

CITY OF LAMPASAS, TEXAS  
ANNUAL FINANCIAL REPORT  
FOR THE FISCAL YEAR ENDED  
SEPTEMBER 30, 2023



SINGLETON, CLARK  
& COMPANY, PC CERTIFIED PUBLIC ACCOUNTANTS



CITY OF LAMPASAS, TEXAS  
 ANNUAL FINANCIAL REPORT  
 FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2023

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## FINANCIAL SECTION

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## Independent Auditor's Report

To the Honorable Mayor and Members of the City Council of  
City of Lampasas, Texas

### Report on the Audit of the Financial Statements

#### *Opinions*

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of City of Lampasas, Texas, as of and for the year ended September 30, 2023, and the related notes to the financial statements, which collectively comprise City of Lampasas, Texas's basic financial statements as listed in the table of contents.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of City of Lampasas, Texas, as of September 30, 2023, and the respective changes in financial position, and, where applicable, cash flows thereof and the respective budgetary comparison for the General Fund for the year then ended in accordance with accounting principles generally accepted in the United States of America.

#### *Basis for Opinions*

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. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of City of Lampasas, Texas and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

#### *Responsibilities of Management for the Financial Statements*

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

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

## ***Auditor's Responsibilities for the Audit of the Financial Statements***

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

In performing an audit in accordance with generally accepted auditing standards and *Government Auditing Standards*, we:

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

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

### ***Required Supplementary Information***

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis section which precedes the basic financial statements and the pension and other post-employment benefits liabilities related schedules following the notes to the financial statements be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

### ***Supplementary Information***

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

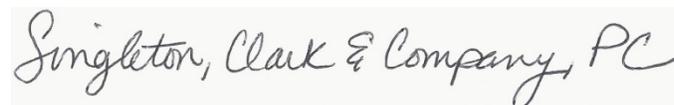
### ***Other Information***

Management is responsible for the other information included in the annual report. The combining and individual fund financial statements and supplemental schedules are presented for purposes of additional analysis and are not a required part of the basic financial statements. Our opinions on the basic financial statements do not cover the other information, and we do not express an opinion or any form of assurance thereon.

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

### ***Other Reporting Required by Government Auditing Standards***

In accordance with *Government Auditing Standards*, we have also issued our report dated February 2, 2024 on our consideration of City of Lampasas, Texas's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of City of Lampasas, Texas's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering City of Lampasas, Texas's internal control over financial reporting and compliance.



Singleton, Clark & Company, PC  
Cedar Park, Texas

February 2, 2024

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CITY OF LAMPASAS, TEXAS  
MANAGEMENT’S DISCUSSION AND ANALYSIS  
FOR THE YEAR ENDED SEPTEMBER 30, 2023

**Management’s Discussion and Analysis**

The Management’s Discussion and Analysis section of the City of Lampasas, Texas’s (hereafter the “City”) Annual Financial Report offers readers this narrative overview and analysis of the financial activities of the City for the fiscal year ended September 30, 2023. Please read it in conjunction with the independent auditor’s report beginning on page 1 of this report and the City’s basic financial statements which follow this section.

**Financial Highlights**

- The City’s net position for governmental activities increased by \$1,263,137 as a result of this year’s current operations, to end at \$4,141,123.
- The City’s General Fund reported a fund balance increase of \$323,498 for the year, to end at \$4,378,500. The total governmental funds of the City reported an overall fund balance increase of \$433,648, to end at \$13,605,726.
- The City’s net position for business-type activities decreased by \$1,097,680 as a result of this year’s current operations. The City’s two largest proprietary funds, the Electric Fund, and the Water/Wastewater Fund reported net position decreases of \$30,659 and \$923,590, respectively, to end at \$6,032,792 and \$11,494,626, respectively.
- The City’s component unit reported a net position increase of \$224,431 for the year, to end at \$2,063,759.

**Overview of the Financial Section**

The Financial Section is the most substantial part of this Annual Financial and Compliance Report. It consists of the independent auditor’s report, management’s discussion and analysis (this section), a set of basic financial statements with required note disclosures, and finally, required supplementary information and other supporting statements and schedules as applicable.

Independent Auditor’s Report

State law requires the City’s financial statements to be audited by an independent certified public accountant each year. The primary purpose of the annual audit is for the auditor to express an opinion as to whether the financial statements of the City appear to be free from material misstatement. The audit is required to be conducted 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. The City received an *Unmodified* opinion on its financial statements this year.

Management’s Discussion and Analysis

The Management’s Discussion and Analysis (MD&A) section of the report is intended to introduce the financial statements and to provide discussion and analysis regarding the financial performance of the City during the year. The MD&A is written by management of the City and provides for a less formal presentation of the financial activities of the City than is found within the basic financial statements themselves.

Basic Financial Statements

The Basic Financial Statements consist of a series of financial statements and required note disclosures. These statements include government-wide financial statements which present the City in a consolidated and long-term manner using full-accrual accounting similar to that of a business enterprise, and fund financial statements which present a more detailed view of the City using a more short-term view and traditional modified-accrual governmental accounting. These financial statements are followed with detailed notes which provide narrative explanations and additional data for full disclosure of information.

CITY OF LAMPASAS, TEXAS  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE YEAR ENDED SEPTEMBER 30, 2023

Required Supplementary Information

The previously discussed Management's Discussion and Analysis section is considered to be required supplementary information, however, the governmental reporting framework requires that it be presented before the financial statements. When applicable, additional required supplementary information must follow the financial statements. Within this financial report, the City presents required schedules related to its participation in the Texas Municipal Retirement System and retiree healthcare plans.

Combining and Individual Fund Statements and Schedules

The combining statements provide detailed information about the City's nonmajor funds. While the primary financial statements present the nonmajor funds in a consolidated manner, the combining statements list all of the nonmajor funds separately, each in its own column. In addition, this section also includes budget to actual information for the City's Debt Service Fund.

Report on Internal Controls and Compliance

In accordance with *Government Auditing Standards*, the auditor is required to consider the internal controls the City has in place over financial reporting and whether any noncompliance with rules, laws, and regulations was noted during the audit. This report describes the scope of the testing of internal control and compliance, however, it does not provide an opinion on the effectiveness of internal control or on compliance.

Schedule of Findings and Questioned Costs

The Schedule of Findings and Questioned Costs provides an overall summary of auditor results, including identification of the type of opinion on the financial statements, whether any significant deficiencies or material weaknesses in internal controls were observed by the audit firm, and whether any material noncompliance was noted. This schedule also lists information related to the audit of the City's major federal programs and lists any audit findings reported by the audit firm for the year.

**Reporting the City as a Whole**

***The Statement of Net Position and the Statement of Activities***

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

The *statement of activities* presents information showing how the City's net position changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported for some items that will only result in cash flows in future fiscal periods (e.g., uncollected taxes and earned but unused vacation leave).

Both of the government-wide financial statements distinguish functions of the City that are principally supported by taxes and intergovernmental revenues (governmental activities) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (business-type activities). The governmental activities of the City include general government, public safety, highways and streets, sanitation, and culture and recreation. The business-type activities of the City include a water/wastewater utility operation, electric operation, aviation operation, golf course operation and an economic development operation.

The government-wide financial statements include not only the City itself (known as the primary government), but also a legally separate economic development corporation for which the City financially accountable. Financial information for this component unit is reported separately from the financial information presented for the primary government itself.

CITY OF LAMPASAS, TEXAS  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE YEAR ENDED SEPTEMBER 30, 2023

## **Reporting the City's Most Significant Funds**

### ***Fund Financial Statements***

The fund financial statements follow the government-wide statements and provide detailed information about the most significant funds of the City, not the City as a whole. Laws and regulations require the City to establish separate funds, such as for grants received from the state and federal government, money received from bond issues for capital projects, or for money raised specifically for debt service purposes, in order to clearly display financial accountability for use of these 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 assessing 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.

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 all major funds. Data from the remaining governmental funds are combined into a single aggregated presentation. Individual fund data for each of these nonmajor governmental funds is provided in the form of combining statements in the combining and individual fund statements and schedules section of this report.

The City adopts an annual appropriated budget for its General Fund. A budgetary comparison statement has been provided for the General Fund within the basic financial statements to demonstrate compliance with this budget.

The City has the option of maintaining two different types of proprietary funds. Enterprise funds are used to report the same functions presented as business-type activities in the government-wide financial statements. The City uses enterprise funds to account for its electric utility operations, water/wastewater utility operations, economic development operations, aviation operations and its golf course operations. Internal service funds are an accounting device used to accumulate and allocate costs internally among a City's functions. Because the services provided by internal service funds predominantly benefit governmental rather than business-type functions, they are usually included within governmental activities in the governmentwide financial statements. The City is not currently utilizing an internal service fund.

Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail. The proprietary fund financial statements provide separate information for the proprietary funds which are considered major. Data from the remaining proprietary funds of the City are combined into a single aggregated presentation. Individual fund data for each of these nonmajor proprietary funds is provided in the form of combining statements in the combining and individual fund statements and schedules section of this report. Conversely, when internal service funds are utilized, they are combined into a single, aggregated presentation in the proprietary fund financial statements.

CITY OF LAMPASAS, TEXAS  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE YEAR ENDED SEPTEMBER 30, 2023

Fiduciary funds are used to account for resources held for the benefit of parties outside of the government. Fiduciary funds are not reported in the government-wide financial statements because the resources of those funds are not available to support the City's own programs. The accounting used for fiduciary funds is much like that used for proprietary funds. The City is not currently utilizing fiduciary funds.

**Notes to the Financial Statements**

The notes provide additional information that is necessary to acquire 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 required supplementary information concerning the City's progress in funding its obligation to provide pension and OPEB benefits to its employees. The combining statements referred to earlier in connection with nonmajor governmental funds and proprietary funds are presented immediately following the required supplementary information on pensions and other post-employment benefits.

**Government-wide Financial Analysis**

The following analysis focuses on the net position (Table I) and changes in net position (Table II) of the City's governmental activities.

Net position of the City's governmental activities increased from \$2,877,986 to \$4,141,123. Unrestricted net position – the part of net position that can be used to finance day-to-day operations without constraints established by debt covenants, enabling legislation, or other legal requirements – was (\$1,792,135) at September 30, 2023. The increase in net position was primarily due to a combination of items including less than originally anticipated capital outlay expenditures as the City experienced external delays related to its construction projects as well as favorable financial statement effects related to the City's Capital Assets and Long-term Debt. The City's Capital Asset additions outpaced current year depreciation expense by \$413,154 and the City's net reduction in Long-term Debt amounted to \$780,148.

**TABLE I  
CITY OF LAMPASAS, TEXAS  
NET POSITION**

	Governmental Activities 2023	Governmental Activities 2022	Change	Business- Type Activities 2023	Business- Type Activities 2022	Change
Current & Other Assets	\$ 15,695,951	\$ 15,661,493	\$ 34,458	\$ 10,048,010	\$ 9,820,779	\$ 227,231
Capital Assets	13,410,402	12,997,248	413,154	14,651,178	15,593,152	(941,974)
Total Assets	29,106,353	28,658,741	447,612	24,699,188	25,413,931	(714,743)
Deferred Outflows Of Resources	4,276,434	1,580,641	2,695,793	1,277,377	472,140	805,237
Current Liabilities	1,620,552	2,044,113	(423,561)	1,842,449	1,525,567	316,882
Long-Term Liabilities	25,023,434	22,598,140	2,425,294	3,536,129	2,628,555	907,574
Total Liabilities	26,643,986	24,642,253	2,001,733	5,378,578	4,154,122	1,224,456
Deferred Inflows Of Resources	2,597,678	2,719,143	(121,465)	775,930	812,212	(36,282)
Net Position:						
Net Investment In Capital Assets	3,597,769	2,217,502	1,380,267	13,611,213	14,526,027	(914,814)
Restricted	2,335,489	2,414,875	(79,386)	2,726,401	2,726,401	-
Unrestricted	(1,792,135)	(1,754,391)	(37,744)	3,484,443	3,667,309	(182,866)
Total Net Position	\$ 4,141,123	\$ 2,877,986	\$ 1,263,137	\$ 19,822,057	\$ 20,919,737	\$ (1,097,680)

CITY OF LAMPASAS, TEXAS  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE YEAR ENDED SEPTEMBER 30, 2023

**Governmental Activities.** During the year, the City reported an increase in net position from operations for governmental activities of \$1,263,137, to end at \$4,141,123.

**Business-Type Activities.** During the year, the City reported a decrease in net position from operations for business-type activities of \$1,097,680, to end at \$19,822,057.

**TABLE II  
CITY OF LAMPASAS, TEXAS  
CHANGES IN NET POSITION**

	Governmental Activities 2023	Governmental Activities 2022	Change	Business- Type Activities 2023	Business- Type Activities 2022	Change
<b>REVENUES</b>						
Program Revenues:						
Charges For Services	\$ 2,103,456	\$ 1,982,811	\$ 120,645	\$ 19,364,953	\$ 18,764,096	\$ 600,857
Oper. Grants & Contributions	6,336	47,204	(40,868)	-	-	-
Cap. Grants & Contributions	195,492	1,177,836	(982,344)	-	-	-
General Revenues:						
Property Taxes	1,945,697	1,804,806	140,891	-	-	-
Other Taxes	3,670,874	3,556,813	114,061	-	-	-
Miscellaneous	3,094,629	1,915,979	1,178,650	685,518	299,794	385,724
Total Revenue	11,016,484	10,485,449	531,035	20,050,471	19,063,890	986,581
<b>Expenses</b>						
General Government	3,374,388	2,843,581	530,807	-	-	-
Public Safety	5,332,572	4,271,681	1,060,891	-	-	-
Highways And Streets	852,735	672,130	180,605	-	-	-
Sanitation	1,495,396	1,389,801	105,595	-	-	-
Health And Welfare	242,853	222,463	20,390	-	-	-
Culture And Recreation	1,612,999	1,524,156	88,843	-	-	-
Conservation	128,621	176,590	(47,969)	-	-	-
Interest On Long-Term Debt	553,335	519,696	33,639	-	-	-
Electric Fund	-	-	-	10,503,795	9,863,603	640,192
Water/Wastewater Fund	-	-	-	5,751,437	5,607,720	143,717
Nonmajor Enterprise Funds	-	-	-	1,108,495	1,033,924	74,571
Total Expenses	13,592,899	11,620,098	1,972,801	17,363,727	16,505,247	858,480
Increase (Decrease) In Net						
Position Before Transfers	(2,576,415)	(1,134,649)	(1,441,766)	2,686,744	2,558,643	128,101
Transfers	3,839,552	3,348,604	490,948	(3,784,424)	(3,298,397)	(486,027)
Increase (Decrease) In						
Net Position	1,263,137	2,213,955	(950,818)	(1,097,680)	(739,754)	(357,926)
Net Position - Beginning	2,877,986	664,031	2,213,955	20,919,737	21,659,491	(739,754)
Net Position - Ending	\$ 4,141,123	\$ 2,877,986	\$ 1,263,137	\$ 19,822,057	\$ 20,919,737	\$ (1,097,680)

CITY OF LAMPASAS, TEXAS  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE YEAR ENDED SEPTEMBER 30, 2023

**Financial Analysis of Governmental Funds**

As the City completed this annual period, the General Fund reported an ending fund balance of \$4,378,500 which is \$323,498 greater than last year's ending balance of \$4,055,002. This increase in fund balance is primarily attributable to less than originally anticipated expenditures related to Capital Outlay.

The City's Coronavirus State and Local Fiscal Recovery Funds (SLFRF) Fund, a major fund for the year ended September 30, 2023, reported \$190,492 in expenditures related to federal awards and a fund balance increase of \$35,672, to end at \$41,433. The ending fund balance in this fund relates to interest earned on the advanced deposits made by the granting agency both in the previous and current fiscal years.

The City's Capital Projects Fund - Certificates of Obligation, Series 2022, a major fund for the year ended September 30, 2023, reported an ending fund balance of \$6,727,451. This balance represents the unspent proceeds related to the issuance of the Certificates of Obligation, plus interest made on those deposits since the inception of this fund less ongoing Capital Outlay expenditures. The purpose of this capital related debt issuance is to fund various projects including improvements to the City's parks and public safety facilities as well as water/wastewater infrastructure.

The City's other governmental funds reported combined ending fund balances of \$2,458,342. This combined balance is \$112,487 less than last year's ending balance of \$2,570,829.

Over the course of the year, the City Council generally revises the City's budget based on financial updates provided by management. These amendments involve moving funds from functions that did not need all the resources originally appropriated to them to functions with resource needs, or to budget for new revenues or new estimated costs. The budget amendments made to the Highways and Streets, Sanitation, and Capital Outlay Functions during the year were considered significant.

**Financial Analysis of Proprietary Funds**

The City's Electric Fund, a major fund for the year ended September 30, 2023 reported an ending net position of \$6,032,792, which is \$30,659 less than last year's ending balance of \$6,063,451. Unrestricted net position – the part of net position that can be used to finance day-to-day operations without constraints established by debt covenants, enabling legislation, or other legal requirements – was \$2,692,438 at September 30, 2023.

The City's Water/Wastewater Fund, a major fund for the year ended September 30, 2023 reported an ending net position of \$11,494,626 which is \$923,590 less than last year's ending balance of \$12,418,216. Unrestricted net position – the part of net position that can be used to finance day-to-day operations without constraints established by debt covenants, enabling legislation, or other legal requirements – was \$602,137 at September 30, 2023.

The City's other proprietary funds reported combined ending net position of \$2,294,639, This combined balance is \$143,431 less than last year's ending balance of \$2,438,070.

CITY OF LAMPASAS, TEXAS  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE YEAR ENDED SEPTEMBER 30, 2023

**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, 2023, amounted to \$13,410,402 and \$14,651,178 (net of accumulated depreciation), respectively. This investment in capital assets includes land, buildings, machinery, equipment, vehicles, park facilities, roads, highways, bridges, and the water treatment plant.

	Governmental Activities 2023	Governmental Activities 2022	Change	Business- Type Activities 2023	Business- Type Activities 2022	Change
Land	\$ 1,187,931	\$ 1,187,931	\$ -	\$ 983,061	\$ 983,061	\$ -
Construction In Progress	274,185	1,274,789	(1,000,604)	73,150	147,169	(74,019)
Buildings And Improvements	19,780,614	17,889,325	1,891,289	6,321,842	6,321,842	-
Machinery, Equipment, And Veh. Infrastructure	5,797,033	5,341,958	455,075	6,083,819	6,043,007	40,812
Right To Use Lease Assets	72,640	72,640	-	27,727,286	27,494,881	232,405
Total	27,112,403	25,766,643	1,345,760	656,582	522,382	134,200
Less Accumulated Depreciation	(13,702,001)	(12,769,395)	(932,606)	(27,194,562)	(25,919,190)	(1,275,372)
Cap. Assets, Net Of Depreciation	\$ 13,410,402	\$ 12,997,248	\$ 413,154	\$ 14,651,178	\$ 15,593,152	\$ (941,974)

**Long-term Debt**

At year-end, the City had \$16,540,084 in governmental activities bonds and right to use lease assets payable versus \$17,320,232 last year. In addition, at year-end, the City had \$1,039,965 in business-type activities bonds and right to use lease assets payable versus \$1,067,125 last year. This decrease is attributable to the City making its scheduled debt payments during the year.

	Governmental Activities 2023	Governmental Activities 2022	Change	Business- Type Activities 2023	Business- Type Activities 2022	Change
General Obligation & Ref. Bonds	\$ 2,435,000	\$ 2,610,000	\$ (175,000)	\$ 665,000	\$ 715,000	\$ (50,000)
Certificates Of Obligation	13,320,000	13,860,000	(540,000)	-	-	-
Premium	750,232	802,091	(51,859)	-	-	-
RTU Lease Assets Payable	34,852	48,141	(13,289)	374,965	352,125	22,840
Total	\$ 16,540,084	\$ 17,320,232	\$ (780,148)	\$ 1,039,965	\$ 1,067,125	\$ (27,160)

**Economic Factors and Next Year's Budgets and Rates**

The City considered many factors when setting the fiscal year 2024 budget. The City's General Fund budget for fiscal year 2024 includes expenditures of approximately \$13 million which represents an decrease of approximately \$600 thousand from the fiscal year 2023 originally-adopted expenditures. The City decreased the maintenance and operations tax rate for 2023 - 2024 to \$0.2465 and increased the interest and sinking tax rate to \$0.0691. The overall total tax rate decreased from \$0.3370 to \$0.3156 per \$100 valuation.

**Requests for Information**

This financial report is designed to provide a general overview of the finances of the City of Lampasas, Texas 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 Office of the Director of Finance, 312 E. Third Street, Lampasas, Texas, 76550, or by calling (512) 556-6831.

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GOVERNMENT-WIDE FINANCIAL STATEMENTS

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CITY OF LAMPASAS, TEXAS  
STATEMENT OF NET POSITION  
SEPTEMBER 30, 2023

	Primary Government			Component Unit
	Governmental Activities	Business-Type Activities	Total	Lampasas EDC
<b>ASSETS</b>				
Cash and Cash Equivalents	\$ 6,201,365	\$ 3,731,825	\$ 9,933,190	\$ 1,329,369
Investments - Current	3,324,258	9,558,802	12,883,060	-
Taxes Receivable - Delinquent	77,744	-	77,744	-
Allowance For Uncollectible Taxes	(7,777)	-	(7,777)	-
Accounts Receivable, Net	605,058	1,301,823	1,906,881	-
Intergovernmental Receivable	138	-	138	-
Notes Receivable, Net	-	178,217	178,217	-
Internal Balances	5,457,677	(5,457,677)	-	-
Inventories	20,551	384,395	404,946	-
Prepaid Items	-	350,625	350,625	-
Other Assets	16,937	-	16,937	-
Capital Assets, Not Being Depreciated:				
Land	1,187,931	983,061	2,170,992	923,350
Construction In Progress	274,185	73,150	347,335	-
Capital Assets, Being Depreciated:				
Buildings And Improvements	19,780,614	6,321,842	26,102,456	1,771,903
Machinery, Equipment, And Vehicles	5,797,033	6,083,819	11,880,852	-
Infrastructure	-	27,727,286	27,727,286	802,266
Right To Use Leased Asset	72,640	656,582	729,222	-
Accumulated Depreciation	(13,702,001)	(27,194,562)	(40,896,563)	(315,730)
Total Assets	<u>29,106,353</u>	<u>24,699,188</u>	<u>53,805,541</u>	<u>4,511,158</u>
<b>DEFERRED OUTFLOWS OF RESOURCES</b>				
Deferred Outflows - Pension	3,818,052	1,140,457	4,958,509	-
Deferred Outflows - OPEB	458,382	136,920	595,302	-
Total Deferred Outflows Of Resources	<u>4,276,434</u>	<u>1,277,377</u>	<u>5,553,811</u>	<u>-</u>
<b>LIABILITIES</b>				
Accounts Payable	328,328	1,171,950	1,500,278	2,260
Accrued Salaries And Benefits	282,561	52,436	334,997	-
Intergovernmental Payable	-	34,065	34,065	-
Accrued Interest Payable	68,956	1,512	70,468	4,205
Other Current Liabilities	46,113	33,121	79,234	-
Customer Deposits	-	549,365	549,365	-
Unavailable Revenue	894,594	-	894,594	-
Noncurrent Liabilities:				
Due Within One Year	793,735	199,647	993,382	121,112
Due In More Than One Year:	14,996,117	840,318	15,836,435	2,319,822
Unamortized Premium On Bonds	750,232	-	750,232	-
Net Pension Obligation	5,423,321	1,619,953	7,043,274	-
Other Post-Employment Benefits	2,357,120	704,075	3,061,195	-
OPEB Supplemental Death Benefits	263,593	78,735	342,328	-
Compensated Absences Payable	439,316	93,401	532,717	-
Total Liabilities	<u>26,643,986</u>	<u>5,378,578</u>	<u>32,022,564</u>	<u>2,447,399</u>
<b>DEFERRED INFLOWS OF RESOURCES</b>				
Deferred Inflows - Pension	1,142,772	341,347	1,484,119	-
Deferred Inflows - OPEB	1,454,906	434,583	1,889,489	-
Total Deferred Inflows Of Resources	<u>2,597,678</u>	<u>775,930</u>	<u>3,373,608</u>	<u>-</u>
<b>NET POSITION</b>				
Net Investment In Capital Assets	3,597,769	13,611,213	17,208,982	740,855
Restricted For Operations & Maintenance	-	2,726,401	2,726,401	-
Restricted For Debt Service	291,653	-	291,653	-
Restricted For Capital Projects	533,851	-	533,851	-
Restricted For Other Specific Purposes	1,509,985	-	1,509,985	-
Restricted For Lampasas EDC	-	-	-	224,431
Unrestricted	(1,792,135)	3,484,443	1,692,308	1,098,473
Total Net Position	<u>\$ 4,141,123</u>	<u>\$ 19,822,057</u>	<u>\$ 23,963,180</u>	<u>\$ 2,063,759</u>

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

CITY OF LAMPASAS, TEXAS  
STATEMENT OF ACTIVITIES  
FOR THE YEAR ENDED SEPTEMBER 30, 2023

Functions/Programs:	Expenses	Program Revenues	
		Charges for Services	Operating Grants and Contributions
<b>Primary Government:</b>			
Governmental Activities:			
General Government	\$ 3,374,388	\$ 68,893	\$ -
Public Safety			
Police	3,591,886	11,096	5,829
Fire	1,740,686	-	-
Highways And Streets	852,735	327,195	-
Sanitation	1,495,396	1,514,266	-
Health And Welfare	242,853	54,914	-
Culture And Recreation			
Swimming Pools	208,075	95,782	-
Parks	1,090,202	14,583	-
Libraries	314,722	16,727	507
Economic Development And Assistance	128,621	-	-
Other Debt Service Fees & Issuance Costs	553,335	-	-
Total Governmental Activities:	<u>13,592,899</u>	<u>2,103,456</u>	<u>6,336</u>
Business-type activities:			
Electric Fund	10,503,795	13,402,249	-
Water/Wastewater Fund	5,751,437	5,126,977	-
Nonmajor Enterprise Funds	1,108,495	835,727	-
Total Business-Type Activities:	<u>17,363,727</u>	<u>19,364,953</u>	<u>-</u>
Total Primary Government	<u>\$ 30,956,626</u>	<u>\$ 21,468,409</u>	<u>\$ 6,336</u>
Component units:			
Lampasas Economic Development Corporation	\$ 254,768	\$ -	\$ -
	<u>\$ 254,768</u>	<u>\$ -</u>	<u>\$ -</u>
General Revenues:			
Property Taxes			
Sales Taxes			
Mixed Beverage Taxes			
Hotel/Motel Taxes			
Franchise Taxes			
Investment Earnings			
Intergovernmental Revenue			
Miscellaneous			
Transfers			
Total General Revenues And Transfers			
Change In Net Position			
Net Position - Beginning			
Net Position - Ending			

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

Program Revenues		Net (Expense) Revenue and Changes in Net Position			
Capital Grants and Contributions	Primary Government			Component Unit	
	Governmental Activities	Business-Type Activites	Total	Lampasas EDC	
\$ 5,000	\$ (3,300,495)	\$ -	\$ (3,300,495)	\$ -	
-	(3,574,961)	-	(3,574,961)	-	
-	(1,740,686)	-	(1,740,686)	-	
-	(525,540)	-	(525,540)	-	
-	18,870	-	18,870	-	
-	(187,939)	-	(187,939)	-	
-	(112,293)	-	(112,293)	-	
-	(1,075,619)	-	(1,075,619)	-	
-	(297,488)	-	(297,488)	-	
190,492	61,871	-	61,871	-	
-	(553,335)	-	(553,335)	-	
<u>195,492</u>	<u>(11,287,615)</u>	<u>-</u>	<u>(11,287,615)</u>	<u>-</u>	
-	-	2,898,454	2,898,454	-	
-	-	(624,460)	(624,460)	-	
-	-	(272,768)	(272,768)	-	
-	-	2,001,226	2,001,226	-	
<u>\$ 195,492</u>	<u>(11,287,615)</u>	<u>2,001,226</u>	<u>(9,286,389)</u>	<u>-</u>	
<u>\$ -</u>				<u>(254,768)</u>	
<u>\$ -</u>				<u>(254,768)</u>	
	1,945,697	-	1,945,697	-	
	2,436,896	-	2,436,896	487,472	
	21,807	-	21,807	-	
	212,976	-	212,976	-	
	999,195	-	999,195	-	
	386,558	353,138	739,696	46,855	
	1,951,169	-	1,951,169	-	
	756,902	332,380	1,089,282	-	
	3,839,552	(3,784,424)	55,128	(55,128)	
	<u>12,550,752</u>	<u>(3,098,906)</u>	<u>9,451,846</u>	<u>479,199</u>	
	1,263,137	(1,097,680)	165,457	224,431	
	2,877,986	20,919,737	23,797,723	1,839,328	
<u>\$</u>	<u>4,141,123</u>	<u>\$ 19,822,057</u>	<u>\$ 23,963,180</u>	<u>\$ 2,063,759</u>	

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FUND BASIS FINANCIAL STATEMENTS

CITY OF LAMPASAS, TEXAS  
BALANCE SHEET  
GOVERNMENTAL FUNDS  
SEPTEMBER 30, 2023

	General Fund	Coronavirus State and Local Fiscal Recovery Funds	Capital Projects Fund Certificates of Obligation, Series 2022
<b>ASSETS</b>			
Cash and Cash Equivalents	\$ 2,904,254	\$ 936,027	\$ 1,774,856
Investments - Current	1,935,616	-	-
Taxes Receivable - Delinquent	61,122	-	-
Allowance For Uncollectible Delinquent Taxes	(6,114)	-	-
Accounts Receivable	232,011	-	-
Allowance For Uncollectible Accts Receivable	(97,793)	-	-
Intergovernmental Receivable	-	-	-
Due From Other Funds	7,147	-	4,952,595
Inventories	20,551	-	-
Other Assets	16,937	-	-
Total Assets	\$ 5,073,731	\$ 936,027	\$ 6,727,451
<b>LIABILITIES</b>			
Accounts Payable	\$ 317,734	\$ -	\$ -
Accrued Salaries And Benefits	276,379	-	-
Due To Other Funds	-	-	-
Other Current Liabilities	46,110	-	-
Unavailable Revenue	-	894,594	-
Total Liabilities	640,223	894,594	-
<b>DEFERRED INFLOWS OF RESOURCES</b>			
Unavailable Revenue-Property Taxes	55,008	-	-
Total Deferred Inflows Of Resources	55,008	-	-
<b>FUND BALANCES</b>			
Nonspendable:			
Inventories	20,551	-	-
Other Assets	16,937	-	-
Endowments	-	-	-
Restricted:			
Debt Service	-	-	-
Capital Projects	-	-	6,727,451
Other Specific Purposes	-	41,433	-
Committed:			
Working Capital	1,783,405	-	-
Unassigned	2,557,607	-	-
Total Fund Balances	4,378,500	41,433	6,727,451
Total Liabilities, Deferred Inflows, And Fund Balances	\$ 5,073,731	\$ 936,027	\$ 6,727,451

Total Nonmajor Funds	Total Governmental Funds
\$ 586,228	\$ 6,201,365
1,388,642	3,324,258
16,622	77,744
(1,663)	(7,777)
2,178	234,189
-	(97,793)
138	138
515,639	5,475,381
-	20,551
-	16,937
<u>\$ 2,507,784</u>	<u>\$ 15,244,993</u>
\$ 10,594	\$ 328,328
6,182	282,561
17,704	17,704
3	46,113
-	894,594
<u>34,483</u>	<u>1,569,300</u>
14,959	69,967
<u>14,959</u>	<u>69,967</u>
-	20,551
-	16,937
179,245	179,245
276,694	276,694
533,851	7,261,302
1,468,552	1,509,985
-	1,783,405
-	2,557,607
<u>2,458,342</u>	<u>13,605,726</u>
<u>\$ 2,507,784</u>	<u>\$ 15,244,993</u>

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CITY OF LAMPASAS, TEXAS  
RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE SHEET  
TO THE STATEMENT OF NET POSITION  
SEPTEMBER 30, 2023

Amounts Reported For Governmental Activities In The Statement Of Net Position Are Different Because:

Total Fund Balance Of All Governmental Funds		\$	13,605,726
<p>Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.</p>			
Governmental Capital Assets		\$	27,112,403
Less: Accumulated Depreciation		<u>(13,702,001)</u>	13,410,402
<p>Other long-term assets, such as uncollected property taxes, are not available to pay for current period expenditures and, therefore, are reported as unavailable revenue in the funds.</p>			
			69,967
<p>Uncollected municipal court fines are not available resources; therefore, are not reported in the funds.</p>			
			468,662
<p>Long-term liabilities, including bonds &amp; right to use lease assets payable, pension liabilities, and other post employment benefits, are not due and payable in the current period and, therefore, are not reported in the funds.</p>			
Bonds Payable		(15,755,000)	
Plus: Issuance Premium		(750,232)	
Right To Use Lease Assets Payable		(34,852)	
Net Pension Liability, Including Pension Def. Inflows & Outflows		(2,748,041)	
Other Post-Employment Benefit Obligations		(3,617,237)	
Compensated Absences		(439,316)	
Accrued Interest Payable		<u>(68,956)</u>	<u>(23,413,634)</u>
Net Position Of Governmental Activities		<u>\$</u>	<u>4,141,123</u>

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

CITY OF LAMPASAS, TEXAS  
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE  
GOVERNMENTAL FUNDS  
FOR THE YEAR ENDED SEPTEMBER 30, 2023

	General Fund	Coronavirus State and Local Fiscal Recovery Funds	Capital Projects Fund Certificates of Obligation, Series 2022
<b>REVENUES</b>			
Property Taxes	\$ 1,516,847	\$ -	\$ -
Sales Taxes	2,436,896	-	-
Mixed Beverage Taxes	21,807	-	-
Hotel/Motel Taxes	-	-	-
Franchise Taxes	999,195	-	-
Licenses And Permits	104,743	-	-
Intergovernmental Revenues	1,740,959	-	-
Charges For Services	2,071,093	-	-
Fines	239,123	-	-
Investment Earnings	105,655	35,672	186,965
Rents And Royalties	20,808	-	-
Grants And Contributions	7,736	190,492	-
Miscellaneous Revenue	102,271	-	-
Total Revenues	9,367,133	226,164	186,965
<b>EXPENDITURES</b>			
Current:			
General Government	2,730,673	-	-
Public Safety			
Police	3,157,573	-	-
Fire	1,556,597	-	-
Highways And Streets	779,366	-	-
Sanitation	1,375,501	-	-
Health And Welfare	223,382	-	-
Culture And Recreation			
Swimming Pools	191,392	-	-
Parks	949,023	-	-
Libraries	268,290	-	-
Economic Development And Assistance	-	-	-
Debt Service:			
Principal	13,289	-	-
Interest	1,890	-	-
Other Debt Service Fees	-	-	-
Capital Outlay	842,516	190,492	-
Total Expenditures	12,089,492	190,492	-
Excess (Deficiency) Of Revenues Over Expenditures	(2,722,359)	35,672	186,965
<b>OTHER FINANCING SOURCES (USES)</b>			
Transfers In	2,956,869	-	-
Transfers Out	(116,209)	-	-
Sale Of General Capital Assets	123,978	-	-
Insurance Recoveries	81,219	-	-
Total Other Financing Sources (Uses)	3,045,857	-	-
Net Change In Fund Balance	323,498	35,672	186,965
Fund Balance - Beginning	4,055,002	5,761	6,540,486
Fund Balance - Ending	\$ 4,378,500	\$ 41,433	\$ 6,727,451

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

Total Nonmajor Funds		Total Governmental Funds	
\$	425,312	\$	1,942,159
	-		2,436,896
	-		21,807
	212,976		212,976
	-		999,195
	-		104,743
	210,210		1,951,169
	11,555		2,082,648
	9,288		248,411
	58,266		386,558
	-		20,808
	45,789		244,017
	50,907		153,178
	<u>1,024,303</u>		<u>10,804,565</u>
	248,197		2,978,870
	21,571		3,179,144
	-		1,556,597
	5,000		784,366
	-		1,375,501
	-		223,382
	-		191,392
	-		949,023
	12,166		280,456
	118,309		118,309
	715,000		728,289
	620,757		622,647
	196		196
	394,486		1,427,494
	<u>2,135,682</u>		<u>14,415,666</u>
	<u>(1,111,379)</u>		<u>(3,611,101)</u>
	1,167,131		4,124,000
	(168,239)		(284,448)
	-		123,978
	-		81,219
	<u>998,892</u>		<u>4,044,749</u>
	(112,487)		433,648
	2,570,829		13,172,078
\$	<u>2,458,342</u>	\$	<u>13,605,726</u>

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CITY OF LAMPASAS, 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, 2023

Amounts Reported For Governmental Activities In The Statement Of Activities Are Different Because:

Net Change In Fund Balances For Total Governmental Funds \$ 433,648

Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of these assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which capital outlays exceeded depreciation expense in the current period.

Expenditure For Capitalized Assets	\$ 1,427,494	
Less: Current Year Depreciation	<u>(1,014,340)</u>	413,154

Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds. 3,184

The issuance of long-term debt (e.g., bonds, leases) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net position. Also, governmental funds report the effect premiums, discounts, and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities. This amount is the net effect of these differences in the treatment of long-term debt and related items.

Principal Repayment Of General Obligation Debt	728,289	
Premium Amortization	51,859	
Accrued Interest	17,649	
Decrease In Compensated Absences	<u>(65,466)</u>	732,331

Other changes in long term assets, such as property taxes, are not available to pay for current period expenditures, and, therefore, are reported as unavailable revenue in the funds. 3,538

The net effect of various transactions involving the City's Net Pension Liability and the Net OPEB Liability is to decrease net position. (322,718)

Change In Net Position For Governmental Activities \$ 1,263,137

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

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CITY OF LAMPASAS, TEXAS  
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE  
BUDGET AND ACTUAL – GENERAL FUND  
FOR THE YEAR ENDED SEPTEMBER 30, 2023

	Budgeted Amounts		Actual	Variance With Final Budget
	Original	Final		
<b>REVENUES</b>				
Property Taxes	\$ 1,533,000	\$ 1,533,000	\$ 1,516,847	\$ (16,153)
Sales Taxes	2,674,977	2,674,977	2,436,896	(238,081)
Mixed Beverage Taxes	15,000	15,000	21,807	6,807
Franchise Taxes	943,500	943,500	999,195	55,695
Licenses And Permits	69,165	69,165	104,743	35,578
Intergovernmental Revenues	2,530,017	2,530,017	1,740,959	(789,058)
Charges For Services	1,940,110	1,940,110	2,071,093	130,983
Fines	289,400	289,400	239,123	(50,277)
Investment Earnings	4,500	4,500	105,655	101,155
Rents And Royalties	37,936	37,936	20,808	(17,128)
Grants And Contributions	5,256	5,256	7,736	2,480
Miscellaneous Revenue	3,525	3,525	102,271	98,746
Total Revenues	<u>10,046,386</u>	<u>10,046,386</u>	<u>9,367,133</u>	<u>(679,253)</u>
<b>EXPENDITURES</b>				
Current:				
General Government	2,795,636	2,855,866	2,730,673	125,193
Public Safety				
Police	3,275,952	3,216,790	3,157,573	59,217
Fire	1,589,996	1,582,762	1,556,597	26,165
Highways And Streets	707,494	789,985	779,366	10,619
Sanitation	1,292,500	1,375,900	1,375,501	399
Health And Welfare	231,151	226,653	223,382	3,271
Culture And Recreation				
Swimming Pools	182,200	193,196	191,392	1,804
Parks	964,142	959,468	949,023	10,445
Libraries	274,346	275,440	268,290	7,150
Debt Service				
Principal	-	13,630	13,289	341
Interest	-	2,495	1,890	605
Capital Outlay	2,271,829	2,076,761	842,516	1,234,245
Total Expenditures	<u>13,585,246</u>	<u>13,568,946</u>	<u>12,089,492</u>	<u>1,479,454</u>
Excess (Deficiency) Of Revenues Over Expenditures	<u>(3,538,860)</u>	<u>(3,522,560)</u>	<u>(2,722,359)</u>	<u>800,201</u>
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers In	3,631,360	3,631,360	2,956,869	(674,491)
Transfers Out	(100,000)	(116,300)	(116,209)	91
Sale Of General Capital Assets	-	-	123,978	123,978
Insurance Recoveries	7,500	7,500	81,219	73,719
Total Other Financing Sources (Uses)	<u>3,538,860</u>	<u>3,522,560</u>	<u>3,045,857</u>	<u>(476,703)</u>
Net Change In Fund Balances	-	-	323,498	323,498
Fund Balance - Beginning	4,055,002	4,055,002	4,055,002	-
Fund Balance - Ending	<u>\$ 4,055,002</u>	<u>\$ 4,055,002</u>	<u>\$ 4,378,500</u>	<u>\$ 323,498</u>

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

CITY OF LAMPASAS, TEXAS  
STATEMENT OF NET POSITION  
PROPRIETARY FUNDS  
SEPTEMBER 30, 2023

	Business-Type Activities			Total Proprietary Funds
	Electric Fund	Water/ Wastewater Fund	Total Non- Major Funds	
<b>ASSETS</b>				
Current Assets:				
Cash and Cash Equivalents	\$ 2,443,868	\$ 779,138	\$ 508,819	\$ 3,731,825
Investments - Current	8,032,148	1,482,498	44,156	9,558,802
Accounts Receivable, Net	1,050,408	242,669	8,746	1,301,823
Notes Receivable, Net	-	-	178,217	178,217
Due From Other Funds	-	-	6,094	6,094
Inventories	200,894	134,697	48,804	384,395
Prepaid Items	-	350,625	-	350,625
Total Current Assets	<u>11,727,318</u>	<u>2,989,627</u>	<u>794,836</u>	<u>15,511,781</u>
Noncurrent Assets:				
Land	56,812	69,965	856,284	983,061
Infrastructure	2,780,208	24,947,078	-	27,727,286
Buildings	570,033	1,951,901	3,799,908	6,321,842
Furnishings And Equipment	3,012,215	2,790,295	281,309	6,083,819
Right To Use Lease Assets	-	265,177	391,405	656,582
Accumulated Depreciation	(5,079,267)	(19,089,805)	(3,025,490)	(27,194,562)
Construction In Progress	73,150	-	-	73,150
Total Noncurrent Assets	<u>1,413,151</u>	<u>10,934,611</u>	<u>2,303,416</u>	<u>14,651,178</u>
Total Assets	<u>13,140,469</u>	<u>13,924,238</u>	<u>3,098,252</u>	<u>30,162,959</u>
<b>DEFERRED OUTFLOWS OF RESOURCES</b>				
Deferred Outflows - Pension	387,515	447,698	305,244	1,140,457
Deferred Outflows - OPEB	48,196	53,685	35,039	136,920
Total Deferred Outflows Of Resources	<u>435,711</u>	<u>501,383</u>	<u>340,283</u>	<u>1,277,377</u>
<b>LIABILITIES</b>				
Current liabilities:				
Accounts Payable	964,283	191,880	15,787	1,171,950
Accrued Salaries Payable	23,645	10,290	18,501	52,436
Intergovernmental Payable	34,065	-	-	34,065
Due To Other Funds	4,994,850	468,921	-	5,463,771
Accrued Interest Payable	-	1,512	-	1,512
Current Portion Of Long-Term Debt	20,000	63,780	115,867	199,647
Other Current Liabilities	-	27,000	6,121	33,121
Customer Deposits	364,231	185,134	-	549,365
Total Current Liabilities	<u>6,401,074</u>	<u>948,517</u>	<u>156,276</u>	<u>7,505,867</u>
Noncurrent Liabilities:				
Bonds Payable	40,000	580,000	-	620,000
Right To Use Leased Assets Payable	-	137,540	82,778	220,318
Net Pension Obligation	552,879	619,555	447,519	1,619,953
Other Post-Employment Benefits	233,007	264,061	207,007	704,075
OPEB Supplemental Death Benefits	27,561	31,489	19,685	78,735
Compensated Absences Payable	29,404	38,331	25,666	93,401
Total Noncurrent Liabilities	<u>882,851</u>	<u>1,670,976</u>	<u>782,655</u>	<u>3,336,482</u>
Total Liabilities	<u>7,283,925</u>	<u>2,619,493</u>	<u>938,931</u>	<u>10,842,349</u>
<b>DEFERRED INFLOWS OF RESOURCES</b>				
Deferred Inflows - Pension	106,077	138,784	96,486	341,347
Deferred Inflows - OPEB	153,386	172,718	108,479	434,583
Total Deferred Inflows Of Resources	<u>259,463</u>	<u>311,502</u>	<u>204,965</u>	<u>775,930</u>
<b>NET POSITION</b>				
Net Investment In Capital Assets	1,353,151	10,153,291	2,104,771	13,611,213
Restricted For Operations And Maintenance	1,987,203	739,198	-	2,726,401
Unrestricted	2,692,438	602,137	189,868	3,484,443
Total Net Position	<u>\$ 6,032,792</u>	<u>\$ 11,494,626</u>	<u>\$ 2,294,639</u>	<u>\$ 19,822,057</u>

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

CITY OF LAMPASAS, TEXAS  
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION  
PROPRIETARY FUNDS  
FOR THE YEAR ENDED SEPTEMBER 30, 2023

	Business-Type Activities			
	Electric Fund	Water/ Wastewater Fund	Total Non- Major Funds	Total Proprietary Funds
<b>REVENUES</b>				
Operating Revenues:				
Charges For Services:				
Water Sales	\$ -	\$ 5,058,227	\$ -	\$ 5,058,227
Electricity Sales	13,402,249	-	-	13,402,249
Other Charges For Services	-	68,750	835,727	904,477
Miscellaneous Revenue	57,969	270,775	3,636	332,380
Total Operating Revenues	<u>13,460,218</u>	<u>5,397,752</u>	<u>839,363</u>	<u>19,697,333</u>
<b>EXPENSES</b>				
Operating Expenses:				
Personnel Services	772,852	991,019	537,429	2,301,300
Purchased Prof. And Technical Services	474,523	1,902,107	47,791	2,424,421
Purchased Property Services	112,542	167,207	58,170	337,919
Other Purchased Services	554,881	151,080	7,597	713,558
Materials And Supplies	7,558,165	335,807	162,527	8,056,499
Other Operating Expenses	914,240	1,240,052	65,406	2,219,698
Depreciation	115,223	946,041	223,198	1,284,462
Total Operating Expenses	<u>10,502,426</u>	<u>5,733,313</u>	<u>1,102,118</u>	<u>17,337,857</u>
Operating Income (Loss)	<u>2,957,792</u>	<u>(335,561)</u>	<u>(262,755)</u>	<u>2,359,476</u>
Nonoperating Revenues (Expenses)				
Investment Earnings	248,639	88,499	16,000	353,138
Interest Expense	(1,369)	(18,124)	(6,377)	(25,870)
Total Nonoperating Revenues (Expenses)	<u>247,270</u>	<u>70,375</u>	<u>9,623</u>	<u>327,268</u>
Income Before Transfers In (Out)	<u>3,205,062</u>	<u>(265,186)</u>	<u>(253,132)</u>	<u>2,686,744</u>
Transfers In	-	372,886	115,535	488,421
Transfers Out	<u>(3,235,721)</u>	<u>(1,031,290)</u>	<u>(5,834)</u>	<u>(4,272,845)</u>
Total Transfers In (Out)	<u>(3,235,721)</u>	<u>(658,404)</u>	<u>109,701</u>	<u>(3,784,424)</u>
Change In Net Position	<u>(30,659)</u>	<u>(923,590)</u>	<u>(143,431)</u>	<u>(1,097,680)</u>
Net Position-Beginning	6,063,451	12,418,216	2,438,070	20,919,737
Net Position-Ending	<u>\$ 6,032,792</u>	<u>\$ 11,494,626</u>	<u>\$ 2,294,639</u>	<u>\$ 19,822,057</u>

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

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CITY OF LAMPASAS, TEXAS  
STATEMENT OF CASH FLOWS  
PROPRIETARY FUNDS  
SEPTEMBER 30, 2023

	Business-Type Activities			
	Electric Fund	Water/WW Fund	Total Total Non-major Funds	Total Total Proprietary
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>				
Receipts From Customers	\$ 13,181,823	\$ 5,138,861	\$ 832,322	\$ 19,153,006
Other Receipts	57,969	270,775	3,636	332,380
Payments To Suppliers And Service Providers	(9,242,812)	(3,810,472)	(358,895)	(13,412,179)
Payments To Employees For Salaries And Benefits	(740,179)	(942,542)	(507,408)	(2,190,129)
Net Cash Provided By (Used For) Operating Activities	3,256,801	656,622	(30,345)	3,883,078
<b>CASH FLOWS FROM NONCAPITAL FINANCING</b>				
Transfers From Other Funds	-	372,886	115,535	488,421
Transfers To Other Funds	(3,235,721)	(1,031,290)	(5,834)	(4,272,845)
Net Cash Provided By (Used For) Noncapital Financing Activities	(3,235,721)	(658,404)	109,701	(3,784,424)
<b>CASH FLOWS FROM CAPITAL RELATED FINANCING ACTIVITIES</b>				
Acquisition And Construction Of Capital Assets	(115,702)	(92,586)	(134,200)	(342,488)
Principal Paid On Capital Debt	(20,000)	(66,884)	59,724	(27,160)
Interest Paid On Capital Debt	(1,369)	(18,124)	(6,377)	(25,870)
Receipts From Notes Receivable Issued	-	-	19,488	19,488
Net Cash Provided By (Used For) Capital Related Financing Activities	(137,071)	(177,594)	(61,365)	(376,030)
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>				
Purchases Of Investments	1,910,106	(51,492)	-	1,858,614
Interest On Investments	248,639	88,499	14,045	351,183
Net Cash Provided By Investing Activities	2,158,745	37,007	14,045	2,209,797
Net Increase (Decrease) In Cash And Cash Equivalents	2,042,754	(142,369)	32,036	1,932,421
Cash and Cash Equivalents-Beginning	401,114	921,507	476,783	1,799,404
Cash and Cash Equivalents-Ending	\$ 2,443,868	\$ 779,138	\$ 508,819	\$ 3,731,825
<b>Reconciliation Of Operating Income (Loss) To Net Cash Provided (Used For) Operating Activities:</b>				
Operating Income (Loss)	\$ 2,957,792	\$ (335,561)	\$ (262,755)	\$ 2,359,476
Adjustments To Reconcile Operating Income (Loss) To Net Cash Provided By (Used For) Operating Activities:				
Depreciation Expense	115,223	946,041	223,198	1,284,462
(Increase) Decrease In Accounts Receivable	(220,426)	11,884	(3,405)	(211,947)
(Increase) Decrease In Inventories	(15,674)	26,721	(12,928)	(1,881)
(Increase) Decrease In Prepaid Items	-	(20,625)	-	(20,625)
(Decrease) Increase In Accounts Payable	329,985	(39,693)	(4,476)	285,816
(Decrease) Increase In Other Current Liabilities	3,493	9,099	5,364	17,956
(Decrease) Increase In Intergovernmental Payable	5,355	-	-	5,355
(Decrease) Increase In Due To Other Funds	46,718	16,778	-	63,496
(Decrease) Increase In Deposits Payable	5,155	2,600	-	7,755
(Decrease) Increase In Compensated Absences	(4,556)	818	558	(3,180)
(Increase) Decrease In Def. Outflow Of Res. - Pension	(289,615)	(330,989)	(206,867)	(827,471)
(Increase) Decrease In Def. Outflow Of Res. - OPEB	7,781	8,895	5,558	22,234
(Increase) Decrease In Net Pension Obligation	385,741	440,846	275,529	1,102,116
(Increase) Decrease In Net OPEB Obligation	(57,467)	(65,685)	(41,050)	(164,202)
(Decrease) Increase In Def. Inflow Of Res. - Pension	(65,182)	(74,492)	(46,559)	(186,233)
(Decrease) Increase In Def. Inflow Of Res. - OPEB	52,478	59,985	37,488	149,951
Total Adjustments	299,009	992,183	232,410	1,523,602
Net Cash Provided By (Used For) Operating Activities	\$ 3,256,801	\$ 656,622	\$ (30,345)	\$ 3,883,078

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

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NOTES TO THE FINANCIAL STATEMENTS

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CITY OF LAMPASAS, TEXAS  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED SEPTEMBER 30, 2023

**I. Summary of Significant Accounting Policies**

**A. Description of government-wide 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 nonfiduciary activities of the primary government and its component units. All fiduciary activities are reported only in the fund financial statements. *Governmental activities*, which normally are supported by taxes, intergovernmental revenues, and other nonexchange transactions, are reported separately from *business-type activities*, which rely to a significant extent on fees and charges to external customers for support. Likewise, the *primary government* is reported separately from certain legally separate *component units* for which the primary government is financially accountable.

**A. Reporting Entity**

The City of Lampasas, Texas (the “City”) is a municipal corporation governed by an elected mayor and six-member governing council (the “Council”). The accompanying financial statements present the City and its component units, entities for which the City is considered to be financially accountable. Blended component units are, in substance, part of the primary government’s operations, even though they are legally separate entities. Thus, blended component units are appropriately presented as funds of the primary government. Each discretely presented component unit is reported in a separate column in the government-wide financial statements to emphasize that it is legally separate from the government.

***Discretely presented component unit***

The Lampasas Economic Development Corporation (the “Lampasas EDC”) was established in 1998 after the citizens of Lampasas voted to pass a \$.0025 sales tax dedicated to economic development. The Lampasas EDC’s primary purpose is to assist in bringing meaningful and rewarding employment opportunities to citizens in the area through funding assistance provided to businesses to relocate or expand in Lampasas. A separate governing board oversees the Lampasas EDC which is appointed by the Council and consists of individuals from the community and related governmental entities in the area. The City’s employees manage the operations of the Lampasas EDC.

The Lampasas EDC has been reported as a discretely presented component unit because the governing board is not identical to the governing body of the City and the Lampasas EDC does not solely serve the City. A copy of the Lampasas EDC financial report may be obtained by contacting the City of Lampasas Finance Department.

**B. Government-Wide Financial Statements**

While separate government-wide and fund financial statements are presented, they are interrelated. The governmental activities column incorporates data from governmental funds and internal service funds, while business-type activities incorporate data from the government’s enterprise funds. Separate financial statements are provided for governmental funds, proprietary funds, and fiduciary funds, even though the latter are excluded from the government-wide financial statements.

**C. Fund Financial Statements**

The fund financial statements provide information about the government’s funds, including its fiduciary funds and blended component units. The emphasis of fund financial statements is on major governmental and enterprise funds, each displayed in a separate column. All remaining governmental and enterprise funds are aggregated and reported as nonmajor funds. Major individual governmental and enterprise funds are reported as separate columns in the fund financial statements.

CITY OF LAMPASAS, TEXAS  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED SEPTEMBER 30, 2023

The government reports the following major governmental funds:

The General Fund is the City's primary operating fund. It accounts for all financial resources of the City, except those accounted for in another fund.

The Coronavirus State and Local Fiscal Recovery Funds (CSLFRF) Fund, a major special revenue fund, is used to account for the receipt and disbursement of funds restricted for the purpose of this federal program.

The Capital Projects Fund - Certificates of Obligation, Series 2022 is used to account for the construction expenditures financed by the City's related debt issuance. This fund is budgeted on a project basis rather than annually.

The City reports the following major enterprise funds:

The Electric Fund accounts for the electricity services provided to customers and the related costs of operations to provide those services.

The Water/Wastewater Fund accounts for water and wastewater services provided to customers and the related costs of operations to provide those services.

Additionally, the City reports the following fund types:

Special revenue funds account for resources restricted, committed, or assigned for specific purposes by the City or outside grantors in order for transparent accountability.

A Permanent Fund accounts for an endowment, the principal of which may not be expended and where the income may only be used for a specific purpose. The City reports a permanent Cemetery Fund.

The Debt Service Fund accounts for resources accumulated and payments made for principal and interest on long-term obligation debt of governmental funds.

Capital project funds (other) account for the proceeds from long term debt financing or other revenues and expenditures related to the City's capital projects.

Enterprise funds account for services provided to customers and related costs of operations. The City reported three non-major enterprise funds which are the G/F Economic Development Fund, the Aviation Fund, and the Golf Course Fund.

During the course of operations the government has activity between funds for various purposes. Any residual balances outstanding at year end are reported as due from/to other funds or advances to/from other funds. While these balances are reported in fund financial statements, certain eliminations are made in the preparation of the government-wide financial statements. Balances between the funds included in governmental activities (i.e., the governmental and internal service funds) are eliminated so that only the net amount is included as internal balances in the governmental activities column. Similarly, balances between the funds included in business-type activities (i.e., the enterprise funds) are eliminated so that only the net amount is included as internal balances in the business-type activities column.

CITY OF LAMPASAS, TEXAS  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED SEPTEMBER 30, 2023

Further, certain activity occurs during the year involving transfers of resources between funds. In fund financial statements these amounts are reported at gross amounts as transfers in/out. While reported in fund financial statements, certain eliminations are made in the preparation of the government-wide financial statements. Transfers between the funds included in governmental activities are eliminated so that only the net amount is included as transfers in the governmental activities column. Similarly, balances between the funds included in business-type activities are eliminated so that only the net amount is included as transfers in the business-type activities column.

**D. Measurement Focus and Basis of Accounting**

The accounting and financial reporting treatment is determined by the applicable measurement focus and basis of accounting. Measurement focus indicates the type of resources being measured such as *current financial resources* or *economic resources*. The basis of accounting indicates the timing of transactions or events for recognition in the financial statements.

The government-wide financial statements are reported using the *economic resources measurement focus* and the *accrual basis of accounting*. 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 governmental fund financial statements are reported using the *current financial resources measurement focus* and the *modified accrual basis of accounting*. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the 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. General capital asset acquisitions are reported as expenditures in governmental funds. Issuance of long-term debt and acquisitions under capital leases are reported as other financing sources.

Property taxes, sales taxes, franchise taxes, licenses, and interest associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. Entitlements are recorded as revenues when all eligibility requirements are met, including any time requirements, and the amount is received during the period or within the availability period for this revenue source (within 60 days of year-end). Expenditure-driven grants are recognized as revenue when the qualifying expenditures have been incurred and all other eligibility requirements have been met, and the amount is received during the period or within the availability period for this revenue source (within 60 days of year-end). All other revenue items are considered to be measurable and available only when cash is received by the government.

Proprietary, pension and other postemployment benefit trust, and private-purpose trust funds are reported using the *economic resources measurement focus* and the *accrual basis of accounting*. Custodial funds have no measurement focus but utilize the *accrual basis of accounting* for reporting its assets and liabilities.

CITY OF LAMPASAS, TEXAS  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED SEPTEMBER 30, 2023

**E. Budgetary Information**

***1. Budgetary basis of accounting***

Annual budgets are adopted on a basis consistent with generally accepted accounting principles for the General Fund, Debt Service Fund, and the proprietary funds. Capital projects funds are appropriated on a project-length basis. Other special revenue funds and the permanent fund do not have appropriated budgets since other means control the use of these resources (e.g., grant awards and endowment requirements) and sometimes span a period of more than one fiscal year.

The appropriated budget is prepared by fund and department. The government's department heads may make transfers of appropriations within a department. Transfers of appropriations between departments require the approval of the council. The legal level of budgetary control (i.e., the level at which expenditures may not legally exceed appropriations) is the department level.

Appropriations in all budgeted funds lapse at the end of the fiscal year even if they have related encumbrances. Encumbrances are commitments related to unperformed (executory) contracts for goods or services (i.e., purchase orders, contracts, and commitments). Encumbrance accounting is utilized to the extent necessary to assure effective budgetary control and accountability and to facilitate effective cash planning and control. While all appropriations and encumbrances lapse at year end, valid outstanding encumbrances (those for which performance under the executory contract is expected in the next year) are re-appropriated and become part of the subsequent year's budget pursuant to state regulations.

***2. Excess of expenditures over appropriations***

For the year ended September 30, 2023, expenditures did not exceed appropriations.

**F. Assets, Liabilities, Deferred Outflows/Inflows of Resources, and Net Position/Fund Balance**

***1. Cash and cash equivalents***

The government'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.

***2. Investments***

Investments for the government are reported at fair value (generally based on quoted market prices) except for positions in Local Government Investment Pools (TexPool, TexStar, etc) when applicable. In accordance with state law, these investment pools operate in conformity with all of the requirements of the Securities and Exchange Commission's (SEC) Rule 2a7 as promulgated under the Investment Company Act of 1940, as amended. Accordingly, the pools qualify as 2a7-like pools and are reported at the net asset value per share (which approximates fair value) even though it is calculated using the amortized cost method. The pools are subject to regulatory oversight by the State Treasurer, although it is not registered with the SEC.

CITY OF LAMPASAS, TEXAS  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED SEPTEMBER 30, 2023

**3. Inventories and prepaid items**

Inventories are valued at cost using the first-in/first-out (FIFO) method and consist of expendable supplies and utility operations repair parts. The cost of such inventories is recorded as expenditures/expenses when consumed rather than when purchased. Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both the government-wide and fund financial statements. The cost of prepaid items is recorded as expenditures/expenses when consumed rather than when purchased.

**4. 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 column in the government-wide financial statements. Capital assets, except for infrastructure assets, are defined by the City as assets with an initial, individual cost of more than \$5,000 and an estimated useful life of more than one year. For infrastructure assets the same estimated minimum useful life is used (in excess of one year), but only those infrastructure projects that cost more than \$50,000 are reported as capital assets.

As the City constructs or acquires additional capital assets each period, including infrastructure assets, they are capitalized and reported at historical cost. The reported value excludes normal maintenance and repairs which are essentially amounts spent in relation to capital assets that do not increase the capacity or efficiency of the item or increase its estimated useful life. Donated capital assets are recorded at their estimated fair value at the date of donation.

Land and construction in progress are not depreciated. The other property, plant, equipment, and infrastructure of the primary government are depreciated using the straight line method over the following estimated useful lives:

<u>Capital asset classes</u>	<u>Lives</u>
Buildings	10-40
Machinery and equipment	5-20
Vehicles	5-10
Improvements	10-40
Infrastructure	10-50

**5. Deferred outflows/inflows of resources**

In addition to assets, the statement of financial position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, *deferred outflows of resources*, represents a consumption of net position that applies to a future period(s) and so will *not* be recognized as an outflow of resources (expense/expenditure) until then. In addition to liabilities, the statement of financial position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, *deferred inflows of resources*, represents an acquisition of net position that applies to a future period(s) and so will *not* be recognized as an inflow of resources (revenue) until that time. Accordingly, the item, *unavailable revenue*, is reported only in the governmental funds balance sheet. The governmental funds report unavailable revenues from two sources: property taxes and special assessments. These amounts are deferred and recognized as an inflow of resources in the period that the amounts become available.

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***6. Net position flow assumption***

Sometimes the government will fund outlays for a particular purpose from both restricted (e.g., restricted bond or grant proceeds) and unrestricted resources. In order to calculate the amounts to report as restricted – net position and unrestricted – net position in the government-wide and proprietary fund financial statements, a flow assumption must be made about the order in which the resources are considered to be applied. It is the government’s policy to consider restricted – net position to have been depleted before unrestricted – net position is applied.

***7. Fund balance flow assumptions***

Sometimes the government will fund outlays for a particular purpose from both restricted and unrestricted resources (the total of committed, assigned, and unassigned fund balance). In order to calculate the amounts to report as restricted, committed, assigned, and unassigned fund balance in the governmental fund financial statements a flow assumption must be made about the order in which the resources are considered to be applied. It is the government’s policy to consider restricted fund balance to have been depleted before using any of the components of unrestricted fund balance. Further, when the components of unrestricted fund balance can be used for the same purpose, committed fund balance is depleted first, followed by assigned fund balance. Unassigned fund balance is applied last.

***8. Fund balance policies***

Fund balance of governmental funds is reported in various categories based on the nature of any limitations requiring the use of resources for specific purposes. The government itself can establish limitations on the use of resources through either a commitment (committed fund balance) or an assignment (assigned fund balance). The committed fund balance classification 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. The governing council is the highest level of decision-making authority for the government that can, by adoption of an ordinance prior to the end of the fiscal year, commit fund balance. Once adopted, the limitation imposed by the ordinance remains in place until a similar action is taken (the adoption of another ordinance) to remove or revise the limitation. Amounts in the assigned fund balance classification are intended to be used by the government for specific purposes but do not meet the criteria to be classified as committed. The council has by resolution authorized the City Manager to assign fund balance. The council may also assign fund balance as it does when appropriating fund balance to cover a gap between estimated revenue and appropriations in the subsequent year’s appropriated budget. Unlike commitments, assignments generally only exist temporarily. In other words, an additional action does not normally have to be taken for the removal of an assignment. Conversely, as discussed above, an additional action is essential to either remove or revise a commitment.

**G. Revenues and Expenditures/Expenses**

***1. Program revenues***

Amounts reported as *program revenues* include 1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or segment and 2) grants and contributions (including special assessments) that are restricted to meeting the operational or capital requirements of a particular function or segment. All taxes, including those dedicated for specific purposes, and other internally dedicated resources are reported as general revenues rather than as program revenues.

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**2. Property taxes**

Property taxes are considered available when collected within the current period or expected to be collected soon enough thereafter to be used to pay liabilities of the current period. The City levies its taxes on October 1 in conformity with Subtitle E, Texas Property Tax Code. Taxes are due upon receipt of the tax bill and are past due and subject to interest if not paid by February 1 of the year following the October 1 levy date. The assessed value of the property tax roll of January 1, 2022, upon which the levy for the 2022-2023 fiscal year was based, was \$607,972,433. Taxes are delinquent if not paid by February 1st of the following calendar year. Delinquent taxes are subject to both penalty and interest charges plus 15% delinquent collection fees for attorney costs.

The tax rates assessed for the year ended September 30, 2023, to finance General Fund and Debt Service Fund operations were \$0.2465 and \$0.0691, respectively, for a total tax rate of \$0.3156 per \$100 valuation. The total tax levy for the General Fund and Debt Service Fund for the 2022-2023 fiscal year was \$1,918,761. Tax collections, including collections of prior year delinquent balances, for the year ended September 30, 2023, were 98% of the year end adjusted tax levy. Delinquent taxes are prorated between maintenance and debt service based on rates for the year of the levy. Allowances for uncollectible taxes within the General and Debt Service Funds are based on historical experience in collecting taxes.

**3. Compensated absences**

**Vacation**

City policy permits employees to accumulate earned but unused vacation benefits, which are eligible for payment upon separation from service. The liability for such leave is reported as incurred in the government-wide and proprietary fund financial statements. A liability for those amounts is recorded in the governmental funds only if the liability has matured as a result of employee resignations or retirements. The liability for compensated absences includes salary-related benefits, where applicable.

**Sick Leave**

Accumulated sick leave lapses when employees leave the employment of the City and, upon separation from service, no monetary obligation exists. However, employees having twenty or more years of service with the City upon separation are eligible to receive a portion of their accumulated sick leave balance based on a separation pay calculation.

**Compensatory Time Off**

The City grants non-exempt employees compensatory time (comp time) in lieu of compensation for hours worked in excess of 40 hours a week, or other permissible work schedule based on position. Employees may accrue comp time off at one and one-half times the number of overtime hours worked, up to specified limits.

**4. Proprietary funds operating and nonoperating revenues and expenses**

Proprietary funds distinguish *operating* revenues and expenses from *nonoperating* 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. The principal operating revenues of the Water/Wastewater Fund and Electric Fund are charges to customers for sales and services. The Water/Wastewater fund also recognizes as operating revenue the portion of tap fees intended to recover the cost of connecting new customers to the system. Operating expenses for enterprise funds and internal service funds include the cost of sales and services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

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**II. Stewardship, Compliance and Accountability**

**A. Violations of Legal or Contractual Provisions**

Note I.E.2, on the *Excess of expenditures over appropriations*, describes a budgetary violation that occurred for the year ended September 30, 2023.

**B. Deficit Fund Equity**

For the year ended September 30, 2023 there were no funds reported with deficit fund equity.

**III. Detailed Notes on All Activities and Funds**

**A. Cash Deposits with Financial Institutions**

*Custodial credit risk-deposits.* In the case of deposits, this is the risk that in the event of a bank failure, the government’s deposits may not be returned to it. The government does not have a deposit policy for custodial credit risk. As of September 30, 2023, the government’s bank balance was \$11,256,309 which was not exposed to custodial credit risk because it was insured or collateralized with securities held by the pledging financial institution’s trust department or agent, but not in the government’s name.

**B. Investments**

The TexPool and TexStar Investment Pools (Pools) operate in accordance with state law, which requires it to meet all of the requirements of Rule 2a-7 of the Securities and Exchange Commission. See note I.F.2, *Investments*, for a discussion of how the shares in the Pool are valued. The Pools have a credit rating of AAAM from Standard & Poor’s Financial Services. Local government investment pools in this rating category meet the highest standards for credit quality, conservative investment policies, and safety of principal. The Pools invest in a high quality portfolio of debt securities investments legally permissible for municipalities and school districts in the state. The City utilizes a pooled investment concept for all its funds to maximize its investment program. Investment income from this internal pooling is allocated to the respective funds based upon the sources of funds invested. State statutes authorize the City to invest in obligations of the U.S. Treasury, commercial paper, corporate bonds, repurchase agreements, and the State Treasurer’s Investment Pool.

In addition, the City had investments in brokered sweep accounts and custody holdings.

As of September 30, 2023, the government had the following investments:

Investment Type	Maturity Time in Years			
	Less than 1	1-5	6-10	More Than 10
Texpool Investment Pool	\$ 1,954,987	\$ -	\$ -	\$ -
Texstar Investment Pool	1,714,496	-	-	-
Brokered Sweep Accounts	3,213,577	-	-	-
Custody Holdings	6,000,000	-	-	-
Total investments	<u>\$12,883,060</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

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*Interest rate risk.* In accordance with its investment policy, the government manages its exposure to declines in fair values by limiting the weighted average maturity of its investment portfolio to less than ten months.

*Credit risk.* State law limits investments in commercial paper and corporate bonds to the top two ratings issued by nationally recognized statistical rating organizations (NRSROs). It is the government's policy to limit its investments in these investment types to the top rating issued by NRSROs. As of September 30, 2023, the City's investments in TexPool and TexSTAR investment pools and were rated AAAM by Standard & Poor's and the City's investments in custody holdings were rated AAA by Moody's.

*Concentration of credit risk.* The government's investment policy does not allow for an investment in any one issuer that is in excess of 50 percent of the government's total investments. This restriction however does not apply to government investment pools due to the low risk nature of this type of investment.

*Custodial credit risk-investments.* For an investment, this is the risk that, in the event of the failure of the counterparty, the government will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party.

**C. Receivables**

Below is a detail of receivables for the major and nonmajor funds of the City including the applicable allowances for uncollectible accounts:

**Governmental Funds**

Receivables	Nonmajor		Total
	General Fund	Governmental Funds	Governmental Funds
Property Taxes	\$ 61,122	\$ 16,622	\$ 77,744
Accounts Receivable	232,011	2,178	234,189
Intergovernmental	-	138	138
Gross Receivables	293,133	18,938	312,071
Less: Allowance For Uncollectible Delinquent Taxes	(6,114)	(1,663)	(7,777)
Less: Allowance For Uncollectibles	(97,793)	-	(97,793)
Net Receivables	\$ 189,226	\$ 17,275	\$ 206,501

**Proprietary Funds**

Receivables	Water/ Electric		Nonmajor	Total
	Electric Fund	Wastewater Fund	Proprietary Funds	Proprietary Funds
Accounts Receivable	\$ 1,290,054	\$ 350,459	\$ 8,746	\$ 1,649,259
Notes Receivable	-	-	178,217	178,217
Gross Receivables	1,290,054	350,459	186,963	1,827,476
Less: Allowance For Uncollectibles	(239,646)	(107,790)	-	(347,436)
Net Receivables	\$ 1,050,408	\$ 242,669	\$ 186,963	\$ 1,480,040

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**D. Capital Assets**

Capital assets activity for the year ended September 30, 2023, was as follows:

**Governmental Activities:**

	Balance 10/1/22	Increases	Decreases	Adjustments	Balance 9/30/23
Capital Assets, Not Being Depreciated:					
Land	\$ 1,187,931	\$ -	\$ -	\$ -	\$ 1,187,931
Construction In Progress	1,274,789	410,916	-	(1,411,520)	274,185
Total Capital Assets, Not Being Depreciated	<u>2,462,720</u>	<u>410,916</u>	<u>-</u>	<u>(1,411,520)</u>	<u>1,462,116</u>
Capital Assets, Being Depreciated:					
Buildings And Improvements	17,889,325	479,769	-	1,411,520	19,780,614
Machinery, Equipment, And Vehicles	5,341,958	536,809	(81,734)	-	5,797,033
Right To Use Leased Assets	72,640	-	-	-	72,640
Total Capital Assets, Being Depreciated	<u>23,303,923</u>	<u>1,016,578</u>	<u>(81,734)</u>	<u>1,411,520</u>	<u>25,650,287</u>
Less Accumulated Depreciation For:					
Buildings And Improvements	(8,507,842)	(760,025)	-	-	(9,267,867)
Machinery, Equipment, And Vehicles	(4,235,012)	(240,666)	81,734	-	(4,393,944)
Right To Use Leased Assets	(26,541)	(13,649)	-	-	(40,190)
Total Accumulated Depreciation	<u>(12,769,395)</u>	<u>(1,014,340)</u>	<u>81,734</u>	<u>-</u>	<u>(13,702,001)</u>
Total Capital Assets Being Depreciated, Net	<u>10,534,528</u>	<u>2,238</u>	<u>-</u>	<u>1,411,520</u>	<u>11,948,286</u>
Governmental Activities Capital Assets, Net	<u>\$ 12,997,248</u>	<u>\$ 413,154</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 13,410,402</u>

**Business-Type Activities:**

	Balance 10/1/22	Increases	Decreases	Adjustments	Balance 9/30/23
Capital Assets, Not Being Depreciated:					
Land	\$ 983,061	\$ -	\$ -	\$ -	\$ 983,061
Construction In Progress	147,169	84,197	-	(158,216)	73,150
Total Capital Assets, Not Being Depreciated	<u>1,130,230</u>	<u>84,197</u>	<u>-</u>	<u>(158,216)</u>	<u>1,056,211</u>
Capital Assets, Being Depreciated:					
Buildings And Improvements	6,321,842	-	-	-	6,321,842
Machinery, Equipment, And Vehicles	6,043,007	49,902	(9,090)	-	6,083,819
Infrastructure	27,494,881	74,189	-	158,216	27,727,286
Right To Use Leased Assets	522,382	134,200	-	-	656,582
Total Capital Assets, Being Depreciated	<u>40,382,112</u>	<u>258,291</u>	<u>(9,090)</u>	<u>158,216</u>	<u>40,789,529</u>
Less Accumulated Depreciation For:					
Buildings And Improvements	(3,615,317)	(156,630)	-	-	(3,771,947)
Machinery, Equipment, And Vehicles	(5,387,651)	(182,589)	9,090	-	(5,561,150)
Infrastructure	(16,685,255)	(779,383)	-	-	(17,464,638)
Right To Use Leased Assets	(230,967)	(165,860)	-	-	(396,827)
Total Accumulated Depreciation	<u>(25,919,190)</u>	<u>(1,284,462)</u>	<u>9,090</u>	<u>-</u>	<u>(27,194,562)</u>
Total Capital Assets Being Depreciated, Net	<u>14,462,922</u>	<u>(1,026,171)</u>	<u>-</u>	<u>158,216</u>	<u>13,594,967</u>
Business-Type Activities Capital Assets, Net	<u>\$ 15,593,152</u>	<u>\$ (941,974)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 14,651,178</u>

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

**Governmental Activities:**

General Government	\$ 259,654
Public Safety	412,789
Highways And Streets	68,369
Sanitation	119,895
Health And Welfare	19,471
Culture And Recreation	134,162
<b>Total Depreciation Expense - Governmental Activities</b>	<b>\$ 1,014,340</b>

**E. Long-term Debt**

Long-term debt obligations at September 30, 2023 consisted of the following:

**Governmental Activities:**

Type	Sale Date	Original Borrowing	Interest Rates to Maturity	Final Maturity	Outstanding 9/30/23
<b>Bonds Payable</b>					
Certificate Of Obligation, Series 2007	2007	\$ 6,000,000	4.19%	2031	\$ 1,900,000
Certificate Of Obligation, Series 2016	2016	5,355,000	2.0-4.0%	2036	5,115,000
General Obligation Refunding Bonds, Series 2019	2019	590,000	1.956%	2031	505,000
General Obligation Refunding Bonds, Series 2020	2020	2,200,000	1.413%	2036	1,930,000
Certificate Of Obligation, Series 2022	2022	6,425,000	3.0-5.0%	2042	6,305,000
Total Bonds Payable					\$ 15,755,000
<b>Right to Use Lease Assets Payable:</b>					
City Hall Copiers		\$ 42,485	4.500%		\$ 18,868
Library Copier		11,305	4.500%		7,309
Police Department Copier		455	4.500%		8,675
Total Right To Use Lease Assets Payable					\$ 34,852

**Business-Type Activities:**

Type	Sale Date	Original Borrowing	Interest Rates to Maturity	Final Maturity	Outstanding 9/30/23
<b>General Obligation Bonds:</b>					
General Obligation Refunding Bonds, Series 2019	2019	\$ 805,000	1.956%	2034	\$ 665,000
Total General Obligation Bonds					\$ 665,000
<b>Right to Use Lease Assets Payable:</b>					
Golf Course Fairway Mowers		\$ 211,740	4.500%		\$ 115,727
Golf Carts (Fleet)		102,665	4.480%		82,918
Water/WW Backhoe Loader		138,604	5.165%		93,073
Water/WW Excavator		126,573	4.875%		83,247
Total Notes Payable					\$ 374,965

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The following is a summary of changes in long-term liabilities for the year ended September 30, 2023:

**Governmental Activities**

Description	Balance 10/1/22	Additions	Deletions	Balance 9/30/23	Due in One Year
<b>Bonds Payable</b>					
Gen. Obligation Refunding Bonds	\$ 2,610,000	\$ -	\$ (175,000)	\$ 2,435,000	\$ 175,000
Certificates Of Obligation	13,860,000	-	(540,000)	13,320,000	605,000
Premium	802,091	-	(51,859)	750,232	-
<b>Total Bonds Payable</b>	<b>17,272,091</b>	<b>-</b>	<b>(766,859)</b>	<b>16,505,232</b>	<b>780,000</b>
<b>Other Long-Term Debt</b>					
RTU Lease Assets Payable	48,141	-	(13,289)	34,852	13,735
<b>Total Other Long-Term Debt</b>	<b>48,141</b>	<b>-</b>	<b>(13,289)</b>	<b>34,852</b>	<b>13,735</b>
<b>Total Long-Term Liabilities</b>	<b>\$17,320,232</b>	<b>\$ -</b>	<b>\$ (780,148)</b>	<b>\$16,540,084</b>	<b>\$ 793,735</b>

**Business-Type Activities**

Description	Balance 10/1/22	Additions	Deletions	Balance 9/30/23	Due in One Year
<b>Bonds Payable</b>					
Gen. Obligation Refunding Bonds	\$ 715,000	\$ -	\$ (50,000)	\$ 665,000	\$ 45,000
<b>Total Bonds Payable</b>	<b>715,000</b>	<b>-</b>	<b>(50,000)</b>	<b>665,000</b>	<b>45,000</b>
<b>Other Long-Term Debt</b>					
RTU Lease Assets Payable	352,125	134,200	(111,360)	374,965	154,647
<b>Total Other Long-Term Debt</b>	<b>352,125</b>	<b>134,200</b>	<b>(111,360)</b>	<b>374,965</b>	<b>154,647</b>
<b>Total Long-Term Liabilities</b>	<b>\$ 1,067,125</b>	<b>\$ 134,200</b>	<b>\$ (161,360)</b>	<b>\$ 1,039,965</b>	<b>\$ 199,647</b>

The City issues general obligation bonds and certificates of obligation to provide funds for the acquisition and construction of major capital facilities. General obligation bonds and certificates of obligation have been issued for both governmental and business-type activities. These long-term debt instruments are direct obligations and pledge the full faith and credit of the City. General obligation bonds and certificates of obligation generally are issued with repayment scheduled to occur as equal amounts of principal maturing each year with maturities that range from 5 to 25 years.

The debt service requirements to maturity for the City's bonds payable as of September 30, 2023 are as follows:

Year Ended	Bonds Payable					
	Governmental Activities			Business-Type Activities		
	Principal	Interest	Total	Principal	Interest	Total
September 30,						
2024	\$ 780,000	\$ 539,614	\$ 1,319,614	\$ 45,000	\$ 12,567	\$ 57,567
2025	810,000	512,287	1,322,287	45,000	11,687	56,687
2026	840,000	483,391	1,323,391	50,000	10,758	60,758
2027	925,000	452,973	1,377,973	30,000	9,976	39,976
2028	950,000	421,286	1,371,286	40,000	9,291	49,291
2029-2033	5,065,000	1,582,857	6,647,857	350,000	31,003	381,003
2034-2038	4,290,000	711,181	5,001,181	105,000	1,028	106,028
2039-2042	2,095,000	178,645	2,273,645	-	-	-
<b>Totals</b>	<b>\$15,755,000</b>	<b>\$ 4,882,234</b>	<b>\$20,637,234</b>	<b>\$ 665,000</b>	<b>\$ 86,310</b>	<b>\$ 751,310</b>

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The debt service requirement for right to use leased assets payable as of September 30, 2023 are as follows:

Year Ended September 30,	Right to Use Lease Assets Payable					
	Governmental Activities			Business-Type Activities		
	Principal	Interest	Total	Principal	Interest	Total
2023	\$ 13,735	\$ 1,286	\$ 15,021	\$ 154,647	\$ 8,671	\$ 163,318
2024	14,368	653	15,021	70,660	5,296	75,956
2025	6,148	161	6,309	128,025	2,053	130,078
2026	601	5	606	21,633	367	22,000
Totals	\$ 34,852	\$ 2,105	\$ 36,957	\$ 374,965	\$ 16,387	\$ 391,352

**F. Defined Benefit Pension Plan**

*Plan Description*

The City participates as one of 919 plans in the defined benefit cash-balance plan administered by the Texas Municipal Retirement System (TMRS). TMRS is a statewide public retirement plan created by the State of Texas and administered in accordance with the TMRS Act, Subtitle G, Title 8, Texas Government Code (the TMRS Act) as an agent multiple-employer retirement system for employees of Texas participating cities. The TMRS Act places the general administration and management of TMRS with a six-member, Governor-appointed Board of Trustees; however, TMRS is not fiscally dependent on the State of Texas. TMRS issues a publicly available comprehensive annual financial report (Annual Report) that can be obtained at [www.tmr.com](http://www.tmr.com).

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

*Benefits Provided*

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

At retirement, the Member's benefit is calculated based on the sum of the Member's contributions, with interest, and the city-financed monetary credits with interest. The retiring Member may select one of seven monthly benefit payment options. Members may also choose to receive a portion of their benefit as a lump sum distribution in an amount equal to 12, 24 or 36 monthly payments, which cannot exceed 75% of the total Member contributions and interest.

*Plan Provisions*

Employee Deposit Rate	7%
Municipal Current Matching Ratio	2:1

*Employees Covered by Benefit Terms*

At the December 31, 2022 valuation and measurement date, the following employees were covered by the benefit terms:

Inactive Employees Or Beneficiaries Currently Receiving Benefits	73
Inactive Employees Entitled To But Not Yet Receiving Benefits	64
Active Employees	120
	257

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*Contributions*

Member contribution rates in TMRS are either 5%, 6% or 7% of the Member's total compensation, and the city matching percentages are either 100%, 150% or 200%, both as adopted by the governing body of the city. Under the state law governing TMRS, the contribution rate for each city is determined annually by the actuary, using the Entry Age Normal (EAN) actuarial cost method. The city's contribution rate is based on the liabilities created from the benefit plan options selected by the city and any changes in benefits or actual experience over time.

Employees for the City were required to contribute 7% of their annual compensation during the fiscal year. The contribution rates for the City of Lampasas were 15.75% and 16.74% in calendar years 2022 and 2023, respectively. The City's contributions to TMRS for the year ended September 30, 2023 were \$1,114,774, and were equal to the required contributions.

*Net Pension Liability*

The City's Net Pension Liability (NPL) was measured as of December 31, 2022, and the Total Pension Liability (TPL) used to calculate the Net Pension Liability was determined by an actuarial valuation as of that date.

*Actuarial Assumptions*

The Total Pension Liability in the December 31, 2022 actuarial valuation was determined using the following actuarial assumptions:

Inflation	2.5% per year
Overall payroll growth	2.75% per year, adjusted down for population declines if any
Investment rate of return	6.75%, net of pension plan investment expense, including inflation

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

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

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

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return (Arithmetic)
Global Equity	35.0%	7.70%
Core Fixed Income	6.0%	4.90%
Non-Core Fixed Income	20.0%	8.70%
Other Public and Private Markets	12.0%	8.10%
Real Estate	12.0%	5.80%
Hedge Funds	5.0%	6.90%
Private Equity	10.0%	11.80%
Total	<u>100.0%</u>	

*Discount Rate*

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

	Increase (Decrease)		
	Total Pension Liability	Plan Fiduciary Net Position	Net Pension Liability
	(a)	(b)	(a) - (b)
Balance at December 31, 2021	\$ 32,768,359	\$ 30,516,895	\$ 2,251,464
Changes For The Year:			
Service Cost	1,073,492	-	1,073,492
Interest	2,197,803	-	2,197,803
Change Of Benefit Terms	-	-	-
Difference Between Expected And Actual Experience	749,601	-	749,601
Changes Of Assumptions	-	-	-
Contributions - Employer	-	1,006,379	(1,006,379)
Contributions - Employee	-	448,088	(448,088)
Net Investment Income	-	(2,229,108)	2,229,108
Benefit Payments, Incl. Refunds Of Employee Contr.	(1,490,118)	(1,490,118)	-
Administrative Expense	-	(19,277)	19,277
Other Changes	-	23,004	(23,004)
Net changes	<u>2,530,778</u>	<u>(2,261,032)</u>	<u>4,791,810</u>
Balance At December 31, 2022	<u>\$ 35,299,137</u>	<u>\$ 28,255,863</u>	<u>\$ 7,043,274</u>

CITY OF LAMPASAS, TEXAS  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED SEPTEMBER 30, 2023

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

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

	1% Decrease in Discount Rate 5.75%	Current Discount Rate 6.75%	1% Increase in Discount Rate 7.75%
City's Net Pension Liability	\$ 12,359,461	\$ 7,043,274	\$ 2,721,143

*Pension Plan Fiduciary Net Position*

Detailed information about the pension plan's Fiduciary Net Position is available in a separately-issued TMRS financial report. That report may be obtained at [www.tmrs.com](http://www.tmrs.com).

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

For the year ended September 30, 2023, the city recognized pension expense of \$384,403.

At September 30, 2023, the city reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences Between Projected And Actual Investment Earnings	\$ 3,431,198	\$ 1,459,568
Differences Between Expected And Actual Economic Experience	703,527	24,551
Difference In Assumption Changes	6,569	-
Contributions Subsequent To The Measurement Date	817,215	-
Total	\$ 4,958,509	\$ 1,484,119

\$817,215 reported as deferred outflows of resources related to pensions resulting from contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability for the year ending September 30, 2023. Other amounts reported as deferred outflows and inflows of resources related to pensions will be recognized in pension expense as follows:

Year Ended December 31st:	Net Deferred Outflows (Inflows) of Resources
2023	\$ 353,484
2024	689,601
2025	702,379
2026	911,711
2027	-
Thereafter	-
Total	\$ 2,657,175

CITY OF LAMPASAS, TEXAS  
 NOTES TO THE FINANCIAL STATEMENTS  
 FOR THE YEAR ENDED SEPTEMBER 30, 2023

**G. Other Post-Employment Benefit (OPEB) Obligations**

*Benefits Provided*

The City of Lampasas provides for the continuation of health insurance by covering the cost of premium for the retiree only for the Scott & White Consumer Choice 30 Plan (or cheaper plan), comparable to that which is provided for regular employees, for those employees eligible to retire under TMRS with a minimum of twenty (20) years of service with the City of Lampasas and who comply with and meet the following additional requirements as listed under Items 1 through 3.

1. The employee, at the time of submittal for retirement, must elect to maintain health insurance under the City of Lampasas' group health insurance policy for self and, if the retiree so chooses, any covered dependents at the time of retirement. The retiree will not be allowed to elect health insurance coverage under the City of Lampasas' group health insurance policy after retirement.
2. If a retiree, at any time during retirement, elects to cancel his/her or dependent coverage under the City of Lampasas' group health insurance policy, the retiree's and/or his/her dependents' group health insurance coverage will cease. When this occurs, the retiree's and/or his/her dependents', as applicable, will not be allowed to participate in the City of Lampasas' group health insurance policy from the date of the cancellation forward.
3. The retiree, with a minimum of five (5) years but less than twenty (20) years, is responsible for making timely payments to the City of Lampasas if the retiree has elected to participate in retiree health insurance coverage provided for in this section of the policies. For retirees with a minimum of twenty (20) years with the City of Lampasas, the City will cover the cost of premium for the Scott & White Consumer Choice 30 Plan (or cheaper plan) for the retiree only. The retiree is responsible for the cost difference of the Scott & White HMO Plan (or more expensive plan). The retiree is also responsible for the cost of covering any dependents.

The City Council may change the policy at any time through Council action. At the age of 65, or as soon as the retiree qualifies for coverage under Medicare, the retiree will no longer be covered under the City of Lampasas' medical insurance policies and will need to find substitute coverage with a Medicare supplemental insurance policy.

*Employees Covered by Benefit Terms*

At the December 31, 2022 valuation and measurement date, the following employees were covered by the benefit terms:

Inactive Employees Currently Receiving Benefits	5
Inactive Employees Entitled To But Not Yet Receiving Benefits	-
Active Employees	107
	112
	112

*Contributions*

The City is not currently making contributions to the OPEB plan other than monthly benefit payments related to retirees.

*Plan Assets*

At the December 31, 2022 valuation and measurement date, there are no assets accumulated in trust.

CITY OF LAMPASAS, TEXAS  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED SEPTEMBER 30, 2023

*Actuarial Assumptions*

The Total OPEB Liability in the December 31, 2022 actuarial valuation was determined using the following actuarial assumptions:

Inflation	2.50% per year
Salary increases	3.50%-11.5% including inflation
Discount rate	4.05% as of December 31, 2022

*Schedule of Changes in the Total OPEB Liability*

	Total OPEB Liability	Plan Fiduciary Net Position	Net OPEB Liability
	(a)	(b)	(a) - (b)
Balance at December 31, 2021	\$ 3,642,581	\$ -	\$ 3,642,581
Changes For The Year:			
Service Cost	219,930	-	219,930
Interest	68,490	-	68,490
Change Of Benefit Terms	-	-	-
Difference Between Expected And Actual Experience	(6,456)	-	(6,456)
Changes Of Assumptions	(802,859)	-	(802,859)
Contributions - Employer	-	-	-
Contributions - Employee	-	-	-
Net Investment Income	-	-	-
Benefit Payments, Incl. Refunds Of Employee Contr.	(60,491)	-	(60,491)
Administrative Expense	-	-	-
Other Changes	-	-	-
Net changes	(581,386)	-	(581,386)
Balance At December 31, 2022	<u>\$ 3,061,195</u>	<u>\$ -</u>	<u>\$ 3,061,195</u>

*Sensitivity of the net OPEB liability to changes in the discount rate*

The following presents the net OPEB liability of the City, calculated using the discount rate of 4.05%, as well as what the City's net OPEB liability would be if it were calculated using a discount rate that is one-percentage point lower 3.05% or one-percentage point higher 5.05% than the current rate:

	1% Decrease in Discount Rate 3.05%	Current Discount Rate Assumption 4.05%	1% Increase in Discount Rate 5.05%
City's Net OPEB Liability	\$ 3,400,771	\$ 3,061,195	\$ 2,758,591

*Sensitivity of the Net OPEB Liability to the Healthcare Cost Trend Rate Assumptions*

The following presents the net OPEB liability of the plan using the assumed healthcare cost trend rate, as well as what the net OPEB liability would be if it were calculated using a trend rate that is one-percentage point lower or one-percentage point higher than the assumed healthcare cost trend rate.

	1% Decrease	Current Healthcare Cost Trend Rate Assumption	1% Increase
City's Net OPEB Liability	\$ 2,646,480	\$ 3,061,195	\$ 3,563,102

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

For the year ended September 30, 2023, the city recognized OPEB expense of \$29,441.

CITY OF LAMPASAS, TEXAS  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED SEPTEMBER 30, 2023

At September 30, 2023, the city reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences Between Expected And Actual Economic Experience	\$ 1,734	\$ 932,773
Difference In Assumption Changes	447,215	784,578
Contributions Subsequent To The Measurement Date	64,832	-
Total	\$ 513,781	\$ 1,717,351

Deferred outflows of resources related to OPEB amounting to \$64,832 resulting from contributions subsequent to the measurement date were recognized as a reduction of the net OPEB liability for the year ended September 30, 2023. Other amounts reported as deferred outflows and inflows of resources related to OPEB will be recognized in OPEB expense as follows:

Year Ended September 30th:	Net Deferred Outflows (Inflows) of Resources
2024	\$ (183,822)
2025	(183,822)
2026	(183,822)
2027	(203,869)
2028	(152,038)
Thereafter	(361,029)
Total	\$ (1,268,402)

**H. Other Post-Employment Benefit (OPEB) Obligations – Supplemental Death Benefit Fund (SDBF)**

*Benefits Provided*

The City also participates in the cost sharing multiple-employer defined benefit group-term life insurance plan operated by the Texas Municipal Retirement System (TMRS) known as the Supplemental Death Benefits Fund (SDBF). The City elected, by ordinance, to provide group-term life insurance coverage to both current and retired employees. The City may terminate coverage under and discontinue participation in the SDBF by adopting an ordinance before November 1 of any year to be effective the following January 1.

The death benefit for active employees provides a lump-sum payment approximately equal to the employee’s annual salary (calculated based on the employee’s actual earnings, for the 12-month period preceding the month of death); retired employees are insured for \$7,500; this coverage is an other post-employment benefit, or OPEB.

*Employees Covered by Benefit Terms*

At the December 31, 2022 valuation and measurement date, the following employees were covered by the benefit terms:

Inactive Employees Or Beneficiaries Currently Receiving Benefits	58
Inactive Employees Entitled To But Not Yet Receiving Benefits	13
Active Employees	120
Total	191

CITY OF LAMPASAS, TEXAS  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED SEPTEMBER 30, 2023

*Contributions*

The City contributes to the SDBF at a contractually required rate as determined by an annual actuarial valuation. The rate is equal to the cost of providing one-year term life insurance. The funding policy for the SDBF program is to assure that adequate resources are available to meet all death benefit payments for the upcoming year; the intent is not to pre-fund retiree term life insurance during employees' entire careers.

The City's contributions to the TMRS SDBF for the years September 30, 2023 and 2022 were \$23,274 and \$15,849 respectively, which equaled the required contributions each year.

*Plan Assets*

At the December 31, 2022 valuation and measurement date, there are no assets accumulated in trust.

*Actuarial Assumptions*

The Total OPEB Liability in the December 31, 2022 actuarial valuation was determined using the following actuarial assumptions:

Inflation	2.50% per year
Salary increases	3.50%-11.50% including inflation per year
Discount rate	4.05% based on Fidelity Index's 20-year Municipal GO AA Index
Retirees' share of benefit costs	\$0

*Schedule of Changes in the Total OPEB SDBF Liability*

	Increase (Decrease)		
	Total OPEB Liability	Plan Fiduciary Net Position	Net OPEB Liability
	(a)	(b)	(a) - (b)
Balance at December 31, 2021	\$ 474,862	\$ -	\$ 474,862
Changes For The Year:			
Service Cost	27,965	-	27,965
Interest	8,913	-	8,913
Change Of Benefit Terms	-	-	-
Difference Between Expected And Actual Exp.	3,837	-	3,837
Changes Of Assumptions	(164,351)	-	(164,351)
Contributions - Employer	-	-	-
Contributions - Employee	-	-	-
Net Investment Income	-	-	-
Benefit Payments, Incl. Refunds Of Emp. Contr.	(8,898)	-	(8,898)
Administrative Expense	-	-	-
Other Changes	-	-	-
Net Changes	(132,534)	-	(132,534)
Balance at December 31, 2022	\$ 342,328	\$ -	\$ 342,328

CITY OF LAMPASAS, TEXAS  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED SEPTEMBER 30, 2023

*Sensitivity of the net OPEB SDBF liability to changes in the discount rate*

The following presents the net OPEB SDBF liability of the City, calculated using the discount rate of 4.05%, as well as what the City's net OPEB liability would be if it were calculated using a discount rate that is one-percentage point lower 3.05% or one-percentage point higher 5.05% than the current rate:

	1% Decrease in Discount Rate 3.05%	Current Discount Rate 4.05%	1% Increase in Discount Rate 5.05%
City's Net OPEB SDBF Liability	\$ 405,837	\$ 342,328	\$ 292,163

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

For the year ended September 30, 2023, the city recognized OPEB SDBF expense of \$5,270.

At September 30, 2023, the city reported deferred outflows of resources and deferred inflows of resources related to OPEB SDBF from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences Between Expected And Actual Economic Experience	\$ 3,183	\$ 31,891
Changes In Actuarial Assumptions	59,787	140,247
Contributions Subsequent To The Measurement Date	18,551	-
Total	\$ 81,521	\$ 172,138

Deferred outflows of resources related to OPEB SDBF amounting to \$18,551 resulting from contributions subsequent to the measurement date will be recognized as a reduction of the net OPEB SDBF liability for the year ending September 30, 2023. Other amounts reported as deferred outflows and inflows of resources related to OPEB SDBF will be recognized in OPEB SDBF expense as follows:

Measurement Year Ended Dec 31st:	Net Deferred Outflows (Inflows) of Resources
2023	\$ (19,209)
2024	(13,696)
2025	(23,107)
2026	(29,231)
2027	(23,925)
Thereafter	-
Total	\$ (109,168)

**I. Interfund Receivables and Payables**

The composition of interfund balances as of September 30, 2023 is as follows:

Receivable Fund	Payable Fund	Amount
General Fund	Permanent Fund	\$ 5,412
General Fund	Capital Projects Fund	1,730
General Fund	Special Revenue Funds	5
Debt Service Fund	Electric Fund	21,369
Debt Service Fund	Water/Wastewater Fund	42,127
Capital Projects Fund	Debt Service Fund	4,463
Capital Projects Fund	Electric Fund	4,973,481
Capital Projects Fund	Water/Wastewater Fund	426,794
Aviation Fund	Capital Projects Fund	6,094
		\$ 5,481,475

CITY OF LAMPASAS, TEXAS  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED SEPTEMBER 30, 2023

**J. Interfund Transfers**

The composition of interfund transfers for the year ended September 30, 2023 is as follows:

	<b>Transfers In:</b>				Total
	Governmental Funds		Enterprise Funds		
	General Fund	Nonmajor Gov. Funds	Water/ WW Fund	Nonmajor Prop. Funds	
<b>Transfers Out:</b>					
General Fund	\$ -	\$ 116,209	\$ -	\$ -	\$ 116,209
Nonmajor Gov. Funds	5,014	-	163,225	-	168,239
Electric Fund	2,951,855	13,798	209,661	60,407	3,235,721
Water/WW Fund	-	1,031,290	-	-	1,031,290
Nonmajor Prop. Funds	-	5,834	-	-	5,834
LEDC Component Unit	-	-	-	55,128	55,128
<b>Total</b>	<b>\$ 2,956,869</b>	<b>\$ 1,167,131</b>	<b>\$ 372,886</b>	<b>\$ 115,535</b>	<b>\$ 4,612,421</b>

**K. Discretely Presented Component Unit**

Lampasas Economic Development Corporation (the “Lampasas EDC”)

Capital assets activity for the Lampasas EDC for the year ended September 30, 2023 is as follows:

**Component Unit**

	Balance 10/1/22	Increases	Decreases	Adjustments	Balance 9/30/23
Capital Assets, Not Being Depreciated:					
Land	\$ 923,350	\$ -	\$ -	\$ -	\$ 923,350
Construction In Progress	1,744,663	9,265	-	(1,753,928)	-
Total Capital Assets, Not Being Depreciated	2,668,013	9,265	-	(1,753,928)	923,350
Capital Assets, Being Depreciated:					
Buildings And Improvements	17,975	-	-	1,753,928	1,771,903
Infrastructure	802,266	-	-	-	802,266
Total Capital Assets, Being Depreciated	820,241	-	-	1,753,928	2,574,169
Less Accumulated Depreciation For:					
Buildings And Improvements	(17,975)	(87,696)	-	-	(105,671)
Infrastructure	(181,980)	(28,079)	-	-	(210,059)
Total Accumulated Depreciation	(199,955)	(115,775)	-	-	(315,730)
Total Capital Assets Being Depreciated, Net	620,286	(115,775)	-	1,753,928	\$ 2,258,439
Component Unit Capital Assets, Net	\$ 3,288,299	\$ (106,510)	\$ -	\$ -	\$ 3,181,789

CITY OF LAMPASAS, TEXAS  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED SEPTEMBER 30, 2023

Details of long-term debt obligations outstanding for the Lampasas EDC at September 30, 2023 are as follows:

Type	Sale Date	Original Borrowing	Interest Rates to Maturity	Final Maturity	Outstanding 9/30/23
Taxable Sales Tax Revenue Bonds, Series 2004	2004	\$ 1,100,000	4.95%	2019	\$ 220,019
Note Payable 2015	2015	1,345,000	3.35%	2030	775,240
Note Payable 2022	2022	1,500,000	3.20%	2042	1,445,675
Total					<u>\$ 2,440,934</u>

Long-term debt activity for the Lampasas EDC for the year ended September 30, 2023 was as follows:

**Component Unit**

Description	Balance 10/1/22	Additions	Deletions	Balance 9/30/23	Due in One Year
Bonds Payable					
Revenue Bonds	\$ 248,081	\$ -	\$ (28,062)	\$ 220,019	\$ 29,469
Total Long-Term Liabilities	<u>248,081</u>	<u>-</u>	<u>(28,062)</u>	<u>220,019</u>	<u>29,469</u>
Other Long-Term Debt					
Notes Payable	2,309,800	-	(88,885)	2,220,915	91,643
Total Other Long-Term Debt	<u>2,309,800</u>	<u>-</u>	<u>(88,885)</u>	<u>2,220,915</u>	<u>91,643</u>
Total Long-Term Liabilities	<u>\$ 2,557,881</u>	<u>\$ -</u>	<u>\$ (116,947)</u>	<u>\$ 2,440,934</u>	<u>\$ 121,112</u>

During the year, the Lampasas EDC issued a \$1,500,000 note payable for the purpose of funding a new business park.

The debt service requirements to maturity for the Lampasas EDC's bonds and notes payable as of September 30, 2023 are as follows:

Year Ended	Component Unit					
	Bonds Payable			Notes Payable		
September 30,	Principal	Interest	Total	Principal	Interest	Total
2024	\$ 29,469	\$ 10,531	\$ 40,000	\$ 91,643	\$ 72,676	\$ 164,319
2025	30,946	9,054	40,000	94,899	69,419	164,318
2026	32,497	7,503	40,000	98,060	66,258	164,318
2027	34,124	5,876	40,000	101,327	62,993	164,320
2028	35,835	4,165	40,000	104,533	59,785	164,318
2029-2033	57,148	2,852	60,000	578,045	243,546	821,591
2034-2038	-	-	-	681,009	140,582	821,591
2039-2042	-	-	-	471,399	31,447	502,846
Totals	<u>\$ 220,019</u>	<u>\$ 39,981</u>	<u>\$ 260,000</u>	<u>\$ 2,220,915</u>	<u>\$ 746,706</u>	<u>\$ 2,967,621</u>

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CITY OF LAMPASAS, TEXAS  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED SEPTEMBER 30, 2023

**L. 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; and natural disasters. There were no settlements in excess of the insurance coverage in any of the three prior fiscal years.

**M. Contingencies**

As of year-end and through the date of the report, various claims and lawsuits are pending against the City. Although the outcome of these lawsuits is not presently determinable, in the opinion of the City's legal counsel the resolution of these matters will not have a material adverse effect on the financial condition of the City.

**N. Subsequent Events**

As of the issuance date of this report, there were no subsequent events that met the requirements for disclosure.

**O. Implementation of New Governmental Accounting Standard**

During the year the City implemented Governmental Accounting Standards Board Statement No. 96 – *Subscription-Based Information Technology Arrangements* (“GASB 96”). The objective of GASB 96 is to better meet the information needs of financial statement users by (a) establishing uniform accounting and financial reporting requirements for Subscription Based Information Technology Arrangements (SBITAs); (b) improving the comparability of financial statements among governments that have entered into SBITAs; and (c) enhancing the understandability, reliability, relevance, and consistency of information about SBITAs. At the commencement of the subscription term, a government should recognize a subscription liability and an intangible right-to-use asset (a capital asset). The commencement of the subscription term occurs when the initial implementation stage is completed, at which time the government has obtained control of the right to use the underlying IT assets, and therefore, the subscription asset is placed into service.

The right to use assets are initially measured at an amount equal to the initial measurement of the related subscription liability plus any payments made prior to the subscription term, less incentives, and plus ancillary charges necessary to place the subscription into service. The right to use assets are amortized on a straight-line basis over the life of the related lease.

As of September 30, 2023, the City did not have any items required to be reported as SBITAs as a result of implementing GASB 96.

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REQUIRED SUPPLEMENTARY INFORMATION

CITY OF LAMPASAS, TEXAS  
SCHEDULE OF CHANGES IN NET PENSION LIABILITY AND RELATED RATIOS  
FOR THE YEAR ENDED SEPTEMBER 30, 2023

	Measurement Year		
	2014	2015	2016
<b>A.</b>			
1. Service Cost	\$ 677,167	\$ 770,772	\$ 849,924
2. Interest (On The Total Pension Liability)	1,299,682	1,402,049	1,461,093
3. Changes In Benefit Terms	-	-	-
4. Difference Between Expected And Actual Experience	41,340	129,577	74,287
5. Changes In Assumptions	-	(46,453)	-
6. Benefit Payments, Including Refunds Of Employee Contr.	(557,066)	(648,128)	(709,824)
7. Net Change In Total Pension Liability	\$ 1,461,123	\$ 1,607,817	\$ 1,675,480
8. Total Pension Liability - Beginning	18,506,831	19,967,954	21,575,771
9. Total Pension Liability - Ending	<u>\$ 19,967,954</u>	<u>\$ 21,575,771</u>	<u>\$ 23,251,251</u>
<b>B.</b>			
1. Contributions - Employer	\$ 694,494	\$ 702,185	\$ 729,485
2. Contributions - Employee	326,986	338,887	371,393
3. Net Investment Income	881,447	24,708	1,159,150
4. Benefit Payments, Including Refunds Of Employee Contr.	(557,066)	(648,128)	(709,824)
5. Administrative Expense	(9,202)	(15,048)	(13,086)
6. Other	(757)	(743)	(705)
7. Net Change In Plan Fiduciary Net Position	\$ 1,335,902	\$ 401,861	\$ 1,536,413
8. Plan Fiduciary Net Position - Beginning	15,406,789	16,742,691	17,144,552
9. Plan Fiduciary Net Position - Ending	<u>\$ 16,742,691</u>	<u>\$ 17,144,552</u>	<u>\$ 18,680,965</u>
C. Net Pension Liability [A.9 - B.9]	\$ 3,225,263	\$ 4,431,219	\$ 4,570,286
D. Plan Fiduciary Net Position As A % Of The Total Pension Liability [B.9/A.9]	83.85%	79.46%	80.34%
E. Covered-Employee Payroll	\$ 4,589,171	\$ 4,811,308	\$ 5,110,789
F. Net Position As A Percentage Of Covered Employee Payroll [C / E]	70.28%	92.10%	89.42%

Measurement Year					
2017	2018	2019	2020	2021	2022
\$ 862,764	\$ 887,924	\$ 922,024	\$ 1,007,531	\$ 992,440	\$ 1,073,492
1,562,900	1,690,141	1,807,038	1,919,550	2,068,998	2,197,803
-	-	-	-	-	-
449,529	68,456	(289,963)	267,522	89,327	749,601
-	-	77,581	-	-	-
(1,057,114)	(948,346)	(915,159)	(870,031)	(1,076,004)	(1,490,118)
\$ 1,818,079	\$ 1,698,175	\$ 1,601,521	\$ 2,324,572	\$ 2,074,761	\$ 2,530,778
23,251,251	25,069,330	26,767,505	28,369,026	30,693,598	32,768,359
\$ 25,069,330	\$ 26,767,505	\$ 28,369,026	\$ 30,693,598	\$ 32,768,359	\$ 35,299,137
\$ 768,456	\$ 795,284	\$ 843,943	\$ 949,444	\$ 908,275	\$ 1,006,379
362,723	377,021	387,638	438,154	409,133	448,088
2,590,489	(639,323)	3,233,984	1,855,774	3,496,012	(2,229,108)
(1,057,114)	(948,346)	(915,159)	(870,031)	(1,076,004)	(1,490,118)
(13,418)	(12,349)	(18,260)	(12,002)	(16,163)	(19,277)
(680)	(645)	(548)	(468)	111	23,004
\$ 2,650,456	\$ (428,358)	\$ 3,531,598	\$ 2,360,871	\$ 3,721,364	\$ (2,261,032)
18,680,964	21,331,420	20,903,062	24,434,660	26,795,531	30,516,895
\$ 21,331,420	\$ 20,903,062	\$ 24,434,660	\$ 26,795,531	\$ 30,516,895	\$ 28,255,863
\$ 3,737,910	\$ 5,864,443	\$ 3,934,366	\$ 3,898,067	\$ 2,251,464	\$ 7,043,274
85.09%	78.09%	86.13%	87.30%	93.13%	80.05%
\$ 5,181,764	\$ 5,342,504	\$ 5,537,681	\$ 5,961,720	\$ 5,844,758	\$ 6,355,786
72.14%	109.77%	71.05%	65.38%	38.52%	110.82%

CITY OF LAMPASAS, TEXAS  
 SCHEDULE OF EMPLOYER CONTRIBUTIONS  
 NET PENSION LIABILITY  
 FOR THE YEAR ENDED SEPTEMBER 30, 2023

	Fiscal Year		
	2015	2016	2017
Actuarially Determined Contribution	\$ 704,715	\$ 748,756	\$ 775,929
Contributions In Relation To The Actuarially Determined Contribution	<u>(704,715)</u>	<u>(748,756)</u>	<u>(775,929)</u>
Contribution Deficiency (Excess)	\$ -	\$ -	\$ -
Covered Employee Payroll	\$ 4,737,449	\$ 5,182,317	\$ 5,226,251
Contributions as a Percentage Of Covered Employee Payroll	14.88%	14.45%	14.85%

Fiscal Year					
2018	2019	2020	2021	2022	2023
\$ 783,943	\$ 834,497	\$ 869,070	\$ 914,513	\$ 963,340	\$ 1,114,774
(783,943)	(834,497)	(869,070)	(914,513)	(963,340)	(1,114,774)
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
\$ 5,288,893	\$ 5,512,650	\$ 5,616,100	\$ 5,883,797	\$ 6,138,739	\$ 6,771,075
14.82%	15.14%	-15.47%	-15.54%	-15.69%	-16.46%

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CITY OF LAMPASAS, TEXAS  
 NOTES TO THE SCHEDULE OF EMPLOYER CONTRIBUTIONS  
 NET PENSION LIABILITY  
 FOR THE YEAR ENDED SEPTEMBER 30, 2023

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

**Methods and Assumptions Used to Determine Contribution Rates:**

Actuarial cost method	Entry Age Normal
Amortization method	Level Percentage of Payroll, Closed
Remaining amortization period	23 Years (longest amortization ladder)
Asset valuation method	10 Year smoothed market; 12% soft corridor
Inflation	2.50%
Salary increases	3.50% to 11.50%, including inflation
Investment rate of return	6.75%
Retirement age	Experience-based table of rates that are specific to the City's plan of benefits. Last updated for the 2019 valuation pursuant to an experience study of the period 2014 - 2018.
Mortality	Post-retirement: 2019 Municipal Retirees of Texas Mortality Tables. The rates are projected on a fully generational basis with scale UMP. Pre-retirement: PUB(10) mortality tables, with the Public Safety table used for males and the General Employee tables used for females. The rates are projected on a fully generational basis with scale UMP.

**Other Information:**

Notes There were no benefit changes during the year.

CITY OF LAMPASAS, TEXAS  
SCHEDULE OF CHANGES IN NET OPEB LIABILITY AND RELATED RATIOS  
FOR THE YEAR ENDED SEPTEMBER 30, 2023

	Measurement Year		
	2017	2018	2019
<b>A. Total OPEB Liability</b>			
1. Service Cost	\$ 183,563	\$ 210,828	\$ 206,800
2. Interest On Total OPEB Liability	123,535	120,951	138,086
3. Changes Of Benefit Terms	-	-	-
4. Difference Between Expected And Actual Experience	-	3,869	(680,017)
5. Changes Of Assumptions	193,533	(164,766)	249,900
6. Benefit Payments	(91,376)	(113,698)	(88,248)
7. Net Changes	\$ 409,255	\$ 57,184	\$ (173,479)
8. Total OPEB Liability - Beginning Of The Year	3,196,289	3,605,544	3,662,728
9. Total OPEB Liability - End Of The Year	<u>\$ 3,605,544</u>	<u>\$ 3,662,728</u>	<u>\$ 3,489,249</u>
<b>E. Covered-Employee Payroll</b>	\$ 5,181,764	\$ 5,501,859	\$ 5,666,915
<b>F. Total OPEB Liability as a Percentage of Covered Payroll</b>	69.58%	66.57%	61.57%

Measurement Year		
2020	2021	2022
\$ 211,879	\$ 252,415	\$ 219,930
98,043	82,745	68,490
-	-	-
(11,029)	(736,786)	(6,456)
312,167	62,426	(802,859)
(59,975)	(58,553)	(60,491)
<u>\$ 551,085</u>	<u>\$ (397,753)</u>	<u>\$ (581,386)</u>
<u>3,489,249</u>	<u>4,040,334</u>	<u>3,642,581</u>
<u>\$ 4,040,334</u>	<u>\$ 3,642,581</u>	<u>\$ 3,061,195</u>
\$ 5,911,094	\$ 5,844,758	\$ 6,355,786
68.35%	62.32%	48.16%

CITY OF LAMPASAS, TEXAS  
 SCHEDULE OF EMPLOYER CONTRIBUTIONS  
 NET OPEB LIABILITY  
 FOR THE YEAR ENDED SEPTEMBER 30, 2023

	Fiscal Year		
	2018	2019	2020
Actuarially Determined Contribution	\$ 46,068	\$ 57,476	\$ 39,774
Contributions In Relation To The Actuarially Determined Contribution	(46,068)	(57,476)	(39,774)
Contribution Deficiency (Excess)	\$ -	\$ -	\$ -
Covered Employee Payroll	\$ 5,288,893	\$ 5,512,650	\$ 5,616,100
Contributions as a Percentage Of Covered Employee Payroll	0.87%	1.04%	0.71%

Fiscal Year		
2021	2022	2023
\$ 38,088	\$ 48,270	\$ 53,003
(38,088)	(48,270)	(53,003)
\$ -	\$ -	\$ -
\$ 5,883,797	\$ 6,138,739	\$ 6,771,075
0.65%	0.79%	0.78%

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CITY OF LAMPASAS, TEXAS  
 NOTES TO THE SCHEDULE OF EMPLOYER CONTRIBUTIONS  
 NET OPEB LIABILITY  
 FOR THE YEAR ENDED SEPTEMBER 30, 2023

**Valuation Date:** December 31, 2021

**Methods and Assumptions:**

Actuarial Cost Method Individual Entry-Age

Discount Rate 4.05% as of December 31, 2022

Inflation 2.50%

Salary Increases 3.50% to 11.50%, including inflation

Demographic Assumptions Based on the experience study covering four year period ending December 31, 2018 as conducted for the Texas Municipal Retirement System (TMRS). For the OPEB valuation, the standard TMRS retirement rates were adjusted to reflect the impact of the City's retiree medical plan design.

Mortality For healthy retirees, the gender-distinct 2019 Municipal Retirees of Texas mortality tables are used. The rates are projected on a fully generational basis using the ultimate mortality improvement rates in the MP tables published through 2019 to account for future mortality improvements.

Health Care Trend Rates Initial rate of 7.00% declining to an ultimate rate of 4.15% after 13 years.

Participation Rates 100% for retirees with at least 20 years of City service at retirement;  
 20% for retirees with at least 5 years but less than 20 years of City service;  
 0% for retirees with less than 5 years of City service.

**Other Information:**

Notes The discount rate changed from 1.84% as of December 31, 2021 to 4.05% as of December 31, 2022.

CITY OF LAMPASAS, TEXAS  
SCHEDULE OF CHANGES IN NET OPEB-SDBF LIABILITY AND RELATED RATIOS  
FOR THE YEAR ENDED SEPTEMBER 30, 2023

	Measurement Year		
	2017	2018	2019
A. Total OPEB-SDBF Liability			
1. Service Cost	\$ 12,436	\$ 14,425	\$ 13,844
2. Interest (On The Total OPEB-SDBF Liability)	11,010	11,202	11,980
3. Changes Of Benefit Terms	-	-	-
4. Difference Between Expected And Actual Experience	-	(15,743)	(5,376)
5. Changes Of Assumptions	25,349	(22,110)	62,568
6. Benefit Payments, Including Refunds Of Employee Contributions	(2,591)	(2,671)	(3,323)
7. Net Change In Total OPEB-SDBF Liability	\$ 46,204	\$ (14,897)	\$ 79,693
8. Total OPEB-SDBF Liability - Beginning	286,346	332,550	317,653
9. Total OPEB-SDBF Liability - Ending	<u>\$ 332,550</u>	<u>\$ 317,653</u>	<u>\$ 397,346</u>
 B. Covered-Employee Payroll	 \$ 5,181,764	 \$ 5,342,504	 \$ 5,537,681
 C. Net Position As A Percentage Of Covered Employee Payroll	 6.42%	 5.95%	 7.18%

Measurement Year		
2020	2021	2022
\$ 20,866	\$ 23,379	\$ 27,965
11,165	9,410	8,913
-	-	-
(21,021)	(25,322)	3,837
59,267	13,870	(164,351)
(3,577)	(10,521)	(8,898)
\$ 66,700	\$ 10,816	\$ (132,534)
397,346	464,046	474,862
\$ 464,046	\$ 474,862	\$ 342,328
\$ 5,961,720	\$ 5,844,758	\$ 6,355,786
7.78%	8.12%	5.39%

CITY OF LAMPASAS, TEXAS  
 SCHEDULE OF EMPLOYER CONTRIBUTIONS  
 NET OPEB-SDBF LIABILITY  
 FOR THE YEAR ENDED SEPTEMBER 30, 2023

	Fiscal Year		
	2018	2019	2020
Actuarially Determined Contribution	\$ 9,649	\$ 10,340	\$ 11,096
Contributions In Relation To The Actuarially Determined Contribution	(9,649)	(10,340)	(11,096)
Contribution Deficiency (Excess)	\$ -	\$ -	\$ -
Covered Employee Payroll	\$ 5,288,893	\$ 5,342,504	\$ 5,537,681
Contributions as a Percentage Of Covered Employee Payroll	0.18%	0.19%	0.20%

Fiscal Year		
2021	2022	2023
\$ 15,106	\$ 15,849	\$ 23,274
(15,106)	(15,849)	(23,274)
\$ -	\$ -	\$ -
\$ 5,883,797	\$ 5,844,758	\$ 6,355,786
0.26%	0.27%	0.37%

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CITY OF LAMPASAS, TEXAS  
 NOTES TO THE SCHEDULE OF EMPLOYER CONTRIBUTIONS  
 NET OPEB-SDBF LIABILITY  
 FOR THE YEAR ENDED SEPTEMBER 30, 2023

**Summary of Actuarial Assumptions :**

Inflation	2.50%
Salary Increases	3.50% to 11.50% including inflation
Discount Rate*	4.05%
Retirees' share of benefit-related costs	\$0
Administrative expenses	All administrative expenses are paid through the Pension Trust and accounted for under reporting requirements under GASB Statement No. 68.
Mortality rates - service retirees	2019 Municipal Retirees of Texas Mortality Tables. The rates are projected on a fully generational basis with scale UMP.
Mortality rates - disabled retirees	2019 Municipal Retirees of Texas Mortality Tables with a 4 year set-forward for males and a 3 year set-forward for females. In addition, a 3.5% and 3% minimum mortality rate will be applied to reflect the impairment for younger members who become disabled for males and females, respectively. The rates are projected on a fully generational basis by Scale UMP to account for future mortality improvements subject to the floor.

*\* The discount rate was based on the Fidelity Index's "20 year Municipal GO AA Index" rate as of December 31, 2022.*

Note: The actuarial assumptions used in the December 31, 2022 valuation were based on the results of an actuarial experience study for the period December 31, 2014 to December 31, 2018.

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## Nonmajor Governmental Funds

### Special Revenue Funds

Special revenue funds are used to account for specific revenue sources that are restricted, committed, or assigned to expenditures for particular purposes.

**Tracy Guthrie Memorial Fund** – to account for donation received for library operations.

**Police Seizures Fund** – to account for the receipt and disbursement of funds related to police seizures.

**Municipal Court Technology Fund** – to account for the special assessment revenue and related disbursements for the improvement of municipal court technology.

**Library Board Fund** – to account for the application of any gifts and donations received for the benefit of the library.

**Court Security Fund** – to account for the special assessment revenue and related disbursements for court security improvements.

**Hotel/Motel Tax Fund** – to account for the receipt and disbursement of funds received by the City from the assessment of hotel and motel occupancy tax.

**Employee Benefit Accrual Fund** – to account for the resources restricted for the payment of long-term employee benefit obligations.

**CDBG Grant Fund** – to account for the receipt and disbursement of funds restricted for the purpose of this federal program.

**Animal Shelter Fund** – to account for the receipt and disbursement of funds related to the operation of the City's animal shelter.

### Permanent Funds

Permanent funds are used to report resources that are legally restricted to the extent that only earnings, not the original endowment investment body, may be used for specific purposes.

**Cemetery Fund** – to account for an endowment, the principal of which may not be expended and where the income may only be used for the benefit of City cemeteries.

### Debt Service Fund

**Debt Service Fund** – to account for the accumulation of resources that are restricted for the payment of principal and interest on long-term obligations of City funds.

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### **Capital Projects Funds**

Capital projects funds are used to account for the acquisition and construction of the government's major capital facilities, other than those financed by proprietary funds.

**Key Avenue Fund** – to account for the receipt and disbursement of funds received for special improvements related to Key Avenue.

**Airport Hangar Project Fund** – to account for the receipt and disbursement of funds received for improvements related to the airport hangar improvement project.

**Certificates of Obligation Series 2016 Fund** – to account for the receipt and disbursement of funds received for improvements related to the various projects assigned to this fund.

CITY OF LAMPASAS, TEXAS  
 COMBINING BALANCE SHEET  
 NONMAJOR GOVERNMENTAL FUNDS  
 SEPTEMBER 30, 2023

	<b>Special Revenue Funds</b>		
	Tracy Guthrie Memorial Fund	Police Seizures Fund	Municipal Court Technology Fund
<b>ASSETS</b>			
Cash And Cash Equivalents	\$ 139,311	\$ 41,380	\$ 17,354
Investments - Current	-	-	-
Taxes Receivable - Delinquent	-	-	-
Allowance For Uncoll. Taxes	-	-	-
Accounts Receivable	-	-	-
Intergovernmental Receivable	-	-	-
Due From Other Funds	-	-	-
Total Assets	\$ 139,311	\$ 41,380	\$ 17,354
<b>LIABILITIES</b>			
Accounts Payable	\$ -	\$ 289	\$ 38
Compensated Absences Payable	-	-	-
Due To Other Funds	-	-	-
Other Current Liabilities	-	3	-
Total Liabilities	-	292	38
<b>DEF. INFLOWS OF RESOURCES</b>			
Deferred Inflows - Unavailable Revenues	-	-	-
Total Deferred Inflows Of Resources	-	-	-
<b>FUND BALANCES (DEFICITS)</b>			
Nonspendable:			
Endowments	-	-	-
Restricted For:			
Debt Service	-	-	-
Capital Projects	-	-	-
Other Specific Purposes	139,311	41,088	17,316
Total Fund Balances	139,311	41,088	17,316
Total Liabilities, Deferred Inflows, And Fund Balances	\$ 139,311	\$ 41,380	\$ 17,354

<b>Special Revenue Funds</b>					
Library Board Fund	Court Security Fund	Hotel/Motel Tax Fund	Employee Benefit Accrual Fund	CDBG Grant Fund	
\$ 6,710	\$ 22,282	\$ 37,939	\$ 7,127	\$ -	
-	-	1,037,474	-	-	
-	-	-	-	-	
-	-	-	-	-	
-	-	-	-	138	
-	-	-	-	-	
<u>\$ 6,710</u>	<u>\$ 22,282</u>	<u>\$ 1,075,413</u>	<u>\$ 7,127</u>	<u>\$ 138</u>	
\$ -	\$ -	\$ 1,763	\$ -	\$ -	
-	-	-	-	-	
-	-	-	-	5	
-	-	-	-	-	
-	-	1,763	-	5	
-	-	-	-	-	
-	-	-	-	-	
-	-	-	-	-	
6,710	22,282	1,073,650	7,127	133	
6,710	22,282	1,073,650	7,127	133	
<u>\$ 6,710</u>	<u>\$ 22,282</u>	<u>\$ 1,075,413</u>	<u>\$ 7,127</u>	<u>\$ 138</u>	

CITY OF LAMPASAS, TEXAS  
 COMBINING BALANCE SHEET  
 NONMAJOR GOVERNMENTAL FUNDS  
 SEPTEMBER 30, 2023

	<b>Special Revenue Fund</b>	<b>Permanent Fund</b>	<b>Debt Service Fund</b>
	<u>Animal Shelter Fund</u>	<u>Cemetery Fund</u>	<u>Debt Service Fund</u>
<b>ASSETS</b>			
Cash And Cash Equivalents	\$ 173,443	\$ 71,453	\$ 60,177
Investments - Current	-	113,204	157,484
Taxes Receivable - Delinquent	-	-	16,622
Allowance For Uncoll. Taxes	-	-	(1,663)
Accounts Receivable	2,178	-	-
Intergovernmental Receivable	-	-	-
Due From Other Funds	-	-	63,496
Total Assets	<u>\$ 175,621</u>	<u>\$ 184,657</u>	<u>\$ 296,116</u>
<b>LIABILITIES</b>			
Accounts Payable	\$ 8,504	\$ -	\$ -
Accrued Salaries And Benefits	6,182	-	-
Due To Other Funds	-	5,412	4,463
Other Current Liabilities	-	-	-
Total Liabilities	<u>14,686</u>	<u>5,412</u>	<u>4,463</u>
<b>DEF. INFLOWS OF RESOURCES</b>			
Deferred Inflows - Unavailable Revenues	-	-	14,959
Total Deferred Inflows Of Resources	<u>-</u>	<u>-</u>	<u>14,959</u>
<b>FUND BALANCES (DEFICITS)</b>			
Nonspendable:			
Endowments	-	179,245	-
Restricted For:			
Debt Service	-	-	276,694
Capital Projects	-	-	-
Other Specific Purposes	160,935	-	-
Total Fund Balances	<u>160,935</u>	<u>179,245</u>	<u>276,694</u>
Total Liabilities, Deferred Inflows, And Fund Balances	<u>\$ 175,621</u>	<u>\$ 184,657</u>	<u>\$ 296,116</u>

<b>Capital Projects Funds</b>				
Key Avenue Fund	Airport Hangar Fund	Cert. of Obligation Series 2016	Total Non-Major Governmental Funds	
\$ 100	\$ 8,952	\$ -	\$ 586,228	
-	-	80,480	1,388,642	
-	-	-	16,622	
-	-	-	(1,663)	
-	-	-	2,178	
-	-	-	138	
-	-	452,143	515,639	
<u>\$ 100</u>	<u>\$ 8,952</u>	<u>\$ 532,623</u>	<u>\$ 2,507,784</u>	
\$ -	\$ -	\$ -	\$ 10,594	
-	-	-	6,182	
-	6,094	1,730	17,704	
-	-	-	3	
-	6,094	1,730	34,483	
-	-	-	14,959	
-	-	-	14,959	
-	-	-	179,245	
-	-	-	276,694	
100	2,858	530,893	533,851	
-	-	-	1,468,552	
<u>100</u>	<u>2,858</u>	<u>530,893</u>	<u>2,458,342</u>	
<u>\$ 100</u>	<u>\$ 8,952</u>	<u>\$ 532,623</u>	<u>\$ 2,507,784</u>	

CITY OF LAMPASAS, TEXAS  
 COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE  
 NONMAJOR GOVERNMENTAL FUNDS  
 FOR THE YEAR ENDED SEPTEMBER 30, 2023

	<b>Special Revenue Funds</b>		
	Tracy Guthrie Memorial Fund	Police Seizures Fund	Municipal Court Technology Fund
<b>REVENUES</b>			
Property Taxes	\$ -	\$ -	\$ -
Hotel/Motel Taxes	-	-	-
Intergovernmental Revenues	-	-	-
Charges For Services	-	-	-
Fines	-	-	4,310
Investment Earnings	4,685	1,494	485
Grants And Contributions	35,000	-	-
Miscellaneous Revenue	-	39,512	-
Total Revenues	39,685	41,006	4,795
<b>EXPENDITURES</b>			
Current:			
General Government	-	-	1,846
Public Safety			
Police	-	21,571	-
Highways And Streets	-	-	-
Culture And Recreation			
Libraries	-	-	-
Economic Development And Assistance	-	-	-
Debt Service:			
Bond Principal	-	-	-
Interest - Bonds	-	-	-
Issuance Costs	-	-	-
Capital Outlay	-	-	-
Total Expenditures	-	21,571	1,846
Excess (Deficiency) Of Revenues			
Over Expenditures	39,685	19,435	2,949
<b>OTHER FINANCING SOURCES (USES)</b>			
Transfers In	-	-	-
Transfers Out	-	-	-
Total Other Financing Sources (Uses)	-	-	-
Net Change In Fund Balance	39,685	19,435	2,949
Fund Balance - Beginning	99,626	21,653	14,367
Fund Balance - Ending	\$ 139,311	\$ 41,088	\$ 17,316

<b>Special Revenue Funds</b>					
Library Board Fund	Court Security Fund	Hotel/Motel Tax Fund	Employee Benefit Accrual Fund	CDBG Grant Fund	
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	212,976	-	-	-
-	-	-	-	-	-
2,849	-	-	-	-	-
-	4,978	-	-	-	-
-	687	23,837	243	-	36
5,789	-	-	-	-	5,000
1,977	-	-	-	-	-
<u>10,615</u>	<u>5,665</u>	<u>236,813</u>	<u>243</u>	<u>-</u>	<u>5,036</u>
-	-	-	-	-	-
-	-	-	-	-	5,000
-	-	-	-	-	-
12,166	-	-	-	-	-
-	-	118,309	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	367,947	-	-	-
<u>12,166</u>	<u>-</u>	<u>486,256</u>	<u>-</u>	<u>-</u>	<u>5,000</u>
<u>(1,551)</u>	<u>5,665</u>	<u>(249,443)</u>	<u>243</u>	<u>-</u>	<u>36</u>
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>(1,551)</u>	<u>5,665</u>	<u>(249,443)</u>	<u>243</u>	<u>-</u>	<u>36</u>
8,261	16,617	1,323,093	6,884	-	97
<u>\$ 6,710</u>	<u>\$ 22,282</u>	<u>\$ 1,073,650</u>	<u>\$ 7,127</u>	<u>\$ -</u>	<u>\$ 133</u>

CITY OF LAMPASAS, TEXAS  
 COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE  
 NONMAJOR GOVERNMENTAL FUNDS  
 FOR THE YEAR ENDED SEPTEMBER 30, 2023

	<u>Special Revenue Fund</u>	<u>Permanent Fund</u>	<u>Debt Service Fund</u>
	<u>Animal Shelter Fund</u>	<u>Cemetery Fund</u>	<u>Debt Service Fund</u>
<b>REVENUES</b>			
Property Taxes	\$ -	\$ -	\$ 425,312
Hotel/Motel Taxes	-	-	-
Intergovernmental Revenues	210,210	-	-
Charges For Services	8,706	-	-
Fines	-	-	-
Investment Earnings	-	8,571	13,571
Grants And Contributions	-	-	-
Miscellaneous Revenue	9,418	-	-
Total Revenues	<u>228,334</u>	<u>8,571</u>	<u>438,883</u>
<b>EXPENDITURES</b>			
Current:			
General Government	246,351	-	-
Public Safety			
Police	-	-	-
Highways And Streets	-	-	-
Culture And Recreation			
Libraries	-	-	-
Economic Development And Assistance	-	-	-
Debt Service:			
Bond Principal	-	-	715,000
Interest - Bonds	-	-	620,757
Issuance Costs	-	-	196
Capital Outlay	-	-	-
Total Expenditures	<u>246,351</u>	<u>-</u>	<u>1,335,953</u>
Excess (Deficiency) Of Revenues			
Over Expenditures	<u>(18,017)</u>	<u>8,571</u>	<u>(897,070)</u>
<b>OTHER FINANCING SOURCES (USES)</b>			
Transfers In	116,209	-	1,050,922
Transfers Out	-	(5,014)	(163,225)
Total Other Financing Sources (Uses)	<u>116,209</u>	<u>(5,014)</u>	<u>887,697</u>
Net Change In Fund Balance	98,192	3,557	(9,373)
Fund Balance - Beginning	62,743	175,688	286,067
Fund Balance - Ending	<u>\$ 160,935</u>	<u>\$ 179,245</u>	<u>\$ 276,694</u>

<b>Capital Project Funds</b>				Total Non-Major Governmental Funds
Key Avenue Fund	Airport Hangar Fund	Cert. of Obligation Series 2016		
\$ -	\$ -	\$ -	\$	425,312
-	-	-	-	212,976
-	-	-	-	210,210
-	-	-	-	11,555
-	-	-	-	9,288
100	305	4,252		58,266
-	-	-	-	45,789
-	-	-	-	50,907
<b>100</b>	<b>305</b>	<b>4,252</b>		<b>1,024,303</b>
-	-	-	-	248,197
-	-	-	-	21,571
-	-	-	-	5,000
-	-	-	-	12,166
-	-	-	-	118,309
-	-	-	-	715,000
-	-	-	-	620,757
-	-	-	-	196
-	-	26,539	-	394,486
-	-	26,539	-	2,135,682
<b>100</b>	<b>305</b>	<b>(22,287)</b>		<b>(1,111,379)</b>
-	-	-	-	1,167,131
-	-	-	-	(168,239)
-	-	-	-	998,892
<b>100</b>	<b>305</b>	<b>(22,287)</b>		<b>(112,487)</b>
-	2,553	553,180		2,570,829
<b>\$ 100</b>	<b>\$ 2,858</b>	<b>\$ 530,893</b>	<b>\$</b>	<b>2,458,342</b>

CITY OF LAMPASAS, TEXAS  
COMBINING STATEMENT OF NET POSITION  
NONMAJOR PROPRIETARY FUNDS  
SEPTEMBER 30, 2023

	<b>Non-Major Enterprise Funds</b>			Total Non-Major Enterprise Funds
	G/F Economic Development Fund	Aviation Fund	Golf Course Fund	
<b>ASSETS</b>				
Current Assets:				
Cash And Cash Equivalents	\$ 151,104	\$ 308,366	\$ 49,349	\$ 508,819
Investments - Current	2,667	41,158	331	44,156
Accounts Receivable, Net	-	8,746	-	8,746
Notes Receivable	178,217	-	-	178,217
Due From Other Funds	-	6,094	-	6,094
Inventories	-	26,481	22,323	48,804
Total Current Assets	<u>331,988</u>	<u>390,845</u>	<u>72,003</u>	<u>794,836</u>
Noncurrent Assets:				
Land	373,962	141,292	341,030	856,284
Buildings	-	1,891,210	1,908,698	3,799,908
Furnishings And Equipment	-	58,587	222,722	281,309
Right to Use Lease Assets	-	-	391,405	391,405
Accumulated Depreciation	-	(1,165,808)	(1,859,682)	(3,025,490)
Total Noncurrent Assets	<u>373,962</u>	<u>925,281</u>	<u>1,004,173</u>	<u>2,303,416</u>
Total Assets	<u>705,950</u>	<u>1,316,126</u>	<u>1,076,176</u>	<u>3,098,252</u>
<b>DEFERRED OUTFLOWS OF RESOURCES</b>				
Deferred Outflows - Pension	62,590	-	242,654	305,244
Deferred Outflows - OPEB	8,435	-	26,604	35,039
Total Deferred Outflows Of Resources	<u>71,025</u>	<u>-</u>	<u>269,258</u>	<u>340,283</u>
<b>LIABILITIES</b>				
Current Liabilities:				
Accounts Payable	1,519	770	13,498	15,787
Accrued Payroll Liabilities	4,063	-	14,438	18,501
Current Portion Of Long-Term Debt	-	-	115,867	115,867
Other Current Liabilities	-	-	6,121	6,121
Total Current Liabilities	<u>5,582</u>	<u>770</u>	<u>149,924</u>	<u>156,276</u>
Noncurrent Liabilities:				
Right to Use Lease Assets Payable	-	-	82,778	82,778
Net Pension Obligation	94,739	-	352,780	447,519
Other Post-Employment Benefits	47,282	-	159,725	207,007
OPEB - Supplemental Death Benefits	3,927	-	15,758	19,685
Compensated absences payable	1,649	-	24,017	25,666
Total Noncurrent Liabilities	<u>147,597</u>	<u>-</u>	<u>635,058</u>	<u>782,655</u>
Total Liabilities	<u>153,179</u>	<u>770</u>	<u>784,982</u>	<u>938,931</u>
<b>DEFERRED INFLOWS OF RESOURCES</b>				
Deferred Inflows - Pension	19,694	-	76,792	96,486
Deferred Inflows - OPEB	23,269	-	85,210	108,479
Total Deferred Inflows Of Resources	<u>42,963</u>	<u>-</u>	<u>162,002</u>	<u>204,965</u>
<b>NET POSITION</b>				
Net Investment In Capital Assets	373,962	925,281	805,528	2,104,771
Unrestricted	206,871	390,075	(407,078)	189,868
Total Net Position	<u>\$ 580,833</u>	<u>\$ 1,315,356</u>	<u>\$ 398,450</u>	<u>\$ 2,294,639</u>

CITY OF LAMPASAS, TEXAS  
 COMBINING STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION  
 NONMAJOR PROPRIETARY FUNDS  
 FOR THE YEAR ENDED SEPTEMBER 30, 2023

	<b>Non-Major Enterprise Funds</b>			Total Non-Major Enterprise Funds
	G/F Economic Development Fund	Aviation Fund	Golf Course Fund	
Operating Revenues:				
Other Charges For Services	\$ -	\$ 113,115	\$ 722,612	\$ 835,727
Miscellaneous Revenue	-	766	2,870	3,636
Total Operating Revenues	-	113,881	725,482	839,363
Operating Expenses:				
Personnel Services	97,695	-	439,734	537,429
Purchased Professional And Technical Services	2,398	24,473	20,920	47,791
Purchased Property Services	-	27,132	31,038	58,170
Other Purchased Services	-	-	7,597	7,597
Materials And Supplies	-	35,599	126,928	162,527
Other Operating Expenses	-	12,546	52,860	65,406
Depreciation	-	62,167	161,031	223,198
Total Operating Expenses	100,093	161,917	840,108	1,102,118
Operating Income (Loss)	(100,093)	(48,036)	(114,626)	(262,755)
Nonoperating Revenues (Expenses)				
Investment Earnings	3,394	12,279	327	16,000
Interest Expense	-	-	(6,377)	(6,377)
Total Nonoperating Revenues (Expenses)	3,394	12,279	(6,050)	9,623
Income Before Transfers In (Out)	(96,699)	(35,757)	(120,676)	(253,132)
Transfers In	90,928	-	24,607	115,535
Transfers Out	-	(5,834)	-	(5,834)
Total Transfers In (Out)	90,928	(5,834)	24,607	109,701
Change In Net Position	(5,771)	(41,591)	(96,069)	(143,431)
Net Position-Beginning	586,604	1,356,947	494,519	2,438,070
Net Position-Ending	\$ 580,833	\$ 1,315,356	\$ 398,450	\$ 2,294,639

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CITY OF LAMPASAS, TEXAS  
COMBINING STATEMENT OF CASH FLOWS  
NONMAJOR PROPRIETARY FUNDS  
FOR THE YEAR ENDED SEPTEMBER 30, 2023

	<b>Non-Major Enterprise Funds</b>			Total Non-Major Enterprise Funds
	G/F Economic Development Fund	Aviation Fund	Golf Course Fund	
	Fund	Fund	Fund	
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>				
Receipts From Customers	\$ -	\$ 109,710	\$ 722,612	\$ 832,322
Other Receipts	-	766	2,870	3,636
Payments To Suppliers And Service Providers	(2,308)	(113,795)	(242,792)	(358,895)
Payments To Employees For Salaries And Benefits	(90,575)	-	(416,833)	(507,408)
Net Cash Provided By (Used For) Operating Activities	<u>(92,883)</u>	<u>(3,319)</u>	<u>65,857</u>	<u>(30,345)</u>
<b>CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES</b>				
Transfers From Other Funds	90,928	-	24,607	115,535
Transfers To Other Funds	-	(5,834)	-	(5,834)
Net Cash provided By (Used For) Noncapital Financing Activities	<u>90,928</u>	<u>(5,834)</u>	<u>24,607</u>	<u>109,701</u>
<b>CASH FLOWS FROM CAPITAL RELATED FINANCING ACTIVITIES</b>				
Acquisition And Construction Of Capital Assets	-	-	(134,200)	(134,200)
Principal Paid On Capital Debt	-	-	59,724	59,724
Interest Paid On Capital Debt	-	-	(6,377)	(6,377)
Receipts From Notes Receivable Issued	19,488	-	-	19,488
Net Cash Provided By (Used For) Capital Related Financing Activities	<u>19,488</u>	<u>-</u>	<u>(80,853)</u>	<u>(61,365)</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>				
Interest On Investments	3,276	10,456	313	14,045
Net Cash Provided By Investing Activities	<u>3,276</u>	<u>10,456</u>	<u>313</u>	<u>14,045</u>
Net Increase (Decrease) In Cash And Cash Equivalents	20,809	1,303	9,924	32,036
Cash and Cash Equivalents-Beginning	130,295	307,063	39,425	476,783
Cash and Cash Equivalents-Ending	<u>\$ 151,104</u>	<u>\$ 308,366</u>	<u>\$ 49,349</u>	<u>\$ 508,819</u>
<b>Reconciliation Of Operating Income (Loss) To Net Cash Provided (Used For) Operating Activities:</b>				
Operating Income (Loss)	\$ (100,093)	\$ (48,036)	\$ (114,626)	\$ (148,129)
Adjustments To Reconcile Operating Income (Loss) To Net Cash Provided By (Used For) Operating Activities:				
Depreciation Expense	-	62,167	161,031	223,198
(Increase) Decrease In Accounts Receivable	-	(3,405)	-	(3,405)
(Increase) Decrease In Inventories	-	(12,114)	(814)	(12,928)
(Decrease) Increase In Accounts Payable	90	(1,931)	(2,635)	(4,476)
(Decrease) Increase In Other Current Liabilities	650	-	4,714	5,364
(Decrease) Increase In Compensated Absences	1,649	-	(1,091)	558
(Increase) Decrease In Def. Outflow Of Res. - Pension	(41,373)	-	(165,494)	(206,867)
(Increase) Decrease In Def. Outflow Of Res. - OPEB	1,113	-	4,445	5,558
(Increase) Decrease In Net Pension Obligation	55,106	-	220,423	275,529
(Increase) Decrease In Net OPEB Obligation	(8,220)	-	(32,830)	(41,050)
(Decrease) Increase In Def. Inflow Of Res. - Pension	(9,312)	-	(37,247)	(46,559)
(Decrease) Increase In Def. Inflow Of Res. - OPEB	7,507	-	29,981	37,488
Total Adjustments	<u>7,210</u>	<u>44,717</u>	<u>180,483</u>	<u>232,410</u>
Net Cash Provided By (Used For) Operating Activities	<u>\$ (92,883)</u>	<u>\$ (3,319)</u>	<u>\$ 65,857</u>	<u>\$ (30,345)</u>

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CITY OF LAMPASAS, TEXAS  
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE  
BUDGET AND ACTUAL – DEBT SERVICE FUND  
FOR THE YEAR ENDED SEPTEMBER 30, 2023

	Budgeted Amounts		Actual	Variance With
	Original	Final		Final Budget
<b>REVENUES</b>				
Property Taxes	\$ 348,030	\$ 367,700	\$ 425,312	\$ 57,612
Investment Earnings	650	6,500	13,571	7,071
Total Revenues	<u>348,680</u>	<u>374,200</u>	<u>438,883</u>	<u>64,683</u>
<b>EXPENDITURES</b>				
Current:				
Debt Service				
Bond Principal	630,000	756,424	715,000	41,424
Interest - Bonds	606,028	620,757	620,757	-
Other Debt Service Fees	450	800	196	604
Total Expenditures	<u>1,236,478</u>	<u>1,377,981</u>	<u>1,335,953</u>	<u>42,028</u>
Excess (Deficiency) Of Revenues				
Over Expenditures	<u>(887,798)</u>	<u>(1,003,781)</u>	<u>(897,070)</u>	<u>106,711</u>
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers In	887,798	1,004,794	1,050,922	46,128
Transfers Out	-	-	(163,225)	(163,225)
Total Other Financing Sources (Uses)	<u>887,798</u>	<u>1,004,794</u>	<u>887,697</u>	<u>(117,097)</u>
Net Change In Fund Balances	-	1,013	(9,373)	(10,386)
Fund Balance - Beginning	286,067	286,067	286,067	-
Fund Balance - Ending	<u>\$ 286,067</u>	<u>\$ 287,080</u>	<u>\$ 276,694</u>	<u>\$ (10,386)</u>

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OTHER SUPPLEMENTARY INFORMATION SECTION

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

To the Honorable Mayor, Members of the City Council and Citizens of  
the City of Lampasas, Texas

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of City of Lampasas, Texas, as of and for the year ended September 30, 2023, and the related notes to the financial statements, which collectively comprise City of Lampasas, Texas's basic financial statements and have issued our report thereon dated February 2, 2024.

**Report on Internal Control over Financial Reporting**

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

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

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that were not identified. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses.

**Report on Compliance and Other Matters**

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

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## **City of Lampasas, Texas's Response to Findings**

*Government Auditing Standards* requires the auditor to perform limited procedures on the City of Lampasas, Texas's response to the findings identified in our audit and described in the accompanying schedule of findings and questioned costs. The City of Lampasas, Texas's response was not subjected to the other auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on the response.

### **Purpose of This Report**

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

A handwritten signature in cursive script that reads "Singleton, Clark & Company, PC". The signature is written in black ink on a light gray rectangular background.

Singleton, Clark & Company, PC  
Cedar Park, Texas

February 2, 2024

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CITY OF LAMPASAS, TEXAS  
 SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
 FOR THE YEAR ENDED SEPTEMBER 30, 2023

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**SECTION I – SUMMARY OF AUDITOR’S RESULTS**

**FINANCIAL STATEMENTS**

Type of auditor’s report issued: Unmodified

Internal control over financial reporting:

- Material weakness(es) identified?  Yes  No
- Significant deficiencies identified that are not considered to be material weaknesses?  Yes  None reported

Noncompliance material to financial statements noted?  Yes  No

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**SECTION II – FINANCIAL STATEMENT FINDINGS**

Findings Related to Financial Statements Which are Required to be Reported in Accordance with Government Auditing Standards:

No findings or questioned costs required to be reported in accordance with *Government Auditing Standards* for the year ended September 30, 2023.

Prior year financial statement findings required to be restated with current status:

2022-001                      Excess Expenditures Over Appropriations (Budgetary Compliance)

Criteria:                      Each year the City Council adopts legal appropriations budgets for the General Fund and the Debt Service Fund. These functional-level appropriations are considered expenditure limits set by law.

Condition Found:            For the year ended September 30, 2022, expenditures exceeded appropriations in the Debt Service Fund by \$100,479.

Cause:                            The City issued Series 2020 Refunding Bonds in fiscal year 2021 which refunded bonds that were previously secured by and payable from proprietary fund revenues. In fiscal year 2022, the first principal payment was paid on the Series 2020 bonds and recorded in the City’s Water / Wastewater Fund as the refunded bonds had been previously. However, the Series 2020 bonds were issued in the City’s Debt Service Fund as they were secured by and payable from the levy and collection of a continuing direct annual ad valorem tax levied by the City. Therefore an audit adjustment was required to reclassify the current year’s payment on the refunding bonds from the Water / Wastewater Fund to the Debt Service Fund which caused a budgetary overage for the year ended September 30, 2022.

Effect:                            The effect of this condition was technical noncompliance with the legally adopted budget.

Current Status:                We did not observed this condition again for the year ended September 30, 2023.

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CITY OF LAMPASAS, TEXAS  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONCLUDED)  
FOR THE YEAR ENDED SEPTEMBER 30, 2023

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**SECTION III – FEDERAL AWARDS FINDINGS AND QUESTIONED COSTS**

Findings Related to Federal Awards Which are Required to be Reported in Accordance with federal Uniform Guidance:

Not applicable.

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## STATISTICAL SECTION

This part of the City's annual comprehensive financial report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the City's overall financial health.

<b>Contents</b>	<b>Pages</b>
Financial Trends	112-121
These schedules contain trend information to help the reader understand how the government's financial performance and well-being have changed over time.	
Revenue Capacity	122-129
These schedules contain information to help the reader assess the City's most significant local revenue source, the property tax.	
Debt Capacity	130-135
These schedules present information to help the reader assess the affordability of the City's current level of outstanding debt and the City's ability to issue additional debt in the future.	

CITY OF LAMPASAS, TEXAS  
NET POSITION BY COMPONENT  
LAST TEN FISCAL YEARS  
(accrual basis of accounting)

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

	Fiscal Year			
	2014	2015	2016	2017
Governmental Activities				
Invested in Capital Assets, Net of Related Debt	\$ 2,418,796	\$ 3,180,867	\$ 3,706,170	\$ 3,500,963
Restricted	2,369,001	2,833,708	2,325,877	2,375,022
Unrestricted	2,986,307	(1,806,130)	(1,440,083)	(1,715,766)
Total Governmental Activities Net Position	<u>\$ 7,774,104</u>	<u>\$ 4,208,445</u>	<u>\$ 4,591,964</u>	<u>\$ 4,160,219</u>
Business-type Activities				
Invested in Capital Assets, Net of Related Debt	\$ 12,288,611	\$ 13,025,534	\$ 12,759,887	\$ 12,947,023
Restricted	4,490,449	2,867,877	2,726,401	2,507,667
Unrestricted	4,141,523	3,393,861	3,670,864	3,528,888
Total Business-type Activities Net Position	<u>\$ 20,920,583</u>	<u>\$ 19,287,272</u>	<u>\$ 19,157,152</u>	<u>\$ 18,983,578</u>
Primary Government				
Invested in Capital Assets, Net of Related Debt	\$ 14,707,407	\$ 16,206,401	\$ 16,466,057	\$ 16,447,986
Restricted	6,859,450	5,701,585	5,052,278	4,882,689
Unrestricted	7,127,830	1,587,731	2,230,781	1,813,122
Total Primary Government Net Position	<u>\$ 28,694,687</u>	<u>\$ 23,495,717</u>	<u>\$ 23,749,116</u>	<u>\$ 23,143,797</u>

**TABLE 1**

Fiscal Year					
2018	2019	2020	2021	2022	2023
\$ 2,179,077	\$ 1,717,386	\$ 1,247,698	\$ 9,798	\$ 2,217,502	\$ 3,597,769
2,263,448	2,410,140	3,047,630	2,755,941	2,414,875	2,335,489
(2,362,825)	(2,837,858)	(2,370,595)	(2,101,708)	(1,754,391)	(1,792,135)
<u>\$ 2,079,700</u>	<u>\$ 1,289,668</u>	<u>\$ 1,924,733</u>	<u>\$ 664,031</u>	<u>\$ 2,877,986</u>	<u>\$ 4,141,123</u>
\$ 14,080,058	\$ 14,436,658	\$ 13,799,461	\$ 15,495,290	\$ 14,526,027	\$ 13,611,213
2,534,131	2,686,288	2,726,401	2,726,401	2,726,401	2,726,401
3,799,634	3,790,676	5,079,925	3,437,800	3,667,309	3,484,443
<u>\$ 20,413,823</u>	<u>\$ 20,913,622</u>	<u>\$ 21,605,787</u>	<u>\$ 21,659,491</u>	<u>\$ 20,919,737</u>	<u>\$ 19,822,057</u>
\$ 16,259,135	\$ 16,154,044	\$ 15,047,159	\$ 15,505,088	\$ 16,743,529	\$ 17,208,982
4,797,579	5,096,428	5,774,031	5,482,342	5,141,276	5,061,890
1,436,809	952,818	2,709,330	1,336,092	1,912,918	1,692,308
<u>\$ 22,493,523</u>	<u>\$ 22,203,290</u>	<u>\$ 23,530,520</u>	<u>\$ 22,323,522</u>	<u>\$ 23,797,723</u>	<u>\$ 23,963,180</u>

CITY OF LAMPASAS, TEXAS  
EXPENSES, PROGRAM REVENUES, AND NET (EXPENSE)/REVENUE  
LAST TEN FISCAL YEARS  
(accrual basis of accounting)

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

	Fiscal Year			
	2014	2015	2016	2017
Expenses				
Governmental Activities:				
General Government	\$ 2,223,490	\$ 2,291,288	\$ 2,696,527	\$ 2,718,288
Public Safety	3,186,403	3,407,906	3,493,501	3,895,816
Highways and Streets	699,633	660,402	620,679	840,382
Sanitation	1,058,171	1,126,129	1,195,220	1,170,846
Health and Welfare	128,549	139,303	133,720	153,870
Economic development and assistance	48,646	56,512	92,752	52,356
Culture and Recreation	1,008,322	1,133,436	1,067,490	1,087,984
Interest on Long-Term Debt	268,213	255,130	241,563	371,013
Total Gov. Activities Expenses	<u>8,621,427</u>	<u>9,070,106</u>	<u>9,541,452</u>	<u>10,290,555</u>
Business-type Activities				
Water/Wastewater	4,269,573	4,443,566	4,651,178	4,913,717
Electric Fund	9,193,037	9,649,508	8,258,476	8,198,601
Other Nonmajor Enterprise Funds	808,386	927,302	872,931	928,702
Total Business-type Act. Expenses	<u>14,270,996</u>	<u>15,020,376</u>	<u>13,782,585</u>	<u>14,041,020</u>
Total Primary Gov. Expenses	<u>\$22,892,423</u>	<u>\$24,090,482</u>	<u>\$23,324,037</u>	<u>\$24,331,575</u>
Program Revenues				
Governmental Activities:				
General Government:				
Charges for Service	\$ 1,395,338	\$ 1,548,820	\$ 1,582,065	\$ 1,589,036
Grants and Contributions	641,953	344,801	137,834	196,818
Total Gov. Activities Program Revenues	<u>2,037,291</u>	<u>1,893,621</u>	<u>1,719,899</u>	<u>1,785,854</u>
Business-type Activities:				
Program Revenue:				
Charges for Services:	15,160,953	15,900,317	15,854,405	15,820,487
Operating Grants & Contributions	-	-	-	5,498
Total Business-type Act. Prog. Revenues	<u>15,160,953</u>	<u>15,900,317</u>	<u>15,854,405</u>	<u>15,825,985</u>
Total Primary Gov. Prog. Revenues	<u>\$17,198,244</u>	<u>\$17,793,938</u>	<u>\$17,574,304</u>	<u>\$17,611,839</u>
Net (Expense)/Revenue				
Governmental Activities	(6,584,136)	(7,176,485)	(7,821,553)	(8,504,701)
Business-type Activities	889,957	879,941	2,071,820	1,784,965
Total Primary Government Net Expense	<u>\$ (5,694,179)</u>	<u>\$ (6,296,544)</u>	<u>\$ (5,749,733)</u>	<u>\$ (6,719,736)</u>

**TABLE 2**

		Fiscal Year					
		2018	2019	2020	2021	2022	2023
\$	3,091,738	\$ 3,311,913	\$ 2,834,371	\$ 2,996,573	\$ 2,843,581	\$ 3,374,388	
	4,055,064	4,286,779	4,209,622	4,456,054	4,271,681	5,332,572	
	659,773	725,560	724,613	782,181	672,130	852,735	
	1,181,898	1,204,509	1,227,845	1,281,536	1,389,801	1,495,396	
	163,533	193,716	197,523	205,096	222,463	242,853	
	127,687	103,002	95,939	121,909	176,590	128,621	
	1,020,517	1,259,968	1,203,844	1,394,633	1,524,156	1,612,999	
	394,441	347,615	322,755	352,957	519,696	553,335	
	<u>10,694,651</u>	<u>11,433,062</u>	<u>10,816,512</u>	<u>11,590,939</u>	<u>11,620,098</u>	<u>13,592,899</u>	
	4,702,689	4,801,323	4,917,388	4,830,686	5,607,720	5,751,437	
	8,434,875	8,519,945	7,926,244	10,275,414	9,863,603	10,503,795	
	966,962	990,856	1,133,065	971,884	1,033,924	1,108,495	
	<u>14,104,526</u>	<u>14,312,124</u>	<u>13,976,697</u>	<u>16,077,984</u>	<u>16,505,247</u>	<u>17,363,727</u>	
\$	<u>24,799,177</u>	<u>25,745,186</u>	<u>24,793,209</u>	<u>27,668,923</u>	<u>28,125,345</u>	<u>30,956,626</u>	
\$	1,592,452	\$ 2,001,266	\$ 1,685,356	\$ 1,789,477	\$ 1,982,811	\$ 2,103,456	
	144,548	44,271	337,828	153,375	1,225,040	201,828	
	<u>1,737,000</u>	<u>2,045,537</u>	<u>2,023,184</u>	<u>1,942,852</u>	<u>3,207,851</u>	<u>2,305,284</u>	
	17,117,376	16,952,681	17,221,695	17,152,858	18,764,096	19,364,953	
	-	-	-	14,113	-	-	
	<u>17,117,376</u>	<u>16,952,681</u>	<u>17,221,695</u>	<u>17,166,971</u>	<u>18,764,096</u>	<u>19,364,953</u>	
\$	<u>18,854,376</u>	<u>18,998,218</u>	<u>19,244,879</u>	<u>19,109,823</u>	<u>21,971,947</u>	<u>21,670,237</u>	
	(8,957,651)	(9,387,525)	(8,793,328)	(9,648,087)	(8,412,247)	(11,287,615)	
	3,012,850	2,640,557	3,244,998	1,088,987	2,258,849	2,001,226	
\$	<u>(5,944,801)</u>	<u>(6,746,968)</u>	<u>(5,548,330)</u>	<u>(8,559,100)</u>	<u>(6,153,398)</u>	<u>(9,286,389)</u>	

CITY OF LAMPASAS, TEXAS  
GENERAL REVENUES, AND TOTAL CHANGE IN NET POSITION  
LAST TEN FISCAL YEARS  
(accrual basis of accounting)

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

	Fiscal Year			
	2014	2015	2016	2017
<b>Net (Expense)/Revenue</b>				
Governmental Activities	\$ (6,584,136)	\$ (7,176,485)	\$ (7,821,553)	\$ (8,504,701)
Business-type Activities	889,957	879,941	2,071,820	1,784,965
Total Primary Government Net Expense	<u>(5,694,179)</u>	<u>(6,296,544)</u>	<u>(5,749,733)</u>	<u>(6,719,736)</u>
<b>Governmental Revenues and Other Changes in Net Assets</b>				
Governmental Activities:				
Taxes				
Property Taxes	1,410,139	1,453,654	1,498,205	1,558,898
Sales Taxes	1,234,608	1,339,222	1,436,371	1,486,812
Franchise Fees	931,165	955,286	930,989	913,565
Hotel/Motel Taxes	87,550	74,297	76,192	135,879
Contributions and Donations	11,515	7,880	9,044	5,864
Intergovernmental Revenue	-	-	-	-
Miscellaneous Revenue	2,172,833	2,483,834	1,925,773	1,777,383
Investment Earnings	8,955	13,439	14,915	77,400
Gain/loss on sale of capital assets	-	(110,791)	-	-
Total Governmental Activities	<u>5,856,765</u>	<u>6,216,821</u>	<u>5,891,489</u>	<u>5,955,801</u>
Business-type Activities:				
Miscellaneous Revenue	46,063	23,310	77,856	109,876
Intergovernmental Revenue	-	-	-	-
Investment Earnings	24,613	28,639	33,787	48,740
Total Business-type Activities	<u>70,676</u>	<u>51,949</u>	<u>111,643</u>	<u>158,616</u>
Total Primary Government	<u>5,927,441</u>	<u>6,268,770</u>	<u>6,003,132</u>	<u>6,114,417</u>
Transfers In (Out)	-	77,574	50,936	-
<b>Change in Net Position</b>				
Governmental Activities	(1,319,720)	(1,604,732)	(2,613,212)	(3,001,850)
Business-type Activities	950,617	2,123,769	1,896,608	3,171,466
Total Primary Government	<u>\$ (369,103)</u>	<u>\$ 596,611</u>	<u>\$ (665,668)</u>	<u>\$ 169,616</u>

**TABLE 3**

Fiscal Year					
2018	2019	2020	2021	2022	2023
\$ (8,957,651)	\$ (9,387,525)	\$ (8,793,328)	\$ (9,648,087)	\$ (8,412,247)	\$ (11,287,615)
3,012,850	2,640,557	3,244,998	1,088,987	2,258,849	2,001,226
(5,944,801)	(6,746,968)	(5,548,330)	(8,559,100)	(6,153,398)	(9,286,389)
1,629,080	1,689,257	1,774,622	1,833,632	1,804,806	1,945,697
1,499,393	1,580,877	1,756,563	2,126,143	2,350,529	2,458,703
933,625	899,556	915,067	906,870	982,633	999,195
145,974	161,446	131,886	202,204	223,651	212,976
15,861	33,645	4,825	-	-	-
1,237,903	1,265,644	1,685,426	1,399,928	1,424,168	1,951,169
1,592,346	584,741	336,423	502,682	428,553	756,902
132,353	125,348	37,161	7,853	63,258	386,558
41,403	1,450	-	-	-	-
7,227,938	6,341,964	6,641,973	6,979,312	7,277,598	8,711,200
82,355	209,625	283,045	311,210	252,515	332,380
-	12,761	5,627	-	-	-
96,335	139,742	130,066	24,551	47,279	353,138
178,690	362,128	418,738	335,761	299,794	685,518
7,406,628	6,704,092	7,060,711	7,315,073	7,577,392	9,396,718
-	-	-	50,875	50,207	55,128
(2,159,587)	(2,451,364)	(3,006,114)	(1,432,935)	(4,010,017)	(2,576,415)
2,819,247	3,607,126	1,507,725	2,594,610	2,301,020	2,686,744
\$ 659,660	\$ 1,155,762	\$ (1,498,389)	\$ 1,212,550	\$ (1,658,790)	\$ 165,457

CITY OF LAMPASAS, TEXAS  
 FUND BALANCE OF GOVERNMENTAL FUNDS  
 LAST TEN FISCAL YEARS

**CITY OF LAMPASAS, TEXAS  
 FUND BALANCE OF GOVERNMENTAL FUNDS  
 LAST TEN FISCAL YEARS (UNAUDITED)**

	Fiscal Year			
	2014	2015	2016	2017
<b>General Fund</b>				
Nonspendable	\$ 58,743	\$ 51,191	\$ 27,990	\$ 29,599
Restricted, Committed, or Assigned	1,832,480	1,834,048	1,835,013	1,836,963
Unassigned	653,146	139,451	387,299	483,661
<b>Total General Fund</b>	<b>\$ 2,544,369</b>	<b>\$ 2,024,690</b>	<b>\$ 2,250,302</b>	<b>\$ 2,350,223</b>
<b>All Other Governmental Funds</b>				
<b>Restricted for:</b>				
Capital Projects Funds	\$ 774,455	\$ 155,838	\$ 650,889	\$ 5,717,801
Debt Service Fund	171,040	1,212,323	218,011	119,636
Endowments	174,558	174,558	174,558	174,558
Other Specific Purpose	1,233,232	1,275,243	1,262,407	1,476,118
<b>Total All Other Governmental Funds</b>	<b>\$ 2,353,285</b>	<b>\$ 2,817,962</b>	<b>\$ 2,305,865</b>	<b>\$ 7,488,113</b>

**TABLE 4**

Fiscal Year					
2018	2019	2020	2021	2022	2023
\$ 30,685	\$ 28,185	\$ 26,009	\$ 33,492	\$ 39,163	\$ 37,488
1,841,218	1,847,223	1,853,313	1,857,788	2,583,405	1,783,405
827,310	923,805	1,559,538	2,006,157	1,432,434	2,557,607
<u>\$ 2,699,213</u>	<u>\$ 2,799,213</u>	<u>\$ 3,438,860</u>	<u>\$ 3,897,437</u>	<u>\$ 4,055,002</u>	<u>\$ 4,378,500</u>
\$ 3,637,511	\$ 1,915,781	\$ 1,144,056	\$ 704,547	\$ 7,096,219	\$ 7,261,302
174,818	238,318	272,842	317,145	286,067	276,694
174,621	174,683	174,699	174,713	175,688	179,245
1,516,022	1,594,423	1,613,489	1,718,752	1,559,102	1,509,985
<u>\$ 5,502,972</u>	<u>\$ 3,923,205</u>	<u>\$ 3,205,086</u>	<u>\$ 2,915,157</u>	<u>\$ 9,117,076</u>	<u>\$ 9,227,226</u>

CITY OF LAMPASAS, TEXAS  
CHANGES IN FUND BALANCE OF GOVERNMENTAL FUNDS  
LAST TEN FISCAL YEARS

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

	Fiscal Year			
	2014	2015	2016	2017
<b>Revenues</b>				
Ad Valorem Taxes	\$ 1,405,387	\$ 1,452,783	\$ 1,482,248	\$ 1,566,730
Sales Taxes	1,234,608	1,339,222	1,436,371	1,486,812
Hotel/Motel Taxes	87,550	74,297	76,192	135,879
Franchise Fees	931,165	955,286	930,989	913,565
Licenses And Permits	45,981	55,735	60,420	50,667
Intergovernmental	1,994,914	1,997,911	1,355,669	1,331,057
Service Fees	1,395,338	1,548,820	1,582,065	1,589,036
Fines and Penalties	329,222	358,403	379,819	359,859
Special Assessments	9,414	8,029	7,801	6,739
Interest Income	8,955	13,439	14,915	77,400
Rents and Royalties	8,570	7,900	7,070	9,351
Grants and Contributions	11,515	7,880	9,044	111,548
Miscellaneous Income	169,744	387,539	106,803	128,287
Total Revenues	<u>7,632,363</u>	<u>8,207,244</u>	<u>7,449,406</u>	<u>7,766,930</u>
<b>Expenditures</b>				
General Government	2,053,956	2,098,606	2,455,291	2,435,509
Public Safety Police/Fire	2,938,563	3,133,478	3,307,491	3,473,689
Highway and Streets	644,611	609,260	601,244	758,902
Sanitation	980,334	1,045,238	1,110,857	1,081,870
Health and Welfare	119,093	128,207	125,835	137,322
Culture and Recreation	930,538	1,052,019	1,041,199	976,762
Economic Development And Assistance	45,068	52,453	86,205	48,377
Capital Outlay/Misc	734,396	1,139,048	747,874	1,252,119
Debt Service				
Principal	360,000	365,000	380,000	245,000
Interest and Fiscal Charges	270,701	257,644	244,159	386,124
Bond Issuance Costs	250	250	250	450
Total Expenditures	<u>9,077,510</u>	<u>9,881,203</u>	<u>10,100,405</u>	<u>10,796,124</u>
Excess of Revenues				
Over (Under) Expenditures	<u>(1,445,147)</u>	<u>(1,673,959)</u>	<u>(2,650,999)</u>	<u>(3,029,194)</u>
<b>Other Financing Sources (Uses)</b>				
Transfers In	1,931,071	2,307,289	2,997,201	2,572,192
Transfers Out	(1,336,126)	(637,820)	(683,618)	(455,037)
Issuance of Long-Term Debt	-	-	-	5,355,000
Premium or Discount on Bonds Issued	-	-	-	762,760
Other Resources	10,759	13,118	44,501	60,937
Payment to Refunded Bond Escrow Agent	-	-	-	-
Sale of Capital Assets	217,094	3,867	6,430	15,511
Total Other Financing Sources (Uses)	<u>822,798</u>	<u>1,686,454</u>	<u>2,364,514</u>	<u>8,311,363</u>
Net Change in Fund Balances	<u>\$ (622,349)</u>	<u>\$ 12,495</u>	<u>\$ (286,485)</u>	<u>\$ 5,282,169</u>
Debt Service as a Percentage of Noncapital Expenditures	9.5%	9.0%	8.4%	8.1%

**TABLE 5**

		Fiscal Year				
		2019	2020	2021	2022	2023
\$	1,693,806	\$ 1,775,852	\$ 1,843,077	\$ 1,807,989	\$ 1,942,159	
	1,580,877	1,756,563	2,126,143	2,350,529	2,458,703	
	161,446	131,886	202,204	223,651	212,976	
	899,556	915,067	906,870	982,633	999,195	
	76,570	101,246	75,076	67,750	104,743	
	1,407,362	1,685,426	1,399,928	1,424,168	1,951,169	
	1,632,769	1,685,356	1,760,329	1,941,973	2,082,648	
	350,718	237,111	230,798	219,290	248,411	
	-	-	-	-	-	
	125,348	37,161	7,853	63,258	386,558	
	4,365	4,825	29,148	40,838	20,808	
	33,645	342,653	153,375	1,225,040	244,017	
	102,598	84,434	110,471	44,355	153,178	
	<u>8,069,060</u>	<u>8,757,580</u>	<u>8,845,272</u>	<u>10,391,474</u>	<u>10,804,565</u>	
	2,875,475	2,601,151	2,698,865	2,688,285	2,978,870	
	3,816,835	3,790,124	3,982,745	4,133,955	4,735,741	
	638,264	662,590	716,995	617,340	784,366	
	1,107,678	1,122,748	1,174,734	1,276,508	1,375,501	
	166,193	180,616	188,003	204,328	223,382	
	949,507	1,078,613	1,247,480	1,331,501	1,420,871	
	94,722	95,939	121,909	162,195	118,309	
	1,729,921	504,664	1,366,465	2,642,405	1,427,494	
	340,000	485,000	505,000	588,484	728,289	
	405,670	346,298	352,128	341,216	622,843	
	2,070	12,936	38,615	174,512	-	
	<u>12,126,335</u>	<u>10,880,679</u>	<u>12,392,939</u>	<u>14,160,729</u>	<u>14,415,666</u>	
	<u>(4,057,275)</u>	<u>(2,123,099)</u>	<u>(3,547,667)</u>	<u>(3,769,255)</u>	<u>(3,611,101)</u>	
	3,288,670	3,807,021	3,669,952	3,564,114	4,124,000	
	(785,784)	(1,015,665)	(2,260,881)	(215,510)	(284,448)	
	-	590,000	2,200,000	6,425,000	-	
	-	-	-	253,576	-	
	49,479	18,144	78,747	50,299	81,219	
	-	(1,350,787)	-	-	-	
	1,450	850	28,905	50,852	123,978	
	<u>2,553,815</u>	<u>2,049,563</u>	<u>3,716,723</u>	<u>10,128,331</u>	<u>4,044,749</u>	
\$	<u>(1,503,460)</u>	<u>\$ (73,536)</u>	<u>\$ 169,056</u>	<u>\$ 6,359,076</u>	<u>\$ 433,648</u>	
	8.8%	10.2%	10.0%	10.7%	13.7%	

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CITY OF LAMPASAS, TEXAS  
TAX REVENUES BY SOURCE, GOVERNMENTAL FUNDS  
LAST TEN FISCAL YEARS

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

**TABLE 6**

Fiscal Year	Ad Valorem Taxes	Sales Taxes	Franchise Taxes	Total
2014	\$ 1,405,387	\$ 1,234,608	\$ 931,165	\$ 3,571,160
2015	1,452,783	1,339,222	955,286	3,747,291
2016	1,482,248	1,436,371	930,989	3,849,608
2017	1,566,730	1,486,812	913,565	3,967,107
2018	1,622,486	1,499,393	933,625	4,055,504
2019	1,693,806	1,580,877	899,556	4,174,239
2020	1,775,852	1,756,563	915,067	4,447,482
2021	1,833,632	2,126,143	906,870	4,866,645
2022	1,804,806	2,350,529	982,633	5,137,968
2023	1,945,697	2,458,703	999,195	5,403,595
10-year \$ Change	\$ 540,310	\$ 1,224,095	\$ 68,030	\$ 1,832,435
10-year % Change	38.4%	99.1%	7.3%	51.3%

CITY OF LAMPASAS, TEXAS  
 ASSESSED VALUE AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY  
 LAST TEN FISCAL YEARS

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

Fiscal Year	Tax Year	Real Property	Personal Property	Less Exempt Property
2014	2013	\$ 82,466,610	\$ 308,761,460	\$ (37,463,750)
2015	2014	79,659,155	320,799,539	(37,099,540)
2016	2015	85,565,235	330,282,892	(50,340,765)
2017	2016	89,878,302	360,637,509	(43,147,770)
2018	2017	90,091,706	360,331,383	(18,480,560)
2019	2018	92,410,299	375,625,702	(19,465,226)
2020	2019	101,903,750	399,166,010	(20,945,940)
2021	2020	102,932,510	411,333,550	(44,806,100)
2022	2021	124,582,790	512,188,119	(95,780,789)
2023	2022	129,647,869	639,428,623	(151,951,421)

**TABLE 7**

	<u>Total Taxable Assessed Value</u>	<u>Total Direct Tax Rate</u>
\$	353,764,320	\$ 0.395218
	363,359,154	0.395218
	365,507,362	0.395218
	407,368,041	0.395218
	431,942,529	0.395218
	448,570,775	0.395218
	480,123,820	0.395218
	469,459,960	0.395218
	540,990,120	0.337000
	617,125,071	0.315600

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

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

Taxpayer	2023		
	Taxable Assessed Value	Rank	Percentage of Total City Taxable Assessed Value
Windsor Quality Foods	\$ 42,233,640	1	6.84%
Walmart Real Estate Business Trust	9,514,120	2	1.54%
Patel Sanjay B and Devang C	7,051,895	3	1.14%
Hoffpauir James Lee	6,091,370	4	0.99%
Oil States Industries Inc	5,828,500	5	0.94%
Benny Boyd Limited DBA Benny Boyd C	5,251,540	6	0.85%
Milan Jai Holdings LLC	3,600,000	7	0.58%
Atmos Energy/Mid-Tex Distribution	3,518,410	8	0.57%
Lampasas 2 Investment LLC	3,500,000	9	0.57%
Prestwick Lampasas I LP	3,021,480	10	0.49%
<b>Total</b>	<b>\$ 89,610,955</b>		<b>14.52%</b>

**TABLE 8**

Taxpayer	2014		
	Taxable Assessed Value	Rank	Percentage of Total City Taxable Assessed Value
Windsor Quality Foods	\$ 26,630,530	1	7.53%
Walmart Real Estate Business Trust	9,269,680	2	2.62%
Custom Molded Products	7,234,110	3	2.04%
Oil States Industries Inc	5,445,130	4	1.54%
Benny Boyd Limited DBA Benny Boyd C	3,936,660	5	1.11%
Hoffpauir James Lee	2,998,010	6	0.85%
Oil States Industries Inc	2,391,310	7	0.68%
Diya and Mansi LLC	2,382,200	8	0.67%
Big Diamond Inc	2,077,820	9	0.59%
Prestwick Lampaasas I LP	2,045,390	10	0.58%
Total	<u>\$ 64,410,840</u>		<u>18.21%</u>

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

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

**TABLE 9**

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 <sup>1</sup>
2014	\$ 1,392,610	\$ 1,366,605	98.13%	\$ 19,766	\$ 1,386,371	99.55%
2015	1,441,027	1,412,184	98.00%	26,674	1,438,858	99.85%
2016	1,479,052	1,437,252	97.17%	39,407	1,476,659	99.84%
2017	1,528,124	1,498,010	98.03%	26,988	1,524,998	99.80%
2018	1,606,700	1,576,228	98.10%	26,058	1,602,286	99.73%
2019	1,661,340	1,627,440	97.96%	28,535	1,655,975	99.68%
2020	1,748,889	1,725,033	98.64%	18,624	1,743,657	99.70%
2021	1,804,326	1,774,150	98.33%	23,112	1,797,262	99.61%
2022	1,784,891	1,762,789	98.76%	13,609	1,776,398	99.52%
2023	1,918,761	1,882,945	98.13%	-	1,882,945	98.13%

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

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

Fiscal Year	General Bonded Debt			Business-type Activities	
	General Obligation Bonds	Tax Notes	Certificates of Obligation	General Obligation Bonds	Certificates of Obligations
2014	\$ -	\$ -	\$ 6,402,913	\$ -	\$ 3,826,407
2015	-	-	6,036,872	-	3,547,934
2016	-	-	5,655,829	-	3,259,461
2017	-	-	11,489,410	-	2,965,988
2018	-	-	11,205,231	-	2,662,515
2019	-	-	10,826,052	-	2,434,042
2020	585,000	-	8,966,873	780,000	2,320,569
2021	2,780,000	-	8,427,694	765,000	-
2022	2,610,000	-	14,662,091	715,000	-
2023	2,435,000	-	13,320,000	665,000	-

Measurement Year	Total Primary Government	Total All Government	Population	Per Capita Income	Personal Income
2013	\$ 10,229,320	\$ 10,229,320	6,822	\$ 18,313	\$ 124,931,286
2014	9,584,806	11,315,116	6,885	19,334	133,114,590
2015	8,915,290	10,544,591	7,096	20,326	144,233,296
2016	14,455,398	15,989,809	7,238	20,667	149,587,746
2017	13,867,746	15,303,754	7,413	22,457	166,473,741
2018	13,260,094	14,594,016	7,611	22,531	171,483,441
2019	12,652,442	13,880,300	7,760	24,333	188,824,080
2020	11,972,694	13,090,633	7,869	25,978	204,420,882
2021	17,987,091	20,544,972	7,517	30,462	228,982,854
2022	16,420,000	18,860,934	7,377	29,060	214,375,620

**TABLE 10**

<u>Other Governmental Activities Debt</u>	
<u>Notes Payable</u>	<u>Sales Tax Revenue Bonds</u>
\$ -	\$ -
1,310,310	420,000
1,238,838	390,463
1,164,872	369,539
1,088,445	347,563
1,009,436	324,486
927,635	300,223
843,168	274,771
2,309,800	248,081
2,220,915	220,019
<u>Percentage of Outstanding Debt</u>	
<u>Percentage of Outstanding Debt to Personal Income</u>	<u>Outstanding Debt Per Capita</u>
8.19%	\$ 1,499
8.50%	1,392
7.31%	1,256
10.69%	1,997
9.19%	1,871
8.51%	1,742
7.35%	1,630
6.40%	1,522
8.97%	2,393
8.80%	2,226

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

**CITY OF LAMPASAS, TEXAS** **TABLE 11**  
**RATIOS OF GENERAL BONDED DEBT OUTSTANDING**  
**LAST TEN FISCAL YEARS (UNAUDITED)**

Fiscal Year	General Bonded Debt Outstanding				Percentage Actual Taxable Property Value	Per Capita
	General Obligation Bonds	Tax Notes	Certificates of Obligation	Total		
2014	\$ -	\$ -	\$ 6,402,913	\$ 6,402,913	1.81%	\$ 939
2015	-	-	6,036,872	6,036,872	1.66%	877
2016	-	-	5,655,829	5,655,829	1.55%	797
2017	-	-	11,489,410	11,489,410	2.82%	1,587
2018	-	-	11,205,231	11,205,231	2.59%	1,512
2019	-	-	10,826,052	10,826,052	2.41%	1,422
2020	585,000	-	8,966,873	9,551,873	1.99%	1,231
2021	2,780,000	-	8,427,694	11,207,694	2.39%	1,424
2022	2,610,000	-	14,662,091	17,272,091	3.19%	2,298
2023	2,435,000	-	13,320,000	15,755,000	2.55%	2,136

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

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

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	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>
Assessed Valuation	\$353,764,320	\$363,359,154	\$365,507,362	\$ 407,368,041
Limit on Amount Designated for Debt Service:				
\$1.50 per \$100 assessed valuation	x 1.5	x 1.5	x 1.5	x 1.5
Legal Annual Maximum Debt Payment	<u>\$ 5,306,465</u>	<u>\$ 5,450,387</u>	<u>\$ 5,482,610</u>	<u>\$ 6,110,521</u>
Actual Amount Expended for General Obligation Debt Service During the Fiscal Year	<u>630,951</u>	<u>622,894</u>	<u>624,409</u>	<u>631,574</u>
Legal Debt Margin for Annual Debt Service Requirements	<u>\$ 4,675,514</u>	<u>\$ 4,827,493</u>	<u>\$ 4,858,201</u>	<u>\$ 5,478,947</u>
Total Net Debt Applicable to the Limit As a percentage of Debt Limit	11.89%	11.43%	11.39%	10.34%

**TABLE 12**

2018	2019	2020	2021	2022	2023
\$ 431,942,529	\$ 448,570,775	\$ 480,123,820	\$ 469,459,960	\$ 540,990,120	\$ 617,125,071
1.5	1.5	1.5	1.5	1.5	1.5
\$ 6,479,138	\$ 6,728,562	\$ 7,201,857	\$ 7,041,899	\$ 8,114,852	\$ 9,256,876
660,535	747,740	844,234	895,743	1,104,212	1,351,132
\$ 5,818,603	\$ 5,980,822	\$ 6,357,623	\$ 6,146,156	\$ 7,010,640	\$ 7,905,744
10.19%	11.11%	11.72%	12.72%	13.61%	14.60%