

RULE 15c2-12 FILING COVER SHEET

This cover sheet is sent with all submissions to the Municipal Securities Rulemaking Board (the Nationally Recognized Municipal Securities Information Repository) and any applicable State Information Depository pursuant to Securities and Exchange Commission (SEC) Rule 15c2-12 or any analogous state statute.

Issuer Name: City of Kerrville, Texas

Issue(s):

\$ 4,040,000	Combination Tax and Revenue Certificates of Obligation, Series 2010
\$ 6,100,000	Combination Tax and Revenue Certificates of Obligation, Series 2011
\$ 3,500,000	Combination Tax and Revenue Certificates of Obligation, Series 2011A
\$ 9,905,000	Combination Tax and Revenue Certificates of Obligation, Series 2012
\$ 10,000,000	Combination Tax and Revenue Certificates of Obligation, Series 2013
\$ 8,910,000	Combination Tax and Revenue Certificates of Obligation, Series 2015
\$ 9,590,000	Combination Tax and Revenue Certificates of Obligation, Series 2016
\$ 17,215,000	General Obligation Refunding Bonds, Series 2017
\$ 8,000,000	Combination Tax and Surplus Revenue Certificates of Obligation, Series 2018A (CWSRF)
\$ 5,000,000	Combination Tax and Surplus Revenue Certificates of Obligations, Series 2018B (DWSRF)

Filing Format X electronic ___ paper; If available on the Internet, give URL: _____

CUSIP Numbers to which the information filed relates (optional):

X Nine-digit number(s) (see following page(s)):

___ Six-digit number if information filed relates to all securities of the issuer

* * *

Financial & Operating Data Disclosure Information

X Annual Financial Report or CAFR

X Financial Information & Operating Data

___ Other (describe) _____

X Fiscal Period Covered: FYE 2018

___ Monthly ___ Quarterly X Annual ___ Other: _____

* * *

I hereby represent that I am authorized by the issuer or its agent to distribute this information publicly:

Signature: /s/ Amy Dozier

Name: Amy Dozier Title: Chief Financial Officer

Employer: City of Kerrville, Texas

Voice Telephone Number: (830) 258-1121

Email Address: amy.dozier@kerrvilletx.gov

DESCRIPTION OF ISSUES COVERED BY THIS REPORT

Combination Tax and Revenue Certificates of Obligation, Series 2010

<u>Date</u>	<u>Principal</u>	<u>CUSIP</u>
08/15/19	\$ 330,000	492422JM3
	<u>\$ 330,000</u>	

Combination Tax and Revenue Certificates of Obligation, Series 2011

<u>Date</u>	<u>Principal</u>	<u>CUSIP</u>
08/15/19	\$ 280,000	492422KQ2
	<u>\$ 280,000</u>	

Combination Tax and Revenue Certificates of Obligation, Series 2011A

<u>Date</u>	<u>Principal</u>	<u>CUSIP</u>
02/15/20	\$ 190,000	492422LH1
02/15/21	195,000	492422LJ7
02/15/22	195,000	492422LK4
02/15/23	200,000	492422LL2
02/15/24	205,000	492422LM0
02/15/25	215,000	492422LN8
02/15/26	220,000	492422LP3
02/15/27	225,000	492422LQ1
02/15/28	235,000	492422LR9
02/15/29	240,000	492422LS7
02/15/30	250,000	492422LT5
02/15/31	255,000	492422LU2
	<u>\$ 2,625,000</u>	

Combination Tax and Revenue Certificates of Obligation, Series 2012

<u>Date</u>	<u>Principal</u>	<u>CUSIP</u>
08/15/19	\$ 480,000	492422 MB3
08/15/20	490,000	492422 MC1
08/15/21	495,000	492422 MD9
08/15/22	510,000	492422 ME7
08/15/23	520,000	492422 MF4
08/15/24	535,000	492422 MG2
08/15/25	545,000	492422 MH0
08/15/26	560,000	492422 MJ6
08/15/27	575,000	492422 MK3
08/15/28	580,000	492422 ML1
08/15/29	600,000	492422 MM9
08/15/30	615,000	492422 MN7
08/15/32	1,035,000	492422 MQ0
	<u>\$ 7,540,000</u>	

Combination Tax and Revenue Certificates of Obligation, Series 2013

<u>Date</u>	<u>Principal</u>	<u>CUSIP</u>
08/15/19	\$ 465,000	492422MW7
08/15/20	470,000	492422MX5
08/15/21	480,000	492422MY3
08/15/22	485,000	492422MZ0
08/15/23	490,000	492422NA4
08/15/24	500,000	492422NB2
08/15/25	510,000	492422NC0
08/15/26	520,000	492422ND8
08/15/27	530,000	492422NE6
08/15/28	540,000	492422NF3
08/15/29	555,000	492422NG1
08/15/30	565,000	492422NH9
08/15/31	580,000	492422NJ5
08/15/32	595,000	492422NK2
08/15/33	610,000	492422NL0
	<u>\$ 7,895,000</u>	

Combination Tax and Revenue Certificates of Obligation, Series 2015

<u>Date</u>	<u>Principal</u>	<u>CUSIP</u>
08/15/19	\$ 375,000	492422NQ9
08/15/20	385,000	492422NR7
08/15/21	390,000	492422NS5
08/15/22	400,000	492422NT3
08/15/23	405,000	492422NU0
08/15/24	420,000	492422NV8
08/15/25	430,000	492422NW6
08/15/26	445,000	492422NX4
08/15/27	455,000	492422NY2
08/15/28	470,000	492422NZ9
08/15/29	480,000	492422PA2
08/15/30	495,000	492422PB0
08/15/31	510,000	492422PC8
08/15/32	525,000	492422PD6
08/15/33	545,000	492422PE4
08/15/34	560,000	492422PF1
08/15/35	585,000	492422PG9
	<u>\$ 7,875,000</u>	

Combination Tax and Revenue Certificates of Obligation, Series 2016

<u>Date</u>	<u>Principal</u>	<u>CUSIP</u>
08/15/19	\$ 395,000	492422PL8
08/15/20	405,000	492422PM6
08/15/21	420,000	492422PN4
08/15/22	435,000	492422PP9
08/15/23	445,000	492422PQ7
08/15/24	460,000	492422PR5
08/15/25	475,000	492422PS3
08/15/26	480,000	492422PT1
08/15/27	490,000	492422PU8
08/15/28	505,000	492422PV6
08/15/29	515,000	492422PW4
08/15/30	530,000	492422PX2
08/15/31	545,000	492422PY0
08/15/32	565,000	492422PZ7
08/15/33	580,000	492422QA1
08/15/34	595,000	492422QB9
08/15/35	610,000	492422QC7
	<u>\$ 8,450,000</u>	

General Obligation Refunding Bonds, Series 2017

<u>Date</u>	<u>Principal</u>	<u>CUSIP</u>
02/15/20	\$ 1,650,000	492422QF0
02/15/21	1,705,000	492422QH6
02/15/22	1,755,000	492422QK9
02/15/23	545,000	492422QM5
02/15/24	670,000	492422QP8
02/15/25	705,000	492422QR4
02/15/26	745,000	492422QT0
02/15/27	775,000	492422QV5
02/15/28	670,000	492422QX1
02/15/29	695,000	492422QZ6
08/15/20	660,000	492422QG8
08/15/21	400,000	492422QJ2
08/15/22	420,000	492422QL7
08/15/23	190,000	492422QN3
08/15/24	430,000	492422QQ6
08/15/25	450,000	492422QS2
08/15/26	465,000	492422QU7
08/15/27	490,000	492422QW3
08/15/28	520,000	492422QY9
08/15/29	545,000	492422RA0
08/15/30	565,000	492422RB8
	<u>\$ 15,050,000</u>	

Combination Tax and Surplus Revenue Certificates of Obligation, Series 2018A (CWSRF)

<u>Date</u>	<u>Principal</u>	<u>CUSIP</u>
08/15/21	\$ 5,000	492422RC6
08/15/22	215,000	492422RD4
08/15/23	215,000	492422RE2
08/15/24	220,000	492422RF9
08/15/25	220,000	492422RG7
08/15/26	225,000	492422RH5
08/15/27	225,000	492422RJ1
08/15/28	230,000	492422RK8
08/15/29	235,000	492422RL6
08/15/30	240,000	492422RM4
08/15/31	245,000	492422RN2
08/15/32	245,000	492422RP7
08/15/33	250,000	492422RQ5
08/15/34	255,000	492422RR3
08/15/35	260,000	492422RS1
08/15/36	270,000	492422RT9
08/15/37	275,000	492422RU6
08/15/38	280,000	492422RV4
08/15/39	285,000	492422RW2
08/15/40	290,000	492422RX0
08/15/41	300,000	492422RY8
08/15/42	305,000	492422RZ5
08/15/43	310,000	492422SA9
08/15/44	320,000	492422SB7
08/15/45	325,000	492422SC5
08/15/46	335,000	492422SD3
08/15/47	345,000	492422SE1
08/15/48	350,000	492422SF8
08/15/49	360,000	492422SG6
08/15/50	365,000	492422SH4
	<u>\$ 8,000,000</u>	

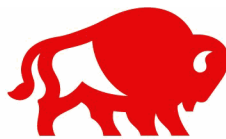
Combination Tax and Surplus Revenue Certificates of Obligations, Series 2018B (DWSRF)

<u>Date</u>	<u>Principal</u>	<u>CUSIP</u>
08/15/20	\$ 5,000	492422SJ0
08/15/21	135,000	492422SK7
08/15/22	135,000	492422SL5
08/15/23	140,000	492422SM3
08/15/24	140,000	492422SN1
08/15/25	140,000	492422SP6
08/15/26	145,000	492422SQ4
08/15/27	145,000	492422SR2
08/15/28	150,000	492422SS0
08/15/29	150,000	492422ST8
08/15/30	150,000	492422SU5
08/15/31	155,000	492422SV3
08/15/32	160,000	492422SW1
08/15/33	160,000	492422SX9
08/15/34	165,000	492422SY7
08/15/35	165,000	492422SZ4
08/15/36	170,000	492422TA8
08/15/37	175,000	492422TB6
08/15/38	180,000	492422TC4
08/15/39	180,000	492422TD2
08/15/40	185,000	492422TE0
08/15/41	190,000	492422TF7
08/15/42	195,000	492422TG5
08/15/43	200,000	492422TH3
08/15/44	205,000	492422TJ9
08/15/45	210,000	492422TK6
08/15/46	210,000	492422TL4
08/15/47	215,000	492422TM2
08/15/48	220,000	492422TN0
08/15/49	225,000	492422TP5
	<u>\$ 5,000,000</u>	

CONTINUING DISCLOSURE REPORT
FOR THE
FISCAL YEAR ENDED SEPTEMBER 30, 2018

CITY OF KERRVILLE, TEXAS

GENERAL OBLIGATION DEBT



HTS Continuing Disclosure Services

A Division of Hilltop Securities.

FINANCIAL STATEMENTS

The audited financial statements for the City for the fiscal year ended September 30, 2018 are being separately filed directly with the Nationally Recognized Municipal Securities Information Repository and any applicable State Information Depository, and are hereby incorporated by reference into this Annual Continuing Disclosure Report.

SIGNATURE OF ISSUER

The information set forth herein has been obtained from the City and other sources believed to be reliable, but such information is not guaranteed as to accuracy or completeness and is not to be construed as a promise or guarantee. This Annual Continuing Disclosure Report may contain, in part, estimates and matters of opinion which are not intended as statements of fact, and no representation is made as to the correctness of such estimates and opinions, or that they will be realized. The information and expressions of opinion contained herein are subject to change without notice, and the delivery of this Annual Continuing Disclosure Report will not, under any circumstances, create any implication that there has been no change in the affairs of the City or other matters described.

CITY OF KERRVILLE, TEXAS

/s/ Amy Dozier

Amy Dozier
Chief Financial Officer

Approved for Submission:

03/29/2019

Date

CERTIFICATE OF SUBMISSION OF ANNUAL REPORT

Subject to the continuing disclosure requirements of SEC Rule 15c2-12, this Annual Continuing Disclosure Report for the City of Kerrville, Texas with respect to the issues listed on the report cover was submitted directly to the Nationally Recognized Municipal Securities Information Repository ("NRMSIR") listed below as well as to any applicable State Information Depository ("SID").

NRMSIR

Municipal Securities Rulemaking Board ("MSRB")
via the Electronic Municipal Market Access ("EMMA") system

HTS Continuing Disclosure Services, A Division of Hilltop Securities Inc.

Signed by:

/s/ Lawrence Kostiw

CITY OF KERRVILLE, TEXAS

2019 GENERAL OBLIGATION DEBT REPORT

TABLE 1 – VALUATION, EXEMPTIONS AND GENERAL OBLIGATION DEBT

2018/2019 Market Valuation Established by Kerr County Appraisal District (excluding totally exempt property)		\$ 2,130,109,786
Less Exemptions/Reductions at 100% Market Value:		
Homestead Cap Adjustment	\$ 5,392,974	
Disabled Veterans	29,921,525	
Over 65	9,260,853	
Pollution Control	120,462	
Productivity Loss	11,736,451	
Freeport Exemption	<u>2,468,643</u>	<u>58,900,908</u>
2018/2019 Net Taxable Assessed Valuation		<u>\$ 2,071,208,878</u>
2018/2019 Freeze Adjusted Equivalent Taxable Assessed Valuation ⁽¹⁾		<u>\$ 1,497,972,372</u>
General Obligation Debt Payable from Ad Valorem Taxes as of December 31, 2018 ⁽²⁾		
General Obligation Bonds	\$ 16,525,000	
Certificates of Obligation	49,240,000	
State Infrastructure Bank Loan	<u>76,946</u>	
General Obligation Debt Payable from Ad Valorem Taxes		\$ 65,841,946
Less: Self-Supporting General Obligation Debt ⁽²⁾		
Waterworks and Sewer System Supported General Obligation Bond Debt	\$ 10,465,000	
Waterworks and Sewer System Supported Certificates of Obligation Debt	35,810,000	
EIC ⁽³⁾ Sales Tax Supported Certificates of Obligation Debt	13,430,000	
State Infrastructure Bank Loan	<u>34,626</u>	
		\$ 59,739,626
Net General Obligation Debt Payable from Ad Valorem Taxes		\$ 6,102,320
General Obligation Interest and Sinking Fund as of September 30, 2018		\$ 1,144,467
Ratio Net General Obligation Tax Debt to Freeze Adjusted Equivalent Taxable Assessed Valuation		0.41%
2019 Estimated Population - 24,796		
Per Capita Freeze Adjusted Equivalent Taxable Assessed Valuation - \$60,412		
Per Capita General Obligation Debt Payable from Ad Valorem Taxes - \$2,655		
Per Capita Net General Obligation Debt Payable from Ad Valorem Taxes - \$246		

- (1) At an election on November 7, 2006, voters in the City approved a tax freeze for citizens who are disabled and/or 65 years of age or older. The tax freeze became effective on January 1, 2007.
- (2) General obligation debt in the amounts shown for which repayment is provided from revenues of the waterworks and sewer system or from economic development sales tax revenues provided by the City of Kerrville, Texas Economic Improvement Corporation (the "EIC"). The amount of self-supporting debt is based on the percentages of revenue support as shown in Table 10. It is the City's current policy to provide these payments from the waterworks and sewer system revenues and the EIC; this policy is subject to change in the future.
- (3) "EIC" is the City of Kerrville, Texas Economic Improvement Corporation, which is a nonprofit corporation created by the City pursuant to the Development Corporation Act (codified under Chapters 501 – 505, Texas Local Government Code, as amended). The City levies and collects a ½ of 1% economic development sales and use tax for the benefit of the EIC, the proceeds of which are used by the EIC to promote economic development in the City in accordance with the Development Corporation Act. A portion of the City's general obligation debt (but not Certificates) is supported with such EIC economic development sales tax.

TABLE 2 – TAXABLE ASSESSED VALUATION BY CATEGORY

Category	Taxable Appraised Value for Fiscal Year Ended September 30,					
	2019		2018		2017	
	Amount	% of Total	Amount	% of Total	Amount	% of Total
Real, Residential, Single-Family	\$ 1,349,154,935	63.34%	\$ 1,310,868,655	62.54%	\$ 1,236,007,288	61.93%
Real, Residential, Multi-Family	90,860,612	4.27%	91,060,532	4.34%	79,348,793	3.98%
Real, Vacant Lots/Tracts	40,560,963	1.90%	39,962,932	1.91%	44,137,079	2.21%
Real, Acreage (Land Only)	11,908,164	0.56%	13,579,283	0.65%	11,938,137	0.60%
Real, Farm and Ranch Improvements	10,775,788	0.51%	10,758,958	0.51%	10,577,726	0.53%
Real, Commercial and Industrial	405,248,371	19.02%	403,476,887	19.25%	389,765,728	19.53%
Real and Tangible Personal, Utilities	23,823,714	1.12%	28,725,891	1.37%	25,621,979	1.28%
Tangible Personal, Business	164,074,682	7.70%	163,067,163	7.78%	162,341,476	8.13%
Tangible Personal, Other	11,648,183	0.55%	10,543,579	0.50%	10,343,954	0.52%
Real Property, Inventory	8,897,387	0.42%	9,352,639	0.45%	9,777,613	0.49%
Special Inventory	13,156,987	0.62%	14,486,160	0.69%	15,817,366	0.79%
Total Appraised Value Before Exemptions	\$ 2,130,109,786	100.00%	\$ 2,095,882,679	100.00%	\$ 1,995,677,139	100.00%
Less: Total Exemptions/Reductions	58,900,908 ⁽¹⁾		55,091,442 ⁽¹⁾		50,943,916 ⁽¹⁾	
Net Taxable Assessed Value	\$ 2,071,208,878		\$ 2,040,791,237		\$ 1,944,733,223	

Category	Taxable Appraised Value for Fiscal Year Ended September 30,			
	2016		2015	
	Amount	% of Total	Amount	% of Total
Real, Residential, Single-Family	\$ 1,191,726,199	62.06%	\$ 1,165,220,475	62.30%
Real, Residential, Multi-Family	78,752,756	4.10%	78,934,223	4.22%
Real, Vacant Lots/Tracts	46,563,897	2.42%	44,867,688	2.40%
Real, Acreage (Land Only)	11,938,407	0.62%	13,100,752	0.70%
Real, Farm and Ranch Improvements	10,523,870	0.55%	10,586,263	0.57%
Real, Commercial & Industrial	380,764,694	19.83%	375,013,577	20.05%
Real and Tangible Personal, Utilities	24,107,414	1.26%	23,916,950	1.28%
Tangible Personal, Business	141,636,207	7.38%	129,092,966	6.90%
Tangible Personal, Other	10,162,392	0.53%	10,096,017	0.54%
Real Property, Inventory	10,440,940	0.54%	7,612,031	0.41%
Special Inventory	13,676,813	0.71%	11,770,833	0.63%
Total Appraised Value Before Exemptions	\$ 1,920,293,589	100.00%	\$ 1,870,211,775	100.00%
Less: Total Exemptions/Reductions	48,276,172 ⁽¹⁾		47,332,635 ⁽¹⁾	
Net Taxable Assessed Value	\$ 1,872,017,417		\$ 1,822,879,140	

NOTE: Valuations shown are certified taxable assessed values reported by the Kerr County Appraisal District to the State Comptroller of Public Accounts. Certified values are subject to change throughout the year as contested values are resolved and the Appraisal District updates records.

(1) At an election on November 7, 2006, voters in the City approved a tax freeze for citizens who are disabled and/or 65 years of age or older. The tax freeze became effective on January 1, 2007. The Net Taxable Assessed Valuation includes the values related to the freeze exemption. See Table 3 and Table 4 for additional details.

TABLE 3 – VALUATION AND GENERAL OBLIGATION DEBT HISTORY

Fiscal Year Ended 9/30	Estimated Population ⁽¹⁾	Net Taxable Assessed Valuation ⁽²⁾	Freeze Adjusted Taxable Assessed Valuation ⁽³⁾	Freeze Adjusted Taxable Assessed Valuation Per Capita	Net G.O. Tax Debt Outstanding at End of Year ⁽⁴⁾	Ratio of Net G.O. Tax Debt to Freeze Adjusted Taxable Assessed Valuation	Net G.O. Tax Debt Per Capita
2015	23,558	\$ 1,822,879,140	\$ 1,329,211,576	\$ 56,423	\$ 9,097,266	0.68%	\$ 386
2016	23,808	1,872,017,417	1,365,980,111	57,375	8,012,025	0.59%	337
2017	24,111	1,944,733,223	1,433,135,420	59,439	8,971,225	0.63%	372
2018	24,292	2,040,791,237	1,485,795,173	61,164	6,102,320	0.41%	251
2019	24,796	2,071,208,878	1,497,972,372	60,412	5,220,000	0.35%	211

(1) Source: City of Kerrville, Texas.

(2) As reported by the Kerr County Appraisal District on the City's annual State Property Tax Board Reports; subject to change during the ensuing year.

(3) The Freeze Adjusted Taxable Assessed Valuation calculated by the Kerr County Appraisal District.

(4) Does not include self-supporting debt.

TABLE 4 – TAX RATE, LEVY AND COLLECTION HISTORY

Fiscal Year Ended 9/30	Tax Rate	General Fund	Interest and Sinking Fund	Tax Levy ⁽¹⁾	Actual Tax Included in Tax Levy	% Current Collections	% Total Collections
2015	\$ 0.5625	\$ 0.4890	\$ 0.0735	\$ 10,029,711	\$ 2,552,896	98.16%	98.28%
2016	0.5625	0.4890	0.0735	10,304,752	2,615,371	98.18%	98.61%
2017	0.5625	0.4890	0.0735	10,689,569	2,628,182	98.48%	98.49%
2018	0.5514	0.4779	0.0735	11,144,563	2,786,965	98.38%	98.83%
2019	0.5514	0.4779	0.0735	11,124,648	2,864,829	(In Process of Collection)	

(1) Tax levy includes a portion of taxes collected from the freeze adjusted values.

TABLE 5 – TEN LARGEST TAXPAYERS

Name of Taxpayer	Nature of Property	2018/19 Net Taxable Assessed Valuation	% of Total Net Taxable Assessed Valuation
James Avery Craftsman Inc.	Retail	\$ 27,290,644	1.32%
Mooney Aviation Co. Inc.	Aircraft Supply	17,561,586	0.85%
Atmos Energy/Mid-Tex Division	Gas Supply and Planning	10,055,888	0.49%
James Avery Craftsman Inc.	Retail	8,645,244	0.42%
Wal-Mart Stores Inc.	Retail	8,561,493	0.41%
S-H Forty-Nine Prop. Co.	Real Estate	8,202,220	0.40%
HEB Grocery Co.	Grocery Store	7,668,670	0.37%
Emerald Cottages of Kerrville LLC	Retirement Community	7,418,032	0.36%
Kerrville Camp-Resort LLC	Resort	7,211,046	0.35%
Windstream Comm Kerrville	Utility	6,363,443	0.31%
		<u>\$ 108,978,266</u>	<u>5.26%</u>

TABLE 6 – TAX ADEQUACY

2019 Principal and Interest Requirements ⁽¹⁾	\$ 1,075,305
\$0.0529 Tax Rate at 98% Collection Produces	\$ 1,077,043
Average Annual Principal and Interest Requirements, 2019 - 2030 ⁽¹⁾	\$ 653,416
\$0.0321 Tax Rate at 98% Collection Produces	\$ 653,555
Maximum Annual Principal and Interest Requirements, 2019 ⁽¹⁾	\$ 1,075,305
\$0.0529 Tax Rate at 98% Collection Produces	\$ 1,077,043

(1) Does not include self-supporting debt.

TABLE 8 – DEBT SERVICE REQUIREMENTS

Fiscal Year Ending 9/30	Outstanding Debt Service ⁽¹⁾			Less:	Total Net	% of Principal Retired
	Principal	Interest	Total	Self-Supporting Debt Service	Tax-Supported Debt Service	
2019	\$ 4,261,946	\$ 1,660,567	\$ 5,922,513	\$ 4,847,208	\$ 1,075,305	
2020	4,460,000	1,647,204	6,107,204	5,167,004	940,200	
2021	4,435,000	1,544,513	5,979,513	5,028,888	950,625	
2022	4,770,000	1,430,986	6,200,986	5,254,511	946,475	
2023	3,375,000	1,327,782	4,702,782	4,194,457	508,325	32.35%
2024	3,580,000	1,240,607	4,820,607	4,314,282	506,325	
2025	3,690,000	1,140,721	4,830,721	4,321,096	509,625	
2026	3,805,000	1,025,387	4,830,387	4,317,637	512,750	
2027	3,910,000	906,599	4,816,599	4,306,849	509,750	
2028	3,900,000	788,421	4,688,421	4,322,321	366,100	61.04%
2029	4,015,000	674,392	4,689,392	4,327,292	362,100	
2030	3,410,000	566,417	3,976,417	3,976,417	-	
2031	2,925,000	468,897	3,393,897	3,393,897	-	
2032	2,490,000	393,693	2,883,693	2,883,693	-	
2033	2,145,000	324,965	2,469,965	2,469,965	-	83.79%
2034	1,575,000	263,718	1,838,718	1,838,718	-	
2035	1,620,000	219,266	1,839,266	1,839,266	-	
2036	440,000	171,045	611,045	611,045	-	
2037	450,000	161,803	611,803	611,803	-	
2038	460,000	152,125	612,125	612,125	-	90.70%
2039	465,000	142,049	607,049	607,049	-	
2040	475,000	131,723	606,723	606,723	-	
2041	490,000	120,985	610,985	610,985	-	
2042	500,000	109,810	609,810	609,810	-	
2043	510,000	98,308	608,308	608,308	-	94.40%
2044	525,000	86,525	611,525	611,525	-	
2045	535,000	74,343	609,343	609,343	-	
2046	545,000	61,876	606,876	606,876	-	
2047	560,000	49,119	609,119	609,119	-	
2048	570,000	35,954	605,954	605,954	-	98.56%
2049	585,000	22,498	607,498	607,498	-	
2050	365,000	8,687	373,687	373,687	-	100.00%
	<u>\$ 65,841,946</u>	<u>\$ 17,050,984</u>	<u>\$ 82,892,930</u>	<u>\$ 75,705,350</u>	<u>\$ 7,187,580</u>	

(1) "Outstanding Debt Service" does not include lease/purchase obligations.

TABLE 9 – INTEREST AND SINKING FUND BUDGET PROJECTION

Tax Supported Debt Service Requirements, Fiscal Year Ending 9/30/2019 ⁽¹⁾		\$ 1,075,305
Interest and Sinking Fund, 9/30/2018	\$ 1,144,467	
Budgeted Interest and Sinking Fund Tax Levy	<u>1,453,225</u>	<u>2,597,692</u>
Estimated Balance, 9/30/2019		<u>\$ 1,522,387</u>

(1) Does not include self-supporting debt.

TABLE 10 – COMPUTATION OF SELF-SUPPORTING DEBT

Net Waterworks and Sewer System Revenue Available as of 9/30/2018	\$ 6,126,435
Net EIC Sales Tax Revenue Available as of 9/30/2018	3,285,494
Less: Requirements for Waterworks and Sewer System Revenue Bonds	3,735,021
Less: Requirements for EIC Sales Tax Revenue Bonds	<u>1,112,186</u>
Balance Available for Other Purposes	<u>\$ 4,564,721</u>
Maximum Requirements for Waterworks and Sewer System Supported General Obligation Debt	\$ 4,138,125
Percentage of Waterworks and Sewer System Supported General Obligation Debt Self-Supporting	100%
Maximum Requirements for EIC Sales Tax Supported General Obligation Debt	\$ 1,117,236
Percentage of EIC Sales Tax Supported General Obligation Debt Self-Supporting	100%

TABLE 11 – AUTHORIZED BUT UNISSUED GENERAL OBLIGATION BONDS

The City does not have any authorized but unissued voted general obligation bonds. The City is authorized by the laws of the State to incur general obligation debt, such as the Certificates, for certain authorized purposes without an election.

TABLE 12 – OTHER OBLIGATIONS

The entered into a loan agreement with Cailloux Foundation Properties. The loan has annual installments of \$250,000 to \$279,881, through 2019.

TABLE 13 – CHANGE IN NET POSITION

	Fiscal Year Ended September 30,				
	2018	2017	2016	2015	2014
REVENUES:					
Program Revenues:					
Charges for Services	\$ 6,375,410	\$ 6,490,553	\$ 5,433,867	\$ 5,997,917	\$ 4,434,801
Operating Grants and Contributions	272,964	348,256	759,117	141,033	72,200
Capital Grants and Contributions	1,314,445	2,594,597	2,626,390	772,266	970,605
General Revenues:					
Property Taxes	10,990,038	10,768,613	10,353,103	10,108,053	9,751,801
Sales Taxes	6,899,129	6,721,841	6,426,901	6,201,119	5,786,539
Hotel Occupancy Taxes	1,333,802	1,218,988	1,106,705	1,080,836	1,045,911
Franchise Taxes	1,950,886	1,733,644	1,580,265	1,741,795	1,775,520
Alcoholic Beverage Taxes	87,059	72,427	74,082	74,021	68,661
Unrestricted Investment Earnings	391,070	243,925	130,455	57,226	58,136
Capital Contributions	-	-	-	-	1,509,703
Gain (loss) on sale of position	-	-	-	-	-
Miscellaneous	1,152,754	2,064,119	2,032,635	2,789,174	-
Total Revenues	<u>\$ 30,767,557</u>	<u>\$ 32,256,963</u>	<u>\$ 30,523,520</u>	<u>\$ 28,963,440</u>	<u>\$ 25,473,877</u>
EXPENSES:					
General Government	\$ 6,988,212	\$ 5,804,497	\$ 6,107,677	\$ 6,272,205	\$ 5,158,955
Public Safety	14,242,578	14,239,827	12,932,381	13,168,482	12,364,758
Culture and Recreation	5,111,916	4,542,728	3,700,771	3,404,868	3,065,837
Public Works	5,617,405	4,002,088	3,403,977	3,490,145	3,159,162
Business Programs	-	-	-	-	-
Health and Welfare	-	-	-	-	-
Non Departmental	-	-	-	-	-
Interest on Long-term Debt	605,985	722,457	818,384	519,320	564,565
Depreciation - Unallocated	-	-	-	-	-
Total Expenditures	<u>\$ 32,566,096</u>	<u>\$ 29,311,597</u>	<u>\$ 26,963,190</u>	<u>\$ 26,855,020</u>	<u>\$ 24,313,277</u>
Increase in Net Position Before Transfers	\$ (1,798,539)	\$ 2,945,366	\$ 3,560,330	\$ 2,108,420	\$ 1,160,600
Transfers	1,641,090	3,934,338	1,910,213	1,802,560	1,125,310
Increase in Net Position	\$ (157,449)	\$ 6,879,704	\$ 5,470,543	\$ 3,910,980	\$ 2,285,910
Beginning Net Position	97,173,326 ⁽¹⁾	91,087,055	85,616,512	81,705,532 ⁽¹⁾	78,460,140
Prior Period Entries	-	-	-	-	-
Ending Net Position	<u>\$ 97,015,877</u>	<u>\$ 97,966,759</u>	<u>\$ 91,087,055</u>	<u>\$ 85,616,512</u>	<u>\$ 80,746,050</u>

(1) Restated.

TABLE 13A – GENERAL FUND REVENUES AND EXPENDITURE HISTORY

	Fiscal Year Ended September 30,				
	2018	2017	2016	2015	2014
REVENUES					
Taxes	\$ 18,300,673	\$ 17,809,686	\$ 17,047,831	\$ 16,729,935	\$ 16,186,958
Licenses and Permits	581,014	520,811	466,303	532,607	504,931
Intergovernmental	1,372,133	1,263,640	1,347,808	1,373,334	989,191
Charges for Services	4,158,789	3,941,832	3,334,083	3,412,045	2,261,251
Grants	123,353	40,742	742,139	141,033	71,724
Fine and Forfeitures	612,061	630,474	548,847	351,265	354,814
Interest	246,697	136,717	62,239	34,920	31,603
Miscellaneous	295,976	500,213	675,775	815,759	1,093,418
Total Revenues	<u>\$ 25,690,696</u>	<u>\$ 24,844,115</u>	<u>\$ 24,225,025</u>	<u>\$ 23,390,898</u>	<u>\$ 21,493,890</u>
EXPENDITURES					
Current Expenditures:					
General Government	\$ 5,186,707	\$ 4,870,572	\$ 4,281,627	\$ 4,661,935	\$ 4,534,100
Public Safety	13,100,154	12,647,515	12,313,269	12,523,990	12,000,803
Culture and Recreation	3,435,179	2,780,105	2,492,818	2,241,214	2,168,758
Public Works	4,161,108	3,372,628	3,017,017	3,162,298	3,006,868
Health and Welfare	-	-	-	-	-
Nondepartmental	-	-	-	-	-
Business Programs	-	-	-	-	-
Capital Outlay	865,542	903,583	736,945	1,609,758	437,577
Debt Service	-	-	-	-	-
Total Expenditures	<u>\$ 26,748,690</u>	<u>\$ 24,574,403</u>	<u>\$ 22,841,676</u>	<u>\$ 24,199,195</u>	<u>\$ 22,148,106</u>
EXCESS (DEFICIENCY) OF REVENUE OVER EXPENDITURES					
	<u>\$ (1,057,994)</u>	<u>\$ 269,712</u>	<u>\$ 1,383,349</u>	<u>\$ (808,297)</u>	<u>\$ (654,216)</u>
OTHER FINANCING SOURCES (USES)					
Operating Transfers In	\$ 3,187,170	\$ 4,016,473	\$ 2,003,038	\$ 1,884,695	\$ 1,446,984
Operating Transfers Out	(520,945)	(3,125,862)	(1,346,000)	(927,500)	(1,547,825)
Loan Proceeds	-	-	-	995,355	284,526
Total Other Financing Sources (Uses)	<u>\$ 2,666,225</u>	<u>\$ 890,611</u>	<u>\$ 657,038</u>	<u>\$ 1,952,550</u>	<u>\$ 183,685</u>
EXCESS (DEFICIENCY) OF REVENUE AND OTHER FINANCING SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES					
	<u>\$ 1,608,231</u>	<u>\$ 1,160,323</u>	<u>\$ 2,040,387</u>	<u>\$ 1,144,253</u>	<u>\$ (470,531)</u>
FUND BALANCES AT BEGINNING OF YEAR					
	<u>\$ 13,440,490</u>	<u>\$ 12,280,167</u>	<u>\$ 10,239,780</u>	<u>\$ 9,095,527</u>	<u>\$ 9,566,058</u>
PRIOR PERIOD ADJUSTMENT					
	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
FUND BALANCES AT END OF YEAR					
	<u>\$ 15,048,721</u>	<u>\$ 13,440,490</u>	<u>\$ 12,280,167</u>	<u>\$ 10,239,780</u>	<u>\$ 9,095,527</u>

TABLE 14 – MUNICIPAL SALES TAX HISTORY

Year Ended 9/30	Total Collected ⁽¹⁾	% of Ad Valorem Tax Levy ⁽²⁾	Equivalent of Ad Valorem Tax Rate ⁽²⁾	Per Capita ⁽³⁾
2014	\$ 5,786,539	57.73%	\$ 0.3354	\$ 251.77
2015	6,201,119	61.83%	0.4665	263.23
2016	6,426,899	62.40%	0.4705	269.95
2017	6,721,841	63.91%	0.4690	278.79
2018	6,899,126	61.31%	0.4643	284.01

(1) Excludes half-cent sales tax for economic development.

(2) Based on the Freeze Adjusted Equivalent Taxable Assessed Valuation.

(3) Based on population estimates of the City staff.

TABLE 15 – CURRENT INVESTMENTS

As of January 31, 2019, the City's funds were invested as follows:

Description	% of Portfolio	Book Value	Market Value
Commercial Paper	16.39%	6,900,000	6,864,929
Securities	9.41%	4,000,000	3,941,294
TexPool	23.39%	9,800,447	9,800,447
LOGIC	17.18%	7,199,302	7,199,302
Texas Class	25.27%	10,585,683	10,585,683
Wells Fargo Bank - Checking	8.36%	3,504,198	3,504,198
	<u>100.00%</u>	<u>\$ 41,989,630</u>	<u>\$ 41,895,853</u>