

STATISTICAL SECTION

(Unaudited)

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

Contents	Page
Financial Trends These schedules contain trend information to help the reader understand how the City’s financial performance and well-being have changed over time.	105
Revenue Capacity These schedules contain information to help the reader assess the City’s most significant local revenue sources, the property tax and sales tax.	112
Debt Capacity These schedules present information to help the reader assess the affordability of the City’s current levels of outstanding debt and the City’s ability to issue additional debt in the future.	121
Demographic and Economic Information These schedules offer demographic and economic indicators to help the reader understand the environment within which the City’s financial activities take place.	123
Operating Information These schedules contain service and infrastructure data to help the reader understand how the information in the City’s financial report relates to the services the City provides and the activities it performs.	125



CITY OF LUFKIN, TEXAS
NET ASSETS BY COMPONENT
LAST NINE FISCAL YEARS
(amounts expressed in thousands)

	Fiscal Year								
	<u>2002</u>	<u>2003</u>	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>
Governmental Activities									
Invested in capital assets, net of related debt	\$ 29,190	\$ 32,838	\$ 35,708	\$ 38,879	\$ 43,174	\$ 37,214	\$ 50,394	\$ 63,259	\$ 67,637
Restricted	8,359	8,944	4,940	4,757	3,104	7,344	3,155	3,857	3,019
Unrestricted	13,848	9,897	13,757	14,687	14,040	14,651	11,788	(13,751)	(14,334)
Total governmental activities net assets	<u>\$ 51,397</u>	<u>\$ 51,679</u>	<u>\$ 54,405</u>	<u>\$ 58,323</u>	<u>\$ 60,318</u>	<u>\$ 59,209</u>	<u>\$ 65,337</u>	<u>\$ 53,365</u>	<u>\$ 56,322</u>
Business-type activities									
Invested in capital assets, net of related debt	\$ 33,534	\$ 32,879	\$ 35,624	\$ 34,552	\$ 36,829	\$ 40,063	\$ 44,884	\$ 56,454	\$ 55,837
Restricted	10,096	10,815	8,218	14,102	14,980	8,515	7,191	10,909	10,033
Unrestricted	5,642	7,814	10,150	8,622	5,630	12,698	8,362	7,159	7,151
Total business-type activities net assets	<u>\$ 49,272</u>	<u>\$ 51,508</u>	<u>\$ 53,992</u>	<u>\$ 57,276</u>	<u>\$ 57,439</u>	<u>\$ 61,276</u>	<u>\$ 60,437</u>	<u>\$ 74,522</u>	<u>\$ 73,021</u>
Primary government									
Invested in capital assets, net of related debt	\$ 62,724	\$ 65,717	\$ 71,332	\$ 73,431	\$ 80,003	\$ 77,277	\$ 95,278	\$ 119,713	\$ 123,474
Restricted	18,455	19,759	13,158	18,859	18,084	15,859	10,346	14,766	13,052
Unrestricted	19,490	17,711	23,907	23,309	19,670	27,349	20,150	(6,592)	(7,183)
Total primary government net assets	<u>\$ 100,669</u>	<u>\$ 103,187</u>	<u>\$ 108,397</u>	<u>\$ 115,599</u>	<u>\$ 117,757</u>	<u>\$ 120,485</u>	<u>\$ 125,774</u>	<u>\$ 127,887</u>	<u>\$ 129,343</u>

Note: The City implemented GASB 34 in 2002. Information for fiscal year 2001 was reported using the prior reporting model.

CITY OF LUFKIN, TEXAS
CHANGES IN NET ASSETS
LAST NINE FISCAL YEARS
(amounts expressed in thousands)

	Fiscal Year								
	2002	2003	2004	2005	2006	2007	2008	2009	2010
Expenses									
Governmental activities:									
General government	\$ 1,633	\$ 1,759	\$ 1,760	\$ 1,747	\$ 1,786	\$ 2,457	\$ 3,572	\$ 2,425	\$ 2,978
Public safety	12,681	13,087	13,109	12,771	13,104	15,493	17,327	16,333	17,122
Cultural and recreation	3,960	3,994	4,123	4,367	4,575	4,757	4,960	5,722	5,814
Planning and community development	374	390	305	457	338	351	341	382	444
Public works	3,017	3,280	4,075	3,401	3,391	3,629	4,454	8,148	5,095
Non-departmental	216	195	300	181	239	-	-	-	-
Interest and fiscal charges	1,144	1,560	1,718	1,883	1,851	1,947	2,108	2,256	2,477
Total governmental activities expenses	23,025	24,265	25,390	24,807	25,284	28,634	32,762	35,266	33,930
Business-type activities:									
Water and sewer	10,631	10,318	11,381	12,811	12,166	13,151	12,844	12,854	13,594
Solid waste disposal	4,246	4,448	5,025	5,451	5,655	6,051	7,163	5,872	5,796
Total business-type activities expenses	14,877	14,766	16,406	18,262	17,821	19,202	20,007	18,726	19,390
Total primary government expenses	\$ 37,902	\$ 39,031	\$ 41,796	\$ 43,069	\$ 43,105	\$ 47,836	\$ 52,769	\$ 53,992	\$ 53,320
Program Revenues									
Governmental activities:									
Charges for services:									
General government	\$ 139	\$ 71	\$ 257	\$ 48	\$ 221	\$ 151	\$ 104	\$ 98	\$ 535
Public safety	2,345	2,253	3,267	268	819	2,494	3,222	3,530	3,268
Cultural and recreation	1,453	1,018	976	1,166	1,293	1,291	1,446	1,548	1,494
Planning and community development	3	2	1	4	4	4	2	-	-
Public works	(2)	47	112	32	112	107	51	52	26
Operating grants and contributions	488	1,078	369	1,122	807	292	1,936	1,125	417
Capital grants and contributions	1,900	541	809	1,748	671	18	3,395	911	760
Total governmental activities program revenues	6,326	5,010	5,791	4,388	3,927	4,357	10,156	7,264	6,500
Business-type activities:									
Charges for services:									
Water and sewer	16,646	12,141	12,982	13,975	13,712	13,379	14,114	13,684	14,412
Solid waste disposal	5,142	5,406	5,934	6,032	5,938	5,613	5,818	5,763	5,995
Capital grants and contributions	(1,900)	115	890	2,200	-	2	49	358	226
Total business-type activities program revenues	19,888	17,662	19,806	22,207	19,650	18,994	19,981	19,805	20,633
Total primary government program revenues	\$ 26,214	\$ 22,672	\$ 25,597	\$ 26,595	\$ 23,577	\$ 23,351	\$ 30,137	\$ 27,069	\$ 27,133

Net (expense)/revenue:	\$ (16,699)	\$ (19,255)	\$ (19,599)	\$ (20,419)	\$ (21,357)	\$ (24,277)	\$ (22,606)	\$ (28,002)	\$ (27,430)
Governmental activities	5,011	2,896	3,400	3,945	1,829	(208)	(26)	1,079	1,243
Business-type activities	(11,688)	(16,359)	(16,199)	(16,474)	(19,528)	(24,485)	(22,632)	(26,923)	(26,187)
Total primary government net expense	\$ (16,699)	\$ (19,255)	\$ (19,599)	\$ (20,419)	\$ (21,357)	\$ (24,277)	\$ (22,606)	\$ (28,002)	\$ (27,430)
General Revenues and Other Changes in Net Assets									
Governmental Activities:									
Taxes:									
Property taxes	6,746	7,280	7,900	8,480	8,882	8,874	9,358	9,981	9,864
Sales taxes	8,910	8,717	9,161	9,845	10,301	10,975	11,122	11,438	10,949
Franchise taxes	2,879	2,586	2,585	2,738	2,989	2,748	2,851	2,795	2,262
Mixed beverage tax	56	61	66	65	70	82	86	92	90
Other	758	647	1,228	1,480	516	1,763	2,339	3,753	3,817
Unrestricted investment earnings	581	338	200	559	897	1,623	1,100	564	294
Gain on retirement of capital assets	15	(139)	-	-	-	-	-	14	61
Capital contributions	-	-	-	-	-	(4,816)	-	-	-
Transfers	202	513	1,186	1,170	2,530	1,918	1,878	(12,607)	3,051
Total governmental activities	20,147	20,003	22,326	24,337	26,185	23,167	28,734	16,030	30,388
Business-type activities:									
Unrestricted investment earnings	347	254	158	479	864	1,055	657	383	254
Gain on retirement of capital assets	1	(400)	112	30	-	93	70	16	52
Capital contributions	-	-	-	-	-	4,816	339	-	-
Transfers	(202)	(513)	(1,186)	(1,170)	(2,530)	(1,918)	(1,878)	12,607	(3,051)
Total business-type activities	146	(659)	(916)	(661)	(1,666)	4,046	(812)	13,006	(2,745)
Total primary government	\$ 20,293	\$ 19,344	\$ 21,410	\$ 23,676	\$ 24,519	\$ 27,213	\$ 27,922	\$ 29,036	\$ 27,643
Change in Net Assets									
Governmental activities	3,448	748	2,727	3,918	4,828	(1,110)	6,128	(11,972)	2,958
Business-type activities	5,157	2,237	2,484	3,284	163	3,838	(838)	14,085	(1,502)
Total primary government	\$ 8,605	\$ 2,985	\$ 5,211	\$ 7,202	\$ 4,991	\$ 2,728	\$ 5,290	\$ 2,113	\$ 1,456

Note: The City implemented GASB 34 in 2002. Information for fiscal year 2001 was reported using the prior reporting model.

CITY OF LUFKIN, TEXAS
GOVERNMENTAL ACTIVITIES TAX REVENUES BY SOURCE
LAST TEN FISCAL YEARS
(amounts expressed in thousands)

Fiscal Year	Property Tax	Sales Tax	Franchise Taxes	Mixed Beverage Tax	Other Taxes	Total
2001	\$ 6,203	\$ 8,721	\$ 2,473	\$ 59	\$ 2	\$ 17,458
2002	6,746	8,910	2,879	56	3	18,594
2003	7,280	8,717	2,586	61	2	18,646
2004	7,900	9,161	2,585	63	2	19,711
2005	8,480	9,845	2,737	65	1	21,128
2006	8,882	10,301	2,989	70	516	22,758
2007	8,874	10,975	2,748	81	690	23,368
2008	9,358	11,122	2,851	86	784	24,203
2009	9,981	11,438	2,795	92	792	25,098
2010	9,918	10,949	2,262	90	766	23,985

Source: City of Lufkin accounting records

CITY OF LUFKIN, TEXAS
FUND BALANCES OF GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
(amounts expressed in thousands)

	Fiscal Year									
	<u>2001</u>	<u>2002</u>	<u>2003</u>	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>
General Fund	\$ 103	\$ 40	\$ 57	\$ 65	\$ 57	\$ 67	\$ 130	\$ 146	\$ 214	\$ 218
Nonspendable	-	-	-	-	-	-	-	-	-	-
Restricted	5,664	5,821	6,085	5,523	5,808	5,874	6,322	6,861	7,077	7,380
Committed	1,462	2,576	1,093	774	321	1,296	583	884	711	1,353
Assigned	1,557	157	347	2,072	3,232	4,028	4,428	3,410	3,791	2,297
Unassigned	8,786	8,594	7,582	8,434	9,418	11,265	11,463	11,301	11,793	11,248
Total general fund	\$ 8,786	\$ 8,594	\$ 7,582	\$ 8,434	\$ 9,418	\$ 11,265	\$ 11,463	\$ 11,301	\$ 11,793	\$ 11,248
All other governmental funds										
Restricted:										
Debt Service Fund	\$ 1,125	\$ 1,871	\$ 1,882	\$ 2,089	\$ 2,219	\$ 2,395	\$ 2,364	\$ 1,582	\$ 973	\$ 983
Special Revenue Funds	429	217	300	370	959	434	751	687	736	583
Capital Project Funds	1,460	6,526	7,061	2,850	2,538	709	4,980	1,573	2,884	1,453
Committed:										
Special Revenue Funds	875	993	1,158	1,285	1,493	1,628	1,825	1,384	1,507	1,648
Assigned:										
Special Revenue Funds	103	189	281	212	25	59	189	26	89	117
Total all other governmental funds	\$ 3,992	\$ 9,796	\$ 10,682	\$ 6,806	\$ 7,234	\$ 5,225	\$ 10,109	\$ 5,252	\$ 6,189	\$ 4,784

Source: City of Lufkin accounting records

**CITY OF LUFKIN, TEXAS
CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS**

(amounts expressed in thousands)

	Fiscal Year									
	2001	2002	2003	2004	2005	2006	2007	2008	2009	2010
Revenues										
Taxes	\$ 17,984	\$ 19,089	\$ 19,310	\$ 20,248	\$ 21,578	\$ 22,853	\$ 23,397	\$ 24,203	\$ 25,090	\$ 23,985
Licenses and permits	217	200	277	264	198	284	253	387	343	241
Fines and forfeitures	724	846	709	759	667	767	728	1,018	1,233	1,020
Charges for services	1,331	1,335	1,476	1,536	1,841	1,822	2,184	2,710	3,082	3,112
Interest income	1,574	542	313	181	551	789	1,172	796	481	131
Intergovernmental	3,376	2,962	4,027	3,427	5,395	4,289	2,611	7,099	5,103	4,719
Other revenues	951	1,117	578	1,025	601	952	755	1,472	740	629
Total revenues	26,157	26,091	26,690	27,440	30,831	31,756	31,100	37,685	36,072	33,837
Expenditures										
General government	2,570	2,721	2,686	2,593	2,859	2,992	3,464	4,686	3,539	4,295
Public safety	11,047	12,188	12,589	12,501	13,662	13,654	14,075	17,357	15,829	16,172
Cultural and recreation	3,809	3,958	3,799	4,888	3,774	4,190	4,181	4,480	4,765	4,748
Planning and community development	389	354	379	287	428	319	334	324	314	377
Public works	4,163	3,892	4,400	7,042	3,875	4,155	4,135	5,889	7,638	4,825
Non-departmental	779	201	195	332	192	239	-	-	-	-
Debt service:										
Principal	1,645	1,631	1,830	2,487	2,609	2,899	3,206	4,141	4,409	3,949
Interest and fiscal charges	958	1,166	1,788	1,645	1,890	1,815	1,746	2,002	1,871	2,776
Bond issuance costs	-	-	-	-	-	-	90	-	-	-
Capital outlay	4,208	4,779	5,611	-	7,602	2,313	2,633	7,177	1,421	2,172
Total expenditures	29,568	30,890	33,277	31,775	36,891	32,576	33,864	46,056	39,786	39,314
Excess of revenues over (under) expenditures	(3,411)	(4,799)	(6,587)	(4,335)	(6,060)	(820)	(2,764)	(8,371)	(3,714)	(5,477)

Other financing sources (uses)

Capital lease proceeds	417	242	543	120	302	258	-	-	-	-	-	-
Note proceeds	-	-	-	-	-	-	-	-	746	-	-	91
Refunding bonds issued	-	8,796	-	-	-	-	9,591	-	-	-	-	-
Insurance recovery	-	-	-	-	-	-	-	-	-	-	-	534
Bond/CO's issued	-	11,650	5,450	-	6,000	-	7,610	-	-	-	17,400	-
Payment to refunded bond escrow agent	-	(8,619)	-	-	-	-	(9,580)	-	-	-	-	-
Capital contributions	-	(1,900)	-	-	-	-	(1,195)	-	1,087	-	-	-
Transfers in	1,600	657	787	1,459	1,289	1,981	2,563	3,735	7,396	3,453	-	-
Transfers out	(1,159)	(454)	(274)	(273)	(119)	(948)	(1,143)	(2,216)	(20,641)	(552)	-	-
Total other financing sources (uses)	858	10,372	6,506	1,306	7,472	1,291	7,846	3,352	4,155	3,526	-	-
Net change in fund balances	\$ (2,553)	\$ 5,573	\$ (81)	\$ (3,029)	\$ 1,412	\$ 471	\$ 5,082	\$ (5,019)	\$ 441	\$ (1,951)	-	-

Debt service as a percentage of noncapital expenditures

10.26%	10.71%	13.08%	13.00%	15.36%	15.58%	16.44%	16.58%	17.99%	17.87%
--------	--------	--------	--------	--------	--------	--------	--------	--------	--------

Source: City of Lufkin Accounting records

CITY OF LUFKIN, TEXAS
GENERAL GOVERNMENTAL TAX REVENUES BY SOURCE
LAST TEN FISCAL YEARS
(modified accrual basis of accounting)
(amounts expressed in thousands)

Fiscal Year	Property Tax	Sales Tax	Franchise Taxes	Mixed Beverage Tax	Business Taxes	Total
2001	\$ 6,203	\$ 8,721	\$ 2,473	\$ 60	\$ 527	\$ 17,984
2002	6,737	8,910	2,875	56	511	19,089
2003	7,280	8,717	2,586	61	666	19,310
2004	7,900	9,161	2,585	63	537	20,246
2005	8,391	9,099	2,737	65	539	20,831
2006	8,801	10,301	2,989	70	692	22,853
2007	8,903	10,975	2,748	81	690	23,397
2008	9,360	11,122	2,851	86	784	24,203
2009	9,972	11,438	2,795	92	792	25,089
2010	9,918	10,949	2,262	90	766	23,985

Source: City of Lufkin Accounting records

CITY OF LUFKIN, TEXAS
SALES TAX HISTORICAL INFORMATION
LAST EIGHT FISCAL YEARS

Fiscal Year	Tax Rate				# of Outlets		Sales Information			
	Regular Rate	Property Tax Relief Rate	Economic/Industrial Dev Sec 4B Rate		Average Outlets	% Chg Prior yr	Gross Sales (000's)	Taxable Sales (000's)	% Chg Prior yr Tax Sales	Taxable Sales as % of Gross Sales
			Total Rate							
2003	1.000%	0.500%	0.000%	1.500%	1,381	0.45%	2,117,159	559,745	26.44%	
2004	1.000%	0.500%	0.000%	1.500%	1,387	0.45%	2,124,121	584,473	4.42%	
2005	1.000%	0.375%	0.125%	1.500%	1,428	2.99%	2,384,016	614,231	5.09%	
2006	1.000%	0.375%	0.125%	1.500%	1,412	-1.17%	2,509,814	699,632	13.90%	
2007	1.000%	0.375%	0.125%	1.500%	1,402	-0.67%	2,515,675	777,475	11.13%	
2008	1.000%	0.375%	0.125%	1.500%	1,427	1.78%	2,783,423	771,106	-0.82%	
2009	1.000%	0.375%	0.125%	1.500%	1,415	-0.84%	2,303,291	761,593	-1.23%	
2010	1.000%	0.375%	0.125%	1.500%	1,453	2.69%	2,829,466	731,889	-3.90%	

TAXABLE SALES BY INDUSTRY
LAST EIGHT FISCAL YEARS

Fiscal Year	Taxable Sales by Industry					
	Manufacturing (000's)	Retail Trade (000's)	Accommodation Food Service (000's)	Wholesale Trade (000's)	Information (000's)	Misc (1) (000's)
2003	35,030	263,053	66,231	29,715	102,472	63,244
2004	33,731	281,936	70,951	31,349	99,277	67,229
2005	33,372	305,687	78,468	34,024	92,689	69,991
2006	44,796	381,312	85,737	46,504	84,684	56,599
2007	41,487	425,475	91,902	43,337	80,881	94,392
2008	37,719	430,941	95,650	53,825	68,809	84,162
2009	22,494	454,137	67,674	45,259	64,348	107,681
2010	27,375	436,093	96,081	39,482	64,900	67,967

(1) Miscellaneous includes construction, transportation/warehousing, education, finance/insurance, and other industries

Source: Texas Comptroller Public Accounts website

(2) Third Quarter 2010 is estimated because data is not available until March 2011

Note: Information prior to FY 2003 is not available

CITY OF LUFKIN, TEXAS
ASSESSED VALUE AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY
LAST TEN FISCAL YEARS
(amounts expressed in thousands)

Fiscal Year	Real Property			Personal Property			Less: Tax Exempt Real Property	Total Taxable Assessed Value	Total Direct Tax Rate	Estimated Actual Taxable Value	Assessed Value as a Percentage of Actual Value
	Residential Property	Commercial Property	Personal Property	Minerals	Personal Property						
2001	\$ 581,562	\$ 495,875	\$ 295,164	\$ -	\$ -	\$ 150,631	\$ 1,221,970	0.49450	\$ 1,372,602	89.03%	
2002	599,505	516,129	321,375	-	-	134,831	1,302,178	0.51650	1,437,009	90.62%	
2003	633,660	538,848	330,600	-	-	128,390	1,374,718	0.53850	1,503,108	91.46%	
2004	652,373	413,921	414,542	-	-	130,839	1,349,997	0.55850	1,480,835	91.16%	
2005	687,784	484,203	452,579	193	-	136,973	1,487,786	0.55850	1,624,759	91.57%	
2006	666,850	555,810	497,374	26	-	140,701	1,579,359	0.55850	1,721,800	91.73%	
2007	648,564	615,039	472,677	-	-	144,018	1,592,262	0.05554	1,736,280	91.71%	
2008	658,775	692,076	505,176	15	-	151,349	1,704,693	0.05554	1,856,042	91.85%	
2009	702,468	768,224	496,381	4	-	163,968	1,803,109	0.05554	1,967,077	91.66%	
2010	736,618	848,592	500,690	-	-	200,075	1,885,825	0.05338	2,085,900	90.41%	

Source: Angelina County Appraisal District.

**CITY OF LUFKIN, TEXAS
PROPERTY TAX RATES
DIRECT AND OVERLAPPING GOVERNMENTS
LAST TEN FISCAL YEARS**

FISCAL YEAR	CITY OF LUFKIN			LUFKIN INDEPENDENT SCHOOL DISTRICT			TOTAL ESTIMATED MILLAGE
	OPERATING MILLAGE	DEBT SERVICE MILLAGE	TOTAL CITY MILLAGE	OPERATING MILLAGE	DEBT SERVICE MILLAGE	TOTAL SCHOOL MILLAGE	
2001	0.35630	0.13820	0.49450	1.50000	0.08000	1.58000	
2002	0.35630	0.16020	0.51650	1.50000	0.08110	1.58110	
2003	0.35630	0.18220	0.53850	1.50000	0.08000	1.58000	
2004	0.35630	0.20220	0.55850	1.50000	0.08000	1.58000	
2005	0.35630	0.20220	0.55850	1.50000	0.07400	1.57400	
2006	0.35630	0.20220	0.55850	1.37000	0.07750	1.44750	
2007	0.35320	0.20220	0.55540	1.04000	0.07000	1.11000	
2008	0.35320	0.20220	0.55540	1.04000	0.07000	1.11000	
2009	0.35320	0.20220	0.55540	1.04000	0.11300	1.15300	
2010	0.33160	0.20220	0.53380	1.04000	0.17200	1.21200	
FISCAL YEAR	ANGELINA COUNTY			ANGELINA COLLEGE DISTRICT			TOTAL ESTIMATED MILLAGE
	OPERATING MILLAGE	DEBT SERVICE MILLAGE	TOTAL COUNTY MILLAGE	OPERATING MILLAGE	DEBT SERVICE MILLAGE	TOTAL COLLEGE MILLAGE	
2001	0.28918	0.05812	0.34730	0.07590	0.03150	0.10740	2.52920
2002	0.34690	-	0.34690	0.07870	0.02930	0.10800	2.55250
2003	0.38250	-	0.38250	0.08450	0.02960	0.11410	2.61510
2004	0.41170	-	0.41170	0.08940	0.02600	0.11540	2.66560
2005	0.44120	-	0.44120	0.09090	0.02460	0.11550	2.68920
2006	0.44120	-	0.44120	0.09470	0.02430	0.11900	2.56620
2007	0.45120	-	0.45120	0.09690	0.02260	0.11950	2.23610
2008	0.46120	-	0.46120	0.10180	0.03570	0.13750	2.26410
2009	0.38940	0.04340	0.43280	0.10350	0.05170	0.15520	2.29640
2010	0.38940	0.04340	0.43280	0.10350	0.05170	0.15520	2.33380

Source: Angelina County Tax Assessor's Office
Tax rates per 100 dollars of value

**CITY OF LUFKIN, TEXAS
PRINCIPAL PROPERTY TAXPAYERS
SEPTEMBER 30, 2010
(amounts expressed in thousands)**

<u>Taxpayer</u>	<u>2010</u>			<u>2001</u>		
	<u>Taxable Assessed Value</u>	<u>Rank</u>	<u>Percentage of Total Taxable Assessed Value</u>	<u>Taxable Assessed Value</u>	<u>Rank</u>	<u>Percentage of Total Taxable Assessed Value</u>
Lufkin Industries	\$ 50,645	1	2.69%	\$ 58,555	1	4.11%
Consolidated Communications of Texas	33,157	2	1.76%	-		-
Brookshire Brothers, Inc.	28,254	3	1.50%	24,624	4	1.73%
Piney Woods Healthcare System LP	20,236	4	1.07%	-		-
Oncor Electric Delivery Co	19,927	5	1.06%	-		-
Lufkin GKD Partners LP	18,203	6	0.97%	-		-
Lufkin Industries	15,783	7	0.84%	-		-
Pilgrim Industries, Inc.	14,410	8	0.76%	11,670	8	0.82%
Pineywoods Health Care Systems	14,084	9	0.75%	-		-
Keystone Southloop of Lufkin LLC	13,609	10	0.72%	-		-
Texas Foundries LTD	-			50,920	2	3.58%
TXU Communications Co.	-			30,474	3	2.14%
TXU Electric Co.	-			19,366	5	1.36%
Brookshire Bros. LTD	-			13,769	6	0.97%
Georgia Pacific Corp	-			12,220	7	0.86%
Lowes Home Centers, Inc.	-			11,223	9	0.79%
Con Agra, Inc.	-			10,061	10	0.71%

Source: Angelina County Appraisal District

CITY OF LUFKIN, TEXAS
PROPERTY TAX LEVIES AND COLLECTIONS
LAST TEN FISCAL YEARS
(amounts expressed in thousands)

<u>Fiscal Year</u>	<u>Total Tax Levy for Fiscal Year</u>	<u>Collected within the Fiscal Year of the Levy</u>		<u>Collections in Subsequent Years</u>	<u>Total Collections to Date</u>	
		<u>Amount</u>	<u>Percentage of Levy</u>		<u>Amount</u>	<u>Percentage of Levy</u>
2001	\$ 6,159	\$ 5,986	97.19%	\$ 140	\$ 6,126	99.46%
2002	6,709	6,513	97.08%	162	6,675	99.49%
2003	7,381	7,161	97.02%	175	7,336	99.39%
2004	7,783	7,597	97.61%	138	7,735	99.38%
2005	8,310	8,111	97.61%	138	8,249	99.27%
2006	8,777	8,558	97.50%	152	8,710	99.24%
2007	8,803	8,615	97.86%	81	8,696	98.78%
2008	9,292	9,125	98.20%	60	9,185	98.85%
2009	9,874	9,653	97.76%	82	9,735	98.59%
2010	9,894	9,676	97.80%	-	9,676	97.80%

Source: Angelina County Tax Assessor's Office

CITY OF LUFKIN, TEXAS
RATIOS OF OUTSTANDING DEBT BY TYPE
LAST TEN FISCAL YEARS

(amounts expressed in thousands, except per capita amount)

Fiscal Year	Governmental Activities				Business-Type Activities				Total Primary Government	Percentage of Personal Income ¹	Per Capita ¹
	General Obligation Bonds	Obligation of Certificates	Capital Leases	Notes Payable	Water Works and Sewer System Bonds	Notes Payable	Capital Leases				
2001	\$ 7,525	\$ 8,800	\$ 639	\$ -	\$ 12,990	\$ 250	\$ -	\$ -	\$ 30,204	5.26%	918.59
2002	14,830	18,050	375	-	8,000	236	-	-	41,491	6.89%	1,255.17
2003	17,760	19,275	483	-	11,615	223	-	-	49,356	7.83%	1,485.24
2004	16,275	18,625	231	-	11,985	209	-	-	47,325	7.18%	1,416.62
2005	14,600	26,150	238	-	11,950	194	-	-	53,132	7.71%	1,582.06
2006	12,900	25,175	272	-	12,070	180	-	-	50,597	7.14%	1,498.64
2007	20,445	26,245	86	-	11,330	165	-	-	58,271	8.25%	1,716.83
2008	18,185	24,450	-	746	11,690	527	-	-	55,598	7.70%	1,629.44
2009	15,825	39,925	-	622	12,165	378	-	-	68,915	9.72%	1,995.80
2010	13,990	37,935	-	588	11,400	228	-	-	64,141	9.52%	1,775.82

¹ See the Schedule of Demographic and Economic Statistics on page 115 for income and population data.

CITY OF LUFKIN, TEXAS
RATIOS OF GENERAL BONDED DEBT OUTSTANDING
LAST TEN FISCAL YEARS
(amounts expressed in thousands, except per capita amount)

Fiscal Year	General Obligation Bonds	Less: Amounts Available in Debt Service Fund	Total	Percentage of Estimated Actual Taxable Value ¹ of Property	Per Capita ²
2001	\$ 7,525	\$ 1,125	\$ 6,400	0.47%	194.64
2002	14,830	1,871	12,959	0.90%	392.03
2003	17,760	1,882	15,878	1.06%	477.81
2004	16,275	2,089	14,186	0.96%	424.64
2005	14,600	2,219	12,381	0.76%	368.66
2006	12,900	2,395	10,505	0.61%	311.15
2007	20,445	2,364	18,081	1.04%	532.72
2008	18,185	1,582	16,603	0.89%	486.59
2009	15,825	973	14,852	0.76%	430.12
2010	13,990	984	13,006	0.62%	360.09

¹ See the Schedule of Assessed Value and Estimated Actual Value of Taxable Property on page 106 for property value data.

² See the Schedule of Demographic and Economic Statistics on page 115 for personal income and population data.

CITY OF LUFKIN, TEXAS
DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT
SEPTEMBER 30, 2010
(amounts expressed in thousands)

Governmental Unit	Debt Outstanding	Estimated Percentage Applicable	Estimated Share of Overlapping Debt
Direct:			
City of Lufkin	<u>\$ 51,925</u>	100.00%	<u>\$ 51,925</u>
Overlapping:			
Angelina County	9,925	52.23%	5,184
Angelina County Junior College District	23,953	52.23%	12,511
Hudson Independent School District	22,692	15.95%	3,619
Lufkin Independent School District	<u>54,544</u>	69.24%	<u>37,766</u>
Total overlapping	<u>111,114</u>		<u>59,080</u>
Total direct and overlapping debt	<u><u>\$ 163,039</u></u>		<u><u>\$ 111,005</u></u>

Sources: Angelina County Auditor, Angelina College, Hudson ISD and Lufkin ISD

**CITY OF LUFKIN, TEXAS
LEGAL DEBT MARGIN INFORMATION
SEPTEMBER 30, 2010**

As a Home Rule City, the City of Lufkin is not limited by law in the amount of debt it may issue.

The City's Charter (Section 6) states:

" The city shall have the power to borrow money on the credit of the city and to issue general obligation bonds for permanent public improvements or for any other public purpose not prohibited by the constitution of the State of Texas and to issue refunding bonds to refund outstanding bonds of the city previously issued. All such bonds shall be issued in conformity with the laws of the State of Texas."

Article 11, Section 5 of the State of Texas Constitution states in part:

"... but no tax for any purpose shall ever be lawful for one year, which shall exceed two and one-half percent of the taxable property of such city."

The tax rate at September 30, 2010 is \$ 0.5338 per \$100 of assessed valuation with assessed valuation being 100% of appraised value.

CITY OF LUFKIN, TEXAS
PLEGGED-REVENUE COVERAGE
LAST TEN FISCAL YEARS
(amounts expressed in thousands)

Fiscal Year	Water and Sewer Charges and Other	Less: Operating Expenses¹	Net Available Revenue	Principal	Interest	Coverage
2001	\$ 11,717	\$ 7,444	\$ 4,273	\$ 725	\$ 689	3.02
2002	10,979	7,978	3,001	1,320	363	1.78
2003	11,883	7,946	3,937	840	460	3.03
2004	12,576	8,070	4,506	880	505	3.25
2005	13,685	9,504	4,181	945	497	2.90
2006	14,160	9,563	4,597	965	500	3.14
2007	13,985	10,895	3,090	715	404	2.76
2008	14,791	11,091	3,700	740	433	3.17
2009	13,892	10,556	3,336	765	443	2.76
2010	14,628	11,002	3,626	795	429	2.96

¹ Excludes depreciation

**CITY OF LUFKIN, TEXAS
DEMOGRAPHIC AND ECONOMIC STATISTICS
LAST TEN FISCAL YEARS**

Fiscal Year	Population ¹	Personal Income ¹ (amounts expressed in thousands)	Per Capita Personal Income	Median Age	Education		Unemployment Rate ¹
					Level in Years of Formal Schooling	School Enrollment ²	
2001	32,881	574,611	17.48	n/a	n/a	8,140	n/a
2002	33,056	601,889	18.21	n/a	n/a	8,257	n/a
2003	33,231	630,039	18.96	n/a	n/a	8,283	n/a
2004	33,407	659,064	19.73	n/a	n/a	8,243	n/a
2005	33,584	688,928	20.51	34.3	13.1	8,577	5.6
2006	33,762	708,337	20.98	34.5	13.1	8,631	4.9
2007	33,941	706,720	20.82	35.3	13.1	8,390	4.3
2008	34,121	721,659	21.15	35.3	13.1	8,514	4.6
2009	34,530	709,056	20.53	35.5	13.1	8,656	8.7
2010	36,119	673,836	18.66	35.8	13.1	8,540	7.9

Data Sources

¹ Deep East Texas Workforce

² Lufkin Independent School District

Note: Population, median age, and education level information are estimates after Fiscal year 2000 and are based on growth estimates. School enrollment is based on the census at the start of the school year.

**CITY OF LUFKIN, TEXAS
PRINCIPAL EMPLOYERS
CURRENT YEAR AND FIVE YEARS AGO**

Employer	2010			2005		
	Employees	Rank	Percentage of Total City Employment	Employees	Rank	Percentage of Total City Employment
Lufkin ISD	1000+	1	5.84%	1000+	3	3.05%
Pilgrim's Pride	1000+	2	5.71%	1000+	2	3.32%
Lufkin Industries	1000+	3	5.57%	1000+	1	4.98%
Brookshire Brothers/Polk Oil	1000+	4	5.44%	1000+	4	2.91%
Lufkin State School	1000+	5	4.41%	1000+	7	2.77%
Memorial Health Systems	1000+	6	4.36%	1000+	5	2.84%
Temple-Inland	500-599	7	2.16%	1000+	6	2.81%
Walmart	500-999	8	2.05%	400-500	9	2.22%
Woodland Heights Medical Center	500-999	9	1.95%	500-999	8	2.49%
City of Lufkin	500-999	10	1.70%	500-999		1.58%
Citation Corporation				500-999	10	1.94%

Source: Lufkin Economic Development
Prior year's information only available beginning with fiscal year 2005.

CITY OF LUFKIN, TEXAS
FULL-TIME EQUIVALENT CITY GOVERNMENT EMPLOYEES BY FUNCTION
LAST TEN FISCAL YEARS

Function	Full-time Equivalent Employees as of September 30									
	<u>2001</u>	<u>2002</u>	<u>2003</u>	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>
General government	23	23	24	21	21	22	22	22	22	27
Public Safety										
Police										
Officers	79	79	79	78	78	77	77	76	76	76
Civilians	39	38	38	36	35	34	39	39	39	40
Fire										
Officers	75	75	83	80	80	75	77	77	77	78
Civilians	5	5	5	5	5	5	5	5	5	5
Cultural and recreation	53	54	56	54	55	57	58	58	58	61
Community development	6	6	6	6	6	8	7	7	7	10
Public works	60	60	59	57	57	57	56	56	56	58
Water	33	34	34	32	32	28	33	33	33	31
Sewer	42	43	41	40	40	34	42	42	42	40
Solid waste	31	31	31	36	36	32	36	36	36	33
Total	446	448	456	445	445	429	452	451	451	459

Source: City of Lufkin Budget Document

**CITY OF LUFKIN, TEXAS
OPERATING INDICATORS BY FUNCTION
LAST TEN FISCAL YEARS**

Function	Fiscal Year									
	<u>2001</u>	<u>2002</u>	<u>2003</u>	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>
Police										
Physical arrests	2,108	2,813	2,404	1,920	1,720	1,695	1,935	2,210	2,021	1,913
Parking violations	2,841	1,002	983	768	615	2,229	2,087	1,319	808	857
Traffic violations	15,755	15,463	14,115	12,476	10,744	13,180	9,390	10,208	9,803	12,136
Fire										
Number of calls answered	1,378	1,242	1,242	1,131	1,392	1,074	1,227	1,322	1,238	1,201
Inspections	807	922	922	1,517	1,116	1,253	1,055	578	1,041	426
Highways and streets										
Street resurfacing (miles)	9	9	9	9	9	5	3	5	4	4
Potholes repaired	n/a	n/a	n/a	n/a	1,755	1,955	1,402	1,385	1,809	1,977
Sanitation										
Refuse collected (cu yd/day) ⁽¹⁾	706	718	772	829	870	264	276	972	714	705
Recyclables collected (tons/day)	4	4	4	4	4	37	12	7	9	10
Cultural and recreation										
Community center rentals	521	704	686	604	426	273	385	413	466	233
Water										
New connections	34	0	256	308	28	166	156	176	95	102
Water mains breaks	1,150	1,250	1,100	1,100	1,000	1,000	682	650	635	647
Average daily consumption (thousands of gallons)	8,890	8,890	7,606	8,274	8,274	9,183	8,097	7,806	7,825	7,459
Wastewater										
Average daily sewage treatment (thousands of gallons)	6,212	6,151	5,961	6,672	6,452	6,158	6,491	8,353	5,999	5,251

Source: Various city departments

(1) Methodology for measuring changed in 2006 and 2007 to tons/day and reverted back to cubic yards/day in 2008.

**CITY OF LUFKIN, TEXAS
CAPITAL ASSET STATISTICS BY FUNCTION
LAST TEN FISCAL YEARS**

Function	Fiscal Year									
	<u>2001</u>	<u>2002</u>	<u>2003</u>	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>
Public safety:										
Police										
Stations	2	2	2	2	2	2	2	2	2	1
Patrol Units	21	19	19	18	19	19	19	19	19	19
Fire										
Fire Stations	5	5	5	5	5	5	5	5	5	5
Sanitation										
Collection trucks	21	21	21	21	21	20	21	19	19	19
Highways and streets										
Streets (miles)	258	258	258	258	270	270.5	280.3	281.6	282.4	282.6
Streetlights	3,297	3,297	3,297	3,297	3,568	3,568	3,568	3,642	3,604	3,626
Traffic signals	2	2	2	2	2	2	2	2	3	3
Cultural and recreation										
Parks acreage	668.4	668.4	668.4	684.6	684.6	653.0	653.0	653.0	653.0	659.9
Parks	16	16	16	17	17	16	16	16	16	16
Swimming pools	2	2	2	2	2	2	1	1	1	1
Tennis courts	13	13	13	13	13	11	11	13	13	13
Community centers	2	2	2	2	2	2	3	3	2	2
Water										
Water mains (miles)	291	673	678	678	678	678	679	679	679	679
Fire hydrants	830	1,200	1,250	1,298	1,321	1,416	1,479	1,536	1,640	1,648
Maximum daily capacity in thousands of gallons	17,000	17,000	17,000	17,000	17,000	17,000	17,000	17,000	17,000	17,000
Sewer										
Sanitary sewers (miles)	219.0	256.0	266.0	266.5	266.5	266.5	267.4	268.7	269.5	269.9
Storm sewers (miles)	12.4	12.4	13.5	13.5	13.5	13.5	15.3	16.5	16.5	16.7
Maximum daily treatment capacity in thousands of gallons	11,300	11,300	11,300	11,300	11,300	11,300	11,300	11,300	11,300	17,100

Sources: Various city departments.

**CITY OF LUFKIN, TEXAS
WATER, SEWER AND SANITATION RATES
FOR THE YEAR ENDED SEPTEMBER 30, 2010**

Approved Rates

The monthly billing rates for water, sewer, and sanitation services as approved by the City Council effective October 1, 2009 were as follows:

Water Rates

Residential per thousand gallons inside City Limits:

First 2,000 gallons (minimum)	\$ 11.13
Next 8,000 gallons	2.86 per thousand
Above 10,000 gallons	3.30 per thousand

Commercial per thousand gallons inside City Limits:

First 2,000 gallons (minimum)	\$ 11.13
Next 48,000 gallons	2.86 per thousand
Above 50,000 gallons	3.30 per thousand

Irrigation per thousand gallons inside City Limits:

First 2,000 gallons (minimum)	\$ 11.13
Next 48,000 gallons	2.86 per thousand
Above 50,000 gallons	3.30 per thousand

Residential per thousand gallons outside City Limits:

First 2,000 gallons (minimum)	\$ 16.70
Next 8,000 gallons	4.29 per thousand
Above 10,000 gallons	4.95 per thousand

Commercial per thousand gallons outside City Limits:

First 2,000 gallons (minimum)	\$ 16.70
Next 48,000 gallons	4.29 per thousand
Above 50,000 gallons	4.95 per thousand

Irrigation per thousand gallons outside City Limits:

First 2,000 gallons (minimum)	\$ 16.70
Next 48,000 gallons	4.29 per thousand
Above 50,000 gallons	4.95 per thousand

**CITY OF LUFKIN, TEXAS
WATER, SEWER AND SANITATION RATES - CONTINUED
FOR THE YEAR ENDED SEPTEMBER 30, 2010**

Residential per thousand gallons Burke Water:

First 2,000 gallons (minimum)	\$ 18.92
Next 8,000 gallons	4.87 per thousand
Above 10,000 gallons	5.6 per thousand

Commercial per thousand gallons Burke Water:

First 2,000 gallons (minimum)	\$ 18.92
Next 48,000 gallons	4.87 per thousand
Above 50,000 gallons	5.60 per thousand

Irrigation per thousand gallons Burke Water:

First 2,000 gallons (minimum)	\$ 18.92
Next 48,000 gallons	4.87 per thousand
Above 50,000 gallons	5.60 per thousand

Industrial per thousand gallons inside City Limits:

First 2,000 gallons (minimum)	\$ 265.00
Above 2,000 gallons	1.86 per thousand

Industrial per thousand gallons outside City Limits:

First 2,000 gallons (minimum)	\$ 400.00
Above 2,000 gallons	2.79 per thousand

Wholesale per thousand gallons:

First 2,000 gallons (minimum)	\$ 10.00
Above 2,000 gallons	1.85 per thousand

Water rates, including the minimum charge and gallonage cost, for other residential and commercial customers within the extraterritorial limits of the City of Lufkin, Texas shall be one and one-half (1 ½) times that rate inside the city limits.

Water rates, including the minimum charge and gallonage cost, for those residential and commercial customers outside the extraterritorial limits of the City of Lufkin, Texas shall be two (2) times that rate inside the city limits.

**CITY OF LUFKIN, TEXAS
WATER, SEWER AND SANITATION RATES - CONTINUED
FOR THE YEAR ENDED SEPTEMBER 30, 2010**

Sewer Rates

General Sewer Rates for Residential:

The Residential and Commercial rates are based on the following formulas:

User charge for water usage < 2,000 gallons = Cc
 User charge for water useage >2,000 gallons = (V-2000 x Cv) + Cc
 Where Cc = Customer charge, \$ 10.07
 V = metered water use above 2,000 gallons, in 1,000 gallons
 Cv = user charge for volume per 1,000 gallons

Residential:	Consumption in 1000 X	3.25	+10.07	Stops at 20,000
Commercial:	Consumption in 1000 X	3.60	+10.07	Does not stop

The following Commercial sewer rates are based on the following formula:

User charge = (V x Cv) + Cc
 Where Cc = Customer charge, \$ 10.07
 V = metered water use in 1,000 gallons
 Cv = user charge for volume per 1,000 gallons

General:	Consumption in 1000 X	3.6000000	+10.07	Does not stop
Restaurant:	Consumption in 1000 X	7.1000000	+10.07	Does not stop

Multi-unit dwellings shall be charged on a per unit basis by dividing the total water use on the master meter by the number of units in the dwelling. This average consumption per unit will be used to calculate the wastewater user charge for each unit. Then the average charge per unit, times the number of units, equals the total user charge for that meter.

Outside the city limits, the rate shall be equivalent to two (2) times that rate inside the city limits.

Outside the City's extraterritorial limits, the rate shall be equivalent to two and one-half (2 ½) times that rate inside the city limits.

Change in method of charging residential customers (single and double units) is to be based on an average of consumption taken for the months of December, January, and February on a yearly basis.

If the customer does not have all three months consumption, the sewer charge is to be based on monthly consumption until such average is attainable.

**CITY OF LUFKIN, TEXAS
WATER, SEWER AND SANITATION RATES - CONTINUED
FOR THE YEAR ENDED SEPTEMBER 30, 2010**

Commercial and Industrial Users Rates:

The rates for commercial and industrial customers shall be determined by the following equation:

$$\text{User charge} = C_c + V (C_v + (C_b \times \text{BOD}) + (C_s \times \text{TSS}))$$

Where: C_c = Customer charge, \$ 10.07

V = Metered water use or measured wastewater discharge, 1,000 gallons

C_v = User charge for volume per 1,000 gallons

C_b = User charge for BOD per mg/1 X 1,000 gallons

BOD = Biochemical oxygen demand, mg/1

C_s = User charge for TSS per mg/1 X 1,000 gallons

TSS = Total suspended solids, mg/1

$$\text{Formula: } 10.07 + V (1.98 + (.003417 \times \text{BOD}) + (.001870 \times \text{TSS}))$$

Sanitation Rates:

Residential:	\$	14.48	plus sales tax
Commercial:		20.00	plus sales tax
2 container resident		19.68	+ 1.62 = 21.30
		5.20	each additional gray can
		5.94	per cubic yard
		10.26	per non-compacted cubic yard
		10.26	per compacted cubic yard
		2.64	per cubic yard recycling

System Connections

<u>At September 30, 2010:</u>	<u>Water</u>	<u>Sewer</u>
Number of metered customers	15,199	12,417
Gallons of water pumped	2,747,926,000	-
Gallons of water sold	2,217,417,016	-

**CITY OF LUFKIN, TEXAS
INSURANCE COVERAGE
FOR THE YEAR ENDED SEPTEMBER 30, 2010**

Insurer	Risk Covered	Period Covered	Amount of Insurance	
Ohio Casualty Insurance Company	Employee Dishonesty			
	Each person		\$ 10,000	
	Accounts Payable Clerk		15,000	
	Accounts Receivable Clerk		15,000	
	Ambulance Collection Clerk		10,000	
	City Manager		50,000	
	Director of Finance		50,000	
	Mayor		50,000	
Texas Municipal League	Boiler and Machinery	10-1-09 to 9-30-10	3,000,000	
	Deductible		2,500	
	Auto Liability	10-1-09 to 9-30-10	1,000,000	
	Deductible		500	
	Law Enforcement Liability	10-1-09 to 9-30-10	1,000,000	
	Deductible		10,000	
	Errors and Omissions Liability	10-1-09 to 9-30-10	1,000,000	
	Deductible		10,000	
	General Liability	10-1-09 to 9-30-10	1,000,000	
	Deductible		10,000	
	Real and Personal	10-1-09 to 9-30-10		
	Deductible		2,500	
		City Hall/Police		6,813,700
		City Hall/Police contents		729,004
		Civic Center		5,014,500
		Civic Center contents		1,400,000
		City Hall Annex		302,400
		City Hall Annex contents		25,000
		Fine Arts		480,450
		Sewer Treatment Plant		790,144
		Recycling Building		516,400
		Recycling Building contents		500,000
		Wastewater Administration Building		384,100
		Administration Building contents		50,000
		Wastewater Treatment Buildings		2,060,900
		Solid Waste Building		1,070,800
		Solid Waste Building contents		10,000
		Animal Control		930,200
		Animal Control contents		10,000
		Animal Control Barn		29,700
		Kurth Memorial Library		6,383,000
		Kurth Memorial Library contents		3,000,000
	Police Radio Antenna		100,000	
	Computer Equipment		2,500,000	

**CITY OF LUFKIN, TEXAS
INSURANCE COVERAGE - CONTINUED
FOR THE YEAR ENDED SEPTEMBER 30, 2010**

Insurer	Risk Covered	Period Covered	Amount of Insurance
	Real and Personal - continued		
Texas Municipal League	Community Center Building - Keltys		\$ 227,400
	Community Center Building - Keltys - contents		6,000
	Community Center Building - Pershing		237,700
	Community Center Building - Pershing contents		6,000
	Downtown Center		1,141,100
	Downtown Center contents		33,000
	Fire Station 1		636,500
	Fire Station 1 contents		115,000
	Fire Station 3		300,000
	Fire Station 3 contents		25,500
	Fire Station 4		938,800
	Fire Station 4 contents		124,000
	Communication Tower		45,600
	Fire Station 2815 S. John Redditt		289,900
	Fire Station 2815 S. John Redditt contents		102,000
	Fire Station 5		269,300
	Fire Station 5 contents		29,600
	Fire Station 6		2,875,700
	Fire Station 6 contents		29,600
	Goldstar EMS Building -Ellis Ave		249,200
	Goldstar EMS Building contents		61,300
	Southbase Police Office- contents		160,000
	Small Animal Building - Zoo		291,900
	Small Animal Building - Zoo (Content)		250,000
	Entrance Gift/Food Concession Zoo		92,600
	Entrance Gift/Food Concession Content		75,000
	Hippo Pool Zoo		692,800
	Large Cat Exhibit Zoo		250,000
	Large Cat Exhibit Zoo Content		3,500
	Office/Residence Zoo		111,600
	Office/Residence Zoo Content		100,000
	Clinic/Isolation Zoo		104,200
	Clinic/Isolation Zoo Content		250,000
	Necropsy/Freezer Zoo		55,300
	Necropsy/Freezer Zoo Content		15,000
	Giraffe/Rhino Exhibit Zoo		143,200
	Giraffe/Rhino Exhibit Zoo Content		15,000
	Admissions/Restroom		113,600
	Admissions/Restroom Content		8,000
	Entrance Cover/Zoo Circle		3,300
	Hippoquarium Building		54,700
	Hippoquarium Building Content		20,000

**CITY OF LUFKIN, TEXAS
INSURANCE COVERAGE - CONTINUED
FOR THE YEAR ENDED SEPTEMBER 30, 2010**

Insurer	Risk Covered	Period Covered	Amount of Insurance
Texas Municipal League	Real and Personal - continued		
	Hippoquarium Shelter		\$ 2,000
	Hippoquarium Shelter Content		1,000
	Hippoquarium Shelter		2,300
	Hippoquarium Shelter Content		1,800
	Giraffe/Rhino Exhibit Shelter		3,600
	Giraffe/Rhino Exhibit Shelter Content		2,400
	Giraffe/Rhino Exhibit Shelter		2,400
	Giraffe/Rhino Exhibit Shelter Content		1,800
	Giraffe/Rhino Exhibit Shelter		2,400
	Giraffe/Rhino Exhibit Shelter Content		1,800
	Old City Hall 210 E. Lufkin Ave.		628,900
	Offices/3Bay Garage		389,700
	Offices/3bay Garage Content		300,000
	Spray Play/Canopy/Sail		32,000
	Spray Play - Pershing		102,000
	Spray Play - Timberland		102,000
	Spray Play - Martin Luther King Jr.		102,000
	Basketball Court and Light Fixture		100,000
	Concession/Restroom/MTC/Pavillion		75,000
	Conession/Restroom - contents		50,000
	(8 Fields) of Light Poles		800,000
	Concession- Windsor		63,700
	(5 Fields) of Lights		500,000
	Parking Lot Lights		100,000
	Storage Building		95,800
	Storage Building-Contents		30,000
	Residence-3110 Southwood		124,700
	Restrooms-Zoo		86,700
	Restrooms-Zoo (Contents)		1,000
	Storage -Zoo		5,300
	Storage - Zoo Contents		80,000
	Animal Exhibit/Holding		31,400
	Animal Exhibit/Holding (Contents)		4,000
	Visitors Pathways		15,840
	Lift Station 701		150,000
	Lift Station 702		150,000
	Lift Station 704		40,000
	Lift Station 705		45,000
	Lift Station 706		80,000
Lift Station 707		90,000	
Lift Station 708		80,000	
Lift Station 709		75,000	
Lift Station 710		80,000	

**CITY OF LUFKIN, TEXAS
INSURANCE COVERAGE - CONTINUED
FOR THE YEAR ENDED SEPTEMBER 30, 2010**

Insurer	Risk Covered	Period Covered	Amount of Insurance
	Real and Personal - continued		
Texas Municipal League	Lift Station 711		\$ 50,000
	Lift Station 713		75,000
	Lift Station 714		50,000
	Lift Station 716		75,000
	Lift Station 722		80,000
	Lift Station 724		60,000
	Lift Station 712S		50,000
	Lift Station 715S		80,000
	Lift Station 718S		40,000
	Lift Station 719S		40,000
	Lift Station 720S		40,000
	Lift Station 721S		40,000
	Lift Station 723S		40,000
	Lift Station 725		30,000
	Lift Station 726		80,000
	Lift Station 727		40,000
	Water Well 3		1,000,000
	Water Well 5		1,000,000
	Water Well 6		1,000,000
	Water Well 7		1,000,000
	Water Well 9		1,000,000
	Water Well 10		1,000,000
	Water Well 11		1,000,000
	Water Well 12		1,000,000
	Water Well 13		1,000,000
	Water Well 14		1,000,000
	Water Well 15		1,000,000
	Pump Station Lab/office		127,000
	Chlorination Bldg		45,900
	Pump Station Office		45,000
	Chlorination Bldg		26,100
	200hp Blower #6		60,000
	Sludge Transfer Pumps		35,000
	Restrooms		105,000
	Concession/Restrooms		89,300
	Equipment Maintenance Building		46,400
	Pavilion		41,000
	Warehouse		322,600
	Office		787,900
	Vehicle Storage		133,100
	Washbay		100,506
	Fuel Station		9,692
	Sewer Rehab Building		36,200

**CITY OF LUFKIN, TEXAS
INSURANCE COVERAGE - CONTINUED
FOR THE YEAR ENDED SEPTEMBER 30, 2010**

Insurer	Risk Covered	Period Covered	Amount of Insurance
Texas Municipal League	Real and Personal - continued		
	Recycling Warehouse		\$ 162,800
	Educational Building		1,129,900
	Fuel Station		9,692
	Intake Structure(River)/Pump Station		2,000,000
	Intake Structure/Pump Station (Rivercrest Red)		2,000,000
	Pumping Station -N. Davisville Rd		2,000,000
	2M gal Elevated Water Tank		1,000,000
	2M gal Elevated Water Tank		1,000,000
	Water Well #21		138,000
	Water Well #22		138,000
	Water Well #23		138,000
	Water Well #24		138,000
	Water Well #25		138,000
	Water Well #26		138,000
	Water Well #28		138,000
	Water Well #29		138,000
	Water Well #30		138,000
	Water Well #31		138,000
	Water Well #32		138,000
	Water Well #33		138,000
	Water Well #34		138,000
	Maintenance Building		1,500,000
	Kurth Lake Lodge		200,000
	Kurth Lake Lodge Contents		10,000
	Caretake House		200,000
	12K gal Unleaded Gas Tank- Davis St.		40,000
	12K gal Unleaded Gas Tank-Davis St. Contents		20,000
	12K gal Diesel Tank - Davis St.		40,000
	12K gal Diesel Tank- Davis St. Contents		20,000
	12k gal Unleaded Gasoline Tank- S. Park		40,000
	12K gal Unleaded Gasoline Tank- S. Park Contents		20,000
	12K gal Diesel Tank -500 S. Park		40,000
	12K gal Diesel Tank-500 S. Park Contents		20,000
	Coverage Extensions		
	Deductible		2,500
Valuable Papers & Records		10,000	
Accounts Receivable		10,000	
Loss of Revenues		25,000	
Personal Property - Employees		5,000	
Leasehold Interest		5,000	
Outdoors Trees & Shrubs		10,000	
(\$250.00 each)			
Supplemental Sewage Backup			
Deductible		500	
each structure		25,000	
each occurrence		50,000	

**CITY OF LUFKIN, TEXAS
INSURANCE COVERAGE - CONTINUED
FOR THE YEAR ENDED SEPTEMBER 30, 2010**

Insurer	Risk Covered	Period Covered	Amount of Insurance
Texas Municipal League	Mobile Equipment	10-1-09 to 9-30-10	
	John Deere Excavator - 1994		\$ 132,295
	Wirtgen asphalt milling machine		210,000
	Gradall Excavator - 2000		178,421
	Alamo Mower - 2001		70,299
	John Deere Backhoe - 2003		61,294
	Ford Tractor		27,000
	Volvo Wheel Loader		73,218
	Mustang Cat Motorgrader		151,064
	John Deere Tractor		23,415
	Gradall Excavator		223,536
	John Deere Excavator		47,605
	John Deere Skid Steer Loader		27,600
	John Deere 2000 LC		156,308
	John Deere Backhoe		70,651
	John Deere Backhoe		61,888
	John Deere Backhoe		70,651
	Case Forklift		45,374
	John Deere 310SG Backhoe		57,838
	Case 580L Backhoe		35,000
	John Deere 310 Backhoe		41,934
	Blaw-Know PF-2181 Asphalt Paver		193,892
	John Deere 310SG 4WD Backhoe		68,183
	John Deere 35C Compacted Excavator		35,483
	John Deere 200LC Excavator		128,950
	John Deere 450 Bulldozer		61,050
	John Deere 410J Backhoe-4WD		91,936
	Caterpillar CB434D Compactor		101,500
	John Deere 450GLGP Dozer		64,730
	Deductible		2,500
		Auto Physical Damage	10-1-09 to 9-30-10
	Deductible each vehicle		500
	Deductible per occurrence		10,000
Deep East Texas Self Insurance Fund	Workers' Compensation		Statutory

