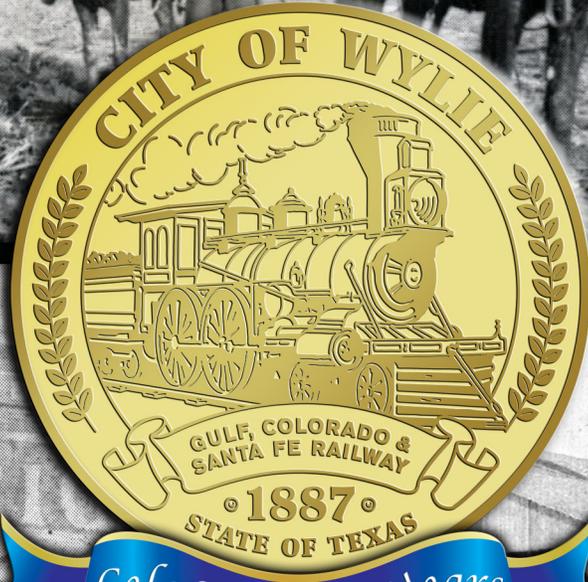
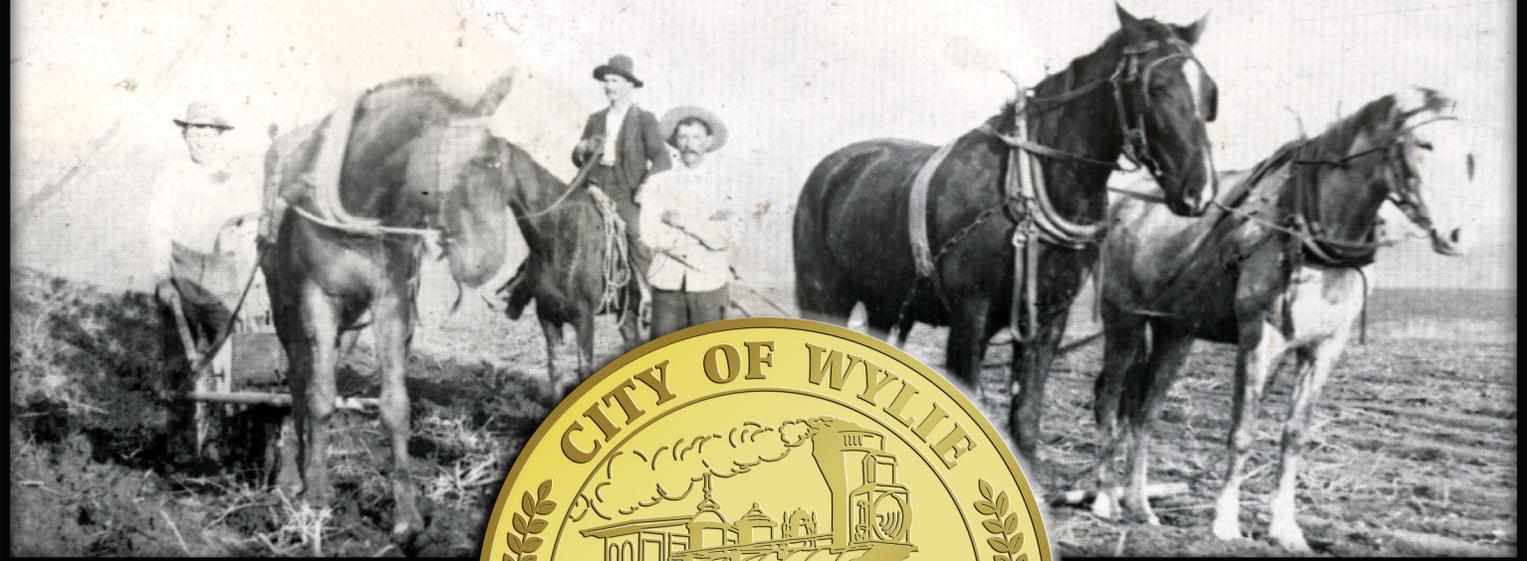


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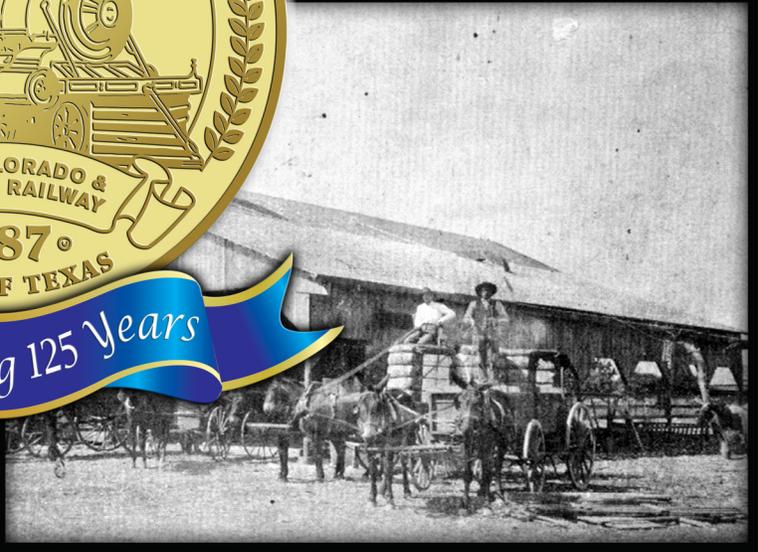
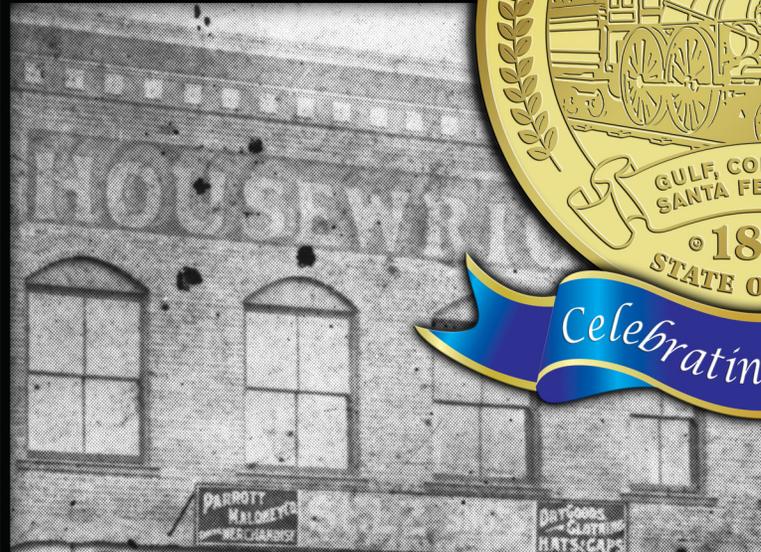
Comprehensive Annual Financial Report

For the Year Ended September 30, 2013

City of Wylie, Texas.



Celebrating 125 Years



**CITY OF WYLIE, TEXAS
COMPREHENSIVE ANNUAL FINANCIAL REPORT**

**FISCAL YEAR ENDED
SEPTEMBER 30, 2013**

**AS PREPARED BY THE
FINANCE DEPARTMENT**

**CITY OF WYLIE, TEXAS
 COMPREHENSIVE ANNUAL FINANCIAL REPORT
 FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2013**

TABLE OF CONTENTS

	<u>Exhibit</u>	<u>Page</u>
I. INTRODUCTORY SECTION		
Letter of Transmittal		i
GFOA Certificate of Achievement		v
Organization Chart		vi
City Officials		vii
II. FINANCIAL SECTION		
Independent Auditor's Report		1
A. MANAGEMENT'S DISCUSSION AND ANALYSIS		5
B. BASIC FINANCIAL STATEMENTS		
Government-Wide Financial Statements		
Statement of Net Position	A-1	15
Statement of Activities	A-2	16
Fund Financial Statements		
Governmental Fund Financial Statements		
Balance Sheet	A-3	18
Reconciliation of the Governmental Funds Balance Sheet to the Statement of Net Position	A-4	20
Statement of Revenues, Expenditures, and Changes in Fund Balance	A-5	21
Reconciliation of the Governmental Funds Statement of Revenues, Expenditures and Changes in Fund Balance to the Statement of Activities	A-6	22
Proprietary Fund Financial Statements		
Statement of Net Position	A-7	24
Statement of Revenues, Expenses, and Changes in Fund Net Position	A-8	26
Statement of Cash Flows	A-9	27
Notes to the Basic Financial Statements		28
C. REQUIRED SUPPLEMENTARY INFORMATION		
Schedule of Revenues, Expenditures, and Changes in Fund Balance- Budget (GAAP Basis) and Actual- General Fund	A-10	56
Notes to Required Supplementary Information		58
D. COMBINING AND BUDGETARY FUND FINANCIAL STATEMENTS AND SCHEDULES		
Major Governmental Funds		
General Obligation Debt Service Fund	A-11	60
Nonmajor Governmental Funds		
Combining Balance Sheet	B-1	64
Combining Statement of Revenues, Expenditures, and Changes in Fund Balance	B-2	66

TABLE OF CONTENTS – CONTINUED

Nonmajor Special Revenue Funds

Budgetary Comparison Schedules:

4B Sales Tax Revenue Fund	C-1	68
Park Acquisition and Improvement	C-2	69
Fire Training Center	C-3	70
Fire Development Fees	C-4	71
Municipal Court Technology Fund	C-5	72
Municipal Court Building Security Fund	C-6	73
Hotel Tax Fund	C-7	74
Recreation Fund	C-8	75
Federal Seizure Fund	C-9	76
Juducial Efficiency Fund	C-10	77

Nonmajor Debt Service Funds

Budgetary Comparison Schedules:

4B Debt Service 1996	D-1	78
4B Debt Service 2005	D-2	79

III. STATISTICAL SECTION

	<u>Table</u>	
Net Position By Component	1	84
Expenses, Program Revenues, and Net (Expense)/Revenue	2	86
General Revenues and Total Change in Net Position	3	88
Fund Balances of Governmental Funds	4	90
Changes in Fund Balances of Governmental Funds	5	92
Tax Revenues by Source, Governmental Funds	6	94
Assessed Value and Estimated Actual Value of Taxable Property	7	95
Direct and Overlapping Property Tax Rates	8	96
Principal Property Tax Payers	9	97
Property Tax Levies and Collections	10	98
Taxable Sales by Category	11	99
Direct and Overlapping Sales Tax Revenue	12	100
Ratios of Outstanding Debt by Type	13	101
Ratios of General Bonded Debt Outstanding	14	102
Direct and Overlapping Governmental Activities Debt	15	103
Legal Debt Margin Information	16	104
Pledged-Revenue Coverage	17	105
Demographic and Economic Statistics	18	106
Principal Employers	19	108
Full-Time Equivalent Employees by Function/Program	20	109
Operating Indicators by Function/Program	21	110
Capital Asset Statistics by Function/Program	22	112

INTRODUCTORY SECTION

January 28, 2014

The Honorable Eric Hogue, Mayor
Members of the City Council
And the Citizens
City of Wylie, Texas

Financial policies of the City of Wylie require that the City's Finance Department prepare a complete set of financial statements presented in conformity with generally accepted accounting principles (GAAP) and audited in accordance with generally accepted auditing standards by a firm of licensed certified public accountants. Accordingly, the Comprehensive Annual Financial Report (CAFR) for the City of Wylie, Texas for the fiscal year ended September 30, 2013, is hereby issued.

This report consists of management's representations concerning the finances of the City. Consequently, management assumes full responsibility for the completeness and reliability of all the information presented in this report. To provide a reasonable basis for making the representations, management of the City has established a comprehensive internal control framework that is designed both to protect the City's assets from loss, theft, or misuse and to compile sufficient reliable information for the preparation of the City's financial statements in conformity with GAAP. Because the cost of internal controls should not outweigh their benefits, the City's comprehensive framework of internal controls has been designed to provide reasonable, rather than absolute assurance, that the financial statements will be free from material misstatement. As management, we assert that, to the best of our knowledge and belief, this financial report is complete and reliable in all material respects.

The City's financial records have been audited by Weaver LLP, Certified Public Accountants, as required by the City Charter. This CAFR has been prepared based upon those audited records. The goal of the independent audit was to provide reasonable assurance that the financial statements of the City for the fiscal year ended September 30, 2013, are free of material misstatement. This independent audit involved examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements; assessing the accounting principles used and significant estimates made by management; and evaluating the overall financial statement presentation. The independent auditor concluded, based upon the audit, that there was a reasonable basis for rendering an unqualified opinion that the City's financial statements for the fiscal year ended September 30, 2013, are fairly presented in conformity with GAAP. The independent auditors' report is presented as the first component of the financial section of this report.

GAAP requires that management provide a narrative introduction, overview, and analysis to accompany the basic financial statements in the form of Management's Discussion and Analysis (MD&A). This letter of transmittal is designed to complement MD&A and should be read in conjunction with it. The City's MD&A can be found immediately following the report of the independent auditor.

Profile of the City

The City of Wylie is located in the south central portion of Collin County, approximately 23 miles northeast of downtown Dallas. Incorporated in 1887, the City adopted its Home Rule Charter on January 19, 1985, and operates under a council-manager form of government. The City Council is comprised of a Mayor and six council members. All members are elected at-large on a staggered and nonpartisan basis for three-year terms. They are responsible to enact local legislation, provide policy, and annually adopt the operating budget. They appoint the City Manager, City Attorney, Judge of the Municipal Court and members of various boards and commissions. The City Manager, under the oversight of the City Council, is responsible for the proper administration of the daily operations of the City.

The City provides a full range of municipal services including general government, public safety (police, fire, and emergency communications), streets, library, parks and recreation, planning and zoning, code enforcement, animal control, and water and sewer utilities. Sanitation services are provided by the City but are privately contracted. The Wylie Economic Development Corporation (WEDC) is included in the financial statements as a discrete component unit. Its purpose is to aid, promote and further economic development within the City. The Wylie Park and Recreation Facilities Development Corporation (4B Corporation) is also combined within the financial statements of the City. Both WEDC and the 4B Corporation are primarily funded with sales tax revenues. Both corporations are discussed more fully in the notes to the financial statements.

The annual budget of the City serves as the foundation for its financial plan and control. The budget is proposed by the City Manager and adopted by the City Council in accordance with policies and procedures established by the City Charter, ordinances and state law. The budget process begins each year with a budget message from the City Manager highlighting the objectives to be used in developing departmental budgets. The departmental budgets are then reviewed by the City Manager and a proposed budget is prepared for presentation to the City Council. The City Council reviews the budget in subsequent work sessions and a formal budget is prepared and made available to the public for review by August 5th each year or a date to be determined by the City Council. Prior to official adoption of the budget by Council, public hearing on the proposed budget is held to allow for public input.

Factors Affecting Financial Condition

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

Local economy

Fast paced growth has, in recent years, been one of the identifying characteristics of the City. However, the growth has slowed in accordance with current economic conditions. The 2013 population of the City has been estimated at about 43,484. This represents a 2% growth over the previous year. The continuation of a slower paced growth is also evidenced in residential construction. Although there was an increase in population of 2%, residential construction permits increased by 4% from the previous year total of 213 permits. For the year ending September 30, 2013, the City issued 221 permits. The City is hopeful that this is the beginning of a turnaround in building activity after Fiscal Year 2011 and 2012 saw a decline in construction permits from the prior years. The economy continues to be showing slight improvement. This is also evidenced in the tax base. When both residential and commercial growth is considered our total tax base increased by 1.6% over the previous year. Our freeze adjusted taxable assessed value this year, as provided by the Collin Central Appraisal District, Dallas Central Appraisal District and Rockwall Central Appraisal District, was \$2,270,465,600.

The City's growth rate continues to be low but stable and it still maintains a favorable economic environment. During Fiscal Year 2013 the City saw the opening of B and B Theatres' Wylie 12 boasting a theatre with one of the largest screens in the country along with a new Kroger Marketplace. Development of retail stores and restaurants in the Woodbridge Centre as well as Woodbridge Crossing also continued. Wylie Medical Plaza which has a 24 hour emergency care center in addition to imaging and diagnostic facilities also opened in Fiscal Year 2013.

Long-term financial planning

In 2006, the City developed a Long-Range Financial Plan. The plan included street and park improvements, a new city hall, library, fire station, recreation center and sidewalks. The voters of the City of Wylie authorized the City to issue \$73,950,000 in General Obligation Bonds to fund this capital improvement program. The first series of General Obligation bonds were sold in late March of 2006 and the remaining bonds were sold in August of 2008. In April 2013 the City issued \$7,400,000 in General Obligation Refunding Bonds.

Fiscal year 2013 saw the opening of the Wylie Senior Center. This project gave the City's senior population their own newly renovated space in the former Rita and Truett Smith Public Library. Renovations and improvements to the Public Safety Building were also completed to adapt the former City Hall for better use by the Police Department, Fire Administration and Courts. Work on several road construction projects also continued, some of which consisted of joint efforts with financial participation by Collin County. Construction is almost complete on the widening of Brown Street west of State Highway 78 and was completed during the fiscal year on the eastern portion of the roadway. Road projects continue as they are very important to accommodate the growth of the City.

Relevant financial policies

During Fiscal Year 2013, the City Council approved the revised Financial Management Policies. Changes made to the previous policies included updates to the use of 4B sales tax revenue, Utility Fund reserve policy, purchasing topics, prepaid expenditures and debt management.

Financial policies state that, "It is the goal of the City to achieve and maintain an unassigned fund balance in the general fund equal to 25% of expenditures. The City considers a balance of less than 20% to be cause for concern, barring unusual or deliberate circumstances. If unassigned fund balance falls below the goal or has a deficiency, the City will appropriate funds in future budgets to replenish the fund balance based on a time table deemed adequate by the City Council." In FY2013, a budgeted reduction of reserves was done to fund both new and replacement fleet and equipment.

Major initiatives

In addition to construction projects, the City noted a continuation of initiatives in its public arts program. Two sculptures were completed and dedicated at Community Park. The City also continued a program of utilizing excess fund balance above policy requirements for one time purchases of new and or replacement vehicles and equipment.

Awards and Acknowledgements

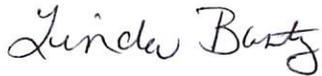
The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the City of Wylie for its comprehensive annual financial report (CAFR) for the fiscal year ended September 30, 2012. The City has participated in the program for many years and has been awarded the Certificate numerous times. In order to be awarded a Certificate of Achievement, the government must publish an easily readable and efficiently organized CAFR. This report must satisfy both GAAP and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. We believe our current report continues to conform to the Certificate of Achievement program requirements, and we are submitting it to the GFOA to determine its eligibility for another certificate.

The preparation of this report could not be accomplished without the dedicated services of the entire staff of the Finance Department. We would also like to express our appreciation to all staff members who assisted and contributed to the preparation of this report. Acknowledgement is also given to representatives of Weaver Certified Public Accountants for their dedicated assistance in producing this report.

Special acknowledgement is given to the City Manager, Mayor and the members of the City Council for their support for maintaining the highest standards of professionalism in the management of the City of Wylie finances.

Respectfully submitted,



Linda Bantz
Finance Director



Melissa Beard
Assistant Finance Director



Government Finance Officers Association

**Certificate of
Achievement
for Excellence
in Financial
Reporting**

Presented to

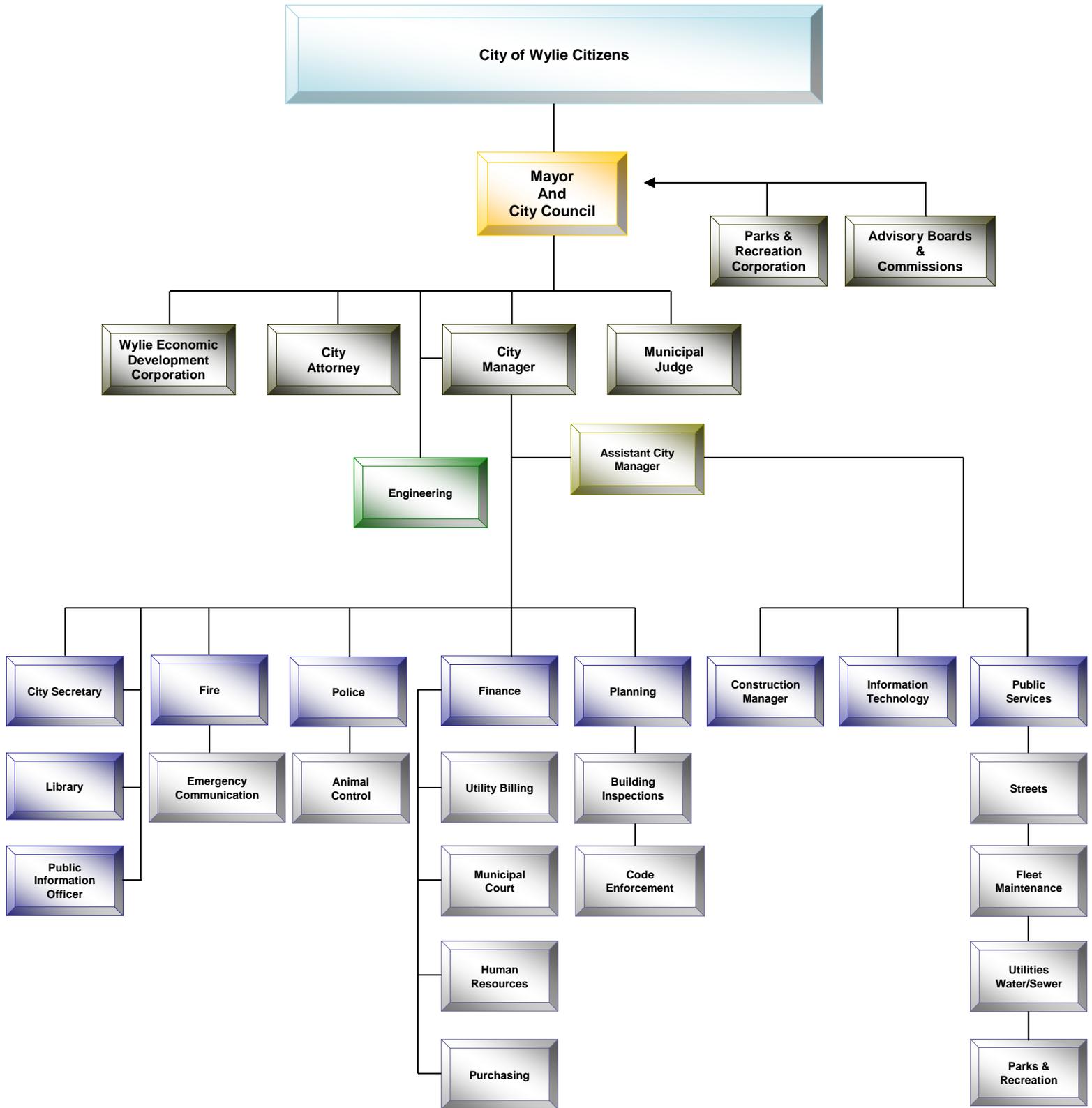
**City of Wylie
Texas**

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended

September 30, 2012

Executive Director/CEO

FY 2013 CITY OF WYLIE ORGANIZATIONAL CHART



CITY OF WYLIE, TEXAS

PRINCIPAL OFFICIALS

September 30, 2013

City Council

Eric Hogue, Mayor
Rick White, Mayor Pro Tem
Keith Stephens, Councilmember
Nathan Scott, Councilmember
Todd Winters, Councilmember
Bennie Jones, Councilmember
Diane Culver, Councilmember

City Staff

Mindy Manson, City Manager
Jeff Butters, Assistant City Manager
Carole Ehrlich, City Secretary
Linda Bantz, Director of Finance
John Duscio, Police Chief
Randy Corbin, Fire Chief
Chris Holsted, City Engineer
Mike Sferra, Public Services Director
Rachel Orozco, Library Director
Renae' Ollie, Director of Development Services
Sam Satterwhite, WEDC Director

Other Appointed Officials

Weaver, LLP, Auditors
Abernathy, Roeder, Boyd & Joplin, PC, City Attorney
Fulbright & Jaworski, LLP, Bond Counsel
First Southwest Company, Financial Advisors



FINANCIAL SECTION





INDEPENDENT AUDITOR'S REPORT

Members of the City Council
City of Wylie, TX

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of the City of Wylie (the City) as of and for the year ended September 30, 2013, and the related notes to the financial statements, which collectively comprise the City's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes 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.

Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with 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. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements 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 entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of the City, as of September 30, 2013, and the respective changes in financial position, and, where applicable, cash flows thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and budgetary comparison information on pages 5 through 11 and 56 through 58 be presented to supplement the basic financial statements. Such information, 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's basic financial statements. The introductory section, combining and individual nonmajor fund financial statements and schedules, and statistical section, are presented for purposes of additional analysis and are not a required part of the financial statements.

The combining and individual nonmajor fund statements and schedules are the responsibility of management and were derived from and relate 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 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 statements and schedules are fairly stated in all material respects in relation to the basic financial statements as a whole.

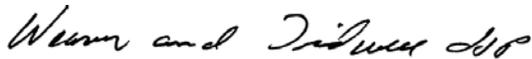
City of Wylie, TX

Page 3

The introductory and statistical sections have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we do not express an opinion or provide any assurance on them.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated January 22, 2014, on our consideration of the City's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* the City's internal control over financial reporting and compliance.



WEAVER AND TIDWELL, L.L.P.

Dallas, Texas
January 22, 2014



City of Wylie, Texas Management's Discussion and Analysis September 30, 2013

As management of the City of Wylie, we offer readers of the City's financial statements this narrative overview and analysis of the financial activities of the City for the fiscal year ended September 30, 2013. We encourage readers to consider the information presented here in conjunction with additional information that we have furnished in our letter of transmittal, which can be found on pages one through four of this report.

Financial Highlights

- The unassigned portion of the General Fund fund balance at the end of the year was \$11,734,825 or 45% of total General Fund expenditures. This includes the 25% of General Fund expenditures which is required to be held in General Fund fund balance per the City Council approved Financial Management Policies. That amount is \$6,977,798. The remainder represents funds which may be used for one-time expenditures or unforeseen needs which the Council allocates for a specific purpose. The unassigned General Fund fund balance can be seen on page 18 of this report on the Balance Sheet-Governmental Funds. It is part of the total General Fund fund balances, September 30, 2013, shown on page 21 of this report on the Statement of Revenues, Expenditures, and Changes in Fund Balance.
- The assets of the City exceeded its liabilities at the close of the fiscal year ended September 30, 2013, by \$178,378,294 (net position). Of this amount, \$30,393,520 (unrestricted portion of net position) may be used to meet the government's ongoing obligations to citizens and creditors. Included in the unrestricted portion of net position are monies from all the City's various funds which are not either committed to or restricted for other purposes.
- The City's total net position increased by \$2,648,025. The increase is attributable to increases in revenues, particularly in the Utility Fund where charges for services increased.
- The City's governmental funds reported combined ending fund balances of \$33,015,923, a decrease of \$12,233,531 in comparison to the previous year. This decrease was due primarily to expenditures in capital projects funds of available monies on capital projects such as roadways.
- Total debt of the City decreased by \$4,976,316 during the fiscal year due to payments on bonded debt.
- Net position increased in the Utility Fund by \$2,803,283 in comparison to the previous year. Water and sewer charges account for a large portion of the increase.

Overview of the Financial Statements

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

Government-wide financial statements. The government-wide financial statements are designed to provide readers with a broad overview of the City of Wylie's finances. This is done in a manner similar to a private-sector business. Two statements, the Statement of Net Position and the Statement of Activities, are utilized to provide this financial overview.

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

The Statement of Activities presents information showing how the government's net position changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving

City of Wylie, Texas
Management's Discussion and Analysis
September 30, 2013

rise to the change occurs, regardless of the timing of related cash flow. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (e.g., uncollected taxes and earned but unused vacation leave).

Both of the government-wide statements distinguish between governmental activities and business-type activities. Governmental activities basically account for those activities supported by taxes and intergovernmental revenues. On the other hand, business-type activities are basically supported by user fees and charges. Most City services are reported in governmental activities while business-type activities are reported in the Enterprise Fund.

The government-wide statements include not only the City but also a discrete component unit, the Wylie Economic Development Corporation (WEDC). Although legally separate, WEDC is financially accountable to the City.

Fund financial statements. The City, like other state and local governments, utilizes fund accounting to ensure and demonstrate compliance with finance-related legal requirements. 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. All of the funds of the City can be divided into two categories: governmental funds and proprietary funds.

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

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

The City maintains twenty-five 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 and the General Obligation Debt Service Fund. All Capital Projects Funds are combined for a single, aggregated presentation. Data from the other non-major funds are also combined and reported in a single column. Individual fund data for each of the non-major governmental funds is provided in the form of combining statements elsewhere in this report.

Proprietary funds. The City maintains one type of proprietary fund, an enterprise fund. Enterprise funds are used to report the same functions presented as business-type activities in the government-wide financial statements. The City uses an enterprise fund to account for its water and sewer operations.

Proprietary funds financial statements provide the same type of information as the government-wide financial statements, only in more detail.

Notes to the financial statements. The notes provide additional information that is essential to gain a full understanding of the data provided in the government-wide and fund financial statements

Other information. In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information. Required supplementary information can be found after the notes to the financial statements.

**City of Wylie, Texas
Management's Discussion and Analysis
September 30, 2013**

Government-Wide Financial Analysis

At the end of fiscal year 2013, the City's net position (assets exceeding liabilities) totaled \$178,378,294. This analysis focuses on the net position (Table 1) and changes in net position (Table 2).

Net Position. The largest portion of the City's net position, \$142,478,914, or 79.87%, reflects its investment in capital assets (land, buildings, improvements other than buildings, machinery and equipment, construction in progress), less any related debt used to acquire those assets that is still outstanding. The City uses these assets to provide services to its citizens; consequently, these assets are not available for future spending. Although the City reports its capital assets net of related debt, 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.

An additional portion of the City's net position, \$5,505,860, or 3.09% represents resources that are subject to external restrictions on how they may be used. The unrestricted portion of net position which is \$30,393,520 (17.04%) may be used to meet the government's ongoing obligations to citizens and creditors.

**Table 1
Condensed Statement of Net Position**

	Governmental Activities		Business-type Activities		Total	
	2013	2012	2013	2012	2013	2012
Current and other assets	\$ 39,622,495	\$ 50,690,005	\$ 18,442,517	\$ 19,174,004	\$ 58,065,012	\$ 69,864,009
Capital assets	185,163,700	177,073,934	52,705,562	49,451,471	237,869,262	226,525,405
Total Assets	224,786,195	227,763,939	71,148,079	68,625,475	295,934,274	296,389,414
Long term liabilities	100,949,278	104,983,345	9,103,393	10,045,642	110,052,671	115,028,987
Other liabilities	5,342,729	4,131,148	2,160,580	1,499,010	7,503,309	5,630,158
Total liabilities	106,292,007	109,114,493	11,263,973	11,544,652	117,555,980	120,659,145
Net Position:						
Net investment in capital assets	97,011,784	95,243,831	45,467,130	43,108,563	142,478,914	138,352,394
Restricted for debt service	379,477	403,355	-	-	379,477	403,355
Restricted for capital projects	-	-	3,477,195	3,550,825	3,477,195	3,550,825
Restricted for other	1,649,188	-	-	-	1,649,188	-
Unrestricted	19,453,739	23,002,260	10,939,781	10,421,435	30,393,520	33,423,695
Total Net Position	\$ 118,494,188	\$ 118,649,446	\$ 59,884,106	\$ 57,080,823	\$ 178,378,294	\$ 175,730,269

Changes in Net Position. The net position of the City increased by \$2,648,025 for the fiscal year ended September 30, 2013.

Governmental Activities. Governmental activities decreased the City's net position by \$155,258 from the prior year. This was due in part to a decrease in franchise tax revenues.

Business-type Activities. Net position from business-type activities increased by \$2,803,283 from the prior year. Increased utility revenues from the growth of our customer base and a larger volume of water sold due to dry weather conditions were primarily responsible for this increase in net position.

**City of Wylie, Texas
Management's Discussion and Analysis
September 30, 2013**

**Table 2
Changes in Net Position**

	Governmental Activities		Business-type Activities		Total	
	2013	2012	2013	2012	2013	2012
Revenues:						
Program revenues:						
Charges for services	\$ 5,194,464	\$ 5,251,489	\$ 13,571,924	\$ 12,826,991	\$ 18,766,388	\$ 18,078,480
Operating grants and contributions	142,063	1,622,466	-	-	142,063	1,622,466
Capital grants and contributions	4,815,624	3,538,027	543,678	393,140	5,359,302	3,931,167
General revenues:						
Ad valorem taxes	21,280,279	21,220,640	-	-	21,280,279	21,220,640
Sales taxes	5,635,492	4,879,854	-	-	5,635,492	4,879,854
Other taxes and fees	2,238,997	2,538,708	-	-	2,238,997	2,538,708
Interest	41,651	62,408	114,480	128,932	156,131	191,340
Gain (loss) disposal of capital assets	8,317	-	-	-	8,317	-
Miscellaneous	423,219	419,715	109,942	131,820	533,161	551,535
Total revenues	39,780,106	39,533,307	14,340,024	13,480,883	54,120,130	53,014,190
Expenses:						
General Government	5,617,973	6,118,269	-	-	5,617,973	6,118,269
Public Safety	14,886,917	13,329,862	-	-	14,886,917	13,329,862
Urban Development	1,143,806	1,285,496	-	-	1,143,806	1,285,496
Streets	7,080,061	2,515,998	-	-	7,080,061	2,515,998
Community Service	6,861,667	9,435,014	-	-	6,861,667	9,435,014
Interest on long-term debt	4,283,310	4,692,448	-	-	4,283,310	4,692,448
Water and sewer operations	-	-	11,598,371	10,918,523	11,598,371	10,918,523
Total expenses	39,873,734	37,377,087	11,598,371	10,918,523	51,472,105	48,295,610
Increase (decrease) in net position before transfers	(93,628)	2,156,220	2,741,653	2,562,360	2,648,025	4,718,580
Transfers	(61,630)	1,676,997	61,630	(1,676,997)	-	-
Increase (decrease) in net position	(155,258)	3,833,217	2,803,283	885,363	2,648,025	4,718,580
Net position - October 1	118,649,446	114,816,229	57,080,823	56,195,460	175,730,269	171,011,689
Net position - September 30	\$ 118,494,188	\$ 118,649,446	\$ 59,884,106	\$ 57,080,823	\$ 178,378,294	\$ 175,730,269

Government-Wide Financial Analysis

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

As of the end of the current fiscal year, the City's governmental funds reported combined fund balances of \$33,015,923.

The General Fund is the main operating fund of the City. At the end of the current fiscal year, unassigned fund balance was \$11,734,825. The unassigned fund balance of the General Fund increased by \$448,467 during the current fiscal year. The increase was primarily due to an increase in sales tax revenue.

The General Obligation Debt Service Fund had a decrease of \$252,255 in fund balance. This was due to a budgeted drawdown of fund balance to be used for debt service payments. These funds are specifically restricted for the payment of debt service. The Capital Projects Fund decreased \$12,196,418 due to the expenditures made on capital projects. Other governmental funds' combined fund balances decreased \$409,360.

**City of Wylie, Texas
Management's Discussion and Analysis
September 30, 2013**

Proprietary funds. The City's proprietary funds provide the same type of information found in the government-wide statements, but in more detail.

Unrestricted net position of the Utility Fund at the end of the year was \$10,939,781. This represents an increase of \$2,803,283 from the previous year due to an increase in operating revenue and also in capital contributions. This year's operating income was \$1,816,898. This increase of \$111,224 from last year's operating income is attributable to an increase in water and sewer charges.

General Fund Budgetary Highlights. In FY2013 the General Fund expenditure budget was increased by \$650,405 over the 2012 budget. Each year the City performs a mid-year review of the budget. If the City Manager determines that funds are available certain amendments are proposed to the City Council for their review and approval. Expenditures were amended throughout the year with the majority occurring during mid-year reviews. These amendments increased General Fund appropriations by \$185,437 or 0.68%.

In the General Fund, the actual revenue received in comparison to the final budget was over by \$472,755. This positive variance is most noticeable in non-property taxes such as sales tax, in addition to service fees and licenses and permits. General Fund expenditures had a final budget to actual positive variance of \$1,266,808 prior to other financing sources/uses. This amount is attributable to intentional savings made by all departments. Personnel savings due to turnover and unfilled vacancies were also a factor.

Capital Assets and Debt Administration

Capital Assets. The City's investment in capital assets for its governmental and business-type activities as of September 30, 2013, amounts to \$237,869,262 (net of accumulated depreciation). The investment in capital assets includes land, buildings, improvements other than buildings, machinery and equipment, and construction in progress. The total increase in the City's investment in capital assets for the current year was 5.0%.

**Table 3
Capital Assets at Year-end
Net of Accumulated Depreciation (000's)**

Asset	Governmental Activities		Business-Type Activities		Total	
	2013	2012	2013	2012	2013	2012
Land	\$ 33,744	\$ 31,172	\$ 111	\$ 111	\$ 33,855	\$ 31,283
Other non-depreciable assets	758	720	-	-	758	720
Buildings	43,291	42,776	3,713	121	47,004	42,897
Improvements	88,604	78,239	44,476	44,410	133,080	122,649
Machinery and equipment	5,883	5,919	504	263	6,387	6,182
Construction in progress	12,884	18,248	3,901	4,546	16,785	22,794
	<u>\$ 185,164</u>	<u>\$ 177,074</u>	<u>\$ 52,705</u>	<u>\$ 49,451</u>	<u>\$ 237,869</u>	<u>\$ 226,525</u>

Additional information on the City's capital assets can be found in the notes to the financial statements on pages 40-41.

Debt Administration. At the end of the current fiscal year, the City of Wylie had total debt outstanding of \$108,336,648. Of this amount, \$107,926,648 comprises bonded debt backed by the full faith and credit of the City in addition to unamortized premiums and net deferred losses on refundings. \$410,000 represents debt backed by sales tax revenues.

**City of Wylie, Texas
Management's Discussion and Analysis
September 30, 2013**

**Table 4
Outstanding Debt at Year End (000's)**

Type of Debt	Governmental Activities		Business-Type Activities		Total	
	2013	2012	2013	2012	2013	2012
General Obligation	\$ 84,045	\$ 82,985	\$ 2,995	\$ 3,510	\$ 87,040	\$ 86,495
Combination Tax & Revenue	13,585	18,225	6,090	6,405	19,675	24,630
Contractual Obligations	1,510	1,640	-	131	1,510	1,771
Loans Payable/PPFCO	-	-	-	-	-	-
Sales Tax Revenue	410	530	-	-	410	530
Water & Sewer Revenue	-	-	-	-	-	-
Unamortized premium (discount)	1,077	764	(32)	(34)	1,045	730
Deferred loss (gain) on refunding	(1,280)	(855)	(64)	(73)	(1,344)	(928)
Total	\$ 99,347	\$ 103,289	\$ 8,989	\$ 9,939	\$ 108,336	\$ 113,228

The City issued \$7,400,000 General Obligation Refunding Bonds during the fiscal year. The City continues to maintain favorable ratings from bond rating agencies. The current General Obligation, Combination Tax and Revenue Certificates of Obligation, and Revenue Bonds ratings are as follows.

	Moody's <u>Investors Service</u>	Standard & Poor's
General obligation bonds	Aa3	A+
Certificates of obligation	Aa3	A+
Revenue bonds	A1	A+

Additional information on the City's long-term debt can be found in the notes to the financial statements on pages 43-48.

Economic Factors and Next Years's Budgets and Rates

During FY2013, 221 building permits were issued. Although the community has grown substantially in past years, most recently the growth has experienced a marked slowdown in accordance with economic conditions. However, current improvement in the growth rate is reflected by the upward trend in freeze adjusted taxable property values which showed an increase of \$146,359,932 or 6.45% from FY2013 to FY2014. Our growth pattern is projected to continue into FY2014 at a higher rate than evident in recent years. However, the slowdown in growth we have experienced the past few years continues to have a significant impact in the development of the FY2014 operating budget.

In FY2014, General Fund revenues and expenditures are budgeted to increase by 6.25% and 6.02% prior to other financing sources and transfers out, respectively, over FY2013 revenues and expenditures. This will provide a 31% estimated fund balance at FY2014 year-end which is larger than the 25% normally targeted.

Utility Fund operating revenues are budgeted to increase by 7.4% over FY2012 revenues and operating expenses are projected to increase by 13.9% from FY2012.

In the Utility Fund, water and sewer rates were adjusted for the 2014 budget year to compensate for increased water and sewer charges from North Texas Municipal Water District.

**City of Wylie, Texas
Management's Discussion and Analysis
September 30, 2013**

During FY2006, voters authorized the City to issue \$73,950,000 in bonds. \$35,325,000 was issued in 2006 with the remaining \$38,625,000 issued in 2008. The issuance of these bonds was expected to cause an increase in the I & S tax rate to cover the principal and interest payments on the additional debt. However, the total tax rate went unchanged from FY2009 through FY2012. In FY2013 the tax rate was reduced \$0.01 and then for FY2014 the tax rate was reduced another \$0.005.

Requests for Information

This financial report is designed to provide a general overview of the City's finances for all those with an interest in the government's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the Finance Department, 300 Country Club Road, Wylie, Texas, 75098.



BASIC FINANCIAL STATEMENTS



**CITY OF WYLIE, TEXAS
STATEMENT OF NET POSITION
SEPTEMBER 30, 2013**

EXHIBIT A-1

	Primary Government			Component Unit
	Governmental Activities	Business-type Activities	Total	
ASSETS				
Cash and cash equivalents	\$ 35,733,514	\$ 12,272,825	\$ 48,006,339	\$ 1,864,377
Receivables (net of allowance for uncollectibles)	3,074,448	2,458,660	5,533,108	6,021,219
Inventories	189,310	48,717	238,027	2,824,298
Prepaid items			-	19,209
Restricted assets:				
Cash and cash equivalents	7,481	1,254,103	1,261,584	-
Receivables	-	2,223,092	2,223,092	-
Deferred charges	617,742	185,120	802,862	-
Capital assets (net of accumulated depreciation):				
Land	33,743,855	110,845	33,854,700	-
Other non-depreciable assets	758,002	-	758,002	-
Construction in progress	12,883,819	3,901,026	16,784,845	-
Buildings	43,290,584	3,713,258	47,003,842	-
Improvement other than buildings	88,604,277	44,476,442	133,080,719	-
Machinery and equipment	5,883,163	503,991	6,387,154	-
Total Assets	224,786,195	71,148,079	295,934,274	10,729,103
LIABILITIES				
Accounts payable and other current liabilities	3,032,081	1,495,521	4,527,602	176,047
Accrued interest payable	595,952	42,273	638,225	-
Due to other governments	114,696	-	114,696	-
Liabilities payable from restricted assets	-	622,786	622,786	-
Unearned revenue	1,600,000	-	1,600,000	172,326
Non current liabilities:				
Due within one year	5,303,508	1,097,680	6,401,188	474,136
Due in more than one year:	95,645,770	8,005,713	103,651,483	4,651,839
Total Liabilities	106,292,007	11,263,973	117,555,980	5,474,348
NET POSITION				
Net investment in capital assets	97,011,784	45,467,130	142,478,914	-
Restricted for:				
Debt service	379,477	-	379,477	-
Capital projects	-	3,477,195	3,477,195	-
Other	1,649,188	-	1,649,188	-
Unrestricted	19,453,739	10,939,781	30,393,520	5,254,755
Total Net Position	\$ 118,494,188	\$ 59,884,106	\$ 178,378,294	\$ 5,254,755

The accompanying notes to the basic financial statements are an integral part of this statement.

**CITY OF WYLIE, TEXAS
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED SEPTEMBER 30, 2013**

Function/Programs	Expenses	Program Revenues		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions
Primary Government				
Governmental activities:				
General government	\$ 5,617,973	\$ 2,304,350	\$ -	\$ -
Public safety	14,886,917	1,375,077	98,196	8,669
Urban development	1,143,806	699,296	-	-
Streets	7,080,061	-	-	3,039,520
Community service	6,861,667	815,741	43,867	1,767,435
Interest on long-term debt	4,283,310	-	-	-
Total governmental activities	39,873,734	5,194,464	142,063	4,815,624
Business-type activities:				
Utility	11,644,534	13,571,924	-	543,678
Total business-type activities	11,644,534	13,571,924	-	543,678
Total primary government	\$ 51,518,268	\$ 18,766,388	\$ 142,063	\$ 5,359,302
Component unit:				
Wylie Economic Development Corp	\$ 1,515,379	\$ 103,865	\$ -	\$ -

General revenues:
 Ad valorem taxes
 Sales taxes
 Franchise taxes
 Unrestricted investment earnings
 Miscellaneous income
 Gain on disposal of capital assets
Transfers
 Total general revenues and transfers
 Change in net position
Net position - Beginning
Net position - Ending

The accompanying notes to the basic financial statements are an integral part of this statement.

Net (Expense) Revenue and Changes in Net Position			
Governmental Activities	Business-type Activities	Total	Component Unit
\$ (3,313,623)	\$ -	\$ (3,313,623)	\$ -
(13,404,975)	-	(13,404,975)	-
(444,510)	-	(444,510)	-
(4,040,541)	-	(4,040,541)	-
(4,234,624)	-	(4,234,624)	-
(4,283,310)	-	(4,283,310)	-
<u>(29,721,583)</u>	<u>-</u>	<u>(29,721,583)</u>	<u>-</u>
-	2,471,068	2,471,068	-
-	2,471,068	2,471,068	-
<u>\$ (29,721,583)</u>	<u>\$ 2,471,068</u>	<u>\$ (27,250,515)</u>	<u>\$ -</u>
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (1,411,514)</u>
21,280,279	-	21,280,279	-
5,635,492	-	5,635,492	1,854,172
2,238,997	-	2,238,997	-
41,651	114,480	156,131	43,830
423,219	156,105	579,324	1,769
8,317	-	8,317	-
(61,630)	61,630	-	-
<u>29,566,325</u>	<u>332,215</u>	<u>29,898,540</u>	<u>1,899,771</u>
<u>(155,258)</u>	<u>2,803,283</u>	<u>2,648,025</u>	<u>488,257</u>
<u>118,649,446</u>	<u>57,080,823</u>	<u>175,730,269</u>	<u>4,766,498</u>
<u>\$ 118,494,188</u>	<u>\$ 59,884,106</u>	<u>\$ 178,378,294</u>	<u>\$ 5,254,755</u>

**CITY OF WYLIE, TEXAS
BALANCE SHEET-GOVERNMENTAL FUNDS
SEPTEMBER 30, 2013**

	<u>General Fund</u>	<u>General Obligation Debt Service</u>
ASSETS		
Cash and cash equivalents	\$ 12,378,620	\$ 659,730
Receivables (net of allowance for uncollectibles):		
Ad valorem taxes	250,327	112,618
Franchise taxes	1,064,820	-
Sales taxes	671,976	-
Accounts	326,276	-
Other	299,047	-
Inventories, at cost	189,310	-
	<u>15,180,376</u>	<u>772,348</u>
Total assets	\$ 15,180,376	\$ 772,348
LIABILITIES AND FUND BALANCES		
LIABILITIES:		
Accounts payable	\$ 1,266,423	\$ -
Other payables and accruals	595,469	-
Retainage payable	-	-
Due to other governments	114,696	-
Accrued interest payable	-	31,232
Unearned revenue	1,111,093	99,728
	<u>3,087,681</u>	<u>130,960</u>
Total liabilities	3,087,681	130,960
FUND BALANCES:		
Nonspendable		
Inventory	189,310	-
Restricted		
Debt service	-	641,388
Capital projects	-	-
Economic development	-	-
Municipal court	-	-
Tourism	-	-
Law enforcement	17,055	-
Committed		
Park acquisition and improvement	-	-
Fire training	-	-
Fire development	-	-
Recreation	-	-
Assigned		
Law enforcement	14,096	-
Public arts	137,409	-
Unassigned	11,734,825	-
	<u>12,092,695</u>	<u>641,388</u>
Total fund balances	12,092,695	641,388
Total liabilities and fund balances	\$ 15,180,376	\$ 772,348

The accompanying notes to the basic financial statements are an integral part of this statement.

EXHIBIT A-3

<u>Capital Projects Fund</u>	<u>Non major Governmental Funds</u>	<u>Total Governmental Funds</u>
\$ 19,123,073	\$ 3,579,572	\$ 35,740,995
-	-	362,945
-	-	1,064,820
-	331,190	1,003,166
-	-	326,276
-	18,194	317,241
-	-	189,310
<u>\$ 19,123,073</u>	<u>\$ 3,928,956</u>	<u>\$ 39,004,753</u>
\$ 686,328	\$ 108,037	\$ 2,060,788
-	51,712	647,181
324,112	-	324,112
-	-	114,696
-	-	31,232
1,600,000		2,810,821
<u>2,610,440</u>	<u>159,749</u>	<u>5,988,830</u>
-	-	189,310
-	203,081	844,469
16,512,633	-	16,512,633
-	1,436,995	1,436,995
-	57,495	57,495
-	145,593	145,593
-	9,105	26,160
-	508,143	508,143
-	157,297	157,297
-	808,523	808,523
-	442,975	442,975
-	-	14,096
-	-	137,409
-	-	11,734,825
<u>16,512,633</u>	<u>3,769,207</u>	<u>33,015,923</u>
<u>\$ 19,123,073</u>	<u>\$ 3,928,956</u>	<u>\$ 39,004,753</u>

**CITY OF WYLIE, TEXAS
RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE
SHEET TO THE STATEMENT OF NET POSITION
SEPTEMBER 30, 2013**

EXHIBIT A-4

Total fund balance-governmental funds balance sheet	\$ 33,015,923
Amounts reported for governmental activities in the statement of net position are different because:	
Capital assets used in governmental activities are not current financial resources and therefore are not reported in the governmental funds balance sheet.	185,163,700
Revenues earned but not available within sixty days of the fiscal year-end are not recognized as revenue in the fund financial statements.	1,210,821
Interest payable on long-term debt does not require current financial resources, therefore interest payable is not reported as a liability in the governmental funds balance sheet.	(564,720)
Costs associated with the issuance of governmental long-term debt are expensed when incurred in the fund statements and capitalized and amortized over the life of the debt in the government-wide financial statements.	617,742
Long-term liabilities, including bonds payable, are not due and payable in the current period, and therefore are not reported in the fund financial statements.	<u>(100,949,278)</u>
NET POSITION OF GOVERNMENTAL ACTIVITIES - statement of net position	<u>\$ 118,494,188</u>

The accompanying notes to the basic financial statements are an integral part of this statement.

**CITY OF WYLIE, TEXAS
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2013**

EXHIBIT A-5

	General Fund	General Obligation Debt Service	Capital Projects Fund	Non major Governmental Funds	Total Governmental Funds
REVENUES					
Ad valorem taxes	\$ 14,111,746	\$ 7,120,473	\$ -	\$ -	\$ 21,232,219
Sales taxes	3,719,759	-	-	1,915,733	5,635,492
Franchise fees	2,324,149	-	-	-	2,324,149
Licenses and permits	549,856	-	462,645	-	1,012,501
Intergovernmental	669,112	-	2,576,875	155,623	3,401,610
Service fees	2,949,689	-	-	678,242	3,627,931
Court fees	272,266	-	-	13,032	285,298
Interest income	13,470	2,242	22,437	3,502	41,651
Miscellaneous income	507,397	-	633	98,059	606,089
Total revenues	25,117,444	7,122,715	3,062,590	2,864,191	38,166,940
EXPENDITURES					
Current:					
General government	7,007,712	-	-	-	7,007,712
Public safety	13,353,838	-	-	626,209	13,980,047
Urban development	1,144,217	-	-	-	1,144,217
Streets	1,648,373	-	-	-	1,648,373
Community service	3,211,416	-	-	1,985,717	5,197,133
Capital outlay	-	-	13,585,375	-	13,585,375
Debt service:					
Principal	-	3,629,879	-	365,000	3,994,879
Interest and fiscal charges	-	4,230,941	-	127,240	4,358,181
Bond issue costs	-	43,306	-	44,539	87,845
Total expenditures	26,365,556	7,904,126	13,585,375	3,148,705	51,003,762
Deficiency of revenues under expenditures	(1,248,112)	(781,411)	(10,522,785)	(284,514)	(12,836,822)
OTHER FINANCING SOURCES (USES)					
Transfers in	1,864,297	566,632	-	1,265,596	3,696,525
Transfers out	-	-	(1,673,633)	(1,362,596)	(3,036,229)
Proceeds from sale of property	8,317	-	-	-	8,317
Issuance of long-term debt	-	3,960,000	-	3,440,000	7,400,000
Premium (discount) on bonds issued	-	200,616	-	173,591	374,207
Payment to refunded bond escrow agent	-	(4,198,092)	-	(3,641,437)	(7,839,529)
Total other financing sources (uses)	1,872,614	529,156	(1,673,633)	(124,846)	603,291
Net change in fund balances	624,502	(252,255)	(12,196,418)	(409,360)	(12,233,531)
Fund balances, October 1, 2012	11,468,193	893,643	28,709,051	4,178,567	45,249,454
Fund balances, September 30, 2013	\$ 12,092,695	\$ 641,388	\$ 16,512,633	\$ 3,769,207	\$ 33,015,923

The accompanying notes to the basic financial statements are an integral part of this statement.

**CITY OF WYLIE, 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, 2013**

EXHIBIT A-6

Net change in fund balances- total governmental funds.	\$ (12,233,531)
Amounts reported for governmental activities in the statement of activities are different because:	
Governmental funds report capital outlays as expenditures. However, in the statement of activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense.	14,620,941
Depreciation expense on capital assets is reported in the statement of activities but does not require the use of current financial resources. Therefore, depreciation expense is not reported as expenditures in the governmental funds.	(7,195,379)
The transfer of capital assets between governmental activities and business-type activities is not recorded in the governmental funds financial statements. This amount is the net of capital assets transferred out of governmental activities (\$977,213) and the amount transferred in (\$255,285).	(721,928)
The repayment of the principal of long term debt consumes the current financial resources of governmental funds, but has no effect on net position. The amortization of bond issuance costs, bond premiums, and deferred gain/loss on refunding of long term debt is reported in statement of activities but does not require the use of current financial resources. Therefore the effect of the amortization of these various items are not reported in the statement of revenues, expenses, and changes in fund balance. This amount represents the net effect of the following items:	
o Bond proceeds (\$7,400,000)	
o Debt issuance costs \$87,845	
o Bond premiums (\$374,207)	
o Repayments \$11,335,557	
o Deferred loss on refunding \$604,529	
o Amortization of premium on bonds, \$60,937, less the amortization of debt issue costs (\$106,475) and deferred loss on refunding (\$179,922)	4,028,264
Governmental funds reflect the proceeds of capital leases as other financing sources and payments as expenditures. However, in the government-wide statements, the proceeds and payments are reflected as changes in liabilities. This amount represents current year payments.	(88,392)
Current year changes in accrued interest payable does not require the use of current financial resources; and therefore, are not reported as expenditures in governmental funds.	9,638
Current year changes in the long-term liability for compensated absences do not require the use of current financial resources; and therefore, are not reported as expenditures in governmental funds.	(101,219)
Governmental funds do not recognize assets contributed by developers. However, in the statement of activities, the fair market value of those assets is recognized as revenue, then allocated over the useful life of the assets and reported as depreciation expense.	1,641,417
Certain revenues in the government-wide statement of activities that do not provide current financial resources are not reported as revenue in the governmental funds.	<u>(115,069)</u>
CHANGE IN NET POSITION OF GOVERNMENTAL ACTIVITIES - statement of activities	<u>\$ (155,258)</u>

The accompanying notes to the basic financial statements are an integral part of this statement.



**CITY OF WYLIE, TEXAS
STATEMENT OF NET POSITION
PROPRIETARY FUNDS
SEPTEMBER 30, 2013**

	<u>Enterprise Fund</u>
	<u>Utility Fund</u>
ASSETS	
Current assets	
Cash and cash equivalents	\$ 12,272,825
Accounts receivables (net of allowances for uncollectibles)	2,375,141
Other receivables	83,519
Inventories, at cost	48,717
Restricted assets	
Cash and cash equivalents	1,254,103
Accounts receivable	2,223,092
	<hr/>
Total current assets	18,257,397
	<hr/>
Non-current assets	
Deferred charges	185,120
Capital assets:	
Land	110,845
Buildings	3,889,427
Waterworks system	35,105,083
Sewer system	30,247,037
Machinery and equipment	1,319,028
Construction in progress	3,901,026
Accumulated depreciation	(21,866,884)
	<hr/>
Total capital assets (net of accumulated depreciation)	52,705,562
	<hr/>
Total non-current assets	52,890,682
	<hr/>
Total assets	\$ 71,148,079
	<hr/> <hr/>

The accompanying notes to the basic financial statements are an integral part of this statement.

	<u>Enterprise Fund</u>
	<u>Utility Fund</u>
LIABILITIES	
Current liabilities:	
Accounts payable	\$ 1,579,246
Other payables and accruals	207,759
Compensated absences payable - current	77,680
General obligation bonds payable - current	690,000
Combination bonds - tax and revenue - current	330,000
Accrued interest payable	42,273
Payable from restricted assets	
Customer deposits	331,302
Total current liabilities	<u>3,258,260</u>
Non-current liabilities:	
Compensated absences payable	36,404
General obligation bonds payable	2,305,000
Combination bonds - tax and revenue	5,664,309
Total noncurrent liabilities	<u>8,005,713</u>
Total liabilities	<u>11,263,973</u>
NET POSITION	
Net investment in capital assets	45,467,130
Restricted for construction	3,477,195
Unrestricted	10,939,781
Total net position	<u>\$ 59,884,106</u>

**CITY OF WYLIE, TEXAS
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND
NET POSITION – PROPRIETARY FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2013**

EXHIBIT A-8

	<u>Enterprise Fund</u>
	<u>Utility Fund</u>
OPERATING REVENUES	
Water	\$ 6,867,464
Sewer	5,948,619
Penalties	189,366
Water taps	36,135
Sewer taps	10,693
Reconnect fees	55,975
	<u>13,108,252</u>
Total operating revenues	
OPERATING EXPENSES	
Water purchases	2,871,423
Sewer treatment	3,419,099
Utility administration	270,681
Water department	1,489,208
Sewer department	707,765
Utility billing	286,838
Engineering	439,207
Combined services	125,607
Depreciation and amortization	1,681,526
	<u>11,291,354</u>
Total operating expenses	
Operating income	<u>1,816,898</u>
NON-OPERATING REVENUES (EXPENSES)	
Investment revenue	114,480
Miscellaneous income	156,106
Water and sewer impact fee revenue	463,672
Interest expense	(353,181)
	<u>381,077</u>
Total non-operating revenues (expenses)	
Net income before transfers	<u>2,197,975</u>
TRANSFERS	
Capital contributions	1,520,889
Transfers in	1,107,001
Transfers out	(2,022,582)
	<u>605,308</u>
Total transfers	
Change in net position	2,803,283
Net position, October 1	<u>57,080,823</u>
Net position, September 30	<u><u>\$ 59,884,106</u></u>

The accompanying notes to the basic financial statements are an integral part of this statement.

**CITY OF WYLIE, TEXAS
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2013**

EXHIBIT A-9

	<u>Enterprise Fund</u>
	<u>Utility Fund</u>
CASH FLOWS FROM OPERATING ACTIVITIES	
Cash received from customers	\$ 12,879,937
Cash payments to employees for services	(1,358,737)
Cash payments to other suppliers for goods and services	(7,455,233)
Net cash provided by operating activities	<u>4,065,967</u>
CASH FLOWS FROM NON-CAPITAL FINANCING ACTIVITIES	
Transfers from other funds	1,107,001
Transfers to other funds	(2,022,582)
Net cash used in non-capital financing activities	<u>(915,581)</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES	
Principal and interest paid	(1,318,543)
Acquisition or construction of capital assets	(4,364,905)
Water and sewer impact fee revenue	463,672
Capital contributions	977,211
Net cash used in capital and related financing activities	<u>(4,242,565)</u>
CASH FLOWS FROM INVESTING ACTIVITIES	
Interest and dividends on investments	114,480
Net cash provided by investing activities	<u>114,480</u>
Net decrease in cash and cash equivalents	(977,699)
Cash and cash equivalents at beginning of year	<u>14,504,627</u>
Cash and cash equivalents at end of year	<u>\$ 13,526,928</u>
RECONCILIATION TO STATEMENT OF NET POSITION	
Cash and cash equivalents	\$ 12,272,825
Restricted cash and cash equivalents	1,254,103
Total cash and cash equivalents	<u>\$ 13,526,928</u>
RECONCILIATION OF OPERATING INCOME TO NET CASH PROVIDED BY OPERATING ACTIVITIES	
Operating income	\$ 1,816,898
Adjustments to reconcile operating income to net cash provided by operating activities:	
Depreciation and amortization	1,681,526
Miscellaneous income	156,106
Effects of changes in assets and liabilities:	
Decrease (increase) in receivables	(387,172)
Decrease (increase) in inventories	(14,244)
Decrease (increase) in restricted receivables	139,298
Increase (decrease) in accounts payable	646,260
Increase (decrease) in other payables and accruals	17,062
Increase (decrease) in compensated absences	7,482
Increase (decrease) in customer deposits	2,751
Total adjustments	<u>2,249,069</u>
Net cash provided by operating activities	<u>\$ 4,065,967</u>
NONCASH ITEMS	
Developer contributions of capital assets	<u>\$ 543,678</u>

The accompanying notes to the basic financial statements are an integral part of this statement.

CITY OF WYLIE, TEXAS
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED SEPTEMBER 30, 2013

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The City of Wylie (the City) was incorporated in 1887. The City operates under a Council-Manager form of government as a duly incorporated home rule city as authorized under the constitution of the State of Texas, and provides the following services: public safety (police and fire), streets, water, sewer and sanitation, public improvements, culture, planning and zoning, parks and recreation, and general administrative services.

The City reports in accordance with accounting principles generally accepted in the United States of America (GAAP) as established by the Governmental Accounting Standards Board (GASB) and the Financial Accounting Standards Board (FASB). The accounting and reporting framework and the more significant accounting principles and practices are discussed in subsequent sections of this Note. The remainder of the notes are organized to provide concise explanation, including required disclosures of budgetary matters, assets, liabilities, fund equity, revenues, expenditures/expenses, and other information considered important to gaining a clear picture of the City's financial activities for the fiscal year ended September 30, 2013.

A. Financial Statement Presentation

The basic financial statements are prepared in conformity with GASB Statement No. 34, which requires the government-wide financial statements to be prepared using the accrual basis of accounting and the economic resources measurement focus. Government-wide financial statements do not provide information by fund, but distinguish between the City's governmental activities, business-type activities and activities of its discretely presented component unit on the statement of net position and statement of activities. Significantly, the City's statement of net position includes both noncurrent assets and noncurrent liabilities of the City. In addition, the government-wide statement of activities reflects depreciation expenses on the City's capital assets, including infrastructure.

In addition to the government-wide financial statements, the City has prepared fund financial statements, which use the modified accrual basis of accounting and the current financial resources measurement focus for the governmental funds. The accrual basis of accounting is utilized by proprietary funds. Under this method, revenues are recorded when earned and expenses are recorded at the time liabilities are incurred.

The City also presents Management's Discussion and Analysis, which includes an analytical overview of the City's financial activities. In addition, a budgetary comparison statement is presented that compares the original adopted and final amended General Fund budget with actual results.

B. Financial Reporting Entity

The City's basic financial statements include the accounts of all City operations. In evaluating how to define the government for financial reporting purposes, management has considered all entities for which the City is considered to be financially accountable. The City is a home rule municipality governed by an elected Mayor and six-member City Council, who appoint a City Manager. As required by GAAP, these financial statements present the City and its component units, entities for which the City is considered to be financially accountable. The discretely presented component unit is reported in a separate column in the combined financial statements to emphasize that it is legally separate from the City.

CITY OF WYLIE, TEXAS
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED SEPTEMBER 30, 2013

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – CONTINUED

B. Financial Reporting Entity – Continued

Blended Component Unit

The Wylie Park and Recreation Facilities Development Corporation (“the 4B Corporation”) is presented in the basic financial statements as a blended component unit of the City. The 4B Corporation’s board is substantively the same as the City Council. All members of the 4B Corporation other than the board are City employees. The City Manager is the Chief Executive Operating Officer of the 4B Corporation. The purpose of the 4B Corporation, which is financed with a voter-approved half-cent sales tax, is to promote economic development within the City through the construction of park and recreation facilities. The 4B Corporation has a September 30 year-end. The 4B Corporation’s financial budget, treasury, and personnel functions are totally integrated with the City’s. All of the 4B Corporation’s financial information is presented in the basic and combining financial statements along with the notes to these financial statements. The 4B Corporation does not issue separate financial statements.

Discretely Presented Component Unit

The Wylie Economic Development Corporation (WEDC) is a discretely presented component unit in the combined financial statements. The governing body of the WEDC is appointed by the City Council and the WEDC’s operating budget is subject to approval of the City Council. The WEDC’s board is not substantially the same as the City Council. The purpose of the WEDC, which is financed with a voter-approved half-cent City sales tax, is to aid, promote and further the economic development within the City. The WEDC is presented as a governmental fund type and has a September 30 year-end. Under a contract with the WEDC, the financial, budget, treasury and personnel functions of the WEDC are integrated with the City. All of WEDC’s financial information is presented in the combined and combining financial statements along with the notes to these financial statements. There are no separately issued financial statements of the WEDC.

C. Government-Wide and Fund Financial Statements

The basic financial statements include both government-wide (based on the City as a whole) 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 primary government and its component units. Governmental activities, which normally are supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which rely on fees and charges for support. Additionally, the primary government is reported separately from the legally separate component unit for which the primary government is financially accountable.

The government-wide statement of activities demonstrates the degree to which the direct expenses of a functional category (Public Safety, Urban Development, etc.) or program are offset by program revenues. Direct expenses are those that are clearly identifiable with specific function or program. Program revenues include: a) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or program, b) grants and contributions that are restricted to meeting the operational requirements of a particular function or program, or c) grants and contributions that are restricted to meeting the capital requirements of a particular function or program. Taxes and other items not properly included among program revenues are reported instead as general revenues. Internally dedicated resources are also reported as general revenues rather than as program revenues.

CITY OF WYLIE, TEXAS
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED SEPTEMBER 30, 2013

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – CONTINUED

C. Government-Wide and Fund Financial Statements – Continued

Separate fund financial statements are provided for governmental funds and proprietary funds. Major individual governmental funds and major individual enterprise funds are reported as separate columns in the fund financial statements. The major governmental funds are the general fund, the general obligation debt service fund, and the capital projects fund. GASB Statement No. 34 sets forth minimum criteria (percentage of assets, liabilities, revenues or expenditures /expenses of either fund category for the governmental and enterprise combined) for the determination of major funds. The non-major funds are combined in a column in the fund financial statements. The non-major funds are detailed in the combining section of the financial statements.

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

Proprietary funds distinguish operating revenues and expenses from non-operating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. All revenues and expenses not meeting this definition are reported as non-operating revenues and expenses.

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

D. 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 the proprietary fund 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. The government-wide and proprietary fund financial statements follow the accounting set forth by the Governmental Accounting Standards Board.

Governmental fund level 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 government 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. The governmental fund financial statements follow the accounting set forth by the Governmental Accounting Standards Board.

Property taxes, franchise fees, and interest associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. Sales taxes collected and held by the State and merchants at year-end on behalf of the City are also recognized as revenue. All other revenue items are considered to be measurable and available only when cash is received by the government.

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – CONTINUED

D. Measurement Focus, Basis of Accounting, and Financial Statement Presentation – Continued

Fund Accounting

The following major funds are used by the City:

1. Governmental Funds:

Governmental Funds are those through which most governmental functions of the City are financed. The acquisition, use and balances of the City's expendable financial resources and the related liabilities (except those accounted for in proprietary funds) are accounted for through governmental funds. The measurement focus is on determination of changes in financial position, rather than on net income determination. The following is a description of the major Governmental Funds of the City:

- a. The **General Fund** is the operating fund of the City. This fund is used to account for all financial resources not accounted for in other funds. All general tax revenues and other receipts that are not restricted by law or contractual agreement to some other fund are accounted for in this fund. General operating expenditures, fixed charges and capital improvement costs that are not paid through other funds are paid from the General Fund.
- b. The **General Obligation Debt Service Fund** is used to account for the accumulation of financial resources for the payment of principal, interest and related costs on general obligation long-term debt paid from taxes levied by the City.
- c. The **Capital Projects Fund** is used to account for the acquisition or construction of capital facilities, except those being financed by proprietary funds.

In addition, the City reports the following non-major governmental funds.

- a. **4B Sales Tax Revenue Fund** accounts for sales tax monies specifically designated for promoting economic development within the City by developing, implementing, providing and financing park and recreation projects.
- b. **Parks Acquisition and Improvement Fund** accounts for the development and improvement of City parks.
- c. **Fire Training Center Fund** accounts for First Responder fees specifically designated for the construction of the Fire Training Center.
- d. **Fire Development Fees Fund** accounts for contributions specifically designated for use of the fire department.
- e. **Municipal Court Technology Fund** accounts for court fines specifically designated for improvements in court technology.
- f. **Municipal Court Building Security Fund** accounts for court fines specifically designated for additions/improvements to court security.
- g. **Hotel Tax Fund** accounts for occupancy taxes charged to hotels.

**CITY OF WYLIE, TEXAS
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED SEPTEMBER 30, 2013**

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – CONTINUED

D. Measurement Focus, Basis of Accounting, and Financial Statement Presentation – Continued

- h. **Recreation Fund** accounts for fees charged for recreational services.
- i. **Federal Seizure Fund** accounts the City's share of forfeiture proceeds at the federal level and is restricted for law enforcement additions/improvements only.
- j. **Judicial Efficiency Fund** accounts court fines specifically restricted to improving the efficiency of the administration of justice.
- k. **4B Debt Service Funds** account for the accumulation of resources to be used for the payment of principal and interest on the 4B Sales Tax Revenue Bonds – Series 1996 and 2005.

Governmental funds with legally adopted annual budgets include the General Fund, the General Obligation Debt Service Fund, two (2) 4B Debt Service Funds, and all special revenue funds.

2. Proprietary Funds:

Proprietary Funds are accounted for using an economic resources measurement focus. The accounting objectives are a determination of net income, financial position, and changes in cash flows. All assets and liabilities associated with a proprietary fund's activities are included on its statement of net position.

The proprietary funds are financed and operated in a manner similar to private business enterprise. The costs (expenses, including depreciation) of providing goods or services to the general public on a continuing basis are financed or recovered primarily through user charges. Periodic determination of revenues earned, expenses incurred, or net income is appropriate for capital maintenance, public policy, management control, accountability or other purposes. The following is a description of the major proprietary fund of the City:

The Utility Fund is used to account for the operations of the water distribution system, wastewater pumping stations and collection systems. The City contracts with North Texas Municipal Water District for wastewater treatment.

E. Cash and Cash Equivalents

The City's cash and cash equivalents are considered to be cash on hand, demand deposits, and short-term investments with original maturities of three months or less from the date of acquisition.

State statutes authorize the City to invest in (1) obligations of the United States or its agencies and instrumentalities; (2) direct obligations of the State of Texas or its agencies; (3) other obligation, the principal of and interest on which are unconditionally guaranteed or insured by the State of Texas or the United States; (4) obligations of states, agencies, counties, cities, and other political subdivisions of any state having been rated as to investment quality by a nationally recognized investment rating firm and having received a rating of not less than A or its equivalent; (5) certificates of deposit by state and national banks domiciled in this state that are (A) guaranteed or insured by the Federal Deposit Insurance Corporation, or its successor; or (B) secured by obligations that are described by (1), pledged with third party selected or approved by the City, and placed through a primary government securities dealer.

Investments maturing within one year of date of purchase are stated at cost or amortized cost, all other investments are stated at fair value which is based on quoted market prices.

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – CONTINUED

F. Inventories, Prepaid Items and Deferred Charges

Inventory is valued at cost (first-in, first-out). The cost of governmental fund type inventory is recorded as an expenditure when consumed rather than when purchased. Reported inventories are equally offset by non-spendable fund balance, which indicates that they do not constitute "available, spendable resources" even though they are a component of fund balance. The City is not required to maintain a minimum level of inventory. Inventories in the Proprietary Funds consist of supplies and are recorded at the lower of cost or market.

Prepaid balances are for payments made by the City for which benefits extend beyond September 30, 2013, and the non-spendable fund balance has been recognized to signify that a portion of fund balance is not available for other subsequent expenditures.

Deferred Charges reported at the government-wide level and in proprietary funds are comprised of the balance of unamortized debt issuance costs. Issuance costs are amortized over the life of the related debt using a straight-line method.

G. Receivables and Payables

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

Advances between funds, as reported in the fund financial statements, are offset by non-spendable fund balance in applicable governmental funds to indicate that they are not available for appropriation and are not expendable available financial resources.

All trade receivables are shown net of an allowance for uncollectibles. Trade accounts receivable in excess of 60 days comprise the trade accounts receivable allowance for uncollectibles.

H. Restricted Assets

Certain proceeds of enterprise fund revenue bonds, as well as certain resources set aside for their repayment, are classified as restricted assets on the balance sheet because their use is limited by applicable bond covenants or contractual agreements.

Customer deposits received for water and wastewater service are, by law, considered to be restricted assets. These balances are included in the Utility Fund.

I. Capital Assets

Capital assets, which include property, plant, equipment, and infrastructure assets (e.g., roads, bridges, sidewalks, and similar items) are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Capital assets are defined by the government as assets with an initial, individual cost of more than \$15,000 and an estimated useful life in excess of two years. Such assets are recorded at historical cost. Donated capital assets are recorded at estimated fair market value at the date of donation.

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

**CITY OF WYLIE, TEXAS
 NOTES TO THE FINANCIAL STATEMENTS
 YEAR ENDED SEPTEMBER 30, 2013**

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – CONTINUED

I. Capital Assets – Continued

Major outlays for capital assets and improvements are capitalized as projects are constructed. Interest incurred during the construction phase of capital assets of business-type activities is included as part of the capitalized value of the assets constructed.

Capital assets of the primary government, as well as the component units, are depreciated using the straight line method over the following estimated useful lives:

Assets	Years
Buildings	20 - 30
Improvements other than buildings	20 - 50
Machinery and equipment	5 - 20

J. Compensated Absences

It is the City's policy to permit employees to accumulate earned but unused vacation and sick pay benefits. A percentage of accrued sick leave is payable on a longevity basis at the time of termination. All vacation and sick leave is accrued when incurred in the government-wide and proprietary fund financial statements. A liability for these amounts is reported in governmental funds only if they have matured, for example, as a result of employee resignations and retirements.

K. Long-term Obligations

In the government-wide financial statements and proprietary fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund type statement of net position.

Bond premiums and discounts, as well as issuance costs, are deferred and amortized over the life of the bonds using the straight-line method, which approximates the effective interest method. Bonds payable are reported net of the applicable bond premium or discount. Bond issuance costs are reported as deferred charges and amortized over the term of the related debt.

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

L. Fund Equity

The City has adopted the provisions of GASB Statement No. 54, *Fund Balance Reporting and Government Fund Type Definitions*. The objective of the statement is to enhance the usefulness of fund balance information by providing clearer fund balance classifications that can be more consistently applied and by clarifying the existing government fund type definitions. The statement establishes fund balance classifications that comprise a hierarchy based primarily on the extent to which a government is bound to observe constraints imposed upon the use of the resources reported in governmental funds. Fund balance classifications, under GASB 54 are Nonspendable, Restricted, Committed, Assigned, and Unassigned. These classifications reflect not only the nature of funds, but also provide clarity to the level of restriction placed upon fund

**CITY OF WYLIE, TEXAS
 NOTES TO THE FINANCIAL STATEMENTS
 YEAR ENDED SEPTEMBER 30, 2013**

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – CONTINUED

L. Fund Equity – Continued

balance. Fund balance can have different levels of constraint, such as external versus internal compliance requirements. Unassigned fund balance is a residual classification within the General Fund. The General Fund should be the only fund that reports a positive unassigned balance. In all other funds, unassigned is limited to negative residual fund balance.

In accordance with GASB 54, the City classifies governmental fund balances as follows:

Nonspendable fund balance – includes amounts that are not in a spendable form or are required to be maintained intact. (i.e. inventories, prepaid items)

Restricted fund balance – includes amounts that can be spent only for the specific purposes stipulated by external resource providers either constitutionally or through enabling legislation. (i.e. debt service, capital projects, economic development, municipal court security, municipal court technology, tourism)

Committed fund balance – includes amounts that can be used only for the specific purposes determined by a formal action of the government's highest level of decision-making authority (City Council). Commitments may be changed or lifted only by the government taking the same formal action (resolution) that imposed the constraint originally. (i.e. park acquisition and improvement, recreation, fire training, fire development, public arts).

Assigned fund balance – comprises amounts intended to be used by the government for specific purposes. Intent can be expressed by the governing body or by an official or body to which the governing body delegates the authority.

Unassigned fund balance – is the residual classification of the general fund and includes all amounts not contained in other classifications. Unassigned amounts are technically available for any purpose.

Order of Expenditure of Funds – When multiple categories of fund balance are available for expenditure, the City will start with the most restricted category and spend those funds first before moving down to the next category with available funds.

Minimum General Fund Unassigned Fund Balance – It is the goal of the City to achieve and maintain an unassigned fund balance in the general fund equal to 25% of expenditures. The City considers a balance of less than 20% to be cause for concern, barring unusual or deliberate circumstances. If unassigned fund balance falls below the goal or has a deficiency, the City will appropriate funds in future budgets to replenish the fund balance based on a time table deemed adequate by the City Council.

Net Assets – In the statement of net position, the amount of net position restricted for other consists of the following as of September 30, 2013:

Economic development	\$ 1,436,995
Municipal court	57,495
Tourism	145,593
Law enforcement	<u>9,105</u>
Total	<u>\$ 1,649,188</u>

**CITY OF WYLIE, TEXAS
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED SEPTEMBER 30, 2013**

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – CONTINUED

M. Subsequent Events

The City has evaluated all events or transactions that occurred after September 30, 2013 up through January 22, 2014, the date the financial statements were issued. During this period, there were no subsequent events requiring disclosure.

NOTE 2. CASH AND INVESTMENTS

At year end, the carrying amount of the City's deposits was \$21,569,106 and the bank balance was \$21,709,254. All of the bank balance was covered by federal deposit insurance and collateralized by the pledging financial institution's City's safekeeping account at the Federal Reserve.

Cash and investments as of September 30, 2013 consist of and are classified in the accompanying financial statements as follows:

Statement of net position:

Primary Government		
Cash and cash equivalents	\$	48,006,339
Restricted cash and cash equivalents		<u>1,261,584</u>
Total Primary Government		49,267,923
Component Unit		
Cash and cash equivalents		<u>1,864,377</u>
Total cash and investments	\$	<u><u>51,132,300</u></u>
Deposits with financial institution	\$	21,569,106
Investments		<u>29,563,194</u>
Total cash and investments	\$	<u><u>51,132,300</u></u>

The table below identifies the investment types that are authorized for the City by the Public Funds Investment Act. (Government Code Chapter 2256) The table also identifies certain provisions of the City's investment policy that address interest rate risk, credit risk, and concentration of credit risk.

<u>Authorized Investment Type</u>	<u>Maximum Maturity</u>	<u>Maximum Percentage of Portfolio</u>	<u>Maximum Investment In One Issuer</u>
U.S. Treasury obligations	5 years	100%	None
U.S. Agency obligations	5 years	100%	None
Certificates of deposit	18 months	25%	None
Direct repurchase agreements	2 years	100%	None
Investment pools	90 days	None	None

Disclosures relating to interest rate risk

Interest rate risk is the risk that changes in market interest rates will adversely affect the fair value of an investment. Generally, the longer the maturity of an investment the greater the sensitivity of its fair value to changes in market interest rates.

**CITY OF WYLIE, TEXAS
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED SEPTEMBER 30, 2013**

NOTE 2. CASH AND INVESTMENTS – CONTINUED

Disclosures relating to interest rate risk – Continued

In accordance with its investment policy, the City manages its exposure to declines in fair value by limiting the weighted average maturity of its portfolio to less than three years.

As of September 30, 2013, the City had the following investments:

<u>Investment Type</u>	<u>Amount</u>	<u>Weighted Average Maturity</u>
TexPool	\$ 14,523,150	60 Days
TexStar	15,040,044	52 Days
	<u>\$ 29,563,194</u>	

Disclosures relating to credit risk

Generally, credit risk is the risk that an issuer of an investment will not fulfill its obligation to the holder of the investment. This is measured by the assignment of a rating by a nationally recognized statistical rating organization. Presented below is the minimum rating required by (where applicable) the Public Funds Investment Act, the City's investment policy, or debt agreements, and the actual rating as of year-end for each investment type.

<u>Investment Type</u>	<u>Amount</u>	<u>Minimum Legal Rating</u>	<u>Rating as of Year End</u>
TexPool	\$ 14,523,150	N/A	AAA-m
TexStar	15,040,044	N/A	AAA-m
	<u>\$ 29,563,194</u>		

Concentration of credit risk

The City's investment policy does not allow for an investment in any one issuer (other than investment pools) that is in excess of five percent of the fair value of the City's total investments.

Custodial credit risk

Custodial credit risk for deposits is the risk that, in the event of the failure of a depository financial institution, a government will not be able to recover its deposits or will not be able to recover collateral securities that are in the possession of an outside party. The custodial credit risk for investments is the risk that, in the event of the failure of the counterparty to a transaction, a government will not be able to recover the value of its investment or collateral securities that are in the possession of another party. The Public Funds Investment Act does not contain legal or policy requirements that would limit the exposure to custodial credit risk for deposits or investments, other than the following provision for deposits: The Public Funds Investment Act requires that a financial institution secure deposits made by state or local governmental units by pledging securities in an undivided collateral pool held by a depository regulated under state law (unless so waived by the governmental unit). The market value of the pledged securities in the collateral pool must equal at least the bank balance less the FDIC insurance at all times.

**CITY OF WYLIE, TEXAS
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED SEPTEMBER 30, 2013**

NOTE 2. CASH AND INVESTMENTS – CONTINUED

Custodial credit risk – Continued

The City requires all deposits to be covered by Federal Depository Insurance Corporation (FDIC) insurance and/or collateralized by qualified securities pledged by the City's depository in the City's name and held by the depository's agent.

As of September 30, 2013 the City deposits with financial institutions in excess of federal depository insurance limits were fully collateralized.

The City is a voluntary participant in TexPool. The State Comptroller of Public Accounts exercises responsibility over TexPool. Oversight includes the ability to significantly influence operations, designation of management, and accountability for fiscal matters. Additionally, the State Comptroller has established an advisory board composed of both participants in TexPool and other persons who do not have a business relationship with TexPool. TexPool operates in a manner consistent with the SEC's Rule 2A7 of the Investment Company Act of 1940. TexPool uses amortized cost rather than the market value to report net assets to compute share prices. Accordingly, the fair value of the position in TexPool is the same as the value of TexPool shares.

NOTE 3. PROPERTY TAXES

The City's property tax is levied each October 1 on the assessed value listed as of the prior January 1 for all real and certain personal property located within the City. Appraised values are established by the Collin County Central Appraisal District at 100% of estimated market value and certified by the Appraisal Review Board. The assessed value upon which the tax year 2012 levy was based was \$2,368,733,748. Taxes are due on October 1 and are delinquent after the following January 31.

The City is permitted by Article XI, Section 5 of the State of Texas Constitution to levy taxes up to \$2.50 per \$100 of assessed valuation for general governmental services, including the payment of principal and interest on general obligation long-term debt. The combined tax rate to finance general governmental services including the payment of principal and interest on long-term debt for the year ended September 30, 2013 was 0.8889 per \$100 of assessed valuation.

In Texas, countywide central appraisal districts are required to assess all property within the appraisal district on the basis of 100% of its appraised value and are prohibited from applying any assessment ratios. The value of property within the appraisal district must be reviewed every five years; however, the City may, at its own expense, require annual reviews of appraised values.

The City may challenge appraised values established by the appraisal district through various appeals and, if necessary, legal action. Under this legislation, the City continues to set tax rates on City property. However, if the effective tax rate, excluding tax rates for bonds and other contractual obligations, adjusted for new improvements, exceeds the rate for the previous year by more than 8%, qualified voters of the City may petition for an election to determine whether to limit the tax rate to no more than 8% above the tax rate of the previous year.

CITY OF WYLIE, TEXAS
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED SEPTEMBER 30, 2013

NOTE 4. RECEIVABLES

Year-end receivables balances for the government's individual major funds and nonmajor funds in the aggregate, including the applicable allowances for uncollectible accounts, are as follows:

	Governmental Activities			Total	Business-Type
	General	General Obligation Debt Service	Non Major Governmental Funds		Utility
Governmental Funds					
Receivables					
Property taxes	\$ 312,909	\$ 140,773	\$ -	\$ 453,682	\$ -
Franchise taxes	1,064,820	-	-	1,064,820	-
Sales taxes	671,976	-	331,190	1,003,166	-
Accounts	532,485	-	-	532,485	3,318,889
Other	301,777	-	18,194	319,971	84,587
Gross receivables	2,883,967	140,773	349,384	3,374,124	3,403,476
Less: allowance	(271,521)	(28,155)	-	(299,676)	(944,816)
Net total receivables	<u>\$ 2,612,446</u>	<u>\$ 112,618</u>	<u>\$ 349,384</u>	<u>\$ 3,074,448</u>	<u>\$ 2,458,660</u>

The Enterprise Fund accounts receivable balance includes unbilled charges for services rendered of \$1,383,137 at September 30, 2013.

Receivables in the discretely presented component unit consist of \$331,190 sales taxes receivable due from the State; \$5,421,623 direct financing lease payments receivable, net of unearned income, and \$268,406 in loans receivable from private businesses. If certain contractual obligations are met by some of these private businesses at a future date, a portion and/or all of the amounts owed from the private businesses may be forgiven.

Direct-Financing Lease

WEDC leases certain Corporation-owned property to a company for use in its business. This lease is classified as a direct-financing lease and expires in 2026. The following are the components of the WEDC's net investment in direct financing leases as of September 30, 2013:

Total minimum lease payments to be received	\$ 5,634,787
less: unearned income	(213,164)
Net investment in direct financing leases	<u>\$ 5,421,623</u>

At September 30, 2013, minimum lease payments for each of the five succeeding fiscal years are as follows:

Fiscal Year	
2014	\$ 441,944
2015	441,944
2016	441,944
2017	441,944
2018	441,944
2019-2023	2,209,720
2024-2026	<u>1,215,347</u>
	<u>\$ 5,634,787</u>

CITY OF WYLIE, TEXAS
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED SEPTEMBER 30, 2013

NOTE 5. CAPITAL ASSETS

Capital asset activity for the year ended September 30, 2013 was as follows:

Primary Government

	Beginning Balance	Increases	Decreases	Transfers	Ending Balance
Governmental activities:					
Capital assets not being depreciated:					
Land	\$ 31,171,617	\$ 1,058,791	\$ -	\$ 1,513,447	\$ 33,743,855
Other non-depreciable assets	720,002	38,000	-	-	758,002
Construction in progress	18,248,917	13,084,575	(977,213)	(17,472,460)	12,883,819
Total capital assets, not being depreciated	<u>50,140,536</u>	<u>14,181,366</u>	<u>(977,213)</u>	<u>(15,959,013)</u>	<u>47,385,676</u>
Capital assets being depreciated:					
Buildings	47,061,993	-	-	2,116,642	49,178,635
Improvements other than buildings	127,334,836	1,415,735	-	13,743,217	142,493,788
Machinery and equipment	10,019,768	665,257	(71,171)	99,154	10,713,008
Total capital assets being depreciated	<u>184,416,597</u>	<u>2,080,992</u>	<u>(71,171)</u>	<u>15,959,013</u>	<u>202,385,431</u>
Less accumulated depreciation for:					
Buildings	(4,286,695)	(1,601,356)	-	-	(5,888,051)
Improvements other than buildings	(49,095,888)	(4,793,623)	-	-	(53,889,511)
Machinery and equipment	(4,100,616)	(800,400)	71,171	-	(4,829,845)
Total accumulated depreciation	<u>(57,483,199)</u>	<u>(7,195,379)</u>	<u>71,171</u>	<u>-</u>	<u>(64,607,407)</u>
Total capital assets being depreciated, net	<u>126,933,398</u>	<u>(5,114,387)</u>	<u>-</u>	<u>15,959,013</u>	<u>137,778,024</u>
Governmental activities capital assets, net	<u>\$ 177,073,934</u>	<u>\$ 9,066,979</u>	<u>\$ (977,213)</u>	<u>\$ -</u>	<u>\$ 185,163,700</u>
	Beginning Balance	Increases	Decreases	Transfers	Ending Balance
Business-type activities:					
Capital assets not being depreciated:					
Land	\$ 110,845	\$ -	\$ -	\$ -	\$ 110,845
Construction in progress	4,546,234	4,317,629	(255,285)	(4,707,552)	3,901,026
Total capital assets, not being depreciated	<u>4,657,079</u>	<u>4,317,629</u>	<u>(255,285)</u>	<u>(4,707,552)</u>	<u>4,011,871</u>
Capital assets being depreciated:					
Buildings	268,801	-	-	3,620,626	3,889,427
Water system	33,901,588	274,230	-	929,265	35,105,083
Sewer system	29,819,928	269,448	-	157,661	30,247,037
Machinery and equipment	1,016,467	302,561	-	-	1,319,028
Total capital assets being depreciated	<u>65,006,784</u>	<u>846,239</u>	<u>-</u>	<u>4,707,552</u>	<u>70,560,575</u>
Less accumulated depreciation for:					
Buildings	(147,094)	(29,075)	-	-	(176,169)
Water system	(9,464,859)	(826,266)	-	-	(10,291,125)
Sewer system	(9,846,690)	(737,863)	-	-	(10,584,553)
Machinery and equipment	(753,749)	(61,288)	-	-	(815,037)
Total accumulated depreciation	<u>(20,212,392)</u>	<u>(1,654,492)</u>	<u>-</u>	<u>-</u>	<u>(21,866,884)</u>
Total capital assets being depreciated, net	<u>44,794,392</u>	<u>(808,253)</u>	<u>-</u>	<u>4,707,552</u>	<u>48,693,691</u>
Business-type activities capital assets, net	<u>\$ 49,451,471</u>	<u>\$ 3,509,376</u>	<u>\$ (255,285)</u>	<u>\$ -</u>	<u>\$ 52,705,562</u>

Governmental activities decreases include the transfer of \$977,213 of capital assets to the business-type activities which are included in the business-type activities' increases. Business-type activities decreases represent the transfer of \$255,285 of capital assets to the governmental activities and are included in the governmental activities' increases.

**CITY OF WYLIE, TEXAS
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED SEPTEMBER 30, 2013**

NOTE 5. CAPITAL ASSETS – CONTINUED

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

Governmental Activities:		
General government		\$ 732,326
Public safety		796,982
Streets		4,019,423
Community service		<u>1,646,648</u>
Total depreciation expense - governmental activities		<u>\$ 7,195,379</u>
Business-type activities:		
Water and Sewer		<u>\$ 1,654,492</u>

Construction Commitments

The City has active construction projects as of September 30, 2013. The projects include construction, park improvements, and drainage improvements.

Commitments for construction in progress are composed of the following:

Project	Funding Source	Project Budget Appropriation	Spent-to-date	Remaining Commitment
Woodbridge Pkwy - Hooper Rd	(A)	\$ 3,293,235	\$ 1,578,521	\$ 1,714,714
FM 1378 (Parker Rd)	(B)	1,200,000	166,777	1,033,223
Brown Street West	(B)	8,946,550	8,629,809	316,741
Sidewalks	(B)	950,000	710,782	239,218
Hwy 78 Waterline	(C)	<u>1,060,000</u>	<u>697,447</u>	<u>362,553</u>
Total		<u>\$ 15,449,785</u>	<u>\$ 11,783,336</u>	<u>\$ 3,666,449</u>

(A) Funded by general obligation bonds and thoroughfare impact fees.

(B) Funded by general obligation bond proceeds.

(C) Funded by Certificates of Obligations and water impact fees.

**CITY OF WYLIE, TEXAS
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED SEPTEMBER 30, 2013**

NOTE 6. TRANSFERS AND INTERFUND RECEIVABLES AND PAYABLES

Transfers are used to provide funds for debt service, contributions for capital construction, cost allocations and other operational costs as determined by the City's annual budget. Transfers between funds during the year were as follows:

Fund	Transfer In	Transfer Out
General Fund	\$ 1,864,297	\$ -
General Obligation Debt Service	566,632	-
Capital Projects Fund	-	1,673,633
Nonmajor Governmental Funds:		
4B Sales Tax Revenue	-	1,265,596
Recreation	697,596	-
Hotel Tax Fund	-	20,000
Federal Seizure	-	77,000
4B Debt Service 1996	147,000	-
4B Debt Service 2005	421,000	-
Total Nonmajor Governmental Funds	1,265,596	1,362,596
Utility Fund	1,107,001	2,022,582
Total	\$ 4,803,526	\$ 5,058,811

The difference between transfers in and out (\$255,285) represents a transfer of capital assets from business-type activities to governmental activities.

NOTE 7. UNEARNED REVENUE

Governmental funds report *unearned revenue* in connection with receivables for revenue that is not considered to be available to liquidate liabilities of the current period. Governmental funds also defer revenue recognition in connection with resources that have been received, but not yet earned. At the end of the current fiscal year, the various components of unearned revenue reported in the governmental funds were as follows:

	General Fund	General Obligation Debt Service	Capital Projects Fund	Total
Property taxes	\$ 227,040	\$ 99,728	\$ -	\$ 326,768
Court fines	9,969	-	-	9,969
Franchise fees	874,084	-	-	874,084
Advance construction payment	-	-	1,600,000	1,600,000
Total	\$ 1,111,093	\$ 99,728	\$ 1,600,000	\$ 2,810,821

CITY OF WYLIE, TEXAS
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED SEPTEMBER 30, 2013

NOTE 8. LONG-TERM DEBT

General Obligation Bonds, Certificates of Obligation and Contractual Obligations

The City of Wylie issues general obligation bonds, certificates of obligation bonds, and contractual obligation bonds to provide funds for the acquisition and construction of major capital facilities. General obligation bonds have been issued for both governmental and business-type activities. These issues are direct obligations and pledge the full faith and credit of the City.

<u>General Obligation Bonds</u>	<u>Final Maturity</u>	<u>Interest Rates</u>	<u>Governmental</u>	<u>Business-Type</u>
\$10,320,000 Series 2005 Improvements and Refunding	2025	3.0 - 4.5%	\$ 775,000	\$ 425,000
\$35,525,000 Series 2006 Improvements	2027	4.00 - 4.5%	26,565,000	-
\$4,815,000 Series 2007 Improvements and Refunding	2020	4.75 - 5.25%	2,810,000	375,000
\$38,625,000 Series 2008 Improvements	2028	4.00 - 5.50%	32,220,000	-
\$10,160,000 Series 2010 Refunding	2028	2.00 - 4.00%	7,630,000	1,835,000
\$7,005,000 Series 2012 Refunding	2029	2.00 - 3.25%	6,645,000	360,000
\$7,400,000 Series 2013 Refunding	2029	1.50 - 3.00%	<u>7,400,000</u>	<u>-</u>
Total General Obligation Bonds			<u>\$ 84,045,000</u>	<u>\$ 2,995,000</u>

<u>Combination Tax and Revenue Bonds</u>	<u>Final Maturity</u>	<u>Interest Rates</u>	<u>Governmental</u>	<u>Business-Type</u>
\$6,215,000 Series 2005 Improvements	2025	3.00 - 5.00%	\$ 580,000	\$ -
\$7,680,000 Series 2007 Improvements	2027	3.62 - 4.50%	-	6,090,000
\$15,000,000 Series 2008 Improvements	2028	4.10 - 5.50%	12,510,000	-
\$525,000 Series 2010 Improvements	2025	2.00 - 4.00%	<u>495,000</u>	<u>-</u>
Total Combination Tax and Revenue Bonds			<u>\$ 13,585,000</u>	<u>\$ 6,090,000</u>

**CITY OF WYLIE, TEXAS
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED SEPTEMBER 30, 2013**

NOTE 8. LONG-TERM DEBT - CONTINUED

General Obligation Bonds, Certificates of Obligation and Contractual Obligations – Continued

<u>Contractual Obligations</u>	<u>Final Maturity</u>	<u>Interest Rates</u>	<u>Governmental</u>	<u>Business-Type</u>
\$1,565,000 Series 2012 Improvements	2032	2.00 - 3.25%	\$ 1,510,000	\$ -
Total Contractual Obligation Bonds			<u>\$ 1,510,000</u>	<u>\$ -</u>

Revenue Bonds

The City issues revenue bonds where the City pledges income derived from the acquired or constructed assets, or sales tax to pay the debt service.

Revenue bonds outstanding as of September 30, 2013 are as follows:

<u>Sales Tax and Revenue Bonds</u>	<u>Final Maturity</u>	<u>Interest Rates</u>	<u>Governmental</u>	<u>Business-Type</u>
\$1,710,000 Series 1996 Improvements	2016	5.35 - 5.55%	\$ 410,000	\$ -
Total Sales Tax and Revenue Bonds			<u>\$ 410,000</u>	<u>\$ -</u>

Notes Payable

Notes payable as of September 30, 2013 are as follows:

<u>Payee</u>	<u>Description</u>	<u>Balance 9/30/2013</u>
American National Bank (Park Lighting)	\$438,621, payable to bank, made April 2012, payable in monthly installments of \$9,707 through May 1, 2016, including interest at 2.99%.	\$ 298,867
		<u>\$ 298,867</u>

During the year ended September 30, 2013, the City issued \$7,400,000 General Obligation Refunding Bonds, Series 2013. Net proceeds from the sale of the bonds totaled \$7,983,681. Of these proceeds, \$7,839,529 was placed with an escrow agent to provide for all future debt payments of the refunded bonds.

This refunding resulted in a decrease in the City's debt service payments of \$773,340, which resulted in an economic gain (difference between the present value of the debt service payments of the old debt and new debt) of \$678,123. As a result of this transaction, \$3,510,000 of general obligation refunding and improvement bonds and \$3,725,000 of combination tax and revenue certificates of obligation were refunded and are considered legally defeased, and are no longer included as liabilities in the City's basic financial statements.

CITY OF WYLIE, TEXAS
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED SEPTEMBER 30, 2013

NOTE 8. LONG-TERM DEBT – CONTINUED

Changes in Long-term Liabilities:

A summary of long-term debt transactions, including current portion, for the year ended September 30, 2013, is as follows:

	Beginning Balance	Additions	Reductions	Ending Balance	Amount Due within One year
Governmental activities:					
General obligation bonds	\$ 82,985,000	\$ 7,400,000	\$ (6,340,000)	\$ 84,045,000	\$ 3,250,000
Combination tax and revenue bonds	18,225,000	-	(4,640,000)	13,585,000	880,000
Contractual obligations	1,639,877	-	(129,877)	1,510,000	60,000
Sales tax and revenue bonds	530,000	-	(120,000)	410,000	130,000
Unamortized bond premium (discount)	763,607	374,207	(60,937)	1,076,877	-
Deferred loss (gain) on refunding	(854,931)	(604,529)	179,922	(1,279,538)	-
Total bonds payable	103,288,553	7,169,678	(11,110,892)	99,347,339	4,320,000
Notes payable	404,547	-	(105,680)	298,867	108,929
Capital leases	240,806	-	(88,392)	152,414	91,090
Compensated absences	1,049,439	865,590	(764,371)	1,150,658	783,489
Total governmental activities	<u>\$ 104,983,345</u>	<u>\$ 8,035,268</u>	<u>\$ (12,069,335)</u>	<u>\$ 100,949,278</u>	<u>\$ 5,303,508</u>

	Beginning Balance	Additions	Reductions	Ending Balance	Amount Due within One year
Business-type activities:					
General obligation bonds	\$ 3,510,000	\$ -	\$ (515,000)	\$ 2,995,000	\$ 690,000
Combination tax and revenue bonds	6,405,000	-	(315,000)	6,090,000	330,000
Contractual obligations	130,861	-	(130,861)	-	-
Unamortized bond premium (discount)	(34,096)	-	2,567	(31,529)	-
Deferred loss (gain) on refunding	(72,725)	-	8,563	(64,162)	-
Total bonds payable	9,939,040	-	(949,731)	8,989,309	1,020,000
Compensated absences	106,602	129,123	(121,641)	114,084	77,680
Total business-type activities	<u>\$ 10,045,642</u>	<u>\$ 129,123</u>	<u>\$ (1,071,372)</u>	<u>\$ 9,103,393</u>	<u>\$ 1,097,680</u>

The annual aggregate maturities for each bond type are as follows:

General Obligation Bonds

Fiscal Year Ending September 30,	Governmental Activities			Business Activities		
	Principal	Interest	Total	Principal	Interest	Total
2014	\$ 3,250,000	\$ 3,453,345	\$ 6,703,345	\$ 690,000	\$ 72,763	\$ 762,763
2015	3,580,000	3,314,221	6,894,221	705,000	52,763	757,763
2016	4,135,000	3,158,746	7,293,746	425,000	37,413	462,413
2017	4,395,000	3,262,007	7,657,007	370,000	26,838	396,838
2018	4,675,000	2,820,816	7,495,816	275,000	18,025	293,025
2019-2023	27,830,000	10,896,891	38,726,891	530,000	18,208	548,208
2024-2028	34,455,000	4,108,595	38,563,595	-	-	-
2029-2033	1,725,000	28,031	1,753,031	-	-	-
Total	<u>\$ 84,045,000</u>	<u>\$ 31,042,652</u>	<u>\$ 115,087,652</u>	<u>\$ 2,995,000</u>	<u>\$ 226,010</u>	<u>\$ 3,221,010</u>

CITY OF WYLIE, TEXAS
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED SEPTEMBER 30, 2013

NOTE 8. LONG-TERM DEBT – CONTINUED

Changes in Long-term Liabilities – Continued

Combination Tax and Revenue Bonds

Fiscal Year Ending September 30,	Governmental Activities			Business Activities		
	Principal	Interest	Total	Principal	Interest	Total
2014	\$ 880,000	\$ 631,325	\$ 1,511,325	\$ 330,000	\$ 248,975	\$ 578,975
2015	920,000	589,525	1,509,525	345,000	235,475	580,475
2016	655,000	551,925	1,206,925	355,000	221,475	576,475
2017	685,000	522,075	1,207,075	370,000	206,975	576,975
2018	720,000	494,100	1,214,100	385,000	191,875	576,875
2019-2023	4,320,000	1,897,413	6,217,413	2,185,000	702,919	2,887,919
2024-2028	5,405,000	681,938	6,086,938	2,120,000	192,694	2,312,694
Total	<u>\$ 13,585,000</u>	<u>\$ 5,368,301</u>	<u>\$ 18,953,301</u>	<u>\$ 6,090,000</u>	<u>\$ 2,000,388</u>	<u>\$ 8,090,388</u>

Contractual Obligations

Fiscal Year Ending September 30,	Governmental Activities			Business Activities		
	Principal	Interest	Total	Principal	Interest	Total
2014	\$ 60,000	\$ 44,125	\$ 104,125	\$ -	\$ -	\$ -
2015	60,000	42,925	102,925	-	-	-
2016	65,000	41,675	106,675	-	-	-
2017	65,000	40,050	105,050	-	-	-
2018	65,000	38,100	103,100	-	-	-
2019-2023	370,000	158,525	528,525	-	-	-
2024-2028	430,000	95,001	525,001	-	-	-
2029-2033	395,000	24,225	419,225	-	-	-
Total	<u>\$ 1,510,000</u>	<u>\$ 484,626</u>	<u>\$ 1,994,626</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

Sales Tax and Revenue Bonds

Fiscal Year Ending September 30,	Governmental Activities			Business Activities		
	Principal	Interest	Total	Principal	Interest	Total
2014	\$ 130,000	\$ 19,148	\$ 149,148	\$ -	\$ -	\$ -
2015	135,000	11,794	146,794	-	-	-
2016	145,000	4,024	149,024	-	-	-
Total	<u>\$ 410,000</u>	<u>\$ 34,966</u>	<u>\$ 444,966</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

Notes Payable

Fiscal Year Ending September 30,	Governmental Activities			Business Activities		
	Principal	Interest	Total	Principal	Interest	Total
2014	\$ 108,929	\$ 7,551	\$ 116,480	\$ -	\$ -	\$ -
2015	112,278	4,202	116,480	-	-	-
2016	77,660	893	78,553	-	-	-
Total	<u>\$ 298,867</u>	<u>\$ 12,646</u>	<u>\$ 311,513</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

Capital Leases Payable

Fiscal Year Ending September 30,	Governmental Activities			Business Activities		
	Principal	Interest	Total	Principal	Interest	Total
2014	\$ 91,090	\$ 2,989	\$ 94,079	\$ -	\$ -	\$ -
2015	35,988	858	36,846	-	-	-
2016	25,336	64	25,400	-	-	-
Total	<u>\$ 152,414</u>	<u>\$ 3,911</u>	<u>\$ 156,325</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

CITY OF WYLIE, TEXAS
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED SEPTEMBER 30, 2013

NOTE 8. LONG-TERM DEBT – CONTINUED

In previous years, the City has legally defeased certain outstanding general obligation debt by placing funds into irrevocable trusts pledged to pay all future debt service payments of the refunded debt. As a result, the refunded bonds are considered to be defeased and the liability has been removed from the City's long-term debt.

Series	Type	Amount
2005	General obligation refunding and improvement bonds	\$ 3,510,000
2005	Combination tax and revenue certificates of obligation	3,725,000
2006	General obligation bonds	3,795,000
		<u>\$ 11,030,000</u>

Compensated Absences

Compensated absences represent the estimated liability for employees' accrued sick and vacation leave for which employees are entitled to be paid upon termination. The retirement of this liability is typically paid from the General Fund and Enterprise Funds based on the assignment of an employee at termination.

Discretely presented component unit – Wylie Economic Development Corporation (WEDC)

WEDC Loans Payable as of September 30, 2013 are as follows:

Description	Balance 9/30/2013
\$548,935, payable to bank, made December 2012, payable in monthly installments of \$10,107 through November 28, 2017, including interest at 3.99%.	\$ 465,090
\$448,571, payable to bank, made November 2010, payable in monthly installments of \$8,200 through October 22, 2015, including interest at 2.95%.	198,706
\$4,920,939, payable to bank, made December 2010, payable in monthly installments of \$36,828 through February 1, 2027, including interest at 4.55%.	4,414,359
	<u>\$ 5,078,155</u>

Annual debt service requirements to maturity for WEDC debt is:

Year	Principal	Interest	Total
2014	\$ 441,574	\$ 220,062	\$ 661,636
2015	460,190	201,446	661,636
2016	387,946	183,673	571,619
2017	397,309	165,919	563,228
2018	313,630	149,417	463,047
2019-2023	1,683,076	526,644	2,209,720
2024-2027	1,394,430	115,543	1,509,973
Total	<u>\$ 5,078,155</u>	<u>\$ 1,562,704</u>	<u>\$ 6,640,859</u>

**CITY OF WYLIE, TEXAS
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED SEPTEMBER 30, 2013**

NOTE 8. LONG-TERM DEBT – CONTINUED

Discretely presented component unit – Wylie Economic Development Corporation (WEDC) – Continued

The following is a summary of WEDC long-term transactions for the year ended September 30, 2013:

<u>Description</u>	<u>Balance 9/30/2012</u>	<u>Increases</u>	<u>Decreases</u>	<u>Balance 9/30/2013</u>	<u>Due Within One Year</u>
Loans payable	\$ 5,089,088	\$ 548,935	\$ (559,868)	\$ 5,078,155	\$ 441,575
Compensated absences	48,483	7,055	(7,718)	47,820	32,561
Total long-term liabilities	<u>\$ 5,137,571</u>	<u>\$ 555,990</u>	<u>\$ (567,586)</u>	<u>\$ 5,125,975</u>	<u>\$ 474,136</u>

NOTE 9. PENSION PLAN

A. Plan Description

The City provides pension benefits for all of its full-time employees through a non-traditional, joint contributory, hybrid defined benefit plan in the state-wide Texas Municipal Retirement System (TMRS), an agent multiple-employer public employee retirement system. The plan provisions that have been adopted by the City are within the options available in the governing state statutes of TMRS.

Benefits depend upon the sum of the employee's contributions to the plan, with interest, and the City- financed monetary credits, with interest. At the date the plan began, the City granted monetary credits for service rendered before the plan began of a theoretical amount at least equal to two times what would have been contributed by the employee, with interest, prior to establishment of the plan. Monetary credits for service since the plan began are a percent (100%, 150%, or 200%) of the employee's accumulated contributions. In addition, the City can grant, as often as annually, another type of monetary credit referred to as an updated service credit 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 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.

Members can retire at ages 60 and above with 5 or more years of service or with 20 years of service. A member is vested after 5 years. 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.

TMRS issues a publicly available comprehensive annual financial report that includes financial statements and required supplementary information (RSI) for TMRS; the report also provides detailed explanations of the contributions, benefits and actuarial methods and assumptions used by the System. This report may be obtained by writing to TMRS, P.O. Box 149153, Austin, Texas 78714-9153 or by calling 800-924-8677; in addition, the report is available on TMRS's website at www.TMRS.com.

CITY OF WYLIE, TEXAS
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED SEPTEMBER 30, 2013

NOTE 9. PENSION PLAN – CONTINUED

B. Contributions

The contribution rate for employees is 7%, with the City's matching ratio being 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 Projected Unit Credit actuarial cost method. This rate consists of the normal cost contribution rate and the prior service cost contribution rate, which is calculated to be a level percent of payroll from year to year. The normal cost contribution rate finances the portion of an active member's projected benefit allocated annually; the prior service contribution rate amortizes the unfunded (overfunded) actuarial liability (asset) over the applicable period for that city. Both the normal cost and prior service contribution rates include recognition of the projected impact of annually repeating benefits, such as Updated Service Credits and Annuity Increases. Both the employees and the City make contributions monthly. Because the City needs to know its contribution rate in advance for budgetary purposes, there is a one-year delay between the actuarial valuation that serves as the basis for the rate and the calendar year when the rate goes into effect (i.e. December 31, 2011 valuation is effective for rates beginning January 2013.)

Schedule of Actuarial Liabilities and Funding Progress:

Actuarial Valuation Date	12/31/12	12/31/11	12/31/10
Actuarial Value of Assets	\$ 29,356,226	\$ 25,444,331	\$ 21,948,981
Actuarial Accrued Liability	38,593,147	35,959,617	32,535,491
Percentage Funded	76.1%	70.8%	67.5%
Unfunded (Over-funded) Actuarial Accrued Liability (UAAL)	9,236,921	10,515,286	10,586,510
Annual Covered Payroll	13,719,124	13,422,814	12,951,767
UAAL as a Percentage of Covered Payroll	67.3%	78.3%	81.7%
Net Pension Obligation (NPO) at the Beginning of Period	-	-	-
Annual Pension Cost:			
Annual required contribution (ARC)	1,871,376	1,731,834	1,529,496
Interest on NPO	-	-	-
Adjustment to the ARC	-	-	-
	1,871,376	1,731,834	1,529,496
Contributions Made	1,871,376	1,731,834	1,529,496
Increase in NPO	-	-	-
NPO at the end of the period	\$ -	\$ -	\$ -

Actuarial assumptions are as follows:

Actuarial cost method	Projected Unit Credit
Amortization method	Level Percent of Payroll
Remaining amortization	25.4 Years - Closed Period
Asset valuation method	10-Year Smoothed Market
Investment rate of return	7.0%
Projected salary increases	Varies by age and service
Inflation rate	3%
COL adjustments	2.1% (3% CPI)

**CITY OF WYLIE, TEXAS
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED SEPTEMBER 30, 2013**

NOTE 10. NORTH TEXAS MUNICIPAL WATER DISTRICT

The District is a conservation and reclamation district and political subdivision of the State of Texas, created and functioning under Chapter 62, Acts of 1951, 52nd Legislature, Regular Session, as amended, originally compiled as Vernon's Article 8270-141 (the Act), pursuant to Article 16, Section 59 of the Texas Constitution. The District comprises all of the territory of its member cities, viz., Allen, Garland, Princeton, Plano, Mesquite, Wylie, Rockwall, Farmersville, McKinney, Richardson, Forney and Royse City (the "Member Cities"). The District was created for the purpose of providing a source of water supply for municipal, domestic and industrial use and for the treatment processing and transportation of such water to its Member Cities and to its other customers located in North Central Texas, all within the Dallas Standard Metropolitan Statistical Area.

Under the Act, including specifically Section 27 thereof, and under the Constitution and Statutes of the State of Texas, the District has broad powers to (1) impound, control, store, preserve, treat, transmit, and use storm and flood water, the water of rivers and streams and underground water, for irrigation, power and all other useful purposes and to supply water for municipal, domestic, power, industrial and commercial uses and purposes and all other beneficial uses and purposes; and (2) collect, transport, process, treat, dispose of, and control all municipal, domestic, industrial or commercial waste whether in fluid, solid or composite state, including specifically the control, abatement or reduction of all types of pollution. The City retains no ongoing financial interest equity investments and/or responsibilities for the District other than the contractual arrangements discussed more fully herein.

NOTE 11. MUDDY CREEK REGIONAL WASTEWATER SYSTEM

In May 1999, the Cities of Wylie and Murphy in Collin County entered into a contract with the District to provide for the acquisition, construction, improvement, operation, and maintenance of the Regional Muddy Creek Wastewater System (System) for the purpose of providing facilities to adequately receive, transport, treat, and dispose of wastewater. The District will own the System with Wylie and Murphy as the initial participants. The District will issue approximately \$20 million in bonds to construct this new facility. Budget calculations for operating costs and debt service for the System on the service commencement date is based on the following estimated flow ratio: City of Wylie – 2/3 and Murphy – 1/3. "Service Commencement Date" means the first date upon which the System is available to treat wastewater from the participants. Wylie's long-term commitment to the System's debt service component is approximately \$13.3 million.

The District will send each participant a letter detailing the annual requirement necessary to operate the System each year. The annual requirement budget will include an operation and maintenance component and a bond service component. The budgeting ratio described earlier is only valid for the first year of System operations. In subsequent years, budgets and year-end audits will be based on actual flow ratios. For example, if the flow measurements indicate that 60% of the flow is produced by Wylie and 40% by Murphy, then the next year's operating and debt service components would be allocated using a 60/40 split. If in the future, additional participants are added, then the flow ratios will be adjusted using the above method.

The contract with the District has a clause for "Credit for Payments Relating to the System." This clause states: "Each participant shall be entitled to a credit in an amount equal to any funds advanced by such Participant with the approval of the District for land, engineering, construction or other costs related to the System and/or the financing thereof". All credits for advance made prior to the Service Commencement Date shall bear interest from the date of such advance at a rate equal to the net effective interest rate on the initial issue of the bonds hereunder. The City of Wylie has four such credits at this time. All credits for advances made prior to the Service Commencement Date shall be amortized over a period of twenty years, with such amortization to commence on October 1 of the Fiscal Year following the Service Commencement Date. At September 30, 2005, the City recorded \$3,188,849 as a restricted accounts receivable. This amount is being amortized over a twenty-year period commencing with fiscal year 2006. The amortization was \$139,298 for 2013.

**CITY OF WYLIE, TEXAS
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED SEPTEMBER 30, 2013**

NOTE 12. CONTINGENT LIABILITIES

Amounts received or receivable from grantor agencies are subject to audit and adjustment by such agencies. Any disallowed claims, including amounts already collected may constitute a liability of the applicable funds. The amounts, if any, of expenditures which may be disallowed by the grantor cannot be determined at this time although the City expects such amounts, if any, to be immaterial.

The City periodically is a defendant in various lawsuits. At September 30, 2013, after consultation with the City's attorney, the City is not aware of any pending litigation.

As described in Note 8 above, the general revenues of the City are contingently liable for the \$2,995,000 payable in General Obligation Bonds which are currently outstanding and recorded as obligations of the Enterprise Fund.

The City contracts for garbage disposal with a third party. Under the terms of the agreement the City bills and collects the residential billing and remits that amount to the contracting party. The contractor bills the commercial customers and remits a franchise fee to the City based on total revenues received from the contract

The Wylie Economic Development Corporation provides monetary incentives to companies to relocate within the City of Wylie. At September 30, 2013, these commitments totaled approximately \$443,000.

NOTE 13. 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; employee health benefits; and other claims of various natures. The City purchases commercial insurance to indemnify it in event of loss. For the past three years, settlements did not exceed coverage.

**CITY OF WYLIE, TEXAS
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED SEPTEMBER 30, 2013**

**NOTE 14. CONDENSED FINANCIAL INFORMATION FOR DISCRETELY PRESENTED
COMPONENT UNIT**

Following is selected condensed financial statement information for the fund basis financial statements of the Wylie Economic Development Corporation:

<u>Balance Sheet</u>	<u>WEDC</u>
Assets	
Cash and equivalents	\$ 1,864,377
Receivables	6,234,383
Inventory	2,824,298
Prepays	<u>19,209</u>
Total Assets	<u>\$ 10,942,267</u>
Liabilities	
Accounts payable	\$ 176,047
Unearned revenue	<u>5,807,123</u>
Total Liabilities	<u>5,983,170</u>
Fund Balance	<u>4,959,097</u>
Total Liabilities and Fund Balance	<u>\$ 10,942,267</u>

<u>Statement of Revenues, Expenditures and Changes in Fund Balance</u>	<u>WEDC</u>
Revenues:	
Sales tax revenue	\$ 1,854,172
Lease principal payments	406,969
Interest income	43,830
Miscellaneous income	<u>105,634</u>
Total Revenues	2,410,605
Expenditures:	
Expenditures	<u>2,077,040</u>
Other financing sources:	
Note proceeds	<u>548,935</u>
Net change in fund balance	882,500
Fund balance 10/1/2012	<u>4,076,597</u>
Fund balance 9/30/2013	<u>\$ 4,959,097</u>

**CITY OF WYLIE, TEXAS
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED SEPTEMBER 30, 2013**

**NOTE 14. CONDENSED FINANCIAL INFORMATION FOR DISCRETELY PRESENTED
COMPONENT UNIT – CONTINUED**

Following are reconciliations between the government-wide financial statements and the fund basis financial statements for WEDC:

Reconciliation of fund balance to net position:

Total fund balance	\$ 4,959,097
Revenues earned but not available within sixty days of the fiscal year-end are not recognized as revenue in the fund financial statements.	5,421,633
Payables for compensated absences	(47,820)
Payable for loan principal not currently due	<u>(5,078,155)</u>
Net position	<u><u>\$ 5,254,755</u></u>

Reconciliation of change in fund balance to change in net position:

Change in fund balance	\$ 882,500
Change in payables for compensated absences	663
Change in accrued interest payable	1,130
New loan proceeds	(548,935)
Receipt of lease principal payments	(406,969)
Payment of loan principal	<u>559,868</u>
Change in net position	<u><u>\$ 488,257</u></u>

NOTE 15. LAND ACQUISITION

The discrete component unit owns property with a carrying value of \$2,824,298. This property is held as an incentive to attract businesses.



REQUIRED SUPPLEMENTARY INFORMATION

CITY OF WYLIE, TEXAS
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCES - BUDGET (GAAP BASIS) AND ACTUAL – GENERAL FUND
FOR THE YEAR ENDED SEPTEMBER 30, 2013

EXHIBIT A-10

	<u>Budgeted Amounts</u>			Variance with Final Budget - Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual Amount</u>	
REVENUES				
Ad valorem taxes	\$ 14,110,402	\$ 14,110,402	\$ 14,111,746	\$ 1,344
Non-property taxes	3,496,478	3,496,478	3,719,759	223,281
Franchise fees	2,421,700	2,421,700	2,324,149	(97,551)
Licenses and permits	442,000	442,000	549,856	107,856
Intergovernmental	632,000	678,953	669,112	(9,841)
Services fees	2,773,500	2,773,500	2,949,689	176,189
Court fees	307,000	307,000	272,266	(34,734)
Interest income	14,100	14,100	13,470	(630)
Miscellaneous income	321,500	400,556	507,397	106,841
Total revenues	24,518,680	24,644,689	25,117,444	472,755
EXPENDITURES				
Current				
General government				
City council	89,411	89,411	69,275	20,136
City manager	706,104	719,429	712,257	7,172
City secretary	261,684	257,249	237,088	20,161
City attorney	128,000	128,000	96,102	31,898
Finance	929,128	929,738	914,693	15,045
Building and fleet maintenance	535,153	539,984	483,850	56,134
Municipal court	277,667	273,791	251,936	21,855
Human resources	209,798	207,214	206,676	538
Purchasing	92,242	92,242	90,807	1,435
Information technology	899,050	912,242	699,605	212,637
Combined services/general	3,785,020	3,674,520	3,245,423	429,097
Total general government	7,913,257	7,823,820	7,007,712	816,108
Public safety				
Police	6,056,532	6,151,860	6,120,727	31,133
Fire	5,897,593	5,959,172	5,906,567	52,605
Emergency communications	1,102,783	1,096,647	982,309	114,338
Animal control	363,640	350,393	344,235	6,158
Total public safety	13,420,548	13,558,072	13,353,838	204,234
Urban development				
Planning	483,794	483,794	466,371	17,423
Building inspection	566,707	527,107	471,493	55,614
Code enforcement	262,035	258,624	206,353	52,271
Total urban development	1,312,536	1,269,525	1,144,217	125,308
Streets				
Streets	1,725,017	1,717,110	1,648,373	68,737
Total streets	1,725,017	1,717,110	1,648,373	68,737

**CITY OF WYLIE, TEXAS
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCES - BUDGET (GAAP BASIS) AND ACTUAL – GENERAL FUND
FOR THE YEAR ENDED SEPTEMBER 30, 2013**

**EXHIBIT A-10
(CONCLUDED)**

Community service				
Parks	\$ 1,631,349	\$ 1,755,197	\$ 1,748,057	\$ 7,140
Library	1,444,220	1,508,640	1,463,359	45,281
Total community service	3,075,569	3,263,837	3,211,416	52,421
Total expenditures	27,446,927	27,632,364	26,365,556	1,266,808
Excess (deficiency) of revenues over expenditures	(2,928,247)	(2,987,675)	(1,248,112)	1,739,563
OTHER FINANCING SOURCES (USES)				
Transfers in	1,792,297	1,792,297	1,864,297	72,000
Proceeds from sale of property	-	-	8,317	8,317
Total other financing sources (uses)	1,792,297	1,792,297	1,872,614	80,317
Net change in fund balances	(1,135,950)	(1,195,378)	624,502	1,819,880
Fund balances, October 1	11,468,193	11,468,193	11,468,193	-
Fund balances, September 30	\$ 10,332,243	\$ 10,272,815	\$ 12,092,695	\$ 1,819,880

**CITY OF WYLIE, TEXAS
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
FOR THE YEAR ENDED SEPTEMBER 30, 2013**

STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY

A. Budgetary Information

The City follows the following procedures in establishing the budgetary date reflected in the financial statements:

1. Public hearings are conducted to obtain taxpayer comments.
2. Prior to October 1, the budget is legally enacted through passage of an ordinance.
3. 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. Therefore the fund level is the legal level of control.
4. Budgeted amounts are as originally adopted or as amended by the City Council. During 2013, individual amendments were not material in relation to the original appropriations. All budget appropriations automatically lapse at year-end.
5. Formal budgetary integration is employed as a management control device during the year. The legally adopted budget is adopted on a basis consistent with generally accepted accounting principles.

COMBINING STATEMENTS AND BUDGETARY COMPARISON SCHEDULES

**CITY OF WYLIE, TEXAS
 BUDGETARY COMPARISON SCHEDULE (GAAP BASIS)
 GENERAL OBLIGATION DEBT SERVICE FUND
 FOR THE YEAR ENDED SEPTEMBER 30, 2013**

EXHIBIT A-11

	Budgeted Amounts		Actual	Variance with
	Original	Final		Final Budget -
				Positive (Negative)
REVENUES				
Ad valorem taxes	\$ 7,399,513	\$ 7,125,759	\$ 7,120,473	\$ (5,286)
Interest income	3,000	3,000	2,242	(758)
Total revenues	7,402,513	7,128,759	7,122,715	(6,044)
EXPENDITURES				
Debt service				
Principal	3,629,879	3,629,879	3,629,879	-
Interest and fiscal charges	4,316,305	4,316,305	4,230,941	85,364
Bond issuance costs	-	-	43,306	(43,306)
Total debt service	7,946,184	7,946,184	7,904,126	42,058
Excess (deficiency) of revenue over (under) expenditures	(543,671)	(817,425)	(781,411)	36,014
Other financing sources (uses)				
Transfers in	566,632	566,632	566,632	-
Issuance of long-term debt	-	-	3,960,000	3,960,000
Premium on bonds issued	-	-	200,616	200,616
Payment to refunded bond escrow agent	-	-	(4,198,092)	(4,198,092)
Total other financing sources (uses)	566,632	566,632	529,156	(37,476)
Net change in fund balances	22,961	(250,793)	(252,255)	(1,462)
Fund balances, October 1	893,643	893,643	893,643	-
Fund balances, September 30	\$ 916,604	\$ 642,850	\$ 641,388	\$ (1,462)



NON-MAJOR GOVERNMENTAL FUNDS

SPECIAL REVENUE FUNDS

4B SALES TAX REVENUE FUND

Accounts for sales tax monies specifically designated for promoting economic development within the City by developing, implementing, providing and financing park and recreation projects.

PARKS ACQUISITION AND IMPROVEMENT FUND

Accounts for the development and improvement of City Parks.

FIRE TRAINING CENTER FUND

Accounts for First Responder fees specifically designated for the construction of the Fire Training Center.

FIRE DEVELOPMENT FEES FUND

Accounts for contributions specifically designated for use of the fire department.

MUNICIPAL COURT TECHNOLOGY FUND

Accounts for court fines specifically designated for improvements in court technology.

MUNICIPAL COURT BUILDING SECURITY FUND

Accounts for court fines specifically designated for additions/improvements to court security.

HOTEL TAX FUND

Accounts for occupancy taxes charged by hotels.

RECREATION FUND

Accounts for fees charged for recreational services.

FEDERAL SEIZURE FUND

Accounts for the City's share of forfeiture proceeds at the federal level and is restricted for law enforcement additions/improvements only.

JUDICIAL EFFICIENCY FUND

Accounts for court fines specifically restricted to improving the efficiency of the administration of justice.

DEBT SERVICE FUND

4B DEBT SERVICE FUND 1996

Accounts for the accumulation of resources to be used for the payment of principal and interest on the 4B Sales Tax Revenue Bonds – Series 1996.

4B DEBT SERVICE FUND 2005

Accounts for the accumulation of resources to be used for the payment of principal and interest on the 4B Sales Tax Revenue Bonds – Series 2005.



**CITY OF WYLIE, TEXAS
 COMBINING BALANCE SHEET
 NONMAJOR GOVERNMENTAL FUNDS
 SEPTEMBER 30, 2013**

	SPECIAL REVENUE FUNDS				
	4B Sales Tax Revenue	Park Acquisition and Improvement	Fire Training Center	Fire Development Fees	Municipal Court Technology
ASSETS					
Cash and cash equivalents	\$ 1,160,914	\$ 507,536	\$ 160,866	\$ 809,823	\$ 41,450
Receivables: (net of allowances for uncollectibles)					
Other	-	13,000	-	-	-
Sales tax	331,190	-	-	-	-
Total assets	\$ 1,492,104	\$ 520,536	\$ 160,866	\$ 809,823	\$ 41,450
LIABILITIES AND FUND BALANCES					
Accounts payable	\$ 34,598	\$ 12,393	\$ 3,569	\$ 1,300	\$ 15
Other payables and accruals	20,511	-	-	-	-
Total liabilities	55,109	12,393	3,569	1,300	15
FUND BALANCES					
Restricted					
Debt service	-	-	-	-	-
Economic development	1,436,995	-	-	-	-
Municipal court	-	-	-	-	41,435
Tourism	-	-	-	-	-
Law enforcement	-	-	-	-	-
Committed					
Park acquisition and improvement	-	508,143	-	-	-
Fire training	-	-	157,297	-	-
Fire development	-	-	-	808,523	-
Recreation	-	-	-	-	-
Total fund balances	1,436,995	508,143	157,297	808,523	41,435
Total liabilities and fund balances	\$ 1,492,104	\$ 520,536	\$ 160,866	\$ 809,823	\$ 41,450

EXHIBIT B-1

								DEBT SERVICE FUNDS	
Municipal Court Building Security	Hotel Tax	Recreation	Federal Seizure	Judicial Efficiency	4B Debt Service 1996	4B Debt Service 2005	Total Nonmajor Governmental Funds		
\$ 15,368	\$ 140,399	\$ 530,338	\$ 9,105	\$ 692	\$ 179,606	\$ 23,475	\$ 3,579,572		
-	5,194	-	-	-	-	-	18,194		
-	-	-	-	-	-	-	331,190		
<u>\$ 15,368</u>	<u>\$ 145,593</u>	<u>\$ 530,338</u>	<u>\$ 9,105</u>	<u>\$ 692</u>	<u>\$ 179,606</u>	<u>\$ 23,475</u>	<u>\$ 3,928,956</u>		
\$ -	\$ -	56,162	-	-	\$ -	\$ -	\$ 108,037		
-	-	31,201	-	-	-	-	51,712		
-	-	87,363	-	-	-	-	159,749		
-	-	-	-	-	179,606	23,475	203,081		
-	-	-	-	-	-	-	1,436,995		
15,368	-	-	-	692	-	-	57,495		
-	145,593	-	-	-	-	-	145,593		
-	-	-	9,105	-	-	-	9,105		
-	-	-	-	-	-	-	508,143		
-	-	-	-	-	-	-	157,297		
-	-	-	-	-	-	-	808,523		
-	-	442,975	-	-	-	-	442,975		
<u>15,368</u>	<u>145,593</u>	<u>442,975</u>	<u>9,105</u>	<u>692</u>	<u>179,606</u>	<u>23,475</u>	<u>3,769,207</u>		
<u>\$ 15,368</u>	<u>\$ 145,593</u>	<u>\$ 530,338</u>	<u>\$ 9,105</u>	<u>\$ 692</u>	<u>\$ 179,606</u>	<u>\$ 23,475</u>	<u>\$ 3,928,956</u>		

**CITY OF WYLIE, TEXAS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE- NONMAJOR GOVERNMENTAL FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2013**

	SPECIAL REVENUE FUNDS				
	4B Sales Tax Revenue	Park Acquisition and Improvement	Fire Training Center	Fire Development Fees	Municipal Court Technology
REVENUES					
Sales taxes	\$ 1,854,169	\$ -	\$ -	\$ -	\$ -
Intergovernmental	49,380	20,138	-	-	-
Service fees	-	-	35,182	-	-
Court fees	-	-	-	-	7,046
Interest income	1,101	529	142	1,003	38
Miscellaneous income	-	-	-	98,059	-
Total revenues	1,904,650	20,667	35,324	99,062	7,084
EXPENDITURES					
Current:					
Public safety	-	-	30,779	447,701	10,879
Community service	606,603	134,645	-	-	-
Debt service					
Principal	-	-	-	-	-
Interest and fiscal charges	-	-	-	-	-
Bond issue costs	-	-	-	-	-
Total expenditures	606,603	134,645	30,779	447,701	10,879
Excess (deficiency) of revenues over (under) expenditures	1,298,047	(113,978)	4,545	(348,639)	(3,795)
Other financing sources (uses)					
Issuance of long-term debt	-	-	-	-	-
Premium (discount) on bonds issued	-	-	-	-	-
Payment to refunded bond escrow agent	-	-	-	-	-
Transfers in	-	-	-	-	-
Transfers out	(1,265,596)	-	-	-	-
Total other financing sources (uses)	(1,265,596)	-	-	-	-
Net change in fund balances	32,451	(113,978)	4,545	(348,639)	(3,795)
Fund balances, October 1	1,404,544	622,121	152,752	1,157,162	45,230
Fund balances, September 30	\$ 1,436,995	\$ 508,143	\$ 157,297	\$ 808,523	\$ 41,435

EXHIBIT B-2

DEBT SERVICE FUNDS

Municipal Court Building Security	Hotel Tax	Recreation	Federal Seizure	Judicial Efficiency	4B Debt Service 1996	4B Debt Service 2005	Total Nonmajor Governmental Funds
\$ -	\$ 61,564	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,915,733
-	-	-	86,105	-	-	-	155,623
-	-	643,060	-	-	-	-	678,242
5,294	-	-	-	692	-	-	13,032
82	141	202	-	-	158	106	3,502
-	-	-	-	-	-	-	98,059
<u>5,376</u>	<u>61,705</u>	<u>643,262</u>	<u>86,105</u>	<u>692</u>	<u>158</u>	<u>106</u>	<u>2,864,191</u>
136,850	-	-	-	-	-	-	626,209
-	60,961	1,183,508	-	-	-	-	1,985,717
-	-	-	-	-	120,000	245,000	365,000
-	-	-	-	-	26,801	100,439	127,240
-	-	-	-	-	-	44,539	44,539
<u>136,850</u>	<u>60,961</u>	<u>1,183,508</u>	<u>-</u>	<u>-</u>	<u>146,801</u>	<u>389,978</u>	<u>3,148,705</u>
<u>(131,474)</u>	<u>744</u>	<u>(540,246)</u>	<u>86,105</u>	<u>692</u>	<u>(146,643)</u>	<u>(389,872)</u>	<u>(284,514)</u>
-	-	-	-	-	-	3,440,000	3,440,000
-	-	-	-	-	-	173,591	173,591
-	-	-	-	-	-	(3,641,437)	(3,641,437)
-	-	697,596	-	-	147,000	421,000	1,265,596
-	(20,000)	-	(77,000)	-	-	-	(1,362,596)
<u>-</u>	<u>(20,000)</u>	<u>697,596</u>	<u>(77,000)</u>	<u>-</u>	<u>147,000</u>	<u>393,154</u>	<u>(124,846)</u>
(131,474)	(19,256)	157,350	9,105	692	357	3,282	(409,360)
<u>146,842</u>	<u>164,849</u>	<u>285,625</u>	<u>-</u>	<u>-</u>	<u>179,249</u>	<u>20,193</u>	<u>4,178,567</u>
<u>\$ 15,368</u>	<u>\$ 145,593</u>	<u>\$ 442,975</u>	<u>\$ 9,105</u>	<u>\$ 692</u>	<u>\$ 179,606</u>	<u>\$ 23,475</u>	<u>\$ 3,769,207</u>

**CITY OF WYLIE, TEXAS
BUDGETARY COMPARISON SCHEDULE (GAAP BASIS)
4B SALES TAX REVENUE FUND
SPECIAL REVENUE FUND
FOR THE YEAR ENDED SEPTEMBER 30, 2013**

EXHIBIT C-1

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
REVENUES				
Sales taxes	\$ 1,046,394	\$ 1,743,990	\$ 1,854,169	\$ 110,179
Intergovernmental	-	45,800	49,380	3,580
Interest income	1,000	1,000	1,101	101
Total revenues	<u>1,047,394</u>	<u>1,790,790</u>	<u>1,904,650</u>	<u>113,860</u>
EXPENDITURES				
Current				
Community service				
4B Parks	322,484	416,284	348,949	67,335
4B Recreation	340,434	340,434	257,654	82,780
Total community service	<u>662,918</u>	<u>756,718</u>	<u>606,603</u>	<u>150,115</u>
Total expenditures	<u>662,918</u>	<u>756,718</u>	<u>606,603</u>	<u>150,115</u>
Excess of revenues over expenditures	<u>384,476</u>	<u>1,034,072</u>	<u>1,298,047</u>	<u>263,975</u>
Other financing uses				
Transfers out	(568,000)	(1,265,596)	(1,265,596)	-
Total other financing uses	<u>(568,000)</u>	<u>(1,265,596)</u>	<u>(1,265,596)</u>	<u>-</u>
Net change in fund balances	<u>(183,524)</u>	<u>(231,524)</u>	<u>32,451</u>	<u>263,975</u>
Fund balances, October 1	<u>1,404,544</u>	<u>1,404,544</u>	<u>1,404,544</u>	<u>-</u>
Fund balances, September 30	<u>\$ 1,221,020</u>	<u>\$ 1,173,020</u>	<u>\$ 1,436,995</u>	<u>\$ 263,975</u>

**CITY OF WYLIE, TEXAS
 BUDGETARY COMPARISON SCHEDULE (GAAP BASIS)
 PARK ACQUISITION AND IMPROVEMENT
 SPECIAL REVENUE FUND
 FOR THE YEAR ENDED SEPTEMBER 30, 2013**

EXHIBIT C-2

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
REVENUES				
Intergovernmental	\$ -	\$ 262,000	\$ 20,138	\$ (241,862)
Interest income	-	-	529	529
Total revenues	<u>-</u>	<u>262,000</u>	<u>20,667</u>	<u>(241,333)</u>
EXPENDITURES				
Current				
Community service				
Park acquisition - west zone	30,000	465,000	19,425	445,575
Park acquisition - central zone	190,000	190,000	38,762	151,238
Park acquisition - east zone	10,000	107,000	76,458	30,542
Total expenditures	<u>230,000</u>	<u>762,000</u>	<u>134,645</u>	<u>627,355</u>
Deficiency of revenues under expenditures	<u>(230,000)</u>	<u>(500,000)</u>	<u>(113,978)</u>	<u>386,022</u>
Net change in fund balances	<u>(230,000)</u>	<u>(500,000)</u>	<u>(113,978)</u>	<u>386,022</u>
Fund balances, October 1	<u>622,121</u>	<u>622,121</u>	<u>622,121</u>	<u>-</u>
Fund balances, September 30	<u>\$ 392,121</u>	<u>\$ 122,121</u>	<u>\$ 508,143</u>	<u>\$ 386,022</u>

**CITY OF WYLIE, TEXAS
 BUDGETARY COMPARISON SCHEDULE (GAAP BASIS)
 FIRE TRAINING CENTER
 SPECIAL REVENUE FUND
 FOR THE YEAR ENDED SEPTEMBER 30, 2013**

EXHIBIT C-3

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
REVENUES				
Service fees	\$ 40,000	\$ 40,000	\$ 35,182	\$ (4,818)
Interest income	100	100	142	42
Total revenues	<u>40,100</u>	<u>40,100</u>	<u>35,324</u>	<u>(4,776)</u>
EXPENDITURES				
Current				
Public safety				
Fire training center	<u>52,425</u>	<u>52,425</u>	<u>30,779</u>	<u>21,646</u>
Total public safety	<u>52,425</u>	<u>52,425</u>	<u>30,779</u>	<u>21,646</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(12,325)</u>	<u>(12,325)</u>	<u>4,545</u>	<u>16,870</u>
Net change in fund balances	<u>(12,325)</u>	<u>(12,325)</u>	<u>4,545</u>	<u>16,870</u>
Fund balances, October 1	<u>152,752</u>	<u>152,752</u>	<u>152,752</u>	<u>-</u>
Fund balances, September 30	<u><u>\$ 140,427</u></u>	<u><u>\$ 140,427</u></u>	<u><u>\$ 157,297</u></u>	<u><u>\$ 16,870</u></u>

**CITY OF WYLIE, TEXAS
 BUDGETARY COMPARISON SCHEDULE (GAAP BASIS)
 FIRE DEVELOPMENT FEES
 SPECIAL REVENUE FUND
 FOR THE YEAR ENDED SEPTEMBER 30, 2013**

EXHIBIT C-4

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
REVENUES				
Interest income	\$ 1,000	\$ 1,000	\$ 1,003	\$ 3
Miscellaneous income	130,000	130,000	98,059	(31,941)
Total revenues	<u>131,000</u>	<u>131,000</u>	<u>99,062</u>	<u>(31,938)</u>
EXPENDITURES				
Current				
Public safety				
Fire training center	-	435,000	447,701	(12,701)
Total public safety	<u>-</u>	<u>435,000</u>	<u>447,701</u>	<u>(12,701)</u>
Excess (deficiency) of revenues over (under) expenditures	<u>131,000</u>	<u>(304,000)</u>	<u>(348,639)</u>	<u>(44,639)</u>
Net change in fund balances	131,000	(304,000)	(348,639)	(44,639)
Fund balances, October 1	<u>1,157,162</u>	<u>1,157,162</u>	<u>1,157,162</u>	<u>-</u>
Fund balances, September 30	<u>\$ 1,288,162</u>	<u>\$ 853,162</u>	<u>\$ 808,523</u>	<u>\$ (44,639)</u>

**CITY OF WYLIE, TEXAS
 BUDGETARY COMPARISON SCHEDULE (GAAP BASIS)
 MUNICIPAL COURT TECHNOLOGY FUND
 SPECIAL REVENUE FUND
 FOR THE YEAR ENDED SEPTEMBER 30, 2013**

EXHIBIT C-5

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
REVENUES				
Court fees	\$ 10,000	\$ 10,000	\$ 7,046	\$ (2,954)
Interest income	40	40	38	(2)
Total revenues	<u>10,040</u>	<u>10,040</u>	<u>7,084</u>	<u>(2,956)</u>
EXPENDITURES				
Current				
Public safety	<u>17,700</u>	<u>17,700</u>	<u>10,879</u>	<u>6,821</u>
Total public safety	<u>17,700</u>	<u>17,700</u>	<u>10,879</u>	<u>6,821</u>
Deficiency of revenues under expenditures	<u>(7,660)</u>	<u>(7,660)</u>	<u>(3,795)</u>	<u>3,865</u>
Net change in fund balances	<u>(7,660)</u>	<u>(7,660)</u>	<u>(3,795)</u>	<u>3,865</u>
Fund balances, October 1	<u>45,230</u>	<u>45,230</u>	<u>45,230</u>	<u>-</u>
Fund balances, September 30	<u>\$ 37,570</u>	<u>\$ 37,570</u>	<u>\$ 41,435</u>	<u>\$ 3,865</u>

**CITY OF WYLIE, TEXAS
 BUDGETARY COMPARISON SCHEDULE (GAAP BASIS)
 MUNICIPAL COURT BUILDING SECURITY FUND
 SPECIAL REVENUE FUND
 FOR THE YEAR ENDED SEPTEMBER 30, 2013**

EXHIBIT C-6

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
REVENUES				
Court fees	\$ 7,000	\$ 7,000	\$ 5,294	\$ (1,706)
Interest income	125	125	82	(43)
Total revenues	<u>7,125</u>	<u>7,125</u>	<u>5,376</u>	<u>(1,749)</u>
EXPENDITURES				
Current				
Public safety	142,500	142,500	136,850	5,650
Total public safety	<u>142,500</u>	<u>142,500</u>	<u>136,850</u>	<u>5,650</u>
Deficiency of revenues under expenditures	<u>(135,375)</u>	<u>(135,375)</u>	<u>(131,474)</u>	<u>3,901</u>
Net change in fund balances	(135,375)	(135,375)	(131,474)	3,901
Fund balances, October 1	<u>146,842</u>	<u>146,842</u>	<u>146,842</u>	<u>-</u>
Fund balances, September 30	<u>\$ 11,467</u>	<u>\$ 11,467</u>	<u>\$ 15,368</u>	<u>\$ 3,901</u>

**CITY OF WYLIE, TEXAS
BUDGETARY COMPARISON SCHEDULE (GAAP BASIS)
HOTEL TAX FUND
SPECIAL REVENUE FUND
FOR THE YEAR ENDED SEPTEMBER 30, 2013**

EXHIBIT C-7

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
REVENUES				
Sales taxes	\$ 45,000	\$ 45,000	\$ 61,564	\$ 16,564
Interest income	100	100	141	41
Total revenues	<u>45,100</u>	<u>45,100</u>	<u>61,705</u>	<u>16,605</u>
EXPENDITURES				
Current				
Community service	65,000	70,000	60,961	9,039
Total community service	<u>65,000</u>	<u>70,000</u>	<u>60,961</u>	<u>9,039</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(19,900)</u>	<u>(24,900)</u>	<u>744</u>	<u>25,644</u>
Other financing uses				
Transfers out	(20,000)	(20,000)	(20,000)	-
Total other financing uses	<u>(20,000)</u>	<u>(20,000)</u>	<u>(20,000)</u>	<u>-</u>
Net change in fund balances	<u>(39,900)</u>	<u>(44,900)</u>	<u>(19,256)</u>	<u>25,644</u>
Fund balances, October 1	<u>164,849</u>	<u>164,849</u>	<u>164,849</u>	<u>-</u>
Fund balances, September 30	<u>\$ 124,949</u>	<u>\$ 119,949</u>	<u>\$ 145,593</u>	<u>\$ 25,644</u>

**CITY OF WYLIE, TEXAS
 BUDGETARY COMPARISON SCHEDULE (GAAP BASIS)
 RECREATION FUND
 SPECIAL REVENUE FUND
 FOR THE YEAR ENDED SEPTEMBER 30, 2013**

EXHIBIT C-8

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
REVENUES				
Service fees	\$ 1,281,596	\$ 584,000	\$ 643,060	\$ 59,060
Interest income	-	-	202	202
Total revenues	<u>1,281,596</u>	<u>584,000</u>	<u>643,262</u>	<u>59,262</u>
EXPENDITURES				
Current				
Community service				
Recreation center	<u>1,276,900</u>	<u>1,276,900</u>	<u>1,183,508</u>	<u>93,392</u>
Total community service	<u>1,276,900</u>	<u>1,276,900</u>	<u>1,183,508</u>	<u>93,392</u>
Excess (deficiencies) of revenues over (under) expenditures	<u>4,696</u>	<u>(692,900)</u>	<u>(540,246)</u>	<u>152,654</u>
Other financing sources				
Transfers in	<u>-</u>	<u>697,596</u>	<u>697,596</u>	<u>-</u>
Total other financing sources	<u>-</u>	<u>697,596</u>	<u>697,596</u>	<u>-</u>
Net change in fund balances	<u>4,696</u>	<u>4,696</u>	<u>157,350</u>	<u>152,654</u>
Fund balances, October 1	<u>285,625</u>	<u>285,625</u>	<u>285,625</u>	<u>-</u>
Fund balances, September 30	<u>\$ 290,321</u>	<u>\$ 290,321</u>	<u>\$ 442,975</u>	<u>\$ 152,654</u>

**CITY OF WYLIE, TEXAS
 BUDGETARY COMPARISON SCHEDULE (GAAP BASIS)
 FEDERAL SEIZURE FUND
 SPECIAL REVENUE FUND
 FOR THE YEAR ENDED SEPTEMBER 30, 2013**

EXHIBIT C-9

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
REVENUES				
Intergovernmental	\$ -	\$ -	\$ 86,105	\$ 86,105
Total revenues	<u>-</u>	<u>-</u>	<u>86,105</u>	<u>86,105</u>
EXPENDITURES				
Current				
Public safety	-	-	-	-
Total public safety	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess of revenues over expenditures	<u>-</u>	<u>-</u>	<u>86,105</u>	<u>86,105</u>
Other financing uses				
Transfers out	-	-	(77,000)	(77,000)
Total other financing uses	<u>-</u>	<u>-</u>	<u>(77,000)</u>	<u>(77,000)</u>
Net change in fund balances	<u>-</u>	<u>-</u>	<u>9,105</u>	<u>9,105</u>
Fund balances, October 1	-	-	-	-
Fund balances, September 30	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 9,105</u>	<u>\$ 9,105</u>

**CITY OF WYLIE, TEXAS
 BUDGETARY COMPARISON SCHEDULE (GAAP BASIS)
 JUDICIAL EFFICIENCY FUND
 SPECIAL REVENUE FUND
 FOR THE YEAR ENDED SEPTEMBER 30, 2013**

EXHIBIT C-10

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
REVENUES				
Court fees	\$ -	\$ -	\$ 692	\$ 692
Total revenues	<u>-</u>	<u>-</u>	<u>692</u>	<u>692</u>
EXPENDITURES				
Current				
Court	-	-	-	-
Total court	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess of revenues over expenditures	<u>-</u>	<u>-</u>	<u>692</u>	<u>692</u>
Net change in fund balances	<u>-</u>	<u>-</u>	<u>692</u>	<u>692</u>
Fund balances, October 1	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balances, September 30	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 692</u></u>	<u><u>\$ 692</u></u>

**CITY OF WYLIE, TEXAS
 BUDGETARY COMPARISON SCHEDULE (GAAP BASIS)
 4B DEBT SERVICE 1996 FUND
 DEBT SERVICE FUND
 FOR THE YEAR ENDED SEPTEMBER 30, 2013**

EXHIBIT D-1

	Budgeted Amounts		Actual	Variance with
	Original	Final		Final Budget - Positive (Negative)
REVENUES				
Interest income	\$ -	\$ -	\$ 158	\$ 158
Total revenues	-	-	158	158
EXPENDITURES				
Debt service				
Principal	120,000	120,000	120,000	-
Interest and fiscal charges	26,805	26,805	26,801	4
Total debt service	146,805	146,805	146,801	4
Total expenditures	146,805	146,805	146,801	4
Deficiency of revenues under expenditures	(146,805)	(146,805)	(146,643)	162
Other financing sources				
Transfers in	147,000	147,000	147,000	-
Total other financing sources	147,000	147,000	147,000	-
Net changes in fund balances	195	195	357	162
Fund balances, October 1	179,249	179,249	179,249	-
Fund balances, September 30	<u>\$ 179,444</u>	<u>\$ 179,444</u>	<u>\$ 179,606</u>	<u>\$ 162</u>

**CITY OF WYLIE, TEXAS
BUDGETARY COMPARISON SCHEDULE (GAAP BASIS)
4B DEBT SERVICE 2005 FUND
DEBT SERVICE FUND
FOR THE YEAR ENDED SEPTEMBER 30, 2013**

EXHIBIT D-2

	Budgeted Amounts		Actual	Variance with
	Original	Final		Final Budget - Positive (Negative)
REVENUES				
Interest income	\$ -	\$ -	\$ 106	\$ 106
Total revenues	-	-	106	106
EXPENDITURES				
Debt service				
Principal	245,000	245,000	245,000	-
Interest and fiscal charges	175,478	175,478	100,439	75,039
Bond issue costs	-	-	44,539	(44,539)
Total debt service	420,478	420,478	389,978	30,500
Total expenditures	420,478	420,478	389,978	30,500
Deficiency of revenues under expenditures	(420,478)	(420,478)	(389,872)	30,606
Other financing sources (uses)				
Issuance of long-term debt	-	-	3,440,000	3,440,000
Premium (discount) on bonds issued	-	-	173,591	173,591
Payment to refunded bond escrow agent	-	-	(3,641,437)	(3,641,437)
Transfers in	421,000	421,000	421,000	-
Total other financing sources (uses)	421,000	421,000	393,154	(27,846)
Net changes in fund balances	522	522	3,282	2,760
Fund balances, October 1	20,193	20,193	20,193	-
Fund balances, September 30	<u>\$ 20,715</u>	<u>\$ 20,715</u>	<u>\$ 23,475</u>	<u>\$ 2,760</u>



STATISTICAL SECTION



**CITY OF WYLIE, TEXAS
STATISTICAL SECTION
TABLE OF CONTENTS**

This part of the City of Wylie'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.

<u>Contents</u>	<u>Table #s</u>
Financial Trends These tables contain trend information to help the reader understand how the City's financial performance and well-being have changed over time.	1-5
Revenue Capacity These tables contain information to help the reader assess the City's two most significant local revenue sources, the property and sales taxes.	6-12
Debt Capacity 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.	13-17
Economic and Demographic Information These tables offer economic and demographic indicators to help the reader understand the environment within which the City's financial activities take place.	18-19
Operating Information 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.	20-22

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

**CITY OF WYLIE, TEXAS
NET POSITION BY COMPONENT
LAST TEN FISCAL YEARS (UNAUDITED)**

	Fiscal Year			
	2004	2005	2006	2007
Governmental Activities				
Invested in Capital Assets, Net of Related Debt	\$ 62,317,301	\$ 72,335,440	\$ 73,959,342	\$ 80,156,749
Restricted	4,103,955	6,412,687	9,702,583	4,748,476
Unrestricted	7,178,450	7,914,730	5,266,581	11,225,518
Total Governmental Activities Net Assets	73,599,706	86,662,857	88,928,506	96,130,743
Business-type Activities				
Invested in Capital Assets, Net of Related Debt	20,801,795	25,207,269	31,205,119	36,564,901
Restricted	12,626,787	12,739,448	11,926,132	8,738,654
Unrestricted	3,680,724	5,175,119	6,181,593	7,424,351
Total Business-type Activities Net Assets	37,109,306	43,121,836	49,312,844	52,727,906
Primary Government				
Invested in Capital Assets, Net of Related Debt	83,119,096	97,542,709	105,164,461	116,721,650
Restricted	16,730,742	19,152,135	21,628,715	13,487,130
Unrestricted	10,859,174	13,089,849	11,448,174	18,649,869
Total Primary Government Net Assets	110,709,012	129,784,693	138,241,350	148,858,649

Note: The city began to report accrual information when it implemented GASB Statement 34 in fiscal year 2003. This information is presented using the accrual basis of accounting.

TABLE 1

2008	2009	2010	2011	2012	2013
\$ 81,535,501	\$ 87,367,632	\$ 92,652,726	\$ 96,233,296	\$ 95,243,831	\$ 97,011,784
-	-	157,135	290,576	403,355	2,028,665
<u>16,778,998</u>	<u>18,364,466</u>	<u>19,795,514</u>	<u>18,292,357</u>	<u>23,002,260</u>	<u>19,453,739</u>
<u>98,314,499</u>	<u>105,732,098</u>	<u>112,605,375</u>	<u>114,816,229</u>	<u>118,649,446</u>	<u>118,494,188</u>
37,155,724	37,166,408	38,013,180	37,576,095	43,108,563	45,467,130
7,460,624	7,338,139	5,470,351	4,260,021	3,550,825	3,477,195
<u>9,393,691</u>	<u>9,820,167</u>	<u>11,356,977</u>	<u>14,359,344</u>	<u>10,421,435</u>	<u>10,939,781</u>
<u>54,010,039</u>	<u>54,324,714</u>	<u>54,840,508</u>	<u>56,195,460</u>	<u>57,080,823</u>	<u>59,884,106</u>
118,691,225	124,534,040	130,665,906	133,809,391	138,352,394	142,478,914
7,460,624	7,338,139	5,627,486	4,550,597	3,954,180	5,505,860
<u>26,172,689</u>	<u>28,184,633</u>	<u>31,152,491</u>	<u>32,651,701</u>	<u>33,423,695</u>	<u>30,393,520</u>
<u>152,324,538</u>	<u>160,056,812</u>	<u>167,445,883</u>	<u>171,011,689</u>	<u>175,730,269</u>	<u>178,378,294</u>

**CITY OF WYLIE, TEXAS
EXPENSES, PROGRAM REVENUES, AND NET (EXPENSE)/REVENUE
LAST TEN FISCAL YEARS (UNAUDITED)**

	Fiscal Year			
	2004	2005	2006	2007
Expenses				
Governmental Activities:				
General Government	\$ 3,360,719	\$ 3,490,621	\$ 4,144,882	\$ 4,027,017
Public Safety	5,898,710	7,437,298	8,003,798	10,029,670
Urban development	839,258	958,368	862,184	1,083,316
Streets	3,507,891	4,012,471	4,578,339	4,631,177
Community service	2,118,200	2,348,580	2,651,744	3,074,976
Interest on Long-Term Debt	836,290	1,030,375	1,751,355	2,795,083
Total Governmental Activities Expenses	16,561,068	19,277,713	21,992,302	25,641,239
Business-type Activities				
Utility	5,155,675	7,926,463	8,843,954	9,495,460
Total Business-type Activities Expenses	5,155,675	7,926,463	8,843,954	9,495,460
Total Primary Government Expenses	\$ 21,716,743	\$ 27,204,176	\$ 30,836,256	\$ 35,136,699
Program Revenues				
Governmental Activities:				
Charges for Services:				
General Government	\$ 1,399,332	\$ 1,522,104	\$ 1,862,104	\$ 2,176,853
Public safety	779,785	1,071,140	946,408	1,034,296
Urban development	1,986,683	1,689,979	1,748,000	1,400,515
Community service	107,242	130,434	221,299	209,254
Operating Grants and Contributions	42,088	61,271	37,731	372,503
Capital Grants and Contributions	10,902,894	12,462,144	8,411,904	5,958,047
Total Governmental Activities Program Revenues	15,218,024	16,937,072	13,227,446	11,151,468
Business-type Activities:				
Charges for Services:				
Utility	6,776,232	7,876,859	8,832,061	8,041,284
Capital Grants and Contributions	3,863,745	5,945,267	5,148,706	4,019,494
Total Business-type Activities Program Revenues	10,639,977	13,822,126	13,980,767	12,060,778
Total Primary Government Programs Revenues	25,858,001	30,759,198	27,208,213	23,212,246
Net (Expense)/Revenue				
Governmental Activities	\$ (1,343,044)	\$ (2,340,641)	\$ (8,764,856)	\$ (14,489,771)
Business-type Activities	5,484,302	5,895,663	5,136,813	2,565,318
Total Primary Government Net Expense	4,141,258	3,555,022	(3,628,043)	(11,924,453)

Note: The city began to report accrual information when it implemented GASB Statement 34 in fiscal year 2003. This information is presented using the accrual basis of accounting.

TABLE 2

	2008	2009	2010	2011	2012	2013
\$	5,861,991	\$ 3,485,356	\$ 6,479,482	\$ 3,621,127	\$ 6,118,269	\$ 5,617,973
	10,502,873	11,585,582	11,859,042	13,694,425	13,329,862	14,886,917
	1,061,318	1,178,655	1,193,068	1,254,722	1,285,496	1,143,806
	4,871,088	6,761,308	4,263,064	5,493,677	2,515,998	7,080,061
	3,248,168	3,325,813	3,292,045	4,965,762	9,435,014	6,861,667
	3,068,061	4,872,366	5,163,908	4,795,423	4,692,448	4,283,310
	<u>28,613,499</u>	<u>31,209,080</u>	<u>32,250,609</u>	<u>33,825,136</u>	<u>37,377,087</u>	<u>39,873,734</u>
	<u>10,219,481</u>	<u>10,338,152</u>	<u>10,494,419</u>	<u>10,566,621</u>	<u>10,918,523</u>	<u>11,644,534</u>
	<u>10,219,481</u>	<u>10,338,152</u>	<u>10,494,419</u>	<u>10,566,621</u>	<u>10,918,523</u>	<u>11,644,534</u>
\$	<u>38,832,980</u>	<u>\$ 41,547,232</u>	<u>\$ 42,745,028</u>	<u>\$ 44,391,757</u>	<u>\$ 48,295,610</u>	<u>\$ 51,518,268</u>
\$	2,192,056	\$ 2,164,172	\$ 2,255,866	\$ 2,221,163	\$ 2,247,927	\$ 2,304,350
	1,011,893	1,257,771	1,257,540	1,376,734	1,425,766	1,375,077
	1,043,266	558,461	652,839	637,805	690,237	699,296
	313,050	252,003	250,086	747,321	887,559	815,741
	405,557	264,209	474,576	217,790	1,622,466	142,063
	2,200,423	5,731,359	6,494,706	1,663,223	3,538,027	4,815,624
	<u>7,166,245</u>	<u>10,227,975</u>	<u>11,385,613</u>	<u>6,864,036</u>	<u>10,411,982</u>	<u>10,152,151</u>
	9,508,602	10,172,309	11,088,925	12,580,923	12,826,991	13,571,924
	1,154,027	51,500	-	-	393,140	543,678
	<u>10,662,629</u>	<u>10,223,809</u>	<u>11,088,925</u>	<u>12,580,923</u>	<u>13,220,131</u>	<u>14,115,602</u>
	<u>17,828,874</u>	<u>20,451,784</u>	<u>22,474,538</u>	<u>19,444,959</u>	<u>23,632,113</u>	<u>24,267,753</u>
\$	(21,447,254)	\$ (20,981,105)	\$ (20,864,996)	\$ (26,961,100)	\$ (26,965,105)	\$ (29,721,583)
	443,148	(114,343)	594,506	2,014,302	2,301,608	2,471,068
	<u>(21,004,106)</u>	<u>(21,095,448)</u>	<u>(20,270,490)</u>	<u>(24,946,798)</u>	<u>(24,663,497)</u>	<u>(27,250,515)</u>

**CITY OF WYLIE, TEXAS
GENERAL REVENUES AND TOTAL CHANGE IN NET POSITION
LAST TEN FISCAL YEARS (UNAUDITED)**

	Fiscal Year			
	2004	2005	2006	2007
Net (Expense)/Revenue				
Governmental Activities	\$ (1,343,044)	\$ (2,340,641)	\$ (8,764,856)	\$ (14,489,771)
Business-type Activities	5,484,302	5,895,663	5,136,813	2,565,318
Total Primary Government Net Expense	<u>4,141,258</u>	<u>3,555,022</u>	<u>(3,628,043)</u>	<u>(11,924,453)</u>
Governmental Revenues and Other Changes in Net Assets				
Governmental Activities:				
Taxes				
Property Taxes	8,226,158	9,744,962	11,232,673	13,100,185
Sales Taxes	2,130,573	2,668,983	3,308,755	3,575,795
Franchise Taxes	1,712,695	1,454,975	1,941,805	1,739,883
Unrestricted Investment Earnings	146,679	439,481	1,406,561	2,687,320
Miscellaneous Income	25,698	558,401	469,580	152,518
Gain (loss) on disposal of capital assets	-	-	-	(13,693)
Transfers	570,239	479,942	447,137	450,000
Total Governmental Activities	<u>12,812,042</u>	<u>15,346,744</u>	<u>18,806,511</u>	<u>21,692,008</u>
Business-type Activities:				
Investment Earnings	191,258	441,638	821,375	1,125,117
Miscellaneous Income	131,494	129,796	315,329	174,627
Gain (loss) on disposal of capital assets	-	193,305	-	-
Transfers	(570,239)	(479,942)	(447,137)	(450,000)
Total Business-type Activities	<u>(247,487)</u>	<u>284,797</u>	<u>689,567</u>	<u>849,744</u>
Total Primary Government	<u>\$ 12,564,555</u>	<u>\$ 15,631,541</u>	<u>\$ 19,496,078</u>	<u>\$ 22,541,752</u>
Change in Net Assets				
Governmental Activities	\$ 11,468,998	\$ 13,006,103	\$ 10,041,655	\$ 7,202,237
Business-type Activities	5,236,815	6,180,640	5,826,380	3,415,062
Total Primary Government	<u>\$ 16,705,813</u>	<u>\$ 19,186,743</u>	<u>\$ 15,868,035</u>	<u>\$ 10,617,299</u>

Note: The city began to report accrual information when it implemented GASB Statement 34 in fiscal year 2003. This information is presented using the accrual basis of accounting.

TABLE 3

2008	2009	2010	2011	2012	2013
\$ (21,447,254)	\$ (20,981,105)	\$ (20,864,996)	\$ (26,961,100)	\$ (26,965,105)	\$ (29,721,583)
443,148	(114,343)	594,506	2,014,302	2,301,608	2,471,068
<u>(21,004,106)</u>	<u>(21,095,448)</u>	<u>(20,270,490)</u>	<u>(24,946,798)</u>	<u>(24,663,497)</u>	<u>(27,250,515)</u>
15,540,800	20,391,128	20,649,388	20,706,218	21,220,640	21,280,279
3,892,994	3,933,650	4,086,686	4,632,860	4,879,854	5,635,492
1,963,797	2,391,509	2,226,420	2,278,805	2,538,708	2,238,997
1,926,928	924,047	212,547	94,894	62,408	41,651
215,192	297,601	118,547	536,216	419,715	423,219
34,396	10,769	(5,315)	18,526	-	8,317
450,000	450,000	450,000	904,435	1,676,997	(61,630)
<u>24,024,107</u>	<u>28,398,704</u>	<u>27,738,273</u>	<u>29,171,954</u>	<u>30,798,322</u>	<u>29,566,325</u>
786,986	299,563	169,925	141,682	128,932	114,480
40,082	579,455	201,363	96,740	131,820	156,105
-	-	-	6,663	-	-
<u>(450,000)</u>	<u>(450,000)</u>	<u>(450,000)</u>	<u>(904,435)</u>	<u>(1,676,997)</u>	<u>61,630</u>
377,068	429,018	(78,712)	(659,350)	(1,416,245)	332,215
<u>\$ 24,401,175</u>	<u>\$ 28,827,722</u>	<u>\$ 27,659,561</u>	<u>\$ 28,512,604</u>	<u>\$ 29,382,077</u>	<u>\$ 29,898,540</u>
\$ 2,576,853	\$ 7,417,599	\$ 6,873,277	\$ 2,210,854	\$ 3,833,217	\$ (155,258)
820,216	314,675	515,794	1,354,952	885,363	2,803,283
<u>\$ 3,397,069</u>	<u>\$ 7,732,274</u>	<u>\$ 7,389,071</u>	<u>\$ 3,565,806</u>	<u>\$ 4,718,580</u>	<u>\$ 2,648,025</u>

**CITY OF WYLIE, TEXAS
FUND BALANCES OF GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS (UNAUDITED)**

	Fiscal Year		(1)	
	2004	2005	2006	2007
General Fund				
Reserved	\$ 27,156	\$ 66,650	\$ 193,791	\$ 541,028
Nonspendable	-	-	-	-
Restricted	-	-	-	-
Committed	-	-	-	-
Assigned	-	-	-	-
Unassigned	-	-	-	-
Unreserved	<u>3,358,463</u>	<u>4,426,413</u>	<u>5,923,979</u>	<u>7,486,053</u>
Total General Fund	<u>\$ 3,385,619</u>	<u>\$ 4,493,063</u>	<u>\$ 6,117,770</u>	<u>\$ 8,027,081</u>
All Other Governmental Funds				
Reserved	\$ 652,595	\$ 799,229	\$ 1,193,142	\$ 319,576
Nonspendable	-	-	-	-
Restricted	-	-	-	-
Committed	-	-	-	-
Unassigned	-	-	-	-
Unreserved, Reported in:				
Special Revenue Funds	923,291	1,651,712	1,619,655	2,363,046
Debt Service Funds	-	-	-	-
Capital Projects Funds	<u>7,124,117</u>	<u>5,565,400</u>	<u>39,960,132</u>	<u>35,075,726</u>
Total All Other Governmental Funds	<u>\$ 8,700,003</u>	<u>\$ 8,016,341</u>	<u>\$ 42,772,929</u>	<u>\$ 37,758,348</u>

- (1) The increase in fund balance was due to unspent bond proceeds from an issuance during the periods indicated for capital projects.
- (2) The City implemented GASB No. 54, "Fund Balance Reporting and Governmental Fund Type Definitions" which impacted both the classifications of funds and classification of and balances within funds.

TABLE 4

(1)		(2)			
2008	2009	2010	2011	2012	2013
\$ 188,255	\$ 146,428	\$ 153,389	\$ -	\$ -	\$ -
-	-	-	154,354	181,865	189,310
-	-	-	-	-	17,055
-	-	-	128,512	-	14,096
-	-	-	-	-	137,409
-	-	-	10,095,757	11,286,328	11,734,825
8,878,326	9,917,733	8,305,011	-	-	-
<u>\$ 9,066,581</u>	<u>\$ 10,064,161</u>	<u>\$ 8,458,400</u>	<u>\$ 10,378,623</u>	<u>\$ 11,468,193</u>	<u>\$ 12,092,695</u>
\$ 634,477	\$ 595,319	\$ 656,402	\$ -	\$ -	\$ -
-	-	-	-	-	-
-	-	-	32,345,329	31,563,601	19,006,290
-	-	-	1,882,591	2,217,660	1,916,938
-	-	-	-	-	-
2,861,942	3,845,934	5,308,220	-	-	-
-	-	194,986	-	-	-
85,908,035	67,875,143	44,082,553	-	-	-
<u>\$ 89,404,454</u>	<u>\$ 72,316,396</u>	<u>\$ 50,242,161</u>	<u>\$ 34,227,920</u>	<u>\$ 33,781,261</u>	<u>\$ 20,923,228</u>

**CITY OF WYLIE, TEXAS
CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS (UNAUDITED)**

	Fiscal Year			
	2004	2005	2006	2007
Revenues				
Ad valorem taxes	\$ 8,173,918	\$ 9,754,037	\$ 11,207,753	\$ 13,094,757
Sales taxes	2,130,572	2,668,983	3,308,755	3,575,794
Franchise fees	1,382,731	1,407,351	1,893,383	1,908,984
Licenses and permits	1,522,039	1,260,963	1,319,956	1,056,919
Intergovernmental	532,857	773,875	443,124	784,350
Service fees	1,964,910	2,094,474	2,322,030	2,557,315
Court fees	419,272	427,892	617,288	587,250
Interest income	146,679	439,481	1,406,562	2,687,318
Miscellaneous income	143,896	840,676	859,269	1,361,511
Total Revenues	16,416,874	19,667,732	23,378,120	27,614,198
Expenditures				
General Government	3,380,349	3,767,483	4,169,819	11,542,571
Public Safety	5,773,019	7,751,414	8,892,087	9,357,139
Urban development	827,281	953,570	859,697	1,080,324
Streets	1,213,454	1,345,498	1,548,675	1,470,049
Community Service	2,094,914	8,554,999	2,789,512	3,026,580
Capital Outlay	3,865,797	4,178,917	2,190,857	873,016
Debt Service				
Principal	1,326,449	1,404,888	1,554,007	1,511,412
Interest and fiscal charges	850,877	769,876	1,109,257	3,324,640
Bond issuance costs	-	176,219	154,417	75,387
Total Expenditures	19,332,140	28,902,864	23,268,328	32,261,118
Excess of Revenues				
Over (Under) Expenditures	(2,915,266)	(9,235,132)	109,792	(4,646,920)
Other Financing Sources (Uses)				
Transfers In	1,011,756	1,188,604	1,293,280	2,951,221
Transfers Out	(690,465)	(943,847)	(1,546,049)	(2,123,361)
Issuance of long-term debt	-	13,798,337	36,229,000	4,793,155
Premium on bonds issued	-	160,796	200,697	34,739
Discount on bonds issued	-	(84,614)	-	(34,364)
Payment to refunded bond escrow agent	-	-	-	(3,971,472)
Proceeds from capital lease	-	-	-	-
Proceeds from note	-	-	-	-
Reimbursement from other funds	-	-	-	-
Sale of capital assets	-	(1,866,358)	-	(13,693)
Total Other Financing	321,291	12,252,918	36,176,928	1,636,225
Sources (Uses)	321,291	12,252,918	36,176,928	1,636,225
Net Change in Fund Balances	(2,593,975)	3,017,786	36,286,720	(3,010,695)
Debt Service as a Percentage of Noncapital Expenditures	14.1%	9.5%	13.4%	15.6%

TABLE 5

2008	2009	2010	2011	2012	2013
\$ 15,530,285	\$ 20,310,022	\$ 20,649,075	\$ 20,746,031	\$ 21,232,323	\$ 21,232,219
3,892,994	3,933,650	4,086,686	4,632,860	4,879,854	5,635,492
2,045,205	2,136,664	2,060,000	2,280,283	2,475,389	2,324,149
1,857,614	1,060,595	1,083,184	1,354,135	1,856,690	1,012,501
1,558,929	2,485,357	6,765,997	1,595,509	4,363,842	3,315,505
2,767,258	2,670,068	2,786,282	3,325,419	3,612,346	3,627,931
547,987	427,246	425,439	342,592	293,140	284,606
1,882,079	913,799	210,314	94,894	62,408	41,651
644,793	562,751	439,558	781,392	703,755	692,886
<u>30,727,144</u>	<u>34,500,152</u>	<u>38,506,535</u>	<u>35,153,115</u>	<u>39,479,747</u>	<u>38,166,940</u>
6,927,392	5,442,300	5,794,116	7,071,914	6,925,023	7,007,712
10,244,272	11,042,607	12,991,765	13,170,413	12,489,688	13,980,047
1,026,260	1,135,299	1,161,850	1,247,257	1,282,284	1,144,217
1,587,208	1,620,193	1,189,434	1,033,150	1,499,966	1,648,373
3,303,805	3,117,542	2,893,696	4,433,358	5,058,302	5,197,133
5,924,706	19,900,621	30,662,779	15,891,919	8,319,958	13,585,375
1,975,248	3,627,903	3,458,337	3,375,238	3,717,780	3,994,879
2,725,301	5,156,180	5,091,403	4,853,660	4,700,789	4,358,181
247,318	-	225,807	-	108,445	87,845
<u>33,961,510</u>	<u>51,042,645</u>	<u>63,469,187</u>	<u>51,076,909</u>	<u>44,102,235</u>	<u>51,003,762</u>
<u>(3,234,366)</u>	<u>(16,542,493)</u>	<u>(24,962,652)</u>	<u>(15,923,794)</u>	<u>(4,622,488)</u>	<u>(12,836,822)</u>
2,834,249	2,597,809	4,019,027	4,761,221	4,455,397	3,696,525
(2,384,249)	(2,147,809)	(3,569,027)	(2,972,489)	(2,778,400)	(3,036,229)
55,625,000	-	8,264,548	-	8,210,000	7,400,000
238,069	-	3,892	-	486,870	374,207
-	-	-	-	-	-
-	-	(7,435,784)	-	(6,980,670)	(7,839,529)
-	-	-	-	326,580	-
-	-	-	-	438,621	-
-	-	-	-	1,107,001	-
-	2,015	-	41,044	-	8,317
<u>56,313,069</u>	<u>452,015</u>	<u>1,282,656</u>	<u>1,829,776</u>	<u>5,265,399</u>	<u>603,291</u>
<u>53,078,703</u>	<u>(16,090,478)</u>	<u>(23,679,996)</u>	<u>(14,094,018)</u>	<u>642,911</u>	<u>(12,233,531)</u>
17.6%	32.9%	27.3%	25.2%	23.8%	23.0%

**CITY OF WYLIE, TEXAS
TAX REVENUES BY SOURCE, GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS (UNAUDITED)**

TABLE 6

<u>Fiscal Year</u>	<u>Ad Valorem Taxes</u>	<u>Sales Taxes</u>	<u>Franchise Taxes</u>	<u>Total</u>
2004	8,173,918	2,130,572	1,382,731	11,687,221
2005	9,754,037	2,668,983	1,407,351	13,830,371
2006	11,207,753	3,308,755	1,893,383	16,409,891
2007	13,094,757	3,575,794	1,908,984	18,579,535
2008	15,530,285	3,892,994	2,045,205	21,468,484
2009	20,310,022	3,933,650	2,136,664	26,380,336
2010	20,649,075	4,086,686	2,060,000	26,795,761
2011	20,746,031	4,632,860	2,280,283	27,659,174
2012	21,232,323	4,879,854	2,475,389	28,587,566
2013	21,232,219	5,635,492	2,324,149	29,191,860
Percent Change 2004-2013	\$ 13,058,301 159.8%	\$ 3,504,920 164.5%	\$ 941,418 68.1%	\$ 17,504,639 149.8%

TABLE 7

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

<u>Fiscal Year</u>	<u>Residential Property</u>	<u>Commercial Property</u>	<u>Industrial Property</u>	<u>Less: Tax-Exempt Property</u>	<u>Total Taxable Assessed Value</u>	<u>Total Direct Tax Rate</u>
2004	1,150,987,305	278,236,963	68,178,047	67,507,524	1,429,894,791	0.6950
2005	1,337,824,710	318,619,349	60,064,348	76,422,118	1,640,086,289	0.6950
2006	1,542,236,827	263,505,829	136,669,956	84,931,166	1,857,481,446	0.7068
2007	1,764,303,848	288,951,716	146,785,364	89,947,174	2,110,093,754	0.7333
2008	1,851,412,088	320,559,885	154,813,362	94,519,658	2,232,265,677	0.8989
2009	1,681,490,233	317,876,320	159,911,022	98,352,452	2,060,925,123	0.8989
2010	1,849,191,950	350,209,595	121,853,139	98,637,590	2,222,617,094	0.8989
2011	1,878,899,878	301,701,482	109,890,564	94,582,252	2,195,909,672	0.8989
2012	1,906,900,883	362,556,519	112,905,366	111,897,168	2,270,465,600	0.8889
2013	2,029,810,891	385,941,414	120,187,762	119,114,535	2,416,825,532	0.8839

**CITY OF WYLIE, TEXAS
DIRECT AND OVERLAPPING PROPERTY TAX RATES
LAST TEN FISCAL YEARS (UNAUDITED)**

TABLE 8

Fiscal Year	City Direct Rates			Overlapping Rates				Total Direct & Overlapping Rates
	Basic Rate	General Obligation Debt Service	Total Direct Rate	Wylie Independent School District	Community Independent School District	Collin County	Collin County Community College District	
2004	0.555908	0.139092	0.695000	1.7200	1.6200	0.2500	0.0919	4.3769
2005	0.561947	0.133053	0.695000	1.8000	1.6700	0.2500	0.0906	4.5056
2006	0.561950	0.144830	0.706780	1.7250	1.5400	0.2400	0.0878	4.2996
2007	0.561950	0.171300	0.733250	1.3900	1.4950	0.2425	0.0877	3.9484
2008	0.561950	0.336950	0.898900	1.5100	1.4950	0.2425	0.0865	4.2329
2009	0.550220	0.348680	0.898900	1.5100	1.4950	0.2425	0.0865	4.2329
2010	0.600850	0.298050	0.898900	1.6400	1.4950	0.2425	0.0863	4.3627
2011	0.600153	0.298747	0.898900	1.6400	1.4950	0.2400	0.0863	4.3602
2012	0.590620	0.298280	0.888900	1.6400	1.4950	0.2400	0.0863	4.3502
2013	0.593314	0.290586	0.883900	1.6400	1.6250	0.2375	0.0836	4.4700

(1) Source: Central appraisal District of Colling County web site (www.collincad.org).

(2) Although the Community Independent School District is included in the above presentation, less than one percent of the City of Wylie lies within this taxing jurisdiction.

(3) Basis for property tax rate is per \$100 of taxable valuation.

**CITY OF WYLIE, TEXAS
PRINCIPAL PROPERTY TAX PAYERS
CURRENT YEAR AND TEN YEARS AGO (UNAUDITED)**

TABLE 9

Taxpayer	2013			2003		
	Taxable Assessed Value	Rank	Percentage of Total City Taxable Assessed Value	Taxable Assessed Value	Rank	Percentage of Total City Taxable Assessed Value
Sanden International	\$ 45,551,408	1	1.88%	\$ 57,684,597	1	6.21%
Woodbridge Dallas Associates LLC	26,065,856	2	1.08%	-		
Woodbridge Crossing LP	23,441,647	3	0.97%	-		
Oncor Electric Delivery Company	20,786,902	4	0.86%	8,941,009	5	0.96%
Holland Hitch of Tx Inc.	15,370,723	5	0.64%	7,984,501	8	0.86%
Wal-Mart Real Estate Business	14,511,815	6	0.60%	-		
Sanden International (USA) Inc.	14,500,000	7	0.60%	19,529,551	2	2.10%
Target Corporation	14,276,420	8	0.59%	-		
Cascades Apartments LTD	12,000,000	9	0.50%	9,328,076	4	1.00%
Best Circuit Boards Inc.	11,428,832	10	0.47%	-		
Yes Companies LLC	10,849,257	11	0.45%	-		
Carlisle Coating & Waterproofing Inc.	10,685,356	12	0.44%	-		
GTE Southwest Inc.	9,415,834	13	0.39%	-		
Atrium Companies Inc.	9,318,215	14	0.39%	-		
Ascend Custom Extrusions LLC	8,385,681	15	0.35%	-		
Sooners Group LP	8,350,037	16	0.35%	-		
Windough (DE) LP	7,568,282	17	0.31%	8,501,744	6	0.91%
PM Wylie Mob LP	7,147,156	18	0.30%	-		
Wal-Mart Stores Texas LLC	6,913,691	19	0.29%	-		
Westdale Rustic Oaks LTD	6,588,053	20	0.27%	-		
Total	\$ 283,155,165		11.73%	\$ 111,969,478		12.04%

(1) Source: Central Appraisal District of Collin County.

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

TABLE 10

Fiscal Year Ended September 30	Taxes Levied for the Fiscal Year	Collected Within the Fiscal Year of the Levy		Collections in Subsequent Years	Total Collections to Date	
		Amount	Percentage of Levy		Amount	Percentage of Levy
2004	8,229,415	8,029,289	97.57%	74,574	8,103,863	98.47%
2005	10,041,005	9,524,055	94.85%	159,178	9,683,233	96.44%
2006	11,161,901	10,989,996	98.46%	157,412	11,147,408	99.87%
2007	12,963,905	12,821,056	98.90%	1	12,821,057	98.90%
2008	15,262,086	15,241,892	99.87%	1	15,241,893	99.87%
2009	20,125,509	19,783,368	98.30%	120,195	19,903,563	98.90%
2010	20,597,372	20,304,072	98.58%	168,467	20,472,539	99.39%
2011	20,462,978	19,981,812	97.65%	103,598	20,085,410	98.15%
2012	21,106,909	20,997,467	99.48%	111,418	21,108,885	100.00%
2013	21,102,465	20,919,197	99.13%	181,943	21,101,140	99.99%

**CITY OF WYLIE, TEXAS
TAXABLE SALES BY CATEGORY
LAST TEN CALENDAR YEARS (UNAUDITED)**

TABLE 11

	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>
Construction	\$ 83,892	\$ 197,405	\$ 263,942	\$ 237,532	\$ 262,065	\$ 245,608	\$ 254,197	\$ 287,852	\$ 303,295	\$ 350,351
Manufacturing	149,177	143,017	125,161	35,303	39,580	167,054	172,896	195,787	206,291	238,297
Transportation, Communications	412,117	381,744	520,844	574,246	502,877	449,408	465,124	536,599	565,387	653,107
Wholesale Trade	29,152	23,060	87,671	129,301	216,300	82,703	85,595	96,790	101,983	117,806
Retail Trade	1,068,919	1,201,192	1,364,324	1,756,930	1,591,815	1,980,495	2,049,752	2,392,594	2,520,955	2,912,081
Other	1,187,665	1,735,330	2,155,410	2,113,517	2,698,777	2,268,075	2,347,389	2,583,979	2,722,608	3,145,043
Total	<u>\$ 2,930,922</u>	<u>\$ 3,681,748</u>	<u>\$ 4,517,352</u>	<u>\$ 4,846,829</u>	<u>\$ 5,311,414</u>	<u>\$ 5,193,343</u>	<u>\$ 5,374,953</u>	<u>\$ 6,093,601</u>	<u>\$ 6,420,519</u>	<u>\$ 7,416,685</u>

Note: Due to confidentiality issues, the names of the ten largest revenue payers are not available. The categories presented are intended to provide alternative information regarding the sources of revenue. The tax liability includes the City sales tax rate of one percent and the blended component unit rate of one-half percent.

**CITY OF WYLIE, TEXAS
 DIRECT AND OVERLAPPING SALES TAX REVENUE
 LAST TEN FISCAL YEARS (UNAUDITED)**

TABLE 12

<u>Fiscal Year</u>	<u>City Direct Rate</u>	<u>Wylie Economic Development Corporation</u>	<u>Collin County</u>
2004	1.50%	0.50%	0.00%
2005	1.50%	0.50%	0.00%
2006	1.50%	0.50%	0.00%
2007	1.50%	0.50%	0.00%
2008	1.50%	0.50%	0.00%
2009	1.50%	0.50%	0.00%
2010	1.50%	0.50%	0.00%
2011	1.50%	0.50%	0.00%
2012	1.50%	0.50%	0.00%
2013	1.50%	0.50%	0.00%

Note: The City sales tax rate includes the City sales tax rate of one percent and the blended component unit rate of one-half percent

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

TABLE 13

Fiscal Year	General Bonded Debt			Other Governmental Activities Debt				
	General Obligation Bonds	Combination Tax/Revenue Bonds	Certificates of Obligation	General Obligation Bonds	Tax Revenue Bonds	Contractual Obligations	Loans and Obligation	Capital Leases
2004	13,656,341	1,049,736	170,000	-	1,265,000	-	195,000	-
2005	19,325,556	6,225,000	65,000	-	1,190,000	-	100,000	33,064
2006	53,613,889	6,010,000	-	-	1,115,000	841,659	-	16,097
2007	52,738,155	5,790,000	-	-	1,035,000	1,462,690	-	-
2008	89,883,965	22,560,000	-	-	945,000	1,286,832	-	-
2009	87,287,620	21,855,000	-	-	850,000	1,055,074	-	-
2010	85,590,000	21,590,000	-	-	750,000	882,101	-	71,677
2011	83,255,000	20,750,000	-	-	645,000	786,862	-	36,499
2012	82,985,000	18,225,000	-	-	530,000	1,639,878	404,547	240,806
2013	80,605,000	13,585,000	-	3,440,000	410,000	1,510,000	298,866	152,414

Fiscal Year	Business-type Activities				Contractual Obligations	Capital Leases	Total Primary Government (1)	Percentage of Personal Income	Per Capita (2)
	General Obligation Bonds	Water Revenue Bonds	Combination Tax/Revenue Bonds						
2004	2,903,677	5,155,264	-	-	-	360,724	24,755,742	3.30%	947
2005	3,699,444	3,615,000	-	-	-	356,890	34,609,954	3.91%	1,161
2006	3,226,111	3,460,000	-	-	1,157,710	185,000	69,625,466	6.70%	2,110
2007	2,836,845	3,300,000	7,680,000	-	1,057,000	-	75,899,690	7.55%	2,300
2008	2,391,234	3,125,000	7,550,000	-	930,964	-	128,672,995	10.24%	3,354
2009	2,047,381	2,940,000	7,280,000	-	844,002	-	124,159,077	9.51%	3,242
2010	4,125,000	-	7,000,000	-	729,665	-	120,738,443	10.14%	3,096
2011	3,650,000	-	6,710,000	-	610,067	-	116,443,428	9.07%	2,811
2012	3,510,000	-	6,405,000	-	130,861	-	114,071,092	8.79%	2,711
2013	2,995,000	-	6,090,000	-	-	-	109,086,280	8.08%	2,509

(1) Details regarding the City's outstanding debt can be found in the notes to the financial statements.

(2) See the Demographic and Economic Statistics table on page 106 for population data.

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

TABLE 14

Fiscal Year	General Bonded Debt Outstanding			Percentage Actual Taxable Value of Property	Per Capita
	General Obligation Bonds	Certificates of Obligation	Total		
2004	16,560,000	170,000	\$ 16,730,000	1.17%	640
2005	23,025,000	65,000	\$ 23,090,000	1.41%	775
2006	56,840,000	-	\$ 56,840,000	3.06%	1,722
2007	55,575,000	-	\$ 55,575,000	2.63%	1,570
2008	92,275,000	-	\$ 92,275,000	4.13%	2,406
2009	89,335,000	-	\$ 89,335,000	4.33%	2,333
2010	89,715,000	-	\$ 89,715,000	4.04%	2,300
2011	86,905,000	-	\$ 86,905,000	3.96%	2,098
2012	86,495,000	-	\$ 86,495,000	3.81%	2,055
2013	87,040,000	-	\$ 87,040,000	3.60%	2,002

**CITY OF WYLIE, TEXAS
DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT
(UNAUDITED)**

TABLE 15

<u>Governmental Unit (3)</u>	<u>Debt Outstanding</u>	<u>(4) Estimated Percentage Applicable</u>	<u>Estimated Share of Direct and Overlapping Debt</u>
Debt Repaid with Property Taxes			
Wylie Independent School District	\$ 222,902,538	(1) 56.47%	\$ 125,873,063
Community Independent School District	29,334,105	(1) 0.42%	123,203
Collin County	379,573,287	(1) 2.67%	10,134,607
Collin County Community College District	39,724,842	(1) 2.67%	<u>1,060,653</u>
Subtotal, Overlapping Debt			<u>137,191,526</u>
City Direct Debt	(2)		86,006,280
Total Direct and Overlapping Debt			<u><u>\$ 223,197,806</u></u>
Ratio of Direct and Overlapping Bonded Debt to Taxable Assessed Valuation			9.24%
Per Capita Direct and Overlapping Debt			\$ 5,133

(1) Source: First Southwest Company

(2) Excludes self supported debt

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

(4) The percentage of overlapping debt applicable is estimated using taxable assessed property values. Applicable percentages were estimated by determining the portion of the various government's taxable assessed value that is within the government's boundaries and dividing it by the total taxable assessed value.

**CITY OF WYLIE, TEXAS
LEGAL DEBT MARGIN INFORMATION
LAST TEN FISCAL YEARS (UNAUDITED)**

TABLE 16

	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013
Debt Limit	\$ 184,161,840	\$ 234,374,571	\$ 790,054,078	\$ 790,054,078	\$ 790,054,078	\$ 790,054,078	\$ 790,054,078	\$ 790,054,078	\$ 790,054,078	\$ 790,054,078
Total Net Debt Applicable to Limit	14,515,653	25,077,022	53,613,889	53,613,889	53,613,889	87,287,620	85,590,000	83,255,000	82,985,000	80,605,000
Legal Debt Margin	<u>169,646,187</u>	<u>209,297,549</u>	<u>736,440,189</u>	<u>736,440,189</u>	<u>736,440,189</u>	<u>702,766,458</u>	<u>704,464,078</u>	<u>706,799,078</u>	<u>707,069,078</u>	<u>709,449,078</u>
Total Net Debt Applicable to the Limit As a percentage of Debt Limit	7.88%	10.70%	6.79%	6.79%	6.79%	11.05%	10.83%	10.54%	10.50%	10.20%

Legal Debt Margin Calculation for the Current Fiscal Year

Assessed Value	\$ 2,270,465,600
Debt Limit (10% of Assessed Value)	227,046,560
Debt Applicable to Limit:	
General Obligation Bonds	80,605,000
Less: Amount Set Aside for Repayment of	
General Obligation Debt	<u>(6,425,780)</u>
Total Net Debt applicable to Limit	<u>74,179,220</u>
Legal Debt Margin	<u>\$ 152,867,340</u>

(1) Under state law, the City of Wylie, Texas' outstanding general obligation debt should not exceed ten percent of total assessed property value. By law, the general obligation debt subject to the limitation may be offset by the amount set aside for repaying general obligation bonds.

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

TABLE 17

Fiscal Year	Water Revenue Bonds		Net Available Revenue	Debt Service (3)		Total	Coverage
	Utility Service Charges (1)	Less: Operating Expenses (2)		Principal	Interest		
2004	6,776,234	3,674,258	3,101,976	140,000	198,981	338,981	9.15
2005	7,876,858	6,411,920	1,464,938	145,000	190,322	335,322	4.37
2006	8,832,060	6,925,231	1,906,829	155,000	181,339	336,339	5.67
2007	8,041,284	7,614,530	426,754	160,000	657,090	817,090	0.52
2008	9,508,602	8,217,466	1,291,136	175,000	712,223	887,223	1.46
2009	10,172,309	9,755,859	416,450	185,000	582,293	767,293	0.54
2010	11,088,925	8,588,542	2,500,383	195,000	534,756	729,756	3.43
2011	12,580,923	8,713,780	3,867,143	290,000	420,927	710,927	5.44
2012	12,234,313	9,019,247	3,215,066	315,000	261,875	576,875	5.57
2013	13,108,252	9,609,828	3,498,424	330,000	248,975	578,975	6.04

(1) Includes total operating revenue of the Utility Enterprise Fund

(2) Includes operating expenses of the Utility Enterprise Fund, less depreciation expense.

(3) Debt service requirements includes principal and interest payments on revenue bonds.

**CITY OF WYLIE, TEXAS
DEMOGRAPHIC AND ECONOMIC STATISTICS
LAST TEN FISCAL YEARS (UNAUDITED)**

	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>
Population (1)	26,150	29,800	33,000	35,400
Personal Income (in thousands of dollars)	\$ 750,923	\$ 886,192	\$ 1,039,863	\$ 1,126,180
Per Capita Personal Income	\$ 28,716	\$ 29,738	\$ 31,511	\$ 31,813
Median Age	32.8	33.0	33.6	33.9
Education Level in Years of Schooling (2)				
Less than high school graduate	14.2%	14.2%	14.2%	14.2%
High school graduate (or equivalent)	26.6%	26.6%	26.6%	26.6%
Some college/associate's degree	37.4%	37.4%	37.4%	37.4%
Bachelor's degree	17.0%	17.0%	17.0%	17.0%
Masters, professional, or doctorate	4.8%	4.8%	4.8%	4.8%
School Enrollment	7,903	8,948	9,800	10,739
Unemployment (3)	5.2%	4.3%	4.5%	3.6%

(1) Population estimate from North Central Texas council of Governments, as modified by City staff estimates.

(2) Education per the 2010 U.S. Census.

(3) Unemployment rates from the Texas Workforce Commission website (www.twc.state.tx.us).

TABLE 18

<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>
38,360	38,300	39,000	41,427	42,804	43,484
\$ 1,257,096	\$ 1,305,334	\$ 1,190,826	\$ 1,283,533	\$ 1,320,375	\$ 1,349,874
\$ 32,771	\$ 34,082	\$ 30,534	\$ 30,983	\$ 30,847	\$ 31,043
32.3	33.7	34.3	32.3	32.3	31.7
14.2%	14.2%	14.2%	16.1%	16.1%	16.1%
26.6%	26.6%	26.6%	23.5%	23.5%	23.5%
37.4%	37.4%	37.4%	28.5%	28.5%	28.5%
17.0%	17.0%	17.0%	24.5%	24.5%	24.5%
4.8%	4.8%	4.8%	6.7%	6.7%	6.7%
11,369	11,349	11,970	12,549	12,913	13,305
5.2%	8.3%	7.2%	7.9%	6.8%	5.8%

**CITY OF WYLIE, TEXAS
PRINCIPAL EMPLOYERS
CURRENT YEAR AND NINE YEARS AGO (UNAUDITED)**

TABLE 19

Employer	2013			2004		
	Employees	Rank	Percentage of Total City Employment	Employees	Rank	Percentage of Total City Employment
Wylie ISD	1,757	1	21.66%	700	2	10.96%
Sanden Intl. (USA), Inc.	885	2	10.91%	769	1	12.04%
North Texas Municipal Water Dist	550	3	6.78%	353	4	5.53%
WalMart	320	4	3.94%	400	3	6.26%
City of Wylie	311	5	3.83%	168	6	2.63%
Kroger	255	6	3.14%	-	-	0.00%
Extruders a Division of Atrium	250	7	3.08%	447	3	7.00%
Target	223	8	2.75%	-	-	0.00%
Ascend Custom Extrusions	188	9	2.32%	-	-	0.00%
Holland USA	181	10	2.23%	172	5	2.69%
Total	<u>4,920</u>		<u>60.64%</u>	<u>3,009</u>		<u>47.11%</u>

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

TABLE 20

Function/Program	Full-Time Equivalent Employees as of Year End									
	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013
General Government										
Management Services	8	8	10	12	13	13	13	13	13	13
Finance	6	6	5	5	5	5	5	8	9	9
Development Services	-	-	-	-	-	-	-	-	-	-
Planning	3	3	3	4	4	4	4	5	5	5
Building	8	9	9	9	9	8	8	8	8	6
Other	3	4	4	5	6	7	7	7	7	7
Police										
Officers	28	35	38	43	47	49	49	48	48	49
Civilian	5	5	5	7	7	5	5	7	7	8
Fire										
Firefighters and Officers	29	30	30	36	42	41	41	44	47	45
Civilians	1	2	2	2	2	2	2	3	3	3
Animal Control										
Dispatch	3	3	4	4	4	4	4	4	5	6
Streets	8	10	10	12	12	12	12	11	11	10
Streets	8	11	11	11	11	11	11	11	11	11
Other Public Works										
Engineering	3	4	4	4	4	4	4	3	3	3
Other	11	13	13	13	13	13	13	11	11	11
Parks and Recreation										
Library	20	23	23	23	24	27	29	38	38	43
Water	6	7	8	8	9	12	12	21	21	22
Wastewater	10	11	11	11	11	11	11	11	15	15
EDC	4	5	5	5	5	5	5	5	6	6
EDC	1	1	1	2	2	2	2	2	2	2
Total	<u>165</u>	<u>190</u>	<u>196</u>	<u>216</u>	<u>230</u>	<u>235</u>	<u>237</u>	<u>260</u>	<u>270</u>	<u>274</u>

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

Function/Program	2004	2005	2006	2007
General Government				
Building Permits Issued	1,282	1,203	1,100	703
Building Permits Value (thousands)	\$ 173,349	\$ 145,748	\$ 170,732	\$ 127,663
Police				
Physical Arrests	741	706	923	1,536
Violations Issued	3,966	3,044	6,068	5,681
Warrants Issued	378	1,664	1,062	1,287
Fire				
Emergency Responses	1,698	1,935	2,107	2,502
Fires Extinguished	164	209	172	51
Inspections	596	527	549	1,203
Other Public Works				
Street Resurfacing (miles)	5	-	5	5
Potholes Repaired	-	216	240	170
Parks and Recreation				
Athletic Field Permits Issued	25	34	18	41
Community Center Admissions	19,044	20,349	14,173	15,351
Baseball/Softball Fields	8	9	9	9
Soccer/Football Fields	14	16	16	16
Library				
Volumes in Collection	47,251	49,393	50,393	49,951
Water				
New Connections	1,282	1,020	1,100	711
Water Main Breaks	17	16	24	5
Average Daily Consumption (gallons)	3,487,193	4,076,730	3,991,080	3,738,551

TABLE 21

2008	2009	2010	2011	2012	2013
500	253	291	241	211	279
\$ 102,151	\$ 150,000	\$ 254,669	\$ 210,487	\$ 224,244	\$ 71,009
1,280	1,215	1,121	1,197	1,281	1,354
4,917	3,492	3,555	2,479	2,653	2,473
1,235	575	841	636	681	874
2,607	2,723	2,960	2,871	2,771	3,456
126	78	71	69	66	84
1,275	905	1,111	1,078	1,083	1,251
4	2	2	1	2	3
50	50	50	221	137	5
-	106	220	213	208	216
14,273	14,987	14,451	14,451	14,326	17,511
10	18	18	18	18	24
16	20	20	20	20	20
47,708	47,507	47,417	47,417	49,153	94,868
240	104	104	269	248	248
18	19	19	13	9	18
3,682,780	3,760,000	4,007,763	4,600,000	4,647,781	4,005,371

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

TABLE 22

Function/Program	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013
Function/Program										
Police Stations	1	1	1	1	1	1	1	1	1	1
Fire Stations	2	2	2	2	2	3	3	3	3	3
Other Public Works										
Streets (miles)	114	127	127	133	135	136	136	187	194	194
Alleys (miles)	6	12	12	12	13	13	13	40	41	41
Traffic Signals	10	10	10	10	11	14	14	14	14	14
Parks and Recreation										
Acreage	239	279	541	621	632	672	668	668	668	668
Playgrounds	9	11	11	11	11	12	12	12	12	14
Community Centers	1	1	1	1	1	1	1	1	1	1
Water										
Water Mains (miles)	108	110	110	116	119	119	119	145	157	157
Fire Hydrants	1,242	1,242	1,242	1,388	1,464	1,500	1,500	1,500	1,500	1,554
Number of service connections	8,841	9,645	9,645	10,155	10,395	10,500	10,500	11,984	11,946	11,946
Wastewater										
Sanitary Sewers (miles)	114	123	130	136	141	141	141	165	173	173
Education Wylie ISD										
Campuses in Wylie	11	12	13	17	17	18	18	19	19	19