

Fort Worth Skyline

CITY OF FORT WORTH, TEXAS  
**ANNUAL COMPREHENSIVE FINANCIAL REPORT**  
For the Fiscal Year Ended September 30, 2025



Economic Development



Community Investment



Community Safety



Infrastructure



Responsible Growth

# Annual Comprehensive Financial Report

For the Fiscal Year Ended September 30, 2025

## City of Fort Worth, Texas



### Elected Officials

#### 2025 City Council

Mattie Parker, Mayor

Carlos E. Flores, District 2	Macy Hill, District 7
Michael D. Crain, District 3	Chris Nettles, District 8
Charles Lauersdorf, District 4	Elizabeth M. Beck, District 9
Deborah Peoples, District 5	Alan Blaylock, District 10
Dr. Mia Hall, District 6	Jeanette Martinez, District 11

### City Manager

Jesus “Jay” Chapa

### Chief Financial Officer

Reginald Zeno

Prepared by the Department of Financial Management Services

#### Financial Reporting and Accounting

Catherine “Kate” Perry

##### Financial Reporting

Christian McCoy, CPA  
Abraham Gandarilla, CPA  
Brian Hemann, CGFO  
Elida Torres  
Joy Egbuta, CPA  
Van Pham  
Joel Valverde  
Alisha Winegarden, CDFM  
Charles Cole

##### Accounting

Su Huynh, CPA  
Rhonda Hinz  
Eliezer Cartagena Melendez  
Sonja Nichols-Jordan  
Anup Sharma  
Accounting Staff

##### Administration

Charissa Williams

##### Fiscal & Risk Management

##### Purchasing

Haven Wynne  
Brandy M Hazel, NIGP-CPP, CPPB  
John Padinj, CPPB, CPPO, NIGP-CPP  
Cristina Camarillo  
Purchasing Staff

Anthony Rousseau, CPA, CTP  
Donnette Murphy  
Odelle Carrette, CPA  
Rosa Palacios  
Fiscal & Risk Management Staff

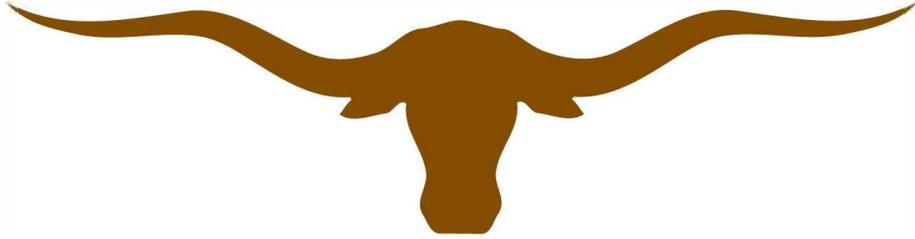
#### Treasury

Alex Laufer  
Jay Rutledge, CTP  
Monica Arranaga  
Racheal Gulley  
Ashley Santillan  
Brit Stock  
Yan Hillman, CPA  
Treasury Staff

##### Financial Systems

Alexis Rivas  
Financial Systems Staff

**FORT WORTH®**



# CITY OF FORT WORTH, TEXAS

## ANNUAL COMPREHENSIVE FINANCIAL REPORT YEAR ENDED SEPTEMBER 30, 2025 TABLE OF CONTENTS

	PAGE
<b>INTRODUCTORY SECTION:</b>	
Transmittal Letter .....	v
Certificate of Achievement .....	xviii
City Organization Chart .....	xix
Elected Officials .....	xx
 <b>FINANCIAL SECTION:</b>	
Independent Auditor's Report .....	1
Management's Discussion and Analysis .....	5
<b>Basic Financial Statements</b>	
Government-wide Financial Statements:	
Statement of Net Position .....	21
Statement of Activities .....	22
Fund Financial Statements:	
Balance Sheet - Governmental Funds .....	24
Reconciliation of the Balance Sheet of Governmental Funds to the Statement of Net Position .....	25
Statement of Revenues, Expenditures, and Changes in Fund Balances - Governmental Funds .....	27
Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances of Governmental Funds to the Statement of Activities .....	28
Statement of Net Position - Proprietary Funds .....	30
Statement of Revenues, Expenses, and Changes in Fund Net Position - Proprietary Funds .....	33
Statement of Cash Flows - Proprietary Funds .....	34
Statement of Fiduciary Net Position - Fiduciary Funds .....	36
Statement of Changes in Fiduciary Net Position - Fiduciary Funds .....	37
Notes to the Basic Financial Statements .....	38
<b>Required Supplementary Information (Unaudited)</b>	
Budgetary Comparison Schedule - General Fund .....	135
Notes to the Required Supplementary Information .....	137
Employees' Retirement Fund - Schedule of City Contributions to the Retirement Fund - Last Ten Fiscal Years .....	139
Employees' Retirement Fund - Schedule of Changes in the City's Net Pension Liability and Related Ratios - Last Ten Fiscal Years .....	140
Other Postemployment Benefits - Schedule of City Contributions to the OPEB Fund - Last Ten Fiscal Years .....	143
Other Postemployment Benefits - Schedule of Changes in the City's Net OPEB Liability and Related Ratios - Last Ten Fiscal Years .....	144

# CITY OF FORT WORTH, TEXAS

## ANNUAL COMPREHENSIVE FINANCIAL REPORT YEAR ENDED SEPTEMBER 30, 2025 TABLE OF CONTENTS

Continued

	PAGE
<b>Combining and Individual Fund Financial Statements and Schedules</b>	
Budgetary Comparison Schedule - Debt Service Fund .....	149
Nonmajor Governmental Funds:	
Combining Balance Sheet .....	152
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances .....	154
Other Blended Component Units:	
Combining Balance Sheet .....	156
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances .....	157
Combining Balance Sheet .....	158
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances .....	159
Budgetary Comparison Schedule - Crime Control and Prevention District Fund .....	160
Budgetary Comparison Schedule - Emergency Medical Services .....	161
Budgetary Comparison Schedule - Environmental Management Fund .....	162
Budgetary Comparison Schedule - Culture and Tourism Fund .....	163
Budgetary Comparison Schedule - Other Special Revenue Fund .....	164
Budgetary Comparison Schedule - Public Improvement Districts Fund .....	165
Budgetary Comparison Schedule - Golf Fund .....	166
Nonmajor Enterprise Funds:	
Combining Statement of Net Position .....	168
Combining Statement of Revenues, Expenses, and Changes in Fund Net Position .....	171
Combining Statement of Cash Flows .....	172
Internal Service Funds:	
Combining Statement of Net Position .....	176
Combining Statement of Revenues, Expenses, and Changes in Fund Net Position .....	177
Combining Statement of Cash Flows .....	178
Fiduciary Funds:	
Combining Statement of Fiduciary Net Position .....	182
Combining Statement of Changes in Fiduciary Net Position .....	183
<b>Other Supplemental Information</b>	
Schedule of Revenues, Expenses and Changes in Fund Net Position - Enterprise Funds .....	185

# CITY OF FORT WORTH, TEXAS

## ANNUAL COMPREHENSIVE FINANCIAL REPORT YEAR ENDED SEPTEMBER 30, 2025 TABLE OF CONTENTS

Continued

		PAGE
<b>STATISTICAL SECTION (UNAUDITED):</b>		
<b>TABLE</b>		
Financial Trends:		
Net Position by Component .....	1	188
Changes in Net Position .....	2	190
Fund Balances, Governmental Funds .....	3	194
Changes in Fund Balances of Governmental Funds .....	4	196
Revenue Capacity:		
Assessed Value and Estimated Actual Value of Taxable Property .....	5	198
Property Tax Rates - All Direct and Overlapping Tax Rates .....	6	199
Property Taxes Levies and Collections .....	7	200
Property Tax Rate Trend .....	8	201
Appraised Value by Type .....	9	203
Property Tax Revenue .....	10	204
Property Tax Revenue (Per Capita) .....	11	206
Principal Property Taxpayers .....	12	209
Debt Capacity:		
Ratio of Outstanding Debt by Type .....	13	210
Percent of Total General Debt Outstanding to Assessed Value and Total General Debt Outstanding Per Capita .....	14	213
Legal Debt Margin Information .....	15	214
Tax Rate Allocation .....	16	216
Direct and Overlapping Governmental Activities Debt .....	17	217
Pledged-Revenue Coverage .....	18	218
Demographic & Economic Information:		
Demographic and Economic Statistics .....	19	219
Principal Employers Fort Worth Metropolitan Area .....	20	221
Population Growth .....	21	222
Total Appraised Value .....	22	224
Appraised Value Per Capita .....	23	226
Appraised Value Per Capita (Inflation Adjusted) .....	24	228
Median Family and Per Capita Income (Unadjusted for Inflation) .....	25	230
Median Family and Per Capita Income (Adjusted for Inflation) .....	26	231
Average Home Value .....	27	232
Median Home Value .....	28	234
Operating Information:		
Full-Time Equivalent City Government Employees by Function/Program .....	29	236
Operating Indicators by Function/Program .....	30	238
Capital Asset Statistics by Function/Program .....	31	240



# INTRODUCTORY SECTION



February 17, 2026

To the Honorable Mayor, Members of the City Council, Citizens/Residents, and Stakeholders of the City of Fort Worth, Texas:

We are pleased to submit the Annual Comprehensive Financial Report (ACFR) of the City of Fort Worth, Texas (the City) or (Fort Worth), for the fiscal year ended September 30, 2025. The Department of Financial Management Services prepared this report to present the City's financial position. The ACFR describes the financial results of our operations and the cash flow of our proprietary fund types. Additionally, it conveys changes in plan net positions of our pension and other postemployment benefit trusts. The financial statements and supporting schedules have been prepared in accordance with generally accepted accounting principles and meet the requirements of the State of Texas and the City Charter.

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 must be furnished to the Mayor and each member of the City Council, the City Manager, and to each resident 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 in which it operates, schedules that demonstrate compliance with finance-related legal and contractual provisions, and statistical information that offers multi-year trend information. The report also contains relevant economic and demographic information.

Management assumes full responsibility for the completeness, fairness 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.

Forvis Mazars, LLP issued unmodified opinions on the City's financial statements for the year ended September 30, 2025. The Independent Auditor's Report is located on page 1 of this report.

Management's Discussion and Analysis (MD&A) immediately follows the Independent Auditor's 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.

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**DEPARTMENT OF FINANCIAL MANAGEMENT SERVICES**

CITY OF FORT WORTH \* 100 FORT WORTH TRAIL \* FORT WORTH, TEXAS 76102

817-392-8500 \* FAX 817-392-8966

## **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 359 square miles and serves a population of nearly 1,008,106, according to the 2024 Census estimate. This marks the first time Fort Worth's population has reached the one million milestone.

Fort Worth operates under a Council/Manager form of government with a City Council comprised of the Mayor and 10 Council members. The Mayor is elected at large and the 10 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 municipal judges.

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

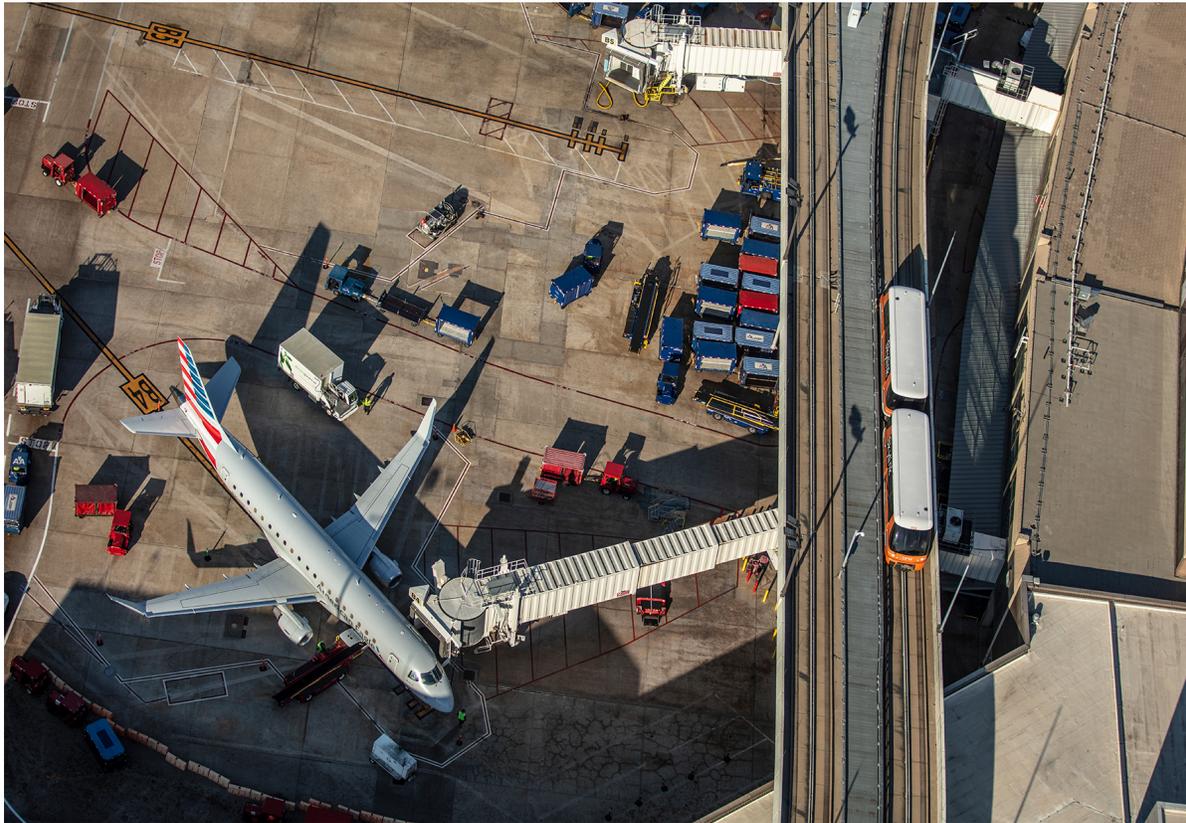
Water and sewer services, stormwater utility services, airports, City-owned parking garages and lots, and solid waste collection are provided under an enterprise fund concept, with user charges set by the City Council to ensure adequate coverage of operating expenses and payments of outstanding debt. In addition, the City provides water and wastewater treatment for several neighboring jurisdictions. Fleet services, capital project services, group health and life insurance, risk financing, and information systems are provided through internal service funds.

As required by generally accepted accounting principles 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 on management's determination that it would be misleading to exclude them. During Fiscal Year 2025, there was one discretely presented component unit and eight blended component units. One of the blended component units (Fort Worth Housing Finance Corporation) has 15 Limited Liability Corporations (LLCs), which are reported as blended component units, and one Limited Liability Partnership that is discretely presented. Additionally, the City's defined benefit pension plan and two other postemployment benefit plans are reported as fiduciary component units.

The fiscal year of the City begins on the first day of October and ends on the last day of September. In compliance with the Fort Worth City Charter, the City Manager must submit to the City Council a recommended balanced budget that provides a complete financial plan for all City funds and activities for the ensuing fiscal year, on or before August 15th of each year. The budget is required to be adopted by the City Council before September 30th, before the start of the next fiscal year. The City of Fort Worth traditionally adopts the budget in the middle of September. 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.

## Local Economy

Fort Worth continues to sustain a multi-year trend of growth across numerous sectors. Much of this business growth has been fueled by Fort Worth's status as one of the fastest-growing cities in the U.S. and consistent reputation as one of the best for commerce and community. With a large thriving workforce, the expansion of top educational facilities, enticing business costs, high quality of life, and prime location, Fort Worth is an attractive choice for companies looking to expand or relocate their operations. Major employers in Fort Worth include AMR Corp./American Airlines, Lockheed Martin Corp., Fort Worth Independent School District, JPS Health Network/John Peter Smith Hospital, City of Fort Worth, Naval Air Station Joint Reserve Base Fort Worth, Alcon Laboratories, Inc., Tarrant County College, Bell Helicopter-Textron, Inc., Burlington Northern Santa Fe, LLC, and GM Financial. Lockheed Martin remains Fort Worth's largest employer with 19,193 workers, accounting for 4.0% of the city's employment base. It is followed by American Airlines Group, which employs 10,772 people (2.1%) and Fort Worth ISD with 9,762 employees (1.9%). Cook Children's Health Care System contributes another 8,850 jobs (1.7%), while the City of Fort Worth rounds out the top employers with 8,270 employees (1.6%) for FY2025 according to Texas Workforce Commission and Fort Worth Chamber of Commerce.



The City's industry clusters remain diverse, with the Healthcare and Social Assistance industry making up the largest percentage of the Fort Worth employment base at 12.27%, according to 2025 data from Lightcast. This is followed by Retail Trade at 11.11%, and Manufacturing Industry at 10.93%. While Accommodation and Food (10.25%) and Transportation and Warehousing (10.20%) industries round out the top five industries by the level of jobs. As a group, these five established industries accounted for 54.76% of employment in Fort Worth. It is worth noting that total regional employment is projected to grow 9%, adding 48,819 jobs between 2024 and 2029.

## **Local Economy (continued)**

Manufacturing and distribution remain an important part of the Fort Worth economy and have been fueled by sustained population and regional market growth, as well as long-established logistical advantages and infrastructure. The list of companies in distribution and manufacturing operations includes Acme Brick, Alcon Labs, RS Americas (Allied Electronics), ATC Logistics & Electronics, Haggar Clothing, Federal Express, JCPenney, Mother Parkers Tea & Coffee, Coca-Cola Enterprises, Ben E. Keith Co., Molson Coors Beverage Company, Pratt Industries USA, Inc., NGC Renewables, LLC, Carolina Beverage Group, LLC, GE Manufacturing Solutions, Danone North America, Carhartt, DrinkPAK, and Siemens. In 2025, the City secured new major facility commitments from Adom Industries, Alcon, Bell, Embraer, Wistron, and several others marking a significant shift in the direction of high-value and high-tech operations.

The City's Economic Development Department is in the fourth year of implementing its updated strategic plan. The 2022 updated plan identified key emerging economic sectors, including aerospace and defense, mobility, energy, culture, and anchors/innovators. The department plans on issuing a Request for Proposal (RFP) in the very near future in hopes of securing a consultant to assist with creating a new, updated strategic plan. Please visit the City's website at <https://www.fortworthtexas.gov/departments/econdev/edplan> for a copy of the 2022 Economic Development Strategic Plan.

Fort Worth boasts a strong labor force of 535,930 (as of August 2025) that continues to increase. The City experienced growth in annual employment from the summer of 2010 until the COVID-19 pandemic in early 2020. In the wake of the crisis, the City's unemployment rate of 7.9% was slightly higher than the 6.8% state rate but below the 8.4% national rate through August 2020. In the five years since COVID-19, employment has rebounded sharply, an especially notable trend given the continued expansion of Fort Worth's labor force. In August 2025, the City's average unemployment rate was 4.1%, equal to the state and national unemployment rate of 4.1% (non-adjusted) according to Texas Local Area Unemployment Statistics (LAUS).

Fort Worth continues to see significant success in efforts to attract investments and strengthen target industries. Moreover, that activity continues at an elevated pace as seen in the past couple of years. Over a three-year period (FY 2023-2025), the City of Fort Worth and its partners secured more than \$8.5 billion in new capital expenditure commitments and commitments for the creation of more than 12,250 new jobs. Notably, an increase in deal quality is reflected in the rise of minimum average wage commitments, which rose from \$95,000 in 2024 to \$98,525 in 2025. Across FY 2025, the City of Fort Worth secured project commitments totaling more than \$6.7 billion in new capital investment and more than 6,900 new and retained jobs. Thus, marking the strongest year in more than a decade for that criterion. Highlights from the fiscal year include a major expansion of the MTU maintenance facility at Perot Field adding approximately 1,200 high paying jobs, and investment in new facilities by microelectronics manufacturer ACS, Adom Industries, Alcon, Embraer, and Wistron Bell.

Adom Industries selected Fort Worth for the location of a \$229 million multi-phase project to develop a new prototyping lab, electronics workbench, and semiconductor lab for cloud-based users. The project will deliver a minimum of \$16.25 million in average annual research and development expenditure.

In addition to a separate \$40 million expansion also announced in August (focused on retaining existing staff), Alcon and the City came to terms with a capital investment agreement. This will lead to a minimum investment of \$186 million and the addition of 241 new jobs through the relocation of two major product lines from Europe.

## Local Economy (continued)



The year also included the announcement of Westside Village, a \$1.7 billion mixed-use district (pictured above) that features the largest delivery of new Class-A office space in Fort Worth in the past 40 years. The project, a public-private partnership between the City of Fort Worth, Larkspur Development, and the Keystone Group, will transform an industrial subdistrict that lies adjacent to the Fort Worth Cultural District and Central Business District. Nearby, Omaha-based Goldenrod Companies started construction on the first of two projects that will total \$400 million in investment for new mixed-use property that will include Class-A office, a hotel, retail, and new multifamily units.

The City of Fort Worth focused on attracting new target industry businesses while also supporting the growth and success of existing firms. Through its Business Retention and Expansion (BRE) efforts, the City actively engaged local employers ensuring their needs are understood and connecting them to essential resources. This includes access to workforce training programs, hiring support services, and job fairs made possible through the City's ongoing partnership and collaboration with Workforce Solutions for Tarrant County. By fostering these connections, Fort Worth continues to strengthen its business community, enhance workforce competitiveness, and drive long-term economic vitality.

The Economic Development Department continued to focus on community revitalization and redevelopment this past year. For the Berry/Stalcup Urban Village project, the City Council approved an Economic Development Program Agreement (EPDA) in August 2024 with Berry Stalcup Redevelopment Partners, LLC, which will include a mixed-use development with up to 11 live-work units. A new development company for the Evans and Rosedale project was selected recently, and the pre-development process is underway with plans to break ground by end of 2026. This development will bring over \$63 million in investments for a mixed-use development with an estimated 181 residential units, a small grocer/market concept, retail space for local small businesses, and enhanced public spaces throughout. The development is expected to catalyze many other developments in the Historic Southside and southeast Fort Worth. The Economic Development Department gained City Council approval to acquire a set of tax-foreclosed properties in the Historic Handley commercial district to prepare for the next City-led redevelopment in the priority target revitalization areas.

All the Near Southside's new residents and visitors will benefit from major public transit improvements in the works, as design commenced on the extension of the TEXRail commuter rail line. The extension will connect to a new station serving the Near Southside Medical Innovation District, which continues to attract major investment. The most notable and transformative of those investments is Texas Christian University's (TCU) Burnett School of Medicine, which is near completion at the center of the district, at Rosedale and Henderson Streets. It is immediately adjacent to the district's major hospitals, which are the medical school's key partners and the primary driver behind its location in the Near Southside.

## **Local Economy (continued)**

The Economic Development Department has been working on community transformation projects in the newly added Woodhaven Revitalization Target area. Working with Interface Studio to create a transformation study for this neighborhood, the department has begun implementing recommendations, such as a million-dollar park development at the Eastside Library, which would provide a safe location for children to play. The City is also working closely with interested developers to redevelop this neighborhood and strategically spend the estimated \$30 million in remaining Tax Increment Financing District funds that are set to expire in 2028.

The Fort Worth Local Development Corporation (FWLDC) launched the Fort Worth Main Street Pilot Program four years ago to build the capacity for place-based community organizations. Pushing for these organizations to revitalize historic, commercial corridors as economic and community vitality hubs. This program is targeted at historic business corridors in the City's Neighborhood Empowerment Zones (NEZ), Urban Villages, and Revitalization Target Areas, and just wrapped up its third and final year of the pilot program. In June, the City announced two additional years of support to the Fort Worth Hispanic Chamber's Historic Northside District and a transition and support for Texas Wesleyan University's Poly Main Street District to extend the mobilization of two district organizations and their community-led revitalization efforts.

With the completion of year three, the districts accomplished multiple training and education sessions within the community. In the three years, the Historic Northside has assisted with \$168.9 million worth of new investment in redevelopment along the corridor, impacted over 440 small businesses with workshops, conducted one-on-one coaching, held small business meetups, offered vendor opportunities, and more. They also attracted over 40,000 visitors to the district with their cultural programming and vendor fairs. Naturally, it drew national level grants, recognition, and studies from thought leaders in community economic development - seeking to pioneer ways for equitable development.

With the transition of leadership at Texas Wesleyan University, Fort Worth's oldest institution, the City anticipates renewed momentum within the Poly Main Street District. With continued success in these historically underserved corridors, the City will explore if this framework will be the right tool to roll out across Fort Worth to other historic commercial districts in the future, and potentially become the first city in Texas, and one of five in the nation, with a Main Street City-Coordinating Program.

City staff continue to work closely with neighborhoods in the City's Revitalization Target Areas to develop and implement initiatives that align with the Full -Strength Fort Worth revitalization strategy, helping create economic vitality and resiliency while also empowering the community and preserving each area's quality of place. More information on the City's revitalization strategy can be found at <https://www.fortworthtexas.gov/departments/econdev/revitalization>.

In October 2021, the City Council approved an allocation of up to \$3 million from the American Rescue Plan Act (ARPA) funds to enter a contract with CDFI Friendly America, LLC to bring financing from one or more community development financial institutions (CDFI) to the City. The contract includes engaging the consultant to provide consulting services in assessing the potential roles of CDFI financing in the community, organizing potential CDFI Friendly strategies, developing an actionable CDFI Friendly business plan, and providing the City with consultative capacity-building support for the implementation of that business plan in collaboration with the Economic Development Department and the former Department of Diversity and Inclusion.

**Local Economy (continued)**

In FY 2025, CDFI Friendly Fort Worth (CDFIFFW) closed on 25 loans totaling \$8 million. CDFIFFW continued to explore strategies to expand financing investments within the designated geographic areas. In April 2025, a partnership launched with LiftFund that projects to generate \$1.8 million in new financing for businesses. CDFIFFW, through its capital contribution of \$500,000, provided a credit enhancement zero-percent interest buy down. LiftFund will utilize its credit infrastructure and resources to not only finance but to provide the necessary resources for small business sustainability.

As part of ongoing efforts to strengthen the capacity of local small business owners, initiatives like Impact Ventures’ Capital Readiness Program and the Fort Worth Business Plan Competition provide cohort-based training series designed to help business owners build a strategic plan for future growth. The Fort Worth Business Plan Competition, a city-sponsored initiative, launched its 2025 cohort in July. Participants received personalized mentoring from community partners to create, refine and finalize their plans. This year’s winning businesses (pictured below) were XO Halal, Create + Collaborate, and Fort Worth STEAM Academy.



The Small Business Development Program was a new division and program created in the Economic Development Department. Team members are focused on several initiatives that assist small businesses with obtaining their Small Business Enterprise (SBE) certification, working collectively with the Fort Worth Chamber of Commerce, Fort Worth Metropolitan Black Chamber of Commerce, and the Fort Worth Hispanic Chamber of Commerce. The effort will provide more resources, build long-term bonding and insurance partnerships, assist with matching qualified small businesses with City contracting opportunities, and leveraging extensive communication tools to expand reach of City of Fort Worth contracting opportunities.

## Local Economy (continued)

Fort Worth's entrepreneurship and innovation ecosystem continues to expand through high-impact collaborations, community-led programs, and purpose-built spaces. CreateFW is thriving in its new Near Southside location. This location features an event space, dedicated training room, and expanded meeting areas that strengthen the city's growing entrepreneurial community. AccelerateFW continues to foster early-stage innovation through programs like 1 Million Cups, a weekly meetup where entrepreneurs share ideas, receive feedback, and refine their business strategies in a supportive environment. Recurring gatherings like 1 Million Cups Fort Worth, Cowtown Leads Exchange, and the Guinn Campus Partners' Coffee events continue to strengthen connections within our local entrepreneurial community. 1 Million Cups Fort Worth also launched the nation's first all -Spanish edition alongside its regular English session.

Fort Worth Independent School District (FWISD) has more than 70,000 students enrolled, and despite its recent State takeover, it remains steadfast in making strides to improve educational advancement across the city, while also continuing to update new and existing facilities through their \$1.2 billion bond program, which was passed in 2021. In addition to public schools, several new charter schools recently opened in Fort Worth to serve more specialized scholars. The recent grand opening of New Heights, a dual-enrollment public high school that is the first of its kind in Texas, also provides unique opportunities for adults ages 18 - 50 who can pursue their high school diploma along with career certification and college credits at no cost.

Meanwhile, many of Fort Worth's higher education institutions have announced expansions across the city. Construction continues as Texas A&M's nationally ranked law school expands into a 3.5-acre urban campus (pictured below), while plans for the campus' second building are moving forward into the design phase. Through combined commitments from the Downtown and Lancaster TIF Districts, the City and its partners were able to secure more than \$40 million in financing support for the construction of a new parking garage which will serve as a component of the new Research and Innovation Building at Texas A&M's downtown Fort Worth campus. A&M plans to enroll students in 2026.



## **Local Economy (continued)**

In partnership with the Fort Worth Tarrant County Innovation Partnership (FWTCIP), Texas A&M-Fort Worth is launching the Center for Advanced Aviation Technologies (CAAT), a \$50 million groundbreaking initiative designed to accelerate research and development in emerging aviation technologies and further position Fort Worth as a national leader in next-generation flight.

TCU's Burnett School of Medicine and Tarleton State's Interprofessional Education Building both recently celebrated their grand openings. University of Texas at Arlington (UTA) also announced plans to expand to the west side of Fort Worth with a 51-acre campus known as UTA West that will be ready to serve students in the fall of 2028. These historic expansions will help propel the quality of life and higher education in Fort Worth and will likewise become attractive to outside companies and corporations looking for a highly educated workforce.

As part of its economic development incentive review process, the City places heightened emphasis on initiatives that significantly advance Fort Worth's economic well-being and produce one or more of the following outcomes:

- Growth of business activity, employment, or investment in one of Fort Worth's target industries. These target industries include aerospace and defense, mobility, energy, culture, and anchors/innovators.
- Significant investment, including the creation of high-wage jobs and a willingness to be part of strategic revitalization efforts in key areas of Fort Worth.
- Retaining/expanding one of Fort Worth's existing major employers, or anchoring a business expansion project in a way that provides potential for more supply chain activity and additional growth.

The City's Economic Development Department completes five-year financial projections to determine the potential impact of the program and an annual review of all awards. In 2025, 9 tax abatement and 35 economic development program (Chapter 380 Grant) agreements were reviewed for performance. These include four newly completed projects or project phases.

After payment of the grants and abatements, projects with active economic development agreements in 2025 provided \$24.4 million in new net tax revenue to the City in Tax Year 2024. This represents approximately 2.32% of the City's total property, sales, and hotel occupancy tax revenues. The private investment leveraged by the economic development program totaled \$6.2 billion, making the City's total incentive participation 0.68%, resulting in a private to public investment ratio of 148:1. The net new tax revenues to the City generated by these projects represented a 57.94% return on the annual cost of incentives used to secure them. See Note L to the financial statements, for additional information.

Moody's Investors Services (Moody's), S&P Global Rating Services (S&P), Fitch Rating Services (Fitch), and Kroll Bond Rating Agency (Kroll) have all assigned ratings to the City of Fort Worth's outstanding debt. The City's general obligation debt is rated 'Aa3' by Moody's, 'AA' by both S&P and Fitch, and 'AA+' by Kroll. The City's water and sewer system revenue bonds are rated 'Aa1' by Moody's, 'AA+' by S&P, and 'AA' by Fitch. The City's drainage utility system revenue bonds are rated 'Aa1' by Moody's, and 'AA+' by both S&P and Fitch. The City's special tax revenue bonds, Multipurpose Arena Venue Project, are rated 'Aa3' by Moody's and 'AA' by Fitch. The City's special tax revenue bonds, Convention Center Venue Project, are rated 'A2' by Moody's and 'AA-' by Fitch. The City's credit ratings are complimentary of strong financial performance, maintaining reserves, and strong financial governance. The City's credit strengths are somewhat offset by its unfunded pension liability and fixed cost burden.

## **COVID-19 and Future Challenges**

In December 2019, the coronavirus, now designated as COVID-19, was detected in China. By March 2020, the World Health Organization (WHO) had declared a global pandemic, followed shortly thereafter by a COVID-19 Emergency Declaration was enacted in the United States. Signed on March 11, 2021, the American Rescue Plan Act of 2021 (ARPA) was a \$1.9 trillion measure designed to address the continued impact of COVID-19 on the economy, public health, state and local governments, individuals, and businesses.

On May 19, 2021, the City received approximately \$86.8 million of the ARPA funding, representing one-half of the total State and Local Fiscal Recovery Funds (SLFRF) allocated \$173.7 million designated for the City of Fort Worth. On June 22, 2021, City Council approved an initial framework outlining priority needs for both the community and municipal operations. These priorities included continued pandemic response efforts, tourism industry recovery, affordable and permanent supportive housing initiatives, cybersecurity and broadband projects, majority-minority area infrastructure investments, minority business enterprise capacity building, City projects delayed because of the pandemic, and matching funds for use in joint projects with other entities.

The remaining half of the ARPA SLFRF funding, in the approximate amount of \$86.9 million, was received from the U.S. Department of the Treasury on June 6, 2022. Various individual projects have been approved by the City Manager's Office and City Council to address both community and City needs within the approved framework and ARPA guidelines. As of September 30, 2025, the City has expended \$155.8 million of its ARPA SLFRF allocation. ARPA SLFRF funds were required to be fully obligated by December 31, 2024, and fully spent by December 31, 2026. More information on the City's use of ARPA funding can be found at <https://www.fortworthtexas.gov/arpa>

In the Spring of 2023, Tarrant County issued multiple Requests for Proposals (RFPs) for the allocation of Tarrant County's ARPA funds. The City applied and was selected to receive funding for three projects: The Child Care Studio at LVT Rise for \$2.75 million, the Emergency Rental Assistance Program 2 for \$4 million, and the implementation of a Radio Transmission site for \$2 million. As of September 30, 2025, the full \$8.75 million awarded for these initiatives has been expended and reimbursed.

Additionally, approximately \$936,000 in additional COVID-19 related relief funds were expended during fiscal year 2025, including Airport Assistance Grants, Community Development Block Grant COVID grants, and the Home Partnership Investment ARP grant.

The United States Government declared the end of the COVID-19 public health emergency on May 11, 2023. The City continues to maintain a positive outlook on long-range financial planning.

## **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.

## **Long-term Financial Planning and Major Initiatives (continued)**

The City Council will refine and adjust its strategic goals as circumstances change. For Fiscal Year 2025, the City of Fort Worth has focused on five key strategic priorities. These areas have been identified to provide a clear understanding of where the Mayor and City Council want Fort Worth to concentrate over the upcoming years. Additionally, they aim to foster broader discussions about the important issues facing Fort Worth now and in the future. Several ongoing administrative and community processes will help turn these goals into reality.

The City Council's strategic priorities:

- **Economic Development:** Create an environment where businesses and individuals have what they need to thrive.
- **Community Investment:** Prioritize redevelopment and enhanced commercial development efforts.
- **Community Safety:** Build community trust through enhanced transparency, communication and responsiveness.
- **Infrastructure:** Design and build infrastructure in ways that heighten community safety and provision of services.
- **Responsible Growth:** Proactively plan for growth, using community-driven long-range plans to guide decisions.

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

*Mission:* Working together to build a strong community.

The City of Fort Worth's mission focuses on our core values and provides a roadmap for how we work together to support the City's vision.

*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 challenges and opportunities which drive decision-making and help the City Council further the City's mission and vision by 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 challenges and address community issues are numerous and varied.

## **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 ACFR for the fiscal year ended September 30, 2024. This was the 15th consecutive year that the City has achieved this prestigious award. In order to be awarded a Certificate of Achievement, the City must publish an easily readable and efficiently organized ACFR. This report must satisfy both generally accepted accounting principles and applicable legal requirements. A Certificate of Achievement is valid for a period of one year only. City management believes that this 2025 ACFR conforms to the Certificate of Achievement Program requirements, and we are submitting it to the GFOA for review.

The City also received the GFOA's Distinguished Budget Presentation Award for its FY2025 Budget - Adopted Annual Budget & Program Objectives for the fiscal year beginning October 1, 2024. 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, an operations guide, and a communications device.

The City's General Portfolio Investment Policy received the Investment Policy Certification Award issued by the Government Treasurers' Organization of Texas (GTOT). This certification is awarded to governmental entities that develop a comprehensive investment policy that meets the requirements of the Public Funds Investment Act and the standards for prudent public investing established by the GTOT. The certification is good for two years and expires on December 31, 2025.

## Acknowledgments

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 Financial Management Services Department staff for their dedicated service to the City and to the residents of Fort Worth. In addition, we acknowledge the thorough, professional, and timely manner in which our independent auditors, Forvis Mazars, LLP, conducted the annual external audit. Finally, we express great 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,



Jesus "Jay" Chapa  
City Manager



Reginald Zeno  
Chief Financial Officer



Government Finance Officers Association

Certificate of  
Achievement  
for Excellence  
in Financial  
Reporting

Presented to

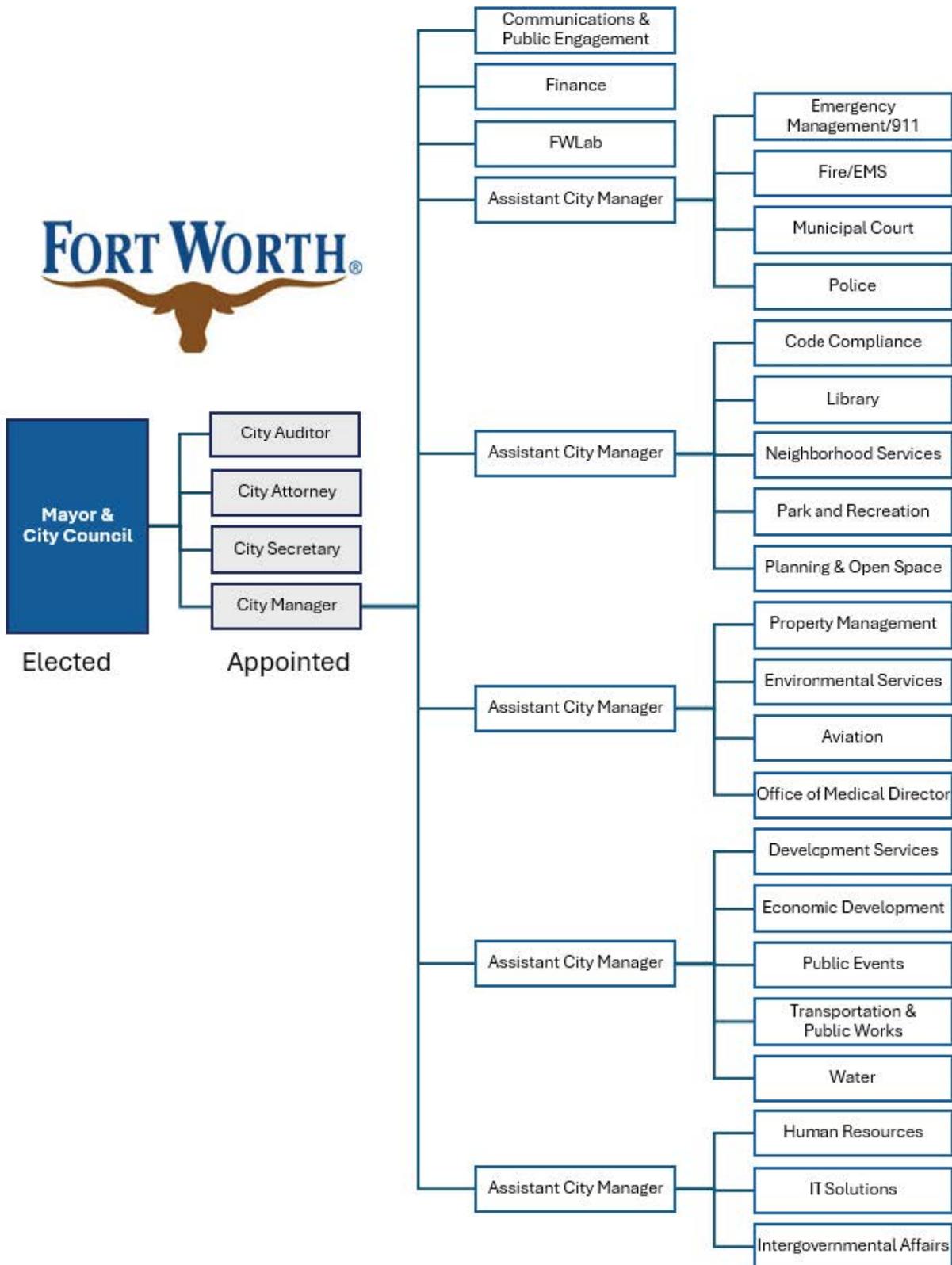
**City of Fort Worth  
Texas**

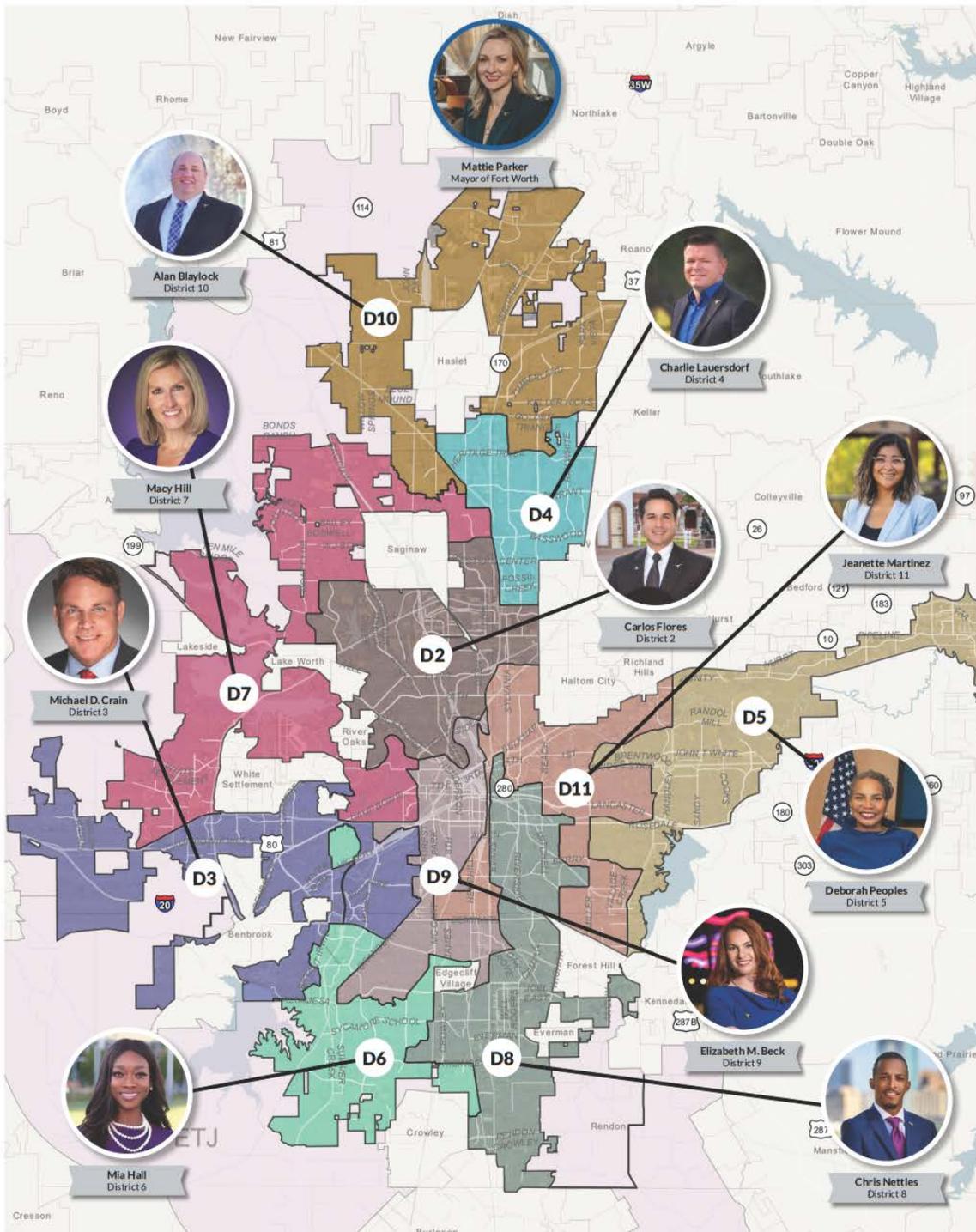
For its Annual Comprehensive  
Financial Report  
For the Fiscal Year Ended

September 30, 2024

*Christopher P. Morrill*

Executive Director/CEO





**FORT WORTH**  
  
 CITY OF FORT WORTH  
 Council Districts

- |  |  |
|--|--|
|  2 - Carlos Flores      |  7 - Macy Hill          |
|  3 - Michael D. Crain   |  8 - Chris Nettles      |
|  4 - Charlie Lauersdorf |  9 - Elizabeth M. Beck  |
|  5 - Deborah Peoples    |  10 - Alan Blaylock     |
|  6 - Mia Hall           |  11 - Jeanette Martinez |

# FINANCIAL SECTION

## Independent Auditor's Report

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

### ***Opinions***

We have audited the financial statements of the governmental activities, the business-type activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of the City of Fort Worth, Texas (City), as of and for the year ended September 30, 2025, and the related notes to the financial statements, which collectively comprise the City's basic financial statements as listed in the table of contents.

In our opinion, based on our audit and the reports of the other auditors, the accompanying financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of the City, as of September 30, 2025, 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.

We did not audit the financial statements of the Metropolitan Area EMS Authority, included in the Fort Worth Emergency Medical Services special revenue fund of the City, through June 30, 2025, which represent 1.68% of the total assets and deferred outflows of resources, 1.77% of the fund balance/net position, and 4.12% of the total revenues/additions of the aggregate remaining fund information of the City. We also did not audit the financial statements of the Employees' Retirement Fund of the City of Fort Worth, Texas, a fiduciary component unit of the City, and the Fort Worth Housing Finance Corporation, a blended component unit of the City, which represent 73% of the total assets and deferred outflows of resources, 75% of fund balance/net position, and 43% of the total revenues/additions of the aggregate remaining fund information of the City. We also did not audit the financial statements of Terrell Homes, Ltd., the discretely presented component unit of the City, which represent 100% of the total assets and deferred outflows of resources, net position, and total 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 opinions on the discretely presented component unit and the aggregate remaining fund information, insofar as they relate to the amounts included for the Metropolitan Area EMS Authority through June 30, 2025, Terrell Homes, Ltd., the Fort Worth Housing Finance Corporation, and the Employees' Retirement Fund of the City of Fort Worth, Texas, are based solely on the reports of the other auditors.

### ***Basis for Opinions***

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

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

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

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the City's ability to continue as a going concern for 12 months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

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

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

In performing an audit in accordance with GAAS, we:

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

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

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

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, budgetary comparison schedule – General Fund, pension, and other postemployment benefit information be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We and the 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.

***Supplementary Information***

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

***Other Information***

Management is responsible for the other information included in the annual comprehensive financial report. The other information comprises the introductory and statistical sections but does not include the basic financial statements and our auditor's report thereon. Our opinions on the basic financial statements do not cover the other information, and we do not express an opinion or any form of assurance thereon.

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

***Forvis Mazars, LLP***

**Dallas, Texas  
February 17, 2026**



**CITY OF FORT WORTH, TEXAS**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS**  
**SEPTEMBER 30, 2025**  
**(000's omitted in tables)**  
**(Unaudited)**

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, 2025 (FY2025). 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 Annual Comprehensive Financial Report (ACFR) on page [v](#) of this report.

**Financial Highlights**

- The assets and deferred outflows of the City exceeded its liabilities and deferred inflows as of September 30, 2025, by \$6,363,234,000 (net position). For FY2025, the City reported an unrestricted net deficit of \$1,023,920,000 which was a decrease in unrestricted net deficit of \$49,795,000 compared to the previous fiscal year. This decrease was primarily driven by an increase in charges for services.
- The City's total net position increased by \$834,710,000 from FY2024. This increase can be attributed to a good year where Program and General revenues exceeded expenses. This can be seen in the change in Charges for Services, Property Tax, Sales Tax, Hotel/Motel Tax, Franchise Fees, and a Transfer of Operation GASB 69 (A.15).
- As of September 30, 2025, the City's governmental funds reported combined ending fund balances of \$1,900,057,000, an increase of \$116,957,000, compared to the FY2024 ending balance. Approximately 50.4 percent of the fund balance of \$957,823,000 is available for spending at the government's discretion, as follows: \$480,349,000 of committed fund balance; \$245,307,000 of assigned fund balance; and \$232,167,000 of unassigned fund balance.
- The City's total long-term liabilities increased by \$161,121,000 in comparison with FY2024. A key factor in this increase was the issuance of debt in the amount of \$346,496,000 for governmental activity and \$304,435,000 for business-type activity, this increase was offset by a combination principal payments of \$237,514,000 in governmental activities and \$75,115,000 in business-type activities, and a decrease in net pension liability of \$198,176,000 and a decrease in OPEB liability in the amount of \$56,627,000.

**Overview of the Financial Statements**

This discussion and analysis are 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 three components: 1) government-wide financial statements; 2) fund financial statements; and 3) notes to the financial statements. This report also contains required supplementary information, and combining and individual fund financial statements and schedules.

***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.

**CITY OF FORT WORTH, TEXAS**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS**  
**SEPTEMBER 30, 2025**  
**(000's omitted in tables)**  
**(Unaudited) (continued)**

***Government-wide Financial Statements (continued)***

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, lease and SBITA 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 primary government's (the City) activities into two types:

*Governmental activities* – Most of the City's basic services are reported here, including general government, public safety, highways and streets, culture and recreation, health and welfare, and urban development and housing. General 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, stormwater utility, municipal airports, municipal parking, and solid waste collection and disposal.

*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.

The government-wide financial statements can be found on pages [21-23](#) of this report.

***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.

*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.

**CITY OF FORT WORTH, TEXAS**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS**  
**SEPTEMBER 30, 2025**  
**(000's omitted in tables)**  
**(Unaudited) (continued)**

***Fund Financial Statements (continued)***

The focus of the governmental fund 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 nineteen individual governmental funds. Information is presented separately in the Governmental Funds Balance Sheet and in the Governmental Funds Statement of Revenues, Expenditures, and Changes in Fund Balances for the General Fund, Debt Service Fund, Capital Project Fund, and Grants Fund which are considered to be major funds. Data for the other fifteen governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these nonmajor governmental funds is provided in the form of combining statements in the combining and individual fund statements and schedules section of this report.

The basic governmental fund financial statements can be found on pages [24-28](#) of this report.

*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, stormwater utility, municipal airports, municipal parking, and solid waste. These services are primarily provided to outside or non-governmental customers.

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, capital project services, group health and life insurance, risk financing and information systems. Because these services predominantly benefit governmental rather than business-type functions, they have been included within governmental activities in the government-wide financial statements.

Proprietary funds financial statements provide the same type of information as the government-wide financial statements, only in more detail. The proprietary fund financial statements provide separate information for the Water and Sewer and the Stormwater Utility Funds, which are considered to be the major proprietary funds of the City. The three nonmajor enterprise funds are combined into a single, aggregated presentation in the proprietary fund financial statements. Conversely, the five internal service funds are combined into a single, aggregated presentation in the proprietary fund financial statements. Individual fund data for the nonmajor enterprise funds and internal service funds are provided in the form of combining statements in the combining and individual fund financial statements and schedules section of this report.

The basic proprietary fund financial statements can be found on pages [30-35](#) of this report.

**CITY OF FORT WORTH, TEXAS**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS**  
**SEPTEMBER 30, 2025**  
**(000's omitted in tables)**  
**(Unaudited) (continued)**

***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 four Trust Funds which account for the assets of the City's pension plan and postemployment healthcare plan and firefighters' employment and postemployment healthcare benefit plan. In addition, there are two custodial funds Rock Creek PID and Walsh Ranch PID fiduciary activities. Separate audited financial statements are available for the City's pension plan and firefighters healthcare trust. The pension plan and firefighters healthcare trust's statements can be obtained by contacting the Plan at 3801 Hulen Street, Suite 101, Fort Worth, Texas 76107 and Fort Worth Firefighters Healthcare Trust at 3855 Tulsa Way, Fort Worth, TX 76107.

The fiduciary fund financial statements can be found on pages [36-37](#) of this report.

**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. The notes to the basic financial statements can be found on pages [38-133](#) of this report.

**Required Supplementary Information and Other Supplemental Information**

In addition to the basic financial statements and accompanying notes, this report also presents required supplementary information for the City's General Fund budgetary comparison schedule along with notes to the required supplementary information to demonstrate compliance with its budget as the City adopts an annual appropriated budget for most governmental funds. Also included is the required supplementary information concerning the City's progress in funding its obligations to provide pension and OPEB benefits to its employees. Required supplementary information can be found immediately after the notes to the financial statements on pages [135-147](#).

The combining statements referred to earlier in connection with nonmajor governmental funds, nonmajor enterprise funds, internal service funds and pension (and other employee benefit) trust funds are presented immediately following the required supplementary information on pensions and OPEB. Individual budgetary comparison schedules for other governmental funds with annual appropriated budget are included as supplementary information in the combining and individual fund financial statements and schedules which can be found on pages [151-182](#) of this report.

**CITY OF FORT WORTH, TEXAS**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS**  
**SEPTEMBER 30, 2025**  
**(000's omitted in tables)**  
**(Unaudited) (continued)**

**Government-Wide Financial Analysis**

As of September 30, 2025, total assets of the City were \$13,454,860,000 and deferred outflows were \$254,581,000 while total liabilities were \$6,923,053,000 and deferred inflows were \$423,154,000, resulting in a net position of \$6,363,234,000.

The City's net investment in capital assets was \$6,867,537,000. The City uses these assets to provide services to its residents; 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, \$519,617,000 represents resources that are subject to external restrictions on how they may be used. The City has an unrestricted net deficit of \$1,023,920,000.

**Condensed Schedule of Net Position (Deficit)**

As of September 30,

	<b>Governmental Activities</b>		<b>Business-Type Activities</b>		<b>Total</b>	
	<b>2024</b>	<b>2025</b>	<b>2024</b>	<b>2025</b>	<b>2024</b>	<b>2025</b>
Current and Other Assets	\$ 2,178,578	\$ 2,264,683	\$ 1,765,532	\$ 1,989,698	\$ 3,944,110	\$ 4,254,381
Capital Assets	3,903,404	4,401,212	4,432,395	4,799,267	8,335,799	9,200,479
<b>Total Assets</b>	<b>6,081,982</b>	<b>6,665,895</b>	<b>6,197,927</b>	<b>6,788,965</b>	<b>12,279,909</b>	<b>13,454,860</b>
Deferred Outflows of Resources	355,048	222,871	50,033	31,710	405,081	254,581
Other Liabilities	224,963	190,548	123,418	147,614	348,381	338,162
Long-term Liabilities Outstanding	4,452,700	4,409,779	1,971,070	2,175,112	6,423,770	6,584,891
<b>Total Liabilities</b>	<b>4,677,663</b>	<b>4,600,327</b>	<b>2,094,488</b>	<b>2,322,726</b>	<b>6,772,151</b>	<b>6,923,053</b>
Deferred Inflows of Resources	333,679	367,066	50,636	56,088	384,315	423,154
Net Position:						
Net Investment in Capital Assets	2,865,613	3,305,564	3,274,625	3,561,973	6,140,238	6,867,537
Restricted	214,146	257,580	247,855	262,037	462,001	519,617
Unrestricted (Deficit)	(1,654,071)	(1,641,771)	580,356	617,851	(1,073,715)	(1,023,920)
<b>Total Net Position</b>	<b>\$ 1,425,688</b>	<b>\$ 1,921,373</b>	<b>\$ 4,102,836</b>	<b>\$ 4,441,861</b>	<b>\$ 5,528,524</b>	<b>\$ 6,363,234</b>

As of September 30, 2025, the City of Fort Worth has a positive net position balance for the government as a whole. The governmental activities' increase in net investment in capital assets was mostly due to contributed assets received during the year as reported in the reconciliation of the statement of revenues, expenditures, and change in fund balances of governmental funds to the statement of activities. The governmental activities' unrestricted deficit balance decreased by \$12,300,000, due to the increase in Charges for Services, Operating Grants and Contributions, Capital Grants and Contributions, Property Tax, Sales Tax and Hotel/Motel Tax.

**CITY OF FORT WORTH, TEXAS**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS**  
**SEPTEMBER 30, 2025**  
**(000's omitted in tables)**  
**(Unaudited) (continued)**  
**Government-Wide Financial Analysis (continued)**

**Condensed Schedule of Changes in Net Position**

For the Year Ended September 30,

	<b>Governmental Activities</b>		<b>Business -Type Activities</b>		<b>Total</b>	
	<b>2024</b>	<b>2025</b>	<b>2024</b>	<b>2025</b>	<b>2024</b>	<b>2025</b>
<b>Revenues:</b>						
Program Revenues:						
Charges for Services	\$ 111,140	\$ 130,871	\$ 749,516	\$ 769,757	\$ 860,656	\$ 900,628
Operating Grants and Contributions	132,283	139,972	–	–	132,283	139,972
Capital Grants and Contributions	213,769	312,137	198,747	198,370	412,516	510,507
General Revenues:						
General Property Taxes	749,673	789,222	–	–	749,673	789,222
Sales Taxes	353,942	368,854	–	–	353,942	368,854
Other Local Taxes	67,981	75,437	–	–	67,981	75,437
Franchise Fees	51,443	53,170	–	–	51,443	53,170
Grants and contributions not restricted to specific programs	46,902	24,850	–	–	46,902	24,850
Gas Leases and Royalties	3,266	3,857	2,138	2,460	5,404	6,317
Investment Income	124,076	90,699	83,615	75,967	207,691	166,666
Other	56,152	22,629	6,802	12,718	62,954	35,347
<i>Total revenues</i>	<u>1,910,627</u>	<u>2,011,698</u>	<u>1,040,818</u>	<u>1,059,272</u>	<u>2,951,445</u>	<u>3,070,970</u>
<b>Expenses:</b>						
General Government	145,199	148,719	–	–	145,199	148,719
Public Safety	749,499	788,071	–	–	749,499	788,071
Highways and Streets	192,536	200,026	–	–	192,536	200,026
Culture and Recreation	222,759	234,652	–	–	222,759	234,652
Health and Welfare	23,378	14,512	–	–	23,378	14,512
Urban Redevelopment and Housing	190,274	197,623	–	–	190,274	197,623
Interest and Service Charges	58,369	46,579	–	–	58,369	46,579
Water and Sewer	–	–	500,539	524,038	500,539	524,038
Stormwater Utility	–	–	41,115	44,495	41,115	44,495
Municipal Airports	–	–	37,276	20,787	37,276	20,787
Municipal Parking	–	–	8,871	8,711	8,871	8,711
Solid Waste	–	–	74,699	75,843	74,699	75,843
<i>Total expenses</i>	<u>1,582,014</u>	<u>1,630,182</u>	<u>662,500</u>	<u>673,874</u>	<u>2,244,514</u>	<u>2,304,056</u>
Forgiveness of Debt	59,974	–	–	–	59,974	–
Excess of Revenues						
Over Expenses	388,587	381,516	378,318	385,398	766,905	766,914
Transfers	44,585	46,373	(44,585)	(46,373)	–	–
Changes in Net Position before Special Item	433,172	427,889	333,733	339,025	766,905	766,914
Special Item						
Transfer of Operation GASB 69 (A.15)	–	67,796	–	–	–	67,796
Changes in Net Position	433,172	495,685	333,733	339,025	766,905	834,710
Net Position, Beginning of Year	992,516	1,425,688	3,769,103	4,102,836	4,761,619	5,528,524
Net Position, End of Year	<u>\$ 1,425,688</u>	<u>\$ 1,921,373</u>	<u>\$ 4,102,836</u>	<u>\$ 4,441,861</u>	<u>\$ 5,528,524</u>	<u>\$ 6,363,234</u>

**CITY OF FORT WORTH, TEXAS**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS**  
**SEPTEMBER 30, 2025**  
**(000's omitted in tables)**  
**(Unaudited) (continued)**

**Government-Wide Financial Analysis (continued)**

Overall, the governmental activities increase in net position was \$495,685,000 as a result of current fiscal year activity. This was primarily the result of an increase in charges for services, property tax, sales tax and hotel/motel tax, and a Transfer of Operation GASB 69 (A.15).

Governmental activities expenses increased by \$48,168,000 when compared to FY2024. This increase was primarily due to the rising costs of salaries, benefits, goods and services.

Business-type activities net position increased \$339,025,000 during the current fiscal year which is \$5,292,000 more than the previous year's increase. Key factors that contributed to the business-type activities net position increase were due to the increase in Charges for Services.

**Financial Analysis of the Governmental 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 discretionary use as they represent the portion of fund balance which has not yet been limited to use for a particular purpose by either an external party, the City itself, or City Manager that has been delegated authority to assign resources for use for particular purposes by the City's Council.

As of the end of the current fiscal year, the City's governmental funds reported total fund balances of \$1,900,057,000. This was an increase of \$116,957,000 compared to the prior year. This increase in fund balance is primarily due to an increase in Charges for Services, Operating Grants and Contributions, Capital Grants and Contributions, Property Tax, Sales Tax and Hotel/Motel Tax.

The General Fund is approximately 18.1 percent or \$344,620,000 of total Government's fund balance, which is an increase from FY2024 by \$26,737,000 primarily due to an increase in property tax and sales tax. As of September 30, 2025, the General Fund's nonspendable fund balance includes \$6,154,801 for inventories and \$443,146 for prepaids, deposits, and other. The General Fund's restricted fund balance includes \$12,462,000 for park improvements. The committed fund balance includes amounts of \$3,000,000 for repayment of State loans, \$4,617,000 for park improvements, \$524,000 in contractual commitments carried over to FY2026, and \$20,245,000 for general needs such as public art or facilities, and \$15,000,000 for the support of local museums. The assigned fund balance includes \$1,000,000 for library capital projects and \$23,152,000 capital projects shortfalls, \$2,000,000 City Hall Renovations, and \$3,100,000 Group Health Insurance Fund, and \$3,000,000 for other assignments. As of September 30, 2025, the General Fund had an unassigned fund balance of \$249,352,000.

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 \$249,352,000, represents 27.1 percent of total General Fund expenditures. The total fund balance of \$344,620,000 represents 37.4 percent of total General Fund expenditures. Fund balance in the General Fund decreased by \$24,519,000, over the previous fiscal year.

The Debt Service Fund has a fund balance of \$102,045,000 or 5.4 percent of total governmental fund balance of which all is restricted fund balance. Debt Service Fund's fund balance increased by \$19,889,000 when compared to FY2024. This increase in fund balance was due to an increase in Property Taxes and transfers in, and a decrease in interest and debt issuance costs.

**CITY OF FORT WORTH, TEXAS**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS**  
**SEPTEMBER 30, 2025**  
**(000's omitted in tables)**  
**(Unaudited) (continued)**

**Financial Analysis of the Governmental Funds (continued)**

The Capital Projects Fund has a fund balance of \$1,063,750,000 or 56.0 percent of total governmental fund balance of which \$699,000 is nonspendable fund balance, \$557,567,000 is restricted fund balance, \$386,106,000 is committed fund balance, and \$119,378,000 is assigned fund balance. The Capital Projects Fund's fund balance increased by \$30,188,000 when compared to FY2024. This increase in fund balance was due to new bond proceeds offset by additional capital outlay, and an increase in transfer in.

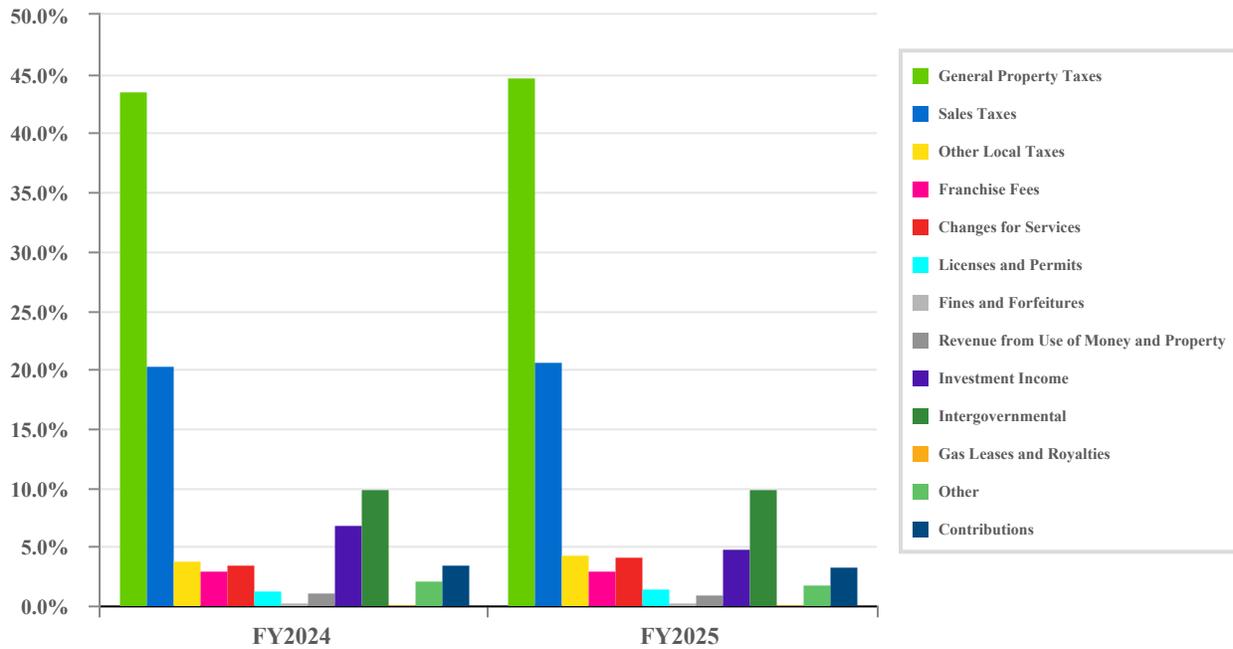
The Grants Fund has a fund balance of \$7,795,000 or 0.41 percent of total governmental fund balance of which \$2,499,000 is restricted fund balance and \$5,264,000 is committed fund balance and \$32,000 is assigned fund balance. The Grants Fund's fund balance increased by \$3,437,000 when compared to FY2024. This increased in fund balance was primarily due to a decrease in transfers out.

The Nonmajor Governmental Funds' fund balance of \$381,847,000 is 20.1 percent of total governmental fund balance and includes nonspendable fund balance of \$3,506,000, restricted fund balance of \$256,288,000, committed fund balance of \$45,593,000, and assigned fund balance of \$93,645,000. Nonmajor Governmental Fund's fund balance increased by \$87,962,000 when compared to FY2024. This increase is primarily due to overall increases in total revenues, and the addition of the special revenue fund Emergency Medical Services.

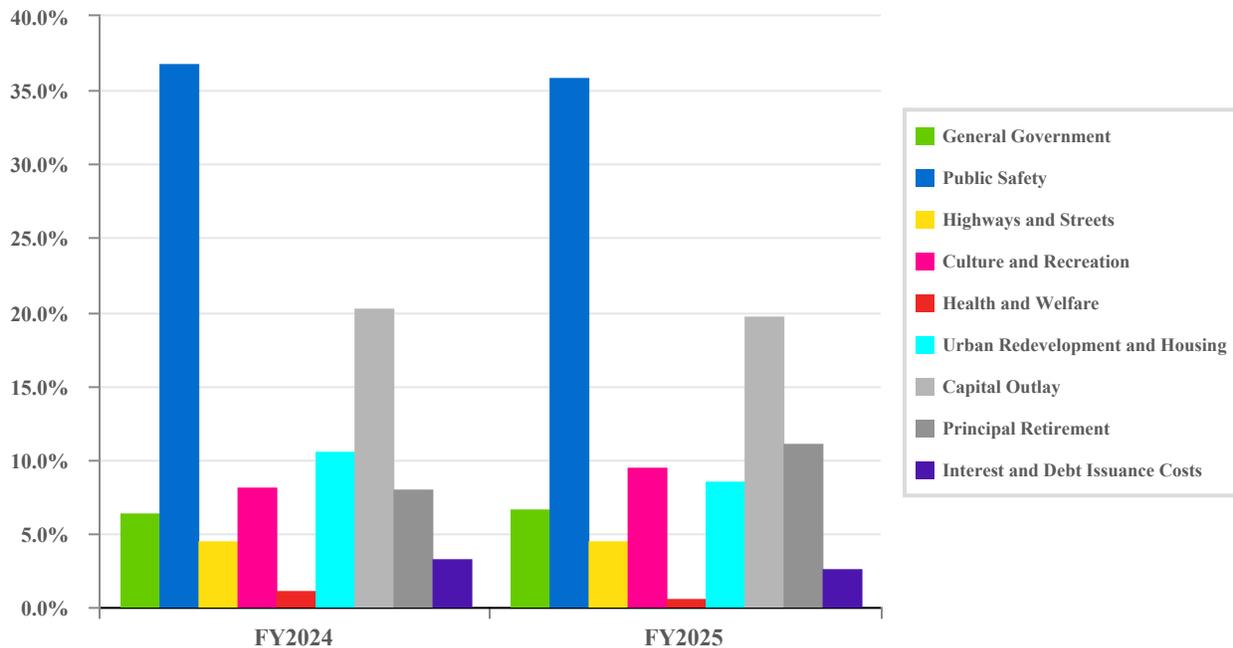
As shown in the following charts (on the next page) for governmental funds for FY2024 and FY2025, general property taxes and sales taxes were the primary sources of revenue for both years, while public safety and capital outlay were the largest expenditures by function. The General Fund is the primary operating fund of the City.

**CITY OF FORT WORTH, TEXAS**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS**  
**SEPTEMBER 30, 2025**  
**(000's omitted in tables)**  
**(Unaudited) (continued)**  
**Revenues and Expenditures – Governmental Funds**

**Revenues by Source – Governmental Funds**



**Expenditures by Function - Governmental Funds**



**CITY OF FORT WORTH, TEXAS  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
SEPTEMBER 30, 2025  
(000's omitted in tables)  
(Unaudited) (continued)**

**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.

Total net position in the Water and Sewer Fund increased by \$280,822,000, when compared to FY2024, Stormwater Utility Fund increased by \$36,030,000, and Nonmajor business-type activities increased by \$22,173,000 when compared to FY2024. This increase in net position in Proprietary Funds is primarily due to operating and nonoperating revenues offset by operating and nonoperating expenses, as well as seasonal impacts to water usage.

**General Fund Budgetary Highlights**

Differences between the original expenditure budget and the final amended budget resulted in a \$57,328,578 increase in appropriations and are briefly summarized as follows:

Significant activities which necessitated these increases included:

- \$3,552,571 to reflect a roll over and reappropriation of previously unspent authorized amount into FY2025 for these departments:
  - \$5,000 for City Auditor's Office
  - \$182,500 for City Manager's Office
  - \$227,666 for Diversity and Inclusion
  - \$470,594 for FWLab
  - \$109,000 for Human Resources
  - \$518,058 for Neighborhood Services
  - \$61,456 for Police Department
  - \$1,978,297 Property Management Department
- \$18,025,500 following fiscal month 8 forecast for mid-year appropriations intended to keep City departments from exceeding their budgets:
  - \$530,000 for City Manager
  - \$531,000 for Development Services
  - \$7,000 for Communication and Public Engagement
  - \$90,000 for City Secretary
  - \$146,000 for City Attorney
  - \$11,000 for Financial Management Services
  - \$160,000 for Human Resources
  - \$276,000 for Neighborhood Services
  - \$344,000 for Transportation and Public Works
  - \$50,000 Code Compliance
  - \$10,387,000 Police Department
  - \$3,937,000 for Fire Department
  - \$177,000 Municipal Court

**CITY OF FORT WORTH, TEXAS  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
SEPTEMBER 30, 2025  
(000's omitted in tables)  
(Unaudited) (continued)**

- \$355,000 for Parks and Recreation

**General Fund Budgetary Highlights (continued)**

- \$1,024,500 for Library
- (\$18,025,500) reduced from Non-Departmental reserve budgets for the above items
- \$2,939,000 for the transition of ambulance services from MedStar to the City.
- \$5,000,000 to transfer to the Risk Financing Fund.
- \$870,930 for the Childcare Associates Early Learning Center.
- \$6,500,000 for a contribution to the Cowgirl Hall of Fame.
- \$3,100,000 for the Group Health Fund.
- \$3,129,070 for the Panther Island Project.
- \$285,500 for Camp Bowie Improvements.
- \$760 for Honorary Designation for Shirkley Knox Benton.
- \$3,450,000 for Village Creek Settlement.
- \$15,000 for Interlocal Agreement with FWISD.
- \$1,000,000 for Sycamore Park Phase II.
- \$1,500,000 for Vasquez Park Phase I.
- \$9,472,519 for Downtown Library Design.
- \$2,000,000 to transfer to fund the Adventuress Court Ground Shifting Repair Project.
- \$14,145,000 to transfer to fund the McCart, Bailey, and Horne, capital improvement projects.
- \$368,228 to transfer to fund the Library Strategic Plans

The FY2025 Adopted Budget totals nearly \$2.79 billion, of the total budget, 37.9 percent, or \$1.057 billion, reflects the cost of General Fund activities such as public safety, parks, neighborhood services, economic development, property management, transportation and public works, planning, development, public libraries, and general management of the city and employees.

These significant activities are reflected and included below:

- Salary and Benefit Changes:
  - Police Civil Service employees will receive salary increases in accordance with the Meet and Confer Bargaining Contract.
  - Fire Civil Service employees will receive salary increases in accordance with the Collective Bargaining Agreement between the City and the Fort Worth Professional Firefighters Association.
  - Pay for performance for general employees is budgeted at four percent (Ranges 0-7% with anticipated average cost of 4%).
  - The total number of positions increased by 28 approved positions and 31.10 full-time equivalent (FTE).
  - A consultant was hired by the City to conduct a pay study to help address general employees' pay based on the market and any potential compression within the City. Budget has been set aside to have early action on implementing the study.

**CITY OF FORT WORTH, TEXAS**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS**  
**SEPTEMBER 30, 2025**  
**(000's omitted in tables)**  
**(Unaudited) (continued)**

**General Fund Budgetary Highlights (continued)**

- EMS is now fully transitioned into the city, and this is the first full year of operating its services. The General Fund is subsidizing the Emergency Medical Services fund in the amount of \$20,187,511 to ensure EMS provides quality care and response times improvements.
- The Park and Recreation department will receive \$1,350,689 to expand alleyway maintenance.
- The Vehicle Replacement transfer from the General Fund was reduced by \$1,100,000 to purchase new vehicles with Tax Notes.
- Pay-As-You-Go capital increased by \$4,605,294 to continue to improve capital maintenance throughout the city.

**Capital, Lease and SBITA Assets and Debt Administration**

*Capital, Lease and SBITA Assets* – The City’s investment in capital, lease and SBITA assets for its governmental and business-type activities as of September 30, 2025, amounted to \$9,200,479,000 (net of accumulated depreciation/amortization). This investment in capital assets includes land/right of way, construction in progress, intangibles, buildings, vehicles, machinery and equipment, infrastructure, intangibles, and right-to-use lease assets. The total additions in the City’s right-to-use assets for the current fiscal year was \$8,981,000, and a net decrease of \$1,503,000. Additional information on the City’s capital, lease and SBITA assets can be found in Note F.

Major capital assets events during the current fiscal year included the following:

- The acquisition of assets and development of governmental projects throughout the City added \$332,903,000 to capital assets, while governmental capital contributions were \$312,137,000.
- The acquisition of assets and development of water and sewer projects throughout the City added \$108,314,000 to capital assets, while water and sewer capital contributions were \$175,708,000.
- The acquisition of assets and development of drainage projects throughout the City added \$17,364,000 to capital assets.
- These additions were offset by depreciation/amortization of \$322,042,000 and retirements during the year.

**Capital, Lease and SBITA Assets, net of Accumulated Depreciation/Amortization**

	<b>Governmental Activities</b>		<b>Business-Type Activities</b>		<b>Total</b>	
	<b>2024</b>	<b>2025</b>	<b>2024</b>	<b>2025</b>	<b>2024</b>	<b>2025</b>
Land/Right of Way	\$ 385,491	\$ 415,413	\$ 225,451	\$ 224,604	\$ 610,942	\$ 640,017
Construction in Progress	453,545	696,416	731,477	906,999	1,185,022	1,603,415
Intangibles	30,835	31,735	1,525	1,525	32,360	33,260
Buildings	816,864	811,097	85,381	81,667	902,245	892,764
Vehicles, Machinery and Equipment	127,774	144,771	80,767	82,685	208,541	227,456
Infrastructure	2,063,288	2,277,197	3,305,204	3,499,938	5,368,492	5,777,135
Amortizable Intangibles	6,470	3,270	225	157	6,695	3,427
Right-to-Use Lease Assets:						
Buildings	8,173	7,827	902	641	9,075	8,468
Machinery and Equipment	89	–	–	–	89	–
Right-to-Use SBITA Assets	10,875	13,486	1,463	1,051	12,338	14,537
<b>Total</b>	<b>\$ 3,903,404</b>	<b>\$ 4,401,212</b>	<b>\$ 4,432,395</b>	<b>\$ 4,799,267</b>	<b>\$ 8,335,799</b>	<b>\$ 9,200,479</b>

**CITY OF FORT WORTH, TEXAS**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS**  
**SEPTEMBER 30, 2025**  
**(000's omitted in tables)**  
**(Unaudited) (continued)**

**Capital, Lease and SBITA Assets and Debt Administration (continued)**

*Long-term Liabilities* – At the end of the current fiscal year, the City had total long-term liabilities of \$6,584,891,000. Of this amount, \$948,460,000 comprises debt backed by the full faith and credit of the government, and \$2,511,822,000 represents self-supported debt issues.

**Long-Term Liabilities Outstanding**

	Governmental Activities		Business-Type Activities		Total	
	2024	2025	2024	2025	2024	2025
General Obligation Bonds	\$ 833,377	\$ 826,890	\$ 22,740	\$ 20,280	\$ 856,117	\$ 847,170
Revenue Bonds	–	–	1,461,987	1,693,770	1,461,987	1,693,770
Certificates of Obligation	109,375	101,290	–	–	109,375	101,290
Special Tax Revenue Debt	271,750	337,320	–	–	271,750	337,320
Tax Notes	109,235	145,735	–	–	109,235	145,735
State Obligation - City	11,532	10,032	–	–	11,532	10,032
State Obligation - CCPD	5,364	4,666	–	–	5,364	4,666
TRWD Obligation	223,669	249,231	–	–	223,669	249,231
ESPC Phase VII	3,814	1,934	–	–	3,814	1,934
TWDB Loan Forgiveness	–	–	–	4,000	–	4,000
Research and Innovation Local Government Corp	–	17,435	–	–	–	17,435
Lease Revenue Bonds	25,295	24,855	–	–	25,295	24,855
Leases	8,616	8,393	883	612	9,499	9,005
SBITA	10,335	12,990	1,290	849	11,625	13,839
Net Unamortized Bond Premium/Discount	63,259	58,074	54,424	50,143	117,683	108,217
Compensated Absences	160,348	210,332	14,327	15,381	174,675	225,713
Risk Management Estimated Claims Payable	49,888	53,706	–	–	49,888	53,706
Arbitrage	9,987	13,720	11,086	16,037	21,073	29,757
Landfill Closure and Postclosure Liability	–	–	17,168	18,457	17,168	18,457
Pollution Remediation Liability	1,988	1,529	–	–	1,988	1,529
Net OPEB Liability	386,258	336,484	56,946	50,093	443,204	386,577
Net Pension Liability	2,168,610	1,995,163	330,219	305,490	2,498,829	2,300,653
Total	<u>\$ 4,452,700</u>	<u>\$ 4,409,779</u>	<u>\$ 1,971,070</u>	<u>\$ 2,175,112</u>	<u>\$ 6,423,770</u>	<u>\$ 6,584,891</u>

The City's total long-term liabilities increased by \$161,121,000 when compared to FY2024, mainly due to an increase in issuance of General Obligation Bonds and Water and Sewer Revenue Bonds. Key changes for the year include: the City's Net OPEB Liability decreased, Net Pension Liability decreased, and new issues of General Obligations, Special Tax Revenue debt, Water and Sewer Revenue Bonds. For governmental activities, the City made principal payments for bonded debt on its General Obligation Bonds and Tax Notes. For business-type activities, the City made principal payments for revenue bond debt for Water and Sewer Revenue Bonds and Stormwater Revenue Bonds.

**CITY OF FORT WORTH, TEXAS  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
SEPTEMBER 30, 2025**

**(000's omitted in tables)**

**(Unaudited) (continued)**

**Capital, Lease and SBITA Assets and Debt Administration (continued)**

*Long-term Liabilities (continued)*

In FY2025, Moody's Investors Services (Moody's), S&P Global Rating Services (S&P), Fitch Rating Services (Fitch), and Kroll Bond Rating Agency (Kroll) have all assigned ratings to the City of Fort Worth's outstanding debt. The City's general obligation debt is rated 'Aa3' by Moody's, 'AA' by both S&P and Fitch, and 'AA+' by Kroll. The City's water and sewer system revenue bonds are rated 'Aa1' by Moody's, 'AA+' by S&P, and 'AA' by Fitch. The City's drainage utility system revenue bonds are rated 'Aa1' by Moody's, and 'AA+' by both S&P and Fitch. The City's special tax revenue bonds, Multipurpose Arena Venue Project, are rated 'Aa3' by Moody's and 'AA' by Fitch. The City's special tax revenue bonds, Convention Center Venue Project, are rated 'A2' by Moody's and 'AA-' by 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 taxable assessed value for all City purposes. The City Charter limits the City's tax rate to a maximum rate of \$1.90 per \$100 taxable assessed valuation for all City purposes. While State law does not require any particular allocation of the City's tax between debt service and operations, administratively, the Attorney General of the State will permit allocation of approximately two-thirds of the maximum tax rate for all general obligation debt service, as calculated at the time of issuance and based on a 90% collection rate.

The current ratio of tax-supported debt to the assessed value of all taxable property is 0.75 percent (Statistical Section on Table 14). Additional information on the City's long-term liabilities can be found in Note G.

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

In FY2026, Fort Worth is expecting revenue across all major categories to continue to grow. The overall economic outlook for the City remains positive, though some revenue growth is lower than the average growth of the past five years. Sales taxes have climbed steadily since the recession ended in late 2010. Growth was especially strong in the years following the end of pandemic lockdowns, but in FY2024 it was lower at roughly two percent; in FY2025, it rebounded to roughly four percent, which is closer to the long-term average. The City receives the majority of its General Fund revenues from property taxes assessed on real and personal property. City staff works with appraisal districts from Tarrant, Denton, Parker, and Wise Counties to prepare property tax revenue projections. By State law, each appraisal district is responsible for the valuation of all property within its jurisdiction. The certified property tax rolls received from all four districts in July 2025 showed an increase in the City's property tax base. In comparison to the July 2024 certified property tax roll, the July 2025 certified property tax roll reflected a 5.9 percent growth in adjusted net taxable property value.

The City continues to work towards a lower property tax rate to encourage commercial development and decrease the tax burden to residents and businesses. To that end, the City of Fort Worth property tax rate was cut by a quarter cent to \$0.6700 per \$100 of assessed value. In the past two fiscal years, post-certification value loss, attributed mostly to litigation on property values, had caused collections to be slightly lower than projected, and in FY2026, the assumed collection rate was lowered from 98.5% to 98%. There is still an increase in the tax levy: this budget will raise more revenue from property taxes than the FY2025 budget by an amount of \$25,704,172, which is a 3.37 percent increase. The property tax revenue to be raised from new property added to the tax roll is \$21,083,000. The City maintains and purchases capital items through the use of PAYGo capital funding. In FY2026, the portion of the tax rate dedicated to PAYGo remained at 7.25 cents (\$0.0725 per \$100 of assessed value) to continue providing funding for street maintenance and other capital needs. The rise in new construction and existing property values allows the City to increase funding dedicated to capital without limiting the funding available for operations. PAYGo capital funding increased by an additional appropriation of \$4.6 million in FY2026.

**CITY OF FORT WORTH, TEXAS**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS**  
**SEPTEMBER 30, 2025**  
**(000's omitted in tables)**  
**(Unaudited) (continued)**

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

When updating the seven-year financial forecast and preparing the budget for City Council consideration, staff also evaluated the allocation of the levy amount and resulting availability of revenue for operations and maintenance (O&M) as compared to the amount available to repay the city's debt. Based on the O&M levy rate of \$0.5225 per \$100 of assessed valuation, the General Fund portion of the property tax rate is expected to yield approximately \$638 million in revenue for FY2026. The debt service tax rate of \$0.1475 per \$100 of assessed valuation is expected to yield approximately \$180 million, which will allow the repayment of all current and proposed debt obligations.

The FY2026 budgeted sales tax grew moderately as compared to FY2025, and strong growth in future years is still expected; after FY2024 saw the slowest sales tax growth for Fort Worth in several years (at roughly 2%), the revenue account actual collections grew by about 4% in FY2025. In addition to the rise in recent collections, Fort Worth is leading the way in population growth as one of the fastest growing among large cities, now with over one million residents. Sales tax growth has been difficult to forecast since the COVID 19 Pandemic. While collections consistently beat expectations for several years, growth decreased markedly in FY2024, causing collections to be more than \$10M below the budgeted amount. Following roughly 4% growth in FY2025, the FY2026 budget for sales tax increased by a similar rate. Sales tax collections were evaluated using recent activity, historical trends, and many other economic indicators for the local economy to determine tax revenue. Based on this evaluation, FY2025 year-end collections of \$247.8M, and the potential for increased economic activity associated with FIFA World Cup 2026 games played in nearby Arlington, tax revenue is expected to increase in FY2026 by 5.7%, or \$15.2M, from actual FY2025 sales tax and is budgeted at \$263,000,000. This revenue from the City's one percent of the sales tax, excluding the one-half percent special use tax for the Crime Control and Prevention District Fund, of \$263 million represents growth of \$10.3 million or 4.1 percent from the FY2025 budget. This revenue is dependent on the level of wholesale and retail sales as well as the economic strength of the local economy. Over the past ten years, the City of Fort Worth sales tax collection has grown from \$138.5M in 2016 to the estimated amount of \$263M for FY2026, which represents a 90% growth over the decade.

Going forward, long-range planning includes moderated growth in property tax revenues, despite rising property values, due to the legislative revenue caps, evolution of local appraisal district practices, and the governing body's desire to minimize the financial burden on taxpayers. Fort Worth remains one of the fastest-growing cities in the nation, as well as one of the most livable communities. Three years ago, two new districts were added to the governing body as a reflection of the enormous growth that has marked Fort Worth as one of the United States' largest cities. We continue to believe the future is bright in Fort Worth. We anticipate job and population growth to continue as more companies and people move to Fort Worth. In FY2026, the City plans to meet financial responsibilities, address challenges, improve services, and ensure appropriate equitable investments toward infrastructure while maintaining quality services and addressing the demands of a growing city.

**Requests for Information**

This financial report is designed to provide a general overview of the City's finances for all those with 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, 100 Fort Worth Trail, 12th Floor, Department of Financial Management Services, Fort Worth, Texas 76102.



# BASIC FINANCIAL STATEMENTS

**CITY OF FORT WORTH, TEXAS**  
**STATEMENT OF NET POSITION**  
**SEPTEMBER 30, 2025**  
**(in 000's)**

	Primary Government			Discretely Presented Component Unit
	Governmental Activities	Business-Type Activities	Total	
<b>ASSETS AND DEFERRED OUTFLOWS OF RESOURCES</b>				
<b>Assets</b>				
Cash, Cash Equivalents, & Investments	\$ 2,015,377	\$ 333,727	\$ 2,349,104	\$ 12
Receivables, Net of Allowance for Uncollectible Accounts:				
Taxes	4,750	–	4,750	–
Grants and Other Governments	85,826	–	85,826	–
Loans	19,657	–	19,657	–
Interest	3,704	47	3,751	–
Accounts and Other	56,801	84,187	140,988	47
Leases	26,929	8,937	35,866	–
Internal Balances	(1,470)	1,470	–	–
Inventories (at Cost)	9,500	8,262	17,762	–
Prepays, Deposits, and Other	3,137	113	3,250	552
Long-Term Loans Receivable	844	–	844	–
Restricted Assets:				
Cash, Cash Equivalents, & Investments	3,044	1,324,562	1,327,606	339
Cash, Cash Equivalents, & Investments Held by Trustees	36,458	220,691	257,149	–
Grants Receivable	–	7,359	7,359	–
Interest Receivable	–	343	343	–
Prepaid Bond Insurance	126	–	126	–
Capital, Lease and SBITA Assets, Net of Accumulated Depreciation/Amortization:				
Non-Depreciable	1,143,564	1,133,128	2,276,692	–
Depreciable	3,257,648	3,666,139	6,923,787	5,716
Total Assets	<u>6,665,895</u>	<u>6,788,965</u>	<u>13,454,860</u>	<u>6,666</u>
<b>Deferred Outflows of Resources</b>	<u>222,871</u>	<u>31,710</u>	<u>254,581</u>	<u>–</u>
<b>Total Assets and Deferred Outflows of Resources</b>	<u>6,888,766</u>	<u>6,820,675</u>	<u>13,709,441</u>	<u>6,666</u>
<b>LIABILITIES AND DEFERRED INFLOWS OF RESOURCES</b>				
<b>Liabilities</b>				
Accounts Payable	31,782	47,573	79,355	142
Escrow Accounts Payable	35,229	–	35,229	–
Accrued Payroll	21,681	2,977	24,658	–
Other	287	–	287	–
Unearned Revenue	24,233	–	24,233	1
Payables from Restricted Assets:				
Construction Payable	71,549	47,257	118,806	–
Escrow Accounts Payable	–	11,854	11,854	–
Customer Deposits	–	28,569	28,569	21
Accrued Interest Payable	5,787	8,351	14,138	119
Unearned Revenue	–	1,033	1,033	–
<b>Long-Term Liabilities:</b>				
Due Within One Year	221,990	81,810	303,800	41
Due in More Than One Year	4,187,789	2,093,302	6,281,091	3,652
Total Liabilities	<u>4,600,327</u>	<u>2,322,726</u>	<u>6,923,053</u>	<u>3,976</u>
<b>Deferred Inflows of Resources</b>	<u>367,066</u>	<u>56,088</u>	<u>423,154</u>	<u>–</u>
<b>Total Liabilities and Deferred Inflows of Resources</b>	<u>4,967,393</u>	<u>2,378,814</u>	<u>7,346,207</u>	<u>3,976</u>
<b>NET POSITION</b>				
Net Investment in Capital Assets	3,305,564	3,561,973	6,867,537	3,119
Restricted for:				
Debt Service	102,045	121,519	223,564	–
Capital Projects	155,535	140,518	296,053	–
Partnership Equity (Deficit)	–	–	–	(429)
Unrestricted (Deficit)	(1,641,771)	617,851	(1,023,920)	–
Total Net Position	<u>\$ 1,921,373</u>	<u>\$ 4,441,861</u>	<u>\$ 6,363,234</u>	<u>\$ 2,690</u>

See accompanying notes to the basic financial statements.

**CITY OF FORT WORTH, TEXAS**  
**STATEMENT OF ACTIVITIES**  
**FOR THE YEAR ENDED SEPTEMBER 30, 2025**  
**(in 000's)**

Function/Program Activities	Program Revenues			
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions
<b>Primary Government:</b>				
Governmental Activities:				
General Government	\$ 148,719	\$ 13,934	\$ 2,003	\$ 7,757
Public Safety	788,071	47,796	25,933	–
Highways and Streets	200,026	1,440	14,690	291,609
Culture and Recreation	234,652	33,139	40,278	12,287
Health and Welfare	14,512	–	14,027	–
Urban Redevelopment and Housing	197,623	34,562	43,041	484
Interest and Service Charges	46,579	–	–	–
Total Governmental Activities	<u>1,630,182</u>	<u>130,871</u>	<u>139,972</u>	<u>312,137</u>
Business-Type Activities:				
Water and Sewer	524,038	593,893	–	175,708
Stormwater Utility	44,495	65,149	–	15,418
Municipal Airports	20,787	15,813	–	7,244
Municipal Parking	8,711	7,745	–	–
Solid Waste	75,843	87,157	–	–
Total Business-Type Activities	<u>673,874</u>	<u>769,757</u>	<u>–</u>	<u>198,370</u>
<b>Total Primary Government</b>	<u>\$ 2,304,056</u>	<u>\$ 900,628</u>	<u>\$ 139,972</u>	<u>\$ 510,507</u>
<b>Discretely Presented Component Unit:</b>				
Terrell Homes, Ltd.	\$ 1,031	\$ 616	\$ –	\$ –
<b>Total Discretely Presented Component Unit</b>	<u>\$ 1,031</u>	<u>\$ 616</u>	<u>\$ –</u>	<u>\$ –</u>

Changes in Net Position (Deficit):

  General Revenues:

    Taxes:

      General Property Taxes

      Other Local Taxes:

        Sales Taxes

        Hotel/Motel Taxes

        Other Taxes

    Franchise Fees

    Grants and contributions not restricted to specific programs

    Gas Leases and Royalties

    Investment Income

    Other

  Transfers

    Total General Revenues and Transfers

    Change in Net Position before Special Item

  Special Item

    Transfer Of Operations GASB 69 (A.15)

    Change in Net Position

  Net Position, Beginning of Year

  Net Position, End of Year

**Net (Expenses) Revenues and Changes in Net Position (Deficit)**

<b>Primary Government</b>			<b>Discretely Presented Component Unit</b>
<b>Governmental Activities</b>	<b>Business-Type Activities</b>	<b>Total</b>	
\$ (125,025)	\$ -	\$ (125,025)	\$ -
(714,342)	-	(714,342)	-
107,713	-	107,713	-
(148,948)	-	(148,948)	-
(485)	-	(485)	-
(119,536)	-	(119,536)	-
(46,579)	-	(46,579)	-
<u>(1,047,202)</u>	<u>-</u>	<u>(1,047,202)</u>	<u>-</u>
-	245,563	245,563	-
-	36,072	36,072	-
-	2,270	2,270	-
-	(966)	(966)	-
-	11,314	11,314	-
-	294,253	294,253	-
<u>(1,047,202)</u>	<u>294,253</u>	<u>(752,949)</u>	<u>-</u>
			<u>(415)</u>
			<u>(415)</u>
789,222	-	789,222	-
368,854	-	368,854	-
67,418	-	67,418	-
8,019	-	8,019	-
53,170	-	53,170	-
24,850	-	24,850	-
3,857	2,460	6,317	-
90,699	75,967	166,666	-
22,629	12,718	35,347	21
46,373	(46,373)	-	-
<u>1,475,091</u>	<u>44,772</u>	<u>1,519,863</u>	<u>21</u>
427,889	339,025	766,914	(394)
67,796	-	67,796	-
<u>495,685</u>	<u>339,025</u>	<u>834,710</u>	<u>(394)</u>
<u>1,425,688</u>	<u>4,102,836</u>	<u>5,528,524</u>	<u>3,084</u>
<u>\$ 1,921,373</u>	<u>\$ 4,441,861</u>	<u>\$ 6,363,234</u>	<u>\$ 2,690</u>

**CITY OF FORT WORTH, TEXAS**  
**BALANCE SHEET**  
**GOVERNMENTAL FUNDS**  
**SEPTEMBER 30, 2025**  
**(in 000's)**

	<u>General</u>	<u>Debt Service</u>	<u>Capital Projects</u>	<u>Grants</u>	<u>Nonmajor Governmental Funds</u>	<u>Total</u>
<b>ASSETS</b>						
Cash, Cash Equivalents, & Investments	\$ 272,718	\$ 101,963	\$ 1,164,791	\$ 22,692	\$ 374,002	\$ 1,936,166
Cash, Cash Equivalents, & Investments Held by Trustees	36,084	-	178	-	196	36,458
Receivables, Net of Allowance for Uncollectible Accounts:						
Taxes	4,750	-	-	-	-	4,750
Grants and Other Governments	43,986	-	8,086	11,475	22,279	85,826
Leases	18,141	-	-	-	8,788	26,929
Loans	-	-	-	19,657	-	19,657
Interest	160	82	28	3	3,423	3,696
Accounts and Other	22,796	-	651	-	32,848	56,295
Inventories (at Cost)	6,155	-	-	-	2,794	8,949
Prepays, Deposits, and Other	443	-	699	-	712	1,854
Long-Term Loans Receivable	-	-	-	480	364	844
Total Assets	<u>\$ 405,233</u>	<u>\$ 102,045</u>	<u>\$ 1,174,433</u>	<u>\$ 54,307</u>	<u>\$ 445,406</u>	<u>\$ 2,181,424</u>
<b>LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES</b>						
<b>Liabilities</b>						
Accounts Payable	\$ 11,993	\$ -	\$ -	\$ 3,361	\$ 10,539	\$ 25,893
Construction Payable	-	-	71,549	-	-	71,549
Escrow Accounts Payable	4,945	-	30,238	46	-	35,229
Accrued Payroll	16,629	-	-	265	3,537	20,431
Other	179	-	4	-	105	288
Unearned Revenue	1,011	-	1,738	20,032	1,452	24,233
Total Liabilities	<u>34,757</u>	<u>-</u>	<u>103,529</u>	<u>23,704</u>	<u>15,633</u>	<u>177,623</u>
<b>Deferred Inflows of Resources</b>						
Unavailable Revenue	8,286	-	7,154	22,808	4,332	42,580
Lease Related	17,570	-	-	-	43,594	61,164
Total Deferred Inflows of Resources	<u>25,856</u>	<u>-</u>	<u>7,154</u>	<u>22,808</u>	<u>47,926</u>	<u>103,744</u>
<b>Total Liabilities and Deferred Inflows of Resources</b>	<u>60,613</u>	<u>-</u>	<u>110,683</u>	<u>46,512</u>	<u>63,559</u>	<u>281,367</u>
<b>Fund Balances:</b>						
Nonspendable	7,168	-	699	-	3,506	11,373
Restricted	12,462	102,045	557,567	2,499	256,288	930,861
Committed	43,386	-	386,106	5,264	45,593	480,349
Assigned	32,252	-	119,378	32	93,645	245,307
Unassigned	249,352	-	-	-	(17,185)	232,167
Total Fund Balances	<u>344,620</u>	<u>102,045</u>	<u>1,063,750</u>	<u>7,795</u>	<u>381,847</u>	<u>1,900,057</u>
<b>Total Liabilities, Deferred Inflows of Resources, and Fund Balances</b>	<u>\$ 405,233</u>	<u>\$ 102,045</u>	<u>\$ 1,174,433</u>	<u>\$ 54,307</u>	<u>\$ 445,406</u>	<u>\$ 2,181,424</u>

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, 2025**  
**(in 000's)**

Total fund balances--governmental funds \$ 1,900,057

Amounts reported for governmental activities in the Statement of Net Position are different because:

Capital, Lease and SBITA 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 \$42,091) consist of:

Land/right of way	\$ 413,768	
Construction in progress	696,416	
Intangibles	31,735	
Buildings	1,207,499	
Vehicles, machinery and equipment	310,278	
Infrastructure	5,055,952	
Amortizable intangibles	50,154	
Right-to-Use Assets	33,820	
Accumulated depreciation/amortization	<u>(3,436,561)</u>	
Total capital, lease and SBITA assets	<u>4,363,061</u>	4,363,061

Some revenues in the governmental funds are not recognized because they are not collected within the prescribed period after year-end and are deferred in the funds statements. On the accrual basis, however, those revenues would be recognized, regardless of when they are collected. 50,923

Internal service funds are used by management to charge the costs of certain activities, such as; equipment services, capital project services, group health, life insurance, and risk financing, and Information Systems 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 \$42,091, Internal Balance Elimination \$1,470, Accrued Interest Payable \$(284), Lease Liability \$(207), SBITA Liability \$(10,959), and Compensated Absences of \$(6,107)). 22,286

Deferred outflows of resources are not reported in the governmental funds related to:

Pension (See Note I for detailed breakdown)	182,134	
Other postemployment benefits (See Note J for detailed breakdown)	40,737	
Deferred charges on debt refundings	-	
Total deferred outflows of resources	<u>222,871</u>	222,871

Some long-term assets and liabilities are either not available for current period expenditures or not due and payable in the current period and therefore are not reported in the funds. Those assets and liabilities (including allocated internal service fund Accrued Interest Payable \$(284), Lease Liability \$(207), SBITA Liability \$(10,959), Pension Liability \$(124,293) and Compensated Absences of \$(6,107).") consist of:

Prepaid bond insurance	126	
Long-term compensated absences	(210,332)	
Pollution remediation liability	(1,529)	
Lease/SBITA liability	(21,383)	
Other postemployment benefits obligation	(336,484)	
Net pension liability	(1,995,164)	
Accrued interest payable	(5,787)	
Long-term debt, including premium/discount	<u>(1,791,183)</u>	
Total long-term assets and liabilities	<u>(4,361,736)</u>	(4,361,736)

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. (4,336)

Deferred inflows of resources are not reported in the governmental funds related to:

Pension (See Note I for detailed breakdown)	(114,895)	
Other postemployment benefits (See Note J for detailed breakdown)	<u>(195,007)</u>	
Total deferred inflows of resources	<u>(309,902)</u>	(309,902)

Special Item

Transfer Of Operations GASB 69 (A.15)		<u>38,149</u>
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Net position of governmental activities \$ 1,921,373



**CITY OF FORT WORTH, TEXAS**  
**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES**  
**IN FUND BALANCES - GOVERNMENTAL FUNDS**  
**FOR THE YEAR ENDED SEPTEMBER 30, 2025**  
**(in 000's)**

	<u>General</u>	<u>Debt Service</u>	<u>Capital Projects</u>	<u>Grants</u>	<u>Nonmajor Governmental Funds</u>	<u>Total</u>
<b>REVENUES:</b>						
General Property Taxes	\$ 601,098	\$ 168,671	\$ –	\$ –	\$ 20,038	\$ 789,807
Sales Taxes	247,803	–	–	–	118,854	366,657
Other Local Taxes	8,019	–	–	–	67,521	75,540
Franchise Fees	52,670	–	–	–	–	52,670
Charges for Services	20,325	–	5,992	–	47,024	73,341
Licenses and Permits	25,643	–	–	–	33	25,676
Fines and Forfeitures	6,907	–	–	–	–	6,907
Revenue from Use of Money and Property	1,537	–	2,794	349	13,440	18,120
Investment Income	34,677	28,910	11,380	1,576	10,249	86,792
Intergovernmental	598	–	23,247	102,807	49,176	175,828
Gas Leases and Royalties	1,040	–	2,615	–	202	3,857
Other	4,546	–	662	–	26,918	32,126
Contributions	16	–	55,488	227	4,030	59,761
Total Revenues	<u>1,004,879</u>	<u>197,581</u>	<u>102,178</u>	<u>104,959</u>	<u>357,485</u>	<u>1,767,082</u>
<b>EXPENDITURES:</b>						
Current:						
General Government	96,347	–	31,426	765	12,000	140,538
Public Safety	596,802	–	15,509	12,858	131,566	756,735
Highways and Streets	41,268	–	54,884	1,505	–	97,657
Culture and Recreation	102,563	–	39,548	289	59,469	201,869
Health and Welfare	249	–	1,559	12,042	–	13,850
Urban Redevelopment and Housing	81,487	–	170	35,617	64,238	181,512
Capital Outlay	–	–	405,415	909	10,479	416,803
Debt Service:						
Principal Retirement	1,880	225,905	–	–	7,969	235,754
Interest and Debt Issuance Costs	89	53,977	964	–	1,825	56,855
Total Expenditures	<u>920,685</u>	<u>279,882</u>	<u>549,475</u>	<u>63,985</u>	<u>287,546</u>	<u>2,101,573</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>84,194</u>	<u>(82,301)</u>	<u>(447,297)</u>	<u>40,974</u>	<u>69,939</u>	<u>(334,491)</u>
<b>OTHER FINANCING SOURCES (USES):</b>						
Issuance of Long-Term Debt	–	70,257	183,078	–	–	253,335
Issuance of Tax Notes	–	–	60,070	–	–	60,070
Issuance of Leases/SBITA	–	–	1,303	–	1,855	3,158
Issuance of Construction Loans	–	–	–	–	50,526	50,526
Premium on Issuance	–	4,649	9,351	–	–	14,000
Proceeds from Disposal of Property	–	–	216	–	231	447
Insurance Recoveries	–	–	492	–	–	492
Transfers In	55,395	30,264	228,485	1,612	19,446	335,202
Transfers Out	(164,108)	(2,980)	(5,510)	(39,149)	(83,682)	(295,429)
Total Other Financing Sources (Uses)	<u>(108,713)</u>	<u>102,190</u>	<u>477,485</u>	<u>(37,537)</u>	<u>(11,624)</u>	<u>421,801</u>
<b>SPECIAL ITEM:</b>						
Transfer Of Operations GASB 69 (A.15)	–	–	–	–	29,647	29,647
Net Change in Fund Balances	<u>(24,519)</u>	<u>19,889</u>	<u>30,188</u>	<u>3,437</u>	<u>87,962</u>	<u>116,957</u>
Fund Balances, Beginning of Year	<u>369,139</u>	<u>82,156</u>	<u>1,033,562</u>	<u>4,358</u>	<u>293,885</u>	<u>1,783,100</u>
Fund Balances, End of Year	<u>\$ 344,620</u>	<u>\$ 102,045</u>	<u>\$ 1,063,750</u>	<u>\$ 7,795</u>	<u>\$ 381,847</u>	<u>\$ 1,900,057</u>

**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, 2025**  
**(in 000's)**

Net change in fund balances--total governmental funds \$ 116,957

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 and contributed assets exceeded depreciation in the current period.

Contributed assets	\$ 236,415	
Capital outlay expenditures	405,612	
Depreciation and amortization expense (excluding internal service fund depreciation of \$7,455)	(177,972)	
Net adjustment	<u>464,055</u>	464,055

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. (8,538)

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. (11,442)

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	(106,160)	
Tax notes	(60,070)	
Special Tax Revenue	(147,175)	
Other obligations	(33,091)	
Total proceeds	<u>(346,496)</u>	
Premium on debt issued	(14,000)	
Repayments:		
To bondholders	235,754	
Amortization of premiums and discounts	19,185	
Net adjustment	<u>(105,557)</u>	(105,557)

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 long-term liabilities	(617)
Decrease in net pension liability	173,447
Decrease in other postemployment benefits obligation	49,774
Increase in compensated absences liability (excluding internal service fund increase of \$516)	(49,468)
Decrease in pollution remediation liability	<u>459</u>

(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, 2025**  
**(in 000's)**

Net adjustment	<u>173,595</u>	173,595
<p>Governmental funds report pension and OPEB contributions as expenditures when made. However, in the Statement of Activities, pension and OPEB 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 OPEB, the investment experience, and changes in actuarial assumptions.</p>		
Deferred outflows of resources	\$ (38,616)	
Deferred inflows of resources	<u>(125,578)</u>	
Net adjustment	<u>(164,194)</u>	\$ (164,194)
<p>Internal service funds are used by management to charge the costs of certain activities, such as: equipment services, capital project services, group health and life insurance, and risk financing to individual funds. The net revenue (expense) of the internal service funds is reported with governmental activities.</p>		
		(9,385)
<p>Revenue on the Statement of Activities includes current recognition of unearned revenues related to a long-term land lease entered into by a component unit of the City. This amount is combined with an adjustment to increase sales tax revenue on the Statement of Activities for a liability on the Statement of Net Position for the State Tax Agreement.</p>		
		2,198
<p>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.</p>		
		(153)
<p>Special Item</p>		
Transfer Of Operations GASB 69 (A.15)		<u>38,149</u>
Change in net position of governmental activities		<u>\$ 495,685</u>

**CITY OF FORT WORTH, TEXAS**  
**STATEMENT OF NET POSITION**  
**PROPRIETARY FUNDS**  
**SEPTEMBER 30, 2025**  
**(in 000's)**

	Business-Type Activities- Enterprise Funds			Governmental Activities	
	Water and Sewer	Stormwater Utility	Nonmajor Enterprise Funds	Total	Internal Service Funds
<b>ASSETS AND DEFERRED OUTFLOWS OF RESOURCES</b>					
<b>Assets</b>					
<b>Current Assets:</b>					
Cash, Cash Equivalents, & Investments	\$ 260,840	\$ 15,643	\$ 57,244	\$ 333,727	\$ 79,211
Interest Receivable	35	2	10	47	8
Accounts and Other Receivables, Net of Allowance for Uncollectible Accounts	66,208	6,338	11,641	84,187	506
Lease Receivable	–	–	8,937	8,937	–
Inventories (at Cost)	8,262	–	–	8,262	551
Prepays, Deposits, and Other	113	–	–	113	1,283
<b>Restricted Assets:</b>					
Cash & Cash Equivalents	90,002	4,840	2,208	97,050	–
Total Current Assets	425,460	26,823	80,040	532,323	81,559
<b>Noncurrent Assets:</b>					
<b>Restricted Assets:</b>					
Cash & Cash Equivalents	1,015,414	139,897	72,201	1,227,512	3,044
Cash, Cash Equivalents, & Investments Held by Trustees	154,661	–	66,030	220,691	–
Grants and Other Receivables	1,103	3,145	3,111	7,359	–
Interest Receivable	80	11	252	343	–
Total Restricted Assets	1,171,258	143,053	141,594	1,455,905	3,044
<b>Capital, Lease and SBITA Assets:</b>					
Land/Right of Way	44,044	17,596	162,964	224,604	1,123
Buildings	68,159	8,409	101,818	178,386	4,656
Infrastructure	4,648,363	252,216	396,763	5,297,342	1,897
Vehicles, Machinery and Equipment	375,988	17,041	10,762	403,791	41,186
Construction in Progress	836,635	49,656	20,708	906,999	–
Intangibles - Depreciable	–	–	677	677	201
Lease/SBITA Assets	3,455	–	–	3,455	18,655
Intangibles - Non-Depreciable	–	–	1,525	1,525	–
Accumulated Depreciation/Amortization	(1,795,913)	(112,229)	(309,370)	(2,217,512)	(25,627)
Net Capital, Lease and SBITA Assets	4,180,731	232,689	385,847	4,799,267	42,091
Total Noncurrent Assets	5,351,989	375,742	527,441	6,255,172	45,135
Total Assets	5,777,449	402,565	607,481	6,787,495	126,694
<b>Deferred Outflows of Resources</b>	24,568	3,448	3,694	31,710	–
<b>Total Assets and Deferred Outflows of Resources</b>	5,802,017	406,013	611,175	6,819,205	126,694

(continued)

**CITY OF FORT WORTH, TEXAS**  
**STATEMENT OF NET POSITION**  
**PROPRIETARY FUNDS**  
**SEPTEMBER 30, 2025**  
**(in 000's)**

	Business-Type Activities- Enterprise Funds			Total	Governmental Activities
	Water and Sewer	Stormwater Utility	Nonmajor Enterprise Funds		Internal Service Funds
<b>LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND NET POSITION</b>					
<b>Liabilities</b>					
<b>Current Liabilities:</b>					
Accounts Payable	39,540	576	7,457	47,573	5,889
Accrued Payroll	2,423	289	265	2,977	1,250
Current Portion of Long-Term Liabilities	71,824	7,430	2,556	81,810	29,216
<b>Payables from Restricted Assets:</b>					
Construction Payable	42,684	4,163	410	47,257	–
Escrow Accounts Payable	11,854	–	–	11,854	–
Customer Deposits	27,603	–	966	28,569	–
Accrued Interest Payable	7,601	677	73	8,351	284
Unearned Revenue	274	–	759	1,033	–
Total Current Liabilities	203,803	13,135	12,486	229,424	36,639
<b>Long-Term Liabilities:</b>					
Long-Term Liabilities Due in More Than One Year	1,829,699	193,126	70,477	2,093,302	41,764
Total Long-Term Liabilities	1,829,699	193,126	70,477	2,093,302	41,764
Total Liabilities	2,033,502	206,261	82,963	2,322,726	78,403
<b>Deferred Inflows of Resources</b>	42,850	1,572	11,666	56,088	–
<b>Total Liabilities and Deferred Inflows of Resources</b>	2,076,352	207,833	94,629	2,378,814	78,403
<b>NET POSITION</b>					
Net Investment in Capital Assets	3,103,197	93,631	365,145	3,561,973	30,925
Restricted for:					
Debt Service	105,620	12,646	3,253	121,519	–
Capital Projects	140,518	–	–	140,518	–
Unrestricted	376,330	91,903	148,148	616,381	17,366
Total Net Position	\$ 3,725,665	\$ 198,180	\$ 516,546	\$ 4,440,391	\$ 48,291
Adjustment to Reflect the Consolidation of Internal Service Funds Activities Related to Enterprise Funds				1,470	
Net Position of Business-Type Activities				<u>\$ 4,441,861</u>	

See accompanying notes to the basic financial statements.

(concluded)



**CITY OF FORT WORTH, TEXAS**  
**STATEMENT OF REVENUES, EXPENSES, AND**  
**CHANGES IN FUND NET POSITION PROPRIETARY FUNDS**  
**FOR THE YEAR ENDED SEPTEMBER 30, 2025**  
**(in 000's)**

	Business-Type Activities- Enterprise Funds			Total	Governmental Activities
	Water and Sewer	Stormwater Utility	Nonmajor Enterprise Funds		Internal Service Funds
<b>OPERATING REVENUES</b>					
Charges for Services	\$ 593,893	\$ 65,149	\$ 110,715	\$ 769,757	\$ 228,721
Other	8,908	–	3,632	12,540	17,350
Total Operating Revenues	602,801	65,149	114,347	782,297	246,071
<b>OPERATING EXPENSES</b>					
Personnel Services	93,554	12,306	11,807	117,667	53,171
Supplies and Materials	54,315	1,448	1,275	57,038	10,932
Contractual Services	227,064	13,829	79,552	320,445	193,497
Landfill Closure and Postclosure Cost	–	–	1,290	1,290	–
Depreciation and Amortization	95,820	11,395	15,213	122,428	7,455
Total Operating Expenses	470,753	38,978	109,137	618,868	265,055
Operating Income (Loss)	132,048	26,171	5,210	163,429	(18,984)
<b>NONOPERATING REVENUES (EXPENSES)</b>					
Investment Income	59,370	6,807	9,790	75,967	3,359
Gain (Loss) on Sale of Property and Equipment	(3,501)	(600)	4,584	483	25
Interest and Service Charges	(49,784)	(4,917)	(788)	(55,489)	–
Lease Interest Income	–	–	162	162	–
Gas Leases and Royalties	715	–	1,745	2,460	–
Other	16	–	–	16	(389)
Total Nonoperating Revenues (Expenses)	6,816	1,290	15,493	23,599	2,995
Income (Loss) Before Transfers and Contributions	138,864	27,461	20,703	187,028	(15,989)
Transfers In	4,051	104	3,640	7,795	8,100
Transfers Out	(37,801)	(6,953)	(9,414)	(54,168)	(1,496)
Capital Contributions	137,531	15,418	7,244	160,193	–
Capital Contributions - Impact Fees	38,177	–	–	38,177	–
Changes in Net Position	280,822	36,030	22,173	339,025	(9,385)
Net Position, Beginning of Year	3,444,843	162,150	494,373	4,101,366	57,676
Total Net Position, End of Year	\$ 3,725,665	\$ 198,180	\$ 516,546	\$ 4,440,391	\$ 48,291

See accompanying notes to the basic financial statements.

**CITY OF FORT WORTH, TEXAS**  
**STATEMENT OF CASH FLOWS**  
**PROPRIETARY FUNDS**  
**FOR THE YEAR ENDED SEPTEMBER 30, 2025**  
**(in 000's)**

	Business-Type Activities-- Enterprise Funds			Total	Governmental Activities
	Water and Sewer	Stormwater Utility	Nonmajor Enterprise Funds		Internal Service Funds
<b>Cash Flows from Operating Activities:</b>					
Receipts from Customers	\$ 607,679	\$ 64,173	\$ 110,458	\$ 782,310	\$ -
Receipts from Other Funds	-	-	-	-	228,613
Receipts from Other Operating Sources	8,908	1	3,632	12,541	18,442
Other Receipts	14	-	-	14	-
Payments to Employees	(101,581)	(11,407)	(10,792)	(123,780)	(52,465)
Payments to Vendors	(261,952)	(15,141)	(79,487)	(356,580)	(60,694)
Payments for Benefits	-	-	-	-	(139,515)
Net Cash Provided by (Used for) Operating Activities	253,068	37,626	23,811	314,505	(5,619)
<b>Cash Flows from Noncapital Financing Activities:</b>					
Transfers In from Other Funds	4,051	104	3,640	7,795	8,100
Transfers Out to Other Funds	(37,801)	(6,953)	(9,414)	(54,168)	(1,496)
Net Cash Provided by (Used for) Noncapital Financing	(33,750)	(6,849)	(5,774)	(46,373)	6,604
<b>Cash Flows from Capital and Related Financing Activities:</b>					
Bond Principal Received	304,435	-	-	304,435	-
Bond Premium Received	6,677	-	-	6,677	-
Proceeds from Sale of Property and Equipment	3,501	600	13,013	17,114	35
Interest Income from Leases	-	-	162	162	-
Contributions	26,360	22,899	3,620	52,879	-
Contributions - Impact Fees	38,177	-	-	38,177	-
Acquisition and Construction of Capital Assets	(333,862)	(40,205)	(11,023)	(385,090)	(5,440)
Principal Paid on Long-Term Debt	(66,115)	(6,540)	(2,460)	(75,115)	-
Principal Paid on Leases/SBITA	(271)	-	-	(271)	-
Interest Paid on Long-Term Obligations	(58,588)	(6,164)	(936)	(65,688)	-
Net Cash Provided by (Used for) Capital and Related Financing Activities	(79,686)	(29,410)	2,376	(106,720)	(5,405)
<b>Cash Flows from Investing Activities:</b>					
Receipts from Gas Leases and Royalties	715	-	1,745	2,460	-
Purchases of Investments	(342)	-	(6,924)	(7,266)	-
Sales of Investments	710	-	7,928	8,638	-
Investment Income Received	59,528	6,824	7,107	73,459	2,717
Net Cash Provided by Investing Activities	60,611	6,824	9,856	77,291	2,717
<b>Net Increase (Decrease) in Cash and Cash Equivalents</b>	200,243	8,191	30,269	238,703	(1,703)
Cash and Cash Equivalents, Beginning of Year	1,320,674	152,189	167,414	1,640,277	83,958
Cash and Cash Equivalents, End of Year	\$ 1,520,917	\$ 160,380	\$ 197,683	\$ 1,878,980	\$ 82,255

(continued)

**CITY OF FORT WORTH, TEXAS**  
**STATEMENT OF CASH FLOWS**  
**PROPRIETARY FUNDS**  
**FOR THE YEAR ENDED SEPTEMBER 30, 2025**  
**(in 000's)**

	Business-Type Activities-- Enterprise Funds			Total	Governmental Activities
	Water and Sewer	Stormwater Utility	Nonmajor Enterprise Funds		Internal Service Funds
<b>Reconciliation of Operating Income (Loss) to Net Cash Provided by (Used for) Operating Activities:</b>					
Operating Income (Loss)	\$ 132,048	\$ 26,171	\$ 5,210	\$ 163,429	\$ (18,984)
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided by (Used for) Operating Activities:					
Depreciation	95,820	11,395	15,213	122,428	7,547
<b>Changes in Assets, Liabilities, and Deferrals:</b>					
Accounts and Other Receivables	6,897	(975)	(587)	5,335	(227)
Lease Receivable	–	–	315	315	–
Inventories	(1,354)	–	–	(1,354)	(72)
Prepays, Deposits, and Other Assets	453	–	–	453	1,123
Deferred Outflows of Resources (Pension)	15,314	1,852	2,424	19,590	–
Deferred Outflows of Resources (OPEB)	572	5	43	620	–
Accounts Payable	20,781	136	1,341	22,258	(128)
Escrow Accounts Payable	5,178	–	–	5,178	–
Accrued Payroll and Compensation	1,066	217	294	1,577	706
Customer Deposits	1,272	–	4	1,276	–
Unearned Revenue	–	–	10	10	–
Accrued Benefits	–	–	–	–	4,416
Landfill Closure and Postclosure Liability	–	–	1,290	1,290	–
Net Pension Liability	(20,247)	(2,373)	(2,108)	(24,728)	–
Net OPEB Liability	(6,731)	–	(123)	(6,854)	–
Deferred Inflows of Resources (Pension)	10,341	1,210	779	12,330	–
Deferred Inflows of Resources (OPEB)	(8,342)	(12)	(294)	(8,648)	–
Total Adjustments	121,020	11,455	18,601	151,076	13,365
<b>Net Cash Provided by (Used for) Operating Activities</b>	<b>\$ 253,068</b>	<b>\$ 37,626</b>	<b>\$ 23,811</b>	<b>\$ 314,505</b>	<b>\$ (5,619)</b>
<b>Cash and Cash Equivalents are reported in the Statement of Net Position as follows:</b>					
Current - Cash, Cash Equivalents, & Investments	\$ 260,840	\$ 15,643	\$ 57,244	\$ 333,727	\$ 79,211
Current Restricted - Cash & Cash Equivalents	90,002	4,840	2,208	97,050	–
Noncurrent Restricted - Cash & Cash Equivalents	1,015,414	139,897	72,201	1,227,512	3,044
Noncurrent Restricted - Cash, Cash Equivalents, & Investments Held by Trustees	154,661	–	66,030	220,691	–
<b>Total Cash and Cash Equivalents</b>	<b>\$ 1,520,917</b>	<b>\$ 160,380</b>	<b>\$ 197,683</b>	<b>\$ 1,878,980</b>	<b>\$ 82,255</b>
<b>Noncash Investing, Capital, and Financing Activities:</b>					
Capital Asset Contributions from Developers	\$ 114,889	\$ (1,452)	\$ –	\$ 113,437	\$ –
Right-to-Use Assets	–	–	–	–	5,335
Amortization of Bond Premium/Discount	9,310	1,311	337	10,958	–
Amortization of Bond Defeasement Loss	–	–	(199)	(199)	–
Change in Fair Value on Pooled Investments	(609)	(137)	(143)	(889)	(209)
Change in Fair Value on Non-Pooled Investments	(289)	–	(2,512)	(2,801)	–

(concluded)

See accompanying notes to the basic financial statements.

**CITY OF FORT WORTH, TEXAS**  
**STATEMENT OF FIDUCIARY NET POSITION**  
**FIDUCIARY FUNDS**  
**SEPTEMBER 30, 2025**  
**(in 000's)**

	<b>Pension (and Other Employee Benefit) Trust Funds</b>	<b>Custodial Funds</b>
<b>ASSETS</b>		
Current Assets:		
Cash & Cash Equivalents	\$ 27,747	\$ 5,859
Cash & Investments Held by Trustees:		
Asset and Mortgage Backed Obligations	47,832	-
Corporate Obligations	88,015	-
Government Agency Obligations	177,112	-
International Obligations	22,724	-
U.S. Treasuries	174,231	-
Short-Term Mutual Fund Investments	425,035	-
Corporate Stock	1,295,271	-
Alternative Investments	743,851	-
Commingled Funds	459,445	-
Total Cash & Investments Held by Trustees	<u>3,433,516</u>	<u>-</u>
Prepays	19	-
Accrued Income	6,680	-
Other Receivables	8,229	-
Due from Broker Securities Sold	161,722	-
Total Current Assets	<u>3,637,913</u>	<u>5,859</u>
Capital Assets:		
Land	404	-
Buildings	3,775	-
Machinery and Equipment	5,565	-
Accumulated Depreciation	(4,522)	-
Net Capital Assets	<u>5,222</u>	<u>-</u>
Total Assets	<u>3,643,135</u>	<u>5,859</u>
<b>LIABILITIES</b>		
Current Liabilities:		
Accrued Liabilities	9,698	-
Due to Broker Securities Purchased	230,566	-
Escrow Accounts Payable	-	5,859
Total Current Liabilities	<u>240,264</u>	<u>5,859</u>
<b>NET POSITION</b>		
Restricted for:		
Pensions	3,277,460	-
Postemployment Benefits Other Than Pensions	125,411	-
Total Net Position	<u>\$ 3,402,871</u>	<u>\$ -</u>

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, 2025**  
**(in 000's)**

	<b>Pension (and Other Employee Benefit) Trust Funds</b>	<b>Custodial Funds</b>
<b>ADDITIONS</b>		
Interest, Dividend, and Securities Lending Income	\$ 62,949	\$ 397
Less: Investment Management Fees and Interest Expense	(22,178)	-
Net Gain in Fair Value of Investments	257,374	-
Other Income	38,217	-
Employer Contributions	217,104	-
Employee/Retiree Contributions	94,154	-
Contributions from Property Owners	-	6,634
Total Additions	647,620	7,031
<b>DEDUCTIONS</b>		
Benefit Payments	328,731	-
Refunds	5,383	-
Administrative Expenses	10,957	887
Payments on Behalf of Property Owners	-	6,144
Total Deductions	345,071	7,031
Change in Net Position	302,549	-
Net Position, Beginning of Year	3,100,322	-
Net Position, End of Year	\$ 3,402,871	\$ -

See accompanying notes to the basic financial statements.

**CITY OF FORT WORTH, TEXAS**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**SEPTEMBER 30, 2025**  
**(000's omitted in tables)**

Note A: Summary of Significant Accounting Policies

Note B: Cash, Cash Equivalents, & Investments

Note C: Receivables and Interfund Balances

Note D: Fund Balance/Net Position

Note E: Restricted Assets

Note F: Capital, Lease and SBITA Assets

Note G: Long-Term Obligations

Note H: Deferred Outflows/Inflows of Resources

Note I: Employees' Retirement Fund of the City of Fort Worth, Texas

Note J: Other Employee Benefits

Note K: Commitments and Contingencies

Note L: Tax Abatements

Note M: Segment Financial Information

Note N: Subsequent Events

Note O: Issued, But Not Yet Effective Accounting Standards

**CITY OF FORT WORTH, TEXAS**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**SEPTEMBER 30, 2025**  
**(000's omitted in tables)**

**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, 2025, 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 as required by GAAP. 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 or incomplete. Inclusion is determined based on 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. 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 most recently in 2020 for a ten-year period. The CCPD is supported by a ½ cent 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 which allows 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. No separate financial statements are available.

**CITY OF FORT WORTH, TEXAS**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**SEPTEMBER 30, 2025**  
**(000's omitted in tables)**

**NOTE A: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

**A.1 FINANCIAL REPORTING ENTITY (CONTINUED)**

***Fort Worth Housing Finance Corporation*** - The Fort Worth Housing Finance Corporation (FWHFC) was created by the City in 1979 pursuant to the Texas Housing Finance Corporations Act. The FWHFC was formed for the purpose of financing the cost of residential development for persons of low and moderate income, including multifamily and single-family housing. Although it is legally separate from the City, the members of the Board of the FWHFC and members of the City Council are substantively the same. The City has financial accountability, and a financial benefit/burden relationship exists, which allows 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. FWHFC is the sole member of the following Texas Limited Liability Corporations ("LLCs"): Decatur Angle GP, LLC; Enclave at Westport GP, LLC; Race Street Lofts GP, LLC; Reserve at Quebec GP, LLC; Mercantile Apartments GP, LLC; The Broadmoor Apartments GP, LLC; Enclave on Golden Triangle GP, LLC; and Terrell Homes GP, LLC. Worthington Point FWHFC Partner LLC, Clifton Riverside GP, LLC; Northhill Manor Housing Partners, LLC; Tobias Place GP, LLC; PFW Oak Grove GP, LLC; PFW E Lancaster Avenue GP, LLC. These LLCs are limited partners with 0.005% to 0.01% respective interest of the following Texas limited partnerships and one limited liability company: Decatur Angle Ltd; Enclave Westport, LP; Race Streets Lofts, Ltd; Reserve at Quebec, LLC; Mercantile Apartments Ltd; The Broadmoor at Western Hills, Ltd; Enclave Park, LP; Riverside Senior Investments, LP; Terrell Homes, Ltd; Worthington Point Apartments LP; OPG Clifton Riverside Partners, LP; Northhill Manor Housing Partners, LP; Tobias Place, LP; and Palladium Oak Groves, Ltd, Palladium E Lancaster Avenue SLP, LLC. Terrell Homes, Ltd. is included in the FWHFC financial statements as a discretely presented component unit, which is discussed under the discretely presented component unit section. Separate FWHFC financial statements can be obtained by contacting the Fort Worth Housing Finance Corporation at 100 Fort Worth Trail, Fort Worth, Texas 76102.

***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 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 which allows 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. Reported in FWLDC is its component unit: Lancaster Corridor Redevelopment, LLC as noted in the following paragraph below. No separate financial statements are available.

***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 aiding, assisting, and acting on behalf of the City in the construction of the mixed-use redevelopment along the Lancaster Corridor. The financial information of the Company is blended into that of the FWLDC in the separate financial statements noted above; however, the Company has been blended into the City's basic financial statements as a Nonmajor Capital Project Fund (reported with the Other Blended Component Units). No separate financial statements are available.

**CITY OF FORT WORTH, TEXAS**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**SEPTEMBER 30, 2025**  
**(000's omitted in tables)**

**NOTE A: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

**A.1 FINANCIAL REPORTING ENTITY (CONTINUED)**

***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 Statutes, 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 members of the Board of the Sports Authority and members of the City Council are substantively the same. The City has financial accountability, and a financial benefit/burden relationship exists, which allows 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). No separate financial statements are available.

***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 members of the City Council are substantively the same. The City has financial accountability and a financial benefit/burden relationship exists, which allows 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). The Lone Star Government Corporation was dissolved in accordance with GASB Statement No. 69 *Government Combinations and Disposals of Government Operations*, in February 2025 as it has fulfilled its purpose. There was no activity from October 1, 2024 through February 28, 2025 and no beginning fund balance. No separate financial statements are available.

***Central City Local Government Corporation*** - The Central City Local Government Corporation (CCLGC) was created pursuant to the provisions of Subchapter D, Chapter 431 of the Texas Transportation Code. The CCLGC is organized for the purpose of aiding, assisting and acting on behalf of the City in the exercise of its powers to accomplish any government purpose of the City and in promotion of the common good and general welfare of the City and is used to construct parking garages. Although it is legally separate from the City, the members of the Board of the CCLGC and members of the City Council are substantively the same. The City has financial accountability, and a financial benefit/burden relationship exists, which allows the City to impose its will. The CCLGC has been blended in the City's basic financial statements as a Nonmajor Capital Project Fund (reported with the Other Blended Component Units). No separate financial statements are available.

**CITY OF FORT WORTH, TEXAS**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**SEPTEMBER 30, 2025**  
**(000's omitted in tables)**

**NOTE A: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

**A.1 FINANCIAL REPORTING ENTITY (CONTINUED)**

***Research and Innovation Local Government Corporation*** - As authorized by Subchapter D, Chapter 431 of the Texas Transportation Code (“Act”) and Chapter 394 of the Texas Local Government Code (“Local Government Code”), Research and Innovation Local Government Corporation (RILGC) is organized for the purpose of aiding, assisting, and acting on behalf of the City of Fort Worth, Texas (“City”) in the exercise of its powers to accomplish any governmental purpose of the City and in the promotion of the common good and general welfare of the City, including, without limitation, the promotion and development of the Texas A&M downtown campus and surrounding area. Although it is legally separate from the City, the members of the Board of the RILGC and members of the City Council are substantively the same. The City has financial accountability, and a financial benefit/burden relationship exists, which allows the City to impose its will. In 2024, RILGC has been blended in the City's basic financial statements as a Nonmajor Capital Project Fund (reported with the Other Blended Component Units). No separate financial statements are available.

**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. Terrell Homes Ltd., has been reported as a discretely presented component unit because of the degree of control its general partner has over the LP as set out in its Amended and Restated Limited Partnership Agreement. Terrell Homes GP, LLC, of which FWHFC is the sole member, is the General Partner of Terrell Homes, Ltd. noted in the paragraph below.

***Terrell Homes, Ltd.*** - Terrell Homes, Ltd. ("Partnership") is a Texas limited partnership formed on December 9, 2011, to construct, develop and operate 54 single-family houses, known as the Terrell Homes I Apartments located on scattered sites. The houses are rented to low-income tenants and operated in a manner necessary to qualify for federal low-income housing tax credits as provided in Internal Revenue Code Section 42. For the calendar year ended December 31, 2024, the Partnership's financial information is presented in a separate column in the government-wide financial statements. Separate audited financial statements can be obtained by contacting the Fort Worth Housing Finance Corporation at 100 Fort Worth Trail, Fort Worth, Texas 76102.

The Fort Worth Housing Finance Corporation (blended component unit of the City) considered the organizations and activities of each of the LPs to determine if any of them meet the condition for inclusion as component units. The decision to include a potential component unit was made by applying the criteria set forth in GASB Statement No. 14, *The Financial Reporting Entity*, as amended.

**CITY OF FORT WORTH, TEXAS**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**SEPTEMBER 30, 2025**  
**(000's omitted in tables)**

**NOTE A: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

**A.1 FINANCIAL REPORTING ENTITY (CONTINUED)**

**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, Texas (the Retirement Fund") is comprised of two single defined benefit pension plans: 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 Retirement Fund is reported as a fiduciary component unit. The Staff Plan was established through Administrative Rules in 2007, and both single employer 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) comprised of four active members of the Retirement Fund, three retired members of the Retirement Fund, and six trustees appointed by the Fort Worth City Council. The Retirement Fund Board is solely responsible for managing the assets for the City Plan, while the defining benefits, setting contribution rates, funding contributions, and all other financial components of the City Plan are administered by the Mayor and City Council. The Retirement Fund Board, not the City, defines benefits, set contribution rates, fund contributions, and all other financial components of the Staff Plan. The Staff Plan is not considered a fiduciary component unit and is not included in the City's financial statements. Each plan has a separate actuarial valuation completed annually to determine the respective funded status based on current and projected assets and liabilities. Therefore, assets of each plan are legally separate and cannot pay benefits of the other. Due to the insignificant nature of the Staff Plan's assets compared to the Retirement Fund's assets, all further references to the City Plan and information provided in the Notes and Required Supplementary Information about the City Plan is strictly limited to information related to City employees (comprised of General Employees, Police Officers, and Firefighters). As discussed in Note I, 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.

For purposes of measuring the net pension liability, deferred outflow of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position of the Retirement Fund and additions to/deductions from the Retirement Fund's fiduciary net position have been determined on the same basis as they are reported by the Retirement Fund. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

***Retiree Healthcare Trust Fund of the City of Fort Worth*** - The single-employer defined benefit retiree health care trust, an other postemployment benefit (OPEB) plan reported as a fiduciary component unit was established under the legal authority of the City Charter and is administered by the City. Retiree Healthcare Trust Fund of the City of Fort Worth is reported in the City's basic financial statements as a Fiduciary fund. For the purpose of measuring the total other OPEB liability, OPEB-related deferred outflows and inflows of resources, and OPEB expense in the City's defined benefit health plan (Plan) have been determined on the same basis as they are reported by the plan. For this purpose, plan benefits are recognized when due and payable in accordance with the benefit terms. No separate financial statements are available.

**CITY OF FORT WORTH, TEXAS**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**SEPTEMBER 30, 2025**  
**(000's omitted in tables)**

**NOTE A: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

**A.1 FINANCIAL REPORTING ENTITY (CONTINUED)**

***Fort Worth Firefighters Healthcare Trust*** - The Fort Worth Firefighters Healthcare Trust (the "Trust"), an OPEB was established effective January 01, 2019 by the International Association of Firefighters Local No. 440 to provide health benefits for its eligible members and their dependents. The Trust provides health and welfare benefits to qualified participants. Qualified participants include active and retired firefighters of the City of Fort Worth (the Employer) and their dependents. Although it is legally separate from the City, the City has financial accountability, and a financial benefit/burden relationship exists, which allows the City to impose its will. The Trust is not subject to the provisions of the Employee Retirement Income Security Act of 1974 (ERISA), as amended. The Trust is a fiduciary component unit of the City and reported in the City's basic financial statements as a Fiduciary fund. Separate audited financial statements can be obtained by contacting Fort Worth Firefighters Healthcare Trust at 3855 Tulsa Way, Fort Worth, TX 76107.

***Rock Creek Custodial Fund*** - Rock Creek Ranch Public Improvement District (PID) No. 17 issued special assessment revenue bonds for major capital improvements. These bonds will be paid from the special assessments levied by the PID on property owners within the PID's geographical boundaries. The City collects the special assessment payments and makes the debt service payments for the PID. The debt service transactions of a special assessment for which the government is not obligated in any manner are reported in a custodial fund rather than a debt service fund, to reflect the fact that the government's duties are limited to acting as a custodian of funds for the assessed property owners and the bondholders. No separate financial statements are available.

***Walsh Ranch Custodial Fund*** - In 2024, Walsh Ranch Public Improvement District (PID) No. 16 issued a special assessment revenue bond for major capital improvements. The bond proceeds are used for the reimbursement to the developers for a portion of the actual costs of authorized improvements in areas within the public improvement district. The debt service transaction of a special assessment for which the government is not obligated in any manner are reported in a custodial fund rather than a debt service fund to reflect the fact that the government's duties are limited to acting as a custodian of the funds for the bondholders. No separate financial statements are available.

**Related Organizations**

The following related organizations 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: 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 does not extend beyond making appointments.

***Event Facilities Fort Worth*** - Events Facilities Fort Worth (EFFW) is an independent organization, which has a scope of public service to hold agricultural fairs and encourage agricultural pursuits within the geographic boundaries of the City.

**CITY OF FORT WORTH, TEXAS**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**SEPTEMBER 30, 2025**  
**(000's omitted in tables)**

**NOTE A: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

**A.1 FINANCIAL REPORTING ENTITY (CONTINUED)**

***Dallas/Fort Worth International Airport*** - Dallas/Fort Worth International Airport (D/FW Airport) was created by contract and agreement between the City of Fort Worth and the City of Dallas for the purpose of developing and operating an airport as a jointly governed organization between the two Cities. The 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 Board must submit an expenditure budget for each fiscal year to the City Manager of each city by July 15. The governing body of each city must approve the budget by September 1. The City is a member of the Revenue Sharing Agreement, as originally adopted on May 1, 2001. Total revenue for the year ended September 30, 2025, was \$12,666,170 from this agreement. 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 and the City has no ongoing financial interest or responsibility for the airport. Separate audited financial statements, which are publicly available, can be obtained by contacting the Airport at 2400 Aviation Drive, P.O. Box 619428, DFW Airport, Texas 75261-9428.

***Fort Worth Housing Solutions*** - Fort Worth Housing Solutions ("Housing Solutions"), the assumed name of the Housing Authority of the City of Fort Worth is an independent agency organized by the City in 1938 pursuant to the Texas Housing Authorities Act. It is a public body, corporate and political, which has a scope of public service within the City's geographic boundaries. By Texas State Law, the responsibility for the administration and operations of Housing Solutions is vested solely with its Board of Commissioners, who have representatives appointed by the City. Housing Solutions is dependent on Federal funds from the U.S. 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 it incurs and has no fiscal management control. Separate financial statements for the Housing Solutions can be obtained by contacting the Department of Administrative Services, Housing Solutions, 1407 Texas St, Fort Worth, Texas 76102.

***Trinity Metro (formerly Fort Worth Transportation Authority)*** - Trinity Metro 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 Trinity Metro is vested solely with the Trinity Metro's Board of Directors, which is comprised of eleven members appointed by the Fort Worth City Council and Tarrant County Commissioners Court. Trinity Metro 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 statements for Trinity Metro can be obtained by contacting: The Chief Financial Officer, 801 Grove Street, Fort Worth, Texas 76102.

**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.

**CITY OF FORT WORTH, TEXAS**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**SEPTEMBER 30, 2025**  
**(000's omitted in tables)**

**NOTE A: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

**A.2. BASIS OF PRESENTATION (CONTINUED)**

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 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 excluded from program revenues and reported as general revenues.

The government-wide financial statements also present the calendar year (December 31, 2024) 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 to aid financial management activities and to demonstrate legal compliance. Separate statements are presented for governmental funds, proprietary funds, and fiduciary funds. Governmental funds and proprietary fund financial 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, retiree healthcare plan and firefighters healthcare plan participants, and debt holders) 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/expenditures of the total governmental or enterprise funds type and at least 5% of that same corresponding item meeting the 10% requirement 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 (i.e., Stormwater Utility Fund).

**CITY OF FORT WORTH, TEXAS**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**SEPTEMBER 30, 2025**  
**(000's omitted in tables)**

**NOTE A: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

**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 current financial resources while 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.

The General Fund also includes the Park and Recreation Department (PAR) Endowment Gas Lease Fund and the General Endowment Gas Lease Fund, as both funds have no assigned or specific expenditures for the majority of their revenues. These funds were established in FY2008 for the purpose of aggregating specific gas well revenues that belong to the General Fund (PAR 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.

**Debt Service Fund** accounts for and reports financial resources that are restricted, committed, or assigned to expenditure for principal and interest. The City accounts for the accumulation of these expenditures from taxes levied by the City. The fund balance of the Debt Service Fund is restricted or committed exclusively for debt service operations.

**Capital Project Fund** accounts for and reports financial resources that are restricted, committed, or assigned to expenditures for capital outlays. This fund accounts for the City's purchase or construction of major capital facilities and equipment using various types of financing resources.

**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.

In addition to the major funds mentioned above, the City reports nonmajor capital project and special revenue governmental funds.

**Special Revenue Funds** account for and report the proceeds of specific revenue sources that are restricted or committed to expenditure for specified purposes other than debt service or capital project. These funds require separate accounting because of legal or regulatory provisions or administrative action.

**CITY OF FORT WORTH, TEXAS**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**SEPTEMBER 30, 2025**  
**(000's omitted in tables)**

**NOTE A: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

**A.2 BASIS OF PRESENTATION (CONTINUED)**

**Proprietary Funds**

Proprietary funds, which include enterprise and internal service 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.

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.

**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 project. 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 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 nonmajor enterprise funds:

***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.

**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 five internal service funds, which include: Equipment Services, Information Systems, Capital Project Services, Group Health and Life Insurance, and Risk Financing.

**CITY OF FORT WORTH, TEXAS**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**SEPTEMBER 30, 2025**  
**(000's omitted in tables)**

**NOTE A: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

**A.2 BASIS OF PRESENTATION (CONTINUED)**

**Fiduciary Funds**

Included in this fund type are trust funds which account for assets held by the City in a trustee capacity or custodian 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 Trust Fund is accounted for essentially in the same manner as proprietary funds. The Retirement Pension Trust Fund accounts for the assets of the City's retirement plan.

*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.

*Fort Worth Firefighters Healthcare Trust* for accounting measurement purposes, the Fort Worth Firefighters Healthcare Trust Fund is accounted for in essentially the same manner as proprietary funds. The Fort Worth Firefighters Healthcare Trust Fund accounts for the assets of the City's firefighters' employment and postemployment healthcare benefit.

*The Rock Creek Custodial Fund* accounts for the assets held by the City for repayment of special assessment debt that the City is not obligated to pay from its own assets.

*The Walsh Ranch Custodial Fund* accounts for the assets held by the City for reimbursement of authorized improvements associated with improvement areas of Fort Worth Public Improvement District No. 16.

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

**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 expenditure/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.

**CITY OF FORT WORTH, TEXAS**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**SEPTEMBER 30, 2025**  
**(000's omitted in tables)**

**NOTE A: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

**A.3. MEASUREMENT FOCUS/BASIS OF ACCOUNTING (CONTINUED)**

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 in 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 is 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 by 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 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 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 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 GAAP.

**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 2024 have been recorded as receivables, net of allowance for refunds, and uncollectible amount. The net receivables collected during 2025 and those considered "available" at FY2025 (i.e., property taxes collected within 60 days of year-end) have been recognized as revenues in 2025. The remaining receivables, if any, are reflected as deferred inflows of resources in the governmental funds. In the government-wide financial statements, tax revenue is recognized in the year for 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 levied in fiscal year 2025 was \$0.6725 per \$100 of valuation.

**CITY OF FORT WORTH, TEXAS**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**SEPTEMBER 30, 2025**  
**(000's omitted in tables)**

**NOTE A: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

**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 Benefits Trust Funds) to increase income through investment activities. Investments are carried at fair value. 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 with maturities of three months or less at the time of purchase.”

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.

Fair Value - GAAP establishes a hierarchy of Levels 1, 2, and 3, which are based on valuation techniques. All three levels are designed for the development of a more consistent and measurable valuation. These levels are defined as:

- Level 1: Quoted prices from an active market for identical assets or liabilities;
- Level 2: Quoted prices from an inactive market for similar or identical assets or liabilities; and
- Level 3: Unobservable in the market and are the least reliable.

Equity and mutual fund investments that are classified as Level 1 are valued using prices quoted in active markets for those securities. Level 1 debt securities are U.S. Treasuries with more than 750 transactions over the previous 30 days.

Debt and derivative securities, and commercial paper classified as Level 2 are valued using either a bid evaluation or a matrix pricing technique. Bid evaluations may include market quotations, yields, maturities, call features, and ratings. Matrix pricing is used to value securities based on the securities relationship to benchmark quoted prices. These debt and derivative securities have non-proprietary information that was readily available to market participants, from independent sources, which are known to be actively involved in the market. Cash and cash equivalents are short-term investments valued based on cost and accrued interest which approximates fair value. Equity securities classified as Level 2 are derived from associated traded security values, or convertible securities valued similarly to debt securities through a bid evaluation process.

Debt and derivative securities, and commercial paper classified in Level 3 are valued similar to Level 2 securities but have limited bids, limited trade information, limited trade activity, pricing from multiple sources but differences in prices above an acceptable level or pricing provided by a single source. Equity securities classified as Level 3 have limited trade information. These securities are priced off last trade price or estimated off recent trades and corporate actions.

**CITY OF FORT WORTH, TEXAS**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**SEPTEMBER 30, 2025**  
**(000's omitted in tables)**

**NOTE A: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

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

*Valuation of Investments* - Investments are stated at fair value. 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, 2025. 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 (date usually two days prior to the record date).

The City Plan invests in limited partnerships which 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 FY2025 represents trades pending settlement and amounts due on foreign currency contracts.

*Foreign Currency Transactions* - The City Plan is a party to financial instruments with off-balance-sheet risk, primarily forward contracts. Forward transactions are contracts or agreements for delayed delivery of commodities, securities, or money market instruments in which the seller agrees to make a 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 Statement of Changes in Plan Fiduciary Net Position and are included in interest and dividend 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, 2025, were converted to the City Plan's functional currency at the foreign exchange rates quoted at September 30, 2025. These foreign exchange gains and losses are included in a change to net gain (loss) in fair value of investments in the accompanying Statement 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 as of September 30, 2025, for both reporting and actuarial purposes. The Retiree Healthcare Trust Fund is charged with receiving employee and employer contributions, paying medical and dental claims, and prudently investing money in the fund not immediately needed to pay claims.

**CITY OF FORT WORTH, TEXAS**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**SEPTEMBER 30, 2025**  
**(000's omitted in tables)**

**NOTE A: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

**A.6 INVENTORIES**

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

**A.7 CAPITAL, LEASE AND SBITA ASSETS**

Capital, Lease and Subscription-Based Information Technology Arrangements (SBITA) assets, which include land, buildings, infrastructure, vehicles, machinery and equipment, intangibles, lease assets, SBITA assets, 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. Lease assets and SBITA assets are recorded at the amount of the initial measurement of the lease or SBITA liability, plus any payments made to the lessor at or before the commencement of the lease term and certain direct costs. Donated capital assets, and donated works of art and similar items are recorded at acquisition value at date of donation. Capital assets received in a service concession arrangement, if any, are reported at acquisition value. Repairs and maintenance are recorded as expenses. Under GASB Statement No. 89, *Accounting for Interest Cost Incurred before the End of a Construction Period*, interest cost incurred during construction is recognized as an expense in the period incurred.

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 must be capitalized regardless of the value or cost;
- (b) Buildings must be capitalized regardless of the cost;
- (c) Infrastructure and intangible assets must be capitalized when the useful life is at least three years and the cost is \$100,000 or more;
- (d) Betterments and Improvements must be capitalized when useful life is at least two years, and the cost of building and infrastructure improvements is \$100,000 or more;
- (e) Machinery and equipment must be capitalized when the useful life is at least two years, and the cost is \$25,000 or more; and
- (f) Vehicles must be capitalized when the useful life is 4 years or greater, the cost is \$5,000 or greater, and it meets both criteria:
  - Self-propelled
  - Primary use is on public streets and the unit is street legal
- (g) Intangible assets must be capitalized when the useful life is 3 years or greater and the cost is \$100,000 or more with the exception of works of art and historical treasures, which are capitalized regardless of life or cost.
- (h) Bulk machinery and equipment per lease contract will be capitalized if the amount is over \$500,000 for the life of the lease.

**CITY OF FORT WORTH, TEXAS**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**SEPTEMBER 30, 2025**  
**(000's omitted in tables)**

**NOTE A: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

**A.7 CAPITAL, LEASE AND SBITA ASSETS (CONTINUED)**

Depreciation and amortization for capital, lease, and SBITA assets are recorded on each class of depreciable property and intangibles using the straight-line method over the estimated useful lives of the assets. A leased asset will be amortized in a systematic and rational manner over the shorter of the lease term or the useful life of the underlying asset. The amortization of a leased asset will be reported as an inflow or outflow of resources which may be combined with depreciation expense related to other capital assets for financial reporting purposes. Estimated useful lives are as follows:

Water and Sewer Meters and Equipment	5-30 years
Water and Sewer Infrastructure	25-70 years
Buildings (Includes Portable Structures)	20-50 years
Machinery and Equipment	2-20 years
Runways and Taxiways	20-30 years
Infrastructure	20-60 years
Vehicles	4-15 years
SBITAs	2-8 years

The City capitalizes customized computer software, works of art, and avigation easements as intangible assets. In accordance with the City's capitalization policy, other intangible assets are amortized over the useful life of the related assets. Also, works of art do not have a useful life in accordance with GAAP. The City's capitalized works of art are reported in the government-wide financial statements under governmental activities. These assets are recorded at their acquisition value at the date of donation or purchase.

**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 are accrued when incurred in the government-wide Statement of Net Position, 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 GAAP. For accrued amounts that are paid through proprietary funds, an expense and liability for the total future liability are 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.

**CITY OF FORT WORTH, TEXAS**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**SEPTEMBER 30, 2025**  
**(000's omitted in tables)**

**NOTE A: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

**A.9 COMPENSATED ABSENCES (CONTINUED)**

In accordance with Governmental Accounting Standards Board Statement No. 101, *Compensated Absences*, the City recognizes a liability for leave attributable to past service that is not contingent upon a specific event and for which it is probable that payment will be made. The compensated absences liability is measured using the last-in, first-out flow (LIFO) assumption, pay rates as of September 30, 2025, and includes salary-related payments.

The compensated absences liability is reported in the government-wide statement of net position and in the proprietary fund statements. A portion of the liability is expected to be liquidated with expendable available financial resources and is reported as a current liability.

At September 30, 2025, compensated absences consisted of the following:

Amount due within one year	\$ 38,710
Amount due more than one year	<u>187,003</u>
Total compensated absences liability	<u><u>\$ 225,713</u></u>

**A.10 RISK FINANCING**

The Risk Financing internal service fund accounts for the administration of risk management activities and programs in accordance with GAAP. These activities and programs 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 service 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 GAAP, 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, such as automobile, general, employment practices and law enforcement liabilities. The undiscounted total estimated claims payable is \$59,918,000 (\$50,541,000 Risk Financing Fund, \$9,377,000 Group Health and Life Insurance Fund).

**CITY OF FORT WORTH, TEXAS**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**SEPTEMBER 30, 2025**  
**(000's omitted in tables)**

**NOTE A: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

**A.10.A RISK FINANCING (CONTINUED)**

The total discounted estimated claims payable for the Group Health and Life Insurance Fund and the Risk Financing Fund at September 30, 2025, is \$53,707,000, of which \$29,806,000 represents workers' compensation case reserve losses. \$21,095,000 of the workers' compensation case reserve is reported as long-term liabilities, while \$8,711,000 is reported as current liabilities in the Internal Service Funds statements.

The changes in the City's total estimated claims and judgments liability are as follows (in thousands):

	FY2024	FY2025
Unpaid Claims, October 1st	\$ 66,290	\$ 49,888
Provisions for current year's events and changes in provision for prior years' events	95,033	139,509
Claims payments	(111,435)	(135,690)
Unpaid Claims, September 30th	<u>\$ 49,888</u>	<u>\$ 53,707</u>

**A.10.B LIABILITY INSURANCE**

Insurance is a policy contract that is renewed year to year. As of this date, the City of Fort Worth maintains liability insurance policies for the: Airport/Aviation, Financial Fraud, Inland Marine for specific piece of equipment, Robotics Equipment, Liquor Liability, Cyber Liability, Pollution, Large Equipment, Animal Herd and Contract Instructor General Liability.

The city is largely self-funded for risk on most liability claims including general liability, automobile. This includes costs related to the management of claims, lawsuits and related exposures.

**A.10.C PROPERTY AND CASUALTY INSURANCE**

An "all risk" property policy is in place for the losses to the City property in excess of \$250,000 per occurrence for all covered perils. At present, the City has an aggregate deductible of \$10,000,000 for wind and hail coverage. For losses less than \$250,000, the City is self-insured

**A.10.D WORKERS' COMPENSATION**

The City primarily self-insures the risk associated with workers' compensation claims. Catastrophic loss protection for workers' compensation is provided by a commercial insurer through a policy with a self-insured retention limit of \$3,000,000 per occurrence for aircraft incidents, Police Officers and Drivers, Firefighters and Drivers, and Emergency Medical Technicians and \$2,000,000 for any single occurrence for all other employees. Coverage limits are in accordance with the requirements established by the Texas Workers' Compensation Act.

**A.10.E GROUP HEALTH AND LIFE INSURANCE**

The City maintains a group health insurance plan for active, retired employees, and their eligible dependents. The City's self-insured Preferred Provider Organization plan is offered to the active employees and the non-Medicare retirees. There are two plan options: (1) a high deductible health plan (the Consumer Choice Plan) with Health Savings Account contributions to the fund provided by both the City and participating employees and retirees; and (2) the Health Center Plan with deductibles and co-pays. The health centers provide free primary care services for those on the Health Center Plan and reduced cost for those on the Consumer Choice Plan. There are four (4) main Health Centers and five (5) Satellite Offices through our partnership with Southwest Health Resources.

**CITY OF FORT WORTH, TEXAS**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**SEPTEMBER 30, 2025**  
**(000's omitted in tables)**

**NOTE A: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

**A.10.E GROUP HEALTH AND LIFE INSURANCE (CONTINUED)**

There is a fully insured plan offered to the Medicare eligible retirees, a Medicare Advantage Preferred Provider Organization which includes a Prescription Drug Plan.

The specific stop-loss insurance is \$1,000,000 which assumes the risk for claims on any individual in excess of \$1,000,000 paid during a calendar year.

The City provides employee basic group life insurance and accidental death and dismemberment insurance of one-time base annual salary.

**A.10.F UNEMPLOYMENT COMPENSATION**

The City is a reimbursing agency for Unemployment Compensation. The Texas Workforce Commission (TWC) sends quarterly reports to a third party administrator who then forwards to the City concerning claims paid on behalf of the City to eligible former employees. A third party administrator reviews the claims but responds to TWC based on information the City provides.

**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 assets that applies to future periods 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's Statement of Net Position relate to debt refunding, pension, and OPEB items.

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 assets that applies to future periods, and so will not be recognized as an inflow of resources (revenue) until that time. The deferred inflows of resources in the governmental funds result from the City's unavailable revenue which are receivables for revenue that are not considered available to liquidate liabilities in the current period and lease related deferrals. Deferred inflows of resources reported in the government-wide and proprietary fund's Statement of Net Position relate to, unamortized gain on debt refunding, a service concession arrangement (SCA), lease related, pension, and other postemployment benefits.

**A.12 FUND BALANCE/NET POSITION**

Net position represents the difference between (a) assets and deferred outflows of resources and (b) liabilities and deferred inflows of resources. Net position is presented in the Statement of Net Position. Net investment in capital assets consists of capital assets, net of accumulated depreciation and amortization, 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.

**CITY OF FORT WORTH, TEXAS**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**SEPTEMBER 30, 2025**  
**(000's omitted in tables)**

**NOTE A: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

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

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.
- 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) include amounts subject to:
- Limitations 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).
  - Through Mayor and City Council ordinance, the City Manager has been delegated the authority to assign fund balances that are constrained by specific purposes that are neither restricted nor committed.
- 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.

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.

**CITY OF FORT WORTH, TEXAS**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**SEPTEMBER 30, 2025**  
**(000's omitted in tables)**

**NOTE A: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

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

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, General Debt Service and Special Revenue Funds**

**General Fund**

The City will maintain an unassigned fund balance in the General Fund equivalent to two months (16.67%) with a goal of three months (25%) of the next fiscal year budgeted operating expenditures.

**Debt Service Fund**

The City will maintain a level of restricted, committed, and assigned fund balance in each governmental Debt Service Fund equivalent to three months (25%) of the highest projected debt service (principal and interest) over the succeeding debt service schedule due within one year. Amounts used in this calculation shall not include any amounts allocated for other purposes by the City Council.

**Special Revenue Funds**

The City will maintain a combined restricted and assigned fund balance in the Special Revenue Funds equivalent to two months (16.67%) of the next fiscal year's budgeted operating expenditures.

**Enterprise Funds**

The City will maintain the following goal 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:

- A goal of Working Capital in Enterprise Funds equivalent to three months (25%) of the next fiscal year budgeted operating expenses, excluding intrafund transfers out to funds within the same reporting group (e.g. transfer out from Water and Sewer Operating Fund to its Capital Project Fund or Debt Service Fund). This calculation shall be performed against the operating fund only.
- A reserve of 100 days Cash on Hand with a goal of 150 days Cash on Hand. This calculation shall be performed against the operating fund only on Generally Accepted Accounting Principles (GAAP - full accrual) basis.
- In addition, no Enterprise Fund shall have a negative unrestricted net position. This calculation shall be performed by using all of the funds for the respective reporting group.

**Internal Service Funds Insurance Funds**

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

- A goal of Working Capital in Insurance Funds equivalent to three months (25%) of the next fiscal year budgeted operating expenses, excluding intrafund transfers out to funds within the same reporting group. This calculation shall be performed against the operating fund only on an accrual basis.

**CITY OF FORT WORTH, TEXAS**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**SEPTEMBER 30, 2025**  
**(000's omitted in tables)**

**NOTE A: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

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

- In addition, no Insurance Fund shall have a negative unrestricted net position. This calculation shall be performed by using all of the funds for the respective reporting group of the specific insurance related internal service fund.

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

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

- A goal of Working Capital in Non-Insurance Funds equivalent to ten percent (10%) of the next fiscal year budgeted operating expenses, excluding intrafund transfers out to funds within the same reporting group. This calculation shall be performed against the operating fund only on an accrual basis.
- In addition, no Insurance Fund shall have a negative unrestricted net position. This calculation shall be performed by using all of the funds for the respective reporting group of the specific non-insurance related internal service fund.

**When Reserves are not met:**

If, based on 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 Financial Management Services and FW lab based on the requirements outlined in this policy.

**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, Internal Service Funds - Insurance and Non-Insurance Funds.

- Fund accrued liabilities, including but not limited to debt service, pension, and other postemployment 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 amounts 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/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 expenditures/expenses for new programs provided that such action be approved by the City Council and is considered in the context of multi-year projections of revenue and expenditures/expenses as prepared by the Department of Financial Management Services.

Debt Service Fund - Use to repay any outstanding debt or obligations.

**CITY OF FORT WORTH, TEXAS**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**SEPTEMBER 30, 2025**  
**(000's omitted in tables)**

**NOTE A: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

**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 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 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 refunding's 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 deferred outflows of resources and deferred inflows of resources 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 TRANSFER OF OPERATIONS**

Metropolitan Area EMS Authority d/b/a/ MedStar Mobile Healthcare (Medstar) was a separate entity that provided emergency medical service and transportation to individuals in member municipalities in Denton, Johnson, Parker, Tarrant and Wise counties in Texas.

On July 1, 2025, Medstar transferred operations of EMS (Emergency Management Service) and transportation operations to the City of Fort Worth under a Memorandum of Understanding and Agreement (MOUA) between Medstar and the City. Medstar had not previously reported as part of the City. Through this agreement, the City assumed responsibility for providing emergency medical services to its residents. Medstar transferred \$32,675,000 of current asset consisting of cash and cash equivalents, restricted cash, certificates of deposit, receivables, supplies inventory and prepaid expenses, \$38,149,000 of Capital Assets consisting of fleet vehicles, computer systems, medical equipment, and building improvements and \$359,000 of other long-term assets. Medstar also transferred \$3,379,000 of current liabilities consisting of current portion of long-term debt, current portion of finance lease and subscription liabilities, accounts payable, accrued liabilities and unearned revenue and \$8,000 of noncurrent liabilities.

**CITY OF FORT WORTH, TEXAS**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**SEPTEMBER 30, 2025**  
**(000's omitted in tables)**

**NOTE A: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

**A.15 TRANSFER OF OPERATIONS (CONTINUED)**

The assets and liabilities transferred to the City represent an integrated set of assets and liabilities managed for the purpose of providing ambulance services to the City’s residents. Medstar had experienced rising operational and capital costs and flat net revenue, leading to a dynamic that required future public funding to ensure the long-term sustainability of EMS. The City of Fort Worth elected to establish the EMS division through the City of Fort Worth Fire Department. There was no consideration given in the transaction. The transaction has been reported as a transfer of operations under GASB Statement No. 69, *Government Combinations and Disposals of Government Operations*.

Transferred Assets (Net)

<b>Medstar EMS</b>	<b>Transferred Assets (Net) July 1, 2025</b>
Total current assets	\$ 32,675
Other long-term Assets	359
Total capital assets, net, at cost	<u>38,149</u>
Total assets	<u>71,183</u>
Total current liabilities	3,379
Total noncurrent liabilities	<u>8</u>
Total liabilities	<u>3,387</u>
Net Investment in Capital Assets	38,060
Unrestricted Net Position	<u>29,736</u>
Total Net Position	<u>\$ 67,796</u>

**A.16 IMPLEMENTATION OF NEW GASB STANDARD**

During the year, the city implemented GASB Statement No. 101, *Compensated Absences*.

GASB issued statement No. 101, *Compensated Absences* in June 2022. Governments commonly provide benefits to employees in the form of compensated absences. The objective of this statement is to better meet the information needs of financial statement users by updating the recognition and measurement guidance for compensated absences. Adoption of GASB 101 had no effect on beginning net position/fund balance at October 1, 2024, the date of implementation.

**CITY OF FORT WORTH, TEXAS**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**SEPTEMBER 30, 2025**  
**(000's omitted in tables)**

**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 operating, capital project, and special revenue funds. 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, investments of the Retiree Healthcare Trust Fund (OPEB Trust), and cash of the Fort Worth Firefighters Healthcare Trust are managed and accounted for separately from those of the City. The City categorizes its fair value measurements within the fair value hierarchy established by GAAP, see Note A.5.A.

**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 also set by the 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, Letters of Credit (LOC) issued by the Federal Home Loan Bank, and Security and Exchange Commission (SEC) registered money market mutual funds. The City's Policy requires that collateral is limited to federal government securities with a market value equal to 102 percent of deposits.

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 of 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 GAAP, collateral securities are not presented on the City financial statements. As of September 30, 2025, the carrying and fair value of securities on loan were \$0 and the fair value of collateral held against the loaned securities was \$0.

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, 2025, the City's demand and time deposits totaled \$241,390,096. Of the \$241,390,096 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, 2025, all funds were insured or collateralized as required under state law.

**CITY OF FORT WORTH, TEXAS**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**SEPTEMBER 30, 2025**  
**(000's omitted in tables)**

**NOTE B: CASH, CASH EQUIVALENTS, & INVESTMENTS**

**B.1 POOLED CASH AND INVESTMENTS (CONTINUED)**

As of September 30, 2025, 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.

The City generally holds all pooled investments to maturity for investment and income, not speculation. For the year ended September 30, 2025, interest earned of \$18,088,680 on investments in the Capital Project 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 WAM for each of the City's investment portfolios. The City's liquid investment portfolio has investments held for one year or less. For the City's General Portfolio shall not exceed a weighted average maturity (WAM) of two and one-half (2.5) years, and no security in this General Portfolio shall exceed a maximum stated maturity of five (5) years.

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

<b>Maturity</b>	<b>Cash to 1 year</b>	<b>1 - 2 years</b>	<b>2 - 3 years</b>	<b>3 - 4 years</b>	<b>4+ years</b>
<b>Targeted Portfolio %</b>	40.00%	15.00%	15.00%	15.00%	15.00%
<b>Actual %</b>	76.32%	4.94%	4.17%	8.47%	6.10%

As of September 30, 2025, the Portfolio included:

- no holdings with a stated maturity date beyond August 31st, 2030;
- holdings maturing beyond one year represented 23.68%; and
- the WAM was 270.17 days or 0.75 years.

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, 2025, the Portfolio contained no callable debentures.

**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. 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 365 days.

**CITY OF FORT WORTH, TEXAS**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**SEPTEMBER 30, 2025**  
**(000's omitted in tables)**

**NOTE B: CASH, CASH EQUIVALENTS, & INVESTMENTS**

**B.1 POOLED CASH AND INVESTMENTS (CONTINUED)**

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

As of September 30, 2025, the Portfolio consisted of:

- U.S. Treasury Notes and Bills represented 94.86%;
- U.S. Obligations represented 1.82%; and
- Municipal Obligations represented 3.32%

See Note B.3. for a detailed listing of investments as of September 30, 2025.

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 for 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 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.

**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, 2025, 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.

**CITY OF FORT WORTH, TEXAS**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**SEPTEMBER 30, 2025**  
**(000's omitted in tables)**

**NOTE B: CASH, CASH EQUIVALENTS, & INVESTMENTS**

**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 Texas Trust Code (Subtitle B, Title 9, Property Code). Texas Trust Code allows any security that a “Prudent Investor” would be willing to utilize. 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 fair value and cost basis of this Gas Lease Portfolio were \$82,844,000 and \$74,744,000, respectively.

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, 2025, no holdings have a stated maturity date beyond December 1, 2029. The following schedule details fair values and maturities for fixed income securities and mutual funds:

<b>Fixed Income Securities</b>	<b>Less Than 1 Year</b>	<b>1 - 5 Years</b>	<b>6 - 10 Years</b>	<b>Total</b>
Government Obligations	\$ 1,505	\$ 9,836	\$ –	\$ 11,341
Corporate Obligations	3,936	12,900	–	16,836
Domestic Mutual Funds	4,405	–	–	4,405
Total Fixed Income Securities	\$ 9,846	\$ 22,736	\$ –	\$ 32,582

**CITY OF FORT WORTH, TEXAS**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**SEPTEMBER 30, 2025**  
**(000's omitted in tables)**

**NOTE B: CASH, CASH EQUIVALENTS, & INVESTMENTS**

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

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

**B.3 CASH, CASH EQUIVALENTS, & INVESTMENTS**

Below are the City's investments measured at fair value as of September 30, 2025:

	<u>Fair Value</u>	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>
<b>Investments by Fair Value Level</b>				
<b>Investments Managed by the City</b>				
Federal Farm Credit Bank (FFCB)	\$ —	\$ —	\$ —	\$ —
Federal Home Loan Bank (FHLB)	15,119	—	15,119	—
Federal Home Loan Mortgage Corporation (FHLMC)	—	—	—	—
U.S. Treasury Notes	788,053	788,053	—	—
Municipal Obligations - Short Term	27,608	—	27,608	—
Total Investments Managed by the City	<u>830,780</u>	<u>788,053</u>	<u>42,727</u>	<u>—</u>
<b>Investments Held by Trustees for the City</b>				
Gas Lease Revenue - Fixed Income	28,177	—	28,177	—
Gas Lease Revenue - Fixed Income - Domestic and International Mutual Fund	4,405	4,405	—	—
Gas Lease Revenue - Equities - Domestic and International Mutual Fund	42,765	42,765	—	—
Gas Lease Revenue - Real Assets Funds	1,519	1,519	—	—
Gas Lease Revenue - Complementary Strategies Funds	5,978	5,978	—	—
Total Investments Held by Trustees for the City	<u>82,844</u>	<u>54,667</u>	<u>28,177</u>	<u>—</u>
Total Investments by Fair Value Level	<u>\$ 913,624</u>	<u>\$ 842,720</u>	<u>\$ 70,904</u>	<u>\$ —</u>

**CITY OF FORT WORTH, TEXAS**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**SEPTEMBER 30, 2025**  
**(000's omitted in tables)**

**NOTE B: CASH, CASH EQUIVALENTS, & INVESTMENTS**

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

The City held the following cash, cash equivalents, & investments as of September 30, 2025:

	<b>Fair Value</b>	<b>WAM by Days</b>	<b>Moody's Credit Rating</b>
<b>Pooled Cash, Cash Equivalents, &amp; Investments Managed by the City</b>			
Cash	\$ 2,824,578	N/A	N/A
Cash in Bank - Blended Component Units	21,352	N/A	N/A
Federal Home Loan Bank (FHLB)	15,119	346	Aaa
U.S. Treasury Notes	788,053	940	Aaa
Municipal Obligations - Short Term	<u>27,608</u>	641	Aa1-Aaa
Total Cash, Cash Equivalents, & Investments Managed by the City	<u>3,676,710</u>		
<b>Cash, Cash Equivalents, &amp; Investments Held by Trustees for the City</b>			
Gas Lease Revenue - Cash	10,510	N/A	N/A
Gas Lease Revenue - Fixed Income	28,177	N/A	Note B.1.
Gas Lease Revenue - Fixed Income - Domestic and International Mutual Fund	4,405	N/A	Note B.1.
Gas Lease Revenue - Equities - Domestic and International Mutual Fund	42,765	N/A	N/A
Gas Lease Revenue - Real Assets Funds	1,519	N/A	N/A
Gas Lease Revenue - Complementary Strategies Funds	5,978	N/A	N/A
Cash Held by Trustee - TWDB 2010B	1,074	N/A	N/A
Cash Held by Trustee - TWDB WSS 2024B	4,799	N/A	N/A
Cash Held by Trustee - TWDB WSS 2024C	125,269	N/A	N/A
Cash Held by Trustee - Rock Creek	168	N/A	N/A
Cash Held by Trustee - Walsh Ranch	9	N/A	N/A
Cash Held by Trustee - CWSRF2015	765	N/A	N/A
Cash Held by Trustee - CWSRF2017	10,900	N/A	N/A
Cash Held by Trustee - TWDB 2020	2,023	N/A	N/A
Cash Held by Trustee - TWDB SE LF1002136	2,145	N/A	N/A
Cash Held by Trustee - TWDB SE LF1001907	1,855	N/A	N/A
Cash Held by Trustee - Palladium E Lancaster	419	N/A	N/A
Cash Held by Trustee - Southeast Landfill	<u>14,369</u>	N/A	N/A
Total Cash, Cash Equivalents, & Investments Held by Trustees for the City	<u>257,149</u>		
<b>Total Cash, Cash Equivalents, &amp; Investments - Primary Government</b>	<u>\$ 3,933,859</u>		
<b>Cash &amp; Cash Equivalents Managed by the Employees' Retirement Fund</b>			
Cash in Bank	327	N/A	N/A
<b>Investments Managed by the Employees' Retirement Fund</b>			
Investments	<u>3,328,208</u>	See Note B.5.	
<b>Total Cash, Cash Equivalents, &amp; Investments - Employees' Retirement Fund</b>	<u>3,328,535</u>		
<b>Cash &amp; Cash Equivalents Managed by the Retiree Healthcare Trust Fund</b>			
Cash in Bank	9,885	N/A	N/A
<b>Investments Managed by the Retiree Healthcare Trust Fund</b>			
Investments	<u>105,308</u>	See Note B.4.	
<b>Total Cash, Cash Equivalents, &amp; Investments - Retiree Healthcare Trust Fund</b>	115,193		
<b>Cash &amp; Cash Equivalents Managed by the Fort Worth Firefighters Healthcare Trust Fund</b>			
Cash in Bank	<u>17,535</u>	N/A	N/A
<b>Total Cash &amp; Cash Equivalents - Fort Worth Firefighters Healthcare Trust Fund</b>	<u>17,535</u>	0	
<b>Cash &amp; Cash Equivalents Managed by the Discretely Presented Component Unit</b>			
Cash in Bank	<u>351</u>	N/A	N/A
<b>Total Cash &amp; Cash Equivalents - Discretely Presented Component Unit</b>	<u>351</u>		
<b>Total Cash, Cash Equivalents, &amp; Investments</b>	<u>\$ 7,395,473</u>		

**CITY OF FORT WORTH, TEXAS**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**SEPTEMBER 30, 2025**  
**(000's omitted in tables)**

**NOTE B: CASH, CASH EQUIVALENTS, & INVESTMENTS**

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

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

<b>Cash, Cash Equivalents, &amp; Investments, per Note B</b>	
Primary Government	\$ 3,933,859
Employees' Retirement Fund	3,328,535
Retiree Healthcare Trust Fund	115,193
Fort Worth Firefighters Healthcare Trust Fund	17,535
Discretely Presented Component Unit	351
Total, per Note B	<u>\$ 7,395,473</u>
<b>Cash, Cash Equivalents, &amp; Investments, per Basic Financial Statements</b>	
Statement of Net Position - Primary Government	\$ 2,349,104
Statement of Net Position - Primary Government Restricted	1,584,755
Statement of Net Position - Discretely Presented Component Unit	351
Statement of Fiduciary Net Position - Cash and Cash Equivalents	27,747
Statement of Fiduciary Net Position - Cash and Investments Held by Trustees	3,433,516
<b>Total, per Basic Financial Statements</b>	<u>\$ 7,395,473</u>

**CITY OF FORT WORTH, TEXAS**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**SEPTEMBER 30, 2025**  
**(000's omitted in tables)**

**NOTE B: CASH, CASH EQUIVALENTS, & INVESTMENTS**

**B.4 INVESTMENTS OF THE RETIREE HEALTHCARE TRUST 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 Investment Guideline mandates a diversified portfolio in real estate, fixed income securities, and equity securities.

**Custodial Credit Risk** — As of September 30, 2025, 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.

**Credit Risk of Debt Securities** — The OPEB Trust investments as of September 30, 2025, are shown below:

<b>Investment Type</b>	<b>Rating</b>	<b>Fair Value*</b>
Issues:		
US Government Issues	N/A	\$ 39,237
Corporate Issues	N/A	25,799
Foreign Issues	N/A	3,422
Total Issues		<u>68,458</u>
Fixed Income Mutual Funds:		
Nyli MacKay High Yield Corp	N/A	3,319
Pimco Total Return II Instl	N/A	864
Total Fixed Income Mutual Funds	N/A	<u>4,183</u>
Equity Mutual Funds:		
Fidelity Total Market Index Fund	N/A	19,660
Ishares Global Infrastructure ETF	N/A	1,637
Ishares Msci Eafe ETF	N/A	9,856
Vanguard Reit ETF	N/A	1,514
Total Equity Mutual Funds	N/A	<u>32,667</u>
Total Investments		<u><u>\$ 105,308</u></u>

*\*All OPEB Trust assets were valued using Level 1 inputs.*

**Concentration of Credit Risk** — The OPEB Trust Investment Guideline addresses concentration limits on a manager basis. As of September 30, 2025, the OPEB Trust's investments were all registered in the Trust's name.

**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.

**CITY OF FORT WORTH, TEXAS**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**SEPTEMBER 30, 2025**  
**(000's omitted in tables)**

**NOTE B: CASH, CASH EQUIVALENTS, & INVESTMENTS**

**B.5 INVESTMENTS OF THE EMPLOYEES' RETIREMENT FUND**

The Employees' Retirement Fund of the City of Fort Worth, Texas (the "Retirement Fund") is comprised of two separate defined benefit plans: 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). The Retirement Fund Board is solely responsible for managing the assets for the City of Fort Worth employees plan, and defining benefits, setting contribution rates, funding contributions, and all other financial components of the Staff Plan. Defining benefits, setting contribution rates, funding contributions, and all other financial components of the City Plan are administered by the Mayor and City Council. Each plan has a separate actuarial valuation completed annually to determine the respective funded status based on current and projected assets and liabilities. Therefore, assets of each plan are legally separate and cannot pay benefits of the other. Due to the insignificant nature of the Staff Plan's assets compared to the Retirement Fund's assets, all further references to the Plan and information provided in the Notes and Required Supplementary Information about the City Plan are strictly limited to information about the City employees (comprised of General Employees, Police Officers, and Firefighters). As discussed in Note I, 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.

**Fair Value** — The Plan categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles as described in Note A.5.A.

Investments that are measured at fair value using the net asset value (NAV) per share (or its equivalent) as a practical expedient are not classified in the fair value hierarchy. Investments that use inputs that are of different levels are categorized based on the lowest level of input used to determine the fair value of the investment.

The Plan's assets listed in the Investments Measured at Net Asset Value table in Note B.5. are invested with managers in structures that the Plan receives values for shares held in the investment structure with the manager. The liquidity of these structures is listed below on the following pages:

**Equity Investments** — This consists of two Commingled Global Equity Funds that are passive institutional investment funds that invest in global equities diversified across all sectors focused on large to mid-cap equities. One of the global equity funds is based on a cap-weighted MSCI ACWI index and the second fund tracks the investment results of the Russell 1000 Growth Index, composed of large-and mid-capitalization U.S. equities that exhibit growth characteristic. There is also one active Commingled Emerging Market Equity Fund that is an institutional investment fund that invests in emerging market equities diversified across all sectors focused on large to mid-cap equities.

**CITY OF FORT WORTH, TEXAS**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**SEPTEMBER 30, 2025**  
**(000's omitted in tables)**

**NOTE B: CASH, CASH EQUIVALENTS, & INVESTMENTS**

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

**Real Asset Funds** — This category consists of several different styles of funds as well as different liquidity structures. When redeeming from these funds, there is typically a notice period ranging from one to three months' notice and funds can hold back a small portion of the assets until an annual audit is conducted. In some cases, managers designate particular investments as longer hold periods than the funds liquidity schedule, in these cases they side pocket the investment, and these assets are not available, immediately upon redemption. Directional funds include an investment in one fund that invests in a directional nature based on their views of markets, at times this fund may invest without a directional bias. The directional fund is redeemable on a quarterly basis. Equity Long/Short funds include investments in two funds. Equity Long/Short funds maintain some level of market exposure by investing in US or global equities both long and short with the level of exposure varying over time. Event driven funds include investments in three funds. These funds seek to gain an advantage from pricing inefficiencies that may arise based on corporate actions or events which may change the nature of the underlying investment. The nature of event driven investments often restricts the liquidity of those investments. Multi-Strategy funds invest in multiple strategies in order to diversify risks and reduce volatility. The three of the four funds in this category have been redeemed, with the remaining assets either audit holdback or side pocketed assets waiting for liquidation.

**Alternative Assets** — This category consists of limited partnership structures that invest in companies or real estate which allow for limited or no liquidity for the investor. Private Equity partnerships consist of funds that invest in buyouts, growth equity, venture capital, special situations, mezzanine and distressed debt. There are 91 partnerships in this category and these partnerships are typically structured with life from 7-12 years and are considered illiquid. As investments are sold out of the partnerships, assets are returned to the investors. These funds' fair value is determined using net asset values one quarter in arrears and adjusted for cash flows of the most recent quarter. There are three investments in Real Estate - Core partnerships which invest in highly leased lower leverage properties that provide consistent income to the investors. These funds allow quarterly liquidity to the investors. A redemption has been submitted from one of these managers, however a gate has been implemented by the manager restricting the flow of redemption proceeds as the manager pursues liquidation of some of the fund assets to meet the investors that have requested redemptions.

**Real Estate** – Non-Core partnerships invest in properties that require some kind of development or improvements to improve the position of the property. There are 17 partnerships in this category and these partnerships are typically structured with a life from 7-12 years and are considered illiquid. As properties are sold out of the partnership, assets are returned to the investors. These funds' fair value are determined using net asset values one quarter in arrears and adjusted for cash flows of the most recent quarter.

**CITY OF FORT WORTH, TEXAS**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**SEPTEMBER 30, 2025**  
**(000's omitted in tables)**

**NOTE B: CASH, CASH EQUIVALENTS, & INVESTMENTS**

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

Below are the Plan's investments and derivative instruments measured at fair value as of September 30, 2025:

	Fair Value	Level 1	Level 2	Level 3
<b>Investments by Fair Value Level</b>				
<b>Short Term Securities</b>	\$ 175,625	\$ -	\$ 175,625	\$ -
<b>Debt Securities</b>				
Collateralized Debt Obligations	6,436	-	6,436	-
Commercial Mortgage-Backed Securities	41,571	-	41,571	-
Corporates	62,443	-	62,443	-
Exchange Traded Funds (ETF)	97,054	97,054	-	-
Municipals	1,807	-	1,807	-
Non U.S. Government	19,372	-	19,372	-
U.S. Government Agencies	155,304	-	155,304	-
U.S. Treasuries	156,133	156,133	-	-
<b>Total Debt Securities</b>	<u>540,120</u>	<u>253,187</u>	<u>286,933</u>	<u>-</u>
<b>Equity Securities</b>				
Communication Services	7,641	7,641	-	-
Consumer Discretionary	71,137	71,137	-	-
Consumer Staples	36,777	36,777	-	-
Energy	61,406	61,406	-	-
Equity Other	55,333	55,333	-	-
Exchange Traded Funds (ETF)	116,920	116,920	-	-
Financials	191,789	191,771	18	-
Health Care	95,393	95,393	-	-
Industrials	208,179	208,179	-	-
Information Technology	539,184	539,184	-	-
Materials	32,050	32,050	-	-
Real Estate	21,211	21,211	-	-
Utilities	35,222	35,222	-	-
<b>Total Equity Securities</b>	<u>1,472,242</u>	<u>1,472,224</u>	<u>18</u>	<u>-</u>
<b>Investments Measured at Net Asset Value*</b>				
<b>Equity Investments</b>				
Commingled Emerging Market Equity Fund	59,060			
<b>Total Equity Investments</b>	<u>59,060</u>			
<b>Absolute Return</b>	<u>129,066</u>			
<b>Alternative Investments</b>				
Private Equity	442,980			
Private Credit	174,514			
Real Estate - Core	143,633			
Real Estate	203,091			
<b>Total Alternative Investments</b>	<u>964,218</u>			
<b>Total Investments Measured at Net Asset Value</b>	<u>\$ 1,152,344</u>			
<b>Total Investments by Fair Value Level</b>	<u>\$ 3,340,331</u>	<u>\$ 1,725,411</u>	<u>\$ 462,576</u>	<u>\$ -</u>
<b>Less: Investments in Non-City Funded Staff Plan</b>	<u>(12,123)</u>			
<b>Total Investments by Fair Value Level in City Plan</b>	<u>\$ 3,328,208</u>			
<b>Investment Derivative Instruments</b>				
<b>Forward Contracts</b>	(304)	-	(304)	-
<b>Swap Agreements</b>	871	-	871	-
<b>Options</b>	1	-	1	-
<b>Futures</b>	(10)	(10)	-	-
<b>Total Investment Derivative Instruments</b>	<u>\$ 558</u>	<u>\$ (10)</u>	<u>\$ 568</u>	<u>\$ -</u>

\*Investments measured at Net Asset Value have total Unfunded Commitments of \$549,300,114, the Plan's investments at NAV offer redemption frequencies ranging from daily to three (3) years on redeemable investments; with a total of \$820,585,022 of alternative investments that are ineligible for redemption and a redemption notice period of one (1) day to 90 days on eligible assets.

**CITY OF FORT WORTH, TEXAS**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**SEPTEMBER 30, 2025**  
**(000's omitted in tables)**

**NOTE B: CASH, CASH EQUIVALENTS, & INVESTMENTS**

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

Substantially all of the Plan's investments are held by its custodian. The Retirement Fund Board of Trustees (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.

Governmental Accounting Standards Board (GASB) Statement No.40 "*Deposit and Investment Risk Disclosures - an amendment to GASB Statement No. 3*"(GASB 40) 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 and on the following pages:

**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, 2025, 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 another 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 40, *Deposit and Investment Risk Disclosures*, does not require disclosure of U.S. government obligations explicitly guaranteed.

**CITY OF FORT WORTH, TEXAS**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**SEPTEMBER 30, 2025**  
**(000's omitted in tables)**

**NOTE B: CASH, CASH EQUIVALENTS, & INVESTMENTS**

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

**Credit Risk of Debt Securities** — The Plan's investments as of September 30, 2025, are shown below:

<b>Investment Type</b>	<b>S&amp;P Rating</b>	<b>Fair Value</b>
Asset & Mortgage Backed Obligations	AAA	\$ 5,985
Asset & Mortgage Backed Obligations	AA	1,562
Asset & Mortgage Backed Obligations	A	3,353
Asset & Mortgage Backed Obligations	BBB	1,424
Asset & Mortgage Backed Obligations	BB	547
Asset & Mortgage Backed Obligations	CCC	24
Asset & Mortgage Backed Obligations	NR	35,111
Total Asset & Mortgage Backed Obligations		<u>48,006</u>
Corporate Obligations	AAA	148
Corporate Obligations	AA	625
Corporate Obligations	A	23,153
Corporate Obligations	BBB	34,919
Corporate Obligations	BB	1,214
Corporate Obligations	B	105
Corporate Obligations	NR	2,279
Total Corporate Obligations		<u>62,443</u>
Government Agency Obligations	AAA	193
Government Agency Obligations	AA	156,180
Government Agency Obligations	A	738
Total Government Agency Obligations		<u>157,111</u>
International Obligations	AAA	1,667
International Obligations	AA	1,046
International Obligations	A	1,687
International Obligations	BBB	3,706
International Obligations	BB	2,526
International Obligations	NR	8,740
Total International Obligations		<u>19,372</u>
Total Fixed Income Subject to Credit Risk		<u>286,932</u>
U.S. Treasuries (Not Subject to Credit Risk)		156,133
Short-Term Marketable Securities		175,625
Corporate Stock		1,299,989
Alternative Investments		746,560
Commingled Funds		461,118
Exchange Traded Funds (ETF)		213,974
Less: Investments in Non-City Funded Staff Plan		(12,123)
Total Investments in City Plan		<u>\$ 3,328,208</u>

**CITY OF FORT WORTH, TEXAS**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**SEPTEMBER 30, 2025**  
**(000's omitted in tables)**

**NOTE B: CASH, CASH EQUIVALENTS, & INVESTMENTS**

**B.5 INVESTMENTS OF THE EMPLOYEES' RETIREMENT FUND (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, 2025, 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:

<b>Investment Type</b>	<b>Less Than 1 Year</b>	<b>1 - 5 Years</b>	<b>6 - 10 Years</b>	<b>More Than 10 Years</b>	<b>Total Fair Value</b>
Asset & Mortgage Backed Obligations	\$ —	\$ 1,780	\$ 4,445	\$ 41,782	\$ 48,007
Corporate Obligations	3,247	26,519	13,429	19,248	62,443
Government Agency Obligations	—	4	1,038	156,069	157,111
International Obligations	3,497	2,468	5,173	8,234	19,372
U.S. Treasuries	—	55,301	45,700	55,132	156,133
<b>Total Interest Rate Risk Debt Securities</b>	<b>\$ 6,744</b>	<b>\$ 86,072</b>	<b>\$ 69,785</b>	<b>\$ 280,465</b>	<b>\$ 443,066</b>

**CITY OF FORT WORTH, TEXAS**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**SEPTEMBER 30, 2025**  
**(000's omitted in tables)**

**NOTE B: CASH, CASH EQUIVALENTS, & INVESTMENTS**

**B.5 INVESTMENTS OF THE EMPLOYEES' RETIREMENT FUND (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, 2025, is presented below:

<b>Currency</b>	<b>Debt</b>	<b>Equity</b>	<b>Alternatives</b>	<b>Total</b>
Australian Dollar	(688)	4,343	—	3,655
Brazilian Real	844	4,339	—	5,183
British Pound Sterling	308	77,111	—	77,419
Canadian Dollar	(423)	14,111	—	13,688
Chinese Yuan Renminbi	(564)	1,509	—	945
Danish Krone	139	6,471	—	6,610
Euro Currency Unit	2,822	123,643	88,080	214,545
Hong Kong Dollar	34	18,850	—	18,884
Indian Rupee	1,148	—	—	1,148
Indonesian Rupiah	165	—	—	165
Israeli Shekel	(131)	—	—	(131)
Japanese Yen	1,266	51,865	—	53,131
Mexican Peso	162	3,148	—	3,310
New Taiwan Dollar	(800)	15,099	—	14,299
New Zealand Dollar	42	—	—	42
Norwegian Krone	26	4,244	—	4,270
Peruvian Nuevo Sol	(30)	—	—	(30)
Polish Zloty	489	—	—	489
Singapore Dollar	(2,015)	1,792	—	(223)
South African Rand	913	—	—	913
South Korean Won	(57)	4,283	—	4,226
Swedish Krona	56	9,720	—	9,776
Swiss Franc	772	11,347	—	12,119
Thai Baht	2	—	—	2
Total Securities Subject to Foreign Currency Risk	<u>\$ 4,480</u>	<u>\$ 351,875</u>	<u>\$ 88,080</u>	<u>\$ 444,435</u>

**CITY OF FORT WORTH, TEXAS**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**SEPTEMBER 30, 2025**  
**(000's omitted in tables)**

**NOTE B: CASH, CASH EQUIVALENTS, & INVESTMENTS**

**B.5 INVESTMENTS OF THE EMPLOYEES' RETIREMENT FUND (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 net foreign currency contracts with a fair value of approximately \$(304,000) as of September 30, 2025, which contractually obligates the Plan to deliver currencies at a specified date. The Plan could be exposed to the risk of loss if the counterparty is unable to meet the terms of a contract or if the value of currency changes unfavorably. As of September 30, 2025, 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 Standard & Poor's (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 as of September 30, 2025:

**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.

**Options** — Options represent or give buyers the right, but not the obligation, to buy (call) or sell (put) an asset at a preset price over a specified period. The option's price is usually a small percentage of the underlying asset's value. As a buyer of financial options, the Plan receives a premium at the outset of the agreement and bears the risk of an unfavorable change in the price of the financial instrument underlying the option. As a purchaser of financial options, the Plan pays a premium at the outset of the agreement and the counterparty bears the risk of an unfavorable change in the price of the financial instrument underlying the option.

**CITY OF FORT WORTH, TEXAS**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**SEPTEMBER 30, 2025**  
**(000's omitted in tables)**

**NOTE B: CASH, CASH EQUIVALENTS, & INVESTMENTS**

**B.5 INVESTMENTS OF THE EMPLOYEES' RETIREMENT FUND (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 the 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, 2025, classified by type:

Derivative Type	Changes in Fair Value		Fair Value	
	Classification	Amount	Amount	Notional
Fiduciary Funds				
Investment Derivatives				
Futures Contracts	<i>Investment Income</i>	\$ (10)	\$ (10)	(797)
Forward Contracts	<i>Investment Income</i>	(15)	(304)	104,152
Swap Agreements	<i>Investment Income</i>	678	871	63,092
Options	<i>Investment Income</i>	1	1	2,009
	Total	<u>\$ 654</u>	<u>\$ 558</u>	<u>\$ 168,456</u>

**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, 2025. 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.

**CITY OF FORT WORTH, TEXAS**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**SEPTEMBER 30, 2025**  
**(000's omitted in tables)**

**NOTE B: CASH, CASH EQUIVALENTS, & INVESTMENTS**

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

As of September 30, 2025, the Plan's credit risk to these investments is disclosed in the following table:

<b>Derivative Type</b>	<b>AA</b>	<b>A</b>	<b>BBB</b>	<b>Not Rated</b>	<b>Total Fair Value</b>
Futures Contracts	\$ -	\$ -	\$ -	\$ (10)	\$ (10)
Forward Contracts	-	-	-	(304)	(304)
Swap Agreements	-	-	-	871	871
Options	-	-	-	1	1
Total	\$ -	\$ -	\$ -	\$ 558	\$ 558

**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, 2025, are disclosed in the following table:

<b>Derivative Type</b>	<b>Total Notional Value</b>	<b>Total Fair Value</b>
Interest Rate Swaps	\$ 63,092	\$ 871
Total	\$ 63,092	\$ 871

**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, 2025:

<b>Currency</b>	<b>Forward Contracts</b>	<b>Swap Agreements</b>	<b>Net Exposure</b>
Australian Dollar	\$ (811)	\$ 30	\$ (781)
Brazilian Real	(2,517)	-	(2,517)
British Pound Sterling	(612)	(19)	(631)
Canadian Dollar	(1,726)	(11)	(1,737)
Chinese Yuan Offshore	(583)	-	(583)
Euro Currency Unit	(1,624)	73	(1,551)
Indian Rupee	1,148	-	1,148
Indonesian Rupiah	165	-	165
Israeli New Shekel	(132)	-	(132)
Japanese Yen	551	(30)	521
Mexican Peso	41	7	48
New Taiwan Dollar	(841)	-	(841)
New Zealand Dollar	(1,669)	-	(1,669)
Peruvian Sol	(3,580)	-	(3,580)
Polish Zloty	(1,784)	-	(1,784)
Singapore Dollar	(2,016)	-	(2,016)
South African Rand	(999)	-	(999)
South Korean Won	(88)	-	(88)
Swedish Krona	10	-	10
Swiss Franc	254	-	254
Thai Baht	1	-	1
Total	\$ (16,812)	\$ 50	\$ (16,762)

**CITY OF FORT WORTH, TEXAS**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**SEPTEMBER 30, 2025**  
**(000's omitted in tables)**

**NOTE B: CASH, CASH EQUIVALENTS, & INVESTMENTS**

**B.5 INVESTMENTS OF THE EMPLOYEES' RETIREMENT FUND**

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 the commingled and alternative investment funds which in turn holds the actual positions. Indirect exposures via these types of investments are not shown here.

**SECURITIES LENDING**

In March 2025, the Plan transitioned to a new custodial bank. Concurrently, it elected to discontinue the securities lending program previously managed by its former custodian. For the fiscal year ended September 30, 2025, the Fund generated net earnings of \$218,955 from its lending activities. Details of the Fund's legacy securities lending arrangement are outlined below.

The Plan was authorized to contractually lend securities to borrowers in accordance with the policy established by the Board. The Plan was previously contracted with Northern Trust to establish, manage, and administer a securities lending program. Northern Trust facilitated 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. All securities lending collateral was held in cash. At a loan's inception, the value of collateral is equal to 102% for securities of United States issuers, and 105% in the case of securities of non-United States issuers, of the fair value of any securities to be loaned, plus any accrued interest.

Cash collateral was 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 specified guidelines for allowable investments, maturities, and diversification. The Plan did not have the ability to pledge or sell collateral securities without borrower default. The amount of cash collateral held exceeded the value of the assets on loan on February 28, 2025 when the plan was terminated.

The Plan earned income from fees paid by the borrowers and interest earned from investing the cash collateral. The contract required the custodian bank to purchase any loaned securities with collateral provided, however, if the collateral is insufficient to cover the loss, the Plan was 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.

**CITY OF FORT WORTH, TEXAS**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**SEPTEMBER 30, 2025**  
**(000's omitted in tables)**

**NOTE C: RECEIVABLES AND INTERFUND BALANCES**

**C.1 RECEIVABLES**

Receivables as of September 30, 2025, for governmental activities of the City’s major funds and nonmajor funds and internal service funds in the aggregate, including the applicable allowances for uncollectible accounts, consist of the following:

<b>Receivables</b>	<b>General</b>	<b>Debt Service</b>	<b>Capital Projects</b>	<b>Grants</b>	<b>Nonmajor Governmental Funds</b>	<b>Internal Service Funds</b>	<b>Total Governmental Activities</b>
Taxes	\$ 28,519	\$ 6,195	\$ –	\$ –	\$ –	\$ –	\$ 34,714
Grants and Other Governments	43,986	–	8,086	11,475	22,279	–	85,826
Loans	–	–	–	19,657	–	–	19,657
Long-Term Loans	–	–	–	480	364	–	844
Interest	160	82	28	3	3,422	8	3,703
Accounts and Other	27,311	–	651	–	32,965	506	61,433
Leases	18,141	–	–	–	8,788	–	26,929
<b>Total Gross Receivables</b>	<b>118,117</b>	<b>6,277</b>	<b>8,765</b>	<b>31,615</b>	<b>67,818</b>	<b>514</b>	<b>233,106</b>
Less Allowance for Uncollectible Accounts:							
Taxes	(23,769)	(6,195)	–	–	–	–	(29,964)
Accounts and Other	(4,515)	–	–	–	(117)	–	(4,632)
<b>Total Allowance</b>	<b>(28,284)</b>	<b>(6,195)</b>	<b>–</b>	<b>–</b>	<b>(117)</b>	<b>–</b>	<b>(34,596)</b>
<b>Total Receivables, Net</b>	<b>\$ 89,833</b>	<b>\$ 82</b>	<b>\$ 8,765</b>	<b>\$ 31,615</b>	<b>\$ 67,701</b>	<b>\$ 514</b>	<b>\$ 198,510</b>

Receivables at September 30, 2025, for business-type activities of the City’s major enterprise funds and nonmajor enterprise funds in the aggregate, including the applicable allowances for uncollectible accounts, consist of the following:

<b>Receivables</b>	<b>Water and Sewer</b>	<b>Stormwater Utility</b>	<b>Nonmajor Enterprise Funds</b>	<b>Total Business-Type Activities</b>
Interest	\$ 35	\$ 2	\$ 10	\$ 47
Leases	–	–	8,937	8,937
Accounts and Other	69,359	7,385	11,988	88,732
Grants and Other - Restricted	1,103	3,145	3,111	7,359
Interest - Restricted	80	11	252	343
<b>Total Gross Receivables</b>	<b>70,577</b>	<b>10,543</b>	<b>24,298</b>	<b>105,418</b>
Less Allowance for Uncollectible Accounts:				
Accounts and Other	(3,151)	(1,047)	(347)	(4,545)
<b>Total Allowance</b>	<b>(3,151)</b>	<b>(1,047)</b>	<b>(347)</b>	<b>(4,545)</b>
<b>Total Receivables, Net</b>	<b>\$ 67,426</b>	<b>\$ 9,496</b>	<b>\$ 23,951</b>	<b>\$ 100,873</b>

**CITY OF FORT WORTH, TEXAS**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**SEPTEMBER 30, 2025**  
**(000's omitted in tables)**

**NOTE C: RECEIVABLES AND INTERFUND BALANCES**

**C.1 RECEIVABLES (CONTINUED)**

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.

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

Description	Unavailable and Lease Related	Unearned
Grants and Other Governments	\$ 2,345	\$ 23,128
Lease Related	61,164	-
Other	40,235	1,105
	\$ 103,744	\$ 24,233
Total Unavailable/ Lease Related/ Unearned Revenues		\$ 127,977

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
Deposits and Rents	\$ 274	\$ -	\$ 274
Grants and Other	-	759	759
Total Unearned Revenues	\$ 274	\$ 759	\$ 1,033

The City, as lessor, leases City-owned properties such as buildings, land, office space, and parking space. The related receivables are presented in the Statement of Net Position for the amounts equal to the present value of lease payments expected to be received during the lease term. Revenue recognized under GASB 87 lease contracts during the year ended September 30, 2025 was \$4,129,642, which includes both lease revenue and interest.

The City recognized no variable payments within its lease arrangements as the lessor. The City did not have revenue related to residual value guarantees or lease termination penalties. It also does not currently have agreements that include sale-leaseback and lease-lease back transactions.

**CITY OF FORT WORTH, TEXAS**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**SEPTEMBER 30, 2025**  
**(000's omitted in tables)**

**NOTE C: RECEIVABLES AND INTERFUND BALANCES**

**C.1 RECEIVABLES (CONTINUED)**

The following are schedules by year of minimum payment to be received under lease contracts that are included in the measurement of the lease receivable as of September 30, 2025:

<b>Governmental Activities</b> <b>Year Ending</b> <b>September, 30,</b>	<b>Principal</b>	<b>Interest</b>	<b>Total</b>
2026	\$ 1,785	\$ 918	\$ 2,703
2027	1,850	856	2,706
2028	1,933	791	2,724
2029	1,768	727	2,495
2030	1,631	668	2,299
2031-2035	6,483	2,714	9,197
2036-2040	5,832	1,894	7,726
2041-2045	3,276	748	4,024
2046-2050	1,082	376	1,458
2051-2055	1,289	130	1,419
Present Value of Minimum Lease Receivables	<u>\$ 26,929</u>	<u>\$ 9,822</u>	<u>\$ 36,751</u>

<b>Business-Type Activities</b> <b>Year Ending</b> <b>September, 30,</b>	<b>Principal</b>	<b>Interest</b>	<b>Total</b>
2026	\$ 602	\$ 223	\$ 825
2027	616	203	819
2028	600	184	784
2029	481	167	648
2030	347	155	502
2031-2035	1,671	634	2,305
2036-2040	1,451	397	1,848
2041-2045	1,214	262	1,476
2046-2050	337	180	517
2051-2055	355	145	500
2056-2060	392	108	500
2061-2065	434	66	500
2066-2070	437	21	458
2071-2075	—	—	—
Present Value of Minimum Lease Receivables	<u>\$ 8,937</u>	<u>\$ 2,745</u>	<u>\$ 11,682</u>

**CITY OF FORT WORTH, TEXAS**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**SEPTEMBER 30, 2025**  
**(000's omitted in tables)**

**NOTE C: RECEIVABLES AND INTERFUND BALANCES**

**C.1 RECEIVABLES (CONTINUED)**

The Municipal Airports Fund does not recognize a lease receivable and a deferred inflow of resources for regulated leases. Regulated leases are certain leases that are subject to external laws, regulations, or legal rulings, e.g. the U.S. Department of Transportation and the Federal Aviation Administration, between airports and air carriers and other aeronautical users.

The following is a schedule by year of minimum payment to be received under regulated leases for building and land contracts that are not included in the measurement of the lease receivable as of September 30, 2025:

<b>Regulated Leases September, 30,</b>	<b>Total</b>
2026	\$ 3,527
2027	3,346
2028	3,219
2029	3,050
2030	3,044
2031-2035	11,965
2036-2040	10,616
2041-2045	8,837
2046-2050	6,876
2051-2055	4,203
2056-2060	1,210
2061-2065	542
Total	<u>\$ 60,435</u>

**CITY OF FORT WORTH, TEXAS**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**SEPTEMBER 30, 2025**  
**(000's omitted in tables)**

**NOTE C: RECEIVABLES AND INTERFUND BALANCES**

**C.2 TRANSFERS**

Transfers made during the year were as follows:

Transfers Out:	Transfers In:									Total
	General	Debt Service	Capital Projects	Grants	NMG Funds <sup>(a)</sup>	Water and Sewer	Stormwater Utility	NME Funds <sup>(b)</sup>	IS Funds <sup>(c)</sup>	
General	\$ -	\$ -	\$139,658	\$ 978	\$ 14,712	\$ -	\$ -	\$ 660	\$ 8,100	\$164,108
Debt Service	-	-	-	-	-	-	-	2,980	-	2,980
Capital Projects	359	420	-	-	4,731	-	-	-	-	5,510
Grants	230	-	38,813	-	2	1	104	-	-	39,150
NMG Funds <sup>(a)</sup>	3,879	29,843	48,575	625	-	757	-	-	-	83,679
Water and Sewer	37,618	-	182	-	-	-	-	-	-	37,800
Stormwater Utility	5,383	-	-	8	-	1,562	-	-	-	6,953
NME Funds <sup>(b)</sup>	7,678	-	6	-	-	1,731	-	-	-	9,415
IS Funds <sup>(c)</sup>	247	-	1,249	-	-	-	-	-	-	1,496
<b>Total</b>	<b>\$ 55,394</b>	<b>\$ 30,263</b>	<b>\$228,483</b>	<b>\$ 1,611</b>	<b>\$ 19,445</b>	<b>\$ 4,051</b>	<b>\$ 104</b>	<b>\$ 3,640</b>	<b>\$ 8,100</b>	<b>\$351,091</b>

<sup>(a)</sup> NMG Funds - Nonmajor Governmental Funds

<sup>(b)</sup> NME Funds - Nonmajor Enterprise Funds

<sup>(c)</sup> IS Funds - Internal Service Funds

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 \$139,658,000 to the Capital Projects Fund, of which \$128,658,000 was for the capital improvement plan, \$4,500,000 was for vehicle and equipment replacement, and \$6,500,000 to support funding for the National Cowgirl Museum Hall of Fame Project.

The General Fund transferred \$14,712,000 to the Nonmajor Governmental Funds, of which \$3,325,000 was to the Culture and Tourism Fund for the purposes of operating the Fort Worth Convention Center, the Will Rogers Memorial Complex, and the Cowtown Coliseum, funding a contract with the Fort Worth Convention and Visitors Bureau. The Golf Fund received a subsidy in the amount of \$170,000 from the General Fund to assist with the operational costs. The Economic Incentives fund received \$5,036,000 for grants authorized by the Chapter 380, Texas Local Government Code. The Fort Worth Public Improvement Districts (PID) received \$1,243,000 and the Emergency Medical Fund received \$4,938,000 for funding the implementation of Emergency Medical Services (EMS) into the City.

The General Fund transferred \$8,100,000 to the Internal Service Funds for the purpose of establishing a reserve for unfunded property and liability claims/settlements.

**CITY OF FORT WORTH, TEXAS**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**SEPTEMBER 30, 2025**  
**(000's omitted in tables)**

**NOTE C: RECEIVABLES AND INTERFUND BALANCES**

**C.2 TRANSFERS (continued)**

The Grants Operating Federal Fund transferred \$38,813,000 of American Rescue Plan Act funds to the Grants Capital Projects Federal Fund for the purpose of funding capital projects at tourism venues postponed due to the COVID-19 pandemic, affordable housing projects and City infrastructure projects.

The Nonmajor Governmental Funds transferred \$3,879,000 to the General Fund, of which \$908,000 was from the Culture and Tourism Fund energy savings debt service, \$276,000 was from Fort Worth Public Improvement Districts Funds, \$1,950,000 was from Taxes Increment Reinvestment Zones Funds, and \$745,000 was from other Nonmajor Governmental funds.

The Nonmajor Governmental Funds transferred \$29,843,000 to the Debt Service Fund, of which \$27,705,000 was from the Culture and Tourism Fund, and \$2,138,000 was from Tax Increment Reinvestment Zone Funds.

The Nonmajor Governmental Funds transferred \$48,575,000 to the Capital Projects Fund, of which \$28,377,000 was made from the Crime Control and Prevention District Fund for construction commitments relating to facility renovation and maintenance, transportation maintenance, and community partnerships per the Capital Improvement Program. The Culture and Tourism Capital Projects Fund and Public Events Capital Fund received \$10,766,000 from Culture and Tourism Operating Funds for capital improvement. The Tax Increment Reinvestment Zones Funds transferred \$1,621,000 to the TIRZ General Capital Fund to pay for various projects. The EMS Operating Fund transferred \$2,820,000 for annual ambulance replacements. The Municipal Golf Fund transferred \$375,000 to fund current Golf capital projects. The Environmental Protection Fund transferred \$479,000 for hazard removal projects, DFW Rev Sharing fund transferred \$1,900,000, Special Purpose Fund transferred \$731,000 and the Library Funds transferred \$1,506,000 to close out projects.

The Water and Sewer Fund transferred \$37,618,000 to the General Fund, of which includes \$28,755,000 for Street Rental Fees, \$6,098,000 for Payment in Lieu of Taxes (PILOT), and \$2,765,000 for other operating expenses.

The Stormwater Utility Fund transferred \$5,383,000 to the General Fund, of which \$2,946,000 was for Street Rental Fees, \$1,199,000 was for PILOT, and \$1,238,000 was for the operating expenses. The Stormwater Utility Fund also transferred \$1,562,000 to the Water and Sewer Fund for billing services.

The Nonmajor Enterprise Funds transferred \$7,678,000 to the General Fund, of which the Solid Waste Fund transferred \$7,519,000 for Street Maintenance. The General Fund also received \$9,000 from the Municipal Parking Fund, \$60,000 for the Municipal Airport Fund for program services and \$90,000 for the Aviation Gas Lease. The Nonmajor Governmental Fund also transferred \$1,731,000 to the Water and Sewer Fund for billing services.

It is the City's policy to record interfund reimbursements that are in excess of the underlying expense/expenditure as a reduction to the originally booked expense/expenditure.

**CITY OF FORT WORTH, TEXAS**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**SEPTEMBER 30, 2025**  
**(000's omitted in tables)**

**NOTE D: FUND BALANCE/NET POSITION**

**D.1 UNRESTRICTED DEFICIT**

Risk Financing, an internal service fund, has an unrestricted deficit of \$(1,341,000) as of September 30, 2025. There was a decrease of \$1,663,000 in expenses/liabilities recorded at year end based on actuarial studies and the City's legal exposure. Self-Insurance Claim Payable increased by \$1,207,000 and Workers Compensation Claims Payable decreased by \$2,867,000 and Health claims decreased by \$620,000. The General Fund also transferred \$5,000,000 to help offset the deficit in the Risk Fund. Claims estimates will be closely monitored for changes to be included into future budget forecasts.

**D.2 FUND BALANCE**

The following table provides 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 (deficit) is also shown.

<b>Fund Balance Categories and Classifications</b>						
<b>Fund Balance</b>	<b>General</b>	<b>Debt Service</b>	<b>Capital Projects*</b>	<b>Grants</b>	<b>Nonmajor Governmental Funds**</b>	<b>Total Fund Balance</b>
<b>Nonspendable</b>						
Inventory	\$ 6,155		\$ -	\$ -	\$ 2,794	\$ 8,949
Prepays and Deposits	443	-	699	-	712	1,854
Lease Related	570	-	-	-	-	570
Total Nonspendable	7,168	-	699	-	3,506	11,373
<b>Restricted</b>						
Park Improvements	12,462	-	-	-	-	12,462
Crime Control and Prevention	-	-	-	-	47,228	47,228
Debt Service	-	102,045	-	-	-	102,045
Environmental Management	-	-	-	-	5,061	5,061
Community Facility Agreements	-	-	19,933	-	-	19,933
Multi Purpose Arena	-	-	55,750	-	-	55,750
Bond Program Projects	-	-	392,811	-	-	392,811
Transportation Impact Fees	-	-	86,281	-	-	86,281
Police Facility Renovation	-	-	2,792	-	-	2,792
Other	-	-	-	2,499	203,999	206,498
Total Restricted	12,462	102,045	557,567	2,499	256,288	930,861

(continued)

**CITY OF FORT WORTH, TEXAS**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**SEPTEMBER 30, 2025**  
**(000's omitted in tables)**

**NOTE D: FUND BALANCE/NET POSITION**

**D.2 FUND BALANCE (CONTINUED)**

Fund Balance	Fund Balance Categories and Classifications						Total Fund Balance
	General	Debt Service	Capital Projects*	Grants	Nonmajor Governmental Funds**		
<b>Committed</b>							
Public Events and Facilities	\$ 20,245	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 20,245
Park Improvements	4,617	-	-	-	-	-	4,617
Police Equipment & Vehicle	-	-	5,683	-	-	-	5,683
Community Facility Agreements	-	-	842	-	-	-	842
Community Parks Projects	-	-	9,275	-	-	-	9,275
Fort Worth Public Art	-	-	3,014	-	-	-	3,014
Fire Station/Equipment & Vehicle Replacement	-	-	23,612	-	-	-	23,612
WRMC	-	-	26,907	-	-	-	26,907
Multi Purpose Arena	-	-	25,711	-	-	-	25,711
Vehicle Replacement	-	-	10,346	-	-	-	10,346
IT-Software / CPU Refresh	-	-	7,606	-	-	-	7,606
Traffic System	-	-	9,773	-	-	-	9,773
Street Improvements	-	-	67,844	-	-	-	67,844
New City Hall	-	-	5,165	-	-	-	5,165
Police Facility Renovation	-	-	28,334	-	-	-	28,334
Community Development	-	-	65,961	-	-	-	65,961
Emergency Medical Services	-	-	-	-	25,387	-	25,387
State Sales Tax Agreement	3,000	-	-	-	4,666	-	7,666
Juneteenth Museum	15,000	-	-	-	-	-	15,000
Other	524	-	96,033	5,264	15,540	-	117,361
<b>Total Committed</b>	<b>43,386</b>	<b>-</b>	<b>386,106</b>	<b>5,264</b>	<b>45,593</b>	<b>-</b>	<b>480,349</b>
<b>Assigned</b>							
Culture and Tourism	-	-	-	-	39,712	-	39,712
Police Equipment & Vehicle Replacement	-	-	380	-	-	-	380
Community Park Projects	-	-	63,707	-	870	-	64,577
Fire Station/Equipment & Vehicle Replacement	-	-	225	-	-	-	225
Multi Purpose Arena	-	-	2,068	-	-	-	2,068
Street Improvements	-	-	1,350	-	-	-	1,350
Capital Project Shortfalls	23,152	-	-	-	-	-	23,152
City Hall Renovations	2,000	-	-	-	-	-	2,000
Group Health Insurance Fund	3,100	-	-	-	-	-	3,100
Library/Community Art	1,000	-	-	-	-	-	1,000
Community Development	-	-	1,596	-	-	-	1,596
Emergency Medical Services	-	-	-	-	1,937	-	1,937
Other	3,000	-	50,052	32	51,126	-	104,210
<b>Total Assigned</b>	<b>32,252</b>	<b>-</b>	<b>119,378</b>	<b>32</b>	<b>93,645</b>	<b>-</b>	<b>245,307</b>
Unassigned	249,352	-	-	-	(17,185)	-	232,167
<b>Total Fund Balance</b>	<b>\$ 344,620</b>	<b>\$ 102,045</b>	<b>\$ 1,063,750</b>	<b>\$ 7,795</b>	<b>\$ 381,847</b>	<b>\$ -</b>	<b>\$ 1,900,057</b>

(concluded)

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

\*\*The Other category and classification for the Nonmajor Governmental Funds for restricted, committed, and assigned fund balance consists of smaller projects and activities at the end of the fiscal year.

**CITY OF FORT WORTH, TEXAS**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**SEPTEMBER 30, 2025**  
**(000's omitted in tables)**

**NOTE D: FUND BALANCE/NET POSITION**

**D.2 FUND BALANCE (CONTINUED)**

As of September 30, 2025, the City committed \$15,000,000 towards the Juneteenth Museum project, \$519,000 to the Property Management departments, and \$5,000 to the City Auditor for contractual obligations. In addition, the City has assigned \$32,252,000 of which \$23,152,000 will go towards capital project shortfalls. \$2,000,000 will go towards the City Hall Renovations, \$3,100,000 will go towards the Group Health Insurance Fund deficit, \$3,000,000 to NET Force/FIFA/Hazel Harvey Peace, and \$1,000,000 for Library/ Community Art.

Fort Worth Housing Finance Corporation, a Nonmajor Special Revenue fund, has a fund deficit of \$(15,788,000) as of September 30, 2025. This is due to unearned revenue from its ground lease agreements which were required to be reported as deferred inflow in the special revenue fund balance sheet pursuant to the requirements of GASB 87 and will recover through time.

**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:

	<b>Water and Sewer</b>	<b>Stormwater Utility</b>	<b>Nonmajor Enterprise Funds</b>	<b>Internal Service Funds</b>	<b>Total</b>
<b>Debt Service:</b>					
Cash and Cash Equivalents	\$ 97,824	\$ 13,312	\$ 3,325	\$ –	\$ 114,461
Cash and Cash Equivalents Held by Trustees	8,892	–	–	–	8,892
Interest Receivable	48	11	1	–	60
	<u>106,764</u>	<u>13,323</u>	<u>3,326</u>	<u>–</u>	<u>123,413</u>
<b>Capital Improvements:</b>					
Cash and Cash Equivalents	971,468	131,425	57,303	2,053	1,162,249
Cash and Cash Equivalents Held by Trustees	139,938	–	–	–	139,938
Grants and Other Receivables	1,101	3,145	206	–	4,452
Interest Receivable	14	–	2	–	16
	<u>1,112,521</u>	<u>134,570</u>	<u>57,511</u>	<u>2,053</u>	<u>1,306,655</u>
<b>Other Restrictions:</b>					
Cash and Cash Equivalents	36,124	–	13,782	991	50,897
Cash and Cash Equivalents Held by Trustees	5,831	–	66,030	–	71,861
Grants and Other Receivables	2	–	2,905	–	2,907
Interest Receivable	18	–	248	–	266
	<u>41,975</u>	<u>–</u>	<u>82,965</u>	<u>991</u>	<u>125,931</u>
Total	<u>\$ 1,261,260</u>	<u>\$ 147,893</u>	<u>\$ 143,802</u>	<u>\$ 3,044</u>	<u>\$ 1,555,999</u>

**CITY OF FORT WORTH, TEXAS**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**SEPTEMBER 30, 2025**  
**(000's omitted in tables)**

**NOTE F: CAPITAL, LEASE AND SBITA ASSETS**

Capital, Lease and SBITA assets activity for Governmental Activities for the year ended September 30, 2025, was as follows:

	<b>Balance at October 1, 2024</b>	<b>Increases</b>	<b>Decreases</b>	<b>CIP Placed In Service</b>	<b>Balance at September 30, 2025</b>
<b>Governmental Activities</b>					
<b>Capital Assets, Not Being Depreciated:</b>					
Land/Right of Way	\$ 385,491	\$ 30,426	\$ (504)	\$ –	\$ 415,413
Construction in Progress	453,545	359,370	(6,999)	(109,500)	696,416
Intangibles	30,835	22	–	878	31,735
Total Capital Assets, Not Being Depreciated	<u>869,871</u>	<u>389,818</u>	<u>(7,503)</u>	<u>(108,622)</u>	<u>1,143,564</u>
<b>Capital, Lease and SBITA Assets, Being Depreciated/ Amortized:</b>					
Buildings	1,197,012	23,947	–	3,051	1,224,010
Vehicles, Machinery and Equipment	295,766	37,496	(5,374)	2,385	330,273
Infrastructure	4,720,281	232,540	–	103,131	5,055,952
Intangibles	50,561	–	(462)	55	50,154
Right-to-Use Lease Assets:					
Buildings	11,629	1,304	–	–	12,933
Machinery and Equipment	389	–	(389)	–	–
Right-to-Use SBITA Assets	17,973	7,190	(4,276)	–	20,887
Total Capital, Lease and SBITA Assets, Being Depreciated/ Amortized	<u>6,293,611</u>	<u>302,477</u>	<u>(10,501)</u>	<u>108,622</u>	<u>6,694,209</u>
<b>Less Accumulated Depreciation/Amortization for:</b>					
Buildings	380,148	32,753	12	–	412,913
Vehicles, Machinery and Equipment	167,992	22,134	(4,624)	–	185,502
Infrastructure	2,656,993	121,762	–	–	2,778,755
Intangibles	44,091	2,821	(28)	–	46,884
Right-to-Use Lease Assets:					
Buildings	3,456	1,650	–	–	5,106
Machinery and Equipment	300	89	(389)	–	–
Right-to-Use SBITA Assets	7,098	4,218	(3,915)	–	7,401
Total Accumulated Depreciation/Amortization	<u>3,260,078</u>	<u>185,427</u>	<u>(8,944)</u>	<u>–</u>	<u>3,436,561</u>
Total Capital, Lease and SBITA Assets, Being Depreciated/ Amortized, Net	<u>3,033,533</u>	<u>117,050</u>	<u>(1,557)</u>	<u>108,622</u>	<u>3,257,648</u>
<b>Governmental Activities Capital, Lease and SBITA Assets, Net</b>	<u><u>\$ 3,903,404</u></u>	<u><u>\$ 506,868</u></u>	<u><u>\$ (9,060)</u></u>	<u><u>\$ –</u></u>	<u><u>\$ 4,401,212</u></u>

**CITY OF FORT WORTH, TEXAS**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**SEPTEMBER 30, 2025**  
**(000's omitted in tables)**

**NOTE F: CAPITAL, LEASE AND SBITA ASSETS**

Capital, Lease and SBITA assets activity for Business-Type Activities for the year ended September 30, 2025, was as follows:

	<b>Balance at October 1, 2024</b>	<b>Increases</b>	<b>Decreases</b>	<b>CIP Placed In Service</b>	<b>Balance at September 30, 2025</b>
<b>Business-Type Activities</b>					
<b>Capital Assets, Not Being Depreciated:</b>					
Land/Right of Way	\$ 225,451	\$ 11,702	\$ (12,549)	\$ –	\$ 224,604
Construction in Progress	731,477	365,322	(4,474)	(185,326)	906,999
Intangibles	1,525	–	–	–	1,525
Total Capital Assets, Not Being Depreciated	<u>958,453</u>	<u>377,024</u>	<u>(17,023)</u>	<u>(185,326)</u>	<u>1,133,128</u>
<b>Capital, Lease and SBITA Assets, Being Depreciated/ Amortized:</b>					
<b>Buildings</b>					
Buildings	179,054	194	(862)	–	178,386
Vehicles, Machinery and Equipment	393,818	18,667	(8,694)	–	403,791
Infrastructure	4,996,550	142,957	(27,491)	185,326	5,297,342
Intangibles	677	–	–	–	677
<b>Right-to-Use Lease Assets:</b>					
Buildings	1,662	–	–	–	1,662
Right-to-Use SBITA Assets	2,508	487	(1,202)	–	1,793
Total Capital, Lease and SBITA Assets, Being Depreciated/ Amortized	<u>5,574,269</u>	<u>162,305</u>	<u>(38,249)</u>	<u>185,326</u>	<u>5,883,651</u>
<b>Less Accumulated Depreciation/Amortization for:</b>					
<b>Buildings</b>					
Buildings	93,673	3,075	(29)	–	96,719
Vehicles, Machinery and Equipment	313,051	11,789	(3,734)	–	321,106
Infrastructure	1,691,346	106,577	(519)	–	1,797,404
Intangibles	452	68	–	–	520
<b>Right-to-Use Lease Assets:</b>					
Buildings	760	261	–	–	1,021
Right-to-Use SBITA Assets	1,045	658	(961)	–	742
Total Accumulated Depreciation and Amortization	<u>2,100,327</u>	<u>122,428</u>	<u>(5,243)</u>	<u>–</u>	<u>2,217,512</u>
Total Capital, Lease and SBITA Assets, Being Depreciated/ Amortized, Net	<u>3,473,942</u>	<u>39,877</u>	<u>(33,006)</u>	<u>185,326</u>	<u>3,666,139</u>
<b>Business-Type Activities Capital, Lease and SBITA Assets, Net</b>	<u>\$ 4,432,395</u>	<u>\$ 416,901</u>	<u>\$ (50,029)</u>	<u>\$ –</u>	<u>\$ 4,799,267</u>

**CITY OF FORT WORTH, TEXAS**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**SEPTEMBER 30, 2025**  
**(000's omitted in tables)**

**NOTE F: CAPITAL, LEASE AND SBITA ASSETS**

Depreciation and amortization expense was charged as follows for the year ended September 30, 2025:

	<b>Depreciation and Amortization Expense</b>
<b>Governmental Activities</b>	
General Government	\$ 22,558
Public Safety	15,031
Highways and Streets	109,663
Culture and Recreation	36,480
Urban Redevelopment and Housing	1,695
Total Governmental Depreciation and Amortization	<u>185,427</u>
<b>Major Business-Type Activities</b>	
Water and Sewer	95,820
Stormwater Utility	11,395
<b>Nonmajor Business-Type Activities</b>	
Municipal Airports	12,392
Municipal Parking	1,827
Solid Waste	994
Total Business-Type Depreciation and Amortization	<u>122,428</u>
<b>Total Depreciation and Amortization Expense</b>	<u><u>\$ 307,855</u></u>

The governmental activities depreciation and amortization expense above includes \$7,455,000 of depreciation expense from the Internal Service Funds.

**CITY OF FORT WORTH, TEXAS**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**SEPTEMBER 30, 2025**  
**(000's omitted in tables)**

**NOTE G: LONG-TERM 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, 2025:

	Balance at October 1, 2024	Increases	Decreases	Balance at September 30, 2025	Due Within One Year
<b>Governmental Activities:</b>					
General Obligation Bonds	\$ 833,377	\$ 106,160	\$ 112,647	\$ 826,890	\$ 120,605
Certificates of Obligation	109,375	-	8,085	101,290	4,160
Special Tax Revenue Debt	271,750	147,175	81,605	337,320	7,205
Tax Notes	109,235	60,070	23,570	145,735	22,235
State Obligation - City	11,532	-	1,500	10,032	1,500
State Obligation - CCPD	5,364	-	698	4,666	698
TRWD Obligation	223,669	33,091	7,529	249,231	-
ESPC Phase VII	3,814	-	1,880	1,934	1,934
Research and Innovation Local Government Corp	-	17,435	-	17,435	-
Net Unamortized Bond Premium/ Discount	63,259	14,000	19,185	58,074	-
Lease Revenue Bonds	25,295	-	440	24,855	495
Leases	8,616	1,303	1,526	8,393	1,737
SBITA	10,335	7,190	4,535	12,990	3,721
Compensated Absences	160,348	83,182	33,198	210,332	33,713
Arbitrage	9,987	3,733	-	13,720	-
Pollution Remediation Liability	1,988	-	459	1,529	-
Risk Management Estimated Claims Payable	49,888	3,818	-	53,706	-
Net OPEB Liability	386,258	-	49,774	336,484	-
Net Pension Liability	2,168,610	-	173,447	1,995,163	-
Total Governmental Activities	<u>4,452,700</u>	<u>477,157</u>	<u>520,078</u>	<u>4,409,779</u>	<u>198,003</u>
<b>Business-Type Activities:</b>					
Water and Sewer - Revenue Bonds	1,290,532	304,435	66,112	1,528,855	67,090
Stormwater Utility - Revenue Bonds	171,455	-	6,540	164,915	6,865
Municipal Parking - General Obligation Bonds	22,330	-	2,050	20,280	2,150
Solid Waste - General Obligation Bonds	410	-	410	-	-
Net Unamortized Bond Premium/ Discount	54,424	6,677	10,958	50,143	-
TWDB Loan Forgiveness	-	4,000	-	4,000	-
Leases	883	-	271	612	279
SBITA	1,290	487	928	849	418
Compensated Absences	14,327	6,018	4,964	15,381	5,010
Arbitrage	11,086	4,951	-	16,037	-
Landfill Closure and Postclosure Liability	17,168	1,289	-	18,457	-
Net OPEB Liability	56,946	-	6,853	50,093	-
Net Pension Liability	330,219	-	24,729	305,490	-
Total Business-Type Activities	<u>1,971,070</u>	<u>327,857</u>	<u>123,815</u>	<u>2,175,112</u>	<u>81,812</u>
<b>Total Long-Term Liabilities</b>	<u>\$ 6,423,770</u>	<u>\$ 805,014</u>	<u>\$ 643,893</u>	<u>\$ 6,584,891</u>	<u>\$ 279,815</u>

**CITY OF FORT WORTH, TEXAS**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**SEPTEMBER 30, 2025**  
**(000's omitted in tables)**

**NOTE G: LONG-TERM OBLIGATIONS**

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

Governmental Activities long-term debt obligations and other liabilities are summarized as follows:						
	<b>Interest Rate %</b>	<b>Year of Issue</b>	<b>Year of Maturity</b>	<b>Original Amount</b>	<b>Amount Outstanding</b>	
General Obligation Bonds:						
Series 2015A Refunding	3.25-5.0	2015	2035	127,725	33,050	
Series 2016 Refunding	3.0-5.0	2016	2036	130,500	61,290	
Series 2018	3.0-5.0	2018	2038	62,220	29,225	
Series 2019	3.0-5.0	2019	2039	106,595	63,290	
Series 2020 Refunding	2.0-5.0	2020	2040	151,390	80,730	
Series 2021A Refunding	2.0-5.0	2021	2041	152,105	103,660	
Series 2021B Refunding	2.0-5.0	2021	2041	26,175	20,795	
Series 2022A Refunding	4.0-5.0	2022	2042	130,770	85,540	
Series 2022B Refunding	4,000.0	2022	2031	21,340	10,825	
Series 2023	4.0-5.0	2023	2043	154,325	128,305	
Series 2024	4.0-5.0	2024	2044	153,535	104,020	
Series 2025	5.0-5.0	2025	2045	106,160	106,160	
Total General Obligation Bonds					826,890	
Certificates of Obligation:						
Series 2012	3.0-5.0	2012	2032	85,790	8,500	
Series 2021	3.0-4.375	2021	2033	16,100	12,075	
Series 2023	4.0-5.0	2023	2043	85,085	80,715	
Total Certificates of Obligation					101,290	
Special Tax Revenue Debt:						
Series 2017B	1.719-4.238	2017	2047	140,710	122,715	
Series 2023A	5.0-5.25	2024	2053	29,085	28,160	
Series 2023B	5.503-6.618	2024	2044	40,385	39,270	
Series 2025	5.0-5.50	2025	2055	83,055	83,055	
Series 2025	5.0-5.50	2025	2055	64,120	64,120	
Total Special Tax Revenue Debt					337,320	
Tax Notes:						
Series 2019	3.0-5.0	2019	2026	8,565	1,420	
Series 2020	4.0-5.0	2020	2027	25,115	8,055	
Series 2021C	5.0	2021	2028	14,620	6,940	
Series 2022	1.73	2022	2029	72,185	42,315	
Series 2023	5.0	2023	2030	16,955	12,845	
Series 2024	4.0-5.0	2024	2031	16,055	14,090	
Series 2025	5.0	2025	2032	60,070	60,070	
Total Tax Notes					145,735	

(continued)

**CITY OF FORT WORTH, TEXAS**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**SEPTEMBER 30, 2025**  
**(000's omitted in tables)**

**NOTE G: LONG-TERM OBLIGATIONS**

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

Governmental Activities long-term debt obligations and other liabilities are summarized as follows:					
	<b>Interest Rate %</b>	<b>Year of Issue</b>	<b>Year of Maturity</b>	<b>Original Amount</b>	<b>Amount Outstanding</b>
State Obligation - City					
State Obligation - City	0.0	2014	2031	9,307	3,141
State Obligation - City	0.0	2021	2033	12,414	6,891
Total State Obligation - City					<u>10,032</u>
State Obligation - CCPD					
State Obligation - CCPD	0.0	2014	2031	3,616	1,220
State Obligation - CCPD	0.0	2021	2033	6,207	3,446
Total State Obligation - CCPD					<u>4,666</u>
TRWD Obligation	0.0	2010	2031	190,857	249,231
ESPC Phase VII	2.236	2013	2026	18,443	1,934
Research and Innovation Local Government Corp	3.21	2025	2027	17,435	17,435
Net Unamortized Bond Premium/ Discount	N/A	N/A	N/A	–	58,074
Lease Revenue Bonds	5.976-6.708	2024	2043	25,295	24,855
Leases	2.01-4.46	2022	2034	–	8,393
SBITA	3.39-4.23	2023	2030	–	12,990
Compensated Absences	N/A	N/A	N/A	–	210,332
Arbitrage	N/A	N/A	N/A	–	13,720
Pollution Remediation Liability	N/A	N/A	N/A	–	1,529
Risk Management Estimated Claims Payable	N/A	N/A	N/A	–	53,706
Net OPEB Liability	N/A	N/A	N/A	–	336,484
Net Pension Liability	N/A	N/A	N/A	–	1,995,163
Total Governmental Activities Long-Term Debt Obligations and Other Liabilities					<u>\$ 4,409,779</u>

(concluded)

The Debt Service Fund has been used to liquidate the General Obligation Bonds, Certificates of Obligation, Special Tax Revenue Debt, and Tax Notes. The General Fund and the Special Revenue Funds have been used to liquidate all other governmental activities' long-term debt.

**CITY OF FORT WORTH, TEXAS**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**SEPTEMBER 30, 2025**  
**(000's omitted in tables)**

**NOTE G: LONG-TERM OBLIGATIONS**

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

Business-Type long-term debt obligations and other liabilities are summarized as follows:						
	Interest Rate %	Year of Issue	Year of Maturity	Original Amount	Amount Outstanding	
Water and Sewer:						
Revenue Bonds:						
Series 2009 TWDB*	0.0	2009	2030	\$ 16,265	\$ 3,955	
Series 2015 Revenue (Clean Water SRF) TWDB*	0.0-2.04	2015	2035	39,000	20,475	
Series 2015A Refunding	3.125-5.0	2015	2035	126,615	51,540	
Series 2015B Refunding TWDB*	0.19-2.20	2016	2030	13,000	4,705	
Series 2016 Refunding	2.0-5.0	2016	2046	75,890	38,445	
Series 2017 Revenue (Clean Water SRF) TWDB*	0.0-1.7	2017	2047	16,045	12,240	
Series 2017A Refunding	3.125-5.0	2017	2047	111,600	79,265	
Series 2017B Revenue TWDB*	0.58-2.05	2018	2032	63,000	31,025	
Series 2018	3.25-5.0	2018	2048	47,475	41,460	
Series 2019	3.0-5.0	2019	2049	93,340	83,345	
Series 2020 TWDB*	0.0-0.54	2020	2040	62,725	47,150	
Series 2020A Refunding	2.0-5.0	2020	2050	167,800	114,370	
Series 2021 Refunding	2.0-5.0	2021	2051	154,720	114,270	
Series 2022	4.0-5.0	2022	2052	145,740	139,340	
Series 2023	4.0-5.0	2023	2053	173,470	169,255	
Series 2023A Refunding	5.0-7.0	2024	2054	77,805	71,890	
Series 2024	4.0-5.0	2024	2054	148,305	147,050	
Series 2024B	1.73-2.86	2024	2054	59,000	57,440	
Series 2024C	2.06-3.82	2024	2054	125,000	122,200	
Series 2025	5.0-5.0	2025	2055	179,435	179,435	
Total Water and Sewer					<u>1,528,855</u>	
Stormwater Utility:						
Revenue Bonds:						
Series 2016 Refunding	2.0-5.0	2016	2033	17,505	10,095	
Series 2019 Refunding	3.0-5.0	2019	2035	31,015	22,185	
Series 2020 Refunding	2.0-5.0	2021	2045	103,210	91,220	
Series 2023 Refunding	4.0-6.0	2023	2053	42,530	41,415	
Total Stormwater Utility					<u>164,915</u>	
Municipal Parking:						
General Obligation Bonds:						
Series 2016 Refunding	4.0-5.0	2016	2033	34,445	20,280	
Total Municipal Parking					<u>20,280</u>	
Solid Waste:						
General Obligation, Series 2015 Refunding	2.33	2015	2025	4,465	—	
Net Unamortized Bond Premium/Discount	N/A	N/A	N/A	—	50,143	
TWDB Loan Forgiveness #LF1001907	N/A	2025	?	1,855	1,855	
TWDB Loan Forgiveness #LF1002136	N/A	2025	?	2,145	2,145	
Leases	2.01-4.23	2022	2033	—	612	
SBITA	3.39-4.23	2023	2028	—	849	
Compensated Absences	N/A	N/A	N/A	—	15,381	
Arbitrage	N/A	N/A	N/A	—	16,037	
Landfill Closure and Postclosure Liability	N/A	N/A	N/A	—	18,457	
Net OPEB Liability	N/A	N/A	N/A	—	50,093	
Net Pension Liability	N/A	N/A	N/A	—	305,490	
Total Business-Type Long-Term Debt Obligation and Other Liabilities					<u>\$ 2,175,112</u>	

\*Texas Water Development Board

**CITY OF FORT WORTH, TEXAS**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**SEPTEMBER 30, 2025**  
**(000's omitted in tables)**

**NOTE G: LONG-TERM OBLIGATIONS**

**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 either secured solely by ad valorem taxes, secured partially by ad valorem taxes and partially by specific revenue streams or solely by specific revenue streams.

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 outstanding principal, whichever is greater. As of September 30, 2025, the Debt Service Fund held \$101,963,000 of cash and investments to service General Obligation Bonds/Certificates of Obligation and for Special Tax Revenue Debt, respectively, for governmental activities.

On October 25, 2024 the City of Fort Worth issued Research and Innovation Local Government Corporation Contract Revenue Bonds, Series 2024 in the amount of \$17,435,000 to fund the design and pre-construction costs of the Texas A&M Fort Worth Research and Innovation Building (RIB) and associated parking infrastructure. The bonds will mature on November 11th of each year from 2024 to 2027 in installments ranging from \$31,092 to \$17,714,831. Interest is payable on November 15th and May 15th at a fixed interest rate of 3.21 percent.

On August 21, 2025 the City of Fort Worth issued Texas General Purpose Bonds, Series 2025 in the amount of \$106,160,000 for the purpose of funding projects within the 2022 bond program, and paying the costs of issuance for the bonds. The bonds will mature on March 1st of each year from 2026 to 2045 in installments ranging from \$2,595,000 to \$56,900,000. Interest is payable on March 1st and September 1st at a fixed interest rate of 5.00 percent.

On August 21, 2025, the City issued \$60,070,000 of Tax Notes, Series 2025 for the construction of public works and the purchase of materials, supplies, equipment, machinery, buildings, lands, and rights-of-way. These notes will mature beginning March 1 of each year from 2026 to 2032 in installments ranging from \$2,720,000 to \$45,000,000. Interest is payable on March 1 and September 1 of each year commencing March 2026, at a fixed interest rate of 5.00 percent.

On July 9, 2025, the City issued Texas Special Tax Revenue Bonds, Multipurpose Arena Venue Project Taxable Series 2025 in the amount of \$83,055,000 for the purpose of refunding outstanding debt, paying costs paid or incurred in furniture, fixtures, and equipment, as an Adjacent Support Facilities Project as part of the Venue Project, and paying the costs of issuance for the bond. The bonds will mature on March 1 of each year from 2026 to 2055 in installments ranging from \$480,000 to \$6,270,000. Interest is payable on March 1 and September 1 of each year commencing March 2026 with interest rates ranging from 5.00 to 5.50 percent.

On July 9, 2025, the City issued Texas Special Tax Revenue Bonds, Convention Center Venue Project Taxable Series 2025 in the amount of \$64,120,000 for the purpose of paying costs as part of the planning, acquisition, establishment, development, construction, and renovation of the CC Venue Project and paying the costs of issuance for the bond. The bonds will mature on March 1 of each year from 2026 to 2055 in installments ranging from \$470,000 to \$4,150,000. Interest is payable on March 1 and September 1 of each year commencing March 2026 with interest rates ranging from 5.00 to 5.50 percent.

On July 9, 2025, the City had a defeasance of Texas Special Tax Revenue Bonds Series 2017A in the amount of \$74,580,000. The City utilized funds from Texas Special Tax Revenue Bonds, Multipurpose Arena Venue Project Taxable Series 2025. The defeasance resulted in an economic gain of \$4,080,000 and a book gain of \$4,427,000. At September 30, 2025 \$0 remains outstanding.

**CITY OF FORT WORTH, TEXAS**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**SEPTEMBER 30, 2025**  
**(000's omitted in tables)**

**NOTE G: LONG-TERM OBLIGATIONS**

**G.2 GOVERNMENTAL ACTIVITIES' DEBT (CONTINUED)**

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. This agreement stipulates that the City's total liability is capped at \$570,000,000. During FY2025, TIRZ #9 made repayments of \$7,529,000, and borrowed an additional \$33,091,000 from TRWD. As of September 30, 2025, \$249,232,000 remains outstanding.

The City is responsible for environmental cleanup of hazardous substances, such as asbestos remediation on City-owned buildings funded by the Environmental Protection Capital Project Fund. The City is required to report the estimated liability for pollution remediation activities in accordance with GAAP. As of September 30, 2025, the City's liability was \$1,529,000 for the Environmental Protection Capital Project 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 is based on the assumption that there will be no significant additional cost for providing these cleanup services. These estimates are subject to changes as a result of price increases, changes in technology, and new laws and regulations.

As of September 30, 2025, the following bonds were authorized but not issued:

<b>General Obligation Bonds</b>	<b>Date Authorized</b>	<b>Amount Authorized</b>	<b>Amount Unissued</b>
2022 Bond Program Total	5/7/2022	\$ 560,000	\$ 204,210
Total		<u>\$ 560,000</u>	<u>\$ 204,210</u>

**G.3 COMMERCIAL PAPER PROGRAM**

On December 5, 2017, the City authorized the ordinance and related agreements allowing the implementation of a replacement liquidity program offered through J.P. Morgan Securities LLC. In conjunction with the execution of the commercial paper (CP) program, a supplement ordinance authorized Water and Sewer System CP Notes with a maximum aggregate principal amount of \$150,000,000. The callable CP may be issued without the need for bank liquidity support and is structured in a manner that upon initial issuance, the callable CP will have an original call date between three and 120 business days. As is customary for commercial paper products, the maturity date will not be greater than 270 days from the date of issuance. The current intent is to utilize the CP program as appropriation authority only. On February 25, 2025, the City authorized an extended and expanded callable commercial paper program for the Water Department with a final issuance date no later than February 25, 2055, in an aggregate outstanding principal amount not to exceed \$700,000,000 at any one time.

**CITY OF FORT WORTH, TEXAS**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**SEPTEMBER 30, 2025**  
**(000's omitted in tables)**

**NOTE G: LONG-TERM OBLIGATIONS**

**G.3 COMMERCIAL PAPER PROGRAM (CONTINUED)**

On August 23, 2022, the City authorized the ordinance implementing a 20-year extendable commercial paper (ECP) program with Loop Capital Markets LLC, in an aggregate outstanding principal amount not to exceed \$300,000,000, as a liquidity and appropriation facility for the implementation of City general obligation debt projects. The ECP may be issued without the need for bank liquidity support and is structured in a manner that upon initial issuance, the ECP will have a maturity date not to exceed 270 days, including any extensions. Under this structure, if the City were to issue commercial paper and its maturity date were approaching, the City would have several options at the stated maturity date: a) to replace the ECP with new ECP notes similarly structured or b) to issue long-term debt. The extendable feature would be used in the instance that the dealer cannot successfully remarket the ECP on a stated maturity date. If that happens, the ECP notes will begin to accrue interest at a penalty rate until the extended maturity date. At the extended maturity date, the City may attempt another remarketing of the ECP or issue long-term debt to refund the ECP notes. The current intent is to utilize the ECP program as appropriation authority only.

On June 27, 2023, the City authorized the ordinance implementing a 20-year extendable commercial paper (ECP) program with JP Morgan Securities LLC in an aggregate outstanding principal amount not to exceed \$100,000,000 as a liquidity and appropriation facility for the implementation of Stormwater capital projects. The ECP may be issued without the need for bank liquidity support and is structured in a manner that upon initial issuance, the ECP will have a maturity date not to exceed 270 days, including any extensions. Under this structure, if the City were to issue commercial paper and its maturity date were approaching, the City would have several options at the stated maturity date: a) to replace the ECP with new ECP notes similarly structured or b) to issue long-term debt. The extendable feature would be used in the instance that the dealer cannot successfully remarket the ECP on a stated maturity date. If that happens, the ECP notes will begin to accrue interest at a penalty rate until the extended maturity date. At the extended maturity date, the City may attempt another remarketing of the ECP or issue long-term debt to refund the ECP notes.

**G.4 ENTERPRISE FUND DEBT**

Water and Sewer Revenue Bonds and Stormwater Utility 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 and General Obligation Bonds are recorded in the Municipal Parking Fund and 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, Stormwater Utility Fund, Municipal Parking Fund, and Solid Waste Fund. Accordingly, the debt is reflected in a fund obligation.

In accordance with the revenue bond ordinances, a reserve for debt service is maintained. As of September 30, 2025, \$117,619,495 of cash and investments was available for principal and interest payments on all Enterprise Fund debt.

On November 15, 2024 the City issued Water and Sewer System Revenue Bonds, Series 2024C State Water Implementation Fund for Texas (SWIFT) in the amount of \$125,000,000 to expand the the Eagle Mountain Water Treatment Plant in support of the growing population. The bonds will mature on February 15th of each year from 2025 to 2054 in installments ranging from \$5,695,199 to \$6,784,875. Interest is payable on February 15th and August 15th commencing February 2025 at interest rates ranging from 2.09 to 3.82 percent.

On July 2, 2025 the City issued Water and Sewer System Revenue Bonds, Series 2025 State Water Implementation Fund for Texas (SWIFT) in the amount of \$179,435,000 to fund system improvements and cover the costs of issuing those bonds. The bonds will mature on February 15th of each year from 2026 to 2055 in installments ranging from \$11,330,000 to \$1,615,000. Interest is payable on February 15th and August 15th commencing February 2025 at a fixed interest rate of 5.00 percent.

**CITY OF FORT WORTH, TEXAS**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**SEPTEMBER 30, 2025**  
**(000's omitted in tables)**

**NOTE G: LONG-TERM OBLIGATIONS**

**G.4 ENTERPRISE FUND DEBT (CONTINUED)**

On September 22, 2025 the City entered into a principal forgiveness agreement with the Texas Water Development Board in the amount of \$4,000,000 to fund flood infrastructure improvements. As of September 30, 2025 the city has a remaining balance of \$4,000,000.

Net revenues of some of the City's Enterprise Funds - defined as operating income (loss), plus investment income under nonoperating revenues (expenses) 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.

As of September 30, 2025, net pledged revenue by fund was as follows:

<b>Fund</b>	<b>2025 Net Pledged Revenues</b>	<b>2025 Debt Service</b>	<b>Purpose of Debt</b>
Water and Sewer Fund	\$ 280,371	\$ 116,860	<i>Extending and improving water and sewer system</i>
Stormwater Utility Fund	46,726	12,119	<i>Improvements to storm drains, roadways, and erosion protection</i>
Municipal Parking Fund	2,121	2,980	<i>Construction of City-owned parking garages</i>
Solid Waste Fund	20,305	415	<i>Improvements to the eastside landfill</i>
Total	<u>\$ 349,523</u>	<u>\$ 132,374</u>	

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 stormwater, municipal parking, and solid waste net revenues to repay long-term bonded debt. The City reports the net revenues in major and nonmajor enterprise funds.

**G.5 ANNUAL REQUIREMENTS TO AMORTIZE BONDED AND CONTRACTUAL DEBT OBLIGATIONS**

The annual requirements to amortize all Governmental Activities bonded and contractual debt outstanding as of September 30, 2025, is as follows:

Governmental Activities:									
<b>Year Ending September 30,</b>	<b>General Obligation Bonds</b>		<b>Certificates of Obligation</b>		<b>Special Tax Revenue Debt</b>		<b>Tax Notes</b>		
	<b>Principal</b>	<b>Interest</b>	<b>Principal</b>	<b>Interest</b>	<b>Principal</b>	<b>Interest</b>	<b>Principal</b>	<b>Interest</b>	
2026	\$ 120,605	\$ 31,916	\$ 4,160	\$ 4,466	\$ 7,205	\$ 17,436	\$ 22,235	\$ 5,599	
2027	63,525	27,248	4,365	4,267	8,625	16,010	66,535	3,636	
2028	54,870	24,418	4,565	4,059	9,010	15,625	20,660	1,802	
2029	48,665	22,049	8,895	3,779	9,420	15,218	18,810	1,168	
2030	49,840	19,894	9,120	3,427	9,850	14,785	8,360	666	
2031-2035	227,640	70,686	25,480	13,176	56,700	66,479	9,135	395	
2036-2040	188,245	31,283	25,985	7,122	71,190	51,368	-	-	
2041-2045	73,500	5,187	18,720	1,143	77,830	32,367	-	-	
2046-2050	-	-	-	-	51,290	15,807	-	-	
2051-2055	-	-	-	-	36,200	4,259	-	-	
	<u>\$ 826,890</u>	<u>\$ 232,681</u>	<u>\$ 101,290</u>	<u>\$ 41,439</u>	<u>\$ 337,320</u>	<u>\$ 249,354</u>	<u>\$ 145,735</u>	<u>\$ 13,266</u>	

**CITY OF FORT WORTH, TEXAS**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**SEPTEMBER 30, 2025**  
**(000's omitted in tables)**

**NOTE G: LONG-TERM OBLIGATIONS**

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

Governmental Activities: (continued)				
Year Ending September 30,	State Obligation - City		State Obligation - CCPD	
	Principal	Interest	Principal	Interest
2026	\$ 1,500	\$ -	\$ 698	\$ -
2027	1,500	-	698	-
2028	1,500	-	698	-
2029	1,500	-	698	-
2030	1,500	-	698	-
2031-2035	2,533	-	1,176	-
2036-2040	-	-	-	-
	<u>\$ 10,033</u>	<u>\$ -</u>	<u>\$ 4,666</u>	<u>\$ -</u>

Governmental Activities: (concluded)				
Year Ending September 30,	ESPC Phase VII		Total Governmental Activities	
	Principal	Interest	Principal	Interest
2026	\$ 1,934	\$ 16	\$ 158,337	\$ 59,433
2027	-	-	145,248	51,162
2028	-	-	91,303	45,905
2029	-	-	87,988	42,213
2030	-	-	79,368	38,772
2031-2035	-	-	322,664	150,736
2036-2040	-	-	285,420	89,773
2041-2045	-	-	170,050	38,698
2046-2050	-	-	51,290	15,807
2051-2055	-	-	36,200	4,259
	<u>\$ 1,934</u>	<u>\$ 16</u>	<u>\$ 1,427,868</u>	<u>\$ 536,758</u>

**CITY OF FORT WORTH, TEXAS**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**SEPTEMBER 30, 2025**  
**(000's omitted in tables)**

**NOTE G: LONG-TERM OBLIGATIONS**

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

The annual requirements to amortize all Major Fund Business-Type Activities bonded and contractual debt outstanding as of September 30, 2025, is as follows:

Major Business-Type Activities:							
Year Ending September 30,	Water and Sewer Revenue Bonds		Stormwater Utility Revenue Bonds		Total Major Business-Type Activities		
	Principal	Interest	Principal	Interest	Principal	Interest	
2026	\$ 67,090	\$ 58,264	\$ 6,865	\$ 5,253	\$ 73,955	\$ 63,517	
2027	68,865	54,438	7,200	4,922	76,065	59,360	
2028	60,565	51,882	7,550	4,568	68,115	56,450	
2029	63,020	49,406	7,925	4,196	70,945	53,602	
2030	63,575	46,811	8,275	3,846	71,850	50,657	
2031-2035	281,685	200,553	43,110	15,082	324,795	215,635	
2036-2040	231,420	155,438	31,345	10,144	262,765	165,582	
2041-2045	255,740	111,485	35,540	5,943	291,280	117,428	
2046-2050	267,530	61,012	10,020	2,540	277,550	63,552	
2051-2055	169,365	14,740	7,085	449	176,450	15,189	
	<u>\$ 1,528,855</u>	<u>\$ 804,029</u>	<u>164,915</u>	<u>\$ 56,943</u>	<u>\$ 1,693,770</u>	<u>\$ 860,972</u>	

The annual requirements to amortize all Nonmajor Fund Business-Type Activities bonded and contractual debt outstanding as of September 30, 2025, is as follows:

Nonmajor Business-Type Activities:							
Year Ending September 30,	Municipal Parking General Obligation Bonds		Solid Waste General Obligation Bonds		Total Nonmajor Business-Type Activities		
	Principal	Interest	Principal	Interest	Principal	Interest	
2026	\$ 2,150	\$ 825	\$ -	\$ 5	\$ 2,150	\$ 830	
2027	2,265	715	-	-	2,265	715	
2028	2,380	599	-	-	2,380	599	
2029	2,490	490	-	-	2,490	490	
2030	2,590	388	-	-	2,590	388	
2031-2035	8,405	513	-	-	8,405	513	
	<u>\$ 20,280</u>	<u>\$ 3,530</u>	<u>\$ -</u>	<u>\$ 5</u>	<u>\$ 20,280</u>	<u>\$ 3,535</u>	

**CITY OF FORT WORTH, TEXAS**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**SEPTEMBER 30, 2025**  
**(000's omitted in tables)**

**NOTE G: LONG-TERM OBLIGATIONS**

**G.6 ARBITRAGE**

The City frequently issues bonds for capital construction projects. These bonds are subject to the arbitrage regulations. As of September 30, 2025, the liabilities for rebates of arbitrage were \$13,720,241 for governmental activities and \$16,037,132 for business-type activities. These amounts are included in the “Long-Term Liabilities Due in More Than One Year” on the Statement of Net Position.

**G.7 LEASES AND SBITA**

A lease, as described in GASB Statement No. 87, is defined as a contractual agreement that conveys control of the right to use another entity's nonfinancial asset, for a minimum contractual period of greater than one year, in an exchange or exchange-like transaction. The City, as a lessee, has entered into lease agreements involving office buildings, equipment and facility space. The related obligations are presented in the amounts equal to the present value of lease payments, payable during the remaining lease term. As the lessee, a lease liability and the associated lease asset is recognized on the Government-wide Statement of Net Position.

The City recognized no variable payments within its lease arrangements as the lessee. Payments that are fixed in substance are included in the measurement of the lease liability presented in the table below. The City did not incur expenses related to its leasing activities related to residual value guarantees, lease termination penalties or losses due to impairment. As a lessee, there are currently no agreements that include sale-leaseback and lease-leaseback transactions.

As of September 30, 2025, the City had minimum principal and interest payment requirements for its leasing activities, with a remaining term more than one year, as follows:

<b>Governmental Activities</b>			
<b>Year Ending September 30,</b>	<b>Principal</b>	<b>Interest</b>	<b>Total</b>
2026	\$ 2,071	\$ 292	\$ 2,363
2027	1,833	284	2,117
2028	1,400	218	1,618
2029	1,506	155	1,661
2030	1,012	88	1,100
2031-2035	1,795	109	1,904
<b>Totals</b>	<b>\$ 9,617</b>	<b>\$ 1,146</b>	<b>\$ 10,763</b>

<b>Business-Type Activities</b>			
<b>Year Ending September 30,</b>	<b>Principal</b>	<b>Interest</b>	<b>Total</b>
2026	\$ 278	\$ 14	\$ 292
2027	243	8	251
2028	29	3	32
2029	14	3	17
2030	15	2	17
2031-2035	33	2	35
<b>Totals</b>	<b>\$ 612</b>	<b>\$ 32</b>	<b>\$ 644</b>

**CITY OF FORT WORTH, TEXAS**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**SEPTEMBER 30, 2025**  
**(000's omitted in tables)**

**NOTE G: LONG-TERM OBLIGATIONS**

**G.7 LEASES AND SBITA (CONTINUED)**

A SBITA, as described in GASB Statement No. 96, is a contract that conveys control of the right to use information technology (IT) software alone or in combination with tangible capital assets (underlying IT assets) for a minimal contractual period greater than one year, in an exchange or exchange-like transaction. The City has entered into SBITA involving project management software, data center management systems, call center voice and billing systems, network hosting, cybersecurity software, water infrastructure management software, communications services software, budgeting systems, risk management, human resources management, financial systems and training systems software. The related obligations are presented in the amounts equal to the present value of SBITA payments, payable during the remaining SBITA term. A SBITA liability and associated SBITA asset is recognized on the Government-wide Statement of Net Position.

The City recognized no variable payments within its SBITA. Payments that are fixed in substance are included in the measurement of the SBITA liability presented in the table below. The City did not incur expenses related to its SBITA activities related to termination penalties or losses due to impairment.

As of September 30, 2025, the City had minimum principal and interest payment requirements for its SBITA activities, with a remaining term more than one year, as follows:

<b>Governmental Activities</b>			
<b>Year Ending September 30,</b>	<b>Principal</b>	<b>Interest</b>	<b>Total</b>
2026	\$ 4,621	\$ 423	\$ 5,044
2027	4,552	405	4,957
2028	3,217	222	3,439
2029	2,366	93	2,459
2030	–	–	–
2031-2035	–	–	–
<b>Totals</b>	<b>\$ 14,756</b>	<b>\$ 1,143</b>	<b>\$ 15,899</b>

<b>Business-Type Activities</b>			
<b>Year Ending September 30,</b>	<b>Principal</b>	<b>Interest</b>	<b>Total</b>
2026	\$ 418	\$ 29	\$ 447
2027	432	15	447
2028	–	–	–
2029	–	–	–
2030	–	–	–
2031-2035	–	–	–
<b>Totals</b>	<b>\$ 850</b>	<b>\$ 44</b>	<b>\$ 894</b>

**CITY OF FORT WORTH, TEXAS**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**SEPTEMBER 30, 2025**  
**(000's omitted in tables)**

**NOTE G: LONG-TERM OBLIGATIONS**

**G.8 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. During 2024, interest expense was \$124,784. As of December 31, 2024, the unpaid principal balance was \$1,730,410, and there was no accrued interest.

In 2013, Terrell Homes, Ltd. entered into a loan agreement with the City of Fort Worth for \$900,000 for the construction and development of the 54 single-family houses (See Note A.1.). 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. During 2023, interest expense was \$9,000. As of December 31, 2024, the outstanding principal balance was \$900,000, and there was accrued interest of \$110,426.

**G.9 SPECIAL ASSESSMENT DEBT**

Rock Creek Public Improvement District special assessment debt, as of September 30, 2025 the outstanding debt was \$14,020,000; Walsh Ranch Public Improvement District special assessment debt, as of September 30, 2025 the outstanding debt was \$17,714,000. The City is in no way liable for repayment but is only acting as a custodian for the property owners in collecting the assessments and forwarding the collection to the bondholders.

**NOTE H: DEFERRED OUTFLOWS/INFLOWS OF RESOURCES**

The City reports \$1,942,000 as a deferred outflow of resources for unamortized loss on debt refunding in the business-type activities, \$4,342,000 as a deferred inflow of resources for unamortized gain on debt refunding in the governmental activities and \$2,059,000 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 requisition price. The amount is deferred and amortized over the shorter of the life of the refunded or refunding debt.

The City recorded deferred outflows of resources of \$207,988,000 for pension-related items which consists of \$182,134,000 of governmental activities and \$25,854,000 of business-type activities. The City also recorded \$44,651,000 of other postemployment benefit-related items which consists of \$40,737,000 of governmental activities and \$3,914,000 in the business-type activities as of September 30, 2025, in accordance with GAAP.

As of September 30, 2025, the City recognized deferred inflows of resources in the amount of \$361,000 in the Solid Waste Fund, which is related to prepaid landfill lease revenue for FY2026.

The City reports \$62,158,000 of deferred inflows related to leases which consists of \$52,822,000 for governmental activities and \$9,336,000 for business-type activities in accordance with GASB 87.

**CITY OF FORT WORTH, TEXAS**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**SEPTEMBER 30, 2025**  
**(000's omitted in tables)**

**NOTE H: DEFERRED OUTFLOWS/INFLOWS OF RESOURCES (CONTINUED)**

The City recorded deferred inflows of resources of \$131,030,000 for pension-related items which consists of \$114,895,000 of governmental activities and \$16,135,000 of business-type activities.. The City also recorded \$223,204,000 for other postemployment benefit-related items which consists of \$195,007,000 of governmental activities and \$28,197,000 of business-type activities as of September 30, 2025, in accordance with GAAP.

	Governmental Funds					Total
	General	Debt Service	Capital Projects	Grants	Nonmajor Governmental Funds	
<b>Deferred Inflows of Resources:</b>						
Property Tax	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Accounts Receivable	-	-	-	-	-	-
Grants and Other Governments	-	-	7,150	22,808	-	29,958
Lease Related	17,570	-	-	-	43,594	61,164
Other	8,286	-	4	-	4,332	12,622
<b>Total</b>	<b>\$ 25,856</b>	<b>\$ -</b>	<b>\$ 7,154</b>	<b>\$ 22,808</b>	<b>\$ 47,926</b>	<b>\$ 103,744</b>

	Business-Type Activities				Total
	Governmental Activities	Water and Sewer	Stormwater Utility	Nonmajor Enterprise Funds	
<b>Deferred Outflows of Resources:</b>					
Unamortized Loss on Debt Refunding	\$ -	\$ -	\$ 949	\$ 993	\$ 1,942
Pension Related	182,134	20,724	2,497	2,633	207,988
OPEB Related	40,737	3,844	2	68	44,651
<b>Total</b>	<b>\$ 222,871</b>	<b>\$ 24,568</b>	<b>\$ 3,448</b>	<b>\$ 3,694</b>	<b>\$ 254,581</b>
<b>Deferred Inflows of Resources:</b>					
Unamortized Gain on Debt Refunding	\$ 4,342	\$ 2,059	\$ -	\$ -	\$ 6,401
Service Concession Arrangement	-	-	-	361	361
Lease Related	52,822	-	-	9,336	62,158
Pension Related	114,895	13,367	1,489	1,279	131,030
OPEB Related	195,007	27,424	83	690	223,204
<b>Total</b>	<b>\$ 367,066</b>	<b>\$ 42,850</b>	<b>\$ 1,572</b>	<b>\$ 11,666</b>	<b>\$ 423,154</b>

**CITY OF FORT WORTH, TEXAS**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**SEPTEMBER 30, 2025**  
**(000's omitted in tables)**

**NOTE I: EMPLOYEES' RETIREMENT FUND OF THE CITY OF FORT WORTH, TEXAS**

**Plan Description**

The Employees' Retirement Fund of the City of Fort Worth, Texas (the "Retirement Fund"), a pension plan comprised of two single-employer defined benefit pension plans: the Retirement Fund is a plan that covers employees of the City of Fort Worth ("City Plan") and the employees of the Fort Worth Employees' Retirement Fund ("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 Retirement Fund is reported as a fiduciary component unit. The Staff Plan was established through Administrative Rules in 2007, and both single employer 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) comprised of four active members of the Retirement Fund, three retired members of the Retirement Fund, and six trustees appointed by the Fort Worth City Council. The Retirement Fund Board is solely responsible for managing the assets for the City Plan, while the defining benefits, setting contribution rates, funding contributions, and all other financial components of the City Plan are administered by the Mayor and City Council. The Retirement Fund Board, not the City, defines benefits, set contribution rates, fund contributions, and all other financial components of the Staff Plan. The Staff Plan is not considered a fiduciary component unit and is not included in the City's financial statements. Each plan has a separate actuarial valuation completed annually to determine the respective funded status based on current and projected assets and liabilities. Therefore, assets of each plan are legally separate and cannot pay benefits of the other. Due to the insignificant nature of the Staff Plan's assets compared to the Retirement Fund's assets, all further references to the City Plan and information provided in the Notes and Required Supplementary Information about the City Plan is strictly limited to information related to City employees (comprised of General Employees, Police Officers, and Firefighters).

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 City has received a favorable letter of determination from the Internal Revenue Service on December 8, 2014, that its Plan is qualified under Section 401(a) of the Internal Revenue Code. The authority to define or amend employer and employee contribution rates or benefits is given to the Mayor and the Fort Worth City Council (City Council).

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.

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.

**CITY OF FORT WORTH, TEXAS**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**SEPTEMBER 30, 2025**  
**(000's omitted in tables)**

**NOTE I: EMPLOYEES' RETIREMENT FUND OF THE CITY OF FORT WORTH, TEXAS**

**Plan Description (continued)**

As of September 30, 2024, the measurement date, 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:	
	<b>September 30, 2024</b>
Inactive employees or beneficiaries currently receiving benefits	5,177
Inactive employees entitled to, but not yet receiving benefits	2,072
Total Inactive Members	7,249
Active members	6,954
Total	14,203

**Contributions**

The City contributed 26.64% of retirement-eligible wages to the Employees' Retirement Fund for General employees and Firefighters and 27.36% for Police Officers. General employees, Firefighters and Police Officers contribute 10.95%, 13.65% and 14.73%, respectively, of retirement-eligible wages. For the year ended September 30, 2025 the City contributed \$178,622,000 to the plan.

Below is a composite of the member contribution rates:

	<b>January 2025</b>
General	10.95%
Police	14.73%
Fire	13.65%

**CITY OF FORT WORTH, TEXAS**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**SEPTEMBER 30, 2025**  
**(000's omitted in tables)**

**NOTE I: EMPLOYEES' RETIREMENT FUND OF THE CITY OF FORT WORTH, TEXAS**

**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.

<p><b>Plan Year:</b>  <b>Fiscal Year:</b>  <b>Plan Status:</b></p>	<p><i>January 1 through December 31</i>  <i>October 1 through September 30</i>  <i>Ongoing</i></p>
<p><b>Categories of Employees:</b>  <i>Tier I</i>   <i>Tier II</i></p>	<p><i>General Employees hired prior to July 1, 2011</i>  <i>Police Officers hired prior to January 1, 2013</i>  <i>Firefighters hired prior to January 10, 2015</i>   <i>General Employees hired on or after July 1, 2011</i>  <i>Police Officers hired on or after January 1, 2013</i>  <i>Firefighters hired on or after January 10, 2015</i></p>
<p><b>Categories of Benefits/Service:</b>   <i>Blue</i>   <i>Orange</i>   <i>Gray</i></p>	<p><i>Earned prior to October 1, 2013 for Tier I General Employees and Police Officers</i>  <i>Earned prior to January 10, 2015 for Tier I Firefighters</i>   <i>Earned on or after October 1, 2013 for Tier I General Employees and Police Officers</i>  <i>Earned on or after January 10, 2015 for Tier I Firefighters</i>   <i>Earned on or after July 20, 2019 for Tier I and II General Employees, Police Officers, and Firefighters</i></p>
<p><b>Normal Retirement:</b>   <i>Age and Service Requirements</i>         <i>Final Average Compensation</i></p>	<p><i>Age 65 and five years of Credited Service, or age plus years of Credited Service equal to 80 points ("Rule of 80"). Tier II General Employees have a minimum retirement age of 55.</i>   <i>Police Officers are also eligible at any age with 25 years of Credited Service.</i>   <i>3.00% of Final Average Compensation multiplied by years of Blue Credited Service plus</i>  <i>2.50% of Final Average Compensation multiplied by years of Orange Credited Service</i>  <i>2.50% of Final Average Compensation multiplied by years of Gray Credited Service</i>   <u>Blue:</u> <i>Average of member's highest three calendar years' earnings, including overtime</i>  <u>Orange:</u> <i>Average of member's highest five calendar years' earnings, excluding overtime except for "built-in" overtime for Firefighters on 56-hour schedules</i>   <u>Gray:</u> <i>Average of member's highest five calendar years' earnings, excluding overtime except for "built-in" overtime for Firefighters on 56-hour schedules and any eligible leave conversion</i></p>

**CITY OF FORT WORTH, TEXAS**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**SEPTEMBER 30, 2025**  
**(000's omitted in tables)**

**NOTE I: EMPLOYEES' RETIREMENT FUND OF THE CITY OF FORT WORTH, TEXAS**

<p><b>Early Retirement:</b></p> <p><i>Age and Service Requirements</i></p> <p><i>Amount</i></p>	<p><i>Age 50 (Age 55 for Tier II General Employees) and five years of Credited Service</i></p> <p><i>2.75% of Final Average Compensation multiplied by years of Blue Credited Service plus</i>  <i>2.25% of Final Average Compensation multiplied by years of Orange Credited Service</i>  <i>2.25% of Final Average Compensation multiplied by years of Gray Credited Service</i></p> <p><i>5/12% for each month the commencement date precedes the member's projected Normal Retirement date</i></p>
<p><b>Disability (in the line of duty):</b></p> <p><i>Age and Service Requirements</i></p> <p><i>Amount</i></p> <p><i>Minimum</i></p>	<p><i>None</i></p> <p><u>Tier I:</u> <i>2.75% of Final Average Compensation multiplied by total years of Credited Service projected to member's Normal Retirement date</i></p> <p><u>Tier II:</u> <i>2.25% of Final Average Compensation multiplied by total years of Credited Service projected to member's Normal Retirement date</i></p> <p><i>\$250 per month</i></p>
<p><b>Disability (not in the line of duty):</b></p> <p><i>Age and Service Requirements</i></p> <p><i>Amount</i></p> <p><i>Minimum</i></p>	<p><i>Five years of credited service</i></p> <p><i>2.75% of Final Average Compensation multiplied by years of Blue Credited Service plus</i>  <i>2.25% of Final Average Compensation multiplied by years of Orange Credited Service</i>  <i>2.25% of Final Average Compensation multiplied by years of Gray Credited Service</i></p> <p><i>None</i></p>
<p><b>Vesting:</b></p> <p><i>Age Requirement</i></p> <p><i>Service Requirement</i></p> <p><i>Amount</i></p> <p><i>Normal Retirement Age</i></p>	<p><i>None</i></p> <p><i>Five years of Credited Service</i></p> <p><i>Normal pension accrued, based on Credited Service at termination</i></p> <p><i>Age 65, or age plus years of Credited Service projected to Normal Retirement date equal to 80 points</i></p>

**CITY OF FORT WORTH, TEXAS**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**SEPTEMBER 30, 2025**  
**(000's omitted in tables)**

**NOTE I: EMPLOYEES' RETIREMENT FUND OF THE CITY OF FORT WORTH, TEXAS**

<p><b>Termination Benefits:</b>  <i>Age and Service Requirements</i></p> <p><i>Amount</i></p>	<p><i>None</i></p> <p><i>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.</i></p>
<p><b>Spouse's Pre-Retirement Death Benefit (death in the line of duty):</b>  <i>Age and Service Requirements</i></p> <p><i>Amount</i></p> <p><i>Minimum</i></p> <p><i>Child Benefits</i></p>	<p><i>None</i></p> <p><u>Tier I:</u> <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.</i></p> <p><u>Tier II:</u> <i>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.</i></p> <p><i>\$250 per month</i></p> <p><i>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)</i></p>
<p><b>Spouse's Pre-Retirement Death Benefit (death not in the line of duty):</b>  <i>Age and Service Requirements</i></p> <p><i>Amount</i></p> <p><i>Minimum</i></p> <p><i>Child Benefits</i></p>	<p><i>Five years of Credited Service</i></p> <p><u>Tier I:</u> <i>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 and Gray Credited Service</i></p> <p><u>Tier II:</u> <i>75% of the accrued benefit at death, calculated as 2.25% of the Final Average Compensation Base multiplied by years of Credited Service</i></p> <p><i>\$150 per month</i></p> <p><i>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)</i></p>
<p><b>Post-Retirement Death Benefit:</b></p>	<p><i>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, if the member elects a joint survivor benefit, the retirement benefit is actuarially reduced to reflect the joint and survivor coverage.</i></p>

**CITY OF FORT WORTH, TEXAS**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**SEPTEMBER 30, 2025**  
**(000's omitted in tables)**

**NOTE I: EMPLOYEES' RETIREMENT FUND OF THE CITY OF FORT WORTH, TEXAS**

<p><b>Contributions:</b>  <i>Member contributions</i></p>	<table border="1"> <thead> <tr> <th></th> <th><i>Prior January 2025</i></th> <th><i>January, 2025</i></th> <th><i>January, 2026</i></th> </tr> </thead> <tbody> <tr> <td><i>General*</i></td> <td><i>10.95%</i></td> <td><i>10.95%</i></td> <td><i>10.95%</i></td> </tr> <tr> <td><i>Police</i></td> <td><i>14.73%</i></td> <td><i>14.73%</i></td> <td><i>14.73%</i></td> </tr> <tr> <td><i>Fire</i></td> <td><i>13.65%</i></td> <td><i>13.65%</i></td> <td><i>13.65%</i></td> </tr> </tbody> </table> <p><i>* General employees also contribute an additional 0.7% of pay for a period equal to their individual blue service (July 2019).</i></p> <p><i>The City contributed 26.64% of retirement-eligible wages to the Employees' Retirement Fund for General employees and Firefighters and 27.36% for Police Officers. General employees, Firefighters and Police Officers contribute 10.95%, 13.65% and 14.73%, respectively, of retirement-eligible wages.</i></p>		<i>Prior January 2025</i>	<i>January, 2025</i>	<i>January, 2026</i>	<i>General*</i>	<i>10.95%</i>	<i>10.95%</i>	<i>10.95%</i>	<i>Police</i>	<i>14.73%</i>	<i>14.73%</i>	<i>14.73%</i>	<i>Fire</i>	<i>13.65%</i>	<i>13.65%</i>	<i>13.65%</i>
	<i>Prior January 2025</i>	<i>January, 2025</i>	<i>January, 2026</i>														
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<i>Police</i>	<i>14.73%</i>	<i>14.73%</i>	<i>14.73%</i>														
<i>Fire</i>	<i>13.65%</i>	<i>13.65%</i>	<i>13.65%</i>														
<p><b>Overtime Contribution Account:</b></p>	<p><i>Only available for General 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. Upon termination, the member is entitled to a refund of this account with 5.25% interest, compounded annually.</i></p>																
<p><b>Cost-of-Living Adjustments (COLA):</b>  <i>Ad-Hoc COLA Program</i></p>	<p><i>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 General 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.</i></p> <p><i>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:</i></p> <table border="1"> <thead> <tr> <th><b>Tier</b></th> <th><b>Funding Period</b></th> <th><b>COLA Percentage Increase</b></th> </tr> </thead> <tbody> <tr> <td>#1</td> <td>28.1 or greater</td> <td>0.0%</td> </tr> <tr> <td>#2</td> <td>24.1 to 28.0</td> <td>2.0%</td> </tr> <tr> <td>#3</td> <td>18.1 to 24.0</td> <td>3.0%</td> </tr> <tr> <td>#4</td> <td>18.0 or less</td> <td>4.0%</td> </tr> </tbody> </table> <p><i>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 periods 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.</i></p>	<b>Tier</b>	<b>Funding Period</b>	<b>COLA Percentage Increase</b>	#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%	
<b>Tier</b>	<b>Funding Period</b>	<b>COLA Percentage Increase</b>															
#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%															

**CITY OF FORT WORTH, TEXAS**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**SEPTEMBER 30, 2025**  
**(000's omitted in tables)**

**NOTE I: EMPLOYEES' RETIREMENT FUND OF THE CITY OF FORT WORTH, TEXAS**

<p><i>2% Guarantee</i></p> <p><i>None</i></p>	<p><i>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.</i></p> <p><i>Tier II participants are not eligible for a COLA.</i></p>
<p><b>Deferred Retirement Option Program (DROP):</b></p> <p><i>Eligibility</i></p> <p><i>DROP Enrollment</i></p> <p><i>Amount</i></p> <p><i>Contributions</i></p>	<p><i>Participants eligible for Normal Retirement may elect to enroll in DROP.</i></p> <p><i>A member may participate in DROP for up to 72 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.</i></p> <p><i>Enrollment in DROP freezes a member's Credited Service and Final Average Compensation for purposes of calculating the monthly annuity. 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.</i></p> <p><i>Member and employer contributions continue during the DROP period but are not credited to the member's DROP account.</i></p>
<p><b>Changes in Plan Provisions:</b></p>	<p><i>There have been no changes in plan provisions since the last valuation.</i></p>

**Summary of Plan Provisions (continued)**

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.

**CITY OF FORT WORTH, TEXAS**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**SEPTEMBER 30, 2025**  
**(000's omitted in tables)**

**NOTE I: EMPLOYEES' RETIREMENT FUND OF THE CITY OF FORT WORTH, TEXAS**

**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 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 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:

<b>Year Ended September 30,</b>	<b>Actuarially Determined Contributions</b>	<b>Contributions in Relation to the Actuarially Determined Contributions</b>	<b>Contribution Deficiency</b>	<b>Covered Payroll</b>	<b>Contributions as a Percentage of Covered Payroll</b>
2024	\$ 192,983	\$ 167,207	\$ 25,776	\$ 610,899	27.37 %
2025	\$ 206,077	\$ 178,622	\$ 27,455	\$ 664,764	26.87 %

**Net Pension Liability**

The City's net pension liability was measured as of September 30, 2024, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of December 31, 2023, rolled forward to the measurement date.

**CITY OF FORT WORTH, TEXAS**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**SEPTEMBER 30, 2025**  
**(000's omitted in tables)**

**NOTE I: EMPLOYEES' RETIREMENT FUND OF THE CITY OF FORT WORTH, TEXAS**

**Actuarial Methods and Assumptions**

The following are the significant actuarial assumptions used for the December 31, 2023, actuarial valuation:

<b>Valuation date</b>	<i>December 31, 2023, rolled forward to September 30, 2024</i>
<b>Actuarial cost method</b>	<i>Entry Age Normal</i>
<b>Amortization method</b>	<i>Level Percentage of Payroll, 30-year closed beginning in 2018</i>
<b>Remaining amortization period</b>	<i>25 years as of January 1, 2024</i>
<b>Asset valuation method</b>	<i>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.</i>
<b>Actuarial assumptions:</b>	
Investment rate of return	<i>7.00% , including inflation, net of all expenses</i>
Inflation rate	<i>2.50%</i>
Projected salary increases	<i>3.25% - 28.25%</i>
Cost-of-living adjustments	<i>0.00% - 2.00%*</i>
Payroll growth rate	<i>3.00% per annum, used to amortize unfunded actuarial accrued liabilities</i>
Retirement rates	<i>The retirement rates were set by the Fund's actuary based on a study of experience for 2013-2015. The rates for all employees are age-related. General 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.</i>
Mortality	<i>PubG-2010 Healthy Retiree Mortality Table for General Employees and PubS-2010 Healthy Retiree Mortality Table for Police Officers and Firefighters. Generational mortality improvements from the year 2010 using the ultimate mortality improvement rates in the MP-2020 tables.</i>

\*A 2% cost-of-living adjustment (COLA) is assumed for all members in the guaranteed COLA Program, no COLAs are assumed for members participating in the ad-hoc COLA program.

**CITY OF FORT WORTH, TEXAS**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**SEPTEMBER 30, 2025**  
**(000's omitted in tables)**

**NOTE I: EMPLOYEES' RETIREMENT FUND OF THE CITY OF FORT WORTH, TEXAS**

**Actuarial Methods and Assumptions (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, 2025, are summarized in the following table:

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return*
Global Equity	42%	3.30%
Fixed Income	16%	2.00%
Diversified Opportunities	10%	3.30%
Real Assets	13%	4.50%
Private Equity	18%	6.30%
Cash Equivalents	1%	1.00%
Total	<u>100%</u>	

\*The expected real rate of return is net of inflation.

**Discount Rate**

A single discount rate of 7.00% was used to measure the total pension liability as of September 30, 2023 and September 30, 2024. This single discount rate was based on an expected rate of return on pension plan investments of 7.00%. Based on the stated assumptions and the projection of cash flows, the pension plan's fiduciary net position and future contributions were sufficient to finance all future benefit payments of current plan members. As a result, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

**Net Pension Liability, Pension Expense, and Deferred Outflows/Inflows of Resources Related to Pensions**

The Net Pension Liability, Pension Expense, and Deferred Outflows/Inflows of Resources related to pensions are allocated to the funds based on each fund's contributions to the pension plan during the annual measurement period. Contributions to the pension plan for employees whose salaries are paid from internal service funds are expected to be paid primarily from resources received from the general government; therefore, the related Net Pension Liability, Pension Expense, and related Deferred Outflows/Inflows of Resources for these funds are reported in the government-wide financial statements under governmental activities and not reported in the financial statements of the individual internal service funds.

**CITY OF FORT WORTH, TEXAS**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**SEPTEMBER 30, 2025**  
**(000's omitted in tables)**

**NOTE I: EMPLOYEES' RETIREMENT FUND OF THE CITY OF FORT WORTH, TEXAS**

**Net Pension Liability, Pension Expense, and Deferred Outflows/Inflows of Resources Related to Pensions**  
**(continued)**

Pension Expense for the year ended September 30, 2025, was as follows:

Service cost	\$ 81,585
Interest on total pension liability (TPL)	353,122
Employee contributions	(82,240)
Administrative expenses	8,462
Expected return on assets	(180,927)
Expensed portion of current year period differences between expected and actual experience in TPL	4,388
Expensed portion of current year period assumption changes	1,487
Expensed portion of current year period differences between projected and actual investment earnings	(48,541)
Current year recognition of deferred inflows and outflows established in prior years	94,909
Total pension expense	<u>\$ 232,245</u>

As of September 30, 2025, 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:

	<u>Governmental Activities</u>	<u>Business-Type Activities</u>	<u>Total</u>
<b>Deferred Outflows of Resources</b>			
Pension contributions made after the measurement date	\$ 156,346	\$ 22,133	\$ 178,479
Differences between expected and actual experience	20,060	2,903	22,963
Changes in assumptions	5,728	816	6,544
Total Deferred Outflows of Resources	<u>\$ 182,134</u>	<u>\$ 25,852</u>	<u>\$ 207,986</u>
<b>Deferred Inflows of Resources</b>			
Differences between expected and actual experience	\$ 15,145	\$ 2,175	\$ 17,320
Net difference between projected and actual earnings on pension plan investments	99,750	13,959	113,709
Total Deferred Inflows of Resources	<u>\$ 114,895</u>	<u>\$ 16,134</u>	<u>\$ 131,029</u>
<b>Net Pension Liability</b>	<u>\$ 1,995,163</u>	<u>\$ 305,490</u>	<u>\$ 2,300,653</u>

\$178,480,000 reported as Deferred Outflows for pension contributions made after the measurement date will be recognized as a deduction of the net pension liability in the year ending September 30, 2026. Other deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

<b>Year ending September 30:</b>	
2026	\$ (36,620)
2027	34,641
2028	(57,196)
2029	(44,694)
2030	2,350
Total	<u>\$ (101,519)</u>

**CITY OF FORT WORTH, TEXAS**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**SEPTEMBER 30, 2025**  
**(000's omitted in tables)**

**NOTE I: EMPLOYEES' RETIREMENT FUND OF THE CITY OF FORT WORTH, TEXAS**

**Net Pension Liability, Pension Expense, and Deferred Outflows/Inflows of Resources Related to Pensions**  
**(continued)**

**Changes in the Net Pension Liability**

	<b>Total Pension Liability (a)</b>	<b>Plan Fiduciary Net Position (b)</b>	<b>Net Pension Liability (a) - (b)</b>
Balances at October 1, 2024	\$ 5,103,442	\$ 2,604,613	\$ 2,498,829
Changes for the year:			
Service cost	81,585	-	81,585
Interest	353,121	-	353,121
Differences between expected and actual experience	23,699	-	23,699
Changes of assumptions	8,035	-	8,035
Contributions - employer	-	167,207	(167,207)
Contributions - employee	-	82,240	(82,240)
Net investment income	-	423,629	(423,629)
Benefit payments, including refunds of employee contributions	(280,860)	(280,860)	-
Administrative expenses	-	(8,461)	8,461
Net Changes	<u>185,580</u>	<u>383,755</u>	<u>(198,175)</u>
Balances at September 30, 2025	<u>\$ 5,289,022</u>	<u>\$ 2,988,368</u>	<u>\$ 2,300,654</u>

The following presents the Net Pension Liability of the City Plan, calculated using the discount rate of 7.00%, 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 (6.00%) or one-percentage-point higher (8.00%) than the current discount rate:

<b>1% Decrease (6.00%)</b>	<b>Current Discount Rate (7.00%)</b>	<b>1% Increase (8.00%)</b>
\$ 2,931,151	\$ 2,300,653	\$ 1,774,034

*Note: The balances as of September 30, 2024, constitute measurements of the Net Pension Liability for the fiscal year ended September 30, 2025.*

**CITY OF FORT WORTH, TEXAS**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**SEPTEMBER 30, 2025**  
**(000's omitted in tables)**

**NOTE J: OTHER EMPLOYEE BENEFITS**

**Plan Descriptions**

In addition to the pension benefits described in Note I, the City provides postemployment health care benefits, established under the legal authority of the City Charter and administered by the City. The City provides two single-employer defined benefit other postemployment benefit plans: Retiree Healthcare Trust Fund of the City of Fort Worth and Fort Worth Firefighters Healthcare Trust.

As of September 1, 2019, the Fort Worth Firefighters Healthcare Trust split from the rest of the City's Retiree Healthcare Trust Fund. All current and future Firefighter retirees are covered under that separate plan. However, because of the limited claims experience under that plan, their claims cost was assumed to be the same as the rest of the City. All other assumptions (mortality, turnover, retirement rates, eligibility) were assumed to remain the same. The actuarial assets and liabilities were valued separately and then combined with the Retiree Healthcare Trust Fund. Therefore, amounts presented herein are the combined amounts for both Trusts.

The single employer plan coverage is offered to all employees who retire from the City in accordance with criteria listed in Note I. However, some retirees elect not to continue the health coverage during their retirement. 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 plan issues stand-alone financial statements. Due to the insignificant nature of the death benefit assets and net OPEB liability compared to the Retiree Healthcare Trust Fund's assets and net OPEB liability, information provided in Note J and required supplementary information about the OPEB Plan are for both plans combined (hereinafter referred to as the "OPEB Plan").

A retiree who is either (i) receiving, or (ii) in the process to receive City of Fort Worth retirement benefits at the time of termination, is eligible for medical coverage through the City. At this time, retired employees hired prior to October 5, 1988, have afforded to them at least one group health care plan option for which the City pays 100% of the retiree premium equivalent rate for coverage, but may need to contribute to obtain benefits above the City specified plan or to cover any dependents. Retired employees with less than 25 years of credited service hired on or after October 5, 1988, and before January 1, 2009, will be required to contribute towards the cost of their group health care benefits at a cost established by the City of Fort Worth; those with 25 years or more of credited service will be afforded the same City premium subsidy as the retiree hired prior to October 5, 1988. Retired 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 the full premium for coverage for themselves and eligible dependents.

Retiree health care benefits cannot be accessed until the employee retires. However, for employees who terminated on or before September 30, 2014, 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 employees who terminated on or after October 1, 2014, and are vested in the City's retirement plan, health care benefits are only covered if the employee retires/begins receiving retirement benefits at the time of separation from the City (with exceptions noted above based on hire date). For all other employees who terminate without retirement, health care benefits continue until the end of the month in which they terminate. At that time the former employee has continuation rights to health insurance coverage under the Consolidated Omnibus Budget Reconciliation Act of 1985. The City performs actuarial studies each year. The actuarial information presented in Note J and the required supplementary information represent the September 30, 2024 valuation.

**CITY OF FORT WORTH, TEXAS**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**SEPTEMBER 30, 2025**  
**(000's omitted in tables)**

**NOTE J: OTHER EMPLOYEE BENEFITS**

**Plan Descriptions (continued)**

The following is a condensed schedule for the Retiree Healthcare Trust Fund as of and for the year ended September 30, 2025 as it does not issue separate audited GAAP basis financial statements:

<b>Retiree Healthcare Trust Fund</b>	
<b>Schedule of Fiduciary Net Position</b>	
<b>ASSETS</b>	
Current Assets:	
Cash & Cash Equivalents	\$ 9,885
Cash & Investments Held by Trustees:	
Corporate Obligations	25,799
Government Agency Obligations	20,572
International Obligations	3,422
U.S. Treasuries	18,665
Short-Term Mutual Fund Investments	36,850
Total Cash & Investments Held by Trustees	<u>105,308</u>
Accrued Income	445
Other Receivables	1
Total Current Assets	<u>115,639</u>
<b>LIABILITIES</b>	
Current Liabilities	
Accrued Liabilities	310
Total Current Liabilities	<u>310</u>
<b>NET POSITION</b>	
Postemployment Healthcare Plan	115,329
Total Net Position	<u>\$ 115,329</u>
<b>Schedule of Changes in Fiduciary Net Position</b>	
<b>ADDITIONS</b>	
Interest, Dividend, and Securities Lending Income	\$ 14,250
Less: Investment Management Fees and Interest Expense	(237)
Net Gain (Loss) in Fair Value of Investments	(7,034)
Other Income	3,982
Employer Contributions	22,247
Total Additions	<u>33,208</u>
<b>DEDUCTIONS</b>	
Benefit Payments	20,822
Administrative Expenses	1,299
Total Deductions	<u>22,121</u>
Change in Net Position	11,087
Net Position, Beginning of Year	<u>104,242</u>
Net Position, End of Year	<u>\$ 115,329</u>

**CITY OF FORT WORTH, TEXAS**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**SEPTEMBER 30, 2025**  
**(000's omitted in tables)**

**NOTE J: OTHER EMPLOYEE BENEFITS**

**Plan Descriptions (continued)**

As of September 30, 2024 valuation date, the OPEB Plan’s membership consisted of the following members (numbers in the following table are not in thousands):

Employees covered by benefit term:

OPEB plan membership consisted of the following:	September 30, 2024	
	Medical	Death Benefit
Inactive employees or beneficiaries currently receiving benefits	3,098	3,098
Active members	1,992	6,677
Total	5,090	9,775

**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. City contributions to the Retiree Healthcare Trust Fund are not legally or statutorily required. During FY2025, 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 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 FY2025, the cost of health care benefits for retirees, dependents, and surviving spouses was \$20,367,000 and the death benefit payments totaled \$455,000.

**Actuarial Methods and Assumptions**

The following are the significant actuarial assumptions (both trusts) used for the September 30, 2024, actuarial valuation:

**CITY OF FORT WORTH, TEXAS**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**SEPTEMBER 30, 2025**  
**(000's omitted in tables)**

**NOTE J: OTHER EMPLOYEE BENEFITS**

**Actuarial Methods and Assumptions**

The following are the significant actuarial assumptions (both trusts) used for the September 30, 2024, actuarial valuation:

<b>Actuarial Valuation Date</b>	<i>September 30, 2024</i>
<b>Actuarial Cost Method</b>	<i>Entry Age Normal</i>
<b>Amortization Period</b>	<i>Level Percent of Payroll, Open</i>
<b>Remaining Amortization Period</b>	<i>23 years as of September 30, 2025</i>
<b>Asset Valuation Method</b>	<i>Market Value</i>
<b>Actuarial Assumptions:</b>	
Investment rate of return	<i>5.50%, including inflation, net of all expenses</i>
Healthcare cost trend rate	<i>4.50 - 8.00%</i>
Inflation rate	<i>2.75%</i>
Payroll growth rate	<i>3.25%-10.00%</i>
Retirement rates	<i>The retirement rates were set by the Fund's actuary based on a study of experience for 2013-2015. The rates for all employees are age-related. General 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.</i>
Mortality	<i>Mortality rates were based on PUB-2010 Public Retirement Plans Mortality Tables using the MP- 2020 projection scale.</i>

The long-term expected rate of return on OPEB plan investments was determined using the building-block method in which best estimate ranges of expected future real rates of return (expected returns, net of OPEB 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.

**CITY OF FORT WORTH, TEXAS**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**SEPTEMBER 30, 2025**  
**(000's omitted in tables)**

**NOTE J: OTHER EMPLOYEE BENEFITS**

**Actuarial Methods and Assumptions (continued)**

Best estimates of arithmetic real rates of return for each major asset class included in the OPEB plan's target asset allocation as of September 30, 2025, are summarized in the following table:

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return*
Domestic Fixed Income	65%	2.0%
Domestic Equity	30%	6.0%
Cash	5%	—%
Total	100%	

\*The expected real rate of return is net of inflation.

**Discount Rate**

The single discount rate used to measure the total OPEB liability is 5.50%. The projection of cash flows used to determine the discount rate assumed City contributions equal to benefit payments as they are incurred. Based on these assumptions, the Retiree Healthcare Trust Fund's fiduciary net position was projected to be available to make projected future benefit payments for current plan members. The long-term expected rate of return on Retiree Healthcare Trust Fund's investments was applied to the projected benefit payments for all periods to determine the total OPEB liability.

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

The Net OPEB Liability, OPEB Expense, and Deferred Outflows/Inflows of Resources related to OPEB are allocated to the funds based on each fund's contributions to the Retiree Healthcare Fund during the annual measurement period. Contributions to the Retiree Healthcare Trust Fund from internal service funds are expected to be paid primarily from resources received from the general government; therefore, the related Net OPEB Liability, OPEB Expense, and related Deferred Outflows/Inflows of Resources for these funds are reported in the government-wide financial statements under governmental activities and not reported in the financial statements of the individual internal service funds.

Reduction of OPEB Expense for the year ended September 30, 2025, was as follows:

Service cost	\$	12,463
Interest on total OPEB liability (TOL)		28,897
Administrative expenses		1,924
Return on investments		(5,276)
Expensed portion of current year period differences between expected and actual experience in TOL		(52,270)
Expensed portion of current year assumption changes		(59,081)
Expensed portion of current year period differences between projected and actual investment earnings		(360)
Total Reduction of OPEB expense	\$	<u>(73,703)</u>

**CITY OF FORT WORTH, TEXAS**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**SEPTEMBER 30, 2025**  
**(000's omitted in tables)**

**NOTE J: OTHER EMPLOYEE BENEFITS**

**Net OPEB Liability, OPEB Expense, and Deferred Outflows/Inflows of Resources Related to OPEB**  
**(continued)**

As of September 30, 2025, the City reported the following Deferred Outflows of Resources, Deferred Inflows of Resources, and Net OPEB Liability related to OPEB. The following amounts have been allocated to Governmental Activities and Business-Type Activities on the Statement of Net Position; see the table below:

	<b>Governmental Activities</b>	<b>Business-Type Activities</b>	<b>Total</b>
<b>Deferred Outflows of Resources</b>			
OPEB contributions made after the measurement date	\$ 38,751	\$ 3,628	\$ 42,379
Changes in assumptions	1,986	299	2,285
Total Deferred Outflows of Resources	<u>\$ 40,737</u>	<u>\$ 3,927</u>	<u>\$ 44,664</u>
<b>Deferred Inflows of Resources</b>			
Net difference between projected and actual earnings on OPEB plan investments	\$ 5,281	\$ 692	\$ 5,973
Differences between expected and actual experience	\$ 73,989	\$ 10,783	\$ 84,772
Changes in assumptions	115,737	16,738	132,475
Total Deferred Inflows of Resources	<u>\$ 195,007</u>	<u>\$ 28,213</u>	<u>\$ 223,220</u>
<b>Net OPEB Liability</b>	<b>\$ 336,484</b>	<b>\$ 50,093</b>	<b>\$ 386,577</b>

\$42,379,000 was reported as Deferred Outflows for OPEB contributions made after the measurement date will be recognized as a deduction of the Net OPEB Liability in the year ending September 30, 2026. Other amounts reported as Deferred Outflows/(Inflows) of Resources will be recognized as a reduction of OPEB expense as follows:

<b>Year ending September 30:</b>	
2026	\$ (102,913)
2027	(102,116)
2028	(13,269)
2029	(2,637)
2030	-
Thereafter	-
Total	<u>\$ (220,935)</u>

**CITY OF FORT WORTH, TEXAS**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**SEPTEMBER 30, 2025**  
**(000's omitted in tables)**

**NOTE J: OTHER EMPLOYEE BENEFITS**

**Changes in the Net OPEB Liability**

	<b>Total OPEB Liability (a)</b>	<b>OPEB Plan Fiduciary Net Position</b>	<b>Net OPEB Liability (a) - (b)</b>
Beginning balances at October 1, 2024	\$ 540,434	\$ 97,230	\$ 443,204
Changes for the year:			
Service cost	12,463	-	12,463
Interest	28,897	-	28,897
Differences between expected and actual experience	(42,718)	-	(42,718)
Change in assumptions	1,983	-	1,983
Contributions - Employer	-	34,340	(34,340)
Contributions - Retiree	-	5,572	(5,572)
Net investment Income	-	15,161	(15,161)
Other Income	-	4,103	(4,103)
Benefit Payments	(42,534)	(42,534)	-
Administrative expenses	-	(1,924)	1,924
Net Changes	(41,909)	14,718	(56,627)
Balances at September 30, 2025	<u>\$ 498,525</u>	<u>\$ 111,948</u>	<u>\$ 386,577</u>
Money-weighted rate of return			15.59%
Plan Fiduciary Net Position as a % of the Total OPEB Liability			22.46%

**Sensitivity of the Net OPEB liability to changes in the Discount Rate and Healthcare Cost Trend Rates**

The following presents the Net OPEB Liability of the City, calculated using the discount rate of 5.50%, as well as what the City's Net OPEB Liability would be if it were calculated using a discount rate that is one-percentage-point lower (4.50%) or one-percentage-point higher (6.50%) than the current discount rate:

<b>1 % Decrease (4.50%)</b>	<b>Current Discount Rate (5.50%)</b>	<b>1 % Increase (6.50%)</b>
\$ 448,539	\$ 386,577	\$ 341,503

The following presents the Net OPEB Liability of the City, calculated using the healthcare cost trend rates of 8.0% decreasing to 4.5%, as well as what the City's Net OPEB Liability would be if it were calculated using healthcare cost trend rates that are one-percentage-point lower (7.0% decreasing to 3.5%) or one-percentage-point higher (9.0% decreasing to 5.5%) than the current healthcare cost trend rates:

<b>1% Decrease (7.0% to 3.5%)</b>	<b>Healthcare Cost Trend Rate (8.0% to 4.5%)</b>	<b>1% Increase (9.0% to 5.5%)</b>
\$ 329,906	\$ 386,577	\$ 464,465

**CITY OF FORT WORTH, TEXAS**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**SEPTEMBER 30, 2025**  
**(000's omitted in tables)**

**NOTE J: OTHER EMPLOYEE BENEFITS**

**Deferred Compensation Plan**

The City offers its employees a Deferred Compensation Plan (DCP) created in accordance with Internal Revenue Code Section 457(b); the City makes no contributions to the plan. The City's DCP, available to all regular full-time City employees, permits the deferral of income based upon guidelines published by the Internal Revenue Service. The City's DCP is administered by the Teachers Insurance and Annuity Association (TIAA). The City's DCP investments include mutual funds whose focus is on stocks, bonds, money-market-type investments, or a combination of these. Deferred compensation investments are held by outside trustees for the exclusive benefit of eligible employees and their beneficiaries and are not included in these financial statements. The deferred compensation funds are not available for employee distribution until termination, retirement, death, or unforeseeable emergency. Employees can take loans from their individual accounts of up to 50% of their account balances not to exceed \$50,000 at an interest rate of prime plus 1%. The City has no responsibility for investment losses of the DCP, but does have the fiduciary responsibilities usual to the sponsor of any retirement plan.

**NOTE K: 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 FY2025 payments to the District under the agreement were \$89,232,000. 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.2., as of September 30, 2025, the City has recorded pollution remediation liabilities in the amounts of \$1,529,000 in the Environmental Protection Capital Project Fund as required by GAAP. 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 \$529,894,000 as of September 30, 2025.

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 \$6,820,000 as of September 30, 2025.

State and federal regulations require the City to place a final cover on its Southeast landfill site when it stops accepting waste and performing certain maintenance and monitoring functions at the site for thirty years after closure. Although closure and postclosure care costs will be paid 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 at the end of each fiscal year. 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 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.

**CITY OF FORT WORTH, TEXAS**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**SEPTEMBER 30, 2025**  
**(000's omitted in tables)**

**NOTE K: COMMITMENTS AND CONTINGENCIES (CONTINUED)**

The City reported \$18,457,000 as landfill closure and postclosure care liability in the Solid Waste Fund as of September 30, 2025. This represents the cumulative amount reported to date based on the use of 64.5 percent of the estimated current permitted capacity of the landfill. The City will recognize the remaining estimated cost of closure and postclosure care of \$10,123,000 as the remaining estimated capacity is filled. The City expects to close the landfill in 10.9 years from the end of the current fiscal year, the year 2035. The total closure and postclosure cost are an estimate and is subject to changes resulting from inflation, deflation, technology changes, or changes in applicable laws and regulations.

Furthermore, as of September 30, 2025, the City reported cash and cash equivalents of \$4,088,000 as restricted assets for closure and postclosure care and has \$14,369,000 in a trust instrument for these costs provided from its contractor (Allied Waste, Inc. (Allied)). The City expects that future closure and postclosure care costs and inflation costs will be entirely covered by the trust instrument, in accordance with the contractual agreement with Allied. Allied will operate and close the landfill once it has reached capacity, and Allied will maintain and monitor the landfill during the postclosure care period.

**NOTE L: TAX ABATEMENTS**

As of September 30, 2025, the City provides tax abatements through three programs: Tax Abatement Agreements (Texas Tax Code 312), Economic Development Program Grant Agreements (Texas Local Government Code Chapter 380), and Neighborhood Empowerment Zones (Texas Tax Local Government Code Chapter 378). The table below and on the following pages explain each program:

	<b>Tax Abatement Agreements</b>	<b>Economic Development Program Grant Agreements</b>	<b>Neighborhood Empowerment Zones (NEZ)</b>
<b>1) Purpose of Program:</b>	<i>Chapter 312 of the Texas Tax Code allows, but does not obligate or require, the City to grant a Tax Abatement on the value added to a particular property on account of a specific development project that meets the eligibility requirements set forth in this Policy. In order for the City to participate in Tax Abatement, the City is required to establish guidelines and criteria governing Tax Abatement agreements.</i>	<i>This program is grant based and the purpose of these City grants is to reimburse private developers for the range of expenses that may otherwise contribute to a financing gap, yielding projects financially infeasible. A city may provide a Chapter 380 grant in the form of a municipal sales or property tax rebate. In addition, various amendments to temporary hotel/motel tax rebates to help finance convention center-related hotel facilities.</i>	<i>This program allows for owners of residential, multi-family, commercial, industrial, mixed-use, and community facilities development projects located in a NEZ area to apply for a tax abatement.</i>
<b>2) Tax being abated:</b>	<i>Real Property, &amp; Business Personal Property</i>	<i>Real Property, Business Personal Property, Sales Tax, &amp; Hotel Occupancy Tax</i>	<i>Property Tax</i>

*(continued)*

**CITY OF FORT WORTH, TEXAS**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**SEPTEMBER 30, 2025**  
**(000's omitted in tables)**

**NOTE L: TAX ABATEMENTS (CONTINUED)**

	<b>Tax Abatement Agreements</b>	<b>Economic Development Program Grant Agreements</b>	<b>Neighborhood Empowerment Zones (NEZ)</b>
<b>3) Authority under which abatement agreements are entered into:</b>	<i>Tax abatements are authorized under Chapter 312 of the Texas Tax Code.</i>	<i>Grants are authorized under Texas Local Government Code Chapter 380.</i>	<i>Tax abatements are authorized under Chapter 378 of the Texas Local Government Code.</i>
<b>4) Criteria to be eligible to receive abatement:</b>	<i>A Tax Abatement can only be granted to persons or entities eligible for Tax Abatement pursuant to Section 312.204(a) of the Texas Tax Code, which persons or entities as of the effective date of this policy are the owner of taxable real property located in a Tax Abatement reinvestment zone; or the owner of a leasehold interest in real property located in a Tax Abatement reinvestment zone.</i>	<i>A business or entity shall be eligible to participate in the Chapter 380 Economic Development Program on terms and conditions established by the City Council on a case-by-case basis if: (a) the business or entity enters into a binding contract with the City under which (i) the business or entity is required to make specific and verifiable employment and other commitments that serve the public purposes overseen by the City's Economic Development Department and that the City Council deems appropriate under the circumstances and (ii) the City is able to cease and/or recapture payment of Chapter 380 incentives or to terminate the contract in the event that the public purposes specified in the contract are not met; or (b) the business or entity enters into a binding contract with the City under which (i) the business or entity commits to conduct or sponsor, in whole or in part, an event to which the general public has access, including, but not limited to, sporting events; events that focus on the history of the City and the region; and events that promote instrumental and vocal music, dance, drama, folk art, creative writing, architecture, design and allied fields, painting, sculpture, photography, and graphic and craft arts, and (ii) as part of such event and as specified in the contract, the business or entity is required to promote and publicize the City and attractions within the City in a manner that is likely to attract visitors from locations outside the City.</i>	<i>Municipal property tax abatements, fee waivers and release of city liens are available to property owners who build or rehabilitate property within a NEZ.</i>

*(continued)*

**CITY OF FORT WORTH, TEXAS**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**SEPTEMBER 30, 2025**  
**(000's omitted in tables)**

**NOTE L: TAX ABATEMENTS (CONTINUED)**

	<b>Tax Abatement Agreements</b>	<b>Economic Development Program Grant Agreements</b>	<b>Neighborhood Empowerment Zones (NEZ)</b>																		
<b>5) How recipients' taxes are reduced:</b>	1. The property tax abatement is refunded after the taxpayer pays the property tax. 2. The business personal tax abatement is refunded after the taxpayer pays the business personal tax.	1. The property tax due is net of the abated amount, or the property tax may be paid by the taxpayer and subsequently refunded by the city. 2. All other taxes to be abated are refunded after the taxpayer pays the associated tax.	The property tax due is net of the abated amount.																		
<b>6) How the amount of abatement is determined:</b>	The taxes may be abated up to 100 percent of the property tax paid depending on the type of agreements.	The taxes may be abated up to 100 percent of the property, sale, and hotel occupancy tax paid depending on the type of agreements.	The taxes may be abated up to 100 percent of the property tax paid depending on the type of agreements.																		
<b>7) Provisions for recapturing abated taxes:</b>	If the recipient of a Chapter 312 Tax Abatement breaches any of the terms or conditions of the Tax Abatement Agreement and fails to cure such breach in accordance with the Tax Abatement Agreement, the City shall have the right to terminate the Tax Abatement Agreement.	If the recipient of a Chapter 380 award breaches any of the terms or conditions of the Economic Development Program Agreement and fails to cure such breach in accordance with the Economic Development Program Grant Agreement, the City shall have the right to terminate the Agreement.	If the recipient of a Chapter 378 Tax Abatement breaches any of the terms or conditions of the Tax Abatement Agreement and fails to cure such breach in accordance with the Tax Abatement Agreement, the City shall have the right to terminate the Tax Abatement Agreement.																		
<b>8) Types of commitments made by the City other than to reduce taxes:</b>	No additional commitments were made by the City as part of these agreements.	No additional commitments were made by the City as part of these agreements.	No additional commitments were made by the City as part of these agreements.																		
<b>9) Gross dollar amount, on accrual basis, by which the City's tax revenues were reduced as a result of abatement agreement:</b>	<table style="width: 100%; border-collapse: collapse;"> <tr> <td style="width: 60%;">Real Property</td> <td style="text-align: right;">\$ 508</td> </tr> <tr> <td>B/P* Property</td> <td style="text-align: right;">291</td> </tr> <tr> <td><b>Total</b></td> <td style="text-align: right;"><u>\$ 799</u></td> </tr> </table> <p>*B/P = Business Personal</p>	Real Property	\$ 508	B/P* Property	291	<b>Total</b>	<u>\$ 799</u>	<table style="width: 100%; border-collapse: collapse;"> <tr> <td style="width: 60%;">Real Property</td> <td style="text-align: right;">\$ 14,437</td> </tr> <tr> <td>B/P* Property</td> <td style="text-align: right;">11,443</td> </tr> <tr> <td>Sales</td> <td style="text-align: right;">8,369</td> </tr> <tr> <td>Hotel Occupancy</td> <td style="text-align: right;">4,136</td> </tr> <tr> <td><b>Total</b></td> <td style="text-align: right;"><u>\$ 38,385</u></td> </tr> </table>	Real Property	\$ 14,437	B/P* Property	11,443	Sales	8,369	Hotel Occupancy	4,136	<b>Total</b>	<u>\$ 38,385</u>	<table style="width: 100%; border-collapse: collapse;"> <tr> <td style="width: 60%;">Real Property</td> <td style="text-align: right;"><u>\$ 1,101</u></td> </tr> </table> <p style="text-align: right;">(concluded)</p>	Real Property	<u>\$ 1,101</u>
Real Property	\$ 508																				
B/P* Property	291																				
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Real Property	\$ 14,437																				
B/P* Property	11,443																				
Sales	8,369																				
Hotel Occupancy	4,136																				
<b>Total</b>	<u>\$ 38,385</u>																				
Real Property	<u>\$ 1,101</u>																				

**CITY OF FORT WORTH, TEXAS**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**SEPTEMBER 30, 2025**  
**(000's omitted in tables)**

**NOTE M: SEGMENT FINANCIAL INFORMATION**

Segment financial information for the City's Municipal Parking Fund and Solid Waste Fund are presented below:

	<b>Municipal Parking Fund</b>	<b>Solid Waste Fund</b>
<b>Condensed Statement of Net Position</b>		
<b>September 30, 2025</b>		
<b>Assets</b>		
Current Assets	\$ 12,379	\$ 50,450
Other Assets	1,214	24,797
Capital Assets	41,488	19,324
<b>Deferred Outflows of Resources</b>	<b>1,330</b>	<b>1,660</b>
Total Assets and Deferred Outflows of Resources	<u>56,411</u>	<u>96,231</u>
<b>Liabilities</b>		
Current Liabilities	2,511	7,436
Noncurrent Liabilities	21,644	41,800
<b>Deferred Inflows of Resources</b>	<b>4,031</b>	<b>1,464</b>
Total Liabilities and Deferred Inflows of Resources	<u>28,186</u>	<u>50,700</u>
<b>Net Position</b>		
Net Investment in Capital Assets	21,196	19,324
Restricted	1,103	2,150
Unrestricted	5,926	24,057
Total Net Position	<u>\$ 28,225</u>	<u>\$ 45,531</u>
<b>Condensed Statement of Revenues, Expenses, and Change in Net Position</b>		
<b>Year Ended September 30, 2025</b>		
Operating Revenues	\$ 7,757	\$ 90,614
Operating Expenses	6,100	74,886
Depreciation Expenses	1,827	994
Operating Income	<u>(170)</u>	<u>14,734</u>
<b>Nonoperating Revenues (Expenses):</b>		
Investment Income	452	2,558
Gain (Loss) on Sale of Property and Equipment	-	41
Interest and Service Charges	(784)	(4)
Lease Interest Income	-	-
Transfers Out	(9)	(9,250)
Transfers In	3,580	-
Change in Net Position	<u>3,069</u>	<u>8,079</u>
Beginning Net Position	25,156	37,452
Ending Net Position	<u>\$ 28,225</u>	<u>\$ 45,531</u>
<b>Condensed Statement of Cash Flows, Net Cash Provided (Used) by:</b>		
<b>Year Ended September 30, 2025</b>		
Operating Activities	\$ 1,879	\$ 18,120
Noncapital Financing Activities	3,571	(9,250)
Capital and Related Financing Activities	(3,023)	(1,880)
Investing Activities	306	2,564
Net Increase	<u>2,733</u>	<u>9,554</u>
Beginning Cash and Cash Equivalents	7,620	54,581
Ending Cash and Cash Equivalents	<u>\$ 10,353</u>	<u>\$ 64,135</u>

**CITY OF FORT WORTH, TEXAS**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**SEPTEMBER 30, 2025**  
**(000's omitted in tables)**

**NOTE N: SUBSEQUENT EVENTS**

On October 17, 2025, the City closed on a \$13,265,000 financial assistance package from the Texas Water Development Board (TWDB) for its Lead Service Line Replacement Project. This included a \$6,500,000 taxable Certificate of Obligation and \$6,765,000 in principal forgiveness from the Drinking Water State Revolving Fund (DWSRF). Both loans were recorded as a liability upon closing.

On November 17, 2025, the City closed on a \$180,000,000 loan agreement with the Texas Water Development Board (TWDB) under the State Water Implementation Fund for Texas (SWIFT) Program to fund the Eagle Mountain Water Treatment Plant – 35 MGD Expansion Project. .

On December 10, 2025, the City issued General Purpose Refunding Bonds, Series 2025, in the amount of \$60,205,000 to refinance and restructure existing debt obligations, including the General Purpose Refunding and Improvement Bonds, Series 2015A, and the General Purpose Refunding and Improvement Bonds, Series 2016, in order to achieve debt service savings.

On December 10, 2025, the City issued Tax Notes, Series 2025B, in the amount of \$23,165,000 to fund fire apparatus and ambulance purchases, equipment replacement, and a bridge replacement at the River Course at Pecan Valley Golf Course.

On January 22, 2026, the City entered a Water Infrastructure Finance and Innovation Act agreement with the United States Environmental Protection Agency authorizing the issuance of taxable Water and Sewer System Revenue Bonds, Series 2026 for Mary's Creek Water Reclamation Facility Projects, in an aggregate principal amount up to \$383,121,000, including capitalized interest.

**CITY OF FORT WORTH, TEXAS**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**SEPTEMBER 30, 2025**  
**(000's omitted in tables)**

**NOTE O: ISSUED, BUT NOT YET EFFECTIVE ACCOUNTING STANDARDS**

In April 2024, GASB issued Statement No. 103, *Financial Reporting Model Improvements*. The objective of this statement is to improve key components of the financial reporting model to enhance its effectiveness in providing information that is essential for decision making and assessing a government's accountability.

- Management's Discussion and Analysis: The statement continues the requirement that the basic financial statements be preceded by management's discussion and analysis (MD&A), which is presented as required supplementary information (RSI).
- Unusual or infrequent Items: This statement describes unusual or infrequent items as transactions and other events that are either unusual in nature or infrequent in occurrence.
- Presentation of the Proprietary Fund Statement of Revenues, Expenses, and Changes in Fund Net Position: This statement requires that the proprietary fund statement of revenues, expenses, and changes in fund net position continue to distinguish between operating and nonoperating revenues and expenses.
- Major Component Unit: This statement requires governments to present each major component unit separately in the reporting entity's statement of net position and statement of activities if it does not reduce the readability of the statement.
- Budgetary Comparison Information: This statement requires governments to present budgetary comparison information using a single method of communication-RSI. Variances between original and final budget amounts, and variances between final budget and actual amounts should be presented.

GASB Statement No.103 is effective for the City's financial periods beginning on October 1, 2025.

In September 2024, GASB issued Statement No. 104, *Disclosure of Certain Capital Assets*. This statement requires certain types of capital assets to be disclosed separately in capital assets note disclosures required by Statement No.34. The objective of this statement is to provide users of government financial statements with essential information about certain types of assets in order to make informed decisions and assess accountability. This statement is effective for the City's financial periods beginning October 1, 2025.

In December 2025, GASB issued statement No. 105, *Subsequent Events*. The primary objective of this Statement is to improve the financial reporting requirements for subsequent events, thereby enhancing consistency in their application and better meeting the information needs of financial statement users. It clarifies the subsequent events that constitute recognized and nonrecognized events and establishes specific note disclosure requirements for nonrecognized events. The statement is effective for the City's financial period beginning October 1, 2026.



REQUIRED SUPPLEMENTARY  
INFORMATION  
(UNAUDITED)

**CITY OF FORT WORTH, TEXAS**  
**REQUIRED SUPPLEMENTARY INFORMATION**  
**BUDGETARY COMPARISON SCHEDULE - GENERAL FUND**  
**FOR THE YEAR ENDED SEPTEMBER 30, 2025**  
**(in 000's)**  
**(Unaudited)**

	Budgeted Amounts		Budgetary Basis / Actual	Variance with Final Budget - Positive (Negative)
	Original	Final		
<b>Revenues:</b>				
General Property Taxes	\$ 613,086	\$ 613,086	\$ 601,098	\$ (11,988)
Sales Taxes	252,700	252,700	247,803	(4,897)
Other Local Taxes	62,636	62,636	60,689	(1,947)
Charges for Services	37,557	37,557	38,513	956
Licenses and Permits	24,554	24,554	25,643	1,089
Fines and Forfeitures	6,542	6,542	6,907	365
Revenue from Use of Money and Property	2,131	29,754	30,829	1,075
Intergovernmental	596	611	724	113
Other	2,809	2,810	5,176	2,366
Total Revenues	1,002,611	1,030,250	1,017,382	(12,868)
<b>Expenditures:</b>				
Departmental:				
City Attorney's Office	12,014	12,160	11,546	614
City Auditor's Office	2,413	2,417	2,417	-
City Manager's Office	9,791	11,129	10,982	147
City Secretary's Office	2,899	2,989	2,563	426
Code Compliance	27,156	27,920	27,920	-
Communication and Public Engagement	6,196	6,203	5,963	240
Consumer Health	4,589	4,379	4,026	353
Development Services	30,031	30,512	30,131	381
Diversity and Inclusion	2,864	3,091	3,008	83
Economic Development	40,431	40,431	39,697	734
Financial Management Services	16,778	16,789	16,358	431
Fire	219,253	224,789	224,763	26
FWLab	12,672	13,089	11,132	1,957
Human Resources	7,999	8,426	8,144	282
Library	29,524	30,917	30,198	719
Municipal Court	15,845	16,040	16,039	1
Neighborhood Services	11,303	12,097	11,949	148
Non-Departmental	28,578	3,133	11	3,122
Park and Recreation	72,263	72,563	72,504	59
Police	327,209	339,899	339,902	(3)
Property Management	26,647	29,747	28,324	1,423
Transportation and Public Works	41,271	41,616	41,263	353
Total Expenditures	947,807	950,627	939,192	11,435
<b>Other Financing Sources (Uses):</b>				
Proceeds from Disposal of Property	1,252	1,252	1,063	(189)
Transfers In	53,313	53,682	54,244	562
Transfers Out	(109,373)	(163,880)	(164,080)	(200)
Total Other Financing Sources (Uses)	(54,808)	(108,946)	(108,773)	173

(continued)

See accompanying notes to the required supplementary information.

**CITY OF FORT WORTH, TEXAS**  
**REQUIRED SUPPLEMENTARY INFORMATION**  
**BUDGETARY COMPARISON SCHEDULE - GENERAL FUND**  
**FOR THE YEAR ENDED SEPTEMBER 30, 2025**  
**(in 000's)**  
**(Unaudited)**

	<u>Budgeted Amounts</u>		<u>Budgetary Basis / Actual</u>	<u>Variance with Final Budget - Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	(4)	(29,323)	(30,583)	(1,260)
Fund Balance, Beginning of Year	—	—	271,556	44,848
Fund Balance, End of Year	<u>\$ (4)</u>	<u>\$ (29,323)</u>	<u>\$ 240,973</u>	<u>\$ 43,588</u>

**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)** \$ (30,583)

Differences - Budgetary to GAAP:

Current year non-budgeted transfers treated as revenues for financial reporting purposes but not as budgetary inflows.	1,040
Current year non-budgeted transfers treated as expenditures for financial reporting purposes but not as budgetary outflows.	(2,415)
Current year non-budgeted revenues treated as revenues for financial reporting purposes (due to perspective difference) but not as budgetary inflows.	(12,908)
Current year non-budgeted expenditures treated as expenditures for financial reporting purposes (due to perspective difference) but not as budgetary outflows.	
Current year non-budgeted revenue treated as other financing sources for financial reporting (due to perspective differences) purposes but not as budgetary inflows.	20,647
Current year non-budgeted expenditures treated as other financing uses for financial reporting (due to perspective difference) purpose but not as budgetary outflows.	(300)

**Net Change in Fund Balance (GAAP Basis)** \$ (24,519)

(concluded)

See accompanying notes to the required supplementary information.

**CITY OF FORT WORTH, TEXAS**  
**REQUIRED SUPPLEMENTARY INFORMATION**  
**NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION**  
**SEPTEMBER 30, 2025**  
**(000's omitted in tables)**

**ADOPTED BUDGET**

The City's framework for financial decision making is a comprehensive set of Financial Management Policy Statements. As required by the City's Charter, the City adopts an annual balanced budget for most funds (as more fully described below) which the legal level of control is at the departmental/fund level. Departments may not exceed their appropriations within any specific fund.

The City adopts annual budgets for most governmental funds, including the General Fund, the Debt Service Fund, the Crime Control and Prevention District Fund (CCPD), the Culture and Tourism Fund, the Environmental Management Fund, the Other Special Revenue Fund, the Public Improvement Districts Fund, and the Golf Fund, using the modified accrual basis of accounting except for certain revenues, expenditures, other financing sources, administrative costs, indirect costs, and transfers. Therefore, a reconciliation is presented on the Budgetary Comparisons Schedules to reconcile the Budgetary Basis Contribution to/Use of Fund Balance to the GAAP Basis Net Change in Fund Balance. Specific information on the budget for each of these funds is included as supplementary information in the Combining and Individual Fund Financial Statements and Schedules section.

Multi-year project length budgets are adopted for the City's governmental Grants Fund and the Capital Project Fund in accordance with the City's *Five-Year Capital Improvement Program* and are not presented within this document. Other multi-year budgets have been established for the Special Projects Fund, the Taxing Increment Reinvestment Zones Funds, Fort Worth Housing Finance Corporation, Fort Worth Local Development Corporation, Fort Worth Sports Authority, Lone Star Local Development Corporation, Central City Local Government Corporation, and Lancaster Corridor LLC. Budgets for the Grants Fund are established pursuant to the terms of the related Federal, State, and local grant awards and are therefore considered a legally adopted budget once the specific appropriation is approved.

Prior to action taken by City Council, the CCPD Board of Directors (Board) must approve the original budget for the CCPD fund. Also, the Board, as well as the City Council, must approve any supplement or transfer of appropriation balances or portions thereof from one department to another for this fund.

The City also adopts an annual budget for most of the proprietary funds, including enterprise funds and internal service funds. Internal service funds are maintained to account for services provided primarily to departments within the City. Budgets for proprietary funds are prepared on the full accrual basis of accounting with the following exceptions:

- Changes in the fair value of investments are not treated as adjustments to revenue in the annual operating budget;
- Debt service, lease, and SBITA principal payments are treated as expenses in the annual operating budget;
- Depreciation expense is not recognized in the annual operating budget; and
- Capital purchases are recognized as expense in the annual operating budgets.

At the close of each fiscal year the appropriated balance for annually adopted budgets lapse.

**CITY OF FORT WORTH, TEXAS**  
**REQUIRED SUPPLEMENTARY INFORMATION**  
**NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION**  
**SEPTEMBER 30, 2025**  
**(000's omitted in tables)**

**BUDGETARY CONTROL**

Budgetary controls begin with the City Charter requirements that the City adopt an annual balanced budget for appropriated funds by formal action. Each department is responsible for administering their respective programs and operations within the financial constraints described by the adopted budget.

The City's budget ordinance is deemed balanced when the sum of estimated revenues and appropriated fund balance/net position is equal to expenditure/expense appropriations and contributions to fund balance/net position. Operating revenues and other financing sources must fully cover operating expenditures/expenses, including debt service and other financing uses. Operating expenditures/expenses to balance the annual budget shall include that year's contribution to capital funds required to maintain existing assets. Furthermore, operating expenditures/expenses shall include the portion of funds required to maintain the viability of internal service funds for the purposes in which they were created. Finally, minimum reserve levels as outlined in the Financial Management Policy Statements must be maintained unless reserves are being used in accordance with the purposes permitted by the City's policy.

The overall budget appropriation may be increased via a supplemental appropriation ordinance that allocates funds that are certified as being in excess of those included in the budget and as being otherwise unencumbered. These amendments shall be considered and adopted by the City Council at formal business meetings, except for specific adjustments when limited authority has been delegated to the City Manager as prescribed within the adopted budget ordinance.

The City Manager may transfer part or all of any unencumbered appropriation balance among programs within a department, division, or section upon compliance with such conditions as the City Council has established. Upon request of the City Manager, the City Council may by ordinance transfer part or all of any unencumbered appropriation balance from one department to another. No such transfers shall be made of revenues or earnings of any non-tax supported public entity to any other purpose.

For the General Fund, supplemental appropriations of \$57,328,578 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. Multi-year project length budget appropriations are automatically carried over into the next fiscal year.

**BUDGET PROCESS**

The City adheres to the following procedures for 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 hearing is conducted. The budget is legally enacted by the City Council through the passage of appropriations and the tax levying ordinances prior to September 30 and is published under a separate cover.

**CITY OF FORT WORTH, TEXAS  
REQUIRED SUPPLEMENTARY INFORMATION  
EMPLOYEES' RETIREMENT FUND  
SCHEDULE OF CITY CONTRIBUTIONS TO THE RETIREMENT FUND  
– LAST TEN FISCAL YEARS  
SEPTEMBER 30, 2025  
(000's omitted in tables)**

<b>Year Ended September 30,</b>	<b>Actuarially Determined Contributions*</b>	<b>Contributions in Relation to the Actuarially Determined Contributions</b>	<b>Contributions Deficiency (Excess)</b>	<b>Covered Payroll**</b>	<b>Contributions as a Percentage of Covered Payroll</b>
2016	\$ 101,340	\$ 84,747	\$ 16,593	\$ 422,977	20.04%
2017	112,185	89,408	22,777	448,313	19.94%
2018	131,766	93,504	38,262	468,803	19.95%
2019	136,168	113,110	23,058	481,898	23.47%
2020	160,159	124,744	35,415	524,728	23.77%
2021	165,707	128,046	37,661	523,064	24.48%
2022	*** 174,315	137,012	37,303	539,844	25.38%
2023	175,059	148,282	26,777	557,870	26.58%
2024	192,983	167,207	25,776	610,899	27.37%
2025	206,077	178,622	27,455	664,764	26.87%

\* 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 payroll. City and Member rates are established by ordinance.

\*\* Covered payroll is the actual payroll on which contributions are based.

\*\*\*The actuarially determined calculations for City of Fort Worth 2022 were updated to incorporate a 2022 contribution rate change.

**CITY OF FORT WORTH, TEXAS**  
**REQUIRED SUPPLEMENTARY INFORMATION**  
**EMPLOYEES' RETIREMENT FUND**  
**SCHEDULE OF CHANGES IN THE CITY'S NET PENSION LIABILITY AND RELATED RATIOS**  
**– LAST TEN FISCAL YEARS**  
**SEPTEMBER 30, 2025**  
**(in 000's)**

	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
<b>Total Pension Liability</b>										
Service Cost	\$81,585	\$76,529	\$73,041	\$ 69,157	\$70,650	\$111,951	\$113,947	\$123,793	\$ 98,173	\$ 85,593
Interest	353,122	346,499	338,326	327,263	316,898	290,021	274,955	251,646	252,240	246,293
Change of Benefit Terms	–	–	–	–	–	(1,543,332)	–	–	–	(1,828)
Differences Between Expected and Actual Experience	23,698	(27,404)	230	12,410	(477)	(18,487)	62,114	186,854	4,178	(10,817)
Change of Assumptions	8,034	–	–	–	–	536,394	(165,301)	(327,288)	1,022,193	364,494
Benefit Payments, Including Refunds of Employee Contributions	(280,859)	(331,288)	(265,366)	(243,982)	(230,965)	(227,239)	(217,802)	(198,612)	(185,820)	(167,066)
Net Change in Total Pension Liability	185,580	64,336	146,231	164,848	156,106	(850,692)	67,913	36,393	1,190,964	516,669
Total Pension Liability - Beginning	5,103,442	5,039,106	4,892,875	4,728,027	4,571,921	5,422,613	5,354,700	5,318,307	4,127,343	3,610,674
Total Pension Liability - Ending (a)	<u>\$5,289,022</u>	<u>\$5,103,442</u>	<u>\$5,039,106</u>	<u>\$4,892,875</u>	<u>\$4,728,027</u>	<u>\$4,571,921</u>	<u>\$5,422,613</u>	<u>\$5,354,700</u>	<u>\$5,318,307</u>	<u>\$4,127,343</u>
<b>Plan Fiduciary Net Pension</b>										
Contributions - Employer	167,206	148,281	137,012	128,046	124,744	113,110	93,504	89,408	84,747	80,820
Contributions - Employee	82,240	72,323	65,594	60,282	56,251	40,635	37,618	35,963	33,977	32,542
Net Investment Income	423,629	218,565	(256,764)	524,024	110,571	67,729	145,408	250,913	166,306	(20,635)
Benefit Payments, Including Refunds of Employee	(280,859)	(331,288)	(265,366)	(243,982)	(230,965)	(227,239)	(217,802)	(198,612)	(185,820)	(167,066)
Administrative Expense	(8,461)	(7,327)	(6,855)	(6,092)	(5,303)	(5,707)	(4,915)	(4,867)	(4,522)	(3,823)
Other	–	–	–	–	–	–	–	–	(241)	(143)
Net Change in Plan Fiduciary Net Position	383,755	100,554	(326,379)	462,278	55,298	(11,472)	53,813	172,805	94,447	(78,305)
Plan Fiduciary Net Position - Beginning	2,604,614	2,504,060	2,830,439	2,368,161	2,312,863	2,324,335	2,270,522	2,097,717	2,003,270	2,081,575
Plan Fiduciary Net Position - Ending (b)	<u>\$2,988,369</u>	<u>\$2,604,614</u>	<u>\$2,504,060</u>	<u>\$2,830,439</u>	<u>\$2,368,161</u>	<u>\$2,312,863</u>	<u>\$2,324,335</u>	<u>\$2,270,522</u>	<u>\$2,097,717</u>	<u>\$2,003,270</u>
Net Pension Liability - Ending (a) - (b)	<u>\$2,300,653</u>	<u>\$2,498,828</u>	<u>\$2,535,046</u>	<u>\$2,062,436</u>	<u>\$2,359,866</u>	<u>\$2,259,058</u>	<u>\$3,098,278</u>	<u>\$3,084,178</u>	<u>\$3,220,590</u>	<u>\$2,124,073</u>
Plan Fiduciary Net Position as a % of the Total Pension Liability	56.50%	51.04%	49.69%	57.85%	50.09%	50.59%	42.86%	42.40%	39.44%	48.54%
Covered Payroll	\$610,899	\$557,870	\$539,844	\$523,064	\$524,728	\$481,898	\$468,803	\$448,313	\$422,977	\$403,772
Net Pension Liability as a % of Covered Payroll	376.60%	447.92%	469.59%	394.30%	449.73%	468.78%	660.89%	687.95%	761.41%	526.06%

**Notes to Schedule:**

Changes of assumptions each year include the change in the blended discount rate. The blended discount rates for 2015, 2016, 2017, and 2018 were 6.25%, 4.71%, 5.13%, and 5.35% respectively. As of FY2020, the blended discount rate was discontinued and a single discount was included in the assumptions at 7.00%.

**CITY OF FORT WORTH, TEXAS  
REQUIRED SUPPLEMENTARY INFORMATION  
EMPLOYEES' RETIREMENT FUND  
SCHEDULE OF CHANGES IN THE CITY'S NET PENSION LIABILITY AND RELATED RATIOS  
– LAST TEN FISCAL YEARS  
SEPTEMBER 30, 2025  
(in 000's)**

**Notes to Schedule: (continued)**

Benefits changes:

FY2015 - The benefits for Firefighters hired before January 10, 2015 (Group II) were bifurcated effective January 10, 2015. Prospectively, the benefit multiplier changed from 3.00% to 2.50% 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 (except built-in overtime, assumed to be 6.50% of base pay). Benefits earned on or after January 10, 2015, are subject to an annual 2.00% simple COLA, rather than an ad-hoc COLA.

FY2016 - A comprehensive Actuarial Experience Review, covering the period January 1, 2013, through December 31, 2015, was completed in March 2016. As a result of that study, the following assumption changes were approved by the Retirement Board:

- The mortality assumption for active and inactive vested participants was changed from the RP-2000 Combined Healthy Mortality Table, set forward one year to the RP-2014 Employee Mortality Table.
- The post-retirement mortality assumption for healthy annuitants was changed from the RP-2000 Combined Healthy Mortality Table, set forward one year to the RP-2014 Healthy Annuitant Mortality Table, set forward three years.
- Coordinating with the mortality assumption for healthy lives, the mortality assumption for disabled retirees was changed from the RP-2000 Disabled Retiree Mortality Table, reduced by 20% for males and loaded by 50% for females to the RP-2014 Disabled Retiree Mortality Table.
- The generational projection scale was changed from Scale AA to the MP-2015 improvement scale.
- The assumption for deaths in the line of duty for Police Officers was reduced from 25% to 10% of all active deaths.
- The investment return assumption was lowered from 8.00% to 7.75%.
- Administrative expense assumption of \$3,000,000 was introduced and the inflation assumption was lowered from 3.00% to 2.75%.
- The payroll growth rate assumption (used for determining the amortization of the unfunded actuarial accrued liability) was lowered from 3.25% to 3.00%.
- While maintaining the existing service-based tables, the salary scale was adjusted to better match observed experience. The inflation component was lowered from 3.50% per year for all to 3.00% per year for General Employees and Firefighters and lowered to 2.75% per year for Police Officers.
- The retirement rates for General Employees who retire early with reduced benefits were adjusted to match observed experience.
- The unreduced retirement rates were restructured to be based on eligibility for Normal Retirement for all groups and the assumed retirement rates for non-DROP participants were updated.
- A retirement assumption for DROP participants was introduced to reflect that all DROP participants will enter at first eligibility and retire at the end of the assumed DROP period.
- The DROP utilization assumption was lowered by 5% for Police Officers and current disability rates were lowered by 50%.

**CITY OF FORT WORTH, TEXAS  
REQUIRED SUPPLEMENTARY INFORMATION  
EMPLOYEES' RETIREMENT FUND  
SCHEDULE OF CHANGES IN THE CITY'S NET PENSION LIABILITY AND RELATED RATIOS  
– LAST TEN FISCAL YEARS  
SEPTEMBER 30, 2025  
(in 000's)**

**Notes to Schedule: (continued)**

- The gender-distinct five-year select-and-ultimate turnover tables were modified for General Employees with increased rates for non-vested and vested males only. The service-based withdrawal rates for Police Officers and Firefighters were lowered to reflect observed experience.
- The assumed marriage percentage assumption was lowered from 90% to 80% for males and to 60% for females.
- The spousal age difference was changed from assuming females are three years younger than males to the spouse being four years younger for male participants and the same age for female participants.
- The overtime and other payloads (Blue benefits only) were lowered for Police Officers by 1.00% and 1.25% for Firefighters.
- The load on final average salary for General Employees was eliminated. The load for Police Officers was lowered from 2.75% to 2.00% while the load for Firefighters was increased from 4.00% to 5.00%.
- The sick leave service conversion load for General Employees and Firefighters was increased by 0.50% and 1.0%, respectively.

FY2019 - The changes were:

- Increase to the City contribution rate by 4.50% of pay, effective January 2019,
- Increase to the member contribution rate by 1.1% of pay for all General Employees, effective July 2019,
- Increase to the member contribution rate by an additional 0.7% of pay for a period equal to the period of blue service for each individual General Employee, effective July, 2019,
- Extend maximum DROP period to six years, and new categories for Gray member benefits and services were introduced; please refer to Note I - Summary of Plan Provision for further details.

FY2020 - The changes were:

- The single discount rate went from 5.35% to 7.00%
- The investment return assumption was lowered from 7.75%. to 7.00%.

FY2024 - The changes were:

- The unscheduled overtime pay assumption for Firefighters increased from 18% to 25%.
- The duty disability assumption for Police Officers increased from 40% to 70%.

**CITY OF FORT WORTH, TEXAS**  
**REQUIRED SUPPLEMENTARY INFORMATION**  
**OTHER POSTEMPLOYMENT BENEFITS**  
**SCHEDULE OF CITY CONTRIBUTIONS TO THE OPEB FUND**  
**– LAST TEN FISCAL YEARS**  
**SEPTEMBER 30, 2025**  
**(000's omitted in tables)**

	<b>Year</b>	<b>Actuarially Determined Contribution</b>	<b>Contributions in Relation to the Actuarially Determined Contribution</b>	<b>Contribution Deficiency (Excess)</b>	<b>Covered Payroll</b>	<b>Contributions as a Percentage of Covered Payroll</b>
(a)	<b>2017</b>	\$ –	\$ 26,641	\$ (26,641)	\$ 302,434	8.81 %
(b)	<b>2018</b>	–	25,297	(25,297)	294,960	8.58 %
(b)	<b>2019</b>	–	33,144	(33,144)	276,075	12.01 %
(b)	<b>2020</b>	–	32,856	(32,856)	275,316	11.93 %
(b)	<b>2021</b>	58,967	35,076	23,891	267,753	13.10 %
(b)	<b>2022</b>	75,942	33,912	42,030	261,114	12.99 %
	<b>2023</b>	42,417	35,031	7,386	256,586	13.65 %
	<b>2024</b>	39,712	34,340	5,372	234,895	14.62 %

(a) Historical information prior to implementation of GASB 74/75 is not required  
(b) Actuarially Determined Contribution not shown in actuarially valuation report

**CITY OF FORT WORTH, TEXAS**  
**REQUIRED SUPPLEMENTARY INFORMATION**  
**OTHER POSTEMPLOYMENT BENEFITS**  
**SCHEDULE OF CHANGES IN THE CITY'S NET OPEB LIABILITY AND RELATED RATIOS**  
**– LAST TEN FISCAL YEARS**  
**SEPTEMBER 30, 2025**  
**(in 000's)**

	<u>2024</u>	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016*</u>
<b>Total OPEB Liability</b>									
Service Cost	\$ 12,463	\$ 13,329	\$ 38,070	\$ 19,118	\$ 26,584	\$ 26,165	\$ 29,287	\$ 33,369	
Interest	28,897	30,705	21,423	24,132	28,858	32,803	33,005	30,961	
Differences Between Expected and Actual Experience	(42,718)	(35,526)	(87,053)	(61,337)	(139,352)	10,083	(84,468)	(28,736)	
Change of Assumptions	1,983	–	(331,153)	27,404	64,232	151,407	(44,046)	(64,270)	
Benefit Payments, Including Refunds of Employee Contributions	(42,534)	(39,373)	(40,632)	(36,257)	(39,954)	(30,222)	(18,956)	(27,064)	
Net Change in Total OPEB Liability	(41,909)	(30,865)	(399,345)	(26,940)	(59,632)	190,236	(85,178)	(55,740)	
Total OPEB Liability - Beginning	540,434	571,299	970,644	997,584	1,057,216	866,980	952,158	1,007,898	
Total OPEB Liability - Ending (a)	<u>\$498,525</u>	<u>\$540,434</u>	<u>\$571,299</u>	<u>\$970,644</u>	<u>\$997,584</u>	<u>\$1,057,216</u>	<u>\$866,980</u>	<u>\$952,158</u>	
<b>OPEB Plan Fiduciary Net Position</b>									
Contributions - Employer	\$ 34,340	\$ 35,031	\$ 33,912	\$ 35,076	\$ 32,856	\$ 33,144	\$ 25,297	\$ 26,641	
Contributions - Retiree	5,572	5,794	5,695	5,703	5,420	3,814	–	–	
Net Investment Income/(Loss)	15,161	4,193	(14,368)	7,955	5,909	5,588	1,908	3,488	
Benefit Payments, Including Refunds of Employee Contributions	(42,534)	(39,373)	(40,632)	(36,257)	(39,954)	(30,222)	(18,956)	(27,064)	
Administrative Expense	(1,924)	(2,346)	(2,221)	(2,248)	(2,217)	(1,711)	(1,352)	(1,351)	
Other	4,103	3,062	1,847	2,718	5,337	–	–	–	
Net Change in Plan Fiduciary Net Position	14,718	6,361	(15,767)	12,947	7,351	10,613	6,897	1,714	
OPEB Plan Fiduciary Net Position - Beginning	97,230	90,869	106,636	93,689	86,338	75,725	68,828	67,114	
OPEB Plan Fiduciary Net Position - Ending (b)	<u>\$111,948</u>	<u>\$ 97,230</u>	<u>\$ 90,869</u>	<u>\$106,636</u>	<u>\$ 93,689</u>	<u>\$ 86,338</u>	<u>\$ 75,725</u>	<u>\$ 68,828</u>	
Net OPEB Liability - Ending (a) - (b)	<u>\$386,577</u>	<u>\$443,204</u>	<u>\$480,430</u>	<u>\$864,008</u>	<u>\$903,895</u>	<u>\$970,878</u>	<u>\$791,255</u>	<u>\$883,330</u>	
Plan Fiduciary Net Position as a % of the Total OPEB Liability	22.46%	17.99%	15.91%	10.99%	9.39%	8.17%	8.73%	7.23%	
Covered Payroll	\$234,895	\$256,586	\$261,114	\$267,753	\$275,316	\$276,075	\$294,960	\$302,434	
Net OPEB Liability as a % of Covered Payroll	164.57%	172.73%	183.99%	322.69%	328.31%	351.67%	268.26%	292.07%	

\*Historical information prior to implementation of GASB 74/75 is not required.

**Notes to Schedule:**

Allocation of City funds to pay postemployment benefits other than pensions is determined on an annual basis by the City Council as part of the budget approval process on a pay-as-you-go basis.

**CITY OF FORT WORTH, TEXAS  
REQUIRED SUPPLEMENTARY INFORMATION  
OTHER POSTEMPLOYMENT BENEFITS  
SCHEDULE OF CHANGES IN THE CITY'S NET OPEB LIABILITY AND RELATED RATIOS  
– LAST TEN FISCAL YEARS  
SEPTEMBER 30, 2025  
(in 000's)**

**Notes to Schedule: (continued)**

Changes of assumptions each year include the change in the blended discount rate. The discount rates for measurement date September 30, 2018, 2019, 2020, 2021, 2022, 2023, 2024, and 2025 were 3.86%, 2.75%, 2.44%, 2.21%, 5.50%, 5.50%, 5.50%, and 5.50%, respectively. As of 01/01/2019, the firefighters' union local 440 split from the rest of the City and formed their own plan. All current and futures retirees are covered under that separate plan. However, because of the limited claims experience under that plan, their claims cost was assumed to be the same as the rest of the City. All other assumptions (mortality, turnovers, retirement rates, eligibility) was assumed to remain the same. Their numbers were valued separately and then rolled up into the City's.



# COMBINING AND INDIVIDUAL FUND FINANCIAL STATEMENTS AND SCHEDULES

## **Debt Service Fund**

The 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. It comprises three funds: General Debt Service Fund, Culture and Tourism Debt Service Fund, and Venue Debt Service Fund. In addition, long-term obligations that are paid with special assessments or fund revenues are included in this fund.



**CITY OF FORT WORTH, TEXAS  
BUDGETARY COMPARISON SCHEDULE  
DEBT SERVICE FUND  
FOR THE YEAR ENDED SEPTEMBER 30, 2025  
(in 000's)**

	<u>Budgeted Amounts</u>		<u>Budgetary Basis Actual</u>	<u>Variance with Final Budget - Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<b>Revenues:</b>				
General Property Taxes	\$ 171,682	\$ 171,682	\$ 168,671	\$ (3,011)
Revenue from Use of Money and Property	7,500	7,500	28,771	21,271
Other	–	–	391	391
Total Revenues	<u>179,182</u>	<u>179,182</u>	<u>197,833</u>	<u>18,651</u>
<b>Expenditures:</b>				
Departmental:				
Financial Management Services	<u>204,902</u>	<u>286,953</u>	<u>279,892</u>	<u>7,061</u>
Total Expenditures	<u>204,902</u>	<u>286,953</u>	<u>279,892</u>	<u>7,061</u>
<b>Other Financing Sources (Uses):</b>				
Issuance of Bonds/Premium	–	78,266	74,906	(3,360)
Issuance of Tax Notes	–	–	10	10
Transfers In	28,689	29,474	29,873	399
Transfers Out	<u>(2,980)</u>	<u>(2,980)</u>	<u>(2,980)</u>	<u>–</u>
Total Other Financing Sources (Uses)	<u>25,709</u>	<u>104,760</u>	<u>101,809</u>	<u>(2,951)</u>
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	<u>(11)</u>	<u>(3,011)</u>	<u>19,750</u>	<u>22,761</u>
Fund Balance, Beginning of Year	–	–	56,731	(8,054)
Fund Balance, End of Year	<u>\$ (11)</u>	<u>\$ (3,011)</u>	<u>\$ 76,481</u>	<u>\$ 14,707</u>

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

<b>Contribution to / (Use of) Fund Balance</b>	\$ 19,750
Differences - Budgetary to GAAP:	
Current year non-budgeted revenues treated as revenues for financial reporting purposes (due to perspective difference) but not as budgetary inflows.	<u>139</u>
<b>Net Change in Fund Balance (GAAP Basis)</b>	<u><u>\$ 19,889</u></u>

## **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 finance the cost in providing the necessary resources to effectively implement crime reduction strategies pertaining to enhanced enforcement, neighborhood crime prevention, partner programs, recruitment and training, and department equipment, technology, and infrastructure within the City of Fort Worth, as approved by citizens.

*Fort Worth Emergency Medical Services* is used to support the provision of emergency medical services by the City of Fort Worth to all who live in, work in, or travel through the City, including those in participating member services through a unified regional EMS model.

*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.

*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.

*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 to promote tourism.

*Other Blended Component Units Fund* is used to combine Fort Worth Sports Authority (used to purchase the Texas Motor Speedway and spur economic growth), and Lone Star Local Development Corporation (used for the construction of a museum, exhibition space, and certain public infrastructure in the vicinity of Cabala's retail facility).

*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.

*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 three 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

**Nonmajor Governmental Funds**  
**Capital Project Funds**

*Other Blended Component Units Fund* is used to combine Lancaster Corridor LLC Fund (organized to support mixed-use redevelopment along the Lancaster Corridor), Central City Local Government Corporation (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 construction of a parking garage to support development), and Research and Innovation Local Government Corporation (organized for the development of the Texas A&M downtown campus and surrounding area).

**CITY OF FORT WORTH, TEXAS  
COMBINING BALANCE SHEET  
NONMAJOR GOVERNMENTAL FUNDS  
SEPTEMBER 30, 2025  
(in 000's)**

	<b>Special Revenue Funds</b>					
	<b>Crime Control and Prevention District</b>	<b>Fort Worth Emergency Medical Services</b>	<b>Environmental Management</b>	<b>Fort Worth Housing Finance Corporation</b>	<b>Fort Worth Local Development Corporation</b>	<b>Special Projects</b>
<b>ASSETS</b>						
Cash, Cash Equivalents, & Investments	\$ 37,942	\$ 23,496	\$ 3,985	\$ 6,474	\$ 5,904	\$ 14,580
Cash, Cash Equivalents, & Investments Held by Trustees	-	-	-	-	-	196
Receivables, Net of Allowance for Uncollectible Accounts:						
Grants and Other Governments	20,410	-	-	-	-	-
Lease	-	-	-	-	-	-
Interest	10	1	-	2,838	-	1
Accounts and Other	125	8,377	1,562	8,943	-	-
Inventories (at Cost)	-	1,199	-	1,394	145	-
Prepays, Deposits, and Other	-	682	-	3	-	-
Long-Term Loans Receivable	-	-	-	-	-	-
<b>Total Assets</b>	<b>\$ 58,487</b>	<b>\$ 33,755</b>	<b>\$ 5,547</b>	<b>\$ 19,652</b>	<b>\$ 6,049</b>	<b>\$ 14,777</b>
<b>LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES (DEFICIT)</b>						
<b>Liabilities</b>						
Accounts Payable	\$ 1,501	\$ 1,806	\$ 317	\$ -	\$ -	\$ 286
Accrued Payroll	1,634	1,351	169	-	-	10
Other	-	12	-	-	-	8
Unearned Revenue	-	-	-	-	-	-
<b>Total Liabilities</b>	<b>3,135</b>	<b>3,169</b>	<b>486</b>	<b>-</b>	<b>-</b>	<b>304</b>
<b>Deferred Inflows of Resources</b>						
Unavailable Revenue	125	1,324	-	-	-	-
Lease Related	-	57	-	35,440	-	-
<b>Total Deferred Inflows of Resources</b>	<b>125</b>	<b>1,381</b>	<b>-</b>	<b>35,440</b>	<b>-</b>	<b>-</b>
<b>Total Liabilities and Deferred Inflows of Resources</b>	<b>3,260</b>	<b>4,550</b>	<b>486</b>	<b>35,440</b>	<b>-</b>	<b>304</b>
<b>Fund Balances (Deficit):</b>						
Nonspendable	-	1,881	-	1,397	145	-
Restricted	47,228	-	5,061	-	-	6,360
Committed	4,666	25,387	-	-	-	1,303
Assigned	3,333	1,937	-	-	5,904	6,810
Fund Balance - Unassigned (Deficit)	-	-	-	(17,185)	-	-
<b>Total Fund Balances (Deficit)</b>	<b>55,227</b>	<b>29,205</b>	<b>5,061</b>	<b>(15,788)</b>	<b>6,049</b>	<b>14,473</b>
<b>Total Liabilities, Deferred Inflows of Resources, and Fund Balances (Deficit)</b>	<b>\$ 58,487</b>	<b>\$ 33,755</b>	<b>\$ 5,547</b>	<b>\$ 19,652</b>	<b>\$ 6,049</b>	<b>\$ 14,777</b>

Special Revenue Funds						Capital Project Funds	Total Nonmajor Governmental Funds	
Culture and Tourism	Other Blended Component Units	Other Special Revenue	Public Improvement Districts	Taxing Increment Reinvestment Zones	Golf	Special Revenue Funds Subtotal	Other Blended Component Units	Total Nonmajor Governmental Funds
\$ 133,466	\$ 5,531	\$ 22,113	\$ 13,625	\$ 94,377	\$ 1,188	\$ 362,681	\$ 11,321	\$ 374,002
-	-	-	-	-	-	196	-	196
156	-	-	1	1,712	-	22,279	-	22,279
-	865	7,923	-	-	-	8,788	-	8,788
-	27	536	1	9	-	3,423	-	3,423
10,426	-	2,738	677	-	-	32,848	-	32,848
-	-	-	-	-	56	2,794	-	2,794
-	-	-	-	-	9	694	18	712
-	-	-	-	364	-	364	-	364
<u>\$ 144,048</u>	<u>\$ 6,423</u>	<u>\$ 33,310</u>	<u>\$ 14,304</u>	<u>\$ 96,462</u>	<u>\$ 1,253</u>	<u>\$ 434,067</u>	<u>\$ 11,339</u>	<u>\$ 445,406</u>
\$ 2,776	\$ -	\$ 1,228	\$ 2,114	\$ 293	\$ 218	\$ 10,539	\$ -	\$ 10,539
273	-	-	-	-	100	3,537	-	3,537
1	-	84	-	-	-	105	-	105
1,358	25	69	-	-	-	1,452	-	1,452
<u>4,408</u>	<u>25</u>	<u>1,381</u>	<u>2,114</u>	<u>293</u>	<u>318</u>	<u>15,633</u>	<u>-</u>	<u>15,633</u>
548	-	622	1	1,712	-	4,332	-	4,332
-	871	7,226	-	-	-	43,594	-	43,594
<u>548</u>	<u>871</u>	<u>7,848</u>	<u>1</u>	<u>1,712</u>	<u>-</u>	<u>47,926</u>	<u>-</u>	<u>47,926</u>
4,956	896	9,229	2,115	2,005	318	63,559	-	63,559
-	-	-	-	-	65	3,488	18	3,506
98,879	-	1,643	10,250	79,840	-	249,261	7,027	256,288
501	-	13,736	-	-	-	45,593	-	45,593
39,712	5,527	8,702	1,939	14,617	870	89,351	4,294	93,645
-	-	-	-	-	-	(17,185)	-	(17,185)
<u>139,092</u>	<u>5,527</u>	<u>24,081</u>	<u>12,189</u>	<u>94,457</u>	<u>935</u>	<u>370,508</u>	<u>11,339</u>	<u>381,847</u>
<u>\$ 144,048</u>	<u>\$ 6,423</u>	<u>\$ 33,310</u>	<u>\$ 14,304</u>	<u>\$ 96,462</u>	<u>\$ 1,253</u>	<u>\$ 434,067</u>	<u>\$ 11,339</u>	<u>\$ 445,406</u>

**CITY OF FORT WORTH, TEXAS**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES,**  
**AND CHANGES IN FUND BALANCES NONMAJOR GOVERNMENTAL FUNDS**  
**FOR THE YEAR ENDED SEPTEMBER 30, 2025**  
**(in 000's)**

	<b>Special Revenue Funds</b>					
	<b>Crime Control and Prevention District</b>	<b>Fort Worth Emergency Medical Services</b>	<b>Environmental Management</b>	<b>Fort Worth Housing Finance Corporation</b>	<b>Fort Worth Local Development Corporation</b>	<b>Special Projects</b>
<b>REVENUES:</b>						
General Property Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Sales Taxes	118,854	-	-	-	-	-
Other Local Taxes	-	-	-	-	-	-
Charges for Services	-	16,386	15,568	54	-	1,866
Licenses and Permits	-	-	-	-	-	-
Revenue from Use of Money and Property	-	-	-	-	6	-
Investment Income (Loss)	4,032	41	220	328	186	333
Intergovernmental	8,540	-	-	-	-	1,162
Gas Leases and Royalties	-	-	-	43	32	-
Other	588	640	23	2,133	-	115
Contributions	-	-	-	-	-	838
Total Revenues	<u>132,014</u>	<u>17,067</u>	<u>15,811</u>	<u>2,558</u>	<u>224</u>	<u>4,314</u>
<b>EXPENDITURES:</b>						
Current:						
General Government	108	3,327	-	-	-	934
Public Safety	99,731	17,595	12,785	-	-	1,455
Culture and Recreation	2,686	-	-	-	-	601
Urban Redevelopment and Housing	-	-	-	2,540	1,076	959
Capital Outlay	-	-	-	-	-	-
Debt Service:						
Principal Retirement	-	-	-	-	-	-
Interest and Debt Issuance Costs	-	12	-	-	-	8
Total Expenditures	<u>102,525</u>	<u>20,934</u>	<u>12,785</u>	<u>2,540</u>	<u>1,076</u>	<u>3,957</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>29,489</u>	<u>(3,867)</u>	<u>3,026</u>	<u>18</u>	<u>(852)</u>	<u>357</u>
<b>OTHER FINANCING SOURCES (USES):</b>						
Issuance of Lease/SBITA	-	1,309	-	-	-	546
Issuance of Construction Loans	-	-	-	-	-	-
Proceeds from Disposal of Property	85	-	2	144	-	-
Transfers In	2	4,937	-	-	-	532
Transfers Out	(28,494)	(2,821)	(1,431)	-	-	(2,995)
Total Other Financing Sources (Uses)	<u>(28,407)</u>	<u>3,425</u>	<u>(1,429)</u>	<u>144</u>	<u>-</u>	<u>(1,917)</u>
<b>SPECIAL ITEM</b>						
Transfer Of Operations GASB 69 (A.15)	-	29,647	-	-	-	-
Net Change in Fund Balances (Deficit)	<u>1,082</u>	<u>29,205</u>	<u>1,597</u>	<u>162</u>	<u>(852)</u>	<u>(1,560)</u>
Fund Balances (Deficit), Beginning of Year	54,145	-	3,464	(15,950)	6,901	16,033
Fund Balances (Deficit), End of Year	<u>\$ 55,227</u>	<u>\$ 29,205</u>	<u>\$ 5,061</u>	<u>\$ (15,788)</u>	<u>\$ 6,049</u>	<u>\$ 14,473</u>

Special Revenue Funds						Capital Project Funds	Total Nonmajor Governmental Funds	
Culture and Tourism	Other Blended Component Units	Other Special Revenue	Public Improvement Districts	Taxing Increment Reinvestment Zones	Golf	Special Revenue Funds Subtotal	Other Blended Component Units	Total Nonmajor Governmental Funds
\$ -	\$ -	\$ -	\$ -	\$ 20,038	\$ -	\$ 20,038	\$ -	\$ 20,038
-	-	-	-	-	-	118,854	-	118,854
67,521	-	-	-	-	-	67,521	-	67,521
6,673	-	525	-	-	5,952	47,024	-	47,024
33	-	-	-	-	-	33	-	33
8,380	289	2,615	-	-	-	11,290	2,150	13,440
85	-	732	285	3,636	-	9,878	371	10,249
32,166	-	-	-	7,308	-	49,176	-	49,176
-	126	-	-	-	-	201	1	202
2,386	-	7,032	13,982	-	17	26,916	2	26,918
2,855	-	-	-	-	-	3,693	337	4,030
120,099	415	10,904	14,267	30,982	5,969	354,624	2,861	357,485
-	-	7,631	-	-	-	12,000	-	12,000
-	-	-	-	-	-	131,566	-	131,566
-	41	-	-	-	6,812	59,469	-	59,469
49,329	-	2,574	16,823	40,154	-	64,126	112	64,238
-	-	-	-	-	-	-	10,479	10,479
-	-	-	-	7,529	-	7,529	440	7,969
-	-	-	-	-	-	20	1,805	1,825
49,329	41	10,205	16,823	47,683	6,812	274,710	12,836	287,546
70,770	374	699	(2,556)	(16,701)	(843)	79,914	(9,975)	69,939
-	-	-	-	-	-	1,855	-	1,855
-	-	-	-	33,091	-	33,091	17,435	50,526
-	-	-	-	-	-	231	-	231
3,326	-	5,036	1,243	4,200	170	19,446	-	19,446
(41,279)	-	(300)	(276)	(5,711)	(375)	(83,682)	-	(83,682)
(37,953)	-	4,736	967	31,580	(205)	(29,059)	17,435	(11,624)
-	-	-	-	-	-	29,647	-	29,647
32,817	374	5,435	(1,589)	14,879	(1,048)	80,502	7,460	87,962
106,275	5,153	18,646	13,778	79,578	1,983	290,006	3,879	293,885
\$ 139,092	\$ 5,527	\$ 24,081	\$ 12,189	\$ 94,457	\$ 935	\$ 370,508	\$ 11,339	\$ 381,847

**CITY OF FORT WORTH, TEXAS  
COMBINING BALANCE SHEET  
NONMAJOR GOVERNMENTAL FUNDS - OTHER BLENDED COMPONENT UNITS  
SEPTEMBER 30, 2025  
(in 000's)**

	<b>Special Revenue Funds</b>		
	<b>Fort Worth Sports Authority, Inc.</b>	<b>Lone Star Local Government Corporation</b>	<b>Total</b>
<b>ASSETS</b>			
Cash, Cash Equivalents, & Investments	\$ 5,531	\$ —	\$ 5,531
Receivables, Net of Allowance for Uncollectible Accounts:			
Leases	865	—	865
Interest	27	—	27
Accounts and Other	—	—	—
Total Assets	<u>6,423</u>	<u>—</u>	<u>6,423</u>
<b>LIABILITIES AND FUND BALANCES</b>			
<b>Liabilities</b>			
Unearned Revenue	25	—	25
Total Liabilities	<u>25</u>	<u>—</u>	<u>25</u>
<b>Deferred Inflows of Resources</b>			
Lease Related	871	—	871
Total Deferred Inflows of Resources	<u>871</u>	<u>—</u>	<u>871</u>
<b>Total Liabilities and Deferred Inflows of Resources</b>	<u>896</u>	<u>—</u>	<u>896</u>
<b>Fund Balances:</b>			
Assigned	5,527	—	5,527
Total Fund Balances	<u>5,527</u>	<u>—</u>	<u>5,527</u>
<b>Total Liabilities, Deferred Inflows of Resources, and Fund Balances</b>	<u>\$ 6,423</u>	<u>\$ —</u>	<u>\$ 6,423</u>

**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, 2025**  
**(in 000's)**

	<b>Special Revenue Funds</b>		
	<b>Fort Worth Sports Authority, Inc.</b>	<b>Lone Star Local Government Corporation</b>	<b>Total</b>
<b>REVENUES:</b>			
Gas Leases and Royalties	\$ 126	\$ -	\$ 126
Revenue from Use of Money and Property	289	-	289
Total Revenues	<u>415</u>	<u>-</u>	<u>415</u>
<b>EXPENDITURES:</b>			
Current:			
Culture and Recreation	41	-	41
Total Expenditures	<u>41</u>	<u>-</u>	<u>41</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>374</u>	<u>-</u>	<u>374</u>
<b>OTHER FINANCING SOURCES (USES):</b>			
Transfers In	-	-	-
Total Other Financing Sources	<u>-</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balances	374	-	374
Fund Balances, Beginning of Year	5,152	-	5,152
Fund Balances, End of Year	<u>\$ 5,526</u>	<u>\$ -</u>	<u>\$ 5,526</u>

**CITY OF FORT WORTH, TEXAS  
COMBINING BALANCE SHEET  
NONMAJOR GOVERNMENTAL FUNDS - OTHER BLENDED COMPONENT UNITS  
SEPTEMBER 30, 2025  
(in 000's)**

	<b>Capital Project Funds</b>			<b>Total</b>
	<b>Lancaster Corridor Redevelopment, LLC</b>	<b>Central City Local Government Corporation</b>	<b>Research and Innovation Local Government Corporation</b>	
<b>ASSETS</b>				
Cash, Cash Equivalents, & Investments	\$ 1,300	\$ 118	\$ 9,903	\$ 11,321
Prepays, Deposits, and Other	-	18	-	18
Total Assets	<u>1,300</u>	<u>136</u>	<u>9,903</u>	<u>11,339</u>
<b>LIABILITIES AND FUND BALANCES</b>				
<b>Liabilities</b>				
Accounts Payable	-	-	-	-
Total Liabilities	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Fund Balances:</b>				
Fund Balance - Nonspendable	-	18	-	18
Restricted	-	-	7,027	7,027
Assigned	1,300	118	2,876	4,294
Total Fund Balances	<u>1,300</u>	<u>136</u>	<u>9,903</u>	<u>11,339</u>
<b>Total Liabilities and Fund Balances</b>	<u>\$ 1,300</u>	<u>\$ 136</u>	<u>\$ 9,903</u>	<u>\$ 11,339</u>

**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, 2025**  
**(in 000's)**

	<b>Capital Project Funds</b>			<b>Total</b>
	<b>Lancaster Corridor Redevelopment, LLC</b>	<b>Central City Local Government Corporation</b>	<b>Research and Innovation Local Government Corporation</b>	
<b>REVENUES:</b>				
Gas Leases and Royalties	\$ -	\$ 1	\$ -	\$ 1
Revenue from Use of Money and Property	-	2,150	-	2,150
Investment Income (Loss)	-	-	370	370
Other	-	2	-	2
Contributions	-	102	234	336
Total Revenues	<u>-</u>	<u>2,255</u>	<u>604</u>	<u>2,859</u>
<b>EXPENDITURES:</b>				
Current:				
Urban Redevelopment and Housing	-	112	-	112
Capital Outlay	-	-	10,479	10,479
Debt Service:				
Principal Retirement	-	440	-	440
Interest and Debt Issuance Costs	-	1,641	163	1,804
Total Expenditures	<u>-</u>	<u>2,193</u>	<u>10,642</u>	<u>12,835</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>-</u>	<u>62</u>	<u>(10,038)</u>	<u>(9,976)</u>
<b>OTHER FINANCING SOURCES:</b>				
Issuance of Construction Loans	-	-	17,435	17,435
Total Other Financing Sources	<u>-</u>	<u>-</u>	<u>17,435</u>	<u>17,435</u>
Net Change in Fund Balances	-	62	7,397	7,459
Fund Balances, Beginning of Year	1,300	74	2,506	3,880
Fund Balances, End of Year	<u>\$ 1,300</u>	<u>\$ 136</u>	<u>\$ 9,903</u>	<u>\$ 11,339</u>

**CITY OF FORT WORTH, TEXAS  
BUDGETARY COMPARISON SCHEDULE  
CRIME CONTROL AND PREVENTION DISTRICT FUND  
FOR THE YEAR ENDED SEPTEMBER 30, 2025  
(in 000's)**

	Budgeted Amounts		Budgetary Basis Actual	Variance with Final Budget - Positive (Negative)
	Original	Final		
<b>Revenues:</b>				
Sales Taxes	\$ 120,585	\$ 120,585	\$ 118,854	\$ (1,731)
Revenue from Use of Money and Property	2,000	2,000	3,966	1,966
Intergovernmental	8,653	8,653	8,540	(113)
Other	242	242	587	345
Total Revenues	131,480	131,480	131,947	467
<b>Expenditures:</b>				
Departmental:				
Transportation and Public Works	4,787	4,787	4,232	555
Park and Recreation	2,555	2,555	2,687	(132)
Police	95,373	95,836	95,499	337
Municipal Court	130	130	108	22
Total Expenditures	102,845	103,308	102,526	782
<b>Other Financing Sources (Uses):</b>				
Proceeds from Disposal of Property	-	-	85	85
Transfers In	-	-	10,506	10,506
Transfers Out	(32,242)	(32,242)	(38,998)	(6,756)
Total Other Financing Sources (Uses)	(32,242)	(32,242)	(28,407)	3,835
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	(3,607)	(4,070)	1,014	5,084
Fund Balance, Beginning of Year	-	-	54,145	64,709
Fund Balance, End of Year	\$ (3,607)	\$ (4,070)	\$ 53,892	\$ 69,793

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

**Contribution to / (Use of) Fund Balance (Budgetary Basis)** \$ 1,014

Differences - Budgetary to GAAP:

Current year non-budgeted revenues treated as revenues for financial reporting purposes (due to perspective difference) but not as budgetary inflows.

68

**Net Change in Fund Balance (GAAP Basis)**

\$ 1,082

**CITY OF FORT WORTH, TEXAS  
BUDGETARY COMPARISON SCHEDULE  
FORT WORTH EMERGENCY MEDICAL SERVICES  
FOR THE YEAR ENDED SEPTEMBER 30, 2025  
(in 000's)**

	Budgeted Amounts		Budgetary Basis Actual	Variance with Final Budget - Positive (Negative)
	Original	Final		
<b>Revenues:</b>				
Charges for Services	\$ -	\$ 17,040	\$ 16,386	\$ (654)
Revenue from Use of Money and Property	-	8	41	33
Intergovernmental	-	-	-	-
Other	-	536	29,279	28,743
Total Revenues	-	17,584	45,706	28,122
<b>Expenditures:</b>				
Departmental:				
Office of the Medical Director	-	646	626	20
City Attorney's Office	-	40	23	17
Financial Management Services	-	1,023	1,023	-
Human Resources	-	1,528	192	1,336
Fire	-	21,302	17,423	3,879
Total Expenditures	-	24,539	19,287	5,252
<b>Other Financing Sources (Uses):</b>				
Proceeds from Disposal of Property	-	-	-	-
Transfers In	-	4,937	4,937	-
Transfers Out	-	-	(2,821)	(2,821)
Total Other Financing Sources (Uses)	-	4,937	2,116	(2,821)
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	-	(2,018)	28,535	30,553
Fund Balance, Beginning of Year	-	-	-	-
Fund Balance, End of Year	\$ -	\$ (2,018)	\$ 28,535	\$ 30,553

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

**Contribution to / (Use of) Fund Balance (Budgetary Basis)** \$ 28,535

Differences - Budgetary to GAAP:

Current year non-budgeted revenues treated as revenues for financial reporting purposes (due to perspective difference) but not as budgetary inflows. 2,317

Current year non-budgeted expenditures treated as expenditures for financial reporting purposes (due to perspective difference) but not as budgetary inflows. (1,647)

**Net Change in Fund Balance (GAAP Basis)** \$ 29,205

**CITY OF FORT WORTH, TEXAS  
BUDGETARY COMPARISON SCHEDULE  
ENVIRONMENTAL MANAGEMENT FUND  
FOR THE YEAR ENDED SEPTEMBER 30, 2025  
(in 000's)**

	Budgeted Amounts		Budgetary Basis Actual	Variance with Final Budget - Positive (Negative)
	Original	Final		
<b>Revenues:</b>				
Charges for Services	\$ 16,435	\$ 16,435	\$ 15,568	\$ (867)
Revenue from Use of Money and Property	100	100	204	104
Other	2	2	23	21
Total Revenues	<u>16,537</u>	<u>16,537</u>	<u>15,795</u>	<u>(742)</u>
<b>Expenditures:</b>				
Departmental:				
Code Compliance	<u>14,184</u>	<u>14,184</u>	<u>12,785</u>	<u>1,399</u>
Total Expenditures	<u>14,184</u>	<u>14,184</u>	<u>12,785</u>	<u>1,399</u>
<b>Other Financing Sources (Uses):</b>				
Proceeds from Disposal of Property	-	-	2	2
Transfers In	-	-	-	-
Transfers Out	<u>(2,353)</u>	<u>(2,353)</u>	<u>(1,431)</u>	<u>(922)</u>
Total Other Financing Sources (Uses)	<u>(2,353)</u>	<u>(2,353)</u>	<u>(1,429)</u>	<u>(920)</u>
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	-	-	1,581	(263)
Fund Balance, Beginning of Year	-	-	5,394	364
Fund Balance, End of Year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 6,975</u>	<u>\$ 101</u>

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

<b>Contribution to / (Use of) Fund Balance (Budgetary Basis)</b>	\$ 1,581
Differences - Budgetary to GAAP:	
Current year non-budgeted revenues treated as revenues for financial reporting purposes (due to perspective difference) but not as budgetary inflows.	<u>16</u>
<b>Net Change in Fund Balance (GAAP Basis)</b>	<u>\$ 1,597</u>

**CITY OF FORT WORTH, TEXAS  
BUDGETARY COMPARISON SCHEDULE  
CULTURE AND TOURISM FUND  
FOR THE YEAR ENDED SEPTEMBER 30, 2025  
(in 000's)**

	Budgeted Amounts		Budgetary Basis Actual	Variance with Final Budget - Positive (Negative)
	Original	Final		
<b>Revenues:</b>				
Other Local Taxes	\$ 68,260	\$ 68,260	\$ 67,521	\$ (739)
Charges for Services	6,980	6,980	6,673	(307)
Licenses and Permits	24	24	33	9
Revenue from Use of Money and Property	8,411	8,411	8,380	(31)
Intergovernmental	27,428	27,428	32,166	4,738
Other	4,536	4,783	5,242	459
Total Revenues	<u>115,639</u>	<u>115,886</u>	<u>120,015</u>	<u>4,129</u>
<b>Expenditures:</b>				
Departmental:				
Public Events and Facilities	49,135	51,606	49,396	2,210
Total Expenditures	<u>49,135</u>	<u>51,606</u>	<u>49,396</u>	<u>2,210</u>
<b>Other Financing Sources ( Uses):</b>				
Transfers In	3,646	3,646	3,326	(320)
Transfers Out	(33,516)	(41,279)	(41,279)	-
Total Other Financing Sources ( Uses):	<u>(29,870)</u>	<u>(37,633)</u>	<u>(37,953)</u>	<u>(320)</u>
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	36,634	26,647	32,666	6,019
Fund Balance, Beginning of Year	-	-	\$ 84,303	20,942
Fund Balance, End of Year	<u>\$ 36,634</u>	<u>\$ 26,647</u>	<u>\$ 116,969</u>	<u>\$ 26,961</u>

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

<b>Contribution to / (Use of) Fund Balance (Budgetary Basis)</b>	<b>\$ 32,666</b>
Differences - Budgetary to GAAP:	
Current year non-budgeted revenues treated as revenues for financial reporting purposes (due to perspective difference) but not as budgetary inflows.	<u>151</u>
<b>Net Change in Fund Balance (GAAP Basis)</b>	<b><u>\$ 32,817</u></b>

**CITY OF FORT WORTH, TEXAS  
BUDGETARY COMPARISON SCHEDULE  
OTHER SPECIAL REVENUE FUND  
FOR THE YEAR ENDED SEPTEMBER 30, 2025  
(in 000's)**

	Budgeted Amounts		Budgetary Basis Actual	Variance with Final Budget - Positive (Negative)
	Original	Final		
<b>Revenues:</b>				
Charges for Services	\$ 454	\$ 454	\$ 526	\$ 72
Revenue from Use of Money and Property	1,735	1,735	1,784	49
Investment Income	—	—	730	730
Other	7,581	7,581	7,032	(549)
Total Revenues	<u>9,770</u>	<u>9,770</u>	<u>10,072</u>	<u>302</u>
<b>Expenditures:</b>				
Departmental:				
Economic Development	5,000	4,700	2,574	2,126
Property Management	8,150	8,150	7,632	518
Total Expenditures	<u>13,150</u>	<u>12,850</u>	<u>10,206</u>	<u>2,644</u>
<b>Other Financing Sources (Uses)</b>				
Transfers In	5,000	5,000	5,036	36
Transfers Out	—	(300)	(300)	—
Total Other Financing Sources (Uses):	<u>5,000</u>	<u>4,700</u>	<u>4,736</u>	<u>36</u>
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	1,620	1,620	4,602	2,982
Fund Balance, Beginning of Year	—	—	16,343	2,224
Fund Balance, End of Year	<u>\$ 1,620</u>	<u>\$ 1,620</u>	<u>\$ 20,945</u>	<u>\$ 5,206</u>

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

<b>Contribution to / (Use of) Fund Balance (Budgetary Basis)</b>	\$ 4,602
Differences - Budgetary to GAAP:	
Current year non-budgeted expenditures treated as expenditures for financial reporting purposes (due to perspective difference) but not as budgetary inflows.	—
Current year non-budgeted revenues treated as other financing sources for financial reporting (due to perspective difference) purposes but not as budgetary inflows.	833
<b>Net Change in Fund Balance (GAAP Basis)</b>	<u>\$ 5,435</u>

**CITY OF FORT WORTH, TEXAS  
BUDGETARY COMPARISON SCHEDULE  
PUBLIC IMPROVEMENT DISTRICTS FUND  
FOR THE YEAR ENDED SEPTEMBER 30, 2025  
(in 000's)**

	<b>Budgeted Amounts</b>		<b>Budgetary Basis Actual</b>	<b>Variance with Final Budget - Positive (Negative)</b>
	<b>Original</b>	<b>Final</b>		
<b>Revenues:</b>				
Investment Income	\$ -	\$ -	\$ 285	\$ 285
Other	20,668	17,351	13,982	(3,369)
Total Revenues	<u>20,668</u>	<u>17,351</u>	<u>14,267</u>	<u>(3,084)</u>
<b>Expenditures:</b>				
Departmental:				
Economic Development	21,991	19,109	16,823	2,286
Total Expenditures	<u>21,991</u>	<u>19,109</u>	<u>16,823</u>	<u>2,286</u>
<b>Other Financing Sources (Uses):</b>				
Transfers In	1,076	1,243	1,243	-
Transfers Out	(323)	(276)	(276)	-
Total Other Financing Sources (Uses):	<u>753</u>	<u>967</u>	<u>967</u>	<u>-</u>
Excess (Deficiency) or Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	(570)	(791)	(1,589)	(798)
Fund Balance, Beginning of Year	-	-	12,278	2,629
Fund Balance, End of Year	<u>\$ (570)</u>	<u>\$ (791)</u>	<u>\$ 10,689</u>	<u>\$ 1,831</u>

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

<b>Contribution to / (Use of) Fund Balance (Budgetary Basis)</b>	\$ (1,589)
Differences - Budgetary to GAAP:	—
<b>Net Change in Fund Balance (GAAP Basis)</b>	<u>\$ (1,589)</u>

**CITY OF FORT WORTH, TEXAS  
BUDGETARY COMPARISON SCHEDULE  
GOLF FUND  
FOR THE YEAR ENDED SEPTEMBER 30, 2025  
(in 000's)**

	Budgeted Amounts		Budgetary Basis Actual	Variance with Final Budget - Positive (Negative)
	Original	Final		
<b>Revenues:</b>				
Charges for Services	\$ 7,307	\$ 7,307	\$ 5,952	\$ (1,355)
Other	4	4	17	13
Total Revenues	<u>7,311</u>	<u>7,311</u>	<u>5,969</u>	<u>(1,342)</u>
<b>Expenditures:</b>				
Departmental:				
Park and Recreation	7,903	7,903	6,812	1,091
Total Expenditures	<u>7,903</u>	<u>7,903</u>	<u>6,812</u>	<u>1,091</u>
<b>Other Financing Sources (Uses):</b>				
Transfers In	320	170	170	-
Transfers Out	-	(375)	(375)	-
Total Other Financing Sources (Uses)	<u>320</u>	<u>(205)</u>	<u>(205)</u>	<u>-</u>
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	(272)	(797)	(1,048)	(251)
Fund Balance, Beginning of Year	-	-	1,745	574
Fund Balance, End of Year	<u>\$ (272)</u>	<u>\$ (797)</u>	<u>\$ 697</u>	<u>\$ 323</u>

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

<b>Contribution to / (Use of) Fund Balance (Budgetary Basis)</b>	\$ (1,048)
Differences - Budgetary to GAAP:	
Current year non-budgeted revenues treated as other financing sources for financial reporting purposes (due to perspective difference) but not as budgetary inflows.	—
Current year non-budgeted expenditures treated as other financing uses for financial reporting purposes (due to perspective difference) but not as a budgetary outflows.	—
<b>Net Change in Fund Balance (GAAP Basis)</b>	<u>\$ (1,048)</u>

## **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, and Perot Field Fort Worth Alliance Airport operations. Revenues are derived principally from the 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 Memorial Center parking system, Taylor Street garage, Convention Center garage, Houston Street garage, Western Heritage garage, 15th Street garage, and several surface lots located in the downtown area, as well as parking meters and parking compliance personnel. The Fund's operations are financed by parking activities and office space rentals.

### **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, 2025  
(in 000's)**

	<b>Municipal Airports</b>	<b>Municipal Parking</b>	<b>Solid Waste</b>	<b>Total</b>
<b>ASSETS AND DEFERRED OUTFLOWS OF RESOURCES</b>				
<b>Assets</b>				
Current Assets:				
Cash, Cash Equivalents, & Investments	\$ 9,804	\$ 9,067	\$ 38,373	\$ 57,244
Interest Receivable	5	1	4	10
Accounts and Other Receivables, Net of Allowance for Uncollectible Accounts	528	6	11,107	11,641
Lease Receivable	5,705	3,232	-	8,937
Restricted Assets:				
Cash & Cash Equivalents	1,169	73	966	2,208
Total Current Assets	<u>17,211</u>	<u>12,379</u>	<u>50,450</u>	<u>80,040</u>
Noncurrent Assets:				
Restricted Assets:				
Cash & Cash Equivalents	60,561	1,213	10,427	72,201
Cash, Cash Equivalents, & Investments Held by Trustees	51,661	-	14,369	66,030
Grants Receivable	3,111	-	-	3,111
Interest Receivable	250	1	1	252
Total Restricted Assets	<u>115,583</u>	<u>1,214</u>	<u>24,797</u>	<u>141,594</u>
Capital Assets (at Cost):				
Land/Right of Way	152,568	4,096	6,300	162,964
Buildings	39,631	56,572	5,615	101,818
Infrastructure	369,558	8,134	19,071	396,763
Vehicles, Machinery and Equipment	5,119	1,689	3,954	10,762
Construction in Progress	20,604	-	104	20,708
Intangibles - Amortizable	-	-	677	677
Intangibles - Non-Amortizable	1,525	-	-	1,525
Accumulated Depreciation/Amortization	<u>(263,970)</u>	<u>(29,003)</u>	<u>(16,397)</u>	<u>(309,370)</u>
Net Capital Assets	<u>325,035</u>	<u>41,488</u>	<u>19,324</u>	<u>385,847</u>
Total Noncurrent Assets	<u>440,618</u>	<u>42,702</u>	<u>44,121</u>	<u>527,441</u>
Total Assets	<u>457,829</u>	<u>55,081</u>	<u>94,571</u>	<u>607,481</u>
<b>Deferred Outflows of Resources</b>	<u>704</u>	<u>1,330</u>	<u>1,660</u>	<u>3,694</u>
<b>Total Assets and Deferred Outflows of Resources</b>	<u>458,533</u>	<u>56,411</u>	<u>96,231</u>	<u>611,175</u>

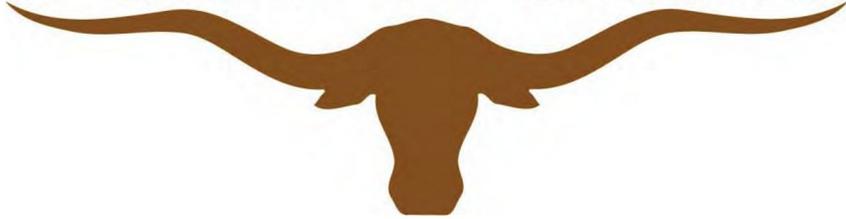
(continued)

**CITY OF FORT WORTH, TEXAS**  
**COMBINING STATEMENT OF NET POSITION**  
**NONMAJOR ENTERPRISE FUNDS**  
**SEPTEMBER 30, 2025**  
**(in 000's)**

	<b>Municipal Airports</b>	<b>Municipal Parking</b>	<b>Solid Waste</b>	<b>Total</b>
<b>LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND NET POSITION</b>				
<b>Liabilities</b>				
Current Liabilities:				
Accounts Payable	1,157	175	6,125	7,457
Accrued Payroll	79	40	146	265
Current Portion of Long-Term Liabilities	133	2,223	200	2,556
Payables from Restricted Assets:				
Construction Payable	410	-	-	410
Customer Deposits	1	-	965	966
Accrued Interest Payable	-	73	-	73
Unearned Revenue	759	-	-	759
Total Current Liabilities	<u>2,539</u>	<u>2,511</u>	<u>7,436</u>	<u>12,486</u>
Long-Term Liabilities:				
Long-Term Liabilities Due in More Than One Year	7,033	21,644	41,800	70,477
Total Long-Term Liabilities	<u>7,033</u>	<u>21,644</u>	<u>41,800</u>	<u>70,477</u>
Total Liabilities	<u>9,572</u>	<u>24,155</u>	<u>49,236</u>	<u>82,963</u>
<b>Deferred Inflows of Resources</b>	<u>6,171</u>	<u>4,031</u>	<u>1,464</u>	<u>11,666</u>
<b>Total Liabilities and Deferred Inflows of Resources</b>	<u>15,743</u>	<u>28,186</u>	<u>50,700</u>	<u>94,629</u>
<b>NET POSITION</b>				
Net Investment in Capital Assets	324,625	21,196	19,324	365,145
Restricted for:				
Debt Service	-	1,103	2,150	3,253
Unrestricted	118,165	5,926	24,057	148,148
Total Net Position	<u>\$ 442,790</u>	<u>\$ 28,225</u>	<u>\$ 45,531</u>	<u>\$ 516,546</u>

(concluded)

**FORT WORTH®**



**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, 2025**  
**(in 000's)**

	<b>Municipal Airports</b>	<b>Municipal Parking</b>	<b>Solid Waste</b>	<b>Total</b>
<b>OPERATING REVENUES</b>				
Charges for Services	\$ 15,813	\$ 7,745	\$ 87,157	\$ 110,715
Other	163	12	3,457	3,632
Total Operating Revenues	<u>15,976</u>	<u>7,757</u>	<u>90,614</u>	<u>114,347</u>
<b>OPERATING EXPENSES</b>				
Personnel Services	3,516	1,746	6,545	11,807
Supplies and Materials	466	187	622	1,275
Contractual Services	8,956	4,167	66,429	79,552
Landfill Closure and Postclosure Cost	-	-	1,290	1,290
Depreciation	12,392	1,827	994	15,213
Total Operating Expenses	<u>25,330</u>	<u>7,927</u>	<u>75,880</u>	<u>109,137</u>
Operating Income (Loss)	<u>(9,354)</u>	<u>(170)</u>	<u>14,734</u>	<u>5,210</u>
<b>NONOPERATING REVENUES (EXPENSES)</b>				
Investment	6,780	452	2,558	9,790
Gain (Loss) on Sale of Property and Equipment	4,543	-	41	4,584
Interest and Service Charges	-	(784)	(4)	(788)
Lease Interest Income	162	-	-	162
Gas Leases and Royalties	1,745	-	-	1,745
Total Nonoperating Revenues (Expenses)	<u>13,230</u>	<u>(332)</u>	<u>2,595</u>	<u>15,493</u>
Income (Loss) Before Transfers and Contributions	<u>3,876</u>	<u>(502)</u>	<u>17,329</u>	<u>20,703</u>
Transfers In	60	3,580	-	3,640
Transfers Out	(155)	(9)	(9,250)	(9,414)
Capital Contributions	7,244	-	-	7,244
Changes in Net Position	<u>11,025</u>	<u>3,069</u>	<u>8,079</u>	<u>22,173</u>
Total Net Position, Beginning of Year	<u>431,765</u>	<u>25,156</u>	<u>37,452</u>	<u>494,373</u>
Total Net Position, End of Year	<u>\$ 442,790</u>	<u>\$ 28,225</u>	<u>\$ 45,531</u>	<u>\$ 516,546</u>

**CITY OF FORT WORTH, TEXAS  
COMBINING STATEMENT OF CASH FLOWS  
NONMAJOR ENTERPRISE FUNDS  
FOR THE YEAR ENDED SEPTEMBER 30, 2025  
(in 000's)**

	<b>Municipal Airports</b>	<b>Municipal Parking</b>	<b>Solid Waste</b>	<b>Total</b>
<b>Cash Flows from Operating Activities:</b>				
Receipts from Customers	\$ 15,997	\$ 7,844	\$ 86,617	\$ 110,458
Receipts from Other Operating Sources	163	12	3,457	3,632
Payments to Employees	(3,440)	(1,660)	(5,692)	(10,792)
Payments to Vendors	(8,908)	(4,317)	(66,262)	(79,487)
Net Cash Provided by Operating Activities	<u>3,812</u>	<u>1,879</u>	<u>18,120</u>	<u>23,811</u>
<b>Cash Flows from Noncapital Financing Activities:</b>				
Transfers In from Other Funds	60	3,580	-	3,640
Transfers Out to Other Funds	(155)	(9)	(9,250)	(9,414)
Net Cash Provided by (Used for) Noncapital Financing Activities	<u>(95)</u>	<u>3,571</u>	<u>(9,250)</u>	<u>(5,774)</u>
<b>Cash Flows from Capital and Related Financing Activities:</b>				
Proceeds from Sale of Property and Equipment	12,957	-	56	13,013
Interest Income Leases	162	-	-	162
Contributions	3,620	-	-	3,620
Acquisition and Construction of Capital Assets	(9,460)	(42)	(1,521)	(11,023)
Principal Paid on Long-Term Debt	-	(2,050)	(410)	(2,460)
Interest Paid on Long-Term Obligations	-	(931)	(5)	(936)
Net Cash Provided by (Used for) Capital and Related Financing Activities	<u>7,279</u>	<u>(3,023)</u>	<u>(1,880)</u>	<u>2,376</u>
<b>Cash Flows from Investing Activities:</b>				
Receipts from Gas Leases and Royalties	1,745	-	-	1,745
Purchases of Investments	(6,924)	-	-	(6,924)
Sales of Investments	7,928	-	-	7,928
Investment Income Received	4,237	306	2,564	7,107
Net Cash Provided by Investing Activities	<u>6,986</u>	<u>306</u>	<u>2,564</u>	<u>9,856</u>
<b>Net Increase in Cash and Cash Equivalents</b>	17,982	2,733	9,554	30,269
Cash and Cash Equivalents, Beginning of Year	105,213	7,620	54,581	167,414
Cash and Cash Equivalents, End of Year	<u>\$ 123,195</u>	<u>\$ 10,353</u>	<u>\$ 64,135</u>	<u>\$ 197,683</u>

(continued)

**CITY OF FORT WORTH, TEXAS  
COMBINING STATEMENT OF CASH FLOWS  
NONMAJOR ENTERPRISE FUNDS  
FOR THE YEAR ENDED SEPTEMBER 30, 2025  
(in 000's)**

	<u>Municipal Airports</u>	<u>Municipal Parking</u>	<u>Solid Waste</u>	<u>Total</u>
<b>Reconciliation of Operating Income (Loss) to Net Cash Provided by Operating Activities:</b>				
Operating Income (Loss)	\$ (9,354)	\$ (170)	\$ 14,734	\$ 5,210
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided by Operating Activities:				
Depreciation	12,392	1,827	994	15,213
Changes in Assets and Liabilities:				
Accounts and Other Receivables	(33)	(2)	(552)	(587)
Lease Receivable	197	118	-	315
Deferred Outflows of Resources (Pension)	435	212	1,777	2,424
Deferred Outflows of Resources (OPEB)	12	-	31	43
Accounts Payable	514	37	790	1,341
Accrued Payroll and Compensation	54	21	219	294
Customer Deposits	1	-	3	4
Unearned Revenue	19	(17)	8	10
Landfill Closure and Postclosure Liability	-	-	1,290	1,290
Net Pension Liability	(685)	(333)	(1,090)	(2,108)
Net OPEB Liability	(41)	-	(82)	(123)
Deferred Inflows of Resources (Pension)	393	186	200	779
Deferred Inflows of Resources (OPEB)	(92)	-	(202)	(294)
Deferred Inflows of Resources (Service Concession Agreement)	-	-	-	-
Total Adjustments	<u>13,166</u>	<u>2,049</u>	<u>3,386</u>	<u>18,601</u>
Net Cash Provided by Operating Activities	<u>\$ 3,812</u>	<u>\$ 1,879</u>	<u>\$ 18,120</u>	<u>\$ 23,811</u>
<b>The Cash and Cash Equivalents are reported in the Statement of Net Position as follows:</b>				
Current - Cash, Cash Equivalents, & Investments	\$ 9,804	\$ 9,067	\$ 38,373	\$ 57,244
Current Restricted - Cash & Cash Equivalents	1,169	73	966	2,208
Noncurrent Restricted - Cash & Cash Equivalents	60,561	1,213	10,427	72,201
Noncurrent Restricted - Cash, Cash Equivalents, & Investments Held by Trustees	51,661	-	14,369	66,030
Less: Gas Well Investments Held by Trustees	-	-	-	-
Total Cash and Cash Equivalents	<u>\$ 123,195</u>	<u>\$ 10,353</u>	<u>\$ 64,135</u>	<u>\$ 197,683</u>
<b>Noncash Investing, Capital, and Financing Activities:</b>				
Capitalized Interest	\$ -	\$ -	\$ -	\$ -
Net Recovery of Prior Years Expenses	-	-	-	-
Amortization of Bond Premium	-	337	-	337
Amortization of Bond Defeasement Loss	-	(199)	-	(199)
Change in Fair Value on Pooled Investments	(18)	(15)	(110)	(143)
Change in Fair Value on Non-Pooled Investments	(2,512)	-	-	(2,512)

(concluded)



## **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.

### **Equipment Services Fund**

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

### **Capital Project Services Fund**

The Capital Project Services Fund is used to account for general engineering services and legal support provided to various City departments.

### **Group Health and Life Insurance**

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

### **Risk Financing**

The Risk Financing fund administrates the City's commercial insurance program, self-insured programs, claims litigation management, and subrogation. This is to protect City resources and to minimize the financial impact when losses do occur. Workers' Compensation is self-funded by the City. Claims are handled by a third-party administrator or contractor. 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.

### **Information Systems Fund**

The Information Systems fund is used to account for the management of the City's audio, visual, and computer related equipment services, including application development, implementation of software systems, information technology project management, database and geographic information systems support, and desktop, software, and hardware support.

**CITY OF FORT WORTH, TEXAS**  
**COMBINING STATEMENT OF NET POSITION**  
**INTERNAL SERVICE FUNDS**  
**SEPTEMBER 30, 2025**  
**(in 000's)**

	<b>Equipment Services</b>	<b>Capital Project Services</b>	<b>Group Health and Life Insurance</b>	<b>Risk Financing</b>	<b>Information Systems</b>	<b>Total</b>
<b>ASSETS</b>						
<b>Current Assets:</b>						
Cash, Cash Equivalents, & Investments	\$ 7,272	\$ 5,322	\$ 21,699	\$ 42,531	\$ 2,387	\$ 79,211
Interest Receivable	1	1	2	4	–	8
Accounts and Other Receivables, Net of Allowance for Uncollectible Accounts	–	–	–	282	224	506
Inventories (at Cost)	551	–	–	–	–	551
Prepays, Deposits, and Other	–	67	–	–	1,216	1,283
<b>Total Current Assets</b>	<b>7,824</b>	<b>5,390</b>	<b>21,701</b>	<b>42,817</b>	<b>3,827</b>	<b>81,559</b>
<b>Noncurrent Assets:</b>						
<b>Restricted Assets:</b>						
Cash & Cash Equivalents	2,053	–	–	991	–	3,044
Cash, Cash Equivalents, & Investments Held by Trustees	–	–	–	–	–	–
<b>Total Restricted Assets</b>	<b>2,053</b>	<b>–</b>	<b>–</b>	<b>991</b>	<b>–</b>	<b>3,044</b>
<b>Capital Assets (at Cost):</b>						
Land/Right of Way	1,119	4	–	–	–	1,123
Buildings	4,656	–	–	–	–	4,656
Infrastructure	1,051	91	–	–	755	1,897
Vehicles, Machinery and Equipment	2,435	581	–	–	38,170	41,186
Intangibles - Depreciable	201	–	–	–	–	201
Lease/SBITA Assets	–	–	–	–	18,655	18,655
Accumulated Depreciation	(7,720)	(672)	–	–	(17,235)	(25,627)
<b>Net Capital Assets</b>	<b>1,742</b>	<b>4</b>	<b>–</b>	<b>–</b>	<b>40,345</b>	<b>42,091</b>
<b>Total Noncurrent Assets</b>	<b>3,795</b>	<b>4</b>	<b>–</b>	<b>991</b>	<b>40,345</b>	<b>45,135</b>
<b>Total Assets</b>	<b>11,619</b>	<b>5,394</b>	<b>21,701</b>	<b>43,808</b>	<b>44,172</b>	<b>126,694</b>
<b>LIABILITIES</b>						
<b>Current Liabilities:</b>						
Accounts Payable	2,285	107	1,846	580	1,071	5,889
Accrued Payroll	224	343	29	55	599	1,250
Accrued Interest Payable	–	–	–	–	284	284
Current Portion of Long-Term Liabilities	335	562	9,425	14,684	4,210	29,216
<b>Total Current Liabilities</b>	<b>2,844</b>	<b>1,012</b>	<b>11,300</b>	<b>15,319</b>	<b>6,164</b>	<b>36,639</b>
<b>Long-Term Liabilities:</b>						
Long-Term Liabilities Due in More Than One Year	462	1,169	63	29,830	10,240	41,764
<b>Total Long-Term Liabilities</b>	<b>462</b>	<b>1,169</b>	<b>63</b>	<b>29,830</b>	<b>10,240</b>	<b>41,764</b>
<b>Total Liabilities</b>	<b>3,306</b>	<b>2,181</b>	<b>11,363</b>	<b>45,149</b>	<b>16,404</b>	<b>78,403</b>
<b>NET POSITION (Deficit)</b>						
Net Investment in Capital Assets	1,742	4	–	–	29,179	30,925
Unrestricted (Deficit)	6,571	3,209	10,338	(1,341)	(1,411)	17,366
<b>Total Net Position (Deficit)</b>	<b>\$ 8,313</b>	<b>\$ 3,213</b>	<b>\$ 10,338</b>	<b>\$ (1,341)</b>	<b>\$ 27,768</b>	<b>\$ 48,291</b>

**CITY OF FORT WORTH, TEXAS**  
**COMBINING STATEMENT OF REVENUES, EXPENSES,**  
**AND CHANGES IN FUND NET POSITION INTERNAL SERVICE FUNDS**  
**FOR THE YEAR ENDED SEPTEMBER 30, 2025**  
**(in 000's)**

	<b>Equipment Services</b>	<b>Capital Project Services</b>	<b>Group Health and Life Insurance</b>	<b>Risk Financing</b>	<b>Information Systems</b>	<b>Total</b>
<b>OPERATING REVENUES</b>						
Charges for Services	\$ 40,302	\$ 19,265	\$ 77,708	\$ 33,824	\$ 57,622	\$ 228,721
Other	46	–	14,937	2,113	254	17,350
Total Operating Revenues	<u>40,348</u>	<u>19,265</u>	<u>92,645</u>	<u>35,937</u>	<u>57,876</u>	<u>246,071</u>
<b>OPERATING EXPENSES</b>						
Personnel Services	9,909	14,758	1,202	2,211	25,091	53,171
Supplies and Materials	10,059	551	25	76	221	10,932
Contractual Services	19,607	2,504	112,755	31,038	27,593	193,497
Depreciation	245	(46)	–	29	7,227	7,455
Total Operating Expenses	<u>39,820</u>	<u>17,767</u>	<u>113,982</u>	<u>33,354</u>	<u>60,132</u>	<u>265,055</u>
Operating Income (Loss)	<u>528</u>	<u>1,498</u>	<u>(21,337)</u>	<u>2,583</u>	<u>(2,256)</u>	<u>(18,984)</u>
<b>NONOPERATING REVENUES (EXPENSES)</b>						
Investment Income	339	193	1,297	1,530	–	3,359
Gain (Loss) on Sale of Property and Equipment	30	(5)	–	–	–	25
Other	–	–	–	–	(389)	(389)
Total Nonoperating Revenues (Expenses)	<u>369</u>	<u>188</u>	<u>1,297</u>	<u>1,530</u>	<u>(389)</u>	<u>2,995</u>
Income (Loss) Before Transfers and Contributions	<u>897</u>	<u>1,686</u>	<u>(20,040)</u>	<u>4,113</u>	<u>(2,645)</u>	<u>(15,989)</u>
Transfers In	–	–	3,100	5,000	–	8,100
Transfers Out	(80)	(913)	(11)	(116)	(376)	(1,496)
Capital Contributions	–	–	–	–	–	–
Changes in Net Position	<u>817</u>	<u>773</u>	<u>(16,951)</u>	<u>8,997</u>	<u>(3,021)</u>	<u>(9,385)</u>
Total Net Position (Deficit), Beginning of Year	<u>7,496</u>	<u>2,440</u>	<u>27,289</u>	<u>(10,338)</u>	<u>30,789</u>	<u>57,676</u>
Total Net Position (Deficit), End of Year	<u>\$ 8,313</u>	<u>\$ 3,213</u>	<u>\$ 10,338</u>	<u>\$ (1,341)</u>	<u>\$ 27,768</u>	<u>\$ 48,291</u>

**CITY OF FORT WORTH, TEXAS**  
**COMBINING STATEMENT OF CASH FLOWS**  
**INTERNAL SERVICE FUNDS**  
**FOR THE YEAR ENDED SEPTEMBER 30, 2025**  
**(in 000's)**

	<b>Equipment Services</b>	<b>Capital Project Services</b>	<b>Group Health and Life Insurance</b>	<b>Risk Financing</b>	<b>Information Systems</b>	<b>Total</b>
<b>Cash Flows from Operating Activities:</b>						
Receipts from Other Funds	\$ 40,302	\$ 19,359	\$ 77,708	\$ 33,719	\$ 57,525	\$ 228,613
Receipts from Other Operating Sources	46	–	14,937	2,113	1,346	18,442
Payments to Employees	(9,916)	(14,540)	(1,183)	(2,151)	(24,675)	(52,465)
Payments to Vendors	(29,681)	(3,029)	(25)	(76)	(27,883)	(60,694)
Payments for Benefits	–	–	(111,009)	(28,506)	–	(139,515)
Net Cash Provided by (Used for) Operating Activities	<u>751</u>	<u>1,790</u>	<u>(19,572)</u>	<u>5,099</u>	<u>6,313</u>	<u>(5,619)</u>
<b>Cash Flows from Noncapital Financing Activities:</b>						
Transfers In from Other Funds	–	–	3,100	5,000	–	8,100
Transfers Out to Other Funds	(80)	(913)	(11)	(116)	(376)	(1,496)
Net Cash Provided by (Used for) Noncapital Financing Activities	<u>(80)</u>	<u>(913)</u>	<u>3,089</u>	<u>4,884</u>	<u>(376)</u>	<u>6,604</u>
<b>Cash Flows from Capital and Related Financing Activities:</b>						
Proceeds from Sale of Property and Equipment	30	5	–	–	–	35
Acquisition and Construction of Capital Assets	(105)	–	–	–	(5,335)	(5,440)
Net Cash Provided by (Used for) Capital Related Financing Activities	<u>(75)</u>	<u>5</u>	<u>–</u>	<u>–</u>	<u>(5,335)</u>	<u>(5,405)</u>
<b>Cash Flows from Investing Activities:</b>						
Investment Income Received	339	138	1,302	938	–	2,717
Net Cash Provided by Investing Activities	<u>339</u>	<u>138</u>	<u>1,302</u>	<u>938</u>	<u>–</u>	<u>2,717</u>
<b>Net Increase (Decrease) in Cash and Cash Equivalents</b>	<b>935</b>	<b>1,020</b>	<b>(15,181)</b>	<b>10,921</b>	<b>602</b>	<b>(1,703)</b>
Cash and Cash Equivalents, Beginning of Year	8,390	4,302	36,880	32,601	1,785	83,958
Cash and Cash Equivalents, End of Year	<u>\$ 9,325</u>	<u>\$ 5,322</u>	<u>\$ 21,699</u>	<u>\$ 43,522</u>	<u>\$ 2,387</u>	<u>\$ 82,255</u>

(continued)

**CITY OF FORT WORTH, TEXAS**  
**COMBINING STATEMENT OF CASH FLOWS**  
**INTERNAL SERVICE FUNDS**  
**FOR THE YEAR ENDED SEPTEMBER 30, 2025**  
**(in 000's)**

	<u>Equipment Services</u>	<u>Capital Project Services</u>	<u>Group Health and Life Insurance</u>	<u>Risk Financing</u>	<u>Information Systems</u>	<u>Total</u>
<b>Reconciliation of Operating Income (Loss) to Net Cash Provided by (Used for) Operating Activities:</b>						
Operating Income (Loss)	\$ 528	\$ 1,498	\$ (21,337)	\$ 2,583	\$ (2,256)	\$ (18,984)
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided by (Used for) Operating Activities:						
Depreciation	245	46	–	29	7,227	7,547
Changes in Assets and Liabilities:						
Accounts and Other Receivables	–	–	–	(105)	(122)	(227)
Inventories	(72)	–	–	–	–	(72)
Prepays, Deposits, and Other Assets	–	2	4	–	1,117	1,123
Accounts Payable	57	26	442	(584)	(69)	(128)
Accrued Payroll and Compensation	(7)	218	19	60	416	706
Accrued Benefits	–	–	1,300	3,116	–	4,416
Total Adjustments	<u>223</u>	<u>292</u>	<u>1,765</u>	<u>2,516</u>	<u>8,569</u>	<u>13,365</u>
Net Cash Provided by (Used for) Operating Activities	<u>751</u>	<u>1,790</u>	<u>(19,572)</u>	<u>5,099</u>	<u>6,313</u>	<u>(5,619)</u>
<b>The Cash and Cash Equivalents are reported in the Statement of Net Position as follows:</b>						
Current - Cash, Cash Equivalents, & Investments	7,272	5,322	21,699	42,531	2,387	79,211
Noncurrent Restricted - Cash & Cash Equivalents	2,053	–	–	991	–	3,044
Noncurrent Restricted - Cash, Cash Equivalents, & Investments Held by Trustees	–	–	–	–	–	–
Total Cash and Cash Equivalents	<u>9,325</u>	<u>5,322</u>	<u>21,699</u>	<u>43,522</u>	<u>2,387</u>	<u>82,255</u>
<b>Noncash Investing, Capital, and Financing Activities:</b>						
Change in Fair Value on Pooled Investments	\$ (22)	\$ (10)	\$ (77)	\$ (100)	\$ –	\$ (209)
Right-to-Use Assets	–	–	–	–	5,335	5,335

(concluded)



## **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 Trust Fund is accounted for in essentially the same manner as proprietary funds. The Retirement Pension Trust 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.

### **Fort Worth Firefighters Healthcare Trust Fund**

For accounting measurement purposes, the Fort Worth Firefighters Healthcare Trust Fund is accounted for in essentially the same manner as proprietary funds. The Fort Worth Firefighters Healthcare Trust Fund accounts for the assets of the City's firefighters' employment and postemployment healthcare benefit. Those statements can be obtained by contacting the Fort Worth Firefighters Healthcare Trust Fund, 3855 Tulsa Way, Fort Worth, Texas 76107.

### **Rock Creek Custodial Funds**

Rock Creek Ranch Public Improvement District (PID) No. 17 issued special assessment revenue bonds for major capital improvements. These bonds will be paid from the special assessments levied by the PID on property owners within the PID's geographical boundaries. The City collects the special assessment payments and makes the debt service payments for the PID. The debt service transactions of a special assessment for which the government is not obligated in any manner are reported in a custodial fund rather than a debt service fund, to reflect the fact that the government's duties are limited to acting as a custodian of funds for the assessed property owners and the bondholders. No separate financial statements are available.

### **Walsh Ranch Custodial Fund**

Walsh Ranch Public Improvement District (PID) No. 16 issued a special assessment revenue bond for major capital improvements. The bond proceeds are used for the reimbursement to the developers for a portion of the actual costs of authorized improvements in areas within the public improvement district. The debt service transaction of a special assessment for which the government is not obligated in any manner are reported in a custodial fund rather than a debt service fund to reflect the fact that the government's duties are limited to acting as a custodian of the funds for the bondholders. No separate financial statements are available.

**CITY OF FORT WORTH, TEXAS**  
**COMBINING STATEMENT OF FIDUCIARY NET POSITION**  
**FIDUCIARY FUNDS**  
**FOR THE YEAR ENDED SEPTEMBER 30, 2025**  
**(in 000's)**

	<b>Pension (and Other Employee Benefit) Trust Funds</b>				<b>Custodial Funds</b>		
	<b>Retirement Pension Trust Fund</b>	<b>Retiree Healthcare Trust Fund</b>	<b>Fort Worth Firefighters Healthcare Trust Fund</b>	<b>Total</b>	<b>Rock Creek Custodial Fund</b>	<b>Walsh Ranch Custodial Fund</b>	<b>Total</b>
<b>ASSETS</b>							
Current Assets:							
Cash & Cash Equivalents	\$ 327	\$ 9,885	\$ 17,535	\$ 27,747	\$ 4,720	\$ 1,139	\$ 5,859
Cash & Investments Held by Trustees:							
Assets and Mortgage Backed Obligations	47,832	–	–	47,832	–	–	–
Corporate Obligations	62,216	25,799	–	88,015	–	–	–
Government Agency Obligations	156,540	20,572	–	177,112	–	–	–
International Obligations	19,302	3,422	–	22,724	–	–	–
U.S. Treasuries	155,566	18,665	–	174,231	–	–	–
Short-Term Mutual Fund Investments	388,185	36,850	–	425,035	–	–	–
Corporate Stock	1,295,271	–	–	1,295,271	–	–	–
Alternative Investments	743,851	–	–	743,851	–	–	–
Commingled Funds	459,445	–	–	459,445	–	–	–
Total Cash & Investments Held by Trustees	3,328,208	105,308	–	3,433,516	–	–	–
Prepays	19	–	–	19	–	–	–
Accrued Income	6,235	445	–	6,680	–	–	–
Other Receivables	7,705	1	523	8,229	–	–	–
Due From Broker Securities Sold	161,722	–	–	161,722	–	–	–
Total Current Assets	3,504,216	115,639	18,058	3,637,913	4,720	1,139	5,859
Capital Assets (at Cost):							
Land	404	–	–	404	–	–	–
Buildings	3,775	–	–	3,775	–	–	–
Machinery and Equipment	5,565	–	–	5,565	–	–	–
Accumulated Depreciation	(4,522)	–	–	(4,522)	–	–	–
Net Capital Assets	5,222	–	–	5,222	–	–	–
Total Assets	3,509,438	115,639	18,058	3,643,135	4,720	1,139	5,859
<b>LIABILITIES</b>							
Current Liabilities:							
Accrued Liabilities	1,412	310	7,976	9,698	–	–	–
Due to Broker Securities Purchased	230,566	–	–	230,566	–	–	–
Escrow Accounts Payable	–	–	–	–	4,720	1,139	5,859
Total Current Liabilities	231,978	310	7,976	240,264	4,720	1,139	5,859
<b>NET POSITION</b>							
Restricted for:							
Pensions	3,277,460	–	–	3,277,460	–	–	–
Postemployment Benefits Other Than Pensions	–	115,329	10,082	125,411	–	–	–
Total Net Position	\$ 3,277,460	\$ 115,329	\$ 10,082	\$ 3,402,871	\$ –	\$ –	\$ –

**CITY OF FORT WORTH, TEXAS**  
**COMBINING STATEMENT OF CHANGES IN FIDUCIARY NET POSITION**  
**FIDUCIARY FUNDS**  
**FOR THE YEAR ENDED SEPTEMBER 30, 2025**  
**(in 000's)**

	<b>Pension (and Other Employee Benefit) Trust Funds</b>				<b>Custodial Funds</b>		
	<b>Retirement Pension Trust Fund</b>	<b>Retiree Healthcare Trust Fund</b>	<b>Fort Worth Firefighters Healthcare Trust Fund</b>	<b>Total</b>	<b>Rock Creek Custodial Fund</b>	<b>Walsh Ranch Custodial Fund</b>	<b>Total</b>
<b>ADDITIONS</b>							
Interest, Dividend, and Securities Lending Income	\$ 48,699	\$ 14,250	\$ –	\$ 62,949	\$ 224	\$ 173	\$ 397
Less: Investment Management Fees and Interest Expense	(21,941)	(237)	–	(22,178)	–	–	–
Net Gain (Loss) in Fair Value of Investments	264,408	(7,034)	–	257,374	–	–	–
Other Income	33,190	3,982	1,045	38,217	–	–	–
Employer Contributions	178,622	22,247	16,235	217,104	–	–	–
Employee/Retiree Contributions	87,965	–	6,189	94,154	–	–	–
Contributions from Property Owners	–	–	–	–	3,806	2,828	6,634
<b>Total Additions</b>	<b>590,943</b>	<b>33,208</b>	<b>23,469</b>	<b>647,620</b>	<b>4,030</b>	<b>3,001</b>	<b>7,031</b>
<b>DEDUCTIONS</b>							
Benefit Payments	287,666	20,822	20,243	328,731	–	–	–
Refunds	5,383	–	–	5,383	–	–	–
Administrative Expenses	8,808	1,299	850	10,957	61	826	887
Payments on Behalf of Property Owners	–	–	–	–	3,969	2,175	6,144
<b>Total Deductions</b>	<b>301,857</b>	<b>22,121</b>	<b>21,093</b>	<b>345,071</b>	<b>4,030</b>	<b>3,001</b>	<b>7,031</b>
Change in Net Position	289,086	11,087	2,376	302,549	–	–	–
Net Position, Beginning of Year	2,988,374	104,242	7,706	3,100,322	–	–	–
<b>Net Position, End of Year</b>	<b>\$ 3,277,460</b>	<b>\$ 115,329</b>	<b>\$ 10,082</b>	<b>\$ 3,402,871</b>	<b>\$ –</b>	<b>\$ –</b>	<b>\$ –</b>

**FORT WORTH®**



# OTHER SUPPLEMENTAL INFORMATION

**CITY OF FORT WORTH, TEXAS  
SCHEDULE OF REVENUES, EXPENSES,  
AND CHANGES IN FUND NET POSITION  
ENTERPRISE FUNDS  
FOR THE YEAR ENDED SEPTEMBER 30, 2025  
(in 000's)**

	<u>Water and Sewer</u>	<u>Stormwater Utility</u>	<u>Municipal Airports</u>	<u>Municipal Parking</u>	<u>Solid Waste</u>
<b>OPERATING REVENUES</b>					
Charges for Services	\$ 593,893	\$ 65,149	\$ 15,919	\$ 7,772	\$ 87,157
Other	8,908	(1)	163	12	3,457
Total Operating Revenues	<u>602,801</u>	<u>65,148</u>	<u>16,082</u>	<u>7,784</u>	<u>90,614</u>
<b>OPERATING EXPENSES</b>					
Personnel Services	102,006	11,467	3,455	1,670	5,705
Supplies and Materials	54,182	1,448	466	187	622
Contractual Services	224,715	12,177	8,956	4,167	66,429
Total Operating Expenses	<u>380,903</u>	<u>25,092</u>	<u>12,877</u>	<u>6,024</u>	<u>72,756</u>
Operating Income	<u>221,898</u>	<u>40,056</u>	<u>3,205</u>	<u>1,760</u>	<u>17,858</u>
<b>NONOPERATING REVENUES (EXPENSES)</b>					
Investment Income	58,473	6,670	4,249	361	2,447
Gain on Sale of Property and Equipment	287	1,661	8,418	–	41
Interest and Service Charges	(53,336)	(5,585)	–	(930)	(5)
Gas Leases and Royalties	715	–	1,745	–	–
Other	14	–	–	–	–
Total Nonoperating Revenues (Expenses)	<u>6,153</u>	<u>2,746</u>	<u>14,412</u>	<u>(569)</u>	<u>2,483</u>
Income Before Transfers and Contributions	<u>228,051</u>	<u>42,802</u>	<u>17,617</u>	<u>1,191</u>	<u>20,341</u>
Transfers In	4,051	104	60	3,580	–
Transfers Out	(37,801)	(6,953)	(155)	(9)	(9,250)
Capital Contributions	19,672	15,218	6,205	–	–
Capital Contributions - Impact Fees	38,177	–	–	–	–
Changes in Net Position	<u>\$ 252,150</u>	<u>\$ 51,171</u>	<u>\$ 23,727</u>	<u>\$ 4,762</u>	<u>\$ 11,091</u>

**CITY OF FORT WORTH, TEXAS  
SCHEDULE OF REVENUES, EXPENSES,  
AND CHANGES IN FUND NET POSITION  
ENTERPRISE FUNDS  
FOR THE YEAR ENDED SEPTEMBER 30, 2025  
(in 000's)**

	<u>Water and Sewer</u>	<u>Stormwater Utility</u>	<u>Municipal Airports</u>	<u>Municipal Parking</u>	<u>Solid Waste</u>
<b>Reconciliation of Changes in Noncurrent Non-Cash Revenues and Expenses</b>					
<b>OPERATING REVENUES</b>					
Charges for Services	\$ -	\$ -	\$ 106	\$ 27	\$ -
Other	-	-	-	-	-
Total Operating Revenues	<u>-</u>	<u>-</u>	<u>106</u>	<u>27</u>	<u>-</u>
<b>OPERATING EXPENSES</b>					
Personnel Services:					
Compensated Absences	(640)	(159)	(39)	(11)	(206)
Net Pension Liability	(5,408)	(689)	(142)	(65)	(887)
Net OPEB Liability	14,500	8	121	-	253
Total Changes in Personnel Services	<u>8,452</u>	<u>(840)</u>	<u>(60)</u>	<u>(76)</u>	<u>(840)</u>
Supplies and Materials	(134)	-	-	-	-
Contractual Services	(2,350)	(1,652)	-	-	-
Landfill Closure and Postclosure Cost	-	-	-	-	(1,290)
Depreciation	(95,820)	(11,395)	(12,392)	(1,827)	(994)
Total Changes in Operating Expenses	<u>(89,852)</u>	<u>(13,887)</u>	<u>(12,452)</u>	<u>(1,903)</u>	<u>(3,124)</u>
<b>NONOPERATING REVENUES (EXPENSES)</b>					
Lease Revenue-GASB87	-	-	(106)	(27)	-
Investment (Loss)	898	137	2,530	89	110
Gain (Loss) on Sale of Property and Equipment	(3,788)	(2,262)	(3,875)	-	-
Interest and Service Charges	3,552	670	-	147	1
Interest Income-Lease	-	-	162	-	-
Capital Contributions	117,858	200	1,039	-	-
Total Changes in Nonoperating Revenues (Expenses)	<u>118,520</u>	<u>(1,255)</u>	<u>(250)</u>	<u>209</u>	<u>111</u>
Total Non-Cash Adjustments	<u>28,668</u>	<u>(15,142)</u>	<u>(12,702)</u>	<u>(1,694)</u>	<u>(3,013)</u>
Changes in Fund Net Position per Schedule	<u>252,150</u>	<u>51,171</u>	<u>23,727</u>	<u>4,762</u>	<u>11,091</u>
Changes in Fund Net Position on Fund Financial Statements	<u>\$ 280,818</u>	<u>\$ 36,029</u>	<u>\$ 11,025</u>	<u>\$ 3,068</u>	<u>\$ 8,078</u>

# STATISTICAL SECTION (UNAUDITED)

## STATISTICAL SECTION

(Unaudited)

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

		<b>Tables</b>
<b>Financial Trends</b>	These schedules contain trend information to help the reader understand how the City's financial performance and well-being have changed over time.	<b>1-4</b>
<b>Revenue Capacity</b>	These schedules present information to help the reader assess the City's most significant local revenue source, the property tax.	<b>5-12</b>
<b>Debt Capacity</b>	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.	<b>13-18</b>
<b>Demographic &amp; Economic Information</b>	These schedules offer demographic and economic indicators to help the reader understand the environment within which the City's financial activities take place.	<b>19-28</b>
<b>Operating Information</b>	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.	<b>29-31</b>

**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)**

	<u>2016</u>	<u>2017</u>	<u>2018 <sup>(a)</sup></u>	<u>2019</u>	<u>2020</u>
<b>Governmental Activities:</b>					
Net Investment in Capital Assets	\$ 1,302,450	\$ 1,392,113	\$ 1,451,492	\$ 1,641,806	\$ 2,286,781
Restricted for Debt Service	10,977	29,259	25,609	36,341	30,324
Restricted for Capital Projects	42,877	57,721	63,125	75,663	89,029
Unrestricted (Deficit) <sup>(a)</sup>	<u>(1,677,201)</u>	<u>(1,995,603)</u>	<u>(2,600,878)</u>	<u>(2,830,558)</u>	<u>(1,770,206)</u>
 Total Governmental Activities Net Position (Deficit)	 <u>(320,897)</u>	 <u>(516,510)</u>	 <u>(1,060,652)</u>	 <u>(1,076,748)</u>	 <u>635,928</u>
 <b>Business-Type Activities:</b>					
Net Investment in Capital Assets	2,052,536	2,242,924	2,278,993	2,498,815	\$ 2,597,318
Restricted for Debt Service	10,576	13,146	46,026	58,513	56,825
Restricted for Capital Projects	15,221	26,028	28,739	53,732	93,842
Unrestricted (Deficit)	<u>181,027</u>	<u>127,082</u>	<u>172,722</u>	<u>85,747</u>	<u>311,453</u>
 Total Business-Type Activities Net Position	 <u>2,259,360</u>	 <u>2,409,180</u>	 <u>2,526,480</u>	 <u>2,696,807</u>	 <u>\$ 3,059,438</u>
 <b>Primary Government:</b>					
Net Investment in Capital Assets	3,354,986	3,635,037	3,730,485	4,140,621	\$ 4,884,099
Restricted for Debt Service	21,553	42,405	71,635	94,854	87,149
Restricted for Capital Projects	58,098	83,749	91,864	129,395	182,871
Unrestricted (Deficit)	<u>(1,496,174)</u>	<u>(1,868,521)</u>	<u>(2,428,156)</u>	<u>(2,744,811)</u>	<u>(1,458,753)</u>
 Total Primary Government Net Position	 <u>\$ 1,938,463</u>	 <u>\$ 1,892,670</u>	 <u>\$ 1,465,828</u>	 <u>\$ 1,620,059</u>	 <u>\$ 3,695,366</u>

Source: Annual Comprehensive Financial Report for the respective years.

<sup>(a)</sup> For FY2018, decrease due to GASB 75 implementation.

<sup>(b)</sup> For FY2021, beginning net position was restated by \$5,919 due to correction of error.

TABLE 1

	2021 <sup>(b)</sup>	2022	2023	2024	2025
\$	2,370,496	\$ 2,493,914	\$ 2,542,223	\$ 2,798,224	\$ 3,305,564
	18,749	19,504	64,613	82,156	102,045
	98,978	102,273	116,637	140,453	155,535
	(1,862,337)	(1,956,953)	(1,730,957)	(1,586,682)	(1,641,771)
	<u>625,886</u>	<u>658,738</u>	<u>992,516</u>	<u>1,434,151</u>	<u>1,921,373</u>
	2,670,886	2,868,449	3,032,880	3,274,625	3,561,973
	67,590	60,671	94,956	112,280	121,519
	73,711	102,504	118,375	135,575	140,518
	449,081	469,952	522,892	580,362	617,851
	<u>3,261,268</u>	<u>3,501,576</u>	<u>3,769,103</u>	<u>4,102,842</u>	<u>4,441,861</u>
	5,041,382	5,362,363	5,575,103	6,072,849	6,867,537
	86,339	80,175	159,569	194,436	223,564
	172,689	204,777	235,012	276,028	296,053
	(1,413,256)	(1,487,001)	(1,208,065)	(1,006,320)	(1,023,920)
\$	<u>3,887,154</u>	<u>4,160,314</u>	<u>4,761,619</u>	<u>5,536,993</u>	<u>6,363,234</u>

**CITY OF FORT WORTH, TEXAS**  
**CHANGES IN NET POSITION**  
**LAST TEN FISCAL YEARS (Unaudited)**  
**(Accrual Basis of Accounting)**  
**(in 000's)**

	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020 <sup>(a)</sup></u>
<b>Expenses</b>					
Governmental Activities:					
General Government	\$ 160,124	\$ 152,609	\$ 149,942	\$ 166,338	\$ 14,398
Public Safety	551,562	698,059	687,036	671,224	(167,533)
Highways and Streets	154,346	157,108	158,652	167,258	125,762
Culture and Recreation	128,444	174,426	284,181	171,710	73,767
Health and Welfare	6,863	11,076	11,104	11,017	29,132
Urban Redevelopment and Housing	68,782	76,190	92,183	82,821	67,747
Interest and Service Charges	30,493	31,636	30,844	32,715	33,443
Total Governmental Activities	<u>1,100,614</u>	<u>1,301,104</u>	<u>1,413,942</u>	<u>1,303,083</u>	<u>176,716</u>
Business-Type Activities:					
Water and Sewer	358,053	376,755	375,603	365,414	245,882
Stormwater Utility	24,365	30,238	29,690	31,960	20,012
Municipal Airports	20,519	14,628	18,694	19,424	16,812
Municipal Parking	7,387	6,699	6,744	7,030	4,406
Solid Waste	53,089	59,292	57,654	62,407	50,923
Municipal Golf <sup>(a)</sup>	-	-	-	-	-
Total Business-Type Activities	<u>463,413</u>	<u>487,612</u>	<u>488,385</u>	<u>486,235</u>	<u>338,035</u>
Total Primary Government Expenses	<u>1,564,027</u>	<u>1,788,716</u>	<u>1,902,327</u>	<u>1,789,318</u>	<u>514,751</u>
<b>Program Revenues</b>					
Governmental Activities:					
Charges for Services:					
General Government	22,900	25,075	14,850	24,044	22,895
Public Safety	13,110	12,463	11,488	12,689	16,328
Highways and Streets	12,549	12,952	12,244	8,921	2,290
Culture and Recreation	19,491	17,137	28,657	26,871	21,252
Urban Redevelopment and Housing	20,824	18,356	24,814	20,731	19,728
Operating Grants and Contributions	61,189	54,497	65,082	76,267	662,064
Capital Grants and Contributions	76,667	123,816	97,698	170,497	172,337
Total Governmental Activities	<u>226,730</u>	<u>264,296</u>	<u>254,833</u>	<u>340,020</u>	<u>916,894</u>
Business-Type Activities:					
Charges for Services:					
Water and Sewer	415,125	424,078	466,462	452,989	477,948
Stormwater Utility	36,887	37,016	38,621	40,037	43,313
Municipal Airports	6,078	6,480	7,359	8,032	9,141
Municipal Parking	7,815	7,863	8,577	8,501	4,918
Solid Waste	54,003	54,705	57,746	59,771	63,904
Capital Grants and Contributions	87,851	121,769	101,120	88,757	111,419
Total Business-Type Activities	<u>607,759</u>	<u>651,911</u>	<u>679,885</u>	<u>658,087</u>	<u>710,643</u>
Total Primary Government Program Revenues	<u>\$ 834,489</u>	<u>\$ 916,207</u>	<u>\$ 934,718</u>	<u>\$ 998,107</u>	<u>\$ 1,627,537</u>

TABLE 2

	2021 <sup>(b)</sup>	2022	2023	2024	2025
\$	155,727	\$ 203,814	\$ 117,253	\$ 145,199	\$ 148,719
	812,332	721,920	720,018	749,499	788,071
	168,720	181,362	173,056	192,536	200,026
	143,584	185,163	183,497	222,759	234,652
	100,856	25,086	26,244	23,378	14,512
	91,550	155,320	154,446	190,274	197,623
	30,753	31,875	37,309	58,369	46,579
	<u>1,503,522</u>	<u>1,504,540</u>	<u>1,411,823</u>	<u>1,582,014</u>	<u>1,630,182</u>
	411,742	442,863	453,010	500,539	524,038
	37,683	37,835	38,185	41,115	44,495
	22,943	27,014	43,783	37,276	20,787
	6,850	7,260	7,466	8,871	8,711
	61,098	65,370	69,794	74,699	75,843
	–	–	–	–	–
	<u>540,316</u>	<u>580,342</u>	<u>612,238</u>	<u>662,500</u>	<u>673,874</u>
	<u>2,043,838</u>	<u>2,084,882</u>	<u>2,024,061</u>	<u>2,244,514</u>	<u>2,304,056</u>
	24,609	26,064	13,850	12,137	13,934
	10,081	14,059	21,338	27,987	47,796
	313	426	241	16	1,440
	22,526	30,889	32,569	39,681	33,139
	23,736	30,687	46,686	31,319	34,562
	191,057	145,939	146,978	132,283	139,972
	201,959	186,426	146,922	213,769	312,137
	<u>474,281</u>	<u>434,490</u>	<u>408,584</u>	<u>457,192</u>	<u>582,980</u>
	486,106	558,595	572,126	584,702	593,893
	47,082	48,489	50,200	58,416	65,149
	12,165	15,189	15,249	15,363	15,813
	4,945	6,282	7,585	7,857	7,745
	67,710	72,734	76,823	83,178	87,157
	141,318	156,752	139,148	198,747	198,370
	<u>759,326</u>	<u>858,041</u>	<u>861,131</u>	<u>948,263</u>	<u>968,127</u>
\$	<u>1,233,607</u>	<u>1,292,531</u>	<u>1,269,715</u>	<u>1,405,455</u>	<u>1,551,107</u>

(continued)

**CITY OF FORT WORTH, TEXAS**  
**CHANGES IN NET POSITION**  
**LAST TEN FISCAL YEARS (Unaudited)**  
**(Accrual Basis of Accounting)**  
**(in 000's)**

	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020 <sup>(a)</sup></u>
<b>Net (Expense) and Revenue</b>					
Governmental Activities	\$ (873,884)	\$ (1,036,808)	\$ (1,159,109)	\$ (963,063)	\$ 740,178
Business-Type Activities	144,346	164,299	191,500	171,852	372,608
Total Primary Government Net Expense	<u>(729,538)</u>	<u>(872,509)</u>	<u>(967,609)</u>	<u>(791,211)</u>	<u>1,112,786</u>
<b>General Revenues and Changes in Net Position (Deficit)</b>					
Governmental Activities:					
Taxes:					
General Property Taxes	426,247	452,357	486,418	517,382	562,687
Other Local Taxes	235,146	250,669	266,479	280,510	273,258
Franchise Fees	49,031	50,078	51,934	50,494	48,365
Grants and contributions not restricted to specific programs	-	-	-	-	-
Gas Leases and Royalties	18,485	9,063	9,267	6,646	3,236
Investment Income	3,703	7,239	8,902	38,090	34,644
Gain on Debt Defeasance	-	-	-	-	79
Other	33,410	38,160	13,358	15,394	13,495
Insurance Recoveries	7,477	-	-	1,303	6
Transfers	51,233	33,629	37,681	37,148	36,728
Special Items	-	-	-	-	-
Gain (Loss) on Disposal of Capital Assets	-	-	-	-	-
Total Governmental Activities	<u>824,732</u>	<u>841,195</u>	<u>874,039</u>	<u>946,967</u>	<u>972,498</u>
Business-Type Activities:					
Gas Leases and Royalties	15,869	6,504	4,754	4,356	2,362
Investment Income	2,809	5,240	7,270	27,885	19,969
Other	9,451	7,406	6,349	3,382	4,420
Insurance Recoveries	-	-	-	-	-
Transfers	(51,233)	(33,629)	(37,681)	(37,148)	(36,728)
Total Business-Type Activities	<u>(23,104)</u>	<u>(14,479)</u>	<u>(19,308)</u>	<u>(1,525)</u>	<u>(9,977)</u>
Total Primary Government	<u>801,628</u>	<u>826,716</u>	<u>854,731</u>	<u>945,442</u>	<u>962,521</u>
<b>Changes in Net Position (Deficit)</b>					
Governmental Activities	(49,152)	(195,613)	(285,070)	(16,096)	1,712,676
Business-Type Activities	121,242	149,820	172,192	170,327	362,631
Total Primary Government	<u>72,090</u>	<u>(45,793)</u>	<u>(112,878)</u>	<u>154,231</u>	<u>2,075,307</u>
<b>Implementation of New Accounting Standard and Change in Accounting</b>		\$ -	\$ (313,964)	\$ -	\$ -

Source: Annual Comprehensive Financial Report for the respective years.

<sup>(a)</sup> Expenses – Significant decrease of expenses in Fiscal Year 2020 when compared to previous years and negative expense balances were due to a decrease of \$839,220 in the City’s Net Pension Liability allocated proportionately to Governmental Funds (\$726,265), Water and Sewer Fund (\$88,794), Stormwater Utility Fund (\$10,541), Municipal Airport (\$2,499), Municipal Parking (\$1,330), and Solid Waste Fund (\$9,791).

<sup>(b)</sup> Beginning Net Position - FY2021 beginning net position was restated to \$641,847 due to Rock Creek Restatement \$16,137 and Capital Asset Restatement (\$10,218).

TABLE 2

	2021 <sup>(b)</sup>	2022	2023	2024	2025
\$	(1,029,241)	\$ (1,070,050)	\$ (1,003,239)	\$ (1,124,822)	\$ (1,047,202)
	219,010	277,699	248,893	285,763	294,253
	<u>(810,231)</u>	<u>(792,351)</u>	<u>(754,346)</u>	<u>(839,059)</u>	<u>(752,949)</u>
	593,721	619,190	694,243	749,673	789,222
	309,769	376,099	410,561	421,923	444,291
	48,484	53,331	52,308	51,443	53,170
	–	–	11,867	46,902	24,850
	4,483	13,339	5,167	3,266	3,857
	4,778	(33,558)	74,439	124,076	90,699
	–	–	–	–	–
	12,060	33,785	39,437	56,152	22,629
	2,634	2,225	–	59,974	–
	37,352	38,491	48,995	44,585	46,373
	–	–	–	–	67,796
	–	–	–	–	–
	<u>1,013,281</u>	<u>1,102,902</u>	<u>1,337,017</u>	<u>1,557,993</u>	<u>1,542,887</u>
	3,118	7,198	2,109	2,138	2,460
	10,081	(10,513)	57,606	83,615	75,967
	6,792	4,415	7,914	6,802	12,718
	180	–	–	–	–
	<u>(37,352)</u>	<u>(38,491)</u>	<u>(48,995)</u>	<u>(44,585)</u>	<u>(46,373)</u>
	<u>(17,181)</u>	<u>(37,391)</u>	<u>18,634</u>	<u>47,970</u>	<u>44,772</u>
	<u>996,100</u>	<u>1,065,511</u>	<u>1,355,651</u>	<u>1,605,963</u>	<u>1,587,659</u>
	(15,960)	32,852	333,778	433,172	495,685
	201,829	240,308	267,527	333,733	339,025
	<u>185,869</u>	<u>273,160</u>	<u>601,305</u>	<u>766,905</u>	<u>834,710</u>
\$	<u>–</u>	\$ <u>–</u>	\$ <u>–</u>	\$ <u>–</u>	\$ <u>–</u>

(concluded)

**CITY OF FORT WORTH, TEXAS**  
**FUND BALANCES, GOVERNMENTAL FUNDS**  
**LAST TEN FISCAL YEARS (Unaudited)**  
**(Modified Accrual Basis of Accounting)**  
**(in 000's)**

	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020 <sup>(a)</sup></u>
General Fund					
Nonspendable	\$ 27,823	\$ 2,953	\$ 5,029	\$ 4,717	\$ 7,970
Restricted	12,738	9,886	10,495	10,644	9,041
Committed	22,924	29,009	27,360	29,833	29,952
Assigned	-	-	2,545	-	4,500
Unassigned	68,436	93,601	107,272	128,603	152,698
Total General Fund	<u>131,921</u>	<u>135,449</u>	<u>152,701</u>	<u>173,797</u>	<u>204,161</u>
All Other Governmental Funds					
Nonspendable, reported in:					
Capital Projects	531	412	382	1,040	483
Grants <sup>(a)</sup>	-	-	-	-	32
Nonmajor Governmental Funds	5,294	2,674	5,189	4,631	2,644
Restricted, reported in:					
Debt Service	22,680	38,018	29,250	20,273	7,896
Capital Projects	235,075	313,630	272,368	246,955	322,827
Grants <sup>(a)</sup>	-	-	-	-	-
Nonmajor Governmental Funds	74,775	70,935	92,287	115,197	102,650
Committed, reported in:					
Debt Service	8,583	10,333	8,602	8,602	1,614
Capital Projects	129,279	218,254	122,521	140,784	166,437
Grants <sup>(a)</sup>	-	-	-	-	-
Nonmajor Governmental Funds	6,458	4,128	2,690	2,569	3,278
Assigned, reported in:					
Debt Service	107	3,945	13,115	33,494	47,029
Capital Projects	62,372	74,194	71,434	112,393	87,312
Grants <sup>(a)</sup>	-	-	-	-	-
Nonmajor Governmental Funds	30,224	41,843	53,556	52,742	55,296
Unassigned (Deficit), reported in:					
Grants <sup>(a)</sup>	-	-	-	-	(169)
Nonmajor Governmental Funds	(1,794)	(1,140)	(756)	-	-
Total All Other Governmental Funds	<u>573,584</u>	<u>777,226</u>	<u>670,638</u>	<u>738,680</u>	<u>797,329</u>
Total All Governmental Funds	<u>\$ 705,505</u>	<u>\$ 912,675</u>	<u>\$ 823,339</u>	<u>\$ 912,477</u>	<u>\$ 1,001,490</u>

Source: Annual Comprehensive Financial Report for the respective years.

<sup>(a)</sup> The Grants Fund was reported as a Nonmajor Governmental Fund prior to Fiscal Year 2020

TABLE 3

	2021	2022	2023	2024	2025
\$	5,374	\$ 5,624	\$ 3,944	\$ 5,007	\$ 7,168
	10,578	9,898	10,016	11,621	12,462
	37,955	36,717	50,139	52,901	43,386
	22,600	31,583	54,340	64,447	32,252
	163,866	159,308	199,444	235,163	249,352
	240,373	243,130	317,883	369,139	344,620
	681	472	741	522	699
	32	32	32	–	–
	2,509	2,366	2,382	1,778	3,506
	1,777	–	64,613	82,156	102,045
	297,948	371,361	505,321	548,102	557,567
	1,109	3,765	5,628	607	2,499
	138,262	150,419	193,145	209,413	256,288
	44,936	49,117	–	–	–
	269,563	295,249	335,597	360,221	386,106
	450	2,298	3,040	3,719	5,264
	9,028	11,434	11,742	16,093	45,593
	–	–	–	–	–
	86,279	96,433	105,636	124,717	119,378
	–	–	–	32	32
	64,929	74,532	65,686	83,976	93,645
	–	–	–	–	–
	–	–	(13,445)	(17,375)	(17,185)
	917,503	1,057,478	1,280,118	1,413,961	1,555,437
\$	1,157,876	\$ 1,300,608	\$ 1,598,001	\$ 1,783,100	\$ 1,900,057

**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)**

	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>
<b>REVENUES:</b>					
General Property Taxes	\$ 424,458	\$ 452,843	\$ 485,959	\$ 518,525	\$ 562,695
Other Local Taxes	234,500	250,023	265,833	279,864	272,528
Franchise Fees	49,031	50,078	51,934	50,494	48,365
Charges for Services	37,588	39,864	38,940	50,760	46,106
Licenses and Permits	15,325	16,881	17,045	16,966	18,095
Fines and Forfeitures	18,056	17,062	16,058	11,781	4,426
Revenue from Use of Money and Property	15,715	12,432	15,495	13,051	11,294
Investment Income	3,601	6,952	9,186	34,245	31,967
Intergovernmental	72,493	63,364	90,861	81,484	121,744
Gas Leases and Royalties	18,485	9,063	9,267	6,646	3,237
Other	33,138	31,879	35,549	39,452	23,497
Contributions	13,928	11,515	12,871	17,425	34,642
Total Revenues	<u>936,318</u>	<u>961,956</u>	<u>1,048,998</u>	<u>1,120,693</u>	<u>1,178,596</u>
<b>EXPENDITURES:</b>					
Current:					
General Government	124,281	103,325	89,891	128,270	133,690
Public Safety	443,730	465,575	496,233	492,841	517,018
Highways and Streets	56,759	47,146	49,860	62,956	70,622
Culture and Recreation	102,239	132,014	246,322	135,859	125,999
Health and Welfare	6,716	10,843	10,091	10,773	34,670
Urban Redevelopment and Housing	51,470	60,093	81,595	81,427	101,692
Capital Outlay	184,317	175,367	190,441	160,895	137,352
Debt Service:					
Principal Retirement	70,484	79,491	100,723	90,370	116,467
Interest and Debt Issuance Costs	32,265	36,566	43,129	41,028	45,579
Total Expenditures	<u>1,072,261</u>	<u>1,110,420</u>	<u>1,308,285</u>	<u>1,204,419</u>	<u>1,283,089</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(135,943)</u>	<u>(148,464)</u>	<u>(259,287)</u>	<u>(83,726)</u>	<u>(104,493)</u>
<b>OTHER FINANCING SOURCES (USES):</b>					
Issuance of Long-Term Debt	103,000	226,880	62,220	106,595	109,065
Issuance of Special Assessment Debt	–	12,685	5,155	–	–
Issuance of Tax Notes	–	32,605	12,590	8,565	25,115
Issuance of Leases/SBITA	–	575	–	–	–
Construction Loans	40,373	26,637	19,106	7,185	9,436
Premium on Issuance	21,131	11,192	4,416	9,995	22,705
Proceeds from Disposal of Property	533	15,619	26,012	2,482	146
Issuance of Refunding Bonds	27,500	–	–	–	42,325
Payment to Bond Escrow Agent	(47,650)	–	–	–	(48,810)
Insurance Recoveries	7,477	–	–	1,303	6
Transfers In	162,483	389,685	144,348	171,072	178,036
Transfers Out	(115,764)	(360,244)	(103,896)	(134,333)	(144,518)
Total Other Financing Sources (Uses)	<u>199,083</u>	<u>355,634</u>	<u>169,951</u>	<u>172,864</u>	<u>193,506</u>
<b>SPECIAL ITEM:</b>					
Transfer Of Operations GASB 69 (A.15)	–	–	–	–	–
Net Change in Fund Balances	<u>\$ 63,140</u>	<u>\$ 207,170</u>	<u>\$ (89,336)</u>	<u>\$ 89,138</u>	<u>\$ 89,013</u>
Debt Service as a Percentage of Noncapital Expenditures	12.41 %	12.87 %	12.59 %	14.14 %	13.64 %

Source: Comprehensive Annual Financial Report for the respective years.  
Fiscal Year 2016 Debt Service percentages were updated to reflect proper data.

TABLE 4

	2021	2022	2023	2024	2025
\$	595,246	\$ 622,071	\$ 691,775	\$ 752,444	\$ 789,807
	309,611	373,894	406,203	419,653	442,197
	48,484	53,273	51,710	52,089	52,670
	46,344	55,278	51,696	60,252	73,341
	19,336	23,268	21,684	23,118	25,676
	4,553	5,837	6,034	6,263	6,907
	13,086	15,516	17,628	19,373	18,120
	5,210	(31,323)	70,525	118,423	86,792
	196,865	147,301	145,703	171,338	175,828
	4,483	13,340	5,167	3,266	3,857
	25,632	28,173	33,826	38,310	32,126
	45,417	35,955	37,385	60,188	59,761
	<u>1,314,267</u>	<u>1,342,583</u>	<u>1,539,336</u>	<u>1,724,717</u>	<u>1,767,082</u>
	132,036	150,199	116,015	123,560	140,538
	545,069	574,541	642,085	703,368	756,735
	65,208	68,518	76,167	88,172	97,657
	105,636	124,048	145,852	157,022	201,869
	100,849	24,143	25,646	22,861	13,850
	90,542	149,912	160,164	204,692	181,512
	232,212	175,446	231,360	388,178	416,803
	121,688	113,023	132,997	154,207	235,754
	42,438	45,302	44,260	62,825	56,855
	<u>1,435,678</u>	<u>1,425,132</u>	<u>1,574,546</u>	<u>1,904,885</u>	<u>2,101,573</u>
	<u>(121,411)</u>	<u>(82,549)</u>	<u>(35,210)</u>	<u>(180,168)</u>	<u>(334,491)</u>
	92,705	81,380	239,410	223,009	253,335
	–	–	–	–	–
	114,620	72,185	16,955	16,053	60,070
	–	2,495	7,659	732	3,158
	–	11,513	6,040	66,147	50,526
	19,361	5,951	25,834	9,222	14,000
	12,335	8,635	17,604	599	447
	101,675	70,730	–	–	–
	(108,160)	(73,595)	–	–	–
	2,634	2,225	–	1,851	492
	157,544	224,723	241,925	326,676	335,202
	(117,137)	(180,961)	(200,345)	(279,022)	(295,429)
	<u>275,577</u>	<u>225,281</u>	<u>355,082</u>	<u>365,267</u>	<u>421,801</u>
	–	–	–	–	29,647
\$	<u>154,166</u>	<u>\$ 142,732</u>	<u>\$ 319,872</u>	<u>\$ 185,099</u>	<u>\$ 116,957</u>
	12.67 %	13.20 %	14.31 %	14.31 %	17.37 %

**CITY OF FORT WORTH, TEXAS**  
**ASSESSED VALUE AND ESTIMATED ACTUAL VALUE**  
**OF TAXABLE PROPERTY**  
**LAST TEN FISCAL YEARS (Unaudited)**  
**(in 000's)**

**TABLE 5**

Fiscal Year	Net Assessed Valuation <sup>(a)</sup>			Total Direct Tax Rate <sup>(d)</sup>
	Real <sup>(b)</sup>	Personal <sup>(c)</sup>	Total Taxable	
2016	\$ 40,839,940	\$ 8,819,802	\$ 49,659,742	0.8550
2017	41,193,832	8,511,146	49,704,978	0.8350
2018	48,854,255	12,095,772	60,950,027	0.8050
2019	54,591,566	12,993,405	67,584,971	0.7850
2020	62,563,206	14,430,958	76,994,164	0.7475
2021	62,119,300	17,758,887	79,878,187	0.7475
2022	70,618,706	16,755,223	87,373,929	0.7325
2023	81,238,767	18,834,773	100,073,540	0.7125
2024	94,903,475	20,827,167	115,730,642	0.6725
2025	96,367,477	25,555,559	121,923,036	0.6725

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

<sup>(a)</sup> The Assessed Value is 100%. Valuation shown for 2016 to 2025 are from Tarrant, Denton, Parker and Wise County.

<sup>(b)</sup> Real properties include: residential, commercial and industrial.

<sup>(c)</sup> Includes personal properties such as; billboards, oil, gas, minerals, utilities, aircraft/mobile home

<sup>(d)</sup> Tax rate per \$100 of valuation.

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

**CITY OF FORT WORTH, TEXAS  
PROPERTY TAX RATES - ALL DIRECT AND  
OVERLAPPING TAX RATES  
LAST TEN FISCAL YEARS (Unaudited)  
(Per \$100 of Assessed Value)**

**TABLE 6**

Fiscal Year Ended Sept. 30	City Direct Rates <sup>(a)</sup>			Overlapping Rates <sup>(a)</sup>			
	Operating General Rates	General Obligation Debt Service	Total	Fort Worth ISD	Tarrant County	Tarrant County Hospital District	Tarrant County College District
2016	\$ 0.6759	\$ 0.1791	\$ 0.8550	\$ 1.3520	\$ 0.2640	\$ 0.2279	\$ 0.1495
2017	0.6615	0.1735	0.8350	1.3520	0.2540	0.2279	0.1447
2018	0.6415	0.1635	0.8050	1.3520	0.2440	0.2244	0.1401
2019	0.6300	0.1550	0.7850	1.3520	0.2340	0.2244	0.1361
2020	0.5950	0.1525	0.7475	1.2820	0.2340	0.2244	0.1302
2021	0.5950	0.1525	0.7475	1.3784	0.2340	0.2244	0.1302
2022	0.5850	0.1475	0.7325	1.3432	0.2290	0.2244	0.1302
2023	0.5650	0.1475	0.7125	1.2816	0.2240	0.2244	0.1302
2024	0.5250	0.1475	0.6725	1.0624	0.1945	0.1945	0.1122
2025	0.5250	0.1475	0.6725	1.0624	0.1875	0.1825	0.1123

<sup>(a)</sup> Source - Tarrant County Appraisal District.

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

**TABLE 7**

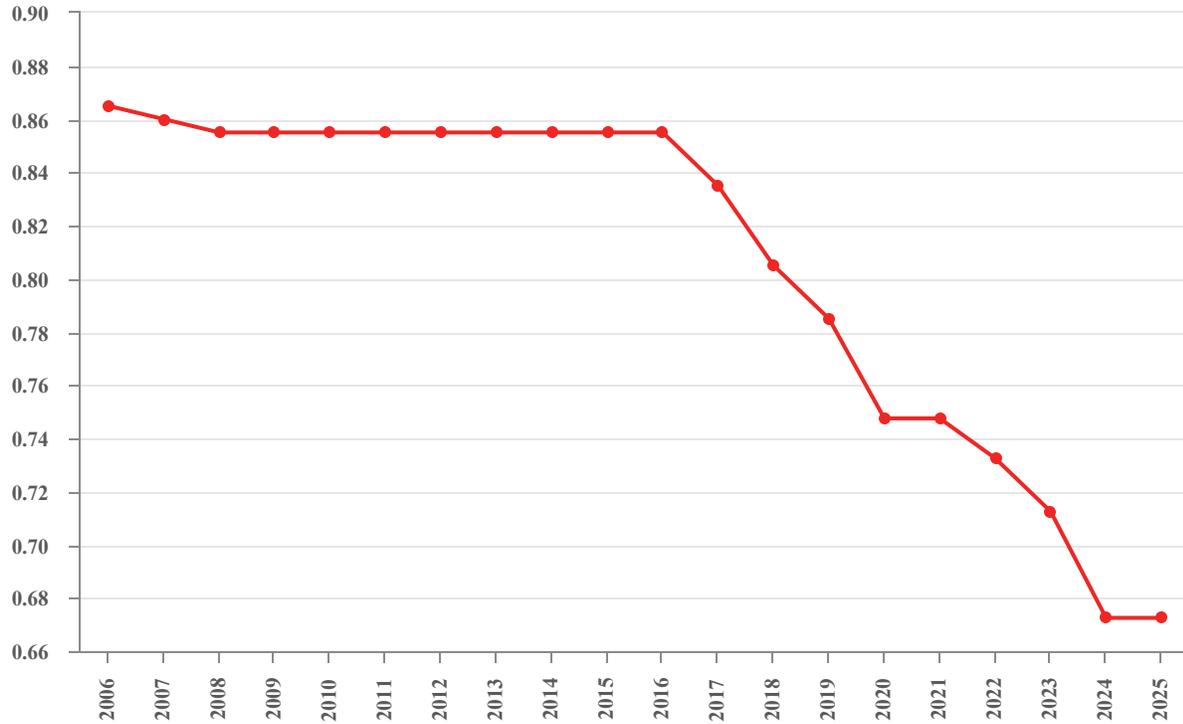
Fiscal Year	Taxes Levied for the Fiscal Year	Collected Within the Fiscal Year of the Levy		Collections in Subsequent Years/ (Refunds)	Total Collections to Date	
		Current Tax Collections	Percentage of Levy		Total Tax Collections	Percentage of Levy
2016	\$ 424,203	\$ 416,304	98.14 %	\$ 3,391	\$ 419,695	98.94 %
2017	453,954	444,015	97.81 %	3,325	447,340	98.54 %
2018	488,093	477,778	97.89 %	1,511	479,289	98.20 %
2019	527,508	515,308	97.69 %	2,377	517,685	98.14 %
2020	570,801	556,459	97.49 %	223	556,682	97.53 %
2021	606,080	590,141	97.37 %	(240)	589,901	97.33 %
2022	633,952	617,586	97.42 %	1,588	619,174	97.67 %
2023	708,681	688,754	97.19 %	(2,797)	685,957	96.79 %
2024	766,805	749,219	97.71 %	(1,873)	747,346	97.46 %
2025	804,057	786,424	97.81 %	-	786,424	97.81 %

Source: Tarrant County Tax Office

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

**TABLE 8**

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
2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
\$ 0.8550	\$ 0.8350	\$ 0.8050	\$ 0.7850	\$ 0.7475	\$ 0.7475	\$ 0.7325	\$ 0.7125	\$ 0.6725	\$ 0.6725



Source: FW Lab, FMS, City of Fort Worth  
Tax rate per \$100 of Assessed Value

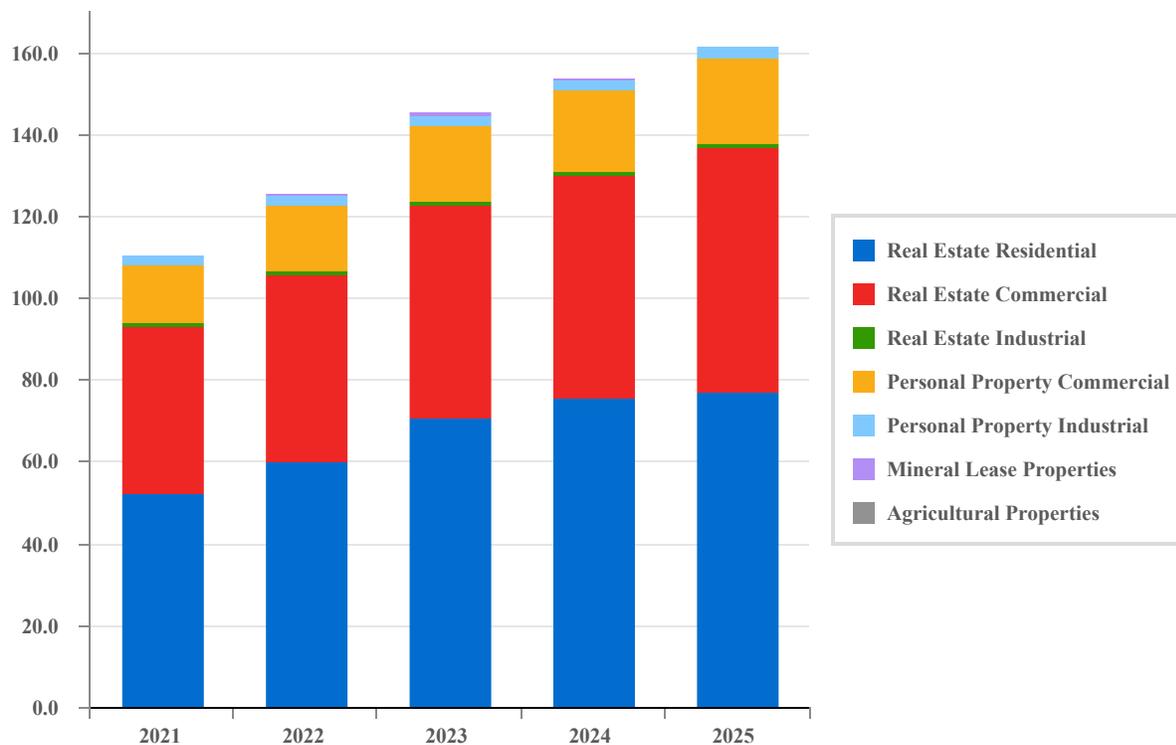
\*Y-Axis adjusted for reader clarity.



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

**TABLE 9**

Appraisal Year	2021	2022	2023	2024	2025
<b>TAD Value By Type</b>					
Real Estate Residential	\$ 52,282,526,896	\$ 60,057,606,553	\$ 70,993,438,586	\$ 75,950,836,341	\$ 77,063,558,526
Real Estate Commercial	40,898,023,066	46,069,619,052	52,018,670,275	54,371,740,738	59,776,804,992
Real Estate Industrial	893,461,513	941,667,239	1,033,869,133	1,056,521,067	1,135,760,827
Personal Property Commercial	14,277,890,706	15,770,736,421	18,291,975,845	19,516,202,520	20,985,759,331
Personal Property Industrial	2,271,863,115	2,254,943,981	2,515,750,151	2,705,970,082	2,712,022,732
Mineral Lease Properties	208,906,283	486,824,582	1,024,441,890	147,204,666	126,911,510
Agricultural Properties	15,266,915	4,027,290	5,650,464	8,145,378	5,060,821
<b>Total TAD Value</b>	<b>\$110,847,938,494</b>	<b>\$125,585,425,118</b>	<b>\$145,883,796,344</b>	<b>\$153,756,620,792</b>	<b>\$161,805,878,739</b>
Total CFW Value	\$116,859,799,095	\$133,380,967,414	\$156,237,829,814	\$165,910,339,463	\$174,407,128,091
% of CFW Value	94.9 %	94.2 %	93.4 %	92.7 %	92.8 %

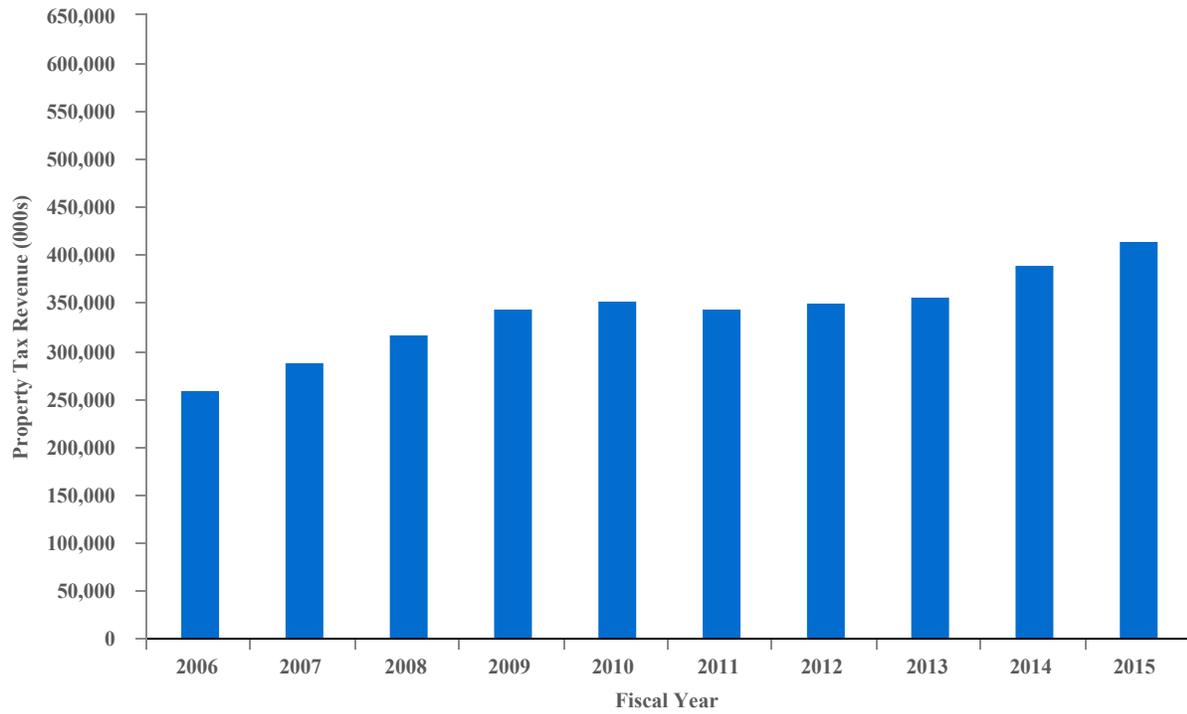


Source: Tarrant Appraisal District Certified Tax Report.  
 Values reported are for Tarrant County only.

<sup>(a)</sup> Apartment complexes (multi-family) are included in the commercial category.

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

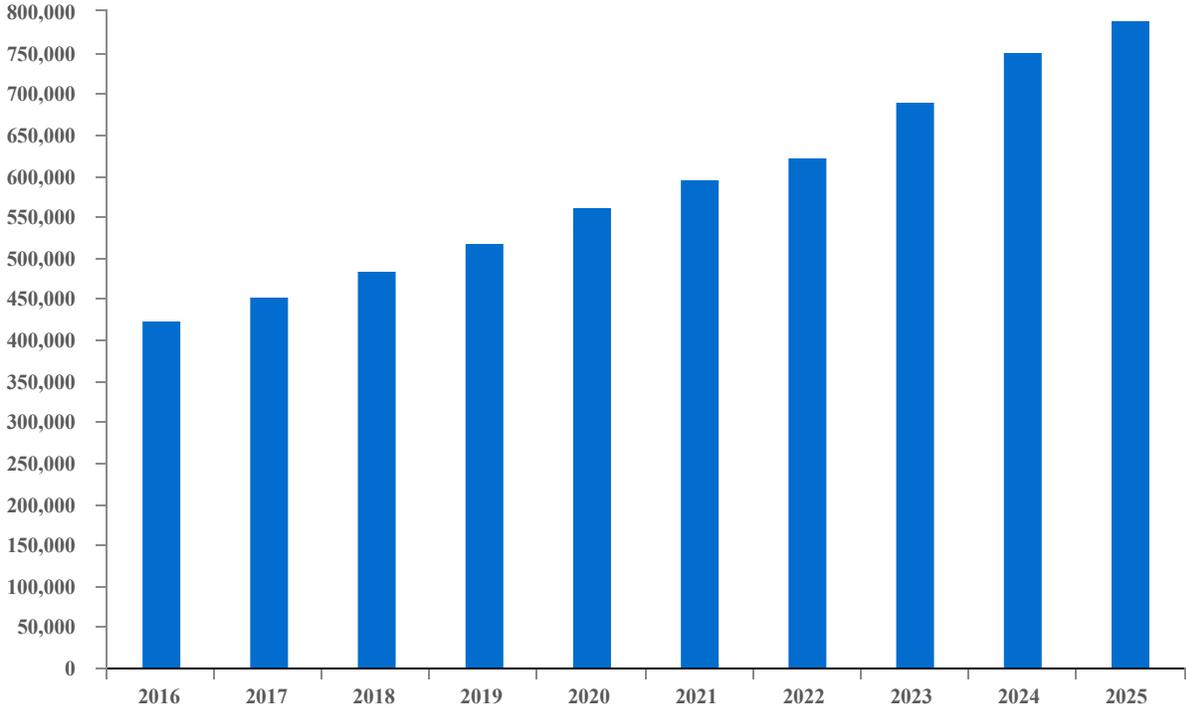
<b>Fiscal Year</b>	<b>2006</b>	<b>2007</b>	<b>2008</b>	<b>2009</b>	<b>2010</b>	<b>2011</b>	<b>2012</b>	<b>2013</b>	<b>2014</b>	<b>2015</b>
Value (000s)	\$259,483	\$289,177	\$317,290	\$343,973	\$353,606	\$343,954	\$351,540	\$357,673	\$389,490	\$414,419
Percent Change	10.12 %	11.44 %	9.72 %	8.41 %	2.80 %	(2.73)%	2.21 %	1.74 %	8.90 %	6.40 %



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

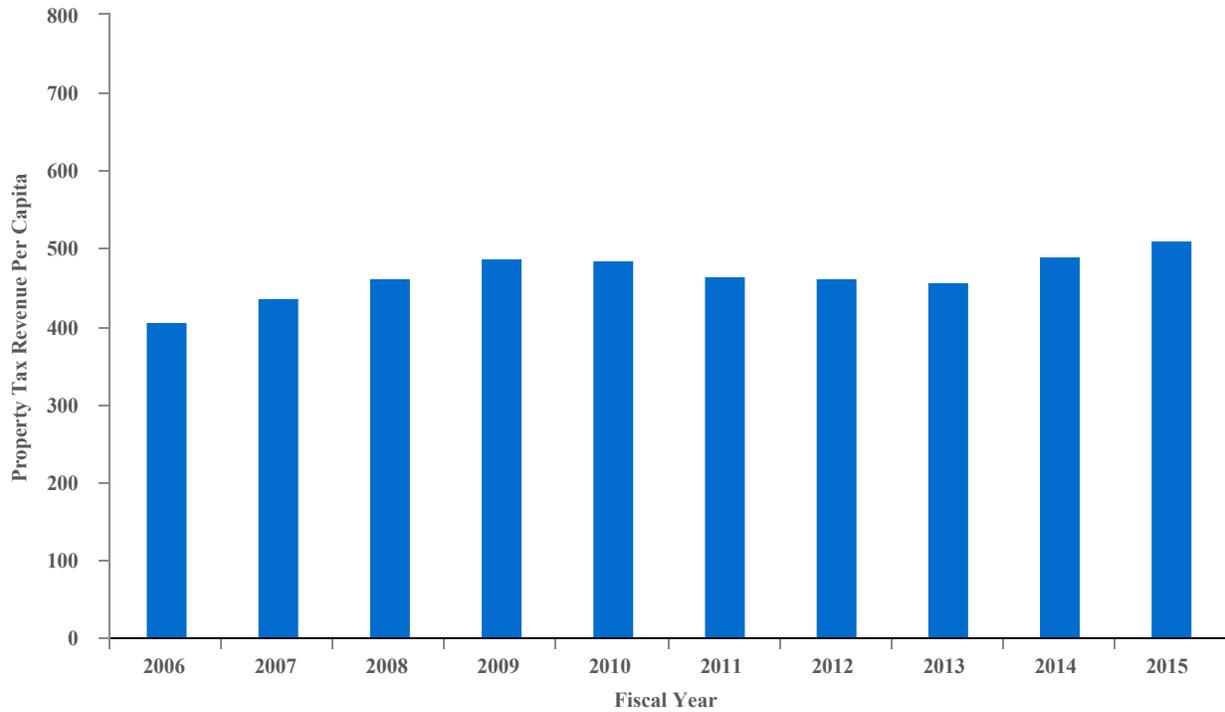
TABLE 10

2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
\$424,458	\$452,843	\$485,959	\$518,525	\$562,695	\$595,246	\$622,071	\$691,775	\$752,444	\$789,807
2.42 %	6.69 %	7.31 %	6.70 %	8.52 %	5.78 %	4.51 %	11.21 %	8.77 %	4.97 %



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

<b>Fiscal Year</b>	<b>2006</b>	<b>2007</b>	<b>2008</b>	<b>2009</b>	<b>2010</b>	<b>2011</b>	<b>2012</b>	<b>2013</b>	<b>2014</b>	<b>2015</b>
Value (000s) <sup>(a)</sup>	\$259,483	\$289,177	\$317,290	\$343,973	\$353,606	\$343,954	\$351,540	\$357,673	\$389,490	\$ 414,419
Population <sup>(b)</sup>	637,346	662,346	685,762	706,526	727,257	741,206	760,758	782,027	794,189	812,553
Value Per Capita	\$ 407	\$ 437	\$ 463	\$ 487	\$ 486	\$ 464	\$ 462	\$ 457	\$ 490	\$ 510
Percent Change	6.82 %	7.37 %	5.95 %	5.18 %	(0.21)%	(4.53)%	(0.43)%	(1.08)%	7.22 %	4.08 %

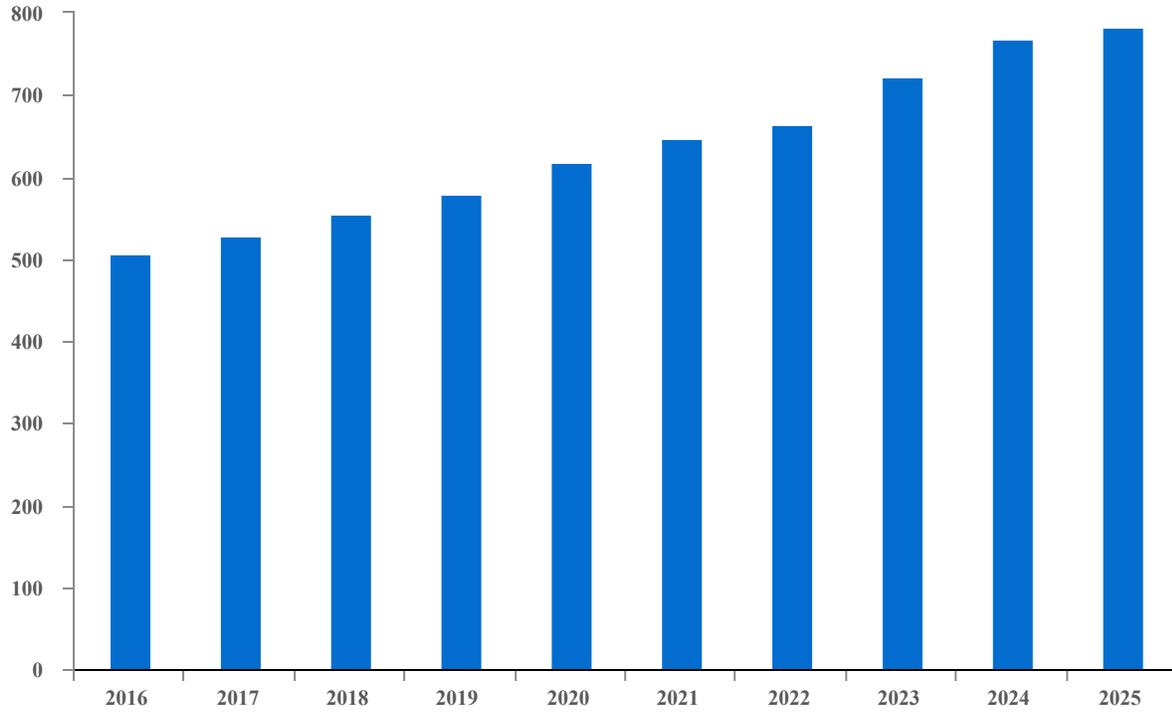


<sup>(a)</sup> Source: Financial Reporting Division, FMS, City of Fort Worth

<sup>(b)</sup> Source: See Table 19 - Demographic and Economic Statistics

**TABLE 11**

<b>2016</b>	<b>2017</b>	<b>2018</b>	<b>2019</b>	<b>2020</b>	<b>2021</b>	<b>2022</b>	<b>2023</b>	<b>2024</b>	<b>2025</b>
\$424,458	\$452,843	\$485,959	\$518,525	\$562,695	\$595,246	\$622,071	\$691,775	\$752,444	\$789,807
836,969	855,897	876,060	895,008	909,585	918,915	935,508	956,709	978,468	1,008,106
\$ 507	\$ 529	\$ 555	\$ 579	\$ 619	\$ 648	\$ 665	\$ 723	\$ 769	\$ 783
(0.59)%	4.34 %	4.91 %	4.32 %	6.91 %	4.68 %	2.62 %	8.72 %	6.36 %	1.82 %





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

**TABLE 12**

Name of Taxpayer	Nature of Property	2025 <sup>(a)</sup>			2016 <sup>(b)</sup>		
		2024 Taxable Assessed Valuation	Rank	Percentage of Total Taxable Assessed Valuation	2015 Taxable Assessed Valuation	Rank	Percentage of Total Taxable Assessed Valuation
Winner LLC	Commercial Real Estate	\$2,289,682	1	1.98 %			
American Airlines	Airlines	1,063,699	2	0.92 %	182,285	5	0.37 %
Oncor Electric Delivery Co LLC	Electric Utility	1,055,519	3	0.91 %	391,606	1	0.79 %
Bell Helicopter Textron Inc	Aircraft Manufacturing	469,116	4	0.41 %	382,448	2	0.77 %
Atmos Energy/ Mid Tex Division	Natural Gas	382,055	5	0.33 %			
AT&T Mobility LLC	Telecommunications	306,223	6	0.26 %			
Mercantile Partners/Mercantile Partners LP	Real Estate	259,486	7	0.22 %			
KV West 7th Apartments LLC/CH Realty IX-Knightves	Real Estate	243,000	8	0.21 %			
DDR/DTC City Investments, LP	Real Estate	223,553	9	0.19 %	257,099	3	0.52 %
Hillwood Monterra LP	Real Estate	172,372	10	0.15 %			
XTO Energy Inc	Oil/Gas Producer				229,452	4	0.46 %
Alcon Laboratories	Pharmaceuticals				175,385	6	0.35 %
Chesapeake Operating (WI)	Natural Gas Producer				175,230	7	0.35 %
Walmart Real Estate Trust	Real Estate				166,784	8	0.34 %
Cousins 777 Main Street LLC	Real Estate				148,283	9	0.30 %
MillerCoors	Beer Brewing				147,079	10	0.30 %
		<u>\$6,464,705</u>		<u>5.58 %</u>	<u>\$2,255,651</u>		<u>4.55 %</u>

<sup>(a)</sup> Source: Tarrant Appraisal District Supplemental Certification Report  
<sup>(b)</sup> Source: Annual Comprehensive Financial Report for the respective year

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

	<b>2016</b>	<b>2017</b>	<b>2018</b>	<b>2019</b>	<b>2020</b>
<b>Governmental:</b>					
General Obligation Bonds	\$ 499,217	\$ 452,570	\$ 475,520	\$ 520,545	\$ 576,670
Certificates of Obligation	221,565	201,945	167,785	152,745	99,425
Special Tax Revenue Debt	—	226,880	226,550	226,115	225,675
Special Assessment Debt	—	12,685	17,840	17,840	17,840
Tax Notes	—	26,130	35,010	38,300	56,890
Installment Obligation	825	—	—	—	—
Equipment Notes Payable	—	—	—	—	—
HUD Installment Obligation	2,865	2,000	1,368	702	—
Fort Worth Sports Authority	—	—	—	—	—
Lone Star Local Govt Corp Obligation	31,617	31,617	31,617	31,617	31,617
State Obligations	9,638	8,992	8,346	7,700	7,054
Project Finance Zone 1	—	—	—	—	—
TRWD Obligation	153,853	171,391	186,654	188,857	191,712
State Energy Conservation Loan Phase I & II	—	—	—	—	—
State Energy Conservation Loan Phase III	971	397	—	—	—
ESPC Phase VII	16,472	15,474	14,302	12,650	10,961
Lease Revenue Bonds	—	—	—	—	—
Leases	836	1,167	837	476	1,473
SBITA	—	—	—	—	—
Southwest Bank Loan (LDC SW Building)	1,844	1,477	1,099	710	309
Lancaster Corridor Construction Loan	10,276	16,500	—	—	—
Unamortized Prem/Disc	68,272	69,218	55,951	55,342	64,359
<b>Business-type:</b>					
General Obligation Bonds	38,428	37,365	35,580	33,740	31,700
Revenue Bonds	870,315	910,685	953,415	979,470	1,045,815
Certificates of Obligation	4,225	2,515	1,400	230	—
Trinity River Authority	4,250	3,600	2,930	2,240	1,520
ESPC Phase V	10,463	8,955	7,411	5,830	4,212
Leases	—	—	—	—	—
SBITA	—	—	—	—	—
Unamortized Prem/Disc	68,508	69,036	52,814	52,784	61,941
<b>Total Primary Government</b>	<b>\$ 2,014,440</b>	<b>\$ 2,270,599</b>	<b>\$ 2,276,429</b>	<b>\$ 2,327,893</b>	<b>\$ 2,429,173</b>
Personal Income <sup>(a)</sup>	\$ 20,604,646	\$ 22,772,813	\$ 25,219,139	\$ 31,024,719	\$ 33,209,598
Debt as a Percentage of Personal Income	10 %	10%	9%	8%	7%
Population <sup>(b)</sup>	833	875	895	917	931
Debt Per Capita	\$ 2,418	\$ 2,595	\$ 2,543	\$ 2,539	\$ 2,609

<sup>(a)</sup> Personal Income calculated using the population and the per capita personal income (source: U. S. Bureau of Census 2010, 2020 and estimates)

<sup>(b)</sup> Years prior to 2016: North Central Texas Council of Governments (NCTCOG). Beginning in year 2016: U.S. Bureau of Census 2010, 2020 and estimates.

<sup>(c)</sup> Unamortized premium and discounts are included in the General Obligation, Certificate of Obligation, Special Tax Revenue Debt, Special Assessment Debt and Revenue Bonds where applicable.

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

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

**TABLE 13**

	<u>2021</u>	<u>2022</u>	<u>2023</u>	<u>2024</u>	<u>2025</u>
\$	665,220	\$ 688,200	\$ 765,665	\$ 833,377	\$ 826,890
	100,540	70,420	137,535	109,375	101,290
	220,350	214,870	209,210	271,750	337,320
	-	-	-	-	-
	61,730	121,945	116,585	109,235	145,735
	-	-	-	-	-
	-	-	-	-	-
	-	-	-	-	-
	31,617	31,617	31,617	-	-
	25,567	23,368	19,094	16,896	14,698
	1,357	-	-	-	-
	188,643	192,927	190,857	223,669	249,231
	-	-	-	-	-
	-	-	-	-	-
	9,233	7,467	5,661	3,814	1,934
	-	-	-	25,295	24,855
	1,109	5,087	9,381	8,616	8,393
	-	-	12,445	10,335	12,990
	-	-	-	-	-
	-	-	-	-	-
	69,417	56,740	68,436	63,259	58,074
	29,585	27,389	25,110	22,740	20,280
	1,114,000	1,181,130	1,330,375	1,461,987	1,693,770
	-	-	-	-	-
	775	-	-	-	-
	2,557	862	-	-	-
	-	-	1,147	883	612
	-	-	1,946	1,290	849
	68,336	60,006	58,571	54,424	50,143
<b>\$</b>	<b>2,590,036</b>	<b>\$ 2,682,028</b>	<b>\$ 2,983,635</b>	<b>\$ 3,216,945</b>	<b>\$ 3,547,064</b>
<b>\$</b>	<b>33,972,475</b>	<b>\$ 35,859,893</b>	<b>\$ 33,458,027</b>	<b>\$ 37,267,889</b>	<b>\$ 40,742,604</b>
	8%	7%	9%	9%	9%
	952	936	957	978	978
<b>\$</b>	<b>2,721</b>	<b>\$ 2,865</b>	<b>\$ 3,118</b>	<b>\$ 3,289</b>	<b>\$ 3,627</b>



**PERCENT OF TOTAL GENERAL DEBT OUTSTANDING TO ASSESSED VALUE AND TOTAL GENERAL DEBT OUTSTANDING PER CAPITA LAST TEN FISCAL YEARS (Unaudited)**  
(in 000's)

Fiscal Year	General Bonded Debt Outstanding		Less Restricted for Debt Service <sup>(d)</sup>	Total Net Bonded Debt	Net Assessed Value <sup>(b)</sup>	Percent Outstanding General Debt to Assessed Value	Estimated Population <sup>(c)</sup>	Outstanding General Debt Per Capita
	General Obligation Bonds <sup>(a)</sup>	Certification of Obligation <sup>(a)</sup>						
2016	\$ 601,791	\$ 235,932	\$ 1,245	\$ 836,478	\$ 49,659,742	1.68 %	833	\$ 0.948
2017	544,861	213,082	1,245	756,698	49,704,978	1.52 %	875	0.936
2018	555,525	173,590	37,061	692,054	60,950,027	1.14 %	895	0.915
2019	598,605	156,174	55,685	699,094	67,584,971	1.03 %	917	0.793
2020	659,889	101,387	51,523	709,753	76,994,164	0.92 %	931	0.773
2021	748,871	104,300	51,523	801,648	79,878,187	1.00 %	952	0.842
2022	760,339	72,793	51,523	781,609	87,373,929	0.89 %	936	0.835
2023	839,594	147,864	65,232	922,226	100,073,540	0.92 %	957	0.964
2024	901,678	109,375	71,680	939,373	115,730,642	0.81 %	978	0.961
2025	889,193	116,836	87,941	918,088	121,923,036	0.75 %	978	0.939

<sup>(a)</sup> Includes Business-Type Activities debt and all bond related unamortized premiums and discounts.

<sup>(b)</sup> Assessed value is 100%

<sup>(c)</sup> Source: Years prior to 2016: North Central Texas Council of Governments (NCTCOG). Beginning in year 2016: U.S. Bureau of Census 2010, 2020 and estimates.

<sup>(d)</sup> Amount available for Governmental & Business-type payments.

**CITY OF FORT WORTH, TEXAS  
LEGAL DEBT MARGIN INFORMATION  
SEPTEMBER 30, 2025 (Unaudited)  
(in Millions)**

	<b>2016*</b>	<b>2017*</b>	<b>2018*</b>	<b>2019*</b>	<b>2020*</b>
Total Assessed Valuation	\$ 49,660	\$ 49,705	\$ 60,950	\$ 67,585	\$ 76,994
Overall Debt Limitation - 10% of Assessed Valuation	4,966	4,971	6,095	6,759	7,699
Net Debt Subject to Limitation	721	721	715	746	765
Legal Debt Margin Within 10% Limitation	\$ 4,245	\$ 4,250	\$ 5,380	\$ 6,013	\$ 6,934
Legal Debt Margin as a Percentage of the Debt Limit	85 %	85 %	88 %	89 %	90 %

Notes:

\*Government Code Sec. 1331.051 of the State of Texas Constitution and Statutes, effective September 2023, limits cities with a population of nine hundred fifty thousand or more, through the issuance of bonds payable from taxes, may incur total bonded debt in an amount not to exceed 10 percent of the total appraised value of property listed on the most recent appraisal roll for the municipality notwithstanding that the municipal charter limits the total dollar amount of bonded debt to a lesser amount. Prior to FY2023, the limit was based upon a population of seven hundred fifty thousand. According to the 2010 Federal Census, the City of Fort Worth had a population of over seven hundred fifty eight thousand; therefore, the 10% limitation applies to 2014 - 2022. According to Federal Census website, the City of Fort Worth had an estimated population of over nine hundred fifty seven thousand as of July 1, 2022; therefore the 10% limitation applies to 2024.

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, certificates of obligations, and tax notes. Also, the Net Debt includes business-type 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)**

	<b>2016</b>	<b>2017</b>	<b>2018</b>	<b>2019</b>	<b>2020</b>
General Fund	\$ 0.676	\$ 0.662	\$ 0.642	\$ 0.630	\$ 0.595
Debt Service Fund	0.179	0.173	0.163	0.155	0.153
Total City Tax Rate	\$ 0.855	\$ 0.835	\$ 0.805	\$ 0.785	\$ 0.748

Source: Tarrant Appraisal District

**TABLE 15**

<b>2021*</b>	<b>2022*</b>	<b>2023*</b>	<b>2024*</b>	<b>2025*</b>
\$ 79,878	\$ 87,374	\$ 100,074	\$ 115,731	\$ 121,923
7,988	8,737	10,007	11,573	12,192
858	858	1,046	833	3,394
<u>\$ 7,130</u>	<u>\$ 7,879</u>	<u>\$ 8,961</u>	<u>\$ 10,740</u>	<u>\$ 8,798</u>
89 %	90 %	90 %	93 %	72 %

<b>2021</b>	<b>2022</b>	<b>2023</b>	<b>2024</b>	<b>2025</b>
\$ 0.595	\$ 0.585	\$ 0.565	\$ 0.525	\$ 0.525
0.153	0.148	0.148	0.148	0.148
<u>\$ 0.748</u>	<u>\$ 0.733</u>	<u>\$ 0.713</u>	<u>\$ 0.673</u>	<u>\$ 0.673</u>

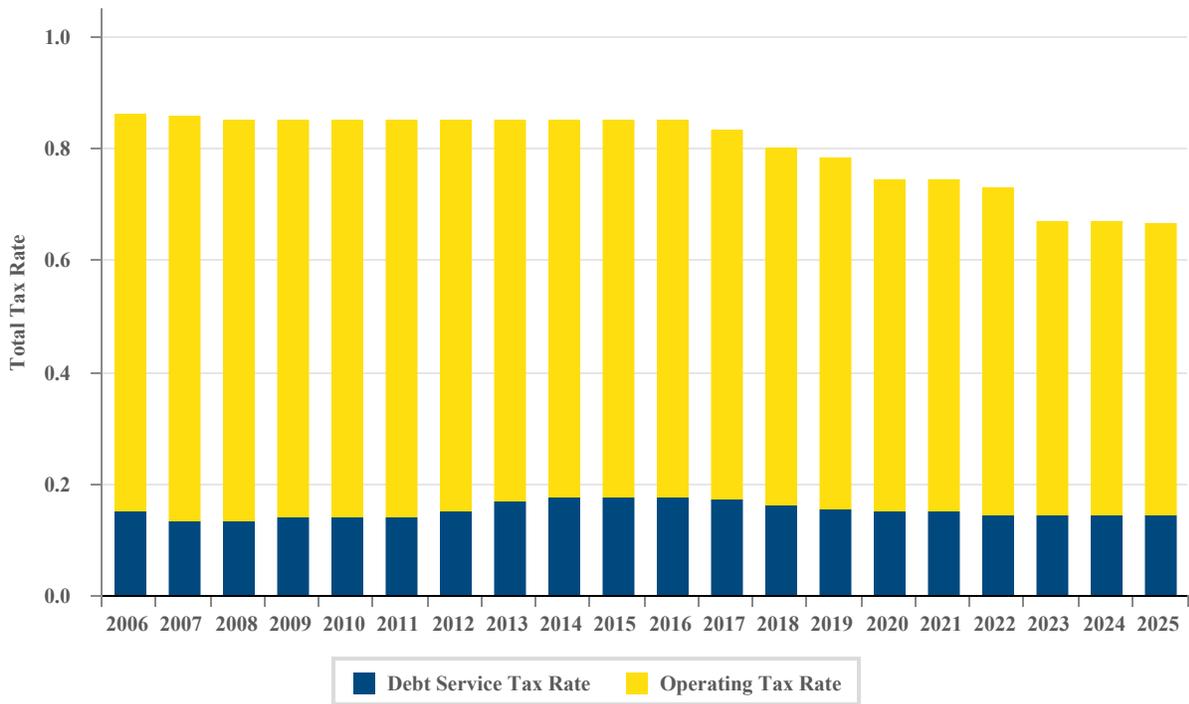
**CITY OF FORT WORTH, TEXAS  
TAX RATE ALLOCATION  
LAST TWENTY FISCAL YEARS (Unaudited)**

**TABLE 16**

	<b>2006</b>	<b>2007</b>	<b>2008</b>	<b>2009</b>	<b>2010</b>	<b>2011</b>	<b>2012</b>	<b>2013</b>	<b>2014</b>	<b>2015</b>
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

	<b>2016</b>	<b>2017</b>	<b>2018</b>	<b>2019</b>	<b>2020</b>	<b>2021</b>	<b>2022</b>	<b>2023</b>	<b>2024</b>	<b>2025</b>
Debt Service Tax Rate	\$ 0.1791	\$ 0.1735	\$ 0.1635	\$ 0.1550	\$ 0.1525	\$ 0.1525	\$ 0.1475	\$ 0.1475	\$ 0.1475	\$ 0.1475
Operating Tax Rate	\$ 0.6759	\$ 0.6615	\$ 0.6415	\$ 0.6300	\$ 0.5950	\$ 0.5950	\$ 0.5850	\$ 0.5250	\$ 0.5250	\$ 0.5225



Source: FWLab, City of Fort Worth

**CITY OF FORT WORTH, TEXAS**  
**DIRECT AND OVERLAPPING GOVERNMENTAL**  
**ACTIVITIES DEBT(Unaudited)**  
**YEAR ENDED SEPTEMBER 30, 2025**  
**(in 000's)**

**TABLE 17**

<b>Governmental Unit</b>	<b>Debt Outstanding</b>	<b>Estimated Percentage Applicable<sup>(a)</sup></b>	<b>Estimated Share of Overlapping Debt</b>
Aledo ISD	\$ 352,744	10.79 %	\$ 38,061
Arlington Independent School District	1,224,080	**	—
Azle Independent School District	268,840	0.69 %	1,855
Birdville Independent School District	575,575	2.94 %	16,922
Burleson Independent School District	224,725	13.83 %	31,079
Castleberry Independent School District	114,350	53.38 %	61,040
Crowley Independent School District	1,397,635	76.82 %	1,073,663
Denton County	721,100	4.83 %	34,829
Eagle Mountain-Saginaw Independent School District	1,393,345	74.73 %	1,041,247
Everman Independent School District	165,590	67.07 %	111,061
Fort Worth Independent School District	1,561,440	90.09 %	1,406,701
Grapevine-Colleyville Independent School District	302,425	**	—
Hurst-Eules-Bedford Independent School District	813,765	23.24 %	189,119
Keller Independent School District	678,700	49.82 %	338,128
Kennedale Independent School District	98,815	0.13 %	128
Lake Worth Independent School District	70,012	59.75 %	41,832
Mansfield Independent School District	1,260,570	**	—
Northwest Independent School District	2,988,390	46.20 %	1,380,636
Parker County	197,600	2.96 %	5,849
Parker County JCD	1,040	2.96 %	31
Tarrant County	314,050	39.87 %	125,212
Tarrant County College District	547,535	39.87 %	218,302
Tarrant County Hospital District	431,255	39.87 %	171,941
Tarrant Regional Water District	98,710	94.15 %	92,935
White Settlement Independent School District	237,749	53.33 %	126,792
Wise County	—	0.08 %	—
Subtotal, overlapping debt			<u>6,507,363</u>
General Obligations Bonds	826,890		826,890
Certificates of Obligation	101,290		101,290
Special Tax Revenue Debt	337,320		337,320
Tax Notes	145,735		145,735
State Obligation - City	10,032		10,032
State Obligation - CCPD	4,666		4,666
TRWD Obligation	249,231		249,231
ESPC Phase VII	1,934		1,934
Net Unamortized Bond Premium/Discount	58,074		58,074
Lease Revenue Bonds	25,295		25,295
Leases	8,393		8,393
SBITA	12,990		12,990
City of Fort Worth Net Direct Debt	1,781,850	100.00 %	<u>1,781,850</u>
Total direct and overlapping debt			<u>\$ 8,289,213</u>

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, tax notes, loans, leases/SBITA, and Net Unamortized Bond Premium/Discount.

<sup>(a)</sup> The estimated percentage is based on a formula using assessed values of the property.

Source: Municipal Advisory Council of Texas, and Note G.1. Changes in Long-Term Debt Obligations and Other Liabilities.

**CITY OF FORT WORTH, TEXAS  
 PLEDGED-REVENUE COVERAGE  
 LAST TEN FISCAL YEARS (Unaudited)  
 (in 000's)**

**TABLE 18**

Fiscal Year	Revenues			Debt Service Requirements <sup>(a)</sup>			Bond Coverage <sup>(d)</sup>
	Total Revenues <sup>(b)</sup>	Less: Operating Expense <sup>(c)</sup>	Net Revenue	Principal	Interest	Annual Requirement	
<b>Water and Sewer<sup>(e)</sup></b>							
2016	\$ 419,469	\$ 252,368	\$ 167,101	\$ 61,635	\$ 28,852	\$ 90,487	1.85
2017	427,521	239,642	187,879	63,175	29,396	92,571	2.03
2018	475,816	257,354	218,462	63,285	31,429	94,714	2.31
2019	467,508	253,860	213,648	59,840	31,510	91,350	2.34
2020	489,124	259,237	229,887	59,955	31,354	91,309	2.52
2021	494,174	275,191	218,983	61,150	32,474	93,624	2.34
2022	568,687	299,072	269,615	63,715	32,641	96,356	2.80
2023	618,029	319,248	298,781	61,510	36,991	98,501	3.03
2024	643,117	353,593	289,524	65,200	41,658	106,858	2.71
2025	661,274	380,903	280,371	66,115	50,745	116,860	2.40
<b>Municipal Parking<sup>(f)</sup></b>							
2016	7,856	3,176	4,680	1,640	1,328	2,968	1.58
2017	7,906	3,184	4,722	2,305	1,735	4,040	1.17
2018	8,789	3,418	5,371	2,430	1,624	4,054	1.32
2019	8,600	3,794	4,806	2,550	1,500	4,050	1.19
2020	4,966	3,368	1,598	1,820	1,388	3,208	0.50
2021	4,949	3,458	1,491	1,675	1,302	2,977	0.50
2022	6,339	4,232	2,107	1,760	1,216	2,976	0.71
2023	7,803	4,563	3,240	1,850	1,125	2,975	1.09
2024	8,169	6,007	2,162	1,950	1,030	2,980	0.73
2025	8,145	6,024	2,121	2,050	930	2,980	0.71
<b>Solid Waste<sup>(g)</sup></b>							
2016	59,447	52,283	7,164	480	98	578	12.39
2017	60,651	54,650	6,001	468	87	555	10.81
2018	62,151	54,718	7,433	470	76	546	13.61
2019	62,947	57,871	5,076	460	66	526	9.65
2020	67,248	62,569	4,679	450	55	505	9.27
2021	71,591	62,248	9,343	440	45	485	19.26
2022	78,583	64,457	14,126	435	34	469	30.12
2023	81,978	67,148	14,830	430	24	454	32.67
2024	89,295	69,964	19,331	420	14	434	44.54
2025	93,061	72,756	20,305	410	5	415	48.93
<b>Stormwater<sup>(h)</sup></b>							
2016	37,283	14,377	22,906	4,130	4,847	8,977	2.55
2017	37,301	15,797	21,504	4,300	4,824	9,124	2.36
2018	39,615	14,695	24,920	4,460	4,678	9,138	2.73
2019	41,416	16,237	25,179	4,640	4,326	8,966	2.81
2020	44,257	17,483	26,774	4,705	4,090	8,795	3.04
2021	47,915	19,181	28,734	5,550	5,044	10,594	2.71
2022	49,416	21,535	27,881	5,000	4,497	9,497	2.94
2023	55,655	20,719	34,936	5,245	4,256	9,501	3.68
2024	66,076	21,346	44,730	5,920	6,201	12,121	3.69
2025	71,818	25,092	46,726	6,540	5,579	12,119	3.86

(a) Principal and Interest does not include general obligation bonds reported in enterprise funds.  
 (b) Through FY2017 total revenues is exclusive of other expenses and contributions, gas lease revenue, and includes interest income. Beginning in FY2018 total revenues is cash based and includes interest income.  
 (c) Through FY2017 Water and Sewer and Stormwater operating expense are cash based. All other funds operating expense are exclusive of depreciation charges. Beginning in FY2018 operating expense for all funds is cash based.  
 (d) Bond Coverage is computed by dividing Net Revenue by Annual Requirements.  
 (e) Secured by revenues of the City's Water and Sewer System.  
 (f) Secured by revenues of the City's Will Rogers Memorial Center Parking Facilities.  
 (g) Secured by revenues of the City's Solid Waste Services Program.  
 (h) Secured by revenue collected to maintain the stormwater system.

**CITY OF FORT WORTH, TEXAS  
 DEMOGRAPHIC AND ECONOMIC STATISTICS  
 LAST TEN FISCAL YEARS (Unaudited)**

**TABLE 19**

<b>Fiscal Year</b>	<b>Population<sup>(a)</sup></b>	<b>Per Capita Personal Income</b>	<b>Per Capita</b>	<b>Median Age</b>	<b>Unemployment<sup>(b)</sup></b>	<b>Unemployment Rate<sup>(e)</sup></b>
2016	836,969	\$ 20,694,895,494	24,726 <sup>(c)</sup>	31.9 <sup>(d)</sup>	16,600	4.1%
2017	855,897	22,296,972,747	26,051 <sup>(d)</sup>	32.0 <sup>(d)</sup>	12,823	3.1%
2018	876,060	24,682,114,440	28,174 <sup>(d)</sup>	32.9 <sup>(d)</sup>	15,011	3.5%
2019	895,008	30,279,015,648	33,831 <sup>(d)</sup>	38.2 <sup>(d)</sup>	14,108	3.2%
2020	909,585	32,446,716,120	35,672 <sup>(d)</sup>	38.5 <sup>(d)</sup>	36,271	8.1%
2021	918,915	32,779,535,880	35,672 <sup>(d)</sup>	38.5 <sup>(d)</sup>	22,071	4.9%
2022	935,508	35,859,892,656	38,332 <sup>(d)</sup>	38.8 <sup>(d)</sup>	17,213	3.7%
2023	956,709	33,458,027,148	34,972 <sup>(d)</sup>	34.3 <sup>(d)</sup>	19,764	4.0%
2024	978,468	37,267,889,184	38,088 <sup>(d)</sup>	33.7 <sup>(d)</sup>	20,356	4.1%
2025	1,008,106	40,742,603,990	40,415 <sup>(d)</sup>	33.6 <sup>(d)</sup>	22,626	3.9%

<sup>(a)</sup> Source: Years prior to 2016: North Central Texas Council of Governments (NCTCOG). Beginning in year 2016: U.S. Bureau of Census. Beginning 2017, estimate revised to July 1 estimate for historical years.

<sup>(b)</sup> Source: BLS Local Area Unemployment Statistics.

<sup>(c)</sup> Source: U.S. Census Bureau 2014 Estimate

<sup>(d)</sup> Source: U.S. Census Bureau, American Community Survey

<sup>(e)</sup> Source: U.S. Bureau of Labor Statistics

**FORT WORTH®**



**CITY OF FORT WORTH, TEXAS  
PRINCIPAL EMPLOYERS  
FORT WORTH METROPOLITAN AREA  
CURRENT YEAR AND NINE YEARS AGO (Unaudited)  
(in 000's)**

**TABLE 20**

Name of Employers	2025			2016		
	Employees	Rank	Percentage of Total Employment <sup>(a)</sup>	Employees <sup>(b)</sup>	Rank	Percentage of Total Employment <sup>(c)</sup>
Lockheed Martin Tactical Aircraft System	19.2 <sup>(d)</sup>	1	3.57 %	13.7	2	3.65 %
American Airlines Group	10.8 <sup>(d)</sup>	2	2.00 %	25.0	1	6.65 %
Fort Worth Independent School District	9.8 <sup>(d)</sup>	3	1.82 %	12.0	3	3.19 %
Cook Children's Health Care System	8.9 <sup>(d)</sup>	4	1.65 %	6.0	7	1.60 %
City of Fort Worth	8.3 <sup>(d)</sup>	5	1.54 %	6.1	6	1.62 %
Texas Health Resources	7.2 <sup>(d)</sup>	6	1.34 %			0.00 %
Alcon Laboratories Inc.	3.2 <sup>(d)</sup>	7	0.59 %	5.4	9	1.44 %
Bell Helicopter-Textron, Inc.	4.6 <sup>(d)</sup>	8	0.86 %	5.0	10	1.30 %
BNSF Railway	2.8 <sup>(d)</sup>	9	0.53 %			0.00 %
Texas Christian University	2.6 <sup>(d)</sup>	10	0.53 %			0.00 %
NAS Fort Worth Joint Reserve Base				10.0	4	2.66 %
JPS Health Network/John Peter Smith Hospital				6.5	5	1.73 %
Tarrant County College				6.0	8	1.60 %
Tarrant County Government						
	<u>77.4</u>		<u>14.38 %</u>	<u>95.7</u>		<u>25.44 %</u>

<sup>(a)</sup> Estimated total employment of 537,296 for 2025 per U.S. Bureau of Labor Statistics

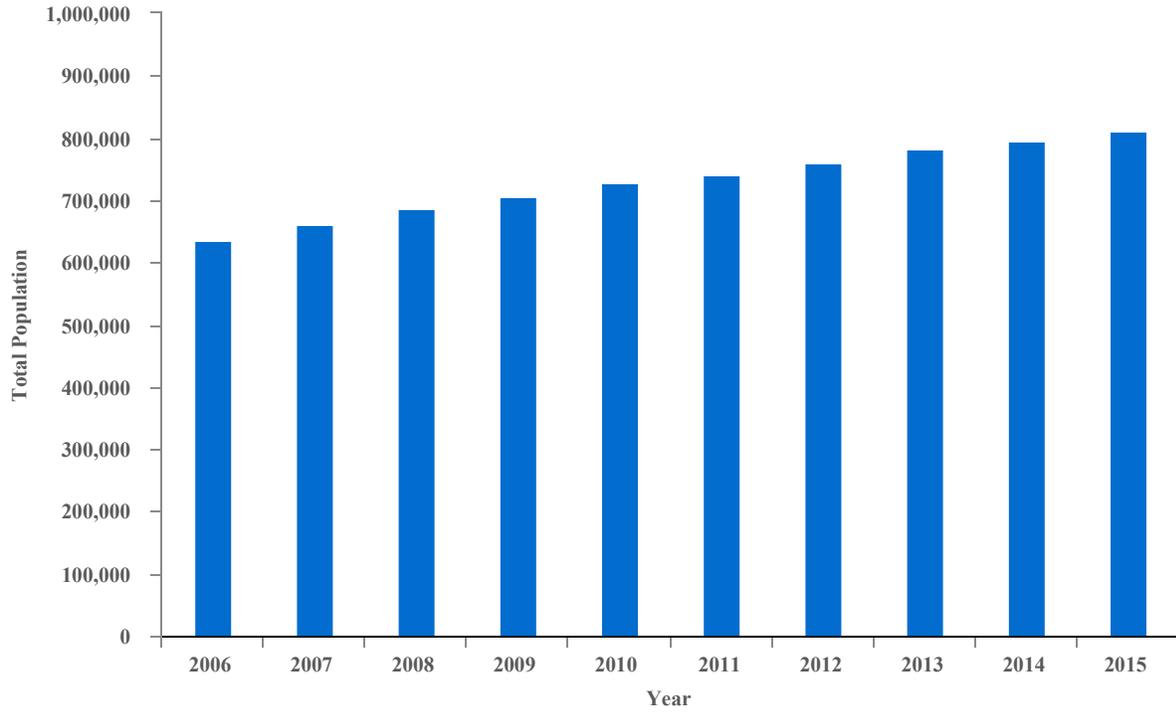
<sup>(b)</sup> Source: City of Fort Worth, Texas ACFR For the Fiscal Year Ended September 30, 2016

<sup>(c)</sup> Estimated total employment of 375,847 for 2016 per U.S. Bureau of Labor Statistics

<sup>(d)</sup> Source: City of Fort Worth Economic Development, Texas Workforce Commission, and Fort Worth Chamber of Commerce

**CITY OF FORT WORTH, TEXAS  
POPULATION GROWTH  
LAST TWENTY FISCAL YEARS (Unaudited)**

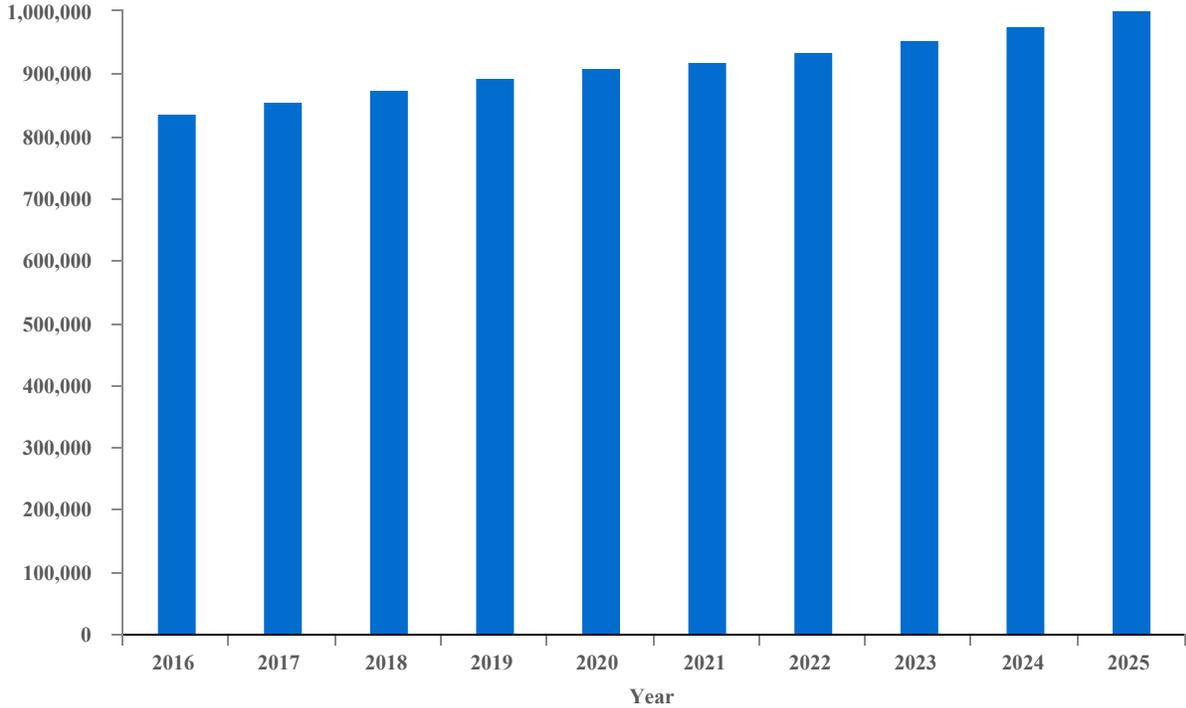
<b>Fiscal Year</b>	<b>2006</b>	<b>2007</b>	<b>2008</b>	<b>2009</b>	<b>2010</b>	<b>2011</b>	<b>2012</b>	<b>2013</b>	<b>2014</b>	<b>2015</b>
Population	637,346	662,346	685,762	706,526	727,257	741,206	760,758	782,027	794,189	812,553
Percent Change	2.94%	3.92%	3.54%	3.03%	2.93%	1.92%	2.64%	2.80%	1.56%	2.31%



Source: Years prior to 2016: North Central Texas Council of Governments (NCTCOG). Beginning in year 2016: U.S. Bureau of Census.

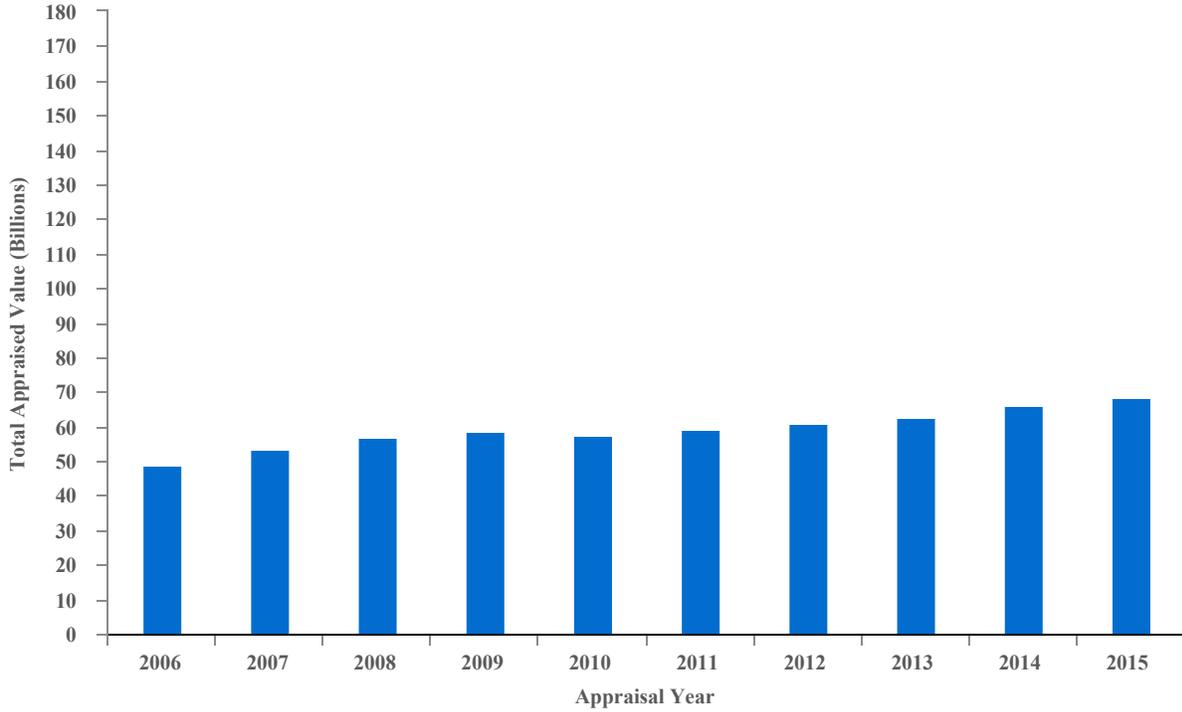
TABLE 21

2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
836,969	855,897	876,060	895,008	909,585	918,915	935,508	956,709	978,468	1,008,106
3.00%	2.26%	2.36%	2.16%	1.63%	1.03%	1.81%	2.27%	2.27%	3.03%



**CITY OF FORT WORTH, TEXAS  
TOTAL APPRAISED VALUE  
LAST TWENTY FISCAL YEARS (Unaudited)**

<b>Appraisal Year</b>	<b>2006</b>	<b>2007</b>	<b>2008</b>	<b>2009</b>	<b>2010</b>	<b>2011</b>	<b>2012</b>	<b>2013</b>	<b>2014</b>	<b>2015</b>
Value (Billions)	\$ 48.9	\$ 53.3	\$ 56.7	\$ 58.8	\$ 57.3	\$ 59.4	\$ 61.2	\$ 62.6	\$ 66.4	\$ 68.5
Percent Change		9.00%	6.38%	3.70%	(2.55)%	3.66%	3.03%	2.29%	6.07%	3.16%

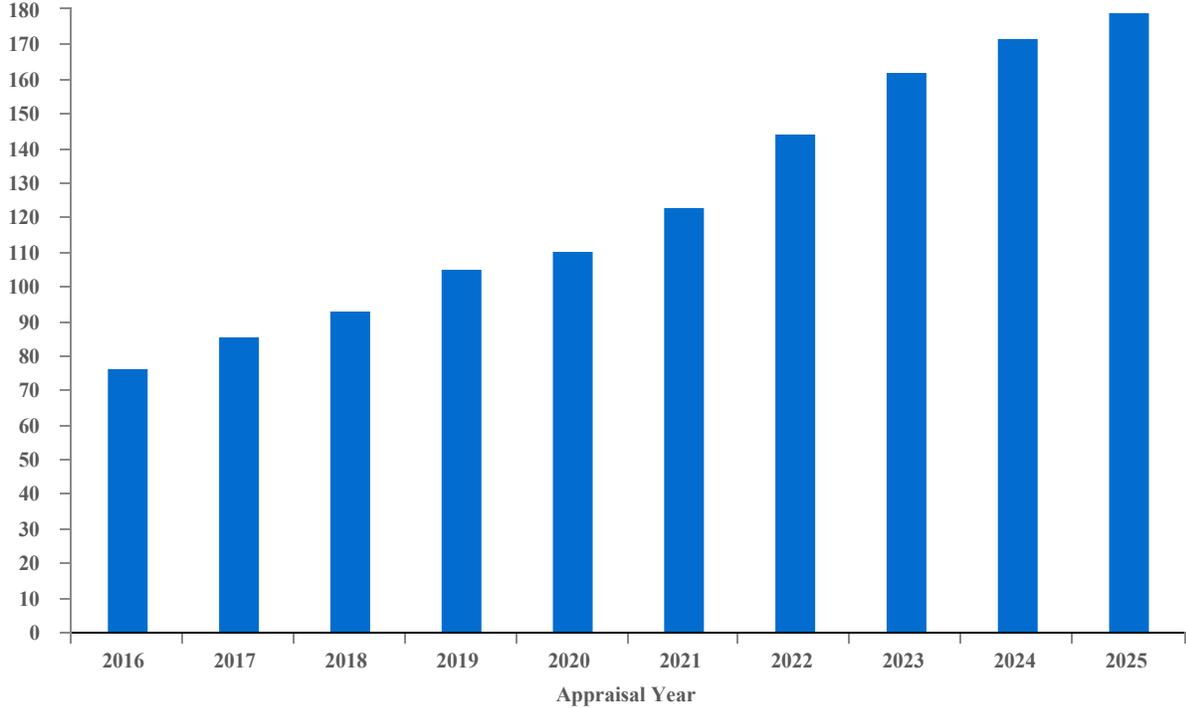


Source: Tarrant, Denton, Wise, Parker Appraisal District Certified Tax Report.

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

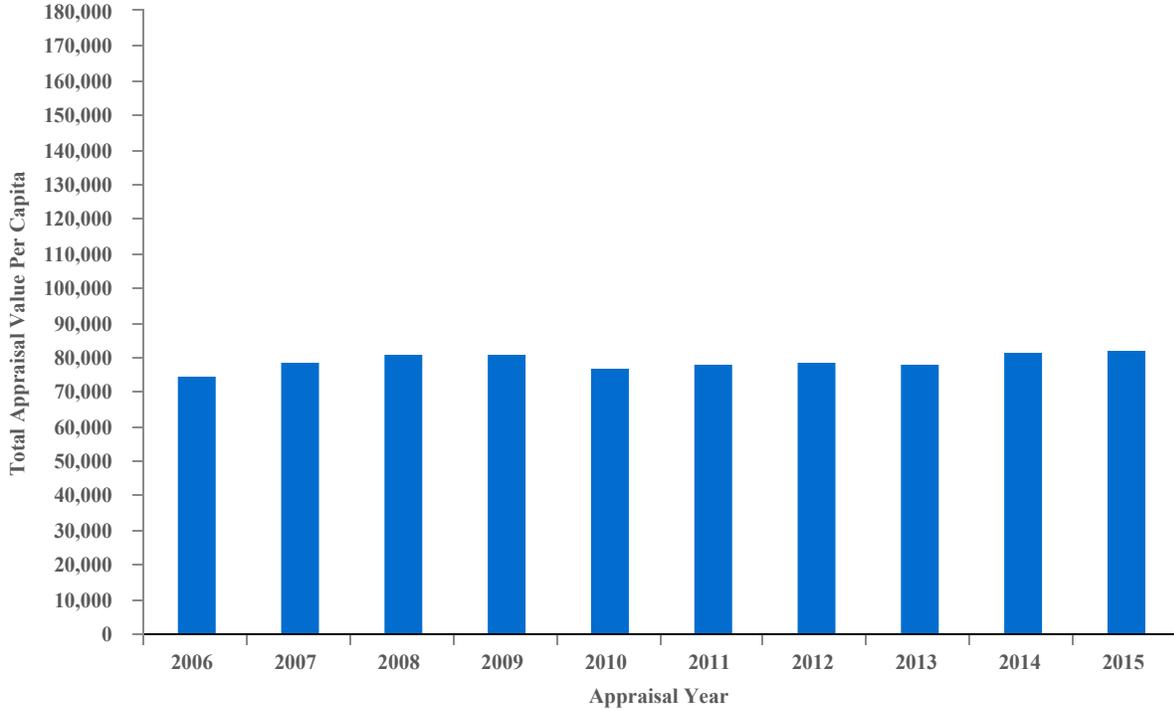
**TABLE 22**

<b>2016</b>	<b>2017</b>	<b>2018</b>	<b>2019</b>	<b>2020</b>	<b>2021</b>	<b>2022</b>	<b>2023</b>	<b>2024</b>	<b>2025</b>
\$ 76.6	\$ 85.6	\$ 93.2	\$ 105.0	\$ 110.6	\$ 123.2	\$ 144.3	\$ 162.0	\$ 172.0	\$ 179.7
11.82%	11.75%	8.88%	12.66%	5.33%	11.39%	17.13%	12.27%	6.17%	4.48%



**CITY OF FORT WORTH, TEXAS  
 APPRAISED VALUE PER CAPITA  
 LAST TWENTY FISCAL YEARS (Unaudited)**

<b>Appraisal Year</b>	<b>2006</b>	<b>2007</b>	<b>2008</b>	<b>2009</b>	<b>2010</b>	<b>2011</b>	<b>2012</b>	<b>2013</b>	<b>2014</b>	<b>2015</b>
Value (Billions)	\$ 47.8	\$ 52.2	\$ 55.4	\$ 57.5	\$ 56.0	\$ 58.0	\$ 59.8	\$ 61.2	\$ 64.9	\$ 67.0
Population	637,346	662,346	685,762	706,526	727,257	741,206	760,758	782,027	794,189	812,553
Value Per Capita	\$ 75,022	\$78,738	\$80,834	\$81,316	\$76,977	\$78,317	\$78,648	\$78,284	\$81,763	\$82,466
Percent Change		4.95 %	2.66 %	0.60 %	(5.34)%	1.74 %	0.42 %	(0.46)%	4.44 %	0.86 %



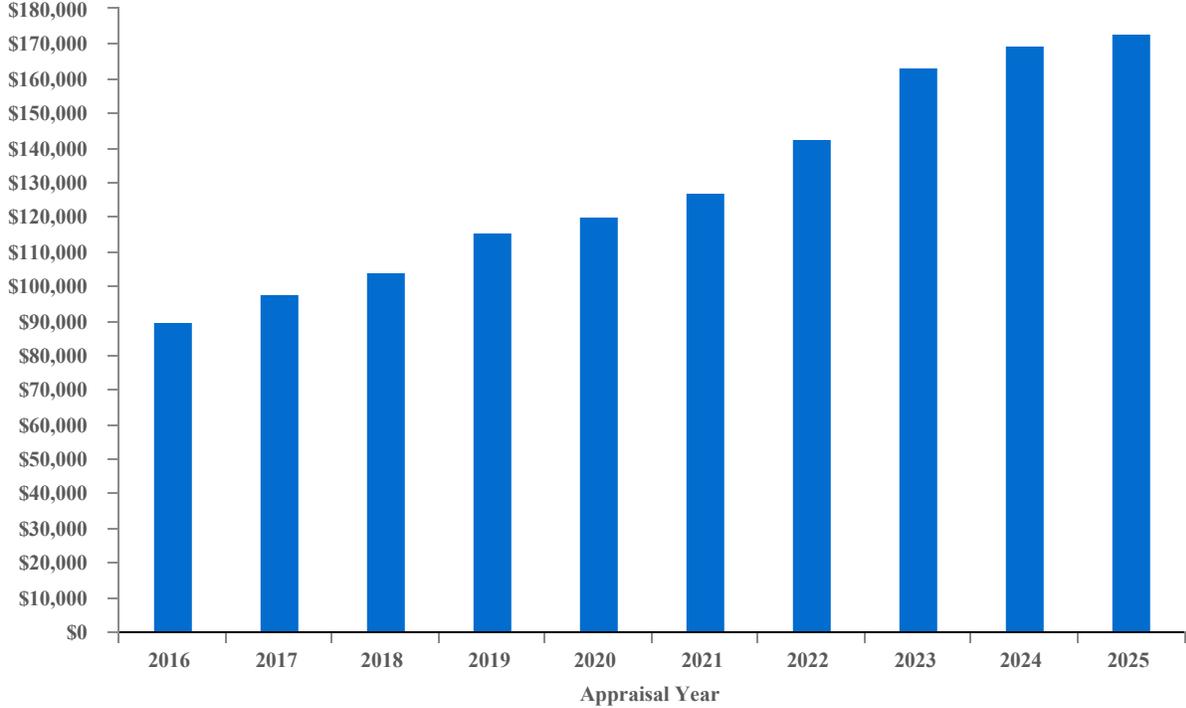
Source: Tarrant, Denton, Wise, Parker Appraisal District Certified Tax Report.

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

Population prior to 2016 source is NCTCOG. Population beginning 2016 source is U.S. Bureau of Census.

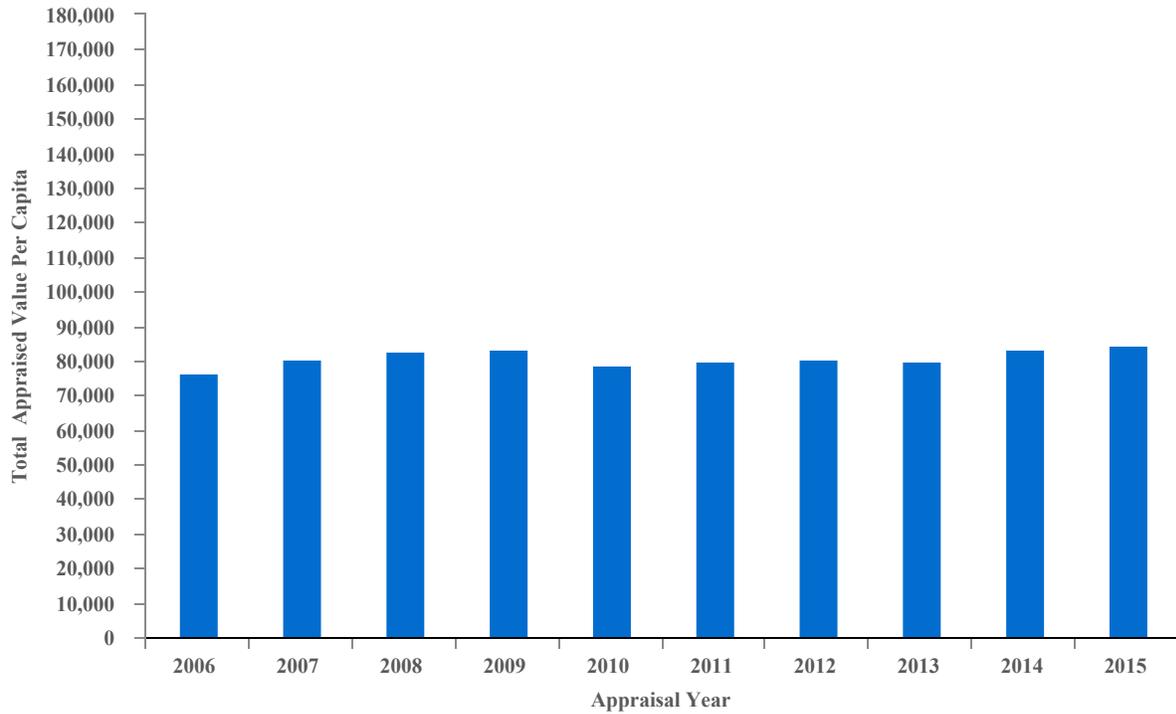
**TABLE 23**

2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
\$ 74.9	\$ 83.7	\$ 91.1	\$ 103.3	\$ 109.1	\$ 116.9	\$ 133.4	\$ 156.2	\$ 165.9	\$ 174.4
836,969	855,897	876,060	895,008	909,585	918,915	935,508	956,709	978,468	1,008,106
\$ 89,498	\$ 97,806	\$104,018	\$115,376	\$119,905	\$127,171	\$142,576	\$163,308	\$169,561	\$173,005
8.53%	9.28%	6.35%	10.92%	3.93%	6.06%	12.11%	14.54%	3.83%	2.03%



**CITY OF FORT WORTH, TEXAS**  
**APPRAISED VALUE PER CAPITA (Inflation Adjusted)**  
**LAST TWENTY FISCAL YEARS (Unaudited)**

<b>Appraisal Year</b>	<b>2006</b>	<b>2007</b>	<b>2008</b>	<b>2009</b>	<b>2010</b>	<b>2011</b>	<b>2012</b>	<b>2013</b>	<b>2014</b>	<b>2015</b>
Value	\$ 47,815	\$ 52,152	\$ 55,433	\$ 57,452	\$ 55,982	\$ 58,049	\$ 59,832	\$ 61,220	\$ 64,935	\$ 67,008
Adj Value (Billions)	\$ 48.9	\$ 53.3	\$ 56.7	\$ 58.8	\$ 57.3	\$ 59.4	\$ 61.2	\$ 62.6	\$ 66.4	\$ 68.5
Population	637,346	662,346	685,762	706,526	727,257	741,206	760,758	782,027	794,189	812,553
Value Per Capita	\$ 76,724	\$ 80,472	\$ 82,682	\$ 83,224	\$ 78,789	\$ 80,140	\$ 80,446	\$ 80,048	\$ 83,607	\$ 84,302
Percent Change		4.89%	2.75%	0.66%	(5.33)%	1.71%	0.38%	(0.49)%	4.45%	0.83%



Source: Tarrant, Denton, Wise, Parker Appraisal District Certified Tax Report.

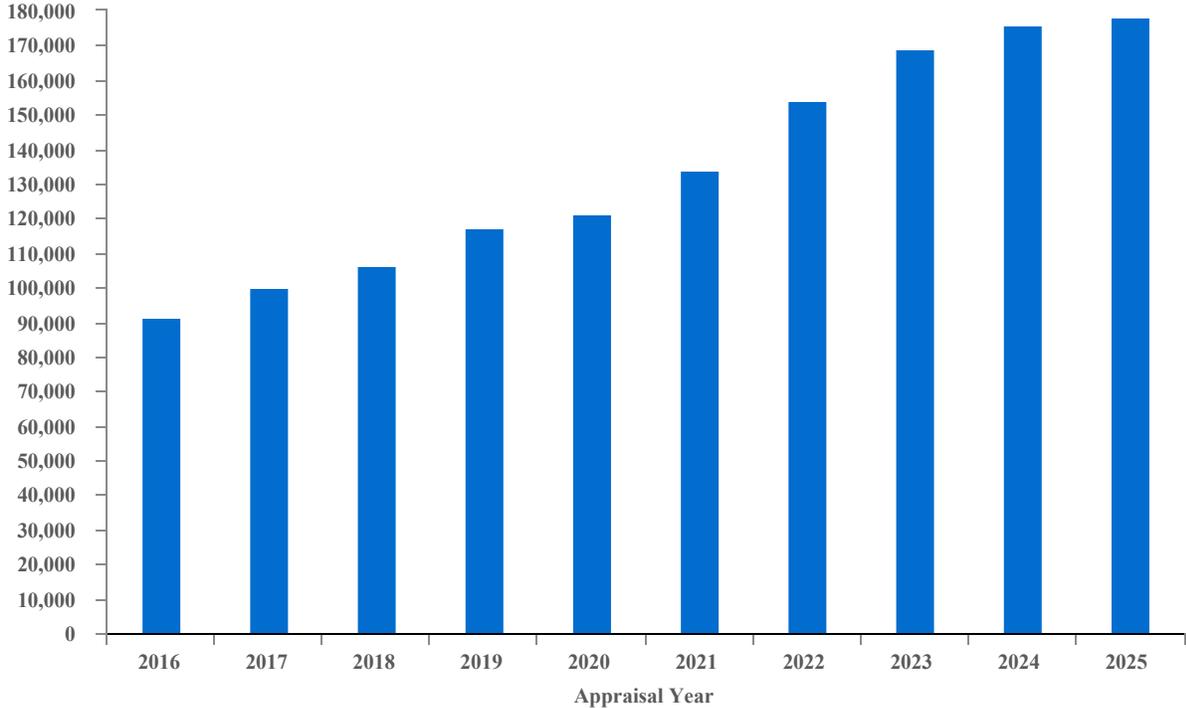
Population prior to 2016 source is NCTCOG. Population beginning 2016 source is U.S. Bureau of Census

Appraisal values adjusted for inflation based on CPI data available at <http://www.usinflationcalculator.com>

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

**TABLE 24**

<b>2016</b>	<b>2017</b>	<b>2018</b>	<b>2019</b>	<b>2020</b>	<b>2021</b>	<b>2022</b>	<b>2023</b>	<b>2024</b>	<b>2025</b>
\$74,907	\$ 83,712	\$ 91,126	\$103,262	\$109,064	\$116,859	\$133,381	\$156,200	\$165,900	\$174,400
\$ 76.6	\$ 85.6	\$ 93.2	\$ 105.0	\$ 110.6	\$ 123.2	\$ 144.3	\$ 162.0	\$ 172.0	\$ 179.7
836,969	855,897	876,060	895,008	909,585	918,915	935,508	956,709	978,468	1,008,106
\$91,521	\$100,012	\$106,385	\$117,317	\$121,594	\$134,071	\$154,248	\$169,330	\$175,785	\$178,255
8.56 %	9.28%	6.37%	10.28%	3.65%	10.26%	15.05%	9.78%	3.81%	1.41%



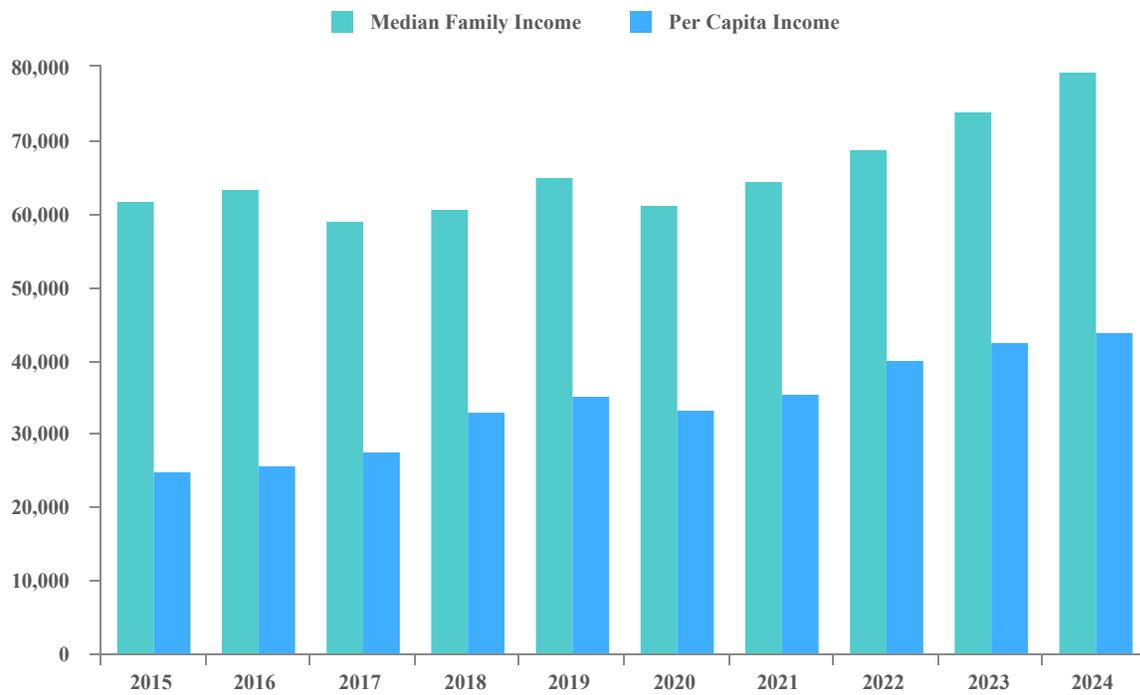
**CITY OF FORT WORTH, TEXAS**  
**MEDIAN FAMILY AND PER CAPITA INCOME (Unaudited)**  
**(Unadjusted for Inflation)**

**TABLE 25**

Year	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Median Family Income	\$ 61,728	\$ 63,585	\$ 59,025	\$ 60,723	\$ 65,061	\$ 61,413	\$ 64,553	\$ 68,776	\$ 74,117	\$ 79,330
Percent Change		3.01%	(7.17)%	2.88%	7.14%	(5.61)%	5.11%	6.54%	7.77%	7.03%

**Fort Worth Per Capita Income (Unadjusted for Inflation)**

Year	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Per Capita Income	\$ 24,975	\$ 25,706	\$ 27,622	\$ 33,168	\$ 35,319	\$ 33,338	\$ 35,493	\$ 40,196	\$ 42,464	\$ 43,938
Percent Change		2.93%	7.45%	20.08%	6.49%	(5.61)%	6.46%	13.25%	5.64%	3.47%



Source: U.S. Census Bureau, American Community Survey

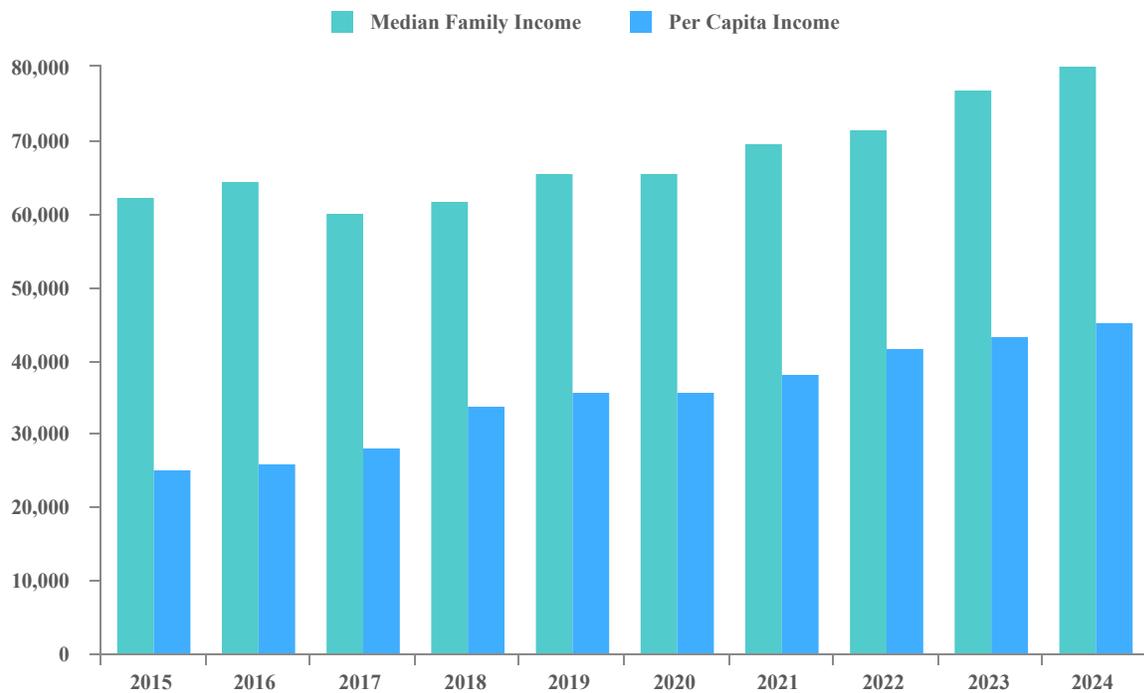
**CITY OF FORT WORTH, TEXAS**  
**MEDIAN FAMILY AND PER CAPITA INCOME (Unaudited)**  
**(Adjusted for Inflation)**

**TABLE 26**

Year	2015	2016	2017	2018	2019	2020 <sup>(a)</sup>	2021	2022	2023	2024
Median Family Income	\$ 62,345	\$64,412	\$60,205	\$61,937	\$65,712	\$65,712	\$69,717	\$71,527	\$77,082	\$82,503
Percent Change		3.32%	(6.53)%	2.88%	6.09%	0.00%	6.09%	2.60%	7.77%	7.03%

**Fort Worth Per Capita Income (Adjusted for Inflation)**

Year	2015	2016	2017	2018	2019	2020 <sup>(a)</sup>	2021	2022	2023	2024
Per Capita Income	\$ 25,225	\$26,040	\$28,174	\$33,831	\$35,672	\$35,672	\$38,332	\$41,804	\$43,313	\$45,256
Percent Change		3.23 %	8.20 %	20.08 %	5.44 %	0.00 %	7.46 %	9.06 %	3.61 %	4.49 %

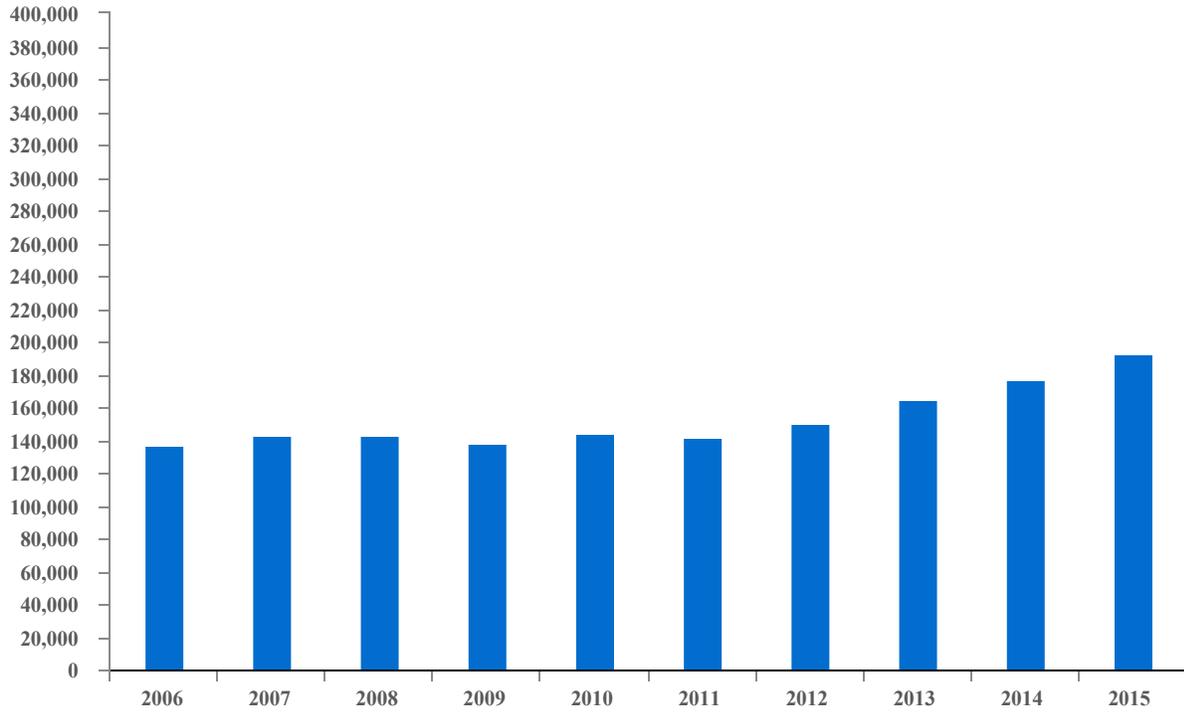


Source: U.S. Census Bureau, American Community Survey

(a)The 2020 Median Family Income and Per Capita Income data was not available from the U.S. Census Bureau.

**CITY OF FORT WORTH, TEXAS  
 AVERAGE HOME VALUE  
 LAST TWENTY FISCAL YEARS (Unaudited)**

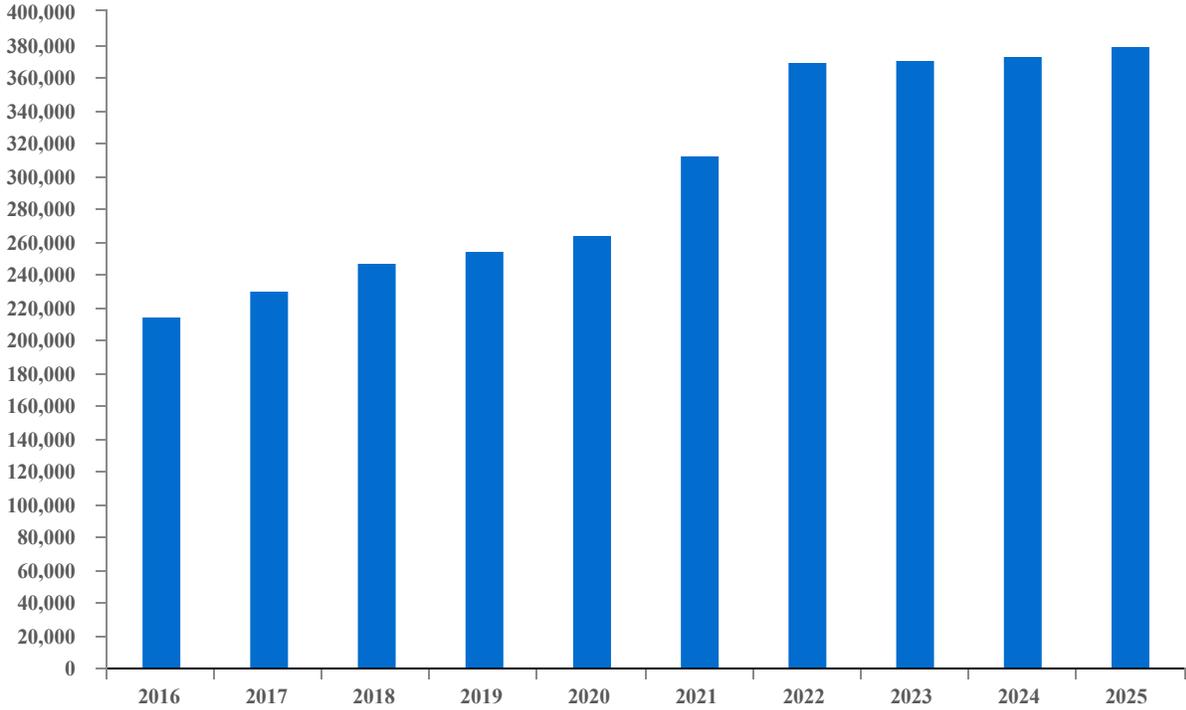
<b>Year</b>	<b>2006</b>	<b>2007</b>	<b>2008</b>	<b>2009</b>	<b>2010</b>	<b>2011</b>	<b>2012</b>	<b>2013</b>	<b>2014</b>	<b>2015</b>
Average Home Value	\$137,500	\$142,700	\$143,100	\$138,700	\$143,700	\$141,400	\$150,900	\$164,300	\$176,700	\$193,100
% Change		3.78%	0.28%	(3.07)%	3.60%	(1.60)%	6.72%	8.88%	7.55%	9.28%



Source: Texas A&M University, Real Estate Center. For years prior to 2016, figures are MLS described geography. Beginning in 2016, figures are geographical for better accuracy. Data used is based on a monthly average and not the annual.

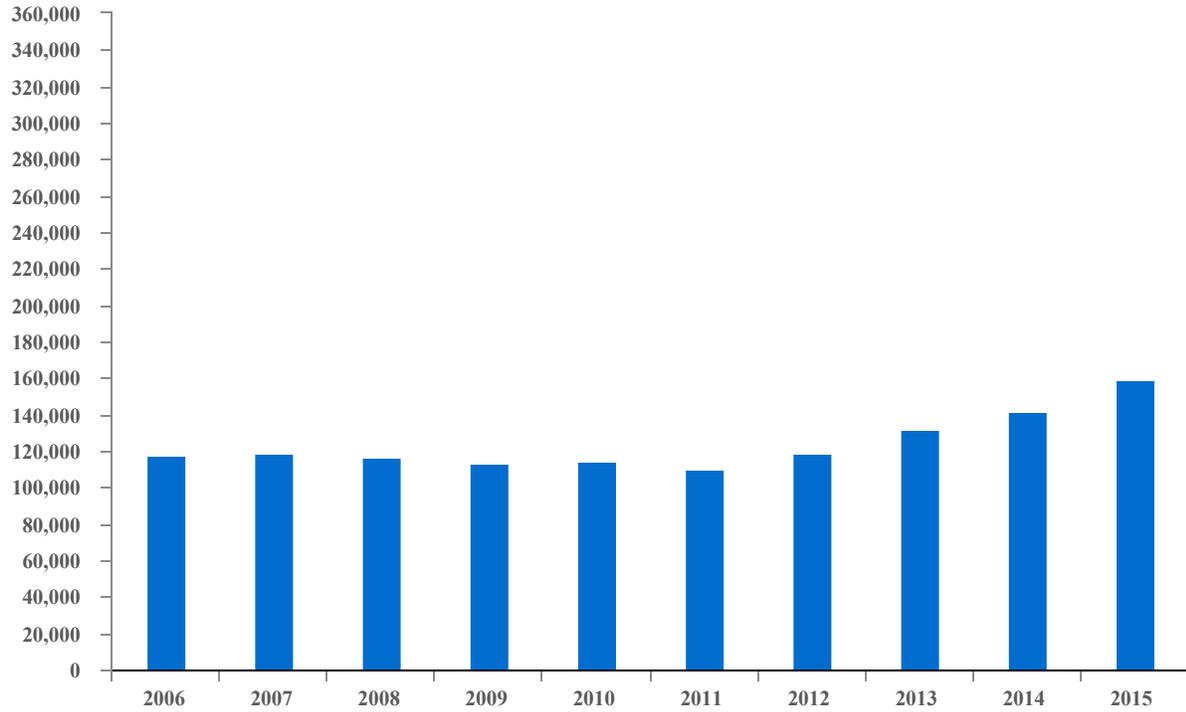
TABLE 27

2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
\$214,506	\$229,864	\$246,797	\$254,107	\$264,701	\$313,171	\$369,960	\$370,977	\$373,569	\$379,787
11.09%	7.16%	7.37%	2.96%	4.17%	18.31%	18.13%	0.27%	0.70%	1.66%



**CITY OF FORT WORTH, TEXAS  
 MEDIAN HOME VALUE  
 LAST TWENTY FISCAL YEARS (Unaudited)**

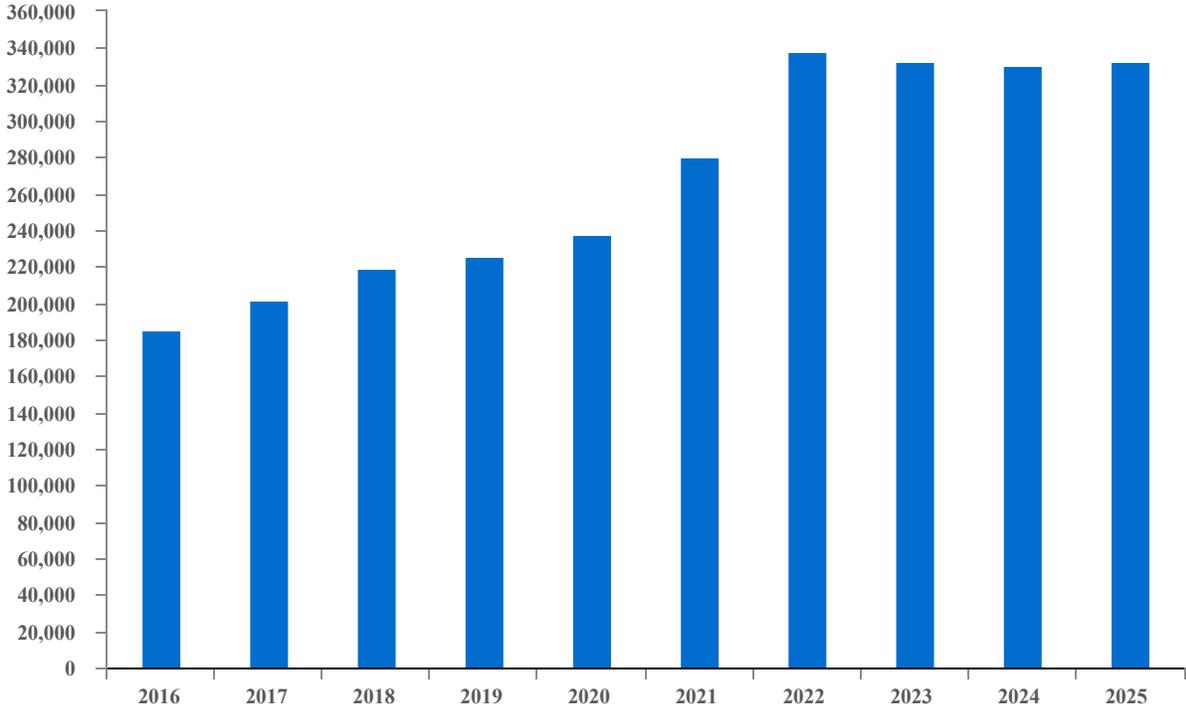
<b>Year</b>	<b>2006</b>	<b>2007</b>	<b>2008</b>	<b>2009</b>	<b>2010</b>	<b>2011</b>	<b>2012</b>	<b>2013</b>	<b>2014</b>	<b>2015</b>
Median Home Value	\$117,700	\$118,400	\$117,000	\$113,400	\$114,800	\$110,600	\$119,100	\$132,500	\$141,500	\$158,800
% Change		0.59 %	(1.18)%	(3.08)%	1.23 %	(3.66)%	7.69 %	11.25 %	6.79 %	12.23 %



Source: Texas A&M University, Real Estate Center. For years prior to 2016, figures are MLS described geography. Beginning in 2016, figures are geographical for better accuracy. Data used is based on a monthly median and not the annual.

**TABLE 28**

<b>2016</b>	<b>2017</b>	<b>2018</b>	<b>2019</b>	<b>2020</b>	<b>2021</b>	<b>2022</b>	<b>2023</b>	<b>2024</b>	<b>2025</b>
\$185,000	\$201,396	\$219,276	\$226,329	\$238,300	\$279,829	\$338,374	\$333,040	\$330,482	\$332,754
16.50 %	8.86 %	8.88 %	3.22 %	5.29 %	17.43 %	20.92 %	(1.58)%	(0.77)%	0.69 %



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

<b>Function/Program</b>	<b>2016</b>	<b>2017</b>	<b>2018</b>	<b>2019</b>	<b>2020</b>
<b>General Government</b>					
City Manager	63	55	35	36	23
FWLab <sup>(b)</sup>	–	25	25	25	26
IT Solutions <sup>(g)</sup>	–	–	–	160	160
Planning and Development	132	140	153	162	162
Community and Public Engagement <sup>(a)</sup>	–	–	41	42	42
Diversity & Inclusion <sup>(h)</sup>	–	–	–	–	14
Internal Audit	15	15	16	16	18
City Secretary	11	11	14	14	15
Legal	50	51	51	51	51
Financial Management Services	100	91	89	89	87
Human Resources	59	59	58	60	60
Economic Development <sup>(c)</sup>	22	22	20	23	23
Neighborhood Services <sup>(c)</sup>	155	150	170	172	179
Transportation and Public Works	441	442	490	485	493
Property Management <sup>(e)</sup>	88	93	97	102	215
Code Compliance	353	370	326	355	398
Environmental Management <sup>(i)</sup>	–	–	–	–	–
Public Events	133	133	137	142	142
Municipal Court	184	182	168	161	151
Park and Recreation <sup>(d)</sup>	362	391	473	493	481
Library	213	213	237	236	244
Subtotal	2,381	2,443	2,600	2,824	2,984
<b>Enterprise Fund</b>					
Water/Wastewater	937	949	967	993	996
Aviation	24	24	26	26	27
Subtotal	961	973	993	1,019	1,023
<b>Internal Service Fund</b>					
IT Solutions <sup>(g)</sup>	138	136	158	–	–
Equipment Services <sup>(e)</sup>	106	114	117	115	–
Subtotal	244	250	275	115	–
<b>Public Safety</b>					
Police <sup>(f)</sup>	–	–	2,222	2,229	2,163
Police-Uniform	1,599	1,635	–	–	–
Police-Civilian	455	458	–	–	–
Fire <sup>(f)</sup>	–	–	1,004	1,016	1,000
Fire-Uniform	911	925	–	–	–
Fire-Civilian	60	61	–	–	–
Subtotal	3,025	3,079	3,226	3,245	3,163
Total	6,611	6,745	7,094	7,203	7,170

<sup>(a)</sup> Mayor and Council Office is included in City Manager's Office since 2011. In FY18, Community Relations separated from the City Manager's Office and the name changed to Community and Public Engagement

<sup>(b)</sup> In FY17, the Budget Division was transferred to the newly created Performance and Budget Office. In FY21, Performance and Budget Office changed the name to Planning and Data Analytics Department. In FY23, Planning and Data Analytics Department changed the name to FWLab.

<sup>(c)</sup> Economic and Community Development was combined with Housing in 2009, and dissolved in FY16 into Economic Development and Neighborhood Services.

<sup>(d)</sup> Parks and Community Services is referred to as Park and Recreation beginning FY16.

<sup>(e)</sup> Property Management was established in FY16 and was overstated due to the inclusion of Equipment Services. 2016 data has been corrected.

<sup>(f)</sup> The Police and Fire Uniform and Civilian FTEs are not reported separately beginning FY18.

<sup>(g)</sup> As of September 30, 2023, IT Solutions was incorporated into Internal Service Fund.

<sup>(h)</sup> Diversity & Inclusion was established in FY20.<sup>(i)</sup> Environmental Management was established in FY24.

**TABLE 29**

<u>2021</u>	<u>2022</u>	<u>2023</u>	<u>2024</u>	<u>2025</u>
24	27	52	53	53
27	28	26	39	39
158	157	–	–	–
174	184	240	242	240
42	42	46	47	48
21	21	22	22	21
18	18	18	17	16
15	15	17	17	19
50	54	55	58	63
91	91	94	98	102
59	60	64	67	68
17	17	19	22	21
176	174	177	177	107
471	472	492	509	509
208	214	214	223	216
398	390	424	240	243
–	–	–	203	204
135	135	138	138	148
140	133	132	133	143
414	427	455	475	544
234	228	240	240	239
<u>2,872</u>	<u>2,887</u>	<u>2,925</u>	<u>3,020</u>	<u>3,043</u>
999	999	1,002	1,008	1,021
26	27	29	30	30
<u>1,025</u>	<u>1,026</u>	<u>1,031</u>	<u>1,038</u>	<u>1,051</u>
–	–	159	168	173
–	–	–	–	–
<u>–</u>	<u>–</u>	<u>159</u>	<u>168</u>	<u>173</u>
2,219	2,241	2,331	2,436	2,445
–	–	–	–	–
–	–	–	–	–
1,013	1,025	1,048	1,119	1,117
–	–	–	–	–
<u>–</u>	<u>–</u>	<u>–</u>	<u>–</u>	<u>–</u>
<u>3,232</u>	<u>3,266</u>	<u>3,379</u>	<u>3,555</u>	<u>3,562</u>
<u>7,129</u>	<u>7,179</u>	<u>7,494</u>	<u>7,781</u>	<u>7,829</u>

Source: Approved Budgets 2016-2025

**CITY OF FORT WORTH, TEXAS**  
**OPERATING INDICATORS BY FUNCTION / PROGRAM**  
**LAST TEN FISCAL YEARS (Unaudited)**

<b>Function/Program</b>	<b>2016</b>	<b>2017</b>	<b>2018</b>	<b>2019</b>	<b>2020</b>
<b>Public Safety</b>					
<b>Fire</b>					
Calls for Service - Fire	2,340	2,398	2,960	2,130	2,440
Calls for Service - EMS	66,712	72,176	72,277	73,423	72,023
Calls for Service - Other <sup>(b)</sup>	36,995	37,160	42,305	44,639	43,087
<b>Police</b>					
Calls for Service	289,058	286,373	269,714	278,467	258,330
<b>Municipal Courts</b>					
Citations Entered	175,559	155,027	154,277	146,415	78,814
Warrants Issued	150,281	112,060	147,782	150,701	60,405
Jail Cases Prepared	104,637	88,610	74,134	33,953	21,080
<b>Transportation and Public Works</b>					
Streets - Lane Miles Maintained Annually	7,518	7,617	7,775	7,907	8,115
Lane Miles - Resurfaced	165	149	108	30	32
<b>Library</b>					
Books and audio/visual materials (millions)	1.2	1.1	1.2	1.2	1.2
Average Monthly Circulation	322,724	369,120	330,488	336,898	227,971
<b>Building Permits</b>					
Permits issued (in thousands)	12.3	13.4	14.0	14.0	15.0
Estimated Value (in thousands)	\$ 2,753,962	\$ 3,935,427	\$ 3,510,592	\$ 3,451,308	\$ 4,943,751
<b>Aviation</b>					
Airport Operations (Takeoffs and Landings)	310,811	331,714	345,944	358,672	654,228
Total Fuel Flowage, gallons	7,845,963	8,822,258	9,545,622	9,906,966	8,031,446
Total Fuel Flowage, revenue	\$ 1,016,484	\$ 1,231,311	\$ 1,434,661	\$ 1,586,871	\$ 1,472,103
<b>Water &amp; Sewer</b>					
Number of Water Accounts (in thousands)	241	247	254	260	270
Peak Day Water Consumption (million gallons)	312	263	356	315	335
Average Daily Water Consumption (million gallons)	173	177	194	176	187
Water System Storage Capacity (million gallons)	95	95	96	96	97
Actual Annual Water Pumpage (million gallons)	63,162	64,751	71,069	64,131	68,394
Infrastructure Leakage Index <sup>(a)</sup>	7.07	4.33	5.71	3.64	3.57
Number of Sewer Accounts (in thousands)	231	237	243	249	258
Average daily sewage treatment (million gallons)	124	104	117	132	111
<b>Municipal Parking</b>					
Parking tickets issued	36,753	31,251	30,742	43,213	22,557

<sup>(a)</sup> Number based on the calendar year per state requirements - Information N/A (Not Available).

<sup>(b)</sup> Beginning FY19, in addition to Fire and EMS, "Other" was added which includes HazMat, Lift-Assist & Lockouts.

Source: Respective City of Fort Worth departments.

TABLE 30

2021	2022	2023	2024	2025
2,982	4,200	3,749	3,670	3,863
78,277	80,775	68,885	64,666	80,990
51,348	51,187	43,259	44,580	58,611
249,079	261,815	267,682	267,295	263,969
68,438	90,024	101,159	109,759	124,461
36,122	31,767	38,596	33,494	35,361
12,227	15,804	15,643	7,163	6,491
8,121	8,129	9,137	8,484	8,622
64	58	60	63	113
1.3	1.0	0.8	0.8	0.7
247,003	298,153	293,098	340,036	362,095
17.8	20.0	16.5	16.6	15.7
\$ 4,322,149	\$ 5,189,202	\$ 4,450,034	\$ 6,508,593	\$ 9,841,936
321,086	349,643	361,497	413,670	398,942
10,460,662	12,290,827	12,749,850	13,274,826	13,555,186
\$ 1,850,954	\$ 2,214,464	\$ 2,297,190	\$ 2,391,313	\$ 2,439,934
277	282	291	297	303
380	391	418	385	348
193	220	224	219	216
97	97	97	97	97
70,612	80,266	81,804	80,335	78,691
N/A	N/A	2.14	3.24	3.14
265	275	279	284	289
124	105	119	136	121
35,070	40,662	43,661	51,639	48,012

**CITY OF FORT WORTH, TEXAS**  
**CAPITAL ASSET STATISTICS BY FUNCTION / PROGRAM**  
**LAST TEN FISCAL YEARS (Unaudited)**

<b>Function/Program</b>	<b>2016</b>	<b>2017</b>	<b>2018</b>	<b>2019</b>	<b>2020</b>
<b>Library</b>					
Library Facilities Owned	14	14	14	14	15
Library Facilities Leased	2	2	2	3	1
<b>Neighborhood Services</b>					
Community and C.A.P. Centers	9	9	9	9	9
<b>Park and Recreation</b>					
Parks	274	278	283	289	291
Parks Acres	11,878	11,988	12,065	12,323	12,337
Miles of Trails (Jogging, Hiking & Biking) (paved)	120	78	79	79	210
Swimming Pools	2	2	3	3	3
Athletic Fields (Soccer, Football, Baseball & Rugby)	192	188	227	227	254
Tennis Centers	1	1	1	1	1
Number of Tennis Courts	16	16	16	16	14
Neighborhood Tennis Courts	86	88	64	62	62
Multi-use Courts	113	130	47	47	105
Golf Courses	4	4	4	4	3
Community and C.A.P Centers	14	22	22	14	14
<b>Public Safety</b>					
Police Stations Owned	17	17	15	15	15
Police Stations Leased	11	11	9	9	9
Fire Stations	42	42	43	43	43
<b>Public Works</b>					
Streets - Lane Miles	7,518	7,617	7,775	7,907	8,115
Traffic Signals	697 <sup>(a)</sup>	680 <sup>(b)</sup>	693 <sup>(c)</sup>	701 <sup>(d)</sup>	710
Street Lights	66,182	67,032	67,237	69,527	69,527
<b>Stormwater</b>					
Miles of Channels - Improved	214	214	214	214	230
Miles of Storm Pipes	970	973	998	994	997
<b>Water</b>					
Water Mains (Miles)	3,420	3,503	3,503	3,629	3,687
Fire Hydrants	19,182	22,320	22,778	23,420	23,946
<b>Wastewater</b>					
Miles of Sanitary Sewers	3,313	3,459	3,508	3,565	3,624

<sup>(a)</sup> The City also maintains 193 Traffic Signals owned by TXDOT not included in the number noted above. In FY2016, traffic signal counts were standardized to use intersections within a site as measurement. Prior to FY2016 counts were based on site.

<sup>(b)</sup> The city also maintains 204 signalized intersections owned by TXDOT not included in the number noted above. A total number of Traffic Signals maintained by the City is 884. In FY2016, traffic signal counts were standardized to use intersections within a site as measurement, prior to FY2016 counts were based on site. An example includes I-20 @ James/Crowley is measured as four intersections, and I-30 @ Summit measured as two intersections.

<sup>(c)</sup> The City also maintains 190 Traffic Signals owned by TXDOT not included in the number noted above.

<sup>(d)</sup> The City also maintains 196 Traffic Signals owned by TXDOT not included in the number noted above.

Source: Respective City of Fort Worth departments.

**TABLE 31**

<b>2021</b>	<b>2022</b>	<b>2023</b>	<b>2024</b>	<b>2025</b>
16	16	17	18	18
1	2	1	3	3
9	9	9	9	1
291	297	299	305	311
12,518	13,156	13,063	13,136	13,778
210	210	210	210	210
3	3	3	3	5
254	257	257	333	327
1	1	1	1	1
14	14	14	14	16
62	62	62	64	30
112	115	115	158	96
3	4	3	3	3
14	14	15	15	25
15	15	15	15	15
9	9	9	8	8
43	44	45	45	45
8,121	8,129	8,137	8,484	8,608
964	938	945	957	957
59,956	63,806	63,344	68,597	70,400
230	230	231	231	231
1,012	1,031	1,040	1,084	1,092
3,800	3,914	3,978	4,040	4,104
24,599	25,320	25,977	26,485	27,036
3,712	3,788	3,858	3,926	3,994



