

**CITY OF MIDLOTHIAN, TEXAS**  
**NOTES TO BASIC FINANCIAL STATEMENTS**

**NOTE 6. LONG-TERM DEBT – CONTINUED**

At September 30, 2007, the City's bonds payable consisted of the following:

	<u>Governmental</u>	<u>Business-type</u>
General Obligation Bonds:		
\$5,785,000 General Obligation Bonds, Series 1999 (net of 36.733% allocated to Proprietary Fund) 5.00-6.50%, final installment due August, 2014.	\$ 518,813	\$ 301,189
\$6,095,000 General Obligation Bonds, Series 2000, 5.25%-7.70%, final installment due August, 2020.	795,000	-
\$7,575,000 General Obligation Bonds, Series 2001, (7.59% allocated to Proprietary Fund), 4.375%-5.875%, final installment due August, 2021.	5,553,840	456,158
\$5,715,000 General Obligation Bonds, Series 2003, 3.8%-5%, final installment due August 2025.	5,335,000	-
\$29,449,922 Combination Tax and Revenue Refunding Bonds, Series 2000, 5.00%-6.00%, final installment due September 2026.	-	10,534,922
\$2,825,000 General Obligation Bonds, Series 2004, 4.625%-5.5%, final installment due August, 2024.	2,730,000	-
\$2,320,000 General Obligation Refunding Bonds, Series 2004, 2.5%-3.9%, final installment due August 2014.	262,944	982,056
\$1,215,000 General Obligation Refunding Bonds, Series 2004-A, 1.7%-4.25%, final installment due August 2014.	213,640	296,361
\$5,100,000 General Obligation Bonds, Series 2005, 4.0%-5.0%, final installment due August 2025.	5,100,000	-
\$4,750,000 Combination Tax and Revenue Bonds, Series 2005, 4.0%-5.0%, final installment due August 2029.	4,535,000	-
\$7,805,000 General Obligation Refunding Bonds, Series 2006-A (16.75% allocated to Proprietary Fund), 4.0%-4.5%, final installment due August 2020.	6,364,463	1,280,538
\$3,905,000 General Obligation Bonds, Series 2006, 4.0%-5%, final installment due August 2025.	3,905,000	-
\$17,390,000 General Obligation Refunding Bonds, Series 2006, 4.05%, final installment due August 2019.	-	17,240,000
\$8,550,000 General Obligation Bonds, Series 2007, 4.125-5.625%, final installment due August 2027.	8,550,000	-
Total General Obligation Bonds	<u>\$ 43,863,700</u>	<u>\$ 31,091,224</u>

**CITY OF MIDLOTHIAN, TEXAS  
NOTES TO BASIC FINANCIAL STATEMENTS**

**NOTE 6. LONG-TERM DEBT – CONTINUED**

	<u>Governmental</u>	<u>Business-type</u>
Certificates of Obligation:		
\$3,200,000 Combination Tax and Revenue Certificates of Obligation, Series 1996 (net of 68.75% allocated to Proprietary Fund), 4.75%-6.75%, final installment due August 2016.	\$ 609,375	\$ 1,340,625
\$2,665,000 Combination Tax and Revenue Certificates of Obligation, Series 1997 (net of 84.02% allocated to Proprietary Fund), 4.5%-6.5% final installment due August 2017.	274,057	1,440,944
\$1,550,000 General Obligation Certificates of Obligation, Series 2001, 4.5%-6.0%, final installment due August 2021.	1,235,000	-
\$3,000,000 Combination Tax and Revenue Certificates of Obligation, Series 2003, 4.6% - 6.0%, final installment due August 2023.	-	2,585,000
\$3,900,000 Combination Tax and Revenue Certificates of Obligation, Series 2006, 4.0%-5.5%, final installment due August 2025.	<u>3,770,000</u>	<u>-</u>
Total Certificates of Obligation	<u>\$ 5,888,432</u>	<u>\$ 5,366,569</u>

**CITY OF MIDLOTHIAN, TEXAS  
NOTES TO BASIC FINANCIAL STATEMENTS**

**NOTE 6. LONG-TERM DEBT – CONTINUED**

	<u>Governmental</u>	<u>Business-type</u>
Revenue Bonds:		
\$6,100,000 Waterworks and Sewer System Revenue Bonds, Series 2001, 4.70-6.20%, final installment due September 2013.	\$ -	\$ 1,640,000
\$1,500,000 Waterworks and Sewer System Revenue Bonds, Series 2002, 4.0%-5.5% final installment due September 2023.	-	1,265,000
\$5,000,000 Waterworks and Sewer System Revenue Bonds, Series 2003, 5.0%-6.5%, final installment due September 2013.	-	660,000
\$5,920,000 Waterworks and Sewer System Revenue Bonds, Series 2004, 5.0%-6.0%, final Installment due September 2029.	-	5,790,000
\$8,120,000 Waterworks and Sewer System Revenue Refunding Bonds, Series 2006, 3.875%-4.5%, final installment due September 2033.	-	8,080,000
Total Revenue Bonds	<u>\$ -</u>	<u>\$ 17,435,000</u>

**CITY OF MIDLOTHIAN, TEXAS**  
**NOTES TO BASIC FINANCIAL STATEMENTS**

**NOTE 6. LONG-TERM DEBT – CONTINUED**

The following is a summary of long-term debt transactions of the City for the year ended September 30, 2007:

	Beginning Balance	Increases	Decreases	Ending Balance	Amount Due Within One Year
<b>Governmental activities:</b>					
General obligation bonds	\$ 36,585,117	\$ 8,550,000	\$ (1,271,417)	\$ 43,863,700	\$ 1,769,341
Certificates of obligation	6,148,407	-	(259,975)	5,888,432	274,698
Capital lease obligations	91,425	25,880	(53,760)	63,545	46,931
Tax Note	750,000	-	(95,000)	655,000	100,000
Bond Premium	18,068	-	(1,322)	16,746	1,322
Deferred refunding amount	(322,042)	-	24,046	(297,996)	(24,045)
Compensated absences	481,338	510,340	(445,954)	545,724	136,431
<b>Total governmental activities</b>	<b>\$ 43,752,313</b>	<b>\$ 9,086,220</b>	<b>\$ (2,103,382)</b>	<b>\$ 50,735,151</b>	<b>\$ 2,304,678</b>
<b>Business-type activities:</b>					
General obligation bonds	\$ 33,049,809	\$ -	\$ (1,958,585)	\$ 31,091,224	\$ 1,958,586
Accreted interest	2,024,839	394,248	-	2,419,087	-
Certificates of obligation	5,691,594	-	(325,025)	5,366,569	345,302
Revenue bonds	17,325,000	8,120,000	(8,010,000)	17,435,000	585,000
Capital lease obligations	141,067	-	(25,380)	115,687	26,725
Bond discount	(366,678)	(46,038)	24,410	(388,306)	(24,410)
Bond premium	3,680	-	(266)	3,414	266
Deferred refunding amount	(1,528,410)	(489,654)	155,642	(1,862,422)	(155,641)
Compensated absences	106,199	83,457	(69,910)	119,746	29,936
<b>Total business-type activities</b>	<b>\$ 56,447,100</b>	<b>\$ 8,062,013</b>	<b>\$ (10,209,114)</b>	<b>\$ 54,299,999</b>	<b>\$ 2,765,764</b>

**CITY OF MIDLOTHIAN, TEXAS**  
**NOTES TO BASIC FINANCIAL STATEMENTS**

**NOTE 6. LONG-TERM DEBT – CONTINUED**

The annual requirements to amortize all debts outstanding as of September 30, 2007, are as follows:

General Obligation Bonds

Year Ending September 30,	Governmental Activities		Business-Type Activities		Total
	Principal	Interest	Principal	Interest	
2008	\$ 1,769,341	\$ 2,106,368	\$ 1,825,662	\$ 1,135,610	\$ 6,836,981
2009	1,904,794	1,958,462	1,915,198	1,047,892	6,826,346
2010	1,995,652	1,854,914	1,994,350	957,442	6,802,358
2011	2,117,901	1,744,718	2,082,102	862,462	6,807,183
2012	2,208,470	1,645,150	2,181,533	764,114	6,799,267
2013-2017	12,378,868	6,576,620	11,286,137	2,483,934	32,725,559
2018-2022	12,818,674	3,615,590	7,501,486	5,789,211	29,724,961
2023-2027	8,015,000	1,100,388	2,304,756	7,408,587	18,828,731
2028-2031	655,000	45,540	-	-	700,540
	<u>\$ 43,863,700</u>	<u>\$ 20,647,750</u>	<u>\$ 31,091,224</u>	<u>\$ 20,449,252</u>	<u>\$ 116,051,926</u>

Certificates of Obligation

Year Ending September 30,	Governmental Activities		Business-Type Activities		Total
	Principal	Interest	Principal	Interest	
2008	\$ 274,698	\$ 280,566	\$ 345,302	\$ 270,436	\$ 1,171,002
2009	288,620	265,234	361,377	250,436	1,165,667
2010	303,345	249,542	381,655	231,754	1,166,296
2011	318,832	232,984	401,169	211,922	1,164,907
2012	333,555	216,466	421,446	191,216	1,162,683
2013-2017	1,864,382	820,161	2,270,620	613,140	5,568,303
2018-2022	1,640,000	414,430	965,000	203,650	3,223,080
2023-2025	865,000	79,426	220,000	11,000	1,175,426
	<u>\$ 5,888,432</u>	<u>\$ 2,558,809</u>	<u>\$ 5,366,569</u>	<u>\$ 1,983,554</u>	<u>\$ 15,797,364</u>

Tax Notes

Year Ending September 30,	Governmental-Type Activities		Total
	Principal	Interest	
2008	\$ 100,000	\$ 23,716	\$ 123,716
2009	105,000	19,698	124,698
2010	105,000	15,582	120,582
2011	110,000	11,368	121,368
2012	115,000	6,958	121,958
2013	120,000	2,352	122,352
	<u>\$ 655,000</u>	<u>\$ 79,674</u>	<u>\$ 734,674</u>

**CITY OF MIDLOTHIAN, TEXAS**  
**NOTES TO BASIC FINANCIAL STATEMENTS**

**NOTE 6. LONG-TERM DEBT – CONTINUED**

<u>Revenue Bonds</u>			
<u>Year Ending September 30,</u>	<u>Business-Type Activities</u>		<u>Total</u>
	<u>Principal</u>	<u>Interest</u>	
2008	\$ 585,000	\$ 826,655	\$ 1,411,655
2009	610,000	791,810	1,401,810
2010	645,000	756,073	1,401,073
2011	680,000	720,573	1,400,573
2012	715,000	685,363	1,400,363
2013-2017	4,115,000	2,869,165	6,984,165
2018-2022	4,595,000	1,895,319	6,490,319
2023-2027	3,005,000	1,018,650	4,023,650
2028-2032	2,190,000	316,738	2,506,738
2033	295,000	13,275	308,275
	<u>\$ 17,435,000</u>	<u>\$ 9,893,621</u>	<u>\$ 27,328,621</u>

The general fund has been used to liquidate capital lease liabilities with respect to acquisition of governmental capital assets. Compensated absences are liquidated in the governmental fund to which each employee's payroll is allocated.

In previous years, the City has legally defeased certain outstanding general obligation and revenue debt by placing funds into irrevocable trusts pledged to pay all future debt service payments of the refunded debt. The trust pledged to pay all future debt service payments of the refunded debt. Accordingly, a liability for the defeased debt issues is not included in the City's financial statements. As of September 30, 2007, the following outstanding bonds were legally defeased:

<u>Series</u>	<u>Type</u>	<u>Amount</u>
2006	Combination tax & revenue c/o's	\$ 16,265,000
2003	Waterworks & sewer system revenue bonds	4,155,000
2001	Waterworks & sewer system revenue bonds	3,305,000
1994	Tax & revenue refunding & imp bonds	950,000
1993	Combination tax & revenue c/o's	285,000
1992	Combination tax & revenue c/o's	555,000
		<u>\$ 25,515,000</u>

**CITY OF MIDLOTHIAN, TEXAS  
NOTES TO BASIC FINANCIAL STATEMENTS**

**NOTE 7. CAPITAL LEASE OBLIGATIONS**

The City has entered into capital lease agreements. The leased property under capital leases is classified as machinery and equipment with a net carrying value of approximately \$49,811 for governmental activities and \$168,344 for business type activities. Amortization expense has been included in depreciation expense for the year ended September 30, 2007.

The following is a schedule of future minimum payments under the capital lease together with the present value of the net minimum lease payments as of September 30, 2007:

<u>Year Ending September 30,</u>	<u>Governmental Activities</u>	<u>Business-type Activities</u>
2008	\$ 51,106	\$ 32,845
2009	9,151	32,845
2010	9,151	32,844
2011	-	32,844
	<u>69,408</u>	<u>131,378</u>
Less amount representing interest	<u>(5,863)</u>	<u>(15,691)</u>
Present value of net minimum lease payments	<u>\$ 63,545</u>	<u>\$ 115,687</u>

**NOTE 8. PROPERTY TAX**

Property tax is levied each October 1 on the assessed value listed as of the prior January 1 for all real and business property located in the City. Taxable assessed value represents the appraisal value less applicable exemptions authorized by the City Council.

Taxes are due on October 1, the levy date, and are delinquent after the following January 31. Tax liens are automatic on January 1, each year. Penalties and interest are included for any payment received after January 31.

Property taxes at the fund level are recorded as receivables and deferred revenues at the time the taxes are assessed. Revenues are recognized as the related ad valorem taxes are collected. Additional amounts estimated to be collectible in time to be a resource for payment of obligations incurred during the fiscal year and therefore susceptible to accrual have been recognized as revenue. Property taxes are recorded net of the allowance for uncollectible taxes (\$4,310 for the General Fund, \$3,749 for the Debt Service Fund, and \$3,374 for the Water and Sewer Fund). The allowance is evaluated annually based upon analysis of historical trends, current economic conditions and other pertinent factors. Uncollectible personal property taxes are written off upon expiration of the five year statute of limitations.

**CITY OF MIDLOTHIAN, TEXAS  
NOTES TO BASIC FINANCIAL STATEMENTS**

**NOTE 9. PENSION PLAN**

**Texas Municipal Retirement System**

**Plan Description**

The City of Midlothian provides pension benefits for all of its full-time employees through a nontraditional, joint contributory, hybrid defined benefit plan in the state-wide Texas Municipal Retirement System (TMRS), one of 821 administered by TMRS, an agent multiple-employer public employee retirement system.

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

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

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

Members can retire at certain ages, based on the years of service with the City. The service retirement eligibilities for the City are 5 years at 60 years of age, or 20 years at any age.



**CITY OF MIDLOTHIAN, TEXAS  
NOTES TO BASIC FINANCIAL STATEMENTS**

**NOTE 9. PENSION PLAN – CONTINUED**

**Contributions**

Under the state law governing TMRS, the actuary annually determines the City contribution rate. This rate consists of the normal cost contribution rate and the prior service contribution rate, both of which are calculated to be a level percent of payroll from year to year. The normal cost contribution rate finances the currently accruing monetary credits due to the City matching percent, which are the obligation of the City as of an employee's retirement date, not at the time the employee's contributions are made. The normal cost contribution rate is the actuarially determined percent of payroll necessary to satisfy the obligation of the City to each employee at the time his/her retirement becomes effective. The prior service contribution rate amortizes the unfunded (overfunded) actuarial liability (asset) over the remainder of the plan's 25 year amortization period. The unit credit actuarial cost method is used for determining the City contribution rate. Both the employees and the City make contributions monthly.

Since the City needs to know its contribution rate in advance for budgetary purposes, there is a one-year delay between the actuarial valuation that is the basis for the rate and the calendar year when the rate goes into effect. (i.e. December 31, 2006 valuation is effective for rates beginning January 2008)

The following is a schedule of actuarial liabilities and funding progress and includes those employees of the Corporation for Economic Development covered by the plan.

Actuarial valuation date	12/31/2006
Actuarial value of assets	\$ 8,279,956
Actuarial accrued liability	\$ 10,998,277
Percentage funded	75.28%
Unfunded actuarial accrued liability	\$ 2,718,321
Annual covered payroll	\$ 6,607,888
Unfunded actuarial accrued liability as a percentage of covered payroll	41.14%
Net pension obligation at the beginning of period	-
Annual pension cost:	
Annual required contribution	\$ 637,126
Interest on net pension obligation	-
Adjustment to the annual required contribution	-
Total annual pension cost	637,126
Contributions made	( 637,126)
Increase in net pension obligation	-
Net pension obligation at the end of the period	\$ -

**CITY OF MIDLOTHIAN, TEXAS  
NOTES TO BASIC FINANCIAL STATEMENTS**

**NOTE 9. PENSION PLAN – CONTINUED**

**Contributions – Continued**

Trend information for the past three years for TMRS is as follows:

	Fiscal Year Ended September 30		
	2007	2006	2005
NPO at the beginning of the period	\$ -	\$ -	\$ -
Annual required contribution	637,126	626,757	564,647
Contributions made (100%)	637,126	626,757	564,647
NPO at the end of the period	\$ -	\$ -	\$ -

The following actuarial assumptions were used:

Actuarial Cost Method	Unit Credit
Amortization Method	Level Percent of Payroll
Remaining Amortization	25 years – open period
Asset Valuation Method	Amortized Cost
Investment Rate of Return	7%
Projected Salary Increases	None
Includes Inflation at	3.5%
Cost of Living Adjustments	None

The City is one of 821 municipalities having the benefit plan administered by TMRS. Each of the 821 municipalities have an annual, individual actuarial valuation performed. All assumptions for the December 31, 2006 valuations are contained in the 2006 TMRS Comprehensive Annual Financial Report, a copy of which may be obtained by writing to P.O. Box 149153, Austin, Texas 78714-9153.

**Texas Statewide Emergency Services  
Personnel Retirement Fund (Senate Bill 411)**

**Plan Description**

The Fire Fighters' Pension Commissioner is the administrator of the Texas Statewide Emergency Services Personnel Retirement Fund (Fund), a cost-sharing multiple employer pension system established and administered by the State of Texas to provide pension benefits for emergency services personnel who serve without significant monetary remuneration. The Fund is considered a component unit of the State of Texas financial reporting entity and is included in the State's financial reports as a pension trust fund. At August 31, 2006, there were 181 member departments participating in the Fund.

**CITY OF MIDLOTHIAN, TEXAS  
NOTES TO BASIC FINANCIAL STATEMENTS**

**NOTE 9. PENSION PLAN – CONTINUED**

**Plan Description – Continued**

The table below summarizes the pension system membership as of August 31, 2006:

Retirees and beneficiaries currently receiving benefits	1,766
Terminated members entitled to benefits but not yet receiving them	1,815
Current active members (vested and nonvested)	<u>4,480</u>
 Total	 <u>8,061</u>

The above membership count does not include retirees and beneficiaries that have been in the Texas Local Fire Fighters Retirement Act (TLFFRA) fund before merging into S.B. 411. Of the 4,480 current members, 8 were covered by Midlothian. The Fund was created by Senate Bill 411, 65<sup>th</sup> Legislature, Regular Session (1977), and was revised in the 79<sup>th</sup> Legislature, Regular Session (2005). The Fund's provisions include retirement benefits as well as death and disability benefits. Members are 50% vested after the tenth year of service, with the vesting percent increasing 10% for each of the next five years of service so that a member becomes 100% vested with 15 years of service.

Eligible members include emergency services personnel who provide services related to fire, rescue and emergency medical services and who service without remuneration while members in good standing of a participating department. In addition, eligible members include auxiliary employees who receive limited compensation from a political subdivision of Texas and who is certified by the political subdivision as being regularly engaged in the performance of duties for a participating department.

Members can retire at certain ages, based on the years of service with the Employer.

The Service Retirement Eligibility for the Employer is 15 years/age 55

Upon reaching age 55, a vested member may retire and receive a monthly pension equal to his vested percentage multiplied by six times the governing body's average – monthly contribution over the member's years of qualified service. For years of service in excess of 15 years, this monthly benefit is increased at the rate of 6.2% compounded annually.

On and off-duty death benefits and on-duty disability benefits are dependent on whether or not the member was engaged in the performance of duties at the time of death or disability. Death benefits include a lump-sum amount and continuing monthly payments to a member's surviving spouse and/or dependents.

**CITY OF MIDLOTHIAN, TEXAS  
NOTES TO BASIC FINANCIAL STATEMENTS**

**NOTE 9. PENSION PLAN – CONTINUED**

**Plan Description – Continued**

Contribution requirements were established by S.B. 411, 65<sup>th</sup> Legislative, Regular Session (1977) and were amended by board rule in 2006. No contributions are required by individual members. The governing bodies of participant department members are required to contribute at least the minimum prescribed amount per month for each active member and may contribute more.

Additional contributions may be made by governing body to pay for granting credit for service before the department began participating in TESRS (prior service). The State may also be required to make a limited amount of annual contributions to make the fund actuarially sound.

**Summary of Significant Accounting Policies and Plan Asset Matters**

**Basis of Accounting** – The Texas Statewide Emergency Services Personnel Retirement Fund financial statements are prepared using the accrual basis of accounting. The Fund's fiscal year is from September 1 through the following August 31. Contributions are recognized as revenues in the period in which they are due to the Fund. No contributions applicable to the H.B. 258 Texas Local Fire Fighters Retirement Act (TLFFRA) are included herein.

**Method Used to Value Investments** – The Texas Statewide Emergency Services Personnel Retirement Fund investments are reported at fair market value. Gains and losses on sales of assets are recognized on the transaction date. Appreciation or depreciation of investments are recognized immediately.

**Plan Asset Matters** – Net assets available for benefits, as computed by the Fund's actuary, included the total of the principal and interest due on contracts with member governing bodies for the purchase of buybacks and unfunded prior service costs.

**Contributions**

The "actuarial accrued liability" is a standardized disclosure measure which represents the value of the portion of the member's anticipated retirement, death, disability and termination benefits accrued as of the valuation date. The entry age actuarial cost method is used for determining the actuarial accrued liability. Projected salary increases and any step rate benefits are not applicable. Benefits are not based on salaries of the member. The actuarial accrued liability is intended to help users assess the pension system funding status on a going-concern basis, assess progress made in accumulating sufficient assets to pay benefits when due, and make comparisons among public employee retirement systems. This measure is the same as the actuarial funding method used to perform the actuarial valuation.

**CITY OF MIDLOTHIAN, TEXAS  
NOTES TO BASIC FINANCIAL STATEMENTS**

**NOTE 9. PENSION PLAN – CONTINUED**

**Contributions – Continued**

The last actuarial valuation was conducted August 31, 2006. Significant actuarial assumptions used include (a) a rate of return on the investment of present and future assets of 8% per year and (b) the future contribution level will increase at the same rate as the average increase in dues over the last five years for the plan in total.

**Contributions Required and Contributions Made**

The contribution requirement per active emergency services personnel member per month is not actuarially determined. Rather, the minimum contribution provisions were set by board rule. For the fiscal year ended August 31, 2006 total contributions (dues and prior service) of \$2,077,728 were paid into TESRS by the political subdivisions served by the member volunteer emergency services personnel. In addition, the state appropriated \$675,307 for the fiscal year ending August 31, 2006. Total contributions made were equal to the contributions required by the state statute and were equal to contributions required based on the revised August 31, 2004 actuarial valuation.

The purpose of the biennial actuarial valuation is to test the adequacy of the financing arrangement to determine if it is adequate to pay the benefits that are promised. The actuarial valuation as of August 31, 2006, revealed the adequacy of the expected contributions from the political subdivisions together with the actual state appropriations for the fiscal year ended August 31, 2007 (\$709,613 as the maximum state contribution according to state law plus \$400,000 to help pay for the System's administrative expenses) and with the assumed continuation of legislative appropriations of (1) the maximum state contribution amount in future years for up to 30 years as is necessary for the System to have a 30-year amortization period, and (2) approximately \$400,000 each year to help pay for the System's administrative expenses. Expected contributions for the fiscal year ending August 31, 2007 are equal to the contributions required.

In addition to the contributions for dues and prior service made to the Texas Statewide Emergency Services Personnel Retirement Fund, some cities are required to make additional deposits. These additional deposits are for retirees and beneficiaries that have been in the H.B. 258 Texas Local Fire Fighters Retirement Act (TLFFRA) fund before merging into S.B. 411. For Midlothian, there were no additional deposits made.

**CITY OF MIDLOTHIAN, TEXAS  
NOTES TO BASIC FINANCIAL STATEMENTS**

**NOTE 9. PENSION PLAN – CONTINUED**

**Contributions Required and Contributions Made – Continued**

The Plan performs a valuation every two years. The following is a schedule of actuarial liabilities and funding progress as of the latest valuation date:

Actuarial valuation date	8/31/06
Actuarial value of assets	\$42,268,305
Actuarial accrued liability	\$58,082,828
Percentage funded	72.8%
Unfunded actuarial accrued liability	\$15,814,523
Annual covered payroll	NA

Trend information for the past three years for the Fund is as follows:

	Fiscal Year Ended September 30		
	2007	2006	2005
NPO at the beginning of the period	\$ -	\$ -	\$ -
Annual required contribution	2,432	4,160	835
Contributions made (100%)	2,432	4,160	835
NPO at the end of the period	\$ -	\$ -	\$ -

Actuarial Cost Method	Entry Age
Amortization Method	Level dollar, open
Remaining Amortization Period	30 years
Asset Valuation Method	Market value smoothed by a 5-year deferred recognition model with a 90%/110% corridor on market value
Investment Rate of Return	8.00%
Projected Salary Increases	N/A
Includes Inflation At	3.75%
Cost-of-Living Adjustments	None

**CITY OF MIDLOTHIAN, TEXAS  
NOTES TO BASIC FINANCIAL STATEMENTS**

**NOTE 10. INTERFUND TRANSFERS AND BALANCES**

All interfund transfers between the various funds are approved supplements to the operations of those funds. The following is a schedule of fiscal year 2007 transfer activity:

<u>Transfer In</u>	<u>Transfer Out</u>	<u>Amount</u>	<u>Purpose</u>
General fund	Water and sewer	\$ 431,284	Funds for personnel costs
General fund	Non major	20,000	Aerial mapping project 2007
Capital projects fund	Water and sewer	15,000	Funds for bond issuance costs
Water and sewer	Debt service	252,880	Funds for bond issuance costs
Debt service	Water and sewer	150,880	Funds for debt service
Non major	General fund	<u>99,738</u>	Establish new court fund
	Totals	<u>\$ 969,782</u>	

Interfund balances at September 30, 2007 consisted of the following:

<u>Receivable Fund</u>	<u>Payable Fund</u>	<u>Amount</u>	<u>Purpose</u>
General Fund	Water and sewer	\$ <u>35,030</u>	Garbage franchise fees
	Totals	<u>\$ 35,030</u>	

**NOTE 11. RISK MANAGEMENT**

The City is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The City has purchased commercial insurance to protect against these various risks of loss. There was no significant reduction in insurance coverage from the previous year. Settled claims for risks have not exceeded insurance coverage for the past three years.

**CITY OF MIDLOTHIAN, TEXAS  
NOTES TO BASIC FINANCIAL STATEMENTS**

**NOTE 12. JOINT VENTURE – MIDLOTHIAN/WAXAHACHIE AIRPORT**

Pursuant to an inter-local agreement authorized by state statutes, the City of Waxahachie, Texas joined the City of Midlothian, Texas to construct and operate an airport for the mutual benefit of the two cities. The agreement established an Airport Board of seven members. Each city appoints three members to terms of three years. The seventh member is appointed for a two-year term. The cities alternate appointing the seventh member.

The Board is responsible for the supervision and operation of the airport assets, grounds, and improvements. Each year the Board shall prepare a budget for consideration by the cities. The Airport Budget is funded by equal contributions from each city, user fees, and a tax on fuel. The Cities of Midlothian and Waxahachie each have a 50 percent share of assets, liabilities and fund equity. Most of the construction of the airport was funded by grants from the Federal Aviation Administration.

The budget for FY 2007 required each city to contribute \$40,000 towards the operation of the airport. This amount is expected to decrease in the future as other revenues increase. Complete financial statements for the Airport Board can be obtained from the City of Waxahachie Finance Director at 401 S. Rogers, Waxahachie, Texas.

The following is summary financial information of the joint venture at September 30, 2007 and for the year then ended:

<b>Balance Sheet</b>		
Assets		\$ 9,012,062
Liabilities		<u>(15,696)</u>
Net assets		<u><u>\$ 8,996,366</u></u>
Revenues		\$ 346,549
Expenses		<u>(445,653)</u>
Net loss		<u><u>\$ (99,104)</u></u>



## **REQUIRED SUPPLEMENTARY INFORMATION**

**CITY OF MIDLOTHIAN, TEXAS  
GENERAL FUND  
BUDGETARY COMPARISON SCHEDULE  
YEAR ENDED SEPTEMBER 30, 2007**

	<b>Budgeted amounts</b>			<b>Variance with Final Budget Positive (Negative)</b>
	<b>Original</b>	<b>Final</b>	<b>Actual</b>	
<b>Revenues:</b>				
Taxes	\$ 9,046,869	\$ 9,046,869	\$ 10,445,901	\$ 1,399,032
Licenses and permits	621,825	621,825	737,964	116,139
Intergovernmental	1,295,141	1,295,141	1,302,749	7,608
Charges for services	735,621	735,621	902,849	167,228
Fines	417,000	417,000	573,937	156,937
Investment income	223,445	223,445	541,203	317,758
Miscellaneous revenues	61,749	61,749	28,012	(33,737)
Total revenues	12,401,650	12,401,650	14,532,615	2,130,965
<b>Expenditures:</b>				
Current				
General government	4,383,531	4,547,296	3,889,888	657,408
Public safety	5,357,867	5,400,822	5,429,149	(28,327)
Public works	2,357,808	2,431,104	2,088,928	342,176
Culture and recreation	716,863	716,863	691,615	25,248
Intergovernmental	841,718	841,718	841,718	-
Total expenditures	13,657,787	13,937,803	12,941,298	996,505
<b>Excess (deficiency) of revenues over expenditures</b>	<b>(1,256,137)</b>	<b>(1,536,153)</b>	<b>1,591,317</b>	<b>3,127,470</b>
<b>Other financing sources (uses)</b>				
Capital lease proceeds	-	-	25,880	25,880
Transfers in	451,284	451,284	451,284	-
Transfers out	-	-	(99,738)	(99,738)
Total other financing sources (uses)	451,284	451,284	377,426	(73,858)
Net change in fund balance	(804,853)	(1,084,869)	1,968,743	3,053,612
Fund Balances - beginning of year	9,019,462	9,019,462	9,019,462	-
Fund Balances - end of year	\$ 8,214,609	\$ 7,934,593	\$ 10,988,205	\$ 3,053,612

**CITY OF MIDLOTHIAN, TEXAS**  
**NOTES TO REQUIRED SUPPLEMENTARY INFORMATION**

**NOTE 1. BUDGETARY CONTROL**

The City follows these procedures in establishing the budgetary data reflected in the financial statements:

1. Prior to August 1, the City Manager submits to the City Council a proposed Operating budget for the fiscal year commencing the following October 1. The operating budget includes proposed expenditures and the means of financing them.
2. Public hearings are conducted to obtain taxpayer comments.
3. The budget is legally enacted through passage of an ordinance.
4. The City Manager is authorized to transfer budgeted amounts between departments within any fund; however, any revisions that alter the total expenditures of any fund must be approved by the City Council.
5. The legal level of budgetary control (i.e., the level at which expenditures may not exceed appropriations) is the fund level.
6. Formal budgetary integration is employed as a management control device during the year for the General Fund.
7. Encumbrances for goods or purchased services are documented by purchase orders or contracts. Encumbered amounts lapse at year end. At year end, encumbrances are canceled or reappropriated as part of the following year budget.

Annual Appropriated budgets are consistent with U.S. generally accepted accounting principles and are legally adopted for the general fund and the water and sewer fund. Special revenue fund budgets are not legally adopted.

All appropriations lapse on September 30 of the fiscal year.

Budgeted amounts are as originally adopted or as amended by the City Council. Individual amendments were not material in relation to the original appropriations, which were adopted.

**CITY OF MIDLOTHIAN, TEXAS  
REQUIRED SUPPLEMENTARY INFORMATION  
SCHEDULE OF FUNDING PROGRESS FOR  
PARTICIPATION IN TEXAS MUNICIPAL RETIREMENT SYSTEM  
SEPTEMBER 30, 2007**

<b>Actuarial Valuation Date</b>	<b>Actuarial Value of Assets</b>	<b>Actuarial Accrued Liability</b>	<b>Percentage Funded</b>	<b>Unfunded Actuarial Accrued Liability</b>	<b>Annual Covered Payroll</b>	<b>Unfunded Actuarial Accrued Liability as a Percentage of Covered Payroll</b>
<b>Texas Municipal Retirement System</b>						
12/31/00	\$ 3,992,915	\$ 4,593,202	86.9	\$ 600,287	\$ 3,053,477	19.7
12/31/01	4,765,610	5,552,287	85.8	786,677	3,772,401	20.9
12/31/02	5,191,317	6,920,621	75.0	1,729,304	4,218,255	41.0
12/31/03	5,659,884	7,785,913	72.7	2,126,029	4,689,206	45.3
12/31/04	6,573,551	8,551,201	76.9	1,977,650	5,048,689	39.2
12/31/05	7,725,280	9,874,111	78.2	2,148,831	5,821,545	36.9
12/31/06	8,279,956	10,998,277	75.3	2,718,321	6,607,888	41.1
<b>Texas Statewide Emergency Services Personnel Retirement Fund (Senate Bill 411)</b>						
08/31/98	\$ 26,420,269	\$ 28,558,982	92.5	\$ 2,138,713	NA	
08/31/00	36,767,553	36,048,771	102.0	(718,782)	NA	
08/31/02	30,451,876	43,240,852	70.4	12,788,976	NA	
08/31/04	38,140,501	51,567,426	74.0	13,426,925	NA	
08/31/06	42,268,305	58,082,828	72.8	15,814,523	NA	

## **COMBINING SCHEDULES AND STATEMENTS**

**CITY OF MIDLOTHIAN, TEXAS  
NON MAJOR GOVERNMENTAL FUNDS  
SPECIAL REVENUE FUNDS**

The Special Revenue Funds are used to account for revenue sources that are legally restricted to expenditures for specified purposes.

**Police Imprest Fund** — Established to account for funds accumulated through police seizures.

**Midlothian Restoration Fund** — Established to account for monies collected from the sale of memorial bricks and donations from citizens.

**Hotel/Motel Tax Fund** — Established to account for local hotel and motel occupancy tax receipts.

**Kiosk Fund** — Established to account for monies collected from the leasing of kiosks to be used for the beautification of the City of Midlothian.

**Police Training Academy** — Established to account for funds accumulated for in-service training provided by the City of Midlothian Police Department for City police officers, as well as for those of neighboring cities.

**Municipal Court Fund** — Established to account for the accumulation of funds to be used for court building security, court technology, judicial efficiency and child safety program.

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**CITY OF MIDLOTHIAN, TEXAS  
COMBINING BALANCE SHEET -  
NON MAJOR GOVERNMENTAL FUNDS  
SEPTEMBER 30, 2007**

	<b>Special Revenue</b>		
	<b>Police Imprest</b>	<b>Midlothian Restoration</b>	<b>Hotel Motel Tax</b>
<b>ASSETS</b>			
Cash and cash equivalents	\$ 2,214	\$ 1,816	\$ 105,752
Accounts receivable	-	-	4,521
Due from other governments	-	-	-
<b>TOTAL ASSETS</b>	<b>\$ 2,214</b>	<b>\$ 1,816</b>	<b>\$ 110,273</b>
<b>LIABILITIES AND FUND BALANCES</b>			
<b>Liabilities</b>			
Accounts payable and accrued liabilities	\$ -	\$ -	\$ 4,201
Deferred revenue	-	-	-
<b>Total liabilities</b>	<b>-</b>	<b>-</b>	<b>4,201</b>
<b>Fund balances</b>			
Reserved for police department	2,214	-	-
Reserved for restoration	-	1,816	-
Reserved for city promotion	-	-	106,072
Reserved for city beautification	-	-	-
Reserved for court	-	-	-
Reserved for police training academy	-	-	-
<b>Total fund balances</b>	<b>2,214</b>	<b>1,816</b>	<b>106,072</b>
<b>TOTAL LIABILITIES AND FUND BALANCES</b>	<b>\$ 2,214</b>	<b>\$ 1,816</b>	<b>\$ 110,273</b>



Exhibit B-1

Special Revenue			
Kiosk Fund	Police Training Academy	Municipal Court	Total Non Major Governmental Funds
\$ 88,080	\$ 159	\$ 146,069	\$ 344,090
-	-	-	4,521
-	75	-	75
<u>\$ 88,080</u>	<u>\$ 234</u>	<u>\$ 146,069</u>	<u>\$ 348,686</u>
\$ -	\$ -	\$ 18,530	\$ 22,731
-	-	-	-
-	-	18,530	22,731
-	-	-	2,214
-	-	-	1,816
-	-	-	106,072
88,080	-	-	88,080
-	-	127,539	127,539
-	234	-	234
<u>88,080</u>	<u>234</u>	<u>127,539</u>	<u>325,955</u>
<u>\$ 88,080</u>	<u>\$ 234</u>	<u>\$ 146,069</u>	<u>\$ 348,686</u>

**CITY OF MIDLOTHIAN, TEXAS  
COMBINING STATEMENT OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCE - NON MAJOR  
GOVERNMENTAL FUNDS  
YEAR ENDED SEPTEMBER 30, 2007**

	<b>Special Revenue</b>			
	<b>Police Imprest</b>	<b>Midlothian Restoration</b>	<b>Hotel Motel Tax</b>	<b>Kiosk Fund</b>
<b>Revenues</b>				
Taxes	\$ -	\$ -	\$ 17,434	\$ -
Investment income	19	77	5,797	1,990
Miscellaneous revenues	2,015	37	-	85,000
<b>Total revenues</b>	<b>2,034</b>	<b>114</b>	<b>23,231</b>	<b>86,990</b>
<b>Expenditures:</b>				
Current:				
General government	5,227	25	16,277	-
<b>Total expenditures</b>	<b>5,227</b>	<b>25</b>	<b>16,277</b>	<b>-</b>
Excess (deficiency) revenues over expenditures	(3,193)	89	6,954	86,990
Other financing sources (uses):				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
<b>Total other financing sources (uses)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Net change in fund balance</b>	<b>(3,193)</b>	<b>89</b>	<b>6,954</b>	<b>86,990</b>
Fund Balances - beginning of year	5,407	1,727	99,118	1,090
Fund Balances - end of year	<u>\$ 2,214</u>	<u>\$ 1,816</u>	<u>\$ 106,072</u>	<u>\$ 88,080</u>

Exhibit B-2

<b>Special Revenue</b>		
<b>Police Training Academy</b>	<b>Municipal Court</b>	<b>Total Non Major Governmental Funds</b>
\$ -	\$ -	\$ 17,434
22	1,137	9,042
22,675	52,697	162,424
22,697	53,834	188,900
2,750	26,033	50,312
2,750	26,033	50,312
19,947	27,801	138,588
-	99,738	99,738
(20,000)	-	(20,000)
(20,000)	99,738	79,738
(53)	127,539	218,326
287	-	107,629
<u>\$ 234</u>	<u>\$ 127,539</u>	<u>\$ 325,955</u>

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## **STATISTICAL SECTION**

## STATISTICAL SECTION

This part of the City of Midlothian's comprehensive annual financial report presents detailed information as a context for understanding what the information in the financial statements, notes disclosures, and required supplementary information says about the City's overall financial health. This information has not been audited by the independent auditor.

### **Contents**

### **Table #s**

#### **Financial Trends**

**1, 2, 3 & 4**

These tables contain trend information to help the reader understand how the City's financial performance and well-being have changed over time.

#### **Revenue Capacity**

**5, 6, 7 & 8**

These tables contain information to help the reader assess the City's most significant local revenue source, property taxes.

#### **Debt Capacity**

**9, 10, 11 & 12**

These tables present information to help the reader assess the affordability of the City's current levels of outstanding debt and the City's ability to issue additional debt in the future.

#### **Economic and Demographic Information**

**13 & 14**

These tables offer economic and demographic indicators to help the reader understand the environment within which the City's financial activities take place.

#### **Operating Information**

**15, 16 & 17**

These tables contain service and infrastructure data to help the reader understand how the information in the City's financial report relates to the services the City provides.

**Source:** Unless otherwise noted, the information in these tables is derived from the comprehensive annual financial reports for the relevant year. The City implemented GASB Statement 34 in fiscal year 2003: tables presenting government-wide information include information beginning in that year.

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**CITY OF MIDLOTHIAN, TEXAS**  
**NET ASSETS BY COMPONENT**  
**LAST FIVE FISCAL YEARS**  
**(ACCRUAL BASIS OF ACCOUNTING)**  
**(UNAUDITED)**

TABLE 1

	Fiscal Year				
	2003	2004	2005	2006	2007
<b>Governmental activities</b>					
Invested in capital assets, net of related debt	\$ 34,992,697	\$ 44,403,230	\$ 53,652,241	\$ 53,094,615	\$ 52,791,760
Restricted	2,190,301	2,343,095	2,426,815	7,395,689	7,520,809
Unrestricted	6,469,133	7,876,890	8,683,272	14,743,404	15,642,298
<b>Total governmental activities net assets</b>	<b>\$ 43,652,131</b>	<b>\$ 54,623,215</b>	<b>\$ 64,762,328</b>	<b>\$ 75,233,708</b>	<b>\$ 75,954,867</b>
<b>Business-type activities</b>					
Invested in capital assets, net of related debt	\$ 26,230,674	\$ 23,119,552	\$ 26,457,018	\$ 28,077,782	\$ 28,201,406
Restricted	229,298	1,613,053	1,990,925	1,971,967	3,258,554
Unrestricted	1,181,854	5,434,318	6,732,666	11,499,376	15,287,313
<b>Total business-type activities net assets</b>	<b>\$ 27,641,826</b>	<b>\$ 30,166,923</b>	<b>\$ 35,180,609</b>	<b>\$ 41,549,125</b>	<b>\$ 46,747,273</b>
<b>Primary government</b>					
Invested in capital assets, net of related debt	\$ 61,223,371	\$ 67,522,782	\$ 80,109,259	\$ 81,172,397	\$ 80,993,166
Restricted	2,419,599	3,956,148	4,417,740	9,367,656	10,779,363
Unrestricted	7,650,987	13,311,208	15,415,938	26,242,780	30,929,611
<b>Total primary governmental net assets</b>	<b>\$ 71,293,957</b>	<b>\$ 84,790,138</b>	<b>\$ 99,942,937</b>	<b>\$ 116,782,833</b>	<b>\$ 122,702,140</b>

Source: Comprehensive Annual Financial Report

Note: Accrual-basis financial information for the city as a whole is only available back to 2003, the year GASB Statement 34 was implemented.



TABLE 2

**CITY OF MIDLOTHIAN, TEXAS**  
**CHANGES IN NET ASSETS**  
**LAST FIVE FISCAL YEARS**  
**(ACCRUAL BASIS OF ACCOUNTING)**  
**(UNAUDITED)**

	Fiscal Year			
	2003	2004	2005	2007
<b>Expenses</b>				
Governmental activities:				
General government	\$ 2,851,816	\$ 3,211,987	\$ 2,771,637	\$ 3,524,193
Public safety	3,422,971	3,638,314	4,258,662	4,783,988
Public works	2,234,519	3,192,042	4,131,249	4,918,349
Culture and recreation	446,606	664,502	595,056	721,481
Intergovernmental	-	-	1,046,767	-
Grants administration	-	-	-	-
Interest on long-term debt	1,154,022	1,248,689	1,581,139	1,989,803
Total governmental activities expenses	10,109,934	11,955,494	14,384,510	15,937,824
Business-type activities:				
Water and sewer	4,762,170	5,384,325	9,434,690	9,761,351
Midlothian Water District*	3,321,360	2,809,028	-	-
Total business-type activities expenses	8,083,530	8,193,353	9,434,690	9,761,351
Total primary government expenses	\$ 18,193,464	\$ 20,148,847	\$ 23,819,200	\$ 25,699,175
<b>Program Revenues</b>				
Governmental activities:				
Charges for Services:				
General government	\$ 527,668	\$ 607,970	\$ 743,673	\$ 1,020,088
Public safety	261,856	405,064	751,319	692,899
Public works	554,591	640,834	1,038,022	855,735
Culture and recreation	61,769	63,763	61,059	86,351
Operating grants and contributions	20,925	309,936	349,606	407,000
Capital grants and contributions	-	9,358,125	7,409,028	8,942,467
Total governmental activities program revenues	1,426,009	11,385,692	10,353,707	12,007,540
Business-type activities:				
Charges for services:				
Water and sewer	5,900,120	6,743,732	7,423,371	9,124,667
Operating Grants and Contributions	-	-	-	-
Capital grants and contributions	5,396,684	1,265,192	2,061,875	3,426,243
Total business-type activities program revenues	11,296,804	8,008,924	9,485,246	12,550,910
Total primary government program revenues	\$ 12,722,813	\$ 19,394,616	\$ 19,838,953	\$ 24,558,450
<b>Net (Expenses) Revenue</b>				
Governmental activities	\$ (8,683,925)	\$ (569,802)	\$ (4,030,803)	\$ (3,930,284)
Business-type activities	3,213,274	(184,429)	50,556	2,789,559
Total primary government net expenses	\$ (5,470,651)	\$ (754,231)	\$ (3,980,247)	\$ (1,140,725)
				\$ (13,028,358)

TABLE 2

**CITY OF MIDLOTHIAN, TEXAS**  
**CHANGES IN NET ASSETS**  
**LAST FIVE FISCAL YEARS**  
**(ACCRUAL BASIS OF ACCOUNTING)**  
**(UNAUDITED)**

	Fiscal Year				
	2003	2004	2005	2006	2007
(continued)					
<b>General Revenues</b>					
<b>and Other Changes in Net Assets</b>					
Governmental activities:					
Taxes:					
Property taxes	\$ 5,811,384	\$ 5,784,787	\$ 6,435,841	\$ 7,439,903	\$ 8,526,517
Sales taxes	887,851	1,288,825	1,257,122	1,477,006	1,684,955
Franchise taxes	2,511,730	3,571,916	2,954,024	3,773,723	2,759,205
Penalties and interest	26,898	29,101	36,812	43,555	62,194
Other taxes	19,658	17,409	19,567	20,410	20,087
Unrestricted grants and contributions	2,572,684	-	-	-	-
Interest on investments	212,884	189,776	535,154	1,105,733	1,179,698
Miscellaneous	202,331	367,045	170,809	531,456	296,434
Transfers	(325,199)	292,017	(112,679)	9,878	344,284
<b>Total governmental activities</b>	<b>11,920,229</b>	<b>11,540,886</b>	<b>11,296,450</b>	<b>14,401,664</b>	<b>\$ 14,853,384</b>
Business-type activities:					
Taxes	2,366,928	2,296,713	2,461,678	3,027,156	3,378,525
Interest on investments	156,084	199,928	363,514	677,488	819,443
Unrestricted Grants and Contributions	1,636,196	-	-	-	-
Miscellaneous	90,201	154,724	259,599	81,067	140,597
Transfers	325,199	(292,017)	112,679	(206,754)	(344,284)
<b>Total business-type activities</b>	<b>4,574,606</b>	<b>2,358,348</b>	<b>3,197,470</b>	<b>3,578,957</b>	<b>4,094,281</b>
<b>Total primary government</b>	<b>\$ 16,494,837</b>	<b>\$ 13,899,234</b>	<b>\$ 14,493,920</b>	<b>\$ 17,980,621</b>	<b>\$ 18,947,665</b>
<b>Change in Net Assets</b>					
Governmental activities	\$ 3,236,304	\$ 10,971,084	\$ 7,285,647	\$ 10,471,380	\$ 721,159
Business-type activities	7,787,882	2,173,919	3,248,026	6,368,516	5,188,148
<b>Total primary government</b>	<b>\$ 11,024,186</b>	<b>\$ 13,145,003</b>	<b>\$ 10,533,673</b>	<b>\$ 16,839,896</b>	<b>\$ 5,919,307</b>

**Source:** Comprehensive Annual Financial Report

**Note:** Accrual-basis financial information for the city as a whole is only available back to 2003, the year GASB Statement 34 was implemented.  
 Water District Dissolved 2004-2005 tax year

Table 3

**CITY OF MIDLOTHIAN, TEXAS**  
**FUND BALANCES, GOVERNMENTAL FUNDS**  
**LAST TEN FISCAL YEARS**  
**(MODIFIED ACCRUAL BASIS OF ACCOUNTING)**  
**(UNAUDITED)**

	1998	1999	2000	2001	2002	2003	2004	2005	2006	2007
<b>General Fund</b>										
Reserved*	\$ 294,317	\$ 850,252	\$ 1,859,475	\$ 1,865,945	\$ -	\$ 5,800	\$ 10,311	\$ 104,911	\$ 21,397	\$ 9,703
Unreserved	3,092,540	4,073,735	3,827,484	2,902,085	5,656,513	5,079,927	6,256,189	6,840,162	8,998,065	10,987,674
Total general fund	\$ 3,346,857	\$ 4,923,987	\$ 5,686,959	\$ 4,768,030	\$ 5,656,513	\$ 5,085,727	\$ 6,266,500	\$ 6,945,073	\$ 9,019,462	\$ 10,997,377
<b>All Other Governmental Funds</b>										
Reserved for:										
Encumbrances	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Debt service	666,755	820,624	911,262	1,086,707	770,346	1,320,779	1,565,767	1,869,819	2,247,411	2,567,391
Special revenue funds	19,997	34,544	62,196	82,815	96,244	103,428	109,142	100,380	107,629	325,955
Unreserved, reported in:										
Capital projects funds	1,472,272	3,954,346	7,800,039	12,180,411	7,721,163	5,997,688	6,292,967	10,755,279	8,503,424	12,803,008
Total all other governmental funds	\$ 2,159,024	\$ 4,809,514	\$ 8,773,497	\$ 13,349,933	\$ 8,587,753	\$ 7,421,895	\$ 7,967,876	\$ 12,725,478	\$ 10,858,464	\$ 15,696,354

Source: Comprehensive Annual Financial Report

Notes: \*Includes encumbrances and prepaid items.

Table 4

**CITY OF MIDLOTHIAN, TEXAS**  
**CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS**  
**LAST TEN FISCAL YEARS**  
**(MODIFIED ACCRUAL BASIS OF ACCOUNTING)**  
**(UNAUDITED)**

	1998	1999	2000	2001	2002	2003	2004	2005	2006*	2007**
<b>REVENUES</b>										
Taxes	\$ 2,225,166	\$ 2,432,687	\$ 2,884,954	\$ 4,094,626	\$ 4,654,515	\$ 6,959,463	\$ 5,488,034	\$ 6,135,601	\$ 11,009,921	\$ 14,193,705
Licenses, permits and fees	473,574	2,009,399	1,008,011	417,621	692,788	499,572	683,207	881,747	887,454	737,964
Charges for services	147,681	151,253	178,864	217,061	226,398	274,782	215,432	744,046	910,509	912,021
Fines & Forfeits	177,521	185,914	239,975	219,279	203,272	292,304	357,601	312,170	519,039	573,937
Gifts and contributions	-	317	-	13	20	1,550	-	-	-	-
Hotel / motel taxes	17,861	14,285	24,245	14,401	23,337	18,720	17,409	17,176	17,138	17,434
Intergovernmental	219,496	237,610	280,292	461,419	486,595	372,507	616,495	1,330,408	1,871,514	1,352,749
Interest earned	-	164,273	312,609	655,801	345,787	212,884	203,510	536,164	1,105,733	1,179,698
Miscellaneous	1,695,263	414,359	480,689	279,533	568,886	673,753	642,332	290,056	182,927	492,867
<b>Total revenues</b>	<b>4,956,362</b>	<b>5,610,097</b>	<b>5,389,639</b>	<b>6,359,754</b>	<b>7,201,597</b>	<b>9,305,535</b>	<b>8,214,020</b>	<b>10,246,358</b>	<b>17,104,235</b>	<b>19,460,375</b>
<b>EXPENDITURES</b>										
General government	1,220,611	1,346,284	1,872,853	2,455,890	1,930,849	1,910,145	2,372,177	3,000,538	3,044,284	3,940,200
Public safety	1,740,724	1,831,179	2,079,528	2,578,457	3,037,777	3,199,679	3,566,219	4,229,325	4,636,950	5,429,149
Public works	1,586,413	983,211	627,003	1,342,863	1,353,522	1,604,259	1,469,264	1,551,767	2,180,812	2,088,928
Culture and recreation	-	257,562	279,188	417,890	479,982	444,709	627,132	581,720	681,368	691,615
Intergovernmental-TIRZ	-	-	1,502	276,522	785,879	957,491	844,865	1,046,767	988,353	1,074,038
Environmental Control	38,635	44,077	51,254	-	2,697	-	-	-	-	-
Bond Issuance Cost	3,487,046	2,063,765	4,092,606	4,511,575	4,501,282	49,403	68,078	3,722	235,671	71,386
Capital outlay	1,115,655	1,198,316	1,367,023	1,561,649	802,881	857,329	917,277	871,726	1,308,608	1,626,391
Debt service	535,559	477,120	622,748	2,085,599	1,164,529	1,119,085	1,317,511	1,521,234	1,923,885	2,017,176
Principal retirement	-	-	-	-	-	-	-	-	-	-
Interest and fiscal charges	-	-	-	-	-	-	-	-	-	-
<b>Total expenditures</b>	<b>9,724,643</b>	<b>8,201,514</b>	<b>10,993,705</b>	<b>15,235,122</b>	<b>14,059,398</b>	<b>16,226,676</b>	<b>14,272,936</b>	<b>18,746,547</b>	<b>26,028,852</b>	<b>21,576,149</b>
<b>Excess (deficiency) of revenues over (under) expenditures</b>	<b>(4,768,281)</b>	<b>(2,591,417)</b>	<b>(5,604,066)</b>	<b>(8,875,368)</b>	<b>(6,857,801)</b>	<b>(6,921,141)</b>	<b>(6,058,916)</b>	<b>(8,500,189)</b>	<b>(8,924,617)</b>	<b>(2,115,774)</b>
<b>OTHER FINANCING SOURCES (USES)</b>										
Proceeds from refunding bonds	426,000	-	-	-	-	-	-	-	-	-
Proceeds from sales of bonds	-	3,660,000	6,095,000	8,486,365	-	5,715,000	3,773,390	9,850,000	15,071,172	8,550,000
Proceeds from capital lease obligation	-	-	158,345	-	-	43,304	19,471	54,536	112,880	25,880
Direct Financing lease receipts	-	74,829	-	-	-	-	-	-	318,875	11,415
Payment to refund bond escrow agent	-	-	-	-	-	-	(921,066)	-	(6,380,813)	-
Operating transfer from component units	-	-	259,950	160,000	50,000	-	-	-	-	-
Operating transfer to component units	-	-	-	-	(175,000)	-	-	-	-	-
Transfer from other funds	-	-	-	-	-	-	-	-	-	-
Transfer to other funds	2,118,332	64,000	857,981	1,265,970	87,500	590,000	425,544	335,686	522,084	716,902
Total other financing sources (uses)	(33,409)	(32,181)	(894,333)	(1,314,408)	(523,787)	(915,199)	(393,583)	(448,365)	(512,206)	(372,618)
<b>Total other financing sources (uses)</b>	<b>2,510,924</b>	<b>3,766,848</b>	<b>6,476,943</b>	<b>8,597,927</b>	<b>(561,287)</b>	<b>5,433,105</b>	<b>2,903,756</b>	<b>9,791,857</b>	<b>9,131,962</b>	<b>8,931,579</b>
<b>NET CHANGE IN FUND BALANCES</b>	<b>\$ (2,257,357)</b>	<b>\$ 1,175,231</b>	<b>\$ 872,877</b>	<b>\$ (277,441)</b>	<b>\$ (7,419,088)</b>	<b>\$ (3,488,036)</b>	<b>\$ (3,155,160)</b>	<b>\$ 1,291,668</b>	<b>\$ 207,375</b>	<b>\$ 6,815,805</b>
<b>Debt service as a percentage of noncapital expenditures</b>	<b>26.5%</b>	<b>27.3%</b>	<b>28.8%</b>	<b>34.0%</b>	<b>20.6%</b>	<b>19.5%</b>	<b>20.0%</b>	<b>18.7%</b>	<b>21.5%</b>	<b>21.5%</b>

Source: Comprehensive Annual Financial Report

\* Water District dissolved taxes now collected by General Fund Debt Service

Table 5

**CITY OF MIDLOTHIAN, TEXAS**  
**ASSESSED VALUE AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY**  
**LAST TEN FISCAL YEARS**  
**(UNAUDITED)**

Fiscal Year	Estimated Market Value			Less: Tax-Exempt Property	Total Taxable Assessed Value	Total Direct Tax Rate
	Real Property	Personal Property				
1998	\$ 309,527,908	\$ 278,638,320	\$ (40,106,592)	\$ 548,059,636	0.39450	
1999	365,524,449	315,098,960	(59,314,101)	621,309,308	0.44780	
2000	422,669,975	303,425,980	(78,102,609)	647,993,346	0.49020	
2001	879,443,640	347,151,800	(392,715,263)	833,880,177	0.60766	
2002	1,243,173,905	396,947,220	(499,270,114)	1,140,851,011	0.60762	
2003	1,386,928,462	437,807,190	(550,777,744)	1,273,957,908	0.60533	
2004	1,400,306,610	460,850,740	(536,546,235)	1,324,611,115	0.60602	
2005	1,449,637,720	463,658,590	(473,337,823)	1,439,958,487	0.61824	
2006	1,563,349,716	616,712,240	(627,529,493)	1,552,532,463	0.64038	
2007	1,704,765,500	610,941,850	(619,329,261)	1,696,378,089	0.65795	

**Source:** City of Midlothian Budget Document  
 Ellis Central Appraisal District

Table 6

**CITY OF MIDLOTHIAN, TEXAS**  
**DIRECT AND OVERLAPPING PROPERTY TAX RATES**  
**(PER \$100 OF ASSESSED VALUE)**  
**LAST TEN FISCAL YEARS**  
**(UNAUDITED)**

Fiscal Year	City Direct Rates			Overlapping Rates			
	Operating/ General Rate	General obligation Debt Service	Total Direct	Midlothian Independent School District	Midlothian Water District <sup>a</sup>	Ellis County	Waxahachie School District
1998	0.10495	0.06957	0.17452	1.64000	0.24000	0.33140	1.4453
1999	0.10606	0.06846	0.17452	1.65990	0.22000	0.35150	1.5011
2000	0.13890	0.11470	0.25360	1.65990	0.19420	0.28370	1.4558
2001	0.14896	0.14708	0.29604	1.71000	0.19420	0.36519	1.5467
2002	0.18396	0.22950	0.41346	1.72000	0.19420	0.30202	1.6800
2003	0.20477	0.20636	0.41113	1.72000	0.19415	0.35142	1.7100
2004	0.20477	0.20704	0.41182	1.72000	0.19415	0.36000	1.6390
2005	0.22617	0.19787	0.42404	1.76454	0.19416	0.34999	1.7165
2006	0.24208	0.39830	0.64038	1.78750	-	0.34999	1.7208
2007	0.24803	0.409916	0.65795	1.69750	-	0.34950	1.5973

**Source:** Ellis Central Appraisal District  
City of Midlothian

<sup>a</sup>Water District dissolved 2005  
web site elliscad.org

**CITY OF MIDLOTHIAN, TEXAS**  
**PRINCIPAL PROPERTY TAX PAYERS LESS T.I.R.Z. TAXABLE REAL PROPERTY**  
**CURRENT AND NINE YEARS AGO**  
**(UNAUDITED)**

2007			1998		
Taxpayer	Taxable Assessed Value	Percentage of Total City Taxable Assessed Value <sup>a</sup>	Taxpayer	Taxable Assessed Value	Percentage of Total City Taxable Assessed Value <sup>b</sup>
Chaparral Steel	\$ 188,644,660	13.93%	Chaparral Steel	\$ 215,585,080	39.34%
Holdm	178,325,676	13.16%	Holham TX Limited Partners	55,903,680	10.20%
Texas Industries, Inc	85,079,078	6.28%	Texas Industries, Inc	31,080,990	5.67%
North Texas Cement Company	38,438,762	2.84%	North Texas Cement Company	31,446,850	5.74%
Target Corporation	29,195,266	2.16%	Nissan Motor Corporation	8,229,390	1.50%
Midlothian Energy Limited	27,630,780	2.04%	Air Products & Chemicals, Inc.	7,203,490	1.31%
Toys R Us-Deleware INC	27,440,561	2.03%	Niagra Cold Drawn Corporation	6,750,870	1.23%
TXU Electric Delivery Co.	10,873,320	0.80%	Texas Utilities Electric Company	4,628,380	0.84%
Texas Properties Trust	6,880,770	0.51%	Mazda Motors of America, Inc	4,401,790	0.80%
Southwest Steel Co	6,620,139	0.49%	America Steel Transport, Inc.	3,687,230	0.67%
<b>Top Ten Tax Payers Total</b>	<b>\$ 599,129,012</b>	<b>44.23%</b>	<b>Top Ten Tax Payers Total</b>	<b>\$ 368,917,750</b>	<b>67.31%</b>
<b>All Other Tax Payers</b>	<b>\$ 756,571,411</b>	<b>55.77%</b>	<b>All Other Tax Payers</b>	<b>\$ 179,141,886</b>	<b>32.69%</b>
<b>Total Assessed Valuation</b>	<b>\$ 1,354,700,423</b>	<b>100.00%</b>	<b>Total Assessed Valuation</b>	<b>\$ 548,059,636</b>	<b>100.00%</b>

Source: Budget Document/ Ellis Central Appraisal Office

Notes: <sup>a</sup>Taxpayers are assessed on January 1, 2006 (2006 tax year) for the 2007 fiscal year.

<sup>b</sup>Taxpayers are assessed on January 1, 1997 (1997 tax year) for the 1998 fiscal year. These values do not include the TIRZ.

<sup>c</sup>Excludes the property located in the TIRZ (Tax Increment Reinvestment Zone) in the amount of \$341,677,666

Table 8

**CITY OF MIDLOTHIAN, TEXAS  
AD VALOREM TAX LEVIES AND COLLECTIONS  
LAST TEN FISCAL YEARS  
(UNAUDITED)**

Fiscal Year	Taxes Levied for the Fiscal Year	Collected within the Fiscal Year of the Levy		Delinquent Tax Collections	Total Collections	
		Amount	Percentage of levy		Amount	Percentage of levy
1998	\$ 956,364	\$ 938,652	98.15	\$ (859)	\$ 937,793	98.06
1999	1,074,173	1,060,791	98.75	16,281	1,077,072	100.27
2000	1,649,791	1,645,038	99.71	7,547	1,652,585	100.17
2001	2,514,608	2,477,651	98.53	19,630	2,497,281	99.31
2002	4,696,908	4,610,123	98.11	33,710	4,643,833	98.83
2003	5,240,235	5,193,331	99.10	48,789	5,242,120	100.04
2004	5,481,219	5,427,251	99.02	50,884	5,478,135	99.94
2005	6,105,999	6,018,466	98.57	61,135	6,079,601	99.57
2006	9,942,107	9,836,202	98.93	115,667	9,951,869	100.10
2007	11,161,371	11,095,266	99.41	247,028	11,342,294	101.62

Source: Ellis County Tax Assessor



TABLE 9

**CITY OF MIDLOTHIAN, TEXAS**  
**RATIO OF OUTSTANDING DEBT BY TYPE**  
**LAST TEN FISCAL YEARS**  
**(UNAUDITED)**

Governmental Activities				Business-Type Activities				Total Primary Government	Percentage of Personal Income <sup>a</sup>	Per Capita <sup>a</sup>
Fiscal Year	General Obligation Bonds	Certificates of Obligation	Other Obligations	Water and Sewer Revenue Bonds <sup>b</sup>	General Obligation Bonds	Certificates of Obligation				
1998	\$ -	\$ 3,192,453	\$ 685,000	\$ 121,000	\$ 10,809,056	\$ 8,432,511	\$ 23,240,020	N/A	\$ 3,339	
1999	-	6,739,230	585,000	-	9,019,056	8,970,770	25,314,056	N/A	3,492	
2000	9,666,426	2,957,469	480,000	-	31,523,496	9,791,372	54,418,763	38.27	7,114	
2001	16,419,382	4,377,865	370,000	6,100,000	32,098,496	9,310,978	68,676,721	44.19	8,479	
2002	15,913,529	4,195,918	255,000	7,435,000	31,881,400	6,883,630	66,564,477	40.58	7,180	
2003	21,092,041	4,000,075	130,000	12,270,165	31,787,882	7,188,785	76,468,948	38.25	7,180	
2004	24,333,479	2,488,148	-	12,020,000	33,716,444	6,480,774	79,038,845	29.16	6,519	
2005	28,680,444	7,119,458	-	17,685,000	32,869,480	6,000,542	92,354,924	27.58	7,330	
2006	36,585,117	6,148,407	750,000	17,325,000	33,049,809	5,691,594	99,549,927	27.37	7,485	
2007	43,863,700	5,888,432	655,000	17,435,000	31,091,224	5,366,569	104,299,925	23.58	7,171	

**Note:** Details regarding the City's outstanding debt can be found in the notes to the financial statements.

<sup>a</sup> See Table 13 for personal income and population data.

<sup>b</sup> Although Water District bonds are paid from Ad-valorem taxes, the debt is considered a part of the Enterprise Fund

**Source:** Note 6 Basic Financial Statements

Table 10

**CITY OF MIDLOTHIAN, TEXAS**  
**RATIO OF GENERAL BONDED DEBT OUTSTANDING**  
**LAST TEN FISCAL YEARS**  
**(UNAUDITED)**

Fiscal Year	General Bonded Debt Outstanding				Percentage of Actual Taxable Value of Property <sup>a</sup>	Per Capita <sup>b</sup>
	General Obligation Bonds	Certificates of Obligation	Total			
1998	\$ -	\$ 3,192,453	\$ 3,192,453		0.58%	\$ 459
1999	-	6,739,230	6,739,230		1.08%	930
2000	9,666,426	2,957,469	12,623,895		1.95%	1,650
2001	16,419,382	4,377,865	20,797,247		2.49%	2,568
2002	15,913,529	4,195,918	20,109,447		1.76%	2,352
2003	21,092,041	4,000,075	25,092,116		1.97%	2,356
2004	24,333,479	2,488,148	26,821,627		2.02%	2,212
2005	28,680,444	7,119,458	35,799,902		2.49%	2,841
2006	36,585,117	6,148,407	42,733,524		2.75%	3,213
2007	43,863,700	5,888,432	49,752,132		2.93%	3,421

**Note:**

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

<sup>a</sup>See Table 5 for property value data.<sup>b</sup>See Table 13 for population data.

**CITY OF MIDLOTHIAN, TEXAS**  
**DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT**  
**AS OF SEPTEMBER 30, 2007**  
**(UNAUDITED)**

<u>Governmental Unit</u>	<u>Gross Bonded Debt</u>	<u>Percentage of Total Debt</u>	<u>Midlothian Share of Overlapping Debt</u>
Debt repaid with property taxes			
Midlothian I.S.D.	\$ 188,067,662	71%	\$ 133,528,040
Ellis County	71,131,262	14%	9,958,377
Waxahachie I.S.D.	99,401,598	15%	14,910,240
Subtotal, overlapping debt	<u>358,600,522</u>		<u>158,396,657</u>
City of Midlothian (direct debt)	<u>104,299,925</u>	100%	<u>104,299,925</u>
Total direct and overlapping debt	<u>\$ 462,900,447</u>		<u>\$ 262,696,582</u>

**Source:** Debt outstanding data provided by City Budget, School District & County

**CITY OF MIDLOTHIAN, TEXAS  
PLEDGED-REVENUE COVERAGE  
LAST TEN FISCAL YEARS  
(UNAUDITED)**

**Table 12**

Fiscal Year	Water and Sewer System Revenue Bonds					Times Coverage
	Total Revenues <sup>a</sup>	Less: Operating Expenses <sup>b</sup>	Net Available Revenue	Annual Requirement <sup>c</sup>		
1998	\$ 3,786,451	\$ 2,598,561	\$ 1,187,890	\$ 747,909		1.59
1999	3,775,231	2,154,002	1,621,229	887,429		1.83
2000	4,040,891	1,964,011	2,076,880	1,062,458		1.95
2001	4,760,426	2,704,136	2,056,290	1,063,666		1.93
2002	5,227,655	2,675,931	2,551,724	1,596,674		1.60
2003	5,924,230	2,959,088	2,965,162	1,661,269		1.78
2004	6,743,732	3,352,752	3,390,980	2,268,525		1.49
2005	7,423,371	4,891,374	2,531,997	1,278,123		1.98
2006	9,124,667	5,841,268	3,283,399	1,301,963		2.52
2007	8,550,522	4,554,600	3,995,922	1,255,984		3.18

**Data Source:** Current and prior year combined financial statements.

**Notes:**

<sup>a</sup>Includes only operating revenues.

<sup>b</sup>Includes operating expenses minus depreciation plus transfers.

<sup>c</sup>Includes only debt required to be paid from system revenues

**CITY OF MIDLOTHIAN, TEXAS  
DEMOGRAPHIC AND ECONOMIC STATISTICS  
LAST TEN CALENDAR YEARS  
(UNAUDITED)**

Year	Estimated Population <sup>a</sup>	Personal Income	Average Household Income <sup>b</sup>	School Enrollment <sup>c</sup>	Unemployment Rate <sup>d</sup>
1998	6,960	N/A	N/A	3,823	5.00%
1999	7,250		N/A	4,164	3.00%
2000	7,650		46,468	4,311	3.50%
2001	8,100	\$ 142,192,080	\$ 47,968	4,651	4.60%
2002	8,550	\$ 155,416,320	\$ 47,968	5,055	5.70%
2003	10,650	\$ 164,050,560	\$ 46,926	5,380	6.40%
2004	12,125	\$ 199,904,760	\$ 55,879	5,642	5.30%
2005	12,600	\$ 271,013,150	\$ 66,431	6,094	5.10%
2006	13,300	\$ 334,812,240	\$ 68,357	6,499	4.30%
2007	14,545	\$ 442,197,090	\$ 76,005	6,837	3.95%

**Source:**<sup>a</sup>Estimated population provided by Claritas, Inc<sup>b</sup>Average Household Income provided by Claritas, Inc<sup>c</sup>Midlothian Independent School District<sup>d</sup>2007- North Central Texas Workforce in partnership with North Central Texas Council of Governments. Texas Employment Commission for Ellis County for years 1999-2005. Prior years from labor statistics for State of Texas.

**Source:** Top ten employers provided by Corporation for Economic Development of Midlothian  
**Note:** <sup>a</sup> 1998 top employers not available

**CITY OF MIDLOTHIAN, TEXAS**  
**FULL-TIME EQUIVALENT CITY GOVERNMENT EMPLOYEES BY FUNCTION/PROGRAM**  
**LAST TEN FISCAL YEARS**  
**(UNAUDITED)**

<u>Function/Program</u>	<u>1998</u>	<u>1999</u>	<u>2000</u>	<u>2001</u>	<u>2002</u>	<u>2003</u>	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>
General Government and Administration	11	13	15	17	19	19	20	19	19	20.5
Public Safety	37	38	38	43	49	49	54	61	65	66.5
Public Works	12	9	10	10	10	13	15	15	16	16
Culture and Recreational	-	4	4	5	5	8	7	6	7	7.5
Water and Sewer	18	17	18	20	25	26	26	23	23	25.5
Community Development	2	2	2	5	7	9	9	9	9	9
<b>Other Component Units:</b>										
Economic Development	-	2	2	2	2	2	2	2	2	2.5
Senior Citizens	-	-	-	-	-	2	2	2	2	2.5
Conference Center	-	-	-	-	-	-	2	2	2	3
<b>Total</b>	<b>80</b>	<b>85</b>	<b>89</b>	<b>102</b>	<b>117</b>	<b>127</b>	<b>134</b>	<b>138</b>	<b>144</b>	<b>153</b>

Source: City Budget Book & Payroll Reports

**CITY OF MIDLOTHIAN, TEXAS  
OPERATING INDICATORS BY FUNCTION/PROGRAM  
LAST TEN FISCAL YEARS  
(UNAUDITED)**

Function/Program	1998	1999	2000	2001	2002	2003	2004	2005	2006	2007
<b>Public Safety</b>										
<b>Police</b>										
Number of Employees	27	28	28.50	29.50	29.50	30.50	31.50	33	33	39
Number of Violations (Citations)	2,822	2,939	3,438	3,087	2,510	4,200	4,284	3,439	5,401	6,465
<b>Fire</b>										
Number of Employees	13.5	12.5	12.5	12	18	18	21	27	31	31
Number of Fire runs	629	750	432	385	403	449	642	893	1,117	1,001
Number of EMS runs	323	373	800	736	835	1,308	1,468	1,456	1,605	1,725
<b>Development Services</b>										
Streets constructed (miles)	n/a	n/a	0.00	14.40	55.60	14.94	13.68	9.61	6.63	3.82
# of Plans	46	44	57	70	45	64	46	43	62	48
Acreage Re-Zoned	186.16	106.27	1,066.94	1,262.11	729.92	266.13	812.12	475.34	937.26	1,731.00
Housing Permits Issued	90	168	306	312	458	349	519	506	587	286
<b>Cultural and Recreational</b>										
<b>Parks and Recreation</b>										
Parks Maintained	8	8	8	8	8	11	11	11	11	11
Park maintain & operate per acre	89.00	89.00	89.00	89.00	89.00	89.00	89.00	89.00	89.00	89.00
Participants in Leisure Service Programs	N/A	N/A	1,772	1,953	2,129	2,913	3,293	3,511	3,532	3,586
<b>Library</b>										
Volumes in Collection	n/a	n/a	n/a	n/a	n/a	n/a	n/a	18,793	20,618	28,339
<b>Water</b>										
Number of Water Consumers	1,896	2,210	2,388	2,680	2,956	3,241	3,431	3,611	3,820	4,050
Annual Water Consumption (gallons)	1,496,406,867	1,433,518,449	1,335,772,066	1,262,789,550	1,241,814,250	1,210,224,891	1,416,395,163	1,493,991,022	1,698,687,642	1,469,295,721
Maximum Storage Capacity (million gal.)	5	5	5	5	5	5	5	7	7	7
<b>Wastewater</b>										
Number of Sewer Consumers	1,691	2,019	2,279	2,582	2,923	3,184	3,494	3,819	4,219	4,599
Wastewater Treated Annually (gallons)	199,914,000	192,686,000	226,386,000	273,656,000	330,211,000	349,036,000	363,070,000	408,240,000	373,680,000	497,337,000

Source: City of Midlothian Budget

Notes: b Utility Billing Department



**CITY OF MIDLOTHIAN, TEXAS**  
**CAPITAL ASSET STATISTICS BY FUNCTION/PROGRAM**  
**LAST TEN FISCAL YEARS**  
**(UNAUDITED)**

<u>Function/Program</u>	<u>1998</u>	<u>1999</u>	<u>2000</u>	<u>2001</u>	<u>2002</u>	<u>2003</u>	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>
<b>Public Safety</b>										
Police Stations	1	1	1	1	1	1	1	1	1	1
Police Patrol Units	3	3	3	3	3	4	6	6	6	8
Police Motorcycle Units	-	-	-	-	-	2	2	2	2	2
Fire Stations	1	1	1	1	1	1	1	1	2	2
Medic Units	1	1	3	3	3	3	3	3	3	3
<b>Development Services</b>										
Streets-Paved (miles)	n/a	n/a	n/a	65	79	135	149.94	163.63	173.23	210.00
<b>Cultural and Recreational</b>										
Parks (acres)	89	89	89	89	89	89	89	89	89	89
Playgrounds	4	4	4	4	4	4	5	5	5	5
Softball/Baseball	12	12	12	12	12	12	12	12	12	12
Irrigated Soccer fields	8	8	8	12	12	12	12	12	12	12
Tennis Courts	8	8	8	8	8	8	8	8	8	8
Volleyball Courts	2	2	2	2	2	2	2	2	2	2
Senior Center	1	1	1	1	1	1	1	1	1	1
<b>Water and Sewer</b>										
Water Mains (miles)	n/a	n/a	n/a	n/a	n/a	100.00	101.91	103.40	107.27	111.00
Fire Hydrants	-	-	-	-	-	500	600	700	759	914
Sanitary Sewers (miles)	n/a	n/a	n/a	n/a	n/a	90.00	98.39	100.53	117.35	120.95

Source: City Departments

**CITY OF MIDLOTHIAN**

**FEE SCHEDULE**

UTILITY IMPACT FEES				
Actual Meter Size:	Equivalent Service Unit (ESU)	Water	Sewer	Total for Both
5/8"	1	\$1,880	\$2,771	\$4,651
1"	1.75	\$3,290	\$4,849	\$8,139
2"	7	\$13,160	\$19,397	\$32,557
3"	16	\$30,080	\$44,336	\$74,416
4"	28	\$52,640	\$77,588	\$130,228
6"	64	\$120,320	\$177,344	\$297,664
8"	100	\$188,000	\$277,100	\$465,100
10"	150	\$282,000	\$415,650	\$697,650

ROADWAY IMPACT FEES					
SERVICE AREA 1 ZONE 1	SERVICE AREA 2 ZONE 2	SERVICE AREA 3 ZONE 3	SERVICE AREA 4 ZONE 4	SERVICE AREA 5 ZONE 5	SERVICE AREA 6 ZONE 6
Service Units (Single Family X \$4.51) X Impact Fee of per "Service Area"					
\$4.51 X (1) \$123.67 \$557.75 SUBDIVISION 2nd Street Quarters Bryant Street Green Acres Highland Meadows Millbrook Northridge Overlook	\$4.51 X (2) \$123.67 \$557.75 SUBDIVISION Ashford Prairie Kensington Long Branch Meadows @ Longbranch Mockingbird (Hale Waived) Old Farmhouse Park Place	\$4.51 X (3) \$123.67 \$557.75 SUBDIVISION Crystal Forest VII Honeysuckle Somerset Spring Creek Twin Creeks	\$4.51 X (4) \$123.67 \$557.75 SUBDIVISION Cotton Creek Ranch Mid Meadows V Villa @ Meadows Westside Preserve Woodcreek	\$4.51 X (5) \$0. \$0.00 SUBDIVISION	\$4.51 X (6) \$123.67 \$557.75 SUBDIVISION Brandi Ridge Country South Fox Run Hunters Glen \$22.72 Lawson Farms Mt View Addition Rosebud Sweetwater Creek
FEES REVISED AS OF 10/18/06 PER APPROVAL & ORDINANCE (AGENDA 2006-500 10/10/06)					