



2023–2024 Annual Report

*Building for the Future:
The Next 50 Years*

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WHO WE SERVE

The Pool is an intergovernmental, risk-sharing partnership, formed in 1974 by the members of the Texas Municipal League for the purpose of offering workers' compensation, liability, and property protection to Texas political subdivisions including:

Cities • Housing Authorities • Municipal Utility Districts • Water & Irrigation Districts • Tax Appraisal Districts • Fire Districts/Emergency Service Districts • Hospital Districts • Transit Authorities • Councils of Government • 911 Districts • Drainage Districts • Flood Control Districts • Navigation Districts & Authorities • Public Utility Boards • River Authorities • Airports • Downtown Management & Improvement Districts • Conservation & Reclamation Districts • MHMR Districts • Toll Road Authorities • Library Districts



GOVERNANCE

The Pool's mission, objectives, and overall policy governance is set by the Board of Trustees, who are elected and appointed officials that represent the membership.

MISSION STATEMENT

The Mission of the Texas Municipal League Intergovernmental Risk Pool is to offer and provide Texas municipalities and other units of local government with a stable and economic source of risk financing and loss prevention services.

OBJECTIVES

- Educate members about avoiding and reducing risks
- Control losses with effective legal defense and claims handling
- Anticipate emerging risks
- Be aware of and anticipate emerging state and national trends
- Provide appropriate coverages that meet the needs of the Pool's members
- Serve as an expert source of information on risk management for cities, other units of local government, and the Texas Municipal League
- Develop, train, and retain highly qualified staff

CORE VALUES

The Pool adheres to the following four core values to fulfill its mission:

● **FISCAL RESPONSIBILITY** ● **INTEGRITY** ● **OPERATIONAL EXCELLENCE** ● **PUBLIC SERVICE**

SERVING MEMBERS SINCE 1974

- Financially resilient & stable
- Stable rates for members
- Member support for catastrophic losses
- Workers' Compensation coverage for over 202,887 employees
- Protecting over \$64 billion of municipal property

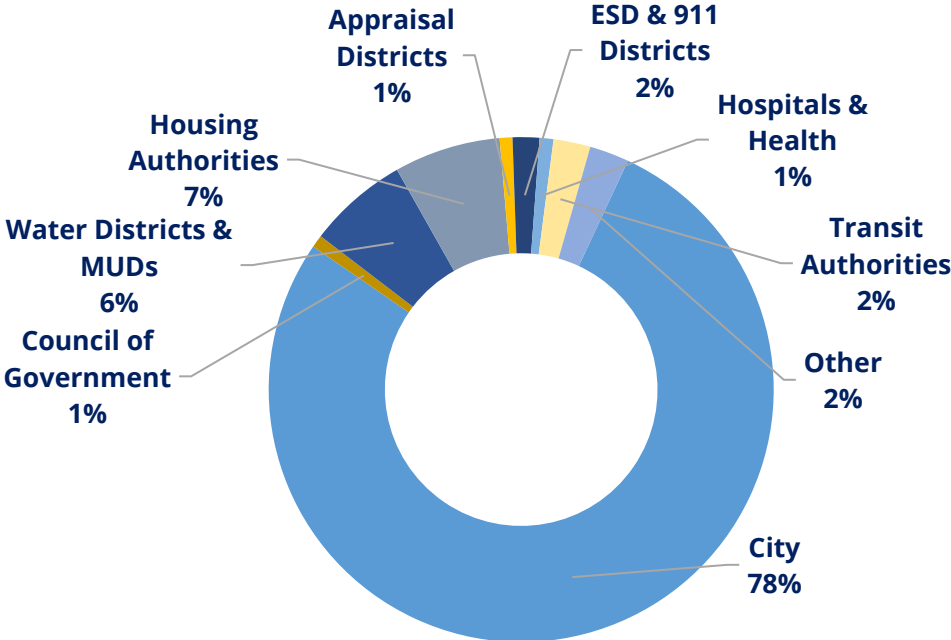
FINANCIAL & OPERATIONAL HIGHLIGHTS

REVENUES OVER (UNDER) EXPENSES		
FISCAL YEARS ENDING SEPTEMBER 30, 2024 & 2023		
(In Thousands)	2024	2023
Revenues Over (Under) Expenses BEFORE Unrealized Gains/(Losses)	\$31,941	\$9,645
Unrealized Investment Gains/(Losses)	75,488	(5,279)
Revenues Over (Under) Expenses AFTER Unrealized Gains/(Losses)	\$107,429	\$4,366

NET POSITION		
AS OF SEPTEMBER 30, 2024 & 2023		
(In Thousands)	2024	2023
Net Position BEFORE Cumulative Unrealized Gains/(Losses)	\$390,226	\$358,288
Cumulative Unrealized Investment Gains/(Losses)	(16,564)	(92,053)
Net Position AFTER Cumulative Unrealized Gains/(Losses)	\$373,662	\$266,235

Total Contributions - \$331,329,009

At September 30, 2024



BOARD OF TRUSTEES



Bert Lumbreras, Chair
Appointed Citizen Member
Place 5



Austin Bless, Vice Chair
Jersey Village
Place 4



J.W. (Buzz) Fullen
Henderson
Place 1



Emily Crawford
Brownwood
Place 2



David Rutledge
Bridge City
Place 3



Kimberly Meisner
Kerrville
Place 6



Mary M. Dennis
Live Oak
Place 7



Chris Coffman
Granbury
Place 8



Opal Mauldin-Jones
Lancaster
Place 9



Mike Alexander
Appointed Citizen Member
Place 10



Randy Criswell
Wolfforth
Place 11



**Allison Heyward
Schertz**
Place 12



Harlan Jefferson
Burleson
Place 13



Mike Land
Coppell
Place 14



Rickey Childers
Appointed Citizen Member
Place 15



Bennett Sandlin
Austin
TML Representative



Holly Gray
Roanoke
TML Representative
Ex-Officio

Letter from the Chair

CELEBRATING OUR PAST AND BUILDING FOR THE FUTURE

Dear Fellow Members:

On behalf of the Texas Municipal League Intergovernmental Risk Pool Board of Trustees, I am honored to present the Pool's 2023-24 Annual Report. Serving as Board Chair is a privilege, and I am deeply grateful to Chair-Emeritus Mary M. Dennis for her exemplary leadership. Together with our dedicated Board and staff, I look forward to advancing our shared mission to stabilize coverage costs, enhance member operations, and deliver outstanding loss prevention services.

This year, we celebrated 50 years of the Pool's enduring success, a testament to our strong partnership and unwavering commitment to our core values: fiscal responsibility, public service, integrity, and operational excellence. These principles continue to guide every aspect of our work, ensuring the long-term stability and effectiveness of our organization.

In 2023-24, the Pool achieved remarkable financial milestones. Favorable financial markets, strategic diversification and disciplined portfolio management led to the strongest investment performance in over a decade. Despite inflationary pressures from property and auto losses, rising reinsurance costs, and social inflation, the Pool's net position increased to \$390.2 million. Additionally, revenues exceeded expenses by \$31.9 million.

A key indicator of the value we provide is the Pool's 10-year combined operating ratio of 99.9%. (That percentage simply means for every \$100 of revenue over that period, all but 10 cents was used to pay for Members' claims and operational expenses.) This figure reflects our steadfast commitment to fiscal responsibility and operational excellence. This achievement underscores the strength of our partnership and the Pool's dedication to serving members.

Financial diversification has been central to the Pool's success. By balancing risks across lines of coverage and investment portfolios, we have mitigated market volatility and ensured financial resilience. That performance is at the core of the Pool's Mission. For instance, in 2024, strong performance in the workers' compensation program bolstered the Pool's financial position, offsetting losses in liability and property programs. This dynamic reversed the experience during the pandemic when favorable property program performance compensated for higher workers' compensation losses. Diversification remains a cornerstone of the Pool's strategy, safeguarding the Pool's capacity and stability for the future.

Operational excellence and innovation are at the heart of our service to members. Over the past year, we implemented several initiatives to enhance your experience and support your operations, including:

- Hiring an assistant director to improve operational efficiency and member relations.
- Conducting an organizational culture survey and implementing strategies to promote employee success.
- Revamping the Pool's cyber program to provide preventative resources and comprehensive coverage.
- Upgrading member portal features to streamline your online interactions.
- Intensifying loss prevention efforts, particularly in law enforcement excellence and roadway safety.

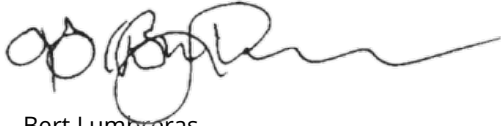
These efforts reflect our commitment to continuous improvement and our mission to provide exceptional service and support. You can find more details about these initiatives throughout this report.

Looking ahead, we are committed to Building for the Future. To that end, the Pool has partnered with TML to plan the future location of the Texas Municipal Center. In 2025, the two organizations will issue a request for proposals to identify a relocation strategy, which could be anywhere within the Central Texas region. A key objective of this effort is to create additional meeting space for both the Pool and TML while also relocating staff offices. This initiative aims to enhance the Texas Municipal Center's value and accessibility to the municipal community both organizations proudly serve.

Guided by our core values, we aim to strengthen our partnership and enhance our services to meet the evolving needs of our members. Together, we will continue to create a sustainable and secure future for the next 50 years and beyond.

Thank you for your trust and collaboration. The partnership among Members is the foundation of our collective success, and we remain steadfast in our dedication to serving you with integrity, fiscal responsibility, operational excellence, and a deep commitment to public service.

Sincerely,

A handwritten signature in black ink, appearing to read 'Bert Lumbreras', with a long horizontal flourish extending to the right.

Bert Lumbreras
Chair, Board of Trustees
Texas Municipal League Intergovernmental Risk Pool





INDEPENDENT AUDITOR'S REPORT

To the Board of Trustees of
Texas Municipal League Intergovernmental Risk Pool
Austin, Texas

Opinion

We have audited the accompanying financial statements of each major fund of the Texas Municipal League Intergovernmental Risk Pool (the "Pool"), which comprise the statements of net position as of September 30, 2024 and 2023, and the related statements of operations and changes in net position and cash flows for the years then ended, and the related notes to the financial statements.

In our opinion, the financial statements of each of the major fund referred to above present fairly, in all material respects, the financial position of Texas Municipal League Intergovernmental Risk Pool as of September 30, 2024 and 2023, and the changes in its net position and its cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinion

We conducted our audits in accordance with auditing standards generally accepted in the United States of America. 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 Texas Municipal League Intergovernmental Risk Pool and to meet our other ethical responsibilities in accordance with the relevant ethical requirements relating to our audits. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America, 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 Texas Municipal League Intergovernmental Risk Pool's ability to continue as a going concern within one year after the date that the financial statements are available to be issued.

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 opinion. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards 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, including omissions, are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with generally accepted auditing standards, 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 Texas Municipal League Intergovernmental Risk Pool'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 Texas Municipal League Intergovernmental Risk Pool'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, ten-year claims development information, schedule of changes in net pension liability and related ratios, schedule of employer pension contributions, schedule of changes in OPEB liability and related ratios, and schedule of employer OPEB contributions be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We 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.

Introductory Information

Management is responsible for the other information included in the annual report. The other information comprises the introductory section but does not include the financial statements and our auditor's report thereon. Our opinion on the financial statements does 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 financial statements, our responsibility is to read the other information and consider whether a material inconsistency exists between the other information and the 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.

Armanino, LLP

Armanino^{LLP}
Austin, Texas

December 13, 2024



Management's Discussion & Analysis

MANAGEMENT’S DISCUSSION AND ANALYSIS

Management’s Discussion and Analysis (MD&A) of the Texas Municipal League Intergovernmental Risk Pool (Pool) provides a narrative overview and analysis of the financial activities of the Pool for the fiscal year ended September 30, 2024. The information presented herein should be considered in conjunction with the detailed information provided in the basic financial statements, notes to financial statements, and required supplementary information.

OVERVIEW OF FINANCIAL STATEMENTS

FUND ACCOUNTING AND FINANCIAL STATEMENTS

The Pool has five operating funds that are accounted for as self-sustaining business-like activities or enterprise funds. The Pool's five funds are the Workers' Compensation, Liability, Property, Reinsurance, and Stability Funds that by policy are classified as major funds.

The Statement of Net Position presents the Pool's assets, liabilities, and net position at the end of the two most recent fiscal years. The Statement of Operations and Changes in Net Position shows how the Pool's Net Position has changed during the two fiscal years. All interrelated balances and transactions have been eliminated and are presented in a separate column. The Statement of Cash Flows shows cash received and used by the Pool during the year and presents a reconciliation of revenues over expenses to net cash provided by operating activities.

UNREALIZED INVESTMENT GAINS (LOSSES)

Governmental Accounting Standards Board (GASB) Statement 31 requires the Pool to include unrealized investment gains and losses as a component of investment income. Unrealized investment gains (losses) occur when the market value of investment holdings fluctuates. Due to the volatility of market conditions and the resulting unrealized gains (losses), as well as the Pool's intent to hold most investments until maturity (in the case of bonds), the Pool makes many key financial decisions, including rate setting, without considering unrealized gains (losses). Some of the financial information and analysis in the MD&A separates unrealized gains (losses) to provide a clearer picture of the financial results of the Pool.

FINANCIAL HIGHLIGHTS AND ANALYSIS

The Pool's financial condition strengthened in 2024 (Fiscal-Year 2023-24) as the Pool celebrated 50 years of partnership with local governments in Texas. Revenues exceeded expenses in 2024 on a consolidated basis as the strong performance of the Workers' Compensation and Reinsurance Funds offset the unfavorable results of the Property and Liability Funds. Member contributions to the Pool help pay for claim losses and are based on each Member's risk profile and claim loss experience. Catastrophic or shock losses are generally funded by the Pool's Members' equity. To assure that the Pool can withstand catastrophic losses, a capital adequacy assessment is performed to determine a target range for Member's equity to not only withstand shock losses, but to continue as a financially strong risk pool after such losses.

Favorable market conditions led to significant unrealized investment gains. Financial markets for both bonds and stocks improved during the year due to stable economic growth and lower inflation. Unrealized investment gains of \$75.5 million this year followed two fiscal years of significant unrealized investment losses caused by extraordinary financial market volatility. Unrealized investment losses are “paper losses” that won't be recognized if the Pool holds the investments to maturity. Due to the Pool's investment policy to match investment maturities with projected liability obligations (claim reserves), the Pool's intention is to hold investments to maturity and not sell investments at a loss. In other words, the Pool does not expect to recognize any of the unrealized investment losses. In addition, all investments are either government-backed securities, investment

grade corporate bonds, or well-diversified mutual funds. Per accounting standards, unrealized losses are included in the financial statements but are excluded in the Pool's financial decisions including setting Member rates. Therefore, it's important to analyze the financial statements with and without unrealized investment losses. This analysis highlights the financial and operational results of the Pool.

CONDENSED STATEMENTS OF OPERATIONS AND CHANGES IN NET POSITION				
AS OF SEPTEMBER 30, 2024, 2023 & 2022				
(\$ In Thousands)		2024	2023	2022
REVENUES	Earned Contributions	\$331,329	\$282,155	\$241,372
	Reinsurance Expense	(37,793)	(26,514)	(20,845)
	Investment Income (w/Unrealized Gains/(Losses))	107,533	22,637	(102,888)
	Other Revenues	1,156	1,030	1,102
	TOTAL REVENUES	402,225	279,308	118,741
EXPENSES	Net Losses and Loss Adjustment Expenses	236,425	220,863	194,146
	G&A, Pension and Contract Service Fees	58,371	54,079	44,024
	TOTAL EXPENSES	294,796	274,942	238,170
	Cumulative Effect of Change in Accounting Principle	-	(6)	-
	Return of Net Position (Equity)	(2)	(38)	-
	CHANGE IN NET POSITION	107,427	4,322	(119,429)
	Net Position - Beginning	266,235	261,913	381,342
	NET POSITION - ENDING	\$373,662	\$266,235	\$261,913

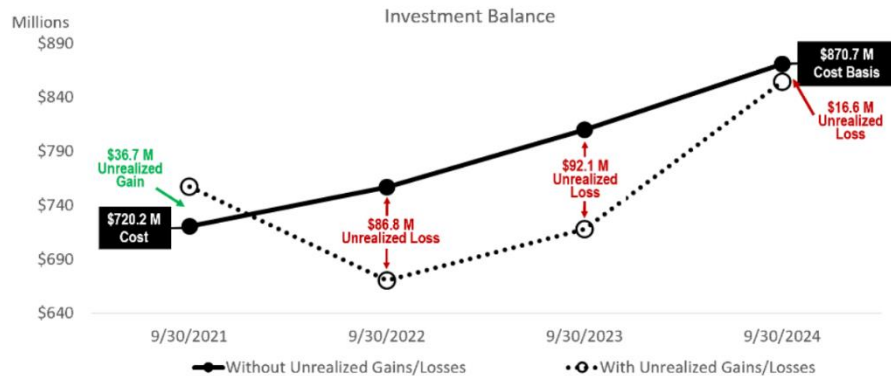
As mentioned, unrealized investment gains (losses) occur when the market value of investments changes due to market conditions. Due to the volatility of the market and changes in market value, the chart below removes unrealized gains (losses) for a better view of financial results and conditions of the Pool.

REVENUES OVER (UNDER) EXPENSES				
FISCAL YEARS ENDING SEPTEMBER 30, 2024, 2023 & 2022				
(\$ In Thousands)		2024	2023	2022
	Revenues Over (Under) Expenses BEFORE Unrealized Gains/(Losses)	\$31,941	\$9,645	\$4,043
	Unrealized Investment Gains/(Losses)	75,488	(5,279)	(123,472)
	Revenues Over (Under) Expenses AFTER Unrealized Gains/(Losses)	\$107,429	\$4,366	(\$119,429)

NET POSITION				
AS OF SEPTEMBER 30, 2024, 2023 & 2022				
(\$ In Thousands)		2024	2023	2022
	Net Position BEFORE Cumulative Unrealized Gains/(Losses)	\$390,226	\$358,288	\$348,686
	Cumulative Unrealized Investment Gains/(Losses)	(16,564)	(92,053)	(86,773)
	Net Position AFTER Cumulative Unrealized Gains/(Losses)	\$373,662	\$266,235	\$261,913

Key Notes on Financial Results

- Revenues over (under) expenses before unrealized gains (losses) increased to \$31.9 million in 2024 after revenues exceeded expenses by \$9.6 million in 2023. The growth was the result of favorable workers' compensation underwriting margins offset with significant auto liability losses.
- As an example of how the volatility of unrealized investment gains (losses) impacts financial results, the Pool began the 2024 fiscal year with cumulative unrealized investment losses of \$92.1 million and ended the year with unrealized investment losses of \$16.6 million. Per accounting standards, the \$75.5 million favorable swing is included in the financial statements. The investment balance without unrealized investment gains (losses) grew by \$60.8 million.



MEMBER CONTRIBUTIONS

Combined earned contributions rose \$49.1 million in 2024 to \$331.3 million. Contributions were \$282.2 million and \$241.4 million in 2023 and 2022, respectively. Contributions rose due to rate increases from higher claim losses and exposure growth. Contributions by fund were as follows:

EARNED CONTRIBUTIONS		
AS OF SEPTEMBER 30, 2024 & 2023		
(\$ In thousands)	2024	2023
Workers' Compensation	\$104,014	\$94,229
Liability	76,609	65,504
Property	150,706	122,423
Total	\$331,329	\$282,155

Key Member Contributions Notes

- Combined contributions were \$49.1 million or 17.4% higher than last year due to higher claim losses.
- Workers' Compensation contributions were \$9.7 million higher than last year due to increasing payrolls of Members in 2024 and payroll audit adjustments of 2022/23 contracts were \$6.9 million.
- Liability contributions were \$11.1 million or 17% higher than last year as auto liability and law enforcement claims losses drove 10% rate increases to both lines of coverage. Additional increases were due to experience modifier adjustments and exposure increases across all liability lines of coverage.
- Property contributions were \$28.3 million or 23.1% higher than last year as claim losses drove an overall 7% increase in rates and a 12% inflationary factor to all scheduled building values and contents (8%) for Real and Personal Property contributions.

INVESTMENT INCOME

Total investment income (including unrealized gains (losses)) was \$107.5 million and \$22.6 million in 2024 and 2023, respectively. Investment income before unrealized gains (losses) was \$32 million compared to \$27.9 million last year due to higher realized gains/dividend income and lower amortization expense. The strong investment results were supported by enhanced portfolio diversification, stable economic growth, lower inflation, and a more favorable monetary policy (lower interest rates). Unrealized investment gains were \$75.5M million compared to unrealized losses of (\$5.3) million last year as the market value of bonds and stocks rebounded due to stable long-term interest rates and better inflation indications.

INVESTMENT INCOME		
12 MONTHS ENDING SEPTEMBER 30, 2024 & 2023		
	2024	2023
Interest Income	\$29,992,953	\$24,843,792
Dividend Income	4,839,166	3,874,283
Amortization Expense	(2,179,588)	(3,219,730)
Realized Gains (Losses)	(607,868)	2,417,928
Investment Income <i>before</i> Unrealized Gains (Losses)	\$32,044,663	\$27,916,273
Unrealized Gains (Losses)	75,488,173	(5,279,499)
Investment Income after Unrealized Gains (Losses)	\$107,532,836	\$22,636,774

The Lifetime Benefits Investment Portfolio (LTB) is the Pool's long-duration portfolio established in accordance requirements of Chapter 504 of the Texas Labor Code to invest assets for the interest of current and future beneficiaries of workers' compensation death and lifetime income benefits (see notes to financial statements). Since the inception in March 2020, the LTB portfolio has improved the risk-return profile, enhanced returns, and added to the overall portfolio diversification.

The government portfolio incurred unrealized gains of \$42.8 million while the LTB portfolio recorded unrealized gains of \$32.7 million. The LTB portfolio recorded realized losses of (\$607,868) million due to a rebalancing of the corporate bonds to secure higher yield opportunities.

INVESTMENT INCOME BY PORTFOLIO			
12 MONTHS ENDING SEPTEMBER 30, 2024			
	Government Portfolio	Lifetime Benefits Portfolio	Combined
Interest Income	\$25,572,455	\$4,420,498	\$29,992,953
Dividend Income	-	4,839,166	4,839,166
Amortization Expense	(1,895,723)	(283,865)	(2,179,588)
Realized Gains (Losses)	-	(607,868)	(607,868)
Investment Income	\$23,676,732	\$8,367,931	\$32,044,663
Unrealized Gains (Losses)	42,780,510	32,707,663	75,488,173
Investment Income (w/unrealized gains/(losses))	\$66,457,242	\$41,075,594	\$107,532,836

REINSURANCE EXPENSE

Reinsurance expenses paid to external reinsurers were \$37.8 million in 2024, \$26.5 million in 2023, and \$20.8 million in 2022. External reinsurance is primarily used to protect against catastrophic property losses.

Property Reinsurance Placement as of September 30, 2024

May 1, 2024 - April 30, 2025 policy period

The percentages shown apply both to premiums and losses

Risk Financing	\$20M X \$380M	100% Outside Reinsurers		Capital Adequacy
	\$80M X \$300M	95% Outside Reinsurers	5% Reins Fund	
	\$50M X \$250M	95% Outside Reinsurers	5% Reins Fund	
	\$50M X \$200M	95% Outside Reinsurers	5% Reins Fund	
	\$50M X \$150M	95% Outside Reinsurers	5% Reins Fund	
	\$50M X \$100M	95% Outside Reinsurers	5% Reins Fund	
	\$50M X \$50M	95% Outside Reinsurers	5% Reins Fund	
	\$25M X \$25M	36.5% (Primary Layer) Outside Reinsurers	57.5% (2nd Event) Outside Reinsurance	
	\$15M X \$10M	50% Property Fund	50.0% Reinsurance Fund	
	\$6M X \$4M	50% Property Fund	50.0% Reinsurance Fund	
		\$4 Million TMLIRP Property Fund		

Key Reinsurance Notes

- Effective May 1, 2024, the Pool increased its retention to 63.5% of the \$25 million excess of \$25 million layer and 100% below.
- A second event cover for 57.5% of the \$25 million excess of \$25 million layer was placed effective May 1, 2024.
- The Pool added an additional layer to the property reinsurance program, \$100 million excess of \$300 million.
- The Property Fund retains the first \$4 million of a property occurrence and shares 50-50 with the Reinsurance Fund for the \$21 million excess of \$4 million layer.
- External reinsurance expenses continued to increase significantly in both 2024 and 2023 due to the following:

- Higher reinsurance rates due to global reinsurance market conditions, additional layers placed, and the Pool's loss experience resulted in a 2024 reinsurance expense total of \$37.8 million and increases of 42% and 27% in 2024 and 2023, respectively.
- The Pool increased its coverage by \$100 million up to \$400 million with all but 5% of the \$80 excess of \$300 million layer assumed by external reinsurance.
- The Pool placed a "Second Event Coverage" for 57.5% of the \$25M X \$25M layer, meaning that if the Pool had more than one event that exhausted \$25M in coverage, a second layer of coverage would provide an additional backstop in the event of multiple catastrophic occurrences. This coverage was initiated in 2022-23 and increased in 2023-24.

NET LOSSES & LOSS ADJUSTMENT EXPENSES

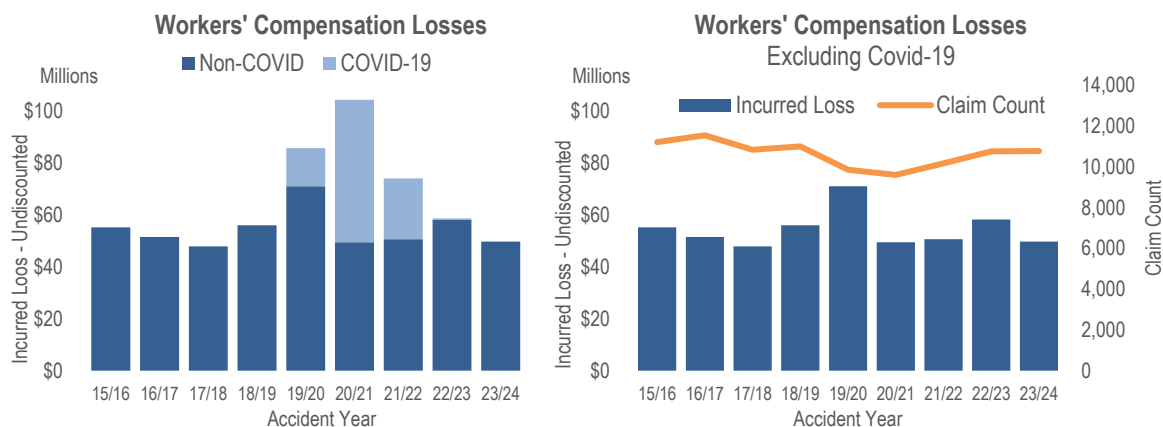
Net losses and loss adjustment expenses increased by \$15.6 million to \$236.4 million. Net losses and loss adjustment expenses were \$220.9 million and \$194.1 million in 2023 and 2022, respectively. Reported losses (paid and case reserves) were \$32.3 million higher than last year due to significant property losses below the Pool's \$10 million retention and auto liability loss activity.

NET LOSSES & LOSS ADJUSTMENT EXPENSES								
THREE-YEAR COMPARISON								
Fund Year	Workers' Compensation	Liability	Property	Reinsurance	Total			Total Losses
					Reported Losses	Other Losses	IBNR	
2023-24	\$46.8M	\$77.0M	\$98.2M	\$12.5M	\$234.5M	\$7.1M	(\$5.2M)	\$236.4M
2022-23	\$47.6M	\$60.2M	\$87.9M	\$6.5M	\$202.2M	\$5.8M	\$12.8M	\$220.9M
2021-22	\$69.8M	\$54.1M	\$56.4M	\$5.0M	\$185.3M	\$4.2M	\$4.6M	\$194.1M

Key Net Losses & Loss Adjustment Expenses Notes

Workers' Compensation Fund

- In 2024, current-year losses were \$51.0 million and prior-years' losses increased by \$800,000. In 2023, current-year losses were \$48.5 million and prior-years' losses increased by \$4.5 million.
- The Pool discounts claim reserves in the Workers' Compensation Fund for all unpaid lifetime benefits to beneficiaries of employees fatally injured on the job (see notes to the financial statements).
- Post COVID-19 pandemic experience continues to be favorable both in terms of frequency and severity.



Liability Fund

- Current-year and prior-years' losses were \$65.1 million and \$9.6 million, respectively. In 2023, current-year and prior-years' losses were \$57.6 million and \$7.6 million, respectively. Both current-year and prior-years' losses included Independent Adjuster fees.
- Auto liability losses continue to be the loss leader and are increasing at significant rates due to a surge in automobile activity after the COVID-19 pandemic and inflationary pressures. All other coverages combined have had stable experience over the last three years.

Property Fund

- Current-year losses and prior-years' losses were \$94.4 million and \$2.5 million, respectively in 2024. In 2023, current-year losses were \$94.0 million and prior years' losses decreased by \$6.3 million. Both current-year and prior-years' losses included Independent Adjuster fees.
- For both 2024 and 2023, all losses were below the \$15 million occurrence level. Previously, when losses were near or above \$100 million, it was due to a significant occurrence such as Hurricane Harvey or the winter storm Uri.

Reinsurance Fund

- In 2024, current-year losses were \$9.8 million from property losses. In 2023, current-year losses were \$10.9 million, exclusively from property losses.
- Combined current-year property losses in both the Property and Reinsurance Funds for 2024 and 2023 are \$104.1 million and \$104.9 million, respectively. All property program losses in the last two years have been below the \$15 million occurrence level.

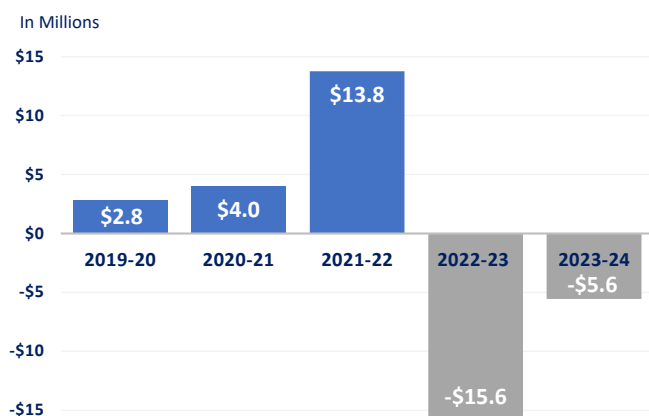
OPERATING EXPENSES (G&A, CONTRACT SERVICE FEES and PENSION EXPENSES)

Operating expenses in 2024 were \$58.4 million compared to \$54.1 million in 2023. Personnel-related costs accounted for 68.0% of operating expenses in 2024 and 2023. The expense ratio (operating expenses to net contributions) was 19.8% in 2024 compared to 21.2% in 2023. The increase in operating expenses were due to the implementation of several operating initiatives; however, net contribution increases outpaced operating expenses which resulted in a decrease in the expense ratio.

Operating Expenses	September 30, 2024	September 30, 2023
General & Administrative Expenses	\$53,394,153	\$46,773,560
Contract Service Fees	1,620,424	1,029,806
Pension Expense	3,356,432	6,275,197
Operating Expenses	\$58,371,009	\$54,078,563

Pension Liability (Asset)

Accounting standards require the Pool to recognize changes in its Texas Municipal Retirement System (TMRS) pension liability (asset) by incurring expenses or revenues associated with the financial results of the Pool's pension plan. Investment returns of the TMRS pension plan have a significant impact on the Pool's pension liability (asset). Last year, the Pool had a net pension liability at TMRS of (\$15.6) million. Due primarily to unrealized investment gains in the TMRS pension plan (in 2023), the Pool's pension liability lessened to (\$5.6) million. The \$10 million favorable balance change is spread out over five years to smooth out the effect of the annual change. To the right is the Pension Liability (Asset) change in the last five years.



CONDENSED STATEMENTS OF NET POSITION

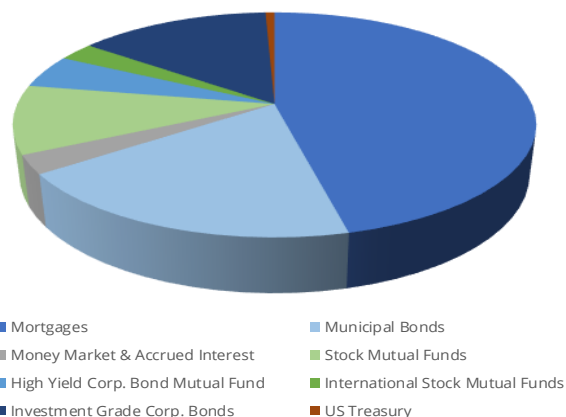
AS OF SEPTEMBER 30, 2024, 2023 & 2022

(In Thousands)	2024	2023	2022
ASSETS AND DEFERRED OUTFLOWS			
Cash, investments, and accrued interest	\$854,129	\$717,779	\$673,746
Capital assets, net	26,281	23,998	14,965
Other assets	11,733	10,521	10,986
Net pension asset	-	-	13,764
Deferred outflows/(inflows) of pension resources	8,215	18,088	(7,734)
TOTAL ASSETS AND DEFERRED OUTFLOWS	\$900,358	\$770,386	\$705,727
LIABILITIES			
Estimated ultimate unpaid losses & loss adjustment expenses (net)	465,119	441,044	409,646
Lease & SBITAs liabilities	6,667	7,973	7,170
Other liabilities	49,349	39,505	26,998
Net pension liability	5,561	15,629	-
TOTAL LIABILITIES	\$526,696	\$504,151	\$443,814
NET POSITION			
Invested in capital assets	26,281	23,998	14,965
Restricted	16,924	30,053	19,863
Unrestricted	330,457	212,184	227,085
TOTAL NET POSITION	\$373,662	\$266,235	\$261,913

CASH, INVESTMENTS, AND ACCRUED INTEREST

Cash, investments, and accrued interest totaled \$854.1 million compared to the book value (what the Pool paid for the investments) of \$870.7 million, resulting in cumulative unrealized losses of (\$16.6) million as of September 30, 2024, increasing from \$717.8 million (including (\$92.1) million in unrealized losses) as of September 30, 2023. Cash and investments account for 94.9% of total assets and deferred items for 2024 and 93.2% for 2023.

Combined Asset Allocation	Fair Value & Accrued Interest	Allocation %
Mortgages	\$385,998,703	46%
Municipal Bonds	\$158,721,608	19%
Money Market & Accrued Interest	\$22,517,606	3%
Stock Mutual Funds	\$82,567,948	10%
High Yield Corp. Bond Mutual Fund	\$39,978,902	5%
International Stock Mutual Funds	\$22,095,006	3%
Investment Grade Corp. Bonds	\$118,225,516	14%
US Treasury	\$5,535,866	1%
Total	\$835,641,155	100%



Key Investment Notes

- The market value of both bonds and stocks rebounded during the year as inflation stabilized with better economic indications.
- The Federal Open Market Committee (FOMC) lowered the federal funds rate by 50 basis points to 5.5% during the fiscal year as inflation eased from the high levels experienced after the COVID-19 pandemic. Both bond and stock markets rebounded in 2024 as financial and economic conditions improved.
- The yield on the 10-year Treasury bond was 3.8% at the end of September 2024 compared to 4.6% a year ago. The 5-year treasury yield was 3.6% compared to 4.6% a year ago.

As interest rates rise, bond prices fall. Most bonds pay a fixed interest rate. When interest rates rise, newer bonds are issued in the market with higher interest rates and provide more interest income than older bonds. Therefore, the market value of the older bonds must come down to compete with new bonds that pay higher interest. Conversely, as interest rates fall, bond prices for existing holdings rise. The chart to the right depicts how changes in interest rates resulted in unrealized investment gains (losses).

	Change in Unrealized Gains/(Losses)	Change in 5-Year Yield
2023-24	\$ 75,488,173	-1.0%
2022-23	\$ 5,279,499	0.5%
2021-22	\$ (123,471,982)	3.1%

- The market value of the Lifetime Benefits Investment (LTB) portfolio was \$264.9 million as of September 30, 2024, and accounted for 31% of the total portfolio.
- The return on investment, which excluded unrealized investment gains (losses), remained at 3.2% this year, and the total rate of return, which included unrealized investment gains (losses), was 13.7% compared to 2.7% last year.

Comparative Performance

Total Rate of Return	3 Months	1 Year	2 Year	3 Year	4 Year	5 Year
Consolidated Portfolio	5.3%	13.7%	8.1%	0.7%	1.1%	2.0%
Government Benchmark	5.1%	11.6%	6.0%	-0.8%	-0.6%	0.5%
Return on Investment	3 Months	1 Year	2 Year	3 Year	4 Year	5 Year
Consolidated Portfolio	0.8%	3.2%	3.2%	3.0%	2.9%	2.9%

NET PENSION ASSET (LIABILITY) and DEFERRED OUTFLOWS (INFLOWS) OF PENSION RESOURCES

The net pension liability was \$5.6 million as of September 30, 2024, compared to a net pension liability of \$15.6 million as of September 30, 2023. Deferred outflows (inflows) of pension resources were \$8.4 million for 2024 compared to \$18.3 million for 2023. The loss in the net pension asset was primarily attributable to unfavorable asset performance at TMRS compared to the expected return of plan assets. The pension is essentially fully funded with net position as a percentage of the pension liability at 97.3% and 92.3% at 2023 and 2022, respectively (see notes to financial statements). The 2024 valuation will not be available until 2025.

CLAIM RESERVES (ESTIMATED ULTIMATE UNPAID LOSSES and LOSS ADJUSTMENT EXPENSES)

Reserves for estimated ultimate net unpaid losses and loss adjustment expenses (loss reserves) were \$465.1 million as of September 30, 2024, compared to \$441.1 million at the end of the 2023 fiscal year (accounting for 88.3%, and 87.5% of total liabilities, respectively).

CLAIM RESERVES		
(in Millions)	2024	2023
Reserves for Reported Claims	\$416.6	\$395.1
Reserves for Incurred but Not Reported Claims	83.5	88.8
Reserves for Unallocated Loss Adjustment Expenses	20.7	16.3
Estimated Future Investment Income (Discount for LTB Reserves)	(55.7)	(59.1)
Total Reserves	\$465.1	\$441.1

- Reserves for reported claims: estimated reserves set up in the claims system to settle claims.
- Reserves for incurred but not reported claims (IBNR): estimated reserves for unreported/under-reserved claims.
- Reserves for unallocated loss adjustment expenses (ULAE): estimated reserves for expenses that cannot be associated with specific claims.
- Estimated future investment income: discount for workers' compensation lifetime and death indemnity benefit claims.

As of September 30, the reserves for reported lifetime benefit claims (net of reinsurance) and estimated present value of these reserves were as follows:

Lifetime Income Benefits	2024	2023
Reserves	\$ 140,326,973	\$ 146,933,194
Discount	(55,739,284)	(59,081,080)
Present Value	\$ 84,587,690	\$ 87,852,114

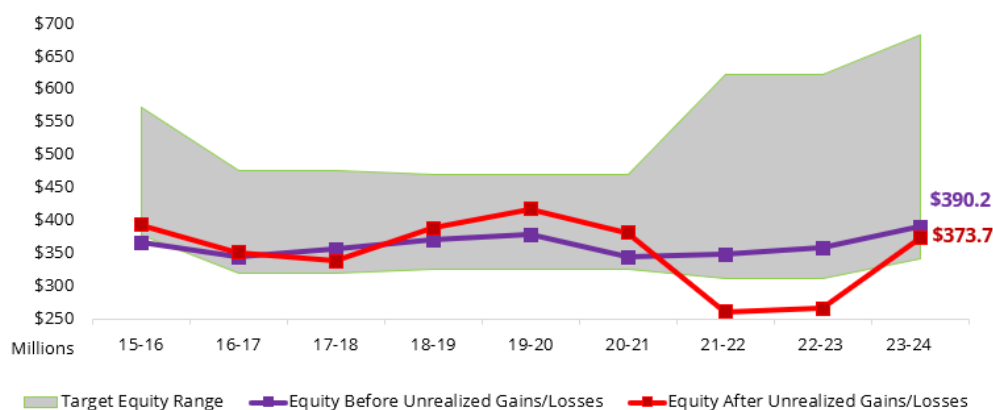
NET POSITION

Net position before cumulative unrealized investments gains (losses) increased to \$390.2 million from \$358.3 million at the end of last year. The net position (before unrealized losses) increase offsets net decreases over the previous three fiscal years. The Pool's net position has benefited from diversification by offsetting risk across the Pool's Workers' Compensation and Property programs where favorable property experience offsets workers' compensation during the COVID-19 pandemic and then favorable workers' compensation experience post pandemic offsets unfavorable property experience in 2023 and 2024. The increase in net position after cumulative unrealized investment gains (losses) to \$373.7 million from \$266.2 million last year reflects the rebounding of market values of bonds and stocks due to higher yields, easing interest rates, and lower inflation.

NET POSITION			
AS OF SEPTEMBER 30, 2024, 2023 & 2022			
(\$ In Thousands)	2024	2023	2022
Net Position BEFORE Cumulative Unrealized Gains/(Losses)	\$390,226	\$358,288	\$348,686
Cumulative Unrealized Investment Gains/(Losses)	(16,564)	(92,053)	(86,773)
Net Position AFTER Cumulative Unrealized Gains/(Losses)	\$373,662	\$266,235	\$261,913

Net position, or Members' equity, is the foundation of the Pool's financial strength. It supports long-term stable rates for Members and protects the Pool from unexpected losses. To maintain financial stability and protect against enterprise risks, the Pool has adopted a target equity policy which includes minimum and maximum levels. As of September 30, 2024, both net position of \$390.2 million (without unrealized investment gains/(losses)) and \$373.7 million (with unrealized investment gains/(losses)) were within the target equity range.

Equity and Target Equity Range



CONDENSED STATEMENTS OF CASH FLOWS

Net cash provided by (used for) operating activities was \$71.2 million and \$62.4 million in 2024 and 2023, respectively. Receipts from Member contributions are the Pool's largest cash inflow, and payments for claims are the largest cash outflow. Receipts from Member contributions were \$331.4 million and \$283.5 million in 2024 and 2023, respectively. Payments for claims were \$227.2 million and \$209.3 million in 2024 and 2023, respectively.

SUMMARY COMPARATIVE STATEMENTS OF CASH FLOWS

AS OF SEPTEMBER 30, 2024, 2023 & 2022

(In Thousands)	2024	2023	2022
Net cash provided by (used for) operating activities*	\$71,194	\$62,425	\$41,494
Net cash provided by (used for) capital and related activities	(7,646)	(13,049)	(3,369)
Net cash provided by (used for) investing activities	(38,552)	(49,111)	(48,290)
Net increase (decrease) in cash and cash equivalents	\$24,996	\$265	(\$10,165)
Cash and cash equivalents (beginning of year)	12,179	11,913	22,078
Cash and cash equivalents (end of year)	\$37,175	\$12,178	\$11,913

* Includes investment interest received of \$34,442,066, \$28,240,766, and \$23,733,581 for the years ended September 30, 2024, 2023 and 2022, respectively.

OPERATING RESULTS BY FUND

The Pool's operations consist of five funds: Workers' Compensation, Liability, Property, Reinsurance, and Stability. The table below includes operating ratios used by the industry to analyze underwriting results and are calculated as follows:

- Loss Ratio: the ratio of claims and claims expense to net contributions (gross contributions minus reinsurance expense).
- Expense Ratio: the ratio of operating expenses to net contributions.
- Combined Ratio: the sum of the loss ratio and expense ratio (expense ratio not included in table).
- Operating Ratio: includes the impact of investment income on the combined ratio.

How to interpret the ratios:

A combined ratio of less than 100% means that the Pool earned more net contributions than losses plus expenses. Conversely, a combined ratio of more than 100% means the Pool had more losses plus expenses than net contributions.

When including investment income, an operating ratio less than 100% means that net contributions plus investment income are more than losses plus expenses. Conversely, an operating ratio of more than 100% means the Pool had more losses plus expenses than net contributions plus investment income.

NOTE: The following analysis excludes unrealized investment gains (losses) from "Revenues over Expenses" and ratio calculations.

WORKERS' COMPENSATION FUND

The financial condition of the Workers' Compensation Fund continued strengthening with a net position of \$134.3 million at the end of the 2023-24 fiscal year. The impact of rate adjustments to first responder classifications and lack of COVID-19 claims improved a favorable loss ratio from 58% last year to 51% in 2024. The continued favorable loss ratio helped the Net Position increase from \$58.1 million last year to \$134.3 million. The combined ratio, which includes operating expenses, was 80%. The operating ratio of 70% that includes investment income (without unrealized gains or losses) reflects how net position has strengthened without considering unrealized gains in 2024.

WORKERS' COMPENSATION FUND			
(\$ in Thousands)	2024	2023	2022
Net Contributions	\$101,158	\$91,540	\$71,328
Losses	\$51,828	\$53,026	\$70,430
Revenues over Expenses (w/o Unrealized)	\$37,262	\$28,028	(\$12,145)
Total Assets and Deferred Charges	\$361,728	\$283,151	\$250,679
Net Position	\$134,303	\$58,162	\$34,956
Loss Ratio	51%	58%	99%
Current Accident Year Loss Ratio	50%	53%	96%
Expense Ratio	28%	28%	34%
Combined Ratio	80%	86%	133%
Operating Ratio	64%	70%	118%

LIABILITY FUND

The net position of the Liability Fund increased to \$38.9 million. The loss ratio has continued to be over 100% over the past three years due to higher losses for various lines of coverage. However, a portion of these losses was driven by a significant increase in loss reserves compared to paid losses over this period. A hardening defense strategy for claim management has led to increased claim duration and high confidence level in total reserves. Operating ratios above 100% indicate expenses have exceeded revenues for the past three years.

LIABILITY FUND			
(\$ in Thousands)	2024	2023	2022
Net Contributions	\$73,709	\$62,757	\$59,183
Losses	\$74,773	\$65,218	\$58,902
Revenues over Expenses (w/o Unrealized)	(\$8,098)	(\$8,867)	(\$6,493)
Total Assets and Deferred Charges	\$224,244	\$201,772	\$197,449
Net Position	\$38,887	\$34,929	\$47,463
Loss Ratio	101%	104%	100%
Current Accident Year Loss Ratio	88%	92%	86%
Expense Ratio	18%	18%	18%
Combined Ratio	119%	122%	118%
Operating Ratio	111%	114%	111%

PROPERTY FUND

The Property Fund is heavily supported by the Reinsurance Fund and commercial reinsurers. The Property Fund retains the first \$4 million of a loss, then shares 50% of the next \$21 million with the Reinsurance Fund. A loss above \$25 million is absorbed by the Reinsurance Fund and external reinsurers. Loss ratios over the last three years are reflective of loss experience below reinsurance retention levels noted above. Losses in excess of \$94 million all below a \$15 million occurrence level were incurred in both 2024 and 2023.

These significant loss totals at lower retentions resulted in a loss ratio of 99% and 105% in 2024 and 2023, respectively.

PROPERTY FUND			
(\$ in Thousands)	2024	2023	2022
Net Contributions	\$97,534	\$85,109	\$76,963
Losses	\$96,928	\$89,640	\$57,837
Revenues over/(under) Expenses (w/o Unrealized)	(\$6,464)	(\$10,793)	\$12,540
Total Assets and Deferred Charges	\$123,566	\$116,401	\$117,026
Net Position	\$58,653	\$58,410	\$71,081
Loss Ratio	99%	105%	75%
Current Accident Year Loss Ratio	97%	111%	79%
Expense Ratio	12%	12%	12%
Combined Ratio	111%	117%	87%
Operating Ratio	107%	113%	84%

REINSURANCE FUND

The Reinsurance Fund is playing a major role in the Pool's reinsurance program. The overall financial strength of the Pool has allowed it to "self-insure" through the Reinsurance Fund, and the strong net position of \$119.0 million is a success story. The build-up in net position since inception of the program is the result of the Pool, rather than external reinsurers, benefiting from underwriting gains. The favorable loss ratios over the last three years reflect the risk management benefits of retaining some risk in the Reinsurance Fund compared to external reinsurers realizing these favorable underwriting margins.

REINSURANCE FUND			
(\$ in Thousands)	2024	2023	2022
Net Contributions	\$21,135	\$16,235	\$13,053
Losses	\$8,497	\$9,279	\$3,878
Revenues over Expenses (w/o Unrealized)	\$13,856	\$8,196	\$9,571
Total Assets and Deferred Charges	\$139,658	\$115,161	\$105,166
Net Position	\$118,973	\$94,045	\$86,833
Loss Ratio	40%	57%	30%
Current Accident Year Loss Ratio	46%	67%	11%
Expense Ratio	18%	20%	22%
Combined Ratio	58%	77%	52%
Operating Ratio	35%	49%	27%

STABILITY FUND

Net position of the Stability Fund was \$22.8 million in 2024 compared to \$20.7 million in 2023. Due to the market volatility at TMRS, the Pool had a net pension liability of \$5.6 million in 2024 and \$15.6 million in 2023.

STABILITY FUND			
(\$ in Thousands)	2024	2023	2022
Total Assets and Deferred Charges	\$51,162	\$53,900	\$35,407
Pension Asset (Liability)	(\$5,561)	(\$15,629)	\$13,764
Net Position	\$22,845	\$20,688	\$21,579

BUDGET COMPARISON

In the preceding sections, the Pool addressed the operating results of the 2023-24 fiscal year. Below is a chart comparing the budget to actual expenses. The budget and actual results exclude the effects of the change in unrealized gains and losses. Higher claim losses and reinsurance expenses offset higher revenues and lower operating expenses.

BUDGET COMPARISON			
	Budget 2023-24	Actual 2023-24	Difference
Earned Contributions	\$308,239,900	\$331,329,009	\$23,089,109
Service Fee and Other Income	1,026,000	1,156,657	130,657
Investment Income*	23,700,000	32,044,663	8,344,663
Total Revenues	\$332,965,900	\$364,530,329	\$31,564,429
Total Losses and Loss Adjustment Expenses	217,800,000	236,424,972	(18,624,972)
Reinsurance Expenses	32,161,700	37,793,278	(5,631,578)
Pension Expenses	-	3,356,432	(3,356,432)
Operating Expenses	60,315,150	55,014,574	5,300,576
Total Expenses	\$310,276,850	\$332,589,256	(\$22,312,406)
Revenues over (under) Expenses	\$22,689,050	\$31,941,073	\$9,252,023

* Excludes the effects of the change in net unrealized gains of \$75,488,173.

SIGNIFICANT INITIATIVES AND PROGRAMS DURING 2023-24

Cyber Grant Program Expansion – The Risk Pool will be expanding the scope of the Cyber Grant Program to include providing simulated phishing campaigns for members at no cost to them. As phishing is still one of the leading attack vectors used by cyber criminals, this initiative will help raise awareness of the various phishing techniques and provide training on how to identify and manage this common and damaging cyber risk.

Cyber Security Training – The Risk Pool will continue to provide training and education opportunities related to cybersecurity for its members. Cyber incidents are increasing in number, and they are having a negative impact on operations and becoming more costly to address. The ability to become more cyber-secure as a proactive measure by applying best practices, good cyber hygiene, and establishing sound policies and procedures are critical risk management measures.

Cyber Program – In 2024, the Risk Pool’s Board of Trustees created a new Cyber Fund and approved changes to the Pool’s Coverage structure, effective on October 1, 2024. Members received a packet via regular mail and email with instructions, including the requirement “opt-in” by completing and returning a Cyber Interlocal Agreement to participate in the newly-created Cyber Fund. Members that didn’t follow the opt-in procedures were provided additional notice that they would lose their existing Cyber Coverage on September 30, 2024. As of December 2024, over 1,600 Members joined the Fund.

Business Application and IT Road Map – The Risk Pool is committed to delivering exceptional, responsive service to its members using advanced technology. The initial phase of the Business Application and IT Roadmap focused on establishing essential foundational applications crucial for Pool operations, such as claims, underwriting, and financial services. With this foundation in place, the updated roadmap now unfolds into six key tracks: enhancing member experience, activating data, modernizing software, maintaining and upgrading systems, fostering a digital culture, and fortifying cybersecurity. These focused areas are designed to deepen member interactions, improve services, and ensure robust defenses against evolving cybersecurity threats, all while keeping core systems current and efficient.

Law Enforcement Services and Training – The Risk Pool provides a wide array of services and training to support law enforcement agencies in Texas. The Risk Pool operates as a “Contract Training Provider” through a contract with the Texas Commission of Law Enforcement (TCOLE). TCOLE is the licensing and regulatory entity that sets standards for non-federal law enforcement in the State of Texas. A wide-ranging assortment of law enforcement training is available to Members.

The Risk Pool began to transition its Law Enforcement Training Specialist position to a more comprehensive Law Enforcement Outreach Consultant role in 2024. An additional Outreach Consultant position was created with Board approval in 2023 to further develop relationships with law enforcement agencies. “The Pool’s Role in Supporting Excellence in Law Enforcement”, which was produced in 2023, will continue to be used as a roadmap for addressing Member needs and expectations. An update to the document is planned for 2025 with further guidance from the Outreach Consultants.

The Risk Pool maintains an active partnership with the Texas Police Chiefs Association (TPCA), which includes support of the TPCA Best Practices Accreditation Program and participation on the TPCA Officer Safety Committee. The Risk Pool provides support for the VINCIBLE process through the Officer Safety Committee. For the last 10 years, VINCIBLE has provided free Roll Call Training to police agencies on a weekly schedule. There are currently 416 different Roll Call Trainings available for download on the VINCIBLE website.

Safety @ Your Finger TIPS – This program utilizes a short message service (or group texting) as a means of communicating safety or liability related information to Member staff twice a month. The content can be used by an individual or as a resource for providing a safety meeting. The platform also allows registrants to sign up for information related to R.O.A.D. Ready, weather and emergency management, and training. To date, over 1,000 users have signed up to receive messages.

T.I.P.S. - Together Improving Processes and Safety - Loss Prevention created a Resource Team involving interdepartmental collaboration. These resources address exposures and hazards that affect Member employees. T.I.P.S. are published on a consistent basis, conveying risk management information and safety best practices.

Loss Prevention Prioritization Process – Each year, the Risk Pool's Loss Prevention Department identifies a group of “high priority” Members based on risk management needs and loss experience. As part of the program, goals, specific plans, and actionable recommendations are developed to assist Members. The process was improved in 2024 with the addition of “focus departments” which further expands Loss Prevention's presence in Member departments.

R.O.A.D. Ready – This Risk Pool program is designed to save lives, prevent injuries, and protect property by raising Member awareness of dangers on and near roadways. The Risk Pool provides participating Members with specifically designed resources and training to mitigate roadway risks and promotional materials to increase employee awareness to be R.O.A.D. Ready. The Risk Pool will observe its 4th R.O.A.D. Ready Month in January 2025.

Specialized Exposure Surveys – To assist Members that have operations including gas utilities, electric utilities, boilers, and parks/recreation equipment or amusement rides, the Risk Pool provides Members with surveys and inspections to address these unique exposures.

Video Streaming Service – Over the past several months, Loss Prevention has initiated a new video streaming service available to Members. This resource, made available through an agreement with TrainingVideoNow, allows participating Members to easily access several hundred video titles, primarily related to employee safety. This new service will eventually replace the media borrowing library that the Risk Pool has historically provided.

Enhanced Program Loss Recovery Programs for Members – For roofing and building envelope damages, the Risk Pool provides the Building Envelope Systems Team (BEST) roofing program to assist with the procurement process and management of repair projects. For larger scale damage requiring coordination of many trades, the Risk Pool utilizes Synergy NDS to provide options and viable estimates for repairs.

Stronger, Together Podcast (STP) – The STP continues to provide topical information important to the Risk Pool's membership, including elected officials, managers, and city attorneys. Recent episodes included a special, abbreviated episode about the Pool's 50th Anniversary, and 35 total episodes have been produced. Several new topics and updates are in development.

Partnership Award – The award is presented to cities for exhibiting exemplary service to the community, strengthening the bond between risk pool partners, and espousing the core values of integrity, public service, fiscal responsibility, and operational excellence. The Risk Pool bestowed the award to the City of Mesquite for the fire department's use of a crash attenuator truck at accident scenes, which is designed to protect first responders and motorists. The Pool plans to award at least one in 2024, and Pool staff is always looking for outstanding member risk-mitigation programs to recognize.

Performance Based Oversight (PBO) - The Texas Department of Insurance, Division of Workers' Compensation (DWC) is required to monitor compliance with Texas Workers' Compensation Act and DWC rules and to take appropriate action to ensure compliance. Based on the performance assessment, carriers and pools will be placed into regulatory tiers: poor, average, and high performers. DWC must then focus its regulatory oversight on the poor performers. The carriers and pools are assessed during even-numbered years. The Pool continues to maintain a high performer status of 95% or greater since 2010 on the assessed critical regulatory goals of timeliness of medical and indemnity payments and electronic data interchange.

Alliance Network Report Card - The Texas Department of Insurance Research and Evaluation Group has released the Workers' Compensation Network Report Card since 2011. The Alliance continues to score very high compared to other networks and, year after year, has one of the lowest average medical costs per claim, along with one of the highest satisfaction ratings. The Division of Workers' Compensation publishes a biennial report and the 2024 report card has been released.

LEAD Program- Leadership, Exploration and Development - The LEAD program is intended to foster and grow our talent by developing leadership skills for high-potential employees to prepare them for their next role. This program helps the Pool with retention and succession planning by increasing overall engagement. LEAD candidates build relationships and collaborate with different departments outside of their area. The LEAD program originated in Claims but now includes employees from other departments including Underwriting and Risk Services.

Claim Litigation Strategy - The Risk Pool's litigation philosophy is to aggressively defend our members where the facts, evidence, and costs support a vigorous defense, while settling claims where appropriate to do so. With litigation on the rise, specifically, Auto Liability lawsuits, Claims and Legal communicated our strategy along with our updated Litigation guidelines to our defense counsel and members over the past year and will continue in the upcoming year.

People Operations - The Pool is committed to developing, training, and retaining highly qualified staff and remains dedicated to providing best-in-class benefits along with enhancing the employee experience. The Total Rewards Initiative represents the Pool's comprehensive strategy towards both monetary and non-monetary compensation and benefits. This initiative involves an exhaustive review of market competitiveness and organizational culture to ensure the Pool remains competitive. People Operations continues to leverage technology to enhance and personalize the employee experience by developing resources such as informative monthly staff newsletters and internal information sites and integrating People Analytics. Leadership and Development training opportunities encompassed sessions on ethics, servant leadership, member service, and supervisory communication. The initiative is undergoing a comprehensive program review to establish a robust framework for the Pool's future leaders.

Hiring of Assistant Director - The Pool announced the appointment of Jeffrey Snyder, former Plainview City Manager, as the Pool's new Assistant Director. Jeffrey, who previously served on the Pool's Board of Trustees, started the position in January 2025. In his new role, Jeffrey will oversee key areas such as the transition to new office space for TML and the Pool and the implementation of both short-term and long-range strategic Pool initiatives. He'll also serve as a liaison between the Pool and its Members

Conducting Organization Culture Survey – Through a partnership with the Association of Government Risk Pools, the Pool administered a culture survey in early 2024. Two executive team members then attended a workshop in which they learned to interpret the results and implement incremental changes when they returned. The key takeaway from the process is a metric called the Pool’s “Net Promoter Score.” The score is based on a survey question that asked, “how likely are you to recommend someone to work here?” Only 13 percent of Pool employees answered in the negative, which places us above all other Pools and most other organizations. Staff has already implemented one culture improvement through the revamping of the Pool’s regular meetings processes

REQUESTS FOR INFORMATION

This financial report is designed to provide a general overview of the Pool's finances. Questions concerning the information provided in this report, or requests for additional financial information, should be addressed to the Chief Financial Officer, Texas Municipal League Intergovernmental Risk Pool, P.O. Box 149194, Austin, Texas 78714-9194.

REINSURANCE

Property & Auto Physical Damage

Lloyd's of London; American Agricultural; American Family Connect P&C; Arch Reinsurance Ltd; Aspen Bernuda Ltd; Allied World Assurance Company Ltd; The Cincinnati Insurance Company; Chubb Tempest Reinsurance Ltd; Convex Re Ltd; DaVinci Reinsurance Ltd; Endurance Specialty Insurance Ltd; Everest Reinsurance Co.; Fidelis Insurance Ltd; Hiscox Insurance Co.; Lancashire Insurance Co. Ltd; Lumen Re Ltd; Partner Reinsurance Co.; Renaissance Reinsurance Ltd; Swiss Reinsurance; Vermeer Reinsurance Ltd.; NLC Mutual Insurance Company & TMLIRP

\$375 million per occurrence in excess of \$25 million

*A.M. Best Rating A- & Above

Lloyd's of London, American Family Connect Prop & Cas; Partner Reinsurance Company Ltd; & TMLIRP

\$25 million per occurrence in excess of \$25 million for 2nd Event Coverage

*A.M. Best Rating A- & Above

TMLIRP Retention

\$25 million per occurrence in excess of member deductibles

Liability

TMLIRP Up to \$10 million

Cyber Liability & Data Breach

Third Party Liability*

75% Quota Share of \$50,000 – Beazley

25% Quota Share of \$50,000 – TMLIRP

100% Quota Share of \$1 million** excess \$50,000 – TMLIRP

First Party Liability

75% Quota Share of \$1 million – Beazley

25% Quota Share of \$1 million - TMLIRP

**or up to member's chosen limit if higher than \$1 million

Workers' Compensation

TMLIRP Statutory Limits

Catastrophic Coverage - 100% Quota Share of \$15 million excess of \$10 million – Lloyd's of London; Houston Casualty Co.; MS Amlin AG; IOA Reinsurance & Arch Reinsurance

*A.M. Best Rating A & Above

*A.M. Best Rating applies only to Lloyd's of London, Bermuda, Domestic (excluding NLC), and Beazley.



**Financial Statements &
Required Supplemental Information
September 30, 2024 & 2023**

**TEXAS MUNICIPAL LEAGUE INTERGOVERNMENTAL RISK POOL
STATEMENTS OF NET POSITION
AS OF SEPTEMBER 30, 2024 AND 2023**

ASSETS	Workers' Compensation		Liability		Property	
	2024	2023	2024	2023	2024	2023
Current Assets						
Cash and cash equivalents	\$ 15,053,281	\$ 4,498,554	\$ 9,331,664	\$ 3,284,789	\$ 4,856,001	\$ 1,838,754
Short-term investments	13,907,647	3,814,771	8,621,476	2,785,497	4,486,434	1,559,262
Long-term investments	315,268,156	255,456,320	195,437,551	186,530,964	101,701,579	104,416,030
Accrued investment income	1,634,307	1,361,070	1,013,121	993,836	527,207	556,328
Total cash, investments, and accrued interest (amortized basis \$870,693,888 for 2024 and \$809,831,701 for 2023) (notes 3 and 4)	345,863,391	265,130,715	214,403,812	193,595,086	111,571,221	108,370,374
Investment trade receivables	27,254	11,555	15,701	6,046	8,309	3,384
Contributions and other receivables	2,387,408	5,474,136	2,614,350	1,233,705	2,282,479	(1,267,435)
Reinsurance recoverable on paid losses	61,026	82,717	395,526	615,736	27	732,327
Prepaid reinsurance	54,248	49,298	-	-	2,943,752	2,272,064
Lease Receivable (note 6)	(10,283)	-	(5,141)	-	(5,141)	-
Total Current Assets	348,383,044	270,748,421	217,424,248	195,450,573	116,800,647	110,110,714
Noncurrent Assets						
Capital assets (land, building, furniture and equipment, Right of use (ROU) - Lease & SBITAs) (note 5)	11,826,376	10,798,923	5,913,188	5,399,461	5,913,188	5,399,461
Other assets (note 6)	158,544	400,834	259,054	380,198	324,657	445,802
Total noncurrent assets	11,984,920	11,199,757	6,172,242	5,779,659	6,237,845	5,845,263
Deferred outflows/(inflows) of pension resources	1,360,136	1,202,995	647,570	542,044	527,232	445,704
Deferred outflow/(inflows) of pension resources - OPEB	-	-	-	-	-	-
Total Assets and Deferred Outflows	\$ 361,728,100	\$ 283,151,173	\$ 224,244,060	\$ 201,772,276	\$ 123,565,724	\$ 116,401,681

LIABILITIES AND NET POSITION

Current Liabilities						
Claim Reserves:						
Reserve for reported claims - net	\$ 206,978,842	\$ 214,496,484	\$ 145,644,365	\$ 126,785,173	\$ 46,232,759	\$ 39,586,239
Reserve for incurred but not reported claims - net (note 2)	52,700,000	47,700,000	29,700,000	32,100,000	(500,000)	3,300,000
Reserve for unallocated loss adjustment expenses	-	-	-	-	-	-
Estimated future investment income	(55,739,284)	(59,081,080)	-	-	-	-
Estimated ultimate unpaid losses & loss adjustment expenses	203,939,558	203,115,404	175,344,365	158,885,173	45,732,759	42,886,239
Payable to admin. service only contracts	2,167,500	2,261,367	-	-	-	-
Investment trade payables	-	200,000	-	-	-	-
Outstanding loss drafts	2,461,695	2,507,429	2,140,367	779,724	6,482,324	5,264,949
Unearned contribution reserve (note 2)	2,574,002	2,494,482	1,927,733	1,644,906	6,487,190	4,965,086
Reinsurance payable	-	-	716,202	742,443	982,674	84,013
Other liabilities (note 2)	9,240,198	7,398,390	1,706,715	1,285,287	1,706,716	1,285,287
OPEB liability (note 11)	-	-	-	-	-	-
Employment cost reserve	-	-	-	-	-	-
Net pension liability - (note 10)	-	-	-	-	-	-
Total current liabilities	220,382,953	217,977,072	181,835,382	163,337,533	61,391,663	54,485,574
Noncurrent Liabilities						
Lease & SBITAs liabilities (net of current portion) (note 2)	3,000,078	3,470,330	1,500,039	1,735,165	1,500,039	1,735,165
Funds invested for TML (note 9)	4,042,488	3,541,407	2,021,244	1,770,704	2,021,244	1,770,704
Total noncurrent liabilities	7,042,566	7,011,737	3,521,283	3,505,869	3,521,283	3,505,869
Total Liabilities	227,425,519	224,988,809	185,356,665	166,843,402	64,912,946	57,991,443

NET POSITION

Invested in capital assets (net) - (note 5)	11,826,376	10,798,923	5,913,188	5,399,461	5,913,188	5,399,461
Restricted Net Position - Pension (note 10)	1,360,136	1,202,995	647,570	542,044	527,232	445,704
Restricted Net Position - ULAE (note 2)	-	1,466,668	-	1,366,666	-	366,666
Restricted Net Position - SIF (note 2)	-	-	-	-	-	-
Restricted Net Position - Cyber Security Member Grants (note 2)	-	-	-	-	-	-
Unrestricted Net Position	121,116,069	44,693,778	32,326,637	27,620,703	52,212,358	52,198,407

Total Net Position (includes net unrealized investment gains/(losses) of (\$16,564,573) for 2024 and (\$92,052,745) for 2023 (note 2)

Total Liabilities and Net Position	\$ 361,728,100	\$ 283,151,173	\$ 224,244,060	\$ 201,772,276	\$ 123,565,724	\$ 116,401,681
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The accompanying notes are an integral part of these financial statements.

Texas Municipal League Intergovernmental Risk Pool

				Totals	
Reinsurance		Stability		September 30, 2024	September 30, 2023
2024	2023	2024	2023	Current Year	Prior Year
\$ 5,959,312	\$ 1,913,716	\$ 1,974,676	\$ 642,965	\$ 37,174,934	\$ 12,178,778
5,505,778	1,622,830	1,824,393	545,234	34,345,728	10,327,594
124,808,765	108,672,889	41,356,588	36,511,604	778,572,639	691,587,807
646,991	579,009	214,387	194,534	4,036,013	3,684,777
136,920,846	112,788,444	45,370,044	37,894,337	854,129,314	717,778,956
10,678	4,341	3,348	1,184	65,290	26,510
-	-	-	-	7,284,237	5,440,406
-	-	-	-	456,579	1,430,780
195,938	75,000	-	-	3,193,938	2,396,362
(2,057)	-	(229)	-	(22,851)	0
137,125,405	112,867,785	45,373,163	37,895,521	865,106,507	727,073,014
2,365,275	2,159,785	262,808	239,976	26,280,835	23,997,606
12,433	-	1,382	-	756,070	1,226,834
2,377,708	2,159,785	264,190	239,976	27,036,905	25,224,440
154,735	133,323	5,677,685	15,970,542	8,367,358	18,294,608
-	-	(152,632)	(206,192)	(152,632)	(206,192)
\$ 139,657,848	\$ 115,160,893	\$ 51,162,406	\$ 53,899,847	\$ 900,358,138	\$ 770,385,870

\$ 17,752,114	\$ 14,207,486	\$ -	\$ -	\$ 416,608,080	\$ 395,075,382
1,650,000	5,650,000	-	-	83,550,000	88,750,000
-	-	20,700,000	16,300,000	20,700,000	16,300,000
-	-	-	-	(55,739,284)	(59,081,080)
19,402,114	19,857,486	20,700,000	16,300,000	465,118,796	441,044,302
-	-	-	-	2,167,500	2,261,367
-	50,000	-	-	-	250,000
-	-	-	-	11,084,386	8,552,102
-	-	-	-	10,988,925	9,104,474
-	-	-	-	1,698,876	826,456
682,685	514,115	75,853	57,124	13,412,167	10,540,203
-	-	794,340	733,859	794,340	733,859
-	-	1,118,839	415,000	1,118,839	415,000
-	-	5,560,863	15,628,562	5,560,863	15,628,562
20,084,799	20,421,601	28,249,895	33,134,545	511,944,692	489,356,325
600,016	694,066	66,668	77,118	6,666,840	7,711,844
-	-	-	-	8,084,976	7,082,815
600,016	694,066	66,668	77,118	14,751,816	14,794,659
20,684,815	21,115,667	28,316,563	33,211,663	526,696,508	504,150,984
2,365,275	2,159,785	262,808	239,976	26,280,835	23,997,606
154,735	133,323	5,677,685	15,970,542	8,367,358	18,294,608
-	-	-	-	-	3,200,000
7,100,000	7,100,000	-	-	7,100,000	7,100,000
1,456,100	1,458,600	-	-	1,456,100	1,458,600
107,896,923	83,193,518	16,905,350	4,477,666	330,457,337	212,184,072
118,973,033	94,045,226	22,845,843	20,688,184	373,661,630	266,234,886
\$ 139,657,848	\$ 115,160,893	\$ 51,162,406	\$ 53,899,847	\$ 900,358,138	\$ 770,385,870

The accompanying notes are an integral part of these financial statements.

**TEXAS MUNICIPAL LEAGUE INTERGOVERNMENTAL RISK POOL
STATEMENTS OF OPERATIONS AND CHANGES IN NET POSITION
FOR THE YEARS ENDED SEPTEMBER 30, 2024 AND 2023**

Operating Revenues	Workers' Compensation		Liability		Property	
	2024	2023	2024	2023	2024	2023
Earned Contributions	\$ 104,013,888	\$ 94,228,516	\$ 76,609,355	\$ 65,504,328	\$ 150,705,766	\$ 122,422,543
(less: cost of reinsurance - outside reinsurers)	(756,272)	(588,694)	(1,742,373)	(1,589,011)	(33,690,551)	(23,961,679)
(less: cost of reinsurance - reinsurance fund)	(2,100,000)	(2,100,000)	(1,158,000)	(1,158,000)	(19,480,804)	(13,351,923)
Net Contributions	101,157,616	91,539,822	73,708,982	62,757,317	97,534,411	85,108,941
Investment Income (Interest & Dividend Income) (note 4)	16,953,703	13,738,518	6,649,182	5,670,582	4,646,839	3,964,517
Investment Income (Change in Fair Value) (note 4)	40,010,788	(60,211)	13,401,844	(2,715,253)	6,584,372	(1,450,142)
Service Fees and Other Income	1,010,719	946,524	60,789	27,667	59,073	56,235
Reinsurance Revenue	-	-	-	-	-	-
Total Operating Revenues	159,132,826	106,164,653	93,820,797	65,740,313	108,824,695	87,679,551
Operating Expenses						
Net Paid Losses and Loss Adjustment Expenses	51,003,521	49,435,529	58,096,921	50,848,245	91,540,882	79,313,824
Net Change in Reserve for Reported Claims	(7,517,642)	1,650,032	18,859,193	9,374,510	6,646,520	8,609,196
Net Change in Reserve for Incurred but not Reported Claims	5,000,000	5,400,000	(2,400,000)	4,800,000	(3,800,000)	(200,000)
Net Change in Estimated Future Investment Income	3,341,796	(3,459,728)	-	-	-	-
Change in Unallocated Loss Adjustment Expense	-	-	-	-	-	-
Independent Adjusters Fees	-	-	216,587	195,475	2,540,467	1,917,408
Total Losses and Loss Adjustment Expenses	51,827,675	53,025,833	74,772,701	65,218,230	96,927,869	89,640,428
Contract Service Fees (note 7)	1,037,782	757,866	243,539	115,178	237,136	110,326
Pension expense (note 10)	1,599,958	1,523,390	731,041	676,242	599,580	553,739
OPEB expense (note 11)	-	-	-	-	-	-
General and Administrative Expense	25,973,957	23,377,522	12,276,403	10,618,691	10,596,732	9,136,201
Total Operating Expenses	80,439,372	78,684,611	88,023,684	76,628,341	108,361,317	99,440,694
Revenues Over(Under) Expenses Before Members' Equity Return	78,693,454	27,480,042	5,797,113	(10,888,028)	463,378	(11,761,143)
Members' Equity Return	-	-	-	-	-	-
Revenues Over(Under) Expenses After Members' Equity Return	78,693,454	27,480,042	5,797,113	(10,888,028)	463,378	(11,761,143)
Transfer of Equity - Pension (note 10)	(86,569)	(1,704,235)	(71,926)	(778,058)	(54,172)	(642,083)
Transfer of Equity - ULAE (note 2)	(2,466,668)	(2,566,665)	(1,766,666)	(866,667)	(166,666)	(266,668)
Prior period adjustment - Leases	-	(2,710)	-	(1,355)	-	(1,355)
Net Position, beginning of year	58,162,364	34,955,932	34,928,874	47,462,982	58,410,238	71,081,487
Net Position, end of year	\$ 134,302,581	\$ 58,162,364	\$ 38,887,395	\$ 34,928,874	\$ 58,652,778	\$ 58,410,238

The accompanying notes are an integral part of these financial statements.

Texas Municipal League Intergovernmental Risk Pool

Reinsurance		Stability		Interfund Transactions		Totals	
2024	2023	2024	2023	2024	2023	September 30, 2024	September 30, 2023
						Current Year	Prior Year
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 331,329,009	\$ 282,155,387
(1,604,081)	(375,000)	-	-	-	-	(37,793,277)	(26,514,384)
-	-	-	-	22,738,804	16,609,923	-	-
(1,604,081)	(375,000)	-	-	22,738,804	16,609,923	293,535,732	255,641,003
5,402,884	4,455,609	1,179,512	888,848	-	-	34,832,120	28,718,074
10,645,128	(756,876)	2,058,584	(1,098,819)	-	-	72,700,716	(6,081,301)
23,469	-	2,608	-	-	-	1,156,658	1,030,426
22,738,804	16,609,923	-	-	(22,738,804)	(16,609,923)	-	-
37,206,204	19,933,656	3,240,704	(209,971)	-	-	402,225,226	279,308,202
8,952,101	7,754,568	-	-	-	-	209,593,425	187,352,166
3,544,627	(1,275,602)	-	-	-	-	21,532,698	18,358,136
(4,000,000)	2,800,000	-	-	-	-	(5,200,000)	12,800,000
-	-	-	-	-	-	3,341,796	(3,459,728)
-	-	4,400,000	3,700,000	-	-	4,400,000	3,700,000
-	-	-	-	-	-	2,757,054	2,112,883
8,496,728	9,278,966	4,400,000	3,700,000	-	-	236,424,973	220,863,457
91,770	41,793	10,197	4,644	-	-	1,620,424	1,029,807
178,484	164,325	247,369	3,357,500	-	-	3,356,432	6,275,196
-	-	27,648	43,502	-	-	27,648	43,502
3,495,532	3,004,901	1,023,881	592,743	-	-	53,366,505	46,730,058
12,262,514	12,489,985	5,709,095	7,698,389	-	-	294,795,982	274,942,020
24,943,690	7,443,671	(2,468,391)	(7,908,360)	-	-	107,429,244	4,366,182
(2,500)	(37,800)	-	-	-	-	(2,500)	(37,800)
24,941,190	7,405,871	(2,468,391)	(7,908,360)	-	-	107,426,744	4,328,382
(13,383)	(193,379)	226,050	3,317,755	-	-	-	-
-	-	4,400,000	3,700,000	-	-	-	-
-	(542)	-	(60)	-	-	-	(6,022)
94,045,226	86,833,276	20,688,184	21,578,849	-	-	266,234,886	261,912,526
\$ 118,973,033	\$ 94,045,226	\$ 22,845,843	\$ 20,688,184	\$ -	\$ -	\$ 373,661,630	\$ 266,234,886

The accompanying notes are an integral part of these financial statements.

**TEXAS MUNICIPAL LEAGUE INTERGOVERNMENTAL RISK POOL
STATEMENTS OF CASH FLOWS
FOR THE YEARS ENDED SEPTEMBER 30, 2024 AND 2023**

	Workers' Compensation		Liability		Property	
	2024	2023	2024	2023	2024	2023
Cash Flows From Operating Activities:						
Receipts from member contributions	\$ 107,180,136	\$ 91,779,660	\$ 75,511,537	\$ 66,476,908	\$ 148,677,956	\$ 125,263,634
Receipts from service fees and other income	988,530	901,897	49,695	5,354	47,979	33,922
Receipts from reinsurers	1,580,161	1,093,731	1,718,321	586,966	8,393,592	16,330,595
Receipts from third parties - claim recoveries	1,617,939	1,500,124	886,933	600,738	6,871,712	4,907,003
Payments on claims	(54,225,664)	(52,217,751)	(59,121,324)	(51,645,858)	(104,856,511)	(97,714,794)
Payments to outside reinsurers	(756,272)	(588,694)	(1,768,614)	(1,383,615)	(32,791,890)	(25,121,745)
Payments for employee salary and benefits	(19,897,249)	(18,864,746)	(9,461,691)	(8,498,294)	(7,712,096)	(6,982,210)
Payments to suppliers	(4,026,834)	661,572	(2,247,267)	79,104	(2,161,732)	172,169
Payments to contractors	(1,037,782)	(757,866)	(460,126)	(310,653)	(2,777,603)	(2,027,734)
Contributions (to)/from other funds - Reinsurance	(2,100,000)	(2,100,000)	(1,158,000)	(1,158,000)	(19,480,804)	(13,351,923)
Receipts from/Payments (to) ASO members	(93,867)	(43,520)	-	-	-	-
Payments for members' contribution return	-	-	-	-	-	-
Receipts from/Payments for prepaid reinsurance	(4,950)	(2,876)	-	-	(671,688)	(480,583)
Payments (for)/Receipts from other assets	252,573	178,591	126,285	89,296	126,286	89,296
Receipts from TML for investment	501,081	78,188	250,540	39,094	250,540	39,094
Net cash provided by/(used for) operating activities (without interest income)	29,977,802	21,618,310	4,326,289	4,881,040	(6,084,259)	1,156,724
Cash Flows From Capital and Related Financing Activities:						
Proceeds from sale of capital assets	22,189	44,627	11,094	22,313	11,094	22,313
Purchases of capital assets, leases & SBITAs assets	(3,462,871)	(5,912,250)	(1,731,435)	(2,956,126)	(1,731,435)	(2,956,126)
Transfer of equity - ULAE	(2,466,668)	(2,566,665)	(1,766,666)	(866,667)	(166,666)	(266,668)
Transfer of equity - Pension	(86,569)	(1,704,235)	(71,926)	(778,058)	(54,172)	(642,083)
Net cash (used for)/provided by capital and related financing activities	(5,993,919)	(10,138,523)	(3,558,933)	(4,578,538)	(1,941,179)	(3,842,564)
Cash Flows From Investing Activities:						
Proceeds from sale and maturity of investments	12,649,062	24,622,257	25,032,057	30,221,055	20,095,489	18,937,133
Purchase of investments	(42,542,986)	(49,568,558)	(26,372,779)	(36,194,332)	(13,723,838)	(20,260,811)
Increase in investment trade receivables	9	7,902	13	6,252	9	3,553
Increase (decrease) in investment trade payables	(200,000)	200,000	-	-	-	-
Interest income received	16,664,759	13,517,529	6,620,228	5,583,824	4,671,025	3,925,515
Net cash provided by/(used for) investing activities	(13,429,156)	(11,220,870)	5,279,519	(383,201)	11,042,685	2,605,390
Net increase/(decrease) in cash and cash equivalents	10,554,727	258,917	6,046,875	(80,699)	3,017,247	(80,450)
Cash and cash equivalents at beginning of year	4,498,554	4,239,637	3,284,789	3,365,488	1,838,754	1,919,204
Cash and cash equivalents at end of year	\$ 15,053,281	\$ 4,498,554	\$ 9,331,664	\$ 3,284,789	\$ 4,856,001	\$ 1,838,754

The accompanying notes are an integral part of these financial statements.

						Totals	
Reinsurance		Stability		September 30, 2024	September 30, 2023		
2024	2023	2024	2023	Current Year	Prior Year		
\$ -	\$ -	\$ -	\$ -	\$ 331,369,629	\$ 283,520,202		
19,069	-	2,119	-	1,107,392	941,173		
(120,938)	(75,000)	-	-	11,571,136	17,936,292		
-	-	-	-	9,376,584	7,007,865		
(8,952,101)	(7,754,568)	-	-	(227,155,600)	(209,332,971)		
(1,604,081)	(375,000)	-	-	(36,920,857)	(27,469,054)		
-	-	-	-	(37,071,036)	(34,345,250)		
(3,133,824)	(1,603,033)	(300,581)	(189,607)	(11,870,238)	(879,795)		
(91,770)	(41,793)	(10,197)	(4,644)	(4,377,478)	(3,142,690)		
22,738,804	16,609,923	-	-	-	-		
-	-	-	-	(93,867)	(43,520)		
(2,500)	(37,800)	-	-	(2,500)	(37,800)		
-	-	-	-	(676,638)	(483,459)		
(10,376)	-	(1,153)	-	493,615	357,183		
-	-	-	-	1,002,161	156,376		
8,842,283	6,722,729	(309,812)	(194,251)	36,752,303	34,184,552		
4,400	-	489	-	49,266	89,253		
(692,574)	(1,182,449)	(76,952)	(131,382)	(7,695,267)	(13,138,333)		
-	-	4,400,000	3,700,000	-	-		
(13,383)	(193,379)	226,050	3,317,755	-	-		
(701,557)	(1,375,828)	4,549,587	6,886,373	(7,646,001)	(13,049,080)		
7,468,277	11,396,643	1,515,191	(364,761)	66,760,076	84,812,327		
(16,841,973)	(21,086,808)	(5,580,750)	(7,084,685)	(105,062,326)	(134,195,194)		
6	3,436	1	1,032	38	22,175		
(50,000)	50,000	-	-	(250,000)	250,000		
5,328,560	4,370,066	1,157,494	843,832	34,442,066	28,240,766		
(4,095,130)	(5,266,663)	(2,908,064)	(6,604,582)	(4,110,146)	(20,869,926)		
4,045,596	80,238	1,331,711	87,540	24,996,156	265,546		
1,913,716	1,833,478	642,965	555,425	12,178,778	11,913,232		
\$ 5,959,312	\$ 1,913,716	\$ 1,974,676	\$ 642,965	\$ 37,174,934	\$ 12,178,778		

The accompanying notes are an integral part of these financial statements.

**TEXAS MUNICIPAL LEAGUE INTERGOVERNMENTAL RISK POOL
STATEMENTS OF CASH FLOWS
FOR THE YEARS ENDED SEPTEMBER 30, 2024 AND 2023**

Cash Flow - Reconciliation of Revenues

**Over/(Under) Expenses to Net Cash provided by
(used for) Operating Activities**

	Workers' Compensation		Liability		Property	
	2024	2023	2024	2023	2024	2023
Operating revenues over/(under) operating expenses	\$ 78,693,454	\$ 27,480,042	\$ 5,797,113	\$ (10,888,028)	\$ 463,378	\$ (11,761,143)
Adjustments to reconcile revenues over/(under) expenses to net cash provided by/(used for) operating activities						
Depreciation & amortization expenses	2,435,417	1,844,846	1,217,709	922,424	1,217,709	922,424
(Increase) Decrease to pension asset	-	-	-	-	-	-
Increase (Decrease) to deferred outflows/(inflows) of pension resources	(157,141)	(58,206)	(105,526)	(36,392)	(81,528)	(32,236)
Increase (Decrease) to deferred outflows/(inflows) of pension resources - OPEB	-	-	-	-	-	-
Decrease (Increase) in fair value of investments	(40,010,788)	60,211	(13,401,844)	2,715,253	(6,584,372)	1,450,142
Increase (Decrease) in employment cost reserves	-	-	-	-	-	-
(Decrease) increase in pension payable to TMRS	-	-	-	-	-	-
Increase (Decrease) in OPEB liability	-	-	-	-	-	-
Increase (Decrease) in loss reserves	824,154	3,590,303	16,459,192	14,174,511	2,846,520	8,409,195
Gain from sale of property and equipment	(22,189)	(44,627)	(11,094)	(22,313)	(11,094)	(22,313)
Decrease (Increase) in contributions and other receivables	3,086,728	(3,145,840)	(1,380,645)	679,627	(3,549,914)	1,937,714
Decrease (Increase) in reinsurance recoverable	21,691	(20,894)	220,210	234,071	732,300	971,284
(Increase) Decrease in prepaid reinsurance	(4,950)	(2,876)	-	-	(671,688)	(480,583)
(Increase) Decrease in other assets	252,573	178,592	126,285	89,296	126,286	89,296
Increase (Decrease) in other liabilities	1,841,808	1,440,767	421,428	254,545	421,429	254,546
Increase (Decrease) in lease and SBITA liabilities	(470,252)	3,470,330	(235,126)	1,735,165	(235,126)	1,735,165
Increase (Decrease) in unearned contributions reserve	79,520	696,984	282,827	292,953	1,522,104	903,377
(Decrease) Increase in funds invested for TML	501,081	78,188	250,540	39,094	250,540	39,094
Increase (Decrease) in reinsurance payable	-	-	(26,241)	205,396	898,661	(1,160,066)
Increase (Decrease) in payable to Administrative Services Only contracts	(93,867)	(43,520)	-	-	-	-
(Decrease) Increase in outstanding loss drafts	(45,734)	(167,472)	1,360,643	156,020	1,217,375	1,865,345
(Increase) Decrease in accrued investment income	(273,237)	(215,290)	(19,285)	(84,297)	29,121	(37,654)
(Increase) Decrease in investment trade receivable	(15,707)	(5,699)	(9,669)	(2,461)	(4,935)	(1,348)
Increase/(decrease) in members' equity return payable	-	-	-	-	-	-
Net cash provided by/(used for) operating activities	46,642,561	35,135,839	10,946,517	10,464,864	(1,413,234)	5,082,239
Adjustment for Receipt of Interest Income	(16,664,759)	(13,517,529)	(6,620,228)	(5,583,824)	(4,671,025)	(3,925,515)
Net cash provided by/(used for) operating activities (without interest income)	\$ 29,977,802	\$ 21,618,310	\$ 4,326,289	\$ 4,881,040	\$ (6,084,259)	\$ 1,156,724

(Statements of Cash Flows continued from previous page)

The accompanying notes are an integral part of these financial statements.

				Totals	
Reinsurance		Stability		September 30, 2024	September 30, 2023
2024	2023	2024	2023	Current Year	Prior Year
\$ 24,943,690	\$ 7,443,671	\$ (2,468,391)	\$ (7,908,360)	\$ 107,429,244	\$ 4,366,182
487,083	368,968	54,120	40,996	5,412,038	4,099,658
-	-	-	13,764,288	-	13,764,288
(21,412)	(10,955)	10,292,857	(26,054,824)	9,927,250	(26,192,613)
-	-	(53,560)	369,990	(53,560)	369,990
(10,645,128)	756,876	(2,058,584)	1,098,819	(72,700,716)	6,081,301
-	-	703,839	264,000	703,839	264,000
-	-	(10,067,699)	15,628,562	(10,067,699)	15,628,562
-	-	60,481	(343,116)	60,481	(343,116)
(455,372)	1,524,397	4,400,000	3,700,000	24,074,494	31,398,406
(4,400)	-	(489)	-	(49,266)	(89,253)
-	-	-	-	(1,843,831)	(528,499)
-	-	-	-	974,201	1,184,461
(120,938)	(75,000)	-	-	(797,576)	(558,459)
(10,376)	-	(1,153)	-	493,615	357,184
168,570	514,115	18,729	57,124	2,871,964	2,521,097
(94,050)	694,066	(10,450)	77,118	(1,045,004)	7,711,844
-	-	-	-	1,884,451	1,893,314
-	-	-	-	1,002,161	156,376
-	-	-	-	872,420	(954,670)
-	-	-	-	(93,867)	(43,520)
-	-	-	-	2,532,284	1,853,893
(67,982)	(83,503)	(19,853)	(44,428)	(351,236)	(465,172)
(6,342)	(2,040)	(2,165)	(588)	(38,818)	(12,136)
(2,500)	(37,800)	-	-	(2,500)	(37,800)
14,170,843	11,092,795	847,682	649,581	71,194,369	62,425,318
(5,328,560)	(4,370,066)	(1,157,494)	(843,832)	(34,442,066)	(28,240,766)
\$ 8,842,283	\$ 6,722,729	\$ (309,812)	\$ (194,251)	\$ 36,752,303	\$ 34,184,552

The accompanying notes are an integral part of these financial statements.

NOTES TO FINANCIAL STATEMENTS

NOTE 1 – DESCRIPTION OF OPERATIONS

The Texas Municipal League Intergovernmental Risk Pool (the Pool) provides workers' compensation, liability and property coverages for certain governmental entities of the State of Texas. Member entities include cities, housing authorities, municipal utility districts, councils of government, hospital districts, fire districts/emergency service districts, water and irrigation districts, tax appraisal districts and other special districts and authorities. At September 30, 2024 and 2023, the Pool had 2,803 and 2,824 members, respectively, participating in its programs. The Pool consists of enterprise funds including the Workers' Compensation, Liability, Property, Reinsurance, and Stability Funds. For external reporting purposes, the Pool classifies all Funds as "major funds" as prescribed by the Governmental Accounting Standards Board (GASB).

The Texas Municipal League Workers' Compensation Joint Insurance Fund (Workers' Compensation) was created in January 1974. This Fund provides coverage that conforms to the workers' compensation laws of Texas. This Fund also provides excess workers' compensation coverage over per occurrence retentions and corridor deductibles.

In 1981, the Texas Municipal League Joint-Self Insurance Fund (Liability and Property) was created. The coverages provided by the Liability Fund include general liability, errors and omissions liability, law enforcement liability, automobile liability, cyber and data breach liability, hangarkeepers' liability, chartered aircraft and airport liability, supplemental sewage backup liability, and supplemental income gap liability. The Property Fund provides real and personal property, automobile physical damage, mobile equipment, boiler and machinery, crime and animal mortality coverage.

The Stability and Reinsurance Funds were created in 1990. The purpose of these Funds is to provide additional self-funded layers of risk and stability for Pool operations. The Stability Fund was created to provide protection for all of the Pool's claims incurring funds to offset the inability of any such Fund to meet its cash requirements, provide a reserve for Unallocated Loss Adjustment Expenses (ULAE), be the mechanism to fund the non-operational Texas Municipal Retirement System unfunded liability, and provide a smoothing method for future increases in personnel costs via the Employment Cost Reserve (ECR). The Reinsurance Fund provides reinsurance, like that provided by external reinsurers, to the claims incurring Funds.

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Financial Statements

The basic financial statements consist of individual account balances for the Workers' Compensation, Liability, Property, Reinsurance, and Stability Funds. The effects of interfund transactions were eliminated on the combined financial statements. The financial statements of the Pool have been prepared using the accrual basis of accounting in conformity with accounting principles generally accepted in the United States (GAAP) as applied to governmental entities.

Contribution Recognition

Generally, member entities pay annual contributions to obtain workers' compensation, liability, property, and cyber coverage for each fiscal year ending September 30. These contributions are earned on a pro-rata basis over the period of coverage. Workers' Compensation contributions are initially rated on estimated payrolls and subsequently are audited and adjusted in the following year. Audit adjustments billed and earned in fiscal years 2024 and 2023 were \$6,925,306 and \$6,261,703, respectively. Contribution rates are approved by the Board. Initial rates were either determined based on rates established by the Insurance Services Office or the Texas Department of Insurance. As the Pool has developed, adjustments were made to the initial rates to reflect current operations. Contribution rates

NOTES TO FINANCIAL STATEMENTS

are adjusted using experience modifiers based on individual members' loss experience. Cyber liability and breach response services were added to the Pool's available coverage.

Investments

Cash, cash equivalents and investments are combined for banking and investment purposes, but individual fund balances are determined by fund operations and financial results. The Pool presents all investments on the balance sheet at fair value and recognizes changes in the fair value of investments as a component of investment income on the Statements of Operations and Changes in Net Position.

The intent of the Pool is to buy and hold investments until they mature. However, the Pool may sell securities as a prudent measure based on current market conditions. Long-term investments consist of United States Government and agency securities, municipal and corporate bonds, and corporate bond and equity mutual funds. Short-term investments include securities with maturity dates within one year. Cash equivalents include demand, money market, and investment pool funds.

Investing is a primary ongoing operation of the Pool, and all investment income is used to fund Pool operations. Investment income is also a determining factor used in setting contribution rates. It is the Pool's policy to consider investment income (excluding change in fair value) as an important component of total operating income.

The Pool complies with the Texas Public Funds Investment Act (Chapter 2256, Texas Government Code). In June 2019, Senate Bill 2551 expanded the number and types of cancer presumed under the Texas workers' compensation statutes to be related to the hazards of firefighting. To help offset the additional costs afforded by the expansion of benefits, the law expanded the investment authority for governmental self-insurance risk pools (as well as governmental self-insureds). Chapter 504 of the Texas Labor Code grants the Pool the sole discretion, under the "Prudent Person" rule, to accumulate and invest assets for the interest of current and future beneficiaries of workers' compensation death and lifetime income benefits. The Public Funds Investment Act does not apply to the investment of these assets. In January 2020, the Board revised the investment policy and adopted provisions related to the authorized investments, investment benchmark, investment structure, and funding for the Lifetime Benefits Investment Portfolio (LTB Portfolio). The LTB Portfolio is comprised of claim reserves and members' equity of the Workers' Compensation and Reinsurance Funds related to workers' compensation death and lifetime income benefits. All other funds are invested in accordance with the Texas Public Funds Investment Act.

Fair Value Measurements

Estimates of fair value for financial assets are based on the framework established in the fair value measurements and disclosures accounting guidance. The framework is based on the inputs used in valuation and requires that observable inputs be used in the valuations when available. The disclosure of fair value estimates in the fair value accounting guidance includes a hierarchy based on whether significant valuation inputs are observable. In determining the level of the hierarchy in which the estimate is disclosed, the highest priority is given to unadjusted quoted prices in active markets and the lowest priority to unobservable inputs that reflect significant market assumptions.

Fair values are based on quoted market prices when available (Level 1). The Pool receives the quoted market prices from a third party nationally recognized in pricing service. When market prices are not available, the Pool utilizes a pricing service to determine an estimate of fair value, which is mainly used for the Pool's debt securities' fair value. The fair value is generally estimated using current market inputs for similar financial instruments with comparable terms and credit quality, commonly referred to as matrix pricing (Level 2). In instances where there is little or no market activity for the same or similar instruments, the Pool estimates fair value using methods, models and assumptions that management believes are relevant to the particular asset. This may include discounted cash flow

NOTES TO FINANCIAL STATEMENTS

analysis or other income-based approaches (Level 3). These valuation techniques involve some level of management estimation and judgment. The Pool recognizes transfers between levels at the end of the reporting period.

Claim Reserves

After considering the consulting actuary's analysis, claim reserves represent management's best estimate of ultimate net unpaid losses. Estimated net ultimate losses include claims that have been reported but not yet paid, estimates of additional development of initial claim estimates, and claims that have been incurred but not yet reported (IBNR) to the Pool, net of reinsurance.

The actuary's analysis includes allocated loss adjustment expenses that can be associated directly with specific claims, such as legal fees. The Pool also accrues a reserve estimate for Unallocated Loss Adjustment Expenses (ULAE) in the Stability Fund, which represents expected future costs that cannot be associated with specific claims but will be related to claims in the process of settlement, such as salaries of the Pool's claims department, and other costs of administering and closing claims.

The Pool has accumulated a base of reported loss data which is used to project ultimate losses. Estimates of incurred losses for all accident years involve estimation of future events and costs that may significantly differ from costs ultimately realized due to several factors. Although considerable variability is inherent in estimates of trends in loss severity and frequency, management believes the reserves for losses and loss adjustment expenses are adequate. The estimates are continually reviewed and adjusted as necessary as experience develops or new information becomes known. As adjustments to these estimates become necessary, such adjustments are reflected in current operations.

Reinsurance premiums, losses, and loss adjustment expenses are accounted for consistent with the original coverage documents issued and the terms of the reinsurance contracts. Certain reinsurance contracts include provisions for reinstatement premiums that are estimated and included in current operations when incurred.

The Pool discounts claim reserves in the Workers' Compensation Fund for all unpaid lifetime benefits to beneficiaries of employees fatally injured on the job. As such, the unpaid benefits have a determinable duration and amount.

Effective September 30, 2018, the discount rate for qualifying lifetime income benefit and death benefit reserves for the surviving spouse of a non-first responder is 4.4%, and 3.5% for death benefit reserves established for the surviving spouse of a first responder. On September 30, the reserves for reported lifetime benefit claims (net of reinsurance) and estimated present value of these reserves were as follows:

Lifetime Income Benefits	2024	2023
Reserves	\$ 140,326,974	\$ 146,933,194
Discount	(55,739,284)	(59,081,080)
Present Value	\$ 84,587,690	\$ 87,852,114

Net Position

Net Position supports the Pool's operations, provides protection against enterprise risks (underwriting, reserving, asset, and operational risks), and maintains the financial stability and strength of the Pool.

To maintain financial stability and protect the Pool against enterprise risks, the Pool considers periodic capital modeling studies to establish minimum and maximum target net position levels on a combined fund basis. In April 2024, the Board revised the target equity range based on the Pool's risk tolerance and removed the assessment of individual fund minimum target equity levels. The target net position range on a combined basis begins with the

NOTES TO FINANCIAL STATEMENTS

projected capital requirement to fund a 1-in-200-year occurrence and projected funding for 2 times a 1-in-200-year occurrence for the maximum level.

The Pool has established a Net Position Distribution Policy within a framework of the combined and individual target net position levels described above based on annual financial results. In April 2024, the Board revised the Member Equity Distribution Policy by removing the individual fund target equity minimums. No distribution of net position occurred in 2023-24 or 2022-23.

The combined target net position range was set at \$341 million to \$682 million. The combined net position on September 30, 2024, was \$373.7 million, which is above the target equity minimum on a combined fund basis.

GASB Statement No. 31 requires the Pool to report investments on the Statements of Net Position at fair value. Due to this GASB requirement, Net Position shown on the Statements of Net Position as of September 30, 2024, and 2023 includes unrealized gains and losses on investments as follows:

Funds	Net Position	Unrealized Gains/(Losses)	2024	2023
Workers' Compensation	\$ 131,947,336	\$ 2,355,245	\$ 134,302,581	\$ 58,162,364
Liability	46,642,014	(7,754,619)	38,887,395	34,928,874
Property	63,843,744	(5,190,966)	58,652,778	58,410,238
Reinsurance	122,853,485	(3,880,452)	118,973,033	94,045,226
Stability	24,939,624	(2,093,781)	22,845,843	20,688,184
Total	\$ 390,226,203	\$ (16,564,573)	\$ 373,661,630	\$ 266,234,886

The Board authorized restricting equity for the purpose of establishing a conservative approach for the Subsequent Injury Fund's (SIF) long-term obligations to the Pool. At September 30, 2024, and 2023, the restricted net position for SIF was \$7.1 million.

In October 2022, the Board increased the ULAE reserves by \$9.6 million. For rate stabilization purposes, the Board decided to recognize 1/3 of the \$9.6 million or \$3.2 million per year over the three-year period beginning with the 2021-22 fiscal year and ending with the 2023-24 fiscal year. At September 30, 2024, the ULAE reserves were \$20.7 million.

Income Taxes

The Workers' Compensation and the Liability and Property programs obtained rulings from the Internal Revenue Service in February 1980 and July 1989, respectively, which recognize these programs as political subdivisions. Pursuant to these rulings, income is not taxable under Section 115(1) of the Internal Revenue Code. Accordingly, the accompanying financial statements do not include income tax expense.

Land and Capital Assets

The Pool purchased a 50% undivided interest in the land and building of the Texas Municipal Center (TMC) on February 28, 1995. On February 13, 2024, the Pool purchased the remaining 50% interest from TX Health Benefits Pool.

Expenditures for individual property items costing \$100,000 or more are capitalized and carried at depreciated cost.

Depreciation expense is computed on a straight-line basis over the estimated useful life of the assets, which is assumed to be forty years for building, seven years for software, five years for furniture, fixtures and equipment, and three years for vehicles and computers. Land is reported as a non-depreciable asset (see Note 5).

NOTES TO FINANCIAL STATEMENTS

Leases and Subscription-Based Information Technology Arrangements (SBITAs)

In 2022-23, the Pool implemented GASB Statements No. 87, *Leases* (GASBS 87) and No. 96, *Subscription-Based Information Technology Arrangements* (GASBS 96). Under GASB 87, leases are financings of the right-to-use of an underlying nonfinancial asset. Lessees recognize a lease liability and a lease asset, and lessors recognize a lease receivable and subsequently amortize over the lease term of the right-to-use asset. Under GASB 96, subscription-based information technology arrangements (SBITAs) convey the right-to-use a vendor's information technology software, and a subscription liability and an intangible asset is recognized in the financial statements. Details and the impact of the implementation of these standards can be found in Note 5 - Net Capital Assets.

Short-term and Other Leases and Subscription-Based IT Arrangements

For leases and subscription-based IT arrangements with a maximum possible term of 12 months or less at commencement, the Pool recognizes an expense/expenditure based on the provisions of the lease contract or subscription-based IT arrangement.

Other Liabilities

Other liabilities include amounts payable to employees and various vendors for goods or services provided during the fund year and short-term portion of lease contract and subscription-based IT arrangements that are within a 12-month term. The balances on September 30 are as follows:

Other Liabilities	2024	2023
Excess Deposit Payables	\$ 5,666,769	\$ 4,727,817
Other Payables	2,753,499	1,019,433
Vacation Wages Payables	3,522,963	3,235,603
Lease Liabilities	108,950	119,553
SBITAs Liabilities	1,359,986	1,437,797
Total	\$ 13,412,167	\$ 10,540,203

Leases and Subscription-Based Information Technology Arrangements (SBITAs) Liabilities

Leases and SBITAs liabilities consist of long-term portion of lease contract and subscription-based IT arrangements that are longer than a 12-month term. The balances on September 30 are as follows:

Lease & SBITAs Liabilities	2024	2023
Lease Liabilities	\$ 352,913	\$ 450,130
SBITAs Liabilities	6,313,927	7,261,714
Total	\$ 6,666,840	\$ 7,711,844

Unearned Contributions

Unearned contributions account for in-force contributions, billed and unbilled, that have not been earned. The balances on September 30 are as follows:

Unearned Contributions	2024	2023
Workers' Compensation	\$ 2,574,002	\$ 2,494,482
Liability	1,927,733	1,644,906
Property	6,487,190	4,965,086
Total	\$ 10,988,925	\$ 9,104,474

Deferred Compensation Plan

The Pool offers its employees deferred compensation plans created in accordance with Internal Revenue Code Section 457. The plans available to all Pool employees permit employees to defer a portion of their salary until future

NOTES TO FINANCIAL STATEMENTS

years. The deferred compensation is not available to employees until termination, retirement, death, or qualifying emergency. The Pool contributed \$1,804,411 and \$1,674,415 during the years ended September 30, 2024, and 2023, respectively, to the 457 plans. These amounts are included in G&A expenses on the accompanying statements of operations and changes in net position.

Allocations

Investment income (without unrealized gains/(losses)) is allocated monthly to each fund based on each fund's beginning month's pooled cash balance. Unrealized gains/(losses) are allocated monthly to each fund based on each fund's ending cash balance. Effective October 1, 2021, departmental expenses directly attributable to the Workers' Compensation Department were allocated 100% to the Workers' Compensation Fund. The expenses directly attributable to the Liability and Property Departments are allocated 65% and 35% to the Liability and Property Funds, respectively. G&A expenses not directly attributable to a particular fund are allocated 90% to Workers' Compensation, Liability and Property Funds at percentages of 50%, 25% and 25%, respectively. The other 10% is allocated to the Reinsurance and Stability Funds at 90% and 10%, respectively.

Estimates

The Pool's annual financial report contains required estimates in accordance with GAAP. All such estimates are reviewed and approved by management and are based on the most current and accurate information available at the time. Actual results, when known, could vary significantly from these estimates.

Subsequent Events

The Pool has evaluated subsequent events for disclosure and recognition through December 13, 2024, the date on which these financial statements were available to be issued.

The Board approved the creation of a new Cyber Fund. On October 1, 2024, the Liability Fund transferred \$10 million of members' equity to the Cyber Fund.

NOTE 3 – CASH AND CASH EQUIVALENTS

The bank balances of the Pool's cash and cash equivalents are \$37,308,576 and \$12,288,948 at September 30, 2024, and 2023, respectively. The difference between the bank balances and the recorded cash balances on the statement of net position is due to the outstanding checks net of deposits in transit of \$133,642 and \$110,170 at September 30, 2024, and 2023, respectively. The cash balances are \$37,174,934 and \$12,178,778 at September 30, 2024, and 2023, respectively.

Cash equivalents invested in TexPool, a Local Government Investment Pool (LGIP), amounted to \$15,286,109 and \$15,965 at September 30, 2024, and 2023, respectively. Per GASB Statement No. 79, Certain External Investment Pools and Pool Participants, TexPool utilizes amortized cost for valuation and financial reporting. The Pool also invests in money market funds that are recorded at fair value which approximates cost. There are no limitations or restrictions on withdrawals from TexPool or money market funds except for daily trading time deadlines.

NOTE 4 – INVESTMENTS

Investing is a primary ongoing operation of the Pool, and it is the Pool's policy to consider investment income as an important component of operating income. Under provisions of the Pool's investment policy, and in accordance with regulations for investment of public funds in the State of Texas (i.e., the Public Funds Investment Act), the Pool may invest in the following types of investments:

NOTES TO FINANCIAL STATEMENTS

1. Obligations of the United States or its agencies and instrumentalities, including the Federal Home Loan Banks
2. Direct obligations of the State of Texas or its agencies and instrumentalities
3. Mortgage-backed securities directly issued by a federal agency or instrumentality except for collateralized mortgage obligations
4. Other obligations, the principal and interest of which are unconditionally guaranteed or insured by, or backed by the full faith and credit of the State of Texas or the United States or their respective agencies and instrumentalities, including obligations that are fully guaranteed or insured by the Federal Deposit Insurance Corporation or by the explicit full faith and credit of the United States
5. Obligations of states, agencies, counties, cities, and other political subdivisions of any state having been rated as to investment quality by a nationally recognized investment rating firm and having received a rating of not less than A or its equivalent
6. Certificates of deposit and share certificates authorized by section 2256.010 of the Public Funds Investment Act
7. Repurchase agreements authorized by section 2256.011 of the Public Funds Investment Act
8. No-load money market mutual funds authorized by section 2256.014 of the Public Funds Investment Act
9. No-load mutual funds authorized by section 2256.014 of the Public Funds Investment Act
10. Investment Pools authorized by sections 2256.016 and 2256.019 of the Public Funds Investment Act
11. Interest-bearing banking deposits guaranteed or insured by the Federal Deposit Insurance Corporation or its successor.

Following is a list of investments that are authorized by the Pool in accordance with the provisions of Chapter 504 of the Texas Labor Code and the prudent person rule:

1. Obligations of corporations rated as investment grade by a nationally recognized investment rating firm and having received a rating of not less than BBB- or its equivalent
2. Mutual funds invested in below grade corporate bonds with a weighted average rating of B or above
3. Stock (Equities) of companies traded on US stock exchanges
4. Mutual funds invested in stocks traded on US stock exchanges
5. Commercial mortgage-backed securities (CMBS) rated BBB- or above by a nationally recognized credit rating agency
6. Asset-backed securities (ABS) rated BBB- or above by a nationally recognized credit rating agency
7. Non-agency residential mortgage mortgage-backed securities (RMBS) rated BBB- or above by a nationally recognized rating agency.

Credit risk is the risk that an issuer or other counterpart to an investment will not fulfill its obligations. Concentration of credit risk is the risk of loss attributed to the magnitude of an investment in a single issuer. In accordance with the Pool's investment policy and state law, preservation and safety of principal is the primary objective of the Pool's investment program and is addressed by purchasing the highest quality and creditworthy investments (see list of authorized investments above).

As of September 30, 2024, and 2023, the percentage of the Pool's cash equivalents invested in a government money market fund at Principal was 49.9% and 92.8%, respectively. The percentage of the Pool's cash equivalents invested in TexPool as of September 30, 2024, and 2023 was 81.8% and 1.8%, respectively. The remainder of the cash equivalents were invested in a money market fund account at Frost Bank. The Federal Deposit Insurance Corporation (FDIC) insures amounts on deposit up to the limits as prescribed by law. For funds above the FDIC insured amount, the Pool requires the depository to place securities as collateral in accordance with state law and the Pool's investment policy. Cash equivalents held in government money market funds at Principal and Frost Bank and in TexPool are not FDIC insured. The government money market funds are registered and regulated by the Securities and Exchange Commission (SEC), and the Texas State Comptroller of Public Accounts oversees TexPool. The Pool

NOTES TO FINANCIAL STATEMENTS

does not believe it is exposed to significant credit risk. Neither the Pool's investment policy nor state law places a limit on the amount the Pool may invest in a single authorized issuer.

The following presents the ratings for each investment type at September 30, 2024:

Investment Type/Issuer	Fair Value	S&P Rating	Moody's Rating
U.S. Treasury			
U.S. Treasury	\$ 5,535,867	AA+	Aaa
Municipal Bonds			
Muni Bonds	33,780,643	AAA**	Aaa
Muni Bonds	10,413,536	AAA**	Aa
Muni Bonds	24,323,145	AAA**	-
Muni Bonds	773,330	AA**	Aaa
Muni Bonds	31,607,929	AA**	Aa
Muni Bonds	1,261,510	AA**	A
Muni Bonds	25,330,098	AA**	-
Muni Bonds	1,970,660	A**	A
Muni Bonds	2,186,635	A**	-
Muni Bonds	13,936,702	-	Aaa
Muni Bonds	9,727,980	-	Aa
Muni Bonds	2,261,453	-	A
Muni Bonds	1,147,987	-	-
Sub-Total	\$ 158,721,608		
Mortgage Backed Securities			
FNMA*	237,411,745	AA+	Aaa
FHLMC*	141,468,848	AA+	Aaa
GNMA	7,118,111	AA+	Aaa
Sub-Total	\$ 385,998,704		
Corporate Bonds			
Corp. Bonds	1,155,076	AAA**	-
Corp. Bonds	1,520,973	AA**	Aaa
Corp. Bonds	2,909,263	AA**	Aa
Corp. Bonds	805,509	AA**	A
Corp. Bonds	1,835,799	A**	Aa
Corp. Bonds	30,793,514	A**	A
Corp. Bonds	3,461,187	A**	Baa
Corp. Bonds	3,330,262	A**	-
Corp. Bonds	9,839,188	BBB**	A
Corp. Bonds	48,429,522	BBB**	Baa
Corp. Bonds	2,689,865	BBB**	Ba
Corp. Bonds	1,066,140	BBB**	-
Corp. Bonds	134,982	BB*	Baa
Corp. Bonds	1,362,061	-	Aaa
Corp. Bonds	68,714	-	Aa
Corp. Bonds	534,806	-	A
Corp. Bonds	1,861,539	-	Baa
Corp. Bonds	6,427,116	-	-
Sub-Total	\$ 118,225,516		
Bond Mutual Funds	\$ 39,773,718		
Equity Mutual Funds	\$ 104,662,954		
Total Investments	\$ 812,918,367		

*Issuer accounts for 5% or more of total investments.

AAA** - Refers to those rated as AAA- and AAA.

AA** - Refers to those rated as AA-, AA and AA+

A* - Refers to those rated as A-, A and A+.

NOTES TO FINANCIAL STATEMENTS

The Pool's gross unrealized gains and losses on investments were as follows:

	September 30, 2024					
	Amortized Cost	Gross Unrealized Gains	Gross Unrealized Losses	Total Gross Unrealized Gains/(Losses)	Fair Value	
U.S. Treasury Obligations	\$ 5,730,165	\$ 10,013	\$ (204,311)	\$ (194,298)	\$ 5,535,867	
Municipal Bonds	173,822,302	339,753	(15,440,447)	(15,100,694)	158,721,608	
U.S. Agency MBS	412,995,746	3,675,595	(30,672,637)	(26,997,042)	385,998,704	
Corporate Bonds	121,158,253	1,801,303	(4,734,040)	(2,932,737)	118,225,516	
Bond Mutual Funds	40,620,873	514,100	(1,361,255)	(847,155)	39,773,718	
Equity Mutual Funds	75,155,600	29,507,404	(50)	29,507,354	104,662,954	
Total Investments	\$ 829,482,939	\$ 35,848,168	\$ (52,412,740)	\$ (16,564,572)	\$ 812,918,367	

	September 30, 2023					
	Amortized Cost	Gross Unrealized Gains	Gross Unrealized Losses	Total Gross Unrealized Gains/(Losses)	Fair Value	
U.S. Treasury Obligations	\$ 1,100,111	\$ 5,000	\$ (289,994)	\$ (284,994)	\$ 815,117	
Municipal Bonds	181,799,128	12,220	(26,477,059)	(26,464,839)	155,334,289	
U.S. Agency MBS	399,266,425	33,363	(58,356,094)	(58,322,731)	340,943,694	
Corporate Bonds	118,341,002	43,686	(12,340,540)	(12,296,854)	106,044,148	
Bond Mutual Funds	38,317,740	5,825	(3,577,491)	(3,571,666)	34,746,074	
Equity Mutual Funds	55,143,759	9,527,708	(639,388)	8,888,320	64,032,079	
Total Investments	\$ 793,968,165	\$ 9,627,802	\$ (101,680,566)	\$ (92,052,764)	\$ 701,915,401	

The Pool categorizes its investments fair value measurements within the fair value hierarchy established by GAAP. The hierarchy is based on the valuation inputs used to measure the fair value of the assets. Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant other observable inputs; Level 3 inputs are significant unobservable inputs.

The Pool had the following recurring fair value measurements for the years ended September 30 as follows:

Investments by fair value level	9/30/24	Quoted Prices in	Significant Other	Significant
		Active Markets for Identical Assets (Level 1)	Observable Inputs (Level 2)	Unobservable Inputs (Level 3)
U.S. Treasury Securities	\$ 5,535,867	\$ 5,535,867	\$ -	\$ -
Total U.S. Treasury Securities	5,535,867	5,535,867	-	-
Government Agencies Securities				
Municipal Bonds	158,721,608	-	158,721,608	-
Mortgage Backed	385,998,704	-	385,998,704	-
Total Government Agencies Securities	544,720,312	-	544,720,312	-
Corporate Bonds and Mutual Funds				
Corporate Bonds	118,225,516	-	118,225,516	-
Bond Mutual Funds	39,773,718	39,773,718	-	-
Equity Mutual Funds	104,662,954	104,662,954	-	-
Total Corporate Bonds and Mutual Funds	262,662,188	144,436,672	118,225,516	-
Total investments by fair value level	\$ 812,918,367	\$ 149,972,539	\$ 662,945,828	\$ -

NOTES TO FINANCIAL STATEMENTS

Investments by fair value level	9/30/23	Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)
U.S. Treasury Securities	\$ 815,117	\$ 815,117	\$ -	\$ -
Total U.S. Treasury Securities	815,117	815,117	-	-
Government Agencies Securities				
Municipal Bonds	155,334,289	-	155,334,289	-
Mortgage Backed	340,943,694	-	340,943,694	-
Total Government Agencies Securities	496,277,983	-	496,277,983	-
Corporate Bonds and Mutual Funds				
Corporate Bonds	106,044,148	-	106,044,148	-
Bond Mutual Funds	34,746,074	34,746,074	-	-
Equity Mutual Funds	64,032,079	64,032,079	-	-
Total Corporate Bonds and Mutual Funds	204,822,301	98,778,153	106,044,148	-
Total investments by fair value level	\$ 701,915,401	\$ 99,593,270	\$ 602,322,131	\$ -

The amortized cost and estimated fair value of long-term and short-term fixed income investments at September 30, 2024, and 2023, by expected maturity, are shown below. Actual maturities will vary from expected maturities as borrowers may have the right to call or prepay obligations with or without call or prepayment penalties.

Investment Maturity	September 30, 2024		September 30, 2023	
	Amortized Cost	Fair Value	Amortized Cost	Fair Value
Due in one year or less	\$ 34,837,280	\$ 34,345,728	\$ 10,508,202	\$ 10,327,594
Due after one year through five years	85,396,012	82,503,169	104,770,494	96,337,997
Due after five years through ten years	109,808,552	104,408,733	103,345,100	89,559,852
Due after ten years	70,668,877	61,225,361	82,616,445	65,968,111
Mortgage-Backed Securities due after one year	412,995,746	385,998,704	399,266,425	340,943,694
Equity and Bond Mutual funds	115,776,472	144,436,672	93,461,499	98,778,153
Total	\$ 829,482,939	\$ 812,918,367	\$ 793,968,165	\$ 701,915,401

Investment income included in the Statements of Operations and Changes in Net Position for the years ended September 30 are as follows:

Investment Income	2024	2023
Investment Income (interest & dividend income)	\$ 34,832,120	\$ 28,718,074
Net unrealized gains (losses)	\$ 75,488,172	\$ (5,279,499)
Amortization of discounts (premiums)	(2,179,588)	(3,219,730)
Net realized gains (losses)	(607,868)	2,417,928
Investment Income (change in fair value)	\$ 72,700,716	\$ (6,081,301)

The interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. The Pool's investment policy addresses interest rate risk by establishing a custom benchmark based on the intent and ability to buy investments and hold them until they mature. However, the Pool may sell securities as a prudent

NOTES TO FINANCIAL STATEMENTS

measure based on market conditions. To guide the buying and holding of investments, the Pool utilizes a custom benchmark that accounts for expected payments of liabilities and the Pool's objectives for utilizing Members' Equity.

The custom benchmark for investments governed by the Public Funds Investment Act is the following:

- 70% weighting to the Barclays Capital MBS Fixed Rate Index
- 20% weighting to the Barclays Capital Intermediate Taxable Municipal Index
- 10% weighting to the Barclays Capital Intermediate Government Index

The custom benchmark for investments governed by Chapter 504 of the Texas Labor Code is the following:

- 50% weighting to the Barclays US Intermediate Corporate Bond Index
- 13.125% weighting to the FTSE High Dividend Yield Index (TGPVAN)
- 13.125% weighting to the S&P U.S. Dividend Growers Index (SPUDIGUT)
- 4.375% weighting to the FTSE All-World Ex-U.S. Dividend Growers TR Index (SPGDIGUT)
- 15% weighting to the 95% U.S. High-Yield Ba/B 2% Issuer Capped Index and 5% U.S. Treasury 1-5 Years (I31551US)

The estimated effective duration is used to assess interest rate risk by estimating the sensitivity of fixed income securities to interest rate changes. The effective duration estimates the percentage change in the fair value of an investment (or an investment portfolio) for a one percent change in interest rates. It makes assumptions regarding the most likely timing and amounts of variable cash flows for investments that are highly sensitive to interest rate changes, such as mortgage-backed securities, callable bonds, and variable-rate debt.

As of September 30, 2024	Fair Value	Estimated Effective Duration
U.S. Treasury	\$ 5,535,867	2.40
Municipal Bonds	158,721,608	5.06
Mortgage Backed Securities	385,998,704	5.66
Corporate Bonds	118,225,516	4.13
Bond Mutual Funds	39,773,718	2.90
Equity Mutual Funds	104,662,954	N/A
Total Investments	\$ 812,918,367	5.08

The estimated effective duration of the custom benchmark at September 30, 2023 was 5.52.

NOTE 5 – NET CAPITAL ASSETS

Net capital assets were comprised of the following at September 30:

Fund	Capital Assets		Accumulated Depreciation		2024	2023
Workers' Compensation	\$	24,548,832	\$	(12,722,456)	\$ 11,826,376	\$ 10,798,923
Liability		12,274,416		(6,361,228)	5,913,188	5,399,461
Property		12,274,416		(6,361,228)	5,913,188	5,399,461
Reinsurance		4,909,766		(2,544,491)	2,365,275	2,159,785
Stability		545,529		(282,721)	262,808	239,976
Total	\$	54,552,959	\$	(28,272,124)	\$ 26,280,835	\$ 23,997,606

NOTES TO FINANCIAL STATEMENTS

Capital Assets	Beginning Balance @ 10/1/23	Purchases & Capitalized Expenses	Sales and Other Dispositions	Ending Balance @ 9/30/24
Vehicles	\$ 97,748	\$ -	\$ -	\$ 97,748
Computers	521,822	-	-	521,822
Furniture & Fixtures	963,587	-	-	963,587
Software	25,192,338	202,679	-	25,395,017
Building & Property Improv.	9,155,447	3,653,839	-	12,809,286
Land	514,697	3,578,114	-	4,092,811
Right to Use Assets - Leases	713,579	322	-	713,901
Right to Use Assets - Subscription-Based Information Technology	-	-	-	-
	9,698,472	260,315	-	9,958,787
Total	\$ 46,857,690	\$ 7,695,269	\$ -	\$ 54,552,959

Accumulated Depreciation	Beginning Balance @ 10/1/23	Depreciation Expense	Sales and Other Dispositions	Ending Balance @ 9/30/24
Vehicles	\$ 97,748	\$ -	\$ -	\$ 97,748
Computers	521,822	-	-	521,822
Furniture & Fixtures	963,587	-	-	963,587
Software	14,330,529	3,326,909	-	17,657,438
Building & Property Improv.	5,513,532	510,089	-	6,023,622
Right to Use Assets - Leases	145,143	115,171	-	260,314
Right to Use Assets - Subscription-Based Information Technology	-	-	-	-
	1,287,721	1,459,872	-	2,747,593
Total	\$ 22,860,083	\$ 5,412,041	\$ -	\$ 28,272,124

Leases

The Pool is a lessee for noncancellable leases of buildings, copiers, and other equipment. The Pool recognizes a lease liability, reported with long-term debt, and a right-to-use lease asset (leased asset), reported with other capital assets, in the financial statements.

At the commencement of a lease, the Pool initially measures the lease liability at the present value of payments expected to be made during the lease term. The lease term includes any renewal options that are more than likely to be exercised. Subsequently, the lease liability is reduced by the principal portion of lease payments made. The lease asset is initially measured as the initial amount of the lease liability, adjusted for lease payments made at or before the lease commencement date, plus certain initial direct costs. Subsequently, the lease asset is amortized on a straight-line basis over the shorter of the lease term or its useful life. Key estimates and judgments related to leases include how the Pool determines (1) the discount rate it uses to discount the expected lease payments to present value, (2) lease term, and (3) lease payments.

- The Pool uses the interest rate charged by the lessor as the discount rate. When the interest rate charged by the lessor is not provided, the Pool generally uses its estimated incremental borrowing rate as the discount rate for leases which has been determined using the Pool's long-term return on investments of 2.5%.
- The lease term includes the non-cancellable period of the lease.
- Lease payments included in the measurement of the lease liability are composed of fixed payments, variable payments fixed in substance or that depend on an index or a rate, purchase option price that the Pool is reasonably certain to exercise, lease incentives receivable from the lessor, and any other payments that are reasonably certain of being required based on an assessment of all relevant factors.

NOTES TO FINANCIAL STATEMENTS

The Pool monitors changes in circumstances that would require a remeasurement of its leases and will remeasure the lease asset and liability if certain changes occur that are expected to significantly affect the amount of the lease liability. The Pool identified two leases that qualify for treatment under GASB 87:

Lease 1 – Mesquite Field Office – The Pool leases a remote field office from International Town East Tower LP at 18601 LBJ Freeway, Suite 201 in Mesquite, Texas. The office is used to better serve members in that geographical region. At October 1, 2022, the Pool's lease for the Mesquite field office was due to expire on November 30, 2023, and considered short-term, negating the need for any restatement of prior periods. During the 2022-23 fund year, the lease was extended by 3 years. The discount period will be 48 months, beginning on December 1, 2022, and ending on November 30, 2026. The initial Mesquite lease valuation was as follows:

Present Value of Lease Payments: \$291,432
Total Lease Payments: \$305,171

Lease 2 – Switch (Formerly known as Data Foundry) – The Pool leases space from Switch to house core infrastructure and systems (data servers). Variable costs such as utilities and certain services provided by Switch are excluded from the valuation. The contract is set to be automatically renewed for three years at the end of every lease term. At October 1, 2022, the Pool was beginning the second year of a three-year lease term, necessitating a restatement of prior periods. The difference between the net asset value and the lease liability at October 1, 2022, will be adjusted through net position. Management determined that this contract is likely to be renewed for no less than a period of 10 years or 120 months, which was used as the discount period. A 3% increase was added to the future renewal amounts to account for potential inflationary price increases. The initial Switch lease valuation was as follows:

Present Value of Lease Payments: \$386,293
Total Lease Payments \$431,165

The recognition of the right-of-use lease assets and their valuations at 9/30/2024 are as follows:

Right of Use Lease Assets @ 10/1/2023			
	Net Asset Balance	Accumulated Amortization	Gross Asset Balance
Mesquite	\$ 230,717	\$ 60,715	\$ 291,432
Switch	337,717	84,430	422,147
Total	\$ 568,434	\$ 145,145	\$ 713,579

Right of Use Lease Assets @ 9/30/2024			
	Net Asset Balance	Accumulated Amortization	Gross Asset Balance
Mesquite	\$ 157,859	\$ 133,573	\$ 291,432
Switch	295,728	126,741	422,469 *
Total	\$ 453,587	\$ 260,314	\$ 713,901

*A small correction was made 7/31/2024 to the Switch valuation resulting in an increase in asset value of \$322

The schedule of principal payments (liability reduction) and interest expenses related to the lease liability are as follows:

		Mesquite	Switch**	Total
Year 1 - 22/23	Cash	\$ 75,850	\$ 46,236	\$ 122,086
	Interest Expense	5,254	9,129	14,383
	Liability Reduction	70,596	37,107	107,703
Year 2	Cash	74,656	46,236	120,892
	Interest Expense	4,531	8,199	12,730
	Liability Reduction	70,125	38,037	108,162
Year 3	Cash	71,384	47,623	119,007
	Interest Expense	2,837	7,219	10,056
	Liability Reduction	68,546	40,404	108,950
Year 4	Cash	71,384	47,623	119,007
	Interest Expense	1,104	6,197	7,301
	Liability Reduction	70,280	41,426	111,706

	Mesquite	Switch**	Total	
Year 5	Cash	11,897	47,623	59,520
	Interest Expense	12	5,149	5,161
	Liability Reduction	11,885	42,474	54,359
Year 6	Cash	0	48,681	48,681
	Interest Expense	0	4,061	4,061
	Liability Reduction	0	44,620	44,620
Years 7 - 10	Cash	0	147,503	147,503
	Interest Expense	0	5,278	5,278
	Liability Reduction	0	142,225	142,225
Total Liability Reduction	\$ 291,432	\$ 386,293	\$ 677,725	

** The difference between Net Asset Value and Lease Liability at 10/1/22 for Switch was \$6,022, which was recorded as an adjustment to Net Position.

NOTES TO FINANCIAL STATEMENTS

Subscription-Based Information Technology Arrangements (SBITAs)

The Pool has SBITAs as defined by GASB Statement No. 96, Subscription-Based Information Technology Arrangements. At subscription commencement, the Pool initially measures the subscription-based IT liability at the present value of payments expected to be made during the subscription term. Subsequently, the subscription-based IT liability is reduced by the principal portion of subscription payments made. The subscription-based IT asset is initially measured as the initial amount of the subscription-based IT liability, less subscription payments made at or before the subscription commencement date, less any vendor incentives received at or before the subscription commencement date, plus the capitalizable implementation costs. The subscription-based IT arrangement asset is amortized on a straight-line basis over the shorter of the subscription term or the useful life of the underlying hardware or software.

Key estimates and judgments related to leases include how the Pool determines (1) the discount rate it uses to discount the expected subscription payments to present value, (2) subscription term, (3) subscription payments, and (4) exclusion of contracts that are immaterial.

- The Pool uses the interest rate charged by the IT provider as the discount rate. When the interest rate charged by the provider is not provided, the Pool generally uses its estimated incremental borrowing rate as the discount rate for SBITAs which has been determined using the Pool's long-term return on investments of 2.5%.
- The subscription term includes the noncancellable period of the subscription, not to exceed seven years if not stated in the contract.
- SBITAs payments included in the measurement of the SBITAs liability are composed of fixed payments, variable payments fixed in substance or that depend on an index or a rate, purchase option price that the Pool is reasonably certain to exercise, lease incentives receivable from the lessor, and any other payments that are reasonably certain of being required based on an assessment of all relevant factors.
- The Pool determined that any contract with annual payment totals below \$100,000 was immaterial and excluded them from treatment under GASB 96.

The Pool monitors changes in circumstances that would require a remeasurement of its leases and will remeasure the SBITA asset and liability if certain changes occur that are expected to significantly affect the amount of the lease liability.

The Pool identified three contracts that meet the threshold for materiality and qualify for treatment under GASB 96:

SBITA 1 – Guidewire Inc. – The Pool uses Guidewire software for underwriting, claims management, billing, managing contacts, reporting, and analytics. The contract with Guidewire automatically renews for one year at the end of each term. For this reason, the Pool will begin valuation in the year of adoption, or as of October 1, 2022. Management determined the discount period will match the Pool's depreciation period for software assets of 7 years or 84 months. Guidewire may increase the annual subscription fee a minimum of 3% with proper written notice. A 3% increase in annual payments was added to reflect this contract term. This contract is based upon a base amount and a variable amount for Direct Written Premiums, DWPs, above a certain threshold. These amounts, although variable, are fixed in substance and are included in the valuation (the Pool's written contributions have increased each year over the last six years). The Guidewire SBITA initial valuation was as follows:

Present Value of SBITA Payments: \$7,684,734

Total SBITA Payments: \$8,113,326

NOTES TO FINANCIAL STATEMENTS

SBITA 2 - Microsoft Office 365 (SHI Government Solutions Inc.) – The Pool uses the Microsoft Office 365 suite of products across the organization for email, Teams calling and messaging, and Windows cloud computing. The current contract was signed in May of 2022 with a three-year term and the Pool will begin valuation in the year of adoption, or as of October 1, 2022. There is also a three-year renewal option in the contract which is more than likely to be exercised given the importance of these systems to the Pool's core operations. To align with the other identified SBITAs in consistency, management has elected a seven-year valuation period, and a 3% inflation adjustment is added to future annual renewals to account for potential future price increases. The Office 365 initial valuation was as follows:

Present Value of SBITA Payments: \$1,589,628
 Total SBITA Payments: \$1,734,820

SBITA 3 - FreeIT Data Solutions (Disaster Recovery as a Service (DRaaS)) – The Pool contracted with FreeIT Data Solutions to provide virtual systems in the cloud to serve as a back-up in the event the Pool's primary systems went down. The contract also has a variable element for any onsite technician work that is required. These costs have been excluded from the valuation. The initial contract begins on October 1, 2023, and terminates on September 30, 2026. Management has determined that this contract is likely to be renewed in the future and has elected a seven-year discount period to be consistent with the other identified SBITAs. Additionally, a 3% price increase in annual payments has been added to future renewals to provide a conservative estimate of potential future costs and remain consistent across all SBITAs. The DRaaS initial valuation was as follows:

Present Value of SBITA Payments: \$684,425
 Total SBITA Payments: \$745,924

The recognition of the subscription assets and their valuations at September 30, 2024, are as follows:

Subscription Assets @ 10/1/2023				Subscription Assets @ 9/30/2024			
	Net Asset Balance	Accumulated Amortization	Gross Asset Balance		Net Asset Balance	Accumulated Amortization	Gross Asset Balance
Guidewire	\$ 6,363,787	\$ 1,060,631	\$ 7,424,418	Guidewire	\$ 5,489,096	\$ 2,195,638	\$ 7,684,734
Office 365	1,362,539	227,089	1,589,628	Office 365	1,135,449	454,179	1,589,628
DRaaS	684,425	-	684,425	DRaaS	586,650	97,775	684,425
Total	\$ 8,410,751	\$ 1,287,720	\$ 9,698,471	Total	\$ 7,211,195	\$ 2,747,592	\$ 9,958,787

The principal payments (liability reduction) and interest expense related to the subscription liability are scheduled as follows:

		Guidewire	Office 365	DRaaS*	Total		Guidewire	Office 365	DRaaS*	Total	
Year 1 - 22/23	Cash	\$ 998,075	\$ 212,320	\$ -	\$ 1,210,395	Year 4	Cash	1,214,179	250,000	104,312	1,568,491
	Interest Expense	180,716	37,302	-	218,018		Interest Expense	105,694	21,215	11,356	138,265
	Liability Reduction	817,359	175,018	-	992,377		Liability Reduction	1,108,485	228,785	92,956	1,430,226
Year 2	Cash	1,144,480	250,000	104,312	1,498,792	Year 5	Cash	1,250,604	257,500	107,441	1,615,545
	Interest Expense	158,048	32,362	15,885	206,295		Interest Expense	77,166	15,327	8,962	101,455
	Liability Reduction	986,432	217,638	88,427	1,292,497		Liability Reduction	1,173,438	242,173	98,479	1,514,090
Year 3	Cash	1,178,814	250,000	104,312	1,533,126	Years 6-8	Cash	2,614,888	515,000	325,546	3,455,434
	Interest Expense	132,634	26,858	13,648	173,140		Interest Expense	62,048	12,128	11,647	85,823
	Liability Reduction	1,046,180	223,142	90,664	1,359,986		Liability Reduction	2,552,840	502,872	313,899	3,369,611
	Total Liability Reduction	\$ 7,684,734	\$ 1,589,628	\$ 684,425	\$ 9,958,787						

*DRaaS term 10/1/2023 - 9/30/2030

NOTES TO FINANCIAL STATEMENTS

The liabilities for leases and SBITAs are presented in two portions, current and long-term. The current portion of the liability is the present value of all payments to be made in the next twelve months. The long-term portion of the liability is the present value of all payments to be made beyond the next twelve months. They are detailed as follows:

Lease Liability - Leases (Present Value of future lease payments) @ 9/30/2024				SBITA Liability - SBITAs (Present Value of future subscription payments) @ 9/30/2024			
	Current Portion (12 months)	Long Term Portion	Total Liability		Current Portion (12 months)	Long Term Portion	Total Liability
Mesquite	\$ 68,545	\$ 82,166	\$ 150,711	DRaaS	\$ 90,664	\$ 505,334	\$ 595,998
Switch	40,402	270,747	311,149	Guidewire	1,046,180	4,834,763	5,880,943
				Office 365	223,142	973,830	1,196,972
Total	\$ 108,947	\$ 352,913	\$ 461,860	Total	\$ 1,359,986	\$ 6,313,927	\$ 7,673,913

NOTE 6 – OTHER ASSETS

Lease receivable includes the short-term portion of the lessor receivable with TML. The balances on September 30 are as follows:

Lease Receivable	Workers'					2024	2023
	Compensation	Liability	Property	Reinsurance	Stability		
Lease Receivable	\$ 99,545	\$ 49,773	\$ 49,773	\$ 19,909	\$ 2,213	\$ 221,213	\$ -
Deferred Resources - Lease	(109,828)	(54,914)	(54,914)	(21,966)	(2,442)	(244,064)	-
Total	\$ (10,283)	\$ (5,141)	\$ (5,141)	\$ (2,057)	\$ (229)	\$ (22,851)	\$ -

At September 30, the balance of other assets consisted of the following:

Other Assets	Workers'					2024	2023
	Compensation	Liability	Property	Reinsurance	Stability		
Deposit with NLC-MIC	\$ 39,518	\$ 227,973	\$ 293,576	\$ -	\$ -	\$ 561,067	\$ 561,067
Deposit with WC Alliance	56,864	0	0			56,864	56,864
Prepaid Expenses	38,151	19,075	19,075	7,630	849	84,780	588,148
Rent Deposits	4,910	2,455	2,455	983	109	10,912	20,755
Receivable from Lease	938,915	469,458	469,458	187,783	20,865	2,086,479	-
Deferred Resources - Lease	(919,814)	(459,907)	(459,907)	(183,964)	(20,440)	(2,044,032)	-
Total	\$ 158,544	\$ 259,054	\$ 324,657	\$ 12,432	\$ 1,383	\$ 756,070	\$ 1,226,834

The deposit with the National League of Cities Mutual Insurance Company (NLC-MIC) is based upon the level of reinsurance purchased from them.

At September 30, 2024, the Pool's equity interest in NLC-MIC was \$8,311,298, which is \$7,750,231 more than the Pool's recorded cost basis. At September 30, 2023, the equity interest was \$7,817,273, which was \$7,063,947 more than the recorded basis.

The Pool began the year with 50% ownership in the Texas Municipal Center (TMC), with the other 50% being owned by TX Health Benefits Pool. In February of 2024, the Pool purchased the other 50%, becoming sole owner of the TMC. Included in the other half of the ownership was a lease of office space to the Texas Municipal League (TML). Lease payments of \$22,983.90 are made by TML to the Pool on a month-to-month basis. The intent of this arrangement is long-term, so management chose a 10-year period to capitalize this lease under GASB 87. The present value of the lease payments is recorded as a deferred inflow of resources. Payments began on February 15, 2024, and the valuation is as follows:

Present Value of Lease Deferred Inflow of Resources: \$2,440,635
Total Lease Payments: \$2,758,068

NOTES TO FINANCIAL STATEMENTS

The recognition of the deferred inflow of resources and its valuation at September 30, 2024, are as follows:

	Lease Receivable - Deferred Inflow of Resources at 2/15/2024			Lease Receivable - Deferred Inflow of Resources at 9/30/2024			
	Net Balance of Deferred Inflow of Resources		Gross Balance of Deferred Inflow of Resources	Net Balance of Deferred Inflow of Resources		Gross Balance of Deferred Inflow of Resources	
	Resources	Lease Revenue	Resources	Resources	Lease Revenue	Resources	
TML Lease	\$ 2,440,635	\$ -	\$ 2,440,635	TML Lease	\$ 2,288,095	\$ 152,540	\$ 2,440,635
Total	\$ 2,440,635	\$ -	\$ 2,440,635	Total	\$ 2,288,095	\$ 152,540	\$ 2,440,635

The lease payments (receivable reduction) and interest expense related to the lease receivable are scheduled as follows:

	TML Lease			TML Lease	
Year 1 - 23-24	Cash	\$ 172,379	Year 4	Cash	275,807
	Interest Revenue	39,436		Interest Expense	43,264
	Receivable Reduction	132,943		Liability Reduction	232,543
Year 2	Cash	275,807	Year 5	Cash	275,807
	Interest Expense	54,594		Interest Revenue	37,384
	Liability Reduction	221,213		Receivable Reduction	238,423
Year 3	Cash	275,807	Years 6-10	Cash	1,482,462
	Interest Expense	49,000		Interest Revenue	93,756
	Liability Reduction	226,807		Receivable Reduction	1,388,706
			Total Receivable Reduction	2,440,635	

The asset for leases is presented in two portions, current and long-term. The current portion of the asset is the present value of all payments to be received in the next twelve months. The long-term portion of the asset is the present value of all payments to be received beyond the next twelve months. The current portion of the Deferred Inflow of Resources is the amount of lease revenue to be recognized in the next twelve months. The long-term portion of the Deferred Inflow of Resources is the amount of lease revenue to be recognized beyond twelve months. They are detailed as follows:

	Lease Receivable - Leases (Present Value of future lease payments) @ 9/30/2024			Lease Receivable - Leases (Deferred Inflow of Resources) @ 9/30/2024			
	Current Portion (12 months)	Long Term Portion	Total Receivable	Current Portion (12 months)	Long Term Portion	Total Deferred Inflow of Resources	
	TML Lease	221,213	2,086,479	2,307,692	TML Lease	244,063	2,044,032
Total	\$ 221,213	\$ 2,086,479	\$ 2,307,692	Total	\$ 244,063	\$ 2,044,032	\$ 2,288,095

NOTE 7 – CONTRACT SERVICE FEES

The Pool utilizes several contractors for underwriting, reinsurance brokerage and data processing services. Noted in the table below and included in the Statements of Operations were contract service fees for the fiscal years ending September 30, 2024, and 2023.

Contract Service Fees	2024	2023
Workers' Compensation	\$ 1,037,782	\$ 757,866
Liability	243,539	115,178
Property	237,136	110,326
Reinsurance	91,770	41,793
Stability	10,197	4,644
Total	\$ 1,620,424	\$ 1,029,807

NOTES TO FINANCIAL STATEMENTS

NOTE 8 – REINSURANCE

For fiscal years ending September 30, 2024, and 2023, the following Funds carry excess reinsurance as outlined below:

- **Workers' Compensation Fund**
 - Beginning October 1, 2021, and continuing through September 30, 2024, carries excess reinsurance with the Reinsurance Fund up to \$8 million over a retention limit of \$2 million and retains 50% of losses in this layer.
 - Beginning November 1, 2020, the Workers' Compensation Fund carries a catastrophic retention limit of \$15 million excess of \$10 million.

- **Liability Fund**
 - Beginning October 1, 2021, and continuing through September 20, 2024, carries excess reinsurance with the Reinsurance Fund over a retention of \$2 million and retains 25% of losses exceeding \$2 million.
 - Retains a 25% quota share of the first \$50,000 of losses related to Cyber & Data Breach coverage.
 - Retains 100% of Cyber & Data Breach losses exceeding \$50,000 up to policy limits.

- **Property Fund**
 - Carries a specific retention limit of \$4 million per occurrence and retains 50% of the \$6 million excess of \$4 million layer.
 - Through April 30, 2024, the Reinsurance Fund assumes the following:
 - a 50.00% quota share for the \$6 million excess of \$4 million layer,
 - a 50.00% quota share of the \$15 million excess of \$10 million layer,
 - a 37.00% quota share of the \$25 million excess of \$25 million layer,
 - a 23.25% quota share of the \$50 million excess of \$50 million layer,
 - a 17.00% quota share of the \$50 million excess of \$100 million layer,
 - a 14.50% quota share of the \$50 million excess of \$150 million layer,
 - a 10.00% quota share of the \$50 million excess of \$200 million layer, and
 - a 10.00% quota share of the \$50 million excess of the \$250 million layer.
 - Beginning on May 1, 2024, the Property Fund carries a specific retention limit of \$4 million per occurrence and retains 50% of the \$6 million excess of \$4 million layer.
 - The Reinsurance Fund assumes the following:
 - a 50.00% quota share for the \$6 million excess of \$4 million layer,
 - a 50.00% quota share of the \$15 million excess of \$10 million layer,
 - a 63.50% quota share of the \$25 million excess of \$25 million layer,
 - a 6.00% quota share of the \$25 million excess of \$25 million layer for a 2nd event,
 - a 5.00% quota share of the \$50 million excess of \$50 million layer,
 - a 5.00% quota share of the \$50 million excess of \$100 million layer,
 - a 5.00% quota share of the \$50 million excess of \$150 million layer,
 - a 5.00% quota share of the \$50 million excess of \$200 million layer,
 - a 5.00% quota share of the \$50 million excess of \$250 million layer, and
 - a 5.00% quota share of the \$80 million excess of \$300 million layer.

- **Reinsurance Fund**
 - Carries a second event cover for the \$25 million excess of \$25 million layer.
 - Through April 30, 2024, assumed a 20% quota share of the \$25 million excess of \$25 million layer.
 - Beginning on May 1, 2024, assumes a 57.5% quota share of the \$25 million excess of \$25 million layer.

NOTES TO FINANCIAL STATEMENTS

Payments to reinsurers are recognized over the term of the contracts. Reserves for losses and loss adjustment expenses are stated after deduction for reinsured estimated losses; however, the Pool is liable for these amounts in the event the reinsurers are unable to pay their portion of the claims.

The amounts anticipated to be recovered from outside reinsurance on case reserves and IBNR at September 30, 2024, and 2023 were as follows:

Fund		September 30, 2024			September 30, 2023		
		Gross	Ceded	Net	Gross	Ceded	Net
Workers' Compensation	Case	\$ 171,051,007	\$ (19,811,449)	\$ 151,239,558	\$ 176,186,128	\$ (20,770,724)	\$ 155,415,404
	IBNR	54,000,000	(1,300,000)	52,700,000	49,000,000	(1,300,000)	47,700,000
	Total	225,051,007	(21,111,449)	203,939,558	225,186,128	(22,070,724)	203,115,404
Liability	Case	146,242,452	(598,087)	145,644,365	127,745,151	(959,978)	126,785,173
	IBNR	29,950,000	(250,000)	29,700,000	32,350,000	(250,000)	32,100,000
	Total	176,192,452	(848,087)	175,344,365	160,095,151	(1,209,978)	158,885,173
Property	Case	57,808,976	(11,576,217)	46,232,759	46,919,782	(7,333,543)	39,586,239
	IBNR	(400,000)	(100,000)	(500,000)	7,400,000	(4,100,000)	3,300,000
	Total	57,408,976	(11,676,217)	45,732,759	54,319,782	(11,433,543)	42,886,239
Reinsurance	Case	17,752,114	-	17,752,114	14,207,487	-	14,207,487
	IBNR	1,650,000	-	1,650,000	5,650,000	-	5,650,000
	Total	19,402,114	-	19,402,114	19,857,487	-	19,857,487
Stability	ULAE	20,700,000	-	20,700,000	16,300,000	-	16,300,000
Eliminating	Case	(17,752,114)	17,752,114	-	(14,207,485)	14,207,485	-
	IBNR	(1,650,000)	1,650,000	-	(5,650,000)	5,650,000	-
	Total	(19,402,114)	19,402,114	-	(19,857,485)	19,857,485	-
Total	Case	395,802,435	(14,233,639)	381,568,796	367,151,063	(14,856,760)	352,294,303
	IBNR	83,550,000	0	83,550,000	88,750,000	0	88,750,000
	Total	\$ 479,352,435	\$ (14,233,639)	\$ 465,118,796	\$ 455,901,063	\$ (14,856,760)	\$ 441,044,303

The gross liabilities shown above are net of discounting.

Approximately 96.8% of the 2024 recoverable balance represents reserves from reinsurers rated "Superior", "Excellent", "Good" or "Strong" by A.M. Best Company or Standard and Poor's. The Pool is a participating member of NLC-MIC (not rated), which provides excess insurance coverage accounting for 3.2% of the reinsurance recoverable.

NOTE 9 – RELATED PARTY TRANSACTIONS

The Pool has an administrative services contract with TML for certain management and licensing fees related to the use of the organization's name. For fiscal years 2024 and 2023, these fees totaled \$1,001,682 and \$939,264, respectively.

The Pool has an arrangement to invest funds owned by TML. The amount of these funds, which was recorded as both an investment asset and a liability on the financial statements, is shown in the table below.

NOTES TO FINANCIAL STATEMENTS

Related Party Transactions	2024	2023
Beginning TML Investments	\$ 7,082,815	\$ 6,926,439
Investment Income	202,161	156,376
Deposits	800,000	-
Total	\$ 8,084,976	\$ 7,082,815

The Pool purchased 50% of the land and building at 1821 Rutherford Lane from TX Health Benefits Pool (formerly TML Health Benefits Pool) in February 1995 for a net purchase price of \$2.184 million. On February 13, 2024, the Pool purchased the remaining 50% for \$7.0 million. The purchase included the assumption of the office lease agreement with TML.

The Pool invests funds in TexPool. The same municipalities that the Pool insures may also be members in TexPool investments as further disclosed in Note 4.

The Pool's Executive Director serves on the NLC-MIC Board of Directors.

The Pool is a member of the Political Subdivision Workers' Compensation Alliance (Alliance), which is an intergovernmental arrangement to develop and maintain network medical services for workers' compensation providers within the State of Texas. In January 2019, the Pool entered an interlocal agreement with the Alliance to provide administrative and operational services. The annual management fee decreased to \$858,000 from \$863,254. The Pool's Executive Director serves on the Alliance's Board of Directors.

NOTE 10 – DEFINED BENEFIT PENSION PLAN

Plan Description

The Pool provides pension benefits for its eligible employees through a non-traditional, joint contributory, hybrid defined benefit plan in the state-wide Texas Municipal Retirement System (TMRS), an agent multiple-employer public employee retirement system. The plan provisions adopted by the Pool are within the options available in the governing state statutes of TMRS.

TMRS issues a publicly available comprehensive annual financial report that includes financial statements and required supplementary information for TMRS. The report also provides detailed explanations of the contributions, benefits and actuarial methods and assumptions used by TMRS. This report may be obtained from the TMRS website at www.tmr.com. Questions concerning the Pool's retirement provisions should be directed to the Chief Financial Officer at the Texas Municipal League Intergovernmental Risk Pool at (512) 491-2300.

Benefits Provided

TMRS provides retirement, disability, and death benefits. Benefit provisions are adopted by the governing body of the Pool, within the options available in the state statutes governing TMRS. The plan provisions adopted by the Pool's Board of Trustees as of September 30, 2024, and 2023 are reflected below.

NOTES TO FINANCIAL STATEMENTS

Plan Provisions	Plan Year 2023	Plan Year 2022
Employee deposit rate (Employee)	7.0%	7.0%
Matching ratio (Pool to Employee)	2 to 1	2 to 1
Years required for vesting	10	10
Service retirement eligibility (expressed as age / years of service)	60/10, 0/25	60/10, 0/25
Updated Service Credit	100% Repeating	100% Repeating
Annuity Increase (to retirees)	70% of CPI	70% of CPI
Supplemental Death Benefits (to active employees)	Yes	Yes
Supplemental Death Benefits (to retirees)	Yes	Yes
Military Service Credit	Yes	Yes
Buyback Service	Yes	Yes

Members can retire at certain ages, based on the years of service with the Pool and prior service with participating local governments. The Service Retirement Eligibilities for the Pool are: 10 years/age 60, 25 years/any age.

In addition to the annually repeating updated service credit, the Pool elected to provide an annually repeating annuity adjustment at 70% of the increase in the Consumer Price Index and supplemental death benefits to both active and retired employees. In 2016, the Pool added the transfer service option to its plan's provisions.

Employees covered by benefit terms

At the December 31, 2023, and 2022 valuation and measurement dates, the following numbers of employees were covered by the benefit terms:

	Plan Valuation Year	
	2023	2022
Active employees	251	249
Inactive employees or beneficiaries currently receiving benefits	131	125
Inactive employees entitled to but not yet receiving benefits	54	50
	436	424

Contributions

Under the state law governing TMRS, the contribution rate for the Pool is determined annually by the TMRS actuary, using the Entry Age Normal (EAN) actuarial cost method. This rate consists of the normal cost contribution rate and the prior service cost contribution rate, which is calculated to be a level percent of the Pool's payroll from year to year. The normal cost contribution rate finances the portion of the Pool's projected benefit allocated annually; the prior service contribution rate amortizes the unfunded actuarial liability over the applicable period for the Pool.

Both the normal cost and prior service contribution rates include recognition of the projected impact of annual repeating benefits, such as Updated Service Credits and annuity increases.

NOTES TO FINANCIAL STATEMENTS

Schedule of Contributions for Plan Years 2023 and 2022

Notes	Actuarially determined contribution rates are calculated as of December 31 and become effective in January, 13 months later.
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The Pool contributes to the TMRS Plan at an actuarially determined rate. Both the employees and the Pool make contributions monthly. The contribution rates for the Pool were 11.84% and 10.60% in calendar years 2024 and 2023, respectively. The Pool's contributions to TMRS for the year ended September 30, 2024, were \$3,492,121. For the year ended September 30, 2023, the contributions were \$3,079,719.

Net Pension Asset (Liability)

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

Actuarial Assumptions

The Total Pension Asset (Liability) in the December 31, 2023, and 2022 actuarial valuations was determined using the following actuarial assumptions:

2023 Plan Valuation Methods and Assumptions

Methods and Assumptions used to Determine Contribution Rates:

Actuarial Cost Method	Entry Age Normal
Amortization Method	Level Percentage of Payroll, Closed
Remaining Amortization Period	21 years (longest amortization ladder)
Asset Valuation Method	10 Year Smoothed Market; 12% soft corridor
Inflation	2.50%
Salary Increases	3.60% to 11.85% including inflation
Investment Rate of Return	6.75%
Retirement Age	Experience-based table of rates that vary by age. Last updated for the 2023 valuation pursuant to an experience study of the period ending 2022.
Mortality	Post-retirement: 2019 Municipal Retirees of Texas Mortality Tables. Male rates are multiplied by 103% and female rates are multiplied by 105%. The rates are projected on a fully generational basis by the most recent Scale MP-2021 (with immediate convergence). Pre-retirement: PUB(10) mortality tables, with the 110% of the Public Safety table used for males and the 100% of the General Employee table used for females. The rates are projected on a fully generational basis by the most recent Scale MP-2021 (with immediate convergence).

Other Information:

Notes	There were no benefit changes during the year.
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NOTES TO FINANCIAL STATEMENTS

2022 Plan Valuation Methods and Assumptions

Methods and Assumptions used to Determine Contribution Rates:

Actuarial Cost Method	Entry Age Normal
Amortization Method	Level Percentage of Payroll, Closed
Remaining Amortization Period	22 years (longest amortization ladder)
Asset Valuation Method	10 Year Smoothed Market; 12% soft corridor
Inflation	2.50%
Salary Increases	3.50% to 11.50% including inflation
Investment Rate of Return	6.75%
Retirement Age	Experience-based table of rates that are specific to the Pool's plan of benefits. Last updated for the 2019 valuation pursuant to an experience study of the period 2014-2018.
Mortality	Post-retirement: 2019 Municipal Retirees of Texas Mortality Tables. The rates are projected on a fully generational basis with scale UMP. Pre-retirement: PUB(10) mortality tables, with the Public Safety table used for males and the General Employee table used for females. The rates are projected on a fully generational basis with scale UMP.

Other Information:

Notes	There were no benefit changes during the year.
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Actuarial assumptions used in the December 31, 2023, valuation were based on the results of actuarial experience studies. The experience study in TMRS was for the period ending December 31, 2022. Health post-retirement mortality rates and annuity purchase rates were updated based on a Mortality Experience Investigation Study covering 2009 through 2011, and dated December 31, 2013. These assumptions were first used in the December 31, 2013, valuation, along with a change to the Entry Age Normal (EAN) actuarial cost method. Assumptions are reviewed annually. Plan assets are managed on a total return basis with an emphasis on both capital appreciation as well as the production of income to satisfy the short-term and long-term funding needs of TMRS.

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 weighing the expected future real rates of return by the target asset allocation percentage and by adding expected inflation.

NOTES TO FINANCIAL STATEMENTS

The target allocation and best estimates of real rates of return for each major asset class are summarized below:

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return (Arithmetic)
Global Public Equity	35%	6.7%
Core Fixed Income	6%	4.7%
Non-Core Fixed Income	20%	8.0%
Other Public and Private Markets	12%	8.0%
Real Estate	12%	7.6%
Hedge Funds	5%	6.4%
Private Equity	10%	11.6%
Total	100%	

Discount Rate

The discount rate used to measure the Total Pension Asset (Liability) was 6.75% at December 31, 2023. The projection of cash flows used to determine the discount rate assumed that employee and employer contributions will be made at the rates specified in statute. Based on that assumption, the pension plan's Fiduciary Net Position was projected to be available to make all projected future benefit payments of current active and inactive employees. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the Total Pension Liability.

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

Sensitivity of the Net Pension Liability to Changes in the Discount Rate		
1% Decrease 5.75%	Current Single Discount Rate Assumption 6.75%	1% Increase 7.75%
\$32,831,889	\$5,560,863	(\$17,228,344)

NOTES TO FINANCIAL STATEMENTS

Schedule of Changes in the Net Pension (Asset)/Liability and Related Ratios

	December 31 Measurement Date	
	2023	2022
A. Total pension liability		
1. Service Cost	\$ 5,015,250	\$ 4,778,284
2. Interest (on the Total Pension Liability)	13,632,671	12,827,873
3. Changes of benefit terms including substantively automatic status	-	-
4. Difference between expected and actual experience	(1,149,824)	1,748,787
5. Changes of assumptions	(750,451)	-
6. Benefit payments, including refunds of employee contributions	(8,361,078)	(6,739,918)
7. Net change in total pension liability	8,386,568	12,615,026
8. Total pension liability - beginning	203,638,407	191,023,381
9. Total pension liability - ending	\$ 212,024,975	\$ 203,638,407
B. Plan fiduciary net position		
1. Contributions - employer	\$ 3,128,894	\$ 2,935,955
2. Contributions - employee	2,055,430	1,963,507
3. Net investment income	21,770,420	(14,962,371)
4. Benefit payments, including refunds of employee contributions	(8,361,078)	(6,739,918)
5. Administrative Expenses	(138,432)	(129,358)
6. Other	(967)	154,362
7. Net change in plan fiduciary net position*	18,454,267	(16,777,823)
8. Plan fiduciary net position - beginning *	188,009,845	204,787,668
9. Plan fiduciary net position - ending	\$ 206,464,112	\$ 188,009,845
C. Net pension (asset) liability [A.9 - B.9]	\$ 5,560,863	\$ 15,628,562
D. Plan fiduciary net position as a % of the total pension liability [B.9 / A.9]	97.38%	92.33%
E. Covered-employee payroll	\$ 29,363,291	\$ 28,058,036
F. Net pension (asset) liability as a % of covered employee payroll [C / E]	18.94%	55.70%

* May be off due to rounding.

NOTES TO FINANCIAL STATEMENTS

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

For the years ended September 30, 2024, and 2023, the Pool recognized pension expense of \$3,356,432 and \$6,275,196, respectively, which was the same amount of pension expense for the Pool reported by TMRS (calendar year basis).

Schedule of Pension Expense

At December 31

	2023	2022
1. Total Service Cost	\$ 5,015,250	\$ 4,778,284
2. Interest (on the Total Pension Liability)	13,632,671	12,827,873
3. Current Period Benefit Changes	0	0
4. Employee Contribution (Reduction of Expenses)	(2,055,430)	(1,963,507)
5. Projected Earnings on Plan Investments (Reduction of Expenses)	(12,690,665)	(13,823,168)
6. Administrative Expense	138,432	129,357
7. Other Changes in Fiduciary Net Position	967	(154,362)
8. Recognition of Current Year Outflows (Inflows) of Resources - Liabilities	(407,785)	354,006
9. Recognition of Current Year Outflows (Inflows) of Resources - Assets	(1,815,951)	5,757,108
10. Amortization of Prior Year Outflows (Inflows) of Resources - Liabilities	894,344	586,146
11. Amortization of Prior Year Outflows (Inflows) of Resources - Assets	644,599	(2,216,541)
12. Total Pension Expense (Income)	\$ 3,356,432	\$ 6,275,196

At September 30, 2024, the Pool reported deferred outflows and inflows of resources related to pensions from the following sources (calendar year basis):

Schedule of Outflows and Inflows - Current and Future Expenses

	Total (Inflows) or Outflows of Resources	2023 Recognized in current pension expense	Deferred (Inflows)/Outflows in future expense
<u>Prior Years</u>*			
Difference between expected and actual experience	\$ 2,701,053	\$ 763,366	\$ 1,937,687
Difference in assumptions changes	201,706	130,978	70,728
Difference between projected and actual earnings on pension plan investments	13,052,969	644,598	12,408,371
<u>2023 Plan Year</u>			
Difference between expected and actual	(1,149,824)	(246,744)	(903,080)
Difference in assumptions changes	(750,451)	(161,041)	(589,410)
Difference between projected and actual earnings on pension plan investments	(9,079,755)	(1,815,951)	(7,263,804)
Deferred Pension Items	4,975,698	(684,794)	5,660,492
Contributions made subsequent to measurement date	2,706,866	-	2,706,866
Total	\$ 7,682,564	\$ (684,794)	\$ 8,367,358

* Prior Years' is composed of Plan Years 2018 - 2022

NOTES TO FINANCIAL STATEMENTS

At September 30, 2023, the Pool reported deferred outflows and inflows of resources related to pensions from the following sources (calendar year basis):

Schedule of Outflows and Inflows - Current and Future Expenses

	Total (Inflows) or Outflows of Resources	2022 Recognized in current pension expense	Deferred (Inflows)/Outflows in future expense
Prior Years*			
Difference between expected and actual experience	\$ 1,761,440	\$ 455,168	\$ 1,306,272
Difference in assumptions changes	332,684	130,978	201,706
Difference between projected and actual earnings on pension plan investments	(12,192,002)	(2,216,541)	(9,975,461)
2022 Plan Year			
Difference between expected and actual	1,748,786	354,006	1,394,780
Difference in assumptions changes	-	-	-
Difference between projected and actual earnings on pension plan investments	28,785,538	5,757,108	23,028,430
Deferred Pension Items	20,436,446	4,480,719	15,955,727
Contributions made subsequent to measurement date	2,338,881		2,338,881
Total	\$ 22,775,327	\$ 4,480,719	\$ 18,294,608

* Prior Years' is composed of Plan Years 2016 - 2021

The schedule below reflects the deferred outflows and inflows of resources at September 30, 2024, that will be amortized in future pension expense.

Schedule of Outflows and Inflows - Future Pension Expense

Year	Net Deferred Outflows/(Inflows) of Resources*
2024	\$ 1,843,112
2025	2,016,266
2026	3,886,200
2027	(2,085,086)
2028	-
Thereafter	-
*Total	\$ 5,660,492

*Excludes contributions of \$2,706,866 remitted to TMRS subsequent to the December 31, 2023 measurement date.

NOTES TO FINANCIAL STATEMENTS

Pension Charges (Credits)

The Pool recorded Pension Expense reconciling items as Pension Charges (Credits) as follows:

Pension Charges (Credits)	2024	2023
Capitalized TMRS Contributions	\$ -	\$ -
Changes in Deferred Contributions	-	-
Differences Between Contributions per the Pool and TMRS	4,758	(4,758)
Total Pension Charges	\$ 4,758	\$ (4,758)

As a result of Pension Charges (Credits), the following is the Pension Expense line-item amount as reported on the financial statements:

Pension Expense as Reported on the Financial Statements	2024	2023
Pension Expense	\$ 3,351,674	\$ 6,279,954
Pension Charges (Credits)	4,758	(4,758)
Reported Pension Expense	\$ 3,356,432	\$ 6,275,196

Restricted Net Position

The Pool restricted net position for pension-related assets (liabilities) due to the expected volatility in changes to the fair value of pension investments and outflow (inflows) of pension resources. Following were the balances at September 30, 2024, and 2023:

Restricted Net Position	2024	2023
Net Pension Asset	\$ -	\$ -
Deferred Outflows of Pension Resources (Future Expenses)	5,660,492	15,955,727
Deferred Outflows of Pension Resources (Contributions)	2,706,866	2,338,881
Total	\$ 8,367,358	\$ 18,294,608

NOTE 11 – POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS (OPEB)

The Pool provides its eligible employees a defined benefit group-term life insurance through the TMRS Supplemental Death Benefits Fund (SDBF). The SDBF covers both active and retiree benefits with no segregation of assets, and therefore doesn't meet the definition of a trust under GASB Statement No. 75 *Accounting and Financial Reporting of Postemployment Benefits Other Than Pensions* (i.e., no assets are accumulated for other postemployment benefits or OPEB), and as such, the SDBF is considered an unfunded OPEB plan. The retiree portion of the SDBF is not considered a cost sharing plan and is instead considered a single-employer defined benefit OPEB plan. The Pool's contributions to the TMRS SDBF for the fiscal years ended September 30, 2024, and 2023 were \$101,896 and \$85,301, respectively, which equaled the required contributions each year.

TMRS issues a publicly available comprehensive annual financial report that includes financial statements and required supplementary information for TMRS. The report also provides detailed explanations of the contributions, benefits and actuarial methods and assumptions used by TMRS. This report may be obtained from the TMRS website at www.tmrs.com. Questions concerning the Pool's OPEB provisions should be directed to the Chief Financial Officer at (512) 491-2300.

NOTES TO FINANCIAL STATEMENTS

Benefits Provided

Benefit provisions are adopted by the governing body of the Pool, within the options available in the state statutes governing TMRS. The death benefits for active employees provides a lump-sum payment approximately equal to the employee's annual salary (calculated based on the employee's actual earnings, for the 12-month period preceding the month of death). The death benefits for retirees are considered a postemployment benefit (OPEB) and is a fixed amount of \$7,500 per employee. As the SDBF covers both active and retiree participants, with no segregation of assets, the SDBF is considered an unfunded OPEB plan (i.e., no assets are accumulated).

Employees covered by benefit terms

At December 31, 2023, and 2022 valuation and measurement dates, the following numbers of employees were covered by the benefit terms:

	Plan Valuation Year	
	2023	2022
Inactive employees currently receiving benefits	107	103
Inactive employees entitled to but not yet receiving benefits	20	21
Active employees	251	249
	378	373

Contributions

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

The Pool's contributions to TMRS for the plan years ended December 31, 2023, and 2022 for the retiree-only portion (OPEB) were \$17,618 and \$14,029, respectively.

Schedule of Contributions (Retiree-only portion of the rate, for OPEB)

Plan/Calendar Year	Total SDB	
	Contribution Rate	Retiree Portion of SDB Contribution Rate
2023	0.33%	0.06%
2022	0.18%	0.05%

Total OPEB Liability

The Pool's Total OPEB Liability at September 30, 2024, was \$794,340 as measured as of the December 31, 2023, actuarial valuation date. The Total OPEB Liability at September 30, 2023, was \$733,859 as of December 31, 2022, actuarial valuation date.

Actuarial Assumptions

The actuarial assumptions used in the December 31, 2023, valuation were based on the results of an actuarial experience study as of December 31, 2022. For December 31, 2022, valuation, the actuarial assumptions were based on the results of an actuarial experience study for the period December 31, 2014 through December 31, 2018.

NOTES TO FINANCIAL STATEMENTS

The Total OPEB Liability was determined using the following actuarial assumptions:

2023 Plan Valuation Methods and Assumptions

Methods and Assumptions used to Determine Contribution Rates:

Inflation	2.5%
Salary Increases	3.60% to 11.85% including inflation
Discount Rate	3.77%
Retirees' share of benefit-related costs	\$0
Administrative Expenses	All administrative expenses are paid through the Pension Trust and accounted for under reporting requirements under GASB Statement No. 68.
Mortality rates - service retirees	2019 Municipal Retirees of Texas Mortality Tables. Male rates are multiplied by 103% and female rates are multiplied by 105%. The rates are projected on a fully generational basis by the most recent Scale MP-2021 (with immediate convergence).
Mortality rates - disabled retirees	2019 Municipal Retirees of Texas Mortality Tables with a 4 year set-forward for males and a 3 year set-forward for females. In addition, a 3.5% and 3% minimum mortality rate will be applied to reflect the impairment for younger members who become disabled for males and females, respectively. The rates are projected on a fully generational basis by ScaleMP-2021 (with immediate convergence) to account for future mortality improvements to the floor.

2022 Plan Valuation Methods and Assumptions

Methods and Assumptions used to Determine Contribution Rates:

Inflation	2.5%
Salary Increases	3.50% to 11.5% including inflation
Discount Rate	4.05%
Retirees' share of benefit-related costs	\$0
Administrative Expenses	All administrative expenses are paid through the Pension Trust and accounted for under reporting requirements under GASB Statement No. 68.
Mortality rates - service retirees	2019 Municipal Retirees of Texas Mortality Tables. The rates are projected on a fully generational basis with scale UMP.
Mortality rates - disabled retirees	2019 Municipal Retirees of Texas Mortality Tables with a 4 year set-forward for males and a 3 year set-forward for females. In addition, a 3.5% and 3% minimum mortality rate will be applied to reflect the impairment for younger members who become disabled for males and females, respectively. The rates are projected on a fully generational basis by Scale UMP to account for future mortality improvements subject to the floor.

Discount Rate

The discount rate used to measure the Total OPEB Liability was 3.77% at December 31, 2023. The discount rate was based on the Fidelity Index's "20-Year Municipal GO AA Index" rate as of December 31, 2023.

The following presents the Total OPEB Liability of the Pool, as well as what the Pool's Total OPEB Liability would be if it were calculated using a discount rate that is 1 percentage-point lower (2.77%) or 1 percentage-point higher (4.77%) than the current rate:

NOTES TO FINANCIAL STATEMENTS

Sensitivity of the Total OPEB Liability to Changes in the Discount Rate

	1% Decrease 2.77%	Current Discount Rate 3.77%	1% Increase 4.77%
Total OPEB Liability	\$950,733	\$794,340	\$671,308

Schedule of Changes in the Total OPEB Liability

Schedule of Changes in Total OPEB Liability

December 31 Measurement Date

Changes in the Total OPEB Liability	2023	2022
Total OPEB Liability - beginning of year	\$ 733,859	\$ 1,076,975
Changes for the year:		
Service Cost	23,491	47,699
Interest on Total OPEB Liability	29,840	20,126
Changes in benefit terms	-	-
Differences between expected and actual experience	(14,531)	(9,659)
Changes in assumptions or other inputs	39,299	(387,253)
Benefit payments	(17,618)	(14,029)
Net Changes	60,481	(343,116)
Total OPEB Liability - end of year	\$ 794,340	\$ 733,859
Covered Payroll	\$ 29,363,291	\$ 28,058,036
Total OPEB Liability as a Percentage of Covered Payroll	2.71%	2.62%

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

For the years ended September 30, 2024, and 2023, the Pool recognized OPEB expenses of \$27,648 and \$43,502, respectively, which were the same amounts reported by TMRS (calendar year basis).

Schedule of OPEB Expense

Schedule of OPEB Expense

At December 31

	2023	2022
Service Cost	\$ 23,491	\$ 47,699
Interest on Total OPEB Liability	29,840	20,126
Changes in benefit terms	-	-
Employer administrative costs	-	-
Recognition of deferred outflows/inflows of resources:		
Difference between expected and actual experience	(12,320)	(9,578)
Changes in assumptions or other inputs	(13,363)	(14,745)
Total OPEB Expense	\$ 27,648	\$ 43,502

NOTES TO FINANCIAL STATEMENTS

At September 30, 2024, the Pool reported deferred outflows and inflows of resources related to the OPEB from the following sources:

Schedule of Outflows and Inflows - Current and Future Expenses

	Total (Inflows) or Outflows of Resources	2023 Recognized in Current OPEB Expense	Deferred (Inflows)/Outflows in Future Expense
Prior Years*			
Difference between expected and actual experience	\$ (30,651)	\$ (9,578)	\$ (21,073)
Difference in assumptions changes	(186,543)	(20,778)	(165,765)
2023 Plan Year			
Difference between expected and actual experience	(14,531)	(2,742)	(11,789)
Difference in assumptions changes	39,299	7,415	31,884
Deferred Pension Items	(192,426)	(25,683)	(166,743)
Contributions made subsequent to measurement date	14,111		14,111
Total	\$ (178,315)	\$ (25,683)	\$ (152,632)

* Prior Years' is composed of Plan Years 2017 - 2022.

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

Schedule of Outflows and Inflows - Current and Future Expenses

	Total (Inflows) or Outflows of Resources	2022 Recognized in Current OPEB Expense	Deferred (Inflows)/Outflows in Future Expense
Prior Years*			
Difference between expected and actual experience	\$ (30,570)	\$ (7,834)	\$ (22,736)
Difference in assumptions changes	185,965	55,157	130,808
2022 Plan Year			
Difference between expected and actual experience	(9,659)	(1,744)	(7,915)
Difference in assumptions changes	(387,253)	(69,902)	(317,351)
Deferred Pension Items	(241,517)	(24,323)	(217,194)
Contributions made subsequent to measurement date	11,002		11,002
Total	\$ (230,515)	\$ (24,323)	\$ (206,192)

* Prior Years' is composed of Plan Years 2017 - 2021.

The schedule below reflects the deferred outflows and inflows of resources at September 30, 2024, that will be amortized in future pension expense.

Schedule of Outflows and Inflows - Future Pension Expense

Year	Net Deferred Outflows/(Inflows) of Resources*
2024	\$ (25,201)
2025	(44,332)
2026	(64,604)
2027	(34,009)
2028	1,403
Thereafter	-
*Total	\$ (166,743)

*Excludes contributions of \$14,111 remitted to TMRS subsequent to the December 31, 2023 measurement date.

NOTES TO FINANCIAL STATEMENTS

NOTE 12 – CONTINGENCIES

In the normal course of operations, the Pool is involved in litigation related to certain claims. In the opinion of management, the disposition of these matters will not have a materially adverse effect on the Pool's financial position.

NOTES TO FINANCIAL STATEMENTS

NOTE 13 – RECONCILIATION OF CLAIM RESERVES BY CONTRACT TYPE

The schedule below presents the changes in claims liabilities for the years ended September 30, 2024 and 2023 for Workers' Compensation, Liability, Property, Reinsurance, and Stability Funds:

	WORKERS' COMPENSATION		LIABILITY		PROPERTY		REINSURANCE		STABILITY		TOTAL	
	2024	2023	2024	2023	2024	2023	2024	2023	2024	2023	2024	2023
Reserve for losses and loss adjustment expenses at beginning of year	\$203,115,404	\$199,525,101	\$158,885,173	\$144,710,662	\$42,886,239	\$34,477,044	\$19,857,486	\$18,333,089	\$16,300,000	\$12,600,000	\$441,044,302	\$409,645,896
Incurred claims and claim adjustment expenses												
Provision for insured events of current fiscal year	51,027,675	48,525,833	64,956,113	57,584,400	92,587,402	94,033,939	9,764,708	10,902,518	4,400,000	3,700,000	222,735,898	214,746,690
Change in provision for insured events of prior fiscal years	800,000	4,500,000	9,600,001	7,438,355	1,800,000	(6,310,919)	(1,267,980)	(1,623,552)	-	-	10,932,021	4,003,884
Total incurred claims and claim adjustment expenses*	51,827,675	53,025,833	74,556,114	65,022,755	94,387,402	87,723,020	8,496,728	9,278,966	4,400,000	3,700,000	233,667,919	218,750,574
Payments:												
Claims and claim adjustment expenses attributable to insured events of current fiscal year	19,643,402	19,034,665	9,037,477	6,770,327	58,687,381	59,586,889	83,726	1,419,189	-	-	87,451,986	86,811,070
Claims and claim adjustment expenses attributable to insured events of prior fiscal years	32,894,874	31,491,774	50,557,557	44,430,814	40,498,974	34,870,311	8,868,374	6,335,380	-	-	132,819,779	117,128,279
Reinsurance recoveries received attributable to insured events of current fiscal year	-	-	(663,461)	(523,459)	(83,726)	(1,419,189)	-	-	-	-	(747,187)	(1,942,648)
Change in reinsurance recoverable on paid losses	(1,534,755)	(1,090,909)	(834,651)	170,562	(7,561,747)	(13,724,186)	-	-	-	-	(9,931,153)	(14,644,533)
Net total payments	51,003,521	49,435,530	58,096,922	50,848,244	91,540,882	79,313,825	8,952,100	7,754,569	-	-	209,593,425	187,352,168
Reserve for losses and loss adjustment expenses at end of year	\$203,939,558	\$203,115,404	\$175,344,365	\$158,885,173	\$45,732,759	\$42,886,239	\$19,402,114	\$19,857,486	\$20,700,000	\$16,300,000	\$465,118,796	\$441,044,302

*Excludes Independent Adjuster Fees.

REQUIRED SUPPLEMENTARY INFORMATION

September 30, 2024

TEN-YEAR CLAIMS DEVELOPMENT INFORMATION

The following tables illustrate how earned revenue (net of reinsurance) and investment income compare to related cost of loss (net of reinsurance) and other expenses as of the end of each of the last ten years. The rows of the table are defined as follows:

- (1) This line shows the total of each fiscal year's gross earned contributions and investment revenue, contributions placed with reinsurers, and net earned contributions and reported investment revenue.
- (2) This line shows each fiscal year's other operating costs, including overhead and claims' expense that cannot be allocated to individual claims.
- (3) This line shows the gross incurred claims and allocated claim adjustment expenses, claims assumed by reinsurers, and net incurred claims and allocated claim adjustment expenses (both paid and accrued) as originally reported at the end of the first year in which the event that triggered coverage under the contract occurred (called *fund year*).
- (4) This section of 10 rows shows the cumulative net amounts paid as of the end of successive years for each fund year.
- (5) This line shows the re-estimated incurred claims and expenses amount of claims as of the end of the current year for each accident year.
- (6) This section of 10 rows shows how each fund year's net incurred claims increased or decreased as of known claims, re-evaluation of existing information on known claims, as well as emergence of new claims not previously known.
- (7) This line compares the latest re-estimated incurred claims amount to the amount originally established (line 3) and shows whether this latest estimate of claims cost is greater or less than originally thought.

As data for individual fund years mature, the correlation between original estimates and re-estimated amounts is commonly used to evaluate the accuracy of incurred claims currently recognized.

NOTES TO FINANCIAL STATEMENTS

WORKERS' COMPENSATION

Fiscal and Fund Year Ended September 30
(In Thousands of Dollars)

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
1 Contribution and Investment revenues:										
Earned	\$ 69,660	\$ 74,831	\$ 68,263	\$ 66,358	\$ 92,294	\$ 85,275	\$ 81,864	\$ 27,070	\$ 107,907	\$ 160,978
Assumed by reinsurers*	1,858	1,938	2,028	2,104	2,165	2,523	2,734	2,656	2,689	2,856
Net	67,802	72,893	66,235	64,254	90,129	82,752	79,130	24,414	105,218	158,122
2 Unallocated expenses	20,239	20,612	20,434	20,844	22,448	23,069	23,615	24,487	25,659	28,612
3 Estimated incurred claims and allocated expenses, end of fund year:										
Incurred	47,907	51,719	49,956	43,158	47,460	60,727	77,757	63,687	54,445	48,476
Assumed by reinsurers	11	11	16	36	42	1,220	0	0	0	0
Net incurred	47,896	51,708	49,940	43,122	47,418	59,507	77,757	63,687	54,445	48,476
4 Paid (cumulative) as of:										
End of fund year	17,705	17,379	18,145	16,721	18,728	19,728	24,116	20,982	19,034	20,053
One year later	31,669	29,999	31,038	28,719	32,867	37,822	43,416	36,322	32,359	
Two years later	34,884	32,999	34,318	31,366	35,743	43,263	48,337	39,355		
Three years later	35,901	34,296	35,308	32,357	37,196	45,739	50,644			
Four years later	36,411	34,898	35,941	32,949	38,037	47,407				
Five years later	36,727	35,661	35,948	33,452	39,184					
Six years later	37,280	36,255	36,443	33,847						
Seven years later	37,624	36,757	36,498							
Eight years later	37,870	37,609								
Nine years later	38,032									
5 Re-estimated claims and expenses assumed by reinsurers:	0	644	0	0	0	1,220	0	133	57	202
6 Re-estimated incurred claims and allocated expenses:										
End of fund year	47,896	51,708	49,940	43,122	47,418	59,507	69,236	63,194	54,445	48,476
One year later	48,141	49,599	46,971	43,689	49,349	65,051	93,108	67,671	55,207	
Two years later	45,689	46,451	44,700	42,660	47,107	76,166	93,865	64,471		
Three years later	44,805	46,608	46,406	42,144	46,813	74,667	93,480			
Four years later	45,069	48,552	43,209	41,840	46,879	77,080				
Five years later	46,206	45,685	44,693	41,552	46,956					
Six years later	44,169	47,951	44,184	41,333						
Seven years later	45,218	47,508	43,419							
Eight years later	44,843	47,626								
Nine years later	44,427									
7 (Decrease) increase in estimated incurred claims and expense from end of fund year:	(3,469)	(4,082)	(6,521)	(1,789)	(462)	17,573	24,244	1,277	762	0

Prior to fiscal year ending September 30, 2013, line 4 includes payments to Lifetime Benefits and line 6 reflects discounts taken on claims transferred to Lifetime Benefits (see Note 1).

*Including Reinsurance Fund and Outside Reinsurers.

NOTES TO FINANCIAL STATEMENTS

LIABILITY

Fiscal and Fund Year Ended September 30
(In Thousands of Dollars)

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
1 Contribution and Investment revenues:										
Earned	\$ 55,056	\$ 54,640	\$ 48,383	\$ 48,272	\$ 67,190	\$ 60,954	\$ 53,539	\$ 38,721	\$ 68,460	\$ 96,660
Assumed by reinsurers*	946	933	1,120	1,162	1,134	1,187	1,835	2,348	2,747	2,900
Net	54,110	53,707	47,263	47,110	66,056	59,767	51,704	36,373	65,713	93,760
2 Unallocated expenses	9,635	9,277	10,264	10,534	11,024	10,910	10,838	10,636	11,410	13,251
3 Estimated incurred claims and allocated expenses, end of fund year:										
Incurred	35,357	36,718	39,389	41,303	42,786	43,819	49,018	54,563	56,711	64,969
Assumed by reinsurers	0	0	0	0	0	0	0	0	0	0
Net incurred	35,357	36,718	39,389	41,303	42,786	43,819	49,018	54,563	56,711	64,969
4 Paid (cumulative) as of:										
End of fund year	4,732	4,821	4,297	5,391	6,099	6,003	5,852	6,644	6,247	8,377
One year later	13,844	12,189	12,683	14,281	16,061	14,391	16,996	18,297	20,635	
Two years later	23,180	24,510	22,842	24,226	25,113	22,457	28,427	31,102		
Three years later	30,874	31,400	30,431	31,871	34,674	29,844	38,775			
Four years later	35,311	34,561	34,784	35,663	42,584	34,823				
Five years later	37,601	35,797	38,041	39,080	46,120					
Six years later	38,024	37,928	39,370	40,661						
Seven years later	38,644	38,340	39,988							
Eight years later	39,015	38,515								
Nine years later	39,561									
5 Re-estimated claims and expenses assumed by reinsurers:	0	0	0	0	0	0	0	0	0	0
6 Re-estimated incurred claims and allocated expenses:										
End of fund year	35,357	36,718	39,389	41,303	42,786	43,819	49,018	54,563	56,711	64,969
One year later	39,341	39,394	39,790	42,195	46,751	48,035	55,370	61,330	65,236	
Two years later	39,470	39,045	39,323	43,417	49,992	43,855	55,465	60,476		
Three years later	40,667	39,790	41,257	44,016	50,364	42,556	58,778			
Four years later	42,382	38,071	41,519	44,478	51,885	43,775				
Five years later	42,123	38,867	42,972	44,859	51,567					
Six years later	42,255	39,537	43,409	44,171						
Seven years later	42,066	39,354	42,240							
Eight years later	42,306	39,138								
Nine years later	42,110									
7 (Decrease) increase in estimated incurred claims and expense from end of fund year:	6,753	2,420	2,851	2,868	8,781	(44)	9,760	5,913	8,525	0

*Including Reinsurance Fund and Outside Reinsurers.

NOTES TO FINANCIAL STATEMENTS

PROPERTY

Fiscal and Fund Year Ended September 30
(In Thousands of Dollars)

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
1 Contribution and Investment revenues:										
Earned	\$ 57,607	\$ 60,063	\$ 64,611	\$ 71,921	\$ 89,414	\$ 95,989	\$ 94,633	\$ 93,642	\$ 124,937	\$ 161,937
Assumed by reinsurers*	9,525	9,214	13,238	16,751	19,772	21,133	30,080	28,893	37,314	53,171
Net	48,082	50,849	51,373	55,170	69,642	74,855	64,553	64,749	87,623	108,766
2 Unallocated expenses	9,607	10,034	9,170	9,781	9,418	8,488	8,639	9,074	9,800	11,433
3 Estimated incurred claims and allocated expenses, end of fund year:										
Incurred	47,339	64,714	96,491	41,127	58,328	62,751	102,120	59,671	92,339	92,611
Assumed by reinsurers	10,312	22,280	55,755	753	259	3,441	37,920	0	0	0
Net incurred	37,027	42,434	40,736	40,374	58,069	59,309	64,200	59,671	92,339	92,611
4 Paid (cumulative) as of:										
End of fund year	25,726	34,693	28,901	27,603	32,116	35,395	39,010	37,972	58,168	58,601
One year later	34,243	40,763	37,868	36,569	48,546	53,898	56,366	55,948	88,977	
Two years later	34,885	41,152	38,012	37,081	49,991	54,386	67,426	56,025		
Three years later	34,920	41,644	38,132	37,925	48,902	54,695	59,441			
Four years later	35,039	41,294	38,153	37,890	48,900	56,258				
Five years later	35,018	41,296	38,125	37,810	48,943					
Six years later	35,012	41,272	38,145	37,793						
Seven years later	35,010	41,273	38,120							
Eight years later	35,006	41,274								
Nine years later	35,004									
5 Re-estimated claims and expenses assumed by reinsurers:	11,026	20,794	103,670	741	305	2,733	37,920	0	0	0
x										
6 Re-estimated incurred claims and allocated expenses:										
End of fund year	37,027	42,434	40,736	40,374	58,069	59,309	64,200	59,671	92,339	92,611
One year later	37,197	41,385	39,010	39,858	55,651	59,030	65,042	58,401	95,017	
Two years later	35,441	41,959	38,490	36,947	52,861	57,956	57,424	58,192		
Three years later	35,342	40,736	38,209	37,492	49,232	57,926	60,933			
Four years later	35,268	41,153	38,155	37,947	49,336	57,689				
Five years later	35,206	41,223	38,163	37,952	49,280					
Six years later	35,197	41,291	37,952	38,044						
Seven years later	35,068	41,274	38,116							
Eight years later	35,008	41,274								
Nine years later	35,005									
7 (Decrease) increase in estimated incurred claims and expense from end of fund year:	(2,022)	(1,160)	(2,620)	(2,330)	(8,789)	(1,620)	(3,267)	(1,479)	2,678	0

*Including Reinsurance Fund and Outside Reinsurers.

NOTES TO FINANCIAL STATEMENTS

REINSURANCE

Fiscal and Fund Year Ended September 30
(In Thousands of Dollars)

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
1 Contribution and Investment revenues:										
Earned	\$10,757	\$10,827	\$6,052	\$8,424	\$20,633	\$17,079	\$16,328	(\$4,050)	\$19,934	\$37,206
Assumed by reinsurers	0	0	0	0	0	0	0	0	0	0
Net	10,757	10,827	6,052	8,424	20,633	17,079	16,328	(4,050)	19,934	37,206
2 Unallocated Expenses	1,086	1,107	1,097	1,114	1,168	1,222	1,272	2,904	3,211	3,766
3 Expenses incurred claims and allocated expenses, end of fund year:										
Incurred	9,462	22,417	31,455	3,434	259	4,679	19,983	926	10,918	9,767
Assumed by reinsurers	0	0	0	0	0	0	0	0	0	0
Net incurred	9,462	22,417	31,455	3,434	259	4,679	19,983	926	10,918	9,767
4 Paid (cumulative) as of:										
End of fund year	0	3,351	2,202	5	259	41	11,808	0	1,419	84
One year later	4,442	14,462	25,444	119	305	2,732	15,767	597	8,000	
Two years later	8,567	16,722	33,539	1,244	305	3,368	18,749	1,067		
Three years later	10,438	18,944	34,444	741	305	3,545	19,250			
Four years later	11,026	20,629	35,178	970	305	3,548				
Five years later	11,026	20,794	35,272	1,765	305					
Six years later	11,026	20,698	35,278	1,765						
Seven years later	11,026	21,618	35,278							
Eight years later	11,026	21,618								
Nine years later	11,026									
5 Re-estimated incurred claims and expenses assumed by reinsurers:	0	0	0	0	0	0	0	0	0	0
6 Re-estimated incurred claims and allocated expenses:										
End of fund year	9,462	22,417	31,455	3,434	259	4,679	19,983	926	10,918	9,767
One year later	10,909	28,183	45,342	2,770	305	6,567	20,995	1,123	9,115	
Two years later	11,066	24,675	44,667	1,252	305	7,268	20,312	1,067		
Three years later	12,047	24,400	37,815	2,157	305	6,991	19,345			
Four years later	11,534	21,737	37,567	1,486	305	6,705				
Five years later	11,026	22,156	36,883	1,843	305					
Six years later	11,152	22,050	35,413	1,765						
Seven years later	11,026	22,288	35,283							
Eight years later	11,026	22,288								
Nine years later	11,026									
7 (Decrease) increase in estimated incurred claims and expense from end of fund year:	1,564	(129)	3,828	(1,669)	46	2,026	(638)	141	(1,803)	0

NOTES TO FINANCIAL STATEMENTS

**REQUIRED SUPPLEMENTARY INFORMATION
September 30, 2024**

SCHEDULE OF CHANGES IN NET PENSION LIABILITY AND RELATED RATIOS

The schedule below shows the changes in Total Pension Liability less the changes in Fiduciary Net Pension, resulting in the Net Pension (Asset) Liability calculation for the Pool.

	December 31 Measurement Date									
	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
A. Total pension liability										
1. Service Cost	\$ 3,462,948	\$ 3,729,750	\$ 4,043,502	\$ 4,173,329	\$ 4,263,766	\$ 4,416,547	\$ 4,576,504	\$ 4,521,061	\$ 4,778,284	\$ 5,015,250
2. Interest (on the Total Pension Liability)	7,091,398	7,854,694	8,316,616	9,012,508	9,726,192	10,428,055	11,191,162	11,970,102	12,827,873	13,632,671
3. Changes of benefit terms	-	2,029,099	-	-	-	-	-	-	-	-
4. Difference between expected and actual experience	177,106	810,546	629,506	296,152	(170,223)	(325,032)	464,181	2,027,032	1,748,787	(1,149,824)
5. Changes of assumptions	-	820,427	-	-	-	725,618	-	-	-	(750,451)
6. Benefit payments, including refunds of employee contributions	(1,961,917)	(2,017,510)	(2,728,666)	(2,761,390)	(3,146,837)	(3,849,456)	(4,190,299)	(5,138,254)	(6,739,918)	(8,361,078)
7. Net change in total pension liability	8,769,535	13,227,006	10,260,958	10,720,599	10,672,898	11,395,732	12,041,548	13,379,941	12,615,026	8,386,568
8. Total pension liability - beginning	100,555,164	109,324,699	122,551,705	132,812,663	143,533,262	154,206,160	165,601,892	177,643,440	191,023,381	203,638,407
9. Total pension liability - ending	\$ 109,324,699	\$ 122,551,705	\$ 132,812,663	\$ 143,533,262	\$ 154,206,160	\$ 165,601,892	\$ 177,643,440	\$ 191,023,381	\$ 203,638,407	\$ 212,024,975
B. Plan fiduciary net position										
1. Contributions - employer	\$ 8,865,171	\$ 2,938,215	\$ 2,407,378	\$ 2,754,077	\$ 2,838,949	\$ 2,684,959	\$ 2,816,975	\$ 2,814,741	\$ 2,995,955	\$ 3,128,894
2. Contributions - employee	1,532,174	1,579,447	1,636,942	1,692,619	1,742,345	1,804,777	1,869,051	1,860,519	1,963,507	2,055,430
3. Net investment income	5,700,478	167,819	7,863,036	17,900,740	(4,453,479)	22,507,456	12,798,515	23,704,878	(14,962,371)	21,770,420
4. Benefit payments, including refunds of employee contributions	(1,961,917)	(2,017,510)	(2,728,666)	(2,761,390)	(3,146,837)	(3,849,456)	(4,190,299)	(5,138,254)	(6,739,918)	(8,361,078)
5. Administrative Expenses	(59,507)	(102,194)	(88,740)	(92,692)	(85,993)	(127,040)	(82,736)	(109,572)	(129,358)	(138,432)
6. Other	(4,892)	(5,055)	(4,781)	(4,698)	(4,493)	(3,816)	(3,228)	750	154,362	(967)
7. Net changes in plan fiduciary net position**	14,071,507	2,560,722	9,085,169	19,488,656	(3,109,508)	23,016,880	13,208,278	23,133,062	(16,777,823)	18,454,267
7a. Contribution - employer accrual to fund UAAL*		3,700,000								
8. Plan fiduciary net position - beginning	99,632,903	113,704,410	119,965,132	129,050,301	148,538,957	145,429,448	168,446,329	181,654,606	204,787,668	188,009,845
9. Plan fiduciary net position - ending	\$ 113,704,410	\$ 119,965,132	\$ 129,050,301	\$ 148,538,957	\$ 145,429,449	\$ 168,446,328	\$ 181,654,607	\$ 204,787,668	\$ 188,009,845	\$ 206,464,112
C. Net pension (asset) liability (A, 9 - B, 9)	\$ (4,379,711)	\$ 2,586,573	\$ 3,762,362	\$ (5,005,695)	\$ 8,776,711	\$ (2,844,436)	\$ (4,011,167)	\$ (13,764,288)	\$ 15,628,562	\$ 5,560,863
D. Plan fiduciary net position as a % of the total pension liability (B, 9 / A, 9)	104.01%	97.89%	97.17%	103.49%	94.31%	101.72%	102.26%	107.21%	92.33%	97.38%
E. Covered-employee payroll	\$ 21,888,198	\$ 22,563,522	\$ 23,171,933	\$ 24,179,194	\$ 24,890,637	\$ 25,782,528	\$ 26,700,723	\$ 26,578,845	\$ 28,058,036	\$ 29,363,291
F. Net pension (asset) liability as a % of covered employee payroll (C / E)	-20.01%	11.46%	16.24%	-20.70%	35.26%	-11.03%	-15.02%	-51.79%	55.70%	18.94%

* Reflects accrual to fund at 9/30/16, with payment at or before December 31, 2016, the December 31, 2015 Plan Valuation's Unfunded Actuarial Accrued Liability (UAAL).

** May be off due to rounding.

NOTES TO FINANCIAL STATEMENTS

REQUIRED SUPPLEMENTARY INFORMATION
September 30, 2024

SCHEDULE OF EMPLOYER PENSION CONTRIBUTIONS

The schedule below shows the Pool's required annual contributions from the actuarial valuation, compared with the actual contributions remitted. The schedule is based on the Pool's respective fiscal year-end, not the valuation/measurement date.

The Actuarially Determined Contribution (ADC) dollar amount is calculated by multiplying the Pool's Full Retirement Rate (excluding portion of rate for Supplemental Death Benefits Fund) by the applicable payroll amount. The Pool contributes to the TMRS Plan at the actuarially determined Full Retirement Rate. The difference between the ADC and Pool contributions equals the contribution deficiency/excess.

	Fiscal Year End									
	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Actuarially Determined Contribution	\$ 2,904,530	\$ 2,153,514	\$ 2,742,274	\$ 2,622,539	\$ 2,586,137	\$ 2,709,744	\$ 2,816,926	\$ 2,774,831	\$ 2,974,152	\$ 3,379,715
Contributions in relation to the actuarially determined contribution	\$ 2,908,414	\$ 2,535,600	\$ 2,679,841	\$ 2,818,177	\$ 2,711,241	\$ 2,800,443	\$ 2,792,650	\$ 2,919,787	\$ 3,079,719	\$ 3,492,121
Contribution deficiency (excess)	\$ (3,884)	\$ (382,086)	\$ 62,433	\$ (195,638)	\$ (125,104)	\$ (90,699)	\$ 24,276	\$ (144,956)	\$ (105,567)	\$ (112,406)
Covered employee payroll	\$ 22,308,219	\$ 23,007,631	\$ 24,097,309	\$ 24,764,299	\$ 24,890,637	\$ 25,782,528	\$ 26,700,723	\$ 26,578,845	\$ 28,058,036	\$ 29,363,291
Contributions as a percentage of covered employee payroll	13.04%	11.02%	11.12%	11.38%	10.89%	10.86%	10.46%	10.99%	10.98%	11.89%
Actuarially Determined Contribution Rate	13.02%	9.36%	11.38%	10.59%	10.39%	10.51%	10.55%	10.44%	10.60%	11.51%

Notes to Schedule

Methods and assumptions used to determine the contribution rates for the December 31, 2023, valuation date can be found at Note 10.

NOTES TO FINANCIAL STATEMENTS

REQUIRED SUPPLEMENTARY INFORMATION September 30, 2024

SCHEDULE OF CHANGES IN NET OTHER POSTEMPLOYMENT BENEFITS (OPEB) LIABILITY AND RELATED RATIOS

The schedule below shows the changes in the Total OPEB Liability.

	December 31 Measurement Date						
	2017	2018	2019	2020	2021	2022	2023
Changes in the Total OPEB Liability							
Total OPEB Liability - beginning of year	\$ 555,284	\$ 652,046	\$ 668,120	\$ 810,915	\$ 1,003,209	\$ 1,076,975	\$ 733,859
Changes for the year:							
Service Cost	21,761	27,380	25,783	34,711	42,526	47,699	23,491
Interest on Total OPEB Liability	21,355	21,995	25,218	22,741	20,383	20,126	29,840
Changes in benefit terms	-	-	-	-	-	-	-
Differences between expected and actual experience	-	19,783	(47,505)	(4,493)	(13,234)	(9,659)	(14,531)
Changes in assumptions or other inputs	56,064	(50,595)	141,877	142,005	34,723	(387,253)	39,299
Benefit payments	(2,418)	(2,489)	(2,578)	(2,670)	(10,632)	(14,029)	(17,618)
Net Changes	96,762	16,074	142,795	192,294	73,766	(343,116)	60,481
Total OPEB Liability - end of year	\$ 652,046	\$ 668,120	\$ 810,915	\$ 1,003,209	\$ 1,076,975	\$ 733,859	\$ 794,340
Covered Payroll	\$ 24,179,194	\$ 24,890,637	\$ 25,782,528	\$ 26,700,723	\$ 26,578,845	\$ 28,058,036	\$ 29,363,291
Total OPEB Liability as a Percentage of Covered Payroll	2.70%	2.68%	3.15%	3.76%	4.05%	2.62%	2.71%

NOTES TO FINANCIAL STATEMENTS

REQUIRED SUPPLEMENTARY INFORMATION
September 30, 2024

SCHEDULE OF EMPLOYER OTHER POSTEMPLOYMENT BENEFITS (OPEB) CONTRIBUTIONS

The schedule below shows the Pool's required annual contributions from the actuarial valuation, compared with the actual contributions remitted. The schedule is based on the Pool's respective fiscal year-end, not the valuation/measurement date.

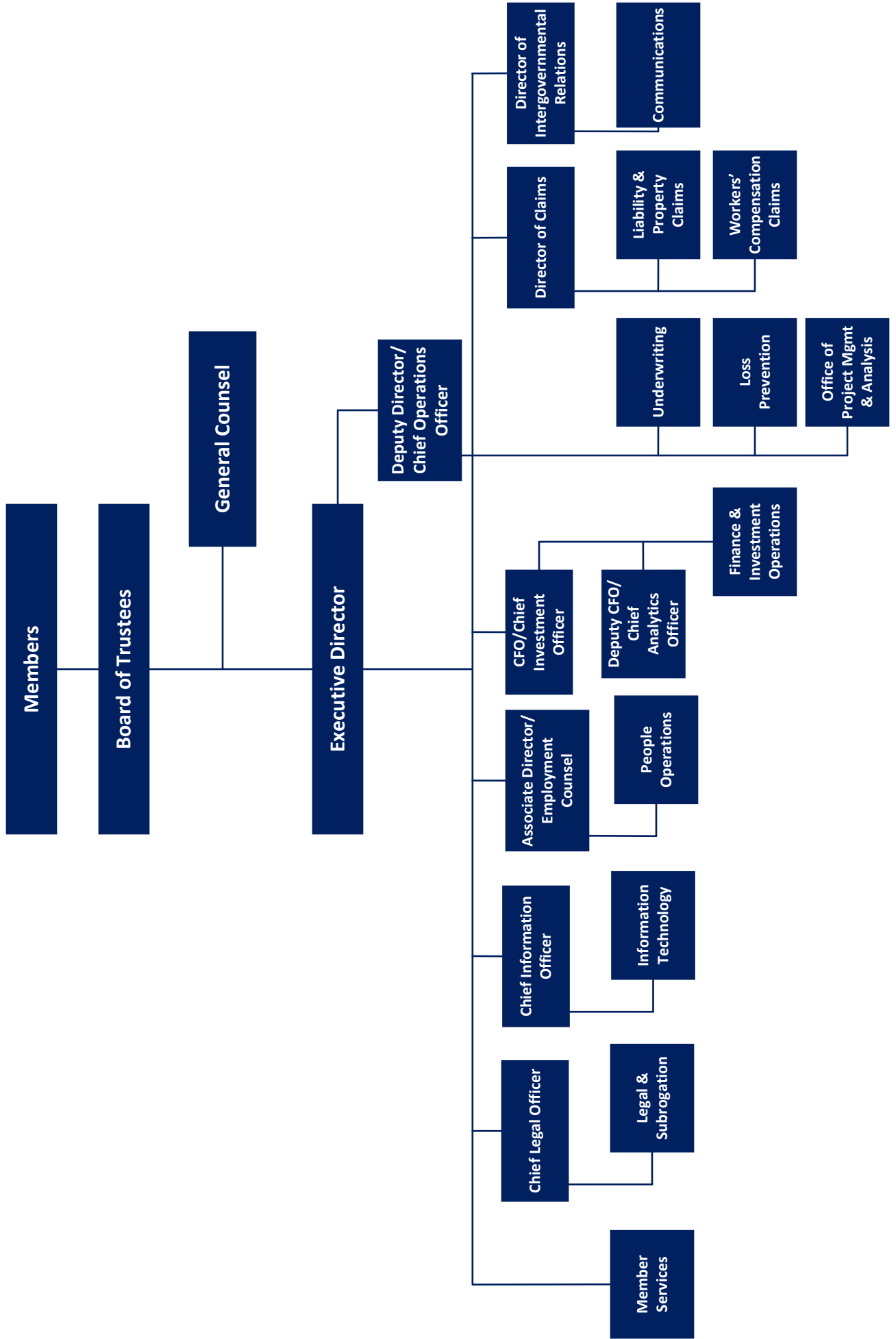
The Actuarially Determined Contribution (ADC) dollar amount is calculated by multiplying the Pool's Supplemental Death Benefits Fund rate by the applicable payroll amount. The Pool contributes to the TMRS Plan at the actuarially determined Supplemental Rate. The difference between the ADC and Pool contributions equals the contribution deficiency/excess.

	Fiscal Year End						
	2018	2019	2020	2021	2022	2023	2024
Actuarially Determined Contribution	\$ 48,358	\$ 52,270	\$ 54,143	\$ 48,061	\$ 47,842	\$ 92,592	\$ 96,899
Contributions in relation to the actuarially determined contribution	\$ 52,005	\$ 52,842	\$ 55,897	\$ 49,512	\$ 50,024	\$ 85,301	\$ 101,896
Contribution deficiency (excess)	\$ (3,647)	\$ (572)	\$ (1,754)	\$ (1,451)	\$ (2,182)	\$ 7,290	\$ (4,997)
Covered employee payroll	\$ 24,179,194	\$ 24,890,637	\$ 25,782,528	\$ 26,700,723	\$ 26,578,845	\$ 28,058,036	\$ 29,363,291
Contributions as a percentage of covered employee payroll	0.22%	0.21%	0.22%	0.19%	0.19%	0.30%	0.35%
Actuarially Determined Contribution Rate	0.20%	0.21%	0.21%	0.18%	0.18%	0.33%	0.33%

Notes to Schedule

Methods and assumptions used to determine the contribution rates for the December 31, 2023, valuation date can be found at Note 11.

TML Intergovernmental Risk Pool





Pool Membership as of October 1, 2024

Abbott	Annetta North	Avinger
Abernathy	Annetta South	Avinger Housing Authority
Abilene	Annona	Azle
Abilene City of/Transit Mgmt of Abilene	Anson	Bacliff MUD
Abilene Housing Authority	Anson Housing Authority	Bailey
Ables Springs SUD	Anthony Housing Authority	Bailey Central Appraisal District
Ackerly	Anthony Town of	Bailey's Prairie Village of
Addison Town of	Anton	Baird
Adrian	Appleby	Baird Housing Authority
Agua Dulce	Aquilla Water Supply District	Balch Springs
Airline Improvement District	Aransas CAD	Balcones Heights
Alamo	Aransas County Navigation District #1	Balcones Heights Crime CPD
Alamo Area COG	Aransas Pass	Ballinger
Alamo Heights	Aransas Pass Housing Authority	Ballinger Housing Authority
Alamo Housing Authority	Archer CAD	Balmorhea
Alamo Regional Mobility Authority	Archer City	Balmorhea Housing Authority
Alamo SWCD #330	Archer City Housing Authority	Bandera
Alba	Archer County MUD #1	Bandera County Central Appraisal Dist
Alba Housing Authority	Arcola	Bandera County FWSD #1
Albany	Argyle	Bandera County River Authority & GWD
Aledo	Ark-Tex COG	Bangs
Alice	Arlington Entertainment AMD	Bangs Housing Authority
Alice Housing Authority	Arlington Housing Authority	Bardwell
Allen	Arp	Barry City of
Alliance Regional Water Authority	Asherton	Barstow
Alma	Aspermont	Bartlett
Alpine	Aspermont Housing Authority	Bartlett Housing Authority
Alpine Housing Authority	Atascocita Joint Operations Board	Barton Springs/Edwards Aquifer
Altessa MUD	Atascosa Central Appraisal District	Bartonville
Alto	Atascosa MUD #1	Bastrop
Alto Housing Authority	Athens	Bastrop Central Appraisal District
Alton	Athens Municipal Water Auth	Bastrop County ESD #1
Alvarado	Atlanta	Bastrop County MUD #1
Alvin	Atlanta Property Management	Bastrop County WCID #2
Alvord	Atlas Ranch MUD #1	Bastrop County WCID #3
Ames	Aubrey	Bastrop Housing Authority
Amherst	Aud's Creek Watershed Improvement Dist	Bay City
Anahuac	Aurora	Bay City Gas Co/City of Bay City
Anderson	Austin - Convention Center	Bay City Housing Authority
Anderson CAD	Austin - Financial Services Department, Real Estate	Baylor CAD
Anderson County Housing Authority	Austin - Housing Finance	Bayou Vista
Anderson Mill Limited District	Austin - Neighborhood Partnering Program	Bayside Town of
Andrews	Austin - Rosewood Community Development	Baytown
Andrews CAD	Austin CAD	Baytown Housing Authority
Angelina County WCID #4	Austin County ESD #2	Baytown Municipal Management District
Angelina County/City Health District	Austin County ESD #3	Bayview Irrigation District #11
Angleton	Austin Employees' Retirement System	Bayview MUD
Angleton Drainage District	Austin Housing Authority	Bayview Town of
Angus	Austwell	Beach City
Anna	Avery	Bear Creek Village of
Annetta	Avery Housing Authority	Beasley

Beaumont	Big Wells	Brazoria County MUD #24
Beaumont Housing Authority	Bishop	Brazoria County MUD #25
Becker-Jiba SUD	Bishop Hills Village of	Brazoria County MUD #35
Beckville	Bistone MWSD	Brazoria County MUD #44
Beckville Housing Authority	Blackwell	Brazoria County MUD #61
Bedford	Blanco	Brazoria County MUD #66
Bedias	Blanco Co North Lib Dist/Johnson City	Brazoria-Fort Bend County MUD #1
Bee CAD	Blanco County South Library Dist/Blanco	Brazos Central Appraisal District
Bee Cave	Blanco-Pedernales GCD	Brazos Country
Bee Development Authority	Blanket	Brazos County Emergency 911
Bee GCD	Block House MUD	Brazos County ESD #1
Beeville	Bloomburg	Brazos Regional Public Utility Agency
Beeville Housing Authority	Blooming Grove	Brazos River Authority
Beeville Water Supply District	Blooming Grove Housing Authority	Brazos Transit District
Bell CAD	Blossom	Brazos Valley COG
Bell County MUD #1	Blossom Prairie Housing Authority	Brazos Valley GCD
Bell County MUD #2	Blue Mound	Brazos Valley Solid Waste Mgmt Agency
Bell County Public Health District	Blue Ridge	Brazos Valley SWCD #557
Bell County WCID #2	Blum	Breckenridge
Bellaire	Boerne	Breckenridge Housing Authority
Bellevue	Bogata	Bremond
Bellmead	Bogata Housing Authority	Bremond Housing Authority
Bells	Bois D'arc MUD	Brenham
Bellville	Bollinger MUD	Brenham Housing Authority
Bellville Housing Authority	Bonham	Brewster CAD
Belton	Bonney Village of	Brewster Co Groundwater Cons District
Belton Housing Authority	Booker	Briarcliff Village of
Belvedere MUD	Booker-Booker Housing Foundation	Briar Oaks
Benavides	Borger	Briarwood MUD
Benbrook	Borger Housing Authority	Bridge City
Benbrook Public Library District	Bosque County Central Appraisal District	Bridgeport
Benbrook Water Authority	Bovina	Bridgeport Housing Authority
Benjamin	Bovina Housing Authority	Bright Star-Salem SUD
Berry Creek Highlands MUD	Bowie	Briscoe CAD
Berryville	Bowie Co ESD #5	Broadus
Bertram	Bowie County ESD #1	Brock
Bethany SUD	Bowie County ESD #2	Bronte
Beverly Hills	Bowie County ESD #6	Bronte Housing Authority
Bevil Oaks	Bowie County Housing Authority	Brookesmith SUD
Bexar Appraisal District	Boyd	Brookshire
Bexar County Housing Authority	Brackettville	Brookshire Municipal Water District
Bexar County WCID #10	Brackettville Housing Authority	Brookside Village
Bexar Metro 911 District	Brady	Brownfield
Bexar-Medina-Atascosa Counties WCID #1	Brady Housing Authority	Brownfield Housing Authority
Big Bend Regional Hospital District	Brazoria	Brownsboro
Big Lake	Brazoria CAD	Brownsville
Big Oaks MUD	Brazoria County Cons/Recl Dist #3	Brownsville Housing Authority
Big Sandy	Brazoria County Drainage District #5	Brownsville Metro
Big Sandy Housing Authority	Brazoria County FWSD #1	Brownsville Navigation District
Big Spring	Brazoria County FWSD #2	Brownsville Public Utilities Board
Big Spring Housing Authority	Brazoria County MUD #23	Brownwood

Brownwood Housing Authority	Calhoun County WCID #1	Cedar Hill
Bruceville-Eddy	Calhoun Port Authority	Cedar Park
Brush Country GCD	Callahan CAD	Celeste
Brushy Creek MUD	Callahan County Nutrition Project	Celina
Brushy Creek Reg Wastewater Treatment	Callahan Divide SWCD #552	Center
Brushy Creek Regional Utility Authority	Callisburg	Center Housing Authority
Bryan	Calvert	Centerville
Bryan Housing Authority	Calvert Housing Authority	Centerville Housing Authority
Bryson	Cameron	Central Harris County Regional Water Authority
Bryson Housing Authority	Cameron Appraisal District	Central Texas COG
Buckholts	Cameron County DD #4	Central Texas GCD
Buda	Cameron County ECD	Central Texas Housing Consortium
Buda MUD #1	Cameron County Housing Authority	Central Texas Regional Mobility Auth
Buena Vista-Bethel SUD	Cameron County Regional Mobility Auth	Central Texas Rural Transit District
Buffalo	Cameron Housing Authority	Central WCID
Buffalo Gap	Camfield MUD	Chalk Hill SUD
Buffalo Housing Authority	Camino Real Regional Mobility Authority	Chambers CAD
Buffalo Springs	Camp Central Appraisal District	Chandler
Bullard	Camp Wood	Channing
Bulverde	Campbell	Charlotte
Bulverde Area Rural Library District	Canadian	Chateau Woods MUD
Bunker Hill Village	Caney City	Cherokee CAD
Burkburnett	Caney Creek MUD	Chico
Burkburnett Housing Authority	Canton	Childress
Burke	Canyon	Childress CAD
Burleson	Canyon Falls MUD #1	Childress Housing Authority
Burleson CAD	Canyon Falls WCID #2	Chillicothe
Burleson County MUD #1	Canyon Housing Authority	China
Burnet	Canyon Lake Comm Library District	China Grove City of
Burnet Central Appraisal District	Canyon Ranch MUD	Chireno
Burnet Housing Authority	Canyon Regional Water Authority	Christine
Burney Road MUD	Cape Royale Utility District	Cibolo
Burton	Capital Area COG	Cibolo Creek Municipal Authority
Byers	Capital Area Metropolitan Planning Org	Cinco MUD #1
Bynum	Capital Area Rural Transportation System	Cinco MUD #12
Cactus	Capital Metro Transportation Authority	Cinco MUD #3
Caddo Basin SUD	Caprock Hospital Dist & Floydada EMS	Cinco MUD #6
Caddo Mills	Carbon	Cinco MUD #7
Caddo Mills Housing Authority	Carmine	Cinco MUD #8
Caldwell	Carrizo Springs	Cinco MUD #9
Caldwell CAD	Carrizo Springs Housing Authority	Cinco Southwest MUD #1
Caldwell County MUD #2	Carrollton	Cinco Southwest MUD #2
Caldwell County MUD #7	Carson CAD	Cinco Southwest MUD #3
Caldwell County MUD #9	Carthage	Cinco Southwest MUD #4
Caldwell Housing Authority	Cash SUD	Cisco
Caldwell Valley MUD #1	Cashion Community	Cisco Housing Authority
Calhoun CAD	Cass CAD	City Park Redevelopment Auth TIRZ #12
Calhoun County DD #11	Castle Hills	Clarendon
Calhoun County E911 ECD	Castro CAD	Clarendon Housing Authority
Calhoun County GCD	Castroville	Clarksville
Calhoun County MUD #1	Cedar Bayou Park Utility District	Clarksville City

Clarksville Housing Authority	Comal Trinity GCD	Crandall
Claude	Comanche	Crane
Clay CAD	Comanche Central Appraisal District	Crane CAD
Clear Brook City MUD	Comanche Housing Authority	Crane County ESD 1
Clear Creek Watershed Authority	Combes	Cranfills Gap
Clear Fork GCD	Combine	Crawford
Clear Lake City Water Authority	Combined Consumers SUD	Creedmoor
Clear Lake Shores	Commerce	Cresson
Clearwater Ranch MUD #1	Commerce Housing Authority	Crockett
Clearwater UWCD	Commodore Cove Improvement District	Crockett County GCD
Cleburne	Como	Crockett County WCID #1
Cleveland	Como Housing Authority	Crockett Housing Authority
Cleveland Housing Authority	Concho CAD	Crosby Central Appraisal District
Clifton	Concho Valley COG	Crosby MUD
Clifton Housing Authority	Concho Valley Transit District	Crosbyton
Clint Town of	Conroe	Crosbyton Housing Authority
CLL MUD #1	Conroe MUD #1	Cross Plains
Clover Creek MUD	Converse	Cross Plains Housing Authority
Clute	Cooke CAD	Cross Roads
Clyde	Cool Water MUD	Cross Roads SUD
CNP Utility District	Coolidge	Cross Timber
Coahoma	Coolidge Housing Authority	Cross Timbers SWCD #556
Coastal Bend COG	Cooper	Crowell
Coastal Plains Community MHMR Center	Cooper Housing Authority	Crowell Housing Authority
Cochran Central Appraisal District	Coppell	Crowley
Cockrell Hill	Copper Canyon	Crystal City
Coffee City	Copperas Cove	Crystal City Housing Authority
Coke County SWCD #219	Copperas Cove Housing Authority	Cuero
Coke County UWCD	Corinth	Cuero Housing Authority
Coldspring	Corpus Christi	Culberson CAD
Coleman	Corpus Christi Downtown Management Dist	Culberson County GCD
Coleman County SUD	Corpus Christi Gas Utility Department	Cumby
Coleman Housing Authority	Corpus Christi Housing Authority	Cumby Housing Authority
College Mound SUD	Corrigan	Cuney
Colleyville	Corrigan Housing Authority	Cut and Shoot
Collin Co Central Appraisal District	Corsicana	Cypress Forest PUD
Collin County MUD #1	Corsicana Housing Authority	Cypress Hill MUD #1
Collin County SWCD	Coryell CAD	Cypress Ranch WCID #1
Collinsville	Coryell City Water Supply District	Cypress Springs SUD
Colmesneil	Cotton Center MUD #1	Cypress Waters Municipal Management Dist
Colorado City	Cotton Center MUD #2	Cypress-Klein Utility District
Colorado City Housing Authority	Cottonwood	Daingerfield
Colorado County CAD	Cottonwood Creek MUD #1	Daingerfield Housing Authority
Colorado County WCID #2	Cottonwood Creek WCID #3	Daisetta
Colorado Valley Transit District	Cottonwood Shores	Dalhart
Columbus	Cotulla	Dallam CAD
Comal CAD	Cotulla Housing Authority	Dallas
Comal Co Water Oriented Recreation Dist	County Line SUD	Dallas Area Rapid Transit (DART)
Comal County ESD #7	Coupland	Dallas CAD
Comal County MUD # 4	Covington	Dallas County Flood Control Dist #1
Comal County WCID #6	Cow Creek GCD	Dallas County Irrigation District #1

Dallas County Utility and Reclamation District	Diboll	East Mountain
Dallas Housing Authority	Diboll Housing Authority	East Tawakoni
Dalworth SWCD #519	Dickens	East Texas COG
Dalworthington Gardens	Dickinson	East Texas MUD
Danbury	Dickinson Management District #1	East Travis Gateway Library District
Darrouzett	Dilley	Eastland
Darrouzett Hospital District	Dilley Housing Authority	Easton
Dawson	Dimmit CAD	Ecleto Creek Watershed District
Dawson County Central Appraisal District	Dimmitt	Ector
Dawson Housing Authority	DISH Town of	Ector County Emergency Comm District
Dayton	Dodd City	Edcouch
Dayton Housing Authority	Dodson	Edcouch Housing Authority
De Leon	Domino	Eden
De Leon Housing Authority	Donahoe Creek Watershed Authority	Eden Housing Authority
Deaf Smith CAD	Donley County Hospital District	Edgecliff Village Town of
Decatur	Donna	Edgewood
Decatur Housing Authority	Donna Housing Authority	Edgewood Housing Authority
DeCordova	Dorchester	Edinburg
Deep East Texas COG	Double Horn	Edinburg Housing Authority
Deer Park	Double Oak Town of	Edmonson
DeKalb	Douglassville	Edna
DeKalb Housing Authority	Driftwood Economic Development Mgmt Dist	Edna Housing Authority
Del Rio	Dripping Springs	Edom
Del Rio Housing Authority	Dripping Springs Community Library Dist	Edwards Aquifer Authority
Dell City	Dripping Springs MUD #1	Edwards Central Appraisal District
Delta CAD	Driscoll	Edwards Plateau SWCD
Delta County ESD #1	Dublin	El Campo
Delta County MUD	Dublin Housing Authority	El Campo Housing Authority
Denco Area 911 District	Dumas	El Cenizo
Denison	Duncanville	El Lago
Denison Housing Authority	Duval CAD	El Milagro Management District
Dennis	Duval County Cons/Recl District	El Paso
Denton Central Appraisal District	Duval County ESD #1	El Paso Central Appraisal District
Denton County FWSD #4A	Duval County GCD	El Paso County 911 District
Denton County FWSD #6	Duval County Housing Authority	El Paso County Housing Authority
Denton County FWSD #7	Eagle Lake	El Paso County Tornillo WID
Denton County Reclamation & Road Dist	Eagle Pass	El Paso County WCID #4
Denton County Transportation Authority	Eagle Pass Housing Authority	El Paso Downtown Management District
Denton Housing Authority	Eagle Pass Waterworks	El Paso MUD #3
Denver City	Early	El Paso Water Utilities Public Service
Denver City Housing Authority	Earth	Eldorado
Deport	East Aldine Management District	Eldorado Housing Authority
Deport Housing Authority	East Bernard	Electra
DeSoto	East Cedar Creek FWSD	Electra Housing Authority
Detroit	East Central SUD	Elgin
Detroit Housing Authority	East Downtown Management District	Elgin Housing Authority
Devers	East Downtown Redev Auth/Reinv Zone #15	Elgin MUD #1
Devine	East End District	Elgin MUD #2
Devine Housing Authority	East Fork SUD	Elkhart
DeWitt CAD	East Medina County SUD	Ellis Appraisal District
DFW International Airport	East Montgomery County Improvement Dist	Ellis County ESD #3

Ellis County Rural Rail District	First Colony Management District	Four Way SUD
Ellis-Prairie SWCD	Fisher County Hospital District	Fourth Ward Redevelopment Authority
Elm Creek Water Control District	Five Corners Improvement District	Franklin
Elm Creek Watershed Authority	Flamingo Isles MUD	Franklin CAD
Elm Ridge WCID of Denton County	Flatonia	Franklin Housing Authority
Elmendorf	Flatonia Housing Authority	Frankston
Elsa	Florence	Fredericksburg
Elsa Housing Authority	Floresville	Fredericksburg Hospital Authority
Emerald Bay MUD	Floresville Electric Light/Power System	Freeport
Emory	Floresville Housing Authority	Freer
Enchanted Oaks	Flower Mound Town of	Freer WCID
Encinal	Floyd CAD	Freestone Central Appraisal District
Engelman Irrigation District	Floydada	Friendswood
Ennis	Floydada Housing Authority	Frio CAD
Ennis Housing Authority	Flying L Public Utility District	Friona
Erath CAD	Flying W MUD	Frisco
Escobares	Foard CAD	Frisco Housing Authority
Escondido Creek Watershed District	Foard County Hospital District	Fritch
Estelline	Follett	Frog Pond Lake WCID #1
Euless	Forest Hill	Frost
Eureka	Forest Hill Library District	Fruitvale
Eustace	Forney	Fruitvale Housing Authority
Evadale WCID #1	Forsan	Fulshear
Evant	Fort Bend Co Improvement District #24	Fulton
Everman	Fort Bend Co MUD #250	Gaines Central Appraisal District
Fair Oaks Ranch	Fort Bend County FWSD #2	Gainesville
Fairchilds Village of	Fort Bend County LID #14	Gainesville Housing Authority
Fairfield	Fort Bend County MUD #121	Galena Park
Fairview	Fort Bend County MUD #141	Gallatin
Falfurrias	Fort Bend County MUD #144	Galveston
Falfurrias Housing Authority	Fort Bend County MUD #163	Galveston Central Appraisal District
Falfurrias Housing Authority (FmHA)	Fort Bend County MUD #165	Galveston County DD #1
Falls CAD	Fort Bend County MUD #187	Galveston County DD #2
Falls City	Fort Bend County MUD #189	Galveston County FWSD #6
Falls City Housing Authority	Fort Bend County MUD #199	Galveston County Health District
Falls County WCID #1	Fort Bend County MUD #25	Galveston County MUD #12
Fannin CAD	Fort Bend County MUD #250A	Galveston County MUD #14
Fannin County SWCD	Fort Bend County MUD #250B	Galveston County MUD #30
Farmers Branch	Fort Bend County MUD #5	Galveston County MUD #39
Farmersville	Fort Bend County MUD #50	Galveston County MUD #43
Farwell	Fort Bend County MUD #81	Galveston County MUD #44
Fate	Fort Bend County Toll Road Authority	Galveston County MUD #45
Fayette CAD	Fort Bend ESD #3	Galveston County MUD #46
Fayette County GCD	Fort Bend Grand Parkway Toll Road Auth	Galveston County MUD #52
Fayette County WCID	Fort Clark MUD	Galveston County MUD #66
Fayetteville	Fort Hancock WCID	Galveston County MUD #68
Fern Bluff MUD	Fort Stockton	Galveston County WCID #1
Ferris	Fort Worth	Galveston County WCID #12
Ferris Housing Authority	Fort Worth - AA	Galveston County WCID #19
First Colony LID	Fort Worth Housing Solutions	Galveston County WCID #8
First Colony LID #2	Fort Worth Transportation Authority	Galveston Housing Authority

Ganado	Grand Saline	Haciendas Del Norte WID
Garden Ridge	Grand Saline Housing Authority	Hackberry
Garrett	Grandfalls	Hale CAD
Garrison	Grandfalls Housing Authority	Hale Center
Gary	Grandview	Hale Center Housing Authority
Gatesville	Grandview Housing Authority	Hale County Housing Authority
Gatesville Housing Authority	Granger	Hale County SWCD #132
Gateway GCD	Granger Housing Authority	Hall CAD
George West	Granite Shoals	Hall County Hospital District
Georgetown	Granjeno	Hall-Childress SWCD #109
Georgetown Housing Authority	Grapeland	Hallettsville
Gholson	Grapeland Housing Authority	Hallettsville Housing Authority
Giddings	Grapevine	Hallsburg
Gillespie Central Appraisal District	Grapevine Housing Authority	Hallsville
Gillespie County SWCD #220	Gray CAD	Haltom City
Gillespie County WCID	Grayson Central Appraisal District	Haltom City Housing Authority
Gilmer	Grayson County Housing Authority	Hamilton
Gilmer Housing Authority	Grayson County Regional Mobility Auth	Hamilton CAD
Gladewater	Greater Greenspoint Redevelopment Authority/TIRZ #11	Hamilton Housing Authority
Gladewater Housing Authority	Greater Northside Management District	Hamilton/Coryell SWCD
Glasscock County SWCD	Greater Southeast Management District	Hamlin
Glasscock GCD	Green Valley SUD	Hamlin Hospital District
Glen Rose	Greenbelt Municipal & Industrial WA	Hamlin Housing Authority
Glenn Heights	Greenhawe WCID #2	Hansford CAD
Gober MUD	Greenville	Hansford SWCD #148
Godley	Greenville Electric Utility	Happy
Golden Crescent Reg Planning Commission	Greenville Housing Authority	Hardin
Goldsmith	Gregg CAD	Hardin County ESD #2
Goldthwaite	Gregory	Hardin County ESD #5
Goldthwaite Housing Authority	Gregory Housing Authority	Hardin County WCID #1
Goliad	Grey Forest	Hardy/Near Northside RDA/TIRZ #21
Goliad CAD	Grimes CAD	Harker Heights
Goliad County GCD	Groesbeck	Harlingen
Goliad Housing Authority	Groesbeck Housing Authority	Harlingen Housing Authority
Golinda	Groom	Harris CAD
Gonzales	Groves	Harris Co Imp Dist3-Upper Kirby Mgt Dist
Gonzales Central Appraisal District	Groveton	Harris Co MUD #528
Gonzales County UWCD	Groveton Housing Authority	Harris Co Road Improvement District #1
Gonzales Housing Authority	Gruver	Harris County ESD #6
Goodlow	Guadalupe County GCD	Harris County FWSD #27
Goodrich	Guadalupe County MUD #10	Harris County FWSD #45
Gordon	Guadalupe County MUD #11	Harris County FWSD #47
Goree	Guadalupe County MUD #4	Harris County FWSD #48
Gorman	Guadalupe County MUD #6	Harris County FWSD #58
Gorman Housing Authority	Gulf Coast Transit	Harris County FWSD 1A
Graford	Gulf Coast Water Authority	Harris County Housing Authority
Graham	Gulfgate Redevelopment Authority TIRZ #8	Harris County ID #25
Graham Regional Medical Center	Gulfton Management District	Harris County Improvement Dist #1
Granbury	Gun Barrel City	Harris County Improvement District #12
Granbury Housing Authority	Gunter	Harris County Improvement District #24
Grand Prairie	Gustine	Harris County Improvement District #5

Harris County MUD #106	Harrisburg Redevelopment Authority/Houston TIRZ #23	Hidalgo County Housing Authority/Weslaco
Harris County MUD #11	Harrison Central Appraisal District	Hidalgo County Irrigation District #6
Harris County MUD #151	Harrison County SWCD	Hidalgo County Regional Mobility Auth
Harris County MUD #152	Hart	Hidalgo Housing Authority
Harris County MUD #154	Hartley CAD	Hideaway
Harris County MUD #156	Haskell	Higgins
Harris County MUD #163	Haskell CAD	Higgins/Lipscomb Hospital District
Harris County MUD #189	Haskell Housing Authority	High Point SWCD #230
Harris County MUD #217	Haslet	Highland Haven
Harris County MUD #222	Hawk Cove	Highland Park Town of
Harris County MUD #286	Hawkins	Highland SWCD #210
Harris County MUD #290	Hawley	Highland Village
Harris County MUD #321	Hays	Highlands at Mayfield Ranch MUD
Harris County MUD #322	Hays Central Appraisal District	Hill CAD
Harris County MUD #345	Hays County MUD #11	Hill Country Transit District
Harris County MUD #354	Hays County MUD #5	Hill Country UWCD
Harris County MUD #355	Hays County SWCD #351	Hill Country Village
Harris County MUD #358	Hays Trinity GCD	Hill Country Blackland SWCD
Harris County MUD #359	Headwaters GCD	Hillcrest Village
Harris County MUD #361	Hearne	Hillsboro
Harris County MUD #367	Hearne Housing Authority	Hilshire Village
Harris County MUD #372	Heart of Texas COG	Hiram Clarke/Fort Bend Redevelopment Authority
Harris County MUD #373	Heath	Hitchcock
Harris County MUD #396	Heatherloch MUD	Hobby Area District
Harris County MUD #397	Hedley	Hockley CAD
Harris County MUD #399	Hedwig Village	Holiday Lakes Town of
Harris County MUD #407	Helotes	Holland
Harris County MUD #411	Hemphill	Holliday
Harris County MUD #449	Hemphill Housing Authority	Hollywood Park
Harris County MUD #450	Hempstead	Hondo
Harris County MUD #46	Henderson	Hondo Creek Watershed Improvement Dist
Harris County MUD #468	Henderson Co Levee Improvement Dist #3	Honey Grove
Harris County MUD #473	Henderson County 911 District	Hood Central Appraisal District
Harris County MUD #48	Henderson County ESD #1	Hooks
Harris County MUD #480	Henderson County ESD #4	Hopkins CAD
Harris County MUD #55	Henderson County ESD #7	Hopkins County Hospital District
Harris County MUD #583	Henderson County Hospital Authority	Horizon City
Harris County MUD #71	Henderson Housing Authority	Horizon Regional MUD
Harris County Municipal Mgmt Dist #1	Henrietta	Horseshoe Bay
Harris County Municipal Utility District #316	Henrietta Housing Authority	Houston
Harris County Utility District #15	Hereford	Houston CAD
Harris County WCID #1	Hewitt	Houston Downtown Management District
Harris County WCID #132	Hickory Creek SUD	Houston Forensic Science Center Inc
Harris County WCID #145	Hickory Creek Town of	Houston Housing Authority
Harris County WCID #155	Hickory UWCD #1	Houston TIRZ #24
Harris County WCID #156	Hico	Houston/Galveston Area COG
Harris County WCID #21	Hico Housing Authority	Howard CAD
Harris County WCID #36	Hidalgo CAD	Howard County 911
Harris County WCID #50	Hidalgo City of	Howardwick
Harris County WCID #91	Hidalgo County Drainage District #1	Howe
Harris County WCID #92	Hidalgo County ESD #3	Hubbard

Hubbard Housing Authority	Jackson CAD	Kempner
Hudson	Jackson County ESD #1	Kendall Appraisal District
Hudson Oaks	Jackson County ESD #3	Kendall County WCID #1
Hudspeth County Cons/Recl Dist #1	Jackson County WCID #2	Kendall Lakes TIRZ Redevelopment Auth
Hudspeth County ESD #1	Jacksonville	Kendall SWCD #216
Hudspeth County UWCD #1	Jacksonville Housing Authority	Kendleton
Hudspeth County WCID #1	Jamaica Beach	Kenedy
Hughes Springs	Jarrell	Kenedy Housing Authority
Hughes Springs Housing Authority	Jasper	Kenefick
Hull FWSD	Jasper CAD	Kennard
Humble	Jasper Housing Authority	Kennedale
Hungerford MUD	Jayton	Kerens
Hunt CAD	Jefferson	Kerens Housing Authority
Hunters Creek Village	Jefferson CAD	Kermit
Huntington	Jefferson County Drainage District #6	Kerr Central Appraisal District
Huntington Housing Authority	Jefferson Housing Authority	Kerr Emergency 911 Network
Huntsville	Jersey Village	Kerrville
Huntsville Housing Authority	Jewett	Kerrville Public Utility Board
Hurst	Jim Hogg County Housing Authority	Kilgore
Hutchins	Jim Hogg County WCID #2	Killeen
Hutchinson CAD	Jim Wells County FWSD #1	Kimble Central Appraisal District
Hutto	Johnson City	Kingsbury
Huxley	Johnson City Housing Authority	Kingsland MUD
Idalou	Johnson County Central Appraisal Dist	Kingsville
Idlewood WCID #1	Johnson County ESD #1	Kingsville Housing Authority
Impact	Johnson County SUD	Kinney CAD
Indian Lake	Johnson County SWCD #541	Kinney County GCD
Industry	Jonah Water SUD	Kirby
Ingleside	Jones CAD	Kirbyville
Ingleside Housing Authority	Jones Creek Village of	Kirbyville Housing Authority
Ingleside on the Bay	Jonestown	Kleberg CAD
Ingram	Josephine	Klein PUD
International Management District	Joshua	Knollwood
Iola	Jourdanton	Knox City
Iowa Colony	Jourdanton Housing Authority	Knox City Housing Authority
Iowa Park	Junction	Knox County Rural SUD
Iraan	Junction Housing Authority	Kosse
Iraan General Hospital District	Justin	Kountze
Iredell	Karnes CAD	Kress
Irion CAD	Karnes City	Krugerville
Irion County Water Conservation District	Karnes County SWCD #343	Krum
Irving Flood Control Dist Section I	Katy	Kurten
Irving Flood Control Dist Section III	Kaufman	Kyle
Isaacson MUD	Kaufman CAD	Kyle Housing Authority
Italy	Keene	Kyndwood MUD
Itasca	Keller	La Coste
Ivanhoe City of	Kelly Lane WCID #1	La Feria
Jacinto City	Kelly Lane WCID #2	La Feria Irrigation District #3
Jack CAD	Kemah	La Grange
Jack County WCID #1	Kemp	La Grange Housing Authority
Jacksboro	Kemp Housing Authority	La Grulla

La Joya	Lampasas	Lipan-Kickapoo WCD
La Joya Housing Authority	Lampasas CAD	Lipscomb Co Central Appraisal District
La Marque	Lampasas County WCID #1	Little Elm Town of
La Porte	Lancaster	Little River Academy
La Salle CAD	Laredo	Little River-San Gabriel SWCD #508
La Vernia	Laredo Center for Urban Agriculture and Sustainability	Littlefield
La Villa	Laredo Housing Authority	Live Oak
La Ward	Laredo Transit	Live Oak UWCD
Lacy-Lakeview	Latexo	Liverpool
Ladonia	Lavaca County Central Appraisal District	Livingston
Lago Vista	Lavaca-Navidad River Authority	Livingston Housing Authority
Laguna Madre Water District	Lavon	Llano
Laguna Vista	Lazy Nine MUD #1C	Llano Central Appraisal District
Lake Amanda WCID #1	Lazy Nine MUD #1D	Llano County MUD #1
Lake Bridgeport	Lazy River Improvement District	Llano County SWCD #233
Lake Cities MUA	League City	Llano Estacado UWCD
Lake City	Leakey	Llano Housing Authority
Lake Dallas	Leander	Lockhart
Lake Dunlap WCID	Leander MUD #1	Lockhart Housing Authority
Lake Forest Plant Advisory Council	Leander MUD #2	Lockney
Lake Forest UD	Leander MUD #3	Lockney Housing Authority
Lake Houston Redevelopment Authority	Leary	Log Cabin
Lake Houston TIRZ 10	Lee CAD	Logan Slough WID
Lake Jackson	Lee-Fayette Counties Cummins Creek WCID	Lometa
Lake LBJ WCID #1	Lefors	Lometa Housing Authority
Lake Placid WCID #1	Leland Woods Redevelopment Authority	Lone Oak
Lake Pointe MUD	Leland Woods Redevelopment Authority #2	Lone Oak Farm MUD
Lake Proctor Irrigation Authority	Leon CAD	Lone Star
Lake Tanglewood	Leon Valley	Lone Star Regional Water Authority
Lake Travis Community Library District	Leona	Lone Wolf GCD
Lake Worth	Leonard	Longview
Lakeport	Leroy	Loraine
Lakeside (San Patricio Co)	Levelland	Loraine Housing Authority
Lakeside (Tarrant Co)	Levelland Housing Authority	Lorena
Lakeside City	Lewisville	Lorenzo
Lakeside MUD #3	Lexington	Los Fresnos
Lakeside MUD #9	Liberty	Los Fresnos Housing Authority
Lakeside Water Supply District	Liberty County Central Appraisal Dist	Los Indios
Lakeside WCID #1	Liberty County DD #2	Lost Creek Limited District
Lakeside WCID #2A	Liberty County DD #4	Lost Pines GCD
Lakeside WCID #2B	Liberty County WCID #5	Lott
Lakeside WCID #2C	Liberty Hill	Lott Housing Authority
Lakeside WCID #2D	Liberty Hill Public Library District	Lovelady
Lakeview	Limestone CAD	Lower Brushy Creek WCID
Lakeview Police Department	Limestone County Senior Services Project	Lower Clear Fork/Brazos SWCD #551
Lakeway	Limestone-Falls SWCD	Lower Kirby Pearland Mgmt District
Lakeway MUD	Lindale	Lower Rio Grande Valley Dev Council
Lakewood Village	Linden	Lower Trinity GCD
Lamar CAD	Linden Housing Authority	Lower Valley Water District
Lamb CAD	Lindsay	Lowry Crossing
Lamesa	Lipan	Lubbock

Lubbock Central Appraisal District	Mart	Memorial Villages Police Department
Lubbock County WCID #1	Mart Housing Authority	Memorial Villages Water Authority
Lubbock Emergency Communication District	Martin County Fresh Water District	Memphis
Lubbock Housing Authority	Martindale	Memphis Housing Authority
Lubbock/Reese Redevelopment Authority	Mason	Menard
Lubbock-Citibus	Mason Housing Authority	Mercedes
Lucas	Mason SWCD #223	Mercedes Housing Authority
Luce Bayou PUD	Matador	Meridian
Lueders	Matador Housing Authority	Meridian Housing Authority
Luella SUD	Matador Water District	Merkel
Lufkin	Matagorda CAD	Merkel Housing Authority
Luling	Matagorda County WCID #6	Mertens
Luling Housing Authority	Mathis	Mertzon
Lumberton	Mathis Housing Authority	Mesa UWCD
Lumberton MUD	Maud	Mesquite
Lund Farm MUD	Maud Housing Authority	Mesquite Groundwater Conservation Dist
Lyford	Mauriceville MUD	Metropolitan Area EMS Authority
Lynn CAD	Maverick CAD	Mexia
Lytle	Maverick County WCID #1	Mexia Housing Authority
Lytle Lake WCID	Maypearl	Meyer Ranch MUD of Comal County
Mabank	McAllen	Miami
Mabank Housing Authority	McAllen Housing Authority	Middle Rio Grande COG
MacBee SUD	McCamey	Middle Trinity GCD
Macedonia Eylau MUD	McCulloch CAD	Midland
Mackenzie Municipal Water Authority	McCulloch SWCD #249	Midland Central Appraisal District
Madison CAD	McGregor	Midland County Housing Authority
Madisonville	McGregor Housing Authority	Midland County Utility District
Madisonville Housing Authority	McKinney	Midland Emergency Commission District
Magnolia	McKinney Housing Authority	Midland Housing Authority
Magnolia East MUD	McLean	Midland-Odessa Urban Transit District
Malakoff	McLean Housing Authority	Midlothian
Malakoff Housing Authority	McLendon-Chisholm	Midlothian/Waxahachie Airport
Malone	McLennan CAD	Midway
Manor	McLennan County Rural Transit District	Milam Appraisal District
Mansfield	McLennan County WCID #2	Milano
Manvel	McMullen GCD	Mildred
Marble Falls	Meadow	Miles
Marfa	Meadow Lake WCID #1	Milford
Marfa Housing Authority	Meadowlakes	Mills CAD
Marietta	Meadows Place	Millsap
Marion	Medina CAD	Mineola
Marion Cass SWCD	Medina County 911	Mineola Housing Authority
Marion Central Appraisal District	Medina County WCID #2	Mineral Wells
Marion County Hospital District	Meeker Municipal Water District	Mineral Wells Housing Authority
Marion Oaks MUD	Megargel	Mingus
Marlin	Melissa	Mirasol Springs MUD
Marlin Housing Authority	Melvin	Mission
Marquez	Memorial City Redevelopment Authority	Mission Housing Authority
Marshall	Memorial Heights Redevelop Auth TIRZ #5	Missouri City
Marshall Harrison County Health District	Memorial Hills UD	Mitchell County Appraisal District
Marshall Housing Authority	Memorial Point UD	Mobeetie

Mobile City	Nacogdoches Housing Authority	Nome
Monahans	Nacogdoches SWCD	Noonday
Monahans Housing Authority	Naples	Nordheim
Mont Belvieu	Naples Housing Authority	Normangee
Montague County Tax Appraisal District	NASA Area Management District	Nortex Regional Planning Commission
Montgomery	Nash	North Austin MUD #1
Montgomery County ECD	Nassau Bay	North Central Texas 911 District
Montgomery County ESD #14	Nassau Bay Redevelopment Authority	North Central Texas COG
Montgomery County Housing Authority	Natalia	North Central Texas MWA
Montgomery County MUD #126	Navarro Central Appraisal District	North Channel Water Authority
Montgomery County MUD #179	Navarro County ESD #1	North Concho River SWCD
Montgomery County MUD #201	Navarro SWCD	North Green MUD
Montgomery County MUD #207	Navasota	North Houston District
Montgomery County MUD #89	Navasota Housing Authority	North Hunt SUD
Montgomery County MUD #90	Nazareth	North San Gabriel MUD #1
Montgomery County WCID #1	Near Northwest Management District	North San Gabriel MUD #2
Montrose Management District	Neches/Trinity Valley GCD	North Texas ECC
Montrose Redevelopment Auth/TIRZ #27	Nederland	North Texas Tollway Authority
Moody	Needville	North Zulch MUD
Moody Housing Authority	Nevada	Northeast Gaines County ESD #1
Moore CAD	New Berlin	Northeast Harris County MUD #1
Moore's Crossing MUD	New Boston Property Management	Northeast Texas MWD
Moran	New Braunfels	Northeast Texas Public Health District
Morgan	New Braunfels Housing Authority	Northeast Travis County UD
Morgan's Point	New Braunfels Utilities	Northeast TX Regional Mobility Authority
Morgan's Point Resort	New Deal	Northlake
Morris CAD	New Fairview	Northtown MUD
Morton	New Home	Northwest Grayson County WCID #1
Motley CAD	New Hope	Northwest Harris County MUD #22
Motley County Hospital District	New Hope SUD	Northwest Harris County MUD #29
Moulton	New London	Northwest Harris County MUD #30
Mount Calm	New Summerfield	Northwest Leon County ESD #3
Mount Enterprise	New Sweden MUD #1	Northwest Park MUD
Mount Pleasant	New Sweden MUD #3	Northwest Williamson County MUD #1
Mount Pleasant Housing Authority	New Waverly	Northwest Williamson County MUD #2
Mount Vernon	Newark	Northwood MUD #1
Mount Vernon Housing Authority	Newcastle	Novice
Mountain City	Newcastle Housing Authority	Nueces CAD
Mountain Peak SUD	Newport MUD	Nueces County DD #2
Muenster	Newton	Nueces County ESD #1
Muenster Water District	Newton Central Appraisal District	Nueces County ESD #4
Muleshoe	Newton County ESD #5	Nueces County ESD #6
Muleshoe Housing Authority	Newton Housing Authority	Nueces County WCID #3
Munday	Niederwald	Nueces County WCID #4
Munday Housing Authority	Nixon	Nueces County WCID #5
Murchison	Nixon Housing Authority	Nueces/Jim Wells Counties ESD #5
Murphy	Nocona	Oak Grove
Mustang Ridge	Nocona Housing Authority	Oak Leaf
Nacogdoches	Nolan CAD	Oak Point
Nacogdoches CAD	Nolan County Fresh Water District	Oak Ridge (Cooke Co)
Nacogdoches County ESD #4	Nolanville	Oak Ridge (Kaufman Co)

Oak Ridge North	Palmer	Pecan Gap
Oak Valley	Palmera Ridge MUD of Williamson County	Pecan Hill
Oakwood	Palmhurst	Pecan Valley GCD
O'Brien	Palmview	Pecos
Ochiltree SWCD #142	Palo Duro Water District	Pecos CAD
Odem	Palo Pinto Appraisal District	Pecos County WCID #1
Odem Housing Authority	Palo Pinto County MWD #1	Pecos County WID #2
Odessa	Paloma Lake MUD #1	Pecos County WID #3
Odessa Housing Authority	Paloma Lake MUD #2	Pecos Housing Authority
O'Donnell	Pampa	Pelican Bay
O'Donnell Housing Authority	Panhandle	Penelope
Office of Urban Redevelopment-OUR SA	Panhandle Regional Planning Commission	Penitas
Oglesby	Panola CAD	Permian Basin Regional Planning Comm
Oglesby Housing Authority	Panola County ESD #1	Permian Basin UWCD
Old River-Winfree	Panola County FWD #1	Perryton
Old Sixth Ward Redevelopment Authority	Panola SWCD #448	Petersburg
Oldham CAD	Panorama Village	Petrolia
Olmos Park	Pantego	Petronila
Olney	Paradise	Pettus MUD
Olney Housing Authority	Paris	Pflugerville
Olton	Paris Housing Authority	Pharr
Olton Housing Authority	Paris-Lamar Co Pub Health Department	Pharr Housing Authority
Omaha	Park Board of Trustees of Galveston	Phelps SUD
Omaha Housing Authority	Parker	Pilot Knob MUD #1
Onalaska	Parker CAD	Pilot Knob MUD #2
Orange	Parker County SWCD #558	Pilot Knob MUD #3
Orange CAD	Parklands MUD #1	Pilot Knob MUD #4
Orange Co ESD #2/Bridge City VFD	Parkside at Mayfield Ranch MUD	Pilot Knob MUD #5
Orange County ESD #1	Parkside on the River MUD #1	Pilot Point
Orange County ESD #3	Parkside on the River MUD #3	Pine Creek WID
Orange County ESD #4	Parmer CAD	Pine Forest
Orange County Navigation/Port District	Pasadena	Pine Island
Orange County WCID #1	Paseo del Este MUD #1	Pinehurst
Orange County WCID #2	Paseo del Este MUD #10	Pineland
Orange Grove	Paseo del Este MUD #11	Pineland Housing Authority
Orange Housing Authority	Paseo del Este MUD #2	Piney Point Village
Orchard	Paseo del Este MUD #3	Pittsburg
Ore City	Paseo del Este MUD #4	Pittsburg Housing Authority
OST/Alameda Corridors Redevelopment Auth	Paseo del Este MUD #5	Plains
Overton	Paseo del Este MUD #6	Plainview
Overton Housing Authority	Paseo del Este MUD #7	Plainview Housing Authority
Ovilla	Paseo del Este MUD #8	Plainview/Hale County Airport
Oyster Creek	Paseo del Este MUD #9	Plano Housing Authority
Paducah	Pattison	Plantersville
Paducah Housing Authority	Patton Village	Plateau UWCSO
Paint Rock	Payne Springs	Pleak
Palacios	Pearland	Pleasant Valley
Palacios Housing Authority	Pearsall	Pleasanton
Palestine	Pearsall Housing Authority	Pleasanton Housing Authority
Palisades Village	Peaster	Plum Grove
Palm Valley	Pecan Bayou SWCD #553	Poetry

Point	Providence Village Town of	Reno (Parker County)
Point Aquarius MUD	Public Transit Services	Retreat
Point Blank	Putnam	Rhome
Point Comfort	Pyote	Rice
Point Housing Authority	Quail Creek MUD	Richardson
Point Venture	Quail Valley UD	Richland
Political Subdivision WC Alliance	Quanah	Richland Hills
Polk Central Appraisal District	Quanah Housing Authority	Richland Springs
Ponder	Queen City	Richland SUD
Ponderosa Forest Utility District	Quinlan	Richmond
Ponderosa Joint Powers Agency	Quintana	Riesel
Port Aransas	Quitaque	Rio Bravo
Port Arthur	Quitman	Rio Grande City
Port Arthur Housing Authority	Rains CAD	Rio Grande COG
Port Authority of San Antonio	Ralls	Rio Grande Regional Water Authority
Port Isabel	Ralls Housing Authority	Rio Hondo
Port Isabel Housing Authority	Ranch at Clear Fork Creek MUD #1	Rio Vista
Port Isabel/San Benito Navigation Dist	Ranch at Clear Fork Creek MUD #2	Rising Star
Port Lavaca	Ranch at Clear Fork Creek MUD #3	Rising Star Housing Authority
Port Lavaca Housing Authority	Ranch at Cypress Creek MUD #1	River Oaks
Port Neches	Rancho del Cielo MUD	River Place Limited District
Port O'Connor Improvement District	Rancho Viejo	River Plantation MUD
Port of Corpus Christi Authority	Ranger	Riverside
Port of Harlingen Authority	Ranger Housing Authority	Riverside SUD
Port of Liberty Commission	Rankin	Roanoke
Porter SUD	Rankin Housing Authority	Roaring Springs
Portland	Ransom Canyon	Robert Lee
Post	Rayburn Country MUD	Robert Lee Housing Authority
Post Housing Authority	Raymondville	Robertson CAD
Post Oak Bend	Reagan CAD	Robinson
Post Oak Savannah GCD	Real CAD	Robstown
Post Oak SUD	Real Edwards Cons/Recl District	Robstown Housing Authority
Poteet	Red Bluff Water Power Control District	Robstown Utility Systems
Poteet Housing Authority	Red Lick	Roby
Poth	Red Oak	Roby Housing Authority
Potter-Randall Appraisal District	Red River Authority of Texas	Rochester
Potter-Randall County ECD	Red River CAD	Rockdale
Pottsboro	Red River County WCID #1	Rockdale Housing Authority
Poynor	Red River SWCD	Rockett SUD
Prairie Crossing Municipal Utility District No. 1	Red Sands GCD	Rockport
Prairie Crossing Municipal Utility District No. 2	Redwater	Rocksprings
Prairie View	Reeves CAD	Rockwall
Premont	Reeves County GCD	Rockwall Housing Authority
Presidential Glen MUD	Reeves County WID #1	Rocky Mound
Presidio CAD	Reeves County WID #2	Rogers
Presidio County UWCD	Refugio	Rogers Housing Authority
Primera	Refugio County WCID #1	Rolling Plains GCD
Princeton	Refugio GCD	Rollingwood
Progreso	Regional Transportation Authority	Roma
Progreso Lakes	Reklaw	Roma Housing Authority
Prosper Town of	Reno	Roman Forest

Roman Forest PUD #3	San Angelo Housing Authority	Scurry
Ropesville	San Antonio MUD #1	Scurry CAD
Roscoe	San Augustine	Seabrook
Rose City	San Augustine CAD	Seadrift
Rose Hill Acres	San Augustine Housing Authority	Seagoville
Rose Hill SUD	San Benito	Seagraves
Rosebud	San Benito Housing Authority	Seagraves Housing Authority
Rosebud Housing Authority	San Diego	Sealy
Rosenberg	San Diego MUD #1	Sebastian MUD
Rosenberg Housing Authority	San Elizario	Seguin
Ross	San Felipe	Seguin Housing Authority
Rosser	San Jacinto CAD	Seis Lagos UD
Rotan	San Jacinto County ESD	Selma
Rotan Housing Authority	San Jacinto SUD	Seminole
Round Mountain	San Juan	Seven Oaks
Round Rock	San Juan Housing Authority	Seven Points
Round Rock Housing Authority	San Leanna	Seymour
Round Rock MUD #2	San Leon MUD	Seymour Housing Authority
Round Top Town of	San Marcos	Shackelford CAD
Rowlett	San Marcos Housing Authority	Shady Grove SUD
Roxton	San Patricio	Shady Hollow MUD
Royal Street Municipal Utility District	San Patricio CAD	Shady Shores
Royalwood MUD	San Patricio County GWCD	Shallowater
Royse City	San Patricio County Navigation Dist #1	Shamrock
Royse City Housing Authority	San Patricio MWD	Shavano Park
Rule	San Perlita	Shelby CAD
Runaway Bay	San Saba	Shelby County FWSD #1
Runge	San Saba CAD	Shelby County SWCD
Runge Housing Authority	San Saba Housing Authority	Sheldon Road MUD
Runnels CAD	San Saba SWCD #250	Shell Road MUD
Runnels County ESD #1	Sanctuary	Shenandoah
Rural Economic Asst League Inc	Sandy Oaks	Shepherd
Rural Taylor County Aging Service	Sandy Point	Sherman
Rusk	Sanford	Sherman CAD
Rusk County GCD	Sanger	Sherman Housing Authority
Rusk County Rural Rail District	Sansom Park	Shiner
Rusk SWCD #447	Santa Anna	Shoreacres
Sabinal	Santa Anna Housing Authority	Siena MUD #1
Sabine/Neches Navigation District	Santa Clara	Siena MUD #2
Sachse	Santa Fe	Siesta Shores WCID
Sadler	Santa Rita UWCD	Silsbee
Saginaw	Santa Rosa	Silverton
Saint George Pl Redev Auth Reinvest Z#1	Saratoga UWCD	Simonton
Saint Hedwig	Savoy	Sinton
Saint Jo	Schertz	Sinton Housing Authority
Saint Paul	Schertz Housing Authority	Skellytown
Salado	Schertz-Seguin Local Gov Corporation	Sky Ranch MUD
Salado Public Library District	Schleicher County Hospital District	Slaton
Salt Fork SWCD #133	Schulenburg	Slaton Housing Authority
Sam Rayburn Mun Power Agency	Schulenburg Housing Authority	Smiley
San Angelo	Scotland	Smiley Housing Authority

Smith CAD	Springlake	Sweetwater
Smith County 911 Emergency Communications District	Springs Hill Special Utility District	Sweetwater Housing Authority
Smith County ESD #1	Springtown	Swisher CAD
Smithville	Spur	Taft
Smithville Housing Authority	Spur Housing Authority	Taft Housing Authority
Smyer	Spurger ESD #2	Tahoka
Snook	St George Place Management District	Tahoka Housing Authority
Snyder	ST PST Water Supply	Talco
Socorro	Stafford	Talco Housing Authority
Somerset	Stagecoach	Talty City of
Somervell Central Appraisal District	Stamford	Talty SUD
Somervell County Water District	Stamford Hospital District	Tanglewood Forest Limited District
Somerville	Stamford Housing Authority	Tarkington SUD
Sonora	Stanton	Tarrant County 911 District
Sonterra MUD	Stanton Housing Authority	Tarrant County ESD #1
Sour Lake	Staples	Tarrant County Hospital Dist-JPS Health
South Central Calhoun County WCID	Star Harbor	Tatum
South East Texas RPC	STAR Transit	Tatum Housing Authority
South Houston	Starr CAD	Tax Increment Reinvestment Zone #25
South Padre Island	Starr County Housing Authority	Taylor
South Plains Association of Governments	Stephens CAD	Taylor CAD
South Plains Public Health District	Stephenville	Taylor Housing Authority
South Plains Regional Housing Authority	Sterling City	Taylor Lake Village
South Plains UWCD	Sterling County Appraisal District	Taylor Landing
South Post Oak Redev Auth/TIRZ #9	Sterling County UWCD	Teague
South Rains SUD	Stinnett	Teague Housing Authority
South Texas Development Council	Stockdale	Tehuacana
South Texas Water Authority	Stockdale Housing Authority	Temple
South Texas Weather Modification Assoc	Stockton Bend	Temple Housing Authority
Southeast Leon County ESD #1	Stonewall Ranch MUD	Tenaha
Southeast Travis County MUD #1	Stratford	Tenaha Housing Authority
Southeast Williamson County MUD #1	Strawn	Terranova West MUD
Southern Montgomery County MUD	Strawn Housing Authority	Terrell
Southern Trinity GCD	Streetman	Terrell Hills
Southlake	Sudan	Terry CAD
Southmayd	Sugar Land	Terry Memorial Hospital District
Southmost Regional Water Authority	Sullivan City	Texana Center
Southside Place	Sulphur Springs	Texana Groundwater Conservation District
Southwest Area Regional Transit District	Sulphur-Cypress SWCD	Texarkana
Southwest Fannin SUD	Sun Metro	Texarkana Urban Transit District
Southwest Houston Redevelopment Auth	Sunbelt FWSD	Texarkana Water Utilities
Southwest Management District	Sundown	Texarkana-Bowie County Fam Health Clinic
Southwestern Travis County GCD	Sunnyside Redevelopment Authority TIRZ #26	Texas Association of Regional Councils
SPAN Inc	Sunnyvale	Texas City
Spearman	Sunray	Texas City Housing Authority
Spearman Housing Authority	Sunrise Beach Village	Texas City TIRZ #1/Lago Mar Dev Auth
Splendor	Sunset Valley	Texas Municipal Power Agency
Spring Branch	Surfside Beach	Texas Municipal Retirement System
Spring Branch Mgmt District	Sutton CAD	Texas Panhandle Centers
Spring Valley	Sutton County UWCD	Texhoma
Springhollow MUD	Sweeny	Texline

Texoma Area Solid Waste Authority	Travis County MUD #17	Upper Brushy Creek WCID
Texoma COG	Travis County MUD #2	Upper Guadalupe River Authority
Texoma Housing Partners	Travis County MUD #22	Upper Kirby Redev Auth TIRZ #19 Houston
The Colony	Travis County MUD #23	Upper Leon River MWD
The Colony MUD #1A	Travis County MUD #24	Upper Leon SWCD #525
The Colony MUD #1B	Travis County MUD #26	Upper Llanos SWCD
The Colony MUD #1C	Travis County MUD #3	Upper Pecos SWCD
The Colony MUD #1D	Travis County MUD #4	Upper Sabine SWCD
The Colony MUD #1E	Travis County MUD #5	Upper Trinity Regional Water District
The Colony MUD #1F	Travis County MUD #6	Upshur CAD
The Colony MUD #1G	Travis County MUD #7	Upshur-Gregg County SWCD
The Woodlands Township	Travis County MUD #8	Upton CAD
Thompsons	Travis County MUD #9	Upton County ESD #1
Thorndale	Travis County WCID #10	Upton County ESD #2
Thorndale Housing Authority	Travis County WCID #17	Upton County Water District #1
Thornton	Travis County WCID #18	Urban Renewal Agency of City of Austin
Thorntonville	Travis County WCID #20	Uvalde
Thrall	Travis County WCID-Point Venture	Uvalde CAD
Three Rivers	Travis-Creedmoor MUD	Uvalde County UWCD
Three Rivers Housing Authority	Treasure Island MUD	Uvalde Housing Authority
Throckmorton	Trent	Val Verde CAD
Throckmorton Central Appraisal District	Trenton	Valentine
Throckmorton Housing Authority	TRI SUD	Valley International Airport
Throckmorton SWCD #543	Trinidad	Valley Mills
Tiki Island	Trinidad Housing Authority	Valley MUD #2
Timber Lane UD	Trinity	Valley View
Timbercreek Canyon Village of	Trinity Glen Rose GCD	Van
Timpson	Trinity River Authority	Van Alstyne
Timpson Housing Authority	Trophy Club	Van Horn
Timpson Public Library Dist	Trophy Club MUD #1	Van Horn Housing Authority
Tioga	Troup	Van Housing Authority
Titus CAD	Troy	Van Zandt CAD
TML	Tulia	Van Zandt County ESD #2
TMLIRP	Tulia Housing Authority	Van Zandt County ESD #4
Toco	Turkey	Varner Creek UD
Todd Mission	Tuscola	Vega
Tolar	Two Way SUD	Velasco Drainage District
Tom Bean	TX Health Benefits Pool	Venus
Tom Green CAD	Tye	Vernon
Tom Green County FWD #3 a MUD	Tyler CAD	Vernon Housing Authority
Tom Green SWCD	Tyler County ESD #1	Via Metropolitan Transit
Tomball	Tyler County ESD #3	Victoria
Tool	Tyler County ESD #5	Victoria Central Appraisal District
Toyah	Tyler County ESD #7	Victoria County GCD
Travis Central Appraisal District	Tyler County SUD	Victoria County WCID #2
Travis County Fire/Rescue ESD #11	Uhland	Victoria Housing Authority
Travis County Housing Authority	Uncertain	Victoria SWCD #346
Travis County MUD #11	Union Grove	Vidor
Travis County MUD #12	Union Valley	Village Communities of Texarkana Texas
Travis County MUD #13	Universal City	Village of The Hills
Travis County MUD #14	University Park	Vinton

Vista Oaks MUD	West Harris County MUD #16	Wild Ridge Municipal Utility District
Volente	West Keegans Bayou Improvement District	Willacy CAD
Von Ormy	West Lake Hills	Willacy Co Nav Dist/Port Mans PUD
Waco	West Orange	Willacy County Drainage District #1
Waco Housing Authority	West Tawakoni	Willacy County Housing Authority
Waelder	West Texas Weather Modification Assoc	Williamson CAD
Waelder Housing Authority	West Travis County MUD #6	Williamson County ESD #1
Wake Village	West Travis County MUD #7	Williamson County ESD #4
Walker CAD	West Travis County MUD #8	Williamson County MUD #10
Walker County ESD #2	West Travis County Public Utility Agency	Williamson County MUD #11
Walker County Housing Authority	West University Place	Williamson County MUD #12
Walker County SUD	West Williamson County MUD #1	Williamson County MUD #15
Waller	West Wise SUD	Williamson County MUD #16
Waller County RID #1	Westador MUD	Williamson County MUD #17
Waller Creek Local Gov't Corp	Westbank Comm Library District	Williamson County MUD #19
Wallis	Westbrook	Williamson County MUD #19A
Walnut Creek SUD	Westchase District	Williamson County MUD #19B
Walnut Springs	Westchase District Comm Fund	Williamson County MUD #19C
Walsh Ranch MUD	Wes-Tex GCD	Williamson County MUD #19D
Ward CAD	Westlake	Williamson County MUD #19E
Ward County WID #2	Westminster SUD	Williamson County MUD #19F
Warren City	Weston	Williamson County MUD #19G
Washington CAD	Weston Lakes	Williamson County MUD #19H
Waskom	Westover Hills	Williamson County MUD #21
Watauga	Westwood Shores MUD	Williamson County MUD #22
Waterwood MUD #1	Westworth Village	Williamson County MUD #30
Waxahachie	Wharton	Williamson County MUD #31
Waxahachie Housing Authority	Wharton County ESD #3	Williamson County MUD #32
Wayside MUD of Hays County	Wheeler	Williamson County MUD #34
Weatherford	Wheeler CAD	Williamson County MUD #35
Weatherford Housing Authority	White Deer	Williamson County MUD #38
Webb CAD	White Oak	Williamson County MUD #39
Webberville	White Oak Bayou Joint Powers	Williamson County MUD #46
Webster	White River Municipal Water District	Williamson County WCID #2
Weimar	White Rock SUD	Williamson County WSIDD #3
Weinert	White Settlement	Williamson County/Cities Health District
Weir	Whiteface	Williamson/Travis County MUD #1
Wellington	Whitehouse	Willis
Wellington Housing Authority	Whitesboro	Willow Creek Farms MUD
Wellman	Whitesboro Housing Authority	Willow Creek WCD
Wells	Whitewright	Willow Park
Wells Branch Community Library	Whitney	Wills Point
Weslaco	Whitney Housing Authority	Wills Point Housing Authority
Weslaco Housing Authority	Wichita Appraisal District	Wilmer
West	Wichita Falls	Wilson
West Brazoria County DD #11	Wichita Falls Housing Authority	Wilson CAD
West Cedar Creek MUD	Wichita-Wilbarger 911 Dist	Wimberley
West Central Texas COG	Wickett	Wimberley Village Library District
West Columbia	Wickson Creek SUD	Windcrest
West Gregg SUD	Wilbarger Creek MUD #1	Windom
West Harris County MUD #10	Wilbarger Creek MUD #2	Windthorst

Winfield
Wink
Wink Housing Authority
Winkler CAD
Winnsboro
Winnsboro Housing Authority
Winona
Wintergarden GCD
Winters
Winters Housing Authority
Wise CAD
Wise County WCID #1
Wise SWCD #548
Wixon Valley
Wolfe City
Wolfe City Housing Authority

Wolfforth
Wood CAD
Woodbine SUD
Woodbranch Village
Woodcreek
Woodcreek Reserve MUD
Woodloch
Woodridge MUD
Woodsboro
Woodside Municipal Utility District No. 1
Woodville
Woodville Housing Authority
Woodway
Workforce Solutions for H O T
Wortham
Wortham Housing Authority

Wylie
Wylie Northeast SUD
XS Ranch MUD
Yantis
Yoakum
Yoakum CAD
Yoakum Housing Authority
York Creek Improvement District
Yorktown
Yorktown Housing Authority
Young County SWCD
Zapata CAD
Zapata County WCID
Zavala CAD
Zavala County WCID #1
Zavalla

AMD	Area Management District	PUD	Public Utility District
CAD	County Appraisal District	RA	Redevelopment Authority
CCPD	Crime Control & Prevention District	RFPD	Rural Fire Prevention District
COG	Council of Governments	RMA	Regional Mobility Authority
DD	Drainage District	RPC	Regional Planning Commission
ECD	Emergency Communication District	RSA	Regional Sewage Authority
EMS	Emergency Medical Services	SUD	Special Utility District
ESD	Emergency Services District	SWCD	Soil & Waste Conservation District
FWD	Fresh Water District	SWMA	Solid Waste Management Agency
FWSD	Fresh Water Supply District	TIRZ	Tax Increment Reinvestment Zone
GCD	Groundwater Conservation District	UWCD	Underground Water Conservation District
GWD	Groundwater District	UWCSD	Underground Water Conservation & Supply District
ID	Improvement District	VFD	Volunteer Fire Department
LID	Levee Improvement District	WA	Water Authority
MD	Management District	WCD	Water Conservation District
MHMR	Mental Health/Mental Retardation	WCID	Water Control & Improvement District
MPEC	Multi-Purpose Events Center	WID	Watershed Improvement District
MUD	Municipal Utility District	WORD	Water Oriented Recreation District
MWA	Municipal Water Authority	WSD	Water Supply District
MWD	Municipal Water District	WSIDD	Water, Sewer, Irrigation & Drainage District
MWSD	Municipal Water Supply District		



Texas Municipal League Intergovernmental Risk Pool

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