



CITY OF GRAND PRAIRIE, TEXAS

Annual Comprehensive Financial Report

Fiscal Year Ended September 30, 2021



Grand Prairie's new Fire Station No. 3 and training facility at Marshall and State Highway 161 is now in service! The 19,538-square-foot station features four bays for an engine, ambulance, blocker, and Battalion Chief vehicle. It also includes living quarters, a classroom and offices. The station houses 12 staff members, 9 firefighters and 3 on the administrative training staff. This station replaces the original station No. 3 on 1702 Robinson Rd and is now located on 1260 W Marshall Dr. Fire Station No. 3 also features special bricks for retirees on the patio.

City Of Grand Prairie, Texas

Annual Comprehensive Financial Report

For the Fiscal Year Ended

September 30, 2021

Prepared By the Finance Department



Ron Jensen
Mayor

Steve Dye
City Manager

Cathy Patrick
Chief Financial Officer



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 Annual Comprehensive Financial Report
 For the Fiscal Year Ended September 30, 2021
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Introductory Section



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March 29, 2022

To the Honorable Mayor,

Members of the City Council, and

Citizens of the City of Grand Prairie, Texas

The Annual Comprehensive Financial Report of the City of Grand Prairie (the City), for the fiscal year ended September 30, 2021, is hereby submitted as mandated by both local ordinances and state statutes. These ordinances and statutes require that the City issue an annual report on its financial position and activity, and that an independent firm of certified public accountants audit this report.

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

The City Council selected the firm of Weaver and Tidwell, L.L.P., Certified Public Accountants to audit these financial statements in accordance with auditing standards generally accepted in the United States of America. The independent auditor has issued an unmodified ("clean") opinion on the City's financial statements for the year ended September 30, 2021, and the auditor's report is located at the front of the financial section of this report.

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

The City is also required to undergo audits in accordance with the auditing standards issued by the Comptroller General of the United States; and, the audit requirements of Title 2 U.S. Code of Federal Regulations (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). These audits are conducted simultaneously with the City's annual financial statement audit. Information related to these audits, including the auditors' reports on the internal control structure; the City's compliance with certain provisions of laws, regulations,

contracts, grant agreements, and other matters; and the schedules of federal and state financial assistance and the auditors' findings and recommendations is not included in this report but may be obtained by contacting the City's Finance Department.

Early History of the City

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

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

Today's Profile of the Government

Grand Prairie is located in North Central Texas and within Dallas, Tarrant, and Ellis counties. The City has a land area of 81 square miles, an estimated population of 200,640, and is readily accessible by an expanded thoroughfare system including State Highway 161 for traffic relief on 360 (north/south) and Interstate Highways 20 and 30 (east/west) through the City.

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

The City provides to its citizens a full range of services including police and fire protection, emergency ambulance service, water and sewer service, solid waste disposal, libraries and parks, art, and recreation programs. Parks related programs earned a National Gold Medal Award in 2008 and 2017. There are two eighteen-hole golf courses, eight community centers, four swimming pools, cemetery and over 45 ball fields. The City has three full-service libraries featuring a wide-variety of classes and programs including many cultural community-centric programs. In addition, the city provides planning for future land use, traffic control, building inspections, and constructs and maintains City roads and streets.

Reporting Entity

All activities, organizations and functions for which the City is financially accountable are included in the City's financial statements. The City's legal entity includes general government activities, enterprise activities, and internal service fund activities. Enterprise activities include water, wastewater, solid waste, and storm water utility services, a City-operated airport, and two golf courses. Internal service activities include fleet and equipment services and risk management. Seventeen Public Improvement Districts and

two Tax Increment Financing Districts, none of which are legally separate entities, are also included in the City's reporting entity.

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

- The Grand Prairie Sports Facilities Development Corporation which owns Lone Star Park at Grand Prairie, a horse track facility.
- Grand Prairie Housing Finance Corporation which issues tax-exempt mortgage revenue bonds to provide affordable housing to low-to-moderate income citizens.
- Grand Prairie Local Government Corporation was created to promote economic development, including but not limited to the acquisition, development and re-development of real property within the City.
- Grand Prairie Hotel Development Corporation was created in May 2021 to promote economic development, including but not limited to the acquisition, development and re-development of real property within the city, as well as, to lease City facilities including a hotel and conference center. As of the date of this report, there is no activity in the HDC and is therefore, not shown in the financial statements.

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

Major Initiatives

- Grand Prairie continues to open and plan for new roadways, increasing mobility through the City. Roadway improvement projects continue along Interstates 20 and 30 with the design and construction of frontage roads, as well as the widening of Great Southwest Parkway near I-20.
- Added a Community Inclusion Coordinator in FY 2021 to the City Manager's Office to oversee the City's Inclusion, Diversity and Social Justice Efforts.
- EPIC Central groundbreaking ceremony occurred in October 2021. This development will include two hotels, conference center, seven restaurants, event lawn, and featured water show.
- Redevelop the AirHogs stadium to a Cricket Stadium with a partnership with American Cricket Enterprises. Play within the stadium should begin in FY 2022.
- The final phase of the City Hall expansion project is complete.

Local Economy

Although the ongoing COVID-19 pandemic continues to create challenges for local governments, the City of Grand Prairie remains strong.

The City Council reduced the tax rate for the FY 2021-22 Budget by ½ cent.

According to wallethub.com, the City of Grand Prairie is among the top 100 cities in the US for job opportunities. The National Unemployment rate dropped to 4.2%, almost back to where the US was before the pandemic began in January 2020. The Metroplex unemployment rate is 3.6%.

Grand Prairie received several awards and rankings in 2021. Dallas Observer states that EPIC Water is the #1 Best Water Park in DFW. New York Times states Grand Prairie is the #5 Best Place to move in the USA. Grand Prairie is also the #2 Fastest Growing Real Estate Market in Texas, according to AceableAgent.com. Grand Prairie continues to grow in both residential and commercial development.

Residential

- Realtor.com states that median listing price for homes in Grand Prairie is \$325,000, with the average price per square foot at \$161.
- Grand Prairie is still a seller's market, meaning more people looking to buy than homes available. The average days that a home is on the market is 46 days.
- New Single-Family permits issued in 2021 was 815 compared to 425 in 2020.

Commercial

- The City issued approximately 1.7 million square feet of commercial, retail and industrial permits.
- North Texas' first Chicken N Pickle opened in late December 2021. This restaurant includes a rooftop bar, signature lawn games, six indoor and five outdoor pickleball courts.
- Bolder Adventure Park broke ground in August 2021. This indoor adventure center will feature rock climbing, zip lines, ropes courses, and so much more.
- Two new full-service restaurants opened along the SH 161/President George Bush Turnpike: Longhorn Steakhouse and Twin Peaks.
- Helisim Simulation Center opened inside the Airbus Helicopters, Inc facility. This training facility feature a full-motion flight simulator, the first of its kind in the region.
- In late 2020, Carparts.com opened its doors in Grand Prairie. The company estimated 150 newly created jobs. However, the company hired 200 and grew its distribution footprint within 6 months.

- Averitt Express opened a new distribution and fulfillment center in May 2021. This facility features 400,000 square feet to handle domestic and international freight and cargo.

Long-Term Financial Planning

The City of Grand Prairie adopts and utilizes a comprehensive capital improvements plan. This plan documents both the planning and funding of major capital projects and purchases in a systematic manner with full consideration of the impact to the operating budget and tax requirements. The city utilizes capital reserves when possible to fund these projects.

The City's financial operations are guided by comprehensive financial management policies. The overriding goal of these policies is to enable the City to achieve a long-term, stable, and positive financial condition while conducting its operations consistent with the council-manager form of government established by the City Charter.

The watchwords of financial management include integrity, prudent stewardship, planning, accountability, and full disclosure. The scope of these policies includes accounting, auditing, financial reporting, internal controls, operating and capital budgeting, revenue management, cash management and expenditures control. The City also maintains comprehensive investment, debt management, and purchasing policies. These policies provide guidance to the City Council at the policy setting level, and to City management and staff in their daily financial decision-making. In addition to these policies, City Council formed a three-member Finance and Government Committee whose members provide guidance to City management in budgetary, audit, internal control, and other significant financial matters.

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

The City's financial condition is further supported with positive bond ratings. The City's general obligation bond ratings were reaffirmed by Standard & Poor's AAA. Standard & Poor's upgraded the City's EPIC Sales Tax debt from A+ to AA-. Fitch reaffirmed their AA rating on the EPIC Sales Tax debt but updated to Positive Outlook.

Awards and Acknowledgements

As of the date of this letter, the Government Finance Officers' Association of the United States and Canada (GFOA) has not completed their review of the City of Grand Prairie's Annual Comprehensive Financial Report (ACFR) for the fiscal year ended September 30, 2020 for the Certificate of Achievement for Excellence in Financial Reporting. In order to be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized ACFR. This report must satisfy both generally accepted accounting principles and applicable legal requirements. We are confident that the ACFR for the fiscal year ended September 30, 2020 meets the requirements and will receive this prestigious award in the coming months.

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

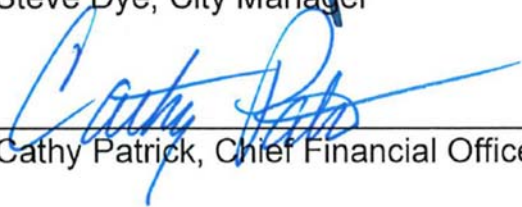
The preparation of this report on a timely basis was made possible by the dedicated services and hard work of the highly qualified staff in the City's Finance Department. Although much time and effort in preparation for this report lies in the Accounting Division, we sincerely appreciate the invaluable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

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

Sincerely,



Steve Dye, City Manager



Cathy Patrick, Chief Financial Officer



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District 1: Council Member Jorja Clemson

District 2: Council Member Dennis King

District 3: Mayor Pro Tem Mike Del Bosque

District 4: Council Member John Lopez

District 5: Deputy Mayor Pro Tem Council Member Cole Humphreys

District 6: Council Member Kurt G. Johnson

Mayor: Ron Jensen

At Large, Place 7: Council Member Jeff Copeland

At Large, Place 8: Council Member Junior Ezeonu

2022 CITY COUNCIL

Mayor Ron Jensen and Council member John Lopez were elected to three-year terms in 2019. Dennis King was elected in 2021 to fill an unexpired term, which expires in 2022. Council members Jorja Clemson, Jeff Copeland and Mike Del Bosque were elected to three-year terms in 2020. Council member Cole Humphreys, Kurt G. Johnson and Junior Ezeonu were elected to a three-year term in 2021. Regular City Council elections are conducted in May every year.

For voting locations and information, visit gptx.org/elections.
To contact a city council member, visit gptx.org/council.

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

Updated: February 2022

City of Grand Prairie, Texas

Directory of City Officials

Mayor and City Council

2022 CITY OF GRAND PRAIRIE, TEXAS DIRECTORY OF CITY OFFICIALS

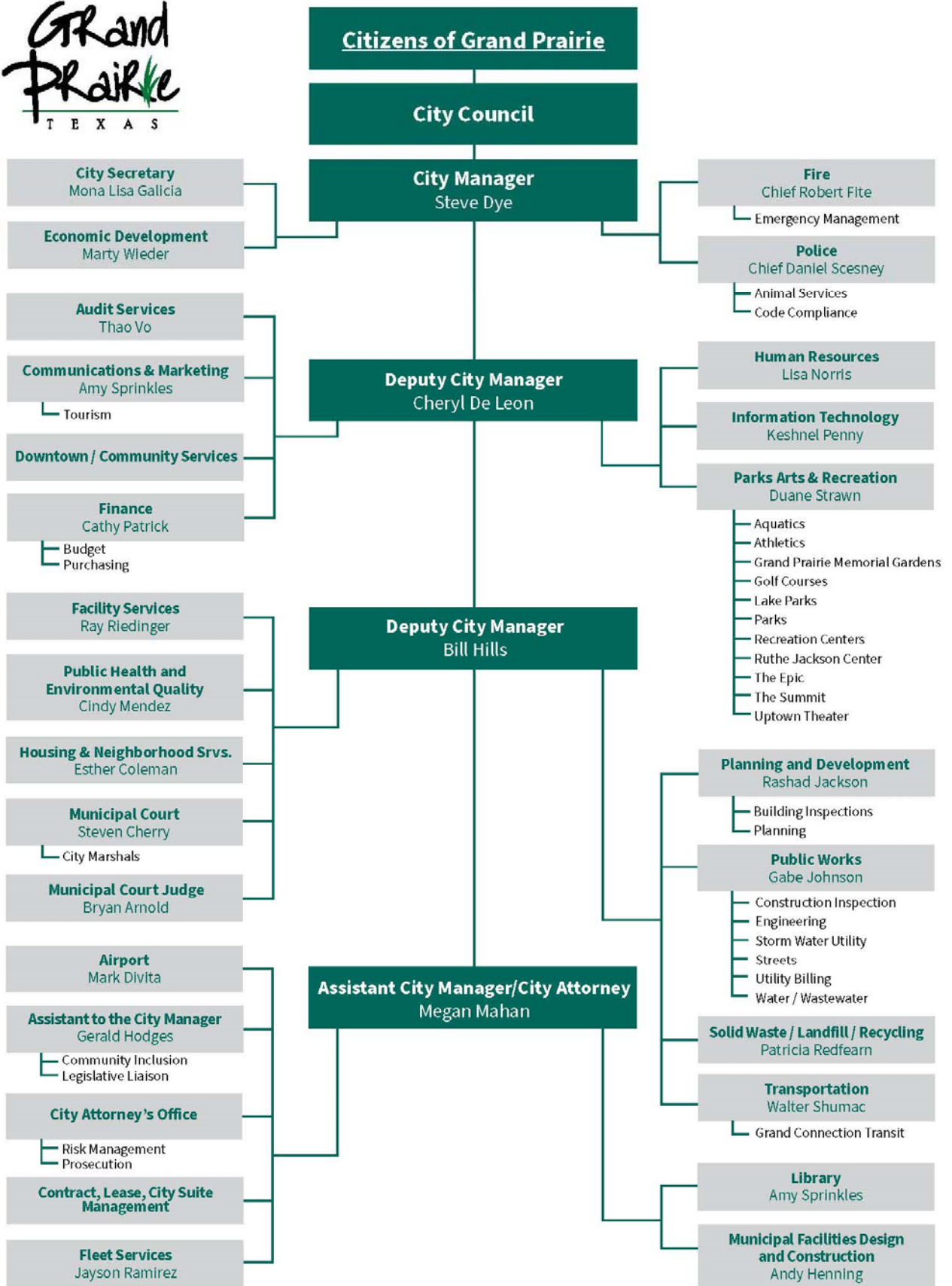
MAYOR AND CITY COUNCIL

Ron Jensen	Mayor
Jorja Clemson	District 1
Dennis King	District 2
Mike Del Bosque	Mayor Pro Tem-District 3
John Lopez	District 4
Cole Humphreys	Deputy Mayor Pro Tem-District 5
Kurt G. Johnson	District 6
Jeff Copeland	At Large – Place 7
Junior Ezeonu	At Large – Place 8

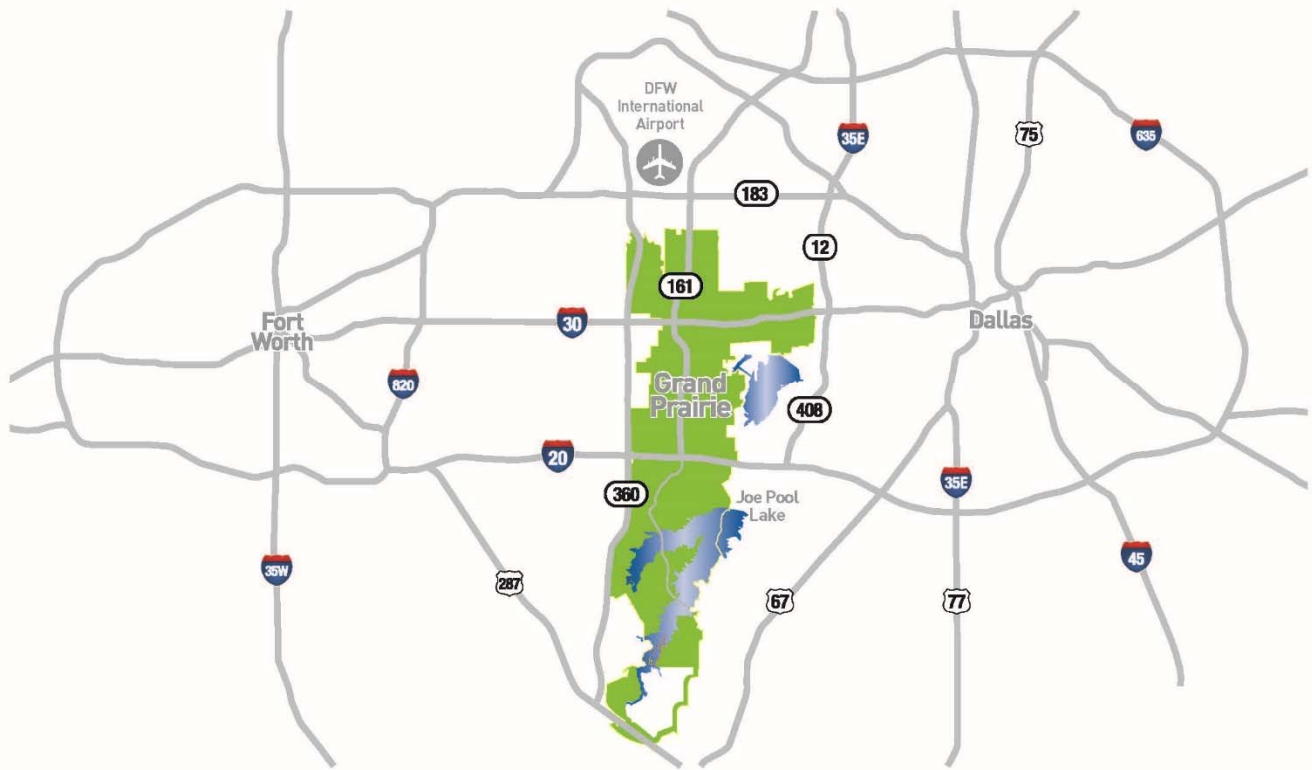
EXECUTIVE MANAGERS

Steve Dye	City Manager
Cheryl DeLeon	Deputy City Manager
Bill Hills	Deputy City Manager
Megan Mahan	Assistant City Manager and City Attorney
Gerald Hodges	Assistant to the City Manager
Mark Divita	Airport Director
Thao Vo	Audit Services Director
Mona Lisa Galicia	City Secretary
Amy Sprinkles	Communications, Marketing and Library Director
Steven Cherry	Court Services Director
Bryan Arnold	Municipal Court Judge
Marty Wieder	Economic Development Director
Cathy Patrick	Chief Financial Officer
Robert Fite	Fire Chief
Esther Coleman	Housing & Neighborhood Services Director
Lisa Norris	Human Resources Director
Keshnel Penny	Information Technology Director
Duane Strawn	Parks, Arts & Recreation Director
Rashad Jackson	Planning Director
Daniel Scesney	Police Chief
Cindy Mendez	Public Health and Environmental Quality Director
Gabe Johnson	Public Works Director
Patricia Redfearn	Solid Waste Director
Walter Shumac	Transportation Director

City of Grand Prairie, Texas
Organizational Chart



City of Grand Prairie, Texas Map





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Financial Section



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Independent Auditor's Report

To the Honorable Mayor and
Members of City Council
City of Grand Prairie, 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 City of Grand Prairie, Texas (the City) as of and for the year ended September 30, 2021, and the related notes to basic 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 did not audit the component unit financial statements for the Grand Prairie Housing Finance Corporation (a discretely presented component unit). Those financial statements were audited by other auditors in accordance with auditing standards generally accepted in the United States of America, whose report thereon has been furnished to us, and our opinion, insofar as it relates to the amounts included for the Grand Prairie Housing Finance Corporation is based on the report of other auditors. 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 opinions.

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

Opinions

In our opinion based on our audit and the report of other auditors, 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.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, budget to actual schedules for the General Fund and Section 8 Fund, Schedule of Changes in Postemployment Benefits-Retiree Health Plan, Schedule of Changes in Postemployment Benefits-Texas Municipal Retirement System, Schedule of Contributions-Texas Municipal Retirement System, and Schedule of Changes in Net Pension Liability and Related Ratios- Texas Municipal Retirement System listed in the table of contents, be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

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

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

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

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

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated March 29, 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 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 internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the City's internal control over financial reporting and compliance.

Weaver and Tidwell, L.L.P.

WEAVER AND TIDWELL, L.L.P.

Dallas, Texas
March 29, 2022



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Management's Discussion and Analysis



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City of Grand Prairie, Texas

Management's Discussion and Analysis
For the Fiscal Year Ended September 30, 2021
(Unaudited)

Management's discussion and analysis provides a narrative overview of the financial activities and changes in the financial position of the City of Grand Prairie, Texas (the City) for the fiscal year ended September 30, 2021. It is offered here by the management of the City to the readers of its financial statements. Readers are encouraged to consider the information presented here in conjunction with the information furnished in our letter of transmittal, the introductory section of the City's financial statement, and the accompanying notes.

FINANCIAL HIGHLIGHTS

- The assets and deferred outflows of resources of the City exceeded its liabilities and deferred inflows of resources at September 30, 2021 by \$724,434,431 (net position).
- The City's total net position increased \$39,994,412, for the fiscal year ended September 30, 2021, primarily due to an increase in charges for services, sales tax collections, franchise fee collections, and grant contributions.
- At September 30, 2021, the City's governmental funds reported combined ending fund balances of \$299,266,048. The \$46,567,628 unassigned fund balance in the General Fund represents 28.0% of total General Fund expenditures and transfers.
- The City's total long-term liabilities of \$695,774,540 increased by \$66,610,772 (10.6%) during the current fiscal year. In fiscal year 2021, net bonded debt increased by \$66,930,000, with the remaining liability comprised of pension and employee related obligations. See Table 4 in this report for further information regarding the City's long-term liabilities.

OVERVIEW OF THE FINANCIAL STATEMENTS

This discussion and analysis is intended to serve as an introduction to the City's basic financial statements. The reporting focus is on the City as a whole and on individual major funds. It is intended to present a more comprehensive view of the City's financial activities.

The City's basic financial statements are comprised of three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements. This report also contains required and other supplementary information in addition to the basic financial statements.

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

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

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

City of Grand Prairie, Texas

Management's Discussion and Analysis – Continued
For the Fiscal Year Ended September 30, 2021
(Unaudited)

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

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

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

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

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

Fund financial statements – The City, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. These statements focus on the most significant funds and may be used to find more detailed information about the City's most significant activities. All of the funds of the City can be divided into two categories: governmental funds and proprietary funds.

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

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

City of Grand Prairie, Texas

Management's Discussion and Analysis – Continued
For the Fiscal Year Ended September 30, 2021
(Unaudited)

The City reports thirty one individual governmental funds. Information is presented separately in the governmental fund's Balance Sheet and in the governmental fund's Statement of Revenues, Expenditures and Changes in Fund Balances for the City's six major funds - General Fund, Section 8 Fund, Streets CIP Fund, Grants Fund, Debt Service Fund, and the Epic 2 CIP Fund. Data for other nonmajor governmental funds are combined into a single, aggregated presentation. Individual fund data for each of the nonmajor governmental funds is provided in the form of combining statements elsewhere in this report.

Proprietary funds – The City maintains two different types of proprietary funds – enterprise funds and internal service funds.

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

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

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

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

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

City of Grand Prairie, Texas

Management's Discussion and Analysis – Continued

For the Fiscal Year Ended September 30, 2021

(Unaudited)

GOVERNMENT-WIDE FINANCIAL ANALYSIS

Total assets of the City at September 30, 2021 were \$1,488,179,969, deferred outflows of resources were \$23,536,997, total liabilities were \$765,037,939, and deferred inflows of resources were \$22,244,596 resulting in a net position of \$724,434,431.

The largest portion of the City's net position, \$563,649,296 (77.9%), reflects its investment in capital assets (land, buildings and improvements, infrastructure, vehicles, machinery, and equipment), less any related outstanding debt used to acquire those assets. The City uses these assets to provide services to its citizens; consequently these assets are not available for future spending. Although the City reports its capital assets net of related debt, the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

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

Table 1
Net Position

	Governmental Activities		Business-type Activities		Total Primary Government	
	9/30/2020	9/30/2021	9/30/2020	9/30/2021	9/30/2020	9/30/2021
Cash and investments	\$ 259,942,938	\$ 353,890,603	\$ 114,953,733	\$ 119,151,420	\$ 374,896,671	\$ 473,042,023
Other assets	26,581,255	17,721,010	12,403,270	17,806,415	38,984,525	35,527,425
Capital assets, net	703,895,868	727,302,684	245,007,090	252,307,837	948,902,958	979,610,521
Total assets	990,420,061	1,098,914,297	372,364,093	389,265,672	1,362,784,154	1,488,179,969
Deferred outflows of resources	21,526,904	20,659,107	2,309,822	2,877,890	23,836,726	23,536,997
Current liabilities	36,937,593	55,012,967	13,475,698	14,250,432	50,413,291	69,263,399
Long-term bonded debt	416,024,621	489,358,630	51,248,478	45,686,745	467,273,099	535,045,375
Other noncurrent liabilities	142,026,244	138,687,073	19,864,425	22,042,092	161,890,669	160,729,165
Total liabilities	594,988,458	683,058,670	84,588,601	81,979,269	679,577,059	765,037,939
Deferred inflows of resources	20,878,302	20,013,816	1,725,500	2,230,780	22,603,802	22,244,596
Net Position						
Net Investment in capital assets	336,590,522	356,640,773	193,394,660	207,008,523	529,985,182	563,649,296
Restricted	58,788,228	76,342,878	61,272,475	88,209,339	120,060,703	164,552,217
Unrestricted	701,455	(16,482,733)	33,692,679	12,715,651	34,394,134	(3,767,082)
Total net position	\$ 396,080,205	\$ 416,500,918	\$ 288,359,814	\$ 307,933,513	\$ 684,440,019	\$ 724,434,431

A portion of the City's net position totaling \$164,552,217, or 22.8%, represents resources that are subject to external restrictions on how they may be used.

The City's net position increased by \$39,994,412 from the prior fiscal year due to an increase in charges for services, sales tax collections, franchise fee collections, and grant contributions. Overall water and wastewater rates increased approximately 4%.

City of Grand Prairie, Texas
Management's Discussion and Analysis – Continued
For the Fiscal Year Ended September 30, 2021
(Unaudited)

The fiscal year 2021 compared to fiscal 2020 changes in the City's net position were as follows:

Table 2
Changes in Net Position

	Governmental Activities		Business-type Activities		Total Primary Government	
	9/30/2020	9/30/2021	9/30/2020	9/30/2021	9/30/2020	9/30/2021
Revenues:						
Program revenues:						
Charges for services	\$ 43,289,739	\$ 50,828,628	\$ 106,798,492	\$ 110,402,425	\$ 150,088,231	\$ 161,231,053
Operating grants and contributions	63,784,399	45,398,240	96,306	-	63,880,705	45,398,240
Capital grants and contributions	417,050	6,974,967	10,069,185	15,545,712	10,486,235	22,520,679
General revenues:						
Property tax	116,020,990	113,824,809	-	-	116,020,990	113,824,809
Sales tax	70,808,392	80,187,852	-	-	70,808,392	80,187,852
Other tax	1,794,491	2,366,924	-	-	1,794,491	2,366,924
Franchise fees	13,903,806	14,022,362	-	-	13,903,806	14,022,362
Investment income	7,952,664	333,285	25,770	1,116	7,978,434	334,401
Total revenues	317,971,531	313,937,067	116,989,753	125,949,253	434,961,284	439,886,320
Expenses:						
Support services	31,310,741	31,880,593	-	-	31,310,741	31,880,593
Public safety services	113,728,877	105,285,879	-	-	113,728,877	105,285,879
Recreation and leisure services	32,949,455	35,162,022	-	-	32,949,455	35,162,022
Development services	110,126,929	109,073,042	-	-	110,126,929	109,073,042
Interest on long-term debt	12,689,169	14,004,156	-	-	12,689,169	14,004,156
Water and wastewater	-	-	73,211,370	81,889,959	73,211,370	81,889,959
Solid waste	-	-	13,044,195	13,906,365	13,044,195	13,906,365
Municipal airport	-	-	2,529,664	2,974,666	2,529,664	2,974,666
Municipal golf course	-	-	3,452,349	3,141,846	3,452,349	3,141,846
Storm water	-	-	2,497,132	2,573,380	2,497,132	2,573,380
Total expenses	300,805,171	295,405,692	94,734,710	104,486,216	395,539,881	399,891,908
Increases (decreases) in net position						
before transfers	17,166,360	18,531,375	22,255,043	21,463,037	39,421,403	39,994,412
Transfers	4,830,999	1,889,338	(4,830,999)	(1,889,338)	-	-
Change in net position	21,997,359	20,420,713	17,424,044	19,573,699	39,421,403	39,994,412
Net position - beginning of year	374,082,846	396,080,205	270,935,770	288,359,814	645,018,616	684,440,019
Net position - end of year	\$ 396,080,205	\$ 416,500,918	\$ 288,359,814	\$ 307,933,513	\$ 684,440,019	\$ 724,434,431

Governmental activities – Governmental activities increased the City's net position by \$20,420,713 in comparison with beginning net position, primarily due to an increase in sales tax collections, and additional federal funding received. Net position of governmental operations accounts for 57.5% of total net position.

Business-type activities – Business-type activities increased the City's net position by \$19,573,699 in comparison with beginning net position. Overall operating revenues and expenses increased proportionately. Net position for business-type activities represents 42.5% of total primary government net position.

City of Grand Prairie, Texas

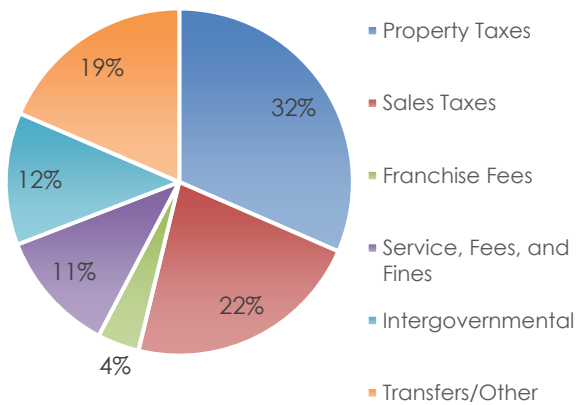
Management's Discussion and Analysis – Continued
 For the Fiscal Year Ended September 30, 2021
 (Unaudited)

FINANCIAL ANALYSIS OF THE CITY'S FUNDS

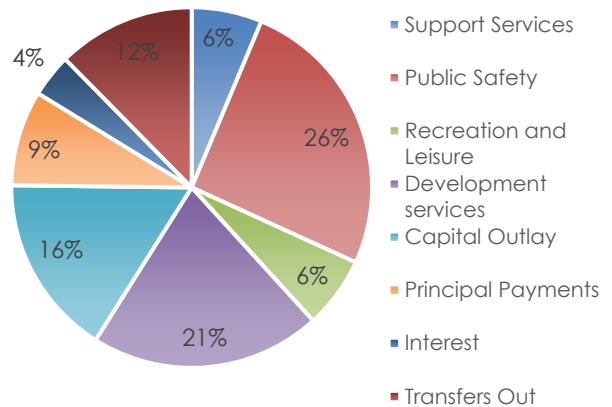
Governmental funds – The focus of City's governmental funds is to provide information on near-term inflows, outflows, and balances of spendable resources. Such information is useful in assessing the City's financing requirements. In particular, unrestricted fund balance may serve as a useful measure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

At fiscal year-end 2021, the City's governmental funds (excluding internal service funds) reported combined ending fund balances of \$299,266,048, an increase of \$65,150,938 in comparison with the prior year. The unassigned fund balance portion is 15.6% and is available for spending at the government's discretion. The remainder is restricted for specific purposes and is not available for new spending. Specific purposes include non-spendable inventories and prepaid items (\$491,473); amounts restricted by bond covenants or granting agencies (\$189,073,380) either for debt service payments, grant-related use, special taxing districts, or for capital projects. In addition, committed funds (\$60,721,090) require formal action by City Council. Finally, funds may be assigned (\$2,412,477) by City Manager with the City Council's delegated authority. Figures 1 and 2 that follow show the distribution of governmental funds' sources of revenues and expenditures including transfers, \$380,450,358 and \$445,103,070, respectively, for fiscal year 2021.

**Figure 1
 Revenue Sources
 Governmental Funds**



**Figure 2
 Expenditures
 Governmental Funds**



The General Fund is the chief operating fund of the City. At fiscal year-end, unassigned fund balance of the General Fund was \$46,567,628, while total fund balance was \$50,006,374. As a measure of the General Fund's liquidity, it may be useful to compare both unassigned fund balance and total fund balance to total fund expenditures. Unassigned fund balance represents 34.9% of total general fund operating expenditures, while total fund balance represents 37.5% of that same amount. General Fund's fund balance decreased in the amount of \$10,642,056 from the prior fiscal year largely due to \$10.7M in CARES funding received from the counties of Dallas and Tarrant.

Other major funds with significant changes in fund balance include Streets CIP, Grants, Debt Service and Epic 2 CIP.

City of Grand Prairie, Texas

Management's Discussion and Analysis – Continued
For the Fiscal Year Ended September 30, 2021
(Unaudited)

The Streets CIP Fund decreased by \$2,359,295 due to an increase in street construction projects.

The Grants Fund increased by \$6,726,875 due primarily to transfers into the Grants Fund to pay the City's portion of federal and state funded projects.

The Debt Service Fund increased by \$1,298,339 due to property tax assessments netted against debt payments.

The Epic 2 CIP Fund decreased by \$37,693,951 due to a transfer to the Tax Increment Financing CIP Fund.

The Nonmajor Capital Projects Funds had a collective increase in fund balance of \$105,130,445 primarily due to bond proceeds for the EPIC project.

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

The net position of the City's enterprise funds and internal service funds were \$304,885,990 and \$19,953,406 respectively, at September 30, 2021. The enterprise funds' net investment in capital assets represented 67.9% of total enterprise fund's net position. The internal service funds' net investment in capital assets represented 8.5% of total internal service funds' net position. The enterprise funds' unrestricted net position was 3.2% of their total net position, and internal service funds' unrestricted net position was 91.5% of their total funds' net position. The City's enterprise funds and the internal service funds reported income before contributions and transfers of \$5,798,504 and \$1,306,189, respectively. Other factors concerning the finances of the proprietary funds have already been addressed in the discussion of the government-wide financial statements and business-type activities. The following Figures 3 and 4 show the proprietary funds' revenues of \$144,550,515 and expenses of \$136,623,505 (excluding non-operating revenues and expenses, and contributions and transfers) by activity.

Figure 3
Revenues by Activity
Proprietary Funds

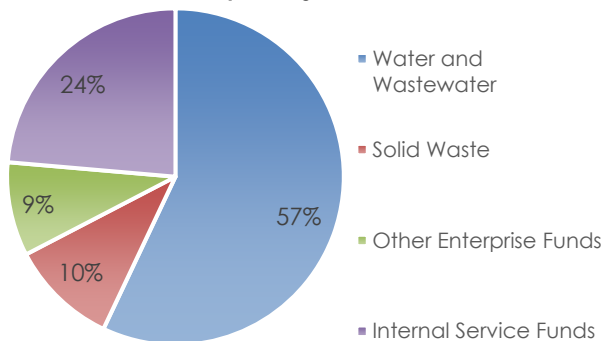
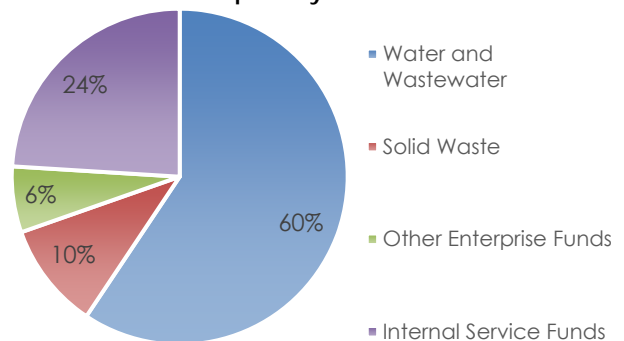


Figure 4
Expenses by Activity
Proprietary Funds



City of Grand Prairie, Texas

Management's Discussion and Analysis – Continued
 For the Fiscal Year Ended September 30, 2021
 (Unaudited)

General Fund Budgetary Highlights

Actual General Fund revenues were \$7,851,589, or 5.4%, higher than final budgeted revenues for fiscal year 2021. Property taxes, sales taxes, and franchise fees were 83.6% of General Fund budgeted revenues. Actual General Fund expenditures were \$3,543,778, or 2.6%, lower than final budgeted expenditures for fiscal year 2021. Budgeted excess of revenues over expenditures before other financing sources and uses was \$9,286,713 compared to actual of \$20,682,080, resulting in a net positive budget variance of \$11,395,367. The City traditionally budgets revenue conservatively and this practice frequently results in positive budgetary variances.

Net change in fund balances of the General Fund, including other financing sources and uses such as transfers, resulted in a net positive budget variance of \$12,020,066.

Capital Asset and Debt Administration

Capital Assets – The City's investment in capital assets, net of accumulated depreciation, for its governmental and business-type activities at fiscal year-end amounted to \$979,610,521. This investment includes land, buildings, improvements other than buildings (includes infrastructure), machinery and equipment, and construction in progress. The City's capital assets increased from prior year by \$30,707,566.

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

- Continued ambulance and engine replacement
- Construction of Phase II, III and IV of the Municipal Complex
- Continued street rehabilitation
- Continued street assessment implementation
- Continued sidewalk construction
- Continued improvements to the water distribution and sewer system
- EPIC Central construction project

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

**Table 3
 Capital Assets**

	Governmental Activities		Business-type Activities		Total Primary Government	
	9/30/2020	9/30/2021	9/30/2020	9/30/2021	9/30/2020	9/30/2021
Land	\$ 47,157,907	\$ 55,166,552	\$ 5,105,222	\$ 5,123,353	\$ 52,263,129	\$ 60,289,905
Construction in progress	180,158,846	91,876,079	34,107,743	34,514,261	214,266,589	126,390,340
Depreciable capital assets	1,032,253,541	1,158,411,197	449,698,086	472,139,576	1,481,951,627	1,630,550,773
Accumulated depreciation	(555,674,426)	(578,151,144)	(243,903,961)	(259,469,353)	(799,578,387)	(837,620,497)
Total capital assets, net	\$ 703,895,868	\$ 727,302,684	\$ 245,007,090	\$ 252,307,837	\$ 948,902,958	\$ 979,610,521

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

City of Grand Prairie, Texas

Management's Discussion and Analysis – Continued

For the Fiscal Year Ended September 30, 2021

(Unaudited)

Long-term debt – At September 30, 2021, the City had the following long-term liabilities:

Table 4
Long-Term Debt

	Governmental		Business-type		Total	
	Activities		Activities		Primary Government	
	9/30/2020	9/30/2021	9/30/2020	9/30/2021	9/30/2020	9/30/2021
Bonded debt	\$ 416,024,620	\$ 489,358,630	\$ 51,248,478	\$ 45,686,745	\$ 467,273,098	\$ 535,045,375
Compensated absences	21,064,457	21,087,037	469,411	623,744	21,533,868	21,710,781
Other post employment benefits	60,687,581	64,258,793	6,275,983	6,685,833	66,963,564	70,944,626
Net pension liability	59,113,940	49,226,664	4,470,085	5,649,497	63,584,025	54,876,161
Pollution liability	20,900	27,350	-	-	20,900	27,350
Closure and post closure liability	-	-	8,648,946	9,083,018	8,648,946	9,083,018
Other liabilities	1,139,367	4,087,229	-	-	1,139,367	4,087,229
Total long-term debt	\$ 558,050,865	\$ 628,045,703	\$ 71,112,903	\$ 67,728,837	\$ 629,163,768	\$ 695,774,540
Long-term debt to net position percentage	141%	151%	25%	22%	92%	96%

Of the total bonded debt, \$489,358,630 or 91.5% is backed by the full faith and credit of the City with a property tax pledge.

In February 2021, the City issued \$23,215,000 in Combination Tax and Revenue Certificates of Obligation, Series 2021. The Certificates were issued for the purpose of paying contractual obligations to be (i) acquiring, constructing, improving and equipping fire-fighting facilities and library facilities, (ii) constructing, improving and equipping existing municipal facilities, (iii) constructing street improvements, including drainage, landscaping, curbs, gutters, sidewalks, entryways, pedestrian pathways, signage, traffic signalization and street noise abatement incidental thereto and the acquisition of land and rights-of-way therefor and (iv) professional services rendered in connection therewith.

In June 2021, the City issued \$66,945,000 in General Obligation Bonds, Series 2021, and \$16,935,000 in Combination Tax and Revenue Certificates of Obligation, Series 2021A. The bonds were issued for the purpose of paying contractual obligations to be incurred for constructing street improvements, including drainage, landscaping, curbs, gutters, sidewalks, entryways, pedestrian pathways, signage, traffic signalization and street noise abatement incidental thereto, and for the acquisition of land and rights-of-way therefor within the reinvestment zone of the City known as the Tax Increment Financing Reinvestment Zone Number One (TIF #1).

During this fiscal year, the City retired principal on outstanding bonded debt totaling \$40,260,000. The City's total interest expense for all bonded debt was \$17,197,315.

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

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

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

City of Grand Prairie, Texas

Management's Discussion and Analysis – Continued
For the Fiscal Year Ended September 30, 2021
(Unaudited)

Economic Factors and Next Year's Budget and Rates

The City's elected and appointed officials considered many factors when setting the fiscal year 2022 budget including tax rates and fees that will be charged for business-type activities. One of the biggest factors continued to be the national economy and uncertainty caused by the pandemic. Building and development growth rates continue to increase overall; and indicate healthy activities in the residential sector and commercial type permitting. Although the City is largely built out and mature, there are still several areas available, mainly in the south sector with higher end residential areas along Joe Pool Lake. In addition, there is a leveling of multi-family developments, but a major increase in retail construction, in large part due to toll road 161 and emerging destination facilities, such as Epic and Epic Waters.

The City population as of September 2021 was 200,640 which is a 2.8% increase over prior year. Residential expansions continue in the south and new manufacturing and distribution companies continue to add growth to the City's economy. Even more growth is expected as a result of continued development and mobility through the City. Roadway improvements, like widening of Camp Wisdom, Great Southwest Parkway and I-30 frontage roads from SH 161 to McArthur continue to make additional demands on the City for increased services. Our diverse economy, the overall DFW metroplex economy and major transportation access all serve to create a synergy.

The following indicators were taken into account when adopting the budget for fiscal year 2022:

- 8.89% increase in assessed property values;
- A 0.70% increase in sales tax collections over the prior year projected due to the continued effects of the pandemic.

General Fund property tax revenues increased \$5,388,394 or 7.05%. The approved property tax rate decreased by a half cent from .669998 to .664998. Other budgeted revenue sources include an increase in the TIF Reimbursement, an increase in sales tax of \$4,511,646, an increase in licenses and permits of \$466,360, and a decrease in Municipal Court fees of (\$438,004).

Budgeted sales tax across all funds is \$76,102,037, which is an increase over the year-end projections of \$75,541,058. This is mainly due to the ongoing pandemic and its unknown effect on the economy.

The City's total approved budget for FY 2021-22 is \$457,669,466, an increase of 5.1% as compared to the prior year-end projections. The General Fund approved budget is \$162,884,614. This represents a 3.6% increase over the prior year approved budget. The majority of this increase is related to an increase in personnel services, an increase in the transfer to the park venue fund and an increase in the reimbursements from other funds. The budget included a 3% Civil Service Step increase and a 3% non-civil services merit increase and un-freezing 10 positions previously frozen in the General Fund. Additionally, funding was set aside to expand the PlayGrand all abilities park.

City of Grand Prairie, Texas

Management's Discussion and Analysis – Continued
For the Fiscal Year Ended September 30, 2021
(Unaudited)

The City's approved appropriations for capital projects in fiscal year 2022 totals \$60,360,502. Planned capital projects include:

- \$21,862,000 in water and wastewater projects
- \$19,090,830 in streets and signals projects
- \$3,396,000 in parks projects
- \$8,441,000 in storm drainage projects

Requests for Information

This financial report is designed to provide a general overview of the City's finances for all those with an interest in the government's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the City Controller, City of Grand Prairie, Texas, 326 W. Main Street, P.O. Box 534045, Grand Prairie, Texas, 75053-4045.



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Basic Financial Statements



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City of Grand Prairie, Texas
Statement of Net Position
September 30, 2021

	Primary Government			Component Units
	Governmental Activities	Business-Type Activities	Total	
ASSETS				
Cash and cash equivalents	\$ 75,073,540	\$ 34,302,924	\$ 109,376,464	\$ 9,857,928
Investments	123,429,866	17,692,027	141,121,893	2,011,638
Receivables, net	26,121,369	7,163,560	33,284,929	1,255,332
Intergovernmental receivables	524,716	-	524,716	-
Inventories and supplies	595,545	595,332	1,190,877	-
Prepays	526,903	-	526,903	41,079
Restricted assets:				
Cash and cash equivalents	12,105,518	2,958,022	15,063,540	1,452,092
Investments	143,281,679	64,198,447	207,480,126	-
Internal balances	(10,047,523)	10,047,523	-	-
Lease payments receivable	-	-	-	7,457,016
Estimated unguaranteed residual value	-	-	-	24,369,870
Capital assets:				
Nondepreciable	147,042,631	39,637,614	186,680,245	6,548,182
Depreciable, net	580,260,053	212,670,223	792,930,276	10,222,096
Total assets	1,098,914,297	389,265,672	1,488,179,969	63,215,233
DEFERRED OUTFLOWS OF RESOURCES				
Deferred charge on refundings	2,196,319	902,263	3,098,582	-
Related to OPEB	3,903,941	304,781	4,208,722	-
Related to TMRS pension	14,558,847	1,670,846	16,229,693	-
Total deferred outflows of resources	20,659,107	2,877,890	23,536,997	-
LIABILITIES				
Accounts payable	14,667,071	5,387,752	20,054,823	233,927
Retainage payable	1,555,104	514,832	2,069,936	-
Accrued liabilities	14,618,175	1,114,879	15,733,054	257,300
Unearned revenue	21,523,175	1,019,220	22,542,395	21,823
Current liabilities payable from restricted assets:				
Accrued interest	2,603,842	270,975	2,874,817	-
Customer deposits	45,600	5,942,774	5,988,374	94,867
Noncurrent liabilities:				
Due within one year:				
Compensated absences	9,679,444	494,545	10,173,989	-
Environmental remediation obligation	27,350	-	27,350	239,369
Other liabilities	678,882	-	678,882	-
Current portion of long-term debt	36,685,000	5,470,000	42,155,000	360,885
Due in more than one year:				
Compensated absences	11,407,593	129,199	11,536,792	-
Other postemployment benefits	64,258,793	6,685,833	70,944,626	-
Closure and postclosure liability	-	9,083,018	9,083,018	-
Net pension liability	49,226,664	5,649,497	54,876,161	-
Other liabilities	3,408,347	-	3,408,347	-
Long-term debt	452,673,630	40,216,745	492,890,375	14,448,493
Total liabilities	683,058,670	81,979,269	765,037,939	15,656,664
DEFERRED INFLOWS OF RESOURCES				
Related to OPEB	3,197,838	300,894	3,498,732	-
Related to TMRS pension	16,815,978	1,929,886	18,745,864	-
Total deferred outflows of resources	20,013,816	2,230,780	22,244,596	-
NET POSITION				
Net investment in capital assets	356,640,773	207,008,523	563,649,296	3,290,949
Restricted for:				
Debt service	2,112,567	5,607,337	7,719,904	-
Capital projects	2,460,072	82,602,002	85,062,074	-
Support Services	2,440,325	-	2,440,325	-
Public safety	8,739,775	-	8,739,775	-
Recreation and leisure	25,387,474	-	25,387,474	-
Development services	19,419,282	-	19,419,282	-
Other specific purposes	15,783,383	-	15,783,383	(163,617)
Facility lease	-	-	-	32,774,636
Replacement reserve	-	-	-	146,272
Unrestricted	(16,482,733)	12,715,651	(3,767,082)	11,510,329
Total net position	\$ 416,500,918	\$ 307,933,513	\$ 724,434,431	\$ 47,558,569

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

City of Grand Prairie, Texas
Statement of Activities
For the Year Ended September 30, 2021

Functions/Activity	Expenses	Program Revenues		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions
Primary government:				
Governmental activities:				
Support services	\$ 31,880,593	\$ 6,341,600	\$ 168,781	\$ -
Public safety services	105,285,879	11,816,379	4,302,600	-
Recreation and leisure services	35,162,022	13,532,065	465,655	-
Development services and other	109,073,042	19,138,584	40,461,204	6,974,967
Interest on long-term debt	14,004,156	-	-	-
Total governmental activities	295,405,692	50,828,628	45,398,240	6,974,967
Business-type activities:				
Water and wastewater	81,889,959	82,449,178	-	12,433,621
Solid waste	13,906,365	14,941,131	-	-
Municipal airport	2,974,666	2,108,698	-	-
Municipal golf course	3,141,846	2,975,689	-	-
Storm water	2,573,380	7,927,729	-	3,112,091
Total business-type activities	104,486,216	110,402,425	-	15,545,712
Total primary government	\$ 399,891,908	\$ 161,231,053	\$ 45,398,240	\$ 22,520,679
Component units:				
Grand Prairie Sports Facilities Development	\$ 5,820,316	\$ 959,095	\$ -	\$ 786,584
Grand Prairie Housing Finance Corporation	6,364,641	5,941,718	-	-
Grand Prairie Local Government Corporation	239,369	10	5,011,073	-
Total component units	\$ 12,424,326	\$ 6,900,823	\$ 5,011,073	\$ 786,584
General revenues:				
Taxes				
Property taxes				
Sales taxes				
Hotel/motel and other taxes				
Franchise fees (and those based on gross receipts)				
Investment income				
Transfers				
Total general revenues and transfers				
Change in net position				
Net position - beginning of year				
Net position - end of year				

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

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

Governmental Activities	Business-Type Activities	Total	Component Units
\$ (25,370,212)	\$ -	\$ (25,370,212)	\$ -
(89,166,900)	-	(89,166,900)	-
(21,164,302)	-	(21,164,302)	-
(42,498,287)	-	(42,498,287)	-
(14,004,156)	-	(14,004,156)	-
(192,203,857)	-	(192,203,857)	-
-	12,992,840	12,992,840	-
-	1,034,766	1,034,766	-
-	(865,968)	(865,968)	-
-	(166,157)	(166,157)	-
-	8,466,440	8,466,440	-
-	21,461,921	21,461,921	-
(192,203,857)	21,461,921	(170,741,936)	
			(4,074,637)
			(422,923)
			4,771,714
			274,154
113,824,809	-	113,824,809	-
80,187,852	-	80,187,852	-
2,366,924	-	2,366,924	-
14,022,362	-	14,022,362	-
333,285	1,116	334,401	2,606
1,889,338	(1,889,338)	-	-
212,624,570	(1,888,222)	210,736,348	2,606
20,420,713	19,573,699	39,994,412	276,760
396,080,205	288,359,814	684,440,019	47,281,809
\$ 416,500,918	\$ 307,933,513	\$ 724,434,431	\$ 47,558,569

City of Grand Prairie, Texas

Balance Sheet
 Governmental Funds
 September 30, 2021

	General	Section 8	Streets CIP
ASSETS			
Cash and cash equivalents	\$ 2,410,868	\$ 2,069,115	\$ 2,603,020
Investments	192,067,383	533,109	12,360,381
Property tax receivable, net	2,047,547	-	-
Sales tax receivable	7,780,887	-	-
Franchise fees receivable	2,371,762	-	-
Other receivables, net	3,233,107	-	-
Intergovernmental receivables	72,397	-	-
Due from other funds	-	-	-
Inventory	432,009	-	-
Prepays	-	-	-
	<hr/>	<hr/>	<hr/>
Total assets	210,415,960	2,602,224	14,963,401
LIABILITIES			
Accounts payable	4,265,643	55,859	1,402,174
Retainage payable	-	-	142,951
Accrued liabilities	6,583,457	106,040	-
Due to other funds	147,000,000	-	-
Customer deposits	-	-	-
Unearned revenue	516,825	-	-
	<hr/>	<hr/>	<hr/>
Total liabilities	158,365,925	161,899	1,545,125
DEFERRED INFLOWS OF RESOURCES			
Unavailable revenue	2,043,661	-	-
	<hr/>	<hr/>	<hr/>
Total deferred inflows of resources	2,043,661	-	-
FUND BALANCES			
Nonspendable	432,009	-	-
Restricted	594,260	2,440,325	5,843,860
Committed	-	-	7,574,416
Assigned	2,412,477	-	-
Unassigned	46,567,628	-	-
	<hr/>	<hr/>	<hr/>
Total fund balances	50,006,374	2,440,325	13,418,276
	<hr/>	<hr/>	<hr/>
Total liabilities, deferred inflows of resources and fund balances	\$ 210,415,960	\$ 2,602,224	\$ 14,963,401

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

Grants	Debt Service	Epic 2 CIP	Nonmajor Governmental Funds	Total Governmental Funds
\$ 4,775,709	\$ 1,592,767	\$ -	\$ 67,856,075	\$ 81,307,554
-	2,200,000	-	38,550,672	245,711,545
-	924,981	-	-	2,972,528
-	-	-	7,769,116	15,550,003
-	-	-	60,026	2,431,788
32,189	4,658	-	1,813,036	5,082,990
452,319	-	-	-	524,716
28,000,000	-	-	113,371,317	141,371,317
-	-	-	33,338	465,347
-	-	-	26,126	26,126
<u>33,260,217</u>	<u>4,722,406</u>	<u>-</u>	<u>229,479,706</u>	<u>495,443,914</u>
744,760	5,997	-	7,567,736	14,042,169
32,617	-	-	1,379,536	1,555,104
136,110	-	-	842,389	7,667,996
-	-	-	1,371,317	148,371,317
-	-	-	45,600	45,600
18,354,828	-	-	2,651,522	21,523,175
<u>19,268,315</u>	<u>5,997</u>	<u>-</u>	<u>13,858,100</u>	<u>193,205,361</u>
-	928,844	-	-	2,972,505
-	928,844	-	-	2,972,505
-	-	-	59,464	491,473
13,991,902	3,787,565	-	162,415,468	189,073,380
-	-	-	53,146,674	60,721,090
-	-	-	-	2,412,477
-	-	-	-	46,567,628
<u>13,991,902</u>	<u>3,787,565</u>	<u>-</u>	<u>215,621,606</u>	<u>299,266,048</u>
<u>\$ 33,260,217</u>	<u>\$ 4,722,406</u>	<u>\$ -</u>	<u>\$ 229,479,706</u>	<u>\$ 495,443,914</u>

City of Grand Prairie, Texas
Reconciliation of the Governmental Funds
Balance Sheet to the Statement of Net Position
September 30, 2021

Total fund balance - total governmental funds		\$ 299,266,048
Amounts reported for governmental activities in the statement of net position are different because:		
Capital assets used in governmental activities are not financial resources, and therefore, are not reported in the funds (excluding internal service funds' capital assets of \$1,693,167).		725,609,517
Certain revenues are not available to pay for current-period expenditures; therefore, these revenues are deferred in the funds.		2,972,505
Certain assets and liabilities do not provide or require the use of current financial resources; therefore, these assets and liabilities are not reported in the governmental funds.		
Accrued interest on long-term debt	\$ (2,603,842)	
Unamortized loss of bond refundings	2,196,319	
Deferred pension and OPEB contributions, and investment and actuarial experience (excluding internal service fund totals of \$33,109).	<u>(1,501,084)</u>	(1,908,607)
Internal service funds are used by management to charge cost of certain activities, such as employee health insurance, risk management insurance, and fleet services, to individual funds. The assets and liabilities of the internal service funds are included in governmental activities in the government-wide statement of net position (net of amount allocated to business-type activities of \$3,047,523).		16,905,883
Noncurrent liabilities are not due and payable in the current period; therefore, they are not reported in the governmental fund balance sheet. These noncurrent liabilities are as follows:		
Long-term debt	\$ (462,155,000)	
Unamortized bond premium/discount, net	(27,203,630)	
Compensated absences (excluding internal service fund totals of \$63,774)	(21,023,263)	
Other post employment benefits (excluding internal service fund totals of \$838,442)	(63,420,351)	
Net pension liability (excluding internal service fund totals of \$799,060)	(48,427,605)	
Environmental remediation obligation	(27,350)	
Other liabilities	<u>(4,087,229)</u>	<u>(626,344,428)</u>
Net position of governmental activities		<u>\$ 416,500,918</u>

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



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City of Grand Prairie, Texas
Statement of Revenues, Expenditures,
and Changes in Fund Balances of
Governmental Funds
For the Year Ended September 30, 2021

	<u>General</u>	<u>Section 8</u>	<u>Streets CIP</u>
REVENUES			
Property taxes	\$ 74,535,565	\$ -	\$ -
Sales taxes	39,760,993	-	-
Other taxes	335,472	-	-
Franchise fees	14,022,362	-	-
Charges for goods and services	6,069,457	8,604,227	-
Licenses and permits	4,022,506	320,154	-
Fines and forfeitures	5,735,005	-	-
Intergovernmental	2,629,636	35,644,255	-
General and administrative	5,573,532	-	-
Rents and royalties	131,667	-	-
Investment income	324,216	-	-
Contributions	134,464	-	107,250
Other	660,026	45,615	-
	<hr/>	<hr/>	<hr/>
Total revenues	153,934,901	44,614,251	107,250
EXPENDITURES			
Current operations:			
Support services	25,447,161	-	-
Public safety services	91,727,323	-	-
Recreation and leisure services	2,860,342	-	-
Development services and other	12,595,116	45,365,461	5,073,197
Capital outlay	622,879	-	7,812,323
Debt service:			
Principal retirement	-	-	-
Interest and other charges	-	-	135,103
	<hr/>	<hr/>	<hr/>
Total expenditures	133,252,821	45,365,461	13,020,623
Excess (deficiency) of revenues over (under) expenditures	20,682,080	(751,210)	(12,913,373)
OTHER FINANCING SOURCES (USES)			
Transfers in	-	-	-
Transfers out	(33,150,756)	-	(5,470,542)
Bonds issued	-	-	14,465,266
Premium on bonds issued	-	-	1,559,354
Proceeds from sale of assets	1,826,620	8,250	-
	<hr/>	<hr/>	<hr/>
Total other financing sources (uses)	(31,324,136)	8,250	10,554,078
Net change in fund balances	(10,642,056)	(742,960)	(2,359,295)
Fund balances - beginning of year	60,648,430	3,183,285	15,777,571
	<hr/>	<hr/>	<hr/>
Fund balances - end of year	\$ 50,006,374	\$ 2,440,325	\$ 13,418,276

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

Grants	Debt Service	Epic 2 CIP	Nonmajor Governmental Funds	Total Governmental Funds
\$ -	\$ 33,995,286	\$ -	\$ 5,007,152	\$ 113,538,003
-	-	-	40,266,083	80,027,076
-	-	-	2,031,452	2,366,924
-	-	-	-	14,022,362
202	-	-	12,374,809	27,048,695
-	-	-	240,786	4,583,446
-	-	-	512,408	6,247,413
6,287,676	-	-	382,555	44,944,122
-	-	-	-	5,573,532
-	-	-	3,225,466	3,357,133
33	-	-	9,036	333,285
103,764	-	-	4,500,264	4,845,742
-	-	-	281,478	987,119
6,391,675	33,995,286	-	68,831,489	307,874,852
-	-	-	287,453	25,734,614
3,802,429	-	-	8,382,924	103,912,676
171,821	-	-	23,092,103	26,124,266
3,198,225	-	-	18,188,480	84,420,479
8,556,197	-	-	49,188,810	66,180,209
-	22,555,000	-	12,320,000	34,875,000
-	10,903,992	-	4,733,835	15,772,930
15,728,672	33,458,992	-	116,193,605	357,020,174
(9,336,997)	536,294	-	(47,362,116)	(49,145,322)
16,373,299	950,000	-	72,849,012	90,172,311
(309,427)	(187,955)	(37,693,951)	(11,270,265)	(88,082,896)
-	-	-	92,629,734	107,095,000
-	-	-	1,713,071	3,272,425
-	-	-	4,550	1,839,420
16,063,872	762,045	(37,693,951)	155,926,102	114,296,260
6,726,875	1,298,339	(37,693,951)	108,563,986	65,150,938
7,265,027	2,489,226	37,693,951	107,057,620	234,115,110
\$ 13,991,902	\$ 3,787,565	\$ -	\$ 215,621,606	\$ 299,266,048

City of Grand Prairie, Texas

Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances of the Governmental Funds to the Statement of Activities For the Year Ended September 30, 2021

Net change in fund balances - total governmental funds	\$	65,150,938
<p>Amounts reported for governmental activities in the statement of activities are different because:</p>		
<p>Governmental funds report capital outlay as expenditures. However, in the government-wide statement of activities, the cost of those assets is capitalized and allocated over their estimated useful lives as depreciation expense. This is the amount of capital assets recorded in the current period.</p>		
		66,180,209
<p>Depreciation on capital assets is reported in the government-wide statement of activities but does not require the use of current financial resources. Therefore, depreciation is not reported as expenditures in the governmental funds (except for internal service fund depreciation of \$306,092).</p>		
		(46,258,454)
<p>Governmental funds do not report capital contributions.</p>		
		5,844,556
<p>The net effect of various transactions involving capital assets (i.e., disposals, sales, and reassignments) are not reported in the governmental funds.</p>		
		(2,138,794)
<p>The issuance of long-term debt (i.e., bonds) provides current financial resources to the governmental funds, while repayment of the principal on long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net position. Also, governmental funds report the effect of premiums, discounts, and similar items when debt is first issued, whereas the amounts are deferred and amortized in the statement of activities. This amount is the net effect of these differences in the treatment of long-term debt and related items.</p>		
Bonds issued	\$ (107,095,000)	
Bond principal retirement	34,875,000	
Bond premium issued	(3,272,425)	
Amortization of bond premiums/discounts	2,158,415	
Amortization of loss on refundings	(304,722)	(73,638,732)
<p>Some expense accruals reported in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in the governmental funds.</p>		
Accrued interest	\$ (71,957)	
Compensated absences	(6,234)	
Pollution remediation obligation	(6,450)	
Postemployment benefit obligation	(3,513,242)	
Pension liability	10,453,105	
Deferred pension and OPEB contributions, and investment and actuarial experience	318,250	
Other liabilities	(2,947,862)	4,225,610
<p>Certain revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.</p>		
		68,089
<p>Internal service funds are used by management to charge the costs of certain activities, such as insurance and fleet maintenance, to individual funds. The net operating loss of the internal service funds is reported with governmental activities (net of the amount allocated to business-type activities of \$118,821).</p>		
		987,291
Change in net position of governmental activities	\$	20,420,713

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

City of Grand Prairie, Texas
Statement of Net Position
Proprietary Funds
September 30, 2021

	Business-Type Activities - Enterprise Funds				Governmental
	Water Wastewater	Solid Waste	Nonmajor Enterprise Funds	Total	Activities Internal Service Funds
ASSETS					
Current assets:					
Cash and cash equivalents	\$ 24,531,552	\$ 7,553,309	\$ 2,218,063	\$ 34,302,924	\$ 5,871,504
Investments	3,900,000	11,924,536	1,867,491	17,692,027	21,000,000
Accounts receivable, net	5,847,418	570,853	745,289	7,163,560	84,060
Due from other funds	7,000,000	-	-	7,000,000	-
Inventories and supplies	514,753	-	80,579	595,332	130,198
Prepays	-	-	-	-	525,761
Restricted assets:					
Cash and cash equivalents	2,958,022	-	-	2,958,022	-
Investments	64,120,119	-	78,328	64,198,447	-
Total current assets	108,871,864	20,048,698	4,989,750	133,910,312	27,611,523
Noncurrent assets:					
Capital assets:					
Land	2,597,138	1,766,508	759,707	5,123,353	737,566
Buildings	2,673,677	1,996,417	16,871,862	21,541,956	1,885,866
Equipment	14,719,561	12,575,778	2,307,556	29,602,895	2,396,776
Infrastructure	360,001,615	12,092,660	48,900,450	420,994,725	-
Construction in progress	32,966,015	1,251,059	297,187	34,514,261	-
Less: accumulated depreciation	(213,251,250)	(14,114,774)	(32,103,329)	(259,469,353)	(3,327,041)
Total noncurrent assets	199,706,756	15,567,648	37,033,433	252,307,837	1,693,167
Total assets	308,578,620	35,616,346	42,023,183	386,218,149	29,304,690
DEFERRED OUTFLOWS OF RESOURCES					
Debt refundings	902,263	-	-	902,263	-
Related to OPEB	143,661	82,842	78,278	304,781	18,550
Related to TMRS pension	1,027,422	349,614	293,810	1,670,846	236,323
Total deferred outflows of resources	2,073,346	432,456	372,088	2,877,890	254,873
LIABILITIES					
Current liabilities:					
Accounts payable	4,664,637	534,777	188,338	5,387,752	649,887
Retainage payable	514,832	-	-	514,832	-
Accrued interest	267,506	-	3,469	270,975	-
Accrued liabilities	723,528	261,845	129,506	1,114,879	6,950,179
Compensated absences	315,959	88,497	90,089	494,545	50,981
Unearned revenue	905,606	-	113,614	1,019,220	-
Current portion of long-term debt	5,295,000	-	175,000	5,470,000	-
Current liabilities payable from restricted assets:					
Customer deposits	5,864,446	-	78,328	5,942,774	-
Total current liabilities	18,551,514	885,119	778,344	20,214,977	7,651,047
Noncurrent liabilities:					
Compensated absences	79,274	22,204	27,721	129,199	12,793
Other postemployment benefits	3,963,589	1,398,333	1,323,911	6,685,833	838,442
Closure and postclosure liability	-	9,083,018	-	9,083,018	-
Net pension liability	3,473,939	1,182,122	993,436	5,649,497	799,060
Long-term debt	39,836,745	-	380,000	40,216,745	-
Total noncurrent liabilities	47,353,547	11,685,677	2,725,068	61,764,292	1,650,295
Total liabilities	65,905,061	12,570,796	3,503,412	81,979,269	9,301,342
DEFERRED INFLOWS OF RESOURCES					
Related to OPEB	168,447	66,447	66,000	300,894	31,853
Related to TMRS pension	1,186,708	403,817	339,361	1,929,886	272,962
Total deferred inflows of resources	1,355,155	470,264	405,361	2,230,780	304,815
NET POSITION					
Net investment in capital assets	154,962,442	15,567,648	36,478,433	207,008,523	1,693,167
Restricted for:					
Debt service	5,607,337	-	-	5,607,337	-
Capital projects	79,946,580	2,655,422	-	82,602,002	-
Unrestricted	2,875,391	4,784,672	2,008,065	9,668,128	18,260,239
Total net position	\$ 243,391,750	\$ 23,007,742	\$ 38,486,498	\$ 304,885,990	\$ 19,953,406
Reconciliation to government-wide Statement of Net Position:					
Adjustments to reflect the consolidation of internal service fund activities related to Enterprise Funds				3,047,523	
Net position of business-type activities				\$ 307,933,513	

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

City of Grand Prairie, Texas
Statement of Revenues, Expenses,
And Changes in Net Position
Proprietary Funds
For the Year Ended September 30, 2021

	Business-Type Activities - Enterprise Funds				Governmental
	Water Wastewater	Solid Waste	Nonmajor Enterprise Funds	Total	Activities Internal Service Funds
OPERATING REVENUES					
Water sales	\$ 48,486,361	\$ -	\$ -	\$ 48,486,361	\$ -
Wastewater services	30,735,699	-	-	30,735,699	-
Water and wastewater fees	2,103,858	-	-	2,103,858	-
Wastewater surcharges	829,791	-	-	829,791	-
Solid waste fees	-	14,782,778	-	14,782,778	-
Charges for services	-	-	12,212,551	12,212,551	6,314,435
Intergovernmental revenue	-	-	65,197	65,197	-
Insurance premiums	-	-	-	-	27,822,301
Miscellaneous	293,469	158,353	734,368	1,186,190	11,354
Total operating revenue	82,449,178	14,941,131	13,012,116	110,402,425	34,148,090
OPERATING EXPENSES					
Salaries and benefits	11,619,365	3,369,828	2,755,247	17,744,440	2,968,012
Supplies and miscellaneous purchases	1,043,367	526,952	1,126,672	2,696,991	2,633,593
Purchased services	6,254,924	6,487,672	1,953,140	14,695,736	1,290,892
Insurance costs	-	-	-	-	24,925,047
Water purchases	16,749,528	-	-	16,749,528	-
Wastewater treatment	20,926,676	-	-	20,926,676	-
General and administrative costs	4,577,847	543,463	144,788	5,266,098	-
Franchise fees	3,408,287	428,818	344,068	4,181,173	-
Miscellaneous	1,902,140	843,674	365,602	3,111,416	696,709
Depreciation	14,647,399	1,803,759	1,979,944	18,431,102	306,092
Total operating expenses	81,129,533	14,004,166	8,669,461	103,803,160	32,820,345
Operating income	1,319,645	936,965	4,342,655	6,599,265	1,327,745
NONOPERATING REVENUES (EXPENSES)					
Investment income	1,116	-	-	1,116	-
Gain (loss) on property disposition	189,964	79,439	(13,778)	255,625	(21,556)
Interest expense	(1,026,692)	-	(30,810)	(1,057,502)	-
Total nonoperating revenues (expenses)	(835,612)	79,439	(44,588)	(800,761)	(21,556)
Income before contributions and transfers	484,033	1,016,404	4,298,067	5,798,504	1,306,189
CONTRIBUTIONS AND TRANSFERS					
Capital contributions-impact fees	4,901,203	-	-	4,901,203	-
Capital contributions	7,532,418	-	3,112,091	10,644,509	-
Transfers in	6,216,000	-	537,955	6,753,955	60,963
Transfers out	(1,911,485)	(358,084)	(6,373,724)	(8,643,293)	(261,040)
Total contributions and transfers	16,738,136	(358,084)	(2,723,678)	13,656,374	(200,077)
Change in net position	17,222,169	658,320	1,574,389	19,454,878	1,106,112
Net position - beginning of year	226,169,581	22,349,422	36,912,109	285,431,112	18,847,294
Net position - end of year	\$ 243,391,750	\$ 23,007,742	\$ 38,486,498	\$ 304,885,990	\$ 19,953,406
Reconciliation to government-wide Statement of Activities:					
Total change in net position				\$ 19,454,878	
Adjustments to reflect the consolidation of internal service fund activities related to Enterprise Funds				118,821	
Change in net position of business-type activities				\$ 19,573,699	

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

City of Grand Prairie, Texas
Statement of Cash Flows
Proprietary Funds
For the Year Ended September 30, 2021

	Business-Type Activities - Enterprise Funds				Governmental
	Water Wastewater	Solid Waste	Other Nonmajor	Total	Activities Internal Service Funds
Cash flows from operating activities:					
Cash receipts from customers	\$ 82,825,017	\$ 14,795,734	\$ 12,147,123	\$ 109,767,874	\$ -
Cash receipts from city and employee contributions	-	-	-	-	27,738,241
Cash receipts from interfund services provided	-	-	-	-	6,315,426
Cash receipts from other governments	-	-	65,197	65,197	-
Other operating cash receipts	293,469	158,353	734,368	1,186,190	11,354
Cash payments to suppliers for goods and services	(47,353,059)	(7,333,323)	(3,596,250)	(58,282,632)	(4,721,330)
Cash payments to employees for services	(9,689,850)	(3,342,717)	(2,854,604)	(15,887,171)	(1,786,571)
Cash payments for interfund services used	(7,000,000)	-	(344,068)	(7,344,068)	(24,925,047)
Other operating cash payments	(5,310,427)	(1,272,492)	(144,788)	(6,727,707)	-
Net cash provided by (used in) operating activities	13,765,150	3,005,555	6,006,978	22,777,683	2,632,073
Cash flows from noncapital financing activities:					
Transfers from other funds	6,216,000	-	537,955	6,753,955	60,963
Transfers to other funds	(1,911,485)	(358,084)	(6,373,724)	(8,643,293)	(261,040)
Contributions from other governments	74,860	-	-	74,860	-
Net cash provided by (used in) noncapital financing activities	4,379,375	(358,084)	(5,835,769)	(1,814,478)	(200,077)
Cash flows from capital and related financing activities:					
Capital impact fees from developers	4,901,203	-	-	4,901,203	-
Proceeds from disposition of capital assets	266,290	194,063	26,358	486,711	(21,556)
Acquisition and construction of capital assets	(12,974,838)	(2,418,448)	-	(15,393,286)	(75,435)
Principal paid on debt	(5,120,000)	-	(170,000)	(5,290,000)	-
Interest paid on debt	(1,388,654)	-	(31,830)	(1,420,484)	-
Other fiscal fees paid	(50,778)	-	-	(50,778)	-
Net cash provided by (used in) capital and related financing activities	(14,366,777)	(2,224,385)	(175,472)	(16,766,634)	(96,991)
Cash flows from investing activities:					
Interest received on investments	1,116	-	-	1,116	-
Net cash provided by (used in) investing activities	1,116	-	-	1,116	-
Net (decrease) increase in cash and equivalents	3,778,864	423,086	(4,263)	4,197,687	2,335,005
Cash and cash equivalents - beginning of year	23,710,710	7,130,223	2,222,326	33,063,259	3,536,499
Cash and cash equivalents - end of year	\$ 27,489,574	\$ 7,553,309	\$ 2,218,063	\$ 37,260,946	\$ 5,871,504
Reconciliation of operating income (loss) from operations to net cash from operating activities:					
Operating income (loss)	\$ 1,319,645	\$ 936,965	\$ 4,342,655	\$ 6,599,265	\$ 1,327,745
Adjustments to operating income (loss) to net cash from operating activities:					
Depreciation	14,647,399	1,803,759	1,979,944	18,431,102	306,092
Provisions for uncollectible accounts	-	(22,572)	-	(22,572)	-
Changes in assets and liabilities:					
(Increase) decrease in accounts receivable	7,907	35,528	(68,300)	(24,865)	-
(Increase) decrease in other receivables	(7,000,000)	-	-	(7,000,000)	(81,678)
(Increase) decrease in inventories and supplies	12,253	-	(13,156)	(903)	(42,322)
(Increase) decrease in prepaids	1,764,016	-	-	1,764,016	(83,069)
Increase (decrease) in accounts payable	12,010	(213,712)	(125,044)	(326,746)	23,864
Increase (decrease) in retainage payable	411,004	-	-	411,004	-
Increase (decrease) in accrued liabilities	79,048	438,476	(1,695)	515,829	534,419
Increase (decrease) in customer deposits	661,401	-	2,872	664,273	-
Increase (decrease) in unearned revenue	-	-	(10,941)	(10,941)	-
Increase (decrease) in compensated absences	110,575	24,283	19,475	154,333	6,390
Increase (decrease) in OPEB liability	196,237	66,777	56,119	319,133	45,137
Increase (decrease) in pension liability	1,543,655	(63,949)	(174,951)	1,304,755	595,495
Net cash provided by (used in) operating activities	\$ 13,765,150	\$ 3,005,555	\$ 6,006,978	\$ 22,777,683	\$ 2,632,073
Noncash investing, capital and financing activities:					
Capital contributions from developers/granting agencies	\$ 7,532,418	\$ -	\$ 3,112,091	\$ 10,644,509	\$ -
	\$ 7,532,418	\$ -	\$ 3,112,091	\$ 10,644,509	\$ -
Reconciliation of ending cash and cash equivalents to Statement of Net Position:					
Unrestricted cash and cash equivalents - end of year	\$ 24,531,552	\$ 7,553,309	\$ 2,218,063	\$ 34,302,924	\$ 5,871,504
Restricted cash and cash equivalents - end of year	2,958,022	-	-	2,958,022	-
Total cash and cash equivalents - end of year	\$ 27,489,574	\$ 7,553,309	\$ 2,218,063	\$ 37,260,946	\$ 5,871,504

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

City of Grand Prairie, Texas
Statement of Net Position
Discretely Presented Component Units
September 30, 2021

	Business-Type Activities		Governmental	Total
	Grand Prairie Sports Facilities Development	Grand Prairie Housing Finance Corporation	Grand Prairie Local Government Corporation	
ASSETS				
Cash and cash equivalents	\$ 9,128,407	\$ 653,769	\$ 75,752	\$ 9,857,928
Investments	2,011,638	-	-	2,011,638
Receivables, net	1,255,332	-	-	1,255,332
Prepays	-	41,079	-	41,079
Cash and cash equivalents	-	1,452,092	-	1,452,092
Lease payments receivable	7,457,016	-	-	7,457,016
Estimated unguaranteed residual value	24,369,870	-	-	24,369,870
Capital assets:				
Nondepreciable	-	1,612,851	4,935,331	6,548,182
Depreciable, net	-	10,222,096	-	10,222,096
Total assets	44,222,263	13,981,887	5,011,083	63,215,233
LIABILITIES				
Accounts payable	1,894	232,033	-	233,927
Accrued liabilities	-	257,300	-	257,300
Current liabilities payable from restricted assets:				
Customer deposits	-	94,867	-	94,867
Unearned revenue	-	21,823	-	21,823
Noncurrent liabilities:				
Due within one year:				
Environmental remediation obligation	-	-	239,369	239,369
Current portion of long-term debt	-	360,885	-	360,885
Due in more than one year:				
Long-term debt	-	14,448,493	-	14,448,493
Total liabilities	1,894	15,415,401	239,369	15,656,664
NET POSITION				
Net investment in capital assets	-	(1,644,382)	4,935,331	3,290,949
Restricted for:				
Facility lease	32,774,636	-	-	32,774,636
Replacement reserve	-	146,272	-	146,272
Other specific purposes	-	-	(163,617)	(163,617)
Unrestricted	11,445,733	64,596	-	11,510,329
Total net position	\$ 44,220,369	\$ (1,433,514)	\$ 4,771,714	\$ 47,558,569

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



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City of Grand Prairie, Texas
Statement of Activities
Discretely Presented Component Units
For the Year Ended September 30, 2021

Functions/Activity	Expenses	Program Revenues		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions
Component Units				
Governmental activities:				
Grand Prairie Local Government Corporation	\$ 239,369	\$ 10	\$ 5,011,073	\$ -
Total governmental activities	239,369	10	5,011,073	-
Business-type activities:				
Grand Prairie Sports Facilities Development	5,832,409	959,095	-	786,584
Grand Prairie Housing Finance Corporation	6,364,641	5,941,718	-	-
Total business-type activities	12,197,050	6,900,813	-	786,584
Total Component Units	\$ 12,436,419	\$ 6,900,823	\$ 5,011,073	\$ 786,584

General revenues:

Investment income

Total general revenues

Change in net position

Net position - beginning of year

Net position - end of year

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

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

Grand Prairie Sports Facilities Development	Grand Prairie Housing Finance Corporation	Grand Prairie Local Government Corporation	Total
\$ -	\$ -	\$ 4,771,714	4,771,714
-	-	4,771,714	4,771,714
(4,086,730)	-	-	(4,086,730)
-	(422,923)	-	(422,923)
(4,086,730)	(422,923)	-	(4,509,653)
<u>\$ (4,086,730)</u>	<u>\$ (422,923)</u>	<u>\$ 4,771,714</u>	<u>\$ 262,061</u>
12,093	2,606	-	14,699
12,093	2,606	-	14,699
(4,074,637)	(420,317)	4,771,714	276,760
48,295,006	(1,013,197)	-	47,281,809
<u>\$ 44,220,369</u>	<u>\$ (1,433,514)</u>	<u>\$ 4,771,714</u>	<u>\$ 47,558,569</u>



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Notes to the Basic Financial Statements



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City Of Grand Prairie, Texas

Notes to the Basic Financial Statements

September 30, 2021

Note 1. Summary of Significant Accounting Policies

A. Introduction

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

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

B. Financial Reporting Entity

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

Blended Component Units

Grand Prairie Crime Control and Prevention District

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

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

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

City Of Grand Prairie, Texas

Notes to the Basic Financial Statements

September 30, 2021

Discretely Presented Component Units

Grand Prairie Sports Facilities Development Corporation

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

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

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

Grand Prairie Housing Finance Corporation

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

The HFC's financial information, for its calendar year ended December 31, 2020, is included in the City's financial statements in a separate column alongside the City's. Separate audited financial statements may be obtained by writing Grand Prairie Housing Finance Corporation, Attn: Executive Director, P. O. Box 532758, Grand Prairie, Texas 75053-2758.

City Of Grand Prairie, Texas

Notes to the Basic Financial Statements

September 30, 2021

Grand Prairie Local Government Corporation

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

Related Autonomous Entities

Grand Prairie Health Facilities Development Authority

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

Grand Prairie Industrial Development Authority

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

C. Implementation of New Accounting Pronouncements

The GASB pronouncements effective for fiscal year 2021 and 2022 are listed as follows:

The GASB issued Statement No. 84, Fiduciary Activities. The objective of this Statement is to provide guidance to enhance the consistency and comparability of fiduciary activity reporting by (1) establishing specific criteria for identifying activities that should be reported as fiduciary activities and (2) clarifying whether and how business-type activities should report their fiduciary activities. This standard became effective for the City in fiscal year 2021 but it had no impact on the City.

The GASB issued Statement No. 87, Leases. This Statement requires recognition of certain lease assets and liabilities for leases that were previously classified as operating leases and recognized as inflows or outflows of resources based on the payment provisions of the contract, and will be effective for the fiscal year ending September 30, 2022. The City is determining the impact of this statement.

The GASB issues Statement No. 90, Majority Equity Interests – an Amendment to GASB Statements No. 14 and No. 61. The primary objective of this Statement is to improve the consistency and comparability of reporting a government's majority equity interest in a legally separate organization and to improve the relevance of financial statements information for certain component units. The Statement also requires that a component unit in which a government has a 100 percent equity interest account for its assets, deferred outflows of resources, liabilities, and deferred inflows of resources at acquisition value at the date the government acquired a 100 percent equity interest in the component unit. This standard became effective for the City in fiscal year 2021 but it has no impact on the City.

City Of Grand Prairie, Texas

Notes to the Basic Financial Statements

September 30, 2021

The GASB issued Statement No. 92, Omnibus 2020. This Statement establishes accounting and financial reporting requirements for specific issues related to leases, intraentity transfers of assets, postemployment benefits, government acquisitions, risk financing and insurance-related activities of public entity risk pools, fair value measurements, and derivative instruments. This statement will become effective for the City in fiscal year 2022.

The GASB issued Statement No. 93, Replacement of Interbank Offered Rates. This Statement establishes accounting and financial reporting requirements related to the replacement of IBORs in hedging derivative instruments and leases. This statement will become effective for the City in fiscal year 2021/2022.

The GASB issued Statement No. 97, Certain Component Unit Criteria, and Accounting and Financial Reporting for Internal Revenue Code Section 457 Deferred Compensation Plans - an amendment of GASB Statements No. 14 and No. 84, and a supersession of GASB Statement No. 32. This Statement modifies the applicability of certain component unit criteria as they relate to defined contribution pension plans, defined contribution OPEB plans, and other employee benefit plans. This statement will become effective for the City in fiscal year 2022/immediately.

The GASB issued Statement No. 98, The Annual Comprehensive Financial Report. This Statement was issued in October 2021 and establishes the term annual comprehensive financial report and its acronym ACFR. That new term and acronym replace instances of comprehensive annual financial report and its acronym in generally accepted accounting principles for state and local governments. The implementation of this standard changed the report name to the Annual Comprehensive Financial Report. The City implemented this standard in fiscal year 2021.

D. Basis of Presentation

Government-Wide Financial Statements

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

The Statement of Activities reports the change in the City's net position from October 1, 2020 to September 30, 2021. This statement demonstrates the degree to which the direct expenses of a given function of the government are offset by program revenues. Specifically, the City has identified the following functions of government – support services, public safety services, recreation and leisure services, development services, water and wastewater services, solid waste services, storm water services, airport operations, and golf course operations. *Direct expenses* are those that are clearly identifiable with a specific function of City government. *Program revenues* include 1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function, and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function. Taxes and other items not included among program revenues are reported as *general revenues* in the statement of activities.

City Of Grand Prairie, Texas

Notes to the Basic Financial Statements

September 30, 2021

Fund Financial Statements

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

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

At September 30, 2021, major governmental funds include the following:

General Fund

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

Section 8 Fund

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

Street CIP Fund

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

Grants Fund

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

Debt Service Fund

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

Epic 2 CIP Fund

This capital project fund accounts for the proceeds from sales tax revenue bonds, current lending/borrowing arrangements, and other dedicated sources to be used in the construction of The Epic.

City Of Grand Prairie, Texas

Notes to the Basic Financial Statements

September 30, 2021

At September 30, 2021, major enterprise funds include the following:

Water/Wastewater Fund

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

Solid Waste Fund

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

Measurement Focus and Basis of Accounting

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

Government-Wide Financial Statements

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

Governmental Fund Financial Statements

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

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

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

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

Proprietary Funds

As mentioned earlier, proprietary funds use the economic resources measurement focus and the accrual basis of accounting. The accounting objectives for proprietary funds are the determination of net income, financial position, and cash flows. Proprietary fund equity is segregated into (1) net investment in capital assets; (2) restricted net position, and (3) unrestricted net position. Proprietary funds distinguish operating revenues and expenses from the non-operating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. All revenues and expenses not meeting this definition are reported as non-operating revenues and expenses.

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

Enterprise Funds

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

Internal Service Funds

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

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

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

Deposits and Investments

The City maintains a cash and investment pool that is available for use by all funds. Interest earnings are recorded in the General Fund unless it is required by regulations or agreements to allocate to certain funds. In fiscal year 2021, the funds receiving allocation of interest earnings were the Grants Fund, Epic 2 CIP Fund, and the Police Seizure Funds. For purposes of the statements of cash flows, the City considers cash on hand, demand deposits, and investments with original maturities of three months or less to be cash equivalents.

City Of Grand Prairie, Texas

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Receivables and Payables

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

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

Inventories and Prepaid Items

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

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

Capital Assets and Depreciation

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

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

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

Deferred Outflows/Inflows of Resources

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

- **Deferred charges on debt refunding** – results from the difference in the carrying value of refunded debt and its reacquisition price. This amount is deferred and amortized over the shorter of the life of the refunded or refunding debt.
- **Pension and OPEB Employer contributions** – contributions made from the measurement date of the plans to the current fiscal year end (January to September). These contributions are deferred and recognized in the subsequent fiscal year.

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- **Pension and OPEB investment experience** – the difference between projected and actual earnings of plan investments. The difference is deferred and recognized as pension plan expense over a closed five-year period as required by GASB No. 68 and 75.
- **Pension and OPEB assumption changes** – the difference resulting from a change in assumptions used to measure the underlying net pension and OPEB liability. These differences are deferred and recognized over the estimated average remaining lives of all members as of the beginning of the measurement period.

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

- **Unavailable revenue** – at the governmental fund level, property tax and ambulance receivables recorded but not expected to be collected within than sixty days after fiscal year end are deferred and recognized as an inflow of resources (revenue) in the period that the amounts become available.
- **Pension and OPEB actuarial experience** – the difference between the expected and actual experience in the actuarial measurement of the total pension and OPEB liability not recognized in the current year. This amount is deferred and amortized over a period of years determined by the plan actuary. The amortization period is based on the estimated average remaining service lives of employees that are provided with a pension or OPEB through the plans (active and inactive employees) for the City determined at the beginning of the measurement date.
- **OPEB assumption changes** – the difference resulting from a change in assumptions used to measure the underlying net pension and OPEB liability. These differences are deferred and recognized over the estimated average remaining lives of all members as of the beginning of the measurement period.
- **Pension investment experience** – the difference between projected and actual earnings of plan investments. The difference is deferred and recognized as pension plan expense over a closed five-year period as required by GASB No. 68.

Compensated Absences

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

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

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Pensions

For purposes of measuring net pension liability, deferred outflows and inflows of resources related to pensions and pension expense, information about the Fiduciary Net Position of 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 benefit terms. Investments are reported at fair value. Complete details of the plan are listed in Note J.

Postemployment Benefits

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

Long-Term Debt

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

Nature and Purpose of Classifications of Fund Equity

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

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

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

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

Nonspendable fund balances represent inventories and prepaid items.

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

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Minimum Fund Balance Policy

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

Net Position

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

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

F. Budgetary Control

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

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

Note 2. Detailed Notes

A. Deposits and Investments

Cash and Cash Equivalents

At September 30, 2021, the City reported cash and cash equivalents in the Statement of Net Position as follows:

	<u>Unrestricted</u>	<u>Restricted</u>	<u>Total</u>
Cash	\$ 3,559,999	\$ 2,958,022	\$ 6,518,021
Pooled investments	105,816,465	12,105,518	117,921,983
Total cash and cash equivalents	\$ 109,376,464	\$ 15,063,540	\$ 124,440,004

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

<u>Financial Institution</u>	<u>Book Balance</u>	<u>Bank Balance</u>
Wells Fargo and BNY Mellon	\$ 6,490,665	\$ 10,021,979
Petty Cash	27,356	-
Total cash	\$ 6,518,021	\$ 10,021,979

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Chapter 2257 Collateral for Public Funds of the Government Code requires that all deposits in financial institutions be fully collateralized by U.S. Government obligations or its agencies and instrumentalities or direct obligations of Texas or its agencies and instrumentalities that have a market value of not less than the principal amount of the deposits. The above book balance includes monies held in escrow, pushing the book balance above the collateral value. Per Wells Fargo Bank, N.A. and BNY Mellon's contractual obligation to the City, the collateral value held in the City's name at September 30, 2021 was \$9,620,797.

Grand Prairie Sports Facilities Development

At September 30, 2021, the carrying amount of the Sports Corporation's deposits included in cash and cash equivalents was \$109,090 while the bank balance of the Sports Corporation's deposits was \$110,460. The bank balance was entirely covered by collateral held by the Sports Corporation's agent in the Sports Corporation's name.

Grand Prairie Housing Finance Corporation

The bank balance of HFC at December 31, 2020, including restricted cash, totaled \$2,105,861 all of which was covered by FDIC insurance and collateral held by the depository institution in HFC's name. HFC's unrestricted cash and cash equivalents had a balance of \$653,769. Restricted cash of \$98,282 (tenant security deposits) represents cash held on deposit by HFC for insurance proceeds received for damages to federally funded assets. The liability is recorded until final disposition of the proceeds is requested by HUD. Other assets include reserves of \$142,857 and bonds held by a trustee of \$1,210,092 as a debt service reserve.

Grand Prairie Local Government Corporation

At September 30, 2021, the carrying amount and bank balance of the Local Government Corporation's deposits included in cash and cash equivalents was \$75,752. The bank balance was entirely covered by Federal Deposit Insurance Corporation (FDIC) Insurance through its financial institution.

Investments

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

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

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

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

	September 30, 2021	Fair Value Measurements Using:			Weighted Average Maturity (Days)	Credit Risk
		Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)		
Cash	\$ 6,518,021	\$ -	\$ -	\$ -		
Investments measured at amortized cost:						
Investment Pools:						
TexPool	80,230,288	-	-	-	1	AAAm
Investments measured at net asset value (NAV):						
Investment Pools:						
TexStar	37,691,695	-	-	-	1	AAAm
Investments by fair value level:						
U.S. government agency securities:						
US Treasuries	91,487,917	-	91,487,917	-	604	AAA
Municipal bonds	36,701,519	-	36,701,519	-	334	AAA
FAMCA	76,116,433	-	76,116,433	-	485	Not Rated
FFCB	52,067,938	-	52,067,938	-	391	AAA
FHLB	3,856,093	-	3,856,093	-	477	AAA
FHLMC	29,885,821	-	29,885,821	-	105	AAA
FNMA	58,486,298	-	58,486,298	-	405	AAA
Total	\$ 473,042,023	\$ -	\$ 348,602,019	\$ -		

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

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

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

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

City Of Grand Prairie, Texas

Notes to the Basic Financial Statements

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Investment Policy

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

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

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

The investment policies require that repurchase agreements be made pursuant to a master agreement, the collateral is a U. S. Treasury bill, note or bond; the security is held in safekeeping by the City's custodial agent; and the investment is transacted "delivery vs. payment" so that the City's interest in the underlying security is perfected. The City does not invest in reverse repurchase agreements. No City monies were invested in repurchase agreements at September 30, 2021.

Investment Risk

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

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

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

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Grand Prairie Sports Facilities Development

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

	September 30, 2021	Fair Value Measurements Using			Weighted Average Maturity (Days)	Credit Risk
		Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)		
Cash	\$ 108,853	\$ -	\$ -	\$ -		
Investments measured at amortized cost:						
Investment Pools:						
TexPool	9,019,554	-	-	-	1	AAAm
Investments by fair value level:						
U.S. government agency securities:						
FHLB	2,011,638	-	2,011,638	-	477	AAA
Total	\$ 11,140,045	\$ -	\$ 2,011,638	\$ -		

The Sports Corporation is authorized to invest in obligations of the U. S. or its agencies and instrumentalities, certain repurchase agreements, municipal securities with a rating of at least A, collateralized or insured certificates of deposit, and SEC-registered, no-load money market mutual funds comprised of securities allowed under the Public Funds Investments Act and public funds investment pools. At year-end, all investments of the Sports Corporation were held by the Sports Corporation's agent in the Sports Corporation's name. The fair value of investments owned at September 30, 2021 was \$9,019,554 in the Public Funds Investment Pool (TexPool) and \$2,011,638 in U.S. agency instrumentalities.

City and Grand Prairie Sports Facilities Development Investment Portfolio

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

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

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

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

In addition, the City may invest in callable securities but shall limit the total amount to no more than 50% of the portfolio. The Sports Corporation does not limit callable securities. The City and Sports Corporation did not invest in any securities different from the categories mentioned above during the 2020-2021 fiscal year.

City Of Grand Prairie, Texas
Notes to the Basic Financial Statements
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B. Receivables

At September 30, 2021, receivables, including applicable allowances for uncollectible accounts, consisted of the following:

Governmental Activities	General	Grants	Debt Service	Nonmajor Governmental	Internal Service	Total Governmental
Receivables:						
Property taxes	\$ 2,878,511	\$ -	\$ 1,249,381	\$ -	\$ -	\$ 4,127,892
Sales taxes	7,780,887	-	-	7,769,116	-	15,550,003
Franchise fees	2,371,762	-	-	60,026	-	2,431,788
Other	3,809,030	32,189	4,658	1,813,036	84,060	5,742,973
Total receivables, gross	16,840,190	32,189	1,254,039	9,642,178	84,060	27,852,656
Less:						
Allowance for uncollectibles	(1,406,887)	-	(324,400)	-	-	(1,731,287)
Total receivables, net	\$ 15,433,303	\$ 32,189	\$ 929,639	\$ 9,642,178	\$ 84,060	\$ 26,121,369

Business-Type Activities:	Water Wastewater	Solid Waste	Other Nonmajor	Total Business-Type
Receivables:				
Trade accounts	\$ 11,131,810	\$ 1,810,470	\$ 1,019,679	\$ 13,961,959
Other	-	10,000	-	10,000
Total receivables, gross	11,131,810	1,820,470	1,019,679	13,971,959
Less:				
Allowance for uncollectibles	(5,284,392)	(1,249,617)	(274,390)	(6,808,399)
Total receivables, net	\$ 5,847,418	\$ 570,853	\$ 745,289	\$ 7,163,560

C. Restricted Assets

At September 30, 2021, restricted assets consisted of the following:

	Governmental Activities	Business-Type Activities	Total
Cash and cash equivalents	\$ 12,105,518	\$ 2,958,022	\$ 15,063,540
Investments	143,281,679	64,198,447	207,480,126
	\$ 155,387,197	\$ 67,156,469	\$ 222,543,666

City Of Grand Prairie, Texas
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Assets were restricted for the following purposes:

Purpose	Governmental Activities	Business-Type Activities	Total
Customer deposits	\$ 45,600	\$ 5,942,774	\$ 5,988,374
Debt service	3,792,767	5,607,337	9,400,104
Capital projects	73,903,750	55,606,358	129,510,108
Support services	2,602,224	-	2,602,224
Public safety	7,229,431	-	7,229,431
Recreation and leisure	26,949,596	-	26,949,596
Development services	11,850,024	-	11,850,024
Other specific purposes	29,013,805	-	29,013,805
Total restricted assets	\$ 155,387,197	\$ 67,156,469	\$ 222,543,666

D. Capital Assets

Capital asset activity for the year ended September 30, 2021 was as follows:

Governmental Activities	Balance October 1, 2020	Additions	Transfers/ Disposals/ Reclassification	Balance September 30, 2021
Non-depreciable capital assets:				
Land	\$ 47,157,907	\$ 8,008,645	\$ -	\$ 55,166,552
Construction in progress	180,158,846	45,250,111	(133,532,878)	91,876,079
Total non-depreciable capital assets	227,316,753	53,258,756	(133,532,878)	147,042,631
Depreciable capital assets:				
Buildings	257,020,516	2,803,371	104,634,670	364,458,557
Equipment	130,391,982	4,320,133	(5,402,242)	129,309,873
Infrastructure	644,841,043	5,908,518	13,893,206	664,642,767
Total depreciable capital assets	1,032,253,541	13,032,022	113,125,634	1,158,411,197
Less accumulated depreciation for:				
Buildings	(94,109,832)	(10,713,119)	1,236,598	(103,586,353)
Equipment	(84,377,548)	(10,960,643)	6,400,892	(88,937,299)
Infrastructure	(377,187,046)	(24,890,784)	16,450,338	(385,627,492)
Total accumulated depreciation	(555,674,426)	(46,564,546)	24,087,828	(578,151,144)
Total depreciable capital assets, net	476,579,115	(33,532,524)	137,213,462	580,260,053
Total capital assets, net	\$ 703,895,868	\$ 19,726,232	\$ 3,680,584	\$ 727,302,684

City Of Grand Prairie, Texas
Notes to the Basic Financial Statements
September 30, 2021

Business-Type Activities	Balance October 1, 2020	Additions	Transfers/ Disposals/ Reclassification	Balance September 30, 2021
Non-depreciable capital assets:				
Land	\$ 5,105,222	\$ 18,131	\$ -	\$ 5,123,353
Construction in progress	34,107,743	11,793,989	(11,387,471)	34,514,261
Total non-depreciable capital assets	39,212,965	11,812,120	(11,387,471)	39,637,614
Depreciable capital assets:				
Buildings	19,908,987	-	1,632,969	21,541,956
Equipment	28,107,787	3,147,298	(1,652,190)	29,602,895
Infrastructure	401,681,312	10,603,683	8,709,730	420,994,725
Total depreciable capital assets	449,698,086	13,750,981	8,690,509	472,139,576
Less accumulated depreciation for:				
Buildings	(9,791,166)	(666,443)	-	(10,457,609)
Equipment	(14,053,960)	(2,860,900)	1,557,505	(15,357,355)
Infrastructure	(220,058,838)	(14,903,759)	1,308,208	(233,654,389)
Total accumulated depreciation	(243,903,964)	(18,431,102)	2,865,713	(259,469,353)
Total depreciable capital assets, net	205,794,122	(4,680,121)	11,556,222	212,670,223
Total capital assets, net	\$ 245,007,087	\$ 7,131,999	\$ 168,751	\$ 252,307,837

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

Governmental activities:		Business-type activities:	
Support services	\$ 4,774,651	Water and wastewater	\$ 14,647,399
Public safety services	8,507,229	Solid waste	1,803,759
Recreation and leisure services	9,746,647	Other business-type activities	1,979,944
Development services	23,229,927		
Internal services funds (see note below)	306,092		
Total governmental activities	\$ 46,564,546	Total business-type activities	\$ 18,431,102

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

At September 30, 2021, a summary of changes in capital assets of the Sports Corporation was as follows:

Sports Corporation	Balance October 1, 2020	Additions/ Completions	Transfers/ Disposals/ Reclasses	Balance September 30, 2021
Equipment	\$ 310,078	\$ -	\$ -	\$ 310,078
Less accumulated depreciation	(310,078)	-	-	(310,078)
Total	\$ -	\$ -	\$ -	\$ -

City Of Grand Prairie, Texas
Notes to the Basic Financial Statements
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At September 30, 2021, a summary of changes in capital assets of the Housing Finance Corporation was as follows:

Housing Finance Corporation	Balance January 1, 2020	Additions/ Completions	Transfers/ Disposals/ Reclasses	Balance December 31, 2020
Non-depreciable capital assets:				
Land	\$ 1,612,851	\$ -	\$ -	\$ 1,612,851
Total non-depreciable capital assets	1,612,851	-	-	1,612,851
Depreciable capital assets:				
Buildings	21,086,364	443,569	497,167	22,027,100
Less accumulated depreciation	(10,286,691)	(1,021,146)	(497,167)	(11,805,004)
Total depreciable capital assets, net	10,799,673	(577,577)	-	10,222,096
Housing Finance Corporation assets, net	<u>\$ 12,412,524</u>	<u>\$ (577,577)</u>	<u>\$ -</u>	<u>\$ 11,834,947</u>

At September 30, 2021, a summary of changes in capital assets of the Local Government Corporation was as follows:

Local Government Corporation	Balance October 1, 2020	Additions/ Completions	Transfers/ Disposals/ Reclasses	Balance September 30, 2021
Non-depreciable capital assets:				
Land	\$ -	\$ 4,885,331	\$ -	\$ 4,885,331
Construction in progress	-	50,000	-	50,000
Total non-depreciable capital assets	-	4,935,331	-	4,935,331
Local Government Corporation assets, total	<u>\$ -</u>	<u>\$ 4,935,331</u>	<u>\$ -</u>	<u>\$ 4,935,331</u>

E. Interfund Transactions

Interfund Receivables and Payables

Advances between funds are accounted for in the appropriate interfund receivable and payable accounts, and are reported as "due to/from other funds. A summary of interfund receivables and payables balances at September 30, 2021, is as follows:

Receivable Fund	Payable Fund		
	General Fund	Nonmajor Governmental Funds	Total
Grants Fund	\$ 28,000,000	\$ -	\$ 28,000,000
Nonmajor Governmental Funds	112,000,000	1,371,317	113,371,317
Water & Wastewater Fund	7,000,000	-	7,000,000
	<u>\$ 147,000,000</u>	<u>\$ 1,371,317</u>	<u>148,371,317</u>

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

City Of Grand Prairie, Texas

Notes to the Basic Financial Statements

September 30, 2021

Cost Reimbursements

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

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

For the year ended September 30, 2021, cost reimbursements were as follows:

Fund	Amount
Water and wastewater funds	\$ 4,577,846
Solid waste funds	560,806
Storm water funds	106,582
Airport fund	79,538
Other nonmajor governmental funds	248,760
Total to general fund	\$ 5,573,532

Franchise Fees

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

For the year ended September 30, 2021, franchise fees paid to the General Fund were as follows:

Fund	Amount
Water and wastewater funds	\$ 3,408,287
Solid waste funds	428,818
Storm water funds	344,068
Total	\$ 4,181,173

Interfund Transfers

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

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

At September 30, 2021, transfers between the City's governmental activities and the City's business-type activities consisted of the following:

Transfers Out	Transfers In					
	General Fund	Section 8 Fund	Streets CIP Fund	Grants Fund	Debt Service Fund	Epic 2 CIP Fund
General Fund	\$ -	\$ -	\$ -	\$ 10,393,527	\$ -	\$ -
Streets CIP Fund	-	-	-	5,470,542	-	-
Grants Fund	-	-	-	-	-	-
Debt Service Fund	-	-	-	-	-	-
Epic 2 CIP Fund	-	-	-	-	-	-
Nonmajor Governmental Funds	-	-	-	11,730	950,000	-
Internal Service Funds	-	-	-	-	-	-
Water & Wastewater Fund	-	-	-	497,500	-	-
Solid Waste Fund	-	-	-	-	-	-
Nonmajor Enterprise Funds	-	-	-	-	-	-
Total	\$ -	\$ -	\$ -	\$ 16,373,299	\$ 950,000	\$ -

Transfers out	Transfers In					
	Nonmajor Governmental Funds	Water Wastewater Fund	Solid Waste Fund	Other Nonmajor Enterprise Funds	Internal Service Fund	Total
General Fund	\$ 16,557,229	\$ 6,200,000	\$ -	\$ -	\$ -	\$ 33,150,756
Streets CIP Fund	-	-	-	-	-	5,470,542
Grants Fund	309,427	-	-	-	-	309,427
Debt Service Fund	-	-	-	187,955	-	187,955
Epic 2 CIP Fund	37,693,951	-	-	-	-	37,693,951
Nonmajor Governmental Funds	9,942,535	16,000	-	350,000	-	11,270,265
Internal Service Funds	261,040	-	-	-	-	261,040
Water & Wastewater Fund	1,413,985	-	-	-	-	1,911,485
Solid Waste Fund	297,121	-	-	-	60,963	358,084
Nonmajor Enterprise Funds	6,373,724	-	-	-	-	6,373,724
Total	\$ 72,849,012	\$ 6,216,000	\$ -	\$ 537,955	\$ 60,963	\$ 96,987,229

Significant transfers from Governmental Activities to Business-Type Activities:

- \$6,200,000 from the General Fund to the Water and Wastewater Fund for pooled cash coverage
- \$16,000 from the Public Improvement District (PID) fund to the Water and Wastewater Fund for PID funding.
- \$350,000 from the Parks Venue fund to the Golf fund for golf course operations.

City Of Grand Prairie, Texas
 Notes to the Basic Financial Statements
 September 30, 2021

Significant transfers from Business-Type Activities to Governmental Activities:

- \$6,325,724 from the Storm Water Utility fund to the Drainage fund for capital project funding.
- \$48,000 from the Airport fund to the Capital Lending Reserve fund for repayment of interfund loan.
- \$150,000 from the Water and Wastewater Fund to the Other CIP fund for IT acquisitions.
- \$1,263,985 from the Water and Wastewater Fund to the Street Maintenance Fund for payments in lieu of property taxes
- \$497,500 from the Water and Wastewater Fund to the Grants Fund for project funding
- \$200,000 from the Solid Waste Fund to the Municipal Facilities Fund for capital project funding
- \$450,000 from the Solid Waste Fund to the Other CIP fund for capital project funding.
- \$60,963 from the Solid Waste Fund to the Fleet Services Internal Service Fund for capital assets.
- \$97,121 from the Solid Waste Fund to the Street Maintenance Fund for payments in lieu of property taxes

Other significant transfers made between governmental funds included the following:

- \$6,560,077 from the General to the Park Venue for fiscal operations
- \$5,470,542 from the Streets CIP Fund to the Grants Fund for capital project funding.
- \$37,693,951 from EPIC 2 CIP Fund to the TIF #1 EPIC CIP Fund to create the new fund for EPIC capital projects.
- \$6,700,000 from the General to the Capital Lending Reserve for future capital needs and improvement.
- \$2,940,000 from the General to the IT & Equipment Acquisition funds (annual appropriation)
- \$10,393,527 from the General to the Grants to fund matching requirements related to operating grants
- \$1,500,000 from the Park Venue to the Park Capital Fund for improvements to infrastructure and equipment at city wide parks

F. Deferred Outflows/Inflows of Resources

Deferred Inflows of Resources - Unavailable Revenue

The governmental funds report unavailable revenues from the following sources:

	General Fund	Debt Service Fund	Total
Property taxes	\$ 1,905,045	\$ 928,844	\$ 2,833,889
Ambulance	138,616	-	138,616
Total	\$ 2,043,661	\$ 928,844	\$ 2,972,505

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

City Of Grand Prairie, Texas
Notes to the Basic Financial Statements
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G. Unearned Revenue

Unearned revenue is a liability for resources obtained prior to revenue recognition. Below is a summary of the City's unearned revenue as of September 30, 2021.

	Governmental Activities	Business-Type Activities	Total
Prepaid pipeline lease	\$ 804,981	\$ 113,614	\$ 918,595
Prepaid arrangements - Cemetery Fund	2,029,867	-	2,029,867
Unspent grant funds - Texas Water Development Board	-	905,606	905,606
Prepaid rental deposits - Parks	286,218	-	286,218
Park Venue Fund deposits on events to be held	7,519	-	7,519
Event Revenue	39,762	-	39,762
Unspent grant funding	18,354,828	-	18,354,828
Total unearned revenue	\$ 21,523,175	\$ 1,019,220	\$ 22,542,395

H. Long-Term Obligations

Compensated Absences and Postemployment Benefits

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

Long-Term Debt

Governmental Activities

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

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

City Of Grand Prairie, Texas
Notes to the Basic Financial Statements
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Below is a summary of the changes in noncurrent liabilities of the City's primary government and component units:

	Balance October 1, 2020	Borrowings or Increase	Payments or Decrease	Balance September 30, 2021	Due Within One Year
Primary government:					
Governmental activities:					
General obligation bonds	\$ 59,055,000	\$ 66,945,000	\$ (8,825,000)	\$ 117,175,000	\$ 8,590,000
Combination tax and revenue certificates of obligation	219,305,000	40,150,000	(13,490,000)	245,965,000	16,195,000
Tax increment and public improvement district bonds	11,725,000	-	(2,675,000)	9,050,000	2,160,000
Sales tax revenue bonds - Epic	70,520,000	-	(2,285,000)	68,235,000	2,375,000
Sales tax revenue bonds - Crime Control	10,795,000	-	(5,550,000)	5,245,000	5,245,000
Sales tax revenue bonds - Park Venue	18,535,000	-	(2,050,000)	16,485,000	2,120,000
Issuance premiums/discounts, net	26,089,620	3,272,425	(2,158,415)	27,203,630	-
Total long-term debt	416,024,620	110,367,425	(37,033,415)	489,358,630	36,685,000
Compensated absences	21,064,457	11,073,987	(11,051,407)	21,087,037	9,679,444
Other post-employment benefits liability	60,687,581	6,172,017	(2,600,805)	64,258,793	-
Net pension liability	59,113,940	51,564,901	(61,452,177)	49,226,664	-
Environmental remediation liability	20,900	6,450	-	27,350	27,350
Other liabilities	1,139,367	3,108,638	(160,776)	4,087,229	678,882
Total governmental activities	558,050,865	182,293,418	(112,298,580)	628,045,703	47,070,676
Business-type activities:					
Certificates of obligation	725,000	-	(170,000)	555,000	175,000
Water and wastewater revenue bonds	47,155,800	-	(5,120,000)	42,035,800	5,295,000
Issuance premiums/discounts, net	3,367,678	-	(271,733)	3,095,945	-
Total long-term debt	51,248,478	-	(5,561,733)	45,686,745	5,470,000
Compensated absences	469,411	915,072	(760,739)	623,744	494,545
Other post-employment benefits liability	6,275,983	708,715	(298,865)	6,685,833	-
Net pension liability	4,470,085	5,921,053	(4,741,641)	5,649,497	-
Closure and post closure liability	8,648,946	533,456	(99,384)	9,083,018	-
Total business-type activities	71,112,903	8,078,296	(11,462,362)	67,728,837	5,964,545
Total primary government	\$ 629,163,768	\$ 190,371,714	\$ (123,760,942)	\$ 695,774,540	\$ 53,035,221
Component unit activities:					
Housing Finance Corporation:					
Paycheck Protection Program- Note Payable	\$ -	\$ 119,096	\$ -	\$ 119,096	\$ -
Line of credit	3,521,670	-	(63,148)	3,458,522	65,885
Revenue bonds	6,905,000	-	(265,000)	6,640,000	295,000
Subordinate revenue bonds	4,550,000	41,760	-	4,591,760	-
Total Housing Finance Corporation	14,976,670	160,856	(328,148)	14,809,378	360,885
Local Government Corporation					
Environmental remediation liability	-	239,369	-	239,369	239,369
Total Local Government Corporation	-	239,369	-	239,369	239,369
Total component units	\$ 14,976,670	\$ 400,225	\$ (328,148)	\$ 15,048,747	\$ 600,254

City Of Grand Prairie, Texas
Notes to the Basic Financial Statements
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At September 30, 2021, long-term debt for the City's governmental activities consisted of the following:

	Interest Rate %	Year of Issue	Year of Maturity	Original Amount	Amount Outstanding
General obligation bonds:					
Series 2012	1.0-2.0	2012	2026	27,400,000	3,475,000
Series 2013	1.5-3.25	2013	2033	10,975,000	3,000,000
Series 2013A	3.0-4.125	2014	2034	2,220,000	1,615,000
Series 2015	1.75-5.0	2016	2027	10,270,000	6,015,000
Series 2016	3.0-5.0	2016	2030	33,810,000	20,440,000
Series 2019	5.00	2020	2031	19,475,000	15,685,000
Series 2021	0.969-4.0	2021	2041	66,945,000	66,945,000
Total general obligation bonds					117,175,000
Combination tax and revenue certificates of obligation					
Series 2013	2.0-3.25	2013	2033	8,830,000	5,915,000
Series 2013A	2.0-4.125	2014	2034	11,945,000	8,780,000
Series 2014	3.0-5.0	2015	2034	26,125,000	14,815,000
Series 2015	2.0-5.0	2016	2035	27,380,000	21,100,000
Series 2016	2.0-4.0	2016	2036	33,705,000	26,265,000
Series 2017	2.25-5.0	2017	2037	36,515,000	26,415,000
Series 2018	2.0-4.0	2018	2039	40,605,000	36,925,000
Series 2019A	2.0-5.0	2019	2039	34,910,000	31,295,000
Series 2019B	1.5-3.0	2019	2034	34,305,000	34,305,000
Series 2021	2.0-4.5	2021	2041	23,215,000	23,215,000
Series 2021A	0.969-4.0	2021	2036	16,935,000	16,935,000
Total combination tax and revenue certificates of obligation					245,965,000
Tax increment and public improvement district debt					
Series 2001 TIRZ 1	3-month SOFR +.31%	2000	2022	17,900,000	1,635,000
Series 2015 PID 5	2.0-5.0	2016	2035	640,000	310,000
Series 2016 TIRZ 1	3.0-5.0	2016	2030	3,135,000	-
Series 2019 TIRZ 1	1.5-2.5	2019	2026	7,105,000	7,105,000
Total tax increment and public improvement district debt					9,050,000
Sales tax revenue debt					
Series 2008 Crime Control	6mo SOFR*62.075+1.07	2008	2022	54,800,000	5,245,000
Total Crime Control					5,245,000
Series 2009 Park Venue subordinate	3.77	2009	2027	13,390,000	6,245,000
Series 2013 Park Venue	2.0-4.0	2013	2027	11,060,000	4,570,000
Series 2016 Park Venue	2.0-4.0	2016	2036	6,730,000	5,670,000
Total Park Venue					16,485,000
Sales tax revenue debt					
Series 2015 EPIC	3.721-5.032	2015	2040	74,825,000	68,235,000
Total EPIC					68,235,000
Total general obligation debt					462,155,000
Unamortized bond premiums/discounts					27,203,630
Total long-term debt - governmental activities					\$ 489,358,630

City Of Grand Prairie, Texas
Notes to the Basic Financial Statements
September 30, 2021

At September 30, 2021, changes in long-term debt for the City's governmental activities were as follows:

	Balance October 1, 2020	Borrowings or Increase	Payments or Decrease	Balance September 30, 2021	Due Within One Year
General obligation bonds:					
Series 2012	\$ 4,120,000	\$ -	\$ (645,000)	\$ 3,475,000	\$ 660,000
Series 2013	3,310,000	-	(310,000)	3,000,000	315,000
Series 2013A	1,710,000	-	(95,000)	1,615,000	100,000
Series 2015	7,065,000	-	(1,050,000)	6,015,000	1,095,000
Series 2016	23,375,000	-	(2,935,000)	20,440,000	2,415,000
Series 2019	19,475,000	-	(3,790,000)	15,685,000	4,005,000
Series 2021	-	66,945,000	-	66,945,000	-
Total general obligation bonds	59,055,000	66,945,000	(8,825,000)	117,175,000	8,590,000
Combination tax and revenue certificates of obligation					
Series 2013	6,320,000	-	(405,000)	5,915,000	420,000
Series 2013A	9,280,000	-	(500,000)	8,780,000	525,000
Series 2014	16,940,000	-	(2,125,000)	14,815,000	2,230,000
Series 2015	22,445,000	-	(1,345,000)	21,100,000	1,405,000
Series 2016	28,180,000	-	(1,915,000)	26,265,000	1,325,000
Series 2017	29,915,000	-	(3,500,000)	26,415,000	3,625,000
Series 2018	38,810,000	-	(1,885,000)	36,925,000	2,090,000
Series 2019A	33,110,000	-	(1,815,000)	31,295,000	1,905,000
Series 2019B	34,305,000	-	-	34,305,000	2,220,000
Series 2021	-	23,215,000	-	23,215,000	450,000
Series 2021A	-	16,935,000	-	16,935,000	-
Total combination tax and revenue certificates of obligation	219,305,000	40,150,000	(13,490,000)	245,965,000	16,195,000
Tax increment and public improvement district debt					
Series 2001 TIRZ 1	3,160,000	-	(1,525,000)	1,635,000	1,635,000
Series 2015 PID 5	380,000	-	(70,000)	310,000	75,000
Series 2016 - TIRZ 1	1,080,000	-	(1,080,000)	-	-
Series 2019 - TIRZ 1	7,105,000	-	-	7,105,000	450,000
Total tax increment and public improvement district debt	11,725,000	-	(2,675,000)	9,050,000	2,160,000
Sales tax revenue debt:					
Crime Control					
Series 2008	10,795,000	-	(5,550,000)	5,245,000	5,245,000
Total Crime Control	10,795,000	-	(5,550,000)	5,245,000	5,245,000
Park Venue					
Series 2009 subordinate	6,740,000	-	(495,000)	6,245,000	1,130,000
Series 2013	5,860,000	-	(1,290,000)	4,570,000	730,000
Series 2016 Park Venue	5,935,000	-	(265,000)	5,670,000	260,000
Total Park Venue	18,535,000	-	(2,050,000)	16,485,000	2,120,000
EPIC					
Series 2015 EPIC	70,520,000	-	(2,285,000)	68,235,000	2,375,000
Total EPIC	70,520,000	-	(2,285,000)	68,235,000	2,375,000
Total change in long term debt	389,935,000	107,095,000	(34,875,000)	462,155,000	36,685,000
Unamortized bond premiums/discounts	26,089,620	3,272,425	(2,158,415)	27,203,630	-
Total change in long-term debt - governmental activities	\$ 416,024,620	\$ 110,367,425	\$ (37,033,415)	\$ 489,358,630	\$ 36,685,000

City Of Grand Prairie, Texas

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In February 2021, the City issued \$23,215,000 in Combination Tax and Revenue Certificates of Obligation, Series 2021. The Certificates were issued for the purpose of paying contractual obligations to be (i) acquiring, constructing, improving and equipping fire-fighting facilities and library facilities, (ii) constructing, improving and equipping existing municipal facilities, (iii) constructing street improvements, including drainage, landscaping, curbs, gutters, sidewalks, entryways, pedestrian pathways, signage, traffic signalization and street noise abatement incidental thereto and the acquisition of land and rights-of-way therefor and (iv) professional services rendered in connection therewith.

In June 2021, the City issued \$66,945,000 in General Obligation Bonds, Series 2021. The bonds were issued for the purpose of paying contractual obligations to be incurred for constructing street improvements, including drainage, landscaping, curbs, gutters, sidewalks, entryways, pedestrian pathways, signage, traffic signalization and street noise abatement incidental thereto, and for the acquisition of land and rights-of-way therefor within the reinvestment zone of the City known as the Tax Increment Financing Reinvestment Zone Number One (TIF #1).

Also in June 2021, the City issued \$16,935,000 in Combination Tax and Revenue Certificates of Obligation, Series 2021A. The Certificates were issued for the same purpose as the Series 2021 General Obligation Bonds, described above.

Outstanding Bond Debt Defeasement

At September 30, 2021, certain outstanding debt of the city was considered to be defeased. The following table details such outstanding defeased debt:

<u>Type of Obligation</u>	<u>Defeased Debt Outstanding</u>
General obligation refunding bonds	<u>\$ 55,000</u>
Total debt defeasement	<u>\$ 55,000</u>

City Of Grand Prairie, Texas
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At September 30, 2021, the aggregate debt service payments for long-term debt through the final year of maturity for the City's governmental activities were as follows:

Fiscal Year	General Obligation Bonds			Certificates of Obligation Bonds		
	Principal	Interest	Total	Principal	Interest	Total
2022	\$ 8,590,000	\$ 3,693,658	\$ 12,283,658	\$ 16,195,000	\$ 8,487,692	\$ 24,682,692
2023	7,410,000	3,195,163	10,605,163	16,410,000	7,828,659	24,238,659
2024	10,200,000	2,842,488	13,042,488	18,205,000	7,200,217	25,405,217
2025	9,400,000	2,443,182	11,843,182	13,090,000	6,619,402	19,709,402
2026	9,175,000	2,091,392	11,266,392	13,180,000	6,136,729	19,316,729
2027	8,720,000	1,789,618	10,509,618	13,560,000	5,660,296	19,220,296
2028	6,380,000	1,540,522	7,920,522	14,060,000	5,159,005	19,219,005
2029	6,385,000	1,345,099	7,730,099	14,580,000	4,638,715	19,218,715
2030	5,045,000	1,182,643	6,227,643	15,115,000	4,099,406	19,214,406
2031	4,790,000	1,058,325	5,848,325	15,650,000	3,566,674	19,216,674
2032	3,990,000	955,197	4,945,197	16,170,000	3,046,046	19,216,046
2033	4,075,000	868,432	4,943,432	16,720,000	2,495,019	19,215,019
2034	3,925,000	779,824	4,704,824	16,725,000	1,907,942	18,632,942
2035	3,855,000	692,578	4,547,578	12,385,000	1,384,576	13,769,576
2036	3,940,000	603,744	4,543,744	10,920,000	964,577	11,884,577
2037	4,040,000	505,391	4,545,391	7,460,000	637,450	8,097,450
2038	4,145,000	398,085	4,543,085	6,140,000	394,050	6,534,050
2039	4,255,000	287,961	4,542,961	6,360,000	173,250	6,533,250
2040	4,370,000	174,887	4,544,887	1,505,000	45,750	1,550,750
2041	4,485,000	58,798	4,543,798	1,535,000	15,350	1,550,350
	<u>\$ 117,175,000</u>	<u>\$ 26,506,987</u>	<u>\$ 143,681,987</u>	<u>\$ 245,965,000</u>	<u>\$ 70,460,805</u>	<u>\$ 316,425,805</u>
Fiscal Year	Tax and Tax Increment Bonds (TIFs)			Sales Tax Revenue Bonds-Crime Control		
	Principal	Interest	Total	Principal	Interest	Total
2022	\$ 2,160,000	\$ 282,912	\$ 2,442,912	\$ 5,245,000	\$ 797,677	\$ 6,042,677
2023	540,000	148,333	688,333	-	-	-
2024	555,000	136,834	691,834	-	-	-
2025	565,000	123,450	688,450	-	-	-
2026	5,230,000	58,203	5,288,203	-	-	-
	<u>\$ 9,050,000</u>	<u>\$ 749,732</u>	<u>\$ 9,799,732</u>	<u>\$ 5,245,000</u>	<u>\$ 797,677</u>	<u>\$ 6,042,677</u>

City Of Grand Prairie, Texas
Notes to the Basic Financial Statements
September 30, 2021

Fiscal Year	Sales Tax Revenue Bonds-Park Venue			Sales Tax Revenue Bonds-EPIC		
	Principal	Interest	Total	Principal	Interest	Total
2022	\$ 2,120,000	\$ 448,418	\$ 2,568,418	\$ 2,375,000	\$ 3,084,162	\$ 5,459,162
2023	2,190,000	401,203	2,591,203	2,475,000	2,987,162	5,462,162
2024	2,270,000	341,118	2,611,118	2,575,000	2,886,162	5,461,162
2025	2,360,000	275,203	2,635,203	2,680,000	2,781,062	5,461,062
2026	2,450,000	213,493	2,663,493	2,785,000	2,675,647	5,460,647
2027	1,170,000	166,038	1,336,038	2,895,000	2,567,509	5,462,509
2028	370,000	142,438	512,438	3,010,000	2,449,919	5,459,919
2029	385,000	127,338	512,338	3,140,000	2,323,165	5,463,165
2030	400,000	111,638	511,638	3,275,000	2,187,743	5,462,743
2031	420,000	95,238	515,238	3,425,000	2,035,914	5,460,914
2032	435,000	78,138	513,138	3,590,000	1,868,185	5,458,185
2033	455,000	60,338	515,338	3,770,000	1,692,208	5,462,208
2034	470,000	43,600	513,600	3,955,000	1,507,503	5,462,503
2035	485,000	28,081	513,081	4,145,000	1,313,832	5,458,832
2036	505,000	10,100	515,100	4,355,000	1,105,153	5,460,153
2037	-	-	-	4,580,000	880,348	5,460,348
2038	-	-	-	4,815,000	643,970	5,458,970
2039	-	-	-	5,065,000	395,389	5,460,389
2040	-	-	-	5,325,000	133,977	5,458,977
	<u>\$ 16,485,000</u>	<u>\$ 2,542,382</u>	<u>\$ 19,027,382</u>	<u>\$ 68,235,000</u>	<u>\$ 35,519,010</u>	<u>\$ 103,754,010</u>

Fiscal Year	Total		
	Principal	Interest	Total
2022	\$ 36,685,000	\$ 16,794,519	\$ 53,479,519
2023	29,025,000	14,560,520	43,585,520
2024	33,805,000	13,406,819	47,211,819
2025	28,095,000	12,242,299	40,337,299
2026	32,820,000	11,175,464	43,995,464
2027	26,345,000	10,183,461	36,528,461
2028	23,820,000	9,291,884	33,111,884
2029	24,490,000	8,434,317	32,924,317
2030	23,835,000	7,581,430	31,416,430
2031	24,285,000	6,756,151	31,041,151
2032	24,185,000	5,947,566	30,132,566
2033	25,020,000	5,115,997	30,135,997
2034	25,075,000	4,238,869	29,313,869
2035	20,870,000	3,419,067	24,289,067
2036	19,720,000	2,683,574	22,403,574
2037	16,080,000	2,023,189	18,103,189
2038	15,100,000	1,436,105	16,536,105
2039	15,680,000	856,600	16,536,600
2040	11,200,000	354,614	11,554,614
2041	6,020,000	74,148	6,094,148
	<u>\$ 462,155,000</u>	<u>\$ 136,576,593</u>	<u>\$ 598,731,593</u>

City Of Grand Prairie, Texas

Notes to the Basic Financial Statements

September 30, 2021

Business-Type Activities

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

At September 30, 2021, long-term debt for the City's business-type activities consisted of the following:

	Interest Rate %	Year of Issue	Year of Maturity	Original Amount	Amount Outstanding
Water and wastewater:					
Revenue bonds					
Series 2010	0.0-2.587	2010	2030	\$ 4,995,000	\$ 2,620,000
Series 2011	2.0-4.25	2011	2031	8,940,000	770,000
Series 2013	2.0-4.0	2013	2026	14,045,000	6,210,000
Series 2014	0.0-1.990	2014	2030	4,000,000	2,320,000
Series 2015	2.25-4.0	2015	2027	4,155,000	2,700,000
Series 2016	2.0-5.0	2016	2036	17,625,000	14,070,000
Series 2017	0.0-0.8	2017	2030	5,110,000	3,550,000
Series 2017A	2.0-4.0	2017	2036	2,755,000	2,650,000
Series 2019	0.0-0.49	2019	2039	3,730,800	3,410,800
Series 2020	5	2020	2031	4,290,000	3,735,000
Total bonds payable - water wastewater					42,035,800
Unamortized bond premiums/discounts					3,095,945
Total long-term debt - water wastewater					45,131,745
Municipal airport:					
Certificates of obligation bonds					
Series 2004A	2.25-5.0	2004	2024	2,120,000	555,000
Total long-term debt - business-type activities					\$ 45,686,745

City Of Grand Prairie, Texas
Notes to the Basic Financial Statements
September 30, 2021

At September 30, 2021, changes in long-term debt for the City's business-type activities were as follows:

	Balance October 1, 2020	Borrowings or Increase	Payments or Decrease	Balance September 30, 2021	Due Within One Year
Water and wastewater:					
Revenue bonds					
Series 2010	\$ 2,870,000	\$ -	\$ (250,000)	\$ 2,620,000	\$ 255,000
Series 2011	1,380,000	-	(610,000)	770,000	640,000
Series 2013	7,570,000	-	(1,360,000)	6,210,000	1,400,000
Series 2014	2,560,000	-	(240,000)	2,320,000	245,000
Series 2015	3,090,000	-	(390,000)	2,700,000	405,000
Series 2016	15,180,000	-	(1,110,000)	14,070,000	1,140,000
Series 2017	3,940,000	-	(390,000)	3,550,000	390,000
Series 2017A	2,705,000	-	(55,000)	2,650,000	50,000
Series 2019	3,570,800	-	(160,000)	3,410,800	160,000
Series 2020	4,290,000	-	(555,000)	3,735,000	610,000
Total revenue bonds	47,155,800	-	(5,120,000)	42,035,800	5,295,000
Bond premiums/discounts	3,367,678	-	(271,733)	3,095,945	-
Total water and wastewater	50,523,478	-	(5,391,733)	45,131,745	5,295,000
Municipal airport:					
Certificate of obligation					
Series 2004A	725,000	-	(170,000)	555,000	175,000
Total municipal airport	725,000	-	(170,000)	555,000	175,000
Total change in long-term debt - business-type activities	\$ 51,248,478	\$ -	\$ (5,561,733)	\$ 45,686,745	\$ 5,470,000

City Of Grand Prairie, Texas
Notes to the Basic Financial Statements
September 30, 2021

At September 30, 2021, the aggregate debt service payments for long-term debt through the final year of maturity for the City's water and wastewater system were as follows:

Fiscal Year	Water and Wastewater System Revenue Bonds		
	Principal	Interest	Total
2022	\$ 5,295,000	\$ 1,214,044	\$ 6,509,044
2023	5,445,000	1,061,202	6,506,202
2024	5,620,000	882,439	6,502,439
2025	5,140,000	703,150	5,843,150
2026	4,145,000	545,598	4,690,598
2027	3,900,000	409,031	4,309,031
2028	2,315,000	313,748	2,628,748
2029	2,380,000	247,088	2,627,088
2030	2,055,000	185,141	2,240,141
2031	1,090,000	137,278	1,227,278
2032	850,000	103,280	953,280
2033	880,000	74,736	954,736
2034	610,000	50,912	660,912
2035	630,000	32,016	662,016
2036	650,000	12,256	662,256
2037	160,000	1,832	161,832
2038	160,000	1,144	161,144
2039	710,800	392	711,192
Total	\$ 42,035,800	\$ 5,975,287	\$ 48,011,087

At September 30, 2021, long-term debt is being repaid solely from airport revenues. Aggregate debt service payments for long-term debt through the final year of maturity for the City's municipal airport were as follows:

Fiscal Year	Certificates of Obligation		
	Principal	Interest	Total
2022	\$ 175,000	\$ 23,375	\$ 198,375
2023	185,000	14,375	199,375
2024	195,000	4,875	199,875
Total	\$ 555,000	\$ 42,625	\$ 597,625

City Of Grand Prairie, Texas
 Notes to the Basic Financial Statements
 September 30, 2021

Water and Wastewater System Debt Service Coverage

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

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

At September 30, 2021, compliance with these covenants can be demonstrated as follows:

System revenue ⁽¹⁾	\$ 87,351,497	
Operating expenses:		
Water purchased	16,749,528	
Sewage disposal contract	20,841,214	
Other operating expenses	<u>28,891,390</u>	
Total expenses ⁽²⁾	<u>66,482,132</u>	
Net revenue (available for debt service)	<u><u>\$ 20,869,365</u></u>	
Average annual principal and interest requirements, all water and wastewater revenue bonds at September 30, 2021	\$	2,667,283
Coverage of average annual requirements based on September 30, 2021 revenue available for debt service		7.82

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

(2) Excludes depreciation expense.

City Of Grand Prairie, Texas

Notes to the Basic Financial Statements

September 30, 2021

Grand Prairie Housing Finance Corporation

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

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

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

A summary of long-term debt activity during the year ended December 31, 2021 was as follows:

	Beginning Balance	Additions	Deletions	Ending Balance	Due Within One Year
PPP Note payable	\$ -	\$ 119,096	\$ -	\$ 119,096	\$ -
Note payable	2,054,379	-	(63,148)	1,991,231	65,885
Revenue bonds	6,905,000	-	(265,000)	6,640,000	295,000
Subordinate bonds	4,550,000	-	-	4,550,000	-
Developer loan	1,467,291	41,760	-	1,509,051	-
Total	\$ 14,976,670	\$ 160,856	\$ (328,148)	\$ 14,809,378	\$ 360,885

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

Future maturities of the debt are as follows:

Year Ending December 31,	Note Payable		Revenue Bonds	
	Principal	Interest	Principal	Interest
2021	\$ 65,885	\$ 83,372	\$ 295,000	\$ 508,981
2022	68,740	80,517	315,000	485,731
2023	71,719	77,538	340,000	460,738
2024	74,824	74,429	370,000	434,000
2025-2029	425,682	320,602	2,335,000	1,681,944
2030-2034	526,271	220,013	2,985,000	604,306
2035-2039	650,629	95,655	-	-
2040	107,481	1,889	-	-
Total	\$ 1,991,231	\$ 954,015	\$ 6,640,000	\$ 4,175,700

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

City Of Grand Prairie, Texas

Notes to the Basic Financial Statements

September 30, 2021

Leases

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

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

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

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

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

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

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

Year	Amount
2022	\$ 1,888,689
2023	1,932,612
2024	1,932,612
2025	1,932,612
2026	1,932,612
Thereafter	1,191,777
	<u>10,810,914</u>
Less interest	2,109,274
	<u>8,701,640</u>
Net present value	8,701,640
Less current portion	1,244,624
	<u>7,457,016</u>
Non-current portion	\$ 7,457,016

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

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

City Of Grand Prairie, Texas
 Notes to the Basic Financial Statements
 September 30, 2021

The lease has been accounted for as a capital lease. However, only the base rent payments are determinable and are included in the lease payments receivable at the net present value of future rent payments. The remaining portion of the Facility is recorded as estimated unguaranteed residual value of the lease. Its fair value is estimated to be approximately equal to the differences between the original cost plus capitalized improvements of the Facility, net of what accumulated depreciation would be, and the fixed lease payments receivable. Therefore, this amount is being amortized over the life of the lease (thirty years). Amortization for the year ended September 30, 2021 was \$4,555,909. Additional contingent rentals are recorded as revenue when received.

The capital lease is being amortized using the interest method over the 30-year life of the lease. The Corporation has recorded lease rental and interest for the year ended September 30, 2021 as follows:

Nominal interest on the lease	\$ 1,756,920
Amortization of the lease	<u>(1,244,624)</u>
Net interest	512,296
Contingent rentals received (includes rent for simulcast facility prior to completion of project)	<u>175,138</u>
Total lease rental and interest	<u><u>\$ 687,434</u></u>

Closure and Post Closure Liability

State and federal laws and regulations require the City to place a final cover on its landfill site when it stops accepting waste and to perform certain maintenance and monitoring functions at the site for 30 years after closure. Although closure and post closure care costs will be paid only near or after the date that the landfills stop accepting waste, the City reports a portion of these closure and post closure care costs as an operating expense in each period based on landfill capacity used as of each balance sheet date. The City follows the provisions of GASB Statement No. 18 Accounting for Municipal Solid Waste Landfill Closure and Post closure Care Costs. Accordingly, the City has recorded a closure and post closure care liability of \$9,083,018 in the Solid Waste Fund. The total liability represents the cumulative amount reported to date based on the use of 51.55% of the estimated capacity of the landfill.

The City will recognize the remaining estimated cost of closure and post closure care of \$8,826,451 as the remaining estimated capacity is filled. The City expects to close the landfill in year 2037. Actual cost may be higher or lower due to inflation, changes in technology or changes in regulations.

Environmental Remediation Obligations

The City and the Grand Prairie Local Government Corporation have recorded a liabilities related to environmental remediation in the amount of \$27,350 and \$239,369, respectively, in the Statement of Net Position. The estimates of the liabilities are prepared by the Environmental Professional Group and by the City's Environmental Quality Manager and based on a range of expected outlays, net of expected cost recoveries, if any, for the type and amount of pollution contamination detected. The estimates are reviewed and adjusted periodically for price changes, additional contamination and any other changes detected.

- The City owns the building and is responsible for the asbestos abatement of the Copeland home located at 125 SW Dallas Street.
- The City owns the Service Center and is responsible for the quality of air circulating throughout it and determining whether it poses any health risks to those inside.
- The Grand Prairie Local Government Corporation owns the building and is responsible for the asbestos abatement located at 1000 W Main Street.

City Of Grand Prairie, Texas
Notes to the Basic Financial Statements
September 30, 2021

Environmental remediation liability activity for the primary government in fiscal year 2021 was as follows:

Property Description	Beginning Balance 9/30/2020	Additions	Reductions	Ending Balance 9/30/2021	Current Portion
Copeland Home Asbestos Abatement	\$ 20,900	\$ -	\$ -	\$ 20,900	\$ 20,900
Indoor Air Assessment Service Center	-	6,450	-	6,450	6,450
Total	\$ 20,900	\$ 6,450	\$ -	\$ 27,350	\$ 27,350

Environmental remediation liability activity for the discretely presented component unit, the Grand Prairie Local Government Corporation, in fiscal year 2021 was as follows:

Property Description	Beginning Balance 9/30/2020	Additions	Reductions	Ending Balance 9/30/2021	Current Portion
Bella Vista Asbestos Abatement	\$ -	\$ 239,369	\$ -	\$ 239,369	\$ 239,369
Total	\$ -	\$ 239,369	\$ -	\$ 239,369	\$ 239,369

Other Liabilities

Sales Tax Payback

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

During fiscal year 2021, the Texas Comptroller of Public Accounts notified the City of an error in sales tax payments made to the City. The error was the result of a local business reporting and paying taxes incorrectly to the State Comptroller over several years. The overpayment by the business resulted in an overpayment to the City for \$3,108,638. In 2021, a liability for this amount was recorded by the City and is repaid from future sales tax revenue over a period of six years.

As of September 30, 2021, the total liability equaled \$4,087,229.

I. Risk Management

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

City Of Grand Prairie, Texas

Notes to the Basic Financial Statements

September 30, 2021

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

Coverage	Per Occurrence	Aggregate
General Liability	\$ 1,000,000	\$ 2,000,000
Law Enforcement Liability	3,000,000	6,000,000
Errors and Omissions	3,000,000	6,000,000
Automobile Liability	3,000,000	N/A
Airport Liability	10,000,000	10,000,000

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

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

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

Accordingly, claims are reevaluated annually to consider the effects of inflation, plan benefit designs, recent claim settlement trends, claim expense, and other economic and social factors. The estimate of the claims liability also includes amounts for incremental claim adjustment expenses related to specific claims and other claim adjustment expenses regardless of whether allocated to specific claims. The total accrued liabilities for the Risk Management Fund based on the recent September 30, 2021 actuarial report was \$4,883,052.

The City offers group health coverage to its employees and retirees in plans administered by United Health Care using an escrow account funded by the City with both employee and City contributions. The City allows retired employees under age 65 to continue participating in its group health insurance program after retirement with a portion of premiums paid by the City. The amount of premiums paid by retirees is based on the retirement date, length of service with the City, plan selected and dependents covered at the time of retirement. The City retains risk for up to \$400,000 per member per year, and transfers risk in excess of this amount to a reinsurer. Reported claims are charged to expense in the period the loss is incurred. The total accrued liabilities for health insurance as of September 30, 2021 were \$1,929,066.

City Of Grand Prairie, Texas
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At September 30, 2021, the change in estimates of accrual liabilities for health coverage for the risk management fund:

	Beginning of Fiscal Year Liability	Claims and Changes in Estimates	Claim Payments	End of Fiscal Year Liability
2021	\$ 6,283,783	\$ 20,447,112	\$ 19,918,777	6,812,118
2020	4,145,960	19,807,058	17,669,235	6,283,783
2019	3,971,327	15,449,741	15,275,108	4,145,960

J. Defined Benefit Pension Plan

Plan Description

The City 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 Annual Comprehensive Financial Report 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.

Plan provisions for the City are as follows:

Employee deposit rate	7%
Matching ratio (City to employee)	2 to 1
Years required for vesting	5
Service retirement eligibility	25 years at any age, 5 years at age 60 and above
Updated service credit	100% Repeating transfers
Annuity increase to retirees	70% of CPI Repeating

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

City Of Grand Prairie, Texas
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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	864
Inactive employees entitled to but not yet receiving benefits	688
Active employees	<u>1,372</u>
Total	<u><u>2,924</u></u>

Contributions

The contribution rates for employees in TMRS are either 5%, 6%, or 7% of employee gross earnings, and the city matching percentages are 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 Grand Prairie were required to contribute 7% of their annual gross earnings during the fiscal year. The contribution rates for the City of Grand Prairie were 17.00% and 17.44% in calendar years 2020 and 2021, respectively. The City's contributions to TMRS for the year ended September 30, 2021, were \$17,966,312, and were equal to the required contributions.

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% per year, adjusted down for population declines, if any
Investment rate of return	6.75%, net of pension plan investment expense, including inflation

City Of Grand Prairie, Texas

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Salary increases are based on a service-related table. Mortality rates for active members are based on the PUB(10) mortality tables with the Public Safety table used for males and the General Employee table used for females. Mortality rates for healthy retirees and beneficiaries are based on the Gender-distinct 2019 Municipal Retirees of Texas mortality tables. The rates for actives, healthy retirees and beneficiaries are projected on a fully generational basis by Scale UMP to account for future mortality improvements. For disabled annuitants, the same mortality tables for healthy retirees are used with a 4- year set-forward for males and a 3-year set-forward for females. In addition, a 3.5% and 3.0% minimum. The city should insert the plan provisions that they have adopted. For example, the city may include retirement eligibility, employee and employer deposit rates, vesting requirements, and other provisions such as cost-of-living adjustments or updated service credit. Plan provisions, by city, are included in the last section of TMRS' Comprehensive Annual Financial Report (Annual Report) and are also available on the website under For Cities | Resources | My City Plan. The city may also want to refer to TMRS' Plan Description footnote, in the Annual Report, to obtain additional language regarding the pension plan. 16 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.

The long-term expected rate of return on pension plan investments was determined using a building-block method in which best estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. In determining their best estimate of a recommended investment return assumption under the various alternative asset allocation portfolios, GRS focused on the area between (1) arithmetic mean (aggressive) without an adjustment for time (conservative) and (2) the geometric mean (conservative) with an adjustment for time (aggressive). The target allocation and best estimates of real rates of return for each major asset class in fiscal year 2021 are summarized in the following table:

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return (Arithmetic)
Global Public 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%	

City Of Grand Prairie, Texas
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Discount Rate

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

Changes in the Net Pension Liability

	Increase (Decrease)		
	Total Pension Liability	Plan Fiduciary Net Position	Net Pension Liability
	(A)	(B)	(A) - (B)
Balance at December 31, 2019	\$ 619,684,063	\$ 556,100,039	\$ 63,584,024
Changes for the year:			
Service cost	18,113,194	-	18,113,194
Interest	41,452,842	-	41,452,842
Change of benefit terms	-	-	-
Difference between expected and actual experience	(2,363,879)	-	(2,363,879)
Changes in assumptions	-	-	-
Contributions - employer	-	16,938,302	(16,938,302)
Contributions - employee	-	7,047,274	(7,047,274)
Net investment income	-	42,208,241	(42,208,241)
Benefit payments*	(29,248,955)	(29,248,955)	-
Administrative expense	-	(273,140)	273,140
Other changes	-	(10,657)	10,657
Net changes	27,953,202	36,661,065	(8,707,863)
Balance at December 31, 2020	<u>\$ 647,637,265</u>	<u>\$ 592,761,104</u>	<u>\$ 54,876,161</u>

* Includes refunds of employee contributions

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

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

Sensitivity of the Net Pension Liability to Changes in the Discount Rate		
Current		
1% Decrease	Single Rate	1% Increase
\$ 147,003,326	\$ 54,876,161	\$ (20,712,746)

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.

City Of Grand Prairie, Texas
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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 \$9,704,213.

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

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference in expected and actual experience [actuarial (gains) or losses]	\$ 2,225,704	\$ (2,955,950)
Difference in assumptions	690,705	-
Difference in projected and actual earnings on pension plan investments [actuarial (gains) or losses]	-	(15,789,914)
Employer's contributions to the pension plan subsequent to the measurement date	13,313,284	-
	<u>\$ 16,229,693</u>	<u>\$ (18,745,864)</u>

The \$13,313,284 reported as deferred outflows of resources related to pensions resulting from contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability for the 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:

Measurement Year Ended December 31	Net deferred outflows (inflows) of resources
2021	\$ (5,639,843)
2022	431,258
2023	(9,202,496)
2024	(1,345,074)
2025	(73,300)
Total	<u>\$ (15,829,455)</u>

K. Other Postemployment Benefits (OPEB)

Plan Description

Supplemental Death Benefits

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

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

Retiree Health Benefits

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

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

TMRS Retirement / Plan option may include:

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

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

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

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

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

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

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

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

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

City Of Grand Prairie, Texas
Notes to the Basic Financial Statements
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The City offers medical, dental, and vision coverage to eligible retirees.

Employees Covered by Benefit Terms

For retiree health insurance at the September 30, 2021 valuation and measurement date, the following employees were covered by the benefit terms:

Inactive employees or beneficiaries currently receiving benefits	226
Active employees	1,328
Total	1,554

For TMRS supplemental death 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	662
Inactive employees entitled to but not yet receiving benefits	133
Active employees	1,372
Total	2,167

Contributions

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

Monthly retiree contribution rates are as follows:

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

	Monthly Health Care Premium
Over 65 Retiree (Grandfathered by age)	
Employee only	\$ 241
Employee plus spouse	238

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

	Monthly Health Care Premium	
Group	EPO	HDHP
Retiree Only	\$ 284	\$ 190
Retiree + Spouse	539	404
Retiree + Children	562	324
Family	757	569

Total OPEB Liability

The City of Grand Prairie retiree health insurance total OPEB liability of \$65,656,336 was measured as of September 30, 2021, and was determined by an actuarial valuation as of that date.

City Of Grand Prairie, Texas
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The City of Grand Prairie TMRS supplemental death total OPEB liability of \$5,288,290 measured as of December 31, 2020, and was determined by an actuarial valuation as of that date.

Actuarial Assumptions

The retiree health insurance total OPEB liability in the September 30, 2021 actuarial valuation was determined using the following actuarial assumptions:

Inflation	2.50%
Salary Increases	3.50%
Discount Rate	2.41%
Mortality rates - retirees	RP-2014 Combined Table projected using MP-2019

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

The TMRS supplemental death total OPEB liability in the December 31, 2020 actuarial valuation was determined using the following actuarial assumptions:

Inflation	2.50%
Salary Increases	3.50% to 11.5% including inflation
Discount Rate	2.00%
Administrative expenses	All administrative expenses are paid through the Pension Trust and accounted for under reporting requirements under GASB Statement No. 68.
Mortality rates - service retirees	2019 Municipal Retirees of Texas Mortality Tables. The rates are projected on a fully generational basis with scale UMP.
Mortality rates - disabled retirees	2019 Municipal Retirees of Texas Mortality Tables with a 4 year set forward for males and a 3 year set-forward for females. In addition, a 3.5% and 3% minimum mortality rate will be applied to reflect the impairment for younger members who become disabled for males and females, respectively. The rates are projected on a fully generational basis by Scale UMP to account for future mortality improvements subject to the floor.

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The discount rate was based on the Fidelity index's "20-Year Municipal GO AA Index" rate as of December 31, 2020.

Change in OPEB Liability Retiree Health Insurance	Total OPEB Liability
Balance at September 30, 2020	\$ 62,543,755
Changes for the year:	
Service cost	4,393,270
Interest	1,578,728
Difference between expected and actual experience	-
Changes in assumptions	-
Benefit payments*	(2,859,417)
Net changes	3,112,581
Balance at September 30, 2021	\$ 65,656,336
Change in OPEB Liability TMRS Supplemental Death	Total OPEB Liability
Balance at December 31, 2019	\$ 4,419,808
Changes for the year:	
Service cost	191,195
Interest	123,620
Difference between expected and actual experience	(93,363)
Changes in assumptions	687,282
Benefit payments*	(40,252)
Net changes	868,482
Balance at December 31, 2020	\$ 5,288,290

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

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

The following presents the total OPEB liability of the City's retiree health insurance calculated using the discount rate of 2.41%, as well as what the City's total OPEB liability would be if it were calculated using a discount rate that is 1 percentage point lower (1.41%) or 1 percentage point higher (3.41%) than the current discount rate:

Sensitivity of the OPEB Liability to Changes in the Discount Rate		
1% Decrease	Current Discount Rate	1% Increase
\$ 72,474,349	\$ 65,656,336	\$ 57,702,266

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

Sensitivity of the OPEB Liability to Changes in the Discount Rate		
Current		
1% Decrease	Discount Rate	1% Increase
\$ 6,435,476	\$ 5,288,290	\$ 4,398,326

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

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

Sensitivity of the OPEB Liability to Changes in the Healthcare Cost Rate		
Current		
1% Decrease	Discount Rate	1% Increase
\$ 56,434,600	\$ 65,656,336	\$ 74,380,016

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 total OPEB expense of \$6,000,782 which included \$5,518,041 related to Retiree Health Insurance and \$482,741 related to TMRS Supplemental Death.

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

Retiree Health Insurance

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference in expected and actual experience	\$ -	\$ (2,087,798)
Difference in assumptions	2,651,496	(654,244)
Difference in projected and actual earnings on OPEB plan investments	-	-
Employer's contributions to the OPEB plan subsequent to the measurement date	-	-
	<u>\$ 2,651,496</u>	<u>\$ (2,742,042)</u>

City Of Grand Prairie, Texas
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TMRS Supplemental Death

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Difference in expected and actual experience	\$ 336,699	\$ (612,182)
Difference in assumptions	1,189,992	(144,508)
Difference in projected and actual earnings on OPEB plan investments	-	-
Employer's contributions to the OPEB plan subsequent to the measurement date	30,535	-
	<u>\$ 1,557,226</u>	<u>\$ (756,690)</u>

Deferred outflows of resources related to OPEB resulting from contributions subsequent to the measurement date of \$30,535 will be recognized as a reduction of the total OPEB liability in the City's financial statements September 30, 2022. Other amounts reported as deferred outflows and inflows of resources related to OPEB will be recognized in pension expense as follows:

Retiree Health Insurance

<u>Measurement Period Ended September 31,</u>	<u>Net deferred outflows (inflows) of resources</u>
2022	\$ (453,955)
2023	(453,955)
2024	408,682
2021	408,682
2026	-
Total	<u>\$ (90,546)</u>

TMRS Supplemental Death

<u>Measurement Year Ended December 31,</u>	<u>Net deferred outflows (inflows) of resources</u>
2021	\$ 167,926
2022	167,926
2023	160,848
2024	117,758
2025	79,582
Thereafter	75,961
Total	<u>\$ 770,001</u>

City Of Grand Prairie, Texas
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L. Fund Balance

At September 30, 2021, fund balances were classified as follows:

	General	Section 8	Streets CIP	Grants	Debt Service	Nonmajor Governmental Funds	Total
Fund balances							
Nonspendable:							
Inventory and prepaids	\$ 432,009	\$ -	\$ -	\$ -	\$ -	\$ 59,464	\$ 491,473
Spendable:							
Restricted for:							
Employee Welfare	127,582	-	-	-	-	-	127,582
Library Memorials	47,228	-	-	-	-	-	47,228
At Risk Youths	38,667	-	-	-	-	-	38,667
Street Plan Review	20,873	-	-	-	-	-	20,873
Greg Hunter Scholarships	63,980	-	-	-	-	-	63,980
State Training (Fire)	882	-	-	-	-	-	882
Prairie Paws Adoptions	295,048	-	-	-	-	-	295,048
Section 8	-	2,440,325	-	-	-	-	2,440,325
Street Improvements	-	-	5,843,860	-	-	-	5,843,860
Grants	-	-	-	13,991,902	-	-	13,991,902
Debt Service	-	-	-	-	3,787,565	-	3,787,565
Epic 2 CIP & Epic Central	-	-	-	-	-	8,616,633	8,616,633
Park Venue	-	-	-	-	-	8,181,495	8,181,495
Streets	-	-	-	-	-	3,210,311	3,210,311
Crime	-	-	-	-	-	8,020,743	8,020,743
Hotel Motel	-	-	-	-	-	1,852,554	1,852,554
Police Seizure	-	-	-	-	-	239,655	239,655
Municipal Court	-	-	-	-	-	218,658	218,658
Red Light Safety	-	-	-	-	-	1,197,221	1,197,221
Lake Parks	-	-	-	-	-	3,526,481	3,526,481
Public Improvement Districts	-	-	-	-	-	5,246,322	5,246,322
Tax Increment Financing	-	-	-	-	-	14,172,960	14,172,960
Other special revenue	-	-	-	-	-	260,719	260,719
Park Venue Capital Projects	-	-	-	-	-	1,996,918	1,996,918
Fire Capital Projects	-	-	-	-	-	795,939	795,939
Municipal Facilities Capital Projects	-	-	-	-	-	3,231,623	3,231,623
TIF #1 EPIC CIP	-	-	-	-	-	101,564,513	101,564,513
Other Capital Projects	-	-	-	-	-	82,723	82,723
Total restricted	594,260	2,440,325	5,843,860	13,991,902	3,787,565	162,415,468	189,073,380
Committed to:							
Street Improvements	-	-	7,574,416	-	-	-	7,574,416
Park Venue	-	-	-	-	-	1,779,553	1,779,553
Cable Operations	-	-	-	-	-	505,265	505,265
Verizon Theatre	-	-	-	-	-	1,460,808	1,460,808
Cemetery	-	-	-	-	-	4,687,633	4,687,633
Municipal Facilities Capital Projects	-	-	-	-	-	4,280,557	4,280,557
Drainage Capital Projects	-	-	-	-	-	11,273,069	11,273,069
Police Capital Projects	-	-	-	-	-	220,499	220,499
TIF #1 EPIC CIP	-	-	-	-	-	9,777,598	9,777,598
Other Capital Projects	-	-	-	-	-	5,552,558	5,552,558
Capital Lending/Reserve	-	-	-	-	-	13,609,134	13,609,134
Total committed	-	-	7,574,416	-	-	53,146,674	60,721,090
Assigned to:							
Home Match Cash	393,990	-	-	-	-	-	393,990
KGPB Commissions	1,299	-	-	-	-	-	1,299
Youth Scholarship Fund	5,403	-	-	-	-	-	5,403
Police Memorials	6,984	-	-	-	-	-	6,984
State Training (Police)	27,943	-	-	-	-	-	27,943
Fire- State Supplemental Funds	1,648,850	-	-	-	-	-	1,648,850
Hall of Fame Trust Fund	11,234	-	-	-	-	-	11,234
First Offender Program	15,427	-	-	-	-	-	15,427
Kirby Creek Accessibility Garden	36,774	-	-	-	-	-	36,774
US Marshals Service Agreement	227,769	-	-	-	-	-	227,769
GPPD Boxing Program	21,870	-	-	-	-	-	21,870
GPPD Explorer Program	14,376	-	-	-	-	-	14,376
GPPD Mounted Patrol	558	-	-	-	-	-	558
Total assigned	2,412,477	-	-	-	-	-	2,412,477
Unassigned	46,567,628	-	-	-	-	-	46,567,628
Total fund balances	\$ 50,006,374	\$ 2,440,325	\$ 13,418,276	\$ 13,991,902	\$ 3,787,565	\$ 215,621,606	\$ 299,266,048

City Of Grand Prairie, Texas

Notes to the Basic Financial Statements

September 30, 2021

M. Contracts, Commitments, and Contingent Liabilities

Federal and State Grants

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

Litigation

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

Water Intake Facility Contract

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

Water Purchase Contracts

The City has a 30-year contract with the City of Dallas, which expires in 2042, for the purchase of water. Grand Prairie currently takes up to 37.8 million gallons a day (MGD), and pays a fixed demand charge plus a volume charge. The demand charge is based on current maximum demand or the highest demand established during the five preceding years, whichever is greater. Thus, even if the City were to stop purchasing water from Dallas, its obligation to pay the demand charge (\$291,422) would extend for five years. The maximum may be increased in future years as needed. Grand Prairie has two intake points for City of Dallas water with a contractual right obligating the City of Dallas to meet Grand Prairie's needs. Existing pipelines will provide up to 55 MGD.

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

A contract with the City of Midlothian, executed in 2014 for a 30-year term, permits the City to purchase up to an average of 4.5 MGD during the term of the contract. Beginning in January 2016, the City began purchasing water from the City of Midlothian at an average rate of 0.478 MGD.

A contract with the City of Arlington, executed in 2011 for a 20-year term, allows the City to purchase up to 2.5 MGD maximum flow unless otherwise agreed to in writing. As of September 30, 2021, no water has been purchased through this contract.

Wastewater Treatment Contracts

The City has a 50 year contract with TRA, which will expire in 2023, for wastewater treatment. The City is billed for its prorated share of total wastewater costs, which was 16.69% during fiscal year 2021. The City must pay its prorated share of the debt service related to wastewater treatment facilities until the debt matures whether it contributes to flow or not.

City Of Grand Prairie, Texas

Notes to the Basic Financial Statements

September 30, 2021

Mountain Creek Regional Wastewater System Contract (System)

The City entered into a contract in 2002 which is in effect for the entire useful life of the System. Although the City does not yet deliver flows to this System, the City is obligated to pay annual minimum fees equivalent to 21.9 million gallons of flow. For the fiscal year ended September 30, 2021, the City paid \$56,082 to the System.

Master and Other Agreements

The City and Texas NextStage, LP (NextStage) entered into agreements (development agreements, lease agreements and other ancillary agreements) on January 10, 2001, to design, develop and construct a performance hall (Performance Hall). Construction of the Performance Hall began in July 2000 and was completed in February 2001. Under the agreements, the City purchased the Performance Hall from NextStage for \$15 million with the proceeds from the \$17.9 million TIF tax and tax increment certificate of obligation bond issue in fiscal year 2001. NextStage initially leased the Performance Hall from the City under a twenty one-year lease. Effective September 18, 2002, Anschutz Texas, L. P. assumed the lease obligations of NextStage and became lessee and operator of the Performance Hall. The lease between the City and Anschutz Texas, L. P. expires January 23, 2023. Monthly lease payments from the lessee of the Performance Hall are used to pay debt service on bonds issued by the City for the purchase of the Performance Hall.

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

Construction Commitments

The City has several approved outstanding major capital projects as of September 30, 2021. The City's total committed but unexpended expenditures for such authorized capital projects at year-end approximates \$121,406,523. Funding for these contracts will be received through various capital projects funds and enterprise funds.

City Of Grand Prairie, Texas
Notes to the Basic Financial Statements
September 30, 2021

N. Segment Information for Enterprise Funds

The City maintains five enterprise funds – water and wastewater, solid waste, golf, airport, and storm water utility activities. At September 30, 2021, the Municipal Airport Fund had outstanding revenue-backed certificates of obligations. Segment information for this Fund is as follows:

	Municipal Airport
Condensed statement of net position:	
Current assets	\$ 878,750
Capital assets	15,549,467
Deferred outflows of resources	60,484
	<hr/>
Total assets and deferred outflows of resources	16,488,701
Current liabilities	451,142
Long-term liabilities	795,531
Deferred inflows of resources	71,075
	<hr/>
Total liabilities and deferred inflows of resources	1,317,748
Net position: Net investment in capital assets	14,994,467
Net position: Unrestricted	4,194
	<hr/>
Total net position	\$ 14,998,661
	<hr/>
Condensed statement of revenues, expenses and changes in net position:	
Sales to customers	\$ 1,309,133
Intergovernmental revenue	65,197
Miscellaneous	734,368
	<hr/>
Total operating revenues	2,108,698
Depreciation	932,730
Other operating expenses	2,017,359
	<hr/>
Total operating expenses	2,950,089
Interest expense	(30,810)
	<hr/>
Total nonoperating revenues (expenses)	(30,810)
	<hr/>
Loss before transfers	(872,201)
Transfers out	(48,000)
	<hr/>
Change in net position	(920,201)
Net position at the beginning of the year	15,900,907
Net position at the end of the year	\$ 14,980,706
	<hr/>
Condensed statement of cash flows:	
Net cash provided (used) by:	
Operating activities	33,890
Noncapital financing activities	(48,000)
Capital and related financing activities	(157,517)
Investing activities	-
Beginning cash and cash equivalent balances	347,271
	<hr/>
Ending cash and cash equivalent balances	\$ 175,644
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City Of Grand Prairie, Texas

Notes to the Basic Financial Statements

September 30, 2021

O. Tax Abatements and Economic Incentive Agreements

The City has incentive agreements with companies which may refund or rebate certain amounts of taxes based on performance indicators. These agreements are governed by Chapter 312 of the Texas Local Government Code. Recipients may be eligible based on their impact to the City's economy, as usually measured by job creation. Agreements may also contain recapture or 'clawback' provisions in the event of non-performance of the agreement standards. The City's Management Services division reviews the performance of the companies under these agreements for their compliance with stated standards. As of the 2020 certified roll (used for 2021 fiscal year) the City's abatement agreements with four companies resulted in \$38,060,542 in appraised values, totaling \$255,005 in taxes abated on the 2020 certified tax roll (used for the 2021 fiscal year).

P. Subsequent Events

On February 9, 2022, the City issued \$26,000,000 in Certificates of Obligation, Series 2022. The proceeds of the issuance are intended for use on street projects and some repairs and updates on existing police, fire, and municipal facilities.

On February 16, 2022, the City issued \$17,136,000 in General Obligation Refunding Bonds, Series 2022A. The proceeds refunded \$7,700,000 of Combination Tax and Revenue Certificates of Obligation Series 2013A, \$1,410,000 of General Obligation Bonds, Series 2013A, \$5,065,000 of Combination Tax and Revenue Certificates of Obligation Series 2013, and \$2,360,000 of General Obligation Refunding and Improvement Bond Series 2013. The refunding resulted in present value savings of \$1,514,347.

On February 16, 2022, the City issued \$8,215,000 in General Obligation Refunding Bonds, Series 2022B. The proceeds refunded \$7,790,000 of Combination Tax and Revenue Certificates of Obligation, Series 2014 resulting in present value savings of \$396,110.

Finally, on February 16, 2022, the City issued \$19,023,000 in General Obligation Refunding Bonds, Series 2022C. The proceeds refunded \$15,195,000 of Combination Tax and Revenue Certificates of Obligation, Series 2015, and \$2,110,000 of General Obligation Refunding Bond Series 2015. The refunding resulted in present value savings of \$1,808,452.

On February 24, 2022 the City issued \$61,550,000 in Sales Tax Revenue Refunding Bonds, Series 2022. The proceeds refunded \$55,345,000 of Sales Tax Revenue Bond Series 2015 resulting in present value savings of \$5,848,825.

The City has evaluated all other events or transactions that occurred after September 30, 2021 up through March 29, 2022, the date the financial statements were available to be issued.

Required Supplementary Information

City of Grand Prairie, Texas

Required Supplementary Information

Schedule of Revenues, Expenditures and Changes in Fund Balances

Budget to Actual – General Fund

For the Year Ended September 30, 2021

	Budget		Actual	Variance with
	Original	Final	GAAP Basis	Final Budget-Favorable (Unfavorable)
REVENUES				
Property tax	\$ 71,965,870	\$ 71,965,870	\$ 74,535,565	\$ 2,569,695
Sales tax	33,145,623	33,145,623	39,760,993	6,615,370
Other taxes	260,000	260,000	335,472	75,472
Franchise fees	14,054,019	14,054,019	14,022,362	(31,657)
Charges for goods and services	4,975,199	4,975,199	6,069,457	1,094,258
Licenses and permits	2,846,140	2,846,140	4,022,506	1,176,366
Fines and forfeitures	5,919,267	5,919,267	5,735,005	(184,262)
Intergovernmental revenue	2,439,349	2,439,349	2,629,636	190,287
General and administrative	5,573,533	5,573,533	5,573,532	(1)
Rents and royalties	1,500	1,500	131,667	130,167
Investment income	4,000,150	4,000,150	324,216	(3,675,934)
Contributions	8,826	8,826	134,464	125,638
Other	893,836	893,836	660,026	(233,810)
Total revenues	146,083,312	146,083,312	153,934,901	7,851,589
EXPENDITURES				
Support services	28,262,371	28,343,044	25,447,161	2,895,883
Public safety services	91,165,239	91,114,854	91,727,323	(612,469)
Recreation and leisure services	2,824,239	2,843,390	2,860,342	(16,952)
Development and other services	13,797,808	13,741,702	12,595,116	1,146,586
Capital outlay	974,500	749,684	622,879	126,805
Debt service:				
Interest expense	3,925	3,925	-	3,925
Total expenditures	137,028,082	136,796,599	133,252,821	3,543,778
Excess (deficiency) of revenues over (under) expenditures	9,055,230	9,286,713	20,682,080	11,395,367
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Transfers out	(23,506,807)	(32,963,090)	(33,150,756)	(187,666)
Proceeds from sale of capital assets	1,014,255	1,014,255	1,826,620	812,365
Total other financing sources (uses)	(22,492,552)	(31,948,835)	(31,324,136)	624,699
Net change in fund balances	(13,437,322)	(22,662,122)	(10,642,056)	12,020,066
Fund balance - beginning of year	60,648,430	60,648,430	60,648,430	-
Fund balances - end of year	\$ 47,211,108	\$ 37,986,308	\$ 50,006,374	\$ 12,020,066

City of Grand Prairie, Texas

Required Supplementary Information

Schedule of Revenues, Expenditures and Changes in Fund Balances

Budget To Actual – Section 8 Fund

For the Year Ended September 30, 2021

	Budget		Actual	Variance with
	Original	Final	GAAP Basis	Final Budget-Favorable (Unfavorable)
REVENUES				
Charges for goods and service	\$ 7,658,511	\$ 7,658,511	\$ 8,604,227	\$ 945,716
Licenses and permits	345,576	345,576	320,154	(25,422)
Intergovernmental	27,664,115	27,664,115	35,644,255	7,980,140
Other	40,000	40,000	45,615	5,615
Total revenues	35,708,202	35,708,202	44,614,251	8,906,049
EXPENDITURES				
Development services and other	10,507,087	10,507,087	45,365,461	(34,858,374)
Total expenditures	10,507,087	10,507,087	45,365,461	(34,858,374)
Excess (deficiency) of revenues over (under) expenditures	25,201,115	25,201,115	(751,210)	(25,952,325)
OTHER FINANCING SOURCES (USES)				
Proceeds from sale of capital assets	-	-	8,250	8,250
Total other financing sources (uses)	-	-	8,250	8,250
Net change in fund balances	25,201,115	25,201,115	(742,960)	(25,944,075)
Fund balance - beginning of year	3,183,285	3,183,285	3,183,285	-
Fund balances - end of year	\$ 28,384,400	\$ 28,384,400	\$ 2,440,325	\$ (25,944,075)

City of Grand Prairie, Texas
 Required Supplementary Information
 Schedule of Changes in Postemployment Benefits –
 Retiree Health Plan
 Last Four Years

	Year Ended September 30, 2021	Year Ended September 30, 2020	Year Ended September 30, 2019	Year Ended September 30, 2018
Total OPEB liability				
Service cost	\$ 4,393,270	\$ 2,196,598	\$ 2,115,572	\$ 2,173,026
Interest	1,578,726	2,214,000	2,162,740	2,210,196
Difference between expected and actual experience	-	(1,525,154)	-	(3,213,084)
Change in assumptions	-	3,977,244	-	(1,962,733)
Benefit payments	(2,859,417)	(1,502,382)	(2,895,397)	(2,566,843)
Net changes	3,112,579	5,360,306	1,382,915	(3,359,438)
Total OPEB liability - beginning	62,543,757	57,183,451	55,800,536	59,159,975
Total OPEB liability - ending	<u>\$ 65,656,336</u>	<u>\$ 62,543,757</u>	<u>\$ 57,183,451</u>	<u>\$ 55,800,537</u>
Covered payroll	<u>\$ 95,252,838</u>	<u>\$ 93,333,982</u>	<u>\$ 88,677,027</u>	<u>\$ 82,283,716</u>
Total OPEB liability as a percentage of covered payroll	68.93%	67.01%	64.49%	67.81%

Notes to schedule:

Valuation Date: September 30, 2020, rolled forward to September 30, 2021

Methods and Assumptions Used to Determine Contribution Rates:

Actuarial Cost Method	Entry Age Normal
Inflation	2.50%
Salary Increases	3.50%
Discount Rate	2.41%
Retirees' share of benefit-related cost	\$0
Mortality rates - retirees	RP-2014 Combined Table projected using MP-2019

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

City of Grand Prairie, Texas
 Required Supplementary Information
 Schedule of Changes in Postemployment Benefits –
 Texas Municipal Retirement System
 Last Four Years

	Measurement Period December 31, 2020	Measurement Period December 31, 2019	Measurement Period December 31, 2018	Measurement Period December 31, 2017
Total OPEB liability				
Service cost	\$ 191,195	\$ 147,917	\$ 149,994	\$ 124,209
Interest	123,620	158,603	122,449	120,720
Difference between expected and actual experience	(93,363)	(760,883)	600,432	-
Change in assumptions	687,282	692,831	(257,696)	284,381
Benefit payments	(40,252)	(39,444)	(37,499)	(35,488)
Net changes	868,482	199,024	577,680	493,822
Total OPEB liability - beginning	4,419,808	4,220,784	3,643,104	3,149,282
Total OPEB liability - ending	\$ 5,288,290	\$ 4,419,808	\$ 4,220,784	\$ 3,643,104
Covered payroll	\$ 100,628,856	\$ 98,611,365	\$ 93,746,412	\$ 88,720,932
Total OPEB liability as a percentage of covered payroll	5.26%	4.48%	4.50%	4.11%

Notes to schedule:

Valuation Date: December 31, 2020

Methods and Assumptions Used to Determine Contribution Rates:

Actuarial Cost Method	Entry Age Normal
Inflation	2.50%
Salary Increases	3.50% to 11.5% including inflation
Discount Rate	2.00%
Retirees' share of benefit-related cost	\$0
Administrative expenses	All administrative expenses are paid through the Pension Trust and accounted for under reporting requirements under GASB Statement No. 68.

Mortality rates - service retirees

2019 Municipal Retirees of Texas Mortality Tables. The rates are projected on a fully generational basis with scale UMP.

Mortality rates - disabled retirees

2019 Municipal Retirees of Texas Mortality Tables with a 4 year setforward for males and a 3 year set-forward for females. In addition, a 3.5% and 3% minimum mortality rate will be applied to reflect the impairment for younger members who become disabled for males and females, respectively. The rates are projected on a fully generational basis by Scale UMP to account for future mortality improvements subject to the floor.

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

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

	2014	2015	2016	2017	2018	2019	2020	2021
Actuarially determined contributions	\$ 12,564,308	\$ 12,624,823	\$ 12,870,593	\$ 14,209,636	\$ 14,427,366	\$ 15,114,190	\$ 16,638,630	\$ 16,938,302
Contributions in relation to the actuarially determined contribution	(12,564,308)	(12,624,823)	(12,870,593)	(14,209,636)	(14,427,366)	(15,114,190)	(16,638,630)	(16,938,302)
Contribution deficiency (excess)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Covered payroll	\$ 71,874,373	\$ 75,773,968	\$ 79,933,264	\$ 87,729,762	\$ 92,501,160	\$ 97,088,542	\$ 101,022,198	\$ 193,020,803
Contributions as a percentage of covered payroll	17.48%	16.66%	16.10%	16.20%	15.60%	15.57%	16.47%	8.78%

Notes to the Schedule of Contributions

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

Methods and assumptions used to determine contribution rates:

Actuarial cost method	Entry Age Normal
Amortization method	Level Percentage of Payroll, Closed
Remaining amortization period	26 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.

Other information

Notes

There were no benefit changes during the year.

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

City Of Grand Prairie, Texas
Required Supplementary Information
Schedule of Changes in Net Pension Liability and Related Ratios –
Texas Municipal Retirement System
Last Seven Fiscal Years

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

As of December 31

¹ Amounts reported includes refunds of employee contributions.

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

City Of Grand Prairie, Texas

Required Supplementary Information

Notes to the Required Supplementary Information

A. Budget Law and Practice

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

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

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

B. Budgetary Control

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

Other Supplementary Information



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City of Grand Prairie, Texas

Schedule of Revenues, Expenditures and Changes in Fund Balances

Budget to Actual – Debt Service Fund

For the Year Ended September 30, 2021

	Budget		Actual GAAP Basis	Variance with Final Budget- Favorable (Unfavorable)
	Original	Final		
REVENUES				
Property tax	\$ 33,384,627	\$ 33,384,627	\$ 33,995,286	\$ 610,659
Total revenues	33,384,627	33,384,627	33,995,286	610,659
EXPENDITURES				
Debt service:				
Principal retirement	23,155,000	23,155,000	22,555,000	600,000
Interest	11,159,433	11,159,433	10,903,992	255,441
Total expenditures	34,314,433	34,314,433	33,458,992	855,441
Excess (deficiency) of revenues over (under) expenditures	(929,806)	(929,806)	536,294	1,466,100
OTHER FINANCING SOURCES (USES)				
Transfers in	950,000	950,000	950,000	-
Total other financing sources	950,000	950,000	762,045	(187,955)
Net change in fund balances	20,194	20,194	1,298,339	1,278,145
Fund balances - beginning of year	2,489,226	2,489,226	2,489,226	-
Fund balances - end of the year	\$ 2,509,420	2,509,420	\$ 3,787,565	\$ 1,278,145

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

Special Revenue Funds

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

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

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

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

Budget to Actual Comparisons

These schedules present budget to actual comparisons for special revenue funds with legally adopted budgets that

Capital Projects Funds

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

- “ Park Venue – accounts for construction, improvements, and other capital expenditures related to the City's park system and is financed partly from funds transferred from the Park Venue Special Revenue Fund.
- “ Fire – accounts for construction, improvements, and other capital expenditures related to the City's Fire Department.
- “ Municipal Facilities (MFAC) – accounts for construction, improvements, and other capital expenditures related to City departments that do not utilize a separate capital project fund.
- “ Drainage – accounts for construction, improvements, and other capital expenditures related to the City's drainage system.
- “ Police – accounts for construction, improvements, and other capital expenditures related to the City's Police Department.
- “ TIF #1 EPIC CIP – accounts for construction, improvements, and other capital expenditures related to EPIC.
- “ Other Capital Projects – accounts for construction, improvements, and other capital expenditures related to other City departments including the Senior Center, Lake Parks (other than Park Venue), Crime Tax, Library, and one-time equipment acquisition funds.
- “ Capital Lending and Reserve – established for short-term financing of capital projects and for one-time, non-recurring capital expenditures not budgeted in other capital project funds.

City of Grand Prairie, Texas
Combining Balance Sheets
Nonmajor Governmental Funds
September 30, 2021

	Special Revenue				
	Park Venue Sales Tax	Streets Sales Tax	Crime Sales Tax	Epic Center Sales Tax Fund	Hotel Motel Tax
ASSETS					
Cash and cash equivalents	\$ 6,467,321	\$ 632,213	\$ 1,734,136	\$ 3,081,364	\$ 1,392,265
Investments	2,638,165	1,000,000	4,700,000	-	300,000
Sales tax receivable	1,945,222	1,945,222	1,933,450	1,945,222	-
Franchise fees receivable	-	-	-	-	-
Other receivables	800	-	33,470	179,043	245,565
Due from other funds	-	-	-	5,000,000	-
Inventory	15,333	-	-	10,348	-
Prepays	6,540	-	-	-	-
Total assets	11,073,381	3,577,435	8,401,056	10,215,977	1,937,830
LIABILITIES					
Accounts payable	441,219	367,124	111,760	223,378	61,475
Retainage payable	-	-	-	-	-
Accrued liabilities	317,423	-	268,553	77,735	23,801
Customer deposits	45,600	-	-	-	-
Due to other funds	-	-	-	1,280,364	-
Unearned revenue	286,218	-	-	7,519	-
Total liabilities	1,090,460	367,124	380,313	1,588,996	85,276
FUND BALANCES					
Nonspendable	21,873	-	-	10,348	-
Restricted	8,181,495	3,210,311	8,020,743	8,616,633	1,852,554
Committed	1,779,553	-	-	-	-
Total fund balances	9,982,921	3,210,311	8,020,743	8,626,981	1,852,554
Total liabilities, deferred inflows of resources and fund balances	\$ 11,073,381	\$ 3,577,435	\$ 8,401,056	\$ 10,215,977	\$ 1,937,830

Special Revenue

Police Seizure	Municipal Court	Cable Operations	Red Light Safety	Lake Parks	Cemetery	PID	Tax Increment Financing Districts
\$ 283,994	\$ 140,992	\$ 39,562	\$ 776,982	\$ 2,326,155	\$ 5,540,782	\$ 5,677,064	\$ 6,172,960
-	100,000	420,803	200,000	1,410,523	700,000	-	-
-	-	-	-	-	-	-	-
-	-	60,026	-	-	-	-	-
-	-	-	627,565	4,055	512,980	31,518	-
-	-	-	-	-	-	-	8,000,000
-	-	-	-	7,657	-	-	-
-	-	-	-	-	-	19,586	-
<u>283,994</u>	<u>240,992</u>	<u>520,391</u>	<u>1,604,547</u>	<u>3,748,390</u>	<u>6,753,762</u>	<u>5,728,168</u>	<u>14,172,960</u>
18,818	15,678	5,515	407,326	95,266	9,801	462,260	-
-	-	-	-	-	-	-	-
25,521	6,656	9,611	-	79,224	26,461	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	39,762	2,029,867	-	-
<u>44,339</u>	<u>22,334</u>	<u>15,126</u>	<u>407,326</u>	<u>214,252</u>	<u>2,066,129</u>	<u>462,260</u>	<u>-</u>
-	-	-	-	7,657	-	19,586	-
239,655	218,658	-	1,197,221	3,526,481	-	5,246,322	14,172,960
-	-	505,265	-	-	4,687,633	-	-
<u>239,655</u>	<u>218,658</u>	<u>505,265</u>	<u>1,197,221</u>	<u>3,534,138</u>	<u>4,687,633</u>	<u>5,265,908</u>	<u>14,172,960</u>
<u>\$ 283,994</u>	<u>\$ 240,992</u>	<u>\$ 520,391</u>	<u>\$ 1,604,547</u>	<u>\$ 3,748,390</u>	<u>\$ 6,753,762</u>	<u>\$ 5,728,168</u>	<u>\$ 14,172,960</u>

Continued

City of Grand Prairie, Texas
Combining Balance Sheets
Nonmajor Governmental Funds
September 30, 2021

	Special Revenue				
	Verizon Theatre	Commercial Vehicle Enforcement	Juvenile Case Manager	Truancy Prevention Diversion	Judicial Efficiency
ASSETS					
Cash and cash equivalents	\$ 35,808	\$ 157,355	\$ 23,698	\$ 21,622	\$ 67,634
Investments	1,425,000	-	-	-	-
Sales tax receivable	-	-	-	-	-
Franchise fees receivable	-	-	-	-	-
Other receivables	-	-	-	-	-
Due from other funds	-	-	-	-	-
Inventory	-	-	-	-	-
Prepays	-	-	-	-	-
Total assets	1,460,808	157,355	23,698	21,622	67,634
LIABILITIES					
Accounts payable	-	-	2,027	-	159
Retainage payable	-	-	-	-	-
Accrued liabilities	-	-	-	7,404	-
Customer deposits	-	-	-	-	-
Due to other funds	-	-	-	-	-
Unearned revenue	-	-	-	-	-
Total liabilities	-	-	2,027	7,404	159
FUND BALANCES					
Nonspendable	-	-	-	-	-
Restricted	-	157,355	21,671	14,218	67,475
Committed	1,460,808	-	-	-	-
Total fund balances	1,460,808	157,355	21,671	14,218	67,475
Total liabilities, deferred inflows of resources and fund balances	\$ 1,460,808	\$ 157,355	\$ 23,698	\$ 21,622	\$ 67,634

Capital Projects

Park Venue CIP	Fire CIP	Municipal Facilities CIP	Drainage CIP	Police CIP	TIF #1 EPIC CIP	Other CIP	Capital Lending/ Reserve	Total Nonmajor Governmental Funds
\$ 524,807	\$ 295,779	\$ 1,668,428	\$ 1,942,536	\$ 244,920	\$ 17,148,636	\$ 5,756,640	\$ 5,702,422	\$ 67,856,075
1,800,000	1,300,000	6,756,181	10,500,000	-	-	300,000	5,000,000	38,550,672
-	-	-	-	-	-	-	-	7,769,116
-	-	-	-	-	-	-	-	60,026
-	-	-	-	-	-	-	178,040	1,813,036
-	-	-	-	-	97,000,000	-	3,371,317	113,371,317
-	-	-	-	-	-	-	-	33,338
-	-	-	-	-	-	-	-	26,126
2,324,807	1,595,779	8,424,609	12,442,536	244,920	114,148,636	6,056,640	14,251,779	229,479,706
236,936	400,432	784,036	1,007,015	24,421	2,242,945	295,656	354,489	7,567,736
-	399,408	128,393	162,452	-	563,580	125,703	-	1,379,536
-	-	-	-	-	-	-	-	842,389
-	-	-	-	-	-	-	-	45,600
90,953	-	-	-	-	-	-	-	1,371,317
-	-	-	-	-	-	-	288,156	2,651,522
327,889	799,840	912,429	1,169,467	24,421	2,806,525	421,359	642,645	13,858,100
-	-	-	-	-	-	-	-	59,464
1,996,918	795,939	3,231,623	-	-	101,564,513	82,723	-	162,415,468
-	-	4,280,557	11,273,069	220,499	9,777,598	5,552,558	13,609,134	53,146,674
1,996,918	795,939	7,512,180	11,273,069	220,499	111,342,111	5,635,281	13,609,134	215,621,606
\$ 2,324,807	\$ 1,595,779	\$ 8,424,609	\$ 12,442,536	\$ 244,920	\$ 114,148,636	\$ 6,056,640	\$ 14,251,779	\$ 229,479,706

Concluded

City of Grand Prairie, Texas
Combining Statements of Revenues, Expenditures,
and Changes in Fund Balances
Nonmajor Governmental Funds
For the Year Ended September 30, 2021

	Special Revenue				
	Park Venue Sales Tax	Streets Sales Tax	Crime Sales Tax	Epic Center Sales Tax Fund	Hotel Motel Tax
REVENUES					
Property taxes	\$ -	\$ -	\$ -	\$ -	\$ -
Sales taxes	10,084,006	10,084,006	10,014,065	10,084,006	-
Other taxes	-	-	-	-	2,031,452
Charges for goods and services	1,069,838	-	-	752,887	5,474
Licenses and permits	-	-	-	-	-
Fines and forfeitures	-	-	-	-	-
Intergovernmental	-	-	259,664	-	-
Rents and royalties	476,959	-	-	34,328	-
Investment income	-	-	-	-	-
Contributions	171,639	-	-	3,265,337	-
Other	-	-	-	-	214
Total revenues	11,802,442	10,084,006	10,273,729	14,136,558	2,037,140
EXPENDITURES					
Current operations:					
Support services	-	-	-	-	-
Public safety services	-	-	6,122,404	-	-
Recreation and leisure services	11,551,298	-	-	2,538,217	930,068
Development services and other	-	5,858,060	-	-	-
Capital outlay	126,772	6,446,804	-	184,905	102,733
Debt service:					
Principal retirement	1,550,000	-	5,550,000	2,285,000	-
Interest charges	498,218	-	164,486	3,178,112	-
Total expenditures	13,726,288	12,304,864	11,836,890	8,186,234	1,032,801
Excess (deficiency) of revenues over (under) expenditures	(1,923,846)	(2,220,858)	(1,563,161)	5,950,324	1,004,339
OTHER FINANCING SOURCES (USES)					
Transfers in	6,682,872	1,561,106	-	600,000	-
Transfers out	(2,032,669)	-	(200,000)	(229,432)	(68,500)
Bonds issued	-	-	-	-	-
Premium on bonds issued	-	-	-	-	-
Proceeds from sale of capital assets	-	-	-	-	-
Total other financing sources (uses)	4,650,203	1,561,106	(200,000)	370,568	(68,500)
Net change in fund balances	2,726,357	(659,752)	(1,763,161)	6,320,892	935,839
Fund balances - beginning of year	7,256,564	3,870,063	9,783,904	2,306,089	916,715
Fund balances - end of year	\$ 9,982,921	\$ 3,210,311	\$ 8,020,743	\$ 8,626,981	\$ 1,852,554

Special Revenue

Police Seizure	Municipal Court	Cable Operations	Red Light Safety	Lake Parks	Cemetery	PID	Tax Increment Financing Districts
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 5,007,152
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	3,138,470	2,303,767	5,104,373	-
-	-	-	-	210,385	-	-	-
-	245,670	-	-	-	-	-	-
121,654	1,237	-	-	-	-	-	-
-	-	-	-	1,427,355	-	-	-
3,031	-	-	-	-	-	-	-
-	-	-	-	35,000	-	28,288	-
19,400	-	226,126	-	35,618	-	-	-
144,085	246,907	226,126	-	4,846,828	2,303,767	5,132,661	5,007,152
-	-	287,453	-	-	-	-	-
286,263	316,847	-	1,006,435	-	-	-	177,404
-	-	-	-	3,853,662	952,254	-	-
-	-	-	-	-	-	4,125,209	-
-	-	93,440	171,863	170,000	142,393	321,572	1,939,792
-	-	-	-	260,000	-	70,000	1,080,000
-	-	-	-	66,250	-	13,100	27,000
286,263	316,847	380,893	1,178,298	4,349,912	1,094,647	4,529,881	3,224,196
(142,178)	(69,940)	(154,767)	(1,178,298)	496,916	1,209,120	602,780	1,782,956
-	-	-	356,283	43,467	-	181,980	-
-	-	-	-	(37,467)	-	(16,000)	(6,400,000)
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	1,850	2,700	-	-
-	-	-	356,283	7,850	2,700	165,980	(6,400,000)
(142,178)	(69,940)	(154,767)	(822,015)	504,766	1,211,820	768,760	(4,617,044)
381,833	288,598	660,032	2,019,236	3,029,372	3,475,813	4,497,148	18,790,004
\$ 239,655	\$ 218,658	\$ 505,265	\$ 1,197,221	\$ 3,534,138	\$ 4,687,633	\$ 5,265,908	\$ 14,172,960

Continued

City of Grand Prairie, Texas
Combining Statements of Revenues, Expenditures,
and Changes in Fund Balances
Nonmajor Governmental Funds
For the Year Ended September 30, 2021

	Special Revenue				
	Verizon Theatre	Commercial Vehicle Enforcement	Juvenile Case Manager	Truancy Prevention Diversion	Judicial Efficiency
REVENUES					
Property taxes	\$ -	\$ -	\$ -	\$ -	\$ -
Sales taxes	-	-	-	-	-
Other taxes	-	-	-	-	-
Charges for goods and services	-	-	-	-	-
Licenses and permits	-	-	-	-	-
Fines and forfeitures	-	111,272	21,671	124,845	8,950
Intergovernmental	-	-	-	-	-
Rents and royalties	799,301	-	-	-	-
Investment income	-	-	-	-	-
Contributions	-	-	-	-	-
Other	-	-	-	-	-
Total revenues	799,301	111,272	21,671	124,845	8,950
EXPENDITURES					
Current operations:					
Support services	-	-	-	-	-
Public safety services	-	34,784	-	240,986	8,647
Recreation and leisure services	-	-	-	-	-
Development services and other	-	-	-	-	-
Capital outlay	-	-	-	-	-
Debt service:					
Principal retirement	1,525,000	-	-	-	-
Interest charges	62,658	-	-	-	-
Total expenditures	1,587,658	34,784	-	240,986	8,647
Excess (deficiency) of revenues over (under) expenditures	(788,357)	76,488	21,671	(116,141)	303
OTHER FINANCING SOURCES (USES)					
Transfers in	-	-	-	-	-
Transfers out	-	-	-	-	-
Bonds issued	-	-	-	-	-
Premium on bonds issued	-	-	-	-	-
Proceeds from sale of capital assets	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-
Net change in fund balances	(788,357)	76,488	21,671	(116,141)	303
Fund balances - beginning of year	2,249,165	80,867	-	130,359	67,172
Fund balances - end of year	\$ 1,460,808	\$ 157,355	\$ 21,671	\$ 14,218	\$ 67,475

Capital Projects

Park Venue CIP	Fire CIP	Municipal Facilities CIP	Drainage CIP	Police CIP	TIF #1 EPIC CIP	Other CIP	Capital Lending/ Reserve	Total Nonmajor Governmental Funds
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 5,007,152
-	-	-	-	-	-	-	-	40,266,083
-	-	-	-	-	-	-	-	2,031,452
-	-	-	-	-	-	-	-	12,374,809
-	6,388	-	-	-	-	-	24,013	240,786
-	-	-	-	-	-	-	-	512,408
-	-	-	-	-	-	-	-	382,555
-	-	-	-	-	-	-	487,523	3,225,466
-	-	-	-	-	6,005	-	-	9,036
-	-	-	-	-	-	-	1,000,000	4,500,264
-	120	-	-	-	-	-	-	281,478
-	6,508	-	-	-	6,005	-	1,511,536	68,831,489
-	-	-	-	-	-	-	-	287,453
-	127,214	-	-	61,940	-	-	-	8,382,924
747,638	-	-	-	-	2,427,182	91,784	-	23,092,103
-	-	1,494,127	933,346	-	-	1,309,903	4,467,835	18,188,480
1,309,280	8,698,215	6,096,564	6,565,333	425,602	11,587,291	4,377,284	428,967	49,188,810
-	-	-	-	-	-	-	-	12,320,000
-	29,312	46,251	-	-	642,290	6,158	-	4,733,835
2,056,918	8,854,741	7,636,942	7,498,679	487,542	14,656,763	5,785,129	4,896,802	116,193,605
(2,056,918)	(8,848,233)	(7,636,942)	(7,498,679)	(487,542)	(14,650,758)	(5,785,129)	(3,385,266)	(47,362,116)
1,500,000	-	805,833	6,325,724	-	42,473,383	3,540,000	8,778,364	72,849,012
-	-	-	-	-	(1,130,364)	-	(1,155,833)	(11,270,265)
-	3,138,369	4,952,056	-	-	83,880,000	659,309	-	92,629,734
-	338,316	533,831	-	-	769,850	71,074	-	1,713,071
-	-	-	-	-	-	-	-	4,550
1,500,000	3,476,685	6,291,720	6,325,724	-	125,992,869	4,270,383	7,622,531	155,926,102
(556,918)	(5,371,548)	(1,345,222)	(1,172,955)	(487,542)	111,342,111	(1,514,746)	4,237,265	108,563,986
2,553,836	6,167,487	8,857,402	12,446,024	708,041	-	7,150,027	9,371,869	107,057,620
\$ 1,996,918	\$ 795,939	\$ 7,512,180	\$ 11,273,069	\$ 220,499	\$ 111,342,111	\$ 5,635,281	\$ 13,609,134	\$ 215,621,606

Concluded

City of Grand Prairie, Texas

Schedule of Revenues, Expenditures and Changes in Fund Balances

Budget to Actual – Crime Sales Tax Fund

For the Year Ended September 30, 2021

	Budget		Actual GAAP Basis	Variance with Final Budget- Favorable (Unfavorable)
	Original	Final		
REVENUES				
Sales tax	\$ 8,486,406	\$ 8,486,406	\$ 10,014,065	\$ 1,527,659
Intergovernmental revenue	197,286	197,286	259,664	62,378
Total revenues	8,683,692	8,683,692	10,273,729	1,590,037
EXPENDITURES				
Current operations:				
Public safety services	6,550,447	6,623,329	6,122,404	500,925
Capital outlay	-	61,144	-	61,144
Debt service:				
Principal retirement	5,550,000	5,550,000	5,550,000	-
Interest charges	475,906	475,906	164,486	311,420
Total expenditures	12,576,353	12,710,379	11,836,890	873,489
Excess (deficiency) of revenues over (under) expenditures	(3,892,661)	(4,026,687)	(1,563,161)	2,463,526
OTHER FINANCING SOURCES (USES)				
Transfers out	(200,000)	(200,000)	(200,000)	-
Total other financing sources (uses)	(200,000)	(200,000)	(200,000)	-
Net change in fund balances	(4,092,661)	(4,226,687)	(1,763,161)	2,463,526
Fund balances - beginning of year	9,783,904	9,783,904	9,783,904	-
Fund balances - end of year	\$ 5,691,243	\$ 5,557,217	\$ 8,020,743	\$ 2,463,526

City of Grand Prairie, Texas

Schedule of Revenues, Expenditures and Changes in Fund Balances

Budget to Actual – Epic Center Sales Tax Fund

For the Year Ended September 30, 2021

	Budget		Actual	Variance with
	Original	Final	GAAP Basis	Final Budget-Favorable (Unfavorable)
REVENUES				
Sales tax	\$ 8,486,406	\$ 8,486,406	\$ 10,084,006	\$ 1,597,600
Charges for goods and services	2,647,500	2,647,500	752,887	(1,894,613)
Rents and royalties	160,000	160,000	34,328	(125,672)
Contributions	530,000	530,000	3,265,337	2,735,337
Total revenues	11,823,906	11,823,906	14,136,558	2,312,652
EXPENDITURES				
Current operations:				
Recreation and leisure services	4,651,203	4,651,203	2,538,217	2,112,986
Capital outlay	28,000	28,000	184,905	(156,905)
Debt service:				
Principal retirement	2,285,000	2,285,000	2,285,000	-
Interest charges	3,178,312	3,178,312	3,178,112	200
Total expenditures	10,142,515	10,142,515	8,186,234	1,956,281
Excess (deficiency) of revenues over (under) expenditures	1,681,391	1,681,391	5,950,324	4,268,933
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	600,000	600,000
Transfers out	(1,872,319)	(1,872,319)	(229,432)	1,642,887
Total other financing sources (uses)	(1,872,319)	(1,872,319)	370,568	2,242,887
Net change in fund balances	(190,928)	(190,928)	6,320,892	6,511,820
Fund balances - beginning of year	2,306,089	2,306,089	2,306,089	-
Fund balances - end of year	\$ 2,115,161	\$ 2,115,161	\$ 8,626,981	\$ 6,511,820

City of Grand Prairie, Texas

Schedule of Revenues, Expenditures and Changes in Fund Balances

Budget To Actual – Hotel/Motel Sales Tax Fund

For the Year Ended September 30, 2021

	Budget		Actual	Variance with
	Original	Final	GAAP Basis	Final Budget-Favorable (Unfavorable)
REVENUES				
Other taxes	\$ 1,267,361	\$ 1,267,361	\$ 2,031,452	\$ 764,091
Charges for goods and services	4,000	4,000	5,474	1,474
Other	2,000	2,000	214	(1,786)
Total revenues	1,273,361	1,273,361	2,037,140	763,779
EXPENDITURES				
Current operations:				
Recreation and leisure services	1,500,316	1,500,316	930,068	570,248
Capital outlay	-	-	102,733	(102,733)
Total expenditures	1,500,316	1,500,316	1,032,801	467,515
Excess (deficiency) of revenues over (under) expenditures	(226,955)	(226,955)	1,004,339	1,231,294
OTHER FINANCING USES				
Transfers out	(68,500)	(68,500)	(68,500)	-
Total other financing uses	(68,500)	(68,500)	(68,500)	-
Net change in fund balances	(295,455)	(295,455)	935,839	1,231,294
Fund balances - beginning of year	916,715	916,715	916,715	-
Fund balances - end of year	\$ 621,260	\$ 621,260	\$ 1,852,554	\$ 1,231,294

City of Grand Prairie, Texas

Schedule of Revenues, Expenditures and Changes in Fund Balances

Budget to Actual – Municipal Court Funds

For the Year Ended September 30, 2021

	Budget		Actual GAAP Basis	Variance with Final Budget- Favorable (Unfavorable)
	Original	Final		
REVENUES				
Fines and forfeitures	\$ 307,727	\$ 307,727	\$ 245,670	\$ (62,057)
Intergovernmental	-	-	1,237	1,237
Total revenues	307,727	307,727	246,907	(60,820)
EXPENDITURES				
Current operations:				
Public safety	372,495	372,495	316,847	55,648
Total expenditures	372,495	372,495	316,847	55,648
Excess (deficiency) of revenues over (under) expenditures	(64,768)	(64,768)	(69,940)	(5,172)
Fund balances - beginning of year	288,598	288,598	288,598	-
Fund balances - end of year	\$ 223,830	\$ 223,830	\$ 218,658	\$ (5,172)

City of Grand Prairie, Texas

Schedule of Revenues, Expenditures and Changes in Fund Balances

Budget to Actual – Cable Operations Fund

For the Year Ended September 30, 2021

	Budget		Actual GAAP Basis	Variance with Final Budget- Favorable (Unfavorable)
	Original	Final		
REVENUES				
Other	\$ 273,973	\$ 273,973	\$ 226,126	\$ (47,847)
Total revenues	273,973	273,973	226,126	(47,847)
EXPENDITURES				
Current operations:				
Support services	273,580	273,580	287,453	(13,873)
Capital outlay	-	98,113	93,440	4,673
Total expenditures	273,580	371,693	380,893	(9,200)
Excess (deficiency) of revenues over (under) expenditures	393	(97,720)	(154,767)	(57,047)
Fund balances - beginning of year	660,032	660,032	660,032	-
Fund balances - end of year	\$ 660,425	\$ 562,312	\$ 505,265	\$ (57,047)

City of Grand Prairie, Texas

Schedule of Revenues, Expenditures and Changes in Fund Balances

Budget to Actual – Red Light Safety Fund

For the Year Ended September 30, 2021

	Budget		Actual	Variance with
	Original	Final	GAAP Basis	Final Budget-Favorable (Unfavorable)
EXPENDITURES				
Current operations:				
Public safety	\$ -	\$ 1,003,772	\$ 1,006,435	\$ (2,663)
Capital outlay	-	171,863	171,863	-
Total expenditures	-	1,175,635	1,178,298	(2,663)
Excess (deficiency) of revenues over (under) expenditures	-	(1,175,635)	(1,178,298)	(2,663)
OTHER FINANCING USES				
Transfers in	-	-	356,283	356,283
Total other financing uses	-	-	356,283	356,283
Net change in fund balances	-	(1,175,635)	(822,015)	353,620
Fund balances - beginning of year	2,019,236	2,019,236	2,019,236	-
Fund balances - end of year	\$ 2,019,236	\$ 843,601	\$ 1,197,221	\$ 353,620

City of Grand Prairie, Texas

Schedule of Revenues, Expenditures and Changes in Fund Balances

Budget to Actual – Lake Parks Fund

For the Year Ended September 30, 2021

	Budget		Actual GAAP Basis	Variance with Final Budget- Favorable (Unfavorable)
	Original	Final		
REVENUES				
Charges for goods and services	\$ 3,463,500	\$ 3,463,500	\$ 3,138,470	\$ (325,030)
Licenses and permits	175,000	175,000	210,385	35,385
Rents and royalties	1,447,000	1,447,000	1,427,355	(19,645)
Contributions	35,000	35,000	35,000	-
Other	36,500	36,500	35,618	(882)
Total revenue	5,157,000	5,157,000	4,846,828	(310,172)
EXPENDITURES				
Current operations:				
Recreation and leisure services	4,272,126	4,272,126	3,853,662	418,464
Capital outlay	-	-	170,000	(170,000)
Debt service:				
Principal retirement	260,000	260,000	260,000	-
Interest charges	70,500	70,500	66,250	4,250
Total expenditures	4,602,626	4,602,626	4,349,912	252,714
Excess (deficiency) of revenues over (under) expenditures	554,374	554,374	496,916	(57,458)
OTHER FINANCING SOURCES (USES)				
Transfers in	6,000	6,000	43,467	37,467
Transfers out	-	-	(37,467)	(37,467)
Proceeds from sale of capital assets	-	-	1,850	1,850
Total other financing sources (uses)	6,000	6,000	7,850	1,850
Excess (deficiency) of revenues over (under) expenditures	560,374	560,374	504,766	(55,608)
Fund balances - beginning of year	3,029,372	3,029,372	3,029,372	-
Fund balances - end of year	\$ 3,589,746	\$ 3,589,746	\$ 3,534,138	\$ (55,608)

City of Grand Prairie, Texas

Schedule of Revenues, Expenditures and Changes in Fund Balances

Budget to Actual – Cemetery Fund

For the Year Ended September 30, 2021

	Budget		Actual GAAP Basis	Variance with Final Budget- Favorable (Unfavorable)
	Original	Final		
REVENUES				
Charges for goods and services	\$ 1,216,600	\$ 1,216,600	\$ 2,303,767	\$ 1,087,167
Total revenues	1,216,600	1,216,600	2,303,767	1,087,167
EXPENDITURES				
Current operations:				
Recreation and leisure services	936,676	1,042,065	952,254	89,811
Capital outlay	50,000	172,355	142,393	29,962
Total expenditures	986,676	1,214,420	1,094,647	119,773
Excess (deficiency) of revenues over (under) expenditures	229,924	2,180	1,209,120	1,206,940
OTHER FINANCING USES				
Proceeds from sale of capital assets	-	-	2,700	2,700
Transfers out	-	(387,450)	-	387,450
Total other financing uses	-	(387,450)	2,700	390,150
Net change in fund balances	229,924	(385,270)	1,211,820	1,597,090
Fund balances - beginning of year	3,475,813	3,475,813	3,475,813	-
Fund balances - end of year	\$ 3,705,737	\$ 3,090,543	\$ 4,687,633	\$ 1,597,090

City of Grand Prairie, Texas

Schedule of Revenues, Expenditures and Changes in Fund Balances

Budget to Actual – Juvenile Case Manager Fund

For the Year Ended September 30, 2021

	Budget		Actual GAAP Basis	Variance with Final Budget- Favorable (Unfavorable)
	Original	Final		
REVENUES				
Fines and forfeitures	\$ -	\$ -	\$ 21,671	\$ 21,671
Total revenues	-	-	21,671	21,671
Excess (deficiency) of revenues over (under) expenditures	-	-	21,671	21,671
OTHER FINANCING SOURCES (USES)				
Transfers out	-	(16,219)	-	16,219
Total other financing sources (uses)	-	(16,219)	-	16,219
Net change in fund balances	-	(16,219)	21,671	37,890
Fund balances - beginning of year	-	-	-	-
Fund balances - end of year	\$ -	\$ (16,219)	\$ 21,671	\$ 37,890

City of Grand Prairie, Texas

Schedule of Revenues, Expenditures and Changes in Fund Balances

Budget to Actual – Truancy Prevention and Diversion Fund

For the Year Ended September 30, 2021

	Budget		Actual GAAP Basis	Variance with Final Budget- Favorable (Unfavorable)
	Original	Final		
REVENUES				
Fines and forfeitures	\$ 183,992	\$ 183,992	\$ 124,845	\$ (59,147)
Total revenues	183,992	183,992	124,845	(59,147)
EXPENDITURES				
Current operations:				
Public safety services	244,864	244,864	240,986	3,878
Total expenditures	244,864	244,864	240,986	3,878
Excess (deficiency) of revenues over (under) expenditures	(60,872)	(60,872)	(116,141)	(55,269)
Net change in fund balances	(60,872)	(60,872)	(116,141)	(55,269)
Fund balances - beginning of year	130,359	130,359	130,359	-
Fund balances - end of year	\$ 69,487	\$ 69,487	\$ 14,218	\$ (55,269)

City of Grand Prairie, Texas
Combining Financial Statements
Nonmajor Enterprise Funds
September 30, 2021

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

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

City of Grand Prairie, Texas
Combining Statements of Net Position
Nonmajor Enterprise Funds
September 30, 2021

	Municipal Airport	Municipal Golf	Storm Water Utility	Total Nonmajor Enterprise Funds
ASSETS				
Current assets:				
Cash and cash equivalents	\$ 347,935	\$ 856,838	\$ 1,013,290	\$ 2,218,063
Investments	217,491	400,000	1,250,000	1,867,491
Accounts receivable, net	178,966	46,369	519,954	745,289
Inventories and supplies	56,030	24,549	-	80,579
Restricted assets:				
Investments	78,328	-	-	78,328
Total current assets	878,750	1,327,756	2,783,244	4,989,750
Noncurrent assets:				
Capital assets:				
Land	183,923	568,284	7,500	759,707
Buildings	15,017,027	1,854,835	-	16,871,862
Equipment	911,139	849,014	547,403	2,307,556
Infrastructure	12,719,595	9,975,109	26,205,746	48,900,450
Construction in progress	297,187	-	-	297,187
Less: accumulated depreciation	(13,579,404)	(11,709,195)	(6,814,730)	(32,103,329)
Total noncurrent assets	15,549,467	1,538,047	19,945,919	37,033,433
Total assets	16,428,217	2,865,803	22,729,163	42,023,183
DEFERRED OUTFLOWS OF RESOURCES				
Related to OPEB	7,390	42,927	27,961	78,278
Related to TMRS pension	53,094	152,012	88,704	293,810
Total deferred outflows	60,484	194,939	116,665	372,088
LIABILITIES				
Current liabilities:				
Accounts payable	26,732	104,251	57,355	188,338
Accrued interest	3,469	-	-	3,469
Accrued liabilities	22,903	70,072	36,531	129,506
Compensated absences	31,097	37,285	21,707	90,089
Unearned revenue	113,614	-	-	113,614
Current portion of long-term debt	175,000	-	-	175,000
Current liabilities payable from restricted assets:				
Customer deposits	78,328	-	-	78,328
Total current liabilities	451,143	211,608	115,593	778,344
Noncurrent liabilities:				
Compensated absences	12,920	9,355	5,446	27,721
Other postemployment benefits	223,088	710,515	390,308	1,323,911
Net pension liability	179,523	513,986	299,927	993,436
Long-term debt	380,000	-	-	380,000
Total noncurrent liabilities	795,531	1,233,856	695,681	2,725,068
Total liabilities	1,246,674	1,445,464	811,274	3,503,412
DEFERRED INFLOWS OF RESOURCES				
Related to OPEB	9,749	36,066	20,185	66,000
Related to TMRS pension	61,326	175,579	102,456	339,361
Total deferred inflows of resources	71,075	211,645	122,641	405,361
NET POSITION				
Net investment in capital assets	14,994,467	1,538,047	19,945,919	36,478,433
Unrestricted	176,485	(134,414)	1,965,994	2,008,065
Total net position	\$ 15,170,952	\$ 1,403,633	\$ 21,911,913	\$ 38,486,498

City of Grand Prairie, Texas
Combining Statements of Revenues, Expenses,
and Changes In Net Position
Nonmajor Enterprise Funds
For the Year Ended September 30, 2021

	<u>Municipal Airport</u>	<u>Municipal Golf</u>	<u>Storm Water Utility</u>	<u>Total Nonmajor Enterprise Funds</u>
OPERATING REVENUES				
Charge for services	\$ 1,309,133	\$ 2,975,689	\$ 7,927,729	\$ 12,212,551
Intergovernmental revenue	65,197	-	-	65,197
Miscellaneous	734,368	-	-	734,368
Total operating revenues	2,108,698	2,975,689	7,927,729	13,012,116
OPERATING EXPENSES				
Salaries and benefits	598,752	1,440,715	715,780	2,755,247
Supplies and miscellaneous purchases	804,105	301,105	21,462	1,126,672
Purchased services	467,969	1,020,843	464,328	1,953,140
General and administrative costs	79,538	-	65,250	144,788
Franchise fees	-	-	344,068	344,068
Miscellaneous	64,704	101,912	198,986	365,602
Depreciation	932,730	277,997	769,217	1,979,944
Total operating expenses	2,947,798	3,142,572	2,579,091	8,669,461
Operating income (loss)	(839,100)	(166,883)	5,348,638	4,342,655
NONOPERATING REVENUES (EXPENSES)				
Gain (loss) on disposition of capital assets	-	(13,778)	-	(13,778)
Interest expense	(30,810)	-	-	(30,810)
Total nonoperating revenues (expenses)	(30,810)	(13,778)	-	(44,588)
Income (loss) before contributions and transfers	(869,910)	(180,661)	5,348,638	4,298,067
CONTRIBUTIONS AND TRANSFERS				
Capital contributions	-	-	3,112,091	3,112,091
Transfers in	187,955	350,000	-	537,955
Transfers out	(48,000)	-	(6,325,724)	(6,373,724)
Total contributions and transfers	139,955	350,000	(3,213,633)	(2,723,678)
Change in net position	(729,955)	169,339	2,135,005	1,574,389
Net position - beginning of the year	15,900,907	1,234,294	19,776,908	36,912,109
Net position - end of year	\$ 15,170,952	\$ 1,403,633	\$ 21,911,913	\$ 38,486,498

City of Grand Prairie, Texas
Combining Statements of Cash Flow
Nonmajor Enterprise Funds
For the Year Ended September 30, 2021

	<u>Municipal Airport</u>	<u>Municipal Golf</u>	<u>Storm Water Utility</u>	<u>Total Nonmajor Enterprise Funds</u>
Cash flows from operating activities:				
Cash receipts from customers	\$ 1,243,740	\$ 2,970,629	\$ 7,932,754	\$ 12,147,123
Cash receipts from other governments	65,197	-	-	65,197
Other operating cash receipts	734,368	-	-	734,368
Cash payments to suppliers for goods and services	(1,433,474)	(1,440,591)	(722,185)	(3,596,250)
Cash payments to employees for services	(494,112)	(1,541,874)	(818,618)	(2,854,604)
Cash payments for interfund services used	-	-	(344,068)	(344,068)
Other operating cash payments	(79,538)	-	(65,250)	(144,788)
Net cash provided by (used in) operating activities	36,181	(11,836)	5,982,633	6,006,978
Cash flows from non-capital financing activities:				
Transfers from other funds	187,955	350,000	-	537,955
Transfers to other funds	(48,000)	-	(6,325,724)	(6,373,724)
Net cash provided by (used in) non-capital financing activities	139,955	350,000	(6,325,724)	(5,835,769)
Cash flows from capital and related financing activities:				
Proceeds from disposition of capital assets	26,358	-	-	26,358
Principal paid on debt	(170,000)	-	-	(170,000)
Interest paid on debt	(31,830)	-	-	(31,830)
Net cash provided by (used in) capital and related financing activities	(175,472)	-	-	(175,472)
Net (decrease) increase in cash and cash equivalents	664	338,164	(343,091)	(4,263)
Cash and cash equivalents - beginning of year	347,271	518,674	1,356,381	2,222,326
Cash and cash equivalents - end of year	\$ 347,935	\$ 856,838	\$ 1,013,290	\$ 2,218,063
Reconciliation of operating income (loss) from operations to net cash provided by (used in) operating activities:				
Operating income (loss)	\$ (839,100)	\$ (166,883)	\$ 5,348,638	\$ 4,342,655
Adjustments to operating income (loss) to net cash provided by (used in) operating activities:				
Depreciation	932,730	277,997	769,217	1,979,944
Changes in assets and liabilities:				
(Increase) decrease in other accounts receivable	(68,265)	(5,060)	5,025	(68,300)
(Increase) decrease in inventories and supplies	(11,187)	(1,969)	-	(13,156)
Increase (decrease) in accounts payable	(75,416)	(10,344)	(39,284)	(125,044)
Increase (decrease) in accrued liabilities	848	(4,418)	1,875	(1,695)
Increase (decrease) in customer deposits	2,872	-	-	2,872
Increase (decrease) in unearned revenue	(10,941)	-	-	(10,941)
Increase (decrease) in compensated absences	10,234	(2,250)	11,491	19,475
Increase (decrease) in OPEB liability	10,142	29,034	16,943	56,119
Increase (decrease) in pension liability	84,264	(127,943)	(131,272)	(174,951)
Net cash provided by (used in) operating activities	\$ 36,181	\$ (11,836)	\$ 5,982,633	\$ 6,006,978
Noncash investing, capital, and financing activities:				
Capital contributions from developers/granting agencies	\$ -	\$ -	\$ 3,112,091	\$ 3,112,091

City of Grand Prairie, Texas
Combining Financial Statements
Internal Service Funds
September 30, 2021

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

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

City of Grand Prairie, Texas
Combining Statements of Net Position
Internal Service Funds
September 30, 2021

	<u>Fleet Services</u>	<u>Risk Management</u>	<u>Total Internal Service Funds</u>
ASSETS			
Current assets:			
Cash and cash equivalents	\$ 2,044,134	\$ 3,827,370	\$ 5,871,504
Investments	2,000,000	19,000,000	21,000,000
Other receivables	-	84,060	84,060
Inventories and supplies	130,198	-	130,198
Prepays	-	525,761	525,761
	<u>4,174,332</u>	<u>23,437,191</u>	<u>27,611,523</u>
Total current assets			
Noncurrent assets:			
Capital assets:			
Land	737,566	-	737,566
Buildings	1,658,166	227,700	1,885,866
Equipment	1,391,978	1,004,798	2,396,776
Less: accumulated depreciation	<u>(2,718,571)</u>	<u>(608,470)</u>	<u>(3,327,041)</u>
	<u>1,069,139</u>	<u>624,028</u>	<u>1,693,167</u>
Total noncurrent assets			
Total assets	5,243,471	24,061,219	29,304,690
DEFERRED OUTFLOWS OF RESOURCES			
Related to OPEB	7,422	11,128	18,550
Related to TMRS pension	<u>189,368</u>	<u>46,955</u>	<u>236,323</u>
	<u>196,790</u>	<u>58,083</u>	<u>254,873</u>
Total deferred outflows			
LIABILITIES			
Current liabilities:			
Accounts payable	98,104	551,783	649,887
Accrued liabilities	75,941	6,874,238	6,950,179
Compensated absences	<u>39,678</u>	<u>11,303</u>	<u>50,981</u>
	<u>213,723</u>	<u>7,437,324</u>	<u>7,651,047</u>
Total current liabilities			
Noncurrent liabilities:			
Compensated absences	9,956	2,837	12,793
Other postemployment benefits	655,290	183,152	838,442
Net pension liability	<u>640,295</u>	<u>158,765</u>	<u>799,060</u>
	<u>1,305,541</u>	<u>344,754</u>	<u>1,650,295</u>
Total noncurrent liabilities			
Total liabilities	1,519,264	7,782,078	9,301,342
DEFERRED INFLOWS OF RESOURCES			
Related to OPEB	23,196	8,657	31,853
Related to TMRS pension	<u>218,727</u>	<u>54,235</u>	<u>272,962</u>
	<u>241,923</u>	<u>62,892</u>	<u>304,815</u>
Total deferred inflows of resources			
NET POSITION			
Net investment in capital assets	1,069,139	624,028	1,693,167
Unrestricted	<u>2,609,935</u>	<u>15,650,304</u>	<u>18,260,239</u>
	<u>\$ 3,679,074</u>	<u>\$ 16,274,332</u>	<u>\$ 19,953,406</u>
Total net position			

City of Grand Prairie, Texas
Combining Statements of Revenues, Expenses, and
Changes in Net Position
Internal Service Funds
For the Year Ended September 30, 2021

	<u>Fleet Services</u>	<u>Risk Management</u>	<u>Total Internal Service Funds</u>
OPERATING REVENUES			
Charge for services	\$ 6,314,435	\$ -	\$ 6,314,435
Insurance premiums	-	27,822,301	27,822,301
Miscellaneous	-	11,354	11,354
	<hr/>	<hr/>	<hr/>
Total operating revenues	6,314,435	27,833,655	34,148,090
OPERATING EXPENSES			
Salaries and benefits	2,417,298	550,714	2,968,012
Supplies and miscellaneous purchases	2,631,906	1,687	2,633,593
Purchased services	1,039,304	251,588	1,290,892
Insurance claims	-	24,925,047	24,925,047
Miscellaneous	137,201	559,508	696,709
Depreciation	144,513	161,579	306,092
	<hr/>	<hr/>	<hr/>
Total operating expenses	6,370,222	26,450,123	32,820,345
Operating income (loss)	(55,787)	1,383,532	1,327,745
NONOPERATING REVENUES (EXPENSES)			
Gain (loss) on disposition of capital assets	3,510	(25,066)	(21,556)
	<hr/>	<hr/>	<hr/>
Total nonoperating revenues (expenses)	3,510	(25,066)	(21,556)
Income before contributions and transfers	(52,277)	1,358,466	1,306,189
CONTRIBUTIONS AND TRANSFERS			
Transfers in	60,963	-	60,963
Transfers out	(250,000)	(11,040)	(261,040)
	<hr/>	<hr/>	<hr/>
Change in net position	(241,314)	1,347,426	1,106,112
Net position - beginning of year	3,920,388	14,926,906	18,847,294
	<hr/>	<hr/>	<hr/>
Net position - end of year	\$ 3,679,074	\$ 16,274,332	\$ 19,953,406

City of Grand Prairie, Texas
Combining Statements of Cash Flows
Internal Service Funds
For the Year Ended September 30, 2021

	Fleet Services	Risk Management	Total Internal Service Funds
Cash flows from operating activities:			
Cash received from city and employee contributions	\$ -	\$ 27,738,241	\$ 27,738,241
Cash received from interfund services provided	6,315,426	-	6,315,426
Other operating cash receipts	-	11,354	11,354
Cash payments to suppliers for goods and services	(3,889,784)	(831,546)	(4,721,330)
Cash payments to employees for services	(1,781,144)	(5,427)	(1,786,571)
Cash payments for interfund services used	-	(24,925,047)	(24,925,047)
Net cash provided by (used in) operating activities	644,498	1,987,575	2,632,073
Cash flows from non-capital financing activities:			
Transfers from other funds	60,963	-	60,963
Transfers to other funds	(250,000)	(11,040)	(261,040)
Net cash provided by (used in) non-capital financing activities	(189,037)	(11,040)	(200,077)
Cash flows from capital and related financing activities:			
Proceeds from capital assets disposals	3,510	(25,066)	(21,556)
Acquisition of capital assets	(66,859)	(8,576)	(75,435)
Net cash provided by (used in) capital and related financing activities	(63,349)	(33,642)	(96,991)
Net (decrease) increase in cash and cash equivalents	392,112	1,942,893	2,335,005
Cash and cash equivalents - beginning of year	1,652,022	1,884,477	3,536,499
Cash and cash equivalents - end of year	\$ 2,044,134	\$ 3,827,370	\$ 5,871,504
Reconciliation of operating income (loss) from operations to net cash provided by (used in) operating activities:			
Operating income (loss)	\$ (55,787)	\$ 1,383,532	\$ 1,327,745
Adjustments to operating income (loss) to net cash provided by (used in) operating activities:			
Depreciation	144,513	161,579	306,092
Changes in assets and liabilities:			
(Increase) decrease in prepaids	-	(81,678)	(81,678)
(Increase) decrease in inventories and supplies	(42,322)	-	(42,322)
(Increase) decrease in other receivables	991	(84,060)	(83,069)
Increase (decrease) in accounts payable	(39,051)	62,915	23,864
Increase (decrease) in accrued liabilities	(2,973)	537,392	534,419
Increase (decrease) in compensated absences	(2,130)	8,520	6,390
Increase (decrease) in OPEB liability	36,169	8,968	45,137
Increase (decrease) in pension liability	605,088	(9,593)	595,495
Net cash provided by (used in) operating activities	\$ 644,498	\$ 1,987,575	\$ 2,632,073

City of Grand Prairie, Texas

Governmental Fund- Discretely Presented Component Unit

September 30, 2021

Component Units are required to be presented alongside the City's financial statements as the City is ultimately financially accountable for them. The City has one discretely presented component unit that qualifies as a governmental fund.

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

City of Grand Prairie, Texas

Balance Sheet

Governmental Fund- Discretely Presented Component Unit

Local Government Corporation

September 30, 2021

	<u>Local Government Corporation</u>
ASSETS	
Cash and cash equivalents	\$ 75,752
Total assets	<u>75,752</u>
FUND BALANCES	
Restricted	75,752
Total fund balances	<u>\$ 75,752</u>

City of Grand Prairie, Texas

Reconciliation of Balance Sheet of Governmental Funds
to the Statement of Net Position
Governmental Fund- Discretely Presented Component Unit
Local Government Corporation
September 30, 2021

Total fund balance - total governmental fund \$ 75,752

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

Capital assets used in governmental activities are not financial resources, and therefore, are not reported in the funds. 4,935,331

Environmental remediation obligations are considered noncurrent liabilities because they are not due and payable in the current period; therefore they are not reported in the governmental fund balance sheet. (239,369)

Net position of governmental activities \$ 4,771,714

City of Grand Prairie, Texas

Statement of Revenues, Expenditures, and Changes in Fund Balance

Government Fund- Discretely Presented Component Unit

Local Government Corporation

For the Year Ended September 30, 2021

	Local Government Corporation
REVENUES	
Charges for goods and services	\$ 10
Operating grants and contributions	<u>5,011,073</u>
Total revenues	5,011,083
EXPENDITURES	
Capital outlay	<u>4,935,331</u>
Total expenditures	<u>4,935,331</u>
Net change in fund balances	75,752
Fund balances - beginning of year	<u>-</u>
Fund balances - end of year	<u><u>\$ 75,752</u></u>

City of Grand Prairie, Texas

Reconciliation of Statement of Revenues, Expenditures, and Changes in Fund Balance
of Governmental Activities to the Statement of Activities
Governmental Fund- Discretely Presented Component Unit
Local Government Corporation
For the Year Ended September 30, 2021

Net change in fund balances - total governmental fund \$ 75,752

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

Governmental funds report capital outlay as expenditures. However, in the government-wide statement of activities, the cost of those assets is capitalized and allocated over their estimated useful lives as depreciation expense. This is the amount of capital assets recorded in the current period. 4,935,331

Pollution remediation obligation liabilities reported in the statement of activities do not require the use of current financial resources and, therefore are not reported as expenditures in the governmental funds. (239,369)

Change in net position of governmental activities \$ 4,771,714

Statistical Section



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City of Grand Prairie, Texas
 Annual Comprehensive Financial Report
 For the Year Ended September 30, 2021
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City of Grand Prairie, Texas
Net Position by Component (Unaudited)
Last Ten Fiscal Years

	Fiscal Year			
	2012	2013	2014	2015
GOVERNMENTAL ACTIVITIES				
Net investment in capital assets	\$ 311,048,653	\$ 316,856,535	\$ 319,412,513	\$ 333,061,190
Restricted	63,267,418	69,081,215	108,444,110	53,392,543
Unrestricted	47,893,511	40,378,407	13,160,490	18,505,921
Total governmental activities net position	\$ 422,209,582	\$ 426,316,157	\$ 441,017,113	\$ 404,959,654
BUSINESS-TYPE ACTIVITIES				
Net investment in capital assets	\$ 139,042,561	\$ 141,678,428	\$ 143,297,680	\$ 151,539,230
Restricted	4,601,419	4,695,502	5,444,619	8,904,795
Unrestricted	71,929,058	66,726,233	68,399,617	60,022,038
Total business-type activities net position	\$ 215,573,038	\$ 213,100,163	\$ 217,141,916	\$ 220,466,063
PRIMARY GOVERNMENT				
Net investment in capital assets	\$ 450,091,214	\$ 458,534,963	\$ 462,710,193	\$ 484,600,420
Restricted	67,868,837	73,776,717	113,888,729	62,297,338
Unrestricted	119,822,569	107,104,640	81,560,107	78,527,959
Total primary government net position	\$ 637,782,620	\$ 639,416,320	\$ 658,159,029	\$ 625,425,717

The City implemented GASB Statement 54 "Fund Balance Reporting and Governmental Fund Type Definition" in fiscal year 2012, which changed classification of certain activities from governmental to business type activities.

Fiscal Year						
2016	2017	2018	2019	2020	2021	
\$ 308,745,566	\$ 278,750,450	\$ 266,214,537	\$ 311,019,615	\$ 336,590,522	\$ 356,640,773	
57,404,183	80,454,171	81,030,788	58,899,457	58,788,228	76,342,878	
41,953,800	46,202,814	10,497,407	4,163,774	701,455	(16,482,733)	
<u>\$ 408,103,549</u>	<u>\$ 405,407,435</u>	<u>\$ 357,742,732</u>	<u>\$ 374,082,846</u>	<u>\$ 396,080,205</u>	<u>\$ 416,500,918</u>	
\$ 166,071,343	\$ 174,505,410	\$ 173,815,271	\$ 176,239,658	\$ 193,394,660	\$ 207,008,523	
15,366,214	34,704,441	45,622,261	59,346,971	61,272,475	88,209,339	
55,565,327	40,424,846	38,998,317	35,349,141	33,692,679	12,715,651	
<u>\$ 237,002,884</u>	<u>\$ 249,634,697</u>	<u>\$ 258,435,849</u>	<u>\$ 270,935,770</u>	<u>\$ 288,359,814</u>	<u>\$ 307,933,513</u>	
\$ 474,816,909	\$ 453,255,860	\$ 440,029,808	\$ 487,259,273	\$ 529,985,182	\$ 563,649,296	
72,770,397	115,158,612	126,653,049	118,246,428	120,060,703	164,552,217	
97,519,127	86,627,660	49,495,724	39,512,915	34,394,134	(3,767,082)	
<u>\$ 645,106,433</u>	<u>\$ 655,042,132</u>	<u>\$ 616,178,581</u>	<u>\$ 645,018,616</u>	<u>\$ 684,440,019</u>	<u>\$ 724,434,431</u>	

City of Grand Prairie, Texas

Changes in Net Position

Last Ten Fiscal Years

	Fiscal Year			
	2012	2013	2014	2015
EXPENSES				
Governmental activities:				
Support services	\$ 17,928,238	\$ 17,503,253	\$ 20,400,867	\$ 22,102,591
Public safety services	72,934,512	76,439,796	80,333,290	80,359,190
Recreation and leisure services	24,071,731	25,847,664	25,255,982	26,746,861
Development services	84,171,971	79,057,014	75,473,059	77,263,159
Interest on long-term debt	9,227,801	8,125,389	7,922,519	8,019,147
Total governmental activities expenses	208,334,253	206,973,116	209,385,717	214,490,948
Business-type activities:				
Water and wastewater	55,186,501	59,993,534	61,468,207	61,381,944
Solid waste	9,485,700	9,773,626	9,712,711	10,143,394
Municipal airport	2,650,503	2,793,094	3,484,297	2,226,108
Municipal golf course	3,527,637	3,487,758	3,314,435	3,230,377
Storm water	1,617,905	1,909,737	1,635,198	1,694,556
Total business-type activities expenses	72,468,246	77,957,749	79,614,848	78,676,379
Total primary government expenses	280,802,499	284,930,865	289,000,565	293,167,327
PROGRAM REVENUES				
Governmental activities:				
Charges for services:				
Support services	5,000,964	4,914,303	4,701,456	4,809,384
Public safety services	13,752,467	15,557,404	16,190,902	13,623,499
Recreation and leisure services	8,256,815	9,686,041	9,055,820	9,772,737
Development services	5,866,787	5,670,741	7,152,325	6,643,502
Operating grants and contributions	31,329,503	33,339,115	34,980,362	33,329,097
Capital grants and contributions	6,290,285	5,242,216	4,020,110	1,232,805
Total governmental activities program revenues	70,496,821	74,409,820	76,100,975	69,411,023
Business-type activities:				
Charges for services:				
Water and wastewater	57,610,991	57,632,524	60,115,296	63,421,631
Solid waste	10,664,949	10,568,982	10,802,865	11,470,007
Municipal airport	3,048,547	2,973,572	2,978,121	2,001,854
Municipal golf course	2,306,811	2,262,430	1,909,090	2,021,800
Storm water	5,125,840	5,367,769	5,436,780	5,572,487
Operating grants and contributions	-	30,291	42,697	43,714
Capital grants and contributions	2,465,951	3,089,677	4,402,822	4,082,082
Total business-type activities	81,223,089	81,925,245	85,687,671	88,613,575
Total primary government	151,719,910	156,335,065	161,788,646	158,024,598

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

Fiscal Year						
2016	2017	2018	2019	2020	2021	
\$ 23,045,026	\$ 26,731,588	\$ 27,614,430	\$ 30,669,782	\$ 31,310,741	\$ 31,880,593	
91,860,495	100,253,923	101,033,502	109,767,831	113,728,877	105,285,879	
29,709,690	32,962,890	34,529,152	35,232,643	32,949,455	35,162,022	
88,963,122	90,088,069	97,241,362	102,740,890	110,126,929	109,073,042	
12,374,896	12,108,299	12,481,762	14,987,576	12,689,169	14,004,156	
245,953,229	262,144,769	272,900,208	293,398,722	300,805,171	295,405,692	
66,351,005	70,569,705	72,412,983	74,389,255	73,211,370	81,889,959	
11,438,507	12,317,620	12,339,638	13,009,026	13,044,195	13,906,365	
2,141,279	2,572,623	2,744,301	2,962,253	2,529,664	2,974,666	
3,307,890	3,497,955	3,309,267	3,458,592	3,452,349	3,141,846	
1,809,656	2,425,177	2,446,788	2,647,816	2,497,132	2,573,380	
85,048,337	91,383,080	93,252,977	96,466,942	94,734,710	104,486,216	
331,001,566	353,527,849	366,153,185	389,865,664	395,539,881	399,891,908	
5,048,092	5,364,023	5,539,941	5,980,183	6,872,544	6,341,600	
18,121,839	21,150,257	17,180,107	16,094,926	12,049,004	11,816,379	
9,686,261	11,059,324	13,029,253	13,181,720	9,275,408	13,532,065	
12,169,331	12,775,450	13,913,703	15,932,228	15,092,783	19,138,584	
37,024,064	35,572,942	35,266,428	39,865,579	63,784,399	45,398,240	
8,807,012	8,305,146	3,971,782	8,575,572	417,050	6,974,967	
90,856,599	94,227,142	88,901,214	99,630,208	107,491,188	103,201,835	
67,612,109	72,668,796	77,556,058	74,890,101	80,576,747	82,449,178	
11,816,094	12,863,659	13,208,778	14,117,342	14,245,989	14,941,131	
2,678,090	1,862,633	2,238,508	2,189,495	1,906,648	2,108,698	
2,494,513	2,573,002	2,453,543	2,283,669	2,386,574	2,975,689	
5,631,420	6,356,774	6,864,323	7,210,656	7,682,534	7,927,729	
37,320	47,918	67,537	31,007	96,306	-	
16,653,153	12,892,511	11,983,724	15,541,642	10,069,185	15,545,712	
106,922,699	109,265,293	114,372,471	116,263,912	116,963,983	125,948,137	
197,779,298	203,492,435	203,273,685	215,894,120	224,455,171	229,149,972	

City of Grand Prairie, Texas

Changes in Net Position

Last Ten Fiscal Years

	Fiscal Year			
	2012	2013	2014	2015
NET (EXPENSES)/REVENUE				
Governmental activities	\$ (137,837,432)	\$ (132,563,296)	\$ (133,284,742)	\$ (145,079,925)
Business-type activities	8,754,843	3,967,496	6,072,823	9,937,196
Total primary government net expense	\$ (129,082,589)	\$ (128,595,800)	\$ (127,211,919)	\$ (135,142,729)
GENERAL REVENUES AND OTHER				
CHANGES IN NET POSITION				
Governmental activities:				
Taxes				
Property taxes	\$ 70,153,052	\$ 71,785,225	\$ 77,334,662	\$ 73,070,467
Sales taxes	45,457,902	47,155,704	50,846,972	53,494,773
Hotel/motel tax and other taxes	1,332,259	1,488,871	1,550,172	1,713,865
Franchise fees	12,902,516	12,811,696	13,315,452	14,089,158
Investment income	1,004,777	437,770	652,067	1,609,156
Transfers-monetary	3,167,893	5,390,831	4,267,277	2,428,935
Transfers-capital assets	120,654	-	19,096	(25,800)
Total governmental activities	134,139,053	139,070,097	147,985,698	146,380,554
Business-type activities:				
Franchise fees	-	-	-	-
Investment income	5,579	4,242	1,021	1,750
Transfers-monetary	(3,167,893)	(5,390,831)	(4,267,277)	(2,428,935)
Transfers-capital assets	(120,654)	-	(19,096)	25,800
Total business-type activities	(3,282,968)	(5,386,589)	(4,285,352)	(2,401,385)
Total primary government	130,856,085	133,683,508	143,700,346	143,979,169
CHANGES IN NET POSITION				
Governmental activities	(3,698,379)	6,506,801	14,700,956	1,300,629
Business-type activities	5,471,875	(1,419,093)	1,787,471	7,535,811
Total primary government	\$ 1,773,496	\$ 5,087,708	\$ 16,488,427	\$ 8,836,440

Fiscal Year					
2016	2017	2018	2019	2020	2021
\$ (155,096,630)	\$ (167,917,627)	\$ (183,998,994)	\$ (193,768,514)	\$ (193,313,983)	\$ (192,203,857)
21,874,362	17,882,213	21,119,494	19,796,970	22,229,273	21,461,921
<u>\$ (133,222,268)</u>	<u>\$ (150,035,414)</u>	<u>\$ (162,879,500)</u>	<u>\$ (173,971,544)</u>	<u>\$ (171,084,710)</u>	<u>\$ (170,741,936)</u>
\$ 77,923,990	\$ 84,925,774	\$ 94,648,690	\$ 106,378,593	\$ 116,020,990	\$ 113,824,809
57,076,997	60,585,824	64,250,717	69,672,182	70,808,392	80,187,852
1,791,075	2,015,917	2,208,298	2,231,019	1,794,491	2,366,924
13,928,847	9,996,934	14,485,521	14,796,138	13,903,806	14,022,362
2,173,508	2,425,419	3,506,788	9,776,886	7,952,664	333,285
5,097,654	5,271,645	6,272,419	7,253,810	4,830,999	1,889,338
248,454	-	-	-	-	-
158,240,525	165,221,513	185,372,433	210,108,628	215,311,342	212,624,570
-	-	-	-	-	-
8,567	21,245	43,661	65,360	25,770	-
(5,097,654)	(5,271,645)	(6,272,419)	(7,253,810)	(4,830,999)	1,116
(248,454)	-	-	(108,599)	-	(1,889,338)
<u>(5,337,541)</u>	<u>(5,250,400)</u>	<u>(6,228,758)</u>	<u>(7,297,049)</u>	<u>(4,805,229)</u>	<u>(1,888,222)</u>
152,902,984	159,971,113	179,143,675	202,811,579	210,506,113	210,736,348
3,143,895	(2,696,114)	1,373,439	16,340,114	21,997,359	20,420,713
16,536,821	12,631,813	14,890,736	12,499,921	17,424,044	19,573,699
<u>\$ 19,680,716</u>	<u>\$ 9,935,699</u>	<u>\$ 16,264,175</u>	<u>\$ 28,840,035</u>	<u>\$ 39,421,403</u>	<u>\$ 39,994,412</u>

Concluded

City of Grand Prairie, Texas
Fund Balances
Governmental Funds (Unaudited)
Last Ten Fiscal Years
(Modified Accrual Basis of Accounting)

	Fiscal Year			
	2012	2013	2014	2015
GENERAL FUND				
Unassigned	\$ 25,938,708	\$ 27,346,027	\$ 22,961,626	\$ 26,212,186
Nonspendable	1,035	3,545	16,627	4,938
Restricted	-	-	-	426,948
Committed	524,836	130,240	-	241,704
Assigned	1,449,177	1,336,996	1,137,119	862,870
Total general fund	<u>\$ 27,913,756</u>	<u>\$ 28,816,808</u>	<u>\$ 24,115,372</u>	<u>\$ 27,748,646</u>
ALL OTHER GOVERNMENTAL FUNDS				
Nonspendable	98,473	41,103	30,775	31,655
Restricted	70,226,080	81,264,054	96,095,975	84,657,833
Committed	26,402,391	28,992,783	24,920,817	43,220,248
Unassigned	-	-	-	(3,278,557)
Total all other governmental funds	<u>\$ 96,726,944</u>	<u>\$ 110,297,940</u>	<u>\$ 121,047,567</u>	<u>\$ 124,631,179</u>

Fiscal Year					
2016	2017	2018	2019	2020	2021
\$ 28,320,160	\$ 27,974,657	\$ 30,344,160	\$ 41,554,116	\$ 47,731,260	\$ 46,567,628
81,857	12,867	2,743	-	35,344	432,009
417,938	415,230	466,299	505,059	543,119	594,260
-	-	-	-	-	-
2,191,940	2,943,951	2,931,849	3,121,096	12,338,707	2,412,477
<u>\$ 31,011,895</u>	<u>\$ 31,346,705</u>	<u>\$ 33,745,051</u>	<u>\$ 45,180,271</u>	<u>\$ 60,648,430</u>	<u>\$ 50,006,374</u>
187,991	28,492	76,272	75,907	35,876	59,464
128,375,098	94,489,508	84,458,973	133,008,150	107,378,467	188,479,120
64,315,780	74,729,604	52,841,228	81,520,543	66,052,337	60,721,090
-	(947,692)	(629,198)	-	-	-
<u>\$ 192,878,869</u>	<u>\$ 168,299,912</u>	<u>\$ 136,747,275</u>	<u>\$ 214,604,600</u>	<u>\$ 173,466,680</u>	<u>\$ 249,259,674</u>

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

	Fiscal Year			
	2012	2013	2014	2015
REVENUES				
Taxes	\$ 117,208,804	\$ 122,360,903	\$ 128,787,756	\$ 128,046,817
Licenses, fees, and permits	15,606,264	15,799,334	16,471,810	17,352,029
Fines and penalties	8,074,797	9,918,968	10,473,823	9,798,424
Charges for services	13,655,483	13,619,154	14,463,192	14,287,686
Intergovernmental	35,616,500	37,762,890	34,880,224	31,111,904
Investment income	1,004,777	437,770	652,067	1,609,156
Other revenues	9,637,107	9,741,528	12,368,101	10,970,976
Total revenues	200,803,732	209,640,547	218,096,973	213,176,992
EXPENDITURES				
Current operations:				
Support services	14,546,500	15,198,818	17,393,309	19,516,058
Public safety services	65,260,700	69,057,285	74,367,544	76,078,091
Recreation and leisure services	17,481,772	18,222,070	18,696,893	19,945,357
Development services	59,915,550	55,630,019	54,303,083	55,135,020
Capital outlay	43,651,279	30,121,392	37,150,344	24,098,471
Debt service:				
Principal retirement	32,623,895	18,937,175	21,405,848	34,952,435
Interest	9,715,824	9,025,740	8,488,435	9,005,312
Total expenditures	243,195,520	216,192,499	231,805,456	238,730,744
Excess of revenues over (under) expenditures	(42,391,788)	(6,551,952)	(13,708,483)	(25,553,752)
OTHER FINANCING SOURCES (USES)				
Transfers in-monetary	45,615,427	26,611,384	35,849,365	23,465,832
Transfers out-monetary	(42,447,534)	(22,220,553)	(31,582,088)	(20,965,643)
Insurance recovery	-	-	-	988,199
Proceeds from sale of capital assets	718,718	583,943	838,163	605,696
Premium (discount) on debt issued	2,664,794	1,627,265	486,234	2,551,554
Bonds issued	7,960,000	15,285,000	14,165,000	26,125,000
Refunding bonds issued	28,415,000	27,295,000	-	-
Payment for refunded debt - escrow agent	(30,743,403)	(28,156,039)	-	-
Sale of assets held for resale	-	-	-	-
Total other financing sources	12,183,002	21,026,000	19,756,674	32,770,638
Net change in fund balances	\$ (30,208,786)	\$ 14,474,048	\$ 6,048,191	\$ 7,216,886
Debt service as a percentage of noncapital expenditures	21.2%	15.0%	15.4%	20.5%

Fiscal Year					
2016	2017	2018	2019	2020	2021
\$ 136,906,439	\$ 147,741,668	\$ 161,126,311	\$ 177,800,911	\$ 187,737,594	\$ 195,932,003
17,890,589	17,417,402	17,914,962	18,527,161	17,391,273	18,605,808
11,612,547	11,364,139	11,342,338	10,326,139	6,239,056	6,247,413
19,008,539	21,507,834	24,837,174	28,166,142	23,507,913	27,048,695
38,114,832	38,100,982	35,840,373	37,021,321	63,519,235	44,944,122
2,173,508	2,425,419	3,506,788	9,776,886	7,952,664	333,285
15,410,164	12,694,334	12,228,046	15,100,674	11,574,218	14,763,526
241,116,618	251,251,778	266,795,992	296,719,234	317,921,953	307,874,852
19,588,300	22,703,145	24,662,284	26,079,838	26,386,107	25,734,614
81,750,530	88,005,227	94,732,585	97,367,410	99,283,284	103,912,676
22,025,867	24,800,496	26,336,423	28,661,888	25,106,602	26,124,266
66,264,413	66,982,812	75,317,973	78,875,185	86,609,926	84,420,479
59,000,134	85,802,825	83,420,486	64,550,906	61,990,328	66,180,209
21,800,000	24,400,000	25,005,000	31,085,000	34,785,000	34,875,000
11,583,140	12,839,071	13,774,026	15,684,195	15,890,125	15,772,930
282,012,384	325,533,576	343,248,777	342,304,422	350,051,372	357,020,174
(40,895,766)	(74,281,798)	(76,452,785)	(45,585,188)	(32,129,419)	(49,145,322)
22,994,446	27,108,570	35,830,314	38,021,660	43,999,920	90,172,311
(18,172,770)	(22,102,792)	(29,782,701)	(28,737,537)	(38,938,702)	(88,082,896)
88,101	-	-	-	-	-
753,054	898,895	1,022,331	1,126,997	1,173,262	1,839,420
4,788,385	9,244,207	3,713,550	7,541,613	2,734,530	3,272,425
102,845,001	40,614,999	36,515,000	116,925,000	-	107,095,000
11,165,000	36,945,000	-	-	19,475,000	-
(12,054,512)	(42,671,228)	-	-	(21,984,352)	-
-	-	-	-	-	-
112,406,705	50,037,651	47,298,494	134,877,733	6,459,658	114,296,260
\$ 71,510,939	\$ (24,244,147)	\$ (29,154,291)	\$ 89,292,545	\$ (25,669,761)	\$ 65,150,938

15.0%

15.5%

14.9%

16.8%

17.6%

17.4%

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

<u>Fiscal Year</u>	<u>Residential Property</u>	<u>Commercial Property</u>	<u>Less: Tax-Exempt Property</u>	<u>Total Taxable Assessed Value</u>	<u>Direct Tax Rate</u>	<u>Actual Taxable Value</u>	<u>Percentage of Actual Taxable Value</u>
2012	\$ 5,579,393,002	\$ 5,842,463,648	\$ 1,978,915,099	\$ 9,442,941,551	0.669998	\$ 9,442,941,551	100.0%
2013	5,595,104,146	5,820,246,325	2,041,527,294	9,373,823,177	0.669998	9,373,823,177	100.0%
2014	5,727,082,026	6,270,916,334	2,155,635,830	9,842,362,530	0.669998	9,842,362,530	100.0%
2015	6,201,569,638	6,694,589,531	2,337,701,387	10,558,457,782	0.669998	10,558,457,782	100.0%
2016	6,554,865,229	6,984,603,149	2,443,858,378	11,095,610,000	0.669998	11,095,610,000	100.0%
2017	6,438,258,351	8,996,790,075	3,117,157,618	12,317,890,808	0.669998	12,317,890,808	100.0%
2018	7,205,616,896	9,745,440,048	3,429,449,736	13,521,607,208	0.669998	13,521,607,208	100.0%
2019	8,170,636,070	10,341,456,342	3,757,076,819	14,755,015,593	0.669998	14,755,015,593	100.0%
2020	8,702,702,995	11,622,970,621	4,000,550,508	16,325,123,108	0.669998	16,325,123,108	100.0%
2021	9,263,788,979	11,908,708,152	4,192,196,016	16,980,301,115	0.669998	16,980,301,115	100.0%

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



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City of Grand Prairie, Texas

Direct and Overlapping Property Tax Rates (Unaudited)

Last Ten Fiscal Years

(Rate per \$100 of Assessed Value)

	Fiscal Year			
	2012	2013	2014	2015
OVERLAPPING RATES				
City of Grand Prairie	0.669998	0.669998	0.669998	0.669998
Grand Prairie School District	1.465000	1.465000	1.465000	1.595000
Arlington School District	1.301000	1.292170	1.348110	1.412952
Cedar Hill School District	1.440000	1.525000	1.525000	1.525000
Irving School District	1.465000	1.465000	1.435000	1.445000
Mansfield School District	1.540000	1.540000	1.527100	1.510000
Midlothian School District	1.540000	1.540000	1.540000	1.540000
Dallas County	0.243100	0.243100	0.243100	0.243100
Dallas County Community College District	0.119375	0.124700	0.124775	0.123650
Dallas County Hospital District	0.271000	0.278000	0.286000	0.286000
Dallas County Flood Control District	3.050000	2.750000	2.750000	2.650000
Grand Prairie Met Util & Reclam Dist.	0.600000	0.600000	0.600000	0.600000
Ellis County	0.380091	0.380091	0.380091	0.380091
Johnson County	0.333229	0.365000	0.405400	0.407700
Tarrant County	0.264000	0.264000	0.264000	0.264000
Tarrant County Hospital District	0.227897	0.227897	0.227897	0.227897
Tarrant County Junior College District	0.148970	0.149500	0.149500	0.149500
CITY DIRECT RATES				
Operations & Maintenance	0.484892	0.484892	0.484892	0.484892
Interest & Sinking	0.185106	0.185106	0.185106	0.185106
Total Direct Rates	0.669998	0.669998	0.669998	0.669998

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

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

Fiscal Year

2016	2017	2018	2019	2020	2021
0.669998	0.669998	0.669998	0.669998	0.669998	0.669998
1.595000	1.595000	1.595000	1.538350	1.509700	1.509700
1.390080	1.368670	1.368670	1.298670	1.387100	1.387100
1.516000	1.516000	1.376000	1.306000	1.283300	1.283300
1.445000	1.431400	1.401100	1.305100	1.275100	1.275100
1.510000	1.540000	1.540000	1.460000	1.446400	1.446400
1.540000	1.540000	1.540000	1.470000	1.379800	1.379800
0.243100	0.243100	0.243100	0.243100	0.239740	0.239740
0.122933	0.124238	0.124000	0.124000	0.124000	0.124000
0.279400	0.279400	0.279400	0.269500	0.266100	0.266100
2.250000	2.000000	1.800000	1.500000	1.400000	1.400000
0.600000	0.600000	0.600000	0.600000	0.600000	0.600000
0.380091	0.380091	0.338984	0.329557	0.320194	0.320194
0.422663	0.441700	0.441700	0.384700	0.384700	0.384700
0.254000	0.244000	0.234000	0.234000	0.234000	0.234000
0.227897	0.224429	0.224429	0.224429	0.224429	0.224429
0.144730	0.140060	0.136070	0.130170	0.130170	0.130170
0.473549	0.473549	0.471196	0.463696	0.457127	0.460638
0.196449	0.196449	0.198802	0.206302	0.212871	0.209360
0.669998	0.669998	0.669998	0.669998	0.669998	0.669998

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

Taxpayer	2021			2012		
	Taxable Assessed Value	Rank	Percentage of Total Taxable Assessed Value	Taxable Assessed Value	Rank	Percentage of Total Taxable Assessed Value
CH AZ Wildlife 4 6 LP	\$ 196,860,170	1	1.16%	\$ 39,335,733	8	0.42%
Lockheed Martin Corp	168,715,165	2	0.99%	48,500,000	6	0.51%
Duke Secured Financing 2009	142,095,043	3	0.84%			
WMCI Dallas V LLC	142,050,000	4	0.84%	75,950,591	2	0.80%
Oncor Electric Delivery	123,730,000	5	0.73%			
Poly America LP	113,145,281	6	0.67%	114,212,433	1	1.21%
Bell Textron Inc.	101,309,539	7	0.60%			
Grand Prairie Outlets LLC	72,254,706	8	0.43%			
Flex N Gate	70,211,680	9	0.41%			
Printpack INC	68,734,049	10	0.40%	70,309,025	3	0.74%
Prologis				70,234,670	4	0.74%
Triumph Group Aerostructures Inc.				66,319,408	5	0.70%
Republic Beverage				40,784,230	7	0.43%
Catellus Development Corp				38,987,943	9	0.41%
CCDA Waters LLC				37,524,174	10	0.40%
Total	\$ 1,199,105,633		7.07%	\$ 602,158,207		6.36%

Source of Information: Dallas County Tax Office

City of Grand Prairie, Texas
Property Tax Levies and Collections (Unaudited)
Last Ten Fiscal Years

Fiscal Year Ended September 30,	Taxes Levied for the Fiscal Year	Collected within the Fiscal Year of the Levy		Collections from Subsequent Years	Total Collections to Date	
		Amount	Percentage of Levy		Amount	Percentage of Levy
2012	\$ 62,888,700	\$ 61,808,360	98.28%	\$ 976,816	\$ 62,785,176	99.84%
2013	62,582,232	61,892,769	98.90%	592,565	62,485,334	99.85%
2014	65,666,244	64,917,939	98.86%	612,870	65,530,809	99.79%
2015	70,047,613	69,394,398	99.07%	517,001	69,911,399	99.81%
2016	74,306,335	73,535,755	98.96%	597,877	74,133,632	99.77%
2017	81,305,307	80,079,624	98.49%	1,025,028	81,104,652	99.75%
2018	88,709,078	87,616,588	98.77%	778,996	88,395,584	99.65%
2019	98,194,923	96,928,611	98.71%	402,738	97,331,349	99.12%
2020	106,940,678	105,665,085	98.81%	-	105,665,085	98.81%
2021	113,882,697	112,698,548	98.96%	-	112,698,548	98.96%

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

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

City of Grand Prairie, Texas
Ratios of Outstanding Debt by Type (Unaudited)
Last Ten Fiscal Years

Fiscal Year	Governmental Activities				Business-type Activities				
	General Obligation Bonds	Sales		Issuance	Water Revenue Bonds	General Obligation Bonds	Certificates of Obligation	Issuance	Capital Lease
		Tax Revenue Bonds	Certificates of Obligation	Premium/Discounts Net					
2012	\$ 92,070,458	\$ 40,195,000	\$ 120,775,000	\$ 2,980,920	\$ 61,925,000	\$ 2,334,543	\$ 1,940,000	\$ 636,366	\$ -
2013	94,188,283	36,030,000	118,470,000	4,278,492	59,780,000	2,261,718	1,700,000	1,372,785	-
2014	88,822,435	31,990,000	121,635,000	4,424,272	59,880,000	2,022,566	1,575,000	1,271,958	-
2015	80,715,000	52,875,000	101,030,000	5,921,533	55,630,000	-	1,450,000	1,086,319	-
2016	79,965,000	122,650,000	113,415,000	10,283,952	51,010,000	-	1,320,000	1,331,968	1,256,303
2017	79,130,000	123,925,000	126,385,000	18,506,395	56,490,000	-	1,180,000	3,505,394	956,022
2018	70,210,000	117,810,000	152,930,000	20,701,245	54,435,000	-	1,035,000	4,014,433	330,129
2019	60,820,000	109,120,000	259,255,000	26,528,815	52,695,000	-	885,000	3,752,233	-
2020	59,055,000	101,960,000	230,835,000	26,089,621	46,625,000	-	725,000	4,917,391	-
2021	117,175,000	89,965,000	254,920,000	27,203,630	41,485,000	-	555,000	3,095,945	-

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

¹ For average household income, see page 167.

	Total Primary Government	Percentage of Average Household Income ¹	Per Capita
\$	322,857,287	0.02%	\$ 1,799
	318,081,278	0.02%	1,771
	311,621,231	0.02%	1,719
	298,707,852	0.02%	1,636
	381,232,223	0.02%	2,065
	410,077,811	0.01%	2,192
	421,465,807	0.01%	2,225
	513,056,048	0.01%	2,676
	470,207,012	0.01%	2,409
	534,399,575	0.01%	2,654

City of Grand Prairie, Texas

Ratios of General Bonded Debt Outstanding (Unaudited)

Last Ten Fiscal Years

Fiscal Year	General Bonded Debt Outstanding				Total	Percentage of Actual Taxable Value of Property	Per Capita
	General Obligation Bonds	Certificates of Obligation	Less: Amounts Available in Debt Service Fund				
2012	\$ 94,405,001	\$ 122,715,000	\$ 7,578,472	\$ 209,541,529	2.22%	\$ 1,168	
2013	96,450,001	120,170,000	9,051,355	207,568,646	2.21%	1,156	
2014	90,845,001	123,210,000	10,501,572	203,553,429	2.07%	1,123	
2015	80,715,000	102,480,000	10,753,895	172,441,105	1.63%	944	
2016	79,965,000	113,415,000	11,804,301	181,575,699	1.64%	984	
2017	79,130,000	126,385,000	8,754,196	196,760,804	1.60%	1,052	
2018	70,210,000	152,930,000	5,535,816	217,604,184	1.61%	1,149	
2019	60,820,000	259,255,000	3,734,760	316,340,240	2.14%	1,650	
2020	59,055,000	230,835,000	2,489,225	287,400,775	1.76%	1,472	
2021	117,175,000	254,920,000	3,787,564	368,307,436	2.17%	1,836	

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

City of Grand Prairie, Texas
 Direct and Overlapping
 Governmental Activities of Debt (Unaudited)
 As of September 30, 2021

Governmental Unit	Debt Outstanding	Estimated Percentage Applicable ¹	Estimated Share of Direct and Overlapping Debt
Debt repaid with property taxes			
Arlington Independent School District	\$ 1,081,249,956	17.92%	\$ 193,759,992
Cedar Hill Independent School District	101,107,515	5.48%	5,540,692
Dallas County	116,665,000	3.01%	3,511,617
Dallas County Community College District	115,750,000	3.01%	3,484,075
Dallas County Flood Control District #1	20,675,000	0.77%	159,198
Dallas County Hospital District	575,530,000	3.04%	17,496,112
Dallas County Schools	16,679,652	3.04%	507,061
Ellis County	31,020,000	0.08%	24,816
Grand Prairie Independent School District	427,000,000	88.86%	379,432,200
Irving Independent School District	346,060,000	0.71%	2,457,026
Mansfield Independent School District	853,614,839	12.77%	109,006,615
Midlothian Independent School District	429,760,000	0.23%	988,448
Tarrant County	213,675,000	3.86%	8,247,855
Tarrant Co College Dist	255,995,000	3.86%	9,881,407
Tarrant County Hospital District	14,495,000	3.86%	559,507
Subtotal, overlapping debt			735,056,621
City direct debt²	377,990,000	100.00%	377,990,000
Total direct and overlapping debt			\$ 1,113,046,621

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

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

Source of Information: Municipal Advisory Council of Texas

City of Grand Prairie Finance Department - per O/S

City of Grand Prairie, Texas
Legal Debt Margin Information (Unaudited)
Last Ten Fiscal Years

	Fiscal Year			
	2012	2013	2014	2015
Debt limit	\$ 236,073,539	\$ 234,345,579	\$ 246,059,063	\$ 263,961,445
Total net debt applicable to limit	134,681,529	135,582,645	138,051,429	151,103,105
Legal debt margin	\$ 101,392,010	\$ 98,762,934	\$ 108,007,634	\$ 112,858,340
Total net debt applicable to the limit as a percentage of debt limit	57.05%	57.86%	56.10%	57.24%

Details regarding the City's debt limit can be found in the notes to the basic financial statements.

	2021
Assessed value	\$ 16,980,301,115
Debt limit (2.5% of assessed value)	424,507,528
Debt applicable to limit:	
General obligation bonds	372,095,000
Less: Amount set aside for repayment of general obligation debt	(3,787,564)
Total net debt applicable to limit	368,307,436
Legal debt margin	\$ 56,200,092

Fiscal Year

2016	2017	2018	2019	2020	2021
\$ 277,390,250	\$ 307,947,270	\$ 338,040,180	\$ 368,875,390	\$ 408,128,078	\$ 424,507,528
181,575,699	196,760,804	217,604,184	316,340,240	287,400,775	368,307,436
\$ 95,814,551	\$ 111,186,466	\$ 120,435,996	\$ 52,535,150	\$ 120,727,303	\$ 56,200,092
65.46%	63.89%	64.37%	85.76%	70.42%	86.76%

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

Fiscal Year	Water Revenue Bonds						Sales Tax Revenue Bonds ⁴			
	Utility Service Charges ¹	Less: Operating Expenses ²	Net Available Revenue	Debt Service		Coverage ³	Sales Tax Increment	Maximum Annual Debt Service	Coverage ⁵	
				Principal	Interest					
2012	\$ 58,701,075	\$ 40,367,949	\$ 18,333,126	\$ 4,080,000	\$ 2,538,028	2.77	\$ 5,762,747	\$ 2,369,203	2.43	
2013	59,031,386	40,660,224	18,371,162	4,445,000	2,346,060	2.71	6,223,346	2,247,772	2.77	
2014	61,910,609	43,852,520	18,058,089	3,900,000	2,072,826	3.02	6,391,068	2,247,772	2.84	
2015	65,213,261	46,785,802	18,427,459	4,250,000	1,846,017	3.02	6,752,015	2,247,772	3.00	
2016	70,027,679	51,530,262	18,497,417	4,380,000	1,693,162	3.05	7,268,076	2,692,441	2.70	
2017	74,668,468	55,531,071	19,137,397	4,510,000	1,637,666	3.11	7,667,736	2,692,441	2.85	
2018	80,293,189	56,480,299	23,812,890	4,810,000	1,702,265	3.66	8,207,902	2,692,178	3.05	
2019	76,853,323	57,095,478	19,757,845	5,202,200	1,604,918	2.90	8,790,989	2,691,674	3.27	
2020	82,440,094	58,388,037	24,052,057	4,850,445	1,442,083	3.82	8,936,324	2,663,493	3.36	
2021	87,351,497	66,479,968	20,871,529	4,848,267	1,388,654	3.35	10,084,006	2,663,493	3.79	

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

² Expenses exclude depreciation expense.

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

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

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

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

<u>Calendar Year</u>	<u>Population</u>	<u>Median Household Income</u>	<u>Per Capita Income</u>	<u>Median Age</u>	<u>Public School Enrollment</u>	<u>Unemployment Rate</u>
2012	179,476	52,733	22,259	32	26,927	7.0%
2013	179,630	53,267	22,370	32	27,780	6.5%
2014	181,230	55,080	23,164	31	27,740	5.4%
2015	182,610	56,028	23,286	31	29,427	4.0%
2016	184,620	57,851	23,516	32	29,339	3.7%
2017	187,050	59,675	23,695	32	29,339	3.4%
2018	189,430	59,563	23,864	32	30,000	3.4%
2019	191,720	63,882	25,681	33	30,000	3.1%
2020	195,200	67,388	26,761	33	30,000	7.4%
2021	200,640	69,408	26,761	33	30,000	4.4%

Sources of Information:

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

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

Employer	2021			2012		
	Employees	Rank	Percentage of Total City Employment	Employees	Rank	Percentage of Total City Employment
Grand Prairie Independent School District	4,000	1	4.25%	3,200	1	3.78%
Lockheed Martin Missiles and Fire Control	4,000	2	4.25%	3,000	2	3.54%
Poly-America Inc.	2,000	3	2.12%	2,000	3	2.36%
City of Grand Prairie	1,600	4	1.70%	1,100	5	1.30%
Bell Helicopter-Textron	1,200	5	1.27%	1,300	4	1.53%
Flex-N-Gate	1,200	6	1.27%			
Lear Seating	1,100	7	1.17%			
Lone Star Park at Grand Prairie	950	8	1.01%	1,000	6	1.18%
Forterra Pipe & Products, Inc.	950	9	1.01%			
K & N Filters	800	10	0.85%			
Vought Aircraft Industries				750	7	0.88%
American Eurocopter				500	9	0.59%
Walmart				600	8	0.71%
Siemens Energy And Automation, Inc.				500	10	0.59%
Total	17,800		18.90%	13,950		16.46%

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

City of Grand Prairie, Texas

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

Function/Program	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
General Government and Administration										
Budget and Research	3.0	3.0	3.0	3.0	3.0	3.0	3.0	3.0	3.0	3.0
Building and Construction Management	1.0	1.0	1.0	1.0	1.0	1.0	1.0	1.0	1.0	1.0
City Manager's Office	9.5	8.5	8.0	7.5	7.5	8.5	9.5	10.5	9.5	9.5
Economic Development	-	-	-	-	1.0	4.5	4.5	4.0	4.0	6.0
Environmental Services	20.0	21.0	21.5	25.5	29.5	31.0	36.5	37.0	38.0	41.0
Facility Services ¹	-	18.0	18.0	18.0	19.0	19.0	19.0	19.0	19.0	19.0
Finance ²	18.0	13.0	13.0	12.0	12.0	12.5	15.5	17.0	17.0	17.0
Fire	209.0	210.0	209.0	229.5	230.5	233.5	236.5	240.5	243.5	247.5
Housing and Neighborhood Services	35.5	35.5	35.5	34.5	34.5	34.5	36.5	36.5	36.5	34.5
Human Resources	10.0	10.0	10.0	10.5	11.0	11.0	11.0	11.5	11.5	10.5
Information Technology	24.0	24.0	27.5	29.5	29.5	29.0	31.0	32.0	32.0	29.0
Judiciary	3.0	3.0	3.0	3.0	3.0	3.0	3.0	3.0	3.0	3.0
Legal Services	6.0	6.0	7.0	7.5	8.0	8.0	9.0	9.0	9.0	9.0
Library	31.0	29.5	29.5	28.5	29.5	32.5	35.0	36.0	36.0	35.0
Management Services	3.0	3.0	3.0	3.0	3.0	3.0	3.0	3.0	4.0	4.0
Marketing	3.0	3.0	3.0	3.0	3.0	3.0	3.0	4.0	4.0	4.0
Municipal Court	26.0	26.0	28.0	28.0	28.0	31.5	32.0	27.0	27.0	28.5
Parks and Recreation ¹	162.0	141.0	181.0	188.0	190.0	194.0	254.7	226.5	235.5	232.0
Planning and Development	46.0	45.5	45.5	47.0	38.0	39.0	39.5	39.5	39.5	39.5
Police	381.0	394.0	394.0	423.5	435.5	453.5	468.5	484.0	488.0	484.5
Public Works	61.0	61.0	61.0	61.0	61.5	61.5	65.5	65.5	65.5	59.5
Purchasing ²	-	5.0	5.0	5.0	5.0	5.0	5.0	6.0	6.0	6.0
Transportation	18.0	18.0	18.0	19.0	19.0	19.0	21.0	22.0	22.0	20.0
Enterprise Operations and Administrations										
Airport	5.5	5.5	5.5	6.0	6.0	6.0	6.0	6.0	6.0	6.0
Golf	18.0	19.0	29.0	29.0	29.0	29.0	29.0	27.3	27.3	27.3
Solid Waste	34.5	34.5	35.5	44.0	44.0	44.0	44.0	47.5	55.5	54.5
Storm Water	6.0	7.0	7.0	7.0	7.0	8.0	9.0	10.0	10.0	10.0
Water/Wastewater	110.5	110.5	111.5	113.0	114.0	120.5	124.0	127.0	136.0	134.0
Internal Service Operations										
Equipment Services	15.0	16.0	16.0	16.5	17.0	18.5	18.5	18.5	22.5	22.5
Risk Management	1.0	1.0	1.5	1.5	2.5	2.5	2.0	2.5	2.5	2.5
Total	1,260.5	1,272.5	1,330.5	1,404.5	1,421.5	1,469.0	1,575.7	1,576.3	1,614.3	1,599.8

Full-time-equivalent (FTE) positions are calculated using both full-time and part-time City positions as reported in the City's Budget Book for the same fiscal year. Details regarding changes in positions by function/program may be found in the FY 2017-2018 Budget Book.

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

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

Source of Information: City Budget Office

City of Grand Prairie, Texas
 Capital Assets Statistics by Function/Program
 Last Ten Fiscal Years

Function/Program	Fiscal Year				
	2012	2013	2014	2015	2016
Police					
Stations	2	2	2	2	2
Public safety training complex	1	1	1	1	1
Storefronts	3	4	3	3	3
Fire stations	10	10	10	10	10
Other public works					
Streets (miles)	594	594	641	642	634
Acreage	51,108	51,954	51,954	51,954	51,954
Public parks	57	57	57	57	57
Baseball/softball diamonds	25	25	25	25	25
Soccer/football fields	21	21	21	21	21
Community/recreation centers	8	8	8	8	8
Public golf courses	2	2	2	2	2
Public swimming pools	4	4	4	4	4
Libraries	3	3	3	3	3
Cemetery	1	1	1	1	1
Water					
Water connections	63,250	64,154	64,696	65,808	66,075
Daily consumption (millions of gallons)	23.90	23.50	23.02	23.17	24.56
Wastewater					
Daily flow (millions of gallons)	16.20	14.23	14.11	19.58	16.57
Airports	1	1	1	1	1
Transit—minibuses	12	12	12	12	12

Source of Information: City departments.

Fiscal Year

2017	2018	2019	2020	2021
2	2	2	2	2
1	1	1	1	1
3	3	3	3	3
10	10	10	10	10
631	632	634	641	653
51,984	51,984	52,070	52,044	52,127
57	57	57	57	57
25	25	25	25	25
21	21	21	21	21
8	9	9	9	9
2	2	2	2	2
4	5	5	5	5
3	3	3	3	3
1	1	1	1	1
66,075	67,794	69,333	70,944	72,483
25.00	26.06	24.67	25.30	24.16
15.92	16.40	20.58	18.38	17.76
1	1	1	1	1
12	12	13	13	13

City of Grand Prairie, Texas
Water and Wastewater Contracts
Components of Payments Made under Selected Contracts
(Unaudited)
Last Ten Fiscal Years

Fiscal Year	Dallas Water Utilities			Trinity River Authority			Trinity River Authority	
	Water Purchases			Wastewater Treatment			Joe Pool	Joe Pool
	Volume	Demand	Total	O&M	Debt Service	Total	Lake Intake	Lake Corp of Engineers
2012	2,780,668	6,758,580	9,539,248	4,316,782	6,383,008	10,699,790	7,660	306,680
2013	2,901,935	6,854,133	9,756,068	4,360,828	6,546,256	10,907,084	7,390	381,637
2014	2,770,446	7,062,206	9,832,652	4,234,724	7,602,156	11,836,880	7,190	397,690
2015	2,561,969	7,547,810	10,109,779	5,774,796	8,060,760	13,835,556	6,750	387,511
2016	3,687,583	8,228,711	11,916,294	5,895,397	8,559,504	14,454,901	6,782	396,612
2017	3,246,558	9,119,618	12,366,176	5,107,743	8,731,748	13,839,491	7,703	225,107
2018	3,624,469	9,479,477	13,103,946	5,612,671	10,134,974	15,747,645	8,334	5,324
2019	2,096,198	7,556,649	9,652,847	7,054,098	11,646,796	18,700,894	9,422	14,105
2020	3,518,313	10,108,439	13,626,752	6,266,764	11,529,790	17,796,554	8,652	19,791
2021	2,747,196	10,337,927	13,085,123	6,860,206	14,131,494	20,991,700	787	1,822

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



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City of Grand Prairie, Texas
Operating Indicators by Function (Unaudited)
Last Ten Fiscal Years

Function	Fiscal Year				
	2012	2013	2014	2015	2016
Police					
911 calls received *	141,924	142,641	145,571	129,159	124,331
Non-emergency calls *	105,123	99,831	101,626	116,685	107,490
Calls for service *	235,947	233,997	243,443	245,844	231,821
Jail arrests *	10,637	10,403	12,201	9,016	9,395
Fire					
Total Fire and EMS calls *	16,540	16,999	16,912	17,827	18,408
Fire response calls for structure fires *	190	197	180	192	152
Street					
Number of miles of overlay streets	9	6	6	5	5
Number of street defects repaired	25,628	16,436	13,061	27,537	18,772
Number of linear ft of sidewalk repaired	31,962	20,440	14,712	12,061	17,276
Solid Waste					
Landfill refuse collected (tons)	164,031	162,755	165,586	182,287	198,529
Recyclables collected (tons)	4,853	5,012	5,172	4,948	5,386
Water					
Average daily consumption (thousands of gallons)	23,928	23,500	23,023	23,170	24,564
Wastewater					
Average daily sewage treatment (thousands of gallons)	16,164	14,234	14,109	19,859	16,569

* In calendar year

Source of Information: Various City departments.

Fiscal Year				
2017	2018	2019	2020	2021
130,994	125,497	122,373	121,774	128,445
118,117	119,617	114,287	106,693	113,059
205,213	225,612	236,660	228,467	234,162
9,387	8,765	9,400	4,799	5,630
18,648	19,180	18,297	18,444	21,439
164	183	165	181	180
11	4	6	5	9
6,809	7,480	6,723	5,088	3,742
18,437	30,734	19,243	32,984	40,694
224,599	221,919	246,174	249,053	263,743
5,468	6,104	5,692	5,174	4,511
25,613	25,348	24,672	25,309	24,165
16,307	17,573	20,585	18,386	17,769