

## RULE 15c2-12 FILING COVER SHEET

This cover sheet is sent with all submissions to the Municipal Securities Rulemaking Board (the Nationally Recognized Municipal Securities Information Repository) and any applicable State Information Depository pursuant to Securities and Exchange Commission (SEC) Rule 15c2-12 or any analogous state statute.

**Issuer Name: City of Lake Worth, Texas**

**Issue(s):**

\$ 4,150,000 Combination Tax and Revenue Certificates of Obligation, Series 2001  
\$ 6,000,000 Combination Tax and Revenue Certificates of Obligation, Series 2005  
\$ 10,300,000 Combination Tax and Revenue Certificates of Obligation, Series 2008  
\$ 4,725,000 General Obligation Refunding Bonds, Series 2009

**Filing Format**  electronic  paper; If available on the Internet, give URL: \_\_\_\_\_

**CUSIP Numbers to which the information filed relates** (optional):

Nine-digit number(s) (see following page(s)):

Six-digit number if information filed relates to all securities of the issuer

\* \* \*

### Financial & Operating Data Disclosure Information

Annual Financial Report or CAFR  
 Financial Information & Operating Data  
 Other (describe)

Fiscal Period Covered: FYE 2010

Monthly  Quarterly  Annual  Other:

\* \* \*

I hereby represent that I am authorized by the issuer or its agent to distribute this information publicly:

Signature: /s/ Debbie Whitley

Name: Debbie Whitley Title: Director of Finance

Employer: City of Lake Worth, Texas

Voice Telephone Number: (817) 237-1211 ext. 224

Email Address: dwhitley@lakeworthtx.org

## DESCRIPTION OF ISSUES COVERED BY THIS REPORT

### Combination Tax and Revenue Certificates of Obligation, Series 2001

<u>Date</u>	<u>Principal</u>	<u>CUSIP</u>
09/01/11	\$ 200,000	511399 CX3
09/01/12	210,000	511399 CY1
09/01/13	215,000	511399 CZ8
09/01/14	230,000	511399 DA2
09/01/15	240,000	511399 DB0
09/01/16	250,000	511399 DC8
09/01/17	260,000	511399 DD6
09/01/18	275,000	511399 DE4
09/01/19	285,000	511399 DF1
09/01/20	300,000	511399 DG9
09/01/21	315,000	511399 DH7
	<u>\$ 2,780,000</u>	

### Combination Tax and Revenue Certificates of Obligation, Series 2005

<u>Date</u>	<u>Principal</u>	<u>CUSIP</u>
08/15/11	\$ 250,000	511399 DP9
08/15/12	260,000	511399 DQ7
08/15/13	270,000	511399 DR5
08/15/14	280,000	511399 DS3
08/15/15	295,000	511399 DT1
08/15/16	305,000	511399 DU8
08/15/17	320,000	511399 DV6
08/15/18	330,000	511399 DW4
08/15/19	345,000	511399 DX2
08/15/20	360,000	511399 DY0
08/15/21	375,000	511399 DZ7
08/15/22	395,000	511399 EA1
08/15/23	410,000	511399 EB9
08/15/24	430,000	511399 EC7
08/15/25	450,000	511399 ED5
	<u>\$ 5,075,000</u>	

**Combination Tax and Revenue Certificates of Obligation, Series 2008**

<u>Date</u>	<u>Principal</u>	<u>CUSIP</u>
10/01/11	\$ 210,000	511399 EE3
10/01/12	210,000	511399 EF0
10/01/13	200,000	511399 EG8
10/01/14	200,000	511399 EH6
10/01/15	200,000	511399 EJ2
10/01/16	200,000	511399 EK9
10/01/17	200,000	511399 EL7
10/01/18	200,000	511399 EM5
10/01/19	200,000	511399 EN3
10/01/20	200,000	511399 EP8
10/01/21	200,000	511399 EQ6
10/01/22	200,000	511399 ER4
10/01/23	200,000	511399 ES2
10/01/24	200,000	511399 ET0
10/01/25	580,000	511399 EU7
10/01/27	1,230,000	511399 EW3
10/01/31	2,945,000	511399 FA0
10/01/34	2,725,000	511399 FD4
	<u>\$ 10,300,000</u>	

**General Obligation Refunding Bonds, Series 2009**

<u>Date</u>	<u>Principal</u>	<u>CUSIP</u>
04/01/11	\$ 485,000	511399 FF9
04/01/12	500,000	511399 FG7
04/01/13	510,000	511399 FH5
04/01/14	525,000	511399 FJ1
04/01/15	535,000	511399 FK8
04/01/16	555,000	511399 FL6
04/01/17	580,000	511399 FM4
04/01/18	280,000	511399 FN2
04/01/19	295,000	511399 FP7
	<u>\$ 4,265,000</u>	

CONTINUING DISCLOSURE REPORT  
FOR THE  
FISCAL YEAR ENDED SEPTEMBER 30, 2010

CITY OF LAKE WORTH, TEXAS

GENERAL OBLIGATION DEBT



## **FINANCIAL STATEMENTS**

The audited financial statements for the City for the fiscal year ended September 30, 2010 are being separately filed directly with the Nationally Recognized Municipal Securities Information Repository and any applicable State Information Depository, and are hereby incorporated by reference into this Annual Continuing Disclosure Report.

### **SIGNATURE OF ISSUER**

The information set forth herein has been obtained from the City and other sources believed to be reliable, but such information is not guaranteed as to accuracy or completeness and is not to be construed as a promise or guarantee. This Annual Continuing Disclosure Report may contain, in part, estimates and matters of opinion which are not intended as statements of fact, and no representation is made as to the correctness of such estimates and opinions, or that they will be realized. The information and expressions of opinion contained herein are subject to change without notice, and the delivery of this Annual Continuing Disclosure Report will not, under any circumstances, create any implication that there has been no change in the affairs of the City or other matters described.

### **CITY OF LAKE WORTH, TEXAS**

/s/ Debbie Whitley

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Debbie Whitley  
Director of Finance

Approved for Submission:

03/30/2011

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Date

## **CERTIFICATE OF SUBMISSION OF ANNUAL REPORT**

Subject to the continuing disclosure requirements of SEC Rule 15c2-12, this Annual Continuing Disclosure Report for the City of Lake Worth, Texas with respect to the issues listed on the report cover was submitted directly to the National Recognized Municipal Securities Information Repository ("NRMSIR") listed below as well as to any applicable State Information Depository ("SID").

### **NRMSIR**

Municipal Securities Rulemaking Board ("MSRB")  
via the Electronic Municipal Market Access ("EMMA") system

First Southwest Company

Signed by:

/s/ Jay Rowland

**CITY OF LAKE WORTH, TEXAS**  
**2011 GENERAL OBLIGATION DEBT REPORT**

**TABLE 1 – VALUATION, EXEMPTION AND TAX SUPPORTED DEBT**

2010/11 Market Valuation Established by the Tarrant Appraisal District (excluding totally exempt property)		\$ 385,700,242
Less Exemptions/Reductions at 100% Market Value:		
Over 65 and Disabled Homestead Exemptions	\$ 19,326,395	
Disabled Veteran's Exemptions	745,200	
Agricultural Exemptions	1,398,992	
Prorated Absolute Exemption	12,055	21,482,642
2010/11 Taxable Assessed Valuation		\$ 364,217,600
Total Debt Payable from Ad Valorem Taxes as of 1/31/2011		\$ 22,420,000
Less Self-Supporting Debt <sup>(1)</sup>		4,901,108
Net Funded Debt Payable from Ad Valorem Taxes		\$ 17,518,892
Interest and Sinking Fund as of 1/31/2011		\$ 629,316
Ratio Total Debt to Taxable Assessed Valuation		6.16%
Ratio Net Debt to Taxable Assessed Valuation		4.81%

2011 Estimated Population - 4,850  
Per Capita Taxable Assessed Valuation - \$75,096  
Per Capita Total Funded Debt - \$4,623  
Per Capita Net Funded Debt - \$3,612

(1) General obligation debt is the amounts shown for which repayment is provided from either sales tax revenues or Waterworks and Sewer System revenues. The amount of self-supporting debt is based on the sales tax and Waterworks and Sewer System revenue support as shown in Table 9. It is the City's current policy to provide these payments from such revenues; this policy is subject to change in the future and, if changed to reduce the amount of such revenue support for general obligation debt, the City would be required to increase its debt service tax to compensate for the reduction in sales tax revenue support.

**TABLE 2 – TAXABLE ASSESSED VALUATION BY CATEGORY**

Category	Fiscal Year Ended September 30,					
	2011		2010		2009	
	Amount	% of Total	Amount	% of Total	Amount	% of Total
Real, Residential, Single-Family	\$ 120,064,373	31.13%	\$ 132,208,187	32.55%	\$ 138,463,545	32.73%
Real, Residential, Multi-Family	779,541	0.20%	786,534	0.19%	856,334	0.20%
Real, Vacant Lots/Tracts	9,299,301	2.41%	10,141,387	2.50%	11,053,140	2.61%
Real, Acreage (Land Only)	2,117,128	0.55%	3,207,535	0.79%	3,256,534	0.77%
Real, Commercial	189,075,284	49.02%	196,838,661	48.46%	208,608,608	49.31%
Tangible, Oil, Gas, Mineral Reserve	6,027,920	1.56%	-	0.00%	-	0.00%
Real and Tangible, Personal Utilities	5,623,788	1.46%	6,305,107	1.55%	5,965,226	1.41%
Tangible Personal, Commercial	51,809,341	13.43%	55,421,985	13.64%	52,147,302	12.33%
Tangible Personal, Industrial	56,992	0.01%	144,576	0.04%	232,583	0.05%
Tangible Personal, Mobile Homes	197,369	0.05%	226,125	0.06%	231,947	0.05%
Tangible Personal, Other	649,205	0.17%	939,165	0.23%	2,270,815	0.54%
Miscellaneous	-	0.00%	-	0.00%	-	0.00%
Total Appraised Value Before Exemptions	\$ 385,700,242	100.00%	\$ 406,219,262	100.00%	\$ 423,086,034	100.00%
Less: Total Exemptions/Reductions	21,482,642		21,173,285		20,085,737	
Taxable Assessed Value	<u>\$ 364,217,600</u>		<u>\$ 385,045,977</u>		<u>\$ 403,000,297</u>	

Category	Fiscal Year Ended September 30,			
	2008		2007	
	Amount	% of Total	Amount	% of Total
Real, Residential, Single-Family	\$ 138,409,166	32.78%	\$ 131,552,578	36.67%
Real, Residential, Multi-Family	682,039	0.16%	765,032	0.21%
Real, Vacant Lots/Tracts	11,719,855	2.78%	15,900,085	4.43%
Real, Acreage (Land Only)	5,278,350	1.25%	3,936,648	1.10%
Real, Commercial	199,981,991	47.37%	155,421,869	43.32%
Tangible, Oil, Gas, Mineral Reserve	-	0.00%	-	0.00%
Real and Tangible, Personal Utilities	6,716,239	1.59%	5,964,170	1.66%
Tangible Personal, Commercial	56,316,306	13.34%	43,234,272	12.05%
Tangible Personal, Industrial	143,983	0.03%	146,729	0.04%
Tangible Personal, Mobile Homes	227,394	0.05%	223,464	0.06%
Tangible Personal, Other	2,642,945	0.63%	1,637,490	0.46%
Miscellaneous	71,850	0.02%	-	0.00%
Total Appraised Value Before Exemptions	\$ 422,190,118	100.00%	\$ 358,782,337	100.00%
Less: Total Exemptions/Reductions	19,266,605		24,402,728	
Taxable Assessed Value	<u>\$ 402,923,513</u>		<u>\$ 334,379,609</u>	

**TABLE 3 – VALUATION AND TAX SUPPORTED DEBT HISTORY**

Fiscal Year Ended 9/30	Estimated Population <sup>(1)</sup>	Taxable Assessed Valuation <sup>(2)</sup>	Taxable Assessed Valuation Per Capita	Tax Supported Debt Outstanding at End of Year <sup>(3)</sup>	Ratio of Tax Supported Debt to Taxable Assessed Valuation	Tax Supported Debt Per Capita
2007	4,836	\$ 334,379,609	\$ 69,144	\$ 14,470,000	4.33%	\$ 2,992
2008	4,866	402,923,513	82,804	24,000,000	5.96%	4,932
2009	4,866	403,000,297	82,820	23,310,000	5.78%	4,790
2010	4,850	385,045,977	79,391	22,420,000	5.82%	4,623
2011	4,850	364,217,600	75,096	21,485,000 <sup>(4)</sup>	5.90% <sup>(4)</sup>	4,430 <sup>(4)</sup>

(1) Source: North Central Texas Council of Governments and City officials.

(2) As reported by the Tarrant County Appraisal District on City's annual State Property Tax Board Reports; subject to change during the ensuing year.

(3) Includes self-supporting debt; excludes notes payable and leases.

(4) Projected.

**TABLE 4 – TAX RATE, LEVY AND COLLECTION HISTORY**

Fiscal Year Ended 9/30	Tax Rate	General Fund	Interest and Sinking Fund	Tax Levy	% Current Collections	% Total Collections
2007	\$0.314029	\$ 0.106770	\$0.207259	\$ 1,102,541	96.57%	99.87%
2008	0.314029	0.101800	0.212229	1,220,414	97.40%	98.55%
2009	0.318720	0.103019	0.215701	1,284,443	97.95%	99.11%
2010	0.428590	0.115938	0.312652	1,650,269	99.83%	100.81%
2011	0.492512	0.126172	0.366340	1,793,815	75.43% <sup>(1)</sup>	76.15% <sup>(1)</sup>

(1) Collections through January 31, 2011.

**TABLE 5 – TEN LARGEST TAXPAYERS**

Name of Taxpayer	Nature of Property	2010/11 Taxable Assessed Valuation	% of Total Taxable Assessed Valuation
Inland Western Lake Worth	Real Estate/Development	\$ 25,500,000	7.00 %
Wal-Mart Stores, Inc.	Retail	22,968,804	6.31
6034 Azle Avenue LLC	Retail	20,524,873	5.64
Home Depot	Retail	11,025,860	3.03
Target Corporation	Retail	10,565,049	2.90
TSCA-nb 1997 (Del) LLC	Shopping Center	9,176,750	2.52
Ritchie Bros. Properties Ltd.	Real Estate/Development	6,348,880	1.74
XTO Energy Inc	Energy	4,577,070	1.26
Applestep LLC	Real Estate/Development	4,129,052	1.13
Abs Tx Investor LP	Real Estate/Development	3,016,900	0.83
		<u>\$ 117,833,238</u>	<u>32.35 %</u>

**TABLE 7 – DEBT SERVICE REQUIREMENTS**

Fiscal Year Ending 9/30	Outstanding Debt Service <sup>(1)</sup>			Less: Self-Supporting Debt Service	Net Outstanding Debt Service	% of Principal Retired
	Principal	Interest	Total			
2011	\$ 935,000	\$ 996,168	\$ 1,931,168	\$ 668,964	\$ 1,262,203	
2012	1,180,000	962,255	2,142,255	671,685	1,470,570	
2013	1,205,000	923,080	2,128,080	666,932	1,461,148	
2014	1,235,000	879,449	2,114,449	670,089	1,444,360	
2015	1,270,000	833,461	2,103,461	665,555	1,437,906	26%
2016	1,310,000	787,994	2,097,994	667,444	1,430,549	
2017	1,360,000	734,856	2,094,856	668,112	1,426,744	
2018	1,085,000	678,976	1,763,976	438,746	1,325,230	
2019	1,125,000	633,266	1,758,266	439,145	1,319,121	
2020	860,000	585,136	1,445,136	220,501	1,224,636	52%
2021	890,000	546,571	1,436,571	220,501	1,216,071	
2022	595,000	506,009	1,101,009	-	1,101,009	
2023	610,000	479,899	1,089,899	-	1,089,899	
2024	630,000	452,689	1,082,689	-	1,082,689	
2025	650,000	424,269	1,074,269	-	1,074,269	67%
2026	580,000	384,994	964,994	-	964,994	
2027	600,000	355,494	955,494	-	955,494	
2028	630,000	324,744	954,744	-	954,744	
2029	670,000	289,731	959,731	-	959,731	
2030	710,000	250,056	960,056	-	960,056	81%
2031	755,000	207,938	962,938	-	962,938	
2032	810,000	162,944	972,944	-	972,944	
2033	860,000	117,619	977,619	-	977,619	
2034	910,000	72,263	982,263	-	982,263	
2035	955,000	24,472	979,472	-	979,472	100%
	<u>\$ 22,420,000</u>	<u>\$ 12,614,331</u>	<u>\$ 35,034,331</u>	<u>\$ 5,997,675</u>	<u>\$ 29,036,656</u>	

(1) "Outstanding Debt Service" includes self-supporting debt but does not include other obligations of the City. See Table 11 – Other Obligations.

**TABLE 8 – INTEREST AND SINKING FUND BUDGET PROJECTION<sup>(1)</sup>**

Tax Supported Debt Service Requirements, Fiscal Year Ending 9/30/11		\$ 1,931,168
Interest and Sinking Fund, 9/30/10	\$ 68,764	
Budgeted Interest and Sinking Fund Tax Levy	1,308,349	
Budgeted Transfers from Economic Development Corporation	445,350	
Budgeted Transfers from General Fund	244,184	
Budgeted Transfers from Waterworks and Sewer System	348,651	
Delinquent Taxes	7,500	
Pentalty and Interest	5,000	
Estimated Investment Income	400	\$ 2,428,198
Estimated Balance, 9/30/11		<u>\$ 497,031</u>

(1) Includes self-supporting debt.

**TABLE 9 - COMPUTATION OF SELF-SUPPORTING DEBT**

FY 2009/10 4B Economic Development Corporation Sales Tax Revenue Available <sup>(1)</sup>	\$ 1,363,419
FY 2010/11 Debt Service Requirements for Self-Supported Debt	\$ 334,482
Percentage of Debt Self-Supporting	100.00%
FY 2009/10 Net Waterworks and Sewer System Revenue Available for Debt Service	\$ 466,041
Deduct: Direct System Revenue Debt	14,000
Revenue Available for Self-Supporting Debt	<u>\$ 452,041</u>
FY 2010/11 Debt Service Requirements for Self-Supported Debt	\$ 334,482
Percentage of Debt Self-Supporting	100.00%

(1) Certain costs of projects constructed by the City are paid by the Lake Worth Economic Development Corporation in accordance with an agreement between the City and the Corporation (see Table 13 – “Sales Tax History”).

**TABLE 10 – AUTHORIZED BUT UNISSUED GENERAL OBLIGATION BONDS**

As of September 30, 2010, the City has no authorized but unissued debt.

**TABLE 11 – OTHER OBLIGATIONS**

The City has entered into several lease agreements as lessee for financing the acquisition of public safety vehicles, equipment and computers. The lease agreements qualify as capital leases for accounting purposes and, therefore, have been recorded at the present value of their future minimum lease payments as of the inception date.

The following schedule shows the future minimum lease payments under the capitalized leases together with the present value of the net minimum lease payments as of September 30, 2010:

FYE	Principal	Interest	Total
30-Sep			
2011	\$ 167,528	\$ 18,961	\$ 186,489
2012	127,204	9,579	136,783
2013	66,317	3,442	69,759
Total	<u>\$ 361,049</u>	<u>\$ 31,982</u>	<u>\$ 393,031</u>

**TABLE 12 – GENERAL FUND REVENUE AND EXPENDITURE HISTORY**

	Fiscal Year Ended September 30,				
	2010	2009	2008	2007	2006
<b>Revenues:</b>					
Taxes	\$4,193,783	\$4,240,502	\$4,390,380	\$4,180,659	\$4,359,282
Licenses and Permits	326,602	226,885	216,697	281,841	241,713
Fines and Forfeits, etc.	450,295	384,679	497,561	531,860	525,148
Charges for Services	171,307	159,389	167,079	147,655	145,350
Intergovernmental	46,005	15,371	32,337	21,438	-
Investment Earnings	5,816	20,065	76,222	110,073	-
Miscellaneous	346,601	399,510	530,280	310,712	352,977
<b>Total Revenues</b>	<b>\$ 5,540,409</b>	<b>\$ 5,446,401</b>	<b>\$ 5,910,556</b>	<b>\$ 5,584,238</b>	<b>\$ 5,624,470</b>
<b>Expenditures:</b>					
Mayor and Council	\$ 8,714	\$ 9,906	\$ 12,468	\$ 19,309	\$ 11,885
General Expense	983,735	998,276	1,165,247	968,460	1,332,500
Police Department	1,435,795	1,500,923	1,581,405	1,490,399	1,621,240
Fire Department	1,077,394	1,005,124	993,891	941,963	1,275,140
Street Department	466,611	574,155	602,250	582,303	589,959
Library	185,674	183,593	179,622	173,898	159,392
Recreation Department	266,673	343,906	304,613	338,483	248,998
Maintenance Department	191,835	192,798	158,949	142,209	140,733
Senior Citizens Program	75,232	72,074	63,508	62,645	91,384
Inspections and Permits	247,319	291,169	179,829	169,956	188,010
Municipal Court	195,711	194,967	248,468	228,965	150,279
Information Technology	224,868	224,817	237,124	181,088	259,903
Animal Control	61,234	62,850	54,539	57,678	45,900
Transportation	-	301,126	306,228	313,959	-
Youth Association	-	-	11,471	68,283	-
Emergency Management	8,477	5,500	7,310	4,201	2,494
Capital Outlay	132,186	223,090	277,002	319,707	-
Debt Service	4,171	4,709	15,215	29,212	-
<b>Total Expenditures</b>	<b>\$ 5,565,629</b>	<b>\$ 6,188,983</b>	<b>\$ 6,399,139</b>	<b>\$ 6,092,718</b>	<b>\$ 6,117,817</b>
<b>Excess of Revenues Over/(Under) Expenditures</b>	<b>\$ (25,220)</b>	<b>\$ (742,582)</b>	<b>\$ (488,583)</b>	<b>\$ (508,480)</b>	<b>\$ (493,347)</b>
<b>Other Financing Sources (Uses):</b>					
Transfers In <sup>(1)</sup>	\$ 939,407	\$ 898,758	\$ 1,225,107	\$ 1,170,936	\$ 692,203
Transfers (Out)	(147,850)	-	(315,649)	(453,107)	(610,610)
Sale of Assets	40,000	-	-	-	107,000
Proceeds From Leases	-	-	132,457	-	597,795
<b>Total Other Financing Sources (Uses)</b>	<b>\$ 831,557</b>	<b>\$ 898,758</b>	<b>\$ 1,041,915</b>	<b>\$ 717,829</b>	<b>\$ 786,388</b>
<b>Excess (Deficiency) of Revenues and Other Financing Sources Over/(Under) Expenditures and Other Uses</b>	<b>\$ 806,337</b>	<b>\$ 156,176</b>	<b>\$ 553,332</b>	<b>\$ 209,349</b>	<b>\$ 293,041</b>
Beginning Fund Balance	2,773,722	2,617,546	2,064,214	1,860,193	1,567,152
Residual Equity Transfer/GAAP Adjustments	-	-	-	(5,328)	-
<b>Ending Fund Balance</b>	<b>\$ 3,580,059</b>	<b>\$ 2,773,722</b>	<b>\$ 2,617,546</b>	<b>\$ 2,064,214</b>	<b>\$ 1,860,193</b>

(1) Includes lease proceeds and asset sales.

**TABLE 12A – CHANGE IN NET ASSETS**

	Audited Fiscal Years Ending September 30,				
	2010	2009	2008	2007	2006
<b>Revenues:</b>					
<b>Program Revenues</b>					
Fines, Fees and Charges for Services	\$ 967,363	\$ 802,013	\$ 912,376	\$ 1,011,009	\$ 1,029,268
Operating Grants and Contributions	212,494	176,060	185,907	164,207	25,463
Capital Grants and Contributions	-	-	-	-	-
<b>General Revenues</b>					
Property Taxes Levied for General Purposes	1,686,987	1,329,051	1,221,858	1,102,051	897,403
Sales Taxes	6,170,285	6,248,305	6,501,574	6,197,028	5,795,254
Franchise Taxes	436,760	451,574	465,768	457,390	552,321
Other Taxes	197,861	219,717	260,915	219,281	184,930
Grants and Contributions Not Restricted to Specific Programs	-	-	-	-	19,605
Interest	30,632	173,294	514,005	451,775	-
Miscellaneous	162,903	208,675	-	126,484	557,416
Gain (Loss) on Sale of Assets	40,000	15,423	56,473	(19,043)	105,632
Total Revenues	<u>\$ 9,905,285</u>	<u>\$ 9,624,112</u>	<u>\$ 10,118,876</u>	<u>\$ 9,710,182</u>	<u>\$ 9,167,292</u>
<b>Expenditures:</b>					
General Government	\$ 1,281,700	\$ 1,207,882	\$ 1,417,037	\$ 1,411,088	\$ 3,766,484
Mayor and City Council	20,245	13,427	13,265	20,104	-
Public Safety	3,580,685	3,356,377	3,289,020	3,036,162	2,966,261
Streets	871,762	1,003,717	1,163,974	1,198,740	-
Maintenance	197,639	202,488	169,900	151,665	-
Senior Center	76,194	72,782	64,377	62,895	-
Municipal Court	198,077	202,438	251,237	232,335	-
Animal Control	63,326	67,062	56,989	60,113	-
Emergency Management	11,278	8,301	10,119	7,002	-
Permits and Inspection	250,908	298,501	182,241	169,956	-
Informational Technology	242,031	249,519	262,753	203,532	-
Transportation	-	301,126	306,228	313,959	-
Youth Association	-	-	11,471	68,283	-
Public Ways and Facilities	-	-	-	-	1,235,326
Health and Sanitation	-	-	-	-	148,330
Culture and Recreation	556,661	631,049	531,043	550,943	536,916
Interest and Fiscal Charges	992,174	1,060,224	558,197	582,520	737,668
Total Expenditures	<u>\$ 8,342,680</u>	<u>\$ 8,674,893</u>	<u>\$ 8,287,851</u>	<u>\$ 8,069,297</u>	<u>\$ 9,390,985</u>
<b>Increase (Decrease) in Net Assets</b>					
Before Transfers	\$ 1,562,605	\$ 949,219	\$ 1,831,025	\$ 1,640,885	\$ (223,693)
Transfers	73,872	(399,779)	(115,490)	73,208	(1,499,188)
Increase (Decrease) in Net Assets	<u>\$ 1,636,477</u>	<u>\$ 549,440</u>	<u>\$ 1,715,535</u>	<u>\$ 1,714,093</u>	<u>\$ (1,722,881)</u>
<b>Net Assets - Beginning of Year</b>					
Prior Period Adjustment	\$ 25,717,280	\$ 25,167,840	\$ 23,448,633	\$ 19,273,494	\$ 20,996,375
	<u>-</u>	<u>-</u>	<u>3,672</u>	<u>2,461,046</u>	<u>-</u>
Net Assets - End of Year	<u>\$ 27,353,757</u>	<u>\$ 25,717,280</u>	<u>\$ 25,167,840</u>	<u>\$ 23,448,633</u>	<u>\$ 19,273,494</u>

**TABLE 13 – MUNICIPAL SALES TAX HISTORY**

Fiscal Year Ended 9/30	1¼ % City Sales & Use Tax				1/2% 4B EDC Sales Tax
	Total Collected <sup>(1)</sup>	% of Ad Valorem Tax Levy	Equivalent of Ad Valorem Tax Rate	Per Capita <sup>(3)</sup>	Total Collected
2007	\$ 4,637,668 <sup>(2)</sup>	421%	\$ 1.3869	959	\$ 1,559,360
2008	4,866,295 <sup>(2)</sup>	399%	1.2077	1,000	1,635,279
2009	4,676,071 <sup>(2)</sup>	364%	1.1603	961	1,572,234
2010	4,617,677 <sup>(2)</sup>	280%	1.1993	952	1,552,608
2011	1,626,538 <sup>(2)(4)</sup>	91% <sup>(4)</sup>	0.4466 <sup>(4)</sup>	335 <sup>(4)</sup>	664,360 <sup>(4)</sup>

(1) Excludes the ¼ cent sales tax for Crime Control.

(2) Includes the ¼ cent sales tax for street maintenance, effective July 1, 2004 for a total of 1 ¼ cents. Total collected for fiscal year end 2004 represents a total of 1 cent.

(3) Based on population estimates of the North Central Texas Council of Governments and City Officials.

(4) Partial collections through February 28, 2011.

The sales tax breakdown for the City is as follows:

Crime Control Prevention District	0.25%
Street Maintenance	0.25%
Economic and Community Development (4B)	0.50%
City Sales & Use Tax	1.00%
State Sales & Use Tax	<u>6.25%</u>
Total	8.25%

**TABLE 14 – CURRENT INVESTMENTS**

As of January 31, 2011, the City's funds were invested in the following:

Description	Percentage of Portfolio	Book Value	Market Value
TexPool	43.37%	\$ 6,215,869	\$ 6,215,869
TexStar	41.30%	5,919,591	5,919,591
Lone Star Investment Pool	15.34%	2,198,346	2,198,346
	<u>100.00%</u>	<u>\$14,333,806</u>	<u>\$14,333,806</u>