



City of Texarkana, Texas
Annual Comprehensive Financial Report
For the Fiscal Year Ended
September 30, 2024

Prepared by City of Texarkana, Texas
Finance Department
Kristin Peoples, CPA, Chief Financial Officer



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Introductory Section



CITY OF

TEXARKANA

220 TEXAS BOULEVARD TEXARKANA TEXAS 75501

TEXAS

Honorable Mayor and City Council,
City Manager and Citizens of the
City of Texarkana, Texas

The Annual Comprehensive Financial Report (ACFR) of the City of Texarkana, Texas (City), for the fiscal year ended September 30, 2024 is submitted in accordance with State statutes. These statutes require that every general-purpose local government publish at the close of each fiscal year a complete set of audited financial statements.

The report is published to provide the City Council, City staff, our citizens, our bondholders, and other interested parties with detailed information concerning the financial condition and activities of the City government. 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.

Forvis Mazars, LLP has issued unmodified opinions on the City's financial statements for the year ended September 30, 2024. 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. MD&A complements this letter of transmittal and should be read in conjunction with it.

Profile of the Government

The City of Texarkana, Texas (City), incorporated in 1874, is located on the Texas-Arkansas state line in the northeast corner of the State of Texas. The City is 28 miles south of Oklahoma and 25 miles north of the Louisiana boundary line, and it currently occupies a land area of 31.73 square miles and serves a population estimated at 35,895. The City is empowered to levy a property tax on real and personal properties located within its boundaries. It is also empowered by state statute to extend its corporate limits by annexation, which occurs periodically when deemed appropriate by the City Council.

The City has operated under the council-manager form of government since 1960. Policy-making and legislative authority are vested in a governing council (Council) comprised of the mayor and six members, all elected on a non-partisan basis. Council members serve three-year staggered terms, with two members elected by ward every three years. The mayor is elected at large and serves a three-year term. The Council is responsible, among other things, for passing ordinances, adopting the budget, appointing committees, and hiring the City Manager, City Attorney, and Municipal Judge. The City Manager is responsible for carrying out the policies and ordinances of the Council, for overseeing the day-to-day operations of the City, and for appointing the heads of the various departments.

The City provides a full range of services, including police, fire, streets and infrastructure, traffic engineering, parks, recreation, library, community development (planning and zoning), public improvements, tourism activities, and general administrative services. Water and sewer distribution and collection activities are provided by Texarkana, Texas water department in conjunction with the Texarkana, Arkansas water department, dba Texarkana Water Utilities (TWU). The Texas activity of TWU functions as a department of the City and, therefore, has been included as an integral part of the City's financial statements.

The financial reporting entity (government) includes all funds of the primary government (*i.e.*, the City of Texarkana as legally defined), as well as all its component units. Component units are legally separate entities for which the primary government is financially accountable. Blended component units are in substance, part of the primary government's operations, even though they are legally separate entities. The City reports the Texarkana Firemen's Relief and Retirement Fund, a blended component unit, as a fiduciary fund of the City with a December 31, 2023 year-end (most recent audit). Discretely presented component units are legally separate entities and not part of the primary government's operations. The Texarkana-Bowie County Family Health Center is included in the financial statements as a discretely presented component unit. The City also participates in joint ventures with Texarkana, Arkansas to operate the Texarkana Regional Airport and the Bi-State Justice Center. Other joint ventures include the Bowie Central Appraisal District, Texarkana Metropolitan Planning Organization (MPO), and Texarkana Urban Transit District (T-Line).

Local Economy

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 operates.

The City and surrounding region are home to several industrial and manufacturing operations, including tire manufacturing, small arms ammunition, paper production, railroad tank car repair, cup and carton manufacturing, pipeline fittings, truck bodies, furniture, valves and couplings, military equipment repair and refurbishing, trucking, and petroleum marketing. Texarkana is also a regional medical center, with two (2) acute care hospitals, two (2) rehabilitation hospitals, a 15-bed geriatric psychiatric inpatient facility, several mental health centers, ambulatory surgical centers, home health care organizations, nursing home centers, assisted living centers, and retirement communities.

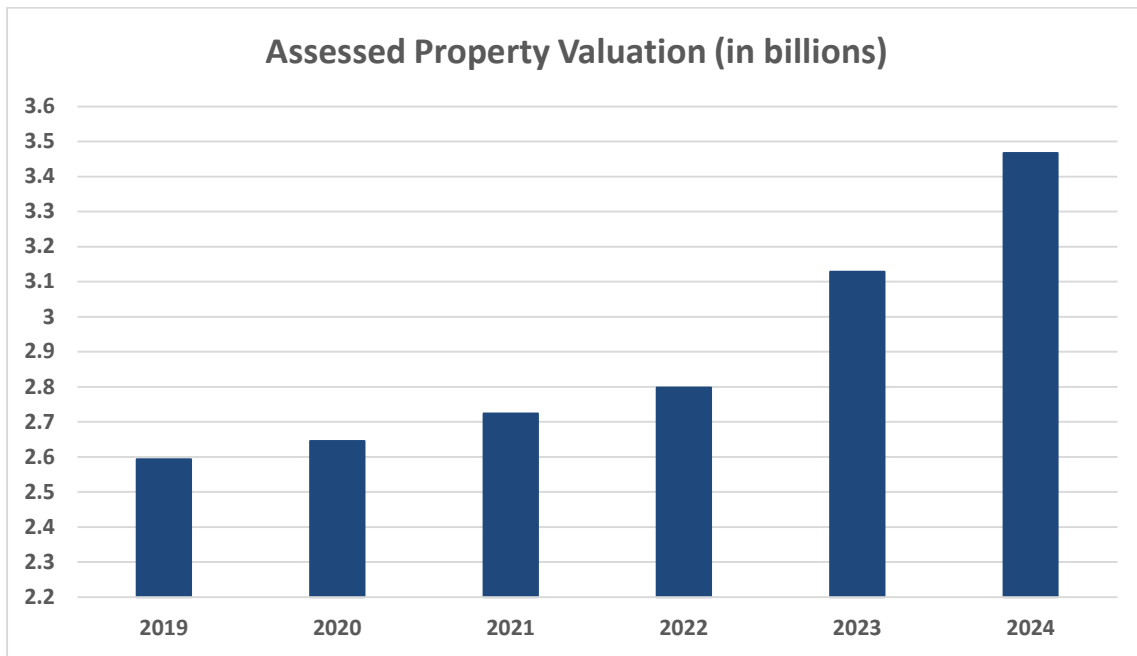
The City's strategic location with the prospect of three (3) interstate highways in the area, a favorable climate, plentiful water supplies, and a good mix of manufacturing, agriculture, government, tourism, education, medical, retail trade, and service centers should contribute to future growth and development for the foreseeable future. Current estimates indicate that approximately 80,000 vehicles use the area's interstate system.

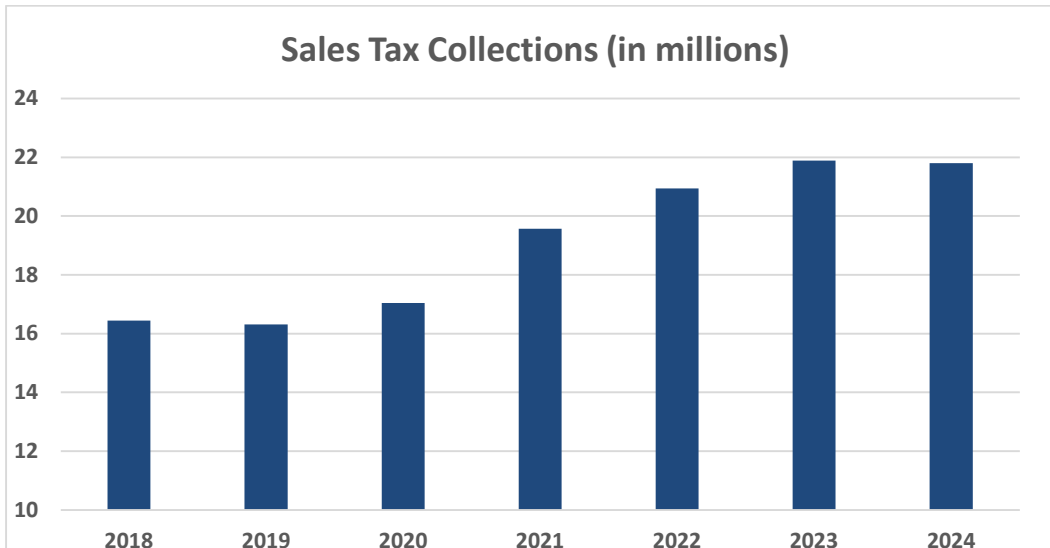
The City's primary and secondary education needs are served by three (3) public school districts, and four (4) other public school districts that border the City, as well as several area private schools. Five (5) institutions of higher education provide services to the City, with Texas A&M University – Texarkana and Texarkana College located on the Texas side, while the University of Arkansas for Medical Sciences Area Health Education Center, Southern Arkansas Tech, and the University of Arkansas Hope – Texarkana campuses reside on the Arkansas side.

The City has a number of worthwhile attractions, including the only U.S. Post Office located in two states, which provides a unique photo opportunity at Photographer’s Island, Scott Joplin Mural, historic Perot Theatre, Regional Arts Center, Texarkana Museum of Regional History, the Texarkana Symphony Orchestra, a municipal golf course designed by Jim Fazio, Jr. and managed by Hank Haney, and City parks that have hosted a number of district and state athletic tournaments. Noted attractions in the City’s parks system include: Splash Pad at Spring Lake Park, Kylee Sullivan Pet Safe Dog Park at Spring Lake Park, and wilderness hiking and bike trails at Bringle Lake Park. Additionally, there are a multitude of outdoor activities available on one of many lakes and rivers in the region.

Sales taxes and property taxes are responsible for a substantial portion of the City’s general fund operating revenue budget. In total, current property tax revenue increased by \$2,032,825 (10.5%) due to an increase in the assessed valuation. Current property tax revenue allocated to the general fund decreased by \$182,112 (1.4%). Current property tax revenue allocated to the debt service fund increased by \$1,586,030 (30.7%), while current property tax revenue allocated to the TIRZ #1 and TIRZ #2 funds increased by \$264,683 (30.2%). Sales tax revenue decreased by \$93,707 (0.43%) due to adjustments from a local energy company.

Historical perspectives of major revenues are illustrated in the following graphs:





Unemployment in the City decreased to 3.7% which was greater than the state rate of 3.5% and less than the national rate of 4.1%

Unassigned fund balance in the general fund at September 30, 2024 is \$20,240,902 which represents 47.05%, or 187 days, of general fund expenditures and is above the reserve goal of sixty (60) days established by the City's General Fund Balance Policy.

Long-Term Financial Planning

The City values long-term financial planning and has implemented the following processes to help control and accurately budget future expenditures:

- The budgeting process for the general fund captures five years of current and projected financial data.
- Allocating dollars in the following funds based on a long-term replacement schedule with the goal of establishing a plan to address needs as they arise, rather than incurring additional costs by delaying projects until future dates:
 - Fleet Capital Replacement Fund for city vehicles and major equipment
 - Technology Fund for computer equipment and software
 - Major Street Maintenance Fund for city-wide street maintenance needs
 - Public Safety Equipment Fund for police and fire equipment
 - Building Maintenance Fund for city-wide building maintenance needs

Relevant Financial Policies

The City's financial policies set forth the basic framework for the fiscal management of the City. These include policies for accounting, budgeting, capital improvements, asset management, revenue management, risk management, and fund balance/reserve levels. These policies were developed within the parameters established by applicable provisions of the Texas Local Government Code and the City of Texarkana, Texas City Charter. The policies are to be reviewed on an annual basis and modified to accommodate changing circumstances or conditions.

The City's accounting records for general governmental activities are maintained on a modified accrual basis, with revenues being recorded when available and measurable, and expenditures being recorded when the services or goods are received, and the liabilities are incurred. Accounting records for the City's water and sewer utility and other proprietary activities are maintained on the accrual basis.

The annual budget serves as the foundation for the City's financial planning and control. All agencies of the City are required to submit requests for appropriation to the City Manager. The City Manager provides a budget development calendar to the City Council for review and approval. After the calendar is approved, a proposed budget is prepared and adopted by the City Council by a majority vote prior to the end of the fiscal year. The City Manager may transfer unencumbered appropriated balances between general classifications of expenditures within and/or across any office, department, or agency of the City. The City Manager may submit requests for budget amendments at any time provided the total city budget remains balanced (Unassigned Fund Balance may be designated as revenue). Amendments are also approved by a majority vote of the City Council.

Major Initiatives

Most of the growth in the City continues to occur along and north of the I-30 corridor, although south of I-30 continues to develop as well. New development should continue to strengthen growth in the City's property tax base and other tax collections, which comprise around eighty percent (81.7%) of the City's General Fund operating revenues.

The City also has two (2) Tax Increment Reinvestment Zones (TIRZ) within its boundaries. The first operates in an area that begins on the south side of I-30 and extends north along the University Avenue Corridor to include the proposed University overlay district. The second runs from Texas Boulevard at State Line Avenue through the downtown area. Future incremental tax increases to existing properties and new properties in these districts are projected to provide funding for needed infrastructure projects within these areas without an additional tax burden to our citizens. Funding of both districts began on October 1, 2010. The first TIRZ bond was issued in 2012, with a second bond issued in 2019. Several potential infrastructure projects within the district have been approved by the TIRZ board. Future debt service payments on the bonds are expected to be funded by property tax revenues collected from new developments within the district.

A portion of gas and electric franchise fees are allocated to the City's Economic Development Fund to be used for the future economic development projects and activities and to provide incentives for potential projects that would bring jobs and revenue growth to the area. The City continues to pursue economic development projects and assistance is also provided in the form of revolving loan programs.

The City collects hotel occupancy tax revenue at a rate of 7%. This revenue is used to fund the operation and debt service of the Texarkana Convention Center and various other organizations that enhance and promote tourism in Texarkana.

The South Regional Wastewater Treatment Plant (SRWWTP) is the main wastewater treatment facility for both sides of town. An initial 10-year plan was developed in 2018 to prioritize and schedule out needed upgrades and improvements at this facility. Both the Arkansas and Texas Utilities make annual revenue contributions to the joint SRWWTP depreciation account to provide funding for the identified expenditures. The current water treatment plant located on New Boston Road is over forty (40) years old; and the plant, along with aging intake and distribution facilities, is co-owned by the City and other municipalities. Riverbend Water Resources District, of which Texarkana is a founding statutory member, has submitted and received approval for funding from the Texas Water Development Board for planned improvements which would include construction of a new intake and new treatment facility to be owned and operated by Riverbend. With the participation of Texarkana and other area cities and water supply corporations, Riverbend has developed long-term supply contracts with its Member Entities for defeasance of bonds issued for planned improvements, including construction of a new intake and treatment plant and decommissioning of aging infrastructure, and purchase of water treated from the new treatment plant. Texas Commission on Environmental Quality approved an amendment to Texarkana's Certificate of

Adjudication authorizing raw water diversion anywhere along the perimeter of Lake Wright Patman, which now enables relocating the raw water intake to a point anywhere along the lake. An engineering study has been commissioned by Riverbend to identify the existing portions of the distribution system that will be required for continued use and the portions, such as the aging intake and treatment plant, to be decommissioned. This is a matter of vital importance to all water users in the region, and any resulting decisions will only result upon Riverbend receiving necessary funding and the governing bodies of participating entities approving long-term supply contracts.

The City continues to promote neighborhood revitalization through neighborhood cleanup initiatives and the demolition of substandard properties. Demolition efforts are concentrated in specific neighborhoods with the goal of revitalizing an entire neighborhood.

Awards and Acknowledgements

Awards. The City received the GFOA's Award for Distinguished Budget Presentation for its annual budget document for the fiscal year ended September 30, 2024, which marks the ninth consecutive year that the City has received this award. To receive this award, a governmental unit must publish a budget document that meets program criteria as a policy document, operations guide, financial plan, and communications device.

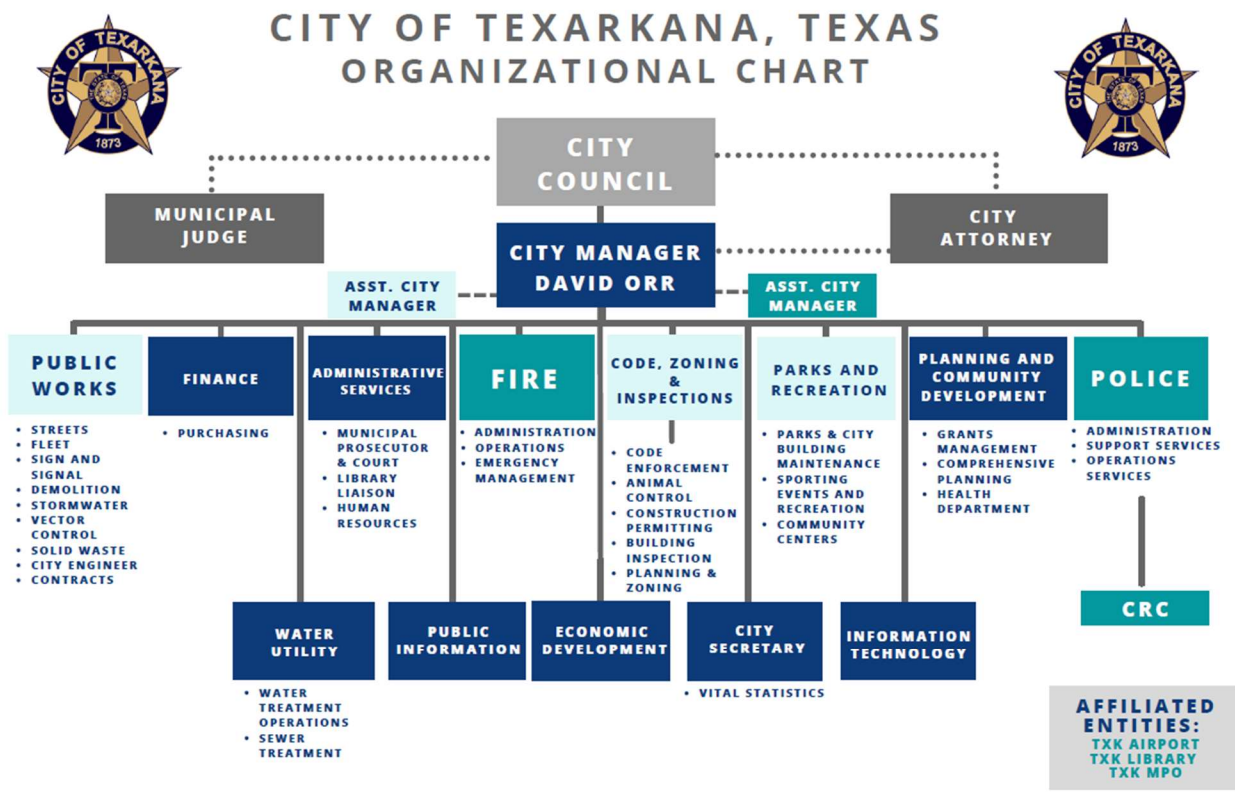
Acknowledgments. The preparation of this report would not have been possible without the efficient and dedicated services of the entire staff of the Finance Department and our independent auditors. I would like to express my appreciation to those who made the publication of this report possible. Credit must also be given to the City Manager, Mayor, and City Council for their unfailing support for maintaining the highest standards of professionalism in the management of the City of Texarkana, Texas' finances.

Respectfully submitted,



Kristin Peebles, CPA
Chief Financial Officer

April 21, 2025



CITY COUNCIL

BOB BRUGGEMAN
Mayor

JEAN H. MATLOCK
Councilmember, Ward 1

MARY HART
Councilmember, Ward 2

STEVE THOMPSON
Councilmember, Ward 3

CHRISTIE PAGE
Councilmember, Ward 4

COLE MEADOR
Councilmember, Ward 5

JAY DAVIS
Councilmember, Ward 6

DAVID ORR, PH.D., CPM
City Manager

KRISTIN PEEPLES, CPA
Chief Financial Officer

JENNIFER EVANS, TRMC
City Secretary

Independent Auditor's Report

Members of the City Council and
Honorable Bob Bruggeman, Mayor
City of Texarkana, Texas

Report on the Audit of the Financial Statements

Opinions

We have audited the financial statements of the governmental activities, business-type activities, discretely presented component unit, each major fund, and the aggregate remaining fund information of the City of Texarkana, Texas (City), as of and for the year ended September 30, 2024 and the related notes to the financial statements, which collectively comprise the City's basic financial statements as listed in the table of contents.

In our opinion, based on our audit and the reports of other auditors, the accompanying financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, business-type activities, discretely presented component unit, each major fund, and the aggregate remaining fund information of the City, as of September 30, 2024, and the respective changes in financial position and, where applicable, cash flows thereof and the respective budgetary comparison for the General Fund and CDBG 108 Loan Fund for the year then ended in accordance with accounting principles generally accepted in the United States of America.

We did not audit the financial statements of the Texarkana Fireman's Relief and Retirement Fund, a pension trust fund of the City, which represents 67.0%, 68.4%, and 25.7% of the assets plus deferred outflows, net position, and revenues/additions of the aggregate remaining fund information, respectively. We also did not audit the financial statements of the Texarkana Airport Authority or Texarkana Urban Transit District, joint ventures of the City, which represents approximately 14% of the assets plus deferred outflows and 26% of net position of the governmental activities of the City. Those statements were audited by other auditors, whose reports have been furnished to us, and our opinions, insofar as they relate to the amounts included for such entities, are based solely on the reports of the other auditors.

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS) and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States (*Government Auditing Standards*). Our responsibilities under those standards are further described in the "Auditor's Responsibilities for the Audit of the Financial Statements" section of our report. We are required to be independent of the City and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions. The financial statements of Texarkana Firemen's Relief and Retirement Fund were not audited in accordance with *Government Auditing Standards*.

Responsibilities of Management for the Financial Statements

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

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the City's ability to continue as a going concern for 12 months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

Auditor's Responsibilities for the Audit of the Financial Statement

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and, therefore, is not a guarantee that an audit conducted in accordance with GAAS and *Government Auditing Standards* will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

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

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

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

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and pension and other postemployment benefit information as listed in the table of contents be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context.

We and the other auditors have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City's basic financial statements. The combining and individual fund financial statements and schedules are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual fund financial statements and schedules are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Information

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

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

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated April 21, 2025 on our consideration of the City's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements, and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the City's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the City's internal control over financial reporting and compliance.

Forvis Mazars, LLP

**Rogers, Arkansas
April 21, 2025**

City of Texarkana, Texas
Management's Discussion and Analysis
September 30, 2024

As management of the City of Texarkana, Texas (City), we offer readers of the City's financial statements this narrative overview and analysis of the financial activities of the City for the fiscal year ended September 30, 2024. We encourage readers to consider the information presented here in conjunction with additional information that we have furnished in our letter of transmittal, which can be found on pages 1–6 of this report.

FINANCIAL HIGHLIGHTS

- The assets and deferred outflows of resources of the City exceeded its liabilities and deferred inflows of resources at the close of the most recent fiscal year by \$246,237,625 (net position). Of this amount, \$154,230,339 (63%) is invested in capital assets that do not directly generate revenue and are not available to generate liquid capital. Net position restricted for specific purposes totaled \$10,410,109 (4%). The remaining \$81,597,177 (33%) is unrestricted and may be used to meet the government's ongoing obligations to citizens and creditors in accordance with the City's fund designation and fiscal policies.
- The City's total net position increased by \$25,426,393 during this fiscal year. The change in net position from operations of governmental activities increased by \$21,015,824, while the change in net position from operations of business-type activities increased by \$4,410,569.
- Unrestricted net position, which may be used to meet the City's ongoing obligations to citizens and creditors, increased by \$45,988,090.
- At the close of the current fiscal year, the City's governmental funds reported ending fund balances of \$89,562,418, an increase of \$14,681,173 from last year. Of this amount \$20,240,902, or 23%, of the total fund balance is available for spending at the City's discretion (unassigned fund balance).
- Within the combined governmental fund balances, \$2,547,390 is non-spendable. Another \$39,980,670 is restricted, \$2,414,035 is committed, and \$24,379,421 is assigned. Total unassigned fund balance for the general fund is \$20,240,902 and is equal to 52% of general fund expenditures.

OVERVIEW OF THE FINANCIAL STATEMENTS

Management's discussion and analysis is intended to serve as an introduction to the City's basic financial statements. The City's basic financial statements are comprised of three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements. This report also contains other supplementary information in addition to the basic financial statements themselves.

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 private-sector business.

The Statement of Net Position presents information on all of the City's assets, deferred outflows of resources, liabilities, and deferred inflows of resources, with the difference between the four reported as net position. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the City is improving or deteriorating.

The Statement of Activities presents information showing how the City's net position changed during the fiscal year. All changes in net position are reported when 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 (governmental activities) from functions that are intended to recover all or a significant portion of their costs through user fees and charges (business-type activities). The governmental activities of the City include general government, public safety, public works, parks and recreation, and health and welfare. The business-type activities of the City include water and sewer operations.

City of Texarkana, Texas
Management's Discussion and Analysis
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The government-wide financial statements include not only the City itself (known as the primary government) but also a legally separate health center for which the City is financially accountable. Financial information for this component unit is reported separately from the financial information presented for the primary government itself.

The government-wide financial statements can be found on pages 21–23 of this report.

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

Governmental Funds. Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, government 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 funds balance sheet and the governmental funds statements of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

The City maintains forty-two (42) governmental funds. Information is presented separately in the governmental funds balance sheet and in the governmental funds statement of revenues, expenditures, and changes in fund balances for the General Fund, Debt Service Fund, CDBG 108 Loan Fund, 2022 Bond Fund, and 2023 Bond Fund, all of which are considered to be major funds. Data from the other thirty-seven (37) 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 appropriated budget for all required governmental funds. A budgetary comparison statement has been provided for the general fund to demonstrate compliance with this budget.

The basic governmental funds financial statements can be found on pages 24–27 of this report.

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 in the government-wide financial statements. The City uses enterprise funds to account for its water and sewer operations. 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 its employee insurance programs and fleet services. Because each of these services predominately benefits governmental rather than business-type functions, they have primarily been included within governmental activities in the government-wide financial statements.

Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail. The proprietary fund financial statements provide separate information for the Texarkana, Texas Water Utilities (TWU), which is considered to be a major fund of the City. Data from the other two (2) enterprise funds are combined into a single, aggregated presentation. Individual fund data for each of these nonmajor enterprise funds is presented in the form of combining statements elsewhere in this report. The internal service funds are combined into a single aggregated presentation in the proprietary fund financial statements. Individual fund data for the internal service funds is provided in the form of combining statements elsewhere in this report.

The basic proprietary fund financial statements can be found on pages 30–35 of this report.

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Fiduciary Funds. Fiduciary funds are used to account for resources held for the benefit of parties outside of the government. Fiduciary funds are not reflected in the government-wide financial statement because the resources of those funds are not available to support the City of Texarkana, Texas' own programs. The accounting used for fiduciary funds is much like that used for proprietary funds.

The basic fiduciary fund financial statements can be found on pages 36–37 of 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.

The notes to the financial statements can be found on pages 38–87 of this report.

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 and other postemployment (OPEB) benefits to its employees.

This required supplementary information regarding pension and OPEB benefits may be found on pages 88-97 of this report.

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

Combining and individual statements and schedules can be found on pages 102–155 of this report.

GOVERNMENT-WIDE FINANCIAL ANALYSIS

As noted earlier, net position may serve over time as a useful indicator of a government's financial position. In the case of the City of Texarkana, Texas, assets and deferred outflows of resources exceeded liabilities and deferred inflows of resources by \$246,237,625 as of September 30, 2024. The largest portion of the City's net position (\$154,230,339, or 63%) reflects its investment in capital assets (e.g., land, buildings, equipment, improvements, infrastructure, and construction in progress), less any debt used to acquire those assets that is still outstanding. The City uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although the City's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

**City of Texarkana, Texas
Management's Discussion and Analysis
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CITY OF TEXARKANA, TEXAS' NET POSITION

	Governmental Activities		Business-type Activities		Total	
	2024	2023	2024	2023	2024	2023
Current and other assets	\$ 139,441,893	\$ 110,516,234	\$ 49,790,484	\$ 29,538,586	\$ 189,232,377	\$ 140,054,820
Capital assets	135,668,346	131,555,132	63,936,702	60,271,605	199,605,048	191,826,737
Total assets	275,110,239	242,071,366	113,727,186	89,810,191	388,837,425	331,881,557
Deferred outflows of resources	24,296,504	17,822,518	1,814,782	3,045,152	26,111,286	20,867,670
Long-term liabilities	126,231,223	107,660,011	28,540,063	9,628,938	154,771,286	117,288,949
Other liabilities	2,431,991	3,475,151	5,577,313	6,067,333	8,009,304	9,542,484
Total liabilities	128,663,214	111,135,162	34,117,376	15,696,271	162,780,590	126,831,433
Deferred inflows of resources	5,506,310	4,537,327	424,186	569,235	5,930,496	5,106,562
Net position						
Net invested in capital assets	100,342,644	96,891,657	53,887,695	58,166,584	154,230,339	155,058,241
Restricted	10,410,109	29,751,487	-	-	10,410,109	29,751,487
Unrestricted	54,484,466	17,578,251	27,112,711	18,423,253	81,597,177	36,001,504
Total net position	\$ 165,237,219	\$ 144,221,395	\$ 81,000,406	\$ 76,589,837	\$ 246,237,625	\$ 220,811,232

An additional portion of the City's net position of \$10,410,109 (4%) represents resources that are subject to external restrictions on their usage. All restricted assets of the City relating to both governmental activities and business-type activities are being held for purposes established by state and local laws, future construction, and debt service reserve requirements on the City's outstanding debt. The remaining balance of unrestricted net position in the amount of \$81,597,177 (33%) may be used to meet the City's ongoing obligations to citizens and creditors.

At the end of the current fiscal year, the City is able to report positive balances in all three categories of net position for the government as a whole.

Governmental Activities

Governmental activities increased the City's net position by \$21,015,824. Total revenue for the governmental activities (excluding transfers) increased from the previous year by \$11,479,428. General revenues had a net increase of \$3,002,498. Tax revenues for the year increased primarily due to increased property tax revenues of \$1,349,006. While the City maintained a property tax rate consistent with the prior year, taxable property values increased by approximately ten percent (10%) compared to the prior year. Operating grants and contributions increased by \$9,007,986 due to an increase in equity investment in joint ventures. Total expenses increased by \$2,994,195, or approximately six percent (6%). Much of this increase is related to personnel costs, including base wage adjustments of approximately 3% to 8%, along with increased health insurance premium costs. Interest on long-term debt also increased with the issuance of new certificates of obligation.

Business Type Activities

Net position from business-type activities increased by \$4,410,569. Total revenue for the business-type activities increased from the previous year by \$4,336,658 primarily due to an increase in demand for water, along with the adoption of a new water and sewer rate structure that provides for a percentage increase each fiscal year.

**City of Texarkana, Texas
Management’s Discussion and Analysis
September 30, 2024**

CITY OF TEXARKANA, TEXAS’ CHANGES IN NET POSITION

	Governmental Activities		Business-type Activities		Total	
	2024	2023	2024	2023	2024	2023
Revenues						
Program revenues						
Charges for services	\$ 3,806,104	\$ 4,337,160	\$ 31,264,900	\$ 27,970,761	\$ 35,071,004	\$ 32,307,921
Operating grants and contributions	16,959,964	7,951,978	-	-	16,959,964	7,951,978
Capital grants and contributions	-	-	-	50,928	-	50,928
General revenues						
Property taxes	21,310,807	19,961,801	-	-	21,310,807	19,961,801
Other taxes	25,817,856	25,752,983	-	-	25,817,856	25,752,983
Other revenue	6,195,433	4,606,814	1,948,482	855,035	8,143,915	5,461,849
Total Revenues	74,090,164	62,610,736	33,213,382	28,876,724	107,303,546	91,487,460
Expenses						
General government	14,907,647	13,661,540	-	-	14,907,647	13,661,540
Public safety	19,382,374	17,909,977	-	-	19,382,374	17,909,977
Public works	10,045,041	10,428,093	-	-	10,045,041	10,428,093
Parks and recreation	4,682,711	4,751,912	-	-	4,682,711	4,751,912
Health and welfare	1,441,364	1,114,074	-	-	1,441,364	1,114,074
Interest on long-term debt	2,146,404	1,745,750	-	-	2,146,404	1,745,750
Water and sewer	-	-	29,271,612	26,930,284	29,271,612	26,930,284
Total Expenses	52,605,541	49,611,346	29,271,612	26,930,284	81,877,153	76,541,630
Change in net position before transfers	21,484,623	12,999,390	3,941,770	1,946,440	25,426,393	14,945,830
Transfers	(468,799)	(1,183,310)	468,799	1,183,310	-	-
Change in Net Position	21,015,824	11,816,080	4,410,569	3,129,750	25,426,393	14,945,830
Beginning Net Position	144,221,395	132,405,315	76,589,837	73,460,087	220,811,232	205,865,402
Ending Net Position	\$ 165,237,219	\$ 144,221,395	\$ 81,000,406	\$ 76,589,837	\$ 246,237,625	\$ 220,811,232

Total Statement of Activities

The total result of the City’s activity is an increase in total net position of \$25,426,393 during the current fiscal year. Net position, before transfers, related to business-type activities increased by \$3,941,770, and net position before transfers from governmental activities increased by \$21,484,623. Additional related information may be found in the governmental activities section on pages 21–23 of this report.

FINANCIAL ANALYSIS OF THE CITY’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 the 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.

At the end of the current fiscal year, the City’s governmental funds reported combined ending fund balances of \$89,562,418, an increase of \$14,681,173 in comparison with the prior year. This increase is related to increased revenue from property and other tax revenue along with the issuance of Series 2023 CO Bonds during FY2024.

City of Texarkana, Texas
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The General Fund is the chief operating fund of the City of Texarkana, Texas. At the end of the current fiscal year, the unassigned fund balance was \$20,240,902, while the total fund balance was \$43,013,243. As a measure of the General Fund's liquidity, it may be useful to compare both unassigned and total fund balances to total fund expenditures. Unassigned fund balances represent 52% of the total General Fund expenditures, while total fund balance represents 109% of that same amount. Total revenue declined slightly when compared with the prior year with an overall change of less than two percent (2%) due mostly to a decline in fee and permit revenue. This decline is the result of several large commercial building projects and associated permitting fees that were included in prior year revenue but not applicable to the current year. Total expenditures increased by just under five percent (5%) for a net excess of revenue over expenditures of \$4,502,720. Much of this increase is due to increased personnel costs related to base wage adjustments of approximately 3% to 8% along with increased health insurance premium costs.

The Debt Service Fund is considered a major governmental fund of the City this year and, accordingly, is presented separately in this year's report. This fund ended the fiscal year with a fund balance of \$1,075,692. The Debt Service Fund accounts for the accumulation of resources for, and the payment of, long-term debt principal, interest, and related costs of all the City's long-term general obligation debt. The fund expended \$5,105,000 in debt payments during this fiscal year, an increase of \$565,000 in normal debt service expenditures from last year due mostly to the addition of an annual debt service payment for the Series 2023 Certificates of Obligation.

The CDBG 108 Loan Fund is considered a major governmental fund of the City this year and, accordingly, is presented separately in this year's report. This fund ended the fiscal year with \$21,039 in fund balance at the end of the year, an increase of \$10 from interest revenue.

The 2022 Bond Fund is considered a major governmental fund of the City this year and, accordingly is presented separately in this year's report. This fund ended the fiscal year with \$16,382,143 in fund balance at the end of the year due to the issuance of Series 2022 CO Bonds in the prior fiscal year. Interest earnings of \$880,539 offset by capital outlay of \$2,461,053 in the current fiscal year resulted in a net decrease in fund balance of \$1,580,514 in the current year.

The 2023 Bond Fund is considered a major governmental fund of the City this year and, accordingly, is presented separately in this year's report. This fund ended the fiscal year with \$13,188,418 in fund balance at the end of the year due to the issuance of Series 2023 CO Bonds during the fiscal year. Interest earnings of \$677,166 offset by capital outlay and issuance expenses of \$2,414,529 in the current fiscal year resulted in a net decrease in fund balance of \$1,737,363 in the current year.

The other governmental funds of the City include special revenue funds and capital project funds. At the end of the 2024 fiscal year, the City had combined ending fund balances in its special revenue funds of \$15,050,672, an increase in fund balance of \$2,269,606 due to total revenue for special revenue funds of \$7,657,940 offset by expenditures of \$4,212,395 and net other financial uses of (\$1,175,939).

At the end of fiscal year 2024, the City had a total of three (3) capital project funds included in other governmental funds, with total fund balances of \$831,211, a decrease of \$2,982,821 from last year. These funds are all reserved for street maintenance projects, park improvements, and other miscellaneous capital projects.

Enterprise funds – The City's enterprise funds, primarily the Texarkana Water Utilities system, provide the same type of information found in the governmental-wide financial statements but in more detail.

Unrestricted net position for business type activities at the end of fiscal year 2024 was \$26,581,013, which was an increase of \$8,469,629 from 2023. An increase in the demand for water, along with the adoption of a new water and sewer rate structure, provided additional water and sewer revenue in the current year.

City of Texarkana, Texas
Management's Discussion and Analysis
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Internal service funds – The City uses two (2) internal service funds. The combined net position in these funds at the end of the fiscal year was \$2,658,491, an increase from last year of \$1,099,148. The Employee Benefit Fund accounts for contributions received from other City funds and employees to pay medical benefits and life insurance premiums. Net position in the fund increased by \$1,087,784, due to premiums received and investment earnings in excess of claims paid. The Fleet Services Fund accounts for repair and maintenance on all City vehicles, excluding TWU. Net position in the fund increased by \$11,364 due to revenues and transfers in of \$1,345,740 in excess of expenses and transfers out of \$1,334,376.

Fiduciary funds – The City also maintains three (3) Fiduciary Funds. The Firemen's Relief Pension Trust Fund accounts for retirement contributions made by the City's firefighters, and contributions made on their behalf by the City. The fund's net position increased by \$3,102,760 for the calendar year of 2023 due primarily to market performance, and net position totaled \$40,323,969. The two remaining fiduciary funds are custodial funds. The Drug Enforcement Fund accounts for evidence money seized by the Police Department and holds these funds until final disposition is directed by the courts. This fund had net position of \$69,044 at the end of the fiscal year. The Police Evidence Fund accounts for all funds seized by the Police Department during its apprehension of suspects and subsequent case investigations. This fund had a net position of \$1,812 at the end of the fiscal year.

General Fund Budgetary Highlights

The change in projected ending fund balance between the original budget and final amended budget totaled a \$5,544,153 decrease. Revised revenues for the General Fund were projected to increase by \$1,029,274 due to an anticipated increase in investment earnings resulting from favorable rates and a projected decline in sales tax revenue related to one-time historical adjustments. Revised expenditures for the General Fund were projected to increase by \$6,372,393 due to expenditures for capital outlay offset by other incremental departmental savings. Other financing uses were projected to increase by \$201,034.

The difference between the final amended budgeted fund balance and the actual fund balance was an increase of \$11,387,891. Total revenue in the General Fund was \$1,508,749 more than the revised budget. Of this increase, \$320,515 was attributable to favorable interest rates that resulted in additional investment income. Additional sales tax revenue collections contributed to an increase in Other Taxes of \$230,224. Surplus property sales, insurance reimbursements, and other miscellaneous revenues accounted for the increase in Other Revenue of \$793,834. Expenditures for the General Fund were \$5,320,633 less than the revised budget due to one-time projects anticipated but not completed in the current fiscal year. Other financing uses were \$4,558,509 more than the revised budget.

Capital Assets and Debt Administration

Capital assets – The City's investment in total capital assets for its governmental and business-type activities as of September 30, 2024 amounts to \$199,605,048 (net of accumulated depreciation), compared to \$191,826,737 in 2023, an increase of \$7,778,311. Investment in capital assets related to governmental activities of \$135,668,346 increased by \$4,113,214, and includes land, buildings, improvements, machinery and equipment, licensed vehicles, infrastructure, and construction in progress. Investment in capital assets related to business-type activities ended the year at \$63,936,702, an increase of \$3,665,097, reflecting the net of additions and disposals of various capital assets and charges for depreciation expense.

**City of Texarkana, Texas
Management's Discussion and Analysis
September 30, 2024**

**CITY OF TEXARKANA, TEXAS' CAPITAL ASSETS
(Net of depreciation)**

	Governmental Activities		Business-type Activities		Total	
	2024	2023	2024	2023	2024	2023
Land	\$ 12,232,252	\$ 12,232,252	\$ 1,445,666	\$ 1,445,666	\$ 13,677,918	\$ 13,677,918
Buildings	11,376,658	11,862,881	690,939	678,497	12,067,597	12,541,378
Improvements other than buildings	3,680,308	4,002,317	44,507,083	43,323,262	48,187,391	47,325,579
Machinery and equipment	5,205,468	5,364,402	2,673,356	2,380,254	7,878,824	7,744,656
Subscription asset	191,834	249,470	-	-	191,834	249,470
Licensed vehicles	7,447,220	7,368,998	-	-	7,447,220	7,368,998
Infrastructure	87,380,002	88,727,230	-	-	87,380,002	88,727,230
Construction in progress	8,154,604	1,747,582	8,687,662	6,460,689	16,842,266	8,208,271
Intersystem shared assets	-	-	5,931,996	5,983,237	5,931,996	5,983,237
Total capital assets	<u>\$ 135,668,346</u>	<u>\$ 131,555,132</u>	<u>\$ 63,936,702</u>	<u>\$ 60,271,605</u>	<u>\$ 199,605,048</u>	<u>\$ 191,826,737</u>

Additional information on the City's capital assets can be found in Note 5 in this report on pages 53–55.

Long-Term Obligations

At the end of the current fiscal year, the City of Texarkana, Texas had total long-term obligations outstanding of \$154,771,286. Of this amount, \$131,326,574 comprises long-term obligations backed by the full faith and credit of the City. The remainder of the City's long-term obligations is secured by specified revenue sources. At the end of fiscal year 2024, this amount was \$23,444,712.

OUTSTANDING LONG-TERM OBLIGATIONS AT YEAR-END

	Governmental Activities		Business-type Activities		Total	
	2024	2023	2024	2023	2024	2023
General obligation bonds	\$ 14,167,499	\$ 16,970,068	\$ -	\$ -	\$ 14,167,499	\$ 16,970,068
Revenue bonds	-	-	21,493,429	1,279,873	21,493,429	1,279,873
Certificates of obligation	51,697,572	39,315,816	-	-	51,697,572	39,315,816
Loans payable	-	-	1,769,127	1,576,317	1,769,127	1,576,317
Subscription liability	182,156	230,523	-	-	182,156	230,523
Accrued compensated absences	6,369,939	5,903,389	444,130	431,400	6,814,069	6,334,789
Net pension and other post employment liabilities	53,814,057	45,240,215	4,833,377	6,341,348	58,647,434	51,581,563
Total	<u>\$ 126,231,223</u>	<u>\$ 107,660,011</u>	<u>\$ 28,540,063</u>	<u>\$ 9,628,938</u>	<u>\$ 154,771,286</u>	<u>\$ 117,288,949</u>

The City's total debt increased by \$37,482,337 (32%) during the current fiscal year. This increase is primarily due to the issuance of Series 2023 CO Bonds combined with an increase in the net pension and other post-employment liabilities at year-end.

The City's General Obligation, Certificates of Obligation, and Revenue bond ratings are listed below:

	Standard & Poor's
General Obligation Bonds	AA-
Certificates of Obligation	AA-
Revenue Bonds	A+

**City of Texarkana, Texas
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State statutes limit the total property tax rate to \$2.50 per \$100 assessed valuation. The City's local property tax rate for this fiscal year was \$0.65000 per \$100 assessed valuation, of which \$0.217341 per \$100 was for annual debt service.

Additional information on the City's long-term debt can be found in Notes 10–12 on pages 59–78 of this report.

Economic Factors and Next Year's Budgets and Rates

The unemployment rate for the City as of the fiscal year-end was 3.7 compared to 4.3 last year. This rate is slightly higher than the state rate of 3.5 and lower than the National rate of 4.1.

Sales tax collections are projected to comprise about fifty-two percent (52%) of the City's proposed General Fund budget for the 2025 fiscal year, while property tax revenue is estimated to account for approximately thirty-three percent (33%). The certified tax roll of \$3,762,626,411 increased just under nine percent (8.66%) from the prior year's official tax roll.

The City Council has elected to maintain a property tax rate of 0.65 per \$100 valuation for the 2025 fiscal year. The proposed budget for the 2025 fiscal year will raise more revenue from property taxes than last year's budget by an amount of \$1,728,044, which is an 8.00% increase from last year's budget. The property tax revenue to be raised from new property added to the tax roll this year is \$643,224.

The ending unassigned General Fund balance is projected to be approximately 150 days of budgeted reoccurring General Fund expenditures.

The Texas Revenue Fund of TWU is projected to end the 2024–2025 budget year with a balance of \$5,213,925 or approximately 65 days of total budgeted expenditures.

Requests for Information

This financial report is designed to provide a general overview of the City of Texarkana, Texas' finances for all of 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 of Texarkana, Texas, Finance Department, Attn: Chief Financial Officer, 220 Texas Boulevard, Texarkana, Texas 75501.



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Basic Financial Statements

City of Texarkana, Texas
Statement of Net Position
September 30, 2024

	Primary Government			Component Unit
	Governmental Activities	Business-Type Activities	Total	Health
ASSETS				
Cash	\$ 44,781,233	\$ 28,724,672	\$ 73,505,905	\$ 1,144,753
Investments				
Certificates of deposit	7,335,415	1,200,001	8,535,416	-
Receivables (net of allowance for uncollectibles)				
Property taxes	1,283,257	-	1,283,257	-
Other taxes	295,386	-	295,386	-
Accounts	337,997	2,930,392	3,268,389	48
Other government agencies	6,857,007	1,260,414	8,117,421	188,966
Accrued interest	409,648	5,129	414,777	-
Loans	3,976,405	-	3,976,405	-
Inventory	26,414	774,745	801,159	-
Prepaid items	-	96,773	96,773	-
Other assets	-	16,482	16,482	-
Restricted assets				
Cash	30,446,057	13,213,549	43,659,606	-
Investments	-	-	-	-
Accrued interest	-	167,603	167,603	-
Accounts receivable	-	168,084	168,084	-
Prepaid capital improvement deposits	-	992,867	992,867	-
Other assets	-	239,773	239,773	-
Investments in joint venture	43,693,074	-	43,693,074	-
Capital assets (net of accumulated depreciation)				
Land	12,232,252	1,445,666	13,677,918	-
Buildings	11,376,658	690,939	12,067,597	236,565
Improvements other than buildings	3,680,308	44,507,083	48,187,391	-
Infrastructure	87,380,002	-	87,380,002	-
Machinery and equipment	5,205,468	2,673,356	7,878,824	84,242
Subscription asset	191,834	-	191,834	-
Licensed vehicles	7,447,220	-	7,447,220	-
Intersystem shared assets	-	5,931,996	5,931,996	-
Construction in progress	8,154,604	8,687,662	16,842,266	-
Total Assets	275,110,239	113,727,186	388,837,425	1,654,574
DEFERRED OUTFLOWS OF RESOURCES				
Deferred outflows from pensions	22,641,567	1,774,383	24,415,950	-
Deferred outflows from other post employment benefit:	1,298,694	40,399	1,339,093	-
Deferred charge on refunding	356,243	-	356,243	-
Total Deferred Outflows of Resources	\$ 24,296,504	\$ 1,814,782	\$ 26,111,286	\$ -

**City of Texarkana, Texas
Statement of Net Position
September 30, 2024**

(Continued)

	Primary Government			Component Unit
	Governmental Activities	Business-Type Activities	Total	Health
LIABILITIES				
Accounts payable	\$ 197,588	\$ 413,808	\$ 611,396	\$ 19,591
Accrued liabilities	561,500	204,894	766,394	15,753
Due to other governments	642,516	387,350	1,029,866	-
Unearned revenue	1,030,387	-	1,030,387	-
Accrued interest payable from restricted assets	-	163,707	163,707	-
Customer deposits	-	884,881	884,881	-
Capital improvement deposits	-	924,047	924,047	-
Other liabilities and escrow deposits	-	2,598,626	2,598,626	-
Long-term liabilities				
Due within one year				
Bonds payable	2,760,000	565,000	3,325,000	-
Certificates of obligation	2,435,000	-	2,435,000	-
Subscription liability	50,315	-	50,315	-
Loans payable	-	412,120	412,120	-
Accrued compensated absences	466,550	70,172	536,722	-
Other postemployment liabilities	62,000	-	62,000	-
Due in more than one year				
Net pension liabilities	38,323,462	4,068,305	42,391,767	-
Other postemployment liabilities	15,428,595	765,072	16,193,667	-
Bonds payable	11,407,499	20,928,429	32,335,928	-
Certificates of obligation	49,262,572	-	49,262,572	-
Subscription liability	131,841	-	131,841	-
Loans payable	-	1,357,007	1,357,007	-
Accrued compensated absences	5,903,389	373,958	6,277,347	-
Total Liabilities	128,663,214	34,117,376	162,780,590	35,344
DEFERRED INFLOWS OF RESOURCES				
Deferred inflows from pension	1,050,610	184,419	1,235,029	-
Deferred inflows from other postemployment benefits	4,374,925	239,767	4,614,692	-
Gain on refunding	80,775	-	80,775	-
Total Deferred Inflows of Resources	5,506,310	424,186	5,930,496	-
NET POSITION				
Net invested in capital assets	100,342,644	53,887,695	154,230,339	320,807
Restricted for				
Court security and technology	554,043	-	554,043	-
Law enforcement	466,187	-	466,187	-
Health and welfare	2,493,209	-	2,493,209	1,298,423
Public safety radio	240,573	-	240,573	-
Tourism	2,050,977	-	2,050,977	-
Debt service	1,075,692	-	1,075,692	-
Tax Increment Reinvestment Zone	3,529,428	-	3,529,428	-
Unrestricted	54,484,466	27,112,711	81,597,177	-
Total Net Position	\$ 165,237,219	\$ 81,000,406	\$ 246,237,625	\$ 1,619,230



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City of Texarkana, Texas
Statement of Activities
Year Ended September 30, 2024

Functions/Programs	Program Revenues				Net (Expense) Revenue and Changes in Net Position			Component Unit
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Primary Government		Health	
					Governmental Activities	Business-type Activities		
Primary Government								
Governmental activities								
General government	\$ 14,907,647	\$ 857,399	\$ 6,671,629	\$ -	\$ (7,378,619)	\$ -	\$ (7,378,619)	\$ -
Public safety	19,382,374	1,982,008	7,021,882	-	(10,378,484)	-	(10,378,484)	-
Public works	10,045,041	407,420	1,637,431	-	(8,000,190)	-	(8,000,190)	-
Parks and recreation	4,682,711	261,485	151,425	-	(4,269,801)	-	(4,269,801)	-
Health and welfare	1,441,364	297,792	1,477,597	-	334,025	-	334,025	-
Interest on long-term debt	2,146,404	-	-	-	(2,146,404)	-	(2,146,404)	-
Total governmental activities	52,605,541	3,806,104	16,959,964	-	(31,839,473)	-	(31,839,473)	-
Business-type activities								
Water	19,319,264	20,634,834	-	-	-	1,315,570	1,315,570	-
Sewer	9,952,348	10,630,066	-	-	-	677,718	677,718	-
Total business-type activities	29,271,612	31,264,900	-	-	-	1,993,288	1,993,288	-
Total Primary Government	\$ 81,877,153	\$ 35,071,004	\$ 16,959,964	\$ -	(31,839,473)	1,993,288	(29,846,185)	\$ -
Component Unit								
Component unit – Health	\$ 1,264,340	\$ 207,687	\$ 1,062,245	\$ -				\$ 5,592
Total Component Unit	\$ 1,264,340	\$ 207,687	\$ 1,062,245	\$ -				5,592
			General Revenues					
			Property taxes		21,310,807	-	21,310,807	-
			Sales taxes		22,007,965	-	22,007,965	-
			Franchise taxes		1,628,227	-	1,628,227	-
			Other taxes		2,181,664	-	2,181,664	-
			Investment earnings		4,061,361	1,948,482	6,009,843	46,301
			Miscellaneous		2,134,072	-	2,134,072	-
			Transfers		(468,799)	468,799	-	-
			Total General Revenues and Transfers		52,855,297	2,417,281	55,272,578	46,301
			Change in Net Position		21,015,824	4,410,569	25,426,393	51,893
			Net Position, Beginning of Year		144,221,395	76,589,837	220,811,232	1,567,337
			Net Position, End of Year		\$ 165,237,219	\$ 81,000,406	\$ 246,237,625	\$ 1,619,230

City of Texarkana, Texas
Balance Sheet – Governmental Funds
September 30, 2024

	General	Debt Service	CDBG 108 Loan	2022 Bond	2023 Bond	Other Governmental Funds	Total Governmental Funds
ASSETS							
Cash	\$ 31,922,215	\$ 1,031,425	\$ 325	\$ 16,426,840	\$ 13,188,418	\$ 10,690,319	\$ 73,259,542
Investments							
Certificates of deposit	7,335,415	-	-	-	-	-	7,335,415
Receivables (net of allowance for uncollectible)							
Property taxes	685,036	344,120	-	-	-	254,101	1,283,257
Other taxes	224,745	23,845	-	-	-	46,796	295,386
Accounts	192,621	-	-	-	-	16,704	209,325
Other government agencies	5,474,108	-	-	-	-	1,321,897	6,796,005
Accrued interest	11,058	-	119,242	-	-	279,348	409,648
Loans	-	-	1,429,000	-	-	2,547,405	3,976,405
Due from other governments	-	-	-	-	-	-	-
Due from other funds	175,007	-	-	-	-	1,447,731	1,622,738
Total Assets	\$ 46,020,205	\$ 1,399,390	\$ 1,548,567	\$ 16,426,840	\$ 13,188,418	\$ 16,604,301	\$ 95,187,721
LIABILITIES							
Accounts payable	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 197,547	\$ 197,547
Accrued payroll	504,279	-	-	-	-	219	504,498
Due to other governments	641,848	-	-	-	-	668	642,516
Due to other funds	28,307	11,238	1,408,286	-	-	174,907	1,622,738
Other liabilities and escrow deposits	981,967	-	-	44,697	-	3,723	1,030,387
Total Liabilities	2,156,401	11,238	1,408,286	44,697	-	377,064	3,997,686
DEFERRED INFLOWS OF RESOURCES							
Unavailable revenue – charges for services	228,548	-	-	-	-	-	228,548
Unavailable revenue – property taxes	622,013	312,460	-	-	-	66,418	1,000,891
Unavailable revenue – grants	-	-	-	-	-	-	-
Unavailable revenue – interest	-	-	119,242	-	-	278,936	398,178
Total Deferred Inflows of Resources	850,561	312,460	119,242	-	-	345,354	1,627,617
FUND BALANCES (DEFICIT)							
Nonspendable	-	-	-	-	-	2,547,390	2,547,390
Restricted	8,362	1,075,692	21,039	16,382,143	13,188,418	9,305,016	39,980,670
Committed	-	-	-	-	-	2,414,035	2,414,035
Assigned	22,763,979	-	-	-	-	1,615,442	24,379,421
Unassigned	20,240,902	-	-	-	-	-	20,240,902
Total Fund Balances	43,013,243	1,075,692	21,039	16,382,143	13,188,418	15,881,883	89,562,418
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	\$ 46,020,205	\$ 1,399,390	\$ 1,548,567	\$ 16,426,840	\$ 13,188,418	\$ 16,604,301	\$ 95,187,721

City of Texarkana, Texas
Reconciliation of the Governmental Funds
Balance Sheet to the Statement of Net Position
September 30, 2024

Total governmental fund balances	\$ 89,562,418
Amounts reported for governmental activities in the statement of net position are different because:	
Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds.	135,668,346
Other long-term assets are not available to pay for current-period expenditures and, therefore, are deferred in the funds.	1,627,617
Internal service funds are used by management to charge the costs of insurance and fleet services to individual funds. A portion of the assets and liabilities of the internal service fund is included in governmental activities in the statement of net position.	2,126,793
Long-term liabilities, including bonds payable and certificates of obligation, along with the related deferred outflows of resources and deferred inflows of resources on refundings, loans payable, compensated absences and subscription liability are not due and payable in current periods and, therefore, are not reported in the funds.	(72,141,698)
Net pension liability, total Other Postemployment Benefit (OPEB) liability, pension, and OPEB-related deferred outflows and inflows of resources are not due in the current period and, therefore, are not reported in the funds.	(35,299,331)
Equity interest in joint ventures, excluding interest in Bowie Central Appraisal District, does not provide current financial resources and, therefore, may not be reported in the funds.	<u>43,693,074</u>
Net position of governmental activities	<u>\$ 165,237,219</u>

City of Texarkana, Texas
Statement of Revenues, Expenditures, and Changes in Fund Balances – Governmental Funds
Year Ended September 30, 2024

	General	Debt Service	CDBG 108 Loan	2022 Bond	2023 Bond	Other Governmental Funds	Total Governmental Funds
Revenues							
Property taxes	\$ 13,719,193	\$ 6,859,575	\$ -	\$ -	\$ -	\$ 1,188,859	\$ 21,767,627
Other taxes	22,087,022	-	-	-	-	2,102,607	24,189,629
Franchise receipts	1,298,279	-	-	-	-	329,948	1,628,227
Fees and permits	1,141,126	-	-	-	-	-	1,141,126
Charges for services	1,440,445	-	-	-	-	36,540	1,476,985
Municipal court	1,050,592	-	-	-	-	-	1,050,592
Interest and dividends	1,820,817	56,450	10	880,539	677,166	477,963	3,912,945
Intergovernmental	266,858	-	-	-	-	2,060,550	2,327,408
Other	972,162	-	-	-	-	1,548,240	2,520,402
Total Revenues	43,796,494	6,916,025	10	880,539	677,166	7,744,707	60,014,941
Expenditures							
Current							
General government	9,435,121	-	-	-	-	2,514,030	11,949,151
Public safety	17,390,942	-	-	-	-	615,750	18,006,692
Public works	5,470,084	-	-	-	-	259	5,470,343
Parks and recreation	2,472,129	-	-	-	-	1,338,613	3,810,742
Health and welfare	450,662	-	-	-	-	990,702	1,441,364
Capital outlay	4,068,288	-	-	2,461,053	2,277,317	1,822,629	10,629,287
Debt service							
Principal retirement	6,270	5,105,000	-	-	-	-	5,111,270
Interest and fiscal charges	278	2,365,046	-	-	-	-	2,365,324
Miscellaneous	-	-	-	-	137,212	-	137,212
Total Expenditures	39,293,774	7,470,046	-	2,461,053	2,414,529	7,281,983	58,921,385
Excess (Deficiency) of Revenues Over Expenditures	4,502,720	(554,021)	10	(1,580,514)	(1,737,363)	462,724	1,093,556
Other Financing Sources (Uses)							
Transfers in	20,680	1,277,131	-	-	-	524,337	1,822,148
Transfers out	(1,460,036)	-	-	-	-	(1,700,276)	(3,160,312)
Issuance of debt	-	-	-	-	14,925,781	-	14,925,781
Total Other Financing Sources (Uses)	(1,439,356)	1,277,131	-	-	14,925,781	(1,175,939)	13,587,617
Net Change in Fund Balances	3,063,364	723,110	10	(1,580,514)	13,188,418	(713,215)	14,681,173
Fund Balances at Beginning of Year	39,949,879	352,582	21,029	17,962,657	-	16,595,098	74,881,245
Fund Balances at End of Year	\$ 43,013,243	\$ 1,075,692	\$ 21,039	\$ 16,382,143	\$ 13,188,418	\$ 15,881,883	\$ 89,562,418

City of Texarkana, Texas
Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances of
Governmental Funds to the Statement of Activities
Year Ended September 30, 2024

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

Net change in fund balances – total governmental funds	\$ 14,681,173
Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the effect of \$10,629,287 in capital outlay expenditures less \$6,190,655 in depreciation expense.	4,438,632
The statement of activities reports a gain or loss of the sale of the assets based on the proceeds received and the net book value of the assets at the time of disposal. This amount is the net effect of the difference between the cost of assets disposed and the accumulated depreciation of assets disposed.	(325,418)
Some revenues in the governmental funds are deferred because they are not collected within the prescribed time period after year-end. On the accrual basis, however, those revenues would be recognized, regardless of when they were collected. This is the net amount of the revenue differences as a result of deferrals because of the availability criterion under the modified accrual basis of accounting.	(390,139)
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 position. Also, governmental funds report the net effect of premiums, discounts, and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities. This amount is the net effect of these differences in the treatment of long-term debt and related items.	(9,595,591)
Compensated absences reported in the statement of activities do not require the use of current financial resources and, therefore, are not reported as an expenditure in the governmental funds.	(466,550)
Net pension and total other postemployment obligations reported in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in the governmental funds.	(3,004,068)
Internal service funds are used by management to charge the costs of insurance and fleet services to individual funds. The net revenue of certain activities of internal service funds is reported with governmental activities.	879,319
Increases (decreases) from the equity interest in joint ventures do not provide or use current current financial resources and, therefore, may not be reported in the funds.	<u>14,798,466</u>
Change in net position of governmental activities	<u>\$ 21,015,824</u>

City of Texarkana, Texas
Statement of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual –
General Fund
Year Ended September 30, 2024

	Budgeted Amounts		Actual	Variance With Final Budget
	Original	Final		
Revenues				
Property taxes	\$ 13,649,578	\$ 13,707,069	\$ 13,719,193	\$ 12,124
Other taxes	22,589,700	21,856,798	22,087,022	230,224
Franchise receipts	1,393,500	1,331,500	1,298,279	(33,221)
Fees and permits	582,873	1,092,144	1,141,126	48,982
Charges for services	1,205,650	1,372,150	1,440,445	68,295
Municipal court	1,208,960	1,027,413	1,050,592	23,179
Investment earnings	414,310	1,725,977	1,820,817	94,840
Intergovernmental	173,550	224,541	266,858	42,317
Other	620,700	775,846	972,162	196,316
Total Revenues	41,838,821	43,113,438	43,796,494	683,056
Expenditures				
Current				
General government	9,976,574	12,053,241	9,435,121	2,618,120
Public safety	17,696,073	17,455,931	17,390,942	64,989
Public works	5,917,523	5,783,203	5,470,084	313,119
Parks and recreation	2,314,100	3,004,176	2,472,129	532,047
Health and welfare	583,463	623,083	450,662	172,421
Capital outlay	1,151,250	4,464,263	4,068,288	395,975
Debt service				
Principal	6,271	6,271	6,270	1
Interest	279	279	278	1
Total Expenditures	37,645,533	43,390,447	39,293,774	4,096,673
Excess (Deficiency) of Revenue Over Expenditures	4,193,288	(277,009)	4,502,720	4,779,729
Other Financing Sources (Uses)				
Transfers in	1,046,000	1,046,000	20,680	(1,025,320)
Transfers out	(6,842,831)	(7,043,865)	(1,460,036)	5,583,829
Total Other Financing Sources (Uses)	(5,796,831)	(5,997,865)	(1,439,356)	4,558,509
Net Change in Fund Balances	(1,603,543)	(6,274,874)	3,063,364	9,338,238
Fund Balances at Beginning of Year	39,949,879	39,949,879	39,949,879	-
Fund Balances at End of Year	\$ 38,346,336	\$ 33,675,005	\$ 43,013,243	\$ 9,338,238

City of Texarkana, Texas
Statement of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual –
CDBG 108 Loan Fund
Year Ended September 30, 2024

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance With Final Budget</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Interest and dividends	\$ 29,709	\$ 109,685	\$ 10	\$ (109,675)
Total Revenues	<u>29,709</u>	<u>109,685</u>	<u>10</u>	<u>(109,675)</u>
Expenditures				
Current	-	-	-	-
Total Expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Other Financing Sources (Uses)				
Transfers out	-	-	-	-
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balances	29,709	109,685	10	(109,675)
Fund Balances at Beginning of Year	<u>21,029</u>	<u>21,029</u>	<u>21,029</u>	<u>-</u>
Fund Balances at End of Year	<u>\$ 50,738</u>	<u>\$ 130,714</u>	<u>\$ 21,039</u>	<u>\$ (109,675)</u>

City of Texarkana, Texas
Statement of Net Position – Proprietary Funds
September 30, 2024

	Business-Type Activities – Enterprise Funds			Governmental Activities – Internal Service Funds
	Texarkana, Texas Water Utilities	Nonmajor Other Enterprise Funds	Total	
ASSETS				
Current Assets				
Cash	\$ 28,061,236	\$ 171,499	\$ 28,232,735	\$ 2,459,685
Investments	1,200,001	-	1,200,001	-
Receivables (net of allowance for uncollectible)				
Accounts	2,774,386	123,837	2,898,223	160,841
Accrued interest	5,129	-	5,129	-
Other government agencies	1,229,901	15,263	1,245,164	76,252
Due from other funds	-	-	-	-
Inventory	768,142	-	768,142	33,017
Prepaid expenses	96,773	-	96,773	-
Other assets	16,482	-	16,482	-
Total Current Assets	34,152,050	310,599	34,462,649	2,729,795
Noncurrent Assets				
Restricted assets				
Cash	13,213,549	-	13,213,549	-
Investments	-	-	-	-
Accrued interest	167,603	-	167,603	-
Accounts receivable	-	168,084	168,084	-
Total Restricted Assets	13,381,152	168,084	13,549,236	-
Other Noncurrent Assets				
Prepaid capital improvement deposits	992,867	-	992,867	-
Other assets	239,773	-	239,773	-
Total other noncurrent assets	1,232,640	-	1,232,640	-
Capital Assets (Net of Accumulated Depreciation)				
Land	1,444,866	800	1,445,666	-
Buildings	690,939	-	690,939	-
Improvements other than buildings	44,507,083	-	44,507,083	-
Machinery and equipment	2,673,356	-	2,673,356	-
Intersystem shared assets	5,931,996	-	5,931,996	-
Construction in progress	8,687,662	-	8,687,662	-
Total Capital Assets	63,935,902	800	63,936,702	-
Total Noncurrent Assets	78,549,694	168,884	78,718,578	-
Total Assets	112,701,744	479,483	113,181,227	2,729,795
DEFERRED OUTFLOWS OF RESOURCES				
Deferred pension outflows	1,774,383	-	1,774,383	-
Deferred pension outflows from other postemployment benefits	40,399	-	40,399	-
Total Deferred Outflows of Resources	1,814,782	-	1,814,782	-

City of Texarkana, Texas
Statement of Net Position – Proprietary Funds
September 30, 2024

(Continued)

	Business-Type Activities – Enterprise Funds			Governmental Activities – Internal Service Funds
	Texarkana, Texas Water Utilities	Nonmajor Other Enterprise Funds	Total	
LIABILITIES				
Current Liabilities				
Accounts payable	\$ 311,901	\$ 101,897	\$ 413,798	\$ 51
Accrued liabilities	187,740	2,903	190,643	71,253
Accrued interest	163,707	-	163,707	-
Due to other governments	306,394	80,956	387,350	-
Due to other funds	-	-	-	-
Other payables	2,596,567	2,059	2,598,626	-
Accrued compensated absences – current	70,172	-	70,172	-
Revenue bonds – current	565,000	-	565,000	-
Notes payable – current	412,120	-	412,120	-
Total Current Liabilities	<u>4,613,601</u>	<u>187,815</u>	<u>4,801,416</u>	<u>71,304</u>
Noncurrent Liabilities				
Customer deposits	884,881	-	884,881	-
Capital improvement deposits	639,155	284,892	924,047	-
Accrued compensated absences	373,958	-	373,958	-
Net pension and total other postemployment liabilities	4,833,377	-	4,833,377	-
Revenue bonds	20,928,429	-	20,928,429	-
Notes payable	1,357,007	-	1,357,007	-
Total Noncurrent Liabilities	<u>29,016,807</u>	<u>284,892</u>	<u>29,301,699</u>	<u>-</u>
Total Liabilities	<u>33,630,408</u>	<u>472,707</u>	<u>34,103,115</u>	<u>71,304</u>
DEFERRED INFLOWS OF RESOURCES				
Deferred pension inflows from pensions	184,419	-	184,419	-
Deferred pension inflows from other postemp benefits	239,767	-	239,767	-
Total Deferred Inflows of Resources	<u>424,186</u>	<u>-</u>	<u>424,186</u>	<u>-</u>
NET POSITION				
Net investment in capital assets	53,886,895	800	53,887,695	-
Unrestricted	26,575,037	5,976	26,581,013	2,658,491
Total Net Position	<u>\$ 80,461,932</u>	<u>\$ 6,776</u>	<u>80,468,708</u>	<u>\$ 2,658,491</u>
Some amounts reported for business-type activities in the statement of net position are different because certain internal service fund assets and liabilities are included with business-type activities.			531,698	
Net Position of Business-Type Activities			<u>\$ 81,000,406</u>	

City of Texarkana, Texas
Statement of Revenues, Expenses, and Changes in Net Position – Proprietary Funds
Year Ended September 30, 2024

	Business-Type Activities – Enterprise Funds			Governmental Activities – Internal Service Funds
	Texarkana, Texas Water Utilities	Nonmajor Other Enterprise Funds	Total	
Operating Revenues				
Water sales	\$ 10,470,128	\$ 2,193,512	\$ 12,663,640	\$ -
Wholesale water sales	2,467,786	-	2,467,786	-
Water connection fees	10,750	-	10,750	-
Sewer charges	7,970,815	-	7,970,815	-
Penalties and service charges	795,185	-	795,185	-
Insurance contributions	-	-	-	7,314,658
Fleet services	-	-	-	160,835
Other income	7,336,706	944	7,337,650	95,374
Total Operating Revenues	29,051,370	2,194,456	31,245,826	7,570,867
Operating Expenses				
Administrative	476,716	-	476,716	-
Finance	415,809	-	415,809	-
Information technology	839,157	-	839,157	-
Customer service	695,338	-	695,338	-
Water production	4,828,946	-	4,828,946	-
Water distribution	953,089	-	953,089	-
Sewer collection	922,376	-	922,376	-
Inflow and infiltration	155,789	-	155,789	-
Wastewater treatment	3,294,937	-	3,294,937	-
Environmental service	284,495	-	284,495	-
Engineering design	411,223	-	411,223	-
Geographical information systems	256,316	-	256,316	-
Composting	250,834	-	250,834	-
Operations administration	182,857	-	182,857	-
Service center	237,966	-	237,966	-
Field service	479,546	-	479,546	-
Construction oversight	1,244,002	-	1,244,002	-
Benefit payments	-	-	-	6,291,949
Fleet services	-	-	-	1,333,009
Depreciation	3,282,497	-	3,282,497	-
Other expenses	177,616	-	177,616	-
Contract water and sewer expense – International Paper	-	2,198,054	2,198,054	-
Other managed systems	5,648,363	-	5,648,363	-
Legal services	118,670	-	118,670	-
Total Operating Expense	25,156,542	2,198,054	27,354,596	7,624,958
Operating Income (Loss)	3,894,828	(3,598)	3,891,230	(54,091)

City of Texarkana, Texas
Statement of Revenues, Expenses, and Changes in Net Position – Proprietary Funds
Year Ended September 30, 2024 **(Continued)**

	<u>Business-Type Activities – Enterprise Funds</u>			Governmental Activities – Internal Service Funds
	Texarkana, Texas Water Utilities	Nonmajor Other Enterprise Funds	Total	
Nonoperating Revenues (Expenses)				
Interest revenue – investments	\$ 1,932,102	\$ 3,074	\$ 1,935,176	\$ 66,532
Interest expense	(1,276,977)	-	(1,276,977)	-
Interest expense – notes payable	(610,146)	-	(610,146)	-
Total Nonoperating Revenues (Expenses)	<u>44,979</u>	<u>3,074</u>	<u>48,053</u>	<u>66,532</u>
Income (Loss) Before Transfers and Capital Contributions	3,939,807	(524)	3,939,283	12,441
Transfers in	253,516	-	253,516	1,089,504
Transfers out	-	(2,059)	(2,059)	(2,797)
Change in Net Position	4,193,323	(2,583)	4,190,740	1,099,148
Total Net Position, Beginning of Year	<u>76,268,609</u>	<u>9,359</u>		<u>1,559,343</u>
Total Net Position, End of Year	<u>\$ 80,461,932</u>	<u>\$ 6,776</u>		<u>\$ 2,658,491</u>
Some amounts reported for business-type activities in the statement of activities are different because the net revenue/expenses of certain internal service funds is reported with business-type activities.			<u>219,829</u>	
Change in Net Position of Business-Type Activities			<u>\$ 4,410,569</u>	

City of Texarkana, Texas
Statement of Cash Flows – Proprietary Funds
Year Ended September 30, 2024

	Business-Type Activities – Enterprise Funds			Governmental Activities – Internal Service Funds
	Texarkana, Texas Water Utilities	Nonmajor Other Enterprise Funds	Total	
Cash Flows From Operating Activities				
Cash received from customers	\$ 27,964,032	\$ 2,686,894	\$ 30,650,926	\$ 6,793,830
Cash received from interfund services provided and used	-	-	-	202,211
Cash paid to suppliers	(18,490,879)	(2,561,177)	(21,052,056)	(7,257,586)
Cash paid to employees	(3,413,552)	-	(3,413,552)	(358,407)
Other payments	-	-	-	-
Net Cash Provided by (Used in) Operating Activities	6,059,601	125,717	6,185,318	(619,952)
Cash Flows From Noncapital Financing Activities				
Transfers to other funds	-	(2,059)	(2,059)	(2,797)
Transfers in from other funds	253,516	-	253,516	1,089,504
Net Cash Provided by (Used by) Noncapital Financing Activities	253,516	(2,059)	251,457	1,086,707
Cash Flows From Capital and Related Financing Activities				
Acquisition and construction of capital assets	(6,947,964)	-	(6,947,964)	-
Proceeds from issuance of bonds	20,510,336	-	20,510,336	-
Principal paid on bonds	(103,970)	-	(103,970)	-
Interest paid on bonds	(1,122,917)	-	(1,122,917)	-
Interest paid on notes payable	(610,146)	-	(610,146)	-
Capital improvement deposits received	-	(1,021,504)	(1,021,504)	-
Capital improvement deposits returned	320,382	-	320,382	-
Net Cash Provided by (Used in) Capital and Related Financing Activities	12,045,721	(1,021,504)	11,024,217	-
Cash Flows From Investing Activities				
Purchase of investments	(37,923,331)	-	(37,923,331)	-
Proceeds from sale and maturities of investments	38,400,245	-	38,400,245	-
Interest received on investments	1,805,837	3,074	1,808,911	66,532
Net Cash Provided by Investing Activities	2,282,751	3,074	2,285,825	66,532
Net Increase (Decrease) in Cash	20,641,589	(894,772)	19,746,817	533,287
Cash, Beginning of Year	20,633,196	1,066,271	21,699,467	1,926,398
Cash, End of Year	\$ 41,274,785	\$ 171,499	\$ 41,446,284	\$ 2,459,685
Cash – Unrestricted	\$ 28,061,236	\$ 171,499	\$ 28,232,735	\$ 2,459,685
Cash – Restricted	13,213,549	-	13,213,549	-
	\$ 41,274,785	\$ 171,499	\$ 41,446,284	\$ 2,459,685

City of Texarkana, Texas
Statement of Cash Flows – Proprietary Funds
Year Ended September 30, 2024

(Continued)

	Business-Type Activities – Enterprise			Governmental Activities – Internal Service Funds
	Texarkana, Texas Water Utilities	Nonmajor Other Enterprise Funds	Total	
Reconciliation of Operating Income (Loss) to Net Cash Provided by (Used in) Operating Activities				
Operating Income (Loss)	\$ 3,894,828	\$ (3,598)	\$ 3,891,230	\$ (54,091)
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided by (Used in) Operating Activities				
Depreciation expense	3,282,497	-	3,282,497	-
(Increase) decrease in assets				
Accounts receivable	(1,216,510)	492,438	(724,072)	3,076
Due from other government agencies	26,308	-	26,308	109,777
Due from other funds	385,732	(10,821)	374,911	-
Inventory	(62,119)	-	(62,119)	6,412
Prepaid expenses	3,608	-	3,608	-
(Increase) decrease in deferred outflows	1,230,370	-	1,230,370	-
Increase (decrease) in liabilities				
Accounts payable	(35,870)	(15,075)	(50,945)	(571,725)
Accrued liabilities	35,283	556	35,839	(112,526)
Due to other funds	150,291	(338,235)	(187,944)	(875)
Accrued compensated absences	12,730	-	12,730	-
Customer deposits	102,864	-	102,864	-
Net pension and total other postemployment liabilities	(1,507,971)	-	(1,507,971)	-
Other payables	(97,391)	452	(96,939)	-
Increase (decrease) in deferred inflows	(145,049)	-	(145,049)	-
Total Adjustments	<u>2,164,773</u>	<u>129,315</u>	<u>2,294,088</u>	<u>(565,861)</u>
Net Cash Provided by (Used in) Operating Activities	<u>\$ 6,059,601</u>	<u>\$ 125,717</u>	<u>\$ 6,185,318</u>	<u>\$ (619,952)</u>

City of Texarkana, Texas
Statement of Fiduciary Net Position – Fiduciary Funds
Year Ended September 30, 2024

	Firemen's Relief Pension Trust Fund 12/31/2023	Custodial Funds
ASSETS		
Cash and cash equivalents	\$ 610,668	\$ 70,856
Receivables		
Interest and dividends	61,743	-
Investments, at fair value		
Equities		
Domestic	11,359,753	-
International	3,016,111	-
Fixed income:		
Domestic	11,801,762	-
International	1,043,728	-
Alternative investments	10,924,005	-
Real estate	1,522,065	-
Other assets	12,795	-
Total Assets	40,352,630	70,856
LIABILITIES		
Accrued expenses	28,661	-
Total Liabilities	28,661	-
NET POSITION		
Net position – restricted for pension benefits	40,323,969	-
Net position - restricted individuals, organizations, other governments	-	70,856
Total Net Position	\$ 40,323,969	\$ 70,856

City of Texarkana, Texas
Statement of Changes in Fiduciary Net Position – Fiduciary Funds
Year Ended September 30, 2024

	Firemen's Relief Pension Trust Fund 12/31/2023	Custodial Funds
ADDITIONS		
Contributions		
Employer	\$ 988,864	\$ -
Members	684,620	-
Total Contributions	<u>1,673,484</u>	<u>-</u>
Investment Income		
Interest and dividend income	902,764	2,313
Net appreciation in fair value of investments	3,794,917	-
Less investment expense	(299,045)	-
Net Investment Income	<u>4,398,636</u>	<u>2,313</u>
Seized Funds	<u>-</u>	<u>68,543</u>
Total Additions	<u>6,072,121</u>	<u>70,856</u>
DEDUCTIONS		
Benefits paid to participants	2,875,793	-
Refunds and drop payments	31,498	-
Administrative expenses	62,070	-
Distributions to other governments	-	-
Total Deductions	<u>2,969,361</u>	<u>-</u>
Change in Net Position	3,102,760	70,856
Net Position at Beginning of Year	<u>37,221,209</u>	<u>-</u>
Net Position at End of Year	<u>\$ 40,323,969</u>	<u>\$ 70,856</u>

Note 1. Summary of Significant Accounting Policies

Reporting Entity

The City of Texarkana, Texas was incorporated on April 5, 1960 under the provisions of Vernon's Civil Statutes Article 1175 (1) as amended (Home Rule Enabling Act). The City operates under a Council-Manager form of government and provides the following services as authorized by its charter: public safety (police and fire), highways and streets, sanitation, health and social services, culture-recreation, public improvements, planning and zoning, and general administrative services.

As required by generally accepted accounting principles, these financial statements present the City of Texarkana, Texas (primary government) and its component units, entities for which the government is considered to be financially accountable. Blended component units are, in substance, part of the primary government's operations, even though they are legally separate entities. TIRZ Advisory Board is a blended component unit of the City. Thus, blended component units are appropriately presented as funds of the primary government. The discretely presented component unit is reported in a separate column of the financial statements to emphasize it is legally separate from the government.

Discretely Presented Component Unit. The Texarkana-Bowie County Family Health Center (Health Center), a public health district as established under Texas Civil Statutes, was organized by a cooperative agreement between the City and Bowie County, Texas. Because 7 of the 12 members of the governing body serve by virtue of the position each holds with the primary government, management has concluded that the primary government effectively appoints a voting majority of the governing body. Management believes that failure to include the Health Center would render the City's financial statements incomplete or misleading. The remaining five members of the Health Center governing body are the Bowie County Commissioners Court members. The City provides the facilities, a majority of the operating funds, and fiscal management of the Health Center. The City contributed \$75,000 and \$75,000 in fiscal years 2023 and 2024, respectively, toward the Health Center's operations during the year ended September 30, 2024. The Health Center does not have separately issued financial statements.

Related Organizations

The City's officials are also responsible for appointing the members of the boards of other organizations, but the City's accountability for these organizations does not extend beyond making the appointment. The City Council or specific committees of the City Council appoint members of the following organizations: Board of Adjustment, Ark-Tex Council of Governments, Building Code Revision Committee, Building and Standards Commission, Civil Service Commission, CDBG Citizens Advisory Committee, Electrical Examining Board, Health Facilities Development Corporation, Historic Landmark Preservation Commission, Hospital Authority Board of Directors, Texarkana Housing Authority, Housing Finance Corporation, Industrial Development Corporation, Intergovernmental Advisory Committee, Library Commission, Northeast Texas Mental Health/Mental Retardation (MHMR) Board of Trustees, Permit and License Appeal Board, Planning and Zoning Commission, Plumbing Appeals and Advisory Board, Public Responsibility Committee, and Tax Increment Reinvestment Zone Boards. Positions on these boards are appointed in certain instances in entirety, partially, or with City Board members.

Joint Ventures

Texarkana Airport Authority

The City is a participant with Texarkana, Arkansas, in a joint venture to operate Texarkana Regional Airport. The Texarkana Airport Authority was created in 1956 by ordinance enacted by the two cities. The governing body of Texarkana Airport Authority consists of eight members, four of whom are residents of Texarkana, Texas, and four of whom are residents of Texarkana, Arkansas. These board members are appointed by the mayors of the respective cities. The Airport Authority Board has governance responsibilities over all activities relating to operating and maintaining the Texarkana Regional Airport. The Airport Authority Board receives funding from airport operations and from various local, state, and federal agencies and must comply with any requirements of these funding sources.

City of Texarkana, Texas
Notes to Financial Statements
September 30, 2024

In previous years, the cities have made contributions of assets to the Airport Authority of \$3,065,657 by Texarkana, Texas, and \$2,329,980 by Texarkana, Arkansas. During the Airport Authority's fiscal year ended December 31, 2023, the City of Texarkana, Texas contributed \$468,302 and the City of Texarkana, Arkansas contributed \$305,088. The City of Texarkana, Texas' net investment in the Airport Authority is reported in the City's financial statements with governmental activities capital assets. The City's equity interest in the Airport Authority was \$40,303,962 at December 31, 2023 (the latest available). Complete financial statements for the Authority can be obtained from the Texarkana Airport Authority's administrative office.

Bi-State Justice Center

The City is also a participant in a joint venture in the Bi-State Justice Center with the City of Texarkana, Arkansas and Bowie County, Texas. The Bi-State Justice Center is jointly occupied by law enforcement and criminal justice agencies of the City of Texarkana, Texas; City of Texarkana, Arkansas; and Bowie County, Texas. The facility is located on the state line, half in Texarkana, Texas, and half in Texarkana, Arkansas. The Intergovernmental Advisory Committee is responsible for the operations of the Center. This seven-member committee is comprised of two members from the City of Texarkana, Texas City Council, two members from the Texarkana, Arkansas Board of Directors, the Bowie County Judge, one Bowie County Commissioner, and one independent member. The Center accounts only for the operations of its own law enforcement and criminal justice agencies. The annual budget is underwritten by the participating entities based on a formula which uses floor space occupied, number of records processed by the Building Information Center, and the number of prisoners in the detention facility for each entity. Each year's revenues and expenditures are equal; therefore, there is never a net income or loss and no fund balance.

The City's net investment, which consists of capital outlay in the Bi-State Justice Center, is reported in the City's financial statements with governmental activities capital assets. The City's equity interest at September 30, 2024 was \$1,335,742 based on the Bi-State Justice Center's audited financial statements at December 31, 2023 (the latest available). Complete financial statements for the Bi-State Justice Center can be obtained from the City of Texarkana, Arkansas Finance Department.

Texarkana Urban Transportation Study (TUTS)

The City of Texarkana, Texas is a participant with seven other entities in the Texarkana Urban Transportation Study (TUTS) Policy Committee, which is the designated metropolitan planning organization (MPO) for the Texarkana urbanized area. The MPO develops transportation plans and programs in cooperation with the participating entities and transit agencies. The governing body of the TUTS consists of 14 members, three of whom are representatives of the City of Texarkana, Texas; three of whom are representatives of the City of Texarkana, Arkansas; the Bowie County Judge, the Miller County Judge, the Mayor of the City of Wake Village, Texas; Mayor of the City of Nash, Texas; two representatives for the Arkansas State Highways and Transportation Department; and two representatives for the Texas Department of Transportation. The TUTS may receive federal, state, and local funding for metropolitan transportation planning for the integrated network of federal, state, and local roads and highways. The City has an ongoing financial responsibility of the TUTS since its continued existence depends on continued funding by the City.

The City's net investment in the joint venture is reported in the City's financial statements in the General Fund since the joint venture does not represent equity primarily in capital assets. The City's interest at September 30, 2024 was \$0 based on the Texarkana Urban Transportation Study Policy Committee's financial records at September 30, 2024. The TUTS does not have separately issued financial statements for the year ended September 30, 2024.

Texarkana Urban Transit District

The City is a participant with three other cities in the Texarkana Urban Transit District (TUTD). The purpose of the TUTD will be to provide public transportation services within the Texarkana urban area. Composition of the Transit District Board is as follows: the City of Texarkana, Texas – three members, one of whom is an elected official; the City of Texarkana, Arkansas – three members, one of whom is an elected official; the City of Wake Village, Texas – two members, one of whom is an elected official; and the City of Nash, Texas – two members, one of whom is an

City of Texarkana, Texas
Notes to Financial Statements
September 30, 2024

elected official. The TUTD receives federal, state, and local funding, as well as user charges generated by the public transportation system. The City has an ongoing financial responsibility of the TUTD since its continued existence depends on continued funding by the City.

The City's net investment in the joint venture is reported in the City's financial statements within governmental activities. The City's interest at September 30, 2024 was \$2,053,370 based on the Texarkana Urban Transit District's audited financial statements at September 30, 2023 (the latest available). Complete financial statements for the TUTD can be obtained from the ATCOG Finance Department in Texarkana, Texas.

Government-Wide and Fund Financial Statements

The government-wide financial statements consist of the statement of net position and the statement of activities. The government-wide financial statements report information on all of the nonfiduciary activities of the primary government and its component unit. The effect of interfund activity has been removed from these statements. Governmental activities are reported separately from business-type activities. Governmental activities are normally supported by taxes and intergovernmental revenues, whereas business-type activities are normally supported by fees and charges for services. Similarly, the primary government is reported separately from legally separate component units for which the primary government is financially accountable.

The statement of activities demonstrates the degree to which the direct expenses of a given function or segments are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or segment. Program revenues include (1) charges to customers 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 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.

Separate financial statements are provided for governmental funds and proprietary funds as well as fiduciary funds even though they are excluded from the government-wide financial statements. Major individual governmental funds and individual enterprise funds are reported as separate columns in the fund financial statements.

Basis of Accounting

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting as are the proprietary fund and fiduciary fund financial statements, with the exception of custodial fund. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

Government fund financial statements are reported using the current financial resources measurement focus and modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the City considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting; however, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments are recorded when payment is due.

Revenue sources such as property taxes, sales tax, franchise taxes, licenses, and interest associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. All other revenue items are considered to be measurable and available only when cash is received by the City.

City of Texarkana, Texas
Notes to Financial Statements
September 30, 2024

The City reports the following major governmental funds:

General Fund – This fund is the City’s primary operating fund. It accounts for all financial resources of the general government, except those required to be accounted for in another fund.

Debt Service – This fund is used to account for the accumulation of resources for, and the payment of, long-term debt principal, interest, and related costs of all of the City’s long-term general obligation debt of governmental funds.

CDBG 108 Loan Fund – This fund is used for the CDBG Section 108 Loan Guarantee Program which is designed to assist community and economic development projects that will benefit low/moderate income persons by providing housing in the downtown area.

2022 Bond Fund – This fund is used to account for individual projects associated with the issuance for the 2022 bonded debt.

2023 Bond Fund – This fund is used to account for individual projects associated with the issuance for the 2023 bonded debt.

The City reports the following major proprietary fund:

Texarkana, Texas Water Utilities – This fund is used to account for water and sewer services provided to the citizens of Texarkana, Texas and other incorporated and unincorporated areas adjacent to the City.

Additionally, the City reports the following types of funds:

Internal Service Funds – These funds are established to account for the financing of goods or services provided by one department or agency to other departments or agencies of the City, or to other governments, on a cost-reimbursement basis. The City has two internal service funds. The Employee Benefit fund is used to account for employee medical benefits and life insurance premiums for covered City employees. The Fleet Services fund is used to account for the repair and maintenance of all vehicles and equipment owned by the City except for the Water Utilities.

Pension Trust Fund – This fund is established to account for the accumulation of resources to provide pension benefits to the City’s firemen. The principal revenue sources for this fund are employer and employee contributions and investment earnings. This fund has a separate audit and has a December 31 year-end.

Custodial Funds – These funds are used to account for evidence money seized by the police department and held in escrow until the court directs its disposition using the economic resources focus.

The financial statements of the City have been prepared in conformity with generally accepted accounting principles (GAAP) as applied to government units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles.

The effect of interfund activity has been eliminated from the government-wide financial statements.

Amounts reported as program revenues include charges to customers or applicants for goods, services, or privileges provided, operating grants and contributions, and capital grants and contributions. Internally dedicated resources are reported as general revenues rather than as program revenues. All taxes are included as general revenues.

Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing goods and services and producing and delivering goods in connection with a proprietary fund’s principal ongoing operations. The principal operating revenues of Texarkana, Texas Water

City of Texarkana, Texas
Notes to Financial Statements
September 30, 2024

Utilities, as well as the City's internal service funds, are charges to customers for sales and services. Texarkana, Texas Water Utilities also recognizes as operating revenue the portion of tap fees intended to recover the cost of connecting new customers to the system. Operating expenses for enterprise funds and internal service funds include the cost of sales and service, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

When both restricted and unrestricted resources are available for use, it is the City's policy to use restricted resources first, then unrestricted resources as they are needed.

Assets, Liabilities, Deferred Outflows/Inflows of Resources, and Net Position or Equity

Deposits and investments

The City's cash and cash equivalents include amounts in demand and time deposit accounts. The City classifies all certificates of deposit as investments. State statutes authorize the City to invest in obligations of the U.S. Treasury and U.S. agencies, bankers' acceptances, repurchase agreements, commercial paper rated A-1 by Standard & Poor's Corporation or P-1 by Moody's Commercial Paper Record.

The Firemen's Relief and Pension Trust Fund is authorized to invest in bonds or other interest-bearing obligations and securities of the United States, the State of Texas, or any county, city, or other political subdivision of the State of Texas; in insured shares or share accounts of savings and loan associations; in insured first lien real estate mortgage securities; and in selected corporation bonds, preferred stocks, and common stocks.

Investments for the City and its component unit are reported at fair value. Short-term investments, such as certificates of deposit and debt securities with a maturity date of less than one year, are reported at cost, which approximates fair value. Securities traded on a national or international exchange are valued at the last reported sales price at current exchange rates.

For purposes of the statement of cash flows, the proprietary funds consider cash in bank and money market and savings accounts as cash and cash equivalents. All certificates of deposit and investments in other securities and instruments are considered to be investments.

Receivables and Payables

Activity between funds that is representative of lending/borrowing arrangements outstanding at the end of the year is referred to as either due to/from other funds (*i.e.*, the current portion of interfund loans) or advances to/from other funds (*i.e.*, the noncurrent portion of interfund loans). All other outstanding balances between funds are reported as due to/from other funds. Any residual balances outstanding between the City's governmental activities and business type activities are reported in the government-wide financial statements as internal balances.

All trade and property taxes receivables are shown net of an allowance for uncollectibles. Trade accounts receivable in excess of 60 days comprise the trade accounts receivable allowance for uncollectibles. The property tax receivable allowance is equal to 2.92% of outstanding property taxes as of September 30, 2024.

Property taxes are levied each October 1 and may be paid without penalty until January 31. A penalty is added to payments received February 1 through June 30. Optionally, taxes may be paid in two installments, one-half due November 30 and one-half due June 30. A 15% penalty is added to taxes remaining delinquent on July 1 and an enforceable lien attaches July 1. As of July 6, 1986, the Bowie Central Appraisal District assumed the billing and collection function for property taxes for the City of Texarkana and other cities and schools, and Bowie County under an intergovernmental agreement.

City of Texarkana, Texas
Notes to Financial Statements
September 30, 2024

The Texas Constitution limits the City's ad valorem tax rate for all purposes to \$2.50 per \$100 of assessed valuation. Ad valorem tax revenue during the year ended September 30, 2024 was levied using a rate of \$0.650000 per \$100 of assessed valuation, based on 100% of estimated market value, which means that the City has a tax margin of \$1.850000 per \$100 and could raise taxes up to an additional \$64,138,662 a year from the present assessed valuation of \$3,466,954,725 before the limit is reached.

Inventories and Prepaid Items

Inventories of the governmental funds are valued at cost using the average cost method. Inventory consists of expendable supplies held for consumption. The cost is recorded as an expenditure at the time individual inventory items are consumed.

Inventories of the enterprise funds are valued at average cost or market, whichever is lower. Inventories consist of repair materials and spare parts for water and wastewater treatment and distribution.

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both the government-wide and fund financial statements.

Restricted Assets

Certain proceeds of enterprise fund revenue bonds, as well as resources set aside for their repayment, are classified as restricted assets on the statement of net position because they are maintained in separate bank accounts and their use is limited by applicable bond covenants. Each of the enterprise funds report such proceeds of revenue bond issuances that are restricted for use in construction, debt service, and capital maintenance. Restricted assets also include interest accrued on unexpended bond proceeds.

Subscription Assets

Subscription assets are initially recorded at the initial measurement of the subscription liability, plus subscription payments made at or before the commencement of the subscription-based information technology arrangement (SBITA) term, less any SBITA vendor incentives received from the SBITA vendor at or before the commencement of the SBITA term, plus capitalizable initial implementation costs. Subscription assets are amortized on a straight-line basis over the shorter of the SBITA term or the useful life of the underlying IT asset.

Capital Assets

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

Governmental Activities and Health Component Unit:

Capital assets are defined by governmental activities and the health component unit as assets with a normal service life greater than one year and an initial individual cost of more than the following amounts:

Buildings	\$	5,000
Improvements other than buildings		5,000
Infrastructure		5,000
Machinery and equipment		5,000
Licensed vehicles		5,000

City of Texarkana, Texas
Notes to Financial Statements
September 30, 2024

Such assets are stated at cost. Where cost could not be determined from the available records, estimated historical cost was used to record the estimated value of the assets. Donated assets, donated works of art and similar items, and capital assets received in a service concession arrangement are reported at acquisition value rather than fair value.

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

Property, plant, and equipment of the primary government as well as the component unit is depreciated using the straight-line method over the following estimated useful lives:

Land improvements	20 years
Furniture and fixtures	20 years
Licensed vehicles	8 years
Machinery and equipment	5 to 30 years
Communication equipment	10 years
Building	7 to 50 years
Infrastructure	10 to 65 years

Business-Type Activities

Capital assets are defined by business-type activities as assets with an initial individual cost of more than the following amounts and an estimated life in excess of one year.

Furniture and fixtures	\$	5,000
Licensed vehicles		5,000
Mobile equipment		5,000
Machinery and equipment		5,000
Communication equipment		5,000
Pumps and purification equipment		5,000
Building and facilities		5,000
New improvements		5,000

Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at acquisition value at the date of donation. The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend assets lives are not capitalized. Major outlays for capital assets and improvements are capitalized as projects are constructed.

Property, plant, and equipment are depreciated using the straight-line method over the following estimated useful lives:

Land improvements	20 years
Furniture and fixtures	20 years
Licensed vehicles	8 years
Machinery and equipment	5 to 30 years
Communication equipment	10 years
Building	7 to 50 years
Infrastructure	10 to 65 years

Compensated Absences

The City allows employees to accumulate earned but unused vacation and sick pay benefits. The City’s full-time employees are granted 120 hours of vacation and 120 hours of sick leave per year of continuous service, with the exception of firemen who can accrue up to 180 hours vacation and 180 hours of sick leave per year. A maximum of 200 hours of accrued vacation leave can be vested and carried forward to succeeding calendar years, with the exception of firemen who can accrue 300 hours. All accrued sick leave credited to an employee can be carried forward to succeeding calendar years without limitation. A maximum of 120 hours accrued vacation (180 for firefighters) is payable to an employee upon termination after five years of continuous service, except in cases of involuntary separation from service. Upon retirement, employees shall receive pay for any unused vacation leave accumulated up to 240 hours. Fire operations shall receive vacation pay up to 360 hours. A summary of maximum sick leave payable is as follows:

<u>Civil/Non-Civil Service</u>	<u>Hire Date</u>	<u>Eligible for Retirement</u>	<u>Work Week Hours</u>	<u>Maximum Hours</u>
Non-Civil	Prior to 1/1/10	Yes	N/A	1,440
Non-Civil	After 1/1/10	Yes	N/A	720
Civil – Police	Prior to 1/1/10	Yes	N/A	1,440
Civil – Police	After 1/1/10	Yes	N/A	720
Civil – Police	N/A	No	N/A	720
Civil – Fire	Prior to 1/1/10	Yes	56	2,016
Civil – Fire	After 1/1/10	Yes	56	1,080
Civil – Fire	Prior to 1/1/10	Yes	40	1,440
Civil – Fire	After 1/1/10	Yes	40	720
Civil – Fire	N/A	No	56	1,080
Civil – Fire	N/A	No	40	720

It is the City’s policy to permit employees to accumulate earned but unused vacation and sick pay benefits. All vacation and sick pay is accrued when incurred in the government-wide and 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. No liability is recorded for nonvesting accumulating rights to receive sick pay benefits.

The City is funding part of its liability through annual allocations and transfers to separate accounts. Allocations, set annually by the City Council, are for employee termination payments.

Long-Term Obligations

In the government-wide financial statements and proprietary fund types in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund type statement of net position. Bond premiums and discounts are deferred and amortized over the life of the bonds using the effective interest method. Bonds payable are reported net of the applicable bond premium or discount.

In the fund financial statements, governmental fund types recognize bond premiums and discounts, as well as bond issuance costs, during the current period. The face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

Subscription Liability

The City contracts for noncancelable subscriptions of information technology software. The City recognizes a subscription liability and an intangible subscription asset (subscription asset) in the government-wide financial statements. At the commencement of a subscription, the City measures the subscription liability at the present value of payments expected to be made during the subscription term. Subsequently, the subscription liability is reduced by the principal portion of subscription payments made.

Fund Equity

Fund balance of governmental funds is reported in various categories based on the nature of any limitations requiring the use of resources for specific purposes. Fund balances may be restricted or unrestricted (the total of committed, assigned, and unassigned fund balance). The government itself can establish limitations on the use of resources through either a commitment (committed fund balance) or an assignment (assigned fund balance). Fund balance for governmental funds can consist of the following:

Non-spendable fund balance – includes those amounts that are (a) not in spendable form or (b) legally or contractually required to be maintained intact. The “not in spendable form” criterion includes items that are not expected to be converted to cash, for example: inventories, prepaid amounts, and long-term notes receivable.

Restricted fund balance – includes amounts that are restricted for specific purposes stipulated by external resource providers, constitutionally or through enabling legislation. Restrictions may effectively be changed or lifted only with the consent of resource providers.

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

Assigned fund balance – includes amounts intended to be used by the City for specific purposes but do not meet the criteria to be classified as committed. The City Council has taken action to assign fund balance for specific purposes in the current fiscal year. The City Council has by resolution authorized the City Manager to assign fund balance. The City Council may also assign fund balance as it does when appropriating fund balance to cover a gap between estimated revenue and appropriations in the subsequent year’s appropriated budget. Unlike commitments, assignments generally only exist temporarily, in other words, an additional action does not normally have to be taken for the removal of an assignment. Conversely, as discussed above, an additional action is essential to either remove or revise a commitment.

Unassigned fund balance – The general fund is the only fund that reports a positive unassigned fund balance. In other governmental funds, it is not appropriate to report a positive unassigned fund balance amount. However, in governmental funds other than the general fund, if expenditures incurred for specific purposes exceed amounts that are restricted, committed, or assigned to those purposes, it may be necessary to report a negative unassigned fund balance in that fund.

In circumstances when an expenditure is made for a purpose for which amounts are available in multiple funds balance classifications fund balance is depleted in the order of restricted, committed, assigned and unassigned.

The City’s general fund balance policy establishes an unassigned fund balance goal of 60 days of general fund expenditures, exclusive of capital outlay and debt expenditures. The City will compute the percentage of unassigned fund balance after the annual audit has been presented to the City Council. In emergency situations, the City Council may appropriate unassigned fund balance even if such use decreases the fund balance below the established minimum. If unassigned fund balance falls below the goal or has a deficiency, the City will implement a plan to replenish the fund within one year or as soon as economic and budgetary conditions allow.

Estimates

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

Encumbrances

Encumbrance accounting is employed in the governmental fund types in the fund financial statements. Purchase orders, contracts, and other commitments for the expenditure of funds are recorded in order to reserve that portion of the applicable appropriation. Any purchase orders open at the end of the fiscal year are closed out and new purchase orders are issued in the subsequent fiscal year, if needed.

Deferred Outflows/Inflows of Resources

In addition to assets, the statement of financial position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, *deferred outflows of resources*, represents a consumption of net assets that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/ expenditure) until then. The City has three items that qualify for reporting in this category. They are the deferred pension outflows, deferred outflows from other postemployment benefits and the deferred charge on refunding reported in the statement of net position. The deferred pension outflows include the amount of contributions made by the City after the liability measurement date but prior to the City's year-end, and the difference in actual and expected experience and the assumption changes. The deferred outflows from other postemployment benefits are the change of assumptions. The deferred charge on refunding results from the difference in the carrying value of refunded debt and its reacquisition price. This amount is deferred and amortized over the shorter of the life of the refunded or refunding debt.

In addition to liabilities, the statement of financial position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, *deferred inflows of resources*, represents an acquisition of net assets that applies to a future period(s) and so will *not* be recognized as an inflow of resources (revenue) until that time. The government has three types of items that qualify for reporting in this category. Accordingly, the deferred pension inflows consists of the difference in the projected and actual earnings on pension plan investments, the difference in expected and actual experience, and the assumption changes. The deferred inflows from other postemployment benefits is the differences between the expected and actual experience. The gain on refunding results from the difference in the carrying value of refunded debt and its reacquisition price. This amount is deferred and amortized over the shorter of the life of the refunded or refunding debt.

Pensions

For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the Fiduciary Net Position of the respective retirement plan and additions to/deductions from the respective Fiduciary Net Position have been determined on the same basis, as they are reported by the respective pension plan. For this purpose, plan contributions are recognized in the period that compensation is reported for the employee, which is when contributions are legally due. Benefit payments and refunds are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

Postemployment Benefits Other Than Pension (OPEB)

For purposes of measuring the total OPEB liability, deferred outflows of resources and deferred inflows of resources related to OPEB, and OPEB expense, information about the fiduciary net position of the City's Health Plan (Plan) and additions to/deductions from the Plan's fiduciary net position have been determined on the same basis as they are reported by the Plan. For this purpose, the Plan recognizes benefit payments when due and payable in accordance with the benefit terms.

Note 2. Stewardship, Compliance, and Responsibility

Budgetary Information

Annual budgets are adopted on a basis consistent with generally accepted accounting principles (GAAP) for the General fund and all special revenue funds. Debt service funds do not have legally adopted budgets because effective budgetary control is alternately achieved through general obligation bond indenture provisions. In addition to the above-mentioned funds, the capital projects funds have legally adopted project-length budgets. All budget annual appropriations lapse at year-end and are re-established in the succeeding year. Outstanding POs and corresponding budgets roll at year-end per budget ordinance.

Preparation of the budget for the upcoming fiscal year begins in April. Budget meetings with City management and department directors take place in April, May, and June. Budget estimates are finalized and presented to the Budget Advisory Committee in June/July. This committee is appointed by the City Council and is composed of seven citizens. The goal of the committee is to advise the City Council on the proposed budget. The proposed budget is presented to the City Council in July/August. Public hearings on the proposed budget and corresponding tax rate are held in August and September. The annual budget and tax rate are formally approved with a record vote by the City Council in September.

The appropriated budget is prepared by fund, function, and activity and includes information on the past year, current year estimates, and requested appropriations for the next fiscal year. The City Manager is authorized to transfer budgeted amounts between departments within any fund; however, any revisions that alter the total expenditures of any fund must be approved by the City Council. The City Council may add to, subtract from or change appropriations but may not change the form of the budget. Any changes in the budget must be within the revenues and reserves estimated as available by the City Manager, or the revenue estimates must be changed by an affirmative vote of a majority of the City Council. The City Charter prohibits budgeting total proposed expenditures in excess of total anticipated revenues and any unencumbered funds from prior years; therefore, expenditures may not legally exceed revenues and unencumbered fund balances from prior years. The legal level of budgetary control (*i.e.*, the lowest level at which expenditures may not legally exceed appropriation) is the fund level.

The Council made several supplemental budgetary appropriations throughout the year. Individual amendments were not material in relation to the original appropriations. Comparison of budgeted and actual amounts as shown in the accompanying financial report includes the General Fund and Special Revenue Funds. The capital budget ordinances which encompass the Capital Projects Funds present cumulative (by project) as opposed to annual budget amounts and thus budget and actual comparisons are not reported in the accompanying financial report for these funds.

City of Texarkana, Texas
Notes to Financial Statements
September 30, 2024

Encumbrances

As discussed in the Summary of Significant Accounting Policies, encumbrance accounting is utilized to the extent necessary to assure effective budgetary control and accountability and to facilitate effective cash planning and control. At year-end the number of encumbrances expected to be honored upon performance by the vendor in the next year were as follows:

<u>Fund</u>	<u>Amount</u>
General	\$ 2,383,496
TIRZ #1	3,635,626
CDBG	240
EPA Multipurpose Grant	61,447
Hotel/Motel Taxes	1,102,922
COC Homeless Assistance Grant	170,454
Economic Development	1,049,275
Public Safety Radio	107,733
EPA RLF BIL	72,386
2019 Bond fund	51,050
2022 Bond	268,841
2023 Bond	8,457,173
Fleet Services	20,812
Employee Benefit	1,467
Health Center	15,071
	<hr/>
Total	<u>\$ 17,397,993</u>

Note 3. Deposits and Investments

Deposits

At September 30, 2024, the carrying amount of the primary government, custodial fund, and component unit's cash was \$96,358,304 and the respective bank balances totaled \$135,885,846.

Investments

For fiscal year 2024, the City invested in non-negotiable certificates of deposit measured at amortized cost. The City records all interest revenue related to investment activities in the respective funds. As of September 30, 2024, the carrying amount of the City's certificates of deposit reported as investments totaled \$18,064,163.

City of Texarkana, Texas
Notes to Financial Statements
September 30, 2024

Interest Rate Risk

As a means of limiting its exposure to fair value losses arising from rising interest rates, the City's investment policy limits the investment portfolio as follows:

<u>Investment Type</u>	<u>Not to Exceed</u>
U.S. government agencies	80%
Fully insured or collateralized CDs	100%
Banker's acceptances	15%
Commercial paper	15%
Maximum per commercial paper issuer	5%
Repurchase agreements	50%
Money market funds	
Operating funds	100%
Bond funds	100%
Local government investment pools	80%
Maximum percent ownership of pool	10%
Maximum percent investment in any one pool	50%

The City's investment policy covers all funds except for the Firemen's Relief and Pension fund. The City's investment policy requires that the average maturity of the City's operating funds not exceed one year. The maximum final stated maturity of any investment shall not exceed five years. Investments in all funds shall be managed in such a way that the market price losses resulting from interest rate volatility would be offset by coupon income and current income received from the volume of the portfolio during a 12-month period.

As a means of limiting its exposure to fair value losses arising from rising interest rates, the following guidelines reflect the Firemen's Relief and Pension Fund Board's asset allocation goals for the Firemen's Relief and Pension plan:

<u>Portfolio Segment</u>	<u>Range of Portfolio Assets</u>
Equity securities	40–75%
Fixed income securities	25–60%

The Firemen's Relief and Pension plan's investment policy requires that foreign equity investments cannot exceed 25% of the total portfolio and prohibits investment in any security payable in foreign currency.

In accordance with GASB Statement No. 72, *Fair Value Measurement and Application*, investments are recorded at fair value. In accordance with GASB Statement 72, the Firemen's Relief and Pension plan categorizes its fair value measurements within the fair value hierarchy. The hierarchy is based on the valuation inputs used to measure the fair value of the assets. Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant observable inputs other than Level 1 inputs that are observable or can be corroborated by observable market data for substantially the full term of the asset; and Level 3 inputs are significant unobservable inputs. Common stock and mutual funds are categorized as Level 1. The remaining investments are categorized as Level 2 or measured at net asset value.

The fair value is estimated on a recurring basis using forward looking prices and discounted cash flows that are observable or can be corroborated by observable market data.

City of Texarkana, Texas
Notes to Financial Statements
September 30, 2024

The Firemen’s Relief and Pension Fund investments are summarized below:

Cash and Cash Equivalents	
Cash	\$ 22,515
Money market funds	588,153
Investments	
Equities	
Domestic	11,359,753
International	3,016,111
Fixed income	
Domestic	11,801,762
International	1,043,728
Alternative investments	10,924,005
Real estate	1,522,065
	<u>39,667,424</u>
Total Investments	<u>39,667,424</u>
Total Investments and Cash and Cash Equivalents	<u><u>\$ 40,278,092</u></u>

The City, including the Utility and the component units, does not have any debt security investments, other than in the Firemen’s Relief and Pension Fund, which are exposed to interest rate risk.

As of December 31, 2023, the City’s Firemen’s Relief and Pension fund had the following debt security investments and maturities:

<u>Investment Type</u>	<u>Fair Value</u>	<u>Investment Maturities (in Years)</u>			
		<u>Less Than 1</u>	<u>1–5</u>	<u>6–10</u>	<u>More Than 10</u>
Fire Pension Fund					
Domestic equities	\$ 11,359,753	\$ 11,359,753	\$ -	\$ -	\$ -
International equities	3,016,111	3,016,111	-	-	-
Domestic fixed income	11,801,762	-	1,141,657	3,735,925	6,924,180
International fixed income	1,043,728	58,444	985,284	-	-
	27,221,354	<u>\$ 14,434,308</u>	<u>\$ 2,126,941</u>	<u>\$ 3,735,925</u>	<u>\$ 6,924,180</u>
Alternative investments	10,924,005				
Money market funds	588,153				
Real estate	1,522,065				
	<u>\$ 40,255,577</u>				

For the year ended December 31, 2023, the annual money-weighted rate of return on Plan investments, net of Plan investment expense, was 12.03%. The money-weighted return expresses investment performance, net of investment expense, adjusted for the changing amounts actually invested.

The credit quality ratings of the debt security investments held by the Firemen’s Relief and Pension Fund were unavailable at December 31, 2023.

City of Texarkana, Texas
Notes to Financial Statements
September 30, 2024

Custodial Credit Risk

For a deposit, custodial credit risk is the risk that, in the event of a failure of a depository institution, the City will not be able to recover deposits or will not be able to recover collateral securities that are in the possession of an outside party. Of the primary government, custodial fund, and the component unit's categorizable bank deposits of \$135,885,846, none were uninsured or uncollateralized.

The City's policy on custodial credit risk requires that all deposits and investments of City funds other than direct purchases of U.S. Treasuries or Agencies shall be secured by pledged collateral at a level of 102% of the market value of principal and accrued interest on the deposits or investments less an amount insured by the FDIC or FSLIC. The City's policy also requires that collateral pledged to secure the deposits of the City be held by a safekeeping institution, or Trustee, such as the Federal Reserve Bank or an institution not affiliated with the firm pledging the collateral.

Credit Risk

The City is authorized to invest in obligations of the U.S. government or the State of Texas, obligations of states, counties, cities, or other political subdivisions with a quality rating of not less than A. The City is also authorized to invest in (a) certificates of deposit of banks insured by FDIC, National Credit Union Share Insurance, or secured by mortgage-backed securities rated AAA, (b) fully collateralized direct repurchased agreements with a defined termination date secured by obligations of the U.S. government, (c) investment pools, not to exceed 80% of the City's portfolio, and rated no lower than AAA or AAA-m, with a weighted-average maturity of 90 days or less, (d) money market mutual funds that have a rating of AAA and a weighted-average maturity of 90 days or less, (e) banker's acceptances with a stated maturity of 270 days or less and rated not less than A-1 or P-1 and is fully secured by an irrevocable letter of credit issued by a bank, (f) guaranteed investment contracts, for bond proceeds only, if such contracts have a defined termination date, and are secured by U.S. government obligations.

The Firemen's Plan did not hold investments in any one organization that represented 5% or more of the Plan's fiduciary net position.

Foreign Currency Risk

Foreign currency risk is the risk that changes in exchange rates will adversely affect the fair value of an investment or a deposit. In order to minimize foreign currency risk, the City's Firemen's Relief and Pension Fund invests in a well-diversified fund. At December 31, 2022, the City's Firemen's Relief and Pension Fund had fixed income securities of \$1,226,490 invested in foreign obligations with Seacrest Investment Management, LLC. The Seacrest investments are comprised of the following investments at December 31, 2024:

	<u>Fair Value</u>
Canada	\$ 360,193
El Salvador	-
Germany	134,452
South Africa	99,880
Venezuela	7,930
Supranational	<u>441,273</u>
Total	<u>\$ 1,043,728</u>

City of Texarkana, Texas
Notes to Financial Statements
September 30, 2024

Note 4. Receivables

Receivables as of year-end for the City’s individual major funds and nonmajor funds, internal service funds, and fiduciary funds in the aggregate, including the applicable allowances for uncollectible accounts, are as follows:

	General	Debt Service	CDBG 108 Loan	Texarkana, Texas Water Utilities	Nonmajor and Other Funds	Total
Receivables						
Property taxes	\$ 685,036	\$ 344,120	\$ -	\$ -	\$ 254,101	\$ 1,283,257
Other taxes	244,769	33,904	-	-	46,796	325,469
Accounts	192,621	-	-	3,274,647	301,382	3,768,650
Intergovernmental	5,474,108	-	-	1,229,901	1,413,412	8,117,421
Interest	11,058	-	119,242	5,129	279,348	414,777
Loans	-	-	1,429,000	-	2,547,405	3,976,405
Restricted accounts	-	-	-	-	259,558	259,558
Restricted interest	-	-	-	167,603	-	167,603
Gross receivables	6,607,592	378,024	1,548,242	4,677,280	5,102,002	18,313,140
Less: allowance for uncollectibles	(20,024)	(10,059)	-	(500,261)	(91,474)	(621,818)
Net total receivables	<u>\$ 6,587,568</u>	<u>\$ 367,965</u>	<u>\$ 1,548,242</u>	<u>\$ 4,177,019</u>	<u>\$ 5,010,528</u>	<u>\$ 17,691,322</u>

Note 5. Capital and Subscription Assets

Capital asset activity was as follows for the year ended September 30, 2024:

	Balance October 1, 2023	Additions	Deletions	Transfers	Balance September 30, 2024
Governmental Activities					
Capital assets, not being depreciated					
Land	\$ 12,232,252	\$ -	\$ -	\$ -	\$ 12,232,252
Construction in progress	1,747,582	7,378,185	-	(971,163)	8,154,604
Total capital assets, not being depreciated	<u>13,979,834</u>	<u>7,378,185</u>	<u>-</u>	<u>(971,163)</u>	<u>20,386,856</u>
Capital assets, being depreciated					
Buildings	33,777,602	257,217	(140,568)	-	33,894,251
Improvements other than buildings	8,554,985	-	-	-	8,554,985
Infrastructure	178,573,518	951,519	-	858,473	180,383,510
Machinery and equipment	9,637,050	429,924	(257,725)	26,100	9,835,349
Subscription asset	288,179	-	-	-	288,179
Licensed vehicles	15,093,563	1,612,442	(1,575,825)	86,590	15,216,770
Total capital assets, being depreciated	<u>245,924,897</u>	<u>3,251,102</u>	<u>(1,974,118)</u>	<u>971,163</u>	<u>248,173,044</u>
Less accumulated depreciation for					
Buildings	(21,914,721)	(698,327)	95,455	-	(22,517,593)
Improvements other than buildings	(4,552,668)	(322,009)	-	-	(4,874,677)
Infrastructure	(89,846,288)	(3,157,220)	-	-	(93,003,508)
Machinery and equipment	(4,272,648)	(529,893)	172,660	-	(4,629,881)
Subscription asset	(38,709)	(57,636)	-	-	(96,345)
Licensed vehicles	(7,724,565)	(1,425,570)	1,380,585	-	(7,769,550)
Total accumulated depreciation	<u>(128,349,599)</u>	<u>(6,190,655)</u>	<u>1,648,700</u>	<u>-</u>	<u>(132,891,554)</u>
Total capital assets, being depreciated, net	<u>117,575,298</u>	<u>(2,939,553)</u>	<u>(325,418)</u>	<u>971,163</u>	<u>115,281,490</u>
Governmental capital assets, net	<u>\$ 131,555,132</u>	<u>\$ 4,438,632</u>	<u>\$ (325,418)</u>	<u>\$ -</u>	<u>\$ 135,668,346</u>

City of Texarkana, Texas
Notes to Financial Statements
September 30, 2024

	<u>Balance October 1, 2023</u>	<u>Additions</u>	<u>Deletions</u>	<u>Transfers</u>	<u>Balance September 30, 2024</u>
Business-Type Activities					
Capital assets, not being depreciated					
Land	\$ 1,445,666	\$ -	\$ -	\$ -	\$ 1,445,666
Construction in progress	6,460,689	6,949,471	-	(4,722,498)	8,687,662
Total capital assets, not being depreciated	<u>7,906,355</u>	<u>6,949,471</u>	<u>-</u>	<u>(4,722,498)</u>	<u>10,133,328</u>
Capital assets, being depreciated					
Buildings	3,574,415	-	-	66,996	3,641,411
Improvements other than buildings	100,051,787	-	-	3,736,337	103,788,124
Machinery and equipment	10,043,568	-	(44,742)	917,288	10,916,114
Intersystem shared assets	20,651,072	-	-	-	20,651,072
Total capital assets, being depreciated	<u>134,320,842</u>	<u>-</u>	<u>(44,742)</u>	<u>4,720,621</u>	<u>138,996,721</u>
Less accumulated depreciation for					
Buildings	(2,895,918)	(54,554)	-	-	(2,950,472)
Improvements other than buildings	(56,728,525)	(2,552,516)	-	-	(59,281,041)
Machinery and equipment	(7,663,314)	(624,186)	44,742	-	(8,242,758)
Intersystem shared assets	(14,667,835)	(51,241)	-	-	(14,719,076)
Total accumulated depreciation	<u>(81,955,592)</u>	<u>(3,282,497)</u>	<u>44,742</u>	<u>-</u>	<u>(85,193,347)</u>
Total capital assets, being depreciated, net	<u>52,365,250</u>	<u>(3,282,497)</u>	<u>-</u>	<u>4,720,621</u>	<u>53,803,374</u>
Business-type capital assets, net	<u>\$ 60,271,605</u>	<u>\$ 3,666,974</u>	<u>\$ -</u>	<u>\$ (1,877)</u>	<u>\$ 63,936,702</u>

Depreciation was charged to functions/programs of the primary government as follows:

Governmental activities	
General government	\$ 306,045
Public safety	1,375,682
Public works	3,636,959
Parks and recreation	871,969
	<u>6,190,655</u>
Total depreciation expense – governmental activities	<u>\$ 6,190,655</u>
Business-type activities	
Water and sewer	\$ 3,282,497
	<u>3,282,497</u>
Total depreciation expense – business-type activities	<u>\$ 3,282,497</u>

City of Texarkana, Texas
Notes to Financial Statements
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Discretely Presented Component Unit

Activity for the Health Center was as follows for the year ended September 30, 2024:

	Balance October 1, 2023	Additions	Deletions	Balance September 30, 2024
Capital assets, being depreciated				
Buildings	\$ 1,466,150	\$ -	\$ -	\$ 1,466,150
Improvements other than buildings	42,841	-	-	42,841
Machinery and equipment	129,900	10,754	-	140,654
Total capital assets, being depreciated	<u>1,638,891</u>	<u>10,754</u>	<u>-</u>	<u>1,649,645</u>
Less accumulated depreciation for				
Buildings	(1,193,474)	(36,111)	-	(1,229,585)
Improvements other than buildings	(42,841)	-	-	(42,841)
Machinery and equipment	(45,621)	(10,791)	-	(56,412)
Total accumulated depreciation	<u>(1,281,936)</u>	<u>(46,902)</u>	<u>-</u>	<u>(1,328,838)</u>
Total capital assets, being depreciated, net	<u>\$ 356,955</u>	<u>\$ (36,148)</u>	<u>\$ -</u>	<u>\$ 320,807</u>

City of Texarkana, Texas
Notes to Financial Statements
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Note 6. Construction Projects

The City had the following commitments with respect to unfinished capital projects as of September 30, 2024:

	Project Authorization	Expended Through 9/30/2024	Required Future Financing
College Dr Sidewalk Project Design	\$ 255,400	\$ 223,433	\$ 31,967
N. Robison Rd. Sidewalk Project	274,000	248,500	25,500
Champion Place Drainage Analysis	11,500	11,500	-
Clean up of City owned site	24,703	24,703	-
College Drive Bicycle & Pedestrian Improvements	651,443	23,472	627,971
N. Robison Road Pedestrian Improvements	636,658	579,657	57,001
Remodel and repair work at fire stations	970,060	932,893	37,167
Labor and Materials to remove and replace City Hall windows	88,509	-	88,509
Improvements at Swanger Complex	16,500	16,500	-
Survey for Spring Lake Park	11,500	11,500	-
Survey for Grady Wallace Park	7,650	7,650	-
Master Plan for Parks	28,531	28,531	-
Master Plan for Parks	12,769	-	12,769
Storm Siren Project	9,635	9,635	-
College Drive Drainage Project	28,875	16,061	12,814
Improvements at Wallace Park	1,280,094	-	1,280,094
Gibson Ln. Extension FM 989	3,000,000	1,273,494	1,726,506
Extension of Pavillion Parkway	2,500,000	590,880	1,909,120
Lighted Sculptures at Post Office/Courthouse	2,000	2,000	-
Resurfacing Pine, 16th and 20th	12,500	8,000	4,500
Bell Park Trail	53,600	53,600	-
Improvements at Swanger Complex	25,035	25,035	-
Improvements at Swanger Complex	1,050,000	-	1,050,000
Scoreboards at Swanger Field	49,988	-	49,988
Lighted Sculptures at Post Office/Courthouse	106,975	106,975	-
Lighted Sculptures at Post Office/Courthouse	6,468	6,468	-
Qualified environmental professional contract	72,386	-	72,386
West Park Blvd. Reconstruction	203,750	152,700	51,050
N. Robison Road Street Reconstruction	72,500	60,500	12,000
Waco Street	165,000	17,500	147,500
Moores/Galleria Oaks St. Recon	532,507	440,384	92,123
Kennedy Lane & Westlawn Drive	153,400	136,182	17,218
Improvements at Swanger Complex	8,242,770	1,380,409	6,862,361
Dobson Baseball Field	120,471	120,471	-
Improvements at Wallace Park	2,001,250	754,397	1,246,853
Perot Theatre Improvements	370,000	22,040	347,960
Overhead Doors for Fire Station	40,480	40,480	-
	<u>\$ 23,088,907</u>	<u>\$ 7,325,551</u>	<u>\$ 15,763,356</u>

Note 7. Interfund Receivables, Payables, and Transfers

The composition of interfund balances is as follows as of September 30, 2024:

Due to/From Other Funds

Receivable Fund	Payable Fund	Amount
General	Nonmajor governmental fund	\$ 174,907
General	CDBG 108 fund	100
Nonmajor governmental fund	Debt Service	11,238
Nonmajor governmental fund	CDBG 108 fund	1,408,186
Nonmajor governmental fund	General	28,307
Total		<u>\$ 1,622,738</u>

The 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.

Interfund Transfers

	Transfers Out				Total
	General Fund	Nonmajor Governmental	Internal Service	Texarkana, Texas Water Utilities & Other Enterprise Funds	
Transfer in					
General fund	\$ -	\$ 15,824	\$ 2,797	\$ 2,059	\$ 20,680
Debt service	-	1,277,131	-	-	1,277,131
Nonmajor governmental funds	117,016	407,321	-	-	524,337
Texarkana, Texas Water Utilities	253,516	-	-	-	253,516
Internal service funds	1,089,504	-	-	-	1,089,504
Total transfers in	<u>\$ 1,460,036</u>	<u>\$ 1,700,276</u>	<u>\$ 2,797</u>	<u>\$ 2,059</u>	<u>\$ 3,165,168</u>

Transfers maybe used to (1) move revenues from the fund with collection authorization to another specific required fund, (2) move restricted amounts from borrowings to the debt service fund to establish mandatory reserve accounts, and (3) move unrestricted general fund 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 grants, and other purposes.

Note 8. Enterprise Funds – Contracts with City of Texarkana, Arkansas

Under a contract dated August 5, 1948 as subsequently amended, the City supplies water to the City of Texarkana, Arkansas and disposes of sewage collected by that City. Charges to Texarkana, Arkansas for these services are computed by prorating certain expenses of the System, plus a set monthly fee. A new agreement was executed between the Cities of Texarkana, Texas and Texarkana, Arkansas on May 20, 1969. This new agreement relates to the matter of supplying treated water only and does not amend the prior agreement relating to sewer service. The terms of the new contract provide that Texarkana, Arkansas will pay the same amount per 1,000 gallons

City of Texarkana, Texas
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of water supplied to it as shall be computed to be the cost to Texarkana, Texas under its contractual arrangements with other area cities (See Note 9). The Texarkana, Arkansas Water Utilities made total transfers to the Texarkana, Texas Water Utilities for water purchases of \$1,529,994 for 2024.

A water system agreement entered into on December 1, 1982 and amended on October 15, 1985 with the City of Texarkana, Arkansas provides for the sale of water taken from the Millwood Reservoir and processed in the Millwood Water Treatment Facilities. The agreement further provides that the City of Texarkana, Arkansas will sell treated water to Texarkana, Texas, at the cost per 1,000 gallons of water supplied to it as shall be computed to be the cost to Texarkana, Arkansas. The Texarkana, Texas Water Utilities made total transfers to the Texarkana, Arkansas Water Utilities for water purchases of \$1,205,580 for 2024.

Additionally, when the indebtedness the City of Texarkana, Arkansas incurred in connection with the acquisition and construction of the water treatment and transmission facilities has been discharged, the City of Texarkana, Arkansas will convey to the City of Texarkana, Texas an undivided interest in the facilities used to serve Texas. Texarkana, Texas' undivided interest in the facilities shall be a pro rata portion of the total capital payments made on the system by both Texarkana, Arkansas and Texarkana, Texas. Texarkana, Texas' share is currently estimated to be approximately 63% of the total. Capital payments are defined as payments made or to be made on the principal of the bond obligation of Texarkana, Arkansas. The Texarkana, Texas Water Utilities made total transfers to the Texarkana, Arkansas Water Utilities for debt service of \$417,336 for 2024. The effective transfer of assets pursuant to this agreement has been recorded as an intersystem notes payable.

South Regional Wastewater Facilities

A wastewater agreement dated March 1, 1983 was entered into between the City of Texarkana, Arkansas and the City of Texarkana, Texas. The agreement is a supplement to the previous agreement and provides that the City of Texarkana, Texas will process the wastewater from the City of Texarkana, Arkansas and charge the City of Texarkana, Arkansas the same amount per 1,000 gallons as the computed cost to the City of Texarkana, Texas for wastewater treatment. The calculation of cost for retail customers billed on the City Rate Ordinance is based on the metered retail water sales of each City to the total retail water sales for both Cities. The cost for contract customers is based on metered wastewater treated in combination with the retail customers for each City to the total for both cities.

McKinney Bayou Wastewater Facilities

A wastewater agreement dated December 15, 1997 was entered into between the City of Texarkana, Arkansas and the City of Texarkana, Texas. The agreement relates to the operation and maintenance of a wastewater treatment facility, known as the McKinney Bayou Wastewater Facilities (the facilities), and related transmission lines located within the City of Texarkana, Arkansas to be used for the collection and treatment of a portion of the two cities' wastewater. The agreement provides that the City of Texarkana, Arkansas will process a portion of the wastewater from the City of Texarkana, Texas. The City of Texarkana, Texas will pay the City of Texarkana, Arkansas the same amount per 1,000 gallons as computed to be the cost to the City of Texarkana, Arkansas for wastewater treatment. The calculation of cost for retail customers billed is based on the metered retail water sales of each City, whose wastewater is treated in the facilities, to the total retail water sales for both Cities, whose wastewater is being treated in the facilities.

The agreement further provides that, when the indebtedness of the City of Texarkana, Arkansas incurred in connection with the acquisition and construction of the wastewater treatment facilities has been discharged, the City of Texarkana, Arkansas will convey to the City of Texarkana, Texas an undivided interest in the system facilities used to serve Texas. Texarkana, Texas' undivided interest in the facilities shall be a pro rata portion of the total payments on bond obligations made on the system by both Texarkana, Arkansas and Texarkana, Texas. During 2024, the Texas Utilities made transfers to the Arkansas Utilities for debt service for \$127,996.

Note 9. Enterprise Funds – Water Supply Contracts Between City of Texarkana, Texas and “Member Cities”

A water supply contract has been entered into between the City of Texarkana, Texas and seven cities in the area that is described as “Member Cities.” Texarkana, Texas has agreed to supply each of these cities with a maximum amount of treated water per year. Each Member City agrees to make minimum monthly payments to the City of Texarkana, Texas, which shall be adequate to discharge its pro rata part of debt service, maintenance and operating, and administrative expenses to Lake Texarkana Water Supply Corporation. The proceeds of these contracts with the various Member Cities are pledged by the City for the payment of the bonds issued by Lake Texarkana Water Supply Corporation.

In fiscal year 2013, the Texas Utility issued \$2.2 million in Waterworks and Sanitary Sewer System Revenue Bonds to finance the moving and replacing of a 16-inch ductile iron water line to a 24-inch water line between Malta, Texas, and DeKalb, Texas, to accommodate the widening of U.S. Highway 82 between New Boston, Texas, and DeKalb Texas, a Bowie County voter approved project. In fiscal year 2024, the Texas Utility received payments of \$26,792 from the “Member Cities” for contributions toward debt service on these bonds based on their ownership ratio in these assets, for which the related transfer is recorded as a reduction in notes payable by the Texas Utility.

Note 10. Long-Term Obligations

General Obligation Bonds

General obligation bonds are direct obligations and pledge the full faith and credit of the City. The City has dedicated 28.029% of the ad valorem taxes received for the year for the payment of principal and interest on general obligation bonds. General obligation bonds are as follows at September 30, 2024:

	<u>Rate of interest</u>	<u>Original Issue</u>	<u>Outstanding September 30, 2024</u>
General Obligation Bonds			
General Obligation Refunding Bonds, Series 2013 used to refund certain bonds that were issued to finance certain capital improvements of the City – due serially in varying amounts from February 15, 2014 through February 15, 2027.	2.00% - 5.00%	\$ 14,550,000	\$ 4,130,000
General Obligation Refunding Bonds, Series 2016 used to refund certain bonds that were issued to finance certain capital improvements of the City – due serially in varying amounts from February 1, 2017 through February 1, 2030.	2.00% - 3.00%	9,090,000	6,565,000
General Obligation Refunding Bonds, Series 2020B used to refund certain bonds that were issued to finance certain capital improvements of the City – due serially in varying amounts from February 1, 2021 through February 1, 2030.	1.87%	4,330,000	2,695,000
Total general obligation bonds		<u>\$ 27,970,000</u>	<u>\$ 13,390,000</u>

City of Texarkana, Texas
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Annual requirements to amortize general obligation bonds outstanding are as follows at September 30, 2023:

Requirements Year Ending September 30	General Obligation Bonds		
	Principal	Interest	Total
2025	\$ 2,760,000	\$ 334,070	\$ 3,094,070
2026	2,860,000	254,685	3,114,685
2027	2,960,000	171,489	3,131,489
2028	1,560,000	107,849	1,667,849
2029	1,600,000	65,590	1,665,590
2030–2035	1,650,000	22,095	1,672,095
Total	\$ 13,390,000	\$ 955,778	\$ 14,345,778

City of Texarkana, Texas
Notes to Financial Statements
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Certificates of Obligation

The City issues certificates of obligation to fund construction projects and acquire capital assets. Certificates of obligation are direct obligations and pledge the full faith and credit of the City. Certificates of obligation are as follows at September 30, 2024:

	Rate of interest	Original Issue	Outstanding September 30, 2024
Certificates of Obligation			
Combination Tax and Revenue Certificates of Obligation, Series 2012 used for street and drainage improvements and constructing, improving, and equipping park and recreational facilities – due serially in varying amounts through February 1, 2035.	0.50% – 3.500%	\$ 4,115,000	\$ 2,355,000
Combination Tax and Revenue Certificates of Obligation, Series 2017 used for public safety facilities, street and drainage improvements, park and recreational facilities, roof replacements, public works facilities, and municipal airport facilities due serially in varying amounts through February 1, 2037.	2.625 – 4.00%	14,160,000	10,615,000
Combination Tax and Revenue Certificates of Obligation, Series 2019 used for public safety facilities, street and drainage improvements, park and recreational facilities, roof replacements, public works facilities, and municipal airport facilities due serially in varying amounts through February 15, 2034.	2.50 – 3.50%	6,780,000	4,825,000
Combination Tax and Revenue Certificates of Obligation, Series 2022 used for public safety facilities, street and drainage improvements, park and recreational facilities, roof replacements, public works facilities, and municipal airport facilities due serially in varying amounts through February 15, 2042.	4.03%	20,475,000	18,950,000
Combination Tax and Revenue Certificates of Obligation, Series 2023 used for public safety facilities, street and drainage improvements, park and recreational facilities, roof replacements, public works facilities, and municipal airport facilities due serially in varying amounts through February 15, 2043.	5.00%	<u>13,955,000</u>	<u>13,435,000</u>
Total certificates of obligation		<u>\$ 59,485,000</u>	<u>\$ 50,180,000</u>

City of Texarkana, Texas
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Annual requirements to amortize certificates of obligation outstanding are as follows at September 30, 2024:

Year Ending September 30	Certificates of Obligation		
	Principal	Interest	Total
2025	\$ 2,435,000	\$ 1,947,767	\$ 4,382,767
2026	2,530,000	1,848,152	4,378,152
2027	2,635,000	1,747,657	4,382,657
2028	2,735,000	1,648,951	4,383,951
2029	2,835,000	1,548,736	4,383,736
2030–2034	15,835,000	6,078,840	21,913,840
2035–2039	13,020,000	3,125,849	16,145,849
2040–2044	8,155,000	666,917	8,821,917
Total	<u>\$ 50,180,000</u>	<u>\$ 18,612,869</u>	<u>\$ 68,792,869</u>

Revenue Bonds

The City issues bonds pledged with income derived from the acquired or constructed assets to pay debt service. Revenue bonds outstanding are as follows at September 30, 2024:

	Rate of interest	Original Issue	Outstanding September 30, 2024
Revenue Bonds			
Waterworks and Sanitary Sewer System Revenue Bonds, Series 2013 net of bond discount of \$4,097 used to finance the costs of making improvements and extensions to the water and sewer system. Due serially in varying amounts from August 1, 2014 through August 1, 2033.	2.00% – 4.875%	\$ 2,200,000	\$ 1,180,000
Waterworks and Sanitary Sewer System Revenue Bonds, Series 2023 net of bond premium of \$402,526 used to finance the costs of making improvements and extensions to the water and sewer system. Due serially in varying amounts from August 1, 2024 through August 1, 2048.	4.25% – 5.00%	<u>\$ 19,915,000</u>	<u>\$ 19,915,000</u>
Total Texarkana, Texas Water Utilities		<u>\$ 22,115,000</u>	<u>\$ 21,095,000</u>

City of Texarkana, Texas
Notes to Financial Statements
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Annual requirements to amortize revenue bonds outstanding are as follows at September 30, 2024:

Requirements Year Ending September 30	Revenue Bonds		
	Principal	Interest	Total
2025	\$ 565,000	\$ 982,244	\$ 1,547,244
2026	595,000	955,094	1,550,094
2027	620,000	926,206	1,546,206
2028	655,000	896,106	1,551,106
2029	685,000	863,981	1,548,981
2030–2034	3,795,000	3,799,381	7,594,381
2035–2039	4,100,000	2,820,313	6,920,313
2040–2044	5,115,000	1,802,350	6,917,350
2045–2048	4,965,000	571,500	5,536,500
Total	\$ 21,095,000	\$ 13,617,175	\$ 34,712,175

The Utility has pledged future water customer revenues, net of specified operating expenses, to repay the remaining balance in water system revenue bonds issued in 2013 and 2023. Proceeds from the bonds provided financing for the water and wastewater facility improvements and updates. The bonds are payable solely from water customer net revenues and are payable through 2048. Annual principal and interest payments on the bonds are expected to require approximately 2% of net revenues.

Subscription Liability

The City has subscription IT arrangements to conduct its operations, the terms of which expire 2026 through 2028. The measurement of the subscription liabilities is based on the present value of the subscription payments expected to be paid during the subscription term, such as fixed payments, variable payments that depend on an index or rate, variable payments that are fixed in substance, residual value guarantee payments that are fixed in substance, and any subscription incentives payable.

An initial subscription liability was recorded in the amount of \$288,179. As of September 30, 2024, the value of the subscription liabilities was \$182,156. An incremental borrowing rate of 4.03% was used to measure subscription liabilities. The value of the right-to-use subscription assets as of September 30, 2024 was \$288,179 and had accumulated amortization of \$96,345.

The future principal and interest payments for subscription liabilities are as follows as of September 30, 2024:

Fiscal Year Ending September 30,	Principal	Interest	Total
2025	\$ 50,314	\$ 7,341	\$ 57,655
2026	52,343	5,313	57,656
2027	54,452	3,204	57,656
2028	25,047	1,009	26,056
	\$ 182,156	\$ 16,867	\$ 199,023

City of Texarkana, Texas
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Changes in Long-term Liabilities

The following is a summary of changes in long-term liabilities for the year ended September 30, 2024:

	October 1, 2023	Additions	Retirements/ Deductions	September 30, 2024	Long-Term Balance	Within One Year
Governmental Activities						
General obligation bonds	16,045,000	\$ -	\$ (2,655,000)	\$ 13,390,000	\$ 10,630,000	\$ 2,760,000
Issuance premiums	925,068	-	(147,569)	777,499	777,499	-
Total general obligation bonds	16,970,068	-	(2,802,569)	14,167,499	11,407,499	2,760,000
Certificates of obligation	38,675,000	13,955,000	(2,450,000)	50,180,000	47,745,000	2,435,000
Issuance premiums	640,816	970,781	(94,025)	1,517,572	1,517,572	-
Total certificates of obligation	39,315,816	14,925,781	(2,544,025)	51,697,572	49,262,572	2,435,000
Subscription liability	230,523	-	(48,367)	182,156	131,841	50,315
Net pension liabilities	29,959,649	8,363,813	-	38,323,462	38,323,462	-
Net other postemployment liabilities	15,280,566	210,029	-	15,490,595	15,428,595	62,000
Accrued compensated absences	5,903,389	1,941,428	(1,474,878)	6,369,939	5,903,389	466,550
Governmental activity Long-term liabilities	<u>\$ 107,660,011</u>	<u>\$ 25,441,051</u>	<u>\$ (6,869,839)</u>	<u>\$ 126,231,223</u>	<u>\$ 120,457,358</u>	<u>\$ 5,773,865</u>
Business-Type Activities						
Revenue bonds	\$ 1,285,000	\$ 19,915,000	\$ (105,000)	\$ 21,095,000	\$ 20,530,000	\$ 565,000
Issuance discounts	(5,127)	-	1,030	(4,097)	(4,097)	-
Bond Premium	-	402,526	-	402,526	402,526	-
Total revenue bonds	1,279,873	20,317,526	(103,970)	21,493,429	20,928,429	565,000
Notes payable	1,576,317	192,810	-	1,769,127	1,357,007	412,120
Net pension liabilities	5,649,298	-	(1,580,993)	4,068,305	4,068,305	-
Other postemployment liabilities	692,050	73,022	-	765,072	765,072	-
Accrued compensated absences	431,400	12,730	-	444,130	373,958	70,172
Business-type activity Long-term liabilities	<u>\$ 9,628,938</u>	<u>\$ 20,596,088</u>	<u>\$ (1,684,963)</u>	<u>\$ 28,540,063</u>	<u>\$ 27,492,771</u>	<u>\$ 1,047,292</u>

The General Fund is the governmental fund that is primarily responsible for liquidating the accrued compensated absences liability and net pension and total other postemployment liabilities for the governmental activities.

Note 11. Risk Management

The City's workers' compensation insurance coverage is obtained through the Texas Municipal League Intergovernmental Risk Pool (TML Pool). The TML Pool was established by the various political subdivisions in Texas to provide self-insurance for its members and to obtain lower costs for insurance. Losses under a stated amount for workers' compensation that are incurred by TML members are paid with TML Pool funds. Claims in excess of this limit are paid under terms of insurance policies obtained by the TML Pool. TML Pool members pay annual contributions to obtain the insurance. Annual contribution rates are determined by the TML Pool Board or by the State Board of Insurance of Texas. Such rates are estimated to include all claims expected to occur during the policy period, including claims incurred but not reported. The TML has established claims reserves for each of the types of insurance offered. Thus, although the TML Pool is a self-insured risk pool, members are not contingently liable for claims filed above the amount of the fixed annual contributions. If losses incurred are significantly higher than actuarially estimated, the TML Pool adjusts the contributed rate for subsequent years. Members are also entitled to returns of contributions if actual results are more favorable than estimated. For the year ended September 30, 2024, the City contributed \$446,107 for workers' compensation coverage.

City of Texarkana, Texas
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The City has outside property insurance coverage totaling \$69,203,987 for major structures, primarily those used by the public and those located in a cluster to provide protection from catastrophic losses, as well as \$16,511,355 of contents coverage.

The City maintains liability insurance coverage of \$3,275,538 for all its vehicles and equipment. It has vehicle damage coverage on the most expensive vehicles and equipment including fire engines and large trucks.

Note 12. Employee Retirement Systems

The City has elected to participate in the following retirement plans for its employees: A) Texas Municipal Retirement System and B) Texarkana Firemen’s Relief and Retirement Fund.

Total All Employee Retirement Systems

Plan	Net Pension Liability	Deferred Outflows of Resources	Deferred Inflows of Resources	Pension Expenses/ Expenditures (Income)
Governmental activities				
TMRS Plan 1	\$ 5,545,224	\$ 2,982,676	\$ 239,412	\$ 897,330
TMRS Plan 2	7,439,342	2,969,499	425,832	1,350,635
Firefighters Relief & Retirement Fund	25,338,896	16,689,392	385,366	3,337,556
Total governmental activities	38,323,462	22,641,567	1,050,610	5,585,521
Business-type activities				
TMRS Plan 3	4,068,305	1,774,383	184,419	1,265,502
Total	<u>\$ 42,391,767</u>	<u>\$ 24,415,950</u>	<u>\$ 1,235,029</u>	<u>\$ 6,851,023</u>

Texas Municipal Retirement System (TMRS)

The City participates in three retirement plans in the Texas Municipal Retirement System (TMRS), which covers all eligible full-time employees, excluding firefighters: Plan #1 covers Police Officers, Plan #2 covers Other City employees and Plan #3 covers Texarkana Water Utilities employees.

Plan Description

The City participates as one of over 900 plans in the nontraditional, joint contributory, hybrid defined benefit pension plan administered by the Texas Municipal Retirement System (TMRS). TMRS is an agency created by the State of Texas and administered in accordance with the TMRS ACT, Subtitle G, Title 8, Texas Government Code (TMRS Act) as an agent multiple-employer retirement system for municipal employees in the State of Texas. The TMRS Act places the general administration and management of TMRS with a six-member Board of Trustees. Although the Governor, with the advice and consent of the Senate, appoints the Board, TMRS is not fiscally dependent on the State of Texas. TMRS’ defined benefit pension plan is a tax-qualified plan under Section 401(a) of the Internal Revenue Code. TMRS issues a publicly available annual comprehensive financial report (ACFR) that can be obtained at www.tmrs.com.

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

City of Texarkana, Texas
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Benefits Provided

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

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

Plan provisions for the City were as follows:

	<u>Plan No. 1</u>	<u>Plan No. 2</u>	<u>Plan No. 3</u>
Employee deposit rate	7%	7%	7%
City current matching ratio	2-1	2-1	2-1
Updated Service Credit			
Rate	100T	100T	100T
Year effective	1998R	1992R	1992R
COLA increase	70%	70%	70%
COLA increase year effective	1998R	1992R	1992R
Military service credit effective date	Oct. 1988	Oct. 1988	Oct. 1988
Vesting	5 years	5 years	5 years
Service retirement eligibilities	5 yrs/age 60, 20 yrs/any age	5 yrs/age 60, 20 yrs/any age	5 yrs/age 60, 20 yrs/any age
Restricted prior service credit effective date	June 1995	June 1995	June 1995

At the December 31, 2023 valuation and measurement date, the following employees were covered by the benefit terms:

	<u>Plan No. 1</u>	<u>Plan No. 2</u>	<u>Plan No. 3</u>
Inactive employees or beneficiaries currently receiving benefits	94	228	136
Inactive employees entitled to but not yet receiving benefits	36	133	78
Active employees	<u>80</u>	<u>198</u>	<u>178</u>
Total	<u>210</u>	<u>559</u>	<u>392</u>

Contributions

The contribution rates for employees in TMRS are either 5%, 6%, or 7% of employee gross earnings, and the City matching percentages are either 100%, 150%, or 200%, both as adopted by the governing body of the City. Under the state law governing TMRS, the contribution rate for each city is determined annually by the actuary, using the Entry Age Normal (EAN) actuarial cost method. The actuarially determined rate is the estimated amount necessary to finance the cost of benefits earned by employees during the year, with an additional amount to finance any unfunded accrued liability.

City of Texarkana, Texas
Notes to Financial Statements
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Employees for the City of Texarkana, Texas were required to contribute 7% of their annual gross earnings during the fiscal year. The contribution rates for the City of Texarkana, Texas were as follows in calendar years 2023 and 2024.

	Plan No. 1	Plan No. 2	Plan No. 3
City Contribution Rate			
FY 2023	14.47%	15.80%	16.70%
FY 2024	16.20%	16.44%	16.97%

The City’s contributions to TMRS for the year ended September 30, 2024 were \$885,585, \$1,341,227, and \$939,186 for Plan No. 1, Plan No. 2, and Plan No. 3, respectively, and were equal to the required contributions.

Net Pension Liability

The City’s net pension liability (NPL) was measured as of December 31, 2022, and the total pension liability (TPL) used to calculate the NPL was determined by an actuarial valuation as of that date.

Actuarial Assumptions

The TPL in the December 31, 2023 actuarial valuation was determined using the following actuarial assumptions:

Inflation	2.50%
Overall payroll growth	2.55% for Plan 1, 2.15% for Plan 2, 2.75% for Plan 3
Investment Rate of Return	6.75%

Salary increases were based on a service-related table. Mortality rates for active members, retirees, and beneficiaries were based on the gender-distinct 2019 Municipal Retirees of Texas mortality tables. Male rates are multiplied by 103% ,and female rates are multiplied by 105%. The rates are projected on a fully generational basis by the most recent Scale MP-2021 (with immediate convergence) to account for future mortality improvements. Based on the size of the city, rates are multiplied by an additional factor of 100.0%. For calculating the actuarial liability and the retirement contribution rates, the mortality tables for healthy retirees are used with a four-year set-forward for males and a three-year set-forward for females. In addition, a 3.5% and 3% minimum mortality rate will be applied to reflect the impairment for younger members who become disabled for males and females, respectively. The rates are projected on a fully generational basis by the most recent Scale MP-2021 (with immediate convergence) to account for future mortality improvements subject to the 3.5% and 3% floor.

The actuarial assumptions were developed primarily from the actuarial investigation of the experience of TMRS as of December 31, 2022. They were adopted in 2023 and first used in the December 31, 2023 actuarial valuation. The postretirement mortality assumption for healthy annuitants and Annuity Purchase Rate (APR) are based on the Mortality Experience Investigation Study dated December 31, 2019. In conjunction with these changes first used in the December 31, 2019 valuation, the System adopted the Entry Age Normal actuarial cost method and a one-time change to the amortization policy. Plan assets are managed on a total return basis with an emphasis on both capital appreciation as well as the production of income, in order to satisfy the short-term and long-term funding needs of TMRS.

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

City of Texarkana, Texas
Notes to Financial Statements
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(conservative) and (2) the geometric mean (conservative) with an adjustment for time (aggressive). At its meeting on July 30, 2015, the TMRS Board approved a new portfolio target allocation. The target allocation and best estimates of real rates of return for each major asset class in fiscal year 2024 are summarized in the following table:

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return (Arithmetic)
Global equity	35.00%	6.70%
Core fixed income	6.00%	4.70%
Non-core fixed income	20.00%	8.00%
Other public and private markets	12.00%	8.00%
Real estate	12.00%	7.60%
Hedge funds	5.00%	6.40%
Private equity	10.00%	11.60%
Total	<u>100.00%</u>	

Discount Rate

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

City of Texarkana, Texas
Notes to Financial Statements
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CHANGES IN NET PENSION LIABILITY
PLAN NO. 1

	<u>Total Pension Liability</u>	<u>Plan Fiduciary Net Position</u>	<u>Net Pension Liability</u>
Balance at October 1, 2023	\$ 55,915,964	\$ 48,100,539	\$ 7,815,425
Changes for the year			
Service cost	1,051,441	-	1,051,441
Interest	3,726,069	-	3,726,069
Difference between expected and actual experience	95,161	-	95,161
Changes of assumptions	(306,403)	-	(306,403)
Contributions – employer	-	885,585	(885,585)
Contributions – employee	-	428,410	(428,410)
Net investment income	-	5,558,138	(5,558,138)
Benefit payments, including refunds of employee contributions	(2,481,314)	(2,481,314)	-
Administrative expense	-	(35,417)	35,417
Other changes	-	(247)	247
Net changes	<u>2,084,954</u>	<u>4,355,155</u>	<u>(2,270,201)</u>
Balance at September 30, 2024	<u>\$ 58,000,918</u>	<u>\$ 52,455,694</u>	<u>\$ 5,545,224</u>

City of Texarkana, Texas
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CHANGES IN NET PENSION LIABILITY
PLAN NO. 2

	<u>Total Pension Liability</u>	<u>Plan Fiduciary Net Position</u>	<u>Net Pension Liability</u>
Balance at October 1, 2023	\$ 62,581,560	\$ 52,490,074	\$ 10,091,486
Changes for the year			
Service cost	1,374,332	-	1,374,332
Interest	4,132,577	-	4,132,577
Difference between expected and actual experience	488,063	-	-
Changes of assumptions	(721,533)	-	(721,533)
Contributions – employer	-	1,341,227	(1,341,227)
Contributions – employee	-	594,214	(594,214)
Net investment income	-	6,028,859	(6,028,859)
Benefit payments, including refunds of employee contributions	(3,437,684)	(3,437,684)	-
Administrative expense	-	(38,448)	38,448
Other changes	-	(269)	269
Net changes	<u>1,835,755</u>	<u>4,487,899</u>	<u>(2,652,144)</u>
Balance at September 30, 2024	<u>\$ 64,417,315</u>	<u>\$ 56,977,973</u>	<u>\$ 7,439,342</u>

City of Texarkana, Texas
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CHANGES IN NET PENSION LIABILITY
PLAN NO. 3

	<u>Total Pension Liability</u>	<u>Plan Fiduciary Net Position</u>	<u>Net Pension Liability</u>
Balance at October 1, 2023	\$ 33,491,487	\$ 27,842,189	\$ 5,649,298
Changes for the year			
Service cost	945,371	-	945,371
Interest	2,199,998	-	2,199,998
Change of benefit terms	-	-	-
Difference between expected and actual experience	138	-	138
Changes of assumptions	(245,170)	-	(245,170)
Contributions – employer	-	939,186	(939,186)
Contributions – employee	-	393,671	(393,671)
Net investment income	-	3,168,788	(3,168,788)
Benefit payments, including refunds of employee contributions	(1,661,066)	(1,661,066)	-
Administrative expense	-	(20,173)	20,173
Other changes	-	(142)	142
Net changes	<u>1,239,271</u>	<u>2,820,264</u>	<u>(1,580,993)</u>
Balance at September 30, 2024	<u>\$ 34,730,758</u>	<u>\$ 30,662,453</u>	<u>\$ 4,068,305</u>

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

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

	<u>1% Decrease in Discount Rate (5.75%)</u>	<u>Discount Rate (6.75%)</u>	<u>1% Increase in Discount Rate (7.75%)</u>
City's net pension liability			
Plan No. 1	\$ 13,830,502	5,545,224	\$ 1,119,452
Plan No. 2	16,094,703	7,439,342	911,623
Plan No. 3	13,067,168	4,068,305	489,702

Pension Plan Fiduciary Net Position

Detailed information about the pension plan's fiduciary net position is available in a separately issued TMRS financial report. That report may be obtained on the Internet at www.tmrs.com.

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

For the year ended September 30, 2024, the City recognized pension expense of \$897,330, \$1,350,635, and \$1,265,502 in Plan No. 1, Plan No. 2, and Plan No. 3, respectively.

City of Texarkana, Texas
Notes to Financial Statements
September 30, 2024

The City reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources at September 30, 2024:

SCHEDULE OF OUTFLOWS AND INFLOWS
PLAN NO. 1

	Deferred Outflows of Resources	Deferred Inflows of Resources
Net difference between projected and actual earnings on pension plan investments	\$ 1,343,270	\$ -
Changes in actuarial assumptions	-	239,412
Differences between expected and actual experience	785,080	-
Contributions made after December 31, 2023 but before September 30, 2024	854,326	-
Total	\$ 2,982,676	\$ 239,412

SCHEDULE OF OUTFLOWS AND INFLOWS
PLAN NO. 2

	Deferred Outflows of Resources	Deferred Inflows of Resources
Net difference between projected and actual earnings on pension plan investments	\$ 1,483,490	\$ -
Changes in actuarial assumptions	-	425,832
Differences between expected and actual experience	294,207	-
Contributions made after December 31, 2022 but before September 30, 2023	1,191,802	-
Total	\$ 2,969,499	\$ 425,832

SCHEDULE OF OUTFLOWS AND INFLOWS

PLAN NO. 3

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Net difference between projected and actual earnings on pension plan investments	\$ 762,538	\$ -
Changes of assumptions	-	182,466
Differences between expected and actual experience	236,887	1,953
Contributions made after December 31, 2023 but before September 30, 2024	774,958	-
Total	<u>\$ 1,774,383</u>	<u>\$ 184,419</u>

The amount reported as deferred outflows of resources related to pensions resulting from contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability for the year ending September 30, 2025. Other amounts reported as deferred outflows and inflows of resources related to pensions will be recognized in pension expense as follows:

<u>Year Ended September 30:</u>	<u>Plan No. 1</u>	<u>Plan No. 2</u>	<u>Plan No. 3</u>
2024	\$ 553,599	\$ 294,894	\$ 293,544
2025	601,410	425,294	242,847
2026	1,168,246	1,126,404	525,836
2027	(423,876)	(494,727)	(247,221)
2028	(10,441)	-	-
Total	<u>\$ 1,888,938</u>	<u>\$ 1,351,865</u>	<u>\$ 815,006</u>

Texarkana Firefighter’s Relief and Retirement Fund (FRRF)

General Information about the Retirement Plan

Plan Description

The City contributes to the retirement plan for firefighters in the Texarkana Fire Department known as the Texarkana Firemen’s Relief and Retirement Fund (Plan). The Plan is a single employer, contributory, defined benefit plan. The benefit provisions of the Plan are authorized by the *Texas Local Fire Fighters’ Retirement Act of 1937 (Act)*. The purpose of the Plan is to provide for the receipt, control, handling, management, and dispersing of assets accumulated in the Plan, which has been established for the purpose of providing certain benefits upon retirement for participants/employees under the provisions of the Plan.

The Plan is administered by a seven-member Board of Trustees. The City does not have access to, nor can it utilize assets within, the retirement plan trust. The Plan issues a stand-alone report pursuant to GASB Statement No. 67, which may be obtained in writing from the Texarkana Firemen’s Relief and Retirement Fund at P.O. Box 6083, Longview, TX 75608. See that report for all information about the Plan fiduciary net position.

City of Texarkana, Texas
Notes to Financial Statements
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Benefits Provided

The Plan provides service retirement, death, disability, and termination benefits. The benefits fully vest after 20 years of credited service. Members may retire at attainment of age 50 and completion of 20 years of service. The Plan provides a monthly normal service retirement benefit, payable in a joint and two-thirds to surviving spouse form of annuity equal to 3.09% of the member's highest 36-month average salary, multiplied by years of credited service as of date of termination. The Plan provides an optional form of retirement benefit, payable in a joint and 100% to surviving spouse form of annuity, which allows members to adjust the amount and longevity of the monthly benefit.

A retiring member eligible for normal service retirement with certain minimum combinations of years of service and age has the option to elect the Retroactive Deferred Retirement Option Plan (RETRO DROP), which will provide a lump-sum benefit and a reduced monthly benefit.

The benefit provisions of the Plan are authorized by the Act. The Act provides the authority and procedure to amend benefit provisions. There is no provision for automatic postretirement benefit increases. The Plan has the authority to provide for ad hoc postretirement benefit increases. Effective, October 1, 2014, the Plan was amended for a \$19 increase in monthly benefits and a minimum monthly benefit of \$1,022 for retired, disabled, vested terminated members, and surviving spouses.

Members Covered by the Fund

The membership consisted of the following as of December 31, 2023:

Retirees and beneficiaries currently receiving benefits	75
Inactive employees entitled to but not yet receiving benefits	1
Active employees	76
 Total	 152

Funding Policy

The contribution provisions of the Plan are authorized by the Act. The Act provides the authority and procedures to change the amount of contributions determined as a percentage of pay by each member and a percentage of payroll by the City.

While the contribution requirements are not actuarially determined, state law requires that each plan benefits adopted by the Plan must be approved by an eligible actuary. The actuary certifies that the contribution commitment by the members and the City provides an adequate financing arrangement. Using the entry age actuarial cost method, the plan's normal cost contribution rate is determined as a percentage of payroll.

The funding policy of the Texarkana Firemen's Relief and Retirement Fund requires contributions by the members at the rate elected by the members according to the Act. The City's contribution rate is determined annually by the City. Contributions were as follows for the year ended December 31, 2023:

	Amount	Percentage
Employer	\$ 988,864	19.5%
Members	684,620	13.5%

The costs of administering the plan are paid from the use of investment earnings.

City of Texarkana, Texas
Notes to Financial Statements
September 30, 2024

Net Pension Liability

The Plan's net pension liability was measured as of December 31, 2023, and the total pension liability used to calculate the net pension liability was determined by a special study based on the actuarial valuation as of December 31, 2023. The components of the net pension liability of the employer were as follows on December 31, 2023:

Total pension liability	\$ 65,662,865
Plan fiduciary net position	<u>(40,323,969)</u>
City's net pension liability	<u>\$ 25,338,896</u>
Plan fiduciary net position as a percentage of the total pension liability	61.4%

Actuarial Assumptions

The total pension liability in the December 31, 2023 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Investment rate of return	7.5%, net of pension plan investment expense, including inflation
Administrative expense	1.22% of payroll
Salary increases	2.75%, plus promotion, step and longevity increases that vary by service
Inflation	2.75%

Mortality rates were based on the PubS-2010 (public safety) total dataset mortality tables for employees and for retirees (sex distinct), projected for mortality improvement generationally using the projection scale MP-2019.

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

City of Texarkana, Texas
Notes to Financial Statements
September 30, 2024

Best estimates of arithmetic real rates of return for each major asset class included in the pension plan's target asset allocations (see the discussion of the pension plan's investment policy) are summarized in the following table as of December 31, 2023:

Asset Class	Long-Term Expected Real Rate of Return
Equities	
Large/all cap domestic	5.87%
Small/mid cap domestic	6.37%
International developed	6.37%
Emerging markets	7.87%
Specialty	
Income opportunity	3.87%
Total return	4.37%
Relative value arbitrage	1.87%
Fixed income	
Domestic core	1.37%
Domestic high yield	2.87%

Discount Rate

The discount rate used to measure the total pension liability was 5.29%. The projection of cash flows used to determine the discount rate assumed that the City contribution would equal to 19.50% of payroll and that member contributions would equal 13.50% of compensation. Based on those assumptions, the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments as the discount rate to determine the total pension liability.

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

The following presents the net pension liability of the City of Texarkana, calculated using the discount rate of 5.29%, as well as what the City's net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower (4.29%) or 1-percentage-point higher (6.29%) than the current rate:

	1% Decrease (4.29%)	Current Discount Rate (5.29%)	1% Increase (6.29%)
City's net pension liability	\$ 33,970,293	\$ 25,338,896	\$ 18,248,715

Plan Fiduciary Net Position

The Plan fiduciary net position reported above is the same as reported by the Fund. Detailed information about the Plan fiduciary net position is available in the Plan's separately issued audited financial statements, which are reported using the accrual basis of accounting in conformity with accounting principles generally accepted in the United States of America. Member and employer contributions are recognized when due. Benefits and refunds are recognized when due and payable in accordance with the terms of the Plan. Investment transactions are recorded as of the date a transaction is agreed upon and investment income, from interest and dividends, is recorded when earned or declared. All other expenses are recognized when incurred.

City of Texarkana, Texas
Notes to Financial Statements
September 30, 2024

Changes in the Net Pension Liability

	Total Pension Liability	Plan Fiduciary Net Position	Net Pension Liability
Amounts as of September 30, 2023	\$ 49,273,947	\$ 37,221,209	\$ 12,052,738
Changes for the year			
Service cost	1,001,399	-	1,001,399
Interest	3,661,628	-	3,661,628
Differences between expected and actual experience	412,692	-	412,692
Contributions by the City	-	988,864	(988,864)
Contributions by the members	-	684,620	(684,620)
Net investment income	-	4,398,636	(4,398,636)
Benefit payments	(2,907,291)	(2,907,291)	-
Administrative expenses	-	(62,069)	62,069
Assumption changes	14,220,490	-	14,220,490
Net changes	<u>16,388,918</u>	<u>3,102,760</u>	<u>13,286,158</u>
Amounts as of September 30, 2024	<u>\$ 65,662,865</u>	<u>\$ 40,323,969</u>	<u>\$ 25,338,896</u>

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

For the year ended September 30, 2024, the City's GASB 68 pension expense was \$3,337,556. Amounts recognized in the fiscal year represent changes between the current and prior measurement dates. The components of pension expense are as follows for the fiscal year ended September 30, 2024:

Service cost	\$ 1,001,399
Interest	3,661,628
Member contributions	(684,620)
Projected earnings on pension plan investments	(2,742,995)
Amortization of differences between projected and actual earnings on plan investments	(267,383)
Amortization of changes of assumptions	2,392,118
Amortization of differences between expected and actual experience	(84,660)
Pension plan administrative expenses	<u>62,069</u>
Total pension expense	<u>\$ 3,337,556</u>

City of Texarkana, Texas
Notes to Financial Statements
September 30, 2024

The City reported deferred outflows of resources related to the Fire Pension Plan from the following sources at September 30, 2024:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Net difference between projected and actual earnings on pension plan investments	\$ 2,689,986	\$ -
Changes of assumptions	12,838,853	-
Differences between expected and actual experience	353,870	385,366
Contributions made after December 31, 2022 but before September 30, 2023	-	-
	<u>806,683</u>	<u>-</u>
Total	<u>\$ 16,689,392</u>	<u>\$ 385,366</u>

The amount reported as deferred outflows of resources related to pensions resulting from contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability for the year ending September 30, 2025. Other amounts reported as deferred outflows and inflows of resources related to pensions will be recognized in pension expense as follows:

Year Ended September 30	Deferred Outflows (Inflows) of Resources
2025	\$ 2,793,499
2026	3,360,589
2027	3,592,631
2028	1,852,049
2029	2,158,067
Thereafter	<u>1,740,508</u>
Total	<u>\$ 15,497,343</u>

Note 13. Other Postemployment Healthcare Benefits

Postemployment medical and dental benefits (OPEB) are provided to eligible retirees, their spouses and dependents through the City's self-insured health plan. The City and Texarkana Water Utilities both provide these postemployment benefits through single-employer defined benefit OPEB plans. Each plan has a separate actuarial valuation and are reported separately in the following disclosures. For each plan, no assets are accumulated in a trust that meet the criteria of GASB Statement No. 75.

City OPEB Plan

Benefits Provided

Employees hired before January 1, 2010 are eligible to receive a lump-sum payment for up to 720 sick leave hours upon retirement. Fire operations are eligible to receive a lump-sum payment for up to 1,080 sick leave hours. These employees are also eligible to receive the dollar value of up to 720 sick leave hours, or up to 1,080 sick leave hours for Fire Operations, placed into an account for retiree health and/or dental coverage premium payments. The account balance can only be used to replace the premiums the participant would have paid for retiree medical and/or dental insurance coverage provided by the City. The participant must elect retiree insurance coverage immediately upon retirement and any election decision shall not be deferred for any reason. All age and tenure requirements must comply with pension guidelines of the Texas Municipal Retirement System or the Texarkana Firemen’s Relief and Retirement Fund at the time of retirement to qualify for this program.

Employees hired on or after January 1, 2010 are eligible to receive a lump-sum payment for up to 720 sick leave hours. Fire operations are eligible to receive a lump-sum payment for up to 1,080 sick leave hours. These employees have the option to receive a lump sum payment for sick leave hours or to have the dollar value of sick leave hours deposited in an account for use by the retiree to purchase retiree health and/or dental coverage provided by the City, but not both. The participant must elect retiree insurance coverage immediately upon retirement and any election decision shall not be deferred for any reason. All age and tenure requirements must comply with pension guidelines at the time of retirement to qualify for this program.

At the October 1, 2023 valuation date, the following employees were covered by the benefit terms:

	September 30, 2024
Inactive employees or beneficiaries currently receiving benefit payments	9
Inactive employees entitled to but not yet receiving benefit payments	-
Active employees	326
	<hr/>
Total	335
	<hr/> <hr/>

Contributions

Benefit levels and contribution rates are approved annually by City management and the City Council as part of the budget process. The City does not make advance funding contributions but instead operates under a pay-as-you-go method. Therefore, the plan is not accounted for as a trust fund and does not issue a separate financial report.

Total OPEB Liability and Actuarial Assumptions

The City’s total OPEB liability was measured as of September 30, 2024 and was determined by an actuarial valuation as of October 1, 2023, using the following actuarial assumptions:

Inflation	2.50% per annum
Salary inflation	3.00% per annum
Discount rate	4.06% per annum, which includes inflation (prior year was 4.87%)
Healthcare cost trend rates	6.51% initial medical trend rate for retirees decreasing to an ultimate rate of 4.16% in the year 2041

City of Texarkana, Texas
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Mortality rates were updated and are based upon the RP-2014h sex distinct mortality improvement table with generational mortality improvement scale MP-2021

CHANGES IN NET OPEB LIABILITY

	Total OPEB Liability
Balance at September 30, 2023	\$ 15,280,566
Changes for the year	
Service cost	645,220
Interest	706,704
Difference in expected and actual experience	(1,383,252)
Change in assumptions	303,644
Benefit payments	(62,287)
Net changes	<u>210,029</u>
Balance at September 30, 2024	<u>\$ 15,490,595</u>

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

The following presents the total OPEB liability of the City calculated using the discount rate of 4.06%, as well as what the City's total OPEB liability would be if it were calculated using a discount rate that is 1% lower (3.06%) or 1% higher (5.06%) than the current rate. This is also calculated using healthcare cost trend rates.

Discount Rate Sensitivity		
1% Decrease 3.06%	Discount Rate 4.06%	1% Increase 5.06%
\$ 17,084,295	\$ 15,490,595	\$ 14,042,876

Healthcare Cost Trend Rate		
1% Decrease 5.51%	Discount Rate 6.51%	1% Increase 7.51%
\$ 13,463,660	\$ 15,490,595	\$ 17,905,865

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

For the year ended September 30, 2024, the City recognized the OPEB expense of \$1,123,438.

City of Texarkana, Texas
Notes to Financial Statements
September 30, 2024

The City had deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources at September 30, 2024:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 378,997	\$ 1,210,345
Changes of assumptions	919,697	3,164,580
Total	\$ 1,298,694	\$ 4,374,925

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

Measurement Year September 30	Deferred Outflows/(Inflows) of Resources
2025	\$ (447,386)
2026	(479,035)
2027	(479,037)
2028	(722,730)
2029	(659,995)
Thereafter	(288,048)
	\$ (3,076,231)

TWU OPEB Plan

Benefits Provided

In addition to the retirement benefits described above, eligible employees hired before January 1, 2010 receive upon retirement 1) a lump-sum payment of their sick leave balance at retirement which is equal to their sick leave hours (limited to 720 hours for non-Civil Service) valued at the employee's current hourly pay rate and 2) an additional amount equal to their sick leave balance used to pay future monthly healthcare contributions.

Since the sick leave balance can only be used for healthcare, it is required to be included as another postemployment benefit (OPEB).

Upon retirement, eligible employees hired after January 1, 2010 may choose either a lump-sum payment of up to 720 hours of sick leave at their current rate of pay or an equivalent amount to be used to pay future monthly healthcare contributions. Once retirees participating in postemployment healthcare benefits reach sufficient age to become Medicare eligible, they can no longer remain on the insurance, but if they enroll in Medicare, their Medicare supplement premiums can then be paid from any remaining sick leave buyout balance. Eligible employees who retire at Medicare eligible age cannot remain on the employer insurance, but their Medicare supplement premiums can be paid from their sick leave buyout balance.

City of Texarkana, Texas
Notes to Financial Statements
September 30, 2024

Eligible employees who choose to remain on the employer insurance are allowed to continue any coverage they may have at retirement, which includes self, spouse, children, and family coverage options, but those coverage options cannot be added post retirement.

At the October 1, 2023 valuation date, the following employees were covered by the benefit terms:

Actives	178
Retirees	<u>13</u>
Total	<u><u>191</u></u>

Contributions

Benefit levels and contribution rates are approved annually by City management and the City Council as part of the budget process. The Utility does not make advance funding contributions but instead operates under a pay-as-you-go method. Therefore, the plan is not accounted for as a trust fund and does not issue a separate financial report.

Total OPEB Liability

The Utility’s Total OPEB Liability was measured as of September 30, 2024 and was determined by an actuarial valuation as of October 1, 2023.

Actuarial Methods and Assumptions

The actuarial cost method used for determining the benefit obligations is the Entry Age Normal Cost Method. Under this method, a projected retirement benefit at assumed retirement age is computed for each participant using anticipated future pay increases. The normal cost for each participant is computed as the level percentage of pay which, if paid from each participant’s date of employment by the employer or any predecessor employer (thus, entry age) to his assumed retirement date, would accumulate with interest at the rate assumed in the valuation to an amount sufficient to fund his projected retirement benefit. The normal cost for the plan is the total of the individually computed normal costs for all participants including the costs for any death or disability benefits under the plan.

The accrued liability at any point in time for an active participant is the theoretical fund that would have been accumulated on his behalf from his normal cost payments and the earnings thereon for all prior years if the plan had always been in effect. For persons receiving benefits or entitled to a deferred vested retirement income the accrued liability cost is equal to the present value of their future benefit payments. The accrued liability for the plan is the total of the individually computed accrued liability for all participants. The unfunded accrued liability for the plan is the excess of the accrued liability over the assets which have been accumulated for the plan.

It should be noted that the accrued liability as of any date is not the actuarially computed present value of accrued or accumulated benefits as of that date. The accrued liability is the portion of the ultimate cost assigned to prior years by the cost method being used.

City of Texarkana, Texas
Notes to Financial Statements
September 30, 2024

Valuation Date	October 1, 2023
Measurement Date	September 30, 2024
Discount Rate for Valuing Liabilities	4.06% per annum
Mortality Rates	Non-Annuity: Sex-distinct headcount-weighted 2010 PUB mortality table for general employees with mortality improvement scale MP-2021 Annuity: Sex-distinct headcount-weighted 2010 PUB mortality table for general retirees with mortality improvement scale MP-2021
Assumed Sick Leave Balance	Active participants accrued sick leaves at retirement was multiplied by their projected rate of pay at retirement to get the estimated balance of funds TWU would spend on behalf of eligible retirees for retiree healthcare premiums. Retirees use actual sick leave balance.
Disability rates	None
Payroll Increase	2.75%, per annum
Participation Rate Assumption	100% of those with an accrued balance at retirement are assumed to elect medical coverage, and 25% of retirees are assumed to cover their spouse.

CHANGES IN NET OPEB LIABILITY

	Texarkana, Texas <u>Water Utilities</u>
Balance as of September 30, 2023	\$ 692,050
Changes for the year	
Service cost	51,624
Interest on total OPEB liability	15,499
Difference between expected and actual experience	-
Effect of assumptions changes or inputs	29,959
Benefit payments	<u>(24,060)</u>
Balance as of September 30, 2024	<u>\$ 765,072</u>

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

The following presents the total OPEB liability of the Utility calculated using the discount rate of 4.87%, as well as what the Utility's total OPEB liability would be if it were calculated using a discount rate that is 1% lower (3.87%) or 1% higher (5.87%) than the current rate. This is also calculated using healthcare cost trend rates.

Discount Rate Sensitivity		
1% Decrease 3.87%	Discount Rate 4.87%	1% Increase 5.87%
\$ 784,570	\$ 765,072	\$ 702,553

City of Texarkana, Texas
Notes to Financial Statements
September 30, 2024

Healthcare Cost Trend Rate		
1% Decrease	Discount Rate	1% Increase
5.80/4.00%	6.80/5.00%	7.80/6.00%
\$ 755,126	\$ 765,072	\$ 780,373

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

For the year ended September 30, 2024, the Utility recognized the OPEB expense of \$303,765.

The Utility had deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources at September 30, 2024:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ -	\$ 3,575
Changes of assumptions	40,399	236,192
Total	\$ 40,399	\$ 239,767

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

Measurement Year September 30	Deferred Outflows/(Inflows) of Resources
2025	\$ (38,591)
2026	(51,865)
2027	(51,169)
2028	(34,500)
2029	(18,428)
Thereafter	(4,816)
	\$ (199,368)

Note 14. Deferred Compensation Plan

The City offers its employees a deferred compensation plan created in accordance with Internal Revenue Code Section 457. The plan, available to all City employees, permits them to defer a portion of their salary until future years. Participation in the plan is optional. The deferred compensation is not available to employees until termination, retirement, death, or unforeseeable emergency. The City's plan was amended effective January 1, 1997 to provide that all assets and income of the plan are held in trust for the exclusive benefit of the participants and their beneficiaries.

City of Texarkana, Texas
Notes to Financial Statements
September 30, 2024

The City has delegated administrative and investment responsibilities to a third-party administrator, Mission Square, and as such, the plan assets do not meet the requirements for inclusion in the City's financial statements at September 30, 2024.

Note 15. Classification of Governmental Fund Balances

The table below presents a summary of the September 30, 2024 governmental fund balances by fund type and specific purpose. With the exception of nonspendable fund balances, fund balance is presented based on specific purpose. For the general fund, special revenue funds, debt service fund, and capital projects funds, the specific purpose of the fund balance is determined by the governmental function for which the funds are restricted, committed, assigned, or unassigned.

	General	Debt Service	CDBG 108 Loan	2022 Bond	2023 Bond	Other Governmental Funds	Total Governmental Funds
Fund balances:							
Nonspendable for							
Loans receivable	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 2,547,390	\$ 2,547,390
Restricted							
Court security and technology	-	-	-	-	-	554,043	554,043
Law enforcement	-	-	-	-	-	466,187	466,187
Health and welfare	8,362	-	21,039	-	-	2,463,808	2,493,209
Public safety radio	-	-	-	-	-	240,573	240,573
Debt service	-	1,075,692	-	-	-	-	1,075,692
Tourism	-	-	-	-	-	2,050,977	2,050,977
Capital improvements	-	-	-	16,382,143	13,188,418	-	29,570,561
Tax Increment Reinvestment Zone	-	-	-	-	-	3,529,428	3,529,428
Committed							
Economic development	-	-	-	-	-	2,414,035	2,414,035
Assigned							
Subsequent year's expenditures	22,749,987	-	-	-	-	-	22,749,987
Police equipment	1,885	-	-	-	-	-	1,885
Capital projects	-	-	-	-	-	831,211	831,211
Animal services	12,107	-	-	-	-	-	12,107
Grant matching	-	-	-	-	-	784,231	784,231
Unassigned							
General fund	20,240,902	-	-	-	-	-	20,240,902
Special revenue funds	-	-	-	-	-	-	-
Total fund balances (deficit)	\$ 43,013,243	\$ 1,075,692	\$ 21,039	\$ 16,382,143	\$ 13,188,418	\$ 15,881,883	\$ 89,562,418

Note 16. Tax Abatements

The City Council authorized Resolution 2018-064 and entered into a contract on June 11, 2018 to fund a rebate not to exceed \$615,000 of a portion of ad valorem taxes for property and a portion of the sales taxes paid by a local automobile dealership and collected by the City derived from the new business facilities to be constructed at the specified location for a term not to exceed 10 years. Approximately \$23,383 of ad valorem taxes was abated for the fiscal year ended September 30, 2024.

The City Council entered into a contract on February 12, 2021 to fund a rebate not to exceed 75% of the City's portion of the paid ad valorem taxes for the development of a mini warehouse and a boat/RV storage facility located at Airline and Richmond Road in Texarkana, Bowie County, Texas, with the potential for additional phases of development in the future. Approximately \$23,398 of ad valorem taxes was abated for the fiscal year ended September 30, 2024.

Note 17. Contingent Liabilities

Litigation

The City is a party to several legal actions arising in the ordinary course of its business. In the opinion of the City's management, upon advice of the City Attorney, the City has adequate legal defense and/or insurance coverage regarding each of these actions and does not believe that they will materially affect the City's operations or financial position.

Note 18. Subsequent Pronouncements

The Governmental Accounting Standards Board recently issued the following statements not yet implemented by the City of Texarkana, Texas. The statements that might impact the City are as follows:

GASB Statement No. 101 – Compensated Absences

GASB Statement No. 101, *Compensated Absences* is to better meet the information needs of financial statement users by updating the recognition and measurement guidance for compensated absences. This objective is achieved by aligning the recognition and measurement guidance under a unified model and by amending certain previously required disclosures. The standard amends the existing requirements to disclose the gross increases and decreases in a liability for compensated absences to allow governments to disclose only the net change in the liability.

GASB 101 is effective for the City's fiscal year 2025. Earlier application is encouraged.

GASB Statement No. 102 – Certain Risk Disclosures

The objective of GASB Statement No. 102, *Certain Risk Disclosures*, is to provide users of the financial statements essential information about risks related to government's vulnerabilities due to certain concentrations or constraints.

GASB 102 is effective for the City's fiscal year 2025.

GASB Statement No. 103 – Financial Reporting Model Improvements

The objective of GASB Statement No. 103, *Financial Reporting Model Improvements*, is improve key components of the financial reporting model to enhance its effectiveness in providing information that is essential for decision making and assessing a government's accountability. This Statement also addresses certain application issues.

GASB 103 is effective for the City's fiscal year 2026.

GASB Statement No. 104 – Disclosure of Certain Capital Assets

The objective of GASB Statement No. 104, *Disclosure of Certain Capital Assets*, is to provide users of the financial statements with essential information about certain types of capital assets.

GASB 104 is effective for the City's fiscal year 2026.

Note 19. Subsequent Events

In preparing these financial statements, management of the City of Texarkana, Texas has evaluated events and transactions for potential recognition or disclosure through April 21, 2025, the date the financial statements were available to be issued.



Required Supplementary Information

**City of Texarkana, Texas
Required Supplementary Information
September 30, 2024**

TMRS PLAN #1 – Police Officers

**SCHEDULE OF CHANGES IN NET PENSION LIABILITY/(ASSET) AND RELATED RATIOS
LAST 10 YEARS**

	12/31/2014	12/31/2015	12/31/2016	12/31/2017	12/31/2018	12/31/2019	12/31/2020	12/31/2021	12/31/2022	12/31/2023
1. Total Pension Liability										
a. Service cost	\$ 968,730	\$ 969,892	\$ 940,760	\$ 1,006,085	\$ 1,047,904	\$ 1,003,968	\$ 998,633	\$ 1,022,657	\$ 1,025,537	\$ 1,051,441
b. Interest	2,746,753	2,842,733	2,830,664	2,946,678	3,037,916	3,106,492	3,234,448	3,370,588	3,526,015	3,726,069
c. Changes of benefit provisions	-	-	-	-	-	-	-	-	-	-
d. Difference between expected and actual experience	(647,080)	(710,991)	(333,866)	(668,606)	(682,086)	121,452	61,950	301,510	848,706	95,161
e. Changes of assumptions	-	(72,483)	-	-	-	74,948	-	-	-	(306,403)
f. Benefit payments	(1,738,559)	(1,657,168)	(1,721,423)	(1,781,542)	(2,125,264)	(2,606,389)	(2,210,707)	(2,369,592)	(2,417,559)	(2,481,314)
g. Net change in total pension liability	1,329,864	1,371,983	1,716,135	1,502,615	1,278,470	1,700,471	2,084,324	2,325,163	2,982,699	2,084,954
h. Total pension liability – beginning	39,624,241	40,954,106	42,326,088	44,042,223	45,544,838	46,823,308	48,523,779	50,608,102	52,933,265	55,915,964
i. Total pension liability – ending	<u>\$ 40,954,105</u>	<u>\$ 42,326,089</u>	<u>\$ 44,042,223</u>	<u>\$ 45,544,838</u>	<u>\$ 46,823,308</u>	<u>\$ 48,523,779</u>	<u>\$ 50,608,103</u>	<u>\$ 52,933,265</u>	<u>\$ 55,915,964</u>	<u>\$ 58,000,918</u>
2. Plan Fiduciary Net Position										
a. Contributions by the City	\$ 988,531	\$ 966,327	\$ 905,636	\$ 933,545	\$ 961,461	\$ 874,104	\$ 830,758	\$ 886,717	\$ 884,600	\$ 885,585
b. Contributions by the employees	381,042	389,200	378,249	405,446	422,542	407,643	406,184	418,409	418,810	428,410
c. Net investment income	1,977,814	53,356	2,424,238	5,243,846	(1,276,203)	6,269,849	3,449,967	6,244,512	(3,870,942)	5,558,138
d. Benefit payments	(1,738,559)	(1,657,168)	(1,721,423)	(1,781,542)	(2,125,264)	(2,606,389)	(2,210,707)	(2,369,592)	(2,417,559)	(2,481,314)
e. Administrative expenses	(20,649)	(32,500)	(27,384)	(27,176)	(24,667)	(35,436)	(22,335)	(28,909)	(33,528)	(35,417)
f. Other	(1,698)	(1,605)	(1,475)	(1,378)	(1,289)	(1,064)	(871)	198	40,009	(247)
g. Net change in plan fiduciary net position	1,586,481	(282,390)	1,957,841	4,772,741	(2,043,420)	4,908,707	2,452,996	5,151,365	(4,977,610)	4,355,155
h. Plan fiduciary net position – beginning	34,573,828	36,160,309	35,877,919	37,835,760	42,608,502	40,565,082	45,473,789	47,926,784	53,078,149	48,100,539
i. Plan fiduciary net position – ending	<u>\$ 36,160,309</u>	<u>\$ 35,877,919</u>	<u>\$ 37,835,760</u>	<u>\$ 42,608,501</u>	<u>\$ 40,565,082</u>	<u>\$ 45,473,789</u>	<u>\$ 47,926,785</u>	<u>\$ 53,078,149</u>	<u>\$ 48,100,539</u>	<u>\$ 52,455,694</u>
3. City's Net Pension Liability/(Asset) - Ending [Item 1(i)-2(i)]	\$ 4,793,796	\$ 6,448,169	\$ 6,206,463	\$ 2,936,336	\$ 6,258,226	\$ 3,049,990	\$ 2,681,318	\$ (144,884)	\$ 7,815,425	\$ 5,545,224
4. Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	88.30%	84.80%	85.90%	93.55%	86.63%	93.71%	94.70%	100.27%	86.02%	90.44%
5. Covered Payroll for Year (Estimated)	\$ 5,443,456	\$ 5,554,938	\$ 5,403,560	\$ 5,792,085	\$ 6,036,315	\$ 5,823,478	\$ 5,802,625	\$ 5,963,016	\$ 5,997,291	\$ 6,509,675
6. City's Net Pension Liability/(Asset) as a Percentage of Covered Payroll	88.10%	116.10%	114.86%	50.70%	103.68%	52.37%	46.21%	-2.43%	130.32%	85.18%

This pension schedule is intended to present information for 10 years. Additional information will be displayed as it becomes available.

**City of Texarkana, Texas
Required Supplementary Information
September 30, 2024**

TMRS PLAN #2 – Other City Employees

**SCHEDULE OF CHANGES IN NET PENSION LIABILITY AND RELATED RATIOS
LAST 10 YEARS**

	Measurement Date 12/31/2014	Measurement Date 12/31/2015	Measurement Date 12/31/2016	Measurement Date 12/31/2017	Measurement Date 12/31/2018	Measurement Date 12/31/2019	Measurement Date 12/31/2020	Measurement Date 12/31/2021	Measurement Date 12/31/2022	Measurement Date 12/31/2023
1. Total Pension Liability										
a. Service cost	\$ 1,199,684	\$ 1,300,193	\$ 1,297,239	\$ 1,361,395	\$ 1,367,147	\$ 1,355,020	\$ 1,345,152	\$ 1,290,355	\$ 1,295,393	\$ 1,374,332
b. Interest	3,070,141	3,180,026	3,199,561	3,310,801	3,461,015	3,559,680	3,684,724	3,775,661	3,993,239	4,132,577
c. Changes of benefit provisions	-	-	-	-	-	-	-	-	-	-
d. Difference between expected and actual experience	(470,023)	(507,874)	106,689	327,831	(702,934)	(404,645)	(381,801)	1,027,209	28,582	488,063
e. Changes of assumptions	-	238,953	-	-	-	461,978	-	-	-	(721,533)
f. Benefit payments	(2,135,093)	(2,277,497)	(2,610,374)	(2,443,517)	(2,913,332)	(2,717,867)	(2,923,425)	(3,176,563)	(3,318,047)	(3,437,684)
g. Net change in total pension liability	1,664,709	1,933,801	1,993,115	2,556,510	1,211,896	2,254,166	1,724,650	2,916,682	1,999,167	1,835,755
h. Total pension liability – beginning	44,326,864	45,991,573	47,925,374	49,918,489	52,474,999	53,686,895	55,941,061	57,665,711	60,582,393	62,581,560
i. Total pension liability – ending	\$ 45,991,573	\$ 47,925,374	\$ 49,918,489	\$ 52,474,999	\$ 53,686,895	\$ 55,941,061	\$ 57,665,711	\$ 60,582,393	\$ 62,581,560	\$ 64,417,315
2. Plan Fiduciary Net Position										
a. Contributions by the City	\$ 1,182,575	\$ 1,248,098	\$ 1,191,057	\$ 1,286,363	\$ 1,326,274	\$ 1,321,229	\$ 1,299,226	\$ 1,223,299	\$ 1,192,425	\$ 1,341,227
b. Contributions by the employees	526,260	551,597	536,593	569,621	576,359	576,955	584,485	558,064	558,703	594,214
c. Net investment income	2,202,368	59,293	2,695,784	5,722,307	(1,386,764)	6,799,718	3,768,811	6,798,069	(4,222,654)	6,028,859
d. Benefit payments	(2,135,093)	(2,277,497)	(2,610,374)	(2,443,517)	(2,913,332)	(2,717,867)	(2,923,425)	(3,176,563)	(3,318,047)	(3,437,684)
e. Administrative expenses	(22,995)	(36,119)	(30,454)	(29,664)	(26,813)	(38,454)	(24,410)	(31,484)	(36,591)	(38,448)
f. Other	(1,891)	(1,784)	(1,641)	(1,504)	(1,401)	(1,156)	(952)	215	43,664	(269)
g. Net change in plan fiduciary net position	1,751,224	(456,412)	1,782,965	5,103,606	(2,425,677)	5,940,425	2,703,736	5,371,600	(5,782,500)	4,487,899
h. Plan fiduciary net position – beginning	38,501,107	40,252,331	39,795,919	41,578,884	46,682,490	44,256,813	50,197,238	52,900,974	58,272,574	52,490,074
i. Plan fiduciary net position – ending	\$ 40,252,331	\$ 39,795,919	\$ 41,578,884	\$ 46,682,490	\$ 44,256,813	\$ 50,197,238	\$ 52,900,974	\$ 58,272,574	\$ 52,490,074	\$ 56,977,973
3. City's Net Pension Liability - Ending [Item 1(i)-2(i)]	\$ 5,739,242	\$ 8,129,455	\$ 8,339,605	\$ 5,792,509	\$ 9,430,082	\$ 5,743,823	\$ 4,764,737	\$ 2,309,820	\$ 10,091,486	\$ 7,439,342
4. Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	87.50%	83.00%	83.30%	88.96%	82.41%	89.74%	89.74%	89.74%	89.74%	88.45%
5. Covered Payroll for Year (Estimated)	\$ 7,517,730	\$ 7,879,692	\$ 7,694,181	\$ 8,137,195	\$ 8,269,165	\$ 8,229,115	\$ 8,349,787	\$ 7,965,153	\$ 8,026,071	\$ 9,174,002
6. City's Net Pension Liability as a Percentage of Covered Payroll	76.30%	103.20%	108.40%	71.19%	114.04%	69.80%	57.06%	29.00%	125.73%	81.09%

This pension schedule is intended to present information for 10 years. Additional information will be displayed as it becomes available.

City of Texarkana, Texas
 Required Supplementary Information
 September 30, 2024

TMRS PLAN #3 – Water Utilities

**SCHEDULE OF CHANGES IN NET PENSION LIABILITY AND RELATED RATIOS
 LAST 10 YEARS**

	Measurement Date 12/31/2014	Measurement Date 12/31/2015	Measurement Date 12/31/2016	Measurement Date 12/31/2017	Measurement Date 12/31/2018	Measurement Date 12/31/2019	Measurement Date 12/31/2020	Measurement Date 12/31/2021	Measurement Date 12/31/2022	Measurement Date 12/31/2023
1. Total Pension Liability										
a. Service cost	\$ 641,973	\$ 663,135	\$ 675,932	\$ 703,862	\$ 723,455	\$ 760,242	\$ 824,764	\$ 813,411	\$ 887,301	\$ 945,371
b. Interest	1,594,823	1,643,709	1,638,155	1,726,802	1,764,601	1,834,003	1,925,847	1,980,307	2,127,069	2,199,998
c. Changes of benefit provisions	-	-	-	-	-	-	-	-	-	-
d. Difference between expected and actual experience	(635,746)	(497,533)	(42,992)	(405,743)	44,324	(202,779)	(25,304)	538,510	147,611	138
e. Changes of assumptions	-	100,711	-	-	-	38,426	-	-	-	(245,170)
f. Benefit payments	(1,029,300)	(948,775)	(1,234,149)	(1,163,480)	(1,430,008)	(1,261,115)	(1,329,520)	(1,539,195)	(1,538,693)	(1,661,066)
g. Net change in total pension liability	571,750	961,247	1,036,946	861,441	1,102,372	1,168,777	1,395,787	1,793,033	1,623,288	1,239,271
h. Total pension liability – beginning	22,976,845	23,548,595	24,509,842	25,546,789	26,408,230	27,510,602	28,679,379	30,075,166	31,868,199	33,491,487
i. Total pension liability – ending	\$ 23,548,595	\$ 24,509,842	\$ 25,546,788	\$ 26,408,230	\$ 27,510,602	\$ 28,679,379	\$ 30,075,166	\$ 31,868,199	\$ 33,491,487	\$ 34,730,758
2. Plan Fiduciary Net Position										
a. Contributions by the City	\$ 767,302	\$ 713,523	\$ 653,633	\$ 695,700	\$ 732,237	\$ 745,398	\$ 800,885	\$ 784,255	\$ 829,375	\$ 939,186
b. Contributions by the Employees	303,453	298,901	289,036	300,612	307,479	324,691	348,163	340,135	362,171	393,671
c. Net investment income	1,059,822	29,037	1,332,902	2,901,396	(703,751)	3,437,613	1,945,577	3,513,590	(2,200,722)	3,168,788
d. Benefit payments	(1,029,300)	(948,775)	(1,234,149)	(1,163,480)	(1,430,008)	(1,261,115)	(1,329,520)	(1,539,195)	(1,538,693)	(1,661,066)
e. Administrative expenses	(11,065)	(17,687)	(15,053)	(15,035)	(13,600)	(19,425)	(12,594)	(16,216)	(19,188)	(20,173)
f. Other	(910)	(872)	(811)	(759)	(710)	(584)	(491)	112	22,896	(142)
g. Net change in plan fiduciary net position	1,089,302	74,127	1,025,558	2,718,434	(1,108,353)	3,226,578	1,752,020	3,082,636	(2,544,161)	2,820,264
h. Plan fiduciary net position – beginning	18,526,049	19,615,352	19,689,579	20,715,035	23,433,469	22,325,116	25,551,694	27,303,714	30,386,350	27,842,189
i. Plan fiduciary net position – ending	\$ 19,615,351	\$ 19,689,479	\$ 20,715,137	\$ 23,433,469	\$ 22,325,116	\$ 25,551,694	\$ 27,303,714	\$ 30,386,350	\$ 27,842,189	\$ 30,662,453
3. City's Net Pension Liability - Ending [Item 1(i)-2(i)]	\$ 3,933,244	4,820,363	4,831,751	2,974,761	5,185,486	3,127,685	2,771,452	1,481,849	5,649,298	4,068,305
4. Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	83.30%	80.30%	81.10%	88.74%	81.15%	89.09%	90.78%	95.35%	83.12%	88.29%
5. Covered Payroll for Year (Estimated)	\$ 4,277,720	4,137,776	4,233,369	4,403,205	4,392,555	4,669,104	4,968,278	4,869,671	5,173,874	6,385,499
6. City's Net Pension Liability as a Percentage of Covered Payroll	91.90%	116.50%	114.10%	67.56%	118.05%	66.99%	55.78%	30.43%	109.19%	63.71%

This pension schedule is intended to present information for 10 years. Additional information will be displayed as it becomes available.

TMRS PLAN #1 – Police Officers

**SCHEDULE OF CONTRIBUTIONS
 LAST 10 FISCAL YEARS**

	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>	<u>2023</u>	<u>2024</u>
Actuarially determined contributions	\$ 937,617	\$ 898,144	\$ 941,738	\$ 953,099	\$ 907,249	\$ 874,104	\$ 874,187	\$ 866,747	\$ 884,600	\$ 885,585
Contributions in relation to the actuarially determined contributions	<u>937,617</u>	<u>898,144</u>	<u>941,738</u>	<u>953,099</u>	<u>907,249</u>	<u>874,104</u>	<u>874,187</u>	<u>866,747</u>	<u>884,600</u>	<u>885,585</u>
Contribution deficiency	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Covered payroll	\$ 5,337,623	\$ 5,303,689	\$ 5,778,874	\$ 5,969,529	\$ 5,941,868	\$ 5,823,478	\$ 5,802,625	\$ 5,963,016	\$ 5,997,291	\$ 6,120,148
Contributions as a percentage of covered payroll	17.57%	16.93%	16.30%	15.97%	15.27%	15.01%	15.07%	14.54%	14.75%	14.47%

This pension schedule is intended to present information for 10 years. Additional information will be displayed as it becomes available.

NOTES TO SCHEDULE OF CONTRIBUTIONS

Valuation Date:

Notes

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

Methods and Assumptions Used to Determine Contribution Rates:

Actuarial Cost Method	Entry Age Normal
Amortization Method	Level Percentage of Payroll, Closed
Remaining Amortization Period	21 years
Asset Valuation Method	10-year smoothed market; 12% soft corridor
Inflation	2.50%
Salary Increases	3.60% to 11.85% including inflation
Investment Rate of Return	6.75%
Retirement Age	Experience-based table of rates that are specific to the City's plan of benefits. Last updated for the 2023 valuation pursuant to an experience study of the period 2022

Mortality

Postretirement: 2019 Municipal Retirees of Texas Mortality Tables. Male rates are multiplied by 103%, and female rates are multiplied by 105%. The rates are projected on a fully generational basis by the most recent Scale MP-2021 (with immediate convergence).
 Pre-retirement: PUB (10) mortality tables, with the 110% of the Public Safety table used for males and the 100% of the General Employee table used for females. The rates are projected on a fully generational basis by the most recent Scale MP-2021 (with immediate convergence).

Other Information:

Notes

There were no benefit changes during the year.

TMRS PLAN #2 – Other City Employees

**SCHEDULE OF CONTRIBUTIONS
 LAST 10 FISCAL YEARS**

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Actuarially determined contributions	\$1,212,706	\$1,178,109	\$1,279,683	\$1,403,756	\$1,385,213	\$1,393,102	\$1,351,764	\$1,301,779	\$1,192,427	\$1,341,227
Contributions in relation to the actuarially determined contributions	1,212,589	1,177,930	1,276,730	1,403,595	1,385,213	1,393,102	1,351,764	1,301,779	1,192,427	1,341,227
Contribution deficiency	\$ 117	\$ 179	\$ 2,953	\$ 161	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Covered payroll	\$7,675,943	\$7,566,064	\$8,134,762	\$8,743,195	\$8,630,034	\$8,690,585	\$8,850,739	\$7,965,153	\$8,015,052	\$8,488,789
Contributions as a percentage of covered payroll	15.80%	15.57%	15.69%	16.05%	16.05%	16.03%	15.27%	16.34%	14.88%	15.80%

This pension schedule is intended to present information for 10 years. Additional information will be displayed as it becomes available.

NOTES TO SCHEDULE OF CONTRIBUTIONS

Valuation Date:

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

Methods and Assumptions Used to Determine Contribution Rates:

Actuarial Cost Method Entry Age Normal
 Amortization Method Level Percentage of Payroll, Closed
 Remaining Amortization Period 22 years
 Asset Valuation Method 10-year smoothed market; 12% soft corridor
 Inflation 2.50%
 Salary Increases 3.60% to 11.85% including inflation
 Investment Rate of Return 6.75%
 Retirement Age Experience-based table of rates that are specific to the City's plan of benefits. Last updated for the 2023 pursuant to an experience study of the period 2022

Mortality Post retirement: 2019 Municipal Retirees of Texas Mortality Tables. Male rates are multiplied by 103%, and female rates are multiplied by 105%. The rates are projected on a fully generational basis by the most recent Scale MP-2021 (with immediate convergence).
 Pre-retirement: PUB (10) mortality tables, with the 110% of the Public Safety table used for males and the 100% of the General Employee table used for females. The rates are projected on a fully generational basis by the most recent Scale MP-2021 (with immediate convergence).

Other Information:

Notes There were no benefit changes during the year.

TMRS PLAN #3 – Water Utilities

**SCHEDULE OF CONTRIBUTIONS
 LAST 10 FISCAL YEARS**

	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>	<u>2023</u>	<u>2024</u>
Actuarially determined contributions	\$ 726,542	\$ 665,287	\$ 681,500	\$ 728,386	\$ 734,057	\$ 796,838	\$ 796,972	\$ 784,255	\$ 829,374	\$ 939,186
Contributions in relation to the actuarially determined contributions	<u>726,542</u>	<u>665,287</u>	<u>681,500</u>	<u>728,386</u>	<u>734,057</u>	<u>796,838</u>	<u>796,972</u>	<u>784,255</u>	<u>829,374</u>	<u>939,186</u>
Contribution deficiency	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Covered payroll	\$4,277,720	\$4,137,776	\$4,233,369	\$4,403,205	\$4,522,761	\$4,646,293	\$4,780,260	\$ 4,859,078	\$ 5,173,874	\$ 5,623,861
Contributions as a percentage of covered payroll	16.98%	16.08%	16.10%	16.54%	16.23%	17.15%	16.67%	16.14%	16.03%	16.70%

This pension schedule is intended to present information for 10 years. Additional information will be displayed as it becomes available.

NOTES TO SCHEDULE OF CONTRIBUTIONS

Valuation Date:

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

Methods and Assumptions Used to Determine Contribution Rates:

Actuarial Cost Method	Entry Age Normal
Amortization Method	Level Percentage of Payroll, Closed
Remaining Amortization Period	22 years
Asset Valuation Method	10-year smoothed market; 12% soft corridor
Inflation	2.5%
Salary Increases	3.60% to 11.85% including inflation
Investment Rate of Return	6.75%
Retirement Age	Experience-based table of rates that are specific to the City's plan of benefits. Last updated for the 2023 valuation pursuant to an experience study of the period 2022

Mortality Postretirement: 2019 Municipal Retirees of Texas Mortality Tables. Male rates are multiplied by 103%, and female rates are multiplied by 105%. The rates are projected on a fully generational basis by the most recent Scale MP-2021 (with immediate convergence). Pre-retirement: PUB (10) mortality tables, with the 110% of the Public Safety table used for males and the 100% of the General Employee table used for females. The rates are projected on a fully generational basis by the most recent Scale MP-2021 (with immediate convergence).

Other Information:

Notes There were no benefit changes during the year.

**City of Texarkana, Texas
Required Supplementary Information
September 30, 2024**

**TEXARKANA FIREFIGHTER'S RELIEF AND RETIREMENT
SCHEDULE OF CHANGES IN THE CITY'S NET PENSION LIABILITY AND RELATED RATIOS FOR THE
LAST 10 FISCAL YEARS¹**

	Fiscal Year Ending 9/30/2016	Fiscal Year Ending 9/30/2017	Fiscal Year Ending 9/30/2018	Fiscal Year Ending 9/30/2019	Fiscal Year Ending 9/30/2020	Fiscal Year Ending 9/30/2021	Fiscal Year Ending 9/30/2022	Fiscal Year Ending 9/30/2023	Fiscal Year Ending 9/30/2024
1. Total Pension Liability									
a. Service cost	\$ 905,833	\$ 843,503	\$ 944,560	\$ 961,601	\$ 992,853	\$ 919,951	\$ 947,550	\$ 973,177	\$ 1,001,399
b. Interest	2,879,964	2,901,750	2,974,938	3,129,584	3,236,899	3,340,094	3,452,600	3,536,426	3,661,628
d. Differences between expected and actual experience	(927,723)	-	140,001	-	(950,811)	-	(203,584)	-	412,692
e. Changes of assumptions	(51,030)	-	109,232	-	1,569,361	-	453,658	-	14,220,490
f. Benefit payments	(2,545,333)	(2,581,866)	(2,386,385)	(2,829,940)	(2,646,298)	(2,539,341)	(3,075,261)	(2,829,643)	(2,907,291)
g. Net change in total pension liability	361,711	1,163,387	1,782,346	1,261,245	2,201,974	1,720,704	1,574,963	1,679,960	16,388,918
h. Total pension liability – beginning	37,527,657	37,889,368	39,052,755	40,835,101	42,096,346	44,298,320	46,019,024	47,593,987	49,273,947
i. Total pension liability – ending	\$ 37,889,368	\$ 39,052,755	\$ 40,835,101	\$ 42,096,346	\$ 44,298,320	\$ 46,019,024	\$ 47,593,987	\$ 49,273,947	\$ 65,662,865
2. Plan Fiduciary Net Position									
a. Contributions by the City	\$ 795,780	\$ 830,234	\$ 850,654	\$ 838,370	\$ 852,163	\$ 893,720	\$ 886,599	\$ 999,524	\$ 988,864
b. Contributions by the firefighters	550,925	574,778	571,029	581,331	589,959	618,424	613,799	691,978	684,620
c. Net investment income	(1,001,621)	2,020,384	4,088,103	(1,980,962)	6,308,211	5,603,285	4,626,713	(5,455,891)	4,398,636
d. Benefit payments	(2,545,333)	(2,581,866)	(2,386,385)	(2,829,940)	(2,646,298)	(2,539,341)	(3,075,261)	(2,829,643)	(2,907,291)
e. Administrative expenses	(24,699)	(85,879)	(81,576)	(72,289)	(57,061)	(61,374)	(58,983)	(94,829)	(62,069)
g. Net change in plan fiduciary net position	(2,224,948)	757,651	3,041,825	(3,463,490)	5,046,974	4,514,714	2,992,867	(6,688,861)	3,102,760
h. Plan fiduciary net position – beginning	33,244,477	31,019,529	31,777,180	34,819,005	31,355,515	36,402,489	40,917,203	43,910,070	37,221,209
i. Plan fiduciary net position – ending	\$ 31,019,529	\$ 31,777,180	\$ 34,819,005	\$ 31,355,515	\$ 36,402,489	\$ 40,917,203	\$ 43,910,070	\$ 37,221,209	\$ 40,323,969
3. City's Net Pension Liability - Ending [Item 1(i)-2(i)]	\$ 6,869,839	\$ 7,275,575	\$ 6,016,096	\$ 10,740,831	\$ 7,895,831	\$ 5,101,821	\$ 3,683,917	\$ 12,052,738	\$ 25,338,896
4. Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	81.9%	81.4%	85.3%	74.5%	82.2%	88.9%	92.3%	75.5%	61.4%
5. Covered Payroll for Year (Estimated)	\$ 4,080,926	\$ 4,257,615	\$ 4,229,844	\$ 4,306,156	\$ 4,370,156	\$ 4,580,919	\$ 4,546,659	\$ 5,125,763	\$ 5,071,259
6. City's Net Pension Liability as a Percentage of Covered Payroll	168.3%	170.9%	142.2%	249.4%	180.7%	111.4%	81.0%	235.1%	499.7%

Notes to schedule:

¹ The measurement date is December 31, nine months prior to the fiscal year-end. This schedule is presented to illustrate the requirement to show information for 10 years. However, until a full 10-year trend is compiled, only available information is shown. Amounts recognized in the fiscal year represent changes between the current and prior measurement dates.

TEXARKANA FIREFIGHTER'S RELIEF AND RETIREMENT

SCHEDULE OF CITY CONTRIBUTIONS FOR LAST 10 FISCAL YEARS¹

¹ A schedule of City contributions is not required because the City contributions to the Fund are neither actuarially determined nor statutorily nor contractually established.

CITY OF TEXARKANA, TEXAS RETIREE MEDICAL PLAN

***SCHEDULE OF CHANGES IN THE TOTAL OPEB LIABILITY AND RELATED RATIOS
FOR THE LAST 10 FISCAL YEARS***

	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>	<u>2023</u>	<u>2024</u>
Total OPEB liability - beginning of year	\$ 10,224,149	\$ 12,366,359	\$ 13,376,374	\$ 16,475,274	\$ 16,991,566	\$ 14,178,654	\$ 15,280,566
Changes for the year							
Service cost	361,392	572,787	721,750	927,854	1,038,212	635,552	645,220
Interest on total OPEB liability	419,812	480,257	513,554	369,441	445,696	704,422	706,704
Difference between expected and actual experience	(4,599)	-	289,960	-	432,421	-	(1,383,252)
Effect of assumptions changes or inputs	1,536,912	221,537	1,659,630	(501,940)	(4,487,593)	(145,154)	303,644
Benefits payments	(171,307)	(264,566)	(85,994)	(279,063)	(241,648)	(92,908)	(62,287)
Net changes	<u>2,142,210</u>	<u>1,010,015</u>	<u>3,098,900</u>	<u>516,292</u>	<u>(2,812,912)</u>	<u>1,101,912</u>	<u>210,029</u>
Total OPEB liability - end of year	\$ <u>12,366,359</u>	\$ <u>13,376,374</u>	\$ <u>16,475,274</u>	\$ <u>16,991,566</u>	\$ <u>14,178,654</u>	\$ <u>15,280,566</u>	\$ <u>15,490,595</u>
Covered-employee payroll	\$ 17,243,844	\$ 17,473,647	\$ 18,458,299	\$ 19,302,330	\$ 19,480,132	\$ 19,296,226	\$ 19,875,113
Total OPEB liability as a percentage of covered-employee payroll	71.71%	76.55%	89.26%	88.03%	72.79%	79.19%	77.94%

This OPEB schedule is intended to present information for 10 years. Additional information will be displayed as it becomes available.

The OPEB plan has no assets accumulated in a trust that meets the criteria of GASB codification P52.101 to pay related benefits for the OPEB plan.

TEXARKANA WATER UTILITIES RETIREE MEDICAL PLAN

**SCHEDULE OF CHANGES IN THE TOTAL OPEB LIABILITY AND RELATED RATIOS
 FOR THE LAST 10 FISCAL YEARS**

	2018	2019	2020	2021	2022	2023	2024
Total OPEB liability - beginning of year	\$ 2,164,869	\$ 2,212,450	\$ 943,329	\$ 1,050,916	\$ 937,331	\$ 803,683	\$ 692,050
Changes for the year							
Service cost	100,757	102,288	42,244	44,722	40,344	83,969	51,624
Interest on total OPEB liability	82,050	96,950	34,966	23,292	22,669	40,274	15,499
Difference between expected and actual experience	(112,029)	(20,023)	-	(4,461)	-	(3,217)	-
Effect of assumptions changes or inputs	-	(1,421,045)	84,329	(124,167)	(116,184)	(164,408)	29,959
Benefit payments	(23,197)	(27,291)	(53,952)	(52,971)	(80,477)	(68,251)	(24,060)
Total OPEB liability - end of year	<u>\$ 2,212,450</u>	<u>\$ 943,329</u>	<u>\$ 1,050,916</u>	<u>\$ 937,331</u>	<u>\$ 803,683</u>	<u>\$ 692,050</u>	<u>\$ 765,072</u>
Covered-employee payroll	\$ 3,074,789	\$ 3,404,967	\$ 4,056,515	\$ 3,952,537	\$ 4,323,935	\$ 4,412,870	\$ 4,006,302
Total OPEB liability as a percentage of covered-employee payroll	71.95%	27.70%	25.91%	23.71%	18.59%	15.68%	19.10%

This OPEB schedule is intended to present information for 10 years. Additional information will be displayed as it becomes available.

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

Assumption changes were as follows: The discount rate changed from 4.87% to 4.06% for 2024.

Nonmajor Governmental Funds

Special Revenue Funds

Special revenue funds are used to account for specific revenues that are legally restricted to expenditure for particular purposes.

Housing and Community Development Fund – This fund was established to account for the receipts and disbursements of Department of Housing and Urban Development Community Development Block Grant Funds.

HOME Fund – This fund was established to account for the repayment of loans originally funded through the HOME Program.

Theatre Fund – This fund was established to account to the operations of the Perot Theatre.

Hotel/Motel Tax Fund – This fund was established to account for the collection and distribution of hotel/motel taxes.

Housing Fund – This fund was established to account for the repayment of loans which are funded with non-federal, local funds under the Home Ownership Assistance Program guidelines.

Economic Development – This fund was established to account for additional franchise tax revenue restricted for economic development activity.

Law Enforcement Block Grant – This fund was established to account for the activity related to the Law Enforcement Block Grant, Weed and Seed Grant, and Asset Forfeiture Program.

Law Enforcement Programs Fund – This fund was established to account for the activity related to the Tobacco Compliance Grant and the Law Enforcement Officer Standards and Education (LEOSE) allocations.

Donations Fund – This fund includes grant awards and donations given for community projects through the Texarkana, Texas Planning & Community Development Department. Programs funded from these grant awards and donations include: Believe in Beverly Campaign, City-Wide Cleanups, and the Texarkana Arts & Historic District.

TIRZ #1 Fund – This fund was created to help finance the cost of public improvements needed to promote developing or redeveloping a specific geographic area that would otherwise not attract significant private investment “but for” the Zone.

TIRZ #2 Fund – This fund was created to help finance the cost of public improvements needed to promote development or redeveloping a specific geographic area that would otherwise not attract significant private investment “but for” the Zone.

Public Safety Radio Fund – The City has purchased a P25 public safety communications system, which is linked to what will eventually be a statewide communications network. The local system will provide communications capabilities for law enforcement, fire fighters, and public works for both sides of the City as well as numerous agencies with Bowie County. The system allows for interoperability between the various agencies in times of critical events. Ongoing maintenance and upgrades of the system are crucial. To fund this ongoing cost, a monthly fee will be assessed for each radio operating on the system and placed into this account. The funds that are collected via the fees will be used for system maintenance.

COC Homeless Assistance Grant Fund – This fund was established by the City of Texarkana, Texas in the partnership with the Texarkana Friendship Center, Inc. and the Randy Sam’s Outreach Shelter to administer a comprehensive rapid-rehousing program for the homeless. This program serves 50 homeless clients per year, as well as their immediate family members all of whom will be housed in scatter site housing.

EPA Revolving Loan Fund – This fund was established to account for fund related to the EPA Revolving Loan grant. This program enables the City to make sub grants and loans to developers seeking to redevelop contaminated properties in targeted areas of the community. Loan and grant funds may be used for clean-up activities at approved redevelopment sites.

TIFMAS Grant Fund – The Fire Department is a participant in the Texas Intrastate Mutual Aid System (TIFMAS), which is a system made up of departments that are willing to share resources on a statewide level when a jurisdiction’s response capability is overwhelmed. When incidents occur, resources are requested to deploy from various divisions across the state. The participants of TIFMAS then deploy with city-owned equipment. All costs associated with deployments are reimbursed by the State of Texas. This program captures 50% of the reimbursement for the use of city-owned vehicles during TIFMAS deployments. The funds are then used by the Fire Department to purchase needed equipment that could not be acquired within the normal operating budget.

NRDA Grant Fund – This fund was established to account for funds related to the Natural Resources Damage Assessment grant. These funds are used to restore natural resources injured, lost, or destroyed due to releases of hazardous substances at, or from, the former Kerr-McGee Chemical Corporation wood treating facility in Texarkana.

Farmers Market Fund – This fund was established to account for funds related to the USDA Farmers Market Promotion Program. These funds are used to promote growth and expansion of the Farmers Market with cultural foods and events, an expanded mobile market and online ordering system, and advertising for all market activities.

Emergency Management Fund – To account for CARES Act funding provided through the Coronavirus Relief Fund to state, local, and tribal governments navigating the impact of the COVID-19 outbreak.

Department of Justice COVID-19 Grant Fund – This fund was established to account for supplemental funding from the Department of Justice to assist eligible states, local units of government, and tribes in preventing, preparing for, and responding to the coronavirus.

Narcotics Division Operations Fund – This fund was established to account for assets legally seized and judiciously forfeited as gains of illegal and unlawful activities.

Court Security Fund – This fund was established to account for the security fee authorized under the Texas Code of Criminal Procedure Article 102.017 collected from defendants convicted of a misdemeanor offense as a cost of court.

Conservation Revolving Loan Fund – This fund was established with funds provided by the Department of Energy under the Energy Efficiency and Conservation Block Grant Program as an investment source for energy efficiency and conservation projects.

Court Technology Fund – This fund was established to account for the technology fee authorized under the Texas Code of Criminal Procedure Article 102.017 collected from defendants convicted of a misdemeanor offense as a cost of court.

Federal Asset Forfeiture Fund – This fund was established to collect the City's portion of case settlements worked jointly with federal authorities.

TCA Grant Fund – Texas Commission on the Arts with funding from the National Endowment for the Arts provided an opportunity for cultural districts in the state of Texas to apply for funding with the Texas Rescue Funding Grant limited to around \$2,400 per award. The Texarkana Arts and Historic District was one of the cultural districts chosen for funding in the state of Texas, with an award amount of \$22,367.

Inclusive Playground at Spring Lake Fund – Members of Troop 16 Eagle Patrol, in partnership with the City, will construct a playground that will provide a place to play for disabled and special needs children.

TACF Grant Fund – Funding from the Texarkana Area Community Foundation for emergency small business loans.

National Fitness Campaign Fund – The National Fitness Campaign works in partnership with the nation's largest healthcare providers to build outdoor fitness courts.

EPA Revolving Loan Grant Fund – The Revolving Loan fund program enables the City to make subgrants and loans to developers seeking to redevelop contaminated properties in targeted areas of the community. Loan and grant funds may be used for clean-up activities at approved redevelopment sites.

Union Station Fund – Funds used for the redevelopment of the Texarkana Union Station.

EPA Job Training Grant Fund – Funding under the *Infrastructure Investment and Jobs Act* to conduct eligible technical assistance-related activities as authorized by CERLA 104(k)(7). To recruit, train, and place unemployed and underemployed residents of the City of Texarkana, Texas in environmental careers with skills needed to safely conduct remediation work at solid and hazardous waste contaminated sites, as well as appropriate training in green remediation technologies, stormwater management, emergency planning, and chemical safety.

Opioid Settlement Fund – Texas, along with a broad coalition of states and subdivisions, reached an agreement with 11 companies to resolve legal claims for their role in the opioid crisis. This fund was established to collect the portion of the settlement claims received by Texarkana, Texas.

SECO Grant Fund – Funding from the State Energy Conservation Office (SECO) to reduce utility costs and maximize efficiency.

Capital Project Funds

Capital Projects Funds are used to account for the acquisition and construction of major capital facilities other than those financed by proprietary funds and trust funds.

2017 Bond Fund – This fund was established to accumulate bond proceeds and allocate project expenditures as presented in the bond issuance.

2019 TIRZ Bond Fund – This fund was established to account for individual projects associated with the issuance of 2019 bonded debt.

City of Texarkana, Texas
Combining Balance Sheet – Nonmajor Governmental Funds
September 30, 2024

	Special Revenue Funds					
	Housing and Community Development	HOME	Theatre	Hotel/ Motel Tax	Housing	Economic Development
ASSETS						
Cash	\$ -	\$ 73,094	\$ 789,242	\$ 1,929,835	\$ 28,549	\$ 2,385,558
Investments - certificates of deposit	-	-	-	-	-	-
Receivables (net of allowance for uncollectible)						
Property taxes	-	-	-	208,110	-	-
Other taxes	-	-	-	-	-	33,208
Accounts	-	-	-	16,704	-	-
Other government agencies	160,340	-	-	19,337	-	-
Accrued interest	-	-	-	-	133,851	13,719
Loans	24,464	3,650	-	-	440,000	144,238
Due from other governments	-	-	-	-	-	-
Due from other funds	1,411,908	-	-	-	-	-
TOTAL ASSETS	\$ 1,596,712	\$ 76,744	\$ 789,242	\$ 2,173,986	\$ 602,400	\$ 2,576,723
LIABILITIES AND FUND BALANCES						
Accounts payable	\$ 22,723	\$ 4,900	\$ 5,011	\$ 89,521	\$ -	\$ 4,697
Contracts payable	-	-	-	-	-	-
Due to other governments	-	-	-	-	-	-
Accrued payroll	-	-	-	111	-	-
Due to other funds	99,475	-	-	-	-	-
Unearned revenue	-	-	-	-	-	-
Other liabilities and escrow deposits	-	3,689	-	-	-	34
TOTAL LIABILITIES	122,198	8,589	5,011	89,632	-	4,731
DEFERRED INFLOWS OF RESOURCES						
Unavailable revenue – property taxes	-	-	-	33,377	-	-
Unavailable revenue – other taxes	-	-	-	-	-	-
Unavailable revenue – grants	-	-	-	-	-	-
Unavailable revenue – interest	-	-	-	-	133,851	13,719
TOTAL DEFERRED INFLOWS	-	-	-	33,377	133,851	13,719
FUND BALANCES						
Nonspendable	24,464	3,650	-	-	440,000	144,238
Restricted	1,450,050	64,505	-	2,050,977	28,549	-
Committed	-	-	-	-	-	2,414,035
Assigned	-	-	784,231	-	-	-
TOTAL FUND BALANCES	1,474,514	68,155	784,231	2,050,977	468,549	2,558,273
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES	\$ 1,596,712	\$ 76,744	\$ 789,242	\$ 2,173,986	\$ 602,400	\$ 2,576,723

City of Texarkana, Texas
 Combining Balance Sheet – Nonmajor Governmental Funds
 September 30, 2024

(Continued)

Special Revenue Funds						
Law Enforcement Block Grant	Law Enforcement Programs	Donations	TIRZ #1	TIRZ #2	Public Safety Radio	Rotary Splash Park
\$ 394	\$ 99,921	\$ 26,615	\$ 2,734,001	\$ 39,611	\$ 242,738	\$ -
-	-	-	-	-	-	-
-	-	-	19,076	26,915	-	-
-	-	-	9,401	4,187	-	-
-	-	-	-	-	-	-
-	-	-	673,782	21,296	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	23,630	10,828	-	-
<u>\$ 394</u>	<u>\$ 99,921</u>	<u>\$ 26,615</u>	<u>\$ 3,459,890</u>	<u>\$ 102,837</u>	<u>\$ 242,738</u>	<u>\$ -</u>
\$ -	\$ -	\$ 2,936	\$ 258	\$ -	\$ 2,165	\$ -
-	-	-	-	-	-	-
393	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
<u>393</u>	<u>-</u>	<u>2,936</u>	<u>258</u>	<u>-</u>	<u>2,165</u>	<u>-</u>
-	-	-	12,157	20,884	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
<u>-</u>	<u>-</u>	<u>-</u>	<u>12,157</u>	<u>20,884</u>	<u>-</u>	<u>-</u>
-	-	-	-	-	-	-
1	99,921	23,679	3,447,475	81,953	240,573	-
-	-	-	-	-	-	-
<u>1</u>	<u>99,921</u>	<u>23,679</u>	<u>3,447,475</u>	<u>81,953</u>	<u>240,573</u>	<u>-</u>
<u>\$ 394</u>	<u>\$ 99,921</u>	<u>\$ 26,615</u>	<u>\$ 3,459,890</u>	<u>\$ 102,837</u>	<u>\$ 242,738</u>	<u>\$ -</u>

City of Texarkana, Texas
Combining Balance Sheet – Nonmajor Governmental Funds
September 30, 2024

(Continued)

	Special Revenue Funds					
	COC Homeless Assistance Grant	EPA Revolving Loan Grant	TIFMAS Grant	NRDA Grant	Farmers Market	Emergency Management
ASSETS						
Cash	\$ -	\$ -	\$ -	\$ -	\$ 15,193	\$ -
Investments – certificates of deposit	-	-	-	-	-	-
Receivables (net of allowance for uncollectible)	-	-	-	-	-	-
Property taxes	-	-	-	-	-	-
Other taxes	-	-	-	-	-	-
Accounts	-	-	-	-	-	-
Other government agencies	60,806	-	337,108	-	41,582	-
Accrued interest	-	131,366	-	-	-	-
Loans	-	1,935,053	-	-	-	-
Due from other governments	-	-	-	-	-	-
Due from other funds	-	-	-	-	-	-
TOTAL ASSETS	\$ 60,806	\$ 2,066,419	\$ 337,108	\$ -	\$ 56,775	\$ -
LIABILITIES AND FUND BALANCES						
Accounts payable	\$ 21,559	\$ -	\$ 9,600	\$ -	\$ 3,911	\$ -
Contracts payable	-	-	-	-	-	-
Due to other governments	-	-	-	-	-	-
Accrued payroll	-	-	-	-	-	-
Due to other funds	37,654	15	3,223	-	29,281	-
Unearned revenue	-	-	-	-	-	-
Other liabilities and escrow deposits	-	-	-	-	-	-
TOTAL LIABILITIES	59,213	15	12,823	-	33,192	-
DEFERRED INFLOWS OF RESOURCES						
Unavailable revenue – property taxes	-	-	-	-	-	-
Unavailable revenue – other taxes	-	-	-	-	-	-
Unavailable revenue – grants	-	-	-	-	-	-
Unavailable revenue – interest	-	131,366	-	-	-	-
TOTAL DEFERRED INFLOWS	-	131,366	-	-	-	-
FUND BALANCES						
Nonspendable	-	1,935,038	-	-	-	-
Restricted	1,593	-	324,285	-	23,583	-
Committed	-	-	-	-	-	-
Assigned	-	-	-	-	-	-
TOTAL FUND BALANCE	1,593	1,935,038	324,285	-	23,583	-
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES	\$ 60,806	\$ 2,066,419	\$ 337,108	\$ -	\$ 56,775	\$ -



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City of Texarkana, Texas
 Combining Balance Sheet – Nonmajor Governmental Funds
 September 30, 2024

(Continued)

	Special Revenue Funds						
	Department of Justice COVID-19	Narcotics Division Operations	Court Security	Conservation Revolving Loan	Court Technology	Federal Asset Forfeiture	TCA Grant
ASSETS							
Cash	\$ -	\$ 187,990	\$ 531,842	\$ 38,723	\$ 22,309	\$ 137,393	\$ 101,446
Investments – certificates of deposit	-	-	-	-	-	-	-
Receivables (net of allowance for uncollectible)							
Property taxes	-	-	-	-	-	-	-
Other taxes	-	-	-	-	-	-	-
Accounts	-	-	-	-	-	-	-
Other government agencies	-	794	-	-	-	-	-
Accrued interest	-	-	-	-	-	-	-
Loans	-	-	-	-	-	-	-
Due from other governments	-	-	-	-	-	-	-
Due from other funds	-	-	-	-	-	1,365	-
TOTAL ASSETS	\$ -	\$ 188,784	\$ 531,842	\$ 38,723	\$ 22,309	\$ 138,758	\$ 101,446
LIABILITIES AND FUND BALANCES							
Accounts payable	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 28,633
Contracts payable	-	-	-	-	-	-	-
Due to other governments	-	-	-	-	-	-	-
Accrued payroll	-	-	108	-	-	-	-
Due to other funds	-	-	-	-	-	-	-
Unearned revenue	-	-	-	-	-	-	-
Other liabilities and escrow deposits	-	-	-	-	-	-	-
TOTAL LIABILITIES	-	-	108	-	-	-	28,633
DEFERRED INFLOWS OF RESOURCES							
Unavailable revenue – property taxes	-	-	-	-	-	-	-
Unavailable revenue – other taxes	-	-	-	-	-	-	-
Unavailable revenue – grants	-	-	-	-	-	-	-
Unavailable revenue – interest	-	-	-	-	-	-	-
TOTAL DEFERRED INFLOWS	-	-	-	-	-	-	-
FUND BALANCES							
Nonspendable	-	-	-	-	-	-	-
Restricted	-	188,784	531,734	38,723	22,309	138,758	72,813
Committed	-	-	-	-	-	-	-
Assigned	-	-	-	-	-	-	-
TOTAL FUND BALANCES	-	188,784	531,734	38,723	22,309	138,758	72,813
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES	\$ -	\$ 188,784	\$ 531,842	\$ 38,723	\$ 22,309	\$ 138,758	\$ 101,446

City of Texarkana, Texas
 Combining Balance Sheet – Nonmajor Governmental Funds
 September 30, 2024

(Continued)

Special Revenue Funds								
Inclusive Playground at Spring Lake	TACF Grant	National Fitness Campaign	EPA RLF BIL	Union Station	EPA Job Training Grant	Opioid Settlement Grant	SECO Grant	Total Special Revenue
\$ -	\$ 1,500	\$ -	\$ -	\$ 416,950	\$ 315	\$ 47,264	\$ 9,037	\$ 9,859,520
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	254,101
-	-	-	-	-	-	-	-	46,796
-	-	-	-	-	-	-	-	16,704
-	-	-	6,577	-	275	-	-	1,321,897
-	-	-	-	-	-	-	-	278,936
-	-	-	-	-	-	-	-	2,547,405
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	1,447,731
<u>\$ -</u>	<u>\$ 1,500</u>	<u>\$ -</u>	<u>\$ 6,577</u>	<u>\$ 416,950</u>	<u>\$ 590</u>	<u>\$ 47,264</u>	<u>\$ 9,037</u>	<u>\$ 15,773,090</u>
\$ -	\$ -	\$ -	\$ 1,318	\$ -	\$ 315	\$ -	\$ -	\$ 197,547
-	-	-	-	-	-	-	-	-
-	-	-	-	-	275	-	-	668
-	-	-	-	-	-	-	-	219
-	-	-	5,259	-	-	-	-	174,907
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	3,723
<u>-</u>	<u>-</u>	<u>-</u>	<u>6,577</u>	<u>-</u>	<u>590</u>	<u>-</u>	<u>-</u>	<u>377,064</u>
-	-	-	-	-	-	-	-	66,418
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>278,936</u>
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>345,354</u>
-	-	-	-	-	-	-	-	2,547,390
-	1,500	-	-	416,950	-	47,264	9,037	9,305,016
-	-	-	-	-	-	-	-	2,414,035
-	-	-	-	-	-	-	-	784,231
<u>-</u>	<u>1,500</u>	<u>-</u>	<u>-</u>	<u>416,950</u>	<u>-</u>	<u>47,264</u>	<u>9,037</u>	<u>15,050,672</u>
<u>\$ -</u>	<u>\$ 1,500</u>	<u>\$ -</u>	<u>\$ 6,577</u>	<u>\$ 416,950</u>	<u>\$ 590</u>	<u>\$ 47,264</u>	<u>\$ 9,037</u>	<u>\$ 15,773,090</u>

**City of Texarkana, Texas
Combining Balance Sheet – Nonmajor Governmental Funds
September 30, 2024**

(Continued)

<u>Capital Project Funds</u>			<u>Total Nonmajor Governmental Fund</u>
<u>2017 Bond</u>	<u>2019 TIRZ Bond</u>	<u>Total Capital Projects</u>	
\$ 90,180	\$ 740,619	\$ 830,799	\$ 10,690,319
-	-	-	-
-	-	-	254,101
-	-	-	46,796
-	-	-	16,704
-	-	-	1,321,897
412	-	412	279,348
-	-	-	2,547,405
-	-	-	-
-	-	-	1,447,731
<u>\$ 90,592</u>	<u>\$ 740,619</u>	<u>\$ 831,211</u>	<u>\$ 16,604,301</u>
\$ -	\$ -	\$ -	\$ 197,547
-	-	-	-
-	-	-	668
-	-	-	219
-	-	-	174,907
-	-	-	-
-	-	-	3,723
<u>-</u>	<u>-</u>	<u>-</u>	<u>377,064</u>
-	-	-	66,418
-	-	-	-
-	-	-	-
-	-	-	278,936
<u>-</u>	<u>-</u>	<u>-</u>	<u>345,354</u>
-	-	-	2,547,390
-	-	-	9,305,016
-	-	-	2,414,035
<u>90,592</u>	<u>740,619</u>	<u>831,211</u>	<u>1,615,442</u>
<u>90,592</u>	<u>740,619</u>	<u>831,211</u>	<u>15,881,883</u>
<u>\$ 90,592</u>	<u>\$ 740,619</u>	<u>\$ 831,211</u>	<u>\$ 16,604,301</u>
			(concluded)



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City of Texarkana, Texas
Combining Statement of Revenues, Expenditures, and
Changes in Fund Balance – Nonmajor Governmental Funds
Year Ended September 30, 2024

	Special Revenue Funds						Law Enforcement Block Grant
	Housing and Community Development	HOME	Theatre	Hotel/ Motel Tax	Housing	Economic Development	
REVENUES							
Property taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Taxes – other	-	-	-	2,102,607	-	-	-
Franchise receipts	-	-	-	-	-	329,948	-
Charges for services	-	-	-	-	-	-	-
Grants and entitlements	522,257	-	-	-	-	-	-
Interest and dividends	1,354	2,417	38,576	57,787	943	108,673	-
Intergovernmental	-	-	-	-	-	3,667	15,617
Other	-	-	-	-	-	-	-
Total Revenues	<u>523,611</u>	<u>2,417</u>	<u>38,576</u>	<u>2,160,394</u>	<u>943</u>	<u>442,288</u>	<u>15,617</u>
EXPENDITURES							
Current							
General government	-	-	-	-	-	437,081	-
Public safety	-	-	-	-	-	-	15,977
Public works	-	-	-	-	-	-	-
Parks and recreation	-	-	291,497	1,040,648	-	-	-
Health and welfare	538,206	9,149	-	-	-	-	-
Capital outlay	-	-	20,833	-	-	-	-
Debt service	-	-	-	-	-	-	-
Miscellaneous	-	-	-	-	-	-	-
Total Expenditures	<u>538,206</u>	<u>9,149</u>	<u>312,330</u>	<u>1,040,648</u>	<u>-</u>	<u>437,081</u>	<u>15,977</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>(14,595)</u>	<u>(6,732)</u>	<u>(273,754)</u>	<u>1,119,746</u>	<u>943</u>	<u>5,207</u>	<u>(360)</u>
OTHER FINANCING SOURCES (USES)							
Transfers in	2,782	-	385,000	-	-	-	-
Transfers out	-	-	(50,000)	(825,574)	-	-	-
Proceeds from issuance of debt	-	-	-	-	-	-	-
Certificates of obligation bonds issued	-	-	-	-	-	-	-
Premium on bonds issued	-	-	-	-	-	-	-
Total Other Financing Sources (Uses)	<u>2,782</u>	<u>-</u>	<u>335,000</u>	<u>(825,574)</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balances	<u>(11,813)</u>	<u>(6,732)</u>	<u>61,246</u>	<u>294,172</u>	<u>943</u>	<u>5,207</u>	<u>(360)</u>
Fund Balances at Beginning of Year	<u>1,486,327</u>	<u>74,887</u>	<u>722,985</u>	<u>1,756,805</u>	<u>467,606</u>	<u>2,553,066</u>	<u>361</u>
Fund Balances at End of Year	<u>\$ 1,474,514</u>	<u>\$ 68,155</u>	<u>\$ 784,231</u>	<u>\$ 2,050,977</u>	<u>\$ 468,549</u>	<u>\$ 2,558,273</u>	<u>\$ 1</u>

City of Texarkana, Texas
Combining Statement of Revenues, Expenditures, and
Changes in Fund Balance – Nonmajor Governmental Funds
Year Ended September 30, 2024

(Continued)

Special Revenue Funds					
Law Enforcement Programs	Donations	TIRZ #1	TIRZ #2	Public Safety Radio	Rotary Splash Park
\$ -	\$ -	\$ 1,141,718	\$ 47,141	\$ -	\$ -
-	-	-	-	-	-
-	-	-	-	-	-
18,506	-	-	-	-	-
2,743	554	111,738	4,143	8,618	(5)
-	-	-	-	64,455	-
-	2,250	1,224,304	35,767	-	-
<u>21,249</u>	<u>2,804</u>	<u>2,477,760</u>	<u>87,051</u>	<u>73,073</u>	<u>(5)</u>
-	-	-	-	-	-
8,082	-	-	-	77,179	-
-	-	259	-	-	-
-	-	-	-	-	-
-	61,958	-	-	-	-
-	-	596,002	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>8,082</u>	<u>61,958</u>	<u>596,261</u>	<u>-</u>	<u>77,179</u>	<u>-</u>
13,167	(59,154)	1,881,499	87,051	(4,106)	(5)
-	23,776	-	-	47,880	-
-	-	(804,807)	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>-</u>	<u>23,776</u>	<u>(804,807)</u>	<u>-</u>	<u>47,880</u>	<u>-</u>
13,167	(35,378)	1,076,692	87,051	43,774	(5)
<u>86,754</u>	<u>59,057</u>	<u>2,370,783</u>	<u>(5,098)</u>	<u>196,799</u>	<u>5</u>
<u>\$ 99,921</u>	<u>\$ 23,679</u>	<u>\$ 3,447,475</u>	<u>\$ 81,953</u>	<u>\$ 240,573</u>	<u>\$ -</u>

City of Texarkana, Texas
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances – Nonmajor
Governmental Funds
Year Ended September 30, 2024

(Continued)

	Special Revenue Funds					Emergency Management
	COC Homeless Assistance Grant	EPA Revolving Loan Grant	TIFMAS Grant	NRDA Grant	Farmers Market	
REVENUES						
Property taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Taxes – other	-	-	-	-	-	-
Franchise receipts	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-
Grants and entitlements	246,263	516,500	-	-	-	-
Interest and dividends	-	-	5,642	-	212	-
Intergovernmental	-	-	550,561	-	39,736	-
Other	-	-	-	164,910	7,325	-
Total Revenues	<u>246,263</u>	<u>516,500</u>	<u>556,203</u>	<u>164,910</u>	<u>47,273</u>	<u>-</u>
EXPENDITURES						
Current						
General government	-	-	-	-	67,404	-
Public safety	-	-	454,739	-	-	-
Public Works	-	-	-	-	-	-
Parks and recreation	-	-	-	-	-	-
Health and welfare	313,084	42,430	-	-	-	-
Capital outlay	-	-	-	-	-	-
Debt service	-	-	-	-	-	-
Miscellaneous	-	-	-	-	-	-
Total Expenditures	<u>313,084</u>	<u>42,430</u>	<u>454,739</u>	<u>-</u>	<u>67,404</u>	<u>-</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>(66,821)</u>	<u>474,070</u>	<u>101,464</u>	<u>164,910</u>	<u>(20,131)</u>	<u>-</u>
OTHER FINANCING SOURCES (USES)						
Transfers in	66,822	42,430	11,595	(164,910)	23,711	-
Transfers out	-	-	-	-	-	-
Proceeds from issuance of debt	-	-	-	-	-	-
Certificates of obligation bonds issued	-	-	-	-	-	-
Premium on bonds issued	-	-	-	-	-	-
Total Other Financing Sources (Uses)	<u>66,822</u>	<u>42,430</u>	<u>11,595</u>	<u>(164,910)</u>	<u>23,711</u>	<u>-</u>
Net Change in Fund Balances	<u>1</u>	<u>516,500</u>	<u>113,059</u>	<u>-</u>	<u>3,580</u>	<u>-</u>
Fund Balances at Beginning of Year	<u>1,592</u>	<u>1,418,538</u>	<u>211,226</u>	<u>-</u>	<u>20,003</u>	<u>-</u>
Fund Balances at End of Year	<u>\$ 1,593</u>	<u>\$ 1,935,038</u>	<u>\$ 324,285</u>	<u>\$ -</u>	<u>\$ 23,583</u>	<u>\$ -</u>



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City of Texarkana, Texas
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances – Nonmajor
Governmental Funds
Year Ended September 30, 2024 **(Continued)**

	Special Revenue Funds						
	Department of Justice COVID-19	Narcotics Division Operations	Court Security	Conservation Revolving Loan	Court Technology	Federal Asset Forfeiture	TCA Grant
REVENUE							
Property taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Taxes – other	-	-	-	-	-	-	-
Franchise receipts	-	-	-	-	-	-	-
Charges for services	-	-	20,112	-	16,428	-	-
Grants and entitlements	-	-	-	-	-	-	-
Interest and dividends	(5)	8,418	16,662	1,146	472	4,065	-
Intergovernmental	-	-	-	-	-	-	22,367
Other	-	27,853	-	-	-	1,364	-
Total Revenues	<u>(5)</u>	<u>36,271</u>	<u>36,774</u>	<u>1,146</u>	<u>16,900</u>	<u>5,429</u>	<u>22,367</u>
EXPENDITURES							
Current							
General government	-	-	4,410	-	-	-	-
Public safety	-	59,224	549	-	-	-	-
Public Works	-	-	-	-	-	-	-
Parks and recreation	-	-	-	-	-	-	6,468
Health and welfare	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-
Debt service	-	-	-	-	-	-	-
Miscellaneous	-	-	-	-	-	-	-
Total Expenditures	<u>-</u>	<u>59,224</u>	<u>4,959</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>6,468</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>(5)</u>	<u>(22,953)</u>	<u>31,815</u>	<u>1,146</u>	<u>16,900</u>	<u>5,429</u>	<u>15,899</u>
OTHER FINANCING SOURCES (USES)							
Transfers in	-	-	-	-	-	6,071	4,081
Transfers out	-	(10,708)	-	-	(3,116)	(6,071)	-
Proceeds from issuance of debt	-	-	-	-	-	-	-
Certificates of obligation bonds issued	-	-	-	-	-	-	-
Premium on bonds issued	-	-	-	-	-	-	-
Total Other Financing Sources (Uses)	<u>-</u>	<u>(10,708)</u>	<u>-</u>	<u>-</u>	<u>(3,116)</u>	<u>-</u>	<u>4,081</u>
Net Change in Fund Balances	<u>(5)</u>	<u>(33,661)</u>	<u>31,815</u>	<u>1,146</u>	<u>13,784</u>	<u>5,429</u>	<u>19,980</u>
Fund Balances at Beginning of Year	<u>5</u>	<u>222,445</u>	<u>499,919</u>	<u>37,577</u>	<u>8,525</u>	<u>133,329</u>	<u>52,833</u>
Fund Balances at End of Year	<u>\$ -</u>	<u>\$ 188,784</u>	<u>\$ 531,734</u>	<u>\$ 38,723</u>	<u>\$ 22,309</u>	<u>\$ 138,758</u>	<u>\$ 72,813</u>

City of Texarkana, Texas
 Combining Statement of Revenues, Expenditures, and Changes in Fund Balances – Nonmajor
 Governmental Funds
 Year Ended September 30, 2024

(Continued)

Special Revenue Funds								
Inclusive Playground at Spring Lake	TACF Grant	National Fitness Campaign	EPA RLF BIL	Union Station	EPA Job Training Grant	Opioid Settlement Grant	SECO Grant	Total Special Revenue
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,188,859
-	-	-	-	-	-	-	-	2,102,607
-	-	-	-	-	-	-	-	329,948
-	-	-	-	-	-	-	-	36,540
-	-	-	10,621	-	-	-	50,000	1,364,147
-	-	-	-	16,213	-	830	-	391,196
-	-	-	-	-	-	-	-	696,403
-	-	-	-	-	-	72,034	12,433	1,548,240
-	-	-	10,621	16,213	-	72,864	62,433	7,657,940
-	-	-	57,336	2,500	-	-	-	568,731
-	-	-	-	-	-	-	-	615,750
-	-	-	-	-	-	-	-	259
-	-	-	-	-	-	-	-	1,338,613
-	-	-	-	-	275	25,600	-	990,702
-	-	-	-	-	-	-	81,505	698,340
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	-	-	57,336	2,500	275	25,600	81,505	4,212,395
-	-	-	(46,715)	13,713	(275)	47,264	(19,072)	3,445,545
-	-	-	46,715	-	275	-	28,109	524,337
-	-	-	-	-	-	-	-	(1,700,276)
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	-	-	46,715	-	275	-	28,109	(1,175,939)
-	-	-	-	13,713	-	47,264	9,037	2,269,606
-	1,500	-	-	403,237	-	-	-	12,781,066
\$ -	\$ 1,500	\$ -	\$ -	\$ 416,950	\$ -	\$ 47,264	\$ 9,037	\$ 15,050,672

City of Texarkana, Texas
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances – Nonmajor
Governmental Funds
Year Ended September 30, 2024 **(Continued)**

Capital Projects Funds			Total Nonmajor Governmental Fund
2017 Bond	2019 TIRZ Bond	Total Capital Projects	
\$ -	\$ -	\$ -	\$ 1,188,859
-	-	-	2,102,607
-	-	-	329,948
-	-	-	36,540
-	-	-	1,364,147
62,941	23,826	86,767	477,963
-	-	-	696,403
-	-	-	1,548,240
<u>62,941</u>	<u>23,826</u>	<u>86,767</u>	<u>7,744,707</u>
1,945,299	-	1,945,299	2,514,030
-	-	-	615,750
-	-	-	259
-	-	-	1,338,613
-	-	-	990,702
971,589	152,700	1,124,289	1,822,629
-	-	-	-
-	-	-	-
<u>2,916,888</u>	<u>152,700</u>	<u>3,069,588</u>	<u>7,281,983</u>
(2,853,947)	(128,874)	(2,982,821)	462,724
-	-	-	524,337
-	-	-	(1,700,276)
-	-	-	-
-	-	-	-
-	-	-	(1,175,939)
(2,853,947)	(128,874)	(2,982,821)	(713,215)
<u>2,944,539</u>	<u>869,493</u>	<u>3,814,032</u>	<u>16,595,098</u>
<u>\$ 90,592</u>	<u>\$ 740,619</u>	<u>\$ 831,211</u>	<u>\$ 15,881,883</u> (concluded)

City of Texarkana, Texas
Debt Service Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget to Actual
Year Ended September 30, 2024

	Budgeted Amounts		Actual	Variance With Final Budget
	Original	Final		
REVENUES				
Property taxes	\$ 6,794,030	\$ 6,819,832	\$ 6,859,575	\$ 39,743
Interest and dividends	40,000	55,000	56,450	1,450
Total Revenues	<u>6,834,030</u>	<u>6,874,832</u>	<u>6,916,025</u>	<u>41,193</u>
EXPENDITURES				
Current				
Debt service				
Principal	-	-	5,105,000	(5,105,000)
Interest	-	-	2,365,046	(2,365,046)
Total Expenditures	<u>-</u>	<u>-</u>	<u>7,470,046</u>	<u>(7,470,046)</u>
Excess (deficiency) of revenue over expenditures	<u>6,834,030</u>	<u>6,874,832</u>	<u>(554,021)</u>	<u>(7,428,853)</u>
OTHER FINANCING SOURCES/USES				
Transfers in	-	-	1,277,131	1,277,131
Transfers out	-	-	-	-
Total Other Financing Sources/Uses	<u>-</u>	<u>-</u>	<u>1,277,131</u>	<u>1,277,131</u>
Net change in fund balance	6,834,030	6,874,832	723,110	(6,151,722)
Fund balance (deficit) at beginning of year	<u>352,582</u>	<u>352,582</u>	<u>352,582</u>	<u>-</u>
Fund balance at end of year	<u>\$ 7,186,612</u>	<u>\$ 7,227,414</u>	<u>\$ 1,075,692</u>	<u>\$ (6,151,722)</u>

City of Texarkana, Texas
2022 Bond Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget to Actual
Year Ended September 30, 2024

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance With Final Budget</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Proceeds from CO Bonds	\$ -	\$ -	\$ -	\$ -
Interest and dividends	345,000	875,000	880,539	5,539
Total Revenues	<u>345,000</u>	<u>875,000</u>	<u>880,539</u>	<u>5,539</u>
EXPENDITURES				
Current				
Capital outlay	13,204,449	7,920,546	2,461,053	5,459,493
Total Expenditures	<u>13,204,449</u>	<u>7,920,546</u>	<u>2,461,053</u>	<u>5,459,493</u>
Excess (deficiency) of revenue over expenditures	<u>(12,859,449)</u>	<u>(7,045,546)</u>	<u>(1,580,514)</u>	<u>5,465,032</u>
Net change in fund balance	(12,859,449)	(7,045,546)	(1,580,514)	5,465,032
Fund balance (deficit) at beginning of year	<u>17,962,657</u>	<u>17,962,657</u>	<u>17,962,657</u>	<u>-</u>
Fund balance at end of year	<u>\$ 5,103,208</u>	<u>\$ 10,917,111</u>	<u>\$ 16,382,143</u>	<u>\$ 5,465,032</u>

City of Texarkana, Texas
2023 Bond Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget to Actual
Year Ended September 30, 2024

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance With Final Budget</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Proceeds from CO Bonds	\$ -	\$ 14,847,768	\$ 14,925,781	\$ 78,013
Interest and dividends	-	750,000	677,166	(72,834)
Total Revenues	<u>-</u>	<u>15,597,768</u>	<u>15,602,947</u>	<u>5,179</u>
EXPENDITURES				
Current				
Capital outlay	-	11,182,981	2,414,529	8,768,452
Total Expenditures	<u>-</u>	<u>11,182,981</u>	<u>2,414,529</u>	<u>8,768,452</u>
Excess (deficiency) of revenue over expenditures	-	4,414,787	13,188,418	8,773,631
Net change in fund balance	-	4,414,787	13,188,418	8,773,631
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balance at end of year	<u>\$ -</u>	<u>\$ 4,414,787</u>	<u>\$ 13,188,418</u>	<u>\$ 8,773,631</u>

City of Texarkana, Texas
Housing and Community Development Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget to Actual
Year Ended September 30, 2024

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance With Final Budget</u>
	<u>Original</u>	<u>Final</u>		
REVENUES:				
Taxes – other	\$ -	\$ -	\$ -	\$ -
Grants and entitlements	350,247	350,247	522,257	172,010
Interest and dividends	1,095	1,400	1,354	(46)
Total Revenues	<u>351,342</u>	<u>351,647</u>	<u>523,611</u>	<u>171,964</u>
EXPENDITURES:				
Current				
Health and welfare	361,614	351,647	538,206	(186,559)
Total Expenditures	<u>361,614</u>	<u>351,647</u>	<u>538,206</u>	<u>(186,559)</u>
Excess (deficiency) of revenues over expenditures	<u>(10,272)</u>	<u>-</u>	<u>(14,595)</u>	<u>(14,595)</u>
OTHER FINANCING SOURCES/USES				
Transfers in	-	-	2,782	2,782
Total Other Financing Sources/Uses	<u>-</u>	<u>-</u>	<u>2,782</u>	<u>2,782</u>
Net change in fund balance	(10,272)	-	(11,813)	(11,813)
Fund balance at beginning of year	<u>1,486,327</u>	<u>1,486,327</u>	<u>1,486,327</u>	<u>-</u>
Fund balance at end of year	<u>\$ 1,476,055</u>	<u>\$ 1,486,327</u>	<u>\$ 1,474,514</u>	<u>\$ (11,813)</u>

City of Texarkana, Texas
Home Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget to Actual
Year Ended September 30, 2024

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance With Final Budget</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Interest and dividends	\$ -	\$ 2,450	\$ 2,417	\$ (33)
Total Revenues	<u>-</u>	<u>2,450</u>	<u>2,417</u>	<u>(33)</u>
EXPENDITURES				
Current				
Miscellaneous	-	15,000	9,149	5,851
Total Expenditures	<u>-</u>	<u>15,000</u>	<u>9,149</u>	<u>5,851</u>
Excess (deficiency) of revenues over expenditures	<u>-</u>	<u>(12,550)</u>	<u>(6,732)</u>	<u>5,818</u>
Net change in fund balance	-	(12,550)	(6,732)	5,818
Fund balance at beginning of year	<u>74,887</u>	<u>74,887</u>	<u>74,887</u>	<u>-</u>
Fund balance at end of year	<u>\$ 74,887</u>	<u>\$ 62,337</u>	<u>\$ 68,155</u>	<u>\$ 5,818</u>

City of Texarkana, Texas
Theatre Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget to Actual
Year Ended September 30, 2024

	<u>Original</u>	<u>Final</u>	<u>Actual</u>	<u>Variance With Final Budget</u>
REVENUES				
Charges for services	\$ 50,000	\$ 50,000	\$ -	\$ (50,000)
Interest and dividends	22,500	38,500	38,576	76
Total Revenues	<u>72,500</u>	<u>88,500</u>	<u>38,576</u>	<u>(49,924)</u>
EXPENDITURES				
Current				
Parks and recreation	354,989	355,737	291,497	64,240
Capital outlay	100,000	100,000	20,833	79,167
Total Expenditures	<u>454,989</u>	<u>455,737</u>	<u>312,330</u>	<u>143,407</u>
Excess (deficiency) of revenues over expenditures	<u>(382,489)</u>	<u>(367,237)</u>	<u>(273,754)</u>	<u>93,483</u>
OTHER FINANCING SOURCES/USES				
Transfers in	385,000	385,000	385,000	-
Transfers out	(52,210)	(50,529)	(50,000)	529
Total Other Financing Sources/Uses	<u>332,790</u>	<u>334,471</u>	<u>335,000</u>	<u>529</u>
Net change in fund balance	(49,699)	(32,766)	61,246	94,012
Fund balance at beginning of year	<u>722,985</u>	<u>722,985</u>	<u>722,985</u>	<u>-</u>
Fund balance at end of year	<u>\$ 673,286</u>	<u>\$ 690,219</u>	<u>\$ 784,231</u>	<u>\$ 94,012</u>

City of Texarkana, Texas
Hotel/Motel Tax Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget to Actual
Year Ended September 30, 2024

	Budgeted Amounts		Actual	Variance With Final Budget
	Original	Final		
REVENUES				
Taxes-other	\$ 1,910,000	\$ 2,030,000	\$ 2,102,607	\$ 72,607
Interest and dividends	12,500	50,000	57,787	7,787
Other	-	-	-	-
Total Revenues	<u>1,922,500</u>	<u>2,080,000</u>	<u>2,160,394</u>	<u>80,394</u>
EXPENDITURES				
Current				
Parks and recreation	1,078,557	1,113,288	1,040,648	72,640
Total Expenditures	<u>1,078,557</u>	<u>1,113,288</u>	<u>1,040,648</u>	<u>72,640</u>
Excess of revenues over expenditures	<u>843,943</u>	<u>966,712</u>	<u>1,119,746</u>	<u>153,034</u>
OTHER FINANCING USES				
Transfers out	(809,324)	(809,324)	(825,574)	(16,250)
Total Other Financing Uses	<u>(809,324)</u>	<u>(809,324)</u>	<u>(825,574)</u>	<u>(16,250)</u>
Net change in fund balance	34,619	157,388	294,172	136,784
Fund balance at beginning of year	<u>1,756,805</u>	<u>1,756,805</u>	<u>1,756,805</u>	<u>-</u>
Fund balance at end of year	<u>\$ 1,791,424</u>	<u>\$ 1,914,193</u>	<u>\$ 2,050,977</u>	<u>\$ 136,784</u>

City of Texarkana, Texas
Housing Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget to Actual
Year Ended September 30, 2024

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance With Final Budget</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Interest and dividends	\$ 800	\$ 950	\$ 943	\$ (7)
Total Revenues	<u>800</u>	<u>950</u>	<u>943</u>	<u>(7)</u>
Net change in fund balance	800	950	943	(7)
Fund balance at beginning of year	<u>467,606</u>	<u>467,606</u>	<u>467,606</u>	<u>-</u>
Fund balance at end of year	<u>\$ 468,406</u>	<u>\$ 468,556</u>	<u>\$ 468,549</u>	<u>\$ (7)</u>

City of Texarkana, Texas
Economic Development Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget to Actual
Year Ended September 30, 2024

	Budgeted Amounts		Actual	Variance With Final Budget
	Original	Final		
REVENUES				
Franchise receipts	\$ 365,000	\$ 375,000	\$ 329,948	\$ (45,052)
Interest and dividends	50,389	82,600	108,673	26,073
Intergovernmental	-	3,667	3,667	-
Total Revenues	<u>415,389</u>	<u>461,267</u>	<u>442,288</u>	<u>(18,979)</u>
EXPENDITURES				
Current:				
General government	1,355,761	977,593	437,081	540,512
Total Expenditures	<u>1,355,761</u>	<u>977,593</u>	<u>437,081</u>	<u>540,512</u>
Excess (deficiency) of revenues over expenditures	<u>(940,372)</u>	<u>(516,326)</u>	<u>5,207</u>	<u>521,533</u>
OTHER FINANCING USES				
Total other financing uses	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balance	(940,372)	(516,326)	5,207	521,533
Fund balance at beginning of year	<u>2,553,066</u>	<u>2,553,066</u>	<u>2,553,066</u>	<u>-</u>
Fund balance at end of year	<u>\$ 1,612,694</u>	<u>\$ 2,036,740</u>	<u>\$ 2,558,273</u>	<u>\$ 521,533</u>

City of Texarkana, Texas
Law Enforcement Block Grant Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balance –Budget to Actual
Year Ended September 30, 2024

	Budgeted Amounts		Actual	Variance With Final Budget
	Original	Final		
REVENUES				
Intergovernmental	\$ 25,000	\$ 16,370	\$ 15,617	\$ (753)
Interest and dividends	-	(360)	-	360
Total Revenues	<u>25,000</u>	<u>16,010</u>	<u>15,617</u>	<u>(393)</u>
EXPENDITURES				
Current				
Public safety	25,000	15,977	15,977	-
Total Expenditures	<u>25,000</u>	<u>15,977</u>	<u>15,977</u>	<u>-</u>
Net change in fund balance	-	33	(360)	(393)
Fund balance at beginning of year	<u>361</u>	<u>361</u>	<u>361</u>	<u>-</u>
Fund balance at end of year	<u>\$ 361</u>	<u>\$ 394</u>	<u>\$ 1</u>	<u>\$ (393)</u>

City of Texarkana, Texas
Law Enforcement Programs Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget to Actual
Year Ended September 30, 2024

	Budgeted Amounts		Actual	Variance With Final Budget
	Original	Final		
REVENUES				
Interest and dividends	\$ 1,250	\$ 2,700	\$ 2,743	\$ 43
Grants and entitlements	11,625	12,881	18,506	5,625
Total Revenues	<u>12,875</u>	<u>15,581</u>	<u>21,249</u>	<u>5,668</u>
EXPENDITURES				
Current				
Public safety	16,500	16,000	8,082	7,918
Total Expenditures	<u>16,500</u>	<u>16,000</u>	<u>8,082</u>	<u>7,918</u>
Net change in fund balance	(3,625)	(419)	13,167	13,586
Fund balance at beginning of year	<u>86,754</u>	<u>86,754</u>	<u>86,754</u>	<u>-</u>
Fund balance at end of year	<u>\$ 83,129</u>	<u>\$ 86,335</u>	<u>\$ 99,921</u>	<u>\$ 13,586</u>

City of Texarkana, Texas
Donations Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget to Actual
Year Ended September 30, 2024

	Budgeted Amounts		Actual	Variance With Final Budget
	Original	Final		
REVENUES				
Interest and dividends	\$ 1,000	\$ 550	\$ 554	\$ 4
Other	50,000	50,000	2,250	(47,750)
Total Revenues	<u>51,000</u>	<u>50,550</u>	<u>2,804</u>	<u>(47,746)</u>
EXPENDITURES				
Current				
Health and welfare	112,639	109,608	61,958	47,650
Total Expenditures	<u>112,639</u>	<u>109,608</u>	<u>61,958</u>	<u>47,650</u>
OTHER FINANCING USES				
Transfers in	-	-	23,776	23,776
Total Other Financing Uses	<u>-</u>	<u>-</u>	<u>23,776</u>	<u>23,776</u>
Net change in fund balance	(61,639)	(59,058)	(35,378)	(96)
Fund balance at beginning of year	<u>59,057</u>	<u>59,057</u>	<u>59,057</u>	<u>-</u>
Fund balance at end of year	<u>\$ (2,582)</u>	<u>\$ (1)</u>	<u>\$ 23,679</u>	<u>\$ (96)</u>

City of Texarkana, Texas

TIRZ #1 Fund

Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget to Actual

Year Ended September 30, 2024

	Budgeted Amounts		Actual	Variance With Final Budget
	Original	Final		
REVENUES				
Property taxes	\$ 1,054,873	\$ 1,068,397	\$ 1,141,718	\$ 73,321
Interest and dividends	40,000	92,000	111,738	19,738
Other	605,563	1,128,573	1,224,304	95,731
Total Revenues	<u>1,700,436</u>	<u>2,288,970</u>	<u>2,477,760</u>	<u>188,790</u>
EXPENDITURES				
Current				
Public Works	500	500	259	241
Capital outlay	1,700,000	1,096,002	596,002	500,000
Total Expenditures	<u>1,700,500</u>	<u>1,096,502</u>	<u>596,261</u>	<u>500,241</u>
Excess (deficiency) of revenues over expenditures	<u>(64)</u>	<u>1,192,468</u>	<u>1,881,499</u>	<u>689,031</u>
OTHER FINANCING SOURCES/USES				
Transfers out	(804,807)	(804,807)	(804,807)	-
Total Other Financing Sources/Uses	<u>(804,807)</u>	<u>(804,807)</u>	<u>(804,807)</u>	<u>-</u>
Net change in fund balance	(804,871)	387,661	1,076,692	689,031
Fund balance at beginning of year	<u>2,370,783</u>	<u>2,370,783</u>	<u>2,370,783</u>	<u>-</u>
Fund balance at end of year	<u>\$ 1,565,912</u>	<u>\$ 2,758,444</u>	<u>\$ 3,447,475</u>	<u>\$ 689,031</u>

City of Texarkana, Texas

TIRZ #2 Fund

Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget to Actual

Year Ended September 30, 2024

	Budgeted Amounts		Actual	Variance With Final Budget
	Original	Final		
REVENUES				
Property taxes	\$ 24,482	\$ 25,734	\$ 47,141	\$ 21,407
Interest and dividends	300	4,200	4,143	(57)
Other	18,954	14,471	35,767	21,296
Total Revenues	<u>43,736</u>	<u>44,405</u>	<u>87,051</u>	<u>42,646</u>
EXPENDITURES				
Current				
Parks and recreation	-	-	-	-
Capital outlay	48,612	30,000	-	30,000
Total Expenditures	<u>48,612</u>	<u>30,000</u>	<u>-</u>	<u>30,000</u>
Excess (deficiency) of revenues over expenditures	<u>(4,876)</u>	<u>14,405</u>	<u>87,051</u>	<u>72,646</u>
OTHER FINANCING SOURCES/USES				
Transfers out	-	-	-	-
Total Other Financing Sources/Uses	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balance	(4,876)	14,405	87,051	72,646
Fund balance at beginning of year	<u>(5,098)</u>	<u>(5,098)</u>	<u>(5,098)</u>	<u>-</u>
Fund balance at end of year	<u>\$ (9,974)</u>	<u>\$ 9,307</u>	<u>\$ 81,953</u>	<u>\$ 72,646</u>

City of Texarkana, Texas
Public Safety Radio Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget to Actual
Year Ended September 30, 2024

	Budgeted Amounts		Actual	Variance With Final Budget
	Original	Final		
REVENUES				
Interest and dividends	\$ 4,925	\$ 9,000	\$ 8,618	\$ (382)
Intergovernmental	55,980	64,440	64,455	15
Total Revenues	<u>60,905</u>	<u>73,440</u>	<u>73,073</u>	<u>(367)</u>
EXPENDITURES				
Public safety	127,280	126,000	77,179	48,821
Total Expenditures	<u>127,280</u>	<u>126,000</u>	<u>77,179</u>	<u>48,821</u>
Excess (deficiency) of revenues over expenditures	<u>(66,375)</u>	<u>(52,560)</u>	<u>(4,106)</u>	<u>48,454</u>
OTHER FINANCING SOURCES/USES				
Transfers in	47,880	47,880	47,880	-
Total Other Financing Sources/Uses	<u>47,880</u>	<u>47,880</u>	<u>47,880</u>	<u>-</u>
Net change in fund balance	(18,495)	(4,680)	43,774	48,454
Fund balance at beginning of year	196,799	196,799	196,799	-
Fund balance at end of year	<u>\$ 178,304</u>	<u>\$ 192,119</u>	<u>\$ 240,573</u>	<u>\$ 48,454</u>

City of Texarkana, Texas
Rotary Splash Park Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget to Actual
Year Ended September 30, 2024

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance With Final Budget</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Interest and dividends	\$ -	\$ (5)	\$ (5)	\$ -
Total Revenues	<u>-</u>	<u>(5)</u>	<u>(5)</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures	<u>-</u>	<u>(5)</u>	<u>(5)</u>	<u>-</u>
Net change in fund balance	-	(5)	(5)	-
Fund balance at beginning of year	<u>5</u>	<u>5</u>	<u>5</u>	<u>-</u>
Fund balance at end of year	<u>\$ 5</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

City of Texarkana, Texas
TIFMAS Grant Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget to Actual
Year Ended September 30, 2024

	Budgeted Amounts		Actual	Variance With Final Budget
	Original	Final		
REVENUES				
Intergovernmental	\$ 400,000	\$ 240,000	\$ 550,561	\$ 310,561
Interest and dividends	-	5,000	5,642	642
Total Revenues	<u>400,000</u>	<u>245,000</u>	<u>556,203</u>	<u>311,203</u>
EXPENDITURES				
Public safety	553,512	357,000	454,739	(97,739)
Total Expenditures	<u>553,512</u>	<u>357,000</u>	<u>454,739</u>	<u>(97,739)</u>
OTHER FINANCING SOURCES/USES				
Transfers in	-	(46,000)	11,595	57,595
Total Other Financing Sources/Uses	<u>-</u>	<u>(46,000)</u>	<u>11,595</u>	<u>57,595</u>
Net change in fund balance	(153,512)	(158,000)	113,059	213,464
Fund balance at beginning of year	211,226	211,226	211,226	-
Fund balance at end of year	<u>\$ 57,714</u>	<u>\$ 53,226</u>	<u>\$ 324,285</u>	<u>\$ 213,464</u>

City of Texarkana, Texas
Department of Justice COVID-19 Grant Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget to Actual
Year Ended September 30, 2024

	Budgeted Amounts		Actual	Variance With Final Budget
	Original	Final		
REVENUES:				
Grants and entitlements	\$ -	\$ -	\$ -	\$ -
Interest and dividends	-	(5)	(5)	-
Total Revenues	<u>-</u>	<u>(5)</u>	<u>(5)</u>	<u>-</u>
EXPENDITURES				
Current				
General government	-	-	-	-
Total Expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures	<u>-</u>	<u>(5)</u>	<u>(5)</u>	<u>-</u>
OTHER FINANCING SOURCES/USES				
Transfers in	-	-	-	-
Total Other Financing Sources/Uses	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balance	-	(5)	(5)	-
Fund balance at beginning of year	<u>5</u>	<u>5</u>	<u>5</u>	<u>-</u>
Fund balance at end of year	<u>\$ 5</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

City of Texarkana, Texas
COC Homeless Assistance Grant Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget to Actual
Year Ended September 30, 2024

	Budgeted Amounts		Actual	Variance With Final Budget
	Original	Final		
REVENUES				
Grants and entitlements	\$ 257,707	\$ 256,114	\$ 246,263	\$ (9,851)
Total Revenues	<u>257,707</u>	<u>256,114</u>	<u>246,263</u>	<u>(9,851)</u>
EXPENDITURES				
Current				
Health and welfare	257,707	257,707	313,084	(55,377)
Total Expenditures	<u>257,707</u>	<u>257,707</u>	<u>313,084</u>	<u>(55,377)</u>
Excess (deficiency) of revenues over expenditures	<u>-</u>	<u>(1,593)</u>	<u>(66,821)</u>	<u>(65,228)</u>
OTHER FINANCING SOURCES/USES				
Transfers in	-	-	66,822	66,822
Total Other Financing Sources/Uses	<u>-</u>	<u>-</u>	<u>66,822</u>	<u>66,822</u>
Net change in fund balance	-	(1,593)	1	1,594
Fund balance at beginning of year	<u>1,592</u>	<u>1,592</u>	<u>1,592</u>	<u>-</u>
Fund balance at end of year	<u>\$ 1,592</u>	<u>\$ (1)</u>	<u>\$ 1,593</u>	<u>\$ 1,594</u>

City of Texarkana, Texas
EPA Revolving Loan Grant Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget to Actual
Year Ended September 30, 2024

	Budgeted Amounts		Actual	Variance With Final Budget
	Original	Final		
REVENUES				
Grants and entitlements	\$ 582,857	\$ 590,581	\$ 516,500	\$ (74,081)
Interest and Dividends	10,005	-	-	-
Total Revenues	<u>592,862</u>	<u>590,581</u>	<u>516,500</u>	<u>(74,081)</u>
EXPENDITURES				
Current				
Health and welfare	592,862	590,581	42,430	548,151
Total Expenditures	<u>592,862</u>	<u>590,581</u>	<u>42,430</u>	<u>548,151</u>
Excess (deficiency) of revenues over expenditures	<u>-</u>	<u>-</u>	<u>474,070</u>	<u>474,070</u>
OTHER FINANCING SOURCES/USES				
Transfers in	-	-	42,430	42,430
Total Other Financing Sources/Uses	<u>-</u>	<u>-</u>	<u>42,430</u>	<u>42,430</u>
Net change in fund balance	-	-	516,500	516,500
Fund balance at beginning of year	<u>1,418,538</u>	<u>1,418,538</u>	<u>1,418,538</u>	<u>-</u>
Fund balance at end of year	<u>\$ 1,418,538</u>	<u>\$ 1,418,538</u>	<u>\$ 1,935,038</u>	<u>\$ 516,500</u>

City of Texarkana, Texas
NRDA Grant Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget to Actual
Year Ended September 30, 2024

	Budgeted Amounts		Actual	Variance With Final Budget
	Original	Final		
REVENUES				
Other	\$ 8,737,281	\$ -	\$ 164,910	\$ 164,910
Total revenues	<u>8,737,281</u>	<u>-</u>	<u>164,910</u>	<u>164,910</u>
EXPENDITURES				
Current				
General government	-	-	-	-
Public Works	8,737,281	-	-	-
Health and Welfare	-	-	-	-
Total Expenditures	<u>8,737,281</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures	<u>-</u>	<u>-</u>	<u>164,910</u>	<u>164,910</u>
OTHER FINANCING SOURCES/USES				
Transfers in	-	-	(164,910)	(164,910)
Total Other Financing Sources/Uses	<u>-</u>	<u>-</u>	<u>(164,910)</u>	<u>(164,910)</u>
Net change in fund balance	-	-	-	-
Fund balance at beginning of year	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balance at end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

City of Texarkana, Texas
Farmers Market Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget to Actual
Year Ended September 30, 2024

	Budgeted Amounts		Actual	Variance With Final Budget
	Original	Final		
REVENUES				
Interest and dividends	\$ 1,850	\$ 250	\$ 212	\$ (38)
Intergovernmental	50,679	50,679	39,736	(10,943)
Other	5,000	6,500	7,325	825
Total Revenues	<u>57,529</u>	<u>57,429</u>	<u>47,273</u>	<u>(10,156)</u>
EXPENDITURES				
Current				
General government	70,779	77,432	67,404	10,028
Total Expenditures	<u>70,779</u>	<u>77,432</u>	<u>67,404</u>	<u>10,028</u>
Excess (deficiency) of revenues over expenditures	<u>(13,250)</u>	<u>(20,003)</u>	<u>(20,131)</u>	<u>(128)</u>
OTHER FINANCING SOURCES/USES				
Transfers in	3,000	-	23,711	23,711
Total Other Financing Sources/Uses	<u>3,000</u>	<u>-</u>	<u>23,711</u>	<u>23,711</u>
Net change in fund balance	(10,250)	(20,003)	3,580	23,583
Fund balance at beginning of year	20,003	20,003	20,003	-
Fund balance at end of year	<u>\$ 9,753</u>	<u>\$ -</u>	<u>\$ 23,583</u>	<u>\$ 23,583</u>

City of Texarkana, Texas
Emergency Management Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget to Actual
Year Ended September 30, 2024

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance With Final Budget</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Interest and dividends	\$ -	\$ -	\$ -	\$ -
Grants and entitlements	-	-	-	-
Total Revenues	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
EXPENDITURES				
Current:				
General government	-	-	-	-
Total Expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
OTHER FINANCING SOURCES/USES				
Transfers in	-	-	-	-
Total Other Financing Sources/Uses	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balance	-	-	-	-
Fund balance at beginning of year	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balance at end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

City of Texarkana, Texas
Narcotics Division Operations Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget to Actual
Year Ended September 30, 2024

	Budgeted Amounts		Actual	Variance With Final Budget
	Original	Final		
REVENUES				
Investment earnings	\$ 5,500	\$ 8,800	\$ 8,418	\$ (382)
Other	50,000	50,000	27,853	(22,147)
Total Revenues	<u>55,500</u>	<u>58,800</u>	<u>36,271</u>	<u>(22,529)</u>
EXPENDITURES				
Current				
Public safety	55,000	58,750	59,224	(474)
Total Expenditures	<u>55,000</u>	<u>58,750</u>	<u>59,224</u>	<u>(474)</u>
Excess (deficiency) of revenue over expenditures	<u>500</u>	<u>50</u>	<u>(22,953)</u>	<u>(34,086)</u>
OTHER FINANCING SOURCES (USES)				
Transfers out	(20,000)	(20,000)	(10,708)	9,292
Total Other Financing Sources (Uses)	<u>(20,000)</u>	<u>(20,000)</u>	<u>(10,708)</u>	<u>9,292</u>
Net change in fund balance	(19,500)	(19,950)	(33,661)	(24,794)
Fund balances at beginning of year	<u>222,445</u>	<u>222,445</u>	<u>222,445</u>	<u>-</u>
Fund balance at end of year	<u>\$ 202,945</u>	<u>\$ 202,495</u>	<u>\$ 188,784</u>	<u>\$ (24,794)</u>

City of Texarkana, Texas
Court Security Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget to Actual
Year Ended September 30, 2024

	Budgeted Amounts		Actual	Variance With Final Budget
	Original	Final		
REVENUES				
Charges for services	\$ 20,000	\$ 17,000	\$ 16,428	\$ (572)
Interest and dividends	-	375	472	97
Total Revenues	<u>20,000</u>	<u>17,375</u>	<u>16,900</u>	<u>(475)</u>
EXPENDITURES				
Current				
General government	25,000	26,250	-	26,250
Capital outlay	-	-	-	-
Total Expenditures	<u>25,000</u>	<u>26,250</u>	<u>-</u>	<u>26,250</u>
Excess (deficiency) of revenue over expenditures	<u>(5,000)</u>	<u>(8,875)</u>	<u>16,900</u>	<u>25,775</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	-	2,500	-	(2,500)
Transfers out	(3,116)	(706)	(3,116)	(2,410)
	<u>(3,116)</u>	<u>1,794</u>	<u>(3,116)</u>	<u>(4,910)</u>
Net change in fund balance	(8,116)	(7,081)	13,784	20,865
Fund balances at beginning of year	<u>8,525</u>	<u>8,525</u>	<u>8,525</u>	<u>-</u>
Fund balance at end of year	<u>\$ 409</u>	<u>\$ 1,444</u>	<u>\$ 22,309</u>	<u>\$ 20,865</u>

City of Texarkana, Texas
Conservation Revolving Loan Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget to Actual
Year Ended September 30, 2024

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance With Final Budget</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Interest and dividends	\$ -	\$ 1,100	\$ 1,146	\$ 46
Total Revenues	<u>-</u>	<u>1,100</u>	<u>1,146</u>	<u>46</u>
EXPENDITURES				
Current				
Health and welfare	-	-	-	-
Total Expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenue over expenditures	<u>-</u>	<u>1,100</u>	<u>1,146</u>	<u>46</u>
Net change in fund balance	-	1,100	1,146	46
Fund balances at beginning of year	<u>37,577</u>	<u>37,577</u>	<u>37,577</u>	<u>-</u>
Fund balance at end of year	<u>\$ 37,577</u>	<u>38,677</u>	<u>\$ 38,723</u>	<u>\$ 46</u>

City of Texarkana, Texas
Court Technology Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget to Actual
Year Ended September 30, 2024

	Budgeted Amounts		Actual	Variance With Final Budget
	Original	Final		
REVENUES				
Charges for services	\$ 20,000	\$ 17,000	\$ 16,428	\$ (572)
Interest and dividends	-	375	472	97
Total Revenues	<u>20,000</u>	<u>17,375</u>	<u>16,900</u>	<u>(475)</u>
EXPENDITURES				
Current				
General government	25,000	26,250	-	26,250
Capital outlay	-	-	-	-
Total Expenditures	<u>25,000</u>	<u>26,250</u>	<u>-</u>	<u>26,250</u>
Excess (deficiency) of revenue over expenditures	<u>(5,000)</u>	<u>(8,875)</u>	<u>16,900</u>	<u>25,775</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	-	2,500	-	(2,500)
Transfers out	(3,116)	(706)	(3,116)	(2,410)
Total Other Financing Sources (Uses)	<u>(3,116)</u>	<u>1,794</u>	<u>(3,116)</u>	<u>(4,910)</u>
Net change in fund balance	(8,116)	(7,081)	13,784	20,865
Fund balances at beginning of year	<u>8,525</u>	<u>8,525</u>	<u>8,525</u>	<u>-</u>
Fund balance at end of year	<u>\$ 409</u>	<u>\$ 1,444</u>	<u>\$ 22,309</u>	<u>\$ 20,865</u>

City of Texarkana, Texas
Federal Asset Forfeiture Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget to Actual
Year Ended September 30, 2024

	Budgeted Amounts		Actual	Variance With Final Budget
	Original	Final		
REVENUES				
Interest and dividends	\$ 2,100	\$ 4,060	\$ 4,065	\$ 5
Intergovernmental	10,000	10,000	1,364	(8,636)
Total Revenues	<u>12,100</u>	<u>14,060</u>	<u>5,429</u>	<u>(8,631)</u>
EXPENDITURES				
Capital outlay	30,000	23,929	-	23,929
Total Expenditures	<u>30,000</u>	<u>23,929</u>	<u>-</u>	<u>23,929</u>
Excess (deficiency) of revenue over expenditures	<u>(17,900)</u>	<u>(9,869)</u>	<u>5,429</u>	<u>15,298</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	-	6,071	6,071	-
Transfers out	-	(6,071)	(6,071)	-
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balance	(17,900)	(9,869)	5,429	15,298
Fund balances at beginning of year	<u>133,329</u>	<u>133,329</u>	<u>133,329</u>	<u>-</u>
Fund balance at end of year	<u>\$ 115,429</u>	<u>\$ 123,460</u>	<u>\$ 138,758</u>	<u>\$ 15,298</u>

City of Texarkana, Texas
TCA Grant Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget to Actual
Year Ended September 30, 2024

	Budgeted Amounts		Actual	Variance With Final Budget
	Original	Final		
REVENUES				
Interest and dividends	\$ -	\$ -	\$ -	\$ -
Intergovernmental	50,000	51,000	22,367	(28,633)
Other	-	-	-	-
Total Revenues	<u>50,000</u>	<u>51,000</u>	<u>22,367</u>	<u>(28,633)</u>
EXPENDITURES				
Parks and recreation	48,208	-	6,468	(6,468)
Total Expenditures	<u>48,208</u>	<u>-</u>	<u>6,468</u>	<u>(6,468)</u>
Excess (deficiency) of revenue over expenditures	<u>1,792</u>	<u>51,000</u>	<u>15,899</u>	<u>(35,101)</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	-	4,081	4,081	-
Total Other Financing Sources (Uses)	<u>-</u>	<u>4,081</u>	<u>4,081</u>	<u>-</u>
Net change in fund balance	1,792	55,081	19,980	(35,101)
Fund balances at beginning of year	<u>52,833</u>	<u>52,833</u>	<u>52,833</u>	<u>-</u>
Fund balance at end of year	<u>\$ 54,625</u>	<u>\$ 107,914</u>	<u>\$ 72,813</u>	<u>\$ (35,101)</u>

City of Texarkana, Texas
Inclusive Playground Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget to Actual
Year Ended September 30, 2024

	Budgeted Amounts		Actual	Variance With Final Budget
	Original	Final		
REVENUES				
Interest and dividends	\$ -	\$ -	\$ -	\$ -
Intergovernmental	-	-	-	-
Other	-	-	-	-
Total Revenues	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenue over expenditures	-	-	-	-
Net change in fund balance	-	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balance at end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

City of Texarkana, Texas
TACF Grant Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget to Actual
Year Ended September 30, 2024

	Budgeted Amounts		Actual	Variance With Final Budget
	Original	Final		
REVENUES				
Interest and dividends	\$ -	\$ -	\$ -	\$ -
Intergovernmental	-	-	-	-
Other	-	-	-	-
Total Revenues	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
EXPENDITURES				
Health and welfare	1,500	-	-	-
Total Expenditures	<u>1,500</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenue over expenditures	(1,500)	-	-	-
Net change in fund balance	(1,500)	-	-	-
Fund balances at beginning of year	1,500	1,500	1,500	-
Fund balance at end of year	<u>\$ -</u>	<u>\$ 1,500</u>	<u>\$ 1,500</u>	<u>\$ -</u>

City of Texarkana, Texas
National Fitness Campaign Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget to Actual
Year Ended September 30, 2024

	Budgeted Amounts		Actual	Variance With Final Budget
	Original	Final		
REVENUES				
Grants and entitlements	\$ -	\$ -	\$ -	\$ -
Other	-	-	-	-
Total Revenues	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
EXPENDITURES				
Current				
Parks and recreation	-	-	-	-
Total Expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
OTHER FINANCING SOURCES/USES				
Transfers in	-	-	-	-
Total Other Financing Sources/Uses	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balance	-	-	-	-
Fund balance at beginning of year	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balance at end of year	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>

City of Texarkana, Texas
EPA RLF BIL Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget to Actual
Year Ended September 30, 2024

	Budgeted Amounts		Actual	Variance With Final Budget
	Original	Final		
REVENUES				
Grants and entitlements	\$ 1,000,000	\$ 5,000	\$ 10,621	\$ 5,621
Total Revenues	<u>1,000,000</u>	<u>5,000</u>	<u>10,621</u>	<u>5,621</u>
EXPENDITURES				
Current				
General government	1,000,000	5,000	57,336	(52,336)
Total Expenditures	<u>1,000,000</u>	<u>5,000</u>	<u>57,336</u>	<u>(52,336)</u>
Excess (deficiency) of revenues over expenditures	<u>-</u>	<u>-</u>	<u>(46,715)</u>	<u>(46,715)</u>
OTHER FINANCING SOURCES/USES				
Transfers in	-	-	46,715	46,715
Total Other Financing Sources/Uses	<u>-</u>	<u>-</u>	<u>46,715</u>	<u>46,715</u>
Net change in fund balance	-	-	-	-
Fund balance at beginning of year	-	-	-	-
Fund balance at end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

City of Texarkana, Texas
Union Station Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget to Actual
Year Ended September 30, 2024

	Budgeted Amounts		Actual	Variance With Final Budget
	Original	Final		
REVENUES				
Interest and dividends	\$ -	\$ 16,000	\$ 16,213	\$ 213
Total Revenues	<u>-</u>	<u>16,000</u>	<u>16,213</u>	<u>213</u>
EXPENDITURES				
Current				
General government	-	15,000	2,500	12,500
Total Expenditures	<u>-</u>	<u>15,000</u>	<u>2,500</u>	<u>12,500</u>
Excess (deficiency) of revenues over expenditures	<u>-</u>	<u>1,000</u>	<u>13,713</u>	<u>12,713</u>
OTHER FINANCING SOURCES/USES				
Transfers in	200,000	-	-	-
Total Other Financing Sources/Uses	<u>200,000</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balance	200,000	1,000	13,713	12,713
Fund balance at beginning of year	<u>403,237</u>	<u>403,237</u>	<u>403,237</u>	<u>-</u>
Fund balance at end of year	<u>\$ 603,237</u>	<u>\$ 404,237</u>	<u>\$ 416,950</u>	<u>\$ 12,713</u>

City of Texarkana, Texas
EPA Job Training Grant Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget to Actual
Year Ended September 30, 2024

	Budgeted Amounts		Actual	Variance With Final Budget
	Original	Final		
REVENUES				
Grants and entitlements	\$ -	\$ -	\$ -	\$ -
Total Revenues	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
EXPENDITURES				
Current				
Health and welfare	-	-	275	(275)
Total Expenditures	<u>-</u>	<u>-</u>	<u>275</u>	<u>(275)</u>
Excess (deficiency) of revenues over expenditures	-	-	(275)	(275)
OTHER FINANCING SOURCES/USES				
Transfers in	-	-	275	275
Total Other Financing Sources/Uses	<u>-</u>	<u>-</u>	<u>275</u>	<u>275</u>
Net change in fund balance	-	-	-	-
Fund balance at beginning of year	-	-	-	-
Fund balance at end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

City of Texarkana, Texas
Opioid Settlement Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget to Actual
Year Ended September 30, 2024

	Budgeted Amounts		Actual	Variance With Final Budget
	Original	Final		
REVENUES				
Interest and dividends	\$ -	\$ -	\$ 830	\$ 830
Other	-	72,034	72,034	-
Total Revenues	-	72,034	72,864	830
EXPENDITURES				
Current				
Health and welfare	-	34,000	25,600	8,400
Total Expenditures	-	34,000	25,600	8,400
Excess (deficiency) of revenues over expenditures	-	38,034	47,264	9,230
OTHER FINANCING SOURCES/USES				
Transfers in	-	-	-	-
Total Other Financing Sources/Uses	-	-	-	-
Net change in fund balance	-	38,034	47,264	9,230
Fund balance at beginning of year	-	-	-	-
Fund balance at end of year	\$ -	\$ 38,034	\$ 47,264	\$ 9,230

City of Texarkana, Texas
SECO Grant Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget to Actual
Year Ended September 30, 2024

	Budgeted Amounts		Actual	Variance With Final Budget
	Original	Final		
REVENUES				
Grants and entitlements	\$ -	\$ 50,000	\$ 50,000	\$ -
Other	-	4,100	12,433	8,333
Total Revenues	<u>-</u>	<u>54,100</u>	<u>62,433</u>	<u>8,333</u>
EXPENDITURES				
Current				
Capital outlay	-	82,355	81,505	850
Total Expenditures	<u>-</u>	<u>82,355</u>	<u>81,505</u>	<u>850</u>
Excess (deficiency) of revenues over expenditures	<u>-</u>	<u>(28,255)</u>	<u>(19,072)</u>	<u>9,183</u>
OTHER FINANCING SOURCES/USES				
Transfers in	-	28,255	28,109	(146)
Total Other Financing Sources/Uses	<u>-</u>	<u>28,255</u>	<u>28,109</u>	<u>(146)</u>
Net change in fund balance	-	-	9,037	9,037
Fund balance at beginning of year	-	-	-	-
Fund balance at end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 9,037</u>	<u>\$ 9,037</u>



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Nonmajor Enterprise Funds

Enterprise funds are used to account for operations that are financed and operated in a manner similar to private business enterprises in that the costs of providing goods and services to the general public on a continuing basis are recovered primarily through user charges. The City's enterprise funds are established to account for the financing of water and sewer services to the public, other municipalities, and industrial customers. All activities necessary to provide these services are included in these funds.

Lake Texarkana Water Supply Corporation – This fund is used to account for the financing and operation of the water distribution system from Lake Wright Patman of the City of Texarkana and other “Member Cities” and wholesale customers located in Bowie and Red River counties. The operations of this fund are combined with the Texas Water Utilities for reporting purposes and all inter-fund accounts are eliminated in the combination.

International Paper Company Water System Contract Fund – This fund is used to account for the financing and operations of the water system which provides treated water from Lake Wright Patman to the International Paper Company paper mill.

City of Texarkana, Texas
Combining Statement of Net Position – Nonmajor Enterprise Funds
September 30, 2024

	Lake Texarkana Water Supply Corporation	Graphic Packaging International	Total
ASSETS			
Current Assets			
Cash	\$ 38,717	\$ 132,782	\$ 171,499
Receivables (net of allowance for uncollectible)			
Accounts	-	123,837	123,837
Due from other governments	15,263	-	15,263
Due from other funds	-	-	-
Total Current Assets	<u>53,980</u>	<u>256,619</u>	<u>310,599</u>
Noncurrent Assets			
Accounts receivable	-	168,084	168,084
Capital assets			
Land	-	800	800
Total Noncurrent Assets	<u>-</u>	<u>168,884</u>	<u>168,884</u>
TOTAL ASSETS	<u>53,980</u>	<u>425,503</u>	<u>479,483</u>
LIABILITIES			
Current Liabilities			
Accounts payable	-	101,897	101,897
Accrued liabilities	-	2,903	2,903
Other payables	-	2,059	2,059
Due to other governments	15,264	65,692	80,956
Due to other funds	-	-	-
Total Current Liabilities	<u>15,264</u>	<u>172,551</u>	<u>187,815</u>
Noncurrent Liabilities			
Capital improvement deposits	38,712	246,180	284,892
Total Noncurrent Liabilities	<u>38,712</u>	<u>246,180</u>	<u>284,892</u>
TOTAL LIABILITIES	<u>53,976</u>	<u>418,731</u>	<u>472,707</u>
NET POSITION			
Net investment in capital assets	-	800	800
Unrestricted	4	5,972	5,976
TOTAL NET POSITION	<u>\$ 4</u>	<u>\$ 6,772</u>	<u>\$ 6,776</u>

City of Texarkana, Texas
Combining Statement of Revenues, Expenses, and Changes in Net Position –
Nonmajor Enterprise Funds
Year Ended September 30, 2024

	Lake Texarkana Water Supply Corporation	Graphic Packaging International	Total
OPERATING REVENUES			
Water sales	\$ -	\$ 2,193,512	\$ 2,193,512
Other Income	4	940	944
Total Operating Revenues	<u>4</u>	<u>2,194,452</u>	<u>2,194,456</u>
OPERATING EXPENSES			
Contract water & sewer expense-Graphic Packing International	-	2,198,054	2,198,054
Total Operating Expense	<u>-</u>	<u>2,198,054</u>	<u>2,198,054</u>
Operating Income (Loss)	<u>4</u>	<u>(3,602)</u>	<u>(3,598)</u>
NONOPERATING REVENUES			
Interest revenue – investments		3,074	3,074
Total Nonoperating Revenues	<u>-</u>	<u>3,074</u>	<u>3,074</u>
Transfers out	-	(2,059)	(2,059)
Change in Net Position	4	(2,587)	(2,583)
Total Net Position, Beginning of Year	<u>-</u>	<u>9,359</u>	<u>9,359</u>
Total Net Position, End of Year	<u>\$ 4</u>	<u>\$ 6,772</u>	<u>\$ 6,776</u>

City of Texarkana, Texas
Combining Statement of Cash Flows – Nonmajor Enterprise Funds
Year Ended September 30, 2024

	Lake Texarkana Water Supply Corporation	Graphic Packaging International	Total
Cash Flows From Operating Activities			
Cash received from customers	\$ 4	\$ 2,686,890	\$ 2,686,894
Cash paid to suppliers	-	(2,561,177)	(2,561,177)
Net Cash Provided by (Used in) Operating Activities:	<u>4</u>	<u>125,713</u>	<u>125,717</u>
Cash Flows From Non-Capital Financing Activities:			
Transfers paid to City general fund	-	(2,059)	(2,059)
Cash Flows From Capital and Related Financing Activities			
Capital improvement deposits received	(1,021,504)	-	(1,021,504)
Net Cash Used in Capital and Related Financing Activities	<u>(1,021,504)</u>	<u>-</u>	<u>(1,021,504)</u>
Cash Flows From Investing Activities			
Interest received on investments	-	3,074	3,074
Net Cash Provided by Investing Activities	<u>-</u>	<u>3,074</u>	<u>3,074</u>
Net Increase (Decrease) in Cash	(1,021,500)	126,728	(894,772)
Cash, Beginning of Year	<u>1,060,217</u>	<u>6,054</u>	<u>1,066,271</u>
Cash, End of Year	<u>\$ 38,717</u>	<u>\$ 132,782</u>	<u>\$ 171,499</u>

City of Texarkana, Texas
Combining Statement of Cash Flows – Nonmajor Enterprise Funds
Year Ended September 30, 2024

(Continued)

	<u>Lake Texarkana Water Supply Corporation</u>	<u>Graphic Packaging International</u>	<u>Total</u>
Reconciliation of Operating Income (Loss) to Net Cash Provided by (Used in) Operating Activities			
Operating Loss	\$ 4	\$ (3,602)	\$ (3,598)
Adjustments to Reconcile Operating Income to Net Cash Provided by (Used in) Operating Activities			
(Increase) decrease in assets			
Accounts receivable	-	492,438	492,438
Due from other governments	-	-	-
Due from other funds	(10,821)	-	(10,821)
Increase (decrease) in liabilities			
Accounts payable	-	(15,075)	(15,075)
Accrued liabilities	-	556	556
Due to other funds	10,821	(349,056)	(338,235)
Other payables	-	452	452
Total adjustments	<u>-</u>	<u>129,315</u>	<u>129,315</u>
Net Cash Provided by (Used in) Operating Activities	<u>\$ 4</u>	<u>\$ 125,713</u>	<u>\$ 125,717</u>



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Internal Service Funds

Internal Service Funds are used to account for the financing of goods or services by one department or agency to other departments or agencies of the government and to other governments, on a cost-reimbursement basis.

Employee Benefit Fund – This fund is used to account for the contributions received from various other City funds and employees to pay medical benefits and life insurance premiums for covered City employees. Payments are made to a paying agent who determines coverage on claims submitted by employees.

Fleet Services Fund – This fund is used to account for the repair and maintenance on all vehicles and equipment by the City, excluding the Water Utilities.

City of Texarkana, Texas
Combining Statement of Net Position – Internal Service Funds
September 30, 2024

	<u>Employee Benefit</u>	<u>Fleet Services</u>	<u>Total</u>
ASSETS			
Current assets			
Cash	\$ 2,438,486	\$ 21,199	\$ 2,459,685
Receivables (net of allowance for uncollectible)			
Accounts	146,320	14,521	160,841
Other government agencies	2,018	74,234	76,252
Inventory	-	33,017	33,017
TOTAL ASSETS	<u>2,586,824</u>	<u>142,971</u>	<u>2,729,795</u>
LIABILITIES			
Current liabilities			
Accounts payable	-	51	51
Accrued liability	17,572	53,681	71,253
TOTAL LIABILITIES	<u>17,572</u>	<u>53,732</u>	<u>71,304</u>
NET POSITION			
Unrestricted	<u>2,569,252</u>	<u>89,239</u>	<u>2,658,491</u>
TOTAL NET POSITION	<u>\$ 2,569,252</u>	<u>\$ 89,239</u>	<u>\$ 2,658,491</u>

City of Texarkana, Texas
Combining Statement of Revenues, Expenses, and Changes in Net Position –
Internal Service Funds
Year Ended September 30, 2024

	Employee Benefit	Fleet Services	Total
OPERATING REVENUES			
Charges for services	\$ 7,314,658	\$ 160,835	\$ 7,475,493
Other	-	95,374	95,374
Total revenues	<u>7,314,658</u>	<u>256,209</u>	<u>7,570,867</u>
OPERATING EXPENSES			
Benefit payments	6,291,949	-	6,291,949
Cost of sales and service	-	1,333,009	1,333,009
Total expenditures	<u>6,291,949</u>	<u>1,333,009</u>	<u>7,624,958</u>
Operating loss	<u>1,022,709</u>	<u>(1,076,800)</u>	<u>(54,091)</u>
NONOPERATING REVENUES			
Interest revenue	66,505	27	66,532
Total nonoperating revenues	<u>66,505</u>	<u>27</u>	<u>66,532</u>
Income (loss) before transfers	1,089,214	(1,076,773)	12,441
Transfers in	-	1,089,504	1,089,504
Transfers out	<u>(1,430)</u>	<u>(1,367)</u>	<u>(2,797)</u>
Change in net position	1,087,784	11,364	1,099,148
Total net position - beginning	<u>1,481,468</u>	<u>77,875</u>	<u>1,559,343</u>
Total net position - ending	<u>\$ 2,569,252</u>	<u>\$ 89,239</u>	<u>\$ 2,658,491</u>

City of Texarkana, Texas
Combining Statement of Cash Flows – Internal Service Funds
Year Ended September 30, 2024

	Employee Benefit	Fleet Services	Total
Cash Flows From Operating Activities			
Cash received from users	\$ 6,793,830	\$ -	\$ 6,793,830
Cash received from interfund services provided and used	-	202,211	202,211
Cash paid to suppliers	(6,291,949)	(965,637)	(7,257,586)
Cash paid to employees	-	(358,407)	(358,407)
Other payments	-	-	-
Net Cash Used in Operating Activities	501,881	(1,121,833)	(619,952)
Cash Flows From Noncapital Financing Activities			
Transfers to other funds	(1,430)	(1,367)	(2,797)
Transfers from other funds	-	1,089,504	1,089,504
Net Cash Provided by Noncapital Financing Activities	(1,430)	1,088,137	1,086,707
Cash Flows from Investing Activities			
Interest received from investments	66,505	27	66,532
Net Cash Provided by Investing Activities	66,505	27	66,532
Increase in Cash	566,956	(33,669)	533,287
Cash at Beginning of Year	1,871,530	54,868	1,926,398
Cash at End of Year	\$ 2,438,486	\$ 21,199	\$ 2,459,685
<u>Reconciliation of Operating Loss to Net Cash Used in Operating Activities</u>			
Operating loss	\$ 1,022,709	\$ (1,076,800)	\$ (54,091)
Adjustments to Reconcile Operating Loss to Net Cash			
Accounts receivable	\$ 17,597	\$ (14,521)	\$ 3,076
Due from other government agencies	149,239	(39,462)	109,777
Due from other funds	-	-	-
Inventory	-	6,412	6,412
Increase in Liabilities			
Accounts payable	(571,710)	(15)	(571,725)
Accrued payroll	(115,079)	2,553	(112,526)
Due to other funds	(875)	-	(875)
Total Adjustments	(520,828)	(45,033)	(565,861)
Net Cash Used in Operating Activities	\$ 501,881	\$ (1,121,833)	\$ (619,952)

Fiduciary Funds

Fiduciary Funds are established to account for assets held by the City in a trustee capacity, or as an agent for individuals, other governmental units, and/or other funds.

Custodial Funds

Police Evidence Fund – This fund is used to account for evidence money seized by the Police Department. This money is held until disposition is directed by the courts.

Drug Enforcement Fund – This fund is used to account for evidence money seized by the Police Department, primarily in drug-related cases. This money is held until disposition is directed by the courts.

City of Texarkana, Texas
Combining Statement of Fiduciary Net Position – Fiduciary Funds – Custodial Funds
Year Ended September 30, 2024

	Police Evidence Escrow	Drug Escrow	Total
Assets			
Cash and cash equivalents	\$ 1,812	\$ 69,044	\$ 70,856
Total Assets	<u>1,812</u>	<u>69,044</u>	<u>70,856</u>
Liabilities			
Escrow deposits	-	-	-
Total Liabilities	<u>-</u>	<u>-</u>	<u>-</u>
Net Position			
Restricted for individuals, organizations, other governments	<u>\$ 1,812</u>	<u>\$ 69,044</u>	<u>\$ 70,856</u>

City of Texarkana, Texas
Combining Statement of Changes in Fiduciary Net Position – Fiduciary Funds –
Custodial Funds
Year Ended September 30, 2024

	Police Evidence Escrow	Drug Escrow	Total
Additions			
Seized funds	\$ 1,758	\$ 66,785	\$ 68,543
Interest and dividends	54	2,259	2,313
Total Additions	<u>1,812</u>	<u>69,044</u>	<u>70,856</u>
Deductions			
Distributions to other governments	-	-	-
Total Deductions	<u>-</u>	<u>-</u>	<u>-</u>
Net Increase (Decrease) in Net Position	1,812	69,044	70,856
Beginning Net Position	<u>-</u>	<u>-</u>	<u>-</u>
Ending Net Position	<u>\$ 1,812</u>	<u>\$ 69,044</u>	<u>\$ 70,856</u>

City of Texarkana, Texas
Balance Sheet
Component Unit – Health Center
September 30, 2024

ASSETS

Cash	\$ 1,144,753
Receivables (net of allowance for uncollectible)	
Accounts	48
Other government agencies	188,966

TOTAL ASSETS

\$ 1,333,767

LIABILITIES AND FUND BALANCES

Liabilities	
Accounts payable	\$ 19,505
Accrued payroll	15,753
Due to primary government	86
TOTAL LIABILITIES	<u>35,344</u>

Fund balances

Restricted	1,298,423
TOTAL FUND BALANCES	<u>1,298,423</u>

TOTAL LIABILITIES AND FUND BALANCES

\$ 1,333,767

City of Texarkana, Texas
Reconciliation of the Balance Sheet of Discretely Presented Component Unit to the Statement of
Net Position Component Unit – Health Center
September 30, 2024

Total discretely presented component unit fund balance	\$ 1,298,423
Amounts reported for governmental discretely presented component units in the statement of net position are different because:	
Capital assets used in governmental activities are not financial resources and, therefore, are not reported at the fund level.	<u>320,807</u>
Net position of discretely presented component unit	<u>\$ 1,619,230</u>

City of Texarkana, Texas
Statement of Revenues, Expenditures, and Changes in Fund Balance – Component Unit –
Health Center
Year Ended September 30, 2024

REVENUES

Charges for services	\$	207,687
Grants and entitlements		750,634
Investment earnings		
Interest and dividends		46,301
Intergovernmental		311,585
Other		26
Total Revenues		<u>1,316,233</u>

EXPENDITURES

Current		
Health and welfare		1,228,192
Total Expenditures		<u>1,228,192</u>

Net Change in Fund Balance 88,041

Fund Balance at Beginning of Year 1,210,382

Fund Balance at End of Year \$ 1,298,423

City of Texarkana, Texas
Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances of
the Discretely Presented Component Unit to the Statement of Activities – Component Unit –
Health Center
Year Ended September 30, 2024

Amounts reported for the discretely presented component unit in the statement of activities are different because

Net change in fund balances – total discretely presented component unit	\$	88,041
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Governmental discretely presented component units report capital outlays as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the effect of those differences reported at the fund level.	(36,148)
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The statement of activities reports a gain or loss of the sale of the assets based on the proceeds received and the net book value of the assets at the time of disposal. This amount is the net effect of the difference between the cost of assets disposed and the accumulated depreciation of assets disposed.	-
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Change in net position of governmental discretely presented component unit	\$	51,893
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Statistical Section

This part of the City of Texarkana, Texas' comprehensive annual financial report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information say about the City's overall financial health. Unless otherwise noted, the information in these schedules is derived from the comprehensive annual financial reports for the relevant year.

Financial Trends – Schedule 1 through Schedule 6 – These schedules contain trend information to help the reader understand how the City's financial performance and well-being have changed over time.

Revenue Capacity – Schedule 7 through Schedule 14 – These schedules contain information to help the reader assess the City's most significant local revenue sources, including property taxes and water and sewer revenue.

Debt Capacity – Schedule 15 through Schedule 19 – These schedules present information to help the reader assess the affordability of the City's current levels of outstanding debt and the City's ability to issue additional debt in the future.

Demographic and Economic Information – Schedule 20 through Schedule 21 – These schedules offer demographic and economic indicators to help the reader understand the environment within which the City's financial activities take place.

Operating Information – Schedule 22 through Schedule 24 – These schedules contain service and infrastructure data to help the reader understand how the information in the City's financial report relates to the services the City provides and the activities it performs.

City of Texarkana, Texas
Statistical Section
Net Position by Component
Last Ten Fiscal Years
Schedule 1

	Fiscal Year			
	2015	2016	2017	2018
Governmental activities:				
Net invested in capital assets	\$ 85,106,547	\$ 85,391,477	\$ 86,912,466	\$ 88,593,873
Restricted	4,277,958	4,342,782	12,305,856	8,726,421
Unrestricted	4,979,007	4,051,074	(950,495)	459,243
Total governmental activities net position	<u>\$ 94,363,512</u>	<u>\$ 93,785,333</u>	<u>\$ 98,267,827</u>	<u>\$ 97,779,537</u>
Business-type activities:				
Net invested in capital assets	\$ 58,283,054	\$ 58,709,850	\$ 59,720,017	\$ 59,005,503
Restricted	10,183,541	8,914,641	7,062,511	4,801,378
Unrestricted	(314,620)	2,757,977	5,602,110	4,245,709
Total business-type activities net position	<u>\$ 68,151,975</u>	<u>\$ 70,382,468</u>	<u>\$ 72,384,638</u>	<u>\$ 68,052,590</u>
Primary government				
Net invested in capital assets	\$ 143,389,601	\$ 144,101,327	\$ 146,632,483	\$ 147,599,376
Restricted	14,461,499	13,257,423	19,368,367	13,527,799
Unrestricted	4,664,387	6,809,051	4,651,615	4,704,952
Total primary government net position	<u>\$ 162,515,487</u>	<u>\$ 164,167,801</u>	<u>\$ 170,652,465</u>	<u>\$ 165,832,127</u>

City of Texarkana, Texas
Statistical Section
Net Position by Component
Last Ten Fiscal Years
Schedule 1

(Continued)

Fiscal Year					
2019	2020	2021	2022	2023	2024
\$ 90,171,459	\$ 91,034,859	\$ 91,545,250	\$ 93,235,726	\$ 96,891,657	\$ 99,950,227
6,257,365	10,970,829	11,993,615	11,279,890	29,751,487	40,790,842
(290,772)	(2,782,965)	12,167,974	27,889,699	17,578,251	23,594,480
<u>\$ 96,138,052</u>	<u>\$ 99,222,723</u>	<u>\$ 115,706,839</u>	<u>\$ 132,405,315</u>	<u>\$ 144,221,395</u>	<u>\$ 164,335,549</u>
\$ 58,371,989	\$ 58,690,456	\$ 58,067,071	\$ 57,597,165	\$ 58,166,584	\$ 53,887,695
-	-	-	-	-	-
10,551,212	10,816,275	13,402,989	15,862,922	18,423,253	27,112,711
<u>\$ 68,923,201</u>	<u>\$ 69,506,731</u>	<u>\$ 71,470,060</u>	<u>\$ 73,460,087</u>	<u>\$ 76,589,837</u>	<u>\$ 81,000,406</u>
\$ 148,543,448	\$ 149,725,315	\$ 149,612,321	\$ 150,832,891	\$ 155,058,241	\$ 153,837,922
6,257,365	10,970,829	11,993,615	11,279,890	29,751,487	40,790,842
10,260,440	8,033,310	25,570,963	43,752,621	36,001,504	50,707,191
<u>\$ 165,061,253</u>	<u>\$ 168,729,454</u>	<u>\$ 187,176,899</u>	<u>\$ 205,865,402</u>	<u>\$ 220,811,232</u>	<u>\$ 245,335,955</u>

City of Texarkana, Texas
Statistical Section
Changes in Net Position
Last Ten Fiscal Years
Schedule 2

	Fiscal Year			
	2015	2016	2017	2018
Net (Expense)/Revenue				
Governmental activities	\$ (32,502,506)	\$ (36,168,572)	\$ (36,423,500)	\$ (37,645,905)
Business-type activities	(168,785)	1,079,845	760,456	1,512,720
Total primary government net expense	<u>\$ (32,671,291)</u>	<u>\$ (35,088,727)</u>	<u>\$ (35,663,044)</u>	<u>\$ (36,133,185)</u>
General Revenues and Other Changes in Net Position				
Governmental activities				
Property taxes	\$ 16,450,285	\$ 16,304,576	\$ 15,979,531	\$ 17,441,622
Sales taxes	14,735,398	15,164,177	15,899,829	15,693,696
Franchise taxes	2,006,662	1,970,362	1,789,518	1,724,035
Other taxes	1,248,856	1,273,131	1,661,189	1,468,143
Unrestricted investment earnings	88,788	107,914	105,702	254,679
Gain on sale of capital assets	-	89,385	-	-
Miscellaneous	169,481	180,820	135,724	4,283,822
Intergovernmental	-	-	-	-
Transfers	18,900	18,900	18,900	39,997
Total governmental activities	<u>34,718,370</u>	<u>35,109,265</u>	<u>35,590,393</u>	<u>40,905,994</u>
Business-type activities				
Unrestricted investment earnings	62,088	60,910	60,226	152,275
Miscellaneous	1,055,847	1,140,886	1,109,322	1,129,436
Transfers	(18,900)	(18,900)	(18,900)	(39,997)
Total business-type activities program revenues	<u>1,099,035</u>	<u>1,182,896</u>	<u>1,150,648</u>	<u>1,241,714</u>
Change in Net Position				
Governmental activities	2,215,864	(1,059,307)	(833,107)	3,260,089
Business-type activities	930,250	2,262,741	1,911,104	2,754,434
Total primary government	<u>\$ 3,146,114</u>	<u>\$ 1,203,434</u>	<u>\$ 1,077,997</u>	<u>\$ 6,014,523</u>

**City of Texarkana, Texas
Statistical Section
Changes in Net Position
Last Ten Fiscal Years
Schedule 2**

(Continued)

Fiscal Year					
2019	2020	2021	2022	2023	2024
\$ (40,189,277)	\$ (35,743,591)	\$ (30,478,981)	\$ (33,001,096)	\$ (37,322,208)	\$ (32,348,726)
<u>(826,785)</u>	<u>(3,830,671)</u>	<u>(1,852,254)</u>	<u>1,621,864</u>	<u>1,091,405</u>	<u>1,993,288</u>
<u>\$ (41,016,062)</u>	<u>\$ (39,574,262)</u>	<u>\$ (32,331,235)</u>	<u>\$ (31,379,232)</u>	<u>\$ (36,230,803)</u>	<u>\$ (30,355,438)</u>
\$ 17,432,676	\$ 17,867,578	\$ 17,851,383	\$ 18,498,814	\$ 19,961,801	\$ 21,310,807
16,446,745	16,807,951	19,464,684	20,834,260	21,867,253	22,007,965
1,844,779	1,678,268	1,733,108	1,694,525	1,718,014	1,628,227
1,630,377	1,666,183	1,929,547	2,065,314	2,167,716	2,181,664
545,540	564,439	435,052	768,185	2,932,175	4,061,361
-	-	-	-	-	-
511,629	878,642	1,074,823	1,299,743	1,674,639	1,741,655
-	-	4,702,009	4,702,099	-	-
<u>6,018,900</u>	<u>(634,799)</u>	<u>(227,508)</u>	<u>(163,277)</u>	<u>(1,183,310)</u>	<u>(468,799)</u>
<u>44,430,646</u>	<u>38,828,262</u>	<u>46,963,098</u>	<u>49,699,663</u>	<u>49,138,288</u>	<u>52,462,880</u>
171,431	247,600	117,484	204,886	855,035	1,948,482
1,181,071	3,531,802	3,470,592	-	-	-
<u>(6,018,900)</u>	<u>634,799</u>	<u>227,508</u>	<u>163,277</u>	<u>1,183,310</u>	<u>468,799</u>
<u>(4,666,398)</u>	<u>4,414,201</u>	<u>3,815,584</u>	<u>368,163</u>	<u>2,038,345</u>	<u>2,417,281</u>
4,241,369	3,084,671	16,484,117	16,698,567	11,816,080	20,114,154
<u>(5,493,183)</u>	<u>583,530</u>	<u>1,963,330</u>	<u>1,990,027</u>	<u>3,129,750</u>	<u>4,410,569</u>
<u>\$ (1,251,814)</u>	<u>\$ 3,668,201</u>	<u>\$ 18,447,447</u>	<u>\$ 18,688,594</u>	<u>\$ 14,945,830</u>	<u>\$ 24,524,723</u>

City of Texarkana, Texas
Statistical Section
Program Revenues by Function/Program
Last Ten Fiscal Years
Schedule 3

	Program Revenues				
	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>
Function/ Program					
Governmental activities					
General government	\$ 1,436,416	\$ 408,024	\$ 1,466,198	\$ 1,500,537	\$ 1,089,480
Public safety	2,502,162	2,112,647	2,542,648	2,663,396	2,104,102
Public works	564,645	425,131	454,190	581,768	450,158
Parks and recreation	304,110	295,790	336,621	277,088	239,364
Health and welfare	733,190	1,081,775	875,436	1,494,190	879,090
Subtotal governmental activities	<u>5,540,523</u>	<u>4,323,367</u>	<u>5,675,093</u>	<u>6,516,979</u>	<u>4,762,194</u>
Business-type activities					
Water and sewer	15,567,241	16,814,649	17,170,081	17,685,938	16,768,896
Subtotal business-type activities	<u>15,567,241</u>	<u>16,814,649</u>	<u>17,170,081</u>	<u>17,685,938</u>	<u>16,768,896</u>
Total primary government	<u>\$21,107,764</u>	<u>\$ 21,138,016</u>	<u>\$ 22,845,174</u>	<u>\$ 24,202,917</u>	<u>\$ 21,531,090</u>

City of Texarkana, Texas
Statistical Section
Program Revenues by Function/Program
Last Ten Fiscal Years
Schedule 3

(Continued)

Program Revenues				
2020	2021	2022	2023	2024
\$ 583,372	\$ 637,597	\$ 2,169,519	\$ 4,105,141	\$ 7,629,028
1,348,552	1,473,903	2,944,570	5,550,886	9,003,891
277,207	302,974	1,215,358	1,232,005	2,044,851
177,914	194,451	249,455	368,967	412,910
202,616	221,450	1,053,942	1,032,139	1,775,389
<u>2,589,661</u>	<u>2,830,375</u>	<u>7,632,844</u>	<u>12,289,138</u>	<u>20,866,069</u>
16,792,121	17,406,402	23,970,263	27,970,761	31,264,900
<u>16,792,121</u>	<u>17,406,402</u>	<u>23,970,263</u>	<u>27,970,761</u>	<u>31,264,900</u>
<u>\$ 19,381,782</u>	<u>\$ 20,236,777</u>	<u>\$ 31,603,107</u>	<u>\$ 40,259,899</u>	<u>\$ 52,130,969</u>

City of Texarkana, Texas
Statistical Section
Fund Balance, Governmental Funds
Last Ten Fiscal Years
Schedule 4

	Fiscal Year				
	2015	2016	2017	2018	2019
General Fund					
Nonspendable	\$ 88,297	\$ 90,247	\$ 91,371	\$ 90,274	\$ 88,838
Restricted	675,143	648,797	658,975	689,749	725,081
Committed	-	20,848	-	-	-
Assigned	268,073	145,932	149,274	9,247,919	4,770,190
Unassigned	10,511,161	12,003,407	13,215,235	8,655,483	9,846,341
Total General Fund	<u>\$ 11,542,674</u>	<u>\$ 12,909,231</u>	<u>\$ 14,114,855</u>	<u>\$ 18,683,425</u>	<u>\$ 15,430,450</u>
All Other Governmental Funds					
Nonspendable					
Special revenue fund	\$ 411,561	\$ 353,067	\$ 380,453	\$ 372,047	\$ 599,833
Restricted					
Special revenue fund	568,030	882,022	953,099	1,724,450	3,889,715
Debt service fund		76,937	22,502	206,784	392,006
Capital projects fund	2,806,712	2,422,336	9,736,141	5,306,583	4,564,432
Committed					
Special revenue fund	1,267,865	1,372,641	887,434	3,277,171	1,443,943
Assigned					
Special revenue fund	1,102,850	1,528,344	1,933,041	809,864	819,933
Unassigned					
Special revenue fund	(94,755)	(173,131)	(221,313)	(139,103)	(120,784)
Debt service fund	(173,968)	-	-	-	-
Capital projects fund	(31,268)	-	-	-	-
Total all other governmental funds	<u>\$ 5,857,027</u>	<u>\$ 6,462,216</u>	<u>\$ 13,691,357</u>	<u>\$ 11,557,796</u>	<u>\$ 11,589,078</u>

City of Texarkana, Texas
Statistical Section
Fund Balance, Governmental Funds
Last Ten Fiscal Years
Schedule 4

(Continued)

Fiscal Year				
2020	2021	2022	2023	2024
\$ -	\$ -	\$ -	\$ -	\$ -
-	4,878	5,180	12,478	8,362
-	-	-	-	-
5,088,959	9,358,748	16,054,712	21,890,252	22,763,979
13,796,333	18,307,622	20,978,636	18,047,149	20,240,902
<u>\$ 18,885,292</u>	<u>\$ 27,671,248</u>	<u>\$ 37,038,528</u>	<u>\$ 39,949,879</u>	<u>\$ 43,013,243</u>
\$ 2,532,445	\$ 3,412,246	\$ 2,081,499	\$ 3,481,994	\$ 3,976,405
5,153,324	3,044,429	6,148,169	7,609,738	9,305,016
366,388	349,310	84,604	352,582	1,075,692
8,664,562	4,868,436	3,774,210	21,776,689	30,401,772
1,714,299	1,931,875	2,115,732	2,395,363	2,414,035
878,046	756,696	772,719	722,985	784,231
(2,423,508)	(1,265,200)	(14)	(1,407,985)	(1,407,976)
-	-	-	-	-
-	-	-	-	-
<u>\$ 16,885,556</u>	<u>\$ 13,097,792</u>	<u>\$ 14,976,919</u>	<u>\$ 34,931,366</u>	<u>\$ 46,549,175</u>

City of Texarkana, Texas
Statistical Section
Changes in Fund Balance, Governmental Funds
Last Ten Fiscal Years
Schedule 5

	Fiscal Year			
	2015	2016	2017	2018
REVENUES				
Taxes	\$ 34,290,500	\$ 35,562,155	\$ 36,156,991	\$ 37,452,474
Fees and permits	726,386	579,704	596,610	554,698
Charges for services	377,102	868,486	956,020	983,120
Municipal court	2,023,923	1,671,117	1,733,350	1,826,561
Grants and entitlements	369,114	258,240	708,218	1,726,751
Interest and dividends	82,785	96,316	180,985	494,331
Intergovernmental	1,006,232	923,001	633,866	1,081,302
Other	357,902	632,649	556,701	483,478
Total revenues	<u>39,233,944</u>	<u>40,591,668</u>	<u>41,522,741</u>	<u>44,602,715</u>
EXPENDITURES				
Current				
General government	6,500,409	7,144,935	7,789,701	8,295,387
Public safety	14,900,200	14,033,527	14,989,492	15,305,697
Public works	4,674,794	5,069,600	5,149,470	5,142,191
Parks and recreation	2,429,448	2,428,568	2,381,295	2,437,334
Health and welfare	1,073,624	1,483,091	1,286,529	1,586,089
Miscellaneous	-	-	-	-
Capital outlay	5,152,652	3,136,260	9,459,729	8,593,001
Debt service				
Principal retirement	3,639,164	3,643,800	3,730,323	3,791,639
Interest and fiscal charges	1,939,214	1,851,466	1,538,361	2,102,754
Bond issuance costs	-	-	449,593	-
Total expenditures	<u>40,309,505</u>	<u>38,791,247</u>	<u>46,774,493</u>	<u>47,254,092</u>
Excess (deficiency) of revenues over expenditures	<u>(1,075,561)</u>	<u>1,800,421</u>	<u>(5,251,752)</u>	<u>(2,651,377)</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	1,089,860	1,621,310	2,171,120	7,366,390
Transfers out	(2,186,683)	(2,627,481)	(3,052,626)	(2,436,585)
Proceeds from issuance of debt	-	-	-	-
Bonds issued	-	-	23,250,000	-
Payments to refunded bond escrow agent	-	-	(9,792,779)	-
Bond premium	-	-	1,110,802	-
Capital lease	86,851	1,177,496	-	156,581
Total other financing sources (uses)	<u>(1,009,972)</u>	<u>171,325</u>	<u>13,686,517</u>	<u>5,086,386</u>
Net change in fund balances	<u>\$ (2,085,533)</u>	<u>\$ 1,971,746</u>	<u>\$ 8,434,765</u>	<u>\$ 2,435,009</u>
Debt service as a percentage of noncapital expenditures	15.9%	15.4%	14.1%	15.2%

City of Texarkana, Texas
Statistical Section
Changes in Fund Balance, Governmental Funds
Last Ten Fiscal Years
Schedule 5

(Continued)

Fiscal Year					
2019	2020	2021	2022	2023	2024
\$ 37,582,888	\$ 38,279,599	\$ 41,782,134	\$ 40,744,793	\$ 43,782,711	\$ 45,957,256
724,420	548,957	427,598	567,147	1,966,459	1,141,126
1,095,467	1,099,773	1,037,669	1,155,950	1,237,870	1,476,985
1,422,961	943,011	599,736	1,043,046	1,235,227	1,050,592
745,989	1,793,192	1,583,239	-	-	-
700,925	539,518	414,628	627,031	2,815,952	3,912,945
913,126	920,911	7,128,675	7,028,013	1,553,162	2,327,408
746,008	1,014,318	1,324,107	3,167,967	3,783,605	4,148,629
<u>43,931,784</u>	<u>45,139,279</u>	<u>54,297,786</u>	<u>54,333,947</u>	<u>56,374,986</u>	<u>60,014,941</u>
7,753,710	7,223,505	7,795,281	8,474,675	8,958,264	11,949,151
15,503,976	15,935,509	11,653,823	9,961,148	16,924,281	18,006,692
5,443,261	4,986,705	5,220,381	5,883,180	5,723,494	5,470,343
2,708,328	2,742,918	2,860,944	3,150,825	3,782,728	3,810,742
1,192,402	882,349	5,715,591	7,767,601	1,114,074	1,441,364
-	4,363	-	-	-	137,212
3,717,535	5,424,271	6,449,327	3,747,529	7,529,399	10,629,287
8,106,130	4,055,256	4,267,631	4,191,419	4,632,096	5,111,270
1,929,912	1,636,949	1,373,439	1,257,341	1,818,602	2,365,324
-	-	-	20,449	-	-
<u>46,355,254</u>	<u>42,891,825</u>	<u>45,336,417</u>	<u>44,454,167</u>	<u>50,482,938</u>	<u>58,921,385</u>
<u>(2,423,470)</u>	<u>2,247,454</u>	<u>8,961,369</u>	<u>9,879,780</u>	<u>5,892,048</u>	<u>1,093,556</u>
6,506,530	2,769,947	1,848,480	4,926,969	2,477,018	1,822,148
(7,345,117)	(4,074,595)	(2,912,307)	(6,459,692)	(5,978,268)	(3,160,312)
-	663,110	-	-	20,475,000	14,925,781
-	13,575,000	-	-	-	-
-	(6,815,689)	-	-	-	-
-	356,018	-	-	-	-
40,364	30,075	-	-	-	-
<u>(798,223)</u>	<u>6,503,866</u>	<u>(1,063,827)</u>	<u>(1,532,723)</u>	<u>16,973,750</u>	<u>13,587,617</u>
<u>\$ (3,221,693)</u>	<u>\$ 8,751,320</u>	<u>\$ 7,897,542</u>	<u>\$ 8,347,057</u>	<u>\$ 22,865,798</u>	<u>\$ 14,681,173</u>
23.5%	15.2%	14.5%	13.4%	15.0%	15.5%

City of Texarkana, Texas
Statistical Section
Tax Revenue by Source, Governmental Funds
Last Ten Fiscal Years
Schedule 6

Fiscal Year	Property	Sales and Use	Franchise	Other	Total
2015	\$ 15,886,472	\$15,164,177	\$1,891,699	\$1,348,152	\$34,290,500
2016	16,186,609	15,899,829	1,868,181	1,607,536	35,562,155
2017	17,178,991	15,693,696	1,724,035	1,560,269	36,156,991
2018	17,510,391	16,446,745	1,844,778	1,650,560	37,452,474
2019	17,920,441	16,241,666	1,810,734	1,610,047	37,582,888
2020	18,127,196	16,807,951	1,678,268	1,666,184	38,279,599
2021	18,654,795	19,464,683	1,733,108	1,929,548	41,782,134
2022	17,845,219	20,910,472	1,694,525	1,989,102	42,439,318
2023	19,747,742	21,867,253	1,718,014	2,167,716	45,500,725
2024	21,767,627	21,796,929	1,628,227	2,392,700	47,585,483
Percentage change	10.23%	-0.32%	-5.23%	10.38%	4.58%



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City of Texarkana, Texas
Statistical Section
Assessed and Estimated Actual Value of Taxable Property
(per \$100 of assessed value)
Last Ten Fiscal Years
Schedule 7

Fiscal Year	Tax Roll Year	Personal Property Assessed Value	Real Property Assessed Value	Total Property Assessed Value	Tax Rate (1)	Gross Tax Levy
2015	2014	\$ 369,666,514	\$ 2,089,129,528	\$ 2,458,796,042	0.669293	\$ 16,456,550
2016	2015	385,406,566	2,089,714,475	2,475,121,041	0.669293	16,565,812
2017	2016	409,551,523	2,117,305,243	2,526,856,766	0.700000	17,687,997
2018	2017	406,030,360	2,150,060,844	2,556,091,204	0.700000	17,892,638
2019	2018	403,949,371	2,200,563,940	2,604,513,311	0.700000	18,231,593
2020	2019	404,959,120	2,240,086,326	2,645,045,446	0.700000	18,515,318
2021	2020	406,005,575	2,318,140,024	2,724,145,599	0.700000	19,069,019
2022	2021	384,803,947	2,413,883,331	2,798,687,278	0.650000	18,191,467
2023	2022	409,599,198	2,720,279,514	3,129,878,712	0.650000	20,344,217
2024	2023	475,371,265	2,991,583,460	3,466,954,725	0.650000	22,535,213

Note:

(1) Tax rate per \$100 of assessed value.

City of Texarkana, Texas
Statistical Section
Assessed and Estimated Actual Value of Taxable Property
(per \$100 of assessed value)
Last Ten Fiscal Years
Schedule 7

(Continued)

	Frozen Items & Late Penalty Gain	Total Tax Levy	Adjustments	Adjusted Tax Levy	Tax Distribution	
					General Fund	Debt Service
\$	(456,263)	\$16,000,287	\$ (191,570)	\$ 15,808,717	\$ 10,832,450	\$ 4,976,267
	(453,708)	16,112,104	(60,396)	16,051,708	11,282,816	4,768,892
	(501,103)	17,186,894	30,201	17,217,095	12,781,676	4,435,419
	(479,985)	17,412,654	(24,226)	17,388,428	12,398,892	4,989,535
	(478,145)	17,753,448	(11,080)	17,742,368	13,793,424	3,948,944
	(511,103)	18,004,215	(38,738)	17,965,477	14,082,367	3,883,113
	(566,695)	18,502,333	(30,442)	18,471,891	14,838,206	3,633,685
	(472,228)	17,719,245	873	17,720,118	14,295,909	3,424,208
	(670,821)	19,673,396	(77,386)	19,596,009	14,103,429	5,492,580
	(896,397)	21,638,816	2,087	21,640,903	14,404,817	7,236,085

City of Texarkana, Texas
Statistical Section
District and Overlapping Property Tax Rates
(per \$100 of assessed value)
Last Ten Fiscal Years
Schedule 8

<u>City Direct Rates</u>			
<u>Fiscal Year</u>	<u>General</u>	<u>General Obligation Debt Service</u>	<u>Total City Direct Rate</u>
2015	0.458613	0.21068	0.669293
2016	0.470449	0.198844	0.669293
2017	0.519668	0.180332	0.700000
2018	0.499138	0.200862	0.700000
2019	0.5442	0.1558	0.700000
2020	0.548700	0.151300	0.700000
2021	0.562300	0.137700	0.700000
2022	0.524395	0.125605	0.650000
2023	0.467811	0.182189	0.650000
2024	0.432659	0.217341	0.650000

Source: Bowie Central Appraisal District

notes: Overlapping rates are those of local and county governments that apply to the property owners within the City of Texarkana, Texas. Not all overlapping rates apply to all City property owners.

City of Texarkana, Texas
Statistical Section
District and Overlapping Property Tax Rates
(per \$100 of assessed value)
Last Ten Fiscal Years
Schedule 8

(Continued)

Texarkana Independent School District	Overlapping Rates				
	Bowie County	Texarkana College	Liberty- Eylau Independent School District	Pleasant Grove Independent School District	Red Lick Independent School District
1.425	0.3992	0.105267	1.26100	1.44	
1.425	0.3992	0.105267	1.26100	1.44	
1.425	0.4243	0.110718	1.37000	1.44	
1.425	0.4243	0.118115	1.37000	1.44	
1.425	0.0424	0.118115	1.37000	1.46	1.18
1.323	0.0424	0.123081	1.26840	1.38	1.11
1.310	0.4243	0.123081	1.25470	1.37	1.09
1.307	0.4243	0.123081	1.25000	1.36	1.09
1.198	0.4249	0.114295	1.15630	1.27	1.09
1.211	0.3969	0.109639	0.95760	1.10	1.09

**City of Texarkana, Texas
Statistical Section
Principal Property Taxpayers
Current Year and Nine Years Ago
Schedule 9**

Name of Taxpayer	2024 (1)			2015 (2)		
	2023 Taxable Valuation	Rank	Percentage of Total Assessed Taxable Valuation	2014 Taxable Valuation	Rank	Percentage of Total Assessed Taxable Valuation
			\$ 3,466,954,725			\$ 2,458,796,042
AEP Southwestern Electric Power Co.	\$ 39,321,022	1	1.13%	\$ 21,344,317	3	0.87%
Christus Health Ark La Tx	24,733,640	2	0.71%	22,698,047	2	0.92%
LPG Apartments LP	19,968,000	3	0.58%	12,261,516	5	0.50%
Sterno Candle Lamp	19,621,176	4	0.57%	12,152,238	6	
Patmos Holding LLC	14,647,301	5	0.42%			
Central Mall Texar Realty Hold	12,679,833	6	0.37%			
PH OP Pkgs, LLC	12,433,240	7	0.36%			
William Gregg Orr	12,328,506	8	0.36%	11,845,056	7	0.48%
Union Pacific Railroad Co	11,284,464	9	0.33%			
Ledwell & Son Enterprises	10,606,554	10	0.31%			
GG&A Central Mall Partners				31,250,308	1	1.27%
Arden Texarkana LLC						0.00%
Waggoner Creek Crossing LP				11,554,532	8	0.47%
Arklatex Real Estate LP				13,352,450	4	0.54%
Walmart Stores #01-2123				11,000,000	9	0.45%
Encore MF Texarkana LP				10,108,613	10	0.41%
	<u>\$ 177,623,736</u>		<u>5.14%</u>	<u>\$ 157,567,077</u>		<u>6.41%</u>

(1) Per Top 10 Taxpayers Report from BCAD (reported at taxable value)
(2) Per CAFR document for applicable fiscal year

**City of Texarkana, Texas
Statistical Section
Property Tax Levies and Collections
Last Ten Fiscal Years
Schedule 10**

Fiscal Year	Tax Roll Year	Total Adjusted Tax Levy	Collected Within the Fiscal Year of the Levy		Collections in Subsequent Years	Total Collections to Date	
			Amount	Percentage		Amount	Percentage
2015	2014	\$15,808,717	\$ 15,452,342	97.75%	\$ 318,069	\$15,770,411	99.76%
2016	2015	16,051,708	15,748,536	98.11%	266,013	16,014,549	99.77%
2017	2016	17,217,095	16,814,025	97.66%	360,501	17,174,526	99.75%
2018	2017	17,388,427	17,037,845	97.98%	299,743	17,337,588	99.71%
2019	2018	17,742,368	17,400,106	98.07%	280,253	17,680,359	99.65%
2020	2019	18,471,891	17,674,056	98.38%	222,268	17,896,324	96.88%
2021	2020	18,471,891	18,227,623	98.68%	171,990	18,399,613	99.61%
2022	2021	17,720,118	17,470,102	98.59%	155,032	17,625,134	99.46%
2023	2022	19,596,009	19,303,277	98.51%	138,437	19,441,714	99.21%
2024	2023	21,640,903	21,269,632	98.28%	-	21,269,632	-

Ad valorem taxes are levied on October 1 of each year.

Source – September certified jurisdiction report

City of Texarkana, Texas
Statistical Section
Direct and Overlapping Sales Tax Rates
(per \$100 of assessed value)
Last Ten Fiscal Years
Schedule 11

<u>Fiscal Year</u>	<u>City Direct Rate</u>	<u>Bowie County</u>
2015	1.50%	0.50%
2016	1.50%	0.50%
2017	1.50%	0.50%
2018	1.50%	0.50%
2019	1.50%	0.50%
2020	1.50%	0.50%
2021	1.50%	0.50%
2022	1.50%	0.50%
2023	1.50%	0.50%
2024	1.50%	0.50%

Source: Texas Comptroller Website



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City of Texarkana, Texas
Statistical Section
Water Sold by Type of Customer – Texarkana, Texas Water Utilities
(in thousands of gallons)
Last Ten Fiscal Years
Schedule 12

Type of Customer	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Residential	1,376,505	1,287,088	1,188,352	1,309,564	1,274,485	1,469,904	1,348,391	899,865	1,065,905	1,335,421
Commercial	951,031	973,341	904,554	956,902	940,855	939,774	898,927	878,972	1,024,104	1,389,928
Member Cities	817,986	850,476	872,256	1,137,326	1,039,938	1,083,498	1,087,940	1,012,043	981,422 ⁽¹⁾	977,426 ⁽¹⁾
Wholesale	918,397	995,876	1,021,527	742,249	733,093	710,133 ⁽¹⁾	758,998 ⁽¹⁾	988,423 ⁽¹⁾	982,741	784,958
Total	4,063,919	4,106,781	3,986,689	4,146,041	3,988,371	4,203,309	4,094,256	3,779,303	4,054,172	4,487,733
Total Direct Rate per 1,000 Gallons										
Residential ⁽²⁾	3.01	3.01								
>0–2,000			1.75	1.75	1.80	1.80	1.80	1.80	1.80	2.15
>2,000–5,000			2.00	2.00	2.06	2.06	2.06	2.06	2.10	2.55
>5,000–7,000			3.25	3.25	3.34	3.34	3.34	3.34	3.34	3.76
>7,000–10,000			3.75	3.75	3.86	3.86	3.86	3.86	3.92	4.48
>10,000			4.00	4.00	4.11	4.11	4.11	4.11	4.32	5.11
Commercial (2)	2.26	2.26								
>0–2,000			3.25	3.25	3.341	3.34	3.34	3.34	3.34	3.99
>2,000–5,000			3.25	3.25	3.341	3.34	3.34	3.34	3.68	4.47
>5,000–7,000			3.25	3.25	3.341	3.34	3.34	3.34	4.05	5.01
>7,000–10,000			3.25	3.25	3.341	3.34	3.34	3.34	4.45	5.61
>10,000			3.25	3.25	3.341	3.34	3.34	3.34	4.90	6.28
Member Cities	0.7275	0.7986	0.8109	0.8914	0.9006	0.9389	0.9302	0.9302	1.0043	1.2606

(1) Includes TexAmericas Center usage of 231,851 (in 000's) since pass-through usage serving RRAD is billed at Member City consensus rate.

(2) TWU adopted tiered structure for water rates during FY 2016.

City of Texarkana, Texas
Statistical Section
Water and Sewer Rates – Texarkana, Texas Water Utilities
Last Ten Fiscal Years
Schedule 13

<u>Fiscal Year</u>	<u>Water</u>		<u>Sewer</u>	
	<u>Monthly Minimum 2,000 Gals</u>	<u>Rate per 1,000 Gals Over Minimum</u>	<u>Monthly Minimum 2,000 Gals</u>	<u>Rate per 1,000 Gals Over Minimum</u>
Residential				
2015	8.15	3.01	10.52	3.77
2016	8.15	(3)	10.52	3.77
2017	8.15	(3)	10.52	3.77
2018	8.15	(3)	10.52	3.77
2019	8.38	(3)	10.81	3.88
2020	8.38	(3)	10.81	3.88
2021	8.38	(3)	10.81	3.88
2022	8.38	(3)	10.81	3.88
2023	9.50	(3)	12.00	4.35
2024	10.00	(3)	12.50	4.35
>0–2,000		2.15		
>2,000–5,000		2.55		
>5,000–7,000		3.76		
>7,000–10,000		4.48		
>10,000		5.11		
Commercial				
2015	9.28	2.26	10.52	4.41
2016	9.28	(3)	10.52	4.41
2017	9.28	(3)	10.52	4.41
2018	9.28	(3)	10.52	4.41
2019	9.54	(3)	10.81	4.53
2020	9.54	(3)	10.81	4.53
2021	9.54	(3)	10.81	4.53
2022	9.54	(3)	10.81	4.53
2023	11.00	(3)	12.00	5.09
2024	11.50	(3)	12.50	5.26
>0–2,000		3.99		
>2,000–5,000		4.47		
>5,000–7,000		5.01		
>7,000–10,000		5.61		
>10,000		6.28		

Note: (3) TWU adopted tiered structure for water rates during FY2016

City of Texarkana, Texas
Statistical Section
Principal Water and Sewer Revenue Rates – Texarkana, Texas Water Utilities
Current Year and Nine Years Ago
Schedule 14

Payer	2024			2015		
	Rank (1)	Water & Sewer Revenue	Percentage of Total Water & Sewer Revenue	Rank (1)	Water & Sewer Revenue	Percentage of Total Water & Sewer Revenue
Christus St Michael Hospital	1	\$ 1,166,197	6.07%	2	\$ 303,042	2.61%
TCI (Alcoa)	2	605,666	3.15%			
Federal Correctional Institute	3	1,321,484	6.87%	1	615,350	5.30%
Wadley Hospital	4	298,408	1.55%	3	138,630	1.19%
TISD	5	365,467	1.90%	5	153,639	1.32%
West Fraser	8	177,423	0.92%	9	47,472	0.41%
Lasalle/Bowie County Jail	6	380,511	1.98%	7	149,823	1.29%
City of Texarkana, TX	9	159,142	0.83%	6	106,558	0.92%
Creekside Holdings, LLC	7	249,293	1.27%			
Pecan Ridge @ Rosehill	10	153,758	0.80%			
Texarkana Housing Authority				4	231,814	2.00%
Westridge Apartments				8	112,221	0.97%
Texarkana College				10	63,480	0.55%
Totals		\$ 4,877,349	25.34%		\$ 1,922,029	16.56%

(1) Ranking is computed based on consumption (number of gallons), not revenue.

City of Texarkana, Texas
Statistical Section
Ratios of Outstanding Debt by Type
Last Ten Fiscal Years
Schedule 15

Fiscal Year	Governmental Activities						Business-Type Activities				
	General Obligation Bonds	Certificates of Obligation	Issuance Premiums	Notes Payable	Loans Payable	SBITA Liability	Water Revenue Bonds	Loans Payable	Total Primary Government	Percentage of Personal Income(1)	Per Capita(1)
2015	\$ 25,298,564	\$24,131,334	\$ -	\$ -	\$ 96,864	\$ -	\$ 3,727,670	\$4,516,570	\$57,771,002	6.33%	1,526
2016 (1)	22,741,681	22,987,860	-	-	106,088	-	3,325,000	4,132,943	53,293,572	5.80%	1,409
2017 (2)	29,249,798	22,934,384	-	-	64,230	-	2,890,000	3,731,217	58,869,629	6.10%	1,554
2018	24,395,000	26,515,000	-	-	150,578	-	2,645,000	3,307,628	57,013,206	5.93%	1,508
2019	18,335,000	24,705,000	-	-	114,215	-	2,395,000	2,866,638	48,415,853	5.12%	1,290
2020 (3)(4)	23,690,000	22,470,000	-	362,743	93,880	-	2,135,000	2,511,391	51,263,014	4.76%	1,396
2021	21,185,000	21,360,000	-	197,176	42,310	-	1,865,000	2,305,325	46,954,811	4.45%	1,304
2022	18,575,000	20,210,000	-	28,436	12,274	-	1,575,000	1,931,682	42,332,392	3.89%	1,180
2023	16,045,000	38,675,000	-	-	12,274	-	1,290,000	1,769,127	57,791,401	5.19%	1,610
2024 (5)	13,390,000	50,180,000	2,295,071	-	-	182,156	2,285,000	1,576,318	69,908,545	6.11%	1,889

(1) The City issued \$9,090,000 in General Obligation Refunding Bonds in 2016.
(2) The City issued \$14,160,000 in Certificates of Obligation in 2017.
(3) The City issued \$6,795,000 in General Obligation Refunding Bonds in 2020.
(4) The City issued \$6,780,000 in Certificates of Obligation in 2020.
(5) The City issued \$20,475,000 in Certificates of Obligation in FY2024.

City of Texarkana, Texas
Statistical Section
Ratios of Net General Bonded Debt to Assessed Value and Net Bonded Debt Per Capital
Last Ten Fiscal Years
Schedule 16

Fiscal Year	Population (1)	Assessed Value	Gross Bonded Debt (2)	Less Debt Service Funds	Less Debt Payable From Enterprise Funds (2)	Net Bonded Debt	of Net Bonded Debt to Assessed Value	Net Bonded Debt per Capita
2015	37,857	\$ 2,458,796,042	\$ 53,157,568	\$ -	\$ 3,727,670	\$ 49,429,898	2.01	\$ 1,306
2016	37,831	2,475,121,041	49,054,541	76,937	3,325,000	45,652,604	1.84	1,207
2017	37,887	2,526,856,766	55,074,182	22,502	2,890,000	52,161,680	2.06	1,377
2018	37,818	2,556,091,204	55,938,352	206,784	2,645,000	53,086,568	2.08	1,404
2019	37,544	2,604,513,311	47,503,621	391,806	2,383,497	44,728,318	1.72	1,191
2020	36,733	2,645,045,446	50,153,714	366,188	1,844,277	47,943,249	1.81	1,305
2021	36,017	2,645,045,446	44,410,000	349,312	1,865,000	42,195,688	1.60	1,172
2022	35,924	2,724,145,599	40,360,000	84,604	1,575,000	38,700,396	1.42	1,077
2023	35,895	3,129,878,712	56,010,000	352,582	1,290,000	54,367,418	1.74	1,515
2024	35,895	3,466,954,725	70,445,142	1,075,692	2,285,000	67,084,450	1.93	1,869

Notes:

- (1) Estimate of City Planning Department which is from U.S. Census
- (2) Excluding International Paper Company revenue bonds and including certificates of obligation issued for water and sewer programs

City of Texarkana, Texas
Statistical Section
Direct and Overlapping Governmental Activities Debt
September 30, 2024
Schedule 17

<u>Jurisdiction</u>	<u>Outstanding Debt</u>	<u>Percentage of Debt Applicable to City of Texarkana</u>	<u>Amount Applicable to City of Texarkana</u>
Direct:			
City of Texarkana, Texas	\$ 66,047,227	100.00%	<u>\$ 66,047,227</u>
Overlapping:			
Texarkana Independent School District	163,875,000	60.66%	99,406,575
Texarkana College	11,063,528	41.79%	4,623,448
Bowie County	12,895,000	45.97%	5,927,832
Liberty-Eylau Independent School District	20,475,000	40.14%	8,218,665
Pleasant Grove School District	75,190,000	78.38%	58,933,922
Red Lick Independent School District	2,225,000	10.88%	<u>242,080</u>
Subtotal – Overlapping debt			<u>177,352,522</u>
Total direct and overlapping			<u><u>\$ 243,399,749</u></u>
Per capita overlapping debt			<u><u>\$ 6,750</u></u>

Source – City and County tax records

Note - Overlapping governments are those that coincide, at least in part, with geographic boundaries of the City. This schedule estimates the portion of the outstanding debt of those overlapping governments that is borne by the property taxpayers of the City of Texarkana, Texas. This process recognizes that, when considering the City's ability to issue and repay long-term debt, the entire debt burden borne by property taxpayers should be taken into account. However, this does not imply that every taxpayer is a resident and, therefore, responsible for repaying the debt of each overlapping government.

**City of Texarkana, Texas
Statistical Section
Legal Debt Margin
Last Ten Fiscal Years
Schedule 18**

	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>
Assessed value of real property	<u>\$ 2,089,129,528</u>	<u>\$ 2,089,714,475</u>	<u>\$ 2,117,305,243</u>	<u>\$ 2,150,060,844</u>
Debt limit – 25% of assessed value of real property	<u>\$ 522,282,382</u>	<u>\$ 522,428,619</u>	<u>\$ 529,326,311</u>	<u>\$ 537,515,211</u>
Total general obligation bonded debt	25,298,564	22,741,680	29,249,798	24,395,000
Less amount available in Debt Service Fund	<u>-</u>	<u>(76,937)</u>	<u>(22,502)</u>	<u>(206,784)</u>
Total amount of debt applicable to debt limit	<u>25,298,564</u>	<u>22,664,743</u>	<u>29,227,296</u>	<u>24,188,216</u>
Legal debt margin	<u>\$ 496,983,818</u>	<u>\$ 499,763,876</u>	<u>\$ 500,099,014</u>	<u>\$ 513,326,995</u>

Notes:

There is a rate limitation of \$2.50 per \$100 of assessed value imposed by the Texas Constitution and City Charter.

Article 3, Section 53 of the Texas Constitution limits the legal debt to 25% of the assessed valuation of the real property.

City of Texarkana, Texas
Statistical Section
Legal Debt Margin
Last Ten Fiscal Years
Schedule 18

(Continued)

<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>	<u>2023</u>	<u>2024</u>
<u>\$ 2,200,563,940</u>	<u>\$ 2,240,086,326</u>	<u>\$ 2,318,140,024</u>	<u>\$ 2,413,883,331</u>	<u>\$ 2,720,279,514</u>	<u>\$ 2,991,583,460</u>
<u>\$ 550,140,985</u>	<u>\$ 560,021,582</u>	<u>\$ 579,535,006</u>	<u>\$ 603,470,833</u>	<u>\$ 680,069,879</u>	<u>\$ 747,895,865</u>
18,335,000	23,690,000	21,185,000	18,575,000	16,045,000	13,390,000
<u>(391,806)</u>	<u>(366,188)</u>	<u>(349,312)</u>	<u>(84,604)</u>	<u>(352,581)</u>	<u>(1,075,692)</u>
<u>17,943,194</u>	<u>23,323,812</u>	<u>20,835,688</u>	<u>18,490,396</u>	<u>15,692,419</u>	<u>12,314,308</u>
<u>\$ 532,197,791</u>	<u>\$ 536,697,770</u>	<u>\$ 558,699,318</u>	<u>\$ 584,980,437</u>	<u>\$ 664,377,460</u>	<u>\$ 735,581,557</u>

City of Texarkana, Texas
Statistical Section
Pledge Revenue Coverage (1)
Last Ten Fiscal Years
Schedule 19

<u>Fiscal Year</u>	<u>Gross Revenue (2)</u>	<u>Operating Expenses (3)</u>	<u>Available for Debt Service</u>	<u>Debt Service Requirements (4)</u>	<u>Coverage</u>
2015	\$15,767,506	\$ 11,261,328	\$ 4,506,178	\$ 562,188	8.02
2016	16,864,947	11,262,109	5,602,838	560,647	9.99
2017	17,313,475	11,650,159	5,663,316	566,159	10.00
2018	17,930,971	11,279,978	6,650,993	360,819	18.43
2019	17,174,995	12,434,904	4,740,091	357,663	13.25
2020	19,342,744	14,363,353	4,979,391	353,634	14.08
2021	19,675,217	14,452,254	5,222,963	348,356	14.99
2022	22,458,272	16,329,506	6,128,766	352,666	17.38
2023	27,461,424	22,520,347	4,941,077	290,000	17.04
2024	31,245,826	24,071,729	7,174,097	105,000	68.32

Notes:

- (1) Exclusive of Lake Texarkana Water Supply Corporation and Graphic Packaging International utility operations and obligations.
- (2) Total revenue includes interest income on investments and payments received from Texarkana, Arkansas Utilities for debt service on revenue bonds issued for construction on intersystem notes payable facilities.
- (3) Operating expenses exclude depreciation and amortization.
- (4) Principal and interest on revenue bonds only. Amounts do not include payments on other

City of Texarkana, Texas
Statistical Section
Demographic and Economic Statistics
Last Ten Fiscal Years
Schedule 20

<u>Fiscal Year</u>	<u>Population (1)</u>	<u>Median Age (1)</u>	<u>Per Capita Income (1)</u>	<u>Unemployment Rate (1)</u>	<u>Personal Income (2)</u>
2015	37,857	37	\$ 24,095	4.8	\$ 912,164,415
2016	37,831	37	24,285	4.6	918,725,835
2017	37,887	37.4	25,491	4.1	965,777,517
2018	37,818	37.5	25,425	5.2	961,522,650
2019	37,544	37.8	25,202	4	946,183,888
2020	36,733	37.8	29,292	8	1,075,983,036
2021	36,017	37.2	29,292	5.7	1,055,009,964
2022	35,924	38.4	30,348	4.7	1,090,221,552
2023	35,895	38.7	31,036	4.3	1,114,037,220
2024	35,694	38.3	30,915	3.7	1,103,480,010

Notes:

- (1) Information obtained from ESRI reports provided by the Texarkana, Texas Economic Development Manager.
- (2) Personal income calculated by multiplying estimated population by per capita income.

**City of Texarkana, Texas
Statistical Section
Principal Employers, Metropolitan Statistical Area (MSA) – Texarkana, Texas and
Texarkana, Arkansas
Current Year and Nine Years Ago
Schedule 21**

<u>Employer</u>	<u>Employees</u>	<u>Rank</u>	<u>Employment</u> <u>61,083</u>	<u>Employees</u>	<u>Rank</u>	<u>Employment</u> <u>56,800</u>
Christus St. Michael Health Care	3,000	1	4.91%	2,300	2	4.05%
Red River Army Depot and Tenants	2,088	2	3.42%	5,500	1	9.68%
Cooper Tire & Rubber	1,800	3	2.95%	1,860	3	3.27%
Texarkana Texas ISD	1,300	4	2.13%	800	9	1.41%
Wal-Mart/Sam's	1,300	5	2.13%	1,100	4	1.94%
Graphic Packaging (International Paper)	825	6	1.35%	825	8	1.45%
Ledwell	622	7	1.02%	-		0.00%
Texarkana Arkansas School District	584	8	0.96%	785	10	1.38%
Domtar (Georgia Pacific)	576	9	0.94%	975	5	1.72%
DLA	543	10	0.89%	-		0.00%
Wadley Regional Medical Ctr	-		0.00%	850	6	0.00%
Southern Refrigerated Transport	-		0.00%	850	7	1.50%
Total	<u>12,638</u>		<u>20.70%</u>	<u>15,845</u>		<u>26.40%</u>

Source:
Chamber of Commerce, Texas Workforce Commission LMI Tracer

Notes:
(1) MSA employment for 2020 is 58,575.
(2) MSA employment for 2010 is 57,600.



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City of Texarkana, Texas
Statistical Section
Full-Time Equivalents City Government Employees by Function/Program
Last Ten Fiscal Years
Schedule 22

	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>
General government					
Purchasing – General Services	-	-	-	-	-
Finance/Accounting	8.0	8.0	8.0	8.0	7.0
Building Maintenance	-	-	-	-	-
City Manager	9.0	10.0	11.0	8.0	7.5
City Secretary	-	-	-	-	-
Research and Vital Statistics	-	-	-	-	-
Human Resources	4.0	4.0	5.0	5.0	5.0
City Attorney	-	-	-	-	-
Municipal Court	9.5	8.5	8.5	8.5	7.5
Quality Assurance	-	-	-	-	-
Marketing	-	-	-	-	-
Public safety					
Police Administration	6.0	2.0	2.0	2.0	2.0
Uniform Services – Patrol	61.0	59.0	62.0	66.0	61.0
Support Services	31.0	39.0	37.0	37.0	36.0
Criminal Investigation	-	-	-	-	-
CMV Enforcement Unit	-	-	-	-	-
Narcotics	-	-	-	-	-
Fire Administration	81.0	78.0	79.0	81.0	81.0
Fire Operations	-	-	-	-	-
Fire Prevention	-	-	-	-	-
Fire Training	-	-	-	-	-
Emergency Management	-	-	-	-	-
Public works					
Public Works Administration	-	-	-	-	-
Engineering	3.0	2.0	7.0	5.0	7.0
Engineering & Infrastructure Administration	2.0	1.0	1.0	2.0	2.0
Street Maintenance	36.0	36.0	39.0	42.0	43.0
Building Inspection	13.0	12.0	13.0	11.0	12.0
Sign and Signal	6.0	6.0	-	-	-
P&Z/Comm & PW Administration	-	-	-	-	-
Code Enforcement	-	-	-	-	-
Stormwater Management	2.0	2.0	-	-	-
Health and welfare					
Community Development	5.5	5.5	6.0	6.0	4.5
Environmental Services	-	-	-	-	-
Environmental Health Services	-	-	-	-	-
Demolition	-	-	-	-	-
Animal Control	-	-	-	-	-

City of Texarkana, Texas
Statistical Section
Full-Time Equivalents City Government Employees by Function/Program
Last Ten Fiscal Years
Schedule 22

(Continued)

<u>2020</u>	<u>2021</u>	<u>2022</u>	<u>2023</u>	<u>2024</u>
-	-	-	-	-
5.0	5.0	6.0	6.0	6.0
-	-	-	-	-
9.0	8.0	2.0	4.0	3.0
-	-	5.0	5.0	5.0
-	-	-	-	-
4.0	4.0	4.0	5.0	5.0
-	-	-	-	-
8.5	8.5	7.5	7.5	7.5
-	-	-	-	-
-	-	-	-	-
2.0	2.0	2.0	2.0	2.0
58.0	62.0	59.0	55.0	58.0
36.0	35.0	37.0	35.0	31.0
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
78.0	80.0	80.0	77.0	76.0
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
6.0	5.0	6.0	6.0	7.0
2.0	3.0	3.0	1.0	3.0
38.0	36.0	36.0	38.0	36.0
12.0	11.0	11.0	14.0	15.0
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
4.5	4.5	4.5	5.0	5.0
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-

City of Texarkana, Texas
Statistical Section
Full-Time Equivalents City Government Employees by Function/Program
Last Ten Fiscal Years
Schedule 22

(Continued)

	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>
Economic Development	-	-	-	1.0	0.5
Parks and recreation					
Parks Administration	2.0	2.0	2.0	3.0	3.0
Parks Maintenance	17.0	16.0	17.0	19.0	21.0
Recreational Programs	4.0	5.0	5.0	4.0	4.0
Senior Citizen Programs	-	-	-	-	-
Community Center/Weed & Seed	-	-	-	-	-
Library	11.0	10.5	12.5	12.5	12.5
Teen Court	-	-	-	-	-
Veterans Affairs	0.5	-	-	-	-
Family Health Center					
Administration	3.0	3.0	3.0	3.0	3.0
Community	1.0	1.0	1.0	1.0	1.0
Employee Health	-	-	-	-	-
WIC	7.0	6.0	7.5	6.5	6.0
Reproductive	5.0	4.0	5.0	4.0	4.0
TB	-	-	-	-	-
Public Health Response	-	-	-	-	-
Tobacco	-	-	-	-	-
Diabetes	-	-	-	-	-
Health Equity	-	-	-	-	-
Central Records – Dispatch	41.0	40.0	39.0	36.0	35.0
MPO	3.0	2.0	2.0	2.0	2.0
Fleet	6.0	6.0	6.0	5.0	6.0
Total	<u><u>377.5</u></u>	<u><u>368.5</u></u>	<u><u>378.5</u></u>	<u><u>378.5</u></u>	<u><u>373.5</u></u>

Source: Various City Departments, employee count for last September payroll

Notes: Full-time equivalent of non-civil service employees and civil service police is 2,080 hours per year and 2,904 hours per year for civil service firefighters.

City of Texarkana, Texas
Statistical Section
Full-Time Equivalents City Government Employees by Function/Program
Last Ten Fiscal Years
Schedule 22

(Continued)

<u>2020</u>	<u>2021</u>	<u>2022</u>	<u>2023</u>	<u>2024</u>
-	-	-	-	-
3.0	3.0	4.0	4.0	4.0
18.0	19.0	21.0	23.0	25.0
4.0	4.0	3.0	4.0	4.0
-	-	-	-	-
-	-	-	-	-
12.5	11.0	11.5	13.0	12.0
-	-	-	-	-
-	-	-	-	-
2.0	2.0	2.0	2.0	2.0
1.0	1.0	1.0	1.0	1.0
2.0	1.0	2.0	1.0	1.0
6.5	7.5	6.0	7.0	9.0
4.0	3.0	3.0	3.0	3.0
-	-	-	-	-
1.0	1.0	1.0	1.0	1.0
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
36.0	32.0	31.0	27.0	33.0
2.0	2.0	2.0	2.0	2.0
6.0	4.0	5.0	5.0	5.0
<u>361.0</u>	<u>354.5</u>	<u>355.5</u>	<u>353.5</u>	<u>361.5</u>

City of Texarkana, Texas
Statistical Section
Operating Indicators by Function/Program
Last Ten Fiscal Years
Schedule 23

	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>
<u>Function/Program</u>					
General government					
Birth certificate requests	6,257	6,718	7,137	6,836	7,426
Public safety					
Police					
Commissioned officers	90	91	91	91	91
Calls for service	38,622	39,562	38,878	37,387	40,716
Total citations issued	11,012	9,244	9,594	8,234	7,627
Custody arrests	3,488	3,429	4,059	3,885	4,477
Fire					
Firefighters	78	78	78	78	78
Responses – Fire	264	250	246	287	230
Responses – EMS/Rescue	1,761	1,748	1,770	2,175	2,267
Responses – Other	1,005	1,096	1,010	1,031	1,084
Inspections	4,032	4,028	3,445	3,336	3,377
Public works					
Street resurfacing (miles)	(1)	2	1	14	4
Building permits issued	481	544	580	625	698
Building permits (\$)	58,075,585	38,254,996	57,433,786	60,555,822	70,155,822
Water					
Average daily consumption (millions of gallons)	10.677	8.815	10.395	11.742	11.034
Raw water production (millions of gallons)	11.545	9.888	11.134	12.463	12.152
Wastewater					
Average daily sewage treatment (millions of gallons)					
South Regional Plant	8.89	10.13	8.009	7.616	9.967
Wagner Creek Plant	1.7	1.7	1.4	1.513	1.880
Airlines					
Scheduled airline arrivals and departures per day	6	6	6	8	7
Passengers enplaning and deplaning per year	71,500	67,642	70,031	76,524	76,364

Source: Various City Departments

Notes:

(1) No information available

City of Texarkana, Texas
Statistical Section
Operating Indicators by Function/Program
Last Ten Fiscal Years
Schedule 23

(Continued)

<u>2020</u>	<u>2021</u>	<u>2022</u>	<u>2023</u>	<u>2024</u>
3,509	4,703	4,511	5,894	5,676
85	88	87	91	91
33,458	38,377	37,287	35,325	37,559
2,741	3,490	6,026	5,590	3,723
2,418	3,040	3,133	2,696	3,004
78	78	78	76	76
189	230	275	238	214
2,317	2,689	2,451	2,729	2,841
1,091	1,304	1,221	1,213	1,395
1,127	1,360	2,800	2,246	3,535
3	(1)	0	3	6
100	90	73	257	205
10,180,000	9,162,000	7,431,400	880,541	530,250
11.516	11.217	12.438	11.107	18.288
9.075	12.396	12.831	12.035	14.185
9.333	9.576	7.344	11.505	10.833
1.741	1.708	1.606	1.258	1.348
4	6	5	3	4
36,430	56,500	70,000	70,000	37,599

City of Texarkana, Texas
Statistical Section
Capital Asset Statistics by Function/Program
Last Ten Fiscal Years
Schedule 24

<u>Function/Program</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>
General Government					
Buildings	4	4	4	4	4
Public safety					
Police stations	1	1	1	1	1
Number of vehicles	80	72	74	74	69
Fire Stations	5	5	5	5	5
Fire apparatus	9	9	9	9	9
Other motorized vehicles	8	9	8	11	9
Public works					
Buildings	4	4	4	4	4
Streets (miles)	261	262	262	262	262
Paved alleys	8	8	8	8	8
Unpaved alleys	15	15	15	15	15
Storm sewers	32	33	33	33	33
Streetlights	3,200	3,250	3,250	3,250	3,250
Parks and recreation					
Parks	12	12	12	12	12
Park acreage developed	587	587	587	587	587
Park acreage partially developed	1,330	1,330	1,330	1,330	1,330
Playgrounds	26	25	25	25	27
Swimming pools	0	0	0	0	0
Tennis courts	4	4	4	4	4
Pickleball courts	0	0	0	0	0
Baseball diamonds	8	8	8	8	8
Softball diamonds	10	10	10	10	10
Recreation centers	1	1	1	1	1
Senior citizens centers	1	1	1	1	1
Cemetery acreage	19	19	19	19	19
Landscaped island/historical markers	8	8	8	8	8
Landscaped medians	10	9	9	9	9
Soccer fields	12	13	13	13	13
Restroom facilities	18	18	18	18	18
Boat ramp	2	2	2	2	2
Splash pad	1	1	1	1	1
Perot Theatre	1	1	1	1	1

City of Texarkana, Texas
Statistical Section
Capital Asset Statistics by Function/Program
Last Ten Fiscal Years
Schedule 24

(Continued)

<u>2020</u>	<u>2021</u>	<u>2022</u>	<u>2023</u>	<u>2024</u>
4	4	4	5	5
1	1	1	1	1
70	72	73	74	74
5	5	5	5	5
9	9	10	10	11
9	9	10	10	11
4	4	4	4	4
262	262	263	263	263
8	8	8	8	8
15	15	15	15	15
33	33	34	34	34
3,250	3,250	3,500	3,500	3,500
12	12	12	12	12
587	587	587	587	587
1,330	1,330	1,330	1,330	1,330
28	28	28	29	30
0	0	0	0	0
4	4	4	2	2
0	0	0	6	6
8	8	8	8	8
10	10	10	10	10
1	1	1	1	1
1	1	1	1	1
19	19	19	19	19
8	8	8	8	9
9	9	9	9	9
13	13	13	13	10
18	18	18	18	18
2	2	2	2	2
1	1	1	1	1
1	1	1	1	1

City of Texarkana, Texas
Statistical Section
Capital Asset Statistics by Function/Program
Last Ten Fiscal Years
Schedule 24

(Continued)

<u>Function/Program</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>
Health and Welfare					
Buildings	1	1	1	1	1
Water					
Water mains (miles)	486	473	498	477	476
Water connections	13,224	13,285	1,377	13,418	13,483
Fire hydrants	2,169	2,183	2,188	2,136	2,144
Plant capacity (million gallons per day)	18	18	18	18	18
Wastewater					
Sanitary sewer mains (miles)	342	336	357	347	344
Sewer connections	12,677	12,719	12,774	12,826	12,855
Plant capacity (millions gallons per day)	20	20	20	20	20
Airports					
Number of airports	1	1	1	1	1
Acres	1,200	1,200	1,200	1,200	1,200
Length of main runways	6,601	6,601	6,601	6,601	6,601

Source: Various City of Texarkana, Texas departments

Notes:

(1) No information available

City of Texarkana, Texas
Statistical Section
Capital Asset Statistics by Function/Program
Last Ten Fiscal Years
Schedule 24

(Continued)

<u>2020</u>	<u>2021</u>	<u>2022</u>	<u>2023</u>	<u>2024</u>
1	1	1	1	1
465	465	475	473	474
12,946	12,222	13,774	13,882	12,887
2,088	2,088	2,106	2,040	2,057
18	18	18	18	18
349	349	349	351	351
10,626	11,610	12,244	13,160	12,232
20	20	20	20	20
1	1	1	1	1
1,200	1,235	1,235	1,235	1,232
6,601	6,601	6,601	6,601	6,601