COMPREHENSIVE ANNUAL FINANCIAL REPORT

For the Fiscal Year Ended
September 30, 2015

CITY OF FORT WORTH, TEXAS

Fort Worth Sundance Square Plaza, November 2013

COMPREHENSIVE ANNUAL FINANCIAL REPORT

For the Fiscal Year Ended
September 30, 2015

CITY OF FORT WORTH, TEXAS

ELECTED OFFICIALS

2015 CITY COUNCIL

Betsy Price, Mayor

Salvador Espino
W.B. "Zim" Zimmerman
Cary Moon
Gyna Bivens

Jungus Jordan
Dennis Shingleton
Kelly Allen Gray
Ann Zadeh

CITY MANAGER

David Cooke

CHIEF FINANCIAL OFFICER

Aaron J. Bovos

INDEPENDENT AUDITORS

Deloitte & Touche LLP

Prepared by the Department of Finance

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City of Fort Worth, Texas

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YEAR ENDED SEPTEMBER 30, 2015
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INTRODUCTORY SECTION

March 25, 2016

Honorable Mayor, City Council, Citizens and Stakeholders
City of Fort Worth, Texas

We are pleased to present the Comprehensive Annual Financial Report (CAFR) of the City of Fort Worth, Texas (the City or Fort Worth), for the year ended September 30, 2015. The City Charter Chapter X, Section 11 requires that an annual audit of all accounts of the City be made by an independent certified public accountant and an annual financial report be published by the City. The annual financial report of the fiscal year shall be printed and furnished to each member of the council, the city manager and to each citizen who requests a copy. This report is published to fulfill the aforementioned requirements for the most recent fiscal year. In addition, this report is used to communicate background information on the City and the environment that it operates, schedules that demonstrate compliance with finance-related legal and contractual provisions and statistical information that offers multi-year trend information, along with relevant economic and demographic information.

Management assumes full responsibility for the completeness and reliability of the information contained in this report, based upon a comprehensive framework of internal controls established for this purpose. Because the cost of internal control should not exceed anticipated benefits, the objective is to provide reasonable, rather than absolute, assurance that the financial statements are free of any material misstatements.

Deloitte & Touche LLP issued an unmodified opinion on the City's financial statements for the year ended September 30, 2015. The Independent Auditors' Report is located on page 1 of this report.

Management's Discussion and Analysis (MD&A) immediately follows the Independent Auditors' Report and provides a narrative introduction, overview, and analysis of the basic financial statements and should be read in conjunction with the basic financial statements.

City of Fort Worth Profile

Fort Worth, incorporated in 1873, is a political subdivision and municipal corporation of the State of Texas, located in Tarrant, Denton, Parker, Wise and Johnson Counties. The City covers approximately 350 square miles and serves a population of 792,720.

Fort Worth operates under a Council/Manager form of government with a City Council comprised of the Mayor and eight Council members. The Mayor is elected at large and the eight Council members are elected from single-member districts. Both the Mayor and Council members serve two-year terms. The Mayor and City Council appoint the City Manager, City Attorney, City Secretary, City Auditor, and the municipal judges.

DEPARTMENT OF FINANCE

CITY OF FORT WORTH * 1000 THROCKMORTON STREET * FORT WORTH, TEXAS 76102
817-392-8500 * Fax 817-392-8966

Services provided by the City under general governmental functions include public safety (municipal courts, police and fire protection), highways and streets, culture and recreation, libraries, airports, economic opportunity, urban redevelopment and housing, sanitation, water, health and welfare, and general government services.

Water and sewer services, solid waste collection, airports, city owned parking garages, and storm water utility services are provided under an enterprise fund concept, with user charges set by the City Council to ensure adequate coverage of operating expenses and payments of outstanding debt. In addition, the City provides water and wastewater treatment for several neighboring jurisdictions. Equipment maintenance, information systems, engineering services and risk financing are provided through internal service funds.

As required by accounting principles generally accepted in the United States of America (GAAP), the financial reporting entity includes all funds of the primary government (the City), as well as the City's component units. Component units are legally separate entities for which the primary government is financially accountable. Organizations that do not meet the financial accountability criteria for inclusion as a component unit could be included based upon management's determination that it would be misleading to exclude them. During Fiscal Year 2015, there were eight blended component units. One of the blended component units (Fort Worth Housing Finance Corporation) also has five Limited Liability Corporations (LLCs) which are reported as blended component units and one Limited Liability Partnership that is discretely presented.

The fiscal year of the City begins on the first day of October and ends on the last day of September. On or before the fifteenth day of August of each year, the City Manager submits to the City Council a proposed budget for the ensuing fiscal year. The City Manager's proposed budget provides a complete financial plan of all city funds and activities for the upcoming fiscal year. The budget is prepared by fund, organization unit or department, program, purpose or activity, and object. As required by the City Charter, the auditors completed a separate review of the City's budget adoption process. The City Manager may transfer resources within a department. Transfers between departments, however, require approval from the City Council. Delegated authority has been provided by the Mayor and City Council to the City Manager and Chief Financial Officer to complete budgeted transfers between funds and to utilize Non-Departmental appropriations as anticipated.

Local Economy

Fort Worth is a Sunbelt city marked by its steady growth and diverse economy. Relocation of major firms to the greater Fort Worth area, renovation of many historical landmarks, shopping areas, and a host of public-private cooperative development ventures comprise Fort Worth's economic past. For the future, the ground has already been broken for ambitious commercial, retail, and residential developments. Fort Worth is one of two major cities in the Dallas/Fort Worth metropolitan area. The Dallas/Fort Worth metropolitan area contains a population of more than 6.95 million people.

Fort Worth continues to be a strong draw for new residents and businesses as shown by being named one of the country's fastest-growing cities according to 2014 census figures released by the United States (U.S.) Census Bureau. From 2010 to 2013, Fort Worth's population grew an estimated 9.5%. Fort Worth is consistently ranked among the top places in the nation to live, work, and play. With a growing workforce, top educational facilities, low cost of doing business, high quality of life, and prime location and climate, the City is an attractive choice for companies looking to relocate or expand their operations. According to the U.S. Census Bureau, the 2010-2014 median family income for Fort Worth was $52,492; Texas was $52,576, while the United States was $53,482.

The Fort Worth-Arlington Metropolitan Division (MD) boasts a strong labor force of over one million that continues to grow. According to preliminary numbers published by the Bureau of Labor Statistics, in November 2015, the unemployment rate for the Fort Worth-Arlington Metropolitan Division reached 4.1%, compared to the 4.6% unemployment rate of Texas, and the 5.0% unemployment rate of the United States.

There are over 39,000 registered businesses in the Fort Worth-Arlington MD. Almost 51% of these entities are small to mid-size firms that employ anywhere from 1 to 249 individuals, which highlights the continued importance of small business development. Large business firms with over 1,000 employees make up 28.1% of the area's workforce.

Manufacturing and professional business services remain an important part of the Fort Worth economy. Over the last year, both remained stable with manufacturing having over 95,000 jobs in the area and professional business services having over 114,000 jobs in the area, as reported by the Bureau of Labor Statistics. Meanwhile, growth in education and health services and leisure and hospitality reached 4.9% and 5.8%, respectively.

The City's industry clusters remain diverse with trade, transportation, and utilities making up the largest percentage of the Fort Worth-Arlington MD industry composition at 24%. Government, education & health services, professional & business services, leisure & hospitality are also large sectors, comprising 13%, 13%, 11% and 11% of the workforce, respectively.

Tourism is an important contributor to the local economy. According to the Fort Worth Convention & Visitors Bureau (FWCVB), Fort Worth receives nearly 6.5 million visitors per year contributing $1.6 billion in annual economic impact to Fort Worth. This revenue contributes funds toward vital city projects, and the FWCVB reports that tourism revenue saves each Fort Worth household approximately $840 annually.

The AllianceTexas development in north Fort Worth continued its growth with an estimated economic impact to the North Texas region of $4.32 billion in 2015 and a growing workforce in the medical district at Alliance Town Center. The 18,000-acre development, started in 1989 with the opening of the industrial airport, has had a total economic impact of $59.69 billion from 1990 to 2015 and has created 43,500 direct jobs over the life of the development. In 2015, approximately 1,750 jobs were created by the Federal Aviation Administration after completion of their southwest regional headquarters at Alliance Town Center.

Moody's Investor Service, Inc. (Moody's), Standard & Poor's Rating Services (S&P), and Fitch Ratings (Fitch) have all assigned positive ratings to the City of Fort Worth due to favorable financial performance, maintaining reserves, and implementing strategies to maintain a balanced budget. The City's general obligation bonds are rated Aa1 by Moody's, and AA+ by both Fitch and S&P. The City's water and sewer system revenue bonds are rated Aa1 by Moody's, and AA by both Fitch and S&P.

Long-term Financial Planning and Major Initiatives

The City's strategic goals enable the City Council to:

- Better understand Fort Worth's cultural heritage
- Have a consensus on what to accomplish over the next five years
- Translate the vision into an action plan
- Prioritize the use of limited city resources
- Support staff and community groups in focusing efforts on the vision and priorities

City Council will refine and adjust the strategic goals, as circumstances change. Overall, the City of Fort Worth concentrated on five top-priority strategic goals for fiscal year 2015. The strategic goals were intend to provide a clear and concise statement about where the City Council wants Fort Worth to go over the next five years and to stimulate broader discussion of the important issues facing Fort Worth now and in the future. A number of ongoing administrative and community processes will make the goals reality.

The City Council's strategic goals are:

- Make Fort Worth the nation's safest major city
- Improve mobility and air quality
- Create and maintain a clean, attractive city
- Strengthen the economic base, develop the future workforce, and create quality job opportunities
- Promote orderly and sustainable development

These strategic goals enable the City Council to have a consensus on values, vision and a mission for the future as follows:

Mission: Working together to build a strong community.

Building a strong community means building strong neighborhoods, developing a sound economy, providing a safe community and fostering a healthy environment.

Vision: Fort Worth will be the most livable and best managed city in the country.

The city's vision statement sets forth our aspiration to become even better than we are today as a community and as an organization.

Values: There are six values that guide our employees as they go about this work.

- Exceptional Customer Experience
- Accountability
- Ethical Behavior
- Diversity
- Mutual Respect
- Continuous Improvement

The City continues to focus major efforts on these strategic goals which drive decision-making and help the City Council further the City's mission and vision translating that vision into an action plan. The City's limited resources are then prioritized to achieve that plan. The City's actions to implement the established strategic goals and address community issues are numerous and varied. However, the City continually addresses community issues through the best, most appropriate methods available.

Relevant Financial Policies

The City has adopted a comprehensive set of Financial Management Policy Statements to help ensure that the City's financial resources are managed in a prudent manner. The City will maintain a minimum Unassigned Fund Balance in the General Fund equivalent to ten percent (10%) of regular ongoing operating expenditures, with a goal of two months (16.67%) of regular ongoing operating expenditures. In the event Reserves exceed the minimum balance requirements, at the end of each fiscal year, any excess Reserves may be used in the following ways:

1. Fund accrued liabilities, including but not limited to debt service, pension, and other post-employment benefits as directed and approved within the long-term financial plan and the annual budget ordinance. Priority will be given to those items that relieve budget or financial operating pressure in future periods;

2. Appropriated to lower the amount of bonds or increase the pay-as-you-go contributions needed to fund capital projects in the City's Capital Improvement Plan;

3. One-time expenditures that do not increase recurring operating costs that cannot be funded through current revenues. Emphasis will be placed on one-time uses that reduce future operating costs; or

4. Start-up expenditures for new programs, provided that such action is approved by the City Council and is considered in the context of multi-year projections of revenue and expenditures as prepared by the Department of Finance.

The use of funds within the Capital Projects Fund shall be guided by the Capital Expenditures and Improvements Policy Statements. The City maintains reserve policies for the various fund types, please refer to Note A.12. for the remaining Financial Management Policies related to fund balance.

The assigned balance in the General Fund at the end of the fiscal year was $193 thousand or 0.04% of total General Fund expenditures. The unassigned balance in the General fund at the end of the fiscal year was $84.3 million or 15.4% of total General Fund expenditures.

Awards

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the City for its CAFR for the fiscal year ended September 30, 2014. In order to be awarded a Certificate of Achievement, the City had to publish an easily readable and efficiently organized CAFR that satisfied both U.S. GAAP and applicable program requirements.

A Certificate of Achievement for Excellence in Financial Reporting is valid for a period of one year. However, we believe that our current CAFR continues to meet the Certificate of Achievement for Excellence in Financial Reporting Program's requirements, and we are submitting it to the GFOA to determine its eligibility for another certificate.

The City also received the GFOA's Distinguished Budget Presentation Award for its annual budget document for the fiscal year beginning October 1, 2015. To qualify for the Distinguished Budget Presentation Award, the City's budget document had to be judged proficient as a policy document, a financial plan, operations guide, and a communications device.

Acknowledgements

The preparation of this report could not have been accomplished without the full support and involvement of the City Manager's Office, and all City departments who provided information and analyses contained within this document. A very special thanks is due to the staff of the Department of Finance for their dedicated service to the City and to the citizens of Fort Worth. In addition, we acknowledge the thorough, professional, and timely manner in which our independent auditors, Deloitte & Touche LLP, conducted the audit. Finally, we express appreciation to the Mayor and City Council for their unfailing support for maintaining the highest standards and professionalism in the management of the City's finances.

Sincerely,

David Cooke
City Manager

Aaron J. Bovos
Chief Financial Officer

Government Finance Officers Association

Certificate of Achievement for Excellence in Financial Reporting

Presented to

City of Fort Worth

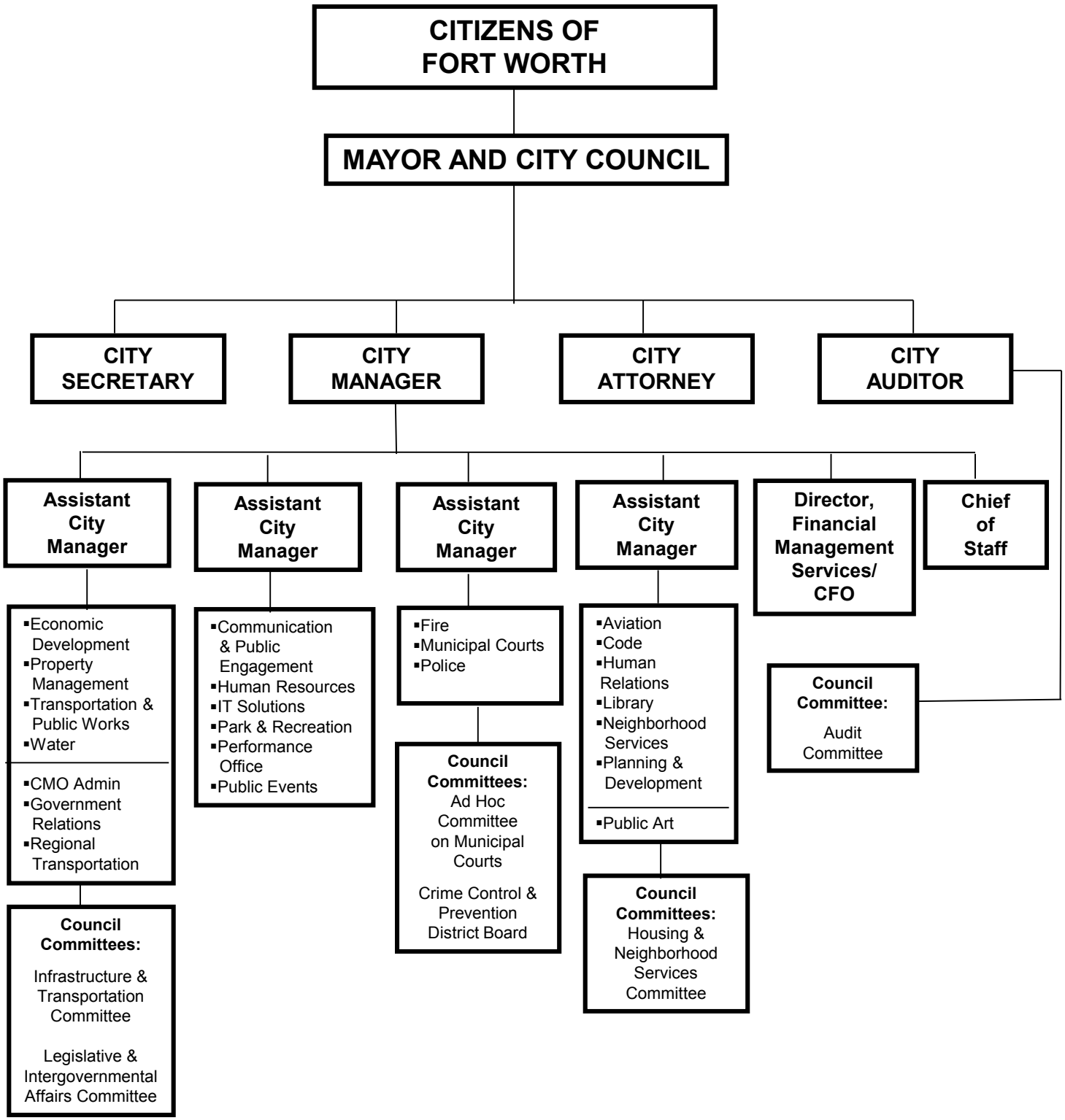
Texas

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended

September 30, 2014

Executive Director/CEO

CITY OF FORT WORTH, TEXAS
ORGANIZATION OF CITY GOVERNMENT
February 3, 2016



Elected Officials
City of Fort Worth, Texas
Mayor and Council Members for Fiscal Year 2015

Betsy Price
Mayor

Salvador Espino
Council District 2

W.B. Zimmerman
Council District 3

Cary Moon
Council District 4

Gyna Bivens
Council District 5

Jungus Jordan
Council District 6

Dennis Shingleton
Council District 7

Kelly Allen Gray
Council District 8

Ann Zadeh
Council District 9

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FINANCIAL SECTION

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INDEPENENT AUDITORS' REPORT

The Honorable Mayor and City Council Members
City of Fort Worth, Texas

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate discretely presented component unit and remaining fund information of the City of Fort Worth, Texas (the "City"), as of and for the year ended September 30, 2015, and the related notes to the financial statements, which collectively comprise the City's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We did not audit the financial statements of the Employees' Retirement Fund of the City of Fort Worth, which represents 97 percent, 97 percent, and 71 percent, respectively, of the assets, net position, and additions to net position of the fiduciary trust funds of the City. We did not audit the financial statements of the Terrell Homes, ltd which represents 100 percent of the assets, net position, and revenues of the discretely presented component unit of the City. Those statements were audited by other auditors whose reports have been furnished to us, and our opinion, insofar as it relates to the amounts included for the Employees' Retirement Fund of the City of Fort Worth and for Terrell Homes, ltd, is based solely on the reports of the other auditors. The financial statements of the Employees' Retirement Fund of the City of Fort Worth and the financial statements for Terrell Homes, ltd were not audited in accordance with *Government Auditing Standards*. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the

Member of
Deloitte Touche Tohmatsu

purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

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

Opinions

In our opinion, based on our audit and the reports of other auditors, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate discretely presented component unit and remaining fund information of the City of Fort Worth, Texas , as of September 30, 2015, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Emphasis of Matter

As discussed in Note A to the financial statements, the City restated its beginning net position as of October 1, 2014, to reflect the impact of implementation of Governmental Accounting Standards Board Statement No. 68, *Accounting and Financial Reporting for Pensions (an amendment of GASB Statement No. 27)* and Government Accounting Standards Board Statement No. 71, *Pension Transition for Contributions Made Subsequent to the Measurement Date*. Our opinions are not modified with respect to these changes.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that Management's Discussion and Analysis, the Budgetary Comparison Schedule - General Fund, the Employees' Retirement Fund - Schedule of Funding Progress, Employees' Retirement Fund – Schedule of City of Fort Worth's Contributions to the Retirement Fund – Last Ten Fiscal Years, the Employees' Retirement Fund – Projected Recognition of Deferred Outflows/(Inflows), the Employees' Retirement Fund Schedule of Changes in Net Pension Liability – Last Ten Fiscal Years, Other Postemployment Benefits - Schedule of Funding Progress and Other Postemployment Benefits – Schedule of Employer Contributions be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We and other auditors have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City of Fort Worth's basic financial statements. The combining and individual nonmajor fund financial statements, and the other information such as the introductory and statistical sections are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The combining and individual nonmajor fund financial statements is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America by us and other auditors. In our opinion, based on our audit, the procedures performed as described above, and the report of the other auditors, the combining and individual nonmajor fund financial statements is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

The other information such as the introductory and statistical sections has not been subjected to the auditing procedures applied in the audit of the financial statements, and accordingly, we do not express an opinion or provide any assurance on it.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated March 25, 2016 on our consideration of the City's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering City's internal control over financial reporting and compliance.

Deloitte & Touche LLP

March 25, 2016

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CITY OF FORT WORTH, TEXAS
MANAGEMENT'S DISCUSSION AND ANALYSIS
SEPTEMBER 30, 2015
(000's omitted in tables)

Management's discussion and analysis (MD&A) provides a narrative overview of the financial activities and changes in the financial position of the City of Fort Worth, Texas (City), for the fiscal year ended September 30, 2015 (FY2015). The MD&A is offered here by the management of the City to the readers of its financial statements. Readers should use the information presented here in conjunction with additional information furnished in our letter of transmittal, which can be found in the Introductory Section of this Comprehensive Annual Financial Report (CAFR).

Financial Highlights

The assets and deferred outflows of the City exceeded its liabilities and deferred inflows at September 30, 2015, by $1,866,373,000 (net position). For FY2015, the City reported a deficit unrestricted net position primarily due to implementation of Government Accounting Standards Board (GASB) Statement No. 68, *Accounting and Financial Reporting for Pensions - An Amendment of GASB Statement No. 27*.

The City's total net position decreased by $1,263,633,000 in comparison with originally reported FY2014. This decrease can be attributed to the implementation of GASB Statement No. 68 which reduced total net position by $1,529,099,000 but was offset by increases in property tax revenue, sales tax revenue, grants and contributions for both governmental activities and business-type activities.

At September 30, 2015, the City's governmental funds reported combined ending fund balances of $642,365,000, a decrease of $3,325,000 in comparison with FY2014. Approximately 54.0 percent of ending fund balances ($346,741,000) is available for spending at the government's discretion ($184,818,000 committed fund balance, $78,428,000 assigned fund balance and $83,495,000 unassigned fund balance).

The City's total long-term liabilities increased by $1,489,318,000 in comparison with FY2014. The key factors in this increase occurred in the implementation of GASB Statement No. 68 for Net Pension Liability of $1,462,039,000, the City's Other Postemployment Benefits Obligation of $36,655,000, and $32,351,000 of Trinity River Water District loans. During the year, long-term liabilities were reduced by principal payments of $70,939,000 in governmental activities and $99,086,000 in business-type activities. Additionally, the City issued $166,540,000 of revenue bonds, $167,162,000 of general obligation bonds, and defeased or refunded $148,830,000 for governmental activities, and $118,350,000 for business-type activities of existing debt.

Overview of the Financial Statements

This discussion and analysis is intended to serve as an introduction to the City's basic financial statements. The reporting focus of this document is on the City as a whole and on individual major funds. It is intended to present a more comprehensive view of the City's financial activities.

The basic financial statements are comprised of four components: 1) government-wide financial statements, 2) fund financial statements, 3) notes to the financial statements, and 4) required supplementary information. This report also contains other supplementary information in addition to the basic financial statements themselves.

Government-wide Financial Statements

The government-wide financial statements include the Statement of Net Position and the Statement of Activities. These statements are designed to provide readers with a broad overview of the City's finances in a manner similar to a private-sector business. Both are prepared using the economic resources focus and the accrual basis of accounting; meaning that all the current year's revenues and expenses are included regardless of when cash is received or paid.

The Statement of Net Position presents information on all of the City's assets and deferred outflows of resources and liabilities and deferred inflows of resources, including capital assets and long-term obligations. The difference between the two is reported as net position. Over time, the increases or decreases in net position may serve as a useful indicator of whether the financial position of the City is improving or deteriorating. Other indicators of the City's financial position should be taken into consideration, such as the change in the City's property tax base and condition of the City's infrastructure (i.e., roads, drainage systems, water and sewer lines, etc.), in order to more accurately assess the overall financial condition of the City.

The Statement of Activities presents information showing how the City's net position changed during the most recent fiscal year. It focuses on both the gross and net costs of the government's various activities and thus summarizes the cost of providing specific governmental services. This statement includes all current year revenues and expenses.

The Statement of Net Position and the Statement of Activities divide the City's activities into two types:

Governmental activities – Most of the City's basic services are reported here, including general administration, debt service, public safety, municipal courts, transportation and public works, parks and community services, public library, public events and facilities, planning and development, finance, and housing and economic development. Property taxes, sales taxes, and franchise fees provide the majority of the financing for these activities.

Business-Type activities – Activities for which the City charges a fee to customers to pay most or all of the costs of a service it provides are reported here. The City's business-type activities include water distribution and wastewater collection, municipal airports, solid waste collection and disposal, municipal parking, and stormwater utility.

Discretely Presented Component Unit – These statements also report information on the activities of a discretely presented component unit. This entity is not considered a part of the primary government.

Fund Financial Statements

The City of Fort Worth, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. These statements focus on the most significant funds and are used to report more detailed information about the City's most significant activities. All of the funds of the City can be divided into three categories: governmental funds, proprietary funds, and fiduciary funds.

Fund Financial Statements (continued)

Governmental Funds – These funds are used to account for the majority of the City's activities, which are essentially the same functions reported as governmental activities in the government-wide 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 spendable resources available at the end of the fiscal year for future spending. Such information may be useful in evaluating a government's near-term financing requirements.

The focus of the governmental funds financial statements is narrower than that of the government-wide financial statements. Therefore, 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. The reconciliation explains the differences between the government's activities as reported in the government-wide statements and the information presented in the governmental funds financial statements.

The City maintains twenty individual governmental funds. Information is presented separately in the Governmental Fund Balance Sheet and in the Governmental Fund Statement of Revenues, Expenditures and Changes in Fund Balances for the General Fund, the Debt Service Fund, and the Capital Projects Fund, which are considered to be major funds. Data for the other governmental funds are combined into a single, aggregated presentation.

Proprietary Funds – When the City charges customers for services it provides, the activities are generally reported in proprietary funds. The City of Fort Worth maintains two different types of proprietary funds: enterprise funds and internal service funds.

Enterprise funds are used to report the same functions presented as business-type activities in the government-wide financial statements. The City uses enterprise funds to account for its water and sewer operations, municipal airports, solid waste, municipal parking, and stormwater utility. These services are primarily provided to outside or non-governmental customers. The Municipal Golf Fund was closed during FY2015 and its operations were transferred to governmental fund types.

Internal service funds are an accounting device used to accumulate and allocate costs internally among the City's various functions. The City uses internal service funds to account for its equipment services, information systems, capital project services, risk management, group health and life insurance, workers' compensation insurance, and unemployment compensation.

Proprietary funds financial statements provide the same type of information as the government-wide financial statements, only in more detail. The proprietary funds financial statements provide separate information for the Water and Sewer and the Stormwater Utility Funds, which are considered to be the major proprietary funds of the City. The nonmajor enterprise funds are combined into a single, aggregated presentation in the proprietary fund financial statements.

Fund Financial Statements (continued)

Fiduciary Funds – Fiduciary funds are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are not reflected in the government-wide financial 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 reports one Trust Fund which accounts for the assets of the City's pension plan and postemployment healthcare plan. Separate audited financial statements are available for the City's pension plan.

Notes to the Financial Statements

The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found directly following the Fund Financial Statements and prior to the Required Supplementary Information in this report.

Government-Wide Financial Analysis

Total assets of the City at September 30, 2015, were $6,257,813,000 and deferred outflows were $106,813,000 while total liabilities were $4,404,447,000 and total deferred inflows of resources were $93,806,000, resulting in a net position of $1,866,373,000.

The City's net investment in capital assets was $3,218,735,000. The City uses these assets to provide services to its citizens; consequently, these assets are not available for future spending. Although the City reports net investment in capital assets, the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

An additional portion of the City's net position, $82,280,000 represents resources that are subject to external restrictions on how they may be used. The City has a deficit unrestricted net position of $1,434,642,000.

Government-Wide Financial Analysis (continued)

Condensed Schedule of Net Position (Deficit)

	Governmental Activities		Business-Type Activities		Total	
	2014*	2015	2014*	2015	2014*	2015
Current and Other Assets	$ 828,573	$ 809,406	$ 698,855	$ 629,970	$ 1,527,428	$ 1,439,376
Capital Assets	1,791,941	1,932,264	2,764,213	2,886,173	4,556,154	4,818,437
Total Assets	2,620,514	2,741,670	3,463,068	3,516,143	6,083,582	6,257,813
Deferred Outflows	11,538	86,661	9,461	20,152	20,999	106,813
Long-term Liabilities Outstanding	1,600,645	2,901,446	1,116,434	1,304,951	2,717,079	4,206,397
Other Liabilities	117,168	120,238	136,240	77,812	253,408	198,050
Total Liabilities	1,717,813	3,021,684	1,252,674	1,382,763	2,970,487	4,404,447
Deferred Inflows	-	78,392	4,088	15,414	4,088	93,806
Net Position (Deficit):						
Net Investment in Capital Assets	1,092,890	1,228,012	1,864,396	1,990,723	2,957,286	3,218,735
Restricted	35,983	52,358	60,917	29,922	96,900	82,280
Unrestricted	(214,634)	(1,552,115)	290,454	117,473	75,820	(1,434,642)
Total Net Position (Deficit)	$ 914,239	$ (271,745)	$ 2,215,767	$ 2,138,118	$ 3,130,006	$ 1,866,373

**Balances reflected in FY2014 columns are as originally reported in the FY2014 financial statements.*

At September 30, 2015, the City of Fort Worth is able to report positive balances in net position for the government as a whole and business-type activities. Governmental activities report a deficit net position at year end. There was an increase in restricted net position reported in the City's governmental activities of $16,375,000, which resulted from the increased property tax collections and an increase in impact fees collected for future development. The governmental activities' unrestricted net position balance decreased by $1,337,481,000, mostly due to increase in other postemployment benefits, recognizing the net pension liability, and the increase in the liability for Trinity River Water District.

Government-Wide Financial Analysis (continued)

Condensed Schedule of Changes in Net Position

	Governmental Activities		Business -Type Activities		Total	
	2014*	2015	2014	2015	2014	2015
Revenues:						
Program Revenues:						
Charges for Services	$ 73,637	$ 76,707	$ 463,377	$ 490,493	$ 537,014	$ 567,200
Operating Grants and Contributions	43,700	37,810	-	-	43,700	37,810
Capital Grants and Contributions	69,149	62,794	42,682	88,617	111,831	151,411
General Revenues:						
General Property Taxes	389,118	413,687	-	-	389,118	413,687
Sales Taxes	184,360	191,140	-	-	184,360	191,140
Other Local Taxes	33,439	34,888	-	-	33,439	34,888
Franchise Fees	51,205	53,129	-	-	51,205	53,129
Gas Leases and Royalties	16,500	15,717	12,989	8,372	29,489	24,089
Investment Income	8,622	6,025	6,077	3,475	14,699	9,500
Other	20,582	37,594	5,861	6,087	26,443	43,681
Total revenues	890,312	929,491	530,986	597,044	1,421,298	1,526,535
Expenses:						
General Government	182,367	202,450	-	-	182,367	202,450
Public Safety	430,481	529,188	-	-	430,481	529,188
Highways and Streets	127,113	131,535	-	-	127,113	131,535
Culture and Recreation	109,859	129,115	-	-	109,859	129,115
Health and Welfare	4,415	3,548	-	-	4,415	3,548
Urban Redevelopment and Housing	37,786	36,544	-	-	37,786	36,544
Interest and Service Charges	31,522	26,448	-	-	31,522	26,448
Water and Sewer	-	-	317,526	340,113	317,526	340,113
Municipal Airports	-	-	23,089	14,194	23,089	14,194
Solid Waste	-	-	48,420	52,586	48,420	52,586
Municipal Parking	-	-	6,649	7,602	6,649	7,602
Municipal Golf	-	-	5,396	-	5,396	-
Stormwater Utility	-	-	23,745	28,198	23,745	28,198
Total expenses	923,543	1,058,828	424,825	442,693	1,348,368	1,501,521
Special Items	-	31,490	-	-	-	31,490
Excess (Deficiency) of Revenues Over (Under) Expenses	(33,231)	(97,847)	106,161	154,351	72,930	56,504
Transfers	21,913	55,535	(21,913)	(55,535)	-	-
Changes in Net Position	(11,318)	(42,312)	84,248	98,816	72,930	56,504
Restatements	(25,124)	(1,143,672)	(5,987)	(176,465)	(31,111)	(1,320,137)
Net Position - Beginning of Year	950,681	914,239	2,137,506	2,215,767	3,088,187	3,130,006
Net Position (Deficit) - End of Year	$ 914,239	$ (271,745)	$ 2,215,767	$ 2,138,118	$ 3,130,006	$ 1,866,373

**FY2014 expenses for governmental activities were restated into the new FY2015 functions for comparative purposes.*

Government-Wide Financial Analysis (continued)

Overall, the governmental activities change in net position totaled a decrease of $42,312,000 as a result of current fiscal year activity. Factors that contributed to the governmental activities net position decrease were expenditures of $1,058,828,000 exceeding revenues of $960,981,000, net of transfers from business-type activities of $55,535,000. Transfer from business-type activities increased $33,622,000 compared to the prior fiscal year. This increase was due to the transfer of capital assets to governmental activities and a decrease in transfers from governmental activities of $12,368,000 compared to FY2014. The significant increase in transfers were $9,931,000 from the Stormwater Utility Fund for capital projects, and $9,225,000 from Nonmajor Enterprise Funds for capital projects.

In addition, governmental expenditures increased for Public Safety by $104,899,000 when compared to FY2014 as originally reported. This increase was primarily due to the implementation of GASB Statement No. 68 in the amount of $139,802,000, and accompanied by a decrease in civil service wages of $20,861,000.

Business-type activities net position increased $98,816,000 during the current fiscal year. The major factors that contributed to the business-type activities net position increase were an increase of $27,116,000 in charges for services and a $45,935,000 increase in capital grants and contributions. This was offset by an increase in operating expense of $17,868,000. The increase in capital grants and contributions was due to increases in the Water and Sewer fund for developer contributions and in the Municipal Airport Fund for grant money received for several projects during FY2015. The increase in charges for services was due to utility services provided to new customers due to the City's population increase.

Financial Analysis of the Government's Funds

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

During FY2015, The Fort Worth Fund was reclassified from being reported as a nonmajor governmental fund to being combined with the General Fund and ending fund balance was transferred. This change in nonmajor governmental fund balance was shown with a transfer out of $25,565,000 and increased the General Fund's fund balance by the same amount.

As of the end of the current fiscal year, the City's governmental funds reported total fund balances of $642,365,000. Approximately 19.4 percent or $124,561,000 constitutes the General Fund's fund balance. As of September 30, 2015, the General Fund's nonspendable fund balance includes $2,791,000 for advances to other funds, $2,470,000 for inventories, and $166,000 for prepaids, deposits and other. The restricted fund balance includes $10,553,000 Park Improvements and $1,600,000 is related to the collective bargaining agreement. The committed fund balance includes amounts of $7,695,000 for repayment of State loans and $14,813,000 for public events and facilities totaling $22,508,000. The assigned fund balance of $193,000 includes amounts for subsequent year expenditures. As of September 30, 2015, the General Fund had an unassigned fund balance of $84,280,000.

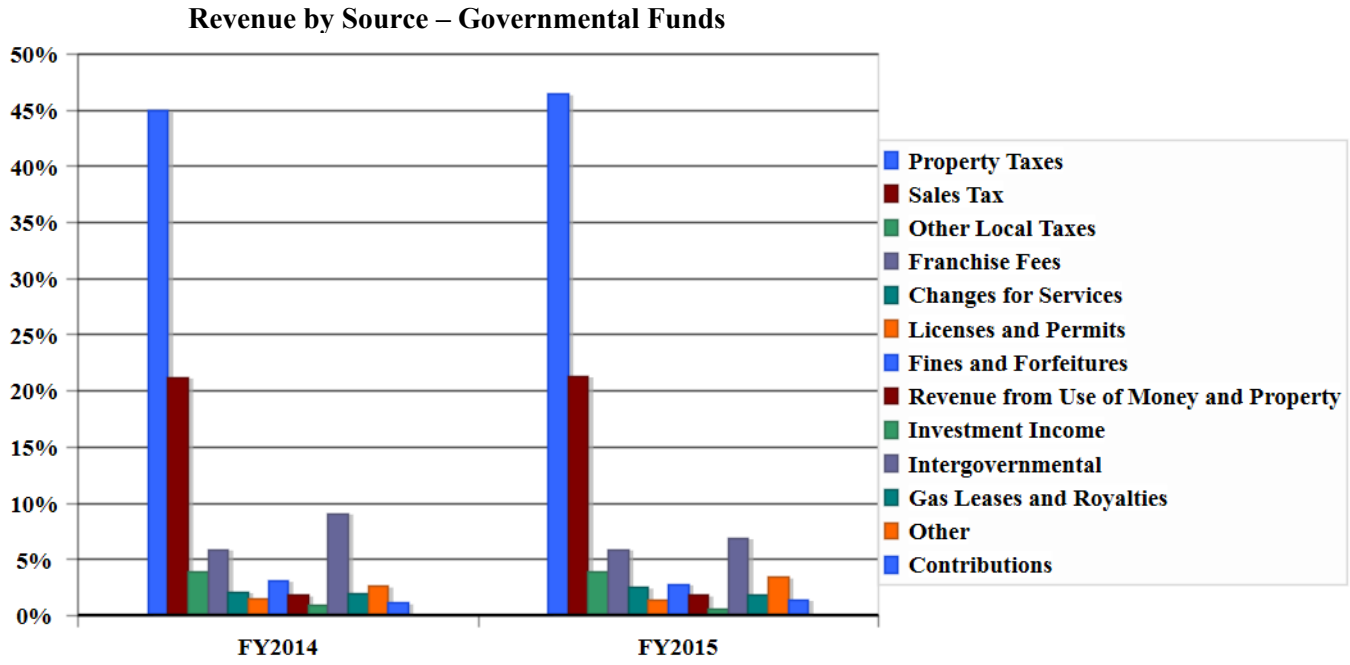
Financial Analysis of the Government's Funds (continued)

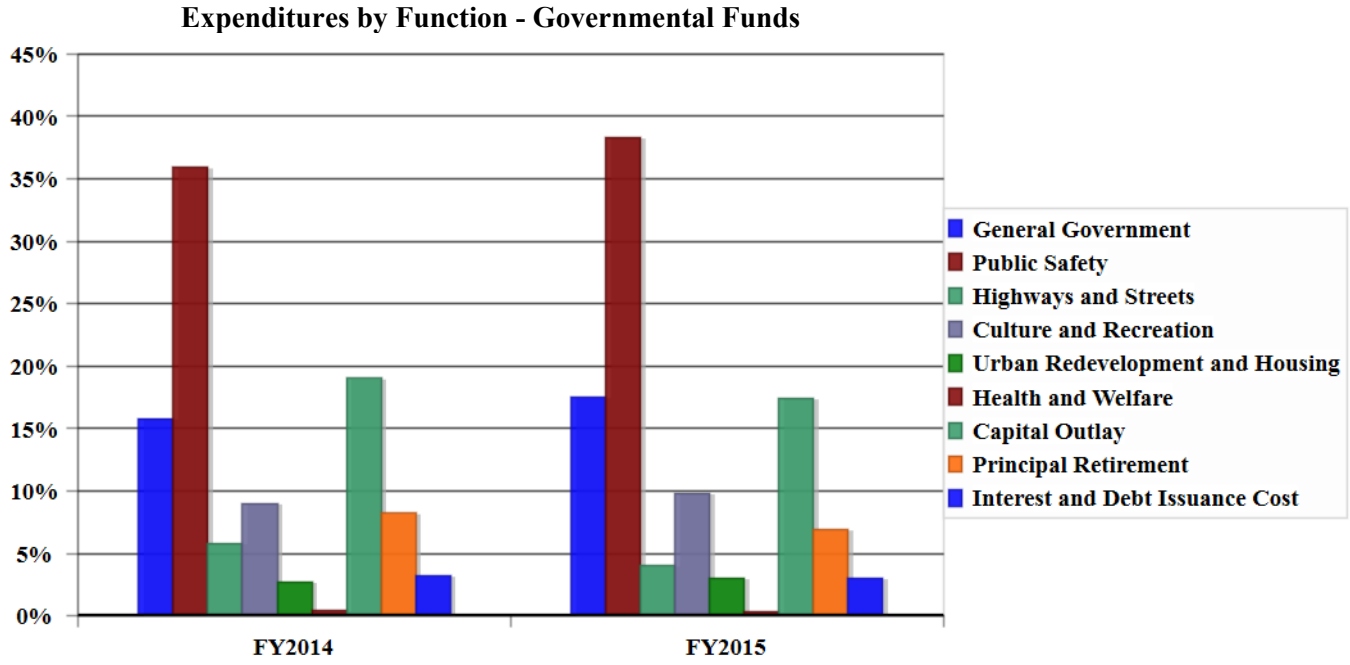
The nonmajor governmental fund balance of $137,391,000 is 21.4 percent of total governmental fund balance and includes nonspendable fund balance of $3,891,000, restricted fund balance of $95,981,000, committed fund balance of $4,372,000, assigned fund balance of $33,932,000, and an unassigned deficit of $785,000. The Debt Service fund has a fund balance of $25,689,000 or 4.0 percent of total governmental fund balance of which $17,497,000 is restricted fund balance, $7,993,000 is committed fund balance and $199,000 is assigned fund balance. The Capital Projects fund has a fund balance of $354,724,000 or 55.2 percent of total governmental fund balance of which $601,000 is nonspendable fund balance, $160,074,000 is restricted fund balance, $149,945,000 is committed fund balance and $44,104,000 is assigned fund balance.

During FY2015, the City reviewed its expenditures by function for governmental funds and noted that expenditures will be more accurately reported if presented differently. In previous years, expenditures were reported based on the department(s) as the function that incurred the expenditures. The City now reports expenditures based on a more detailed function of each department, moving some expenditures into more appropriate reporting categories. For comparative purposes, the City analyzed the FY2014 expenditures according to the new functions and are as follows: General Government - $172,149,000; Public Safety - $389,538,000; Highways and Streets - $62,821,000; Culture and Recreation - $97,320,000; Health and Welfare - $4,415,000; and Urban Redevelopment and Housing - $28,855,000. Capital Outlay, Principal Retirement, and Interest and Debt Issuance Cost remained unchanged from FY2014.

As shown in the following charts (on the next page) for governmental funds for FY2014 and FY2015, property taxes and sales tax were the primary sources of revenue for both years, while public safety and capital outlay were the largest expenditures by function. The General Fund is the primary operating fund of the City. At the end of the current fiscal year, fund balance of the General Fund was $124,561,000. As a measure of the General Fund's liquidity, it may be useful to compare the unassigned fund balance and total fund balance to total fund expenditures. Unassigned fund balance of $84,280,000, represents 15.4 percent of total General Fund expenditures. The total fund balance of $124,561,000 represents 22.7 percent of total General Fund expenditures. Fund balance in the General Fund increased by $38,519,000. The significant change in the General Fund was the transfer in of gas well revenue trusts funds, that were previously reported as special revenue funds, ending balances in the amount of $25,565,000.

Revenues and Expenditures – Governmental Funds





Financial Analysis of the Proprietary Funds

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

Unrestricted net position for the City's major Proprietary Funds, the Water and Sewer Fund and Stormwater Utility Fund, were $43,033,000 and $5,323,000, respectively, at the end of the fiscal year. Total net position in the Water and Sewer Fund increased $52,071,000. The increase in net position was primarily due to water charges for services of $389,188,000, which exceeded operating expenses by $68,763,000. Total net position in the Stormwater Utility Fund decreased by $5,053,000. The decrease in net position from operations was primarily due to net operating transfers out of $13,654,000 exceeding total income before transfers of $8,601,000. Other business-type activities increased the City's net position by $51,798,000.

General Fund Budgetary Highlights

Differences between the original expenditure budget and the final amended budget resulted in a $12,652,000 increase in appropriations and is briefly summarized as follows:

- Budget carryforwards of encumbrances resulted in an increase of $3,296,315. Significant increases included $2,292,414 in Transportation and Public Works for infrastructure maintenance, $364,222 in Planning and Development primarily for software costs, $250,290 in Library for software, and $186,475 in Human Resources for a Class & Compensation Study.
- Other appropriation increases to the original budget were made in the amount of $9,671,578. Significant activities which necessitated these increases included $3,958,558 to reflect the Collective Bargaining Agreement with the Fort Worth Professional Firefighters Association, $2,410,928 for the Police Department adjustment for salaries and benefits, $530,607 for the public art program, and $496,000 for the homeless initiative in Housing and Economic Development.

The City also increased budgeted revenues and other financing sources by $7,793,764. Of this amount, $2,312,330 was for increased transfers in that included $742,500 for the recreational programs for the Parks and Community Services Department, $697,896 for the transfer of operations from the Capital Project Services Fund to the General Fund, $530,607 for the for the public arts program, and $341,327 for the Tarrant County 911 District Radio Assistance Program.

There were no significant variances between the final amended budget and actual expenditures. Actual expenditures were $29,518,000, or 3.21 percent less than the final amended budget primarily due to salary savings.

Capital Asset and Debt Administration

Capital Assets – The City's investment in capital assets for its governmental and business-type activities as of September 30, 2015, amounted to $4,818,437,000 (net of accumulated depreciation). This investment in capital assets includes land, buildings, equipment, infrastructure, intangibles, works of art, and construction in progress. The total increase in the City's capital assets for the current fiscal year was $262,283,000 (5.8 percent). Major capital assets events during the current fiscal year included the following:

- The completion of Water and Sewer projects throughout the City added $57,564,844 to capital assets.
- The completion of governmental projects throughout the City added $105,174,742 to capital assets, while governmental capital contributions were $52,333,055.
- The completion of drainage projects added $21,856,556 to capital assets.
- These additions were offset by depreciation or retirement during the year.

Capital Assets, net of Accumulated Depreciation

	Governmental Activities		Business-Type Activities		Total	
	2014	2015	2014	2015	2014	2015
Land/Right of Way	$ 174,733	$ 196,541	$ 101,832	$ 108,332	$ 276,565	$ 304,873
Construction in Progress	412,392	410,279	348,380	448,400	760,772	858,679
Works of Art	-	16,177	-	-	-	16,177
Buildings	181,058	204,321	93,320	87,431	274,378	291,752
Machinery and Equipment	54,766	58,032	150,607	141,787	205,373	199,819
Infrastructure	968,992	1,040,338	2,070,074	2,100,223	3,039,066	3,140,561
Intangibles	-	6,576	-	-	-	6,576
Total	$ 1,791,941	$ 1,932,264	$ 2,764,213	$ 2,886,173	$ 4,556,154	$ 4,818,437

Additional information on the City's capital assets can be found in Note F.

Capital Asset and Debt Administration (continued)

Long-term Liabilities – At the end of the current fiscal year, the City had total long-term liabilities of $4,206,397,000. Of this amount, $743,130,000 comprises debt backed by the full faith and credit of the government, and $1,097,333,000 represents self-supported debt issues.

Long-Term Liabilities Outstanding

	Governmental Activities		Business-Type Activities		Total	
	2014*	2015	2014*	2015	2014*	2015
General Obligation Bonds	$ 408,965	$ 452,412	$ -	$ -	$ 408,965	$ 452,412
Revenue Bonds	-	-	898,870	882,395	898,870	882,395
Certificates of Obligation	285,545	242,290	52,375	48,428	337,920	290,718
Installment Obligation	2,370	1,620	-	-	2,370	1,620
HUD Installment Obligation	4,504	3,699	-	-	4,504	3,699
Equipment Notes Payable	39,145	-	-	-	39,145	-
Fort Worth Sports Authority	6,868	2,495	-	-	6,868	2,495
Lone Star Local Govt Corp	31,617	31,617	-	-	31,617	31,617
State Obligation - City	7,873	7,407	-	-	7,873	7,407
State Obligation - CCPD	3,058	2,878	-	-	3,058	2,878
TRWD Obligation	91,998	124,349	-	-	91,998	124,349
State Energy Conserv Loan I & II	553	-	-	-	553	-
State Energy Conserv Loan III	2,064	1,528	-	-	2,064	1,528
ESPC Phase VII	18,064	17,426	-	-	18,064	17,426
Capital Leases	1,482	1,122	-	-	1,482	1,122
Southwest Bank Loan (LDC SW Bldg.)	2,545	2,200	-	-	2,545	2,200
Lancaster Corridor Construction Loan	-	1,774	-	-	-	1,774
Trinity River Authority	-	-	5,500	4,885	5,500	4,885
ESPC Phase V	-	-	13,355	11,938	13,355	11,938
Unamort. Bond Discounts, Premiums, net	45,548	57,073	51,954	61,263	97,502	118,336
Retainage Payable	5,974	4,663	-	-	5,974	4,663
Compensated Absences	114,752	119,036	10,280	10,210	125,032	129,246
Claims Payable	38,893	37,775	-	-	38,893	37,775
Arbitrage	-	-	-	-	-	-
Landfill Postclosure Cost	-	-	4,762	5,020	4,762	5,020
Pollution Remediation Liability	-	-	3,131	7,166	3,131	7,166
Other Postemployment Benefits Obligation	430,774	464,788	67,200	69,841	497,974	534,629
Net Pension Liability	1,264,218	1,325,294	200,972	203,805	1,465,190	1,529,099
Total	$ 2,806,810	$ 2,901,446	$ 1,308,399	$ 1,304,951	$ 4,115,209	$ 4,206,397

**The balances at October 1, 2014 were restated to reflect the City's adoption of GASB Statement No. 68 (See Note A.16.).*

Capital Asset and Debt Administration (continued)

Long-term Liabilities (continued)

The City's total long-term liabilities increased by $1,489,318,000 during FY2015 mainly due to the issuance of bonds and notes in excess of principal payments made during the year. Also, the implementation of GASB Statement No. 68 resulted in the recording of a Net Pension Liability in the amount of $1,462,039,000, the City's Other Postemployment Benefits Obligation increased by $36,655,000, and the City added a net $32,351,000 loan from Trinity River Water District. For governmental activities, the City made payments of principal balances for bonded debt of $34,055,000 and $21,365,000 on its General Obligation Bonds and its Certificates of Obligation, respectively. For business-type activities, the City made payments of principal for revenue bond debt of $69,015,000, which included $65,055,000 for Water and Sewer revenue bonds and $3,960,000 for Stormwater revenue bonds.

In FY2015, the outstanding ad valorem tax supported debts of the City of Fort Worth are rated "Aa1" by Moody's Investors Services (Moody's) and "AA+" by Standard and Poor Ratings (S&P) and Fitch Rating Services (Fitch). The water and sewer system revenue debts are rated "Aa1" by Moody's and "AA" by S&P and Fitch.

The City is permitted by Article XI, Section 5, of the State of Texas Constitution to levy taxes up to 2.50 per $100 of assessed valuation for general governmental services including the payment of principal and interest on general obligation long-term debt. The current ratio of tax-supported debt to the assessed value of all taxable property is 1.62 percent (Stat Table 15).

Additional information on the City's long-term debt can be found in Note G.

Economic Factors and Next Year's Budgets and Rates

The overall economic outlook for the City remains positive. Sales taxes have climbed steadily since the recession ended in late 2010. Declining unemployment rates and continued population growth suggest these trends should continue well into 2016. Existing households are likely to continue spending at current rates, while new residents will add to the City's sales tax base. Population growth and steady strides in the residential real estate market support improved property tax revenues in the future while the increasing volume of building permits continues to increase the overall tax base. Demand for existing homes supports the slow but steady growth in values, which also yields more property tax revenues. Property tax revenues will be slower to materialize than sales taxes, as homes built in 2015 are added to the tax roll in 2016 and actually do not begin paying taxes until 2017. However, this revenue growth is more certain than other sources, as the lagging nature of the revenue buffers property tax revenue from short-term economic trends.

The Fiscal Year 2016 adopted budget maintains the City's property tax rate at $0.8550 per $100 net taxable valuation. The total appraised value of the City's property tax roll increased $2.0 billion or 3.2 percent from the July 2014 certified roll to the July 2015 certified roll. Adjusted Net Taxable Value (which is the Net Taxable Value plus the value of incomplete properties and properties under protest), increased $2.5 billion or 5.4 percent in the same time period across all properties within the City. Adjusted Net Taxable Value is the basis for the City's property tax revenue calculation.

Economic Factors and Next Year's Budgets and Rates (continued)

City staff analyzed many of the factors affecting property tax revenue, including anticipated population growth, historical change in values for residential and commercial properties, current and projected permitting data, the impact of foreclosures, as well as exemptions and protests. Staff also evaluated the allocation of the levy amount, and resulting availability of revenue for maintenance and operations (M&O), as compared to the amount available to repay the City's debt. In previous years, the City Council abided by its commitment to build capacity for capital projects by shifting a portion of the City's property tax from M&O to debt service. The City's ability to continue to shift focus from the M&O levy to debt service or pay as you go capital projects over the next five years is supported by the City's commitment to invest additional dollars in infrastructure maintenance.

For Fiscal Year 2016, the City's combined property tax rate remains at $0.8550 per $100 of assessed valuation with a 98.5% collection rate. Based on the M&O levy rate of $0.6759 per $100 of assessed valuation, the General Fund portion of the property tax rate is expected to yield approximately $319.0 million in revenue for Fiscal Year 2016. The debt service levy rate of $0.1791 per $100 of assessed valuation is expected to yield approximately $84.5 million, which will allow the repayment of all current and proposed debt obligations.

Revenue from the City's one percent of the sales tax, exclusive of the one-half percent special use tax for the Crime Control and Prevention District Fund, is projected to equal $135.0 million, an increase of $9.0 million or 7.1 percent from the Fiscal Year 2015 budget. This revenue is dependent on the level of wholesale and retail sales. Over the past ten years, the City's sales tax collection grew from $92.0 million in 2006 to the anticipated amount of $135.0 million in 2016. This represents a 47% growth over the last ten years.

Requests for Information

This financial report is designed to provide a general overview of the City's finances for all those with an interest in the government's finances. Questions concerning any of the information provided in this report or request for additional financial information should be addressed to the Chief Financial Officer, 1000 Throckmorton Street, 3rd Floor, Finance Department, Fort Worth, Texas 76102.

BASIC FINANCIAL STATEMENTS

CITY OF FORT WORTH, TEXAS
STATEMENT OF NET POSITION
SEPTEMBER 30, 2015
(in 000's)

	Primary Government			
	Governmental Activities	Business-Type Activities	Total	Discretely Presented Component Unit
ASSETS AND DEFERRED OUTFLOWS OF RESOURCES				
Assets				
Cash, Cash Equivalents, & Investments	$ 648,434	$ 117,911	$ 766,345	$ 62
Receivables, Net of Allowance for Uncollectibles:				
Taxes	7,205	-	7,205	-
Grants and Other Governments	47,662	-	47,662	-
Loans	6,816	-	6,816	-
Interest	946	180	1,126	-
Accounts and Other	23,994	76,645	100,639	7
Internal Balances	(11,480)	11,480	-	-
Inventories (at Cost)	6,444	3,539	9,983	-
Prepaids, Deposits, and Other	1,453	54	1,507	590
Long-Term Loans Receivable	10,119	-	10,119	-
Restricted Assets:				
Cash, Cash Equivalents, & Investments	9	281,561	281,570	262
Cash, Cash Equivalents, & Investments Held by Trustees	67,804	133,046	200,850	-
Grants Receivable	-	4,554	4,554	-
Interest Receivable	-	608	608	-
Prepaid Insurance	-	392	392	-
Capital Assets, Net of Accumulated Depreciation:				
Non-Depreciable	622,997	556,732	1,179,729	-
Depreciable	1,309,267	2,329,441	3,638,708	8,680
Total Assets	2,741,670	3,516,143	6,257,813	9,601
Deferred Outflows of Resources	86,661	20,152	106,813	-
Total Assets and Deferred Outflows of Resources	2,828,331	3,536,295	6,364,626	9,601
LIABILITIES, DEFERRED INFLOWS OF RESOURCES				
Liabilities				
Accounts Payable	24,378	9,065	33,443	20
Escrow Accounts Payable	5,807	2,801	8,608	-
Accrued Payroll	11,653	1,801	13,454	-
Other	793	-	793	-
Unearned Revenue	37,799	238	38,037	26
Accrued Interest Payable	19,104	4,959	24,063	61
Payables from Restricted Assets:				
Construction Payable	20,704	21,736	42,440	-
Customer Deposits	-	15,463	15,463	6
Unearned Revenue	-	21,749	21,749	-
Long-Term Liabilities:				
Due Within One Year	128,669	74,627	203,296	21
Due in More Than One Year	2,772,777	1,230,324	4,003,101	3,715
Total Liabilities	3,021,684	1,382,763	4,404,447	3,849
Deferred Inflows of Resources	78,392	15,414	93,806	-
NET POSITION (DEFICIT)				
Net Investment in Capital Assets	1,228,012	1,990,723	3,218,735	-
Restricted for:				
Debt Service	6,585	3,852	10,437	-
Capital Projects	45,773	26,070	71,843	-
Partnership Equity	-	-	-	5,752
Unrestricted (Deficit)	(1,552,115)	117,473	(1,434,642)	-
Total Net Position (Deficit)	$ (271,745)	$ 2,138,118	$ 1,866,373	$ 5,752

See accompanying notes to the basic financial statements.

CITY OF FORT WORTH, TEXAS
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED SEPTEMBER 30, 2015
(in 000's)

		Program Revenues		
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions
Function/Program Activities				
Primary Government:				
Governmental Activities:				
General Government	$ 202,450	$ 19,229	$ 4,755	$ 20,884
Public Safety	529,188	9,984	14,128	145
Highways and Streets	131,535	13,884	254	20,493
Culture and Recreation	129,115	20,266	12,667	5,027
Health and Welfare	3,548	-	3,465	-
Urban Redevelopment and Housing	36,544	13,344	2,541	16,245
Interest and Service Charges	26,448	-	-	-
Total Governmental Activities	1,058,828	76,707	37,810	62,794
Business-Type Activities:				
Water and Sewer	340,113	389,188	-	23,220
Municipal Airports	14,194	5,437	-	65,397
Solid Waste	52,586	52,373	-	-
Municipal Parking	7,602	7,310	-	-
Stormwater Utility	28,198	36,185	-	-
Total Business-Type Activities	442,693	490,493	-	88,617
Total Primary Government	$ 1,501,521	$ 567,200	$ 37,810	$ 151,411
Discretely Presented Component Unit:				
Terrell Homes, Ltd.	$ 1,199	$ 517	$ -	$ -
Total Discretely Presented Component Unit	$ 1,199	$ 517	$ -	$ -

Changes in Net Position:
- General Revenues:
  - Taxes:
    - General Property Taxes
    - Other Local Taxes:
      - Sales Taxes
      - Hotel/Motel Taxes
      - Other Taxes
    - Franchise Fees
    - Gas Leases and Royalties
    - Investment Income
    - Other
  - Transfers
  - Special Items
    - Total General Revenues, Transfers and Special Items
      - Change in Net Position
- Net Position (Deficit), Beginning of Year as Restated (Note A.16.)
- Net Position (Deficit), End of Year

See accompanying notes to the basic financial statements.

Net (Expenses) Revenues and Changes in Net Position			
Primary Government			
Governmental Activities	Business-Type Activities	Total	Discretely Presented Component Unit
$ (157,582)		$ (157,582)	
(504,931)		(504,931)	
(96,904)		(96,904)	
(91,155)		(91,155)	
(83)		(83)	
(4,414)		(4,414)	
(26,448)		(26,448)	
(881,517)		(881,517)	
	$ 72,295	72,295	
	56,640	56,640	
	(213)	(213)	
	(292)	(292)	
	7,987	7,987	
	136,417	136,417	
(881,517)	136,417	(745,100)	
			$ (682)
			(682)
413,687	-	413,687	-
191,140	-	191,140	-
24,749	-	24,749	-
10,139	-	10,139	-
53,129	-	53,129	-
15,717	8,372	24,089	-
6,025	3,475	9,500	-
37,594	6,087	43,681	9
55,535	(55,535)	-	-
31,490	-	31,490	-
839,205	(37,601)	801,604	9
(42,312)	98,816	56,504	(673)
(229,433)	2,039,302	1,809,869	6,425
$ (271,745)	$ 2,138,118	$ 1,866,373	$ 5,752

CITY OF FORT WORTH, TEXAS
BALANCE SHEET
GOVERNMENTAL FUNDS
SEPTEMBER 30, 2015
(in 000's)

	General	Debt Service	Capital Projects	Nonmajor Governmental Funds	Total Governmental Funds
ASSETS					
Cash, Cash Equivalents, & Investments	$ 55,731	$ 24,931	$ 364,368	$ 140,835	$ 585,865
Cash, Cash Equivalents, & Investments Held by Trustees	25,007	-	40,000	1,927	66,934
Receivables, Net of Allowance for Uncollectibles:					
Taxes	5,639	1,566	-	-	7,205
Grants and Other Governments	23,425	-	-	24,237	47,662
Loans	-	-	-	6,816	6,816
Interest	160	326	170	205	861
Accounts and Other	15,320	18	944	7,680	23,962
Due from Other Funds	23,629	-	-	-	23,629
Inventories (at Cost)	2,470	-	-	3,310	5,780
Advances to Other Funds	2,791	-	-	-	2,791
Prepaids, Deposits, and Other	166	-	601	581	1,348
Long-Term Loans Receivable	-	-	-	10,119	10,119
Total Assets	$ 154,338	$ 26,841	$ 406,083	$ 195,710	$ 782,972
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES					
Liabilities					
Accounts Payable	$ 11,308	$ 158	$ 19	$ 10,247	$ 21,732
Construction Payable	48	-	17,140	3,516	20,704
Escrow Accounts Payable	4,359	-	538	910	5,807
Accrued Payroll	9,465	-	86	1,471	11,022
Accrued Interest Payable	24	-	284	3	311
Other	658	-	-	135	793
Due to Other Funds	-	-	18,125	347	18,472
Advances from Other Funds	-	-	15,167	-	15,167
Unearned Revenue	223	-	-	31,133	31,356
Total Liabilities	26,085	158	51,359	47,762	125,364
Deferred Inflows of Resources	3,692	994	-	10,557	15,243
Fund Balances (Deficits):					
Nonspendable	5,427	-	601	3,891	9,919
Restricted	12,153	17,497	160,074	95,981	285,705
Committed	22,508	7,993	149,945	4,372	184,818
Assigned	193	199	44,104	33,932	78,428
Unassigned (Deficit)	84,280	-	-	(785)	83,495
Total Fund Balances	124,561	25,689	354,724	137,391	642,365
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	$ 154,338	$ 26,841	$ 406,083	$ 195,710	$ 782,972

See accompanying notes to the basic financial statements.

CITY OF FORT WORTH, TEXAS
RECONCILIATION OF THE BALANCE SHEET OF GOVERNMENTAL FUNDS TO THE STATEMENT OF NET POSITION
SEPTEMBER 30, 2015
(in 000's)

Total fund balances--governmental funds		$ 642,365
Amounts reported for governmental activities in the Statement of Net Position are different because:		
Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds. These assets (including internal service fund assets of $4,034) consist of:		
Land	$ 196,541	
Construction in progress	410,279	
Works of art	16,177	
Buildings	407,741	
Machinery and equipment	230,408	
Infrastructure	2,723,239	
Intangibles	6,660	
Accumulated depreciation/amortization	(2,058,781)	
Total capital assets	1,932,264	1,932,264
Some revenues in the governmental funds are not recognized because they are not collected within the prescribed time period after year-end. On the accrual basis, however, those revenues would be recognized, regardless of when they are collected.		15,243
Internal service funds are used by management to charge the costs of certain activities, such as office services, equipment services, risk management, information systems, and capital project services, to individual funds. A portion of the net position of the internal service funds is included in governmental activities in the Statement of Net Position (amount is net of capital assets of $4,034 and compensated absences of $3,973).		19,014
Deferred outflows of resources are not reported in the governmental funds related to:		
Pension contributions after actuarial valuation measurement date	69,993	
Deferred charges on debt refundings	16,668	
Total deferred outflows of resources	86,661	86,661
Some long-term liabilities are not due and payable in the current period and therefore are not reported in the funds. Those liabilities (including allocated internal service fund compensated absences of $3,973) consist of:		
Long-term compensated absences	(119,036)	
Other postemployment benefits obligation	(464,788)	
Net pension liability	(1,325,294)	
Accrued interest payable	(18,786)	
Long-term debt, including premium/discount	(954,553)	
Total long-term liabilities	(2,882,457)	(2,882,457)
Unearned revenues are resources received in advance and should be reported as liabilities until the period of the exchange. This liability consists of a long-term land lease entered into by a blended component unit of the City.		(6,443)
Deferred inflows of resources are not reported in the governmental funds related to:		
Difference in expected and actual total pension liability experience	(77,459)	
Difference in projected and actual earnings on investments - pensions	(933)	
Total deferred inflows of resources	(78,392)	(78,392)
Net position (deficit) of governmental activities		$ (271,745)

See accompanying notes to the basic financial statements.

CITY OF FORT WORTH, TEXAS
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - GOVERNMENTAL FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2015
(in 000's)

	General	Debt Service	Capital Projects	Nonmajor Governmental Funds	Total Governmental Funds
REVENUES:					
General Property Taxes	$ 308,037	$ 81,673	$ -	$ 24,709	$ 414,419
Sales Taxes	130,358	-	-	60,136	190,494
Other Local Taxes	4,438	-	-	30,450	34,888
Franchise Fees	53,129	-	-	-	53,129
Charges for Services	10,919	-	2,671	8,716	22,306
Licenses and Permits	12,728	-	-	22	12,750
Fines and Forfeitures	15,918	-	-	9,407	25,325
Revenue from Use of Money and Property	1,172	108	550	14,496	16,326
Investment Income	1,619	1,550	785	1,177	5,131
Intergovernmental	1,071	-	1,596	58,736	61,403
Gas Leases and Royalties	1,209	86	7,410	7,012	15,717
Other	2,062	-	14,025	14,320	30,407
Contributions	50	-	7,113	5,014	12,177
Total Revenues	542,710	83,417	34,150	234,195	894,472
EXPENDITURES:					
Current:					
General Government	100,387	1	1,388	75,773	177,549
Public Safety	341,817	-	422	51,476	393,715
Highways and Streets	27,025	-	1,255	12,470	40,750
Culture and Recreation	56,673	-	495	43,762	100,930
Health and Welfare	-	-	63	3,046	3,109
Urban Redevelopment and Housing	17,023	-	-	14,102	31,125
Capital Outlay	4,074	-	135,249	39,647	178,970
Debt Service:					
Principal Retirement	1,528	60,095	226	9,090	70,939
Interest and Debt Issuance Costs	522	30,243	16	340	31,121
Total Expenditures	549,049	90,339	139,114	249,706	1,028,208
Excess (Deficiency) of Revenues Over (Under) Expenditures	(6,339)	(6,922)	(104,964)	(15,511)	(133,736)
OTHER FINANCING SOURCES (USES):					
Issuance of Long-Term Debt	-	-	40,000	-	40,000
Premium on Issuance	-	18,668	-	-	18,668
Issuance of Refunding Bonds	-	127,162	-	-	127,162
Construction Loans	-	-	-	37,356	37,356
Payments to Refunding Bond Escrow Agent	-	(154,840)	-	-	(154,840)
Proceeds from Disposal of Property	64	-	541	1,789	2,394
Transfers In	68,724	21,815	55,019	16,513	162,071
Transfers Out	(23,930)	-	(9,917)	(68,553)	(102,400)
Total Other Financing Sources (Uses)	44,858	12,805	85,643	(12,895)	130,411
Net Change in Fund Balances	38,519	5,883	(19,321)	(28,406)	(3,325)
Fund Balances, Beginning of Year	86,042	19,806	374,045	165,797	645,690
Fund Balances, End of Year	$ 124,561	$ 25,689	$ 354,724	$ 137,391	$ 642,365

See accompanying notes to the basic financial statements.

CITY OF FORT WORTH, TEXAS
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED SEPTEMBER 30, 2015
(in 000's)

Net change in fund balances - total governmental funds		$ (3,325)
Amounts reported for governmental activities in the Statement of Activities are different because:		
Governmental funds report capital outlays as expenditures. However, in the Statement of Activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense. This is the amount by which capital outlays exceeded depreciation and other transactions that impact capital assets in the current period.		
Contributed assets	$ 28,106	
Special items	31,490	
Capital outlay expenditures	177,569	
Depreciation and amortization expense	(110,080)	
Net adjustment	127,085	127,085
In the Statement of Activities, the gain on sale of capital assets is reported. In the governmental funds, the proceeds from the disposal of assets were reported as an other financing source. Thus, the change in net position differs from the change in fund balance by the net book value of the capital assets.		4,776
Revenues in the Statement of Activities that do not provide current financial resources are not reported as revenues in the funds. This adjustment is to recognize the net change in "unavailable" revenues. Under the modified accrual basis of accounting, revenues are not recognized unless they are deemed "available" to finance the expenditures of the current period; accrual-basis recognition is not limited by availability, so certain revenues need to be reduced by the amounts that were unavailable at the beginning of the year and increased by the amounts that were unavailable at the end of the year.		(1,814)
The issuance of long-term debt (e.g., bonds, certificates of obligation) provides current financial resources to governmental funds, but issuing debt increases long-term liabilities in the Statement of Net Position. Repayment of long-term debt principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the Statement of Net Position. Also, governmental funds report the effect of issuance costs, 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:		
Debt issued:		
General obligation bonds	(167,162)	
Other obligations	(37,356)	
Total proceeds	(204,518)	
Premium on debt issued	(18,668)	
Repayments:		
To bondholders	70,939	
To escrow for refunding	154,840	
Total repayments	225,779	
Amortization of premiums and discounts	7,143	
Net adjustment	9,736	9,736
Some expenses reported in the Statement of Activities do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds.		
Increase in accrued interest on general obligation bonds & certificates of obligation	(1,603)	
Increase in net pension liability	(55,543)	
Increase in other postemployment benefits obligation	(31,793)	
Increase in compensated absences liability	(3,887)	
Net adjustment	(92,826)	(92,826)

(continued)

CITY OF FORT WORTH, TEXAS
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED SEPTEMBER 30, 2015
(in 000's)

Governmental funds report pension contributions as expenditures when made. However, in the Statement of Activities, pension expense is the cost of benefits earned adjusted for member contributions, the recognition of changes in deferred outflows and inflows of resources related to pensions, and the investment experience.		
Deferred outflows of resources	2,489	
Deferred inflows of resources	(78,392)	
Net adjustment	(75,903)	(75,903)
Internal service funds are used by management to charge the costs of certain activities, such as office services, equipment services, risk management, information systems, and capital project services, to individual funds. A portion of the net revenue (expense) of the internal service funds is reported with governmental activities.		(8,675)
Governmental funds report capital assets and long-term liabilities on the Statement of Net Position. This amount represents the transfer of capital assets and long-term liabilities from a nonmajor enterprise fund to the respective governmental funds.		(497)
Governmental funds report the amount of refinance debt as a current resource and do not calculate a gain or loss on the defeasance of the extinguished debt. This adjustment represents the amount of amortization for the current year of the deferred outflow of refunding loss.		(869)
Change in net position of governmental activities		$ (42,312)

(concluded)

See accompanying notes to the basic financial statements.

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CITY OF FORT WORTH, TEXAS
STATEMENT OF NET POSITION
PROPRIETARY FUNDS
SEPTEMBER 30, 2015
(in 000's)

	Business-Type Activities--Enterprise Funds				Governmental Activities
	Water and Sewer	Stormwater Utility	Nonmajor Enterprise Funds	Total	Internal Service Funds
ASSETS AND DEFERRED OUTFLOWS OF RESOURCES					
Assets					
Current Assets:					
Cash, Cash Equivalents, & Investments	$ 68,451	$ 21,885	$ 27,575	$ 117,911	$ 62,569
Interest Receivable	123	20	37	180	85
Accounts and Other Receivables, Net of Allowance for Uncollectibles	64,430	3,267	8,948	76,645	32
Inventories (at Cost)	3,539	-	-	3,539	664
Prepaids, Deposits, and Other	54	-	-	54	105
Restricted Assets:					
Cash & Cash Equivalents	34,946	3,206	25,755	63,907	-
Total Current Assets	171,543	28,378	62,315	262,236	63,455
Noncurrent Assets:					
Restricted Assets:					
Cash & Cash Equivalents	153,438	47,448	16,768	217,654	9
Cash, Cash Equivalents, & Investments Held by Trustees	102,116	-	30,930	133,046	870
Grants and Other Receivables	-	-	4,554	4,554	-
Interest Receivable	221	76	311	608	-
Total Restricted Assets	255,775	47,524	52,563	355,862	879
Advances to Other Funds	-	-	15,929	15,929	-
Prepaid Insurance	392	-	-	392	-
Capital Assets (at Cost):					
Land	25,440	12,457	70,435	108,332	1,123
Buildings	62,504	8,472	64,193	135,169	5,250
Improvements Other Than Buildings	2,704,305	79,608	252,331	3,036,244	1,039
Machinery and Equipment	348,095	11,310	9,488	368,893	17,547
Construction in Progress	309,936	46,513	91,951	448,400	-
Accumulated Depreciation	(1,011,399)	(20,773)	(178,693)	(1,210,865)	(20,925)
Net Capital Assets	2,438,881	137,587	309,705	2,886,173	4,034
Total Noncurrent Assets	2,695,048	185,111	378,197	3,258,356	4,913
Total Assets	2,866,591	213,489	440,512	3,520,592	68,368
Deferred Outflows of Resources	18,031	1,038	1,083	20,152	-
Total Assets and Deferred Outflows of Resources	$ 2,884,622	$ 214,527	$ 441,595	$ 3,540,744	$ 68,368

(continued)

CITY OF FORT WORTH, TEXAS
STATEMENT OF NET POSITION
PROPRIETARY FUNDS
SEPTEMBER 30, 2015
(in 000's)

	Business-Type Activities--Enterprise Funds				Governmental Activities
	Water and Sewer	Stormwater Utility	Nonmajor Enterprise Funds	Total	Internal Service Funds
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND NET POSITION					
Liabilities					
Current Liabilities:					
Accounts Payable	$ 4,225	$ 517	$ 4,323	$ 9,065	$ 2,646
Escrow Accounts Payable	2,801	-	-	2,801	-
Accrued Payroll	1,437	177	187	1,801	631
Due to Other Funds	5,157	-	-	5,157	-
Unearned Revenue	-	-	238	238	-
Current Portion of Long-Term Liabilities	67,326	4,652	2,649	74,627	20,519
Payables from Restricted Assets:					
Construction Payable	15,139	2,098	4,499	21,736	-
Customer Deposits	14,591	-	872	15,463	-
Accrued Interest Payable	3,640	1,108	211	4,959	7
Unearned Revenue	1,576	-	20,173	21,749	-
Total Current Liabilities	115,892	8,552	33,152	157,596	23,803
Long-Term Liabilities:					
Advances from Other Funds	-	762	-	762	2,791
Long-Term Liabilities Due in More Than One Year	1,000,580	151,431	78,313	1,230,324	21,229
Total Long-Term Liabilities	1,000,580	152,193	78,313	1,231,086	24,020
Total Liabilities	1,116,472	160,745	111,465	1,388,682	47,823
Deferred Inflows of Resources	9,529	1,123	4,762	15,414	-
NET POSITION					
Net Investment in Capital Assets	1,687,614	46,231	256,878	1,990,723	4,034
Restricted for:					
Debt Service	1,904	1,105	843	3,852	-
Capital Projects	26,070	-	-	26,070	-
Unrestricted	43,033	5,323	67,647	116,003	16,511
Total Net Position	$ 1,758,621	$ 52,659	$ 325,368	$ 2,136,648	$ 20,545
Adjustment to Reflect the Consolidation of Internal Service Funds Activities Related to Enterprise Funds				1,470	
Net Position of Business-Type Activities				$ 2,138,118	

(concluded)

See accompanying notes to the basic financial statements.

CITY OF FORT WORTH, TEXAS
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET POSITION
PROPRIETARY FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2015
(in 000's)

	Business-Type Activities--Enterprise Funds				Governmental Activities
	Water and Sewer	Stormwater Utility	Nonmajor Enterprise Funds	Total	Internal Service Funds
OPERATING REVENUES					
Charges for Services	$ 389,188	$ 36,185	$ 65,120	$ 490,493	$ 140,058
Other	17	51	6,019	6,087	9,448
Total Operating Revenues	389,205	36,236	71,139	496,580	149,506
OPERATING EXPENSES					
Personnel Services	84,074	9,587	10,754	104,415	30,455
Supplies and Materials	21,412	1,075	925	23,412	11,259
Contractual Services	147,628	10,044	49,134	206,806	112,860
Landfill Closure and Postclosure Cost	-	-	259	259	-
Depreciation	67,311	4,702	10,420	82,433	879
Total Operating Expenses	320,425	25,408	71,492	417,325	155,453
Operating Income (Loss)	68,780	10,828	(353)	79,255	(5,947)
NONOPERATING REVENUES (EXPENSES)					
Investment Income	2,020	563	892	3,475	894
Gain (Loss) on Sale of Property and Equipment	(2,856)	7	(222)	(3,071)	17
Interest and Service Charges	(16,832)	(2,797)	(2,668)	(22,297)	-
Gas Leases and Royalties	3,135	-	5,237	8,372	-
Total Nonoperating Revenues (Expenses)	(14,533)	(2,227)	3,239	(13,521)	911
Income (Loss) Before Transfers and Contributions	54,247	8,601	2,886	65,734	(5,036)
Transfers In	2,791	43	550	3,384	284
Transfers Out	(28,187)	(13,697)	(17,035)	(58,919)	(3,923)
Capital Contributions	13,783	-	65,397	79,180	-
Capital Contributions - Impact Fees	9,437	-	-	9,437	-
Changes in Net Position	52,071	(5,053)	51,798	98,816	(8,675)
Total Net Position, Beginning of Year, as Restated (Note A.16.)	1,706,550	57,712	273,570	2,037,832	29,220
Total Net Position, End of Year	$ 1,758,621	$ 52,659	$ 325,368	$ 2,136,648	$ 20,545
Adjustment to Reflect the Consolidation of Internal Service Funds Activities Related to Enterprise Funds				-	
Change in Net Position of Business-Type Activities				$ 98,816	

See accompanying notes to the basic financial statements.

FORT WORTH®

CITY OF FORT WORTH, TEXAS
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2015
(in 000's)

	Business-Type Activities--Enterprise Funds				Governmental Activities
	Water and Sewer	Stormwater Utility	Nonmajor Enterprise Funds	Total	Internal Service Funds
Cash Flows from Operating Activities:					
Receipts from Customers	$ 374,935	$ 36,248	$ 63,985	$ 475,168	$ -
Receipts from Other Funds	-	-	-	-	140,089
Receipts from Other Operating Sources	17	51	6,018	6,086	9,448
Payments to Employees	(67,707)	(7,679)	(11,741)	(87,127)	(31,713)
Payments to Vendors	(165,434)	(11,473)	(53,189)	(230,096)	(35,031)
Payments for Benefits	-	-	-	-	(91,394)
Net Cash Provided by (Used for) Operating Activities	141,811	17,147	5,073	164,031	(8,601)
Cash Flows from Noncapital Financing Activities:					
Transfers In from Other Funds	2,791	43	550	3,384	284
Receipts from (Repayments to) Other Funds	5,157	-	(134)	5,023	-
Advances from Other Funds	-	(730)	-	(730)	(314)
Transfers Out to Other Funds	(28,187)	(13,697)	(17,034)	(58,918)	(3,923)
Advances to Other Funds	-	-	2,077	2,077	-
Net Cash Used for Noncapital Financing Activities	(20,239)	(14,384)	(14,541)	(49,164)	(3,953)
Cash Flows from Capital and Related Financing Activities:					
Bond Principal Received	86,305	-	4,463	90,768	-
Refunding Principal Received	80,235	-	-	80,235	-
Bond Premium Received	18,289	-	-	18,289	-
Proceeds from Sale of Machinery and Equipment	67	2	4,567	4,636	69
Contributions	13,877	-	5,875	19,752	-
Contributions - Impact Fees	9,437	-	-	9,437	-
Acquisition and Construction of Property, Plant and Equipment	(118,876)	(11,224)	(72,683)	(202,783)	(32)
Principal Paid on Long-Term Debt	(86,716)	(3,960)	(8,410)	(99,086)	-
Principal Paid to Escrow Agent	(94,372)	-	-	(94,372)	-
Interest Paid on Long-Term Obligations	(27,158)	(5,380)	(2,739)	(35,277)	-
Bond Issuance Cost Paid	(4,963)	(5)	(12)	(4,980)	-
Net Cash Provided by (Used for) Capital and Related Financing Activities	(123,875)	(20,567)	(68,939)	(213,381)	37
Cash Flows from Investing Activities:					
Receipts from Gas Leases and Royalties	3,135	-	5,237	8,372	-
Purchases of Investments	(1,584)	-	(8,752)	(10,336)	-
Sales of Investments	585	-	2,564	3,149	-
Investment Income Received	7,081	658	5,380	13,119	987
Net Cash Provided by Investing Activities	9,217	658	4,429	14,304	987
Net Increase (Decrease) in Cash and Cash Equivalents	6,914	(17,146)	(73,978)	(84,210)	(11,530)
Cash and Cash Equivalents, Beginning of Year	346,936	89,685	149,966	586,587	74,978
Cash and Cash Equivalents, End of Year	$ 353,850	$ 72,539	$ 75,988	$ 502,377	$ 63,448

(continued)

CITY OF FORT WORTH, TEXAS
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2015
(in 000's)

	Business-Type Activities--Enterprise Funds				Governmental Activities
	Water and Sewer	Stormwater Utility	Nonmajor Enterprise Funds	Total	Internal Service Funds
Reconciliation of Operating Income (Loss) to Net Cash Provided by (Used for) Operating Activities:					
Operating Income (Loss)	$ 68,780	$ 10,828	$ (353)	$ 79,255	$ (5,947)
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided by (Used for) Operating Activities:					
Depreciation	67,311	4,702	10,420	82,433	879
Changes in Current Assets and Liabilities:					
Accounts and Other Receivables	(14,479)	64	(644)	(15,059)	130
Inventories	(59)	-	103	44	205
Prepaids, Deposits, and Other Assets	(54)	-	5	(49)	(105)
Accounts Payable	(369)	(354)	(3,493)	(4,216)	(2,506)
Escrow Accounts Payable	(343)	-	-	(343)	-
Accrued Payroll	16,367	1,907	(1,210)	17,064	(1,257)
Customer Deposits	623	-	(14)	609	-
Landfill Closure Costs	-	-	259	259	-
Pollution Remediation Costs	4,034	-	-	4,034	-
Total Adjustments	73,031	6,319	5,426	84,776	(2,654)
Net Cash Provided by (Used for) Operating Activities	$ 141,811	$ 17,147	$ 5,073	$ 164,031	$ (8,601)
The Cash and Cash Equivalents are reported in the Statement of Net Position as follows:					
Current - Cash, Cash Equivalents & Investments	$ 68,451	$ 21,885	$ 27,575	$ 117,911	$ 62,569
Current Restricted Cash & Cash Equivalents	34,946	3,206	25,755	63,907	-
Noncurrent Restricted - Cash & Cash Equivalents	153,438	47,448	16,768	217,654	9
Noncurrent Restricted - Cash, Cash Equivalents, & Investments Held by Trustees	102,116	-	30,930	133,046	870
Less: Gas Well Investments Held by Trustees	(5,101)	-	(25,040)	(30,141)	-
Total Cash and Cash Equivalents	$ 353,850	$ 72,539	$ 75,988	$ 502,377	$ 63,448
Noncash Investing, Capital, and Financing Activities:					
Capitalized Interest	$ 11,104	$ 2,448	$ -	$ 13,552	$ -
Amortization of Bond Premium	6,318	187	64	6,569	-
Capital Asset Contributions from Developers	185	-	-	185	-
Amortization of Bond Defeasement Loss	(2,151)	-	-	(2,151)	-

(concluded)

See accompanying notes to the basic financial statements.

CITY OF FORT WORTH, TEXAS
STATEMENT OF FIDUCIARY NET POSITION
FIDUCIARY FUNDS
SEPTEMBER 30, 2015
(in 000's)

	Pension and Other Employee Benefits Trust Funds
ASSETS	
Current Assets:	
Cash & Cash Equivalents	$ 2,010
Cash & Investments Held by Trustees:	
Asset and Mortgage Backed Obligations	63,430
Corporate Obligations	112,931
Government Agency Obligations	85,433
International Obligations	51,788
Securities Lending Collateral	181,508
U.S. Treasuries	50,164
Short-Term Mutual Fund Investments	128,749
Corporate Stock	646,814
Alternative Investments	604,671
Commingled Funds	359,497
Total Cash & Investments Held by Trustees	2,284,985
Prepaids	21
Other Receivables	7,968
Due from Broker Securities Sold	197,424
Total Current Assets	2,492,408
Capital Assets (at Cost):	
Land	405
Buildings	3,455
Machinery and Equipment	333
Accumulated Depreciation	(879)
Net Capital Assets	3,314
Total Assets	2,495,722
LIABILITIES	
Current Liabilities:	
Accrued Payable	236
Obligations Under Securities Lending	181,509
Due to Broker Securities Purchased	241,580
Total Current Liabilities	423,325
NET POSITION	
Net Position Held in Trust for:	
Benefit Pension Plans	2,006,358
Postemployment Healthcare Plan	66,039
Total Net Position	$ 2,072,397

See accompanying notes to the basic financial statements.

CITY OF FORT WORTH, TEXAS
STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
FIDUCIARY FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2015
(in 000's)

	Pension and Other Employee Benefits Trust Funds
ADDITIONS	
Interest and Dividend Income	$ 26,368
Less: Investment Management Fees and Interest Expense	(8,356)
Net Gain (Loss) in Fair Value of Investments	(53,095)
Other Income	14,297
Employer Contributions	113,139
Employee/Retiree Contributions	39,544
Total Additions	131,897
DEDUCTIONS	
Benefit Payments	182,839
Refunds	4,022
Administrative Expenses	12,611
Total Deductions	199,472
CHANGE IN NET POSITION	
Benefit Pension Plans	(77,989)
Postemployment Healthcare Plans	10,414
Total Change in Net Position	(67,575)
NET POSITION - BEGINNING OF YEAR	
Benefit Pension Plans	2,084,347
Postemployment Healthcare Plans	55,625
Total Beginning Net Position	2,139,972
NET POSITION - END OF YEAR	
Benefit Pension Plans	2,006,358
Postemployment Healthcare Plans	66,039
Total Ending Net Position	$ 2,072,397

See accompanying notes to the basic financial statements.

Note A: Summary of Significant Accounting Policies

Note B: Cash, Cash Equivalents, & Investments

Note C: Receivables and Interfund Balances

Note D: Fund Equity

Note E: Restricted Assets

Note F: Capital Assets

Note G: Debt Obligations

Note H: Landfill Closure and Postclosure Care Costs

Note I: D/FW International Airport

Note J: Employees' Retirement Plan of the City of Fort Worth, Texas

Note K: Employee Benefits

Note L: Commitments and Contingencies

Note M: Segment Financial Information

Note N: Subsequent Events

Note O: New Accounting Standards

NOTE A: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accounting policies of the City of Fort Worth, Texas (the City) as reflected in the accompanying financial statements for the year ended September 30, 2015, conform to accounting principles generally accepted in the United States of America (GAAP) for local governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard setting body for establishing governmental accounting and financial reporting principles. A summary of the City's significant accounting policies applied in the preparation of the accompanying financial statements follows.

A.1. FINANCIAL REPORTING ENTITY

In evaluating the City's financial reporting entity, management has considered all potential component units. The decision to include a potential component unit in the financial reporting entity was made by applying the criteria set forth in GASB Statement No. 14, *The Financial Reporting Entity*, GASB Statement No. 39, *Determining Whether Certain Organizations are Component Units*, and GASB Statement No. 61, *Financial Reporting Entity- Omnibus*. Organizations are included if the City is financially accountable for them, or the nature and significance of their relationship with the City are such that exclusion would cause the financial statements to be misleading. Inclusion is determined on the basis of the City's ability to exercise significant influence. Significant influence or accountability is based primarily on its operational or financial relationship with the City (as distinct from a legal relationship).

The City is financially accountable if it appoints a voting majority of an organization's governing body and is able to impose its will on that organization, or there is a potential for the organization to provide specific financial benefits to, or impose specific financial burdens on the City. The City also is financially accountable if an organization is fiscally dependent on the City and potentially provides specific financial benefits to, or imposes specific financial burdens on the City.

Blended Component Units

Blended component units, although legally separate entities, are reported as part of the primary government because they meet the criteria above, and are so intertwined with the City that they are, in substance, the same as the City. In Fiscal Year 2015 (FY2015), most of the blended component units prepared and published separate financial statements, copies of which are available by contacting the respective parties noted in the following paragraphs. The eight blended component units below are reported as part of the primary government:

Crime Control and Prevention District—The Crime Control and Prevention District (CCPD) was created in March 1995 by a vote of local residents, and renewed in 2000, 2005, 2010 and 2014 for subsequent five-years periods. The CCPD is funded from sales tax which serves a role in providing the necessary resources to effectively implement crime control strategies. Although it is legally separate from the City, the members of the Board of the CCPD and members of the City Council are substantially the same. The City has financial accountability and a financial benefit/burden relationship exists, allowing the City to impose its will. Therefore, the CCPD has been blended in the City's basic financial statements as a Nonmajor Special Revenue Fund.

NOTE A: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

A.1. FINANCIAL REPORTING ENTITY (CONTINUED)

Fort Worth Housing Finance Corporation—The Fort Worth Housing Finance Corporation (FWHFC) was created pursuant to the Texas Housing Finance Corporations Act. The FWHFC was organized for the purpose of financing the cost of residential ownership and development of single-family dwellings for persons of low and moderate income. Although it is legally separate from the City, the members of the Board of the FWHFC and members of the City Council are substantially the same. The City has financial accountability and a financial benefit/burden relationship exists, allowing the City to impose its will. Therefore, the FWHFC has been blended in the City's basic financial statements as a Nonmajor Special Revenue Fund. Separate financial statements can be obtained by contacting the Fort Worth Housing Finance Corporation at 1000 Throckmorton Street, Fort Worth, Texas 76102. FWHFC is the sole member of the following Limited Liability Corporations (LLC): Decatur Angle GP, LLC, Enclave Westport GP, LLC, Race Streets Lofts GP, LLC, Reserve at Quebec GP, LLC and Terrell Homes GP, LLC. These LLC's are limited partners with a 0.005% to 0.01% respective interest in the following Limited Liability Partnerships: Decatur Angle Ltd., Enclave Westport LP., Race Streets Lofts Ltd., Reserve at Quebec LLC., and Terrell Homes Ltd. Included in the FWHFC is its discretely presented component unit: Terrell Homes, Ltd., which is discussed under the discretely presented component unit section.

Fort Worth Local Development Corporation—The Fort Worth Local Development Corporation (FWLDC) is a 501 (c) (3) organization and a Texas nonprofit corporation formed in 1987 by the City Council. The original purpose of the FWLDC was to administer a low-interest rate program for business development in and around the Stockyards area in accordance with the Economic Development Administration Block Grant Program. However, the articles of incorporation are broad enough to allow involvement in almost any kind of city-wide economic development activities. Although it is a legally separate entity from the City, the members of the Board of the FWLDC and members of the City Council are substantively the same. The City has financial accountability and a financial benefit/burden relationship exists, allowing the City to impose its will. Therefore, the FWLDC has been blended in the City's basic financial statements as a Nonmajor Special Revenue Fund. Included in FWLDC is its component unit: Lancaster Corridor Redevelopment, LLC. Separate financial statements can be obtained by contacting Fort Worth Local Development Corporation at P.O Box 17286, Fort Worth, Texas 76102.

> ***Lancaster Corridor Redevelopment, LLC***— Lancaster Corridor Redevelopment, LLC (the Company), a Texas limited liability company, was created as a subsidiary of FWLDC pursuant to the Texas Limited Liability Company Act for the purpose of supporting mixed use redevelopment along the Lancaster Corridor. The financial information of the Company is blended into that of the FWLDC.

Alliance Airport Authority, Inc.—The Alliance Airport Authority, Inc. (the Authority) was created in 1989. It is an industrial development corporation created to benefit the City and to, among other things, issue bonds, promote and develop new and expanded business enterprises in the City, promote and encourage employment, and otherwise to benefit the public in accordance with the Development Corporation Act of 1979. Although it is a legally separate entity from the City, the members of the Board of the Authority and members of the City Council are substantively the same. The City has financial accountability and a financial benefit/burden relationship exists, allowing the City to impose its will. Therefore the Authority has been blended into the City's basic financial statements as a Nonmajor Special Revenue Fund (reported with the Other Blended Component Units). Separate financial statements can be obtained by contacting Alliance Airport Authority, Inc. at P.O Box 17286, Fort Worth, Texas 76102.

NOTE A: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

A.1. FINANCIAL REPORTING ENTITY (CONTINUED)

Service Center Relocation, Inc.—The Service Center Relocation, Inc. (Service Center) was established under the provision of Chapter 431, Texas Transportation Code, and the general laws of the State of Texas, to aid, assist, and act on behalf of the City in the performance of the City's governmental functions and to provide a means of financing certain project costs in connection with the undertaking of certain public improvements within specified geographical areas of the City in furtherance of the promotion, development, encouragement and maintenance of employment, commerce, economic development and public facility development in the City. Although it is legally separate from the City, the members of the Board of the Service Center and the members of the City Council are substantively the same. Service Center reported no activity in FY2015, therefore, the financial information for the Service Center has been excluded from the Nonmajor Special Revenue Fund in the City's basic financial statements.

Fort Worth Sports Authority, Inc.—The Fort Worth Sports Authority, Inc. (Sports Authority) was created pursuant to the provisions of Section 4B, Article 5190.6, Vernon's Texas Civil Statues, which authorizes the Sports Authority to jointly assist and act on behalf of the City and to engage in activities in furtherance of the purposes for its creation. The Sports Authority is organized for the purpose of aiding, assisting, and acting on behalf of the City in the performance of its governmental functions to promote the common good and general welfare of the City and in the construction of projects on behalf of the City. The Sports Authority financed the purchase of the Texas Motor Speedway (Speedway) and the infrastructure in and around that property; however, it does not operate the Speedway. Although, it is legally separate from the City, the City Council appoints all the Board of Directors of the Sports Authority. The City has financial accountability and a financial benefit/burden relationship exists, allowing the City to impose its will. Due to the Sports Authority benefiting and providing services almost exclusively to the City, the Sports Authority has been blended in the City's basic financial statements as a Nonmajor Special Revenue Fund (reported with the Other Blended Component Units). Separate financial statements can be obtained by contacting Fort Worth Sports Authority, Inc. at P.O Box 17286, Fort Worth, Texas 76102.

Lone Star Local Government Corporation—The Lone Star Local Government Corporation (LSLGC) was created pursuant to the provisions of Subchapter D, Chapter 431 of the Texas Transportation Code, and Chapter 394 of the Texas Local Government Code. The LSLGC is organized for the purpose of aiding, assisting, and acting on behalf of the City in the performance of its governmental functions to promote the common good and general welfare of the City and in undertaking and completing of projects on behalf of the City. Although it is legally separate from the City, the members of the Board of the LSLGC and the members of the City Council are substantively the same. The City has financial accountability and a financial benefit/burden relationship exists, allowing the City to impose its will. Therefore, the LSLGC has been blended in the City's basic financial statements as a Nonmajor Special Revenue Fund (reported with the Other Blended Component Units). Separate financial statements can be obtained by contacting Lone Star Local Government Corporation at P.O Box 17286, Fort Worth, Texas 76102.

Fort Worth Central City Local Government Corporation—The Fort Worth Central City Local Government Corporation (FWCCLGC) was created pursuant to the provisions of Subchapter D, Chapter 431 of the Texas Transportation Code. The FWCCLGC is organized for the purpose of aiding, assisting and acting on behalf of the City in the implementation of project plans for the Magnolia Green Development, including the construction of a parking garage to support the development of the area. Although it is legally separate from the City, the members of the Board of the FWCCLGC and the members of the City Council are substantively the same. The City has financial accountability and a financial benefit/burden relationship exists, allowing the City to impose its will. Therefore, the FWCCLGC has been blended in the City's basic financial statements as a Nonmajor Special Revenue Fund (reported with the Other Blended Component Units). Separate financial statements can be obtained by contacting Fort Worth Central City Local Government Corporation at P.O Box 17286, Fort Worth, Texas 76102.

NOTE A: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

A.1. FINANCIAL REPORTING ENTITY (CONTINUED)

Discretely Presented Component Unit

The following legally separate entity is reported as a discretely presented component unit of the City in a separate column in the government-wide financial statements because it is legally separate from the City. Terrell Homes GP, LLC is the General Partner of Terrell Homes, Ltd. noted below.

> ***Terrell Homes, Ltd***.— Terrell Homes, Ltd. (the Partnership) is a Texas limited partnership formed on December 9, 2011, to construct, develop and operate 54 single-family homes, known as the Terrell Homes I Apartments located on scattered sites in Fort Worth (project). The project is rented to low-income tenants and is operated in a manner necessary to qualify for federal low-income housing tax credits as provided for in Internal Revenue Code Section 42. The fiscal year ended December 31, 2014 financial information of the Partnership, which is presented in a separate column in the government-wide financial statements, can be obtained by contacting the Fort Worth Housing Finance Corporation at 1000 Throckmorton Street, Fort Worth, Texas 76102.

Pension and Retiree Healthcare Trust Funds

Retirement Pension Trust Fund of the City of Fort Worth—The Employees' Retirement Fund of the City of Fort Worth (the "Retirement Fund") is comprised of two separate defined benefit plans providing benefits for City of Fort Worth employees and employees of the Employees' Retirement Fund. The Retirement Fund was established under legal authority of the City Charter and is administered by the Retirement Fund Board of Directors. The authority to define or amend employer and employee contribution rates or benefits is given to the Fort Worth City Council. As disclosed in Note J, this fiduciary fund of the City issues separate audited financial statements which are publicly available and can be obtained by contacting the Employees' Retirement Fund at 3801 Hulen Street, Suite 101, Fort Worth, Texas 76107.

Retiree Healthcare Trust Fund of the City of Fort Worth—The single-employer defined benefit retirement health care trust was established under legal authority of the City Charter and is administered by the City. No separate audited financial statements are available for this fiduciary fund of the City.

Related Entities

The following related entities are the more significant of those that do not meet the criteria for component units and are not included in the City's financial statements: Area Metropolitan Ambulance Authority, Fort Worth Zoological Association, Fort Worth Botanical Society, Inc., Friends of the Fort Worth Public Library, certain Fort Worth library trusts, the Business Assistance Center Foundation, Inc., Fort Worth South, Inc., and the Trinity River Vision Project.

City officials are also responsible for appointing members to the boards of the following organizations, but the City's accountability for these organizations do not extend beyond making appointments (see next page).

NOTE A: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

A.1. FINANCIAL REPORTING ENTITY (CONTINUED)

Dallas/Fort Worth International Airport—Dallas/Fort Worth International Airport (D/FW Airport) was created by the contract and agreement between the City of Fort Worth and the City of Dallas for the purpose of developing and operating an airport as joint venture between the two Cities. D/FW Airport is governed by a 12-member board comprised of seven members representing the City of Dallas, four members representing the City of Fort Worth , and on an annual basis, one non-voting member chosen from the neighboring cities of Irving, Grapevine, Euless, and Coppell. The audited financial statements for the D/FW Airport can be obtained by contacting: the Office of the Executive Vice President and Chief Financial Officer, 3200 East Airfield Drive, P.O. Box 619428, D/FW Airport, Texas 75261. Refer to further information in Note I.

Fort Worth Housing Authority—The Fort Worth Housing Authority (Housing Authority) is an independent organization, which has a scope of public service within the geographic boundaries of the City. Under Texas State Statutes, the responsibility for the administration and operations of the Housing Authority is vested solely with the Housing Authority's Board of Commissioners. The Housing Authority is dependent on Federal funds from the Department of Housing and Urban Development (HUD) and, as a result, is not financially dependent on the City. In addition, the City is not responsible for any deficits incurred and has no fiscal management control. The audited financial statement for the Housing Authority can be obtained by contacting: The Vice President and Chief Financial Officer, 1201 E. 13th Street, Fort Worth, Texas 76102.

Fort Worth Transportation Authority—The Fort Worth Transportation Authority (Transportation Authority) is an independent organization that provides public transportation services for Tarrant County and the North Central Texas region. Under Texas State Statutes, the responsibility for the administration and operations of the Transportation Authority is vested solely with the Transportation Authority's Board of Directors which is composed of nine-members appointed by the Fort Worth City Council and Tarrant County Commissioners Court. The Transportation Authority is dependent on State and Federal funds and user fees. As a result the City is not responsible for any deficits incurred and has no fiscal management control. The audited financial statement for the Transportation Authority can be obtained by contacting: the Chief Financial Officer, 1600 East Lancaster Avenue, Fort Worth, Texas 76102.

NOTE A: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

A.2. BASIS OF PRESENTATION

Government-Wide Statements

The two government-wide financial statements, the Statement of Net Position and the Statement of Activities, report information on all of the nonfiduciary activities of the City. Governmental activities, which include those activities primarily supported by taxes or intergovernmental revenue, are reported separately from business-type activities, which generally rely on fees and charges for support. As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements. Exceptions to this general rule are payments-in-lieu of taxes and other charges between the government's water and sewer and solid waste functions and various other functions of the government. Elimination of these charges would distort the direct costs and program revenues reported for the various functions concerned.

The Statement of Activities demonstrates the extent to which the direct expenses of a functional category are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific program. Program revenues include charges to customers or applicants who purchase, use or directly benefit from goods, services or privileges provided by a given function. They also include operating and capital grants and contributions that are restricted to meeting the operational or capital requirements of a particular function. Taxes and other items are properly excluded from program revenues and reported as general revenues.

The government-wide financial statements also present the calendar year (December 31, 2014) financial information of the City's Discretely Presented Component Unit: Terrell Homes, Ltd.

Fund Financial Statements

The City segregates transactions related to certain functions or activities in separate funds in order to aid financial management activities and to demonstrate legal compliance. Separate statements are prescribed for governmental activities and for proprietary activities. These statements present each major fund as a separate column on the fund financial statements, while all nonmajor funds are aggregated and presented in a single column.

Internal service funds of the City (which provide services primarily to other funds of the government) are presented in summary form as part of the proprietary fund financial statements. Financial statements of internal service funds are allocated between the governmental and business-type activities columns when presented at the government-wide level. The costs of these services are reflected in the appropriate functional activity (General Government, Public Safety, Highways and Streets, etc.).

The City's fiduciary funds are presented in the fund financial statements. Since, by definition, these assets are being held for the benefit of a third party (pension and retiree healthcare plan participants) and cannot be used to address activities or obligations of the government, these funds are not incorporated into the government-wide statements.

The following is a brief description of the major funds used by the City:

(1) Main operating fund (General Fund)
(2) Any fund that comprises at least 10% of assets and deferred outflows, liabilities and deferred inflows, revenues or expenses of the total governmental or enterprise funds type and at least 5% of assets and deferred outflows, liabilities and deferred inflows, revenues or expenses of the aggregate amount for all governmental and enterprise funds are considered major funds.
(3) Additional funds considered important by the City but not meeting the criteria of a major fund.

NOTE A: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

A.2. BASIS OF PRESENTATION (CONTINUED)

Governmental Funds

Governmental funds are those through which most governmental functions typically are financed. The measurement focus of governmental funds is on the sources, uses, and balance of financial resources while the modified accrual is used for the basis of accounting. The City reports the following major governmental funds:

General Fund is the main operating fund of the City. The fund is used to account for all the financial resources that are not accounted for in other funds. All general tax revenues and other receipts that are not restricted by law or contractual agreement to some other fund are accounted for in this fund. General operating expenditures, fixed charges and capital improvement costs that are not paid through other funds are paid from the General Fund.

During FY2015, The Fort Worth Fund (FW Fund), was transferred from a Nonmajor Governmental Fund into the General Fund. The FW Fund was established as a Nonmajor Governmental Fund at its inception in FY2008 for the purpose of aggregating specific gas well revenues that belong to the Water and Sewer Fund, Municipal Airport Fund, and the General Fund (Parks and Community Services land and any other City of Fort Worth owned land) so that gas well related revenue would remain intact and only investment generated revenue would be spent for specific purposes (as documented in the City's Comprehensive Annual Financial report in 2008).

The City reviewed the activities of the FW Fund and noted that there were no assigned or specific expenditures for the majority of the revenue. The City concluded that the FW Fund will be more appropriately reported and accounted for if it is included as part of the General Fund. The activities of the FW Fund were subsequently transferred into the General Fund during the fiscal year (See Note C.4.). This fund was previously separated for budgetary purposes from the budgeted General Fund.

Debt Service Fund accounts for the accumulation of financial resources for the payment of principal, interest and related costs on long-term obligations paid primarily from taxes levied by the City. The fund balance of the Debt Service Fund is reserved to signify the amounts that are restricted exclusively for debt service expenditures.

Capital Projects Fund accounts for the City's purchase or construction of major capital facilities, which are not financed by other funds.

In addition to the major funds mentioned above, the City reports the following non major governmental fund.

Special Revenue Funds accounts for the proceeds of specific revenue sources requiring separate accounting because of legal or regulatory provisions or administrative action.

During FY2015, the City reviewed its expenditures by function for Governmental Funds and noted that expenditures will be more accurately reported if presented differently. In previous years, expenditures were reported based on the department(s) as the function that incurred the expenditures. The City now reports expenditures based on a more detailed function of each department, moving some expenditures into more appropriate reporting categories.

NOTE A: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

A.2. BASIS OF PRESENTATION (CONTINUED)

Proprietary Funds

Proprietary funds are accounted for using the economic resources measurement focus and the accrual basis of accounting. The accounting objectives are determinations of net income, financial position and cash flows. All assets, deferred outflows of resources, liabilities, and deferred inflows of resources are included in the Statement of Net Position.

Enterprise Funds

The City reports the following major enterprise funds:

Water and Sewer Fund accounts for the provision of regional water, wastewater and reclaimed water services to residential, commercial, industrial, irrigation and wholesale customers. Activities of the fund include administration, engineering, water and wastewater treatment, billing and collection services, operations and maintenance of the system, and funding for capital improvements to ensure system reliability, comply with regulatory requirements, meet corporate priorities, and serve anticipated growth. Debt is issued for large capital projects. All costs are financed through charges and rates based on the amount of service used, which is billed to customers and collected on a monthly basis. Rates are reviewed regularly and adjusted as necessary to ensure the integrity of the system.

Stormwater Utility Fund accounts for the operation of the Stormwater Utility and provides funding for storm drainage capital improvements and enhanced maintenance of the storm drainage system in order to protect people and property from harmful stormwater runoffs. The fund also accounts for the accumulation of resources for and the payment of long-term principal and interest for the stormwater debt.

In addition to the enterprise funds mentioned above, the City reports the following non major enterprise fund.

Other Enterprise Funds is a summary of all the nonmajor enterprise, proprietary funds. These funds include: Municipal Airports Fund, Municipal Parking Fund, and the Solid Waste Fund. During the year, the City transferred operations of the Municipal Golf Fund from the Enterprise Fund to the Governmental Fund classification.

NOTE A: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

A.2. BASIS OF PRESENTATION (CONTINUED)

Internal Service Funds

Internal service funds are used to account for the financing of goods or services provided by one department to other departments within the City, on a cost-reimbursement basis. The City has eight internal service funds, which include: Equipment Services, Information Systems, Capital Projects Services, Risk Management, Workers' Compensation Insurance, Group Health and Life Insurance, and Unemployment Compensation. During the year, the City decided to outsource the operations of the Office Services Fund and a transfer from the General Fund was made to cover the deficit (See Note C.4.).

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 City's enterprise funds and internal service funds are charges to customers for sales and services. The Water and Sewer 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.

Fiduciary Funds

Included in this fund type are trust funds which account for assets held by the City in a trustee capacity or as an agent for individuals, private organizations, other governments, and/or other funds. The City reports the following fiduciary funds:

Pension and Other Employee Benefit Trust Funds—For accounting measurement purposes, Pension and Other Employee Benefit Trust Funds are accounted for in essentially the same manner as proprietary funds. The Pension and Other Employee Benefit Trust Funds account for the assets of the City's retirement and postemployment healthcare benefit plans.

The fiduciary funds are not included in the government-wide financial statements.

NOTE A: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

A.2. BASIS OF PRESENTATION (CONTINUED)

Reconciliation of Government-Wide and Fund Financial Statements

A summary reconciliation of the difference between total fund balances as reflected on the governmental funds Balance Sheet and total net position for governmental activities as shown on the government-wide Statement of Net Position is presented in an accompanying schedule to the governmental funds Balance Sheet. The assets, deferred outflows of resources, liabilities and deferred inflows of resources, and elements which comprise the reconciliation difference stem from governmental funds using the current financial resources measurement focus and the modified accrual basis of accounting while the government-wide financial statements use the economic resources measurement focus and the accrual basis of accounting. A summary reconciliation of the difference between net changes in fund balances as reflected on the governmental funds Statement of Revenues, Expenditures, and Changes in Fund Balances and change in net position for governmental activities as shown on the government-wide Statement of Activities is presented in an accompanying schedule to the governmental funds Statement of Revenues, Expenditures, and Changes in Fund Balances. The revenue and expense elements which comprise the reconciliation difference stem from governmental funds using the current financial resources measurement focus and the modified accrual basis of accounting while the government-wide financial statements use the economic resources measurement focus and the accrual basis of accounting.

A.3. MEASUREMENT FOCUS/BASIS OF ACCOUNTING

The government-wide Statement of Net Position and Statement of Activities, all proprietary funds, and the fiduciary funds are reported and accounted for on the economic resources measurement focus and the accrual basis of accounting. With this measurement focus, all assets, deferred outflows of resources, liabilities, and deferred inflows of resources associated with the operation of these activities are included on the Statement of Net Position. Revenues are recorded when earned and expenses are recorded when liabilities are incurred, regardless of the timing of the related cash flows. Nonexchange transactions, in which the City either gives or receives value without directly receiving or giving equal value in exchange include sales taxes, property taxes, grants, entitlements, and donations. On an accrual basis, revenue from sales taxes are recognized when the underlying exchange transaction takes place. Revenue from property taxes is recognized in the fiscal year for which the taxes are levied. Revenue from grants, entitlements, and donations is recognized in the fiscal year in which all eligibility requirements have been met. Contributions from members are recorded when the employer makes payroll deductions from Plan members. Employer contributions are recognized when due. Benefits and refunds are recognized when due and payable in accordance with the terms of the Plan.

The governmental fund financial statements are reported using the flow of current financial resources measurement focus and the modified accrual basis of accounting. This focus is on the determination of and changes in financial position. Revenues are recognized in the accounting period in which they become both measurable and available to finance expenditures of the current fiscal period. Revenues from taxes are generally considered available if received within 60 days after the fiscal year-end. Revenue from categorical and other grants are recognized when applicable eligibility requirements, including time requirements, are met and are generally considered available if received within 60 days after the fiscal year-end. Program revenues such as fines, licenses and permits, gas leases and royalties and other charges for services are generally considered to be measurable and available when the cash is received. Expenditures are recorded when the related liability is incurred and payment is due, except for principal and interest on long-term debt and certain estimated liabilities which are recorded only when the obligation has matured and is due and payable shortly after year-end as required by GASB Interpretation No. 6, *Recognition and Measurement of Certain Liabilities and Expenditures in Governmental Fund Financial Statements—an interpretation of NCGA Statements 1, 4, and 5; NCGA Interpretation 8; and GASB Statements No. 10, 16, and 18.*

NOTE A: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

A.4. PROPERTY TAXES

The City's property taxes are levied each October 1 on the assessed value as of the previous January 1 for all real and personal property. Property taxes attach as an enforceable lien on property as of January 1. Taxes are due October 1 and full payment can be made prior to the following February to avoid penalty and interest charges. Taxpayers also have the option of paying one-half of their taxes by November 30 and the second-half by June 30 to avoid penalty and interest charges.

Property taxes levied for 2015 have been recorded as receivables, net of allowance for refunds and uncollectible amount. The net receivables collected during 2015 and those considered "available" at September 30, 2015, (i.e., property taxes collected within 60 days of year-end) have been recognized as revenues in 2015. The remaining receivables have been reflected as deferred inflows of resources. In the government-wide financial statements, tax revenue is recognized in the year in which the taxes are levied.

The State Constitution limits the tax rate to $2.50 per $100 of assessed valuation including debt service. However, the City Charter further limits the tax rate to $1.90 per $100 or $19.00 per $1,000 of assessed valuation including debt service. The property tax rate currently levied by the City is $0.8550 per $100 of valuation.

A.5. CASH, CASH EQUIVALENTS, & INVESTMENTS

A.5.A. CASH, CASH EQUIVALENTS, & INVESTMENTS

The City pools cash from all funds (excluding the Pension and Other Employee Benefit Trust Funds) for the purpose of increasing income through investment activities. Investments are carried at fair value based on quoted market prices in accordance with GASB Statement No. 31, *Accounting and Financial Reporting for Certain Investments and for External Investment Pools*. Interest earnings are allocated based on cash and investment amounts in individual funds in a manner consistent with budgetary and legal requirements.

Unrestricted Investments purchased with pooled cash are classified as cash, cash equivalents, & investments in the accompanying Balance Sheet and Statement of Net Position. The relationship of an individual fund to the pooled cash and investment account is essentially that of a demand deposit account. Individual funds can withdraw cash from the account as needed and therefore all equity that the fund has in the pooled cash and investment account is highly liquid. For the purposes of the accompanying statement of cash flows, the City has chosen to reconcile “cash, cash equivalents, & investments,” because all investments are regarded as cash equivalents.

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

NOTE A: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

A.5. CASH, CASH EQUIVALENTS, & INVESTMENTS (CONTINUED)

A.5.B. INVESTMENTS OF THE EMPLOYEES' RETIREMENT FUND (THE CITY PLAN)

Valuation of Investments—Investments are stated at fair value. Quoted market prices are used to value investments. Investments that do not have quoted market prices are priced from information received from the external manager. This information includes audited financial statements, quarterly valuation statements, adjustments for cash receipts, cash disbursements and securities distributions through September 30, 2015. Purchases and sales of investments are recorded on a trade-date basis. Interest income is recorded on an accrual basis. Dividends are recorded on the ex-dividend date.

The City Plan's investment in limited partnerships are valued at estimated fair value based on the City Plan's proportionate share of the partnerships' fair value as recorded by the partnerships. The limited partnerships allocate gains, losses and expenses to the partners based on the ownership percentage as described in the partnership agreements.

There are certain market risks, credit risks, foreign exchange currency risks, or events that may subject the City Plan's investment portfolio to economic changes occurring in certain industries, sectors, or geographies. Net investment income includes net appreciation (depreciation) in the fair value of investments, interest income, dividend income, and investment expense. Investment expense includes custodian and management fees, securities lending expense and all other significant investment-related costs.

Due to/from Broker—The balance due to broker securities purchased and due from broker securities sold in 2015 represents trades pending settlement and amounts due to foreign currency contracts.

Foreign Currency Transactions—The City Plan is a party to financial instruments with off-balance-sheet risk, primarily forward contacts. Forward transactions are contracts or agreements for delayed delivery of commodities, securities, or money market instruments in which the seller agrees to make delivery at a specified future date of a specified commodity or instrument, at a specified price or yield. Entering into these investments involves not only the risk of dealing with counterparties and their ability to meet the terms of the contracts, but also the risk associated with market fluctuations.

Gains and losses resulting from foreign exchange contracts (transactions denominated in a currency other than the City Plan's functional currency—U.S. dollars) are recorded by the Plan based on changes in market values and are combined with similar transactions in the accompanying statements of changes in plan fiduciary net position and are included in net investment income. The City Plan structures its foreign exchange contracts and enters into certain transactions to substantially mitigate the Plan's exposure to fluctuations in foreign exchange rates.

Investments and broker accounts denominated in foreign currencies outstanding at September 30, 2015 were converted to the City Plan's functional currency at the foreign exchange rates quoted at September 30, 2015. These foreign exchange gains and losses are included in net appreciation (depreciation) in fair value of investments in the accompanying statements of changes in fiduciary net position.

A.5.C. INVESTMENTS OF THE RETIREE HEALTHCARE TRUST FUND

Valuation of Investments—Investments are stated at fair value. Quoted market prices are used to value investments.

NOTE A: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

A.6. INVENTORIES

In governmental funds, inventories are valued at cost using the weighted average method of valuation. Inventories in the proprietary funds are stated at the lower of cost (determined by using weighted average cost or first-in, first-out methods) or fair value. In the Equipment Services Fund (an internal service fund), inventories consist of expendable supplies and automotive parts held for consumption and are accounted for by the consumption method.

A.7. CAPITAL ASSETS

Capital assets, which include land, buildings, infrastructure, vehicles, machinery and equipment, works of art, intangibles and construction in progress, are reported in the applicable governmental or business-type activities columns in the government-wide financial statements and in the fund financial statements for proprietary funds. Capital assets are recorded at original cost or estimated fair market value as of the date of acquisition or donation for contributed assets. Repairs and maintenance are recorded as expenses. Renewals and betterments are capitalized. Interest has been capitalized during the construction period for proprietary capital assets.

The capitalization threshold below is determined by the asset class except for water and sewer capital assets which are considered to be one system and will be capitalized at their cost.

a) Land is capitalized regardless of the value or cost;
b) Buildings, infrastructure and intangible assets must be capitalized when the useful life is at least 3 years and the cost is $100,000 or more;
c) Vehicles, Machinery and Equipment must be capitalized when the useful life is at least 2 years and the cost is $5,000 or more.

Depreciation is recorded on each class of depreciable property using the straight-line method over the estimated useful lives of the assets. Estimated useful lives are as follows:

Water and Sewer Meters and Equipment	5-20 years
Water and Sewer Infrastructure	25-75 years
Buildings (Includes Portable Structures)	30-60 years
Vehicles, Machinery and Equipment	2-20 years
Runways and Taxiways	20-30 years
Infrastructure	10-40 years

The City capitalized certain computer software, considered an intangible asset, under the asset class equipment. During FY2015, the City capitalized an intangible asset related to implementation of an Enterprise Resource Planning system placed in service on the first day of FY2016. The City follows the same capitalization policy and estimated useful life for its intangible asset as it does for its equipment capital assets. The City also amortizes the intangible asset over a period of 10 years utilizing the straight-line method.

During FY2015, the City also capitalized certain works of art in the government-wide financial statements. These assets are recorded at either their historical cost or fair value at date of donation. The City views all works of art as inexhaustible, and, therefore, they are not depreciation or amortization.

NOTE A: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

A.8. INTERFUND TRANSACTIONS

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

A.9. COMPENSATED ABSENCES

City employees earn personal leave, which may either be taken or accumulated until paid upon termination or retirement. Unused sick leave, accrued holidays, and compensated time may be accumulated to a specific maximum amount and is paid upon termination, retirement or death for Civil Service employees. All other employees are paid up to an established limit for personal leave upon retirement or death. Accumulated vacation and sick leave is accrued when incurred in the government-wide Statement of Net Position and the proprietary and fiduciary fund financial statements. A liability for these amounts is reported in governmental fund statements, only if they have matured as a result of employee resignation or retirements in accordance with GASB Interpretation No. 6. For accrued amounts that are paid through proprietary funds, an expense and liability for the total future liability is recorded.

The amount of current year compensated absences related to both governmental and proprietary funds is budgeted annually as an expenditure or expense, as appropriate. Compensated absences related to the governmental funds are liquidated in the respective funds of the employees.

A.10. RISK MANAGEMENT

A.10.A. RISK MANAGEMENT

The Risk Financing Internal Services Funds accounts for the administration of risk management activities and programs in accordance with GASB Statement No. 10, *Accounting and Financial Reporting for Risk Financing and Related Insurance Issues.* These are as follows: third party liability claims and coordination with the Department of Law on litigation, property and casualty insurance, workers' compensation, group health and life insurance plan, unemployment compensation insurance and retired employees' group death benefits for certain retirees.

All funds of the City participate in the program and make payments to the Risk Financing Internal Services Fund based on estimates of the amounts needed to pay prior and current-year claims and to establish a reserve for catastrophic losses. Since the City is primarily self-insured, settlement amounts have not exceeded coverage in any of the prior three fiscal years. An accrual for unpaid claims and claims incurred but not reported is reflected in the internal service funds and government-wide financial statements as estimated claims payable. Claims expenses and liabilities are reported when it is probable that a loss has occurred and the amount of that loss can be reasonably estimated. The provision for claims incurred but not reported which are probable and reasonably estimable is based on City experience since the inception of the insurance programs. In accordance with GASB Statement No. 10, the estimated claims payables are based on the estimated ultimate cost of settling the claims. The total estimated claims payable includes estimates of allocated loss adjustment expenses. A discount rate of 3% has been applied to some estimated claims payable. The undiscounted total estimated claims payable is $41,484,558.

NOTE A: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

A.10. RISK MANAGEMENT (CONTINUED)

A.10.A. RISK MANAGEMENT (CONTINUED)

The total estimated claims payable for the Risk Management Fund, Workers' Compensation Insurance Fund, and the Group Health and Life Insurance Fund at September 30, 2015, is $37,775,188, of which $21,717,599 represents workers' compensation case reserve losses, and is reported as long-term liabilities in the Internal Service Funds statements.

	Balance at October 1, 2013	Additions	Deletions	Balance at September 30, 2014	Additions	Deletions	Balance at September 30, 2015
Judgments and Claims	$ 39,707	$ 96,583	$ (97,397)	$ 38,893	$ 75,933	$ (77,051)	$ 37,775

Provisions under each type of insurance are presented below:

A.10.B. LIABILITY INSURANCE

The City largely self-funds the risk for most liability claims, lawsuits, and related expenses. However, there are separate commercial liability insurance policies for each of the following: aircraft and airport liability, liquor liability, pollution legal liability, herd, international center, and crime insurance. There were no significant changes in coverage limits for liability insurance.

A.10.C. PROPERTY AND CASUALTY INSURANCE

An “all risk” property policy is provided by multiple commercial insurance companies for losses in excess of $250,000 per occurrence for all covered perils. The City self-insures most property losses less than $250,000. Boiler and machinery insurance, and crime insurance are also maintained on a commercial insurance basis. There were no significant changes in coverage limits for property and casualty insurance.

A.10.D. WORKERS' COMPENSATION

The City largely self-funds the risk for workers' compensation claims. Catastrophic loss protection for workers’ compensation is provided by a commercial insurer on a policy with a self-insured retention limit of $2,250,000 per occurrence for police officers and fire fighters and $1,500,000 for any single occurrence for all other employees. Coverage limits for workers’ compensation are the statutory limits required by the Texas Workers’ Compensation Act. See Note N regarding workers' compensation settlement subsequent to year end.

NOTE A: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

A.10. RISK MANAGEMENT (CONTINUED)

A.10.E. GROUP HEALTH AND LIFE INSURANCE

The City maintains a group health insurance plan for active and retired employees and their eligible dependents through a self-insured Preferred Provider Organization (PPO) plan which consists of two plan options, one being a high deductible health plan (HDHP) with a Health Savings Account (HSA) – contributions to the fund are provided by both the City and participating employees and retirees; and one fully insured MAPD- a Medicare Advantage Preferred Provider Organization (PPO) which includes a Prescription Drug Plan. The Medicare HMO plan was terminated effective January 1, 2015.

Effective January 1, 2015, the City increased employee basic group life insurance and Accidental Death and Dismemberment insurance (AD&D) from $10,000 to one time base annual salary. Effective April 1, 2014, the specific stop loss insurance was increased to $1,000,000; the specific stop loss insurance assumes the risk for claims on any individual in excess of $1,000,000 paid during a calendar year.

A.10.F. UNEMPLOYMENT COMPENSATION

The City is a reimbursing agency for Unemployment Compensation. The Texas Workforce Commission (TWC) sends quarterly reports to the City concerning claims paid on behalf of the City to eligible former employees. A third party administrator reviews the claims and files reports to TWC accordingly. There were no significant changes in coverage levels for unemployment compensation.

NOTE A: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

A.11. DEFERRED OUTFLOWS/INFLOWS OF RESOURCES

In addition to assets, the Statement of Net Position presents a separate section for deferred outflows of resources. Deferred outflows of resources represent 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. Deferred outflows of resources reported in the government-wide and proprietary fund Statements of Net Position relate to debt refunding and the implementation of GASB Statement No. 68, *Accounting and Financial Reporting for Pensions - An Amendment of GASB Statement No.27* in FY2015.

The City reports $16,668,334 as deferred outflow of resources for unamortized loss on debt refunding in the governmental activities and $9,472,401 in the business-type activities in the Statement of Net Position. The unamortized loss on debt refunding results from the difference in the carrying value of the refunded debt and its reacquisition price. The amount is deferred and amortized over the shorter of the life of the refunded or refunding debt. As a result of the implementation of GASB Statement No. 68, the City also reports deferred outflows of resources of $69,992,488 in its governmental activities and $10,679,004 in the business-type activities in the Statement of Net Position. These amounts relates to the pension contributions made after the measurement date.

In addition to liabilities, the Statement of Net Position presents a separate section for deferred inflows of resources. Deferred inflows of resources represent 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. The deferred inflow of resources in the governmental funds results from the City's unavailable revenue which are receivables for revenue that are not considered available to liquidate liabilities in the current period. The City reports deferred inflows of resources in its business-type activities in the Statement of Net Position. These amounts represent the service concession arrangement (SCA) for the Southeast Landfill and differences between expected and actual experience/earnings relating to the implementation of GASB Statement No. 68. The City's SCA is briefly described below:

In 2003, the City entered into an agreement with Allied Waste Systems (D/B/A Trinity Waste Services) to operate the City's Southeast Landfill. As part of this agreement, Allied Waste Systems is compensated by third party users of the landfill. The City owns the land for the landfill and retains ownership (residual interest) in the land at the end of the 20 year agreement. In 2003, Allied Waste Systems made an initial payment of $9,600,000 to the City. This upfront payment is being amortized over the 20 year contract term. As of September 30, 2015, the City recognized a Deferred Inflow of Resources in the amount of $3,606,742 in the Solid Waste Fund.

The City recorded total deferred inflows of resources of $90,199,000 as of September 30, 2015 in relation to the implementation of GASB Statement No. 68. The difference between expected and actual total pension liability experience is recognized over a closed period equal to the average of the expected remaining service lives of all employees that are provided with pensions through the pension plan (active employees and inactive employees), determined as of the beginning of the measurement period which is six years. The City recorded $89,126,000 of deferred inflows of resources related to the difference between expected and actual total pension liability experience, of which $77,459,000 and $11,667,000 are reported under governmental activities and business-type activities, respectively. The difference between projected and actual earnings on investments is recognized over a closed five-year period. The City recorded $1,073,000 of deferred inflows of resources related to the difference between projected and actual earnings on investments, of which $933,000 and $140,000 are reported under governmental activities and business-type activities, respectively.

NOTE A: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

A.12. FUND BALANCE/NET POSITION

Net position is presented on the Statements of Net Position. Net position represents the difference between (a) assets and deferred outflows of resources and (b) liabilities and deferred inflows of resources. Net investment in capital assets consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any debt related to the acquisition, construction, or improvements of those assets. Deferred outflows of resources and deferred inflows of resources that are attributable to the acquisition, construction, or improvement of those assets or related debt are also included in this component of net position. Net position is reported as restricted when there are limitations imposed on its use either through enabling legislation adopted by the City or through external restrictions imposed by creditors, grantors, laws, or regulations of other governments.

Fund Balance is presented on the Balance Sheet for Governmental Funds. The components of fund balance include the following line items: a) nonspendable fund balance, b) restricted fund balance, c) committed fund balance, d) assigned fund balance and e) unassigned fund balance. For further explanation of each fund balance component, please see the following:

a) **Nonspendable fund balance** (inherently nonspendable) include the:
- Portion of net resources that cannot be spent because of their form.
- Portion of net resources that cannot be spent because they must be maintained intact.
- The nonspendable fund balance of $9,919,000 is classified as such because it cannot be spent because of its form.

b) **Restricted fund balance** (externally enforceable limitations on use) include amounts subject to:
- Limitations imposed by creditors, grantors, contributors, or laws and regulations of other governments.
- Limitations imposed by law through constitutional provision or enabling legislation.

c) **Committed fund balance** (self-imposed limitations set in place prior to the end of the period):
- Limitation imposed at the highest level of decision making that requires formal action (passage of City Ordinance) at the same level to remove. For the City, the City Council is the highest level of decision making.

d) **Assigned fund balance** (limitation resulting from intended use) consists of amounts where the:
- Intended use is established by the body designated for that purpose (City Council).
- Intended use is established by official designated for that purpose. For the City, the City Manager is the designated official.

e) **Unassigned fund balance** (residual net resources) is the:
- Total fund balance in the General Fund in excess of nonspendable, restricted, committed, and assigned fund balance.
- Negative unassigned fund balance is the excess of nonspendable, restricted, and committed fund balance over total fund balance.

NOTE A: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

A.12. FUND BALANCE/NET POSITION (CONTINUED)

If there is an expenditure incurred for purposes for which both restricted and unrestricted fund balance is available, the City will consider restricted fund balance to have been spent before unrestricted fund balance. Further, if there is an expenditure incurred for purposes for which committed, assigned, or unassigned fund balance classifications could be used, the City will consider committed fund balance to be spent before assigned fund balance, and consider assigned fund balance to be spent before unassigned fund balance.

The City's Financial Management Policy Statements establish and document the City's policies concerning maintaining the fund balance and net position of the various operating funds at levels sufficient to protect the City's creditworthiness as well as its financial position. The policy provides for the following:

General Fund and Debt Service Funds

General Fund

The City will maintain a minimum Unassigned Fund Balance in the General Fund equivalent to ten percent (10%) of regular ongoing operating expenditures, with a goal of two months (16.67%) of regular ongoing operating expenditures.

Debt Service Fund

The City will maintain a minimum level of Restricted, Committed, and Assigned Fund Balance in the General Debt Service Fund between two (16.67%) to three (25%) months of the highest projected debt service over the succeeding debt service forecast. Amounts used in this calculation shall not include any amounts allocated for other purposes by the City Council.

While the reserves for the General Fund and Debt Service Find are calculated separately, the resulting individual reserve requirements will be combined into one figure to be compared with the General Fund and Debt Service Fund's fund balance.

Capital Projects Funds

The City will maintain a reserve in the Capital Projects Funds that will not exceed the amount needed to fully fund the approved projects set forth in the five-year Capital Improvement Plan.

Special Revenue Funds

The City will maintain the following minimum Assigned Fund Balance:

- A minimum Fund Balance in Special Revenue Funds equivalent to two months (16.67%) of regular, on-going Operating Expenditures (including transfers out). This calculation shall not include Non-Recurring Items.
- A minimum Fund Balance in Special Revenue Funds equivalent to two months (16.67%) of the amount being paid in Debt Service payments for the subsequent year.
- The applicable cumulative total of all above requirements will be the minimum reserve requirement for each Special Revenue Fund.

NOTE A: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

A.12. FUND BALANCE/NET POSITION (CONTINUED)

Enterprise Funds

The City will maintain the following minimum reserve levels in each Enterprise Fund, consistent with State law and the terms of ordinances pursuant to which obligations have been issued or incurred that are secured in whole or in part by revenues held in or credited to an Enterprise Fund:

- Water and Sewer Fund— A minimum Reserve of 100 days Cash on Hand with a goal of 365 days Cash on Hand.
- All other Enterprise Funds:
  - A minimum level of Working Capital in Enterprise Funds equivalent to three (25%) months of regular, on-going operating expenses (including transfers out). This calculation shall not include non-recurring Items.
  - A minimum level of Working Capital in Enterprise Funds equivalent to three (25%) months of the amount being paid in Debt Service payments for the subsequent fiscal year.
  - The applicable cumulative total of all above requirements will be the minimum reserve requirement for each applicable Enterprise Fund
  - In addition, no Enterprise Fund shall have a negative Unrestricted Net Position

Internal Service Funds—Insurance Funds (Insurance Funds)

The City will maintain the following minimum reserve levels in all Insurance Funds:

- A minimum level of Working Capital in Insurance Funds between two (16.67%) and three (25%) months of regular, on-going Operating Expenses (including transfers out). This calculation shall not include Non-Recurring Items.
- In addition, no Insurance Fund shall have a negative Unrestricted Net Position

Internal Service Fund- Non- Insurance Funds (Non-Insurance Funds)

The City will maintain the following minimum reserve levels in all Non-Insurance Funds:

- A minimum level of Working Capital in Non-Insurance Funds equivalent to three percent (3%) of regular, on-going operating expenses (including transfers out). This calculation does not include non-recurring items.
- In addition, no Non-Insurance Fund shall have a negative Unrestricted Net Position.

When Reserves are not met:

If, based on staff's analysis and forecasting, the target level of Reserves is not met at fiscal year-end or is not likely to be met at any point within a five-year time horizon, then during the annual budget process a plan to replenish the Reserve levels will be developed by collaboration among affected departments and the Department of Finance based on the requirements outlined in this policy.

NOTE A: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

A.12. FUND BALANCE/NET POSITION (CONTINUED)

Excess of Reserves:

In the event Reserves exceed the minimum balance requirements, at the end of each fiscal year, any excess Reserves may be used in the following ways:

General Fund, Special Revenue Funds and Enterprise Funds

- Fund accrued liabilities, including but not limited to debt service, pension, and other post-employment benefits as directed and approved within the long-term financial plan and the annual budget ordinance. Priority will be given to those items that relieve budget or financial operating pressure in future periods;
- Appropriated to lower the amount of bonds or increase the pay-as-you-go contributions needed to fund capital projects in the City's Capital Improvement Plan;
- One-time expenditures that do not increase recurring operating costs that cannot be funded through current revenues. Emphasis will be placed on one-time uses that reduce future operating costs; or
- Start-up expenditures for new programs, provided that such action is approved by the City Council and is considered in the context of multi-year projections of revenue and expenditures as prepared by the Department of Finance.

Debt Service Fund— Use to re-pay any outstanding debt or obligations

Capital Project Fund

- Appropriated to lower the amount of bonds or increase the pay-as-you-go contributions needed to fund capital projects in the City's Capital Improvement Plan;
- To pay for non-routine and one-time expenditures such as land and building purchases, construction and maintenance projects with at least a 10-year life, feasibility, design, and engineering studies related to such projects, capital equipment and vehicles with at least a 10-year life, and technology improvements with at least a 5-year life.

Internal Service Fund— Insurance and Non Insurance Funds

- Fund accrued liabilities, including but not limited to debt service, pension, and other post-employment benefits as directed and approved within the long-term financial plan and the annual budget ordinance. Priority will be given to those items that relieve budget or financial operating pressure in future periods;
- One-time expenses that do not increase recurring operating costs that cannot be funded through current revenues. Emphasis will be placed on one-time uses that reduce future operating costs; or
- Start-up expenses for new programs, provided that such action is approved by the City Council and is considered in the context of multi-year projections of revenue and expenses as prepared by the Department of Finance.

NOTE A: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

A.12. FUND BALANCE/NET POSITION (CONTINUED)

Please see the following table for detail regarding the fund balance categories and classifications for the governmental funds which shows components of nonspendable fund balance, as well as the purposes for restricted, committed and assigned fund balance. The unassigned fund balance is also shown.

Fund Balance Categories and Classification					
Fund Balance	General Fund	Debt Service	Capital Projects	Nonmajor Governmental Funds	Total Fund Balance
Nonspendable					
Inventory	$ 2,791	$ -	$ -	$ 3,310	$ 6,101
Advances	2,470	-	-	-	2,470
Prepaids	166	-	601	581	1,348
Total Nonspendable	5,427	-	601	3,891	9,919
Restricted					
Park Improvements	10,553	-	31,928	-	42,481
Debt Service	-	17,497	-	-	17,497
2014 Bond Program	-	-	19,883	-	19,883
Street and Bridge Improvement Projects	-	-	34,159	-	34,159
Crime Control and Prevention	-	-	-	31,397	31,397
Environmental Management	-	-	-	5,697	5,697
City Television	-	-	-	6,518	6,518
Culture and Tourism	-	-	-	9,338	9,338
Red Light Enforcement Program	-	-	-	3,088	3,088
Economic Development	-	-	-	25,984	25,984
Other*	1,600	-	74,104	13,959	89,663
Total Restricted	12,153	17,497	160,074	95,981	285,705
Committed					
Debt Service	-	7,993	-	-	7,993
Vehicle and Equipment Replacement	-	-	11,388	-	11,388
Street Rehabilitation and Improvements	-	-	15,203	-	15,203
Public Events and Facilities	14,813	-	-	-	14,813
Other*	7,695	-	123,354	4,372	135,421
Total Committed	22,508	7,993	149,945	4,372	184,818
Assigned					
Park Improvements	-	-	8,688	-	8,688
Streets Improvements	-	-	30,036	-	30,036
HUD 108 Loans	-	-	-	2,045	2,045
Economic Development	-	-	-	2,430	2,430
Housing and Urban Development	-	-	-	9,362	9,362
Other	193	199	5,380	20,095	25,867
Total Assigned	193	199	44,104	33,932	78,428
Unassigned (Deficit)	84,280	-	-	(785)	83,495
Total Fund Balance	$ 124,561	$ 25,689	$ 354,724	$ 137,391	$ 642,365

**The Other category and classification for the Capital Projects Fund for restricted and committed fund balance consists of various construction projects at the end of the fiscal year.*

NOTE A: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

A.12. FUND BALANCE/NET POSITION (CONTINUED)

The City sets aside funds restricted for retiree health benefits as identified in the Collective Bargaining Agreement between the City and the Fort Worth Professional Firefighters Association. These funds are restricted but are not yet deposited into a formal trust. The amount set aside as of September 30, 2015 was $1,600,000 and is presented as restricted for general administration purposes.

A.13. LONG-TERM OBLIGATIONS

Long-term debt and other obligations for general government purposes are recorded in the government-wide Statement of Net Position. Long-term debt and other obligations financed by proprietary funds are reported as liabilities in the appropriate funds and in the business-type activities on the government-wide Statement of Net Position.

For the government-wide financial statements and proprietary fund statements, bond premiums and discounts are deferred and amortized over the life of the bonds using the average bond balance method, which approximates the effective interest method. Bonds payable are reported net of the applicable bond premium or discount. Issuance costs are expensed as incurred apart from prepaid bond insurance which is classified as an asset and amortized on a straight-line basis over the term of the related debt. In addition, gains and losses on bond refundings are reported as deferred outflows/inflows of resources and are amortized over the term of the lesser of the life of the new bonds or the life of the refunded bonds using the straight-line method. In governmental funds, all bond related items are recognized in the current period.

A.14. USE OF ESTIMATES

The preparation of the basic financial statements in conformity with GAAP requires the City's management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosures of contingent assets and liabilities at the date of the basic financial statements and/or the reported amounts of revenues and expenditures/expenses during the reporting period. Actual results could differ from those estimates, but the City believes that the differences will be insignificant.

A.15. IMPLEMENTATION OF NEW GASB STATEMENTS

During the year, the City implemented Statement No. 68, *Accounting and Financial Reporting for Pensions - An Amendment of GASB Statement No.27* and Statement No. 71, *Pension Transition for Contributions Made Subsequent to the Measurement Date - An Amendment of GASB Statement No. 68*. Additional information on the implementation of these statements can be found in Note A.16. and in Note J. As a result of implementing GASB Statements No. 68 and 71, the City restated its beginning net position to reflect the impact of implementation as summarized below in Note A.16.

The net pension liability, pension expenses, and related deferred outflows and inflows of resources are allocated to the funds based on each fund's contributions to the pension plan during the annual measurement period. Because the contributions to the pension plan are for employees whose salaries are charged to internal service funds are expected to be paid primarily from resources received from the general government, the related net pension liability, pension expenses, and related deferred outflows and inflows are considered as a liability of the governmental activities and not reported in the financial statements of the individual internal service funds.

NOTE A: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

A.16. RESTATEMENT

	Government-wide Statement of Activities		Fund Level		
	Governmental Activities	Business-Type Activities	Water and Sewer	Stormwater Utility	Nonmajor Enterprise Funds
Net Position, September 30, 2014 as originally reported	$ 914,239	$ 2,215,767	$ 1,850,206	$ 73,739	$ 290,352
Implementation of GASB 68 and 71:					
Recording of Net Pension Liability 09/30/14	(1,269,751)	(195,439)	(158,981)	(17,826)	(18,632)
Deferred Outflows of Resources for Contributions Made After the Measurement Date	67,784	10,209	8,239	971	999
Write off of Previously Recorded Net Pension Obligation	58,295	8,765	7,086	828	851
Net Position (Deficit), September 30, 2014 as restated	$ (229,433)	$ 2,039,302	$ 1,706,550	$ 57,712	$ 273,570

A.17. SPECIAL ITEMS

In February 2015, Alliance Airport Authority, Inc. (the Authority) was awarded ownership of American Airlines Maintenance Facility (maintenance facility), located at 2000 Eagle Parkway near the Alliance Airport through the bankruptcy filing by American Airlines. The Authority had leased the facility to American Airlines (American) under the Real Property Agreement since March 1, 1990 and accounted for its transaction according to conduit debt accounting guidance. American filed petitions for relief under Chapter 11 of the U.S. Code ("the Bankruptcy Code") on November 29, 2011. As part of the resolution of the bankruptcy of American in January, 2015, the maintenance facility and all associated properties including equipment and related contracts were subsequently awarded to the Authority. The maintenance facility, valued at $31,490,000, which was received by the Authority as part of the bankruptcy proceeding was donated to the City in FY15.

This net activity is reported as a special item because the bankruptcy was unusual in nature and unrelated to the ordinary and typical activities of the Authority.

NOTE B: CASH, CASH EQUIVALENTS, & INVESTMENTS

B.1. POOLED CASH AND INVESTMENTS

The City maintains a cash and investment pool that is available for use by all funds except the Gas Lease Portfolio, Retirement Fund and the OPEB Trust Fund. Each fund's portion of this pool is displayed separately on the Statement of Net Position as "Cash, Cash Equivalents, & Investments." The cash and investments of the Employees' Retirement Fund and the OPEB Trust Fund are managed and accounted for separately from those of the City. In response to GASB Statement No. 40, Deposit and Investment Risk Disclosures, common deposit and investment risks including custodial credit risk, credit risk, concentration of credit risk, interest rate risk, and foreign currency risk are disclosed in this Note.

Pooled Portfolio

The investment policies of the City are governed by State statutes and the City Council's adopted Investment Policy and Strategy (Policy). Major controls stipulated in the Policy include: depository limitations, Federal Deposit Insurance Corporation (FDIC) insurance or collateralization; repurchase agreements restrictions regarding primary dealers; independent third party custody for all collateral; settlement by delivery versus payment; defined authorized investments; and diversification guidelines. Maximum maturity and maximum weighted average maturity (WAM) limits are set by Policy.

State statutes and the Policy authorize investment in obligations of the U.S. Government, its agencies and instrumentalities, municipal obligations rated AA or better, repurchase agreements, A1/P1 commercial paper, AAA-rated constant dollar public funds investment pools, and Security and Exchange Commission (SEC) registered money market mutual funds. State statutes require that repurchase agreement collateral be limited to federal government securities with a market value with a 102 percent margin.

The City, as authorized by the City Council, engages in securities lending through a contract with Citibank whereby all of the U.S. Treasury securities and agency securities are available to be lent to an authorized dealer. All loans can be terminated on demand by either party. The State law indirectly addresses reinvestment of collateral through the reverse repurchase agreement requirements. The law requires that reinvestment of the funds received "must mature not later than the expiration date" of the loan (Section 2256.011d of the Public Funds Investment Act). The City receives defined collateral of at least 102 percent of fair value. At no time is ownership on the underlying securities transferred to the primary dealer. The City does not have the ability to pledge or sell collateral securities outside of borrower default. Therefore, in accordance with GASB Statement No. 28, *Accounting and Financial Reporting for Securities Lending Transactions*, securities on loan are not presented on the City's financial statements. As of September 30, 2015, the carrying and fair value of securities on loan was $406,775,977 and the fair value of collateral held against the loaned securities was $415,187,500.

The Public Funds Investment Act, Chapter 2256, Texas Government Code (the PFIA) directs authorized investments of the City. State statutes and the Policy require all time and demand deposits to be fully FDIC insured or collateralized. As of September 30, 2015, the City's demand and time deposits totaled $256,475,092. Of the $265,356,700 bank balance, $250,000 in each bank account was insured by FDIC deposit insurance with the remainder collateralized with pledged securities held by an independent custodian. As of September 30, 2015, all funds were insured or collateralized with the exception of $249,866 held by a blended component unit.

As of September 30, 2015, the City's investment portfolios (Portfolio) (excluding bank deposits, local government investment pools, money market mutual funds, and amounts held by Trustees) were held by the City's custodians in the City's name under written agreements. The City's custodians are Citibank (securities lending) and JP Morgan Chase.

NOTE B: CASH, CASH EQUIVALENTS, & INVESTMENTS (CONTINUED)

B.1. POOLED CASH AND INVESTMENTS (CONTINUED)

Pooled Portfolio (continued)

The City generally holds all pooled investments to maturity for investment and income, not speculation. For the year ended September 30, 2015, interest earned of $1,048,351 on investments in the Capital Projects Fund was assigned to and reported as investment income in the Debt Service Fund for future debt service payments.

Interest Rate Risk—In order to limit interest and market rate risk, the Policy sets specific maximum maturity dates and maximum WAM. The WAM of the total portfolio is two and one half (2½) years. The maximum stated maturity is five (5) years. The maximum for liquid investments is one year.

The Policy sets guidelines for maturity ranges which are dependent on interest rate conditions.

Maturity	Cash to 1 year	1 - 2 years	2 - 3 years	3 - 4 years	4 - 5 years
Targeted Portfolio %	40.00	15.00	15.00	15.00	15.00
Actual %	42.08	23.87	24.23	6.23	3.59

As of September 30, 2015, the Portfolio included:

- no holdings with a stated maturity date beyond May 27, 2020;
- holdings maturing beyond one year represented 57.92 percent; and
- the WAM was 551 days.

The Portfolio invests in agency debentures which are based on the credit of the agency. The Portfolio does not invest in any agency mortgage-backed securities. Certain debentures have embedded call options which are exercised dependent upon the type of call creating a unique "structure" for that security. Calls are normally scheduled on a one-time, quarterly, or continuous call basis. As of September 30, 2015, the Portfolio contained U.S. Government notes (debentures) with various callable structures totaling $313,739,639. The callable debentures included $10,004,930 in monthly callable notes, $41,693,836 in quarterly callable notes, $49,376,051 in continuously callable notes, and $212,664,822 in step-up callable notes. The step-up callable notes will step-up in coupon rate if it is not called on the call date.

Credit Risk—The primary stated objective of the Policy is the safety of principal and avoidance of principal loss. State statutes and the Policy restrict time and demand deposits to banks doing business in Texas and require FDIC insurance or collateralization. Certificates of deposit are limited to a stated maturity of five (5) years. A 102 percent margin on collateral is required and collateral is limited to obligations of the U.S. Government, its agencies or instrumentalities. Securities are priced at fair value on a daily basis as a contractual responsibility of the bank.

State statutes and the Policy limit repurchase agreements to those with defined termination dates executed with a Texas bank or a primary dealer. The Policy requires an industry standard, written master repurchase agreement and a 102 percent margin on collateral, as well as, delivery versus payment settlement and independent safekeeping.

The Policy restricts investments in commercial paper to dual rated, A1/P1 commercial paper. The Policy also states maximum maturity for commercial paper is 90 days.

NOTE B: CASH, CASH EQUIVALENTS, & INVESTMENTS (CONTINUED)

B.1. POOLED CASH AND INVESTMENTS (CONTINUED)

Credit Risk (continued)

The Policy restricts investment in pools to AAA-rated local government investment pools.

As of September 30, 2015, the Portfolio consisted of:

- U.S. Treasury Notes and Bills represented 43.40%;
- U.S. Obligations represented 42.43%; and
- Municipal Obligations represented 14.17%

See note B.3. for a detailed listing of investments as of September 30, 2015.

Credit risk in the securities lending program is mitigated by diversification of the borrowers through Citibank's automated process and the 102 percent margin required on every transaction. As a muni-swap contract, Citibank uses only A or better state and local governmental collateral for securities lending. There has not been any default by a borrower or lending agent under the City's securities lending program since its inception. Collateral provided under the securities lending program is not reported as an asset of the City.

Concentration of Credit Risk—The City recognizes over-concentration of assets by market sector or maturity as a market risk. The Policy establishes diversification as a major objective and sets diversification limits and strategy percentage directives which are monitored on at least a monthly basis.

The City's balances and investment horizon are managed in accordance with cash flow needs, prevailing market conditions, and general economic factors. The Portfolio takes advantage of interest rate fluctuations.

Custodial Credit Risk—To control custody and safekeeping risk, State statutes and the Policy require FDIC insurance or collateral for all time and demand deposits, as well as collateral for repurchase agreements and security lending positions. All collateral is held by an independent party approved by the City. The custodian provides original safekeeping receipts and full monthly reporting. Depository agreements are executed under the terms of the Financial Institutions Resource and Recovery Enforcement Act.

As of September 30, 2015, the Portfolio contained no certificates of deposit and no repurchase agreements.

Custody of collateral under the securities lending program utilizes an independent third party custodian in a segregated account for all collateral. All collateral is held in the name of the City and marked-to-market daily. If the value falls below 102 percent additional collateral is provided. The lender does not act as a borrower.

NOTE B: CASH, CASH EQUIVALENTS, & INVESTMENTS (CONTINUED)

B.1. POOLED CASH AND INVESTMENTS (CONTINUED)

Gas Lease Portfolio

Section 2256.0202 of the PFIA authorizes municipal funds from the management and development of mineral rights to be invested in accordance with the Texas Trust Code (Subtitle B, Title 9, Property Code). The Texas Trust Code allows any security that a "Prudent Investor" would be willing to utilize. The City Council has adopted a separate Gas Lease Investment Policy (GLI Policy) statement for these funds. The GLI Policy defines authorized investments and sets the objectives of security, liquidity, and diversification. In addition to the authorized investments allowed under the Investment Policy and Strategy, the GLI Policy authorizes investments in municipal obligations rated A or better; prime banker's acceptances; domestic and international bond mutual funds with a Morningstar rating of at least two stars; domestic and international equity, and preferred stock mutual funds; domestic and international stocks; real assets; real estate; complementary strategies (currently hedge funds); and corporate and asset backed securities rated A or better. The balance of this Gas Lease Portfolio was $53,702,804.

The GLI Policy sets maximum maturity limits for each authorized investment type. The maximum stated maturity for fixed income securities is 20 years. As of September 30, 2015, no holdings have a stated maturity date beyond March 1, 2027. The following schedule details fair values and maturities for fixed income securities and mutual funds:

Fixed Income Securities	Less Than 1 Year	1 - 5 Years	6 - 10 Years	More Than 10 Years	Total
Government Obligations	$ 567	$ 2,391	$ 106	$ 560	$ 3,624
Mortgage Backed Securities	-	353	555	-	908
Municipal Bonds	150	919	-	-	1,069
Corporate Obligations	737	5,415	135	-	6,287
Domestic Mutual Funds	3,213	-	-	-	3,213
International Mutual Funds	1,991	-	-	-	1,991
Total Fixed Income Securities	$ 6,658	$ 9,078	$ 796	$ 560	$ 17,092

B.2. CASH, CASH EQUIVALENTS, & INVESTMENTS HELD BY TRUSTEES

All cash equivalents held by Trustees are held in SEC-registered money market funds.

NOTE B: CASH, CASH EQUIVALENTS, & INVESTMENTS (CONTINUED)

B.3. CASH, CASH EQUIVALENTS, & INVESTMENTS

The City held the following cash, cash equivalents, & investments as of September 30, 2015:

Pooled Cash, Cash Equivalents, & Investments Managed by the City	Fair Value	WAM by Days	Moody's Credit Rating
Cash	$ 224,405	N/A	N/A
Cash in Bank - Blended Component Units	17,759	N/A	N/A
Federal Farm Credit Bank (FFCB)	29,378	388	Aaa
Federal Home Loan Bank (FHLB)	248,733	875	Aaa
Federal Home Loan Mortgage Corporation (FHLMC)	27,873	1,413	Aaa
Federal National Mortgage Association (FNMA)	35,008	665	Aaa
U.S. Treasury Notes	348,860	274	Aaa
Municipal Obligations - Short Term	101,831	414	Aaa-Aa2
Municipal Obligations - Short Term	12,060	22	SP-1*
Alliance Fort Worth	1,860	N/A	N/A
Hillwood	149	N/A	N/A
Total Cash, Cash Equivalents, & Investments Managed by the City	1,047,916		
Cash, Cash Equivalents, & Investments Held by Trustees for the City			
Gas Lease Revenue - Cash	3,587	N/A	N/A
Gas Lease Revenue - Fixed Income	11,888	835	see Note B.1.
Gas Lease Revenue - Fixed Income - Domestic and International Mutual Fund	5,204	1,124	see Note B.1.
Gas Lease Revenue - Equities	2,094	N/A	N/A
Gas Lease Revenue - Equities - Domestic and International Mutual Fund	21,415	N/A	N/A
Gas Lease Revenue - Real Assets Funds	5,838	N/A	N/A
Gas Lease Revenue - Complementary Strategies Funds	7,263	N/A	N/A
Workers' Compensation / Other Cash	870	N/A	N/A
Department of Justice Grant - Cash	620	N/A	N/A
2010B City of Fort Worth Escrow - Money Market Mutual Funds	9,466	N/A	Aa1
2014 Bond Proposition	40,000	N/A	Aa1
CFW 2015A Water and Sewer Proceeds	50,000	N/A	Aa1
TWDB Clean Water and Sewer Proceeds	37,135	N/A	N/A
HUD FUND (Evans/Rosedale/ Mercado)	1,256	N/A	N/A
SE Landfill - Money Market Mutual Funds	4,213	N/A	N/A
Total Cash, Cash Equivalents, & Investments Held by Trustees for the City	200,849		
Total Cash, Cash Equivalents, & Investments - Primary Government	$ 1,248,765		
Cash & Cash Equivalents Managed by the Employees' Retirement Fund			
Cash in Bank	$ 223	N/A	N/A
Investments Managed by the Employees' Retirement Fund			
Investments	2,220,733	see Note B.5.	
Total Cash, Cash Equivalents, & Investments - Employees' Retirement Fund	2,220,956		
Cash & Cash Equivalents Managed by the Retiree Healthcare Fund			
Cash in Bank	1,787	N/A	N/A
Investments Managed by the Retiree Healthcare Fund			
Investments	64,252	see Note B.4.	
Total Cash, Cash Equivalents, & Investments - Retiree Healthcare Fund	66,039		
Cash & Cash Equivalents Managed by the Discretely Presented Component Unit			
Cash in Bank	324	N/A	
Total Cash & Cash Equivalents - Discretely Presented Component Unit	324		
Total Cash, Cash Equivalents, & Investments	$ 3,536,084		

**The risk disclosed above is measured by the assignment of ratings by nationally recognized ratings agency such as Standard & Poor's (S&P)*

NOTE B: CASH, CASH EQUIVALENTS, & INVESTMENTS (CONTINUED)

B.3. CASH, CASH EQUIVALENTS, & INVESTMENTS (CONTINUED)

The following is reconciliation between note B.3. and the Basic Financial Statements:

Cash, Cash Equivalents, & Investments, per note		
Governmental and Business Type Activities	$	1,248,765
Employees' Retirement Fund		2,220,956
Retiree Healthcare Fund		66,039
Discretely Presented Component Unit		324
Total, per note	$	3,536,084
Cash, Cash Equivalents, & Investments, per Basic Financial Statements		
Statement of Net Position - Primary Government	$	766,345
Statement of Net Position - Primary Government Restricted		482,420
Statement of Net Position - Discretely Presented Component Unit		324
Statement of Fiduciary Net Position - Cash and Cash Equivalents		2,010
Statement of Fiduciary Net Position - Cash and Investments Held by Trustees		2,284,985
Total, per Basic Financial Statements	$	3,536,084

B.4. INVESTMENTS OF THE RETIREE HEALTHCARE FUND (THE OPEB TRUST)

All OPEB Trust investments are held in the Public Agencies Retirement Services (PARS) Post-Retirement Health Care Plan Trust by its trustee, US Bank. The Trustee is contracted to manage the portfolio in accordance with the Trust documents as approved by the City Council. The Trust Policy mandates a diversified portfolio in real estate, fixed income securities, and equity securities.

Custodial Credit Risk—The OPEB Trust does not have a formal policy for custodial credit risk, but as of September 30, 2015, all investments are registered in the name of the City of Fort Worth PARS Post-Retirement Health Care Plan Trust in a master trust custodial agreement.

NOTE B: CASH, CASH EQUIVALENTS, & INVESTMENTS (CONTINUED)

B.4. INVESTMENTS OF THE RETIREE HEALTHCARE FUND (THE OPEB TRUST) (CONTINUED)

Credit Risk of Debt Securities—The OPEB Trust investments as of September 30, 2015, are shown below:

Investment Type	Rating	Fair Value
Fixed Income Mutual Funds:		
Ishares (US Bond Market)	N/A	$ 37,793
Spdr Barclays	N/A	1,131
Vanguard Short-Term Investment Fund	N/A	5,666
Total Fixed Income Mutual Funds		44,590
Equity Mutual Funds:		
Ishares SP 500 EFT	N/A	2,624
Vanguard Emerg Mkt	N/A	1,185
Ishare S&P 500 Growth Index EFT	N/A	2,729
Ishare S&P 500 Value Index Etf	N/A	4,668
Ishare Msci Eafe Etf	N/A	3,127
Ishare Russell Midcap Value Etf	N/A	917
Ishare Russell Midcap Growth Etf	N/A	519
Ishare Russell 2000 Value Index Eft	N/A	1,753
Ishare Russell 2000 Growth Eft	N/A	1,003
Spdr Euro	N/A	1,137
Total Equity Mutual Funds	N/A	19,662
Total Investments		$ 64,252

Concentration of Credit Risk—The OPEB Trust Policy addresses concentration limits on a manager basis. As of September 30, 2015, the OPEB Trust's investments were all registered in the Trust's name. The Trust did not own more than 5% of assets in any fund.

Interest Rate Risk—The OPEB Trust does not have a formal policy limiting investment maturities as a means of managing its exposure to fair value losses arising from changing interest rates.

NOTE B: CASH, CASH EQUIVALENTS, & INVESTMENTS (CONTINUED)

B.5. INVESTMENTS OF THE EMPLOYEES' RETIREMENT FUND (THE PLAN)

Substantially all of the Plan's investments are held by its custodian. The Retirement Fund Board of Directors (Board) authorizes various external managers to manage investments within certain policies as set forth by the Board. These policies mandate a diversified portfolio, which includes investments, either directly or in commingled accounts, in real estate, fixed income securities, and equity securities.

GASB Statement No. 40, Deposit and Investment Risk Disclosures—an amendment to GASB Statement No. 3, addresses common deposit and investment risks including custodial credit risk, credit risk of debt securities, concentration of credit risk, interest rate risk, and foreign currency risk. Required disclosures related to these risks are presented below:

Custodial Credit Risk—Custodial credit risk is the risk that in the event of failure of the counterparty, the Plan would not be able to recover the value of its investments. The Plan does not have a formal policy for custodial credit risk. As of September 30, 2015, all investments are registered in the name of the Employees' Retirement Fund of the City of Fort Worth or in the name of the Plan's custodian, established through a master trust custodial agreement, with the exception of investments in alternative investments and commingled Funds.

Credit Risk of Debt Securities—Credit risk of debt securities is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. The Plan's investment policy (the policy) requires that fixed income securities have a weighted average of no less than investment grade, as rated by Moody's or Standard & Poor's (S&P). However, the policy does provide for high yield fixed income managers to invest in securities with S&P ratings between BB+ and CCC. The policy limits 25% of a manager's portfolio to be rated CCC or lower. Unrated securities should be limited to no more than 20% of a manager's portfolio. GASB Statement No. 40 does not require disclosure of U.S. government obligations explicitly guaranteed.

NOTE B: CASH, CASH EQUIVALENTS, & INVESTMENTS (CONTINUED)

B.5. INVESTMENTS OF THE EMPLOYEES' RETIREMENT FUND (THE PLAN) (CONTINUED)

Below are the Plan's investments as of September 30, 2015:

Investment Type	S&P Rating	Fair Value
Asset & Mortgage Backed Obligations	AAA	$ 32,753
Asset & Mortgage Backed Obligations	AA	5,740
Asset & Mortgage Backed Obligations	A	6,689
Asset & Mortgage Backed Obligations	BBB	5,710
Asset & Mortgage Backed Obligations	BB	2,034
Asset & Mortgage Backed Obligations	B	2,408
Asset & Mortgage Backed Obligations	CCC	4,236
Asset & Mortgage Backed Obligations	CC	288
Asset & Mortgage Backed Obligations	D	271
Asset & Mortgage Backed Obligations	NR	3,301
Total Asset & Mortgage Backed Obligations		63,430
Corporate Obligations	AAA	5,510
Corporate Obligations	AA	9,217
Corporate Obligations	A	31,652
Corporate Obligations	BBB	47,638
Corporate Obligations	BB	13,704
Corporate Obligations	B	2,974
Corporate Obligations	CCC	310
Corporate Obligations	NR	1,926
Total Corporate Obligations		112,931
Government Agency Obligations	AAA	73,604
Government Agency Obligations	AA	9,564
Government Agency Obligations	BBB	873
Government Agency Obligations	NR	1,392
Total Government Agency Obligations		85,433
International Obligations	AAA	8,476
International Obligations	AA	10,871
International Obligations	A	11,826
International Obligations	BBB	16,016
International Obligations	BB	3,004
International Obligations	CCC	23
International Obligations	NR	1,572
Total International Obligations		51,788
Securities Lending Collateral	AAA	5,396
Securities Lending Collateral	AA	62,914
Securities Lending Collateral	A	101,980
Securities Lending Collateral	NR	11,218
Total Securities Lending Collateral		181,508
Total Fixed Income Subject to Credit Risk		495,090
U.S. Treasuries (Not Subject to Credit Risk)		50,164
Short-Term Marketable Securities		64,497
Corporate Stock		646,814
Alternative Investments		604,671
Commingled Funds		359,497
Total Investments		$ 2,220,733

NOTE B: CASH, CASH EQUIVALENTS, & INVESTMENTS (CONTINUED)

B.5. INVESTMENTS OF THE EMPLOYEES' RETIREMENT FUND (THE PLAN) (CONTINUED)

Concentration of Credit Risk—Concentration of credit risk is the risk of loss attributed to the magnitude of the Plan's investment in a single issuer. The Plan's investment policy addresses concentration limits on a manager basis. As of September 30, 2015, the Plan did not have any investments, where the underlying assets were registered in the Plan's name that totaled more than 5% of assets of the Plan.

Interest Rate Risk—Interest rate risk is the risk that changes in interest rates of debt investments will adversely affect the fair value of an investment. The Plan does not have a formal investment policy that limits investment maturities as a means of managing its exposure to fair value losses arising from changing interest rates.

The maturities of investments subject to interest rate risk are as follows:

Investment Type	Less Than 1 Year	1 - 5 Years	6 - 10 Years	More Than 10 Years	Total Fair Value
Asset & Mortgage Backed Obligations	$ 255	$ 11,623	$ 6,056	$ 45,496	$ 63,430
Corporate Obligations	12,971	40,856	31,289	27,815	112,931
Government Agency Obligations	2,675	551	3,236	78,971	85,433
International Obligations	2,531	12,543	17,653	19,061	51,788
Securities Lending Collateral	181,508	-	-	-	181,508
Total Investments Subject to Credit Risk	$ 199,940	$ 65,573	$ 58,234	$ 171,343	$ 495,090

NOTE B: CASH, CASH EQUIVALENTS, & INVESTMENTS (CONTINUED)

B.5. INVESTMENTS OF THE EMPLOYEES' RETIREMENT FUND (THE PLAN) (CONTINUED)

Foreign Currency Risk—Foreign currency risk is the risk that changes in exchange rates will adversely affect the fair value of an investment or deposit. The Plan has no formal investment policy with regard to foreign currency risk as it is considered an intrinsic risk associated with the investment strategy. The Plan's exposure to foreign currency risk at September 30, 2015, is presented below:

Currency	Debt	Equity	Total
Australian Dollar	$ 3,717	$ 2,515	$ 6,232
Brazilian Real	(60)	2,498	2,438
British Pound Sterling	7,571	27,712	35,283
Canadian Dollar	32	4,519	4,551
Chilean Peso	3,003	-	3,003
Chinese Yuan Renminbi	(1,915)	-	(1,915)
Columbian Peso	304	-	304
Danish Krone	(68)	560	492
Euro Currency Unit	49,046	41,847	90,893
Hong Kong Dollar	-	11,564	11,564
Hungarian Forint	1,141	-	1,141
Indian Rupee	1,832	-	1,832
Indonesian Rupiah	1,688	-	1,688
Japanese Yen	(3,133)	14,178	11,045
Malaysian Ringgit	1,484	-	1,484
Mexican New Peso	7,628	118	7,746
New Taiwan Dollar	(2)	2,493	2,491
New Zealand Dollar	146	-	146
Norwegian Krone	1,840	1,531	3,371
Philippine Peso	199	1,004	1,203
Polish Zloty	992	-	992
Singapore Dollar	(1)	769	768
South African Rand	1,482	-	1,482
South Korean Won	(125)	4,693	4,568
Swedish Krona	2,078	3,208	5,286
Swiss Franc	-	7,816	7,816
Thai Baht	3	731	734
Total Securities Subject to Foreign Currency Risk	$ 78,882	$ 127,756	$ 206,638

NOTE B: CASH, CASH EQUIVALENTS, & INVESTMENTS (CONTINUED)

B.5. INVESTMENTS OF THE EMPLOYEES' RETIREMENT FUND (THE PLAN) (CONTINUED)

FOREIGN CURRENCY EXCHANGE TRANSACTIONS

To manage the foreign currency exchange risks associated with foreign investments, the Plan enters into forward currency contracts. The Plan had a net foreign currency contracts with fair value of approximately $1,179,880 at September 30, 2015, which contractually obligates the Plan to deliver currencies at a specified date. The Plan could be exposed to risk of loss if the counterparty is unable to meet the terms of a contract or if the value of currency changes unfavorably. At September 30, 2015, the fair value of these contracts is included in due to/from broker.

DERIVATIVE FINANCIAL INSTRUMENTS

The Plan's investment managers are permitted to invest in derivatives subject to guidelines established by the Board. Derivatives are financial instruments that derive their value, usefulness, and marketability from an underlying instrument which represents direct ownership of an asset or an obligation of an issuer. The Plan's derivative positions are marked to market daily and managers may only trade with counterparties with a credit rating of A-/A3 as defined by S&P and Moody's, respectively. Substitution and risk control are the only strategies permitted; speculation is strictly prohibited. Derivatives are carried as a receivable when the fair value is positive and as payable when the fair value is negative. Fair value is determined based on quoted market prices, if available, or based on differences in cash flows between the fixed and variable rates in each contract as of the measurement date. Gains and losses from derivatives are included in net investment income.

The Plan was in possession of the following types of derivatives at September 30, 2015:

Futures Contracts—A futures contract is a standardized contract between two parties to buy or sell a specified asset of standardized quantity and quality for a price agreed upon today with delivery and payment occurring at a specified future date, the delivery date. The contracts are negotiated at a futures exchange, which acts as an intermediary between the two parties to minimize the risk of default by either party.

Forward Contracts—A forward contract represents an agreement to buy or sell an underlying asset at a specified date in the future at a specified price. Payment for the transaction is delayed until the settlement or expiration date. A forward contract is a non-standardized contract that is tailored to each specific transaction. Forward contracts are privately negotiated and are intended to be held until the settlement date. Currency forward contracts are used to control currency exposure and facilitate the settlement of international security purchase and sale transactions.

Swap Agreements—A swap is an agreement between two or more parties to exchange a sequence of cash flows over a period of time in the future based on an underlying asset. No principal is exchanged at the beginning of the swap. The cash flows the counterparties exchange are tied to a "notional" amount. A swap agreement specifies the time period over which the periodic payments will be exchanged. The fair value represents the gains or losses as of the prior marking-to-market.

NOTE B: CASH, CASH EQUIVALENTS, & INVESTMENTS (CONTINUED)

B.5. INVESTMENTS OF THE EMPLOYEES' RETIREMENT FUND (THE PLAN) (CONTINUED)

Rights and Warrants—A right is a special type of option that has a short market life, usually existing for no more than a few weeks. Essentially, rights originate when corporations raise money by issuing new shares of common stock. From an investor's perspective, a right enables a stockholder to buy shares of the new issue at a specified price, over a specified, fairly short time period. Rights not executed by their expiration date cease to exist and become worthless. A warrant is a long-term option that gives the holder the right to buy a certain number of shares of stock in a certain company for a certain period of time. Like most options, warrants are found in the corporate sector of the market. Occasionally, warrants can be used to purchase preferred stock or even bonds, but common stock is the leading redemption vehicle. Warrants, like rights, cease to exist and become worthless if they are not executed by their expiration date.

The Investment Derivatives schedule listed below reports the fair value, changes in fair value, and notional amounts of derivatives outstanding as of September 30, 2015, classified by type:

	Changes in Fair Value		Fair Value	
Derivative Type	**Classification**	**Amount**	**Amount**	**Notional**
Fiduciary Funds				
Investment Derivatives				
Futures Contracts	*Investment Income*	$ -	$ -	$ 24,813
Forward Contracts	*Investment Income*	302	1,180	125,362
Swap Agreements	*Investment Income*	(1,618)	(1,335)	109,057
Rights and Warrants	*Investment Income*	(14)	-	190
	Total	$ (1,330)	$ (155)	$ 259,422

Credit Risk—The Plan is exposed to credit risk on investment derivatives that are traded over the counter and reported in asset positions. Derivatives exposed to credit risk include currency forward contracts, rights and warrants, and swap agreements. To minimize credit risk exposure the Plan's managers monitor the credit ratings of the counterparties. Should there be a counterparty failure, the Plan would be exposed to the loss of the fair value of derivatives that are in the asset positions and any collateral provided to the counterparty, net of the effect of applicable netting arrangements. Netting arrangements provide the Plan with a right of offset in the event of bankruptcy or default by the counterparty. Collateral provided by the counterparty reduces the Plan's credit risk exposure.

The following Credit Risk Analysis schedule discloses the counterparty credit ratings of the Plan's investment derivatives by type, as of September 30, 2015. These amounts represent the maximum loss that would be recognized if all counterparties fail to perform as contracted, without respect to any collateral or other security or netting arrangement. The schedule displays the fair value of the investments by credit rating in increasing magnitude of risk. Investments are classified by S&P rating. If the investment does not have an S&P rating, the Moody's rating that corresponds to the S&P rating is used.

As of September 30, 2015, the Plan has a net exposure to credit risk of $155,000.

Derivative Type	**AA**	**A**	**BBB**	**Not Rated**	**Total Fair Value**
Forward Contracts	$ -	$ -	$ -	$ 1,180	$ 1,180
Swap Agreements	(15)	(341)	(165)	(814)	(1,335)
Total	$ (15)	$ (341)	$ (165)	$ 366	$ (155)

NOTE B: CASH, CASH EQUIVALENTS, & INVESTMENTS (CONTINUED)

B.5. INVESTMENTS OF THE EMPLOYEES' RETIREMENT FUND (THE PLAN) (CONTINUED)

Interest Rate Risk—The interest rate risk is the risk that changes in market interest rates will adversely affect the fair value of an investment. Interest rate swaps are an example of an investment that has a fair value that is highly sensitive to interest rate changes. These investments, as of September 30, 2015, are disclosed in the following table:

Derivative Type	Total Notional Value	Total Fair Value
Interest Rate Swaps	$ 76,257	$ (1,331)
Swaptions	32,800	(4)
Total	$ 109,057	$ (1,335)

Foreign Currency Risk—For those forward contracts and swap agreements that are securities issued by foreign countries and foreign businesses there is an exposure to foreign currency risk. Currency forward contracts represent foreign exchange contracts that are used to control currency exposure and facilitate the settlement of international security purchase and sale transactions.

The net exposure column of the schedule below indicates the Plan's net foreign currency risk related to derivatives as of September 30, 2015.

Currency	Forward Contracts	Swap Agreements	Net Exposure
Australian Dollar	$ (9)	$ (3)	$ (12)
Brazilian Real	35	-	35
British Pound Sterling	(6)	-	(6)
Canadian Dollar	-	(52)	(52)
Chilean Peso	(92)	-	(92)
Chinese Yuan	9	-	9
Euro Currency Unit	(59)	(48)	(107)
Japanese Yen	39	-	39
Indian Rupee	21	-	21
Indonesian Rupiah	(72)	-	(72)
Mexican Peso	(62)	(43)	(105)
Malaysian Ringgit	(19)	-	(19)
New Taiwan Dollar	(4)	-	(4)
Norwegian Krone	(76)	-	(76)
Singapore Dollar	(1)	-	(1)
South Korean Won	(1)	-	(1)
Swedish Krona	30	-	30
Thai Baht	1	-	1
Total	$ (266)	$ (146)	$ (412)

The values shown are for the positions that the Plan holds directly. The Plan may also have an indirect exposure to derivatives via its commingled Funds and its alternative investments. The Plan owns an interest in commingled funds and alternative investment which in turn holds the actual positions. Indirect exposures via these types of investments are not shown here.

NOTE B: CASH, CASH EQUIVALENTS, & INVESTMENTS (CONTINUED)

B.5. INVESTMENTS OF THE EMPLOYEES' RETIREMENT FUND (THE PLAN) (CONTINUED)

SECURITIES LENDING

The Plan is authorized to contractually lend securities to borrowers in accordance with policy established by the Board. The Plan is currently contracted with Northern Trust to establish, manage and administer a securities lending program. Northern Trust facilitates lending the Plan's domestic and international equity and fixed income securities in return for collateral consisting of cash, U.S. government securities and irrevocable letters of credit issued by banks independent of the borrower. At a loan's inception, the value of collateral obtained is equal to 102% for securities of United States issuers, and 105% in the case of securities of non-United States issuers, of the market value of any securities to be loaned, plus any accrued interest.

Cash collateral is to be invested in government securities, bank and corporate notes, bank certificates of deposit, time deposits, bankers' acceptances, repurchase agreements, commercial paper and asset backed securities. The contract with Northern Trust specifies guidelines for allowable investments, maturities, and diversification. The Plan does not have the ability to pledge or sell collateral securities without borrower default. The amount of collateral held exceeds the value of the assets on loan at September 30, 2015.

The Plan earns income from fees paid by the borrowers and interest earned from investing the cash collateral. The contract requires the custodian bank to purchase any loaned securities with collateral provided, however, if the collateral is insufficient to cover the loss, the Plan is liable for the loss. The cash collateral received on each loan was invested in the collateral pool at Northern Trust. Because the loans are terminable at will, their duration generally did not match the duration of the investments made with cash collateral. In addition, the Plan had no credit risk exposure to borrowers. As of September 30, 2015, the value of the collateral held was $181,508,410 and the value of securities on loan at September 30, 2015, was $178,828,726. The Plan earned $630,121 on its securities lending activity for the fiscal year ended September 30, 2015.

NOTE C: RECEIVABLES AND INTERFUND BALANCES

C.1. RECEIVABLES

Receivables at September 30, 2015 for governmental activities of the City's individual major funds and nonmajor and internal service funds in the aggregate, including the applicable allowances for uncollectible accounts, consist of the following:

Receivables	General	Debt Service	Capital Projects	Nonmajor Governmental Funds	Internal Service Funds	Total Governmental Activities
Taxes	$ 33,173	$ 9,213	$ -	$ -	$ -	$ 42,386
Grants and Other Governments	23,425	-	-	24,237	-	47,662
Levied, Unbilled Assessments	-	-	2,082	-	-	2,082
Loans	-	-	-	6,816	-	6,816
Long-Term Loans	-	-	-	10,119	-	10,119
Interest	160	326	170	205	85	946
Accounts and Other	50,353	18	944	7,776	590	59,681
Total Gross Receivables	107,111	9,557	3,196	49,153	675	169,692
Less Allowance for Doubtful Accounts:						
Taxes	(27,534)	(7,647)	-	-	-	(35,181)
Levied, Unbilled Assessments	-	-	(2,082)	-	-	(2,082)
Accounts and Other	(35,033)	-	-	(96)	(558)	(35,687)
Total Allowance	(62,567)	(7,647)	(2,082)	(96)	(558)	(72,950)
Total Receivables, Net	$ 44,544	$ 1,910	$ 1,114	$ 49,057	$ 117	$ 96,742

Receivables at September 30, 2015 for business-type activities of the City's individual major enterprise funds and nonmajor enterprise funds in the aggregate, including the applicable allowances for uncollectible accounts, consist of the following:

Receivables	Water and Sewer	Stormwater Utility	Nonmajor Enterprise Funds	Total Business-Type Activities
Interest	$ 123	$ 20	$ 37	$ 180
Accounts and Other	65,508	3,862	9,403	78,773
Grants - Restricted	-	-	4,554	4,554
Interest - Restricted	221	76	311	608
Total Gross Receivables	65,852	3,958	14,305	84,115
Less Allowance for Doubtful Accounts:				
Accounts and Other	(1,078)	(595)	(455)	(2,128)
Total Allowance	(1,078)	(595)	(455)	(2,128)
Total Receivables, Net	$ 64,774	$ 3,363	$ 13,850	$ 81,987

Governmental funds report deferred inflows of resources, unavailable revenue, in connection with receivables for revenues that are not considered to be available to liquidate liabilities of the current period. Governmental funds also report a liability, unearned revenue, in connection with resources that have been received, but not yet earned.

NOTE C: RECEIVABLES AND INTERFUND BALANCES (CONTINUED)

C.1. RECEIVABLES (CONTINUED)

At the end of the fiscal year, the various components of unavailable revenue and unearned revenue reported in the governmental funds were as follows:

Description	Unavailable	Unearned
Property Taxes	$ 4,686	$ -
Grants and Other Governments	10,557	1,946
Long-Term Loans	-	27,730
Other	-	1,680
	$ 15,243	31,356
Total Unavailable / Unearned Revenues		$ 46,599

Enterprise funds record unearned revenue in connection with resources that have been received, but not yet earned. At the end of the fiscal year, the various components of unearned revenue reported in the enterprise funds were as shown:

Description	Water and Sewer	Nonmajor Enterprise Funds	Total Business-Type Activities
Rents	$ 1,576	$ -	$ 1,576
Grants	-	20,411	20,411
Total Unearned Revenues	$ 1,576	$ 20,411	$ 21,987

C.2. INTERFUND RECEIVABLES AND PAYABLES

Interfund receivable and payable balances at September 30, 2015, were as follows:

Receivable Fund	Payable Fund	Total
General	Capital Projects	$ 18,125
General	Nonmajor Governmental	347
General	Water and Sewer	5,157
Total:		$ 23,629

An explanation for each interfund receivable and payable is presented below:

The $18,124,775 receivable in the General Fund from the Capital Projects Fund is due from the 2014 Bond Program to cover a temporary cash deficit.

NOTE C: RECEIVABLES AND INTERFUND BALANCES (CONTINUED)

C.2. INTERFUND RECEIVABLES AND PAYABLES (CONTINUED)

The General Fund had a receivable of $347,248 from the Nonmajor Governmental Funds. Due from the Golf Fund is $67,262 for interim financing for golf turf maintenance, and $249,986 is due from the Grants Fund for interim financing to maintain operations of the Fort Worth Business Assistance Center as well as provide renovations and upkeep of buildings on the Guinn Elementary School Campuses. The City is expected to receive the grant funding in FY2016 during the State's fiscal year ending August 31, 2016. Also due from the Grants Fund is $30,000 for interim financing for the operation of the Fort Worth After School Program at Como Elementary School. Interim financing is necessary to provide transition from one grant funding period to the next. In the event grant funds are not received, the Grants Fund will be responsible for identifying sources to cover expenses incurred under the interim financing.

The General Fund had a receivable of $5,157,202 due from the Water and Sewer Bond Fund to cover a temporary cash deficit to be reimbursed in FY2016 by a transfer of funds.

C.3. ADVANCES

Advances from/to other funds at September 30, 2015, are as follows:

Receivable Fund	Payable Fund	Total
General	Internal Service	$ 2,791
Nonmajor Enterprise	Stormwater Utility	762
Nonmajor Enterprise	Capital Projects	4,644
Nonmajor Enterprise	Capital Projects	10,523
Total:		$ 18,720

An explanation of significant advances from/to is presented below:

The $2,790,812 payable to the General Fund from the Internal Service Fund is an advance to the Capital Project Services Fund to cover a cash deficit.

The $4,643,854 payable to the Nonmajor Enterprise Funds from the Capital Projects Fund is due from the Specially Funded Capital Projects Fund to the Aviation Endowment Gas Lease Fund for road improvements to North Riverside Drive/Old Denton Road. The loan is reimbursed by increment collected in the Taxing Increment Reinvestment Zone No. 7 district.

The $10,522,957 payable to the Nonmajor Enterprise Funds from the Capital Projects Fund is due from the Public Safety Training Facility Fund to the Solid Waste Fund for construction costs associated with a new Public Safety Training Center.

NOTE C: RECEIVABLES AND INTERFUND BALANCES (CONTINUED)

C.4. TRANSFERS

Transfers made during the year are as follows:

	Transfers In:								
	General Fund	Debt Service	Capital Projects	Nonmajor Governmental	Water and Sewer	Stormwater Utility	Nonmajor Enterprise	Internal Service	Total
Transfers Out:									
General Fund	$ -	$ -	$ 21,959	$ 1,823	$ -	$ -	$ 53	$ 95	$ 23,930
Capital Projects	1,097	7,874	-	414	480	43	-	9	9,917
Nonmajor Governmental Funds	34,608	13,337	9,665	10,391	552	-	-	-	68,553
Water and Sewer Fund	24,738	-	3,449	-	-	-	-	-	28,187
Stormwater Utility	2,720	-	9,931	120	926	-	-	-	13,697
Nonmajor Enterprise Funds	5,460	604	6,373	3,765	833	-	-	-	17,035
Internal Service Funds	101	-	3,642	-	-	-	-	180	3,923
Gov't Activities*	-	-	-	-	-	-	497	-	497
Total	$ 68,724	$ 21,815	$ 55,019	$ 16,513	$ 2,791	$ 43	$ 550	$ 284	$ 165,739

Transfers are used to 1) move revenues from the fund with collection authorization to the Debt Service Fund as debt service principal and interest payments become due; 2) move restricted amounts from borrowings to the Debt Service Fund to establish mandatory reserve accounts; and 3) move unrestricted revenues to finance various programs that the government must account for in other funds in accordance with budgetary authorizations, including amounts provided as subsidies or matching funds for various grant programs.

Significant transfers included the following:

The General Fund transferred $21,959,000 to the Capital Projects Fund, of which $3,323,000 was for the balance in unspent vehicle and equipment replacement appropriations to the Vehicle and Equipment Replacement Fund, $14,912,000 was used to fund a portion of the FY2015 Contract Street Maintenance Program, and $3,296,000 was made to the General Capital Fund for the commitment and reservation of FY2014 fund balance to offset identified FY2015 rollover obligations.

Due to the closure of the Office Services Fund, a transfer from the General Fund was made to cover the deficit of $95,000.

The Capital Projects Fund transferred $7,874,000 to the Debt Service Fund, of which $2,841,000 was from the Information Systems Capital Project Fund where it will be allocated to pay debt service. The Culture and Tourism Capital Project Fund transferred $2,395,000 to the Debt Service Fund due to project closure.

NOTE C: RECEIVABLES AND INTERFUND BALANCES (CONTINUED)

C.4. TRANSFERS (CONTINUED)

The Nonmajor Governmental Funds transferred $34,608,000 to the General Fund, of which $5,330,000 was from the Crime Control and Prevention District Fund for the Civil Service Pay Plan. The Parks and Community Services (PACS) Endowment Gas Lease Fund and the General Endowment Gas Lease Fund transferred remaining fund balance amounts of $10,553,000 and $15,012,000, respectively, to the General Fund. Both the PACS and General Endowment Gas Lease Funds are related to the Fort Worth Fund (FW Fund) which was previously reported as a special revenue fund. The City transferred the fund balance of the FW Fund to the General Fund to be accounted for with the General Fund as the majority of the fund balance is available for general government use (See Note A.2.).

The Nonmajor Governmental Funds transferred $13,337,000 to the Debt Service Fund, of which $8,033,000 was for the monthly debt service transfer from Culture and Tourism, and $5,304,000 was from Crime Control and Prevention District Fund to pay for debt service of 2011 Tax Notes.

The Nonmajor Governmental Funds transferred $9,665,000 to the Capital Project Fund, of which $2,156,000 was made from the Crime Control and Prevention District for FY2014 construction commitments, and $2,600,000 from Culture and Tourism for support of the Arena Project. The Grant Fund returned $3,062,000 to the Street Improvements Fund for excess grant match made in prior years.

The Nonmajor Governmental Funds transferred $10,391,000 to other Nonmajor Governmental Funds, of which $1,461,000 was made to the Grant Fund for a grant match requirement from the Crime Control and Prevention District Fund. Central City received $65,000 from Taxing Increment Reinvestment Zone (TIRZ) No. 4 for operating expenses for the Magnolia Green Parking Garage, and $6,538,000 from TIRZ No. 8 for the construction of the Lancaster Parking Garage.

The Water and Sewer Fund transferred $24,738,000 to the General Fund, which includes $19,121,000 for Street Rental Fees and $5,488,000 for Payment in Lieu of Taxes (PILOT).

The Water and Sewer Fund transferred $3,449,000 to the Capital Projects Fund, of which $2,415,000 was used to fund a portion of the Enterprise Resource Planning Phase II Project, and $1,034,000 was used to support the Fort Worth Public Arts Program.

The Stormwater Fund transferred $2,720,000 to the General Fund of which $1,798,000 was for PILOT, $891,000 for Street Rental Fees, and the remainder of $31,000 was for the monthly transfer of funds to pay for indirect cost allocations.

The Stormwater Fund transferred $9,931,000 to the Capital Project Fund, of which $9,800,000 was for the North Service Center Project.

The Nonmajor Enterprise Funds transferred $5,460,000 to the General Fund, of which $5,208,000 was for the monthly transfer of funds from Solid Waste to pay for indirect cost allocations.

The Nonmajor Enterprise Funds transferred $6,373,000 to the Capital Project Fund, of which $4,964,000 was for the North Service Center Project, and $1,380,000 was for the remaining fund balance of the Golf Capital Project Fund from the Golf Enterprise Fund.

NOTE C: RECEIVABLES AND INTERFUND BALANCES (CONTINUED)

C.4. TRANSFERS (CONTINUED)

The Nonmajor Enterprise Funds transferred $3,765,000 to the Nonmajor Governmental Funds, of which $3,110,000 was from the Airport Grants Fund to the Grant Capital Projects Fund for project related costs necessary to support the construction of the extension of Double Eagle Boulevard from its existing terminus at Fire Ridge Drive to FM 156.

The Internal Service Funds transferred $3,642,000 to the Capital Project Fund for the replacement of the City's network and telephone systems.

*The Municipal Golf Fund was established in FY1983 as an enterprise fund of the City and has remained such until FY2015. The Municipal Golf Fund is used to account for the operation of four Municipal Golf courses. The fund's operation is financed by course fees, golf equipment rentals, merchandise, concession sales to the public and a subsidy from the General Fund. The City reviewed the activities of the fund and determined that the Municipal Golf Fund will be appropriately managed and reported if classified as a Special Revenue Fund due the funds inability to support itself. This allows the City to continue offering Municipal Golf to the Citizens and improve accountability. Previously reported fixed assets and long-term liabilities of $497,316 were reported as transfers out from the Municipal Golf Fund and transfers into governmental activities.

It is the City's policy to record interfund reimbursements that are in excess of the underlying expenditures as transfers.

NOTE D: FUND EQUITY

D.1. FUND DEFICITS

Capital Project Services Fund—Current year decrease in net position of $1,078,000 resulted in an increase in the deficit from $2,873,000 to $3,951,000. In compliance with the City's Internal Service Fund Reserve Policy for Non-Insurance Funds, the Capital Project Services Fund should not have a negative Unrestricted Net Position. As such, the City has taken actions to increase the allocation of costs associated with the services provided by the staff within this fund. On a go-forward basis, this allocation will cover all annual expenses. In addition, a $4,000,000 transfer is scheduled to be considered by the Mayor and Council during FY2016, which will address the current deficit net position.

Workers' Compensation Insurance Fund—Current year increase in net position of $2,700,000 resulted in a decrease in the deficit from $17,194,000 to $14,494,000. In compliance with the City's Internal Service Fund Reserve Policy for Insurance Funds, the Workers' Compensation Insurance Fund should not have a negative Unrestricted Net Position. As such, the City has taken actions to increase the allocation of fees charged to departments in order to incrementally decrease the deficit. Evidence of this effort can be seen through the $2,700,000 reduction in the negative net position during FY2015.

D.2. UNASSIGNED FUND BALANCE

In nonmajor funds, the Grants Fund has a deficit $785,000 in unassigned fund balance because revenues were unavailable (collectible during the current period or soon after) to be used to pay liabilities of the current period.

NOTE E: RESTRICTED ASSETS

Restricted assets in certain funds are held for specific purposes in accordance with bond ordinances or other legal restrictions as follows:

	Water and Sewer	Stormwater Utility	Nonmajor Enterprise	Internal Service	Total
Debt Service:					
Cash and Cash Equivalents	$ 5,020	$ 1,758	$ 1,065	$ -	$ 7,843
Cash and Cash Equivalents Held by Trustees	6	-	-	-	6
Interest Receivable	41	11	16	-	68
	5,067	1,769	1,081	-	7,917
Capital Improvements:					
Cash and Cash Equivalents	167,197	48,896	38,260	9	254,362
Cash and Cash Equivalents Held by Trustees	96,437	-	-	-	96,437
Grants and Other Receivables	-	-	4,554	-	4,554
Interest Receivable	171	65	253	-	489
	263,805	48,961	43,067	9	355,842
Customer Deposits:					
Cash and Cash Equivalents	14,591	-	872	-	15,463
	14,591	-	872	-	15,463
Other Restrictions:					
Cash and Cash Equivalents	1,576	-	2,326	-	3,902
Cash and Cash Equivalents Held by Trustees	5,673	-	30,930	870	37,473
Interest Receivable	9	-	42	-	51
	7,258	-	33,298	870	41,426
Total	$ 290,721	$ 50,730	$ 78,318	$ 879	$ 420,648

NOTE F: CAPITAL ASSETS

Capital asset activity for Governmental Activities for the year ended September 30, 2015, was as follows:

	Beginning Balance October 1, 2014	Additions/ Transfers In	Decreases/ Transfers Out	Ending Balance September 30, 2015
Total Governmental Activities				
Capital Assets, Not Being Depreciated:				
Land/Right of Way	$ 174,733	$ 21,808	$ -	$ 196,541
Construction in Progress	412,392	155,201	(157,314)	410,279
Works of Art	-	16,177	-	16,177
Total Capital Assets, Not Being Depreciated	587,125	193,186	(157,314)	622,997
Capital Assets, Being Depreciated:				
Buildings	374,168	33,596	(23)	407,741
Vehicles, Machinery, and Equipment	212,136	21,281	(3,009)	230,408
Infrastructure	2,562,112	174,151	(13,024)	2,723,239
Intangibles	-	6,660	-	6,660
Total Capital Assets, Being Depreciated	3,148,416	235,688	(16,056)	3,368,048
Less Accumulated Depreciation and Amortization for:				
Buildings	193,110	10,330	(20)	203,420
Vehicles, Machinery, and Equipment	157,370	17,669	(2,663)	172,376
Infrastructure	1,593,120	93,786	(4,005)	1,682,901
Intangibles	-	84	-	84
Total Accumulated Depreciation and Amortization	1,943,600	121,869	(6,688)	2,058,781
Total Capital Assets, Being Depreciated, Net	1,204,816	113,819	(9,368)	1,309,267
Governmental Activities Capital Assets, Net	$ 1,791,941	$ 307,005	$ (166,682)	$ 1,932,264

Capital asset activity for Business-Type Activities for the year ended September 30, 2015, was as follows:

	Beginning Balance October 1, 2014	Additions/ Transfers In	Decreases/ Transfers Out	Ending Balance September 30, 2015
Business-Type Activities				
Capital Assets, Not Being Depreciated:				
Land/Right of Way	$ 101,832	$ 8,895	$ (2,395)	$ 108,332
Construction in Progress	348,380	200,793	(100,773)	448,400
Total Capital Assets, Not Being Depreciated	450,212	209,688	(103,168)	556,732
Capital Assets, Being Depreciated:				
Buildings	136,692	-	(1,523)	135,169
Vehicles, Machinery, and Equipment	367,582	4,196	(2,885)	368,893
Infrastructure	2,951,950	97,961	(13,667)	3,036,244
Total Capital Assets, Being Depreciated	3,456,224	102,157	(18,075)	3,540,306
Less Accumulated Depreciation for:				
Buildings	43,372	5,341	(975)	47,738
Vehicles, Machinery, and Equipment	216,975	12,348	(2,217)	227,106
Infrastructure	881,876	64,744	(10,599)	936,021
Total Accumulated Depreciation	1,142,223	82,433	(13,791)	1,210,865
Total Capital Assets, Being Depreciated, Net	2,314,001	19,724	(4,284)	2,329,441
Business-Type Activities Capital Assets, Net	$ 2,764,213	$ 229,412	$ (107,452)	$ 2,886,173

NOTE F: CAPITAL ASSETS (CONTINUED)

Depreciation and amortization expense was charged as follows for the year ended September 30, 2015:

	Depreciation and Amortization Expense
Governmental Activities	
General Government	$ 6,515
Public Safety	12,480
Highways and Streets	79,064
Culture and Recreation	12,384
Urban Redevelopment and Housing	516
Total Governmental Depreciation and Amortization	110,959
Major Business-Type Activities	
Water	67,311
Stormwater Utility	4,702
Nonmajor Business-Type Activities	
Municipal Airports	7,942
Municipal Parking	1,812
Solid Waste	666
Total Business-Type Depreciation	82,433
Total Depreciation and Amortization	$ 193,392

The governmental activities depreciation expense above includes $879,000 of depreciation expense from the Internal Service Funds. During FY2015, the Municipal Golf Fund, previously reported under business-type activities, was transferred to governmental activities $15,319,000 of original cost and $10,910,000 of accumulated depreciation are reported under the additions/transfer in column on the previous page.

The City capitalizes interest during the construction period in proprietary fund capital projects. For the year ended September 30, 2015 interest was capitalized in the Water and Sewer Fund and Stormwater Utility Fund in the amounts of $11,103,911 and $2,448,489, respectively.

NOTE G: DEBT OBLIGATIONS

G.1. CHANGES IN LONG-TERM DEBT OBLIGATIONS AND OTHER LIABILITIES

The following is a summary of changes in long-term obligations for the year ended September 30, 2015:

	Balance at October 1, 2014, as restated	Increases	Decreases	Balance September 30, 2015	Due Within One Year
Governmental Activities:					
General Obligation Bonds	$ 408,965	$ 167,162	$ 123,715	$ 452,412	$ 41,115
Certificates of Obligation	285,545	2,060	45,315	242,290	20,725
Convention Center Installment Obligation	2,370	-	750	1,620	795
HUD Installment Obligations	4,504	-	805	3,699	834
Equipment Notes	39,145	-	39,145	-	-
Fort Worth Sports Authority Obligation	6,868	-	4,373	2,495	-
Lone Star Local Government Corp Obligation	31,617	-	-	31,617	-
State Obligation - City	7,873	-	466	7,407	465
State Obligation - CCPD	3,058	-	180	2,878	181
TRWD Obligation	91,998	35,582	3,231	124,349	-
State Energy Conservation Loan Phase I & II	553	-	553	-	-
State Energy Conservation Loan Phase III	2,064	-	536	1,528	541
ESPC Phase VII	18,064	-	638	17,426	976
Capital Leases	1,482	-	360	1,122	169
Southwest Bank Loan (LDC SW Building)	2,545	-	345	2,200	356
Lancaster Corridor Construction Loan	-	1,774	-	1,774	-
Net Unamortized Bond Premium/Discount	45,548	18,668	7,143	57,073	-
Retainage Payable	5,974	5,289	6,600	4,663	-
Compensated Absences	114,752	48,577	44,293	119,036	44,030
Risk Management Estimated Claims Payable	38,893	75,933	77,051	37,775	18,482
Other Postemployment Benefits Obligation	430,774	34,014	-	464,788	-
Net Pension Liability*	1,264,218	61,076	-	1,325,294	-
Total Governmental Activities	2,806,810	450,135	355,499	2,901,446	128,669
Business-Type Activities:					
Water and Sewer - Revenue Bonds	766,115	166,540	179,055	753,600	60,940
Water and Sewer - Trinity River Authority Oblig.	5,500	-	615	4,885	635
Water and Sewer - ESPC Phase V	13,355	-	1,417	11,938	1,475
Stormwater - Revenue Bonds	132,755	-	3,960	128,795	4,130
Solid Waste - Certificates of Obligation	4,785	4,463	4,785	4,463	480
Municipal Parking - Certificates of Obligation	45,530	-	1,565	43,965	1,640
Municipal Golf - Certificates of Obligation	2,060	-	2,060	-	-
Net Unamortized Bond Premium/Discount	51,954	18,289	8,980	61,263	-
Compensated Absences	10,280	5,777	5,847	10,210	5,327
Landfill Closure and Postclosure Liability	4,762	258	-	5,020	-
Pollution Remediation Liability	3,131	4,238	203	7,166	-
Other Postemployment Benefits Obligation	67,200	4,863	2,222	69,841	-
Net Pension Liability*	200,972	8,366	5,533	203,805	-
Total Business-Type Activities	1,308,399	212,794	216,242	1,304,951	74,627
Total Long-Term Liabilities	$ 4,115,209	$ 662,929	$ 571,741	$ 4,206,397	$ 203,296

**The balances at October 1, 2014 were restated to reflect the City's adoption of GASB Statement No. 68 (see Note A.16.).*

NOTE G: DEBT OBLIGATIONS (CONTINUED)

G.1. CHANGES IN LONG-TERM DEBT OBLIGATIONS AND OTHER LIABILITIES (CONTINUED)

Governmental Activities long-term debt is summarized as follows:

	Interest Rate %	Year of Issue	Year of Maturity	Original Amount	Amount Outstanding
General Obligation Bonds:					
Series 2007	4.48	2007	2027	$ 50,000	$ 5,000
Series 2007A	4.38-4.531	2007	2027	100,000	9,760
Series 2008	4.64	2008	2018	49,650	6,705
Series 2009	2.5-5.0	2009	2029	85,180	59,620
Series 2010	2.0-4.0	2010	2030	20,590	15,450
Series 2011 Refunding	2.0-5.0	2011	2023	46,680	39,445
Series 2012 Refunding	2.0-5.0	2012	2032	135,485	122,720
Series 2013 Refunding	2.0-4.5	2013	2033	37,130	30,495
Series 2014 Refunding	2.2	2014	2023	35,480	31,535
Series 2015 Refunding	2.33	2015	2025	3,957	3,957
Series 2015A Refunding	3.375-5.0	2015	2035	127,725	127,725
Total General Obligation Bonds					452,412
Certificates of Obligation:					
Series 2007	5.0-5.25	2007	2027	40,250	4,030
Series 2008	4.64	2008	2018	63,150	8,535
Series 2009	3.0-4.375	2009	2029	55,585	30,680
Series 2010	2.0-4.25	2010	2031	34,685	29,740
Series 2010A	3.0-5.0	2010	2030	38,025	28,305
Series 2012	3.0-5.0	2012	2032	85,790	72,365
Series 2013A	2.0-5.0	2013	2033	46,095	40,910
Series 2013B	2.0-4.99	2013	2033	11,140	10,290
Series 2013C	1.0-4.375	2014	2034	19,270	17,435
Total Certificates of Obligation					242,290
Convention Center Installment Obligation:					
Series 1997	5.0-5.8	1997	2017	10,000	1,620
HUD Installment Obligation:					
Series 2000A	4.46-6.8	2000	2017	3,475	530
Series 2005	4.46-6.8	2005	2020	7,500	3,169
Total HUD Installment Obligation					3,699
Fort Worth Sports Authority Obligation	0.0	1997	2026	20,000	2,495
Lone Star Local Gov't Corp. Obligation	4.75	2006	2024	31,617	31,617
State Obligation - City	0.0	2014	2031	8,338	7,407
State Obligation - CCPD	0.0	2014	2031	3,239	2,878
TRWD Obligation	0.0	2014	2031	50,933	124,349
State Energy Conservation Loan Phase III	3.0	2007	2018	5,000	1,528
ESPC VII	2.236	2013	2026	18,443	17,426
Capital Leases	2.91-3.0	2011	2017		1,122
Southwest Bank Loan (LDC SW Building)	2.93	2014	2021	2,689	2,200
Lancaster Corridor Construction Loan	3.75-5.25	2014	2040	1,774	1,774
Net Unamortized Bond Premium/Discount				N/A	57,073
Retainage Payable	N/A	N/A	N/A	N/A	4,663
Compensated Absences	N/A	N/A	N/A	N/A	119,036
Estimated Claims Payable	N/A	N/A	N/A	N/A	37,775
Other Postemployment Benefits Obligation	N/A	N/A	N/A	N/A	464,788
Net Pension Liability	N/A	N/A	N/A	N/A	1,325,294
Total Governmental Activities Long-Term Debt					$ 2,901,446

NOTE G: DEBT OBLIGATIONS (CONTINUED)

G.1. CHANGES IN LONG-TERM DEBT OBLIGATIONS AND OTHER LIABILITIES (CONTINUED)

The Debt Service Fund has been used to liquidate the general obligation bonds, certificates of obligations, convention center obligation, and the equipment notes. The General Fund and the nonmajor governmental funds have been used to liquidate all other governmental activities' long-term debt.

Business-Type long-term debt is summarized as follows:

	Interest Rate %	Year of Issue	Year of Maturity	Original Amount	Amount Outstanding
Water and Sewer:					
Revenue Bonds:					
Series 2005 TWDB*	0.35-2.4	2005	2025	$ 7,890	$ 775
Series 2005B TWDB*	4.45-6.25	2005	2025	64,520	37,665
Series 2007	5.0	2007	2027	100,000	8,585
Series 2007A TWDB*	1.75-3.0	2007	2027	33,560	22,745
Series 2007B TWDB*	2.2-3.0	2007	2017	49,585	34,270
Series 2008 Refunding	3.88	2008	2024	44,085	28,100
Series 2009 TWDB*	-	2009	2026	16,265	12,095
Series 2010 Refunding	4.0-5.0	2010	2020	98,855	47,935
Series 2010A TWDB*	0.36-2.62	2010	2016	40,000	30,825
Series 2010B	0.15-2.85	2010	2030	28,000	21,670
Series 2010C	4.0-5.25	2010	2030	45,870	37,145
Series 2011 Refunding	4.0-5.25	2011	2031	151,160	124,835
Series 2012 Refunding	2.0-5.0	2012	2025	31,155	28,725
Series 2014 Refunding	2.0-5.0	2014	2034	171,415	152,615
Series 2015 Revenue (Clean Water SRF)	0.14-2.04	2015	2035	39,000	39,000
Series 2015 Refunding	3.125-5.0	2015	2035	126,615	126,615
Total Revenue Bonds					753,600
Trinity River Authority Obligations:					
Series 2002	4.0-5.0	2011	2022	6,795	4,885
ESPC Phase V	3.68	2010	2018	15,365	11,938
Total Water and Sewer					770,423
Solid Waste:					
Certificates of Obligation:					
Series 2015 Refunding	2.33	2015	2025	4,463	4,463
Municipal Parking:					
Certificates of Obligation:					
Series 2007	5.0-5.25	2007	2033	20,935	17,880
Series 2009	5.0-5.25	2009	2033	27,135	25,015
Series 2010A	3.0-5.0	2010	2020	1,955	1,070
Total Municipal Parking					43,965
Stormwater Utility:					
Revenue Bonds:					
Series 2007	4.25-5.0	2008	2033	24,430	19,945
Series 2009	2.0-4.3	2009	2035	45,190	39,055
Series 2011	2.0-5.0	2011	2036	78,325	69,795
Total Stormwater Utility					128,795
Net Unamortized Bond Premium/Discount				N/A	61,263
Compensated Absences	N/A	N/A	N/A	N/A	10,210
Landfill Closure and Postclosure Liability	N/A	N/A	N/A	N/A	5,020
Pollution Remediation Liability	N/A	N/A	N/A	N/A	7,166
Other Postemployment Benefits Obligation	N/A	N/A	N/A	N/A	69,841
Net Pension Obligation	N/A	N/A	N/A	N/A	203,805
Total Business-Type Long-Term Debt					$ 1,304,951

*Texas Water Development Board

NOTE G: DEBT OBLIGATIONS (CONTINUED)

G.2. GOVERNMENTAL ACTIVITIES' DEBT

Long-term liabilities consist of General Obligation Bonds and Certificates of Obligation, as well as other long-term liabilities. Principal and interest payments on debt obligations are secured solely or in part by ad valorem taxes levied on all taxable property within the City.

General Obligation Bonds and Certificates of Obligation indentures require the City to levy the tax required to fund interest and principal at maturity or at least 2 percent of the principal, whichever is greater. At September 30, 2015, $16,626,000 of cash and investments is available in the Debt Service Fund to service General Obligation Bonds and Certificates of Obligation for governmental activities.

On October 24, 2014, the City issued General Obligation Bonds, Series 2014, in the amount of $35,480,000 to refund $35,220,000 of existing Tax Notes Series 2011. The bonds will mature on March 1 of each year from 2015 to 2023 and are payable in installments ranging from $3,940,000 to $3,945,000. Interest is payable on March 1 and September 1 of each year commencing in March 2015 with an interest rate of 2.2 percent. The proceeds were placed in an irrevocable trust with instructions to defease the $35,220,000 on October 28, 2014, the call date. As a result, the refunded tax notes are considered defeased and the liability is not reflected in the Statement of Net Position. This current refunding resulted in additional principal and interest payments of $1,412,759 over the life of the bonds. This refunding resulted in an economic loss (difference between the present value of the old and new debt service payments) of $49,843, and a book loss of $125,213.

On November 4, 2014, the City made a cash refunding in the amount of $9,600,000 for existing General Obligation Bonds, Series 2004. The City placed $9,685,333 in the Bank of Texas to cover the principal, $85,333 in interest and $300 for the call fee.

On February 19, 2015, the City issued General Obligation Bonds, Series 2015 in the amount of $3,957,400 to refund $3,850,000 of existing Combination Tax and Revenue Certificates of Obligation, Series 2005A. These bonds will mature on March 1 of each year from 2016 to 2025 in installments ranging from $364,250 to $425,350. Interest is payable on March 1 and September 1 of each year commencing September 2015 with an interest rate of 2.33 percent. The City placed $3,933,328 in an irrevocable trust to defease the debt which covers the principal, $79,577 in interest and $141 for Paying Agent/Registrar Settlement fees. As a result, the refunded bonds are considered to be defeased and the liability is not reflected in the Statement of Net Position. The advanced refunding resulted in additional principal and interest payments of $393,319. This refunding resulted in an economic gain (difference between the present value of the old and new debt service payments) of $323,660, and a book loss of $79,643.

On August 20, 2015, the City issued General Obligation Refunding and Improvement Bonds, Series 2015A in the amount of $127,725,000 to refund $100,160,000 of existing General Obligation Bonds and Certificates of Obligation, to pay the cost associated with the bond issue, and to fund new capital projects related to the 2014 Capital Project Program. These bonds will mature on March 1 of each year from 2016 to 2035 in installments ranging from $1,515,000 to $10,945,000. Interest is payable on March 1 and September 1 of each year commencing March 2016 with interest rates ranging from 3.375 to 5.0 percent. The City deposited the refunding proceeds in an irrevocable trust for the purpose of generating resources for all future debt service payments of the refunded $100,160,000 bonds. As a result, the refunded bonds are considered defeased and the liability is not reflected in the Statement of Net Position. The advance refunding resulted in a reduction of principal and interest payments of $12,189,012 over the life of the bonds. This refunding resulted in an economic gain (difference between the present value of the old debt and new debt service payments) of $8,849,000, and a book loss of $7,558,494.

NOTE G: DEBT OBLIGATIONS (CONTINUED)

G.2. GOVERNMENTAL ACTIVITIES' DEBT (CONTINUED)

On December 19, 2014, the Lancaster Corridor Redevelopment, LLC (LLC) entered in a construction loan agreement with Pinnacle Bank for the development of residential and retail rental space on land owned by the LLC. As of September 30, 2015, $1,773,528 has been borrowed under this agreement. The loan matures at the end of 2040 and bears interest ranging from 3.75 percent to 5.25 percent. The total construction loan amount is not to exceed $16,500,000 and is collateralized by a first lien Deed of Trust that includes land, building and improvements and an Absolute Assignment of Rents and Leases, et. al.

In FY2011, Taxing Increment Reinvestment Zone No. 9 (TIRZ #9) entered into an agreement with the Tarrant Regional Water District (TRWD) for the work related to the Trinity River Vision project. The agreement stipulated that TIRZ #9 would share in the cost of the project related to the river up to $320,000,000. TIRZ #9 agreed to reimburse TRWD from the incremental property taxes TIRZ #9 receives annually until the debt is repaid, or the term of TIRZ #9 expires. During FY2015, TIRZ #9 borrowed an additional $35,582,000 from TRWD. The advances from TRWD to the City to fund the project are repayable without interest from future taxes.

As of September 30, 2015, the following bonds were authorized but not issued:

General Obligation Bonds	Date Authorized	Amount Authorized	Amount Unissued
2014 Capital Project Program	5/10/2014	$ 292,075	$ 252,075

G.3. DIRECT PURCHASE NOTES

In March 2013, the City entered into an agreement with Wells Fargo to provide for the sale of short-term notes in an aggregate principal amount not to exceed $100,000,000. The maximum amount of Direct Purchase Notes the City may have outstanding, at any one time, cannot exceed $100 million. There were no outstanding direct purchase notes at year end.

G.4. ENTERPRISE DEBT

Water and Sewer Revenue Bonds and Stormwater Revenue Bonds constitute special obligations of the City secured solely by a lien on and pledge of the net revenues of the Water and Sewer system and the Stormwater system. Certain Certificates of Obligation are recorded in the Municipal Parking Fund, and the Solid Waste Fund. These bonds have no specific claim against Municipal Parking or Solid Waste revenues. However, debt service requirements are provided by the Water and Sewer Fund, Solid Waste Fund, Stormwater Fund, and Municipal Parking Fund. Accordingly, the debt is reflected as a fund obligation.

In accordance with the revenue bond ordinances, a reserve for debt service is maintained. At September 30, 2015, $5,026,340 of cash and investments was available for payments of principal and interest on all Enterprise Fund debt. The Water and Sewer Fund has substituted surety bonds in the amount of $2,489,000 that are also held in reserve to provide for payment of debt service obligations in the event there are insufficient amounts on deposit to make debt service payments.

NOTE G: DEBT OBLIGATIONS (CONTINUED)

G.4. ENTERPRISE DEBT (CONTINUED)

On February 19, 2015, the City issued General Obligation Bonds, Series 2015 in the amount of $4,462,600 to refund $4,350,000 of existing Solid Waste Combination Tax and Revenue Certificates of Obligation, Series 2005A. These bonds will mature on March 1 of each year from 2016 to 2025 in installments ranging from $410,750 to $479,650. Interest is payable on March 1 and September 1 of each year commencing September 2015 with an interest rate of 2.33 percent. The City placed $4,436,302 in an irrevocable trust to defease the debt which covered the principal, $89,753 in interest and $159 for Paying Agent/Registrar Settlement fees. As a result, the refunded bonds are considered to be defeased and the liability is not reflected in the Statement of Net Position. The advanced refunding resulted in additional principal and interest payments of $443,614. This refunding resulted in an economic gain (difference between the present value of the old and new debt service payments) of $365,047, and a book loss of $89,987.

On June 9, 2015, the City issued Water and Sewer Revenue Bonds, Series 2015 in the amount of $39,000,000 to fund construction of the Peak Flow Management Facilities at the Village Creek Water Reclamation Facility and construction of the Big Fossil Parallel Relief Sanitary Sewer Main, Parts 1 and 3. The bonds will mature on February 15 of each year from 2016 to 2035 in installments ranging from $1,835,000 to $2,200,000. Interest is payable on February 15 and August 15 of each year commencing August 2015 at interest rates ranging from 0.14 to 2.04 percent.

On July 17, 2015, the City paid $19,245,000 for a partial cash refunding to refund $3,500,000 of existing Water and Sewer Revenue Refunding Bonds, Series 2005 (TWDB) and $15,745,000 of existing Water and Sewer Revenue Bonds, Series 2005A. The City placed $19,641,001 in an irrevocable trust to defease the debt which covered the principal, $395,001 in interest and $1,000 for Paying Agent/Registrar Settlement fees. As a result, the refunded bonds are considered to be defeased and the liability is not reflected in the Statement of Net Position. This refunding resulted in an economic gain (difference between the present value of the old and new debt service payments) of $3,228,321, and a book loss of $245,641.

On August 20, 2015, the City issued Water and Sewer Revenue Refunding and Improvements Bonds, Series 2015A in the amount of $126,615,000 to refund $27,140,000 of existing Water and Sewer Refunding Bonds, Series 2005A, to refund $62,930,000 of existing Water and Sewer Revenue Refunding Bonds, Series 2007, and to fund projects included in the Water and Wastewater Capital Improvement Program. These bonds will mature on February 15 of each year from 2017 to 2035 in installments ranging from $1,795,000 to $13,970,000. Interest is payable on February 15 and August 15 of each year commencing February 2016 with interest rates ranging from 3.125 to 5.0 percent. The City deposited the refunding proceeds in an irrevocable trust for the purpose of generating resources for all future debt service payment of the refunded $90,070,000 bonds. As a result, the refunded bonds are considered defeased and the liability is not reflected in the Statement of Net Position. The advanced refunding resulted in a reduction of principal and interest payments of $4,662,063 over the life of the bonds. This refunding resulted in an economic gain (difference between the present value of the old debt and new debt service payments) of $7,227,026, and a book loss of $3,231,245.

On September 18, 2015, the City paid $4,685,000 for a partial cash refunding of existing Water and Sewer Revenue Refunding Bonds, Series 2005A. The City placed $4,723,808 in an irrevocable trust to defease the debt which covered the principal, $37,808 in interest and $1,000 for Paying Agent/Registrar Settlement fees. As a result, the refunded bonds are considered to be defeased and the liability is not reflected in the Statement of Net Position. This refunding resulted in an economic gain (difference between the present value of the old and new debt service payments) of $575,174.

NOTE G: DEBT OBLIGATIONS (CONTINUED)

G.4. ENTERPRISE DEBT (CONTINUED)

During 2015, the City withdrew 4 installments of Water and Sewer Revenue Bonds, Series 2010A, as follows: November 13, 2014 $205,000; March 23, 2015 $455,000; April 23, 2015 $50,000; and May 26, 2015 $215,000. These bonds were issued to fund improvements to the sewer system. The installments will mature on February 15 of each year from 2015 to 2030 payable in installments ranging from $1,810 to $2,340. Interest is payable on February 15th and August 15th of each year, commencing in February 2015 with an interest rate of 2.62 percent. The City has pledged future water and sewer customer revenues to repay the revenue bonds.

Net revenues of some of the City's enterprise funds—defined as net operating income, plus depreciation expense, plus investment income—have been pledged for repayment of long-term bonded debt incurred by these funds. The amount pledged is equal to the remaining outstanding debt service requirements for these bonds. The pledge continues for the life of the bonds.

For the year ended September 30, 2015, net pledged revenue by fund was as follows:

Fund	2015 Net Pledged Revenues	2015 Debt Service	Purpose of Debt
Water and Sewer Fund	$ 138,111	$ 95,256	*Extending and improving water and sewer system*
Stormwater Fund	16,093	9,340	*Improvements to storm drains, roadways, and erosion protection*
Municipal Parking	4,204	4,055	*Construction of City-owned parking garage*
Total	$ 158,408	$ 108,651	

All future improvements to the City's Water and Sewer system are funded through the sale of Water and Sewer Revenue Bonds, the City's Water and Sewer Operating Budget, or alternative forms of debt.

The City has pledged solid waste, storm water, and municipal parking net revenues to repay long-term bonded debt. The City reports the net revenues in nonmajor proprietary funds.

The City is responsible for environmental cleanup of Riverside Park funded by the Water and Sewer Fund and asbestos removal before environmental cleanup of City owned buildings paid from the Environmental Management Fund (nonmajor governmental). The City is required to report the estimated liability for pollution remediation activities in accordance with GASB Statement No. 49, *Reporting for Pollution Remediation Obligations*. As of September 30, 2015, the City's liability was $7,166,000 for the Water and Sewer Fund. The City's estimated outlays for the cleanup were generated using the expected cash flows technique. The amount of the estimated pollution remediation liability assumes that there will be no major increases in the cost of providing these cleanup services. However, during FY2015, a new estimate on the cleanup costs increased this liability by $4,238,499. These estimates are subject to changes as a result of price increases, changes in technology, and new laws and regulations.

NOTE G: DEBT OBLIGATIONS (CONTINUED)

G.5. ANNUAL REQUIREMENTS TO AMORTIZE BONDED AND CONTRACTUAL DEBT OBLIGATION

The annual requirements to amortize all bonded and contractual debt outstanding as of September 30, 2015, is disclosed by Governmental type as shown on the following pages:

Governmental Activities:

Year Ending September 30,	General Obligations		Certificates of Obligation		Convention Center Installment Obligation	
	Principal	Interest	Principal	Interest	Principal	Interest
2016	$ 41,115	$ 20,576	$ 20,725	$ 10,842	$ 795	$ 95
2017	34,603	18,954	19,620	10,085	825	49
2018	35,114	17,027	17,725	8,707	-	-
2019	37,917	14,926	15,040	7,387	-	-
2020	37,904	13,240	14,810	6,767	-	-
2021-2025	161,114	42,038	73,230	24,236	-	-
2026-2030	86,860	11,481	58,165	10,358	-	-
2031-2035	17,785	1,176	22,975	1,211	-	-
	$ 452,412	$ 139,418	$ 242,290	$ 79,593	$ 1,620	$ 144

Governmental Activities:

Year Ending September 30,	HUD Installment Obligations		State Energy Conservation Loan Phase III		State Obligation - City	
	Principal	Interest	Principal	Interest	Principal	Interest
2016	$ 834	$ 177	$ 541	$ 41	$ 465	$ -
2017	865	145	557	24	465	-
2018	632	109	430	6	465	-
2019	666	75	-	-	465	-
2020	702	39	-	-	465	-
2021-2025	-	-	-	-	2,327	-
2026-2030	-	-	-	-	2,327	-
2031-2035	-	-	-	-	428	-
	$ 3,699	$ 545	$ 1,528	$ 71	$ 7,407	$ -

Governmental Activities:

Year Ending September 30,	State Obligation - CCPD		ESPC Phase VII		Total Governmental Activities	
	Principal	Interest	Principal	Interest	Principal	Interest
2016	$ 181	$ -	$ 976	$ 382	$ 65,632	$ 32,113
2017	181	-	998	360	58,114	29,617
2018	181	-	1,172	336	55,719	26,185
2019	181	-	1,652	306	55,921	22,694
2020	181	-	1,689	267	55,751	20,313
2021-2025	904	-	9,027	757	246,602	67,031
2026-2030	904	-	1,912	16	150,168	21,855
2031-2035	165	-	-	-	41,353	2,387
	$ 2,878	$ -	$ 17,426	$ 2,424	$ 729,260	$ 222,195

NOTE G: DEBT OBLIGATIONS (CONTINUED)

G.5. ANNUAL REQUIREMENTS TO AMORTIZE BONDED AND CONTRACTUAL DEBT OBLIGATION (CONTINUED)

The City has two blended component units whose long-term debt is paid through revenues transferred from Tax Increment Reinvestment Zones (TIRZs). TIRZ #2A makes debt service payments on Fort Worth Sports Authority's outstanding debt obligation of $2,495,000. TIRZ #10 makes debt service payments on Lone Star Local Government Corp's outstanding debt obligation of $31,617,000. Debt payments by these TIRZs are determined based on the revenue that each TIRZ receives during the year. Therefore, no definitive payment schedule has been determined. Lancaster Corridor, LLC long-term debt will be paid from revenues from its properties. This is a construction loan and a definitive payment schedule has not been determined.

The annual requirements to amortize all Major Fund Business-Type bonded and contractual debt outstanding as of September 30, 2015, is as follows:

Major Business-Type Activities:

Year Ending September 30,	Water and Sewer Revenue		Water and Sewer TRA		Water and Sewer ESPC V Loan		Stormwater Utility Revenue		Total Major Business-Type	
	Principal	Interest	Principal	Interest	Principal	Interest	Principal	Interest	Principal	Interest
2016	$ 60,940	$ 28,790	$ 635	$ 124	$ 1,475	$ 266	$ 4,130	$ 5,221	$ 67,180	$ 34,401
2017	63,115	26,620	650	111	1,508	232	4,300	5,072	69,573	32,035
2018	50,665	24,363	670	98	1,544	196	4,460	4,925	57,339	29,582
2019	52,220	22,343	690	77	1,580	160	4,640	4,745	59,130	27,325
2020	48,110	20,360	720	55	1,618	122	4,855	4,531	55,303	25,068
2021-2025	245,085	71,883	1,520	46	4,213	259	27,765	19,184	278,583	91,372
2026-2030	162,205	29,677	-	-	-	-	34,245	12,980	196,450	42,657
2031-2035	71,260	6,013	-	-	-	-	39,430	5,060	110,690	11,073
2036-2040	-	-	-	-	-	-	4,970	99	4,970	99
	$ 753,600	$ 230,049	$ 4,885	$ 511	$ 11,938	$ 1,235	$ 128,795	$ 61,817	$ 899,218	$ 293,612

The annual requirements to amortize all Nonmajor Fund Business-Type bonded and contractual debt outstanding as of September 30, 2015, is as follows:

Nonmajor Business-Type Activities:

Year Ending September 30,	Municipal Parking CO		Solid Waste CO		Total Nonmajor Business-Type	
	Principal	Interest	Principal	Interest	Principal	Interest
2016	$ 1,640	$ 2,419	$ 480	$ 98	$ 2,120	$ 2,517
2017	1,710	2,344	472	87	2,182	2,431
2018	1,795	2,263	466	76	2,261	2,339
2019	1,885	2,169	458	66	2,343	2,235
2020	1,990	2,063	451	152	2,441	2,215
2021-2025	10,490	8,620	2,136	123	12,626	8,743
2026-2030	13,945	5,166	-	-	13,945	5,166
2031-2035	10,510	945	-	-	10,510	945
	$ 43,965	$ 25,989	$ 4,463	$ 602	$ 48,428	$ 26,591

NOTE G: DEBT OBLIGATIONS (CONTINUED)

G.6. ARBITRAGE

The City frequently issues bonds for capital construction projects. These bonds are subject to the arbitrage regulations. At September 30, 2015, the liability for rebate of arbitrage was $943 for business-type activities. This amount is included in the "Current Portion of Long-Term Liabilities" on the Statement of Net Position.

G.7. LEASES

The City is also committed under capital leases for the acquisition of one municipal building, the Armory Building, and heavy equipment. During Fiscal Year 2015, the Southwest Municipal Court Building was sold and is no longer under a capital lease. These leases are recorded as capital leases in the government-wide reporting. Amortization of the leased assets is included in depreciation expenditures in the government-wide reporting. The leased buildings had an original cost totaling $4,419,000.

The following is a summary of capital lease transactions of the City for the year ended September 30, 2015:

Capital Lease Obligations, October 1, 2014	$	1,482
Principal Payments		360
Capital Lease Obligations, September 30,2015	$	1,122

Future minimum lease payments for these leases are as follows:

Year Ending September 30,		Lease Payments
2016	$	250
2017		379
2018		266
2019		274
2020		172
Less: Amount Representing Interest		(219)
Present Value of Minimum Lease Payments	$	1,122

The following schedule provides an analysis of the City's investment in capital assets under lease arrangements as of September 30, 2015:

Buildings	$	1,484
Equipment	$	344
Less: Accumulated Depreciation		(941)
Total Net Book Value of Lease Assets	$	887

NOTE G: DEBT OBLIGATIONS (CONTINUED)

G.7. LEASES (CONTINUED)

The City entered into operating lease agreements for the utilization of computers and related equipment, office space, vehicles, and golf carts. The lease terms range from 12 to 180 months. The following is a schedule by years of future minimum rental payments required under the operating leases as of September 30, 2015:

Year Ending September 30,		
2016	$	2,263
2017		1,685
2018		1,168
2019		610
2020		83
Total Minimum Payments Required	$	5,809

Total rental expense for the year was $2,944,785.

The Fort Worth Sports Authority entered into a purchase contract to purchase the Texas Motor Speedway. Annual payments consist of a percentage of the tax increment revenues from Tax Increment Reinvestment Zone #2A and an additional percentage of tax increment revenues conditional upon the Texas Motor Speedway's contribution to economic development. The Fort Worth Sports Authority is obligated for tax increment revenues collected through 2026, with the total purchase price not to exceed $20,000,000. The original contract was payable solely from the incremental taxes. Incremental taxes were projected to produce 100 percent of the debt service requirements over the life of the contract. Total principal remaining on the contract is $2,495,000, payable through 2026. In Fiscal Year 2009, the City entered into an agreement with Texas Motor Speedway Corp. concerning gas bonus and lease revenues related to the racetrack. The agreement stated that upon the corporation initiating a gas lease agreement, the corporation would use this revenue to offset the amount the City owed for the racetrack. The gas lease agreement was entered into during Fiscal Year 2012 and in accordance with this agreement, Tax Increment Reinvestment Zone #2A debt payments are reduced to $90,000 per year until the purchase contract is complete. The Texas Motor Speedway also has an agreement with Fort Worth Sports Authority to lease back the facility for $50,000 to $100,000 annually over the 30 year lease. The lease term extends to 2026 with renewal options for an additional 10 years. The lease is accounted for by the City as an operating lease.

The Lone Star Local Government Corporation (a blended component unit) entered into an agreement with Cabela's to finance a museum inside Cabela's Fort Worth facility. Annual payments consist of property tax increment revenues from Tax Increment Reinvestment Zone #10. Lone Star Local Government Corporation is obligated for tax increment revenues collected through 2024, with the total principal payment price not to exceed $31,617,000. The contract is payable solely from the incremental taxes. Incremental taxes were projected to produce 100 percent of the debt service requirements over the life of the contract. Total principal and interest remaining on the contract is $31,617,000, payable through 2024. The interest rate for this agreement is 4.75 percent.

NOTE G: DEBT OBLIGATIONS (CONTINUED)

G.8. DEFEASANCE OF PRIOR DEBT

In prior years, the City defeased certain outstanding General Obligation, Certificates of Obligation, and Revenue Bonds by placing the proceeds of new bonds in an irrevocable trust to provide for all future debt service payments of the old bonds. Accordingly, the trust accounts and the defeased bonds are not included in the City's financial statements.

At September 30, 2015, the following outstanding bonds are considered defeased:

General Obligation Bonds and Certificates of Obligation	$	145,675
Water and Sewer System Revenue Bonds		62,930
Bonds Defeased	$	208,605

G.9. DISCRETELY PRESENTED COMPONENT UNIT DEBT

On June 2, 2014, Terrell Homes, Ltd. (fiscal year ends December 31) obtained mortgage financing of $2,000,000 for permanent financing of properties. The mortgage bears an interest rate of 7.0 percent. This mortgage requires monthly payments of principal and interest of $13,306 based on a thirty-year amortization period and matures on June 2, 2029, at which time the entire unpaid principal balance and accrued interest will become due and payable.

In 2013, Terrell Homes, Ltd. entered into a loan agreement with the City of Fort Worth for $900,000 for the construction of the Project. The loan has a 20-year term. The loan bears a fixed interest rate of 1.0 percent. The loan will be repaid from available cash flow.

G.10. CONDUIT DEBT

On May 12, 2006, the Alliance Airport Authority, Inc. (the Authority), issued Special Facilities Revenue Refunding Bonds, Series 2006, in the amount of $245,150,000 to defease the Special Facilities Revenue Bonds, Series 1996. As of September 30, 2015, $245,150,000 is outstanding. The bonds do not constitute a debt of the Authority or of the City.

NOTE H: LANDFILL CLOSURE AND POSTCLOSURE CARE COSTS

State and federal laws and regulations require the City to place a final cover on its Southeast landfill site when it stops accepting waste and to perform certain maintenance and monitoring functions at the site for thirty years after closure. Although closure and postclosure care costs will be paid only near or after the date that the landfill stops accepting waste, the City reports a portion of these closure and postclosure care costs as an operating expense in each period based on landfill capacity used as of each Balance Sheet date. The City has contracted for the operations of the landfill, but the legal liability for closure and postclosure care costs remains with the City. The City is required by state and federal laws and regulations to provide financial assurance for closure and postclosure care. Annually, the City files a standby letter of credit with the state noting its compliance with these requirements.

The City reported $5,020,206 as landfill closure and postclosure care liability in the Solid Waste Fund at September 30, 2015. This represents the cumulative amount reported to date based on the use of 34.9 percent of the estimated current permitted capacity of the landfill. The City will recognize the remaining estimated cost of closure and postclosure care of $9,352,260 as the remaining estimated capacity is filled. The City expects to close the landfill in 30 years from the end of the current fiscal year, or the year 2045. The total closure and postclosure cost is an estimate and is subject to changes resulting from inflation, deflation, technology changes, or changes in applicable laws and regulations.

Furthermore, at September 30, 2015, the City reported cash and cash equivalents of $807,109 as restricted assets for closure and postclosure care and has $4,213,097 in a trust instrument for these costs provided from its contractor (Allied Waste, Inc.). The City expects that future closure and postclosure care costs and inflation costs will be completely covered by the trust instrument, in accordance with the contractual agreement with Allied Waste, Inc. Allied will operate and close the landfill once it has reached capacity, and maintain and monitor the landfill during the postclosure care period.

NOTE I: D/FW INTERNATIONAL AIRPORT

The Dallas/Fort Worth International Airport (Airport) is a local government entity located between the cities of Fort Worth and Dallas (Cities). The Airport's Board of Directors (the Board) comprises 12 members, 11 of whom are appointed by the city councils of the Airport's owner cities. Seven represent the City of Dallas and four represent the City of Fort Worth, in accordance with each city's ownership interest in the Airport. In order to facilitate communication between and among the Airport and its neighbors, a 12th, non-voting board position representing one of the Airport's four neighboring cities—Irving, Grapevine, Euless and Coppell—is filled on an annual, rotating basis. The Board must submit an expenditure budget for each fiscal year to the City Manager of each city by July 15th. The governing body of each city must approve the budget by September 1.

Joint Revenue Bonds were issued to construct the Airport. Outstanding debt and related debt service are accounted for by the Dallas/Fort Worth International Airport. The current portion of the Joint Revenue Bonds payable totaled $86,785,000 and the long-term portion was $6,539,465,000 as of September 30, 2015.

The following condensed financial information has been taken from the Airport's September 30, 2015, financial statements:

Total Assets	$ 7,448,455
Deferred Outflows of Resources	31,724
Total Asset and Deferred Outflows of Resources	7,480,179
Total Liabilities	7,101,153
Deferred Inflows of Resources	3,605
Total Liabilities and Deferred Inflows of Resources	7,104,758
Net Position	$ 375,421
Operating Revenues	$ 679,240
Operating (Expenses)	(702,140)
Non-Operating Revenues (Expenses)	(98,095)
Capital Contributions	13,773
Special Item	(41,761)
Change in Accounting Principle	(176,548)
Change in Net Position	$ (325,531)

The Cities have executed covenants individually, by ordinance, to levy a maintenance tax if necessary to assure that the Airport will be efficiently operated and maintained. The amount of such tax is limited for each city in its respective ratio to the lesser of 5 cents per one hundred dollars of assessed valuation of the property in each city or the amount of the maintenance tax required. The Airport Board has entered into agreements with air carriers and other parties utilizing the Airport which provide for adjustments to rentals, fees and other charges which management believes preclude the need for a maintenance tax. To date, no maintenance tax has been levied by the Cities.

Financial statements of the Airport are not included in the City's financial statements because the Airport is not under the sole control of the Fort Worth City Council. Separate audited financial statements, which are publicly available, can be obtained by contacting the Airport at 3200 East Airfield Drive, P.O. Box 619428, DFW Airport, Texas 75261.

NOTE J: EMPLOYEES' RETIREMENT PLAN OF THE CITY OF FORT WORTH, TEXAS

Plan Description

The Employees' Retirement Fund of the City of Fort Worth (the "Retirement Fund") is comprised of two separate defined benefit plans for membership purposes: the City of Fort Worth employees benefit plan (the "City Plan" or the "Plan") and the Retirement Fund employees plan (the "Staff Plan"). The Retirement Fund and City Plan were established by City Ordinance on September 12, 1945. The Staff Plan was established through Administrative Rules in 2007 and both plans are governed by State statute (Vernon's Civil Statutes, Title 109, Article 6243i) effective June 15, 2007. The assets of the City Plan are commingled for investment purposes with the assets of the Staff Plan of the Employees' Retirement Fund, and both plans are administered by the thirteen member Retirement Fund Board of Trustees (Board). Each plan has a separate actuarial valuation completed annually to determine the respective funded status based on current and projected assets and liabilities. All further references to the Plan and information provided about the City Plan are strictly limited to information about the City employees.

The City Plan provides retirement, disability and death benefits to all employees of the City, except elected officers and non-salaried appointed members of administrative boards and commissions, part-time, temporary and contract employees, and employees paid in part by another governmental agency. The City Plan is established under the legal authority of the State of Texas, and it is administered by the Board. The authority to define or amend employer and employee contribution rates or benefits is given to the Fort Worth City Council (City Council).

The City Plan issues separate audited financial statements that are publicly available. These statements can be obtained by contacting the Plan at 3801 Hulen Street, Suite 101, Fort Worth, Texas 76107.

The City has received a favorable letter of determination from the Internal Revenue Service that its Plan is qualified under Section 401(a) of the Internal Revenue Code.

Effective June 15, 2007, Article 6243i of the Texas Revised Civil Statutes (Article 6243i) changed the structure of the Board and how benefits could be changed by the plan sponsor. Article 6243i also permitted the Board to create administrative rules that govern the City Plan. The administrative rules govern the administration and benefits of the City Plan. The Board may change the administrative operation of the City Plan without the City's approval, while any increases to the benefit structure must be approved by the City, following an actuarial assessment. A reduction in benefits must be proposed by the City, and the City must notify the Board 90 days in advance of such benefit reduction.

As of January 1, 2014, the Plan's membership consisted of the following members (numbers in the following table are not in thousands):

Employees covered by benefit terms:

Pension plan membership consisted of the following:	January 1, 2014
Inactive employees or beneficiaries currently receiving benefits	3,820
Inactive employees entitled to, but not yet receiving benefits	296
Total Inactive Members	4,116
Active members	6,199
Total	10,315

NOTE J: EMPLOYEES' RETIREMENT PLAN OF THE CITY OF FORT WORTH, TEXAS (CONTINUED)

Actuarial valuations are completed on a calendar year basis, and census data was not collected as of September 30, 2014 (measurement date). It is assumed that the population remains constant between December 31 and September 30.

Contributions: The City contributes 19.74% of retirement-eligible wages to the Employees' Retirement Fund for Municipal and Firefighter employees, and 20.46% for Police Officers. Municipal and Firefighter employees contribute 8.25% of retirement-eligible wages, and Police Officers contribute 8.73%.

Summary of Plan Provisions

This exhibit summarizes the major provisions of the City Plan. It is not intended to be, nor should it be interpreted as, a complete statement of all provisions.

Plan Year: **Fiscal Year:** **Plan Status:**	*January 1 through December 31* *October 1 through September 30* *Ongoing*
Categories of Employees: *Tier I* Tier II	 *Municipal Employees hired prior to July 1, 2011* *Police Officers hired prior to January 1, 2013* *Firefighters hired prior to January 10, 2015* *Municipal Employees hired on or after July 1, 2011* *Police Officers hired on or after January 1, 2013* *Firefighters hired on or after January 10, 2015*
Categories of Benefits/Service: *Blue* *Orange*	 *Earned prior to October 1, 2013 for Tier I Municipal Employees and Police Officers* *Earned prior to January 10, 2015 for Tier I Firefighters* *Earned on or after October 1, 2013 for Tier I Municipal Employees and Police Officers* *Earned on or after January 10, 2015 for Tier I Firefighters* *All service for Tier II Employees*
Normal Retirement: *Age and Service Requirements* *Amount* *Final Average Compensation*	 *Age 65 and five years of Credited Service, or age plus years of Credited Service equal to 80 points ("Rule of 80"). Tier II Municipal Employees have a minimum retirement age of 55.* *Police Officers are also eligible at any age with 25 years of Credited Service.* 3.00% of Final Average Compensation multiplied by years of Blue Credited Service plus *2.50% of Final Average Compensation multiplied by years of Orange Credited Service* Blue: Average of member's highest three calendar years' earnings, including overtime Orange: Average of member's highest five calendar years' earnings, excluding overtime except for "built-in" overtime for Firefighters on 56-hour schedules
Early Retirement: *Age and Service Requirements* *Amount* *Reduction*	 *Age 50 (Age 55 for Tier II Municipal Employees) and five years of Credited Service* 2.75% of Final Average Compensation multiplied by years of Blue Credited Service plus *2.25% of Final Average Compensation multiplied by years of Orange Credited Service* *5/12% for each month the commencement date proceeds the member's projected Normal Retirement date*

NOTE J: EMPLOYEES' RETIREMENT PLAN OF THE CITY OF FORT WORTH, TEXAS (CONTINUED)

Disability (in the line of duty):	
Age and Service Requirements	*None*
Amount	Tier I: 2.75% of Final Average Compensation multiplied by total years of Credited *Service projected to member's Normal Retirement date* Tier II: 2.25% of Final Average Compensation multiplied by total years of Credited *Service projected to member's Normal Retirement date*
Minimum	*$250 per month*
Disability (not in the line of duty):	
Age and Service Requirements	*Five years of credited service*
Amount	2.75% of Final Average Compensation multiplied by years of Blue Credited Service plus *2.25% of Final Average Compensation multiplied by years of Orange Credited Service*
Minimum	*None*
Vesting:	
Age Requirement	*None*
Service Requirement	*Five years of Credited Service*
Amount	*Normal pension accrued, based on Credited Service at termination*
Normal Retirement Age	*Age 65, or age plus years of Credited Service projected to Normal Retirement date equal to 80 points*
Termination Benefits:	
Age & Service Requirement	*None*
Amount	*A member with fewer than five years of Credited Service who withdraws from the plan is eligible to receive a refund of contributions accumulated with 5.25% interest, compounded annually while an active member. A member who terminates with five or more years of Credited Service is entitled to a Vested Pension, but may receive a refund of contributions with 5.25% interest, compounded annually while an active member, instead of the Vested Pension.*
Spouse's Pre-Retirement Death Benefit (death in the line of duty):	
Age & Service Requirement	*None*
Amount	Tier I: 75% of the Normal Retirement benefit, based on a 3.00% multiplier and with *years of Credited Service projected to the member's Normal Retirement date.* Tier II: 75% of the Normal Retirement benefit, based on a 2.50% multiplier and with years of Credited Service projected to the member's Normal Retirement date.
Minimum	*$250 per month*
Child Benefits	*Each dependent child under 18 receives $100 per month; if there is no surviving spouse, the children share equally in the 75% survivor amount (not less than $250 per child)*

NOTE J: EMPLOYEES' RETIREMENT PLAN OF THE CITY OF FORT WORTH, TEXAS (CONTINUED)

Spouse's Pre-Retirement Death Benefit (death not in the line of duty):	
Age & Service Requirement	*Five years of Credited Service*
Amount	75% of the accrued benefit at death, calculated as 2.75% of Final Average Compensation *multiplied by years of Blue Credited Service plus 2.25% of the Final Average Compensation multiplied by years of Orange Credited Service*
Minimum	*$150 per month*
Child Benefits	*Each dependent child under 18 receives $100 per month; if there is no surviving spouse, the children share equally in the 75% survivor amount (not less than $150 per child)*
Post-Retirement Death Benefit:	*If married, pension benefits are paid in the form of a 75% joint and survivor annuity unless this form is rejected by the participant and spouse. For Tier II, the retirement benefit is actuarially reduced to reflect the joint and survivor coverage.*
Contributions:	
Member contributions	*8.25% of retirement-eligible compensation for Municipal Employees and Firefighters* *8.73% of retirement-eligible compensation for Police Officers*
City contributions:	*19.74% of retirement-eligible compensation for Municipal Employees and Firefighters* *20.46% of retirement-eligible compensation for Police Officers* *The City contributes on overtime earnings for Tier I employees. Employees do not contribute on overtime, except for Tier I firefighters who contribute on built-in overtime only.*
Overtime Contribution Account:	*Only available for Municipal Employees hired after July 1, 2011, and prior to January 1, 2013. Member contributions made for overtime worked in that period are credited to the Overtime Contribution Account. Upon retirement, the member is entitled to a refund of this account with 5.25% interest, compounded annually. The City will match 100% of the balance of the account.*

NOTE J: EMPLOYEES' RETIREMENT PLAN OF THE CITY OF FORT WORTH, TEXAS (CONTINUED)

Cost-of-Living Adjustments (COLA)

Ad-Hoc COLA Program

In general, pensioners and vested members who elected the Ad-Hoc COLA Program, nonvested members as of January 1, 2008, and Tier I members who were hired after January 1, 2008 are participants in the Ad-Hoc COLA program. However, a one-time election was available to Ad-Hoc COLA program participants to switch to a 2% guaranteed COLA. The election window for Municipal Employees, Police Officers and Firefighters not included in the 2010 bargaining agreement was in the fourth quarter of 2013. The election window for remaining Firefighters was in the fourth quarter of 2014.

Participants in the program who retire prior to September 30 of the preceding year may receive a compound COLA on Blue service benefits. The amount of the COLA is determined based on the prior year's valuation results. The initial COLA percentage is determined by selecting the appropriate percentage from the following table based on the Fund's Funding Period:

Tier	Funding Period	COLA Percentage Increase
#1	28.1 or greater	0.0%
#2	24.1 to 28.0	2.0%
#3	18.1 to 24.0	3.0%
#4	18.0 or less	4.0%

Next, the initial COLA percentage is applied to the benefits of the participants of the program to determine the increase in the liability. Using the new liability the Funding Period is re-calculated. If the tier of the Funding Period does not change, then the initial COLA percentage will be the proposed percentage for the following January 1. However, if the tier does change, then the COLA percentage is changed to the percentage shown in the new tier. Then the liability and Funding period are recalculated to check that the tier does not change. This process is repeated until the proposed COLA percentage does not change the Tier of the Funding Period.

2.0% Guaranteed

Vested members hired before January 1, 2008, who elected the 2% Guaranteed COLA, and also those who elected to opt out of the Ad-Hoc COLA program, receive a simple COLA of 2% of their Base Pension Amount every January 1. All Orange service benefits of Tier I employees also receive a 2% simple COLA.

None

Tier II participants are not eligible for a COLA.

Deferred Retirement Option Program (DROP):

Eligibility

Participants eligible for Normal Retirement may elect to enroll in DROP.

DROP Enrollment

A member may participate in DROP for up to 60 months. There is no minimum length of time a member must stay in the DROP. A member who elects a DROP must stay in the DROP for at least two years to be eligible for a retroactive cost-of-living increase at the time of actual retirement.

Amount

Enrollment in DROP freezes a member's Credited Service and Final Average Compensation for purposes of calculating the monthly retirement benefit. The DROP provides a lump sum payment for the number of months enrolled based on the monthly annuity calculated at the member's DROP enrollment date.

Contributions

Member and employer contributions continue during the DROP period but are not credited to the member's DROP account.

NOTE J: EMPLOYEES' RETIREMENT PLAN OF THE CITY OF FORT WORTH, TEXAS (CONTINUED)

Changes in Plan Provisions:	*Included for the first time in this valuation are plan changes that apply to Firefighters.* *The benefits for individuals hired before January 10, 2015 are now bifurcated, with the prior formula applying to pre-January 10, 2015 service, and the new provisions (shown below) applying to service earned on or after January 10, 2015:* *1. The Final Average Compensation is changed from the highest three years to the highest five years.* *2. Overtime earnings (other than built-in overtime) are eliminated from the Final Average Compensation for determining benefits, and employees no longer contribute on those earnings. (The City continues to contribute on overtime.)* *3. The multiplier is lowered to 2.50% for standard pension benefits and to 2.25% for non-duty death, non-duty disability, and early retirement benefits.* *4. The benefit earned on or after January 10, 2015 is subject to an annual 2.00% simple post-retirement cost-of-living adjustment (COLA).* *5. The impact from changes in the plan to the NPL is $110.2 million. Refer to the Employees' Retirement Fund - Schedule of Changes in Net Pension Liability - Last Ten Years found in the Required Supplementary Information section.*

If a member continues to work after the normal retirement date, the member is required to make contributions to the Plan until the date of actual retirement. Members continue to accrue credited service until they retire.

In September 2007, the Board voted to allow multiple payment options for members that entered the Deferred Retirement Option Program (DROP). Members must select from the following options upon retirement for their DROP balances:

- A total or partial distribution of their DROP balance made directly to the member or via a rollover to a qualified plan or IRA.
- Annuitize a partial amount or the full amount into a monthly annuity. Annuity payments are determined using the actuarial assumptions for the plan at the time of the annuity selection and the member's demographics. If an annuity is selected the DROP balance is no longer available to the member and the monthly annuity is added to the member's monthly pension benefit.
- Leave the total balance or the remaining balance, after selecting one of the above options, with the City Plan. The member earns the same gains and losses as the City Plan. When selecting this option the member may elect to receive monthly payments from the Plan or receive up to two lump-sum payments per year. All distributions made to the member are deducted from their DROP balance until the full amount (inclusive of gains and losses from the Plan investment performance) has been distributed to the member.

NOTE J: EMPLOYEES' RETIREMENT PLAN OF THE CITY OF FORT WORTH, TEXAS (CONTINUED)

Obligation to Contribute to the Plan

The City contributes to the City Plan an amount equal to 19.74% (20.46% for sworn police officers) of the retirement eligible earnings of members. The City Council, through its budget appropriation, has the right to contribute an additional amount over and above the members' contributions, in accordance with state law, plus the cost of administration of the City Plan. No additional contributions were made during FY2015. Eligible Employees of the City, as a condition of employment, commencing on the effective date of their membership in the Plan, shall contribute 8.25% (8.73% for sworn police officers) of their eligible earnings to the Plan until the date of their actual retirement or earlier termination of employment. The employer and employee contribution rates are not used when the actuary determines the annual required contributions to the City Plan.

Funding Policy

The Plan's actuary conducts an annual valuation for each plan to determine the adequacy of the current employer contribution rates, to describe the current financial condition of the plans, and to analyze changes in the Plan's condition. The City contributes approximately equal to the actuarially determined pension cost for the year. The significant actuarial assumptions used to compute the actuarially determined contribution requirement are the same as those used to compute the actuarial accrued liability. Employer contributions are generally made annually and recognized as additions in the period in which employee services are performed. The City's actuarially determined contribution, contributions, and contribution rates are as follows:

Year Ended September 30,	Actuarially Determined Contributions	Contributions in Relation to the Actuarially Determined Contributions	Contribution Deficiency	Covered-Employee Payroll	Contributions as a Percentage of Covered Employee Payroll
2014	$ 82,938	$ 78,165	$ 4,773	$ 397,886	19.6%

NOTE J: EMPLOYEES' RETIREMENT PLAN OF THE CITY OF FORT WORTH, TEXAS (CONTINUED)

Actuarial Methods and Assumptions

The following are the significant actuarial assumptions used for the January 1, 2014, actuarial valuation:

Valuation date	*January 1, 2014*
Methods and used assumptions to determine contribution rates:	
Actuarial cost method	*Entry age*
Amortization method	*Level percent of covered payroll, open*
Remaining amortization period	*30 years remaining as of January 1, 2014*
Asset valuation method	*Market value of assets less unrecognized returns in each of the last five years. Unrecognized return is equal to the difference between the actual market return and the expected return on the market value, and is recognized over a five-year period, further adjusted, if necessary, to be within 20% of the market value.*
Actuarial assumptions:	
Investment rate of return	*8.00% (8.14% for determining the blended interest rate, to account for an explicit administrative expense assumption)*
Inflation rate	*3.00%*
Projected salary increases	*3.50% - 18.00%*
Cost-of-living adjustments	*2.00%**
Payroll growth rate	*3.25% per annum, used to amortize unfunded actuarial accrued liabilities*
Administrative expenses	*$2.5 million, increasing 3% annually. An additional $2.0 million is added for the first two fiscal years, to account for the implementation of new administrative software by the Plan.*
Retirement rates	*The retirement rates were set by the Fund's actuary based on a study of experience for 2010-2012. The Municipal and Fire rates are age-related, while the Police rates are service-based. Municipal employees have some assumed probability of retirement prior to eligibility for an unreduced pension, whereas the public safety employees are assumed to wait until full benefits are payable. The weighted average assumed retirement age for Municipal employees is 61.2; the age for Firefighters is 57.8, and the age for Police Officers is 56.1 (28.6 years of service). The weighted average retirement age for each participant is calculated as the sum of the product of each potential current or future retirement age times the probability of surviving from current age to that age and then retiring at that age, assuming no other decrements. The overall weighted retirement age is the average of the individual retirement ages based on all the active participants included in the December 31, 2014 actuarial valuation.*
Mortality	*Healthy mortality rates were based on the sex-distinct RP-2000 Combined Healthy Mortality Table, set forward one year, and adjusted using generational projection under Scale AA to reflect future mortality improvement. Disabled mortality rates were based on the sex-distinct RP-2000 Disabled Retiree Mortality Table, reduced by 20% for males and loaded by 50% for females, and adjusted using generational projection under Scale AA.*

**2% cost-of-living adjustment (COLA) is assumed for members receiving the guaranteed COLA and for benefits accrued on or after October 1, 2013, by Municipal employees hired prior to July 1, 2011, and Police employees hired prior to January 1, 2013. Future COLAs are assumed for members participating in the ad-hoc COLA program beginning in 2031, at a rate of 2% per year compounded. (Prior to 2031, no ad-hoc COLAs are anticipated)*

NOTE J: EMPLOYEES' RETIREMENT PLAN OF THE CITY OF FORT WORTH, TEXAS (CONTINUED)

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. Best estimates of arithmetic real rates of return for each major asset class included in the pension plan's target asset allocation as of September 30, 2014, are summarized in the following table:

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return
Domestic equity	15%	5.40%
International equity	15%	6.15%
Fixed income	18%	1.46%
Real return	10%	3.50%
Real estate	13%	6.50%
Absolute return	19%	4.25%
Private equity	9%	9.25%
Cash	1%	-0.25%
Total	100%	

Discount rate: The blended discount rate used to measure the total pension liability is 6.98%. The projection of cash flows used to determine the discount rate assumed City and plan member contributions will be made at the current contribution rates: 19.74% from the City and 8.25% from the members for Municipal and Firefighter employees, and 20.46% from the City and 8.73% from the members for Police Officers. The City is assumed to continue to contribute for current employees on total pay, including overtime. Members are assumed to contribute as a percentage of base pay, excluding overtime. Based on these assumptions, the City Plan's fiduciary net position was not projected to be available to make all projected future benefit payments of current City Plan members. The long-term expected rate of return on City Plan investments was applied to the first 40 periods of projected benefit payments, a 4.11% municipal bond rate was applied to the next 25 years, and the long-term rate was again applied for all periods thereafter to determine the total pension liability. The 4.11% municipal bond rate was based on the S&P Municipal Bond 20-Year High Grade Index as of September 25, 2014.

Pension Expense for the year ended September 30, 2015, was as follows:

Service Cost	$	92,189
Interest on TPL		234,701
Employee Contributions		(31,929)
Administrative expenses		3,739
Other		131
Expected return on assets		(158,653)
Expensed portion of current year period differences between expected and actual experience in TPL		(17,825)
Current year plan changes		110,188
Expensed portion of current year period differences between projected and actual investment earnings		(268)
Total expense	$	232,273

NOTE J: EMPLOYEES' RETIREMENT PLAN OF THE CITY OF FORT WORTH, TEXAS (CONTINUED)

For the year ended September 30, 2015, the City reported the following Deferred Outflows of Resources, Deferred Inflows of Resources, and Net Pension Liability related to pensions. The following amounts have been allocated to Governmental Activities and Business-Type Activities on the Statement of Net Position, see the table below:

	Governmental Activities	Business-Type Activities	Total
Deferred Outflows of Resources			
Pension contributions made after the measurement date	$ 69,992	$ 10,679	$ 80,671
Deferred Inflows of Resources			
Differences between expected and actual experience	$ 77,459	$ 11,667	$ 89,126
Net difference between projected and actual earnings on pension plan investments	933	140	1,073
Total Deferred Inflows of Resources	$ 78,392	$ 11,807	$ 90,199
Net Pension Liability	$ 1,325,294	$ 203,805	$ 1,529,099

Amounts reported as Deferred Inflows of Resources related to pensions will be recognized in pension expense as follows:

					Deferred Outflows/(Inflows) Recognized in Future Years				
	Year Established	Outstanding Balance at October 1, 2014	Amount Recognized During FYE September 30, 2015	Outstanding Balance at September 30, 2015	2016	2017	2018	2019	2020
Fiscal Year Inflows									
Investment	2015	$ (1,342)	$ (268)	$ (1,074)	$ (268)	$ (268)	$ (268)	$ (268)	$ --
Demographic	2015	(106,951)	(17,825)	(89,126)	(17,825)	(17,825)	(17,825)	(17,825)	(17,825)
Total Inflows		(108,293)	(18,093)	(90,200)	(18,093)	(18,093)	(18,093)	(18,093)	(17,825)
Total		$ (108,293)	$ (18,093)	$ (90,200)	$ (18,093)	$ (18,093)	$ (18,093)	$ (18,093)	$ (17,825)

NOTE J: EMPLOYEES' RETIREMENT PLAN OF THE CITY OF FORT WORTH, TEXAS (CONTINUED)

J.1. Changes in Net Pension Liability

	Total Pension Liability (a)	Plan Fiduciary Net Position (b)	Net Pension Liability (a) - (b)
Balances at September 30, 2014	$ 3,441,706	$ 1,976,515	$ 1,465,191
Charges for the year:			
Service Cost	92,189	-	92,189
Interest	234,701	-	234,701
Change of benefit terms	110,188	-	110,188
Differences Between Expected and Actual Experience	(106,951)	-	(106,951)
Contributions - Employer	-	78,165	(78,165)
Contributions - Employee	-	31,929	(31,929)
Net Investment Income	-	159,994	(159,994)
Benefit Payments, Including Refunds of Employee Contributions	(161,159)	(161,159)	(0)
Administrative Expenses	-	(3,739)	3,739
Other Changes	-	(131)	131
Net Changes	168,968	105,060	63,908
Balances at September 30, 2015	$ 3,610,674	$ 2,081,575	$ 1,529,099

J.1.A. Sensitivity of the Net Pension Liability to Changes in the Discount Rate

The following presents the net pension liability of the City Plan, calculated using the discount rate of 6.98%, as well as what the City Plan's net pension liability would be if it were calculated using a discount rate that is one percentage-point lower (5.98%) or one percentage-point higher (7.98%) than the current rate:

1% Decrease (5.98%)	Current Discount Rate (6.98%)	1% Increase (7.98%)
$ 2,028,166	$ 1,529,099	$ 1,118,959

Note: The balances as of September 30, 2014 constitute measurements of the NPL for the fiscal year ended September 30, 2015.

NOTE K: EMPLOYEE BENEFITS

K.1. POSTEMPLOYMENT BENEFITS

Plan Descriptions

In addition to the pension benefits described in Note J, the City provides postemployment health care benefits, established under legal authority of the City Charter and administered by the City. The single employer plan coverage is offered to all employees who retire from the City in accordance with criteria listed in Note J. However, some retirees elect not to continue the health coverage during their retirement. Currently 2,850 (not in thousands) retirees and beneficiaries meet those eligibility requirements. The City also provides a $5,000 lump sum death benefit single-employer plan for beneficiaries of retired employees who retired on or after January 1, 1970. Neither of these plans issue stand-alone financial statements.

For those employees who terminate and are vested in the City's retirement plan, health care benefits may continue, until the employee retires, by paying the full cost of coverage. For all other employees who terminate without retirement, health care benefits continue for 30 days after termination. At that time the former employee has continuation rights to health insurance coverage under the Consolidated Omnibus Budget Reconciliation Act of 1985. In accordance with GASB Statement No. 45, *Accounting and Financial Reporting by Employers for Postemployment Benefits Other Than Pensions*, the City will perform actuarial studies each year. The actuarial information presented in the notes and in the required supplementary section represent the January 1, 2015, actuarial valuation.

Employees hired on or after January 1, 2009 are not eligible for a City of Fort Worth retiree premium subsidy but may enroll for coverage at retirement and pay full premium for coverage for themselves and eligible dependents.

Funding Policies

For the health care benefits and the death benefit, contractual requirements for the City are established and may be amended by the City Council. During FY2015, retirees' health insurance was provided with separate plan designs depending on whether the retiree was eligible for Medicare. The City paid for a major portion or all of the total health insurance cost for retirees depending on the retiree's date of employment or length of service and on the retiree's coverage election. The City paid 30 to 50 percent of the cost for coverage for dependents and surviving spouses eligible to participate in the group plan. The remainder of the premium was paid by the retirees for their dependents or by the surviving spouse. Expenditures for postemployment health care are recognized as claims or premiums when paid. During FY2015, the cost for health care benefits for retirees, dependents, and surviving spouses was $19,778,000. For FY2015, death benefit payments totaled $480,000.

NOTE K: EMPLOYEE BENEFITS (CONTINUED)

K.1. POSTEMPLOYMENT BENEFITS (CONTINUED)

Annual OPEB Costs

The City's annual other postemployment benefit (OPEB) cost (expense) for each plan is calculated based on the annual required contribution of the employer (ARC), an amount actuarially determined in accordance with the parameters of GASB Statement No. 45. The ARC represents a level of funding that, if paid on an ongoing basis, is projected to cover normal cost each year and to amortize any unfunded actuarial liabilities (or funding excess) over a period not to exceed thirty years. The City's annual OPEB cost for fiscal years ended September 30, 2013, September 30, 2014, and September 30, 2015, and the related information for each plan, are shown below:

Funding Policy and Annual OPEB Cost	Healthcare			Death Benefit		
Contribution Rates						
City	33% - 100% *			100%		
Plan Members	0% - 67% *			N/A		
	9/30/2013	**9/30/2014**	**9/30/2015**	**9/30/2013**	**9/30/2014**	**9/30/2015**
Annual Required Contribution	$ 98,334	$ 88,405	$ 75,983	$ 943	$ 916	$ 795
Interest on Net OPEB Obligation	16,249	18,545	20,252	164	192	216
Adjustment to Annual Required Contribution	(23,198)	(25,433)	(27,775)	(234)	(264)	(296)
Annual OPEB Cost (Expense)	91,385	81,517	68,460	873	844	715
Contributions Made	(35,433)	(40,595)	(32,076)	(370)	(608)	(444)
Increase in Net OPEB Obligation	55,952	40,922	36,384	503	236	271
Net OPEB Obligation, Beginning of Year	394,908	450,860	491,782	5,453	5,956	6,192
Net OPEB Obligation, End of Year	$ 450,860	$ 491,782	$ 528,166	$ 5,956	$ 6,192	$ 6,463
Percentage of Annual OPEB Cost Contributed	38.8 %	49.8 %	46.9 %	42.4 %	72.0 %	62.1 %
Percentage of Annual Required Contribution Contributed	36.0 %	45.9 %	42.2 %	39.2 %	66.4 %	55.8 %

** - The percentage paid by the City varies based on years of service.*

At September 30, 2015, the total liability of $534,629,000 for net OPEB obligation was $464,788,000 for governmental activities and $69,841,000 for business-type activities. The employer's required contribution rate as a percentage of payroll for FY2015 was 18.7%.

NOTE K: EMPLOYEE BENEFITS (CONTINUED)

K.1. POSTEMPLOYMENT BENEFITS (CONTINUED)

Funded Status and Funding Progress

The funded status of the Plan as of January 1, 2015, was as follows:

	Healthcare	Death Benefit
Actuarial Accrued Liability (a)	$ 821,619	$ 8,743
Actuarial Value of Plan Assets (b)	55,626	-
Unfunded Actuarial Accrued Liability (a) – (b)	$ 765,993	$ 8,743
Funded Ratio (b) / (a)	6.8 %	0.0 %
Covered Payroll (c)	$ 411,647	$ 411,647
Unfunded Actuarial Accrued Liability as a Percentage of Covered Payroll ([(a) – (b)] / (c))	186 %	2 %

Actuarial valuations involve estimates of the value of reported amounts and assumptions about the probability of events in the future. Amounts determined regarding the funded status of the Plan and the annual required contributions of the employer are subject to continual revision as actual results are compared to past expectations and new estimates are made about the future. The required schedule of funding progress presented as required supplementary information provides multiyear trend information that shows whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liability for benefits.

Actuarial Methods and Assumptions

Projections of benefits are based on the substantive plan (the Plan as understood by the employer and Plan members) and include the types of benefits in force at the valuation date and the pattern of sharing benefit costs between the City and the Plan members to that point. Actuarial calculations reflect a long-term perspective and employ methods and assumptions that are designed to reduce short-term volatility in actuarial accrued liabilities and the actuarial value of assets.

Significant methods and assumptions were as follows:

	Healthcare	Death Benefit
Actuarial Valuation Date	*1/1/2015*	*1/1/2015*
Actuarial Cost Method	*Projected Unit Credit*	*Projected Unit Credit*
Amortization Method	*Open, Level Dollar*	*Open, Level Dollar*
Remaining Amortization Period	*30*	*30*
Asset Valuation Method	*Market Value*	*Market Value*
Actuarial Assumptions:		
Discount Rate	*4.1%*	*4.1%*
Healthcare Cost Trend Rate	*8.5%*	*N/A*
Healthcare Inflation Rate	*3%*	*N/A*

The discount rate of 4.1% is based on a weighted average of the estimated return on Plan assets of 6% and the estimated return on the City's general investments of 4%.

NOTE K: EMPLOYEE BENEFITS (CONTINUED)

K.2. DEFERRED COMPENSATION PLAN

The City offers its employees a Deferred Compensation Plan (DCP) created in accordance with Internal Revenue Code Section 457. The City's DCP is administered by the Teachers Insurance and Annuity Association - College Retirement Equities Fund (TIAA-CREF). In 1997, the City implemented the requirements of GASB Statement No. 32, *Accounting and Reporting for Internal Revenue Code Section 457 Deferred Compensation Plans*. In accordance with this statement and recent tax law changes, the City amended its trust agreements, which establish that all assets and income of the trust are for the exclusive benefit of eligible employees and their beneficiaries. Due to the implementation of these changes, the City does not have any fiduciary responsibility or administrative duties relating to the DCP other than remitting employees' contributions to the trustees. Accordingly, the City has not presented the assets and liabilities from the DCP in these basic financial statements. Deferred compensation investments are held by outside trustees. The City's DCP investments include mutual funds whose focus is on stocks, bonds, treasury securities, money-market-type investments, or a combination of these. The City's DCP, available to all permanent City employees, permits them to defer income based upon guidelines published by the Internal Revenue Service. The deferred compensation is not available to employees until termination, retirement, death, or unforeseeable emergency.

NOTE L: COMMITMENTS AND CONTINGENCIES

The City has executed a long-term supply agreement with Tarrant Regional Water District (District) for all of its raw water needs whereby the City makes monthly payments to fund its water purchases. The FY2015 payments to the District under the agreement were $74,661,447. Future payments will be a direct result of future water usage.

The City is subject to extensive and rapidly changing Federal and State environmental regulations governing wastewater discharges, solid and hazardous waste management, and site remediation and restoration activities. The City's policy is to accrue environmental and related remediation costs when it is probable that a liability has been incurred and the amount can be reasonably estimated. As discussed in Note G.4., as of September 30, 2015, the City has recorded a pollution remediation liability of $7,166,000 in accordance with GASB Statement No. 49, *Reporting for Pollution Remediation Obligations*. No other liabilities have been specifically identified and no such costs have been accrued other than those disclosed.

The City has received Federal and State financial assistance in the form of grants and entitlements that are subject to review and audit by the grantor agencies. Such audits could result in requests for reimbursement by the grantor agency for expenditures disallowed under terms and conditions specified in the grant agreements. In the opinion of City management, such disallowances will not have a material impact on the financial statements.

The City has outstanding construction commitments of $87,082,197 as of September 30, 2015.

Various other claims and lawsuits are pending against the City. After consultation with legal counsel, the City had potential losses from pending litigation that are reasonably possible totaling $7,137,176 as of September 30, 2015.

On December 9, 2014, the City adopted a resolution committing an amount not to exceed $225,000,000 for the construction of a multipurpose arena at the intersection of Harley Avenue and Gendy Street (the Venue Project). Funding for the project will come from various revenue sources including admission tax, livestock facility use tax, parking tax, state and local taxes derived in accordance with Chapter 351 of Texas Tax Code and other revenue that the City determines appropriate. In FY2015, the City Council approved the issuance of up to $150,000,000 in refunding and improvement bonds. A portion of the bond issued will be used to extend the terms for certain Public-Events related debt to make hotel occupancy tax receipts available for use in the Venue Project Fund until other revenue streams become available. It is anticipated that the Venue taxes will begin being assessed and provide a source of revenue for planned debt issues in FY2020.

Until FY2020, local hotel occupancy tax revenue from the Culture and Tourism Fund is projected to be available as follows to transfer to the Venue Project Fund to accumulate reserves, cash-fund certain project obligations, and service future debt issues associated with the project as follows:

FY2015	$2,600,000*
FY2016	$1,300,000
FY2017	$1,800,000
FY2018	$3,000,000
FY2019	$3,200,000

**Actual transfer made in FY2015, see Note C.4.*

NOTE M: SEGMENT FINANCIAL INFORMATION

Segment financial information for the City's Municipal Parking Fund is presented below:

Municipal Parking Fund		
Condensed Schedule of Net Position		
Assets		
Current Assets	$	1,501
Other Assets		2,867
Capital Assets		49,427
Deferred Outflows of Resources		95
Total Assets and Deferred Outflows of Resources		53,890
Liabilities		
Other Current Liabilities		2,166
Other Noncurrent Liabilities		45,561
Total Liabilities		47,727
Deferred Inflows of Resources		106
Net Position		
Net Investment in Capital Assets		5,562
Restricted		376
Unrestricted		119
Total Net Position	$	6,057
Condensed Schedule of Revenues, Expenses, and Changes in Net Position		
Operating Revenues	$	7,315
Depreciation Expense		1,812
Other Operating Expenses		3,140
Operating Income (Loss)		2,363
Nonoperating Revenues (Expenses):		
Investment Income		29
Interest and Service Charges		(2,424)
Other Nonoperating Revenues (Expenses)		(226)
Transfers Out		(30)
Change in Net Position		(288)
Restatement (Note A.16.)		(1,748)
Beginning Net Position		8,093
Ending Net Position	$	6,057
Condensed Schedule of Cash Flows		
Net Cash Provided (Used) by:		
Operating Activities		4,260
Noncapital Financing Activities		(30)
Capital and Related Financing Activities		(4,438)
Investing Activities		25
Net Increase (Decrease)		(183)
Beginning Cash and Cash Equivalents		4,402
Ending Cash and Cash Equivalents	$	4,219

NOTE N: SUBSEQUENT EVENTS

On December 8, 2015, the City issued Water and Sewer System Revenue Bond, Series 2015B (SWIFT Program), for the amount of $13,000,000 to be used for providing the first of the two-part subsidized financing for implementation of the multi-phase Advanced Metering Infrastructure (AMI) Project along with an automated leak detection system. The planned project comes under the authority of Texas Water Development Board's State Water Implementation Revenue Fund for Texas (SWIFT) Program, which provides low-cost financial assistance for eligible projects.

Subsequent to year end, the City was notified that its workers' compensation reinsurer for claims outstanding for FY2003 might potentially file for bankruptcy. As of the date of the Financial Statements, the City was aware of one outstanding claim for FY2003 that was covered by the reinsurer. On December 22, 2015, the City the Insurance Company signed a Commutation Agreement in the amount of $5,200,000 to cover the remaining claim. The City is not able to determine at this point whether the settlement will be sufficient to cover all subsequent payments needed for the claim.

On February 18, 2016, the City drew down the 44th installment on the Water and Sewer System Revenue Bonds, Series 2010A in the amount of $125,000. See Note G for interest and maturity date information.

NOTE O: NEW ACCOUNTING STANDARDS

In February 2015, GASB issued Statement No. 72, *Fair Value Measurement and Application*. This Statement addresses the accounting and financial reporting issues related to fair value measurements, and will provide guidance for determining and applying fair value measurements to certain investments and disclosures. This Statement is effective for the City's financial periods beginning October 1, 2015.

In June 2015, GASB issued Statement No. 73, *Accounting and Financial Reporting for Pensions and Related Assets That Are Not within the Scope of GASB Statement 68, and Amendments to Certain Provisions of GASB Statements 67 and 68*. This Statement establishes requirements for defined benefit pensions that are not within the scope of Statement No. 68, Accounting and Financial Reporting for Pensions, as well as for the assets accumulated for purposes of providing those pensions. In addition, it establishes requirements for defined contribution pensions that are not within the scope of Statement 68. It also amends certain provisions of Statement No. 67, Financial Reporting for Pension Plans, and Statement 68 for pension plans and pensions that are within their respective scopes. This Statement is effective for the City's financial periods beginning October 1, 2016.

In June 2015, GASB issued Statement No. 74, *Financial Reporting for Postemployment Benefit Plans Other Than Pension Plans*. This Statement replaces Statements No. 43, *Financial Reporting for Postemployment Benefit Plans Other Than Pension Plans*, as amended, and No. 57, *OPEB Measurements by Agent Employers and Agent Multiple-Employer Plans*. It also includes requirements for defined contribution OPEB plans that replace the requirements for those OPEB plans in Statement No. 25, *Financial Reporting for Defined Benefit Pension Plans and Note Disclosures for Defined Contribution Plans*, as amended, Statement 43, and Statement No. 50, *Pension Disclosures*. This Statement is effective for the City's financial periods beginning October 1, 2016.

In June 2015, GASB issued Statement No. 75, *Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions*. This Statement replaces the requirements of Statements No. 45, *Accounting and Financial Reporting by Employers for Postemployment Benefits Other Than Pensions*, as amended, and No. 57, *OPEB Measurements by Agent Employers and Agent Multiple-Employer Plans*, for OPEB. The purpose of this Statement is to improve accounting and financial reporting by state and local governments for postemployment benefits other than pensions. Information provided by state and local governmental employers about financial support for OPEB that is provided by other entities will also be improved. This Statement is effective for the City's financial periods beginning October 1, 2017.

NOTE O: NEW ACCOUNTING STANDARDS (CONTINUED)

In June 2015, GASB issued Statement No. 76, *The Hierarchy of Generally Accepted Accounting Principles for State and Local Government*. This Statement supersedes Statement No. 55, *The Hierarchy of Generally Accepted Accounting Principles for State and Local Governments*. The objective of this Statement is to identify—in the context of the current governmental financial reporting environment—the hierarchy of generally accepted accounting principles (GAAP). The "GAAP hierarchy" consists of the sources of accounting principles used to prepare financial statements of state and local governmental entities in conformity with GAAP and the framework for selecting those principles. This Statement reduces the GAAP hierarchy to two categories of authoritative GAAP and addresses the use of authoritative and nonauthoritative literature in the event that the accounting treatment for a transaction or other event is not specified within a source of authoritative GAAP. This Statement is effective for the City's financial periods beginning October 1, 2015.

In August 2015, GASB issued Statement No. 77, *Tax Abatement Disclosures*. This Statement requires disclosure of tax abatement information about (1) a reporting government's own tax abatement agreements and (2) those that are entered into by other governments and that reduce the reporting government's tax revenues. This Statement requires governments that enter into tax abatement agreements to disclose the following information about the agreements:

- Brief descriptive information, such as the tax being abated, the authority under which tax abatements are provided, eligibility criteria, the mechanism by which taxes are abated, provisions for recapturing abated taxes, and the types of commitments made by tax abatement recipients;
- The gross dollar amount of taxes abated during the period; and
- Commitments made by a government, other than to abate taxes, as part of a tax abatement agreement.

This Statement is effective for the City's financial periods beginning October 1, 2016.

In December 2015, GASB issued Statement No. 78, *Pensions Provided through Certain Multiple-Employer Defined Benefit Pension Plans*. This Statement amends the scope and applicability of Statement 68 to exclude pensions provided to employees of state or local governmental employers through a cost-sharing multiple-employer defined benefit pension plan that (1) is not a state or local governmental pension plan, (2) is used to provide defined benefit pensions both to employees of state or local governmental employers and to employees of employers that are not state or local governmental employers, and (3) has no predominant state or local governmental employer (either individually or collectively with other state or local governmental employers that provide pensions through the pension plan). This Statement establishes requirements for recognition and measurement of pension expense, expenditures, and liabilities; note disclosures; and required supplementary information for pensions that have the characteristics described above. This Statement is effective for the City's financial periods beginning October 1, 2016.

NOTE O: NEW ACCOUNTING STANDARDS (CONTINUED)

In December 2015, GASB issued Statement No. 79, *Certain External Investment Pools and Pool Participants*. This Statement addresses accounting and financial reporting for certain external investment pools and pool participants. Specifically, it establishes criteria for an external investment pool to qualify for making the election to measure all of its investments at amortized cost for financial reporting purposes. An external investment pool qualifies for that reporting if it meets all of the applicable criteria established in this Statement. The specific criteria address (1) how the external investment pool transacts with participants; (2) requirements for portfolio maturity, quality, diversification, and liquidity; and (3) calculation and requirements of a shadow price. This Statement establishes additional note disclosure requirements for qualifying external investment pools that measure all of their investments at amortized cost for financial reporting purposes and for governments that participate in those pools. This Statement is effective for the City's financial periods beginning October 1, 2016.

In January 2016, GASB issued Statement No. 80, *Blending Requirements for Certain Component Units*. This Statement amends the blending requirements for certain component units and will provide clarification of the financial statement presentation of component units of all state and local governments. The additional criterion requires blending of a component unit incorporated as a not-for-profit corporation in which the primary government is the sole corporate member. The additional criterion does not apply to component units included in the financial reporting entity pursuant to the provisions of Statement No. 39. This Statement is effective for the City's financial periods beginning October 1, 2016.

The City has not finalized its determination of the effect that the implementation of these new accounting standards will have on the City's financial statements or disclosures, as of the date of this report.

REQUIRED SUPPLEMENTARY INFORMATION (UNAUDITED)

CITY OF FORT WORTH, TEXAS
REQUIRED SUPPLEMENTARY INFORMATION
BUDGETARY COMPARISON SCHEDULE - GENERAL FUND
FOR THE YEAR ENDED SEPTEMBER 30, 2015
(in 000's)
(Unaudited)

	Budgeted Amounts		Budgetary Basis	Variance with Final Budget - Positive
	Original	Final	Actual	(Negative)
Revenues and Other Financing Sources:				
Revenues:				
General Property Taxes	$ 308,874	$ 308,874	$ 308,037	$ (837)
Sales Taxes	126,014	126,711	130,299	3,588
Other Local Taxes	8,735	8,735	9,248	513
Charges for Services	27,466	27,571	19,651	(7,920)
Licenses and Permits	47,401	47,401	52,233	4,832
Fines and Forfeitures	17,931	17,931	15,915	(2,016)
Revenue from Use of Money and Property	4,548	4,548	4,086	(462)
Intergovernmental	904	904	1,071	167
Other	1,923	2,340	2,087	(253)
Total Revenues	543,796	545,015	542,627	(2,388)
Other Financing Sources:				
Transfers In - Other Funds	41,846	43,881	43,305	(576)
Total Other Financing Sources	41,846	43,881	43,305	(576)
Total Revenues and Other Financing Sources	585,642	588,896	585,932	(2,964)
Expenditures:				
Departmental:				
City Attorney's Office	6,368	6,401	4,693	1,708
City Auditor's Office	1,628	1,728	1,430	298
City Manager's Office	7,898	8,008	7,396	612
City Secretary's Office	1,093	1,118	1,056	62
Code Compliance	18,902	18,835	18,721	114
Financial Management Services	9,936	10,273	9,724	549
Fire	118,688	123,066	123,066	-
Housing and Economic Development	5,762	6,283	5,903	380
Human Resources	3,460	3,628	3,437	191
Library	19,187	19,375	18,542	833
Municipal Court	17,388	17,299	16,856	443
Non-Departmental	72,665	72,817	59,622	13,195
Parks and Community Services	44,358	45,357	43,053	2,304
Planning and Development	11,553	12,038	11,718	320
Police	204,606	207,191	202,049	5,142
Transportation and Public Works	46,257	48,984	45,617	3,367
Total Expenditures	589,749	602,401	572,883	29,518
Contribution to / (Use of) Fund Balance	$ (4,107)	$ (13,505)	$ 13,049	$ 26,554

Explanation of Differences Between Budgetary Contribution to / (Use of) Fund Balance and GAAP Net Change in Fund Balance

Contribution to / (Use of) Fund Balance (Budgetary Basis)	$ 13,049
Differences - Budgetary to GAAP	
Current year non-budgeted transfers treated as other financing sources for financial reporting purposes but not as budgetary inflows.	25,565
Current year non-budgeted transfers treated as other financing uses for financial reporting purposes but not as budgetary outflows.	(95)
Net Change in Fund Balance (GAAP Basis)	$ 38,519

See accompanying notes to the required supplementary information.

ADOPTED BUDGET

Demonstrating compliance with the adopted budget is an important component of a government's accountability to the public. Many citizens participate in the process of establishing the annual operating budgets of state and local governments, and have a keen interest in following the actual financial progress of their governments over the course of the year. The City and many other governments revise their original budgets during the course of the year for a variety of reasons.

The City adheres to the following procedures in establishing the operating budget:

On or before August 15 of each year, the City Manager submits to the City Council a proposed budget for the fiscal year beginning the following October 1. The operating budget includes proposed expenditures and the means of financing them. Public hearings are conducted. The budget is legally enacted by the City Council through passage of appropriation and tax levying ordinances prior to September 30 and is published under a separate cover.

An annual budget, including debt service requirements, is legally adopted for all funds. The General Fund is adopted on a modified accrual basis consistent with generally accepted accounting principles except for certain revenues, expenditures, other financing sources, administrative costs, indirect costs, and transfers are not budgeted. Therefore a reconciliation is presented on the Budgetary Comparison Schedule to reconcile the Budgetary Basis Contribution to / (Use of) Fund Balance to the GAAP Basis Net Change in Fund Balance. Management control and the legal level of control for the General Fund budget is maintained at the departmental level.

The City Council must approve any transfer of appropriation balances or portions thereof from one department to another. The City Manager has the authority, without City Council approval, to transfer appropriation balances from one expenditure account to another within a single department of the City. The Chief Financial Officer has delegated authority to make transfers between funds for the intended purpose of the appropriation. Supplemental appropriations of $12,652,000 were approved by the City Council. The reported budgetary data includes amendments made during the year. At the close of each fiscal year, any appropriated balance in the General Fund lapses to fund balance.

Budgets for the Grant Special Revenue Fund are established pursuant to the terms of the related Federal and State grant awards and are therefore considered a legally adopted budget once the specific appropriation is approved. The Culture and Tourism Fund and the Crime Control and Prevention District (CCPD) Fund are included in the Special Revenue Funds and have legally adopted budgets that are reflected as supplemental information in the Combining and Individual Fund Financial Statements and Schedules section. These budgets must be approved and legally enacted by the City Council prior to September 30. Prior to action taken by City Council, the CCPD Board of Directors (Board) must approve the original budget for the CCPD Fund. In addition, the Board as well as the City Council must also approve any supplement or transfer of appropriation balances or portions thereof from one department to another. At the close of each fiscal year the appropriated balance in both of these Special Revenue funds lapses. Other Special Revenue Funds, the Debt Service Fund and Capital Projects have legally adopted budgets, however, there is no comparison of budget to actual presented in the financial statements for such funds.

REQUIRED SUPPLEMENTARY INFORMATION
CITY OF FORT WORTH, TEXAS
EMPLOYEES' RETIREMENT FUND
SCHEDULE OF FUNDING PROGRESS
SEPTEMBER 30, 2015
(in 000's)

Valuation Date	Actuarial Value of Assets (AVA)	Actuarial Accrued Liability (AAL)	Unfunded Actuarial Accrued Liability (UAAL)	Funded Ratio	Annual Covered Payroll	UAAL as % of Payroll
	(a)	(b)	(b-a)	(a/b)	(c)	((b-a)/c)
1/1/2010	$ 1,868,800	$ 2,300,500	$ 431,700	81.2%	$ 368,300	117.2%
1/1/2011	1,894,700	2,473,700	579,000	76.6%	367,600	157.5%
1/1/2012	1,869,700	2,617,900	748,200	71.4%	383,800	194.9%
1/1/2013	1,854,900	2,902,300	1,047,400	63.9%	376,300	278.3%
1/1/2014	1,995,113	3,124,080	1,128,967	63.9%	397,886	283.7%
1/1/2015	2,094,381	3,365,535	1,271,154	62.2%	411,647	308.8%

REQUIRED SUPPLEMENTARY INFORMATION
CITY OF FORT WORTH, TEXAS
EMPLOYEES' RETIREMENT FUND
SCHEDULE OF CONTRIBUTIONS
TO THE RETIREMENT FUND – LAST TEN FISCAL YEARS
SEPTEMBER 30, 2015
(in 000's)

Year Ended September 30,	Actuarially Determined Contributions*	Contributions in Relation to the Actuarially Determined Contributions	Contribution Deficiency (Excess)	Covered-Employee Payroll**	Contributions as a Percentage of Covered Employee Payroll
2006	(Historical information prior to implementation of GASB 67/68 is not required)				
2007					
2008					
2009					
2010					
2011					
2012					
2013					
2014	$ 82,938	$ 78,165	$ 4,773	$ 397,886	19.6%
2015	93,563	80,821	12,742	411,647	19.6%

* The Actuarially Determined contribution is equal to the total calculated contribution rate in the prior actuarial valuation, minus the portion expected to be covered by employee contributions, multiplied by the covered-employee payroll.

** Covered-employee payroll is estimated based on the actual employer contributions received and a 19.98% weighted average contribution rate.

REQUIRED SUPPLEMENTARY INFORMATION
CITY OF FORT WORTH, TEXAS
EMPLOYEES' RETIREMENT FUND
PROJECTED RECOGNITION OF DEFERRED OUTFLOWS/(INFLOWS)
SEPTEMBER 30, 2015
(in 000's)

					Deferred Outflows/(Inflows) Recognized in Future Years				
	Year Established	Outstanding Balance at October 1, 2014	Amount Recognized During FYE September 30, 2015	Outstanding Balance at September 30, 2015	2016	2017	2018	2019	2020
Fiscal Year Inflows									
Investment	2015	$ (1,342)	$ (268)	$ (1,074)	$ (268)	$ (268)	$ (268)	$ (268)	$ --
Demographic	2015	(106,951)	(17,825)	(89,126)	(17,825)	(17,825)	(17,825)	(17,825)	(17,825)
Total Inflows		(108,293)	(18,093)	(90,200)	(18,093)	(18,093)	(18,093)	(18,093)	(17,825)
Total		$ (108,293)	$ (18,093)	$ (90,200)	$ (18,093)	$ (18,093)	$ (18,093)	$ (18,093)	$ (17,825)

Note: In accordance with Paragraph 71 of GASB Statement No. 68, the difference between projected and actual earnings on investments is recognized over a closed five-year period. The difference between expected and actual total pension liability experience (noted as "Demographic" in the chart above) is recognized over a closed period equal to the average of the expected remaining service lives of all employees that are provided with pensions through the pension plan (active employees and inactive employees), determined as of the beginning of the measurement period. For 2015, the period is six years.

REQUIRED SUPPLEMENTARY INFORMATION
CITY OF FORT WORTH, TEXAS
EMPLOYEES' RETIREMENT FUND
SCHEDULE OF CHANGES IN NET PENSION LIABILITY
- LAST TEN FISCAL YEARS
SEPTEMBER 30, 2015
(in 000's)

	2014	2013	2012	2011	2010
Total Pension Liability					
Service Cost	$ 92,189	(Historical information prior to implementation of GASB 67/68 is not required)			
Interest	234,701				
Charge of Benefit Terms	110,188				
Differences Between Expected and Actual Experience	(106,951)				
Benefit Payments, Including Refunds of Employee Contributions	(161,159)				
Net Change in Total Pension Liability	168,968				
Total Pension Liability - Beginning	3,441,706				
Total Pension Liability - Ending (a)	$ 3,610,674				
Plan Fiduciary Net Pension					
Contributions - Employer	$ 78,165				
Contributions - Employee	31,929				
Net Investment Income	159,994				
Benefit Payments, Including Refunds of Employee Contributions	(161,159)				
Administrative Expense	(3,739)				
Other	(130)				
Net Change in Plan Fiduciary Net Position	105,060				
Plan Fiduciary Net Position - Beginning	1,976,515				
Plan Fiduciary Net Position - Ending (b)	$ 2,081,575				
Net Pension Liability - Ending (a) - (b)	$ 1,529,099				
Plan Fiduciary Net Position as a % of the Total Pension Liability	57.65%				
Covered Employee Payroll	$ 411,647				
Net Pension Liability as a % of Covered Employee Payroll	371.46%				

Notes to Schedule:

Benefits changes: The benefits for Municipal employees hired before July 1, 2011 and Police employees hired before January 1, 2013 (Groups I and III) were bifurcated effective October 1, 2013. Prospectively, the benefit multiplier changed from 3.00% to 2.5% for standard pension benefits and from 2.75% to 2.25% for early retirement, non-duty death and non-duty disability benefits. The compensation base was extended from the highest three years to the highest five years, and overtime earnings are now excluded. Benefits earned on or after October 1, 2013 are subject to an annual 2.00% simple COLA, rather than an ad-hoc COLA.

Change of assumptions: There have been no assumption changes since GASB 68 implementation.

REQUIRED SUPPLEMENTARY INFORMATION
CITY OF FORT WORTH, TEXAS
OTHER POSTEMPLOYMENT BENEFITS
SCHEDULE OF FUNDING PROGRESS
SEPTEMBER 30, 2015
(in 000's)

Valuation Date	Actuarial Value of Assets (AVA)	Actuarial Accrued Liability (AAL)	Unfunded Actuarial Accrued Liability (UAAL)	Funded Ratio	Annual Covered Payroll	UAAL as % of Payroll
	(a)	(b)	(b-a)	(a/b)	(c)	((b-a)/c)
Healthcare						
12/31/2009	$ 5,000	$ 989,851	$ 984,851	1%	$ 334,726	294%
12/31/2010	15,388	1,055,308	1,039,920	1%	334,726	311%
1/1/2012	16,000	942,238	926,238	2%	383,802	241%
1/1/2013	24,328	993,541	969,213	2%	376,317	258%
1/1/2014	38,977	932,667	893,690	4%	397,886	225%
1/1/2015	55,626	821,619	765,993	7%	411,647	186%
Death Benefit						
12/31/2009	$ -	$ 10,631	$ 10,631	0%	$ 334,726	3%
12/31/2010	161	11,025	10,864	1%	334,726	3%
1/1/2012	-	11,589	11,589	0%	383,802	3%
1/1/2013	-	10,921	10,921	0%	376,317	3%
1/1/2014	-	10,252	10,252	0%	397,886	3%
1/1/2015	-	8,743	8,743	0%	411,647	2%

REQUIRED SUPPLEMENTARY INFORMATION
CITY OF FORT WORTH, TEXAS
OTHER POSTEMPLOYMENT BENEFITS
SCHEDULE OF EMPLOYER CONTRIBUTIONS
SEPTEMBER 30, 2015
(in 000's)

Year Ended	Annual Required Contributions	Percentage Contributed	Net OPEB Obligation
Healthcare			
9/30/2010	$ 103,633	28.3%	$ 243,174
9/30/2011	110,705	22.5%	324,619
9/30/2012	105,502	27.9%	394,908
9/30/2013	98,334	36.0%	450,860
9/30/2014	88,405	45.9%	493,023
9/30/2015	75,983	42.2%	528,166
Death Benefit			
9/30/2010	$ 2,842	9.5%	$ 3,476
9/30/2011	984	17.8%	4,301
9/30/2012	1,435	15.7%	5,453
9/30/2013	943	39.2%	5,956
9/30/2014	916	66.4%	6,192
9/30/2015	795	55.8%	6,463

COMBINING AND INDIVIDUAL FUND FINANCIAL STATEMENTS AND SCHEDULES

Nonmajor Governmental Funds
Special Revenue Funds

The Special Revenue Funds are used to account for the proceeds from specific revenue sources (other than expendable trusts, major capital projects, or proprietary funds) that are legally restricted to expenditures for specified purposes.

Crime Control and Prevention District Fund is used to promote and enhance the feeling of safety for all citizens in all areas of the City, including neighborhoods, commercial areas, parks and public facilities.

Environmental Management Fund is used to accumulate revenue to pay for any environmental program or service as such services are required by state or federal mandates.

Fort Worth Housing Finance Corporation Fund is used to finance the cost of residential ownership and development of single-family dwellings for persons of low and moderate income. This fund also includes its component unit, Fort Worth Construction Company, LLC, which was organized to administer a proposed low-interest rate program for business development in and around the Stockyards area, in accordance with the Economic Development Administration Block Grant Program.

Fort Worth Local Development Corporation Fund is used to administer a low-interest rate program for business development in and around the stockyards area as well as other City-wide economic development activities.

HUD 108 Loan Fund is used to record various Housing and Urban Development (HUD) Section 108 loans received from HUD to develop economically depressed areas within the City.

Special Projects Fund is used to account for many small projects, which are varied in purpose. Financing for this fund is provided by contributions from various organizations and individuals and is restricted to such projects.

Culture and Tourism Fund is used to account for taxes received from hotel and motel occupancy for the purpose of promoting tourism.

Grants Fund is used to account for grant resources received from various local, state and federal agencies and organizations. The use of these resources is restricted to a particular function of the City by each grantor.

Other Blended Component Units Fund is used to combine Service Center Relocation, Inc. (which was set up to build a new service center for Transportation and Public Works and Equipment Services - no FY2015 activity is presented on the following statements), Fort Worth Sports Authority (used to purchase the Texas Motor Speedway and spur economic growth), Lone Star Local Development Corporation (used for the construction of a museum, exhibition space, and certain public infrastructure in the vicinity of Cabela's retail facility), Alliance Airport Authority, Inc. (which was created for the promotion and development of new and expanded business enterprises at Alliance Airport and to promote and encourage employment and public welfare) and Central City Local Government Corporation (organized for the purpose of aiding, assisting, and acting on behalf of the City in implementation of project plans for the Magnolia Green Development, including construction of a parking garage to support development).

Other Special Revenue Fund is used to report the financial activity of minor funds whose proceeds of specific revenue sources require separate accounting because of legal or regulatory provisions or administrative action.

The Fort Worth Fund is used to aggregate specific gas well revenues from the Parks and Community Services land and other governmental owned property for the purpose of establishing a fund that only the residual revenue will be spent for specific purposes. The fund was transferred at the end of the fiscal year to the General Fund. (See Note A.2.)

Public Improvement Districts (PIDs) were created by resolution of the City Council pursuant to Chapter 372 of the Local Government Code. PIDs provide a development tool that allocates costs according to the benefits received. In time of declining city revenues, a PID can provide a means to fund supplemental services and improvements to meet community needs which could not otherwise be constructed or provided and be paid by those who most benefit from them.

Taxing Increment Reinvestment Zones (TIRZs) are special zones created by City Council under the Texas Tax Code Chapter 311(Tax Increment Financing Act). A TIRZ is used to finance public improvements within a defined area. These improvements are intended to promote development or redevelopment in the defined area and surrounding areas. Taxes attributable to new improvements (tax increments) are set aside in a special revenue fund to finance public improvements within the boundaries of the zone.

Golf Fund is used to account for the operation of four City golf courses. The fund's operations are financed by course fees, golf equipment rentals and merchandise and concession sales to the public and an annual subsidy from the General Fund.

FORT WORTH®

CITY OF FORT WORTH, TEXAS
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
SEPTEMBER 30, 2015
(in 000's)

	Special Revenue Funds					
	Crime Control and Prevention District	Environmental Management	Fort Worth Housing Finance Corporation	Fort Worth Local Development Corporation	HUD 108 Loan	Special Projects
ASSETS						
Cash, Cash Equivalents, & Investments	$ 24,354	$ 7,375	$ 10,365	$ 2,397	$ 866	$ 24,235
Cash, Cash Equivalents, & Investments Held by Trustees	-	-	-	-	1,256	51
Receivables, Net of Allowance for Uncollectibles:						
Grants and Other Governments	10,303	-	-	-	-	-
Loans	-	-	-	-	-	-
Interest	32	10	27	-	-	25
Accounts and Other	302	232	427	447	-	895
Inventories (at Cost)	-	-	2,890	344	-	-
Prepaids, Deposits, and Other	-	-	3	6	-	1
Long-Term Loans Receivable	-	-	124	-	-	-
Total Assets	$ 34,991	$ 7,617	$ 13,836	$ 3,194	$ 2,122	$ 25,207
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES						
Liabilities						
Accounts Payable	$ 2,033	$ 207	$ 997	$ 438	$ -	$ 217
Construction Payable	-	-	33	189	74	83
Escrow Accounts Payable	-	-	2	-	-	98
Accrued Payroll	861	43	-	-	-	11
Accrued Interest Payable	-	-	-	-	3	-
Other	-	-	-	-	-	51
Due to Other Funds	-	-	-	-	-	-
Unearned Revenue	-	-	-	-	-	-
Total Liabilities	2,894	250	1,032	627	77	460
Deferred Inflows of Resources	-	-	549	-	-	-
Fund Balances (Deficit):						
Nonspendable	-	-	2,893	350	-	1
Restricted	31,397	5,697	-	2,217	-	17,749
Committed	8	811	-	-	-	648
Assigned	692	859	9,362	-	2,045	6,349
Unassigned (Deficit)	-	-	-	-	-	-
Total Fund Balances	32,097	7,367	12,255	2,567	2,045	24,747
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	$ 34,991	$ 7,617	$ 13,836	$ 3,194	$ 2,122	$ 25,207

Special Revenue Funds									
Culture and Tourism	Grants	Other Blended Component Units	Other Special Revenue	The Fort Worth Fund	Public Improvement Districts	Taxing Increment Reinvestment Zones	Golf	Total Nonmajor Governmental Funds
$ 15,444	$ 16,236	$ 4,997	$ 7,077	$ -	$ 2,949	$ 24,103	$ 437	$ 140,835
-	620	-	-	-	-	-	-	1,927
-	13,934	-	-	-	-	-	-	24,237
-	6,816	-	-	-	-	-	-	6,816
26	37	-	7	-	41	-	-	205
2,055	-	668	2,645	-	5	-	4	7,680
-	-	-	-	-	-	-	76	3,310
370	-	-	192	-	-	-	9	581
-	9,995	-	-	-	-	-	-	10,119
$ 17,895	$ 47,638	$ 5,665	$ 9,921	$ -	$ 2,995	$ 24,103	$ 526	$ 195,710
$ 244	$ 1,511	$ 2	$ 3,577	$ -	$ 655	$ 336	$ 30	$ 10,247
-	2,640	497	-	-	-	-	-	3,516
728	82	-	-	-	-	-	-	910
192	260	-	48	-	-	-	56	1,471
-	-	-	-	-	-	-	-	3
-	-	-	84	-	-	-	-	135
-	280	-	-	-	-	-	67	347
1,411	29,676	18	28	-	-	-	-	31,133
2,575	34,449	517	3,737	-	655	336	153	47,762
-	10,008	-	-	-	-	-	-	10,557
370	-	-	192	-	-	-	85	3,891
9,338	2,728	-	3,088	-	-	23,767	-	95,981
-	1,238	-	-	-	1,623	-	44	4,372
5,612	-	5,148	2,904	-	717	-	244	33,932
-	(785)	-	-	-	-	-	-	(785)
15,320	3,181	5,148	6,184	-	2,340	23,767	373	137,391
$ 17,895	$ 47,638	$ 5,665	$ 9,921	$ -	$ 2,995	$ 24,103	$ 526	$ 195,710

CITY OF FORT WORTH, TEXAS
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2015
(in 000's)

	Special Revenue Funds					
	Crime Control and Prevention District	Environmental Management	Fort Worth Housing Finance Corporation	Fort Worth Local Development Corporation	HUD 108 Loan	Special Projects
REVENUES:						
General Property Taxes	$ -	$ -	$ -	$ -	$ -	$ -
Sales Taxes	60,136	-	-	-	-	-
Other Local Taxes	-	-	-	-	-	-
Charges for Services	-	4,056	-	-	-	1,063
Licenses and Permits	-	-	-	-	-	-
Fines and Forfeitures	-	-	-	-	-	809
Revenue from Use of Money and Property	63	-	-	-	-	207
Investment Income	308	94	128	16	(11)	231
Intergovernmental	4,048	-	-	934	-	3,446
Gas Leases and Royalties	-	-	100	146	-	-
Other	46	15	392	1,091	-	1,477
Contributions	-	-	-	34	-	1,991
Total Revenues	64,601	4,165	620	2,221	(11)	9,224
EXPENDITURES:						
Current:						
General Government	-	-	-	-	-	3,042
Public Safety	44,056	19	-	-	-	445
Highways and Streets	-	3,131	-	-	-	-
Culture and Recreation	1,596	-	-	-	-	577
Health and Welfare	-	-	-	-	-	-
Urban Redevelopment and Housing	-	-	554	853	-	26
Capital Outlay	1,367	999	-	3,326	1,750	2,722
Debt Service:						
Principal Retirement	65	269	-	346	805	-
Interest and Debt Issuance Costs	49	2	-	81	207	-
Total Expenditures	47,133	4,420	554	4,606	2,762	6,812
Excess (Deficiency) of Revenues Over (Under) Expenditures	17,468	(255)	66	(2,385)	(2,773)	2,412
OTHER FINANCING SOURCES (USES):						
Construction Loans	-	-	-	1,774	-	-
Proceeds from Disposal of Property	283	-	-	-	-	-
Transfers In	8	373	-	249	737	264
Transfers Out	(14,391)	(534)	(540)	(211)	-	(3,565)
Total Other Financing Sources (Uses)	(14,100)	(161)	(540)	1,812	737	(3,301)
Net Change in Fund Balances	3,368	(416)	(474)	(573)	(2,036)	(889)
Fund Balances, Beginning of Year	28,729	7,783	12,729	3,140	4,081	25,636
Fund Balances, End of Year	$ 32,097	$ 7,367	$ 12,255	$ 2,567	$ 2,045	$ 24,747

Special Revenue Funds								
Culture and Tourism	Grants	Other Blended Component Units	Other Special Revenue	The Fort Worth Fund	Public Improvement Districts	Taxing Increment Reinvestment Zones	Golf	Total Nonmajor Governmental Funds
$ -	$ -	$ -	$ -	$ -	$ -	$ 24,709	$ -	$ 24,709
-	-	-	-	-	-	-	-	60,136
30,450	-	-	-	-	-	-	-	30,450
-	-	-	-	-	-	-	3,597	8,716
22	-	-	-	-	-	-	-	22
-	-	-	8,598	-	-	-	-	9,407
11,012	1,142	72	2,000	-	-	-	-	14,496
241	126	4	62	(209)	68	130	(11)	1,177
-	50,218	90	-	-	-	-	-	58,736
-	-	4,460	-	2,306	-	-	-	7,012
468	4	348	5,177	-	5,274	-	28	14,320
343	2,646	-	-	-	-	-	-	5,014
42,536	54,136	4,974	15,837	2,097	5,342	24,839	3,614	234,195
-	2,290	-	4,761	288	5,355	60,037	-	75,773
-	6,956	-	-	-	-	-	-	51,476
-	101	-	9,238	-	-	-	-	12,470
27,329	9,708	-	-	227	-	-	4,325	43,762
-	3,046	-	-	-	-	-	-	3,046
-	11,664	1,005	-	-	-	-	-	14,102
151	24,910	4,373	-	-	-	-	49	39,647
-	-	4,373	-	-	-	3,232	-	9,090
-	-	-	-	-	-	-	1	340
27,480	58,675	9,751	13,999	515	5,355	63,269	4,375	249,706
15,056	(4,539)	(4,777)	1,838	1,582	(13)	(38,430)	(761)	(15,511)
-	-	-	-	-	-	35,582	-	37,356
2	4	1,500	-	-	-	-	-	1,789
-	5,145	6,693	1,192	-	718	-	1,134	16,513
(11,371)	(3,871)	(1,192)	(142)	(26,043)	-	(6,693)	-	(68,553)
(11,369)	1,278	7,001	1,050	(26,043)	718	28,889	1,134	(12,895)
3,687	(3,261)	2,224	2,888	(24,461)	705	(9,541)	373	(28,406)
11,633	6,442	2,924	3,296	24,461	1,635	33,308	-	165,797
$ 15,320	$ 3,181	$ 5,148	$ 6,184	$ -	$ 2,340	$ 23,767	$ 373	$ 137,391

CITY OF FORT WORTH, TEXAS
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS - OTHER BLENDED COMPONENT UNITS
SEPTEMBER 30, 2015
(in 000's)

	Fort Worth Sports Authority	Lone Star Local Development Corporation	Central City Local Government Corporation	Alliance Airport Authority	Total Other Blended Component Units
ASSETS					
Cash, Cash Equivalents, & Investments	$ 137	$ 1	$ 2,487	$ 2,372	$ 4,997
Receivables:					
Accounts and Other	610	-	-	58	668
Total Assets	$ 747	$ 1	$ 2,487	$ 2,430	$ 5,665
LIABILITIES AND FUND BALANCES					
Liabilities:					
Accounts Payable	$ -	$ -	$ 2	$ -	$ 2
Construction Payable	-	-	497	-	497
Unearned Revenue	18	-	-	-	18
Total Liabilities	18	-	499	-	517
Fund Balances:					
Assigned	729	1	1,988	2,430	5,148
Total Fund Balances	729	1	1,988	2,430	5,148
Total Liabilities and Fund Balances	$ 747	$ 1	$ 2,487	$ 2,430	$ 5,665

CITY OF FORT WORTH, TEXAS
COMBINING STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS - OTHER BLENDED COMPONENT UNITS
FOR THE YEAR ENDED SEPTEMBER 30, 2015
(in 000's)

	Fort Worth Sports Authority	Lone Star Local Development Corporation	Central City Local Government Corporation	Alliance Airport Authority	Total Other Blended Component Units
REVENUES:					
Revenue from Use of Money and Property	$ 70	$ -	$ 2	$ -	$ 72
Investment Income	1	-	2	1	4
Intergovernmental	90	-	-	-	90
Gas Leases and Royalties	4,090	-	1	369	4,460
Other	304	-	-	44	348
Total Revenues	4,555	-	5	414	4,974
EXPENDITURES:					
Current:					
Urban Redevelopment and Housing	50	-	263	692	1,005
Capital Outlay	-	-	4,373	-	4,373
Debt Service:					
Principal Retirement	4,373	-	-	-	4,373
Total Expenditures	4,423	-	4,636	692	9,751
Excess (Deficiency) of Revenues Over (Under) Expenditures	132	-	(4,631)	(278)	(4,777)
OTHER FINANCING SOURCES (USES):					
Proceeds from Disposal of Property	-	-	-	1,500	1,500
Transfers In	90	-	6,603	-	6,693
Transfers Out	-	-	-	(1,192)	(1,192)
Total Other Financing Sources (Uses)	90	-	6,603	308	7,001
Net Change in Fund Balances	222	-	1,972	30	2,224
Fund Balances, Beginning of Year	507	1	16	2,400	2,924
Fund Balances, End of Year	$ 729	$ 1	$ 1,988	$ 2,430	$ 5,148

CITY OF FORT WORTH, TEXAS
BUDGETARY COMPARISON SCHEDULE
CRIME CONTROL AND PREVENTION DISTRICT FUND
FOR THE YEAR ENDED SEPTEMBER 30, 2015
(in 000's)

	Budgeted Amounts			Variance with Final Budget - Positive
	Original	Final	Actual	(Negative)
Revenues and Other Financing Sources:				
Revenues:				
Sales Taxes	$ 58,228	$ 58,228	$ 60,136	$ 1,908
Revenue from Use of Money and Property	251	251	591	340
Intergovernmental	4,388	4,388	4,048	(340)
Other	19	19	109	90
Total Revenues	62,886	62,886	64,884	1,998
Other Financing Sources:				
Transfers In - Other Funds	-	-	8	8
Total Other Financing Sources	-	-	8	8
Total Revenues and Other Financing Sources	62,886	62,886	64,892	2,006
Expenditures:				
Departmental:				
Parks and Community Services	1,847	1,847	1,604	243
Police	62,911	66,528	59,920	6,608
Total Expenditures	64,758	68,375	61,524	6,851
Contribution to / (Use of) Fund Balance	$ (1,872)	$ (5,489)	$ 3,368	$ 8,857

CITY OF FORT WORTH, TEXAS
BUDGETARY COMPARISON SCHEDULE
CULTURE AND TOURISM FUND
FOR THE YEAR ENDED SEPTEMBER 30, 2015
(in 000's)

	Budgeted Amounts			Variance with Final Budget - Positive
	Original	Final	Actual	(Negative)
Revenues and Other Financing Sources:				
Revenues:				
Other Local Taxes	$ 27,817	$ 30,417	$ 30,398	$ (19)
Revenue from Use of Money and Property	8,505	8,505	11,276	2,771
Other	35	35	864	829
Total Revenues	36,357	38,957	42,538	3,581
Other Financing Sources:				
Transfers In - Other Funds	1,496	1,496	-	(1,496)
Total Other Financing Sources	1,496	1,496	-	(1,496)
Total Revenues and Other Financing Sources	37,853	40,453	42,538	2,085
Expenditures:				
Departmental:				
Public Events and Facilities	37,853	40,934	38,851	2,083
Total Expenditures	37,853	40,934	38,851	2,083
Contribution to / (Use of) Fund Balance	$ -	$ (481)	$ 3,687	$ 4,168

FORT WORTH®

Nonmajor Enterprise Funds

Nonmajor Enterprise Funds are used to account for the acquisition, operation, and maintenance of governmental facilities and services, which are entirely or predominantly self-supported by user charges. The operations of Proprietary Funds are accounted for in such manner as to show a profit or loss similar to comparable private enterprises.

Municipal Airports Fund

The Municipal Airports Fund is used to account for the Meacham, Spinks (South Fort Worth) and Alliance (North Fort Worth) Airport operations, and proceeds from the sale of Great Southwest International Airport. Revenues are derived principally from hangar and terminal building rental, landing fees and fuel surcharges.

Municipal Parking Fund

The Municipal Parking Fund is used to account for the operation of the Will Rogers Center garage, a six story municipal parking garage, Convention Center parking garage, Houston Street parking garage, Western Heritage parking garage and several surface lots located in the downtown area. The fund's operations are financed by parking and office space rentals and concession fees.

Municipal Golf Fund

The Municipal Golf Fund is used to account for the operation of four municipal golf courses. The fund's operations are financed by course fees, golf equipment rentals and merchandise and concession sales to the public. During FY2015, the operations of the Municipal Golf Fund were transferred from an Enterprise Fund to Governmental Funds (See Note C.4.).

Solid Waste Fund

The Solid Waste Fund is used to account for solid waste services provided to the residents of the City. The fund's operations are financed by trash collection utility fees and cart rentals.

CITY OF FORT WORTH, TEXAS
COMBINING STATEMENT OF NET POSITION
NONMAJOR ENTERPRISE FUNDS
SEPTEMBER 30, 2015
(in 000's)

	Municipal Airports	Municipal Parking	Municipal Golf	Solid Waste	Total Nonmajor Enterprise Funds
ASSETS AND DEFERRED OUTFLOWS OF RESOURCES					
Assets					
Current Assets:					
Cash, Cash Equivalents, & Investments	$ 2,988	$ 1,166	$ -	$ 23,421	$ 27,575
Interest Receivable	4	-	-	33	37
Accounts and Other Receivables, Net of Allowance for Uncollectibles	2,109	133	-	6,706	8,948
Restricted Assets:					
Cash & Cash Equivalents	24,481	202	-	1,072	25,755
Total Current Assets	29,582	1,501	-	31,232	62,315
Noncurrent Assets:					
Restricted Assets:					
Cash & Cash Equivalents	12,242	2,851	-	1,675	16,768
Cash, Cash Equivalents, & Investments Held by Trustees	26,717	-	-	4,213	30,930
Grants Receivable	4,554	-	-	-	4,554
Interest Receivable	293	16	-	2	311
Total Restricted Assets	43,806	2,867	-	5,890	52,563
Advances to Other Funds	5,406	-	-	10,523	15,929
Capital Assets (at Cost):					
Land	63,179	1,561	-	5,695	70,435
Buildings	12,125	49,291	-	2,777	64,193
Improvements Other Than Buildings	227,226	7,845	-	17,260	252,331
Machinery and Equipment	4,646	948	-	3,894	9,488
Construction in Progress	91,709	1	-	241	91,951
Accumulated Depreciation	(155,664)	(10,219)	-	(12,810)	(178,693)
Net Capital Assets	243,221	49,427	-	17,057	309,705
Total Noncurrent Assets	292,433	52,294	-	33,470	378,197
Total Assets	322,015	53,795	-	64,702	440,512
Deferred Outflows of Resources	235	95	-	753	1,083
Total Assets and Deferred Outflows of Resources	$ 322,250	$ 53,890	$ -	$ 65,455	$ 441,595

(continued)

CITY OF FORT WORTH, TEXAS
COMBINING STATEMENT OF NET POSITION
NONMAJOR ENTERPRISE FUNDS
SEPTEMBER 30, 2015
(in 000's)

	Municipal Airports	Municipal Parking	Municipal Golf	Solid Waste	Total Nonmajor Enterprise Funds
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND NET POSITION					
Liabilities					
Current Liabilities:					
Accounts Payable	$ 96	$ 276	$ -	$ 3,951	$ 4,323
Accrued Payroll	39	16	-	132	187
Unearned Revenue	238	-	-	-	238
Current Portion of Long-Term Liabilities	120	1,672	-	857	2,649
Payables from Restricted Assets:					
Construction Payable	4,308	-	-	191	4,499
Customer Deposits	-	-	-	872	872
Accrued Interest Payable	-	202	-	9	211
Unearned Revenue	20,173	-	-	-	20,173
Total Current Liabilities	24,974	2,166	-	6,012	33,152
Long-Term Liabilities:					
Long-Term Liabilities Due in More Than One Year	5,878	45,561	-	26,874	78,313
Total Long-Term Liabilities	5,878	45,561	-	26,874	78,313
Total Liabilities	30,852	47,727	-	32,886	111,465
Deferred Inflows of Resources	259	106	-	4,397	4,762
NET POSITION					
Net Investment in Capital Assets	238,913	5,562	-	12,403	256,878
Restricted for:					
Debt Service	13	376	-	454	843
Unrestricted	52,213	119	-	15,315	67,647
Total Net Position	$ 291,139	$ 6,057	$ -	$ 28,172	$ 325,368

(concluded)

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CITY OF FORT WORTH, TEXAS
COMBINING STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET POSITION
NONMAJOR ENTERPRISE FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2015
(in 000's)

	Municipal Airports	Municipal Parking	Municipal Golf	Solid Waste	Total Nonmajor Enterprise Funds
OPERATING REVENUES					
Charges for Services	$ 5,437	$ 7,310	$ -	$ 52,373	$ 65,120
Other	144	5	-	5,870	6,019
Total Operating Revenues	5,581	7,315	-	58,243	71,139
OPERATING EXPENSES					
Personnel Services	2,273	919	-	7,562	10,754
Supplies and Materials	259	133	-	533	925
Contractual Services	3,711	2,088	-	43,335	49,134
Landfill Closure and Postclosure Cost	-	-	-	259	259
Depreciation	7,942	1,812	-	666	10,420
Total Operating Expenses	14,185	4,952	-	52,355	71,492
Operating Income (Loss)	(8,604)	2,363	-	5,888	(353)
NONOPERATING REVENUES (EXPENSES)					
Investment Income	484	29	-	379	892
Gain (Loss) on Sale of Property and Equipment	(9)	(226)	-	13	(222)
Interest and Service Charges	-	(2,424)	-	(244)	(2,668)
Gas Leases and Royalties	5,237	-	-	-	5,237
Total Nonoperating Revenues (Expenses)	5,712	(2,621)	-	148	3,239
Income (Loss) Before Transfers and Contributions	(2,892)	(258)	-	6,036	2,886
Transfers In	53	-	497	-	550
Transfers Out	(3,362)	(30)	(2,267)	(11,376)	(17,035)
Capital Contributions	65,397	-	-	-	65,397
Changes in Net Position	59,196	(288)	(1,770)	(5,340)	51,798
Total Net Position, Beginning of Year, as restated (Note A.16.)	231,943	6,345	1,770	33,512	273,570
Total Net Position, End of Year	$ 291,139	$ 6,057	$ -	$ 28,172	$ 325,368

CITY OF FORT WORTH, TEXAS
COMBINING STATEMENT OF CASH FLOWS
NONMAJOR ENTERPRISE FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2015
(in 000's)

	Municipal Airports	Municipal Parking	Municipal Golf	Solid Waste	Total Nonmajor Enterprise Funds
Cash Flows from Operating Activities:					
Receipts from Customers	$ 5,416	$ 7,322	$ 68	$ 51,179	$ 63,985
Receipts from Other Operating Sources	144	5	-	5,869	6,018
Payments to Employees	(1,824)	(737)	(3,038)	(6,142)	(11,741)
Payments to Vendors	(4,304)	(2,330)	(33)	(46,522)	(53,189)
Net Cash Provided by (Used for) Operating Activities	(568)	4,260	(3,003)	4,384	5,073
Cash Flows from Noncapital Financing Activities:					
Transfers In from Other Funds	53	-	497	-	550
Receipts from (Repayments to) Other Funds	-	-	(134)	-	(134)
Transfers Out to Other Funds	(3,362)	(30)	(2,266)	(11,376)	(17,034)
Advances to Other Funds	2,077	-	-	-	2,077
Net Cash Provided by (Used for) Noncapital Financing Activities	(1,232)	(30)	(1,903)	(11,376)	(14,541)
Cash Flows from Capital and Related Financing Activities:					
Bond Principal Received	-	-	-	4,463	4,463
Proceeds from Sale of Machinery and Equipment	2	-	4,552	13	4,567
Contributions	5,875	-	-	-	5,875
Acquisition and Construction of Property, Plant and Equipment	(71,914)	(379)	(13)	(377)	(72,683)
Principal Paid on Long-Term Debt	-	(1,565)	(2,060)	(4,785)	(8,410)
Interest Paid on Long-Term Obligations	-	(2,491)	(6)	(242)	(2,739)
Bond Issuance Cost Paid	-	(3)	-	(9)	(12)
Net Cash Provided by (Used for) Capital Related Financing Activities	(66,037)	(4,438)	2,473	(937)	(68,939)
Cash Flows from Investing Activities:					
Receipts from Gas Leases and Royalties	5,237	-	-	-	5,237
Purchases of Investments	(8,752)	-	-	-	(8,752)
Sales of Investments	2,564	-	-	-	2,564
Investment Income Received	4,903	25	6	446	5,380
Net Cash Provided by Investing Activities	3,952	25	6	446	4,429
Net Increase (Decrease) in Cash and Cash Equivalents	(63,885)	(183)	(2,427)	(7,483)	(73,978)
Cash and Cash Equivalents, Beginning of Year	105,273	4,402	2,427	37,864	149,966
Cash and Cash Equivalents, End of Year	$ 41,388	$ 4,219	$ -	$ 30,381	$ 75,988

(continued)

CITY OF FORT WORTH, TEXAS
COMBINING STATEMENT OF CASH FLOWS
NONMAJOR ENTERPRISE FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2015
(in 000's)

	Municipal Airports	Municipal Parking	Municipal Golf	Solid Waste	Total Nonmajor Enterprise Funds
Reconciliation of Operating Income (Loss) to Net Cash Provided by Operating Activities:					
Operating Income (Loss)	$ (8,604)	$ 2,363	$ -	$ 5,888	$ (353)
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided by (Used for) Operating Activities:					
Depreciation	7,942	1,812	-	666	10,420
Changes in Assets and Liabilities:					
Accounts and Other Receivables	11	12	63	(730)	(644)
Inventories	-	-	103	-	103
Prepaids, Deposits, and Other Assets	-	-	5	-	5
Accounts Payable	(334)	(109)	(136)	(2,914)	(3,493)
Accrued Payroll	448	182	(3,038)	1,198	(1,210)
Customer Deposits	(31)	-	-	17	(14)
Landfill Closure Costs	-	-	-	259	259
Total Adjustments	8,036	1,897	(3,003)	(1,504)	5,426
Net Cash Provided by (Used for) Operating Activities	$ (568)	$ 4,260	$ (3,003)	$ 4,384	$ 5,073
The Cash and Cash Equivalents are reported in the Statement of Net Position as follows:					
Current - Cash, Cash Equivalents & Investments	$ 2,988	$ 1,166	$ -	$ 23,421	$ 27,575
Current Restricted Cash & Cash Equivalents	24,481	202	-	1,072	25,755
Noncurrent Restricted - Cash & Cash Equivalents	12,242	2,851	-	1,675	16,768
Noncurrent Restricted - Cash, Cash Equivalents, & Investments Held by Trustees	26,717	-	-	4,213	30,930
Less Gas Well Investments Held by Trustees	(25,040)	-	-	-	(25,040)
Total Cash and Cash Equivalents	$ 41,388	$ 4,219	$ -	$ 30,381	$ 75,988
Noncash Investing, Capital, and Financing Activities:					
Amortization of Bond Premium	$ -	$ 64	$ -	$ -	$ 64

(concluded)

FORT WORTH®

Internal Service Funds

Internal Service Funds have been established to account for the financing of goods and services provided by one department to other City departments.

Office Services Fund

The Office Services Fund is used to account for the City's mailroom, motor pool, copy machines, print shop and graphics activities. As a result of an operational review of the Office Services Fund, the City decided that it will achieve greater efficiency and cost savings by closing the fund and outsourcing part of its activities. The Fund was closed during the fiscal year.

Equipment Services Fund

The Equipment Services Fund is used to account for the maintenance, repair and rental operations of most City vehicles.

Information Systems Fund

The Information Systems Fund is used to account for the management of the City's mainframe and telecommunications equipment and services.

Capital Project Services Fund

The Capital Project Services Fund (formerly the Engineering Services Fund) is used to account for general engineering services provided to various City departments.

Risk Management

The Risk Management Fund is comprised of the City's commercial insurance program, self-insured programs, claims, litigation management, and subrogation programs. The goal of risk management is to protect City resources and to minimize the financial impact when losses do occur.

Workers' Compensation Insurance

The Workers' Compensation Insurance Fund is self-insured by the City. Claims are handled by a third-party administrator or contractor.

Group Health and Life Insurance

The Group Health and Life Insurance Fund accounts for medical benefits for City employees, retirees, and their eligible spouses and/or dependents.

Unemployment Compensation

The City is a reimbursing agency for unemployment compensation. The Texas Workforce Commission (TWC) sends quarterly reports to the City concerning claims paid on behalf of the City to eligible former employees.

CITY OF FORT WORTH, TEXAS
COMBINING STATEMENT OF NET POSITION
INTERNAL SERVICE FUNDS
SEPTEMBER 30, 2015
(in 000's)

	Office Services	Equipment Services	Information Systems	Capital Project Services
ASSETS				
Current Assets:				
Cash, Cash Equivalents, & Investments	$ -	$ 345	$ 3,159	$ 14
Interest Receivable	-	1	7	-
Accounts and Other Receivables, Net of Allowance for Uncollectibles	-	-	32	-
Inventories (at Cost)	-	570	94	-
Prepaids, Deposits, and Other	-	-	105	-
Total Current Assets	-	916	3,397	14
Noncurrent Assets:				
Restricted Assets:				
Cash & Cash Equivalents	-	-	9	-
Cash, Cash Equivalents, & Investments Held by Trustees	-	-	-	-
Capital Assets (at Cost):				
Land	-	1,119	-	4
Buildings	-	4,656	594	-
Improvements Other Than Buildings	-	948	-	91
Machinery and Equipment	-	2,174	13,154	2,219
Accumulated Depreciation	-	(6,182)	(12,661)	(2,082)
Net Capital Assets	-	2,715	1,087	232
Total Noncurrent Assets	-	2,715	1,096	232
Total Assets	-	3,631	4,493	246
LIABILITIES				
Current Liabilities:				
Accounts Payable	-	766	580	42
Accrued Payroll	-	148	283	156
Current Portion of Long-Term Liabilities	-	456	862	612
Payables from Restricted Assets:				
Accrued Interest Payable	-	-	-	7
Total Current Liabilities	-	1,370	1,725	817
Long-Term Liabilities:				
Advances from Other Funds	-	-	-	2,791
Long-Term Liabilities Due in More Than One Year	-	361	762	589
Total Long-Term Liabilities	-	361	762	3,380
Total Liabilities	-	1,731	2,487	4,197
NET POSITION (DEFICIT)				
Net Investment in Capital Assets	-	2,715	1,087	232
Unrestricted	-	(815)	919	(4,183)
Total Net Position (Deficit)	$ -	$ 1,900	$ 2,006	$ (3,951)

Risk Management	Workers' Compensation Insurance	Group Health and Life Insurance	Unemployment Compensation	Total
$ 14,512	$ 6,773	$ 36,906	$ 860	$ 62,569
19	9	48	1	85
-	-	-	-	32
-	-	-	-	664
-	-	-	-	105
14,531	6,782	36,954	861	63,455
-	-	-	-	9
-	870	-	-	870
-	-	-	-	1,123
-	-	-	-	5,250
-	-	-	-	1,039
-	-	-	-	17,547
-	-	-	-	(20,925)
-	-	-	-	4,034
-	870	-	-	4,913
14,531	7,652	36,954	861	68,368
60	289	909	-	2,646
13	12	19	-	631
2,461	6,693	9,435	-	20,519
-	-	-	-	7
2,534	6,994	10,363	-	23,803
-	-	-	-	2,791
4,249	15,152	116	-	21,229
4,249	15,152	116	-	24,020
6,783	22,146	10,479	-	47,823
-	-	-	-	4,034
7,748	(14,494)	26,475	861	16,511
$ 7,748	$ (14,494)	$ 26,475	$ 861	$ 20,545

CITY OF FORT WORTH, TEXAS
COMBINING STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION
INTERNAL SERVICE FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2015
(in 000's)

	Office Services	Equipment Services	Information Systems	Capital Project Services
OPERATING REVENUES				
Charges for Services	$ 1,305	$ 26,534	$ 26,525	$ 9,701
Other	2	43	27	-
Total Operating Revenues	1,307	26,577	26,552	9,701
OPERATING EXPENSES				
Personnel Services	310	7,489	12,133	8,451
Supplies and Materials	110	10,383	493	207
Contractual Services	688	6,595	13,879	1,853
Depreciation	-	240	487	152
Total Operating Expenses	1,108	24,707	26,992	10,663
Operating Income (Loss)	199	1,870	(440)	(962)
NONOPERATING REVENUES (EXPENSES)				
Investment Income (Loss)	1	8	81	(25)
Gain (Loss) on Sale of Property and Equipment	-	(32)	26	10
Total Nonoperating Revenues (Expenses)	1	(24)	107	(15)
Income (Loss) Before Transfers and Contributions	200	1,846	(333)	(977)
Transfers In	95	180	9	-
Transfers Out	-	(180)	(3,642)	(101)
Changes in Net Position (Deficit)	295	1,846	(3,966)	(1,078)
Total Net Position (Deficit), Beginning of Year	(295)	54	5,972	(2,873)
Total Net Position (Deficit), End of Year	$ -	$ 1,900	$ 2,006	$ (3,951)

Risk Management	Workers' Compensation Insurance	Group Health and Life Insurance	Unemployment Compensation	Total
$ -	$ 12,079	$ 63,464	$ 450	$ 140,058
7,462	1,430	484	-	9,448
7,462	13,509	63,948	450	149,506
608	574	871	19	30,455
7	15	44	-	11,259
5,115	10,306	74,135	289	112,860
-	-	-	-	879
5,730	10,895	75,050	308	155,453
1,732	2,614	(11,102)	142	(5,947)
180	86	551	12	894
13	-	-	-	17
193	86	551	12	911
1,925	2,700	(10,551)	154	(5,036)
-	-	-	-	284
-	-	-	-	(3,923)
1,925	2,700	(10,551)	154	(8,675)
5,823	(17,194)	37,026	707	29,220
$ 7,748	$ (14,494)	$ 26,475	$ 861	$ 20,545

CITY OF FORT WORTH, TEXAS
COMBINING STATEMENT OF CASH FLOWS
INTERNAL SERVICE FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2015
(in 000's)

	Office Services	Equipment Services	Information Systems	Capital Project Services	Risk Management
Cash Flows from Operating Activities:					
Receipts from Other Funds	$ 1,307	$ 26,535	$ 26,551	$ 9,702	$ -
Receipts from Other Operating Sources	2	43	27	-	7,462
Payments to Employees	(374)	(7,478)	(11,862)	(8,841)	(344)
Payments to Vendors	(819)	(17,300)	(14,759)	(2,087)	(7)
Payments for Benefits	-	-	-	-	(5,230)
Net Cash Provided by (Used for) Operating Activities	116	1,800	(43)	(1,226)	1,881
Cash Flows from Noncapital Financing Activities:					
Transfers In from Other Funds	95	180	9	-	-
Advances from Other Funds	(212)	(1,449)	-	1,347	-
Transfers Out to Other Funds	-	(180)	(3,642)	(101)	-
Net Cash Provided by (Used for) Noncapital Financing Activities	(117)	(1,449)	(3,633)	1,246	-
Cash Flows from Capital and Related Financing Activities:					
Proceeds from Sale of Machinery and Equipment	-	20	26	10	13
Acquisition and Construction of Property, Plant and Equipment	-	(33)	1	-	-
Net Cash Provided by (Used for) Capital Related Financing Activities	-	(13)	27	10	13
Cash Flows from Investing Activities:					
Investment Income Received	1	5	47	(18)	208
Net Cash Provided by (Used for) Investing Activities	1	5	47	(18)	208
Net Increase (Decrease) in Cash and Cash Equivalents	-	343	(3,602)	12	2,102
Cash and Cash Equivalents, Beginning of Year	-	2	6,770	2	12,410
Cash and Cash Equivalents, End of Year	$ -	$ 345	$ 3,168	$ 14	$ 14,512

	Workers' Compensation Insurance	Group Health and Life Insurance	Unemployment Compensation	Total
Cash Flows from Operating Activities:				
Receipts from Other Funds	$ 12,079	$ 63,465	$ 450	$ 140,089
Receipts from Other Operating Sources	1,430	484	-	9,448
Payments to Employees	(2,291)	(504)	(19)	(31,713)
Payments to Vendors	(15)	(44)	-	(35,031)
Payments for Benefits	(10,346)	(75,529)	(289)	(91,394)
Net Cash Provided by (Used for) Operating Activities	857	(12,128)	142	(8,601)
Cash Flows from Noncapital Financing Activities:				
Transfers In from Other Funds	-	-	-	284
Advances from Other Funds	-	-	-	(314)
Transfers Out to Other Funds	-	-	-	(3,923)
Net Cash Provided by (Used for) Noncapital Financing Activities	-	-	-	(3,953)
Cash Flows from Capital and Related Financing Activities:				
Proceeds from Sale of Machinery and Equipment	-	-	-	69
Acquisition and Construction of Property, Plant and Equipment	-	-	-	(32)
Net Cash Provided by (Used for) Capital Related Financing Activities	-	-	-	37
Cash Flows from Investing Activities:				
Investment Income Received	92	639	13	987
Net Cash Provided by (Used for) Investing Activities	92	639	13	987
Net Increase (Decrease) in Cash and Cash Equivalents	949	(11,489)	155	(11,530)
Cash and Cash Equivalents, Beginning of Year	6,694	48,395	705	74,978
Cash and Cash Equivalents, End of Year	$ 7,643	$ 36,906	$ 860	$ 63,448

(continued)

CITY OF FORT WORTH, TEXAS
COMBINING STATEMENT OF CASH FLOWS
INTERNAL SERVICE FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2015
(in 000's)

	Office Services	Equipment Services	Information Systems	Capital Project Services	Risk Management
Reconciliation of Operating Income (Loss) to Net Cash Provided by (Used for) Operating Activities:					
Operating Income (Loss)	$ 199	$ 1,870	$ (440)	$ (962)	$ 1,732
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided by (Used for) Operating Activities:					
Depreciation	-	240	487	152	-
Changes in Assets and Liabilities:					
Accounts and Other Receivables	-	-	130	-	-
Inventories	29	181	(5)	-	-
Prepaids, Deposits, and Other Assets	-	-	(105)	-	-
Accounts Payable	(48)	(503)	(382)	(25)	(115)
Accrued Payroll	(64)	12	272	(391)	264
Total Adjustments	(83)	(70)	397	(264)	149
Net Cash Provided by (Used for) Operating Activities	$ 116	$ 1,800	$ (43)	$ (1,226)	$ 1,881
The Cash and Cash Equivalents are reported in the Statement of Net Position as follows:					
Current - Cash, Cash Equivalents, & Investments	$ -	$ 345	$ 3,159	$ 14	$ 14,512
Noncurrent Restricted - Cash & Cash Equivalents	-	-	9	-	-
Noncurrent Restricted - Cash, Cash Equivalents, & Investments Held by Trustees	-	-	-	-	-
Total Cash and Cash Equivalents	$ -	$ 345	$ 3,168	$ 14	$ 14,512

	Workers' Compensation Insurance	Group Health and Life Insurance	Unemployment Compensation	Total
Reconciliation of Operating Income (Loss) to Net Cash Provided by (Used for) Operating Activities:				
Operating Income (Loss)	$ 2,614	$ (11,102)	$ 142	$ (5,947)
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided by (Used for) Operating Activities:				
Depreciation	-	-	-	879
Changes in Assets and Liabilities:				
Accounts and Other Receivables	-	-	-	130
Inventories	-	-	-	205
Prepaids, Deposits, and Other Assets	-	-	-	(105)
Accounts Payable	(40)	(1,393)	-	(2,506)
Accrued Payroll	(1,717)	367	-	(1,257)
Total Adjustments	(1,757)	(1,026)	-	(2,654)
Net Cash Provided by (Used for) Operating Activities	$ 857	$ (12,128)	$ 142	$ (8,601)
The Cash and Cash Equivalents are reported in the Statement of Net Position as follows:				
Current - Cash, Cash Equivalents, & Investments	$ 6,773	$ 36,906	$ 860	$ 62,569
Noncurrent Restricted - Cash & Cash Equivalents	-	-	-	9
Noncurrent Restricted - Cash, Cash Equivalents, & Investments Held by Trustees	870	-	-	870
Total Cash and Cash Equivalents	$ 7,643	$ 36,906	$ 860	$ 63,448

(concluded)

FORT WORTH®

Fiduciary Funds

Fiduciary funds are used to account for resources held by the City as a trustee or agent. Fiduciary Funds account for assets held by the City in a trustee capacity or as an agent for individuals, private organizations, other governments, and/or other funds. The City reports the following fiduciary funds:

Retirement Pension Trust Fund

For accounting measurement purposes, the Retirement Pension Fund is accounted for in essentially the same manner as proprietary funds. The Retirement Pension Fund accounts for the assets of the City's employees and employees of the Employees' Retirement Fund and issues separately audited financial statements. Those statements can be obtained by contacting the Employee's Retirement Plan of the City of Fort Worth, 3801 Hulen St., Suite 101, Fort Worth, Texas, 76107.

Retiree Healthcare Trust Fund

For accounting measurement purposes, the Retiree Healthcare Trust Fund is accounted for in essentially the same manner as proprietary funds. The Retiree Healthcare Trust Fund accounts for the assets of the City's postemployment healthcare benefit.

CITY OF FORT WORTH, TEXAS
COMBINING STATEMENT OF FIDUCIARY NET POSITION
PENSION AND OTHER EMPLOYEE BENEFITS TRUST FUNDS
SEPTEMBER 30, 2015
(in 000's)

	Retirement Pension Trust Fund	Retiree Healthcare Trust Fund	Total
ASSETS			
Current Assets:			
Cash & Cash Equivalents	$ 223	$ 1,787	$ 2,010
Cash & Investments Held by Trustees:			
Assets and Mortgage Backed Obligations	63,430	-	63,430
Corporate Obligations	112,931	-	112,931
Government Agency Obligations	85,433	-	85,433
International Obligations	51,788	-	51,788
Securities Lending Collateral	181,508	-	181,508
U.S. Treasuries	50,164	-	50,164
Short-Term Mutual Fund Investments	64,497	64,252	128,749
Corporate Stock	646,814	-	646,814
Alternative Investments	604,671	-	604,671
Commingled Funds	359,497	-	359,497
Total Cash & Investments Held by Trustees	2,220,733	64,252	2,284,985
Prepaid Expenses	21	-	21
Other Receivables	7,968	-	7,968
Due from Broker Securities Sold	197,424	-	197,424
Total Current Assets	2,426,369	66,039	2,492,408
Capital Assets (at Cost):			
Land	405	-	405
Buildings	3,455	-	3,455
Machinery and Equipment	333	-	333
Accumulated Depreciation	(879)	-	(879)
Net Capital Assets	3,314	-	3,314
Total Assets	2,429,683	66,039	2,495,722
LIABILITIES			
Current Liabilities:			
Other	236	-	236
Obligations Under Securities Lending	181,509	-	181,509
Due to Broker Securities Purchased	241,580	-	241,580
Total Current Liabilities	423,325	-	423,325
NET POSITION			
Net Position Held in Trust for Pension and Other Employee Benefits:			
Benefit Pension Plans	2,006,358	-	2,006,358
Postemployment Healthcare Plans	-	66,039	66,039
Total Net Position	$ 2,006,358	$ 66,039	$ 2,072,397

CITY OF FORT WORTH, TEXAS
COMBINING STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
PENSION AND OTHER EMPLOYEE BENEFITS TRUST FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2015
(in 000's)

	Retirement Pension Trust Fund	Retiree Healthcare Trust Fund	Total
ADDITIONS			
Interest and Dividend Income	$ 26,291	$ 77	$ 26,368
Less: Investment Management Fees and Interest Expense	(8,160)	(196)	(8,356)
Net Gain (Loss) in Fair Value of Investments	(53,095)	-	(53,095)
Other Income	14,297	-	14,297
Employer Contributions	81,063	32,076	113,139
Employee/Retiree Contributions	32,669	6,875	39,544
Total Additions	93,065	38,832	131,897
DEDUCTIONS			
Benefit Payments	163,061	19,778	182,839
Refunds	4,022	-	4,022
Administrative Expenses	3,971	8,640	12,611
Total Deductions	171,054	28,418	199,472
Change in Net Position	(77,989)	10,414	(67,575)
Net Position, Beginning of Year	2,084,347	55,625	2,139,972
Net Position, End of Year	$ 2,006,358	$ 66,039	$ 2,072,397

CITY OF FORT WORTH, TEXAS
COMBINING STATEMENT OF FIDUCIARY NET POSITION
FIDUCIARY FUNDS - RETIREMENT PENSION TRUST FUND
SEPTEMBER 30, 2015
(in 000's)

	Retirement Pension Trust Fund (City Plan)	Retirement Pension Trust Fund (Staff Plan)	Total
ASSETS			
Current Assets:			
Cash & Cash Equivalents	$ 223	$ -	$ 223
Cash & Investments Held by Trustees:			
Assets and Mortgage Backed Obligations	63,332	98	63,430
Corporate Obligations	112,757	174	112,931
Government Agency Obligations	85,302	131	85,433
International Obligations	51,708	80	51,788
Securities Lending Collateral	181,229	279	181,508
U.S. Treasuries	50,087	77	50,164
Short-Term Mutual Fund Investments	64,398	99	64,497
Corporate Stock	645,820	994	646,814
Alternative Investments	603,742	929	604,671
Commingled Funds	358,944	553	359,497
Total Cash & Investments Held by Trustees	2,217,319	3,414	2,220,733
Prepaid Expenses	21	-	21
Other Receivables	7,962	6	7,968
Due From Broker Securities Sold	197,130	294	197,424
Total Current Assets	2,422,655	3,714	2,426,369
Capital Assets (at Cost):			
Land	404	1	405
Buildings	3,450	5	3,455
Machinery and Equipment	333	-	333
Accumulate Depreciation	(878)	(1)	(879)
Net Capital Assets	3,309	5	3,314
Total Assets	2,425,964	3,719	2,429,683
LIABILITIES			
Current Liabilities:			
Other	236	-	236
Obligations Under Securities Lending	181,238	271	181,509
Due to Broker Securities Purchased	241,220	360	241,580
Total Current Liabilities	422,694	631	423,325
NET POSITION			
Net Position Held in Trust for Pension:			
Benefit Pension Plans	2,003,270	3,088	2,006,358
Total Net Position	$ 2,003,270	$ 3,088	$ 2,006,358

CITY OF FORT WORTH, TEXAS
COMBINING STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
FIDUCIARY FUNDS - RETIREMENT PENSION TRUST FUND
FOR THE YEAR ENDED SEPTEMBER 30, 2015
(in 000's)

	Retirement Pension Trust Fund (City Plan)	Retirement Pension Trust Fund (Staff Plan)	Total
ADDITIONS			
Interest and Dividend Income	$ 26,252	$ 39	$ 26,291
Less: Investment Management Fees and Interest Expense	(8,148)	(12)	(8,160)
Net Gain (Loss) in Fair Value of Investments	(53,016)	(79)	(53,095)
Other Income	14,276	21	14,297
Employer Contributions	80,821	242	81,063
Employee/Retiree Contributions	32,542	127	32,669
Total Additions	92,727	338	93,065
DEDUCTIONS			
Benefit Payments	163,061	-	163,061
Refunds	4,005	17	4,022
Administrative Expenses	3,966	5	3,971
Total Deductions	171,032	22	171,054
Change in Net Position	(78,305)	316	(77,989)
Net Position, Beginning of Year	2,081,575	2,772	2,084,347
Net Position, End of Year	$ 2,003,270	$ 3,088	$ 2,006,358

FORT WORTH®

STATISTICAL SECTION (UNAUDITED)

STATISTICAL SECTION

(Unaudited)

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

		Tables
Financial Trends	These schedules contain trend information to help the reader understand how the City's financial performance and well-being have changed over time.	**1-5**
Revenue Capacity	These schedules present information to help the reader assess the City's most significant local revenue source, the property tax.	**6-13**
Debt Capacity	These schedules present information to help the reader assess the affordability of the City's current levels of outstanding debt and the City's ability to issue additional debt in the future.	**14-19**
Demographic & Economic Information	These schedules offer demographic and economic indicators to help the reader understand the environment within which the City's financial activities take place.	**20-29**
Operating Information	These schedules contain service and infrastructure data to help the reader understand how the information in the City's financial report relates to the services the City provides and the activities it performs.	**30-32**

Sources: Unless otherwise noted, the information in these tables is derived from the comprehensive annual financial reports for the relevant year.

CITY OF FORT WORTH, TEXAS
NET POSITION BY COMPONENT
LAST TEN FISCAL YEARS (Unaudited)
(accrual basis of accounting)
(in 000's)

	2006	2007	2008	2009	2010
Governmental Activities:					
Net Investment in Capital Assets	$ 891,173	$ 967,070	$ 986,163	$ 979,581	$ 943,984
Restricted for Capital Projects	-	-	-	-	8,393
Restricted for Debt Service	45,988	7,376	15,974	15,613	16,437
Unrestricted (Deficit)	32,168	55,154	28,762	19,795	32,197
Total Governmental Activities Net Position	$ 969,329	$ 1,029,600	$ 1,030,899	$ 1,014,989	$ 1,001,011
Business-Type Activities:					
Net Investment in Capital Assets	$ 1,272,031	$ 1,416,439	$ 1,459,733	$ 1,560,269	$ 1,594,876
Restricted for Capital Projects	-	-	-	-	67,661
Restricted for Debt Service	225	29,668	35,859	41,532	37,739
Unrestricted (Deficit)	219,651	189,885	258,686	232,086	224,958
Total Business-Type Activities Net Position	$ 1,491,907	$ 1,635,992	$ 1,754,278	$ 1,833,887	$ 1,925,234
Primary Government:					
Net Investment in Capital Assets	$ 2,163,204	$ 2,383,509	$ 2,445,896	$ 2,539,850	$ 2,538,860
Restricted for Capital Projects	-	-	-	-	76,054
Restricted for Debt Service	46,213	37,044	51,833	57,145	54,176
Unrestricted (Deficit)	251,819	245,039	287,448	251,881	257,155
Total Primary Government Net Position	$ 2,461,236	$ 2,665,592	$ 2,785,177	$ 2,848,876	$ 2,926,245

Source: Comprehensive Annual Financial Report for the respective years.

(a) Decrease due to GASB 68 Implementation.

TABLE 1

2011	2012	2013	2014	2015
$ 1,015,491	$ 1,005,900	$ 1,053,547	$ 1,092,890	$ 1,228,012
12,818	17,350	23,512	33,367	45,773
5,478	9,047	1,660	2,616	6,585
(32,846)	(53,101)	(128,038)	(214,634)	(1,552,115) [(a)]
$ 1,000,941	$ 979,196	$ 950,681	$ 914,239	$ (271,745)
$ 1,569,470	$ 1,715,508	$ 1,850,152	$ 1,864,396	$ 1,990,723
47,464	39,715	35,852	33,276	26,070
42,407	29,919	34,513	27,641	3,852
327,535	261,406	216,989	290,454	117,473
$ 1,986,876	$ 2,046,548	$ 2,137,506	$ 2,215,767	$ 2,138,118
$ 2,584,961	$ 2,721,408	$ 2,903,699	$ 2,957,286	$ 3,218,735
60,282	57,065	59,364	66,643	71,843
47,885	38,966	36,173	30,257	10,437
294,689	208,305	88,951	75,820	(1,434,642)
$ 2,987,817	$ 3,025,744	$ 3,088,187	$ 3,130,006	$ 1,866,373

CITY OF FORT WORTH, TEXAS
CHANGES IN NET POSITION
LAST TEN FISCAL YEARS (Unaudited)
(accrual basis of accounting)
(in 000's)

	2006	2007	2008	2009	2010
Expenses					
Governmental Activities:					
General Government	$ 87,687	$ 110,802	$ 161,180	$ 111,114	$ 112,638
Public Safety	292,220	319,561	359,813	379,865	391,755
Highways and Streets	-	-	-	-	-
Transportation and Public Works	100,626	106,543	100,276	117,540	108,481
Culture and Recreation	41,291	44,533	51,145	55,110	55,022
Public Library	17,843	19,493	18,633	20,200	20,531
Health and Welfare	10,791	11,707	11,077	1,292	-
Public Events and Facilities	23,937	28,167	27,453	32,204	28,020
Planning and Development	11,303	13,106	11,751	14,654	12,520
Housing and Economic Development	10,613	15,437	14,733	27,558	37,944
Urban Redevelopment and Housing	-	-	-	-	-
Interest on Long-term Debt	15,793	22,216	20,689	26,910	29,220
Total Governmental Activities	612,104	691,565	776,750	786,447	796,131
Business-Type Activities:					
Water and Sewer	237,405	221,774	240,960	260,544	269,723
Municipal Airports	11,942	10,623	12,480	12,238	12,656
Solid Waste	36,647	39,389	41,478	44,296	39,241
Municipal Parking	314	1,035	586	2,067	3,552
Municipal Golf	5,437	5,119	6,174	6,126	5,949
Stormwater Utility	483	4,735	11,339	14,265	19,961
Total Business-Type Activities	292,228	282,675	313,017	339,536	351,082
Total Primary Government Expenses	$ 904,332	$ 974,240	$ 1,089,767	$ 1,125,983	$ 1,147,213
Program Revenues					
Governmental Activities:					
Charges for Services					
General Government	$ 16,384	$ 16,133	$ 17,549	$ 19,213	$ 16,903
Public Safety	18,667	21,252	21,374	22,506	18,306
Highways and Streets	-	-	-	-	-
Transportation and Public Works	3,022	3,140	4,415	4,381	6,469
Culture and Recreation	763	1,047	1,392	1,826	1,988
Public Library	629	644	724	668	601
Health and Welfare	3,077	3,284	3,300	312	-
Public Events and Facilities	6,833	5,772	6,861	8,515	8,838
Planning and Development	9,128	10,422	11,659	10,262	10,776
Housing and Economic Development	2,275	2,244	1,608	2,334	1,979
Urban Redevelopment and Housing	-	-	-	-	-
Operating Grants and Contributions	52,702	47,334	34,014	35,532	56,798
Capital Grants and Contributions	86,145	90,172	63,088	40,063	35,987
Total Governmental Activities	199,625	201,444	165,984	145,612	158,645
Business-Type Activities:					
Charges for Services:					
Water and Sewer	293,792	257,989	298,118	303,111	304,831
Municipal Airports	3,003	2,948	3,157	3,406	3,987
Solid Waste	37,259	40,632	44,095	45,465	46,710
Municipal Parking	3,645	3,683	4,099	4,533	6,394
Municipal Golf[(a)]	4,542	4,337	5,169	5,072	4,374
Stormwater Utility	3,670	15,165	17,753	20,803	26,530
Capital Grants and Contributions	118,749	87,818	44,127	54,827	31,186
Total Business-Type Activities	464,660	412,572	416,518	437,217	424,012
Total Primary Government Program Revenues	$ 664,285	$ 614,016	$ 582,502	$ 582,829	$ 582,657

2011	2012	2013	2014	2015
$ 118,104	$ 108,632	$ 114,575	$ 173,634	$ 202,450
407,601	422,626	431,362	424,289	529,188
-	-	-	-	131,535
128,611	133,691	129,820	147,429	-
57,815	60,089	62,626	62,167	129,115
22,348	22,102	21,736	20,842	-
-	-	-	-	3,548
32,844	33,152	35,545	32,876	-
13,534	13,156	14,145	12,382	-
35,699	24,382	20,388	18,402	-
-	-	-	-	36,544
31,472	31,130	34,366	31,522	26,448
848,028	848,960	864,563	923,543	1,058,828
288,452	306,476	302,447	317,526	340,113
13,356	14,912	18,768	23,089	14,194
44,247	46,415	48,903	48,420	52,586
5,851	6,580	6,621	6,649	7,602
5,864	7,723	5,614	5,396	-
18,972	20,773	22,531	23,745	28,198
376,742	402,879	404,884	424,825	442,693
$ 1,224,770	$ 1,251,839	$ 1,269,447	$ 1,348,368	$ 1,501,521
$ 14,701	$ 5,436	$ 5,933	$ 6,575	$ 19,229
19,925	22,722	25,339	23,023	9,984
-	-	-	-	13,884
10,627	14,738	14,984	14,683	-
2,750	3,165	2,990	4,021	20,266
666	670	629	608	-
-	-	-	-	-
9,749	8,822	10,814	11,421	-
11,673	10,336	11,497	11,308	-
3,028	2,683	4,845	1,998	-
-	-	-	-	13,344
56,825	47,644	45,173	43,700	37,810
54,686	55,075	52,682	69,149	62,794
184,630	171,291	174,886	186,486	177,311
348,650	345,373	352,005	361,853	389,188
4,800	4,755	4,662	5,074	5,437
48,314	48,502	50,344	50,338	52,373
7,635	7,725	7,105	7,082	7,310
4,260	4,388	3,859	3,621	-
29,397	32,615	34,973	35,409	36,185
18,846	27,578	35,910	42,682	88,617
461,902	470,936	488,858	506,059	579,110
$ 646,532	$ 642,227	$ 663,744	$ 692,545	$ 756,421

(continued)

CITY OF FORT WORTH, TEXAS
CHANGES IN NET POSITION
LAST TEN FISCAL YEARS (Unaudited)
(accrual basis of accounting)
(in 000's)

	2006	2007	2008	2009	2010
Net (Expense) and Revenue					
Governmental Activities	$ (412,479)	$ (490,121)	$ (610,766)	$ (640,835)	$ (637,486)
Business-Type Activities	172,432	129,897	103,501	97,681	72,930
Total Primary Government Net Expense	$ (240,047)	$ (360,224)	$ (507,265)	$ (543,154)	$ (564,556)
General Revenues and Other Changes in Net Position					
Governmental Activities:					
Taxes:					
General Property Taxes	$ 256,630	$ 288,725	$ 317,517	$ 344,172	$ 354,815
Other Local Taxes	162,076	172,621	183,833	173,559	174,092
Franchise Fees	34,764	33,316	36,749	34,717	35,148
Gas Lease and Royalties	5,143	12,154	28,684	13,866	13,963
Assessments	1	868	30	13	11
Investment Income	12,191	19,974	18,615	15,746	11,572
Other	6,384	8,376	6,896	14,465	14,688
Gain (Loss) on Disposal of Capital Assets	1,227	63	401	430	352
Transfers	19,420	14,295	19,340	27,957	18,867
Special Items	-	-	-	-	-
Total Governmental Activities	497,836	550,392	612,065	624,925	623,508
Business-Type Activities:					
Investment Income	9,279	14,638	18,647	9,605	7,687
Gas Lease and Royalties	4,197	8,542	21,424	5,540	23,708
Other	5,185	6,582	7,857	4,202	5,889
Gain (Loss) on Disposal of Capital Assets	(1,062)	(1,279)	(13,803)	(237)	-
Transfers	(19,420)	(14,295)	(19,340)	(27,957)	(18,867)
Total Business-Type Activities	(1,821)	14,188	14,785	(8,847)	18,417
Total Primary Government	$ 496,015	$ 564,580	$ 626,850	$ 616,078	$ 641,925
Change in Net Position					
Governmental Activities	$ 85,357	$ 60,271	$ 1,299	$ (15,910)	$ (13,978)
Business-Type Activities	170,611	144,085	118,286	88,834	91,347
Total Primary Government	$ 255,968	$ 204,356	$ 119,585	$ 72,924	$ 77,369
Implementation of New Accounting Standard and Change in Accounting	$ -	$ -	$ -	$ (9,225)	$ -

Source: Comprehensive Annual Financial Report for the respective years.

Expenditure and Revenue Functions for Governmental Activities were realigned in Fiscal Year 2015.

(a) The Municipal Golf Fund was transferred to Governmental Activities in Fiscal Year 2015.

2011	2012	2013	2014	2015
$ (663,398)	$ (677,669)	$ (689,677)	$ (737,057)	$ (881,517)
85,160	68,057	83,974	81,234	136,417
$ (578,238)	$ (609,612)	$ (605,703)	$ (655,823)	$ (745,100)
$ 341,820	$ 351,277	$ 361,568	$ 389,118	$ 413,687
179,802	188,884	203,417	217,799	226,028
45,178	47,190	49,489	51,205	53,129
23,506	15,758	10,834	16,500	15,717
-	-	-	-	-
8,601	7,795	3,149	8,622	6,025
13,744	16,593	16,069	20,582	37,594
3,508	-	1,316	-	-
47,169	28,427	29,282	21,913	55,535
-	-	-	-	31,490
663,328	655,924	675,124	725,739	839,205
5,283	6,666	1,661	6,077	3,475
11,298	7,440	12,377	12,989	8,372
7,070	5,936	22,228	5,861	6,087
-	-	-	-	-
(47,169)	(28,427)	(29,282)	(21,913)	(55,535)
(23,518)	(8,385)	6,984	3,014	(37,601)
$ 639,810	$ 647,539	$ 682,108	$ 728,753	$ 801,604
$ (70)	$ (21,745)	$ (14,553)	$ (11,318)	$ (42,312)
61,642	59,672	90,958	84,248	98,816
$ 61,572	$ 37,927	$ 76,405	$ 72,930	$ 56,504
$ -	$ -	$ (13,962)	$ (31,111)	$ (1,320,137)

(concluded)

CITY OF FORT WORTH, TEXAS
FUND BALANCES, GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS (Unaudited)
(modified accrual basis of accounting)
(in 000's)

	2006	2007	2008	2009	2010
General Fund					
Reserved	$ 29,859	$ 16,755	$ 16,384	$ 15,885	$ 23,114
Unreserved	74,002	85,271	106,271	127,656	139,779
Nonspendable	-	-	-	-	-
Restricted	-	-	-	-	-
Committed	-	-	-	-	-
Assigned	-	-	-	-	-
Unassigned	-	-	-	-	-
Total General Fund	103,861	102,026	122,655	143,541	162,893
All Other Governmental Funds					
Reserved	73,133	24,086	37,620	44,371	51,485
Unreserved, designated for authorized expenditures	113,271	286,250	252,744	443,043	422,310
Unreserved, undesignated special revenue funds	(29,445)	2,155	16,695	33,296	17,156
Nonspendable, reported in:					
Special Revenue	-	-	-	-	-
Capital Projects	-	-	-	-	-
Restricted, reported in:					
Debt Service	-	-	-	-	-
Special Revenue	-	-	-	-	-
Capital Projects	-	-	-	-	-
Committed, reported in:					
Debt Service	-	-	-	-	-
Special Revenue	-	-	-	-	-
Capital Projects	-	-	-	-	-
Assigned, reported in:					
Debt Service	-	-	-	-	-
Special Revenue	-	-	-	-	-
Capital Projects	-	-	-	-	-
Unassigned	-	-	-	-	-
Total all Other Governmental Funds	156,959	312,491	307,059	520,710	490,951
Total all Governmental Funds	$ 260,820	$ 414,517	$ 429,714	$ 664,251	$ 653,844

Source: Comprehensive Annual Financial Report for the respective years.

* In Fiscal Year 2011, the City implemented GASB 54. The amounts prior to 2011 above have not been restated for the implementation of GASB 54.

TABLE 3

2011*	2012	2013	2014	2015
$ -	$ -	$ -	$ -	$ -
-	-	-	-	-
10,194	10,910	11,723	5,180	5,427
646	2,735	9,047	3,045	12,153
54,183	60,231	74,177	11,768	22,508
45,447	38,789	8,005	8,755	193
53,137	55,760	58,383	57,294	84,280
163,607	168,425	161,335	86,042	124,561
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
11,119	2,854	1,671	2,930	3,891
12,422	314	802	752	601
10,599	16,890	9,701	8,263	17,497
44,663	45,153	59,590	90,328	95,981
189,432	336,582	323,970	211,029	160,074
6,393	6,106	7,694	11,436	7,993
19,974	20,674	34,609	30,240	4,372
127,787	126,653	130,655	126,850	149,945
478	92	24	107	199
51,999	48,497	41,060	43,919	33,932
36,163	36,107	36,781	35,414	44,104
(465)	-	(3,795)	(1,620)	(785)
510,564	639,922	642,762	559,648	517,804
$ 674,171	$ 808,347	$ 804,097	$ 645,690	$ 642,365

CITY OF FORT WORTH, TEXAS
CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS (Unaudited)
(modified accrual basis of accounting)
(in 000's)

	2006	2007	2008	2009	2010
REVENUES:					
General Property Tax	$ 259,483	$ 289,177	$ 317,920	$ 343,973	$ 353,606
Other Local Taxes	162,076	172,621	183,833	173,559	174,092
Franchise Fees	-	-	-	-	-
Assessments	1	868	30	13	11
Charges for Services	19,546	20,231	22,323	20,494	13,313
Licenses and Permits	49,642	49,552	52,475	49,870	52,429
Fines and Forfeitures	11,690	12,512	15,513	18,738	19,652
Revenue from Use of Money and Property	16,088	14,784	14,319	15,821	15,612
Investment Income	12,108	19,902	18,449	15,364	11,385
Change in Fair Value Investments	51,167	-	-	-	-
Intergovernmental	5,142	53,854	32,204	46,691	65,753
Gas Leases and Royalties	-	12,150	28,658	13,866	13,963
Other	6,233	8,040	6,815	12,592	14,610
Contributions	25,436	24,513	12,213	12,263	12,594
Total Revenues	618,612	678,204	704,752	723,244	747,020
EXPENDITURES:					
Current:					
General Government	86,908	104,662	105,942	103,235	105,557
Public Safety	265,353	281,149	308,374	320,527	331,529
Highways and Streets	-	-	-	-	-
Transportation and Public Works	36,039	35,284	35,420	46,083	36,414
Culture and Recreation	36,690	38,090	41,507	46,195	46,115
Public Library	15,849	17,369	17,626	17,151	17,593
Health and Welfare	10,164	10,837	10,706	1,199	-
Public Events and Facilities	17,764	19,529	22,806	26,116	22,033
Planning and Development	10,765	12,151	11,768	12,926	10,871
Housing and Economic Development	9,981	14,497	14,461	26,282	36,445
Urban Redevelopment and Housing	-	-	-	-	-
Capital Outlay	115,783	111,127	103,778	114,595	129,407
Debt Service:					
Principal Retirement	36,954	85,409	38,368	46,160	46,397
Interest and Service Charges	16,477	20,329	24,542	25,301	29,169
Total Expenditures	658,727	750,433	735,298	785,770	811,530
Excess (deficiency) of revenue over expenditures	(40,115)	(72,229)	(30,546)	(62,526)	(64,510)
OTHER FINANCING SOURCES (USES):					
Long-Term Debt Issued	3,574	200,910	-	253,565	34,685
Capital Leases Issued	1,781	6,409	26,241	9,066	-
Proceeds from Loans	-	-	-	-	-
Proceeds from Owner Advance	-	1,923	-	-	-
Proceeds from Disposal of Property	1,350	-	336	1,049	386
Refunding Bonds Issued	-	-	-	-	-
Premium on Issuance of Bonds	-	2,239	-	9,792	-
Refunded Bonds Redeemed	-	-	-	-	-
Payment to Bond Escrow Agent	-	-	-	-	-
Transfers In	113,815	120,646	117,591	87,407	86,864
Transfers Out	(93,347)	(106,201)	(98,425)	(63,816)	(67,832)
Total Other Financing Sources (Uses)	27,173	225,926	45,743	297,063	54,103
Net Changes in Fund Balances	$ (12,942)	$ 153,697	$ 15,197	$ 234,537	$ (10,407)
Debt services as a percentage of noncapital expenditures	9.87 %	16.54 %	9.96 %	10.64 %	11.10 %

Source: Comprehensive Annual Financial Report for the respective years.

Expenditure and Revenue Functions for Governmental Activities were realigned in Fiscal Year 2015.

TABLE 4

2011	2012	2013	2014	2015
$ 343,954	$ 351,540	$ 357,673	$ 389,490	$ 414,419
179,802	188,884	203,417	217,153	225,382
45,178	47,190	49,489	51,205	53,129
-	-	-	-	-
14,390	15,975	16,693	18,284	22,306
18,447	12,011	12,179	12,771	12,750
24,705	25,598	28,246	26,968	25,325
15,577	14,988	19,915	15,614	16,326
8,502	7,695	3,129	8,200	5,131
-	-	-	-	-
70,276	53,354	59,111	79,239	61,403
23,506	15,758	10,834	16,500	15,717
13,696	16,554	16,069	22,315	30,407
12,154	12,633	17,208	9,840	12,177
770,187	762,180	793,963	867,579	894,472
109,265	99,112	106,907	163,945	177,549
348,165	368,224	381,513	389,058	393,715
-	-	-	-	40,750
46,853	53,822	47,598	71,106	-
48,544	51,036	53,883	54,711	100,930
19,355	19,209	18,991	18,763	-
-	-	-	-	3,109
26,692	28,058	30,528	28,324	-
12,074	11,865	12,875	11,656	-
34,073	23,158	19,259	17,536	-
-	-	-	-	31,125
137,100	107,625	170,502	206,450	178,970
47,351	53,925	75,611	88,923	70,939
31,451	30,277	37,517	35,044	31,121
860,923	846,311	955,184	1,085,516	1,028,208
(90,736)	(84,131)	(161,221)	(217,937)	(133,736)
101,665	170,970	68,570	19,270	40,000
4,419	-	-	344	-
-	-	18,443	46,865	37,356
-	-	-	-	-
4,444	286	9,090	1,340	2,394
46,680	50,305	25,795	-	127,162
12,554	32,956	5,150	364	18,668
(9,146)	-	-	-	-
(54,299)	(60,437)	(27,286)	-	(154,840)
161,129	470,463	109,939	143,754	162,071
(156,383)	(446,236)	(52,730)	(181,450)	(102,400)
111,063	218,307	156,971	30,487	130,411
$ 20,327	$ 134,176	$ (4,250)	$ (187,450)	$ (3,325)
10.80 %	11.38 %	14.41 %	14.16 %	12.00 %

CITY OF FORT WORTH, TEXAS
RESERVE REQUIREMENT COMPLIANCE
CURRENT YEAR (Unaudited)
(in 000's)

	Fund Balance	Basis for Calculation	Reserve Requirement Ratio [a]	Operating Expenditures/ Projected Debt Service
GOVERNMENTAL FUNDS:				
General Fund	$ 84,280	Unassigned Fund Balance	15.35 %	$ 549,049
Debt Service Fund	25,689	Restricted, Committed, and Assigned Fund Balance	25.00 %	90,339
Subtotal[b]	109,969			639,388
Special Revenue Funds[c]				
Crime Control and Prevention District Fund (CCPD)[c]	692	Assigned Fund Balance	16.67 %	47,133
Environmental Management Fund	859	Assigned Fund Balance	16.67 %	4,420
Culture and Tourism Fund	5,612	Assigned Fund Balance	16.67 %	27,480
Golf Fund	244	Assigned Fund Balance	16.67 %	4,375

	Working Capital/ Cash on Hand	Basis for Calculation[d]	Reserve Requirement Ratio [a]	Operating Expenditures/ Projected Debt Service
PROPRIETARY FUNDS:				
Enterprise Funds[e]				
Water and Sewer Fund[f]	$ 55,651	Working Capital	25.00 %	$ 316,164
Water and Sewer Fund	68,451	Cash on Hand	62 - 250 Days	253,114
Stormwater Utility Fund	19,826	Working Capital	25.00 %	24,836
Stormwater Utility Fund	21,885	Cash on Hand	62 - 150 Days	20,706
Municipal Airports Fund	4,608	Working Capital	25.00 %	6,243
Municipal Airports Fund	2,988	Cash on Hand	62 - 150 Days	6,243
Municipal Parking Fund[f]	(665)	Working Capital	25.00 %	4,780
Municipal Parking Fund	1,166	Cash on Hand	62 - 150 Days	3,140
Solid Waste Fund	25,220	Working Capital	25.00 %	52,169
Solid Waste Fund	23,421	Cash on Hand	62 - 150 Days	51,689
Internal Service Funds				
(Non-Insurance Funds)				
Equipment Services Fund[f]	(454)	Working Capital	3.00 %	24,467
Information Systems Fund	1,672	Working Capital	3.00 %	26,505
Capital Project Services Fund[f]	(803)	Working Capital	3.00 %	10,511
(Insurance Funds)				
Risk Management Fund	11,997	Working Capital	25.00 %	5,730
Workers' Compensation Fund[f]	(212)	Working Capital	16.67 %	10,895
Group Health and Life Insurance Fund	26,591	Working Capital	25.00 %	75,050
Unemployment Compensation Fund	861	Working Capital	25.00 %	308

Source: City of Fort Worth, Texas Financial Management Policy Statement and Comprehensive Annual Financial Report
(a) If the minimum Reserve Requirement has been met by a fund, the goal is used in the fund's calculation. For more information, refer to the City's Financial Management Policy Statement.
(b) While reserves for the General Fund and the Debt Service Fund are calculated separately, the resulting individual Reserve Requirements are combined into one figure to be compared with the total General Fund and Debt Service Fund's fund balance.
(c) For Special Revenue Funds, the restricted fund balance is currently excluded from the calculation, resulting in a noncompliant status for CCPD.
(d) For comparative reporting purposes, the Cash on Hand Requirement for the Water and Sewer Fund is calculated based on the most current Reserve Policy.
(e) Enterprise Funds and Internal Service Funds shall not have a negative Unrestricted Net Position.
(f) The City acknowledges that initially, not all funds will meet the minimum requirement for Working Capital. A fund will be considered compliant with the policy as long as the financial position shows continuous improvement each fiscal year.

Reserve Requirement Amount	Percent of Reserve Met	Excess/ (Deficit)	Compliant
$ 84,279	15.35 %	$ -	
22,585	28.44 %	3,104	
106,864	17.20 %	3,104	Y
7,857	1.47 %	(7,165)	N
737	19.43 %	122	Y
4,581	20.42 %	1,031	Y
729	5.58 %	(485)	N

Reserve Requirement Amount	Percent of Reserve Met	Excess/ (Deficit)	Compliant	Unrestricted Net Position	Compliant
$ 79,041	17.60 %	$ (23,390)	N	$ 43,033	Y
42,966 - 173,250	-	25,485 - (104,799)	Y	-	
6,209	79.83 %	13,617	Y	5,323	Y
3,534 - 8,550	-	18,351 - 13,335	Y	-	
1,561	73.81 %	3,047	Y	52,213	Y
1,054 - 2,550	-	1,934 - 438	Y	-	
1,195	(13.91)%	(1,860)	N	119	Y
558 - 1,350	-	608 - (184)	Y	-	
13,042	48.34 %	12,178	Y	15,315	Y
8,804 - 21,300	-	14,617 - 2,121	Y	-	
734	(1.86)%	(1,188)	N	(815)	N
795	6.31 %	877	Y	919	Y
315	(7.64)%	(1,118)	N	(4,183)	N
1,433	209.37 %	10,564	Y	7,748	Y
1,816	(1.95)%	(2,028)	N	(14,494)	N
18,763	35.43 %	7,828	Y	26,475	Y
77	279.55 %	784	Y	861	Y

CITY OF FORT WORTH, TEXAS **TABLE 6**

ASSESSED VALUE AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY

LAST TEN FISCAL YEARS (Unaudited)

(in 000's)

Fiscal Year	Net Assessed Valuation[a]			Total Direct Tax Rate[d]
	Real[b]	Personal[c]	Total Taxable	
2006	$ 23,781,759	$ 5,484,162	$ 29,265,921	0.8650
2007	27,269,005	6,387,383	33,656,388	0.8600
2008	29,566,579	8,065,831	37,632,410	0.8550
2009	32,915,645	7,954,958	40,870,603	0.8550
2010	33,504,557	8,346,458	41,851,015	0.8550
2011	32,195,274	8,826,794	41,022,068	0.8550
2012	33,932,556	8,053,487	41,986,043	0.8550
2013	35,892,406	7,805,257	43,697,663	0.8550
2014	34,792,449	7,628,240	42,420,689	0.8550
2015	37,644,135	8,286,957	45,931,092	0.8550

Source: Tarrant County Appraisal District, Denton County Appraisal District, Parker County Appraisal District and Wise County Appraisal District.

(a) The Assessed Value is 100%. Valuation shown for 2006 to 2007 include Tarrant County only, for 2008 to 2015 valuation shown are from the Tarrant, Denton, Parker and Wise County.

(b) Real properties include: residential, commercial and industrial.

(c) Includes personal properties such as: billboards, oil, gas, minerals, utilities, aircraft/mobile home

(d) Tax rate per $100 of valuation.

Although the City of Fort Worth extends into Johnson County, the City limits within this jurisdiction does not include any taxable property.

CITY OF FORT WORTH, TEXAS **TABLE 7**

PROPERTY TAX RATES - ALL DIRECT AND OVERLAPPING TAX RATES
LAST TEN FISCAL YEARS (Unaudited)
(Per $100 of Assessed Value)

	City Direct Rates[b]			Overlapping Rates[b]			
Fiscal Year Ended Sept. 30	Operating General Rates	General Obligation Debt Service	Total	Fort Worth ISD[b]	Tarrant County District[a]	Hospital District	Junior College District
2006	$ 0.7107	$ 0.1543	$ 0.8650	$ 1.6540	$ 0.2730	$ 0.2350	$ 0.1390
2007	0.7259	0.1341	0.8600	1.5140	0.2720	0.2350	0.1390
2008	0.7209	0.1341	0.8550	1.1900	0.2665	0.2300	0.1390
2009	0.7109	0.1441	0.8550	1.2570	0.2640	0.2279	0.1380
2010	0.7109	0.1441	0.8550	1.3220	0.2640	0.2279	0.1376
2011	0.7109	0.1441	0.8550	1.3220	0.2640	0.2279	0.1490
2012	0.7009	0.1541	0.8550	1.3220	0.2640	0.2279	0.1490
2013	0.6859	0.1691	0.8550	1.3220	0.2640	0.2279	0.1490
2014	0.6759	0.1791	0.8550	1.3220	0.2640	0.2279	0.1495
2015	0.6759	0.1791	0.8550	1.3220	0.2640	0.2279	0.1495

(a) Includes rate for "right of way" (road & highway improvement).

(b) Source - Tarrant County Appraisal District.

CITY OF FORT WORTH, TEXAS **TABLE 8**
PROPERTY TAXES LEVIES AND COLLECTIONS
LAST TEN FISCAL YEARS (Unaudited)
(in 000's)

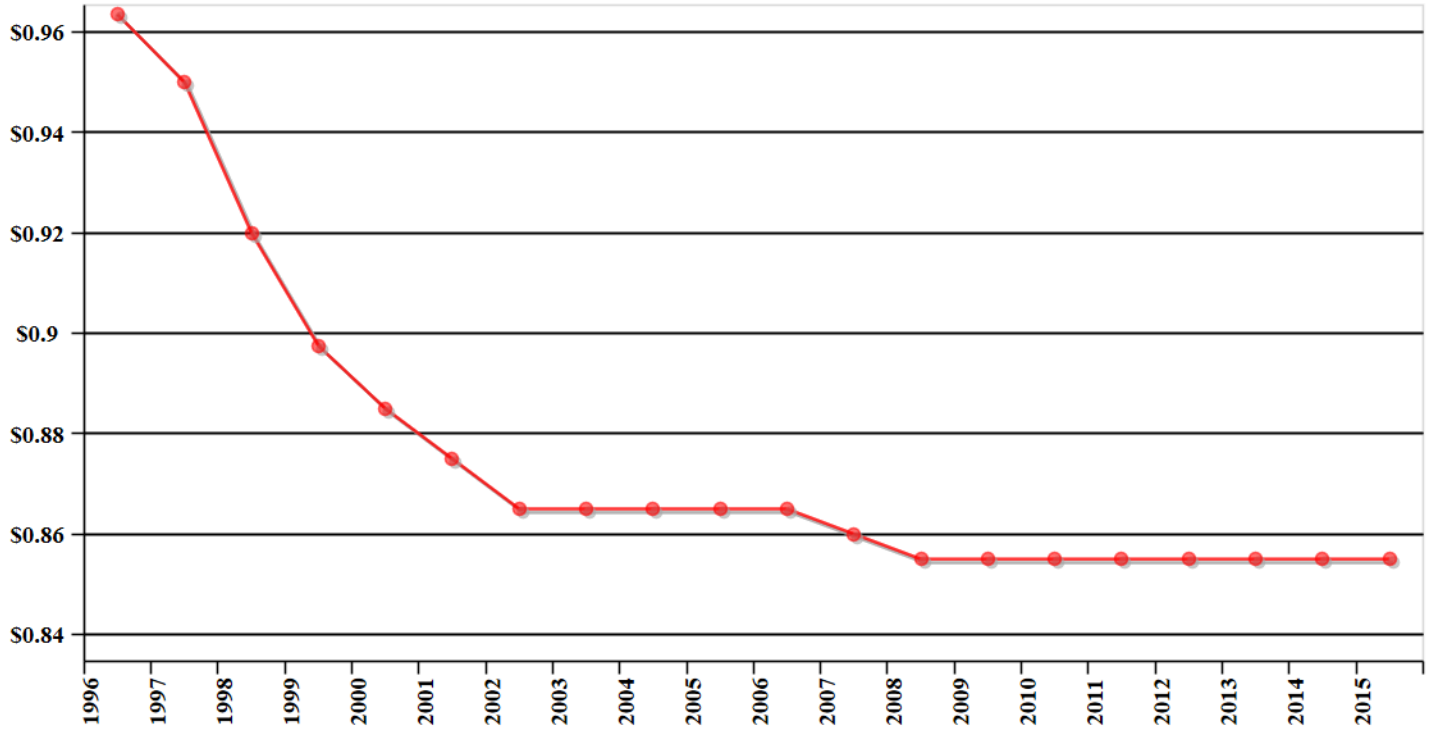
	Taxes Levied	Collected Within the Fiscal Year of the Levy		Collections in	Total Collections to Date	
Fiscal Year	for the Fiscal Year	Current Tax Collections	Percentage of Levy	Subsequent Years	Total Tax Collections	Percentage of Levy
2006	$ 257,957	$ 253,028	98.09%	$ 3,289	$ 256,317	99.36%
2007	292,466	286,805	98.06%	3,178	289,983	99.15%
2008	320,668	315,147	98.28%	3,960	319,107	99.51%
2009	350,946	343,530	97.89%	4,870	348,400	99.27%
2010	362,551	354,605	97.81%	3,605	358,210	98.80%
2011	350,050	343,622	98.16%	3,710	347,332	99.22%
2012	358,954	352,784	98.28%	3,412	356,196	99.23%
2013	366,361	359,890	98.23%	2,158	362,048	98.82%
2014	377,584	370,904	98.23%	1,676	372,580	98.67%
2015	402,370	393,691	97.84%	-	393,691	97.84%

Source: Tarrant County Tax Office

CITY OF FORT WORTH, TEXAS **TABLE 9**
PROPERTY TAX RATE TREND
LAST TWENTY FISCAL YEARS (Unaudited)

1996	1997	1998	1999	2000	2001	2002	2003	2004	2005
$ 0.9635	$ 0.9500	$ 0.9200	$ 0.8975	$ 0.8850	$ 0.8750	$ 0.8650	$ 0.8650	$ 0.8650	$ 0.8650

2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
$ 0.8650	$ 0.8600	$ 0.8550	$ 0.8550	$ 0.8550	$ 0.8550	$ 0.8550	$ 0.8550	$ 0.8550	$ 0.8550



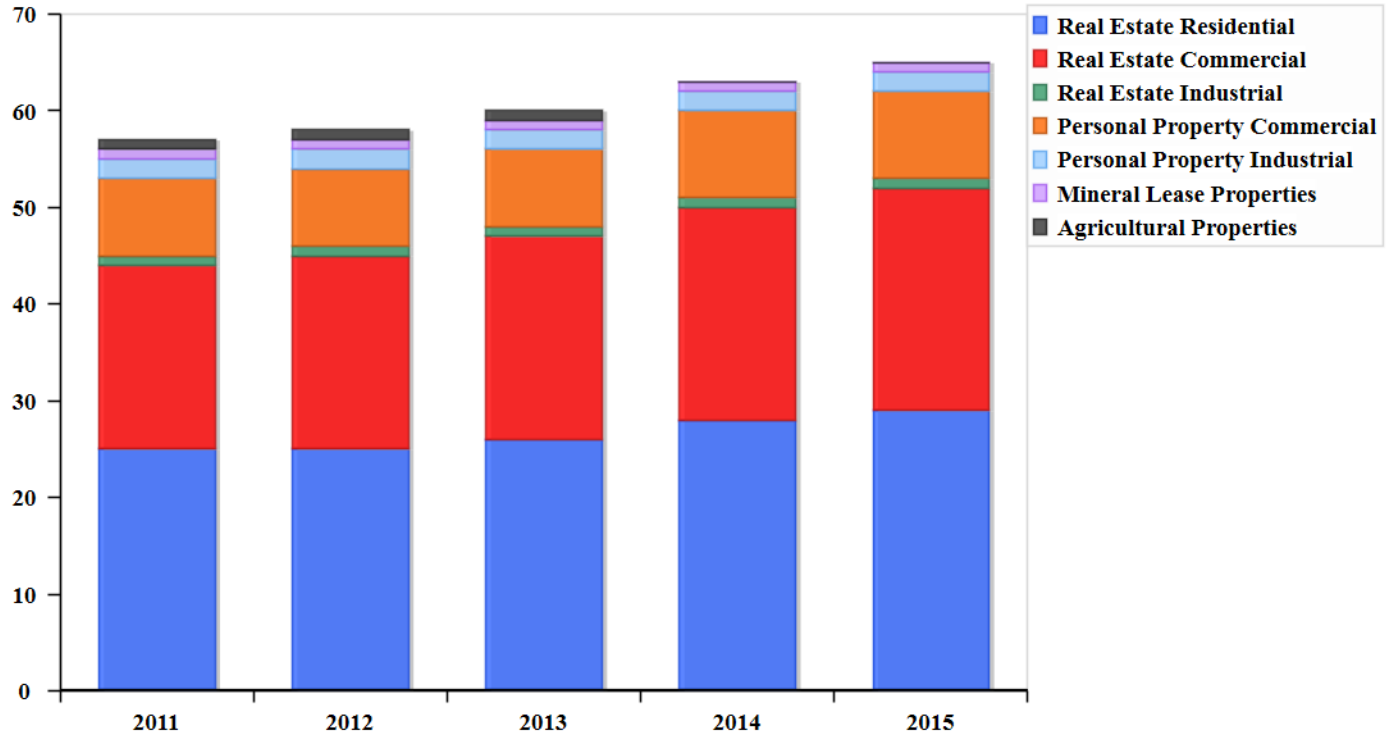
Source: Budget and Research Division, FMS, City of Fort Worth
Tax rate per $100 of Assessed Value

*Y-Axis adjusted for reader clarity

CITY OF FORT WORTH, TEXAS
APPRAISED VALUE BY TYPE (Unaudited)
(Inflation Adjusted)

TABLE 10

Appraisal Year	2011	2012	2013	2014	2015
TAD Value By Type					
Real Estate Residential	$ 25,105,043,170	$ 25,200,933,865	$ 26,088,463,777	$ 27,838,438,625	$ 28,893,726,041
Real Estate Commercial	18,969,306,102	20,331,035,444	21,136,215,188	22,125,666,464	23,127,040,927
Real Estate Industrial	690,832,781	659,448,355	661,971,949	685,102,871	688,895,285
Personal Property Commercial	8,026,046,789	8,313,984,468	8,499,074,603	9,012,689,484	9,174,950,221
Personal Property Industrial	1,917,936,931	2,101,203,472	2,073,079,041	2,204,318,829	2,372,534,332
Mineral Lease Properties	1,334,980,630	1,099,569,440	717,615,030	780,730,910	842,034,470
Agricultural Properties	546,963,451	550,817,835	519,392,178	496,920,328	16,132,705
Total TAD Value	**$ 56,591,109,854**	**$ 58,256,992,879**	**$ 59,695,811,766**	**$ 63,143,867,511**	**$ 65,115,313,981**
Total CFW Value	$ 58,048,593,856	$ 59,832,365,308	$ 61,219,914,707	$ 64,934,531,075	$ 67,008,399,264
% of CFW Value	97.5 %	97.4 %	97.5 %	97.2 %	97.2 %



Source: Tarrant Appraisal District Certified Tax Report.

Values reported are for Tarrant County only.

(a) Apartment complexes (multi-family) are included in the commercial category.

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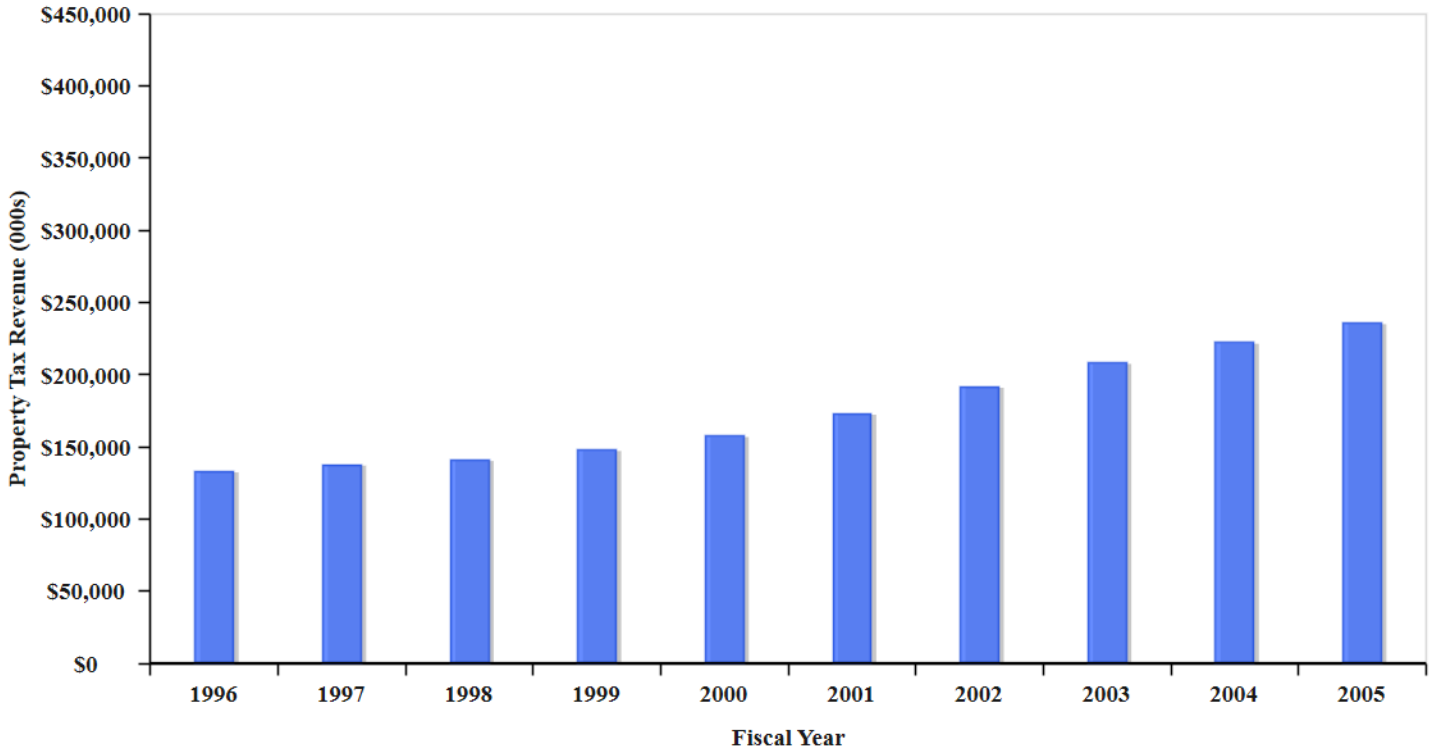
CITY OF FORT WORTH, TEXAS
PROPERTY TAX REVENUE
LAST TWENTY FISCAL YEARS (Unaudited)

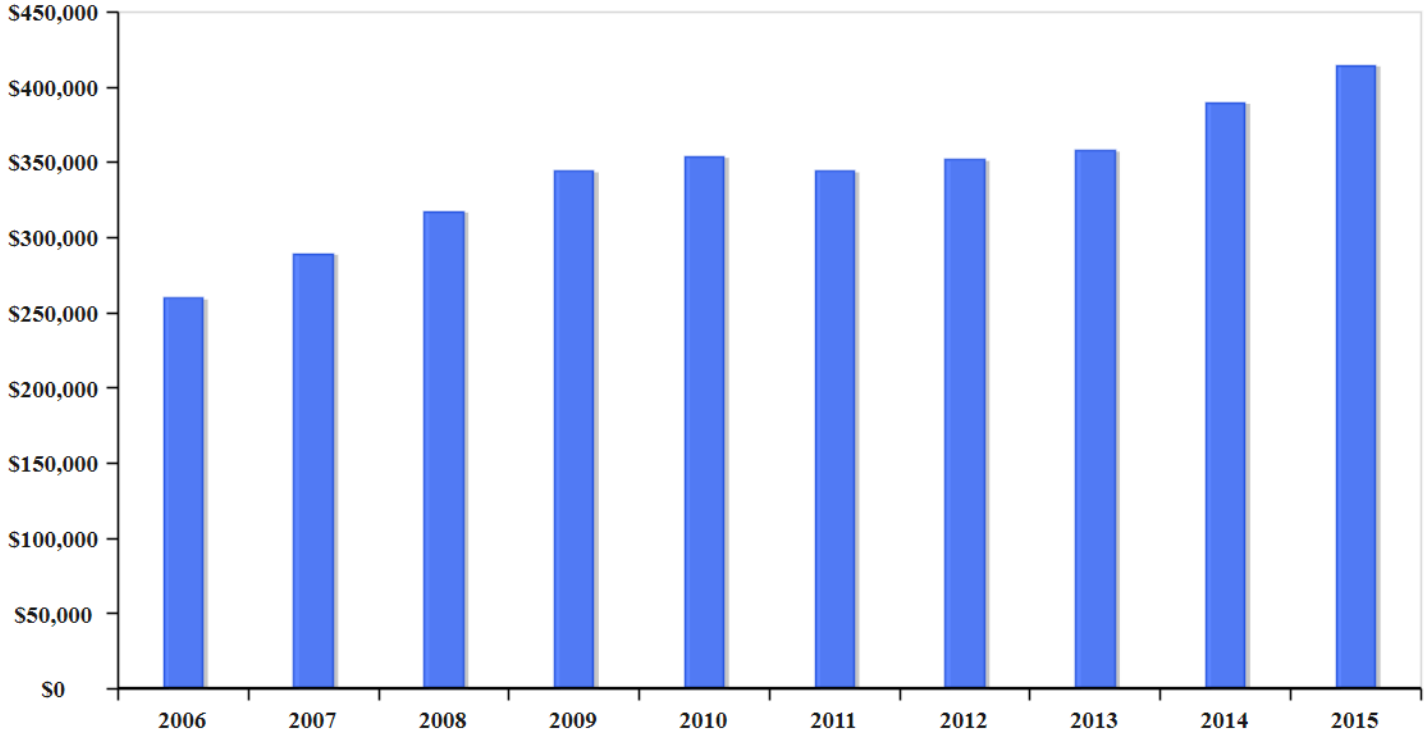
Fiscal Year	1996	1997	1998	1999	2000	2001	2002	2003	2004	2005
Value (000s)	$ 132,965	$ 137,657	$ 140,833	$ 147,760	$ 157,430	$ 172,908	$ 191,563	$ 208,112	$ 222,111	$ 235,643
Percent Change		3.53 %	2.31 %	4.92 %	6.54 %	9.83 %	10.79 %	8.64 %	6.73 %	6.09 %



Source: Financial Reporting Division, FMS, City of Fort Worth

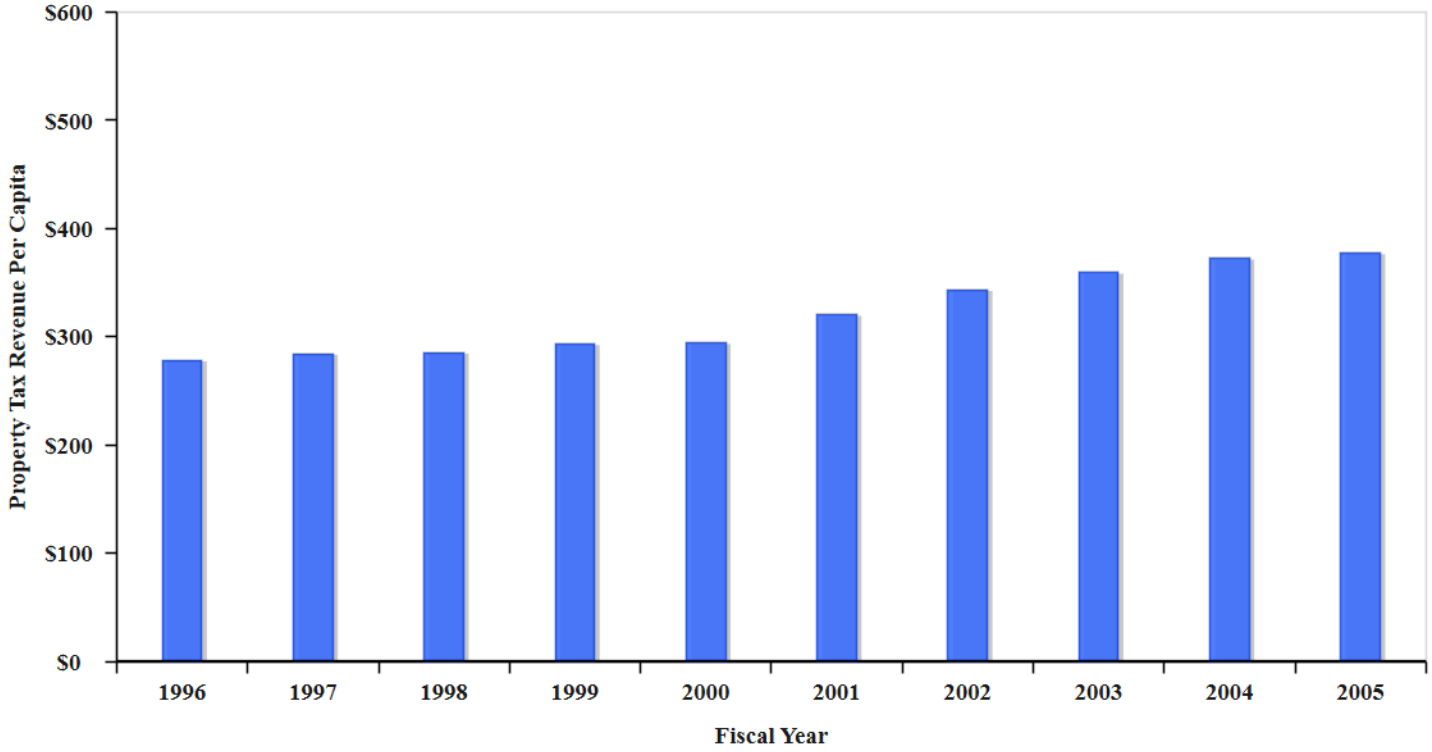
TABLE 11

2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
$ 259,483	$ 289,177	$ 317,290	$ 343,973	$ 353,606	$ 343,954	$ 351,540	$ 357,673	$ 389,490	$ 414,419
10.12 %	11.44 %	9.72 %	8.41 %	2.80 %	(2.73)%	2.21 %	1.74 %	8.90 %	6.40 %



CITY OF FORT WORTH, TEXAS
PROPERTY TAX REVENUE (Per Capita)
LAST TWENTY FISCAL YEARS (Unaudited)

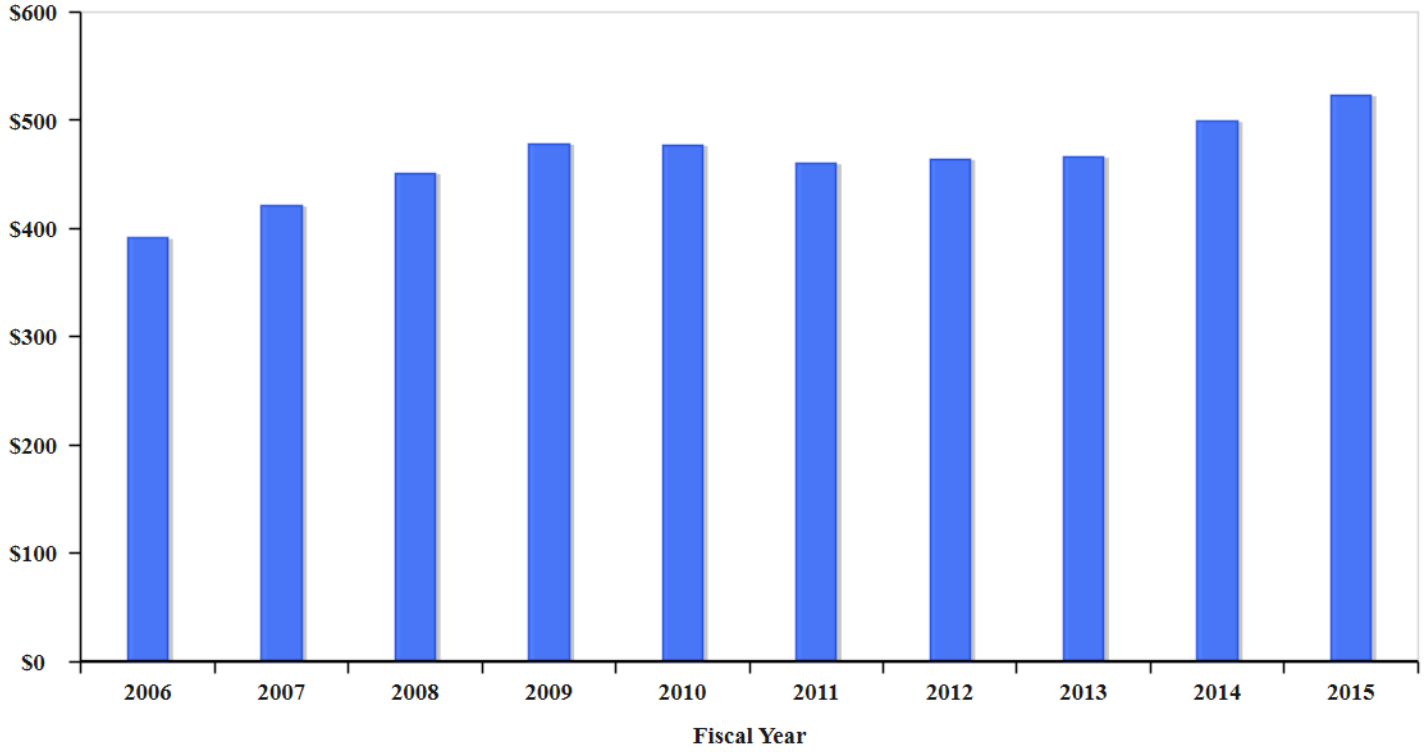
Fiscal Year	1996	1997	1998	1999	2000	2001	2002	2003	2004	2005
Value (000s)	$ 132,965	$ 137,657	$ 140,833	$ 147,760	$ 157,430	$ 172,908	$ 191,563	$ 208,112	$ 222,111	$ 235,643
Population	477,850	484,200	494,150	504,850	534,694	540,950	557,750	579,250	597,150	624,850
Value Per Capita	$ 278	$ 284	$ 285	$ 293	$ 294	$ 320	$ 343	$ 359	$ 372	$ 377
Percent Change		2.16 %	0.35 %	2.81 %	0.34 %	8.84 %	7.19 %	4.66 %	3.62 %	1.34 %



Source: Financial Reporting Division, FMS, City of Fort Worth

TABLE 12

2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
$ 259,483	$ 289,177	$ 317,290	$ 343,973	$ 353,606	$ 343,954	$ 351,540	$ 357,673	$ 389,490	$ 414,419
664,100	686,850	702,850	720,250	741,206	748,450	757,810	767,560	781,100	792,720
$ 391	$ 421	$ 451	$ 478	$ 477	$ 460	$ 464	$ 466	$ 499	$ 523
3.71 %	7.67 %	7.13 %	5.99 %	(0.21)%	(3.56)%	0.87 %	0.43 %	7.08 %	4.81 %



CITY OF FORT WORTH, TEXAS **TABLE 13**
PRINCIPAL PROPERTY TAXPAYERS
CURRENT YEAR AND NINE YEARS AGO (Unaudited)
(in 000's)

		2015[a]			2006[b]		
Name of Taxpayer	**Nature of Property**	**2014 Taxable Assessed Valuation**	**Rank**	**Percentage of Total Taxable Assessed Valuation**	**2005 Taxable Assessed Valuation**	**Rank**	**Percentage of Total Taxable Assessed Valuation**
TU Elect./Oncor Elect. Deliv. Co, LLC	Electric Utility	$ 391,858	1	0.85 %	$ 328,481	1	1.12 %
Bell Helicopter Inc.	Aircraft Manufacturing	254,857	2	0.55 %			
DDR/DTC City Investments, LP	Real Estate	230,818	3	0.50 %			
XTO Energy Inc	Oil/Gas Producer	219,299	4	0.48 %			
AMR Corp/American Airlines, Inc.	Airline	184,971	5	0.40 %	225,169	3	0.77 %
Alcon Laboratories, Inc.	Pharmaceuticals	172,549	6	0.38 %	175,124	4	0.60 %
Wal-Mart Real Estate Bus. Trust/Stores	Retailer	162,379	7	0.35 %			
Chesapeake Operating (WI)	Natural Gas Producer	149,323	8	0.33 %			
Behringer Harvard Burnett PLZ	Investment Company	140,476	9	0.31 %			
Cousins 777 Main Street LLC	Real Estate	133,905	10	0.29 %			
Southwestern Bell	Telephone Utility				239,452	2	0.82 %
City Center Development	Developer				146,019	5	0.50 %
Albertson, Inc.	Grocery Retailer				136,999	6	0.47 %
Sprint Communications Co.	Telephone Utility				132,805	7	0.45 %
Fort Worth Local Development	Rental Property				120,024	8	0.41 %
Mercantile Partners	Commercial Real Estate				105,600	9	0.36 %
Burnett Plaza Associates	Commercial Real Estate				90,733	10	0.31 %
		$ 2,040,435		4.44 %	$ 1,700,406		5.81 %

(a) Source: Tarrant Appraisal District Supplemental Certification Report

(b) Source: Comprehensive Annual Financial Report for the respective year

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CITY OF FORT WORTH, TEXAS
RATIO OF OUTSTANDING DEBT BY TYPE
LAST TEN FISCAL YEARS (Unaudited)
(in 000's)

	2006	2007	2008	2009	2010
Governmental:					
General Obligation Bonds[c]	$ 212,909	$ 322,296	$ 295,925	$ 406,006	$ 380,125
Certificates of Obligation[c]	62,610	67,605	60,230	166,215	188,655
Installment Obligation	7,135	6,645	6,130	5,585	5,010
Equipment Notes Payable	5,030	3,160	26,600	22,634	18,852
HUD Installment Obligation	14,656	9,449	8,808	8,147	7,465
Service Center Obligation	22,315	21,890	21,450	20,995	20,520
Helicopter Installment Obligation	512	312	105	-	-
Fort Worth Housing Corp Obligation	9,528	9,464	9,395	9,322	9,244
Fort Worth Housing Fannie Mae Loan	-	1,000	1,000	-	-
Fort Worth Sports Authority	8,077	16,359	15,903	15,903	15,442
Lone Star Local Govt Corp Obligation	31,617	31,617	31,617	31,617	31,617
Central City Local Govt Corp Obligation	3,074	2,933	2,596	2,219	1,809
State Obligations	-	-	-	-	-
TRWD Obligation	-	-	-	-	-
State Energy Conservation Loan Phase I & II	3,200	4,610	4,433	3,730	3,216
State Energy Conservation Loan Phase III	-	3,794	5,000	4,397	4,080
ESPC Phase IV	-	-	-	9,066	8,795
ESPC Phase VII	-	-	-	-	-
Wells Fargo Loan	306	296	269	245	196
Beechwood Bridge Obligation	-	1,449	1,287	1,127	724
Capital Leases	-	-	-	-	-
Southwest Bank Loan (LDC SW Building)	-	-	-	-	-
Lancaster Corridor Construction Loan	-	-	-	-	-
Business-type:					
General Obligation Bonds[c]	706	284	140	65	-
Revenue Bonds	653,690	737,480	757,885	710,675	745,155
Certificates of Obligation[c]	10,940	31,165	30,905	57,240	54,195
Municipal Golf Capital Lease	246	187	132	69	5
Equipment Notes Payable	8,081	6,875	5,730	4,545	3,319
Trinity River Authority	14,150	8,895	8,490	8,065	7,620
ESPC Phase V	-	-	-	-	15,365
Total Primary Government	$ 1,068,782	$ 1,287,765	$ 1,294,030	$ 1,487,867	$ 1,521,409
Personal Income[a]	$ 12,577,390	$ 13,008,252	$ 13,311,276	$ 13,640,815	$ 17,334,565
Debt as a Percentage of Personal Income	8 %	10 %	10 %	11 %	9 %
Population[b]	664	687	703	720	736
Debt Per Capita	$ 1,610	$ 1,875	$ 1,841	$ 2,066	$ 2,067

(a) Personal Income calculated using the population and the per capita personal income (source: U. S. Bureau of Census 2010 and estimates)

(b) Estimate by North Central Texas Council of Governments, Arlington, Texas.

(c) For Fiscal Years 2006 to 2014 General Obligation Bonds and Certificates of Obligation amounts were adjusted for unamortized premium.

Source: Comprehensive Annual Financial Report for the respective years and other sources listed above.

TABLE 14

2011	2012	2013	2014	2015
$ 371,760	$ 458,800	$ 463,488	$ 440,617	$ 452,412
202,880	247,600	302,985	299,441	242,290
4,405	3,770	3,080	2,370	1,620
58,005	54,450	46,860	39,145	-
6,761	6,034	5,282	4,504	3,699
20,030	19,515	18,980	-	-
-	-	-	-	-
9,161	9,073	-	-	-
-	-	-	-	-
15,337	8,476	8,386	6,868	2,495
31,617	31,617	31,617	31,617	31,617
1,376	872	347	-	-
-	-	-	10,931	10,285
-	-	-	91,998	124,349
2,580	1,925	1,249	553	-
3,598	3,102	2,590	2,064	1,528
8,352	7,820	-	-	-
-	-	18,443	18,064	17,426
144	78	-	-	-
333	-	-	-	-
4,319	4,096	3,816	1,482	1,122
-	-	-	2,545	2,200
-	-	-	-	1,774
-	-	-	-	-
855,310	884,010	858,985	950,107	882,395
57,560	56,035	55,238	53,092	48,428
-	-	-	-	-
2,049	750	-	-	-
7,150	6,656	6,100	5,500	4,885
15,365	15,365	14,691	13,355	11,938
$ 1,678,092	$ 1,820,044	$ 1,842,137	$ 1,974,253	$ 1,840,463
$ 20,399,090	$ 18,827,032	$ 18,934,769	$ 19,128,358	$ 19,600,795
8 %	10 %	10 %	10 %	9 %
748	758	768	781	793
$ 2,249	$ 2,313	$ 2,399	$ 2,528	$ 2,321

CITY OF FORT WORTH, TEXAS **TABLE 15**

PERCENT OF TOTAL GENERAL DEBT OUTSTANDING TO ASSESSED VALUE AND TOTAL GENERAL DEBT OUTSTANDING PER CAPITA

LAST TEN FISCAL YEARS (Unaudited)

(in 000's)

	General Bonded Debt Outstanding							
Fiscal Year	General Obligation Bonds	Certification of Obligation[a]	Resources Restricted for Debt Service	Total Net Bonded Debt	Assessed Value[b]	Percent Outstanding General Debt to Assessed Value	Estimated Population[c]	Outstanding General Debt Per Capita
2006	$ 212,909	$ 62,610	$ -	$ 275,519	$ 29,265,921	0.94 %	664	$ 0.415
2007	322,296	67,605	-	389,901	33,656,388	1.16 %	687	0.568
2008	295,925	60,230	-	356,155	37,632,410	0.95 %	687	0.518
2009	406,006	166,215	-	572,221	40,870,603	1.40 %	702	0.815
2010	380,125	188,655	-	568,780	41,851,015	1.36 %	741	0.768
2011	371,760	202,880	-	574,640	41,022,067	1.40 %	748	0.768
2012	458,800	247,600	-	706,400	41,986,043	1.68 %	758	0.932
2013	463,488	302,985	-	766,473	43,697,663	1.75 %	768	0.998
2014	440,617	299,441	-	740,058	42,420,689	1.74 %	781	0.948
2015	452,412	290,718	830	742,300	$ 45,931,092	1.62 %	793	0.936

(a) Includes Business Type Activities Certificates of Obligation debt

(b) Assessed value is 100%

(c) Source: North Central Texas Council of Governments, Arlington Texas.

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CITY OF FORT WORTH, TEXAS
LEGAL DEBT MARGIN INFORMATION
SEPTEMBER 30, 2015 (Unaudited)
(in Millions)

	2006*	2007*	2008*	2009*	2010*
Total Assessed Valuation	$ 29,266	$ 33,656	$ 37,471	$ 38,357	$ 39,725
Overall Debt Limitation - 10% of Assessed Valuation					
Net Debt Subject to Limitation					
Legal Debt Margin Within 10% Limitation					
Legal Debt Margin as a Percentage of the Debt Limit					

Notes:

*Government Code Sec. 1331.051 of the State of Texas Constitution and Statutes limits cities with a population of seven hundred fifty thousand or more to incur a total bonded indebtedness by the issuance of tax-supported bonds in an amount not exceeding ten (10%) percent of the total appraised value of property listed on the most recent appraisal roll for the City. Prior to FY2011, per Article 835p of the State of Texas Civil Statutes, the limit was based upon a population of six hundred thousand according to the last federal census. According to the 2000 Federal Census, the City of Fort Worth had a population of over 516 thousand; therefore the 10% limitation does not apply for 2010 and before. According to the 2010 Federal Census, the City of Fort Worth had a population of over 758 thousand; therefore, the 10% limitation does apply after 2010.

Assessed Value is the appraised value of property net of exemptions, deferrals, incomplete and protested properties.

Net Debt Subject to Limitation includes governmental activities tax supported general obligation bonds and certificates of obligations.

CITY OF FORT WORTH, TEXAS
CITY TAX RATE DISTRIBUTION
LAST TEN FISCAL YEARS (Unaudited)
(Per $100 of Assessed Value)

	2006	2007	2008	2009	2010
General Fund	$ 0.711	$ 0.726	$ 0.721	$ 0.711	$ 0.711
Debt Service Fund	0.154	0.134	0.134	0.144	0.144
Total City Tax Rate	$ 0.865	$ 0.860	$ 0.855	$ 0.855	$ 0.855

Source: Tarrant Appraisal District

TABLE 16

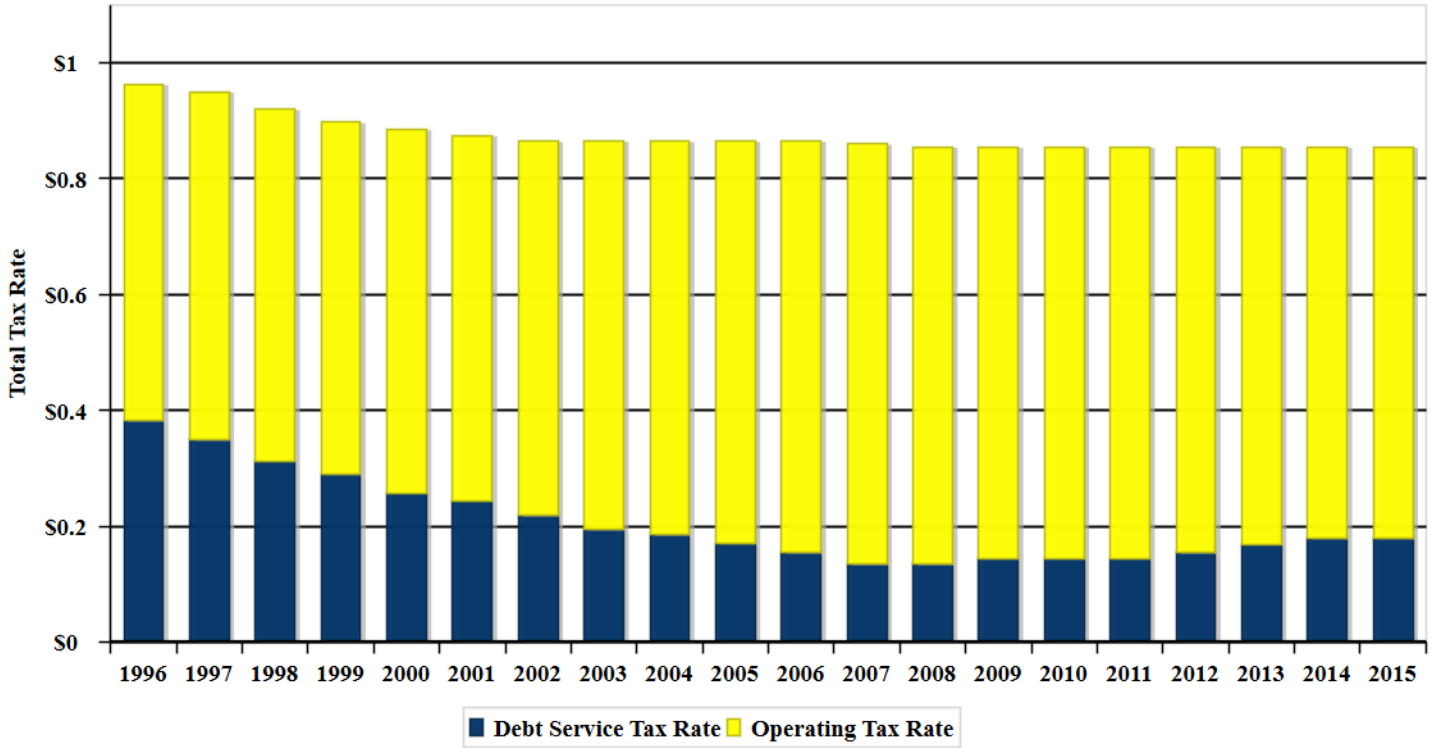
2011*	2012	2013	2014	2015
$ 39,836	$ 41,986	$ 43,698	$ 42,421	$ 45,931
3,984	4,199	4,370	4,242	4,593
575	706	727	695	695
3,409	$ 3,493	$ 3,643	$ 3,547	$ 3,898
86 %	83 %	83 %	84 %	85 %

2011	2012	2013	2014	2015
$ 0.711	$ 0.701	$ 0.686	$ 0.676	$ 0.676
0.144	0.154	0.169	0.179	0.179
$ 0.855	$ 0.855	$ 0.855	$ 0.855	$ 0.855

CITY OF FORT WORTH, TEXAS **TABLE 17**
TAX RATE ALLOCATION
LAST TWENTY FISCAL YEARS (Unaudited)

	1996	1997	1998	1999	2000	2001	2002	2003	2004	2005
Debt Service Tax Rate	$ 0.3821	$ 0.3492	$ 0.3131	$ 0.2899	$ 0.2576	$ 0.2438	$ 0.2183	$ 0.1943	$ 0.1851	$ 0.1704
Operating Tax Rate	$ 0.5814	$ 0.6008	$ 0.6069	$ 0.6076	$ 0.6274	$ 0.6312	$ 0.6467	$ 0.6707	$ 0.6799	$ 0.6946

	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
Debt Service Tax Rate	$ 0.1543	$ 0.1341	$ 0.1341	$ 0.1441	$ 0.1441	$ 0.1441	$ 0.1541	$ 0.1691	$ 0.1791	$ 0.1791
Operating Tax Rate	$ 0.7107	$ 0.7259	$ 0.7209	$ 0.7109	$ 0.7109	$ 0.7109	$ 0.7009	$ 0.6859	$ 0.6759	$ 0.6759



Source: Budget and Research Division, FMS, City of Fort Worth

CITY OF FORT WORTH, TEXAS **TABLE 18**
DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT(Unaudited)
YEAR ENDED SEPTEMBER 30, 2015
(in 000's)

Governmental Unit	Debt Outstanding	Estimated Percentage Applicable[(b)]	Estimated Share of Overlapping Debt
Aledo ISD	$ 185,621	1.16%	$ 2,153
Arlington Independent School District	759,612	0.05%	380
Azle Independent School District	34,895	2.35%	820
Birdville Independent School District	256,162	5.80%	14,857
Burleson Independent School District	297,496	14.90%	44,327
Castleberry Independent School District	45,935	42.15%	19,362
Crowley Independent School District	328,627	73.84%	242,658
Denton County	634,275	2.22%	14,081
Eagle Mountain-Saginaw Independent School District	577,888	62.12%	358,984
Everman Independent School District	89,695	64.78%	58,104
Fort Worth Independent School District	782,490	86.17%	674,272
Hurst-Euless-Bedford Independent School District	274,883	27.69%	76,115
Keller Independent School District	771,228	46.76%	360,626
Kennedale Independent School District	41,169	1.08%	445
Lake Worth Independent School District	72,324	48.01%	34,723
Mansfield Independent School District	788,320	0.01%	79
Northwest Independent School District	765,547	38.59%	295,425
Parker County	91,244	0.31%	283
Tarrant County	333,795	38.15%	127,343
Tarrant County Hospital District	23,440	38.15%	8,942
White Settlement Independent School District	163,571	50.26%	82,211
Subtotal, overlapping debt			2,416,190
City of Fort Worth Net Direct Debt	892,817	100.00 %	892,817
Total direct and overlapping debt			$ 3,309,007

(a) All debt figures of the overlapping subdivisions reflect the gross bonded debt of each entity, with the exception of the City of Fort Worth. Net direct debt includes all long-term debt instruments of the governmental activities, which currently includes General Obligation Bonds, Certificates of Obligation, Notes, Loans, and Capital Leases.

(b) The estimated percentage is based on a formula using assessed values of property.

Source: Municipal Advisory Council of Texas

CITY OF FORT WORTH, TEXAS
PLEDGED-REVENUE COVERAGE
LAST TEN FISCAL YEARS (Unaudited)
(in 000's)

TABLE 19

	Revenues			Debt Service Requirements			
Fiscal Year	Total Revenues[a]	Less: Operating Expense[b]	Net Revenue	Principal	Interest	Annual Requirement	Bond Coverage[c]
Water and Sewer[d]							
2006	$ 303,144	$ 151,940	$ 151,204	$ 42,480	$ 30,514	$ 72,994	2.07
2007	276,263	151,982	124,281	43,395	29,865	73,260	1.70
2008	313,388	170,069	143,319	46,198	34,353	80,551	1.78
2009	310,122	183,311	126,811	51,831	32,018	83,849	1.51
2010	321,366	189,329	132,037	51,025	28,592	79,617	1.66
2011	351,712	196,478	155,234	57,195	30,702	87,897	1.77
2012	349,112	217,978	131,134	62,210	33,592	95,802	1.37
2013	353,223	211,493	141,730	59,725	31,162	90,887	1.56
2014	364,660	226,719	137,941	61,800	29,551	91,351	1.51
2015	391,225	253,114	138,111	65,055	30,201	95,256	1.45
Municipal Parking[e]							
2006	3,728	225	3,503	88	199	287	12.21
2007	4,601	339	4,262	-	599	599	7.12
2008	5,404	445	4,959	-	1,150	1,150	4.31
2009	5,133	1,423	3,710	100	1,895	1,995	1.86
2010	6,543	2,189	4,354	300	2,651	2,951	1.48
2011	7,800	2,448	5,352	640	2,704	3,344	1.60
2012	7,808	2,775	5,033	955	2,667	3,622	1.39
2013	7,117	2,891	4,226	1,005	2,620	3,625	1.17
2014	7,127	2,703	4,424	1,495	2,561	4,056	1.09
2015	7,344	3,140	4,204	1,565	2,490	4,055	1.04
Solid Waste[f]							
2006	41,019	35,578	5,441	1,169	601	1,770	3.07
2007	45,727	38,267	7,460	1,206	578	1,784	4.18
2008	52,243	40,343	11,900	1,145	535	1,680	7.08
2009	49,442	42,976	6,466	1,625	484	2,109	3.07
2010	52,787	37,966	14,821	1,661	491	2,152	6.89
2011	55,418	42,945	12,473	1,704	333	2,037	6.12
2012	54,449	45,023	9,426	1,734	285	2,019	4.67
2013	56,325	47,669	8,656	1,185	235	1,420	6.10
2014	55,819	47,128	8,691	435	207	642	13.54
2015	58,622	51,689	6,933	435	152	587	11.81
Stormwater[g]							
2008	18,968	10,024	8,944	310	907	1,217	7.35
2009	21,675	12,711	8,964	520	1,158	1,678	5.34
2010	27,786	17,737	10,049	1,445	2,752	4,197	2.39
2011	30,340	16,522	13,818	1,515	2,858	4,373	3.16
2012	34,130	17,929	16,201	3,860	5,426	9,286	1.74
2013	35,208	17,446	17,762	3,715	5,663	9,378	1.89
2014	36,439	17,141	19,298	3,825	5,522	9,347	2.06
2015	36,799	20,706	16,093	3,960	5,380	9,340	1.72

(a) Exclusive of other expenses and contributions, gas lease revenue, and includes interest income.

(b) Exclusive of depreciation charges.

(c) Bond Coverage is computed by dividing Net Revenue by Annual Requirements.

(d) Secured by revenues of the City's Water and Sewer System.

(e) Secured by revenues of the City's Will Rogers Memorial Center Parking Facilities.

(f) Secured by revenues of the City's Solid Waste Services Program.

(g) Secured by revenue collected to maintain the stormwater system.

CITY OF FORT WORTH, TEXAS
DEMOGRAPHIC AND ECONOMIC STATISTICS
LAST TEN FISCAL YEARS (Unaudited)

TABLE 20

Fiscal Year	Population[a]	Personal Income	Per Capita Personal Income	Median Age	Unemployment[b]	Unemployment Rate[b]
2006	664,100	$ 12,577,389,900	$ 18,939 [c]	31.2 [c]	15,061	4.9%
2007	686,850	13,008,252,150	18,939 [c]	31.2 [c]	14,485	4.6%
2008	702,850	13,311,276,150	18,939 [c]	31.2 [c]	17,154	5.3%
2009	720,250	13,640,814,750	18,939 [c]	31.2 [c]	26,982	8.1%
2010	741,206	18,414,521,864	24,844 [d]	31.1 [d]	28,044	8.3%
2011	748,450	18,594,491,800	24,844 [d]	31.1 [d]	29,813	8.7%
2012	757,810	18,827,031,640	24,844 [d]	31.1 [d]	22,632	6.4%
2013	767,560	17,998,514,440	23,449 [e]	31.9 [e]	22,566	6.1%
2014	781,100	19,128,357,900	24,489 [f]	31.5 [f]	18,699	5.0%
2015	792,720	19,600,794,720	24,726 [g]	31.8 [h]	15,594	4.0%

(a) Estimate by North Central Texas Council of Governments, Arlington, Texas and City of Fort Worth Planning and Development Department.

(b) Source: BLS Local Area Unemployment Statistics.

(c) Source: U.S. Census Bureau 2000

(d) Source: U.S. Census Bureau 2010

(e) Source: U.S. Census Bureau 2012

(f) Source: U.S. Census Bureau 2013 Estimate

(g) Source: U.S. Census Bureau 2014 Estimate

(h) Source: U.S. Census Bureau, American Community Survey

CITY OF FORT WORTH, TEXAS **TABLE 21**
PRINCIPAL EMPLOYERS
FORT WORTH METROPOLITAN AREA
CURRENT YEAR AND NINE YEARS AGO (Unaudited)
(in 000's)

	2015			2006		
Name of Employers	**Employees**	**Rank**	**Percentage of Total Employment[b]**	**Employees[c]**	**Rank**	**Percentage of Total Employment[d]**
AMR Corp. /American Airlines	24.0 [a]	1	6.43 %	7.5	2	1.49 %
Lockheed Martin Tactical Aircraft Systems	13.7 [a]	2	3.67 %	16.4	1	3.25 %
Fort Worth Independent School District	12.0 [a]	3	3.21 %	-	-	
NAS Fort Worth Joint Reserve Base	11.0 [a]	4	2.95 %	5.4	6	1.07 %
City of Fort Worth	6.2 [a]	5	1.66 %	7.1	3	1.41 %
JPS Health Network/John Peter Smith Hospital	6.0 [a]	6	1.61 %	3.8	10	0.75 %
Alcon Laboratories Inc.	5.9 [a]	7	1.58 %	-	-	
Cook Children's Health Care System	5.9 [a]	8	1.58 %	3.9	9	0.77 %
Tarrant County College	5.6 [a]	9	1.50 %	-	-	
Tarrant County Government	5.0 [a]	10	1.34 %	-	-	
Bell Helicopter-Textron, Inc.				5.7	4	1.13 %
Harris Methodist Hospital				5.5	5	1.09 %
Radio Shack				5.1	7	1.01 %
Countrywide Financial Corporation				4.4	8	0.87 %
	95.3		25.53 %	64.8		12.84 %

(a) Source: Fort Worth Chamber of Commerce

(b) Estimated total employment of 373,406 for 2014 per U.S. Bureau of Labor Statistics

(c) Source: City of Fort Worth, Texas CAFR For the Fiscal Year Ended September 30, 2005

(d) Estimated total employment of 504,441 for 2005 per North Central Texas Council of Governments

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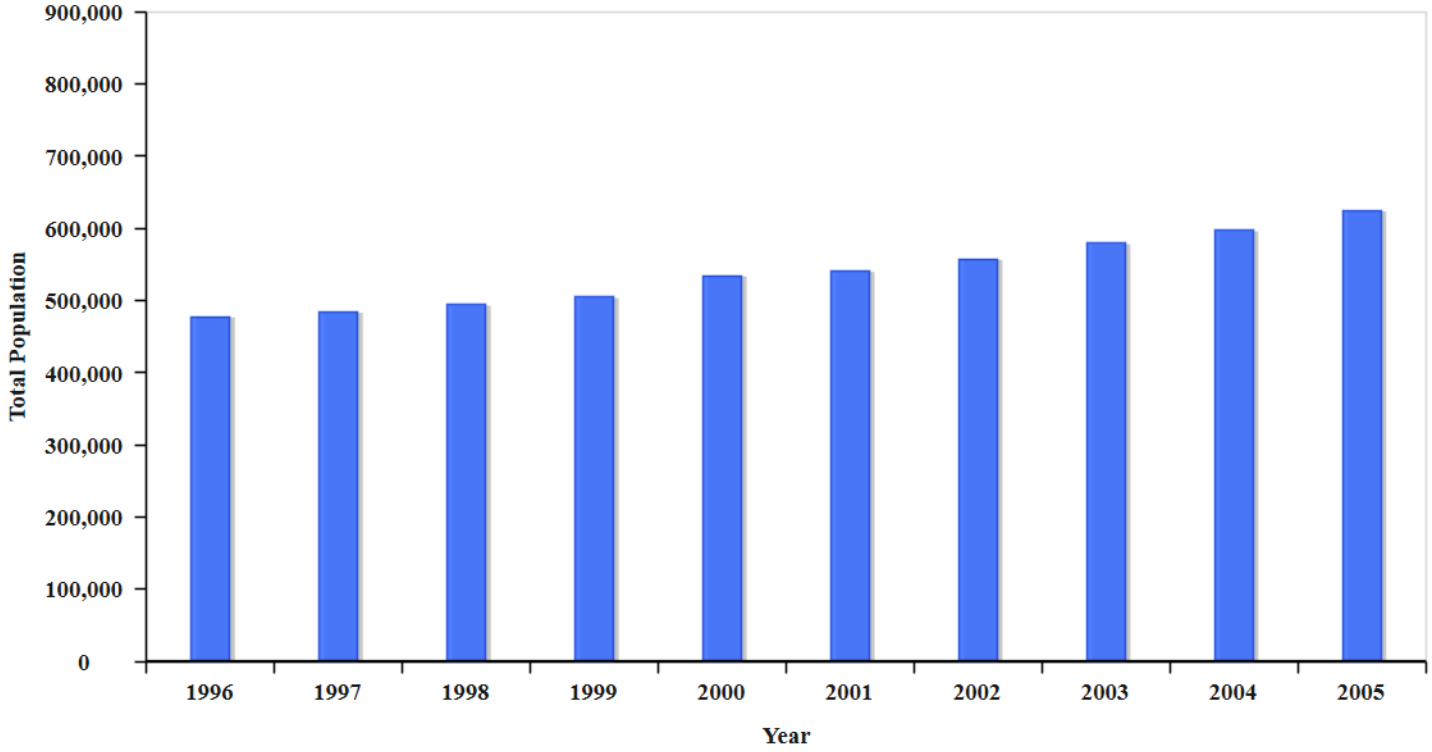
CITY OF FORT WORTH, TEXAS
POPULATION GROWTH
LAST TWENTY FISCAL YEARS (Unaudited)

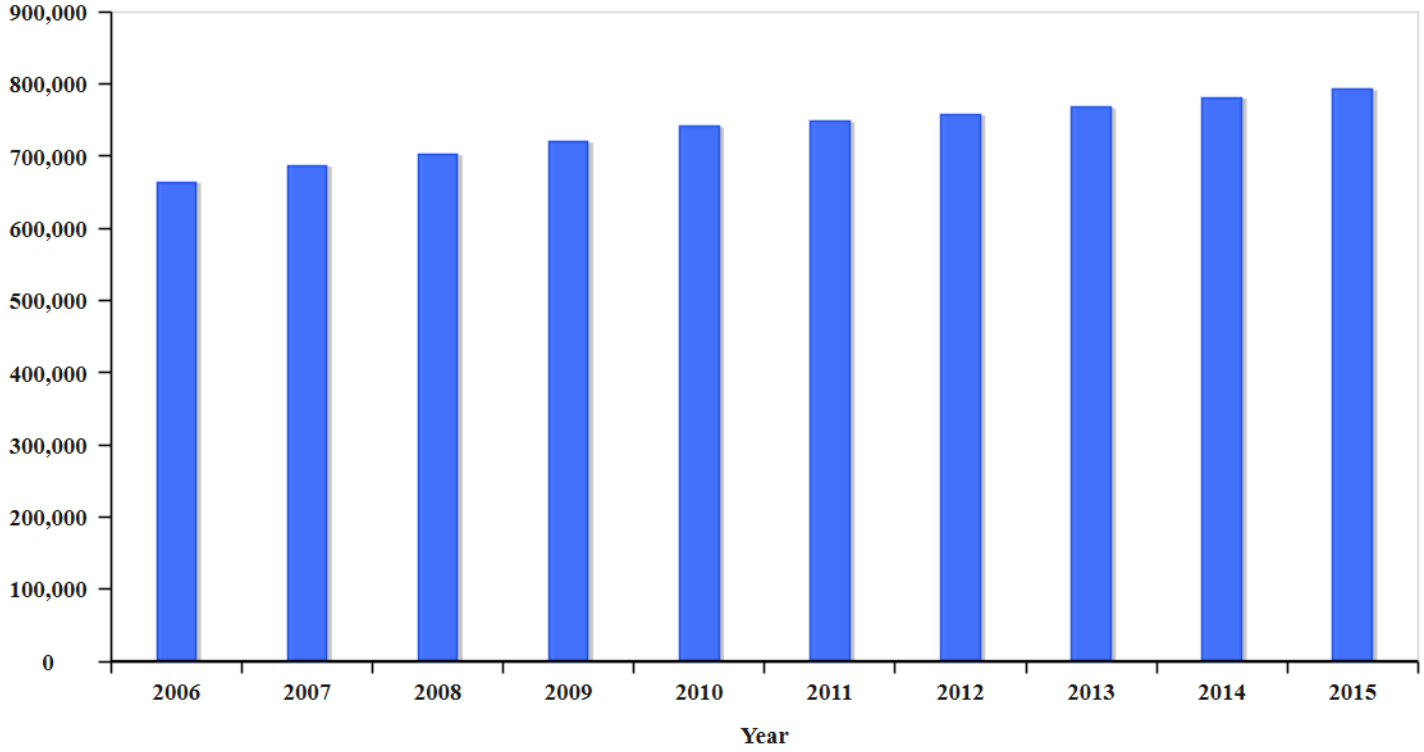
Fiscal Year	1996	1997	1998	1999	2000	2001	2002	2003	2004	2005
Population	477,850	484,200	494,150	504,850	534,694	540,950	557,750	579,250	597,150	624,850
Percent Change		1.33 %	2.05 %	2.17 %	5.91 %	1.17 %	3.11 %	3.85 %	3.09 %	4.64 %



Source: North Central Texas Council of Governments (NCTCOG)

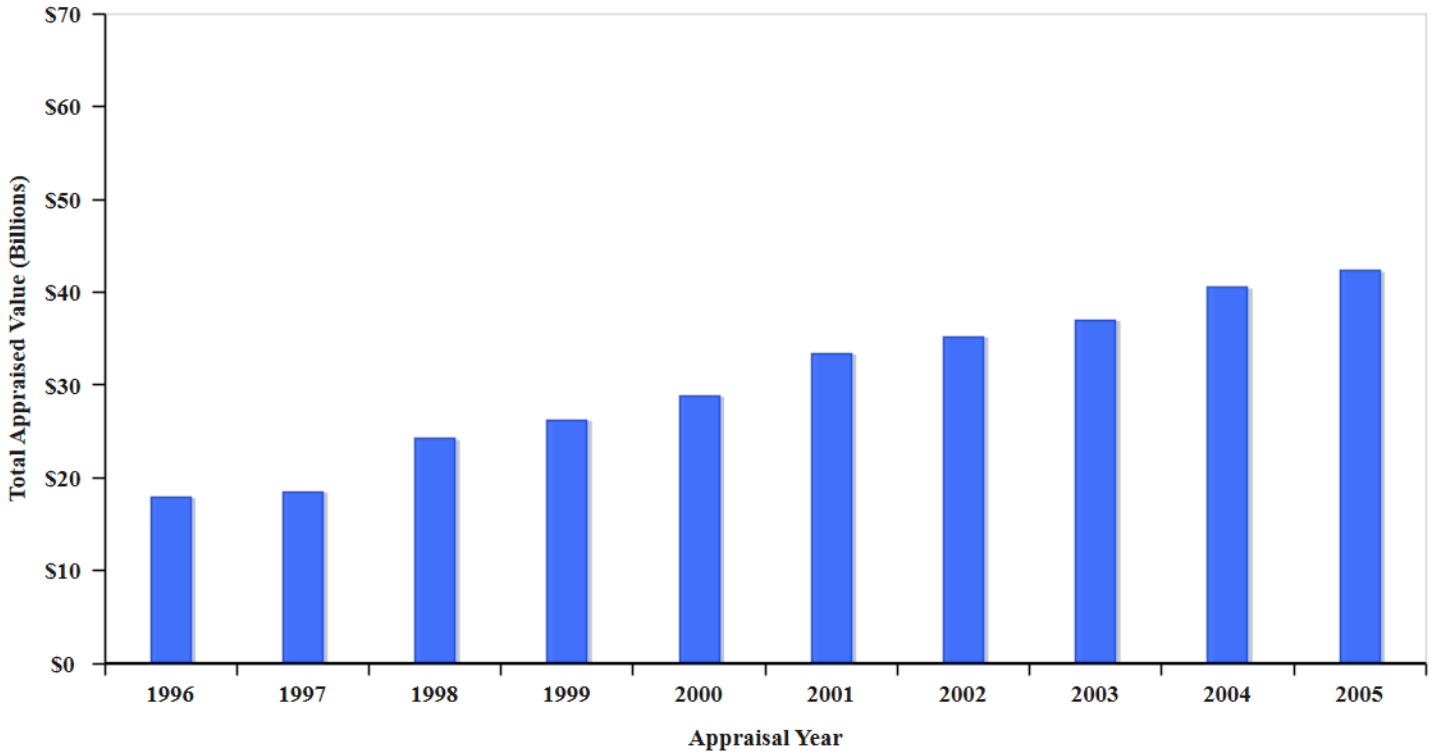
TABLE 22

2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
664,100	686,850	702,850	720,250	741,206	748,450	757,810	767,560	781,100	792,720
6.28 %	3.43 %	2.33 %	2.48 %	2.91 %	0.98 %	1.25 %	1.29 %	1.76 %	1.49 %



CITY OF FORT WORTH, TEXAS
TOTAL APPRAISED VALUE
LAST TWENTY FISCAL YEARS (Unaudited)

Appraisal Year	1996	1997	1998	1999	2000	2001	2002	2003	2004	2005
Value (Billions)	$ 17.9	$ 18.5	$ 24.2	$ 26.2	$ 28.8	$ 33.4	$ 35.2	$ 37.0	$ 40.5	$ 42.3
Percent Change		3.35 %	30.81 %	8.26 %	9.92 %	15.97 %	5.39 %	5.11 %	9.46 %	4.44 %

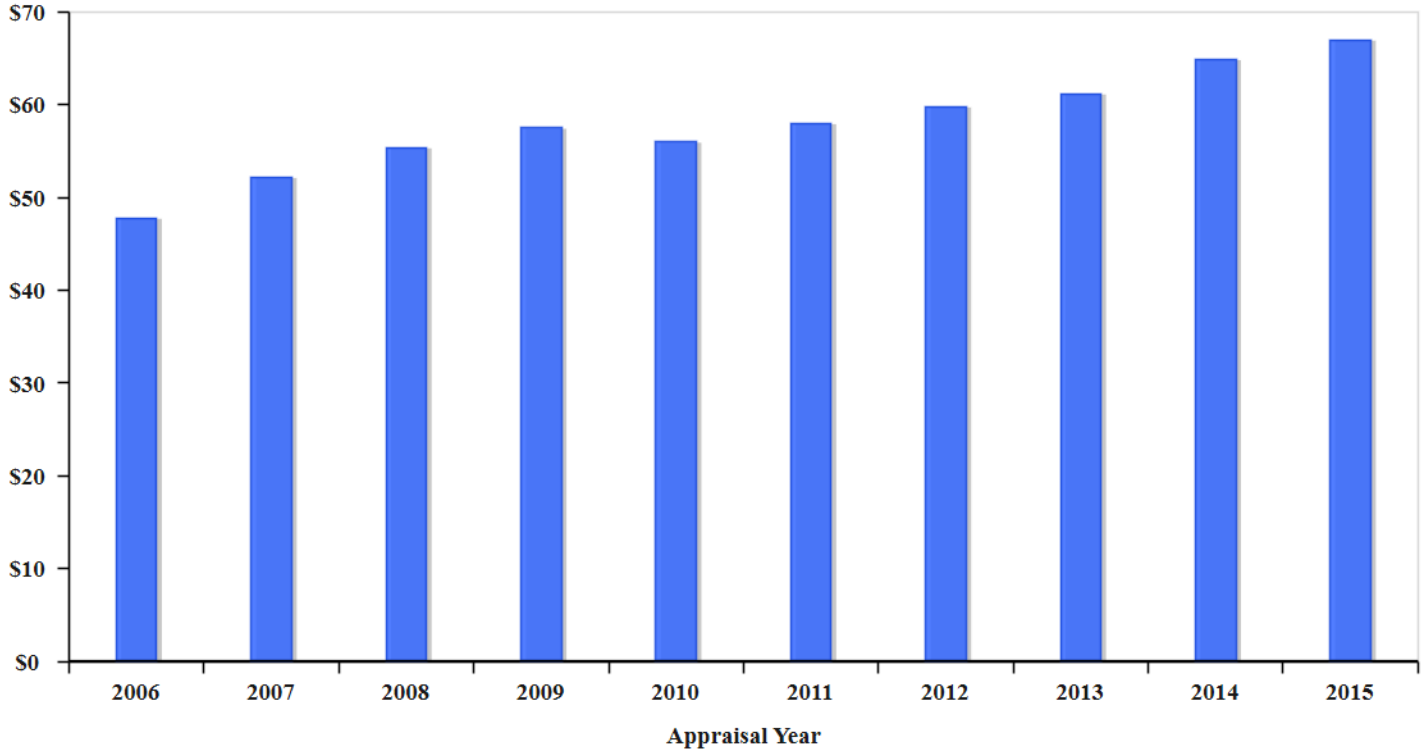


Source: Tarrant, Denton, Wise, Parker Appraisal District Certified Tax Report.

Although the City of Fort Worth extends into Johnson County, the City limits within this jurisdiction does not include any taxable property.

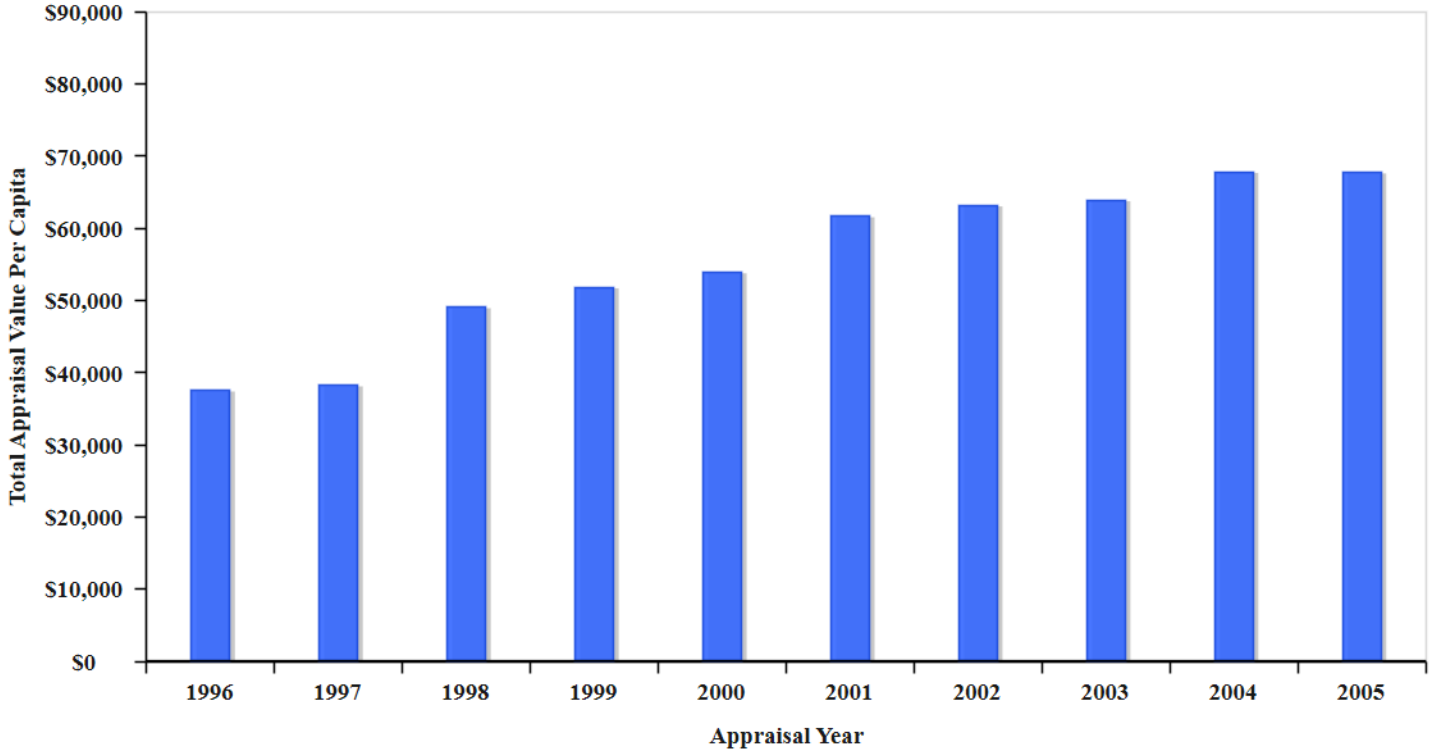
TABLE 23

2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
$ 47.8	$ 52.2	$ 55.4	$ 57.5	$ 56.0	$ 58.0	$ 59.8	$ 61.2	$ 64.9	$ 67.0
13.00 %	9.21 %	6.13 %	3.79 %	(2.61)%	3.57 %	3.10 %	2.34 %	6.05 %	3.24 %



CITY OF FORT WORTH, TEXAS
APPRAISED VALUE PER CAPITA
LAST TWENTY FISCAL YEARS (Unaudited)

Appraisal Year	1996	1997	1998	1999	2000	2001	2002	2003	2004	2005
Value (Billions)	$ 17.9	$ 18.5	$ 24.2	$ 26.2	$ 28.8	$ 33.4	$ 35.2	$ 37.0	$ 40.5	$ 42.3
Population	477,850	484,200	494,150	504,850	534,694	540,950	557,750	579,250	597,150	624,850
Value Per Capita	$ 37,519	$ 38,229	$ 49,067	$ 51,827	$ 53,902	$ 61,667	$ 63,171	$ 63,884	$ 67,815	$ 67,737
Percent Change		1.89 %	28.35 %	5.62 %	4.00 %	14.41 %	2.44 %	1.13 %	6.15 %	(0.12)%

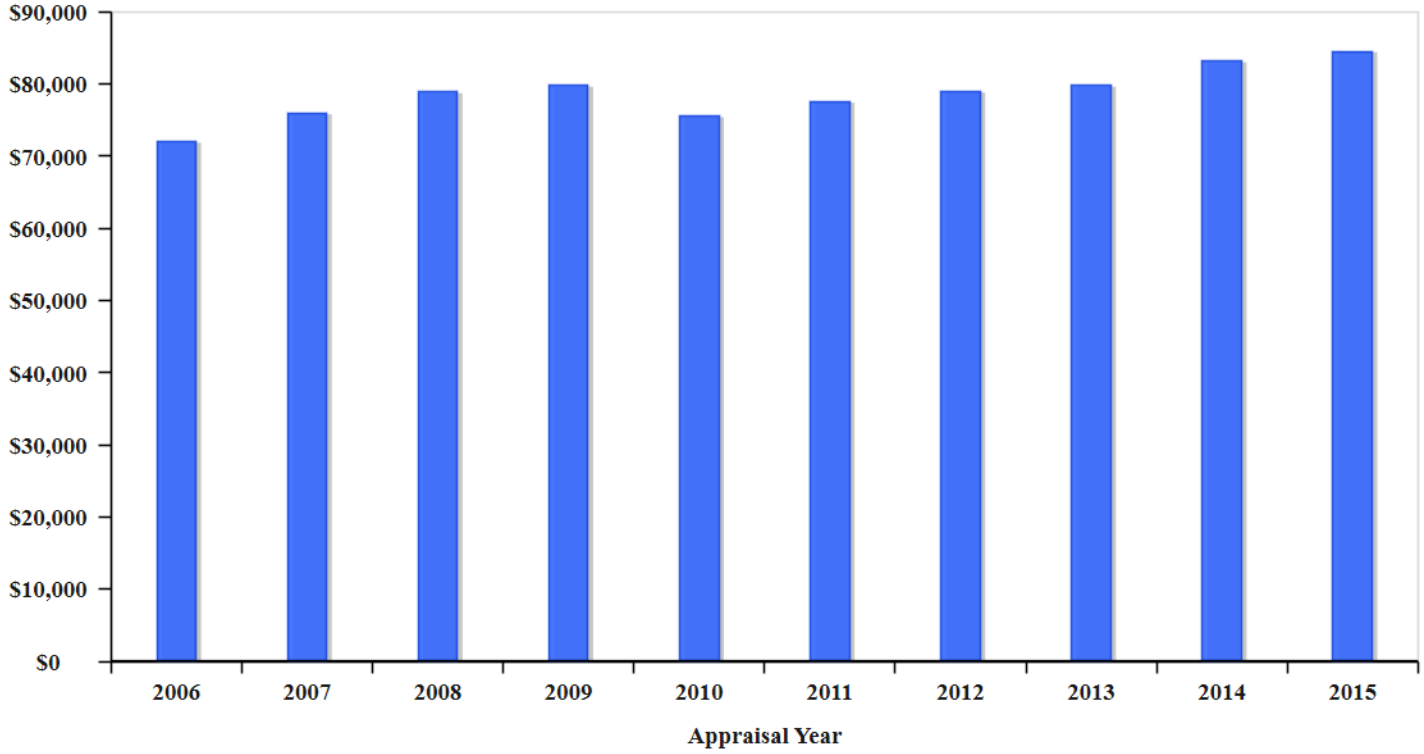


Source: Tarrant, Denton, Wise, Parker Appraisal District Certified Tax Report.

Although the City of Fort Worth extends into Johnson County, the City limits within this jurisdiction does not include any taxable property.

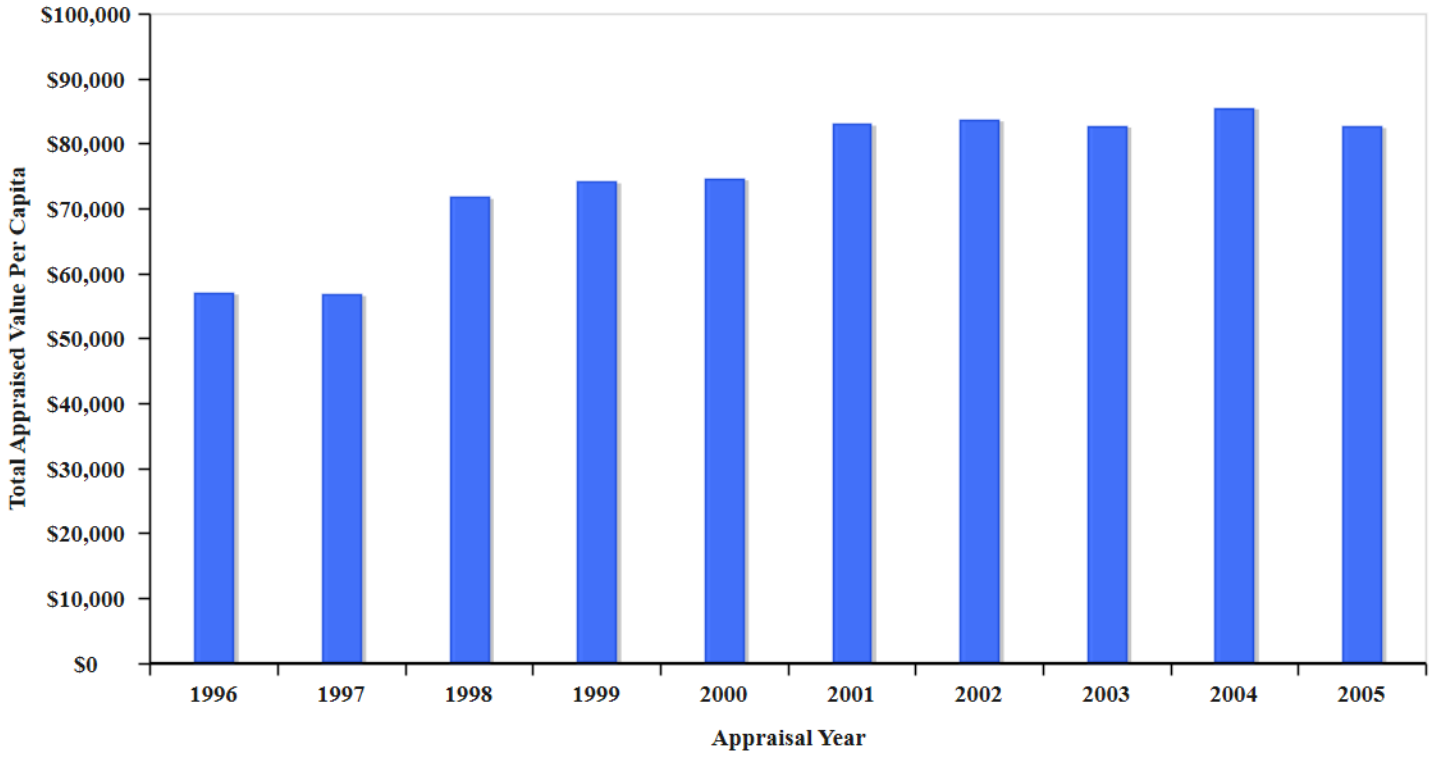
TABLE 24

2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
$ 47.8	$ 52.2	$ 55.4	$ 57.5	$ 56.0	$ 58.0	$ 59.8	$ 61.2	$ 64.9	$ 67.0
664,100	686,850	702,850	720,250	741,206	748,450	757,810	767,560	781,100	792,720
$ 71,999	$ 75,929	$ 78,869	$ 79,766	$ 75,528	$ 77,558	$ 78,954	$ 79,759	$ 83,143	$ 84,530
6.29 %	5.46 %	3.87 %	1.14 %	(5.31)%	2.69 %	1.80 %	1.02 %	4.24 %	1.67 %



CITY OF FORT WORTH, TEXAS
APPRAISED VALUE PER CAPITA (Inflation Adjusted)
LAST TWENTY FISCAL YEARS (Unaudited)

Appraisal Year	1996	1997	1998	1999	2000	2001	2002	2003	2004	2005
Value	$ 17,928	$ 18,510	$ 24,246	$ 26,165	$ 28,821	$ 33,359	$ 35,234	$ 37,005	$ 40,496	$ 42,325
Adj Value (Billions)	$ 27.2	$ 27.5	$ 35.4	$ 37.4	$ 39.8	$ 44.9	$ 46.6	$ 47.9	$ 51.0	$ 51.6
Population	477,850	484,200	494,150	504,850	534,694	540,950	557,750	579,250	597,150	624,850
Value Per Capita	$ 56,919	$ 56,695	$ 71,653	$ 74,048	$ 74,508	$ 82,930	$ 83,584	$ 82,644	$ 85,453	$ 82,557
Percent Change		(0.39)%	26.38 %	3.34 %	0.62 %	11.30 %	0.79 %	(1.12)%	3.40 %	(3.39)%



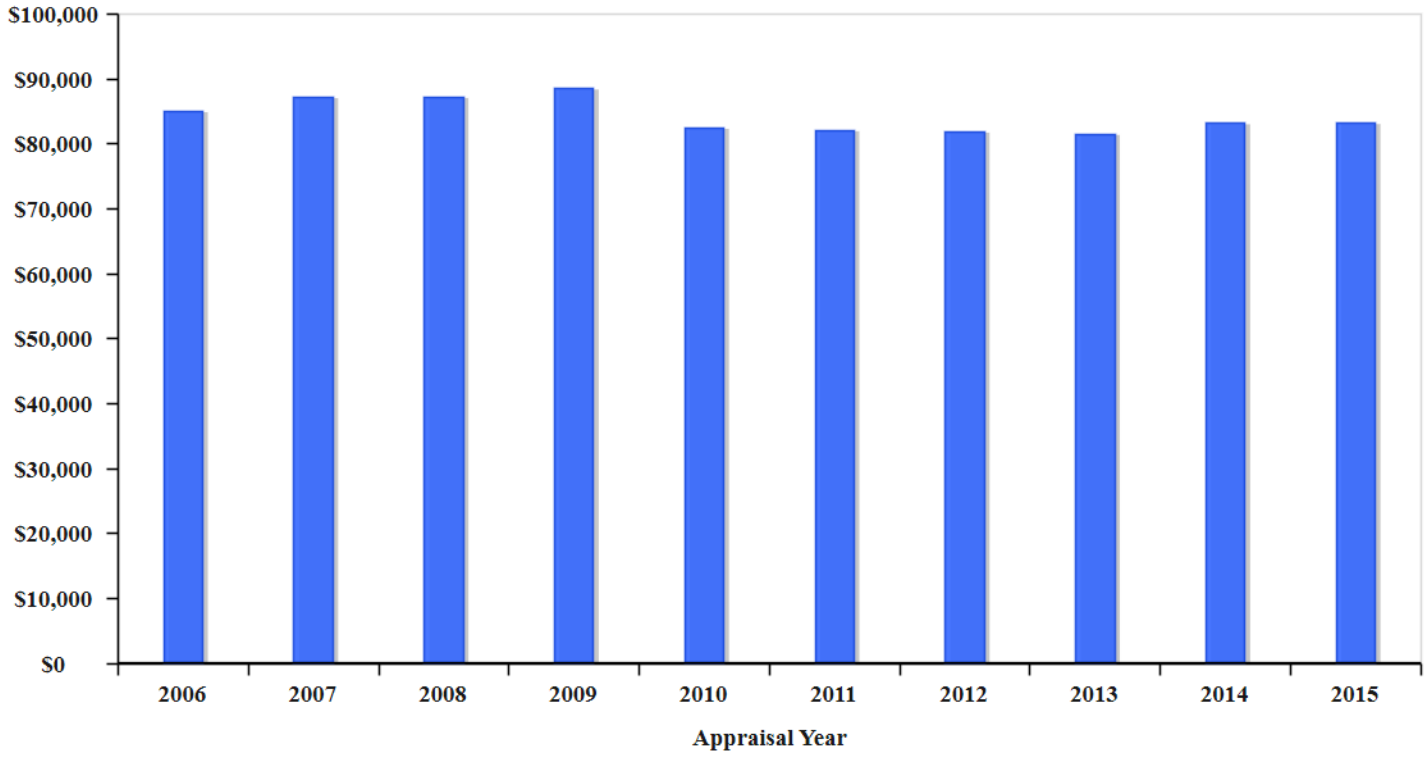
Source: Tarrant, Denton, Wise, Parker Appraisal District Certified Tax Report.

Although the City of Fort Worth extends into Johnson County, the City limits within this jurisdiction does not include any taxable property.

Appraisal values adjusted for inflation based on CPI data available at http://www.usinflationcalculator.com

TABLE 25

2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
$ 47,815	$ 52,152	$ 55,433	$ 57,452	$ 55,982	$ 58,049	$ 59,832	$ 61,220	$ 64,935	$ 67,008
$ 56.5	$ 59.9	$ 61.3	$ 63.7	$ 61.1	$ 61.4	$ 62.0	$ 62.6	$ 64.9	$ 65.9
664,100	686,850	702,850	720,250	741,206	748,450	757,810	767,560	781,100	792,720
$ 85,010	$ 87,168	$ 87,195	$ 88,502	$ 82,447	$ 82,073	$ 81,856	$ 81,496	$ 83,143	$ 83,175
2.97 %	2.54 %	0.03 %	1.50 %	(6.84)%	(0.45)%	(0.26)%	(0.44)%	2.02 %	0.04 %



CITY OF FORT WORTH, TEXAS **TABLE 26**

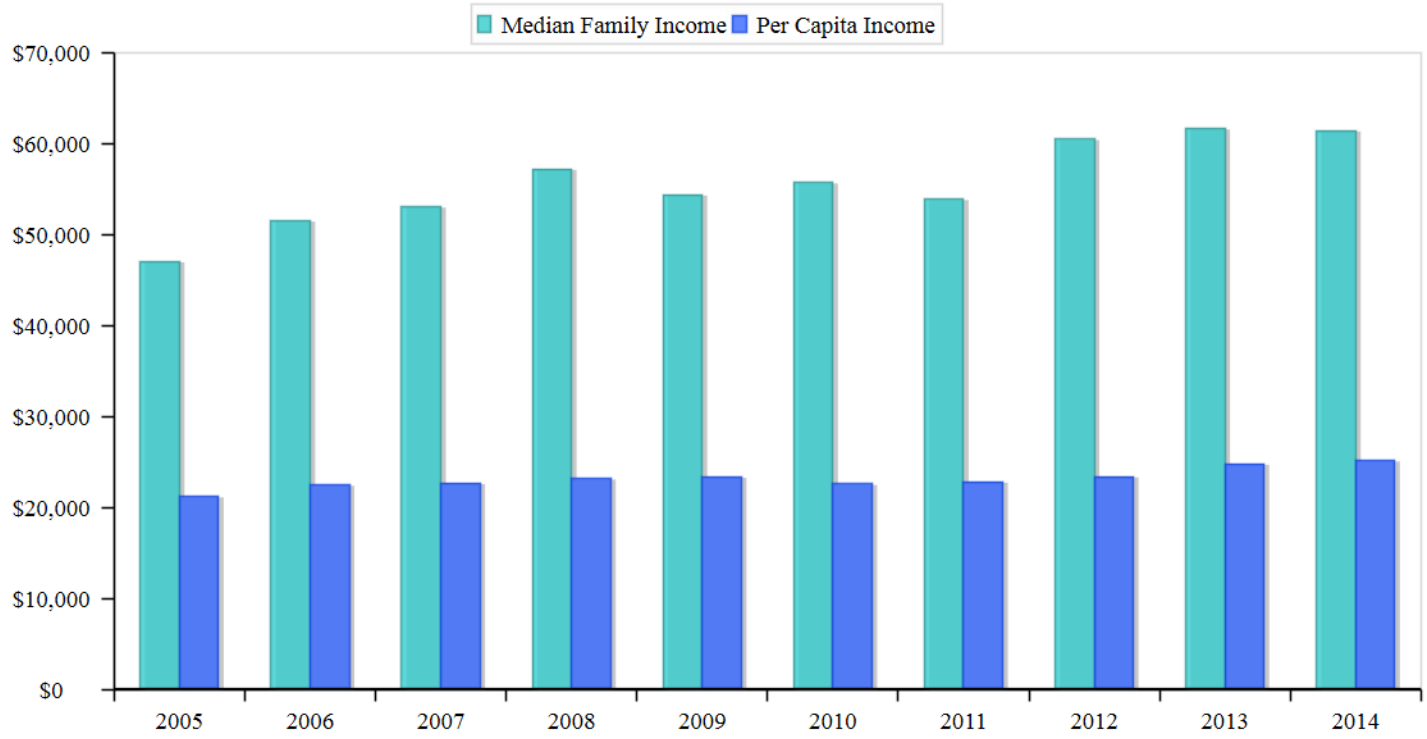
MEDIAN FAMILY AND PER CAPITA INCOME (Unaudited)

(Unadjusted for Inflation)

Year	2005	2006	2007	2008	2009	2010	2011	2012	2013	2014
Median Family Income	$ 47,064	$ 51,538	$ 53,073	$ 57,220	$ 54,404	$ 55,727	$ 53,900	$ 60,489	$ 61,651	$ 61,433
Percent Change		9.51 %	2.98 %	7.81 %	(4.92)%	2.43 %	(3.28)%	12.22 %	1.92 %	(0.35)%

Fort Worth Per Capita Income (Unadjusted for Inflation)

Year	2005	2006	2007	2008	2009	2010	2011	2012	2013	2014
Per Capita Income	$ 21,249	$ 22,526	$ 22,708	$ 23,208	$ 23,399	$ 22,613	$ 22,868	$ 23,449	$ 24,836	$ 25,186
Percent Change		6.01 %	0.81 %	2.20 %	0.82 %	(3.36)%	1.13 %	2.54 %	5.91 %	1.41 %



Source: U.S. Census Bureau, American Community Survey

CITY OF FORT WORTH, TEXAS **TABLE 27**

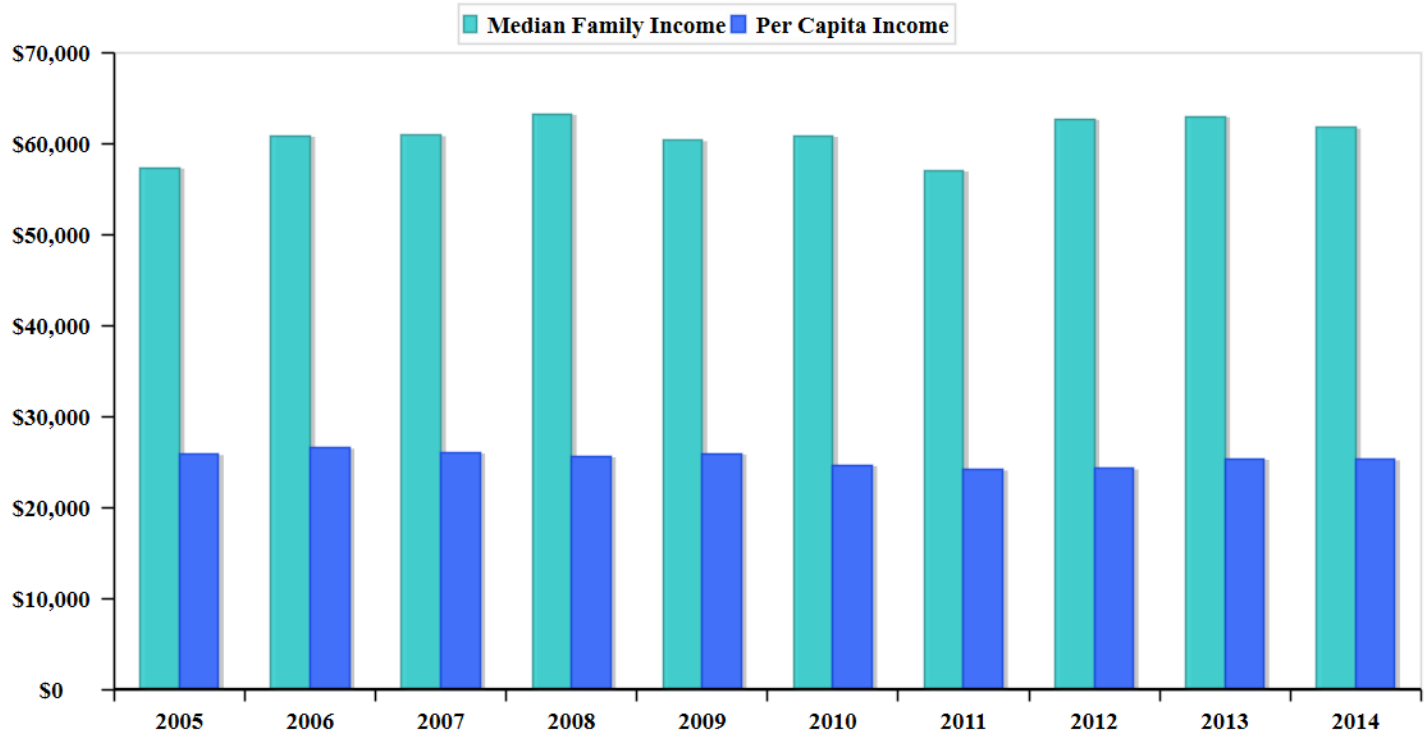
MEDIAN FAMILY AND PER CAPITA INCOME (Unaudited)

(Adjusted for Inflation)

Year	2005	2006	2007	2008	2009	2010	2011	2012	2013	2014
Median Family Income	$ 57,361	$ 60,851	$ 60,928	$ 63,260	$ 60,362	$ 60,832	$ 57,037	$ 62,712	$ 62,994	$ 61,747
Percent Change		6.08 %	0.13 %	3.83 %	(4.58)%	0.78 %	(6.24)%	9.95 %	0.45 %	(1.98)%

Fort Worth Per Capita Income (Adjusted for Inflation)

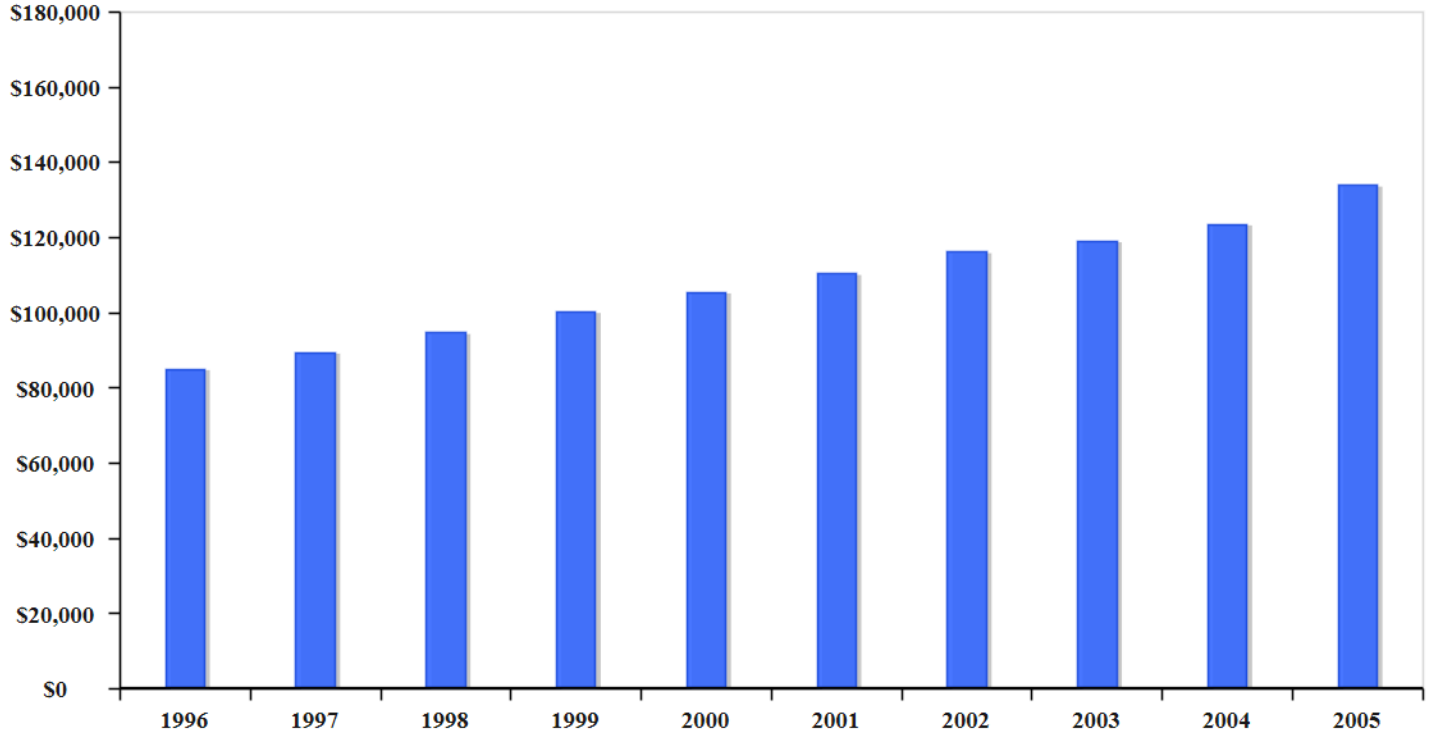
Year	2005	2006	2007	2008	2009	2010	2011	2012	2013	2014
Per Capita Income	$ 25,898	$ 26,597	$ 26,069	$ 25,658	$ 25,961	$ 24,685	$ 24,199	$ 24,310	$ 25,376	$ 25,315
Percent Change		2.70 %	(1.99)%	(1.58)%	1.18 %	(4.92)%	(1.97)%	0.46 %	4.39 %	(0.24)%



Source: U.S. Census Bureau, American Community Survey

CITY OF FORT WORTH, TEXAS
AVERAGE HOME VALUE
LAST TWENTY FISCAL YEARS (Unaudited)

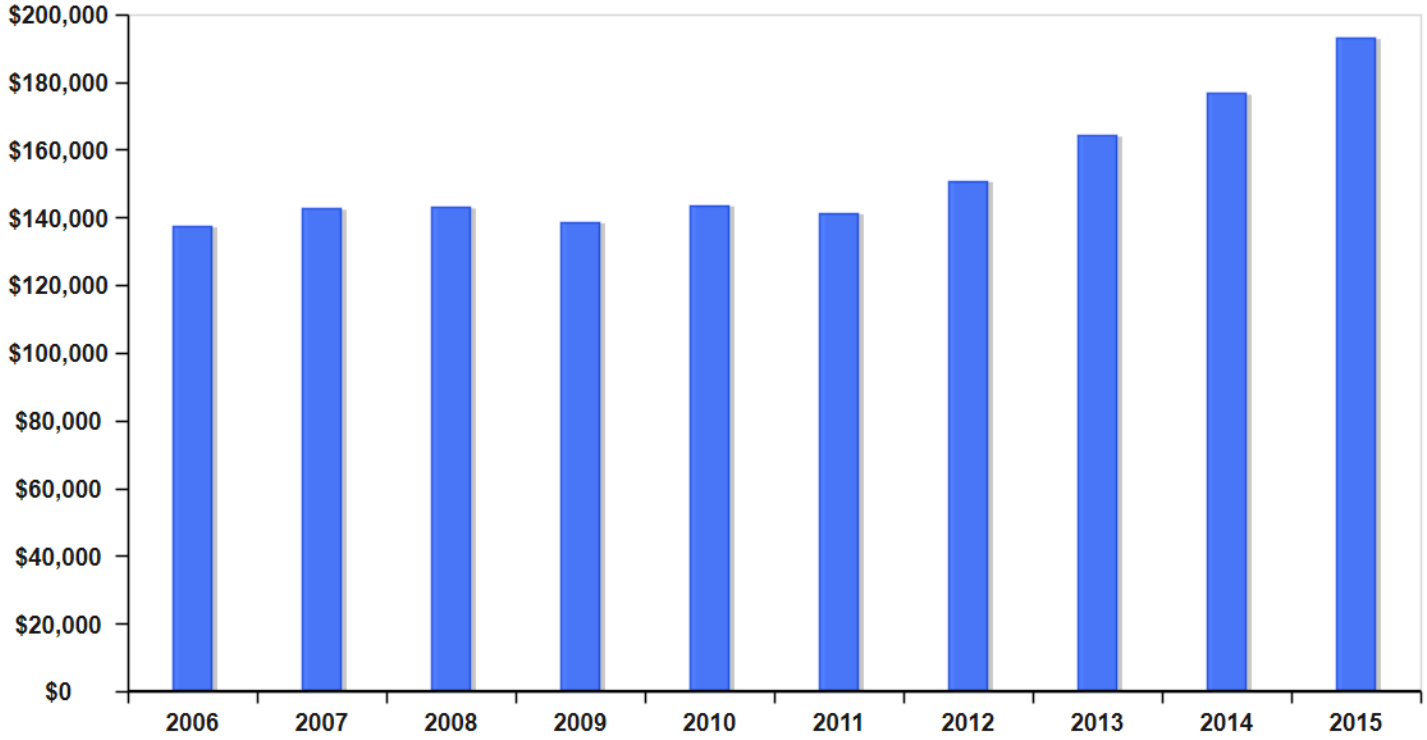
Year	1996	1997	1998	1999	2000	2001	2002	2003	2004	2005
Average Home Value	$ 85,000	$ 89,400	$ 94,600	$ 100,200	$ 105,400	$ 110,300	$ 116,100	$ 119,000	$ 123,500	$ 133,800
% Change		5.18 %	5.82 %	5.92 %	5.19 %	4.65 %	5.26 %	2.50 %	3.78 %	8.34 %



Source: Texas A&M University, Real Estate Center http://recenter.tamu.edu/data/hs/hs240.asp

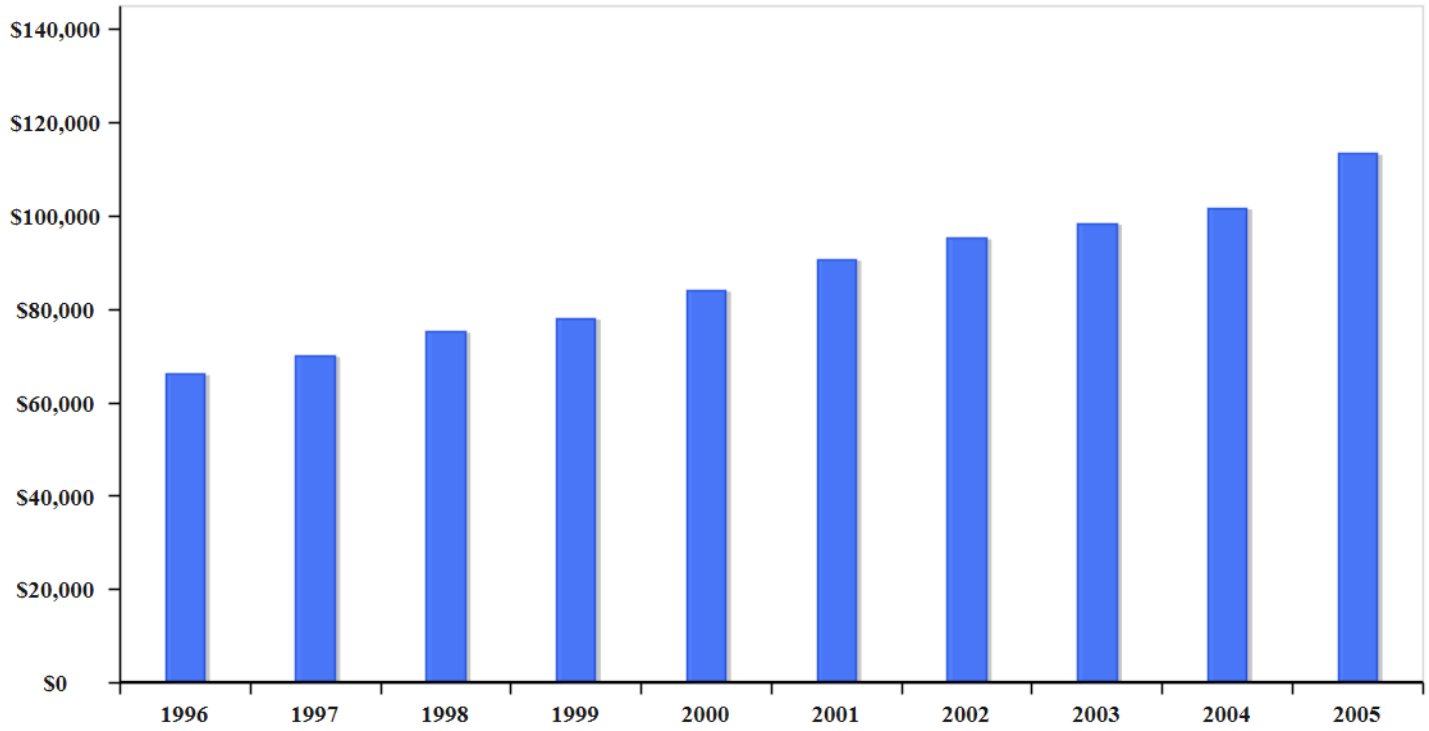
TABLE 28

2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
$ 137,500	$ 142,700	$ 143,100	$ 138,700	$ 143,700	$ 141,400	$ 150,900	$ 164,300	$ 176,700	$ 193,100
2.77 %	3.78 %	0.28 %	(3.07)%	3.60 %	(1.60)%	6.72 %	8.88 %	7.55 %	9.28 %



CITY OF FORT WORTH, TEXAS
MEDIAN HOME VALUE
LAST TWENTY FISCAL YEARS (Unaudited)

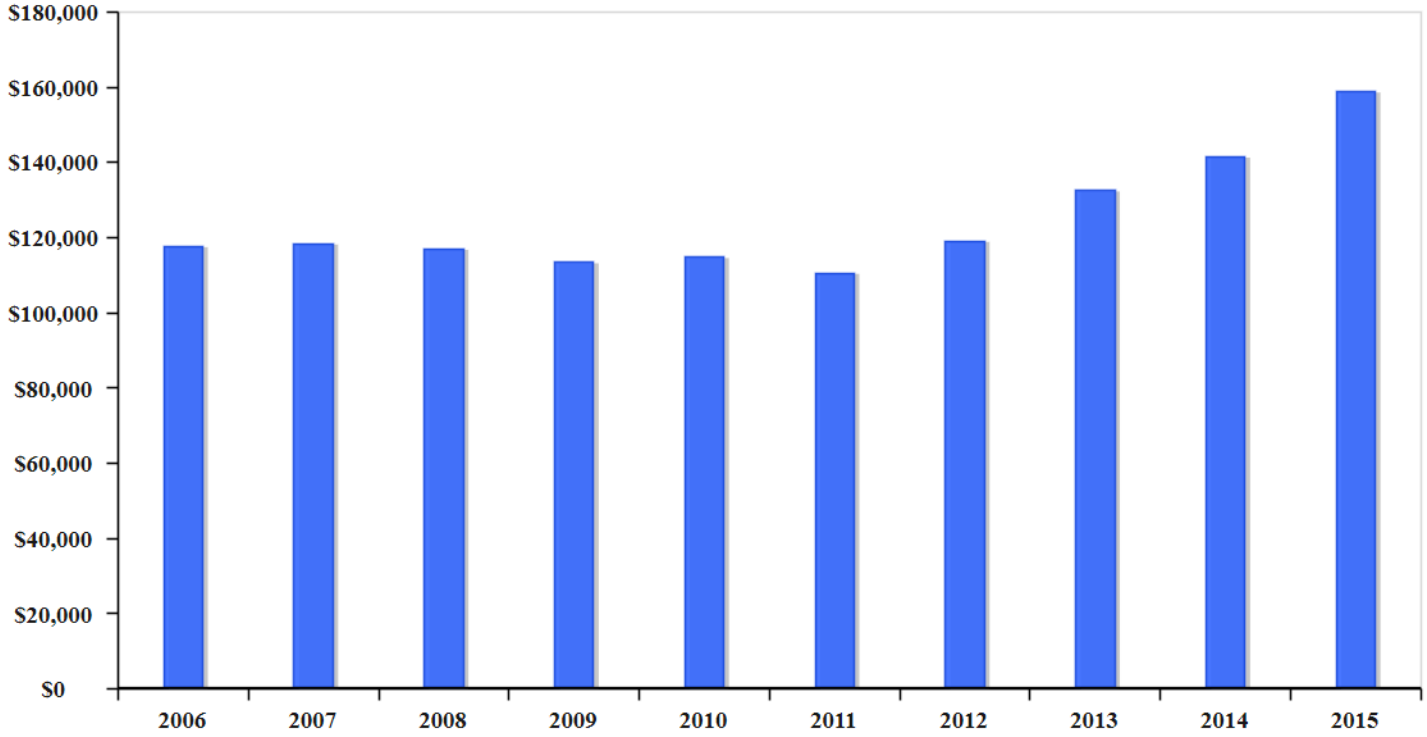
Year	1996	1997	1998	1999	2000	2001	2002	2003	2004	2005
Median Home Value	$ 66,100	$ 70,000	$ 75,200	$ 78,000	$ 84,000	$ 90,600	$ 95,200	$ 98,300	$ 101,600	$ 113,300
% Change		5.90 %	7.43 %	3.72 %	7.69 %	7.86 %	5.08 %	3.26 %	3.36 %	11.52 %



Source: Texas A&M University, Real Estate Center. http://recenter.tamu.edu/data/hs/hs240.asp

TABLE 29

2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
$ 117,700	$ 118,400	$ 117,000	$ 113,400	$ 114,800	$ 110,600	$ 119,100	$ 132,500	$ 141,500	$ 158,800
3.88 %	0.59 %	(1.18)%	(3.08)%	1.23 %	(3.66)%	7.69 %	11.25 %	6.79 %	12.23 %



CITY OF FORT WORTH, TEXAS
FULL-TIME EQUIVALENT CITY GOVERNMENT EMPLOYEES BY FUNCTION / PROGRAM
LAST TEN FISCAL YEARS (Unaudited)

Function/Program	2006	2007	2008	2009	2010
General Government					
Mayor and Council[a]	29	28	28	26	26
City Manager	111	106	103	41	52
Budget and Management Services[b]	19	16	17	9	8
Housing and Community Development[c]	50	49	50	83	85
Planning and Development	119	151	136	140	137
Community Relations	24	35	29	72	45
Internal Audit	16	16	16	14	14
City Secretary	8	7	8	11	12
Legal	44	46	46	51	52
Finance	60	68	67	70	71
Human Resources	166	143	101	126	103
Economic and Community Development[c]	29	35	38	-	-
Transportation and Public Works[d]	400	443	426	559	550
Planning	22	-	-	-	-
Code Compliance[e]	103	110	116	173	173
Public Events	132	135	126	132	127
Municipal Court	166	173	174	180	177
Public Heath	144	149	130	-	-
Environmental Management[e]	124	123	115	107	113
Parks and Community Services	860	714	809	756	705
Zoo (Contract)[f]	2	-	-	-	-
Library	273	283	259	260	275
Retirement[g]	8	-	-	-	-
Subtotal	2,909	2,830	2,794	2,810	2,725
Enterprise Fund					
Water/Wastewater	805	833	812	880	891
Aviation	33	28	27	24	22
Subtotal	838	861	839	904	913
Internal Service Fund					
IT Solutions	114	123	118	99	90
Equipment Services	121	126	120	119	104
Engineering	170	161	171	-	-
Subtotal	405	410	409	218	194
Public Safety					
Police-Uniform	1,399	1,470	1,521	1,538	1,524
Police-Civilian	653	647	658	675	660
Fire-Uniform	828	892	923	891	869
Fire-Civilian	45	49	48	57	55
Subtotal	2,925	3,058	3,150	3,161	3,108
Total	7,077	7,159	7,192	7,093	6,940

(a) Mayor and Council Office is included in City Manager's Office since 2011.

(b) Budget and Management Services established in FY05, previously a division of City Manager's Office. In FY09 merged into Financial Management Services, moved to City Manager's Office in FY11, and in FY13 moved back to Financial Management Services.

(c) Economic and Community Development was combined with Housing in 2009.

(d) Street services is a division of Transportation and Public Works Department.

(e) Environmental Management is combined with Transportation and Public Works since 2011.

(f) Fort Worth Zoo management is contracted out to Fort Worth Zoo Association since 2007.

(g) Employee for Retirement Department is transferred to Fort Worth Retirement Systems (separate entity) since 2007.

Source: Approved Budgets 2004-2015

2011	2012	2013	2014	2015
-	-	-	-	-
90	89	58	53	64
-	-	-	-	-
75	57	71	68	76
135	147	155	146	143
-	-	-	-	-
14	16	15	15	15
10	11	12	11	11
46	51	53	53	51
72	90	88	101	104
104	107	52	51	50
-	-	-	-	-
588	564	617	589	591
-	-	-	-	-
272	284	289	286	310
127	123	132	133	133
191	195	198	191	184
-	-	-	-	-
-	-	-	-	-
727	690	396	392	397
-	-	-	-	-
286	271	220	220	216
-	-	-	-	-
2,737	2,695	2,356	2,309	2,345
892	901	934	940	937
24	21	24	24	24
916	922	958	964	961
100	111	127	133	139
97	96	106	106	106
-	-	-	-	-
197	207	233	239	245
1,534	1,539	1,594	1,549	1,549
647	677	448	445	453
894	897	908	884	884
44	60	47	47	47
3,119	3,173	2,997	2,925	2,933
6,969	6,997	6,544	6,437	6,484

CITY OF FORT WORTH, TEXAS
OPERATING INDICATORS BY FUNCTION / PROGRAM
LAST TEN FISCAL YEARS (Unaudited)

Function/Program	2006	2007	2008	2009	2010
Public Safety					
Fire					
Calls for Service - Fire	2,906	2,287	3,486	2,776	2,281
Calls for Service - EMS	37,819	49,892	51,401	52,566	53,837
Police					
Calls for Service	317,446	314,132	312,219	314,942	312,061
Municipal Courts					
Citations Entered	404,393	439,393	447,949	451,938	415,008
Warrants Issued	55,030	177,729	198,000	273,951	274,833
Jail Cases Prepared	44,647	43,124	62,405	73,566	81,522
Transportation and Public Works					
Streets - Lane Miles Maintained Annually	7,000	7,173	7,218	7,291	7,317
Lane Miles - Resurfaced	219	152	177	208	164
Library					
Books and audio/visual materials (millions)[a]	1.1	1.1	1.1	1.1	1.1
Average Monthly Circulation	311,050	320,791	337,768	349,247	342,697
Building Permits					
Permits issued (in thousands)	17.0	12.0	12.0	9.7	10.0
Estimated Value (in thousands)	2,444,399	2,216,067	2,186,348	1,487,296	1,678,179
Aviation					
Airport Operations (Takeoffs and Landings)	230,068	257,983	312,799	263,077	229,845
Total Fuel Flowage, gallons	8,156,853	7,917,256	7,674,724	7,099,019	6,656,640
Total Fuel Flowage, revenue	716,424	715,791	728,683	632,715	770,510
Water & Sewer					
Number of Water Accounts (in thousands)	186	212	216	220	221
Peak Day Water Consumption (million gallons)	344	271	335	323	313
Average Daily Water Consumption (million gallons)	208	172	183	178	170
Water System Storage Capacity (million gallons)	75	75	88	92	93
Actual Annual Water Pumpage (million gallons)	75,723	62,749	66,914	64,984	62,131
Infrastructure Leakage Index[b]	N/A	N/A	N/A	N/A	4.52
Number of Sewer Accounts (in thousands)	197	204	208	210	212
Average daily sewage treatment (million gallons)	94	122	107	106	135
Municipal Parking					
Parking tickets issued	40,287	56,368	61,130	64,061	61,715

N/A = Information not available

(a) Number does not include approximately 1 million governmental documents for the years 2006-2010.

(b) Number based on calendar year per state requirements

Source: Respective City of Fort Worth departments.

2011	2012	2013	2014	2015
12,392	10,111	10,158	10,439	10,333
65,190	58,770	71,511	76,438	79,059
299,750	299,793	266,169	296,561	292,047
327,779	277,672	246,378	232,596	205,553
318,720	219,478	167,764	115,840	195,718
136,312	152,874	141,888	126,739	127,925
7,325	7,341	7,382	7,420	7,437
177	169	143	110	139
1.1	1.1	1.1	1.2	1.2
375,965	369,450	355,877	339,860	309,730
9.8	10.0	10.1	10.84	11.27
1,352,438	1,454,917	1,214,680	2,143,490	2,118,305
260,059	248,650	252,989	257,944	300,013
7,828,177	7,742,014	8,260,693	7,457,850	8,371,920
910,116	908,212	926,437	893,647	1,088,113
223	225	228	234	238
368	346	324	297	329
205	265	186	179	179
93	93	90	89	90
74,997	69,469	67,929	65,485	65,119
4.59	4.12	3.67	5.21	5.42
214	216	219	225	229
105	110	95	95	114
52,261	47,211	60,354	44,932	42,667

CITY OF FORT WORTH, TEXAS
CAPITAL ASSET STATISTICS BY FUNCTION / PROGRAM
LAST TEN FISCAL YEARS (Unaudited)

Function/Program	2006	2007	2008	2009	2010
Library					
Library Facilities Owned	13	13	13	13	13
Library Facilities Leased	2	2	2	2	2
Parks and Recreation					
Parks and Public Spaces	231	236	243	249	253
Parks Acres	10,762	10,832	10,929	11,094	11,292
Miles of Trails (Jogging, Hiking & Biking) (paved trails)	60	58	60	63	64
Swimming Pools	7	7	7	7	7
Athletic Fields (Soccer, Football, Baseball & Rugby)	178	184	181	181	181
Tennis Centers	1	1	1	1	1
Number of Tennis Courts	16	16	16	16	16
Neighborhood Tennis Courts	82	82	82	82	82
Multi-use Courts	105	106	107	107	107
Golf Courses	5	5	5	5	5
Community and C.A.P Centers	21	21	21	21	21
Public Safety					
Police Stations Owned	9	9	10	11	11
Police Stations Leased	10	10	11	10	9
Fire Stations	41	40	40	42	42
Public Works					
Streets - Lane Miles	7,000	7,173	7,218	7,291	7,317
Traffic Signals	696	603 (a)	588 (a)	620	635 (a)
Street Lights	58,565	60,026	60,950	61,593	62,075
Stormwater					
Miles of Channels - Improved	281	327	326	333	327
Miles of Storm Pipes	750	680	700	714	800
Water					
Water Mains (Miles)	3,177	3,292	3,395	3,449	3,469
Fire Hydrants	16,929	17,040	17,580	17,947	18,275
Wastewater					
Miles of Sanitary Sewers	3,218	3,315	3,380	3,421	3,454

(a) The City also maintains 97 Traffic Signals owned by TXDOT not included in the number noted above.

(b) The City also maintains 100 Traffic Signals owned by TXDOT not included in the number noted above.

(c) The City also maintains 118 Traffic Signals owned by TXDOT not included in the number noted above.

(d) The City also maintains 114 Traffic Signals owned by TXDOT not included in the number noted above.

N/A= Information not available

Source: Respective City of Fort Worth departments.

2011	2012	2013	2014	2015
14	14	14	14	14
2	2	2	2	2
257	260	260	263	271
11,609	11,663	11,663	11,722	11,781
66	66	71	71	77
7	7	7	2	2
181	184	188	186	186
1	1	1	1	1
16	16	16	16	16
82	82	87	87	88
107	107	107	107	128
5	5	4	4	4
21	21	21	22	22
10	12	12	14	17
8	11	11	10	11
42	42	42	42	42
7,325	7,341	7,382	7,420	7,437
644 (a)	649 (b)	667 (b)	649 (c)	667 (d)
63,007	64,175	64,721	65,489	65,894
330	212	212	212	214
900	930	1,163	943	955
3,480	3,513	3,553	3,596	3,386
18,388	18,616	18,879	19,136	18,709
3,527	3,569	3,610	3,643	3,289

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