

ANNUAL COMPREHENSIVE FINANCIAL REPORT 2021

FOR FISCAL YEAR ENDED
SEPTEMBER 30, 2021

CITY OF
BENBROOK, TX

911 WINSKOTT ROAD | BENBROOK, TX 76126
WWW.CI.BENBROOK.TX.US | 817.249.3000

*ANNUAL
COMPREHENSIVE FINANCIAL REPORT*

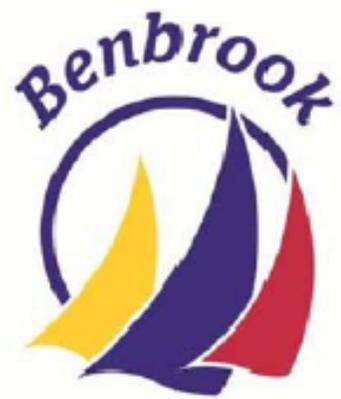
of the

City of Benbrook, Texas

**For the Year Ended
September 30, 2021**

Prepared by

Rick Overgaard
Director of
Finance



TEXAS

Our Pride. Your Joy.

City of Benbrook, Texas

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INTRODUCTORY SECTION





February 23, 2022

The Honorable Mayor,
Members of the City Council and City Manager
City of Benbrook
Benbrook, Texas

The Finance Department is pleased to submit the Annual Comprehensive Financial Report for the City of Benbrook, Texas for the fiscal year ended September 30, 2021. This report provides the City Council, City staff, our citizens, our bondholders, and other interested parties with detailed information concerning the financial condition and activities of the City. Responsibility for both the accuracy of the presented data and the completeness and fairness of the presentation, including all disclosures, rests with the City. We believe the data is accurate in all material respects and is presented in a manner that fairly sets forth the financial position and results of operations of the City. We also believe that all disclosures necessary to enable the reader to gain an understanding of the City's financial affairs have been included.

THE REPORT

The MD&A is a narrative introduction, overview, and analysis to accompany the basic financial statements. This letter of transmittal is designed to complement the MD&A and should be read in conjunction with it. The Statistical section, using tables, presents comparative economic and financial data to give the users of the report a perspective of the City's performance over several years.

The financial statements included in the report were prepared by the Finance Department in accordance with generally accepted accounting principles for local governments as prescribed by the Governmental Accounting Standards Board (GASB). The basic financial statements and related notes have been audited by an independent firm of Certified Public Accountants, BrooksWatson & Co., PLLC, whose report is included herein.

CITY PROFILE

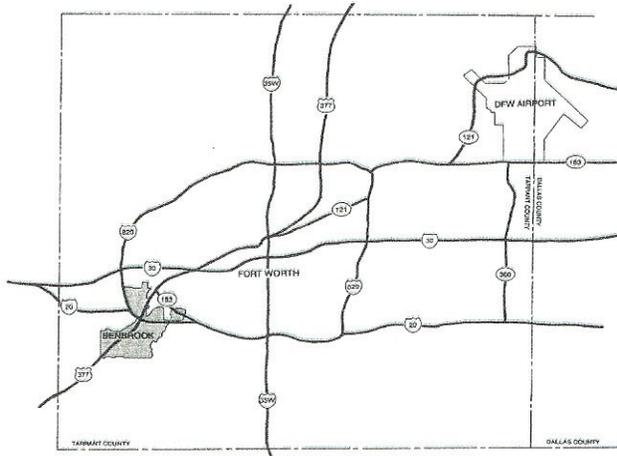
Location

The City of Benbrook is located in Tarrant County, in the north central portion of the State of Texas. The City of Benbrook is located on the southwest side of the City of Fort Worth and is only thirty minutes from Dallas. The City covers approximately thirteen square miles. The 2020 Census set the population at 24,520.

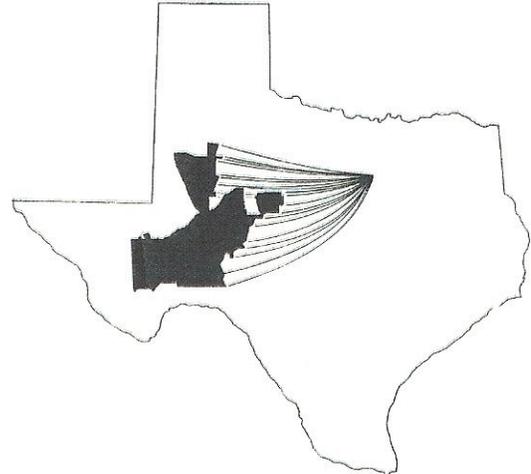
The City was incorporated in 1947 and is operated under a charter adopted in 1983. The City has a Council-Manager form of government with the City Council comprised of a mayor and six council members. All City Council positions are elected by place number and run at large for two-year staggered terms. The City Council is responsible for adopting ordinances and regulations governing the City; adopting the budget; determining policies; and appointing the City Manager, City Attorney,

City Secretary, Municipal Court Judge, as well as members of boards and commissions. The City Manager is responsible to the City Council and appoints and supervises the employees that prepare and administer the annual comprehensive financial report (ACFR), the annual budget, and the capital improvements program.

Benbrook's location in Tarrant County



Benbrook's location in the State



Services Provided

The City provides a full-range of municipal services including general government, community development, police and fire protection, street maintenance, building inspection, recreation services, parks operation and maintenance, and maintenance of City-owned buildings. The Benbrook Economic Development Corporation (EDC) is responsible for the promotion and retention of business within the City. Solid waste collection has been contracted out to a private firm.

This report includes the financial statements of the funds required to account for those activities, organizations, and functions which are related to the City and are controlled by or dependent upon the City's governing body. The criteria used by the City for including activities in preparing its financial statements are set forth by the Governmental Accounting Standards Board (GASB). Based on these criteria, all municipal services listed are included in the City's fiscal year 2020-21 financial statements.

Accounting System and Budgetary Control

The City's accounting records for general governmental operations are maintained on a modified accrual basis. Under this method of accounting, expenditures are recognized when the services or goods are received, and the liability is incurred.

In developing and maintaining the City's accounting system, consideration is given to the adequacy of internal controls. Internal controls are designed to provide reasonable, but not absolute, assurance regarding: (1) the safeguarding of assets against loss from unauthorized use or disposition and (2) the reliability of financial records

for preparing financial statements and maintaining accountability for assets. The concept of reasonable assurance recognizes that: (1) the cost of a control should not exceed the benefits likely to be derived and (2) the evaluation of costs and benefits requires estimates and judgments by management.

All internal control evaluations occur within the above framework. We believe that the City’s internal controls adequately safeguard assets and provide reasonable assurance of proper recording of financial transactions.

The City Charter provides that the City Council shall adopt the annual budget prepared by the City Management. This budget is reviewed by the City Council and is formally adopted by the passage of a budget ordinance. The City Manager is authorized to transfer budgeted amounts between line items and divisions within a fund. Any revisions that alter the total expenditures of any fund must be approved by the City Council.

Budgetary control has been established at the individual fund level. Financial reports are produced showing budget and actual expenditures by line item. These reports are distributed monthly to City department and division managers. A financial summary is prepared for City Council to approve each month.

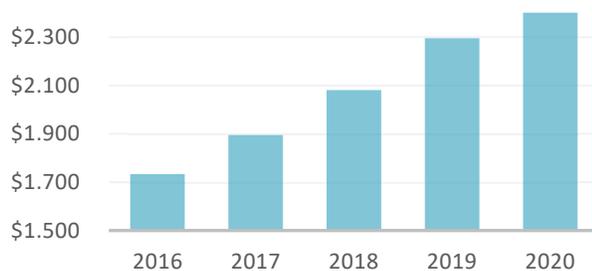
Individual line items are reviewed and analyzed for budgetary compliance. Personnel expenditures are monitored and controlled at a position level and capital expenditures are monitored and controlled by line item. Revenue budgets are reviewed monthly.

ECONOMIC OUTLOOK AND FINANCIAL CONDITION

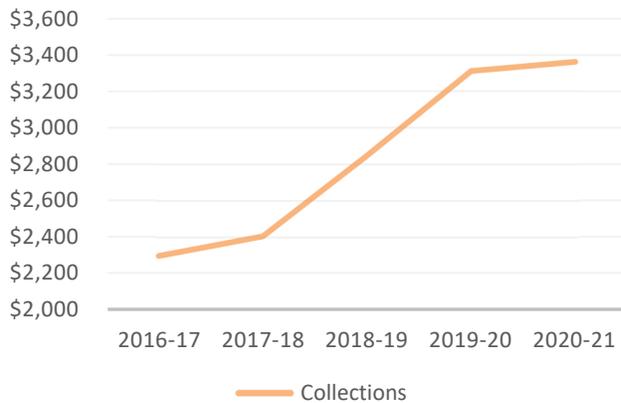
Summary of Local Economy

The City of Benbrook is located in southwest Tarrant County, an area that has experienced a significant growth in population since 2000. The City’s tax base has grown an average of 7.7% annually over the past five years with annual increases ranging from 4.6% to 10.3%. We expect our growth rate to continue this trend over the next few years. Commercial growth has remained steady and residential construction has escalated in the last several years.

Taxable Property Values (in millions)



Sales Tax Collections



Overall sales tax collections in Benbrook have increased steadily over the past few years with the completion of the Benbrook Boulevard expansion project that was started in 2014. The last five fiscal years averaged a 9.2% increase. In the first 3 months of the new fiscal year 2021-22 we are experiencing a 12.4% growth rate over the prior year.

Economic Prospects for the Future

The enhancement of the primary corridor through Benbrook’s center has stimulated growth of commercial and residential development and has attracted more upscale businesses and enterprises. Benbrook Boulevard expansion project is now complete; however, the City is still facing the COVID-19 pandemic, so sales tax is projected to remain flat over the next year.

Several commercial retail projects have recently been completed such as Braum’s restaurant, Ace Hardware, and Black Rifle Coffee. Projects currently under construction are an Audi Dealership, Russell Feed & Supply, a charter school, and several restaurants. Residential projects include Aura Apartments and various subdivisions.

There are opportunities in Benbrook for commercial expansion, business growth, and residential development in upcoming years. These prospects will have a positive impact on Benbrook’s tax base, sales tax collections, development fees, and other sources of revenue.

Long-Term Financial Planning

The City produces a Comprehensive Capital Improvements Plan (CIP). The CIP includes an emphasis on the repair and maintenance of existing facilities and infrastructure. Planned project funding comes from current resources. Projects located in the Tax Increment Financing (TIF) will be financed with the increase in value of property located within the TIF district. Storm drainage projects will be funded from the storm water utility fees. Other special projects will be taken on at the discretion of the City Council. These projects will be financed by the Core Value Account (CVA) which receives money related to City-owned mineral interest.

In 2019, as part of the City's updated 2020 Comprehensive Plan, a Citizen Committee recommended a new Municipal Complex to replace several municipal buildings, and to act as an anchor for a proposed downtown development. The existing municipal buildings are aging and have mechanical issues, electrical problems, ADA non-compliance and/or other challenges. In May 2021, voters approved the general obligation bond election to fund the design and construction of a new two-story,

approximately 35,000 square-foot Benbrook Municipal Complex to house the Police Station, Senior Citizen's Center, Municipal Court, City Hall Offices, and a Visitor's Center. Construction is scheduled to begin late 1st quarter 2022.

Cash Management

The City's cash management policy is adopted by City Council and strictly defines the types and amounts of investments made for the City. Section 5 of the Public Funds Investment Act prescribes that cities are to develop and maintain an investment policy to govern all investments. The City of Benbrook adopted a revised investment policy on October 4, 2018 to meet updates made to the Public Funds Investment Act. The City's investment policy is to minimize credit and market risks while maintaining a competitive yield on its portfolio. Collateral is held by the City, its agent, or a financial institution's trust department in the City's name. One hundred percent of the deposits and investments held by the City during the year ended and at September 30, 2021, are classified in the category of the lowest credit risk as defined by the Governmental Accounting Standards Board. All deposits are held in interest-bearing accounts, Texpool and TexStar investment pools, certificates of deposit, and agency notes.

OTHER INFORMATION

Independent Audit

The City Charter requires an annual audit of the financial statements of the City by independent certified public accountants selected by the City Council. This requirement has been complied with, and the audit firm of BrooksWatson & Co., PLLC's report on the basic financial statements and required supplementary information is included in the financial section of this report.

Certificate of Achievement

The Government Finance Officers Association (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the City of Benbrook for its comprehensive annual financial report for the fiscal year ended September 30, 2020. This year was the thirty-seventh consecutive year that the City has received this prestigious award. In order to be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized comprehensive annual financial report. The report must satisfy both generally accepted accounting principles as well as all applicable legal requirements.

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

In addition, the City of Benbrook has received the GFOA's Award for Distinguished Budget Presentation for its annual appropriated budget dated October 1, 2020. This award marked the thirty-seventh time the City has received this award. To qualify for the Distinguished Budget Presentation Award, the City's budget document was judged to be proficient in several categories including policy documentation, financial planning, and organization.

Acknowledgements

The preparation of the Comprehensive Annual Financial Report on a timely basis was made possible by the dedicated service of the entire staff of the finance department. Each member of the department has my sincere appreciation for the contribution made in the preparation of this report.

In closing, without the leadership and support of the City Council and the City Manager, preparation of this report would not have been possible.

Respectfully submitted,

A handwritten signature in black ink, appearing to read 'R. Overgaard', written in a cursive style.

Rick Overgaard
Finance Director



Government Finance Officers Association

Certificate of
Achievement
for Excellence
in Financial
Reporting

Presented to

**City of Benbrook
Texas**

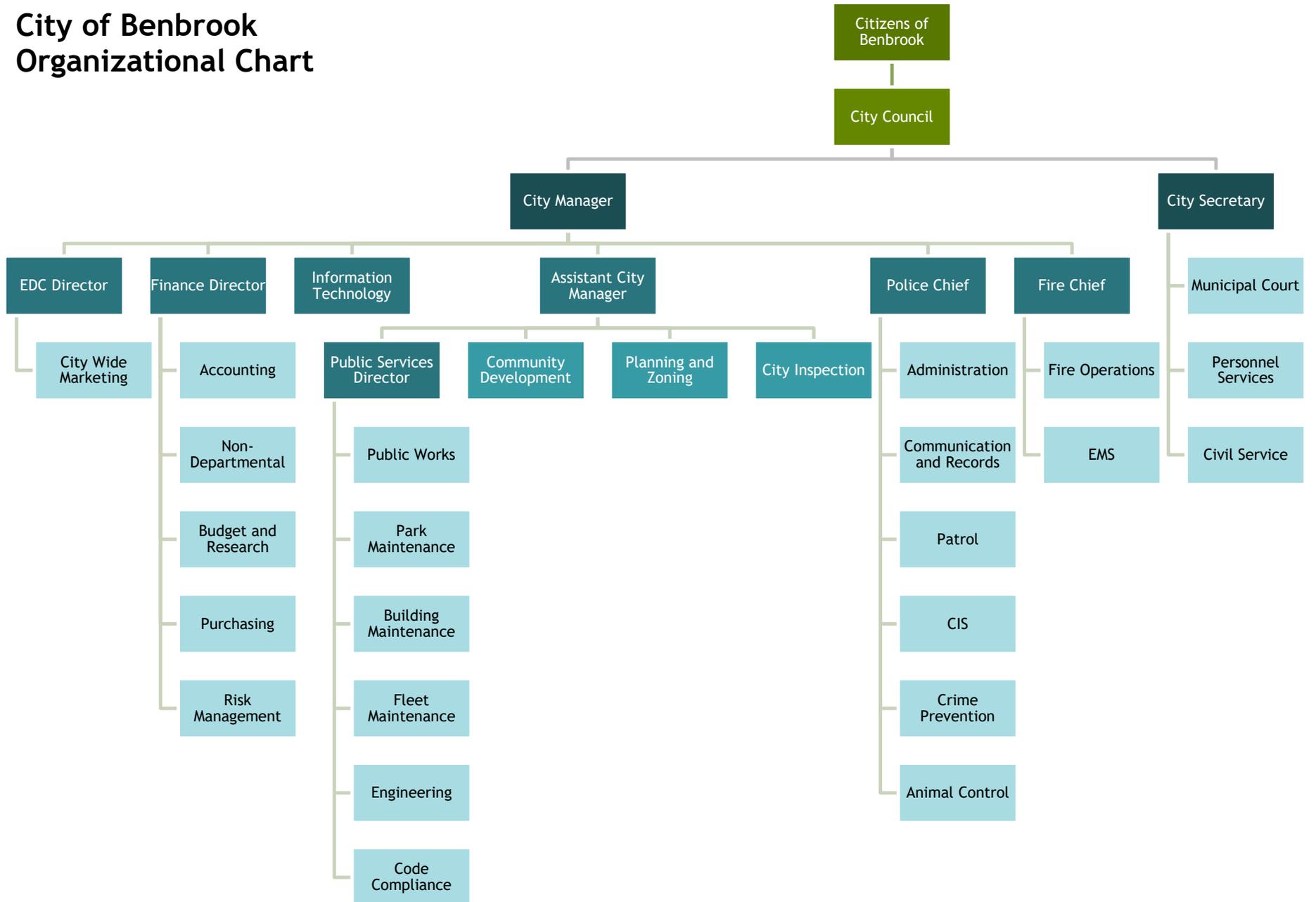
For its Annual Comprehensive
Financial Report
For the Fiscal Year Ended

September 30, 2020

Christopher P. Morill

Executive Director/CEO

City of Benbrook Organizational Chart



City of Benbrook, Texas
Principal Officials
September 30, 2021

ELECTED OFFICIALS

Name of Individual	Position	Term Expires	Length of Service (in Years)
Dr. Jerry Dittrich	Mayor Place 1	2021	30
Renee Franklin	Councilmember Place 2	2022	8
Dr. Larry Marshall	Mayor Pro Tem Place 3	2021	11
Dustin Phillips	Councilmember Place 4	2022	3
Alfredo Valverde	Councilmember Place 5	2021	2
Laura Mackey	Councilmember Place 6	2022	3
Jason Ward	Councilmember Place 7	2021	2

APPOINTED OFFICIALS

Andy Wayman	City Manager	25
Joanna King	City Secretary	46
Jim Hinderaker	Deputy City Manager	5
Rick Overgaard	Finance Director	3
Doug Howard	Planning Director	4
David Babcock	Police Chief	2
Tommy Davis	Fire Chief	27
Jessica James	EDC Director	1
Wes Cooper	Information Technology Director	1
Bennett C. Howell, III	Public Services Director	7
Heath Haseloff	City Engineer	4





INDEPENDENT AUDITOR'S REPORT

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

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the discretely presented component units, each major fund, and the aggregate remaining fund information of the City of Benbrook, Texas (the "City") as of and for the year ended September 30, 2021, and the related notes to the financial statements, which collectively comprise the City's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

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

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

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

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the discretely presented component units, each major fund, and the aggregate remaining fund information of the City, as of September 30, 2021, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Emphasis of Matter

As discussed in Note V.E. to the financial statements, the City restated its beginning net position/fund balance within governmental activities, component unit activities, and governmental funds due to changes to fund reporting and accounting corrections in the prior year. Our opinion is not modified with respect to these matters.

Other Matters

Required Supplementary Information

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

Other Information

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

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

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

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated February 23, 2022 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.



BrooksWatson & Co., PLLC
Certified Public Accountants
Houston, Texas
February 23, 2022



*MANAGEMENT'S DISCUSSION
AND ANALYSIS*



City of Benbrook, Texas

MANAGEMENT'S DISCUSSION AND ANALYSIS

September 30, 2021

As management of the City of Benbrook, Texas (the "City"), we offer readers of the City's financial statements this narrative overview and analysis of the financial activities of the City for the fiscal year ended September 30, 2021. We encourage readers to consider the information presented here in conjunction with additional information that we have furnished in our letter of transmittal, which can be found on pages i-v of this report.

Financial Highlights

- The assets and deferred outflows of the City exceeded its liabilities and deferred inflows (net position) at September 30, 2021 by \$66,071,520. Of this amount, \$5,060,700 (unrestricted net position) may be used to meet the government's ongoing obligations to citizens and creditors.
- The City's total net position increased by \$3,793,801. The majority of the City's net position are invested in capital assets and restricted for specific purposes.
- The City's governmental funds reported combined ending fund balances of \$41,266,453 at September 30, 2021, an increase of \$27,044,465 from the prior fiscal year; this includes an increase of \$3,411,785 in the general fund, an increase of \$106,608 in the debt service fund, an increase of \$1,597,764 in the CARES Act fund, an increase of \$21,941,352 in the municipal complex fund, and a decrease of \$13,044 in the nonmajor governmental funds.
- At the end of the fiscal year, unassigned fund balance for the general fund was \$13,195,410 or 72% of total general fund expenditures.
- The City's total debt showed a net increase (including premiums) of \$20,881,852. The total governmental bonds payable at the close of the fiscal year was \$23,390,000.

Overview of the Financial Statements

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

Government-Wide Statements

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

City of Benbrook, Texas

MANAGEMENT'S DISCUSSION AND ANALYSIS (Continued)

September 30, 2021

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

The *statement of activities* presents information showing how the City's net position changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported for some items that will only result in cash flows in future fiscal periods (e.g., uncollected taxes and earned but unused vacation leave).

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

The government-wide financial statements include not only the City itself (known as the *primary government*), but also the legally separate the Benbrook Economic Development Corporation and the Tax Increment Financing ("TIF") Reinvestment Zone #1, for which the City is financially accountable. Financial information for these component units is reported separately from the financial information presented for the primary government itself.

FUND FINANCIAL STATEMENTS

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

Governmental Funds

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

City of Benbrook, Texas

MANAGEMENT'S DISCUSSION AND ANALYSIS (Continued)

September 30, 2021

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

The City maintains fourteen individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for the general fund, debt service fund, CARES Act fund, and municipal complex fund, which are considered to be major funds. The City's other special revenue/capital projects funds are considered nonmajor for reporting purposes.

The City adopts an annual appropriated budget for its general and debt service funds. A budgetary comparison statement has been provided for each fund to demonstrate compliance with the budget.

Proprietary Funds

The City maintains one type of proprietary fund. *Enterprise funds* are used to report the same functions presented as *business-type activities* in the government-wide financial statements. The City uses one enterprise fund to account for its sanitation operations. All activities associated with providing such services are accounted for in these funds, including personnel, administration, operation, repairs/maintenance, capital improvements, billing and collection. The City's intent is that costs of providing the services to the general public on a continuing basis is financed through user charges in a manner similar to a private enterprise.

Proprietary financial statements provide the same type of information as the government-wide financial statements, only in more detail. The proprietary fund financial statements provide separate information for the sanitation fund, as its considered a major fund of the City.

Component Unit

The City maintains the accounting and financial statements for two component units. The Benbrook Economic Development Corporation and the Tax Increment Financing ("TIF") Reinvestment Zone #1 are reported as discrete component units on the government-wide financial statements.

Notes to Financial Statements

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

City of Benbrook, Texas

MANAGEMENT'S DISCUSSION AND ANALYSIS (Continued)

September 30, 2021

Other Information

In addition to the basic financial statements, MD&A, and accompanying notes, this report also presents certain Required Supplementary Information (RSI). The required RSI includes a budgetary comparison schedule for the general fund, schedule of changes in the net pension liability and related ratios and schedule of employer contributions for the Texas Municipal Retirement System. RSI can be found after the basic financial statements.

GOVERNMENT-WIDE FINANCIAL ANALYSIS

As noted previously, net position may serve over time as a useful indicator of the City's financial position. For the City of Benbrook, assets and deferred outflows exceed liabilities and deferred inflows by \$66,071,520 as of September 30, 2021 in the primary government.

The largest portion of the City's net position, \$55,708,607, reflects its investments in capital assets (e.g., land, buildings, infrastructure, vehicles, machinery and equipment, as well as the public works facilities), less any debt used to acquire those assets that are still outstanding. The City uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although the City's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the assets themselves cannot be used to liquidate these liabilities.

City of Benbrook, Texas
MANAGEMENT'S DISCUSSION AND ANALYSIS (Continued)
September 30, 2021

Statement of Net Position:

The following table reflects the condensed Statement of Net Position:

	2021			2020		
	Governmental	Business-Type	Total	Governmental	Business-Type	Total
	Activities	Activities		Activities	Activities	
Current and						
other assets	\$ 42,994,955	\$ 39,749	\$ 43,034,704	\$ 16,634,564	\$ -	\$ 16,634,564
Long-term assets	58,669,678	-	58,669,678	61,744,921	-	61,744,921
Total Assets	101,664,633	39,749	101,704,382	78,379,485	-	78,379,485
Total Deferred						
Outflows	2,459,745	-	2,459,745	1,824,475	-	1,824,475
Current liabilities	4,382,573	35,576	4,418,149	4,391,140	-	4,391,140
Long-term liabilities	31,146,262	-	31,146,262	11,411,032	-	11,411,032
Total Liabilities	35,528,835	35,576	35,564,411	15,802,172	-	15,802,172
Total Deferred						
Inflows	2,528,196	-	2,528,196	2,124,069	-	2,124,069
Net Position:						
Net investment						
in capital assets	55,708,607	-	55,708,607	58,380,830	-	58,380,830
Restricted	5,302,213	-	5,302,213	2,795,311	-	2,795,311
Unrestricted	5,056,527	4,173	5,060,700	1,101,578	-	1,101,578
Total Net Position	\$ 66,067,347	\$ 4,173	\$ 66,071,520	\$ 62,277,719	\$ -	\$ 62,277,719

Current and other assets increased by \$26,360,391 due to greater cash primarily as a result of unspent bond proceeds received in the current year. Long term liabilities increased \$19,735,230 primarily due to \$20,920,000 worth of general obligation bonds issued during the year.

City of Benbrook, Texas
MANAGEMENT'S DISCUSSION AND ANALYSIS (Continued)
September 30, 2021

Statement of Activities:

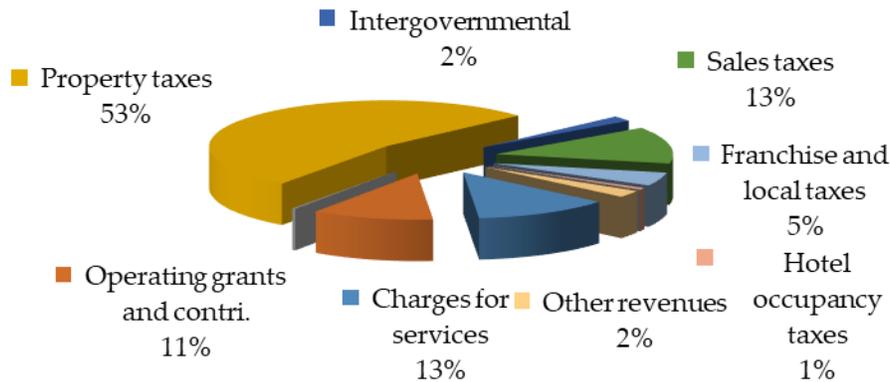
The following table provides a summary of the City's changes in net position:

	For the Year Ended September 30, 2021			For the Year Ended September 30, 2020		
	Governmental Activities	Business-Type Activities	Total	Governmental Activities	Business-Type Activities	Total
			Primary Government			Primary Government
Revenues						
Program revenues:						
Charges for services	\$ 3,266,783	\$ 1,441,773	\$ 4,708,556	\$ 3,083,586	\$ -	\$ 3,083,586
Operating grants	2,911,733	-	2,911,733	1,800,856	-	1,800,856
Capital grants	85,760	-	85,760	-	-	-
General revenues:						
Property taxes	14,011,982	-	14,011,982	13,654,436	-	13,654,436
Sales taxes	3,402,472	-	3,402,472	3,315,098	-	3,315,098
Hotel occupancy taxes	161,469	-	161,469	123,497	-	123,497
Franchise and local taxes	1,239,339	-	1,239,339	1,477,050	-	1,477,050
Intergovernmental	501,203	-	501,203	-	-	-
Investment income	21,346	-	21,346	21,309	-	21,309
Other revenues	632,614	-	632,614	764,316	-	764,316
Total Revenues	26,234,701	1,441,773	27,676,474	24,240,148	-	24,240,148
Expenses						
General government	1,296,361	-	1,296,361	1,178,845	-	1,178,845
Staff services	1,221,062	-	1,221,062	1,078,357	-	1,078,357
Public safety	10,667,513	-	10,667,513	11,385,581	-	11,385,581
Public services	7,027,816	-	7,027,816	5,709,626	-	5,709,626
Community develop.	901,385	-	901,385	1,186,722	-	1,186,722
Payment to TIF	1,086,189	-	1,086,189	1,007,199	-	1,007,199
Interest and fiscal chgs.	479,671	-	479,671	178,055	-	178,055
Sanitation	-	1,202,676	1,202,676	-	-	-
Total Expenses	22,679,997	1,202,676	23,882,673	21,724,385	-	21,724,385
Change in Net Position						
Before Other	3,554,704	239,097	3,793,801	2,515,763	-	2,515,763
Transfers	234,924	(234,924)	-	-	-	-
Total	234,924	(234,924)	-	-	-	-
Change in Net Position	3,789,628	4,173	3,793,801	2,515,763	-	2,515,763
Beginning Net Position	62,277,719	-	62,277,719	59,761,956	-	59,761,956
Ending Net Position	\$ 66,067,347	\$ 4,173	\$ 66,071,520	\$ 62,277,719	\$ -	\$ 62,277,719

City of Benbrook, Texas
MANAGEMENT'S DISCUSSION AND ANALYSIS (Continued)
September 30, 2021

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

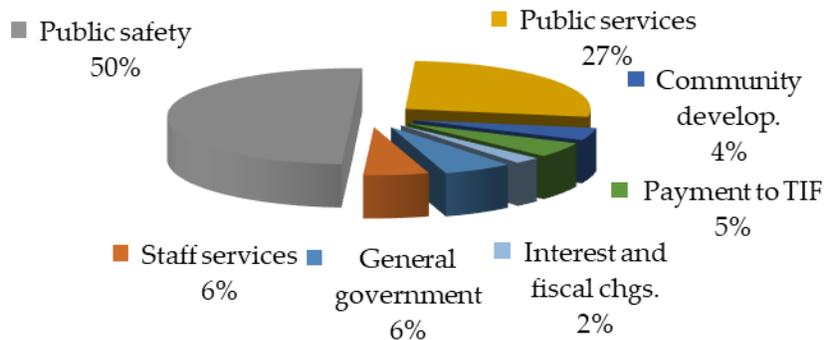
Governmental Activities - Revenues



For the year ended September 30, 2021, revenues from governmental activities totaled \$26,234,701. Property taxes, sales taxes, and charges for services are the City's largest general revenue sources. Overall revenue increased \$1,994,553 or 8% compared to the prior year. Grants and contributions increased by \$1,196,637 primarily due to nonrecurring grants relating to COVID-19 relief. Charges for services increased by \$183,197 or 6%, primarily due to an increase in ambulance revenue. All other revenues remained relatively stable compared with the prior year.

This graph shows the governmental function expenses of the City:

Governmental Activities - Expenses



For the year ended September 30, 2021, expenses for governmental activities totaled \$22,679,997. This represents an increase of \$955,612 or 4% from the prior year. The increase was primarily due to an increase in public services expense of \$1,318,190 or 23%. This increase was primarily attributable to expenses of the City borne for a TXDOT project that were contributed to the state. The City's largest functional expense is public safety of \$10,667,513, a decrease of \$718,068 or 6% compared to the prior year. The decrease was primarily due to reduction in personnel costs, as the City's net pension liability

City of Benbrook, Texas

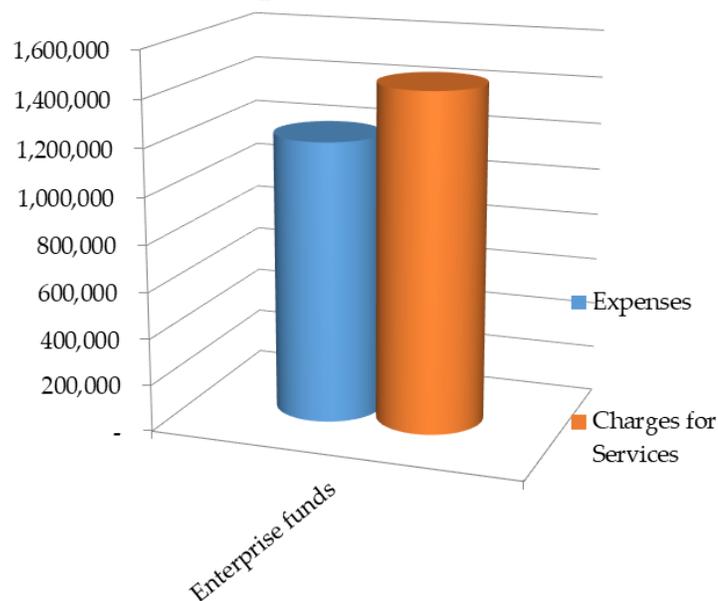
MANAGEMENT'S DISCUSSION AND ANALYSIS (Continued)

September 30, 2021

value significantly declined over the course of the year. Interest and fiscal charges increased by \$301,616 primarily due to nonrecurring debt issuance costs recognized in the current year. All other expenses remained relatively consistent with the previous year.

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

Business-Type Activities - Revenues and Expenses



For the year ended September 30, 2021, charges for services by business-type activities totaled \$1,441,773. This is an increase of \$1,441,773 or 100% from the previous year. The increase was primarily due to sanitation services being transferred to business-type activities in the current year. In the previous years, sanitation services were recorded within governmental activities.

Total expenses increased \$1,202,676 or 100%, to a total of \$1,202,676. This variance was due to sanitation services being transferred to business-type activities in the current year, as mentioned above.

FINANCIAL ANALYSIS OF THE CITY'S FUNDS

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

Governmental Funds - The focus of the City's governmental funds is to provide information of near-term inflows, outflows and balances of spendable resources. Such information is useful in assessing the

City of Benbrook, Texas
MANAGEMENT'S DISCUSSION AND ANALYSIS (Continued)
September 30, 2021

City's financing requirements. In particular, unassigned fund balance may serve as a useful measure of the City's net resources available for spending at the end of the year.

At September 30, 2021, the City's governmental funds reported combined fund balances of \$41,266,453, an increase of \$27,044,465 in comparison with the prior year. Approximately 32% of the fund balance, \$13,195,410, constitutes *unassigned fund balance*, which is available for spending at the government's discretion. The remainder of the fund balance is either *nonspendable*, *committed*, or *restricted* to indicate that it is 1) not in spendable form, \$236,306, 2) committed for capital projects, \$532,524 3) restricted for particular purposes, \$27,302,213.

As of the end of the year the general fund reflected a total fund balance of \$13,431,716. Of this, \$236,306 is considered nonspendable and \$13,195,410 is unassigned. The general fund balance increased by \$3,411,785 compared to the budgeted increase of \$4,547. The fund's increase was primarily due to expenditures being less than budgeted and other financing sources being greater than budgeted.

As a measure of the general fund's liquidity, it may be useful to compare total fund balance to total fund expenditures. The total fund balance of general fund is 74% of total general fund expenditures. The unassigned (the amount available for spending) fund balance of the general fund of \$13,195,410 is 72% of total general fund expenditures.

The debt service fund had an ending fund balance of \$454,353 at September 30, 2021, an increase of \$106,608. The increase was due to transfer in and intergovernmental revenues exceeding expenditures.

The CARES Act fund had an ending fund balance of \$1,597,764, an increase of \$1,597,764. The increase is due to grant revenues received exceeding current year expenditures.

The municipal complex fund had an ending fund balance of \$21,941,352, an increase of \$21,941,352. The increase is a direct result of general obligation bond proceeds received during the year.

Nonmajor governmental funds had a total ending fund balance of \$3,841,268, a slight decrease of \$13,044.

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

GENERAL FUND BUDGETARY HIGHLIGHTS

No budget amendments were approved during the fiscal year. There was a negative variance of \$194,950 for budgeted general fund revenues. The negative variance was primarily due to property taxes not meeting the budgeted amount. There was a positive variance of \$2,523,613 for budgeted general fund expenditures. This positive variance was primarily a result of public safety expenses

City of Benbrook, Texas
MANAGEMENT'S DISCUSSION AND ANALYSIS (Continued)
September 30, 2021

being less than the budget by \$2,027,455. Transfers in and proceeds from sales of capital assets totaling \$289,506 and \$789,069, respectively, were not included in the budgeted financing sources.

CAPITAL ASSETS

As of the end of the year, the City's governmental activities funds had invested \$58,669,678 in a variety of capital assets and infrastructure, net of accumulated depreciation. This investment in capital assets includes land, buildings, vehicles, equipment, park improvements, and drainage/bridge infrastructure. Major capital asset events during the current year include the following:

- Clearfork bridge improvements for \$379,963.
- Westpark and Winchester fence updates totaling \$204,905.
- Two-way conversion improvements for \$112,524.
- Municipal complex building improvements for \$66,648.
- Purchase of 2019 Ford ambulance truck for \$259,460.
- Purchase of five 2021 Chevy Tahoes totaling \$182,875.

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

LONG-TERM DEBT

At the end of the current fiscal year, the City had total bonded debt obligations of \$23,390,000 (excluding premiums). The City issued \$20,920,000 worth of general obligation bonds in the current year. During the year, the City made \$1,520,000 of principal payments. The City monitors its debt obligations and callable bonds for refinancing opportunities with market conditions. More detailed information about the City's long-term liabilities is presented in note IV. D and E to the financial statements.

ECONOMIC FACTORS AND NEXT YEAR'S BUDGET

In the fiscal year 2021-22 operating budget, General Fund revenues are budgeted to increase by \$108,503 from the 2020-21 budget year. Assessed valuations grew by 5.65% leading to a projected increase in revenue from property taxes. Sales tax revenue is projected to remain the same as the prior year due to the uncertainty of the COVID-19 pandemic. Additionally, there are no new capital purchases or programs in the fiscal year 2021-22 operating budget due to the pandemic. Essentially, the operating budget is flat from the prior year.

In September 2021 the City issued \$22 million in General Obligation bonds for the construction of a new Municipal Complex that will house City Hall Administration, Police Department, and Senior Center. This project is budgeted in the City's Capital Improvement Projects budget and is expected to be completed within three years.

City of Benbrook, Texas

MANAGEMENT'S DISCUSSION AND ANALYSIS *(Continued)*

September 30, 2021

CONTACTING THE CITY'S FINANCIAL MANAGEMENT

The financial report is designed to provide our citizens, customers, investors and creditors with a general overview of the City's finances. If you have questions about this report or need any additional information, contact the City's Finance Director at P. O. Box 26569, Benbrook, Texas 76126, or call (817) 249-3000.



FINANCIAL STATEMENTS

City of Benbrook, Texas
STATEMENT OF NET POSITION (Page 1 of 2)
September 30, 2021

	Primary Government		
	Governmental Activities	Business-Type Activities	Total
<u>Assets</u>			
Current assets:			
Cash and cash equivalents	\$ 39,181,298	\$ -	\$ 39,181,298
Investments	1,824,155	-	1,824,155
Receivables, net	1,327,551	39,749	1,367,300
Prepays	236,306	-	236,306
Due from component unit	425,645	-	425,645
Total Current Assets	42,994,955	39,749	43,034,704
Capital assets:			
Non-depreciable	15,098,271	-	15,098,271
Net depreciable capital assets	43,571,407	-	43,571,407
Noncurrent Assets	58,669,678	-	58,669,678
Total Assets	101,664,633	39,749	101,704,382
<u>Deferred Outflows of Resources</u>			
Pension outflows	1,363,197	-	1,363,197
OPEB outflows - TMRS	107,754	-	107,754
OPEB outflows - Healthcare	961,423	-	961,423
Deferred charge on refunding	27,371	-	27,371
Total Deferred Outflows of Resources	\$ 2,459,745	\$ -	\$ 2,459,745

Component Units

EDC		TIF	
\$	2,057,757	\$	3,671,714
	3,821,635		145,396
	307,192		196
	-		-
	-		-
	<u>6,186,584</u>		<u>3,817,306</u>
	-		-
	4,069		-
	<u>4,069</u>		-
	<u>6,190,653</u>		<u>3,817,306</u>
	-		-
	-		-
	-		-
	-		-
\$	<u>-</u>	\$	<u>-</u>

City of Benbrook, Texas
STATEMENT OF NET POSITION (Page 2 of 2)
September 30, 2021

	Primary Government		
	Governmental Activities	Business-Type Activities	Total
Liabilities			
Current liabilities:			
Accounts payable and accrued liabilities	\$ 1,263,348	\$ 35,576	\$ 1,298,924
Due to primary government	-	-	-
Accrued interest payable	47,082	-	47,082
Customer deposits	143,319	-	143,319
Compensated absences, current	1,558,824	-	1,558,824
Long term debt due within one year	1,370,000	-	1,370,000
Total Current Liabilities	4,382,573	35,576	4,418,149
Noncurrent liabilities:			
Compensated absences, noncurrent	173,203	-	173,203
Long-term debt due in more than one year	23,501,852	-	23,501,852
OPEB liability - TMRS	473,135	-	473,135
OPEB liability - Healthcare	3,054,589	-	3,054,589
Net pension liability	3,943,483	-	3,943,483
Noncurrent Liabilities	31,146,262	-	31,146,262
Total Liabilities	35,528,835	35,576	35,564,411
Deferred Inflows of Resources			
Pension inflows	2,510,136	-	2,510,136
OPEB inflows - TMRS	18,060	-	18,060
Total Deferred Inflows of Resources	2,528,196	-	2,528,196
Net Position			
Net investment in capital assets	55,708,607	-	55,708,607
Restricted for:			
Debt service	454,353	-	454,353
Capital improvements	2,570,588	-	2,570,588
City promotions	408,727	-	408,727
CARES Act grant activities	1,597,764	-	1,597,764
Public safety	270,781	-	270,781
Economic development	-	-	-
Capital improvements - TIF	-	-	-
Unrestricted	5,056,527	4,173	5,060,700
Total Net Position	\$ 66,067,347	\$ 4,173	\$ 66,071,520

See Notes to Financial Statements.

Component Units

	EDC	TIF
\$	396,152	-
	425,645	-
	-	-
	-	-
	-	-
	-	-
	<u>821,797</u>	<u>-</u>
	-	-
	-	-
	-	-
	-	-
	<u>-</u>	<u>-</u>
	<u>821,797</u>	<u>-</u>
	-	-
	-	-
	<u>-</u>	<u>-</u>
	<u>-</u>	<u>-</u>
	4,069	-
	-	-
	-	-
	-	-
	-	-
	-	-
	5,364,787	-
	-	3,817,306
	-	-
\$	<u><u>5,368,856</u></u>	<u><u>\$ 3,817,306</u></u>

City of Benbrook, Texas

STATEMENT OF ACTIVITIES

For the Year Ended September 30, 2021

Functions/Programs	Expenses	Program Revenues		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions
Primary Government				
Governmental Activities				
General government	\$ 1,296,361	\$ -	\$ 2,911,733	\$ 85,760
Staff services	1,221,062	-	-	-
Public safety	10,667,513	1,693,397	-	-
Public services	7,027,816	1,069,337	-	-
Community development	901,385	504,049	-	-
Payment to TIF	1,086,189	-	-	-
Interest and fiscal charges	479,671	-	-	-
Total Governmental Activities	22,679,997	3,266,783	2,911,733	85,760
Business-Type Activities				
Sanitation	1,202,676	1,441,773	-	-
Total Business-Type Activities	1,202,676	1,441,773	-	-
Total Primary Government	\$ 23,882,673	\$ 4,708,556	\$ 2,911,733	\$ 85,760
Component Units				
Economic				
Development Corporation	\$ 1,309,482	\$ -	\$ -	\$ -
Tax Increment Finance (TIF)	629,334	-	-	-
Total Component Units	\$ 1,938,816	\$ -	\$ -	\$ -

General Revenues:

Taxes
 Property taxes
 Sales taxes
 Franchise and local taxes
 Hotel occupancy taxes
 Investment income
 Other revenues
 Intergovernmental
 Transfers

Total General Revenues and Transfers

Change in Net Position

Beginning Net Position

Ending Net Position

See Notes to Financial Statements.

Net (Expense) Revenue and Changes in Net Position

Primary Government			Component Unit	
Governmental Activities	Business-Type Activities	Total	EDC	TIF
\$ 1,701,132	\$ -	\$ 1,701,132	\$ -	\$ -
(1,221,062)	-	(1,221,062)	-	-
(8,974,116)	-	(8,974,116)	-	-
(5,958,479)	-	(5,958,479)	-	-
(397,336)	-	(397,336)	-	-
(1,086,189)	-	(1,086,189)	-	-
(479,671)	-	(479,671)	-	-
<u>(16,415,721)</u>	<u>-</u>	<u>(16,415,721)</u>	<u>-</u>	<u>-</u>
-	239,097	239,097	-	-
-	239,097	239,097	-	-
<u>(16,415,721)</u>	<u>239,097</u>	<u>(16,176,624)</u>	<u>-</u>	<u>-</u>
			(1,309,482)	-
			-	(629,334)
			<u>(1,309,482)</u>	<u>(629,334)</u>
14,011,982	-	14,011,982	-	-
3,402,472	-	3,402,472	1,696,328	-
1,239,339	-	1,239,339	-	-
161,469	-	161,469	-	-
21,346	-	21,346	-	974
632,614	-	632,614	44,192	977,752
501,203	-	501,203	-	1,128,399
234,924	(234,924)	-	-	-
<u>20,205,349</u>	<u>(234,924)</u>	<u>19,970,425</u>	<u>1,740,520</u>	<u>2,107,125</u>
3,789,628	4,173	3,793,801	431,038	1,477,791
62,277,719	-	62,277,719	4,937,818	2,339,515
<u>\$ 66,067,347</u>	<u>\$ 4,173</u>	<u>\$ 66,071,520</u>	<u>\$ 5,368,856</u>	<u>\$ 3,817,306</u>

City of Benbrook, Texas

BALANCE SHEET GOVERNMENTAL FUNDS September 30, 2021

	General	Debt Service	Special Revenue	
			Cares Act	Municipal Complex
<u>Assets</u>				
Cash and cash equivalents	\$ 11,451,329	\$ 452,463	\$ 1,597,764	\$ 22,000,000
Investments	1,503,292	-	-	-
Taxes receivable, net	920,315	23,183	-	-
Accounts receivable, net	299,389	-	-	-
Due from other funds	8,695	-	-	-
Due from component unit	425,645	-	-	-
Prepays	236,306	-	-	-
Total Assets	\$ 14,844,971	\$ 475,646	\$ 1,597,764	\$ 22,000,000
<u>Liabilities</u>				
Accounts payable and accrued liabilities	\$ 1,112,713	\$ -	\$ -	\$ 58,648
Due to other funds	-	-	-	-
Customer deposits	-	-	-	-
Total Liabilities	1,112,713	-	-	58,648
<u>Deferred Inflows of Resources</u>				
Unavailable revenue -				
Property taxes	275,792	21,293	-	-
Gas well permits	24,750	-	-	-
Total Deferred Inflows	300,542	21,293	-	-
<u>Fund Balances</u>				
Nonspendable for:				
Prepays	\$ 236,306	\$ -	\$ -	\$ -
Restricted for:				
Debt service	-	454,353	-	-
Capital improvements	-	-	-	21,941,352
CARES Act grant activities	-	-	1,597,764	-
City promotions	-	-	-	-
Public safety	-	-	-	-
Committed for:				
Capital projects	-	-	-	-
Unassigned	13,195,410	-	-	-
Total Fund Balances	13,431,716	454,353	1,597,764	21,941,352
Total Liabilities, Deferred Inflows, and Fund Balances	\$ 14,844,971	\$ 475,646	\$ 1,597,764	\$ 22,000,000

See Notes to Financial Statements.

Nonmajor Governmental Funds	Total Governmental Funds
\$ 3,679,742	\$ 39,181,298
320,863	1,824,155
84,664	1,028,162
-	299,389
-	8,695
-	425,645
-	236,306
<u>\$ 4,085,269</u>	<u>\$ 43,003,650</u>
\$ 91,987	\$ 1,263,348
8,695	8,695
143,319	143,319
<u>244,001</u>	<u>1,415,362</u>
-	297,085
-	24,750
<u>-</u>	<u>321,835</u>
\$ -	\$ 236,306
-	454,353
2,629,236	24,570,588
-	1,597,764
408,727	408,727
270,781	270,781
532,524	532,524
-	13,195,410
<u>3,841,268</u>	<u>41,266,453</u>
<u>\$ 4,085,269</u>	<u>\$ 43,003,650</u>



City of Benbrook, Texas

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

September 30, 2021

Fund Balances - Total Governmental Funds \$ 41,266,453

Adjustments for the Statement of Net Position:

Capital assets used in governmental activities are not current financial resources and, therefore, not reported in the governmental funds.

Capital assets - non-depreciable	15,098,271
Capital assets - net depreciable	43,571,407

Other long-term assets are not available to pay for current-period expenditures and, therefore, are deferred in the governmental funds.

Property tax receivable	297,085
Gas well permits	24,750

Deferred outflows (inflows) of resources represent a consumption (acquisition) of net position that applies to a future period(s) and is not recognized as an outflow (inflows) of resources (expense/expenditure)/(revenue) until then.

Deferred charge on refunding	27,371
Pension outflows	1,363,197
Pension inflows	(2,510,136)
OPEB outflows - Healthcare	961,423
OPEB outflows - TMRS	107,754
OPEB inflows - TMRS	(18,060)

Some liabilities, including bonds payable, premiums, other long-term liabilities and deferred charges, are not reported as liabilities in the governmental funds.

Accrued interest	(47,082)
Bond premium	(1,481,852)
Compensated absences	(1,732,027)
Non-current liabilities due in one year	(1,370,000)
Non-current liabilities due in more than one year	(22,020,000)
Net pension liability - TMRS	(3,943,483)
OPEB liability - TMRS	(473,135)
OPEB liability - Healthcare	(3,054,589)

Net Position of Governmental Activities	\$ 66,067,347
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See Notes to Financial Statements.

City of Benbrook, Texas

STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE GOVERNMENTAL FUNDS (Page 1 of 2) For the Year Ended September 30, 2021

	General	Debt Service	Special Revenue	
			Cares Act	Municipal Complex
Revenues				
Property tax	\$ 13,621,451	\$ 477,298	\$ -	\$ -
Sales tax	3,402,472	-	-	-
Franchise and local taxes	1,208,965	-	-	-
Hotel occupancy taxes	-	-	-	-
Charges for services	1,059,859	-	-	-
License, permits and fees	504,049	-	-	-
Intergovernmental	-	501,203	-	-
Fines and forfeitures	617,919	-	-	-
Investment income	19,662	-	-	-
Grant revenue	-	-	2,911,733	-
Other revenue	605,134	-	-	-
Total Revenues	21,039,511	978,501	2,911,733	-
Expenditures				
Current:				
General government	1,368,859	-	-	-
Staff services	1,159,286	-	-	58,648
Community development	776,600	-	-	-
Public safety	9,563,971	-	1,313,969	-
Public works	4,285,835	-	-	-
Payment to TIF	1,086,189	-	-	-
Debt service:				
Principal	-	1,520,000	-	-
Interest and fiscal charges	-	85,259	-	-
Bond issuance costs	-	-	-	401,852
Capital outlay	-	-	-	-
Total Expenditures	18,240,740	1,605,259	1,313,969	460,500

Nonmajor Governmental Funds	Total Governmental Funds
\$ -	\$ 14,098,749
-	3,402,472
30,374	1,239,339
161,469	161,469
1,069,337	2,129,196
-	504,049
-	501,203
12,422	630,341
1,684	21,346
-	2,911,733
27,480	632,614
1,302,766	26,232,511

23,200	1,392,059
42,827	1,260,761
142,794	919,394
-	10,877,940
-	4,285,835
-	1,086,189
-	1,520,000
-	85,259
-	401,852
796,602	796,602
1,005,423	22,625,891

City of Benbrook, Texas

STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE GOVERNMENTAL FUNDS (Page 2 of 2) For the Year Ended September 30, 2021

			Special Revenue	
	General	Debt Service	Cares Act	Municipal Complex
Excess (Deficiency) of Revenues	\$ 2,798,771	\$ (626,758)	\$ 1,597,764	\$ (460,500)
<u>Other Financing Sources (Uses)</u>				
Sales of capital assets	801,069	-	-	-
Bond issuance	-	-	-	20,920,000
Bond premium	-	-	-	1,481,852
Transfers in	311,945	733,366	-	-
Transfers (out)	(500,000)	-	-	-
Total Other Financing Sources (Uses)	613,014	733,366	-	22,401,852
Net Change in Fund Balances	3,411,785	106,608	1,597,764	21,941,352
Beginning fund balances	10,019,931	347,745	-	-
Ending Fund Balances	\$ 13,431,716	\$ 454,353	\$ 1,597,764	\$ 21,941,352

See Notes to Financial Statements.

Nonmajor Governmental Funds	Total Governmental Funds
\$ 297,343	\$ 3,606,620
-	801,069
-	20,920,000
-	1,481,852
515,757	1,561,068
(826,144)	(1,326,144)
<u>(310,387)</u>	<u>23,437,845</u>
(13,044)	27,044,465
3,854,312	14,221,988
<u>\$ 3,841,268</u>	<u>\$ 41,266,453</u>



City of Benbrook, Texas

RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES

For the Year Ended September 30, 2021

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

Net changes in fund balances - total governmental funds	\$	27,044,465
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Governmental funds report capital outlays as expenditures. However, in the statement of activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense.

Capital outlay		1,232,983
Depreciation expense		(2,290,217)
Capital contributions		85,760
Adjustment for disposal of capital assets		(2,103,769)

Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.		(83,570)
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Some expenses reported in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds.

Compensated absences		(24,946)
Accrued interest		18,247
Pension expense - TMRS		1,102,975
OPEB expense - TMRS		(36,182)
OPEB expense - Healthcare		(263,459)

The issuance of long-term debt (e.g., bonds, leases, certificates of obligation) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net position. Also, governmental funds report the effect of premiums, discounts, and similar items when they are first issued; whereas, these amounts are deferred and amortized in the statement of activities. This amount is the net effect of these differences in the treatment of long-term debt and related items.

Bond issuance		(20,920,000)
Bond premium on current year issuance		(1,481,852)
Principal payments on long-term debt		1,520,000

	\$	3,789,628
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See Notes to Financial Statements.

City of Benbrook, Texas

STATEMENT OF NET POSITION

PROPRIETARY FUND

September 30, 2021

<u>Assets</u>		<u>Sanitation</u>
<u>Current Assets</u>		
Receivables, net		\$ 39,749
	Total Assets	<u>39,749</u>
<u>Liabilities</u>		
<u>Current Liabilities</u>		
Accounts payable and accrued liabilities		35,576
	Total Liabilities	<u>35,576</u>
<u>Net Position</u>		
Unrestricted		4,173
	Total Net Position	<u>\$ 4,173</u>

See Notes to Financial Statements.

City of Benbrook, Texas
STATEMENT OF REVENUES, EXPENSES, AND
CHANGES IN NET POSITION
PROPRIETARY FUND
For the Year Ended September 30, 2021

		<u>Sanitation</u>
<u>Operating Revenues</u>		
Sanitation revenue		\$ 1,441,773
	Total Operating Revenues	<u>1,441,773</u>
<u>Operating Expenses</u>		
Sanitation services		1,202,676
	Total Operating Expenses	<u>1,202,676</u>
	Operating Income	<u>239,097</u>
	Income Before Transfers	239,097
Transfers (out)		(234,924)
	Change in Net Position	<u>4,173</u>
Beginning net position		<u>-</u>
	Ending Net Position	<u><u>\$ 4,173</u></u>

See Notes to Financial Statements.

City of Benbrook, Texas

STATEMENT OF CASH FLOWS

PROPRIETARY FUND

For the Year Ended September 30, 2021

	<u>Sanitation</u>
<u>Cash Flows from Operating Activities</u>	
Receipts from customers	\$ 1,402,024
Payments to suppliers and employees	(1,167,100)
Net Cash Provided (Used) by Operating Activities	<u>234,924</u>
<u>Cash Flows from Noncapital Financing Activities</u>	
Transfers (out)	(234,924)
Net Cash (Used for) Noncapital Financing Activities	<u>(234,924)</u>
Net (Decrease) Increase in Cash and Cash Equivalents	-
Beginning cash and cash equivalents	-
Ending Cash and Cash Equivalents	<u><u>\$ -</u></u>

Reconciliation of Operating Income (Loss)

to Net Cash Provided (Used) by Operating Activities

Operating Income	\$ 239,097
Changes in Operating Assets and Liabilities:	
(Increase) Decrease in:	
Accounts receivable	(39,749)
Increase (Decrease) in:	
Accounts payable and accrued liabilities	35,576
Net Cash Provided (Used) by Operating Activities	<u><u>\$ 234,924</u></u>

See Notes to Financial Statements.

City of Benbrook, Texas
NOTES TO FINANCIAL STATEMENTS
September 30, 2021

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Description of Government-wide Financial Statements

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

B. Reporting Entity

The City of Benbrook (the "City") was incorporated in 1947. The City operates under a Council-Manager form of government and provides the following services as authorized by its charter: general government, police and fire protection, street maintenance, building inspection services, recreation, parks operation and maintenance, and operation and maintenance of City-owned buildings.

The City is an independent political subdivision of the State of Texas governed by an elected council and a mayor and is considered a primary government. As required by generally accepted accounting principles, these basic financial statements have been prepared based on considerations regarding the potential for inclusion of other entities, organizations, or functions as part of the City's financial reporting entity. The Benbrook Economic Development Corporation (the "EDC") and the Tax Increment Financing ("TIF") Reinvestment Zone #1 (the "TIF") are legally separate and presented as discretely presented component units. No other entities have been included in the City's reporting entity. Additionally, as the City is considered a primary government for financial reporting purposes, its activities are not considered a part of any other governmental or other type of reporting entity.

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

City of Benbrook, Texas
NOTES TO FINANCIAL STATEMENTS, Continued
September 30, 2021

which the nature and significance of their relationship with the primary government are such that exclusion would cause the reporting entity's financial statements to be misleading or incomplete.

Discretely Presented Component Units

Benbrook Economic Development Corporation

The Benbrook Economic Development Corporation (EDC) was created for the purpose of promoting economic development within the City. The Board of Directors is appointed by the City Council. The EDC is authorized to sell bonds or other forms of indebtedness. The EDC provides services to the City and its residents. The Economic Development Corporation is covered under the provisions of the State of Texas, Development Corporation Act of 1979. Under the Act members of the board serve at the pleasure of the governing body and must conduct meetings within the City's boundaries. These provisions meet the criteria for inclusion established by GASB 61. Complete financial statements for the individual component unit may be obtained from the City's Finance Department. The District has a separate board from City council and does not provide services exclusively to the City. Due to these factors the component unit did not meet the criteria for blending and was presented discretely with respect to the City.

Tax Increment Financing Reinvestment Zone #1

The Tax Increment Financing ("TIF") Reinvestment Zone #1 was established by Ordinance No. 1137 in November 2002 for financing and constructing projects within Reinvestment Zone #1. The TIF is legally separate and presented as a discretely presented component unit as none of the criteria for blending are applicable. The District has a separate board from City council and does not provide services exclusively to the City. Due to these factors the component unit did not meet the criteria for blending and was presented discretely with respect to the City.

C. Basis of Presentation - Government-Wide Financial Statements

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

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

City of Benbrook, Texas
NOTES TO FINANCIAL STATEMENTS, Continued
September 30, 2021

the government. Elimination of these charges would distort the direct costs and program revenues reported for the various functions concerned.

D. Basis of Presentation - Fund Financial Statements

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

The government reports the following major governmental funds:

General Fund

The general fund is used to account for all financial transactions not properly includable in other funds. The principal sources of revenues include local property taxes, sales and franchise taxes, hotel occupancy taxes, grants and donations, licenses and permits, fines and forfeitures, and charges for services. Expenditures include general government, staff services, public safety, public works, and community development.

Debt Service Fund

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

CARES Act

This CARES Act fund is used to account for grant revenues received through the federal government's CARES Act and the expenditures incurred using the respective grant funds.

Municipal Complex Fund

The municipal complex fund is used to account for bond funds to be used to construct the municipal complex.

City of Benbrook, Texas
NOTES TO FINANCIAL STATEMENTS, Continued
September 30, 2021

The government reports the following major enterprise fund:

Sanitation Fund

This fund is used to account for the provision of sanitation services to the residents of the City. All activities necessary to provide such services are accounted for in this fund, including, but not limited to, administration, operations maintenance, billing, and collection. All costs are financed through charges to utility customers.

Additionally, the City reports for the following fund types:

Special Revenue Funds

The City accounts for resources restricted to, or designated for, specific purposes in a special revenue fund.

Capital Project Funds

The City accounts for resources restricted for future major construction projects.

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

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

City of Benbrook, Texas
NOTES TO FINANCIAL STATEMENTS, Continued
September 30, 2021

E. Measurement focus and basis of accounting

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

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

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

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

The proprietary, pension and other postemployment benefit trust, and private-purpose trust funds are reported using the *economic resources measurement focus* and the *accrual basis of accounting*. Agency funds have no measurement focus but utilize the *accrual basis of accounting* for reporting its assets and liabilities.

City of Benbrook, Texas
NOTES TO FINANCIAL STATEMENTS, Continued
September 30, 2021

F. Budgetary Information

1. Budgetary Basis of Accounting

Annual budgets are adopted on a basis consistent with generally accepted accounting principles (GAAP) for the general and debt service funds. In the current year, annual budgets were not adopted for the special revenue or capital project funds.

Forty-five (45) days prior to the end of the fiscal year the City Manager submits the proposed annual budget and explanatory budget message to the City Council. The budget must be adopted by the twenty-seventh (27th) day of September or the budget, as submitted by the City Manager, will be deemed to have been adopted. The City Charter requires that the budget set out the proposed expenditures by function. The legal level of budgetary control (i.e. the level at which expenditures may not legally exceed appropriations) is the fund level.

Appropriations in all budgeted funds lapse at the end of the fiscal year.

G. Assets, Liabilities, and Fund Equity or Net Position

Deposits and Investments

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

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

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

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

City of Benbrook, Texas
NOTES TO FINANCIAL STATEMENTS, Continued
September 30, 2021

1. Fair Value Measurement

The City has applied Governmental Accounting Standards Board (“GASB”) Statement No. 72, Fair Value Measurement and Application. GASB Statement No. 72 provides guidance for determining a fair value measurement for reporting purposes and applying fair value to certain investments and disclosures related to all fair value measurements.

2. Receivables and Interfund Transactions

Transactions between funds that are representative of lending/borrowing arrangements outstanding at the end of the year are referred to as either “interfund receivables/payables” (i.e., the current portion of interfund loans) or “advances to/from other funds” (i.e., the non-current portion of interfund loans). All other outstanding balances between funds are reported as “due to/from other funds” in the fund financial statements. If the transactions are between the primary government and its component unit, these receivables and payables are classified as “due to/from component unit/primary government.” Any residual balances outstanding between the governmental activities and business-type activities are reported in the government-wide financial statements as “internal balances.”

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

All trade receivables are shown net of any allowance for uncollectible amounts. Uncollectible personal property taxes are periodically reviewed and written off when deemed uncollectible; however, state statutes prohibit writing off real property taxes without specific authority from the Texas Legislature. The property tax receivable allowance is equal to 41.5% of outstanding property taxes as of September 30, 2021.

3. Inventories and Prepaid Items

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

4. Capital Assets

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

City of Benbrook, Texas

NOTES TO FINANCIAL STATEMENTS, *Continued*

September 30, 2021

are defined by the government, as assets with an initial individual cost of more than \$5,000 and an estimated useful life in excess of one year. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets, donated works of art, and similar items, and capital assets received in a service concession arrangement are recorded at acquisition value on the date of donation. Major outlays for capital assets and improvements are capitalized as projects are constructed. Interest costs incurred in connection with construction of enterprise fund capital assets are capitalized when the effects of capitalization materially impact the financial statements.

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

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

<u>Asset Description</u>	<u>Estimated Useful Life</u>
Buildings and improvements	30 years
Infrastructure	10-50 years
Machinery and equipment	5-20 years

5. Deferred outflows/inflows of resources

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

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

City of Benbrook, Texas
NOTES TO FINANCIAL STATEMENTS, Continued
September 30, 2021

wide level due to differences between investment gains and losses realized on pension investments compared to assumption used within the pension actuarial valuation model.

6. Net Position Flow Assumptions

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

7. Fund Balance Flow Assumptions

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

8. Fund Balance Policies

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

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

Amounts in the assigned fund balance classification are intended to be used by the government for specific purposes but do not meet the criteria to be classified as committed. The governing body (council) has by resolution authorized the finance director to assign

City of Benbrook, Texas
NOTES TO FINANCIAL STATEMENTS, Continued
September 30, 2021

fund balance. The council may also assign fund balance as it does when appropriating fund balance to cover a gap between estimated revenue and appropriations in the subsequent year's appropriated budget. Unlike commitments, assignments generally only exist temporarily. In other words, an additional action does not normally have to be taken for the removal of an assignment. Conversely, as discussed above, an additional action is essential to either remove or revise a commitment.

9. Long-Term Obligations

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

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

Long-term debt and other obligations, financed by proprietary funds, are reported as liabilities in the appropriate funds. For proprietary fund types, bond premiums, discounts and issuance costs are deferred and amortized over the life of the bonds using the straight-line method, if material. Bonds payable are reported net of the applicable bond premium or discount. Issuance costs are expensed as incurred.

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

10. Estimates

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

City of Benbrook, Texas
NOTES TO FINANCIAL STATEMENTS, Continued
September 30, 2021

11. 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.

12. Other Postemployment Benefits ("OPEB")

The City has implemented GASB Statement No. 75, Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions. This statement applies to the individual employers (TMRS cities) in the TMRS Supplemental Death Benefits (SDB) plan, with retiree coverage. The TMRS SDBF covers both active and retiree benefits with no segregation of assets, and therefore doesn't meet the definition of a trust under GASB No. 75 (i.e., no assets are accumulated for OPEB) and as such the SDBF is considered to be an unfunded OPEB plan. For purposes of reporting under GASB 75, the retiree portion of the SDBF is not considered a cost sharing plan and is instead considered a single employer, defined benefit OPEB plan. 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 on which TMRS deposits are made, for the 12-month period preceding the month of death. The death benefit amount for retirees is \$7,500. GASB No. 75 requires the liability of employers and nonemployer contributing entities to employees for defined benefit OPEB (net OPEB liability) to be measured as the portion of the present value of projected benefit payments to be provided to current active and inactive employees that is attributed to those employees' past periods of service (total OPEB liability), less the amount of the OPEB plan's fiduciary net position.

In addition to the contributions made to TMRS, the City provides certain other post-employment benefits to its retirees and dependents. The retiree health care plan covers both active and retiree benefits with no segregation of assets, therefore doesn't meet the definition of a trust under GASB No. 75 (i.e., no assets are accumulated for OPEB) as such the plan is considered to be an unfunded OPEB plan. For purposes of reporting under GASB 75, the retiree portion of the plan is not considered a cost sharing plan and is instead considered a single employer, defined benefit OPEB plan. The retired employees can participate in the City's health care plan by paying the full amount of the premiums. GASB No. 75 requires the liability of employers and nonemployer contributing entities to employees for defined benefit OPEB (net OPEB liability) to be measured as the portion of the present value of projected benefit payments to be provided to current active and inactive employees that is

City of Benbrook, Texas
NOTES TO FINANCIAL STATEMENTS, Continued
September 30, 2021

attributed to those employees' past periods of service (total OPEB liability), less the amount of the OPEB plan's fiduciary net position.

H. Revenues and Expenditures/Expenses

1. Program Revenues

Amounts reported as program revenues include 1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or segment and 2) grants and contributions (including special assessments) that are restricted to meeting the operational or capital requirements of a particular function or segment. All taxes, including those dedicated for specific purposes, and other internally dedicated resources are reported as general revenues rather than as program revenues.

2. Property Taxes

Property taxes are levied by October 1 on the assessed value listed as of the prior January 1 for all real and business personal property in conformity with Subtitle E, Texas Property Tax Code. Taxes are due on receipt of the tax bill and are delinquent if not paid before February 1 of the year following the year in which imposed. Under state law, property taxes levied on real property constitute a lien on the real property which cannot be forgiven without specific approval of the State Legislature. The lien expires at the end of twenty years. Taxes levied on personal property can be deemed uncollectible by the City.

3. Compensated Absences

City policy allows civil service employees to accumulate 120 hours of sick leave per year and accrue it on an unlimited basis. Civil service employees with one full year of employment are entitled to be paid up to 90 days for unused sick leave upon termination. Non-civil service employees may accrue up to 480 hours of unused sick leave. Non-civil service employees may be paid up to 20 days for unused sick time based on years of service and certain other criteria. Employees with less than 5 years of service earn 10 vacation days whereas employees with more than 5 years of service earn 15 vacations days per year. Non-civil service employees may accumulate two times the current number of vacation days earned per year, up to a maximum of 30 days. All earned vacation leave not taken within one year of its accumulation will be forfeited by civil service employees.

A liability for these amounts is reported in governmental funds only if they have matured, for example, as a result of employee resignations and retirements. All vacation pay is accrued when incurred in the government-wide and proprietary fund financial statements.

City of Benbrook, Texas
NOTES TO FINANCIAL STATEMENTS, Continued
September 30, 2021

4. Proprietary Funds Operating and Nonoperating Revenues and Expenses

Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the sanitation fund are charges to customers for sales and services. The sanitation fund also recognizes as operating revenue the portion of tap fees intended to recover the cost of connecting new customers to the system. Operating expenses for enterprise fund includes the cost of sales and services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

II. RECONCILIATION OF GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS

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

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

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

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

III. STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY

Annual budgets are adopted on a basis consistent with generally accepted accounting principles (GAAP) for the general and debt service funds.

Forty-five (45) days prior to the end of the fiscal year the City Manager submits the proposed annual budget and explanatory budget message to the City Council. The budget must be adopted by the twenty-seventh (27th) day of September or the budget, as submitted by the

City of Benbrook, Texas
NOTES TO FINANCIAL STATEMENTS, Continued
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City Manager, will be deemed to have been adopted. The City Charter requires that the budget set out the proposed expenditures by function. The legal level of budgetary control (i.e. the level at which expenditures may not legally exceed appropriations) is the fund level.

IV. DETAILED NOTES ON ALL FUNDS

A. Deposits and Investments

As stated in I.G.1., the City's cash and cash equivalents are considered to be cash on hand, demand deposits and short-term investments with original maturities of three months or less from the date of acquisition. As of September 30, 2021, the City's only investments were external investment pools and certificates of deposits with maturities greater than three months.

The City had the following investments at year end:

<u>Investment Type</u>	<u>Value</u>	<u>Weighted Average Maturity (Years)</u>
Certificates of deposits	\$ 1,824,155	0.88
External investment pools	3,999,343	0.10
Total	\$ 5,823,498	
Portfolio weighted average maturity		0.37

The Benbrook EDC had the following investments at year end:

<u>Investment Type</u>	<u>Value</u>	<u>Weighted Average Maturity (Years)</u>
Certificates of deposits	\$ 3,821,635	2.55
Total	\$ 3,821,635	
Portfolio weighted average maturity		2.55

The Benbrook TIF had the following investments at year end:

<u>Investment Type</u>	<u>Value</u>	<u>Weighted Average Maturity (Years)</u>
Certificates of deposits	\$ 145,396	0.38
External investment pools	3,999,343	0.10
Total	\$ 4,144,739	
Portfolio weighted average maturity		0.12

Interest rate risk In accordance with its investment policy, the City manages its exposure to declines in fair values by limiting the weighted average of maturity not to exceed three

City of Benbrook, Texas
NOTES TO FINANCIAL STATEMENTS, Continued
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years; structuring the investment portfolio so that securities mature to meet cash requirements for ongoing operations; monitoring credit ratings of portfolio position to assure compliance with rating requirements imposed by the Public Funds Investment Act; and invest operating funds primarily in short-term securities or similar government investment pools.

Credit risk The City's investment policy limits the type of allowable investments to (1) collateralized bank certificates of deposit as per the City's depository contract, (2) direct obligations of the Federal government, (3) direct obligations of Federal agencies and instrumentalities, (4) investments in certificates of deposit at Federally insured banks or savings and loan associations, (5) collateralized savings accounts at the City's depository banks, or (6) Texpool/TexSTAR. As of September 30, 2021, the City's investments consisted solely of bank certificates of deposit and external investment pools.

Custodial credit risk – deposits In the case of deposits, this is the risk that in the event of a bank failure, the City's deposits may not be returned to it. State statutes require that all deposits in financial institutions be insured or fully collateralized by U.S. government obligations or its agencies and instrumentalities or direct obligations of Texas or its agencies and instrumentalities that have a market value of not less than the principal amount of the deposits. As of September 30, 2021, the market values of pledged securities and FDIC insurance exceeded bank balances

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

TexPool

TexPool was established as a trust company with the Treasurer of the State of Texas as trustee, segregated from all other trustees, investments, and activities of the trust company. The State Comptroller of Public Accounts exercises oversight responsibility over TexPool. Oversight includes the ability to significantly influence operations, designation of management, and accountability for fiscal matters. Additionally, the State Comptroller has established an advisory board composed of both participants in TexPool and other persons who do not have a business relationship with TexPool. The advisory board members review the investment policy and management fee structure. Finally, Standard & Poor's rate TexPool AAAM. As a requirement to maintain the rating, weekly portfolio information must be submitted to Standard & Poor's, as well as to the office of the Comptroller of Public Accounts for review. There were no limitations or restrictions on withdrawals.

City of Benbrook, Texas
NOTES TO FINANCIAL STATEMENTS, Continued
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TexSTAR

TexSTAR has been established for governmental entities pursuant to the Interlocal Cooperation Act, Chapter 791 of the Texas Government Code, and the Public Funds Investment Act, Chapter 2256 of the Texas Government Code and operates in a manner consistent with the SEC's Rule 2a7 of the Investment Company Act of 1940. TexSTAR's governing body is a five-member Board consisting of three representatives of participants and one member designated by each of the co-administrators. The Board holds legal title to all money, investments, and assets and has the authority to employ personnel, contract for services, and engage in other administrative activities necessary or convenient to accomplish the objectives of TexSTAR. Board oversight of TexSTAR is maintained through daily, weekly, and monthly reporting requirements. TexSTAR is rated AAAM by Standard & Poor's. The City's fair value position is stated at the value of the position upon withdrawal. There were no limitations or restrictions on withdrawals.

B. Receivables

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

	<u>General</u>	<u>Debt Service</u>	<u>Nonmajor Governmental</u>	<u>Sanitation</u>	<u>Total</u>
Property taxes	\$ 522,264	\$ 39,566	\$ -	\$ -	\$ 561,830
Sales taxes	614,385	-	-	-	614,385
Franchise taxes	55,178	-	7,133	-	62,311
Ambulance	123,760	-	-	-	123,760
Accounts	-	-	30,365	39,749	70,114
Other	121,284	-	47,166	-	168,450
Allowance	(217,167)	(16,383)	-	-	(233,550)
	<u>\$ 1,219,704</u>	<u>\$ 23,183</u>	<u>\$ 84,664</u>	<u>\$ 39,749</u>	<u>\$ 1,367,300</u>

The following comprise receivables balances of the City's discretely presented component unit at year end:

	<u>EDC</u>	<u>TIF</u>	<u>Total</u>
Sales tax	\$ 307,192	\$ -	\$ 307,192
Other	-	196	196
	<u>\$ 307,192</u>	<u>\$ 196</u>	<u>\$ 307,388</u>

City of Benbrook, Texas
NOTES TO FINANCIAL STATEMENTS, Continued
September 30, 2021

C. Capital Assets

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

	<u>Beginning Balances</u>	<u>Increases</u>	<u>Decreases/ Reclassifications</u>	<u>Ending Balances</u>
Capital assets, not being depreciated:				
Land	\$ 5,375,344	\$ -	\$ (496,636)	\$ 4,878,708
Right of way ("ROW")	9,821,372	-	-	9,821,372
Construction in progress	5,218,845	779,105	(5,599,759)	398,191
Total capital assets not being depreciated	<u>20,415,561</u>	<u>779,105</u>	<u>(6,096,395)</u>	<u>15,098,271</u>
Capital assets, being depreciated:				
Buildings	12,449,209	-		12,449,209
Infrastructure	86,332,332	15,760	2,655,060	89,003,152
Machinery, equipment, and vehicles	7,770,151	523,878	1,249,002	9,543,031
Total capital assets being depreciated	<u>106,551,692</u>	<u>539,638</u>	<u>3,904,062</u>	<u>110,995,392</u>
Less accumulated depreciation:				
Buildings	(6,926,279)	(338,665)	-	(7,264,944)
Infrastructure	(55,080,003)	(1,407,365)	-	(56,487,368)
Machinery, equipment, and vehicles	(3,216,050)	(544,187)	88,564	(3,671,673)
Total accumulated depreciation	<u>(65,222,332)</u>	<u>(2,290,217)</u>	<u>88,564</u>	<u>(67,423,985)</u>
Net capital assets being depreciated	<u>41,329,360</u>	<u>(1,750,579)</u>	<u>3,992,626</u>	<u>43,571,407</u>
Total Capital Assets	<u>\$ 61,744,921</u>	<u>\$ (971,474)</u>	<u>\$ (2,103,769)</u>	<u>\$ 58,669,678</u>

Depreciation was charged to governmental functions as follows:

General government	\$ 18,656
Public safety	592,106
Public works	1,674,343
Culture and recreation	5,112
Total Governmental Activities Depreciation Expense	<u>\$ 2,290,217</u>

City of Benbrook, Texas
NOTES TO FINANCIAL STATEMENTS, Continued
September 30, 2021

A summary of changes in component unit capital assets for the year end was as follows:

	Beginning Balances	Additions	Retirements/ Reclassifications	Ending Balances
Capital assets, being depreciated:				
Machinery and equipment	20,372	-	-	20,372
Total capital assets being depreciated	20,372	-	-	20,372
Less accumulated depreciation				
Machinery and equipment	(14,266)	(2,037)	-	(16,303)
Total accumulated depreciation	(14,266)	(2,037)	-	(16,303)
Net capital assets being depreciated	6,106	(2,037)	-	4,069
Total Capital Assets	\$ 6,106	\$ (2,037)	\$ -	\$ 4,069

D. Compensated Absences

The following summarizes the changes in the compensated absences balances of the primary government during the year. In general, the City uses the general fund to liquidate compensated absences.

	Beginning Balance	Additions	Reductions	Ending Balance	Amounts Due Within One Year
Governmental Activities:					
Compensated Absences	\$ 1,707,081	\$ 923,352	\$ (898,406)	\$ 1,732,027	\$ 1,558,824
Total Governmental Activities	\$ 1,707,081	\$ 923,352	\$ (898,406)	\$ 1,732,027	\$ 1,558,824
Other Long-term Liabilities Due in More than One Year				\$ 173,203	

City of Benbrook, Texas
NOTES TO FINANCIAL STATEMENTS, Continued
September 30, 2021

E. Long-term Debt

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

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Reductions</u>	<u>Ending Balance</u>	<u>Amounts Due within One Year</u>
Governmental Activities:					
Bonds, notes and other payables:					
General Obligation Bonds	\$ 2,750,000	\$ 20,920,000	\$ (975,000)	\$ 22,695,000	\$ 1,015,000
Certificates of Obligation	1,240,000	-	(545,000)	695,000	355,000
Due to developer	-		-	-	-
Premiums	-	1,481,852	-	1,481,852	-
Total Governmental Activities	<u>\$ 3,990,000</u>	<u>\$ 22,401,852</u>	<u>\$ (1,520,000)</u>	<u>\$ 24,871,852</u>	<u>\$ 1,370,000</u>
Long-term liabilities due in more than one year				<u>\$ 23,501,852</u>	

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Retired</u>	<u>Ending Balance</u>	<u>Amounts Due Within One Year</u>
Component Unit Activities (TIF):					
Due to developer	\$ 625,909	\$ -	\$ (625,909)	\$ -	\$ -
Total Component Unit Activities	<u>\$ 625,909</u>	<u>\$ -</u>	<u>\$ (625,909)</u>	<u>\$ -</u>	<u>\$ -</u>
Long-term liabilities due in more than one year				<u>\$ -</u>	

Long-term liabilities applicable to the City's governmental activities are not due and payable in the current period and accordingly, are not reported as fund liabilities in the governmental funds. Interest on long-term debt is not accrued in governmental funds, but rather is recognized as an expenditure when due. The City intends to retire all of its general long-term liabilities, plus accrued interest, from property taxes and other current revenues from the debt service fund as has been done in prior years. Capital leases are secured by the underlying asset. In the event of default, the lender may demand immediate payment or take possession of the asset.

City of Benbrook, Texas
NOTES TO FINANCIAL STATEMENTS, Continued
September 30, 2021

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

Description	Maturity Date	Interest Rates	Original Balance	Current Balance
Governmental Activities:				
2011 General Obligation Refunding Bonds	2/1/2022	2.93%	\$ 2,755,000	\$ 770,000
2013 General Obligation Refunding Bonds	2/1/2025	2.19%	2,635,000	1,005,000
2021 General Obligation Refunding Bonds	2/1/2046	2.00-4.00%	20,920,000	20,920,000
Total General Obligation Bonds			<u>26,310,000</u>	<u>22,695,000</u>
2007 Combination Tax & Revenue Certificates	2/1/2027	4.04%	\$ 1,455,000	\$ 400,000
2012 Combination Tax & Revenue Certificates	2/1/2022	1.79%	1,280,000	140,000
2014 Combination Tax & Revenue Certificates	2/1/2022	1.72%	1,175,000	155,000
Total Certificates of Obligation			<u>3,910,000</u>	<u>695,000</u>
Total Governmental Activities			<u>\$ 30,220,000</u>	<u>\$ 23,390,000</u>

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

Governmental Activities				
Year ending September 30,	General Obligation Bonds		Certificates of Obligation	
	Principal	Interest	Principal	Interest
2022	\$ 1,015,000	\$ 546,257	\$ 355,000	\$ 17,534
2023	245,000	586,905	60,000	12,524
2024	885,000	568,830	65,000	9,999
2025	915,000	537,491	70,000	7,272
2026	675,000	514,794	70,000	4,444
2027 - 2046	18,960,000	4,811,891	75,000	1515
Total	<u>\$ 22,695,000</u>	<u>\$ 7,566,168</u>	<u>\$ 695,000</u>	<u>\$ 53,288</u>

F. Deferred Charge on Refunding

Deferred charges resulting from the issuance of the 2011 general obligation refunding bonds and 2013 general obligation refunding bonds has been recorded as a deferred outflow of resources and is being amortized to interest expense over the term of the refunded debt. Current year balances for governmental activities totaled \$27,371. Current year amortization expense for governmental activities totaled \$10,807.

City of Benbrook, Texas
NOTES TO FINANCIAL STATEMENTS, Continued
September 30, 2021

G. Interfund Transfers

Transfers between the primary government funds during the 2021 year were as follows:

Transfers In:	Transfers Out:			
	General Fund	Nonmajor Governmental	Sanitation	Total
General	\$ -	\$ 77,021	\$ 234,924	\$ 311,945
Debt service	-	733,366	-	733,366
Nonmajor govt	500,000	15,757	-	515,757
Total	\$ 500,000	\$ 826,144	\$ 234,924	\$ 1,561,068

Transfers between funds were primarily to support debt service requirements and operation of funds.

The TIF, a discretely presented component unit, transferred \$501,203 to the debt service fund during the current year.

The general fund transferred \$1,086,189 to the TIF for the incremental increase in property taxes due from the increase in property values within the TIF area.

The compositions of interfund balances as of year end were as follows:

Due from:	Due to:	
	Hotel Motel	Total
General Fund	\$ 8,695	\$ 8,695
Total	\$ 8,695	\$ 8,695

The compositions of balances due to/due from the primary government and component units were as follows:

Due from:	Due to:	
	EDC	Total
General Fund	\$ 425,645	\$ 425,645
Total	\$ 425,645	\$ 425,645

City of Benbrook, Texas
NOTES TO FINANCIAL STATEMENTS, Continued
September 30, 2021

H. Restricted Net Position / Fund Balance

The City records restricted net position / fund balance to indicate that a portion is legally restricted for a specific future use.

The following is a list of restricted, committed, and committed fund balance of the City:

	Governmental Funds	Governmental Net Position
Restricted for:		
Debt service	\$ 454,353	\$ 454,353
Capital improvements	24,570,588	2,570,588
CARES Act grant activities	1,597,764	1,597,764
City promotions	408,727	408,727
* Public safety	270,781	270,781
Total Restricted	\$ 27,302,213	\$ 5,302,213
Assigned for:		
Capital improvements	\$ 532,524	
	\$ 532,524	

* Restricted by enabling legislation

V. OTHER INFORMATION

A. Risk Management

The City is exposed to various risks of loss related to torts; theft of, damage to and destruction of assets, errors and omissions; and natural disasters for which the City participates along with over 2,800 other entities in the Texas Municipal League’s Intergovernmental Risk Pools. The Pool purchases commercial insurance at group rates for participants in the Pool. The City has no additional risk or responsibility to the Pool outside of the payment of insurance premiums. The City has not significantly reduced insurance coverage or had settlements which exceeded coverage amounts for the past three years.

B. Contingent Liabilities

The City is exposed to various risks of loss related to tort; theft of, damage to and destruction of assets; errors and omissions; and natural disasters for which the City carries insurance. The City maintained general liability and property coverage through the Texas Municipal League Intergovernmental Risk Pool (TML). The City pays an annual premium to TML for such coverage. TML purchases reinsurance and the City does not retain risks of loss exceeding deductibles. The City did not have any significant reduction in the amount of insurance coverage for this fiscal year. Liabilities are reported when it is probable that a loss

City of Benbrook, Texas
NOTES TO FINANCIAL STATEMENTS, Continued
September 30, 2021

has occurred and the amount of the loss can be reasonably estimated. No insurance claims of the City have exceeded insurance coverage for the last three fiscal years.

C. Defined Benefit Pension Plans

1. Texas Municipal Retirement Systems

Plan Description

The City of Benbrook participates as one of 895 plans in the nontraditional, joint contributory, hybrid defined benefit pension plan administered by the Texas Municipal Retirement System (TMRS). TMRS is an agency created by the State of Texas and administered in accordance with the TMRS Act, Subtitle G, Title 8, Texas Government Code (the TMRS Act) as an agent multiple-employer retirement system for municipal employees in the State of Texas. The TMRS Act places the general administration and management of the System with a six-member Board of Trustees. Although the Governor, with the advice and consent of the Senate, appoints the Board, TMRS is not fiscally dependent on the State of Texas. TMRS's defined benefit pension plan is a tax-qualified plan under Section 401 (a) of the Internal Revenue Code. TMRS issues a publicly available comprehensive annual financial report (CAFR) that can be obtained at www.tmr.com.

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

Benefits Provided

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

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

The plan provisions are adopted by the governing body of the City, within the options available in the state statutes governing TMRS.

City of Benbrook, Texas
NOTES TO FINANCIAL STATEMENTS, Continued
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Plan provisions for the City were as follows:

	<u>Plan Year 2020</u>	<u>Plan Year 2021</u>
Employee deposit rate	7.0%	7.0%
Matching ratio (city to employee)	2 to 1	2 to 1
Years required for vesting	5	15
Service retirement eligibility (expressed as age / years of service)	60/5, 0/20	60/5, 0/20
Updated service credit	100% Repeating Transfers	100% Repeating Transfers
Annuity increase (to retirees)	70% of CPI	70% of CPI

Employees covered by benefit terms

At the December 31, 2020 valuation and measurement date, the following employees were covered by the benefit terms:

Inactive employees or beneficiaries currently receiving benefits	83
Inactive employees entitled to but not yet receiving benefits	72
Active employees	125
Total	280

Contributions

The contribution rates for employees in TMRS are either 5%, 6%, or 7% of employee gross earnings, 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 actuarially determined rate is the estimated amount necessary to finance the cost of benefits earned by employees during the year, with an additional amount to finance any unfunded accrued liability.

Employees for the City of Benbrook were required to contribute 7% of their annual gross earnings during the fiscal year. The contribution rates for the City of Benbrook were 16.58% and 16.44% in calendar years 2021 and 2020, respectively. The City's contributions to TMRS for the year ended September 30, 2021, were \$1,700,411, and were equal to the required contributions.

City of Benbrook, Texas
NOTES TO FINANCIAL STATEMENTS, Continued
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Net Pension Liability

The city's Net Pension Liability (NPL) was measured as of December 31, 2020, 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, 2020 actuarial valuation was determined using the following actuarial assumptions:

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

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

The actuarial assumptions were developed primarily from the actuarial investigation of the experience of TMRS over the four-year period from December 31, 2014 to December 31, 2018. They were adopted in 2019 and first used in the December 31, 2019 actuarial valuation. The post-retirement mortality assumption for 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 in order to satisfy the short-term and long-term funding needs of TMRS. Plan assets are managed on a total return basis with an emphasis on both capital appreciation as well as the production of income in order to satisfy the short-term and long-term funding needs of TMRS.

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

City of Benbrook, Texas

NOTES TO FINANCIAL STATEMENTS, *Continued*

September 30, 2021

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 2021 are summarized in the following table:

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

Discount Rate:

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

Sensitivity of the Net Pension Liability (Asset) 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 (asset) would be if it were calculated using a discount rate that is 1-percentage-point lower (5.75%) or 1-percentage-point higher (7.75%) than the current rate:

1% Decrease 5.75%	Current Single Rate Assumption 6.75%	1% Increase 7.75%
\$ 13,213,889	\$ 3,943,483	\$ (3,653,834)

City of Benbrook, Texas
NOTES TO FINANCIAL STATEMENTS, Continued
September 30, 2021

Changes in the Net Pension Liability:

	Total Pension Liability (a)	Plan Fiduciary Net Position (b)	Net Pension Liability (a) – (b)
Balance at 12/31/19	\$ 62,547,103	\$ 57,122,175	\$ 5,424,928
Changes for the year:			
Service Cost	1,874,941	-	1,874,941
Interest	4,194,045	-	4,194,045
Difference between expected and actual experience	(884,044)	-	(884,044)
Changes of assumptions	-	-	-
Contributions – employer	-	1,654,539	(1,654,539)
Contributions – employee	-	704,487	(704,487)
Net investment income	-	4,336,513	(4,336,513)
Benefit payments, including refunds of emp. contributions	(2,701,158)	(2,701,158)	-
Administrative expense	-	(28,057)	28,057
Other changes	-	(1,095)	1,095
Net changes	2,483,784	3,965,229	(1,481,445)
Balance at 12/31/20	\$ 65,030,887	\$ 61,087,404	\$ 3,943,483

Pension Plan Fiduciary Net Position:

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

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

For the year ended September 30, 2021, the City recognized pension expense of \$597,440.

At September 30, 2021, 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
Contributions subsequent to the measurement date	\$ 1,238,075	\$ -
Difference in experience	-	(882,876)
Changes in actuarial assumptions	125,122	-
Pension investment earnings	-	(1,627,260)
Total	\$ 1,363,197	\$ (2,510,136)

City of Benbrook, Texas
NOTES TO FINANCIAL STATEMENTS, Continued
September 30, 2021

The City reported \$1,238,075 as deferred outflows of resources related to pensions resulting from contributions subsequent to the measurement date that will be recognized as a reduction of the net pension liability for the year ending September 30, 2022. Other amounts reported as deferred outflows and inflows of resources related to pensions will be recognized in pension expense as follows:

Year ended	
December 31:	
2021	\$ (873,970)
2022	(126,113)
2023	(1,101,226)
2024	(251,344)
2025	(32,361)
Thereafter	-
Total	\$ (2,385,014)

D. Other Postemployment Benefits

1. Texas Municipal Retirement Systems

The City also participates in a defined benefit group-term life insurance plan operated by the Texas Municipal Retirement System (TMRS) known as the Supplemental Death Benefits Fund (SDBF). This is a voluntary program in which participating member cities may elect, by ordinance, to provide group-term life insurance coverage for their active members, including or not including retirees. The City elected, by ordinance, to provide group-term life insurance coverage to both current and retired employees. The City may terminate coverage under and discontinue participation in the SDBF by adopting an ordinance before November 1 of any year to be effective the following January 1.

The death benefit for active employees provides a lump-sum payment approximately equal to the employee’s annual salary (calculated based on the employee’s actual earnings, for the 12-month period preceding the month of death); retired employees are insured for \$7,500; this coverage is an “other postemployment benefit,” or OPEB. The SDBF covers both active and retiree benefits with no segregation of assets and, therefore, doesn’t meet the definition of a trust under GASB No. 75, paragraph 4b, (i.e., no assets are accumulated for OPEB). As such, the SDBF is considered to be a single-employer unfunded OPEB plan (and not a cost sharing plan) with benefit payments treated as being equal to the employer’s yearly contributions for retirees.

The City contributes to the SDBF at a contractually required rate as determined by an annual actuarial valuation. The rate is equal to the cost of providing one-year term life insurance. The funding policy for the SDBF program is to assure that adequate resources are available

City of Benbrook, Texas
NOTES TO FINANCIAL STATEMENTS, Continued
September 30, 2021

to meet all death benefit payments for the upcoming year; the intent is not to pre-fund retiree term life insurance during employees' entire careers.

Employees covered by benefit terms

At the December 31, 2020 valuation and measurement date, the following employees were covered by the benefit terms:

Inactive employees or beneficiaries currently receiving benefits	62
Inactive employees entitled to but not yet receiving benefits	15
Active employees	125
Total	202

The City's contributions to the TMRS SDBF for the years ended 2021 and 2020 were \$6,818 and \$3,032, respectively, which equaled the required contributions each year.

Schedule of Contribution Rates
(RETIREE-only portion of the rate)

Plan/ Calendar Year	Annual Required Contribution (Rate)	Actual Contribution Made (Rate)	Percentage of ARC Contributed
2019	0.03%	0.03%	100.0%
2020	0.03%	0.03%	100.0%
2021	0.08%	0.08%	100.0%

Total OPEB Liability

The City's Postemployment Benefits Other Than Pensions Liability (OPEB) was measured as of December 31, 2020, and the Total OPEB Liability was determined by an actuarial valuation as of that date.

City of Benbrook, Texas
NOTES TO FINANCIAL STATEMENTS, Continued
September 30, 2021

Actuarial assumptions:

The Total OPEB Liability in the December 31, 2020 actuarial valuation was determined using the following actuarial assumptions:

Inflation	2.5% per year
Overall payroll growth	3.5% to 11.5%, including inflation per year
Discount rate	2.00%
Retirees' share of benefit-related costs	\$0
Administrative expenses	All administrative expenses are paid through the Pension Trust and accounted for under reporting requirements under GASB Statement No. 68

Salary increases were based on a service-related table. Mortality rates for active members, retirees, and beneficiaries were based on the gender-distinct RP2000 Combined Healthy Mortality Tables with Blue Collar Adjustment, with male rates multiplied by 109% and female rates multiplied by 103%. The rates are projected on a fully generational basis by scale BB to account for future mortality improvements. For disabled annuitants, the gender-distinct RP2000 Combined Healthy Mortality Tables with Blue Collar Adjustment are used with males rates multiplied by 109% and female rates multiplied by 103% with a 3-year set-forward for both males and females. In addition, a 3% minimum mortality rate is applied to reflect the impairment for younger members who become disabled. The rates are projected on a fully generational basis by scale BB to account for future mortality improvements subject to the 3% floor.

Discount Rate:

The discount rate used to measure the Total OPEB Liability was 2.00%. The discount rate was based on the Fidelity Index's "20-Year Municipal GO AA Index" rate as of December 31, 2020.

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

The following presents the total OPEB liability of the City, calculated using the discount rate of 2.00%, as well as what the City's total OPEB liability (asset) would be if it were calculated using a discount rate that is 1-percentage-point lower (1.00%) or 1-percentage-point higher (3.00%) than the current rate:

1% Decrease (1.00%)	Current Single Rate Assumption 2.00%	1% Increase (3.00%)
\$ 586,246	\$ 473,135	\$ 386,993

City of Benbrook, Texas
NOTES TO FINANCIAL STATEMENTS, Continued
September 30, 2021

Changes in the Total OPEB Liability:

	Total OPEB Liability
Balance at 12/31/19	\$ 399,054
Changes for the year:	
Service Cost	16,103
Interest	11,154
Difference between expected and actual experience	(16,949)
Changes of assumptions	66,792
Benefit payments	(3,019)
Net changes	74,081
Balance at 12/31/20	\$ 473,135

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

For the year ended September 30, 2021, the City recognized OPEB expense of \$43,001.

At September 30, 2021, the City reported deferred outflows and inflows of resources related to the OPEB liability from the following sources:

	Deferred Outflows of Resources	Deferred (Inflows) of Resources
Difference between expected and actual experience	\$ -	\$ (18,060)
Change in assumptions	101,780	-
Contributions subsequent to measurement date	5,974	-
Total	\$ 107,754	\$ (18,060)

The City reported \$5,974 as deferred outflows of resources related to OPEB resulting from contributions subsequent to the measurement date that will be recognized as a reduction of the OPEB liability for the year ending September 30, 2022.

City of Benbrook, Texas
NOTES TO FINANCIAL STATEMENTS, Continued
September 30, 2021

Other amounts reported as deferred outflows of resources related to OPEB will be recognized in OPEB expense as follows:

Year ended December 31:	
2021	\$ 15,744
2022	15,744
2023	15,744
2024	14,713
2025	13,187
Thereafter	8,588
	\$ 83,720

2. City of Benbrook Retiree Health Care Plan

Plan Description

Employees who retire from the City are eligible to continue health insurance (a single-employer) coverage through the City’s group plan, the City of Benbrook Retiree Health Care Plan, after their federal COBRA benefits expire. The retiree must continue with no break in coverage. If a retiree declines coverage, then the retiree is not eligible for coverage at some future date. If the retiree drops coverage, then the retiree may not re-enroll at a later date.

The City elected, by ordinance, to provide coverage to both current and retired employees. The City may terminate coverage under and discontinue participation by adopting an ordinance.

Benefits

Retirees are treated the same as active employees with one major exception, the retiree must prepay the monthly insurance premium. If a retiree includes a dependent coverage, the dependent must have been covered prior to the retiree’s retirement. The retirees pay the same amount for dependent coverage as an active employee; the City’s subsidy applies toward dependent coverage for the retiree only. The other postretirement employment benefits for eligible retirees are funded on a pay-as-you-go basis.

Employees covered by benefit terms

At the December 31, 2020 valuation and measurement date, the following employees were covered by the benefit terms:

Inactive employees or beneficiaries currently receiving benefits	20
Inactive employees entitled to but not yet receiving benefits	0
Active employees & family members	120
Total	140

City of Benbrook, Texas
NOTES TO FINANCIAL STATEMENTS, Continued
September 30, 2021

Total OPEB Liability

The City's Postemployment Benefits Other Than Pensions Liability (OPEB) was measured as of December 31, 2020, and the Total OPEB Liability was determined by an actuarial valuation as of that date.

Actuarial assumptions:

The Total OPEB Liability in the December 31, 2020 actuarial valuation was determined using the following actuarial assumptions:

Inflation	2.50% per year
Overall payroll growth	3.5% to 11.50, including inflation
Discount rate	2.00%

Mortality

For healthy retirees, the gender-distinct 2019 Municipal Retirees of Texas mortality tables are used. The rates are projected on a fully generational basis using the ultimate mortality improvement rates in the MP tables published through 2019 to account for future mortality improvements.

Health Care Trend Rates

Initial rate of 7.00% declining to an ultimate rate of 4.25% after 13 years.

Participation Rates

It was assumed that 30% of eligible employees retiring before the age of 65 would choose to receive retiree health care benefits through the City. Of those assumed to elect coverage, 40% of retirees were assumed to elect two-person coverage. Additionally, it was assumed that 35% of eligible retirees would choose to receive retiree life insurance coverage through the City.

Discount Rate:

For plans that do not have formal assets, the discount rate should equal the tax-exempt municipal bond rate based on an index of 20-year general obligation bonds with an average AA credit rating as of the measurement date. For the purpose of this valuation, the municipal bond rate is 2.00% (based on the daily rate closest to but not later than the measurement date of the Fidelity "20-Year Municipal GO AA Index"). The discount rate was 2.75% as of the prior measurement date.

City of Benbrook, Texas
NOTES TO FINANCIAL STATEMENTS, Continued
September 30, 2021

Sensitivity of the Total OPEB Liability to Changes in the Discount Rate and Healthcare Trends

Regarding the sensitivity of the total OPEB liability to changes in the discount rate, the following presents the plan's total OPEB liability, calculated using a discount rate of 2.00%, as well as what the plan's total OPEB liability would be if it were calculated using a discount rate that is one percent lower or one percent higher:

1% Decrease (1.00%)	Current Discount Rate Assumption 2.00%	1% Increase (3.00%)
\$ 3,440,832	\$ 3,054,589	\$ 2,722,099

Regarding the sensitivity of the total OPEB liability to changes in the healthcare cost trend rates, the following presents the plan's total OPEB liability, calculated using the assumed trend rates as well as what the plan's total OPEB liability would be if it were calculated using a trend rate that is one percent lower or one percent higher:

1% Decrease	Current Healthcare Cost Trend Rate Assump.	1% Increase
\$ 2,743,719	\$ 3,054,589	\$ 3,426,109

Changes in the Total OPEB Liability:

	Total OPEB Liability
Balance at 12/31/2019	\$ 2,208,609
Changes for the year:	
Service Cost	93,600
Interest	61,121
Difference between expected and actual experience	183,729
Changes of assumptions	573,187
Benefit payments	(65,657)
Net changes	845,980
Balance at 12/31/2020	\$ 3,054,589

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

For the year ended September 30, 2021, the City recognized OPEB expense of \$274,219.

City of Benbrook, Texas
NOTES TO FINANCIAL STATEMENTS, Continued
September 30, 2021

At September 30, 2021, the City reported deferred outflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources
Difference in experience	\$ 252,488
Changes in actuarial assumptions	708,935
Total	\$ 961,423

The City reported \$0 as deferred outflows of resources related to OPEB resulting from contributions subsequent to the measurement date that will be recognized as a reduction of the OPEB liability for the year ending September 30, 2022.

Other amounts reported as deferred outflows of resources related to OPEB will be recognized in OPEB expense as follows:

Year ended	
September 30:	
2022	\$ 119,498
2023	119,498
2024	119,498
2025	119,498
2026	119,498
Thereafter	363,933
Total	\$ 961,423

E. Restatement

The City restated beginning net position/fund balance within governmental activities, the general fund, the TIF fund and the EDC fund due to accounting errors, and changes in fund reporting.

City of Benbrook, Texas
NOTES TO FINANCIAL STATEMENTS, Continued
September 30, 2021

The restatement of beginning net position is as follows:

	<u>Governmental Activities</u>	<u>Component Unit (TIF)</u>	<u>Component Unit (EDC)</u>
Prior year ending net position/fund balance, as reported	\$ 69,743,787	\$ -	\$ -
Change in fund reporting - governmental activities moved to discretely presented component unit	(7,277,333)	4,937,818	2,339,515
Correction to franchise receivables	37,311	-	-
Correction to debt balances	(5,000)	-	-
Correction to compensated absences	(121,311)	-	-
Correction to deferred outflows - opeb	2,176	-	-
Correction to deferred outflows - pensions	(101,911)	-	-
Restated beginning net position/fund balance	<u>\$ 62,277,719</u>	<u>\$ 4,937,818</u>	<u>\$ 2,339,515</u>

The City restated beginning fund balance as follows:

	<u>General Fund</u>	<u>EDC Fund</u>	<u>TIF Fund</u>	<u>Total Gov. Funds</u>
Prior year ending net position, as reported	\$ 9,982,620	\$ 4,931,712	\$ 2,965,424	\$ 22,081,813
Change in fund reporting - govt activities to component unit activities	-	(4,931,712)	(2,965,424)	(7,897,136)
Correction of franchise receivables	37,311	-	-	37,311
Restated beginning net position	<u>\$ 10,019,931</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 14,221,988</u>

F. Subsequent Events

There were no material subsequent events through February 23, 2022, the date the financial statements were available to be issued.

REQUIRED SUPPLEMENTARY INFORMATION



City of Benbrook, Texas

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

For the Year Ended September 30, 2021

	Original & Final Budget	2021 Actual	Variance with Final Budget Positive (Negative)
<u>Revenues</u>			
Property tax	\$ 13,822,061	\$ 13,621,451	\$ (200,610)
Sales tax	3,254,500	3,402,472	147,972
Franchise and local taxes	1,490,000	1,208,965	(281,035)
Charges for services	807,000	1,059,859	252,859
License, permits and fees	397,400	504,049	106,649
Fines and forfeitures	760,000	617,919	(142,081)
Investment income	125,000	19,662	(105,338)
Other revenue	578,500	605,134	26,634
Total Revenues	21,234,461	21,039,511	(194,950)
<u>Expenditures</u>			
Current:			
General government	1,354,738	1,368,859	(14,121)
Staff services	1,191,558	1,159,286	32,272
Community development	889,806	776,600	113,206
Public safety	11,591,426	9,563,971	2,027,455
Public services	4,586,825	4,285,835	300,990
Intergovernmental (payment to TIF)	1,150,000	1,086,189	63,811
Total Expenditures	20,764,353	18,240,740	2,523,613
Revenues Over (Under) Expenditures	470,108	2,798,771	2,328,663
<u>Other Financing Sources (Uses)</u>			
Transfers in	22,439	311,945	289,506
Transfers (out)	(500,000)	(500,000)	-
Sales of capital assets	12,000	801,069	789,069
Total Other Financing Sources (Uses)	(465,561)	613,014	1,078,575
Net Change in Fund Balance	\$ 4,547	3,411,785	\$ 3,407,238
Beginning fund balance		10,019,931	
Ending Fund Balance		\$ 13,431,716	

Notes to Required Supplementary Information

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

City of Benbrook, Texas

SCHEDULE OF CHANGES IN NET PENSION LIABILITY AND RELATED RATIOS TEXAS MUNICIPAL RETIREMENT SYSTEM

Years Ended:

	<u>12/31/2020</u>	<u>12/31/2019</u>	<u>12/31/2018</u>
Total pension liability			
Service cost	\$ 1,874,941	\$ 1,858,555	\$ 1,706,379
Interest	4,194,045	3,951,004	3,750,563
Differences between expected and actual experience	(884,044)	172,697	(283,128)
Changes of assumptions	-	203,079	-
Benefit payments, including refunds of participant contributions	(2,701,158)	(2,484,708)	(2,076,098)
Net change in total pension liability	<u>2,483,784</u>	<u>3,700,627</u>	<u>3,097,716</u>
Total pension liability - beginning	<u>\$ 62,547,103</u>	<u>\$ 58,846,476</u>	<u>\$ 55,748,760</u>
Total pension liability - ending (a)	<u>\$ 65,030,887</u>	<u>\$ 62,547,103</u>	<u>\$ 58,846,476</u>
Plan fiduciary net position			
Contributions - employer	\$ 1,654,539	\$ 1,616,740	\$ 1,516,476
Contributions - members	704,487	699,456	648,461
Net investment income	4,336,513	7,678,388	(1,531,759)
Benefit payments, including refunds of participant contributions	(2,701,158)	(2,484,708)	(2,076,098)
Administrative expenses	(28,057)	(43,378)	(29,601)
Other	(1,095)	(1,303)	(1,547)
Net change in plan fiduciary net position	<u>3,965,229</u>	<u>7,465,195</u>	<u>(1,474,068)</u>
Plan fiduciary net position - beginning	<u>57,122,175</u>	<u>49,656,980</u>	<u>51,131,048</u>
Plan fiduciary net position - ending (b)	<u>\$ 61,087,404</u>	<u>\$ 57,122,175</u>	<u>\$ 49,656,980</u>
Fund's net pension liability - ending (a) - (b)	<u>\$ 3,943,483</u>	<u>\$ 5,424,928</u>	<u>\$ 9,189,496</u>
 Plan fiduciary net position			
as a percentage of the total pension liability	93.94%	91.33%	84.38%
Covered payroll	10,064,098	\$ 9,992,229	\$ 9,263,727
Fund's net position			
as a percentage of covered payroll	39.18%	54.29%	99.20%

Notes to schedule:

¹ This schedule is presented to illustrate the requirement to show information for ten years. However, until a full ten-year trend is compiled, only available information is shown.

	<u>12/31/2017</u>	<u>12/31/2016</u>	<u>12/31/2015</u>	<u>12/31/2014</u>
	\$ 1,657,777	\$ 1,575,386	\$ 1,520,604	\$ 1,320,055
	3,549,305	3,389,690	3,323,230	3,124,814
	(100,498)	(643,705)	(408,073)	(114,606)
	-	-	(33,726)	-
	(2,222,466)	(1,773,318)	(1,599,725)	(1,592,327)
	<u>2,884,118</u>	<u>2,548,053</u>	<u>2,802,310</u>	<u>2,737,936</u>
	\$ 52,864,642	\$ 50,316,589	\$ 47,514,279	\$ 44,776,343
	\$ 55,748,760	\$ 52,864,642	\$ 50,316,589	\$ 47,514,279
	\$ 1,534,575	\$ 1,492,510	\$ 1,484,633	\$ 1,414,524
	634,122	601,949	585,491	548,570
	6,236,147	2,829,895	61,051	2,219,956
	(2,222,466)	(1,773,318)	(1,599,725)	(1,592,327)
	(32,310)	(31,954)	(37,184)	(23,178)
	(1,636)	(1,722)	(1,836)	(1,906)
	<u>6,148,432</u>	<u>3,117,360</u>	<u>492,430</u>	<u>2,565,639</u>
	44,982,616	41,865,256	41,372,826	38,807,187
	\$ 51,131,048	\$ 44,982,616	\$ 41,865,256	\$ 41,372,826
	\$ 4,617,712	\$ 7,882,026	\$ 8,451,333	\$ 6,141,453
	91.72%	85.09%	83.20%	87.07%
\$	\$ 9,058,892	\$ 8,599,269	\$ 8,364,159	\$ 7,836,719
	50.97%	91.66%	101.04%	78.37%

City of Benbrook, Texas

SCHEDULE OF EMPLOYER CONTRIBUTIONS TO PENSION PLAN TEXAS MUNICIPAL RETIREMENT SYSTEM

Years Ended:

	9/30/2021	9/30/2020	9/30/2019
Actuarially determined employer contributions	\$ 1,700,411	\$ 1,654,042	\$ 1,516,476
Contributions in relation to			
the actuarially determined contribution	\$ 1,700,411	\$ 1,654,042	\$ 1,591,704
Contribution deficiency (excess)	\$ -	\$ -	\$ (75,228)
Annual covered payroll	\$ 10,279,543	\$ 10,106,225	\$ 9,767,066
Employer contributions as			
a percentage of covered payroll	16.54%	16.37%	16.30%

¹ This schedule is presented to illustrate the requirement to show information for ten years. However, until a full ten-year trend is compiled, only available information is shown.

NOTES TO SCHEDULE OF EMPLOYER CONTRIBUTIONS TO PENSION PLAN

Valuation Date:

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

Methods and Assumptions Used to Determine Contribution Rates:

Actuarial Cost Method	Entry Age Normal
Amortization Method	Level Percentage of Payroll, Closed
Remaining Amortization Period	24 years
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.
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Other Information:

Notes There were no benefit changes during the year.

<u>9/30/2018</u>	<u>9/30/2017</u>	<u>9/30/2016</u>	<u>9/30/2015</u> ¹
\$ 1,534,575	\$ 1,492,510	\$ 1,484,633	\$ 1,414,524
<u>\$ 1,542,010</u>	<u>\$ 1,501,312</u>	<u>\$ 1,505,210</u>	<u>\$ 1,428,090</u>
\$ (7,435)	\$ (8,802)	\$ (20,577)	\$ (13,566)
\$ 9,319,802	\$ 9,300,894	\$ 8,663,764	\$ 8,017,563
16.55%	16.14%	17.37%	17.81%

City of Benbrook, Texas

SCHEDULE OF CHANGES IN POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS (OPEB) LIABILITY AND RELATED RATIOS TEXAS MUNICIPAL RETIREMENT SYSTEM

Years Ended September 30,

	2021	2020	2019	2018	¹
Total OPEB liability					
Service cost	\$ 16,103	\$ 11,991	\$ 12,043	\$ 9,965	
Interest	11,154	12,023	10,799	10,586	
Changes in benefit terms	-	-	-	-	
Differences between expected and actual experience	(16,949)	(6,556)	2,000	-	
Changes of assumptions	66,792	65,028	(24,573)	26,425	
Benefit payments, including refunds of participant contributions	(3,019)	(2,998)	(1,853)	(1,812)	
Net change in total OPEB liability	74,081	79,488	(1,584)	45,164	
Total OPEB liability - beginning	\$ 399,054	\$ 319,566	\$ 321,150	\$ 275,986	
Total OPEB liability - ending	\$ 473,135	\$ 399,054	\$ 319,566	\$ 321,150	²
Covered payroll	\$ 10,064,098	\$ 9,992,229	\$ 9,263,727	\$ 9,058,892	
Total OPEB liability as a percentage of covered payroll	4.70%	3.99%	3.45%	3.55%	

Notes to schedule:

¹ This schedule is presented to illustrate the requirement to show information for ten years. However, until a full ten-year trend is compiled, only available information is shown.

² No assets are accumulated in a trust that meets the criteria in paragraph 4 of GASB statement No. 75 to pay related benefits.

City of Benbrook, Texas

SCHEDULE OF CHANGES IN POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS (OPEB) LIABILITY AND RELATED RATIOS

CITY OF BENBROOK

RETIREE HEALTH CARE PLAN

Years Ended September 30,

	2021	2020	2019	2018	¹
Total OPEB liability					
Service cost	\$ 93,600	\$ 76,675	\$ 80,841	\$ 70,552	
Interest	61,121	73,019	60,332	62,575	
Changes in benefit terms	-	-	-	-	
Differences between expected and actual experience	183,729	(12,208)	106,101	40,261	
Changes of assumptions	573,187	179,682	(13,183)	103,164	
Benefit payments, including refunds of participant contributions	(65,657)	(76,751)	(96,414)	(106,309)	
Net change in total OPEB liability	845,980	240,417	137,677	170,243	
Total OPEB liability - beginning	\$ 2,208,609	\$ 1,968,192	\$ 1,830,515	\$ 1,660,272	
Total OPEB liability - ending	\$ 3,054,589	\$ 2,208,609	\$ 1,968,192	\$ 1,830,515	²
 Covered payroll	 \$ 10,096,402	 \$ 10,094,927	 \$ 9,401,496	 \$ 9,319,802	
Total OPEB liability as a percentage of covered payroll	 30.25%	 21.88%	 20.93%	 19.64%	

Notes to schedule:

¹ This schedule is presented to illustrate the requirement to show information for ten years. However, until a full ten-year trend is compiled, only available information is shown.

² No assets are accumulated in a trust that meets the criteria in paragraph 4 of GASB statement No. 75 to pay related benefits.



OTHER SUPPLEMENTARY INFORMATION



NONMAJOR GOVERNMENTAL FUNDS

SPECIAL ASSESSMENT FUND

This fund is used to account for proceeds from special assessments of the City. The fund balance is restricted for future major projects.

HOTEL FUND

The hotel fund collects hotel and motely taxes and spends those funds

PUBLIC SAFETY FUND

The public safety fund is used for municipal court revenues restricted for public safety and the related expenditures.

PEG FUND

The grant fund is used for tracking PEG revenues and related expenditures.

GRANT FUND

The grant fund is used for tracking grant revenues and related expenditures.

CORE VALUE FUND

This fund is used to account for proceeds from natural gas leases and mineral interest revenue. These funds will be used for special major improvement projects to be determined by City Council, and therefore, the fund balance is committed.

CLEARFORK BRIDGE FUND

This fund is used to account for amounts received and expended for the construction of major improvements related to Clearfork Bridge. These funds will be used for special major improvement projects to be determined by City Council, and therefore, the fund balance is committed

STORM WATER FUND

This used is used to account for amounts received and expended for the construction and renovation of major drainage improvements. Initial funding came from the issuance of bonds with additional funding from stormwater fees. The fund balance is restricted for future major stormwater projects.

OTHER CAPITAL PROJECTS FUND

The other capital projects fund is used to track capital projects activities not covered within other funds.

City of Benbrook, Texas
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
September 30, 2021

Special Revenue Funds				
	Special Assessment	Hotel	Public Safety	PEG
<u>Assets</u>				
Cash and cash equivalents	\$ 1,549,501	\$ 191,595	\$ 50,168	\$ 180,620
Investments	-	-	217,803	-
Receivables	-	44,266	2,810	7,133
Total Assets	\$ 1,549,501	\$ 235,861	\$ 270,781	\$ 187,753
<u>Liabilities</u>				
Accounts payable	\$ 22,000	\$ 5,241	\$ -	\$ 951
Customer deposits	143,319	-	-	-
Due to other funds	-	8,695	-	-
Total Liabilities	165,319	13,936	-	951
<u>Fund Balances</u>				
Restricted:				
City promotions	-	221,925	-	186,802
Public safety	-	-	270,781	-
Capital improvements	1,384,182	-	-	-
Committed				
Capital projects	-	-	-	-
Total Fund Balances	1,384,182	221,925	270,781	186,802
Total Liabilities, Deferred Inflows and Fund Balances	\$ 1,549,501	\$ 235,861	\$ 270,781	\$ 187,753

Special Revenue	Capital Project Funds				Total Nonmajor Governmental
	Core Value	Clearfork Bridge	Capital Project Storm Water	Other	
Grant					
\$ 15,065	\$ 454,147	\$ 82,897	\$ 991,727	\$ 164,022	\$ 3,679,742
-	22,804	21,346	36,600	22,310	320,863
-	31	29	30,365	30	84,664
<u>\$ 15,065</u>	<u>\$ 476,982</u>	<u>\$ 104,272</u>	<u>\$ 1,058,692</u>	<u>\$ 186,362</u>	<u>\$ 4,085,269</u>
\$ 15,065	\$ -	\$ 48,730	\$ -	\$ -	\$ 91,987
-	-	-	-	-	143,319
-	-	-	-	-	8,695
<u>15,065</u>	<u>-</u>	<u>48,730</u>	<u>-</u>	<u>-</u>	<u>244,001</u>
-	-	-	-	-	408,727
-	-	-	-	-	270,781
-	-	-	1,058,692	186,362	2,629,236
-	476,982	55,542	-	-	532,524
-	476,982	55,542	1,058,692	186,362	3,841,268
<u>\$ 15,065</u>	<u>\$ 476,982</u>	<u>\$ 104,272</u>	<u>\$ 1,058,692</u>	<u>\$ 186,362</u>	<u>\$ 4,085,269</u>

City of Benbrook, Texas
COMBINING STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
For the Year Ended September 30, 2021

	Special Revenue Funds			
	Special Assessment	Hotel Motel	Public Safety	PEG
Revenues				
Hotel occupancy taxes	\$ -	\$ 161,469	\$ -	\$ -
Franchise fees	-	-	-	30,374
Charges for services	24,000	-	-	-
Fines and forfeitures	-	-	12,422	-
Investment income	338	260	291	189
Other revenue	-	-	-	-
Total Revenues	24,338	161,729	12,713	30,563
Expenditures				
General government	13,700	-	-	-
Community development	-	130,398	-	12,396
Public safety	-	-	42,827	-
Capital outlay	184,640	-	-	-
Total Expenditures	198,340	130,398	42,827	12,396
Revenues Over (Under) Expenditures	(174,002)	31,331	(30,114)	18,167
Other Financing Sources (Uses)				
Transfers in	500,000	-	-	-
Transfers (out)	(22,709)	-	-	-
Total Other Financing Sources (Uses)	477,291	-	-	-
Net Change in Fund Balances	303,289	31,331	(30,114)	18,167
Beginning fund balances	1,080,893	190,594	300,895	168,635
Ending Fund Balances	\$ 1,384,182	\$ 221,925	\$ 270,781	\$ 186,802

Special Revenue	Capital Project Funds				Total Nonmajor Governmental
Grant	Core Value	Clearfork Bridge	Capital Project Storm Water	Other Capital Projects	
\$ -	\$ -	\$ -	\$ -	\$ -	161,469
-	-	-	-	-	30,374
-	-	-	1,045,337	-	1,069,337
-	-	-	-	-	12,422
-	152	143	246	65	1,684
-	27,480	-	-	-	27,480
-	27,632	143	1,045,583	65	1,302,766
-	-	-	-	9,500	23,200
-	-	-	-	-	142,794
-	-	-	-	-	42,827
27,094	-	379,963	-	204,905	796,602
27,094	-	379,963	-	214,405	1,005,423
(27,094)	27,632	(379,820)	1,045,583	(214,340)	297,343
15,757	-	-	-	-	515,757
-	(15,757)	-	(733,366)	(54,312)	(826,144)
15,757	(15,757)	-	(733,366)	(54,312)	(310,387)
(11,337)	11,875	(379,820)	312,217	(268,652)	(13,044)
11,337	465,107	435,362	746,475	455,014	3,854,312
\$ -	\$ 476,982	\$ 55,542	\$ 1,058,692	\$ 186,362	\$ 3,841,268



City of Benbrook, Texas
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL
DEBT SERVICE FUND
For the Year Ended September 30, 2021

	Original & Final Budget	2021 Actual	Variance with Final Budget Positive (Negative)
<u>Revenues</u>			
Property tax	\$ 484,698	\$ 477,298	\$ (7,400)
Intergovernmental revenue	501,203	501,203	-
Total Revenues	985,901	978,501	(7,400)
<u>Expenditures</u>			
Debt service:			
Principal	1,520,000	1,520,000	-
Interest	90,241	85,259	4,982
Total Expenditures	1,610,241	1,605,259	4,982
Revenues Over (Under) Expenditures	(624,340)	(626,758)	(12,382)
<u>Other Financing Sources (Uses)</u>			
Transfers in	733,366	733,366	-
Total Other Financing Sources (Uses)	733,366	733,366	-
Net Change in Fund Balance	\$ 109,026	106,608	\$ (2,418)
Beginning fund balance		347,745	
Ending Fund Balance		\$ 454,353	

Notes to Other Supplementary Information

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

City of Benbrook, Texas
BALANCE SHEET
DISCRETELY PRESENTED COMPONENT UNITS
September 30, 2021

	<u>EDC</u>	<u>TIF</u>	<u>Total</u>
<u>Assets</u>			
Cash and cash equivalents	\$ 2,057,757	\$ 3,671,714	\$ 5,729,471
Investments	3,821,635	145,396	3,967,031
Receivables, net	307,192	196	307,388
Total Current Assets	<u>6,186,584</u>	<u>3,817,306</u>	<u>10,003,890</u>
<u>Liabilities</u>			
<u>Current Liabilities</u>			
Accounts payable and accrued liabilities	396,152	-	396,152
Due to primary government	425,645	-	425,645
Total Liabilities	<u>821,797</u>	<u>-</u>	<u>821,797</u>
<u>Fund Balances</u>			
Restricted for:			
Economic development	5,364,787	-	5,364,787
Capital improvements	-	3,817,306	3,817,306
Total Fund Balance	<u>5,364,787</u>	<u>3,817,306</u>	<u>9,182,093</u>
Total Liabilities and Fund Balance	<u>\$ 6,186,584</u>	<u>\$ 3,817,306</u>	<u>\$ 10,003,890</u>

See Notes to Financial Statements.

City of Benbrook, Texas

RECONCILIATION OF THE BALANCE SHEET TO THE STATEMENT OF NET POSITION DISCRETELY PRESENTED COMPONENT UNITS

September 30, 2021

Fund Balance	\$ 9,182,093
Adjustments for the Statement of Net Position:	
Capital assets used in governmental activities are not current financial resources and, therefore, not reported in the governmental funds.	
Capital assets - net depreciable	<u>4,069</u>
Net Position of the Discretely Presented Component Unit	<u><u>\$ 9,186,162</u></u>

City of Benbrook, Texas

STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES DISCRETELY PRESENTED COMPONENT UNITS

For the Year Ended September 30, 2021

	EDC	TIF	Total
<u>Revenues</u>			
Sales taxes	\$ 1,696,328	\$ -	\$ 1,696,328
Investment income	-	974	974
Intergovernmental	-	1,128,399	1,128,399
Other revenues	44,192	977,752	1,021,944
Total Revenues	1,740,520	2,107,125	3,847,645
<u>Expenditures</u>			
Current:			
Professional services	-	32,399	32,399
Other expenses	571,369	-	571,369
Debt service:			
Principal	-	625,909	625,909
Interest and fiscal charges	-	53,208	53,208
Capital outlay	736,076	42,524	778,600
Total Expenditures	1,307,445	754,040	2,061,485
Excess of Revenues Over (Under) Expenditures	433,075	1,353,085	1,786,160
<u>Other Financing Sources (Uses)</u>			
Transfers (out)	-	(501,203)	(501,203)
Total Other Financing Sources (Uses)	-	(501,203)	(501,203)
Net Change in Fund Balances	433,075	851,882	1,284,957
Beginning fund balances	4,931,712	2,965,424	7,897,136
Ending Fund Balances	\$ 5,364,787	\$ 3,817,306	\$ 9,182,093

See Notes to Financial Statements.

City of Benbrook, Texas
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES OF THE DISCRETELY PRESENTED
COMPONENT UNITS TO THE STATEMENT OF ACTIVITIES
For the Year Ended September 30, 2021

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

Net changes in fund balances	\$	1,284,957
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Governmental funds report capital outlays as expenditures. However, in the statement of activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense.

Depreciation expense		(2,037)
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The issuance of long-term debt (e.g., bonds, leases, certificates of obligation) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net position. Also, governmental funds report the effect of premiums, discounts, and similar items when they are first issued; whereas, these amounts are deferred and amortized in the statement of activities. This amount is the net effect of these differences in the treatment of long-term debt and related items.

Principal payments on long-term debt		625,909
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Change in Net Position of the Discretely Presented Component Unit	\$	1,908,829
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TEXAS
Our Pride. Your Joy.

STATISTICAL SECTION

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

Contents	Page
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Financial Trends	100
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These schedules contain trend information to help the reader understand how the City's financial performance and well-being have changed over time.

Revenue Capacity	111
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These schedules contain information to help the reader assess the City's most significant local revenue source, property tax.

Debt Capacity	118
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These schedules present information to help the reader assess the affordability of the City's current levels of outstanding debt and the City's ability to issue additional debt in the future.

Demographic and Economic Information	123
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These schedules offer demographic and economic indicators to help the reader understand the environment within which the City's financial activities take place.

Operating Information	128
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These schedules contain service and infrastructure data to help the reader understand how the information in the City's financial report relates to the services the City provides and the activities it performs.

City of Benbrook, Texas

NET POSITION BY COMPONENT

Last Ten Fiscal Years (Unaudited)

(accrual basis of accounting)

	2012	2013	2014	2015
Governmental activities				
Net investment in capital assets	\$ 36,235,804	\$ 40,079,400	\$ 42,176,087	\$ 45,305,129
Restricted	7,700,845	7,560,464	5,786,813	6,106,372
Unrestricted	13,543,550	12,623,998	7,826,398	9,644,719
Total governmental activities net position	\$ 57,480,199	\$ 60,263,862	\$ 55,789,298	\$ 61,056,220
Business-type activities				
Net investment in capital assets	\$ -	\$ -	\$ -	\$ -
Restricted	-	-	-	-
Unrestricted	-	-	-	-
Total business-type activities net position	(a) \$ -	\$ -	\$ -	\$ -
Primary government				
Net investment in capital assets	\$ 36,235,804	\$ 40,079,400	\$ 42,176,087	\$ 45,305,129
Restricted	7,700,845	7,560,464	5,786,813	6,106,372
Unrestricted	13,543,550	12,623,998	7,826,398	9,644,719
Total primary government net position	\$ 57,480,199	\$ 60,263,862	\$ 55,789,298	\$ 61,056,220

Source: City audited financial records
 (a) Business-type activities started during FY2021.

<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>
\$ 47,197,644	\$ 48,942,935	\$ 55,684,372	\$ 52,647,584	\$ 58,380,830	\$ 55,708,607
6,641,953	7,216,854	5,633,268	11,010,038	2,795,311	5,302,213
<u>9,162,784</u>	<u>6,483,104</u>	<u>798,459</u>	<u>1,116,251</u>	<u>1,101,578</u>	<u>5,056,527</u>
<u>\$ 63,002,381</u>	<u>\$ 62,642,893</u>	<u>\$ 62,116,099</u>	<u>\$ 64,773,873</u>	<u>\$ 62,277,719</u>	<u>\$ 66,067,347</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-
-	-	-	-	-	4,173
<u>\$ -</u>	<u>\$ 4,173</u>				
\$ 47,197,644	\$ 48,942,935	\$ 55,684,372	\$ 52,647,584	\$ 58,380,830	\$ 55,708,607
6,641,953	7,216,854	5,633,268	11,010,038	2,795,311	5,302,213
<u>9,162,784</u>	<u>6,483,104</u>	<u>798,459</u>	<u>1,116,251</u>	<u>1,101,578</u>	<u>5,060,700</u>
<u>\$ 63,002,381</u>	<u>\$ 62,642,893</u>	<u>\$ 62,116,099</u>	<u>\$ 64,773,873</u>	<u>\$ 62,277,719</u>	<u>\$ 66,071,520</u>

City of Benbrook, Texas

CHANGES IN NET POSITION

Last Ten Fiscal Years (Unaudited)

(accrual basis of accounting)

	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>
Expenses				
Governmental activities:				
General government	\$ 1,587,026	\$ 1,947,856	\$ 1,178,935	\$ 1,267,277
Staff services	902,490	880,772	929,495	931,314
Public safety	8,509,009	8,342,490	8,662,545	8,540,152
Public services	1,598,830	4,831,947	6,945,037	4,333,979
Community development	5,829,234	2,143,235	3,012,664	1,977,768
Intergovernmental	-	-	-	-
Interest on long-term debt	601,357	602,673	476,713	313,493
Total governmental activities				
expenses	<u>19,027,946</u>	<u>18,748,973</u>	<u>21,205,389</u>	<u>17,363,983</u>
Business-type activities: (a)				
Sanitation	-	-	-	-
Total business-type activities				
expenses	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total primary government expenses	<u><u>\$ 19,027,946</u></u>	<u><u>\$ 18,748,973</u></u>	<u><u>\$ 21,205,389</u></u>	<u><u>\$ 17,363,983</u></u>
Program Revenues				
Governmental activities:				
Charges for services:				
General government	\$ 1,350,782	\$ 1,433,182	\$ 1,427,145	\$ 1,671,727
Public safety	137,908	121,267	133,911	227,469
Community development	1,216,885	1,205,136	1,310,196	1,588,438
Operating grants and contributions				
Public safety	480,821	381,872	426,198	466,660
General government				
Capital grants and contributions				
Public service	50,000	-	-	-
General government	-	-	588,669	1,310,000
Community development	-	1,618,360	-	-
Total governmental activities				
program revenues	<u>3,236,396</u>	<u>4,759,817</u>	<u>3,886,119</u>	<u>5,264,294</u>
Business-type activities:				
Charges for services:				
Sanitation	\$ -	\$ -	\$ -	\$ -
Capital grants and contributions	-	-	-	-
Total business-type activities				
program revenues	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total primary government program revenues	<u><u>\$ 3,236,396</u></u>	<u><u>\$ 4,759,817</u></u>	<u><u>\$ 3,886,119</u></u>	<u><u>\$ 5,264,294</u></u>

<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>
\$ 1,261,520	\$ 1,341,046	\$ 225,122	\$ 1,316,153	\$ 1,297,980	\$ 1,296,361
941,237	1,038,337	1,009,345	1,228,554	1,180,268	1,221,062
9,699,627	10,369,701	7,775,892	11,075,635	11,385,581	10,667,513
4,393,555	4,930,420	4,588,623	5,165,065	5,709,626	5,725,116
2,185,174	3,649,961	3,578,257	2,225,782	851,005	901,385
-	-	-	-	-	1,086,189
239,440	227,764	188,808	160,953	178,055	479,671
<u>18,720,553</u>	<u>21,557,229</u>	<u>17,366,047</u>	<u>21,172,142</u>	<u>20,602,515</u>	<u>21,377,297</u>
-	-	-	-	-	1,202,676
-	-	-	-	-	1,202,676
<u>\$ 18,720,553</u>	<u>\$ 21,557,229</u>	<u>\$ 17,366,047</u>	<u>\$ 21,172,142</u>	<u>\$ 20,602,515</u>	<u>\$ 22,579,973</u>
\$ 1,574,048	\$ 1,546,117	\$ 1,511,567	\$ 1,336,174	\$ 164,607	\$ 1,069,337
184,773	135,860	2,917,549	154,438	2,172,110	1,693,397
1,572,477	1,617,691	1,431,485	1,766,006	56,934	504,049
641,443	449,344	422,003	556,795	1,800,856	2,911,733
-	-	-	-	-	85,760
-	-	-	-	-	-
-	-	-	-	-	-
<u>3,972,741</u>	<u>3,749,012</u>	<u>6,282,604</u>	<u>3,813,413</u>	<u>4,194,507</u>	<u>6,264,276</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,441,773
-	-	-	-	-	-
-	-	-	-	-	1,441,773
<u>\$ 3,972,741</u>	<u>\$ 3,749,012</u>	<u>\$ 6,282,604</u>	<u>\$ 3,813,413</u>	<u>\$ 4,194,507</u>	<u>\$ 7,706,049</u>

City of Benbrook, Texas
CHANGES IN NET POSITION (Continued)
Last Ten Fiscal Years (Unaudited)
(accrual basis of accounting)

	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>
Net (Expenses) Revenue				
Governmental activities	\$ (15,791,550)	\$ (13,989,156)	\$ (17,319,270)	\$ (12,099,689)
Business-type activities	-	-	-	-
Total primary government net expense	<u>\$ (15,791,550)</u>	<u>\$ (13,989,156)</u>	<u>\$ (17,319,270)</u>	<u>\$ (12,099,689)</u>
General Revenues and Other Changes in Net Position				
Governmental activities:				
Taxes				
Ad valorem	9,754,496	10,214,041	10,352,345	10,610,039
Franchise taxes	1,503,002	1,535,138	1,648,597	1,675,780
Sales and other	3,596,241	3,885,932	3,591,800	3,556,317
Use of money and property	325,123	422,238	453,796	296,477
Miscellaneous	1,123,070	870,663	593,514	1,710,815
Interest income	-	-	-	-
Transfers	-	-	-	-
Gain (loss) on sale of property	-	-	86,909	148,154
Total governmental activities	<u>16,301,932</u>	<u>16,928,012</u>	<u>16,726,961</u>	<u>17,997,582</u>
Business-type activities:				
Investment earnings	-	-	-	-
Oil and gas lease	-	-	-	-
Miscellaneous	-	-	-	-
Transfers	-	-	-	-
Total business-type activities	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total primary government	<u>\$ 16,301,932</u>	<u>\$ 16,928,012</u>	<u>\$ 16,726,961</u>	<u>\$ 17,997,582</u>
Change in Net Position				
Governmental activities	\$ 510,382	\$ 2,938,856	\$ (592,309)	\$ 5,897,893
Business-type activities	-	-	-	-
Total primary government	<u>\$ 510,382</u>	<u>\$ 2,938,856</u>	<u>\$ (592,309)</u>	<u>\$ 5,897,893</u>

Source: City audited financial records
(a) Business-type activities started during FY2021.

<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>
\$ (14,747,812)	\$ (17,808,217)	\$ (11,083,443)	\$ (17,358,729)	\$ (16,408,008)	\$ (15,113,021)
-	-	-	-	-	239,097
<u>\$ (14,747,812)</u>	<u>\$ (17,808,217)</u>	<u>\$ (11,083,443)</u>	<u>\$ (17,358,729)</u>	<u>\$ (16,408,008)</u>	<u>\$ (14,873,924)</u>
10,786,456	11,116,712	11,780,850	12,751,779	13,654,436	14,011,982
1,683,199	1,569,122	1,436,791	1,580,981	1,494,185	1,239,339
3,409,983	3,617,894	3,848,345	4,522,624	3,438,596	3,563,941
202,169	324,791	353,573	677,668	-	-
612,166	820,210	820,203	721,009	582,468	1,133,817
-	-	-	31,559	24,324	21,346
-	-	-	-	-	234,924
-	-	-	(269,117)	-	(1,302,700)
<u>16,693,973</u>	<u>17,448,729</u>	<u>18,239,762</u>	<u>20,016,503</u>	<u>19,194,009</u>	<u>18,902,649</u>
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	(234,924)
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(234,924)</u>
<u>\$ 16,693,973</u>	<u>\$ 17,448,729</u>	<u>\$ 18,239,762</u>	<u>\$ 20,016,503</u>	<u>\$ 19,194,009</u>	<u>\$ 18,667,725</u>
\$ 1,946,161	\$ (359,488)	\$ 7,156,319	\$ 2,657,774	\$ 2,786,001	\$ 3,789,628
-	-	-	-	-	4,173
<u>\$ 1,946,161</u>	<u>\$ (359,488)</u>	<u>\$ 7,156,319</u>	<u>\$ 2,657,774</u>	<u>\$ 2,786,001</u>	<u>\$ 3,793,801</u>

City of Benbrook, Texas

FUND BALANCES OF GOVERNMENTAL FUNDS

Last Ten Fiscal Years (Unaudited)

(modified accrual basis of accounting)

	2012	2013	2014	2015
General Fund				
Committed	\$ 225,122	\$ 225,122	\$ 225,122	\$ 225,122
Assigned	-	-	-	829,921
Unassigned	9,579,220	8,714,624	8,580,080	9,464,362
Total general fund	\$ 9,804,342	\$ 8,939,746	\$ 8,805,202	\$ 10,519,405
 All Other Governmental Funds				
Restricted for:				
Debt service	750,049	445,101	225,304	100,157
Economic development	4,900,954	5,616,422	5,601,174	6,031,778
Grant activities	-	-	-	-
City promotions	362,809	339,049	422,190	422,190
Capital improvements	2,828,656	7,869,842	7,930,814	9,366,394
Public safety		322,519	369,039	579,417
Committed				
Capital projects	-	-	-	-
Grants	-	-	-	-
Unassigned	-	-	-	-
Total all other governmental funds	\$ 8,842,468	\$ 14,592,933	\$ 14,548,521	\$ 16,499,936

Source: City audited financial records

Notes: The City implemented GASB Statement No. 54 "Fund Balance Reporting and Governmental Fund Type Definitions" in fiscal year 2010.

<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>
\$ 225,122	\$ 225,122	\$ 225,122	\$ 225,122	\$ 225,122	\$ 236,306
1,295,285	1,464,917	770,414	-	-	-
9,399,726	8,315,151	7,634,054	7,775,892	9,794,809	13,195,410
<u>\$ 10,920,133</u>	<u>\$ 10,005,190</u>	<u>\$ 8,629,590</u>	<u>\$ 8,001,014</u>	<u>\$ 10,019,931</u>	<u>\$ 13,431,716</u>
75,180	100,915	160,158	345,129	347,745	454,353
6,579,479	6,301,901	4,685,009	4,739,269	4,931,712	-
-	-	-	-	-	1,597,764
432,933	422,666	428,083	402,562	359,299	408,727
6,747,821	7,146,121	6,650,900	5,204,500	4,792,792	24,570,588
400,029	407,222	368,543	317,106	300,895	270,781
2,961,472	3,814,998	2,619,709	2,917,549	1,355,483	532,524
-	-	-	-	11,337	-
-	-	(72,431)	(8,363)	-	-
<u>\$ 17,196,914</u>	<u>\$ 18,193,823</u>	<u>\$ 14,839,971</u>	<u>\$ 13,917,752</u>	<u>\$ 12,099,263</u>	<u>\$ 27,834,737</u>

City of Benbrook, Texas

CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS

Last Ten Fiscal Years (Unaudited)
(modified accrual basis of accounting)

	2012	2013	2014	2015
Revenues				
Taxes				
Property	\$ 9,759,726	\$ 10,165,031	\$ 10,302,584	\$ 10,577,267
Franchise	1,503,002	1,535,138	1,648,597	1,675,780
Sales & other	3,596,241	3,885,932	3,591,800	3,556,317
Licenses and permits	307,408	273,945	316,355	480,192
Fines and fees	692,134	726,416	737,564	850,128
Use of money and property	325,123	422,238	387,324	296,477
Proceeds of direct financing lease	216,736	216,736	181,067	-
Investment income	-	-	-	-
Charges for service	2,587,945	2,851,173	2,987,124	3,335,900
Proceeds for sale of assets	-	-	286,550	999,472
Grant revenues	-	-	-	-
Other revenues	1,054,488	519,811	616,282	977,336
Total Revenues	20,042,803	20,596,420	21,055,247	22,748,869
Expenditures				
General government	1,568,134	1,811,138	1,942,429	1,800,992
Staff services	901,844	883,219	922,443	937,917
Public safety	8,131,574	8,176,121	8,104,906	8,306,038
Public services	2,569,047	2,666,130	2,588,207	2,663,028
Community development	2,701,481	1,484,970	2,620,969	1,372,125
Economic development	760,978	650,953	503,408	610,675
Intergovernmental	-	-	-	-
Debt Service:				
Principal	927,627	1,084,612	3,756,885	1,225,000
Interest	561,306	550,056	418,834	307,001
Debt issuance cost	30,000	-	46,226	-
Capital outlay	1,696,106	3,158,977	4,081,122	1,860,475
Total Expenditures	19,848,097	20,466,176	24,985,429	19,083,251
Excess of Revenues Over (Under)				
Expenditures	194,706	130,244	(3,930,182)	3,665,618
Other Financing Sources (Uses)				
Issuance of debt	1,280,000	-	3,751,226	-
Proceeds from sale of assets	-	-	-	-
Premium on bonds issued	-	-	-	-
Transfers in	2,450,308	3,474,870	2,660,316	1,385,106
Transfers (out)	(2,450,308)	(3,474,870)	(2,660,316)	(1,385,106)
Total Other Financing Sources (Uses)	1,280,000	-	3,751,226	-
Net change in fund balances	\$ 1,474,706	\$ 130,244	\$ (178,956)	\$ 3,665,618
Debt service as percentage of noncapital expenditures	8.4%	9.4%	20.2%	8.9%

Source: City audited financial records

2016	2017	2018	2019	2020	2021
\$ 10,775,137	\$ 11,141,571	\$ 11,820,512	\$ 12,722,537	\$ 13,635,241	\$ 14,098,749
1,683,199	1,569,122	1,436,791	1,580,981	1,477,050	1,239,339
3,398,140	3,606,051	3,848,345	4,522,624	5,092,120	4,065,144
613,949	636,484	445,618	703,353	654,119	504,049
849,464	868,006	754,339	699,366	675,901	630,341
202,169	324,791	353,575	677,668	317,265	-
-	-	-	-	-	-
-	-	-	36,757	24,324	21,346
3,170,890	3,180,229	3,353,286	3,389,850	3,811,462	2,129,196
-	-	-	901,215	-	-
-	-	-	-	-	2,911,733
649,724	615,544	522,750	645,084	2,209,360	632,614
<u>21,342,672</u>	<u>21,941,798</u>	<u>22,535,216</u>	<u>25,879,435</u>	<u>27,896,842</u>	<u>26,232,511</u>
1,814,956	1,935,773	1,985,015	2,181,124	2,160,935	1,392,059
918,376	1,016,834	1,016,521	1,200,744	1,069,757	1,260,761
9,025,481	9,710,428	10,148,264	10,328,881	10,691,451	10,441,559
2,900,514	3,049,832	3,109,217	3,521,576	4,211,105	4,285,835
1,442,277	1,989,999	1,642,185	1,897,270	1,013,280	919,394
578,215	577,687	446,985	591,355	1,221,738	-
-	-	-	-	-	1,086,189
1,260,000	1,310,000	1,340,000	1,390,000	1,430,000	1,520,000
235,108	207,725	179,300	150,100	119,905	85,259
-	-	-	-	-	401,852
2,070,039	2,061,554	7,397,181	6,169,180	5,815,624	1,232,983
<u>20,244,966</u>	<u>21,859,832</u>	<u>27,264,668</u>	<u>27,430,230</u>	<u>27,733,795</u>	<u>22,625,891</u>
<u>1,097,706</u>	<u>81,966</u>	<u>(4,729,452)</u>	<u>(1,550,795)</u>	<u>163,047</u>	<u>3,606,620</u>
-	-	-	-	-	20,920,000
-	-	-	-	-	801,069
-	-	-	-	-	1,481,852
1,860,504	2,442,754	3,170,467	3,159,776	3,181,679	1,561,068
(1,860,504)	(2,442,754)	(3,170,467)	(3,159,776)	(3,181,679)	(1,326,144)
-	-	-	-	-	23,437,845
<u>\$ 1,097,706</u>	<u>\$ 81,966</u>	<u>\$ (4,729,452)</u>	<u>\$ (1,550,795)</u>	<u>\$ 163,047</u>	<u>\$ 27,044,465</u>
8.2%	7.7%	7.6%	7.2%	7.1%	9.4%



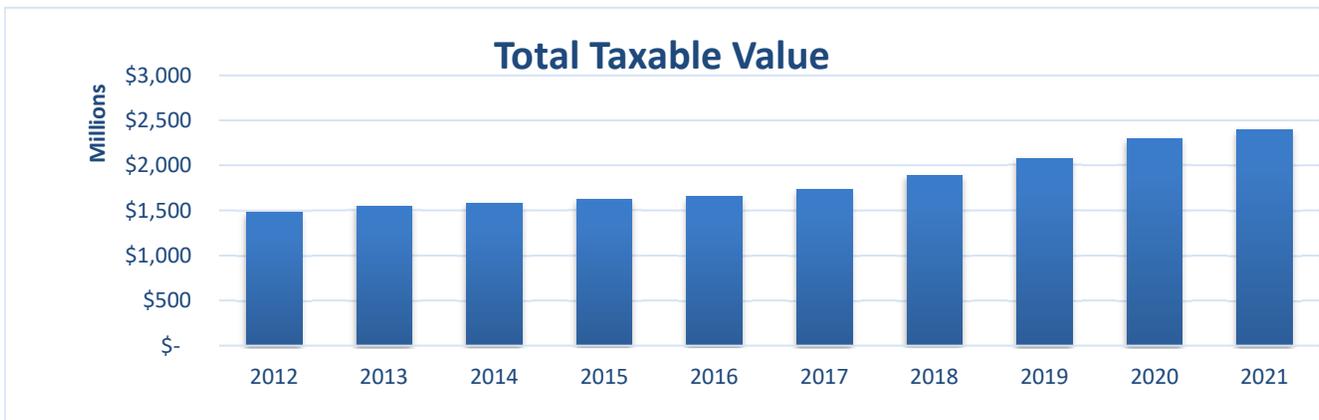
City of Benbrook, Texas

ASSESSED VALUE AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY

Last Ten Fiscal Years (Unaudited)

Fiscal Year Ended	Estimated Market Value		Less Tax-Exempt Property	Total Taxable Value	Total Direct Tax Rate
	Real Property	Personal Property			
2012	\$ 1,445,176,355	\$ 216,061,202	\$ 176,678,326	\$ 1,484,559,051	0.6575
2013	1,470,898,772	261,120,194	180,578,931	1,551,440,035	0.6575
2014	1,500,773,950	265,059,132	183,991,663	1,582,702,196	0.6575
2015	1,535,449,044	272,897,194	184,775,845	1,623,570,393	0.6575
2016	1,583,630,760	253,047,573	183,611,094	1,653,067,239	0.6575
2017	1,816,545,757	173,863,277	256,534,440	1,733,874,594	0.6500
2018	2,029,862,710	148,380,724	283,258,247	1,894,985,187	0.6400
2019	2,219,370,953	147,582,688	287,334,504	2,079,619,137	0.6400
2020	2,373,781,556	156,015,235	236,702,655	2,293,094,136	0.6278
2021	2,489,475,460	165,845,547	257,774,969	2,397,546,038	0.6225

(1) Values taken from the adjusted tax roll at 9/30 prepared by the Tarrant Appraisal District.



City of Benbrook, Texas

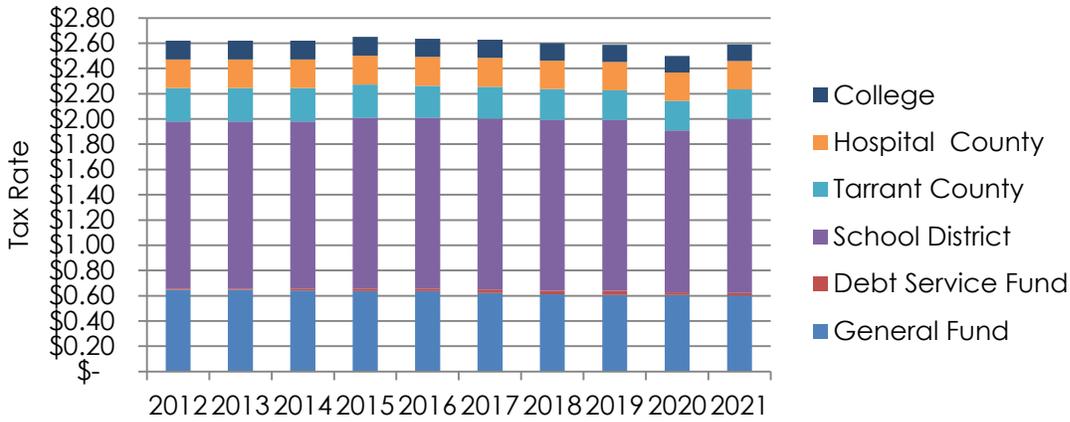
DIRECT & OVERLAPPING PROPERTY TAX RATES

(per \$100 of assessed value)

(Unaudited)

City of Benbrook

Fiscal Year Ended	General Fund	Debt Service Fund	City Total
2012	\$ 0.647500	\$ 0.010000	\$ 0.657500
2013	0.647500	0.010000	0.657500
2014	0.642500	0.015000	0.657500
2015	0.637500	0.020000	0.657500
2016	0.637500	0.020000	0.657500
2017	0.622500	0.027500	0.650000
2018	0.612500	0.027500	0.640000
2019	0.607500	0.032500	0.640000
2020	0.606470	0.021300	0.627770
2021	0.601500	0.021000	0.622500



Overlapping Rates

Fort Worth		Tarrant	Hospital	College	Totals
School	District	County	County		
\$	1.322000	\$ 0.264000	\$ 0.227897	\$ 0.148970	\$ 2.620367
	1.322000	0.264000	0.227897	0.148970	2.620367
	1.322000	0.264000	0.227897	0.149500	2.620897
	1.352000	0.264000	0.227897	0.149500	2.650897
	1.352000	0.254000	0.227897	0.144730	2.636127
	1.352000	0.254000	0.227897	0.144730	2.628627
	1.352000	0.244000	0.224429	0.140060	2.600489
	1.352000	0.234000	0.224429	0.136070	2.586499
	1.282000	0.234000	0.224429	0.130170	2.498369
	1.378400	0.234000	0.224429	0.130170	2.589499

City of Benbrook, Texas
PRINCIPAL PROPERTY TAX PAYERS
Current Year and Nine Years Ago
(Unaudited)

2021

Taxpayer	Taxable Assessed Value	Percent of Total Taxable Amount
5644 Riverwalk LLC	\$ 58,695,000	2.45%
SW Highland LLC	44,400,000	1.85%
TRG Vista Benbrook LP	42,000,000	1.75%
Gardner Denver Petroleum Pumps LLC	37,171,483	1.55%
WW 8889 Cook Ranch Road LP	34,338,000	1.43%
BW Heights LLC	31,800,000	1.33%
5513 Crosscreek LLC	25,100,000	1.05%
Intercapital Greenwood LLC	21,132,298	0.88%
Oncor Electric Delivery Co LLC	21,082,391	0.88%
Walmart Real Estate Business Trust	14,327,982	0.60%
	\$ 330,047,154	13.77%

(1) All information provided by the Tarrant Appraisal District

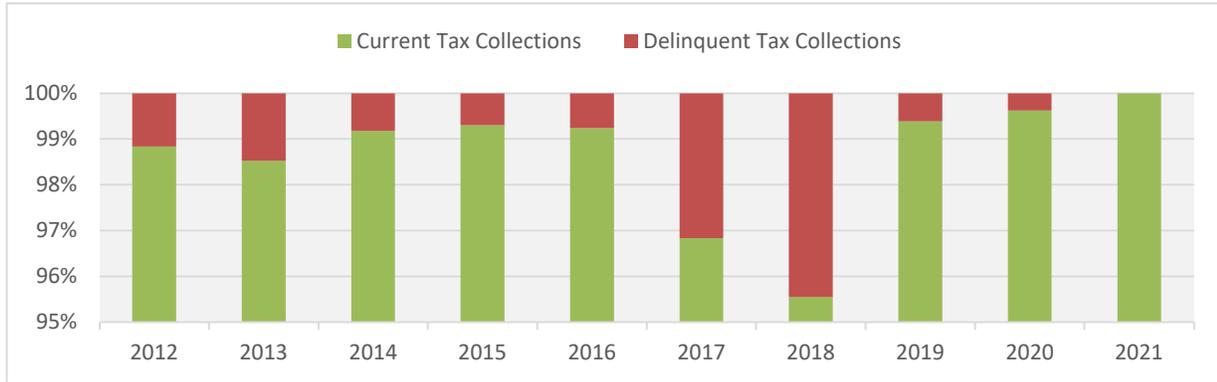
2012

Taxpayer	Taxable Assessed Value	Percent of Total Taxable Amount
Precision Energy Services	\$ 78,361,686	5.28%
XTO Energy Inc	24,926,740	1.68%
SW Highland LLC	20,622,700	1.39%
Walmart Real Estate Business Trust	20,344,882	1.37%
Cordiel Victorian Quarters	18,246,130	1.23%
Encana Oil & Gas USA	16,739,720	1.13%
Computalog Wireline Service	11,173,858	0.75%
MB Copper Crossing LP	10,100,000	0.68%
Eastwood Ranch	9,200,000	0.62%
Centruy Johnson Partners LP	7,208,660	0.49%
	\$ 216,924,376	14.62%

City of Benbrook, Texas
PROPERTY TAX LEVIES AND COLLECTIONS
Last Ten Fiscal Years
(Unaudited)

Fiscal Year Ended	Total Tax Levy	Current Tax Collections	Percent of Levy Collected	Delinquent Tax Collections	Total Tax Collections
2012	\$ 9,760,976	\$ 9,638,240	98.74%	\$ 113,458	\$ 9,702,839
2013	10,200,718	10,039,826	98.42%	150,604	10,107,153
2014	10,336,584	10,214,680	98.82%	84,685	10,264,181
2015	10,687,525	10,598,100	99.16%	74,682	10,598,100
2016	10,751,674	10,650,522	99.06%	82,172	10,713,232
2017	11,286,321	10,909,418	96.66%	357,077	11,034,819
2018	12,207,960	11,642,272	95.37%	542,559	12,184,831
2019	12,706,094	12,594,291	99.12%	78,174	12,672,465
2020	13,615,577	13,514,430	99.26%	51,919	13,566,349
2021	14,073,249	13,978,747	99.33%	-	13,978,747

Source: Tarrant County Tax Assessor-Collector

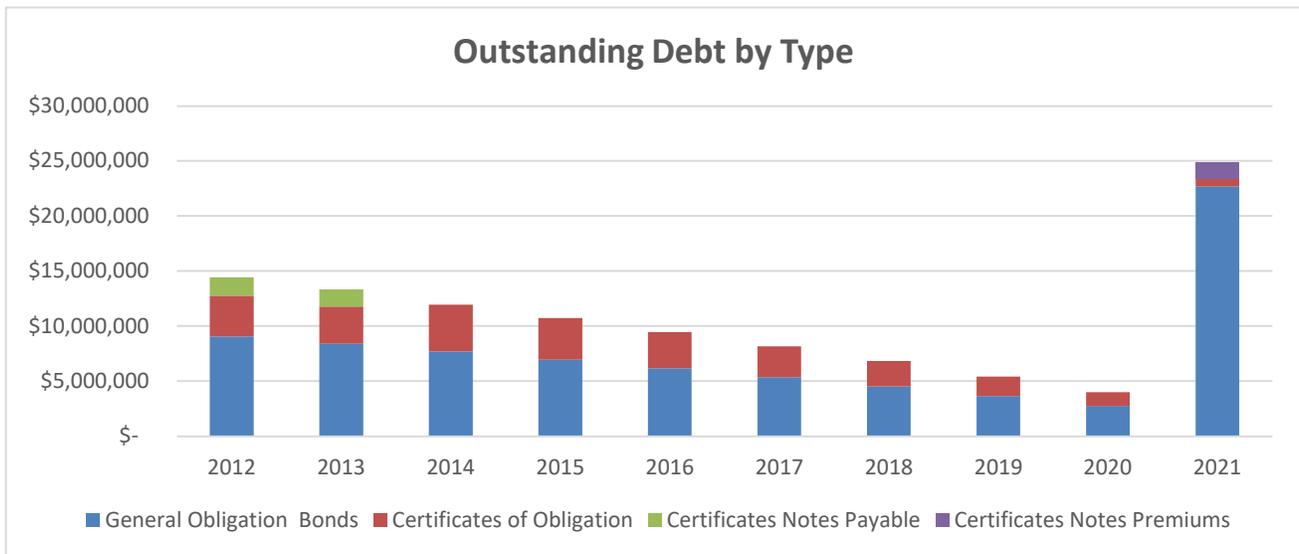


Percent of Total Tax Collections To Tax Levy	Delinquent Tax Outstanding	Percent of Delinquent Tax To Tax Levy
99.40%	\$ 9,278	2.10%
99.08%	10,288	2.45%
99.30%	37,219	2.74%
99.16%	14,743	2.29%
99.64%	18,980	3.31%
97.77%	19,826	2.01%
99.81%	23,129	0.19%
99.74%	33,629	0.26%
99.64%	49,228	0.36%
99.33%	94,503	0.67%

City of Benbrook, Texas
RATIO OF OUTSTANDING DEBT BY TYPE
Last Ten Fiscal Years
(Unaudited)

Fiscal Year Ended	Governmental Activities			
	General Obligation Bonds	Certificates of Obligation	Notes Payable	Premiums
2012	\$ 9,055,000	\$ 3,695,000	\$ 1,661,301	\$ -
2013	8,380,000	3,390,000	1,556,688	-
2014	7,700,000	4,245,000	-	-
2015	6,945,000	3,775,000	-	-
2016	6,165,000	3,295,000	-	-
2017	5,350,000	2,795,000	-	-
2018	4,515,000	2,295,000	-	-
2019	3,645,000	1,770,000	-	-
2020	2,750,000	1,235,000	-	-
2021	22,695,000	695,000	-	1,481,852

- (1) Details on the City's outstanding debt can be found in the notes to the financial statements
- (2) Taxable property and population data is available on Table 5 and Table 12, respectively.
- (3) Personal Income provided by Benbrook Economic Development Corporation from ESRI.



Percentage of Actual Taxable Value of Property	Percentage of Personal Income
0.97%	1.37%
0.86%	1.20%
0.77%	1.00%
0.69%	0.89%
0.61%	0.79%
0.52%	0.68%
0.36%	0.57%
0.26%	0.32%
0.17%	0.23%
0.98%	1.25%



City of Benbrook, Texas

DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES - DEBT

September 30, 2021

(Unaudited)

Jurisdiction	Debt Outstanding	Applicable to the City of Benbrook (b)	Estimated Share of Overlapping Debt
Fort Worth Independent School District (a)	\$ 1,249,965,000	4.68%	\$ 58,498,362
Tarrant County	213,675,000	1.00%	2,136,750
Tarrant County Hospital District	14,495,000	1.00%	144,950
Tarrant County College District (b)	255,995,000	1.00%	2,559,950
Overlapping Debt	1,734,130,000		63,340,012
City Direct Debt	23,390,000	100.00%	23,390,000
Direct & Overlapping Bonded Debt	<u>\$ 1,757,520,000</u>		<u>\$ 86,730,012</u>
Ratio of Overlapping Bonded Debt to Taxable Assessed Valuation		3.39%	
Per Capita Overlapping Bonded Debt		<u>\$ 3,810.63</u>	

(a) Outstanding debt information found via <https://comptroller.texas.gov/transparency/local/debt/>.

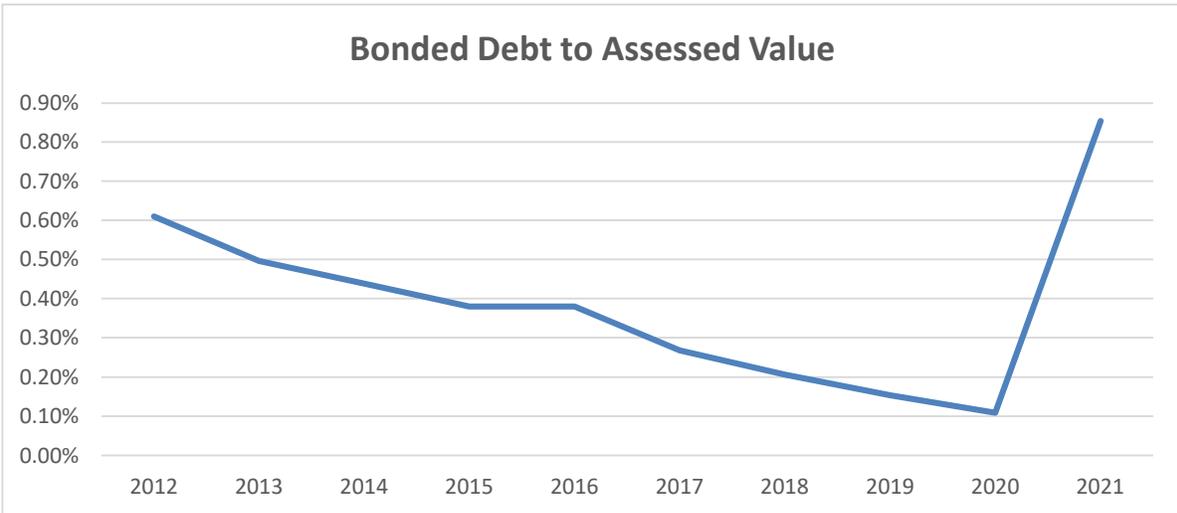
(b) Benbrook population as reported by <http://www.texassitesearch.com/demographics.html>.

City of Benbrook, Texas

RATIO OF NET GENERAL BONDED DEBT TO ASSESSED VALUE AND NET BONDED DEBT PER CAPITA

Last Ten Fiscal Years
(Unaudited)

Fiscal Year Ended	Estimated Population	Assessed Value	General Bonded Debt	Bonded Debt to Assessed Value	Bonded Debt per Capita
2012	21,360	\$ 1,484,559,051	\$ 9,055,000	0.61%	424
2013	21,530	1,551,440,035	7,700,000	0.50%	358
2014	21,850	1,582,702,196	6,945,000	0.44%	318
2015	22,419	1,810,093,964	6,165,000	0.38%	275
2016	22,500	1,859,799,611	6,165,000	0.38%	274
2017	22,260	1,998,945,298	5,350,000	0.27%	240
2018	22,629	2,188,261,077	4,515,000	0.21%	200
2019	22,760	2,377,391,093	3,645,000	0.15%	160
2020	23,335	2,527,560,856	2,750,000	0.11%	118
2021	24,520	2,656,003,882	22,695,000	0.85%	926



City of Benbrook, Texas

DEMOGRAPHIC STATISTICS

Last Ten Fiscal Years

(Unaudited)

Fiscal Year Ended	Estimated Population	Per Capita Income (1)	School Enrollment (2)	Unemployment Rate
2010	21,234	\$ 40,485	4,430	8.00%
2011	21,270	41,462	4,502	8.10%
2012	21,360	44,628	4,423	6.10%
2013	21,530	46,136	4,476	5.90%
2014	22,419	46,989	4,857	5.90%
2015	22,500	49,506	4,857	3.90%
2016	22,500	51,099	4,857	3.70%
2017	22,260	65,568	4,857	3.20%
2018	22,629	69,803	4,485	3.40%
2019	22,760	75,527	4,683	3.10%
2020	23,335	75,527	4,683	6.30%
2021	24,520	76,501	4,785	4.80%

- (1) Per Capita Income provided by Benbrook Economic Development Corporation from ESRI.
(2) School enrollment provided by Benbrook Economic Development Corporation from ESRI.
(3) Unemployment rate as of September 2021 as reported by the US Bureau of Labor Statistics for the DFW area data extracted on 11/5/2021.

City of Benbrook, Texas

PRINCIPAL EMPLOYERS

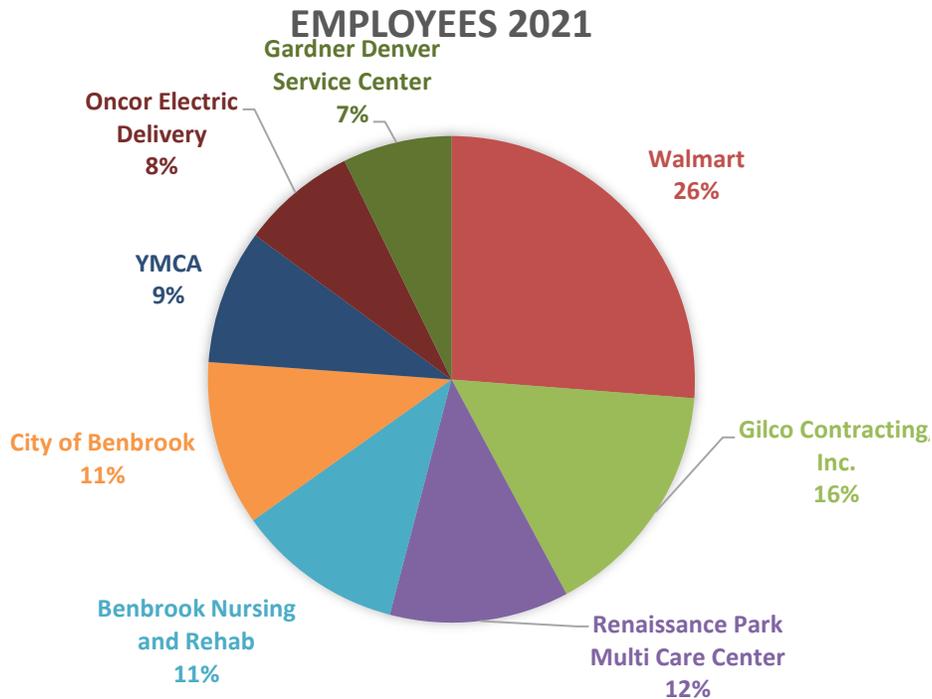
Current Year and Nine Years Ago

2021

Employer	Employees	Percent of Total City Employment
Walmart	308	4.90%
Gilco Contracting, Inc.	187	2.97%
Renaissance Park Multi Care Center	140	2.23%
Benbrook Nursing and Rehab	130	2.07%
City of Benbrook	129	2.05%
YMCA	105	1.67%
Oncor Electric Delivery	90	1.43%
Gardner Denver Service Center	85	1.35%
Total	1,174	18.68%

(1) Top 8 employers from "Benbrook in Brief 2015" provided by EDC.

(2) Total city employment provided by <http://www.texassitesearch.com/demographics.html>.



2012

Employer	Employees	Percent of Total City Employment
Walmart	300	6.51%
Weatherford International	259	5.62%
Oncor Electric Delivery	234	5.08%
Western Hills High School	181	3.93%
Benbrook Community Center/YMCA	120	2.60%
City of Benbrook	110	2.39%
Renaissance Park	110	2.39%
Q-Max of America	101	2.19%
	<u>1,415</u>	<u>30.69%</u>

City of Benbrook, Texas
LOCAL EMPLOYMENT INFORMATION
September 30, 2021
(Unaudited)

Fiscal Year Ended	Ag	Construction	Manufacturing	Transportation &		
				Storage	Wholesale	Retail
Number of Establishments						
2012	1	27	38	7	15	72
2013	1	32	17	7	16	78
2014	1	33	16	7	16	87
2015	1	35	16	8	19	96
2016	2	63	14	16	22	97
2017	2	63	14	16	22	97
2018	2	65	14	12	18	117
2019	6	68	14	14	17	121
2020	8	66	19	15	29	89
2021	8	62	19	15	30	89

Employment Levels						
2012	3	200	509	50	145	420
2013	3	229	505	41	146	412
2014	3	231	475	41	150	763
2015	3	341	475	42	154	782
2016	5	340	213	201	257	1,367
2017	5	340	213	201	257	1,367
2018	2	463	191	204	287	1,188
2019	11	439	127	104	263	849
2020	18	616	156	209	303	556
2021	18	621	197	143	340	600

(1) Information provided by <http://www.texassitesearch.com/demographics.html>.

	Finance,				
Services & Information	Insurance, Real Estate	Oil/Gas & Utilities	Public Admin	Totals	
286	67	6	4	523	
315	67	9	4	546	
334	71	10	4	579	
349	72	11	5	612	
321	128	8	7	678	
321	128	8	7	678	
346	129	5	5	713	
453	112	6	12	823	
522	121	4	8	881	
527	123	4	8	885	

3,359	362	120	163	5,331	
3,491	349	419	163	5,758	
3,264	348	339	163	5,777	
3,427	373	341	195	6,133	
2,794	384	221	214	5,996	
2,794	384	221	214	5,996	
2,849	402	204	239	6,029	
3,203	437	285	568	6,286	
3,982	431	57	216	6,544	
3,850	491	56	226	6,542	

City of Benbrook, Texas

FULL-TIME EQUIVALENT CITY GOVERNMENT EMPLOYEES BY FUNCTION/PROGRAM Last Ten Fiscal Years (Unaudited)

	2012	2013	2014	2015	2016	2017
Function/Program						
General Government						
City Manager	2	2	2	2	2	2
City Secretary	3	3	3	3	3	3
Staff Services						
Finance	2	2	3	3	3	3
Information Services	1	1	1	1	1	1
Budget & Research	1	1	-	-	-	-
Public Safety						
Police	52	52	52	52	53	54
Fire	16	16	16	19	24	27
Municipal Court	2	2	2	2	2	2
Code Compliance	1	1	1	1	1	1
Public Services						
Public Services	1	1	1	1	1	1
Public Works	8	8	8	8	8	8
Parks & Recreation	8	8	8	8	8	8
Support Services	4	4	4	4	4	4
City Engineering	2	2	2	2	2	2
Community Development						
Administration	1	1	1	1	1	1
Planning Services	2	2	2	2	2	2
City Inspection	3	3	3	3	3	3
Total	109	109	109	112	118	122

Source: City of Benbrook Budget

2018	2019	2020	2021
2	2	2	2
3	3	3	3
3	3	3	3
2	2	2	2
-	-	-	-
57	55	56	56
28	31	31	31
2	2	2	2
1	1	1	1
1	1	1	1
8	8	8	8
8	8	8	8
4	4	4	4
2	2	2	2
1	1	1	1
2	2	2	2
3	3	3	3
127	128	129	129

City of Benbrook, Texas
OPERATING INDICATORS BY FUNCTION/PROGRAM
Last Ten Fiscal Years
(Unaudited)

Function/Program	2012	2013	2014	2015	2016	2017
Police						
Stations	1	1	1	1	1	1
Licensed Officers	43	43	43	42	42	45
Police Reservist	3	3	3	2	2	2
Emergency Warning Sirens	7	7	7	7	7	7
Fire (1)						
Stations	1	1	1	1	1	1
Firefighters	38	38	38	38	24	27
Paramedics/EMT's	37	37	37	38	24	27
City Fire Support Unit Staff	21	21	17	13	6	6
Emergency Vehicles	16	16	16	16	16	16
Public Works						
Miles of Street	107	107	107	107	107	107
Number of Street Lights	1,213	1,213	1,213	1,286	1,286	1,286
Parks & Recreation						
Parks	6	6	6	6	6	7
Acreage	272	272	272	272	272	272
Playgrounds	2	2	5	5	5	5
Recreation Centers	1	1	1	1	1	1
Senior Centers	1	1	1	1	1	1
Tennis Courts	8	8	6	6	6	6
Golf Courses	2	2	2	2	2	2
Lakes	1	1	1	1	1	1

Source: City Budget

2018	2019	2020	2021
1	1	1	1
42	40	41	41
2	2	2	2
7	7	7	7
1	1	1	1
27	30	30	30
27	30	30	30
3	3	3	3
18	18	18	18
107	108	132	132
1,286	1,299	1,308	1,308
7	7	7	7
272	272	272	272
5	5	5	5
1	1	1	1
1	1	1	1
6	6	6	6
2	2	2	2
1	1	1	1