

CITY OF GRAND PRAIRIE, TEXAS Comprehensive Annual Financial Report

Fiscal Year Ended September 30th, 2009



Grand Prairie
TEXAS
Dream Big ★ Play Hard

The city's award-winning Parks and Recreation Department opened the Gardens at Ruthe Jackson Center in 2009, offering a lushly landscaped outdoor event venue perfect for weddings and other special occasions.

CITY OF GRAND PRAIRIE, TEXAS

COMPREHENSIVE ANNUAL FINANCIAL REPORT

FOR THE FISCAL YEAR ENDED

SEPTEMBER 30, 2009

PREPARED BY THE FINANCE DEPARTMENT



Charles England
Mayor

Diana Ortiz, RTA
Chief Financial Officer

Tom Hart
City Manager

Li Jen Lee, CPA
Controller

**CITY OF GRAND PRAIRIE, TEXAS
COMPREHENSIVE ANNUAL FINANCIAL REPORT
YEAR ENDED SEPTEMBER 30, 2009**

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INTRODUCTORY SECTION





March 24, 2010

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

We are pleased to present the Comprehensive Annual Financial Report (CAFR) for the City of Grand Prairie, Texas for the fiscal year ended September 30, 2009. It was prepared by the City's financial staff and audited by Weaver, L.L.P.

Management assumes full responsibility for the completeness and reliability of the information contained in this report, based upon a comprehensive framework of internal control that it has established for this purpose. Because the cost of internal control should not exceed anticipated benefits, the objective is to provide reasonable, rather than absolute, assurance that the financial statements are free of any material misstatements.

Weaver, L.L.P., a firm of licensed certified public accountants, have issued an unqualified ("clean") opinion on the City of Grand Prairie's financial statements for the year ended September 30, 2009. The Independent Auditor's Report is located at the front of the financial section of this report.

Management's discussion and analysis (MD&A) immediately follows the Independent Auditor's Report and provides a narrative introduction, overview, and analysis of the basic financial statements. The letter of transmittal is designed to complement and should be read in conjunction with the MD&A.

In addition to issuance of the CAFR, the independent auditors have performed a Single Audit and issued auditor reports on the City's federal awards for the fiscal year ended September 30, 2009. The City's Single Audit Report is separately available by contacting the City's Finance Department.

Profile of the City of Grand Prairie, Texas

The City of Grand Prairie is located 12 miles west of downtown Dallas, 18 miles east of downtown Fort Worth and 6 miles south of D/FW International Airport. The City lies within the Texas Counties of Dallas, Tarrant and Ellis, and, covers approximately 80 square miles. Grand Prairie is readily accessible by State Highway 360 which runs north/south and Interstate Highways 20 and 30 that run east/west through the city.

The City of Grand Prairie was incorporated in 1909 and is a Home Rule city operating 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 is elected two at-large 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.

Serving a population of approximately 168,500, the City provides a full range of services, including but not limited to police and fire protection; public libraries; the construction and maintenance of streets, and other infrastructure; water and wastewater service; solid waste collection and disposal; storm water utility; a municipal airport; municipal golf courses, and other recreational activities and cultural events. Fifteen Public Improvement Districts and three Tax Increment Financing Districts, none of which are legally separate entities, are included in the City's reporting entity.

The City's financial statements also include two component units that are legally separate entities, yet fiscally dependent on the primary government. The component units are the Grand Prairie Sports Facilities Development Corporation (the "Sports Corporation"), which owns the Lone Star Park at Grand Prairie horse track facility, and the Grand Prairie Housing Finance Corporation (HFC), which was created to issue tax-exempt mortgage revenue bonds to provide affordable housing to low-to-moderate income citizens. Additional information on these component units can be found in Note 1 in the notes to the financial statements.

The annual budget serves as the foundation for the City of Grand Prairie's financial planning and control. According to the City Charter, the City Manager annually prepares and submits a budget to the City Council. The budget is filed with the City Secretary and open for public inspection. The council reviews the proposed budget and holds a public hearing at which time interested citizens may express their opinion regarding the budget. City Council approves the budget in September and it takes effect for the next fiscal year, beginning October 1.

The city manager is authorized to transfer budgeted amounts between line items and departments within any fund; however, any revisions that alter the total expenditure of any fund must be approved by the City Council. The level of budgetary control is the fund level budget in all funds. Internal financial reports sufficient for management to plan, monitor and control the city's financial affairs are generated and distributed monthly. Personnel expenditures are monitored and controlled at a position level and capital expenditures are monitored and controlled project by project. Revenue budgets are reviewed monthly.

Economic Condition

The information presented in the financial statements is perhaps best understood when it is considered from the broader perspective of the specific environment within which the City of Grand Prairie operates.

The City of Grand Prairie is ideally located in the heart of the Dallas/Fort Worth metroplex. It is situated midway between Dallas and Fort Worth and just minutes south of the DFW International Airport and Dallas Love Field. Thus, the economic vitality of the region significantly impacts the economic health of Grand Prairie. D/FW is the largest metropolitan area in Texas and has sustained tremendous growth during the past decade. Among this growth, Grand Prairie was recognized as one of the nation's fastest growing cities with more than 100,000 residents, according to the U.S. Census Bureau. In fact, Money magazine named Grand Prairie in the "Top 100 Best Places to Live". They based it on financial, educational, recreational and other indicators to develop this list.

Local Economy

Growth rates fell off amid the national mortgage credit crisis and economic recession. New home permits were down from 1055 in 2007 to 551 in 2008, a 48 percent decline, compared with 2007. Commercial permits were down 9 percent for 2008 and square feet permitted were down 44 percent. Commercial activity from 2007 to 2008 was up in terms of dollar value, driven largely by Prime Retail's outlet mall permit (566,218 square feet at \$55 million) filed in September, 2008.

Prime Outlets announced in Fall, 2008 the names of 20 merchants signing leases to open stores at Prime Outlets – Grand Prairie, planned for Interstate 20 and State Highway 360 to serve the Dallas/Fort worth region. The signed merchants join anchor stores Neiman Marcus Last Call and Saks Fifth Avenue OFF 5th. Prime Outlets has a portfolio of 21 outlet centers throughout the U.S. and Puerto Rico.

Real estate developer Crow Holdings completed one distribution building in 2008, Trinity Overlook, in north Grand Prairie, and started two others at the Grand Lakes industrial park in northeast Grand Prairie, Interstate 30 east of MacArthur. The projects add nearly 1 million square feet of industrial space and close to \$40 million in property value.

Farley's & Sathers Candy Company/Shippers Warehouse consolidated its Grand Prairie and Arlington operations at a 1.06 million square-foot distribution building at Grand Lakes in Grand Prairie. Real estate industry insiders cited the deal as the largest industrial lease in Texas in almost 10 years and the largest nationally in three years.

Other Grand Prairie newsmakers during 2009 were:

- Brighton-Best International leased 93,325 square feet at Duke Realty's recently finished 393,000 square foot Crosspoint III industrial building at Shady Grove and Roy Orr Blvd. Brighton distributes fasteners.
- GEEP Texas: Geep Texas, an electronics recycling company, expanded to the north Great Southwest Industrial District, hiring 13 employees and adding \$3.5 million in new recycling equipment.
- Baumann Springs consolidated its United States manufacturing in Grand Prairie, relocating its Charlotte, North Carolina plant. The move expands the Grand Prairie operation to 92,000 square feet. Baumann projects an added capital investment of \$4.5 million in personal property, equipment and inventory and anticipates adding 30-40 new full-time employees.
- Office furniture maker Coalesse announced expansion of operations at Grand Prairie's Vecta plant. Coalesse is a division of Michigan-based office furniture maker Steelcase Inc., known also as Vecta in Grand Prairie. Vecta Grand Prairie expects an added capital investment of \$3.5 million in personal property and inventory and \$750,000 in real property.

Long-term financial planning

The City of Grand Prairie has developed a comprehensive capital improvements document. This process has allowed the City Council to fund several major infrastructure improvements, park enhancements and capital purchases in a systematic manner with full consideration of the impact to the operating budget and tax requirements. Many of these projects have been completed on a pay-as-you-go basis. Utilizing a disciplined practice of annually budgeting for capital reserves, the City has effectively funded various capital projects thus avoiding additional debt expenditures.

Relevant financial policies

The City's financial operations are guided by comprehensive financial management policies introduced by a Purpose Statement that includes the following: "The overriding goal of the Financial Management 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 in the City Charter. The watchwords of the city's financial management include integrity, prudent stewardship, planning, accountability, and full disclosure."

The Purpose Statement also includes that "The scope of the policies spans accounting, auditing, financial reporting, internal controls, operating and capital budgeting, revenue management, cash management, expenditure control, and debt management." The City also maintains, as separate documents, comprehensive Investment, Debt Management and Purchasing Policies. They provide guidance both to the City staff in daily, financial decision-making, and, to the City Council at a policy setting level. The policies are annually reviewed by the City Council.

The City of Grand Prairie has been served very well by these comprehensive financial policies. The City has achieved and maintained numerous, financially healthy benchmarks and ratios including sufficient fund balances in all funds, compliance with debt coverage ratios and fiscally sound investment practices. In turn, this financially healthy condition has been an important and positive factor in the evaluation of the City's borrowing needs through bond sales. The City's high credit rating directly affects the City's borrowing costs reflected in lower interest rates and reduced interest expenditures.

Finally, City Council has a three-member Finance and Government Committee whose members provide guidance to the City in budgetary, audit, internal control and other significant financial matters.

Major initiatives

2009 marked significant public sector improvements – the Belt Line bridge, State Highway 161 frontage roads, a new senior center, a new public safety headquarter facility and a new community arts theater.

- Belt Line bridge over Union Pacific Railroad at Jefferson and Main was completed. The bridge now provides nearly 40,000 cars a daily route over the railroad track.
- Frontages for SH 161 opened from Interstate 20 in south Grand Prairie to W. North Carrier in north Grand Prairie, offering a new north-south route and

relieving north-south traffic congestion along Great Southwest Parkway and Carrier Parkway.

- Following the opening in the Fall, 2008, the 1950s era Uptown Theater now hosts performing arts and serves as home of the Arts Council. The City restored the historic theater after buying it and two adjacent spaces on Main Street, between Center and 2nd streets.

Awards

The City's dedication to full financial disclosure is evidenced by its participation in the Government Finance Officers' Association of the United States and Canada (GFOA) Certificate of Achievement for Excellence in Financial Reporting (Certificate of Achievement") program.

To be awarded a Certificate of Achievement, a governmental unit must publish an easily readable and efficiently organized comprehensive annual financial report whose contents confirm to program standards. Such reports must satisfy both generally accepted accounting principles and applicable legal requirements.

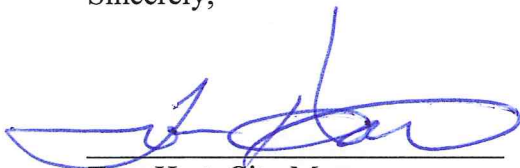
A Certificate of Achievement is valid for a period of one year only. The City has been awarded the GFOA Certificate of Achievement on its comprehensive annual financial reports each year for fiscal years ending 1985 through 2008. The City believes the 2009 CAFR continues to meet the program's requirements, and, we are submitting it to the GFOA to determine its eligibility for another certificate and prestigious award.

Acknowledgements

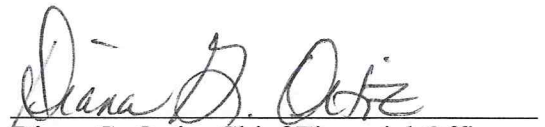
The preparation of this report would not have been possible without the efficient and dedicated service of the entire staff of the Finance Department and the Budget and Economic Development Departments for their assistance with related information.

Thanks are also extended to the City Council and Finance and Government Committee for their unfailing support of sound financial management and for maintaining the highest standards of professionalism in the management of the City's finances.

Sincerely,



Tom Hart, City Manager



Diana G. Ortiz, Chief Financial Officer

Certificate of Achievement for Excellence in Financial Reporting

Presented to

City of Grand Prairie
Texas

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended
September 30, 2008

A Certificate of Achievement for Excellence in Financial Reporting is presented by the Government Finance Officers Association of the United States and Canada to government units and public employee retirement systems whose comprehensive annual financial reports (CAFRs) achieve the highest standards in government accounting and financial reporting.

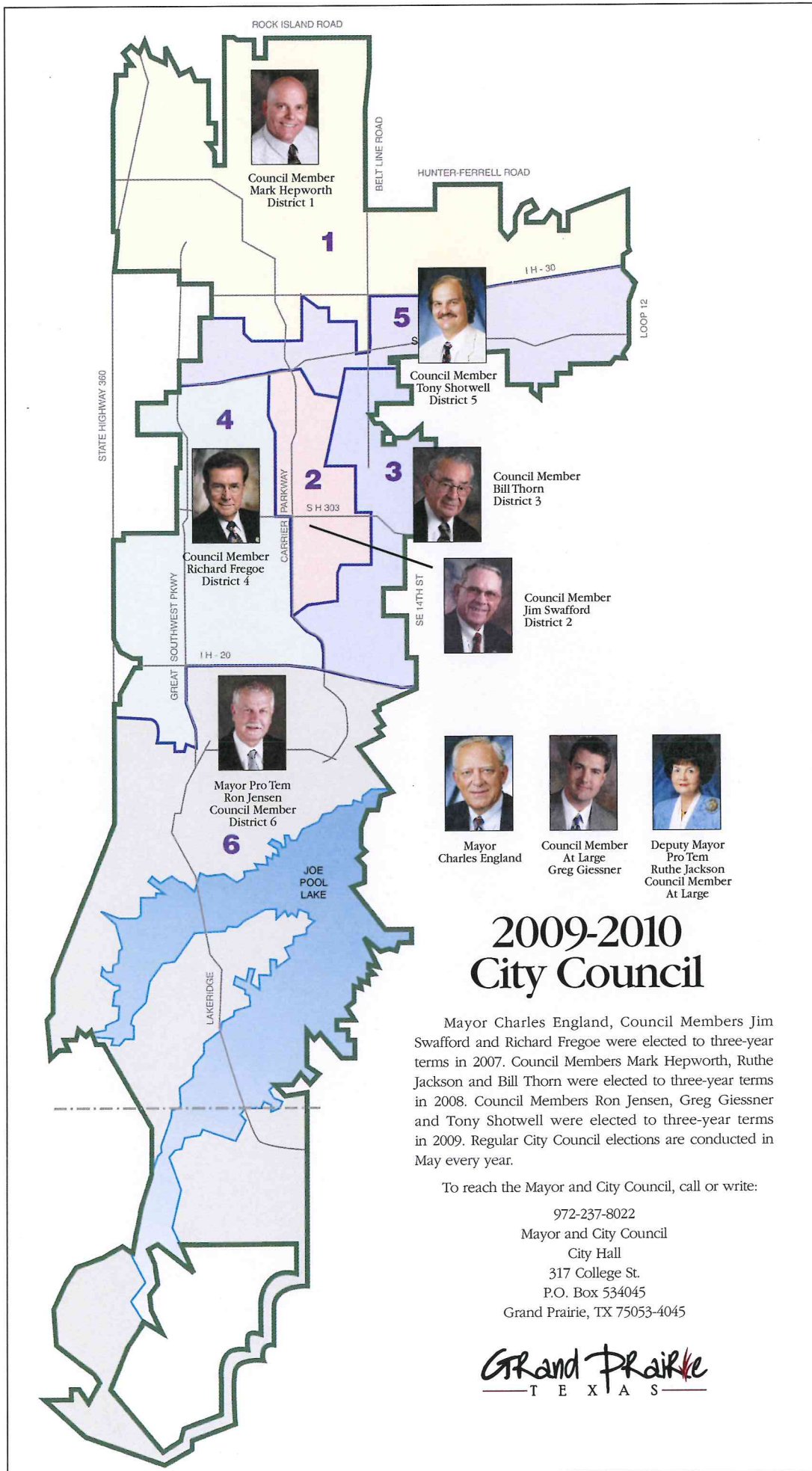


President

Executive Director



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Council Member
Mark Hepworth
District 1



Council Member
Tony Shotwell
District 5



Council Member
Richard Fregoe
District 4



Council Member
Bill Thorn
District 3



Council Member
Jim Swafford
District 2



Mayor Pro Tem
Ron Jensen
Council Member
District 6



Mayor
Charles England



Council Member
At Large
Greg Giessner



Deputy Mayor
Pro Tem
Ruthe Jackson
Council Member
At Large

2009-2010 City Council

Mayor Charles England, Council Members Jim Swafford and Richard Fregoe were elected to three-year terms in 2007. Council Members Mark Hepworth, Ruthe Jackson and Bill Thorn were elected to three-year terms in 2008. Council Members Ron Jensen, Greg Giessner and Tony Shotwell were elected to three-year terms in 2009. Regular City Council elections are conducted in May every year.

To reach the Mayor and City Council, call or write:

972-237-8022
Mayor and City Council
City Hall
317 College St.
P.O. Box 534045
Grand Prairie, TX 75053-4045



CITY OF GRAND PRAIRIE, TEXAS

DIRECTORY OF CITY OFFICIALS

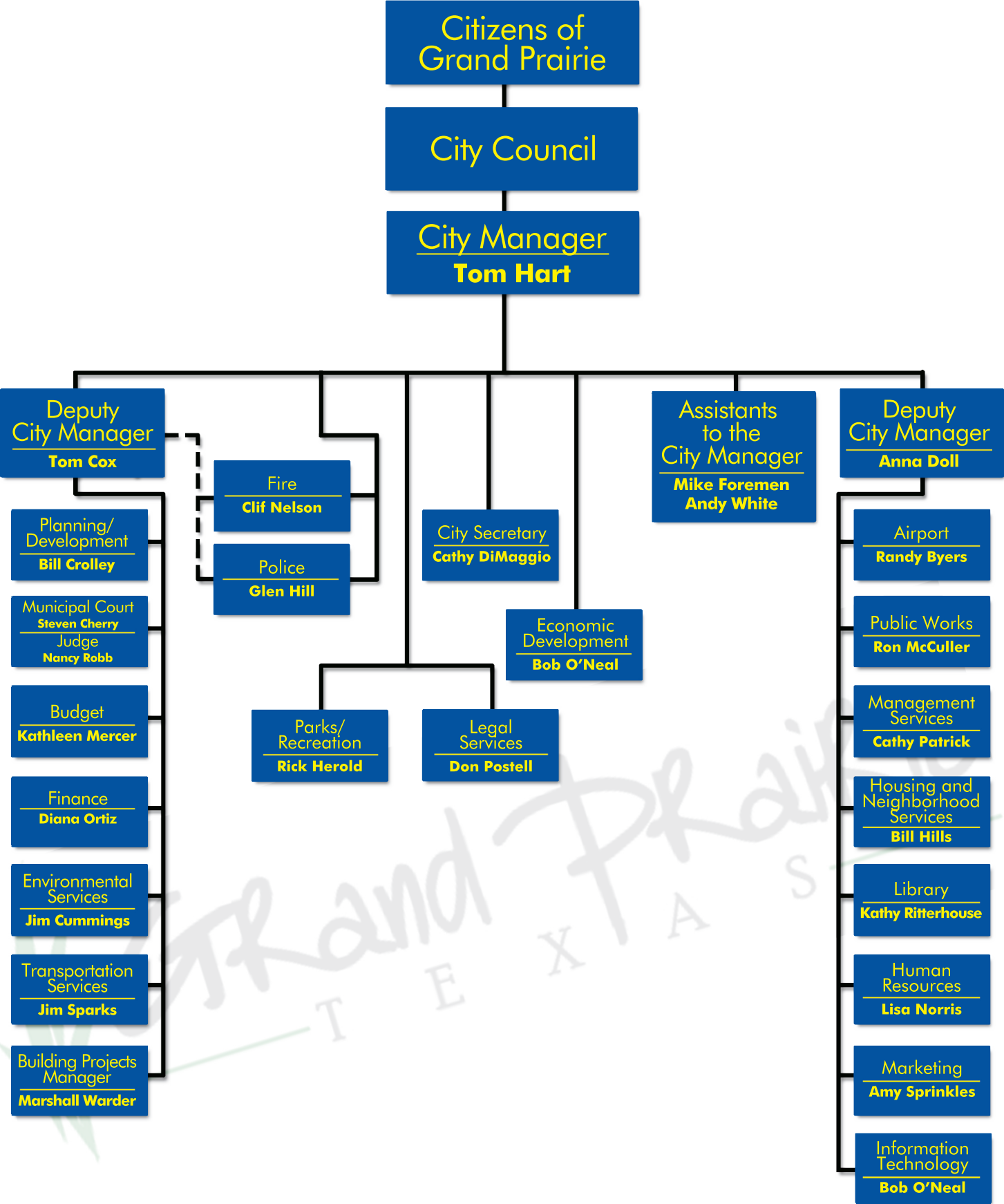
MAYOR AND CITY COUNCIL

Charles England	Mayor At Large
Mark Hepworth	District 1
Jim Swafford	District 2
Bill Thorn	District 3
Richard Fregoe	District 4
Tony Shotwell	District 5
Ron Jensen	District 6
Ruthe Jackson	Mayor Pro Tem – At Large – Place 7
Greg Giessner	At Large – Place 8

EXECUTIVE MANAGERS

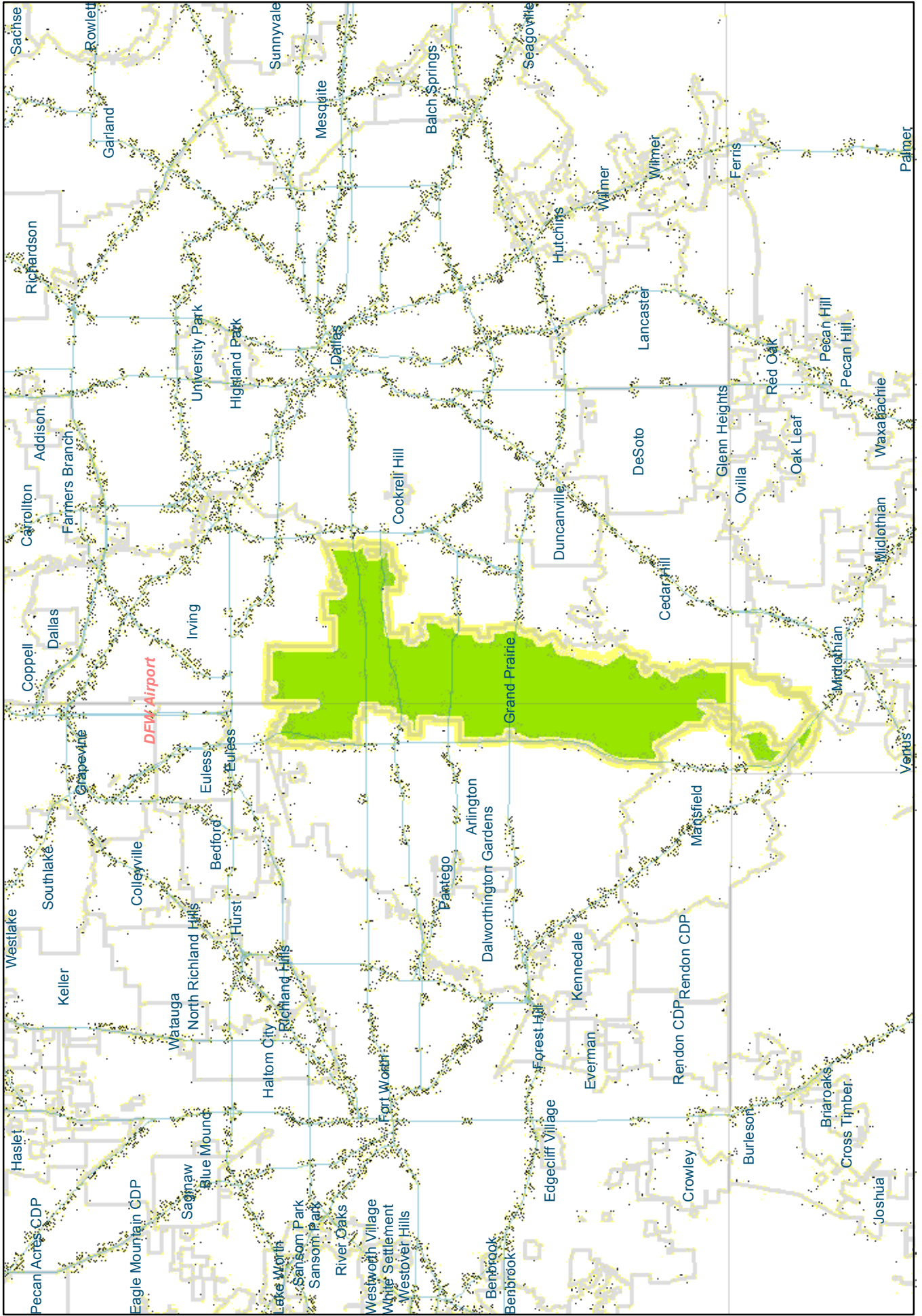
Tom Hart	City Manager
Tom Cox	Deputy City Manager
Anna Doll	Deputy City Manager
Andy White	Assistant to City Manager
Mike Foreman	Assistant to City Manager
Randy Byers	Airport Director
Steven Cherry	Court Services Director
Kathleen Mercer	Budget Director
Bill Crolley	Director of Planning & Development
Jim Cummings	Environmental Services Director
Cathy DiMaggio	City Secretary
Rick Herold	Parks & Recreation Director
Glen Hill	Police Chief
Bill Hills	Housing & Neighborhood Services Director
Ron McCuller	Public Works Director
Clif Nelson	Fire Chief
Lisa Norris	Human Resources Director
Diana Ortiz	Chief Financial Officer
Bob O'Neal	Economic Development & Information Technology Director
Don Postell	City Attorney
Kathy Ritterhouse	Library Director
Nancy Robb	Municipal Court Judge
Jim Sparks	Transportation Director
Amy Sprinkles	Marketing Director
Cathy Patrick	Management Services Director

City of Grand Prairie Organizational Chart



City of Grand Prairie, Texas

Located in the middle of the Dallas-Fort Worth Metroplex





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FINANCIAL SECTION





INDEPENDENT AUDITOR'S REPORT

Honorable Mayor and Members of
the City Council
CITY OF GRAND PRAIRIE, TEXAS

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the discretely presented component units, each major fund and the aggregate remaining fund information of the City of Grand Prairie (the City) as of and for the year ended September 30, 2009, which collectively comprise the City's basic financial statements, as listed in the table of contents. These basic financial statements are the responsibility of the City's management. Our responsibility is to express an opinion on these basic financial statements based on our audit. We did not audit the component unit financial statements for the Grand Prairie Housing Finance Corporation. 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 *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 of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit and the reports of other auditors provide a reasonable basis for our opinions.

In accordance with *Government Auditing Standards*, we have also issued our report dated March 24, 2010 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 the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

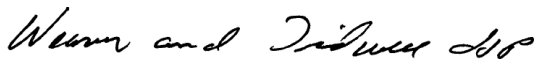
In our opinion the basic financial statements referred to above present fairly, in all material respects, the financial position of the governmental activities, the business-type activities, the discretely presented component units, each major fund, and the aggregate remaining fund information of the City of Grand Prairie at September 30, 2009, and the respective changes in financial position and cash flows, where applicable, thereof, for the year then ended in conformity with accounting principles generally accepted in the United States of America.

City of Grand Prairie, Texas
March 24, 2010

Page 2

The accompanying management's discussion and analysis, and budget to actual schedules for the General Fund, Crime Tax Sales Tax Fund and Section 8 Fund and schedule of funding progress are not a required part of the basic financial statements but are supplementary information required by the Governmental Accounting Standards Board. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

Our audit was made for the purpose of forming opinions on the basic financial statements taken as a whole. The introductory section, combining and individual fund financial statements and schedules and statistical tables listed in the table of contents are presented for purposes of additional analysis and are not a required part of the basic financial statements of the City. The combining and individual fund financial statements and schedules have been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, are fairly stated, in all material respects in relation to the basic financial statements taken as a whole. The introductory section and statistical tables have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we express no opinion on such data.



WEAVER AND TIDWELL, L.L.P.

Dallas, Texas
March 24, 2010

MANAGEMENT'S DISCUSSION & ANALYSIS



**CITY OF GRAND PRAIRIE, TEXAS
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2009
(Unaudited)**

As management of the City of Grand Prairie, Texas (the "City"), we offer to readers of the City's financial statements this narrative overview and analysis of the financial activities of the City for the fiscal year ended September 30, 2009. We encourage readers to consider the information presented here in conjunction with additional information that we have furnished in our letter of transmittal. Also, unless otherwise indicated, all amounts presented are for the City's primary government and exclude any component unit.

FINANCIAL HIGHLIGHTS

- The assets of the City exceeded its liabilities (net assets) at September 30, 2009 by \$613,704,496. Of this amount, \$190,442,945 may be used to meet the government's ongoing obligations to citizens and creditors (unrestricted net assets).
- The City's net assets increased by \$35,407,791 for the fiscal year ended September 30, 2009. Capital contributions from private developers for improvements to the City's infrastructure accounted for \$7,829,955 or 22.1% of the increase in city net assets.
- The City's governmental funds reported combined ending fund balances of \$189,086,447 at September 30, 2009, a decrease of \$33,905,583 in comparison with prior year combined fund balances. Of the governmental funds reported combined fund balances, \$174,727,109 or 92.4% is available for spending within City guidelines (unreserved fund balance).
- The City's unreserved fund balance for the general fund was \$29,769,771 at year end or 35.9% of total general fund expenditures for the reported fiscal year.
- The City's total long-term liabilities of \$416,244,196 increased by \$21,832,717 or 5.5% during the reported fiscal year. In fiscal year 2009, the City issued general obligation, certificates of obligation, water and wastewater revenue, and TIF-related certificates of obligation and Sales Tax Revenue bonds totaling a combined \$40,585,000.

OVERVIEW OF THE FINANCIAL STATEMENTS

This discussion and analysis are intended to serve as an introduction to the City's basic financial statements. The City's basic financial statements comprise three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements. This report also contains other supplementary information in addition to the basic financial statements themselves. Such supplementary information is unaudited and is presented to provide the reader with additional information for further analysis.

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

The statement of net assets presents information on all of the City's assets and liabilities, with the difference between the two reported as net assets. Over time, increases and decreases in net assets may serve as a useful indicator of whether the financial position of the City is improving or deteriorating.

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

Both of the government-wide financial statements distinguish functions of the City that are principally supported by taxes and intergovernmental revenues (government activities) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (business-type activities). The governmental activities of the City include public safety, recreation and leisure, development services, and the general government support services. Development services includes among other services the City's planning, public works, transportation, housing, and community development activities. The business-type activities of the City include water and wastewater system, a solid waste sanitary landfill, a storm water drainage utility system, a 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 the Lone Star Park at Grand Prairie horse track facility.

The Crime Control and Prevention District 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.

Fund financial statements. A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The City, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the City can be divided into two categories: governmental funds and proprietary funds. The City does not have any funds that are used to account for resources held for the benefit of parties outside the government (fiduciary funds).

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

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar

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

The City has six major governmental funds: General Fund, Crime Tax Fund, Crime Tax Sales Tax Fund, Section 8 Fund, Street Improvements Fund, and Debt Service Fund. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for each of the major governmental funds. Data from the other governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these non-major governmental funds is provided in the form of combining statements elsewhere in this report.

The City adopts an annual appropriating budget for its General Fund and certain other governmental funds of significance to governance. Budgetary comparison schedules have been provided for the General Fund, Section 8 Fund and Crime Tax Sales Tax Fund to demonstrate compliance with this budget.

Proprietary funds. The City maintains two different types of proprietary 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 respective water and wastewater system, solid waste sanitary landfill, storm water utility, municipal airport, and municipal golf courses operating, investing, and financing activities. 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.

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 one is a major enterprise fund: the Water Wastewater Fund. Data from the other 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. 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 non-major governmental funds, non-major enterprise funds, and internal service funds are presented immediately following the required supplementary information.

GOVERNMENT-WIDE FINANCIAL ANALYSIS

As noted earlier, net assets may serve over time as a useful indicator of a government's financial position. In the case of the City, assets exceeded liabilities by \$613,704,496 at year end. The City had total assets at year end of \$1,065,513,889. The City's pooled cash and investments totaling \$285,747,956 and capital assets (e.g., land, buildings, equipment, infrastructure, and construction in progress), net of accumulated depreciation totaling \$753,230,432 represented 26.8% and 70.7%, respectively, of total government assets.

The City's investment in capital assets, less any related debt used to acquire those assets that is still outstanding, totaled \$410,285,815 and represented 66.9% of the City's total net assets at year end. The City uses its capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although the City's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this 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 assets at year end compared to the prior year.

Table 1

Net Assets

	Governmental		Business-Type		Total	
	Activities		Activities		Primary Government	
	9/30/2008	9/30/2009	9/30/2008	9/30/2009	9/30/2008	9/30/2009
Cash & investments	\$ 235,342,287	\$ 210,680,613	\$ 70,549,144	\$ 75,067,343	\$ 305,891,431	\$ 285,747,956
Other assets	18,171,570	18,021,087	6,597,723	8,514,414	24,769,293	26,535,501
Capital assets, net	470,451,718	545,271,707	202,059,074	207,958,725	672,510,792	753,230,432
Total assets	<u>723,965,575</u>	<u>773,973,407</u>	<u>279,205,941</u>	<u>291,540,482</u>	<u>1,003,171,516</u>	<u>1,065,513,889</u>
Current liabilities	22,893,342	27,452,769	7,569,990	8,089,000	30,463,332	35,541,769
Long-term bonded debt	302,296,157	322,855,239	74,128,348	75,007,956	376,424,505	397,863,195
Other noncurrent liabilities	12,766,933	13,229,933	5,220,041	5,174,496	17,987,004	18,404,429
Total liabilities	<u>337,956,432</u>	<u>363,537,941</u>	<u>86,918,379</u>	<u>88,271,452</u>	<u>424,874,841</u>	<u>451,809,393</u>
Net assets:						
Invested in capital assets, net of related debt	265,961,757	271,217,903	129,219,761	139,067,912	395,181,518	410,285,815
Restricted	5,491,185	9,302,232	3,343,171	3,673,504	8,834,356	12,975,736
Unrestricted	114,556,201	129,915,331	59,724,630	60,527,614	174,280,831	190,442,945
Total net assets	<u>\$ 386,009,143</u>	<u>\$ 410,435,466</u>	<u>\$ 192,287,562</u>	<u>\$ 203,269,030</u>	<u>\$ 578,296,705</u>	<u>\$ 613,704,496</u>

A portion of the City's net assets totaling \$12,975,736 or 2.1% represents resources that are subject to external restrictions on how they may be used. The remaining balance of unrestricted net assets may be used to meet the government's ongoing obligations to citizen's and creditors.

At the fiscal year end, the City is able to report positive balances in all three categories of net assets, for both governmental and business-type activities.

The City's net assets increased by \$35,407,791 in fiscal year 2009. As previously mentioned, \$7,829,955 or 22.1% of the increase is attributable to the revenue recognition of private developer capital contributions for improvements to the City's infrastructure. The remaining increase represents the degree to which revenues have exceeded expenses.

The fiscal year 2009 compared to fiscal 2008 changes in the City's net assets were as follows:

Table 2

Changes in Net Assets

	Governmental		Business-Type		Total	
	Activities		Activities		Primary Government	
	9/30/08	9/30/09	9/30/08	9/30/09	9/30/08	9/30/09
Revenues:						
Program revenues:						
Charges for services	\$ 28,645,307	\$ 35,205,336	\$ 60,132,821	\$ 63,372,257	\$ 88,778,128	\$ 98,577,593
Operating grants and contributions	36,873,575	28,333,421	270,729	468,397	37,144,304	28,801,818
Capital grants and contributions	11,432,768	5,795,714	5,519,297	4,745,551	16,952,065	10,541,265
General revenues:						
Property tax	69,813,294	76,687,029	-	-	69,813,294	76,687,029
Sales tax	39,665,104	40,376,226	-	-	39,665,104	40,376,226
Other tax	1,414,822	1,231,899	-	-	1,414,822	1,231,899
Franchise fees	11,847,401	12,531,556	-	-	11,847,401	12,531,556
Investment income	7,444,199	6,688,474	2,448,108	2,063,618	9,892,307	8,752,092
Total revenues	207,136,470	206,849,655	68,370,955	70,649,823	275,507,425	277,499,478
Expenses:						
Support services	19,829,891	17,647,031	-	-	19,829,891	17,647,031
Public safety	76,192,160	70,728,042	-	-	76,192,160	70,728,042
Recreation and leisure	20,548,092	24,302,491	-	-	20,548,092	24,302,491
Development and other services	51,061,087	56,491,002	-	-	51,061,087	56,491,002
Interest on long-term debt	10,329,775	12,141,929	-	-	10,329,775	12,141,929
Water and wastewater	-	-	43,521,711	46,025,037	43,521,711	46,025,037
Municipal golf course	-	-	3,388,253	3,336,554	3,388,253	3,336,554
Solid waste	-	-	8,147,843	8,316,221	8,147,843	8,316,221
Municipal airport	-	-	2,274,829	1,758,664	2,274,829	1,758,664
Storm water utility	-	-	1,076,876	1,344,716	1,076,876	1,344,716
Total expenses	177,961,005	181,310,495	58,409,512	60,781,192	236,370,517	242,091,687
Increase in net assets before transfers	29,175,465	25,539,160	9,961,443	9,868,631	39,136,908	35,407,791
Transfers	2,553,427	(1,112,837)	(2,553,427)	1,112,837	-	-
Change in net assets	31,728,892	24,426,323	7,408,016	10,981,468	39,136,908	35,407,791
Net assets - beginning of year -as previously stated	355,047,037	386,009,143	184,879,546	192,287,562	539,926,583	578,296,705
Prior period adjustment	(766,786)	-	-	-	(766,786)	-
Net assets - end of year	\$ 386,009,143	\$ 410,435,466	\$ 192,287,562	\$ 203,269,030	\$ 578,296,705	\$ 613,704,496

The changes in the City's general revenues from prior year excluding contributions and transfers were as follows:

Table 3
General Revenue Comparison
For the Year End

	<u>Fiscal Year</u> <u>9/30/08</u>	<u>Fiscal Year</u> <u>9/30/09</u>	<u>Increase</u> <u>(Decrease)</u>
Governmental activities:			
Property taxes	\$ 69,813,294	\$ 76,687,029	\$ 6,873,735
Sales taxes	39,665,104	40,376,226	711,122
Other taxes	1,414,822	1,231,899	(182,923)
Franchise fees	11,847,401	12,531,556	684,155
Investment income	7,444,199	6,688,474	(755,725)
Total governmental activities	<u>130,184,820</u>	<u>137,515,184</u>	<u>7,330,364</u>
Business-type activities:			
Investment income	<u>2,448,108</u>	<u>2,063,618</u>	<u>(384,490)</u>
Total business-type activities	<u>2,448,108</u>	<u>2,063,618</u>	<u>(384,490)</u>
Total general revenues	<u>\$ 132,632,928</u>	<u>\$ 139,578,802</u>	<u>\$ 6,945,874</u>

Property tax revenue increased \$6,873,735 due primarily to a 5.96% increase in net taxable assessed property values. Sales tax revenue increased \$711,122 due to a state reallocation of prior years' sales tax payments. Franchise fee revenue increased \$684,155 because of increased gross revenues of payers. Investment income decreased by \$1,140,215 because of the changes in interest earning rate.

Governmental activities. Net assets for governmental activities increased by \$24,426,323, thereby accounting for 69% of the total increase in the government's net assets. Of the increase, contributions of infrastructure by private developers to the city represented 22.1%. An increase in governmental general revenues (excludes operating transfers) compared to prior fiscal year represented 30% of the total increase in governmental net assets. The remaining increase represents the degree to which program revenues exceeded expenses. The City's operating grants and contributions revenues decreased by \$8,540,154 reflecting decreases in grant funding. Increases in charges for services resulted from a high level of development activity and increases in fines and forfeitures due to vigorous collection efforts. The \$5,637,054 decrease in capital grants and contributions was primarily due to a decline in development and the local economy.

Expenses for governmental activities also increased. Fuel prices, rising costs of health insurance and increased interest expense due to debt issuance were the primary factors.

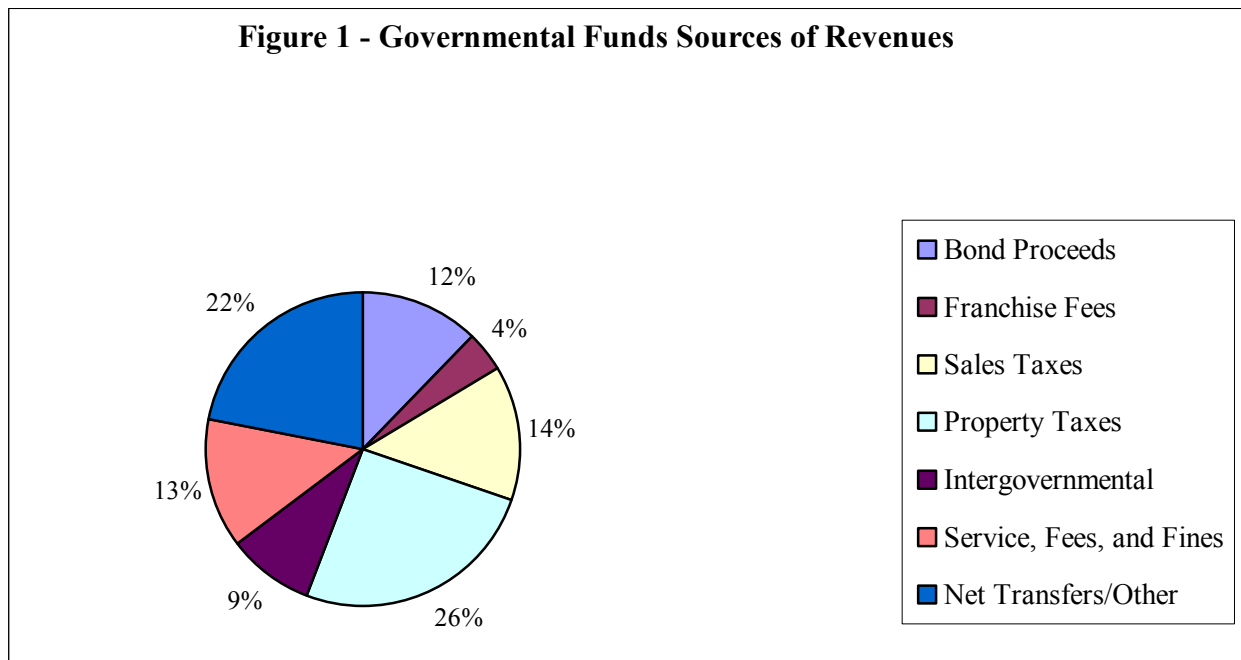
Business-type activities. Business-type activities increased the City's net assets by \$10,981,468, accounting for 31% of the total growth in the primary government's net assets. Of the increase, impact fees by private developers to the City's water and wastewater system infrastructure represented \$1,073,689 or 9.8%. Table 2 summarizes the changes in business-type activities net assets.

FINANCIAL ANALYSIS OF THE GOVERNMENT'S FUNDS

As noted earlier, the City uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

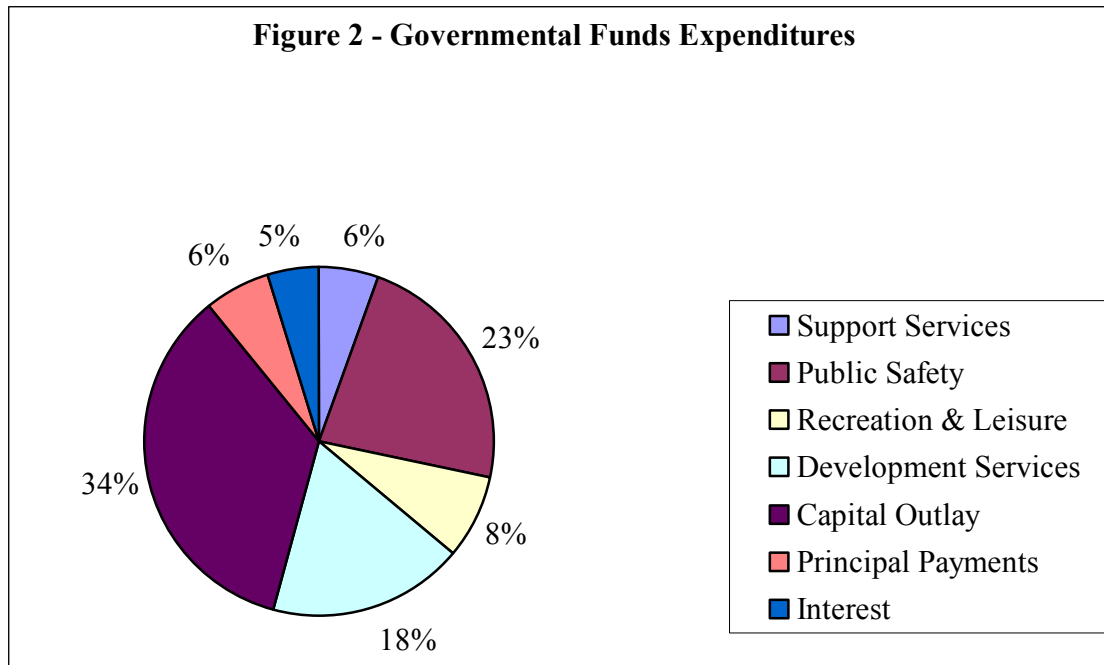
Governmental funds. The focus of City's governmental funds is to provide information on near-term inflows, outflows, and balances of spendable resources. Such information is useful in assessing the City's financing requirements. In particular, unreserved fund balance may serve as a useful measure of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

For fiscal year 2009, the City's governmental funds (excluding internal service funds) reported combined ending fund balances of \$189,086,447, a decrease of \$33,905,583 in comparison with the prior year. The unreserved fund balance portion is 92.4% and is available for spending at the government's discretion. The remainder is reserved to indicate that it is not available for new spending because it has already been committed 1) to liquidate inventories, contracts and purchase orders of the prior period - \$4,133,105, 2) to pay debt service - \$10,056,483, and 3) for prepaid items - \$169,750. Figures 1 and 2 that follow show the distribution of governmental funds sources of revenues - \$292,449,818 and expenditures - \$326,355,401 respectively, for fiscal year 2009.



Other sources of revenues include general fund general and administrative charges, transfers, gain on sale of capital assets, and other operating revenues.

Figure 2 - Governmental Funds Expenditures



The General Fund is the chief operating fund of the City. At the fiscal year end, unreserved fund balance of the General Fund was \$29,769,771, while total fund balance was \$30,346,057. As a measure of the General Fund's liquidity, it may be useful to compare both unreserved fund balance and total fund balance to total fund expenditures. Unreserved fund balance represents 35.9% of total general fund expenditures, while total fund balance represents 36.6% of that same amount. The City's General Fund balance increased by \$6,059,322 in fiscal year 2009.

Fund balances of several other governmental funds changed significantly. Fund balance of the Street Improvements Fund decreased by \$3,543,224 due to an increase in street improvements. Section 8 Fund saw a decrease of \$590,172 in fund balance due to decreased HUD funding and Debt Service Fund increased by \$1,917,025 due to increased property tax revenue. The fund balance of the nonmajor governmental funds decreased by \$5,474,121 because of decreased sales tax revenue and commercial development during the year.

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 assets of the City's enterprise funds and internal service funds were \$201,490,000 and \$9,916,289, respectively at September 30, 2009. The City's internal service funds reported a gain before transfers and capital contributions of \$3,217,137. The enterprise funds' amount invested in capital assets, net of related debt represented 69% of total enterprise funds net assets. The enterprise funds unrestricted net assets were 29.2% of total enterprise funds net assets. The internal service funds' amount invested in capital assets, net of related debt represented 8.4% of total internal service funds' net assets. The internal service funds unrestricted net assets were 91.6% of total internal service funds' net assets. 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 \$87,246,647 and expenses of \$78,322,736 (excluding transfers and capital contributions) by activity.

Figure 3 - Proprietary Funds Revenues by Activity

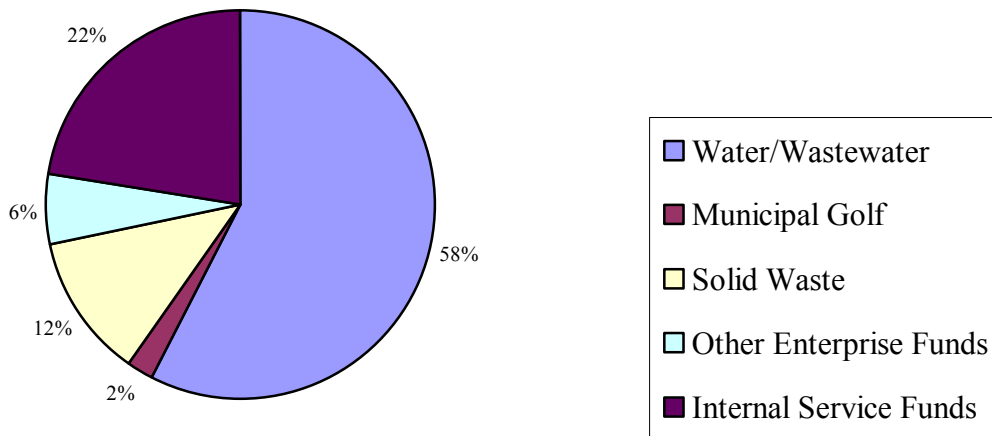
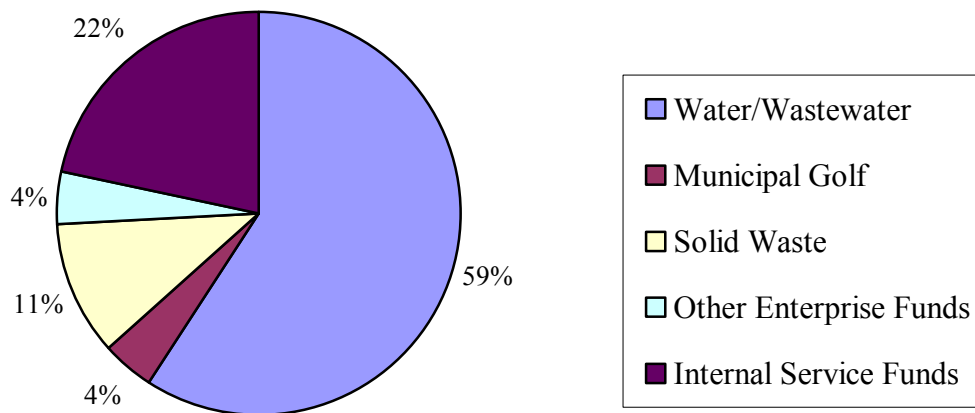


Figure 4 - Proprietary Fund Expenses by Activity



General Fund Budgetary Highlights

For the reported fiscal year, revenues exceeded budgetary estimates by \$1,626,525. Expenditures were under budgetary estimates by \$6,560,816 primarily due to a city-wide effort to reduce all expenditures due to the declining economy. The fund realized an increase in fund balance of \$6,059,322 due to the city-wide effort in controlling cost. The City traditionally budgets revenue conservatively which frequently results in positive budgetary variances.

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 \$753,230,432. This investment includes land, buildings, improvements other than buildings (includes infrastructure), machinery and equipment, and construction in progress. The City's capital assets increased by \$80,719,640 in fiscal year 2009.

Major capital asset events during the reported fiscal year included the following:

- Private developer capital contributions of \$7,829,955 to the City's streets, water, sewer, and drainage infrastructure in connection with various residential and commercial developments.
- Capital outlay totaling \$42,946,369 for equipment, and improvements in the Crime Tax District.
- Capital outlay totaling \$11,928,016 for Street Improvement Fund includes various streets, sidewalks, entryways, pedestrian pathways and intersections in the City.
- Water and wastewater capital improvements totaling \$8,774,137.

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

Table 4

Capital Assets*

	Governmental		Business-Type		Total Primary	
	Activities		Activities		Government	
	9/30/08	9/30/09	9/30/08	9/30/09	9/30/08	9/30/09
Land	\$ 25,449,216	\$ 28,867,864	\$ 3,305,140	\$ 3,352,271	\$ 28,754,356	\$ 32,220,135
Construction in progress	154,949,829	203,657,688	49,330,575	44,542,771	204,280,404	248,200,459
Depreciable capital assets	480,105,569	523,227,024	264,717,912	286,757,923	744,823,481	809,984,947
Accumulated depreciation	(190,052,896)	(210,480,869)	(115,294,553)	(126,694,240)	(305,347,449)	(337,175,109)
Total capital assets, net	<u>\$ 470,451,718</u>	<u>\$ 545,271,707</u>	<u>\$ 202,059,074</u>	<u>\$ 207,958,725</u>	<u>\$ 672,510,792</u>	<u>\$ 753,230,432</u>

* See note 3.a.2 for more detailed information on the City's capital assets.

Long-term debt. At September 30, 2009, the City had the following long-term liabilities excluding amounts due within one year:

Table 5

Long-Term Debt*

	Governmental Activities		Business-Type Activities		Total Primary Government	
	9/30/08	9/30/09	9/30/08	9/30/09	9/30/08	9/30/09
Bonded debt	\$ 302,296,157	\$ 322,855,239	\$ 74,128,348	\$ 75,007,956	\$ 376,424,505	\$ 397,863,195
Accrued compensated absences	12,279,060	12,455,737	362,938	376,092	12,641,998	12,831,829
Other Post Employment Benefit	487,873	544,453	-	-	487,873	544,453
Pollution liability	-	206,315	-	-	-	206,315
Closure and post closure liability	-	-	4,857,103	4,798,404	4,857,103	4,798,404
Total long-term debt	<u>\$ 315,063,090</u>	<u>\$ 336,061,744</u>	<u>\$ 79,348,389</u>	<u>\$ 80,182,452</u>	<u>\$ 394,411,479</u>	<u>\$ 416,244,196</u>
Long-term debt to net assets percentage	82%	82%	41%	39%	68%	68%

Of the total bonded debt, \$269,816,470 or 67.8% is debt backed by the full faith and credit of the government with a property tax pledge.

During the reported fiscal year, the City issued \$40,585,000 in new bonded debt and repaid principal on bonds totaling \$19,380,160. The City's interest expense on its bonded debt was \$15,772,516 for the reported fiscal year.

The City's bond ratings by Moody's and Fitch IBCA are currently as follows:

	Moody's	Fitch IBCA	Standard & Poor's
General obligation bonds	n/a	AA	AA+
Sales tax revenue bonds	A1	AA-	n/a
Water and wastewater revenue bonds	n/a	AA	AA+

* See Note 3.b.2 to the financial statements for more detailed information on the City's long-term debt.

Economic Factors and Next Year's Budgets and Rates

The City's elected and appointed officials considered many factors when setting the fiscal year 2010 budget, tax rates and fees that will be charged for the business-type activities. One of the biggest factors is the national economy. Growth rates fell off amid the national mortgage credit crisis and economic recession. Building and development declined both in the residential and commercial sectors. Although the City is largely built out and mature, there are still several areas available for additional growth. The City has experienced above-average population

growth at approximately 3% annually since 2000, which has placed additional demands on the City to maintain or expand services. The City's unemployment rate is currently approximately 8.4% which is below the national unemployment rate of 9.4% for the same period.

These indicators are taken into account when adopting the General Fund budget for fiscal year 2010:

- A decrease in property tax assessed values of 1.8% resulting in less property tax revenues. The lower assessed valuations result in a decrease in budgeted revenues totaling \$1,168,858 as compared to prior fiscal year. The City did not change the property tax rate of 0.669998 per \$100 valuation for fiscal year 2009.
- A 5.1% decrease in budgeted sales tax revenues as compared to prior fiscal year budget due to the recessed economy. There is no change in the City's sales tax rate.
- The City's favorable bond ratings and continued low interest expense rates.

The City expects an overall decrease in other general revenues of governmental activities from the general economic impact to all service sectors. Investment income is expected to decrease from fiscal year 2009 due to lower interest rates earned on new investments of surplus cash compared to the higher rates on maturing securities.

The City's total approved operating appropriations and reserves for fiscal year 2010 is \$198,507,394, an increase of \$5,015,339 or 2.6% as compared to prior fiscal year original budget. The general fund approved appropriations for fiscal year 2010 is \$98,097,926, an increase of \$521,407 or .5% from prior year. The remaining change in total budgeted operating appropriations and reserves includes an increase in \$3,099,114 in the Water Wastewater Fund, \$1,282,270 in various Parks' Funds and \$210,829 in Storm Water Utility Fund.

The City's total approved planned capital projects for fiscal year 2010 includes \$28,509,604 in appropriation requests. The fiscal year 2010 planned capital projects includes \$7,068,211 for water and wastewater improvements, \$13,937,056 in street and signal improvements, \$407,000 in parks improvements and \$1,421,500 in storm drainage improvements.

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, 317 College Street, P.O. Box 534045, Grand Prairie, Texas, 75053-4045.

BASIC FINANCIAL STATEMENTS



CITY OF GRAND PRAIRIE, TEXAS
STATEMENT OF NET ASSETS
SEPTEMBER 30, 2009

ASSETS	Primary Government			GRAND PRAIRIE SPORTS FACILITIES DEVELOPMENT	GRAND PRAIRIE HOUSING FINANCE CORPORATION
	Governmental Activities	Business-Type Activities	Total		
Cash and cash equivalents	\$ 18,199,195	\$ 9,654,853	\$ 27,854,048	\$ 7,327,817	\$ 299,444
Investments	24,732,503	58,722,017	83,454,520	4,000,000	-
Receivables (net of allowance for uncollectibles):					
Property tax	2,531,846	-	2,531,846	-	-
Franchise fees	2,342,780	-	2,342,780	-	-
Sales tax	6,954,095	-	6,954,095	-	-
Lease payments receivable	-	-	-	211,635	-
Other receivables	3,965,354	5,323,082	9,288,436	17,520	17,861
Due from other governments	1,707,722	-	1,707,722	-	-
Internal balances	(1,779,030)	1,779,030	-	-	-
Inventories and supplies	123,799	514,119	637,918	-	-
Prepays	169,750	-	169,750	40,000	26,756
Deferred charges	2,004,771	898,183	2,902,954	-	-
Restricted assets:					
Cash and cash equivalents	92,882,445	-	92,882,445	-	937,785
Investments	74,866,470	6,690,473	81,556,943	-	-
Lease payments receivable	-	-	-	15,590,770	-
Estimated unguaranteed residential value	-	-	-	59,284,855	-
Capital assets:					
Land	28,867,864	3,352,271	32,220,135	-	1,612,851
Buildings	82,965,963	9,635,838	92,601,801	-	20,755,383
Equipment	63,209,790	24,440,949	87,650,739	-	-
Infrastructure	377,051,271	252,681,136	629,732,407	-	-
Construction in progress	203,657,688	44,542,771	248,200,459	-	-
Less accumulated depreciation	(210,480,869)	(126,694,240)	(337,175,109)	-	(5,508,425)
Total capital assets	545,271,707	207,958,725	753,230,432	-	16,859,809
Total assets	773,973,407	291,540,482	1,065,513,889	86,472,597	18,141,655
LIABILITIES					
Current liabilities:					
Accounts payable	12,362,240	3,727,933	16,090,173	11,540	90,062
Accrued liabilities	13,935,489	1,758,633	15,694,122	-	1,410,777
Customer deposits	20,400	2,492,973	2,493,373	-	47,276
Unearned revenue	1,158,068	129,461	1,287,529	-	-
Noncurrent liabilities:					
Due within one year:					
Accrued compensated absences	4,919,706	361,043	5,280,749	-	-
Current portion of long term debt	15,143,291	4,358,919	19,502,210	-	500,916
Environmental remediation obligation	206,315	-	206,315	-	-
Due in more than one year:					
Accrued compensated absences	7,536,031	15,049	7,551,080	-	-
OPEB liability	544,453	-	544,453	-	-
Closure and postclosure liability	-	4,798,404	4,798,404	-	-
Long term debt	307,711,948	70,649,037	378,360,985	-	16,723,630
Total liabilities	363,537,941	88,271,452	451,809,393	11,540	18,772,661
Invested in capital assets (net of related debt)	271,217,903	139,067,912	410,285,815	-	(1,004,704)
Restricted for:					
Debt service	9,302,232	3,673,504	12,975,736	-	-
Facility lease	-	-	-	75,087,260	-
Replacement reserve	-	-	-	-	119,699
Unrestricted	129,915,331	60,527,614	190,442,945	11,373,797	253,999
Total net assets	\$ 410,435,466	\$ 203,269,030	\$ 613,704,496	\$ 86,461,057	\$ (631,006)

See accompanying notes to basic financial statements.

**CITY OF GRAND PRAIRIE, TEXAS
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED SEPTEMBER 30, 2009**

FUNCTIONS/ACTIVITY	Expenses	Program Revenues		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions
Primary government:				
Governmental activities:				
Support services	\$ 17,647,031	\$ 13,272,240	\$ 398,893	\$ -
Public safety services	70,728,042	11,030,095	1,900,126	-
Recreation and leisure services	24,302,491	5,815,486	755,846	-
Development services and other	56,491,002	5,087,515	25,278,556	5,795,714
Interest on long-term debt	12,141,929	-	-	-
Total governmental activities	<u>181,310,495</u>	<u>35,205,336</u>	<u>28,333,421</u>	<u>5,795,714</u>
Business-type activities:				
Water and wastewater	46,025,037	45,895,670	-	4,745,551
Municipal golf course	1,758,664	1,703,398	414,519	-
Solid waste	3,336,554	2,409,475	-	-
Municipal airport	1,344,716	3,073,155	53,878	-
Storm water	8,316,221	10,290,559	-	-
Total business-type activities	<u>60,781,192</u>	<u>63,372,257</u>	<u>468,397</u>	<u>4,745,551</u>
Total primary government	<u>\$ 242,091,687</u>	<u>\$ 98,577,593</u>	<u>\$ 28,801,818</u>	<u>\$ 10,541,265</u>
Component units:				
Grand Prairie Sports Facilities Development	3,802,803	1,546,204	258,574	(950,000)
Grand Prairie Housing Finance Corporation	5,878,981	4,687,096	-	-
Component units:	<u>\$ 9,681,784</u>	<u>\$ 6,233,300</u>	<u>\$ 258,574</u>	<u>\$ (950,000)</u>

General revenues:

Taxes:

Property tax

Sales tax

Hotel/motel tax and other taxes

Franchise fees based on gross receipt

Investment income

Transfers

Total general revenues and transfers

Change in net assets

Net assets-beginning of year

Net assets - end of year

See accompanying notes to basic financial statements.

Net (Expense) Revenue and Changes in Net Assets Primary Government			GRAND PRAIRIE SPORTS FACILITIES DEVELOPMENT	GRAND PRAIRIE HOUSING FINANCE CORPORATION
Governmental Activities	Business-Type Activities	Total		
\$ (3,975,898)	\$ -	\$ (3,975,898)	\$ -	\$ -
(57,797,821)	-	(57,797,821)	-	-
(17,731,159)	-	(17,731,159)	-	-
(20,329,217)	-	(20,329,217)	-	-
(12,141,929)	-	(12,141,929)	-	-
<u>(111,976,024)</u>	<u>-</u>	<u>(111,976,024)</u>	<u>-</u>	<u>-</u>
-	4,616,184	4,616,184	-	-
-	359,253	359,253	-	-
-	(927,079)	(927,079)	-	-
-	1,782,317	1,782,317	-	-
-	1,974,338	1,974,338	-	-
<u>-</u>	<u>7,805,013</u>	<u>7,805,013</u>	<u>-</u>	<u>-</u>
<u>(111,976,024)</u>	<u>7,805,013</u>	<u>(104,171,011)</u>	<u>-</u>	<u>-</u>
			(2,948,025)	-
			<u>-</u>	<u>(1,191,885)</u>
			<u>(2,948,025)</u>	<u>(1,191,885)</u>
76,687,029	-	76,687,029	-	-
40,376,226	-	40,376,226	-	-
1,231,899	-	1,231,899	-	-
12,531,556	-	12,531,556	-	-
6,688,474	2,063,618	8,752,092	32,582	11,983
(1,112,837)	1,112,837	-	-	-
<u>136,402,347</u>	<u>3,176,455</u>	<u>139,578,802</u>	<u>32,582</u>	<u>11,983</u>
24,426,323	10,981,468	35,407,791	(2,915,443)	(1,179,902)
386,009,143	192,287,562	578,296,705	89,376,500	548,896
<u>\$ 410,435,466</u>	<u>\$ 203,269,030</u>	<u>\$ 613,704,496</u>	<u>\$ 86,461,057</u>	<u>\$ (631,006)</u>

**CITY OF GRAND PRAIRIE, TEXAS
BALANCE SHEET
GOVERNMENTAL FUNDS
SEPTEMBER 30, 2009**

	<u>General</u>	<u>Crime Tax</u>	<u>Crime tax Sales Tax</u>	<u>Section 8</u>	<u>Street Improvements</u>
ASSETS					
Cash and cash equivalents	\$ 12,836,283	\$ 24,325,158	\$ 757,432	\$ 2,684,882	\$ 20,570,502
Investments	17,306,060	8,631,360	6,551,766	2,271,053	3,165,843
Property tax receivable	1,811,411	-	-	-	-
Sales tax receivable	3,533,982	-	769,625	-	-
Franchise fees receivable	2,285,022	-	-	-	-
Other receivables	2,096,657	-	-	5,730	-
Due from other governments	-	-	-	-	-
Prepaid expenditures	-	-	-	-	-
Total assets	<u>\$ 39,869,415</u>	<u>\$ 32,956,518</u>	<u>\$ 8,078,823</u>	<u>\$ 4,961,665</u>	<u>\$ 23,736,345</u>
LIABILITIES AND FUND BALANCE					
Liabilities:					
Accounts payable	\$ 1,946,305	\$ 4,773,253	\$ -	\$ 473,326	\$ 715,562
Accrued liabilities	4,025,246	1,720,540	-	70,925	689,534
Customer deposits	-	-	-	-	-
Deferred revenue	3,551,807	-	-	-	347,070
Total liabilities	<u>9,523,358</u>	<u>6,493,793</u>	<u>-</u>	<u>544,251</u>	<u>1,752,166</u>
Fund Balance:					
Reserved for:					
Encumbrances	576,286	-	-	-	-
Bond debt service	-	-	-	-	-
Prepays	-	-	-	-	-
Unreserved, designated for:					
Capital projects	-	26,462,725	-	-	21,984,179
Unreserved, undesignated in:					
General Fund	29,769,771	-	-	-	-
Special Revenue Funds	-	-	8,078,823	4,417,414	-
Total fund balance	<u>30,346,057</u>	<u>26,462,725</u>	<u>8,078,823</u>	<u>4,417,414</u>	<u>21,984,179</u>
Total liabilities and fund balance	<u>\$ 39,869,415</u>	<u>\$ 32,956,518</u>	<u>\$ 8,078,823</u>	<u>\$ 4,961,665</u>	<u>\$ 23,736,345</u>

See accompanying notes to basic financial statements.

Debt Service	Other Governmental Funds	Total Governmental Funds
\$ 3,221,965	\$ 41,137,477	\$ 105,533,699
3,939,891	50,306,557	92,172,530
720,435	-	2,531,846
-	2,650,488	6,954,095
-	57,758	2,342,780
12,362	1,829,215	3,943,964
-	1,707,722	1,707,722
-	169,750	169,750
<u>\$ 7,894,653</u>	<u>\$ 97,858,967</u>	<u>\$ 215,356,386</u>

\$ 500	\$ 4,352,487	\$ 12,261,433
-	2,128,569	8,634,814
-	20,400	20,400
643,417	810,998	5,353,292
<u>643,917</u>	<u>7,312,454</u>	<u>26,269,939</u>

-	3,556,819	4,133,105
7,250,736	2,805,747	10,056,483
-	169,750	169,750
-	26,956,641	75,403,545
-	-	29,769,771
-	57,057,556	69,553,793
<u>7,250,736</u>	<u>90,546,513</u>	<u>189,086,447</u>
<u>\$ 7,894,653</u>	<u>\$ 97,858,967</u>	<u>\$ 215,356,386</u>



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**CITY OF GRAND PRAIRIE, TEXAS
RECONCILIATION OF THE GOVERNMENTAL FUNDS
BALANCE SHEET TO STATEMENT OF NET ASSETS
SEPTEMBER 30, 2009**

Total fund balance - total governmental funds \$ 189,086,447

Capital assets used in governmental activities are not financial resources and therefore are not reported in the governmental funds balance sheet. This is the amount of governmental capital assets excluding internal service capital assets of \$835,106. 544,436,601

Certain receivables will be collected this year, but are not available soon enough to pay for the current period's expenditures and are, therefore, deferred in the funds. 4,195,224

Interest payable on long-term debt does not require current financial resources. Therefore, interest payable is not reported as a liability in the governmental funds balance sheet. (1,397,667)

Internal service funds are used by management to charge cost of certain activities, such as employee health insurance, risk management insurance, and fleet management, to individual funds. The assets and liabilities of the internal service funds are included in governmental activities in the government-wide statement of net assets (net of amount allocated to business-type activities of \$1,779,030). 8,137,259

Noncurrent liabilities and the current portion of general long-term debt are not reported as liabilities in the governmental fund balance sheet. This amount represents total noncurrent liabilities related to governmental activities. These noncurrent liabilities are as follows:

General obligation bonds	\$ (93,109,470)	
Certificates of obligation	(107,703,622)	
Sales tax revenue bonds	(27,620,000)	
Sales tax venue revenue bonds	(94,190,000)	
Unamortized bond issuance costs	2,004,771	
Unamortized bond premium/discount, net, and loss on refunding	(351,344)	
Unamortized loss of refunding	119,197	
Compensated absences	(12,421,162)	
Other post employment benefits	(544,453)	
Environmental remediation obligation	(206,315)	(334,022,398)

Net assets of governmental activities \$ 410,435,466

See accompanying notes to basic financial statements.

**CITY OF GRAND PRAIRIE, TEXAS
STATEMENT OF REVENUE, EXPENDITURES,
AND CHANGES IN FUND BALANCE
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2009**

	<u>General</u>	<u>Crime Tax</u>	<u>Crime tax Sales Tax</u>	<u>Section 8</u>	<u>Street Improvements</u>
REVENUE					
Property tax	\$ 43,417,147	\$ -	\$ -	\$ -	\$ -
Sales tax	20,011,334	-	4,784,879	-	-
Other taxes	273,838	-	-	-	-
Franchise fees	12,473,798	-	-	-	-
Charges for goods and services	4,531,231	-	-	50,270	-
Licenses and permits	1,879,236	-	-	170,791	-
Fines and forfeitures	5,554,341	-	-	-	-
Intergovernmental revenue	851,490	-	-	19,855,126	501,856
General and administrative revenue	3,001,133	-	-	-	-
Investment income	1,471,102	598,661	101,489	116,883	545,027
Contributions	-	-	-	-	-
Other	2,242,532	65,858	-	45,038	23,592
Total revenue	<u>95,707,182</u>	<u>664,519</u>	<u>4,886,368</u>	<u>20,238,108</u>	<u>1,070,475</u>
EXPENDITURES					
Current operations:					
Support services	10,333,344	-	-	-	-
Public safety services	57,385,178	-	-	-	-
Recreation and leisure services	2,058,771	-	-	-	3,234,102
Development services and other	12,425,883	-	-	20,768,438	-
Capital outlay	741,269	42,946,369	-	15,572	11,928,016
Debt service:					
Principal retirement	-	-	-	-	-
Interest charges	-	-	1,547,561	-	200,796
Total expenditures	<u>82,944,445</u>	<u>42,946,369</u>	<u>1,547,561</u>	<u>20,784,010</u>	<u>15,362,914</u>
Excess (deficiency) of revenue over (under) expenditures	<u>12,762,737</u>	<u>(42,281,850)</u>	<u>3,338,807</u>	<u>(545,902)</u>	<u>(14,292,439)</u>
OTHER FINANCING SOURCES (USES)					
Transfers in	1,013,757	12,914,250	-	-	9,282,305
Transfers out	(8,212,102)	(6,245,620)	-	(50,000)	(12,788,684)
Premium on debt issued	-	-	-	-	41,282
Bonds issued	-	-	-	-	14,214,312
Sale of capital assets	494,930	-	-	5,730	-
Total other financing sources (uses)	<u>(6,703,415)</u>	<u>6,668,630</u>	<u>-</u>	<u>(44,270)</u>	<u>10,749,215</u>
Net change in fund balance	6,059,322	(35,613,220)	3,338,807	(590,172)	(3,543,224)
Fund balance - beginning of year	24,286,735	62,075,945	4,740,016	5,007,586	25,527,403
Fund balance - end of the year	<u>\$ 30,346,057</u>	<u>\$ 26,462,725</u>	<u>\$ 8,078,823</u>	<u>\$ 4,417,414</u>	<u>\$ 21,984,179</u>

See accompanying notes to basic financial statements.

Debt Service Fund	Other Governmental Funds	Total Governmental Funds
\$ 16,586,519	\$ 14,531,072	\$ 74,534,738
-	15,580,013	40,376,226
-	958,061	1,231,899
-	57,758	12,531,556
-	6,906,874	11,488,375
-	185,844	2,235,871
-	788,386	6,342,727
-	5,134,969	26,343,441
-	-	3,001,133
280,166	3,358,853	6,472,181
-	1,870,895	1,870,895
-	3,486,590	5,863,610
<u>16,866,685</u>	<u>52,859,315</u>	<u>192,292,652</u>
-	4,445,517	14,778,861
-	2,006,533	59,391,711
-	15,100,000	20,392,873
-	14,189,660	47,383,981
-	36,596,241	92,227,467
7,852,241	7,479,000	15,331,241
6,512,916	4,373,818	12,635,091
<u>14,365,157</u>	<u>84,190,769</u>	<u>262,141,225</u>
<u>2,501,528</u>	<u>(31,331,454)</u>	<u>(69,848,573)</u>
50,000	40,604,875	63,865,187
(634,503)	(36,283,267)	(64,214,176)
-	105,037	146,319
-	21,430,688	35,645,000
-	-	500,660
<u>(584,503)</u>	<u>25,857,333</u>	<u>35,942,990</u>
1,917,025	(5,474,121)	(33,905,583)
5,333,711	96,020,634	222,992,030
<u>\$ 7,250,736</u>	<u>\$ 90,546,513</u>	<u>\$ 189,086,447</u>



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**CITY OF GRAND PRAIRIE, TEXAS
RECONCILIATION OF THE STATEMENT OF REVENUE,
EXPENDITURES, AND CHANGES IN FUND BALANCE OF
GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED SEPTEMBER 30, 2009**

Net change in fund balances - total governmental funds		\$ (33,905,583)
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 and changes in net assets, the cost of those assets is allocated over their estimated useful lives as depreciation expense. This is the amount of capital assets recorded in the current period.		92,227,467
The net effect of various transactions involving capital assets (ie., sales, trade ins, and contributions) is to decrease net assets.		(58,728)
Depreciation expense on capital assets is reported in the government-wide statement of activities and changes in net assets, but they do not require the use of current financial resources. Therefore, depreciation expense is not reported as expenditures in governmental funds. This is the amount of governmental depreciation excluding internal service funds depreciation \$72,824.		(22,481,092)
Governmental funds do not report developers' contributions as revenues, whereas these amounts are reported in the statement of activities as contributions not restricted to specific programs.		5,160,769
The issuance of long-term debt (e.g. bonds) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net assets. Also, governmental funds report the effect of issuance cost, premiums, discounts, and similar items when debt is first issued, whereas the amounts are deferred and amortized in the statement of activities. This amount is the net effect of these differences in the treatment of long-term debt and related items.		
Bonds issued, net of premium on issuance and issuance costs	(35,429,610)	
Bond principal retirement	15,331,241	
Amortization bond related cost (deferred charge, premium/discount, deferred loss)	(220,535)	(20,318,904)
Some expenses reported in the statement of activities do not require the use of current financial resources, therefore, are not reported as expenditures in governmental funds.		
Change in compensated absences	(181,750)	
Change in accrued interest	131,453	
Change in Other Post Employment Benefit	(56,580)	
Change in Pollution Remediation Obligation	(206,315)	(313,192)
Some property tax and intergovernmental revenues will not be collected for several months after the city's fiscal year end. These are not considered "available" revenues in the governmental funds until received. Change in amount deferred on fund statements.		2,152,292
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 revenue of the internal service funds is reported with governmental activities net of the amount allocated to business-type activities (\$489,995).		1,963,294
Change in net assets of governmental activities		<u>\$ 24,426,323</u>

See accompanying notes to basic financial statements.

CITY OF GRAND PRAIRIE, TEXAS
STATEMENT OF NET ASSETS
PROPRIETARY FUNDS
SEPTEMBER 30, 2009

	Business-Type Activities			Governmental
	Enterprise Funds			Activities
	Water	Other	Total	Internal
Wastewater	Nonmajor	Service		Funds
ASSETS				
Current assets:				
Cash and cash equivalents	\$ 5,181,584	\$ 4,473,269	\$ 9,654,853	\$ 5,362,912
Investments	46,925,989	11,796,028	58,722,017	7,426,443
Accounts receivable, net	4,508,464	763,178	5,271,642	21,390
Due from other governments	-	51,440	51,440	-
Inventories and supplies	464,835	49,284	514,119	123,799
Deferred charges	879,660	18,523	898,183	-
Current restricted assets:				
Cash and cash equivalents	-	-	-	185,029
Investments	6,690,473	-	6,690,473	-
Total current assets	<u>64,651,005</u>	<u>17,151,722</u>	<u>81,802,727</u>	<u>13,119,573</u>
Capital assets:				
Land	851,686	2,500,585	3,352,271	737,566
Buildings	2,361,045	7,274,793	9,635,838	1,477,875
Equipment	16,144,701	8,296,248	24,440,949	1,642,179
Infrastructure	226,700,877	25,980,259	252,681,136	16,672
Construction in progress	39,328,522	5,214,249	44,542,771	-
Less accumulated depreciation	<u>(107,860,082)</u>	<u>(18,834,158)</u>	<u>(126,694,240)</u>	<u>(3,039,186)</u>
Total capital assets	<u>177,526,749</u>	<u>30,431,976</u>	<u>207,958,725</u>	<u>835,106</u>
Total assets	<u>242,177,754</u>	<u>47,583,698</u>	<u>289,761,452</u>	<u>13,954,679</u>
LIABILITIES				
Current liabilities:				
Accounts payable	3,029,382	698,551	3,727,933	100,807
Accrued liabilities	669,598	188,955	858,553	3,903,008
Accrued compensated absences	216,650	144,393	361,043	33,234
Unearned revenue	-	129,461	129,461	-
Current liabilities payable from restricted assets:				
Customer deposits	2,417,412	55,561	2,472,973	-
Accrued liabilities	599,557	300,523	900,080	-
Current portion of long-term debt	3,920,000	438,919	4,358,919	-
Total current liabilities	<u>10,852,599</u>	<u>1,956,363</u>	<u>12,808,962</u>	<u>4,037,049</u>
Noncurrent liabilities:				
Accrued compensated absences	-	15,049	15,049	1,341
Closure and postclosure liability	-	4,798,404	4,798,404	-
Long-term debt	61,878,205	8,770,832	70,649,037	-
Total noncurrent liabilities	<u>61,878,205</u>	<u>13,584,285</u>	<u>75,462,490</u>	<u>1,341</u>
Total liabilities	<u>72,730,804</u>	<u>15,540,648</u>	<u>88,271,452</u>	<u>4,038,390</u>
NET ASSETS				
Invested in capital assets (net of related debt)	117,845,692	21,222,225	139,067,917	835,106
Restricted for debt service	3,673,504	-	3,673,504	-
Unrestricted	<u>47,927,754</u>	<u>10,820,825</u>	<u>58,748,579</u>	<u>9,081,183</u>
Total net assets	<u>\$ 169,446,950</u>	<u>\$ 32,043,050</u>	<u>\$ 201,490,000</u>	<u>\$ 9,916,289</u>
Reconciliation to government-wide Statement of Net Assets:				
Adjustments to reflect the consolidations of internal service funds activities related to enterprise funds			<u>1,779,030</u>	
Net assets of business-type activities			<u>\$ 203,269,030</u>	

See accompanying notes to basic financial statements.

**CITY OF GRAND PRAIRIE, TEXAS
STATEMENT OF REVENUE, EXPENSE AND CHANGES IN FUND NET ASSETS
PROPRIETARY FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2009**

	Business-Type Activities			Governmental
	Enterprise Funds			Activities
	Water	Other	Total	Internal
Wastewater	Nonmajor	Service		
				Funds
OPERATING REVENUE				
Sales to customers	\$ 27,499,827	\$ 17,387,477	\$ 44,887,304	\$ 3,409,485
Wastewater charges to customers	16,464,165	-	16,464,165	-
Water and wastewater fees	825,191	-	825,191	-
Wastewater surcharges	594,851	-	594,851	-
Intergovernmental revenue	-	519,837	519,837	-
Insurance premiums	-	-	-	16,463,154
Miscellaneous	511,636	37,670	549,306	158,362
Total operating revenue	<u>45,895,670</u>	<u>17,944,984</u>	<u>63,840,654</u>	<u>20,031,001</u>
OPERATING EXPENSE				
Salaries and personal benefits	5,810,814	3,680,228	9,491,042	1,192,864
Supplies and miscellaneous purchases	575,632	1,492,147	2,067,779	2,068,919
Purchased services	3,748,373	5,957,720	9,706,093	671,871
Insurance costs	-	-	-	12,903,828
Water purchases	10,456,160	-	10,456,160	-
Wastewater treatment	8,260,418	-	8,260,418	-
Miscellaneous	526,733	938,664	1,465,397	141,243
Depreciation	9,663,973	1,798,198	11,462,171	72,824
Franchise fees	1,784,329	376,111	2,160,440	-
General and administrative costs	2,594,349	323,594	2,917,943	-
Total operating expense	<u>43,420,781</u>	<u>14,566,662</u>	<u>57,987,443</u>	<u>17,051,549</u>
Operating income	<u>2,474,889</u>	<u>3,378,322</u>	<u>5,853,211</u>	<u>2,979,452</u>
NONOPERATING REVENUE				
(EXPENSE)				
Impact fees	1,073,689	-	1,073,689	-
Investment income	1,565,541	498,077	2,063,618	216,295
Gain on property disposition	-	-	-	21,390
Interest expense	(2,871,231)	(412,513)	(3,283,744)	-
Total nonoperating revenue (expense)	<u>(232,001)</u>	<u>85,564</u>	<u>(146,437)</u>	<u>237,685</u>
Income before contributions and transfers	2,242,888	3,463,886	5,706,774	3,217,137
Transfers in	24,877,717	4,374,003	29,251,720	-
Transfers out	(23,528,024)	(4,610,859)	(28,138,883)	(763,848)
Capital contributions	3,671,862	-	3,671,862	-
Change in net assets	7,264,443	3,227,030	10,491,473	2,453,289
Net assets - beginning of the year	162,182,507	28,816,020	190,998,527	7,463,000
Net assets - end of the year	<u>\$ 169,446,950</u>	<u>\$ 32,043,050</u>	<u>\$ 201,490,000</u>	<u>\$ 9,916,289</u>
Reconciliation to government-wide Statement of Activities:				
Change in net assets of enterprise funds			10,491,473	
Adjustments to reflect the consolidations of internal service funds activities related to enterprise funds			489,995	
Change in net assets of business-type activities			<u>\$ 10,981,468</u>	

See accompanying notes to basic financial statements.



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**CITY OF GRAND PRAIRIE, TEXAS
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2009**

	Business-Type Activities-Enterprise Funds			Governmental Activities
	Water Wastewater	Other Nonmajor	Total	Internal Service Funds
Cash flows from operating activities:				
Cash received from customers	\$ 44,800,461	\$ 17,309,274	\$ 62,109,735	\$ 20,009,611
Cash received from Intergovernmental	-	519,837	519,837	-
Cash payments to suppliers for goods and services	(23,011,334)	(7,253,177)	(30,264,511)	(15,552,092)
Cash payments to employees for services	(5,789,360)	(3,688,528)	(9,477,888)	(1,197,934)
Cash payments to other funds for services	(4,694,441)	(731,263)	(5,425,704)	31,350
Other operating cash (payments)	300,666	(834,515)	(533,849)	-
Net cash provided by operating activities	<u>11,605,992</u>	<u>5,321,628</u>	<u>16,927,620</u>	<u>3,290,935</u>
Cash flows from noncapital financing activities:				
Transfers from other funds	24,877,717	4,374,003	29,251,720	-
Transfers to other funds	(23,528,024)	(4,610,859)	(28,138,883)	(763,848)
Net cash provided by (used in) non-capital financing activities	<u>1,349,693</u>	<u>(236,856)</u>	<u>1,112,837</u>	<u>(763,848)</u>
Cash flows from capital and related financing activities:				
Capital outlays	(11,177,752)	(3,514,884)	(14,692,636)	(44,396)
Proceeds from intergovernmental for capital project	488,453	-	488,453	-
Proceeds from capital assets disposals	-	-	-	21,390
Interest paid on bonds and line of credit	(2,923,511)	(411,479)	(3,334,990)	-
Repayment of principal on bonds	(3,641,119)	(419,273)	(4,060,392)	-
Impact fees received	1,073,689	-	1,073,689	-
Proceeds from issuance of bonds	4,940,000	-	4,940,000	-
Net cash (used in) capital and related and related financing activities	<u>(11,240,240)</u>	<u>(4,345,636)</u>	<u>(15,585,876)</u>	<u>(23,006)</u>
Cash flows from investing activities:				
Investment earnings received on cash and investments	1,565,541	498,077	2,063,618	216,295
Sale of investments	35,082,169	5,697,461	40,779,630	26,582,478
(Purchase) of investments	(37,462,033)	(5,029,940)	(42,491,973)	(29,117,732)
Net cash provided by (used in) investing activities	<u>(814,323)</u>	<u>1,165,598</u>	<u>351,275</u>	<u>(2,318,959)</u>
Net increase in cash and equivalents	901,122	1,904,734	2,805,856	185,122
Cash and cash equivalents - beginning of year	<u>4,280,462</u>	<u>2,568,535</u>	<u>6,848,997</u>	<u>5,362,819</u>
Cash and cash equivalents - end of year	<u>\$ 5,181,584</u>	<u>\$ 4,473,269</u>	<u>\$ 9,654,853</u>	<u>\$ 5,547,941</u>
Reconciliation of income (loss) from operations to net cash provided (used) by operating activities:				
Net operating income	\$ 2,474,889	\$ 3,378,322	5,853,211	\$ 2,979,452
Adjustments to net operating income (loss) to net cash provided (used) by operating activities:				
Depreciation and amortization	9,663,973	1,798,198	11,462,171	72,824
Changes in assets and liabilities:				
(Increase) Decrease in other accounts receivable	(696,456)	(79,811)	(776,267)	(21,390)
(Increase) Decrease in inventories and supplies	(84,757)	(203)	(84,960)	45,029
Increase (Decrease) in accounts payable	(20,930)	149,522	128,592	220,093
Increase (Decrease) in accrued liabilities	157,430	47,371	204,801	-
Increase in customer deposits	90,389	1,608	91,997	-
(Decrease) in deferred revenue	-	34,921	34,921	-
Increase in accrued compensated absences	21,454	(8,300)	13,154	(5,073)
Net cash provided by operating activities	<u>\$ 11,605,992</u>	<u>\$ 5,321,628</u>	<u>\$ 16,927,620</u>	<u>\$ 3,290,935</u>
Noncash investing, capital and financing activities:				
Contributions of capital assets from developers	\$ 2,669,186			



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NOTES TO BASIC FINANCIAL STATEMENTS



CITY OF GRAND PRAIRIE, TEXAS

**NOTES TO BASIC FINANCIAL STATEMENTS
SEPTEMBER 30, 2009**

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CITY OF GRAND PRAIRIE, TEXAS

NOTES TO BASIC FINANCIAL STATEMENTS
SEPTEMBER 30, 2009

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 6 miles south of DFW International Airport. The City was incorporated in 1909, and adopted the Council-Manager form of government in 1948.

The services provided by the City are diverse. The financial position, results of operations and budgets (where legally adopted) of these multi-faceted services are all included in the City’s financial “reporting entity,” as more fully described in the subsequent section of this Note.

The City reports in accordance with accounting principles generally accepted in the United States of America (“GAAP”) as established by the Governmental Accounting Standards Board (“GASB”) and the Financial Accounting Standards Board (“FASB”). The accounting and reporting framework and the more significant accounting principles and practices are discussed in subsequent sections of this Note. The remainder of the Notes are organized to provide concise explanation, including required disclosures of budgetary matters, assets, liabilities, fund equity, revenues, expenditures/expenses, and other information considered important to gaining a clear picture of the City’s financial position and results of operations as of and for the fiscal year ended September 30, 2009.

b. Financial Reporting Entity

Knowledge of the definitions for the following terms is important to the reader’s understanding of the Notes:

Reporting Entity – The primary government and all related component units are combined to constitute the financial reporting entity.

Primary Government – The core or nucleus of the financial reporting entity. The City’s services include primarily the traditional local government responsibilities of public safety, streets and transportation, water and wastewater, solid waste collection and disposal, environmental health, leisure services and general aviation airport.

Blended Component Units – A legally separate governmental unit that is an extension of the primary government whereby the component unit’s governing body is substantively the same as the primary government, provides services almost entirely to the primary government, and almost exclusively benefits the primary government.

Discretely Presented Component Units – A legally separate governmental unit or organization for which the elected officials of the primary government are financially accountable, and which is reported in a column separate from the primary government within the combined financial statements.

CITY OF GRAND PRAIRIE, TEXAS

**NOTES TO BASIC FINANCIAL STATEMENTS
SEPTEMBER 30, 2009**

1) Blended Component Unit

Component Unit – Grand Prairie Crime Control and Prevention District

The Grand Prairie Crime Control and Prevention District (“District”) is used to account for the accumulation and use of quarter-cent sales tax proceeds dedicated to fund a new Public Safety Facility. The District is reported as a special revenue fund of the primary government. The Board of Directors of the District is substantively the same as the City Council. There are seven directors on this board, and, all of them are council members constituting a voting majority of the City Council. Upon dissolution of the District, the entity’s assets will be distributed to the City. This unit provides all its services to the City. Their financial statements were obtained from the respective Board of Directors. Financial information for this unit may be obtained from the City.

2) Discretely Presented Component Unit

Component Unit – Sports Corporation

Although the Sports Corporation is legally, financially and administratively autonomous, its Board of Directors is appointed by the Grand Prairie City Council. Additionally, four of the seven Sports Corporation board members are members of the Grand Prairie City Council. Therefore, the Sports Corporation should be included within the financial reporting entity of the City; as such, the financial statements of the component unit have been included in the financial reporting entity as a discretely presented component unit. The component unit column is reported as a separate column in the combined financial statements to emphasize it as a legally separate entity from the City.

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. The one-half cent sales and use tax may be used to pay 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 cost of the project. All bonds were redeemed on September 15, 2007. The sales tax was discontinued on September 30, 2007.

CITY OF GRAND PRAIRIE, TEXAS

**NOTES TO BASIC FINANCIAL STATEMENTS
SEPTEMBER 30, 2009**

The activities of the Sports Corporation are similar to those of proprietary funds, and, therefore, are reported as an enterprise fund. The activities of the Sports Corporation are accounted for on a flow of economic resources measurement focus. With this measurement focus, all assets and liabilities associated with the operation of the Sports Corporation are included in a single fund. Transactions are accounted for using the accrual basis of accounting.

Complete September 30, 2009 financial statements for the Sports Corporation may be obtained at its administrative office.

3) Discretely Presented Component Unit

Component Unit – 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. The city is not financially obligated for any debt of the HFC. Complete separate December 31, 2008 financial statements for HFC may be obtained from the City.

4) Related Autonomous Entities

Related autonomous entities are those entities whose boards of directors are appointed by the City Council, but over which the City is not financially accountable, and are therefore excluded from the reporting entity. These include:

- Grand Prairie Health Facilities Development Authority – created to issue tax-exempt revenue bonds to finance medical facilities. The Authority's bonds have been defeased, and the Authority only exists to make decisions from time to time regarding the defeased bonds. The City exercises no control over the Authority or its budget.
- Grand Prairie Industrial Development Authority – 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 Authority's management, budget or operations.

c. Government-wide financial statements and fund financial statements

The government-wide financial statements (i.e., the statement of net assets and the statement of changes in net assets) report information on the activities of the primary government and its component unit. Activity for the primary government and its component unit are reported separately in the government-wide financial statements. The effect of interfund activity between governmental activities and business-type activities

CITY OF GRAND PRAIRIE, TEXAS

NOTES TO BASIC FINANCIAL STATEMENTS
SEPTEMBER 30, 2009

has been eliminated in these statements except that business-type activities include charges for administrative overhead services provided by the governmental activities.

Governmental activities are supported in part by property taxes, sales taxes, franchise fees, and grant revenues from the federal government and the State of Texas. Governmental activities are reported separately from *business-type activities*, which rely to a large extent 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, wastewater tap fees and reconnection fees.

The statement of activities reports the change in the City's net assets from October 1, 2008 to September 30, 2009. This statement demonstrates the degree to which the direct expenses of a given function of 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 sales, 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 or segment and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not properly included among program revenues are reported instead as *general revenues* in the statement of activities.

In addition to the government-wide financial statements, the City also reports separate financial statements for major governmental funds and proprietary funds; these statements are classified as *fund financial statements*. The fund financial statements are organized on the basis of funds, each of which is considered a separate accounting entity with self-balancing accounts that comprise its assets, liabilities, fund equity, revenues, and expenses. Governmental resources are allocated to and accounted for in individual funds based upon the purposes for which they are to be spent and the means by which spending activities are controlled.

Each fund is accounted for by providing a separate set of self-balancing accounts which constitute its assets, liabilities, fund equity, revenues and expenditures/expenses. Funds are ordered into two distinct categories: governmental and proprietary. Information in the fund financial statements is reported on a major fund basis. The calculation of major funds is conducted by the City each year under the methods outlined in GASB Statement No. 34. Major individual governmental funds and major individual proprietary funds are reported as separate columns in the fund financial statements. The major funds at September 30, 2009, are as follows: general fund, crime tax fund, street improvement fund, section 8 fund, a debt service fund, and water/wastewater fund. Non-major funds are reported in the aggregate as "Other Funds." The various funds are summarized by type in the fund financial statements.

CITY OF GRAND PRAIRIE, TEXAS

NOTES TO BASIC FINANCIAL STATEMENTS
SEPTEMBER 30, 2009

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.

Crime Tax CIP Fund: This fund accounts for the construction of the City's new public safety building.

Crime Tax Sales Tax Fund: Approved by the Grand Prairie voters, a one-quarter cent sales and use tax was levied for the benefit of the Crime Control District. Proceeds from the one-quarter-cent sales tax is being used to pay for debt issued to construct the public safety building.

Section 8 Fund: The fund accounts for grants received from the federal government for providing housing assistance to low income families.

Street Improvements Fund: This fund accounts for the costs of street improvements in the City financed through general obligation bond proceeds, and other dedicated sources.

Debt Service Fund: The City's Debt Service Fund accounts for the accumulation of financial resources for the payment of principal and interest on the City's general obligation (property tax supported) debt.

Major enterprise fund includes 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 has no treatment facilities for water or wastewater. Treated water is purchased from the Dallas Water Utilities ("DWU") and Trinity River Authority ("TRA"), and water is pumped from City-owned wells. The City owns the wastewater collection system and all of the wastewater treatment is provided by the TRA. The contracts with DWU and TRA are discussed elsewhere in the Notes.

d. Measurement Focus and Basis of Accounting

1) Governmental Funds

The City uses the modified accrual basis of accounting and the flow of current financial resources measurement focus for all governmental funds. 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 60 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 which is recorded when due rather than when incurred.

CITY OF GRAND PRAIRIE, TEXAS

**NOTES TO BASIC FINANCIAL STATEMENTS
SEPTEMBER 30, 2009**

Major revenue sources susceptible to accrual in the governmental funds include:

- Sales taxes are collected by the State and remitted to the City monthly in 60 days arrears. The City recognizes sales taxes revenues when collected from the State. Additional amounts estimated to be collectible in time to be a resource payment of obligations incurred during the fiscal year and therefore susceptible to accrual in accordance with General Accepted Accounting Principles have been recognized as revenue. The City allocates its sales taxes revenues to the General Fund, Street Maintenance Fund, and Park Venue Fund pursuant to City ordinances. The Sports Corporation receives monthly sales taxes revenues from the State separate from the City.
- Franchise fees are remitted regularly by franchise owners for gas, electric, telephone and cable utilities. Franchise fees are also paid by the City's Water and Wastewater Fund, Solid Waste Fund and Storm Water Utility Fund. The fees are not taxes, but compensate the City for the use of public right-of-way by the utilities. Amounts earned but not collected at fiscal year end are recorded as accounts receivable. Amounts earned at fiscal year end and collected within 60 days are recorded as revenue.
- Property taxes are billed and collected by the Dallas County Tax Assessor based on assessed taxable values each January 1 as determined by the Dallas Central Appraisal District using exemptions approved by the City. Taxes are levied and due on the next October 1 and are past due after February 1 of the following year. Tax liens are automatic on January 1 for each year of tax levy. Property tax receivables are recorded on October 1 when taxes are assessed with a reserve estimate for un-collectibles. Property tax revenues are recorded as the taxes are collected. Delinquent tax payments are recognized as revenue when both measurable and available. Additional amounts estimated to be collectible in time to be a resource payment of obligations incurred during the fiscal year and therefore susceptible to accrual in accordance with General Accepted Accounting Principles have been recognized as revenue.
- Intergovernmental grant revenues are recognized when available and the qualifying expenditures have been incurred and all other grant requirements have been met for expenditure-driven grants.
- Interest revenues are recognized as earned as they are measurable and available.
- Interfund services provided and/or used by other funds are reported as "general and administrative revenue/expenses" and represent direct charges/payments for services provided to one or more other funds. Allocations of indirect costs are included in transfers in/out between funds and not reported as revenues or expenditures.

2) Proprietary Funds

The accrual basis of accounting and flow of economic resources measurement focus are used in all proprietary fund types. Under the accrual basis of accounting, revenues are recognized when earned, and expenses (including depreciation) are

NOTES TO BASIC FINANCIAL STATEMENTS
SEPTEMBER 30, 2009

recorded when the liability is incurred. Private-sector standards of accounting and financial reporting (as issued by the Financial Accounting Standards Board) issued prior to December 1, 1989, generally are followed in both the government-wide and proprietary fund financial statements to the extent that those standards do not conflict with or contradict guidance of the GASB. Governments also have the option of following subsequent private-sector guidance for enterprise funds, subject to the same limitation. The City has elected not to follow subsequent private-sector guidance.

The accounting objectives for proprietary funds are the determination of net income, financial position and cash flows. Proprietary fund equity is segregated into (1) invested in capital assets, net of related debt; (2) restricted net assets, and (3) unrestricted net assets.

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. The principal operating revenues of the enterprise funds and the City's internal service funds are charges to customers for water sales, utility charges, and municipal golf course fees. Operating expenses for enterprise funds and internal service funds include the cost of sales and services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as non-operating revenues and expenses.

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 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 enterprise funds of the City are classified as business-type activities in the government-wide statements of net assets and activities.

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, which include:

- Equipment 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 and workers compensation and employee health and life insurance programs. The City reports all risk financing activities in the Risk Management Fund.

CITY OF GRAND PRAIRIE, TEXAS

**NOTES TO BASIC FINANCIAL STATEMENTS
SEPTEMBER 30, 2009**

e. Assets, Liabilities, Fund Balance/Net Assets and Other

1) Pooled Cash, Investments and Temporary Deposits

The City’s cash, investments and temporary deposits are pooled for investment. Interest earnings are allocated to the City’s funds during the year based upon the City’s adopted budget. 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.

2) Inventories

Inventory is recorded at cost when purchased, with a corresponding reservation of fund balance shown for governmental fund-type inventories, and charged to expenditures when consumed. General Fund supplies and materials inventory are recorded as expenditures on an actual specific cost basis. The Water and Wastewater Fund supplies and materials inventory is charged out on a first-in, first-out basis. Equipment Services Fund, included as “Other Governmental Funds” in the fund financial statements, charges supplies and materials out on a first-in, first-out basis and its gasoline inventory is charged out on a moving average basis. The Municipal Airport Fund, included as “Other Proprietary Funds” charges fuel inventory on a moving average basis.

3) Capital Assets and Depreciation

Capital assets (i.e. land, buildings, equipment, improvements other than buildings, which includes the City’s 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 are recorded at their fair 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	20-50 years
Machinery and Equipment	5-15 years
Improvements other than Buildings	20-40 years
Infrastructure	20-40 years

4) Encumbrances

Encumbrance accounting is used for the General Fund, Crime Tax Fund, Street Improvement Fund and other governmental funds. Encumbrances are recorded when a purchase order is issued, and encumbrances are not considered expenditures until a liability for payment is incurred. Encumbrances are reported as a reservation of fund balance on the governmental funds’ balance sheet, and on October 1, each year are

CITY OF GRAND PRAIRIE, TEXAS

**NOTES TO BASIC FINANCIAL STATEMENTS
SEPTEMBER 30, 2009**

carried forward, along with the prior year's related appropriation, and added to the new year's budget.

In addition to encumbrances, a separate work order system based upon approved contracts is used to manage disbursements for capital projects.

5) Compensated Absences

Employees are granted vacation benefits in varying amounts, depending on tenure with the City. These benefits accumulate pro rata by pay period. The employee's right to use accumulated vacation and to receive an accumulated vacation payment upon termination vests after six months of employment. Fire and police civil service employees and other employees hired prior to 1976 are paid up to 90 days sick leave upon retirement. The valuation of the frozen civil service sick leave is at current pay rates, while the valuation of the frozen non-civil service sick leave was at 1985 wage levels. 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. Long-term accrued compensated absences and those related amounts to be paid in the next fiscal year are reported in the respective columns in the government-wide financial statements and in the proprietary fund financial statements. A liability for these amounts is reported in governmental funds only if they have matured, for example, as a result of employee resignations and retirements. The General Fund is typically used to liquidate the liability for governmental activities' compensated absences. Long-term accrued compensated absences are not expected to be liquidated with expendable available financial resources and are not reported in the governmental fund financial statements.

6) 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. The City issued a Request for Proposal in June 2009 for all lines of coverage in the Risk program, including Workers Compensation, liability, property, crime, airport and animal mortality coverage. Based on proposal results, the City selected to renew with the TMLIRP.

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	
Airport Liability	\$10,000,000	\$10,000,000

CITY OF GRAND PRAIRIE, TEXAS

**NOTES TO BASIC FINANCIAL STATEMENTS
SEPTEMBER 30, 2009**

The renewal included changes to Workers Compensation deductibles from \$200,000 to \$350,000 and removal of the aggregate retention. All liability deductibles (General, Law Enforcement, Public Officials, and Auto Liability) increased from \$50,000 to \$300,000 with no changes to the per occurrence or aggregate limits. The Mobile Equipment Deductible increased from \$1,000 to \$10,000.

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 periodically to consider the effects of inflation, plan benefit designs, recent claim settlement trends (including frequency and amount of pay-outs), 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 December 2008 actuarial report, as of September 30, 2009, was \$2,852,057. Below is the change as reported in this most recent report.

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 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 \$200,000 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, 2009 were \$974,871.

	<u>Beginning of Fiscal Year Liability</u>	<u>Claims and Change in Estimates</u>	<u>Claim Payments</u>	<u>End of Fiscal Year Liability</u>
2009	\$3,579,302	\$8,969,890	\$8,722,264	\$3,826,928
2008	3,920,507	9,971,974	10,313,179	3,579,302

CITY OF GRAND PRAIRIE, TEXAS

**NOTES TO BASIC FINANCIAL STATEMENTS
SEPTEMBER 30, 2009**

7) Post Employment Benefits Other than Pension 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 premiums monthly by due date, or within grace period

TMRS Retirement / Plan option may include:

- Service retirement, 25 yrs 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.

Benefits

Retirees pay a portion of their retiree health care premium based on their years of service with the City of Grand Prairie. The cost of their benefit is 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.

Active employees do not contribute to the retiree health care premium.

Retiree benefits begin on the first day of the month following retirement. If a retiree is not eligible for employer-paid retiree health benefits, they may purchase medical coverage through COBRA. The rate will depend on the coverage level and the plan they select (i.e., Employee Only, Employee + Spouse, etc.). The rate is determined by the rate structure in place at that time + a 2% administrative fee. The City of Grand Prairie does not contribute to any portion of the COBRA premium, except as mandated by the American Recovery and Reinvestment Act (ARRA) for the applicable eligible period for the federal COBRA subsidy.

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.

NOTES TO BASIC FINANCIAL STATEMENTS
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Spouse Coverage

Retired before 1/1/2009: 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.

Employees retiring from TMRS effective 12/31/2008 (for a 1/1/09 effective date) or later, and who wish to cover dependents during retirement, must have the dependents covered on their City plan for two full years prior to retirement. (For instance, to cover a spouse effective 1/1/09 for retirement, the spouse must have been covered under your employee plan continuously since 1/1/07).

Child / Dependent Coverage

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. A retiree may purchase coverage for dependents through COBRA. The rate will depend on the coverage level and the plan they select (i.e., Employee Only, Employee + Spouse, etc.). The rate is determined by the rate structure in place at that time + a 2% administrative fee. The City of Grand Prairie does not contribute to any portion of the COBRA premium. However, the individual may qualify under federal subsidy guidelines through the ARRA.

Medicare

Covered participants are not required to apply for Medicare when eligible, but may remain on the City's insurance. Retirees, however, are required to move off the City's medical plan when they reach age 65 or become Medicare eligible. The City does not contribute to the retiree Medicare premiums.

Opt-outs / Payment-in-lieu / Reimbursements

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

Types of Coverage Offered

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

CITY OF GRAND PRAIRIE, TEXAS

**NOTES TO BASIC FINANCIAL STATEMENTS
SEPTEMBER 30, 2009**

Employee / Retiree 2009 Monthly Health Care Premiums (Employee Pays Portion)

Group	Monthly Health Care Premium	
	<u>PRIOR TO</u> <u>12/01/2005</u>	<u>AFTER</u> <u>11/30/2005</u>
Gold (Under Age 65)		
Employee Only	531	577
Employee plus Spouse	1082	1175
Employee plus Child(ren)	850	921
Family	1558	1686
Silver (Under Age 65)		
Employee Only	455	501
Employee plus Spouse	908	1001
Employee plus Child(ren)	714	785
Family	1299	1427
Bronze (Under Age 65)		
Employee Only	417	463
Employee plus Spouse	838	931
Employee plus Child(ren)	636	707
Family	1156	1284
Over 65 Retiree (Grandfathered by Age)		
Employee (10-14 years of service)		116
Employee (15-19 years of service)		119
Employee (20-24 years of service)		99
Employee (25-29 years of service)		58
Employee (30+ years of service)		37
Employee plus spouse (10-14 years of service)		264
Employee plus spouse (15-19 years of service)		226
Employee plus spouse (20-24 years of service)		N/A
Employee plus spouse (25-29 years of service)		123
Employee plus spouse (30+ years of service)		88

The Under Age 65 monthly premiums shown above are rates based on 0-5 years of credited service. Employee /retiree premiums will reduce as years of service increase.

CITY OF GRAND PRAIRIE, TEXAS

**NOTES TO BASIC FINANCIAL STATEMENTS
SEPTEMBER 30, 2009**

Funding Policy and Annual OPEB Cost

The City’s annual other post employment benefits (OPEB) cost is calculated based on the annual required contribution (ARC) of the employer, an amount actuarially determined in accordance with the parameter of GASB Statement No. 45. The ARC represents a level of funding that, if paid on an ongoing basis, is projected to cover normal cost each year and to amortize any unfunded actuarial liabilities (or funding excess) over a period not to exceed thirty years. The City had its first OPEB actuarial valuation performed for the fiscal year beginning October 1, 2007 as required by GASB. The City’s annual OPEB cost for the current year is as follows:

Annual required contribution	\$ 1,522,334
Interest on OPEB obligation	21,954
Adjustment to ARC	(20,340)
Annual OPEB cost (expense) end of year	<u>1,523,948</u>
Net estimated employer contributions	<u>1,467,368</u>
Increase in net OPEB obligation	56,580
Net OPEB obligation – as of beginning of the year	487,873
Net OPEB obligation (asset) – as of end of the year	<u><u>\$ 544,453</u></u>

Funding status and funding progress

The funded status of the City’s retiree health care plan, under GASB Statement No. 45, as of December 31, 2007 is as follows:

Actuarial Valuation Date as of December 31, 2007	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) (b)	Unfunded AAL (UAAL) (b-a)	Funded Ratio (a/b)
		\$ 15,782,172	\$ 15,782,172	0%

Under the reporting parameters, the City’s retiree health care plan is 0% funded with an estimated actuarial accrued liability exceeding actuarial assets by \$15,782,172 at December 31, 2007.

Actuarial methods and assumptions

The Projected Unit Credit actuarial cost method is used to calculate the GASB ARC for the City’s retiree health care plan. Using the plan benefits, the present health premiums, and a set of actuarial assumptions, the anticipated future payments are projected. The projected unit credit method then provides for a systematic funding for these anticipated payments. The yearly ARC is computed to cover the cost of benefits being earned by covered members, as well as to amortize a portion of the unfunded accrued liability.

CITY OF GRAND PRAIRIE, TEXAS

**NOTES TO BASIC FINANCIAL STATEMENTS
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Projections of health benefits are based on the plan as understood by the City and include the types of benefits in force at the valuation date and the pattern of sharing benefit costs between the City and the City’s employees to that point. Actuarial calculations reflect a long-term perspective and employ methods and assumptions that are designed to reduce short-term volatility in actuarial accrued liabilities and the actuarial value of assets. Significant methods and assumptions were as follows:

Actuarial Methods and Assumptions

Investment rate of return	4.5%, net of expenses
Actuarial cost method	Projected Unit Credit Cost Method
Amortization method	Level as a percentage of employee payroll
Salary Growth	3.00% per annum

Actuarial valuations involve estimates of the value of reported amounts and assumptions about the probability of events in the future. Amounts determined regarding the funded status and the annual required contributions of the City’s retiree health care plan are subject to continual revision as actual results are compared to past expectations and new estimates are made about the future. The required schedule of funding progress presented as required supplementary information provides multi-year trend information that shows whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liability for benefits.

City of Grand Prairie - OPEB Disclosure as of 09/30/2009

Fiscal Year Ended	Employer Annual Required Contribution	Employer Amount Contributed (est.)	Interest on NOO (9) x 4.5%	ARC Adjustment (9) / (6)	Amortization Factor (6)	OPEB Cost (2) + (4) - (5)	Change in NOO (7) - (3)	NOO Balance NPO + (8)
(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)
09/30/08	\$1,477,994	\$990,121	\$ -	\$ -	23.9854	\$1,477,994	\$487,873	\$487,873
09/30/09	\$1,522,334	\$1,467,368	\$ 21,954	\$ 20,340	23.9854	\$1,523,948	\$56,580	\$544,453

8) Environmental Remediation Obligations

The City has recorded a liability and an asset related to environmental remediation in the amount of \$206,315, on the Statement of Net Assets and on the Statement of Activities. 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.

CITY OF GRAND PRAIRIE, TEXAS

**NOTES TO BASIC FINANCIAL STATEMENTS
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- The City of Grand Prairie owns land and is responsible for the asbestos abatement at 121 and 125 East Main Street. The land was acquired for a future parking lot for the Uptown Theater.
- The City of Grand Prairie owns land and is responsible for the asbestos abatement at 100 West Church Street. The land was acquired for a future county sub-courthouse.
- The City of Grand Prairie owns land and is responsible for the cleanup of heavy metal contamination in the soils and groundwater at Gun Range-Hardrock Road. The land was acquired for a future police department gun range, but recently proposed to be traded to the school district.

Environmental remediation liability activity in fiscal year 2009 was as follows:

Property Description	Beginning Balance 10/1/2008	Additions	Reductions	Ending Balance 9/30/2009	Current Portion
121 and 125 East Main Street	\$ -	\$ 66,315	\$ -	\$ 66,315	\$ 66,315
100 Block West Church Street	-	115,000	-	115,000	115,000
Gun Range-Hardrock Road	-	25,000	-	25,000	25,000
Total	\$ -	\$ 206,315	\$ -	\$ 206,315	\$ 206,315

9) Depository Contract

The City operates under a depository contract in accordance with State law.

10) Deferred Revenue

At fiscal year-end four funds reported deferred revenue. In the general fund and debt service fund, deferred revenue is reported for property tax receivables expected to be collected later than 60-days after the end of the fiscal year. These amounts are \$3,551,807 and \$643,417, respectively. Because the total amount of \$4,195,224 represents unavailable revenue, they are included as property tax revenue at the government-wide level. In the Other Special Revenue funds and the Parks Venue special revenue fund, deposits for scheduled rentals and upcoming events are recorded as deferred income until the rental periods or events are completed. These amounts are \$547,179 and \$169,619, respectively. Because the total amount of \$716,798 represents unearned revenue, these amounts are presented at both the fund level and government-wide level.

**NOTES TO BASIC FINANCIAL STATEMENTS
SEPTEMBER 30, 2009**

f. New Accounting Principles

The GASB has issued Statement No. 51, "Accounting and Financial Reporting for Intangible Assets." This statement establishes accounting and financial reporting requirements for intangible assets including easements, water rights, timber rights, patents, trademarks, and computer software. The requirements of this Statement are effective for financial statements for periods beginning after June 15, 2009.

The GASB has issued Statement No. 53, "Accounting and Financial Reporting for Derivative Instruments." This Statement addresses the recognition, measurement, and disclosure of information regarding derivative instruments entered into by state and local governments. Effective date: For periods beginning after June 15, 2009.

The GASB has issued Statement No. 54, "Fund Balance Reporting and Governmental Fund Type Definitions." This Statement is intended to improve the usefulness of information provided to financial report users about fund balance by providing clearer, more structured fund balance classifications, and by clarifying the definitions of existing governmental fund types. Fund balance amounts will be reported in the following classifications: restricted, committed, assigned, and unassigned. Effective date: For periods beginning after June 15, 2010.

2. STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

a. Budget Law and Practice

Accounting Standards literature defines three levels of budgetary control which may be employed. These are: (1) appropriated budget, (2) legally authorized nonappropriated budget review and approval process, which is outside the appropriated budget process, and (3) nonbudgeted financial activities, which are not subject to the appropriated budget and the appropriation process or to any legally authorized nonappropriated budget review and approval process, but still are important for sound financial management and oversight.

The City Manager submits annual budgets to the City Council for all budgeted funds in August in accordance with the City Charter. In September, the City Council legally adopted annual fiscal year appropriated budgets for the City's General Fund, Debt Service Fund, Crime Tax Sales Tax Fund, Park Venue Fund, Senior Center Sales Tax Fund, Hotel/Motel Tax Fund, Police Seizure Fund, Municipal Court Fund, Cable Operation Fund and Section 8 Fund. The expenditures budgeted in each fund may not exceed the budgeted revenues, including beginning fund balance.

All budgets are prepared on the cash and encumbrances financial flow basis. That is, revenues are budgeted in the year receipt is expected, and expenditures, which include encumbrances, are budgeted in the year that the applicable purchase orders are expected to be issued. The amounts in Statement of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual for the general fund are reported on this basis.

CITY OF GRAND PRAIRIE, TEXAS

**NOTES TO BASIC FINANCIAL STATEMENTS
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Encumbered appropriations are carried forward to the next fiscal year and become part of the new year's appropriations, while unencumbered appropriations lapse at fiscal year-end. Appropriations for certain nonbudgeted special revenue funds and capital projects funds are controlled on a project basis and are carried forward each year until the project is completed or the grant receipts are expended.

Encumbrances and the related appropriations outstanding at the end of a year are carried forward into the next year, and these carried-forward appropriations then become part of the new year's appropriations. This is because it is not possible to distinguish between current and prior year's appropriations in the City's computer system. Therefore, both expenditures related to prior year encumbrances and encumbrances outstanding at the end of the current year are called expenditures for budgetary reporting purposes.

The City's capital projects are planned in an annually updated five-year capital budget which encompasses all capital resources.

b. Budgetary Control

Appropriations are approved by the City Council by fund for all budgeted funds. All appropriation amendments are subject to final approval by the City Council.

For day-to-day management purposes, line item budgets are prepared. Revenues are budgeted by type and source. Expenditures are budgeted by function, by organization level, i.e., department, division and program, and by detailed type or character code, i.e., personal services, maintenance and operation, capital outlay, debt service and transfers. Appropriations are budgeted at the fund level. If budget amendments (increase in appropriations) are necessary they must be approved by the City Council. Budget adjustments (transfers between line items within the fund) are allowed as long as the adjustments do not exceed the total budgeted appropriations for the fund.

The differences between the City's budget-basis and GAAP-basis actual revenues and expenditures are due to accruals recorded in GAAP-basis, while encumbrances are reported in the budget-basis, and differences in classification.

c. Budget Amendments

During the fiscal year it was necessary to amend the original budget by City Council action. The original budget and amended budget are presented in the Schedules of Revenue, Expenditures, and Changes in Fund Balance – Budget to Actual Comparison for the General, Crime Tax, and Section 8 Funds.

d. Deficit Fund Equity

As of September 30, 2009 the City had no funds with deficit fund equities.

CITY OF GRAND PRAIRIE, TEXAS

**NOTES TO BASIC FINANCIAL STATEMENTS
SEPTEMBER 30, 2009**

3. DETAILED NOTES ON ALL FUNDS

a. Assets

1) Deposits, Investments and Investment Policies

The City invests in United States Treasury notes and United States Agency Securities. These investments are recorded at fair value, which is defined as the amount at which a willing buyer and seller would exchange the security.

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.

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 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, 2009.

The City’s investments are stated at fair value, using the following methods and assumptions as of September 30, 2009:

- 1) Fair value is based on quoted market prices as of the valuation date;
- 2) The portfolio did not hold investments in any of the following:
 - (a) Items required to be reported at amortized cost, except investments in TexPool (see below),
 - (b) Items in external pools that are not SEC-registered,
 - (c) Items subject to involuntary participation in an external pool.
 - (d) Items associated with a fund other than the fund to which the income is assigned;
- 3) Any unrealized gain/loss resulting from the valuation is recognized in the respective fund that participates in the City’s investment pool.

CITY OF GRAND PRAIRIE, TEXAS

**NOTES TO BASIC FINANCIAL STATEMENTS
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- 4) The gain/loss resulting from valuation is reported within the revenue account “investment income” on the Statement of Revenues, Expenditures and Changes in Fund Balances for the Governmental Funds, and the Statement of Revenues, Expenses and Changes in Net Assets for the Proprietary Funds.

The City invested \$119,257,639 in TexPool as of September 30, 2009. The Texas State of Comptroller of Public Accounts exercises oversight responsibility over TexPool, the Texas Local Government Investment Pool. Oversight includes the ability to significantly influence operations, designation of management and accountability for fiscal matters. Additionally, the State Comptroller has established an advisory board composed of both Participants in TexPool and other persons who do not have a business relationship with TexPool. The Advisory Board members review the investment policy and management fee structure. Finally, TexPool is rated AAA by Standard & Poors. As a requirement to maintain the rating weekly portfolio, information must be submitted to Standard & Poors, as well as the office of the Comptroller of Public Accounts for review.

TexPool operates in a manner consistent with the SEC’s Rule 2a7 of the Investment Company Act of 1940. TexPool uses amortized cost rather than fair value to report net assets to compute share prices. Accordingly, the fair value of the position in TexPool is the same as the value of TexPool shares.

The City’s policy is to hold investments until maturity or until fair values equal or exceed cost.

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.

The asset mix of the City's portfolio is expressed in terms of maximum commitment so as to allow flexibility to take advantage of market conditions.

CITY OF GRAND PRAIRIE, TEXAS

**NOTES TO BASIC FINANCIAL STATEMENTS
SEPTEMBER 30, 2009**

The asset mix requirements are as follows:

	<u>% Maximum</u>
1. U.S. Treasury Bills and Notes	100
2. U.S. Agency or Instrumentality Obligations (each type)	25 (a)
3. Repurchase Agreements	20
4. Municipal Securities (total)	40
5. Municipal Securities (out-of-state)	20
6. Certificates of Deposit (per institution)	20
7. Money Market Mutual Fund	50 (b)
8. Public Funds Investment Pool	50

(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 it's 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 City's carrying amount of cash, cash equivalents and investments as of September 30, 2009 as reflected in the primary government's financial statements, are:

	<u>Unrestricted</u>	<u>Restricted</u>	<u>Total</u>
Cash	\$ 721,784	\$ 185,029	\$ 906,813
Pooled investments:			
Cash and cash equivalents	27,132,264	92,697,416	119,829,680
Investments	<u>83,454,520</u>	<u>81,556,943</u>	<u>165,011,463</u>
Total pooled investments	<u>110,586,784</u>	<u>174,254,359</u>	<u>284,841,143</u>
Total	<u>\$ 111,308,568</u>	<u>\$ 174,439,388</u>	<u>\$285,747,956</u>

At year-end, the bank balance of the City's unrestricted cash was \$855,570. Of the bank balance, \$250,000 was covered by federal depository insurance and \$605,570 was covered by collateral held by the City's agent in the City's name. Statutes require collateral pledged for deposits to be held in the City's name by the trust department of a bank.

CITY OF GRAND PRAIRIE, TEXAS

**NOTES TO BASIC FINANCIAL STATEMENTS
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The City's cash equivalents of \$119,829,680 were also covered by collateral held by the City's agent in the City's name.

As of September 30, 2009, the City had the following investments:

	Fair Value	Weighted Average Maturity (Days)	Credit Risk
Federal Farm Credit Bank	\$ 45,972,594	457	AAA
Federal Home Loan Bank	63,047,958	576	AAA
Federal Home Loan Mortgage Corp.	29,357,830	634	AAA
Federal National Mortgage Assoc.	26,633,081	644	AAA
TexPool	119,257,639	1	AAAam
Money market funds	572,041	1	AAAam
Total	<u>\$ 284,841,143</u>	<u>327</u>	

Portfolio weighted average maturity

Maturities of the City's investments at September 30, 2009 were as follows:

Cash equivalents	\$ 119,829,680
Under 30 days	4,506,406
30 days to 60 days	5,022,525
61 days to 90 days	-
91 days to 1 year	51,385,513
After 1 year	104,097,019
Total	<u>\$ 284,841,143</u>

The City did not invest in any securities different from the categories mentioned above during the 2008-2009 fiscal year.

At September 30, 2009, the carrying amount of the Sports Corporation's deposits included in cash and cash equivalents was \$103,286 while the bank balance of the Sports Corporation's deposits was \$108,536. The bank balance was entirely covered by Federal depository insurance or collateral held by the Sports Corporation's agent in the Sports Corporation's name.

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, 2009 was \$4,000,000 in U.S agency instrumentalities.

CITY OF GRAND PRAIRIE, TEXAS

**NOTES TO BASIC FINANCIAL STATEMENTS
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The bank balance of HFC at December 31, 2008, including restricted cash, totaled \$346,720 all of which was covered by FDIC insurance and collateral held by the depository institution in HFC's name. Restricted cash of \$47,276 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. The remaining restricted cash amount comprises tenant security deposits.

2) Capital Assets

Capital assets balances and transactions for the year ended September 30, 2009 are summarized below for governmental activities:

	Balance October 1, 2008	Additions/ Completions	Disposals/ Reclasses	Balance September 30, 2009
Non-depreciable capital assets:				
Land	\$ 25,449,216	\$ 3,418,648	\$ -	\$ 28,867,864
Construction in progress	154,949,829	83,320,250	(34,612,391)	203,657,688
Total non-depreciable capital assets	<u>180,399,045</u>	<u>86,738,898</u>	<u>(34,612,391)</u>	<u>232,525,552</u>
Depreciable capital assets:				
Buildings	61,084,246	21,881,717	-	82,965,963
Equipment	61,197,247	4,174,763	(2,162,220)	63,209,790
Infrastructure	357,824,076	19,249,647	(22,452)	377,051,271
Total depreciable capital assets	<u>480,105,569</u>	<u>45,306,127</u>	<u>(2,184,672)</u>	<u>523,227,024</u>
Less accumulated depreciation for:				
Buildings	(25,089,000)	(2,688,361)	-	(27,777,361)
Equipment	(31,964,026)	(3,617,810)	2,069,033	(33,512,803)
Infrastructure	(132,999,870)	(16,247,745)	56,910	(149,190,705)
Total accumulated depreciation	<u>(190,052,896)</u>	<u>(22,553,916)</u>	<u>2,125,943</u>	<u>(210,480,869)</u>
Total depreciable capital assets, net	<u>290,052,673</u>	<u>22,752,211</u>	<u>(58,729)</u>	<u>312,746,155</u>
Governmental activities capital assets, net	<u>\$ 470,451,718</u>	<u>\$ 109,491,109</u>	<u>\$ (34,671,120)</u>	<u>\$ 545,271,707</u>

CITY OF GRAND PRAIRIE, TEXAS

**NOTES TO BASIC FINANCIAL STATEMENTS
SEPTEMBER 30, 2009**

Capital asset balances for business-type activities for the year ended September 30, 2009 are summarized below:

	Balance October 1, 2008	Additions/ Completions	Disposals/ Reclasses	Balance September 30, 2009
Non-depreciable capital assets				
Land	\$ 3,305,140	\$ 47,131	\$ -	\$ 3,352,271
Construction in progress	49,330,575	11,261,418	(16,049,222)	44,542,771
Total non-depreciable capital assets	52,635,715	11,308,549	(16,049,222)	47,895,042
Depreciable capital assets				
Buildings	7,375,577	2,260,261	-	9,635,838
Equipment	22,437,193	2,066,240	(62,484)	24,440,949
Infrastructure	234,905,142	17,775,994	-	252,681,136
Total depreciable capital assets	264,717,912	22,102,495	(62,484)	286,757,923
Less accumulated depreciation for:				
Buildings	(4,207,921)	(300,615)	-	(4,508,536)
Equipment	(10,433,968)	(1,443,913)	62,484	(11,815,397)
Infrastructure	(100,652,664)	(9,717,643)	-	(110,370,307)
Total accumulated depreciation	(115,294,553)	(11,462,171)	62,484	(126,694,240)
Total depreciable capital assets, net	149,423,359	10,640,324	-	160,063,683
Business-type activities' capital assets, net	\$ 202,059,074	\$ 21,948,873	\$ (16,049,222)	\$ 207,958,725

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

Support Services	\$ 2,345,607	Water and Wastewater	\$ 9,663,973
Public Safety Services	9,427,537		
Recreation and Leisure Services	3,247,764		
Development Services	7,533,008	Other Business-type	1,798,198
Total governmental	\$ 22,553,916	Total business-type	\$ 11,462,171

A summary of changes in capital assets of the Sports Corporation is as follows:

	Balance October 1, 2008	Additions/ Completions	Disposals/ Reclasses	Balance September 30, 2009
Equipment	\$ 310,078	\$ -	\$ -	\$ 310,078
Less accumulated depreciation	(310,078)	-	-	(310,078)
Total	\$ -	\$ -	\$ -	\$ -

CITY OF GRAND PRAIRIE, TEXAS

**NOTES TO BASIC FINANCIAL STATEMENTS
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A summary of changes in capital assets of the Housing Finance Corporation is as follows:

	Balance January 1, 2008	Additions/ Completions	Disposals/ Reclasses	Balance December 31, 2008
Non-depreciable capital assets:				
Land	\$ 1,612,851	\$ -	\$ -	\$ 1,612,851
Total non-depreciable capital assets	<u>1,612,851</u>	<u>-</u>	<u>-</u>	<u>1,612,851</u>
Depreciable capital assets:				
Buildings	21,011,176	373,251	(629,044)	20,755,383
Less accumulated depreciation	(5,175,826)	(961,643)	629,044	(5,508,425)
Total depreciable capital assets, net	<u>15,835,350</u>	<u>(588,392)</u>	<u>-</u>	<u>15,246,958</u>
Housing Finance Corporation assets, net	<u>\$ 17,448,201</u>	<u>\$ (588,392)</u>	<u>\$ -</u>	<u>\$ 16,859,809</u>

b. Liabilities

1) Retirement Plan

Plan Description - The City provides pension benefits for all of its full-time employees through a non-traditional, joint contributory, hybrid defined benefit plan in the state-wide Texas Municipal Retirement System (TMRS), one of 833 administered by TMRS, an agent multiple-employer public employee retirement system. TMRS issues a publicly-available annual financial report that may be obtained by writing to TMRS, P.O. Box 149153, Austin, Texas 78714-9153.

Benefits depend upon the sum of the employee's contributions to the plan, with interest, and the City-financed monetary credits, with interest. At the date the plan began, the City granted monetary credits for service rendered before the plan began of a theoretical amount equal to two times what would have been contributed by the employee, with interest, prior to establishment of the plan. Monetary credits for service since the plan began are a percent (100%, 150% or 200%) of the employee's accumulated contributions. In addition, the City can grant, as often as annually, another type of monetary credit referred to as an updated service credit (a theoretical amount) which, when added to the employee's accumulated contributions and the monetary credits for service since the plan began, would be the total monetary credits and employee contributions accumulated with interest if the current employee contribution rate and City matching percent had always been in existence and if the employee's salary had always been the average of his salary in the last three years that are one year before the effective date. At retirement, the benefit is calculated as if the sum of the employee's accumulated contributions with interest and the employer-financed monetary credits with interest were used to purchase an annuity.

CITY OF GRAND PRAIRIE, TEXAS

**NOTES TO BASIC FINANCIAL STATEMENTS
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The plan provisions are adopted by the governing body of the City, within the options available in the state statutes governing TMRS and within the actuarial constraints also in the statutes.

Plan provisions for the City were as follows (as of 4/19/07*):

Deposit rate	7%
Matching ratio (city/employee)	2 to 1
A member is vested after	5 years

Members can retire at certain ages, based on their years of service with the City. The Service Retirement Eligibilities for the city are: 5 years of service/age 60, 25 years of service any age.

Contributions - Under the state law governing TMRS, the actuary annually determines the City contribution rate. For the December 31, 2008 valuation, the TMRS Board determined that the Projected Unit Credit (PUC) funding method should be used, which facilitates advanced funding for future updated service credits and annuity increases that are adopted on an annually repeating basis. In addition, the Board also adopted a change in the amortization period from a 25-year "open" to a 25-year "closed" period. The projected unit credit method is used for determining the City contribution rate. Both the employees and the City make contributions monthly.

Since the City needs to know its contribution rate in advance for budgetary purposes, there is a one-year delay between the actuarial valuation that serves as the basis for the rate and the calendar year when the rate goes into effect (i.e., December 31, 2008 valuation is effective for rates beginning January 2010).

Actuarial Valuation Date	December 31, 2008	December 31, 2007	December 31, 2006
Actuarial Value of Assets	\$ 184,115,536	\$ 174,692,032	\$ 167,101,197
Actuarial Accrued Liability	270,661,623	252,870,914	208,328,802
Percentage Funded	68.0%	69.1%	80.2%
Unfunded (over-funded) Actuarial Accrued Liability (UAAL)	\$ 86,546,087	\$ 78,178,882	\$ 41,227,605
Annual Covered Payroll	67,018,137	61,880,950	56,817,617
UAAL as a Percentage of Covered Payroll	129.1%	126.3%	72.6%
Net Pension Obligation (NPO) at the Beginning of Period	\$ -	\$ -	\$ -
Annual Pension Cost:			
Annual Required Contribution (ARC)	\$ 8,955,152	\$ 8,203,635	\$ 7,577,405
Contribution Made	8,955,152	8,203,635	7,577,405
NPO at the End of the Period	\$ -	\$ -	\$ -

* To ensure the most accurate future rates are determined for the City, TMRS adopted new actuarial cost method and assumptions at their December 2007 meeting, to be effective for the December 31, 2008 valuation.

CITY OF GRAND PRAIRIE, TEXAS

**NOTES TO BASIC FINANCIAL STATEMENTS
SEPTEMBER 30, 2009**

Actuarial Assumptions - The City also uses the following assumptions:

Actuarial Valuation Date	December 31, 2008	December 31, 2007	December 31, 2006
Actuarial Cost Method	Projected Unit Credit	Projected Unit Credit	Unit Credit
Amortization Method	Level of Percent of Payroll	Level of Percent of Payroll	Level of Percent of Payroll
Remaining Amortization Period	29 Years/Closed	30 Years/Closed	25 Years/Open
Asset Valuation Method	Amortized Cost	Amortized Cost	Amortized Cost
Investment Rate of Return	7%	7%	7%
	varies by age and service	varies by age and service	None
Projected Salary Increases	3.0%	3.0%	3.0%
Inflation	2.1% (3.0%) CPI	2.1% (3.0%) CPI	None
Cost-of-Living Adjustments			

The City of Grand Prairie is one of 833 municipalities having their benefit plan administered by TMRS. Each of the 833 municipalities has an annual actuarial valuation performed. All assumptions for the 12/31/08 valuations are contained in the 2008 TMRS Comprehensive Annual Financial Report, a copy of which may be obtained by writing to P.O. Box 149153, Austin, Texas 78714-9153.

CITY OF GRAND PRAIRIE, TEXAS

**NOTES TO BASIC FINANCIAL STATEMENTS
SEPTEMBER 30, 2009**

2) Long-Term Debt

Below is a summary of the changes in long-term debt of the City's primary government and component unit:

	Balance October 1, 2008	Borrowings or Increase	Payments or Decrease	Balance September 30, 2009	Due Within One Year
<u>Governmental Activities</u>					
General obligation bonds	\$ 89,329,630	\$ 8,985,000	\$ (5,205,160)	\$ 93,109,470	\$ 5,682,210
Certificates of obligation bonds	87,874,703	26,660,000	(6,831,081)	107,703,622	8,426,081
Sales tax revenue bonds	28,605,000	-	(985,000)	27,620,000	1,035,000
Sales tax venue revenue bonds	36,700,000	-	(2,310,000)	34,390,000	-
Sales tax venue certificates of obligation	59,800,000	-	-	59,800,000	-
Issuance premiums/discounts, net	260,797	146,319	(55,772)	351,344	-
Deferred loss on refunding	(273,973)	-	154,776	(119,197)	-
Compensated absences	12,279,060	5,104,827	(4,928,150)	12,455,737	4,919,706
Other post employment benefits	487,873	56,580	-	544,453	-
Environmental remediation liability	-	206,315	-	206,315	206,315
Total governmental activities	<u>315,063,090</u>	<u>41,159,041</u>	<u>(20,160,387)</u>	<u>336,061,744</u>	<u>20,269,312</u>
<u>Business-Type Activities</u>					
General obligation bonds	5,587,000	-	(180,000)	5,407,000	180,000
Certificates of obligation bonds	4,035,297	-	(238,919)	3,796,378	258,919
Water and wastewater revenue bonds	64,490,000	4,940,000	(3,630,000)	65,800,000	3,920,000
Issuance premiums/discounts, net	16,051	(9,895)	(1,578)	4,578	-
Deferred loss on refunding	-	-	-	-	-
Closure and post closure liability	4,857,103	-	(58,699)	4,798,404	-
Compensated absences	362,938	491,230	(478,076)	376,092	361,043
Total business-type activities	<u>79,348,389</u>	<u>5,421,335</u>	<u>(4,587,272)</u>	<u>80,182,452</u>	<u>4,719,962</u>
Total primary government	<u>\$ 394,411,479</u>	<u>\$ 46,580,376</u>	<u>\$ (24,747,659)</u>	<u>\$ 416,244,196</u>	<u>\$ 24,989,274</u>
<u>Component Unit Activities</u>					
Housing Finance Corporation:					
Notes payable	3,433,963	41,759	(61,176)	3,414,546	65,916
Revenue bonds	13,810,000	-	-	13,810,000	435,000
Total component units	<u>\$ 17,243,963</u>	<u>\$ 41,759</u>	<u>\$ (61,176)</u>	<u>\$ 17,224,546</u>	<u>\$ 500,916</u>

CITY OF GRAND PRAIRIE, TEXAS

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In 2007, the City renewed its \$7.5 million line of credit; \$5 million general obligation line of credit and \$2.5 million water and wastewater system line of credit with Bank of America, Texas for a three-year term. As of September 30, 2009, there were no outstanding draws on the line of credits.

a) Governmental Activities Long-Term Debt

Long-term debt in the governmental type activities column of the government-wide financial statements consists of general obligation bonds, including refunding, sales tax revenue bonds, certificates of obligation bonds, a line of credit, and accrued compensated absence. The certificates of obligation bonds include bonds issued in 2009 for Tax Increment Financing Zones No. 1 project.

(i) General Obligation Debt

In November 2008 the City issued \$8,985,000 in General Obligation Improvement Bonds Series 2008. The proceeds of the bonds were used to provide \$8,985,000 of capital funds, and to pay the cost of issuance.

In November 2008 the City issued \$26,660,000 in Certificates of Obligation Bonds, Series 2008A. The proceeds were used for capital funds for governmental activities, TIF and PID projects, and to pay cost of issuance.

At September 30, 2009, general obligation bonds authorized and unissued amounted to \$14,393,000. When issued, the proceeds will be allocated to various specified improvements.

CITY OF GRAND PRAIRIE, TEXAS
NOTES TO BASIC FINANCIAL STATEMENTS
SEPTEMBER 30, 2009

Governmental type long-term debt is summarized as follows:

	Interest Rate %	Year of Issue	Year of Maturity	Original Amount	Amount Outstanding
General obligation bonds:					
Series 1998-A	4.0-5.0	1998	2019	\$ 16,179,364	\$ 510,000
Series 1999	5.5	1998	2011	12,096,630	736,470
Series 2000	5.25-7.25	2000	2020	4,435,000	415,000
Series 2001	4.5-5.5	2001	2021	5,000,000	950,000
Series 2002	4.5-5.0	2002	2022	6,550,000	4,935,000
Series 2002-A	3.9-4.875	2002	2022	9,900,000	7,355,000
Series 2003	2.0-4.60	2003	2023	11,025,000	7,310,000
Series 2003-A	2.0-4.30	2003	2014	5,875,000	875,000
Series 2004	2.0-4.50	2004	2024	4,855,000	3,930,000
Series 2004-A	2.0-4.75	2004	2024	6,170,000	4,600,000
Series 2005 Refunding	2.75-4.50	2005	2025	14,260,000	11,995,000
Series 2005-A	3.75-4.25	2005	2025	2,215,000	1,890,000
Series 2006	3.9-5.0	2006	2026	3,300,000	2,985,000
Series 2006-A	4.125-4.375	2006	2027	4,000,000	3,745,000
Series 2007	4.0-4.50	2007	2027	33,098,000	31,893,000
Series 2008	4.0-5.50	2009	2029	8,985,000	8,985,000
Total general obligation bonds					<u>93,109,470</u>
Certificates of obligation bonds:					
Tax and revenue bonds:					
Series 1998-A	3.60-5.00	1998	2019	7,270,000	310,000
Series 2000	4.9-6.9	2000	2020	2,760,000	135,000
Series 2000-A	5.0-5.5	2000	2020	3,800,000	360,000
Series 2001	4.5-5.0	2001	2021	5,900,000	1,030,000
Series 2002-C	3.85-4.75	2002	2022	2,650,000	1,400,000
Series 2003-A	2.0-5.0	2003	2028	4,960,000	4,120,000
Series 2004	2.5-4.45	2004	2024	2,894,000	1,941,171
Series 2004-B	2.0-4.75	2004	2024	8,280,000	6,200,000
Series 2005	2.75-4.50	2005	2025	2,935,000	2,095,000
Series 2006	4.0-5.50	2006	2026	8,291,250	7,035,000
Series 2006-A	4.125-4.375	2006	2027	11,947,500	11,273,000
Series 2007	4.0-4.50	2007	2027	6,610,000	5,655,000
Series 2008A	4.0-5.50	2009	2029	13,185,000	13,185,000
Total tax and revenue bonds					<u>54,739,171</u>
Tax and tax increment bonds					
Series 2001	3 month LIBOR +.31%	2000	2022	17,900,000	14,515,000
Series 2002B	4.5-5.0	2001	2020	2,800,000	1,990,000
Series 2003B	2.0-5.0	2003	2020	1,030,000	745,000
Series 2003C	2.0-5.0	2003	2020	4,340,000	3,120,000
Series 2004B	2.0-4.75	2004	2024	1,170,000	870,000
Series 2005A	2.75-4.50	2005	2020	710,000	555,000
Series 2006	4.0-5.50	2006	2020	1,575,000	1,345,000
Series 2006-A	4.125-4.375	2006	2020	2,498,470	2,192,000
Series 2006-A	4.125-4.375	2006	2020	1,468,000	1,295,000
Series 2006-A	4.125-4.375	2006	2020	1,546,030	1,355,000
Series 2007	4.0-4.50	2007	2011	1,200,000	620,000
Series 2007	4.0-4.50	2007	2011	8,075,000	4,660,000
Series 2007	4.0-4.50	2007	2017	1,235,000	1,020,000
Series 2008A	4.0-5.50	2008	2021	10,550,000	10,550,000
Series 2008A	4.0-5.50	2008	2019	1,500,000	1,500,000
Total tax and tax increment bonds					<u>46,332,000</u>
Parks & recreation bonds					
Series 2004	2.5-4.45	2004	2024	484,000	392,451
Series 2004B	2.0-4.75	2004	2024	5,915,000	4,815,000
Series 2008A	4.0-5.50	2008	2029	1,425,000	1,425,000
Total parks & recreation					<u>6,632,451</u>
Sales Tax Venue CO's					
Series 2007A Crime Control	12 month LIBOR * 62.075 + .75	2007	2017	5,000,000	5,000,000
Series 2008 Crime Control	6 month LIBOR * 62.075+ 1.07	2008	2024	54,800,000	54,800,000
Total sales tax venue bonds					<u>59,800,000</u>
Total certificate of obligation bonds					<u>167,503,622</u>
Sales tax revenue bonds:					
Series 2000	5.4-7.4	2000	2025	3,670,000	355,000
Series 2000A	5.0-5.5	2000	2026	5,200,000	820,000
Series 2001	4.125-5.125	2001	2027	11,055,000	8,795,000
Series 2001A	4.125-5.0	2001	2027	8,500,000	7,020,000
Series 2002	4.0-5.0	2002	2027	5,000,000	4,125,000
Series 2005	3.5-4.25	2005	2026	6,705,000	6,505,000
Total sales tax revenue bonds					<u>27,620,000</u>
Sales Tax Venue Bonds					
Series 2007 Taxable Baseball	12 month LIBOR +.61%	2007	2019	16,850,000	14,540,000
Series 2007 Senior Center	12 month LIBOR * 62.075 + .75	2007	2019	3,000,000	3,000,000
Series 2008 Senior Center	6 month LIBOR * 62.075+ 1.28	2008	2024	16,850,000	16,850,000
Total sales tax venue bonds					<u>34,390,000</u>
Premiums/discounts, net	N/A	N/A	N/A	N/A	351,344
Deferred loss on refunding	N/A	N/A	N/A	N/A	(119,197)
Compensated absences	N/A	N/A	N/A	N/A	12,455,737
Other Post Employment Benefit	N/A	N/A	N/A	N/A	544,453
Environmental remediation liability	N/A	N/A	N/A	N/A	206,315
Total governmental long-term debt					<u>\$ 336,061,744</u>

(Does not include unamortized premiums, discounts, or deferred loss on refunding)

The changes in governmental type long-term debt is summarized below:

	Balance October 1, 2008	Borrowings or Increase	Payments or Decrease	Balance September 30, 2009	Due Within One Year
General obligation bonds:					
Series 1998-A	\$ 995,000	\$ -	\$ (485,000)	\$ 510,000	\$ 510,000
Series 1999	1,071,630	-	(335,160)	736,470	357,210
Series 2000	605,000	-	(190,000)	415,000	200,000
Series 2001	1,160,000	-	(210,000)	950,000	220,000
Series 2002	5,200,000	-	(265,000)	4,935,000	280,000
Series 2002-A	7,765,000	-	(410,000)	7,355,000	430,000
Series 2003	7,985,000	-	(675,000)	7,310,000	675,000
Series 2003-A	1,365,000	-	(490,000)	875,000	510,000
Series 2004	4,125,000	-	(195,000)	3,930,000	200,000
Series 2004-A	4,930,000	-	(330,000)	4,600,000	345,000
Series 2005 Refunding	12,685,000	-	(690,000)	11,995,000	715,000
Series 2005-A	1,975,000	-	(85,000)	1,890,000	85,000
Series 2006	3,095,000	-	(110,000)	2,985,000	115,000
Series 2006-A	3,875,000	-	(130,000)	3,745,000	135,000
Series 2007	32,498,000	-	(605,000)	31,893,000	630,000
Series 2008	-	8,985,000	-	8,985,000	275,000
Total general obligation bonds	89,329,630	8,985,000	(5,205,160)	93,109,470	5,682,210
Certificates of obligation bonds:					
Tax and revenue bonds:					
Series 1998-A	610,000	-	(300,000)	310,000	310,000
Series 2000	195,000	-	(60,000)	135,000	65,000
Series 2000-A	525,000	-	(165,000)	360,000	175,000
Series 2001	1,260,000	-	(230,000)	1,030,000	240,000
Series 2002-C	1,480,000	-	(80,000)	1,400,000	85,000
Series 2003-A	4,270,000	-	(150,000)	4,120,000	155,000
Series 2004	2,037,731	-	(96,559)	1,941,171	96,559
Series 2004-B	6,635,000	-	(435,000)	6,200,000	455,000
Series 2005	2,185,000	-	(90,000)	2,095,000	90,000
Series 2006	7,475,000	-	(440,000)	7,035,000	275,000
Series 2006-A	11,624,000	-	(351,000)	11,273,000	371,000
Series 2007	5,655,000	-	-	5,655,000	-
Series 2008A	-	13,185,000	-	13,185,000	625,000
	43,951,731	13,185,000	(2,397,559)	54,739,171	2,942,559
Tax and tax increment bonds:					
Series 2001	15,180,000	-	(665,000)	14,515,000	715,000
Series 2002-B	2,125,000	-	(135,000)	1,990,000	140,000
Series 2003-B	795,000	-	(50,000)	745,000	55,000
Series 2003-C	3,340,000	-	(220,000)	3,120,000	225,000
Series 2004B	935,000	-	(65,000)	870,000	65,000
Series 2005-A	595,000	-	(40,000)	555,000	40,000
Series 2006	1,425,000	-	(80,000)	1,345,000	85,000
Series 2006-A	2,351,000	-	(159,000)	2,192,000	164,000
Series 2006-A	1,385,000	-	(90,000)	1,295,000	90,000
Series 2006-A	1,445,000	-	(90,000)	1,355,000	95,000
Series 2007	915,000	-	(295,000)	620,000	305,000
Series 2007	6,850,000	-	(2,190,000)	4,660,000	2,285,000
Series 2007	1,125,000	-	(105,000)	1,020,000	110,000
Series 2008A	-	10,550,000	-	10,550,000	685,000
Series 2008A	-	1,500,000	-	1,500,000	125,000
	38,466,000	12,050,000	(4,184,000)	46,332,000	5,184,000
Parks & recreation bonds:					
Series 2004	411,972	-	(19,522)	392,451	19,522
Series 2004B	5,045,000	-	(230,000)	4,815,000	235,000
Series 2008A	-	1,425,000	-	1,425,000	45,000
	5,456,972	1,425,000	(249,522)	6,632,451	299,522
Total certificate of obligation bonds	87,874,703	26,660,000	(6,831,081)	107,703,622	8,426,081
Sales tax revenue bonds:					
Series 2000	460,000	-	(105,000)	355,000	110,000
Series 2000-A	960,000	-	(140,000)	820,000	150,000
Series 2001	9,120,000	-	(325,000)	8,795,000	340,000
Series 2001-A	7,240,000	-	(220,000)	7,020,000	235,000
Series 2002	4,270,000	-	(145,000)	4,125,000	150,000
Series 2005	6,555,000	-	(50,000)	6,505,000	50,000
Total sales tax revenue bonds	28,605,000	-	(985,000)	27,620,000	1,035,000
Sales tax venue revenue bonds:					
Series 2007	16,850,000	-	(2,310,000)	14,540,000	-
Series 2007	3,000,000	-	-	3,000,000	-
Series 2007A certificate of obligation bonds	5,000,000	-	-	5,000,000	-
Series 2008	16,850,000	-	-	16,850,000	-
Series 2008 certificate of obligation bonds	54,800,000	-	-	54,800,000	-
Total sales tax venue bonds	96,500,000	-	(2,310,000)	94,190,000	-
Premiums/discounts, net	260,797	146,319	(55,772)	351,344	-
Deferred loss on refunding	(273,973)	-	154,776	(119,197)	-
Compensated absences:	12,279,060	5,104,827	(4,928,150)	12,455,737	4,919,706
Other post employment benefits	487,873	56,580	-	544,453	-
Environmental remediation liability	-	206,315	-	206,315	206,315
Total	\$ 315,063,090	\$ 41,159,041	\$ (20,160,387)	\$ 336,061,744	\$ 20,269,312

CITY OF GRAND PRAIRIE, TEXAS
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The aggregate debt service payments through final year of maturity for the City's governmental general obligation bonds, certificates of obligation bonds, and sale tax revenue bonds are as follows:

Fiscal Year	General Obligation Bonds			Certificates of Obligation Bonds			TIF Certificates of Obligation Bonds		
	Principal	Interest	Total	Principal	Interest	Total	Principal	Interest	Total
2010	\$ 5,682,210	\$ 3,890,614	\$ 9,572,824	\$ 2,832,559	\$ 2,229,219	\$ 5,061,778	\$ 5,184,000	\$ 3,522,789	\$ 8,706,789
2011	5,908,861	3,649,692	9,558,553	2,635,889	2,117,292	4,753,181	5,414,000	3,126,415	8,540,415
2012	6,037,942	3,403,661	9,441,603	2,739,218	2,007,791	4,747,009	2,869,000	2,872,672	5,741,672
2013	6,187,175	3,151,885	9,339,060	2,670,877	1,895,968	4,566,845	3,009,000	2,659,464	5,668,464
2014	6,300,848	2,892,746	9,193,594	2,499,207	1,785,325	4,284,532	3,164,000	2,430,869	5,594,869
2015	6,483,800	2,630,284	9,114,084	2,387,537	1,681,817	4,069,354	3,334,000	2,186,378	5,520,378
2016	6,541,752	2,360,265	8,902,017	2,484,196	1,579,266	4,063,462	3,509,000	1,925,563	5,434,563
2017	6,788,743	2,082,046	8,870,789	2,482,526	1,472,900	3,955,426	3,699,000	1,646,289	5,345,289
2018	6,625,734	1,797,299	8,423,033	2,604,185	1,362,390	3,966,575	3,754,000	1,524,988	5,278,988
2019	6,602,405	1,518,677	8,121,082	2,737,515	1,244,458	3,981,973	3,964,000	1,035,970	4,999,970
2020	5,590,000	1,258,499	6,848,499	2,861,174	1,119,646	3,980,820	4,002,000	705,624	4,707,624
2021	5,045,000	1,020,373	6,065,373	3,259,833	982,471	4,242,304	2,795,000	391,394	3,186,394
2022	4,555,000	801,483	5,356,483	3,381,492	832,497	4,213,989	1,635,000	122,625	1,757,625
2023	3,465,000	617,328	4,082,328	3,163,152	683,133	3,846,285	-	-	-
2024	3,070,000	467,654	3,537,654	3,234,811	535,407	3,770,218	-	-	-
2025	2,540,000	337,959	2,877,959	2,730,000	396,074	3,126,074	-	-	-
2026	2,240,000	225,985	2,465,985	2,685,000	268,528	2,953,528	-	-	-
2027	2,080,000	123,776	2,203,776	2,225,000	152,148	2,377,148	-	-	-
2028	665,000	56,455	721,455	890,000	75,214	965,214	-	-	-
2029	700,000	19,250	719,250	940,000	25,658	965,658	-	-	-
	<u>\$ 93,109,470</u>	<u>\$ 32,305,931</u>	<u>\$ 125,415,401</u>	<u>\$ 51,444,171</u>	<u>\$ 22,447,202</u>	<u>\$ 73,891,373</u>	<u>\$ 46,332,000</u>	<u>\$ 24,151,040</u>	<u>\$ 70,483,040</u>

(1) Per this table (aggregate debt service payments):

Certificates of Obligation Bonds	\$ 51,444,171
Parks/Cemetery Certificates of Obligation Bonds	9,927,451
	<u>\$ 61,371,622</u>

Per previous table (changes in governmental long-term debt):

Certificates of Obligation Bonds	\$ 54,739,171
Parks and Recreation Certificates of Obligation Bonds	6,632,451
	<u>\$ 61,371,622</u>

**CITY OF GRAND PRAIRIE, TEXAS
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SEPTEMBER 30, 2009**

Parks/Cemetery Certificates of Obligation			Venue Sales Tax Revenue Bonds			Park Venue Sales Tax Revenue Bonds			Total		
Principal	Interest	Total	Principal	Interest	Total	Principal (1)	Interest	Total	Principal	Interest	Total
\$ 409,522	\$ 443,032	\$ 852,554	\$ -	\$ 3,357,979	\$ 3,357,979	\$ 1,035,000	\$ 1,273,710	\$ 2,308,710	\$ 15,143,291	\$ 14,717,343	\$ 29,860,634
425,195	428,019	853,214	4,040,000	3,357,979	7,397,979	1,090,000	1,223,509	2,313,509	19,513,945	13,902,906	33,416,851
445,868	411,671	857,539	4,475,000	3,201,038	7,676,038	1,140,000	1,171,039	2,311,039	17,707,028	13,067,872	30,774,900
462,214	393,780	855,994	4,950,000	3,009,933	7,959,933	1,200,000	1,117,167	2,317,167	18,479,266	12,228,197	30,707,463
482,887	374,576	857,463	5,465,000	2,810,785	8,275,785	1,255,000	1,061,418	2,316,418	19,166,942	11,355,719	30,522,661
503,561	354,189	857,750	6,020,000	2,593,093	8,613,093	1,325,000	1,003,519	2,328,519	20,053,898	10,449,280	30,503,178
529,907	331,795	861,702	6,625,000	2,361,916	8,986,916	1,380,000	943,306	2,323,306	21,069,855	9,502,111	30,571,966
550,580	307,390	857,970	7,250,000	2,094,429	9,344,429	1,455,000	879,119	2,334,119	22,225,849	8,482,173	30,708,022
581,926	281,576	863,502	7,915,000	1,814,011	9,729,011	1,525,000	810,549	2,335,549	23,005,845	7,590,813	30,596,658
602,599	254,461	857,060	6,350,000	1,511,291	7,861,291	1,600,000	738,071	2,338,071	21,856,519	6,302,928	28,159,447
633,946	225,823	859,769	6,805,000	1,310,712	8,115,712	1,675,000	661,839	2,336,839	21,567,120	5,282,143	26,849,263
665,292	195,506	860,798	7,465,000	1,090,825	8,555,825	1,765,000	581,172	2,346,172	20,995,125	4,261,741	25,256,866
696,638	163,671	860,309	8,170,000	853,481	9,023,481	1,860,000	495,381	2,355,381	20,298,130	3,269,138	23,567,268
722,985	130,025	853,010	8,925,000	593,660	9,518,660	1,955,000	404,400	2,359,400	18,231,137	2,428,546	20,659,683
764,331	94,066	858,397	9,735,000	310,595	10,045,595	2,060,000	307,856	2,367,856	18,864,142	1,715,578	20,579,720
315,000	67,383	382,383	-	-	-	2,165,000	205,800	2,370,800	7,750,000	1,007,216	8,757,216
330,000	50,888	380,888	-	-	-	2,200,000	100,122	2,300,122	7,455,000	645,523	8,100,523
340,000	33,637	373,637	-	-	-	935,000	23,375	958,375	5,580,000	332,936	5,912,936
360,000	15,491	375,491	-	-	-	-	-	-	1,915,000	147,160	2,062,160
105,000	3,080	108,080	-	-	-	-	-	-	1,745,000	47,988	1,792,988
<u>\$ 9,927,451</u>	<u>\$ 4,560,059</u>	<u>\$ 14,487,510</u>	<u>\$ 94,190,000</u>	<u>\$ 30,271,727</u>	<u>\$ 124,461,727</u>	<u>\$ 27,620,000</u>	<u>\$ 13,001,352</u>	<u>\$ 40,621,352</u>	<u>\$ 322,623,092</u>	<u>\$ 126,737,311</u>	<u>\$ 449,360,403</u>

b) Business Type Activities long-Term Debt

Long-term debt in the business-type activities column of the government-wide financial statements consists of general obligation refunding bonds, water and wastewater system revenue bonds, certificates of obligation bonds, a line of credit, accrued compensated absence, closure and post closure liability.

Debt is issued to fund improvements for the following activities: the water and wastewater system, the solid waste system, the golf courses and the airport.

The long-term debt for the business-type activities is summarized as follows:

	<u>Interest Rate %</u>	<u>Year of Issue</u>	<u>Year of Maturity</u>	<u>Original Amount</u>	<u>Amount Outstanding</u>
Water and wastewater					
Revenue bonds:					
Series 1998	4.3-5.0	1998	2019	3,575,000	\$ 2,270,000
Series 2002	4.5-5.0	2002	2022	4,100,000	3,090,000
Series 2002-A	4.0-4.5	2002	2022	2,650,000	1,940,000
Series 2003	2.0-4.6	2003	2023	12,610,000	4,975,000
Series 2004	2.5-4.45	2004	2024	7,110,000	5,110,000
Series 2004-A	2.0-4.75	2004	2024	5,615,000	4,555,000
Series 2005	2.75-4.50	2005	2025	5,725,000	4,910,000
Series 2005-A	3.5-4.25	2005	2025	10,230,000	8,700,000
Series 2006	4.0-5.5	2006	2026	4,840,000	4,455,000
Series 2006-A	4.25-4.375	2006	2027	6,625,000	6,205,000
Series 2007	4.0-4.50	2007	2027	15,845,000	14,650,000
Series 2008	3.5-5.50	2009	2029	4,940,000	4,940,000
Total revenue bonds					<u>65,800,000</u>
Premiums/discounts, net					(1,795)
Compensated absences					216,650
Total water and wastewater long-term debt					<u>66,014,855</u>
Solid waste					
Closure and post closure liability	N/A	N/A	N/A	N/A	4,798,404
Compensated absences	N/A	N/A	N/A	N/A	65,649
Total solid waste long-term debt					<u>4,864,053</u>
Municipal airport					
General obligation bonds:					
Series 1998B	3.25-4.9	1998	2012	1,238,648	170,000
Certificates of obligation bonds:					
Series 2004A	2.25-5.0	2004	2024	2,120,000	1,955,000
Compensated absences	N/A	N/A	N/A	N/A	31,049
Total municipal airport long-term debt					<u>2,156,049</u>
Municipal golf					
General obligation bonds:					
Series 2002	4.5-5.0	2002	2022	835,000	835,000
Series 2004A	2.0-4.75	2004	2024	3,510,000	2,920,000
Series 2007	4.0-4.50	2007	2019	1,482,000	1,482,000
Total general obligation bonds					<u>5,237,000</u>
Certificate of obligation bonds:					
Series 1998B	3.6-5.0	1998	2019	2,600,000	125,000
Series 2004	2.50-4.45	2004	2024	717,000	581,378
Series 2004B	2.0-4.75	2004	2024	1,215,000	990,000
Series 2006	4.0-5.50	2006	2026	153,750	145,000
Total certificate of obligation bonds					<u>1,841,378</u>
Premiums/discounts, net	N/A	N/A	N/A	N/A	6,373
Compensated absences	N/A	N/A	N/A	N/A	50,129
Total municipal golf long-term debt					<u>7,134,880</u>
Allocation from internal service funds					
Compensated absences					<u>34,575</u>
Storm Water					
Compensated absences					<u>12,615</u>
Total business-type activities' long-term debt					<u>\$ 80,182,452</u>

(Does not include unamortized premiums, discounts, or deferred loss on refunding)

CITY OF GRAND PRAIRIE, TEXAS
NOTES TO BASIC FINANCIAL STATEMENTS
SEPTEMBER 30, 2009

The changes in long-term debt for business type activities is summarized as follows:

	Balance October 1, 2008	Borrowings or Increase	Payments or Decrease	Balance September 30, 2009	Due Within One Year
Water and wastewater					
Revenue bonds:					
Series 1998	\$ 2,440,000	\$ -	\$ (170,000)	\$ 2,270,000	\$ 180,000
Series 2002	3,255,000	-	(165,000)	3,090,000	175,000
Series 2002-A	2,045,000	-	(105,000)	1,940,000	110,000
Series 2003	6,000,000	-	(1,025,000)	4,975,000	1,050,000
Series 2004	5,535,000	-	(425,000)	5,110,000	440,000
Series 2004-A	4,775,000	-	(220,000)	4,555,000	225,000
Series 2005	5,125,000	-	(215,000)	4,910,000	220,000
Series 2005-A	9,090,000	-	(390,000)	8,700,000	405,000
Series 2006	4,615,000	-	(160,000)	4,455,000	170,000
Series 2006-A	6,420,000	-	(215,000)	6,205,000	225,000
Series 2007	15,190,000	-	(540,000)	14,650,000	565,000
	-	4,940,000	-	4,940,000	155,000
Total revenue bonds	<u>64,490,000</u>	<u>4,940,000</u>	<u>(3,630,000)</u>	<u>65,800,000</u>	<u>3,920,000</u>
Premiums/discount, net	9,324	(9,896)	(1,224)	(1,795)	-
Compensated absences	195,196	300,960	(279,506)	216,650	216,650
Total water and wastewater long-term debt	<u>64,694,520</u>	<u>5,231,064</u>	<u>(3,910,730)</u>	<u>66,014,855</u>	<u>4,136,650</u>
Solid waste					
Closure and post closure liability	4,857,103	-	(58,699)	4,798,404	-
Compensated absences	68,182	107,401	(109,934)	65,649	65,649
Total solid waste long-term debt	<u>4,925,285</u>	<u>107,401</u>	<u>(168,633)</u>	<u>4,864,053</u>	<u>65,649</u>
Municipal airport					
General obligation bonds:					
Series 1998-B	225,000	-	(55,000)	170,000	50,000
Certificates of Obligation					
Series 2004A	1,995,000	-	(40,000)	1,955,000	50,000
Compensated absences	28,123	19,840	(16,914)	31,049	16,429
Total municipal airport long-term debt	<u>2,248,123</u>	<u>19,840</u>	<u>(111,914)</u>	<u>2,156,049</u>	<u>116,429</u>
Municipal golf					
General obligation bonds:					
Series 2002	835,000	-	-	835,000	-
Series 2004A	3,045,000	-	(125,000)	2,920,000	130,000
Series 2007	1,482,000	-	-	1,482,000	-
Total general obligation bonds	<u>5,362,000</u>	<u>-</u>	<u>(125,000)</u>	<u>5,237,000</u>	<u>130,000</u>
Certificate of obligation bonds:					
Series 1998-A	245,000	-	(120,000)	125,000	125,000
Series 2004	610,297	-	(28,919)	581,378	28,919
Series 2004B	1,035,000	-	(45,000)	990,000	50,000
Series 2006	150,000	-	(5,000)	145,000	5,000
Total certificate of obligation bonds	<u>2,040,297</u>	<u>-</u>	<u>(198,919)</u>	<u>1,841,378</u>	<u>208,919</u>
Premiums/discount, net	6,727	-	(354)	6,373	-
Compensated absences	57,632	49,707	(57,210)	50,129	49,700
Total municipal golf long-term debt	<u>7,466,656</u>	<u>49,707</u>	<u>(381,483)</u>	<u>7,134,880</u>	<u>388,619</u>
Storm water					
Compensated absences	13,805	13,322	(14,512)	12,615	12,615
Total business-type activities' long-term debt	<u>\$ 79,348,389</u>	<u>\$ 5,421,335</u>	<u>\$ (4,587,272)</u>	<u>\$ 80,182,452</u>	<u>\$ 4,719,962</u>

(Does not include unamortized premiums, discounts, or deferred loss on refunding)

CITY OF GRAND PRAIRIE, TEXAS

NOTES TO BASIC FINANCIAL STATEMENTS
SEPTEMBER 30, 2009

(i) Water and Wastewater System Debt

In November 2008 the City issued \$4,940,000 in Water Wastewater System Revenue Bonds, Series 2008. The proceeds of the bonds were used to provide \$4,940,000 of capital funds, and to pay the cost of issuance.

Water and wastewater system long-term debt consists of general obligation refunding bonds, and revenue bonds, which are all being repaid with water and wastewater system revenues.

Although not required by state laws, City Council in the past has chosen to have the electorate vote to authorize revenue bond issuance. During the fiscal year ended September 30, 2005, the City issued the remaining authorized water and wastewater system revenue bonds. At this time the city plans to issue non- voted authorized revenue bonds in the future.

The following covenants are included in each of the 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 12 consecutive months out of the 15 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, 2009, the City was in compliance with these covenants.

CITY OF GRAND PRAIRIE, TEXAS
NOTES TO BASIC FINANCIAL STATEMENTS
SEPTEMBER 30, 2009

Debt service to maturity on the City’s outstanding water and wastewater system bond debt is summarized as follows:

Water and Wastewater System Revenue Bonds:

<u>Fiscal Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2010	\$ 3,920,000	\$ 2,735,181	\$ 6,655,181
2011	3,755,000	2,588,471	6,343,471
2012	3,670,000	2,442,273	6,112,273
2013	3,815,000	2,293,226	6,108,226
2014	3,645,000	2,143,930	5,788,930
2015	3,710,000	1,994,165	5,704,165
2016	3,505,000	1,844,735	5,349,735
2017	3,650,000	1,693,293	5,343,293
2018	3,820,000	1,532,487	5,352,487
2019	3,995,000	1,362,504	5,357,504
2020	3,890,000	1,190,376	5,080,376
2021	4,065,000	1,015,688	5,080,688
2022	4,255,000	830,806	5,085,806
2023	3,915,000	648,296	4,563,296
2024	3,855,000	474,282	4,329,282
2025	3,310,000	313,281	3,623,281
2026	2,285,000	186,223	2,471,223
2027	1,990,000	87,437	2,077,437
2028	365,000	31,212	396,212
2029	385,000	10,887	395,887
Total	<u>\$ 65,800,000</u>	<u>\$ 25,418,753</u>	<u>\$ 91,218,753</u>

CITY OF GRAND PRAIRIE, TEXAS
NOTES TO BASIC FINANCIAL STATEMENTS
SEPTEMBER 30, 2009

Water and Wastewater System Debt Service Coverage

According to the terms of the ordinance which authorized the sale of Water and Wastewater Revenue Bonds, the Water and Wastewater system will produce net revenues each year in an amount reasonably estimated to be not less than 1.25 times the average annual principal and interest requirements of the outstanding bonds. At September 30, 2009, compliance with this requirement can be demonstrated as follows:

Revenue (1)	\$	48,534,900
Operating expense (excluding depreciation):		
Water purchased		10,456,160
Sewage disposal contract		8,260,418
Other		15,040,230
		<hr/>
Total expense (2)		33,756,808
Available for debt service	\$	14,778,092
Average annual principal and interest requirements, all water and wastewater revenue bonds at September 30, 2009	\$	4,560,923
Coverage of average annual requirements based on September 30, 2009 revenue available for debt service		3.24

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

(2) Excludes depreciation expense.

The City's Debt Management Policies prescribe that the coverage ratio is at 2.0 for all outstanding debt. Total debt service on a cash basis in 2009 was \$6,564,630 for a coverage of 2.25

CITY OF GRAND PRAIRIE, TEXAS
NOTES TO BASIC FINANCIAL STATEMENTS
SEPTEMBER 30, 2009

(ii) Municipal Golf Course Long-Term Debt

Municipal Golf Course Long-Term Debt consists of general obligation refunding bonds issued in 2004 and 2007, certificates of obligation bonds issued in 1993, 1998, 2004, 2006 and 2007 used to finance the construction of the Tangle Ridge Golf Course, improvements to other municipal golf courses and accrued compensated absences. The long-term debt are currently being repaid from the General Fund and the Debt Service Fund.

Debt service to maturity of outstanding bonds are summarized as follows:

General Obligation Bonds:

<u>Fiscal Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2010	\$ 130,000	\$ 223,878	\$ 353,878
2011	235,399	217,493	452,892
2012	257,058	209,568	466,626
2013	267,825	200,702	468,527
2014	314,152	190,586	504,738
2015	331,200	179,356	510,556
2016	343,248	167,481	510,729
2017	356,257	154,976	511,233
2018	374,266	141,622	515,888
2019	397,595	118,426	516,021
2020	405,000	93,044	498,044
2021	425,000	74,369	499,369
2022	445,000	54,794	499,794
2023	465,000	34,028	499,028
2024	490,000	11,637	501,637
Total	<u>\$ 5,237,000</u>	<u>\$ 2,071,960</u>	<u>\$ 7,308,960</u>

CITY OF GRAND PRAIRIE, TEXAS
NOTES TO BASIC FINANCIAL STATEMENTS
SEPTEMBER 30, 2009

Certificate of Obligation Bonds:

<u>Fiscal Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2010	\$ 208,919	\$ 73,609	\$ 282,528
2011	84,916	68,017	152,933
2012	90,914	64,844	155,758
2013	92,908	61,198	154,106
2014	93,905	57,387	151,292
2015	99,904	53,473	153,377
2016	106,897	49,187	156,084
2017	112,894	44,479	157,373
2018	114,889	39,592	154,481
2019	120,886	34,520	155,406
2020	127,880	29,136	157,016
2021	129,875	23,515	153,390
2022	136,869	17,646	154,515
2023	143,864	11,360	155,224
2024	150,858	4,613	155,471
2025	10,000	900	10,900
2026	15,000	338	15,338
Total	<u>\$ 1,841,378</u>	<u>\$ 633,814</u>	<u>\$ 2,475,192</u>

CITY OF GRAND PRAIRIE, TEXAS
NOTES TO BASIC FINANCIAL STATEMENTS
SEPTEMBER 30, 2009

(iii) Municipal Airport Long-Term Debt

Municipal Airport Fund long term debt consists 1998 general obligation refunding bonds, 2004 Certificates of Obligations and accrued compensated absences. The long-term debt is being repaid solely from airport revenues.

Debt service to maturity on outstanding bonds is summarized as follows:

General Obligation Bonds:

<u>Fiscal Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2010	\$ 50,000	\$ 8,175	\$ 58,175
2011	55,000	5,825	60,825
2012	65,000	3,185	68,185
Total	<u>\$ 170,000</u>	<u>\$ 17,185</u>	<u>\$ 187,185</u>

Certificate of Obligation Bonds:

<u>Fiscal Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2010	\$ 50,000	\$ 90,123	\$ 140,123
2011	50,000	88,248	138,248
2012	45,000	86,291	131,291
2013	115,000	83,035	198,035
2014	120,000	78,260	198,260
2015	125,000	72,972	197,972
2016	130,000	67,072	197,072
2017	140,000	60,660	200,660
2018	145,000	53,891	198,891
2019	150,000	46,978	196,978
2020	160,000	39,710	199,710
2021	170,000	31,830	201,830
2022	175,000	23,375	198,375
2023	185,000	14,375	199,375
2024	195,000	4,875	199,875
Total	<u>\$ 1,955,000</u>	<u>\$ 841,695</u>	<u>\$ 2,796,695</u>

CITY OF GRAND PRAIRIE, TEXAS

**NOTES TO BASIC FINANCIAL STATEMENTS
SEPTEMBER 30, 2009**

(c) Grand Prairie Housing Finance Corporation Long-Term Debt

The HFC 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 7% and is payable in equal monthly installments of \$19,380 through July 1, 2027.

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% and are payable semi-annually with interest only through July 1, 2008. The bonds are non-recourse liabilities collateralized solely by the land and construction in progress, less the accrued interest.

A summary of long-term debt activity during the fiscal year ended December 31, 2008 follows:

	Beginning Balance	Additions	Deletions	Ending Balance	Due Within One Year
Note payable	\$ 2,471,578	\$ -	\$ (61,176)	\$ 2,410,402	\$ 65,916
Revenue bonds	13,810,000	-	-	13,810,000	435,000
Developer loan	962,385	41,759	-	1,004,144	-
Total	<u>\$ 17,243,963</u>	<u>\$ 41,759</u>	<u>\$ (61,176)</u>	<u>\$ 17,224,546</u>	<u>\$ 500,916</u>

Future maturities of the debt are as follows:

Fiscal Year Ending December 31	Note Payable		Revenue Bonds	
	Principal	Interest	Principal	Interest
2009	\$ 65,916	\$ 166,644	\$ 435,000	\$ 2,457,627
2010	70,681	161,879	195,000	1,026,788
2011	75,791	156,769	215,000	1,011,788
2012	80,824	151,736	230,000	995,288
2013	87,133	145,427	245,000	977,850
2014-2018	539,760	659,945	1,545,000	4,576,653
2019-2023	765,176	449,856	2,250,000	3,874,900
2024-2028	725,121	153,386	3,295,000	2,835,145
2029-2033	-	-	4,810,000	1,310,913
2034	-	-	590,000	2,863
Total	<u>\$ 2,410,402</u>	<u>\$ 2,045,642</u>	<u>\$ 13,810,000</u>	<u>\$ 19,069,815</u>

Conduit Debt – Mortgage Revenue Bonds

The HFC issues Single Family and Multi-Family Mortgage Revenue Bonds. The proceeds of the bonds are placed in trust to be used for the origination of qualifying single- or multi-family mortgages or to refund, at any time, bonds previously issued by HFC. The bonds are to be paid only from the funds placed in trust, and these funds can be used only for purposes specified in

CITY OF GRAND PRAIRIE, TEXAS

**NOTES TO BASIC FINANCIAL STATEMENTS
SEPTEMBER 30, 2009**

the bond indenture. HFC is liable to the bondholders only to the extent of the related revenues and assets pledged under the indenture. Therefore, these transactions are accounted for as conduit debt, and the principal amount of the bonds outstanding and assets held by the trustee are not reflected on the face of the financial statements.

At December 31, 2008, outstanding conduit debt was as follows:

<u>Bond Series</u>	<u>Original Issue Amount</u>	<u>Outstanding Amount</u>
1993 Multi-Family Mortgage Revenue Refunding Bonds (Windridge Grand Prairie Associated, Ltd.)	\$ 9,000,000	\$ 9,000,000
1993 Multi-Family Mortgage Revenue Refunding Bonds (Lincoln Property Company No. 2188)	13,500,000	13,500,000
1997-1 Single-Family Mortgage Revenue Bonds	4,995,000	203,805
1998A Single-Family Mortgage Revenue & Refunding Bonds	17,419,000	2,595,786
1998B-1 Single-Family Mortgage Revenue Refunding Bonds	6,365,000	157,364
1998B-2 Single-Family Mortgage Revenue Bonds	1,575,000	
2001 Single-Family Mortgage Revenue Bonds	14,160,000	1,973,260
2003 Senior Living Center	13,810,000	13,810,000
2004B Single-Family Mortgage Revenue & Refunding Bonds	7,500,000	4,500,328
	Total	<u>\$ 45,740,543</u>

3) 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 \$4,798,404 in the Solid Waste Fund. The total liability represents the cumulative amount reported to date based on the use of 33.24% of the estimated capacity of the landfill.

The City will recognize the remaining estimated cost of closure and post closure care of \$9,790,822 as the remaining estimated capacity is filled. The City expects to close the landfill in year 2055. Actual cost may be higher or lower due to inflation, changes in technology or changes in regulations.

CITY OF GRAND PRAIRIE, TEXAS

**NOTES TO BASIC FINANCIAL STATEMENTS
SEPTEMBER 30, 2009**

c. Fund Equity and Net Assets

1) Reserved Fund Balance

Reservations of fund equity show amounts that are not available for expenditure or are legally restricted for specific uses. The purpose for each reserve is indicated by the account title on the face of the balance sheet for the governmental fund financial statements.

2) Designated Fund Balance

Designations of fund equity are used to show the amounts within unreserved fund balance for governmental funds which are intended to be used for specific purposes and reflect tentative managerial plans, but are not legally restricted.

3) Net Assets: Invested in capital assets, net of related debt

This component of net assets is reported in the proprietary fund financial statements and in the government-wide financial statements and represents the difference between capital assets less both the accumulated depreciation and the outstanding balance of debt, excluding unspent proceeds, that is directly attributable to the acquisition, construction or improvement of these capital assets.

4) Net Assets: Restricted for Debt Service

This component of net assets is reported in the proprietary fund financial statements and in the government-wide financial statements and represents the difference between assets and liabilities of the debt service funds that consists of assets with constraints placed on their use by the bond covenants.

5) Net Assets: Unrestricted

This component of net assets is reported in the proprietary fund financial statements and in the government-wide financial statements and represents the difference between assets and liabilities that is not reported in Net Assets Invested in Capital Assets, Net of Related Debt or Net Assets restricted for specific purposes.

d. Interfund Transactions

The composition of interfund balances as of September 30, 2009, is as follows:

Outstanding balances between funds result mainly from the time lag between the dates that (1) interfund goods and services are provided or reimbursable expenditures occur, (2) transactions are recorded in the accounting system, and (3) payments between funds are made.

CITY OF GRAND PRAIRIE, TEXAS

**NOTES TO BASIC FINANCIAL STATEMENTS
SEPTEMBER 30, 2009**

1) Interfund Transfers:

The following is a summary of interfund transfers which were made for normal operations of the city:

	Transfers In				
	General Fund	Crime Tax	Street Improvements	Debt Service	Nonmajor Governmental Funds
<u>Transfers out:</u>					
General Fund	\$ -	\$ -	\$ -	\$ -	\$ 8,212,102
Crime Tax	-	-	-	-	6,245,620
Section 8	-	-	-	50,000	-
Street Improvements	-	4,960,000	-	-	7,828,684
Debt Service	-	-	-	-	-
Nonmajor					
Governmental Funds	985,565	5,545,129	9,282,305	-	14,019,027
Internal Service Funds	13,848	-	-	-	750,000
Water/wastewater	14,344	2,409,121	-	-	1,275,926
Solid Waste	-	-	-	-	373,516
Nonmajor					
Enterprise Funds	-	-	-	-	1,900,000
Total	\$ 1,013,757	\$ 12,914,250	\$ 9,282,305	\$ 50,000	\$ 40,604,875

	Transfers In				
	Water Wastewater	Municipal Golf	Solid Waste	Municipal Airport	Total
<u>Transfers out:</u>					
General Fund	\$ -	\$ -	\$ -	\$ -	\$ 8,212,102
Crime Tax	-	-	-	-	6,245,620
Section 8	-	-	-	-	50,000
Street Improvements	-	-	-	-	12,788,684
Debt Service	-	634,503	-	-	634,503
Nonmajor					
Governmental Funds	5,049,084	20,683	-	1,381,474	36,283,267
Internal Service Funds	-	-	-	-	763,848
Water/wastewater	19,828,633	-	-	-	23,528,024
Solid Waste	-	-	1,816,624	-	2,190,140
Nonmajor					
Enterprise Funds	-	-	-	520,719	2,420,719
Total	\$ 24,877,717	\$ 655,186	\$ 1,816,624	\$ 1,902,193	\$ 93,116,907

Transfers are used 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.

CITY OF GRAND PRAIRIE, TEXAS

**NOTES TO BASIC FINANCIAL STATEMENTS
SEPTEMBER 30, 2009**

2) 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 transactions, and are treated as revenue in the General Fund and expense in the other funds. 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.

Significant cost reimbursements made during the year were as follows:

<u>Fund</u>	<u>Amount</u>
Water and Wastewater Funds	\$ 2,594,349
Solid Waste Funds	211,467
Section 8 Housing Grant Fund	124,409
Storm Water Funds	58,696
Other Nonmajor Governmental Funds	12,212
Total to General Fund	<u>\$ 3,001,133</u>

3) Franchise Fees

The City's enterprises which use the public right-of-way funds 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 water lines, sewer lines, etc. These payments, 4% of gross revenues, are reported as interfund services provided and used rather than interfund transactions, and are treated as revenue (reported as franchise fees) in the General Fund and expense in the enterprise funds. Such fees paid during the year were:

<u>Fund</u>	<u>Amount</u>
Water and Wastewater Fund	\$ 1,784,329
Solid Waste Fund	569,211
Storm Water Fund	122,410
Total	<u>\$ 2,475,950</u>

CITY OF GRAND PRAIRIE, TEXAS

**NOTES TO BASIC FINANCIAL STATEMENTS
SEPTEMBER 30, 2009**

4) Payments in Lieu of Property Taxes

Two of the City’s enterprise funds, the Water and Wastewater Fund and Solid Waste Fund, make payments in lieu of property taxes to the Street Maintenance Fund, which is included in “Other Governmental Funds”, 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’ fixed assets. Since the calculation methodology is not the same as that applied to similar activities in the private sector in several respects, the payments are recorded as transfers out rather than as an operating expense. Payments made during the year were as follows:

<u>Fund</u>	<u>Amount</u>
Water and Wastewater Fund	\$ 1,125,926
Solid Waste Fund	73,516
Total	<u>\$ 1,199,442</u>

e. Leases

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. The agreement states that upon completion of the project, MEC will lease the facility for a period of 30 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:

<u>Year</u>	<u>Amount</u>
2010	\$ 1,452,000
2011	1,452,000
2012	1,560,900
2013	1,597,200
2014	1,597,200
Thereafter	<u>22,749,984</u>
	30,409,284
Less interest	<u>(14,606,877)</u>
Net present value	<u>\$ 15,802,407</u>

CITY OF GRAND PRAIRIE, TEXAS

**NOTES TO BASIC FINANCIAL STATEMENTS
SEPTEMBER 30, 2009**

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:

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

The lease has been accounted for as a 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 (30 years). Amortization for the year ended September 30, 2009 was \$3,393,796. Additional contingent rentals are recorded as revenue when received. During the year ended September 30, 2009, the Corporation incurred additional costs for improvements to the leased facilities of \$258,574 and received contribution revenue of \$258,574, for a total addition to the cost of the facility of \$517,148. This amount increased the unguaranteed residual value of the lease.

Management believes that there have not been events which impaired the residual value of the lease.

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, 2009 as follows:

	<u>2009</u>
Nominal interest on the lease	\$ 1,454,400
Amortization of the lease	(195,617)
Net interest	1,258,783
Contingent rentals received (includes rent for simulcast facility prior to completion of project)	286,146
Total lease rental and interest	<u>\$ 1,544,929</u>

4. CONTRACTS, COMMITMENTS AND CONTINGENT LIABILITIES

a. Federal 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.

CITY OF GRAND PRAIRIE, TEXAS

**NOTES TO BASIC FINANCIAL STATEMENTS
SEPTEMBER 30, 2009**

Any liability for reimbursement which may arise as the result of these audits is not believed to be material.

b. 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.

c. 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.

d. Water Purchase Contracts

According to the terms of a take-or-pay contract between the City and TRA, the City is entitled to 10.56% of the raw water yield of Lake Joe Pool which yields 15.1 million gallons of water a day. The City is paying for its prorated share of the project over a 50-year amortization period, 10 years from the date the reservoir gates were closed in January 1986. It is estimated that the City’s total liability will be approximately \$7,032,000.

A contract with the City of Fort Worth, effective until the year 2010, permits the City to purchase up to 2.5 million gallons of treated water daily.

The City has a 30-year contract with the City of Dallas, which expires in 2012, for the purchase of water. Grand Prairie currently takes up to 33.8 million gallons a day, 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 (\$179,991 per million gallons per day) 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 million gallons per day.

e. Wastewater Treatment Contract

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 11.46% during fiscal year 2009. The City must pay its prorated share of the debt service

CITY OF GRAND PRAIRIE, TEXAS

NOTES TO BASIC FINANCIAL STATEMENTS SEPTEMBER 30, 2009

related to wastewater treatment facilities until the debt matures whether it contributes to flow or not.

f. Master and Other Agreements

The Sports Corporation, Lone Star and Lone Star Jockey Club Development Corp. (“LSJC”) entered into an agreement (the “Master Agreement”) to design and develop a pari-mutuel horse racetrack (the “Facility”). 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. MEC Lone Star currently holds the license to operate the “Class 1” racetrack.

On March 5, 2009, Magna Entertainment Corp (MEC) the parent company of MEC Lone Star Park LP filed for bankruptcy under Chapter 11 federal bankruptcy protection. Subsequently on September 14, 2009 Lone Star filed for bankruptcy protection. Since the bankruptcy filing, Lone Star has been current on all rent payments with the exception of \$5,289 of additional rent that is due the Corporation for September 2009.

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. Global Gaming is in the process of obtaining a license from the Texas Racing Commission. Once the licensing process is completed, the sale of MEC Lone Star will be completed.

Under the terms of the purchase agreement Global Gaming has agreed to assume the lease agreement between Lone Star and the Corporation. Until then MEC Lone Star will operate under the Chapter 11 bankruptcy protection with DIP financing provided by MEC, Inc. The licensing process is not expected to be completed until sometime in mid 2010.

The City and Texas NextStage, LP (“NextStage”) entered into agreements (Development Agreement, Lease Agreements and other ancillary agreements) on January 10, 2001, to design, develop and construct a performance hall (the “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 21-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.

Baseball Stadium Agreements- The Citizens of Grand Prairie approved a 1/8 cent sales tax to build a minor league professional baseball stadium. The City of Grand Prairie (City) and

CITY OF GRAND PRAIRIE, TEXAS

**NOTES TO BASIC FINANCIAL STATEMENTS
SEPTEMBER 30, 2009**

Grand Prairie Professional Baseball, LP (GPPB) entered into an agreement on June 26, 2007 to develop, construct and operate a minor league professional baseball stadium. This was accomplished through the use of development, lease and sublease agreements. Construction began in July, 2007 and was completed in May of 2008.

Ground Lease- The City entered into a lease agreement with the Sports Corporation for the land on which the stadium was built. The lease runs through June 25, 2036 with an annual base rent of \$50,000.

Stadium Sublease-GPPB and the City entered into a sublease agreement for GPPB to operate the baseball stadium facility. GPPB pays monthly rent of \$16,667 of which one-fourth is for lease of land and three-fourths is for lease of improvements. Additional rent is paid annually and due March 31 of each year. The following schedule determines the additional rent level: 0% of adjusted net income between \$0-\$399,999; 25% of adjusted net income between \$400,000-800,000 and 50% of adjusted net income over \$800,000. This lease agreement expires the earlier of May 15, 2028 or termination of underlying lease.

g. Construction Commitments

The City has several approved outstanding major capital projects as of September 30, 2009. The City's total committed but unexpended expenditures for such authorized capital projects at year-end approximates \$57,597,114. Funding for these contracts will be received through various capital projects funds and enterprise funds.

CITY OF GRAND PRAIRIE, TEXAS

**NOTES TO BASIC FINANCIAL STATEMENTS
SEPTEMBER 30, 2009**

5. SEGMENT INFORMATION FOR ENTERPRISE FUNDS

The City maintains five enterprise funds for water and wastewater, golf, solid waste, airport and storm water utility activities. Segment information for the non-major enterprise fund with outstanding revenue-backed certificates of obligation debt is as follows:

	<u>Municipal Airport</u>
<u>Condensed statement of net assets:</u>	
Current assets	\$ 3,404,584
Capital assets	7,765,764
Total assets	<u>11,170,348</u>
Current liabilities	407,804
Long term liabilities	2,039,620
Total liabilities	<u>2,447,424</u>
Net assets invested in capital assets, net of related debt	5,640,764
Unrestricted net assets	3,082,160
Total net assets	<u>\$ 8,722,924</u>
<u>Condensed statement of revenue, expense and changes in net assets:</u>	
Sales to customers	\$ 1,701,173
Other revenue	416,744
Total operating revenue	<u>2,117,917</u>
Depreciation	330,639
Other operating expense	1,336,701
Total operating expense	<u>1,667,340</u>
Investment income	75,161
Interest expense	(102,824)
Total nonoperating revenue (expense)	<u>(27,663)</u>
Income (loss) before transfers	422,914
Transfers in	1,902,193
Transfers out	(520,719)
Change in net assets	1,804,388
Net assets at the beginning of the year	6,918,536
Net assets at the end of the year	<u>\$ 8,722,924</u>
<u>Condensed statement of cash flows:</u>	
Net cash provided (used) by:	
Operating activities	\$ 855,913
Noncapital financing activities	1,381,474
Capital and related financing activities	(1,886,679)
Investing activities	63,839
Beginning cash and cash equivalent balances	704,380
Ending cash and cash equivalent balances	<u>\$ 1,118,927</u>

CITY OF GRAND PRAIRIE, TEXAS

**NOTES TO BASIC FINANCIAL STATEMENTS
SEPTEMBER 30, 2009**

6. SUBSEQUENT EVENTS

On December 8, 2009 the City issued:

- \$13,390,000 in Sales Tax Refunding Bonds, Series 2009 to refund \$12,705,000 of previously issued sales tax bonds.

On February 2, 2010 the City issued:

- \$5,480,000 in General Obligation Improvement Bonds, Series 2010 for infrastructure improvement.
- \$1,945,000 in Combination Tax and Revenue Certificates of Obligation, Series 2010 for infrastructure and TIF projects.



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REQUIRED SUPPLEMENTARY INFORMATION



**CITY OF GRAND PRAIRIE, TEXAS
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF REVENUE, EXPENDITURES AND CHANGES IN FUND BALANCE
GENERAL FUND - BUDGET TO ACTUAL COMPARISON SCHEDULE
FOR THE YEAR ENDED SEPTEMBER 30, 2009**

	Budget		GAAP Basis	Actual		Variance with Final Budget - Positive (Negative)
	Original	Final		Adjustments	Budgetary Basis	
REVENUE						
Property tax	\$ 42,887,695	\$ 42,843,210	\$ 43,417,147	\$ (11,307)	\$ 43,405,840	\$ 562,630
Sales tax	21,529,327	19,847,987	20,011,334	240,159	20,251,493	403,506
Other taxes	269,555	253,968	273,838	3,590	277,428	23,460
Franchise fees	12,647,682	12,361,710	12,473,798	15,805	12,489,603	127,893
Charges for goods and services	4,123,604	4,023,734	4,531,231	2,714	4,533,945	510,211
Licenses and permits	2,241,730	1,822,639	1,879,236	-	1,879,236	56,597
Fines and forfeitures	5,302,983	5,475,700	5,554,341	-	5,554,341	78,641
Intergovernmental revenue	845,128	846,749	851,490	-	851,490	4,741
General and administrative costs	2,990,466	2,988,921	3,001,133	-	3,001,133	12,212
Investment income	1,399,958	1,384,358	1,471,102	(85,429)	1,385,673	1,315
Other	1,356,794	2,231,680	2,242,531	37,845	2,280,376	48,696
Total revenue	95,594,922	94,080,656	95,707,181	203,377	95,910,558	1,829,902
EXPENDITURES						
Current operations:						
Support services	13,150,633	14,613,919	10,333,344	273,444	10,606,788	4,007,131
Public safety services	58,899,260	58,790,385	57,385,178	(215,582)	57,169,596	1,620,789
Recreation and leisure services	2,162,915	2,162,269	2,058,771	-	2,058,771	103,498
Development services and other services	13,329,600	12,985,313	12,425,883	53,207	12,479,090	506,223
Capital outlay	1,052,000	953,375	741,269	54,471	795,740	157,635
Total expenditures	88,594,408	89,505,261	82,944,445	165,540	83,109,985	6,395,276
Excess of revenue over expenditures	7,000,514	4,575,395	12,762,736	37,837	12,800,573	8,225,178
OTHER FINANCING SOURCES (USES)						
Transfers in	985,566	985,566	1,013,758	(28,192)	985,566	-
Transfers out	(8,982,111)	(8,834,940)	(8,212,102)	-	(8,212,102)	622,838
Sale of capital assets	-	-	494,930	-	494,930	494,930
Total other financing sources (uses)	(7,996,545)	(7,849,374)	(6,703,414)	(28,192)	(6,731,606)	1,117,768
Net change in fund balance	\$ (996,031)	\$ (3,273,979)	\$ 6,059,322	\$ 9,645	\$ 6,068,967	\$ 9,342,946

Note: Differences between GAAP-basis actual and budget-basis actual are due to accruals which are treated as revenues/expenditures in GAAP-basis statements but not in Budget basis statements, while encumbrances are reported in the budget-basis, and differences in classification.

**CITY OF GRAND PRAIRIE, TEXAS
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF REVENUE, EXPENDITURES AND CHANGES IN FUND BALANCE
CRIME TAX SALES TAX FUND - BUDGET TO ACTUAL COMPARISON SCHEDULE
FOR THE YEAR ENDED SEPTEMBER 30, 2009**

	<u>Budget</u>		<u>Actual</u>			<u>Variance with Final Budget- Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>	<u>GAAP Basis</u>	<u>Adjustments</u>	<u>Budgetary Basis</u>	
REVENUE						
Sales tax	\$ 4,672,402	\$ 4,514,409	\$ 4,784,879	\$ 89,545	\$ 4,874,424	\$ 360,015
Investment Income	58,528	58,528	101,489	(42,961)	58,528	-
Total revenue	<u>4,730,930</u>	<u>4,572,937</u>	<u>4,886,368</u>	<u>46,584</u>	<u>4,932,952</u>	<u>360,015</u>
EXPENDITURES						
Debt service:						
Principal retirement	1,785,518	1,538,636	-	-	-	1,538,636
Interest expense	176,000	176,000	1,547,561	-	1,547,561	(1,371,561)
Total expenditures	<u>1,961,518</u>	<u>1,714,636</u>	<u>1,547,561</u>	<u>-</u>	<u>1,547,561</u>	<u>167,075</u>
Excess (deficiency) of revenues over (under) expenditures	<u>2,769,412</u>	<u>2,858,301</u>	<u>3,338,807</u>	<u>46,584</u>	<u>3,385,391</u>	<u>527,090</u>
Net change in fund balance	<u>\$ 2,769,412</u>	<u>\$ 2,858,301</u>	<u>\$ 3,338,807</u>	<u>\$ 46,584</u>	<u>\$ 3,385,391</u>	<u>\$ 527,090</u>

Note: Differences between GAAP-basis actual and budget-basis actual are due to accruals which are treated as revenues/expenditures in GAAP-basis statements but not in Budget basis statements, while encumbrances are reported in the budget-basis, and differences in classification. Crime Tax Fund is budgeted on a project basis.

**CITY OF GRAND PRAIRIE, TEXAS
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF REVENUE, EXPENDITURES AND CHANGES IN FUND BALANCE
SECTION 8 FUND - BUDGET TO ACTUAL COMPARISON SCHEDULE
FOR THE YEAR ENDED SEPTEMBER 30, 2009**

	Budget		Actual		Variance with Final Budget- Positive (Negative)	
	Original	Final	GAAP Basis	Adjustments		Budgetary Basis
REVENUE						
Charges for goods and service	\$ 53,948	\$ 53,948	\$ 50,270	\$ -	\$ 50,270	\$ (3,678)
Licenses and permits	226,589	226,589	170,791	-	170,791	(55,798)
Intergovernmental revenue	20,172,860	20,172,860	19,855,126	-	19,855,126	(317,734)
Investment income	73,000	73,000	116,883	(8,502)	108,381	35,381
Other	52,159	52,159	45,038	-	45,038	(7,121)
Total revenue	<u>20,578,556</u>	<u>20,578,556</u>	<u>20,238,108</u>	<u>(8,502)</u>	<u>20,229,606</u>	<u>(348,950)</u>
EXPENDITURES						
Current operations:						
Development services	20,848,313	21,025,586	20,768,438	66,997	20,835,435	190,151
Capital outlay	-	75,000	15,572	-	15,572	59,428
Total expenditures	<u>20,848,313</u>	<u>21,100,586</u>	<u>20,784,010</u>	<u>66,997</u>	<u>20,851,007</u>	<u>249,579</u>
Excess of revenues over expenditures	<u>(269,757)</u>	<u>(522,030)</u>	<u>(545,902)</u>	<u>(75,499)</u>	<u>(621,401)</u>	<u>(99,371)</u>
OTHER FINANCING SOURCES (USES)						
Sale of capital assets	-	-	5,730	-	5,730	5,730
Transfers out	(97,342)	(97,342)	(50,000)	-	(50,000)	47,342
Total other financing sources (uses)	<u>(97,342)</u>	<u>(97,342)</u>	<u>(44,270)</u>	<u>-</u>	<u>(44,270)</u>	<u>53,072</u>
Net change in fund balance	<u>\$ (367,099)</u>	<u>\$ (619,372)</u>	<u>\$ (590,172)</u>	<u>\$ (75,499)</u>	<u>\$ (665,671)</u>	<u>\$ (46,299)</u>

Note: Differences between GAAP-basis actual and budget-basis actual are due to accruals which are treated as revenues/expenditures in GAAP-basis statements but not in Budget basis statements, while encumbrances are reported in the budget-basis, and differences in classification.

**CITY OF GRAND PRAIRIE, TEXAS
 REQUIRED SUPPLEMENTARY INFORMATION
 TEXAS MUNICIPAL RETIREMENT SYSTEM
 SEVEN-YEAR ANALYSIS OF FUNDING PROGRESS**

Fiscal Year	Actuarial Valuation Date	(1) Actuarial Value of Assets	(2) Actuarial Accrued Liability (AAL)	(3) Percentage Funded (1)/(2)	(4) Unfunded Actuarial Accrued Liability (AAL) (2) - (1)	(5) Covered Payroll
2002	12/31/2001	\$ 116,891,035	\$ 142,819,377	81.85%	\$ 25,928,342	\$ 45,368,136
2003	12/31/2002	131,709,701	161,002,282	81.81%	29,292,581	48,080,684
2004	12/31/2003	142,198,405	177,576,317	80.08%	35,377,912	49,764,580
2005	12/31/2004	152,470,087	187,718,712	81.22%	35,248,625	52,997,624
2006	12/31/2005	157,030,678	194,053,949	80.92%	37,023,271	53,849,572
2007	12/31/2006	167,101,197	208,328,802	80.21%	41,227,605	56,817,617
2008	12/31/2007	174,692,032	252,870,914	69.08%	78,178,882	61,880,950
2009	12/31/2008	184,115,536	270,661,623	68.02%	86,546,087	67,018,137

Eight year historical trend information designed to provide information about the fund's progress made in accumulating sufficient assets to pay benefits when due is available for plan years 2002 through 2009. This information can be referred to in separately issued financial reports of the pension fund.

(6) Unfunded Actuarial Accrued Liability (AAL) as a Percentage of Covered Payroll (4)/(5)	Annual Required Contributions	Actual Contributions
57.15%	\$ 5,930,448	\$ 5,930,448
60.92%	6,542,656	6,542,656
71.09%	6,590,869	6,590,869
66.51%	7,222,849	7,222,849
68.75%	7,715,790	7,715,790
72.56%	7,577,405	7,577,405
126.34%	8,203,635	8,203,635
129.14%	8,955,152	8,955,152



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COMBINING AND INDIVIDUAL FUND STATEMENTS AND SCHEDULES



**CITY OF GRAND PRAIRIE, TEXAS
MAJOR FUND OTHER SCHEDULES
SCHEDULE OF REVENUE, EXPENDITURES AND CHANGES IN FUND BALANCE
DEBT SERVICE FUND - BUDGET TO ACTUAL COMPARISON SCHEDULE
FOR THE YEAR ENDED SEPTEMBER 30, 2009**

	Budget		Actual			Variance with Final Budget- Positive (Negative)
	Original	Final	GAAP Basis	Adjustments	Budgetary Basis	
REVENUE						
Property tax	\$ 16,287,052	\$ 16,287,052	\$ 16,586,519	\$ (4,115)	\$ 16,582,404	\$ 295,352
Investment income	260,911	260,911	280,166	(18,781)	261,385	474
Total revenue	<u>16,547,963</u>	<u>16,547,963</u>	<u>16,866,685</u>	<u>(22,896)</u>	<u>16,843,789</u>	<u>295,826</u>
EXPENDITURES						
Current operations:						
Support services	40,000	40,000	-	-	-	40,000
Debt service:						
Principal retirement	8,176,161	8,859,601	7,852,241	323,919	8,176,160	683,441
Interest	8,002,927	7,404,866	6,512,916	310,584	6,823,500	581,366
Total expenditures	<u>16,219,088</u>	<u>16,304,467</u>	<u>14,365,157</u>	<u>634,503</u>	<u>14,999,660</u>	<u>1,304,807</u>
Excess (deficiency) of revenue over (under) expenditures	<u>328,875</u>	<u>243,496</u>	<u>2,501,528</u>	<u>(657,399)</u>	<u>1,844,129</u>	<u>1,600,633</u>
OTHER FINANCING SOURCES (USES)						
Transfers in	50,000	50,000	50,000	-	50,000	-
Transfers out	-	-	(634,503)	634,503	-	-
Total other financing sources (uses)	<u>50,000</u>	<u>50,000</u>	<u>(584,503)</u>	<u>634,503</u>	<u>50,000</u>	<u>-</u>
Net change in fund balance	<u>\$ 378,875</u>	<u>\$ 293,496</u>	<u>\$ 1,917,025</u>	<u>\$ (22,896)</u>	<u>\$ 1,894,129</u>	<u>\$ 1,600,633</u>

Note: Differences between GAAP-basis actual and budget-basis actual are due to accruals which are treated as revenues/expenditures in GAAP-basis statements but not in Budget basis statements, while encumbrances are reported in the budget-basis, and differences in classification.



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COMBINING FINANCIAL STATEMENTS NON-MAJOR 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 designated to finance particular functions or activities of the city.

- ◆ Other Special Revenue Funds – accounts for various miscellaneous grants from the federal, state, or local governments. All grants included in this fund are for specific projects with limited duration. Other separately funded projects are Home Revenue Fund, Employee Welfare Fund, Expendable Fund, Cemetery Fund, Theater Fund, Library Memorials Fund, Pooled Investment Fund, Public Improvement Districts Funds, and Emergency Fund are under this heading. In addition, the Community Development Block Grant Funds are now included under this heading. This fund were reported separately in the prior year.
- ◆ Park Venue Fund – accounts for the operation and construction of the City's park system. Approved by the Grand Prairie voters, a one-quarter cent sales and use tax was levied for the benefit of the Park Venue Fund.
- ◆ Senior Center Sales Tax – accounts for the operation of the Active Adult Center for the citizens of Grand Prairie.
- ◆ Hotel/Motel Tax Fund – accounts for the receipts and allocation of the City's 7% hotel-motel tax revenue in accordance with the requirements of state law.
- ◆ Police Seizure Fund – accounts for police seizure assets for pending court cases and for money awarded to the City by county courts from assets seized by the Grand Prairie Police Department.
- ◆ Municipal Court Fund – accounts for fees collected to maintain security for municipal court buildings, judicial efficiency, and municipal court technology.
- ◆ Cable Operations Fund - accounts for the revenue collected through the cable company for government access programming. Expenditures in this special revenue fund are designated for the operations and improvements to the City's cable channel.
- ◆ Tax Increment Financing Districts (TIF) Fund – accounts for the activity of the City's three TIFs. Revenues collected are primarily inter-local property tax increment funding.
- ◆ Lake Parks – accounts for the activity of the 4 major parks surrounding Joe Pool Lake that were received from Trinity River Authority.
- ◆ Gas Well Revenue Fund - accounts for the proceeds generated from City gas wells and expenditures for authorized projects.
- ◆ Baseball Stadium Fund - accounts for the City's baseball stadium and ongoing rental income and debt service.

Capital Projects Funds

Capital Projects Funds are used to account for capital improvements which are financed by the city's general obligation bond issues and other designated resources.

- ◆ Senior Center Fund – accounts for the construction of the Active Adult Center for the citizens of Grand Prairie.
- ◆ Fire Capital Fund – accounts for the construction/improvement of fire related facilities and capital purchase of fire related equipment for the safety of the citizens and businesses in the City.
- ◆ Municipal Facilities Fund – accounts for the construction and capital improvements of the City's facilities.
- ◆ Street Maintenance Fund – accounts for the quarter cent sales tax to maintain existing streets and alleys that was effective April 1, 2002.
- ◆ Other Capital Projects funds- includes Police Station Fund, Storm Drainage Fund, Library Improvements Fund, Capital Reserve Fund, Street Projects Fund, Equipment Acquisition Fund, and Certificates of Obligation Fund.

**CITY OF GRAND PRAIRIE, TEXAS
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
SEPTEMBER 30, 2009**

	Special Revenue Funds					
	Other Special Revenue Funds	Park Venue	Senior Center Sales tax	Hotel Motel	Police Seizure	Municipal Court
ASSETS						
Cash and cash equivalents	\$ 2,706,530	\$ 1,348,726	\$ 737,412	\$ 700,849	\$ 484,202	\$ 252,598
Investments	16,473,689	5,505,005	3,527,874	30,239	-	-
Sales tax receivable	-	883,496	441,748	-	-	-
Franchise fees receivable	-	-	-	-	-	-
Other receivables	1,639,921	74,075	-	115,219	-	-
Due from other governments	1,707,722	-	-	-	-	-
Prepaid expenditures	156,000	13,750	-	-	-	-
Total assets	\$ 22,683,862	\$ 7,825,052	\$ 4,707,034	\$ 846,307	\$ 484,202	\$ 252,598
LIABILITIES AND FUND BALANCE						
Liabilities :						
Accounts payable	\$ 545,671	\$ 341,230	\$ -	\$ 25,962	\$ 4,302	\$ 5,325
Accrued liabilities	611,458	271,753	-	10,993	19,903	3,747
Customer deposits	-	20,400	-	-	-	-
Deferred revenue	547,179	169,619	-	-	-	-
Total liabilities	1,704,308	803,002	-	36,955	24,205	9,072
Fund balance:						
Reserved for:						
Encumbrances	24,363	104,831	-	335,285	89,700	103,359
Bond debt service	-	-	-	-	-	-
Prepays	156,000	13,750	-	-	-	-
Unreserved, undesignated in:						
Special revenue funds	20,799,191	6,903,469	4,707,034	474,067	370,297	140,167
Total fund balance	20,979,554	7,022,050	4,707,034	809,352	459,997	243,526
Total liabilities and fund balance	\$ 22,683,862	\$ 7,825,052	\$ 4,707,034	\$ 846,307	\$ 484,202	\$ 252,598

Special Revenue Funds

Cable Operations	Tax Increment Financing Districts	Lake Parks	Gas Well Revenue	Baseball Stadium	Total Special Revenue Funds
\$ 178,515	\$ 3,637,066	\$ 1,220,137	\$ 14,143,114	\$ 621,993	\$ 26,031,142
-	2,015,928	4,074,491	166,684	1,007,964	32,801,874
-	-	-	-	441,748	1,766,992
57,758	-	-	-	-	57,758
-	-	-	-	-	1,829,215
-	-	-	-	-	1,707,722
-	-	-	-	-	169,750
<u>\$ 236,273</u>	<u>\$ 5,652,994</u>	<u>\$ 5,294,628</u>	<u>\$ 14,309,798</u>	<u>\$ 2,071,705</u>	<u>\$ 64,364,453</u>
\$ 5,716	\$ -	\$ 59,952	\$ -	\$ -	\$ 988,158
3,425	-	81,765	-	-	1,003,044
-	-	-	-	-	20,400
-	-	-	-	-	716,798
<u>9,141</u>	<u>-</u>	<u>141,717</u>	<u>-</u>	<u>-</u>	<u>2,728,400</u>
-	-	17,462	928,000	-	1,603,000
-	2,805,747	-	-	-	2,805,747
-	-	-	-	-	169,750
<u>227,132</u>	<u>2,847,247</u>	<u>5,135,449</u>	<u>13,381,798</u>	<u>2,071,705</u>	<u>57,057,556</u>
<u>227,132</u>	<u>5,652,994</u>	<u>5,152,911</u>	<u>14,309,798</u>	<u>2,071,705</u>	<u>61,636,053</u>
<u>\$ 236,273</u>	<u>\$ 5,652,994</u>	<u>\$ 5,294,628</u>	<u>\$ 14,309,798</u>	<u>\$ 2,071,705</u>	<u>\$ 64,364,453</u>



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CITY OF GRAND PRAIRIE, TEXAS
 COMBINING BALANCE SHEET
 NONMAJOR GOVERNMENTAL FUNDS
 SEPTEMBER 30, 2009

	Capital Projects Funds						Total Nonmajor Governmental Funds
	Senior Center	Fire Capital	Municipal Facilities MFAC	Street Maintenance	Other Capital Projects Funds	Total Capital Projects Funds	
ASSETS							
Cash and cash equivalents	\$ 9,280,522	\$ 7,627	\$ 177,987	\$ 4,033,329	\$ 1,606,870	\$ 15,106,335	\$ 41,137,477
Investments	-	7,619,126	3,001,920	-	6,883,637	17,504,683	50,306,557
Sales tax receivable	-	-	-	883,496	-	883,496	2,650,488
Franchise fees receivable	-	-	-	-	-	-	57,758
Other receivables	-	-	-	-	-	-	1,829,215
Due from other governments	-	-	-	-	-	-	1,707,722
Prepaid expenditures	-	-	-	-	-	-	169,750
Total assets	<u>\$ 9,280,522</u>	<u>\$ 7,626,753</u>	<u>\$ 3,179,907</u>	<u>\$ 4,916,825</u>	<u>\$ 8,490,507</u>	<u>\$ 33,494,514</u>	<u>\$ 97,858,967</u>
LIABILITIES AND FUND BALANCE							
Liabilities :							
Accounts payable	\$ 1,066,093	\$ 558,025	\$ 270,362	\$ 1,027,710	\$ 442,139	\$ 3,364,329	\$ 4,352,487
Accrued liabilities	514,565	93,095	282,212	108,648	127,005	1,125,525	2,128,569
Customer deposits	-	-	-	-	-	-	20,400
Deferred revenue	-	-	-	-	94,200	94,200	810,998
Total liabilities	<u>1,580,658</u>	<u>651,120</u>	<u>552,574</u>	<u>1,136,358</u>	<u>663,344</u>	<u>4,584,054</u>	<u>7,312,454</u>
Fund balance:							
Reserved for:							
Encumbrances	-	-	-	1,357,445	596,374	1,953,819	3,556,819
Bond debt service	-	-	-	-	-	-	2,805,747
Prepays	-	-	-	-	-	-	169,750
Unreserved, designated for:							
Capital projects	7,699,864	6,975,633	2,627,333	2,423,022	7,230,789	26,956,641	26,956,641
Unreserved, undesignated in:							
Special revenue funds	-	-	-	-	-	-	57,057,556
Total fund balance	<u>7,699,864</u>	<u>6,975,633</u>	<u>2,627,333</u>	<u>3,780,467</u>	<u>7,827,163</u>	<u>28,910,460</u>	<u>90,546,513</u>
Total liabilities and fund balance	<u>\$ 9,280,522</u>	<u>\$ 7,626,753</u>	<u>\$ 3,179,907</u>	<u>\$ 4,916,825</u>	<u>\$ 8,490,507</u>	<u>\$ 33,494,514</u>	<u>\$ 97,858,967</u>

**CITY OF GRAND PRAIRIE, TEXAS
 COMBINING STATEMENT OF REVENUE, EXPENDITURES,
 AND CHANGES IN FUND BALANCE
 NONMAJOR GOVERNMENTAL FUNDS
 FOR THE YEAR ENDED SEPTEMBER 30, 2009**

	Special Revenue Funds					
	Other Special Revenue Funds	Park Venue	Senior Center Sales Tax	Hotel Motel	Police Seizure	Municipal Court
REVENUE						
Property tax	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Sales tax	-	5,193,338	2,596,668	-	-	-
Other taxes	-	-	-	958,061	-	-
Franchise fees	-	-	-	-	-	-
Charges for goods and service	3,367,050	1,855,508	-	12,470	-	-
Licenses and permits	2,419	-	-	-	-	-
Fines and forfeitures	539,384	-	-	-	-	249,002
Intergovernmental revenue	4,740,952	-	-	-	394,017	-
Investment income	958,425	347,000	56,615	27,063	7,199	7,199
Contributions	905,234	78,464	-	-	-	-
Other	458,918	555,066	-	-	10,047	-
Total revenue	<u>10,972,382</u>	<u>8,029,376</u>	<u>2,653,283</u>	<u>997,594</u>	<u>411,263</u>	<u>256,201</u>
EXPENDITURES						
Current operations:						
Support services	1,528,469	-	-	1,036,104	-	-
Public safety services	1,557,914	-	-	-	260,932	187,687
Recreation and leisure services	759,254	12,160,591	-	-	-	-
Development services and other	4,903,882	-	-	-	-	-
Capital outlay	4,226,431	2,217,572	-	-	79,382	13,079
Debt service:						
Principal retirement	770,000	985,000	-	-	-	-
Interest charges	412,923	1,325,471	553,122	-	-	-
Total expenditures	<u>14,158,873</u>	<u>16,688,634</u>	<u>553,122</u>	<u>1,036,104</u>	<u>340,314</u>	<u>200,766</u>
Excess (deficiency) of revenue over (under) expenditures	<u>(3,186,491)</u>	<u>(8,659,258)</u>	<u>2,100,161</u>	<u>(38,510)</u>	<u>70,949</u>	<u>55,435</u>
OTHER FINANCING SOURCES (USES):						
Transfers in	11,404,460	9,344,846	-	100,000	-	-
Transfers out	(1,104,761)	(4,013,940)	-	(325,000)	(152,085)	-
Preimum on debt issued	7,559	-	-	-	-	-
Bonds issued	1,500,000	-	-	-	-	-
Total other financing sources (uses)	<u>11,807,258</u>	<u>5,330,906</u>	<u>-</u>	<u>(225,000)</u>	<u>(152,085)</u>	<u>-</u>
Net change in fund balance	8,620,767	(3,328,352)	2,100,161	(263,510)	(81,136)	55,435
Fund balance - beginning of year	12,358,787	10,350,402	2,606,873	1,072,862	541,133	188,091
Fund balance - end of year	<u>\$ 20,979,554</u>	<u>\$ 7,022,050</u>	<u>\$ 4,707,034</u>	<u>\$ 809,352</u>	<u>\$ 459,997</u>	<u>\$ 243,526</u>

Special Revenue Funds

Cable Operations	Tax Increment Financing Districts	Lake Parks	Gas Well Revenue	Baseball Stadium	Total Special Revenue Funds
\$ -	\$ 14,531,072	\$ -	\$ -	\$ -	\$ 14,531,072
-	-	-	-	2,596,669	10,386,675
-	-	-	-	-	958,061
57,758	-	-	-	-	57,758
-	-	1,657,633	-	-	6,892,661
-	-	183,425	-	-	185,844
-	-	-	-	-	788,386
-	-	-	-	-	5,134,969
5,979	138,347	164,233	407,103	223,117	2,342,280
-	-	811,561	75,636	-	1,870,895
186,218	-	55,596	-	-	1,265,845
<u>249,955</u>	<u>14,669,419</u>	<u>2,872,448</u>	<u>482,739</u>	<u>2,819,786</u>	<u>44,414,446</u>
144,007	1,736,937	-	-	-	4,445,517
-	-	-	-	-	2,006,533
-	-	2,170,363	-	9,792	15,100,000
-	-	-	356,829	-	5,260,711
-	3,726,794	37,838	-	-	10,301,096
-	3,414,000	-	-	2,310,000	7,479,000
-	1,296,842	20,786	-	653,999	4,263,143
<u>144,007</u>	<u>10,174,573</u>	<u>2,228,987</u>	<u>356,829</u>	<u>2,973,791</u>	<u>48,856,000</u>
105,948	4,494,846	643,461	125,910	(154,005)	(4,441,554)
-	5,645,303	285,463	6,172,620	88,738	33,041,430
-	(22,063,645)	(1,020,052)	-	(68,971)	(28,748,454)
-	53,164	7,181	-	-	67,904
-	10,550,000	1,425,000	-	-	13,475,000
-	(5,815,178)	697,592	6,172,620	19,767	17,835,880
105,948	(1,320,332)	1,341,053	6,298,530	(134,238)	13,394,326
121,184	6,973,326	3,811,858	8,011,268	2,205,943	48,241,727
<u>\$ 227,132</u>	<u>\$ 5,652,994</u>	<u>\$ 5,152,911</u>	<u>\$ 14,309,798</u>	<u>\$ 2,071,705</u>	<u>\$ 61,636,053</u>

**CITY OF GRAND PRAIRIE, TEXAS
 COMBINING STATEMENT OF REVENUE, EXPENDITURES,
 AND CHANGES IN FUND BALANCE
 NONMAJOR GOVERNMENTAL FUNDS
 FOR THE YEAR ENDED SEPTEMBER 30, 2009**

	Capital Project Funds					Total Capital Projects Funds	Total Nonmajor Governmental Funds
	Senior Center	Fire Capital	Municipal Facilities MFAC	Street Maintenance	Other Capital Projects Funds		
REVENUE							
Property tax	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 14,531,072
Sales tax	-	-	-	5,193,338	-	5,193,338	15,580,013
Other taxes	-	-	-	-	-	-	958,061
Franchise fees	-	-	-	-	-	-	57,758
Charges for goods and service	-	-	-	-	14,213	14,213	6,906,874
Licenses and permits	-	-	-	-	-	-	185,844
Fines and forfeitures	-	-	-	-	-	-	788,386
Intergovernmental revenue	-	-	-	-	-	-	5,134,969
Investment income	169,492	166,116	1,718	136,140	543,107	1,016,573	3,358,853
Contributions	-	-	-	-	-	-	1,870,895
Other	-	-	450,000	-	1,770,745	2,220,745	3,486,590
Total revenue	169,492	166,116	451,718	5,329,478	2,328,065	8,444,869	52,859,315
EXPENDITURES							
Current operations:							
Support services	-	-	-	-	-	-	4,445,517
Public safety services	-	-	-	-	-	-	2,006,533
Recreation and leisure services	-	-	-	-	-	-	15,100,000
Development services and other	-	-	86,787	7,816,717	1,025,445	8,928,949	14,189,660
Capital outlay	12,351,479	4,283,088	4,065,635	-	5,594,943	26,295,145	36,596,241
Debt service:							
Principal retirement	-	-	-	-	-	-	7,479,000
Interest charges	-	10,354	22,807	-	77,514	110,675	4,373,818
Total expenditures	12,351,479	4,293,442	4,175,229	7,816,717	6,697,902	35,334,769	84,190,769
Excess (deficiency) of revenue over (under) expenditures	(12,181,987)	(4,127,326)	(3,723,511)	(2,487,239)	(4,369,837)	(26,889,900)	(31,331,454)
OTHER FINANCING SOURCES (USES):							
Transfers in	462,460	2,076,232	504,000	1,899,442	2,621,311	7,563,445	40,604,875
Transfers out	-	-	-	-	(7,534,813)	(7,534,813)	(36,283,267)
Premium on debt issued	-	3,577	7,879	-	25,677	37,133	105,037
Bonds issued	-	709,767	1,563,500	-	5,682,421	7,955,688	21,430,688
Total other financing sources (uses)	462,460	2,789,576	2,075,379	1,899,442	794,596	8,021,453	25,857,333
Net change in fund balance	(11,719,527)	(1,337,750)	(1,648,132)	(587,797)	(3,575,241)	(18,868,447)	(5,474,121)
Fund balance - beginning of year	19,419,391	8,313,383	4,275,465	4,368,264	11,402,404	47,778,907	96,020,634
Fund balance - end of year	\$ 7,699,864	\$ 6,975,633	\$ 2,627,333	\$ 3,780,467	\$ 7,827,163	\$ 28,910,460	\$ 90,546,513

INDIVIDUAL FUND SCHEDULES

BUDGET TO ACTUAL SCHEDULES

Appropriations are approved by the City Council by fund for all budgeted funds. During the fiscal year it was necessary to amend the original budget by City Council action. The original budget and amended budget are presented for the following funds:

- ◆ Park Venue Fund-accounts for the operation and construction of the City's park system. Approved by the Grand Prairie voters, a one-quarter cent sales and use tax was levied for the benefit of the Park Venue Fund.
- ◆ Senior Center Sales Tax Fund – accounts for the operation of the City’s active adult center. Approved by the Grand Prairie voters, a one-eighth cent sales and use tax was levied for the benefit of the Senior Center Sales Tax Fund.
- ◆ Hotel/Motel Tax Fund – accounts for the receipts and allocation of the City’s 7% hotel-motel tax revenue in accordance with the requirements of state law.
- ◆ Police Seizure Fund – accounts for police seizure assets for pending court cases and for money awarded to the City by county courts from assets seized by the Grand Prairie Police Department.
- ◆ Municipal Court Fund – accounts for fees collected to maintain security for municipal court buildings, judicial efficiency, and municipal court technology.
- ◆ Cable Operations Fund – accounts for the revenue collected through the cable company for government access programming. Expenditures in this special revenue fund are designated for the operations and improvements to the City’s cable channel.

CITY OF GRAND PRAIRIE, TEXAS
SCHEDULE OF REVENUE, EXPENDITURES AND CHANGES IN FUND BALANCE
PARK VENUE FUND - BUDGET TO ACTUAL COMPARISON SCHEDULE
FOR THE YEAR ENDED SEPTEMBER 30, 2009

	Budget		Actual			Variance with Final Budget- Positive (Negative)
	Original	Final	GAAP Basis	Adjustments	Budgetary Basis	
REVENUE						
Sales tax	\$ 5,382,332	\$ 5,382,332	\$ 5,193,338	\$ 74,227	\$ 5,267,565	\$ (114,767)
Charges for goods and services	1,931,724	1,931,724	1,855,508	-	1,855,508	(76,216)
Investment Income	326,552	326,552	347,000	(20,448)	326,552	-
Contributions	67,285	67,285	78,464	-	78,464	11,179
Other	508,175	508,175	555,066	(49)	555,017	46,842
Total revenue	8,216,068	8,216,068	8,029,376	53,730	8,083,106	(132,962)
EXPENDITURES						
Current operations:						
Recreation and leisure services	12,983,390	12,978,360	12,160,591	8,768	12,169,359	809,001
Capital outlay	152,070	285,234	2,217,572	32,480	2,250,052	(1,964,818)
Debt service:						
Principal retirement	985,000	985,000	985,000	-	985,000	-
Interest expense	1,321,434	1,323,434	1,325,471	-	1,325,471	(2,037)
Total expenditures	15,441,894	15,572,028	16,688,634	41,248	16,729,882	(1,157,854)
Excess (deficiency) of revenues over (under) expenditures	(7,225,826)	(7,355,960)	(8,659,258)	12,482	(8,646,776)	(1,290,816)
OTHER FINANCING SOURCES (USES)						
Transfers in	8,126,218	9,947,281	9,344,846	-	9,344,846	(602,435)
Transfers out	(4,031,997)	(4,031,997)	(4,013,940)	-	(4,013,940)	18,057
Total other financing sources (uses)	4,094,221	5,915,284	5,330,906	-	5,330,906	(584,378)
Net change in fund balance	\$ (3,131,605)	\$ (1,440,676)	\$ (3,328,352)	\$ 12,482	\$ (3,315,870)	\$ (1,875,194)

Note: Differences between GAAP-basis actual and budget-basis actual are due to accruals which are treated as revenues/expenditures in GAAP-basis statements but not in Budget basis statements, while encumbrances are reported in the budget-basis, and differences in classification.

**CITY OF GRAND PRAIRIE, TEXAS
SCHEDULE OF REVENUE, EXPENDITURES AND CHANGES IN FUND BALANCE
SENIOR CENTER SALES TAX FUND - BUDGET TO ACTUAL COMPARISON SCHEDULE
FOR THE YEAR ENDED SEPTEMBER 30, 2009**

	<u>Budget</u>		<u>Actual</u>		<u>Actual</u>	<u>Variance with Final Budget - Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>	<u>GAAP Basis</u>	<u>Adjustments</u>	<u>Budgetary Basis</u>	
REVENUE						
Sales tax	\$ 2,691,166	\$ 2,691,166	\$ 2,596,668	\$ 37,114	\$ 2,633,782	\$ (57,384)
Investment income	32,515	32,515	56,615	(24,100)	32,515	-
Total revenue	<u>2,723,681</u>	<u>2,723,681</u>	<u>2,653,283</u>	<u>13,014</u>	<u>2,666,297</u>	<u>(57,384)</u>
EXPENDITURES						
Debt service:						
Interest expense	758,085	831,255	553,122	-	553,122	278,133
Total expenditures	<u>758,085</u>	<u>831,255</u>	<u>553,122</u>	<u>-</u>	<u>553,122</u>	<u>278,133</u>
Excess of revenue over expenditures	<u>1,965,596</u>	<u>1,892,426</u>	<u>2,100,161</u>	<u>13,014</u>	<u>2,113,175</u>	<u>220,749</u>
Net change in fund balance	<u>\$ 1,965,596</u>	<u>\$ 1,892,426</u>	<u>\$ 2,100,161</u>	<u>\$ 13,014</u>	<u>\$ 2,113,175</u>	<u>\$ 220,749</u>

Note: Differences between GAAP-basis actual and budget-basis actual are due to accruals which are treated as revenues/expenditures in GAAP-basis statements but not in Budget basis statements, while encumbrances are reported in the budget-basis, and differences in classification.

CITY OF GRAND PRAIRIE, TEXAS
SCHEDULE OF REVENUE, EXPENDITURES AND CHANGES IN FUND BALANCE
HOTEL/MOTEL TAX FUND - BUDGET TO ACTUAL COMPARISON SCHEDULE
FOR THE YEAR ENDED SEPTEMBER 30, 2009

	Budget		Actual			Variance with Final Budget- Positive (Negative)
	Original	Final	GAAP Basis	Adjustments	Budgetary Basis	
REVENUE						
Other taxes	\$ 1,190,000	\$ 1,190,000	\$ 958,061	\$ -	\$ 958,061	\$ (231,939)
Charges for goods and services	18,000	18,000	12,470	-	12,470	(5,530)
Investment income	17,467	17,467	27,063	1,842	28,905	11,438
Total revenues	<u>1,225,467</u>	<u>1,225,467</u>	<u>997,594</u>	<u>1,842</u>	<u>999,436</u>	<u>(226,031)</u>
EXPENDITURES						
Current operations:						
Support services	931,581	931,581	1,036,104	1,595	1,037,699	(106,118)
Total expenditures	<u>931,581</u>	<u>931,581</u>	<u>1,036,104</u>	<u>1,595</u>	<u>1,037,699</u>	<u>(106,118)</u>
Excess (deficiency) of revenues over (under) expenditures	<u>293,886</u>	<u>293,886</u>	<u>(38,510)</u>	<u>247</u>	<u>(38,263)</u>	<u>(332,149)</u>
OTHER FINANCING SOURCES (USES)						
Transfers in	100,000	100,000	100,000	-	100,000	-
Transfers out	(212,094)	(212,094)	(325,000)	-	(325,000)	(112,906)
Total other financing sources (uses)	<u>(112,094)</u>	<u>(112,094)</u>	<u>(225,000)</u>	<u>-</u>	<u>(225,000)</u>	<u>(112,906)</u>
Net changes in fund balance	<u>\$ 181,792</u>	<u>\$ 181,792</u>	<u>\$ (263,510)</u>	<u>\$ 247</u>	<u>\$ (263,263)</u>	<u>\$ (445,055)</u>

Note: Differences between GAAP-basis actual and budget-basis actual are due to accruals which are treated as revenues/expenditures in GAAP-basis statements but not in Budget basis statements, while encumbrances are reported in the budget-basis, and differences in classification.

CITY OF GRAND PRAIRIE, TEXAS
SCHEDULE OF REVENUE, EXPENDITURES AND CHANGES IN FUND BALANCE
POLICE SEIZURE FUND - BUDGET TO ACTUAL COMPARISON SCHEDULE
FOR THE YEAR ENDED SEPTEMBER 30, 2009

	Budget		Actual		Actual	Variance with Final Budget - Positive (Negative)
	Original	Final	GAAP Basis	Adjustments	Budgetary Basis	
REVENUE						
Intergovernmental revenue	\$ 81,400	\$ 276,208	\$ 394,017	\$ -	\$ 394,017	\$ 117,809
Investment income	5,654	7,326	7,199	270	7,469	143
Contributions	5,000	5,000	10,047	-	10,047	5,047
Total revenue	92,054	288,534	411,263	270	411,533	122,999
EXPENDITURES						
Current operations:						
Public safety services	109,563	109,563	260,932	(23,919)	237,013	(127,450)
Capital outlay	274,146	274,146	79,382	23,919	103,301	170,845
Total expenditures	383,709	383,709	340,314	-	340,314	43,395
Excess of revenue over expenditures	(291,655)	(95,175)	70,949	270	71,219	166,394
OTHER FINANCING SOURCES (USES)						
Transfers out	-	-	(152,085)	-	(152,085)	(152,085)
Total other financing sources (uses)	-	-	(152,085)	-	(152,085)	(152,085)
Net change in fund balance	\$ (291,655)	\$ (95,175)	\$ (81,136)	\$ 270	\$ (80,866)	\$ 14,309

Note: Differences between GAAP-basis actual and budget-basis actual are due to accruals which are treated as revenues/expenditures in GAAP-basis statements but not in Budget basis statements, while encumbrances are reported in the budget-basis, and differences in classification. The variance in public safety services was primarily due to an increase of cases adjudicated by the Federal Court System in this fiscal year.

**CITY OF GRAND PRAIRIE, TEXAS
SCHEDULE OF REVENUE, EXPENDITURES AND CHANGES IN FUND BALANCE
MUNICIPAL COURT FUND - BUDGET TO ACTUAL COMPARISON SCHEDULE
FOR THE YEAR ENDED SEPTEMBER 30, 2009**

	<u>Budget</u>		<u>GAAP Basis</u>	<u>Actual</u>		<u>Variance with Final Budget- Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		<u>Adjustments</u>	<u>Budgetary Basis</u>	
REVENUE						
Fines and forfeitures	\$ 223,730	\$ 223,730	\$ 249,002	\$ -	\$ 249,002	\$ 25,272
Investment income	8,490	8,490	7,199	1,290	8,489	(1)
Total revenues	<u>232,220</u>	<u>232,220</u>	<u>256,201</u>	<u>1,290</u>	<u>257,491</u>	<u>25,271</u>
EXPENDITURES						
Current operations:						
Public safety	197,770	197,770	187,687	(3,557)	184,130	13,640
Capital Outlay	100,000	119,639	13,079	3,200	16,279	103,360
Total expenditures	<u>297,770</u>	<u>317,409</u>	<u>200,766</u>	<u>(357)</u>	<u>200,409</u>	<u>117,000</u>
Excess (deficiency) of revenues over (under) expenditures	(65,550)	(85,189)	55,435	1,647	57,082	142,271
Net change in fund balance	<u>\$ (65,550)</u>	<u>\$ (85,189)</u>	<u>\$ 55,435</u>	<u>\$ 1,647</u>	<u>\$ 57,082</u>	<u>\$ 142,271</u>

Note: Differences between GAAP-basis actual and budget-basis actual are due to accruals which are treated as revenues/expenditures in GAAP-basis statements but not in Budget basis statements, while encumbrances are reported in the budget-basis, and differences in classification.

CITY OF GRAND PRAIRIE, TEXAS
SCHEDULE OF REVENUE, EXPENDITURES AND CHANGES IN FUND BALANCES
CABLE OPERATIONS FUND - BUDGET TO ACTUAL COMPARISON SCHEDULE
FOR THE YEAR ENDED SEPTEMBER 30, 2009

	Budget		Actual		Variance with Final Budget- Positive (Negative)	
	Original	Final	GAAP Basis	Adjustments		Budgetary Basis
REVENUE						
Franchise fees	\$ -	\$ -	\$ 57,758	\$ -	\$ 57,758	57,758
Investment income	6,283	6,283	5,979	304	6,283	-
Other	137,500	137,500	186,218	(57,758)	128,460	(9,040)
Total revenue	<u>143,783</u>	<u>143,783</u>	<u>249,955</u>	<u>(57,454)</u>	<u>192,501</u>	<u>48,718</u>
EXPENDITURES						
Current operations:						
Support services	<u>148,649</u>	<u>153,921</u>	<u>144,007</u>	<u>(183)</u>	<u>143,824</u>	<u>10,097</u>
Total expenditures	<u>148,649</u>	<u>153,921</u>	<u>144,007</u>	<u>(183)</u>	<u>143,824</u>	<u>10,097</u>
Excess (deficiency) of revenue over (under) expenditures	<u>(4,866)</u>	<u>(10,138)</u>	<u>105,948</u>	<u>(57,271)</u>	<u>48,677</u>	<u>58,815</u>
Net change in fund balance	<u>\$ (4,866)</u>	<u>\$ (10,138)</u>	<u>\$ 105,948</u>	<u>\$ (57,271)</u>	<u>\$ 48,677</u>	<u>\$ 58,815</u>

Note: Differences between GAAP-basis actual and budget-basis actual are due to accruals which are treated as revenues/expenditures in GAAP-basis statements but not in Budget basis statements, while encumbrances are reported in the budget-basis, and differences in classification.



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COMBINING FINANCIAL STATEMENTS

NON-MAJOR 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 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 two non-major enterprise funds which include:

- ◆ Municipal Airport Fund – The Grand Prairie Municipal Airport is 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.
- ◆ Solid Waste Utility Fund – accounts for the operations of the City's refuse collection and disposal services.

**CITY OF GRAND PRAIRIE, TEXAS
COMBINING STATEMENT OF NET ASSETS
NONMAJOR ENTERPRISE FUNDS
SEPTEMBER 30, 2009**

	Municipal Airport	Municipal Golf	Storm Water Utility	Solid Waste	Total Nonmajor Enterprise Funds
ASSETS					
Current assets:					
Cash and cash equivalents	\$ 1,118,927	\$ 30,316	\$ 340,193	\$ 2,983,833	\$ 4,473,269
Investments	2,209,103	219,935	1,112,154	8,254,836	11,796,028
Accounts receivables	27,270	24,361	222,744	488,803	763,178
Due from other governments	-	-	-	51,440	51,440
Inventories and supplies	49,284	-	-	-	49,284
Deferred charges	-	18,523	-	-	18,523
Total current assets	<u>3,404,584</u>	<u>293,135</u>	<u>1,675,091</u>	<u>11,778,912</u>	<u>17,151,722</u>
Capital assets:					
Land	183,923	568,284	-	1,748,378	2,500,585
Buildings	4,207,995	1,854,835	-	1,211,963	7,274,793
Equipment	573,425	1,172,071	12,590	6,538,162	8,296,248
Infrastructure	5,472,517	8,051,689	4,376,349	8,079,704	25,980,259
Construction in progress	2,191,844	2,120,495	-	901,910	5,214,249
Less accumulated depreciation	<u>(4,863,940)</u>	<u>(5,841,294)</u>	<u>(2,164,342)</u>	<u>(5,964,582)</u>	<u>(18,834,158)</u>
Total capital assets	<u>7,765,764</u>	<u>7,926,080</u>	<u>2,224,597</u>	<u>12,515,535</u>	<u>30,431,976</u>
Total assets	<u>11,170,348</u>	<u>8,219,215</u>	<u>3,899,688</u>	<u>24,294,447</u>	<u>47,583,698</u>
LIABILITIES					
Current liabilities:					
Accounts payable	75,466	47,141	37,741	538,203	698,551
Accrued liabilities	31,693	46,643	16,488	94,131	188,955
Accrued compensated absences	16,429	49,700	12,615	65,649	144,393
Unearned revenue	129,461	-	-	-	129,461
Current liabilities payable from restricted assets:					
Customer deposits	54,755	-	-	806	55,561
Accrued liabilities	-	42,593	-	257,930	300,523
Current portion of long term debt	<u>100,000</u>	<u>338,919</u>	<u>-</u>	<u>-</u>	<u>438,919</u>
Total current liabilities	<u>407,804</u>	<u>524,996</u>	<u>66,844</u>	<u>956,719</u>	<u>1,956,363</u>
Noncurrent liabilities:					
Accrued compensated absences	14,620	429	-	-	15,049
Closure and post closure liability	-	-	-	4,798,404	4,798,404
Long term debt	<u>2,025,000</u>	<u>6,745,832</u>	<u>-</u>	<u>-</u>	<u>8,770,832</u>
Total noncurrent liabilities	<u>2,039,620</u>	<u>6,746,261</u>	<u>-</u>	<u>4,798,404</u>	<u>13,584,285</u>
Total liabilities	<u>2,447,424</u>	<u>7,271,257</u>	<u>66,844</u>	<u>5,755,123</u>	<u>15,540,648</u>
NET ASSETS					
Invested in capital assets (net of related debt)	5,640,764	841,329	2,224,597	12,515,535	21,222,225
Unrestricted	<u>3,082,160</u>	<u>106,629</u>	<u>1,608,247</u>	<u>6,023,789</u>	<u>10,820,825</u>
Total net assets	<u>\$ 8,722,924</u>	<u>\$ 947,958</u>	<u>\$ 3,832,844</u>	<u>\$ 18,539,324</u>	<u>\$ 32,043,050</u>

**CITY OF GRAND PRAIRIE, TEXAS
COMBINING STATEMENT OF REVENUE, EXPENSE, AND
CHANGES IN FUND NET ASSETS
NONMAJOR ENTERPRISE FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2009**

	<u>Municipal Airport</u>	<u>Municipal Golf</u>	<u>Storm Water Utility</u>	<u>Solid Waste</u>	<u>Total Nonmajor Enterprise Funds</u>
OPERATING REVENUE					
Sales to customers	\$ 1,701,173	\$ 2,396,146	\$ 3,073,155	\$ 10,217,003	\$ 17,387,477
Intergovernmental revenue	414,519	-	53,878	51,440	519,837
Miscellaneous	2,225	13,329	-	22,116	37,670
Total operating revenue	<u>2,117,917</u>	<u>2,409,475</u>	<u>3,127,033</u>	<u>10,290,559</u>	<u>17,944,984</u>
OPERATING EXPENSE					
Personal services	290,099	1,031,209	372,425	1,986,495	3,680,228
Supplies	792,656	261,150	22,419	415,922	1,492,147
Purchased services	245,697	1,292,189	245,218	4,174,616	5,957,720
Miscellaneous	3,310	15	386,950	548,389	938,664
Depreciation	330,639	483,665	210,523	773,371	1,798,198
Franchise fee	-	-	122,410	253,701	376,111
General and administrative costs	4,939	-	-	318,655	323,594
Total operating expense	<u>1,667,340</u>	<u>3,068,228</u>	<u>1,359,945</u>	<u>8,471,149</u>	<u>14,566,662</u>
Operating income (loss)	<u>450,577</u>	<u>(658,753)</u>	<u>1,767,088</u>	<u>1,819,410</u>	<u>3,378,322</u>
NONOPERATING REVENUE (EXPENSE)					
Investment income	75,161	34,962	41,973	345,981	498,077
Interest expense	(102,824)	(309,689)	-	-	(412,513)
Total nonoperating revenue (expense)	<u>(27,663)</u>	<u>(274,727)</u>	<u>41,973</u>	<u>345,981</u>	<u>85,564</u>
Income (loss) before transfers	422,914	(933,480)	1,809,061	2,165,391	3,463,886
Transfers in	1,902,193	655,186	-	1,816,624	4,374,003
Transfers out	(520,719)	-	(1,900,000)	(2,190,140)	(4,610,859)
Change in net assets	1,804,388	(278,294)	(90,939)	1,791,875	3,227,030
Net assets - beginning of year	<u>6,918,536</u>	<u>1,226,252</u>	<u>3,923,783</u>	<u>16,747,449</u>	<u>28,816,020</u>
Net assets - end of year	<u>\$ 8,722,924</u>	<u>\$ 947,958</u>	<u>\$ 3,832,844</u>	<u>\$ 18,539,324</u>	<u>\$ 32,043,050</u>

**CITY OF GRAND PRAIRIE, TEXAS
COMBINING STATEMENT OF CASH FLOWS
NONMAJOR ENTERPRISE FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2009**

	Municipal Airport	Municipal Golf	Storm Water Utility	Solid Waste	Total Nonmajor Enterprise Funds
Cash flows from operating activities:					
Cash received from customers	\$ 1,734,221	\$ 2,414,002	\$ 3,075,394	\$ 10,085,657	\$ 17,309,274
Cash received from intergovernmental	414,519	-	53,878	51,440	519,837
Cash payments to suppliers for goods and services	(1,034,551)	(1,583,029)	(233,995)	(4,401,602)	(7,253,177)
Cash payments to employees for services	(287,173)	(1,038,712)	(373,615)	(1,989,028)	(3,688,528)
Cash payments to other funds for services	(8,249)	-	(150,658)	(572,356)	(731,263)
Other operating cash receipts (payments)	37,146	13,314	(358,702)	(526,273)	(834,515)
Net cash provided by (used in) operating activities	<u>855,913</u>	<u>(194,425)</u>	<u>2,012,302</u>	<u>2,647,838</u>	<u>5,321,628</u>
Cash flows from non-capital financing activities:					
Transfers from other funds	1,902,193	655,186	-	1,816,624	4,374,003
Transfers to other funds	(520,719)	-	(1,900,000)	(2,190,140)	(4,610,859)
Net cash provided by (used in) noncapital financing activities	<u>1,381,474</u>	<u>655,186</u>	<u>(1,900,000)</u>	<u>(373,516)</u>	<u>(236,856)</u>
Cash flows from capital and related financing activities:					
Capital outlays	(1,688,855)	(25,981)	(12,589)	(1,787,459)	(3,514,884)
Interest paid on bonds and line of credit	(102,824)	(308,655)	-	-	(411,479)
Repayment of principal on bonds	(95,000)	(324,273)	-	-	(419,273)
Net cash (used in) capital and related financing activities	<u>(1,886,679)</u>	<u>(658,909)</u>	<u>(12,589)</u>	<u>(1,787,459)</u>	<u>(4,345,636)</u>
Cash flows from investing activities:					
Investment earnings received on cash and investments	75,161	34,962	41,973	345,981	498,077
Sale of investments	80,823	1,214,184	42,910	4,359,544	5,697,461
(Purchase) of investments	(92,145)	(1,064,995)	(48,921)	(3,823,879)	(5,029,940)
Net cash provided by investing activities	<u>63,839</u>	<u>184,151</u>	<u>35,962</u>	<u>881,646</u>	<u>1,165,598</u>
Net (decrease) in cash and cash equivalents	414,547	(13,997)	135,675	1,368,509	1,904,734
Cash and cash equivalents - beginning of year	704,380	44,313	204,518	1,615,324	2,568,535
Cash and cash equivalents - end of year	<u>\$ 1,118,927</u>	<u>\$ 30,316</u>	<u>\$ 340,193</u>	<u>\$ 2,983,833</u>	<u>\$ 4,473,269</u>
Reconciliation of income from operations to net cash provided by operating activities:					
Net operating income	\$ 450,577	\$ (658,753)	\$ 1,767,088	\$ 1,819,410	3,378,322
Adjustments to net operating income (loss) to net cash provided (used) by operating activities:					
Depreciation and amortization	330,639	483,665	210,523	773,371	1,798,198
(Increase) decrease in other accounts receivable	31,440	17,856	2,239	(131,346)	(79,811)
(Increase) in inventories and supplies	(203)	-	-	-	(203)
Increase (decrease) in accounts payable	72,266	(74,134)	34,121	117,269	149,522
Increase (decrease) in other accrued liabilities	(68,261)	44,444	(479)	71,667	47,371
Increase in customer deposits	1,608	-	-	-	1,608
(Decrease) in deferred revenue	34,921	-	-	-	34,921
Increase in accrued compensated absences	2,926	(7,503)	(1,190)	(2,533)	(8,300)
Net cash provided by operating activities	<u>\$ 855,913</u>	<u>\$ (194,425)</u>	<u>\$ 2,012,302</u>	<u>\$ 2,647,838</u>	<u>\$ 5,321,628</u>

COMBINING 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:

- ◆ Equipment Services Fund – accounts for a full range of services in managing and maintaining the City's fleet of vehicles and equipment. The 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 STATEMENT OF NET ASSETS
INTERNAL SERVICE FUNDS
SEPTEMBER 30, 2009**

	<u>Equipment Services</u>	<u>Risk Management</u>	<u>Total Internal Service Funds</u>
ASSETS			
Current assets:			
Cash and cash equivalents	\$ -	\$ 5,362,912	\$ 5,362,912
Investments	472,217	6,954,226	7,426,443
Other receivables	21,390	-	21,390
Inventories and supplies	123,799	-	123,799
Current restricted assets:			
Cash and cash equivalents	-	185,029	185,029
Total current assets	<u>617,406</u>	<u>12,502,167</u>	<u>13,119,573</u>
Capital assets:			
Land	737,566	-	737,566
Buildings	1,477,875	-	1,477,875
Equipment	1,642,179	-	1,642,179
Infrastructure	16,672	-	16,672
Less accumulated depreciation	<u>(3,039,186)</u>	<u>-</u>	<u>(3,039,186)</u>
Total noncurrent assets	<u>835,106</u>	<u>-</u>	<u>835,106</u>
Total assets	<u>1,452,512</u>	<u>12,502,167</u>	<u>13,954,679</u>
LIABILITIES			
Current liabilities:			
Accounts Payable	51,141	49,666	100,807
Other accrued liabilities	42,514	3,860,494	3,903,008
Accrued compensated absences	24,916	8,318	33,234
Total current liabilities	<u>118,571</u>	<u>3,918,478</u>	<u>4,037,049</u>
Noncurrent liabilities:			
Accrued compensated absences	-	1,341	1,341
Total noncurrent liabilities	<u>-</u>	<u>1,341</u>	<u>1,341</u>
Total liabilities	<u>118,571</u>	<u>3,919,819</u>	<u>4,038,390</u>
NET ASSETS			
Invested in capital assets (net of related debt)	835,106	-	835,106
Unrestricted	<u>498,835</u>	<u>8,582,348</u>	<u>9,081,183</u>
Total net assets	<u>\$ 1,333,941</u>	<u>\$ 8,582,348</u>	<u>\$ 9,916,289</u>

**CITY OF GRAND PRAIRIE, TEXAS
COMBINING STATEMENT OF REVENUE, EXPENSE, AND
CHANGES IN FUND NET ASSETS
INTERNAL SERVICE FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2009**

	<u>Equipment Services</u>	<u>Risk Management</u>	<u>Total Internal Service Funds</u>
OPERATING REVENUE			
Sales to customers	\$ 3,409,485	\$ -	\$ 3,409,485
Insurance premiums	-	16,463,154	16,463,154
Miscellaneous	-	158,362	158,362
Total operating revenue	<u>3,409,485</u>	<u>16,621,516</u>	<u>20,031,001</u>
OPERATING EXPENSE			
Personnel services	966,957	225,907	1,192,864
Supplies	2,053,579	15,340	2,068,919
Purchased services	425,552	246,319	671,871
Insurance costs	-	12,903,828	12,903,828
Miscellaneous	20,573	120,670	141,243
Depreciation	72,824	-	72,824
Total operating expense	<u>3,539,485</u>	<u>13,512,064</u>	<u>17,051,549</u>
Operating income (loss)	<u>(130,000)</u>	<u>3,109,452</u>	<u>2,979,452</u>
NONOPERATING REVENUE (EXPENSE)			
Investment income	35,840	180,455	216,295
Gain (loss) on sale of capital assets	21,390	-	21,390
Total nonoperating revenue	<u>57,230</u>	<u>180,455</u>	<u>237,685</u>
Income (loss) before contributions and transfers	(72,770)	3,289,907	3,217,137
Transfers out	(750,000)	(13,848)	(763,848)
Change in net assets	<u>(822,770)</u>	<u>3,276,059</u>	<u>2,453,289</u>
Net assets at beginning of the year	2,156,711	5,306,289	7,463,000
Net assets at the end of the year	<u>\$ 1,333,941</u>	<u>\$ 8,582,348</u>	<u>\$ 9,916,289</u>

**CITY OF GRAND PRAIRIE, TEXAS
 COMBINING STATEMENT OF CASH FLOWS
 INTERNAL SERVICE FUNDS
 FOR THE YEAR ENDED SEPTEMBER 30, 2009**

	Equipment Services	Risk Management	Internal Service Funds
Cash flows from operating activities:			
Cash received from customers	\$ 3,388,095	\$ 16,621,516	\$ 20,009,611
Cash payments to suppliers for goods and services	(2,384,966)	(13,167,126)	(15,552,092)
Cash payments to employees for services	(971,461)	(226,473)	(1,197,934)
Other operating cash receipts (payments)	(51,766)	83,116	31,350
Net cash provided by (used in) operating activities	<u>(20,098)</u>	<u>3,311,033</u>	<u>3,290,935</u>
Cash flows from non-capital financing activities:			
Transfers from other funds	-	-	-
Transfers to other funds	(750,000)	(13,848)	(763,848)
Net cash (used in) noncapital financing activities	<u>(750,000)</u>	<u>(13,848)</u>	<u>(763,848)</u>
Cash flows from capital and related financing activities:			
Capital outlays	(44,396)	-	(44,396)
Proceeds from capital assets disposals	21,390	-	21,390
Net cash used by capital and related financing activities	<u>(23,006)</u>	<u>-</u>	<u>(23,006)</u>
Cash flows from investing activities			
Investment earnings received on cash and investments	35,840	180,455	216,295
Sale of investments	4,542,548	22,039,930	26,582,478
(Purchase) of investments	(3,941,856)	(25,175,876)	(29,117,732)
Net cash provided by (used in) investing activities	<u>636,532</u>	<u>(2,955,491)</u>	<u>(2,318,959)</u>
Net increase in cash and cash equivalents	(156,572)	341,694	185,122
Cash and cash equivalents - beginning of year	156,572	5,206,247	5,362,819
Cash and cash equivalents - end of year	<u>\$ -</u>	<u>\$ 5,547,941</u>	<u>\$ 5,547,941</u>
Reconciliation of income (loss) from operations to net cash provided (used) by operating activities:			
Net operating income (loss)	\$ (130,000)	\$ 3,109,452	\$ 2,979,452
Adjustments to net operating income (loss) to net cash provided (used) by operating activities:			
Depreciation and amortization	72,824	-	72,824
Change in assets and liabilities:			
Other accounts receivable	(21,390)	-	(21,390)
Inventories and supplies	45,029	-	45,029
Accounts payable	17,943	202,150	220,093
Accrued compensated absences	(4,504)	(569)	(5,073)
Net cash provided by (used in) operating activities	<u>\$ (20,098)</u>	<u>\$ 3,311,033</u>	<u>\$ 3,290,935</u>

CAPITAL ASSETS OF GOVERNMENTAL FUNDS



**CITY OF GRAND PRAIRIE, TEXAS
 CAPITAL ASSETS USED IN THE OPERATION OF GOVERNMENTAL FUNDS
 SCHEDULE BY SOURCE (SEE NOTE BELOW)
 AS OF SEPTEMBER 30, 2009**

Governmental funds capital assets:

Land	\$ 28,130,298
Buildings	81,488,088
Equipment	61,567,611
Infrastructure	377,034,599
Construction in progress	<u>203,657,688</u>
Total governmental funds capital assets	<u><u>\$ 751,878,284</u></u>

Investment in governmental funds capital assets by source:

Capital projects funds	\$ 204,391,036
General Fund	515,528,483
Special revenue funds	930,277
Private and other	<u>31,028,488</u>
Total investment	<u><u>\$ 751,878,284</u></u>

Note:

This schedule presents only the capital asset balances related to governmental funds and excludes internal service funds.

CITY OF GRAND PRAIRIE, TEXAS
CAPITAL ASSETS USED IN THE OPERATIONS OF GOVERNMENTAL FUNDS
SCHEDULE BY FUNCTION AND ACTIVITY (SEE NOTE BELOW)
AS OF SEPTEMBER 30, 2009

Function and Activity	Land	Building	Equipment	Infrastructure	Total
Support Services:					
City Council	\$ -	\$ 18,000	\$ -	\$ 21,151	\$ 39,151
City Manager	5,893,758	3,063,606	667,757	383,697	10,008,818
Budget	-	39,949	10,000	-	49,949
City Secretary	-	-	44,138	-	44,138
City Attorney	-	14,449	138,936	-	153,385
Human Resources	-	248,294	598,345	-	846,639
Information Systems	-	6,750	3,083,670	643,869	3,734,289
Finance	154,695	27,616,736	349,308	19,830,758	47,951,497
Total support services	<u>6,048,453</u>	<u>31,007,784</u>	<u>4,892,154</u>	<u>20,879,475</u>	<u>62,827,866</u>
Public Safety:					
Fire	883,320	5,509,576	13,569,043	1,255,558	21,217,497
Police	725,971	7,109,428	19,365,317	840,302	28,041,018
Environmental Health	132,862	527,346	394,254	185,310	1,239,772
Municipal Court	186,003	2,261,062	436,921	143,016	3,027,002
Total public safety	<u>1,928,156</u>	<u>15,407,412</u>	<u>33,765,535</u>	<u>2,424,186</u>	<u>53,525,289</u>
Recreation and Leisure:					
Parks and Recreation	10,200,041	28,046,829	6,115,108	17,771,711	62,133,689
Library	49,904	6,213,868	3,964,902	432,969	10,661,643
Total recreation and leisure	<u>10,249,945</u>	<u>34,260,697</u>	<u>10,080,010</u>	<u>18,204,680</u>	<u>72,795,332</u>
Development Services:					
Planning	-	143,332	52,500	67,940	263,772
Building inspections	-	-	102,600	-	102,600
Economic Development	-	20,000	-	461,589	481,589
Housing & Community Development	671,937	236,555	611,932	632,318	2,152,742
Public Works	7,128,543	355,996	763,588	169,083,987	177,332,114
Transportation	110,733	18,134	6,751,784	8,369,199	15,249,850
Streets	854,364	38,178	4,547,508	156,911,225	162,351,275
Contingency	1,138,167	-	-	-	1,138,167
Total development services	<u>9,903,744</u>	<u>812,195</u>	<u>12,829,912</u>	<u>335,526,258</u>	<u>359,072,109</u>
Total	<u>\$ 28,130,298</u>	<u>\$ 81,488,088</u>	<u>\$ 61,567,611</u>	<u>\$ 377,034,599</u>	<u>\$ 548,220,596</u>
Construction in Progress					<u>203,657,688</u>
Total governmental funds capital assets					<u>\$ 751,878,284</u>

Note:

This schedule presents only the capital asset balances related to governmental funds and excludes internal service funds.

CITY OF GRAND PRAIRIE, TEXAS
SCHEDULE OF CHANGES IN CAPITAL ASSETS USED IN THE OPERATION OF
GOVERNMENTAL FUNDS BY FUNCTION AND ACTIVITY (SEE NOTE BELOW)
FOR YEAR ENDED SEPTEMBER 30, 2009

Function and Activity	Balance October 1, 2008	Additions/ Completions	Disposals/ Reclassifications	Balance September 30, 2009
Support Services:				
City Council	\$ 29,151	\$ 10,000	\$ -	\$ 39,151
City Manager	9,973,648	35,170	-	10,008,818
Budget	49,949	-	-	49,949
City Secretary	-	44,138	-	44,138
City Attorney	145,481	7,904	-	153,385
Human Resources	823,949	22,690	-	846,639
Information Systems	3,733,591	698	-	3,734,289
Finance	46,190,601	2,997,123	(1,236,227)	47,951,497
Total support services	<u>60,946,370</u>	<u>3,117,723</u>	<u>(1,236,227)</u>	<u>62,827,866</u>
Public Safety:				
Fire	18,681,313	2,816,227	(280,043)	21,217,497
Police	27,615,613	594,142	(168,737)	28,041,018
Environmental Health	1,106,118	163,962	(30,308)	1,239,772
Municipal Court	2,960,546	66,456	-	3,027,002
Total public safety	<u>50,363,590</u>	<u>3,640,787</u>	<u>(479,088)</u>	<u>53,525,289</u>
Recreation and Leisure:				
Parks and Recreation	39,400,784	22,869,343	(136,438)	62,133,689
Library	10,200,282	461,361	-	10,661,643
Total recreation and leisure	<u>49,601,066</u>	<u>23,330,704</u>	<u>(136,438)</u>	<u>72,795,332</u>
Development Services:				
Planning	263,772	-	-	263,772
Building Inspection	102,600	-	-	102,600
Economic Development	481,589	-	-	481,589
Housing & Community Development	2,291,349	-	(138,607)	2,152,742
Public Works	167,425,759	9,940,527	(34,172)	177,332,114
Transportation	15,104,515	201,228	(55,893)	15,249,850
Streets	155,016,918	7,395,062	(60,705)	162,351,275
Contingency	1,138,167	-	-	1,138,167
Total development services	<u>341,824,669</u>	<u>17,536,817</u>	<u>(289,377)</u>	<u>359,072,109</u>
Construction in progress	<u>154,949,829</u>	<u>83,320,250</u>	<u>(34,612,391)</u>	<u>203,657,688</u>
Total governmental funds capital assets	<u>\$ 657,685,524</u>	<u>\$ 130,946,282</u>	<u>\$ (36,753,521)</u>	<u>\$ 751,878,284</u>

Note:

This schedule presents only the capital asset balances related to governmental funds and excludes internal service funds.



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SUPPLEMENTAL SCHEDULES



SUPPLEMENTAL SCHEDULES

The schedules in this section, although not required for fair presentation in conformity with Generally Accepted Accounting Principles, present other information deemed useful. The information consists of schedules which aggregate the several funds which exist internally in the City's accounting system into the the Park Venue Fund, Water and Wastewater Fund, the Municipal Airport Fund, the Municipal Golf Course Fund, the Solid Waste Fund, and the Risk Management Fund .

**CITY OF GRAND PRAIRIE, TEXAS
 AGGREGATING BALANCE SHEET
 PARK VENUE FUND
 SEPTEMBER 30, 2009**

	<u>Operating</u>	<u>Capital Projects</u>	<u>Rainy Day</u>	<u>Total Park Venue</u>
ASSETS				
Cash and cash equivalents	\$ 1,211,824	\$ 119,511	\$ 17,391	\$ 1,348,726
Investment	3,062,361	2,442,644	-	5,505,005
Other Receivables	74,075	-	-	74,075
Sales Tax Receivable	883,496	-	-	883,496
Prepaid expenditures	13,750	-	-	13,750
Total assets	<u>5,245,506</u>	<u>2,562,155</u>	<u>17,391</u>	<u>7,825,052</u>
LIABILITIES AND FUND BALANCE				
Liabilities :				
Accounts payable	284,186	57,044	-	341,230
Accrued liabilities	271,753	-	-	271,753
Customer deposits	20,400	-	-	20,400
Deferred revenue	129,619	40,000	-	169,619
Total liabilities	<u>705,958</u>	<u>97,044</u>	<u>-</u>	<u>803,002</u>
Fund Balance:				
Reserved for:				
Encumbrances	104,831	-	-	104,831
Unreserved, undesignated in:				
Special revenue fund	4,434,717	2,465,111	17,391	6,917,219
Total fund balance	<u>4,539,548</u>	<u>2,465,111</u>	<u>17,391</u>	<u>7,022,050</u>
Total liabilities and fund balance	<u>\$ 5,245,506</u>	<u>\$ 2,562,155</u>	<u>\$ 17,391</u>	<u>\$ 7,825,052</u>

**CITY OF GRAND PRAIRIE, TEXAS
 AGGREGATING SCHEDULE OF REVENUE, EXPENDITURES AND
 CHANGES IN FUND BALANCE
 PARK VENUE FUND
 FOR THE YEAR ENDED SEPTEMBER 30, 2009**

	<u>Operating</u>	<u>Capital Projects</u>	<u>Rainy Day</u>	<u>Total Park Venue</u>
REVENUE				
Sales tax	\$ 5,193,338	\$ -	\$ -	\$ 5,193,338
Charges for goods and services	1,855,508	-	-	1,855,508
Investment income	221,378	107,854	17,768	347,000
Contributions	78,464	-	-	78,464
Miscellaneous	527,066	28,000	-	555,066
Total revenue	<u>7,875,754</u>	<u>135,854</u>	<u>17,768</u>	<u>8,029,376</u>
EXPENDITURES				
Current operations:				
Recreation and leisure services	12,085,680	74,534	377	12,160,591
Capital outlay	130,279	2,087,293	-	2,217,572
Debt service:				
Principal retirement	985,000	-	-	985,000
Interest expense	1,325,471	-	-	1,325,471
Total expenditures	<u>14,526,430</u>	<u>2,161,827</u>	<u>377</u>	<u>16,688,634</u>
Excess (deficiency) of revenue over (under) expenditures	<u>(6,650,676)</u>	<u>(2,025,973)</u>	<u>17,391</u>	<u>(8,659,258)</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	7,589,613	1,755,233	-	9,344,846
Transfers out	(1,959,940)	(2,054,000)	-	(4,013,940)
Total other financing sources (uses)	<u>5,629,673</u>	<u>(298,767)</u>	<u>-</u>	<u>5,330,906</u>
Change in fund balance	(1,021,003)	(2,324,740)	17,391	(3,328,352)
Fund balance - beginning of year	<u>5,560,551</u>	<u>4,789,851</u>	<u>-</u>	<u>10,350,402</u>
Fund balance - end of year	<u>\$ 4,539,548</u>	<u>\$ 2,465,111</u>	<u>\$ 17,391</u>	<u>\$ 7,022,050</u>

Interfund transfers in/out between the Operating fund and Capital Projects fund are eliminated on the Statement of Revenue, Expenditures, and Change in Fund Balance.

CITY OF GRAND PRAIRIE, TEXAS
AGGREGATING SCHEDULE OF NET ASSETS
WATER AND WASTEWATER FUND
SEPTEMBER 30, 2009

	<u>Operating</u>	<u>Debt Service</u>	<u>Water Capital Projects</u>	<u>Rate Stabilization</u>
ASSETS				
Current assets:				
Cash and cash equivalents	\$ 3,209,308	\$ 595,469	\$ 189,327	\$ 75,119
Investments	9,720,196	892,787	17,045,700	2,387,294
Accounts receivable	3,994,241	-	514,223	-
Inventories and supplies	464,835	-	-	-
Deferred charges	879,660	-	-	-
Current restricted assets:				
Investments	3,016,969	3,673,504	-	-
Total current assets	<u>21,285,209</u>	<u>5,161,760</u>	<u>17,749,250</u>	<u>2,462,413</u>
Capital assets:				
Land	851,686	-	-	-
Buildings	2,361,045	-	-	-
Equipment	16,144,701	-	-	-
Improvements other than buildings	226,700,877	-	-	-
Construction in progress	39,328,522	-	-	-
Less: Accumulated depreciation	<u>(107,860,082)</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total capital assets	<u>177,526,749</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total assets	<u>198,811,958</u>	<u>5,161,760</u>	<u>17,749,250</u>	<u>2,462,413</u>
LIABILITIES				
Current liabilities:				
Accounts payable	2,228,885	-	675,393	-
Accrued liabilities	359,683	-	256,060	-
Accrued compensated absences	216,650	-	-	-
Current liabilities payable from restricted assets:				
Customer deposits	2,417,412	-	-	-
Accrued liabilities	-	599,557	-	-
Current portion of long term debt	<u>3,920,000</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total current liabilities	<u>9,142,630</u>	<u>599,557</u>	<u>931,453</u>	<u>-</u>
Noncurrent liabilities				
Long term debt	<u>61,878,205</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total noncurrent liabilities	<u>61,878,205</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total liabilities	<u>71,020,835</u>	<u>599,557</u>	<u>931,453</u>	<u>-</u>
NET ASSETS				
Invested in capital assets (net of related debt)	117,845,692	-	-	-
Restricted for debt service	-	3,673,504	-	-
Unrestricted	<u>9,945,431</u>	<u>888,699</u>	<u>16,817,797</u>	<u>2,462,413</u>
Total net assets	<u>\$ 127,791,123</u>	<u>\$ 4,562,203</u>	<u>\$ 16,817,797</u>	<u>\$ 2,462,413</u>

<u>Wastewater Capital Projects</u>	<u>Water/ Wastewater Projects</u>	<u>Water/ Wastewater Capital Reserve</u>	<u>Total Water Wastewater</u>
\$ 546,955	\$ 562,596	\$ 2,810	\$ 5,181,584
15,823,260	983,139	73,613	46,925,989
-	-	-	4,508,464
-	-	-	464,835
-	-	-	879,660
-	-	-	6,690,473
<u>16,370,215</u>	<u>1,545,735</u>	<u>76,423</u>	<u>64,651,005</u>
-	-	-	851,686
-	-	-	2,361,045
-	-	-	16,144,701
-	-	-	226,700,877
-	-	-	39,328,522
-	-	-	(107,860,082)
-	-	-	177,526,749
<u>16,370,215</u>	<u>1,545,735</u>	<u>76,423</u>	<u>242,177,754</u>
125,104	-	-	3,029,382
53,855	-	-	669,598
-	-	-	216,650
-	-	-	2,417,412
-	-	-	599,557
-	-	-	3,920,000
<u>178,959</u>	<u>-</u>	<u>-</u>	<u>10,852,599</u>
-	-	-	61,878,205
-	-	-	61,878,205
<u>178,959</u>	<u>-</u>	<u>-</u>	<u>72,730,804</u>
-	-	-	117,845,692
-	-	-	3,673,504
16,191,256	1,545,735	76,423	47,927,754
<u>\$ 16,191,256</u>	<u>\$ 1,545,735</u>	<u>\$ 76,423</u>	<u>\$ 169,446,950</u>

**CITY OF GRAND PRAIRIE, TEXAS
 AGGREGATING SCHEDULE OF REVENUE, EXPENSE AND
 CHANGES IN FUND NET ASSETS
 WATER AND WASTEWATER FUND
 FOR THE YEAR ENDED SEPTEMBER 30, 2009**

	Operating	Debt Service	Water Capital Projects	Rate Stabilization
OPERATING REVENUE				
Sales to customers	\$ 27,499,827	\$ -	\$ -	\$ -
Wastewater charges to customers	16,464,165	-	-	-
Water and wastewater fees	825,191	-	-	-
Wastewater surcharges	594,851	-	-	-
Miscellaneous	511,636	-	-	-
Total operating revenue	<u>45,895,670</u>	<u>-</u>	<u>-</u>	<u>-</u>
OPERATING EXPENSE				
Personal Services	5,810,814	-	-	-
Supplies	575,632	-	-	-
Purchased Services	3,701,137	-	30,256	-
Capital outlay	(10,719,205)	-	8,772,712	-
Water purchases	10,456,160	-	-	-
Wastewater treatment	8,260,418	-	-	-
Miscellaneous	526,733	-	-	-
Depreciation	9,663,973	-	-	-
Franchise fees	1,784,329	-	-	-
General and administrative costs	2,594,349	-	-	-
Principal payment on bonds	(3,630,000)	3,630,000	-	-
Total operating expense	<u>29,024,340</u>	<u>3,630,000</u>	<u>8,802,968</u>	<u>-</u>
Operating income (loss)	<u>16,871,330</u>	<u>(3,630,000)</u>	<u>(8,802,968)</u>	<u>-</u>
NONOPERATING REVENUE (EXPENSES)				
Impact fees	-	-	-	-
Investment income	452,001	236,589	590,965	12,904
Interest expense	(51,372)	(2,826,717)	6,858	-
Total nonoperating revenue (expenses)	<u>400,629</u>	<u>(2,590,128)</u>	<u>597,823</u>	<u>12,904</u>
Income (loss) before transfers and contributions	17,271,959	(6,220,128)	(8,205,145)	12,904
Transfers in	114,772	6,920,853	14,664,153	-
Transfers out	(15,666,908)	(9,896)	(2,513,997)	-
Capital contributions	2,669,186	-	1,002,676	-
Change in net assets	4,389,009	690,829	4,947,687	12,904
Net assets - beginning of the year	<u>123,402,114</u>	<u>3,871,374</u>	<u>11,870,110</u>	<u>2,449,509</u>
Net assets - end of the year	<u>\$ 127,791,123</u>	<u>\$ 4,562,203</u>	<u>\$ 16,817,797</u>	<u>\$ 2,462,413</u>

Interfund transfers in/out between the Operating fund, Debt Service fund, Water Capital Projects fund, Rate Stabilization fund Wastewater Capital Projects fund, Water/Wastewater Projects fund, and Water Wastewater Capital Reserve fund are eliminated on the Statement of Revenue, Expenses, and Change in Fund Net Assets, Proprietary Funds.

Wastewater Capital Projects	Water/ Wastewater Projects	Water Wastewater Capital Reserve	Total Water Wastewater
\$ -	\$ -	\$ -	\$ 27,499,827
-	-	-	16,464,165
-	-	-	825,191
-	-	-	594,851
-	-	-	511,636
-	-	-	45,895,670
-	-	-	5,810,814
-	-	-	575,632
16,980	-	-	3,748,373
1,946,493	-	-	-
-	-	-	10,456,160
-	-	-	8,260,418
-	-	-	526,733
-	-	-	9,663,973
-	-	-	1,784,329
-	-	-	2,594,349
-	-	-	-
1,963,473	-	-	43,420,781
(1,963,473)	-	-	2,474,889
-	1,073,689	-	1,073,689
278,879	(6,195)	398	1,565,541
-	-	-	(2,871,231)
278,879	1,067,494	398	(232,001)
(1,684,594)	1,067,494	398	2,242,888
3,177,939	-	-	24,877,717
-	(5,337,223)	-	(23,528,024)
-	-	-	3,671,862
1,493,345	(4,269,729)	398	7,264,443
14,697,911	5,815,464	76,025	162,182,507
\$ 16,191,256	\$ 1,545,735	\$ 76,423	\$ 169,446,950

CITY OF GRAND PRAIRIE, TEXAS
AGGREGATING SCHEDULE OF NET ASSETS
MUNICIPAL AIRPORT FUND
SEPTEMBER 30, 2009

ASSETS	Operating	Capital Projects	Grant	Total Municipal Airport
Current assets:				
Cash and cash equivalents	\$ 194,155	\$ 10,188	\$ 914,584	\$ 1,118,927
Investments	-	2,209,103	-	2,209,103
Accounts receivable	27,270	-	-	27,270
Inventory and supplies	49,284	-	-	49,284
Total current assets	<u>270,709</u>	<u>2,219,291</u>	<u>914,584</u>	<u>3,404,584</u>
Capital assets:				
Land	183,923	-	-	183,923
Buildings	4,207,995	-	-	4,207,995
Equipment	573,425	-	-	573,425
Infrastructure	4,275,949	-	1,196,568	5,472,517
Construction In Progress	2,191,844	-	-	2,191,844
Less: accumulated depreciation	(4,863,940)	-	-	(4,863,940)
Total capital assets	<u>6,569,196</u>	<u>-</u>	<u>1,196,568</u>	<u>7,765,764</u>
Total assets	<u>6,839,905</u>	<u>2,219,291</u>	<u>2,111,152</u>	<u>11,170,348</u>
LIABILITIES				
Current liabilities:				
Accounts payable	6,378	69,088	-	75,466
Accrued liabilities	28,239	3,454	-	31,693
Accrued compensated absences	16,429	-	-	16,429
Unearned revenue	91,280	-	38,181	129,461
Current liabilities payable from restricted assets:				
Customer deposits	54,755	-	-	54,755
Current portion of long-term debt	100,000	-	-	100,000
Total current liabilities	<u>297,081</u>	<u>72,542</u>	<u>38,181</u>	<u>407,804</u>
Noncurrent liabilities:				
Accrued compensated absences	14,620	-	-	14,620
Long-term debt less the current portion	2,025,000	-	-	2,025,000
Total noncurrent liabilities	<u>2,039,620</u>	<u>-</u>	<u>-</u>	<u>2,039,620</u>
Total liabilities	<u>2,336,701</u>	<u>72,542</u>	<u>38,181</u>	<u>2,447,424</u>
NET ASSETS				
Investment in capital assets, net of related debt	4,444,196	-	1,196,568	5,640,764
Unrestricted	59,008	2,146,749	876,403	3,082,160
Total net assets	<u>\$ 4,503,204</u>	<u>\$ 2,146,749</u>	<u>\$ 2,072,971</u>	<u>\$ 8,722,924</u>

**CITY OF GRAND PRAIRIE, TEXAS
AGGREGATING SCHEDULE OF REVENUE, EXPENSE AND
CHANGES IN FUND NET ASSETS
MUNICIPAL AIRPORT FUND
FOR THE YEAR ENDED SEPTEMBER 30, 2009**

	<u>Operating</u>	<u>Capital Projects</u>	<u>Grant</u>	<u>Total Municipal Airport</u>
OPERATING REVENUE				
Sales to customers	\$ 1,701,173	\$ -	\$ -	\$ 1,701,173
Intergovernmental revenue	-	-	414,519	414,519
Miscellaneous	2,225	-	-	2,225
Total operating revenue	<u>1,703,398</u>	<u>-</u>	<u>414,519</u>	<u>2,117,917</u>
OPERATING EXPENSE				
Personal services	290,099	-	-	290,099
Supplies	792,656	-	-	792,656
Purchased services	112,191	35,500	98,006	245,697
Miscellaneous	3,310	-	-	3,310
Capital outlay	(74,233)	74,233	-	-
Depreciation	330,639	-	-	330,639
General and administrative costs	4,939	-	-	4,939
Total operating expense	<u>1,459,601</u>	<u>109,733</u>	<u>98,006</u>	<u>1,667,340</u>
Operating income (loss)	<u>243,797</u>	<u>(109,733)</u>	<u>316,513</u>	<u>450,577</u>
NONOPERATING REVENUE (EXPENSE)				
Investment income	9,279	65,882	-	75,161
Interest expense	(102,824)	-	-	(102,824)
Total nonoperating revenue (expense)	<u>(93,545)</u>	<u>65,882</u>	<u>-</u>	<u>(27,663)</u>
Income (loss) before transfers	<u>150,252</u>	<u>(43,851)</u>	<u>316,513</u>	<u>422,914</u>
Transfers in	-	300,000	1,602,193	1,902,193
Transfers out	(300,000)	(220,719)	-	(520,719)
Change in net assets	<u>(149,748)</u>	<u>35,430</u>	<u>1,918,706</u>	<u>1,804,388</u>
Net assets - beginning of the year	<u>4,652,952</u>	<u>2,111,319</u>	<u>154,265</u>	<u>6,918,536</u>
Net assets - end of the year	<u>\$ 4,503,204</u>	<u>\$ 2,146,749</u>	<u>\$ 2,072,971</u>	<u>\$ 8,722,924</u>

Transfers in/out between the Airport's Operating fund, Capital Projects fund, and Grant fund are eliminated on the Statement of Revenue, Expenses, and Change in Fund Net Assets, Nonmajor Enterprise Funds.

**CITY OF GRAND PRAIRIE, TEXAS
AGGREGATING SCHEDULE OF NET ASSETS
MUNICIPAL GOLF COURSE FUND
SEPTEMBER 30, 2009**

	<u>Operating</u>	<u>Capital Projects</u>	<u>Total Municipal Golf</u>
ASSETS			
Current assets:			
Cash and cash equivalents	\$ 24,080	\$ 6,236	\$ 30,316
Investments	143,030	76,905	219,935
Accounts receivable	24,361	-	24,361
Current restricted assets:			
Deferred charges	18,523	-	18,523
Total current assets	<u>209,994</u>	<u>83,141</u>	<u>293,135</u>
Capital assets:			
Land	568,284	-	568,284
Buildings	1,854,835	-	1,854,835
Equipment	1,172,071	-	1,172,071
Improvements other than buildings	8,051,689	-	8,051,689
Construction in progress	2,120,495	-	2,120,495
Less: Accumulated depreciation	<u>(5,841,294)</u>	<u>-</u>	<u>(5,841,294)</u>
Total capital assets	<u>7,926,080</u>	<u>-</u>	<u>7,926,080</u>
Total assets	<u>8,136,074</u>	<u>83,141</u>	<u>8,219,215</u>
LIABILITIES			
Current liabilities:			
Accounts payable	47,141	-	47,141
Accrued liabilities	46,643	-	46,643
Accrued compensated absences	49,700	-	49,700
Current liabilities payable from restricted assets:			
Accrued liabilities	42,593	-	42,593
Current portion of long term debt	<u>338,919</u>	<u>-</u>	<u>338,919</u>
Total current liabilities	<u>524,996</u>	<u>-</u>	<u>524,996</u>
Noncurrent liabilities			
Accrued compensated absences	429	-	429
Long term debt	<u>6,745,832</u>	<u>-</u>	<u>6,745,832</u>
Total noncurrent liabilities	<u>6,746,261</u>	<u>-</u>	<u>6,746,261</u>
Total liabilities	<u>7,271,257</u>	<u>-</u>	<u>7,271,257</u>
NET ASSETS			
Invested in capital assets (net of related debt)	841,329	-	841,329
Unrestricted	<u>23,488</u>	<u>83,141</u>	<u>106,629</u>
Total net assets	<u>\$ 864,817</u>	<u>\$ 83,141</u>	<u>\$ 947,958</u>

**CITY OF GRAND PRAIRIE, TEXAS
AGGREGATING SCHEDULE OF REVENUE, EXPENSE, AND
CHANGES IN FUND NET ASSETS
MUNICIPAL GOLF COURSE FUND
FOR THE YEAR ENDED SEPTEMBER 30, 2009**

	<u>Operating</u>	<u>Capital Projects</u>	<u>Total Municipal Golf</u>
OPERATING REVENUE			
Sales to customers	\$ 2,396,146	\$ -	\$ 2,396,146
Miscellaneous	13,329	-	13,329
Total operating revenue	<u>2,409,475</u>	<u>-</u>	<u>2,409,475</u>
OPERATING EXPENSE			
Personal services	1,031,209	-	1,031,209
Supplies	261,150	-	261,150
Purchased services	1,256,731	35,458	1,292,189
Capital outlay	(25,981)	25,981	-
Miscellaneous	15	-	15
Depreciation	483,665	-	483,665
Total operating expense	<u>3,006,789</u>	<u>61,439</u>	<u>3,068,228</u>
Operating loss	<u>(597,314)</u>	<u>(61,439)</u>	<u>(658,753)</u>
NONOPERATING REVENUE (EXPENSE)			
Investment income	23,742	11,220	34,962
Interest expense	(309,689)	-	(309,689)
Total nonoperating revenue (expense)	<u>(285,947)</u>	<u>11,220</u>	<u>(274,727)</u>
Loss before transfers	(883,261)	(50,219)	(933,480)
Transfers in	634,503	20,683	655,186
Change in net assets	(248,758)	(29,536)	(278,294)
Net assets - beginning of year	<u>1,113,575</u>	<u>112,677</u>	<u>1,226,252</u>
Net assets - end of year	<u>\$ 864,817</u>	<u>\$ 83,141</u>	<u>\$ 947,958</u>

Interfund transfers in between the Operating fund, and Debt Service fund, are eliminated on the Statement of Revenue, Expenses, and Change in Fund Net Assets, Proprietary Funds.

CITY OF GRAND PRAIRIE, TEXAS
AGGREGATING SCHEDULE OF NET ASSETS
SOLID WASTE FUND
SEPTEMBER 30, 2009

	<u>Operating</u>	<u>Capital Projects</u>	<u>Closure Liability</u>	<u>Equipment Acquisition</u>
ASSETS				
Current assets:				
Cash and cash equivalents	\$ 1,428,736	\$ 510,784	\$ 265,821	\$ 152,502
Investment	870,373	2,594,478	2,002,498	-
Accounts receivable	488,803	-	-	-
Due from other governments	-	-	-	51,440
Total current assets	<u>2,787,912</u>	<u>3,105,262</u>	<u>2,268,319</u>	<u>203,942</u>
Capital assets:				
Land	1,748,378	-	-	-
Buildings	1,211,963	-	-	-
Equipment	6,538,162	-	-	-
Improvements other than buildings	8,079,704	-	-	-
Construction in progress	901,910	-	-	-
Less accumulated depreciation	(5,964,582)	-	-	-
Total capital assets	<u>12,515,535</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total assets	<u>15,303,447</u>	<u>3,105,262</u>	<u>2,268,319</u>	<u>203,942</u>
LIABILITIES				
Current liabilities:				
Accounts payable	491,925	46,278	-	-
Accrued liabilities	85,987	8,144	-	-
Accrued compensated absences	65,649	-	-	-
Current liabilities payable from restricted assets:				
Customer deposits	806	-	-	-
Accrued liabilities	257,930	-	-	-
Total current liabilities	<u>902,297</u>	<u>54,422</u>	<u>-</u>	<u>-</u>
Noncurrent liabilities:				
Closure and post closure liability	4,798,404	-	-	-
Total noncurrent liabilities	<u>4,798,404</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total liabilities	<u>5,700,701</u>	<u>54,422</u>	<u>-</u>	<u>-</u>
NET ASSETS				
Invested in capital assets (net of related debt)	12,515,535	-	-	-
Unrestricted	<u>(2,912,789)</u>	<u>3,050,840</u>	<u>2,268,319</u>	<u>203,942</u>
Total net assets	<u>\$ 9,602,746</u>	<u>\$ 3,050,840</u>	<u>\$ 2,268,319</u>	<u>\$ 203,942</u>

Landfill Replacement	Liner Reserve	Total Solid Waste
\$ 300,798	\$ 325,192	\$ 2,983,833
2,191,854	595,633	8,254,836
-	-	488,803
-	-	51,440
<u>2,492,652</u>	<u>920,825</u>	<u>11,778,912</u>
-	-	1,748,378
-	-	1,211,963
-	-	6,538,162
-	-	8,079,704
-	-	901,910
-	-	(5,964,582)
<u>-</u>	<u>-</u>	<u>12,515,535</u>
<u>2,492,652</u>	<u>920,825</u>	<u>24,294,447</u>
-	-	538,203
-	-	94,131
-	-	65,649
-	-	806
-	-	257,930
<u>-</u>	<u>-</u>	<u>956,719</u>
<u>-</u>	<u>-</u>	<u>4,798,404</u>
<u>-</u>	<u>-</u>	<u>4,798,404</u>
<u>-</u>	<u>-</u>	<u>5,755,123</u>
-	-	12,515,535
<u>2,492,652</u>	<u>920,825</u>	<u>6,023,789</u>
<u>\$ 2,492,652</u>	<u>\$ 920,825</u>	<u>\$ 18,539,324</u>

**CITY OF GRAND PRAIRIE, TEXAS
AGGREGATING SCHEDULE OF REVENUE, EXPENSE, AND
CHANGES IN FUND NET ASSETS
SOLID WASTE FUND
FOR THE YEAR ENDED SEPTEMBER 30, 2009**

	Operating	Capital Projects	Closure Liability	Equipment Acquisition
OPERATING REVENUE				
Sales to customers	\$ 10,217,003	\$ -	\$ -	\$ -
Intergovernmental revenue	-	-	-	51,440
Miscellaneous	22,116	-	-	-
Total operating revenue	<u>10,239,119</u>	<u>-</u>	<u>-</u>	<u>51,440</u>
OPERATING EXPENSE				
Personal Services	1,986,495	-	-	-
Supplies	414,672	1,250	-	-
Purchased Services	4,013,739	160,877	-	-
Miscellaneous	543,649	4,740	-	-
Capital outlay	(1,761,273)	874,893	-	886,380
Depreciation	773,371	-	-	-
Franchise fee	253,701	-	-	-
General and administrative costs	318,655	-	-	-
Total operating expense	<u>6,543,009</u>	<u>1,041,760</u>	<u>-</u>	<u>886,380</u>
Operating income	<u>3,696,110</u>	<u>(1,041,760)</u>	<u>-</u>	<u>(834,940)</u>
NONOPERATING REVENUE (EXPENSE)				
Investment income	73,931	247,988	10,824	(1,451)
Income (loss) before contributions and transfers	<u>3,770,041</u>	<u>(793,772)</u>	<u>10,824</u>	<u>(836,391)</u>
Transfers in	-	865,000	175,000	526,624
Transfers out	(2,190,140)	-	-	-
Change in net assets	<u>1,579,901</u>	<u>71,228</u>	<u>185,824</u>	<u>(309,767)</u>
Net assets - beginning of the year	<u>8,022,845</u>	<u>2,979,612</u>	<u>2,082,495</u>	<u>513,709</u>
Net assets - end of the year	<u>\$ 9,602,746</u>	<u>\$ 3,050,840</u>	<u>\$ 2,268,319</u>	<u>\$ 203,942</u>

Interfund transfers in/out between the Operating fund, Debt Service fund, Capital Projects fund, Closure Liability fund, Equipment Acquisition fund, Landfill Replacement fund, and Liner Reserve fund are eliminated on the Statement of Revenue, Expenses, and Change in Fund Net Assets, Nonmajor Enterprise Funds.

Landfill Replacement	Liner Reserve	Total Solid Waste
\$ -	\$ -	\$ 10,217,003
-	-	51,440
-	-	22,116
-	-	10,290,559
-	-	1,986,495
-	-	415,922
-	-	4,174,616
-	-	548,389
-	-	-
-	-	773,371
-	-	253,701
-	-	318,655
-	-	8,471,149
-	-	1,819,410
11,469	3,220	345,981
11,469	3,220	2,165,391
100,000	150,000	1,816,624
-	-	(2,190,140)
111,469	153,220	1,791,875
2,381,183	767,605	16,747,449
<u>\$ 2,492,652</u>	<u>\$ 920,825</u>	<u>\$ 18,539,324</u>

**CITY OF GRAND PRAIRIE, TEXAS
 AGGREGATING SCHEDULE OF NET ASSETS
 RISK MANAGEMENT FUND
 SEPTEMBER 30, 2009**

	<u>Risk Management</u>	<u>Employee Insurance</u>	<u>Total Risk Management</u>
ASSETS			
Current assets:			
Cash and cash equivalents	\$ 278,511	\$ 5,084,401	\$ 5,362,912
Investments	2,819,829	4,134,397	6,954,226
Current restricted assets:			
Cash and cash equivalents	-	185,029	185,029
Total current assets	<u>3,098,340</u>	<u>9,403,827</u>	<u>12,502,167</u>
LIABILITIES			
Current liabilities:			
Accounts payable	35,566	14,100	49,666
Accrued liabilities	2,852,056	1,008,438	3,860,494
Accrued compensated absences	<u>2,668</u>	<u>5,650</u>	<u>8,318</u>
Total current liabilities	<u>2,890,290</u>	<u>1,028,188</u>	<u>3,918,478</u>
Noncurrent liabilities:			
Accrued compensated absences	<u>1,341</u>	<u>-</u>	<u>1,341</u>
Total liabilities	<u>2,891,631</u>	<u>1,028,188</u>	<u>3,919,819</u>
NET ASSETS			
Unrestricted	<u>206,709</u>	<u>8,375,639</u>	<u>8,582,348</u>
Total net assets	<u>\$ 206,709</u>	<u>\$ 8,375,639</u>	<u>\$ 8,582,348</u>

**CITY OF GRAND PRAIRIE, TEXAS
 AGGREGATING SCHEDULE OF REVENUE, EXPENSE, AND
 CHANGES IN FUND NET ASSETS
 RISK MANAGEMENT FUND
 FOR THE YEAR ENDED SEPTEMBER 30, 2009**

	Risk Management	Employee Insurance	Total Risk Management
OPERATING REVENUE			
Insurance premiums	\$ 3,272,986	\$ 13,190,168	\$ 16,463,154
Miscellaneous	158,362	-	158,362
Total operating revenue	<u>3,431,348</u>	<u>13,190,168</u>	<u>16,621,516</u>
OPERATING EXPENSE			
Personal services	78,389	147,518	225,907
Supplies	13,102	2,238	15,340
Purchased services	142,916	103,403	246,319
Insurance claims	2,664,904	10,238,924	12,903,828
Miscellaneous	68,030	52,640	120,670
Total operating expense	<u>2,967,341</u>	<u>10,544,723</u>	<u>13,512,064</u>
Operating income	<u>464,007</u>	<u>2,645,445</u>	<u>3,109,452</u>
NONOPERATING REVENUE			
Investment income	<u>61,670</u>	<u>118,785</u>	<u>180,455</u>
Income before transfers	<u>525,677</u>	<u>2,764,230</u>	<u>3,289,907</u>
Transfers out	(13,848)	-	(13,848)
Change in net assets	<u>511,829</u>	<u>2,764,230</u>	<u>3,276,059</u>
Net assets - beginning of the year	<u>(305,120)</u>	<u>5,611,409</u>	<u>5,306,289</u>
Net assets - end of the year	<u>\$ 206,709</u>	<u>\$ 8,375,639</u>	<u>\$ 8,582,348</u>



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STATISTICAL SECTION



CITY OF GRAND PRAIRIE, TEXAS
COMPREHENSIVE ANNUAL FINANCIAL REPORT
FOR THE YEAR ENDED SEPTEMBER 30, 2009
STATISTICAL SECTION INDEX

(Unaudited)

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CITY OF GRAND PRAIRIE
NET ASSETS BY COMPONENT (Unaudited)
LAST EIGHT FISCAL YEARS

	Fiscal Year							
	<u>2002</u>	<u>2003</u>	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>
GOVERNMENTAL ACTIVITIES								
Invested in capital assets								
net of related debt	\$ 121,332,136	\$ 148,513,124	\$ 174,584,254	\$ 237,535,813	\$ 255,230,188	\$ 250,427,112	\$ 265,961,757	\$ 271,217,903
Restricted	5,042,851	5,475,006	3,167,064	1,768,257	3,034,411	5,260,954	5,491,185	9,302,232
Unrestricted	45,841,403	51,355,387	65,238,004	41,171,528	52,044,716	99,358,971	114,556,201	129,915,331
Total governmental activities net assets	<u>\$ 172,216,390</u>	<u>\$ 205,343,517</u>	<u>\$ 242,989,322</u>	<u>\$ 280,475,598</u>	<u>\$ 310,309,315</u>	<u>\$ 355,047,037</u>	<u>\$ 386,009,143</u>	<u>\$ 410,435,466</u>
BUSINESS-TYPE ACTIVITIES								
Invested in capital assets								
net of related debt	\$ 119,326,515	\$ 112,136,902	\$ 110,683,391	\$ 130,998,728	\$ 133,275,493	\$ 134,270,404	\$ 129,219,761	\$ 139,067,912
Restricted	3,953,911	3,953,911	3,548,426	3,699,150	3,671,913	3,748,093	6,089,188	3,673,504
Unrestricted	10,834,075	27,853,395	40,273,290	30,147,871	37,114,582	46,861,049	56,978,613	60,527,614
Total business-type activities net assets	<u>\$ 134,114,501</u>	<u>\$ 143,944,208</u>	<u>\$ 154,505,107</u>	<u>\$ 164,845,749</u>	<u>\$ 174,061,988</u>	<u>\$ 184,879,546</u>	<u>\$ 192,287,562</u>	<u>\$ 203,269,030</u>
PRIMARY GOVERNMENT								
Invested in capital assets								
net of related debt	\$ 240,658,651	\$ 260,650,026	\$ 285,267,645	\$ 368,534,541	\$ 388,505,681	\$ 384,697,516	\$ 395,181,518	\$ 410,285,815
Restricted	8,996,762	9,428,917	6,715,490	5,467,407	6,706,324	9,009,047	11,580,373	12,975,736
Unrestricted	56,675,478	79,208,782	105,511,294	71,319,399	89,159,298	146,220,020	171,534,814	190,442,945
Total primary government net assets	<u>\$ 306,330,891</u>	<u>\$ 349,287,725</u>	<u>\$ 397,494,429</u>	<u>\$ 445,321,347</u>	<u>\$ 484,371,303</u>	<u>\$ 539,926,583</u>	<u>\$ 578,296,705</u>	<u>\$ 613,704,496</u>

The city began to report accrual information when it implemented GASB Statement 34 in fiscal year 2002.

**CITY OF GRAND PRAIRIE
CHANGES IN NET ASSETS (Unaudited)
LAST EIGHT FISCAL YEARS**

	Fiscal Year							
	2002	2003	2004	2005	2006	2007	2008	2009
EXPENSES								
Governmental activities:								
Support services	\$ 20,991,474	\$ 12,898,644	\$ 13,014,368	\$ 13,933,988	\$ 16,076,516	\$ 22,481,067	\$ 19,829,891	\$ 17,647,031
Public safety services	37,944,230	50,916,655	49,831,335	53,811,047	57,826,788	70,124,744	76,192,160	70,728,042
Recreation and leisure services	9,303,477	10,741,472	13,276,399	14,491,018	15,606,279	19,168,072	20,548,092	24,302,491
Development services and other	34,779,148	37,605,023	39,071,130	40,009,351	50,642,965	38,630,596	51,061,087	56,491,002
Interest on long-term debt	5,387,551	5,754,130	6,305,446	7,482,003	7,659,557	8,421,424	10,329,775	12,141,929
Total governmental activities expenses	<u>\$ 108,405,880</u>	<u>\$ 117,915,924</u>	<u>\$ 121,498,678</u>	<u>\$ 129,727,407</u>	<u>\$ 147,812,105</u>	<u>\$ 158,825,903</u>	<u>\$ 177,961,005</u>	<u>\$ 181,310,495</u>
Business-type activities:								
Water and wastewater	\$ 26,245,172	\$ 30,016,378	\$ 31,405,404	\$ 36,537,343	\$ 39,746,718	\$ 40,211,646	\$ 43,521,711	\$ 46,025,037
Municipal golf course	3,178,483	3,197,612	3,234,336	3,451,846	3,390,562	3,295,065	3,388,253	1,758,664
Solid waste	6,813,103	5,499,602	7,326,711	6,422,295	7,320,755	9,599,260	8,147,843	3,336,554
Municipal airport	1,610,437	1,621,636	1,739,208	6,422,295	2,156,251	2,010,376	2,274,829	1,344,716
Storm water	395,860	801,473	673,302	1,833,787	829,867	1,034,458	1,076,876	8,316,221
Total business-type activities expenses	<u>38,243,055</u>	<u>41,136,701</u>	<u>44,378,961</u>	<u>54,667,566</u>	<u>53,444,153</u>	<u>56,150,805</u>	<u>58,409,512</u>	<u>60,781,192</u>
Total primary government expenses	<u>\$ 146,648,935</u>	<u>\$ 159,052,625</u>	<u>\$ 165,877,639</u>	<u>\$ 184,394,973</u>	<u>\$ 201,256,258</u>	<u>\$ 214,976,708</u>	<u>\$ 236,370,517</u>	<u>\$ 242,091,687</u>
PROGRAM REVENUES								
Governmental activities:								
Charges for services:								
Support services	\$ 4,340,965	\$ 3,413,628	\$ 5,365,705	\$ 6,462,531	\$ 9,856,362	\$ 11,369,944	\$ 12,976,068	\$ 13,272,240
Public safety services	7,563,754	7,331,038	8,040,487	8,567,505	8,982,681	5,453,931	5,827,320	11,030,095
Recreation and leisure services	3,155,122	2,775,590	2,505,920	2,947,751	3,502,325	4,843,898	6,894,465	5,815,486
Development services and other	1,976,957	2,426,826	4,091,489	3,826,062	6,108,583	3,731,729	2,947,454	5,087,515
Operating grants and contributions	19,437,597	25,635,211	27,628,031	28,456,869	33,141,279	48,052,791	36,873,575	28,333,421
Capital grants and contributions	2,528,385	3,140,512	26,900,978	25,867,397	8,409,834	14,027,960	11,432,768	5,795,714
Total governmental activities program revenues	<u>\$ 39,002,780</u>	<u>\$ 44,722,805</u>	<u>\$ 74,532,610</u>	<u>\$ 76,128,115</u>	<u>\$ 70,001,064</u>	<u>\$ 87,480,253</u>	<u>\$ 76,951,650</u>	<u>\$ 69,334,471</u>
Business-type activities:								
Charges for services:								
Water and wastewater	\$ 30,761,023	\$ 32,970,209	\$ 31,377,178	\$ 34,084,321	\$ 42,564,693	\$ 41,221,192	\$ 43,493,084	\$ 45,895,670
Municipal golf course	2,689,782	2,406,774	2,053,784	2,397,915	2,587,757	2,637,807	2,232,189	1,703,398
Solid waste	8,040,556	6,934,548	7,544,969	8,061,725	8,767,399	9,023,648	9,103,212	2,409,475
Municipal airport	1,079,182	1,219,517	1,314,710	1,654,152	1,496,579	1,492,202	2,330,000	3,073,155
Storm water	1,447,147	1,786,048	1,870,778	1,917,720	2,470,183	2,691,742	2,974,336	10,290,559
Operating grants and contributions	301,378	335,737	2,140,958	386,900	737,536	1,668,944	270,729	468,397
Capital grants and contributions	386,078	2,287,819	10,169,562	10,979,777	4,172,710	8,109,411	5,519,297	4,745,551
Total business-type activities	<u>44,705,146</u>	<u>47,940,652</u>	<u>56,471,939</u>	<u>59,482,510</u>	<u>62,796,857</u>	<u>66,844,946</u>	<u>65,922,847</u>	<u>68,586,205</u>
Total primary government	<u>\$ 83,707,926</u>	<u>\$ 92,663,457</u>	<u>\$ 131,004,549</u>	<u>\$ 135,610,625</u>	<u>\$ 132,797,921</u>	<u>\$ 154,325,199</u>	<u>\$ 142,874,497</u>	<u>\$ 137,920,676</u>

(continued)

The City began to report accrual information when it implemented GASB Statement 34 in fiscal year 2002.

**CITY OF GRAND PRAIRIE
CHANGES IN NET ASSETS (Unaudited)
LAST EIGHT FISCAL YEARS**

	Fiscal Year							
	2002	2003	2004	2005	2006	2007	2008	2009
NET (EXPENSES)/REVENUE								
Governmental activities	\$ (69,403,100)	\$ (73,193,119)	\$ (46,966,068)	\$ (53,599,292)	\$ (77,811,041)	\$ (71,345,650)	\$ (101,009,355)	\$ (111,976,024)
Business-type activities	6,462,091	6,803,951	12,092,978	10,402,908	9,352,704	10,694,141	7,513,335	7,805,013
Total primary government net expense	<u>\$ (62,941,009)</u>	<u>\$ (66,389,168)</u>	<u>\$ (34,873,090)</u>	<u>\$ (43,196,384)</u>	<u>\$ (68,458,337)</u>	<u>\$ (60,651,509)</u>	<u>\$ (93,496,020)</u>	<u>\$ (104,171,011)</u>
GENERAL REVENUES AND OTHER CHANGES IN NET ASSETS								
Governmental activities:								
Taxes								
Property taxes	\$ 41,553,955	\$ 43,194,279	\$ 46,952,102	\$ 50,217,892	\$ 54,462,317	\$ 61,443,459	\$ 69,813,294	\$ 76,687,029
Sales taxes	21,203,525	22,560,923	23,970,012	24,833,472	29,289,416	31,919,487	39,665,104	40,376,226
Hotel/motel tax and other taxes	1,596,337	1,316,910	1,054,409	1,803,169	1,299,365	1,344,762	1,414,822	1,231,899
Franchise fees	7,972,998	9,400,450	6,294,469	9,870,488	15,658,628	11,375,535	11,847,401	12,531,556
Investment income	3,666,447	1,328,820	1,804,705	2,820,035	4,735,009	7,573,850	7,444,199	6,688,474
Miscellaneous	3,707,524	1,605,576	2,811,908	3,014,011	71,784	-	-	-
Contributions	24,477,021	23,973,681	-	-	-	-	2,553,427	-
Transfers	8,317,016	2,962,060	1,724,267	350,310	2,128,239	2,426,279	-	(1,112,837)
Total government activities	<u>\$ 112,494,823</u>	<u>\$ 106,342,699</u>	<u>\$ 84,611,872</u>	<u>\$ 92,909,377</u>	<u>\$ 107,644,758</u>	<u>\$ 116,083,372</u>	<u>\$ 132,738,247</u>	<u>\$ 136,402,347</u>
Business-type activities:								
Franchise fees	\$ -	\$ -	\$ -	\$ -	\$ 305,907	\$ -	\$ -	\$ -
Investment income	1,331,174	1,231,038	192,188	288,044	1,685,867	2,549,696	2,448,108	2,063,618
Miscellaneous	79,018	-	-	-	-	-	-	-
Contributions	6,485,360	4,756,779	-	-	-	-	-	-
Transfers	(6,817,016)	(2,962,060)	(1,724,267)	(350,310)	(2,128,239)	(2,426,279)	(2,553,427)	1,112,837
Total business-type activities	<u>1,078,536</u>	<u>3,025,757</u>	<u>(1,532,079)</u>	<u>(62,266)</u>	<u>(136,465)</u>	<u>123,417</u>	<u>(105,319)</u>	<u>3,176,455</u>
Total primary government	<u>\$ 113,573,359</u>	<u>\$ 109,368,456</u>	<u>\$ 83,079,793</u>	<u>\$ 92,847,111</u>	<u>\$ 107,508,293</u>	<u>\$ 116,206,789</u>	<u>\$ 132,632,928</u>	<u>\$ 139,578,802</u>
CHANGE IN NET ASSETS								
Governmental activities	\$ 43,091,723	\$ 33,149,580	\$ 37,645,805	\$ 39,310,085	\$ 29,833,717	\$ 44,737,722	\$ 31,728,892	\$ 24,426,323
Business-type activities	7,540,627	9,829,708	10,560,899	10,340,642	9,216,239	10,817,558	7,408,016	10,981,468
Total primary government	<u>\$ 50,632,350</u>	<u>\$ 42,979,288</u>	<u>\$ 48,206,704</u>	<u>\$ 49,650,727</u>	<u>\$ 39,049,956</u>	<u>\$ 55,555,280</u>	<u>\$ 39,136,908</u>	<u>\$ 35,407,791</u>

(concluded)

CITY OF GRAND PRAIRIE
FUND BALANCES
GOVERNMENTAL FUNDS (Unaudited)
LAST TEN FISCAL YEARS
(modified accrual basis of accounting)

	Fiscal Year				
	<u>2000</u>	<u>2001</u>	<u>2002</u>	<u>2003</u>	<u>2004</u>
GENERAL FUND					
Reserved	\$ 579,831	\$ 302,996	\$ 436,845	\$ 360,916	\$ 836,805
Unreserved	<u>14,584,676</u>	<u>15,278,877</u>	<u>15,463,442</u>	<u>15,667,085</u>	<u>18,301,467</u>
Total general fund	<u><u>\$ 15,164,507</u></u>	<u><u>\$ 15,581,873</u></u>	<u><u>\$ 15,900,287</u></u>	<u><u>\$ 16,028,001</u></u>	<u><u>\$ 19,138,272</u></u>
ALL OTHER GOVERNMENTAL FUNDS					
Reserved	\$ 9,110,022	\$ 27,746,778	\$ 25,660,997	\$ 30,102,504	\$ 11,156,665
Unreserved, reported in:					
Special revenue funds	7,680,800	14,388,561	13,084,153	16,588,446	32,888,043
Capital projects funds	<u>21,620,470</u>	<u>17,812,263</u>	<u>37,584,468</u>	<u>24,209,669</u>	<u>30,843,788</u>
Total all other governmental funds	<u><u>\$ 38,411,292</u></u>	<u><u>\$ 59,947,602</u></u>	<u><u>\$ 76,329,618</u></u>	<u><u>\$ 70,900,619</u></u>	<u><u>\$ 74,888,496</u></u>

Fiscal Year				
<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>
\$ 1,245,756	\$ 1,202,824	\$ 978,032	\$ 769,535	\$ 576,286
16,467,282	23,797,074	24,474,441	23,517,200	29,769,771
<u>\$ 17,713,038</u>	<u>\$ 24,999,898</u>	<u>\$ 25,452,473</u>	<u>\$ 24,286,735</u>	<u>\$ 30,346,057</u>
\$ 21,832,554	\$ 20,495,695	\$ 9,009,855	\$ 9,713,094	\$ 13,783,052
29,473,920	23,834,504	51,481,507	152,319,219	69,553,793
14,339,856	17,522,013	36,334,868	36,672,982	75,403,545
<u>\$ 65,646,330</u>	<u>\$ 61,852,212</u>	<u>\$ 96,826,230</u>	<u>\$ 198,705,295</u>	<u>\$ 158,740,390</u>

**CITY OF GRAND PRAIRIE
CHANGE IN FUND BALANCES
GOVERNMENTAL FUNDS (Unaudited)
LAST TEN FISCAL YEARS**

	Fiscal Year				
	<u>2000</u>	<u>2001</u>	<u>2002</u>	<u>2003</u>	<u>2004</u>
REVENUE					
Taxes	\$ 53,342,991	\$ 58,647,973	\$ 63,671,664	\$ 68,044,675	\$ 72,588,819
Licenses, fees, and permits	9,888,653	10,251,428	10,088,745	10,903,573	12,396,830
Fines and penalties	3,223,742	3,741,634	4,443,912	4,469,958	5,059,013
Charges for services	2,611,006	3,591,063	5,894,731	6,370,072	6,739,443
Special assessments	-	-	-	-	642,734
Intergovernmental	11,947,950	14,689,886	19,530,698	27,139,404	27,302,184
Investment income	2,951,193	4,288,072	3,413,448	1,357,707	1,766,526
Other revenues	3,385,903	3,416,977	9,068,303	5,332,343	6,884,470
Total revenues	87,351,438	98,627,033	116,111,501	123,617,732	133,380,019
EXPENDITURES					
Current Operations:					
Support services	8,568,829	8,835,077	10,366,935	10,659,348	10,780,154
Public safety services	34,833,262	37,745,355	40,249,161	43,792,760	43,621,824
Recreation and leisure services	5,656,485	6,549,849	9,063,565	9,439,447	11,617,974
Development services and other	19,589,061	22,573,437	29,138,777	32,024,258	33,628,488
Capital Outlay	24,119,457	23,946,525	55,333,121	38,664,168	40,099,574
Debt service:					
Principal retirement	7,291,072	8,138,784	8,565,663	8,756,308	10,403,516
Interest	3,306,518	4,226,636	5,271,595	5,728,431	6,215,621
Total expenditures	103,364,684	112,015,663	157,988,817	149,064,720	156,367,151
Excess of revenues over (under) expenditures	(16,013,246)	(13,388,630)	(41,877,316)	(25,446,988)	(22,987,132)
OTHER FINANCING SOURCES (USES)					
Transfers in	13,700,793	17,002,611	44,935,245	29,491,511	22,343,056
Transfers out	(8,653,776)	(12,081,428)	(34,971,010)	(26,972,478)	(20,434,112)
Sale of capital assets	-	-	357,569	9,011,672	361,067
Premium (discount) on debt issued	-	-	-	-	-
Bonds issued	4,435,000	5,000,000	-	18,260,000	27,812,500
Refunding bonds issued	-	-	-	-	1,955,000
Payment for refunded debt	-	-	-	(9,645,000)	(1,952,232)
Other sources (uses)	16,535,303	25,421,123	45,300,000	-	-
Total other financing sources (uses)	26,017,320	35,342,306	55,621,804	20,145,705	30,085,279
Net change in fund balance	\$ 10,004,074	\$ 21,953,676	\$ 13,744,488	\$ (5,301,283)	\$ 7,098,147
Debt service as a percentage of noncapital expenditures	13.4%	14.0%	13.5%	13.1%	14.3%

See accompanying notes to basic financial statements.

Fiscal Year

	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>
\$	76,112,349	\$ 85,051,098	\$ 94,529,349	\$ 109,658,169	\$ 116,142,863
	12,650,409	18,962,716	14,221,385	14,300,656	14,767,427
	5,462,053	5,537,867	5,807,484	5,615,462	6,342,727
	7,209,753	7,537,479	8,466,964	11,648,865	11,488,375
	742,184	980,999	1,379,597	-	-
	25,146,652	31,315,423	26,598,586	30,132,609	26,343,441
	2,805,479	4,620,911	7,391,922	7,239,258	6,472,181
	14,506,025	9,195,418	25,059,295	15,655,620	10,735,637
	<u>144,634,904</u>	<u>163,201,911</u>	<u>183,454,582</u>	<u>194,250,639</u>	<u>192,292,651</u>
	11,346,466	12,875,349	17,431,881	14,740,779	14,778,861
	46,304,166	49,046,924	54,033,347	59,110,908	59,391,711
	12,457,293	13,194,080	14,769,610	17,039,606	20,392,873
	33,607,969	40,658,989	37,067,631	48,283,183	47,383,981
	41,489,772	43,035,692	29,577,246	62,450,315	92,227,467
	10,998,736	9,079,928	9,632,819	13,268,068	15,331,241
	8,123,692	7,333,210	8,350,646	10,693,686	12,635,091
	<u>164,328,094</u>	<u>175,224,172</u>	<u>170,863,180</u>	<u>225,586,545</u>	<u>262,141,225</u>
	<u>(19,693,190)</u>	<u>(12,022,261)</u>	<u>12,591,402</u>	<u>(31,335,906)</u>	<u>(69,848,574)</u>
	21,490,429	21,651,931	29,302,328	51,850,485	63,865,188
	(21,037,549)	(19,402,662)	(28,036,960)	(49,205,367)	(64,214,176)
	47,967	71,784	12,410	-	500,660
	(96,248)	27,700	97,413	61,992	146,319
	9,285,000	13,166,250	21,460,000	129,440,000	35,645,000
	17,540,000	-	-	17,278,000	-
	(16,380,000)	-	-	(17,161,031)	-
	-	-	-	-	-
	<u>10,849,599</u>	<u>15,515,003</u>	<u>22,835,191</u>	<u>132,264,079</u>	<u>35,942,991</u>
\$	<u>(8,843,591)</u>	<u>\$ 3,492,742</u>	<u>\$ 35,426,593</u>	<u>\$ 100,928,173</u>	<u>\$ (33,905,583)</u>

15.6%

12.4%

12.7%

14.7%

16.5%

**CITY OF GRAND PRAIRIE
 ASSESSED AND ESTIMATED ACTUAL
 VALUES OF TAXABLE PROPERTY (Unaudited)
 LAST TEN FISCAL YEARS**

Fiscal Year	Residential Property	Commercial Property	Less: Tax-Exempt Property	Total Taxable Assessed Value	Total Direct Tax Rate	Estimated Actual Taxable Value	Taxable Assessed Value as a Percentage of Actual Taxable Value
2000	\$2,203,704,922	\$3,643,452,792	\$ 695,812,138	\$5,151,345,576	0.674998	\$5,151,345,576	100.0%
2001	2,488,966,095	3,845,366,055	709,946,637	5,624,385,513	0.669998	5,624,385,513	100.0%
2002	3,042,298,390	3,807,725,309	709,946,637	6,140,077,062	0.669998	6,140,929,228	100.0%
2003	3,365,348,440	4,118,990,011	861,464,334	6,622,874,117	0.669998	6,622,874,117	100.0%
2004	3,719,467,190	3,974,213,570	896,269,064	6,797,411,696	0.669998	6,797,411,696	100.0%
2005	4,031,666,200	4,092,614,293	1,024,567,945	7,099,712,548	0.669998	7,099,712,548	100.0%
2006	4,361,834,090	4,320,530,688	1,105,005,542	7,577,359,236	0.669998	7,577,359,236	100.0%
2007	4,906,586,580	4,449,710,692	1,073,650,128	8,282,647,144	0.669998	8,282,647,144	100.0%
2008	5,469,305,770	5,178,753,981	1,438,990,381	9,209,069,370	0.669998	9,209,069,370	100.0%
2009	5,767,998,141	5,526,633,389	1,537,051,835	9,757,579,695	0.669998	9,757,579,695	100.0%

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



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CITY OF GRAND PRAIRIE
DIRECT AND OVERLAPPING PROPERTY TAX RATES (Unaudited)
LAST TEN FISCAL YEARS
(rate per \$100 of assessed value)

	FISCAL YEAR				
	<u>2000</u>	<u>2001</u>	<u>2002</u>	<u>2003</u>	<u>2004</u>
OVERLAPPING RATES					
City of Grand Prairie	0.674998	0.669998	0.669998	0.669998	0.669998
Grand Prairie School District	1.608100	1.667100	1.667100	1.727100	1.751100
Arlington School District	1.624400	1.654400	1.740500	1.735000	1.755000
Cedar Hill School District	1.600000	1.630000	1.680000	1.701600	1.741300
Irving School District	1.695000	1.695000	1.770600	1.815000	1.837000
Mansfield School District	1.687000	1.671400	1.682000	1.682000	1.717000
Midlothian School District	1.709701	1.720000	1.720000	1.720000	1.764500
Dallas County	0.196000	0.196000	0.196000	0.203900	0.203900
Dallas County Community College District	0.050000	0.060000	0.060000	0.778000	0.080300
Dallas County Hospital District	0.254000	0.254000	0.254000	0.254000	0.254000
Dallas County Flood Control District	2.874876	3.284940	3.284940	2.080000	2.060000
Grand Prairie Met Utl & Reclam Dist.	1.520000	3.130000	3.710000	3.870000	2.450000
Ellis County	0.365194	0.302018	0.310170	0.310200	0.315993
Johnson County	0.341310	0.447350	0.455000	0.357300	0.382088
Tarrant County	0.274785	0.274785	0.272500	0.272500	0.272500
Tarrant County Hospital District	0.234070	0.234070	0.232400	0.235400	0.235397
Tarrant County Junior College District	0.106410	0.106410	0.139380	0.139400	0.139380
CITY DIRECT RATES					
Operations & Maintenance	0.479381	0.474711	0.474711	0.474711	0.474711
Interest & Sinking	0.195617	0.195287	0.195287	0.195287	0.195287
Total Direct Rates	0.674998	0.669998	0.669998	0.669998	0.669998

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

Totals are not provided for columns since they would be meaningless.
Some of the jurisdictions are mutually exclusive.

FISCAL YEAR

<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>
0.669998	0.669998	0.669998	0.669998	0.669998
1.758600	1.629700	1.465000	1.465000	1.465000
1.745460	1.610000	1.278000	1.272000	1.272000
1.848430	1.743300	1.400000	1.500000	1.400000
1.814000	1.644000	1.348500	1.391000	1.425000
1.772000	1.687500	1.450000	1.750000	1.450000
1.787500	1.697500	1.367500	1.407500	1.397500
0.213900	0.213900	0.228100	0.228100	0.228100
0.081600	0.081000	0.080400	0.089400	0.094900
0.254000	0.254000	0.254000	0.254000	0.274000
2.060000	2.835540	2.835540	2.835540	2.835540
2.550000	2.050000	2.050000	2.140000	2.180000
0.273090	0.349500	0.364598	0.360091	0.360091
0.382088	0.369004	0.356962	0.306708	0.300590
0.272500	0.271500	0.266500	0.264000	0.264000
0.235397	0.235397	0.230397	0.227897	0.227897
0.139380	0.139380	0.139380	0.137960	0.137670
0.474711	0.474711	0.481500	0.484892	0.484892
0.195287	0.195287	0.188498	0.185106	0.185106
0.669998	0.669998	0.669998	0.669998	0.669998

**CITY OF GRAND PRAIRIE
PRINCIPAL PROPERTY TAX PAYERS (Unaudited)
CURRENT YEAR AND TEN YEARS AGO**

<u>Taxpayer</u>	<u>2009</u>			<u>1999</u>		
	<u>Taxable Assessed Value</u>	<u>Rank</u>	<u>Percentage of Total Taxable Assessed Value</u>	<u>Taxable Assessed Value</u>	<u>Rank</u>	<u>Percentage of Total Taxable Assessed Value</u>
Allegiance Healthcare	\$ -		0.00%	\$ 31,254,310	8	0.61%
Southwestern Bell	-		0.00%	50,484,760	3	0.98%
Bell Helicopter	122,872,675	1	1.28%	78,376,030	2	1.52%
CP Regency Business Park	-		0.00%	34,998,740	6	0.67%
Hanson Pipe & Products	57,988,370	4	0.61%	-		0.00%
Texas Utilities Electric	-		0.00%	40,560,660	5	0.78%
Lockheed Martin	40,192,002	9	0.42%	41,112,030	4	0.79%
Northrop Grumman	-		0.00%	81,178,190	1	1.58%
Office Depot	-		0.00%	31,181,260	9	0.61%
Oncor Electric	47,028,560	5	0.49%	-		0.00%
Republic Beverage	68,000,000	2	0.71%	-		0.00%
Catellus Comm Group LLC	40,082,538	10	0.42%	-		0.00%
Security Capital Industrial	-		0.00%	31,988,890	7	0.62%
Cardinal Health 200 Inc.	46,222,047	6	0.48%	-		0.00%
Matel	-		0.00%	27,396,010	10	0.53%
Richemont North America Inc	66,115,580	3	0.69%	-		0.00%
AT&T Communications	40,961,361	7	0.43%	-		0.00%
Prologis MacQarie, TX LP	42,952,133	8	0.45%	-		0.00%
Total	\$ 572,415,266		5.98%	\$ 448,530,880		8.69%

Source of Information: City of Grand Prairie Department of Economic Development

**CITY OF GRAND PRAIRIE
PROPERTY TAX LEVIES AND COLLECTIONS (Unaudited)
LAST TEN FISCAL YEARS**

Fiscal Year Ended 9/30	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
2000	\$ 34,771,480	\$ 33,923,383	97.56%	\$ 507,905	\$ 34,431,288	99.02%
2001	37,683,270	36,942,345	98.03%	483,911	37,426,256	99.32%
2002	41,144,103	39,869,884	96.90%	455,763	40,325,647	98.01%
2003	44,368,289	42,884,922	96.66%	452,343	43,337,265	97.68%
2004	45,542,522	44,702,813	98.16%	700,297	45,403,110	99.69%
2005	47,526,939	46,083,028	96.96%	556,050	46,639,078	98.13%
2006	50,768,155	48,635,892	95.80%	1,167,668	49,803,560	98.10%
2007	55,193,470	54,491,806	98.73%	398,100	54,889,906	99.45%
2008	60,505,696	58,990,868	97.50%	1,088,164	60,079,032	99.29%
2009	65,518,513	64,007,684	97.69%	-	64,007,684	97.69%

Above amounts exclude property tax revenue.

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
RATIOS OF OUTSTANDING DEBT BY TYPE (Unaudited)
LAST TEN FISCAL YEARS**

Fiscal Year	Governmental Activities			Business-type Activities		
	General Obligation	Sales Tax Revenue	Certificates of Obligation	Water Revenue	General Obligation	Certificates of Obligation
	Bonds	Bonds		Bonds	Bonds	Obligation
2000	\$ 56,908,146	\$ 8,870,000	\$ 17,725,000	\$ 25,615,000	\$ 3,040,426	\$ 6,990,000
2001	55,766,853	28,280,000	22,140,000	22,780,610	2,485,597	6,650,000
2002	65,806,621	32,735,000	44,770,000	25,770,000	2,827,847	5,760,000
2003	67,197,982	32,045,000	53,750,000	25,965,000	2,376,929	5,665,000
2004	69,613,825	31,325,000	69,758,000	32,759,612	5,500,185	6,192,000
2005	73,234,687	31,285,000	65,728,928	46,116,347	4,998,030	6,021,072
2006	71,436,114	30,430,000	72,251,106	48,300,000	4,758,886	5,958,894
2007	70,284,620	29,540,000	86,119,781	52,315,000	4,303,600	5,735,219
2008	89,329,630	65,305,000	147,674,703	64,490,000	5,587,000	4,035,227
2009	93,109,470	62,010,000	167,503,622	65,800,000	5,407,000	3,796,378

Details regarding the city's outstanding debt can be found in the notes to the financial statements.

(1) Household Effective Buying Income used until 2005.
FY 2009 average household income figure provided by City of Grand Prairie
Department of Economic Development

	Total Primary Government	Percentage of Average Household Income¹	Per Capita
\$	119,148,572	0.04%	935
	138,103,060	0.04%	1,046
	177,669,468	0.03%	1,321
	186,999,911	0.02%	1,356
	215,148,622	0.02%	1,521
	227,384,064	0.02%	1,562
	233,135,000	0.03%	1,494
	248,298,220	0.02%	1,537
	376,421,560	0.01%	2,259
	397,626,470	0.01%	2,360

**CITY OF GRAND PRAIRIE
RATIOS OF GENERAL BONDED DEBT OUTSTANDING (Unaudited)
LAST TEN YEARS**

Year	General Bonded Debt Outstanding			Percentage of Actual Taxable Value of Property	Per Capita
	General Obligation Bonds	Certificates of Obligation	Total		
2000	\$ 56,908,146	\$ 17,725,000	\$ 74,633,146	1.45%	611
2001	55,766,853	22,140,000	77,906,853	1.39%	838
2002	65,806,621	44,770,000	110,576,621	1.80%	900
2003	67,197,982	53,750,000	120,947,982	1.83%	1,011
2004	69,613,825	69,758,000	139,371,825	2.05%	856
2005	73,234,687	65,728,928	138,963,615	1.96%	987
2006	71,436,114	72,251,106	143,687,220	1.90%	921
2007	70,284,620	86,119,781	156,404,401	1.89%	968
2008	89,329,630	147,674,703	237,004,333	2.57%	1,422
2009	93,109,470	167,503,622	260,613,092	2.67%	1,547

Details regarding the city's outstanding debt can be found in the notes to the financial statements.

**CITY OF GRAND PRAIRIE
DIRECT AND OVERLAPPING
GOVERNMENTAL ACTIVITIES OF DEBT (Unaudited)
As of September 30, 2009**

<u>Governmental Unit</u>	<u>Debt Outstanding</u>	<u>Estimated Percentage Applicable</u>	<u>Estimated Share of Direct and Overlapping Debt</u>
Debt repaid with property taxes			
Arlington Independent School District	\$ 405,251,261	22.64%	\$ 91,748,885
Cedar Hill Independent School District	107,271,784	3.13%	3,357,607
Dallas County	138,531,552	2.87%	3,975,856
Dallas County Community College District	387,260,000	2.87%	11,114,362
Dallas County Flood Control District #1	30,980,100	1.72%	532,858
Ellis County	65,586,262	0.06%	39,352
Grand Prairie Independent School District	464,110,913	90.53%	420,159,610
Grand Prairie Metro Utility & Reclamation District	7,015,000	100.00%	7,015,000
Irving Independent School District	509,297,217	0.74%	3,768,799
Mansfield Independent School District	687,547,835	8.69%	59,747,907
Midlothian Independent School District	166,902,896	0.28%	467,328
Tarrant County	322,210,000	3.91%	12,598,411
Tarrant County Community College District	42,785,000	3.91%	1,672,894
Tarrant County Hospital District	28,810,000	3.91%	1,126,471
Subtotal, overlapping debt			<u>617,325,339</u>
City direct debt	161,559,400	100.00%	<u>161,559,400</u>
Total direct and overlapping debt			<u>\$ 778,884,739</u>

Source of Information: First Southwest Company
City of Grand Prairie Finance Department

**CITY OF GRAND PRAIRIE
LEGAL DEBT MARGIN INFORMATION (Unaudited)
LAST TEN FISCAL YEARS**

	Fiscal Year				
	<u>2000</u>	<u>2001</u>	<u>2002</u>	<u>2003</u>	<u>2004</u>
Debt limit	\$ 128,783,639	\$ 140,609,638	\$ 153,523,231	\$ 165,571,853	\$ 169,935,292
Total net debt applicable to limit	<u>73,476,493</u>	<u>76,626,068</u>	<u>84,833,770</u>	<u>89,502,976</u>	<u>118,296,761</u>
Legal debt margin	<u>\$ 55,307,146</u>	<u>\$ 63,983,570</u>	<u>\$ 68,689,461</u>	<u>\$ 76,068,877</u>	<u>\$ 51,638,531</u>
Total net debt applicable to the limit as a percentage of debt limit	57.05%	54.50%	55.26%	54.06%	69.61%

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

Fiscal Year				
<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>
\$ 177,492,814	\$ 189,433,981	\$ 207,066,179	\$ 230,226,734	\$ 243,939,492
119,206,430	118,410,646	124,781,713	140,806,849	168,810,136
<u>\$ 58,286,384</u>	<u>\$ 71,023,335</u>	<u>\$ 82,284,466</u>	<u>\$ 89,419,885</u>	<u>\$ 75,129,356</u>
67.16%	62.51%	60.26%	61.16%	69.20%

Legal Debt Margin Calculation for Fiscal Year 2009

Assessed value	\$ 9,757,579,695
Debt limit (2.5% of assessed value)	243,939,492
Debt applicable to limit:	
General obligation bonds	161,559,400
Less: Amount set aside for repayment of general obligation debt	<u>7,250,736</u>
Total net debt applicable to limit	<u>168,810,136</u>
Legal debt margin	<u>\$ 75,129,356</u>

**CITY OF GRAND PRAIRIE
 PLEDGED REVENUE COVERAGE (Unaudited)
 LAST TEN FISCAL YEARS**

Fiscal Year	Water Revenue Bonds						Coverage ⁴
	Utility Service Charges ¹	Less: Operating Expenses ²	Net Available Revenue	Debt Service			
				Principal	Interest		
2000	\$ 33,453,515	\$ 20,397,571	13,055,944	\$ 2,758,226	\$ 1,311,421	3.21	
2001	34,224,480	21,124,415	13,100,065	3,299,666	1,252,427	2.88	
2002	31,950,014	19,738,275	12,211,739	3,789,539	1,116,228	2.49	
2003	34,561,157	21,804,379	12,756,778	2,862,022	1,075,100	3.24	
2004	34,493,334	23,310,775	11,182,559	2,937,217	894,036	2.92	
2005	35,760,835	26,859,732	8,901,103	2,609,596	1,462,684	2.19	
2006	45,853,437	30,419,541	15,433,896	2,540,000	1,718,216	3.62	
2007	46,946,426	29,316,250	17,630,176	2,610,000	2,208,853	3.66	
2008	47,636,804	31,954,392	15,682,412	3,670,000	2,534,846	2.53	
2009	48,534,900	33,756,808	14,778,092	3,630,000	2,630,012	2.36	

- (1) Revenues include operating revenues plus impact fees and investment income.
- (2) Expenses exclude depreciation expense.
- (3) In 2002, franchise fees were excluded from operating expenses.
 If they had been included, the coverage ratio would have been 2.24.
 In all other years, franchise fees are included in operating expense.
- (4) Bond covenants require coverage of no less than 1.25.
 The City financial policies require coverage of no less than 2.00.
- (5) The City's initial Park Venue Sales Tax Revenue Bonds were issued in fiscal year 2000.
- (6) Bond covenants require a coverage of no less than 1.25. The City financial policies require a coverage of no less than 1.50.

Sales Tax Revenue Bonds ⁵

Sales Tax Increment		Maximum Annual Debt Service ⁶		Coverage
\$	1,920,188	\$	670,119	2.87
	3,945,644		2,053,888	1.92
	3,846,684		2,399,263	1.60
	3,760,154		2,399,263	1.57
	3,995,002		2,399,263	1.67
	4,151,075		2,370,800	1.75
	4,906,292		2,370,800	2.07
	5,476,985		2,370,800	2.31
	5,488,686		2,370,800	2.32
	5,193,338		2,370,800	2.19

**CITY OF GRAND PRAIRE
 DEMOGRAPHIC AND ECONOMIC STATISTICS (Unaudited)
 LAST TEN FISCAL YEARS**

Calendar Year	Population	Median (1) Household Income <i>(thousands of dollars)</i>	Median Age	Public School Enrollment	Unemployment Rate
2000	127,427	47,084	31	20,246	3.5%
2001	132,000	50,019	*	20,926	4.0%
2002	134,450	51,786	*	21,391	6.1%
2003	137,872	43,100	*	21,904	7.0%
2004	141,450	42,571	*	22,496	6.4%
2005	145,600	43,616	31	23,733	5.4%
2006	156,050	53,006	32	24,396	5.1%
2007	161,550	52,176	32	25,182	4.4%
2008	166,650	50,919	32	26,025	5.0%
2009	168,500	58,765	32	26,212	8.1%

Sources of Information:

Estimated Population:
 City of Grand Prairie Department of Planning
 North Texas Council of Governments
 Household Effective Buying Income:
 Sales and Marketing Management Magazine
 Median Household Income
 Nielsen Claritas
 Median Age
 Census 2000
 Nielsen Claritas
 Public School Enrollment:
 Grand Prairie Independent School District
 Unemployment Rate:
 Texas Workforce Commission

(1) Household Effective Buying Income used until 2005.
 Median Household Income provided by Claritas after 2005
 * Not available.

**CITY OF GRAND PRAIRIE
 PRINCIPAL EMPLOYERS (Unaudited)
 CURRENT YEAR AND TEN YEARS AGO**

Employer	2009			1999		
	Employees	Rank	Percentage of Total City Employment	Employees	Rank	Percentage of Total City Employment
Grand Prairie Independent School District	3,200	1	2.07%	2,060	2	1.86%
Lockheed Martin Missles and Fire Control	2,600	2	1.68%	2,700	1	2.44%
Poly-America Inc.	1,400	3	0.91%	1,100	4	1.00%
Bell Helicopter-Textron	1,300	4	0.84%	1,100	4	1.00%
City of Grand Prairie	1,250	5	0.81%	1,030	5	0.93%
Lone Star Park at Grand Prairie	1,200	6	0.78%	1,500	3	1.36%
Vought Aircraft Industries	700	7	0.45%	—	—	—
Siemens Energy & Automation Inc.	600	8	0.39%	500	10	0.45%
Hanson Pipe & Products Inc.	500	9	0.32%	—	—	—
Wal-Mart	500	10	0.32%	—	—	—
Northrop Grumman	—	—	—	700	7	0.63%
Southwest Airlines	—	—	—	750	6	0.68%
Trinity Contractors, Isnc.	—	—	—	600	9	0.54%
Gifford-Hill American, Inc.	—	—	—	—	—	—
D-FW Medical Center	—	—	—	625	8	0.57%
Total	13,250		8.57%	12,665		11.46%

Source of Information: North Central Texas Council of Governments

**CITY OF GRAND PRAIRIE
FULL-TIME-EQUIVALENT CITY GOVERNMENT EMPLOYEES BY FUNCTION/PROGRAM
LAST TEN FISCAL YEARS**

	Full-time-Equivalent Employees as of September 30									
Function/Program	<u>2000</u>	<u>2001</u>	<u>2002</u>	<u>2003</u>	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>
General Government and Administration										
City Manager's Office	8	8	6	8	8	8	8	8	10	10
Budget and Research	4	4	4	4	4	3	3	3	3	3
Management Services	4	4	4	4	4	3	3	3	3	3
Marketing	4	4	4	4	4	4	4	6	7	10
Economic Development	4	5	3	3	3	3	-	-	0	0
Legal Services	6	6	6	4	4	4	4	4	5	5
Municipal Court	28	26	26	26	26	27	28	28	29	27
Judiciary	-	2	3	3	3	3	4	4	5	5
Human Resources	10	10	10	10	10	9	9	9	11	11
Finance	27	17	17	17	17	17	17	17	19	19
Information Technology	16	20	24	24	24	23	26	26	26	26
Planning and Development	39	39	37	37	61	61	61	61	60	59
Housing and Neighborhood	4	6	6	6	5	5	5	5	5	0
Public Works	81	25	24	24	67	66	66	66	67	66
Transportation	22	77	75	75	8	8	8	8	8	9
Fire	188	189	189	189	189	194	198	209	327	352
Police	284	294	281	284	287	296	302	316	209	215
Building and Construction Management	-	12	11	11	1	1	1	1	1	1
Environmental Services	19	19	18	18	18	18	18	19	21	21
Library	21	29	28	28	28	28	31	31	32	38
Parks and Recreation	75	83	103	106	120	116	121	121	123	174
Grants	38	38	51	52	64	50	43	39	37	46
Enterprise Operations and Administrations										
Water/Wastewater	84	86	88	91	92	92	94	96	100	101
Solid Waste	20	20	21	25	25	25	28	30	32	34
Airport	5	5	5	5	5	5	5	5	5	5
Golf	25	25	25	25	25	20	20	20	20	25
Storm Water	-	-	-	-	-	-	2	6	6	6
Internal Service Operations										
Equipment Services	16	17	17	17	17	17	17	17	17	17
Risk Management	2	2	2	2	2	2	2	2	1	1
Total	<u>1,034</u>	<u>1,072</u>	<u>1,088</u>	<u>1,102</u>	<u>1,121</u>	<u>1,108</u>	<u>1,128</u>	<u>1,160</u>	<u>1,189</u>	<u>1,289</u>

Source of Information: City Budget Office.

A full-time employee is scheduled to work 2,080 hours per year (including vacation and sick leave).

**CITY OF GRAND PRAIRIE
CAPITAL ASSETS STATISTICS BY FUNCTION/PROGRAM (Unaudited)
LAST TEN FISCAL YEARS**

<u>Function/Program</u>	<u>Fiscal Year</u>									
	<u>2000</u>	<u>2001</u>	<u>2002</u>	<u>2003</u>	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>
Police										
Stations	1	1	1	1	1	1	1	1	1	1
Public safety training complex	-	-	1	1	1	1	1	1	1	1
Storefronts	5	3	3	3	3	3	3	3	3	3
Fire stations	8	9	9	9	9	9	9	9	9	9
Other public works										
Streets (miles)	485	485	485	485	504	555	589	589	600	600
Acreage	52,096	52,096	52,096	52,096	52,096	52,096	52,096	52,096	52,096	51,108
Public parks	41	47	52	52	53	53	54	57	57	57
Baseball/softball diamonds	25	24	24	24	24	24	24	25	25	25
Soccer/football fields	20	20	21	21	18	18	18	21	21	21
Community/recreations centers	4	4	4	4	5	5	5	5	5	5
Public golf courses	2	2	2	2	2	2	2	2	2	2
Public swimming pools	4	3	4	4	5	5	5	4	4	4
Libraries	1	2	2	2	2	3	3	3	3	3
Cemeteries	-	-	-	-	1	1	1	1	1	1
Water										
Water connections	47,907	48,919	50,739	51,839	53,178	55,375	58,286	60,187	61,365	62,190
Daily consumption (millions of gallons)	19	19	19	20	21	25	27	24	26	26
Wastewater										
Daily flow (millions of gallons)	16	14	14	14	19	17	15	16	14	14
Airports	1	1	1	1	1	1	1	1	1	1
Transit—minibuses	11	11	11	11	11	11	12	15	12	12

Source of Information: various departments.

**CITY OF GRAND PRAIRIE
WATER AND WASTEWATER CONTRACTS
COMPONENTS OF PAYMENTS MADE UNDER SELECTED CONTRACTS
(Unaudited)
LAST TEN FISCAL YEARS**

FISCAL YEAR	DALLAS WATER UTILITIES WATER PURCHASES			TRINITY RIVER AUTHORITY WASTEWATER TREATMENT		
	VOLUME	DEMAND	TOTAL	O&M	DEBT SERVICE	TOTAL
2000	2,321,406	2,853,922	5,175,328	1,965,923	4,018,144	5,984,067
2001	2,208,970	3,247,573	5,456,543	2,234,410	3,403,837	5,638,247
2002	2,271,851	3,178,301	5,450,152	2,350,719	2,993,555	5,344,274
2003	1,993,884	3,382,202	5,376,086	2,325,760	2,989,560	5,315,320
2004	2,291,253	3,926,081	6,217,334	2,676,536	3,480,936	6,157,472
2005	2,563,201	4,223,143	6,786,344	3,737,732	3,961,277	7,699,009
2006	2,840,265	5,173,555	8,013,820	3,221,410	4,177,739	7,399,149
2007	2,407,021	5,681,405	8,088,426	3,150,985	4,214,287	7,365,272
2008	2,785,551	5,458,801	8,244,352	3,628,734	4,009,898	7,638,632
2009	3,119,852	5,893,558	9,013,410	3,687,602	4,849,504	8,537,106

(1) Debt retired in FY 2004 from reserve on hand and the Trinity River Authority.
The principal payment was \$275,000.

The City has contracted with City of Dallas for water purchases and the Trinity River Authority for wastewater treatment. The City's obligation for Dallas Water Utilities 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 the Notes to Financial Statements under Contracts, Commitments, and Contingent Liabilities.

O & M means Operations and Maintenance.

TRINITY RIVER AUTHORITY

JOE POOL LAKE INTAKE	JOE POOL LAKE CORP OF ENGINEERS	WATER STORAGE FACILITY ¹
172,285	418,141	254,485
162,124	384,304	266,235
163,768	380,965	259,665
166,413	390,546	369,260
160,163	349,084	-
185,136	416,034	-
44,249	380,806	-
13,782	271,575	-
6,810	366,430	-
6,450	370,440	-

**CITY OF GRAND PRAIRIE
OPERATING INDICATORS BY FUNCTION (Unaudited)
LAST FIVE FISCAL YEARS**

Function	Fiscal Years				
	2005	2006	2007	2008	2009
Police					
911 calls received *	146,265	152,348	148,089	156,822	151,981
Non-emergency calls *	166,840	160,846	149,361	157,132	138,225
Calls for service *	135,623	133,232	136,435	130,532	127,776
Jail Arrests *	6,624	6,493	6,611	7,059	10,204
Fire					
Total Fire and EMS calls *	17,749	15,060	15,904	15,678	15,589
Fire response calls for structure fires *	379	384	263	249	217
Street					
Number of miles of overlay streets	9	26	17	8	5
Number of lane miles crack sealed	20	11	38	49	44
Number of street defects repaired	6,312	6,802	22,513	14,502	24,112
Number of linear ft of sidewalk repaired	28,164	17,706	9,645	40,499	12,135
Solid Waste					
Landfill refuse collected (tons)	161,597	177,929	187,349	180,855	168,387
Recyclables collected (tons)	5,230	6,058	6,228	6,081	6,288
Water					
Average Daily consumption (thousands of gallons)	25,048	27,042	24,265	25,417	25,451
Wastewater					
Average daily sewage treatment (thousands of gallons)	17,056	15,418	15,787	14,038	14,353

Source of Information: City Departments

Note: Data is only available for FY 2005-2009

* In calendar year