



**Board of Directors
Lake Dallas Community Development Corporation
Regular Meeting
City Hall, 212 Main Street, Lake Dallas, TX 75065
March 6, 2023, at 6:00 p.m.
Agenda**

- 1. Call to Order & Determination of Quorum**
- 2. Citizen Agenda & Public Comment:** An opportunity for citizens to address the Lake Dallas Community Development Corporation (CDC) Board on matters which are not scheduled for consideration by the CDC on this agenda. The Texas Open Meeting Act prohibits deliberation by the CDC of any subject which is not on the posted agenda; therefore, the CDC Board will not be able to discuss or take any action on items discussed during the citizen presentations. Citizen presentation will be limited to five (5) minutes per person.
- 3. Receive and accept the annual audited financial statements for Fiscal Year 2021-2022.**
- 4. Presentation regarding Restaurant Week.**
- 5. Receive a presentation and discuss a proposal for the development of 303 Alamo Street Building.**
- 6. Consider and make recommendation to City Council for appointments to various positions on the Community Development Corporation board of directors.**
- 7. Approval of the September 19, 2022, December 12, 2022, and January 5, 2023, minutes.**
- 8. Approval of the October 2022, November 2022, December 2022, and January 2023 financials.**
- 9. Discuss and take appropriate action regarding a City Hall/Main Street Improvement Project.**
- 10. Discuss the status of Project Hammer.**
- 11. Executive Session:** Conduct a closed meeting pursuant to Texas Government Code Section 551.072 to discuss the lease, sale, or value of real property and Section 551.087 possible economic development incentives in relation to the future use and development of CDC-owned properties located at 1000, 1002, and 1004 S Stemmons Freeway, and 101, 103, 105, and 107 S Lake Dallas Drive.

12. Discuss and take appropriate action, if any, relating to the matters discussed in Executive Session.

13. Announcements or requests for future agenda items.

14. Adjourn

I certify that the above notice of this meeting posted on the bulletin board at City Hall of the City of Lake Dallas, Texas on March 3, 2023, before 11:30 a.m.



Codi Delcambre

City Secretary

If you plan to attend this public meeting and you have a disability that requires special arrangements at this meeting, please contact City Secretary's Office at (940) 497-2226 ext. 102 or fax (940) 497-4485 at least two (2) working days prior to the meeting so that appropriate arrangements can be made.



AGENDA ITEM ____

Lake Dallas Community Development Corporation

AGENDA MEMO

Prepared By: Jennifer Oakes, Finance Director

March 6, 2023

Fiscal Year 2021-2022 Annual Audit

DESCRIPTION:

Receive and accept the annual audited financial statements for the Lake Dallas Community Development Corporation for Fiscal Year 2021-2022.

BACKGROUND INFORMATION:

Article 7, Municipal Finance, Section 7.12 Independent Audit of the City Charter requires that the city's financial statements be audited by an independent auditor each year. The audit for Fiscal Year 2021-2022 was conducted by Carl Deaton of Hankins, Eastup, Deaton, Tonn & Seay, from Denton, Texas. The report provides our residents, our bondholders, the City Council, staff and other interested parties with detailed information concerning the financial condition and activities of the government. Management assumes full responsibility for the completeness and reliability of the information contained in this report.

FINANCIAL CONSIDERATION:

None

RECOMMENDED MOTIONS:

Staff recommends accepting of the annual audited financial statements for the Lake Dallas Community Development Corporation for Fiscal Year 2021-2022, as prepared by our independent auditor.

ATTACHMENT(S):

1. Fiscal Year 2021-2022 Audit Report for the Lake Dallas Community Development Corporation Fund

CITY OF LAKE DALLAS, TEXAS

FINANCIAL STATEMENTS
AND
INDEPENDENT AUDITORS' REPORT

SEPTEMBER 30, 2022

CITY OF LAKE DALLAS, TEXAS
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INDEPENDENT AUDITORS' REPORT

Honorable Mayor and City Council
City of Lake Dallas, Texas

Opinion

We have audited the accompanying financial statements of the governmental activities, the discretely presented component unit, each major fund and the aggregate remaining fund information of the City of Lake Dallas as of and for the year ended September 30, 2022 and the related notes to the financial statements, which collectively comprise the City of Lake Dallas's basic financial statements as listed in the table of contents.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the discretely presented component unit, each major fund and the aggregate remaining fund information of the City of Lake Dallas as of September 30, 2022, and the respective changes in financial position for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinion

We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financials section of our report. We are required to be independent of the City of Lake Dallas 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 opinion.

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 of Lake Dallas' ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

Auditor's Responsibility for the Audit of the Financial Statements

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 general accepted 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 generally accepted 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 of Lake Dallas' 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 of Lake Dallas' 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 on pages 5 through 12 and the Texas Municipal Retirement System schedules on pages 48 through 50 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 have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City of Lake Dallas' basic financial statements. The combining and individual fund financial statements and schedules listed in the table of contents 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. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual fund financial statements and schedules are fairly stated in all material respects in relation to the basic financial statements as a whole.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated February 6, 2023 on our consideration of the City of Lake Dallas' internal control over financial reporting and on our test of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the City of Lake Dallas' internal control over financial reporting and compliance.

A handwritten signature in black ink that reads "Hankins, Eastup, Deaton, Tonn, Seay & Scarborough". The signature is written in a cursive, flowing style.

Hankins, Eastup, Deaton, Tonn, Seay & Scarborough, LLC
Denton, Texas
February 6, 2023

MANAGEMENT'S DISCUSSION & ANALYSIS

CITY OF LAKE DALLAS, TEXAS
MANAGEMENT'S DISCUSSION AND ANALYSIS
SEPTEMBER 30, 2022

As management of the City of Lake Dallas, we offer readers of the City of Lake Dallas's financial statements this narrative overview and analysis of the financial activities of the City of Lake Dallas for the year ended September 30, 2022. We encourage readers to consider the information presented here in conjunction with the City's basic financial statements and with the independent auditors' report.

Financial Highlights

- The assets and deferred outflows of the City of Lake Dallas exceeded its liabilities and deferred inflows at September 30, 2022 by \$10,724,512.
- The City's total net position increased by \$2,344,619 during the fiscal year from the results of current year operations.
- As of September 30, 2022, the City of Lake Dallas's governmental funds reported a combined ending fund balance of \$7,112,053, an increase of \$2,004,322 in comparison with the beginning of the period.
- The general fund fund balance increased \$460,309, from a fund balance of \$2,551,993 at the beginning of the year to an ending fund balance of \$3,012,302.
- The general fund fund balance at September 30, 2022 of \$3,012,302 represents a reserve of 46.02% current year general fund expenditures.

Overview of the Financial Statements

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

Also included as a discretely presented component unit is the Lake Dallas Community Development Corporation, which was formed on January 1, 2003 as the result of a successful 4B sales tax election. Separately-issued financial statements for the component unit may be obtaining by contacting the City of Lake Dallas.

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

The statement of net position presents information on all of the City of Lake Dallas's assets, deferred outflows, deferred inflows and liabilities, with the difference 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 of Lake Dallas is improving or deteriorating.

The statement of activities presents information showing how the City's net position changed during the most recent period. All of the current period's revenues and expenses are taken into account regardless of when cash is received or paid. 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 the statement of net position and the statement of activities are prepared utilizing the accrual basis of accounting as opposed to the modified accrual basis used in prior reporting models.

CITY OF LAKE DALLAS, TEXAS
MANAGEMENT'S DISCUSSION AND ANALYSIS
SEPTEMBER 30, 2022

In the Statement of Net Position and the Statement of Activities, the City is divided between two kinds of activities:

- **Governmental activities.** All of the City's basic services are reported here, including the police, fire, library, community development, public works, park services, municipal court, and general administration. Property taxes, sales taxes, and franchise fees finance most of these activities.
- **Business-type activities.** The City may charge a fee to customers to help it cover all or most of the cost of certain services it provides. The City had no business-type activities during the current period.

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. Fund financial statements provide detailed information about the most significant funds, not the City as a whole. Some funds are required to be established by state law or bond covenants. However, the City Council may establish other funds to help it control and manage money for particular purposes or to show that it is meeting legal responsibilities for using certain taxes, grants and other money. All of the funds of the City of Lake Dallas are considered governmental funds.

Governmental Funds. All of the City's basic services are reported in governmental funds, which focus on how money flows into and out of those funds and the balances left at period-end that are available for spending. These funds are reported using an accounting method identified as the modified accrual basis of accounting, which measures cash and all other financial assets that can readily be converted to cash. The governmental fund statements provide a detailed short-term view of the City's general operations and the basic services it provides. Governmental fund information helps the reader determine whether there are more or fewer financial resources that can be spent in the near future to finance the City's programs. By comparing information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements, readers may better understand the long-term impact of the government's near-term financing decisions. The relationship or differences between governmental activities (reported in the Statement of Net Position and the Statement of Activities) and governmental funds is detailed in a reconciliation following the fund financial statements.

The City of Lake Dallas maintains three types of individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for the general fund, special revenue funds and debt service fund. All but the special revenue funds are considered to be major funds.

Fiduciary Funds. Fiduciary funds are used to account for resources held for the benefit of parties outside 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 Lake Dallas's own programs. The accounting used for fiduciary funds is much like that used for proprietary funds. The City of Lake Dallas does not currently have any fiduciary funds.

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 funds financial statements.

Other Information. In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information highlighting budgetary information for the general fund.

CITY OF LAKE DALLAS, TEXAS
MANAGEMENT'S DISCUSSION AND ANALYSIS
SEPTEMBER 30, 2022

Government-wide Financial Analysis

The City's combined net position was \$10,724,512 as of September 30, 2022. The City first implemented GASB Statement No. 34, *Basic Financial Statement – and Management's Discussion and Analysis – for State and Local Governments*, for fiscal year 2004. The following analysis presents both current and prior year data and discusses significant changes in the accounts. This analysis focuses on the net position (Table 1) and general revenues (Table 2) and changes in net position (Table 3) of the City's governmental activities.

The largest portion of the City's net position reflects its investment in capital assets (e.g., land, buildings, machinery, equipment, and infrastructure); less any related 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.

Table 1
Net Position

	Governmental Activities	
	2021	2022
Current and other assets	\$ 5,371,234	\$ 7,683,828
Capital assets	7,758,455	7,151,525
Total assets	13,129,689	14,835,353
Deferred outflows of resources	628,327	423,593
Long-term liabilities outstanding	4,545,084	3,507,291
Other liabilities	222,626	160,300
Total liabilities	4,767,710	3,667,591
Deferred inflows of resources	610,413	866,843
Net position:		
Net investment in capital assets	4,662,164	4,872,419
Restricted	1,721,024	3,152,834
Unrestricted	1,996,705	2,699,259
Total net position	\$ 8,379,893	\$ 10,724,512

Governmental Activities. The City's general revenues for governmental activities for the years ended September 30, 2021 and 2022 are detailed below (Table 2).

Table 2
General Revenues

	2021	2022
Property taxes, levied for general purposes	\$ 3,004,203	\$ 3,231,491
Property taxes, levied for debt service	447,414	323,007
Sales taxes	1,283,352	1,468,356
Franchise taxes	422,987	429,126
Hotel occupancy taxes	17,110	228,466
Mixed beverage taxes	28,708	33,602
Investment earnings	2,338	43,370
CLFRF funds	998,949	1,000,923
Gain on sale of assets	16,311	-
Miscellaneous	10,266	46,013
	<u>\$ 6,231,638</u>	<u>\$ 6,804,354</u>

CITY OF LAKE DALLAS, TEXAS
MANAGEMENT'S DISCUSSION AND ANALYSIS
SEPTEMBER 30, 2022

The following table provides a summary of the City's operations for the years ended September 30, 2021 and 2022.

Changes in Net Position		
	Governmental Activities	
	2021	2022
Revenues:		
Program revenues:		
Charges for services	\$ 843,766	\$ 1,130,780
Operating grants and contributions	159,137	124,511
General revenues:		
Property taxes	3,451,617	3,554,498
Sales taxes	1,283,352	1,468,356
Franchise taxes	422,987	429,126
Hotel occupancy taxes	17,110	228,466
Mixed beverage taxes	28,708	33,602
Investment earnings	2,338	43,370
CLFRF funds	998,949	1,000,923
Gain on sale of assets	16,311	-
Other	10,266	46,013
	<u>7,234,541</u>	<u>8,059,645</u>
Expenses:		
Administration	1,070,265	752,336
Tourism	61,170	74,322
City council	9,766	6,746
Public safety	2,772,799	2,880,711
Animal services	221,482	250,298
Library	234,337	229,290
Public works - streets	955,694	894,913
Municipal court	120,921	99,417
Parks and facilities	251,744	253,735
Development services	379,894	444,602
Debt service - interest	110,170	94,516
	<u>6,188,242</u>	<u>5,980,886</u>
Transfers in	36,141	265,860
Change in net position	1,082,440	2,344,619
Net position – October 1 (beginning)	<u>7,297,453</u>	<u>8,379,893</u>
Net position – September 30 (ending)	<u>\$ 8,379,893</u>	<u>\$ 10,724,512</u>

Financial Analysis of the Government's Funds

Governments 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, unassigned fund balance may serve as a useful measure of government's net resources available for spending at the end of the period.

CITY OF LAKE DALLAS, TEXAS
MANAGEMENT'S DISCUSSION AND ANALYSIS
SEPTEMBER 30, 2022

As of the end of the current period, the City's governmental funds reported a combined ending fund balance of \$7,112,053, an increase of \$2,004,322 in comparison with the beginning of the period. Unassigned fund balance available for spending at the City's discretion was \$2,985,189. A portion of fund balance is considered nonspendable and not available for new spending because it is restricted for street maintenance (\$501,153), restricted for debt service (\$317,975), restricted for capital projects (\$574,321), restricted for tourism (\$233,661), has already been committed to liquidate prepaid items (\$28,936) or are special revenue funds that have been restricted or assigned for specific purposes (\$2,400,354).

The general fund is the chief operating fund of the City. At the end of the current period, unassigned fund balance of the general fund was \$2,956,194, while total fund balance was \$3,012,302. The fund balance of the City's general fund increased by \$460,309 during the current period, primarily due to additional tax revenue and permit and fees revenue.

General Fund Budgetary Highlights

During the current year, the City Council amended the budget for the General Fund on one occasion.

The original budget for the general fund projected that the activity for the year would decrease available fund balance by \$146,610. The available fund balance for the general fund actually increased in the amount of \$460,309 due to greater than expected revenue from permits and sales tax, combined with lower than expected public safety expenditures.

Capital Asset and Debt Administration

Capital Assets. The City's investment in capital assets for its governmental activities as of September 30, 2022, amounted to \$7,151,525 (net of accumulated depreciation). This amount represents a net decrease of \$660,671, or 8.5 percent, below the beginning of the period. The investment in capital assets includes land, buildings, equipment, vehicles, roads and parks.

Capital asset additions during the current year include the following:

<u>Description</u>	<u>Amount</u>
Public safety dash and body cameras	\$ 25,765
Street design costs	48,701
Willow Grove Park improvements	11,101
Total	<u>\$ 85,567</u>

Table 4
Capital Assets at Year-end
(Net of Depreciation)

	Governmental Activities
Land	\$ 440,797
Construction in Progress	826,509
Buildings and Improvements	1,712,105
Streets and Parks Infrastructure	3,827,761
Equipment and Vehicles	344,353
Totals	<u>\$ 7,151,525</u>

CITY OF LAKE DALLAS, TEXAS
MANAGEMENT'S DISCUSSION AND ANALYSIS
SEPTEMBER 30, 2022

Additional information on the City's capital assets can be found in Note 6 of this report.

Long-term Debt. At the end of the current period, the City had certificates of obligation outstanding of \$1,165,000, accrued compensated absences of \$315,760, equipment loans of \$169,800 and general obligation bonds outstanding of \$1,705,000, for total long-term debt of \$3,355,560. No new debt was incurred during the year.

The City's total long-term debt decreased by \$660,616 during the current period or 16.45%. Additional information on the City's long-term debt can be found in Note 7 of this report.

Economic Factors and New Year's Budgets and Rates

Planned development projects, drainage assessments and roadway improvement initiatives taken by community leaders will catapult the community into a more equitable local economy, promote revitalization and potentially increase revenue. The community will move forward with several of these major projects through either Community Development Corporation (CDC) or City Council led initiatives. One major project was led by the CDC initiative on Main Street. Providing a grant opportunity to a well-known businesswoman, the sale of this property has occurred in fiscal year 2023, and its development should begin sometime in 2023. CDC also recruited a real estate broker to assist in the marketing and sale of their properties located on the I-35 corridor and the Hundley Drive/S Lake Dallas Drive corner. Coupled with the demolition of unusable structures, the marketing activities will allow the properties to become more attractive for larger scale commercial development.

City Council reviewed and approved a multi-family and retail development project along a major City road that is utilized by several communities. This project is anticipated to be presented to the Planning and Zoning Commission in the spring of 2023. Another example of a City Council led initiative is the stormwater drainage program. The program includes an impact fee assessment on all developed properties within City limits. Fees will be collected for a five-year term and must be dedicated to only addressing the flooding or drainage issues, which have been occurring for many years. Next steps in the drainage program are the completion of a Master Drainage Study and the possible design and implementation of infrastructure.

Additional City Council activities include their approval of six roads as priorities for regional roadway improvement projects. All six will be included in Trip 22 – the 2022 Denton County Bond Election. However, the County will absorb the full cost for two of the projects. The remaining four projects cost will be shared by the County and City.

All of the above initiatives will result in a strong economic future for the community.

CITY OF LAKE DALLAS, TEXAS
MANAGEMENT'S DISCUSSION AND ANALYSIS
SEPTEMBER 30, 2022

Requests for Information

This financial report is designed to provide a general overview of the City's finances for all those with an interest in the government's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to City of Lake Dallas, 212 Main St., Lake Dallas, Texas 75065.

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BASIC FINANCIAL STATEMENT

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CITY OF LAKE DALLAS, TEXAS
STATEMENT OF NET POSITION
SEPTEMBER 30, 2022

	Primary Government	Component Unit
	Governmental Activities	Community Development Corporation
ASSETS		
Cash and Investments	\$ 6,812,942	\$ 169,283
Receivables (net of allowance for uncollectibles):		
Taxes – Ad Valorem	84,445	-
Taxes – Sales	267,682	89,227
Taxes - Mixed Beverage	6,475	-
Taxes - Franchise	21,479	-
Taxes- Occupancy	110,188	-
Other	1,380	-
Prepaid Expenses	28,936	-
Net Pension Asset	350,301	-
Capital Assets:		
Land	440,797	1,241,949
Construction in Progress	826,509	-
Buildings and Improvements, net	1,712,105	-
Streets and Parks Infrastructure, net	3,827,761	-
Equipment and Vehicles, net	344,353	-
Total Assets	<u>14,835,353</u>	<u>1,500,459</u>
DEFERRED OUTFLOWS OF RESOURCES		
Deferred charge on bond refunding	16,573	-
Deferred outflow related to TMRS	380,007	-
Deferred outflow related to OPEB	27,013	-
Total Deferred Outflows of Resources	<u>423,593</u>	<u>-</u>
LIABILITIES		
Accounts Payable	61,429	(260)
Accrued Wages Payable	74,499	-
Accrued Interest Payable	15,922	4,585
Escrowed Funds	8,450	-
Noncurrent Liabilities:		
Due within one year	499,369	55,000
Due in more than one year	2,856,191	600,000
Net OPEB liability	151,731	-
Total Liabilities	<u>3,667,591</u>	<u>659,325</u>
DEFERRED INFLOWS OF RESOURCES		
Deferred inflow related to TMRS	859,249	-
Deferred inflow related to OPEB	7,594	-
Total Deferred Inflows of Resources	<u>866,843</u>	<u>-</u>
NET POSITION		
Net investment in capital assets	4,872,419	582,364
Restricted for:		
Community Development	-	258,770
Court Security and Technology	70,464	-
Other Purposes	3,082,370	-
Unrestricted Net Position	2,699,259	-
Total Net Position	<u>\$ 10,724,512</u>	<u>\$ 841,134</u>

The accompanying notes are an integral part of this statement.

CITY OF LAKE DALLAS, TEXAS
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED SEPTEMBER 30, 2022

<u>Functions/Programs</u>	<u>Expenses</u>	<u>Program Revenues</u>		
		<u>Charges for Services</u>	<u>Operating Grants and Contributions</u>	<u>Capital Grants and Contributions</u>
GOVERNMENTAL ACTIVITIES:				
Administration	\$ 752,336	\$ 44,380	\$ -	\$ -
Tourism	74,322	35,610	-	-
City Council	6,746	-	-	-
Public Safety	2,880,711	198,044	80,898	-
Animal Services	250,298	19,982	13,093	-
Library	229,290	11,175	30,520	-
Public Works - Streets	894,913	-	-	-
Municipal Court	99,417	99,417	-	-
Parks and Facilities	253,735	205,362	-	-
Development Services	444,602	516,810	-	-
Debt Service - Interest and Fees	94,516	-	-	-
Total Governmental Activities	<u>5,980,886</u>	<u>1,130,780</u>	<u>124,511</u>	<u>-</u>
TOTAL PRIMARY GOVERNMENT	<u>\$ 5,980,886</u>	<u>\$ 1,130,780</u>	<u>\$ 124,511</u>	<u>\$ -</u>
COMPONENT UNIT:				
Community Development Corporation	\$ 159,795	\$ -	\$ -	\$ -
TOTAL COMPONENT UNIT	<u>\$ 159,795</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

GENERAL REVENUES:

Taxes:

Property taxes, levied for general purposes

Property taxes, levied for debt service

Sales taxes

Franchise taxes

Hotel occupancy taxes

Mixed beverage taxes

Investment Earnings

CLFRF Funds

Miscellaneous

Special item – transfers in (out)

Total General Revenues and Special Items

Change in Net Position

NET POSITION, October 1 (beginning)

NET POSITION, September 30 (ending)

The accompanying notes are an integral part of this statement.

Net (Expense) Revenue and Change in Net Position	
Governmental Activities	Component Unit Community Development Corp
\$ (707,956)	\$ -
(38,712)	-
(6,746)	-
(2,601,769)	-
(217,223)	-
(187,595)	-
(894,913)	-
-	-
(48,373)	-
72,208	-
(94,516)	-
<u>(4,725,595)</u>	<u>-</u>
<u>(4,725,595)</u>	<u>-</u>
-	(159,795)
-	(159,795)
3,231,491	-
323,007	-
1,468,356	489,452
429,126	-
228,466	-
33,602	-
43,370	1,698
1,000,923	-
46,013	-
265,860	(265,860)
<u>7,070,214</u>	<u>225,290</u>
2,344,619	65,495
8,379,893	775,639
<u>\$ 10,724,512</u>	<u>\$ 841,134</u>

CITY OF LAKE DALLAS, TEXAS
BALANCE SHEET GOVERNMENTAL FUNDS
SEPTEMBER 30, 2022

	GENERAL FUND	DEBT SERVICE FUND	CAPITAL PROJECTS FUND	OTHER FUNDS	TOTAL GOVERNMENTAL FUNDS
ASSETS					
Cash and cash equivalents	\$2,842,181	\$ 317,282	\$ 574,321	\$3,079,158	\$ 6,812,942
Receivables (net of allowances for uncollectibles):					
Ad Valorem tax	72,389	12,056	-	-	84,445
Sales tax	223,068	-	-	44,614	267,682
Mixed beverage tax	6,475	-	-	-	6,475
Franchise tax	21,479	-	-	-	21,479
Occupancy tax	-	-	-	110,188	110,188
Other	1,380	-	-	-	1,380
Due from other funds	28,406	-	-	-	28,406
Prepaid costs	27,113	-	-	1,823	28,936
Total Assets	\$3,222,491	\$ 329,338	\$ 574,321	\$3,235,783	\$ 7,361,933
LIABILITIES AND FUND BALANCES					
Liabilities:					
Accounts payable	\$ 61,507	\$ -	\$ -	\$ (78)	\$ 61,429
Accrued wages payable	74,499	-	-	-	74,499
Due to other funds	-	-	-	28,406	28,406
Escrowed funds	8,450	-	-	-	8,450
Total Liabilities	144,456	-	-	28,328	172,784
Deferred Inflows of Resources:					
Unavailable Revenue-Property Taxes	65,733	11,363	-	-	77,096
Total Deferred Inflows of Resources	65,733	11,363	-	-	77,096
Fund Balances:					
Nonspendable fund balance:					
Prepaid costs	27,113	-	-	1,823	28,936
Restricted fund balance:					
Restricted for debt service	-	317,975	-	-	317,975
Restricted for capital projects	-	-	574,321	-	574,321
Restricted for court security/technology	-	-	-	70,464	70,464
Restricted for street maintenance	-	-	-	501,153	501,153
Restricted for tourism	-	-	-	233,661	233,661
Restricted for other purposes	-	-	-	2,347,556	2,347,556
Assigned fund balance	28,995	-	-	52,798	81,793
Unassigned fund balance	2,956,194	-	-	-	2,956,194
Total Fund Balances	3,012,302	317,975	574,321	3,207,455	7,112,053
Total Liabilities, Deferred Inflows and Fund Balances	\$3,222,491	\$ 329,338	\$ 574,321	\$3,235,783	\$ 7,361,933

The accompanying notes are an integral part of this statement.

CITY OF LAKE DALLAS, TEXAS
RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE SHEET TO THE
STATEMENT OF NET POSITION
SEPTEMBER 30, 2022

Total Fund Balance – Governmental Funds	\$ 7,112,053
Capital assets used in governmental activities are not financial resources, and therefore, are not reported in the fund financial statements.	17,397,498
Accumulated depreciation is not reported in the fund financial statements.	(10,245,973)
Bonds payable, certificates of obligation payable, equipment loan payable and compensated absences payable are not reported in the fund financial statements.	(3,355,560)
Interest is accrued on outstanding debt in the government-wide financial statements, whereas in the fund financial statements interest expenditures are reported when due.	(15,922)
Property tax revenue reported as unavailable revenue in the fund financial statements was recognized as revenue in the government-wide financial statements.	77,096
Deferred charge on bond refundings is not recognized in the fund financial statements.	16,573
Included in the items related to debt is the recognition of the City's net TMRS pension asset required by GASB 68 in the amount of \$350,301, a Deferred Resource Outflow related to TMRS in the amount of \$380,007 and a Deferred Resource Inflow related to TMRS in the amount of \$859,249. This amounted to a decrease in Net Position in the amount of \$128,941.	(128,941)
Included in the items related to debt is the recognition of the City's net TMRS OPEB liability required by GASB 75 in the amount of \$151,731, a Deferred Resource Outflow related to OPEB in the amount of \$27,013, and a Deferred Resource Inflow related to OPEB in the amount of \$7,594. This amounted to a decrease in Net Position in the amount of \$132,312.	<u>(132,312)</u>
Net Position of Governmental Activities	<u><u>\$ 10,724,512</u></u>

The accompanying notes are an integral part of this statement.

CITY OF LAKE DALLAS, TEXAS
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2022

	GENERAL FUND	DEBT SERVICE FUND	CAPTIAL PROJECTS FUND	OTHER FUNDS	TOTAL GOVERNMENTAL FUNDS
Revenues:					
Taxes (ad valorem, sales and other)	\$ 4,903,415	\$322,789	\$ -	\$ 473,192	\$ 5,699,396
Licenses and permits	522,194	-	-	-	522,194
Charges for services	277,599	-	-	149,062	426,661
Court fines	161,277	-	-	20,648	181,925
CLFRF funds	-	-	-	1,000,923	1,000,923
Donations and grants	29,046	-	-	95,465	124,511
Insurance proceeds	15,796	-	-	-	15,796
Interest	25,577	1,707	3,966	12,120	43,370
Miscellaneous	18,307	-	-	-	18,307
Total Revenues	<u>5,953,211</u>	<u>324,496</u>	<u>3,966</u>	<u>1,751,410</u>	<u>8,033,083</u>
Expenditures:					
Administration	770,503	-	-	-	770,503
Tourism	31,321	-	-	43,001	74,322
City council	6,746	-	-	-	6,746
Public safety	2,751,790	-	-	118,935	2,870,725
Animal services	225,480	-	-	18,373	243,853
Library	245,718	-	-	2,142	247,860
Public works – streets	482,861	-	12,674	11,263	506,798
Municipal court	95,198	-	-	10,655	105,853
Parks and facilities	93,345	-	-	87,360	180,705
Development services	464,682	-	-	-	464,682
Capital outlay	29,914	-	5,040	59,803	94,757
Debt service:					
Principal retirement	116,867	530,000	-	-	646,867
Interest and fees	9,983	82,877	-	-	92,860
Total Expenditures	<u>5,324,408</u>	<u>612,877</u>	<u>17,714</u>	<u>351,532</u>	<u>6,306,531</u>
Excess of Revenues Over (Under) Expenditures	<u>628,803</u>	<u>(288,381)</u>	<u>(13,748)</u>	<u>1,399,878</u>	<u>1,726,552</u>
Other Financing Resources (Uses):					
Sale of assets	11,910	-	-	-	11,910
Transfers out	(180,404)	-	-	-	(180,404)
Transfers in	-	415,860	-	30,404	446,264
Total Other Financing Resources (Uses)	<u>(168,494)</u>	<u>415,860</u>	<u>-</u>	<u>30,404</u>	<u>277,770</u>
Net Change in Fund Balance	460,309	127,479	(13,748)	1,430,282	2,004,322
Fund Balance - October 1 (beginning)	<u>2,551,993</u>	<u>190,496</u>	<u>588,069</u>	<u>1,777,173</u>	<u>5,107,731</u>
Fund Balance - September 30 (ending)	<u>\$ 3,012,302</u>	<u>\$317,975</u>	<u>\$ 574,321</u>	<u>\$ 3,207,455</u>	<u>\$ 7,112,053</u>

The accompanying notes are an integral part of this statement.

CITY OF LAKE DALLAS, TEXAS
RECONCILIATION OF THE GOVERNMENTAL FUNDS STATEMENT OF REVENUES,
EXPENDITURES, AND CHANGES IN FUND BALANCE TO THE STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED SEPTEMBER 30, 2022

Total Net Change in Fund Balances – Governmental Funds	\$ 2,004,322
Current year principal payments on bonds, certificates of obligation and equipment loans are expenditures in the fund financial statements, but are shown as reductions in long-term debt in the government-wide financial statements.	646,867
Current year capital asset additions are expenditures in the fund financial statements, but they are shown as increases in capital assets in the government-wide financial statements. The net effect of reclassifying the current year capital asset additions is to increase net position.	94,757
Depreciation is not recognized as an expense in governmental funds since it does not require the use of current financial resources. The net effect of the current year's depreciation is to decrease net position in the government-wide financial statements.	(701,687)
Interest is accrued on outstanding debt in the government-side financial statements, whereas in the fund financial statements interest expenditures are reported when due.	5,645
Revenues from property taxes are recorded as unavailable in the fund financial statements until they are considered available to finance current expenditures, but such revenues are recognized when assessed, net of an allowance for uncollectable amounts, in the government-wide financial statements.	14,652
Current year amortization of deferred charge on bond refunding is not recorded in the fund financial statements, but is shown as a reduction of the deferred loss in the government-wide financial statements.	(7,302)
Current year compensated absences earned but not used is not recorded in the fund financial statements, but is shown as a decrease in long-term debt in the government-wide financial statements.	13,749
The implementation of GASB 68 required that certain expenditures be de-expended and recorded as deferred resource outflows. The contributions made after the measurement date of 12/31/21 caused the change in ending net position to increase in the amount of \$216,776. Contributions made before the measurement date but during the 2022 FY were also de-expended and recorded as a reduction in the net position liability for the City. This also caused an increase in the change in net position in the amount of \$79,094. These contributions were replaced with the City's pension expense for the year of \$4,047, which caused a decrease in the change in net position. The impact of all of these is to increase net position by \$291,823.	291,823
The implementation of GASB 75 required that certain expenditures be de-expended and recorded as deferred resource outflows. The contributions made after the measurement date of 12/31/21 caused net position to increase in the amount of \$1,447. Contributions made before the measurement date but during the 2022 FY were also de-expended and recorded as a reduction in the net position liability for the City. This also caused an increase in net position in the amount of \$483. These contributions were replaced with the City's OPEB expense for the year of \$20,137, which caused a decrease in the change in net position. The impact of all of these is to decrease net position by \$18,207.	(18,207)
Change in Net Position of Governmental Activities	<u>\$ 2,344,619</u>

CITY OF LAKE DALLAS, TEXAS
BUDGETARY COMPARISON SCHEDULE – GENERAL FUND
FOR THE YEAR ENDED SEPTEMBER 30, 2022

	Budgeted Amounts		Actual	Variance
	Original	Final	Amounts (GAAP BASIS)	With Final Budget
Revenues:				
Taxes (ad valorem, sales and other)	\$ 4,759,322	\$ 4,759,322	\$ 4,903,415	\$ 144,093
Licenses and permits	289,600	289,600	522,194	232,594
Charges for services	250,033	250,033	277,599	27,566
Court fines	271,500	271,500	161,277	(110,223)
CARES funds	-	-	-	-
Donations and grants	29,046	29,046	29,046	-
Insurance proceeds	-	-	15,796	15,796
Interest	2,000	2,000	25,577	23,577
Miscellaneous revenue	5,000	5,000	18,307	13,307
Total Revenues	<u>5,606,501</u>	<u>5,606,501</u>	<u>5,953,211</u>	<u>346,710</u>
Expenditures:				
Current:				
Administration	826,023	906,902	770,503	136,399
Tourism	29,600	29,600	31,321	(1,721)
City council	13,268	13,268	6,746	6,522
Public safety	2,978,297	2,978,297	2,751,790	226,507
Animal services	229,594	229,594	225,480	4,114
Library	281,745	281,745	245,718	36,027
Public works-streets	515,095	515,095	482,861	32,234
Municipal court	134,154	134,154	95,198	38,956
Parks and recreation	86,225	93,888	93,345	543
Development services	375,293	375,293	464,682	(89,389)
Debt Service	113,927	164,305	126,850	37,455
Capital Outlay	170,161	170,161	29,914	140,247
Total Expenditures	<u>5,753,382</u>	<u>5,892,302</u>	<u>5,324,408</u>	<u>567,894</u>
Excess of Revenues over (under) Expenditures	<u>(146,881)</u>	<u>(285,801)</u>	<u>628,803</u>	<u>914,604</u>
Other Financing Sources (Uses):				
Loan Proceeds	-	-	-	-
Sale of Assets	20,000	20,000	11,910	(8,090)
Transfers out	(29,729)	(29,729)	(180,404)	(150,675)
Transfers in	10,000	10,000	-	(10,000)
Total Other Financing Sources (Uses)	<u>271</u>	<u>271</u>	<u>(168,494)</u>	<u>(168,765)</u>
Net Change in Fund Balance	(146,610)	(285,530)	460,309	745,839
Fund Balance – October 1 (beginning)	<u>2,551,993</u>	<u>2,551,993</u>	<u>2,551,993</u>	<u>-</u>
Fund Balance – September 30 (ending)	<u>\$ 2,405,383</u>	<u>\$ 2,266,463</u>	<u>\$ 3,012,302</u>	<u>\$ 745,839</u>

CITY OF LAKE DALLAS, TEXAS
NOTES TO THE BASIC FINANCIAL STATEMENTS
SEPTEMBER 30, 2022

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of the City of Lake Dallas (the "City") are presented in accordance with generally accepted accounting principles applicable to state and local governmental units as set forth by the Governmental Accounting Standards Board ("GASB").

In fiscal year 2004, the City implemented GASB Statement No. 34, *Basic Financial Statements – and Management's Discussion and Analysis – for the State and Local Governments*, GASB Statement No. 37, *Basic Financial Statements – and Management's Discussion and Analysis – for State and Local Governments: Omnibus* which provides additional guidance for the implementation of GASB Statement 34, GASB Statement No. 38, *Certain Financial Statement Disclosures*, which changes note disclosures requirements for governmental entities, and GASB Interpretation No. 6, *Recognition and Measurement of Certain Liabilities and Expenditures in Governmental Fund Financial Statements*, which clarifies the application of standards for modified accrual recognition of certain liabilities and expenditures in areas where difference have arisen, or potentially could arise, in interpretation and practice of GASB Statement No. 34.

GASB Statements No. 34 established a new financial reporting model for state and local governments that included the addition of management's discussion and analysis, government-wide financial statements, required supplementary information and the elimination of the use of account groups to the already required fund financial statements and notes. GASB Statement No. 37 provided additional guidance in reporting infrastructure, program revenues and major criteria.

The GASB determined that fund accounting has and will continue to be essential in helping governments to achieve fiscal accountability and should, therefore, be retained. The GASB also determined that the government-wide financial statements are needed to allow users of financial reports to assess a government's operational accountability. The new GASB model integrates fund-based financial reporting and government-wide financial reporting as complementary components of a single comprehensive financial reporting model.

The following is a summary of the more significant accounting policies.

A. Reporting Entity

The City of Lake Dallas (City) is a municipal corporation governed by an elected mayor and five-member council. The accompanying financial statements present the government and its component units, entities for which the government is considered to be financially accountable. The criteria for including organizations as component units within the City's reporting entity, as set forth in Section 2100 GASB's Codification of Governmental Accounting and Financial Reporting Standards, include whether:

- the organization is legally separate (can sue and be sued in their own name)
- the City holds the corporate powers of the organization
- the City appoints a voting majority of the organization's board
- the City is able to impose its will on the organization
- the organization has the potential to impose a financial benefit/burden on the City
- there is fiscal dependency by the organization on the City

CITY OF LAKE DALLAS, TEXAS
NOTES TO THE BASIC FINANCIAL STATEMENTS
SEPTEMBER 30, 2022

Blended component units, although legally separate entities, are, in substance, part of the government's operations. Each discretely presented component unit is reported in a separate column in the government-wide financial statements to emphasize that it is legally separate from the City.

The City of Lake Dallas, as of September 30, 2022 has one discretely presented component unit as defined by GASB criteria- the Lake Dallas Community Development Corporation. Separately-issued financial statements for the component unit may be obtained by contacting the City of Lake Dallas.

B. Government-wide and Fund Financial Statements

The government-wide financial statements (i.e., the Statement of Net Position and the Statement of Activities) report information on all of the non-fiduciary activities of the City and its component units. For the most part, the effect of interfund activity has been removed from these statements. Governmental activities, which normally are supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on fees and charges for support. The City had no business-type activities during the period.

The statement of activities demonstrates the degree to which the direct expenses of a given function or segment 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 or applicants who purchase, use or directly benefit from goods, services, or privileges provided by a given function or segment and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not properly included among program revenues are reported instead as general revenues.

Separate financial statements are provided for government funds, proprietary funds, and fiduciary funds, even though the latter are excluded for the government-wide financial statements. Major individual governmental funds are reported as separate columns in the fund financial statements. The City had no proprietary funds or fiduciary funds during the period.

C. Measurement Focus, Basis of Accounting, and Financial Statement Presentation

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

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the 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 only when payment is due.

CITY OF LAKE DALLAS, TEXAS
NOTES TO THE BASIC FINANCIAL STATEMENTS
SEPTEMBER 30, 2022

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 Fiduciary Net Position of the Texas Municipal Retirement System (TMRS) and additions to/deductions from TMRS's Fiduciary Net Position have been determined on the same basis as they are reported by TMRS. For this purpose, plan contributions are recognized in the period that compensation is reported for the employee, which is when contributions are legally due. Benefit payments and refunds are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

For purposes of measuring the net OPEB liability, deferred outflows of resources and deferred inflows of resources related to OPEB, and OPEB expense, information about Fiduciary Net Position of the Texas Municipal Retirement System (TMRS) and additions to/deductions from TMRS's Fiduciary Net Position have been determined on the same basis as they are reported by TMRS. For this purpose, plan contributions are recognized in the period that compensation is reported for the employee, which is when contributions are legally due. Benefit payments are treated as being equal to the employer's yearly contributions for retirees. There are no investments as this is a pay-as-you-go plan.

Property taxes, licenses, and interest associated with the current fiscal period are all considered to be susceptible to accrual. All other revenue items are considered to be measurable and available only when cash is received by the City.

The City reports the following major governmental funds:

General Fund – The General fund is the general operating fund of the City. It is used to account for all financial resources except those required to be accounted for in another fund.

Special Revenue Funds – These funds are established to account for funds restricted for specified purposes. For many funds in this type, project accounting is employed to maintain integrity for the various sources of funds.

Debt Service Fund – The Debt Service Fund accounts for the use of debt service taxes collected for the purpose of retiring bond and certificates of obligation principal and paying interest due.

Capital Projects Fund – The Capital Projects Funds accounts for proceeds from the sale of Certificates of Obligation and General Obligation Bonds to be used for authorized acquisition, construction, or renovation projects. Upon completion of a project, any unused debt proceeds, if any, are used to retire related debt principal.

As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements.

Program revenues include: 1) charges to customers or applicants for goods, services, or privileges provided; 2) operating grants and contributions; and 3) capital grants and contributions, including special assessments. Internally dedicated resources are reported as general revenues rather than as program revenues. Likewise, general revenues include all taxes.

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

CITY OF LAKE DALLAS, TEXAS
NOTES TO THE BASIC FINANCIAL STATEMENTS
SEPTEMBER 30, 2022

D. Cash and Investments

The City's cash and investments are considered to be cash on hand, demand deposits and short-term investments in State investment pools.

E. Receivable and Payables

Activity between funds that are representative of lending/borrowing arrangements outstanding at the end of the period are referred to as "due to/from other funds" or "advances to/from other funds."

Property tax receivables are shown net of an allowance for uncollectibles.

F. Property Taxes

Ad valorem taxes are levied from valuations assessed as of January 1 and recognized as revenue on the date of levy, on October 1. Property tax receivables are recognized when the City has an enforceable claim against the property owner. In the governmental funds, property tax revenue is recognized in the fiscal period for which the taxes are levied, provided that they become available. Available means collected within the current period, or expected to be collected soon enough thereafter, to be used to pay current liabilities. The City's availability period is sixty days. Taxes collected prior to the levy date to which they apply are recorded as unavailable revenues and recognized as revenue of the period to which they apply.

Current taxes are due on October 1 and become delinquent if unpaid on February 1. Taxes unpaid as of February 1 are subject to penalty and interest as the City Council provides by ordinance. On January 1 of each year, a tax lien attaches to property to secure all taxes, penalties and interest ultimately imposed.

G. Prepaid Items

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

H. Capital Assets

Capital assets, which include property, plant, equipment and infrastructure assets (e.g., streets, roads, sidewalks and similar items), are reported in the governmental activities column in the government-wide financial statements. The City defines capital assets as assets with an initial individual cost of more than \$1000 and an estimated useful life in excess of one year. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair market value at the time received. The cost of normal maintenance and repairs that do not add to the value of the asset or materially extend asset lives are not capitalized.

Major outlays for capital assets and improvements are capitalized as projects are constructed. Net interest incurred during the construction phase of capital assets of governmental activities is not included as part of the capitalized value of the assets constructed.

CITY OF LAKE DALLAS, TEXAS
NOTES TO THE BASIC FINANCIAL STATEMENTS
SEPTEMBER 30, 2022

Depreciation expense is calculated on the straight-line method. Depreciation methods are designed to amortize the cost of the assets over their estimated useful lives. Estimated useful lives of major categories of property are as follows:

<u>Category</u>	<u>Estimated Life</u>
Buildings	25-40 years
Street infrastructure	15 years
Machinery and equipment	7-10 years
Vehicles	5-7 years

I. Compensated Absences

It is the City's policy to permit employees to accumulate certain earned but unused vacation and sick pay benefits. When an employee separates from service with the City, the employee is entitled to receive pay for earned but unused vacation and sick pay. All such vacation and sick pay is accrued when incurred in the government-wide 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.

J. Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

K. Net Position

Net position represents the difference between assets, deferred outflows of resources, deferred inflows of resources and liabilities. Net investment in capital assets consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any borrowing used for the acquisition, construction or improvements of those assets, and adding back unspent proceeds. Net position is reported as restricted when there are limitations imposed on their use either through the enabling legislation adopted by the City or through external restrictions imposed by creditors, grantors or laws or regulations of other governments.

L. Budgets and Budgetary Accounting

Prior to September 1, the City Manager submits to the City Council a proposed budget for the ensuing fiscal year. At the meeting of the City Council at which the budget is submitted, the City Council fixes the time and place of the public hearing on the budget and causes to be published a notice of the budget hearing. After the budget hearing the budget may be adopted by a favorable vote of the majority vote of the Council. Upon adoption the budget is filed with the City Secretary and the County Clerk of Denton County.

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The City Manager is authorized to transfer budgeted amounts between departments with any fund; however, any revisions that alter the total expenditures of any fund must be approved by the City Council. Expenditures should not exceed appropriations at the department level, the classification level as reported in the combined financial statements. Unused appropriations lapse at the end of each fiscal year.

Budgets for the general fund and debt service fund are adopted on a basis consistent with generally accepted accounting principles (GAAP). The budget was amended once during the year by the City Council. Any amendments are reflected in the official minutes of the Council.

2. DEPOSITS AND INVESTMENTS

The City's funds are required to be deposited and invested under the terms of a depository agreement. The depository bank deposits for safekeeping and trust with the City's agent bank approved pledged securities in an amount sufficient to protect City funds on a day-to-day basis during the period of the agreement. The pledge of approved securities is waived only to the extent of the depository bank's dollar amount of Federal Deposit Insurance Corporation ("FDIC") insurance.

1. Cash Deposits:

At September 30, 2022, the carrying amount of the City's deposits in checking accounts and interest-bearing savings accounts was \$1,292,774 and the bank balance was \$1,326,337. The City's cash deposits at September 30, 2022 were entirely covered by FDIC insurance or by pledged collateral held by the City's agent bank in the City's name.

2. Investments:

The Public Funds Investment Act (Government Code Chapter 2256) contains specific provisions in the areas of investment practices, management reports and establishment of appropriate policies. Among other things, it requires the City to adopt, implement, and publicize an investment policy. That policy must address the following areas: (1) safety of principal and liquidity, (2) portfolio diversification, (3) allowable investments, (4) acceptable risk levels, (5) expected rates of return, (6) maximum allowable stated maturity of portfolio investments, (7) maximum average dollar-weighted maturity allowed based on the stated maturity date for the portfolio, (8) investment staff quality and capabilities, (9) and bid solicitation preferences for certificates of deposit. Statutes authorize the City to invest in (1) obligations of the U.S. Treasury, certain U.S. agencies, and the State of Texas, (2) certificates of deposit, (3) certain municipal securities, (4) money market savings accounts, (5) repurchase agreements, (6) bankers acceptance, (7) Mutual Funds, (8) Investment pools, (9) guaranteed investment contracts, (10) and common trust funds. The Act also requires the City to have independent auditors perform test procedures related to investment practices as provided by the Act. The City is in substantial compliance with the requirements of the Act and with local policies.

In compliance with the Public Funds Investment Act, the City has adopted a deposit and investment policy. That policy addresses the following risks:

- a. **Custodial Credit Risk – Deposits:** In the case of deposits, this is the risk that, in the event of a bank failure, the City's deposits may not be returned to it. As of September 30, 2022, the City's cash balances totaled \$1,326,337. This entire amount was either collateralized with securities held by the City's financial institution's agent in the City's name or covered by FDIC insurance. Thus, the City's deposits are not exposed to custodial credit risk.

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- b. **Custodial Credit Risk – Investments:** For an investment, this is the risk that, in the event of the failure of the counterparty, the City will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. At September 30, 2022, the City held all of its investments in two public funds investment pools – TexPool and LOGIC. Investments in external investment pools are considered unclassified as to custodial credit risk because they are not evidenced by securities that exist in physical or book entry form.
- c. **Credit Risk:** This is the risk that an issuer or other counterparty to an investment will be unable to fulfill its obligation. The rating of securities by nationally recognized rating agencies is designed to give an indication of credit risk. The City has no policy relating to the credit risk of investments. The credit quality rating for LOGIC at year-end was AAA (Standard & Poor's) and for TexPool was AAAm (Standard & Poor's).
- d. **Interest Rate Risk:** This is the risk that changes in interest rates will adversely affect the fair value of an investment. The City has no formal policy relating to interest rate risk but manages its exposure to declines in fair values by limiting the weighted average maturity of its investment portfolio to less than one year from the time of purchase. The weighted average maturity for the TexPool and LOGIC investment pools is less than 60 days.
- e. **Foreign Currency Risk:** This is the risk that exchange rates will adversely affect the fair value of an investment. At September 30, 2022, the City was not exposed to foreign currency risk.
- f. **Concentration of Credit Risk:** This is the risk of loss attributed to the magnitude of the City's investment in a single issuer (i.e., lack of diversification). Concentration risk is defined as positions of 5 percent or more in the securities of a single issuer. Investment pools are excluded from the 5 percent disclosure requirement.

The City's investments at September 30, 2022 are shown below:

<u>Name</u>	<u>Carrying Amount</u>	<u>Market Value</u>
TexPool Investment Pool	\$ 4,176,310	\$ 4,176,310
LOGIC Investment Pool	311,202	311,202
TexStar Investment Pool	24,768	24,768
Texas Class Investment Pool	<u>1,007,102</u>	<u>1,007,102</u>
Total	<u>\$ 5,519,382</u>	<u>\$ 5,519,382</u>

Fair Value Measurements

The City categorizes its fair value measurements with the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant other observable inputs; Level 3 inputs are significant unobservable inputs. Investments that are measured at fair value using the net asset value per share (or its equivalent) as a practical expedient are not classified in the fair value hierarchy below.

In instances where inputs used to measure fair value fall into different levels in the above fair value hierarchy, fair value measurements in their entirety are categorized based in the lowest level input that is significantly to the valuation. The City's assessment of the significance of particular inputs to these fair value measurements requires judgment and considers factors specific to each asset or liability.

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The City's investments in the TexPool and LOGIC investment pools (statewide 2a7-like external investment pools) are not required to be measured at fair value but are measured at amortized cost.

3. FUND BALANCE

The City has implemented GASB Statement No. 54, "Fund Balance Reporting and Governmental Fund Type Definitions." This Statement provides more clearly defined fund balance categories to make the nature and extent of the constraints placed on a government's fund balances more transparent.

Fund Balance Classification: The governmental fund financial statements present fund balances based on classifications that comprise a hierarchy that is based primarily on the extent to which the City is bound to honor constraints on the specific purposes for which amounts in the respective governmental funds can be spent. The classifications used in the governmental fund financial statements are as follows:

- Nonspendable: This classification includes amounts that cannot be spent because they are either (a) not in spendable form or (b) are legally or contractually required to be maintained intact. The City has classified prepaid items as being nonspendable as these items are not expected to be converted to cash.
- Restricted: This classification includes amounts for which constraints have been placed on the use of the resources either (a) externally imposed by creditors, grantors, contributors, or laws or regulations of other governments, or (b) imposed by law through constitutional provisions or enabling legislation. Court security and technology fees are being restricted because their use is restricted pursuant to the regulations that allow the collection of those fees. Child safety fees, juvenile case management fees, state LEOSE training fees and drug seizure funds are being restricted because their use is restricted by law in a similar manner to these specific purposes. Debt service funds are being restricted because their use is restricted for the purpose of retiring long-term debt.
- Committed: This classification includes amounts that can be used only for specific purposes pursuant to constraints imposed by formal action of the City Council. The Council establishes (and modifies or rescinds) fund balance commitments by passage of a resolution. This can also be done through adoption and amendment of the budget. These amounts cannot be used for any other purpose unless the Council removes or changes the specified use by taking the same type of action that was employed when the funds were initially committed. This classification also includes contractual obligations to the extent that existing resources have been specifically committed for use in satisfying those contractual requirements. The Council has no committed fund balance as of September 30, 2022.
- Assigned: This classification includes amounts that are constrained by the City's intent to be used for a specific purpose but are neither restricted nor committed. This intent can be expressed by the Council or through the Council delegating this responsibility to other individuals in the City. Under the City's policy, only the Council may assign amounts for specific purposes. This classification also includes the remaining positive fund balance for all governmental funds except for the General Fund. The City assigned fund balance resources of various funds accounted for through the special revenue fund, and assigned fund balance for a projected fiscal year 2022-23 budget deficit.

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- **Unassigned:** This classification includes all amounts not included in other spendable classifications, including the residual fund balance for the General Fund.

When an expenditure is incurred for purposes for which both restricted and unrestricted fund balance is available, the City considers restricted funds to have been spent first. When an expenditure is incurred for which committed, assigned, or unassigned fund balances are available, the City considers amounts to have been spent first out of committed funds, then assigned funds, and finally unassigned funds, as needed, unless the Council has provided otherwise in its commitment or assignment actions.

The Council has expressed an intent to maintain a level of assigned and unassigned fund balance in the general fund equal to 25 percent of the fund's operating expenditures.

The details of the fund balances are included in the Governmental Funds Balance Sheet (page 18) and are described below:

General Fund

The General Fund has unassigned fund balance of \$2,956,194 at September 30, 2022. Prepaid costs of \$27,113 are considered nonspendable fund balance. \$28,895 is assigned to cover a projected fiscal year 2022-23 budget deficit.

Special Revenue Funds

The fund balances of the Court Technology Fund and Court Security Fund (totaling \$70,464) are shown as restricted for those purposes. The fund balances of the Street Maintenance Tax Fund (\$501,153) and the Hotel Occupancy Tax Fund (\$233,661) are shown as restricted for those purposes. The fund balances of the LEOSE Training Fund, Juvenile Case Management Fund, Drug Seizure Fund, Child Safety Fund, Forensic Testing Fund, Park Improvement Fund, CLFRF Grant and Willow Grove Camping Fees Fund (totaling \$2,347,556) are shown as restricted for those purposes also. The fund balances of the Kids N Cops Fund, Library Donations Fund and Animal Rescue Fund (totaling \$52,798) have been assigned for use in the activities that generated those funds.

Debt Service Fund

The Debt Service Fund has restricted fund balance of \$317,975 at September 30, 2022 that is restricted by law for use in retiring long-term debt.

3. RECEIVABLES

Government-wide receivables as of September 30, 2022, including the applicable allowances for uncollectible accounts, are as follows:

	General Fund	Debt Service Fund	Special Revenue Fund	Total
Receivables:				
Property taxes	\$ 95,248	\$ 15,863	\$ -	\$ 111,111
Sales taxes	223,068	-	44,614	267,682
Mixed beverage tax	6,475	-	-	6,475
Occupancy tax	-	-	110,188	110,188
Franchise tax	21,479	-	-	21,479
Other	1,380	-	-	1,380
Gross Receivables	347,650	15,863	154,802	518,315
Less: Uncollectible allowance	22,859	3,807	-	26,666
Net Total Receivables	<u>\$ 324,791</u>	<u>\$ 12,056</u>	<u>\$ 154,802</u>	<u>\$ 491,649</u>

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Governmental funds report unearned revenue in connection with receivables for revenues that are not considered to be available to liquidate liabilities of the current period. At the end of the current fiscal period, the unavailable revenue reported in the governmental funds relates to delinquent property taxes.

5. INTERFUND BALANCES AND TRANSFERS

Interfund balances at September 30, 2022, consisted of the following individual fund receivables and payables:

<u>Fund</u>	<u>Advances to Other Funds</u>	<u>Advances from Other Funds</u>
<u>General Fund</u>		
Special Revenue Funds:		
VAWA Grant	\$ 28,406	\$ -
Total General Fund	<u>28,406</u>	<u>-</u>
<u>Special Revenue Fund</u>		
General Fund	<u>-</u>	<u>28,406</u>
Total Special Revenue Fund	<u>-</u>	<u>28,406</u>
Total	<u><u>\$ 28,406</u></u>	<u><u>\$ 28,406</u></u>

Virtually all of the above interfund balances are short-term loans due to the fact that checking account balances for most governmental funds are pooled into one demand account. There are no interfund balances that are not expected to be repaid within one year.

Interfund transfers for the year ended September 30, 2022 consisted of the following individual amounts:

<u>Fund</u>	<u>Transfers to Other Funds</u>	<u>Transfers from Other Funds</u>
<u>General Fund:</u>		
VAWA Grant	\$ 30,404	\$ -
Debt Service Fund	150,000	-
<u>Special Revenue Fund:</u>		
VAWA Grant	-	30,404
<u>Debt Service Fund</u>		
General Fund	<u>-</u>	<u>150,000</u>
Total	<u><u>\$ 180,404</u></u>	<u><u>\$ 180,404</u></u>

Interfund transfers during the year include the following:

- Transfer of \$30,404 from the general fund to the VAWA Grant special revenue to cover excess costs of that grant.
- Transfer of \$150,000 from the general fund to the debt service fund toward payment of debt service expenditures.

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6. CAPITAL ASSETS

Capital asset activity for the year ended September 30, 2022 was as follows:

	Beginning Balance	Increases	Decreases	Ending Balance
Governmental activities:				
Capital assets, not being depreciated:				
Land	\$ 440,797	\$ -	\$ -	\$ 440,797
Construction in Progress	772,768	53,741	-	826,509
Total capital assets, not being depreciated	<u>1,213,565</u>	<u>53,741</u>	<u>-</u>	<u>1,267,306</u>
Capital assets, being depreciated:				
Buildings and Improvements	3,186,917	4,149	-	3,191,066
Street and Parks	10,800,003	11,101	-	10,811,104
Equipment and Vehicles	2,102,256	25,766	-	2,128,022
Total capital assets, being depreciated	<u>16,089,176</u>	<u>41,016</u>	<u>-</u>	<u>16,130,192</u>
Less accumulated depreciation for:				
Buildings and Improvements	(1,394,398)	(84,563)	-	(1,478,961)
Street and Parks	(6,565,144)	(418,199)	-	(6,983,343)
Equipment and Vehicles	(1,584,744)	(198,925)	-	(1,783,669)
Total accumulated depreciation	<u>(9,544,286)</u>	<u>(701,687)</u>	<u>-</u>	<u>(10,245,973)</u>
Total capital assets, being depreciated, net	<u>6,544,890</u>	<u>(660,671)</u>	<u>-</u>	<u>5,884,219</u>
Governmental activities capital assets, net	<u>\$ 7,758,455</u>	<u>\$ (606,930)</u>	<u>\$ -</u>	<u>\$ 7,151,525</u>

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

Governmental Activities:	
General Government	\$ 18,749
Public Safety	150,257
Animal Services	27,996
Public Works-Streets	425,240
Municipal Court	1,832
Parks and Recreation	76,415
Development Services	741
Library	457
Total depreciation expense –	
Governmental activities	<u>\$ 701,687</u>

7. LONG TERM DEBT

Long term debt of the City consists of four general obligation bond series, one certificate of obligation series, equipment loans and compensated absences. All long-term debt represents transactions in the City's governmental activities.

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The City has entered into a continuing disclosure undertaking to provide Annual Reports and Material Event Notices to the State Information Depository of Texas (SID), which is the Municipal Advisory Council. This information is required under SEC Rule 15c2-12 to enable investors to analyze the financial condition and operations of the City.

The following is a summary of the changes in the City's Long-term Debt for the year ended September 30, 2022:

Description	Interest Rate Payable	Amounts Outstanding 10/1/21	Refunded/ Additions	Retired	Amounts Outstanding 9/30/22	Due Within One Year
Bonded Indebtedness:						
2008 General Obligation	4.21%	\$ 455,000	\$ -	\$ 55,000	\$ 400,000	\$ 60,000
2012 General Obligation	1.499%	90,000	-	90,000	-	-
2018 General Obligation	2.81%	935,000	-	155,000	780,000	160,000
2019 General Obligation	1.86%	590,000	-	65,000	525,000	70,000
Total Bonded Indebtedness		2,070,000	-	365,000	1,705,000	290,000
Certificates of Obligation:						
2019 Series		1,330,000	-	165,000	1,165,000	155,000
Total Cert. of Obligation		1,330,000	-	165,000	1,165,000	155,000
Equipment Loans		286,667	-	116,867	169,800	54,369
Compensated Absences		329,509	-	13,749	315,760	-
Total Long-Term Debt		\$ 4,016,176	\$ -	\$ 660,616	\$ 3,355,560	\$ 499,369

General Obligation Bonds are direct obligations issued on a pledge of the general taxing power for the payment of the debt obligations of the City. General Obligation Bonds require the City to compute, at the time taxes are levied, the rate of tax required to provide (in each year bonds are outstanding) a fund to pay interest and principal at maturity. The City is in compliance with this requirement.

The retirement of accrued compensated absences is provided by financial resources of the General Fund.

8. DEBT SERVICE REQUIREMENTS TO MATURITY

Presented below is a summary of general obligation bond requirements to maturity:

Year Ended September 30,	Principal	Interest	Total Requirements
2023	\$ 290,000	\$ 48,523	\$ 338,523
2024	295,000	40,199	335,199
2025	310,000	31,735	341,735
2026	320,000	22,826	342,826
2027	200,000	13,567	213,567
2028-2029	290,000	9,168	299,168
Total	\$ 1,705,000	\$ 166,018	\$ 1,871,018

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Presented below is a summary of certificates of obligation requirements to maturity:

Year Ended September 30,	Principal	Interest	Total Requirements
2023	\$ 155,000	\$ 22,135	\$ 177,135
2024	160,000	19,190	179,190
2025	165,000	16,150	181,150
2026	165,000	13,015	178,015
2027	170,000	9,880	179,880
2028-2029	350,000	9,975	359,975
Total	<u>\$ 1,165,000</u>	<u>\$ 90,345</u>	<u>\$ 1,255,345</u>

9. DEFEASED BONDS OUTSTANDING

In prior years, the City issued refunding bonds to defease other outstanding bonds for the purpose of consolidation and to achieve debt service savings. The City placed the proceeds from the refunding issues in irrevocable escrow accounts with a trust agent to ensure payment of debt service on the refunded bonds.

Accordingly, the trust account assets and liabilities for the defeased bonds are not included in the City's financial statements. Although defeased, the refunded debt from those earlier issues will not be actually retired until the call dates have come due or until maturity if they are not callable issues. On September 30, 2022, \$875,000 of bonds outstanding are considered defeased.

CITY OF LAKE DALLAS, TEXAS
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10. EQUIPMENT LOANS

The City has obtained financing through Government Capital Corporation for the purchase of police vehicles and other equipment. A summary of the activity on the loans during the current fiscal year is as follows:

<u>Description</u>	<u>Interest Rate</u>	<u>Amounts Outstanding 10/1/21</u>	<u>Additions</u>	<u>Retired</u>	<u>Amounts Outstanding 9/30/22</u>
Equipment loan - Government Capital Corp	2.997%	\$ 64,406	\$ -	\$ 64,406	\$ -
Equipment loan - Government Capital Corp	4.25%	52,834	-	16,883	35,951
Equipment loan - Government Capital Corp	3.497%	76,297	-	18,103	58,194
Equipment loan - Government Capital Corp	3.19%	93,130	-	17,475	75,655
Total		<u>\$ 286,667</u>	<u>\$ -</u>	<u>\$ 116,867</u>	<u>\$ 169,800</u>

Presented below is a summary of debt service requirements to maturity:

<u>Year Ended</u>	<u>Principal</u>	<u>Interest</u>	<u>Total Requirements</u>
September 30, 2023	\$ 54,369	\$ 5,976	\$ 60,345
2024	56,347	3,998	60,345
2025	39,270	1,946	41,216
2026	19,814	632	20,446
Total	<u>\$ 169,800</u>	<u>\$ 12,552</u>	<u>\$ 182,352</u>

11. DEFINED BENEFIT PENSION PLANS

Plan Description

The City of Lake Dallas participates as one of 901 plans in the defined benefit cash-balance plan administered by the Texas Municipal Retirement System (TMRS). TMRS is an agency created by the State of Texas and administered in accordance with the TMRS Act, Subtitle G, Title 8, Texas Government Code (the TMRS Act) as an agent multiple-employer retirement system for municipal employees in the State of Texas. The TMRS Act places the general administration and management of the System with a six-member Governor-appointed Board of Trustees. However, TMRS does not receive any funding from the State of Texas. TMRS issues a publicly available comprehensive annual financial report (CAFR) that can be obtained at www.tmrs.com.

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

Benefits Provided

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

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

The plan provisions are adopted by the governing body of the City, within the options available in the state statutes governing TMRS. Plan provisions for the City were as follows:

	Plan Year 2021	Plan Year 2022
Employee deposit rate	7.0%	7.0%
Employer deposit rate	13.70%	13.20%
Matching ratio (City to employee)	2 to 1	2 to 1
Years required for vesting	5	5
Service retirement eligibility (expressed as age/years of service)	60/5,0/20	60/5,0/20
Updated Service Credit	100% Repeating, Transfers	100% Repeating, Transfers
Annuity Increase (to retirees)	70% of CPI Reporting	70% of CPI Reporting

Employees covered by benefit terms.

At the December 31, 2021 valuation and measurement date, the following employees were covered by the benefit terms:

Inactive employees or beneficiaries currently receiving benefits	45
Inactive employees entitled to buy not yet receiving benefits	67
Active employees	<u>34</u>
	146

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 1 to 1, 1.5 to 1 or 2 to 1, both as adopted by the governing body of the City. Under the state law governing TMRS, the contribution rate for each City is determined annually by the actuary, using the Entry Age Normal (EAN) actuarial cost method. The actuarially determined rate is the estimated amount necessary to finance the cost of benefits earned by employees during the year, with an additional amount to finance any unfunded accrued liability.

Employees for the City of Lake Dallas were required to contribute 7% of their annual gross earnings during the fiscal year. The contribution rates for the City of Lake Dallas were 13.70% and 13.20% in calendar years 2021 and 2022, respectively. The City's contributions to TMRS for the year ended September 30, 2022 were \$295,870, which consists of \$266,131 required contributions and \$29,739 additional voluntary contributions.

Net Pension Liability

The City's Net Pension Liability (NPL) was measured as of December 31, 2021, and the Total Pension Liability (TPL) used to calculate the Net Pension Liability was determined by an actuarial valuation as of that date.

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Actuarial assumptions:

The Total Pension Liability in the December 31, 2021 actuarial valuation was determined using the following actuarial assumptions:

Inflation	2.50% per year
Overall payroll growth	2.75% per year, adjusted down from population declines, if any
Investment Rate of Return	6.75%, net of pension plan investment expense, including inflation

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

The actuarial assumptions were developed primarily from the actuarial investigation of the experience of TMRS over the four-year period from December 31, 2014 to December 31, 2018. They were adopted in 2019 and first used in the December 31, 2019 actuarial valuation. The post-retirement mortality assumption for Annuity Purchase Rates (APRs) is based on the Mortality Experience Investigation Study covering 2009 through 2011 and dated December 31, 2013. Plan assets are managed on a total return basis with an emphasis on both capital appreciation as well as the production of income, in order to satisfy the short-term and long-term funding needs of TMRS.

The long-term expected rate of return on pension plan investments was determined using a building-block method in which best estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. In determining their best estimate of a recommended investment return assumption under the various alternative asset allocation portfolios, GRS focused on the area between (1) arithmetic mean (aggressive) without an adjustment for time (conservative) and (2) the geometric mean (conservative) with an adjustment for time (aggressive). The target allocation and best estimates of real rates of return for each major asset class in fiscal year 2022 are summarized in the following table:

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Asset Class	Target Allocation	Long-Term Expected Portfolio Real Rate of Return*
Global Public Equity	35.0%	7.55%
Core Fixed Income	6.0%	2.00%
Non-Core Fixed Income	20.0%	5.68%
Other Public and Private Market	12.0%	7.22%
Real Estate	15.0%	6.85%
Hedge Funds	5.0%	5.35%
Private Equity	10.0%	10.00%
Total	100.0%	

Discount Rate

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

Changes in the Net Pension Liability	Increase (Decrease)		
	Total Pension Liability	Plan Fiduciary Net Position	Net Pension Liability (Asset)
	(a)	(b)	(a) - (b)
Balance at 12/31/2020	\$ 10,191,757	\$ 9,806,572	\$ 385,185
Changes for the year:			
Service Cost	383,800	-	383,800
Interest	683,951	-	683,951
Change in benefit terms	-	-	-
Difference between expected and actual experience	(70,570)	-	(70,570)
Changes of assumptions	-	-	-
Contributions – employer	-	310,492	(310,492)
Contributions – employee	-	150,089	(150,089)
Net investment income	-	1,277,961	(1,277,961)
Benefit payments, including refunds of employee contributions	(502,090)	(502,090)	-
Administrative expense	-	(5,915)	5,915
Other changes	-	40	(40)
Net changes	495,091	1,230,577	(735,486)
Balance at 12/31/2021	\$ 10,686,848	\$ 11,037,149	\$ (350,301)

Sensitivity of the net pension liability to changes in the discount rate

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

CITY OF LAKE DALLAS, TEXAS
NOTES TO THE BASIC FINANCIAL STATEMENTS
SEPTEMBER 30, 2022

	1% Decrease in Discount Rate (5.75%)	Discount Rate (6.75%)	1% Increase in Discount Rate (7.75%)
City's net pension liability (asset)	\$1,220,367	\$(350,301)	\$(1,617,513)

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, 2022, the City recognized pension expense of \$(5,806).

At September 30, 2022, the City reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual economic experience	\$ -	\$ 39,259
Changes in actuarial assumptions	-	-
Difference between projected and actual investment earnings	163,231	819,990
Contributions subsequent to the measurement date	216,776	-
Total	\$ 380,007	\$ 859,249

\$216,776 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, 2023. 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:	
2023	\$ (149,956)
2024	(284,380)
2025	(138,481)
2026	(123,201)
2027	-
Thereafter	-

CITY OF LAKE DALLAS, TEXAS
NOTES TO THE BASIC FINANCIAL STATEMENTS
SEPTEMBER 30, 2022

12. OTHER POST EMPLOYMENT BENEFITS

Plan Description

The City also participates in a defined benefit group-term life insurance plan known as the Supplemental Death Benefits Fund (SDBF). This is a voluntary program in which participating member cities may elect, by ordinance, to provide group-term life insurance coverage (Supplemental Death Benefits) for their active members, including or not including retirees.

Benefits Provided

The death benefit for active employees provides a lump-sum payment approximately equal to the employee's annual salary (calculated based on the employee's actual earnings for the 12-month period preceding the month of death). The death benefit for retirees is considered an other postemployment benefit (OPEB) and is a fixed amount of \$7,500. As the SDBF covers both active and retiree employees, with no segregation of assets, the SDBF is considered to be an unfunded OPEB plan. Texas Local Government Code Section 177.001 assigns the authority to establish and amend benefit provisions to the City Council. At the December 31, 2021 valuation and measurement date, the following employees were covered by the benefit terms:

Inactive employees or beneficiaries currently receiving benefits	16
Inactive employees entitled to but not yet receiving benefits	11
Active employees	<u>34</u>
Total	61

Contributions

The City contributes to the SDBF program at a **contractually** required rate. An annual actuarial valuation is performed, and the contractual rate is equal to the cost of providing one-year term life insurance. The premium rate is expressed as a percentage of the covered payroll of members employed by the participating employer. There is a one-year delay between the actuarial valuation that serves as the basis for the employer contribution rate and the calendar year when the rate goes into effect.

The SDBF program is voluntary and employers can cease participation by adopting an ordinance before November 1 of any year to be effective the following January 1. Therefore, the funding policy of the program is to ensure that adequate resources are available to meet all insurance benefit payments for the upcoming year. It is not the intent of the funding policy to pre-fund retiree term life insurance during employees' entire careers. The City's contribution, which equaled the required contribution, was as follows for the year ended September 30:

	<u>2022</u>
Employer rate	0.09%
Employer contributions	\$ 1,930

Actuarial Assumptions

The total OPEB liability in the December 31, 2021 actuarial valuation was determined using the following actuarial assumptions:

CITY OF LAKE DALLAS, TEXAS
NOTES TO THE BASIC FINANCIAL STATEMENTS
SEPTEMBER 30, 2022

Inflation	2.5%
Salary increases	3.50% to 11.5%, including inflation
Discount rate	1.84%

Mortality rates for service retirees were based on the 2019 Municipal Retirees of Texas Mortality Tables. The rates are projected on a fully generational basis with Scale UMP.

Mortality rates for disabled retirees were based on the 2020 Municipal Retirees of Texas Mortality Tables with a 4 year set-forward for males and a 3 year set-forward for females. In addition, a 3.5% and 3% minimum mortality rate will be applied to reflect the impairment for younger members who become disabled for males and females, respectively. The rates are projected on a fully generational basis by Scale UMP to account for future mortality improvements subject to the floor.

Actuarial assumptions used in the December 31, 2021 valuation were based on the results of actuarial experience studies. The experience study in TMRS was for the period December 31, 2014 through December 31, 2018.

The SDBF program is treated as an unfunded OPEB plan because the SDBF trust covers both actives and retirees and the assets are not segregated for these groups. A discount rate of 1.84% was based on the Fidelity Index's 20-Year Municipal GO AA Index as of December 31, 2021.

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

At September 30, 2022, the City reported a total OPEB liability of \$151,731 measured at December 31, 2021. For the year ended September 30, 2022, the City recognized OPEB expense of \$21,634.

There were no changes of assumptions or other inputs that affected measurement of the total OPEB liability during the measurement period, except for a change in the discount rate from 2.00% to 1.84%.

There were no changes of benefit terms that affected measurement of the total OPEB liability during the measurement period.

Changes in the total OPEB liability for the measurement year ended December 31, 2021 are as follows:

Changes in Total OPEB Liability	Total OPEB Liability
Balance at December 31, 2020	\$ 143,723
Changes for the year:	
Service cost	10,077
Interest on total OPEB liability	2,943
Changes of benefit terms	-
Differences between expected and actual experience	(7,026)
Effect of assumption changes or inputs	5,230
Benefit payments*	(3,216)
Balance as of December 31, 2021	<u>\$ 151,731</u>

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

CITY OF LAKE DALLAS, TEXAS
NOTES TO THE BASIC FINANCIAL STATEMENTS
SEPTEMBER 30, 2022

Discount Rate Sensitivity Analysis

The following presents the total OPEB liability of the City, calculated using the discount rate of 1.84%, as well as what the City's total OPEB liability would be if it were calculated using a discount rate that is 1 percentage point lower (0.84%) or 1 percentage point higher (2.84%) than the current rate.

	1% Decrease in Discount Rate (0.84%)	Discount Rate (1.84%)	1% Increase in Discount Rate (2.84%)
Total OPEB liability	\$190,848	\$151,731	\$122,984

At December 31, 2021, the City reported its deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual economic experience	\$ 2,307	\$ 6,438
Changes in actuarial assumptions	23,259	1,156
Difference between projected and actual investment earnings	-	-
Contributions subsequent to the measurement date	1,447	-
Total	\$ 27,013	\$ 7,594

Deferred outflows of resources related to OPEB resulting from contribution subsequent to the measurement date will be recognized as a reduction of the total OPEB liability for the year ended September 30, 2023 in the amount of \$1,447. The other net amounts of the employer's balances of deferred outflows and inflows of resources related to OPEB, excluding contributions made subsequent to the measurement date, will be recognized in OPEB expense as follows:

Year ended September 30:	
2023	\$ 7,616
2024	8,063
2025	2,517
2026	(224)
2027	-
Thereafter	-

13. LITIGATION AND CONTINGENCIES

The City participates in some state and Federal grant programs which are governed by various rules and regulations of the grantor agencies. Costs charged to the respective grant programs are subject to audit and adjustment by the grantor agencies; therefore, to the extent that the City has not complied with the rules and regulations governing the grants, if any, refunds of any money received may be required and the collectibility of any related receivable at September 30, 2022 may be impaired. In the opinion of the City, there are no significant contingent liabilities relating to compliance with the rules and regulations governing the respective grants; therefore, no provision has been recorded in the accompanying financial statements for such contingencies.

CITY OF LAKE DALLAS, TEXAS
NOTES TO THE BASIC FINANCIAL STATEMENTS
SEPTEMBER 30, 2022

14. RISK MANAGEMENT

Liability and property insurance coverage is provided by TML Intergovernmental Risk Pool. The City retains, as a risk only, the deductible amounts for each declaration of coverage. There were no reductions in coverage in the past fiscal year and there were no settlements exceeding insurance coverage in each of the past three fiscal years.

The City is a member of the Texas Municipal League Intergovernmental Risk Pool. Insurance coverage of the City is divided into the following types: property, crime, general liability, public official's liability, auto liability, auto physical damage, auto catastrophic, inland marine (mobile equipment), law enforcement liability, and boiler and machinery.

15. SUBSEQUENT EVENTS

Management has reviewed events subsequent to September 30, 2022 through February 6, 2023, which is the date the financial statements were available to be issued. No events were identified that are required to be disclosed in the financial statements.

REQUIRED SUPPLEMENTARY INFORMATION

CITY OF LAKE DALLAS, TEXAS
SCHEDULE OF CHANGES IN NET PENSION LIABILITY AND RELATED RATIOS
TEXAS MUNICIPAL RETIREMENT SYSTEM
FOR THE YEAR ENDED SEPTEMBER 30, 2022

	2021	2020	2019	2018
Total Pension Liability				
Service Cost	\$ 383,800	\$ 366,138	\$ 316,733	\$ 312,484
Interest (on the Total Pension Liability)	683,951	649,272	618,310	589,594
Changes of benefit terms	-	-	-	-
Difference between expected and actual experience	(70,570)	(28,563)	(25,474)	7,609
Change of assumptions	-	-	34,035	-
Benefit payments, including refunds of employee contributions	(502,090)	(461,719)	(557,516)	(415,258)
Net Change in Total Pension Liability	495,091	525,128	386,088	494,429
Total Pension Liability - Beginning	10,191,757	9,666,629	9,280,541	8,786,112
Total Pension Liability - Ending (a)	<u>\$ 10,686,848</u>	<u>\$ 10,191,757</u>	<u>\$ 9,666,629</u>	<u>\$ 9,280,541</u>
Plan Fiduciary Net Position				
Contributions - Employer	\$ 310,492	\$ 303,421	\$ 240,024	\$ 247,704
Contributions - Employee	150,089	144,230	127,202	128,821
Net Investment Income	1,277,961	692,823	1,248,850	(250,791)
Benefit payments, including refunds of employee contributions	(502,090)	(461,719)	(557,516)	(415,258)
Administrative Expense	(5,915)	(4,486)	(7,059)	(4,849)
Other	40	(175)	(212)	(253)
Net Change in Plan Fiduciary Net Position	1,230,577	674,094	1,051,289	(294,626)
Plan Fiduciary Net Position - Beginning	9,806,572	9,132,478	8,081,189	8,375,815
Plan Fiduciary Net Position - Ending (b)	<u>\$ 11,037,149</u>	<u>\$ 9,806,572</u>	<u>\$ 9,132,478</u>	<u>\$ 8,081,189</u>
Net Pension Liability (Asset) - Ending (a) - (b)	<u>\$ (350,301)</u>	<u>\$ 385,185</u>	<u>\$ 534,151</u>	<u>\$ 1,199,352</u>
Plan Fiduciary Net Position as a Percentage of Total Pension Liability	103.28%	96.22%	94.47%	87.08%
Covered Employee Payroll	\$ 2,144,135	\$ 2,060,427	\$ 1,817,174	\$ 1,840,305
Net Pension Liability as a Percentage of Covered Employee Payroll	16.34%	18.69%	29.39%	65.17%

Note: The information from this schedule corresponds with the period covered as of the Plan's measurement dates of December 31. Plan information was unavailable prior to 2014. Ten years will ultimately be displayed.

<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
\$ 310,358	\$ 304,544	\$ 280,697	\$ 254,024
573,047	548,546	542,064	493,307
-	-	-	-
(198,331)	(108,277)	(239,049)	235,740
-	-	98,743	-
<u>(466,739)</u>	<u>(302,728)</u>	<u>(320,372)</u>	<u>(279,382)</u>
218,335	442,085	362,083	703,689
<u>8,567,777</u>	<u>8,125,692</u>	<u>7,763,609</u>	<u>7,059,920</u>
<u>\$ 8,786,112</u>	<u>\$ 8,567,777</u>	<u>\$ 8,125,692</u>	<u>\$ 7,763,609</u>
\$ 241,581	\$ 222,894	\$ 214,231	\$ 236,507
124,713	124,265	123,422	124,103
1,032,735	469,202	10,212	370,300
(466,739)	(302,728)	(320,372)	(279,382)
(5,350)	(5,298)	(6,220)	(3,866)
<u>(271)</u>	<u>(285)</u>	<u>(307)</u>	<u>(318)</u>
926,669	508,050	20,966	447,344
<u>7,449,146</u>	<u>6,941,096</u>	<u>6,920,130</u>	<u>6,472,786</u>
<u>\$ 8,375,815</u>	<u>\$ 7,449,146</u>	<u>\$ 6,941,096</u>	<u>\$ 6,920,130</u>
<u>\$ 410,297</u>	<u>\$ 1,118,631</u>	<u>\$ 1,184,596</u>	<u>\$ 843,479</u>
95.33%	86.94%	85.42%	89.14%
\$ 1,781,620	\$ 1,775,768	\$ 1,768,037	\$ 1,763,314
23.03%	62.99%	67.00%	47.83%

CITY OF LAKE DALLAS, TEXAS
SCHEDULE OF EMPLOYER CONTRIBUTIONS
TEXAS MUNICIPAL RETIREMENT SYSTEM
FOR FISCAL YEAR 2022

	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>
Contractually Required Contribution	\$ 266,131	\$ 304,234	\$ 258,446	\$ 231,778
Contribution in Relation to the Contractually Required Contribution	<u>(266,131)</u>	<u>(304,234)</u>	<u>(258,446)</u>	<u>(231,778)</u>
Contribution Deficiency (Excess)	<u>\$ -0-</u>	<u>\$ -0-</u>	<u>\$ -0-</u>	<u>\$ -0-</u>
City's Covered-Employee Payroll	\$ 1,996,326	\$ 2,241,514	\$ 1,973,775	\$ 1,840,307
Contributions as a Percentage of Covered-Employee Payroll	13.33%	13.57%	13.09%	12.59%

Note: The information from this schedule corresponds with the City's fiscal years ended September 30. Plan information was unavailable prior to 2014. Ten years will ultimately be displayed.

<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
\$ 233,663	\$ 249,853	\$ 224,395	\$ 224,355
<u>(233,663)</u>	<u>(249,853)</u>	<u>(224,395)</u>	<u>(224,355)</u>
<u><u>\$ -0-</u></u>	<u><u>\$ -0-</u></u>	<u><u>\$ -0-</u></u>	<u><u>\$ -0-</u></u>
\$ 1,701,413	\$ 1,838,908	\$ 1,765,570	\$ 1,768,037
13.73%	13.59%	12.71%	12.69%

CITY OF LAKE DALLAS, TEXAS
SCHEDULE OF CHANGES IN TOTAL OPEB LIABILITY AND RELATED RATIOS
TEXAS MUNICIPAL RETIREMENT SYSTEM
FOR FISCAL YEAR 2022

	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>
Total OPEB Liability				
Service cost	\$ 10,077	\$ 7,418	\$ 5,270	\$ 4,601
Interest on total OPEB liability	2,943	3,084	3,236	2,842
Changes of benefit terms	-	-	-	-
Differences between expected and actual experience	(7,026)	3,770	(2,486)	1,209
Change of assumptions	5,230	21,528	18,797	(6,796)
Benefit payments/refunds of contributions	<u>(3,216)</u>	<u>(1,030)</u>	<u>(909)</u>	<u>(736)</u>
Net change in total OPEB liability	8,008	34,770	23,908	1,120
 Total OPEB liability, beginning	 <u>143,723</u>	 <u>108,953</u>	 <u>85,045</u>	 <u>83,925</u>
Total OPEB liability, ending	<u>\$ 151,731</u>	<u>\$ 143,723</u>	<u>\$ 108,953</u>	<u>\$ 85,045</u>
 Covered employee payroll	 \$ 2,144,135	 \$ 2,060,427	 \$ 1,817,174	 \$ 1,840,305
 Net OPEB liability as a percentage of covered payroll	 7.08%	 6.98%	 6.00%	 4.62%

Note: The information from this schedule corresponds with the period covered as of the Plan's measurement dates of December 31. Plan information was unavailable prior to 2018. Ten year will ultimately be displayed.

No assets are accumulated in a trust as defined by GASB 75. Benefits are on a pay as you go basis.

CITY OF LAKE DALLAS, TEXAS
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
FOR THE YEAR ENDED SEPTEMBER 30, 2022

Note A – Net Pension Liability – Texas Municipal Retirement System

Valuation Date:

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

Methods and Assumptions Used to Determine Contribution Rates:

Actuarial Cost Method	Entry Age Normal
Amortization Method	Level Percentage of Payroll, Closed
Remaining Amortization Period	24 years
Asset Valuation Method	10 Year smoothed market; 12% soft corridor
Inflation	2.5%
Salary Increases	3.50% to 11.5%, including inflation
Investment Rate of Return	6.75%
Retirement Age	Experience-based table of rates that are specific to the City's plan of benefits. Last updated for the 2019 valuation pursuant to an experience study of the period 2014-2018
Mortality	Post-retirement: 2019 Municipal Retirees of Texas Mortality Tables. The rates are projected on a fully generational basis with Scale UMP. Pre-retirement: PUB(10) mortality tables, with the Public Safety table used for males and the General Employee table used for females. The rates are projected on a fully generational basis with Scale UMP.

Changes of Benefit Terms

There were no changes in benefit terms during the measurement period.

Changes in the Size or Composition of the Population Covered by the Benefit Terms

There were no changes in the size or composition of the population covered by the benefit terms during the measurement period.

Changes of Assumptions

There were no changes of assumptions or other inputs that affected measurement of the total pension liability during the measurement period.

CITY OF LAKE DALLAS, TEXAS
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
FOR THE YEAR ENDED SEPTEMBER 30, 2022

Note B – Total OPEB Liability – Texas Municipal Retirement System

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

Inflation

2.5%

Salary Increases

3.50% to 11.5%, including inflation

Discount Rate

1.84%

Retirement Age

Experience-based table of rates that are specific to the Town's plan of benefits. Last updated for the 2019 valuation pursuant to an experience study of the period 2014-2018.

Mortality

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

**COMBINING & INDIVIDUAL FUND
STATEMENTS & SCHEDULES**

CITY OF LAKE DALLAS, TEXAS
GENERAL FUND
COMPARATIVE BALANCE SHEETS
SEPTEMBER 30, 2021 AND 2022

	<u>2021</u>	<u>2022</u>
ASSETS		
Cash and cash equivalents	\$ 2,256,502	\$ 2,842,181
Receivables:		
Ad valorem tax	63,251	72,389
Sales tax	202,307	223,068
Franchise tax	29,732	21,479
Mixed beverage tax	4,203	6,475
Other	63,285	1,380
Due from other funds	119,041	28,406
Due from CDC	1,036	-
Prepaid costs	32,476	27,113
TOTAL ASSETS	<u><u>\$ 2,771,833</u></u>	<u><u>\$ 3,222,491</u></u>
LIABILITIES, DEFERRED INFLOWS AND FUND BALANCE		
Liabilities:		
Accounts payable	\$ 92,064	\$ 61,507
Accrued wages payable	68,027	74,499
Escrowed funds	8,450	8,450
Total Liabilities	<u><u>168,541</u></u>	<u><u>144,456</u></u>
Deferred Inflows of Resources:		
Unavailable revenue-property taxes	51,299	65,733
Total Deferred Inflows of Resources	<u><u>51,299</u></u>	<u><u>65,733</u></u>
Fund Balance:		
Nonspendable	32,476	27,113
Unassigned	2,519,517	2,985,189
Total Fund Balance	<u><u>2,551,993</u></u>	<u><u>3,012,302</u></u>
TOTAL LIABILITIES, DEFERRED INFLOWS AND FUND BALANCE	<u><u>\$ 2,771,833</u></u>	<u><u>\$ 3,222,491</u></u>

CITY OF LAKE DALLAS, TEXAS
GENERAL FUND
COMPARATIVE STATEMENT OF REVENUES, EXPENDITURES, AND CHANGE IN FUND BALANCES
FOR THE YEARS ENDED SEPTEMBER 30, 2021 AND 2022

	2021	2022
REVENUES:		
Taxes:		
Property	\$ 3,009,093	\$ 3,217,057
Sales	1,069,460	1,223,630
Mixed beverage	28,708	33,602
Franchise	422,987	429,126
License and permits	165,250	522,194
Charges for services	267,571	277,599
Court fines	255,840	161,277
Donations and grants	34,732	29,046
Insurance proceeds	556	15,796
Interest	1,249	25,577
Miscellaneous	9,710	18,307
Total Revenues	<u>5,265,156</u>	<u>5,953,211</u>
EXPENDITURES:		
Current:		
Administration	1,096,941	770,503
Tourism	30,605	31,321
City council	9,766	6,746
Public safety	2,559,455	2,751,790
Animal services	197,057	225,480
Library	259,079	245,718
Public works – streets	474,319	482,861
Municipal court	116,895	95,198
Parks and facilities	102,287	93,345
Development services	392,127	464,682
Capital outlay	201,311	29,914
Debt service:		
Principal	95,303	116,867
Interest	10,028	9,983
Total Expenditures	<u>5,545,173</u>	<u>5,324,408</u>
Excess of Revenues over (under) Expenditures	<u>(280,017)</u>	<u>628,803</u>
OTHER FINANCING SOURCES (USES):		
Loan proceeds	93,130	-
Sale of assets	18,176	11,910
Transfers out	(7,581)	(180,404)
Total Other Financing Sources (Uses)	<u>103,725</u>	<u>(168,494)</u>
Net Change in Fund Balance	(176,292)	460,309
Fund Balance - October 1 (beginning)	2,728,285	2,551,993
Fund Balance - September 30 (Ending)	<u>\$ 2,551,993</u>	<u>\$ 3,012,302</u>

CITY OF LAKE DALLAS, TEXAS
GENERAL FUND
STATEMENT OF REVENUES - BUDGET AND ACTUAL
FOR THE YEAR ENDED SEPTEMBER 30, 2022

	Budget	Actual	Variance Favorable (Unfavorable)
Ad valorem tax	\$ 3,255,022	\$ 3,217,057	\$ (37,965)
Sales tax	1,037,500	1,223,630	186,130
Mixed beverage tax	25,000	33,602	8,602
Franchise tax	441,800	429,126	(12,674)
Court fines and fees	271,500	161,277	(110,223)
Library donations, fines, memberships	9,000	11,175	2,175
Library funding	29,046	29,046	-
Building permits	200,000	264,727	64,727
Park administration fees	20,000	20,000	-
Other permits and fees	89,600	257,467	167,867
School resource officer reimbursements	63,285	63,285	-
Rent - fire station	45,948	46,867	919
Other rentals	1,300	680	(620)
Parks maintenance	36,000	36,000	-
Staff/office services - CDC	44,000	44,000	-
Interest earned	2,000	25,577	23,577
Animal services	8,500	19,982	11,482
Special events	22,000	35,610	13,610
Insurance proceeds	-	15,796	15,796
Other revenue	5,000	18,307	13,307
TOTAL REVENUE	<u>\$ 5,606,501</u>	<u>\$ 5,953,211</u>	<u>\$ 346,710</u>

CITY OF LAKE DALLAS, TEXAS
GENERAL FUND
STATEMENT OF EXPENDITURES BY DEPARTMENT
BUDGET AND ACTUAL FOR THE YEAR ENDED SEPTEMBER 30, 2022

	Budget	Actual	Variance Favorable (Unfavorable)
ADMINISTRATION:			
Personnel:			
Salaries	\$ 376,341	\$ 311,720	\$ 64,621
Retirement	52,524	39,518	13,006
Longevity pay	702	492	210
Insurance	28,050	26,134	1,916
Payroll taxes	5,951	4,447	1,504
Total Personnel	463,568	382,311	81,257
Supplies, Repairs and Services:			
Insurance	133,879	63,423	70,456
Office expense	11,200	3,952	7,248
Operating supplies	11,495	10,000	1,495
Travel and training	7,695	1,505	6,190
Ads and public notices	1,900	1,552	348
Publications	5,230	5,580	(350)
Printing	10,925	15,878	(4,953)
Dues and memberships	4,000	2,610	1,390
Postage	950	3,784	(2,834)
Telephone and utilities	39,040	38,192	848
Consultants and professionals	46,000	55,665	(9,665)
Legal services	45,000	67,523	(22,523)
Audit	17,000	18,000	(1,000)
Election costs	8,500	-	8,500
Tax appraisal fees	23,500	24,085	(585)
Financial advisory services	1,500	-	1,500
SPAN	1,615	-	1,615
Civic Plus	5,300	6,687	(1,387)
Software maintenance	25,650	46,430	(20,780)
Maintenance and repair - building	33,415	20,305	13,110
Miscellaneous	9,540	3,021	6,519
Total Supplies, Repairs and Services	443,334	388,192	55,142
TOTAL ADMINISTRATION	906,902	770,503	136,399

CITY OF LAKE DALLAS, TEXAS
GENERAL FUND
STATEMENT OF EXPENDITURES BY DEPARTMENT (CONTINUED)
BUDGET AND ACTUAL FOR THE YEAR ENDED SEPTEMBER 30, 2022

	<u>Budget</u>	<u>Actual</u>	Variance Favorable (Unfavorable)
CITY COUNCIL:			
Supplies, Repairs and Services:			
Office expense	\$ 285	\$ 250	\$ 35
Legislative	3,420	-	3,420
Travel and training	7,078	5,004	2,074
Dues and memberships	2,200	1,020	1,180
Flowers/gifts/plaques	285	472	(187)
Total Supplies, Repairs and Services	<u>13,268</u>	<u>6,746</u>	<u>6,522</u>
 TOTAL CITY COUNCIL	 <u>13,268</u>	 <u>6,746</u>	 <u>6,522</u>
 TOURISM:			
Supplies, Repairs and Services:			
Community events	7,600	6,321	1,279
Fireworks	22,000	25,000	(3,000)
Total Supplies, Repairs and Services	<u>29,600</u>	<u>31,321</u>	<u>(1,721)</u>
 TOTAL TOURISM	 <u>29,600</u>	 <u>31,321</u>	 <u>(1,721)</u>
 PUBLIC SAFETY:			
Police Department:			
Personnel:			
Salaries	1,007,389	871,262	136,127
Retirement	150,782	137,754	13,028
Longevity pay	5,832	4,776	1,056
Insurance	183,254	159,808	23,446
Payroll taxes	15,969	12,662	3,307
Total Personnel	<u>1,363,226</u>	<u>1,186,262</u>	<u>176,964</u>

CITY OF LAKE DALLAS, TEXAS
GENERAL FUND
STATEMENT OF EXPENDITURES BY DEPARTMENT (CONTINUED)
BUDGET AND ACTUAL FOR THE YEAR ENDED SEPTEMBER 30, 2022

	Budget	Actual	Variance Favorable (Unfavorable)
Supplies, Repairs and Services:			
Office expense	\$ 4,090	\$ 3,541	\$ 549
Supplies	14,963	11,413	3,550
Printing	4,162	3,434	728
Travel and training	11,356	9,206	2,150
Physicals and evaluations	3,266	2,500	766
Ads and public notices	855	-	855
Publications	5,227	4,664	563
Dues and memberships	2,655	269	2,386
Uniforms	9,310	10,741	(1,431)
Utilities	4,731	6,286	(1,555)
Legal	3,325	-	3,325
Software maintenance	20,145	33,430	(13,285)
Property loss	500	-	500
Jail fees	1,500	50	1,450
Baliff fees	-	1,200	(1,200)
Telephone	9,761	10,891	(1,130)
Communications	85,723	60,403	25,320
Consultants and professionals	81,000	1,307	79,693
Maintenance and repair - building	1,520	1,106	414
Maintenance and repair - equipment	7,125	6,650	475
Maintenance and repair - vehicles	14,250	8,831	5,419
Vehicle fuel	19,000	28,121	(9,121)
Vehicle lease	-	50,878	(50,878)
Total Supplies, Repairs and Services	304,464	254,921	49,543
Total Police Department	1,667,690	1,441,183	226,507
Fire Department:			
Contribution for services	1,310,607	1,310,607	-
Total Fire Department	1,310,607	1,310,607	-
TOTAL PUBLIC SAFETY	2,978,297	2,751,790	226,507

CITY OF LAKE DALLAS, TEXAS
GENERAL FUND
STATEMENT OF EXPENDITURES BY DEPARTMENT (CONTINUED)
BUDGET AND ACTUAL FOR THE YEAR ENDED SEPTEMBER 30, 2022

	Budget	Actual	Variance Favorable (Unfavorable)
ANIMAL SERVICES:			
Personnel:			
Salaries	\$ 133,197	\$ 134,998	\$ (1,801)
Longevity pay	318	390	(72)
Retirement	15,449	21,551	(6,102)
Insurance	34,654	30,079	4,575
Payroll taxes	2,755	2,072	683
Total Personnel	186,373	189,090	(2,717)
Supplies, Repairs and Services:			
Office expense	1,474	611	863
Supplies	7,981	6,212	1,769
Advertising	190	-	190
Travel and training	2,087	99	1,988
Physicals and evaluations	460	45	415
Land lease	1,350	1,384	(34)
Software maintenance	3,610	2,294	1,316
Dues and memberships	320	-	320
Uniforms	760	437	323
Telephone	746	1,176	(430)
Consultants and professionals	8,550	7,383	1,167
Utilities	12,700	10,923	1,777
Maintenance and repair - building	1,900	2,953	(1,053)
Maintenance and repair - vehicles	475	1,112	(637)
Vehicle fuel	618	1,761	(1,143)
Total Supplies, Repairs and Services	43,221	36,390	6,831
TOTAL ANIMAL SERVICES	229,594	225,480	4,114
LIBRARY:			
Personnel:			
Salaries	175,900	142,301	33,599
Longevity pay	216	-	216
Retirement	16,847	19,027	(2,180)
Insurance	18,758	26,550	(7,792)
Payroll taxes	3,464	2,216	1,248
Total Personnel	215,185	190,094	25,091

CITY OF LAKE DALLAS, TEXAS
GENERAL FUND
STATEMENT OF EXPENDITURES BY DEPARTMENT (CONTINUED)
BUDGET AND ACTUAL FOR THE YEAR ENDED SEPTEMBER 30, 2022

	Budget	Actual	Variance Favorable (Unfavorable)
Supplies, Repairs and Services:			
Supplies	\$ 1,995	\$ 1,570	\$ 425
Postage	475	362	113
Library books/materials	19,000	17,618	1,382
Information technology	14,250	12,626	1,624
Travel and training	6,016	2,059	3,957
Printing	2,850	2,329	521
Advertising	1,900	748	1,152
Dues and memberships	4,980	6,245	(1,265)
Telephone	540	746	(206)
Utilities	11,875	9,609	2,266
Maintenance and repair - building	2,679	1,712	967
Total Supplies, Repairs and Services	66,560	55,624	10,936
 TOTAL LIBRARY	 281,745	 245,718	 36,027
 PUBLIC WORKS:			
Streets and Drainage:			
Personnel:			
Salaries	263,008	236,842	26,166
Retirement	35,967	37,125	(1,158)
Longevity pay	1,344	1,506	(162)
Insurance	78,392	71,421	6,971
Payroll taxes	5,265	3,512	1,753
Total Personnel	383,976	350,406	33,570
 Supplies, Repairs and Services:			
Supplies	5,035	4,934	101
Travel and training	2,000	348	1,652
Uniforms	1,140	1,189	(49)
Telephone	2,049	1,227	822
Equipment rentals	4,750	4,447	303
Street lighting	48,925	53,864	(4,939)
Utilities	7,000	4,464	2,536
Engineering	14,500	29,885	(15,385)
Information technology	1,500	1,860	(360)
Advertising	-	714	(714)
Dues and memberships	750	352	398

CITY OF LAKE DALLAS, TEXAS
GENERAL FUND
STATEMENT OF EXPENDITURES BY DEPARTMENT (CONTINUED)
BUDGET AND ACTUAL FOR THE YEAR ENDED SEPTEMBER 30, 2022

	Budget	Actual	Variance Favorable (Unfavorable)
Supplies, Repairs and Services:			
Maintenance and repair - building	\$ 3,600	\$ 2,156	\$ 1,444
Maintenance and repair - equipment	11,195	6,742	4,453
Maintenance and repair- vehicle	1,500	2,858	(1,358)
Maintenance - drainage	15,000	1,100	13,900
Maintenance - signs	3,500	7,206	(3,706)
Maintenance - trees	2,500	1,320	1,180
Vehicle fuel	6,175	7,789	(1,614)
Total Supplies, Repairs and Services	131,119	132,455	(1,336)
 TOTAL PUBLIC WORKS	 515,095	 482,861	 32,234
 MUNICIPAL COURT:			
Personnel:			
Salaries	61,147	32,900	28,247
Retirement	9,178	6,095	3,083
Insurance	15,328	163	15,165
Payroll taxes	1,041	492	549
Total Personnel	86,694	39,650	47,044
Supplies, Repairs and Services:			
Supplies	1,805	1,332	473
Travel and training	950	155	795
Printing	665	679	(14)
Dues and memberships	140	-	140
Consultants and professionals	-	10,789	(10,789)
Legal services	14,000	13,977	23
MVBA fees	15,000	14,216	784
Municipal judge	14,400	14,400	-
Jury fees	500	-	500
Total Supplies, Repairs and Services	47,460	55,548	(8,088)
 TOTAL MUNICIPAL COURT	 134,154	 95,198	 38,956

CITY OF LAKE DALLAS, TEXAS
GENERAL FUND
STATEMENT OF EXPENDITURES BY DEPARTMENT (CONTINUED)
BUDGET AND ACTUAL FOR THE YEAR ENDED SEPTEMBER 30, 2022

	Budget	Actual	Variance Favorable (Unfavorable)
PARKS AND FACILITIES:			
Personnel:			
Salaries	\$ 35,395	\$ 32,523	\$ 2,872
Retirement	5,315	3,385	1,930
Insurance	10,304	9,413	891
Payroll taxes	799	510	289
Total Personnel	51,813	45,831	5,982
Supplies, Repairs and Services:			
Supplies	1,759	235	1,524
Telephone	178	22	156
Travel and training	190	50	140
Dues and memberships	475	-	475
Uniforms	285	315	(30)
Mowing contract	16,000	16,904	(904)
Consultants and professionals	7,663	20,450	(12,787)
Park maintenance	12,000	3,812	8,188
Maintenance and repair - building	-	92	(92)
Maintenance and repair - equipment	950	486	464
Maintenance and repair - vehicle	200	965	(765)
Vehicle fuel	2,375	4,183	(1,808)
Total Supplies, Repairs and Services	42,075	47,514	(5,439)
TOTAL PARKS AND FACILITIES	93,888	93,345	543
DEVELOPMENT SERVICES:			
Personnel:			
Salaries	203,668	155,956	47,712
Retirement	31,154	20,821	10,333
Longevity pay	588	534	54
Insurance	42,716	35,961	6,755
Payroll taxes	3,822	2,439	1,383
Total Personnel	281,948	215,711	66,237

CITY OF LAKE DALLAS, TEXAS
GENERAL FUND
STATEMENT OF EXPENDITURES BY DEPARTMENT (CONTINUED)
BUDGET AND ACTUAL FOR THE YEAR ENDED SEPTEMBER 30, 2022

	Budget	Actual	Variance Favorable (Unfavorable)
Supplies, Repairs and Services:			
Supplies	\$ 2,110	\$ 2,334	\$ (224)
Travel and training	1,900	794	1,106
Printing	5,130	3,619	1,511
Advertising	500	470	30
Dues and memberships	550	50	500
Telephone	1,500	869	631
Consultants and professionals	8,000	12,090	(4,090)
Software maintenance	5,205	4,400	805
Keep Lake Dallas Beautiful	2,000	2,958	(958)
Engineering	10,000	16,863	(6,863)
Inspection services	50,000	177,846	(127,846)
Health inspections	5,000	10,525	(5,525)
Property abatement	-	1,068	(1,068)
Maintenance and repair - vehicles	500	573	(73)
Vehicle lease	-	11,889	(11,889)
Vehicle fuel	950	2,623	(1,673)
Total Supplies, Repairs and Services	<u>93,345</u>	<u>248,971</u>	<u>(155,626)</u>
 TOTAL DEVELOPMENT SERVICES	 <u>375,293</u>	 <u>464,682</u>	 <u>(89,389)</u>
 CAPITAL OUTLAY:			
Capital outlay - information technology	7,500	-	7,500
Capital outlay - equipment	37,000	25,765	11,235
Capital outlay - vehicles	31,491	-	31,491
Capital outlay - building	45,500	4,149	41,351
Capital outlay - streets	48,670	-	48,670
 TOTAL CAPITAL OUTLAY	 <u>170,161</u>	 <u>29,914</u>	 <u>140,247</u>
 DEBT SERVICE:			
Principal	152,448	116,867	35,581
Interest and fees	11,857	9,983	1,874
 TOTAL DEBT SERVICE	 <u>164,305</u>	 <u>126,850</u>	 <u>37,455</u>
 TOTAL EXPENDITURES	 <u>\$ 5,892,302</u>	 <u>\$ 5,324,408</u>	 <u>\$ 567,894</u>

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CITY OF LAKE DALLAS, TEXAS
COMBINING BALANCE SHEET
SPECIAL REVENUE FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2022

	Court Technology Fund	Court Security Fund	Street Maintenance Sales Tax	Hotel Occupancy Tax	Library Donations
ASSETS					
Cash and cash equivalents	\$ 6,112	\$ 64,897	\$ 456,539	\$ 123,473	\$ 14,506
Receivables:					
Sales tax	-	-	44,614	-	-
Occupancy tax	-	-	-	110,188	-
Prepaid costs	-	-	-	-	-
TOTAL ASSETS	<u>\$ 6,112</u>	<u>\$ 64,897</u>	<u>\$ 501,153</u>	<u>\$ 233,661</u>	<u>\$ 14,506</u>
LIABILITIES AND FUND BALANCE					
Liabilities:					
Accounts payable	\$ 545	\$ -	\$ -	\$ -	\$ -
Due to other funds	-	-	-	-	-
Total Liabilities	<u>545</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balance:					
Nonspendable	-	-	-	-	-
Restricted	5,567	64,897	501,153	233,661	-
Assigned	-	-	-	-	14,506
Total Fund Balance	<u>5,567</u>	<u>64,897</u>	<u>501,153</u>	<u>233,661</u>	<u>14,506</u>
TOTAL LIABILITIES AND FUND BALANCE	<u>\$ 6,112</u>	<u>\$ 64,897</u>	<u>\$ 501,153</u>	<u>\$ 233,661</u>	<u>\$ 14,506</u>

Juvenile Case Management Fund	Drug Seizure Fund	Kids N Cops Fund	Forensic Testing	Willow Grove Park Fund	Animal Rescue Fund	Park Improvement Fund
\$ 168,146	\$ 1,221	\$ 18,342	\$ 8	\$ 134,150	\$ 18,785	\$ 2,331
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	1,823	-	-
<u>\$ 168,146</u>	<u>\$ 1,221</u>	<u>\$ 18,342</u>	<u>\$ 8</u>	<u>\$ 135,973</u>	<u>\$ 18,785</u>	<u>\$ 2,331</u>
\$ -	\$ (50)	\$ -	\$ -	\$ 592	\$ (1,165)	\$ -
-	-	-	-	-	-	-
<u>-</u>	<u>(50)</u>	<u>-</u>	<u>-</u>	<u>592</u>	<u>(1,165)</u>	<u>-</u>
-	-	-	-	1,823	-	-
168,146	1,271	-	8	133,558	-	2,331
-	-	18,342	-	-	19,950	-
<u>168,146</u>	<u>1,271</u>	<u>18,342</u>	<u>8</u>	<u>135,381</u>	<u>19,950</u>	<u>2,331</u>
<u>\$ 168,146</u>	<u>\$ 1,221</u>	<u>\$ 18,342</u>	<u>\$ 8</u>	<u>\$ 135,973</u>	<u>\$ 18,785</u>	<u>\$ 2,331</u>

CITY OF LAKE DALLAS, TEXAS
COMBINING BALANCE SHEET (CONTINUED)
SPECIAL REVENUE FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2022

	CLFRF Grant	VAWA Grant	LEOSE Training Fund	Child Safety Fund	Total
ASSETS					
Cash and cash equivalents	\$ 2,008,025	\$ 28,406	\$ 2,784	\$ 31,433	\$ 3,079,158
Receivables:					-
Sales tax	-	-	-	-	44,614
Occupancy tax	-	-	-	-	110,188
Prepaid costs	-	-	-	-	1,823
TOTAL ASSETS	<u>\$ 2,008,025</u>	<u>\$ 28,406</u>	<u>\$ 2,784</u>	<u>\$ 31,433</u>	<u>\$ 3,235,783</u>
LIABILITIES AND FUND BALANCE					
Liabilities:					
Accounts payable	\$ -	\$ -	\$ -	\$ -	\$ (78)
Due to other funds	-	28,406	-	-	28,406
Total Liabilities	<u>-</u>	<u>28,406</u>	<u>-</u>	<u>-</u>	<u>28,328</u>
Fund Balance:					
Nonspendable	-	-	-	-	1,823
Restricted	2,008,025	-	2,784	31,433	3,152,834
Assigned	-	-	-	-	52,798
Total Fund Balance	<u>2,008,025</u>	<u>-</u>	<u>2,784</u>	<u>31,433</u>	<u>3,207,455</u>
TOTAL LIABILITIES AND FUND BALANCE	<u>\$ 2,008,025</u>	<u>\$ 28,406</u>	<u>\$ 2,784</u>	<u>\$ 31,433</u>	<u>\$ 3,235,783</u>

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CITY OF LAKE DALLAS, TEXAS
 COMBINING STATEMENT OF REVENUES, EXPENDITURES
 AND CHANGES IN FUND BALANCES
 SPECIAL REVENUE FUNDS
 FOR THE YEAR ENDED SEPTEMBER 30, 2022

	Court Technology Fund	Court Security Fund	Street Maintenance Sales Tax	Hotel Occupancy Tax	Library Donations
Revenues:					
Taxes	\$ -	\$ -	\$ 244,726	\$ 228,466	\$ -
Charges for services	-	-	-	-	-
Fines and fees	3,236	4,227	-	-	-
Donations and grants	-	-	-	-	1,474
Interest earned	106	361	1,383	101	58
Total Revenues	<u>3,342</u>	<u>4,588</u>	<u>246,109</u>	<u>228,567</u>	<u>1,532</u>
Expenditures:					
Tourism	-	-	-	43,001	-
Public safety	-	-	-	-	-
Animal services	-	-	-	-	-
Municipal court	10,055	600	-	-	-
Parks and recreation	-	-	-	-	-
Library	-	-	-	-	2,142
Public works - streets	-	-	11,263	-	-
Capital outlay	-	-	48,701	-	-
Total Expenditures	<u>10,055</u>	<u>600</u>	<u>59,964</u>	<u>43,001</u>	<u>2,142</u>
Excess of Revenues over (under) Expenditures	(6,713)	3,988	186,145	185,566	(610)
Other Financing Sources (Uses):					
Transfers in (out)	-	-	-	-	-
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balance	(6,713)	3,988	186,145	185,566	(610)
Fund Balance – October 1 (beginning)	<u>12,280</u>	<u>60,909</u>	<u>315,008</u>	<u>48,095</u>	<u>15,116</u>
Fund Balance – September 30 (ending)	<u>\$ 5,567</u>	<u>\$ 64,897</u>	<u>\$ 501,153</u>	<u>\$ 233,661</u>	<u>\$ 14,506</u>

Juvenile Case Management Fund	Drug Seizure Fund	Kids N Cops Fund	Forensic Testing	Willow Grove Park Fund	Animal Rescue Fund	Park Improvement Fund
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	149,062	-	-
2,764	25	-	-	-	-	-
-	-	6,400	-	-	13,043	-
1,200	33	82	-	362	47	18
3,964	58	6,482	-	149,424	13,090	18
-	-	-	-	-	-	-
-	3,062	12,117	-	-	-	-
-	-	-	-	-	18,373	-
-	-	-	-	-	-	-
-	-	-	-	86,955	-	405
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	11,102	-	-
-	3,062	12,117	-	98,057	18,373	405
3,964	(3,004)	(5,635)	-	51,367	(5,283)	(387)
-	-	10,000	-	-	-	-
-	-	10,000	-	-	-	-
3,964	(3,004)	4,365	-	51,367	(5,283)	(387)
164,182	4,275	13,977	8	84,014	25,233	2,718
<u>\$ 168,146</u>	<u>\$ 1,271</u>	<u>\$ 18,342</u>	<u>\$ 8</u>	<u>\$ 135,381</u>	<u>\$ 19,950</u>	<u>\$ 2,331</u>

CITY OF LAKE DALLAS, TEXAS
 COMBINING STATEMENT OF REVENUES, EXPENDITURES
 AND CHANGES IN FUND BALANCES (CONTINUED)
 SPECIAL REVENUE FUNDS
 FOR THE YEAR ENDED SEPTEMBER 30, 2021

	CLFRF Grant	VAWA Grant	LEOSE Training Fund	Child Safety Fund	Total
Revenues:					
Taxes	\$ -	\$ -	\$ -	\$ -	\$ 473,192
Charges for services	-	-	-	-	149,062
Fines and fees	-	-	-	10,396	20,648
Donations and grants	1,000,923	73,352	1,196	-	1,096,388
Interest earned	8,152	-	11	206	12,120
Total Revenues	<u>1,009,075</u>	<u>73,352</u>	<u>1,207</u>	<u>10,602</u>	<u>1,751,410</u>
Expenditures:					
Tourism	-	-	-	-	43,001
Public safety	-	103,756	-	-	118,935
Animal services	-	-	-	-	18,373
Municipal court	-	-	-	-	10,655
Parks and recreation	-	-	-	-	87,360
Library	-	-	-	-	2,142
Public works - streets	-	-	-	-	11,263
Capital outlay	-	-	-	-	59,803
Total Expenditures	<u>-</u>	<u>103,756</u>	<u>-</u>	<u>-</u>	<u>351,532</u>
Excess of Revenues over (under) Expenditures	1,009,075	(30,404)	1,207	10,602	1,399,878
Other Financing Sources (Uses):					
Transfers in (out)	-	30,404	-	(10,000)	30,404
Total Other Financing Sources (Uses)	<u>-</u>	<u>30,404</u>	<u>-</u>	<u>(10,000)</u>	<u>30,404</u>
Net Change in Fund Balance	1,009,075	-	1,207	602	1,430,282
Fund Balance – October 1 (beginning)	<u>998,950</u>	<u>-</u>	<u>1,577</u>	<u>30,831</u>	<u>1,777,173</u>
Fund Balance – September 30 (ending)	<u>\$ 2,008,025</u>	<u>\$ -</u>	<u>\$ 2,784</u>	<u>\$ 31,433</u>	<u>\$ 3,207,455</u>

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CITY OF LAKE DALLAS, TEXAS
DEBT SERVICE FUND
COMPARATIVE BALANCE SHEETS
SEPTEMBER 30, 2021 AND 2022

	<u>2021</u>	<u>2022</u>
ASSETS		
Cash and cash equivalents	\$ 192,309	\$ 317,282
Receivables:		
Ad valorem tax	<u>12,269</u>	<u>12,056</u>
TOTAL ASSETS	<u>\$ 204,578</u>	<u>\$ 329,338</u>
LIABILITIES, DEFERRED INFLOWS AND FUND BALANCE		
Liabilities:		
Due to other funds	<u>\$ 2,937</u>	<u>\$ -</u>
Total Liabilities	<u>2,937</u>	<u>-</u>
Deferred Inflows of Resources:		
Unavailable revenue - property taxes	<u>11,145</u>	<u>11,363</u>
Total Deferred Inflows of Resources	<u>11,145</u>	<u>11,363</u>
Fund balance:		
Restricted for debt service	<u>190,496</u>	<u>317,975</u>
Total Fund Balance	<u>190,496</u>	<u>317,975</u>
TOTAL LIABILITIES, DEFERRED INFLOWS AND FUND BALANCE	<u>\$ 204,578</u>	<u>\$ 329,338</u>

CITY OF LAKE DALLAS, TEXAS
DEBT SERVICE FUND
COMPARATIVE STATEMENT OF REVENUES, EXPENDITURES, AND CHANGE IN FUND BALANCES
FOR THE YEARS ENDED SEPTEMBER 30, 2021 AND 2022

	<u>2021</u>	<u>2022</u>
REVENUES:		
Taxes:		
Property	\$ 447,829	\$ 322,789
Interest	<u>242</u>	<u>1,707</u>
TOTAL REVENUES	<u>448,071</u>	<u>324,496</u>
EXPENDITURES:		
Debt service:		
Principal retirement	545,000	530,000
Interest and fees	<u>95,280</u>	<u>82,877</u>
TOTAL EXPENDITURES	<u>640,280</u>	<u>612,877</u>
Excess of Revenues over (under) Expenditures	<u>(192,209)</u>	<u>(288,381)</u>
Other Financing Resources (Uses):		
Transfers in	<u>36,141</u>	<u>415,860</u>
Total Other Financing Resources (Uses)	<u>36,141</u>	<u>415,860</u>
Net change in fund balance	(156,068)	127,479
Fund balance, beginning of year	<u>346,564</u>	<u>190,496</u>
Fund balance, end of year	<u>\$ 190,496</u>	<u>\$ 317,975</u>

CITY OF LAKE DALLAS, TEXAS
BUDGETARY COMPARISON SCHEDULE – DEBT SERVICE FUND
FOR THE YEAR ENDED SEPTEMBER 30, 2022

	Budgeted Amounts		Actual Amounts (GAAP BASIS)	Variance With Final Budget
	Original	Final		
Revenues:				
Taxes (ad valorem)	\$ 327,207	\$ 327,207	\$ 322,789	\$ (4,418)
Interest	200	200	1,707	1,507
Total Revenues	<u>327,407</u>	<u>327,407</u>	<u>324,496</u>	<u>(2,911)</u>
Expenditures:				
Principal	560,000	560,000	530,000	30,000
Interest and fees	111,794	111,794	82,877	28,917
Total Expenditures	<u>671,794</u>	<u>671,794</u>	<u>612,877</u>	<u>58,917</u>
Excess of Revenues Over (Under) Expenditures	<u>(344,387)</u>	<u>(344,387)</u>	<u>(288,381)</u>	<u>56,006</u>
Other Financing Resources (Uses):				
Transfers in	154,527	154,527	415,860	261,333
Total Other Financing Resources (Uses)	<u>154,527</u>	<u>154,527</u>	<u>415,860</u>	<u>261,333</u>
Net Change in Fund Balance	(189,860)	(189,860)	127,479	317,339
Fund Balance – October 1 (beginning)	<u>190,496</u>	<u>190,496</u>	<u>190,496</u>	<u>-</u>
Fund Balance – September 30 (ending)	<u>\$ 636</u>	<u>\$ 636</u>	<u>\$ 317,975</u>	<u>\$ 317,339</u>

INDEPENDENT AUDITORS' REPORT ON INTERNAL CONTROL OVER
FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS
BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED
IN ACCORDANCE WITH *GOVERNMENT AUDITING STANDARDS*

Honorable Mayor and City Council
City of Lake Dallas, Texas

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the discretely presented component unit, each major fund and the aggregate remaining fund information of the City of Lake Dallas, Texas, as of and for the year ended September 30, 2022, and the related notes to the financial statements, which collectively comprise The City of Lake Dallas, Texas's basic financial statements, and have issued our report dated February 6, 2023.

Report on Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the City's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the City's internal control. Accordingly, we do not express an opinion on the effectiveness of the City's internal control.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies in internal control, such that there is a reasonable possibility that a material misstatement of the City's financial statements will not be prevented, or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

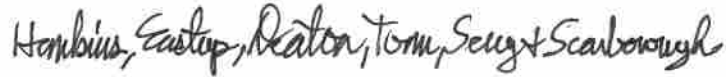
Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or, significant deficiencies. Given these limitations, during our audit we identified one deficiency in internal control that we consider to be a material weakness that is described in the accompanying Schedule of Findings as Finding 2022-01.

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether the City's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the City's internal control or on compliance. This report is an integral part of the audit performed in accordance with *Government Auditing Standards* in considering the City's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

A handwritten signature in black ink that reads "Hankins, Eastup, Deaton, Tonn, Seay & Scarborough". The signature is written in a cursive, flowing style.

Hankins, Eastup, Deaton, Tonn, Seay & Scarborough, LLC
Denton, Texas

February 6, 2023

CITY OF LAKE DALLAS, TEXAS
SCHEDULE OF FINDINGS
FOR THE YEAR ENDED SEPTEMBER 30, 2022

I. Summary of Auditor's Results

1. Type of auditor's report issued on the financial statement: Unmodified.
2. Internal control over financial reporting:
Material weakness(es) identified: One
Significant deficiency(ise) identified that are not considered to be material weaknesses: None reported
3. Noncompliance which is material to the financial statement: None

II. Findings Related to the Financial Statements

Finding 2022-01 – Lack of Internal Control over Financial Reporting

Criteria: The City is responsible for establishing and maintaining effective internal controls over financial reporting to provide reasonable assurance that its financial statements are fairly presented in conformity with U.S. generally accepted accounting principles with no material misstatements. A deficiency in internal control exists when the design or operation of a control does not allow management or employees in the normal course of performing their assigned functions to prevent, or detect and correct, misstatements on a timely basis. A material weakness is a deficiency, or combination of deficiencies, in internal control such that there is a possibility that a material misstatement of the City's financial statements will not be prevented or detected on a timely basis.

Condition: During our audit of the fiscal year ended September 30, 2022, we found that the City had failed to prepare bank reconciliations on a timely basis for the last several months of the fiscal year. As a result, the City was unaware of the existence of several incorrect account balances in the ledger.

Questioned Costs: The problems with bank reconciliations and reconciliations of general ledger accounts for the past fiscal year were addressed during the audit and corrected, resulting in no questioned costs.

Cause: During the year, turnover in the finance director position resulted in the bank statement reconciliations falling behind. As a result, the reconciliations had not been prepared since the February reconciliation.

Effect: When bank statements are not reconciled on a timely basis, the financial statements and underlying accounting records are at risk of material errors, resulting in erroneous financial statement information being reported to the City Council. Significant adjustments were required during the audit to correct errors in the financial statements.

Recommendation: The City is already behind in bank reconciliations for the subsequent fiscal year. The City should prepare bank reconciliations and make appropriate adjusting entries to the accounting records for all bank accounts for all months that are behind, and then commit to preparing bank reconciliations on a monthly basis.

CITY OF LAKE DALLAS, TEXAS
SCHEDULE OF FINDINGS
FOR THE YEAR ENDED SEPTEMBER 30, 2022

Corrective Action Plan:

Contact: Kandace Lesley, City Manager
940-497-2226

Corrective Action: The City's Finance Director has begun the bank reconciliation process based on the September 2022 ending balances provided by the auditor. Bank reconciliations for all months since September will be prepared for all bank accounts, as well as any correcting entries made, by the end of February. The City will implement a month end close out process to ensure that the bank reconciliations will be prepared and a subsequent review of the general ledger conducted each month.

STATISTICAL SECTION

CITY OF LAKE DALLAS, TEXAS
GENERAL GOVERNMENTAL EXPENDITURES BY FUNCTION
LAST TEN FISCAL YEARS
(UNAUDITED)

<u>Fiscal Year</u>	<u>Administration</u>	<u>Public Safety</u>	<u>Animal Services</u>	<u>Public Works - Streets</u>	<u>Municipal Court</u>	<u>Park and Recreation</u>	<u>Development Services</u>
2013	\$ 724,877	\$2,440,783	\$ 127,332	\$298,780	\$ 162,188	\$ 93,113	\$ 134,112
2014	593,199	2,456,186	149,482	261,144	159,238	74,610	192,819
2015	616,812	2,506,825	135,342	271,980	151,488	78,959	159,082
2016	643,477	2,546,566	134,568	473,678	156,230	146,940	169,953
2017	692,398	2,517,874	135,724	313,000	196,666	103,663	278,219
2018	733,677	2,499,673	200,530	599,152	190,713	182,566	298,061
2019	724,973	2,501,996	185,787	383,435	146,345	152,998	259,072
2020	769,056	2,616,986	228,539	727,070	137,256	148,415	277,080
2021	1,167,877	2,657,488	202,457	546,667	127,296	179,200	392,127
2022	851,571	2,870,725	243,853	506,798	105,853	180,705	464,682

<u>Library</u>	<u>Community Relations</u>	<u>Capital Outlay</u>	<u>Debt Service</u>	<u>Total</u>
\$ -	\$ 114,787	\$ 253,710	\$ 558,222	\$4,907,904
-	119,726	2,065,753	514,717	6,586,874
37,778	114,479	380,969	500,482	4,954,196
152,428	112,514	239,049	446,428	5,221,831
154,505	99,410	698,926	657,921	5,848,306
188,743	-	123,962	753,489	5,770,566
178,679	-	412,541	641,273	5,587,099
215,413	-	1,021,070	761,458	6,902,343
259,195	-	428,203	745,611	6,706,121
247,860	-	94,757	739,727	6,306,531

CITY OF LAKE DALLAS, TEXAS
GENERAL GOVERNMENTAL REVENUES BY SOURCE
LAST TEN FISCAL YEARS
(UNAUDITED)

<u>Fiscal Year</u>	<u>Taxes</u>	<u>License and Permits</u>	<u>Charges for Services</u>	<u>Court Fines</u>	<u>Interest</u>	<u>Donations/ Grants</u>
2013	\$3,500,384	\$ 107,553	\$ 717,369	\$675,432	\$ 895	\$ 10,850
2014	3,539,885	255,255	2,442,787	785,608	529	18,413
2015	3,778,284	102,466	291,848	628,668	1,349	12,738
2016	3,895,843	129,163	287,364	560,921	8,024	110,509
2017	4,369,274	205,472	335,601	415,603	18,375	48,340
2018	4,472,594	145,356	391,448	321,732	39,727	61,556
2019	4,770,626	158,009	350,887	488,975	64,617	133,812
2020	5,076,512	151,538	359,777	450,250	39,821	507,219
2021	5,209,079	165,250	393,391	285,125	2,338	1,158,086
2022	5,699,396	522,194	426,661	181,925	43,370	1,125,434

<u>Miscellaneous</u>	<u>Total</u>
\$ 4,806	\$ 5,017,289
4,640	7,047,117
14,462	4,829,815
52,212	5,044,036
72,502	5,465,167
50,490	5,482,903
187,304	6,154,230
35,461	6,620,578
10,266	7,223,535
34,103	8,033,083

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CITY OF LAKE DALLAS, TEXAS
GENERAL GOVERNMENTAL TAX REVENUES BY SOURCE
LAST TEN FISCAL YEARS
(UNAUDITED)

<u>Fiscal Year</u>	<u>(1) Property</u>	<u>Sales</u>	<u>Franchise</u>	<u>Hotel Occupancy</u>	<u>Mixed Beverage</u>	<u>Total</u>
2013	\$2,231,647	\$ 695,042	\$ 405,491	\$ 54,755	\$ 23,449	\$3,500,384
2014	2,363,878	701,241	386,766	69,982	18,018	3,539,885
2015	2,510,163	774,987	401,826	72,014	19,294	3,778,284
2016	2,528,297	880,781	393,831	73,259	19,675	3,895,843
2017	2,703,316	1,170,140	402,736	71,902	21,180	4,369,274
2018	2,926,281	1,016,232	424,586	84,978	20,517	4,472,594
2019	3,149,729	1,135,016	429,563	32,321	23,997	4,770,626
2020	3,337,939	1,261,783	449,816	3,611	23,363	5,076,512
2021	3,456,922	1,283,352	422,987	17,110	28,708	5,209,079
2022	3,539,846	1,468,356	429,126	228,466	33,602	5,699,396

(1) Includes penalties and interest.

CITY OF LAKE DALLAS, TEXAS
PROPERTY TAX LEVIES AND COLLECTIONS
LAST TEN FISCAL YEARS
(UNAUDITED)

<u>Fiscal Year</u>	<u>Total Levy</u>	<u>Current Tax Collections</u>	<u>Percentage Of Levy Collected</u>	<u>Delinquent Tax Collections</u>	<u>Total Tax Collections</u>	<u>Ratio Of Total Collections To Levy</u>
2013	\$ 2,326,050	\$ 2,308,038	99.22%	\$ (2,170)	\$ 2,305,868	99.13%
2014	2,341,912	2,323,470	99.21	15,981	2,339,451	99.89
2015	2,494,907	2,469,998	99.00	14,017	2,484,015	99.56
2016	2,531,786	2,503,074	98.87	12,260	2,515,334	99.35
2017	2,692,296	2,662,593	98.90	5,597	2,668,190	99.10
2018	2,897,846	2,868,579	98.99	34,860	2,903,439	100.19
2019	3,130,174	3,103,355	99.14	28,107	3,131,462	100.04
2020	3,339,760	3,316,915	99.32	12,398	3,329,313	99.69
2021	3,438,390	3,408,789	99.14	8,057	3,416,846	99.37
2022	3,540,310	3,505,507	99.02	24,052	3,529,559	99.70

<u>Outstanding Delinquent Taxes</u>	<u>Ratio of Delinquent Taxes to Levy</u>
\$ 72,259	3.11%
70,349	3.00
79,858	3.20
95,117	3.76
97,628	3.63
89,274	3.08
83,205	2.66
89,143	2.67
99,369	2.89
111,111	3.14

CITY OF LAKE DALLAS, TEXAS
RATIO TO ANNUAL DEBT SERVICE EXPENDITURES FOR GENERAL LONG-TERM DEBT
TO TOTAL GENERAL GOVERNMENTAL EXPENDITURES (1)
LAST TEN FISCAL YEARS
(UNAUDITED)

<u>Fiscal Year</u>	<u>Principal</u>	<u>Interest and Fees</u>	<u>Total Debt Service</u>	<u>Total (1) Governmental Expenditures</u>	<u>Ratio of Debt Service to Total General Governmental Expenditures</u>
2013	\$ 310,000	\$ 224,139	\$ 534,139	\$ 4,907,904	10.88%
2014	315,000	186,995	501,995	6,586,874	7.62
2015	325,000	175,482	500,482	4,954,196	10.10
2016	280,000	166,428	446,428	5,221,831	8.55
2017	500,000	157,921	657,921	5,848,306	11.25
2018	561,372	119,738	681,110	5,770,566	11.80
2019	454,011	114,144	568,155	5,542,099	10.25
2020	606,330	155,128	761,458	6,121,275	12.44
2021	641,303	104,308	745,611	6,511,614	11.45
2022	646,867	92,860	739,727	6,288,817	11.76

(1) Excludes Capital Projects Fund.



**CITY COUNCIL
AGENDA MEMO**

Prepared By: Codi Delcambre

March 6, 2023

Lake Dallas Community Development Corporation Board Appointments

DESCRIPTION:

Hold a discussion and take appropriate action on a recommendation to the City Council regarding the appointment of members to the Lake Dallas Community Development Corporation.

BACKGROUND INFORMATION:

The Lake Dallas Community Development Corporation (CDC) Place 4 is vacant. I have received the following applications: Rick Lewelling, Francesio Murga, Rachel Fitzpatrick and Layne Cline.

RECOMMENDED MOTIONS:

I move to approve/deny the application of for the Lake Dallas Community Development Corporation.

ATTACHMENT(S):

1. Applications
 - a. Rick Lewelling
 - b. Francesio Murga
 - c. Rachel Fitzpatrick
 - d. Layne Cline



**Lake Dallas Community
Development Corporation**

**Monthly Financial Reports
October 2022**

Lake Dallas Community Development Corporation
Monthly Financial Summary
October 2022

This report represents the first month of the first quarter of operations for Fiscal Year 2023.

CDC	Budget	Current Month	Year to Date	YTD %
Revenues	\$470,300	\$43,126	\$43,126	9.17%
Expenditures	\$459,660	\$6,668	\$6,668	1.45%
Net	(\$29,360)	\$36,458	\$36,458	

The year-to-date total revenues and expenditures for Lake Dallas Community Development Corporation are \$43,126 and \$6,668 respectively. They represent 9.17% and 1.45% of the budget.

Sales Tax Revenue for October 2022 is \$42,545. As of this month, 9.05% over the budgeted sales tax has been collected.

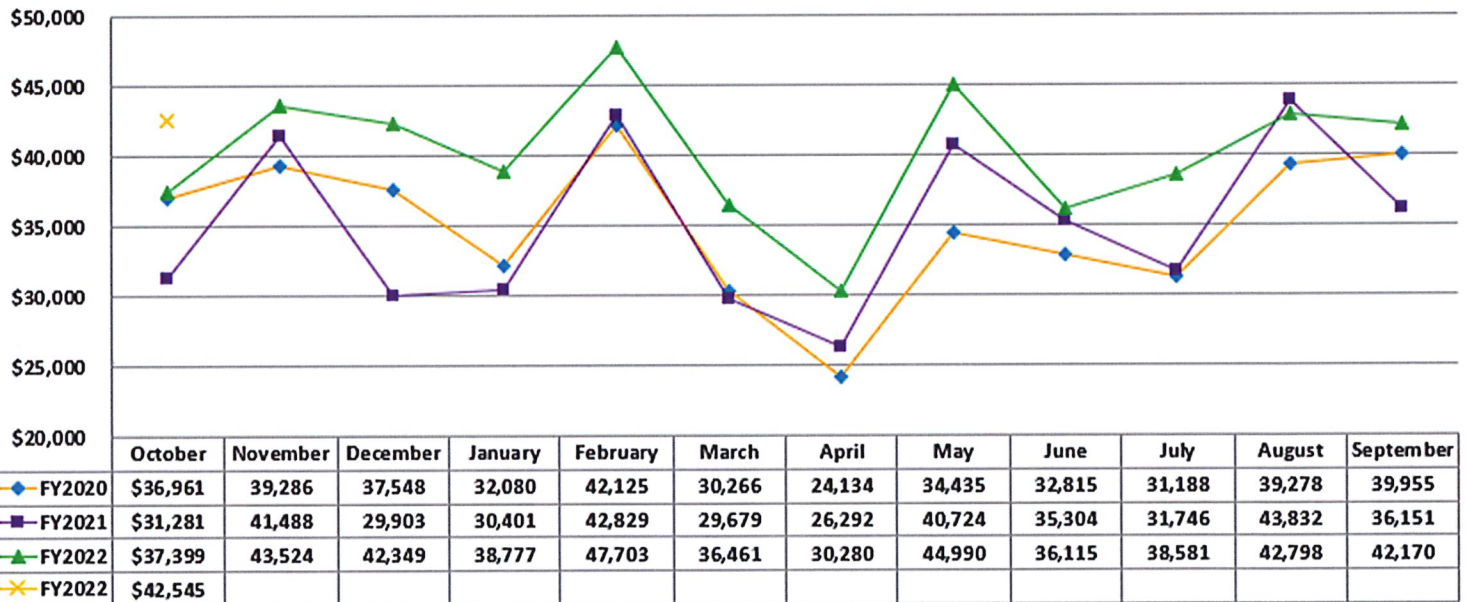
Community Development Corporation has the following cash and investments available as of October 31, 2022.

CDC Investments	\$220,019.19
CDC Checking Account	<u>\$298,072.36</u>
Total Cash and Investments	<u>\$518,091.55</u>

City of Lake Dallas
Community Development Corporation
Sales Tax Revenue

	FY2020	FY2021	FY2022	FY2022
October	\$36,961	\$31,281	\$37,399	\$42,545
November	39,286	41,488	43,524	
December	37,548	29,903	42,349	
January	32,080	30,401	38,777	
February	42,125	42,829	47,703	
March	30,266	29,679	36,461	
April	24,134	26,292	30,280	
May	34,435	40,724	44,990	
June	32,815	35,304	36,115	
July	31,188	31,746	38,581	
August	39,278	43,832	42,798	
September	39,955	36,151	42,170	
St Comp Audit Adj				
Annual Auditor accrual				
Total	\$420,073	\$419,630	\$481,147	\$42,545

Community Development Corporation - Monthly Sales Tax



Budget Details

**Revenues and Expenditures
by Month and Year to Date
Compared to Budget**

City of Lake Dallas
Statement of Revenue and Expenditures
Revised Budget
For Community Development Corporation (11)
For the Fiscal Period 2023-1 Ending October 31, 2022

Account Number	Current Budget	Current Actual	Annual Budget	YTD Actual	Remaining Budget %
Revenues					
Revenues					
Undefined Sub-Type Revenues					
11-00-42112 4B Sales Tax	470,000.00	42,545.11	\$ 470,000.00	\$ 42,545.11	90.95%
11-00-47482 Interest Income - 4B	300.00	580.79	300.00	580.79	(93.60%)
Total Undefined Sub-Type Revenues	470,300.00	43,125.90	470,300.00	43,125.90	90.83%
Total Revenues	470,300.00	43,125.90	470,300.00	43,125.90	90.83%
Total Community Development Corporation Revenues	\$ 470,300.00	\$ 43,125.90	\$ 470,300.00	\$ 43,125.90	90.83%
Expenditures					
Administration Expenditures					
Supplies Expenditures					
11-11-52206 Travel & Training	700.00	0.00	\$ 700.00	0.00	100.00%
Total Supplies Expenditures	700.00	0.00	700.00	0.00	100.00%
Contractual Services Expenditures					
11-11-53301 Utilities	10,000.00	0.00	10,000.00	0.00	100.00%
11-11-53303 Accounting & Auditor	0.00	0.00	3,200.00	0.00	100.00%
11-11-53304 Legal Services	15,000.00	0.00	15,000.00	0.00	100.00%
11-11-53309 Consultants & Professionals	15,000.00	0.00	15,000.00	0.00	100.00%
Total Contractual Services Expenditures	40,000.00	0.00	43,200.00	0.00	100.00%
Maintenance Expenditures					
11-11-54480 Rental Property Maintenance	4,000.00	0.00	4,000.00	0.00	100.00%
Total Maintenance Expenditures	4,000.00	0.00	4,000.00	0.00	100.00%
Capital Outlay Expenditures					
11-11-55520 Capital Outlay-CDC Projects	20,000.00	0.00	20,000.00	0.00	100.00%
Total Capital Outlay Expenditures	20,000.00	0.00	20,000.00	0.00	100.00%
Transfers Expenditures					
11-11-59111 Transfer to General Fund Parks & Admin	80,000.00	6,666.67	80,000.00	6,666.67	91.67%
11-11-59119 Transfer to Debt Service Fund	311,760.00	0.00	311,760.00	0.00	100.00%
Total Transfers Expenditures	391,760.00	6,666.67	391,760.00	6,666.67	98.30%
Total Administration Expenditures	456,460.00	6,666.67	459,660.00	6,666.67	98.55%
Total Community Development Corporation Expenditures	\$ 456,460.00	\$ 6,666.67	\$ 459,660.00	\$ 6,666.67	98.55%
Community Development Corporation Excess of Revenues	\$ 13,840.00	\$ 36,459.23	\$ 10,640.00	\$ 36,459.23	(242.66%)

Accounts Payable Check Register

**Checks Processed
During Posting of
Accounts Payable**

Accounts Payable Check Register Report - IB-Community Development Corporation-1061976

For The Date Range From 10/1/2022 To 10/31/2022

For All Vendors And For Outstanding Checks - Computer Generated, Hand Written, eCheck

Check # / eCheck ID	Type	Date	Vendor	Name	Amount	Status												
3736	C	10/18/2022	137	Lake Cities Municipal Utility Authority	\$256.31	O												
<table><tr><th>Invoice Nbr - Description</th><th>GL Account</th><th>Amount</th></tr><tr><td>Sept22-CDC-LCMUA - Sept22 CDC water and sewer charges</td><td>11-11-53301</td><td>\$35.30</td></tr><tr><td>Sept22-CDC-LCMUA - Sept22 CDC water and sewer charges</td><td>11-11-53301</td><td>\$96.79</td></tr><tr><td>Sept22-CDC-LCMUA - Sept22 CDC water and sewer charges</td><td>11-11-53301</td><td>\$124.22</td></tr></table>							Invoice Nbr - Description	GL Account	Amount	Sept22-CDC-LCMUA - Sept22 CDC water and sewer charges	11-11-53301	\$35.30	Sept22-CDC-LCMUA - Sept22 CDC water and sewer charges	11-11-53301	\$96.79	Sept22-CDC-LCMUA - Sept22 CDC water and sewer charges	11-11-53301	\$124.22
Invoice Nbr - Description	GL Account	Amount																
Sept22-CDC-LCMUA - Sept22 CDC water and sewer charges	11-11-53301	\$35.30																
Sept22-CDC-LCMUA - Sept22 CDC water and sewer charges	11-11-53301	\$96.79																
Sept22-CDC-LCMUA - Sept22 CDC water and sewer charges	11-11-53301	\$124.22																
3737	C	10/18/2022	111	Nichols, Jackson, Dillard	\$508.75	O												
<table><tr><th>Invoice Nbr - Description</th><th>GL Account</th><th>Amount</th></tr><tr><td>41455 - Sept22 EDC Legal Services</td><td>11-11-53304</td><td>\$508.75</td></tr></table>							Invoice Nbr - Description	GL Account	Amount	41455 - Sept22 EDC Legal Services	11-11-53304	\$508.75						
Invoice Nbr - Description	GL Account	Amount																
41455 - Sept22 EDC Legal Services	11-11-53304	\$508.75																
Sept22-CDC-electricity	E	10/17/2022	527	TXU Energy	\$182.49	O												
<table><tr><th>Invoice Nbr - Description</th><th>GL Account</th><th>Amount</th></tr><tr><td>Sept22-CDC-electricity - Sept22-cdc-elctricity charges</td><td>11-11-53301</td><td>\$182.49</td></tr></table>							Invoice Nbr - Description	GL Account	Amount	Sept22-CDC-electricity - Sept22-cdc-elctricity charges	11-11-53301	\$182.49						
Invoice Nbr - Description	GL Account	Amount																
Sept22-CDC-electricity - Sept22-cdc-elctricity charges	11-11-53301	\$182.49																
Cleared					\$0.00													
Outstanding					\$947.55													
Void					\$0.00													



**Lake Dallas Community
Development Corporation**

**Monthly Financial Reports
November 2022**

Lake Dallas Community Development Corporation
Monthly Financial Summary
November 2022

This report represents the second month of the first quarter of operations for Fiscal Year 2023.

CDC	Budget	Current Month	Year to Date	YTD %
Revenues	\$470,300	\$47,331	\$90,457	19.23
Expenditures	\$459,660	\$82,419	\$89,085	19.38%
Net	(\$29,360)	(\$35,088)	\$1,371	

The year-to-date total revenues and expenditures for Lake Dallas Community Development Corporation are \$47,331 and \$82,419 respectively. They represent 19.23 and 19.38% of the budget.

Sales Tax Revenue for November 2022 is \$46,682.19. As of this month, 9.93% of the budgeted sales tax has been collected.

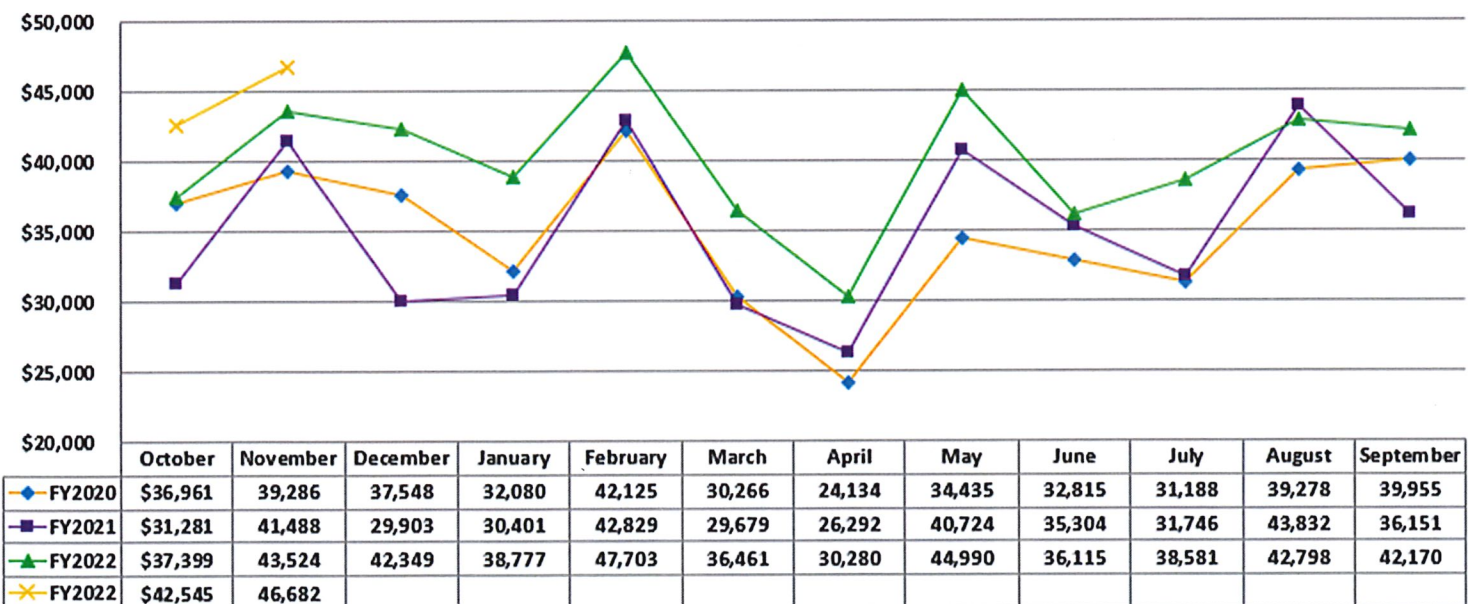
Community Development Corporation has the following cash and investments available as of November 30, 2022.

CDC Investments	\$150,567.72
CDC Checking Account	<u>\$74,252.78</u>
Total Cash and Investments	<u>\$224,820.50</u>

City of Lake Dallas
Community Development Corporation
Sales Tax Revenue

	FY2020	FY2021	FY2022	FY2022
October	\$36,961	\$31,281	\$37,399	\$42,545
November	39,286	41,488	43,524	46,682
December	37,548	29,903	42,349	
January	32,080	30,401	38,777	
February	42,125	42,829	47,703	
March	30,266	29,679	36,461	
April	24,134	26,292	30,280	
May	34,435	40,724	44,990	
June	32,815	35,304	36,115	
July	31,188	31,746	38,581	
August	39,278	43,832	42,798	
September	39,955	36,151	42,170	
St Comp Audit Adj				
Annual Auditor accrual				
Total	\$420,073	\$419,630	\$481,147	\$89,227

Community Development Corporation - Monthly Sales Tax



Budget Details

**Revenues and Expenditures
by Month and Year to Date
Compared to Budget**

City of Lake Dallas
Statement of Revenue and Expenditures

Revised Budget
For Community Development Corporation (11)
For the Fiscal Period 2023-2 Ending November 30, 2022

Account Number	Current Budget	Current Actual	Annual Budget	YTD Actual	Remaining Budget %
Revenues					
Revenues					
Undefined Sub-Type Revenues					
11-00-42112 4B Sales Tax	0.00	46,682.19	\$ 470,000.00	\$ 89,227.30	81.02%
11-00-47482 Interest Income - 4B	0.00	548.53	300.00	1,129.32	(276.44%)
11-00-48475 Other Revenue	0.00	100.00	0.00	100.00	0.00%
Total Undefined Sub-Type Revenues	0.00	47,330.72	470,300.00	90,456.62	80.77%
Total Revenues	0.00	47,330.72	470,300.00	90,456.62	80.77%
Total Community Development Corporation Revenues	\$ 0.00	\$ 47,330.72	\$ 470,300.00	\$ 90,456.62	80.77%
Expenditures					
Administration Expenditures					
Supplies Expenditures					
11-11-52206 Travel & Training	0.00	0.00	\$ 700.00	\$ 0.00	100.00%
Total Supplies Expenditures	0.00	0.00	700.00	0.00	100.00%
Contractual Services Expenditures					
11-11-53301 Utilities	0.00	453.96	10,000.00	453.96	95.46%
11-11-53303 Accounting & Auditor	0.00	0.00	3,200.00	0.00	100.00%
11-11-53304 Legal Services	0.00	100.00	15,000.00	100.00	99.33%
11-11-53309 Consultants & Professionals	0.00	0.00	15,000.00	0.00	100.00%
11-11-53381 CDC Downtown BIG Grants	0.00	10,000.00	0.00	10,000.00	0.00%
Total Contractual Services Expenditures	0.00	10,553.96	43,200.00	10,553.96	75.57%
Maintenance Expenditures					
11-11-54480 Rental Property Maintenance	0.00	664.00	4,000.00	664.00	83.40%
Total Maintenance Expenditures	0.00	664.00	4,000.00	664.00	83.40%
Capital Outlay Expenditures					
11-11-55520 Capital Outlay-CDC Projects	0.00	64,534.00	20,000.00	64,534.00	(222.67%)
Total Capital Outlay Expenditures	0.00	64,534.00	20,000.00	64,534.00	(222.67%)
Transfers Expenditures					
11-11-59111 Transfer to General Fund Parks & Admin	0.00	6,666.67	80,000.00	13,333.34	83.33%
11-11-59119 Transfer to Debt Service Fund	0.00	0.00	311,760.00	0.00	100.00%
Total Transfers Expenditures	0.00	6,666.67	391,760.00	13,333.34	96.60%
Total Administration Expenditures	0.00	82,418.63	459,660.00	89,085.30	80.62%
Total Community Development Corporation Expenditures	\$ 0.00	\$ 82,418.63	\$ 459,660.00	\$ 89,085.30	80.62%
Community Development Corporation Excess of Revenues	\$ 0.00	\$ (35,087.91)	\$ 10,640.00	\$ 1,371.32	87.11%

Accounts Payable Check Register

**Checks Processed
During Posting of
Accounts Payable**

Accounts Payable Check Register Report - IB-Community Development Corporation-1061976

For The Date Range From 11/1/2022 To 11/30/2022

For All Vendors And For Outstanding Checks - Computer Generated, Hand Written, eCheck

Check # / eCheck ID	Type	Date	Vendor	Name	Amount	Status												
3738	C	11/3/2022	871	Freedom Commercial Services, LLC	\$664.00	O												
<table><tr><th>Invoice Nbr - Description</th><th>GL Account</th><th>Amount</th></tr><tr><td>2022-2289 - Monthly mowing for CDC owned properties</td><td>11-11-54480</td><td>\$664.00</td></tr></table>							Invoice Nbr - Description	GL Account	Amount	2022-2289 - Monthly mowing for CDC owned properties	11-11-54480	\$664.00						
Invoice Nbr - Description	GL Account	Amount																
2022-2289 - Monthly mowing for CDC owned properties	11-11-54480	\$664.00																
3739	C	11/3/2022	137	Lake Cities Municipal Utility Authority	\$263.32	O												
<table><tr><th>Invoice Nbr - Description</th><th>GL Account</th><th>Amount</th></tr><tr><td>Oct22-CDC-LCMUA - Oct22 CDC water and sewer charges</td><td>11-11-53301</td><td>\$103.72</td></tr><tr><td>Oct22-CDC-LCMUA - Oct22 CDC water and sewer charges</td><td>11-11-53301</td><td>\$125.37</td></tr><tr><td>Oct22-CDC-LCMUA - Oct22 CDC water and sewer charges</td><td>11-11-53301</td><td>\$34.23</td></tr></table>							Invoice Nbr - Description	GL Account	Amount	Oct22-CDC-LCMUA - Oct22 CDC water and sewer charges	11-11-53301	\$103.72	Oct22-CDC-LCMUA - Oct22 CDC water and sewer charges	11-11-53301	\$125.37	Oct22-CDC-LCMUA - Oct22 CDC water and sewer charges	11-11-53301	\$34.23
Invoice Nbr - Description	GL Account	Amount																
Oct22-CDC-LCMUA - Oct22 CDC water and sewer charges	11-11-53301	\$103.72																
Oct22-CDC-LCMUA - Oct22 CDC water and sewer charges	11-11-53301	\$125.37																
Oct22-CDC-LCMUA - Oct22 CDC water and sewer charges	11-11-53301	\$34.23																
3740	C	11/18/2022	843	Arc Abatement	\$43,134.00	O												
<table><tr><th>Invoice Nbr - Description</th><th>GL Account</th><th>Amount</th></tr><tr><td>22-03-058 - Asbestos removal, disposal from 1004 S Stemmons structures</td><td>11-11-55520</td><td>\$43,134.00</td></tr></table>							Invoice Nbr - Description	GL Account	Amount	22-03-058 - Asbestos removal, disposal from 1004 S Stemmons structures	11-11-55520	\$43,134.00						
Invoice Nbr - Description	GL Account	Amount																
22-03-058 - Asbestos removal, disposal from 1004 S Stemmons structures	11-11-55520	\$43,134.00																
3741	C	11/18/2022	767	Bradley Environmental Services	\$7,650.00	O												
<table><tr><th>Invoice Nbr - Description</th><th>GL Account</th><th>Amount</th></tr><tr><td>2599-22A - Consulting services, Re: former Surplus Store - Air Monitoring</td><td>11-11-55520</td><td>\$7,650.00</td></tr></table>							Invoice Nbr - Description	GL Account	Amount	2599-22A - Consulting services, Re: former Surplus Store - Air Monitoring	11-11-55520	\$7,650.00						
Invoice Nbr - Description	GL Account	Amount																
2599-22A - Consulting services, Re: former Surplus Store - Air Monitoring	11-11-55520	\$7,650.00																
3742	C	11/18/2022	111	Nichols, Jackson, Dillard	\$100.00	O												
<table><tr><th>Invoice Nbr - Description</th><th>GL Account</th><th>Amount</th></tr><tr><td>42169-38.002Oct - EDC Legal Services - Oct22</td><td>11-11-53304</td><td>\$100.00</td></tr></table>							Invoice Nbr - Description	GL Account	Amount	42169-38.002Oct - EDC Legal Services - Oct22	11-11-53304	\$100.00						
Invoice Nbr - Description	GL Account	Amount																
42169-38.002Oct - EDC Legal Services - Oct22	11-11-53304	\$100.00																
Oct22-CDC-Electricity	E	11/15/2022	527	TXU Energy	\$190.64	O												
<table><tr><th>Invoice Nbr - Description</th><th>GL Account</th><th>Amount</th></tr><tr><td>Oct22-CDC-Electricity - Oct22- CDC Electricity charges</td><td>11-11-53301</td><td>\$190.64</td></tr></table>							Invoice Nbr - Description	GL Account	Amount	Oct22-CDC-Electricity - Oct22- CDC Electricity charges	11-11-53301	\$190.64						
Invoice Nbr - Description	GL Account	Amount																
Oct22-CDC-Electricity - Oct22- CDC Electricity charges	11-11-53301	\$190.64																
Cleared					\$0.00													
Outstanding					\$52,001.96													
Void					\$0.00													



**Lake Dallas Community
Development Corporation**

**Monthly Financial Reports
December 2022**

Lake Dallas Community Development Corporation
Monthly Financial Summary
December 2022

This report represents the third month of the first quarter of operations for Fiscal Year 2023.

CDC	Budget	Current Month	Year to Date	YTD %
Revenues	\$470,300	\$41,763	\$132,219	28.11%
Expenditures	\$459,660	\$8,799	\$97,885	21.3%
Net	(\$29,360)	\$32,963	\$34,334	

The year-to-date total revenues and expenditures for Lake Dallas Community Development Corporation are \$41,763 and \$8,799 respectively. They represent 28.11% and 21.3% of the budget.

Sales Tax Revenue for December 2022 is \$41,208. As of this month, 27.75% of the budgeted sales tax has been collected.

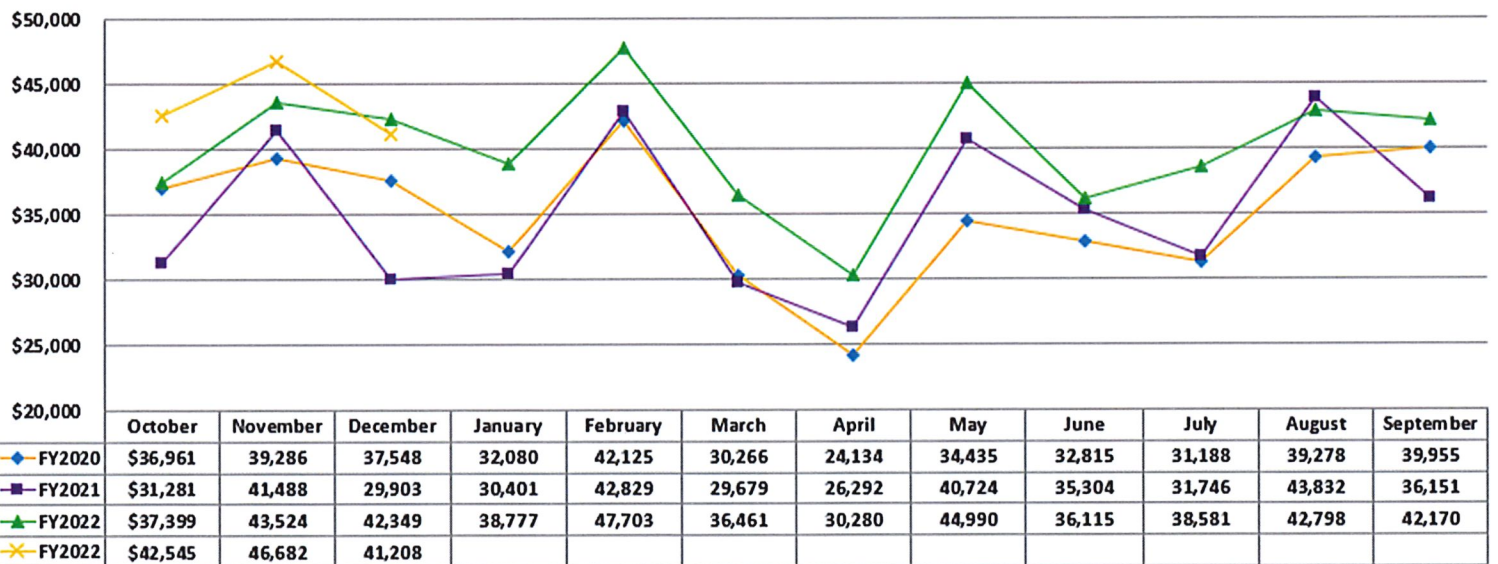
Community Development Corporation has the following cash and investments available as of December 31, 2022.

CDC Investments	\$151,121.91
CDC Checking Account	<u>\$47,953.68</u>
Total Cash and Investments	<u>\$199,075.59</u>

City of Lake Dallas
Community Development Corporation
Sales Tax Revenue

	FY2020	FY2021	FY2022	FY2022
October	\$36,961	\$31,281	\$37,399	\$42,545
November	39,286	41,488	43,524	46,682
December	37,548	29,903	42,349	41,208
January	32,080	30,401	38,777	
February	42,125	42,829	47,703	
March	30,266	29,679	36,461	
April	24,134	26,292	30,280	
May	34,435	40,724	44,990	
June	32,815	35,304	36,115	
July	31,188	31,746	38,581	
August	39,278	43,832	42,798	
September	39,955	36,151	42,170	
St Comp Audit Adj				
Annual Auditor accrual				
Total	\$420,073	\$419,630	\$481,147	\$130,436

Community Development Corporation - Monthly Sales Tax



Budget Details

**Revenues and Expenditures
by Month and Year to Date
Compared to Budget**

City of Lake Dallas
Statement of Revenue and Expenditures

Revised Budget
 For Community Development Corporation (11)
 For the Fiscal Period 2023-3 Ending December 31, 2022

Account Number	Current Budget	Current Actual	Annual Budget	YTD Actual	Remaining Budget %
Revenues					
Revenues					
Undefined Sub-Type Revenues					
11-00-42112 4B Sales Tax	0.00	41,208.35	\$ 470,000.00	\$ 130,435.65	72.25%
11-00-47482 Interest Income - 4B	0.00	554.19	300.00	1,683.51	(461.17%)
11-00-48475 Other Revenue	0.00	0.00	0.00	100.00	0.00%
Total Undefined Sub-Type Revenues	0.00	41,762.54	470,300.00	132,219.16	71.89%
Total Revenues	0.00	41,762.54	470,300.00	132,219.16	71.89%
Total Community Development Corporation Revenues	\$ 0.00	\$ 41,762.54	\$ 470,300.00	\$ 132,219.16	71.89%
Expenditures					
Administration Expenditures					
Supplies Expenditures					
11-11-52206 Travel & Training	0.00	0.00	\$ 700.00	0.00	100.00%
Total Supplies Expenditures	0.00	0.00	700.00	0.00	100.00%
Contractual Services Expenditures					
11-11-53301 Utilities	0.00	432.71	10,000.00	886.67	91.13%
11-11-53303 Accounting & Auditor	0.00	0.00	3,200.00	0.00	100.00%
11-11-53304 Legal Services	0.00	1,700.00	15,000.00	1,800.00	88.00%
11-11-53309 Consultants & Professionals	0.00	0.00	15,000.00	0.00	100.00%
11-11-53381 CDC Downtown BIG Grants	0.00	0.00	0.00	10,000.00	0.00%
Total Contractual Services Expenditures	0.00	2,132.71	43,200.00	12,686.67	70.63%
Maintenance Expenditures					
11-11-54480 Rental Property Maintenance	0.00	0.00	4,000.00	664.00	83.40%
Total Maintenance Expenditures	0.00	0.00	4,000.00	664.00	83.40%
Capital Outlay Expenditures					
11-11-55520 Capital Outlay-CDC Projects	0.00	0.00	20,000.00	64,534.00	(222.67%)
Total Capital Outlay Expenditures	0.00	0.00	20,000.00	64,534.00	(222.67%)
Transfers Expenditures					
11-11-59111 Transfer to General Fund Parks & Admin	0.00	6,666.67	80,000.00	20,000.01	75.00%
11-11-59119 Transfer to Debt Service Fund	0.00	0.00	311,760.00	0.00	100.00%
Total Transfers Expenditures	0.00	6,666.67	391,760.00	20,000.01	94.89%
Total Administration Expenditures	0.00	8,799.38	459,660.00	97,884.68	78.70%
Total Community Development Corporation Expenditures	\$ 0.00	\$ 8,799.38	\$ 459,660.00	\$ 97,884.68	78.70%
Community Development Corporation Excess of Revenues	\$ 0.00	\$ 32,963.16	\$ 10,640.00	\$ 34,334.48	(222.69%)

Accounts Payable Check Register

**Checks Processed
During Posting of
Accounts Payable**

Accounts Payable Check Register Report - IB-Community Development Corporation-1061976

For The Date Range From 12/1/2022 To 12/31/2022

For All Vendors And For Outstanding Checks - Computer Generated, Hand Written, eCheck

Check # / eCheck ID	Type	Date	Vendor	Name	Amount	Status												
3743	C	12/1/2022	962	Jordan Redding, Brian McAnnally, and Chad Crossett	\$10,000.00	O												
<table><tr><th>Invoice Nbr - Description</th><th>GL Account</th><th>Amount</th></tr><tr><td>113022 - Redwood Deisgn - BIG Grant 2021</td><td>11-11-53381</td><td>\$10,000.00</td></tr></table>							Invoice Nbr - Description	GL Account	Amount	113022 - Redwood Deisgn - BIG Grant 2021	11-11-53381	\$10,000.00						
Invoice Nbr - Description	GL Account	Amount																
113022 - Redwood Deisgn - BIG Grant 2021	11-11-53381	\$10,000.00																
3744	C	12/1/2022	961	Lloyd D Nabors Demolition LLC	\$13,750.00	O												
<table><tr><th>Invoice Nbr - Description</th><th>GL Account</th><th>Amount</th></tr><tr><td>22-1535 - Demolition of 1004 S Stemmons - Quality Surplus Store</td><td>11-11-55520</td><td>\$13,750.00</td></tr></table>							Invoice Nbr - Description	GL Account	Amount	22-1535 - Demolition of 1004 S Stemmons - Quality Surplus Store	11-11-55520	\$13,750.00						
Invoice Nbr - Description	GL Account	Amount																
22-1535 - Demolition of 1004 S Stemmons - Quality Surplus Store	11-11-55520	\$13,750.00																
3745	C	12/13/2022	137	Lake Cities Municipal Utility Authority	\$260.21	O												
<table><tr><th>Invoice Nbr - Description</th><th>GL Account</th><th>Amount</th></tr><tr><td>LCMUA-Nov22-CDC - LCMUA Nov22 CDC water and sewer charges</td><td>11-11-53301</td><td>\$105.31</td></tr><tr><td>LCMUA-Nov22-CDC - LCMUA Nov22 CDC water and sewer charges</td><td>11-11-53301</td><td>\$119.60</td></tr><tr><td>LCMUA-Nov22-CDC - LCMUA Nov22 CDC water and sewer charges</td><td>11-11-53301</td><td>\$35.30</td></tr></table>							Invoice Nbr - Description	GL Account	Amount	LCMUA-Nov22-CDC - LCMUA Nov22 CDC water and sewer charges	11-11-53301	\$105.31	LCMUA-Nov22-CDC - LCMUA Nov22 CDC water and sewer charges	11-11-53301	\$119.60	LCMUA-Nov22-CDC - LCMUA Nov22 CDC water and sewer charges	11-11-53301	\$35.30
Invoice Nbr - Description	GL Account	Amount																
LCMUA-Nov22-CDC - LCMUA Nov22 CDC water and sewer charges	11-11-53301	\$105.31																
LCMUA-Nov22-CDC - LCMUA Nov22 CDC water and sewer charges	11-11-53301	\$119.60																
LCMUA-Nov22-CDC - LCMUA Nov22 CDC water and sewer charges	11-11-53301	\$35.30																
3746	C	12/13/2022	111	Nichols, Jackson, Dillard	\$1,700.00	O												
<table><tr><th>Invoice Nbr - Description</th><th>GL Account</th><th>Amount</th></tr><tr><td>42998-38.002 - EDC Legal Services - Nov22</td><td>11-11-53304</td><td>\$1,700.00</td></tr></table>							Invoice Nbr - Description	GL Account	Amount	42998-38.002 - EDC Legal Services - Nov22	11-11-53304	\$1,700.00						
Invoice Nbr - Description	GL Account	Amount																
42998-38.002 - EDC Legal Services - Nov22	11-11-53304	\$1,700.00																
Nov22-CDC-Electricity	E	12/15/2022	527	TXU Energy	\$172.50	O												
<table><tr><th>Invoice Nbr - Description</th><th>GL Account</th><th>Amount</th></tr><tr><td>Nov22-CDC-Electricity - Nov22 CDC Electricity charges</td><td>11-11-53301</td><td>\$172.50</td></tr></table>							Invoice Nbr - Description	GL Account	Amount	Nov22-CDC-Electricity - Nov22 CDC Electricity charges	11-11-53301	\$172.50						
Invoice Nbr - Description	GL Account	Amount																
Nov22-CDC-Electricity - Nov22 CDC Electricity charges	11-11-53301	\$172.50																
Cleared					\$0.00													
Outstanding					\$25,882.71													
Void					\$0.00													



**Lake Dallas Community
Development Corporation**

**Monthly Financial Reports
January 2023**

Lake Dallas Community Development Corporation
Monthly Financial Summary
January 2022

This report represents the first month of the second quarter of operations for Fiscal Year 2023.

CDC	Budget	Current Month	Year to Date	YTD %
Revenues	\$470,300	\$54,412	\$186,631	39.68%
Expenditures	\$459,660	\$9,817	\$107,759	23.44%
Net	(\$29,360)	\$44,595	\$78,872	

The year-to-date total revenues and expenditures for Lake Dallas Community Development Corporation are \$186,631 and \$107,759 respectively. They represent 39.68% and 23.44% of the budget.

Sales Tax Revenue for January 2022 is \$53,827. As of this month, 39.2% of the budgeted sales tax has been collected.

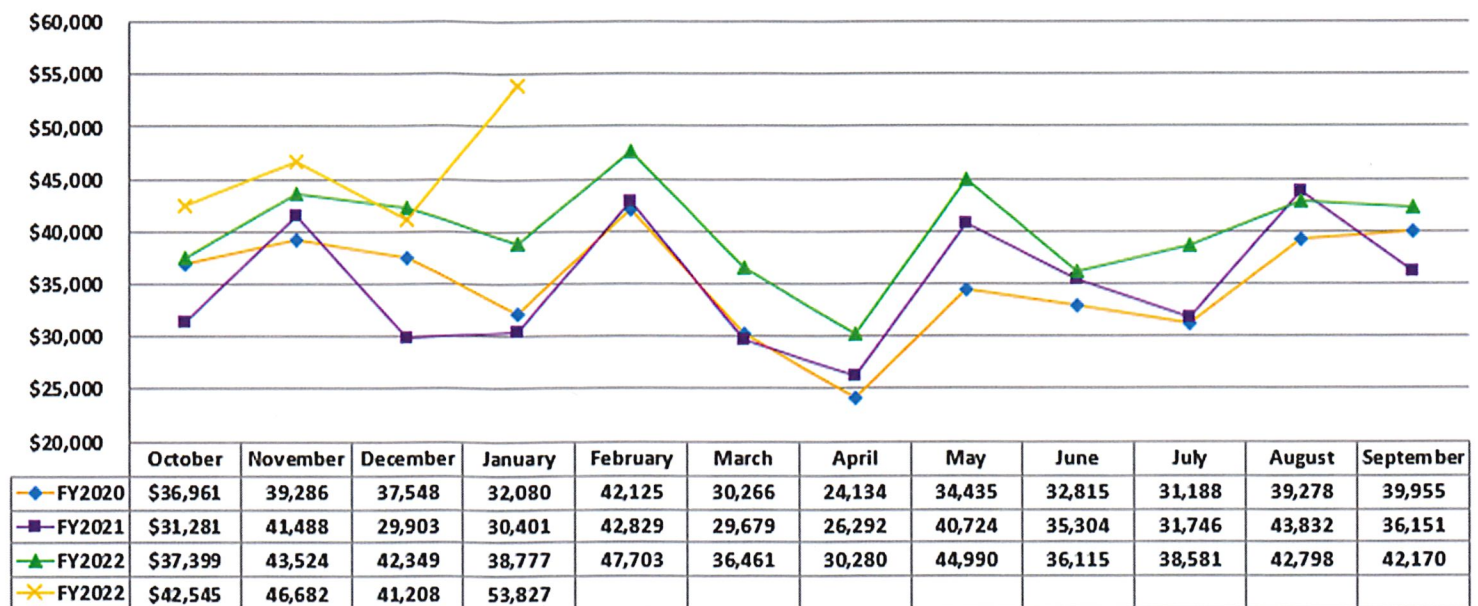
Community Development Corporation has the following cash and investments available as of January 31, 2023.

CDC Investments	\$151,706.24
CDC Checking Account	<u>\$47,712.11</u>
Total Cash and Investments	<u>\$199,418.35</u>

City of Lake Dallas
Community Development Corporation
Sales Tax Revenue

	FY2020	FY2021	FY2022	FY2022
October	\$36,961	\$31,281	\$37,399	\$42,545
November	39,286	41,488	43,524	46,682
December	37,548	29,903	42,349	41,208
January	32,080	30,401	38,777	53,827
February	42,125	42,829	47,703	
March	30,266	29,679	36,461	
April	24,134	26,292	30,280	
May	34,435	40,724	44,990	
June	32,815	35,304	36,115	
July	31,188	31,746	38,581	
August	39,278	43,832	42,798	
September	39,955	36,151	42,170	
St Comp Audit Adj				
Annual Auditor accrual				
Total	\$420,073	\$419,630	\$481,147	\$184,263

Community Development Corporation - Monthly Sales Tax



Budget Details

**Revenues and Expenditures
by Month and Year to Date
Compared to Budget**

City of Lake Dallas
Statement of Revenue and Expenditures
Revised Budget
For Community Development Corporation (11)
For the Fiscal Period 2023-4 Ending January 31, 2023

Account Number	Current Budget	Current Actual	Annual Budget	YTD Actual	Remaining Budget %
Revenues					
Revenues					
Undefined Sub-Type Revenues					
11-00-42112 4B Sales Tax	0.00	53,827.42	\$ 470,000.00	\$ 184,263.07	60.80%
11-00-47482 Interest Income - 4B	0.00	584.33	300.00	2,267.84	(655.95%)
11-00-48475 Other Revenue	0.00	0.00	0.00	100.00	0.00%
Total Undefined Sub-Type Revenues	0.00	54,411.75	470,300.00	186,630.91	60.32%
Total Revenues	0.00	54,411.75	470,300.00	186,630.91	60.32%
Total Community Development Corporation Revenues	\$ 0.00	\$ 54,411.75	\$ 470,300.00	\$ 186,630.91	60.32%
Expenditures					
Administration Expenditures					
Supplies Expenditures					
11-11-52206 Travel & Training	0.00	0.00	\$ 700.00	0.00	100.00%
Total Supplies Expenditures	0.00	0.00	700.00	0.00	100.00%
Contractual Services Expenditures					
11-11-53301 Utilities	0.00	418.53	10,000.00	1,305.20	86.95%
11-11-53303 Accounting & Auditor	3,200.00	0.00	3,200.00	0.00	100.00%
11-11-53304 Legal Services	0.00	2,732.11	15,000.00	4,532.11	69.79%
11-11-53309 Consultants & Professionals	0.00	0.00	15,000.00	0.00	100.00%
11-11-53381 CDC Downtown BIG Grants	0.00	0.00	0.00	10,000.00	0.00%
Total Contractual Services Expenditures	3,200.00	3,150.64	43,200.00	15,837.31	63.34%
Maintenance Expenditures					
11-11-54480 Rental Property Maintenance	0.00	0.00	4,000.00	664.00	83.40%
Total Maintenance Expenditures	0.00	0.00	4,000.00	664.00	83.40%
Capital Outlay Expenditures					
11-11-55520 Capital Outlay-CDC Projects	0.00	0.00	20,000.00	64,591.00	(222.96%)
Total Capital Outlay Expenditures	0.00	0.00	20,000.00	64,591.00	(222.96%)
Transfers Expenditures					
11-11-59111 Transfer to General Fund Parks & Admin	0.00	6,666.67	80,000.00	26,666.68	66.67%
11-11-59119 Transfer to Debt Service Fund	0.00	0.00	311,760.00	0.00	100.00%
Total Transfers Expenditures	0.00	6,666.67	391,760.00	26,666.68	93.19%
Total Administration Expenditures	3,200.00	9,817.31	459,660.00	107,758.99	76.56%
Total Community Development Corporation Expenditures	\$ 3,200.00	\$ 9,817.31	\$ 459,660.00	\$ 107,758.99	76.56%
Community Development Corporation Excess of Revenues	\$ (3,200.00)	\$ 44,594.44	\$ 10,640.00	\$ 78,871.92	(641.28%)

Accounts Payable Check Register

**Checks Processed
During Posting of
Accounts Payable**

Accounts Payable Check Register Report - IB-Community Development Corporation-1061976*For The Date Range From 1/1/2023 To 1/31/2023**For All Vendors And For Outstanding, Cleared, Voided Checks - Computer Generated, Hand Written, eCheck*

Check # / eCheck ID	Type	Date	Vendor	Name	Amount	Status
3747	C	1/10/2023	137	Lake Cities Municipal Utility Authority	\$241.57	O
Invoice Nbr - Description				GL Account	Amount	
LCMUA-CDC-Dec22 - Dec22 water, sewer charges CDC				11-11-53301	\$88.80	
LCMUA-CDC-Dec22 - Dec22 water, sewer charges CDC				11-11-53301	\$119.60	
LCMUA-CDC-Dec22 - Dec22 water, sewer charges CDC				11-11-53301	\$33.17	
3748	C	1/26/2023	111	Nichols, Jackson, Dillard	\$2,732.11	O
Invoice Nbr - Description				GL Account	Amount	
43484 - EDC - legal services - Dec22				11-11-53304	\$2,732.11	
Dec22-CDC-Electricity	E	1/14/2023	527	TXU Energy	\$176.96	O
Invoice Nbr - Description				GL Account	Amount	
Dec22-CDC-Electricity - Dec22 CDC Electricity charges				11-11-53301	\$176.96	
					Cleared	\$0.00
					Outstanding	\$3,150.64
					Void	\$0.00