



CITY OF GRAND PRAIRIE, TEXAS

ANNUAL COMPREHENSIVE FINANCIAL REPORT

FISCAL YEAR ENDED SEPTEMBER 30, 2023



EpicCentral, Grand Prairie's 172-acre entertainment district, celebrated the opening of its Illuvia water and laser light show in 2023 (pictured above) in addition to the grand opening of The Finch and Vidorra Cocina de Mexico. A Hilton Garden Inn and Homewood Suites with a 12,000-square-foot convention center opened in early 2024, with two more restaurants opening later in the year. Businesses already located in EpicCentral include Chicken N Pickle, Loop 9 BBQ, Bolder Adventure Park, Epic Waters Indoor Water Park, The Epic, and PlayGrand Adventures.

City Of Grand Prairie, Texas

Annual Comprehensive Financial Report

For the Fiscal Year Ended

September 30, 2023

Prepared By the Finance Department



Ron Jensen
Mayor

William A. Hills
City Manager

Cathy Patrick
Chief Financial Officer



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 Annual Comprehensive Financial Report
 For the Fiscal Year Ended September 30, 2023
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Introductory Section



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March 15, 2024

To the Honorable Mayor,
Members of the City Council, and
Citizens of the City of Grand Prairie, Texas

The Annual Comprehensive Financial Report of the City of Grand Prairie (the City) for the fiscal year ending September 30, 2023, is hereby submitted as mandated by local ordinances and state statutes. These ordinances and regulations require that the City issue an annual report on its financial position and activity and that an independent firm of certified public accountants audits this report.

Management is responsible for the data's accuracy and the presentation's completeness and fairness, including all disclosures. Management of the City is responsible for establishing and maintaining an internal control structure designed to ensure that the assets of the City are protected from loss, theft, or misuse and for the reliability of financial records for preparing financial statements in conformity with generally accepted accounting principles. The internal control structure is designed to provide reasonable, but not absolute, assurance that these objectives are met. The concept of reasonable assurance recognizes that (1) the cost of a control should not exceed the benefits likely to be derived, and (2) the valuation of costs and benefits requires estimates and judgments by management. All disclosures necessary to enable the reader to understand the City's financial activities have been included.

The City Council selected the firm of Weaver and Tidwell, L.L.P., Certified Public Accountants, to audit these financial statements in accordance with auditing standards generally accepted in the United States of America. The independent auditor has issued an unmodified ("clean") opinion on the City's financial statements for the year ended September 30, 2023. The auditor's report is located at the front of the financial section of this report.

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

The City is also required to undergo audits in accordance with the auditing standards issued by the Comptroller General of the United States and the audit requirements of Title 2 U.S. Code of Federal Regulations (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). These audits are conducted simultaneously with the City's annual financial statement audit. Information related to these audits, including the auditors' reports on the internal control structure; the City's compliance with specific provisions of laws, regulations, contracts, grant agreements, and other matters; and the schedules of federal and state financial assistance and the auditors' findings and recommendations are not included in this report but may be obtained by contacting the City's Finance Department.

Early History of the City

Early settlers were enticed to the area through a series of Republic of Texas land grants offered by investors in 1841. In 1861, Alexander MacRae Dechman lived in Birdville until he discovered that he could trade his wagon and oxen for land in Dallas County and did so for 239.5 acres (now downtown). In 1863, he filed for the title on his prairie land with the county and granted right-of-way through this property to the railroad. People began to settle close to the railroad, a post office was opened, and Dechman filed a town plat. He gave every other lot to the Texas and Pacific Railroad in exchange for operating a depot there. The railroad tracks were extended through Dechman to Fort Worth, and service began on July 19, 1876. Because of its location on the eastern edge of the vast prairie that stretched into West Texas, the railroad renamed the town Grand Prairie in 1877.

The little village of Grand Prairie grew; on March 20, 1909, 110 of the town's 1,000 citizens held an election. Sixty-nine voted "for," and forty-one voted "against" incorporation to establish the City of Grand Prairie, Texas. The City adopted its first Charter in 1948.

Today's Profile of the Government

Grand Prairie is located in North Central Texas within Dallas, Tarrant, and Ellis counties. The City has a land area of 81 square miles and an estimated population of 207,748. It is readily accessible by an expanded thoroughfare system, including State Highway 161 for traffic relief on 360 (north/south) and Interstate Highways 20 and 30 (east/west) through the City.

The City is a Home Rule city and operates under a Council/Manager form of government. The Council comprises the Mayor and eight Council members elected for staggered, three-year terms. The Mayor is elected at-large, and the City Council consists of two at-large members and six single-member districts. Duties of the Council include enacting local legislation, adopting annual budgets, setting policies, and appointing the Municipal Court Judge and City Manager. The City Manager is the chief administrative officer responsible for carrying out procedures and daily management of the City.

The City provides its citizens with a full range of services, including police and fire protection, emergency ambulance service, water and sewer service, solid waste disposal, libraries and parks, and art and recreation programs. Parks facilities include three neighborhood recreation centers, three year-round indoor aquatics facilities, three seasonal outdoor aquatics facilities, a 27-hole and 18-hole golf course, one special event venue and one cemetery as well as sixty-three parks sites and over forty-five athletics fields. The City has three full-service libraries featuring various classes and programs, including many cultural community-centric programs. In addition, the City provides planning for future land use, traffic control, and building inspections; it also constructs and maintains City roads and streets.

Reporting Entity

All activities, organizations, and functions for which the City is financially accountable are included in the City's financial statements. The City's legal entity includes general government activities, enterprise activities, and internal service fund activities. Enterprise activities include water, wastewater, solid waste, stormwater utility services, a City-operated airport, and two golf courses. Internal service activities include fleet and equipment services and risk management. Nineteen Public Improvement Districts and two Tax Increment Financing Districts, none of which are legally separate entities, are also included in the City's reporting entity.

Component units are legally separate entities required to be included in the City's reporting entity based on specific criteria outlined in the Codification of Governmental Accounting Standards, Section 2100, Defining the Financial Reporting Entity. Based on the requirements, the following entities are reported as discretely presented component units of the City. Discretely presented component units are reported in a column separate from the primary government within the financial statements.

- The Grand Prairie Sports Facilities Development Corporation owns Lone Star Park, a horse track facility at Grand Prairie.
- Grand Prairie Housing Finance Corporation (GPHFC) issues tax-exempt mortgage revenue bonds to provide affordable housing to low- to moderate-income citizens. The GPHFC owns a Senior Assisted Living facility in a disadvantaged area and two apartment complexes that serve low to moderate-income citizens. In addition, The HFC owns a Learning Center that provides after-school educational and recreational programs for children living in the apartment complexes.
- Grand Prairie Local Government Corporation (GPLGC) was created to promote economic development, including but not limited to the acquisition, development, and re-development of real property within the City.
- Grand Prairie Hotel Development Corporation (GPHDC) was created in 2021 to promote economic development, including but not limited to the acquisition, development, and re-development of real property within the City and the lease of City facilities, including a hotel and conference center.
- Public Finance Corporation (GPPFC) was created in 2023 to assist the City in financing, refinancing, or providing public facilities. The Corporation can finance obligations issued or incurred per existing law to provide for the acquisition, construction, rehabilitation, renovation, repair, equipping, furnishing, and placement in service of public facilities. As of the date of this report, there is no activity in the GPPFC and is, therefore, not shown in the financial statements.

Although the Grand Prairie Crime Control and Prevention District (District) is considered a legally separate entity, it is included in the City's reporting entity as a blended component unit since the District's Board of Directors are all members of the City Council. The District is reported as a special revenue fund in the general government activities. It accounts for the accumulation and use of quarter-cent sales tax proceeds dedicated to funding the District program.

Major Initiatives

- Grand Prairie continues to open and plan for new roadways, increasing mobility through the City. Roadway improvement projects along Interstates 20 and 30 with the design and construction of frontage roads are completed, and the widening of the Great Southwest Parkway under I-20 is under design.
- In the City's continued devotion to a vibrant downtown, plans are proceeding to turn back Main Street from TXDOT control to City jurisdiction. The City plans to reroute all truck traffic off Main Street and onto Jefferson Street, creating roundabout entries to downtown, with a narrowed Main Street to feature wider sidewalks and outdoor sidewalk space for retail and restaurants.

- Epic Central construction continued with the opening of Illuvia water and laser light show, Bolder Adventure Park, and three premium restaurants. Two hotels and a convention center opened in January 2024, and more restaurants will open later in the year. Well over half a million pedestrians have visited EpicCentral in the last 12 months.
- Grand Prairie is experiencing explosive growth in the southern sector. This land currently sits in our ETJ and will be annexed in phases into our City starting in 2024. Developers are building and planning to create master-planned communities on 6,250 acres featuring an urban center, retail, restaurant, single-family homes, miles of hike and bike trails, parks, stocked ponds, playgrounds, a community center, and multiple amenity centers with pools. The developments will add an estimated \$6.5 billion value in single-family, commercial/retail, multi-family, and industrial with a 15-30 year build-out. The City's portion of the estimated property tax is almost \$41 million and will likely add 50,000 residents over buildout.

Local Economy

The City of Grand Prairie continues to grow extensively in residential, entertainment, aerospace, defense, and other industries, but it will maintain the same tax rate for FY 2023-24 and increase the homestead exemption by 2.5% to 15%. Grand Prairie is the 17th largest City in Texas, and according to the FBI, it is the 8th Safest City in Texas. Employment remains strong, with unemployment for the Metroplex at 3.4% while the National Unemployment rate was 3.5%.

Residential

- MLS reports that the median sales price for homes in Grand Prairie is \$376,580, with the average price per square foot at \$175.89 for fiscal year 2023.
- Grand Prairie is still a seller's market, meaning more people are looking to buy than homes available. The average days that a home is on the market is 34 days.
- New Single-Family construction permits issued in 2023 were 411 compared to 433 in 2022.

Commercial

- The City issued approximately 1 million square feet of commercial, retail, and industrial permits.
- Largest private employer, Lockheed Martin Missiles & Fire Control, was awarded contracts to build the Patriot PAC-3 defense missiles and upgrade the Army's MLRS field artillery to fire modern long-range rockets, necessitating increased employment from 4,000 to 5,000 staff.
- Bell Textron is expanding its Drive Systems Test Lab in preparation for building the V-280 to replace the Army's Blackhawk helicopter.
- Airbus Helicopters was awarded multiple contracts for helicopter purchases.

- HiFab completed construction and opened a facility to build modular homes starting at \$250,000 that will ship all across Texas.
- The AirHogs stadium was converted to a Cricket Stadium with an American Cricket Enterprises partnership. The first Major League Cricket game was held in July 2023 to a sold-out crowd and watched by 2 billion people worldwide. The International Cricket Council will hold the Men's T-20 World Cup at the stadium in June 2024.
- The Epic corridor added a Hobby Lobby, PopShelf, Frost Bank, and multiple premium restaurants. The corridor has increased in value from \$111.4 billion in 2018 appraised values to \$570.9 billion in 2023. Opening in spring 2024 is a 100,000 sq foot Bass Pro Shops Outdoor World and a 93,000 sq foot Andretti Indoor Karting & Games.

Long-Term Financial Planning

The City of Grand Prairie adopts and utilizes a comprehensive capital improvement plan. This plan systematically documents the planning and funding of major capital projects and purchases with full consideration of the impact on the operating budget and tax requirements. The City utilizes capital reserves when possible to fund these projects.

Comprehensive financial management policies guide the City's financial operations. The overriding goal of these policies is to enable the City to achieve a long-term, stable, and positive economic condition while conducting its operations consistent with the council-manager form of government established by the City Charter. The watchwords of financial management include integrity, prudent stewardship, planning, accountability, and full disclosure. The scope of these policies provides accounting, auditing, financial reporting, internal controls, operating and capital budgeting, revenue management, cash management, and expenditures control. The City also maintains comprehensive investment, debt management, and purchasing policies. These policies guide the City Council at the policy-setting level and City management and staff in their daily financial decision-making. In addition to these policies, the City Council formed a three-member Finance and Government Committee whose members guide City management in budgetary, audit, internal control, and other significant financial matters.

Due to solid management with strong financial policies, the City has achieved and maintained appropriate financial benchmarks and ratios, including sufficient fund balances in all funds, compliance with debt coverage ratios, and fiscally sound investment practices. This healthy condition emphasizes the City's ability to weather future economic downturns.

Positive bond ratings further support the City's financial condition. The City's general obligation bond ratings were reaffirmed by Standard & Poor's AAA. Fitch upgraded their AA rating to AA+ on the Sales Tax Revenue Bonds (Central Park Revenue Project).

Awards and Acknowledgements

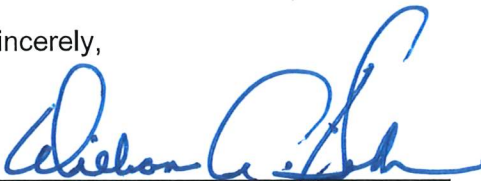
The Government Finance Officers' Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the City of Grand Prairie for its Annual Comprehensive Financial Report (ACFR) for the fiscal year ending September 30, 2022. This was the 37th consecutive year the City achieved this prestigious award. A government must publish an easily readable and efficiently organized ACFR to be awarded a Certificate of Achievement. This report must satisfy both generally accepted accounting principles and applicable legal requirements.

A Certificate of Achievement is valid for one year only. We believe that our current ACFR continues to meet the Certificate of Achievement Program's requirements and will submit it to the GFOA to determine its eligibility for another certificate.

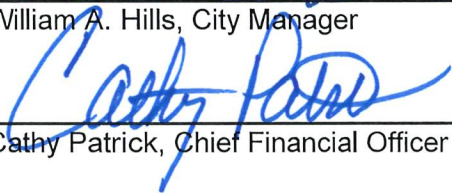
The timely preparation of this report was made possible by the dedicated services and hard work of the highly qualified staff in the City's Finance Department. Although much time and effort in preparation for this report lies in the Accounting Division, we sincerely appreciate the invaluable support of the Treasury and Budget division and all city departments.

Special thanks are extended to the Finance and Government Committee council members for their leadership and support of sound fiscal management and to all members of the City Council for their unfailing support for maintaining the highest standards of professionalism in the control of the City's finances.

Sincerely,



William A. Hills, City Manager



Cathy Patrick, Chief Financial Officer



Government Finance Officers Association

Certificate of
Achievement
for Excellence
in Financial
Reporting

Presented to

**City of Grand Prairie
Texas**

For its Annual Comprehensive
Financial Report
For the Fiscal Year Ended

September 30, 2022

Christopher P. Morill

Executive Director/CEO

District 1: Deputy Mayor Pro Tem Council Member **Jorja Clemson**

District 2: Council Member **Jacquin Headen**

District 3: Council Member **Mike Del Bosque**

District 4: Mayor Pro Tem Council Member **John Lopez**

District 5: Council Member **Cole Humphreys**

District 6: Council Member **Kurt G. Johnson**

Mayor: **Ron Jensen**

At Large, Place 7: Council Member **Bessye Adams**

At Large, Place 8: Council Member **Junior Ezeonu**

2024 CITY COUNCIL

Mayor Ron Jensen, and Council members John Lopez and Jacquin Headen were elected to three-year terms in 2022. Council members Cole Humphreys, Kurt G. Johnson and Junior Ezeonu were elected to three-year terms in 2021. Council members Jorja Clemson, Mike Del Bosque and Bessye Adams were elected to three-year terms in 2023. Regular City Council elections are conducted in May every year.

For voting information, visit gptx.org/elections.

To contact a city council member, visit gptx.org/council.

City Hall, 300 W. Main St., Grand Prairie, TX 75050
 P.O. Box 534045, Grand Prairie, TX 75053
 972-237-8022 • gptx.org/council

City of Grand Prairie, Texas

Directory of City Officials

Mayor and City Council

2024 CITY OF GRAND PRAIRIE, TEXAS

DIRECTORY OF CITY OFFICIALS

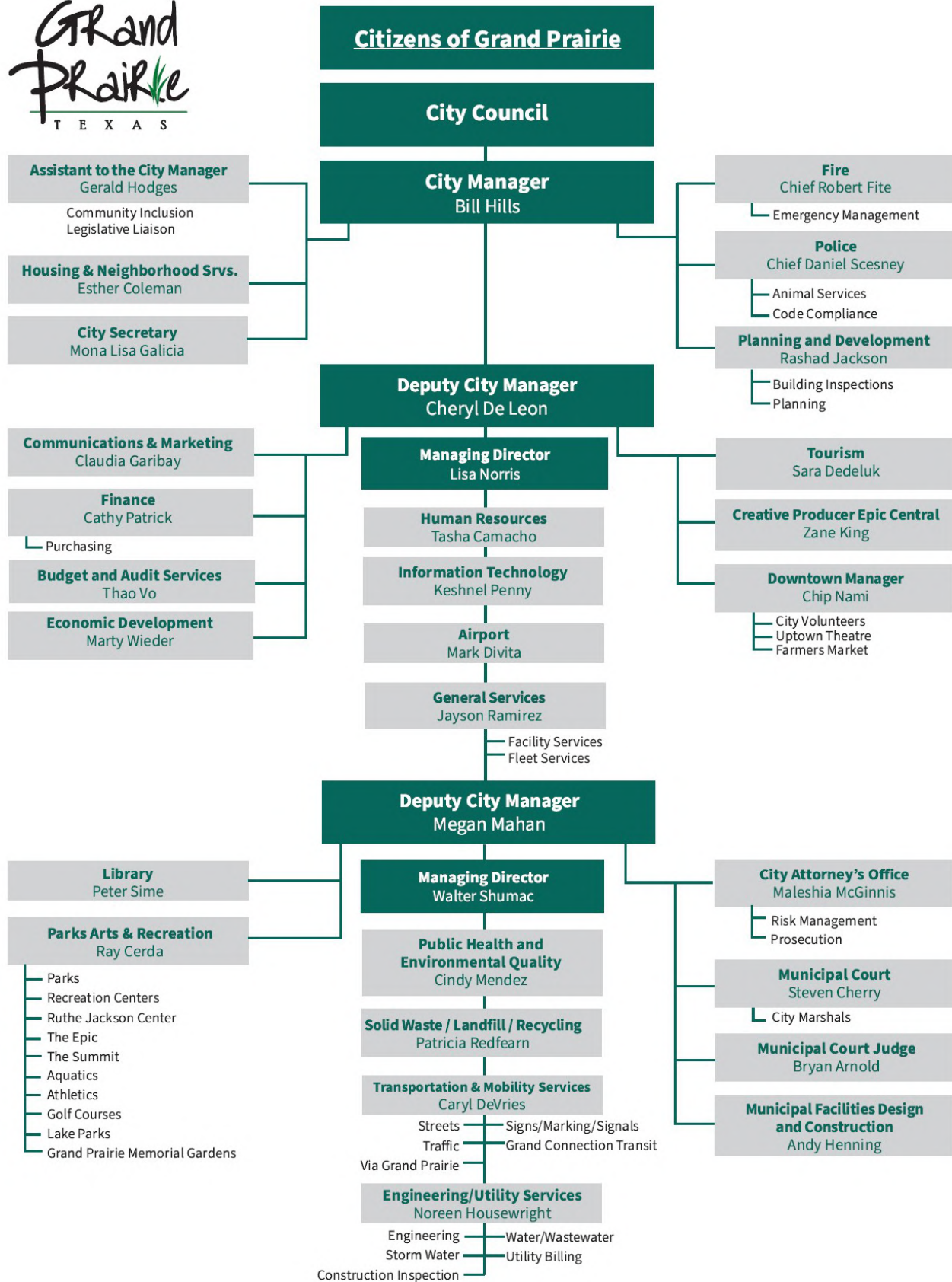
MAYOR AND CITY COUNCIL

Ron Jensen	Mayor
Jorja Clemson	Deputy Mayor Pro Tem - District 1
Jacquín Headen	District 2
Mike Del Bosque	District 3
John Lopez	Mayor Pro Tem - District 4
Cole Humphreys	District 5
Kurt G. Johnson	District 6
Bessye Adams	At Large - Place 7
Junior Ezeonu	At Large - Place 8

EXECUTIVE MANAGERS

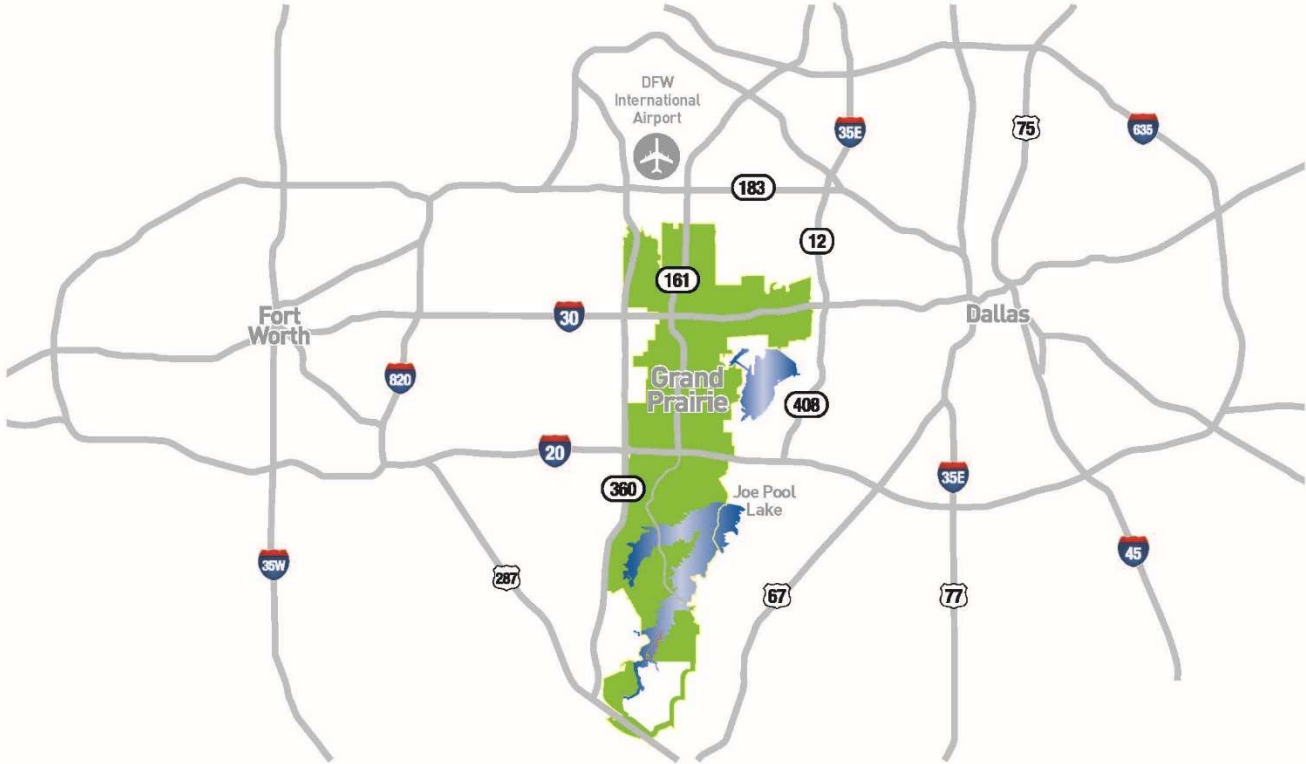
Bill Hills	City Manager
Cheryl DeLeon	Deputy City Manager
Megan Mahan	Deputy City Manager
Gerald Hodges	Assistant to the City Manager
Lisa Norris	Managing Director
Walter Shumac	Managing Director
Mark Divita	Airport Director
Thao Vo	Audit Services Director
Maleshia McGinnis	City Attorney
Mona Lisa Galicia	City Secretary
Claudia Garibay	Communications and Marketing Director
Peter Sime	Library Director
Steven Cherry	Court Services Director
Bryan Arnold	Municipal Court Judge
Marty Wieder	Economic Development Director
Cathy Patrick	Chief Financial Officer
Robert Fite	Fire Chief
Esther Coleman	Housing & Neighborhood Services Director
Tasha Camacho	Human Resources Director
Jayson Ramirez	General Services Director
Keshnel Penny	Information Technology Director
Ray Cerda	Parks, Arts & Recreation Director
Rashad Jackson	Planning and Development Director
Daniel Scesney	Police Chief
Cindy Mendez	Public Health and Environmental Quality Director
Patricia Redfearn	Solid Waste/Landfill/Recycling Director
Noreen Housewright	Engineering/Utility Services Director
Andy Henning	Municipal Facilities Design and Construction Director
Caryl DeVries	Transportation & Mobility Services Director

City of Grand Prairie, Texas
Organizational Chart



City of Grand Prairie, Texas

Map





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Financial Section



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Independent Auditor's Report

The Honorable Mayor and Members of the City Council
The City of Grand Prairie, Texas

Report on the Audit of the Financial Statements

Opinions

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

In our opinion, based on our audit and the report of the other auditors, the accompanying financial statements 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, 2023, and the respective changes in financial position and, where applicable, cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.

We did not audit the component unit financial statements of the Grand Prairie Housing Finance Corporation (a discretely presented component unit). Those financial statements were audited by other auditors whose report thereon has been furnished to us, and our opinion, insofar as it relates to the amounts included for such an entity, is based solely on the report of the other auditors.

Basis for Opinions

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

Emphasis of Matter

As discussed in Note 1 to the basic financial statements, during the year ended September 30, 2023, the City implemented Governmental Accounting Standards Board (GASB) Statement No. 96, *Subscription-Based Information Technology Arrangements*. Our opinions are not modified with respect to this matter.

Responsibilities of Management for the Financial Statements

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

Weaver and Tidwell, L.L.P.
2300 North Field Street, Suite 1000 | Dallas, Texas 75201
Main: 972.490.1970

The Honorable Mayor and
Members of City Council
City of Grand Prairie, Texas

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 GAAS and *Government Auditing Standards* will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

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

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the City's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the City's ability to continue as a going concern for a reasonable period of time.

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

The Honorable Mayor and
Members of City Council
City of Grand Prairie, Texas

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the required supplementary information, such as management's discussion and analysis, budgetary comparison information, pension and other post-employment benefits information, as listed in the table of contents be presented to supplement the basic financial statements. Such information is the responsibility of management and, 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 GAAS, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Supplementary Information

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

The combining and individual fund statements and schedules are the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The 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 GAAS. In our opinion, the other supplementary information is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Information included in the Annual Comprehensive Financial Report (ACFR)

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

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

The Honorable Mayor and
Members of City Council
City of Grand Prairie, Texas

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated March 15, 2024 on our consideration of the City's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the City's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the City's internal control over financial reporting and compliance.

Weaver and Tidwell, L.L.P.

WEAVER AND TIDWELL, L.L.P.

Dallas, Texas
March 15, 2024

Management's Discussion and Analysis



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City of Grand Prairie, Texas

Management's Discussion and Analysis
For the Fiscal Year Ended September 30, 2023
(Unaudited)

Management's discussion and analysis provide a narrative overview of the financial activities and changes in the financial position of the City of Grand Prairie, Texas (the City) for the fiscal year ending September 30, 2023. It is offered here by the management of the City to the readers of its financial statements. Readers are encouraged to consider the information presented here in conjunction with the information furnished in our letter of transmittal, the introductory section of the City's financial statement, and the accompanying notes.

FINANCIAL HIGHLIGHTS

- The assets and deferred outflows of resources of the City exceeded its liabilities and deferred inflows of resources on September 30, 2023 by \$829,334,190 (net position).
- The City's total net position increased by \$122,352,873, for the fiscal year ended September 30, 2023, primarily due to an increase in property taxes, intergovernmental revenues and investment income combined with a decrease in expenditures for City-wide services.
- On September 30, 2023, the City's governmental funds reported combined ending fund balances of \$301,661,461. The \$58,672,975 unassigned fund balance in the General Fund represents 39.1% of total General Fund expenditures and transfers.
- The City's total long-term liabilities of \$788,974,899 increased by \$61,552,029 (8.5%) during the current fiscal year. In fiscal year 2023, net bonded debt increased by \$28,096,046, with the remaining liability comprised of pension and employee-related obligations. See Table 4 in this report for further information regarding the City's long-term liabilities.

OVERVIEW OF THE FINANCIAL STATEMENTS

This discussion and analysis are 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 more comprehensive view of the City's financial activities.

The City's 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 also contains required and other supplementary information in addition to the basic financial statements.

Government-wide financial statements – The government-wide financial statements include the Statement of Net Position and Statement of Activities. These statements are designed to provide readers with a broad overview of the City's finances in a manner similar to that of a private-sector business. Both are prepared using the economic resources focus and the accrual basis of accounting, meaning that all the current year's revenues and expenses are included regardless of when cash is received or paid.

The Statement of Net Position presents information on all of the City's assets, deferred outflows of resources, liabilities, including capital assets and long-term liabilities, and deferred inflows of resources. The differences between these items are reported as net position. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the City is improving or deteriorating. Other indicators of the city's financial position should be taken into consideration, such as the change in the City's property tax base and the condition of the City's infrastructure (i.e., roads, drainage systems, 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 government's net position changed during the most recent fiscal year. It focuses on both the gross and net costs of the government's various activities and thus summarizes the cost of providing specific government services. This statement includes all current-year revenues and expenses.

City of Grand Prairie, Texas

Management's Discussion and Analysis – Continued
For the Fiscal Year Ended September 30, 2023
(Unaudited)

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

Governmental Activities – Most of the City's basic services are reported here, including general government, public safety, planning, public works, transportation, housing, community development, cultural events, and library. Property taxes, sales taxes, and franchise fees provide the majority of financing for these activities.

Business-Type Activities – Activities for which the City charges a fee to customers to pay most or all of the costs of a service it provides are reported here. The City's business-type activities include a water and wastewater system, a solid waste sanitary landfill, a storm water utility system, municipal airport, and municipal golf courses.

The government-wide financial statements include not only the City itself (known as the primary government), but also the Grand Prairie Sports Facilities Development Corporation, Inc. (the Sports Corporation), Grand Prairie Housing Finance Corporation (HFC), Grand Prairie Hotel Development Corporation (HDC), and Grand Prairie Local Government Corporation (LGC) as component units. All are legally, financially, and administratively autonomous separate corporations. HFC issues tax-exempt revenue bonds to supply mortgage financing for low-income home buyers and multi-family developments, and engages in other affordable housing activities. The Sports Corporation oversees Lone Star Park at Grand Prairie, a horse track facility.

The Crime Control and Prevention District (CCPD) is a legally separate entity that is financially accountable to the City. A blended presentation has been used to report the financial information of this component unit. The CCPD is reported as the Crime Sales Tax Fund.

Fund financial statements – The City, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. 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. These statements focus on the most significant funds and may be used to find more detailed information about the City's most significant activities. All of the funds of the City can be divided into two categories: governmental funds and proprietary funds.

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

The focus of the governmental funds 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 financial statements. By doing so, readers may better understand the long-term impact of the government's near-term financing decisions. Both the governmental funds Balance Sheet and the governmental funds Statement of Revenues, Expenditures, and Changes in Fund Balances provide a reconciliation to facilitate this comparison. These reconciliations explain the differences between the government's activities as reported in the government-wide statements and the information presented in the governmental funds financial statements.

City of Grand Prairie, Texas

Management's Discussion and Analysis – Continued
For the Fiscal Year Ended September 30, 2023
(Unaudited)

The City reports thirty-one individual governmental funds. Information is presented separately in the governmental fund's Balance Sheet and in the governmental fund's Statement of Revenues, Expenditures and Changes in Fund Balances for the City's six major funds - General Fund, Section 8 Fund, Streets CIP Fund, Grants Fund, Debt Service Fund, and the TIF #1 Epic CIP Fund. Data for other nonmajor governmental funds are combined into a single, aggregated presentation. Individual fund data for each of the nonmajor governmental funds is provided in the form of combining statements elsewhere in this report.

Proprietary funds – The City 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 of the government-wide financial statements. The City uses enterprise funds to account for its water and wastewater system, solid waste sanitary landfill, storm water utility, municipal airport, and municipal golf courses. Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail. The City has five enterprise funds of which two are major enterprise funds – the Water Wastewater Fund and the Solid Waste Fund. Data from other nonmajor enterprise funds are combined into a single, aggregated presentation in the proprietary fund financial statements. Individual fund data for each of these non-major enterprise funds is provided in the form of combining statements elsewhere in this report.

Internal service funds are an accounting device used to accumulate and allocate costs internally among the City's various functions. The City uses internal service funds to account for vehicle and equipment maintenance and the premiums, deductibles, and claims for all insurance programs (e.g., employee health, workers compensation, general liability, etc.). Because these services benefit both governmental and business-type functions, they have been allocated to both activities in the government-wide financial statements in proportion to services received. The City's two internal service funds are combined into a single, aggregated presentation in the proprietary fund financial statements. Individual fund data for the City's internal service funds is provided in the form of combining statements elsewhere in this report.

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

Other information – In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information concerning the City's progress in funding its obligation to provide pension benefits to its employees.

The combining statements referred to earlier in connection with nonmajor governmental funds, nonmajor enterprise funds, and internal service funds are presented immediately following the required supplementary information.

City of Grand Prairie, Texas

Management's Discussion and Analysis – Continued
 For the Fiscal Year Ended September 30, 2023
 (Unaudited)

GOVERNMENT-WIDE FINANCIAL ANALYSIS

Total assets of the City on September 30, 2023 were \$1,643,860,106, deferred outflows of resources were \$66,339,133, total liabilities were \$859,567,110, and deferred inflows of resources were \$21,297,939 resulting in a net position of \$829,334,190.

The largest portion of the City's net position, \$530,955,866 (64%), reflects its investment in capital assets (land, buildings and improvements, infrastructure, vehicles, machinery, and equipment), less any related outstanding debt used to acquire those assets. 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.

Table 1 below is a summary of the City's net position at year-end compared to the prior year.

Table 1
Net Position

	Governmental Activities		Business-type Activities		Total Primary Government	
	9/30/2022	9/30/2023	9/30/2022	9/30/2023	9/30/2022	9/30/2023
Cash and investments	\$ 339,685,323	\$ 344,199,032	\$ 115,177,898	\$ 150,284,281	\$ 454,863,221	\$ 494,483,313
Other assets	11,207,771	37,117,309	32,486,284	15,833,753	43,694,055	52,951,062
Capital assets, net	778,027,290	813,424,038	267,284,964	283,001,693	1,045,312,254	1,096,425,731
Total assets	1,128,920,384	1,194,740,379	414,949,146	449,119,727	1,543,869,530	1,643,860,106
Deferred outflows of resources	32,896,664	60,260,856	3,291,480	6,078,277	36,188,144	66,339,133
Current liabilities	69,567,008	52,607,616	16,127,628	17,984,595	85,694,636	70,592,211
Long-term bonded debt	559,928,383	587,869,039	40,570,449	45,633,134	600,498,832	633,502,173
Other noncurrent liabilities	108,268,932	133,254,353	18,655,106	22,218,373	126,924,038	155,472,726
Total liabilities	737,764,323	773,731,008	75,353,183	85,836,102	813,117,506	859,567,110
Deferred inflows of resources	53,425,697	19,494,554	6,533,154	1,803,385	59,958,851	21,297,939
Net Position						
Net Investment in capital assets	278,165,484	283,762,391	226,679,275	247,193,475	504,844,759	530,955,866
Restricted	88,704,308	94,502,188	71,894,451	67,482,941	160,598,759	161,985,129
Unrestricted	3,757,236	83,511,094	37,780,563	52,882,101	41,537,799	136,393,195
Total net position	\$ 370,627,028	\$ 461,775,673	\$ 336,354,289	\$ 367,558,517	\$ 706,981,317	\$ 829,334,190

A portion of the City's net position totaling \$161,985,129, or 19.5%, represents resources that are subject to external restrictions on how they may be used.

The City's net position increased by \$122,352,873 from the prior fiscal year due to an increase in Investment Income and a decrease in expenditures for City-wide services.

City of Grand Prairie, Texas

Management's Discussion and Analysis – Continued
 For the Fiscal Year Ended September 30, 2023
 (Unaudited)

The fiscal year 2023 compared to fiscal 2022 changes in the City's net position were as follows:

Table 2
Changes in Net Position

	Governmental Activities		Business-type Activities		Total Primary Government	
	9/30/2022	9/30/2023	9/30/2022	9/30/2023	9/30/2022	9/30/2023
Revenues:						
Program revenues:						
Charges for services	\$ 58,170,644	\$ 57,995,305	\$ 125,183,456	\$ 130,990,589	\$ 183,354,100	\$ 188,985,894
Operating grants and contributions	48,357,006	53,872,349	-	-	48,357,006	53,872,349
Capital grants and contributions	10,088,804	25,022,416	17,925,639	15,849,994	28,014,443	40,872,410
General revenues:						
Property tax	120,270,539	139,289,758	-	-	120,270,539	139,289,758
Sales tax	93,977,609	95,821,700	-	-	93,977,609	95,821,700
Other tax	3,584,865	3,985,044	-	-	3,584,865	3,985,044
Franchise fees	15,030,726	15,908,189	-	-	15,030,726	15,908,189
Investment income	(9,271,537)	18,416,817	19,242	137,763	(9,252,295)	18,554,580
Miscellaneous	-	-	-	251,066	-	251,066
Total revenues	340,208,656	410,311,578	143,128,337	147,229,412	483,336,993	557,540,990
Expenses:						
Support services	42,577,765	36,361,373	-	-	42,577,765	36,361,373
Public safety services	150,998,097	97,434,247	-	-	150,998,097	97,434,247
Recreation and leisure services	47,995,577	45,307,845	-	-	47,995,577	45,307,845
Development services	129,085,968	130,343,675	-	-	129,085,968	130,343,675
Interest on long-term debt	14,495,589	17,243,831	-	-	14,495,589	17,243,831
Water and wastewater	-	-	89,103,717	83,287,986	89,103,717	83,287,986
Solid waste	-	-	15,860,795	15,511,822	15,860,795	15,511,822
Municipal airport	-	-	3,428,622	3,103,345	3,428,622	3,103,345
Municipal golf course	-	-	3,756,007	3,305,398	3,756,007	3,305,398
Storm water	-	-	3,487,970	3,288,595	3,487,970	3,288,595
Total expenses	385,152,996	326,690,971	115,637,111	108,497,146	500,790,107	435,188,117
Increases (decreases) in net position before transfers	(44,944,340)	83,620,607	27,491,226	38,732,266	(17,453,114)	122,352,873
Transfers	(929,550)	7,528,038	929,550	(7,528,038)	-	-
Change in net position	(45,873,890)	91,148,645	28,420,776	31,204,228	(17,453,114)	122,352,873
Net position - beginning of year	416,500,918	370,627,028	307,933,513	336,354,289	724,434,431	706,981,317
Net position - end of year	\$ 370,627,028	\$ 461,775,673	\$ 336,354,289	\$ 367,558,517	\$ 706,981,317	\$ 829,334,190

Governmental activities – Governmental activities increased the City's net position by \$91,148,645 in comparison with beginning net position, primarily due to a decrease in City-wide services expenditures. Net position of governmental operations accounts for 55.7% of total net position.

Business-type activities – Business-type activities increased the City's net position by \$31,204,228 in comparison with beginning net position. Overall operating revenues increased slightly and expenses decreased compared to last year. Net position for business-type activities represents 44.3% of total primary government net position.

City of Grand Prairie, Texas

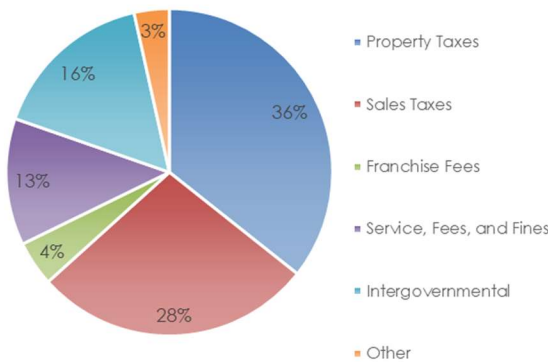
Management's Discussion and Analysis – Continued
 For the Fiscal Year Ended September 30, 2023
 (Unaudited)

FINANCIAL ANALYSIS OF THE CITY'S FUNDS

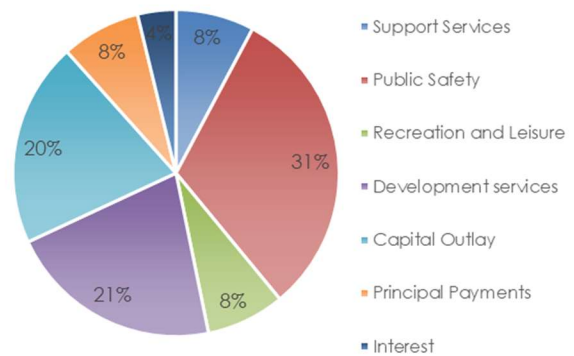
Governmental funds – The focus of City's governmental funds is to provide information on near-term inflows, outflows, and balances of spendable resources. Such information is useful in assessing the City's financing requirements. In particular, unrestricted fund balance may serve as a useful measure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

At fiscal year-end 2023, the City's governmental funds (excluding internal service funds) reported combined ending fund balances of \$301,661,461, an increase of \$44,336,772 in comparison with the prior year. The unassigned fund balance portion is \$58,672,975 or 19.1% and is available for spending at the government's discretion. The remainder is restricted for specific purposes and is not available for new spending. Specific purposes include non-spendable inventories and prepaid items (\$980,961); amounts restricted by bond covenants or granting agencies (\$155,573,015) either for debt service payments, grant-related use, special taxing districts, or for capital projects. In addition, committed funds (\$84,417,243) require formal action by City Council. Finally, funds may be assigned (\$2,017,267) by City Manager with the City Council's delegated authority. Figures 1 and 2 that follow show the distribution of governmental funds' sources of revenues and expenditures, \$403,303,452 and \$426,519,675, respectively, for fiscal year 2023.

**Figure 1
 Revenue Sources
 Governmental Funds**



**Figure 2
 Expenditures
 Governmental Funds**



The General Fund is the chief operating fund of the City. At fiscal year-end, unassigned fund balance of the General Fund was \$58,672,975, while total fund balance was \$62,059,327. As a measure of the General Fund's liquidity, it may be useful to compare both unassigned fund balance and total fund balance to total fund expenditures. Unassigned fund balance represents 37.0% of total general fund operating expenditures, while total fund balance represents 39.1% of that same amount. General Fund's fund balance increased in the amount of \$23,481,840 from the prior fiscal year largely due to increases in investment income and decreased costs associated with personnel, supplies, materials, and purchased services.

Other major funds with significant changes in fund balance include Streets CIP, Grants, Debt Service and TIF #1 Epic CIP.

City of Grand Prairie, Texas

Management's Discussion and Analysis – Continued
For the Fiscal Year Ended September 30, 2023
(Unaudited)

The Streets CIP Fund increased by \$11,656,677 due to the issuance of bonds in fiscal year 2023.

The Grants Fund decreased by \$4,481,467 due to large projects that took place during the fiscal year.

The Debt Service Fund decreased by \$329,440 due to principal retirement and Interest expenditures.

The TIF #1 Epic CIP Fund decreased by \$28,629,903 due to capital outlay expenditures.

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

The net position of the City's enterprise funds and internal service funds were \$363,974,269 and \$23,174,629 respectively, at September 30, 2023. The enterprise funds' net investment in capital assets represented 67.9% of total enterprise fund's net position. The internal service funds' net investment in capital assets represented 6.9% of total internal service funds' net position. The enterprise funds' unrestricted net position was 13.5% of their total net position, and internal service funds' unrestricted net position was 93.1% of their total funds' net position. The City's enterprise funds and the internal service funds reported income before contributions and transfers of \$22,948,800 and (\$857,717), respectively. Other factors concerning the finances of the proprietary funds have already been addressed in the discussion of the government-wide financial statements and business-type activities. The following Figures 3 and 4 show the proprietary funds' revenues of \$168,314,583 and expenses of \$145,146,557 (excluding non-operating revenues and expenses, and contributions and transfers) by activity.

Figure 3
Revenues by Activity
Proprietary Funds

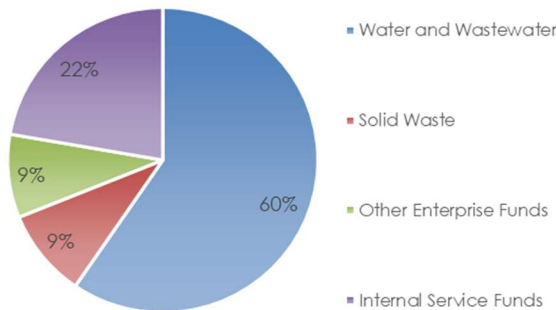
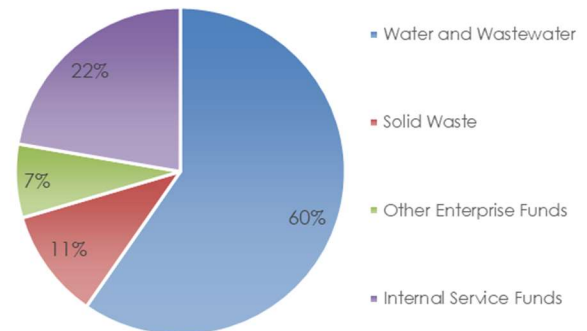


Figure 4
Expenses by Activity
Proprietary Funds



City of Grand Prairie, Texas

Management's Discussion and Analysis – Continued
 For the Fiscal Year Ended September 30, 2023
 (Unaudited)

General Fund Budgetary Highlights

Actual General Fund revenues were \$24,161,351, or 13.9%, higher than final budgeted revenues for fiscal year 2023. Property taxes, sales taxes, and franchise fees were 83.6% of General Fund budgeted revenues. Actual General Fund expenditures were \$1,012,842, or .6%, lower than final budgeted expenditures for fiscal year 2023. Budgeted excess of revenues over expenditures before other financing sources and uses was \$13,953,616 compared to actual of \$39,127,809, resulting in a net positive budget variance of \$25,174,193. The City traditionally budgets revenue conservatively and this practice frequently results in positive budgetary variances.

Net change in fund balances of the General Fund, including other financing sources and uses such as transfers, resulted in a net positive budget variance of \$24,872,631.

Capital Asset and Debt Administration

Capital Assets – The City's investment in capital assets, net of accumulated depreciation, for its governmental and business-type activities at fiscal year-end amounted to \$1,096,425,731. This investment includes land, buildings, improvements other than buildings (includes infrastructure), machinery and equipment, and construction in progress. The City's capital assets increased from prior year by \$51,113,477.

Major capital projects occurring during the fiscal year included the following:

- Mi Familia Park Development
- Updates and repairs to municipal facilities and HVAC systems
- Continued street rehabilitation
- West Fork Trinity River erosion protection Improvements
- Improvements to Cottonwood Creek & Dalworth Creek concrete channel
- Continued improvements to the water distribution and sewer system
- EPIC Central construction project

The City's capital assets, net of accumulated depreciation, at fiscal year-end was as follows:

**Table 3
 Capital Assets**

	Governmental Activities		Business-type Activities		Total Primary Government	
	9/30/2022	9/30/2023	9/30/2022	9/30/2023	9/30/2022	9/30/2023
Land	\$ 59,658,291	\$ 66,827,013	\$ 8,663,492	\$ 8,706,987	\$ 68,321,783	\$ 75,534,000
Construction in progress	115,349,165	169,204,564	30,621,389	43,129,278	145,970,554	212,333,842
Depreciable/amortized assets	1,231,051,620	1,252,604,820	508,438,066	530,801,790	1,739,489,686	1,783,406,610
Accumulated depreciation/amortization	(628,031,786)	(675,212,359)	(280,437,983)	(299,636,362)	(908,469,769)	(974,848,721)
Total capital assets, net	\$ 778,027,290	\$ 813,424,038	\$ 267,284,964	\$ 283,001,693	\$ 1,045,312,254	\$ 1,096,425,731

Additional information regarding capital assets can be found in Note 2.D.

City of Grand Prairie, Texas

Management's Discussion and Analysis – Continued
 For the Fiscal Year Ended September 30, 2023
 (Unaudited)

Long-term debt – At September 30, 2023, the City had the following long-term liabilities:

**Table 4
 Long-Term Debt**

	Governmental Activities		Business-type Activities		Total Primary Government	
	9/30/2022	9/30/2023	9/30/2022	9/30/2023	9/30/2022	9/30/2023
Bonded debt	\$ 559,928,383	\$ 582,740,415	\$ 39,945,012	\$ 45,229,026	\$ 599,873,395	\$ 627,969,441
Compensated absences	23,747,417	25,161,285	599,265	613,715	24,346,682	25,775,000
Other post employment benefits	54,339,835	55,600,628	5,984,139	5,911,296	60,323,974	61,511,924
Net pension liability	22,005,541	48,481,302	2,423,345	5,154,390	24,428,886	53,635,692
Lease liabilities	4,743,892	4,311,551	625,437	404,108	5,369,329	4,715,659
SBITA liabilities	-	817,073	-	-	-	817,073
Pollution liability	23,900	348,823	-	-	23,900	348,823
Closure and post closure liability	-	-	9,648,357	10,538,972	9,648,357	10,538,972
Other liabilities	3,408,347	3,662,315	-	-	3,408,347	3,662,315
Total long-term debt	\$ 668,197,315	\$ 721,123,392	\$ 59,225,555	\$ 67,851,507	\$ 727,422,870	\$ 788,974,899
Long-term debt to net position percentage	180%	156%	18%	18%	103%	95%

Of the total bonded debt, \$582,740,415 or 92.7% is backed by the full faith and credit of the City with a property tax pledge.

In February 2023, the City issued \$46,00,000 in Combination Tax and Revenue Certificates of Obligation, Series 2023. The Certificates were issued for the purpose of paying contractual obligations to be (i) renovating, improving and equipping existing buildings and facilities, to-wit: library renovations, Information Technology improvements and municipal facilities renovations, (ii) improving and equipping fire station and police facilities, (iii) Public safety storage building (iv) constructing and improving streets and bridges within the City, including the associated engineering for such streets and bridges and (v) professional services rendered in connection therewith.

In December 2022, the City issued \$8,000,000 in General Obligation Bonds Series 2022. The bonds were issued for economic development activities including planning, designing, constructing, improving, extending and expanding public streets, utilities, and other infrastructure facilities, through the City's economic development and housing programs to stimulate business and commercial activity in the City for private commercial, industrial, retail, residential and mixed-use development, hospitality and entertainment projects and neighborhood revitalization projects.

In December 2022, the City issued \$10,765,000 in Water and Wastewater Revenue Bonds Series 2022. The bonds were issued for the purpose of improving, extending, equipping and repairing the City's water and wastewater system.

During this fiscal year, the City retired principal on outstanding bonded debt totaling \$39,398,000. The City's total interest expense for all bonded debt was \$18,247,300.

City of Grand Prairie, Texas

Management's Discussion and Analysis – Continued
For the Fiscal Year Ended September 30, 2023
(Unaudited)

Additional information is detailed in the Note 2.H to the Basic Financial Statements.

The City's bond ratings by Fitch and Standard & Poor's are currently as follows:

	<u>Fitch</u>	<u>Standard & Poor's</u>
General obligation bonds	AA+	AAA
Sales tax revenue bonds (taxable)	AA+	AA-
Sales tax revenue bonds (tax-exempt)	AA+	AA-
Water and wastewater revenue bonds	AAA	AAA

Economic Factors and Next Year's Budget and Rates

The City's elected and appointed officials considered many factors when setting the fiscal year 2024 budget including tax rates and fees that will be charged for business-type activities. Building and development growth rates continue to increase overall; and indicate healthy activities in the residential sector and commercial type permitting. Although the City is largely built out and mature, there are still several areas available, mainly in the south sector with higher end residential areas along Joe Pool Lake. In addition, there is a leveling of multi-family developments, but a major increase in retail construction, in large part due to toll road 161 and emerging destination facilities, such as Epic and Epic Waters.

The City population as of September 2023 remained relatively flat for the current year. Residential expansions continue in the south and new manufacturing and distribution companies continue to add growth to the City's economy. Even more growth is expected as a result of continued development and mobility through the City. Roadway improvements, like widening of Camp Wisdom, Great Southwest Parkway and I-30 frontage roads from SH 161 to McArthur continue to make additional demands on the City for increased services. Our diverse economy, the overall DFW metroplex economy and major transportation access all serve to create a synergy.

The following indicators were taken into account when adopting the budget for fiscal year 2024:

- 13.75% increase in assessed property values;
- A financial management policy, which caps budgeted recurring general fund expenditures from sales tax at 26% total revenues.

General Fund property tax revenues increased by over \$5 million. The approved property tax rate remained unchanged from \$0.66. Other budgeted revenue sources include an increase in the TIF Reimbursement, and minor increases to both franchise fees and charges for goods and services.

Budgeted sales tax across all funds is \$104,605,170, which is higher than prior year by 8% based on projections.

The City's total approved budget for FY 2023-2024 is \$527,021,405, an increase from the prior year's budget. The General Fund approved budget is \$190,460,450. The majority of this increase is related to an increase in personnel services, an increase in the transfer to the park venue fund and an increase in the reimbursements from other funds. The budget included a 3% Civil Service Step increase with a 6% increase for entry level officers and 5% for entry level firefighters, a 5% non-civil services merit increase and significant market adjustments for non-civil service personnel.

City of Grand Prairie, Texas

Management's Discussion and Analysis – Continued
For the Fiscal Year Ended September 30, 2023
(Unaudited)

The City's approved appropriations for capital projects in fiscal year 2024 totals \$102,866,532. Planned capital projects include:

- \$21,977,704 in water projects and \$10,532,420 in wastewater projects.
- \$21,739,805 in streets and signals projects
- \$7,500,000 in in public safety facilities projects
- \$5,634,717 in storm drainage projects

Requests for Information

This financial report is designed to provide a general overview of the City's finances for all those with an interest in the government's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the City Controller, City of Grand Prairie, Texas, 300 W. Main Street, P.O. Box 534045, Grand Prairie, Texas, 75053-4045.



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Basic Financial Statements



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City of Grand Prairie, Texas
Statement of Net Position
September 30, 2023

	Primary Government			Component Units
	Governmental Activities	Business-Type Activities	Total	
ASSETS				
Cash and cash equivalents	\$ 66,997,475	\$ 47,649,957	\$ 114,647,432	\$ 8,741,948
Investments	66,571,140	28,342,456	94,913,596	6,761,031
Receivables, net	30,805,995	9,380,353	40,186,348	45,857
Intergovernmental receivables	1,160,929	-	1,160,929	-
Lease receivables	7,148,649	464,230	7,612,879	6,532,819
Inventories and supplies	575,281	695,462	1,270,743	-
Prepaids	1,010,703	1,709,460	2,720,163	35,415
Restricted assets:				
Cash and cash equivalents	-	9,743,849	9,743,849	1,450,375
Investments	210,630,417	64,548,019	275,178,436	-
Internal balances	(3,584,248)	3,584,248	-	-
Estimated unguaranteed residual value	-	-	-	16,621,359
Capital assets:				
Assets not being depreciated/amortized	236,059,576	51,836,265	287,895,841	18,844,204
Assets being depreciated/amortized, net	577,364,462	231,165,428	808,529,890	9,093,439
Total assets	1,194,740,379	449,119,727	1,643,860,106	68,126,447
DEFERRED OUTFLOWS OF RESOURCES				
Deferred charge on refundings	7,911,133	512,609	8,423,742	-
Related to OPEB	2,190,266	232,862	2,423,128	-
Related to TMRS pension	50,159,457	5,332,806	55,492,263	-
Total deferred outflows of resources	60,260,856	6,078,277	66,339,133	-
LIABILITIES				
Accounts payable	19,931,616	7,839,297	27,770,913	362,667
Retainage payable	266,909	1,153,124	1,420,033	-
Accrued liabilities	12,175,393	875,779	13,051,172	233,663
Unearned revenue	17,609,412	997,336	18,606,748	-
Current liabilities payable from restricted assets:				
Accrued interest	2,580,786	310,131	2,890,917	1,711
Customer deposits	43,500	6,808,928	6,852,428	103,131
Noncurrent liabilities:				
Due within one year:				
Compensated absences	11,592,715	489,485	12,082,200	-
Environmental remediation obligation	348,823	-	348,823	-
Other liabilities	678,882	-	678,882	-
Current portion of long-term debt	41,310,629	6,570,822	47,881,451	411,718
Due in more than one year:				
Compensated absences	13,568,570	124,230	13,692,800	-
Other postemployment benefits	55,600,628	5,911,296	61,511,924	-
Closure and postclosure liability	-	10,538,972	10,538,972	-
Net pension liability	48,481,302	5,154,390	53,635,692	-
Other liabilities	2,983,433	-	2,983,433	-
Long-term debt	546,558,410	39,062,312	585,620,722	13,616,180
Total liabilities	773,731,008	85,836,102	859,567,110	14,729,070
DEFERRED INFLOWS OF RESOURCES				
Related to leases	6,983,512	473,247	7,456,759	462,110
Related to OPEB	11,498,754	1,222,650	12,721,404	-
Related to TMRS pension	1,012,288	107,488	1,119,776	-
Total deferred inflows of resources	19,494,554	1,803,385	21,297,939	462,110
NET POSITION				
Net investment in capital assets	283,762,391	247,193,475	530,955,866	14,321,463
Restricted for:				
Debt service	58,259	5,858,028	5,916,287	-
Capital projects	192,316	61,624,912	61,817,228	-
Support Services	2,096,343	-	2,096,343	-
Public safety	10,225,071	-	10,225,071	-
Recreation and leisure	42,874,824	-	42,874,824	-
Development services	27,905,956	-	27,905,956	-
Other specific purposes	11,149,419	-	11,149,419	-
Facility lease	-	-	-	23,154,178
Unrestricted	83,511,094	52,882,102	136,393,196	15,459,626
Total net position	\$ 461,775,673	\$ 367,558,517	\$ 829,334,190	\$ 52,935,267

The Notes to the Basic Financial Statements are an integral part of this statement.

City of Grand Prairie, Texas
Statement of Activities
For the Year Ended September 30, 2023

Functions/Activity	Expenses	Program Revenues		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions
Primary government:				
Governmental activities:				
Support services	\$ 36,361,373	\$ 7,105,844	\$ 61,125	\$ -
Public safety services	97,434,247	12,914,112	5,054,543	-
Recreation and leisure services	45,307,845	16,545,655	452,628	-
Development services and other	130,343,675	21,429,694	48,304,053	25,022,416
Interest on long-term debt	17,243,831	-	-	-
Total governmental activities	326,690,971	57,995,305	53,872,349	25,022,416
Business-type activities:				
Water and wastewater	83,287,986	99,001,299	-	11,791,538
Solid waste	15,511,822	17,374,077	-	92,910
Municipal airport	3,103,345	2,806,697	-	-
Municipal golf course	3,305,398	3,607,692	-	-
Storm water	3,288,595	8,200,824	-	3,965,546
Total business-type activities	108,497,146	130,990,589	-	15,849,994
Total primary government	\$ 435,188,117	\$ 188,985,894	\$ 53,872,349	\$ 40,872,410
Component units:				
Grand Prairie Sports Facilities Development	\$ 5,240,310	\$ 789,211	\$ -	\$ 425,797
Grand Prairie Housing Finance Corporation	6,710,561	5,839,309	-	-
Grand Prairie Hotel Development Corporation	1,766,787	-	2,375,000	-
Grand Prairie Local Government Corporation	1,099,998	-	7,434,729	-
Total component units	\$ 14,817,656	\$ 6,628,520	\$ 9,809,729	\$ 425,797
General revenues:				
Taxes				
Property taxes				
Sales taxes				
Hotel/motel and other taxes				
Franchise fees (and those based on gross receipts)				
Investment income (losses)				
Loan forgiveness income				
Miscellaneous revenue				
Transfers				
Total general revenues and transfers				
Change in net position				
Net position - beginning of year				
Net position - end of year				

The Notes to the Basic Financial Statements are an integral part of this statement.

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

Governmental Activities	Business-Type Activities	Total	Component Units
\$ (29,194,404)	\$ -	\$ (29,194,404)	\$ -
(79,465,592)	-	(79,465,592)	-
(28,309,562)	-	(28,309,562)	-
(35,587,512)	-	(35,587,512)	-
(17,243,831)	-	(17,243,831)	-
(189,800,901)	-	(189,800,901)	-
-	27,504,851	27,504,851	-
-	1,955,165	1,955,165	-
-	(296,648)	(296,648)	-
-	302,294	302,294	-
-	8,877,775	8,877,775	-
-	38,343,437	38,343,437	-
<u>\$ (189,800,901)</u>	<u>\$ 38,343,437</u>	<u>\$ (151,457,464)</u>	<u>\$ -</u>
\$ -	\$ -	\$ -	\$ (4,025,302)
-	-	-	(871,252)
-	-	-	608,213
-	-	-	6,334,731
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 2,046,390</u>
\$ 139,289,758	\$ -	\$ 139,289,758	\$ -
95,821,700	-	95,821,700	-
3,985,044	-	3,985,044	-
15,908,189	-	15,908,189	-
18,416,817	137,763	18,554,580	541,165
-	-	-	398,749
-	251,066	251,066	11,100
7,528,038	(7,528,038)	-	-
280,949,546	(7,139,209)	273,810,337	951,014
91,148,645	31,204,228	122,352,873	2,997,404
370,627,028	336,354,289	706,981,317	49,937,863
<u>\$ 461,775,673</u>	<u>\$ 367,558,517</u>	<u>\$ 829,334,190</u>	<u>\$ 52,935,267</u>

City of Grand Prairie, Texas

Balance Sheet
Governmental Funds
September 30, 2023

	General	Section 8	Streets CIP
ASSETS			
Cash and cash equivalents	\$ -	\$ 1,691,131	\$ 6,947,786
Investments	202,557,395	533,109	12,360,381
Property tax receivable, net	2,239,500	-	-
Sales tax receivable	8,375,096	-	-
Franchise fees receivable	2,500,899	-	-
Lease receivables	3,027,849	-	-
Other receivables, net	4,903,872	-	-
Intergovernmental receivables	815,181	-	-
Due from other funds	-	-	15,153,423
Inventory	379,954	-	-
Prepays	395,965	-	-
	<hr/>	<hr/>	<hr/>
Total assets	\$ 225,195,711	\$ 2,224,240	\$ 34,461,590
LIABILITIES			
Accounts payable	7,985,888	70,128	2,177,954
Retainage payable	-	-	-
Accrued liabilities	3,644,215	57,769	-
Due to other funds	145,715,598	-	-
Interfund payable	-	-	-
Customer deposits	-	-	-
Unearned revenue	413,332	-	-
	<hr/>	<hr/>	<hr/>
Total liabilities	157,759,033	127,897	2,177,954
DEFERRED INFLOWS OF RESOURCES			
Related to leases	2,891,074	-	-
Unavailable revenue	2,486,277	-	-
	<hr/>	<hr/>	<hr/>
Total deferred inflows of resources	5,377,351	-	-
FUND BALANCES			
Nonspendable	775,919	-	-
Restricted	593,166	2,096,343	24,279,705
Committed	-	-	8,003,931
Assigned	2,017,267	-	-
Unassigned	58,672,975	-	-
	<hr/>	<hr/>	<hr/>
Total fund balances	62,059,327	2,096,343	32,283,636
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Total liabilities, deferred inflows of resources and fund balances	\$ 225,195,711	\$ 2,224,240	\$ 34,461,590

The Notes to the Basic Financial Statements are an integral part of this statement.

Grants	Debt Service	TIF #1 EPIC CIP	Nonmajor Governmental Funds	Total Governmental Funds
\$ 14,111,690	\$ -	\$ -	\$ 36,272,078	\$ 59,022,685
-	2,200,000	-	38,550,672	256,201,557
-	1,032,143	-	-	3,271,643
-	-	-	8,383,328	16,758,424
-	-	-	32,145	2,533,044
-	-	-	4,120,800	7,148,649
74,896	19,046	-	3,253,747	8,251,561
337,071	-	-	-	1,152,252
11,626,705	-	20,438,924	99,216,371	146,435,423
-	-	-	34,387	414,341
-	-	-	170,655	566,620
\$ 26,150,362	\$ 3,251,189	\$ 20,438,924	\$ 190,034,183	\$ 501,756,199
1,970,074	1,922	877,345	5,864,646	18,947,957
249,372	-	-	17,537	266,909
60,890	-	1,933,180	572,140	6,268,194
-	610,222	-	109,603	146,435,423
-	-	-	-	-
-	-	-	43,500	43,500
14,111,690	-	-	3,084,390	17,609,412
16,392,026	612,144	2,810,525	9,691,816	189,571,395
-	-	-	4,092,438	6,983,512
-	1,053,554	-	-	3,539,831
-	1,053,554	-	4,092,438	10,523,343
-	-	-	205,042	980,961
9,758,336	1,585,491	3,056,853	114,203,121	155,573,015
-	-	14,571,546	61,841,766	84,417,243
-	-	-	-	2,017,267
-	-	-	-	58,672,975
9,758,336	1,585,491	17,628,399	176,249,929	301,661,461
\$ 26,150,362	\$ 3,251,189	\$ 20,438,924	\$ 190,034,183	\$ 501,756,199

City of Grand Prairie, Texas
 Reconciliation of the Governmental Funds
 Balance Sheet to the Statement of Net Position
 September 30, 2023

Total fund balance - total governmental funds		\$ 301,661,461
Amounts reported for governmental activities in the statement of net position are different because:		
Capital assets used in governmental activities are not financial resources, and therefore, are not reported in the funds (excluding internal service funds' capital assets of \$1,593,286).		811,830,752
Certain revenues are not available to pay for current-period expenditures; therefore, these revenues are deferred in the funds.		3,539,831
Certain assets and liabilities do not provide or require the use of current financial resources; therefore, these assets and liabilities are not reported in the governmental funds.		
Accrued interest on long-term debt	\$ (2,580,786)	
Unamortized loss of bond refunding	7,911,133	
Deferred pension and OPEB contributions, and investment and actuarial experience (excluding internal service fund totals of \$621,446).	39,217,235	44,547,582
Internal service funds are used by management to charge cost of certain activities, such as employee health insurance, risk management insurance, and fleet services, to individual funds. The assets and liabilities of the internal service funds are included in governmental activities in the government-wide statement of net position (net of amount allocated to business-type activities of \$22,584,248).		19,590,381
Noncurrent liabilities are not due and payable in the current period; therefore, they are not reported in the governmental fund balance sheet. These noncurrent liabilities are as follows:		
Long-term debt (excluding internal service fund totals of \$1,810)	\$ (560,545,814)	
Unamortized bond premium/discount, net	(27,321,415)	
Compensated absences (excluding internal service fund totals of \$103,665)	(25,057,620)	
Other post-employment benefits (excluding internal service fund totals of \$867,320)	(54,733,308)	
Net pension liability (excluding internal service fund totals of \$756,263)	(47,725,039)	
Environmental remediation obligation	(348,823)	
Other liabilities	(3,662,315)	(719,394,334)
Net position of governmental activities		\$ 461,775,673

The Notes to the Basic Financial Statements are an integral part of this statement.



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City of Grand Prairie, Texas
Statement of Revenues, Expenditures,
and Changes in Fund Balances of
Governmental Funds
For the Year Ended September 30, 2023

	General	Section 8	Streets CIP
REVENUES			
Property taxes	\$ 89,031,628	\$ -	\$ -
Sales taxes	48,040,231	-	-
Other taxes	563,594	-	-
Franchise fees	15,908,189	-	-
Charges for goods and services	6,402,057	9,199,999	-
Licenses and permits	3,333,840	435,035	-
Fines and forfeitures	5,096,926	-	-
Intergovernmental	3,832,056	39,332,223	1,530,594
General and administrative	5,996,798	-	-
Rents and royalties	600,928	-	-
Lease interest income	-	-	-
Investment income (losses)	17,804,271	-	-
Contributions	111,434	-	51,480
Other	930,494	15,254	391
Total revenues	197,652,446	48,982,511	1,582,465
EXPENDITURES			
Current operations:			
Support services	34,918,100	-	-
Public safety services	101,908,130	-	-
Recreation and leisure services	3,340,167	-	-
Development services and other	15,024,987	49,055,148	7,719,385
Capital outlay	1,676,374	89,428	6,894,168
Debt service:			
Principal retirement	1,468,436	6,868	-
Interest and other charges	188,443	317	159,838
Total expenditures	158,524,637	49,151,761	14,773,391
Excess (deficiency) of revenues over (under) expenditures	39,127,809	(169,250)	(13,190,926)
OTHER FINANCING SOURCES (USES)			
Transfers in	-	-	1,422,881
Transfers out	(17,243,172)	-	(87,816)
Issuance of debt-bonds	-	-	21,478,225
Premium on bonds issued	-	-	2,034,313
Proceeds from sale of assets	1,597,203	7,000	-
Total other financing sources (uses)	(15,645,969)	7,000	24,847,603
Net change in fund balances	23,481,840	(162,250)	11,656,677
Fund balances - beginning of year	38,577,487	2,258,593	20,626,959
Fund balances - end of year	\$ 62,059,327	\$ 2,096,343	\$ 32,283,636

The Notes to the Basic Financial Statements are an integral part of this statement.

Grants	Debt Service	TIF #1 EPIC CIP	Nonmajor Governmental Funds	Total Governmental Funds
\$ -	\$ 41,054,066	\$ -	\$ 8,552,548	\$ 138,638,242
-	-	-	48,035,437	96,075,668
-	-	-	3,421,450	3,985,044
-	-	-	-	15,908,189
-	-	-	16,890,784	32,492,840
-	-	-	422,278	4,191,153
-	-	-	514,296	5,611,222
26,323,139	-	-	544,280	71,562,292
-	-	-	-	5,996,798
-	-	-	5,026,082	5,627,010
-	-	-	9,031	9,031
-	-	577,522	35,024	18,416,817
151,722	-	-	3,215,711	3,530,347
-	-	-	312,660	1,258,799
26,474,861	41,054,066	577,522	86,979,581	403,303,452
-	-	-	277,609	35,195,709
1,432,139	-	-	11,042,481	114,382,750
313,944	-	5,317,379	28,625,835	37,597,325
13,391,856	-	-	24,961,595	110,152,971
16,442,053	-	28,890,046	21,944,727	75,936,796
1,904	27,218,000	-	6,883,200	35,578,408
124	14,491,006	-	2,835,988	17,675,716
31,582,020	41,709,006	34,207,425	96,571,435	426,519,675
(5,107,159)	(654,940)	(33,629,903)	(9,591,854)	(23,216,223)
728,947	325,500	5,000,000	31,665,860	39,143,188
(103,255)	-	-	(14,186,669)	(31,620,912)
-	-	-	32,521,775	54,000,000
-	-	-	2,383,011	4,417,324
-	-	-	9,192	1,613,395
625,692	325,500	5,000,000	52,393,169	67,552,995
(4,481,467)	(329,440)	(28,629,903)	42,801,315	44,336,772
14,239,803	1,914,931	46,258,302	133,448,614	257,324,689
\$ 9,758,336	\$ 1,585,491	\$ 17,628,399	\$ 176,249,929	\$ 301,661,461

City of Grand Prairie, 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, 2023

Net change in fund balances - total governmental funds	\$ 44,336,772
Amounts reported for governmental activities in the statement of activities are different because:	
Governmental funds report capital outlay as expenditures. However, in the government-wide statement of activities, the cost of those assets is capitalized and allocated over their estimated useful lives as depreciation expense. This is the amount of capital assets recorded in the current period.	75,936,796
Depreciation and amortization on capital assets is reported in the government-wide statement of activities but does not require the use of current financial resources. Therefore, depreciation is not reported as expenditures in the governmental funds (except for internal service fund depreciation and amortization totalling \$241,627).	(46,816,128)
Governmental funds do not report capital contributions.	6,128,071
The net effect of various transactions involving capital assets (i.e., disposals, sales, and reassignments) are not reported in the governmental funds.	405,225
The issuance of long-term debt (i.e., bonds) provides current financial resources to the governmental funds, while repayment of the principal on long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net position. Also, governmental funds report the effect of premiums, discounts, and similar items when debt is first issued, whereas the amounts are deferred and amortized in the statement of activities. This amount is the net effect of these differences in the treatment of long-term debt and related items.	
Bonds issued	\$ (54,000,000)
Proceeds, adjustments, and amortization-leases and SBITAs	(2,195,452)
Principal retirement	35,578,408
Bond premium issued	(4,417,324)
Amortization of bond premiums/discounts	1,837,292
Amortization of loss on refundings	(636,182)
	(23,833,258)
Some expense accruals reported in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in the governmental funds.	
Accrued interest	\$ (763,648)
Compensated absences	(1,397,532)
Pollution remediation obligation	(324,923)
Post-employment benefit obligation	(1,256,106)
Pension liability	(26,068,831)
Deferred pension and OPEB contributions, and investment and actuarial experience	65,052,842
Other liabilities	(253,968)
	34,987,834
Certain revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.	874,826
Internal service funds are used by management to charge the costs of certain activities, such as insurance and fleet maintenance, to individual funds. The net operating loss of the internal service funds is reported with governmental activities (net of the amount allocated to business-type activities of \$19,567).	(871,493)
Change in net position of governmental activities	\$ 91,148,645

The Notes to the Basic Financial Statements are an integral part of this statement.

City of Grand Prairie, Texas
Statement of Net Position
Proprietary Funds
September 30, 2023

	Business-Type Activities - Enterprise Funds				Governmental Activities Internal Service Funds
	Water Wastewater	Solid Waste	Nonmajor Enterprise Funds	Total	
ASSETS					
Current assets:					
Cash and cash equivalents	\$ 39,882,695	\$ 4,000,746	\$ 3,766,516	\$ 47,649,957	\$ 7,974,790
Investments	14,556,926	11,924,536	1,860,994	28,342,456	21,000,000
Accounts receivable, net	7,654,981	619,091	1,106,281	9,380,353	-
Lease receivables	460,965	-	3,265	464,230	-
Inventories and supplies	558,178	-	137,284	695,462	160,940
Prepays	1,709,460	-	-	1,709,460	444,083
Restricted assets:					
Cash and cash equivalents	9,743,849	-	-	9,743,849	-
Investments	64,463,194	-	84,825	64,548,019	-
Total current assets	139,030,248	16,544,373	6,959,165	162,533,786	29,579,813
Noncurrent assets:					
Capital assets:					
Land	2,680,195	5,267,085	759,707	8,706,987	737,566
Buildings	2,718,617	1,995,673	16,930,862	21,645,152	2,014,390
Equipment	17,558,938	17,305,014	2,773,422	37,637,374	2,511,898
Infrastructure	398,208,368	15,635,693	56,857,621	470,701,682	200,000
Right to use leased assets	81,092	19,284	717,206	817,582	3,127
Construction in progress	42,118,465	713,626	297,187	43,129,278	-
Less: accumulated depreciation/ amortization	(244,282,405)	(18,464,382)	(36,889,575)	(299,636,362)	(3,873,695)
Total noncurrent assets	219,083,270	22,471,993	41,446,430	283,001,693	1,593,286
Total assets	358,113,518	39,016,366	48,405,595	445,535,479	31,173,099
DEFERRED OUTFLOWS OF RESOURCES					
Deferred charges for refundings	512,609	-	-	512,609	-
Related to OPEB	134,241	53,551	45,070	232,862	34,166
Related to TMRs pension	3,074,271	1,226,379	1,032,156	5,332,806	782,440
Total deferred outflows of resources	3,721,121	1,279,930	1,077,226	6,078,277	816,606
LIABILITIES					
Current liabilities:					
Accounts payable	6,113,450	1,452,627	273,220	7,839,297	983,659
Retainage payable	1,153,124	-	-	1,153,124	-
Accrued interest	308,886	-	1,245	310,131	-
Accrued liabilities	571,121	230,936	73,722	875,779	5,907,199
Compensated absences	250,754	101,081	137,650	489,485	82,680
Unearned revenue	905,606	-	91,730	997,336	-
Current portion of long-term debt	6,007,236	5,161	558,425	6,570,822	1,810
Current liabilities payable from restricted assets:					
Customer deposits	6,724,103	-	84,825	6,808,928	-
Total current liabilities	22,034,280	1,789,805	1,220,817	25,044,902	6,975,348
Noncurrent liabilities:					
Compensated absences	63,641	25,654	34,935	124,230	20,985
Other postemployment benefits	3,407,761	1,359,413	1,144,122	5,911,296	867,320
Closure and postclosure liability	-	10,538,972	-	10,538,972	-
Net pension liability	2,971,417	1,185,349	997,624	5,154,390	756,263
Long-term debt	39,062,312	-	-	39,062,312	-
Total noncurrent liabilities	45,505,131	13,109,388	2,176,681	60,791,200	1,644,568
Total liabilities	67,539,411	14,899,193	3,397,498	85,836,102	8,619,916
DEFERRED INFLOWS OF RESOURCES					
Related to leases	470,099	-	3,148	473,247	-
Related to OPEB	704,837	281,171	236,642	1,222,650	179,390
Related to TMRs pension	61,965	24,719	20,804	107,488	15,770
Total deferred inflows of resources	1,236,901	305,890	260,594	1,803,385	195,160
NET POSITION					
Net investment in capital assets	183,838,638	22,466,832	40,888,005	247,193,475	1,593,286
Restricted for:					
Debt service	5,858,028	-	-	5,858,028	-
Capital projects	59,083,389	2,541,523	-	61,624,912	-
Unrestricted	44,278,272	82,858	4,936,724	49,297,854	21,581,343
Total net position	\$ 293,058,327	\$ 25,091,213	\$ 45,824,729	\$ 363,974,269	\$ 23,174,629
Reconciliation to government-wide Statement of Net Position:					
Adjustments to reflect the consolidation of internal service fund activities related to Enterprise Funds				3,584,248	
Net position of business-type activities				<u>\$ 367,558,517</u>	

The Notes to the Basic Financial Statements are an integral part of this statement.

City of Grand Prairie, Texas
Statement of Revenues, Expenses,
And Changes in Net Position
Proprietary Funds
For the Year Ended September 30, 2023

	Business-Type Activities - Enterprise Funds				Governmental
	Water Wastewater	Solid Waste	Nonmajor Enterprise Funds	Total	Activities Internal Service Funds
OPERATING REVENUES					
Water sales	\$ 58,427,449	\$ -	\$ -	\$ 58,427,449	\$ -
Wastewater services	36,362,199	-	-	36,362,199	-
Water and wastewater fees	2,796,125	-	-	2,796,125	-
Wastewater surcharges	1,092,972	-	-	1,092,972	-
Solid waste fees	-	17,184,163	-	17,184,163	-
Charges for services	-	-	13,699,038	13,699,038	7,611,004
Intergovernmental revenue	-	92,910	122,945	215,855	-
Insurance premiums	-	-	-	-	29,610,299
Miscellaneous	303,419	189,914	793,229	1,286,562	28,917
Total operating revenue	98,982,164	17,466,987	14,615,212	131,064,363	37,250,220
OPERATING EXPENSES					
Salaries and benefits	6,525,498	3,109,730	2,628,174	12,263,402	1,856,530
Supplies and miscellaneous purchases	1,400,641	796,953	1,741,786	3,939,380	3,889,078
Purchased services	8,518,084	7,459,274	1,768,747	17,746,105	1,471,284
Insurance costs	-	-	-	-	28,321,471
Water purchases	19,769,325	-	-	19,769,325	-
Wastewater treatment	20,396,724	-	-	20,396,724	-
General and administrative costs	4,893,621	521,200	146,687	5,561,508	-
Franchise fees	3,764,745	442,686	327,838	4,535,269	-
Miscellaneous	2,017,158	859,521	441,042	3,317,721	2,328,965
Lease Interest	-	-	-	-	20
Depreciation	14,745,615	2,372,643	2,389,890	19,508,148	241,627
Total operating expenses	82,031,411	15,562,007	9,444,164	107,037,582	38,108,975
Operating income	16,950,753	1,904,980	5,171,048	24,026,781	(858,755)
NONOPERATING REVENUES (EXPENSES)					
Lease interest income	18,901	-	1,316	20,217	-
Investment income	137,763	-	-	137,763	-
Gain (loss) on property disposition	133,554	70,289	23,847	227,690	1,038
Interest expense	(1,445,080)	(387)	(18,184)	(1,463,651)	-
Total nonoperating revenues (expenses)	(1,154,862)	69,902	6,979	(1,077,981)	1,038
Income before contributions and transfers	15,795,891	1,974,882	5,178,027	22,948,800	(857,717)
CONTRIBUTIONS AND TRANSFERS					
Capital contributions-impact fees	3,450,739	-	-	3,450,739	-
Capital contributions	8,343,202	4,412	3,965,546	12,313,160	-
Transfers out - capital assets	-	-	-	-	29
Transfers in	16,000	-	366,000	382,000	1,078,636
Transfers out	(1,478,050)	(303,525)	(6,128,463)	(7,910,038)	(1,072,874)
Total contributions and transfers	10,331,891	(299,113)	(1,796,917)	8,235,861	5,791
Change in net position	26,127,782	1,675,769	3,381,110	31,184,661	(851,926)
Net position - beginning of year	266,930,545	23,415,444	42,443,619	332,789,608	24,026,555
Net position - end of year	\$ 293,058,327	\$ 25,091,213	\$ 45,824,729	\$ 363,974,269	\$ 23,174,629
Reconciliation to government-wide Statement of Activities:					
Total change in net position				\$ 31,184,661	
Adjustments to reflect the consolidation of internal service fund activities related to Enterprise Funds				19,567	
Change in net position of business-type activities				<u>\$ 31,204,228</u>	

The Notes to the Basic Financial Statements are an integral part of this statement.

City of Grand Prairie, Texas
Statement of Cash Flows
Proprietary Funds
For the Year Ended September 30, 2023

	Business-Type Activities - Enterprise Funds				Governmental
	Water Wastewater	Solid Waste	Other Nonmajor	Total	Activities Internal Service Funds
CASH FLOWS FROM OPERATING ACTIVITIES					
Cash receipts from customers	\$ 98,353,284	\$ 17,163,006	\$ 13,349,260	\$ 128,865,550	\$ -
Cash receipts from city and employee contributions	-	-	-	-	29,610,299
Cash receipts from inter-fund services provided	-	-	-	-	7,611,004
Cash receipts from other governments	-	92,910	122,945	215,855	-
Other operating cash receipts	303,419	189,914	793,229	1,286,562	28,917
Cash payments to suppliers for goods and services	(53,987,153)	(7,459,847)	(4,123,602)	(65,570,602)	(7,518,849)
Cash payments to employees for services	(9,323,283)	(3,895,383)	(3,356,675)	(16,575,341)	(2,652,000)
Cash payments for interfund services used	19,000,000	-	(327,838)	18,672,162	(28,318,724)
Other operating cash payments	(5,781,903)	(1,302,207)	(146,687)	(7,230,797)	-
Net cash provided by (used in) operating activities	48,564,364	4,788,393	6,310,632	59,663,389	(1,239,353)
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES					
Transfers from other funds	16,000	-	366,000	382,000	1,078,665
Transfers to other funds	(1,478,050)	(303,525)	(6,128,463)	(7,910,038)	(1,072,874)
Contributions from other governments	1,152,107	-	-	1,152,107	-
Net cash provided by (used in) noncapital financing activities	(309,943)	(303,525)	(5,762,463)	(6,375,931)	5,791
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES					
Proceeds from issuance of lease liabilities	11,172,634	-	-	11,172,634	-
Capital impact fees from developers	3,450,739	-	-	3,450,739	-
Proceeds from disposition of capital assets	133,554	136,380	600	270,534	1,038
Acquisition and construction of capital assets	(18,148,407)	(5,851,524)	(200,537)	(24,200,468)	-
Principal paid on debt	(5,445,000)	80	(388,009)	(5,832,929)	(312)
Interest paid on debt	(1,341,927)	(387)	(19,366)	(1,361,680)	(20)
Other fiscal fees paid	(23,301)	-	-	(23,301)	-
Net cash provided by (used in) capital and related financing activities	(10,201,708)	(5,715,451)	(607,312)	(16,524,471)	706
CASH FLOWS FROM INVESTING ACTIVITIES					
Purchase of investment securities	(12,794,367)	-	-	(12,794,367)	-
Interest received on investments	137,763	-	-	137,763	-
Net cash provided by (used in) investing activities	(12,656,604)	-	-	(12,656,604)	-
Net (decrease) increase in cash and equivalents	25,396,109	(1,230,583)	(59,143)	24,106,383	(1,232,856)
CASH AND CASH EQUIVALENTS, beginning of year	24,230,435	5,231,329	3,825,659	33,287,423	9,207,646
CASH AND CASH EQUIVALENTS, end of year	\$ 49,626,544	\$ 4,000,746	\$ 3,766,516	\$ 57,393,806	\$ 7,974,790
RECONCILIATION OF OPERATING INCOME (LOSS) FROM OPERATIONS TO NET CASH FROM OPERATING ACTIVITIES					
Operating income (loss)	\$ 16,950,753	\$ 1,904,980	\$ 5,171,048	\$ 24,026,781	\$ (858,755)
Adjustments to operating income (loss) to net cash from operating activities:					
Depreciation/amortization	14,745,615	2,372,643	2,389,890	19,508,148	241,627
Provisions for uncollectible accounts	-	(39,370)	-	(39,370)	-
Changes in assets and liabilities:					
(Increase) decrease in accounts receivable	(663,584)	18,213	(353,468)	(998,839)	-
(Increase) decrease in intergovernmental receivable	19,000,000	-	-	19,000,000	-
(Increase) decrease in inventories and supplies	(52,532)	-	(9,267)	(61,799)	13,620
Increase (decrease) in accounts payable	535,913	376,392	(162,056)	750,249	159,625
Increase (decrease) in retainage payable	507,861	-	-	507,861	-
Increase (decrease) in accrued liabilities	141,961	941,188	10,238	1,093,387	(185,224)
Increase (decrease) in customer deposits	338,123	-	3,690	341,813	-
Increase (decrease) in unearned revenue	-	-	(10,942)	(10,942)	-
Increase (decrease) in compensated absences	(20,661)	12,667	22,444	14,450	16,336
Increase (decrease) in OPEB liability	(340,510)	94,799	29,990	(215,721)	(13,368)
Increase (decrease) in pension liability	(2,578,575)	(893,119)	(780,935)	(4,252,629)	(613,214)
Net cash provided by (used in) operating activities	\$ 48,564,364	\$ 4,788,393	\$ 6,310,632	\$ 59,663,389	\$ (1,239,353)
NONCASH INVESTING, CAPITAL AND FINANCING ACTIVITIES					
Capital contributions from developers/granting agencies	\$ 8,343,202	\$ -	\$ 3,965,546	\$ 12,308,748	\$ -
	\$ 8,343,202	\$ -	\$ 3,965,546	\$ 12,308,748	\$ -
RECONCILIATION OF ENDING CASH AND CASH EQUIVALENTS TO STATEMENT OF NET POSITION					
Unrestricted cash and cash equivalents - end of year	\$ 39,882,695	\$ 4,000,746	\$ 3,766,516	\$ 47,649,957	\$ 7,974,790
Restricted cash and cash equivalents - end of year	9,743,849	-	-	9,743,849	-
TOTAL CASH AND CASH EQUIVALENTS, end of year	\$ 49,626,544	\$ 4,000,746	\$ 3,766,516	\$ 57,393,806	\$ 7,974,790

The Notes to the Basic Financial Statements are an integral part of this statement.

City of Grand Prairie, Texas
Statement of Net Position
Discretely Presented Component Units
September 30, 2023

	Business-Type Activities		Governmental Activities		Total Component Units
	Grand Prairie Sports Facilities Development	Grand Prairie Housing Finance Corporation	Grand Prairie Local Government Corporation	Grand Prairie Hotel Development Corporation	
ASSETS					
Cash and cash equivalents	\$ 7,604,925	\$ 255,889	\$ 272,921	\$ 608,213	\$ 8,741,948
Investments	6,761,031	-	-	-	6,761,031
Receivables, net	45,857	-	-	-	45,857
Leases receivable	6,532,819	-	-	-	6,532,819
Prepaids	-	35,415	-	-	35,415
Restricted assets:					
Cash and cash equivalents	-	1,450,375	-	-	1,450,375
Estimated unguaranteed residual value	16,621,359	-	-	-	16,621,359
Capital assets:					
Nondepreciable	-	1,612,851	17,231,353	-	18,844,204
Depreciable, net	-	9,093,439	-	-	9,093,439
Total assets	37,565,991	12,447,969	17,504,274	608,213	68,126,447
LIABILITIES					
Accounts payable	1,886	360,781	-	-	362,667
Accrued liabilities	-	233,663	-	-	233,663
Current liabilities payable from restricted assets:					
Accrued interest	-	1,711	-	-	1,711
Customer deposits	-	103,131	-	-	103,131
Noncurrent liabilities:					
Due within one year:					
Current portion of long-term debt	-	411,718	-	-	411,718
Due in more than one year:					
Long-term debt	-	13,616,180	-	-	13,616,180
Total liabilities	1,886	14,727,184	-	-	14,729,070
DEFERRED INFLOWS OF RESOURCES					
Related to leases	462,110	-	-	-	462,110
Total deferred outflows of resources	462,110	-	-	-	462,110
NET POSITION					
Net investment in capital assets	-	(2,909,890)	17,231,353	-	14,321,463
Restricted for:					
Facility lease	23,154,178	-	-	-	23,154,178
Unrestricted	13,947,817	630,675	272,921	608,213	15,459,626
Total net position	\$ 37,101,995	\$ (2,279,215)	\$ 17,504,274	\$ 608,213	\$ 52,935,267

The Notes to the Basic Financial Statements are an integral part of this statement.



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City of Grand Prairie, Texas
Statement of Activities
Discretely Presented Component Units
For the Year Ended September 30, 2023

Functions/Activity	Expenses	Program Revenues		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions
Component Units				
Governmental activities:				
Grand Prairie Local Government Corporation	\$ 1,099,998	\$ -	\$ 7,434,729	\$ -
Grand Prairie Hotel Development Corporation	1,766,787	-	2,375,000	-
Total governmental activities	2,866,785	-	9,809,729	-
Business-type activities:				
Grand Prairie Sports Facilities Development	5,240,310	789,211	-	425,797
Grand Prairie Housing Finance Corporation	6,710,561	5,839,309	-	-
Total business-type activities	11,950,871	6,628,520	-	425,797
Total Component Units	\$ 14,817,656	\$ 6,628,520	\$ 9,809,729	\$ 425,797

General revenues:

Loan forgiveness income
Investment income (losses)
Miscellaneous revenue

Total general revenues

Change in net position

Net position - beginning of year

Net position - end of year

The Notes to the Basic Financial Statements are an integral part of this statement.

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

Grand Prairie Sports Facilities Development	Grand Prairie Housing Finance Corporation	Grand Prairie Local Government Corporation	Grand Prairie Hotel Development Corporation	Total
\$ -	\$ -	\$ 6,334,731	\$ -	\$ 6,334,731
-	-	-	608,213	608,213
-	-	6,334,731	608,213	6,942,944
(4,025,302)	-	-	-	(4,025,302)
-	(871,252)	-	-	(871,252)
(4,025,302)	(871,252)	-	-	(4,896,554)
<u>\$ (4,025,302)</u>	<u>\$ (871,252)</u>	<u>\$ 6,334,731</u>	<u>\$ 608,213</u>	<u>\$ 2,046,390</u>
\$ -	\$ 398,749	\$ -	\$ -	\$ 398,749.00
538,592	2,573	-	-	541,165
-	-	11,100	-	11,100
538,592	401,322	11,100	-	951,014
(3,486,710)	(469,930)	6,345,831	608,213	2,997,404
40,588,705	(1,809,285)	11,158,443	-	49,937,863
<u>\$ 37,101,995</u>	<u>\$ (2,279,215)</u>	<u>\$ 17,504,274</u>	<u>\$ 608,213</u>	<u>\$ 52,935,267</u>



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Notes to the Basic Financial Statements



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City of Grand Prairie, Texas

Notes to the Basic Financial Statements

September 30, 2023

Note 1. Summary of Significant Accounting Policies

A. Introduction

The City of Grand Prairie (City) is one of the Mid-Cities in the Dallas-Fort Worth Metroplex, 12 miles west of downtown Dallas, 18 miles east of downtown Fort Worth and six miles south of DFW International Airport. The City was incorporated in 1909 and adopted the Council-Manager form of government in 1948.

The accounting and reporting policies of the City relating to the funds included in the accompanying basic financial statements conform to accounting principles generally accepted in the United States of America applicable to state and local governments. Generally accepted accounting principles for local governments include those principles prescribed by the Governmental Accounting Standards Board (GASB) and the American Institute of Certified Public Accountants as published in Audits of State and Local Governments.

B. Financial Reporting Entity

The City's basic financial statements include the accounts of all City operations. The criteria for including legally separate entities as component units within the City's reporting entity are set forth in Section 2100 of GASB's *Codification of Governmental Accounting and Financial Reporting Standards*. Based on this criterion, the City reports the following component units as part of the financial reporting entity:

Blended Component Units

Grand Prairie Crime Control and Prevention District

The City of Grand Prairie Crime Control and Prevention District (CCPD) was created in May 2007 under the provisions of the Crime Control and Prevention Act and authority of Chapter 363, Texas Local Government Code, as amended (Act) by Resolution No. 2007-02 of the Grand Prairie City Council. The purpose of the CCPD is to provide crime control and crime prevention strategies, specific treatment and prevention programs, and court and prosecution services including the cost of personnel, administration, expansion, enhancement, and capital expenditures, and any other programs as authorized by Chapter 363.

Under the authority of the Act, the voters of Grand Prairie approved a proposition to levy and collect an additional quarter-cent sales and use tax for the purpose of funding the CCPD which became effective October 1, 2007. In 2020, citizens voted to continue/renew the quarter-cent sales and use tax for this same purpose.

The CCPD's governing body is substantively the same as the governing body of the City as the seven members of the CCPD's Board of Directors are all City council members. The City has operational responsibility for the CCPD, and the CCPD provides all of its services to the City. If the District is dissolved, its assets will become the City's property. For these reasons, the CCPD is reported as a blended component unit of the City and is reported as a special revenue fund within the City's governmental activities. This special revenue fund was established specifically to account for the accumulation and use of the quarter-cent sales tax revenue collected for the CCPD.

City of Grand Prairie, Texas

Notes to the Basic Financial Statements

September 30, 2023

Discretely Presented Component Units

Grand Prairie Sports Facilities Development Corporation

The Sports Corporation was incorporated on June 10, 1992, under the provisions of the Development Corporation Act of 1979, as amended, Article 5190.6, Texas Revised Civil Statutes Annotated, as amended (Act) by Resolution No. 2841 of the Grand Prairie City Council. The purpose of the Sports Corporation is to promote economic development within the City in order to reduce unemployment and underemployment, and to promote and encourage employment and the public welfare of, for, and on behalf of the City by developing, implementing, providing and financing projects authorized under the Act.

The Act provides that the City may levy a one-half cent sales and use tax for the benefit of the Sports Corporation if the tax is authorized by a majority of the qualified voters in an election. On January 18, 1992, a majority of the voters approved a proposition to levy and collect an additional one-half cent sales and use tax for the purpose of constructing a horse racetrack. The one-half cent sales and use tax increase became effective April 1, 1993 to cover the costs of the project or the principal, interest and other costs relating to any bonds or obligations issued to pay the costs of the project or to refund bonds or obligations issued to pay the costs of the project. All bonds were redeemed on September 15, 2007. The sales tax was discontinued on September 30, 2007.

The City continues to receive significant financial benefits from the Sports Corporation as excess earnings of the Sports Corporation are paid to the City; and, if dissolved, all assets of the Sports Corporation become the City's property. Although the Sports Corporation is a legally separate entity, the City has the ability to impose its will upon the Sports Corporation as its Board of Directors are all appointed by the City Council, and four of the seven-member board are actual City Council members. For this reason, the Sports Corporation is presented as part of the City's reporting entity as a discretely presented component unit. Discretely presented component units are presented in a separate column alongside the City's financial information.

Grand Prairie Housing Finance Corporation

The Grand Prairie Housing Finance Corporation (HFC) was created to issue tax-exempt revenue bonds to supply mortgage financing for low-income home buyers and multi-family development. While the entity is legally, financially and administratively autonomous, the governing body of the City of Grand Prairie may, at its sole discretion, and at any time, amend HFC's Articles of Incorporation, and alter or change its structure, programs or activities, or terminate or dissolve it. Additionally, members of the Board of Directors are appointed by and may be removed by the City Council. However, the City is not financially obligated for any debt of the HFC. For these reasons, the HFC is presented as part of the City's reporting entity as a discretely presented component unit.

The HFC's financial information, for its calendar year ended December 31, 2022, is included in the City's financial statements in a separate column alongside the City's. Separate audited financial statements may be obtained by writing Grand Prairie Housing Finance Corporation, Attn: Executive Director, P. O. Box 532758, Grand Prairie, Texas 75053-2758.

City of Grand Prairie, Texas

Notes to the Basic Financial Statements

September 30, 2023

Grand Prairie Local Government Corporation

The Grand Prairie Local Government Corporation (LGC) was organized for the purpose of aiding, assisting, and acting on behalf of the City in the performance of its governmental functions to promote the common good and general welfare of the City by promoting economic development. The LGC's operations are to acquire, develop, or redevelop real property within the City. While the entity is legally, financially and administratively autonomous, the governing body of the City of Grand Prairie may, at its sole discretion, and at any time, amend LGC's Articles of Incorporation, and alter or change its structure, programs or activities, or terminate or dissolve it. Additionally, members of the Board of Directors are appointed by and may be removed by the City Council. However, the City is not financially obligated for any debt of the LGC. For these reasons, the LGC is presented as part of the City's reporting entity as a discretely presented component unit.

Grand Prairie Hotel Development Corporation

The Grand Prairie Hotel Development Corporation (HDC) was organized for the purpose of aiding, assisting, and acting on behalf of the City in the performance of its governmental functions to promote the common good and general welfare of the City, the promotion of economic development, the acquisition, development, and redevelopment, of real property, construction of City facilities, to lease City facilities including a hotel and conference center.

Related Autonomous Entities

Grand Prairie Health Facilities Development Authority

The Grand Prairie Health Facilities Development Authority (HFDA) was created to issue tax-exempt revenue bonds to finance medical facilities. While the HFDA's revenue bonds were defeased, the HFDA continues to exist only to make decisions from time to time regarding the defeased bonds. The City exercises no control over the HFDA or its budget.

Grand Prairie Industrial Development Authority

The Grand Prairie Industrial Development Authority (GPIDA) was created to issue tax-exempt industrial revenue bonds to assist in the City's economic development and to evaluate tax abatement applications. The City exercises no control over the GPIDA's management, budget or operations.

C. Implementation of New Accounting Pronouncements

The GASB pronouncements effective for fiscal year 2023 and beyond are listed as follows:

The GASB issued Statement No. 94, Public-Private and Public-Public Partnerships and Availability Payment Arrangements, which improves financial reporting by addressing these relationships and availability payment arrangements. The requirements of this Statement are effective for fiscal years beginning after June 15, 2022. The City is currently evaluating the impact of this Statement.

GASB Statement No. 96, Subscription-Based Information Technology Arrangements (GASB 96), provides guidance on the accounting and financial reporting for subscription-based information technology arrangements (SBITAs) for government end users. This statement 1) defines a SBITA; 2) establishes that a SBITA results in a right-to-use subscription asset – an intangible asset - and a corresponding subscription liability; 3) provides the capitalization criteria for outlays other than subscription payments; and 4) requires note disclosures regarding a SBITA. The requirements of this statement are effective for reporting periods beginning after June 15, 2022, with earlier application encouraged.

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The GASB issued Statement No. 99, Omnibus 2022, that enhances comparability in accounting and financial reporting and improves the consistency of authoritative literature by addressing (1) practice issues that have been identified during implementation and application of certain GASB Statements and (2) accounting and financial reporting for financial guarantees. The requirements of this Statement related to extension of use of London Interbank Offered Rate (LIBOR), accounting for Supplemental Nutrition Assistance Program (SNAP) distributions, disclosures of nonmonetary transactions, pledges of future revenues by pledging governments, clarification of certain provisions in Statement No. 34, as amended and terminology updates related to Statements No. 53 and 63 are effective immediately and implemented in the current year. All other requirements of this Statement are effective for fiscal years beginning after June 15, 2022, or June 15, 2023. The City is currently evaluating the impact of this Statement.

The GASB issued Statement No. 100, Accounting Changes and Error Corrections – an amendment of GASB Statement No. 62, that enhances the accounting and financial reporting requirements for accounting changes and error corrections to provide more understandable, reliable, relevant, consistent and comparable information for making decisions or assessing accountability. The requirements of this Statement are effective for accounting changes and error corrections made in fiscal years beginning after June 15, 2023, and all reporting periods thereafter. The City is currently evaluating the impact of this Statement.

The GASB issued Statement No. 101, Compensated Absences, which will better meet the information needs of financial statement users by updating the recognition and measurement guidance for compensated absences. The objective is achieved by aligning the recognition and measurement guidance under a unified model and by amending certain previously required disclosures. The requirements of this Statement are effective for fiscal years beginning after December 15, 2023, and all reporting periods thereafter. The City is currently evaluating the impact of this Statement.

D. Basis of Presentation

Government-Wide Financial Statements

The two government-wide financial statements, the Statement of Net Position and the Statement of Activities, report information on all activities of the City, including component units. Governmental activities, which include those activities primarily supported by taxes or intergovernmental revenue, are reported separately from business-type activities which generally rely on fees and charges for support. Significant revenues generated from business-type activities include charges to customers for water and wastewater services, golf course fees, airport user charges, solid waste collection services, and storm water utility fees. As a general rule, the internal activity between governmental activities and business-type activities is eliminated from the government-wide financial statements except that charges for administrative overhead services provided by the governmental activities to the business-type activities are included as revenues to the governmental activities and expenses to the business-type activities.

City of Grand Prairie, Texas

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The Statement of Activities reports the change in the City's net position from October 1, 2022 to September 30, 2023. This statement demonstrates the degree to which the direct expenses of a given function of the government are offset by program revenues. Specifically, the City has identified the following functions of government – support services, public safety services, recreation and leisure services, development services, water and wastewater services, solid waste services, storm water services, airport operations, and golf course operations. *Direct expenses* are those that are clearly identifiable with a specific function of City government. *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, and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function. Taxes and other items not included among program revenues are reported as *general revenues* in the statement of activities.

Fund Financial Statements

In addition to the government-wide financial statements, the City also reports separate financial statements for major functions or activities of the government. These financial statements are organized on the basis of funds with governmental resources allocated to and accounted for based on the purposes for which they are spent and the means by which spending activities are controlled. Separate statements are presented for governmental activities and proprietary activities.

Each fund is accounted for by providing a separate set of self-balancing accounts which constitute its assets, deferred outflows of resources, liabilities, deferred inflows of resources, revenues, expenditures/expenses, and fund balances. The fund financial statements present each major fund as a separate column, while all nonmajor funds are aggregated and presented in a single column. Major funds are calculated using specific methods outlined in GASB Statement No. 34, or City management may also deem funds as major for presentation purposes.

At September 30, 2023, major governmental funds include the following:

General Fund

The General Fund is the primary operating fund of the City. This fund is used to account for all financial resources of the general government, except those required to be accounted for in another fund. All general tax revenues and other receipts that are not restricted by law or contractual agreement to some other fund are accounted for in this fund. General operating expenditures, fixed charges and capital improvement costs not paid through other funds are paid from the General Fund.

Section 8 Fund

This special revenue fund accounts for grant and contract revenue received from the federal government for providing housing assistance to low-income families and for the administration of the program.

Street CIP Fund

This capital project fund accounts for the construction and renovation of thoroughfares and arterial streets and roads financed through general obligation bond proceeds and other dedicated sources.

Grants Fund

This special revenue fund accounts for the various federal, state and local grant revenue received by the City. All grants included in this fund are for specific projects with limited duration.

Debt Service Fund

The City's Debt Service Fund accounts for the accumulation of financial resources for the payment of principal, interest and related costs on general long-term debt paid primarily from taxes levied by the City. The fund balance of the Debt Service Fund is restricted exclusively for debt service expenditures.

City of Grand Prairie, Texas

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TIF #1 Epic CIP Fund

This capital project fund accounts for construction, improvements, and other capital expenditures related to EPIC.

At September 30, 2023, major enterprise funds include the following:

Water/Wastewater Fund

This fund accounts for water and wastewater system services provided for residents of the City, including administration, operations, maintenance, debt service, billing and collection. The City purchased treated water from surrounding cities, and water is pumped from City-owned wells. Although the City owns the wastewater collection system, it has no treatment facilities. Wastewater treatment is provided by the Trinity River Authority. Contracts relating to purchased water and wastewater treatment are discussed in Note 2M. All costs are financed through charges to utility customers with rates reviewed regularly and adjusted if necessary to ensure the integrity of the funds.

Solid Waste Fund

This fund accounts for the City's landfill, garbage/recycling collection service, brush and litter collection, street sweeping, illegal dumping cleanup, Keep Grand Prairie Beautiful, and auto-related business programs, as well as a number of special purpose transfers related to reserves for landfill closure, post-closure costs and environmental remediation. All costs are financed through charges to sanitation customers.

Measurement Focus and Basis of Accounting

Measurement focus refers to what is being measured; basis of accounting refers to when revenues and expenditures are recognized in the accounts and reported in the financial statements. Basis of accounting relates to the timing of the measurement made, regardless of the measurement focus applied.

Government-Wide Financial Statements

The government-wide financial statements and the fund financial statements for proprietary funds are reported using the economic resources measurement focus and the accrual basis of accounting. The economic resources measurement focus means all assets, deferred outflows of resources, liabilities, and deferred inflows of resources (whether current or noncurrent) are included on the Statement of Net Position, and the operating statement presents increases (revenues) and decreases (expenses) in the net position. Under the accrual basis of accounting, revenues are recognized when earned, and expenses are recognized at the time the liability is incurred.

Governmental Fund Financial Statements

Governmental fund financial statements are reported using the current financial resources measurement focus and are accounted for using the modified accrual basis of accounting. Under the modified accrual basis of accounting, revenues are recognized when both *measurable* and *available*. *Measurable* means knowing, or being capable of calculating or estimating the amount to be received. *Available* means collectible within the current period or soon enough thereafter to pay current liabilities (generally sixty days). Also, under the modified accrual basis of accounting, expenditures (including capital outlay) are recorded in the period when the related fund liability is incurred, except for general obligation bond principal and interest and expenditures related to compensated absences, which are recorded when due rather than when incurred.

City of Grand Prairie, Texas

Notes to the Basic Financial Statements

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Major revenue sources susceptible to accrual in the governmental funds include property taxes, sales taxes, franchise fees, charges for services, and intergovernmental revenues. Revenue is accrued when it is deemed available except for intergovernmental revenues.

Grant revenues are recognized not just when available, but when the qualifying expenditures have been incurred, and all other grant requirements have been met.

The City also reports *unavailable* and *unearned* revenues in its governmental funds. *Unavailable* revenues arise when potential revenue does not meet both the *measurable* and *available* criteria for recognition in the current period. *Unearned* revenues arise when the City receives revenue resources before it has legal claim to it, as when grant money is received prior to the incidence of qualifying expenditures. In subsequent periods, when revenue recognition criteria are met, or when the City has a legal claim to the resource, the revenue is recognized.

Proprietary Funds

As mentioned earlier, proprietary funds use the economic resources measurement focus and the accrual basis of accounting. The accounting objectives for proprietary funds are the determination of net income, financial position, and cash flows. Proprietary fund equity is segregated into (1) net investment in capital assets; (2) restricted net position, and (3) unrestricted net position. Proprietary funds distinguish operating revenues and expenses from the non-operating 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. All revenues and expenses not meeting this definition are reported as non-operating revenues and expenses.

The City reports two types of proprietary funds – enterprise funds and internal services funds.

Enterprise Funds

Enterprise funds are used to account for operations that are financed and operated in a manner similar to private business enterprises, where the intent is 1) that the costs (expenses, including depreciation) of providing goods and services to the general public on a continuing basis be financed or recovered primarily through user charges, or 2) where the City Council has decided that periodic determination of revenues earned, expenses incurred and/or operating income generated is appropriate for the purposes of capital maintenance, public policy, management control, and/or accountability. The City maintains five enterprise funds – water and wastewater services, solid waste services, storm water services, airport operations, and golf course operations. These enterprise funds are classified as business-type activities in both the government-wide and governmental fund financial statements.

Internal Service Funds

Internal service funds are used to account for the financing of goods or services provided by one department to other departments within the City, on a cost-reimbursement basis. The City has two internal service funds:

- **Fleet Services Fund** – accounts for a full range of services in managing and maintaining the City's fleet of vehicles and equipment.
- **Risk Management Fund** – accounts for premiums, deductibles and claims for the City's property, liability, workers compensation, and employee health and life insurance programs. The City reports all risk financing activities in the Risk Management Fund.

City of Grand Prairie, Texas

Notes to the Basic Financial Statements

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F. Assets, Liabilities, Deferred Outflows/Inflows Resources, and Net Position/Fund Balances

Deposits and Investments

The City maintains a cash and investment pool that is available for use by all funds. Interest earnings are recorded in the General Fund unless it is required by regulations or agreements to allocate to certain funds. In fiscal year 2023, the funds receiving allocation of interest earnings were the Grants Fund, TIF #1 Epic CIP Fund, and the Police Seizure Funds. For purposes of the statements of cash flows, the City considers cash on hand, demand deposits, and investments with original maturities of three months or less to be cash equivalents.

Receivables and Payables

Major revenue sources susceptible to accrual are recorded as receivables when they become both measurable and available. Expenditures incurred during the current fiscal year but not yet paid are recorded as payables at fiscal year-end.

Transactions between funds that are representative of lending/borrowing arrangements outstanding at fiscal year-end are referred to as due to/from other funds.

Lease Receivables

The City is a lessor for noncancelable leases of property and equipment. The City recognizes a lease receivable and a deferred inflow of resources in the government-wide and governmental fund financial statements.

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

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

- The City uses its estimated incremental borrowing rate as the discount rate for leases.
- The lease term includes the noncancelable period of the lease.
- Lease payments included in the measurement of the lease receivable are composed of fixed payments from the lessee, variable payments from the lessee that are fixed in substance or that depend on an index or a rate, residual value guarantee payments from the lessee that are fixed in substance, and any lease incentives that are payable to the lessee.

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

Inventories and Prepaid Items

Inventory consists primarily of supplies and materials and is recorded at cost when purchased and expensed when consumed. For the General Fund, inventory is expensed on an actual specific-cost basis. Special Revenue and Enterprise Funds' inventory is charged out on a first-in, first-out basis, except for fuel inventory which is charged out on a moving-average basis. Prepaid balances are for payment made by the City in the current year to provide services occurring in the subsequent fiscal year. The cost of prepaid items is expensed when consumed rather than when purchased.

Accordingly, for both inventories and prepaid items, fund balance is classified as nonspendable for an amount equal to the cost to signify those funds are not available for spending.

City of Grand Prairie, Texas

Notes to the Basic Financial Statements

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Capital Assets and Depreciation/Amortization

Capital assets (i.e. land, buildings, equipment, improvements other than buildings, infrastructure, right-to-use assets, and construction in progress) of all the funds are stated at historical cost or estimated historical cost if historical cost is not known. Donated capital assets, donated works of art and similar items, and capital assets received in a service concession arrangement are recorded at acquisition value on the date donated. An item is classified as an asset if the initial, individual cost is \$5,000 or greater. Capital assets of the City are reported in the applicable governmental or business-type activities columns in the government-wide financial statements and in the proprietary fund financial statements. Assets subject to depreciation are depreciated using the straight-line method.

The estimated useful lives of all depreciable assets are as follows:

Buildings	20 - 40 years
Machinery and Equipment	5 - 15 years
Improvements other than Buildings	20 - 40 years
Infrastructure	20 - 40 years

Deferred Outflows/Inflows of Resources

Deferred outflows of resources represent a consumption of net assets by the City that applies to future periods, and as so will not be recognized as an outflow of resources (expenses/expenditures) until then. Deferred outflows of resources are reported in the government-wide Statement of Net Position for governmental and business-type activities and in the Statement of Net Position in the fund financial statements only for proprietary funds. The City has the following items that qualify for reporting in this category.

- **Deferred charges on debt refunding** – results from the difference in the carrying value of refunded debt and its reacquisition price. This amount is deferred and amortized over the shorter of the life of the refunded or refunding debt.
- **Pension and OPEB Employer contributions** – contributions made from the measurement date of the plans to the current fiscal year-end (January to September). These contributions are deferred and recognized in the subsequent fiscal year.
- **Pension and OPEB investment experience** – the difference between projected and actual earnings of plan investments. The difference is deferred and recognized as pension plan expense over a closed five-year period as required by GASB No. 68 and 75.
- **Pension and OPEB assumption changes** – the difference resulting from a change in assumptions used to measure the underlying net pension and OPEB liability. These differences are deferred and recognized over the estimated average remaining lives of all members as of the beginning of the measurement period.

Deferred inflows of resources represents an acquisition of net assets that applies to future periods, and as so will not be recognized as an inflow of resources (revenue) until that time. Deferred inflow of resources are reported in the basic financial statements the same as deferred outflows of resources. The City has the following items that qualify for reporting in this category.

- **Unavailable revenue** – at the governmental fund level, property tax and ambulance receivables recorded but not expected to be collected within sixty days after fiscal year end are deferred and recognized as an inflow of resources (revenue) in the period that the amounts become available.

City of Grand Prairie, Texas

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- **Pension and OPEB actuarial experience** – the difference between the expected and actual experience in the actuarial measurement of the total pension and OPEB liability not recognized in the current year. This amount is deferred and amortized over a period of years determined by the plan actuary. The amortization period is based on the estimated average remaining service lives of employees that are provided with a pension or OPEB through the plans (active and inactive employees) for the City determined at the beginning of the measurement date.
- **OPEB assumption changes** – the difference resulting from a change in assumptions used to measure the underlying net pension and OPEB liability. These differences are deferred and recognized over the estimated average remaining lives of all members as of the beginning of the measurement period.
- **Pension investment experience** – the difference between projected and actual earnings of plan investments. The difference is deferred and recognized as pension plan expense over a closed five-year period as required by GASB No. 68.
- **Deferred inflows related to leases**- collections of lease receivables are deferred in both the governmental fund and government-wide financial statements. These amounts are recognized in a systematic manner over the life of the lease.

Compensated Absences

Employees are granted vacation benefits in varying amounts, depending on tenure with the City. These benefits accumulate pro rata by pay period. Payment for unused vacation will be made upon separation of employment. Fire and police civil service employees who have completed their introductory period are paid up to 90 days sick leave upon separation of employment, excluding indefinite suspensions. The valuation of the civil service sick leave is at current pay rates. The valuation of accrued compensated absences includes salary-related payments such as the City's share of taxes and contributions to the retirement plan in accordance with GASB 16.

Accrued compensated absence liabilities are reported in the respective columns in the government-wide financial statements and in the proprietary fund financial statements. Compensated absences are only reported in governmental funds if they are owed to separated employees at the end of the fiscal year.

Lease Payables

The City recognizes a lease liability and an intangible right-to-use lease asset (lease asset) in the government-wide and proprietary funds financial statements.

At implementation of GASB Statement No. 87, the City initially measured the lease liabilities at the present value of payments expected to be made during the remaining lease term. Subsequently, the lease liability is reduced by the principal portion of lease payments made. The lease right-to-use asset was initially measured as the initial amount of the lease liability, adjusted for lease payments made at or before the lease commencement date, plus certain initial direct costs. Subsequently, the lease right-to use asset is amortized on a straight-line basis over its useful life.

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

- The City uses the interest rate charged by the lessor as the discount rate. When the interest rate charged by the lessor is not provided, the City generally uses its estimated incremental borrowing rate as the discount rate for leases.
- The lease term includes the noncancellable period of the lease. Lease payments included in the measurement of the lease liability are composed of fixed payments and purchase option price that the City is reasonably certain to exercise.

City of Grand Prairie, Texas

Notes to the Basic Financial Statements

September 30, 2023

The City monitors changes in circumstances that would require a re-measurement of its lease and will remeasure the lease asset and liability if certain changes occur that are expected to significantly affect the amount of the lease liability.

Lease assets are reported with other capital assets and lease liabilities are reported with long-term debt on the Statement of Net Position.

Subscription-Based Information Technology Arrangements (SBITAs)

The City has noncancellable contracts with SBITA vendors for the right to use information technology (IT) software, alone or in combination with tangible capital assets (the underlying IT assets). The City recognizes a subscription liability, reported with long-term debt, and a right-to-use subscription asset (an intangible asset), reported with other capital assets, in the government-wide financial statements. The City recognizes subscription liabilities with an initial, individual value of \$5,000 or more.

At the commencement of an SBITA, the City initially measures the subscription liability at the present value of payments expected to be made during the subscription term. Subsequently, the subscription liability is reduced by the principal portion of SBITA payments made. The subscription asset is initially measured as the initial amount of the subscription liability, adjusted for SBITA payments made at or before the SBITA commencement date, plus certain initial implementation costs. Subsequently, the subscription asset is amortized on a straight-line basis over the shorter of the subscription term or the useful life of the underlying IT assets.

Key estimates and judgments related to SBITAs include how the City determines (1) the discount rate it uses to discount the expected subscription payments to present value, (2) subscription term, and (3) subscription payments.

- The City uses the interest rate charged by the SBITA vendor as the discount rate. When the interest rate charged by the SBITA vendor is not provided, the City generally uses its estimated incremental borrowing rate as the discount rate for SBITAs.
- The subscription term includes the noncancellable period of the SBITA.
- Subscription payments included in the measurement of the subscription liability are composed of fixed payments, variable payments fixed in substance or that depend on an index or a rate, termination penalties if the City is reasonably certain to exercise such options, subscription contract incentives receivable from the SBITA vendor, and any other payments that are reasonably certain of being required based on an assessment of all relevant factors.

The City monitors changes in circumstances that would require a remeasurement of its SBITAs and will remeasure the subscription asset and liability if certain changes occur that are expected to significantly affect the amount of the subscription liability.

Pensions

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 additions to/deductions from TMRS's Fiduciary Net Position have been determined on the same basis as they are reported by TMRS. For this purpose, plan contributions are recognized in the period that compensation is reported for the employee, which is when contributions are legally due. Benefit payments and refunds are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value. Complete details of the plan are listed in Note J.

City of Grand Prairie, Texas

Notes to the Basic Financial Statements

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Postemployment Benefits

The City provides post-employment healthcare benefits to all vested employees upon retirement from the City. Employees are vested in the City's pension plan with twenty-five years or more of service, regardless of age, or five years or more of service at age sixty and above. Coverage is also available to dependents or surviving spouses of retirees. The City subsidizes medical, dental, and hospitalization costs incurred by retirees and their dependents. Recommendations for plan benefits are presented to City Council for their approval during the annual budget process. The City's plan qualifies as a single-employer, defined benefit plan. Complete details of the plan are listed in Note K.

Long-Term Debt

General obligation bonds and other debt issued for general government capital projects and acquisitions that are repaid from tax revenues are recorded in the governmental activities' column in the government-wide Statement of Net Position. Debt issued to fund capital projects in the proprietary funds is recorded in both the business-type activities column in the government-wide Statement of Net Position and in the proprietary fund Statement of Net Position. Bond premiums and discounts, as well as deferred charges on refunded debt obligations, are deferred and amortized over the life of the bonds using the effective interest method in the government-wide financial statements and the proprietary funds. Bonds payable are reported net of applicable bond premiums and discounts.

Nature and Purpose of Classifications of Fund Equity

Restricted fund balances in the governmental funds are externally imposed by creditors, grantors, contributors, or laws or regulations of other governments for specific purposes.

Committed fund balances can only be used for specific purposes pursuant to constraints imposed by the City Council through an ordinance or resolution, which are considered equally restrictive for the purpose of committing fund balances. To remove or change the constraint, the City Council must take the same level of action.

Assigned fund balances are determined by City management based on City Council direction, in accordance with financial policies adopted by resolution. Assigned fund balances are constrained by the intent to be used for specific purposes, but are neither restricted nor committed.

Unassigned fund balance represents the amount that does not meet the criteria for restricted, committed, or assigned.

Nonspendable fund balances represent inventories and prepaid items.

The City considers expenditures to be made from the most restrictive classification when more than one classification is available.

Minimum Fund Balance Policy

It is the desire of the City to maintain an adequate fund balance in the General Fund in order to maintain liquidity and in anticipation of economic downturns or natural disasters. The City Council has adopted a financial policy to maintain a minimum unassigned fund balance of 50 to 60 days of budgeted General Fund expenditures.

City of Grand Prairie, Texas

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Net Position

Net position represents the difference between assets, deferred outflows of resources, liabilities, and deferred inflows of resources. Restricted net position represents the difference between restricted assets and liabilities payable from these assets that is externally imposed by enabling legislation.

Net investment in capital assets consists of capital assets, net of accumulated depreciation, plus deferred outflows from bond refundings, reduced by retainage payable and the outstanding balance of any debt used for acquisition, construction, or improvements of those assets, plus any unspent bond proceeds.

F. Budgetary Control

As set forth by the City Charter, the City Manager submits annual budgets to the City Council in August for the upcoming fiscal year. In September, the City Council adopts budgets for all governmental funds except for the Grants Fund, Police Seizure Funds, Public Improvement District Funds (PIDs), Tax Increment Financing District Funds (TIFs), and the Verizon Theatre Fund. For each governmental fund, budgeted appropriations (expenditures) may not exceed budgeted revenues plus beginning fund balances.

Capital project funds are controlled on a project basis and budgeted appropriations are carried forward each year until the project is completed.

Note 2. Detailed Notes

A. Deposits and Investments

Cash and Cash Equivalents

At September 30, 2023, the City reported cash and cash equivalents in the Statement of Net Position as follows:

	<u>Unrestricted</u>	<u>Restricted</u>	<u>Total</u>
Cash	\$ 6,959,192	\$ -	\$ 6,959,192
Pooled investments	97,043,889	9,743,849	106,787,738
Total cash and cash equivalents	<u>\$ 104,003,081</u>	<u>\$ 9,743,849</u>	<u>\$ 113,746,930</u>

Of this amount, the City's cash-carrying amount (book) and bank balances were as follows:

<u>Financial Institution</u>	<u>Book Balance</u>	<u>Bank Balance</u>
Wells Fargo	\$ 6,928,211	\$ 7,538,181
Petty cash	30,981	-
Total cash	<u>\$ 6,959,192</u>	<u>\$ 7,538,181</u>

Chapter 2257 Collateral for Public Funds of the Government Code requires that all deposits in financial institutions be fully collateralized by U.S. Government obligations or its agencies and instrumentalities or direct obligations of Texas or its agencies and instrumentalities that have a market value of not less than the principal amount of the deposits. The above book balance includes monies held in escrow, pushing the book balance above the collateral value. Per Wells Fargo Bank, N.A. and BNY Mellon's contractual obligation to the City, the collateral value held in the City's name on September 30, 2023 was \$15,205,678.

City of Grand Prairie, Texas

Notes to the Basic Financial Statements

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Grand Prairie Sports Facilities Development

At September 30, 2023, the carrying amount of the Sports Corporation's deposits included in cash and cash equivalents was \$93,050 while the bank balance of the Sports Corporation's deposits was \$100,00. The bank balance was entirely covered by collateral held by the Sports Corporation's agent in the Sports Corporation's name.

Grand Prairie Housing Finance Corporation

The bank balance of HFC at December 31, 2022, including restricted cash, totaled \$1,706,264 all of which was covered by FDIC insurance and collateral held by the depository institution in HFC's name. HFC's unrestricted cash and cash equivalents had a balance of \$255,889. Restricted cash of \$108,963 (tenant security deposits) represents cash held on deposit by HFC for insurance proceeds received for damages to federally funded assets. The liability is recorded until final disposition of the proceeds is requested by HUD. Other assets include reserves of \$123,655 and bonds held by a trustee of \$1,217,757 as a debt service reserve.

Grand Prairie Local Government Corporation

At September 30, 2023, the carrying amount and bank balance of the Local Government Corporation's deposits included in cash and cash equivalents was \$272,921, respectively. The bank balance was entirely covered by Federal Deposit Insurance Corporation (FDIC) Insurance through its financial institution.

Grand Prairie Hotel Development Corporation

At September 30, 2023, the carrying amount and bank balance of the Hotel Development Corporation's deposits included in cash and cash equivalents was \$608,213, respectively. The bank balance was entirely covered by Federal Deposit Insurance Corporation (FDIC) Insurance through its financial institution.

Investments

The City and the Sports Corporation categorize its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. GASB Statement No. 72, *Fair Value Measurement and Application* provides a framework for measuring fair value which establishes a three-level fair value hierarchy that describes the inputs that are used to measure assets and liabilities.

- Level 1 inputs are quoted prices (unadjusted for identical assets or liabilities in active markets that a government can access at the measurement date.)
- Level 2 inputs are inputs, other than quoted prices included within Level 1, that are observable for an asset or liability, either directly or indirectly
- Level 3 inputs are unobservable inputs for an asset or liability.

The fair value hierarchy gives the highest priority to Level 1 inputs and the lowest priority to Level 3 inputs. If a price for an identical asset or liability is not observable, a government should measure fair value using another valuation technique that maximizes the use of relevant observable inputs and minimizes the use of unobservable inputs. If the fair value of an asset or liability is measured using inputs from more than one level of the fair value hierarchy, the measurement is considered to be based on the lowest priority level input that is significant to the entire measurement.

City of Grand Prairie, Texas

Notes to the Basic Financial Statements

September 30, 2023

The City has recurring fair value measurements as presented in the table below. The City's investment balances and weighted average maturity of such investments are as follows:

	Fair Value Measurements Using:					Weighted Average Maturity (Days)	Credit Risk
	September 30, 2023	Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)			
Cash	\$ 6,959,192	\$ -	\$ -	\$ -			
Investments measured at amortized cost:							
Investment pools:							
TexPool	78,111,309	-	-	-	1	AAAm	
Investments measured at net asset value (NAV):							
Investment pools:							
TexStar	28,676,429	-	-	-	1	AAAm	
TexasCLASS	10,573,701						
Investments by fair value level:							
U.S. government agency securities:							
US treasuries	38,669,561	-	38,669,561	-	377	AAA	
Municipal bonds	31,796,557	-	31,796,557	-	410	AAA	
FAMCA	80,330,382	-	80,330,382	-	442	Not Rated	
FFCB	59,342,803	-	59,342,803	-	633	AAA	
FHLB	89,552,050	-	89,552,050	-	410	AAA	
FHLMC	42,074,470	-	42,074,470	-	523	AAA	
FNMA	17,725,940	-	17,725,940	-	671	AAA	
Total	\$ 483,812,394	\$ -	\$ 359,491,763	\$ -			

The amounts for TexStar and TexPool (pooled investments) are reported as cash equivalents in the Statement of Net Position.

The *TexPool* investment pool is an external investment pool measured at amortized cost. In order to meet the criteria to be recorded at amortized cost, the investment pool must transact at a stable net asset value per share and maintain certain maturity, quality, liquidity and diversification requirements within the investment pool. The investment pool transacts at a net asset value of \$1.00 per share, has weighted average maturities of sixty days or less and weighted average lives of 120 days or less. Investments held are highly rated by nationally recognized statistical rating organizations, have no more than 5% of the portfolio with one issuer (excluding U.S. government securities) and can meet reasonably foreseeable redemptions. The maturity of the City's position in this investment pool is based on the average maturity of the pool's investment. The investment pool's authority may only impose restrictions on redemptions in the event of a general suspension of trading on major securities markets, general banking moratorium or national state of emergency that affects the pool's liquidity.

The *TexStar* investment pool is an external investment pool measured at NAV. *TexStar's* strategy is to seek preservation of principal, liquidity and current income through investment in a diversified portfolio of short-term marketable securities. The City has no unfunded commitments related to the investment pools. *TexStar* has a redemption notice period of one day and may redeem daily. The investment pool's authorities may only impose restrictions on redemptions in the event of a general suspension of trading on major securities markets, general banking moratorium or national or state emergency that affects the pool's liquidity.

U.S. Government Agency Securities classified in Level 2 of the fair value hierarchy are valued using a matrix pricing technique. Matrix pricing is used to value securities based on the securities' relationship to benchmark quoted prices.

City of Grand Prairie, Texas

Notes to the Basic Financial Statements

September 30, 2023

Investment Policy

The City is required by Government Code Chapter 2256, the Public Funds Investment Act (Act), to adopt, implement, and publicize an investment policy. That policy must be written, primarily to emphasize safety of principal and liquidity; address 1) investment diversification, yield, and maturity, and 2) the quality and capability of investment management; include a list of the types of authorized investments in which the investing entity's funds may be invested; and, the maximum allowable stated maturity of any individual investment owned by the entity.

The City Council has adopted investment policies (policies) which are in accordance with the laws of the State of Texas, where applicable. The policies identify authorized investments and investment terms, collateral requirements, safekeeping requirements for collateral and investments and certain investment practices.

The Act requires an annual audit of investment practices. Audit procedures in this area conducted as part of the audit of the basic financial statements disclosed that in the areas of investment practices, management reports and establishing appropriate policies. Authorized investments include obligations of the United States or its agencies and instrumentalities (except for mortgage pass-through securities), repurchase agreements, municipal securities, public funds investment pools, SEC-regulated money market mutual funds and collateralized or insured certificates of deposit. The City adheres to the requirements of the Act. Additionally, investment practices of the City are in accordance with local policies.

The investment policies require that repurchase agreements be made pursuant to a master agreement, the collateral is a U. S. Treasury bill, note or bond; the security is held in safekeeping by the City's custodial agent; and the investment is transacted "delivery vs. payment" so that the City's interest in the underlying security is perfected. The City does not invest in reverse repurchase agreements. No City monies were invested in repurchase agreements on September 30, 2023.

Investment Risk

Interest rate risk – In accordance with its investment policy, the City manages its exposure to declines in fair values by limiting the weighted average maturity of its investments portfolio to less than twelve months.

Credit risk – State law limits investments in commercial paper if the commercial paper is rated not less than A-1 or P-1 or an equivalent rating by at least two nationally recognized credit rating agencies or one nationally recognized credit rating agency and is fully secured by an irrevocable letter of credit issued by a bank organized and existing under the laws of the United States or any state. The City's policy does not allow investments in commercial paper.

Concentration of credit risk – Investments shall be diversified to reduce the risk of loss resulting from over-concentration of investments in a specific maturity, a specific issue, or a specific class of securities.

City of Grand Prairie, Texas

Notes to the Basic Financial Statements

September 30, 2023

Grand Prairie Sports Facilities Development

The Corp has recurring fair value measurements as presented in the table below. The Corp's investment balances and weighted average maturity of such investments are as follows:

	September 30, 2023	Fair Value Measurements Using			Weighted Average Maturity (Days)	Credit Risk
		Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)		
Cash	\$ 93,050	\$ -	\$ -	\$ -		
Investments measured at amortized cost:						
Investment pools:						
TexPool	6,559,632	-	-	-	1	AAAm
Investments by fair value level:						
U.S. government agency securities:						
US treasuries	952,243	-	952,243	-	32	Not Rated
Municipal bonds	3,921,987	-	-	-	141	
FAMCA	909,503	-	909,503	-	879	AAA
FHLB	1,971,954	-	1,971,954	-	392	AAA
Total	\$ 14,408,369	\$ -	\$ 3,833,700	\$ -		

The Sports Corporation is authorized to invest in obligations of the U. S. or its agencies and instrumentalities, certain repurchase agreements, municipal securities with a rating of at least A, collateralized or insured certificates of deposit, and SEC-registered, no-load money market mutual funds comprised of securities allowed under the Public Funds Investments Act and public funds investment pools. At year-end, all investments of the Sports Corporation were held by the Sports Corporation's agent in the Sports Corporation's name.

City of Grand Prairie, Texas
 Notes to the Basic Financial Statements
 September 30, 2023

City and Grand Prairie Sports Facilities Development Investment Portfolio

The asset mix of the City's and Sports Corporation portfolio is expressed in terms of maximum commitment so as to allow flexibility to take advantage of market conditions. The asset mix requirements are as follows:

	City % Maximum	Sports Corporation % Maximum
1. U.S. Treasury bills and notes	100	100
2. U.S. agency or instrumentality obligations (each type)	25 ^a	40
3. Repurchase agreements	20	20
4. Municipal securities (total)	40	40
5. Municipal securities (out-of-state)	40	40
6. Certificates of deposit (per institution)	20	20
7. Money market mutual fund	50 ^b	50 ^b
8. Public funds investment pool	50	100

a Total agency investments limited to no more than 100% of the total portfolio.

b State law allows up to 80% of monthly average fund balance, excluding bond proceeds. The City limits its exposure to 50% to reduce risk.

In addition, the City may invest in callable securities but shall limit the total amount to no more than 50% of the portfolio. The Sports Corporation does not limit callable securities. The City and Sports Corporation did not invest in any securities different from the categories mentioned above during the 2022-2023 fiscal year.

City of Grand Prairie, Texas

Notes to the Basic Financial Statements

September 30, 2023

B. Receivables

At September 30, 2023, receivables, including applicable allowances for uncollectible accounts, consisted of the following:

Governmental Activities	General	Grants	Debt Service	Nonmajor Governmental	Internal Service	Total Governmental
Receivables:						
Property taxes	\$ 3,029,130	\$ -	\$ 1,344,695	\$ -	\$ -	\$ 4,373,825
Sales taxes	8,375,096	-	-	8,383,328	-	16,758,424
Franchise fees	2,500,899	-	-	32,145	-	2,533,044
Leases	3,027,849	-	-	4,120,800	-	7,148,649
Other	5,664,910	74,896	19,046	3,253,747	-	9,012,599
Intergovernmental	815,181	337,071	-	-	-	1,152,252
Total receivables, gross	23,413,065	411,967	1,363,741	15,790,020	-	40,978,793
Less:						
Allowance for uncollectibles	(1,550,668)	-	(312,552)	-	-	(1,863,220)
Total receivables, net	\$ 21,862,397	\$ 411,967	\$ 1,051,189	\$ 15,790,020	\$ -	\$ 39,115,573

Business-Type Activities:	Water Wastewater	Solid Waste	Other Nonmajor	Total Business-Type
Receivables:				
Trade accounts	\$ 13,225,176	\$ 1,946,354	\$ 1,401,667	\$ 16,573,197
Leases	460,965	-	3,265	464,230
Other	-	-	-	-
Total receivables, gross	13,686,141	1,946,354	1,404,932	17,037,427
Less:				
Allowance for uncollectibles	(5,570,195)	(1,327,263)	(295,386)	(7,192,844)
Total receivables, net	\$ 8,115,946	\$ 619,091	\$ 1,109,546	\$ 9,844,583

Leases-Lessor

The City is a lessor for non-cancelable leases of the right-to-use of land, buildings, and infrastructure for which the City recognizes a lease receivable and a deferred inflow of resources in the government-wide and governmental fund financial statements. The interest rates for the leases approximate 4% annually, and the terms range from 2 to 28 years.

At the commencement of a lease, the City initially measures the lease receivable at the present value of payments expected to be received during the lease term. Subsequently, the lease receivable is reduced by the principal portion of lease payments received. The deferred inflow of resources is initially measured as the initial amount of the lease receivable, adjusted for lease payments received at or before the lease commencement date. Subsequently, the deferred inflow of resources is recognized as revenue over the life of the lease term. The City has \$7,612,879 remaining in lease receivables and \$7,456,759 remaining in deferred inflow as of September 30, 2023. The City recorded lease revenue including interest of \$1,597,399 in the fiscal year.

City of Grand Prairie, Texas

Notes to the Basic Financial Statements

September 30, 2023

As of September 30, 2023, the expected lease receipts through the expiration of all leases for which the City is a lessor is as follows:

Fiscal Year	Governmental Activities Lease Receivables		
	Principal	Interest	Total
2024	\$ 778,448	\$ 213,392	\$ 991,840
2025	673,713	192,577	866,290
2026	690,483	171,596	862,079
2027	711,270	149,932	861,202
2028	746,220	127,512	873,732
2029-2033	3,051,204	322,409	3,373,613
2034-2036	497,311	22,689	520,000
	<u>\$ 7,148,649</u>	<u>\$ 1,200,107</u>	<u>\$ 8,348,756</u>

Fiscal Year	Business-Type Activities Lease Receivables		
	Principal	Interest	Total
2024	\$ 221,551	\$ 13,573	\$ 235,124
2025	167,818	5,766	173,584
2026	45,538	1,553	47,091
2027	29,323	677	30,000
	<u>\$ 464,230</u>	<u>\$ 21,569</u>	<u>\$ 485,799</u>

Grand Prairie Sports Facilities Development (Sports Corporation) – A Component Unit

At September 30, 2023, receivables of the Sports Corporation, a component unit of the City with business-type activities, were as follows:

Component Units	Grand Prairie Sports Facilities Development	Total Component Unit
Receivables:		
Trade accounts	\$ 45,857	\$ 45,857
Ground lease	6,063,565	6,063,565
Other	469,254	469,254
Total receivables	<u>\$ 6,578,676</u>	<u>\$ 6,578,676</u>

The Sports Corporation is a lessor for a non-cancellable ground lease, for which the Corporation recognizes a lease receivable and a deferred inflow of resources in the government-wide financial statements. The interest rate for this lease is 4% and the term is 34 years, maturing in fiscal year 2041.

City of Grand Prairie, Texas

Notes to the Basic Financial Statements

September 30, 2023

At the commencement of a lease, the Sports Corporation initially measures the lease receivable at the present value of payments expected to be received during the lease term. Subsequently, the lease receivable is reduced by the principal portion of lease payments received. The deferred inflow of resources is initially measured as the initial amount of the lease receivable, adjusted for lease payments received at or before the lease commencement date. Subsequently, the deferred inflow of resources is recognized as revenue over the life of the lease term. The Sports Corporation has \$469,254 remaining for this lease receivable and \$462,110 remaining in deferred inflow as of September 30, 2023. The Sports Corporation recorded lease revenue from this lease, including interest of \$50,000 in the fiscal year.

As of September 30, 2023, the expected lease receipts through the expiration of this lease are as follows:

Fiscal Year	Sports Corporation Lease Receivable		
	Principal	Interest	Total
2024	\$ 31,230	\$ 18,770	\$ 50,000
2025	32,479	17,521	50,000
2026	33,778	16,222	50,000
2027	35,129	14,871	50,000
2028	36,535	13,465	50,000
2029-2033	205,798	44,202	250,000
2034-2038	94,305	5,695	100,000
	<u>\$ 469,254</u>	<u>\$ 130,746</u>	<u>\$ 600,000</u>

On September 15, 1995, the Sports Corporation and LSJC entered into a lease agreement. On October 23, 2002, Lone Star, LSJC, and MEC Lone Star, L.P. (MEC) entered into an asset purchase agreement whereby MEC agreed to purchase substantially all of the racing assets of Lone Star and LSJC. The Master Agreement between the Sports Corporation, Lone Star, and LSJC was terminated. Lone Star and LSJC assigned to MEC all of their rights and obligations under the lease and certain ancillary agreements with the Sports Corporation.

On March 5, 2009, Magna Entertainment Corporation, the parent company of MEC, filed for bankruptcy under Chapter 11 federal bankruptcy protection. Subsequently, on September 14, 2009, Lone Star filed for bankruptcy protection.

On October 23, 2009, an auction for Lone Star was conducted with Global Gaming LSP, LLC (a wholly-owned subsidiary of the Chickasaw Nation) winning the auction for \$47 million.

On May 13, 2011, Global Gaming obtained their license with the Texas Racing Commission. The sale was completed on May 16, 2011. Under the terms of the purchase agreement, Global Gaming has agreed to assume the lease agreement between Lone Star and the Sports Corporation.

The agreement states that upon completion of the project, Global Gaming will lease the facility for a period of thirty years. The lease became effective April 1997 and meets the requirements for accounting as a direct financing purchase.

City of Grand Prairie, Texas

Notes to the Basic Financial Statements

September 30, 2023

The future base rent payments under the lease are as follows:

Year	Amount
2024	\$ 1,932,612
2025	1,932,612
2026	1,932,612
Thereafter	1,191,777
	<u>6,989,613</u>
Less interest	926,047
	<u>6,063,566</u>
Net present value	6,063,566
Less current portion	1,507,562
	<u>4,556,004</u>
Non-current portion	\$ 4,556,004

Additional contingent rentals are due monthly based upon 1% of gross revenues from the operation of the track for each month plus an amount equal to the cumulative net retainage from the live races and the simulcast races multiplied by the following percentage:

Cumulative Net Retainages	Percentage
\$0 to less than \$20 million	1%
\$20 million to less than \$40 million	3%
\$40 million to less than \$60 million	5%
\$60 million or more	7%

The lease has been accounted for as a financed purchase. However, only the base rent payments are determinable and are included in the lease payments receivable at the net present value of future rent payments. The remaining portion of the Facility is recorded as estimated unguaranteed residual value of the lease. Its fair value is estimated to be approximately equal to the differences between the original cost-plus capitalized improvements of the Facility, net of what accumulated amortization would be, and the fixed lease payments receivable. Therefore, this amount is being amortized over the life of the lease (thirty years).

C. Restricted Assets

At September 30, 2023, restricted assets consisted of the following:

	Governmental Activities	Business-Type Activities	Total
Cash and cash equivalents	\$ -	\$ 9,743,849	\$ 9,743,849
Investments	210,630,417	64,548,019	275,178,436
	<u>\$ 210,630,417</u>	<u>\$ 74,291,868</u>	<u>\$ 284,922,285</u>

City of Grand Prairie, Texas

Notes to the Basic Financial Statements

September 30, 2023

Assets were restricted for the following purposes:

Purpose	Governmental Activities	Business-Type Activities	Total
Customer deposits	\$ 43,500	\$ 6,808,928	\$ 6,852,428
Debt service	4,166,276	5,858,028	10,024,304
Capital projects	115,840,863	61,624,912	177,465,775
Support services	146,973	-	146,973
Public safety	11,131,256	-	11,131,256
Recreation and leisure	37,789,742	-	37,789,742
Development services	35,135,839	-	35,135,839
Other specific purposes	6,375,968	-	6,375,968
Total restricted assets	\$ 210,630,417	\$ 74,291,868	\$ 284,922,285

D. Capital Assets

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

Governmental Activities	Balance October 1, 2022	Additions	Transfers/ Disposals/ Reclassification	Balance September 30, 2023
Assets not being depreciated/amortized:				
Land	\$ 59,658,291	\$ 7,168,722	\$ -	\$ 66,827,013
Construction in progress	115,349,165	61,981,371	(8,125,972)	169,204,564
Total assets not being depreciated/amortized	175,007,456	69,150,093	(8,125,972)	236,031,577
Assets being depreciated/amortized:				
Buildings	371,873,931	29,717	945,215	372,848,863
Equipment	140,885,761	7,442,063	(312,727)	148,015,097
Right to use lease assets	5,475,428	165,754	-	5,641,182
SBITA	-	1,547,903	-	1,547,903
Infrastructure	712,816,500	796,427	10,938,848	724,551,775
Total assets being depreciated/amortized	1,231,051,620	9,981,864	11,571,336	1,252,604,820
Less accumulated depreciation/amortization for:				
Buildings	(115,441,025)	(11,899,773)	-	(127,340,798)
Equipment	(98,203,241)	(9,322,905)	380,471	(107,145,675)
Right to use lease assets	(706,255)	(717,224)	-	(1,423,479)
SBITA	-	(516,052)	-	(516,052)
Infrastructure	(413,681,265)	(25,782,257)	677,167	(438,786,355)
Total accumulated depreciation/amortization	(628,031,786)	(48,238,211)	1,057,638	(675,212,359)
Total assets being depreciated/amortized, net	603,019,834	(38,256,347)	12,628,974	577,392,461
Total capital assets, net	\$ 778,027,290	\$ 30,893,746	\$ 4,503,002	\$ 813,424,038

City of Grand Prairie, Texas

Notes to the Basic Financial Statements

September 30, 2023

Business-Type Activities	Balance October 1, 2022	Additions	Transfers/ Disposals/ Reclassification	Balance September 30, 2023
Assets not being depreciated/amortized:				
Land	\$ 8,663,492	\$ 43,495	\$ -	\$ 8,706,987
Construction in progress	30,621,389	18,534,122	(6,026,233)	43,129,278
Total assets not being depreciated/amortized	39,284,881	18,577,617	(6,026,233)	51,836,265
Assets being depreciated/amortized:				
Buildings	21,639,268	5,884	-	21,645,152
Equipment	32,414,327	5,580,998	(357,951)	37,637,374
Right to use leased assets	863,261	16,902	(62,581)	817,582
Infrastructure	453,521,210	11,154,239	6,026,233	470,701,682
Total assets being depreciated/amortized	508,438,066	16,758,023	5,605,701	530,801,790
Less accumulated depreciation/amortization for:				
Buildings	(11,288,105)	(745,015)	-	(12,033,120)
Equipment	(18,144,150)	(3,364,494)	247,192	(21,261,452)
Right to use lease assets	(331,959)	(246,238)	-	(578,197)
Infrastructure	(250,673,769)	(15,152,403)	62,579	(265,763,593)
Total accumulated depreciation/amortization	(280,437,983)	(19,508,150)	309,771	(299,636,362)
Total assets being depreciated/amortized, net	228,000,083	(2,750,127)	5,915,472	231,165,428
Total capital assets, net	\$ 267,284,964	\$ 15,827,490	\$ (110,761)	\$ 283,001,693

Depreciation expense was charged to governmental and business-type activities as follows:

Governmental activities:		Business-type activities:	
Support services	\$ 5,383,310	Water and wastewater	\$ 14,745,617
Public safety services	8,382,120	Solid waste	2,372,643
Recreation and leisure services	10,855,629	Other business-type activities	2,389,890
Development services	23,375,525		
Internal services funds (see note below)	241,627		
Total governmental activities	\$ 48,238,211	Total business-type activities	\$ 19,508,150

Capital assets held by the government's internal service funds are charged to various functions based on their usage of the assets.

City of Grand Prairie, Texas

Notes to the Basic Financial Statements

September 30, 2023

At September 30, 2023, a summary of changes in capital assets of the Sports Corporation was as follows:

Sports Corporation	Balance October 1, 2022	Additions/ Completions	Transfers/ Disposals/ Reclasses	Balance September 30, 2023
Equipment	\$ 310,078	\$ -	\$ -	\$ 310,078
Less accumulated depreciation	(310,078)	-	-	(310,078)
Total	\$ -	\$ -	\$ -	\$ -

At December 31, 2022, a summary of changes in capital assets of the Housing Finance Corporation was as follows:

Housing Finance Corporation	Balance January 1, 2021	Additions/ Completions	Transfers/ Disposals/ Reclasses	Balance December 31, 2022
Non-depreciable capital assets:				
Land	\$ 1,612,851	\$ -	\$ -	\$ 1,612,851
Total non-depreciable capital assets	1,612,851	-	-	1,612,851
Depreciable capital assets:				
Buildings	21,303,976	433,114	(374,978)	21,362,112
Less accumulated depreciation	(11,600,338)	(1,043,313)	374,978	(12,268,673)
Total depreciable capital assets, net	9,703,638	(610,199)	-	9,093,439
Housing Finance Corporation assets, net	\$ 11,316,489	\$ (610,199)	\$ -	\$ 10,706,290

At September 30, 2023, a summary of changes in capital assets of the Local Government Corporation was as follows:

Local Government Corporation	Balance October 1, 2022	Additions/ Completions	Transfers/ Disposals/ Reclasses	Balance September 30, 2023
Non-depreciable capital assets:				
Land	\$ 10,526,903	\$ 6,232,597	\$ -	\$ 16,759,500
Construction in progress	521,853	-	(50,000)	471,853
Total non-depreciable capital assets	11,048,756	6,232,597	(50,000)	17,231,353
Local Government Corporation assets, total	\$ 11,048,756	\$ 6,232,597	\$ (50,000)	\$ 17,231,353

City of Grand Prairie, Texas

Notes to the Basic Financial Statements

September 30, 2023

E. Interfund Transactions

Interfund Receivables and Payables

Advances between funds are accounted for in the appropriate interfund receivable and payable accounts, and are reported as "due to/from other funds. A summary of interfund receivables and payables balances at September 30, 2023, is as follows:

Receivable Fund	Payable Fund			Total
	General Fund	Debt Service Fund	Nonmajor Governmental Funds	
Streets CIP fund	\$ 15,153,423	\$ -	\$ -	\$ 15,153,423
Grants fund	11,626,705	-	-	11,626,705
TIF #1 EPIC CIP fund	20,438,924	-	-	20,438,924
Nonmajor governmental funds	98,496,546	610,222	109,603	99,216,371
	<u>\$ 145,715,598</u>	<u>\$ 610,222</u>	<u>\$ 109,603</u>	<u>\$ 146,435,423</u>

The primary purpose of the interfund receivables and payables listed above is to cover cash shortages in the reported funds.

Cost Reimbursements

The cost of the City's central general and administrative services is allocated to the designated special revenue and enterprise funds. These costs are reported as interfund services provided and used rather than interfund transfers. Interfund services provided and used are arms-length transactions between departments or funds that would be treated as revenues, expenditures or expenses if they were with an external organization. The distinguishing aspect of interfund services provided and used is that each department or fund both gives and receives consideration.

Cost reimbursements for general and administrative services (indirect costs) are recorded as general and administrative revenue in the City's General Fund. Indirect costs are recorded as general and administrative expenses in the funds receiving these services.

For the year ended September 30, 2023, cost reimbursements were as follows:

Fund	Amount
Water and wastewater funds	\$ 4,893,621
Solid waste funds	538,568
Storm water funds	158,242
Airport fund	68,614
Other nonmajor governmental funds	337,753
Total to general fund	<u><u>\$ 5,996,798</u></u>

City of Grand Prairie, Texas

Notes to the Basic Financial Statements

September 30, 2023

Franchise Fees

The City's enterprise funds, which use public right-of-way, pay franchise fees to the General Fund as if they were organizations separate from the City. These fees are not taxes, but are compensation to the City for the use of the City's right-of-way. These payments, 4% of gross revenues, are reported as interfund services provided and used rather than interfund transfers, and are reported as revenue (franchise fees) in the General Fund and expenses in the enterprise funds.

For the year ended September 30, 2023, franchise fees paid to the General Fund were as follows:

Fund	Amount
Water and wastewater funds	\$ 3,764,745
Solid waste funds	442,686
Storm water funds	327,838
Total	\$ 4,535,269

Interfund Transfers

Interfund transfers are made to 1) move revenues from the fund with collection authorization to the debt service fund as debt service principal and interest payments become due, 2) move restricted amounts from borrowings to the debt service fund to establish mandatory reserve accounts, 3) move unrestricted revenues to finance various programs that the government must account for in other funds in accordance with budgetary authorizations, including amounts provided as subsidies or matching funds for various grant programs, and 4) make payments in lieu of property taxes.

Two of the City's enterprise funds, the Water and Wastewater Fund and the Solid Waste Fund, make payments in lieu of property taxes to the Street Maintenance Fund, which is a Nonmajor Governmental Fund to provide funding for street repairs. The payments are calculated by applying the City's property tax rate to the net book value of the enterprise funds' capital assets. Since the calculation methodology is not the same as that applied to similar activities in the private sector in several respects, these payments are recorded as transfers in/out rather than as operating revenues/expenses.

At September 30, 2023, transfers between the City's governmental activities and the City's business-type activities consisted of the following:

Transfers Out	Transfers In					
	General Fund	Section 8 Fund	Streets CIP Fund	Grants Fund	Debt Service Fund	TIF #1 EPIC CIP Fund
General fund	\$ -	\$ -	\$ -	\$ 668,681	\$ -	\$ -
Streets CIP fund	-	-	-	31,404	-	-
Grants fund	-	-	-	-	-	-
Debt service fund	-	-	-	-	-	-
Nonmajor governmental funds	-	-	1,422,881	28,862	325,500	5,000,000
Internal service funds	-	-	-	-	-	-
Water & wastewater fund	-	-	-	-	-	-
Solid waste fund	-	-	-	-	-	-
Nonmajor enterprise funds	-	-	-	-	-	-
Total	\$ -	\$ -	\$ 1,422,881	\$ 728,947	\$ 325,500	\$ 5,000,000

Continued

City of Grand Prairie, Texas

Notes to the Basic Financial Statements

September 30, 2023

Transfers out	Transfers In					Total
	Nonmajor Governmental Funds	Water Wastewater Fund	Solid Waste Fund	Other Nonmajor Enterprise Funds	Internal Service Fund	
General fund	\$ 16,558,491	\$ -	\$ -	\$ 16,000	\$ -	\$ 17,243,172
Streets CIP fund	56,412	-	-	-	-	87,816
Grants fund	103,255	-	-	-	-	103,255
Debt service fund	-	-	-	-	-	-
Nonmajor governmental funds	1,443,426	16,000	-	350,000	-	8,586,669
Internal service funds	74,701	-	-	-	-	74,701
Water & wastewater fund	1,478,050	-	-	-	-	1,478,050
Solid waste fund	303,525	-	-	-	-	303,525
Nonmajor enterprise funds	6,048,000	-	-	-	80,463	6,128,463
Total	\$ 26,065,860	\$ 16,000	\$ -	\$ 366,000	\$ 80,463	\$ 34,005,651

Significant transfers consist of funding for various operations, pooled cash coverage, capital projects, infrastructure needs, IT acquisitions, payments in lieu of taxes, repayments of interfund loans, and grant matching requirements.

F. Deferred Outflows/Inflows of Resources

Deferred Inflows of Resources - Unavailable Revenue

The governmental funds report unavailable revenues from the following sources:

	General Fund	Debt Service Fund	Total
Property taxes	\$ 2,284,371	\$ 1,053,554	\$ 3,337,925
Ambulance	201,906	-	201,906
Total	\$ 2,486,277	\$ 1,053,554	\$ 3,539,831

In the Government-Wide Statement of Activities, these amounts were reported as revenue in the period in which they were earned.

City of Grand Prairie, Texas

Notes to the Basic Financial Statements

September 30, 2023

G. Unearned Revenue

Unearned revenue is a liability for resources obtained prior to revenue recognition. Below is a summary of the City's unearned revenue as of September 30, 2023.

	Governmental Activities	Business-Type Activities	Total
Prepaid pipeline lease	\$ 653,462	\$ 91,730	\$ 745,192
Prepaid arrangements - Cemetery fund	2,479,874	-	2,479,874
Unspent grant funds - Texas Water Development Board	-	905,606	905,606
Prepaid rental deposits - parks	307,313	-	307,313
Park venue fund deposits on events to be held	11,036	-	11,036
Event revenue	46,037	-	46,037
Unspent grant funding	14,111,690	-	14,111,690
	#		
Total unearned revenue	\$ 17,609,412	\$ 997,336	\$ 18,606,748

H. Long-Term Obligations

Compensated Absences and Postemployment Benefits

Governmental activities record liabilities for compensated absences and retiree post-employment costs at the government-wide financial statement level. Generally, these liabilities are paid from the General Fund. Liabilities for business-type activities are recorded and liquidated in the fund that incurs the liability.

Long-Term Debt

Governmental Activities

Long-term debt in the governmental activities column of the government-wide Statement of Net Position consists of general obligation bonds (including refunding), certificates of obligation bonds, sales tax revenue bonds, and unamortized bond premiums/discounts.

General obligation bonds and certificates of obligation provide funds for the acquisition and construction of capital equipment and facilities. General obligation bonds are direct obligations issued on a pledge of the general taxing power for the payment of the debt obligations of the City. General obligation bonds and certificates of obligation require the City to compute, at the time other taxes are levied, the rate of tax required to provide (in each year bonds are outstanding) a fund to pay interest and principal at maturity.

City of Grand Prairie, Texas
Notes to the Basic Financial Statements
September 30, 2023

Below is a summary of the changes in noncurrent liabilities of the City's primary government and component units:

	Balance October 1, 2022	Borrowings or Increase	Payments or Decrease	Balance September 30, 2023	Due Within One Year
Primary government:					
Governmental activities:					
General obligation bonds	\$ 146,737,000	\$ 8,000,000	\$ (7,443,000)	\$ 147,294,000	\$ 11,396,000
Combination tax and revenue certificates of obligation	217,955,000	46,000,000	(17,310,000)	246,645,000	19,455,000
Tax increment and public improvement district bonds	6,880,000	-	(540,000)	6,340,000	560,000
General obligation pension bonds	77,515,000	-	(3,230,000)	74,285,000	3,400,000
Sales tax revenue bonds - Epic	10,515,000	-	(2,475,000)	8,040,000	2,575,000
Sales tax revenue bonds - Crime Control	-	-	-	-	-
Sales tax revenue bonds - Park Venue	75,585,000	-	(2,770,000)	72,815,000	2,870,000
Issuance premiums/discounts, net	24,741,383	4,417,324	(1,837,292)	27,321,415	-
Total long-term debt	559,928,383	58,417,324	(35,605,292)	582,740,415	40,256,000
Compensated absences	23,747,417	13,398,979	(11,985,111)	25,161,285	11,592,715
Other post-employment benefits liability	54,339,835	1,260,793	-	55,600,628	-
Net pension liability	22,005,541	26,475,761	-	48,481,302	-
Lease liabilities	4,743,892	469,146	(901,487)	4,311,551	729,089
SBITA liabilities	-	1,513,518	(696,445)	817,073	325,540
Environmental remediation liability	23,900	341,031	(16,108)	348,823	348,823
Other liabilities	3,408,347	-	253,968	3,662,315	678,882
Total governmental activities	668,197,315	101,876,552	(48,950,475)	721,123,392	53,931,049
Business-type activities:					
Certificates of obligation	380,000	-	(185,000)	195,000	195,000
Water and wastewater revenue bonds	36,740,800	10,765,000	(5,445,000)	42,060,800	5,980,000
Issuance premiums/discounts, net	2,824,212	420,747	(271,733)	2,973,226	-
Total long-term debt	39,945,012	11,185,747	(5,901,733)	45,229,026	6,175,000
Compensated absences	599,265	1,163,958	(1,149,508)	613,715	489,485
Other post-employment benefits liability	5,984,139	-	(72,843)	5,911,296	-
Net pension liability	2,423,345	2,731,045	-	5,154,390	-
Lease liabilities	625,437	-	(221,329)	404,108	395,822
Closure and post closure liability	9,648,357	890,615	-	10,538,972	-
Total business-type activities	59,225,555	15,971,365	(7,345,413)	67,851,507	7,060,307
Total primary government	\$ 727,422,870	\$ 117,847,917	\$ (56,295,888)	\$ 788,974,899	\$ 60,991,356
Component unit activities:					
Housing Finance Corporation:					
Paycheck Protection Program- Note Payable	\$ 398,749	\$ -	\$ (398,749)	\$ -	\$ -
Line of credit	3,474,876	41,762	(68,740)	3,447,898	71,718
Revenue bonds	6,345,000	-	(315,000)	6,030,000	340,000
Subordinate revenue bonds	4,550,000	-	-	4,550,000	-
Total Housing Finance Corporation	14,768,625	41,762	(782,489)	14,027,898	411,718
Local Government Corporation					
Environmental remediation liability	-	-	-	-	-
Total Local Government Corporation	-	-	-	-	-
Total component units	\$ 14,768,625	\$ 41,762	\$ (782,489)	\$ 14,027,898	\$ 411,718

City of Grand Prairie, Texas
Notes to the Basic Financial Statements
September 30, 2023

At September 30, 2023, long-term debt for the City's governmental activities consisted of the following:

	Interest Rate %	Year of Issue	Year of Maturity	Original Amount	Amount Outstanding
General obligation bonds:					
Series 2012	1.0-2.0	2012	2026	27,400,000	\$ 2,140,000
Series 2013	1.5-3.25	2013	2033	10,975,000	-
Series 2013A	3.0-4.125	2014	2034	2,220,000	-
Series 2015	1.75-5.0	2016	2027	10,270,000	1,900,000
Series 2016	3.0-5.0	2016	2030	33,810,000	15,485,000
Series 2019	5.00	2020	2031	19,475,000	8,825,000
Series 2021	0.969-4.0	2021	2041	66,945,000	66,945,000
Series 2022A	2.0	2022	2034	17,136,000	17,022,000
Series 2022B	2.02	2022	2034	8,215,000	8,153,000
Series 2022C	2.04	2022	2035	19,023,000	18,824,000
Series 2022	5.15-6.00	2022	2043	8,000,000	8,000,000
Total general obligation bonds					147,294,000
General obligation pension bonds					
Series 2022	3.1-4.4	2022	2031	77,515,000	74,285,000
Total general obligation pension bonds					74,285,000
Combination tax and revenue certificates of obligation					
Series 2013	2.0-3.25	2013	2033	8,830,000	-
Series 2013A	2.0-4.125	2014	2034	11,945,000	-
Series 2014	3.0-5.0	2015	2034	26,125,000	2,445,000
Series 2015	2.0-5.0	2016	2035	27,380,000	3,055,000
Series 2016	2.0-4.0	2016	2036	33,705,000	23,565,000
Series 2017	2.25-5.0	2017	2037	36,515,000	19,330,000
Series 2018	2.0-4.0	2018	2039	40,605,000	32,855,000
Series 2019A	2.0-5.0	2019	2039	34,910,000	27,465,000
Series 2019B	1.5-3.0	2019	2034	34,305,000	29,645,000
Series 2021	2.0-4.5	2021	2041	23,215,000	22,315,000
Series 2021A	0.969-4.0	2021	2036	16,935,000	16,935,000
Series 2022	2.0-4.0	2022	2036	24,255,000	23,035,000
Series 2023	4.0-5.0	2023	2043	46,000,000	46,000,000
Total combination tax and revenue certificates of obligation					246,645,000
Tax increment and public improvement district debt					
Series 2015 PID 5	2.0-5.0	2016	2035	640,000	160,000
Series 2019 TIRZ 1	1.5-2.5	2019	2026	7,105,000	6,180,000
Total tax increment and public improvement district debt					6,340,000
Series 2009 Park Venue subordinate	3.77	2009	2027	13,390,000	3,940,000
Series 2013 Park Venue	2.0-4.0	2013	2027	11,060,000	3,085,000
Series 2016 Park Venue	2.0-4.0	2016	2036	6,730,000	5,150,000
Series 2022 Park Venue	2.1-3.0	2022	2037	61,550,000	60,640,000
Total Park Venue					72,815,000
Sales tax revenue debt					
Series 2015 EPIC	3.721-5.032	2015	2040	74,825,000	8,040,000
Total EPIC					8,040,000
Total general obligation debt					555,419,000
Unamortized bond premiums/discounts					27,321,415
Total long-term debt - governmental activities					\$ 582,740,415

City of Grand Prairie, Texas
Notes to the Basic Financial Statements
September 30, 2023

At September 30, 2023, changes in long-term debt for the City's governmental activities were as follows:

	Balance October 1, 2022	Borrowings or Increase	Payments or Decrease	Balance September 30, 2023	Due Within One Year
General obligation bonds:					
Series 2012	\$ 2,815,000	\$ -	\$ (675,000)	\$ 2,140,000	\$ 695,000
Series 2013	325,000	-	(325,000)	-	-
Series 2013A	105,000	-	(105,000)	-	-
Series 2015	2,810,000	-	(910,000)	1,900,000	930,000
Series 2016	18,025,000	-	(2,540,000)	15,485,000	2,670,000
Series 2019	11,680,000	-	(2,855,000)	8,825,000	2,365,000
Series 2021	66,945,000	-	-	66,945,000	3,105,000
Series 2022A	17,022,000	-	-	17,022,000	1,372,000
Series 2022B	8,176,000	-	(23,000)	8,153,000	24,000
Series 2022C	18,834,000	-	(10,000)	18,824,000	10,000
Series 2022	-	8,000,000	-	8,000,000	225,000
Total general obligation bonds	146,737,000	8,000,000	(7,443,000)	147,294,000	11,396,000
General obligation pension bonds:					
Series 2022	77,515,000	-	(3,230,000)	74,285,000	3,400,000
	77,515,000	-	(3,230,000)	74,285,000	3,400,000
Combination tax and revenue certificates of obligation					
Series 2013	430,000	-	(430,000)	-	-
Series 2013A	555,000	-	(555,000)	-	-
Series 2014	4,795,000	-	(2,350,000)	2,445,000	2,445,000
Series 2015	4,500,000	-	(1,445,000)	3,055,000	1,490,000
Series 2016	24,940,000	-	(1,375,000)	23,565,000	1,430,000
Series 2017	22,790,000	-	(3,460,000)	19,330,000	3,585,000
Series 2018	34,945,000	-	(2,090,000)	32,855,000	2,200,000
Series 2019A	29,415,000	-	(1,950,000)	27,465,000	2,035,000
Series 2019B	31,995,000	-	(2,350,000)	29,645,000	2,395,000
Series 2021	22,765,000	-	(450,000)	22,315,000	450,000
Series 2021A	16,935,000	-	-	16,935,000	1,150,000
Series 2022	23,890,000	-	(855,000)	23,035,000	880,000
Series 2023	-	46,000,000	-	46,000,000	1,395,000
Total combination tax and revenue certificates of obligation	217,955,000	46,000,000	(17,310,000)	246,645,000	19,455,000
Tax increment and public improvement district debt					
Series 2015 PID 5	235,000	-	(75,000)	160,000	85,000
Series 2019 - TIRZ 1	6,645,000	-	(465,000)	6,180,000	475,000
Total tax increment and public improvement district debt	6,880,000	-	(540,000)	6,340,000	560,000
Park Venue					
Series 2009 subordinate	5,115,000	-	(1,175,000)	3,940,000	720,000
Series 2013	3,840,000	-	(755,000)	3,085,000	1,290,000
Series 2016 Park Venue	5,410,000	-	(260,000)	5,150,000	260,000
Series 2022	61,220,000	-	(580,000)	60,640,000	600,000
Total Park Venue	75,585,000	-	(2,770,000)	72,815,000	2,870,000
EPIC					
Series 2015 EPIC	10,515,000	-	(2,475,000)	8,040,000	2,575,000
Total EPIC	10,515,000	-	(2,475,000)	8,040,000	2,575,000
Total change in long term debt	535,187,000	54,000,000	(33,768,000)	555,419,000	40,256,000
Unamortized bond premiums/discounts	24,741,383	4,417,324	(1,837,292)	27,321,415	-
Total change in long-term debt - governmental activities	\$ 559,928,383	\$ 58,417,324	\$ (35,605,292)	\$ 582,740,415	\$ 40,256,000

City of Grand Prairie, Texas

Notes to the Basic Financial Statements

September 30, 2023

In February 2023, the City issued \$46,000,000 in Combination Tax and Revenue Certificates of Obligation, Series 2023. The Certificates were issued for the purpose of paying contractual obligations to be incurred for (i) renovating, improving and equipping existing buildings and facilities, to-wit: HVAC replacement, roof replacement, electrical and power generator improvements and repair, fire safety, security, lighting, landscaping and other improvements for the Public Safety Building, police department facilities, Main Library, Municipal Courts Building, City Hall municipal complex, service centers, parks and recreation facilities, municipal airport, and animal services facilities, (ii) designing, constructing, improving and equipping fire stations and fire department facilities, (iii) acquiring vehicles and equipment for the fire and police departments, (iv) designing, acquiring, constructing, improving and maintaining City streets, thoroughfares, intersections, bridges, sidewalks, and pathways, including related traffic signalization and signage, lighting, ADA accessibility, beautification, traffic management equipment, and utility relocations, (v) designing, constructing and equipping a new public safety facility, (vi) acquiring and installing information technology equipment and software for various City departments, and (vii) professional services rendered in connection therewith.

In November 2022, the City issued \$10,765,000 in Water and Wastewater System Revenue Bonds, New Series 2022. The proceeds from the sale of the bonds will be used for (i) improving, extending, equipping and repairing the System, and (ii) paying the costs associated with the issuance of the Bonds.

In November 2023, the City issued \$8,000,000 in General Obligation Bonds, Taxable Series 2022. The bond was issued for the purpose of providing funds (i) for promoting economic development throughout the City, through planning, designing, constructing, improving, extending and expanding public streets, utilities, and other infrastructure facilities, including the acquisition of land therefor, and through the City's programs for economic development and housing including the acquisition of improved and unimproved properties, the demolition of existing structures, making grants, loans and otherwise providing assistance with bond proceeds to promote economic development and to stimulate business and commercial activity in the City for private commercial, industrial, retail, residential and mixed-use development, hospitality and entertainment projects and neighborhood revitalization projects; and (ii) to pay the costs associated with the issuance of the Bonds.

Outstanding Bond Debt Defeasement

At September 30, 2023, no outstanding debt of the city was considered to be defeased.

City of Grand Prairie, Texas
Notes to the Basic Financial Statements
September 30, 2023

At September 30, 2023, the aggregate debt service payments for long-term debt through the final year of maturity for the City's governmental activities were as follows:

Fiscal Year	General Obligation Bonds				Certificates of Obligation Bonds		
	Principal	Interest	#	Total	Principal	Interest	Total
2024	\$ 11,396,000	\$ 3,929,436		\$ 15,325,436	\$ 19,455,000	\$ 8,636,470	\$ 28,091,470
2025	11,307,000	3,492,130		14,799,130	13,740,000	7,992,940	21,732,940
2026	12,340,000	3,097,501		15,437,501	12,630,000	7,486,176	20,116,176
2027	12,666,000	2,748,335		15,414,335	13,005,000	7,009,881	20,014,881
2028	10,394,000	2,428,171		12,822,171	13,515,000	6,501,790	20,016,790
2029	10,479,000	2,143,630		12,622,630	14,055,000	5,972,874	20,027,874
2030	9,234,000	1,891,501		11,125,501	14,585,000	5,431,234	20,016,234
2031	9,071,000	1,676,824		10,747,824	15,125,000	4,889,212	20,014,212
2032	8,358,000	1,481,207		9,839,207	15,680,000	4,343,848	20,023,848
2033	8,544,000	1,299,812		9,843,812	16,220,000	3,794,609	20,014,609
2034	7,899,000	1,118,417		9,017,417	16,790,000	3,228,482	20,018,482
2035	6,126,000	956,461		7,082,461	14,255,000	2,683,776	16,938,776
2036	4,375,000	826,165		5,201,165	14,775,000	2,152,952	16,927,952
2037	4,500,000	703,871		5,203,871	11,470,000	1,669,100	13,139,100
2038	4,630,000	571,044		5,201,044	10,300,000	1,276,000	11,576,000
2039	4,765,000	433,806		5,198,806	10,675,000	899,825	11,574,825
2040	4,910,000	291,850		5,201,850	5,985,000	611,000	6,596,000
2041	5,055,000	144,958		5,199,958	6,180,000	413,125	6,593,125
2042	605,000	53,251		658,251	4,820,000	223,950	5,043,950
2043	640,000	18,080		658,080	3,385,000	67,700	3,452,700
	<u>\$ 147,294,000</u>	<u>\$ 29,306,450</u>		<u>\$ 176,600,450</u>	<u>\$ 246,645,000</u>	<u>\$ 75,284,944</u>	<u>\$ 321,929,944</u>

Fiscal Year	Tax and Tax Increment Bonds (TIFs)			Sales Tax Revenue Bonds-EPIC		
	Principal	Interest	Total	Principal	Interest	Total
2024	\$ 560,000	\$ 136,834	\$ 696,834	\$ 2,575,000	\$ 262,330	\$ 2,837,330
2025	560,000	123,450	683,450	2,680,000	157,230	2,837,230
2026	5,220,000	58,203	5,278,203	2,785,000	51,815	2,836,815
	<u>\$ 6,340,000</u>	<u>\$ 318,487</u>	<u>\$ 6,658,487</u>	<u>\$ 8,040,000</u>	<u>\$ 471,375</u>	<u>\$ 8,511,375</u>

Fiscal Year	Sales Tax Revenue Bonds-Park Venue			Pension Bonds		
	Principal	Interest	Total	Principal	Interest	Total
2024	\$ 2,870,000	\$ 1,969,810	\$ 4,839,810	\$ 3,400,000	\$ 2,768,864	\$ 6,168,864
2025	2,975,000	1,885,670	4,860,670	3,710,000	2,653,344	6,363,344
2026	3,085,000	1,805,210	4,890,210	4,035,000	2,525,647	6,560,647
2027	4,705,000	1,695,205	6,400,205	4,380,000	2,384,821	6,764,821
2028	4,015,000	1,563,905	5,578,905	4,135,000	2,240,308	6,375,308
2029	4,125,000	1,454,860	5,579,860	4,460,000	2,092,039	6,552,039
2030	4,220,000	1,357,870	5,577,870	4,805,000	1,929,192	6,734,192
2031	4,325,000	1,254,543	5,579,543	5,165,000	1,749,950	6,914,950
2032	4,430,000	1,144,595	5,574,595	5,555,000	1,551,845	7,106,845
2033	4,555,000	1,027,605	5,582,605	5,970,000	1,330,734	7,300,734
2034	4,675,000	904,953	5,579,953	6,420,000	1,083,458	7,503,458
2035	4,800,000	776,516	5,576,516	6,900,000	809,334	7,709,334
2036	4,940,000	638,193	5,578,193	7,415,000	506,488	7,921,488
2037	4,565,000	500,951	5,065,951	7,935,000	173,737	8,108,737
2038	4,700,000	365,400	5,065,400	-	-	-
2039	4,840,000	222,300	5,062,300	-	-	-
2040	4,990,000	74,850	5,064,850	-	-	-
	<u>\$ 72,815,000</u>	<u>\$ 18,642,436</u>	<u>\$ 91,457,436</u>	<u>\$ 74,285,000</u>	<u>\$ 23,799,761</u>	<u>\$ 98,084,761</u>

City of Grand Prairie, Texas

Notes to the Basic Financial Statements

September 30, 2023

Fiscal Year	Total		
	Principal	Interest	Total
2024	\$ 40,256,000	\$ 17,703,744	\$ 57,959,744
2025	34,972,000	16,304,764	51,276,764
2026	40,095,000	15,024,552	55,119,552
2027	34,756,000	13,838,242	48,594,242
2028	32,059,000	12,734,174	44,793,174
2029	33,119,000	11,663,403	44,782,403
2030	32,844,000	10,609,797	43,453,797
2031	33,686,000	9,570,529	43,256,529
2032	34,023,000	8,521,495	42,544,495
2033	35,289,000	7,452,760	42,741,760
2034	35,784,000	6,335,310	42,119,310
2035	32,081,000	5,226,087	37,307,087
2036	31,505,000	4,123,798	35,628,798
2037	28,470,000	3,047,659	31,517,659
2038	19,630,000	2,212,444	21,842,444
2039	20,280,000	1,555,931	21,835,931
2040	15,885,000	977,700	16,862,700
2041	11,235,000	558,083	11,793,083
2042	5,425,000	277,201	5,702,201
2043	4,025,000	85,780	4,110,780
	<u>\$ 555,419,000</u>	<u>\$ 147,823,453</u>	<u>\$ 703,242,453</u>

Business-Type Activities

Long-term debt in the business-type activities column of the government-wide Statement of Net Position consists of general obligation refunding bonds, water and wastewater system revenue bonds, certificates of obligation bonds, and unamortized bond premiums/discounts. Bonds issued for business-type activities are secured by a pledge of the property tax levy of the City, but are self-supporting obligations that are paid from the respective net revenues of each activity. Bond proceeds are used to fund additions and improvements to the City's water and wastewater system, solid waste system, municipal golf courses, and municipal airport.

City of Grand Prairie, Texas

Notes to the Basic Financial Statements

September 30, 2023

At September 30, 2023, long-term debt for the City's business-type activities consisted of the following:

	Interest Rate %	Year of Issue	Year of Maturity	Original Amount	Amount Outstanding
Water and wastewater:					
Revenue bonds					
Series 2010	0.0-2.587	2010	2030	\$ 4,995,000	\$ 2,100,000
Series 2011	2.0-4.25	2011	2031	8,940,000	-
Series 2013	2.0-4.0	2013	2026	14,045,000	3,375,000
Series 2014	0.0-1.990	2014	2030	4,000,000	1,830,000
Series 2015	2.25-4.0	2015	2027	4,155,000	1,875,000
Series 2016	2.0-5.0	2016	2036	17,625,000	11,405,000
Series 2017	0.0-0.8	2017	2030	5,110,000	2,770,000
Series 2017A	2.0-4.0	2017	2036	2,755,000	2,405,000
Series 2019	0.0-0.49	2019	2039	3,730,800	3,090,800
Series 2020	5	2020	2031	4,290,000	2,445,000
Series 2022	4.0-5.0	2022	2043	10,765,000	10,765,000
Total bonds payable - water wastewater					42,060,800
Unamortized bond premiums/discounts					2,973,226
Total long-term debt - water wastewater					45,034,026
Municipal airport:					
Certificates of obligation bonds					
Series 2004A	2.25-5.0	2004	2024	2,120,000	195,000
Total long-term debt - business-type activities					\$ 45,229,026

City of Grand Prairie, Texas

Notes to the Basic Financial Statements

September 30, 2023

At September 30, 2023, changes in long-term debt for the City's business-type activities were as follows:

	Balance October 1, 2022	Borrowings or Increase	Payments or Decrease	Balance September 30, 2023	Due Within One Year
Water and wastewater:					
Revenue bonds					
Series 2010	\$ 2,365,000	\$ -	\$ (265,000)	\$ 2,100,000	\$ 275,000
Series 2011	130,000	-	(130,000)	-	-
Series 2013	4,810,000	-	(1,435,000)	3,375,000	1,485,000
Series 2014	2,075,000	-	(245,000)	1,830,000	250,000
Series 2015	2,295,000	-	(420,000)	1,875,000	440,000
Series 2016	12,930,000	-	(1,525,000)	11,405,000	1,595,000
Series 2017	3,160,000	-	(390,000)	2,770,000	390,000
Series 2017A	2,600,000	-	(195,000)	2,405,000	205,000
Series 2019	3,250,800	-	(160,000)	3,090,800	160,000
Series 2020	3,125,000	-	(680,000)	2,445,000	820,000
Series 2022	-	10,765,000	-	10,765,000	360,000
Total revenue bonds	36,740,800	10,765,000	(5,445,000)	42,060,800	5,980,000
Bond premiums/discounts	2,824,212	420,747	(271,733)	2,973,226	-
Total water and wastewater	39,565,012	11,185,747	(5,716,733)	45,034,026	5,980,000
Municipal airport:					
Certificate of obligation					
Series 2004A	380,000	-	(185,000)	195,000	195,000
Total municipal airport	380,000	-	(185,000)	195,000	195,000
Total change in long-term debt - business-type activities	\$ 39,945,012	\$ 11,185,747	\$ (5,901,733)	\$ 45,229,026	\$ 6,175,000

City of Grand Prairie, Texas

Notes to the Basic Financial Statements

September 30, 2023

At September 30, 2023, the aggregate debt service payments for long-term debt through the final year of maturity for the City's water and wastewater system were as follows:

Fiscal Year	Water and Wastewater System Revenue Bonds		
	Principal	Interest	Total
2024	\$ 5,980,000	\$ 1,354,202	\$ 7,334,202
2025	5,515,000	1,158,338	6,673,338
2026	4,540,000	981,536	5,521,536
2027	4,315,000	824,719	5,139,719
2028	3,300,800	708,186	4,008,986
2029	2,835,000	619,276	3,454,276
2030	2,535,000	533,954	3,068,954
2031	1,595,000	461,466	2,056,466
2032	1,380,000	401,593	1,781,593
2033	1,440,000	345,799	1,785,799
2034	1,195,000	293,350	1,488,350
2035	1,245,000	247,529	1,492,529
2036	1,290,000	202,669	1,492,669
2037	825,000	166,145	991,145
2038	850,000	138,357	988,357
2039	880,000	109,405	989,405
2040	750,000	79,613	829,613
2041	780,000	49,013	829,013
2042	810,000	16,706	826,706
Total	\$ 42,060,800	\$ 8,691,856	\$ 50,752,656

At September 30, 2023, long-term debt is being repaid solely from airport revenues. Aggregate debt service payments for long-term debt through the final year of maturity for the City's municipal airport were as follows:

Fiscal Year	Certificates of Obligation		
	Principal	Interest	Total
2024	\$ 195,000	\$ 4,875	\$ 199,875
Total	\$ 195,000	\$ 4,875	\$ 199,875

Water and Wastewater System Debt Service Coverage

The following covenants are included in various water and wastewater system revenue bond indenture ordinances:

- Net revenues (defined as gross revenues less expenses of operation and maintenance) are pledged for the payment of bond principal and interest.
- Additional water and wastewater system revenue bonds cannot be issued unless the "net earnings" (defined as gross revenues after deducting the expenses of operation and maintenance, excluding depreciation and certain other items specified in the ordinances) of the system for twelve consecutive months out of the fifteen months prior to the date of such bonds is equal to at least 1.25 times the average annual requirements for the payment of principal and interest on the then-outstanding bonds and any additional bonds then proposed to be issued.
- All revenues derived from the operations must be kept separate from other funds of the City.
- The amount required to meet interest and principal payments falling due on or before the next maturity dates of the bonds are to be paid into the water and wastewater system interest and redemption account during each year.

City of Grand Prairie, Texas

Notes to the Basic Financial Statements

September 30, 2023

At September 30, 2023, compliance with these covenants can be demonstrated as follows:

System revenue ⁽¹⁾	\$ 102,570,666	
Operating expenses:		
Water purchased	19,769,325	
Sewage disposal contract	20,295,866	
Other operating expenses	<u>27,220,605</u>	
Total expenses ⁽²⁾	<u>67,285,796</u>	
Net revenue (available for debt service)	<u>\$ 35,284,870</u>	
Average annual principal and interest requirements, all water and wastewater revenue bonds at September 30, 2023	\$	1,135,833
Coverage of average annual requirements based on September 30, 2023 revenue available for debt service		31.07

(1) Includes operating revenues, plus investment income and impact fees

(2) Excludes depreciation expense.

Grand Prairie Housing Finance Corporation

The GPHFC has a general obligation note payable to a bank that was used to construct the Cotton Creek and Willow Tree Learning Center. The note bears a rate of 4.25% and is payable in equal monthly installments of \$12,438 through September 21, 2040.

In December 2003, the HFC issued Independent Senior Living Center Revenue Bonds for \$13,890,000 to finance the construction and operations of its planned Senior Living Center facility. The bonds bear interest rates from 7.5% to 7.75% depending on longevity. Beginning January 1, 2011, semi-annual retirements of the Bonds began and continue through January 1, 2034. The bonds are non-recourse liabilities collateralized solely by the land and construction in progress, less the accrued interest.

In April 2020, the HFC received a loan from Affiliated Bank in the amount of \$119,096 under the Paycheck Protection Program (PPP) established by the Coronavirus Aid, Relief, and Economic Security Act (CARES Act). The loan bears interest at a rate of 1% and is payable in monthly installments of principal and interest over 24 months beginning 6 months from the date of the note. The loan may be forgiven to the extent that proceeds are used for eligible expenditures such as payroll and other eligible expenses described in the CARES Act. Forgiveness of this note has been shown as non-operating revenues on the statement of revenues, expenses and changes in net position

In March 2021, The Senior Living Center, under the umbrella of the management company, received an additional \$398,750 with a second loan under the Paycheck Protection Program. The loan is subject to a note dated April 1, 2021 and may be forgiven to the extent proceeds of the loan are used for eligible expenditures such as payroll and other expenses described in the CARES Act. The loan bears interest at a rate of 1% and is payable in monthly installments of principal and interest over 24 months beginning 6 months from the date of the note. The loan may be repaid at any time with no prepayment penalty. The note was forgiven in February 2022 and will be shown as nonoperating revenues in 2022.

City of Grand Prairie, Texas

Notes to the Basic Financial Statements

September 30, 2023

A summary of long-term debt activity during the year ended December 31, 2022 was as follows:

	Beginning Balance	Additions	Deletions	Ending Balance	Due Within One Year
PPP Note payable	\$ 398,749	\$ -	\$ (398,749)	\$ -	\$ -
Note payable	1,924,066	-	(68,740)	1,855,326	71,718
Revenue bonds	6,345,000	-	(315,000)	6,030,000	340,000
Subordinate bonds	4,550,000	-	-	4,550,000	-
Developer loan	1,550,810	41,762	-	1,592,572	-
Total	\$ 14,768,625	\$ 41,762	\$ (782,489)	\$ 14,027,898	\$ 411,718

Effective July 1, 2010 the bonds of the Senior Living Center were reissued in two series: \$8,630,000 in Priority Lien Revenue Bonds and \$4,550,000 in Subordinate Lien Revenue Bonds.

Future maturities of the debt are as follows:

Year Ending December 31,	Note Payable		Revenue Bonds	
	Principal	Interest	Principal	Interest
2023	\$ 71,718	\$ 77,538	\$ 340,000	\$ 460,738
2024	74,827	74,427	370,000	434,000
2025	78,069	71,187	400,000	404,550
2026	81,453	67,804	430,000	372,163
2027	84,983	64,273	465,000	338,869
2028-2032	483,458	262,825	2,250,000	959,644
2033-2037	597,700	148,582	1,775,000	210,025
2038-2040	384,829	23,487	-	-
Total	\$ 1,857,037	\$ 790,123	\$ 6,030,000	\$ 3,179,989

The Subordinate Lien Revenue Bonds are not scheduled above as their payments are contingent upon cash flow and payment amounts and periods are uncertain.

Leases- Lessee

The City has entered into multiple lease agreements as lessee for the right-to-use land, building, and equipment over the term of the lease. The City is required to make periodic payments at its incremental borrowing rate or the interest rate stated or implied within the leases. Effective October 1, 2022, the City implemented GASB Statement No. 87, Leases. At implementation of this statement, the City initially measured the lease liability at the present value of payments expected to be made during the remaining lease term.

The City's lessee arrangements incur interest at rates of approximately 4% annually; all of which are accounted for within the City's governmental and business-type activities. All such arrangements range between 3 and 20 years in length.

City of Grand Prairie, Texas

Notes to the Basic Financial Statements

September 30, 2023

The annual debt service requirement to amortize the other lease liabilities outstanding at September 30, 2023, is as follows:

Fiscal Year	Governmental Activities Lease Liabilities		
	Principal	Interest	Total
2024	\$ 729,089	\$ 185,851	\$ 914,940
2025	581,067	160,786	741,853
2026	575,242	139,515	714,757
2027	453,071	120,659	573,730
2028	424,745	103,166	527,911
2029-2033	1,454,032	144,828	1,598,860
2034-2038	94,305	5,695	100,000
	<u>\$ 4,311,551</u>	<u>\$ 860,500</u>	<u>\$ 5,172,051</u>

Fiscal Year	Business Type Lease Liabilities		
	Principal	Interest	Total
2024	\$ 395,822	\$ 10,775	\$ 406,597
2025	8,286	125	8,411
	<u>\$ 404,108</u>	<u>\$ 10,900</u>	<u>\$ 415,008</u>

Subscription Based Information Technology Arrangements (SBITA)

The City has entered into multiple SBITAs that allow the right-to-use the SBITA vendor's information technology software over the subscription term. The City is required to make monthly, quarterly, or annual payments at its incremental borrowing rate or the interest rate stated or implied within the SBITAs. The SBITA rate, term and ending subscription liability are as follows:

	Interest Rate(s)	Liability at Commencement	SBITA Term in Years	Ending Balance
Governmental activities:				
Software	2.31-4.32%	\$ 1,513,518	4	\$ 817,073
Total governmental activities				<u>\$ 817,073</u>

City of Grand Prairie, Texas

Notes to the Basic Financial Statements

September 30, 2023

The future principal and interest SBITA payments as of fiscal year end are as follows:

Fiscal Year Ending	Principal	Interest	Total
2024	\$ 325,540	\$ 25,551	\$ 351,091
2025	294,240	15,197	309,437
2026	141,273	5,623	146,896
2027	56,020	1,520	57,540
Total governmental activities	\$ 817,073	\$ 47,891	\$ 864,964

The value of the subscription assets as of the end of the current fiscal year was \$1,547,903 and had accumulated amortization of \$516,052.

Closure and Post-Closure Liability

State and federal laws and regulations require the City to place a final cover on its landfill site when it stops accepting waste and to perform certain maintenance and monitoring functions at the site for 30 years after closure. Although closure and post-closure care costs will be paid only near or after the date that the landfills stop accepting waste, the City reports a portion of these closure and post-closure care costs as an operating expense in each period based on landfill capacity used as of each balance sheet date. The City follows the provisions of GASB Statement No. 18 Accounting for Municipal Solid Waste Landfill Closure and Post-closure Care Costs. Accordingly, the City has recorded a closure and post-closure care liability of \$10,538,972 in the Solid Waste Fund. The total liability represents the cumulative amount reported to date based on the use of 54.18% of the estimated capacity of the landfill.

The City will recognize the remaining estimated cost of closure and post-closure care of \$9,271,272 as the remaining estimated capacity is filled. The City expects to close the landfill in year 2037. Actual cost may be higher or lower due to inflation, changes in technology or changes in regulations.

Environmental Remediation Obligations

The City has recorded liabilities related to environmental remediation in the amount of \$348,823 in the Statement of Net Position. The estimates of the liabilities are prepared by the Environmental Professional Group and by the City's Environmental Quality Manager and based on a range of expected outlays, net of expected cost recoveries, if any, for the type and amount of pollution contamination detected. The estimates are reviewed and adjusted periodically for price changes, additional contamination and any other changes detected.

- The City owns the building and is responsible for the asbestos abatement of the Copeland home located at 125 SW Dallas Street.
- The City owns the buildings and is responsible for the asbestos abatement located at 207 W. Main Street, 630 W. Main Street, and 658 SW 3rd Street.

City of Grand Prairie, Texas

Notes to the Basic Financial Statements

September 30, 2023

Environmental remediation liability activity for the primary government in fiscal year 2023 was as follows:

Property Description	Beginning Balance 9/30/2022	Additions	Reductions	Ending Balance 9/30/2023	Current Portion
Copeland Home Asbestos Abatement	\$ 20,900	\$ -	\$ -	\$ 20,900	\$ 20,900
207 W. Main Street	3,000	-	(3,000)	-	-
207 W. Main Street	-	11,480	-	11,480	11,480
630 W. Main Street	-	41,096	-	41,096	41,096
658 SW 3rd Street	-	288,454	(13,107)	275,347	275,347
Total	\$ 23,900	\$ 341,030	\$ (16,107)	\$ 348,823	\$ 348,823

Other Liabilities

Sales Tax Payback

During fiscal year 2008, the Texas Comptroller of Public Accounts notified the City of an error in sales tax payments made to the City. The error was the result of a local business reporting and paying taxes incorrectly to the State Comptroller over several years. The overpayment by the business resulted in an overpayment to the City for \$2,386,466. In 2012, a liability for this amount was recorded by the City and is repaid from future sales tax revenue over a period of thirteen years.

During fiscal year 2022, the Texas Comptroller of Public Accounts notified the City of an error in sales tax payments made to the City. The error was the result of a local business reporting and paying taxes incorrectly to the State Comptroller over several years. The overpayment by the business resulted in an overpayment to the City for \$3,108,638. In 2022, a liability for this amount was recorded by the City and is repaid from future sales tax revenue over a period of six years.

As of September 30, 2023, the total liability equaled \$3,662,315.

I. Risk Management

The City currently administers a deductible program for Workers' Compensation, all Liability, Property, Airport, and Crime claims through the Texas Municipal League Intergovernmental Risk Pool (TMLIRP), a public entity risk pool. The TMLIRP sustains itself through member premiums and stop loss coverage for excess claims through commercial insurers.

City of Grand Prairie, Texas

Notes to the Basic Financial Statements

September 30, 2023

The City's current per occurrence and aggregate limits through the TMLIRP are as follows:

Coverage	Per Occurrence	Aggregate
General liability	\$ 1,000,000	\$ 2,000,000
Law enforcement liability	3,000,000	6,000,000
Errors and omissions	3,000,000	6,000,000
Automobile liability	3,000,000	N/A
Airport liability	10,000,000	10,000,000

Current deductibles with TMLIRP are \$350,000 for Workers Compensation with no aggregate retention; \$300,000 for all liability lines (General, Law Enforcement, Public Officials, and Auto Liability); \$1,000 for Automobiles; and \$10,000 for Mobile Equipment.

The City's operating funds are charged premiums for coverage provided by the Risk Management Fund based on approved annual budgets with adjustments based on estimates of the amounts needed to pay prior and current-year claims. These inter-fund premiums are used to reduce the number of actual expenditures.

Liabilities of the Risk Management Fund are reported when it is probable that a loss has occurred, and the amount of the loss can be reasonably estimated. Liabilities include an amount for claims that have been incurred but not reported (IBNR). The result of the process to estimate the claims liability is not an exact amount as it depends on many complex factors, such as inflation, timing of filed claims, adjudication of claim benefits, changes in legal doctrines, and damage awards.

Accordingly, claims are reevaluated annually to consider the effects of inflation, plan benefit designs, recent claim settlement trends, claim expense, and other economic and social factors. The estimate of the claims liability also includes amounts for incremental claim adjustment expenses related to specific claims and other claim adjustment expenses regardless of whether allocated to specific claims. The total accrued liabilities for the Risk Management Fund based on the recent September 30, 2023 actuarial report was \$3,970,819.

The City offers group health coverage to its employees and retirees in plans administered by United Health Care using an escrow account funded by the City with both employee and City contributions. The City allows retired employees under age 65 to continue participating in its group health insurance program after retirement with a portion of premiums paid by the City. The amount of premiums paid by retirees is based on the retirement date, length of service with the City, plan selected and dependents covered at the time of retirement. The City retains risk for up to \$400,000 per member per year, and transfers risk in excess of this amount to a reinsurer. Reported claims are charged to expense in the period the loss is incurred. The total accrued liabilities for health insurance as of September 30, 2023 were \$1,794,132.

City of Grand Prairie, Texas

Notes to the Basic Financial Statements

September 30, 2023

At September 30, 2023, the change in estimates of accrual liabilities for health coverage for the risk management fund:

	Beginning of Fiscal Year Liability	Claims and Changes in Estimates	Claim Payments	End of Fiscal Year Liability
2023	\$ 5,938,092	\$ 23,476,179	\$ 23,621,319	\$ 5,792,952
2022	6,812,118	19,426,262	20,300,288	5,938,092
2021	6,283,783	20,447,112	19,918,777	6,812,118

J. Defined Benefit Pension Plan

Plan Description

The City participates as one of 919 plans in the defined benefit cash-balance plan administered by the Texas Municipal Retirement System (TMRS). TMRS is a statewide public retirement plan 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 employees of Texas participating cities. The TMRS Act places the general administration and management of TMRS with a six-member, Governor-appointed Board of Trustees; however, TMRS is not fiscally dependent on the State of Texas. TMRS issues a publicly available Annual Comprehensive Financial Report (Annual Report) that can be obtained at tmrs.com.

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

Benefits Provided

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

At retirement, the Member's benefit is calculated based on the sum of the Member's contributions, with interest, and the city-financed monetary credits with interest. The retiring Member may select one of seven monthly benefit payment options. Members may also choose to receive a portion of their benefit as a lump sum distribution in an amount equal to 12, 24 or 36 monthly payments, which cannot exceed 75% of the total Member contributions and interest.

Plan provisions for the City are as follows:

Employee deposit rate	7%
Matching ratio (City to employee)	2 to 1
Years required for vesting	5
Service retirement eligibility	20 years at any age, 5 years at age 60 and above
Updated service credit	100% Repeating transfers
Annuity increase to retirees	70% of CPI Repeating

Additional information related to the TMRS Plan is located in the TMRS Annual Comprehensive Financial Report.

City of Grand Prairie, Texas

Notes to the Basic Financial Statements

September 30, 2023

Employees Covered by Benefit Terms

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

Inactive employees or beneficiaries currently receiving benefits	923
Inactive employees entitled to but not yet receiving benefits	802
Active employees	<u>1,408</u>
Total	<u>3,133</u>

Contributions

Member contribution rates in TMRS are either 5%, 6% or 7% of the Member's total compensation, and the City matching percentages are either 100%, 150% or 200%, both as adopted by the governing body of the 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 City's contribution rate is based on the liabilities created from the benefit plan options selected by the City and any changes in benefits or actual experience over time.

Employees for the City of Grand Prairie were required to contribute 7% of their annual compensation during the fiscal year. The contribution rates for the City of Grand Prairie were 17.44% and 17.23% in calendar years 2022 and 2023, respectively. The City's contributions to TMRS for the year ended September 30, 2023, were \$86,471,914 and were equal to the required contributions.

Net Pension Liability

The City's Net Pension Liability (NPL) was measured as of December 31, 2022, and the Total Pension Liability (TPL) used to calculate the Net Pension Liability was determined by an actuarial valuation as of that date.

Actuarial Assumptions

The Total Pension Liability in the December 31, 2022 actuarial valuation was determined using the following actuarial assumptions:

Inflation	2.5% per year
Overall payroll growth	2.75% per year, adjusted down for population declines, if any
Investment rate of return	6.75%, net of pension plan investment expense, including inflation

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

City of Grand Prairie, Texas

Notes to the Basic Financial Statements

September 30, 2023

The actuarial assumptions were developed primarily from the actuarial investigation of the experience of TMRS over the four-year period from December 31, 2014 to December 31, 2018. The assumptions were adopted in 2019 and first used in the December 31, 2019, actuarial valuation. The post-retirement mortality assumption for Annuity Purchase Rates (APRs) is based on the Mortality Experience Investigation Study covering 2009 through 2011 and dated December 31, 2013. Plan assets are managed on a total return basis with an emphasis on both capital appreciation as well as the production of income to satisfy the short-term and long-term funding needs of TMRS.

The long-term expected rate of return on pension plan investments was determined using a building-block method in which best estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. In determining their best estimate of a recommended investment return assumption under the various alternative asset allocation portfolios, GRS focused on the area between (1) arithmetic mean (aggressive) without an adjustment for time (conservative) and (2) the geometric mean (conservative) with an adjustment for time (aggressive). The target allocation and best estimates of 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 public equity	35.0%	7.70%
Core fixed income	6.0%	4.90%
Non-core fixed income	20.0%	8.70%
Real return	12.0%	8.10%
Real estate	12.0%	5.80%
Hedge funds	5.0%	6.90%
Private equity	10.0%	11.80%
Total	100.0%	

Discount Rate

The discount rate used to measure the Total Pension Liability was 6.75%. The projection of cash flows used to determine the discount rate assumed that Member 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 Members. 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 Grand Prairie, Texas

Notes to the Basic Financial Statements

September 30, 2023

Changes in the Net Pension Liability

	Increase (Decrease)		
	Total Pension Liability (A)	Plan Fiduciary Net Position (B)	Net Pension Liability (A) - (B)
Balance at December 31, 2021	\$ 689,939,789	\$ 665,510,905	\$ 24,428,886
Changes for the year:			
Service cost	20,439,854	-	20,439,854
Interest	46,199,640	-	46,199,640
Change of benefit terms	-	-	-
Difference between expected and actual experience	8,441,455	-	8,441,455
Changes in assumptions	-	-	-
Contributions - employer	-	86,471,914	(86,471,914)
Contributions - employee	-	7,890,445	(7,890,445)
Net investment income	-	(48,569,473)	48,569,473
Benefit payments*	(31,441,221)	(31,441,221)	-
Administrative expense	-	(420,384)	420,384
Other changes	-	501,641	(501,641)
Net changes	43,639,728	14,432,922	29,206,806
Balance at December 31, 2022	<u>\$ 733,579,517</u>	<u>\$ 679,943,827</u>	<u>\$ 53,635,692</u>

* Includes refunds of employee contributions

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

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

Sensitivity of the Net Pension Liability to Changes in the Discount Rate		
Current		
1% Decrease	Single Rate	1% Increase
\$ 156,748,187	\$ 53,635,692	\$ 30,996,842

Pension Plan Fiduciary Net Position

Detailed information about the pension plan's Fiduciary Net Position is available in the Schedule of Changes in Fiduciary Net Position, by Participating City. That report may be obtained at tmrs.com.

City of Grand Prairie, Texas

Notes to the Basic Financial Statements

September 30, 2023

Pension Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions

For the year ended September 30, 2023, the city recognized pension expense of \$28,939,745.

At September 30, 2023, the City reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference in expected and actual experience [actuarial (gains) or losses]	\$ 13,153,808	\$ (1,118,503)
Difference in assumptions	239,263	-
Difference in projected and actual earnings on pension plan investments [actuarial (gains) or losses]	42,099,193	-
Employer's contributions to the pension plan subsequent to the measurement date	-	-
	<u>\$ 55,492,264</u>	<u>\$ (1,118,503)</u>

Deferred outflows and inflows of resources related to pensions will be recognized in pension expense as follows:

Measurement Year Ended December 31	Net deferred outflows (inflows) of resources
2023	\$ 5,685,571
2024	13,542,993
2025	14,814,769
2026	20,330,428
2027	-
Total	<u>\$ 54,373,761</u>

K. Other Postemployment Benefits (OPEB)

Plan Description

Supplemental Death Benefits

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

City of Grand Prairie, Texas

Notes to the Basic Financial Statements

September 30, 2023

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

Retiree Health Benefits

Current employees who retire from the City of Grand Prairie under a TMRS Retirement / Plan option may elect to remain on the City's medical, dental, and vision insurance plans as long as they meet the following criteria:

- Under age of 65
- Currently working for the City immediately prior to retirement, and
- Payment of required monthly premiums by due date, or within grace period

TMRS Retirement / Plan option may include:

- Service retirement, 25 years of TMRS creditable service at any age, or
- Age 60 and 5 years of TMRS creditable service
- Disability/medical retirement at any age, if approved by TMRS

Eligibility requirements do not vary by type of retirement. The retiree health care plan is a single-employer defined benefit plan. No trust is setup for the plan; therefore, there is no separate audit report available.

Retirees pay a portion of their retiree health care premium based on their years of service with the City of Grand Prairie, the plan selected, and dependent coverage when they retire. The base retiree health care premium is based on the accrual rate, claims costs, and budget for the prior fiscal year.

Medical coverage for retiree benefits extends only to age 65. Once a retiree reaches age 65, they will be dropped from medical coverage at the beginning of the month in which they turn 65. If a retiree cancels any or all insurance at any time during retirement, they forfeit all rights to coverage through the City for that benefit. If they cancel medical coverage all together, they may not elect medical again in the future for any reason.

A spouse who is on the employee's plan at the time of retirement may continue on the plan until the spouse reaches age 65. Spouse coverage continues after the employee reaches the age 65 and after the death of the employee until the spouse reaches the age of 65, as well. Spouse coverage continues even though the employee becomes Medicare eligible.

Rates for spouse coverage are dependent upon the employee's years of service with the City of Grand Prairie. Spouses receive the same benefits as the employee. Surviving spouses of deceased active members are not eligible for retiree health care benefits, unless they become eligible under TMRS and elect retirement immediately following the month of death. They become "retiree" in that case.

For all retirements after 1/1/08, dependents must have been covered for the 2 years immediately preceding the effective date of retirement to be eligible to continue coverage under retiree into retirement.

New dependents gained during retirement (due to marriage or birth) may not be added to the City's plan since they were not eligible at the time of retirement.

Retirees that do not continue coverage through our retiree health care plans do not receive payment in lieu of retiree health care.

City of Grand Prairie, Texas

Notes to the Basic Financial Statements

September 30, 2023

The City offers medical, dental, and vision coverage to eligible retirees.

Employees Covered by Benefit Terms

For retiree health insurance at the September 30, 2023 valuation and measurement date, the following employees were covered by the benefit terms:

Inactive employees or beneficiaries currently receiving benefits	157
Active employees	1,334
Total	<u><u>1,491</u></u>

For TMRS supplemental death at the December 31, 2022 valuation and measurement date, the following employees were covered by the benefit terms:

Inactive employees or beneficiaries currently receiving benefits	695
Inactive employees entitled to but not yet receiving benefits	151
Active employees	1,408
Total	<u><u>2,254</u></u>

Contributions

For retiree health insurance, retirees and their spouses currently receiving benefits are required to contribute specified amounts monthly toward the cost of health insurance premiums.

Monthly retiree contribution rates are as follows:

Retiree Monthly Health Care Premiums for Grandfathered Retirees under 65 (Employee Pays Portion)

	<u>Monthly Health Care Premium</u>
Over 65 retiree (Grandfathered by age)	
Employee only	\$ 249
Employee plus spouse	338

Retiree Monthly Health Care Premiums Retirees under 65 (Employee Pays Portion)

	<u>Monthly Health Care Premium</u>	
Group	EPO	HDHP
Retiree only	\$ 293	\$ 192
Retiree + spouse	551	404
Retiree + children	606	324
Family	809	593

City of Grand Prairie, Texas

Notes to the Basic Financial Statements

September 30, 2023

Total OPEB Liability

The City of Grand Prairie retiree health insurance total OPEB liability of \$57,581,425 was measured as of September 30, 2023, and was determined by an actuarial valuation as of that date.

The City of Grand Prairie TMRS supplemental death total OPEB liability of \$3,930,497 measured as of December 31, 2022, and was determined by an actuarial valuation as of that date.

Actuarial Assumptions

The retiree health insurance total OPEB liability in the September 30, 2023 actuarial valuation was determined using the following actuarial assumptions:

Inflation	3.00%
Salary increases	3.50%
Discount rate	4.40%
Mortality rates - retirees	PUB-2010 (50% General, 50% Safety) Table projected using MP-2021

The discount rate was selected by City of Grand Prairie based on the Bond Buyer 20-Bond General Obligation Index to reflect yields on long-term municipal bonds as of the measurement date.

The TMRS supplemental death total OPEB liability in the December 31, 2022 actuarial valuation was determined using the following actuarial assumptions:

Inflation	2.50%
Salary increases	3.50% to 11.5% including inflation
Discount rate	4.05%
Administrative expenses	All administrative expenses are paid through the Pension Trust and accounted for under reporting requirements under GASB Statement No. 68.
Mortality rates - service retirees	2021 Municipal Retirees of Texas Mortality Tables. The rates are projected on a fully generational basis with scale UMP.
Mortality rates - disabled retirees	2021 Municipal Retirees of Texas Mortality Tables with a 4-year set-forward for males and a 3-year set-forward for females. In addition, a 3.5% and 3% minimum mortality rate will be applied to reflect the impairment for younger members who become disabled for males and females, respectively. The rates are projected on a fully generational basis by Scale UMP to account for future mortality improvements subject to the floor.

City of Grand Prairie, Texas

Notes to the Basic Financial Statements

September 30, 2023

The discount rate is the yield or index rate for 20-year, tax-exempt general obligation municipal bonds with an average rating of AA/Aa or higher (or equivalent quality on another rating scale).

Change in OPEB Liability Retiree Health Insurance	Total OPEB Liability
Balance at September 30, 2022	\$ 54,616,486
Changes for the year:	
Service cost	3,245,719
Interest	2,485,088
Difference between expected and actual experience	-
Contributions - employer	(2,765,868)
Benefit payments*	-
Net changes	<u>2,964,939</u>
Balance at September 30, 2023	<u>\$ 57,581,425</u>

Change in OPEB Liability TMRS Supplemental Death	Total OPEB Liability
Balance at December 31, 2021	\$ 5,707,488
Changes for the year:	
Service cost	281,230
Interest	106,467
Difference between expected and actual experience	(116,336)
Changes in assumptions	(1,924,610)
Benefit payments*	(123,742)
Net changes	<u>(1,776,991)</u>
Balance at December 31, 2022	<u>\$ 3,930,497</u>

*Due to the Plan being considered an unfunded OPEB plan under GASB 75, benefit payments are treated as being equal to the employer's yearly contributions for retirees.

Sensitivity of the Total OPEB Liability to Changes in the Discount Rate

The following presents the total OPEB liability of the City's retiree health insurance calculated using the discount rate of 4.40%, as well as what the City's total OPEB liability would be if it were calculated using a discount rate that is 1 percentage point lower (3.40%) or 1 percentage point higher (5.40%) than the current discount rate:

Sensitivity of the OPEB Liability to Changes in the Discount Rate		
1% Decrease	Current Discount Rate	1% Increase
\$ 64,423,512	\$ 57,581,425	\$ 51,663,404

City of Grand Prairie, Texas

Notes to the Basic Financial Statements

September 30, 2023

The following presents the total OPEB liability of the City's TMRS supplemental plan calculated using the discount rate of 1.84%, as well as what the City's total OPEB liability would be if it were calculated using a discount rate that is 1 percentage point lower (0.84%) or 1 percentage point higher (2.84%) than the current discount rate:

Sensitivity of the OPEB Liability to Changes in the Discount Rate		
1% Decrease	Current Discount Rate	1% Increase
\$ 4,669,584	\$ 3,930,497	\$ 3,351,487

Sensitivity of the Total OPEB Liability to Changes in the Healthcare Cost Trend Rate

The following presents the total OPEB liability of the City's retiree health insurance, as well as what the City's total OPEB liability would be if it were calculated using healthcare cost trend rates that are one percentage point lower or 1 percentage point higher than the current healthcare cost trend rate:

Sensitivity of the OPEB Liability to Changes in the Healthcare Cost Rate		
1% Decrease	Current Discount Rate	1% Increase
\$ 50,724,579	\$ 57,581,425	\$ 65,816,754

OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB

For the year ended September 30, 2023, the City recognized total OPEB expense of \$3,090,004 which included \$2,763,684 related to Retiree Health Insurance and \$326,320 related to TMRS Supplemental Death.

At September 30, 2023, the City reported deferred outflows and inflows of resources related to OPEB from the following resources:

Retiree Health Insurance

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference in expected and actual experience	\$ -	\$ (7,002,002)
Difference in assumptions	1,325,748	(3,559,055)
Difference in projected and actual earnings on OPEB plan investments	-	-
Employer's contributions to the OPEB plan subsequent to the measurement date	-	-
	<u>\$ 1,325,748</u>	<u>\$ (10,561,057)</u>

City of Grand Prairie, Texas

Notes to the Basic Financial Statements

September 30, 2023

TMRS Supplemental Death

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference in expected and actual experience	\$ 160,877	\$ (455,648)
Difference in assumptions	822,096	(1,705,971)
Difference in projected and actual earnings on OPEB plan investments	-	-
Employer's contributions to the OPEB plan subsequent to the measurement date	114,407	-
	<u>\$ 1,097,380</u>	<u>\$ (2,161,619)</u>

Deferred outflows of resources related to OPEB resulting from contributions subsequent to the measurement date of \$114,407 will be recognized as a reduction of the total OPEB liability in the City's financial statements September 30, 2024. Other amounts reported as deferred outflows and inflows of resources related to OPEB will be recognized in pension expense as follows:

Retiree Health Insurance

Measurement Period Ended September 30,	Net deferred outflows (inflows) of resources
2024	\$ (2,104,486)
2025	(2,104,486)
2026	(2,513,168)
2027	(2,513,169)
2028	-
Total	<u>\$ (9,235,309)</u>

TMRS Supplemental Death

Measurement Year Ended December 31,	Net deferred outflows (inflows) of resources
2023	\$ (118,694)
2024	(161,784)
2025	(199,960)
2026	(203,579)
2027	(284,133)
Thereafter	(210,496)
Total	<u>\$ (1,178,646)</u>

City of Grand Prairie, Texas

Notes to the Basic Financial Statements

September 30, 2023

L. Assigned Fund Balance and Restricted Net Position

At September 30, 2023, assigned fund balances were classified as follows:

	General
Fire-State Supp Funds (TASPP)	\$ 1,551,010
GPPD Boxing Program	25,967
GPPD Explorer Program	13,307
GPPD Mounted Patrol	558
Hall of Fame Trust Fund	14,461
KGPB Commissions	1,064
KGPB Youth Scholarship Fund	6,282
Kirby Creek Accessiblty Garden	3,100
State Training Funds (Police)	41,242
US Marshals Service Agreement	323,162
Home Match Cash Fund	37,114
Total assigned	\$ 2,017,267

At September 30, 2023 the net position restricted for other specific purposes in the governmental activities equaled \$11,149,419 and was primarily made up of fund balance restricted at the fund level for the General Fund and the Grants Fund.

M. Contracts, Commitments, and Contingent Liabilities

Federal and State Grants

The City participates in a number of state and federally-assisted grant programs. These programs are subject to program compliance audits by the grantors or their representatives. Any liability for reimbursement which may arise as the result of these audits is not believed to be material.

Litigation

The City and Sports Corporation are contingently liable in respect of lawsuits and claims in the ordinary course of operations which, in the opinion of management, will not have material adverse effect on the combined financial statements.

Water Intake Facility Contract

The City entered into a contract with the Trinity River Authority (TRA) whereby TRA agreed to sell revenue bonds to construct and operate water treatment for the transmission and storage facilities necessary to supply treated water to several area cities. The City has also agreed to contractually pay TRA annually an amount sufficient to its pro rata share of the operation and maintenance expenses of the facilities and related debt service of its bonds. The project is not treated as a joint venture by the City since the project is managed and unilaterally controlled by TRA, the City has no equity interest in the project, and the City is not obligated for the repayment of TRA bonds.

City of Grand Prairie, Texas

Notes to the Basic Financial Statements

September 30, 2023

Water Purchase Contracts

The City has a 30-year contract with the City of Dallas, which expires in 2042, for the purchase of water. Currently Grand Prairie can take up to 38.8 million gallons a day (MGD), and pays a fixed demand charge plus a volume charge. The demand charge is based on current maximum demand or the highest demand established during the five preceding years, whichever is greater. Thus, even if the City were to stop purchasing water from Dallas, its obligation to pay the demand charge (\$328,362, per MGD) would extend for five years. The maximum may be increased in future years as needed. Grand Prairie has two intake points for City of Dallas water with a contractual right obligating the City of Dallas to meet Grand Prairie's needs. Existing pipelines will provide up to 55 MGD.

A contract with the City of Fort Worth, effective until the year 2031, permits the City to purchase up to 2.5 MGD.

A contract with the City of Midlothian, executed in 2014 for a 30-year term, permits the City to purchase up to an average of 2 MGD during the term of the contract. Beginning in February 2015, the City began purchasing water from the City of Midlothian, the average rate in FY 2023 was 1.5 MGD.

A contract with the City of Arlington, executed in 2011 for a 20-year term, allows the City to purchase up to 2.5 MGD maximum flow unless otherwise agreed to in writing. As of September 30, 2023, no water has been purchased through this contract.

A contract with the City of Mansfield, executed in 2010 for a 40-year term, permits the City to purchase up to 12 MGD. Beginning February 2020, the City began purchasing water from City of Mansfield, the average rate in FY 2023 was 1.4 MGD.

Wastewater Treatment Contracts

The City has a 50 year contract with TRA, which will expire in 2023, for wastewater treatment. The City is billed for its prorated share of total wastewater costs, which was 21.51% during fiscal year 2023. The City must pay its prorated share of the debt service related to wastewater treatment facilities until the debt matures whether it contributes to flow or not.

Mountain Creek Regional Wastewater System Contract (System)

The City entered into a contract in 2002 which is in effect for the entire useful life of the System. In FY 23, we contributed 7.99% to this system. The City is obligated to pay annual minimum fees equivalent to 21.9 million gallons of flow. For the fiscal year ending September 30, 2023, the City paid \$938,369.

Master and Other Agreements

The City and Texas NextStage, LP (NextStage) entered into agreements (development agreements, lease Agreements, and other ancillary agreements) on January 10, 2001, to design, develop and construct a performance hall (Performance Hall). Construction of the Performance Hall began in July 2000 and was completed in February 2001. Under the agreements, the City purchased the Performance Hall from NextStage for \$15 million with the proceeds from the \$17.9 million TIF tax and tax increment certificate of obligation bond issue in the fiscal year 2001. NextStage initially leased the Performance Hall from the City under a twenty-one-year lease. Effective September 18, 2002, Anschutz Texas, L. P. assumed the lease obligations of NextStage and became the lessee and operator of the Performance Hall. The lease between the City and Anschutz Texas, L. P. expires October 01, 2023. Monthly lease payments from the lessee of the Performance Hall is used to pay debt service on bonds issued by the City for the purchase of the Performance Hall.

City of Grand Prairie, Texas

Notes to the Basic Financial Statements

September 30, 2023

Stadium Lease – On December 1, 2020, the City entered into a fifteen-year lease agreement with MLC Dallas Stadium Co., LLC (the Tenant) for their use of the City-owned baseball stadium. The Tenant has unlimited use of the Stadium to hold sporting and entertainment events. MLC Dallas Stadium Co., LLC pays the City, in advance, a monthly lease payment of \$20,000, which includes \$10,000 in construction rent applicable to only the first eighty months of the agreement. In addition to rent, the tenant pays 5% of their gross revenues from the immediately preceding six-month period in January and July 15th of each year. The Tenant is responsible for all utility services, maintenance of the building, landscaping, irrigation, art, and playgrounds, and maintenance and repair reserve fund. The City is obligated to deposit \$200,000 to this reserve fund to benefit the Stadium every five years.

Construction Commitments

The City has several approved major capital projects as of September 30, 2023. The City's total committed but unexpended expenditures for such authorized capital projects at year-end approximates \$49,643,756. Funding for these contracts will be received through various capital projects funds and enterprise funds.

N. Segment Information for Enterprise Funds

The City maintains five enterprise funds – water and wastewater, solid waste, golf, airport, and storm water utility activities. At September 30, 2023, the Municipal Airport Fund had outstanding revenue-backed certificates of obligations. Segment information for this Fund is as follows:

	Municipal Airport
Condensed statement of net position:	
Current assets	\$ 1,516,262
Capital assets	13,648,307
Deferred outflows of resources	179,538
	<hr/>
Total assets and deferred outflows of resources	15,344,107
Current liabilities	469,650
Long-term liabilities	368,634
Deferred inflows of resources	42,907
	<hr/>
Total liabilities and deferred inflows of resources	881,191
Net position: Net investment in capital assets	13,451,675
Net position: Unrestricted	1,011,241
	<hr/>
Total net position	\$ 14,462,916
	<hr/> <hr/>

City of Grand Prairie, Texas

Notes to the Basic Financial Statements

September 30, 2023

Condensed statement of revenues, expenses and changes in net position:

Sales to customers	\$ 1,890,523
Intergovernmental revenue	122,945
Miscellaneous	793,229
	<hr/>
Total operating revenues	2,806,697
Depreciation	965,512
Other operating expenses	2,111,396
	<hr/>
Total operating expenses	3,076,908
Interest expense	1,316
	<hr/>
Total nonoperating revenues (expenses)	1,316
Loss before transfers	(268,895)
Transfers out	(128,463)
	<hr/>
Change in net position	(397,358)
Net position at the beginning of the year	14,860,274
	<hr/>
Net position at the end of the year	\$ 14,462,916

Condensed statement of cash flows:

Net cash provided (used) by:	
Operating activities	170,314
Noncapital financing activities	(128,463)
Capital and related financing activities	(218,122)
Beginning cash and cash equivalent balances	716,501
	<hr/>
Ending cash and cash equivalent balances	\$ 540,230

City of Grand Prairie, Texas

Notes to the Basic Financial Statements

September 30, 2023

O. Tax Abatements and Economic Incentive Agreements

The City has incentive agreements with companies that may refund or rebate certain taxes based on performance indicators. These agreements are governed by Chapter 312 of the Texas Local Government Code. Recipients may be eligible based on their impact on the City's economy, as usually measured by job creation. Agreements may also contain recapture or 'clawback' provisions in the event of non-performance of the agreed standards. The City's Management Services division reviews the performance of the companies under these agreements for their compliance with stated standards. As of the 2022 certified roll (used for the 2023 fiscal year), the City's abatement agreements with one company resulted in \$6,373,550 in appraised values, totaling \$21,032.72 in taxes abated on the 2022 certified tax roll (used for the 2023 fiscal year).

P. Subsequent Events

On November 17, 2023, the City reissued the General Obligation Refunding Bonds, Series 2022B, with an outstanding principal amount of \$8,153,000, converting them from taxable to nontaxable.

On February 1, 2024, the City issued \$52,775,000 in Combination Tax and Revenue Certificates of Obligation, Series 2024. The issuance proceeds are intended for use on street projects, construction of Police and Fire facilities, repairs and upgrades to existing municipal facilities, purchase of IT and radio equipment, and purchase of Library and Police vehicles.

The City has evaluated all events or transactions that occurred after September 30, 2023 through March 15, 2024, the date the financial statements were available to be issued. During this period, there were no subsequent events requiring disclosure other than the item noted above.

Required Supplementary Information



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City of Grand Prairie, Texas

Required Supplementary Information

Schedule of Revenues, Expenditures and Changes in Fund Balances

Budget to Actual – General Fund

For the Year Ended September 30, 2023

	Budget		Actual	Variance with
	Original	Final	GAAP Basis	Final Budget-Favorable (Unfavorable)
REVENUES				
Property tax	\$ 87,981,151	\$ 87,981,151	\$ 89,031,628	\$ 1,050,477
Sales tax	43,000,000	43,000,000	48,040,231	5,040,231
Other taxes	292,077	292,077	563,594	271,517
Franchise fees	14,738,418	14,738,418	15,908,189	1,169,771
Charges for goods and services	5,591,740	5,591,740	6,402,057	810,317
Licenses and permits	3,735,782	3,735,782	3,333,840	(401,942)
Fines and forfeitures	4,993,350	4,993,350	5,096,926	103,576
Intergovernmental revenue	1,315,369	1,315,369	3,832,056	2,516,687
General and administrative	5,996,798	5,996,798	5,996,798	-
Rents and royalties	341,875	341,875	600,928	259,053
Investment income	5,000,000	5,000,000	17,804,271	12,804,271
Contributions	6,250	6,250	111,434	105,184
Other	498,285	498,285	930,494	432,209
Total revenues	173,491,095	173,491,095	197,652,446	24,161,351
EXPENDITURES				
Support services	39,362,179	39,094,818	34,918,100	4,176,718
Public safety services	98,545,661	99,492,812	101,908,130	(2,415,318)
Recreation and leisure services	3,201,886	3,348,203	3,340,167	8,036
Development and other services	16,742,056	15,625,265	15,024,987	600,278
Capital outlay	617,500	1,270,964	1,676,374	(405,410)
Debt service:				
Principal payments	703,677	705,417	1,468,436	(763,019)
Interest expense	-	-	188,443	(188,443)
Total expenditures	159,172,959	159,537,479	158,524,637	1,012,842
Excess (deficiency) of revenues over (under) expenditures	14,318,136	13,953,616	39,127,809	25,174,193
OTHER FINANCING SOURCES (USES)				
Transfers out	(17,131,202)	(17,231,202)	(17,243,172)	(11,970)
Proceeds from sale of capital assets	1,886,795	1,886,795	1,597,203	(289,592)
Total other financing sources (uses)	(15,244,407)	(15,344,407)	(15,645,969)	(301,562)
Net change in fund balances	(926,271)	(1,390,791)	23,481,840	24,872,631
Fund balance - beginning of year	38,577,487	38,577,487	38,577,487	-
Fund balances - end of year	\$ 37,651,216	\$ 37,186,696	\$ 62,059,327	\$ 24,872,631

City of Grand Prairie, Texas

Required Supplementary Information

Schedule of Revenues, Expenditures and Changes in Fund Balances

Budget To Actual – Section 8 Fund

For the Year Ended September 30, 2023

	Budget		Actual	Variance with
	Original	Final	GAAP Basis	Final Budget-Favorable (Unfavorable)
REVENUES				
Charges for goods and service	\$ 9,898,916	\$ 9,898,916	\$ 9,199,999	\$ (698,917)
Licenses and permits	475,650	475,650	435,035	(40,615)
Intergovernmental	41,944,760	41,944,760	39,332,223	(2,612,537)
Other	26,000	26,000	15,254	(10,746)
Total revenues	52,345,326	52,345,326	48,982,511	(3,362,815)
EXPENDITURES				
Development services and other	52,345,326	52,345,326	49,055,148	3,290,178
Capital outlay	28,000	28,000	89,428	(61,428)
Debt service:				
Principal retirement	-	-	6,868	(6,868)
Interest and other charges	-	-	317	(317)
Total expenditures	52,373,326	52,373,326	49,151,761	3,221,565
Excess (deficiency) of revenues over (under) expenditures	(28,000)	(28,000)	(169,250)	(141,250)
OTHER FINANCING SOURCES (USES)				
Proceeds from sale of assets	-	-	7,000	7,000
Total other financing sources (uses)	-	-	7,000	7,000
Net change in fund balances	(28,000)	(28,000)	(162,250)	(134,250)
Fund balance - beginning of year	2,258,593	2,258,593	2,258,593	-
Fund balances - end of year	\$ 2,230,593	\$ 2,230,593	\$ 2,096,343	\$ (134,250)

City of Grand Prairie, Texas

Required Supplementary Information Schedule of Changes in Postemployment Benefits – Retiree Health Plan Last Six Years

	Year Ended September 30, 2023	Year Ended September 30, 2022	Year Ended September 30, 2021	Year Ended September 30, 2020	Year Ended September 30, 2019	Year Ended September 30, 2018
Total OPEB liability						
Service cost	\$ 3,245,719	\$ 4,499,145	\$ 4,393,270	\$ 2,196,598	\$ 2,115,572	\$ 2,173,026
Interest	2,485,088	1,655,278	1,578,726	2,214,000	2,162,740	2,210,196
Difference between expected and actual experience	-	(9,740,425)	-	(1,525,154)	-	(3,213,084)
Change in assumptions	-	(5,338,583)	-	3,977,244	-	(1,962,733)
Benefit payments	(2,765,867)	(2,115,265)	(2,859,417)	(1,502,382)	(2,895,397)	(2,566,843)
Net changes	2,964,940	(11,039,850)	3,112,579	5,360,306	1,382,915	(3,359,438)
Total OPEB liability - beginning	54,616,486	65,656,336	62,543,757	57,183,451	55,800,536	59,159,975
Total OPEB liability - ending	\$ 57,581,426	\$ 54,616,486	\$ 65,656,336	\$ 62,543,757	\$ 57,183,451	\$ 55,800,537
Covered payroll	\$ 111,664,264	\$ 100,109,281	\$ 95,252,838	\$ 93,333,982	\$ 88,677,027	\$ 82,283,716
Total OPEB liability as a percentage of covered payroll	51.57%	54.56%	68.93%	67.01%	64.49%	67.81%

Notes to schedule:

Valuation Date: September 30, 2023

Methods and Assumptions Used to Determine Contribution Rates:

Actuarial Cost Method	Entry Age Normal
Inflation	3.00%
Salary Increases	3.50%
Discount Rate	4.40%
Retirees' share of benefit-related cost	\$0
Mortality rates - retirees	PUB-2014 (50% safety, 50% general) table projected using MP-2021

Note:

The City implemented GASB 75 in FY 2018; therefore, the required information for this schedule will be built over the next five years.

There are no assets accumulated in a trust that meets the criteria of GASB codification P22.101 or P52.101 to pay related benefits for the above OPEB plan.

City of Grand Prairie, Texas

Required Supplementary Information Schedule of Changes in Postemployment Benefits – Texas Municipal Retirement System Last Five Years

	Measurement Period December 31, 2022	Measurement Period December 31, 2021	Measurement Period December 31, 2020	Measurement Period December 31, 2019	Measurement Period December 31, 2018
Total OPEB liability					
Service cost	\$ 281,231	\$ 254,608	\$ 191,195	\$ 147,917	\$ 149,994
Interest	106,467	107,145	123,620	158,603	122,449
Difference between expected and actual experience	(116,336)	(220)	(93,363)	(760,883)	600,432
Change in assumptions	(1,924,610)	174,360	687,282	692,831	(257,696)
Benefit payments	(123,742)	(116,695)	(40,252)	(39,444)	(37,499)
Net changes	(1,776,990)	419,198	868,482	199,024	577,680
Total OPEB liability - beginning	5,707,487	5,288,289	4,419,808	4,220,784	3,643,104
Total OPEB liability - ending	\$ 3,930,497	\$ 5,707,487	\$ 5,288,289	\$ 4,419,808	\$ 4,220,784
Covered payroll	\$ 112,492,320	\$ 106,086,747	\$ 100,628,856	\$ 98,611,365	\$ 93,746,412
Total OPEB liability as a percentage of covered payroll	3.49%	5.38%	5.26%	4.48%	4.50%

Notes to schedule:

Valuation Date: December 31, 2022

Methods and Assumptions Used to Determine Contribution Rates:

Actuarial Cost Method	Entry Age Normal
Inflation	2.50%
Salary Increases	3.50% to 11.5% including inflation
Discount Rate	4.05%
Retirees' share of benefit-related cost	\$0
Administrative expenses	All administrative expenses are paid through the Pension Trust and accounted for under-reporting requirements under GASB Statement No. 68.
Mortality rates - service retirees	2021 Municipal Retirees of Texas Mortality Tables. The rates are projected on a fully generational basis with scale UMP.
Mortality rates - disabled retirees	2021 Municipal Retirees of Texas Mortality Tables with a 4-year set-forward for males and a 3-year set-forward for females. In addition, a 3.5% and 3% minimum mortality rate will be applied to reflect the impairment for younger members who become disabled for males and females, respectively. The rates are projected on a fully generational basis by Scale UMP to account for future mortality improvements subject to the floor.

Note:

The City implemented GASB 75 in FY 2018; therefore, the required information for this schedule will be built over the next six years.

There are no assets accumulated in a trust that meets the criteria of GASB codification P22.101 or P52.101 to pay related benefits for the above OPEB plan.

City of Grand Prairie, Texas
 Required Supplementary Information
 Schedule of Contributions –
 Texas Municipal Retirement System
 Last Ten Years

	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
Actuarially determined contributions	\$ 12,564,308	\$ 12,624,823	\$ 12,870,593	\$ 14,209,636	\$ 14,427,366	\$ 15,114,190	\$ 16,638,630	\$ 16,938,302	\$ 18,294,897	\$ 86,471,914
Contributions in relation to the actuarially determined contribution	(12,564,308)	(12,624,823)	(12,870,593)	(14,209,636)	(14,427,366)	(15,114,190)	(16,638,630)	(16,938,302)	(18,294,897)	(86,471,914)
Contribution deficiency (excess)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Covered payroll	\$ 71,874,373	\$ 75,773,968	\$ 79,933,264	\$ 87,729,762	\$ 92,501,160	\$ 97,088,542	\$ 101,022,198	\$ 103,708,360	\$ 114,088,711	\$ 123,496,761
Contributions as a percentage of covered payroll	17.48%	16.66%	16.10%	16.20%	15.60%	15.57%	16.47%	16.33%	16.04%	70.02%

Notes to the Schedule of Contributions

Valuation Date: Actuarially determined contribution rates are calculated as of December 31 and become effective in January, thirteen 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	24 years (longest ladder amortization ladder)
Asset valuation method	10 Year smoothed market; 12% soft corridor
Inflation	2.5%
Salary increases	3.50% to 11.50% including inflation
Investment rate of return	6.75%
Retirement age	Experience-based table of rates that are specific to the City's plan of benefits. Last updated for the 2019 valuation pursuant to an experience study of the period 2014 - 2018.
Mortality	Post-retirement: 2019 Municipal Retirees of Texas Mortality Tables. The rates are projected on a fully generational basis with scale UMP. Pre-retirement: PUB(10) mortality tables, with the Public Safety table used for males and the General Employee table used for females. The rates are projected on a fully generational basis with scale UMP.

Other information

Notes There were no benefit changes during the year.

Note: The City implemented GASB 68 in FY 2015; therefore, the required information for this schedule will be built in the next year.

City Of Grand Prairie, Texas

Required Supplementary Information Schedule of Changes in Net Pension Liability and Related Ratios – Texas Municipal Retirement System Last Nine Fiscal Years

	Measurement Year 2014	Measurement Year 2015	Measurement Year 2016	Measurement Year 2017	Measurement Year 2018	Measurement Year 2019	Measurement Year 2020	Measurement Year 2021	Measurement Year 2022
Total pension liability									
Service Cost	\$ 11,158,122	\$ 13,141,028	\$ 14,199,234	\$ 15,171,279	\$ 16,602,489	\$ 17,424,628	\$ 18,113,194	\$ 19,169,875	\$ 20,439,854
Interest (on the Total Pension Liability)	31,213,003	32,633,468	33,350,744	35,239,052	37,557,203	39,278,509	41,452,842	43,353,610	46,199,640
Changes of benefit terms	-	-	-	-	4,761,778	-	-	-	-
Difference between expected and actual experience	(2,414,327)	1,187,598	565,461	1,775,160	(2,432,011)	2,850,261	(2,363,879)	9,672,049	8,441,455
Changes of assumptions	-	596,665	-	-	-	1,142,147	-	-	-
Benefit payments ¹	(20,404,488)	(20,907,275)	(19,483,058)	(21,770,002)	(24,869,802)	(28,406,023)	(29,248,955)	(29,893,010)	(31,441,221)
Net change in total pension liability	19,552,310	26,651,484	28,632,381	30,415,489	31,619,657	32,289,522	27,953,202	42,302,524	43,639,728
Total pension liability - beginning	450,523,220	470,075,530	496,727,014	525,359,395	555,774,884	587,394,541	619,684,063	647,637,265	689,939,789
Total pension liability - ending (a)	470,075,530	496,727,014	525,359,395	555,774,884	587,394,541	619,684,063	647,637,265	689,939,789	733,579,517
Plan fiduciary net position									
Contributions - employer	12,810,193	13,141,016	12,990,875	14,427,366	15,114,190	16,638,630	16,938,302	18,294,897	86,471,914
Contributions - employee	5,156,977	5,596,768	5,806,017	6,292,394	6,565,122	6,905,686	7,047,274	7,432,874	7,890,445
Net investment income	22,838,073	618,807	28,210,612	61,623,079	(15,122,712)	75,171,025	42,208,241	77,270,134	(48,569,473)
Benefit payments ¹	(20,404,488)	(20,907,275)	(19,483,058)	(21,770,002)	(24,869,801)	(28,406,022)	(29,248,955)	(29,893,010)	(31,441,221)
Administrative Expense	(238,441)	(376,914)	(318,599)	(319,350)	(292,270)	(424,746)	(273,140)	(357,548)	(420,384)
Other	(19,604)	(18,616)	(17,165)	(16,184)	(15,270)	(12,758)	(10,657)	2,452	501,641
Net change in plan fiduciary net position	20,142,710	(1,946,214)	27,188,682	60,237,303	(18,620,741)	69,871,815	36,661,065	72,749,799	14,432,922
Plan fiduciary net position - beginning	399,226,484	419,369,194	417,422,980	444,611,662	504,848,965	486,228,224	556,100,039	592,761,104	665,510,903
Plan fiduciary net position - ending (b)	419,369,194	417,422,980	444,611,662	504,848,965	486,228,224	556,100,039	592,761,104	665,510,903	679,943,825
Net pension liability (a) - (b)	\$ 50,706,336	\$ 79,304,034	\$ 80,747,733	\$ 50,925,919	\$ 101,166,317	\$ 63,584,024	\$ 54,876,161	\$ 24,428,886	\$ 53,635,692
Plan fiduciary net position as a percentage of the total pension liability (b) / (a)	89.21%	84.03%	84.63%	90.84%	82.78%	89.74%	91.53%	96.46%	92.69%
Covered payroll	\$ 73,471,045	\$ 87,729,762	\$ 82,939,452	\$ 88,720,932	\$ 93,746,412	\$ 98,611,365	\$ 100,628,856	\$ 106,086,747	\$ 112,492,320
Net pension liability as a percentage of covered payroll	69.02%	90.40%	97.36%	57.40%	107.91%	64.48%	54.53%	23.03%	47.68%

As of December 31

¹ Amounts reported includes refunds of employee contributions.

Note: The City implemented GASB 68 in FY 2015; therefore, the required information for this schedule will be built over the next two years.
There are no assets accumulated in a trust that meets the criteria of GASB codification P22.101 or P52.101 to pay related benefits for the above pension plan.

City Of Grand Prairie, Texas

Required Supplementary Information

Notes to the Required Supplementary Information

A. Budget Law and Practice

Annual budgets are adopted on a basis that is consistent with accounting principles generally accepted in the United States. The City uses the modified accrual basis of accounting and the current financial resources measurement focus for all adopted budgets. Encumbered appropriations are carried forward to the next fiscal year and become part of the new fiscal year's appropriations, while unencumbered appropriations lapse at fiscal year-end. Appropriations for certain special revenue funds and capital project funds are controlled on a project basis and are carried forward each year until the project is completed or the grant receipts are expended.

The City's five-year capital projects plan is updated and approved annually during the budget process. The City Council approves annual appropriations and funding sources.

The Section 8 budget is presented annually on a calendar-year basis and is based on a combination of historical data and estimated appropriations from the Department of Housing and Urban Development (HUD) Section 8 program. Policy decisions at the federal level, increases in rental subsidies, and the expansion of the number of clients served due to unforeseen circumstances may require a higher voucher subsidy and can affect the financial component of each voucher. Accordingly, expenditures may exceed budget, but only to the extent that this increase will be offset by a like increase in revenues as received from HUD for the management and administration of the Section 8 voucher program. HUD monitors the financial activity and unit activity of the Section 8 program each month through required submissions via the Voucher Management System (VMS).

B. Budgetary Control

The legal level of budgetary control is at the fund level for all governmental and enterprise funds. The City Manager is authorized to amend budgeted appropriations between line items, categories, and departments within the same fund as long as total appropriations for the fund do not change. Any amendments that change total appropriations at the fund level must be approved by the City Council.



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Other Supplementary Information

City of Grand Prairie, Texas

Schedule of Revenues, Expenditures and Changes in Fund Balances

Budget to Actual – Debt Service Fund

For the Year Ended September 30, 2023

	<u>Budget</u>		<u>Actual</u>	<u>Variance with</u>
	<u>Original</u>	<u>Final</u>	<u>GAAP Basis</u>	<u>Final Budget-Favorable (Unfavorable)</u>
REVENUES				
Property tax	\$ 40,544,276	\$ 40,153,779	\$ 41,054,066	\$ 900,287
Total revenues	40,544,276	40,153,779	41,054,066	900,287
EXPENDITURES				
Debt service:				
Principal retirement	29,589,586	27,218,000	27,218,000	-
Interest	11,997,580	14,550,748	14,491,006	59,742
Total expenditures	41,587,166	41,768,748	41,709,006	59,742
Excess (deficiency) of revenues over (under) expenditures	(1,042,890)	(1,614,969)	(654,940)	960,029
OTHER FINANCING SOURCES (USES)				
Transfers in	-	325,500	325,500	-
Total other financing sources	-	325,500	325,500	-
Net change in fund balances	(1,042,890)	(1,289,469)	(329,440)	960,029
Fund balances - beginning of year	1,914,931	1,914,931	1,914,931	-
Fund balances - end of the year	\$ 872,041	625,462	\$ 1,585,491	\$ 960,029

City of Grand Prairie, Texas
Combining Financial Statements
Nonmajor Governmental Funds

Special Revenue Funds

Special Revenue Funds are used by the City to account for revenues derived from specific taxes, fees, donations, and grants which are restricted or committed for specific purposes other than for debt service or capital projects.

- “ Park Venue Sales Tax – funded by a one-quarter cent sales and use tax levied by the citizens of Grand Prairie for the specific purpose of funding park and recreational services including the Senior Center, Uptown Theatre, Ruthe Jackson Center, Bowles Life Center, and the Baseball Stadium.
- “ Streets Sales Tax – funded by a one-quarter cent sales and use tax levied by the citizens of Grand Prairie for the specific purpose of maintaining and improving of the City's existing streets and alleys.
- “ Crime Sales Tax – funded by a one-quarter cent sales and use tax levied by the citizens of Grand Prairie to pay principal and interest on debt related to the construction of the Public Safety Building and to fund salaries and benefits for twenty-four new police officers.
- “ Epic Center Sales Tax – funded by a one-quarter cent sales and use tax levied by the citizens of Grand Prairie to pay principal and interest on debt related to the construction of the Epic Center.
- “ Hotel/Motel Occupancy Tax – accounts for the receipts and allocation of the City's seven percent hotel-motel tax revenue in accordance with the requirements of state law.
- “ Police Seizures – accounts for police-seized assets pending court cases and for forfeitures awarded by County courts from assets seized by the Grand Prairie Police Department.
- “ Municipal Court – accounts for fees collected through municipal court fines for the specific use of maintaining security for municipal court buildings and for municipal court technology.
- “ Cable Operations – accounts for the revenue collected through cable companies for government access programming. This revenue is committed by the City Council for the operations and improvements to the City's cable channel.
- “ Red Light Safety – accounts for street light camera operations and is funded from red light citations. The purpose of this fund is to improve major street intersection safety.
- “ Lake Parks – accounts for the activity of the City's four major parks surrounding Joe Pool Lake. All revenues generated are restricted for the operation of these parks by the lease agreement with U. S. Corps of Engineers.
- “ Tree Preservation - accounts for the funds and activity dedicated to preserving the City's trees.
- “ Cemetery – accounts for operations of Grand Prairie Memorial Gardens and Mausoleum. Net proceeds from operations are committed by the City Council for the perpetual care of the cemetery.
- “ Public Improvement Districts (PIDs) – accounts for the activity of the City's nineteen PIDs.
- “ Tax Increment Financing Districts (TIFs) – accounts for the activity of the City's two TIFs and is supported primarily from revenues collected through inter-local property tax increment funding.

City of Grand Prairie, Texas
Combining Financial Statements
Nonmajor Governmental Funds

- “ Verizon Theatre - accounts for monthly lease payments used to pay debt service on the bonds issued by the City for the purchase of the performance hall.
- “ Commercial Vehicle Enforcement – accounts for various fees collected through municipal court fines restricted for operations relating to commercial vehicle enforcement.
- “ Juvenile Case Manager – accounts for various fees collected through municipal court fines restricted for operations relating to the Juvenile Case Manager.
- “ Truancy Prevention Diversion – accounts for various fees collected through municipal court fines restricted for operations relating to truancy prevention.
- “ Municipal Court Judicial Efficiency – accounts for various fees collected through municipal court fines restricted for operations relating to judicial efficiency.

Budget to Actual Comparisons

These schedules present budget to actual comparisons for special revenue funds with legally adopted budgets that have not been presented as part of Required Supplementary Information. Each comparison schedule shows the original budget amounts, the final adopted amounts, and the actual financial results as presented in the financial statements. In addition, the variance between the final adopted budget amounts and the actual amounts is presented.

Capital Projects Funds

Capital Projects Funds are used to account for capital improvements which are financed by general obligation bond

- “ Park Venue – accounts for construction, improvements, and other capital expenditures related to the City's park system and is financed partly from funds transferred from the Park Venue Special Revenue Fund.
- “ Fire – accounts for construction, improvements, and other capital expenditures related to the City's Fire Department.
- “ Municipal Facilities (MFAC) – accounts for construction, improvements, and other capital expenditures related to City departments that do not utilize a separate capital project fund.
- “ Drainage – accounts for construction, improvements, and other capital expenditures related to the City's drainage system.
- “ Police – accounts for construction, improvements, and other capital expenditures related to the City's Police Department.
- “ Other Capital Projects – accounts for construction, improvements, and other capital expenditures related to other City departments including the Senior Center, Lake Parks (other than Park Venue), Crime Tax, Library, and one-time equipment acquisition funds.
- “ Capital Lending and Reserve – established for short-term financing of capital projects and for one-time, non-recurring capital expenditures not budgeted in other capital project funds.



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City of Grand Prairie, Texas
Combining Balance Sheets
Nonmajor Governmental Funds
September 30, 2023

	Special Revenue				
	Park Venue Sales Tax	Streets Sales Tax	Crime Sales Tax	Epic Center Sales Tax Fund	Hotel Motel Tax
ASSETS					
Cash and cash equivalents	\$ 5,936,532	\$ 4,332,630	\$ 2,950,322	\$ -	\$ 3,496,601
Investments	2,638,165	1,000,000	4,700,000	-	300,000
Sales tax receivable	2,093,774	2,093,774	2,102,006	2,093,774	-
Franchise fees receivable	-	-	-	-	-
Lease receivables	-	-	-	4,120,800	-
Other receivables	28,719	-	8,368	55,386	351,939
Due from other funds	-	-	-	13,825,149	-
Inventory	17,568	-	-	7,075	-
Prepays	320	-	-	4,703.00	1,749
Total assets	10,715,078	7,426,404	9,760,696	20,106,887	4,150,289
LIABILITIES					
Accounts payable	549,464	315,658	730,170	146,774	45,186
Retainage payable	-	-	-	-	-
Accrued liabilities	154,014	-	182,677	82,521	11,411
Customer deposits	43,500	-	-	-	-
Due to other funds	-	-	-	-	-
Unearned revenue	307,313	-	-	11,036	-
Total liabilities	1,054,291	315,658	912,847	240,331	56,597
DEFERRED INFLOWS OF RESOURCES					
Related to leases	-	-	-	4,092,438	-
Total deferred inflows of resources	-	-	-	4,092,438	-
FUND BALANCES					
Nonspendable	17,888	-	-	11,778	1,749
Restricted	9,642,899	7,110,746	8,847,849	15,762,340	4,091,943
Committed	-	-	-	-	-
Total fund balances	9,660,787	7,110,746	8,847,849	15,774,118	4,093,692
Total liabilities, deferred inflows of resources and fund balances	\$ 10,715,078	\$ 7,426,404	\$ 9,760,696	\$ 20,106,887	\$ 4,150,289

Special Revenue

Police Seizure	Municipal Court	Cable Operations	Red Light Safety	Lake Parks	Tree Preservation	Cemetery	PID	Tax Increment Financing Districts
\$ 754,310	\$ 116,420	\$ -	\$ 600,035	\$ 5,025,665	\$ 162,640	\$ 7,514,202	\$ 4,731,571	\$ -
-	100,000	420,803	200,000	1,410,523	-	700,000	-	-
-	-	-	-	-	-	-	-	-
-	-	32,145	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
24,868	-	-	2,567	-	-	665,141	27,671	-
-	-	-	-	-	-	-	-	23,945,052
-	-	-	-	9,744	-	-	-	-
44,744	-	-	-	-	-	-	119,139	-
823,922	216,420	452,948	802,602	6,445,932	162,640	8,879,343	4,878,381	23,945,052
55,740	14,198	3,369	4,685	85,708	-	11,902	798,338	-
-	-	-	-	-	-	-	-	-
26,234	623	4,678	-	37,547	-	11,590	-	-
-	-	-	-	-	-	-	-	-
-	-	109,603	-	-	-	-	-	-
-	-	-	-	46,037	-	2,479,874	-	-
81,974	14,821	117,650	4,685	169,292	-	2,503,366	798,338	-
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
44,744	-	-	-	9,744	-	-	119,139	-
697,204	201,599	-	797,917	6,266,896	162,640	-	3,960,904	23,945,052
-	-	335,298	-	-	-	6,375,977	-	-
741,948	201,599	335,298	797,917	6,276,640	162,640	6,375,977	4,080,043	23,945,052
<u>\$ 823,922</u>	<u>\$ 216,420</u>	<u>\$ 452,948</u>	<u>\$ 802,602</u>	<u>\$ 6,445,932</u>	<u>\$ 162,640</u>	<u>\$ 8,879,343</u>	<u>\$ 4,878,381</u>	<u>\$ 23,945,052</u>

Continued

City of Grand Prairie, Texas
Combining Balance Sheets
Nonmajor Governmental Funds
September 30, 2023

	Special Revenue				
	Verizon Theatre	Commercial Vehicle Enforcement	Juvenile Case Manager	Truancy Prevention Diversion	Judicial Efficiency
ASSETS					
Cash and cash equivalents	\$ 138,791	\$ 333,113	\$ 45,990	\$ 71,081	\$ 62,175
Investments	1,425,000	-	-	-	-
Sales tax receivable	-	-	-	-	-
Franchise fees receivable	-	-	-	-	-
Lease Receivables	-	-	-	-	-
Other receivables	-	-	-	-	-
Due from other funds	-	-	-	-	-
Inventory	-	-	-	-	-
Prepays	-	-	-	-	-
Total assets	1,563,791	333,113	45,990	71,081	62,175
LIABILITIES					
Accounts payable	-	29,090	2,331	504	155
Retainage payable	-	-	-	-	-
Accrued liabilities	-	-	-	1,860	-
Customer deposits	-	-	-	-	-
Due to other funds	-	-	-	-	-
Unearned revenue	-	-	-	-	-
Total liabilities	-	29,090	2,331	2,364	155
DEFERRED INFLOWS OF RESOURCES					
Related to leases	-	-	-	-	-
Total deferred inflows of resources	-	-	-	-	-
FUND BALANCES					
Nonspendable	-	-	-	-	-
Restricted	-	304,023	43,659	68,717	62,020
Committed	1,563,791	-	-	-	-
Total fund balances	1,563,791	304,023	43,659	68,717	62,020
Total liabilities, deferred inflows of resources and fund balances	\$ 1,563,791	\$ 333,113	\$ 45,990	\$ 71,081	\$ 62,175

Capital Projects

Park Venue CIP	Fire CIP	Municipal Facilities CIP	Drainage CIP	Police CIP	Other CIP	Capital Lending/ Reserve	Total Nonmajor Governmental Funds
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 36,272,078
1,800,000	1,300,000	6,756,181	10,500,000	-	300,000	5,000,000	38,550,672
-	-	-	-	-	-	-	8,383,328
-	-	-	-	-	-	-	32,145
-	-	-	-	-	-	2,089,088	4,120,800
4,427,005	3,397,932	14,007,639	5,979,999	689,869	23,027,319	9,916,407	3,253,747
-	-	-	-	-	-	-	99,216,371
-	-	-	-	-	-	-	34,387
-	-	-	-	-	-	-	170,655
6,227,005	4,697,932	20,763,820	16,479,999	689,869	23,327,319	17,005,495	190,034,183
133,879	637,507	484,753	401,168	-	472,404	941,663	5,864,646
-	-	-	17,537	-	-	-	17,537
-	-	-	-	-	-	58,985	572,140
-	-	-	-	-	-	-	43,500
-	-	-	-	-	-	-	109,603
-	-	-	-	-	-	240,130	3,084,390
133,879	637,507	484,753	418,705	-	472,404	1,240,778	9,691,816
-	-	-	-	-	-	-	4,092,438
-	-	-	-	-	-	-	4,092,438
-	-	-	-	-	-	-	205,042
6,093,126	4,060,425	20,279,067	-	689,869	1,114,226	-	114,203,121
-	-	-	16,061,294	-	21,740,689	15,764,717	61,841,766
6,093,126	4,060,425	20,279,067	16,061,294	689,869	22,854,915	15,764,717	176,249,929
\$ 6,227,005	\$ 4,697,932	\$ 20,763,820	\$ 16,479,999	\$ 689,869	\$ 23,327,319	\$ 17,005,495	\$ 190,034,183

Concluded

City of Grand Prairie, Texas

Combining Statements of Revenues, Expenditures, and Changes in Fund Balances Nonmajor Governmental Funds For the Year Ended September 30, 2023

	Special Revenue				
	Park Venue Sales Tax	Streets Sales Tax	Crime Sales Tax	Epic Center Sales Tax Fund	Hotel Motel Tax
REVENUES					
Property taxes	\$ -	\$ -	\$ -	\$ -	\$ -
Sales taxes	12,010,058	12,010,058	12,005,263	12,010,058	-
Other taxes	-	-	-	-	3,421,450
Charges for goods and services	2,829,704	43,133	-	1,877,334	7,283
Licenses and permits	-	-	-	-	-
Fines and forfeitures	-	-	-	-	-
Intergovernmental	-	-	230,180	-	-
Rents and royalties	743,656	-	-	349,708	-
Lease Interest Income	-	-	-	-	-
Investment income	-	-	-	18,978	-
Contributions	115,218	-	-	2,382,983	-
Other	1,924	-	557	-	123
Total revenues	15,700,560	12,053,191	12,236,000	16,639,061	3,428,856
EXPENDITURES					
Current operations:					
Support services	-	-	-	-	-
Public safety services	-	-	9,822,826	-	-
Recreation and leisure services	15,580,005	-	-	4,622,745	1,979,290
Development services and other	-	7,550,929	-	-	-
Capital outlay	86,589	3,439,702	410,080	-	3,750
Debt service:					
Principal retirement	2,267,693	-	-	4,472,115	3,960
Interest charges	409,338	-	-	2,012,039	223
Total expenditures	18,343,625	10,990,631	10,232,906	11,106,899	1,987,223
Excess (deficiency) of revenues over (under) expenditures	(2,643,065)	1,062,560	2,003,094	5,532,162	1,441,633
OTHER FINANCING SOURCES (USES)					
Transfers in	7,645,546	1,631,575	-	422,666	-
Transfers out	(6,593,184)	-	(250,000)	(5,330,364)	(71,500)
Issuance of debt- bonds	-	-	-	-	-
Premium on bonds issued	-	-	-	-	-
Proceeds from sale of capital assets	-	-	-	-	-
Total other financing sources (uses)	1,052,362	1,631,575	(250,000)	(4,907,698)	(71,500)
Net change in fund balances	(1,590,703)	2,694,135	1,753,094	624,464	1,370,133
Fund balances - beginning of year	11,251,490	4,416,611	7,094,755	15,149,654	2,723,559
Fund balances - end of year	\$ 9,660,787	\$ 7,110,746	\$ 8,847,849	\$ 15,774,118	\$ 4,093,692

Special Revenue

Police Seizure	Municipal Court	Cable Operations	Red Light Safety	Lake Parks	Tree Preservation	Cemetery	PID	Tax Increment Financing Districts
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 8,552,548
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	-	-	-	3,604,784	-	2,103,092	6,425,454	-
-	-	-	-	238,825	159,440	-	-	-
-	223,984	-	-	-	-	-	-	-
314,100	-	-	-	-	-	-	-	-
-	-	-	-	1,704,804	-	-	-	-
-	-	-	-	-	-	-	-	-
16,046	-	-	-	-	-	-	-	-
-	-	-	-	5,000	-	-	18,909	693,601
66,750	-	181,145	-	62,161	-	-	-	-
<u>396,896</u>	<u>223,984</u>	<u>181,145</u>	<u>-</u>	<u>5,615,574</u>	<u>159,440</u>	<u>2,103,092</u>	<u>6,444,363</u>	<u>9,246,149</u>
-	-	277,609	-	-	-	-	-	-
206,759	124,644	-	339,500	-	-	-	-	181,232
-	-	-	-	4,025,782	-	1,268,193	-	-
-	-	-	-	-	-	-	5,471,050	-
-	-	-	-	225,000	-	181,151	2,381,772	1,434,268
-	-	-	-	13,504	-	1,528	124,400	-
-	-	21,130	-	897	-	99	5,125	-
<u>206,759</u>	<u>124,644</u>	<u>298,739</u>	<u>339,500</u>	<u>4,265,183</u>	<u>-</u>	<u>1,450,971</u>	<u>7,982,347</u>	<u>1,615,500</u>
190,137	99,340	(117,594)	(339,500)	1,350,391	159,440	652,121	(1,537,984)	7,630,649
-	-	-	-	9,000	-	-	511,709	-
-	-	-	-	(325,500)	(62,000)	-	(21,000)	(1,422,881)
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	-	-	-	9,192	-	-	-	-
-	-	-	-	(307,308)	(62,000)	-	490,709	(1,422,881)
190,137	99,340	(117,594)	(339,500)	1,043,083	97,440	652,121	(1,047,275)	6,207,768
551,811	102,259	452,892	1,137,417	5,233,557	65,200	5,723,856	5,127,318	17,737,284
<u>\$ 741,948</u>	<u>\$ 201,599</u>	<u>\$ 335,298</u>	<u>\$ 797,917</u>	<u>\$ 6,276,640</u>	<u>\$ 162,640</u>	<u>\$ 6,375,977</u>	<u>\$ 4,080,043</u>	<u>\$ 23,945,052</u>

Continued

City of Grand Prairie, Texas

Combining Statements of Revenues, Expenditures,
and Changes in Fund Balances
Nonmajor Governmental Funds
For the Year Ended September 30, 2023

	Special Revenue				
	Verizon Theatre	Commercial Vehicle Enforcement	Juvenile Case Manager	Truancy Prevention Diversion	Judicial Efficiency
REVENUES					
Property taxes	\$ -	\$ -	\$ -	\$ -	\$ -
Sales taxes	-	-	-	-	-
Other taxes	-	-	-	-	-
Charges for goods and services	-	-	-	-	-
Licenses and permits	-	-	-	-	-
Fines and forfeitures	-	155,855	9,077	120,281	5,099
Intergovernmental	-	-	-	-	-
Rents and royalties	738,720	-	-	-	-
Lease Interest Income	9,031	-	-	-	-
Investment income	-	-	-	-	-
Contributions	-	-	-	-	-
Other	-	-	-	-	-
Total revenues	747,751	155,855	9,077	120,281	5,099
EXPENDITURES					
Current operations:					
Support services	-	-	-	-	-
Public safety services	-	109,916	-	85,645	11,209
Recreation and leisure services	-	-	-	-	-
Development services and other	-	-	-	-	-
Capital outlay	-	-	-	-	-
Debt service:					
Principal retirement	-	-	-	-	-
Interest charges	-	-	-	-	-
Total expenditures	-	109,916	-	85,645	11,209
Excess (deficiency) of revenues over (under) expenditures	747,751	45,939	9,077	34,636	(6,110)
OTHER FINANCING SOURCES (USES)					
Transfers in	-	-	-	-	-
Transfers out	-	(10,240)	-	-	-
Bonds issued	-	-	-	-	-
Premium on bonds issued	-	-	-	-	-
Proceeds from sale of capital assets	-	-	-	-	-
Total other financing sources (uses)	-	(10,240)	-	-	-
Net change in fund balances	747,751	35,699	9,077	34,636	(6,110)
Fund balances - beginning of year	816,040	268,324	34,582	34,081	68,130
Fund balances - end of year	\$ 1,563,791	\$ 304,023	\$ 43,659	\$ 68,717	\$ 62,020

Capital Projects

Park Venue CIP	Fire CIP	Municipal Facilities CIP	Drainage CIP	Police CIP	Other CIP	Capital Lending/ Reserve	Total Nonmajor Governmental Funds
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 8,552,548
-	-	-	-	-	-	-	48,035,437
-	-	-	-	-	-	-	3,421,450
-	-	-	-	-	-	-	16,890,784
-	-	-	-	-	-	24,013	422,278
-	-	-	-	-	-	-	514,296
-	-	-	-	-	-	-	544,280
-	-	-	-	-	-	1,489,194	5,026,082
-	-	-	-	-	-	-	9,031
-	-	-	-	-	-	-	35,024
-	-	-	-	-	-	-	3,215,711
-	-	-	-	-	-	-	312,660
-	-	-	-	-	-	1,513,207	86,979,581
-	-	-	-	-	-	-	277,609
-	160,750	-	-	-	-	-	11,042,481
1,038,619	-	-	-	-	111,201	-	28,625,835
-	-	1,507,875	881,662	-	9,032,952	517,127	24,961,595
977,817	2,990,481	2,022,883	2,831,089	45,968	3,715,997	1,198,180	21,944,727
-	-	-	-	-	-	-	6,883,200
-	36,832	111,962	-	719	213,272	24,352	2,835,988
2,016,436	3,188,063	3,642,720	3,712,751	46,687	13,073,422	1,739,659	96,571,435
(2,016,436)	(3,188,063)	(3,642,720)	(3,712,751)	(46,687)	(13,073,422)	(226,452)	(9,591,854)
5,662,000	-	-	6,000,000	-	9,400,000	383,364	31,665,860
-	-	-	-	-	-	(100,000)	(14,186,669)
-	4,949,277	15,044,851	-	96,618	9,158,760	3,272,269	32,521,775
-	468,772	1,424,975	-	9,151	170,180	309,933	2,383,011
-	-	-	-	-	-	-	9,192
5,662,000	5,418,049	16,469,826	6,000,000	105,769	18,728,940	3,865,566	52,393,169
3,645,564	2,229,986	12,827,106	2,287,249	59,082	5,655,518	3,639,114	42,801,315
2,447,562	1,830,439	7,451,961	13,774,045	630,787	17,199,397	12,125,603	133,448,614
\$ 6,093,126	\$ 4,060,425	\$ 20,279,067	\$ 16,061,294	\$ 689,869	\$ 22,854,915	\$ 15,764,717	\$ 176,249,929

Concluded

City of Grand Prairie, Texas

Schedule of Revenues, Expenditures and Changes in Fund Balances

Budget to Actual – Park Venue Sales Tax

For the Year Ended September 30, 2023

	Budget		Actual GAAP Basis	Variance with Final Budget- Favorable (Unfavorable)
	Original	Final		
REVENUES				
Sales tax	\$ 11,000,000	\$ 11,000,000	\$ 12,010,058	\$ 1,010,058
Charges for goods and services	2,928,950	2,928,950	2,829,704	(99,246)
Rents and royalties	687,000	687,000	743,656	56,656
Contributions	68,000	68,000	115,218	47,218
Other	-	-	1,924	1,924
Total revenues	14,683,950	14,683,950	15,700,560	1,016,610
EXPENDITURES				
Current operations:				
Recreation and leisure services	15,458,435	16,803,435	15,580,005	1,223,430
Capital outlay	25,000	25,000	86,589	(61,589)
Debt service:				
Principal retirement	2,249,072	2,249,072	2,267,693	(18,621)
Interest charges	403,703	403,703	409,338	(5,635)
Total expenditures	18,136,210	19,481,210	18,343,625	1,137,585
Excess (deficiency) of revenues over (under) expenditures	(3,452,260)	(4,797,260)	(2,643,065)	2,154,195
OTHER FINANCING SOURCES (USES)				
Transfers in	7,591,991	7,591,991	7,645,546	53,555
Transfers out	(6,497,605)	(6,497,605)	(6,593,184)	(95,579)
Total other financing sources (uses)	1,094,386	1,094,386	1,052,362	(42,024)
Net change in fund balances	(2,357,874)	(3,702,874)	(1,590,703)	2,112,171
Fund balances - beginning of year	11,251,490	11,251,490	11,251,490	-
Fund balances - end of year	\$ 8,893,616	\$ 7,548,616	\$ 9,660,787	\$ 2,112,171

City of Grand Prairie, Texas

Schedule of Revenues, Expenditures and Changes in Fund Balances

Budget to Actual – Streets Sales Tax

For the Year Ended September 30, 2023

	Budget		Actual	Variance with
	Original	Final	GAAP Basis	Final Budget-Favorable (Unfavorable)
REVENUES				
Sales tax	\$ 11,000,000	\$ 11,000,000	\$ 12,010,058	\$ 1,010,058
Charges for goods and services	-	-	43,133	43,133
Total revenues	11,000,000	11,000,000	12,053,191	1,053,191
EXPENDITURES				
Current operations:				
Development services and other	-	-	7,550,929	(7,550,929)
Capital outlay	-	-	3,439,702	(3,439,702)
Total expenditures	-	-	10,990,631	(10,990,631)
Excess (deficiency) of revenues over (under) expenditures	11,000,000	11,000,000	1,062,560	(9,937,440)
OTHER FINANCING SOURCES (USES)				
Transfers in	1,631,575	1,631,575	1,631,575	-
Total other financing sources (uses)	1,631,575	1,631,575	1,631,575	-
Net change in fund balances	12,631,575	12,631,575	2,694,135	(9,937,440)
Fund balances - beginning of year	4,416,611	4,416,611	4,416,611	-
Fund balances - end of year	\$ 17,048,186	\$ 17,048,186	\$ 7,110,746	\$ (9,937,440)

City of Grand Prairie, Texas

Schedule of Revenues, Expenditures and Changes in Fund Balances

Budget to Actual – Crime Sales Tax Fund

For the Year Ended September 30, 2023

	<u>Budget</u>		<u>Actual</u>	<u>Variance with</u>
	<u>Original</u>	<u>Final</u>	<u>GAAP</u> <u>Basis</u>	<u>Final Budget- Favorable (Unfavorable)</u>
REVENUES				
Sales tax	\$ 11,100,927	\$ 11,100,927	\$ 12,005,263	\$ 904,336
Intergovernmental revenue	72,319	72,319	230,180	157,861
Other	-	-	557	557
Total revenues	<u>11,173,246</u>	<u>11,173,246</u>	<u>12,236,000</u>	<u>1,062,754</u>
EXPENDITURES				
Current operations:				
Public safety services	10,528,990	10,528,990	9,822,826	706,164
Capital outlay	<u>200,000</u>	<u>200,000</u>	<u>410,080</u>	<u>(210,080)</u>
Total expenditures	<u>10,728,990</u>	<u>10,728,990</u>	<u>10,232,906</u>	<u>496,084</u>
Excess (deficiency) of revenues over (under) expenditures	444,256	444,256	2,003,094	1,558,838
OTHER FINANCING SOURCES (USES)				
Transfers out	<u>(250,000)</u>	<u>(250,000)</u>	<u>(250,000)</u>	<u>-</u>
Net change in fund balances	194,256	194,256	1,753,094	1,558,838
Fund balances - beginning of year	<u>7,094,755</u>	<u>7,094,755</u>	<u>7,094,755</u>	<u>-</u>
Fund balances - end of year	<u>\$ 7,289,011</u>	<u>\$ 7,289,011</u>	<u>\$ 8,847,849</u>	<u>\$ 1,558,838</u>

City of Grand Prairie, Texas

Schedule of Revenues, Expenditures and Changes in Fund Balances

Budget to Actual – Epic Center Sales Tax Fund

For the Year Ended September 30, 2023

	Budget		Actual	Variance with
	Original	Final	GAAP Basis	Final Budget-Favorable (Unfavorable)
REVENUES				
Sales tax	\$ 11,000,000	\$ 11,000,000	\$ 12,010,058	\$ 1,010,058
Charges for goods and services	2,434,800	2,434,800	1,877,334	(557,466)
Rents and royalties	1,319,370	1,319,370	349,708	(969,662)
Contributions	2,144,009	2,144,009	2,382,983	238,974
Other	-	-	18,978	18,978
Total revenues	16,898,179	16,898,179	16,639,061	(259,118)
EXPENDITURES				
Current operations:				
Recreation and leisure services	6,874,613	6,874,613	4,622,745	2,251,868
Debt service:				
Principal retirement	3,057,308	3,057,308	4,472,115	(1,414,807)
Interest charges	2,011,223	2,011,223	2,012,039	(816)
Total expenditures	11,943,144	11,943,144	11,106,899	836,245
Excess (deficiency) of revenues over (under) expenditures	4,955,035	4,955,035	5,532,162	577,127
OTHER FINANCING SOURCES (USES)				
Transfers in	366,666	366,666	422,666	56,000
Transfers out	(5,330,364)	(5,330,364)	(5,330,364)	-
Total other financing sources (uses)	(4,963,698)	(4,963,698)	(4,907,698)	56,000
Net change in fund balances	(8,663)	(8,663)	624,464	633,127
Fund balances - beginning of year	15,149,654	15,149,654	15,149,654	-
Fund balances - end of year	\$ 15,140,991	\$ 15,140,991	\$ 15,774,118	\$ 633,127

City of Grand Prairie, Texas

Schedule of Revenues, Expenditures and Changes in Fund Balances

Budget To Actual – Hotel/Motel Sales Tax Fund

For the Year Ended September 30, 2023

	Budget		Actual GAAP Basis	Variance with Final Budget- Favorable (Unfavorable)
	Original	Final		
REVENUES				
Other taxes	\$ 2,500,000	\$ 2,500,000	\$ 3,421,450	\$ 921,450
Charges for goods and services	3,000	3,000	7,283	4,283
Other	500	500	123	(377)
Total revenues	2,503,500	2,503,500	3,428,856	925,356
EXPENDITURES				
Current operations:				
Recreation and leisure services	2,416,465	2,430,771	1,979,290	451,481
Capital outlay	135,000	120,694	3,750	116,944
Debt service:				
Principal	6,807	6,807	3,960	2,847
Interest Charges	135,000	120,694	223	120,471
Total expenditures	2,693,272	2,678,966	1,987,223	691,743
Excess (deficiency) of revenues over (under) expenditures	(189,772)	(175,466)	1,441,633	1,617,099
OTHER FINANCING USES				
Transfers out	(71,500)	(71,500)	(71,500)	-
Total other financing uses	(71,500)	(71,500)	(71,500)	-
Net change in fund balances	(261,272)	(246,966)	1,370,133	1,617,099
Fund balances - beginning of year	2,723,559	2,723,559	2,723,559	-
Fund balances - end of year	\$ 2,462,287	\$ 2,476,593	\$ 4,093,692	\$ 1,617,099

City of Grand Prairie, Texas

Schedule of Revenues, Expenditures and Changes in Fund Balances

Budget to Actual – Municipal Court Funds

For the Year Ended September 30, 2023

	<u>Budget</u>		<u>Actual</u>	<u>Variance with</u>
	<u>Original</u>	<u>Final</u>	<u>GAAP</u> <u>Basis</u>	<u>Final Budget- Favorable (Unfavorable)</u>
REVENUES				
Fines and forfeitures	\$ 224,300	\$ 224,300	\$ 223,984	\$ (316)
Total revenues	224,300	224,300	223,984	(316)
EXPENDITURES				
Current operations:				
Public safety	170,829	170,829	124,644	46,185
Total expenditures	170,829	170,829	124,644	46,185
Excess (deficiency) of revenues over (under) expenditures	53,471	53,471	99,340	45,869
Fund balances - beginning of year	102,259	102,259	102,259	-
Fund balances - end of year	<u>\$ 155,730</u>	<u>\$ 155,730</u>	<u>\$ 201,599</u>	<u>\$ 45,869</u>

City of Grand Prairie, Texas

Schedule of Revenues, Expenditures and Changes in Fund Balances

Budget to Actual – Cable Operations Fund

For the Year Ended September 30, 2023

	<u>Budget</u>		<u>Actual</u>	<u>Variance with</u>
	<u>Original</u>	<u>Final</u>	<u>GAAP</u>	<u>Final Budget-</u>
			<u>Basis</u>	<u>Favorable</u>
				<u>(Unfavorable)</u>
REVENUES				
Other	\$ 250,000	\$ 250,000	\$ 181,145	\$ (68,855)
Total revenues	250,000	250,000	181,145	(68,855)
EXPENDITURES				
Current operations:				
Support services	285,296	285,296	277,609	7,687
Capital outlay	35,000	35,000	-	35,000
Debt service:				
Interest Charges	-	-	21,130	(21,130)
Total expenditures	320,296	320,296	298,739	21,557
Excess (deficiency) of revenues over (under) expenditures	(70,296)	(70,296)	(117,594)	(47,298)
Fund balances - beginning of year	452,892	452,892	452,892	-
Fund balances - end of year	\$ 382,596	\$ 382,596	\$ 335,298	\$ (47,298)

City of Grand Prairie, Texas

Schedule of Revenues, Expenditures and Changes in Fund Balances

Budget to Actual – Red Light Safety Fund

For the Year Ended September 30, 2023

	<u>Budget</u>		<u>Actual</u>	Variance with
	<u>Original</u>	<u>Final</u>	GAAP	Final Budget- Favorable (Unfavorable)
			Basis	
EXPENDITURES				
Current operations:				
Public safety services	\$ 409,500	\$ 409,500	\$ 339,500	\$ 70,000
Total expenditures	409,500	409,500	339,500	70,000
Excess (deficiency) of revenues over (under) expenditures	(409,500)	(409,500)	(339,500)	70,000
Fund balances - beginning of year	1,137,417	1,137,417	1,137,417	-
Fund balances - end of year	\$ 727,917	\$ 727,917	\$ 797,917	\$ 70,000

City of Grand Prairie, Texas

Schedule of Revenues, Expenditures and Changes in Fund Balances

Budget to Actual – Lake Parks Fund

For the Year Ended September 30, 2023

	Budget		Actual GAAP Basis	Variance with Final Budget- Favorable (Unfavorable)
	Original	Final		
REVENUES				
Charges for goods and services	\$ 2,805,500	\$ 2,805,500	\$ 3,604,784	\$ 799,284
Licenses and permits	70,000	70,000	238,825	168,825
Rents and royalties	361,500	361,500	1,704,804	1,343,304
Contributions	430,000	430,000	5,000	(425,000)
Other	1,095,370	1,095,370	62,161	(1,033,209)
Total revenue	4,762,370	4,762,370	5,615,574	853,204
EXPENDITURES				
Current operations:				
Recreation and leisure services	4,334,761	4,334,761	4,025,782	308,979
Capital outlay	200,000	273,690	225,000	48,690
Debt service:				
Principal retirement	263,860	3,860	13,504	(9,644)
Interest charges	66,250	750	897	(147)
Total expenditures	4,864,871	4,613,061	4,265,183	347,878
Excess (deficiency) of revenues over (under) expenditures	(102,501)	149,309	1,350,391	1,201,082
OTHER FINANCING SOURCES (USES)				
Transfers in	9,000	9,000	9,000	-
Transfers out	-	-	(325,500)	(325,500)
Proceeds from sale of capital assets	-	-	9,192	9,192
Total other financing sources (uses)	9,000	9,000	(307,308)	(316,308)
Net change in fund balances	(93,501)	158,309	1,043,083	884,774
Fund balances - beginning of year	5,233,557	5,233,557	5,233,557	-
Fund balances - end of year	\$ 5,140,056	\$ 5,391,866	\$ 6,276,640	\$ 884,774

City of Grand Prairie, Texas

Schedule of Revenues, Expenditures and Changes in Fund Balances

Budget to Actual – Tree Preservation Fund

For the Year Ended September 30, 2023

	<u>Budget</u>		<u>Actual</u>	<u>Variance with</u>
	<u>Original</u>	<u>Final</u>	<u>GAAP</u>	<u>Final Budget- Favorable (Unfavorable)</u>
			<u>Basis</u>	
REVENUES				
Licenses and permits	\$ -	\$ -	\$ 159,440	\$ 159,440
Total revenues	-	-	159,440	159,440
Excess (deficiency) of revenues over (under) expenditures	-	-	159,440	159,440
OTHER FINANCING USES				
Transfers out	-	(62,000)	(62,000)	-
Total other financing uses	-	(62,000)	(62,000)	-
Net change in fund balances	-	(62,000)	97,440	159,440
Fund balances - beginning of year	65,200	65,200	65,200	-
Fund balances - end of year	<u>\$ 65,200</u>	<u>\$ 3,200</u>	<u>\$ 162,640</u>	<u>\$ 159,440</u>

City of Grand Prairie, Texas

Schedule of Revenues, Expenditures and Changes in Fund Balances

Budget to Actual – Cemetery Fund

For the Year Ended September 30, 2023

	Budget		Actual GAAP Basis	Variance with Final Budget- Favorable (Unfavorable)
	Original	Final		
REVENUES				
Charges for goods and services	\$ 1,925,000	\$ 1,925,000	\$ 2,103,092	\$ 178,092
Total revenues	1,925,000	1,925,000	2,103,092	178,092
EXPENDITURES				
Current operations:				
Recreation and leisure services	1,092,408	1,131,304	1,268,193	(136,889)
Capital outlay	-	43,500	181,151	(137,651)
Debt Service				
Principal payments	1,668	1,668	1,528	140
Interest Charges	-	-	99	(99)
Total expenditures	1,094,076	1,176,472	1,450,971	(274,499)
Excess (deficiency) of revenues over (under) expenditures	830,924	748,528	652,121	(96,407)
Net change in fund balances	830,924	748,528	652,121	(96,407)
Fund balances - beginning of year	5,723,856	5,723,856	5,723,856	-
Fund balances - end of year	\$ 6,554,780	\$ 6,472,384	\$ 6,375,977	\$ (96,407)

City of Grand Prairie, Texas

Schedule of Revenues, Expenditures and Changes in Fund Balances

Budget to Actual – Juvenile Case Manager Fund

For the Year Ended September 30, 2023

	Budget		Actual	Variance with
	Original	Final	GAAP Basis	Final Budget-Favorable (Unfavorable)
REVENUES				
Fines and forfeitures	\$ -	\$ -	\$ 9,077	\$ 9,077
Total revenues	-	-	9,077	9,077
Excess (deficiency) of revenues over (under) expenditures	-	-	9,077	9,077
Fund balances - beginning of year	-	-	34,582	34,582
Fund balances - end of year	\$ -	\$ -	\$ 43,659	\$ 43,659

City of Grand Prairie, Texas

Schedule of Revenues, Expenditures and Changes in Fund Balances

Budget to Actual – Truancy Prevention Diversion Fund

For the Year Ended September 30, 2023

	Budget		Actual	Variance with
	Original	Final	GAAP Basis	Final Budget-Favorable (Unfavorable)
REVENUES				
Fines and forfeitures	\$ 125,150	\$ 125,150	\$ 120,281	\$ (4,869)
Total revenues	125,150	125,150	120,281	(4,869)
EXPENDITURES				
Current operations:				
Public safety services	100,427	100,427	85,645	14,782
Total expenditures	100,427	100,427	85,645	14,782
Excess (deficiency) of revenues over (under) expenditures	24,723	24,723	34,636	9,913
Net change in fund balances	24,723	24,723	34,636	9,913
Fund balances - beginning of year	34,081	34,081	34,081	-
Fund balances - end of year	\$ 58,804	\$ 58,804	\$ 68,717	\$ 9,913

City of Grand Prairie, Texas

Schedule of Revenues, Expenditures and Changes in Fund Balances

Budget to Actual – Judicial Efficiency Fund

For the Year Ended September 30, 2023

	Budget		Actual	Variance with
	Original	Final	GAAP Basis	Final Budget-Favorable (Unfavorable)
REVENUES				
Fines and forfeitures	\$ 10,726	\$ 10,726	\$ 5,099	\$ (5,627)
Total revenues	10,726	10,726	5,099	(5,627)
EXPENDITURES				
Current operations:				
Public safety services	10,600	10,600	11,209	(609)
Total expenditures	10,600	10,600	11,209	(609)
Excess (deficiency) of revenues over (under) expenditures	126	126	(6,110)	(6,236)
Fund balances - beginning of year	68,130	68,130	68,130	-
Fund balances - end of year	\$ 68,256	\$ 68,256	\$ 62,020	\$ (6,236)

City of Grand Prairie, Texas
Combining Financial Statements
Nonmajor Enterprise Funds
September 30, 2023

Enterprise Funds are used to account for operations that are financed and operated in a manner similar to private business enterprises, where the intent of the City Council is that the costs (expenses, including depreciation) of providing goods and services to the general public on a continuing basis be financed or recovered primarily through user charges, or where the City Council has decided that periodic determination of revenues earned, expenses incurred, and/or net income (loss), is appropriate for capital maintenance, public policy, management control, accountability, or other purposes. The reporting entity has three nonmajor enterprise funds which include:

- “ Municipal Airport Fund – accounts for the Grand Prairie Municipal Airport, a general aviation airport which has revenues from fixed-base operators' leases, City-owned hangar leases, and fuel sales. City employees operate and maintain airport facilities.
- “ Municipal Golf Fund – accounts for the operations and maintenance of the Prairie Lakes Golf Course and the Tangle Ridge Golf Course.
- “ Storm Water Utility Fund – accounts for the receipt of storm water utility fees for construction, operations, and maintenance of the City's storm water drainage system.

City of Grand Prairie, Texas
Combining Statements of Net Position
Nonmajor Enterprise Funds
September 30, 2023

	Municipal Airport	Municipal Golf	Storm Water Utility	Total Nonmajor Enterprise Funds
ASSETS				
Current assets:				
Cash and cash equivalents	\$ 540,230	\$ 2,499,052	\$ 727,234	\$ 3,766,516
Investments	210,994	400,000	1,250,000	1,860,994
Lease receivables	3,265	-	-	3,265
Accounts receivable, net	570,152	35,754	500,375	1,106,281
Inventories and supplies	106,796	30,488	-	137,284
Restricted assets:				
Investments	84,825	-	-	84,825
Total current assets	1,516,262	2,965,294	2,477,609	6,959,165
Noncurrent assets:				
Capital assets:				
Land	183,923	568,284	7,500	759,707
Buildings	15,076,027	1,854,835	-	16,930,862
Equipment	935,627	888,679	949,116	2,773,422
Infrastructure	12,719,595	9,975,109	34,162,917	56,857,621
Right to use leased assets	4,714	712,492	-	717,206
Construction in progress	297,187	-	-	297,187
Less: accumulated depreciation/ amortization	(15,568,766)	(12,634,418)	(8,686,391)	(36,889,575)
Total noncurrent assets	13,648,307	1,364,981	26,433,142	41,446,430
Total assets	15,164,569	4,330,275	28,910,751	48,405,595
DEFERRED OUTFLOWS OF RESOURCES				
Related to OPEB	7,512	20,112	17,446	45,070
Related to TMRS pension	172,026	460,586	399,544	1,032,156
Total deferred outflows	179,538	480,698	416,990	1,077,226
LIABILITIES				
Current liabilities:				
Accounts payable	34,459	143,820	94,941	273,220
Accrued interest	1,245	-	-	1,245
Accrued liabilities	11,604	34,697	27,421	73,722
Compensated absences	46,007	51,981	39,662	137,650
Unearned revenue	91,730	-	-	91,730
Current portion of long-term debt	196,632	361,793	-	558,425
Current liabilities payable from restricted assets:				
Customer deposits	84,825	-	-	84,825
Total current liabilities	466,502	592,291	162,024	1,220,817
Noncurrent liabilities:				
Compensated absences	11,676	13,193	10,066	34,935
Other post-employment benefits	190,687	510,549	442,886	1,144,122
Net pension liability	166,271	445,176	386,177	997,624
Long-term debt	-	-	-	-
Total noncurrent liabilities	368,634	968,918	839,129	2,176,681
Total liabilities	835,136	1,561,209	1,001,153	3,397,498
DEFERRED INFLOWS OF RESOURCES				
Related to leases	3,148	-	-	3,148
Related to OPEB	39,440	105,598	91,604	236,642
Related to TMRS pension	3,467	9,284	8,053	20,804
Total deferred inflows of resources	46,055	114,882	99,657	260,594
NET POSITION				
Net investment in capital assets	13,451,675	1,003,188	26,433,142	40,888,005
Unrestricted	1,011,241	2,131,694	1,793,789	4,936,724
Total net position	\$ 14,462,916	\$ 3,134,882	\$ 28,226,931	\$ 45,824,729

City of Grand Prairie, Texas

Combining Statements of Revenues, Expenses,
and Changes In Net Position
Nonmajor Enterprise Funds
For the Year Ended September 30, 2023

	Municipal Airport	Municipal Golf	Storm Water Utility	Total Nonmajor Enterprise Funds
OPERATING REVENUES				
Charge for services	\$ 1,890,523	\$ 3,607,692	\$ 8,200,823	\$ 13,699,038
Intergovernmental revenue	122,945	-	-	122,945
Miscellaneous	793,229	-	-	793,229
Total operating revenues	2,806,697	3,607,692	8,200,823	14,615,212
OPERATING EXPENSES				
Salaries and benefits	386,916	1,243,044	998,214	2,628,174
Supplies and miscellaneous purchases	1,331,560	371,283	38,943	1,741,786
Purchased services	287,228	910,199	571,320	1,768,747
General and administrative costs	68,614	-	78,073	146,687
Franchise fees	-	-	327,838	327,838
Miscellaneous	37,078	115,514	288,450	441,042
Depreciation/amortization	965,512	441,270	983,108	2,389,890
Total operating expenses	3,076,908	3,081,310	3,285,946	9,444,164
Operating income (loss)	(270,211)	526,382	4,914,877	5,171,048
NONOPERATING REVENUES (EXPENSES)				
Gain (loss) on disposition of capital assets	-	23,847	-	23,847
Lease interest income	1,316	-	-	1,316
Interest expense	-	(18,184)	-	(18,184)
Total nonoperating revenues (expenses)	1,316	5,663	-	6,979
Income (loss) before contributions and transfers	(268,895)	532,045	4,914,877	5,178,027
CONTRIBUTIONS AND TRANSFERS				
Capital contributions	-	-	3,965,546	3,965,546
Transfers in	-	363,000	3,000	366,000
Transfers out	(128,463)	-	(6,000,000)	(6,128,463)
Total contributions and transfers	(128,463)	363,000	(2,031,454)	(1,796,917)
Change in net position	(397,358)	895,045	2,883,423	3,381,110
Net position - beginning of the year	14,860,274	2,239,837	25,343,508	42,443,619
Net position - end of year	\$ 14,462,916	\$ 3,134,882	\$ 28,226,931	\$ 45,824,729

City of Grand Prairie, Texas
Combining Statements of Cash Flow
Nonmajor Enterprise Funds
For the Year Ended September 30, 2023

	Municipal Airport	Municipal Golf	Storm Water Utility	Total Nonmajor Enterprise Funds
CASH FLOW FROM OPERATING ACTIVITIES				
Cash receipts from customers	\$ 1,535,091	\$ 3,602,045	\$ 8,212,124	\$ 13,349,260
Cash receipts from other governments	122,945	-	-	122,945
Other operating cash receipts	793,229	-	-	793,229
Cash payments to suppliers for goods and services	(1,688,857)	(1,315,806)	(1,118,939)	(4,123,602)
Cash payments to employees for services	(523,480)	(1,623,264)	(1,209,931)	(3,356,675)
Cash payments for interfund services used	-	-	(327,838)	(327,838)
Other operating cash payments	(68,614)	-	(78,073)	(146,687)
Net cash provided by (used in) operating activities	170,314	662,975	5,477,343	6,310,632
CASH FLOWS FROM NON-CAPITAL FINANCING ACTIVITIES				
Transfers from other funds	-	363,000	3,000	366,000
Transfers to other funds	(128,463)	-	(6,000,000)	(6,128,463)
Net cash provided by (used in) non-capital financing activities	(128,463)	363,000	(5,997,000)	(5,762,463)
CASH FLOW FROM CAPITAL AND RELATED FINANCING ACTIVITIES				
Proceeds from disposition of capital assets	-	600	-	600
Acquisition and construction of capital assets	(30,372)	-	(170,165)	(200,537)
Principal paid on debt	(186,568)	(201,441)	-	(388,009)
Interest paid on debt	(1,182)	(18,184)	-	(19,366)
Net cash provided by (used in) capital and related financing activities	(218,122)	(219,025)	(170,165)	(607,312)
Net (decrease) increase in cash and cash equivalents	(176,271)	806,950	(689,822)	(59,143)
CASH AND CASH EQUIVALENTS, beginning of year	716,501	1,692,102	1,417,056	3,825,659
CASH AND CASH EQUIVALENTS end of year	\$ 540,230	\$ 2,499,052	\$ 727,234	\$ 3,766,516
Reconciliation of operating income (loss) from operations to net cash provided by (used in) operating activities:				
Operating income (loss)	\$ (270,211)	\$ 526,382	\$ 4,914,877	\$ 5,171,048
Adjustments to operating income (loss) to net cash provided by (used in) operating activities:				
Depreciation/amortization	965,512	441,270	983,108	2,389,890
Changes in assets and liabilities:				
(Increase) decrease in other accounts receivable	(359,122)	(5,647)	11,301	(353,468)
(Increase) decrease in inventories and supplies	(39,264)	29,997	-	(9,267)
Increase (decrease) in accounts payable	14,572	52,777	(229,405)	(162,056)
Increase (decrease) in accrued liabilities	2,643	(1,584)	9,179	10,238
Increase (decrease) in customer deposits	3,690	-	-	3,690
Increase (decrease) in unearned revenue	(10,942)	-	-	(10,942)
Increase (decrease) in compensated absences	7,576	9,378	5,490	22,444
Increase (decrease) in OPEB liability	(6,958)	(20,946)	57,894	29,990
Increase (decrease) in pension liability	(137,182)	(368,652)	(275,101)	(780,935)
Increase (decrease) in deferred inflows- leases	-	-	-	-
NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES	\$ 170,314	\$ 662,975	\$ 5,477,343	\$ 6,310,632
NONCASH INVESTING, CAPITAL, AND FINANCING ACTIVITIES				
Capital contributions from developers/granting agencies	\$ -	\$ -	\$ 3,965,546	\$ 3,965,546

City of Grand Prairie, Texas
Combining Financial Statements
Internal Service Funds
September 30, 2023

Internal Service Funds are used to account for the financing of goods or services provided by one department to other departments within the city:

- “ Fleet Services Fund – accounts for a full range of services in managing and maintaining the City's fleet of vehicles and equipment. This fund does not own the city fleet.
- “ Risk Management Fund – accounts for premiums, deductibles, and claims for all types of City's insurance.

City of Grand Prairie, Texas
Combining Statements of Net Position
Internal Service Funds
September 30, 2023

	Fleet Services	Risk Management	Total Internal Service Funds
ASSETS			
Current assets:			
Cash and cash equivalents	\$ 2,915,723	\$ 5,059,067	\$ 7,974,790
Investments	2,000,000	19,000,000	21,000,000
Inventories and supplies	160,940	-	160,940
Prepays	-	444,083	444,083
	<hr/>	<hr/>	<hr/>
Total current assets	5,076,663	24,503,150	29,579,813
Noncurrent assets:			
Capital assets:			
Land	737,566	-	737,566
Buildings	1,786,690	227,700	2,014,390
Equipment	1,573,433	938,465	2,511,898
Infrastructure	200,000	-	200,000
Right to use leased assets	3,127	-	3,127
Less: accumulated depreciation/ amortization	(3,038,741)	(834,954)	(3,873,695)
	<hr/>	<hr/>	<hr/>
Total noncurrent assets	1,262,075	331,211	1,593,286
Total assets	<hr/>	<hr/>	<hr/>
	6,338,738	24,834,361	31,173,099
DEFERRED OUTFLOWS OF RESOURCES			
Related to OPEB	26,897	7,269	34,166
Related to TMRS pension	615,964	166,476	782,440
	<hr/>	<hr/>	<hr/>
Total deferred outflows	642,861	173,745	816,606
LIABILITIES			
Current liabilities:			
Accounts payable	284,504	699,155	983,659
Accrued liabilities	41,540	5,865,659	5,907,199
Long-term debt due within one year	1,810	-	1,810
Compensated absences	69,959	12,721	82,680
	<hr/>	<hr/>	<hr/>
Total current liabilities	397,813	6,577,535	6,975,348
Noncurrent liabilities:			
Compensated absences	17,756	3,229	20,985
Other post-employment benefits	682,783	184,537	867,320
Net pension liability	595,356	160,907	756,263
	<hr/>	<hr/>	<hr/>
Total noncurrent liabilities	1,295,895	348,673	1,644,568
Total liabilities	<hr/>	<hr/>	<hr/>
	1,693,708	6,926,208	8,619,916
DEFERRED INFLOWS OF RESOURCES			
Related to OPEB	141,222	38,168	179,390
Related to TMRS pension	12,415	3,355	15,770
	<hr/>	<hr/>	<hr/>
Total deferred inflows of resources	153,637	41,523	195,160
NET POSITION			
Net investment in capital assets	1,262,075	331,211	1,593,286
Unrestricted	3,872,179	17,709,164	21,581,343
	<hr/>	<hr/>	<hr/>
Total net position	\$ 5,134,254	\$ 18,040,375	\$ 23,174,629

City of Grand Prairie, Texas

Combining Statements of Revenues, Expenses, and
 Changes in Net Position
 Internal Service Funds
 For the Year Ended September 30, 2023

	Fleet Services	Risk Management	Total Internal Service Funds
OPERATING REVENUES			
Charge for services	\$ 7,611,004	\$ -	\$ 7,611,004
Insurance premiums	-	29,610,299	29,610,299
Miscellaneous	10,492	18,425	28,917
Total operating revenues	<u>7,621,496</u>	<u>29,628,724</u>	<u>37,250,220</u>
OPERATING EXPENSES			
Salaries and benefits	1,442,736	413,794	1,856,530
Supplies and miscellaneous purchases	3,887,807	1,271	3,889,078
Purchased services	1,069,597	401,687	1,471,284
Insurance claims	2,747	28,318,724	28,321,471
Miscellaneous	178,473	2,150,492	2,328,965
Interest expense	20	-	20
Depreciation/ amortization	111,101	130,526	241,627
Total operating expenses	<u>6,692,481</u>	<u>31,416,494</u>	<u>38,108,975</u>
Operating income (loss)	929,015	(1,787,770)	(858,755)
NONOPERATING REVENUES (EXPENSES)			
Gain (loss) on disposition of capital assets	1,038	-	1,038
Total nonoperating revenues (expenses)	<u>1,038</u>	<u>-</u>	<u>1,038</u>
Income before contributions and transfers	930,053	(1,787,770)	(857,717)
CONTRIBUTIONS AND TRANSFERS			
Capital asset transfers to government activities	29	-	29
Transfers in	-	1,078,636	1,078,636
Transfers out	-	(1,072,874)	(1,072,874)
Change in net position	<u>930,082</u>	<u>(1,782,008)</u>	<u>(851,926)</u>
Net position - beginning of year	<u>4,204,172</u>	<u>19,822,383</u>	<u>24,026,555</u>
Net position - end of year	<u>\$ 5,134,254</u>	<u>\$ 18,040,375</u>	<u>\$ 23,174,629</u>

City of Grand Prairie, Texas
Combining Statements of Cash Flows
Internal Service Funds
For the Year Ended September 30, 2023

	Fleet Services	Risk Management	Total Internal Service Funds
CASH FLOWS FROM OPERATING ACTIVITIES			
Cash received from city and employee contributions	\$ -	\$ 29,610,299	\$ 29,610,299
Cash received from interfund services provided	7,611,004	-	7,611,004
Other operating cash receipts	10,492	18,425	28,917
Cash payments to suppliers for goods and services	(4,930,370)	(2,588,479)	(7,518,849)
Cash payments to employees for services	(1,919,424)	(732,576)	(2,652,000)
Cash payments for interfund services used	-	(28,318,724)	(28,318,724)
	<hr/>	<hr/>	<hr/>
Net cash provided by (used in) operating activities	771,702	(2,011,055)	(1,239,353)
CASH FLOWS FROM NON-CAPITAL FINANCING ACTIVITIES			
Transfers from other funds	29	1,078,636	1,078,665
Transfers to other funds	-	(1,072,874)	(1,072,874)
	<hr/>	<hr/>	<hr/>
Net cash provided by (used in) non-capital financing activities	29	5,762	5,791
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES			
Proceeds from capital assets disposals	1,038	-	1,038
Lease payments	(312)	-	(312)
Interest paid on debt	(20)	-	(20)
	<hr/>	<hr/>	<hr/>
Net cash provided by (used in) capital and related financing activities	706	-	706
	<hr/>	<hr/>	<hr/>
Net (decrease) increase in cash and cash equivalents	772,437	(2,005,293)	(1,232,856)
	<hr/>	<hr/>	<hr/>
CASH AND CASH EQUIVALENTS, beginning of year	2,143,286	7,064,360	9,207,646
	<hr/>	<hr/>	<hr/>
CASH AND CASH EQUIVALENTS, end of year	<u>\$ 2,915,723</u>	<u>\$ 5,059,067</u>	<u>\$ 7,974,790</u>
RECONCILIATION OF OPERATING INCOME (LOSS) FROM OPERATIONS TO NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES			
Operating income (loss)	\$ 929,015	\$ (1,787,770)	\$ (858,755)
Adjustments to operating income (loss) to net cash provided by (used in) operating activities:			
Depreciation/amortization	111,101	130,526	241,627
Changes in assets and liabilities:			
(Increase) decrease in inventories and supplies	13,620	-	13,620
Increase (decrease) in accounts payable	194,654	(35,029)	159,625
Increase (decrease) in accrued liabilities	10,487	(195,711)	(185,224)
Increase (decrease) in compensated absences	22,327	(5,991)	16,336
Increase (decrease) in OPEB liability	(20,751)	7,383	(13,368)
Increase (decrease) in pension liability	(488,751)	(124,463)	(613,214)
	<hr/>	<hr/>	<hr/>
NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES	<u>\$ 771,702</u>	<u>\$ (2,011,055)</u>	<u>\$ (1,239,353)</u>

City of Grand Prairie, Texas

Governmental Fund- Discretely Presented Component Unit

September 30, 2023

Component Units are required to be presented alongside the City's financial statements as the City is ultimately financially accountable for them. The City has two discretely presented component units that qualify as governmental funds.

Local Government Corporation – for the purpose of aiding, assisting, and acting on behalf of the City, in the performance of its governmental functions to promote economic development through acquisition, development, and redevelopment of real property within the City.

Hotel Development Corporation – for the purpose of aiding, assisting, and acting on behalf of the City in performance of its governmental functions to promote the common good and general welfare of the City, the promotion of economic development, the acquisition, development, and redevelopment, of real property, construction of City facilities, to lease City facilities including a hotel and conference center.

City of Grand Prairie, Texas

Balance Sheet

Governmental Fund- Discretely Presented Component Unit

Local Government Corporation and Hotel Development Corporation

September 30, 2023

	<u>Local Government Corporation</u>	<u>Hotel Development Corporation</u>
ASSETS		
Cash and cash equivalents	\$ 272,921	\$ 608,213
Total assets	272,921	608,213
FUND BALANCES		
Restricted	272,921	608,213
Total fund balances	<u>\$ 272,921</u>	<u>\$ 608,213</u>

City of Grand Prairie, Texas

Reconciliation of Balance Sheet of Governmental Funds
to the Statement of Net Position
Governmental Fund- Discretely Presented Component Unit
Local Government Corporation and Hotel Development Corporation
September 30, 2023

Total fund balance - total governmental fund	\$	272,921	\$	608,213
Amounts reported for governmental activities in the statement of net position are different because:				
Capital assets used in governmental activities are not financial resources, and therefore, are not reported in the funds.		<u>17,231,353</u>		<u>-</u>
Net position of governmental activities	\$	<u>17,504,274</u>	\$	<u>608,213</u>

City of Grand Prairie, Texas

Statement of Revenues, Expenditures, and Changes in Fund Balance
 Government Fund- Discretely Presented Component Unit
 Local Government Corporation and Hotel Development Corporation
 For the Year Ended September 30, 2023

	Local Government Corporation	Hotel Development Corporation
REVENUES		
Charges for goods and services	\$ 11,100	\$ -
Operating grants and contributions	<u>7,434,729</u>	<u>2,375,000</u>
Total revenues	7,445,829	2,375,000
EXPENDITURES		
Current operations:		
Purchased Services	1,099,998	1,766,787
Capital outlay	<u>6,182,597</u>	<u>-</u>
Total expenditures	<u>7,282,595</u>	<u>1,766,787</u>
Excess (deficiency) of revenues over (under) expenditures	<u>163,234</u>	<u>608,213</u>
Net change in fund balances	163,234	608,213
Fund balances - beginning of year	<u>109,687</u>	<u>-</u>
Fund balances - end of year	<u><u>\$ 272,921</u></u>	<u><u>\$ 608,213</u></u>

City of Grand Prairie, Texas

Reconciliation of Statement of Revenues, Expenditures, and Changes in Fund Balance
of Governmental Activities to the Statement of Activities
Governmental Fund- Discretely Presented Component Unit
Local Government Corporation and Hotel Development Corporation
For the Year Ended September 30, 2023

Net change in fund balances - total governmental fund	\$ 163,234	\$ 608,213
--	------------	------------

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

Governmental funds report capital outlay as expenditures. However, in the government-wide statement of activities, the cost of those assets is capitalized and allocated over their estimated useful lives as depreciation expense. This is the amount of capital assets recorded in the current period.

	<u>6,182,597</u>	<u>-</u>
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Change in net position of governmental activities

	<u>\$ 6,345,831</u>	<u>\$ 608,213</u>
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Statistical Section



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City of Grand Prairie, Texas

Annual Comprehensive Financial Report

For the Year Ended September 30, 2023

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City of Grand Prairie, Texas

Net Position by Component (Unaudited)

Last Ten Fiscal Years

	Fiscal Year			
	2014	2015	2016	2017
GOVERNMENTAL ACTIVITIES				
Net investment in capital assets	\$ 319,412,513	\$ 333,061,190	\$ 308,745,566	\$ 278,750,450
Restricted	108,444,110	53,392,543	57,404,183	80,454,171
Unrestricted	13,160,490	18,505,921	41,953,800	46,202,814
Total governmental activities net position	\$ 441,017,113	\$ 404,959,654	\$ 408,103,549	\$ 405,407,435
BUSINESS-TYPE ACTIVITIES				
Net investment in capital assets	\$ 143,297,680	\$ 151,539,230	\$ 166,071,343	\$ 174,505,410
Restricted	5,444,619	8,904,795	15,366,214	34,704,441
Unrestricted	68,399,617	60,022,038	55,565,327	40,424,846
Total business-type activities net position	\$ 217,141,916	\$ 220,466,063	\$ 237,002,884	\$ 249,634,697
PRIMARY GOVERNMENT				
Net investment in capital assets	\$ 462,710,193	\$ 484,600,420	\$ 474,816,909	\$ 453,255,860
Restricted	113,888,729	62,297,338	72,770,397	115,158,612
Unrestricted	81,560,107	78,527,959	97,519,127	86,627,660
Total primary government net position	\$ 658,159,029	\$ 625,425,717	\$ 645,106,433	\$ 655,042,132

Fiscal Year					
2018	2019	2020	2021	2022	2023
\$ 266,214,537	\$ 311,019,615	\$ 336,590,522	\$ 356,640,773	\$ 278,165,484	\$ 283,762,391
81,030,788	58,899,457	58,788,228	76,342,878	88,704,308	94,502,188
10,497,407	4,163,774	701,455	(16,482,733)	3,757,236	83,511,094
<u>\$ 357,742,732</u>	<u>\$ 374,082,846</u>	<u>\$ 396,080,205</u>	<u>\$ 416,500,918</u>	<u>\$ 370,627,028</u>	<u>\$ 461,775,673</u>
\$ 173,815,271	\$ 176,239,658	\$ 193,394,660	\$ 207,008,523	\$ 226,679,275	\$ 247,193,475
45,622,261	59,346,971	61,272,475	88,209,339	71,894,451	67,482,940
38,998,317	35,349,141	33,692,679	12,715,651	37,780,563	52,882,102
<u>\$ 258,435,849</u>	<u>\$ 270,935,770</u>	<u>\$ 288,359,814</u>	<u>\$ 307,933,513</u>	<u>\$ 336,354,289</u>	<u>\$ 367,558,517</u>
\$ 440,029,808	\$ 487,259,273	\$ 529,985,182	\$ 563,649,296	\$ 504,844,759	\$ 530,955,866
126,653,049	118,246,428	120,060,703	164,552,217	160,598,759	161,985,128
49,495,724	39,512,915	34,394,134	(3,767,082)	41,537,799	136,393,196
<u>\$ 616,178,581</u>	<u>\$ 645,018,616</u>	<u>\$ 684,440,019</u>	<u>\$ 724,434,431</u>	<u>\$ 706,981,317</u>	<u>\$ 829,334,190</u>

City of Grand Prairie, Texas

Changes in Net Position

Last Ten Fiscal Years

	Fiscal Year			
	2014	2015	2016	2017
EXPENSES				
Governmental activities:				
Support services	\$ 20,400,867	\$ 22,102,591	\$ 23,045,026	\$ 26,731,588
Public safety services	80,333,290	80,359,190	91,860,495	100,253,923
Recreation and leisure services	25,255,982	26,746,861	29,709,690	32,962,890
Development services	75,473,059	77,263,159	88,963,122	90,088,069
Interest on long-term debt	7,922,519	8,019,147	12,374,896	12,108,299
Total governmental activities expenses	209,385,717	214,490,948	245,953,229	262,144,769
Business-type activities:				
Water and wastewater	61,468,207	61,381,944	66,351,005	70,569,705
Solid waste	9,712,711	10,143,394	11,438,507	12,317,620
Municipal airport	3,484,297	2,226,108	2,141,279	2,572,623
Municipal golf course	3,314,435	3,230,377	3,307,890	3,497,955
Storm water	1,635,198	1,694,556	1,809,656	2,425,177
Total business-type activities expenses	79,614,848	78,676,379	85,048,337	91,383,080
Total primary government expenses	289,000,565	293,167,327	331,001,566	353,527,849
PROGRAM REVENUES				
Governmental activities:				
Charges for services:				
Support services	4,701,456	4,809,384	5,048,092	5,364,023
Public safety services	16,190,902	13,623,499	18,121,839	21,150,257
Recreation and leisure services	9,055,820	9,772,737	9,686,261	11,059,324
Development services	7,152,325	6,643,502	12,169,331	12,775,450
Operating grants and contributions	34,980,362	33,329,097	37,024,064	35,572,942
Capital grants and contributions	4,020,110	1,232,805	8,807,012	8,305,146
Total governmental activities program revenues	76,100,975	69,411,023	90,856,599	94,227,142
Business-type activities:				
Charges for services:				
Water and wastewater	60,115,296	63,421,631	67,612,109	72,668,796
Solid waste	10,802,865	11,470,007	11,816,094	12,863,659
Municipal airport	2,978,121	2,001,854	2,678,090	1,862,633
Municipal golf course	1,909,090	2,021,800	2,494,513	2,573,002
Storm water	5,436,780	5,572,487	5,631,420	6,356,774
Operating grants and contributions	42,697	43,714	37,320	47,918
Capital grants and contributions	4,402,822	4,082,082	16,653,153	12,892,511
Total business-type activities	85,687,671	88,613,575	106,922,699	109,265,293
Total primary government	161,788,646	158,024,598	197,779,298	203,492,435

Note: Certain prior year amounts have been reclassified for consistency with the current period presentation. These reclassifications had no effect on the change in net position as previously stated.

Fiscal Year						
2018	2019	2020	2021	2022	2023	
\$ 27,614,430	\$ 30,669,782	\$ 31,310,741	\$ 31,880,593	\$ 42,577,765	\$ 36,361,373	
101,033,502	109,767,831	113,728,877	105,285,879	150,998,097	97,434,247	
34,529,152	35,232,643	32,949,455	35,162,022	47,995,577	45,307,845	
97,241,362	102,740,890	110,126,929	109,073,042	129,085,968	130,343,675	
12,481,762	14,987,576	12,689,169	14,004,156	14,495,589	17,243,831	
272,900,208	293,398,722	300,805,171	295,405,692	385,152,996	326,690,971	
72,412,983	74,389,255	73,211,370	81,889,959	89,103,717	83,287,986	
12,339,638	13,009,026	13,044,195	13,906,365	15,860,795	15,511,822	
2,744,301	2,962,253	2,529,664	2,974,666	3,428,622	3,103,345	
3,309,267	3,458,592	3,452,349	3,141,846	3,756,007	3,305,398	
2,446,788	2,647,816	2,497,132	2,573,380	3,487,970	3,288,595	
93,252,977	96,466,942	94,734,710	104,486,216	115,637,111	108,497,146	
366,153,185	389,865,664	395,539,881	399,891,908	500,790,107	435,188,117	
5,539,941	5,980,183	6,872,544	6,341,600	6,606,808	7,105,844	
17,180,107	16,094,926	12,049,004	11,816,379	11,948,303	12,914,112	
13,029,253	13,181,720	9,275,408	13,532,065	17,883,171	16,545,655	
13,913,703	15,932,228	15,092,783	19,138,584	21,732,362	21,429,694	
35,266,428	39,865,579	63,784,399	45,398,240	48,357,006	53,872,349	
3,971,782	8,575,572	417,050	6,974,967	10,088,804	25,022,416	
88,901,214	99,630,208	107,491,188	103,201,835	116,616,454	136,890,070	
77,556,058	74,890,101	80,576,747	82,449,178	95,970,116	99,001,299	
13,208,778	14,117,342	14,245,989	14,941,131	14,983,659	17,374,077	
2,238,508	2,189,495	1,906,648	2,108,698	2,845,332	2,806,697	
2,453,543	2,283,669	2,386,574	2,975,689	3,327,831	3,607,692	
6,864,323	7,210,656	7,682,534	7,927,729	8,056,518	8,200,824	
67,537	31,007	96,306	-	-	-	
11,983,724	15,541,642	10,069,185	15,545,712	17,925,639	15,849,994	
114,372,471	116,263,912	116,963,983	125,948,137	143,109,095	146,840,583	
203,273,685	215,894,120	224,455,171	229,149,972	259,725,549	283,730,653	

City of Grand Prairie, Texas

Changes in Net Position

Last Ten Fiscal Years

	Fiscal Year			
	2014	2015	2016	2017
NET (EXPENSES)/REVENUE				
Governmental activities	\$ (133,284,742)	\$ (145,079,925)	\$ (155,096,630)	\$ (167,917,627)
Business-type activities	6,072,823	9,937,196	21,874,362	17,882,213
Total primary government net expense	\$ (127,211,919)	\$ (135,142,729)	\$ (133,222,268)	\$ (150,035,414)
GENERAL REVENUES AND OTHER				
CHANGES IN NET POSITION				
Governmental activities:				
Taxes				
Property taxes	\$ 77,334,662	\$ 73,070,467	\$ 77,923,990	\$ 84,925,774
Sales taxes	50,846,972	53,494,773	57,076,997	60,585,824
Hotel/motel tax and other taxes	1,550,172	1,713,865	1,791,075	2,015,917
Franchise fees	13,315,452	14,089,158	13,928,847	9,996,934
Investment income	652,067	1,609,156	2,173,508	2,425,419
Transfers-monetary	4,267,277	2,428,935	5,097,654	5,271,645
Transfers-capital assets	19,096	(25,800)	248,454	-
Total governmental activities	147,985,698	146,380,554	158,240,525	165,221,513
Business-type activities:				
Franchise fees	-	-	-	-
Investment income	1,021	1,750	8,567	21,245
Transfers-monetary	(4,267,277)	(2,428,935)	(5,097,654)	(5,271,645)
Transfers-capital assets	(19,096)	25,800	(248,454)	-
Total business-type activities	(4,285,352)	(2,401,385)	(5,337,541)	(5,250,400)
Total primary government	143,700,346	143,979,169	152,902,984	159,971,113
CHANGES IN NET POSITION				
Governmental activities	14,700,956	1,300,629	3,143,895	(2,696,114)
Business-type activities	1,787,471	7,535,811	16,536,821	12,631,813
Total primary government	\$ 16,488,427	\$ 8,836,440	\$ 19,680,716	\$ 9,935,699

Fiscal Year					
2018	2019	2020	2021	2022	2023
\$ (183,998,994)	\$ (193,768,514)	\$ (193,313,983)	\$ (192,203,857)	\$ (268,536,542)	\$ (189,800,901)
21,119,494	19,796,970	22,229,273	21,461,921	27,471,984	38,343,437
<u>\$ (162,879,500)</u>	<u>\$ (173,971,544)</u>	<u>\$ (171,084,710)</u>	<u>\$ (170,741,936)</u>	<u>\$ (241,064,558)</u>	<u>\$ (151,457,464)</u>
\$ 94,648,690	\$ 106,378,593	\$ 116,020,990	\$ 113,824,809	\$ 120,270,539	\$ 139,289,758
64,250,717	69,672,182	70,808,392	80,187,852	93,977,609	95,821,700
2,208,298	2,231,019	1,794,491	2,366,924	3,584,865	3,985,044
14,485,521	14,796,138	13,903,806	14,022,362	15,030,726	15,908,189
3,506,788	9,776,886	7,952,664	333,285	(9,271,537)	18,416,817
6,272,419	7,253,810	4,830,999	1,889,338	-	7,528,038
-	-	-	-	-	-
185,372,433	210,108,628	215,311,342	212,624,570	223,592,202	280,949,546
-	-	-	-	-	-
43,661	65,360	25,770	-	19,242	137,763
(6,272,419)	(7,253,810)	(4,830,999)	1,116	-	251,066
-	(108,599)	-	(1,889,338)	-	(7,528,038)
<u>(6,228,758)</u>	<u>(7,297,049)</u>	<u>(4,805,229)</u>	<u>(1,888,222)</u>	<u>19,242</u>	<u>(7,139,209)</u>
179,143,675	202,811,579	210,506,113	210,736,348	223,611,444	273,810,337
1,373,439	16,340,114	21,997,359	20,420,713	(44,944,340)	91,148,645
14,890,736	12,499,921	17,424,044	19,573,699	27,491,226	31,204,228
<u>\$ 16,264,175</u>	<u>\$ 28,840,035</u>	<u>\$ 39,421,403</u>	<u>\$ 39,994,412</u>	<u>\$ (17,453,114)</u>	<u>\$ 122,352,873</u>

Concluded

City of Grand Prairie, Texas

Fund Balances

Governmental Funds (Unaudited)

Last Ten Fiscal Years

(Modified Accrual Basis of Accounting)

	Fiscal Year			
	2014	2015	2016	2017
GENERAL FUND				
Unassigned	\$ 22,961,626	\$ 26,212,186	\$ 28,320,160	\$ 27,974,657
Nonspendable	16,627	4,938	81,857	12,867
Restricted	-	426,948	417,938	415,230
Committed	-	241,704	-	-
Assigned	1,137,119	862,870	2,191,940	2,943,951
Total general fund	<u>\$ 24,115,372</u>	<u>\$ 27,748,646</u>	<u>\$ 31,011,895</u>	<u>\$ 31,346,705</u>
ALL OTHER GOVERNMENTAL FUNDS				
Nonspendable	30,775	31,655	187,991	28,492
Restricted	96,095,975	84,657,833	128,375,098	94,489,508
Committed	24,920,817	43,220,248	64,315,780	74,729,604
Unassigned	-	(3,278,557)	-	(947,692)
Total all other governmental funds	<u>\$ 121,047,567</u>	<u>\$ 124,631,179</u>	<u>\$ 192,878,869</u>	<u>\$ 168,299,912</u>

Fiscal Year					
2018	2019	2020	2021	2022	2023
\$ 30,344,160	\$ 41,554,116	\$ 47,731,260	\$ 46,567,628	\$ 36,248,742	\$ 58,672,975
2,743	-	35,344	432,009	334,630	775,919
466,299	505,059	543,119	594,260	438,363	593,166
-	-	-	-	775,919	-
2,931,849	3,121,096	12,338,707	2,412,477	1,555,752	2,017,267
<u>\$ 33,745,051</u>	<u>\$ 45,180,271</u>	<u>\$ 60,648,430</u>	<u>\$ 50,006,374</u>	<u>\$ 39,353,406</u>	<u>\$ 62,059,327</u>
76,272	75,907	35,876	59,464	93,311	205,042
84,458,973	133,008,150	107,378,467	188,479,120	148,697,003	154,979,849
52,841,228	81,520,543	66,052,337	60,721,090	69,956,888	84,417,243
(629,198)	-	-	-	-	-
<u>\$ 136,747,275</u>	<u>\$ 214,604,600</u>	<u>\$ 173,466,680</u>	<u>\$ 249,259,674</u>	<u>\$ 218,747,202</u>	<u>\$ 239,602,134</u>

City of Grand Prairie, Texas
 Change in Fund Balances
 Governmental Funds (Unaudited)
 Last Ten Fiscal Years

	Fiscal Year			
	2014	2015	2016	2017
REVENUES				
Taxes	\$ 128,787,756	\$ 128,046,817	\$ 136,906,439	\$ 147,741,668
Licenses, fees, and permits	16,471,810	17,352,029	17,890,589	17,417,402
Fines and penalties	10,473,823	9,798,424	11,612,547	11,364,139
Charges for services	14,463,192	14,287,686	19,008,539	21,507,834
Intergovernmental	34,880,224	31,111,904	38,114,832	38,100,982
Investment income	652,067	1,609,156	2,173,508	2,425,419
Other revenues	12,368,101	10,970,976	15,410,164	12,694,334
Total revenues	218,096,973	213,176,992	241,116,618	251,251,778
EXPENDITURES				
Current operations:				
Support services	17,393,309	19,516,058	19,588,300	22,703,145
Public safety services	74,367,544	76,078,091	81,750,530	88,005,227
Recreation and leisure services	18,696,893	19,945,357	22,025,867	24,800,496
Development services	54,303,083	55,135,020	66,264,413	66,982,812
Capital outlay	37,150,344	24,098,471	59,000,134	85,802,825
Debt service:				
Principal retirement	21,405,848	34,952,435	21,800,000	24,400,000
Interest	8,488,435	9,005,312	11,583,140	12,839,071
Total expenditures	231,805,456	238,730,744	282,012,384	325,533,576
Excess of revenues over (under) expenditures	(13,708,483)	(25,553,752)	(40,895,766)	(74,281,798)
OTHER FINANCING SOURCES (USES)				
Transfers in-monetary	35,849,365	23,465,832	22,994,446	27,108,570
Transfers out-monetary	(31,582,088)	(20,965,643)	(18,172,770)	(22,102,792)
Insurance recovery	-	988,199	88,101	-
Proceeds from sale of capital assets	838,163	605,696	753,054	898,895
Premium (discount) on debt issued	486,234	2,551,554	4,788,385	9,244,207
Issuance of debt-bonds	14,165,000	26,125,000	102,845,001	40,614,999
Refunding bonds issued	-	-	11,165,000	36,945,000
Payment for refunded debt - escrow agent	-	-	(12,054,512)	(42,671,228)
Proceeds from lease arrangements	-	-	-	-
Total other financing sources	19,756,674	32,770,638	112,406,705	50,037,651
Net change in fund balances	\$ 6,048,191	\$ 7,216,886	\$ 71,510,939	\$ (24,244,147)
Debt service as a percentage of noncapital expenditures	15.4%	20.5%	15.0%	15.5%

Fiscal Year

2018	2019	2020	2021	2022	2023
\$ 161,126,311	\$ 177,800,911	\$ 187,737,594	\$ 195,932,003	\$ 217,125,702	\$ 238,698,954
17,914,962	18,527,161	17,391,273	18,605,808	19,546,001	20,099,342
11,342,338	10,326,139	6,239,056	6,247,413	5,874,938	5,611,222
24,837,174	28,166,142	23,507,913	27,048,695	31,860,881	32,492,840
35,840,373	37,021,321	63,519,235	44,944,122	54,635,541	71,562,292
3,506,788	9,776,886	7,952,664	333,285	24,645	18,425,848
12,228,046	15,100,674	11,574,218	14,763,526	8,134,994	16,412,954
266,795,992	296,719,234	317,921,953	307,874,852	337,202,702	403,303,452
24,662,284	26,079,838	26,386,107	25,734,614	38,071,024	35,195,709
94,732,585	97,367,410	99,283,284	103,912,676	152,594,268	114,382,750
26,336,423	28,661,888	25,106,602	26,124,266	38,057,302	37,597,325
75,317,973	78,875,185	86,609,926	84,420,479	104,066,641	110,152,971
83,420,486	64,550,906	61,990,328	66,180,209	99,903,333	75,936,796
25,005,000	31,085,000	34,785,000	34,875,000	38,417,530	35,578,408
13,774,026	15,684,195	15,890,125	15,772,930	18,560,314	17,675,716
343,248,777	342,304,422	350,051,372	357,020,174	489,670,412	426,519,675
(76,452,785)	(45,585,188)	(32,129,419)	(49,145,322)	(152,467,710)	(23,216,223)
35,830,314	38,021,660	43,999,920	90,172,311	58,530,963	39,143,188
(29,782,701)	(28,737,537)	(38,938,702)	(88,082,896)	(60,651,294)	(31,620,912)
-	-	-	-	-	-
1,022,331	1,126,997	1,173,262	1,839,420	1,982,221	1,613,395
3,713,550	7,541,613	2,734,530	3,272,425	2,435,227	4,417,324
36,515,000	116,925,000	-	107,095,000	101,770,001	54,000,000
-	-	19,475,000	-	105,927,637	-
-	-	(21,984,352)	-	(104,940,704)	-
-	-	-	-	5,472,300	-
47,298,494	134,877,733	6,459,658	114,296,260	110,526,351	67,552,995
\$ (29,154,291)	\$ 89,292,545	\$ (25,669,761)	\$ 65,150,938	\$ (41,941,359)	\$ 44,336,772

14.9%

16.8%

17.6%

17.4%

14.6%

15.2%

City of Grand Prairie, Texas
 Assessed and Estimated Actual
 Values of Taxable Property (Unaudited)
 Last Ten Fiscal Years

Fiscal Year	Residential Property	Commercial Property	Less: Tax-Exempt Property	Total Taxable Assessed Value	Direct Tax Rate	Actual Taxable Value	Percentage of Actual Taxable Value
2014	5,727,082,026	6,270,916,334	2,155,635,830	9,842,362,530	0.669998	9,842,362,530	100.0%
2015	6,201,569,638	6,694,589,531	2,337,701,387	10,558,457,782	0.669998	10,558,457,782	100.0%
2016	6,554,865,229	6,984,603,149	2,443,858,378	11,095,610,000	0.669998	11,095,610,000	100.0%
2017	6,438,258,351	8,996,790,075	3,117,157,618	12,317,890,808	0.669998	12,317,890,808	100.0%
2018	7,205,616,896	9,745,440,048	3,429,449,736	13,521,607,208	0.669998	13,521,607,208	100.0%
2019	8,170,636,070	10,341,456,342	3,757,076,819	14,755,015,593	0.669998	14,755,015,593	100.0%
2020	8,702,702,995	11,622,970,621	4,000,550,508	16,325,123,108	0.669998	16,325,123,108	100.0%
2021	9,263,788,979	11,908,708,152	4,192,196,016	16,980,301,115	0.669998	16,980,301,115	100.0%
2022	10,265,520,735	12,199,094,378	4,338,880,633	18,125,734,480	0.664998	18,125,734,480	100.0%
2023	11,728,446,107	13,460,465,176	4,213,499,557	20,975,411,726	0.660000	20,975,411,726	100.0%

Taxable assessed values include values under protest as claimed by property owners or estimated by appraisal districts in the event property owner's claim is upheld.



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City of Grand Prairie, Texas

Direct and Overlapping Property Tax Rates (Unaudited)

Last Ten Fiscal Years

(Rate per \$100 of Assessed Value)

	Fiscal Year			
	2014	2015	2016	2017
OVERLAPPING RATES				
City of Grand Prairie	0.669998	0.669998	0.669998	0.669998
Grand Prairie School District	1.465000	1.595000	1.595000	1.595000
Arlington School District	1.348110	1.412952	1.390080	1.368670
Cedar Hill School District	1.525000	1.525000	1.516000	1.516000
Irving School District	1.435000	1.445000	1.445000	1.431400
Mansfield School District	1.527100	1.510000	1.510000	1.540000
Midlothian School District	1.540000	1.540000	1.540000	1.540000
Dallas County	0.243100	0.243100	0.243100	0.243100
Dallas County Community College District	0.124775	0.123650	0.122933	0.124238
Dallas County Hospital District	0.286000	0.286000	0.279400	0.279400
Dallas County Flood Control District	2.750000	2.650000	2.250000	2.000000
Grand Prairie Met Util & Reclam Dist.	0.600000	0.600000	0.600000	0.600000
Ellis County	0.380091	0.380091	0.380091	0.380091
Johnson County	0.405400	0.407700	0.422663	0.441700
Tarrant County	0.264000	0.264000	0.254000	0.244000
Tarrant County Hospital District	0.227897	0.227897	0.227897	0.224429
Tarrant County Junior College District	0.149500	0.149500	0.144730	0.140060
CITY DIRECT RATES				
Operations & Maintenance	0.484892	0.484892	0.473549	0.473549
Interest & Sinking	0.185106	0.185106	0.196449	0.196449
Total Direct Rates	0.669998	0.669998	0.669998	0.669998

Totals are not provided for columns since they would be meaningless as some jurisdictions are mutually exclusive.

Source of Information: Dallas Central Appraisal District, Dallas County Tax Office, Tarrant Appraisal District, Johnson County Tax Office, and Ellis County Appraisal District

Fiscal Year

2018	2019	2020	2021	2022	2023
0.669998	0.669998	0.669998	0.669998	0.664998	0.660000
1.595000	1.538350	1.509700	1.509700	1.376300	1.307000
1.368670	1.298670	1.387100	1.387100	1.360800	1.308700
1.376000	1.306000	1.283300	1.283300	1.238400	1.190600
1.401100	1.305100	1.275100	1.275100	1.207700	1.147400
1.540000	1.460000	1.446400	1.446400	1.418300	1.334600
1.540000	1.470000	1.379800	1.379800	1.352000	1.294600
0.243100	0.243100	0.239740	0.239740	0.227946	0.217946
0.124000	0.124000	0.124000	0.124000	0.123510	0.115899
0.279400	0.269500	0.266100	0.266100	0.255000	0.235800
1.800000	1.500000	1.400000	1.400000	1.300000	1.100000
0.600000	0.600000	0.600000	0.600000	0.600000	0.600000
0.338984	0.329557	0.320194	0.320194	0.310708	0.273001
0.441700	0.384700	0.384700	0.384700	0.379700	0.368455
0.234000	0.234000	0.234000	0.234000	0.229000	0.224000
0.224429	0.224429	0.224429	0.224429	0.224429	0.224429
0.136070	0.130170	0.130170	0.130170	0.130170	0.130170
0.471196	0.463696	0.457127	0.460638	0.452091	0.451076
0.198802	0.206302	0.212871	0.209360	0.212907	0.208924
0.669998	0.669998	0.669998	0.669998	0.664998	0.660000

City of Grand Prairie, Texas

Principal Property Tax Payers (Unaudited)

Current Year and Nine Years Ago

Taxpayer	2023			2014		
	Taxable Assessed Value	Rank	Percentage of Total Taxable Assessed Value	Taxable Assessed Value	Rank	Percentage of Total Taxable Assessed Value
CH AZ Wildlife 4 6 LP	\$ 237,342,170	1	1.13%			
Lockheed Martin Corp	198,298,570	2	0.95%	\$ 64,750,104	6	0.66%
WMCI Dallas V LLC	179,150,000	3	0.85%			
Duke Secured Financing 2009	174,486,767	4	0.83%	60,237,930	7	0.61%
Prologis LP	171,946,714	5	0.82%	57,825,940	8	0.59%
Oncor Electric Delivery	124,241,988	6	0.59%	81,797,636	4	0.83%
Poly America LP	123,662,528	7	0.59%	69,181,150	5	0.70%
Bell Textron Inc.	122,811,559	8	0.59%	111,120,250	2	1.13%
BVfV Grand Prairie LLC	97,000,000	9	0.46%			
FRBH Silverbrook LLC	92,900,000	10	0.44%			
Grand Prairie Outlets				135,000,000	1	1.37%
Rebulic Beverage				84,622,573	3	0.86%
Mars Partners LTD				41,885,993	9	0.43%
Catellus Development Corp				41,391,760	10	0.42%
Total	\$1,521,840,296		7.26%	\$ 747,813,336		7.60%

Source of Information: Dallas County Tax Office

City of Grand Prairie, Texas

Property Tax Levies and Collections (Unaudited)

Last Ten Fiscal Years

Fiscal Year Ended September 30,	Taxes Levied for the Fiscal Year	Collected within the Fiscal Year of the Levy		Collections from Subsequent Years	Total Collections to Date	
		Amount	Percentage of Levy		Amount	Percentage of Levy
2014	65,666,244	64,917,939	98.86%	631,380	65,549,319	99.82%
2015	70,047,613	69,394,398	99.07%	541,258	69,935,656	99.83%
2016	74,306,335	73,535,755	98.96%	632,368	74,168,123	99.81%
2017	81,305,307	80,079,624	98.49%	1,075,245	81,154,869	99.81%
2018	88,709,078	87,616,588	98.77%	895,145	88,511,733	99.76%
2019	98,194,923	96,928,611	98.71%	768,659	97,697,270	99.46%
2020	106,940,678	105,665,085	98.81%	964,010	106,629,095	99.63%
2021	113,882,697	112,698,548	98.96%	785,999	113,484,547	99.51%
2022	121,629,982	120,364,252	98.96%	696,310	121,060,562	98.96%
2023	136,364,135	134,869,298	98.90%	-	134,869,298	98.90%

Amounts above exclude property tax revenue assessed and collected for Tax Increment Financing Districts.

Tax Lien and Assessment Date: January 1 each year
 Taxes due: October 1 of the same year
 Taxes delinquent: February 1 of the following year

City of Grand Prairie, Texas

Ratios of Outstanding Debt by Type (Unaudited)

Last Ten Fiscal Years

Fiscal Year	Governmental Activities					Business-type Activities				
	General Obligation Bonds	Sales Tax Revenue Bonds	Certificates of Obligation	Leases and SBITA	Issuance Premium/Discounts Net	Water Revenue Bonds	General Obligation Bonds	Certificates of Obligation	Issuance Premium/Discounts Net	Leases and SBITA
2014	88,822,435	31,990,000	121,635,000	-	4,424,272	59,880,000	2,022,566	1,575,000	1,271,958	-
2015	80,715,000	52,875,000	101,030,000	-	5,921,533	55,630,000	-	1,450,000	1,086,319	-
2016	79,965,000	122,650,000	113,415,000	-	10,283,952	51,010,000	-	1,320,000	1,331,968	1,256,303
2017	79,130,000	123,925,000	126,385,000	-	18,506,395	56,490,000	-	1,180,000	3,505,394	956,022
2018	70,210,000	117,810,000	152,930,000	-	20,701,245	54,435,000	-	1,035,000	4,014,433	330,129
2019	60,820,000	109,120,000	259,255,000	-	26,528,815	52,695,000	-	885,000	3,752,233	-
2020	59,055,000	101,960,000	230,835,000	-	26,089,621	46,625,000	-	725,000	4,917,391	-
2021	117,175,000	89,965,000	254,920,000	-	27,203,630	41,485,000	-	555,000	3,095,945	-
2022	224,252,000	86,100,000	224,835,000	4,743,892	24,027,686	36,190,000	-	380,000	2,824,212	625,437
2023	221,579,000	80,855,000	252,985,000	5,128,624	27,321,415	41,510,000	-	195,000	2,973,226	404,108

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

Total Primary Government	Percentage of	
	Average Household Income	Per Capita
311,621,231	0.02%	1,719
298,707,852	0.02%	1,636
381,232,223	0.02%	2,065
410,077,811	0.01%	2,192
421,465,807	0.01%	2,225
513,056,048	0.01%	2,676
470,207,012	0.01%	2,409
534,399,575	0.01%	2,654
603,978,227	0.01%	2,996
632,951,373	0.01%	3,061

City of Grand Prairie, Texas

Ratios of General Bonded Debt Outstanding (Unaudited)

Last Ten Fiscal Years

Fiscal Year	General Bonded Debt Outstanding			Total	Percentage of Actual Taxable Value of Property	Per Capita
	General Obligation Bonds	Certificates of Obligation	Less: Amounts Available in Debt Service Fund			
2014	90,845,001	123,210,000	10,501,572	203,553,429	2.07%	1,123
2015	80,715,000	102,480,000	10,753,895	172,441,105	1.63%	944
2016	79,965,000	113,415,000	11,804,301	181,575,699	1.64%	984
2017	79,130,000	126,385,000	8,754,196	196,760,804	1.60%	1,052
2018	70,210,000	152,930,000	5,535,816	217,604,184	1.61%	1,149
2019	60,820,000	259,255,000	3,734,760	316,340,240	2.14%	1,650
2020	59,055,000	230,835,000	2,489,225	287,400,775	1.76%	1,472
2021	117,175,000	254,920,000	3,787,564	368,307,436	2.17%	1,836
2022	224,252,000	224,835,000	5,659,255	443,427,745	2.45%	2,220
2023	221,579,000	252,985,000	1,585,490	472,978,510	2.25%	2,308

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

City of Grand Prairie, Texas

Direct and Overlapping
 Governmental Activities of Debt (Unaudited)
 As of September 30, 2023

Governmental Unit	Debt Outstanding	Estimated Percentage Applicable¹	Estimated Share of Direct and Overlapping Debt
Debt repaid with property taxes			
Arlington Independent School District	\$ 1,225,554,956	18.80%	\$ 230,404,332
Cedar Hill Independent School District	86,886,811	7.42%	6,447,001
Dallas County	217,675,000	3.15%	6,856,763
Dallas County Community College District	375,515,000	3.15%	11,828,723
Dallas County Flood Control District #1	17,710,000	2.05%	363,055
Dallas County Hospital District	543,495,000	3.15%	17,120,093
Ellis County	26,380,000	0.52%	137,176
Grand Prairie Independent School District	375,870,000	89.30%	335,651,910
Irving Independent School District	594,030,000	0.76%	4,514,628
Mansfield Independent School District	761,994,839	13.22%	100,735,718
Midlothian Independent School District	393,765,000	1.49%	5,867,099
Tarrant County	376,120,000	3.99%	15,007,188
Tarrant Co College Dist	591,230,000	3.99%	23,590,077
Tarrant County Hospital District	448,410,000	3.99%	17,891,559
Subtotal, overlapping debt			776,415,322
City direct debt ²	474,759,000	100.00%	474,759,000
Total direct and overlapping debt			<u><u>\$ 1,251,174,322</u></u>

¹ Estimated percentage is based on a formula using assessed property values.

² Excludes refunded obligations and non-property tax debt reported in governmental funds.

Source of Information: Municipal Advisory Council of Texas
 City of Grand Prairie Finance Department - per O/S

City of Grand Prairie, Texas

Legal Debt Margin Information (Unaudited)

Last Ten Fiscal Years

	Fiscal Year			
	2014	2015	2016	2017
Debt limit	\$ 246,059,063	\$ 263,961,445	\$ 277,390,250	\$ 307,947,270
Total net debt applicable to limit	138,051,429	151,103,105	181,575,699	196,760,804
Legal debt margin	<u>\$ 108,007,634</u>	<u>\$ 112,858,340</u>	<u>\$ 95,814,551</u>	<u>\$ 111,186,466</u>
Total net debt applicable to the limit as a percentage of debt limit	56.10%	57.24%	65.46%	63.89%

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

	<u>2023</u>
Assessed value	\$ 20,975,411,726
Debt limit (2.5% of assessed value)	524,385,293
Debt applicable to limit:	
Total direct debt	587,869,039
Less: Amount set aside for repayment of general obligation debt	(1,585,490)
Total net debt applicable to limit	<u>586,283,549</u>
Legal debt margin	<u>\$ (61,898,256)</u>

Fiscal Year					
2018	2019	2020	2021	2022	2023
\$ 338,040,180	\$ 368,875,390	\$ 408,128,078	\$ 424,507,528	\$ 453,143,362	\$ 524,385,293
217,604,184	316,340,240	287,400,775	368,307,436	443,427,745	472,978,510
\$ 120,435,996	\$ 52,535,150	\$ 120,727,303	\$ 56,200,092	\$ 9,715,617	\$ 51,406,783
64.37%	85.76%	70.42%	86.76%	97.86%	90.20%

City of Grand Prairie, Texas
Pledged Revenue Coverage (Unaudited)
Last Ten Fiscal Years

Fiscal Year	Water Revenue Bonds						Sales Tax Revenue Bonds ⁴		
	Utility Service Charges ¹	Less: Operating Expenses ²	Net Available Revenue	Debt Service		Coverage ³	Sales Tax Increment	Maximum Annual Debt Service	Coverage ⁵
				Principal	Interest				
2014	61,910,609	43,852,520	18,058,089	3,900,000	2,072,826	3.02	6,391,068	2,247,772	2.84
2015	65,213,261	46,785,802	18,427,459	4,250,000	1,846,017	3.02	6,752,015	2,247,772	3.00
2016	70,027,679	51,530,262	18,497,417	4,380,000	1,693,162	3.05	7,268,076	2,692,441	2.70
2017	74,668,468	55,531,071	19,137,397	4,510,000	1,637,666	3.11	7,667,736	2,692,441	2.85
2018	80,293,189	56,480,299	23,812,890	4,810,000	1,702,265	3.66	8,207,902	2,692,178	3.05
2019	76,853,323	57,095,478	19,757,845	5,202,200	1,604,918	2.90	8,790,989	2,691,674	3.27
2020	82,440,094	58,388,037	24,052,057	4,850,445	1,442,083	3.82	8,936,324	2,663,493	3.36
2021	87,351,497	66,479,968	20,871,529	4,848,267	1,388,654	3.35	10,084,006	2,663,493	3.79
2022	100,125,633	71,730,068	28,395,565	5,023,267	1,214,044	4.55	11,765,408	2,663,493	4.42
2023	102,570,666	67,285,796	35,284,870	5,445,000	1,341,927	5.20	12,010,058	2,663,493	4.51

¹ Revenues include operating revenues plus impact fees and investment income.

² Expenses exclude depreciation expense.

³ Bond covenants require coverage of no less than 1.25.
The City's financial policy coverage goal is 2.00.

⁴ The City's initial Park Venue Sales Tax Revenue Bonds were issued in fiscal year 2000.

⁵ Bond covenants require a coverage of no less than 1.25.
The City's financial policy requires a coverage of no less than 1.50.

City of Grand Prairie, Texas
Demographic And Economic Statistics (Unaudited)
Last Ten Fiscal Years

Calendar Year	Population	Median Household Income	Per Capita Income	Median Age	Public School Enrollment	Unemployment Rate
2014	181,230	55,080	23,164	31	27,740	5.4%
2015	182,610	56,028	23,286	31	29,427	4.0%
2016	184,620	57,851	23,516	32	29,339	3.7%
2017	187,050	59,675	23,695	32	29,339	3.4%
2018	189,430	59,563	23,864	32	30,000	3.4%
2019	191,720	63,882	25,681	33	30,000	3.1%
2020	195,200	67,388	26,761	33	30,000	7.4%
2021	200,640	69,408	26,761	33	30,000	4.4%
2022	199,780	75,885	29,504	33	27,000	3.4%
2023	204,973	74,275	32,444	33	27,000	3.9%

Sources of Information:

Estimated Population: North Central Texas Council of Governments, GP website
Median Household Income: CLRsearch.com, GP Website
Per Capita Income: CLRsearch.com, Census.gov
Median Age: ESRI GP Website
Public School Enrollment: GPISD website (District Improvement Plan)
Unemployment Rate: Bureau of Labor Statistics Dallas-Fort Worth-Arlington

City of Grand Prairie, Texas
Principal Employers (Unaudited)
Current Year and Nine Years Ago

Employer	2023			2014		
	Employees	Rank	Percentage of Total City Employment	Employees	Rank	Percentage of Total City Employment
Lockheed Martin Missiles and Fire Control	5,000	1	4.68%	2,600	2	2.93%
Grand Prairie Independent School District	3,800	2	3.56%	3,700	1	4.17%
Poly-America Inc.	2,000	3	1.87%	2,000	3	2.25%
City of Grand Prairie	1,706	4	1.60%	1,200	5	1.35%
Flex-N-Gate	1,200	5	1.12%			
Lear Seating	1,105	6	1.03%			
Lone Star Park at Grand Prairie	950	7	0.89%	950	6	1.07%
Forterra Pipe & Products, Inc.	950	8	0.89%			
Republic National Distributing	800	9	0.75%	700	8	0.79%
K & N Filters	800	10	0.75%			
Bell Helicopter-Textron				1,200	4	1.35%
Triumph Aero Structures - Vought				900	7	1.01%
Bureau of Prisons, U.S. Dept of Justice				650	9	0.73%
Wal-Mart				600	10	0.68%
Total	18,311		17.14%	14,500		16.33%

Source of Information: Municipal Advisory Council of Texas
Texas Workforce Commission

City of Grand Prairie, Texas

Full-Time-Equivalent City Government Employees by Function/Program Last Ten Fiscal Years

Function/Program	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
General Government and Administration										
Budget and Research	3.0	3.0	3.0	3.0	3.0	3.0	3.0	3.0	3.0	4.5
Building and Construction Management	1.0	1.0	1.0	1.0	1.0	1.0	1.0	1.0	1.0	1.0
City Manager's Office	8.0	7.5	7.5	8.5	9.5	10.5	9.5	9.5	11.0	12.0
Economic Development	-	-	1.0	4.5	4.5	4.0	4.0	6.0	7.0	9.0
Environmental Services ³	21.5	25.5	29.5	31.0	36.5	37.0	38.0	41.0	9.0	9.0
Facility Services ¹	18.0	18.0	19.0	19.0	19.0	19.0	19.0	19.0	19.0	22.0
Finance ²	13.0	12.0	12.0	12.5	15.5	17.0	17.0	17.0	18.5	24.5
Fire	209.0	229.5	230.5	233.5	236.5	240.5	243.5	247.5	249.5	258.5
Housing and Neighborhood Services	35.5	34.5	34.5	34.5	36.5	36.5	36.5	34.5	37.0	39.0
Human Resources	10.0	10.5	11.0	11.0	11.0	11.5	11.5	10.5	10.5	11.5
Information Technology	27.5	29.5	29.5	29.0	31.0	32.0	32.0	29.0	33.0	33.0
Judiciary	3.0	3.0	3.0	3.0	3.0	3.0	3.0	3.0	3.0	3.0
Legal Services	7.0	7.5	8.0	8.0	9.0	9.0	9.0	9.0	9.0	10.0
Library	29.5	28.5	29.5	32.5	35.0	36.0	36.0	35.0	36.0	38.0
Management Services	3.0	3.0	3.0	3.0	3.0	3.0	4.0	4.0	5.0	5.0
Marketing	3.0	3.0	3.0	3.0	3.0	4.0	4.0	4.0	4.0	5.0
Municipal Court	28.0	28.0	28.0	31.5	32.0	27.0	27.0	28.5	30.0	31.5
Parks and Recreation ¹	181.0	188.0	190.0	194.0	254.7	226.5	235.5	232.0	238.7	249.3
Planning and Development	45.5	47.0	38.0	39.0	39.5	39.5	39.5	39.5	30.0	41.0
Police	394.0	423.5	435.5	453.5	468.5	484.0	488.0	484.5	483.5	506.0
Public Works	61.0	61.0	61.5	61.5	65.5	65.5	65.5	59.5	76.0	74.0
Purchasing ²	5.0	5.0	5.0	5.0	5.0	6.0	6.0	6.0	6.0	7.0
Transportation	18.0	19.0	19.0	19.0	21.0	22.0	22.0	20.0	20.0	33.0
Enterprise Operations and Administrations										
Airport	5.5	6.0	6.0	6.0	6.0	6.0	6.0	6.0	6.0	6.0
Golf	29.0	29.0	29.0	29.0	29.0	27.3	27.3	27.3	27.3	24.3
Solid Waste	35.5	44.0	44.0	44.0	44.0	47.5	55.5	54.5	55.5	58.5
Storm Water	7.0	7.0	7.0	8.0	9.0	10.0	10.0	10.0	13.0	14.0
Water/Wastewater	111.5	113.0	114.0	120.5	124.0	127.0	136.0	134.0	145.5	148.5
Internal Service Operations										
Equipment Services	16.0	16.5	17.0	18.5	18.5	18.5	22.5	22.5	23.5	24.5
Risk Management	1.5	1.5	2.5	2.5	2.0	2.5	2.5	2.5	3.5	3.5
Total	1,330.5	1,404.5	1,421.5	1,469.0	1,575.7	1,576.3	1,614.3	1,599.8	1,614.0	1,706.1

Full-time-equivalent (FTE) positions are calculated using both full-time and part-time City positions as reported in the City's Budget Book for the same fiscal year. Details regarding changes in positions by function/program may be found in the FY 2023-2024 Budget Book.

¹ Until fiscal year 2013, Facility Services was reported as a function of Parks and Recreation.

² Until fiscal year 2013, Purchasing was reported as a function of Finance.

³ Starting fiscal year 2022, Environmental Services was renamed Public Health and split between Solid Waste and Police.

Source of Information: City Budget Office

City of Grand Prairie, Texas

Capital Assets Statistics by Function/Program

Last Ten Fiscal Years

Function/Program	Fiscal Year				
	2014	2015	2016	2017	2018
Police					
Stations	2	2	2	2	2
Public safety training complex	1	1	1	1	1
Storefronts	3	3	3	3	3
Fire stations	10	10	10	10	10
Other public works					
Streets (miles)	641	642	634	631	632
Acreage	51,954	51,954	51,954	51,984	51,984
Public parks	57	57	57	57	57
Baseball/softball diamonds	25	25	25	25	25
Soccer/football fields	21	21	21	21	21
Community/recreation centers	8	8	8	8	9
Public golf courses	2	2	2	2	2
Public swimming pools	4	4	4	4	5
Libraries	3	3	3	3	3
Cemetery	1	1	1	1	1
Water					
Water connections	64,696	65,808	66,075	66,075	67,794
Daily consumption (millions of gallons)	23.02	23.17	24.56	25.00	26.06
Wastewater					
Daily flow (millions of gallons)	14.11	19.58	16.57	15.92	16.40
Airports	1	1	1	1	1
Transit—minibuses	12	12	12	12	12

Source of Information: City departments.

Fiscal Year

2019	2020	2021	2022	2023
2	2	2	2	2
1	1	1	1	1
3	3	3	3	2
10	10	10	10	10
634	641	653	658	660
52,070	52,044	52,127	52,122	52,122
57	57	57	57	57
25	25	25	25	25
21	21	21	21	21
9	9	9	9	9
2	2	2	2	2
5	5	5	5	5
3	3	3	3	3
1	1	1	1	1
69,333	70,944	72,483	75,580	77,642
24.67	25.30	24.16	27.52	27.42
20.58	18.38	17.76	15.70	16.53
1	1	1	1	1
13	13	13	13	13

City of Grand Prairie, Texas

Water and Wastewater Contracts

Components of Payments Made under Selected Contracts (Unaudited)

Last Ten Fiscal Years

Fiscal Year	Dallas Water Utilities			Trinity River Authority			Trinity River Authority	
	Water Purchases			Wastewater Treatment			Joe Pool	Joe Pool
	Volume	Demand	Total	O&M	Debt Service	Total	Lake Intake	Lake Corp of Engineers
2014	2,770,446	7,062,206	9,832,652	4,234,724	7,602,156	11,836,880	7,190	397,690
2015	2,561,969	7,547,810	10,109,779	5,774,796	8,060,760	13,835,556	6,750	387,511
2016	3,687,583	8,228,711	11,916,294	5,895,397	8,559,504	14,454,901	6,782	396,612
2017	3,246,558	9,119,618	12,366,176	5,107,743	8,731,748	13,839,491	7,703	225,107
2018	3,624,469	9,479,477	13,103,946	5,612,671	10,134,974	15,747,645	8,334	5,324
2019	2,096,198	7,556,649	9,652,847	7,054,098	11,646,796	18,700,894	9,422	14,105
2020	3,518,313	10,108,439	13,626,752	6,266,764	11,529,790	17,796,554	8,652	19,791
2021	2,747,196	10,337,927	13,085,123	6,860,206	14,131,494	20,991,700	787	1,822
2022	3,838,743	11,816,541	15,655,284	6,025,051	13,906,900	19,931,951	9,428	15,967
2023	4,107,575	12,261,705	16,369,280	6,654,945	14,579,290	21,234,235	10,359	18,830

The City has contracted with the City of Dallas for water purchases and the Trinity River Authority for wastewater treatment. The City's obligation for water demand charges continues even if the City does not purchase water. Similarly, the obligation to TRA for Debt Service continues whether the City contributes to the wastewater flow or not. These contracts are explained in more detail in the Notes to the Basic Financial Statements under Contracts, Commitments, and Contingent Liabilities.



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City of Grand Prairie, Texas

Operating Indicators by Function (Unaudited)

Last Ten Fiscal Years

Function	Fiscal Year			
	2014	2015	2016	2017
Police				
911 calls received *	145,571	129,159	124,331	130,994
Non-emergency calls *	101,626	116,685	107,490	118,117
Calls for service *	243,443	245,844	231,821	205,213
Jail arrests *	12,201	9,016	9,395	9,387
Fire				
Total Fire and EMS calls *	16,912	17,827	18,408	18,648
Fire response calls for structure fires *	180	192	152	164
Street				
Number of miles of overlay streets	6	5	5	11
Number of street defects repaired	13,061	27,537	18,772	6,809
Number of linear ft of sidewalk repaired	14,712	12,061	17,276	18,437
Solid Waste				
Landfill refuse collected (tons)	165,586	182,287	198,529	224,599
Recyclables collected (tons)	5,172	4,948	5,386	5,468
Water				
Average daily consumption (thousands of gallons)	23,023	23,170	24,564	25,613
Wastewater				
Average daily sewage treatment (thousands of gallons)	14,109	19,859	16,569	16,307

* In calendar year

Source of Information: Various City departments.

2018	2019	2020	2021	2022	2023
125,497	122,373	121,774	128,445	116,711	140,901
119,617	114,287	106,693	113,059	114,749	116,944
225,612	236,660	228,467	234,162	229,646	257,845
8,765	9,400	4,799	5,630	5,952	6,038
19,180	18,297	18,444	21,439	22,302	22,227
183	165	181	180	179	158
4	6	5	9	3	2
7,480	6,723	5,088	3,742	1,934	3,508
30,734	19,243	32,984	40,694	38,053	29,232
221,919	246,174	249,053	263,743	254,717	248,694
6,104	5,692	5,174	4,511	4,600	4,230
25,348	24,672	25,309	24,165	27,522	27,424
17,573	20,585	18,386	17,769	15,698	16,531