

**Net Assets by Component
Last Four Fiscal Years
(accrual basis of accounting)**

	<u>2003</u>	<u>2004</u>	<u>2005</u>	<u>2006</u>
Governmental Activities				
Invested in capital assets, net of related debt	\$ 163,712,607	\$ 161,090,443	\$ 152,407,074	\$ 152,431,051
Restricted	4,475,973	2,816,763	1,843,864	2,085,928
Unrestricted	9,459,614	9,432,364	15,909,731	23,311,643
Total governmental activities net assets	<u>\$ 177,648,194</u>	<u>\$ 173,339,570</u>	<u>\$ 170,160,669</u>	<u>\$ 177,828,622</u>
Business-type activities				
Invested in capital assets, net of related debt	\$ 99,270,917	\$ 94,272,239	\$ 94,805,151	\$ 96,671,208
Restricted	6,866,844	6,677,796	4,304,388	3,658,857
Unrestricted	(676,623)	2,375,008	3,711,502	6,138,685
Total business-type activities net assets	<u>\$ 105,461,138</u>	<u>\$ 103,325,043</u>	<u>\$ 102,821,041</u>	<u>\$ 106,468,750</u>
Primary government				
Invested in capital assets, net of related debt	\$ 262,983,524	\$ 255,362,682	\$ 247,212,225	\$ 249,102,259
Restricted	11,342,817	9,494,559	6,148,252	5,744,785
Unrestricted	8,782,991	11,807,372	19,621,233	29,450,328
Total primary government net assets	<u>\$ 283,109,332</u>	<u>\$ 276,664,613</u>	<u>\$ 272,981,710</u>	<u>\$ 284,297,372</u>

Note: The Town of Flower Mound began to report accrual information when it implemented GASB Statement 34 in fiscal year 2003.



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TOWN OF FLOWER MOUND
2007-2008 ANNUAL BUDGET
Changes in Net Assets
Last Four Fiscal Years
(accrual basis of accounting)

	Fiscal Year			
	2003	2004	2005	2006
Expenses				
Governmental activities:				
Administrative services	\$ 1,946,526	\$ 2,261,833	\$ 2,962,010	\$ 2,650,175
Legislative services	377,189	428,527	419,371	429,243
Development services	1,515,055	1,563,155	1,405,275	1,415,242
Community services	4,861,698	9,450,240	4,716,724	11,938,984
Police services	7,171,621	8,875,669	10,469,337	8,794,449
Financial services	5,819,513	5,569,327	6,359,837	6,009,788
Fire and emergency services	4,283,073	5,946,430	5,837,480	6,830,781
Infrastructure services	12,812,454	7,016,282	11,371,815	8,956,736
Debt Service	2,834,840	2,923,357	5,234,037	2,739,656
Total governmental activities expenses	<u>41,621,969</u>	<u>44,034,820</u>	<u>48,775,886</u>	<u>49,765,054</u>
Business-type activities:				
Utilities	21,093,328	21,429,684	23,095,273	25,831,855
Total business-type activities expenses	<u>21,093,328</u>	<u>21,429,684</u>	<u>23,095,273</u>	<u>25,831,855</u>
Total primary government expenses	<u>\$ 62,715,297</u>	<u>\$ 65,464,504</u>	<u>\$ 71,871,159</u>	<u>\$ 75,596,909</u>
Program Revenues				
Governmental activities:				
Charges for services:				
Legislative services	\$ 4,091	\$ 5,413	\$ 5,050	\$ 4,879
Development services	1,571,997	1,480,354	1,371,230	1,082,955
Community services	205,153	227,795	213,572	301,545
Police services	139,480	193,763	139,702	146,416
Financial services	1,584,914	1,648,207	1,498,389	1,484,487
Fire and emergency services	319,562	278,199	396,764	530,088
Infrastructure services	699,478	50,243	163,374	207,654
Operating grants and contributions	424,574	829,889	1,464,153	640,717
Capital grants and contributions	2,200,926	1,685,723	2,165,673	15,996,437
Total governmental activities program revenues	<u>7,150,175</u>	<u>6,399,586</u>	<u>7,417,907</u>	<u>20,395,178</u>
Business-type activities:				
Charges for services:				
Utilities	18,098,967	17,878,848	19,517,646	25,032,590
Capital grants and contributions	4,258,619	3,741,492	3,221,974	4,402,127
Total business-type activities program revenues	<u>22,357,586</u>	<u>21,620,340</u>	<u>22,739,620</u>	<u>29,434,717</u>
Total primary government program revenues	<u>\$ 29,507,761</u>	<u>\$ 28,019,926</u>	<u>\$ 30,157,527</u>	<u>\$ 49,829,895</u>
Net (expense)/revenue				
Governmental activities	(34,471,794)	(37,635,234)	(41,357,979)	(29,369,876)
Business-type activities	1,264,258	190,656	(355,653)	3,602,862
Total primary government net expense	<u>\$ (33,207,536)</u>	<u>\$ (37,444,578)</u>	<u>\$ (41,713,632)</u>	<u>\$ (25,767,014)</u>
General Revenues and Other Changes in Net Assets				
Governmental activities:				
Taxes				
Property taxes	\$ 19,834,027	\$ 22,353,008	\$ 23,070,077	\$ 24,258,467
Sales tax	3,917,972	4,501,844	5,547,917	6,013,537
Franchise tax	3,363,367	3,064,902	3,626,312	3,790,923
Alcoholic beverage taxes	65,341	69,773	93,470	92,014
Investment earnings	517,415	355,614	912,756	1,702,980
Miscellaneous	348,993	489,848	2,203,980	718,905
Transfers	2,246,183	2,491,621	449,662	461,003
Total governmental activities	<u>30,293,298</u>	<u>33,326,610</u>	<u>35,904,174</u>	<u>37,037,829</u>
Business-type activities:				
Investment earnings	460,972	146,354	240,480	460,618
Miscellaneous	153,186	18,516	60,833	45,232
Transfers	(2,246,183)	(2,491,621)	(449,662)	(461,003)
Total business-type activities	<u>(1,632,025)</u>	<u>(2,326,751)</u>	<u>(148,349)</u>	<u>44,847</u>
Total primary government	<u>\$ 28,661,273</u>	<u>\$ 30,999,859</u>	<u>\$ 35,755,825</u>	<u>\$ 37,082,676</u>
Change in Net Assets				
Governmental activities	\$ (4,178,496)	\$ (4,308,624)	\$ (5,453,805)	\$ 7,667,953
Business-type activities	(367,767)	(2,136,095)	(504,002)	3,647,709
Total primary government	<u>\$ (4,546,263)</u>	<u>\$ (6,444,719)</u>	<u>\$ (5,957,807)</u>	<u>\$ 11,315,662</u>

**Fund Balances of Governmental Funds
Last Ten Fiscal Years
(modified accrual basis of accounting)**

	Fiscal Year			
	1997	1998	1999	2000
General fund				
Reserved	\$ 37,933	\$ 852,369	\$ 711,514	\$ 378,894
Unreserved	7,118,501	5,468,473	3,978,933	4,717,248
Total general fund	<u>\$ 7,156,434</u>	<u>\$ 6,320,842</u>	<u>\$ 4,690,447</u>	<u>\$ 5,096,142</u>
All other governmental funds				
Reserved	\$ 19,637,705	\$ 24,972,536	\$ 35,281,218	\$ 36,703,088
Unreserved, reported in:				
Special revenue funds	287,392	142,397	275,414	567,975
Capital projects funds	754,379	86,223	69,711	-
Total all other governmental funds	<u>\$ 20,679,476</u>	<u>\$ 25,201,156</u>	<u>\$ 35,626,343</u>	<u>\$ 37,271,063</u>

TOWN OF FLOWER MOUND
2007-2008 ANNUAL BUDGET

Fiscal Year					
2001	2002	2003	2004	2005	2006
\$ 267,068	\$ 199,101	\$ 330,278	\$ 753,829	\$ 808,046	\$ 508,388
3,274,975	2,984,176	4,456,361	4,379,992	7,687,993	8,023,488
<u>\$ 3,542,043</u>	<u>\$ 3,183,277</u>	<u>\$ 4,786,639</u>	<u>\$ 5,133,821</u>	<u>\$ 8,496,039</u>	<u>\$ 8,531,876</u>
\$ 39,589,638	\$ 25,433,767	\$ 8,033,236	\$ 6,588,897	\$ 6,803,836	\$ 6,303,768
545,498	434,783	3,220,960	2,996,238	2,985,222	4,248,545
-	-	8,693,565	7,673,385	8,886,751	17,676,175
<u>\$ 40,135,136</u>	<u>\$ 25,868,550</u>	<u>\$ 19,947,761</u>	<u>\$ 17,258,520</u>	<u>\$ 18,675,809</u>	<u>\$ 28,228,488</u>

TOWN OF FLOWER MOUND, TEXAS
2007-2008 ANNUAL BUDGET

**Changes in Fund Balance of Governmental Funds
Last Ten Fiscal Years
(modified accrual basis of accounting)**

	Fiscal Year			
	1997	1998	1999	2000
Revenues				
Taxes				
Ad valorem	\$ 7,964,237	\$ 9,459,109	\$ 11,017,662	\$ 13,504,168
Sales	1,614,647	2,002,001	2,426,323	3,034,090
Franchise	1,532,536	1,890,519	2,189,105	2,556,354
Alcoholic beverage	26,945	28,448	35,337	39,989
Payment in lieu of taxes	-	-	315,257	394,071
Licenses, permits and fees	2,135,817	2,735,556	2,425,843	2,097,023
Intergovernmental	160,921	130,038	184,765	194,568
Impact fees	-	-	-	-
Charges for services	1,502,546	2,059,879	2,206,957	2,408,693
Fines and forfeits	330,329	475,326	619,057	639,897
Investment earnings	1,117,799	1,737,206	1,956,678	2,537,976
Memorials and contributions	248,600	31,922	174,357	286,630
Other revenue	1,465,665	1,777,799	1,968,997	1,383,468
Total revenues	<u>18,100,042</u>	<u>22,327,803</u>	<u>25,520,338</u>	<u>29,076,927</u>
Expenditures				
Current				
Administrative services	528,041	1,022,710	1,288,774	1,513,951
Legislative services	464,490	237,549	340,615	362,257
Development services	2,392,412	3,063,013	3,801,598	3,252,508
Community services	2,445,778	3,478,213	3,934,568	4,666,610
Police services	3,210,462	4,014,328	4,149,547	4,480,149
Financial services	2,172,966	2,680,613	3,165,642	3,617,350
Fire and Emergency services	1,956,673	2,810,430	3,311,854	3,541,487
Human resources	-	-	-	-
Infrastructure services	-	-	-	-
Capital projects	3,644,770	7,197,680	9,549,718	8,623,039
Debt service				
Principal	1,296,600	936,600	1,683,800	2,535,600
Interest and fiscal charges	462,868	1,608,198	1,664,187	2,392,971
Total expenditures	<u>18,575,060</u>	<u>27,049,334</u>	<u>32,890,303</u>	<u>34,985,922</u>
Excess of revenues over (under) expenditures	(475,018)	(4,721,531)	(7,369,965)	(5,908,995)
Other financing sources (uses)				
Issuance of general debt obligation	17,947,500	7,545,000	14,879,207	6,785,000
Refunded bonds issued	-	-	-	-
Premium on bonds	-	-	-	-
Payment to escrow	-	-	-	-
Transfers in	384,637	5,003,109	8,204,714	2,177,156
Transfers out	(313,085)	(4,140,490)	(6,919,163)	(1,002,746)
Total other financing sources (uses)	<u>18,019,052</u>	<u>8,407,619</u>	<u>16,164,758</u>	<u>7,959,410</u>
Net change in fund balances	<u>\$ 17,544,034</u>	<u>\$ 3,686,088</u>	<u>\$ 8,794,793</u>	<u>\$ 2,050,415</u>
Debt service as a percentage of noncapital expenditures	11.8%	12.8%	14.3%	18.7%

TOWN OF FLOWER MOUND, TEXAS
2007-2008 ANNUAL BUDGET

Fiscal Year					
2001	2002	2003	2004	2005	2006
\$ 16,298,089	\$ 18,692,623	\$ 19,863,413	\$ 22,303,174	\$ 23,200,238	\$ 24,241,403
3,236,393	3,775,981	3,917,972	4,501,844	5,547,917	6,013,537
2,826,951	2,381,242	4,107,222	2,866,246	3,189,227	4,362,233
43,436	55,155	65,341	69,773	93,470	92,014
499,533	554,237	-	-	-	-
2,153,165	1,655,528	1,599,024	1,583,652	1,413,613	1,247,996
358,637	265,712	812,419	855,198	1,089,611	6,223,415
-	-	431,807	487,262	724,518	1,421,811
406,118	525,427	455,629	352,985	505,423	780,406
817,436	1,380,265	1,637,729	1,710,263	1,510,738	1,466,305
2,405,951	1,507,927	507,397	336,950	847,744	1,565,769
41,640	21,620	119,804	15,085	354,424	99,660
2,842,684	1,766,586	754,203	1,802,318	3,268,653	1,630,769
<u>31,930,033</u>	<u>32,582,303</u>	<u>34,271,960</u>	<u>36,884,750</u>	<u>41,745,576</u>	<u>49,145,318</u>
3,626,954	1,949,265	1,833,129	3,316,325	2,429,588	2,569,894
378,570	423,188	383,268	425,987	413,510	436,971
2,235,676	2,431,044	2,713,543	2,390,020	2,451,313	1,429,803
3,295,734	3,546,391	3,663,522	4,009,791	3,935,042	5,971,482
5,776,108	6,314,333	7,268,496	7,646,962	7,728,127	8,540,835
4,181,430	4,273,824	5,423,861	5,029,487	5,744,553	5,822,043
4,346,147	4,801,907	5,568,184	5,893,421	6,020,673	6,557,109
-	-	429,794	464,571	496,382	433,715
830,509	2,225,611	1,958,799	2,170,291	2,667,524	2,691,000
13,902,158	17,251,438	10,863,037	10,021,968	8,707,628	13,431,326
2,187,800	2,174,600	2,857,400	3,122,000	2,557,000	2,951,600
2,656,825	3,093,832	2,900,580	2,887,607	3,044,247	3,027,027
<u>43,417,911</u>	<u>48,485,433</u>	<u>45,863,613</u>	<u>47,378,430</u>	<u>46,195,587</u>	<u>53,862,805</u>
(11,487,878)	(15,903,130)	(11,591,653)	(10,493,680)	(4,450,011)	(4,717,487)
11,765,000	-	4,650,000	5,660,000	8,780,000	13,845,000
-	-	1,870,000	-	25,685,000	-
-	-	14,855	-	1,098,986	-
-	-	(1,852,908)	-	(26,783,986)	-
2,305,057	2,223,629	2,758,858	2,643,631	876,184	2,519,128
<u>(1,143,114)</u>	<u>(945,851)</u>	<u>(166,579)</u>	<u>(152,010)</u>	<u>(426,522)</u>	<u>(2,058,125)</u>
<u>12,926,943</u>	<u>1,277,778</u>	<u>7,274,226</u>	<u>8,151,621</u>	<u>9,229,662</u>	<u>14,306,003</u>
<u>\$ 1,439,065</u>	<u>\$ (14,625,352)</u>	<u>\$ (4,317,427)</u>	<u>\$ (2,342,059)</u>	<u>\$ 4,779,651</u>	<u>\$ 9,588,516</u>
16.4%	16.9%	16.5%	16.1%	14.9%	14.8%

**Assessed Value and Estimated Actual Value of Taxable Property
Last Ten Fiscal Years**

Fiscal Year Ended September 30	Estimated Market Value		Less: Tax Exempt Real Property	Total Taxable Assessed Value	Total Direct Tax Rate
	Real Property	Personal Property			
1997	\$ 1,770,881,783	\$ 78,599,474	\$ 109,274,146	\$ 1,740,207,111	\$ 0.4500
1998	2,060,546,275	91,990,061	107,466,712	2,045,069,624	0.4500
1999	2,409,534,959	87,740,087	110,132,001	2,387,143,045	0.4500
2000	2,962,306,337	123,830,850	137,547,088	2,948,590,099	0.4500
2001	3,559,335,681	155,793,652	175,481,497	3,539,647,836	0.4500
2002	4,113,654,337	176,307,681	213,839,734	4,076,122,284	0.4497
2003	4,475,164,524	223,529,146	236,408,876	4,462,284,794	0.4497
2004	4,923,218,331	217,352,641	260,397,954	4,880,173,018	0.4497
2005	5,110,770,293	534,253,752	568,873,907	5,076,150,138	0.4497
2006	5,396,932,562	393,689,967	448,667,503	5,341,955,026	0.4497

TOWN OF FLOWER MOUND
2007-2008 ANNUAL BUDGET

Property Tax Rates
Direct and Overlapping Governments
Last Ten Fiscal Years

Fiscal Year	Town of Flower Mound			Overlapping Rates					Total Direct and Overlapping Rates *
	Basic Rate	General Obligation Debt Service	Total Direct Rate	Lewisville Independent School District	Argyle Independent School District	Denton Independent School District	Northwest Independent School District	Denton County	
1997	\$ 0.3703	\$ 0.0797	\$ 0.4500	\$ 1.5160	\$ 1.6400	\$ 1.7750	\$ 1.6758	\$ 0.2559	\$ 2.22
1998	0.3258	0.1242	0.4500	1.6100	1.7700	1.8500	1.6625	0.2488	2.31
1999	0.3140	0.1360	0.4500	1.5671	1.7400	1.7000	1.7047	0.2350	2.25
2000	0.3067	0.1433	0.4500	1.6100	1.7760	1.8440	1.6914	0.2319	2.29
2001	0.3056	0.1444	0.4500	1.6700	1.7545	1.8540	1.8348	0.2519	2.37
2002	0.3153	0.1344	0.4497	1.7700	1.7552	1.8640	1.8348	0.2490	2.47
2003	0.3278	0.1219	0.4497	1.7700	1.8220	1.8640	1.8348	0.2472	2.47
2004	0.3241	0.1256	0.4497	1.7700	1.9000	1.8640	1.8193	0.2548	2.47
2005	0.3514	0.0983	0.4497	1.7700	1.9000	1.8640	1.8193	0.2548	2.47
2006	0.3415	0.1082	0.4497	1.7700	1.9195	1.8640	1.6650	0.2465	2.47

* Total Direct and Overlapping Rates include Town of Flower Mound, Lewisville Independent School District and Denton County since the majority of property tax payers are in the Lewisville Independent School District. Those who are in the other School Districts total rate will vary accordingly.



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TOWN OF FLOWER MOUND
2007-2008 ANNUAL BUDGET

**Principal Property Taxpayers
Current Year and Nine Years Ago**

Taxpayer	2005			1996		
	Taxable Assessed Value	Rank	Percentage of Total Taxable Assessed Value	Taxable Assessed Value	Rank	Percentage of Total Taxable Assessed Value
SFERS Real Estate Corp MM	\$ 26,770,749	1	0.50%	\$ -		-
Parker Prop 800 LTD P/S	25,700,091	2	0.48%	-		-
Hillwood LIT LP	24,796,908	3	0.46%	-		-
TXU Electric Delivery CO	19,832,790	4	0.37%	-		-
Best Buy Stores LP	17,935,392	5	0.34%	-		-
BES Lantana Jund III LP	16,162,853	6	0.30%	-		-
AMLI Residential Properties LP	15,702,136	7	0.29%	-		-
Security Capital Pacific Inc	14,350,466	8	0.27%	-		-
CoServ Electric CO-OP	12,684,000	9	0.24%	-		-
Albertson's	12,066,915	10	0.23%	-		-
General Telephone Company	-		-	13,150,357	1	0.76%
Texas Utilities Electric Co.	-		-	9,344,480	2	0.54%
Denton County Electric Co-op	-		-	6,613,200	3	0.38%
Flower Mound Development Venture	-		-	6,358,729	4	0.37%
Preston Oil Co. LTD	-		-	5,727,033	5	0.33%
Property Trust America	-		-	5,594,442	6	0.32%
Tricoast Investment Co.	-		-	4,349,784	7	0.25%
Kroger Co.	-		-	3,972,794	8	0.23%
Bridlewood LTD	-		-	3,762,089	9	0.22%
Tom Thumb #152	-		-	3,410,271	10	0.20%
Totals	\$ 186,002,300		3.48%	\$ 62,283,179		3.58%

**Property Tax Levies and Collections
Last Ten Fiscal Years**

Fiscal Year Ended September 30	Total Tax Levy for Fiscal Year	Adjustments to Levy in Subsequent Years	Adjusted Tax Levy for Fiscal Year
1997	\$ 7,830,976	\$ 130,381	\$ 7,961,357
1998	9,120,247	264,470	9,384,717
1999	10,653,547	349,923	11,003,470
2000	13,162,443	277,904	13,440,347
2001	15,618,951	606,680	16,225,631
2002	18,048,115	508,784	18,556,899
2003	19,636,822	890,944	20,527,766
2004	21,742,394	308,985	22,051,379
2005	22,594,735	271,975	22,866,710
2006	23,706,150	349,872	24,056,022

Collected within the Fiscal Year of the Levy		Collections in Subsequent Years	Total Collections to Date	
Amount	Percentage of Levy		Amount	Percentage of Levy
\$ 7,831,771	98.37%	\$ 127,116	\$ 7,958,887	99.97%
9,251,655	98.58%	129,994	9,381,649	99.97%
10,864,142	98.73%	136,412	11,000,554	99.97%
13,270,663	98.74%	162,096	13,432,759	99.94%
16,002,781	98.63%	219,318	16,222,099	99.98%
18,286,798	98.54%	264,730	18,551,528	99.97%
20,299,365	98.89%	215,977	20,515,342	99.94%
21,872,806	99.19%	161,649	22,034,455	99.92%
22,740,677	99.45%	102,630	22,843,307	99.90%
23,917,558	99.42%	-	23,917,558	99.42%

**Ratios of Outstanding Debt by Type
Last Ten Fiscal Years**

Fiscal Year	Governmental Activities			Business-Type Activities			Total Primary Government	Per Capita *
	General Obligation Bonds	Certificates of Obligation	Tax Notes	Certificates of Obligation	General Obligation Bonds	Revenue Bonds		
1997	\$11,353,600	\$ 10,905,000	\$ 1,785,000	\$ -	\$1,401,400	\$ 5,250,000	\$30,695,000	\$ 809
1998	18,437,000	10,905,000	1,310,000	-	1,248,000	5,020,000	36,920,000	869
1999	25,813,200	17,200,000	815,000	-	1,086,800	15,685,000	60,600,000	1,212
2000	24,516,600	23,015,000	545,000	-	868,400	18,740,000	67,685,000	1,319
2001	24,272,800	33,120,000	260,000	-	642,200	39,975,000	98,270,000	1,868
2002	23,022,200	32,320,000	135,000	-	397,800	38,520,000	94,395,000	1,695
2003	25,289,800	32,015,000	-	-	1,865,200	34,715,000	93,885,000	1,627
2004	28,927,800	30,915,000	-	6,070,000	1,787,200	33,415,000	101,115,000	1,704
2005	51,755,800	14,460,000	-	7,295,000	1,709,200	32,935,000	108,155,000	1,789
2006	57,569,200	19,540,000	-	8,870,000	1,620,800	31,400,000	119,000,000	1,933

* Population figures are listed on the Demographic and Economic Statistics.

**Ratios of Net General Bonded Debt Outstanding
Last Ten Fiscal Years**

Fiscal Year	Bonded Debt	Less: Amounts Payable from Utility Revenue	Less: Amounts Available in Debt Service Fund	Total	Percentage of Total Taxable Assessed Value of Property *	Per Capita **
1997	\$ 25,445,000	\$ 1,401,400	\$ 277,446	\$ 23,766,154	1.37%	\$ 626
1998	31,900,000	1,248,000	506,217	30,145,783	1.47%	709
1999	44,915,000	1,086,800	666,948	43,161,252	1.81%	863
2000	48,945,000	868,400	175,684	47,900,916	1.62%	934
2001	58,295,000	642,200	395,662	57,257,138	1.62%	1,088
2002	55,875,000	398,200	473,416	55,003,384	1.35%	987
2003	59,170,000	1,865,200	319,001	56,985,799	1.28%	988
2004	67,700,000	7,857,200	459,562	59,383,238	1.22%	1,001
2005	75,220,000	9,004,200	239,076	65,976,724	1.30%	1,091
2006	87,600,000	10,490,800	369,758	76,739,442	1.44%	1,247

* Value of Property figures are listed on the Assessed Value and Estimated Actual Value of Taxable Property Statistics

** Population figures are listed on the Demographic and Economic Statistics

**Direct and Overlapping Governmental Activities Debt
As of September 30, 2006**

<u>Taxing Body</u>	<u>Bonded Debt</u>	<u>Percentage of Debt Applicable to Town *</u>	<u>Estimated Share of Direct and Overlapping Debt</u>
<u>Direct Debt:</u>			
Town of Flower Mound	\$ 87,600,000	100.00%	\$ 87,600,000
Total Direct Debt	<u>87,600,000</u>		<u>87,600,000</u>
<u>Overlapping Debt:</u>			
Lewisville Independent School District	643,152,208	15.89%	102,196,886
Argyle Independent School District	37,648,877	0.21%	79,062
Denton Independent School District	465,297,579	0.22%	1,023,655
Northwest Independent School District	313,210,471	1.67%	5,230,615
Denton County	174,702,571	15.12%	26,415,029
Total Overlapping Debt	<u>1,634,011,706</u>		<u>134,945,247</u>
Total Direct and Overlapping Bonded Debt	<u>\$ 1,721,611,706</u>		<u>\$ 222,545,247</u>

* Source: Texas Municipal Reports, Compiled and Published by Municipal Advisory Council of Texas.

Legal Debt Margin Information

The Town of Flower Mound operates under a Home Rule Charter as authorized by Article XI, Section 5 of the Texas Constitution. Accordingly, the Town is not limited by the law in the amount of debt it may issue.

Article IX, Section 9.15 of the Home Rule Charter of the Town of Flower Mound provides that:

The Town Council shall have the power under the provisions of the State Law to levy, assess and collect an annual tax upon real and personal property within the Town to the maximum provided by the Constitution and General Laws of the State of Texas.

Under the Texas Constitution, the Town is limited to a total tax rate of \$2.50 per \$100 of assessed valuation for all Town purposes, including payment of principal and interest on general obligation debt, and operations of the General Fund.

The Town of Flower Mound ad valorem tax rate for all purposes at September 30, 2006, was \$.4497 per \$100 of assessed valuation with taxable property assessed at 100% of market value.

**Pledged-Revenue Coverage
Last Ten Fiscal Years**

Fiscal Year	Water and Wastewater Bonds					
	Total Revenue Available	Less: Operating Expenses	Net Available Revenue	Average Debt Service		Coverage
			Principal	Interest		
1997	\$ 11,994,812	\$ 7,010,913	\$ 4,983,899	\$ 50,000	\$ 27,054	64.68
1998	16,364,877	8,505,124	7,859,753	557,778	133,629	11.37
1999	18,193,644	12,245,281	5,948,363	784,250	421,858	4.93
2000	22,030,577	13,722,728	8,307,849	937,000	519,113	5.71
2001	19,720,612	13,780,115	5,940,497	1,998,750	1,160,168	1.88
2002	20,017,328	15,719,816	4,297,512	2,027,368	1,100,279	1.37
2003	20,463,699	16,477,451	3,986,248	1,928,611	1,042,295	1.34
2004	19,933,669	16,217,062	3,716,607	1,965,588	997,722	1.25
2005	21,501,323	17,230,372	4,270,951	2,058,438	847,149	1.47
2006	26,327,427	19,689,884	6,637,543	2,093,333	802,484	2.29

**Demographic and Economic Statistics
Last Ten Fiscal Years**

Fiscal Year	Population	Personal Income *	Per Capita Personal Income (Denton County) **	Median Age *	School Enrollment	Unemployment Rate
1997	37,950	\$ -	\$ 26,286	-	9,768	1.9%
1998	42,500	-	28,391	-	10,963	1.7%
1999	50,000	-	29,928	-	12,328	1.6%
2000	51,300	92,233	33,060	33.2	12,754	2.2%
2001	52,604	-	33,260	-	13,426	2.8%
2002	55,700	-	32,373	-	14,767	3.8%
2003	57,700	-	32,053	-	15,226	4.0%
2004	59,350	-	32,980	-	15,728	3.4%
2005	60,450	104,908	-	33.8	16,760	3.8%
2006	61,550	-	-	-	16,978	3.6%

* Personal Income and Median Age are only available in census years. Other years information is not available for the Town.

Source: United States Census Bureau, Applied Geographical Solutions

** Source: Bureau of Economic Analysis

**Principal Employers
Current Year and Nine Years Ago**

<u>Employer</u>	<u>2006</u>			<u>1997</u>		
	<u>Employees</u>	<u>Rank</u>	<u>Percentage of Total Town Employment</u>	<u>Employees</u>	<u>Rank</u>	<u>Percentage of Total Town Employment</u>
Lewisville Independent School District	5,102	1	15.2%	4,000	1	34.2%
Town of Flower Mound	447	2	1.3%	297	4	2.5%
Weaver Manufacturing	300	3	0.9%	120	6	1.0%
Tom Thumb	270	4	0.8%	475	3	4.1%
Super Target	250	5	0.7%	-	-	-
Stryker Communications/Imaging	195	6	0.6%	-	-	-
Premier Manufacturing	150	7	0.4%	-	-	-
Kohl's	126	8	0.4%	-	-	-
Kroger	125	9	0.4%	240	5	2.1%
Best Buy	120	10	0.4%	-	-	-
Lowe's	120	10	0.4%	-	-	-
Chippenhook	-	-	-	505	2	4.3%
Albertson's	-	-	-	100	7	0.9%
Totals	<u>7,205</u>		<u>21.5%</u>	<u>5,737</u>		<u>49.1%</u>

TOWN OF FLOWER MOUND
2007-2008 ANNUAL BUDGET

**Full-time Equivalent Town Government Employees by Function
Last Ten Fiscal Years**

Full-time Equivalent Employees as of September 30										
Function	1997	1998	1999	2000	2001	2002	2003	2004	2005	2006
Administrative Services	2.00	3.50	-	34.50	11.50	10.00	11.00	12.50	11.50	11.50
Community Services	48.00	51.50	42.50	48.00	49.00	51.00	58.00	56.00	73.50	81.00
Development Services	81.50	90.00	26.00	-	-	-	-	22.00	22.00	23.00
Development & Environmental Services	-	-	-	27.00	35.00	35.00	34.50	-	-	-
Economic Development Services	-	-	-	2.00	-	-	-	-	-	-
Environmental Services	-	-	-	-	-	-	-	14.50	-	-
Financial Services	25.00	27.00	27.00	-	30.50	31.50	33.50	19.50	64.50	65.50
Fire & Emergency Services	33.50	49.00	53.00	53.00	53.50	66.00	67.50	81.50	67.75	67.75
Human Resources	-	-	-	-	-	5.00	6.00	6.00	-	-
Infrastructure Services	-	-	67.50	76.50	73.50	79.50	83.50	83.50	82.00	75.50
Internal Services	-	-	15.00	18.00	19.50	24.50	23.50	23.50	-	-
Legislative Services	4.00	4.00	5.00	5.00	5.00	4.00	3.00	3.00	3.50	3.50
Police Services	66.00	77.00	81.50	80.50	82.92	105.92	109.92	112.40	116.50	119.50
Town Manager's Office	-	-	10.50	3.50	2.50	3.00	3.00	-	-	-
Total	260.00	302.00	328.00	348.00	362.92	415.42	433.42	434.40	441.25	447.25

**Operating Indicators by Function
Last Ten Fiscal Years**

	Fiscal Year			
	1997	1998	1999	2000
Function				
Development services				
Residential Building Permits Issued	1,362	1,665	1,499	1,079
Value	\$ 259,670,162	\$ 352,775,652	\$ 308,449,493	\$ 270,625,997
Commercial Building Permits Issued	38	48	43	103
Value	\$ 48,748,617	\$ 79,861,743	\$ 51,854,932	\$ 26,659,146
Financial services				
Average daily consumption (gallons)	4,796,433	7,695,920	8,616,860	10,120,000
Water customers	12,953	15,281	16,565	17,749
Sewer customers	11,556	15,102	14,590	15,627

TOWN OF FLOWER MOUND
2007-2008 ANNUAL BUDGET

Fiscal Year					
2001	2002	2003	2004	2005	2006
990	558	454	412	321	166
\$ 266,427,598	\$ 167,755,303	\$ 135,534,900	\$ 122,644,757	\$ 111,489,526	75,320,884
107	103	95	64	91	84
\$ 49,517,686	\$ 68,885,867	\$ 25,744,342	\$ 56,207,576	\$ 40,139,296	94,848,982
10,265,507	10,828,527	11,022,169	10,112,567	11,581,366	15,269,353
18,660	19,343	19,795	20,214	20,413	20,986
16,587	17,126	17,616	17,957	18,111	18,421

**Capital Asset Statistics by Function
Last Ten Fiscal Years**

Function	Fiscal Year									
	1997	1998	1999	2000	2001	2002	2003	2004	2005	2006
Community services										
Parks acreage	2,844	377	454	488	521	521	545	548	545	610
Parks	26	34	39	41	42	42	46	46	45	46
Financial services										
Water mains (miles)	165	175	200	210	210	269	280	280	309	315
Fire and Emergency services										
Fire stations	2	2	3	3	3	3	3	3	3	3
Fire hydrants	1,305	1,305	1,356	1,835	2,620	2,620	2,419	2,566	2,579	2,770
Infrastructure services										
Improved streets (miles)	173	178	190	195	195	197	302	303	325	347
Unimproved streets (miles)	16	14	9	9	9	9	9	9	3	4
Storm sewers (miles)	105	105	115	118	118	120	120	121	121	121

**Governmental Activities Tax Revenues by Source
Last Four Fiscal
(accrual basis of accounting)**

Fiscal Year	Property Tax	Sales Tax	Franchise Tax	Alcoholic Beverage Tax	Total
2003	\$ 19,834,027	\$ 3,917,972	\$ 3,363,367	\$ 65,341	\$ 27,180,707
2004	22,353,008	4,501,844	3,064,902	69,773	29,989,527
2005	23,070,077	5,547,917	3,626,312	93,470	32,337,776
2006	24,258,467	6,013,537	3,790,923	92,014	34,154,941



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