\$ 2,928,522	\$ 2,640,087	\$ 3,462,346	\$ 3,066,397
Interest on total pension liability	6,880,704	6,792,673	6,175,999	6,287,518
Changes of benefit terms	-	-	-	-
Difference between expected and actual experience	1,286,962	-	(2,700,656)	-
Changes of assumptions	(1,036,875)	2,195,408	(20,894,841)	8,631,596
Benefit payments/refunds of contributions	(6,317,093)	(6,006,806)	(6,535,299)	(5,901,298)
Net change in total pension liability	<u>3,742,220</u>	<u>5,621,362</u>	<u>(20,492,451)</u>	<u>12,084,213</u>
Total pension liability, beginning	123,099,731	117,478,369	137,970,820	125,886,607
Total pension liability, ending (a)	<u><u>\$ 126,841,951</u></u>	<u><u>\$ 123,099,731</u></u>	<u><u>\$ 117,478,369</u></u>	<u><u>\$ 137,970,820</u></u>
<b>Fiduciary Net Position</b>				
Contributions - employer	\$ 2,109,816	\$ 1,646,524	\$ 1,615,588	\$ 1,551,830
Contributions - employee	1,695,157	1,615,459	1,583,797	1,551,830
Net investment income	6,795,399	(8,438,527)	8,128,492	7,864,359
Benefit payments/refunds of contributions	(6,317,093)	(6,006,806)	(6,535,299)	(5,901,298)
Administrative expenses	(97,104)	(144,781)	(266,037)	(115,915)
Other	28,430	10,060	3,386	-
Net change in fiduciary net position	<u>4,214,605</u>	<u>(11,318,071)</u>	<u>4,529,927</u>	<u>4,950,806</u>
Fiduciary net position, beginning	51,040,616	62,358,687	57,828,760	52,877,954
Fiduciary net position, ending (b)	<u><u>\$ 55,255,221</u></u>	<u><u>\$ 51,040,616</u></u>	<u><u>\$ 62,358,687</u></u>	<u><u>\$ 57,828,760</u></u>
Net pension liability, ending = (a)-(b)	<u><u>\$ 71,586,730</u></u>	<u><u>\$ 72,059,115</u></u>	<u><u>\$ 55,119,682</u></u>	<u><u>\$ 80,142,060</u></u>
Fiduciary net position as a % of total pension liability	<u>43.56%</u>	<u>41.46%</u>	<u>53.08%</u>	<u>41.91%</u>
Covered payroll	\$ 13,039,659	\$ 12,426,596	\$ 12,183,054	\$ 11,937,154
Net pension liability (asset) as a % of covered payroll	<u>548.99%</u>	<u>579.88%</u>	<u>452.43%</u>	<u>671.37%</u>

2019	2018	2017	2016	2015	2014
\$ 2,916,767 6,110,936 -	\$ 3,073,858 5,899,445 (5,007,726)	\$ 2,859,969 5,728,347 -	\$ 1,560,472 5,827,804 -	\$ 1,493,672 5,298,361 7,781	\$ 1,447,068 5,537,931 -
(399,085) 3,933,059	- (1,453,521)	5,304,698 14,862,872	(2,151,748) 24,107,651	(1,542,023) -	(320,862) (423,984)
<u>(5,759,722)</u> <u>6,801,955</u>	<u>(5,292,918)</u> <u>(2,780,862)</u>	<u>(5,250,040)</u> <u>23,505,846</u>	<u>(4,543,166)</u> <u>24,801,013</u>	<u>(3,950,906)</u> <u>1,306,885</u>	<u>(3,616,549)</u> <u>2,623,604</u>
<u>119,084,652</u> <u>\$125,886,607</u>	<u>121,865,514</u> <u>\$119,084,652</u>	<u>98,359,668</u> <u>\$121,865,514</u>	<u>73,558,655</u> <u>\$ 98,359,668</u>	<u>72,251,770</u> <u>\$ 73,558,655</u>	<u>69,628,166</u> <u>\$ 72,251,770</u>
\$ 1,442,485 1,468,465 9,142,584	\$ 1,455,950 1,475,242 (2,225,595)	\$ 1,411,351 1,463,122 6,581,299	\$ 1,283,410 1,350,904 2,577,572	\$ 1,273,913 1,221,926 421,270	\$ 1,232,957 1,144,644 3,284,243
(5,759,722) (111,432) -	(5,292,918) (96,102) -	(5,250,040) (124,267) 347,490	(4,543,166) (115,843) 250	(3,950,906) (87,245) -	(3,616,549) (85,636) -
<u>6,182,380</u> <u>46,695,574</u> <u>\$ 52,877,954</u>	<u>(4,683,423)</u> <u>51,378,997</u> <u>\$ 46,695,574</u>	<u>4,428,955</u> <u>46,950,042</u> <u>\$ 51,378,997</u>	<u>553,127</u> <u>46,396,915</u> <u>\$ 46,950,042</u>	<u>(1,121,042)</u> <u>47,517,957</u> <u>\$ 46,396,915</u>	<u>1,959,659</u> <u>45,558,298</u> <u>\$ 47,517,957</u>
<u>\$ 73,008,653</u>	<u>\$ 72,389,078</u>	<u>\$ 70,486,517</u>	<u>\$ 51,409,626</u>	<u>\$ 27,161,740</u>	<u>\$ 24,733,813</u>
<u>42.00%</u>	<u>39.21%</u>	<u>42.16%</u>	<u>47.73%</u>	<u>63.07%</u>	<u>65.77%</u>
<u>\$ 11,295,885</u>	<u>\$ 11,348,015</u>	<u>\$ 11,254,785</u>	<u>\$ 10,391,569</u>	<u>\$ 10,182,717</u>	<u>\$ 9,520,903</u>
<u>646.33%</u>	<u>637.90%</u>	<u>626.28%</u>	<u>494.72%</u>	<u>266.74%</u>	<u>259.78%</u>

# CITY OF WICHITA FALLS, TEXAS

## REQUIRED SUPPLEMENTARY INFORMATION SCHEDULE OF CONTRIBUTIONS WICHITA FALLS FIREMEN'S RELIEF AND RETIREMENT FUND

	2024	2023	2022	2021
Actuarial determined contribution	\$ 2,245,965	\$ 2,004,905	\$ 1,633,202	\$ 1,587,003
Contributions in relation to the actuarially determined contribution	<u>(2,245,965)</u>	<u>(2,004,905)</u>	<u>(1,633,202)</u>	<u>(1,587,003)</u>
Contribution deficiency	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Covered payroll	\$ 13,670,605	\$ 12,917,098	\$ 12,326,052	\$ 12,039,888
Contributions as a percentage of covered payroll	<u>16.43%</u>	<u>15.52%</u>	<u>13.25%</u>	<u>13.18%</u>

**Valuation Date:** January 1, 2024

**Methods and Assumptions Used to Determine Contribution Rates:**

Actuarial Cost Method	Entry Age Normal
Amortization Method	Level Percentage of Compensation
Remaining Amortization Period	43.3 years (as of 1/1/2020 valuation)
Mortality	PubS-2010 (amount-weighted) tables
Retirement Age	Based upon tables dependent upon hire date, in conjunction with an actuarial study dated October 2017.
Retirement Election	Members eligible for the DROP are assumed to elect either straight service retirement benefits or the DROP, whichever is more valuable. Other members are assumed to receive straight service retirement benefits.
Termination Rates	Based upon service table, in conjunction with an actuarial experience study dated October 2017.
Disability Rates	Based upon member age, in conjunction with an actuarial experience study dated October 2017.
Interest Rate:	7.75% per year, compounded annually, net of expenses. This is supported by the asset allocation of the trust and the long-term expected return by asset class.
Salary Increases	Based upon service table, in conjunction with an actuarial experience study dated October 2017.

2020	2019	2018	2017	2016	2015
\$ 1,508,426	\$ 1,455,581	\$ 1,411,351	\$ 1,283,410	\$ 1,273,913	\$ 1,232,957
<u>(1,508,426)</u>	<u>(1,455,581)</u>	<u>(1,411,351)</u>	<u>(1,283,410)</u>	<u>(1,273,913)</u>	<u>(1,232,957)</u>
<u>\$ -</u>					
\$ 11,834,931	\$ 11,500,098	\$ 11,214,407	\$ 10,929,570	\$ 11,088,538	\$ 10,179,831
<u>12.75%</u>	<u>12.66%</u>	<u>12.59%</u>	<u>11.74%</u>	<u>11.49%</u>	<u>12.11%</u>

Payroll Growth 4.00% per year for amortization of the Unfunded Actuarial Accrued Liability. The assumed payroll growth was approved in conjunction with an actuarial study dated October 2017.

Marital Status: 100% of actives are assumed to be married at time of benefit commencement. Males are assumed to be two years older than their spouses.

Dependent Children: Each member is assumed to have two children. The first child is assumed to have been born when the member was 25. The second child is assumed to be two years younger. It is also assumed that benefits will be paid until each child reaches the age of 20.

Contribution Rates: Members - 13.00%  
City - 13.25%

Actuarial Asset Method: Fair Market Value

# CITY OF WICHITA FALLS, TEXAS

## REQUIRED SUPPLEMENTARY INFORMATION SCHEDULE OF CHANGES IN NET OPEB LIABILITY AND RELATED RATIOS CITY OF WICHITA FALLS RETIREE HEALTH CARE PLAN

	2023	2022
<b>Total OPEB Liability</b>		
Service cost	\$ 649,071	\$ 628,392
Interest on total OPEB liability	1,606,708	980,948
Changes of benefit terms	-	-
Difference between expected and actual experience	-	266,525
Changes of assumptions	-	(318,362)
Benefit payments/refunds of contributions	(1,906,024)	(2,158,526)
Net change in total OPEB liability	<u>349,755</u>	<u>(601,023)</u>
 Total OPEB liability, beginning	 24,107,022	 24,708,045
Total OPEB liability, ending (a)	<u><u>\$ 24,456,777</u></u>	<u><u>\$ 24,107,022</u></u>
 <b>Fiduciary Net Position</b>		
Contributions - employer	\$ 2,221,786	\$ 2,580,498
Contributions - employee	-	-
Net investment income	5,588,971	(1,558,642)
Benefit payments/refunds of contributions	(1,906,024)	(2,158,526)
Administrative expenses	-	-
Other	-	-
Net change in fiduciary net position	<u>5,904,733</u>	<u>(1,136,670)</u>
Fiduciary net position, beginning	<u>8,674,869</u>	<u>9,811,539</u>
Fiduciary net position, ending (b)	<u><u>\$ 14,579,602</u></u>	<u><u>\$ 8,674,869</u></u>
 Net OPEB liability / (asset), ending = (a) - (b)	 <u><u>\$ 9,877,175</u></u>	 <u><u>\$ 15,432,153</u></u>
Fiduciary net position as a % of total OPEB liability	<u><u>59.61%</u></u>	<u><u>35.98%</u></u>
 Covered payroll	 <u><u>\$ 64,344,926</u></u>	 <u><u>\$ 62,111,131</u></u>
Net OPEB liability (asset) as a % of covered payroll	<u><u>15.35%</u></u>	<u><u>24.85%</u></u>

This schedule is presented to illustrate the requirement to show information for 10 years. However, recalculations of prior years are not required, and if prior years are not reported in accordance with the standards of GASB 74/75, they should not be shown here. Therefore, we have shown only years for which the new GASB statements have been prepared.

2021	2020	2019	2018	2017
\$ 667,554	\$ 557,600	\$ 523,568	\$ 518,007	\$ 505,385
1,593,949	1,471,238	1,432,914	1,480,271	1,456,410
-	-	-	-	-
-	678,603	-	(705,047)	-
-	733,999	281,546	765,976	-
(1,667,492)	(1,689,454)	(1,685,098)	(1,679,932)	(1,584,144)
594,011	1,751,986	552,930	379,275	377,651
<u>24,114,034</u>	<u>22,362,048</u>	<u>21,809,118</u>	<u>21,429,843</u>	<u>21,052,192</u>
<u><u>\$ 24,708,045</u></u>	<u><u>\$ 24,114,034</u></u>	<u><u>\$ 22,362,048</u></u>	<u><u>\$ 21,809,118</u></u>	<u><u>\$ 21,429,843</u></u>
 \$ 2,059,484	 \$ 2,051,116	 \$ 2,214,088	 \$ 2,260,421	 \$ 2,029,653
1,459,619	1,022,243	1,204,836	(374,667)	737,181
(1,667,492)	(1,689,454)	(1,685,098)	(1,679,932)	(1,584,144)
-	-	-	(1,202)	(4,171)
-	-	(344,259)	-	-
1,851,611	1,383,905	1,389,567	204,620	1,178,519
7,959,928	6,576,023	5,186,456	4,981,836	3,803,317
<u>\$ 9,811,539</u>	<u>\$ 7,959,928</u>	<u>\$ 6,576,023</u>	<u>\$ 5,186,456</u>	<u>\$ 4,981,836</u>
<u><u>\$ 14,896,506</u></u>	<u><u>\$ 16,154,106</u></u>	<u><u>\$ 15,786,025</u></u>	<u><u>\$ 16,622,662</u></u>	<u><u>\$ 16,448,007</u></u>
<u><u>39.71%</u></u>	<u><u>33.01%</u></u>	<u><u>29.41%</u></u>	<u><u>23.78%</u></u>	<u><u>23.25%</u></u>
<u><u>\$ 63,620,585</u></u>	<u><u>\$ 59,760,545</u></u>	<u><u>\$ 58,259,148</u></u>	<u><u>\$ 57,044,011</u></u>	<u><u>\$ 55,647,372</u></u>
<u><u>23.41%</u></u>	<u><u>27.03%</u></u>	<u><u>27.10%</u></u>	<u><u>29.14%</u></u>	<u><u>29.56%</u></u>

# CITY OF WICHITA FALLS, TEXAS

## REQUIRED SUPPLEMENTARY INFORMATION SCHEDULE OF CONTRIBUTIONS CITY OF WICHITA FALLS RETIREE HEALTH CARE PLAN

	2024	2023	2022
Actuarial determined contribution	\$ 3,011,353	\$ 2,765,123	\$ 2,196,691
Contributions in relation to the actuarially determined contribution	<u>(2,221,786)</u>	<u>(2,580,498)</u>	<u>(2,292,372)</u>
Contribution deficiency (excess)	<u><u>\$ 789,567</u></u>	<u><u>\$ 184,625</u></u>	<u><u>\$ (95,681)</u></u>
Covered payroll	\$ 64,344,926	\$ 62,111,131	\$ 59,568,372
Contributions as a percentage of covered payroll	<u><u>3.45%</u></u>	<u><u>4.15%</u></u>	<u><u>3.85%</u></u>

**Valuation Date:** December 31, 2022

**Methods and Assumptions Used to Determine Contribution Rates:**

Actuarial Cost Method	Entry age, level percentage of salary
Amortization Method	Level dollar
Remaining Amortization Period	10 years; closed
Asset Valuation	Market Value
Investment Rate of Return	6.75%, net of investment expenses, including inflation
Inflation	2.25%
Salary Increases	2.75%
Payroll Growth	3.00%
Demographic Assumptions	TMRS: Based on the experience study covering the four-year period ending December 31, 2014 as conducted for the TMRS. Fire: Based on the January 1, 2018 valuation for the Wichita Falls Firemen's Relief and Retirement Fund.

2021	2020	2019	2018
\$ 2,125,861	\$ 2,198,413	\$ 2,134,381	\$ 2,072,215
<u>(1,966,977)</u>	<u>(2,153,169)</u>	<u>(2,453,913)</u>	<u>(2,072,215)</u>
<u>\$ 158,884</u>	<u>\$ 45,244</u>	<u>\$ (319,532)</u>	<u>\$ -</u>
\$ 54,420,074	\$ 55,361,994	\$ 58,359,009	\$ 55,042,215
<u>3.61%</u>	<u>3.89%</u>	<u>4.20%</u>	<u>3.76%</u>

**Mortality** The actuarial valuation used the PUB-2010 sex distinct headcount weighted mortality tables with generational mortality improvement scale MP-2021.

**Participation Rates** 45% of participants are assumed to elect coverage if they retire at the age of 49 or older.

**Healthcare Cost Trend Rates** Initial rate of 6.51% declining to ultimate rates of 4.14% in the year 2043

**Other Information:**

There were no benefit changes during the year.

## CITY OF WICHITA FALLS, TEXAS

### NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION SEPTEMBER 30, 2024

#### Budgetary Information

##### *General Fund*

Demonstrating compliance with the adopted budget is an important component of a government's accountability to the public. Many citizens participate in the process of establishing the annual operating budgets of state and local governments, and have a keen interest in following the actual financial progress of their governments over the course of the year. The City and many other governments revise their original budgets over the course of the year for a variety of reasons. Under the new reporting model, governments will continue to provide budgetary comparison information in their annual reports. An important change, however, is a requirement to add the government's original budget to the current comparison of final budget and actual results.

The City adheres to the following procedures in establishing the operating budget reflected in the basic financial statements:

On or before August 15 of each year, the City Manager submits to the City Council a proposed budget for the fiscal year beginning the following October 1. The operating budget includes proposed expenditures and the means of financing them. Public hearings are conducted. The budget is legally enacted by the City Council through passage of appropriation and tax levying ordinances prior to September 30 and is published under a separate cover.

An annual budget, including debt service requirements, is legally adopted for the General Fund on a basis which is consistent with generally accepted accounting principles.

The City Council must approve any transfer of appropriation balances or portions thereof from one department to another. The City Manager has the authority, without City Council approval, to transfer appropriation balances from one expenditure account to another within a single department of the City. Supplemental appropriations of \$4,743,015 were approved by the City Council. The reported budgetary data includes amendments made during the year.

At the close of each fiscal year, any unencumbered appropriated balance lapses to the unreserved fund balance.

##### *ARPA Fund*

A budget is not legally required for the ARPA Fund; therefore, a budgetary comparison schedule is not presented for that fund.

#### Texas Municipal Retirement System

##### *Changes of benefit terms:*

For measurement date 12/31/2019, amounts reported as changes of benefit terms resulted from the City adopting a 7% employee contribution rate for all employees.

## CITY OF WICHITA FALLS, TEXAS

### NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION (CONT'D.) SEPTEMBER 30, 2024

#### Wichita Falls Firemen's Relief and Retirement Fund

##### *Changes of benefit terms:*

For measurement date 12/31/2018, amounts reported as changes of benefit terms resulted from the following benefit amendments that were implemented into the Fund for all active participants:

- A maximum accrued benefit cap of \$100,000 per year
- The average final compensation period was increased from 3 years to 5 years
- The normal form of annuity payments was amended from a 66-2/3% Joint & Survivor Annuity to a Life Annuity

Effective April 20, 2016, there have been multiple changes in benefits, as follows:

- The member contribution rate was increased from 12% to 13% of salary for all members.
- All future new entrants will accrue benefits under a "Tier 2" benefit structure.

##### *Changes of assumptions:*

For purposes of determining the GASB discount rate at the 12/31/2019 measurement date, a depletion date projection as of that date was performed. The results of this projection showed a single discount rate of 4.99%. The discount rate was decreased from 5.13% to 4.99%.

For purposes of determining the GASB discount rate at the 12/31/2018 measurement date, a depletion date projection as of that date was performed. The results of this projection showed a single discount rate of 5.13%. The discount rate was increased from 5.03% to 5.13%.

For purposes of determining the GASB discount rate at the 12/31/2017 measurement date, a depletion date projection as of that date was performed. The results of this projection showed a single discount rate of 5.03%. The discount rate was decreased from 5.81% to 5.03%.

As a result of an actuarial experience study dated October 6, 2017, the following assumption changes were approved by the Board of Trustees:

- The investment return assumption was lowered from 8.00% to 7.75% per year, net of all expenses.
- The assumed rates of salary increases were amended.
- The assumed rates of retirement were amended.
- The assumed rates of withdrawal were amended.
- The assumed rates of disablement were amended.

For purposes of determining the GASB discount rate at the 12/31/2016 measurement date, a depletion date projection as of that date was performed. The results of this projection showed a single discount rate of 5.81%. The discount rate was decreased from 8.00% to 5.81%.

## ***COMBINING FINANCIAL STATEMENTS***

## **Nonmajor Governmental Funds**

### **Special Revenue Funds**

The special revenue funds are used to account for the proceeds from specific revenue sources (other than for major capital projects or proprietary funds) that are either legally restricted to be expended for specified purposes or have revenue sources committed for specific purposes.

#### Community Development Block Grant Fund

The Community Development Block Grant Fund accounts for federal block grant revenues and related expenditures.

#### Section 8 Housing Fund

The Section 8 Housing Fund accounts for federal funds received to subsidize rents and housing payments for lower income families within the City.

#### Home Investment Partnership Agreement Fund

The Home Investment Partnership Agreement Fund accounts for federal funds received to provide home ownership opportunities to low income, first-time homebuyers through the acquisition, rehabilitation and resale of single-family dwellings that are currently owned by governmental agencies.

#### MPEC/Hotel/Motel Tax Fund

The MPEC/Hotel/Motel Tax Fund accounts for revenues derived from an occupancy tax which is expended on programs promoting the growth of the City of Wichita Falls. These funds are used to support the City's Multi-Purpose Events Center.

#### Hotel/Motel Venue Tax Fund

The Hotel/Motel Venue Tax Fund accounts for revenues derived from an additional occupancy tax which is expended on projects classified as a venue such as an arena, coliseum, stadium, or other facilities.

#### Airport Improvement Grant Fund

The Airport Improvement Grant Fund is used to account for improvements made to the City's Regional Airport that are funded by state and federal grants.

#### Golf Fund

The Golf Fund accounts for the activities at the Weeks Park Golf Course.

#### Miscellaneous Special Revenue Fund

The Miscellaneous Special Revenue Fund accounts for various revenues generated in the form of contributions, fees, concessions, rents and other charges and their related expenditures. This fund also includes revenues derived from various grants for health and police programs. The revenues in this fund are expended to support the activity generating the revenue or as designated by the contributor. This fund is not required to have a legally adopted budget; therefore, no budgetary comparison schedule is presented.

## **Debt Service Funds**

### Debt Service Fund

The Debt Service Fund is established by ordinances authorizing the issuance of general obligation bonds to provide for the payment of bond principal and interest. An ad valorem tax rate and tax levy are required to be computed and levied which will be sufficient to produce the funds required to pay principal and interest as they come due. This fund is also used to provide for the payment of paying agent fees.

### Excess Sales Tax Fund

The Excess Sales Tax Fund is used to account for and administer the excess sales tax collected related to the property reduction tax. This fund is not required to have a legally adopted budget; therefore, no budgetary comparison schedule is presented.

## **Capital Projects Funds**

The capital projects funds are used to account for financial resources to be used for the acquisition or construction of major capital facilities, other than those financed by federal grants or proprietary funds.

### 2018-A Bond Projects

This fund was established to account for the proceeds of the Series 2018-A General Obligation Bonds that were issued for the purpose of street improvements within the City.

### Venue Tax Bond Projects

This fund was established to account for projects financed by the Venue Tax Revenue Bonds, Series 2021. These funds are to be used to make renovations to the Multi-Purpose Events Center and Memorial Auditorium.

### Miscellaneous Capital Projects Funds

This fund is an accumulation of several projects that have been undertaken over the years including library renovations, street improvements and drainage improvements.

## **Permanent Fund**

The permanent fund is used to account for principal trust amounts received and related interest income. The interest earnings of this fund may be used for maintenance of the City's cemeteries.

**CITY OF WICHITA FALLS, TEXAS**

**COMBINING BALANCE SHEET  
NONMAJOR GOVERNMENTAL FUNDS  
SEPTEMBER 30, 2024**

	Community Development Block Grant	Section 8 Housing	Home Investment Partnership Agreement	Special Revenue		
				MPEC/ Hotel/ Motel Tax	Hotel/ Motel Venue Tax	Airport Improvement Grant
<b>ASSETS</b>						
Cash and cash equivalents	\$ 324,993	\$ 2,784,821	\$ 172,258	\$ 1,136,489	\$ 1,484,069	\$ 322,700
Receivables:						
Taxes and assessments	-	-	-	176,190	50,344	-
Government agencies	1,350,818	(24,943)	2,164,894	-	-	1,262,174
Other	8,455	-	-	543,567	-	-
Inventory	-	-	-	34,422	-	-
Prepaid items	-	-	-	-	-	-
Other assets	-	-	-	17,320	-	-
<b>Total assets</b>	<b>\$ 1,684,266</b>	<b>\$ 2,759,878</b>	<b>\$ 2,337,152</b>	<b>\$ 1,907,988</b>	<b>\$ 1,534,413</b>	<b>\$ 1,584,874</b>
<b>LIABILITIES AND FUND BALANCE</b>						
Liabilities						
Accounts payable - trade	\$ 18,132	\$ 353	\$ -	\$ 78,518	\$ -	\$ 34,727
Accrued payroll	6,455	8,889	594	44,743	-	-
Payable to other City funds	381,343	-	-	1,192,612	-	1,767,763
Payable to government agencies	-	72,460	20,000	(4,587)	-	-
Other liabilities	2,725	(29,855)	24,744	239,811	-	5,613
Unearned revenue	-	-	-	63,089	-	-
<b>Total liabilities</b>	<b>408,655</b>	<b>51,847</b>	<b>45,338</b>	<b>1,614,186</b>	<b>-</b>	<b>1,808,103</b>
Deferred inflows of resources						
Unavailable revenues	-	-	-	-	-	-
Fund balance:						
Nonspendable:						
Inventory and prepaid items	-	-	-	34,422	-	-
Permanent fund principal	-	-	-	-	-	-
Restricted for:						
Debt service	-	-	-	-	-	-
Capital projects	-	-	-	-	-	-
Federal and state grant programs	1,275,611	2,708,031	2,291,814	-	-	-
Tourism	-	-	-	259,380	1,534,413	-
Committed for:						
Local projects	-	-	-	-	-	-
Unassigned	-	-	-	-	-	(223,229)
<b>Total fund balance</b>	<b>1,275,611</b>	<b>2,708,031</b>	<b>2,291,814</b>	<b>293,802</b>	<b>1,534,413</b>	<b>(223,229)</b>
<b>Total liabilities, deferred inflows of resources and fund balances</b>	<b>\$ 1,684,266</b>	<b>\$ 2,759,878</b>	<b>\$ 2,337,152</b>	<b>\$ 1,907,988</b>	<b>\$ 1,534,413</b>	<b>\$ 1,584,874</b>

Golf Fund	Miscellaneous Special Revenue	Debt Service		Capital Projects			Permanent Fund		Total Nonmajor Governmental Funds
		Debt Service	Excess Sales Tax	2018-A Bond Projects	Venue Tax Bond Projects	Miscellaneous Capital Projects	Perpetual Care		
\$ 146,876	\$ 4,424,860	\$ 1,270,282	\$ 435,580	\$ 2,422,097	\$ 142,830	\$ 785,371	\$ 2,163,297		\$ 18,016,523
-	-	53,519	-	-	-	-	-		280,053
-	1,025,036	23,530	-	-	-	-	-		5,801,509
(70,652)	30,809	-	-	-	-	-	-		512,179
-	-	-	-	-	-	-	-		34,422
3,641	-	676,900	-	-	-	-	-		680,541
9,871	3,000	-	-	-	-	-	-		30,191
<b>\$ 89,736</b>	<b>\$ 5,483,705</b>	<b>\$ 2,024,231</b>	<b>\$ 435,580</b>	<b>\$ 2,422,097</b>	<b>\$ 142,830</b>	<b>\$ 785,371</b>	<b>\$ 2,163,297</b>		<b>\$ 25,355,418</b>
\$ 99,281	\$ 52,321	\$ -	\$ -	\$ (29,535)	\$ -	\$ -	\$ -		\$ 253,797
-	71,100	-	-	-	-	-	-		131,781
-	1,749,981	-	-	-	-	(2,625)	-		5,089,074
-	2,302	-	-	-	-	-	-		90,175
682	97,978	-	-	(2,083)	-	58,662	-		398,277
-	37,236	-	-	-	-	-	-		100,325
<b>99,963</b>	<b>2,010,918</b>	<b>-</b>	<b>-</b>	<b>(31,618)</b>	<b>-</b>	<b>56,037</b>	<b>-</b>		<b>6,063,429</b>
-	-	<b>70,059</b>	-	-	-	-	-		<b>70,059</b>
-	-	676,900	-	-	-	-	-		711,322
-	-	-	-	-	-	-	<b>2,163,297</b>		<b>2,163,297</b>
-	-	1,277,272	435,580	-	-	-	-		1,712,852
-	-	-	-	2,453,715	142,830	729,334	-		3,325,879
-	-	-	-	-	-	-	-		6,275,456
-	-	-	-	-	-	-	-		1,793,793
-	3,472,787	-	-	-	-	-	-		3,472,787
(10,227)	-	-	-	-	-	-	-		(233,456)
<b>(10,227)</b>	<b>3,472,787</b>	<b>1,954,172</b>	<b>435,580</b>	<b>2,453,715</b>	<b>142,830</b>	<b>729,334</b>	<b>2,163,297</b>		<b>19,221,930</b>
<b>\$ 89,736</b>	<b>\$ 5,483,705</b>	<b>\$ 2,024,231</b>	<b>\$ 435,580</b>	<b>\$ 2,422,097</b>	<b>\$ 142,830</b>	<b>\$ 785,371</b>	<b>\$ 2,163,297</b>		<b>\$ 25,355,418</b>

**CITY OF WICHITA FALLS, TEXAS**

**COMBINING STATEMENT OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCES - NONMAJOR GOVERNMENTAL FUNDS  
FOR THE YEAR ENDED SEPTEMBER 30, 2024**

	Special Revenue					
	Community Development Block Grant	Section 8 Housing	Home Investment Partnership Agreement	MPEC/ Hotel/ Motel Tax	Hotel/ Motel Venue Tax	Airport Improvement Grant
<b>Revenues:</b>						
Taxes	\$ -	\$ -	\$ -	\$ 2,321,697	\$ 690,534	\$ -
Charges for services	15,518	-	-	952	7,655	-
Fines and forfeitures	-	-	-	-	-	-
Intergovernmental revenue	1,220,974	5,490,179	459,482	-	-	1,470,179
Contributions	-	-	-	35,000	-	-
Miscellaneous revenue	15,877	235,413	1,100	2,101,053	-	-
<b>Total revenues</b>	<b>1,252,369</b>	<b>5,725,592</b>	<b>460,582</b>	<b>4,458,702</b>	<b>698,189</b>	<b>1,470,179</b>
<b>Expenditures:</b>						
Current:						
Administrative services	185,327	-	-	53,763	-	-
Police	-	-	-	-	-	-
Fire	-	-	-	-	-	-
Parks and recreation	335	-	-	-	-	-
Accounting/finance	-	-	-	-	-	-
Community development	791,208	5,228,037	115,657	-	-	-
Public works	-	-	-	-	-	-
Health	-	-	-	-	-	-
Traffic and transportation	16,000	-	-	-	-	470,179
Multi-Purpose Events Center	-	-	-	4,462,383	-	-
Capital outlay	-	-	-	81,655	-	-
Debt service:						
Principal retirement	-	-	-	-	55,000	-
Interest and paying agent fees	-	-	-	-	101,400	-
<b>Total expenditures</b>	<b>992,870</b>	<b>5,228,037</b>	<b>115,657</b>	<b>4,597,801</b>	<b>156,400</b>	<b>470,179</b>
Excess of revenues over (under) expenditures	259,499	497,555	344,925	(139,099)	541,789	1,000,000
<b>Other financing sources (uses):</b>						
Issuance of subscription liabilities	-	-	-	73,405	-	-
Transfers in	-	-	-	126,455	-	-
Transfers out	-	-	-	(60,761)	-	(1,081,644)
<b>Total other financing sources (uses)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>139,099</b>	<b>-</b>	<b>(1,081,644)</b>
Net change in fund balance	259,499	497,555	344,925	-	541,789	(81,644)
Fund balance - beginning, as previously reported	1,016,112	2,210,476	1,946,889	293,802	992,624	(141,585)
Restatement for correction of an error	-	-	-	-	-	-
Fund balance - beginning, as restated	1,016,112	2,210,476	1,946,889	293,802	992,624	(141,585)
Fund balance - ending	<b>\$ 1,275,611</b>	<b>\$ 2,708,031</b>	<b>\$ 2,291,814</b>	<b>\$ 293,802</b>	<b>\$ 1,534,413</b>	<b>\$ (223,229)</b>

Golf Fund	Miscellaneous Special Revenue	Debt Service		Capital Projects			Permanent Fund		Total Nonmajor Governmental Funds
		Debt Service	Excess Sales Tax	2018-A Bond Projects	Venue Tax Bond Projects	Miscellaneous Capital Projects	Perpetual Care		
\$ -	\$ -	\$ 2,075,715	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 5,087,946
700,818	80,435	-	-	-	-	-	-	-	805,378
-	278,246	-	-	-	-	-	-	-	278,246
-	4,211,261	-	-	-	-	-	-	-	12,852,075
-	982,596	1,581,012	-	-	-	-	-	-	2,598,608
535,495	539,970	230,437	16	188,701	142,830	46,314	273,658	4,310,864	
<b>1,236,313</b>	<b>6,092,508</b>	<b>3,887,164</b>	<b>16</b>	<b>188,701</b>	<b>142,830</b>	<b>46,314</b>	<b>273,658</b>	<b>4,310,864</b>	<b>25,933,117</b>
1,261,477	206,613	-	-	-	-	-	-	-	1,707,180
-	553,089	-	-	-	-	-	-	-	553,089
-	586,432	-	-	-	-	-	-	-	586,432
-	21,691	-	-	-	-	-	-	-	22,026
-	20,412	6,000	-	-	-	-	-	-	26,412
-	364	-	-	-	-	-	-	-	6,135,266
-	13,037	-	-	-	-	-	-	-	13,037
-	3,510,079	-	-	-	-	-	-	-	3,510,079
-	833,956	-	-	-	-	-	-	-	1,320,135
-	-	-	-	-	-	-	-	-	4,462,383
-	-	-	-	-	-	-	-	-	81,655
-	-	3,811,606	-	-	-	-	-	-	3,866,606
-	-	1,303,949	-	-	-	-	-	-	1,405,349
<b>1,261,477</b>	<b>5,745,673</b>	<b>5,121,555</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>23,689,649</b>
(25,164)	346,835	(1,234,391)	16	188,701	142,830	46,314	273,658	2,243,468	
-	-	-	-	-	-	-	-	-	73,405
25,165	286,072	1,648,507	-	-	-	-	-	-	2,086,199
-	(278,635)	-	-	-	-	-	-	-	(1,421,040)
<b>25,165</b>	<b>7,437</b>	<b>1,648,507</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>738,564</b>
1	354,272	414,116	16	188,701	142,830	46,314	273,658	2,982,032	
(10,228)	3,118,515	1,928,656	435,564	2,265,014	-	683,020	1,889,639	16,628,498	
-	(388,600)	-	-	-	-	-	-	(388,600)	
<b>(10,228)</b>	<b>3,118,515</b>	<b>1,540,056</b>	<b>435,564</b>	<b>2,265,014</b>	<b>-</b>	<b>683,020</b>	<b>1,889,639</b>	<b>16,239,898</b>	
<b>\$ (10,227)</b>	<b>\$ 3,472,787</b>	<b>\$ 1,954,172</b>	<b>\$ 435,580</b>	<b>\$ 2,453,715</b>	<b>\$ 142,830</b>	<b>\$ 729,334</b>	<b>\$ 2,163,297</b>	<b>\$ 19,221,930</b>	

## CITY OF WICHITA FALLS, TEXAS

BUDGETARY COMPARISON SCHEDULE - COMMUNITY DEVELOPMENT BLOCK GRANT FUND  
FOR THE YEAR ENDED SEPTEMBER 30, 2024

	Budgeted Amounts			Variance With Final Budget - Positive (Negative)
	Original	Final	Actual	
<b>Revenues:</b>				
Charges for services	\$ -	\$ -	\$ 15,518	\$ 15,518
Intergovernmental revenue	1,438,808	1,438,808	1,220,974	(217,834)
Miscellaneous revenue	-	-	15,877	15,877
<b>Total revenues</b>	<b>1,438,808</b>	<b>1,438,808</b>	<b>1,252,369</b>	<b>(186,439)</b>
<b>Expenditures:</b>				
Administrative services	128,202	193,202	185,327	7,875
Parks and recreation	237,634	237,634	335	237,299
Community development	1,056,972	1,056,972	791,208	265,764
Traffic and transportation	16,000	16,000	16,000	-
Capital outlay	-	-	-	-
<b>Total expenditures</b>	<b>1,438,808</b>	<b>1,503,808</b>	<b>992,870</b>	<b>510,938</b>
Excess of revenues over (under) expenditures	-	(65,000)	259,499	324,499
<b>Fund balance - beginning</b>	<b>1,016,112</b>	<b>1,016,112</b>	<b>1,016,112</b>	<b>-</b>
<b>Fund balance - ending</b>	<b>\$ 1,016,112</b>	<b>\$ 951,112</b>	<b>\$ 1,275,611</b>	<b>\$ 324,499</b>

**CITY OF WICHITA FALLS, TEXAS****BUDGETARY COMPARISON SCHEDULE - SECTION 8 HOUSING FUND  
FOR THE YEAR ENDED SEPTEMBER 30, 2024**

	Budgeted Amounts			Variance With Final Budget - Positive (Negative)
	Original	Final	Actual	
<b>Revenues:</b>				
Intergovernmental revenue	\$ 4,110,448	\$ 4,110,448	\$ 5,490,179	\$ 1,379,731
Miscellaneous revenue	190,356	190,356	235,413	45,057
Total revenues	<u>4,300,804</u>	<u>4,300,804</u>	<u>5,725,592</u>	<u>1,424,788</u>
<b>Expenditures:</b>				
Community development	4,300,804	4,300,804	5,228,037	(927,233)
Total expenditures	<u>4,300,804</u>	<u>4,300,804</u>	<u>5,228,037</u>	<u>(927,233)</u>
Excess of revenues over (under) expenditures	-	-	497,555	497,555
Fund balance - beginning	<u>2,210,476</u>	<u>2,210,476</u>	<u>2,210,476</u>	-
Fund balance - ending	<u>\$ 2,210,476</u>	<u>\$ 2,210,476</u>	<u>\$ 2,708,031</u>	<u>\$ 497,555</u>

## CITY OF WICHITA FALLS, TEXAS

BUDGETARY COMPARISON SCHEDULE - HOME INVESTMENT PARTNERSHIP AGREEMENT FUND  
FOR THE YEAR ENDED SEPTEMBER 30, 2024

	Budgeted Amounts			Variance With Final Budget - Positive (Negative)
	Original	Final	Actual	
Revenues:				
Intergovernmental revenue	\$ 461,557	\$ 461,557	\$ 459,482	\$ (2,075)
Miscellaneous revenue	-	-	1,100	1,100
Total revenues	<u>461,557</u>	<u>461,557</u>	<u>460,582</u>	<u>(975)</u>
Expenditures:				
Community development	<u>461,557</u>	<u>461,557</u>	<u>115,657</u>	<u>345,900</u>
Total expenditures	<u>461,557</u>	<u>461,557</u>	<u>115,657</u>	<u>345,900</u>
Excess of revenues over (under) expenditures	-	-	344,925	344,925
Fund balance - beginning	<u>1,946,889</u>	<u>1,946,889</u>	<u>1,946,889</u>	<u>-</u>
Fund balance - ending	<u>\$ 1,946,889</u>	<u>\$ 1,946,889</u>	<u>\$ 2,291,814</u>	<u>\$ 344,925</u>

## CITY OF WICHITA FALLS, TEXAS

BUDGETARY COMPARISON SCHEDULE - MPEC/HOTEL/MOTEL TAX FUND  
FOR THE YEAR ENDED SEPTEMBER 30, 2024

	Budgeted Amounts			Variance With Final Budget - Positive (Negative)
	Original	Final	Actual	
Revenues:				
Taxes	\$ 2,305,000	\$ 2,305,000	\$ 2,321,697	\$ 16,697
Charges for services	-	-	952	952
Contributions	35,000	35,000	35,000	-
Miscellaneous revenue	1,896,000	1,896,000	2,101,053	205,053
Total revenues	<u>4,236,000</u>	<u>4,236,000</u>	<u>4,458,702</u>	<u>222,702</u>
Expenditures:				
Administrative services	56,000	56,000	53,763	2,237
Multi-Purpose Events Center	4,680,000	4,680,000	4,462,383	217,617
Capital outlay	-	121,596	81,655	39,941
Total expenditures	<u>4,736,000</u>	<u>4,857,596</u>	<u>4,597,801</u>	<u>259,795</u>
Excess of revenues over (under) expenditures	<u>(500,000)</u>	<u>(621,596)</u>	<u>(139,099)</u>	<u>482,497</u>
Other financing sources (uses):				
Issuance of subscription liabilities	-	-	73,405	73,405
Transfers in	500,000	500,000	126,455	(373,545)
Transfers out	-	-	(60,761)	(60,761)
Total other financing sources (uses)	<u>500,000</u>	<u>500,000</u>	<u>139,099</u>	<u>(360,901)</u>
Excess of revenues and other sources over (under) expenditures and other uses	-	(121,596)	-	121,596
Fund balance - beginning	<u>293,802</u>	<u>293,802</u>	<u>293,802</u>	<u>-</u>
Fund balance - ending	<u>\$ 293,802</u>	<u>\$ 172,206</u>	<u>\$ 293,802</u>	<u>\$ 121,596</u>

## CITY OF WICHITA FALLS, TEXAS

BUDGETARY COMPARISON SCHEDULE - HOTEL/MOTEL VENUE TAX FUND  
FOR THE YEAR ENDED SEPTEMBER 30, 2024

	Budgeted Amounts			Variance With Final Budget - Positive (Negative)
	Original	Final	Actual	
Revenues:				
Taxes	\$ 600,000	\$ 600,000	\$ 690,534	\$ 90,534
Charges for services	-	-	7,655	7,655
Total revenues	<u>600,000</u>	<u>600,000</u>	<u>698,189</u>	<u>98,189</u>
Expenditures:				
Capital outlay	600,000	600,000	-	600,000
Debt service:				
Principal retirement	-	-	55,000	(55,000)
Interest and paying agent fees	-	-	101,400	(101,400)
Total expenditures	<u>600,000</u>	<u>600,000</u>	<u>156,400</u>	<u>443,600</u>
Excess of revenues over (under) expenditures	-	-	541,789	541,789
Fund balance - beginning	<u>992,624</u>	<u>992,624</u>	<u>992,624</u>	<u>-</u>
Fund balance - ending	<u>\$ 992,624</u>	<u>\$ 992,624</u>	<u>\$ 1,534,413</u>	<u>\$ 541,789</u>

**CITY OF WICHITA FALLS, TEXAS****BUDGETARY COMPARISON SCHEDULE - GOLF FUND  
FOR THE YEAR ENDED SEPTEMBER 30, 2024**

	Budgeted Amounts			Variance With Final Budget - Positive (Negative)
	Original	Final	Actual	
Revenues:				
Charges for services	\$ 583,000	\$ 583,000	\$ 700,818	\$ 117,818
Miscellaneous revenue	371,391	371,391	535,495	164,104
Total revenues	<u>954,391</u>	<u>954,391</u>	<u>1,236,313</u>	<u>281,922</u>
Expenditures:				
Administrative services	954,391	1,167,296	1,261,477	(94,181)
Total expenditures	<u>954,391</u>	<u>1,167,296</u>	<u>1,261,477</u>	<u>(94,181)</u>
Excess of revenues over (under) expenditures	-	(212,905)	(25,164)	187,741
Other financing sources (uses):				
Transfers in	-	212,905	25,165	(187,740)
Excess of revenues and other sources over (under) expenditures and other uses	-	-	1	1
Fund balance - beginning	(10,228)	(10,228)	(10,228)	-
Fund balance - ending	<u>\$ (10,228)</u>	<u>\$ (10,228)</u>	<u>\$ (10,227)</u>	<u>\$ 1</u>

## CITY OF WICHITA FALLS, TEXAS

BUDGETARY COMPARISON SCHEDULE - DEBT SERVICE FUND  
FOR THE YEAR ENDED SEPTEMBER 30, 2024

	Budgeted Amounts			Variance With Final Budget - Positive (Negative)
	Original	Final	Actual	
Revenues:				
Taxes	\$ 2,150,000	\$ 2,150,000	\$ 2,075,715	\$ (74,285)
Contributions	1,713,856	1,713,856	1,581,012	(132,844)
Miscellaneous revenue	187,049	187,049	230,437	43,388
Total revenues	<u>4,050,905</u>	<u>4,050,905</u>	<u>3,887,164</u>	<u>(163,741)</u>
Expenditures:				
Accounting/finance	-	-	6,000	(6,000)
Debt service - principal	4,220,000	4,220,000	3,811,606	408,394
Debt service - interest and paying agent fees	1,492,812	1,492,812	1,303,949	188,863
Total expenditures	<u>5,712,812</u>	<u>5,712,812</u>	<u>5,121,555</u>	<u>591,257</u>
Excess of revenues over (under) expenditures	<u>(1,661,907)</u>	<u>(1,661,907)</u>	<u>(1,234,391)</u>	<u>427,516</u>
Other financing sources (uses):				
Transfers in	<u>1,661,907</u>	<u>1,661,907</u>	<u>1,648,507</u>	<u>(13,400)</u>
Excess of revenues and other sources over (under) expenditures and other uses	<u>-</u>	<u>-</u>	<u>414,116</u>	<u>414,116</u>
Fund balance - beginning, as previously reported	1,928,656	1,928,656	1,928,656	-
Restatement for correction of error	-	-	(388,600)	(388,600)
Fund balance - beginning, as restated	<u>1,928,656</u>	<u>1,928,656</u>	<u>1,540,056</u>	<u>(388,600)</u>
Fund balance - ending	<u><u>\$ 1,928,656</u></u>	<u><u>\$ 1,928,656</u></u>	<u><u>\$ 1,954,172</u></u>	<u><u>\$ 25,516</u></u>

## **Nonmajor Enterprise Funds**

Nonmajor enterprise funds are used to account for operations that are financed and operated in a manner similar to private business enterprises. The intent of the governing body is that the cost of providing the service to the general public on a continuing basis be recovered primarily through user charges.

### Regional Airport Fund

The Regional Airport Fund accounts for the operations of the Wichita Falls Regional Airport. Operational activities, including administration, operations and maintenance, of the airport are accounted for in this fund.

### Kickapoo Airport Fund

During the year ended September 30, 2000, the City acquired Kickapoo Downtown Airport, a private airport. The Kickapoo Airport Fund was established to account for the operating revenues and expenses of the airport.

### Transit Fund

The Transit Fund accounts for the operation of the Wichita Falls transit system. This system is supported from passenger fees, subsidies from the General Fund and subsidies from the Federal Transit Administration.

### Stormwater Drainage Fund

The Stormwater Drainage Fund was established to account for operating revenues and expenses associated with the Storm Water Drainage Utility System (System). The System was established effective May 1, 2001 and provides a funding mechanism for drainage improvements in the City.

### Waterpark Fund

The Waterpark Fund was established to account for the operating revenues and expenses of the Castaway Cove Waterpark. The waterpark was purchased on February 4, 2010.

**CITY OF WICHITA FALLS, TEXAS**

**COMBINING STATEMENT OF NET POSITION  
NONMAJOR ENTERPRISE FUNDS  
SEPTEMBER 30, 2024**

	Regional Airport	Kickapoo Airport
<b>Assets</b>		
Current assets:		
Cash and cash equivalents	\$ 535,432	\$ -
Restricted cash and cash equivalents	2,108,280	-
Receivables (net of allowance for uncollectible accounts):		
Customer and trade	-	-
Government agencies	-	-
Other	60,962	39,320
Inventory	39,735	55,781
Prepaid items	10,861	12,361
Other current assets	-	-
Total current assets	<u>2,755,270</u>	<u>107,462</u>
Capital assets, net of accumulated depreciation	<u>42,931,673</u>	<u>10,781,142</u>
Total assets	<u>45,686,943</u>	<u>10,888,604</u>
<b>Deferred outflows of resources</b>		
Pension-related	79,374	66,404
OPEB-related	<u>5,686</u>	<u>4,706</u>
Total deferred outflows of resources	<u>85,060</u>	<u>71,110</u>
<b>Liabilities</b>		
Current liabilities payable from current assets:		
Accounts payable - trade	6,308	1,135
Accrued payroll	12,321	8,770
Accrued vacation and sick leave	2,864	9,952
Payable to other City funds	141,832	22,022
Payable to government agencies	(781)	7
Other liabilities	110,637	20,119
Right-to-use leases, current maturities	<u>31,302</u>	-
Total current liabilities payable from current assets	<u>304,483</u>	<u>62,005</u>
Long-term liabilities:		
Right-to-use leases, less current maturities	2,788,165	-
Net pension liability	239,220	200,132
Net OPEB liability	<u>28,644</u>	<u>23,705</u>
Total long-term liabilities	<u>3,056,029</u>	<u>223,837</u>
Total liabilities	<u>3,360,512</u>	<u>285,842</u>
<b>Deferred inflows of resources</b>		
Pension-related	9,603	8,034
OPEB-related	<u>9,654</u>	<u>7,990</u>
Total deferred inflows of resources	<u>19,257</u>	<u>16,024</u>
<b>Net position</b>		
Net investment in capital assets	40,112,206	10,781,142
Unrestricted	2,280,028	(123,294)
Total net position	<u>\$ 42,392,234</u>	<u>\$ 10,657,848</u>

Transit	Stormwater Drainage	Waterpark	Total Nonmajor Enterprise Funds
\$ -	\$ 11,665,776	\$ 1,172,558	\$ 13,373,766
	-	-	2,108,280
-	401,135	-	401,135
1,430,518	-	-	1,430,518
(4,138)	-	(11,626)	84,518
82,577	-	-	178,093
-	-	-	23,222
-	-	260,486	260,486
<u>1,508,957</u>	<u>12,066,911</u>	<u>1,421,418</u>	<u>17,860,018</u>
<u>17,366,939</u>	<u>32,392,335</u>	<u>2,592,575</u>	<u>106,064,664</u>
<u>18,875,896</u>	<u>44,459,246</u>	<u>4,013,993</u>	<u>123,924,682</u>
390,066	73,854	-	609,698
29,020	<u>7,451</u>	<u>-</u>	<u>46,863</u>
<u>419,086</u>	<u>81,305</u>	<u>-</u>	<u>656,561</u>
62,895	169,641	-	239,979
45,730	8,445	-	75,266
72,258	17,338	-	102,412
3,527,309	-	-	3,691,163
-	-	-	(774)
20,971	104,230	-	255,957
-	-	-	<u>31,302</u>
<u>3,729,163</u>	<u>299,654</u>	<u>-</u>	<u>4,395,305</u>
-	-	-	2,788,165
1,175,601	222,585	-	1,837,538
146,182	<u>37,533</u>	<u>-</u>	<u>236,064</u>
<u>1,321,783</u>	<u>260,118</u>	<u>-</u>	<u>4,861,767</u>
<u>5,050,946</u>	<u>559,772</u>	<u>-</u>	<u>9,257,072</u>
47,192	8,935	-	73,764
49,271	<u>12,651</u>	<u>-</u>	<u>79,566</u>
<u>96,463</u>	<u>21,586</u>	<u>-</u>	<u>153,330</u>
17,366,939	32,392,335	2,592,575	103,245,197
(3,219,366)	<u>11,566,858</u>	<u>1,421,418</u>	<u>11,925,644</u>
<u>\$ 14,147,573</u>	<u>\$ 43,959,193</u>	<u>\$ 4,013,993</u>	<u>\$ 115,170,841</u>

## CITY OF WICHITA FALLS, TEXAS

### COMBINING STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION NONMAJOR ENTERPRISE FUNDS FOR THE YEAR ENDED SEPTEMBER 30, 2024

	Regional Airport	Kickapoo Airport
Operating revenues:		
Charges for services	\$ 45,596	\$ -
Rents, concessions and other	1,715,692	1,110,856
Total operating revenues	<u>1,761,288</u>	<u>1,110,856</u>
Operating expenses:		
Personnel services	425,673	333,243
Supplies and materials	518,879	477,498
Maintenance and repairs	64,136	72,987
Utilities and other services	265,400	104,464
Insurance and contract support	62,992	43,838
Other expenses	235,159	44,927
Depreciation and amortization	1,609,408	527,141
Total operating expenses	<u>3,181,647</u>	<u>1,604,098</u>
Operating income (loss)	<u>(1,420,359)</u>	<u>(493,242)</u>
Nonoperating revenues (expenses):		
Investment earnings	109,236	3,567
Interest expense and paying agent fees	(27,595)	-
Intergovernmental operating grants	-	-
Total nonoperating revenues (expenses)	<u>81,641</u>	<u>3,567</u>
Income (loss) before capital contributions and transfers	<u>(1,338,718)</u>	<u>(489,675)</u>
Transfers in	-	-
Transfers out	-	-
Change in net position	<u>(1,338,718)</u>	<u>(489,675)</u>
Net position - beginning, as previously reported	-	11,147,523
Adjustment - change from major fund to nonmajor fund	43,730,952	-
Net position - beginning, as restated	<u>43,730,952</u>	<u>11,147,523</u>
Net position - ending	<u>\$ 42,392,234</u>	<u>\$ 10,657,848</u>

## EXHIBIT D-2

Transit	Stormwater Drainage	Waterpark	Total Nonmajor Enterprise Funds
\$ 475,331	\$ 3,767,887	\$ 1,173,123	\$ 5,461,937
188,558	-	611,564	3,626,670
<u>663,889</u>	<u>3,767,887</u>	<u>1,784,687</u>	<u>9,088,607</u>
 1,914,808	324,335	561,823	3,559,882
535,664	9,623	314,410	1,856,074
299,035	24,228	88,679	549,065
242,147	219,799	551,873	1,383,683
28,835	103	58,042	193,810
156,499	15,002	73,294	524,881
400,394	430,441	290,431	3,257,815
<u>3,577,382</u>	<u>1,023,531</u>	<u>1,938,552</u>	<u>11,325,210</u>
 (2,913,493)	2,744,356	(153,865)	(2,236,603)
 -	341,945	71,794	526,542
-	-	-	(27,595)
<u>2,346,732</u>	<u>341,945</u>	<u>71,794</u>	<u>2,346,732</u>
<u>2,346,732</u>	<u>341,945</u>	<u>71,794</u>	<u>2,845,679</u>
 (566,761)	<u>3,086,301</u>	<u>(82,071)</u>	<u>609,076</u>
 195,116	-	-	195,116
-	(407,763)	-	(407,763)
 (371,645)	<u>2,678,538</u>	<u>(82,071)</u>	<u>396,429</u>
 14,519,218	41,280,655	4,096,064	71,043,460
-	-	-	43,730,952
<u>14,519,218</u>	<u>41,280,655</u>	<u>4,096,064</u>	<u>114,774,412</u>
<u>\$ 14,147,573</u>	<u>\$ 43,959,193</u>	<u>\$ 4,013,993</u>	<u>\$ 115,170,841</u>

## CITY OF WICHITA FALLS, TEXAS

### COMBINING STATEMENT OF CASH FLOWS NONMAJOR ENTERPRISE FUNDS FOR THE YEAR ENDED SEPTEMBER 30, 2024

	Regional Airport	Kickapoo Airport
<b>Cash flows from operating activities:</b>		
Receipts from customers and users	\$ 1,752,082	\$ 1,085,612
Payments to suppliers	(973,827)	(732,002)
Payments for interfund services	(252,149)	(100,710)
Payments to employees	(345,484)	(258,997)
Net cash provided (used) by operating activities	<u>180,622</u>	<u>(6,097)</u>
<b>Cash flows from noncapital financing activities:</b>		
Intergovernmental operating grants	-	-
Interfund loan received (repaid)	-	22,028
Transfers out to other funds	-	-
Transfers from other funds	-	-
Net cash provided (used) by noncapital financing activities	<u>-</u>	<u>22,028</u>
<b>Cash flows from capital and related financing activities:</b>		
Acquisition and construction of capital assets	-	-
Principal paid on long-term debt	(28,518)	-
Interest and fees paid on long-term debt	<u>(27,595)</u>	-
Net cash provided (used) for capital and related financing activities	<u>(56,113)</u>	-
<b>Cash flows from investing activities:</b>		
Interest on investments	109,236	3,567
Net cash provided by investing activities	<u>109,236</u>	<u>3,567</u>
<b>Net Increase (Decrease) in Cash and Cash Equivalents</b>	<b>233,745</b>	<b>19,498</b>
<b>Cash and Cash Equivalents - Beginning</b>	<b>2,409,967</b>	<b>(19,498)</b>
<b>Cash and Cash Equivalents - Ending</b>	<b><u>\$ 2,643,712</u></b>	<b><u>\$ -</u></b>

Transit	Stormwater Drainage	Waterpark	Total Nonmajor Enterprise Funds
\$ 675,869	\$ 3,782,299	\$ 1,784,687	\$ 9,080,549
(1,200,504)	(32,368)	(1,191,874)	(4,130,575)
(531,936)	(262,414)	-	(1,147,209)
(1,410,082)	(250,190)	(503,893)	(2,768,646)
<u>(2,466,653)</u>	<u>3,237,327</u>	<u>88,920</u>	<u>1,034,119</u>
 2,570,504	 -	 -	 2,570,504
(286,460)	(407,763)	-	(264,432)
-	-	-	(407,763)
<u>195,116</u>	<u>-</u>	<u>-</u>	<u>195,116</u>
<u>2,479,160</u>	<u>(407,763)</u>	<u>-</u>	<u>2,093,425</u>
 (17,465)	 (2,211,685)	 (511,896)	 (2,741,046)
-	-	-	(28,518)
-	-	-	(27,595)
<u>(17,465)</u>	<u>(2,211,685)</u>	<u>(511,896)</u>	<u>(2,797,159)</u>
 -	 341,945	 71,794	 526,542
<u>-</u>	<u>341,945</u>	<u>71,794</u>	<u>526,542</u>
(4,958)	959,824	(351,182)	856,927
<u>4,958</u>	<u>10,705,952</u>	<u>1,523,740</u>	<u>14,625,119</u>
<u>\$ -</u>	<u>\$ 11,665,776</u>	<u>\$ 1,172,558</u>	<u>\$ 15,482,046</u>

# CITY OF WICHITA FALLS, TEXAS

## COMBINING STATEMENT OF CASH FLOWS (CONT'D.) NONMAJOR ENTERPRISE FUNDS FOR THE YEAR ENDED SEPTEMBER 30, 2024

	Regional Airport	Kickapoo Airport
<b>Cash flows from operating activities:</b>		
Operating income (loss)	<u>\$ (1,420,359)</u>	<u>\$ (493,242)</u>
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:		
Depreciation and amortization	1,609,408	527,141
(Increase) decrease in assets and deferred outflows of resources:		
Receivables:		
Customer and trade	-	-
Other	(9,206)	(25,244)
Inventory	42,842	12,034
Prepaid items	(10,861)	(12,355)
Other current assets	-	-
Deferred outflows - pension-related	46,516	48,381
Deferred outflows - OPEB-related	7,090	473
Increase (decrease) in liabilities and deferred inflows of resources:		
Accounts payable - trade	(487)	577
Accrued payroll	3,851	1,191
Accrued vacation and sick leave	(10,167)	(1,926)
Payable to government agencies	(379)	-
Other liabilities	(3,632)	(3,272)
Net pension liability	(62,730)	(75,182)
Net OPEB liability	(28,455)	557
Deferred inflows - pension-related	8,781	7,284
Deferred inflows - OPEB-related	8,410	7,486
Total adjustments	<u>1,600,981</u>	<u>487,145</u>
Net cash provided (used) by operating activities	<u>\$ 180,622</u>	<u>\$ (6,097)</u>

<u>Transit</u>	<u>Stormwater Drainage</u>	<u>Waterpark</u>	<u>Total Nonmajor Enterprise Funds</u>
<u>\$ (2,913,493)</u>	<u>\$ 2,744,356</u>	<u>\$ (153,865)</u>	<u>\$ (2,236,603)</u>
400,394	430,441	290,431	3,257,815
-	14,412	-	14,412
11,980	-	-	(22,470)
263	-	-	55,139
-	-	-	(23,216)
-	-	(99,450)	(99,450)
187,969	55,716	-	338,582
27,953	7,742	-	43,258
38,626	80,011	(346)	118,381
12,581	2,689	-	20,312
7,198	1,260	-	(3,635)
-	-	-	(379)
(7,980)	-	52,150	37,266
(210,834)	(88,192)	-	(436,938)
(108,449)	(30,368)	-	(166,715)
43,415	8,088	-	67,568
43,724	11,172	-	70,792
<u>446,840</u>	<u>492,971</u>	<u>242,785</u>	<u>3,270,722</u>
<u>\$ (2,466,653)</u>	<u>\$ 3,237,327</u>	<u>\$ 88,920</u>	<u>\$ 1,034,119</u>

## **Internal Service Funds**

Internal Service Funds are used to account for the financing of goods or services provided by one department or agency to other departments or agencies of the City on a cost-reimbursement basis.

### Fleet Maintenance Fund

The Fleet Maintenance Fund accounts for the costs associated with the operation, maintenance and replacement of the City's vehicle and equipment fleet. City departments which use the vehicles and equipment are charged a monthly rental fee based upon actual operating costs associated with each class of vehicle or equipment.

### Duplicating Services Fund

The Duplicating Services Fund accounts for the costs associated with the operation and maintenance of the City's duplicating equipment. City departments which use the duplicating services are charged a fee based upon actual usage.

### Employee Benefit Trust Fund

The Employee Benefit Trust Fund is used to account for and administer group health insurance, which is self-insured by the City, and life insurance for employees and covered dependents.

### Information Technology Fund

The Information Technology Fund accounts for the costs associated with the operation and maintenance of the City's Information Technology assets. City departments which use information technology are charged a fee based on usage.

## CITY OF WICHITA FALLS, TEXAS

COMBINING STATEMENT OF NET POSITION  
INTERNAL SERVICE FUNDS  
SEPTEMBER 30, 2024

	Fleet Maintenance Fund	Duplicating Services Fund	Employee Benefit Trust Fund	Information Technology Fund	Totals
<b>Assets</b>					
Current assets:					
Cash and cash equivalents	\$ 5,473,242	\$ 144,286	\$ 3,226,348	\$ 2,243,917	\$ 11,087,793
Restricted cash and cash equivalents	-	-	13,557,675	-	13,557,675
Receivables:					
Other	592	-	9,596	-	10,188
Inventory	663,731	-	-	-	663,731
Prepaid items	478,250	327	-	-	478,577
Total current assets	<u>6,615,815</u>	<u>144,613</u>	<u>16,793,619</u>	<u>2,243,917</u>	<u>25,797,964</u>
Capital assets, net of accumulated depreciation	34,615,882	-	-	7,477,281	42,093,163
Total assets	<u>41,231,697</u>	<u>144,613</u>	<u>16,793,619</u>	<u>9,721,198</u>	<u>67,891,127</u>
<b>Deferred outflows of resources</b>					
Pension-related	489,274	3,005	15,790	292,223	800,292
OPEB-related	<u>48,237</u>	<u>392</u>	<u>-</u>	<u>21,569</u>	<u>70,198</u>
Total deferred outflows of resources	<u>537,511</u>	<u>3,397</u>	<u>15,790</u>	<u>313,792</u>	<u>870,490</u>
<b>Liabilities</b>					
Current liabilities:					
Accounts payable - trade	249,838	4,500	110,730	79,141	444,209
Accrued payroll	49,961	340	1,617	30,460	82,378
Accrued vacation and sick leave	138,433	-	-	73,157	211,590
Payable to other City funds	-	-	462,283	-	462,283
Estimated health claims payable	-	-	1,188,114	-	1,188,114
Other liabilities	-	-	19,972	-	19,972
Notes payable - current maturities	850,611	-	-	-	850,611
Subscription liabilities - current maturities	-	-	-	111,621	111,621
Total current liabilities	<u>1,288,843</u>	<u>4,840</u>	<u>1,782,716</u>	<u>294,379</u>	<u>3,370,778</u>
Long-term liabilities:					
Notes payable, less current maturities	8,371,470	-	-	-	8,371,470
Subscription liabilities, less current maturities	-	-	-	234,656	234,656
Net pension liability	1,474,599	9,057	47,588	880,716	2,411,960
Net OPEB liability	242,979	1,975	-	108,649	353,603
Total long-term liabilities	<u>10,089,048</u>	<u>11,032</u>	<u>47,588</u>	<u>1,224,021</u>	<u>11,371,689</u>
Total liabilities	<u>11,377,891</u>	<u>15,872</u>	<u>1,830,304</u>	<u>1,518,400</u>	<u>14,742,467</u>
<b>Deferred inflows of resources</b>					
Pension-related	59,194	364	1,910	35,354	96,822
OPEB-related	<u>81,896</u>	<u>666</u>	<u>-</u>	<u>36,620</u>	<u>119,182</u>
Total deferred inflows of resources	<u>141,090</u>	<u>1,030</u>	<u>1,910</u>	<u>71,974</u>	<u>216,004</u>
<b>Net position</b>					
Net investment in capital assets	25,393,801	-	-	7,131,004	32,524,805
Unrestricted	4,856,426	131,108	14,977,195	1,313,612	21,278,341
Total net position	<u>\$ 30,250,227</u>	<u>\$ 131,108</u>	<u>\$ 14,977,195</u>	<u>\$ 8,444,616</u>	<u>\$ 53,803,146</u>

## CITY OF WICHITA FALLS, TEXAS

**COMBINING STATEMENT OF REVENUES, EXPENSES AND  
CHANGES IN NET POSITION  
INTERNAL SERVICE FUNDS  
FOR THE YEAR ENDED SEPTEMBER 30, 2024**

	Fleet Maintenance Fund	Duplicating Services Fund	Employee Benefit Trust Fund	Information Technology Fund	Totals
Operating revenues:					
Charges for services	\$ 14,364,957	\$ 127,655	\$ -	\$ 4,114,825	\$ 18,607,437
Rents, concessions and other	18,039	-	1,377,190	-	1,395,229
Contributions	-	-	14,900,446	-	14,900,446
Total operating revenues	<u>14,382,996</u>	<u>127,655</u>	<u>16,277,636</u>	<u>4,114,825</u>	<u>34,903,112</u>
Operating expenses:					
Personnel services	2,220,270	7,333	64,081	1,250,009	3,541,693
Supplies and materials	3,561,033	876	-	181,901	3,743,810
Maintenance and repairs	3,206,382	350	-	1,604,184	4,810,916
Utilities and other services	205,554	988	113,001	317,364	636,907
Insurance and contract support	13,495	-	15,445,258	497	15,459,250
Other expenses	435,607	92,329	1,726,062	10,966	2,264,964
Depreciation and amortization	5,769,459	-	-	1,573,831	7,343,290
Total operating expenses	<u>15,411,800</u>	<u>101,876</u>	<u>17,348,402</u>	<u>4,938,752</u>	<u>37,800,830</u>
Operating income (loss)	<u>(1,028,804)</u>	<u>25,779</u>	<u>(1,070,766)</u>	<u>(823,927)</u>	<u>(2,897,718)</u>
Nonoperating revenues (expenses):					
Investment earnings	-	-	3,017,582	-	3,017,582
Gain (loss) on sale of capital assets	981	-	-	-	981
Interest expense	(316,429)	-	-	(10,534)	(326,963)
Total nonoperating revenues (expenses)	<u>(315,448)</u>	<u>-</u>	<u>3,017,582</u>	<u>(10,534)</u>	<u>2,691,600</u>
Income (loss) before transfers	<u>(1,344,252)</u>	<u>25,779</u>	<u>1,946,816</u>	<u>(834,461)</u>	<u>(206,118)</u>
Transfers in	2,804,141	-	-	1,816,929	4,621,070
Transfers out	(332,879)	-	-	-	(332,879)
Change in net position	1,127,010	25,779	1,946,816	982,468	4,082,073
Net position - beginning	29,123,217	105,329	13,030,379	7,462,148	49,721,073
Net position - ending	<u>\$ 30,250,227</u>	<u>\$ 131,108</u>	<u>\$ 14,977,195</u>	<u>\$ 8,444,616</u>	<u>\$ 53,803,146</u>

## CITY OF WICHITA FALLS, TEXAS

COMBINING STATEMENT OF CASH FLOWS  
INTERNAL SERVICE FUNDS  
FOR THE YEAR ENDED SEPTEMBER 30, 2024

	Fleet Maintenance Fund	Duplicating Services Fund	Employee Benefit Trust Fund	Information Technology Fund	Totals
<b>Cash flows from operating activities:</b>					
Received from customers and users	\$ 357,766	\$ -	\$ 3,412,713	\$ -	\$ 3,770,479
Received from interfund charges	14,058,052	127,655	11,792,620	4,114,825	30,093,152
Other operating receipts	-	-	1,078,837	-	1,078,837
Payments to suppliers	(7,342,933)	(90,622)	(17,041,892)	(3,078,621)	(27,554,068)
Payments for interfund services	(560,138)	(7,910)	-	(127,477)	(695,525)
Payments to employees	(1,680,632)	(10,198)	(53,682)	(1,001,270)	(2,745,782)
Net cash provided by operating activities	<u>4,832,115</u>	<u>18,925</u>	<u>(811,404)</u>	<u>(92,543)</u>	<u>3,947,093</u>
<b>Cash flows from noncapital financing activities:</b>					
Transfers in from other funds	2,804,141	-	-	1,816,929	4,621,070
Transfers out to other funds	(332,879)	-	-	-	(332,879)
Net cash provided (used) by noncapital financing activities	<u>2,471,262</u>	<u>-</u>	<u>-</u>	<u>1,816,929</u>	<u>4,288,191</u>
<b>Cash flows from capital and related financing activities:</b>					
Acquisition of capital assets	(6,270,019)	-	-	(3,376,959)	(9,646,978)
Principal paid on long-term debt	(698,611)	-	-	(72,188)	(770,799)
Interest and fees paid on long-term debt	(316,429)	-	-	(10,534)	(326,963)
Net cash used for capital and related financing activities	<u>(7,285,059)</u>	<u>-</u>	<u>-</u>	<u>(3,459,681)</u>	<u>(10,744,740)</u>
<b>Cash flows from investing activities:</b>					
Income (loss) on investments	-	-	3,017,582	-	3,017,582
Net cash provided by investing activities	<u>-</u>	<u>-</u>	<u>3,017,582</u>	<u>-</u>	<u>3,017,582</u>
Net Increase (Decrease) in Cash and Cash Equivalents	18,318	18,925	2,206,178	(1,735,295)	508,126
Cash and Cash Equivalents - Beginning	5,454,924	125,361	14,577,845	3,979,212	24,137,342
Cash and Cash Equivalents - Ending	<u>\$ 5,473,242</u>	<u>\$ 144,286</u>	<u>\$ 16,784,023</u>	<u>\$ 2,243,917</u>	<u>\$ 24,645,468</u>
<b>Cash flows from operating activities:</b>					
Operating income (loss)	\$ (1,028,804)	\$ 25,779	\$ (1,070,766)	\$ (823,927)	\$ (2,897,718)
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:					
Depreciation and amortization	5,769,459	-	-	1,573,831	7,343,290
(Increase) decrease in assets and deferred outflows:					
Receivables:					
Other	37,016	-	(414)	-	36,602
Inventory	42,688	-	-	-	42,688
Deferred outflows - pension-related	335,438	6,547	10,251	249,786	602,022
Deferred outflows - OPEB-related	43,956	644	-	17,448	62,048
Increase (decrease) in liabilities and deferred inflows:					
Accounts payable - trade	165,878	1,500	114,880	(717,195)	(434,937)
Accrued payroll	10,589	98	397	5,950	17,034
Accrued vacation and sick leave	5,922	-	-	21,975	27,897
Estimated health claims payable	-	-	140,432	-	140,432
Other liabilities	(4,194)	-	6,948	-	2,754
Net pension liability	(503,499)	(13,855)	(14,872)	(419,311)	(951,537)
Net OPEB liability	(169,060)	(2,655)	-	(65,734)	(237,449)
Deferred inflows - pension-related	53,806	302	1,740	31,813	87,661
Deferred inflows - OPEB-related	72,920	565	-	32,821	106,306
Total adjustments	<u>5,860,919</u>	<u>(6,854)</u>	<u>259,362</u>	<u>731,384</u>	<u>6,844,811</u>
Net cash provided (used) by operating activities	<u>\$ 4,832,115</u>	<u>\$ 18,925</u>	<u>\$ (811,404)</u>	<u>\$ (92,543)</u>	<u>\$ 3,947,093</u>
<b>Noncash capital and financing activities:</b>					
Capital assets acquired through issuance of notes payable	<u>\$ 9,442,442</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 9,442,442</u>

## **Component Units**

Discretely Presented Component Units of the City of Wichita Falls are legally separate entities; however, the City is considered to be financially accountable for their operations. The five discretely presented component units are as follows:

### Wichita Falls Economic Development Corporation

The Wichita Falls Economic Development Corporation is a nonprofit corporation formed in May 1997 for the purpose of increasing employment opportunities, primarily through assisting qualified enterprises with funds provided by a portion of the local sales tax. The Corporation operates under the authority of Vernon's Civil Statutes, Article 5190.6, Section 4A.

### Wichita Falls 4B Sales Tax Corporation

The Wichita Falls 4B Sales Tax Corporation is a nonprofit corporation formed in May 1997 for the purpose of increasing employment opportunities and for public improvement projects such as parks, auditoriums, learning centers, open space improvements, athletic and exhibition facilities and the related maintenance and operating costs of such projects. These projects are funded by a portion of the local sales tax. The Corporation operates under the authority of Vernon's Civil Statutes, Article 5190.6, Section 4B.

### Wichita Falls Reinvestment Zone #2

The Wichita Falls Reinvestment Zone #2 was created in August 2005 by the City, with the advice and consent of the Wichita Falls Independent School District and Wichita County. The purpose of the Wichita Falls Reinvestment Zone #2 is to capture increments of growth in real property values in the designated zone area from base values established in January 2004 and use the ad valorem taxes derived from the increments to contribute to the zoned area. Tax funds derived from the increment can only be spent for public improvements in the zoned area or for payment of debt service on bonds issued to provide funds for public improvements.

### Wichita Falls Reinvestment Zone #3

The Wichita Falls Reinvestment Zone #3 was created in September 2009 by the City, with the advice and consent of the Wichita Falls Independent School District and Wichita County. The purpose of the Wichita Falls Reinvestment Zone #3 is to capture increments of growth in real property values in the designated zone area from base values established in January 2009 and use the ad valorem taxes derived from the increments to contribute to the zoned area. Tax funds derived from the increment can only be spent for public improvements in the zoned area or for payment of debt service on bonds issued to provide funds for public improvements.

### Wichita Falls Reinvestment Zone #4

The Wichita Falls Reinvestment Zone #4 was created in March 2015 by the City, with the advice and consent of the Wichita Falls Independent School District and Wichita County. The purpose of the Wichita Falls Reinvestment Zone #4 is to capture increments of growth in real property values in the designated zone area from base values established in January 2015 and use the ad valorem taxes derived from the increments to contribute to the zoned area. Tax funds derived from the increment can only be spent for public improvements in the zoned area or for payment of debt service on bonds issued to provide funds for public improvements.

## CITY OF WICHITA FALLS, TEXAS

### COMBINING STATEMENT OF NET POSITION COMPONENT UNITS SEPTEMBER 30, 2024

	Wichita Falls					
	Economic Development Corporation	Wichita Falls 4B Sales Tax Corporation	Wichita Falls Reinvestment Zone #2	Wichita Falls Reinvestment Zone #3	Wichita Falls Reinvestment Zone #4	Totals
<b>Assets</b>						
Cash and cash equivalents	\$ 24,452,275	\$ 14,440,650	\$ 4,013,773	\$ 1,348,679	\$ 1,489,295	\$ 45,744,672
Receivables:						
Government agencies	864,874	843,344	-	(1,894)	-	1,706,324
Capital assets, net of accumulated depreciation	<u>9,862,319</u>	<u>16,943,889</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>26,806,208</u>
Total assets	<u>35,179,468</u>	<u>32,227,883</u>	<u>4,013,773</u>	<u>1,346,785</u>	<u>1,489,295</u>	<u>74,257,204</u>
<b>Liabilities</b>						
Accounts payable - trade	67	356	-	-	-	423
Other liabilities	123,245	(29,208)	-	-	-	94,037
Long-term liabilities:						
Portion due or payable within one year	185,000	480,000	-	-	-	665,000
Portion due or payable after one year	<u>9,253,679</u>	<u>17,065,000</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>26,318,679</u>
Total liabilities	<u>9,561,991</u>	<u>17,516,148</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>27,078,139</u>
<b>Net position</b>						
Net investment in capital assets	3,813,623	-	-	-	-	3,813,623
Unrestricted	21,803,854	14,711,735	4,013,773	1,346,785	1,489,295	43,365,442
Total net position	<u>\$ 25,617,477</u>	<u>\$ 14,711,735</u>	<u>\$ 4,013,773</u>	<u>\$ 1,346,785</u>	<u>\$ 1,489,295</u>	<u>\$ 47,179,065</u>

# CITY OF WICHITA FALLS, TEXAS

## COMBINING STATEMENT OF ACTIVITIES COMPONENT UNITS FOR THE YEAR ENDED SEPTEMBER 30, 2024

	Expenses	Operating Grants and Contributions	Program Revenues
<b>Community development</b>			
Wichita Falls Economic Development Corporation	\$ 3,807,447	\$ -	\$ -
Wichita Falls 4B Sales Tax Corporation	6,396,259	-	-
Wichita Falls Reinvestment Zone #2	371,117	-	-
Wichita Falls Reinvestment Zone #3	-	-	-
Wichita Falls Reinvestment Zone #4	-	-	-
<b>Total component units</b>	<b><u>\$ 10,574,823</u></b>	<b><u>\$ -</u></b>	<b><u>\$ -</u></b>

General revenues:

Taxes:

Property tax

Sales tax

Investment earnings

Miscellaneous

Total general revenues

Change in net position

Net position - beginning

Net position - ending

**Net (Expense) Revenue and  
Changes in Net Position**

Wichita Falls					
Economic Development Corporation	Wichita Falls 4B Sales Tax Corporation	Wichita Falls Reinvestment Zone #2	Wichita Falls Reinvestment Zone #3	Wichita Falls Reinvestment Zone #4	Totals
\$ (3,807,447)	\$ -	\$ -	\$ -	\$ -	\$ (3,807,447)
-	(6,396,259)	-	-	-	(6,396,259)
-	-	(371,117)	-	-	(371,117)
-	-	-	-	-	-
-	-	-	-	-	-
<b>(3,807,447)</b>	<b>(6,396,259)</b>	<b>(371,117)</b>	<b>-</b>	<b>-</b>	<b>(10,574,823)</b>
-	-	794,363	160,228	368,058	1,322,649
5,109,774	5,109,774	-	-	-	10,219,548
1,376,925	1,187,272	91,693	83,087	20,184	2,759,161
20,377	1,500	-	-	-	21,877
<b>6,507,076</b>	<b>6,298,546</b>	<b>886,056</b>	<b>243,315</b>	<b>388,242</b>	<b>14,323,235</b>
2,699,629	(97,713)	514,939	243,315	388,242	3,748,412
22,917,848	14,809,448	3,498,834	1,103,470	1,101,053	43,430,653
<b>\$ 25,617,477</b>	<b>\$ 14,711,735</b>	<b>\$ 4,013,773</b>	<b>\$ 1,346,785</b>	<b>\$ 1,489,295</b>	<b>\$ 47,179,065</b>

## ***SUPPORTING SCHEDULES***

# CITY OF WICHITA FALLS, TEXAS

## COMBINED SCHEDULE OF BONDED DEBT AND INTEREST MATURITIES SEPTEMBER 30, 2024

Fiscal Year Ending September 30,	General Obligation Bonds			Combination Tax and Revenue Bonds		
	Serial Bond Maturities	Interest on Bonds	Total Bonds and Interest	Serial Bond Maturities	Interest on Bonds	Total Bonds and Interest
2025	\$ 3,265,000	\$ 923,971	\$ 4,188,971	\$ 2,685,000	\$ 835,108	\$ 3,520,108
2026	3,020,000	797,928	3,817,928	2,750,000	767,058	3,517,058
2027	2,380,000	669,347	3,049,347	2,120,000	695,270	2,815,270
2028	2,450,000	594,991	3,044,991	2,165,000	647,043	2,812,043
2029	2,525,000	516,915	3,041,915	2,220,000	596,910	2,816,910
2030	1,855,000	449,952	2,304,952	2,275,000	541,927	2,816,927
2031	1,910,000	393,522	2,303,522	2,325,000	485,023	2,810,023
2032	1,765,000	335,216	2,100,216	2,385,000	426,018	2,811,018
2033	1,815,000	281,336	2,096,336	2,445,000	364,810	2,809,810
2034	990,000	225,750	1,215,750	1,145,000	299,781	1,444,781
2035	1,030,000	186,150	1,216,150	1,170,000	278,191	1,448,191
2036	1,070,000	144,950	1,214,950	1,185,000	255,699	1,440,699
2037	1,110,000	102,150	1,212,150	1,215,000	232,357	1,447,357
2038	1,155,000	57,750	1,212,750	1,235,000	208,162	1,443,162
2039	-	-	-	1,260,000	183,148	1,443,148
2040	-	-	-	1,285,000	157,250	1,442,250
2041	-	-	-	1,310,000	130,455	1,440,455
2042	-	-	-	1,340,000	102,761	1,442,761
2043	-	-	-	1,370,000	74,237	1,444,237
2044	-	-	-	1,395,000	44,997	1,439,997
2045	-	-	-	1,425,000	15,105	1,440,105
2046	-	-	-	-	-	-
2047	-	-	-	-	-	-
2048	-	-	-	-	-	-
2049	-	-	-	-	-	-
2050	-	-	-	-	-	-
	<b><u>\$ 26,340,000</u></b>	<b><u>\$ 5,679,928</u></b>	<b><u>\$ 32,019,928</u></b>	<b><u>\$ 36,705,000</u></b>	<b><u>\$ 7,341,310</u></b>	<b><u>\$ 44,046,310</u></b>

## EXHIBIT G-1

Revenue Bonds			Totals - All Bonded Debt		
Serial Bond Maturities	Interest on Bonds	Total Bonds and Interest	Serial Bond Maturities	Interest on Bonds	Total Bonds and Interest
\$ 9,330,000	\$ 1,136,700	\$ 10,466,700	\$ 15,280,000	\$ 2,895,779	\$ 18,175,779
9,765,000	704,000	10,469,000	15,535,000	2,268,986	17,803,986
2,495,000	216,350	2,711,350	6,995,000	1,580,967	8,575,967
65,000	92,200	157,200	4,680,000	1,334,234	6,014,234
65,000	89,600	154,600	4,810,000	1,203,425	6,013,425
70,000	87,000	157,000	4,200,000	1,078,879	5,278,879
70,000	84,200	154,200	4,305,000	962,745	5,267,745
75,000	81,400	156,400	4,225,000	842,634	5,067,634
75,000	78,400	153,400	4,335,000	724,546	5,059,546
80,000	75,400	155,400	2,215,000	600,931	2,815,931
85,000	72,200	157,200	2,285,000	536,541	2,821,541
85,000	68,800	153,800	2,340,000	469,449	2,809,449
90,000	65,400	155,400	2,415,000	399,907	2,814,907
95,000	61,800	156,800	2,485,000	327,712	2,812,712
95,000	58,000	153,000	1,355,000	241,148	1,596,148
100,000	54,200	154,200	1,385,000	211,450	1,596,450
105,000	50,200	155,200	1,415,000	180,655	1,595,655
110,000	46,000	156,000	1,450,000	148,761	1,598,761
115,000	41,600	156,600	1,485,000	115,837	1,600,837
120,000	37,000	157,000	1,515,000	81,997	1,596,997
120,000	32,200	152,200	1,545,000	47,305	1,592,305
125,000	27,400	152,400	125,000	27,400	152,400
130,000	22,400	152,400	130,000	22,400	152,400
135,000	17,200	152,200	135,000	17,200	152,200
145,000	11,800	156,800	145,000	11,800	156,800
150,000	6,000	156,000	150,000	6,000	156,000
<b>\$ 23,895,000</b>	<b>\$ 3,317,450</b>	<b>\$ 27,212,450</b>	<b>\$ 86,940,000</b>	<b>\$ 16,338,688</b>	<b>\$ 103,278,688</b>

# CITY OF WICHITA FALLS, TEXAS

## COMBINED SCHEDULE OF BONDS PAYABLE SEPTEMBER 30, 2024

	Interest Rates and (Dates)	Issue Date	Final Maturity Date	Annual Serial Payments
<b>General Obligation Bonds:</b>				
General Obligation Refunding Bonds, Series 2015A	2.00, 2.25, 2.625, 2.75, 3.00, 4.00, 5.00 (3/1, 9/1)	11/15/15	09/01/26	\$ 200,000 (2016) 810,000 (2017) 830,000 (2018) 870,000 (2019) 890,000 (2020) 915,000 (2021) 955,000 (2022) 990,000 (2023) 1,030,000 (2024) 1,055,000 (2025) 1,105,000 (2026)
General Obligation Refunding Bonds, Series 2015B	0.73, 1.19, 1.62, 1.99, 2.29, 2.62, 2.83, 2.91, 3.11, 3.27, 3.48 (3/1, 9/1)	11/15/15	09/01/26	110,000 (2016) 255,000 (2017) 255,000 (2018) 260,000 (2019) 265,000 (2020) 270,000 (2021) 275,000 (2022) 285,000 (2023) 295,000 (2024) 305,000 (2025) 310,000 (2026)
General Obligation Bonds, Series 2018A	2.00, 3.00, 4.00, 5.00 (3/1, 9/1)	08/01/18	09/01/38	550,000 (2019) 575,000 (2020) 595,000 (2021) 615,000 (2022) 640,000 (2023) 670,000 (2024) 695,000 (2025) 720,000 (2026) 750,000 (2027) 780,000 (2028) 810,000 (2029) 845,000 (2030) 880,000 (2031) 915,000 (2032) 950,000 (2033) 990,000 (2034) 1,030,000 (2035) 1,070,000 (2036) 1,110,000 (2037) 1,155,000 (2038)

EXHIBIT G-2  
(Page 1 of 5)

<b>Bonds</b>			
<u>Authorized</u>	<u>Issued</u>	<u>Retired or Refunded</u>	<u>Outstanding</u>
\$ 9,650,000	\$ 9,650,000	\$ 7,490,000	\$ 2,160,000
2,885,000	2,885,000	2,270,000	615,000
16,345,000	16,345,000	3,645,000	12,700,000

## CITY OF WICHITA FALLS, TEXAS

### COMBINED SCHEDULE OF BONDS PAYABLE (CONT'D.)

SEPTEMBER 30, 2024

	Interest Rates and (Dates)	Issue Date	Final Maturity Date	Annual Serial Payments
General Obligation Refunding Bonds, Series 2018B	2.00, 3.00, 4.00 (4/1, 10/1)	08/01/18	10/01/28	80,000 (2019) 515,000 (2020) 530,000 (2021) 545,000 (2022) 565,000 (2023) 590,000 (2024) 610,000 (2025) 635,000 (2026) 675,000 (2027) 700,000 (2028) 725,000 (2029)
General Obligation Refunding Bonds, Taxable Series 2021	0.398, 0.686, 0.959, 1.109, 1.281, 1.431, 1.573, 1.833, 2.033 (3/1, 9/1)	10/01/21	09/01/33	445,000 (2022) 435,000 (2023) 435,000 (2024) 440,000 (2025) 85,000 (2026) 785,000 (2027) 795,000 (2028) 805,000 (2029) 820,000 (2030) 835,000 (2031) 850,000 (2032) 865,000 (2033)
General Obligation Refunding Bonds, Series 2021	4.00 (3/1, 9/1)	10/01/21	09/01/31	150,000 (2022) 140,000 (2023) 145,000 (2024) 160,000 (2025) 165,000 (2026) 170,000 (2027) 175,000 (2028) 185,000 (2029) 190,000 (2030) 195,000 (2031)
Total General Obligation Bonds				

EXHIBIT G-2  
(Page 2 of 5)

<b>Bonds</b>			
<u>Authorized</u>	<u>Issued</u>	<u>Retired or Refunded</u>	<u>Outstanding</u>
6,170,000	6,170,000	2,825,000	3,345,000
7,595,000	7,595,000	1,315,000	6,280,000
1,675,000	1,675,000	435,000	1,240,000
44,320,000	44,320,000	17,980,000	26,340,000

## CITY OF WICHITA FALLS, TEXAS

### COMBINED SCHEDULE OF BONDS PAYABLE (CONT'D.)

SEPTEMBER 30, 2024

	Interest Rates and (Dates)	Issue Date	Final Maturity Date	Annual Serial Payments
Combination Tax and Revenue Bonds:				
Combination Tax and Revenue Certificates of Obligation, Series 2013	2.00, 3.00, 3.25, 3.375 (3/1, 9/1)	03/01/13	09/01/33	530,000 (2014) 795,000 (2015) 815,000 (2016) 830,000 (2017) 845,000 (2018) 860,000 (2019) 890,000 (2020) 915,000 (2021) 940,000 (2022) 970,000 (2023) 1,000,000 (2024) 1,030,000 (2025) 1,060,000 (2026) 1,090,000 (2027) 1,125,000 (2028) 1,160,000 (2029) 1,195,000 (2030) 1,235,000 (2031) 1,275,000 (2032) 1,315,000 (2033)
Combination Tax and Revenue Certificates of Obligation, Series 2013A	2.00, 3.00, 3.125, 3.25, 3.625, 3.75, 4.00, 4.25, 4.375, 4.50, 4.625 (3/1, 9/1)	08/15/13	09/01/33	505,000 (2014) 500,000 (2015) 510,000 (2016) 520,000 (2017) 530,000 (2018) 545,000 (2019) 560,000 (2020) 580,000 (2021) 595,000 (2022) 615,000 (2023) 630,000 (2024) 650,000 (2025) 675,000 (2026) 700,000 (2027)* 730,000 (2028)* 760,000 (2029)* 795,000 (2030)* 830,000 (2031)* 865,000 (2032)* 905,000 (2033)*

\* Refunded

EXHIBIT G-2  
(Page 3 of 5)

<b>Bonds</b>			
<b>Authorized</b>	<b>Issued</b>	<b>Retired or Refunded</b>	<b>Outstanding</b>
19,875,000	19,875,000	9,390,000	10,485,000
13,000,000	13,000,000	11,675,000	1,325,000

## CITY OF WICHITA FALLS, TEXAS

### COMBINED SCHEDULE OF BONDS PAYABLE (CONT'D.) SEPTEMBER 30, 2024

	Interest Rates and (Dates)	Issue Date	Final Maturity Date	Annual Serial Payments
Combination Tax and Revenue Certificates of Obligation, Series 2015	0.00, 0.09, 0.40, 0.68, 0.89, 1.05, 1.16, 1.29, 1.40, 1.47, 1.53, 1.59 1.64, 1.69, 1.74, 1.79 1.84, 1.89, 1.93, 1.96 1.99, 2.02, 2.05, 2.08 2.10, 2.11, 2.12 (3/1, 9/1)	01/02/15	03/01/45	890,000 (2016) 960,000 (2017) 960,000 (2018) 960,000 (2019) 965,000 (2020) 970,000 (2021) 975,000 (2022) 980,000 (2023) 990,000 (2024) 1,005,000 (2025) 1,015,000 (2026) 1,030,000 (2027) 1,040,000 (2028) 1,060,000 (2029) 1,080,000 (2030) 1,090,000 (2031) 1,110,000 (2032) 1,130,000 (2033) 1,145,000 (2034) 1,170,000 (2035) 1,185,000 (2036) 1,215,000 (2037) 1,235,000 (2038) 1,260,000 (2039) 1,285,000 (2040) 1,310,000 (2041) 1,340,000 (2042) 1,370,000 (2043) 1,395,000 (2044) 1,425,000 (2045)

Total Combination Tax and Revenue Bonds

Revenue Bonds:				
Water and Sewer System	2.00, 4.00, 5.00	06/01/16	08/01/27	2,635,000 (2017)
Revenue Refunding Bonds, Series 2016	(2/1, 8/1)			2,885,000 (2018) 6,915,000 (2019) 7,265,000 (2020) 7,635,000 (2021) 8,010,000 (2022) 8,410,000 (2023) 8,835,000 (2024) 9,275,000 (2025) 9,705,000 (2026) 2,435,000 (2027)

EXHIBIT G-2  
(Page 4 of 5)

Bonds			
Authorized	Issued	Retired or Refunded	Outstanding
33,545,000	33,545,000	8,650,000	24,895,000
66,420,000	66,420,000	29,715,000	36,705,000
74,005,000	74,005,000	52,590,000	21,415,000

**CITY OF WICHITA FALLS, TEXAS**

**COMBINED SCHEDULE OF BONDS PAYABLE (CONT'D.)**  
**SEPTEMBER 30, 2024**

Interest Rates and (Dates)	Issue Date	Final Maturity Date	Annual Serial Payments
Venue Tax Revenue Bonds, Series 2020	4.00 (3/1, 9/1)	12/01/20	09/01/50
			45,000 (2021)
			50,000 (2022)
			50,000 (2023)
			55,000 (2024)
			55,000 (2025)
			60,000 (2026)
			60,000 (2027)
			65,000 (2028)
			65,000 (2029)
			70,000 (2030)
			70,000 (2031)
			75,000 (2032)
			75,000 (2033)
			80,000 (2034)
			85,000 (2035)
			85,000 (2036)
			90,000 (2037)
			95,000 (2038)
			95,000 (2039)
			100,000 (2040)
			105,000 (2041)
			110,000 (2042)
			115,000 (2043)
			120,000 (2044)
			120,000 (2045)
			125,000 (2046)
			130,000 (2047)
			135,000 (2048)
			145,000 (2049)
			150,000 (2050)

Total Revenue Bonds

Total All Bonds

**EXHIBIT G-2**  
**(Page 5 of 5)**

Bonds			
Authorized	Issued	Retired or Refunded	Outstanding
2,680,000	2,680,000	200,000	2,480,000
76,685,000	76,685,000	52,790,000	23,895,000
\$ 187,425,000	\$ 187,425,000	\$ 100,485,000	\$ 86,940,000

## CITY OF WICHITA FALLS, TEXAS

DEBT SERVICE COVERAGE - REVENUE BONDS  
SEPTEMBER 30, 2024

## Water and Sewer Revenue Bonds:

Change in net position (Exhibit A-8)		\$ 12,017,487
Add:		
Depreciation and amortization	\$ 9,108,951	
Interest expense and paying agent fees	1,959,955	
Transfers out	<u>2,143,194</u>	13,212,100
Subtract:		
West Texas Utilities water revenues	500,000	
Gain (loss) on sale/abandonment of capital assets	1,310	
Capital contributions from developers	1,107,267	
Transfers in	<u>-</u>	(1,608,577)
Net earnings for determining debt service coverage		<u>\$ 23,621,010</u>

	Priority Lien Bonds	Subordinate Lien Bonds	
Net earnings for determining debt service coverage			\$ 23,621,010
Principal and interest requirements to maturity	\$ 23,181,250	\$ -	
Number of years remaining to pay bonds	<u>3</u>	<u>N/A</u>	
Average annual principal and interest requirement	7,727,083	N/A	
Minimum bond covenant debt service coverage	<u>1.25</u>	<u>1.10</u>	
Minimum debt service coverage requirement	<u>\$ 9,658,854</u>	<u>\$ -</u>	<u>9,658,854</u>
Excess over debt service coverage requirements			<u>\$ 13,962,156</u>

# CITY OF WICHITA FALLS, TEXAS

## CAPITAL ASSETS USED IN THE OPERATION OF GOVERNMENTAL FUNDS SCHEDULE BY FUNCTION AND ACTIVITY SEPTEMBER 30, 2024

	Land and Betterments	Buildings and Improvements	Machinery and Equipment
Administrative services:			
Mayor and City Council	\$ -	\$ -	\$ -
City Manager	- -	265,898	2,020
Personnel/Risk Management	- -	- -	2,963
Martin Luther King Center	- -	749,447	- -
Library	477,942	4,787,602	572,629
General Public Information	- -	693,348	229,892
Building Maintenance	- -	2,770,246	136,877
Nondepartmental	46,347	380,754	85,497
Municipal Court	230,000	310,819	75,951
Legal	- -	- -	1,518
Homeland security	- -	- -	584,968
Training Center	- -	- -	2,271
Golf course	3,808,375	1,205,573	93,430
Memorial Auditorium renovation	- -	- -	- -
Total administrative services	<u>4,562,664</u>	<u>11,163,687</u>	<u>1,788,016</u>
Police	<u>1,131,749</u>	<u>10,231,507</u>	<u>15,655,689</u>
Fire	<u>190,565</u>	<u>7,051,522</u>	<u>1,380,891</u>
Parks and recreation:			
Recreation	4,080,206	1,702,037	210,663
Park maintenance	4,719,322	554,597	110,051
Cemetery	141,685	- -	6,448
Lake Wichita Revitalization - Boardwalk	3,504,892	- -	- -
Lynwood Community Center	- -	214,895	- -
Total parks and recreation	<u>12,446,105</u>	<u>2,471,529</u>	<u>327,162</u>
Accounting/finance:			
Information Systems	- -	- -	15,379,061
Total accounting/finance	<u>15,379,061</u>	<u>15,379,061</u>	<u>15,379,061</u>
Community development:			
Planning	- -	- -	20,438
Inspection	- -	- -	1,360
Property management	10,727,324	420,891	9,275
Section 8 housing	- -	- -	47,274
Hazard Mitigation grant	170,800	- -	- -
Total community development	<u>10,898,124</u>	<u>420,891</u>	<u>78,347</u>
Public works:			
Engineering	- -	61,948	183,229
Street maintenance	415,650	100,108	30,606
Infrastructure	1,365,632	- -	- -
Total public works	<u>1,781,282</u>	<u>162,056</u>	<u>213,835</u>
Health:			
Administration	34,820	3,066,351	342,842
General City nursing	76,411	1,123	10,108
Environmental health	- -	- -	69,596
Lab water pollution	- -	- -	45,235
Animal reclaim center	150,737	4,114,850	26,772
Total health	<u>261,968</u>	<u>7,182,324</u>	<u>494,553</u>
Traffic and transportation	<u>- -</u>	<u>31,045</u>	<u>109,683</u>
Multi-Purpose Events Center	<u>9,560,210</u>	<u>45,157,533</u>	<u>675,809</u>
Wichita Falls Business Park	<u>1,099,507</u>	<u>- -</u>	<u>- -</u>
Total capital assets used in the operation of governmental funds	<u>\$ 41,932,174</u>	<u>\$ 83,872,094</u>	<u>\$ 36,103,046</u>

Furniture and Fixtures	Subscription Assets	Infrastructure	Construction in Progress	Totals
\$ 5,218	\$ -	\$ -	\$ -	\$ 5,218
13,644	-	-	-	281,562
4,660	-	-	-	7,623
-	-	-	-	749,447
73,266	-	-	-	5,911,439
3,184	-	-	-	926,424
-	-	-	-	2,907,123
-	-	-	-	512,598
-	-	-	-	616,770
-	-	-	-	1,518
-	-	-	-	584,968
-	-	-	-	2,271
-	-	-	-	5,107,378
-	-	-	4,669,206	4,669,206
<u>99,972</u>	<u>-</u>	<u>-</u>	<u>4,669,206</u>	<u>22,283,545</u>
<u>8,759</u>	<u>67,040</u>	<u>-</u>	<u>205,700</u>	<u>27,300,444</u>
<u>-</u>	<u>-</u>	<u>-</u>	<u>2,111</u>	<u>8,625,089</u>
-	-	-	-	5,992,906
-	-	-	-	5,383,970
-	-	-	-	148,133
-	-	-	-	3,504,892
-	-	-	-	214,895
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>15,244,796</u>
<u>-</u>	<u>827,994</u>	<u>-</u>	<u>-</u>	<u>16,207,055</u>
<u>-</u>	<u>827,994</u>	<u>-</u>	<u>-</u>	<u>16,207,055</u>
-	-	-	-	20,438
-	-	-	-	1,360
-	-	-	-	11,157,490
-	-	-	-	47,274
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>170,800</u>
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>11,397,362</u>
-	-	-	-	245,177
-	-	-	-	546,364
-	-	211,914,550	1,194,377	214,474,559
<u>-</u>	<u>-</u>	<u>211,914,550</u>	<u>1,194,377</u>	<u>215,266,100</u>
-	237,789	-	103,129	3,784,931
-	-	-	-	87,642
-	-	-	-	69,596
-	-	-	-	45,235
-	-	-	-	4,292,359
<u>-</u>	<u>237,789</u>	<u>-</u>	<u>103,129</u>	<u>8,279,763</u>
-	-	16,750,886	-	16,891,614
<u>22,117</u>	<u>73,405</u>	<u>-</u>	<u>-</u>	<u>55,489,074</u>
-	-	-	-	1,099,507
<u>\$ 130,848</u>	<u>\$ 1,206,228</u>	<u>\$ 228,665,436</u>	<u>\$ 6,174,523</u>	<u>\$ 398,084,349</u>

## CITY OF WICHITA FALLS, TEXAS

CAPITAL ASSETS USED IN THE OPERATION OF GOVERNMENTAL FUNDS  
SCHEDULE OF CHANGES BY FUNCTION AND ACTIVITY  
FOR THE YEAR ENDED SEPTEMBER 30, 2024

	Beginning Balance 10/1/2023	Additions	Deletions	Ending Balance 9/30/2024
Administrative services:				
Mayor and City Council	\$ 5,218	\$ -	\$ -	\$ 5,218
City Manager	281,562	-	-	281,562
Personnel/Risk Management	7,623	-	-	7,623
Martin Luther King Center	749,447	-	-	749,447
Library	5,619,263	292,176	-	5,911,439
General Public Information	926,424	-	-	926,424
Building Maintenance	2,907,123	-	-	2,907,123
Nondepartmental	512,598	-	-	512,598
Municipal Court	616,770	-	-	616,770
Legal	1,518	-	-	1,518
Homeland security	584,968	-	-	584,968
Training center	2,271	-	-	2,271
Golf course	5,107,378	-	-	5,107,378
Memorial Auditorium renovation	-	4,669,206	-	4,669,206
Total administrative services	<u>17,322,163</u>	<u>4,961,382</u>	<u>-</u>	<u>22,283,545</u>
Police	<u>27,076,912</u>	<u>223,532</u>	<u>-</u>	<u>27,300,444</u>
Fire	<u>8,625,089</u>	<u>-</u>	<u>-</u>	<u>8,625,089</u>
Parks and recreation:				
Recreation	5,992,906	-	-	5,992,906
Park maintenance	5,383,970	-	-	5,383,970
Cemetery	148,133	-	-	148,133
Lake Wichita Revitalization	2,653,267	851,625	-	3,504,892
Lynwood Community Center	214,895	-	-	214,895
Total parks and recreation	<u>14,393,171</u>	<u>851,625</u>	<u>-</u>	<u>15,244,796</u>
Accounting/finance:				
Information Systems	<u>12,645,716</u>	<u>3,561,339</u>	<u>-</u>	<u>16,207,055</u>
Total accounting/finance	<u>12,645,716</u>	<u>3,561,339</u>	<u>-</u>	<u>16,207,055</u>
Community development:				
Planning	20,438	-	-	20,438
Inspection	1,360	-	-	1,360
Property management	10,794,990	362,500	-	11,157,490
Section 8 Housing	47,274	-	-	47,274
Hazard Mitigation Grant	170,800	-	-	170,800
Total community development	<u>11,034,862</u>	<u>362,500</u>	<u>-</u>	<u>11,397,362</u>
Public works:				
Engineering	245,177	-	-	245,177
Street maintenance	546,364	-	-	546,364
Infrastructure	210,786,216	3,688,343	-	214,474,559
Total public works	<u>211,577,757</u>	<u>3,688,343</u>	<u>-</u>	<u>215,266,100</u>
Health:				
Administration	3,768,810	16,121	-	3,784,931
General city nursing	87,642	-	-	87,642
Environmental health	69,596	-	-	69,596
Lab water pollution	45,235	-	-	45,235
Animal reclaim center	4,292,359	-	-	4,292,359
Total health	<u>8,263,642</u>	<u>16,121</u>	<u>-</u>	<u>8,279,763</u>
Traffic and transportation	<u>16,093,167</u>	<u>798,447</u>	<u>-</u>	<u>16,891,614</u>
Multi-Purpose Events Center	<u>55,330,415</u>	<u>158,659</u>	<u>-</u>	<u>55,489,074</u>
Wichita Falls Business Park	<u>1,099,507</u>	<u>-</u>	<u>-</u>	<u>1,099,507</u>
Total capital assets	<u>\$ 383,462,401</u>	<u>\$ 14,621,948</u>	<u>\$ -</u>	<u>\$ 398,084,349</u>

**CITY OF WICHITA FALLS, TEXAS**

**REGIONAL AIRPORT FUND**  
**CAPITAL ASSETS AND ACCUMULATED DEPRECIATION**  
**FOR THE YEAR ENDED SEPTEMBER 30, 2024**

	<u>Balance</u> <u>10/1/2023</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance</u> <u>9/30/2024</u>
<b><u>Capital Assets:</u></b>				
Land and betterments	\$ 20,491,656	\$ -	\$ -	\$ 20,491,656
Buildings and improvements	34,322,705	-	-	34,322,705
Machinery and equipment	247,609	-	-	247,609
Furniture and fixtures	12,829	-	-	12,829
Infrastructure	1,308,101	-	-	1,308,101
Right-to-use leased assets	<u>3,066,768</u>	<u>-</u>	<u>-</u>	<u>3,066,768</u>
<b>Total capital assets</b>	<b>59,449,668</b>	<b>-</b>	<b>-</b>	<b>59,449,668</b>
<b><u>Accumulated Depreciation:</u></b>				
Land and betterments	7,685,905	824,666	-	8,510,571
Buildings and improvements	6,111,987	683,922	-	6,795,909
Machinery and equipment	144,955	20,791	-	165,746
Furniture and fixtures	12,830	-	-	12,830
Right-to-use leased assets	891,866	62,587	-	954,453
Infrastructure	<u>61,044</u>	<u>17,442</u>	<u>-</u>	<u>78,486</u>
<b>Total accumulated depreciation</b>	<b><u>14,908,587</u></b>	<b><u>1,609,408</u></b>	<b><u>-</u></b>	<b><u>16,517,995</u></b>
<b>Net capital assets</b>	<b><u>\$ 44,541,081</u></b>	<b><u>\$ (1,609,408)</u></b>	<b><u>\$ -</u></b>	<b><u>\$ 42,931,673</u></b>

## CITY OF WICHITA FALLS, TEXAS

**KICKAPOO AIRPORT FUND**  
**CAPITAL ASSETS AND ACCUMULATED DEPRECIATION**  
**FOR THE YEAR ENDED SEPTEMBER 30, 2024**

	<u>Balance</u> <u>10/1/2023</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance</u> <u>9/30/2024</u>
<b><u>Capital Assets:</u></b>				
Land and betterments	\$ 13,643,355	\$ -	\$ -	\$ 13,643,355
Buildings and improvements	4,052,631	-	-	4,052,631
Machinery and equipment	583,215	-	-	583,215
Construction in progress	<u>35,247</u>	<u>-</u>	<u>-</u>	<u>35,247</u>
<b>Total capital assets</b>	<b><u>18,314,448</u></b>	<b><u>-</u></b>	<b><u>-</u></b>	<b><u>18,314,448</u></b>
<b><u>Accumulated Depreciation:</u></b>				
Land and betterments	4,711,006	382,914	-	5,093,920
Buildings and improvements	1,747,558	120,564	-	1,868,122
Machinery and equipment	<u>547,600</u>	<u>23,664</u>	<u>-</u>	<u>571,264</u>
<b>Total accumulated depreciation</b>	<b><u>7,006,164</u></b>	<b><u>527,142</u></b>	<b><u>-</u></b>	<b><u>7,533,306</u></b>
<b>Net capital assets</b>	<b><u>\$ 11,308,284</u></b>	<b><u>\$ (527,142)</u></b>	<b><u>\$ -</u></b>	<b><u>\$ 10,781,142</u></b>

**CITY OF WICHITA FALLS, TEXAS**

**TRANSIT FUND**  
**CAPITAL ASSETS AND ACCUMULATED DEPRECIATION**  
**FOR THE YEAR ENDED SEPTEMBER 30, 2024**

	<u>Balance</u> <u>10/1/2023</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance</u> <u>9/30/2024</u>
<b><u>Capital Assets:</u></b>				
Land and betterments	\$ 2,001,247	\$ -	\$ -	\$ 2,001,247
Buildings and improvements	17,604,543	-	-	17,604,543
Machinery and equipment	<u>546,740</u>	<u>17,465</u>	<u>-</u>	<u>564,205</u>
Total capital assets	<u>20,152,530</u>	<u>17,465</u>	<u>-</u>	<u>20,169,995</u>
<b><u>Accumulated Depreciation:</u></b>				
Land and betterments	110,766	10,550	-	121,316
Buildings and improvements	1,788,970	379,251	-	2,168,221
Machinery and equipment	<u>502,926</u>	<u>10,593</u>	<u>-</u>	<u>513,519</u>
Total accumulated depreciation	<u>2,402,662</u>	<u>400,394</u>	<u>-</u>	<u>2,803,056</u>
Net capital assets	<u><u>\$ 17,749,868</u></u>	<u><u>\$ (382,929)</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 17,366,939</u></u>

**CITY OF WICHITA FALLS, TEXAS**

**STORMWATER DRAINAGE FUND**  
**CAPITAL ASSETS AND ACCUMULATED DEPRECIATION**  
**FOR THE YEAR ENDED SEPTEMBER 30, 2024**

	<u>Balance</u> <u>10/1/2023</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance</u> <u>9/30/2024</u>
<b><u>Capital Assets:</u></b>				
Drainage	\$ 33,022,416	\$ -	\$ -	\$ 33,022,416
Land and betterments	686,528	-	-	686,528
Machinery and equipment	60,395	-	-	60,395
Construction in progress	<u>933,578</u>	<u>2,323,541</u>	<u>-</u>	<u>3,257,119</u>
Total capital assets	<u>34,702,917</u>	<u>2,323,541</u>	<u>-</u>	<u>37,026,458</u>
<b><u>Accumulated Depreciation:</u></b>				
Drainage	4,095,531	422,487	-	4,518,018
Land betterments	58,955	6,354	-	65,309
Machinery and equipment	<u>49,196</u>	<u>1,600</u>	<u>-</u>	<u>50,796</u>
Total accumulated depreciation	<u>4,203,682</u>	<u>430,441</u>	<u>-</u>	<u>4,634,123</u>
Net capital assets	<u>\$ 30,499,235</u>	<u>\$ 1,893,100</u>	<u>\$ -</u>	<u>\$ 32,392,335</u>

**CITY OF WICHITA FALLS, TEXAS**

**SANITATION FUND**  
**CAPITAL ASSETS AND ACCUMULATED DEPRECIATION**  
**FOR THE YEAR ENDED SEPTEMBER 30, 2024**

	<u>Balance</u> <u>10/1/2023</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance</u> <u>9/30/2024</u>
<b><u>Capital Assets:</u></b>				
Land and betterments	\$ 9,744,373	\$ 365,575	\$ -	\$ 10,109,948
Buildings and improvements	3,571,328	1,118,432	-	4,689,760
Machinery and equipment	685,008	361,759	-	1,046,767
Construction in progress	<u>906,397</u>	<u>890,058</u>	<u>1,484,007</u>	<u>312,448</u>
Total capital assets	<u>14,907,106</u>	<u>2,735,824</u>	<u>1,484,007</u>	<u>16,158,923</u>
<b><u>Accumulated Depreciation:</u></b>				
Land and betterments	2,254,762	185,347	-	2,440,109
Buildings and improvements	2,114,146	206,528	-	2,320,674
Machinery and equipment	<u>570,435</u>	<u>76,932</u>	<u>-</u>	<u>647,367</u>
Total accumulated depreciation	<u>4,939,343</u>	<u>468,807</u>	<u>-</u>	<u>5,408,150</u>
Net capital assets	<u><u>\$ 9,967,763</u></u>	<u><u>\$ 2,267,017</u></u>	<u><u>\$ 1,484,007</u></u>	<u><u>\$ 10,750,773</u></u>

## CITY OF WICHITA FALLS, TEXAS

**WATER AND SEWER FUND**  
**CAPITAL ASSETS AND ACCUMULATED DEPRECIATION**  
**FOR THE YEAR ENDED SEPTEMBER 30, 2024**

	Balance 10/1/2023	Additions	Deletions	Balance 9/30/2024
<b><u>Capital Assets:</u></b>				
Land and betterments	\$ 24,349,958	\$ -	\$ -	\$ 24,349,958
Buildings, systems and improvements	413,362,023	6,001,803	-	419,363,826
Machinery and equipment	7,071,139	489,692	-	7,560,831
Furniture and fixtures	1,164	-	-	1,164
Construction in progress	<u>4,725,909</u>	<u>5,840,527</u>	<u>3,327,459</u>	<u>7,238,977</u>
Total capital assets	<u>449,510,193</u>	<u>12,332,022</u>	<u>3,327,459</u>	<u>458,514,756</u>
<b><u>Accumulated Depreciation:</u></b>				
Land and betterments	12,724,275	229,613	-	12,953,888
Buildings, systems and improvements	170,151,617	8,435,028	-	178,586,645
Machinery and equipment	5,675,002	444,309	-	6,119,311
Furniture and fixtures	<u>1,164</u>	<u>-</u>	<u>-</u>	<u>1,164</u>
Total accumulated depreciation	<u>188,552,058</u>	<u>9,108,950</u>	<u>-</u>	<u>197,661,008</u>
Net capital assets	<u>\$ 260,958,135</u>	<u>\$ 3,223,072</u>	<u>\$ 3,327,459</u>	<u>\$ 260,853,748</u>

**CITY OF WICHITA FALLS, TEXAS**

**WATERPARK FUND**  
**CAPITAL ASSETS AND ACCUMULATED DEPRECIATION**  
**FOR THE YEAR ENDED SEPTEMBER 30, 2024**

	Balance 10/1/2023	Additions	Deletions	Balance 9/30/2024
<b><u>Capital Assets:</u></b>				
Land and betterments	\$ 389,894	\$ -	\$ -	\$ 389,894
Buildings and improvements	4,641,246	-	-	4,641,246
Machinery and equipment	<u>481,601</u>	<u>511,896</u>	<u>-</u>	<u>993,497</u>
Total capital assets	<u>5,512,741</u>	<u>511,896</u>	<u>-</u>	<u>6,024,637</u>
<b><u>Accumulated Depreciation:</u></b>				
Buildings and improvements	2,882,152	233,212	-	3,115,364
Machinery and equipment	<u>259,479</u>	<u>57,219</u>	<u>-</u>	<u>316,698</u>
Total accumulated depreciation	<u>3,141,631</u>	<u>290,431</u>	<u>-</u>	<u>3,432,062</u>
Net capital assets	<u><u>\$ 2,371,110</u></u>	<u><u>\$ 221,465</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 2,592,575</u></u>

## CITY OF WICHITA FALLS, TEXAS

**FLEET MAINTENANCE FUND**  
**CAPITAL ASSETS AND ACCUMULATED DEPRECIATION**  
**FOR THE YEAR ENDED SEPTEMBER 30, 2024**

	<u>Balance</u> <u>10/1/2023</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance</u> <u>9/30/2024</u>
<b><u>Capital Assets:</u></b>				
Land and betterments	\$ 436,269	\$ -	\$ -	\$ 436,269
Buildings and improvements	4,855,820	-	-	4,855,820
Machinery and equipment	1,670,786	-	-	1,670,786
Furniture and fixtures	2,950	-	-	2,950
Motor vehicles	75,586,580	15,781,789	19,403	91,348,966
Construction in progress	<u>130,954</u>	<u>127,016</u>	<u>195,361</u>	<u>62,609</u>
<b>Total capital assets</b>	<b><u>82,683,359</u></b>	<b><u>15,908,805</u></b>	<b><u>214,764</u></b>	<b><u>98,377,400</u></b>
<b><u>Accumulated Depreciation:</u></b>				
Land and betterments	2,611	-	-	2,611
Buildings and improvements	3,368,239	124,312	-	3,492,551
Machinery and equipment	1,617,490	13,080	-	1,630,570
Furniture and fixtures	2,950	-	-	2,950
Motor vehicles	<u>53,020,171</u>	<u>5,632,068</u>	<u>19,403</u>	<u>58,632,836</u>
<b>Total accumulated depreciation</b>	<b><u>58,011,461</u></b>	<b><u>5,769,460</u></b>	<b><u>19,403</u></b>	<b><u>63,761,518</u></b>
<b>Net capital assets</b>	<b><u>\$ 24,671,898</u></b>	<b><u>\$ 10,139,345</u></b>	<b><u>\$ 195,361</u></b>	<b><u>\$ 34,615,882</u></b>

**CITY OF WICHITA FALLS, TEXAS**

**DUPLICATING SERVICES FUND**  
**CAPITAL ASSETS AND ACCUMULATED DEPRECIATION**  
**FOR THE YEAR ENDED SEPTEMBER 30, 2024**

	<u>Balance</u> <u>10/1/2023</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance</u> <u>9/30/2024</u>
<b><u>Capital Assets:</u></b>				
Machinery and equipment	<u>\$ 9,117</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 9,117</u>
<b><u>Accumulated Depreciation:</u></b>				
Machinery and equipment	<u>9,117</u>	<u>-</u>	<u>-</u>	<u>9,117</u>
Net capital assets	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

**CITY OF WICHITA FALLS, TEXAS**

**INFORMATION TECHNOLOGY FUND**  
**CAPITAL ASSETS AND ACCUMULATED DEPRECIATION**  
**FOR THE YEAR ENDED SEPTEMBER 30, 2024**

	<u>Balance 10/1/2023</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance 9/30/2024</u>
<b><u>Capital Assets:</u></b>				
Machinery and equipment	\$ 11,352,008	\$ 3,336,959	\$ -	\$ 14,688,967
Subscription assets	<u>603,614</u>	<u>224,380</u>	<u>-</u>	<u>827,994</u>
Total capital assets	<u>11,955,622</u>	<u>3,561,339</u>	<u>-</u>	<u>15,516,961</u>
<b><u>Accumulated Depreciation:</u></b>				
Machinery and equipment	6,043,319	1,468,594	-	7,511,913
Subscription assets	<u>422,530</u>	<u>105,237</u>	<u>-</u>	<u>527,767</u>
Total accumulated depreciation	<u>6,465,849</u>	<u>1,573,831</u>	<u>-</u>	<u>8,039,680</u>
Net capital assets	<u>\$ 5,489,773</u>	<u>\$ 1,987,508</u>	<u>\$ -</u>	<u>\$ 7,477,281</u>

## CITY OF WICHITA FALLS, TEXAS

### WICHITA FALLS ECONOMIC DEVELOPMENT CORPORATION CAPITAL ASSETS AND ACCUMULATED DEPRECIATION FOR THE YEAR ENDED SEPTEMBER 30, 2024

	Balance 10/1/2023	Additions	Deletions	Balance 9/30/2024
<b><u>Capital Assets:</u></b>				
Land and betterments	\$ 1,177,156	\$ -	\$ -	\$ 1,177,156
Buildings and improvements	6,028,915	- -	- -	6,028,915
Construction in progress	<u>1,030,896</u>	<u>1,840,297</u>	<u>- -</u>	<u>2,871,193</u>
Total capital assets	<u>8,236,967</u>	<u>1,840,297</u>	<u>- -</u>	<u>10,077,264</u>
<b><u>Accumulated Depreciation:</u></b>				
Buildings and improvements	<u>123,528</u>	<u>91,417</u>	<u>- -</u>	<u>214,945</u>
Net capital assets	<u>\$ 8,113,439</u>	<u>\$ 1,748,880</u>	<u>\$ - -</u>	<u>\$ 9,862,319</u>

**CITY OF WICHITA FALLS, TEXAS**

**WICHITA FALLS 4B SALES TAX CORPORATION**  
**CAPITAL ASSETS AND ACCUMULATED DEPRECIATION**  
**FOR THE YEAR ENDED SEPTEMBER 30, 2024**

	<u>Balance</u> <u>10/1/2023</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance</u> <u>9/30/2024</u>
<b><u>Capital Assets:</u></b>				
Buildings and improvements	\$ -	\$ 17,311,310	\$ -	\$ 17,311,310
Machinery and equipment	- -	216,851	- -	216,851
Construction in progress	<u>17,528,161</u>	<u>-</u>	<u>17,528,161</u>	<u>-</u>
Total capital assets	<u>17,528,161</u>	<u>17,528,161</u>	<u>17,528,161</u>	<u>17,528,161</u>
<b><u>Accumulated Depreciation:</u></b>				
Buildings and improvements	- -	577,044	- -	577,044
Machinery and equipment	- -	7,228	- -	7,228
Total accumulated depreciation	<u>- -</u>	<u>584,272</u>	<u>- -</u>	<u>584,272</u>
Net capital assets	<u><u>\$ 17,528,161</u></u>	<u><u>\$ 16,943,889</u></u>	<u><u>\$17,528,161</u></u>	<u><u>\$ 16,943,889</u></u>

***STATISTICAL SECTION (UNAUDITED)***

This part of the City of Wichita Falls, Texas' Annual Comprehensive Financial Report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the government's overall financial health.

<b>Contents</b>	<b>Page</b>
Financial Trends <i>These schedules contain trend information to help the reader understand how the government's financial performance and well-being have changed over time.</i>	118
Revenue Capacity <i>These schedules contain information to help the reader assess the government's most significant local revenue source, the property tax.</i>	123
Debt Capacity <i>These schedules present information to help the reader assess the affordability of the government's current levels of outstanding debt and the government's ability to issue additional debt in the future.</i>	128
Demographic and Economic Information <i>These schedules offer demographic and economic indicators to help the reader understand the environment within which the government's financial activities take place.</i>	133
Operating Information <i>These schedules contain service and infrastructure data to help the reader understand how the information in the government's financial report relates to the services the government provides and the activities it performs.</i>	135

## CITY OF WICHITA FALLS, TEXAS

### NET POSITION BY COMPONENT LAST TEN FISCAL YEARS (UNAUDITED)

	2014-2015	2015-2016	2016-2017	2017-2018
Governmental activities				
Net investment in capital assets	\$ 143,014,752	\$ 148,206,829	\$ 150,776,165	\$ 150,833,699
Restricted	3,715,125	4,468,638	5,497,793	5,626,033
Unrestricted	(59,103,807)	(64,279,354)	(68,466,161)	(81,755,666)
Total governmental activities net position	<u><u>\$ 87,626,070</u></u>	<u><u>\$ 88,396,113</u></u>	<u><u>\$ 87,807,797</u></u>	<u><u>\$ 74,704,066</u></u>
Business-type activities				
Net investment in capital assets	\$ 238,249,137	\$ 236,074,244	\$ 250,154,417	\$ 254,487,928
Restricted	11,800,667	11,082,332	11,046,973	11,571,092
Unrestricted	13,941,283	31,265,373	27,573,458	35,237,418
Total business-type activities net position	<u><u>\$ 263,991,087</u></u>	<u><u>\$ 278,421,949</u></u>	<u><u>\$ 288,774,848</u></u>	<u><u>\$ 301,296,438</u></u>
Primary government				
Net investment in capital assets	\$ 381,263,889	\$ 384,281,073	\$ 400,930,582	\$ 405,321,627
Restricted	15,515,792	15,550,970	16,544,766	17,197,125
Unrestricted	(45,162,524)	(33,013,981)	(40,892,703)	(46,518,248)
Total primary government net position	<u><u>\$ 351,617,157</u></u>	<u><u>\$ 366,818,062</u></u>	<u><u>\$ 376,582,645</u></u>	<u><u>\$ 376,000,504</u></u>

## Fiscal Year

2018-2019	2019-2020	2020-2021	2021-2022	2022-2023	2023-2024
\$ 152,824,700 5,974,408 (85,423,347) <u>\$ 73,375,761</u>	\$ 155,903,407 6,632,804 (94,509,218) <u>\$ 68,026,993</u>	\$ 160,441,794 7,260,262 (85,096,370) <u>\$ 82,605,686</u>	\$ 160,339,899 9,812,139 (70,492,162) <u>\$ 99,659,876</u>	\$ 170,463,853 11,201,687 (70,135,236) <u>\$ 111,530,304</u>	\$ 178,714,840 14,111,253 (68,343,604) <u>\$ 124,482,489</u>
\$ 264,868,493 11,780,255 37,715,916 <u>\$ 314,364,664</u>	\$ 270,540,608 12,008,946 47,578,892 <u>\$ 330,128,446</u>	\$ 293,604,354 11,836,811 45,447,623 <u>\$ 350,888,788</u>	\$ 309,284,549 11,840,406 53,612,672 <u>\$ 374,737,627</u>	\$ 323,219,696 12,395,127 57,082,234 <u>\$ 392,697,057</u>	\$ 336,375,288 12,817,592 59,570,047 <u>\$ 408,762,927</u>
\$ 417,693,193 17,754,663 (47,707,431) <u>\$ 387,740,425</u>	\$ 426,444,015 18,641,750 (46,930,326) <u>\$ 398,155,439</u>	\$ 454,046,148 19,097,073 (39,648,747) <u>\$ 433,494,474</u>	\$ 469,624,448 21,652,545 (16,879,490) <u>\$ 474,397,503</u>	\$ 493,683,549 23,596,814 (13,053,002) <u>\$ 504,227,361</u>	\$ 515,090,128 26,928,845 (8,773,557) <u>\$ 533,245,416</u>

# CITY OF WICHITA FALLS, TEXAS

## CHANGES IN NET POSITION LAST TEN FISCAL YEARS (UNAUDITED)

	2014-2015	2015-2016	2016-2017	2017-2018
<b>Expenses</b>				
Governmental activities:				
Administrative services	\$ 14,837,668	\$ 14,235,870	\$ 15,198,841	\$ 16,029,050
Police	23,705,432	25,633,843	25,513,220	25,046,425
Fire	16,455,087	17,476,759	21,107,882	24,205,615
Parks and recreation	5,492,124	5,637,654	5,655,633	5,484,893
Accounting/finance	876,069	787,945	760,506	663,516
Community development	6,400,781	6,681,803	6,902,628	6,579,677
Public works	8,117,413	8,334,993	8,551,971	8,563,442
Health	5,398,191	5,707,386	5,814,947	5,798,759
Traffic and transportation	2,555,837	2,667,418	2,579,284	2,383,760
Multi-Purpose Events Center	4,553,654	4,544,817	4,021,413	3,250,928
Interest and fees on long-term debt	1,910,975	1,631,355	1,443,552	1,556,402
Total governmental activities expenses	<u>90,303,231</u>	<u>93,339,843</u>	<u>97,549,877</u>	<u>99,562,467</u>
Business-type activities:				
Municipal Airport	2,532,243	1,881,055	1,827,618	1,907,909
Kickapoo Airport	1,412,211	1,252,359	1,198,823	1,259,413
Transit	2,524,244	2,673,176	2,540,427	2,377,201
Sanitation	9,489,348	9,841,683	10,216,686	10,300,771
Water and Sewer	33,554,406	32,120,018	33,288,819	33,426,850
Stormwater drainage	674,839	828,537	816,334	796,597
Waterpark	1,557,158	1,598,720	1,538,193	1,591,560
Total business-type activities expenses	<u>51,744,449</u>	<u>50,195,548</u>	<u>51,426,900</u>	<u>51,660,301</u>
Total primary government expenses	<u><u>\$ 142,047,680</u></u>	<u><u>\$ 143,535,391</u></u>	<u><u>\$ 148,976,777</u></u>	<u><u>\$ 151,222,768</u></u>
<b>Program Revenues</b>				
Governmental activities:				
Charges for services:				
Administrative services	\$ 4,030,674	\$ 4,270,749	\$ 4,735,471	\$ 4,501,100
Police	396,228	335,112	420,289	338,223
Fire	6,866	1,749	36,937	39,598
Parks and recreation	447,990	429,207	441,751	393,227
Community development	1,006,966	1,101,085	1,209,021	1,233,431
Public works	9,510	11,824	14,223	10,869
Health	995,634	1,051,834	1,081,910	1,110,658
Traffic and transportation	162,184	72,965	126,334	122,384
Multi-Purpose Events Center	1,604,828	1,561,783	892,049	10,872
Operating grants and contributions	11,019,845	14,803,477	14,934,929	12,437,104
Capital grants and contributions	5,349,242	3,942,929	1,032,502	4,296,164
Total governmental activities program revenues	<u>25,029,967</u>	<u>27,582,714</u>	<u>24,925,416</u>	<u>24,493,630</u>

Fiscal Year						
2018-2019	2019-2020	2020-2021	2021-2022	2022-2023	2023-2024	
\$ 15,853,414	\$ 15,623,435	\$ 16,023,333	\$ 16,701,365	\$ 19,214,246	\$ 20,263,581	
27,736,316	34,225,996	26,119,364	25,454,226	30,331,586	31,202,927	
21,059,239	26,796,338	26,145,244	22,599,594	25,908,574	25,483,398	
5,995,353	6,057,586	5,134,632	5,810,019	6,554,341	7,415,430	
785,465	1,004,472	759,671	722,292	1,061,629	1,109,393	
7,253,122	7,586,750	6,955,276	7,498,256	10,261,349	8,402,052	
8,533,518	8,708,349	7,894,812	8,620,682	9,329,189	10,628,459	
5,964,161	6,630,232	6,229,228	7,065,470	7,585,313	7,550,956	
2,951,269	3,255,742	2,412,555	3,076,440	3,265,753	4,195,482	
3,126,421	2,791,731	2,848,607	5,134,193	6,049,052	5,177,255	
1,780,418	1,607,429	1,695,662	1,455,563	1,306,918	1,214,911	
<u>101,038,696</u>	<u>114,288,060</u>	<u>102,218,384</u>	<u>104,138,100</u>	<u>120,867,950</u>	<u>122,643,844</u>	
2,014,903	2,097,484	2,753,360	2,929,361	3,041,535	3,055,752	
1,451,976	1,282,322	1,185,924	1,642,866	1,549,000	1,581,879	
2,622,657	2,552,634	2,254,674	3,123,714	3,377,663	3,431,762	
11,407,943	11,727,774	10,138,273	10,857,203	11,688,957	13,787,413	
33,564,147	34,893,459	33,126,472	33,728,464	39,661,150	39,813,704	
785,974	864,517	1,137,854	1,147,940	1,118,252	1,037,049	
1,599,828	1,494,829	1,605,187	1,681,431	1,880,642	1,938,552	
<u>53,447,428</u>	<u>54,913,019</u>	<u>52,201,744</u>	<u>55,110,979</u>	<u>62,317,199</u>	<u>64,646,111</u>	
<u>\$ 154,486,124</u>	<u>\$ 169,201,079</u>	<u>\$ 154,420,128</u>	<u>\$ 159,249,079</u>	<u>\$ 183,185,149</u>	<u>\$ 187,289,955</u>	
\$ 4,657,529	\$ 4,325,538	\$ 6,858,710	\$ 5,556,508	\$ 5,679,417	\$ 5,542,717	
288,280	311,390	263,904	393,772	815,908	321,523	
85,627	43,306	106	60,360	63,790	90,273	
355,005	293,275	263,101	334,990	417,761	471,058	
1,419,097	1,426,440	1,549,609	2,231,598	2,170,065	1,825,332	
7,511	17,999	5,839	39,213	4,014	13,075	
1,126,273	1,107,601	1,132,205	1,131,018	1,134,133	1,122,976	
121,251	113,048	153,560	109,655	174,841	186,392	
-	3,482	44,326	1,705,277	2,170,634	2,101,233	
12,908,026	21,239,893	17,665,897	17,045,852	22,509,058	18,749,066	
60,000	-	1,996,829	1,876,048	1,451,564	3,689,321	
<u>21,028,599</u>	<u>28,881,972</u>	<u>29,934,086</u>	<u>30,484,291</u>	<u>36,591,185</u>	<u>34,112,966</u>	

## CITY OF WICHITA FALLS, TEXAS

### CHANGES IN NET POSITION (CONT'D.) LAST TEN FISCAL YEARS (UNAUDITED)

	2014-2015	2015-2016	2016-2017	2017-2018
Business-type activities:				
Charges for services:				
Regional Airport	864,505	1,109,959	1,120,916	1,178,304
Kickapoo Airport	1,090,276	970,129	884,354	924,673
Transit	541,389	503,708	432,083	431,419
Sanitation	12,790,072	13,223,470	13,394,186	13,701,215
Water and Sewer	38,855,845	42,999,399	43,527,980	46,225,281
Stormwater drainage	2,763,120	3,703,803	3,738,019	3,728,335
Waterpark	1,492,787	1,437,615	1,321,622	1,501,475
Operating grants and contributions	1,826,749	2,282,163	1,701,652	3,938,011
Capital grants and contributions	1,558,589	209,110	396,830	876,211
Total business-type activities program revenues	<u>61,783,332</u>	<u>66,439,356</u>	<u>66,517,642</u>	<u>72,504,924</u>
Total primary government program revenues	<u><u>\$ 86,813,299</u></u>	<u><u>\$ 94,022,070</u></u>	<u><u>\$ 91,443,058</u></u>	<u><u>\$ 96,998,554</u></u>
Net (Expense)/Revenue				
Governmental activities	\$ (65,273,264)	\$ (65,757,129)	\$ (72,624,461)	\$ (75,068,837)
Business-type activities	10,038,883	16,243,808	15,090,742	20,844,623
Total primary government net expense	<u><u>\$ (55,234,381)</u></u>	<u><u>\$ (49,513,321)</u></u>	<u><u>\$ (57,533,719)</u></u>	<u><u>\$ (54,224,214)</u></u>
General Revenues and Other Changes in Net Position				
Governmental activities:				
Taxes:				
Property tax	\$ 31,072,640	\$ 34,515,164	\$ 35,120,896	\$ 35,842,110
Sales tax	22,403,406	22,373,768	22,413,397	23,861,013
Franchise fees	5,414,414	5,038,247	5,193,721	5,326,403
Hotel occupancy tax	1,775,372	1,910,468	1,878,061	1,952,011
Beverage tax	291,091	286,986	281,687	308,333
Investment earnings	20,732	129,886	303,325	625,368
Miscellaneous	562,290	474,093	1,660,889	499,060
Transfers	(2,072,770)	2,003,892	5,184,169	4,611,766
Total governmental activities	<u>59,467,175</u>	<u>66,732,504</u>	<u>72,036,145</u>	<u>73,026,064</u>
Business-type activities:				
Investment earnings	14,884	175,860	415,837	748,434
Miscellaneous	87,079	60,331	22,028	89,332
Transfers	2,072,770	(2,003,892)	(5,184,169)	(4,611,766)
Total business-type activities	<u>2,174,733</u>	<u>(1,767,701)</u>	<u>(4,746,304)</u>	<u>(3,774,000)</u>
Total primary government	<u><u>\$ 61,641,908</u></u>	<u><u>\$ 64,964,803</u></u>	<u><u>\$ 67,289,841</u></u>	<u><u>\$ 69,252,064</u></u>
Change in Net Position				
Governmental activities	\$ (5,806,089)	\$ 975,375	\$ (588,316)	\$ (2,042,773)
Business-type activities	12,213,616	14,476,107	10,344,438	17,070,623
Total primary government	<u><u>\$ 6,407,527</u></u>	<u><u>\$ 15,451,482</u></u>	<u><u>\$ 9,756,122</u></u>	<u><u>\$ 15,027,850</u></u>



**CITY OF WICHITA FALLS, TEXAS**

**FUND BALANCES, GOVERNMENTAL FUNDS -  
LAST TEN FISCAL YEARS (UNAUDITED)**

	<u>2014-2015</u>	<u>2015-2016</u>	<u>2016-2017</u>	<u>2017-2018</u>
General Fund				
Nonspendable	\$ 210,069	\$ 157,494	\$ 131,311	\$ 309,042
Assigned	1,102,026	878,314	1,059,850	964,114
Unassigned	13,682,061	13,161,690	13,138,307	14,133,369
Total general fund	<u>\$ 14,994,156</u>	<u>\$ 14,197,498</u>	<u>\$ 14,329,468</u>	<u>\$ 15,406,525</u>
All other Governmental Funds				
Nonspendable	\$ 95,283	\$ 84,013	\$ -	\$ -
Restricted	5,977,567	5,729,434	5,617,402	23,075,586
Committed	2,734,119	2,694,718	2,670,133	2,208,977
Unassigned	(550,863)	(773,238)	(1,224,316)	(904,338)
Total all other governmental funds	<u>\$ 8,256,106</u>	<u>\$ 7,734,927</u>	<u>\$ 7,063,219</u>	<u>\$ 24,380,225</u>

Fiscal Year					
2018-2019	2019-2020	2020-2021	2021-2022	2022-2023	2023-2024
\$ 359,446	\$ 383,596	\$ 251,665	\$ 328,907	\$ 649,684	\$ 422,061
-	-	-	-	-	-
<u>18,310,378</u>	<u>26,955,178</u>	<u>37,181,391</u>	<u>45,732,320</u>	<u>48,015,435</u>	<u>50,432,693</u>
<u><u>\$ 18,669,824</u></u>	<u><u>\$ 27,338,774</u></u>	<u><u>\$ 37,433,056</u></u>	<u><u>\$ 46,061,227</u></u>	<u><u>\$ 48,665,119</u></u>	<u><u>\$ 50,854,754</u></u>
\$ 1,822	\$ -	\$ 1,470,561	\$ 1,639,863	\$ 2,597,356	\$ 2,874,619
21,903,321	16,435,498	16,582,041	13,764,738	12,212,135	15,203,776
2,865,289	2,495,627	2,380,635	3,210,175	3,184,286	3,472,787
(994,338)	(994,338)	(779,966)	(86,381)	(151,813)	(233,456)
<u>\$ 23,776,094</u>	<u>\$ 17,936,787</u>	<u>\$ 19,653,271</u>	<u>\$ 18,528,395</u>	<u>\$ 17,841,964</u>	<u>\$ 21,317,726</u>

## CITY OF WICHITA FALLS, TEXAS

### CHANGES IN FUND BALANCES, GOVERNMENTAL FUNDS - LAST TEN FISCAL YEARS (UNAUDITED)

	2014-2015	2015-2016	2016-2017	2017-2018
<b>Revenues</b>				
Taxes	\$ 61,007,519	\$ 64,201,677	\$ 64,886,137	\$ 67,254,892
Charges for services	3,362,172	3,370,573	3,340,750	3,339,743
Licenses and permits	1,941,205	1,971,212	1,905,507	1,963,353
Fines and forfeitures	2,262,781	2,561,817	2,795,215	2,757,216
Intergovernmental revenue	12,401,075	13,537,869	10,833,921	9,112,281
Contributions	4,011,809	5,208,537	5,133,510	4,324,823
Miscellaneous revenue	3,118,424	3,120,633	4,239,955	2,499,916
Total revenues	<u>88,104,985</u>	<u>93,972,318</u>	<u>93,134,995</u>	<u>91,252,224</u>
<b>Expenditures</b>				
Administrative services	14,413,640	14,805,672	14,870,206	14,778,947
Police	21,997,801	23,580,992	23,883,109	24,205,161
Fire	14,719,074	16,077,272	16,536,044	16,896,863
Parks and recreation	5,065,222	5,204,296	5,277,544	5,287,117
Accounting/finance	747,341	702,883	719,865	701,643
Community development	6,440,963	6,678,753	6,931,301	6,685,328
Public works	5,449,860	5,555,929	5,732,327	5,511,044
Health	5,217,970	5,483,135	5,649,913	5,793,866
Traffic and transportation	2,395,837	2,224,511	2,117,966	2,113,558
Multi-Purpose Events Center	3,747,189	3,718,058	3,231,913	2,415,875
Capital outlay *	5,368,119	6,343,551	6,206,493	5,628,992
Debt service - principal	3,350,000	3,745,000	3,525,000	3,610,000
Debt service - interest	1,998,760	1,764,412	1,591,022	1,597,143
Debt service - bond issuance costs	-	-	-	-
Total expenditures	<u>90,911,776</u>	<u>95,884,464</u>	<u>96,272,703</u>	<u>95,225,537</u>
Excess of revenues over (under) expenditures	<u>(2,806,791)</u>	<u>(1,912,146)</u>	<u>(3,137,708)</u>	<u>(3,973,313)</u>
<b>Other Financing Sources (Uses)</b>				
Proceeds from bonds	-	13,482,256	-	24,171,317
Issuance of notes payable	47,848	(13,295,568)	-	3,310,009
Issuance of subscription liabilities	-	-	-	-
Payment to refunded bonds escrow agent	-	-	-	(6,546,898)
Transfers in	17,594,910	7,574,334	8,965,770	8,722,620
Transfer out	(23,335,238)	(6,961,378)	(6,367,674)	(4,393,890)
Total other financing sources (uses)	<u>(5,692,480)</u>	<u>799,644</u>	<u>2,598,096</u>	<u>25,263,158</u>
Net change in fund balances	<u>\$ (8,499,271)</u>	<u>\$ (1,112,502)</u>	<u>\$ (539,612)</u>	<u>\$ 21,289,845</u>
Debt service as a percentage of noncapital expenditures	6.25%	6.15%	5.68%	5.81%

\* Some miscellaneous costs (labor, etc) from other departments are also included as capital additions.

Fiscal Year					
2018-2019	2019-2020	2020-2021	2021-2022	2022-2023	2023-2024
\$ 70,389,292	\$ 73,868,498	\$ 79,855,276	\$ 85,201,256	\$ 86,776,370	\$ 89,661,409
3,426,222	3,399,064	3,701,539	3,628,485	3,875,847	4,054,112
2,080,203	1,737,778	1,631,602	2,303,431	2,016,267	1,861,123
2,833,785	1,798,401	2,435,469	2,667,978	3,728,902	3,562,866
8,738,383	17,514,038	14,647,769	13,991,338	19,323,854	19,096,646
4,169,643	3,725,855	3,022,874	3,054,514	2,796,604	2,893,986
3,274,916	3,093,988	4,420,330	5,918,640	10,959,685	11,027,752
<u>94,912,444</u>	<u>105,137,622</u>	<u>109,714,859</u>	<u>116,765,642</u>	<u>129,477,529</u>	<u>132,157,894</u>
15,235,739	14,394,187	16,644,153	16,735,288	17,978,073	18,387,773
25,064,950	27,416,198	27,380,379	28,178,657	29,904,433	31,929,167
16,891,819	17,740,642	18,402,915	19,216,297	20,972,473	22,046,971
5,423,148	5,314,741	5,081,829	5,775,749	6,442,448	7,192,658
753,748	845,894	853,221	849,276	1,057,534	1,191,878
7,119,550	7,081,495	7,262,275	7,949,102	10,304,073	8,737,674
5,302,692	5,411,047	4,796,841	5,412,349	5,793,264	6,433,371
5,645,601	5,685,128	6,499,796	7,523,335	7,397,026	7,845,457
2,362,089	2,573,962	2,226,382	2,673,643	2,798,352	3,399,346
2,286,621	1,940,870	2,064,199	4,295,907	5,327,942	4,462,383
7,888,964	11,290,435	7,417,749	8,267,619	16,051,010	10,901,063
4,000,000	4,045,000	4,215,000	3,613,482	3,721,606	3,866,606
1,912,443	1,877,363	1,821,451	1,651,608	1,533,392	1,405,349
-	-	103,139	83,463	-	-
<u>99,887,364</u>	<u>105,616,962</u>	<u>104,769,329</u>	<u>112,225,775</u>	<u>129,281,626</u>	<u>127,799,696</u>
(4,974,920)	(479,340)	4,945,530	4,539,867	195,903	4,358,198
-	-	2,685,339	3,375,027	-	-
-	-	-	-	-	-
-	-	-	-	304,829	73,405
-	-	-	(3,292,314)	-	-
8,033,886	8,404,493	5,822,104	6,002,411	8,708,035	5,374,608
(3,295,594)	(5,095,512)	(1,642,211)	(3,522,108)	(7,299,247)	(3,685,623)
<u>4,738,292</u>	<u>3,308,981</u>	<u>6,865,232</u>	<u>2,563,016</u>	<u>1,713,617</u>	<u>1,762,390</u>
<u>\$ (236,628)</u>	<u>\$ 2,829,641</u>	<u>\$ 11,810,762</u>	<u>\$ 7,102,883</u>	<u>\$ 1,909,520</u>	<u>\$ 6,120,588</u>
6.43%	6.28%	6.20%	5.06%	4.64%	4.51%

**CITY OF WICHITA FALLS, TEXAS****TAX REVENUES BY SOURCE, GOVERNMENTAL FUNDS -  
LAST TEN FISCAL YEARS (UNAUDITED)**

Fiscal Year	Property	Sales	Franchise	Hotel Occupancy	Beverage	Bingo	Total
2014-2015	\$ 31,090,472	\$ 22,403,406	\$ 5,414,414	\$ 1,775,372	\$ 291,091	\$ 32,764	\$ 61,007,519
2015-2016	34,567,763	22,373,768	5,035,947	1,910,477	286,986	26,736	64,201,677
2016-2017	35,110,173	22,413,397	5,193,721	1,878,061	281,687	9,098	64,886,137
2017-2018	35,804,507	23,861,013	5,326,402	1,952,011	308,333	2,626	67,254,892
2018-2019	37,775,703	24,894,930	5,314,591	2,075,905	328,163	-	70,389,292
2019-2020	41,362,767	25,205,996	5,164,962	1,878,957	255,816	1,211	73,869,709
2020-2021	43,069,773	28,362,467	5,451,658	2,660,388	309,857	1,132	79,855,275
2021-2022	45,183,405	31,099,772	5,682,741	2,873,908	359,797	1,633	85,201,256
2022-2023	46,541,726	30,988,808	5,911,738	2,956,265	376,230	1,602	86,776,369
2023-2024	50,055,987	30,656,869	5,524,654	3,053,421	369,980	498	89,661,409

**CITY OF WICHITA FALLS, TEXAS****ASSESSED AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY -  
LAST TEN FISCAL YEARS (UNAUDITED)**

Fiscal Year	Real Property Assessed Value	Personal Property Assessed Value	Total Assessed Value	Total Direct Tax Rate	Estimated Actual Value	Ratio of Total Assessed to Total Estimated Actual Value
2014-2015	\$ 3,859,560,337	\$ 765,251,406	\$ 4,624,811,743	\$0.65526	\$ 4,624,811,743	100.00%
2015-2016	3,944,783,610	820,827,696	4,765,611,306	0.70598	4,765,611,306	100.00%
2016-2017	4,031,689,962	817,687,012	4,849,376,974	0.70598	4,849,376,974	100.00%
2017-2018	4,123,022,727	818,629,114	4,941,651,841	0.70598	4,941,651,841	100.00%
2018-2019	4,230,948,499	843,630,297	5,074,578,796	0.72988	5,074,578,796	100.00%
2019-2020	4,387,106,524	889,487,609	5,276,594,133	0.76332	5,276,594,133	100.00%
2020-2021	4,582,918,683	872,960,736	5,455,879,419	0.76332	5,455,879,419	100.00%
2021-2022	4,952,234,074	855,749,261	5,807,983,335	0.76093	5,807,983,335	100.00%
2022-2023	5,662,747,875	933,800,536	6,596,548,411	0.69432	6,596,548,411	100.00%
2023-2024	6,231,204,455	988,587,822	7,219,792,277	0.68000	7,219,792,277	100.00%

**CITY OF WICHITA FALLS, TEXAS****DIRECT AND OVERLAPPING PROPERTY TAX RATES -  
LAST TEN FISCAL YEARS (UNAUDITED)**Tax Rates Per \$100 Valuation

Fiscal Year	City of Wichita Falls			Wichita County			Burkburnett ISD (1)			
	M&O	I&S	Total	M&O	I&S	Total	M&O	I&S	Total	
2014-2015	\$ 0.64	\$ 0.02	\$ 0.66	\$ 0.51	\$ -	\$ 0.51	\$ 1.17	\$ 0.14	\$ 1.31	
2015-2016	0.69	0.02	0.71	0.55	-	0.55	1.17	0.14	1.31	
2016-2017	0.69	0.02	0.71	0.58	0.03	0.61	1.17	0.37	1.54	
2017-2018	0.69	0.02	0.71	0.58	0.08	0.66	1.17	0.37	1.54	
2018-2019	0.69	0.04	0.73	0.59	0.07	0.66	1.17	0.37	1.54	
2019-2020	0.72	0.04	0.76	0.60	0.07	0.67	1.07	0.37	1.44	
2020-2021	0.72	0.04	0.76	0.57	0.07	0.64	1.05	0.38	1.43	
2021-2022	0.73	0.03	0.76	0.54	0.07	0.61	1.05	0.37	1.42	
2022-2023	0.66	0.03	0.69	0.50	0.06	0.56	1.00	0.34	1.34	
2023-2024	0.65	0.03	0.68	0.49	0.05	0.54	0.82	0.35	1.17	
City View ISD (2)			Iowa Park CISD (3)			Wichita Falls ISD (4)			Grand Total	
	M&O	I&S	Total	M&O	I&S	Total	M&O	I&S	Total	
2014-2015	\$ 1.17	\$ 0.25	\$ 1.42	\$ 1.04	\$ 0.23	\$ 1.27	\$ 1.04	\$ 0.10	\$ 1.14	\$ 6.31
2015-2016	1.17	0.25	1.42	1.17	0.16	1.33	1.04	0.19	1.23	6.55
2016-2017	1.17	0.25	1.42	1.17	0.16	1.33	1.04	0.19	1.23	6.84
2017-2018	1.17	0.25	1.42	1.17	0.16	1.33	1.04	0.19	1.23	6.89
2018-2019	1.17	0.25	1.42	1.17	0.16	1.33	1.04	0.18	1.22	6.90
2019-2020	1.07	0.32	1.39	1.07	0.36	1.43	0.97	0.18	1.15	6.84
2020-2021	1.05	0.32	1.37	1.05	0.38	1.43	0.97	0.18	1.15	6.78
2021-2022	1.04	0.32	1.36	1.03	0.38	1.41	0.94	0.43	1.37	6.93
2022-2023	0.96	0.32	1.28	0.94	0.30	1.24	0.87	0.43	1.30	6.41
2023-2024	0.75	0.32	1.07	0.77	0.31	1.08	0.72	0.42	1.14	5.69

## Notes:

- (1) Burkburnett Independent School District - 25% in Wichita Falls city limits
- (2) City View Independent School District - 90% in Wichita Falls city limits
- (3) Iowa Park Consolidated Independent School District - 2% in Wichita Falls city limits
- (4) Wichita Falls Independent School District - 99% in Wichita Falls city limits

## CITY OF WICHITA FALLS, TEXAS

**PRINCIPAL PROPERTY TAXPAYERS**  
**CURRENT YEAR AND NINE YEARS AGO**  
**SEPTEMBER 30, 2024**

Taxpayer	2023-2024			2014-2015		
	Taxable Assessed Value	Rank	Percentage of Total Assessed Valuation	Taxable Assessed Value	Rank	Percentage of Total Assessed Valuation
Oncor Electric Delivery Co	\$ 67,504,390	1	0.93%	\$ 39,946,434	2	0.86%
Atmos Energy / Mid-Tex Division	46,905,180	2	0.65%	14,899,486	8	0.32%
North American Pipe Corp	27,846,101	3	0.39%	17,654,203	6	0.38%
Arbor Creek Apartments LLC	24,536,900	4	0.34%	-	N/A	0.00%
Wal-Mart Stores Texas LP	23,437,962	5	0.32%	23,673,540	3	0.51%
Sikes Senter Mall Realty Holding LLC	22,715,040	6	0.31%	58,000,000	1	1.25%
Wal-Mart Stores East Inc	22,252,100	7	0.31%	20,645,100	4	0.45%
Dilts Construction Inc.	18,889,417	8	0.26%	-	N/A	0.00%
Kell West Regional Hospital LLC	17,593,707	9	0.24%	13,951,556	9	0.30%
Burlington Northern & Santa Fe Railroad	16,580,457	10	0.23%	-	N/A	0.00%
Quail Creek Crossing Ltd	-	N/A	0.00%	18,581,000	5	0.40%
Southwestern Bell	-	N/A	0.00%	14,928,053	7	0.32%
Alon USA LP	-	N/A	0.00%	12,651,296	10	0.27%
<b>Totals</b>	<b>\$ 288,261,254</b>		<b>3.99%</b>	<b>\$ 234,930,668</b>		<b>5.06%</b>

Source:

Wichita Appraisal District

**CITY OF WICHITA FALLS, TEXAS****PROPERTY TAX LEVIES AND COLLECTIONS -  
LAST TEN FISCAL YEARS (UNAUDITED)**

Fiscal Year	Taxes Levied for the Fiscal Year	Collected within the Fiscal Year of the Levy		Collections in Subsequent Years	Total Collections to Date	
		Amount	Percentage of Levy		Amount	Percentage of Levy
2014-2015	\$ 30,270,748	\$ 29,809,308	98.48%	\$ 328,268	\$ 30,137,576	99.56%
2015-2016	33,644,264	33,124,968	98.46%	398,592	33,523,560	99.64%
2016-2017	34,228,872	33,694,059	98.44%	390,293	34,084,352	99.58%
2017-2018	34,887,074	34,298,367	98.31%	397,199	34,695,566	99.45%
2018-2019	37,037,918	36,347,721	98.14%	488,050	36,835,771	99.45%
2019-2020	40,280,490	39,531,671	98.14%	523,263	40,054,934	99.44%
2020-2021	41,645,982	41,044,294	98.56%	372,035	41,416,329	99.45%
2021-2022	44,194,571	43,425,840	98.26%	301,513	43,727,353	98.94%
2022-2023	45,798,161	44,884,913	98.01%	269,757	45,154,670	98.59%
2023-2024	49,054,634	48,015,584	97.88%	-	48,015,584	97.88%

## CITY OF WICHITA FALLS, TEXAS

### RATIOS OF OUTSTANDING DEBT BY TYPE - LAST TEN FISCAL YEARS (UNAUDITED)

Fiscal Year	Governmental Activities					Notes Payable
	General Obligation Bonds	Combination Tax and Revenue Bonds	Revenue Bonds	Subscription Liabilities		
2014-2015	\$ 3,850,706	\$ 46,710,294	\$ -	\$ -	\$ 3,230,595	
2015-2016	16,129,132	31,138,675	-	-	2,857,166	
2016-2017	14,132,973	29,435,100	-	-	2,466,589	
2017-2018	36,285,854	21,261,971	-	-	5,468,665	
2018-2019	33,792,967	19,464,301	-	-	5,068,463	
2019-2020	30,787,806	18,122,209	-	-	4,555,678	
2020-2021	27,728,646	16,735,708	2,635,000	-	4,010,237	
2021-2022	28,178,294	12,487,817	2,585,000	-	3,430,974	
2022-2023	25,242,817	11,512,715	2,535,000	460,214	2,816,672	
2023-2024	22,206,131	10,507,993	2,480,000	562,787	2,251,238	

(1) Amounts include bond premiums, where applicable.

Business-type Activities								
Utility System Revenue Bonds	Combination Tax and Revenue Bonds	General Obligation Bonds	Notes Payable	Right-to-Use Leases Payable	Total Primary Government	Percentage of Personal Income	Per Capita	
\$ 92,086,092	\$ 54,125,933	\$ 1,930,000	\$ 1,160,389	\$ -	\$ 203,094,009	8.47%	\$ 1,932.13	
87,938,263	51,322,900	-	17,357,438	-	206,743,574	8.63%	1,974.44	
83,098,973	46,298,092	-	19,503,566	-	194,935,293	8.14%	1,861.42	
78,150,943	41,170,000	-	18,530,644	-	200,868,077	7.73%	1,917.65	
69,257,091	39,665,000	-	17,568,069	-	184,815,891	7.58%	1,767.29	
60,215,005	38,140,000	-	16,542,952	-	168,363,650	6.58%	1,610.09	
51,014,896	36,590,000	-	15,407,763	-	154,122,250	6.05%	1,472.28	
41,662,562	29,435,000	5,808,660	14,208,165	2,876,063	140,672,535	5.19%	1,372.44	
32,143,944	27,840,000	5,455,266	12,935,154	2,848,743	123,790,525	4.01%	1,201.99	
22,445,713	26,220,000	5,101,872	21,294,880	2,819,467	115,890,081	3.53%	1,128.53	

**CITY OF WICHITA FALLS, TEXAS****RATIOS OF GENERAL BONDED DEBT OUTSTANDING -  
LAST TEN FISCAL YEARS (UNAUDITED)**

Fiscal Year	Governmental Activities				Total	Percentage of Actual Taxable Value of Property	Per Capita
	General Obligation Bonds (1)	Combination Tax and Revenue Bonds	Venue Tax Revenue Bonds				
2014-2015	\$ 3,850,706	\$ 46,710,294	\$ -		\$ 50,561,000	1.09%	\$ 481.01
2015-2016	16,129,132	31,138,675		-	47,267,807	0.99%	451.42
2016-2017	14,132,973	29,435,100		-	43,568,073	0.90%	416.03
2017-2018	36,285,854	21,261,971		-	57,547,825	1.16%	549.40
2018-2019	33,792,967	19,464,301		-	53,257,268	1.05%	509.27
2019-2020	30,787,806	18,122,209		-	48,910,015	0.93%	467.73
2020-2021	27,728,646	16,735,708	2,635,000		47,099,354	0.86%	449.92
2021-2022	33,986,954	12,487,817	2,585,000		49,059,771	0.84%	478.64
2022-2023	30,698,083	11,512,715	2,535,000		44,745,798	0.68%	434.48
2023-2024	27,308,003	10,507,993	2,480,000		40,295,996	0.56%	392.40

(1) Amount also includes general obligation bonds payable by Business-type Activities.

## CITY OF WICHITA FALLS, TEXAS

### DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT (UNAUDITED) SEPTEMBER 30, 2024

	Gross Governmental Activities Debt (1)	Percentage Applicable to City of Wichita Falls (2)	Amount Applicable to City of Wichita Falls
<b>Direct:</b>			
City of Wichita Falls	<u>\$ 38,008,149</u>	100%	<u>\$ 38,008,149</u>
<b>Overlapping:</b>			
Wichita County	62,524,523	100%	62,524,523
Burkburnett Independent School District	35,164,807	25%	8,791,202
City View Independent School District	13,187,546	90%	11,868,791
Iowa Park Consolidated Independent School District	31,063,350	2%	621,267
Wichita Falls Independent School District	<u>323,531,106</u>	99%	<u>320,295,795</u>
Total overlapping	<u>465,471,332</u>		<u>404,101,578</u>
Total direct and overlapping bonded debt	<u>\$ 503,479,481</u>		<u>\$ 442,109,727</u>

#### Sources:

- (1) Listed taxing jurisdictions
- (2) City of Wichita Falls Planning Department calculated based on percentage of taxing entity within the City of Wichita Falls city limits.

## CITY OF WICHITA FALLS, TEXAS

### COMPUTATION OF LEGAL DEBT MARGIN - LAST TEN FISCAL YEARS (UNAUDITED)

Total assessed property value per 2022 tax roll	\$ 7,219,792,277
Maximum tax rate *	\$ 2.25/\$100
Current tax rate for 2023 tax year	<u>.68/\$100</u>
Maximum tax rate in excess of 2023 tax rate	<u>1.57/\$100</u>
Total legal debt margin	<u><u>\$ 113,350,739</u></u>

	2014-2015	2015-2016	2016-2017	2017-2018
Assessed value	\$ 4,624,811,743	\$ 4,765,611,306	\$ 4,849,376,974	\$ 4,941,651,841
Maximum tax rate	\$ 2.25/\$100	\$ 2.25/\$100	\$ 2.25/\$100	\$ 2.25/\$100
Current tax rate	.65526/\$100	.70598/\$100	.70598/\$100	.70598/\$100
Maximum tax rate in excess of current rate	<u>1.59474/\$100</u>	<u>1.54402/\$100</u>	<u>1.54402/\$100</u>	<u>1.54402/\$100</u>
Total legal debt margin	<u><u>\$ 73,753,723</u></u>	<u><u>\$ 73,581,992</u></u>	<u><u>\$ 74,875,350</u></u>	<u><u>\$ 76,300,093</u></u>

There is no debt limit established by law. The limit is, therefore, governed by the City's ability to levy and collect taxes to service the outstanding indebtedness. The City's maximum legal tax rate established under its Charter is \$2.25 per \$100 assessed valuation. The 2022 tax rate was \$.694321 per \$100 assessed valuation.

\* Maximum tax levy established by City Charter

Fiscal Year					
2018-2019	2019-2020	2020-2021	2021-2022	2022-2023	2023-2024
\$ 5,074,578,796	\$ 5,276,594,133	\$ 5,455,879,419	\$ 5,807,983,335	\$ 6,596,548,411	\$ 7,219,792,277
\$ 2.25/\$100	\$ 2.25/\$100	\$ 2.25/\$100	\$ 2.25/\$100	\$ 2.25/\$100	\$ 2.25/\$100
.72988/\$100	.763323/\$100	.763323/\$100	.760928/\$100	.694321/\$100	.68/\$100
<u>1.52012/\$100</u>	<u>1.486677/\$100</u>	<u>1.486677/\$100</u>	<u>1.489072/\$100</u>	<u>1.555679/\$100</u>	<u>1.57/\$100</u>
<u>\$ 77,139,687</u>	<u>\$ 78,445,911</u>	<u>\$ 81,111,304</u>	<u>\$ 86,485,054</u>	<u>\$ 102,621,118</u>	<u>\$ 113,350,739</u>

## CITY OF WICHITA FALLS, TEXAS

### PLEDGED REVENUE COVERAGE - WATER AND SEWER REVENUE BONDS - LAST TEN FISCAL YEARS (UNAUDITED)

<u>Fiscal Year</u>	<u>Gross Revenues (1)</u>	<u>Operating Expenses (2)</u>	<u>Net Revenue Available For Debt Service</u>
2014-2015	\$ 38,456,107	\$ 20,477,673	\$ 17,978,434
2015-2016	42,499,482	20,415,375	22,084,107
2016-2017	43,054,453	21,643,920	21,410,533
2017-2018	46,159,318	20,861,265	25,298,053
2018-2019	44,671,282	21,755,354	22,915,928
2019-2020	46,388,403	23,627,160	22,761,243
2020-2021	45,310,693	22,937,053	22,373,640
2021-2022	49,376,771	23,246,418	26,130,353
2022-2023	49,534,772	29,880,384	19,654,388
2023-2024	52,293,725	29,782,626	22,511,099

Notes:

- (1) Includes all operating revenues with the exception of water sales to West Texas Utilities (see Exhibit G-3).
- (2) Includes all operating expenses of the Water and Sewer Fund with the exception of depreciation and amortization (see Exhibit G-3).
- (3) Excludes bond premium amortization.

Debt Service Requirement			
Principal (3)	Interest	Total	Coverage
\$ 3,610,000	\$ 4,238,875	\$ 7,848,875	2.29
4,625,000	3,356,255	7,981,255	2.77
2,635,000	3,777,314	6,412,314	3.34
2,885,000	3,535,250	6,420,250	3.94
6,915,000	3,391,000	10,306,000	2.22
7,635,000	2,682,000	10,317,000	2.21
8,010,000	2,300,250	10,310,250	2.17
8,410,000	1,899,750	10,309,750	2.53
8,835,000	1,479,250	10,314,250	1.91
9,275,000	1,037,500	10,312,500	2.18

**CITY OF WICHITA FALLS, TEXAS****DEMOGRAPHIC STATISTICS -  
LAST TEN FISCAL YEARS (UNAUDITED)**

Fiscal Year	Estimated Population (1)	Personal Income	Per Capita		Education Level	School Enrollment (2)	Unemployment Rate (3)
			Personal Income (1)	Median Age			
2014-2015	105,114	\$ 2,397,229,884	\$ 22,806	32.5	13.2	15,155	4.4%
2015-2016	104,710	2,394,298,860	22,866	32.5	13.2	15,181	4.8%
2016-2017	104,724	2,395,980,396	22,879	32.5	13.2	15,124	3.4%
2017-2018	104,747	2,597,725,600	24,800	32.8	13.2	15,150	3.1%
2018-2019	104,576	2,439,548,928	23,328	32.9	13.2	15,158	3.0%
2019-2020	104,568	2,558,445,480	24,467	32.9	13.2	15,133	7.0%
2020-2021	104,683	2,546,937,390	24,330	33.1	13.2	14,144	6.5%
2021-2022	102,498	2,709,432,132	26,434	32.4	13.2	14,623	2.3%
2022-2023	102,988	3,083,460,720	29,940	32.8	13.2	14,417	3.3%
2023-2024	102,691	3,284,777,017	31,987	33.0	13.2	12,868	3.9%

## Sources:

- (1) U.S. Census Bureau
- (2) Texas Education Agency
- (3) Bureau of Labor Statistics

## CITY OF WICHITA FALLS, TEXAS

**PRINCIPAL EMPLOYERS**  
**CURRENT YEAR AND NINE YEARS AGO (UNAUDITED)**  
**SEPTEMBER 30, 2024**

Employer	2023-2024			2014-2015		
	Employees	Rank	Percentage of Total City Employment	Employees	Rank	Percentage of Total City Employment
Sheppard Air Force Base	7,222	1	10.78%	10,015	1	14.01%
United Regional Health Care System	2,475	2	3.69%	1,739	4	2.43%
Midwestern State University	1,709	3	2.55%	1,297	5	1.81%
Wichita Falls ISD	1,640	4	2.45%	1,925	3	2.69%
City of Wichita Falls	1,253	5	1.87%	1,175	6	1.64%
Howmet Corporation	1,072	6	1.60%	1,090	7	1.52%
North Texas State Hospital	1,000	7	1.49%	2,071	2	2.90%
Vitro Architectural Glass	934	8	1.39%	-	N/A	-
Wal-Mart - 3 locations	900	9	1.34%	1,026	8	1.43%
James V. Allred Prison Unit	687	10	1.03%	869	10	1.22%
Cryovac Division - Sealed Air Corp.	-	N/A	0.00%	896	9	1.25%
<b>Totals</b>	<b><u>18,892</u></b>		<b><u>28.19%</u></b>	<b><u>22,103</u></b>		<b><u>30.90%</u></b>

## Sources:

All data is from Wichita Falls Chamber of Commerce.

## CITY OF WICHITA FALLS, TEXAS

### FULL-TIME EQUIVALENT CITY GOVERNMENT EMPLOYEES BY FUNCTION/PROGRAM LAST TEN FISCAL YEARS (UNAUDITED)

	<u>2014-2015</u>	<u>2015-2016</u>	<u>2016-2017</u>	<u>2017-2018</u>
Administrative services	95.1	94.1	86.0	85.7
Police	299.0	299.0	295.8	295.5
Fire	162.5	162.5	162.5	162.5
Parks and recreation	92.6	92.6	89.5	88.8
Accounting/finance	26.4	26.2	26.0	25.7
Community development	41.0	41.0	40.0	40.0
Public works	78.5	78.5	72.5	72.5
Health	77.5	78.7	78.8	76.3
Traffic and transportation	56.1	57.0	52.0	52.0
Multi-Purpose Events Center	22.8	22.8	22.8	4.6
Water and sewer	187.7	188.6	186.1	183.9
Sanitation	83.5	85.5	86.5	86.5
Regional Airport	3.0	1.6	1.6	1.6
Kickapoo Airport	3.4	4.4	4.4	4.4
Transit	26.7	26.7	25.2	25.2
Stormwater Drainage	1.8	1.8	4.8	4.8

Source: City of Wichita Falls Human Resources Department

<u>2018-2019</u>	<u>2019-2020</u>	<u>2020-2021</u>	<u>2021-2022</u>	<u>2022-2023</u>	<u>2023-2024</u>
85.9	86.2	88.4	87.0	96.1	89.0
295.5	295.5	295.5	295.5	295.5	292.5
164.0	164.0	164.0	164.0	165.0	164.0
90.7	90.7	90.9	91.2	89.2	90.5
25.7	25.6	26.3	26.6	27.6	27.0
40.0	40.0	41.0	41.1	42.1	39.6
72.5	71.5	70.0	70.0	72.5	72.5
75.4	75.4	70.3	70.3	73.6	73.4
52.0	50.1	52.0	52.0	52.0	52.5
4.0	4.0	3.5	17.2	18.7	20.7
183.9	183.9	184.0	190.0	193.1	201.0
86.5	86.5	86.5	86.5	84.6	87.5
1.6	3.1	3.1	9.1	9.1	8.6
4.4	4.4	4.4	4.4	4.4	5.4
24.2	24.2	24.2	24.2	28.2	31.2
4.8	4.8	5.3	5.3	5.2	4.8

## CITY OF WICHITA FALLS, TEXAS

### OPERATING INDICATORS BY FUNCTION/PROGRAM LAST TEN FISCAL YEARS (UNAUDITED)

	2014-2015	2015-2016	2016-17	2017-2018
General government				
Building permits issued	7,399	7,413	7,874	6,590
Building inspections conducted	12,852	11,302	10,803	10,760
Police				
Physical arrests	5,036	5,214	5,845	4,869
Parking violations	90	110	175	27
Traffic violations	18,792	19,424	23,514	23,979
Fire				
Emergency responses	9,392	9,432	8,442	11,229
Fires extinguished	432	477	449	601
Inspections	2,931	4,133	3,175	3,248
Refuse collection				
Refuse collected (tons)	76,145	136,646	136,911	131,442
Recyclables collected	1,384	16,134	18,232	23,079
Library				
Volumes in collection	194,715	176,160	820,301	854,142
Total volumes borrowed	293,364	282,808	294,798	333,381
Water				
New connections	74	(2,523)	3,144	160
Water main breaks	863	696	519	766
Average daily consumption (thousands of gallons)	12,051	14,974	14,180	15,131
Wastewater				
Average daily sewage treatment (thousands of gallons)	8,440	7,900	9,877	8,974
Transit				
Total route miles	575,004	591,417	586,565	591,538
Passengers	462,853	486,104	493,164	464,838

This information provided by applicable City of Wichita Falls department.

Fiscal Year					
2018-2019	2019-2020	2020-2021	2021-2022	2022-2023	2023-2024
5,866	5,323	5,492	7,413	7,242	6,241
12,250	13,744	11,821	10,942	13,827	13,692
4,963	3,779	2,768	3,501	3,337	2,961
113	32	24	36	48	11
23,831	15,390	18,749	19,028	21,586	23,206
12,337	12,037	13,518	13,368	13,729	14,329
490	576	591	713	621	577
3,295	937	1,853	2,699	2,839	2,941
155,767	155,752	164,911	181,457	178,867	184,667
24,311	21,730	23,473	23,858	19,774	21,779
976,145	1,002,768	1,190,927	1,508,436	270,947	191,459
366,800	234,496	340,991	306,068	287,385	287,429
182	371	224	86	104	122
546	618	401	614	692	611
13,895	14,110	13,722	14,688	13,296	16,548
8,927	10,339	10,339	9,148	9,070	9,861
606,501	550,901	549,512	561,393	538,491	514,996
445,029	244,265	234,872	243,252	293,574	293,701

## CITY OF WICHITA FALLS, TEXAS

### CAPITAL ASSET STATISTICS BY FUNCTION/PROGRAM LAST TEN FISCAL YEARS (UNAUDITED)

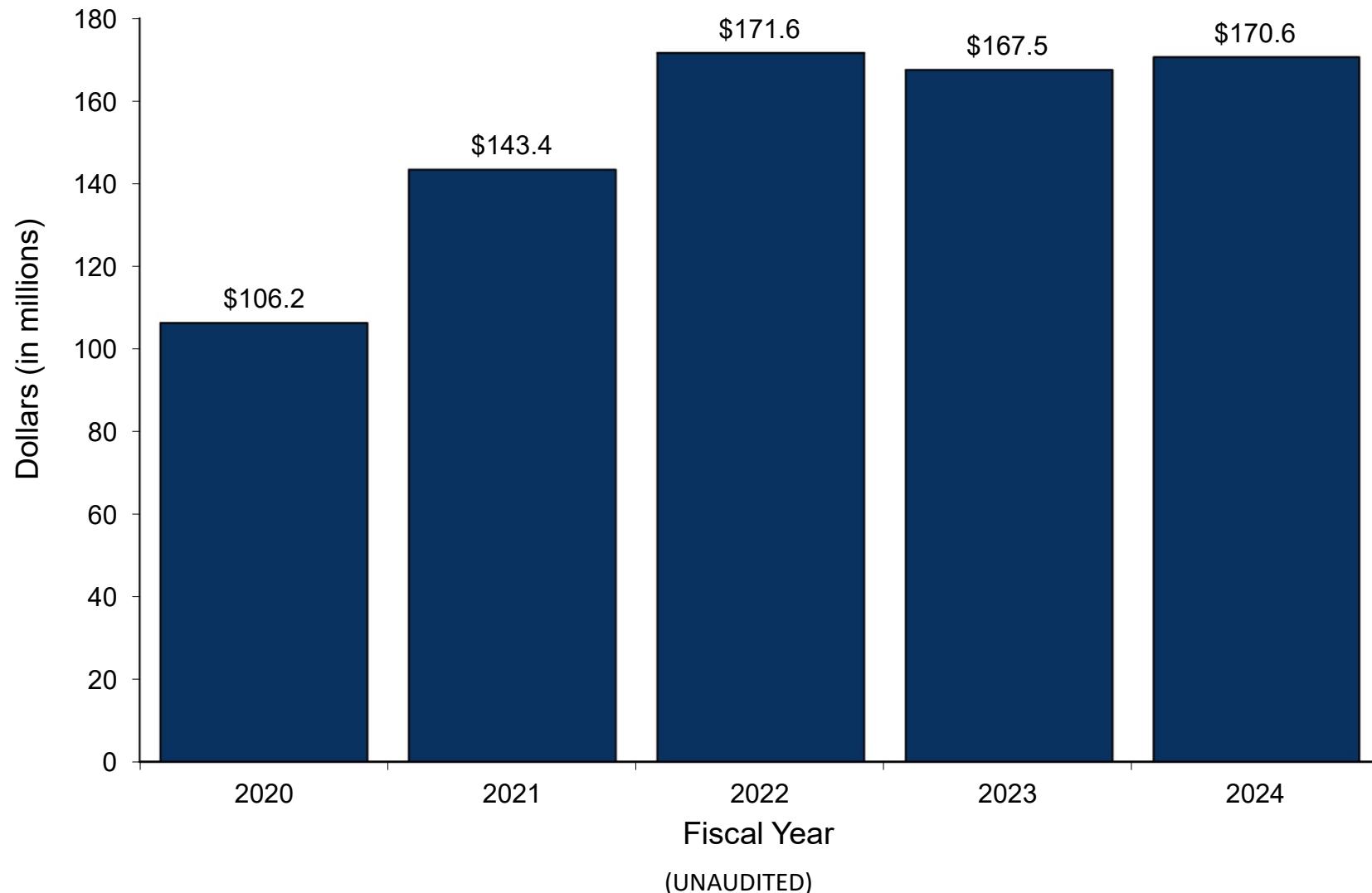
	2014-2015	2015-2016	2016-2017	2017-2018
<b>Police</b>				
Stations	1	1	1	1
Patrol units	113	113	113	113
<b>Fire stations</b>	8	8	8	8
<b>Refuse collection</b>				
Collection trucks	36	36	36	36
<b>Other public works</b>				
Streets (miles)	515	530	531	534
Streetlights	7,996	8,015	8,451	8,465
Traffic signals	104	104	104	102
<b>Parks and recreation</b>				
Acreage	1,200	1,200	1,200	1,200
Playgrounds	39	39	39	39
Golf courses	1	1	1	1
<b>Water</b>				
Water mains (miles)	580	806	782	808
Fire hydrants	2,593	2,842	2,822	2,836
Storage capacity (thousands of gallons)	37,000	37,000	37,000	37,000
<b>Wastewater</b>				
Sanitary sewers (miles)	548	599	592	594
Storm sewers (miles)	98	98	98	99
Treatment capacity (thousands of gallons)	21,410	21,410	21,410	21,410
<b>Transit</b>				
Buses	13	13	13	13

This information maintained by the City of Wichita Falls Finance Department, with assistance from various departments.

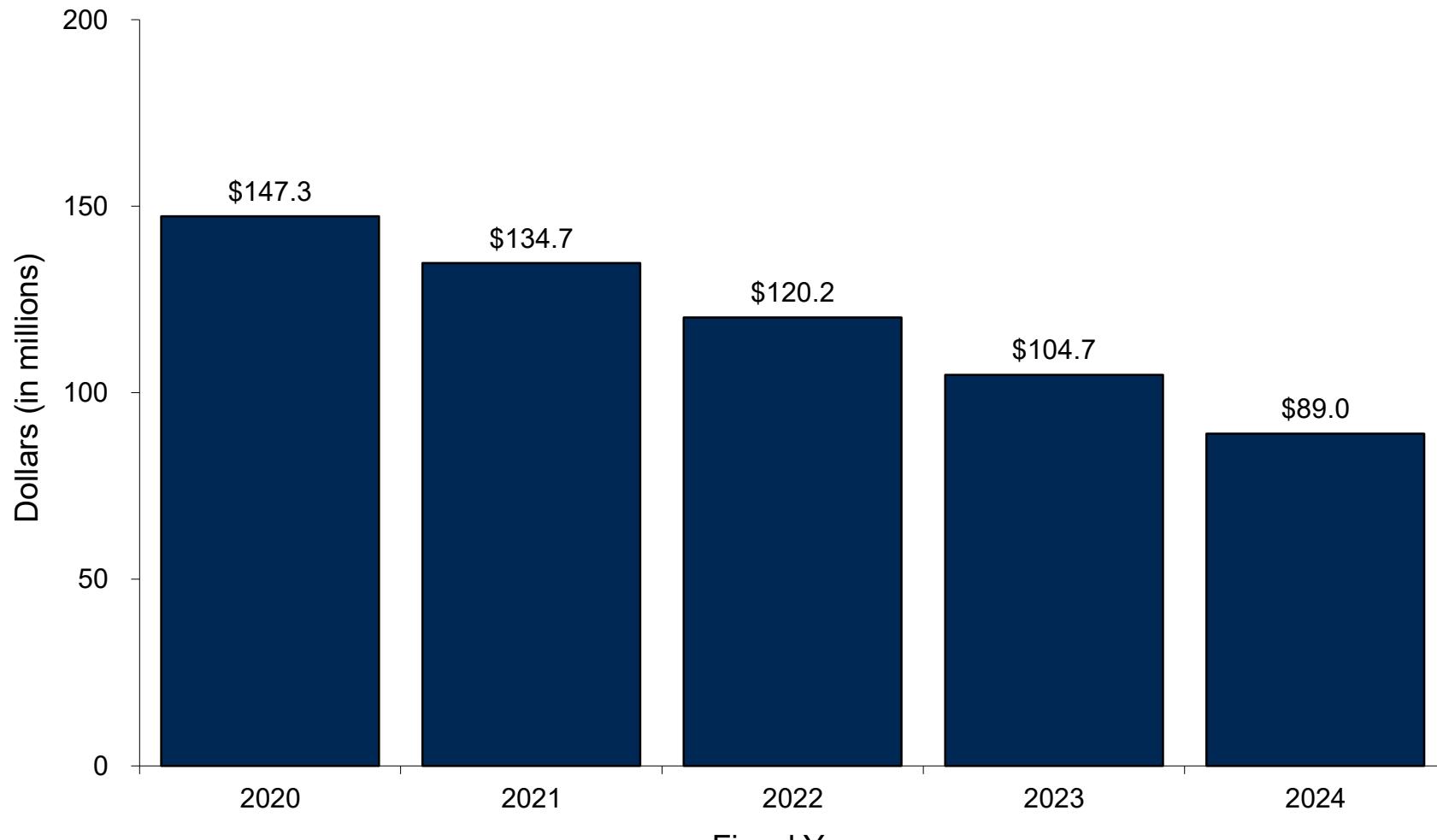
Fiscal Year					
2018-2019	2019-2020	2020-2021	2021-2022	2022-2023	2023-2024
1	1	1	1	1	1
113	107	117	110	110	127
8	8	8	8	8	8
36	36	36	36	36	36
534	534	570	528	530	615
8,432	8,453	8,463	8,475	8,478	8,483
102	104	104	104	104	104
1,200	1,200	1,200	1,200	1,200	1,200
39	39	39	39	39	39
1	1	1	1	1	1
808	785	781	763	763	763
2,829	2,883	2,917	2,898	2,873	2,873
37,000	37,000	37,000	37,000	37,000	37,000
594	583	583	583	583	583
99	100	172	173	174	174
21,410	21,410	21,410	21,410	21,410	21,410
13	18	18	18	18	20

## ***GRAPHICS***

**CASH AND INVESTMENTS**  
City of Wichita Falls, TX  
For the fiscal years ended September 30, 2020 - 2024

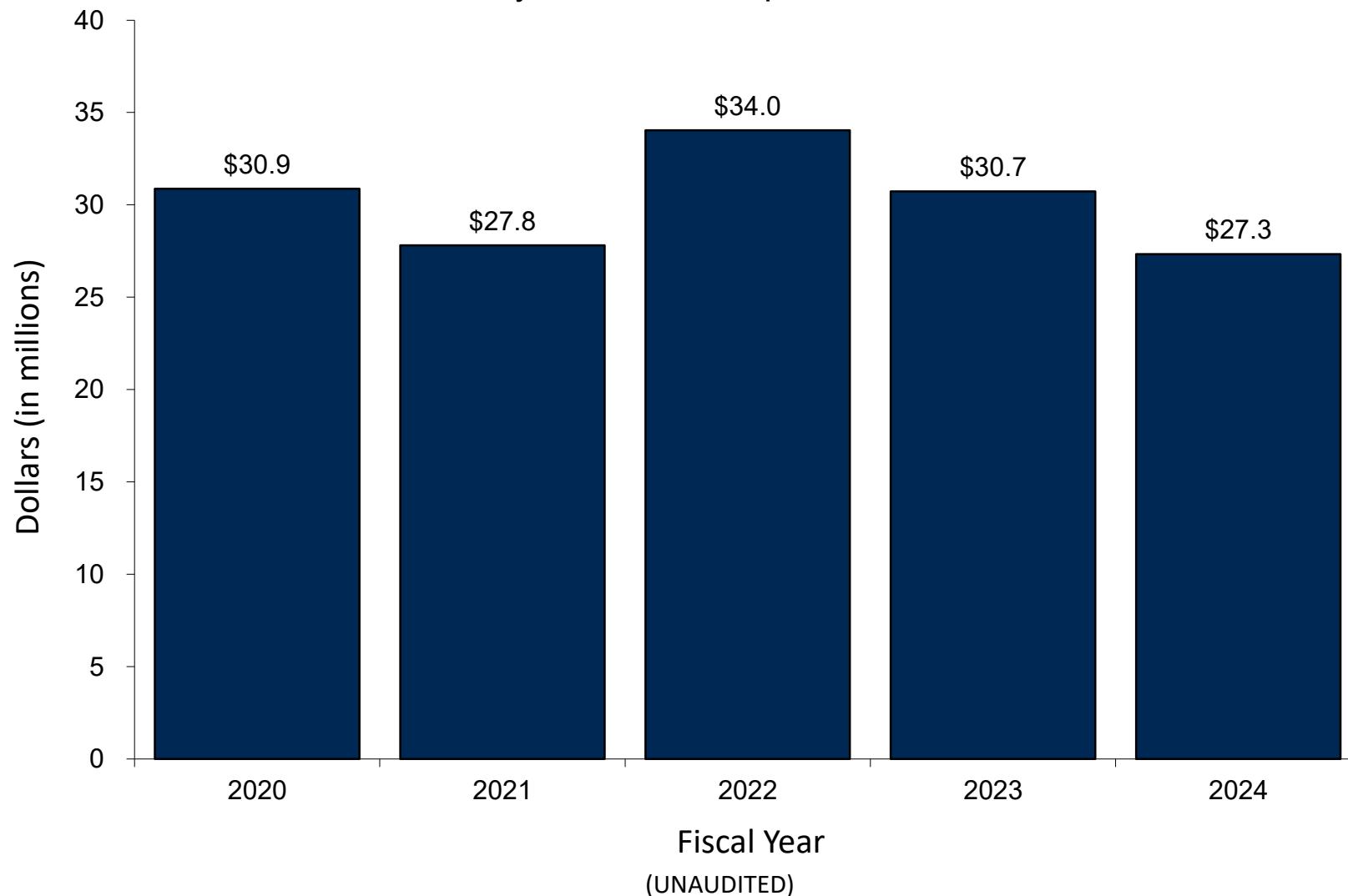


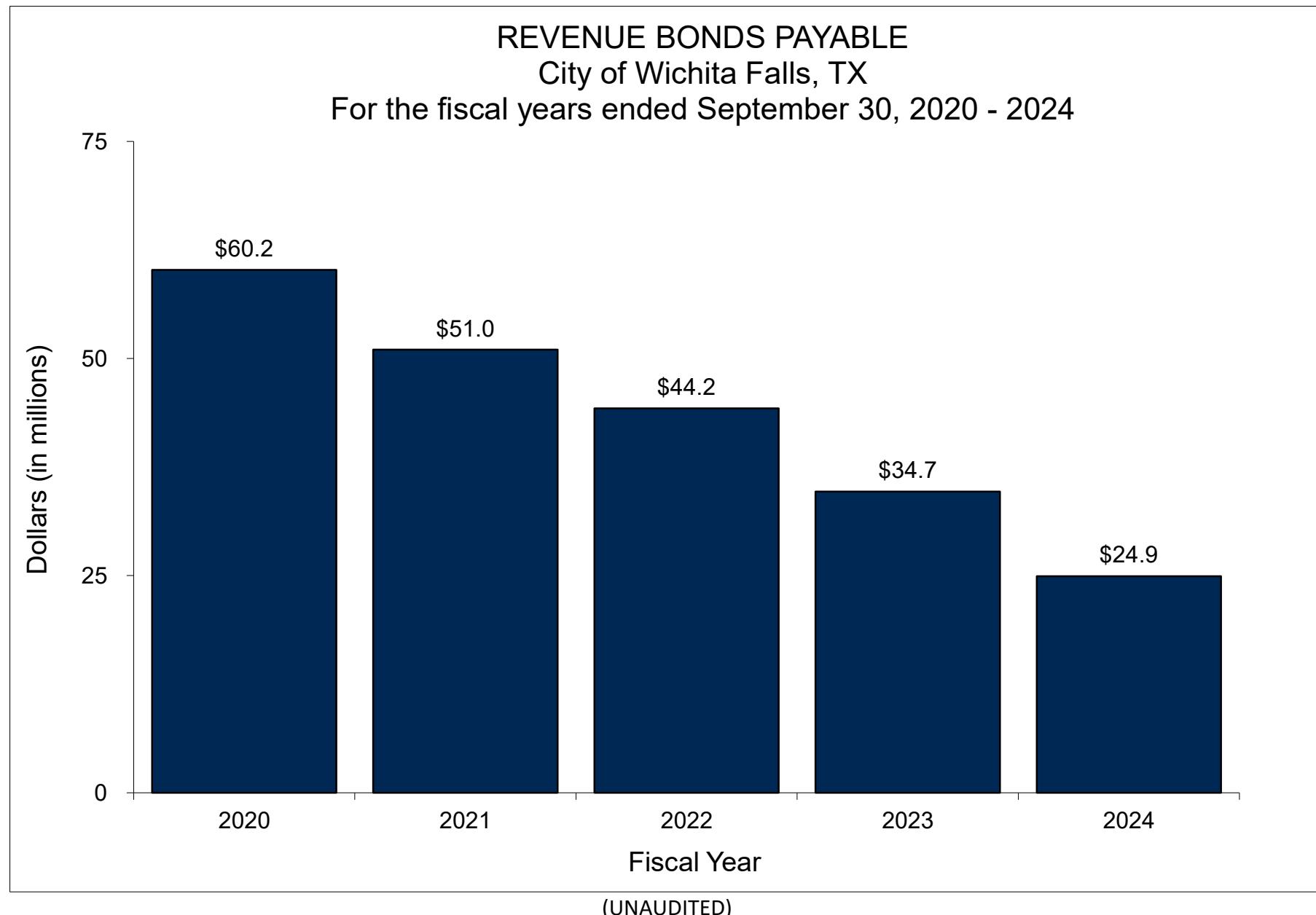
**TOTAL BONDS PAYABLE**  
City of Wichita Falls, TX  
For the fiscal years ended September 30, 2020 - 2024



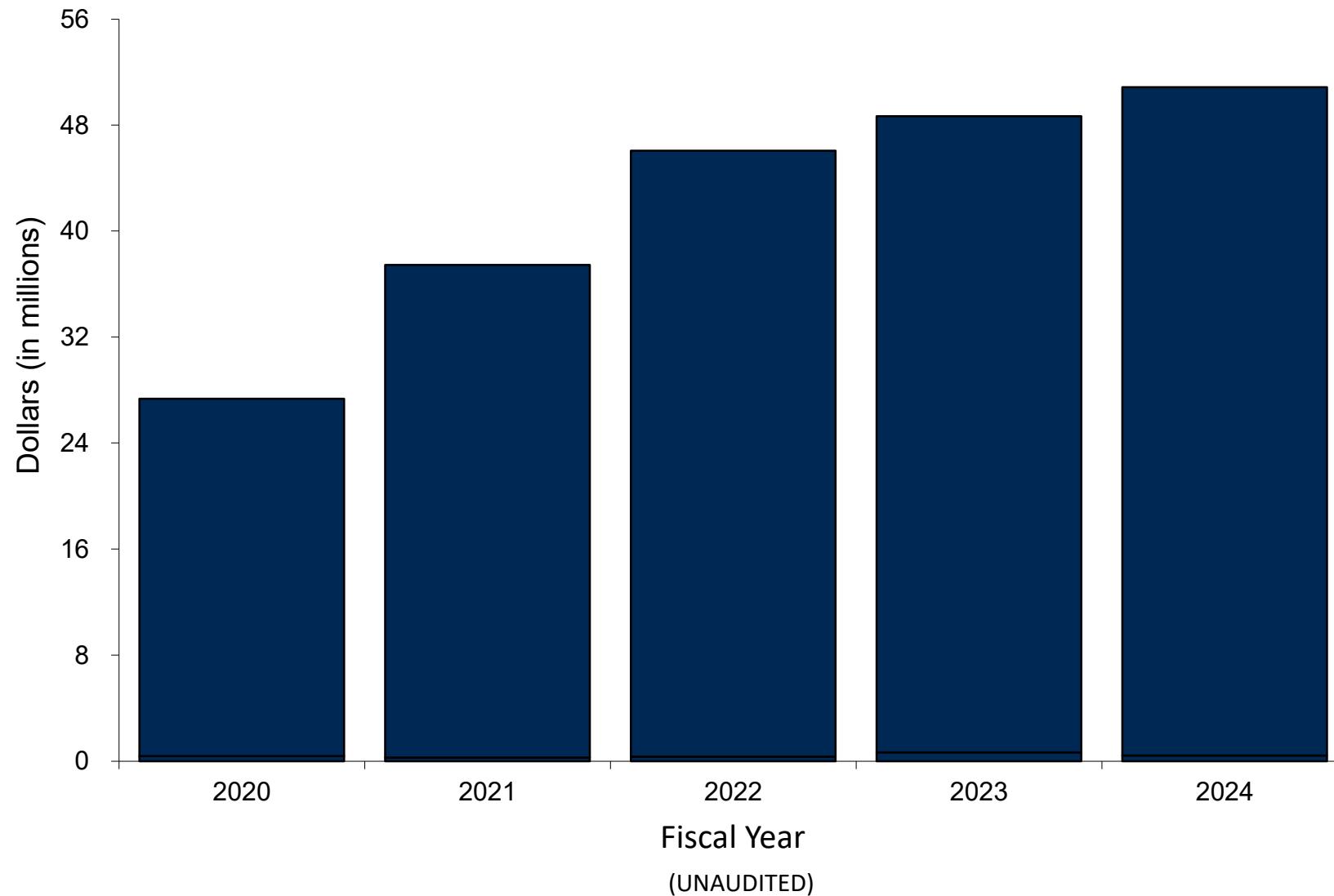
(UNAUDITED)

**GENERAL OBLIGATION BONDS PAYABLE**  
City of Wichita Falls, TX  
For the fiscal years ended September 30, 2020 - 2024

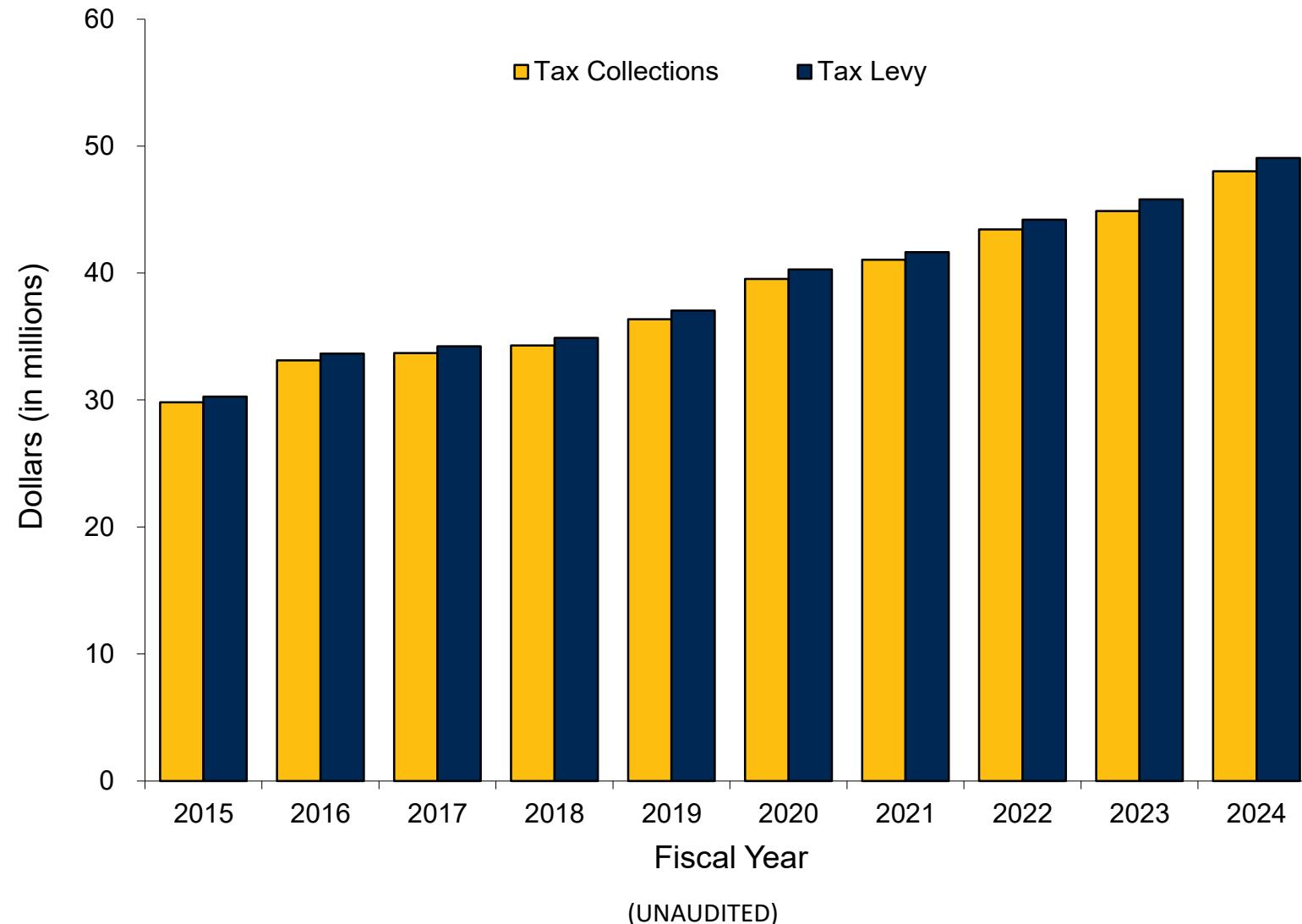




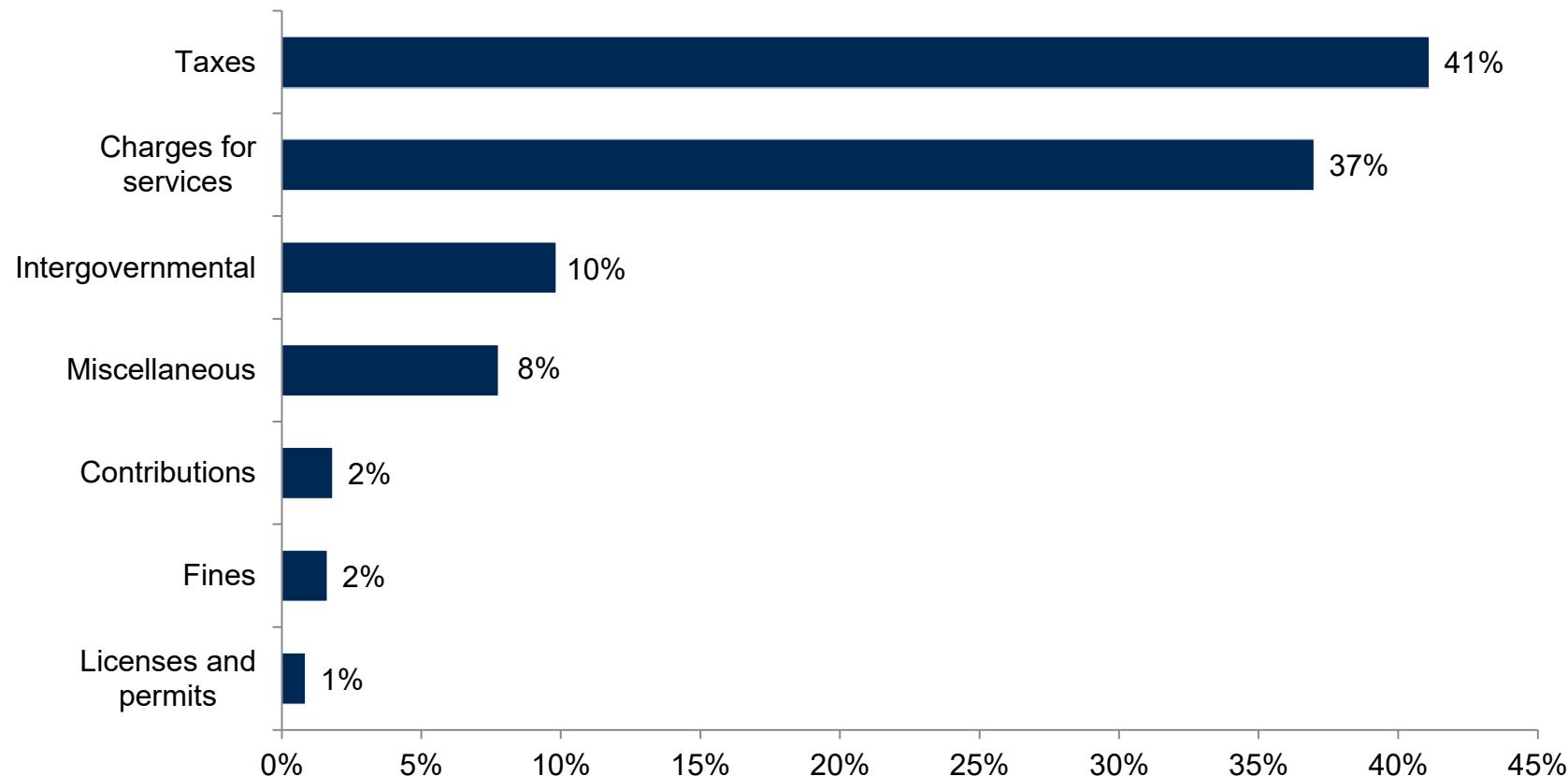
GENERAL FUND EQUITY  
City of Wichita Falls, TX  
For the fiscal years ended September 30, 2020 - 2024



COMPARISON OF TAX LEVY AND COLLECTIONS  
City of Wichita Falls, TX  
For the fiscal years ended September 30, 2015 - 2024

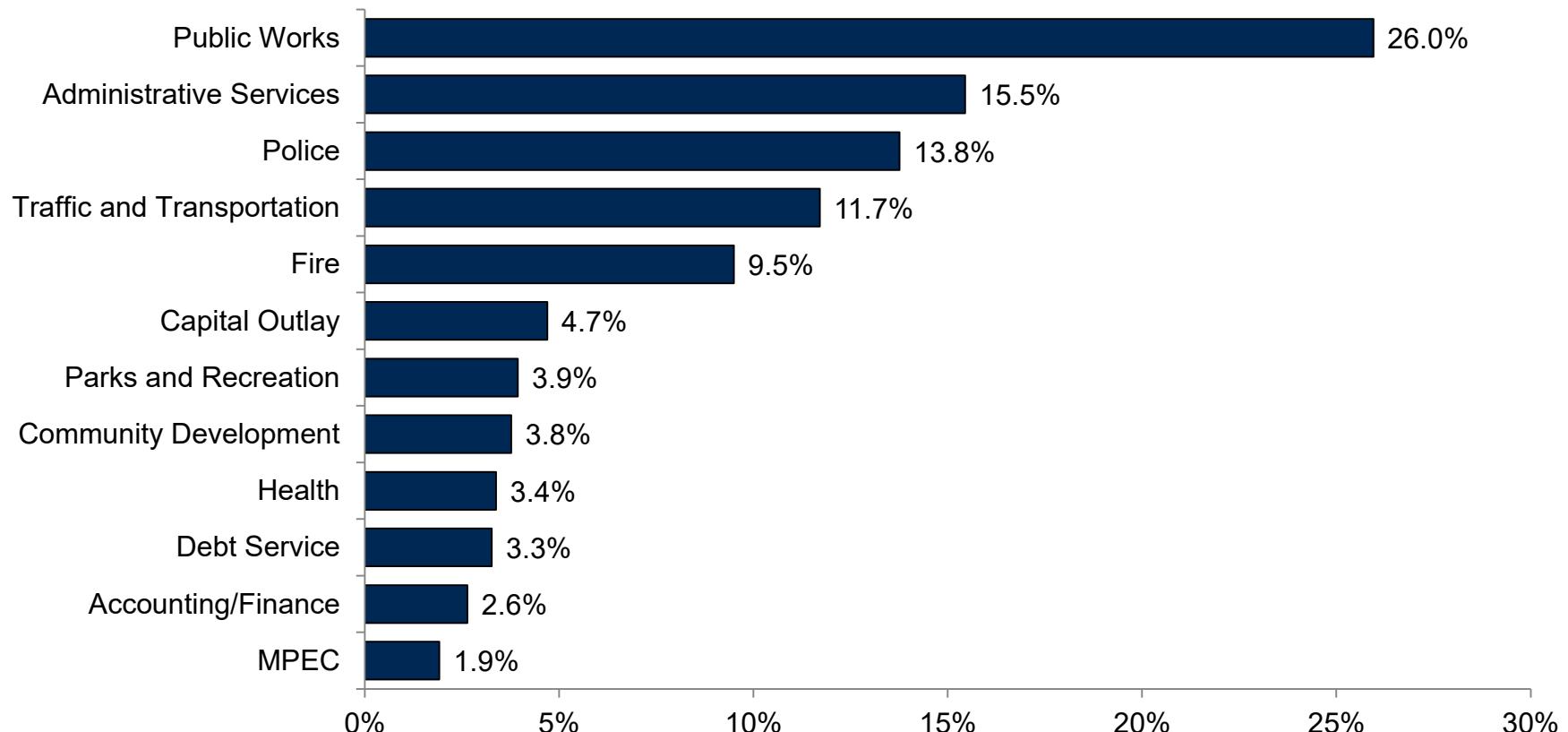


REVENUES BY SOURCE  
City of Wichita Falls, TX  
For the fiscal year ended September 30, 2024



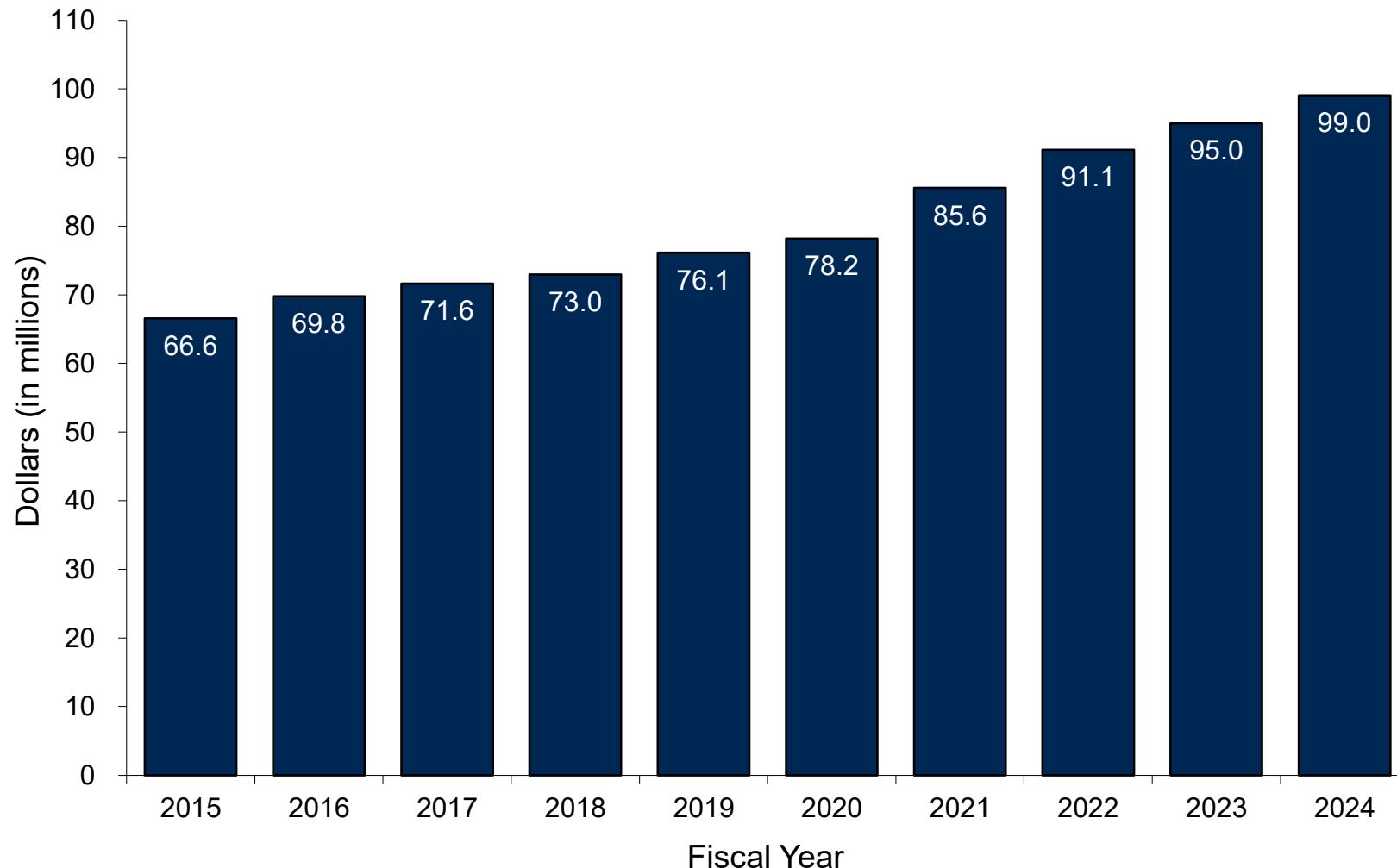
(UNAUDITED)

EXPENDITURES BY FUNCTION  
City of Wichita Falls, TX  
For the fiscal year ended September 30, 2024



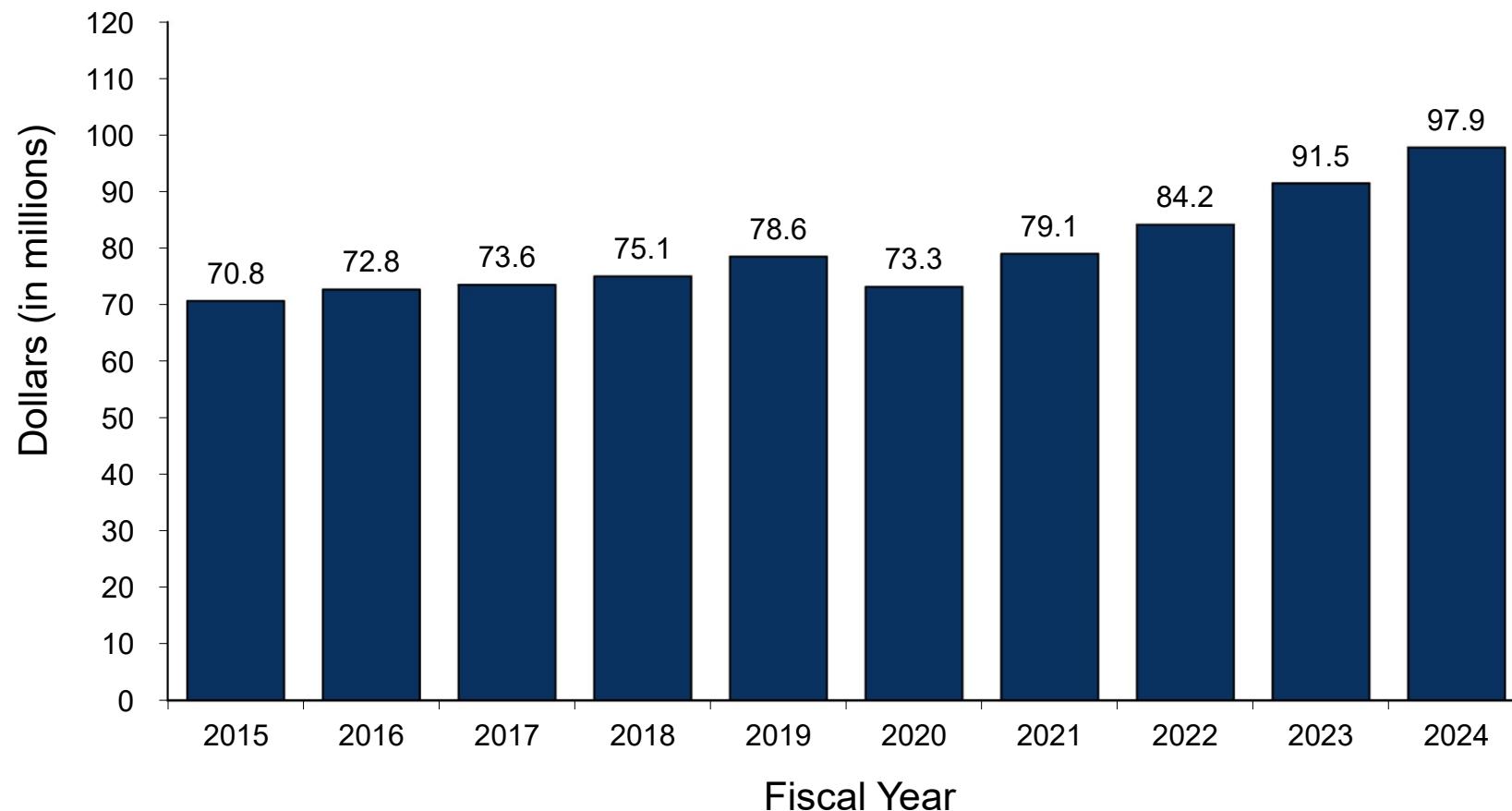
(UNAUDITED)

GENERAL GOVERNMENTAL REVENUES (GENERAL FUND ONLY)  
City of Wichita Falls, TX  
For the fiscal years ended September 30, 2015 - 2024



(UNAUDITED)

GENERAL GOVERNMENTAL EXPENDITURES (GENERAL FUND ONLY)  
City of Wichita Falls, TX  
For the fiscal years ended September 30, 2015 - 2024



(UNAUDITED)