

CITY OF OLMOS PARK, TEXAS

**ANNUAL
FINANCIAL REPORT**

**FISCAL YEAR ENDED
SEPTEMBER 30, 2021**



CITY OF OLMOS PARK
ANNUAL FINANCIAL REPORT
FOR THE YEAR ENDED SEPTEMBER 30, 2021

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CITY OF OLMOS PARK

PRINCIPAL OFFICERS

CITY OFFICIALS

MAYOR

RONALD HORNBERGER

CITY COUNCIL

SHARON PLANT

KENYON MCDONALD

DEANNA RICKABAUGH

ERIN HARRISON

JULIANA DUSEK

CITY MANAGER

CELIA DELEON

ATTORNEY

DAVIDSON TROILO REAM & GARZA, P.C.



Armstrong, Vaughan & Associates, P. C.

Certified Public Accountants

INDEPENDENT AUDITOR'S REPORT

The Honorable Mayor and
Members of the City Council
City of Olmos Park, Texas

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Olmos Park, as of and for the year ended September 30, 2021, and the related notes to the financial statements, which collectively comprise the City of Olmos Park's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

The City of Olmos Park's 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; this includes 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.

Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund,

and the aggregate remaining fund information of the City of Olmos Park, as of September 30, 2021, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

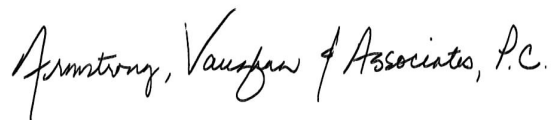
Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, budgetary comparison information, and pension related information be presented to supplement the basic financial statements. Such information, although not a part of the basic 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.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City of Olmos Park's basic financial statements as a whole. The individual fund financial statements and statistical section are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The individual fund financial statements are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

The statistical section has not been subjected to the auditing procedures applied in the audit of the basic financial statements, and accordingly, we do not express an opinion or provide any assurance on it.



Armstrong, Vaughan & Associates, P.C.

November 19, 2021

MANAGEMENT’S DISCUSSION AND ANALYSIS

This section of the City of Olmos Park’s annual financial report presents our discussion and analysis of the City’s financial performance during the fiscal year ended September 30, 2021. Please read it in conjunction with the City’s financial statements, which follow this section.

FINANCIAL HIGHLIGHTS

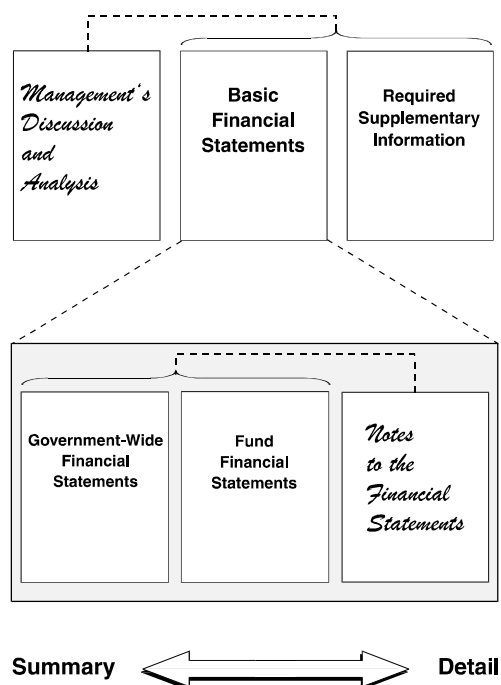
- The City’s total combined net position was \$12 million at September 30, 2021.
- During the year, the City’s governmental expenses were \$461 thousand less than the \$4.9 million generated in general and program revenues for governmental activities. The total cost of the City’s governmental programs decreased 2% from last year due mainly a drop in City Hall repair costs incurred in the prior fiscal year.
- The general fund reported a fund balance this year of \$2.6 million, an increase of 10%, largely due to permitting activity and sales tax revenues.
- The City received \$305 thousand in American Recovery Program Act funds, which was deposited to a separate Corona Virus fund during the year ended September 30, 2021. The City plans to use the funds in support of the Fiscal Year 2021-2022 Sewer Maintenance project.

OVERVIEW OF THE FINANCIAL STATEMENTS

This annual report consists of three parts—*management’s discussion and analysis* (this section), the *basic financial statements*, and *required supplementary information*. The basic financial statements include two kinds of statements that present different views of the City:

- The first two statements are *government-wide financial statements* that provide both *long-term* and *short-term* information about the City’s overall financial status.
- The remaining statements are *fund financial statements* that focus on *individual parts* of the government, reporting the City’s operations in more detail than the government-wide statements.
- *The governmental funds* statements tell how *general government* services were financed in the *short-term* as well as what remains for future spending.
- *Proprietary fund* statements offer *short- and long-term* financial information about the activities the government operates *like businesses*.

Figure A-1F, Required Components of the City’s Annual Financial Report



The financial statements also include notes that explain some of the information in the financial statements and provide more detailed data. The statements are followed by a section of *required supplementary information* that further explains and supports the information in the financial statements. Figure A-1 shows how the required parts of this annual report are arranged and related to one another.

Figure A-2. Major Features of the City's Government-wide and Fund Financial Statements			
<i>Type of Statements</i>	Fund Statements		
	Government-wide	Governmental Funds	Proprietary Funds
<i>Scope</i>	Entire City's government (except fiduciary funds) and the City's component units	The activities of the city that are not proprietary or fiduciary	Activities of the City that operate similar to private businesses: sewer
<i>Required financial statements</i>	<ul style="list-style-type: none"> • Statement of net position • Statement of activities 	<ul style="list-style-type: none"> • Balance Sheet • Statement of revenues, expenditures & changes in fund balances 	<ul style="list-style-type: none"> • Statement of net position • Statement of revenues, expenses & changes in net position • Statement of cash flows
<i>Accounting basis and measurement focus</i>	Accrual accounting and economic resources focus	Modified accrual accounting and current financial resources focus	Accrual accounting and economic resources focus
<i>Type of asset/liability information</i>	All assets and liabilities, both financial and capital, short-term and long-term	Only assets expected to be used up and liabilities that come due during the year or soon thereafter; no capital assets included	All assets and liabilities, both financial and capital, and short-term and long-term
<i>Type of inflow/outflow information</i>	All revenues and expenses during year, regardless of when cash is received or paid	Revenues for which cash is received during or soon after the end of the year; expenditures when goods or services have been received and payment is due during the year or soon thereafter	All revenues and expenses during year, regardless of when cash is received or paid

Figure A-2 summarizes the major features of the City's financial statements, including the portion of the City government they cover and the types of information they contain. The remainder of this overview section of management's discussion and analysis explains the structure and contents of each of the statements.

Government-Wide Statements

The government-wide statements report information about the City as a whole using accounting methods similar to those used by private-sector companies. The statement of net position includes all of the government's assets and liabilities. All of the current year's revenues and expenses are accounted for in the statement of activities regardless of when cash is received or paid.

The two government-wide statements report the City's net position and how they have changed. Net position—the difference between the City's assets and liabilities—is one way to measure the City's financial health or *position*.

- Over time, increases or decreases in the City's net position are an indicator of whether its financial health is improving or deteriorating, respectively.

- To assess the overall health of the City, one needs to consider additional non-financial factors such as changes in the City's tax base.
- The government-wide financial statements of the City include the *Governmental activities*. Most of the City's basic services are included here, such as general government, public safety, roads and streets, sanitation, economic development, culture and recreation, and interest on long-term debt. Property taxes and charges for services finance most of these activities.

Fund Financial Statements

The fund financial statements provide more detailed information about the City's most significant *funds*—not the City as a whole. Funds are accounting devices that the City uses to keep track of specific sources of funding and spending for particular purposes.

- Some funds are required by State law and by bond covenants.
- The City Council establishes other funds to control and manage money for particular purposes or to show that it is properly using certain taxes and grants.

The City has the following kinds of funds:

- *Governmental funds*—Most of the City's basic services are included in governmental funds, which focus on (1) how *cash and other financial assets* that can readily be converted to cash flow in and out and (2) the balances left at year-end that are available for spending. Consequently, the governmental fund statements provide a detailed *short-term* view that helps you determine whether there are more or fewer financial resources that can be spent in the near future to finance the City's programs. Because this information does not encompass the additional long-term focus of the government-wide statements, we provide additional information at the bottom of the governmental funds statement, or on the subsequent page, that explain the relationship (or differences) between them.
- *Proprietary funds*—Services for which the City charges customers a fee are generally reported in proprietary funds. Proprietary funds, like the government-wide statements, provide both long-term and short-term financial information.

FINANCIAL ANALYSIS OF THE CITY AS A WHOLE

The City's combined net position was \$12 million at September 30, 2021. (See Table A-1).

Table A-1
City's Net Position

	Governmental Activities		Business-Type Activities		Total		Total Percentage Change
	2021	2020	2021	2020	2021	2020	
<i>Assets:</i>							
Current Assets	\$ 4,627,558	\$ 4,958,315	\$ 537,911	\$ 540,935	\$ 5,165,469	\$ 5,499,250	(6.1)
Capital Assets (net)	7,743,495	7,170,638	-	-	7,743,495	7,170,638	8.0
Net Pension Asset	627,325	526,114	-	-	627,325	526,114	19.2
Total Assets	12,998,378	12,655,067	537,911	540,935	13,536,289	13,196,002	2.6
<i>Deferred Outflows:</i>							
Deferred Pension Related Outflows	292,971	446,003	-	-	292,971	446,003	(34.3)
Total Deferred Outflows	292,971	446,003	-	-	292,971	446,003	(34.3)
<i>Liabilities:</i>							
Current Liabilities	880,644	545,344	41,109	41,539	921,753	586,883	57.1
Long-Term Liabilities	-	465,000	-	-	-	465,000	(100.0)
Total Liabilities	880,644	1,010,344	41,109	41,539	921,753	1,051,883	(12.4)
<i>Deferred Inflows:</i>							
Deferred Pension Related Inflows	423,736	564,477	-	-	423,736	564,477	(24.9)
Total Deferred Inflows	423,736	564,477	-	-	423,736	564,477	(24.9)
<i>Net Position:</i>							
Net Invested in Capital Assets	7,278,496	6,255,638	-	-	7,278,496	6,255,638	16.4
Restricted	766,729	1,155,330	-	-	766,729	1,155,330	(33.6)
Unrestricted	3,941,744	4,115,281	496,802	499,396	4,438,546	4,614,677	(3.8)
Total Net Position	\$ 11,986,969	\$ 11,526,249	\$ 496,802	\$ 499,396	\$ 12,483,771	\$ 12,025,645	3.8

The unrestricted net position represents resources available to fund the programs of the City next year.

Governmental Activities

- The City saw increased revenue from robust growth from in sales tax, permitting, and traffic fine activities. Despite a drop in the ad valorem tax rates, property tax revenue from increased property values more than offset the decline in the tax rate. Taxable property values increased year over year despite the implementation of a tax freeze.

Business-Type Activities

- Revenues of the City's Sewer business-type activities increased 9%, to \$663 thousand, and operating expenses decreased about 2%, to \$666 thousand. San Antonio Water System (SAWS) bills resident accounts for the City and charges the City for the consumption. Some of the revenue increase was the result of increased usage, but the fund also benefitted from franchise tax revenues on energy that are now being allocated to the business-type activities.

Table A-2
Changes in City's Net Position

	Governmental		Business-Type		Total		Total Percentage Change
	Activities		Activities				
	2021	2020	2021	2020	2021	2020	
<i>Program Revenues:</i>							
Charges for Services	\$ 664,750	\$ 531,171	\$ 644,747	\$ 607,825	\$ 1,309,497	\$ 1,138,996	15.0
Operating Grants and Contributions	4,166	4,142	-	-	4,166	4,142	0.6
Capital Grants and Contributions	-	-	-	-	-	-	0.0
<i>General Revenues:</i>							
Taxes	4,156,195	4,115,375	18,213	8,782	4,174,408	4,124,157	1.2
Interest Earnings	3,239	37,085	32	37	3,271	37,122	(91.2)
Miscellaneous	78,572	91,830	-	-	78,572	91,830	(14.4)
TOTAL REVENUES	4,906,922	4,779,603	662,992	616,644	5,569,914	5,396,247	3.2
<i>Program Expenses:</i>							
General Government	873,318	1,150,600	-	-	873,318	1,150,600	(24.1)
Police	1,336,470	1,219,287	-	-	1,336,470	1,219,287	9.6
Fire	1,118,112	1,137,198	-	-	1,118,112	1,137,198	(1.7)
Street and Sanitation	960,389	850,364	-	-	960,389	850,364	12.9
Court	139,921	146,318	-	-	139,921	146,318	(4.4)
Sewer	-	-	665,588	654,559	665,588	654,559	1.7
Interest on Debt	17,992	30,530	-	-	17,992	30,530	(41.1)
TOTAL EXPENSES	4,446,202	4,534,297	665,588	654,559	5,111,790	5,188,856	(1.5)
Transfers In (Out)	-	(23,175)	-	23,175	-	-	100.0
Change in Net Position	460,720	222,131	(2,596)	(14,740)	458,124	207,391	120.9
Beginning Net Position	11,526,249	11,304,118	499,398	514,138	12,025,647	11,818,256	
Ending Net Position	\$ 11,986,969	\$ 11,526,249	\$ 496,802	\$ 499,398	\$ 12,483,771	\$ 12,025,647	

Table A-3 presents the cost of each of the City's largest functions, as well as each function's net cost (total cost less fees generated by the activities and intergovernmental aid). The net cost reflects what was funded by state revenues as well as local tax dollars. The cost of all *governmental* activities this year was \$4.4 million. Taxpayers paid for 69% of these activities through property taxes of \$3.1 million. 15% of the cost was paid by those who directly benefited from the programs.

Table A-3
Net Cost of Selected City Functions

	Total Cost of			Net Cost of		
	Services		Percentage Change	Services		Percentage Change
	2021	2020		2021	2020	
General Government	\$ 873,318	\$ 1,150,600	(24.1)	\$ 491,665	\$ 853,429	(42.4)
Police Protection	1,336,470	1,219,287	9.6	1,332,304	1,210,092	10.1
Fire	1,118,112	1,137,198	(1.7)	1,118,112	1,137,198	(1.7)
Streets and Sanitation	960,389	850,364	12.9	960,389	850,364	12.9
Court	139,921	146,318	(4.4)	(143,176)	(82,630)	73.3
Sewer	665,588	654,559	1.7	20,841	37,955	(45.1)

FINANCIAL ANALYSIS OF THE CITY'S FUNDS

Revenues from governmental fund types totaled \$4.9 million, about \$100 thousand more than the prior year due to the factors noted above. Expenditures in most areas are similar to current year, but overall cost increases have moved projected expenses up about \$40 thousand from fiscal year 2021.

General Fund Budgetary Highlights

- The City amended the General Fund budget during the year to allow for increased transfers to the Capital Projects Fund.
- The City's actual expenditures in the general fund were \$119 thousand less than budgeted amounts. The City's overall general fund balance improved \$530 thousand better than expected.

CAPITAL ASSETS AND DEBT ADMINISTRATION

Capital Assets

As of September 30, 2021, the City had invested \$18.5 million in a broad range of capital assets, including land, equipment, buildings, and vehicles. (See Table A-4.) The significant additions this year were vehicles, work in progress on a fire engine and the McCullough project. More detailed information about the City's capital assets is presented in the notes to the financial statements.

Table A-4

City's Capital Assets
(in thousands dollars)

	Governmental		Business-Type		Total		Percentage Change
	Activities		Activities				
	2021	2020	2021	2020	2021	2020	
Land	\$ 870	\$ 870	\$ -	\$ -	\$ 870	\$ 870	0.0
Buildings and Improvements	3,781	3,781	-	-	3,781	3,781	(0.0)
Equipment	1,497	1,581	-	-	1,497	1,581	(5.3)
Infrastructure	11,386	11,386	-	-	11,386	11,386	0.0
Construction In Progress	1,002	-	-	-	1,002	-	100.0
Totals at Historical Cost	18,535	17,618	-	-	18,535	17,618	5.2
Total Accumulated Depreciation	(10,792)	(10,447)	-	-	(10,792)	(10,447)	3.3
Net Capital Assets	\$ 7,743	\$ 7,171	\$ -	\$ -	\$ 7,743	\$ 7,171	8.0

Long Term Debt

At year-end the City had \$465,000 in bonds outstanding as shown in Table A-5. This debt will be fully-paid in Fiscal Year 2022. More detailed information about the City's debt is presented in the notes to the financial statements.

Table A-5

City's Long-Term Debt
(in thousands dollars)

	Governmental		Business-Type		Total		Total Percentage Change
	Activities		Activities				
	2021	2020	2021	2020	2021	2020	
Bonds Payable	\$ 465	\$ 915	\$ -	\$ -	\$ 465	\$ 915	(49.2)
Total Bonds & Notes Payable	\$ 465	\$ 915	\$ -	\$ -	\$ 465	\$ 915	(49.2)

ECONOMIC FACTORS AND NEXT YEAR'S BUDGETS AND RATES

The City's elected and appointed officials considered many factors when setting the fiscal year 2022 budget, tax rates, and fees that will be charged. The economic outlook for Bexar County is positive overall, with growth is expected to continue for the foreseeable future. The City's budget levels remain similar to previous years, with both revenues and expenses budgeted conservatively to both increase \$100 thousand. The City has again decreased its property tax rates for fiscal year 2022, but expects more property tax revenues resulting from a continued increase in property values.

To date, there has not been a substantial unfavorable financial impact of the COVID-19 pandemic on the City. As noted above, the City received federal funds of \$305 thousand in fiscal year 2021, and is expected to receive a second equal tranche in fiscal year 2022. Management and governance are closely monitoring the situation and are prepared to make operational changes as necessary to adapt to ongoing issues associated with the pandemic.

CONTACTING THE CITY'S FINANCIAL MANAGEMENT

This financial report is designed to provide our citizens, taxpayers, customers, and investors and creditors with a general overview of the City's finances and to demonstrate the City's accountability for the money it receives. If you have questions about this report or need additional financial information, contact City Hall at (210) 824-3281.

BASIC FINANCIAL STATEMENTS

The basic financial statements include integrated sets of financial statements as required by the GASB. The sets of statements include:

- Government – Wide Financial Statements
- Fund Financial Statements:
 - Governmental Funds
 - Proprietary Funds

In addition, the notes to the financial statements are included to provide information that is essential to a user's understanding of the basic financial statements.



CITY OF OLMOS PARK
STATEMENT OF NET POSITION
SEPTEMBER 30, 2021

	Governmental Activities	Business-Type Activities	Total
ASSETS			
Cash and Cash Equivalents	\$ 4,362,646	\$ 484,229	\$ 4,846,875
Receivables (net of allowances for uncollectibles):			
Ad Valorem Taxes	41,463	-	41,463
Other	204,083	53,682	257,765
Prepays	19,366	-	19,366
Capital Assets (net)	7,743,495	-	7,743,495
Net Pension Asset	627,325	-	627,325
TOTAL ASSETS	12,998,378	537,911	13,536,289
DEFERRED OUTFLOWS			
Deferred Pension Related Outflows	292,971	-	292,971
TOTAL DEFERRED OUTFLOWS	292,971	-	292,971
LIABILITIES			
<i>Current Liabilities:</i>			
Accounts Payable	55,174	41,109	96,283
Accrued Compensated Absences	52,664	-	52,664
Accrued Interest Payable	2,286	-	2,286
Unavailable Grant Revenue	305,520	-	305,520
<i>Noncurrent Liabilities:</i>			
Due within One Year	465,000	-	465,000
TOTAL LIABILITIES	880,644	41,109	921,753
DEFERRED INFLOWS			
Deferred Pension Related Inflows	423,736	-	423,736
TOTAL DEFERRED INFLOWS	423,736	-	423,736
NET POSITION			
Net Investment in Capital Assets	7,278,496	-	7,278,496
Restricted for:			
Economic Development	298,918	-	298,918
Other	327,393	-	327,393
Debt Service	140,418	-	140,418
Unrestricted	3,941,744	496,802	4,438,546
TOTAL NET POSITION	\$ 11,986,969	\$ 496,802	\$ 12,483,771

See accompanying notes to basic financial statements.

CITY OF OLMOS PARK
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED SEPTEMBER 30, 2021

<u>Functions and Programs</u>	<u>Expenses</u>	<u>Program Revenues</u>		
		<u>Charges for Services</u>	<u>Operating Grants and Contributions</u>	<u>Capital Grants and Contributions</u>
Primary Government:				
<i>Governmental Activities:</i>				
General Government	\$ 873,318	\$ 381,653	\$ -	\$ -
Police Protection	1,336,470	-	4,166	-
Fire/EMS Protection	1,118,112	-	-	-
Streets and Sanitation	960,389	-	-	-
Municipal Court	139,921	283,097	-	-
Interest on Long-term Debt	17,992	-	-	-
<i>Total Governmental Activities</i>	<u>4,446,202</u>	<u>664,750</u>	<u>4,166</u>	<u>-</u>
<i>Business-Type Activities</i>				
Sewer	665,588	644,747	-	-
<i>Total Business-Type Activities</i>	<u>665,588</u>	<u>644,747</u>	<u>-</u>	<u>-</u>
Total Primary Government	<u><u>\$ 5,111,790</u></u>	<u><u>\$ 1,309,497</u></u>	<u><u>\$ 4,166</u></u>	<u><u>\$ -</u></u>
General Revenues:				
Taxes				
Ad Valorem Taxes				
Franchise Taxes				
Sales Taxes				
Interest and Investment Earnings				
Miscellaneous				
Total General Revenues				
Change in Net Position				
Net Position at Beginning of Year				
Net Position at End of Year				

See accompanying notes to basic financial statements.

Net (Expense) Revenue and Changes in Net Position
Primary Government

Governmental Activities	Business-Type Activities	Total
\$ (491,665)		\$ (491,665)
(1,332,304)		(1,332,304)
(1,118,112)		(1,118,112)
(960,389)		(960,389)
143,176		143,176
(17,992)		(17,992)
(3,777,286)		(3,777,286)
	\$ (20,841)	(20,841)
	(20,841)	(20,841)
(3,777,286)	(20,841)	(3,798,127)
3,085,703	-	3,085,703
230,139	18,213	248,352
840,353	-	840,353
3,239	32	3,271
78,572	-	78,572
4,238,006	18,245	4,256,251
460,720	(2,596)	458,124
11,526,249	499,398	12,025,647
\$ 11,986,969	\$ 496,802	\$ 12,483,771

CITY OF OLMOS PARK
BALANCE SHEET - GOVERNMENTAL FUNDS
SEPTEMBER 30, 2021

	Major Fund General Fund	Major Fund Capital Projects	Major Fund Special Revenue
ASSETS			
Cash and Cash Equivalents	\$ 2,496,520	\$ 849,236	\$ 301,171
Receivables (net of allowances for uncollectibles):			
Property Taxes	35,732	-	-
Other Receivables	152,166	-	25,958
Prepaid Items	19,366	-	-
TOTAL ASSETS	\$ 2,703,784	\$ 849,236	\$ 327,129
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES			
<i>Liabilities:</i>			
Accounts Payable	\$ 55,174	\$ -	\$ -
Unavailable Grant Revenue	-	-	-
<i>Total Liabilities</i>	<u>55,174</u>	<u>-</u>	<u>-</u>
<i>Deferred Inflows of Resources:</i>			
Unavailable Property Tax Revenue	30,064	-	-
<i>Total Deferred Inflows of Resources</i>	<u>30,064</u>	<u>-</u>	<u>-</u>
<i>Fund Balances:</i>			
Nonspendable:			
Prepaid Items	19,366	-	-
Restricted for:			
Economic Development	-	-	-
Municipal Court	-	-	80,970
Police Department	-	-	29,058
Street Maintenance & Repairs	-	-	181,952
July 4th Celebration	-	-	2,606
Joint Landfill	-	-	9,273
Fire Department Donations	-	-	1,294
Tree Mitigation	-	-	22,839
Stray Animal Fund	-	-	(863)
Debt Service	-	-	-
Committed for:			
Capital Projects	-	849,236	-
Unassigned	2,599,180	-	-
<i>Total Fund Balances</i>	<u>2,618,546</u>	<u>849,236</u>	<u>327,129</u>
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES	\$ 2,703,784	\$ 849,236	\$ 327,129

See accompanying notes to basic financial statements.

<u>Major Fund</u> <u>Debt</u> <u>Service</u>	<u>Major Fund</u> <u>Economic</u> <u>Development</u>	<u>Major Fund</u> <u>Corona Virus</u> <u>Relief</u>	<u>Nonmajor Fund</u> <u>Police</u> <u>Seizure</u>	<u>Total</u> <u>Governmental</u> <u>Funds</u>
\$ 136,974	\$ 272,960	\$ 305,520	\$ 264	\$ 4,362,645
5,730	-	-	-	41,462
-	25,958	-	-	204,082
-	-	-	-	19,366
<u>\$ 142,704</u>	<u>\$ 298,918</u>	<u>\$ 305,520</u>	<u>\$ 264</u>	<u>\$ 4,627,555</u>
\$ -	\$ -	\$ -	\$ -	\$ 55,174
-	-	305,520	-	305,520
-	-	305,520	-	360,694
5,147	-	-	-	35,211
<u>5,147</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>35,211</u>
-	-	-	-	19,366
-	298,918	-	-	298,918
-	-	-	-	80,970
-	-	-	264	29,322
-	-	-	-	181,952
-	-	-	-	2,606
-	-	-	-	9,273
-	-	-	-	1,294
-	-	-	-	22,839
-	-	-	-	(863)
137,557	-	-	-	137,557
-	-	-	-	849,236
-	-	-	-	2,599,180
<u>137,557</u>	<u>298,918</u>	<u>-</u>	<u>264</u>	<u>4,231,650</u>
<u>\$ 142,704</u>	<u>\$ 298,918</u>	<u>\$ 305,520</u>	<u>\$ 264</u>	<u>\$ 4,627,555</u>



CITY OF OLMOS PARK
RECONCILIATION OF THE GOVERNMENTAL FUNDS
BALANCE SHEET TO THE STATEMENT OF NET POSITION
SEPTEMBER 30, 2021

TOTAL FUND BALANCE - TOTAL GOVERNMENTAL FUNDS		\$ 4,231,650
<p>Amounts reported for governmental activities in the Statement of Net Position are different because:</p>		
Capital Assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.		7,743,495
Net pension assets (and related deferred outflows of resources) do not provide or consume current financial resources and are not reported in the funds.		
Net Pension Asset	627,325	
Pension Related Deferred Outflows	292,971	
Pension Related Deferred Inflows	<u>(423,736)</u>	496,560
Other long-term assets are not available to pay for current-period expenditures and, therefore, are not recognized in the funds.		35,214
Accrued vacation leave payable is not due and payable in the current period and, therefore, not reported in the funds.		(52,664)
Long-term liabilities, including bonds payable, are not due and payable in the current period and, therefore, not reported in the funds.		(465,000)
Accrued interest payable on long-term-bonds is not due and payable in the current period and, therefore, not reported in the funds.		<u>(2,286)</u>
TOTAL NET POSITION - GOVERNMENTAL ACTIVITIES		<u>\$ 11,986,969</u>

See accompanying notes to basic financial statements.

CITY OF OLMOS PARK
STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES – GOVERNMENTAL FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2021

	<u>Major Fund</u> General Fund	<u>Major Fund</u> Capital Projects	<u>Major Fund</u> Special Revenue
REVENUES			
Ad Valorem Taxes	\$ 2,657,936	\$ -	\$ -
Franchise Fees	211,926	-	18,213
Sales Taxes	581,141	-	137,865
Fines and Penalties	270,737	-	12,702
Licenses and Permits	392,063	-	6,775
Interest Income	3,118	35	34
Miscellaneous	57,787	-	3,260
Intergovernmental Revenues	-	-	4,164
TOTAL REVENUES	<u>4,174,708</u>	<u>35</u>	<u>183,013</u>
EXPENDITURES			
<i>Current:</i>			
General and Administrative	765,465	8,986	5,188
Police Protection	1,262,338	64,419	1,843
Fire & EMS Protection	1,071,928	-	-
Street and Sanitation	427,600	108,510	135,622
Municipal Court	136,330	-	7,818
Capital Outlay	24,921	577,355	-
<i>Debt Service:</i>			
Principal	-	-	-
Interest and Fiscal Charges	-	-	-
TOTAL EXPENDITURES	<u>3,688,582</u>	<u>759,270</u>	<u>150,471</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>486,126</u>	<u>(759,235)</u>	<u>32,542</u>
OTHER FINANCING SOURCES (USES)			
Transfers In (Out)	<u>(220,000)</u>	<u>220,000</u>	<u>-</u>
TOTAL OTHER FINANCING SOURCES (USES)	<u>(220,000)</u>	<u>220,000</u>	<u>-</u>
Net Change in Fund Balance	266,126	(539,235)	32,542
Fund Balances at Beginning of Year	<u>2,352,420</u>	<u>1,388,471</u>	<u>294,587</u>
Fund Balances at End of Year	<u>\$ 2,618,546</u>	<u>\$ 849,236</u>	<u>\$ 327,129</u>

See accompanying notes to basic financial statements.

<u>Major Fund</u> <u>Debt</u> <u>Service</u>	<u>Major Fund</u> <u>Economic</u> <u>Development</u>	<u>Major Fund</u> <u>Corona Virus</u> <u>Relief</u>	<u>Nonmajor Fund</u> <u>Police</u> <u>Seizure</u>	<u>Total</u> <u>Governmental</u> <u>Funds</u>
\$ 425,932	\$ -	\$ -	\$ -	\$ 3,083,868
-	-	-	-	230,139
-	121,347	-	-	840,353
-	-	-	-	283,439
-	-	-	-	398,838
34	18	-	-	3,239
-	-	-	-	61,047
-	-	-	-	4,164
<u>425,966</u>	<u>121,365</u>	<u>-</u>	<u>-</u>	<u>4,905,087</u>
-	20,090	-	-	799,729
-	-	-	3,632	1,332,232
-	-	-	-	1,071,928
-	-	-	-	671,732
-	-	-	-	144,148
-	475,059	-	-	1,077,335
450,000	-	-	-	450,000
20,130	-	-	-	20,130
<u>470,130</u>	<u>495,149</u>	<u>-</u>	<u>3,632</u>	<u>5,567,234</u>
<u>(44,164)</u>	<u>(373,784)</u>	<u>-</u>	<u>(3,632)</u>	<u>(662,147)</u>
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>(44,164)</u>	<u>(373,784)</u>	<u>-</u>	<u>(3,632)</u>	<u>(662,147)</u>
<u>181,721</u>	<u>672,702</u>	<u>-</u>	<u>3,896</u>	<u>4,893,797</u>
<u>\$ 137,557</u>	<u>\$ 298,918</u>	<u>\$ -</u>	<u>\$ 264</u>	<u>\$ 4,231,650</u>

See accompanying notes to basic financial statements.



CITY OF OLMOS PARK
RECONCILIATION OF THE STATEMENT OF REVENUES,
EXPENDITURES, AND CHANGES IN FUND BALANCES OF
GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED SEPTEMBER 30, 2021

NET CHANGE IN FUND BALANCES - GOVERNMENTAL FUNDS \$ (662,147)

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

Governmental funds report capital outlays as expenditures. However, in the
statement of activities the cost of those assets is allocated over their estimated
useful lives and reported as depreciation expense. This is the amount by which
capital outlay exceeded depreciation. 572,858

Revenues in the Statement of Activities that do not provide current financial
resources are not reported as revenues in the funds. 1,836

Governmental funds report required contributions to employee pensions as
expenditures. However in the Statement of Activities the cost of the pension is
recorded based on the actuarially determined cost of the plan. This is the amount
that the actuarially determined pension expense exceeded the contributions.

Required Contributions	65,176	
Actuarially Determined Cost	23,747	88,923

The issuance of long-term debt (e.g. bonds and notes payable) provides current
financial resources to the governmental funds, while the repayment of the
principal of long-term debt consumes the current financial resources of
governmental funds. Neither transactions, however, has any effect on net position.
Also, governmental funds report the net effect of premiums, discounts,
and similar items when debt is first issued, whereas these amounts are
amortized in the Statement of Activities:

Principal Payments	450,000
--------------------	---------

Some expenses reported in the Statement of Activities do not require the use of
current financial resources and, therefore, are not reported as expenditures in
governmental funds.

Change in Compensated Absences	7,112	
Change in Accrued Interest	2,138	9,250

CHANGE IN NET POSITION - GOVERNMENTAL ACTIVITIES \$ 460,720

See accompanying notes to basic financial statements.

CITY OF OLMOS PARK
STATEMENT OF NET POSITION – PROPRIETARY FUND
SEPTEMBER 30, 2021

	Business-Type Activities
	Sewer Fund
ASSETS	
Cash and Cash Equivalents	\$ 484,229
Receivables (net of allowances for uncollectibles)	53,682
TOTAL ASSETS	537,911
 LIABILITIES	
Accounts Payable	41,109
TOTAL LIABILITIES	41,109
 NET POSITION	
Unrestricted	496,802
TOTAL NET POSITION	\$ 496,802

See accompanying notes to basic financial statements.

CITY OF OLMOS PARK
STATEMENT OF REVENUES, EXPENSES AND
CHANGES IN FUND NET POSITION
PROPRIETARY FUND
FOR THE YEAR SEPTEMBER 30, 2021

	Business-Type Activities
	Sewer Fund
OPERATING REVENUES	
Charges for Utility Service	\$ 644,747
TOTAL OPERATING REVENUES	644,747
OPERATING EXPENSES	
Waste Water Treatment Fees	493,430
Sewer Maintenance	168,076
Billing Fees	4,082
TOTAL OPERATING EXPENSES	665,588
OPERATING INCOME (LOSS)	(20,841)
NONOPERATING REVENUES (EXPENSES)	
Franchise Taxes	18,213
Interest Income	33
TOTAL NONOPERATING REVENUES (EXPENSES)	18,246
CHANGE IN NET POSITION	(2,595)
NET POSITION AT BEGINNING OF YEAR	499,397
NET POSITION AT END OF YEAR	\$ 496,802

See accompanying notes to basic financial statements.

CITY OF OLMOS PARK
STATEMENT OF CASH FLOWS - PROPRIETARY FUND
FOR THE YEAR ENDED SEPTEMBER 30, 2021

	Business-Type Activities
	Sewer Fund
Cash Flows From Operating Activities:	
Cash Received From Customers	\$ 644,747
Cash Paid to Suppliers for Goods and Services	(666,018)
Net Cash Provided (Used) by Operating Activities	(21,271)
 Cash Flows from Noncapital Financing Activities:	
Franchise Taxes	18,213
Net Cash Provided (Used) by Noncapital Financing Activities	18,213
 Cash Flows From Investing Activities:	
Investment Interest Received	34
Net Cash Provided (Used) by Investing Activities	34
 Net Increase (Decrease) in Cash and Cash Equivalents	 (3,024)
 Cash and Cash Equivalents at Beginning of Year	 487,253
 Cash and Cash Equivalents at End of Year	 \$ 484,229
 Reconciliation of Operating Income to Net Cash Provided (Used) by Operating Activities:	
Operating Income (Loss)	\$ (20,841)
Adjustments to Reconcile Operating Income to Net Cash Provided (Used) by Operating Activities:	
Increase (Decrease) in Current Liabilities:	
Accounts Payable	(430)
Total Adjustments to Reconcile Operating Activities	(430)
 Net Cash Provided (Used) by Operating Activities	 \$ (21,271)

See accompanying notes to basic financial statements.

CITY OF OLMOS PARK
NOTES TO BASIC FINANCIAL STATEMENTS
SEPTEMBER 30, 2021

NOTE A -- SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The City of Olmos Park, Texas (“City”) was incorporated in May 1939 and is a Type A General Law City. The City provides the following services: police and fire protection, health services, maintenance of streets, planning and zoning, parks and recreation, general administrative services, and sewer services.

The financial statements of the City have been prepared in conformity with generally accepted accounting principles (GAAP) as applied to government units. The Governmental Accounting Standards Board (GASB) is the accepted standard setting body for establishing governmental accounting and financial reporting principles. The more significant of the City’s accounting policies are described below:

1. REPORTING ENTITY

Component Units

As required by generally accepted accounting principles, these financial statements present the government and its component units, entities for which the government is considered to be financially accountable. Blended component units, although legally separate entities, are, in substance, part of the government’s operations; thus, data from these units, if any existed, would be combined with data of the primary government. Discretely presented component units, on the other hand, are reported in a separate column in the government-wide financial statements to emphasize they are legally separate from the government. As of September 30, 2021, the City had one component unit in these financial statements:

Olmos Park Economic Development Corporation

The City exerts significant control over the Economic Development Corporation (EDC), a legally separate entity. The EDC uses the taxing authority of the City and exists only to benefit the City and its community. The City Council appoints directors of the Corporation, approves the budget, and approves any expenditure over \$5,000. This qualifies the EDC as a component unit, which is recorded as a separate fund of the City, using the blended method described in previous paragraph. The EDC collects a ¼ cent sales tax to promote the economic growth in the City of Olmos Park. The EDC does not issue separate financial statements.

2. GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS

The **government-wide financial statements** include the statement of net position and the statement of activities. Government-wide statements report information on all of the activities of the City. The effect of interfund transfers has been removed from the government-wide statements but continues to be reflected on the fund statements. Governmental activities are supported mainly by taxes and intergovernmental revenues. Business-type activities are financed in whole or in part by fees charged to external parties for goods and services.

The statement of activities reflects the degree to which the direct expenses of a given function or segments are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function. Program revenues include 1) charges to customers or applicants who

CITY OF OLMOS PARK
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
SEPTEMBER 30, 2021

NOTE A -- SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

2. GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS (Continued)

purchase, use or directly benefit from goods, services or privileges provided by a given function and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not properly included in program revenues are reported as general revenues.

Separate **fund financial statements** are provided for governmental funds and proprietary funds. The General Fund, Special Revenue Fund, Capital Projects Fund, Economic Development Fund, and Debt Service Fund all meet the criteria as **major governmental funds**.

3. MEASUREMENT FOCUS, BASIS OF ACCOUNTING, AND FINANCIAL STATEMENT PRESENTATION

The **government-wide financial statements** are reported using the economic resources measurement focus and the accrual basis of accounting. This measurement focus is also used for the proprietary fund financial statements. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Revenue types which have been accrued consist of revenue from the investments, intergovernmental revenue and charges for services. Grants are recognized as revenue when all applicable eligibility requirements imposed by the provider are met.

Revenues are classified as *program revenues* and *general revenues*. Program revenues include 1) charges to customers or applicants for goods, services, or privileges provided, 2) operating grants and contributions, and 3) capital grants and contributions. General revenues include all taxes, grants not restricted to specific programs, investment earnings, and other miscellaneous revenues.

Governmental fund level financial statements are reported using current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. Measurable and available revenues include revenues expected to be received within 60 days after the fiscal year ends. Receivables which are measurable but not collectible within 60 days after the end of the fiscal period are reported as unavailable revenue.

Expenditures generally are recorded when a fund liability is incurred; however, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when the liability has matured and payment is due.

CITY OF OLMOS PARK
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
SEPTEMBER 30, 2021

NOTE A -- SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

3. MEASUREMENT FOCUS, BASIS OF ACCOUNTING, AND FINANCIAL STATEMENT PRESENTATION (Continued)

The government reports the following major governmental funds:

The General Fund is the general operating fund of the City and is always classified as a major fund. The General Fund is used to account for all financial resources except those required to be accounted for in another fund. Major revenue sources include property taxes, charges for services, intergovernmental revenues and investment of idle funds. Primary expenditures are for general administration, public safety, public service and capital acquisition.

Special Revenue Fund is used to account for resources which are legally or contractually restricted to specific expenditures.

Debt Service Fund is used to account for revenues specifically restricted by law for debt retirement (i.e.: ad valorem tax).

Capital Projects Fund is used to account for financial resources to be used for the acquisition or construction of major capital assets and infrastructure.

Economic Development Fund is used to account for the ¼ cent sales tax used to promote business development in the City. This fund is a separate legal entity reported as a blended component unit of the City.

Corona Virus Relief Fund is used to account for revenues received from the federal government under a special grant. This fund is restricted for use.

The City has one nonmajor special revenue fund for Police Seizures.

Proprietary fund level financial statements are used to account for activities, which are similar to those often found in the private sector. The measurement focus is upon determination of net income, financial position and cash flows. The City's Proprietary Fund is the Sewer Fund (used to account for the provision of sewer services to residents).

The **Proprietary Fund** is accounted for using the accrual basis of accounting as follows:

1. Revenues are recognized when earned, and expenses are recognized when the liabilities are incurred.
2. Current-year contributions, administrative expenses and benefit payments, which are not received or paid until the subsequent year, are accrued.

Proprietary funds distinguish operating revenues and expenses from non-operating. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations.

CITY OF OLMOS PARK
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
SEPTEMBER 30, 2021

NOTE A -- SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

4. CASH AND CASH EQUIVALENTS

Cash and cash equivalents include cash deposits and investments with a maturity date within three (3) months of the date acquired by the City.

5. INVESTMENTS

State statutes authorize the City to invest in (a) obligations of the United States or its agencies and instrumentalities; (b) direct obligations of the State of Texas or its agencies; (c) other obligations, the principal and interest of which are unconditionally guaranteed or insured by the State of Texas or the any United States; (d) obligations of states, agencies, counties, cities, and other political subdivisions of 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; (e) certificates of deposit by state and national banks domiciled in this state that are (i) guaranteed or insured by the Federal Deposit Insurance Corporation, or its successor; or, (ii) secured by obligations that are described by (a) - (e). Statutes also allow investing in local government investment pools organized and rated in accordance with the Interlocal Cooperation Act, whose assets consist exclusively of the obligations of the United States or its agencies and instrumentalities and repurchase assessments involving those same obligations. The City has all its monies in interest bearing checking accounts, savings accounts, government investment pools, and certificates of deposit. Earnings from these investments are added to each account monthly or quarterly. Investments are carried at fair market value except for certificates of deposit which are carried at amortized cost.

The City reports investments at fair value based on the hierarchy established by generally accepted accounting principles. The fair value hierarchy, which has three levels, is based on the valuation inputs used to measure an asset's fair value: 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 City's investments in Pools are reported at an amount determined by the fair value per share of the pool's underlying portfolio, unless the pool maintains a consistent net asset value per share that approximates the fair value of the underlying securities. These investments are reported at net asset value.

The City's general policy is to report money market investments and short-term participating interest-earning investment contracts at amortized cost and to report nonparticipating interest-earning investment contracts using a cost-based measure. However, if the fair value of an investment is significantly affected by the impairment of the credit standing of the issuer or by other factors, it is reported at fair value. All other investments are reported at fair value unless a legal contract exists which guarantees a higher value. The term "short-term" refers to investments which have a remaining term of one year or less at time of purchase. The term "nonparticipating" means that the investment's value does not vary with market interest rate changes. Nonnegotiable certificates of deposit are examples of nonparticipating interest-earning investment contracts.

CITY OF OLMOS PARK
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
SEPTEMBER 30, 2021

NOTE A -- SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

6. ACCOUNTS RECEIVABLE

Property taxes are levied based on taxable value at January 1 prior to September 30 and become due October 1, 2020 and past due after January 31, 2021. Accordingly, receivables and revenues for property taxes are reflected on the government-wide statement based on the full accrual method of accounting. Property tax receivables for prior years' levy are shown net of an allowance for uncollectibles in the amount of \$3,970 and \$637 in the General and Debt Service Funds respectively.

Accounts receivable from other governments include amounts due from grantors for approved grants for specific programs and reimbursements for services performed by the City. Program grants are recorded as receivables and revenues at the time all eligibility requirements established by the provider have been met.

Reimbursements for services performed are recorded as receivables and revenues when they are earned in the government-wide statements. Included are fines and costs assessed by the court action and billable services for certain contracts. Revenues received in advance of the costs being incurred are recorded as unavailable revenue in the fund statements. Receivables are shown net of an allowance for uncollectibles.

7. PREPAID ITEMS

Payments made for goods and services in advance are recorded as prepaid items on the balance sheet.

8. SHORT-TERM INTERFUND RECEIVABLES/PAYABLES

During the course of operations, numerous transactions occur between individual funds for goods provided or services rendered. These receivables and payables are classified as "due from other funds" or "due to other funds" on the fund statements. Any residual balances outstanding between the governmental activities and business-type activities are reported in the government-wide financial statements as "internal balances".

9. DEFERRED INFLOWS AND OUTFLOWS OF RESOURCES

A deferred outflow of resources is a consumption of net position that is applicable to a future reporting period while a deferred inflow of resources is an acquisition of net position. These items are presented in separate sections following assets (deferred outflows) or liabilities (deferred inflows) on the statement of net position.

CITY OF OLMOS PARK
 NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
 SEPTEMBER 30, 2021

NOTE A -- SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

9. DEFERRED INFLOWS AND OUTFLOWS OF RESOURCES (Continued)

Property tax revenues are recognized when they become both measurable and available in the fund statements. Available means when due, or past due, and receivable within the current period or expected to be collected soon enough thereafter to be used to pay liabilities of the current period. Property tax revenue not expected to be available for the current period are reflected as unavailable revenue. Unavailable revenues arise when assets are recognized before revenue recognition criteria have been satisfied. Grant and reimbursement revenues received in advance of expenses/expenditures are reflected as unavailable revenue.

10. CAPITAL ASSETS

Capital assets, which include land, buildings and improvements, equipment, and infrastructure assets, are reported in the applicable governmental or business type activities column in the government-wide financial statements. Capital assets such as equipment are defined as assets with a cost of \$5,000 or more. Infrastructure assets include City-owned streets, sewer, sidewalks, curbs and bridges. Capital assets are recorded at historical costs if purchased or constructed.

Donated capital assets are recorded at estimated fair market value at the date of donation.

The Costs of normal maintenance and repairs that do not add to the value of the asset or materially extend asset lives are not capitalized. Interest has not been capitalized during the construction period on property plant and equipment.

Capital assets are depreciated using the straight-line method over the following estimated useful lives:

<u>Asset</u>	<u>Estimated Life</u>
Buildings and improvements	20 to 35 years
Streets and infrastructure	5 to 50 years
Utility system in service	45 to 50 years
Machinery and equipment	3 to 25 years

11. COMPENSATED ABSENCES

Employees earn vacation leave at varying rates depending on length of service: 10 days leave for year 1 (not available for use until first year of service is completed) through year 10, an additional 5 days for each ten years of service thereafter (i.e. 15 days for year eleven through twenty, 20 days for year twenty one plus, etc.) up to a maximum of 20 days per year. Annual leave will not be carried over, except with City Manager approval. If such a carryover is permitted, the carryover shall not exceed one calendar year.

CITY OF OLMOS PARK
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
SEPTEMBER 30, 2021

NOTE A -- SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

11. COMPENSATED ABSENCES (Continued)

Employees earn sick leave at the rate of 1 day per month starting on date of employment. Sick leave days shall not be paid to the employee at termination of employment, unless employee retires from employment with the City. In the event of retirement, employee shall be paid 50% of accrued, unused sick leave not to exceed 192 hours or 24 days. Liabilities for compensated absences are recognized in the fund statements to the extent the liabilities have matured (i.e. are due for payment). Compensated absences are accrued in the government-wide statements.

12. LONG-TERM OBLIGATIONS

In the government-wide financial statements, long-term debt and other long-term obligations are reported as liabilities under governmental activities or proprietary fund type statement of net position. On new bond issues, bond premiums and discounts are amortized over the life of the discount. Bond issuance costs are expensed as incurred.

In the fund financial statements, governmental fund types recognize bond premiums and discounts, as well as bond issuance costs during the current period. The face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses.

13. PENSIONS

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

14. FUND EQUITY

Fund balances in governmental funds are classified as follows:

Nonspendable - Represents amounts that cannot be spent because they are either not in spendable form (such as inventory or prepaid items) or legally required to remain intact.

Restricted - Represents amounts that are constrained by external parties, constitutional provisions or enabling legislation.

Committed - Represents amounts that can only be used for a specific purpose by a resolution of City Council. Committed amounts cannot be used for any other purpose unless the City Council removes those constraints through the same formal action.

CITY OF OLMOS PARK
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
SEPTEMBER 30, 2021

NOTE A -- SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

14. FUND EQUITY (Continued)

Assigned - Represents amounts which the City intends to use for a specific purpose but do not meet the criteria of restricted or committed. The City Council may make assignments and has chosen not to delegate that authority to any other individuals.

Unassigned - Represents the residual balance that may be spent on any other purpose of the City.

When an expenditure is incurred for a purpose in which multiple classifications are available, the City considers restricted balances spent first, committed second and assigned third.

15. NET POSITION

Net position represents the difference between assets and liabilities. Net investment in capital assets consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any borrowing used for the acquisition, construction or improvements of those assets, and adding back unspent proceeds. Net position is reported as restricted when there are limitations imposed on their use either through the enabling legislation adopted by the City or through external restrictions imposed by creditors, grantors, or laws or regulations of other governments.

16. OPERATING REVENUES AND EXPENSES

Operating revenues are those revenues that are generated directly from the primary activity of the enterprise. For the City, those revenues are charges for sewer services. Operating expenses are the necessary costs incurred to provide the service that is the primary activity. Revenues and expenses not meeting these definitions are reported as nonoperating.

17. INTERFUND TRANSACTIONS

Legally authorized transfers are treated as interfund transfers and are included in the results of operations of both Governmental and Proprietary Funds.

18. USE OF ESTIMATES

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

CITY OF OLMOS PARK
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
SEPTEMBER 30, 2021

NOTE B -- DEPOSITS AND INVESTMENTS

The City's funds are required to be deposited and invested under the terms of a depository contract. The depository bank deposits for safekeeping and trust with the City's agent bank approved pledge securities in an amount sufficient to protect City funds on a day-to-day basis during the period of the contract. The pledge of approved securities is waived only to the extent of the depository bank's dollar amount of Federal Deposit Insurance Corporation ("FDIC") insurance.

1. Deposits

At September 30, 2021, the carrying amount of deposits in Broadway National Bank was covered by federal deposit insurance (FDIC) of \$250,000 and the City's depository had pledged securities having a face and market value sufficient to fully collateralize the City's cash deposits.

2. Investments

The City is required by Government Code Chapter 2256, The Public Funds Investment Act, to adopt, implement, and publicize an investment policy. That policy must address the following areas: (1) safety of principal and liquidity, (2) portfolio diversification, (3) allowable investments, (4) acceptable risk levels, (5) expected rates of return, (6) maximum allowable stated maturity of portfolio investments, (7) maximum average dollar-weighted maturity allowed based on the stated maturity date for the portfolio, (8) investment staff quality and capabilities, and (9) bid solicitation preferences for certificates of deposit.

The Public Funds Investment Act ("Act") requires an annual audit of investment practices. Audit procedures in this area conducted as a part of the audit of the basic financial statements disclosed that in the areas of investment practices, management reports and establishment of appropriate policies, the City adhered to the requirements of the Act. Additionally, investment practices of the City were in accordance with local policies.

The Act determines the types of investments which are allowable for the City. These include, with certain restrictions, 1) obligations of the U.S. Treasury, U.S. agencies, and the State of Texas, 2) certificates of deposit, 3) certain municipal securities, 4) securities lending program, 5) repurchase agreements, 6) bankers acceptances, 7) mutual funds, 8) investment pools, 9) guaranteed investment contracts, and 10) commercial paper.

The City's investment policy further limits investments to: (1) federally insured bank deposits, (2) collateralized bank deposits, (3) U.S. Government Treasury bills and notes, including sweep accounts that invest in them, (4) U.S. Government Agencies, and (5) Public Funds Investment Pools. No other investments may be made without authorization of City Council.

CITY OF OLMOS PARK
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
SEPTEMBER 30, 2021

NOTE B -- DEPOSITS AND INVESTMENTS (Continued)

2. Investments (Continued)

The City's investments at September 30, 2021 include \$3,091,837 on deposit with Texas Logic and \$58,217 on deposit in TexPool, 2a7-like public funds investment pools. Texas Logic and TexPool operate in accordance with the provisions of the Texas Public Funds Investment Act and are rated AAAM. The investments in TexPool and Texas Logic are included in cash and cash equivalents.

3. Analysis of Specific Deposit and Investment Risks

GASB Statement No. 40 requires a determination as to whether the City was exposed to the following specific investment risks at year end and if so, the reporting of certain related disclosures:

a. Credit Risk

Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. The ratings of securities by nationally recognized rating agencies are designed to give an indication of credit risk. At year end, the City was not significantly exposed to credit risk.

b. Custodial Credit Risk

Deposits are exposed to custodial credit risk if they are not covered by depository insurance and the deposits are uncollateralized, collateralized with securities held by the pledging financial institution, or collateralized with securities held by the pledging financial institution's trust department or agent but not in the City's name.

Investment securities are exposed to custodial credit risk if the securities are uninsured, are not registered in the name of the government, and are held by either the counterparty or the counterparty's trust department or agent but not in the City's name. At year end, the City was not significantly exposed to custodial credit risk.

c. Concentration of Credit Risk

The risk is the risk of loss attributed to the magnitude of a government's investment in a single issuer. At year end, the City was not exposed to a concentration of credit risk.

d. Interest Rate Risk

This is the risk that changes in interest rates will adversely affect the fair value of an investment. At year-end, the City was not exposed to interest rate risk.

CITY OF OLMOS PARK
 NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
 SEPTEMBER 30, 2021

NOTE B -- DEPOSITS AND INVESTMENTS (Continued)

3. Analysis of Specific Deposit and Investment Risks (Continued)

e. Foreign Currency Risk

This is the risk that exchange rates will adversely affect the fair value of an investment. At year end, the City was not exposed to foreign currency risk.

NOTE C -- PROPERTY TAX CALENDAR

The City's property tax is levied and becomes collectible each October 1 based on the assessed values listed as of the prior January 1, which is the date a lien attaches to all taxable property in the City. Assessed values are established by the Bexar County Appraisal District at 100% of estimated market value. Assessed values are reduced by lawful exemptions to arrive at taxable values. A revaluation of all property is required to be completed every four (4) years. The total taxable value as of January 1, 2020, upon which the fiscal 2021 levy was based, was \$521 million (i.e., market value less exemptions and frozen values). The estimated market value was \$763 million, making the taxable value 68% of the estimated market value.

The City is permitted by the Constitution of the State of Texas to levy taxes up to \$2.50 per \$100 of taxable assessed valuation for all governmental purposes. Pursuant to a decision of the Attorney General of the State of Texas, up to \$1.50 per \$100 of assessed valuation may be used for the payment of long-term debt. The combined tax rate to finance general governmental services, including the payment of principal and interest on long-term debt, for the year ended September 30, 2021, was \$0.419768 per \$100 of assessed value, which means that the City has a tax margin of \$2.080232 for each \$100 value and could increase its annual tax levy by approximately \$10.8 million based upon the present assessed valuation before the limit is reached. However, the City generally may not increase the maintenance and operations portion of the property tax rate (that funds the General Fund) more than 3.5% annually (based on a three-year average) without an election.

NOTE D -- OTHER RECEIVABLES

Other receivables for the City as of September 30, 2021 are as follows:

	Governmental			Business
	General Fund	Special Revenue Fund	Economic Development	Sewer Fund
Sales Tax	\$ 105,405	\$ 25,958	\$ 25,958	\$ -
Franchise Taxes	39,865	-	-	-
Employee Uniform Reimbursements	4,648	-	-	-
Sewer Revenue	-	-	-	53,682
Miscellaneous	2,248	-	-	-
Total Other Receivables	<u>\$ 152,166</u>	<u>\$ 25,958</u>	<u>\$ 25,958</u>	<u>\$ 53,682</u>

CITY OF OLMOS PARK
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
SEPTEMBER 30, 2021

NOTE E -- CAPITAL ASSETS

Capital asset activity for the year ended September 30, 2021, was as follows:

<i>Governmental Activities</i>	Balance 10/1/2020	Additions	Disposals/ Transfers	Balance 9/30/2021
Land	\$ 870,491	\$ -	\$ -	\$ 870,491
Buildings and Improvements	3,780,539	-	-	3,780,539
Vehicles and Equipment	1,581,244	75,318	(159,711)	1,496,851
Infrastructure	11,385,842	-	-	11,385,842
Construction In Progress	-	1,002,017	-	1,002,017
	<u>17,618,116</u>	<u>1,077,335</u>	<u>(159,711)</u>	<u>18,535,740</u>
Less Accumulated Depreciation				
Buildings and Improvements	(1,263,271)	(137,719)	-	(1,400,990)
Equipment	(1,003,513)	(98,722)	159,711	(942,524)
Infrastructure	(8,180,695)	(268,036)	-	(8,448,731)
	<u>(10,447,479)</u>	<u>(504,477)</u>	<u>159,711</u>	<u>(10,792,245)</u>
Governmental Capital Assets, Net	<u>\$ 7,170,637</u>	<u>\$ 572,858</u>	<u>\$ -</u>	<u>\$ 7,743,495</u>

Land and Construction in Progress are not depreciated.

Depreciation expense was charged to the governmental functions as follows:

Administration	\$ 82,222
Fire & EMS Protection	78,942
Police Protection	42,659
Sanitation and Streets	<u>300,654</u>
Total Depreciation Expense - Governmental Activities	<u>\$ 504,477</u>

CITY OF OLMOS PARK
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
SEPTEMBER 30, 2021

NOTE F -- UNEARNED REVENUE

During the fiscal year, the City received an award of \$611,040 under the American Rescue Plan Act (ARPA) of 2021 through the Texas Department of Emergency Management. The City plans to use this award to support the FY 2021-2022 Sewer Cleaning and Maintenance project. Half of the funding under the award, \$305,520, was received by the City during the fiscal year and is reflected as Unearned Revenues in the City's basic financial statements. The grant is refundable if not spent on authorized uses.

NOTE G -- LONG-TERM DEBT

Changes in Long-Term Liabilities:

<u>Governmental Activities</u>	<u>Balance 10/1/2020</u>	<u>Additions</u>	<u>Reductions</u>	<u>Balance 9/30/2021</u>	<u>Due Within One Year</u>
Bonds	\$ 915,000	\$ -	\$ (450,000)	\$ 465,000	\$ 465,000
Net Pension Asset	526,114	671,753	(570,542)	627,325	
Total Bonded Debt	<u>1,441,114</u>	<u>671,753</u>	<u>(1,020,542)</u>	<u>1,092,325</u>	<u>465,000</u>
<i>Grand Totals</i>	<u>\$ 1,441,114</u>	<u>\$ 671,753</u>	<u>\$ (1,020,542)</u>	<u>\$ 1,092,325</u>	<u>\$ 465,000</u>

Long-term debt and obligations payable at September 30, 2021, comprise the following individual issues:

Direct Placement Bonds:

On September 29, 2010, the City issued Refunding Certificates of Obligation, Series 2010 for \$4,345,000. The bonds were issued to refund \$4,030,000 of the 2002 series and pay for the related costs of issuance. The interest rate ranges from 0.5% to 2.95%. The last payment is due in the year 2022.

\$ 465,000

Total Governmental Long-Term Obligations

\$ 465,000

The documents for these directly-placed bonds do not contain subjective acceleration clauses or events of default or termination with finance-related consequences.

The annual requirements to amortize all long-term debt and obligations outstanding as of September 30, 2021, including interest payments, are as follows:

<u>Year Ending September 30,</u>	<u>Governmental Activities</u>	
	<u>Principal</u>	<u>Interest</u>
2022	<u>\$ 465,000</u>	<u>\$ 6,859</u>
	<u>\$ 465,000</u>	<u>\$ 6,859</u>

CITY OF OLMOS PARK
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
SEPTEMBER 30, 2021

NOTE H -- EMPLOYEES' RETIREMENT SYSTEMS

Texas Municipal Retirement System

1. Plan Description

The City participates as one of 895 plans in the defined benefit cash-balance plan administered by the Texas Municipal Retirement System (TMRS). TMRS is a statewide public retirement plan created by the State of Texas and administered in accordance with the TMRS Act, Subtitle G, Title 8, Texas Government Code (the TMRS Act) as an agent multiple-employer retirement system for employees of Texas participating cities. The TMRS Act places the general administration and management of TMRS with a six-member, Governor-appointed Board of Trustees; however, TMRS is not fiscally dependent on the State of Texas. TMRS issues a publicly available comprehensive annual financial report (Annual Report) that can be obtained at www.tmr.com.

All eligible employees of the City are required to participate in TMRS.

2. Benefits Provided

TMRS provides retirement, disability, and death benefits. Benefit provisions are adopted by the governing body of the City, within the options available in the state statutes governing TMRS.

At retirement, Member's benefit is calculated on the sum of the employee's contributions, with interest, and the City-financed monetary credits with interest. The retiring Member may choose to receive their retirement benefit in one of seven payment options. Members may also choose to receive a portion of their benefit as a Partial Lump Sum Distribution in an amount equal to 12, 24, or 36 monthly payments, which cannot exceed 75% of the member's deposits and interest.

At the December 31, 2020 valuation and measurement dates, the following employees were covered by the benefit terms:

	<u>2020</u>
Inactive employees or beneficiaries currently receiving benefits	41
Inactive employees entitled to but not yet receiving benefits	72
Active employees	<u>38</u>
	<u><u>151</u></u>

CITY OF OLMOS PARK
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
SEPTEMBER 30, 2021

NOTE H -- EMPLOYEES' RETIREMENT SYSTEMS (Continued)

3. Contributions

Member contribution rates for employees in TMRS are either 5%, 6%, or 7% of Member's total compensation and the City matching percentages are either 100%, 150%, or 200%, both as adopted by the governing body of the City. Under the state law governing TMRS, the contribution rate for each city is determined annually by the actuary, using the Entry Age Normal (EAN) actuarial cost method. The City's contribution rate is based on the liabilities created from the benefit plan options selected by the City and any changes in benefits or actual experience over time.

Employees for the City were required to contribute 5% of their annual compensation during the fiscal year. The contribution rates for the City were 2.65% and 2.60% in calendar years 2020 and 2021, respectively. The City's contributions to TMRS for the year ended September 30, 2021 were \$64,908, and were \$5,820 greater than the required contribution.

4. Net Pension Liability

The City's Net Pension Liability (NPL) or Asset was measured as of December 31, 2020, and the Total Pension Liability (TPL) used to calculate the Net Pension Liability was determined by an actuarial valuation as of that date.

Actuarial Assumptions

The Total Pension Liability in the December 31, 2020 actuarial valuation was determined using the following actuarial assumptions:

Inflation	2.50% per year
Overall Payroll Growth	2.75% per year
Investment Rate of Return*	6.75%

Salary increases are based on a service-related table. Mortality rates for active members are based on the PUB(10) mortality tables with the Public Safety table used for males and the General Employee table used for females. Mortality rates for healthy retirees and beneficiaries are projected on a fully generational basis by Scale UMP to account for future mortality improvements. For disabled annuitants, the same mortality tables for healthy retirees are used with a 4-year set-forward for males and a 3-year set-forward for females. In addition, a 3.5% and 3.0% minimum mortality rate is applied, for males and females respectively, to reflect the impairment for younger members who become disabled. The rates are projected on a fully generational basis by Scale UMP to account for future mortality improvements subject to the floor.

CITY OF OLMOS PARK
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
SEPTEMBER 30, 2021

NOTE H -- EMPLOYEES' RETIREMENT SYSTEMS (Continued)

4. Net Pension Liability (Continued)

Actuarial Assumptions (Continued)

The actuarial assumptions were developed primarily from the actuarial investigation of the experience of TMRS over the four-year period from December 31, 2014 to December 31, 2018. They were adopted in 2019 and first used in the December 31, 2019 actuarial valuation. The post-retirement assumption for Annuity Purchase Rates (APRs) is based on the Mortality Experience Investigation Study covering 2009 through 2011 and dated December 31, 2013. Plan assets are managed on a total return basis with an emphasis on both capital appreciation as well as the production of income in order 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 weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. In determining their best estimate of a recommended investment return assumption under the various alternative asset allocation portfolios, GRS focused on the area between (1) arithmetic mean (aggressive) without an adjustment for time (conservative) and (2) the geometric mean (conservative) with an adjustment for time (aggressive). The target allocation and best estimates of arithmetic real rates of return for each major asset class in fiscal year 2021 are summarized in the following table:

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-Term Expected Real Rate of Return (Arithmetic)</u>
Global Equity	30.00%	5.30%
Core Fixed Income	10.00%	1.25%
Non-Core Fixed Income	20.00%	4.14%
Real Return	10.00%	3.85%
Real Estate	10.00%	4.00%
Absolute Return	10.00%	3.48%
Private Equity	10.00%	7.75%
	<u>100.00%</u>	

CITY OF OLMOS PARK
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
SEPTEMBER 30, 2021

NOTE H -- EMPLOYEES' RETIREMENT SYSTEMS (Continued)

4. Net Pension Liability (Continued)

Discount Rate

The discount rate used to measure the Total Pension Liability was 6.75%. 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.

	Total Pension Liability	Plan Fiduciary Net Position	Net Pension Liability (Asset)
Balance at December 31, 2019	\$ 5,862,925	\$ 6,389,039	\$ (526,114)
Changes for the year:			
Service Cost	177,701	-	177,701
Interest	389,581	-	389,581
Change of Benefit Terms	-	-	-
Difference Between Expected and Actual Experience	(6,653)	-	(6,653)
Changes of Assumptions	-	-	-
Contributions - Employer	-	78,297	(78,297)
Contributions - Employee	-	102,480	(102,480)
Net Investment Income	-	484,323	(484,323)
Benefit Payments, Including Refunds of Employee Contributions	(360,441)	(360,441)	-
Administrative Expense	-	(3,138)	3,138
Other Changes	-	(122)	122
Net Changes	200,188	301,399	(101,211)
Balance at December 31, 2020	\$ 6,063,113	\$ 6,690,438	\$ (627,325)

Sensitivity of the net pension liability (asset) to changes in the discount rate.

The following presents the net pension liability (asset) of the City, calculated using the discount rate of 6.75%, as well as what the City's net pension 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:

	Discount Rate 5.75%	Discount Rate 6.75%	Discount Rate 7.75%
Net Pension Liability (Asset)	\$ 208,834	\$ (627,325)	\$ (1,309,073)

CITY OF OLMOS PARK
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
SEPTEMBER 30, 2021

NOTE H -- EMPLOYEES' RETIREMENT SYSTEMS (Continued)

4. Net Pension Liability (Continued)

Pension Plan Fiduciary Net Position

Detailed information about the pension plan's Fiduciary Net Position is available in a separately-issued TMRS financial report. That report may be obtained on the Internet at www.tmr.com.

5. Pension Expense and Deferred Outflows/Inflows of Resources Related to Pensions

For the year ended September 30, 2021, the City recognized pension negative expense of \$(23,747). At September 30, 2021, the City reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between Expected and Actual Economic Experience	\$ 12,812	\$ 9,598
Differences Between Projected and Actual Investment Earnings	234,859	414,138
Contributions Subsequent to the Measurement Date	45,300	-
	\$ 292,971	\$ 423,736

Deferred outflows of resources in the amount of \$45,300 are from contributions subsequent to the measurement date, and will be recognized as a reduction of the net pension liability for the plan year ending December 31, 2021. Other amounts reported as deferred outflows and inflows of resources related to pensions will be recognized in pension expense as follows:

For the Plan Year Ended December 31,	
2021	\$ (63,806)
2022	7,248
2023	(108,893)
2024	(10,614)
	\$ (176,065)

CITY OF OLMOS PARK
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
SEPTEMBER 30, 2021

NOTE I -- 457(B) DEFERRED COMPENSATION PLAN

The City provides a voluntary 457(b) deferred compensation plan through The Variable Annuity Life Insurance Company (VALIC) to all full-time employees. The maximum contributions are adjusted annually by federal statute. The City matches up to 3% of the employee's annual salary, only if the employee participates in the plan. For the year ended September 30, 2021, the City contributed \$32,630.

NOTE J -- TEXAS HIGHER EDUCATION AUTHORITY

On August 20, 2003, the City passed an ordinance creating a nonprofit corporation under Section 53.35(b) of The Texas Education code. The creation of this nonprofit corporation established a Higher Education Authority (the Authority) for the purpose of assisting in the financing of accredited primary and secondary schools as provided by state law. In accordance with the terms establishing the nonprofit corporation, the city is not liable for any expenses incurred in establishing or administering the Higher Education Authority. The Texas Higher Education Authority is not consolidated into the financial statements of City of Olmos Park, Texas because it does not meet the requirements of being treated as a component unit of the City under governmental accounting standards. The Authority has issued the following obligations:

Issuance Date	December 2007	March 2011	April 2013	October 2016	July 2020
Institution	St Mary's University	Texas Lutheran University	Texas Lutheran University	Texas Lutheran University	St. Mary's University
Original Issue	\$ 7,455,000	\$ 10,000,000	\$ 10,000,000	\$ 9,875,000	\$ 6,290,000
Estimated Outstanding	\$ 3,770,000	\$ 6,390,000	\$ 6,550,000	\$ 8,540,000	\$ 5,810,000
Maturity	2030	2032	2024	2026	2032

NOTE K -- INTERFUND TRANSFERS

<u>Transfer From</u>	<u>Transfer To</u>	<u>Amount</u>	<u>Purpose</u>
General Fund	Capital Projects	\$ 220,000	Save for Future Capital Projects
		<u>\$ 220,000</u>	

NOTE L -- COMMITMENTS/SUBSEQUENT EVENTS

The City's Police Department committed to a five-year contract for cloud storage for its body camera activity. The total contract value is \$146,921, and \$29,384 was paid during the fiscal year, leaving a commitment of \$117,537.

Subsequent to fiscal year-end, the Council committed \$260,403 of the ARPA funding (see Note F, above) to the Fiscal Year 2021 – 2022 Sewer Maintenance project.

CITY OF OLMOS PARK
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
SEPTEMBER 30, 2021

NOTE M -- RISK MANAGEMENT

The City is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; business interruption; errors and omissions; injuries to employees; employee health benefits; and other claims of various natures. The City contracts with the Texas Municipal League (TML) to provide insurance coverage for property and casualty, and workers compensation. TML is a multi-employer group that provides for a combination of risk sharing among pool participants and stop loss coverage. Contributions are set annually by the provider. Liability by the City is generally limited to the contributed amounts for losses up to \$2,000,000. Annual contributions for the year ended September 30, 2021 were \$107,471 for property and casualty and workers compensation coverage.

REQUIRED SUPPLEMENTARY INFORMATION

Required supplementary information includes financial information and disclosures that are required by the GASB but are not considered a part of the basic financial statements. Such information includes:

- Budgetary Comparison Schedule – General Fund
- Budgetary Comparison Schedule – Economic Development Fund
- Schedule of Changes – Net Pension Liability and Related Ratios
- Schedule of Employer Contributions

CITY OF OLMOS PARK
 REQUIRED SUPPLEMENTARY INFORMATION
 SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE-
 BUDGET AND ACTUAL - GENERAL FUND
 FOR THE YEAR ENDED SEPTEMBER 30, 2021

	Budget Amounts		Actual Amounts	Variance
	Original	Final		Favorable (Unfavorable)
REVENUES				
Ad Valorem Taxes	\$ 2,650,126	\$ 2,650,126	\$ 2,657,936	\$ 7,810
Franchise Fees	165,000	165,000	211,926	46,926
Sales Taxes	429,000	429,000	581,141	152,141
Fines and Penalties	211,750	211,750	270,737	58,987
Licenses and Permits	253,000	253,000	392,063	139,063
Interest Income	25,000	25,000	3,118	(21,882)
Miscellaneous	30,000	30,000	57,787	27,787
TOTAL REVENUES	<u>3,763,876</u>	<u>3,763,876</u>	<u>4,174,708</u>	<u>410,832</u>
EXPENDITURES				
<i>General and Administrative:</i>				
Salaries and Benefits	301,218	301,218	279,692	21,526
Supplies	17,500	17,500	13,090	4,410
Contractual	423,871	423,871	421,912	1,959
Maintenance	66,800	66,800	50,771	16,029
Capital Outlay	6,000	6,000	-	6,000
<i>Total General and Administrative</i>	<u>815,389</u>	<u>815,389</u>	<u>765,465</u>	<u>49,924</u>
<i>Police Protection:</i>				
Salaries and Benefits	958,004	958,004	1,060,165	(102,161)
Supplies	44,500	44,500	41,852	2,648
Contractual	145,670	145,670	144,953	717
Maintenance	15,000	15,000	15,368	(368)
Capital Outlay	13,380	124,380	24,921	99,459
<i>Total Police Protection</i>	<u>1,176,554</u>	<u>1,287,554</u>	<u>1,287,259</u>	<u>295</u>
<i>Fire & EMS Protection:</i>				
Salaries and Benefits	911,974	911,974	910,546	1,428
Supplies	53,450	53,450	43,667	9,783
Contractual	119,669	119,669	109,957	9,712
Maintenance	12,540	12,540	7,758	4,782
Capital Outlay	3,800	3,800	-	3,800
<i>Total Fire & EMS Protection</i>	<u>\$ 1,101,433</u>	<u>\$ 1,101,433</u>	<u>\$ 1,071,928</u>	<u>\$ 29,505</u>

CITY OF OLMOS PARK
 REQUIRED SUPPLEMENTARY INFORMATION
 SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE-
 BUDGET AND ACTUAL - GENERAL FUND (CONTINUED)
 FOR THE YEAR ENDED SEPTEMBER 30, 2021

	Budget Amounts		Actual Amounts	Variance
	Original	Final		Favorable (Unfavorable)
EXPENDITURES (CONT.)				
<i>Street and Sanitation:</i>				
Salaries and Benefits	\$ 317,023	\$ 317,023	\$ 314,197	\$ 2,826
Supplies	33,300	33,300	19,430	13,870
Contractual	82,000	82,000	59,580	22,420
Maintenance	33,400	33,400	34,393	(993)
<i>Total Street and Sanitation</i>	<u>465,723</u>	<u>465,723</u>	<u>427,600</u>	<u>38,123</u>
<i>Municipal Court:</i>				
Salaries and Benefits	114,445	114,445	112,439	2,006
Supplies	1,500	1,500	1,391	109
Contractual	22,000	22,000	22,500	(500)
<i>Total Municipal Court</i>	<u>137,945</u>	<u>137,945</u>	<u>136,330</u>	<u>1,615</u>
TOTAL EXPENDITURES	<u>3,697,044</u>	<u>3,808,044</u>	<u>3,688,582</u>	<u>119,462</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>66,832</u>	<u>(44,168)</u>	<u>486,126</u>	<u>530,294</u>
OTHER FINANCING SOURCES (USES)				
Transfers In (Out)	-	(220,000)	(220,000)	-
TOTAL OTHER FINANCING SOURCES (USES)	<u>-</u>	<u>(220,000)</u>	<u>(220,000)</u>	<u>-</u>
Net Change in Fund Balance	66,832	(264,168)	266,126	530,294
Fund Balances at Beginning of Year	<u>2,352,420</u>	<u>2,352,420</u>	<u>2,352,420</u>	<u>-</u>
Fund Balances at End of Year	<u>\$ 2,419,252</u>	<u>\$ 2,088,252</u>	<u>\$ 2,618,546</u>	<u>\$ 530,294</u>

CITY OF OLMOS PARK
 REQUIRED SUPPLEMENTARY INFORMATION
 SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE-
 BUDGET AND ACTUAL – ECONOMIC DEVELOPMENT FUND
 FOR THE YEAR ENDED SEPTEMBER 30, 2021

	Budget Amounts		Actual Amounts	Variance
	Original	Final		Favorable (Unfavorable)
REVENUES				
Sales Tax	\$ 127,000	\$ 127,000	\$ 121,347	\$ (5,653)
Interest Income	-	-	18	18
TOTAL REVENUES	<u>127,000</u>	<u>127,000</u>	<u>121,365</u>	<u>(5,653)</u>
EXPENDITURES				
Project Expenditures	7,000	7,000	15,955	(8,955)
Professional Services	26,000	26,000	2,660	23,340
Administrative Expenditures	6,000	6,000	1,475	4,525
Capital Outlay	475,000	475,000	475,059	(59)
TOTAL EXPENDITURES	<u>514,000</u>	<u>514,000</u>	<u>495,149</u>	<u>18,851</u>
Net Change in Fund Balance	(387,000)	(387,000)	(373,784)	13,216
Fund Balances at Beginning of Year	<u>672,702</u>	<u>672,702</u>	<u>672,702</u>	<u>-</u>
Fund Balances at End of Year	<u>\$ 285,702</u>	<u>\$ 285,702</u>	<u>\$ 298,918</u>	<u>\$ 13,216</u>

CITY OF OLMOS PARK
NOTES TO SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE-
BUDGET AND ACTUAL - GENERAL AND SPECIAL REVENUE FUNDS
SEPTEMBER 30, 2021

Budgetary Information – The budget is prepared in accordance with accounting principles generally accepted in the United States of America. The City maintains strict budgetary controls. The objective of these controls is to ensure compliance with legal provision embodied in the annual appropriated budget approved by the City Council and as such is a good management control device. The following are the funds which have legally adopted annual budgets: General, Debt Service, and Economic Development Funds.

Budgetary preparation and control is exercised at the department level. Actual expenditures may not legally exceed appropriations at the fund level.

The City does not use encumbrances.

CITY OF OLMOS PARK
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF CHANGES – NET PENSION LIABILITY AND RELATED RATIOS
LAST SEVEN CALENDAR YEARS

	Total Pension Liability		
	2014	2015	2016
Service Cost	\$ 122,524	\$ 130,157	\$ 150,113
Interest (on the Total Pension Liability)	313,392	324,488	330,521
Changes of Benefit Terms	-	-	-
Difference between Expected and Actual Experience	24,667	(64,045)	(1,805)
Change of Assumptions	-	169,679	-
Benefit Payments, Including Refunds of Employee Contributions	(352,172)	(259,607)	(358,764)
Net Change in Total Pension Liability	108,411	300,672	120,065
Total Pension Liability - Beginning	4,591,854	4,700,265	5,000,937
Total Pension Liability - Ending	<u>\$ 4,700,265</u>	<u>\$ 5,000,937</u>	<u>\$ 5,121,002</u>
	Plan Fiduciary Net Position		
	2014	2015	2016
Contributions - Employer	\$ 16,488	\$ 21,773	\$ 20,409
Contributions - Employee	76,334	79,461	84,333
Net Investment Income	309,999	8,066	358,730
Benefit Payments, Including Refunds of Employee Contributions	(352,172)	(259,607)	(358,764)
Administrative Expense	(3,237)	(4,913)	(4,054)
Other	(266)	(244)	(218)
Net Change in Plan Fiduciary Net Position	47,146	(155,464)	100,436
Plan Fiduciary Net Position - Beginning	5,419,694	5,466,840	5,311,376
Plan Fiduciary Net Position - Ending	<u>\$ 5,466,840</u>	<u>\$ 5,311,376</u>	<u>\$ 5,411,812</u>
Net Pension Liability (Asset) - Ending	\$ (766,575)	\$ (310,439)	\$ (290,810)
Plan Fiduciary Net Position as a Percentage of Total Pension Liability	116.31%	106.21%	105.68%
Covered Payroll	\$ 1,526,672	\$ 1,589,219	\$ 1,686,667
Net Pension Liability (Asset) as a Percentage of Covered Payroll	-50.21%	-19.53%	-17.24%

NOTE: Information for this schedule is being accumulated prospectively until a ten year period is available.

Total Pension Liability			
2017	2018	2019	2020
\$ 161,011	\$ 164,036	\$ 171,681	\$ 177,701
342,292	357,860	372,153	389,580
-	-	-	-
21,646	(7,835)	57,768	(6,653)
-	-	(25,378)	-
<u>(261,041)</u>	<u>(330,584)</u>	<u>(281,686)</u>	<u>(360,441)</u>
263,908	183,477	294,538	200,187
5,121,002	5,384,910	5,568,387	5,862,925
<u>\$ 5,384,910</u>	<u>\$ 5,568,387</u>	<u>\$ 5,862,925</u>	<u>\$ 6,063,112</u>

Plan Fiduciary Net Position			
2017	2018	2019	2020
\$ 41,802	\$ 50,559	\$ 50,609	\$ 78,297
88,565	92,259	97,325	102,480
749,512	(180,356)	873,106	484,322
(261,041)	(330,584)	(281,686)	(360,441)
(3,887)	(3,489)	(4,940)	(3,138)
<u>(197)</u>	<u>(182)</u>	<u>(148)</u>	<u>(122)</u>
614,754	(371,793)	734,266	301,398
5,411,812	6,026,566	5,654,773	6,389,039
<u>\$ 6,026,566</u>	<u>\$ 5,654,773</u>	<u>\$ 6,389,039</u>	<u>\$ 6,690,437</u>

\$ (641,656)	\$ (86,386)	\$ (526,114)	\$ (627,325)
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111.92%	101.55%	108.97%	110.35%
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\$ 1,771,293	\$ 1,845,173	\$ 1,946,498	\$ 2,049,606
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-36.23%	-4.68%	-27.03%	-30.61%
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CITY OF OLMOS PARK
SCHEDULE OF EMPLOYER CONTRIBUTIONS
LAST EIGHT FISCAL YEARS

Fiscal Year Ended September 30,	Actuarially Determined Contribution (ADC)	Contributions in Relation to the Actuarially Determined Contribution	Contribution Deficiency (Excess)	Covered Payroll	Contributions as a Percentage of Covered Payroll
2014	\$ 15,348	\$ 15,348	\$ -	\$ 1,517,091	1.01%
2015	20,401	20,401	-	1,572,992	1.30%
2016	20,775	20,775	-	1,660,017	1.25%
2017	36,348	36,348	-	1,712,943	2.12%
2018	48,549	48,549	-	1,823,832	2.66%
2019	50,553	50,553	-	1,920,403	2.63%
2020	53,294	71,188	(17,894)	2,020,335	3.52%
2021	59,088	64,908	(5,820)	2,035,339	3.19%

NOTES TO SCHEDULE OF EMPLOYER CONTRIBUTIONS

Notes

Actuarially determined contribution rates are calculated as of December 31 and become effective in January, thirteen (13) months later.

Methods and Assumptions Used to Determine Contribution Rates:

Actuarial Cost Method	Entry Age Normal
Amortization Method	Level Percentage of Payroll, Closed
Remaining Amortization Period	N/A
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 City'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 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.

SUPPLEMENTARY INFORMATION

Supplementary information includes financial statements and schedules not required by the GASB, nor a part of the basic financial statements, but are presented for purposes of additional analysis.

Such statements and schedule include:

- Comparative Statements – General Fund
- Comparative Statements – Capital Projects Fund
- Comparative Statements – Debt Service
- Comparative Statements – Special Revenue Fund
- Comparative Statements – Economic Development Fund
- Comparative Statements – Seizure Fund
- Comparative Statements – Proprietary Sewer Fund

CITY OF OLMOS PARK
COMPARATIVE BALANCE SHEETS
GENERAL FUND
SEPTEMBER 30, 2021 AND 2020

	2021	2020
ASSETS		
Cash and Cash Equivalents	\$ 2,496,520	\$ 2,234,263
Receivables (net of allowances for uncollectibles):		
Property Taxes	35,732	30,456
Other Receivables	152,166	126,004
Prepaid Items	19,366	19,366
 TOTAL ASSETS	 \$ 2,703,784	 \$ 2,410,089
 LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES		
<i>Liabilities:</i>		
Accounts Payable	\$ 55,174	\$ 31,141
<i>Total Liabilities</i>	55,174	31,141
 <i>Deferred Inflows of Resources:</i>		
Unavailable Property Tax Revenue	30,064	26,528
<i>Total Deferred Inflows of Resources</i>	30,064	26,528
 <i>Fund Balances:</i>		
Nonspendable:		
Prepaid Items	19,366	19,366
Unassigned	2,599,180	2,333,054
<i>Total Fund Balance</i>	2,618,546	2,352,420
 TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES	 \$ 2,703,784	 \$ 2,410,089

CITY OF OLMOS PARK
 COMPARATIVE STATEMENT OF REVENUES, EXPENDITURES AND
 CHANGES IN FUND BALANCE
 GENERAL FUND
 FOR THE FISCAL YEARS ENDED SEPTEMBER 30, 2021 AND 2020

	2021	2020
REVENUES		
Ad Valorem Taxes	\$ 2,657,936	\$ 2,482,523
Franchise Fees	211,926	225,765
Sales Taxes	581,141	491,888
Fines and Penalties	270,737	215,897
Licenses and Permits	392,063	309,450
Interest Income	3,118	36,972
Miscellaneous	57,787	51,901
TOTAL REVENUES	4,174,708	3,814,396
 EXPENDITURES		
<i>Current:</i>		
General and Administrative	765,465	775,940
Police Protection	1,262,338	1,160,061
Fire and EMS Protection	1,071,928	1,031,077
Street and Sanitation	427,600	416,783
Municipal Court	136,330	132,566
Capital Outlay	24,921	14,030
TOTAL EXPENDITURES	3,688,582	3,530,457
Excess (Deficiency) of Revenues Over (Under) Expenditures	486,126	283,939
 OTHER FINANCING SOURCES (USES)		
Transfers In (Out)	(220,000)	(114,809)
TOTAL OTHER FINANCING SOURCES (USES)	(220,000)	(114,809)
 Net Change in Fund Balance	266,126	169,130
 Fund Balances at Beginning of Year	2,352,420	2,183,290
 Fund Balances at End of Year	\$ 2,618,546	\$ 2,352,420

CITY OF OLMOS PARK
 COMPARATIVE BALANCE SHEETS
 CAPITAL PROJECTS FUND
 SEPTEMBER 30, 2021 AND 2020

	2021	2020
ASSETS		
Cash and Cash Equivalents	\$ 849,236	\$ 1,388,471
TOTAL ASSETS	\$ 849,236	\$ 1,388,471
LIABILITIES AND FUND BALANCES		
<i>Liabilities:</i>		
Accounts Payable	\$ -	\$ -
<i>Total Liabilities</i>	-	-
<i>Fund Balances:</i>		
Committed for Capital Projects	849,236	1,388,471
<i>Total Fund Balances</i>	849,236	1,388,471
TOTAL LIABILITIES & FUND BALANCES	\$ 849,236	\$ 1,388,471

CITY OF OLMOS PARK
 COMPARATIVE STATEMENT OF REVENUES, EXPENDITURES AND
 CHANGES IN FUND BALANCE
 CAPITAL PROJECTS FUND
 FOR THE FISCAL YEARS ENDED SEPTEMBER 30, 2021 AND 2020

	2021	2020
REVENUES		
Intergovernmental Revenue	\$ -	\$ 25,000
Interest Income	35	39
TOTAL REVENUES	35	25,039
 EXPENDITURES		
General and Administrative	8,986	-
Police Protection	64,419	14,439
Streets and Sanitation	108,510	168,215
Capital Outlay:		
General & Administrative	-	253,649
Fire Department	526,958	-
Police Department	50,397	-
TOTAL EXPENDITURES	759,270	436,303
 Excess (Deficiency) of Revenues Over (Under) Expenditures	(759,235)	(411,264)
 OTHER FINANCING SOURCES (USES)		
Transfers In (Out)	220,000	89,567
TOTAL OTHER FINANCING SOURCES (USES)	220,000	89,567
 Net Change in Fund Balance	(539,235)	(321,697)
 Fund Balances at Beginning of Year	1,388,471	1,710,168
 Fund Balances at End of Year	\$ 849,236	\$ 1,388,471

CITY OF OLMOS PARK
 COMPARATIVE BALANCE SHEETS
 DEBT SERVICE FUND
 SEPTEMBER 30, 2021 AND 2020

	2021	2020
ASSETS		
Cash and Cash Equivalents	\$ 136,974	\$ 180,707
Receivables (net of allowances for uncollectibles):		
Property Taxes	5,730	7,862
TOTAL ASSETS	\$ 142,704	\$ 188,569
 LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES		
<i>Liabilities:</i>		
Accounts Payable	\$ -	\$ -
<i>Total Liabilities</i>	-	-
 <i>Deferred Inflows of Resources:</i>		
Unavailable Property Tax Revenues	5,147	6,848
<i>Total Deferred Inflows of Resources</i>	5,147	6,848
 <i>Fund Balances:</i>		
Restricted for Debt Service	137,557	181,721
<i>Total Fund Balances</i>	137,557	181,721
 TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES	\$ 142,704	\$ 188,569

CITY OF OLMOS PARK
 COMPARATIVE STATEMENT OF REVENUES, EXPENDITURES AND
 CHANGES IN FUND BALANCE
 DEBT SERVICE FUND
 FOR THE FISCAL YEARS ENDED SEPTEMBER 30, 2021 AND 2020

	2021	2020
REVENUES		
Ad Valorem Taxes	\$ 425,932	\$ 640,982
Interest Income	34	40
TOTAL REVENUES	425,966	641,022
 EXPENDITURES		
Debt Service:		
Principal	450,000	435,000
Interest and Fiscal Charges	20,130	32,524
TOTAL EXPENDITURES	470,130	467,524
 Net Change in Fund Balance	 (44,164)	 173,498
 Fund Balances at Beginning of Year	 181,721	 8,223
 Fund Balances at End of Year	 \$ 137,557	 \$ 181,721

CITY OF OLMOS PARK
 COMPARATIVE BALANCE SHEETS
 SPECIAL REVENUE FUND
 SEPTEMBER 30, 2021 AND 2020

	2021	2020
ASSETS		
Cash and Cash Equivalents	\$ 301,171	\$ 272,668
Other Receivables	25,958	21,919
TOTAL ASSETS	\$ 327,129	\$ 294,587
 LIABILITIES AND FUND BALANCES		
<i>Liabilities:</i>		
Accounts Payable	\$ -	\$ -
<i>Total Liabilities</i>	-	-
 <i>Fund Balances:</i>		
Restricted For:		
Municipal Court	80,970	76,645
Police Department	29,058	27,937
Street Maintenance	181,952	162,883
July 4th Celebration	2,606	1,018
Joint Landfill	9,273	8,073
Fire Department Donations	1,294	1,294
Tree Mitigation	22,839	17,578
Stray Animal Fund	(863)	(841)
<i>Total Fund Balances</i>	327,129	294,587
 TOTAL LIABILITIES & FUND BALANCES	\$ 327,129	\$ 294,587

CITY OF OLMOS PARK
 COMPARATIVE STATEMENT OF REVENUES, EXPENDITURES AND
 CHANGES IN FUND BALANCE
 SPECIAL REVENUE FUND
 FOR THE FISCAL YEARS ENDED SEPTEMBER 30, 2021 AND 2020

	2021	2020
REVENUES		
Sales Tax	\$ 137,865	\$ 122,174
Municipal Court Revenues	12,702	13,476
Franchise Tax	18,213	8,779
Licenses and Permits	6,775	1,425
Interest Income	34	39
Intergovernmental	4,164	4,137
Miscellaneous Income	3,260	1,000
TOTAL REVENUES	183,013	151,030
EXPENDITURES		
General and Administrative	5,188	312
Police Protection	1,843	1,200
Street Maintenance	135,622	90,602
Municipal Court	7,818	12,390
TOTAL EXPENDITURES	150,471	104,504
TRANSFERS		
Transfers from Other Funds	-	2,067
Net Change in Fund Balance	32,542	46,526
Fund Balances at Beginning of Year	294,587	245,994
Fund Balances at End of Year	\$ 327,129	\$ 294,587

CITY OF OLMOS PARK
 COMPARATIVE BALANCE SHEETS
 ECONOMIC DEVELOPMENT FUND
 SEPTEMBER 30, 2021 AND 2020

	2021	2020
ASSETS		
Cash and Cash Equivalents	\$ 272,960	\$ 634,264
Other Receivables	25,958	38,438
TOTAL ASSETS	\$ 298,918	\$ 672,702
LIABILITIES AND FUND BALANCES		
<i>Liabilities:</i>		
Accounts Payable	\$ -	\$ -
<i>Total Liabilities</i>	-	-
<i>Fund Balances:</i>		
Restricted For:		
Economic Development	298,918	672,702
<i>Total Fund Balances</i>	298,918	672,702
TOTAL LIABILITIES & FUND BALANCES	\$ 298,918	\$ 672,702

CITY OF OLMOS PARK
 COMPARATIVE STATEMENT OF REVENUES, EXPENDITURES AND
 CHANGES IN FUND BALANCE
 ECONOMIC DEVELOPMENT FUND
 FOR THE FISCAL YEARS ENDED SEPTEMBER 30, 2021 AND 2020

	2021	2020
REVENUES		
Sales Tax	\$ 121,347	138,694
Other Income	18	-
TOTAL REVENUES	121,365	138,694
 EXPENDITURES		
Project Expenditures	15,955	39,254
Professional Services	2,660	2,887
Administrative Expenditures	1,475	2,085
TOTAL EXPENDITURES	20,090	44,226
 Net Change in Fund Balance	101,275	94,468
 Fund Balances at Beginning of Year	672,702	578,234
 Fund Balances at End of Year	\$ 773,977	\$ 672,702

CITY OF OLMOS PARK
 COMPARATIVE BALANCE SHEETS
 SEIZURE FUND
 SEPTEMBER 30, 2021 AND 2020

	2021	2020
ASSETS		
Cash and Cash Equivalents	\$ 264	\$ 3,896
TOTAL ASSETS	\$ 264	\$ 3,896
LIABILITIES AND FUND BALANCES		
<i>Liabilities:</i>		
Accounts Payable	\$ -	\$ -
<i>Total Liabilities</i>	-	-
<i>Fund Balances:</i>		
Restricted For Police	264	3,896
<i>Total Fund Balances</i>	264	3,896
TOTAL LIABILITIES & FUND BALANCES	\$ 264	\$ 3,896

CITY OF OLMOS PARK
 COMPARATIVE STATEMENT OF REVENUES, EXPENDITURES AND
 CHANGES IN FUND BALANCE
 SEIZURE FUND
 FOR THE FISCAL YEARS ENDED SEPTEMBER 30, 2021 AND 2020

	2021	2020
REVENUES		
Fines and Penalties	\$ -	\$ 4,852
TOTAL REVENUES	-	4,852
 EXPENDITURES		
Police Protection	3,632	2,602
TOTAL EXPENDITURES	3,632	2,602
 Net Change in Fund Balance	(3,632)	2,250
 Fund Balances at Beginning of Year	3,896	1,646
 Fund Balances at End of Year	\$ 264	\$ 3,896

CITY OF OLMOS PARK
 COMPARATIVE STATEMENT OF NET POSITION
 PROPRIETARY FUND
 SEWER SYSTEM
 SEPTEMBER 30, 2021 AND 2020

	2021	2020
ASSETS		
Cash and Cash Equivalents	\$ 484,229	\$ 487,254
Receivables - Customers	53,682	53,682
TOTAL ASSETS	537,911	540,936
 LIABILITIES		
Accounts Payable	41,109	41,539
TOTAL LIABILITIES	41,109	41,539
 NET POSITION		
Unrestricted	496,802	499,397
TOTAL NET POSITION	\$ 496,802	\$ 499,397

CITY OF OLMOS PARK
 COMPARATIVE STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION
 PROPRIETARY FUND – SEWER SYSTEM
 FOR THE FISCAL YEARS ENDED SEPTEMBER 30, 2021 AND 2020

	2021	2020
OPERATING REVENUES		
Charges for Utility Service	\$ 644,747	\$ 607,825
TOTAL OPERATING REVENUES	644,747	607,825
OPERATING EXPENSES BEFORE DEPRECIATION		
Waste Water Treatment Fees	493,430	456,969
Sewer Maintenance	168,076	193,508
Billing Fees	4,082	4,082
TOTAL OPERATING EXPENSES BEFORE DEPRECIATION	665,588	654,559
Operating Income (Loss)	(20,841)	(46,734)
NONOPERATING REVENUES (EXPENSES)		
Franchise Taxes	18,213	8,779
Interest Income	33	39
TOTAL NONOPERATING REVENUES (EXPENSES)	18,246	8,818
TRANSFERS		
Transfers from Other Funds	-	23,175
CHANGE IN NET POSITION	(2,595)	(14,741)
Net Position at Beginning of Year	499,397	514,138
Net Position at End of Year	\$ 496,802	\$ 499,397

CITY OF OLMOS PARK
 COMPARATIVE STATEMENTS OF CASH FLOWS
 PROPRIETARY FUND – SEWER SYSTEM
 FOR THE FISCAL YEARS ENDED SEPTEMBER 30, 2021 AND 2020

	2021	2020
Cash Flows From Operating Activities:		
Cash Received From Customers	\$ 644,747	\$ 598,830
Cash Paid to Suppliers for Goods and Services	<u>(666,018)</u>	<u>(659,776)</u>
Net Cash Provided (Used) by Operating Activities	<u>(21,271)</u>	<u>(60,946)</u>
 Cash Flows From Noncapital Financing Activities:		
Franchise Taxes	18,213	8,779
Transfers From Other Funds	<u>-</u>	<u>23,175</u>
Net Cash Provided (Used) by Noncapital Financing Activities	<u>18,213</u>	<u>31,954</u>
 Cash Flows From Investing Activities:		
Investment Interest Received	34	39
Net Cash Provided (Used) by Investing Activities	<u>34</u>	<u>39</u>
 Net Increase (Decrease) in Cash and Cash Equivalents	 (3,024)	 (28,953)
 Cash and Cash Equivalents at Beginning of Year	 <u>487,253</u>	 <u>516,207</u>
 Cash and Cash Equivalents at End of Year	 <u><u>\$ 484,229</u></u>	 <u><u>\$ 487,254</u></u>
 Reconciliation of Operating Income to Net Cash Provided (Used) by Operating Activities:		
Operating Income (Loss)	\$ (20,841)	\$ (46,734)
Adjustments to Reconcile Operating Income to Net Cash Provided (Used) by Operating Activities:		
(Increase) Decrease in Operating Assets:		
Accounts Receivable	-	(8,995)
Increase (Decrease) in Current Liabilities:		
Accounts Payable	<u>(430)</u>	<u>(5,217)</u>
Total Adjustments to Reconcile Operating Activities	<u>(430)</u>	<u>(14,212)</u>
 Net Cash Provided (Used) by Operating Activities	 <u><u>\$ (21,271)</u></u>	 <u><u>\$ (60,946)</u></u>

STATISTICAL SECTION

The following unaudited Statistical Tables reflect social and economic data, financial trends and fiscal capacity of the City.

This part of the City of Olmos Park's annual financial report represents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about Olmos Park's overall financial health.

Contents

Financial Trends – Tables 1 through 5

These schedules contain trend information to help the reader understand how Olmos Park's financial performance and well-being have changed over time.

Revenue Capacity – Tables 6 through 9

These schedules contain information to help the reader assess Olmos Park's most significant local revenue source, the property tax.

Debt Capacity – Tables 10 through 12

These schedules present information to help the reader assess the affordability of Olmos Park's current levels of outstanding debt, and our ability to issue additional debt.

Demographic and Economic Information – Tables 13 and 14

These schedules offer demographic and economic indicators to help the reader understand the environment within which Olmos Park's financial activities take place.

CITY OF OLMOS PARK
NET POSITION BY COMPONENT
LAST TEN FISCAL YEARS

	Fiscal Year			
	2012*	2013*	2014*	2015
<i>Governmental Activities:</i>				
Net Investment in				
Capital Assets	\$ 6,573,563	\$ 6,901,276	\$ 6,713,772	\$ 6,659,231
Restricted	417,668	699,880	712,474	418,651
Unrestricted	2,381,465	2,146,028	3,080,438	3,337,848
<i>Total Governmental Activities</i>	<u>\$ 9,372,696</u>	<u>\$ 9,747,184</u>	<u>\$ 10,506,684</u>	<u>\$ 10,415,730</u>
<i>Business-Type Activities:</i>				
Net Investment in				
Capital Assets	\$ -	\$ -	\$ -	\$ -
Restricted	-	-	-	-
Unrestricted	260,242	161,492	354,479	247,278
<i>Total Business-Type Activities</i>	<u>\$ 260,242</u>	<u>\$ 161,492</u>	<u>\$ 354,479</u>	<u>\$ 247,278</u>
<i>Primary Government:</i>				
Net Investment in				
Capital Assets	\$ 6,573,563	\$ 6,901,276	\$ 6,713,772	\$ 6,659,231
Restricted	417,668	699,880	712,474	418,651
Unrestricted	2,641,707	2,307,520	3,434,917	3,585,126
<i>Total Primary Government</i>	<u>\$ 9,632,938</u>	<u>\$ 9,908,676</u>	<u>\$ 10,861,163</u>	<u>\$ 10,663,008</u>

*Note: Prior periods have not been restated for the effects of the adoption of GASB Statement No. 68 as information is not available to restate.

TABLE 1

Fiscal Year					
2016	2017	2018	2019	2020	2021
\$ 6,801,674	\$ 6,470,869	\$ 6,323,477	\$ 6,193,983	\$ 6,255,638	\$ 7,278,496
528,413	518,140	625,861	832,187	1,155,330	766,729
3,366,841	3,698,413	4,103,388	4,277,948	4,115,281	3,941,744
<u>\$10,696,928</u>	<u>\$10,687,422</u>	<u>\$11,052,726</u>	<u>\$11,304,118</u>	<u>\$11,526,249</u>	<u>\$11,986,969</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-
324,754	626,473	560,975	514,139	499,396	496,802
<u>\$ 324,754</u>	<u>\$ 626,473</u>	<u>\$ 560,975</u>	<u>\$ 514,139</u>	<u>\$ 499,396</u>	<u>\$ 496,802</u>
\$ 6,801,674	\$ 6,470,869	\$ 6,323,477	\$ 6,193,983	\$ 6,255,638	\$ 7,278,496
528,413	518,140	625,861	832,187	1,155,330	766,729
3,691,595	4,324,886	4,664,363	4,792,087	4,614,677	4,438,546
<u>\$11,021,682</u>	<u>\$11,313,895</u>	<u>\$11,613,701</u>	<u>\$11,818,257</u>	<u>\$12,025,645</u>	<u>\$12,483,771</u>

CITY OF OLMOS PARK
CHANGE IN NET POSITION
LAST TEN FISCAL YEARS

	Fiscal Year			
	2012*	2013*	2014*	2015
Expenses				
<i>Governmental Activities:</i>				
General Government	\$ 632,968	\$ 719,215	\$ 757,485	\$ 734,070
Police Protection	830,332	855,291	861,853	869,077
Fire/EMS Protection	987,156	949,418	989,607	970,304
Streets and Sanitation	951,719	965,355	964,395	1,307,968
Municipal Court	65,906	73,707	72,084	79,242
Interest on Long-Term Debt	92,674	84,324	80,554	75,450
<i>Total Governmental Activities Expenses</i>	<u>3,560,755</u>	<u>3,647,310</u>	<u>3,725,978</u>	<u>4,036,111</u>
<i>Business-Type Activities:</i>				
Sewer	<u>363,085</u>	<u>392,074</u>	<u>456,455</u>	<u>489,116</u>
<i>Total Business-Type Activities</i>	<u>363,085</u>	<u>392,074</u>	<u>456,455</u>	<u>489,116</u>
Total Primary Government Expenses	<u>\$ 3,923,840</u>	<u>\$ 4,039,384</u>	<u>\$ 4,182,433</u>	<u>\$ 4,525,227</u>
Program Revenues				
<i>Governmental Activities:</i>				
Charges for Service:				
General Government	\$ 174,194	\$ 261,655	\$ 206,634	\$ 197,304
Police Protection	1,230	80	-	-
Fire/EMS Protection	-	-	-	-
Streets and Sanitation	-	-	-	-
Municipal Court	126,879	199,969	114,942	169,521
Operating Grants and Contributions	9,478	2,672	3,971	4,120
Capital Grants and Contributions	-	-	-	20,791
<i>Total Governmental Activities Program Revenues</i>	<u>311,781</u>	<u>464,376</u>	<u>325,547</u>	<u>391,736</u>
<i>Business-Type Activities:</i>				
Charges for Service:				
Sewer	<u>278,040</u>	<u>292,062</u>	<u>449,201</u>	<u>381,666</u>
<i>Total Business-Type Activities Program Revenues</i>	<u>278,040</u>	<u>292,062</u>	<u>449,201</u>	<u>381,666</u>
Total Primary Government Program Revenues	<u>\$ 589,821</u>	<u>\$ 756,438</u>	<u>\$ 774,748</u>	<u>\$ 773,402</u>

*Note: Prior periods have not been restated for the effects of the adoption of GASB Statement No. 68 as information is not available to restate.

TABLE 2

Fiscal Year					
2016	2017	2018	2019	2020	2021
\$ 786,726	\$ 878,126	\$ 797,748	\$ 845,765	\$ 1,150,600	\$ 873,318
965,926	1,038,295	1,194,447	1,267,612	1,219,287	1,336,470
1,082,956	995,945	992,732	1,094,336	1,137,198	1,118,112
973,840	1,130,414	1,122,954	1,019,105	850,364	960,389
102,037	134,693	140,777	148,816	146,318	139,921
68,991	61,228	52,335	42,089	30,530	17,992
<u>3,980,476</u>	<u>4,238,701</u>	<u>4,300,993</u>	<u>4,417,723</u>	<u>4,534,297</u>	<u>4,446,202</u>
<u>394,496</u>	<u>652,725</u>	<u>627,558</u>	<u>691,958</u>	<u>654,559</u>	<u>665,588</u>
<u>394,496</u>	<u>652,725</u>	<u>627,558</u>	<u>691,958</u>	<u>654,559</u>	<u>665,588</u>
<u>\$ 4,374,972</u>	<u>\$ 4,891,426</u>	<u>\$ 4,928,551</u>	<u>\$ 5,109,681</u>	<u>\$ 5,188,856</u>	<u>\$ 5,111,790</u>
\$ 281,545	\$ 341,155	\$ 215,482	\$ 289,083	\$ 297,171	\$ 381,653
3,081	689	5,178	2,507	5,052	-
-	-	-	-	-	-
-	-	-	-	-	-
247,853	293,439	315,925	282,342	228,948	283,097
4,247	3,914	4,503	4,324	4,142	4,166
-	-	51,117	-	-	-
<u>536,726</u>	<u>639,197</u>	<u>592,205</u>	<u>578,256</u>	<u>535,313</u>	<u>668,916</u>
<u>471,717</u>	<u>584,057</u>	<u>561,334</u>	<u>544,612</u>	<u>607,825</u>	<u>644,747</u>
<u>471,717</u>	<u>584,057</u>	<u>561,334</u>	<u>544,612</u>	<u>607,825</u>	<u>644,747</u>
<u>\$ 1,008,443</u>	<u>\$ 1,223,254</u>	<u>\$ 1,153,539</u>	<u>\$ 1,122,868</u>	<u>\$ 1,143,138</u>	<u>\$ 1,313,663</u>

CITY OF OLMOS PARK
CHANGE IN NET POSITION (CONTINUED)
LAST TEN FISCAL YEARS

	Fiscal Year			
	2012*	2013*	2014*	2015
Net (Expenses) Revenue				
Governmental Activities	\$ (3,248,974)	\$ (3,182,934)	\$ (3,400,431)	\$ (3,644,375)
Business-Type Activities	(85,045)	(100,012)	(7,254)	(107,450)
Total Primary Government				
Net Expenses	<u>\$ (3,334,019)</u>	<u>\$ (3,282,946)</u>	<u>\$ (3,407,685)</u>	<u>\$ (3,751,825)</u>
Governmental Revenues and Other Changes in Net Position				
<i>Governmental Activities:</i>				
Taxes:				
Property Taxes	\$ 2,546,516	\$ 2,526,047	\$ 2,586,444	\$ 2,527,809
Franchise Taxes	163,050	172,425	215,279	257,052
Sales Taxes	720,779	703,016	686,978	725,913
Interest and Investment Earnings	7,841	9,941	5,654	3,037
Miscellaneous	51,649	145,993	25,498	39,610
Transfers In (Out)	-	-	(200,000)	-
<i>Total Governmental Activities</i>	<u>3,489,835</u>	<u>3,557,422</u>	<u>3,319,853</u>	<u>3,553,421</u>
<i>Business-Type Activities:</i>				
Interest and Investment Earnings	565	1,262	241	249
Franchise Taxes	-	-	-	-
Transfers In (Out)	-	-	200,000	-
<i>Total Business-Type /Activities</i>	<u>565</u>	<u>1,262</u>	<u>200,241</u>	<u>249</u>
Total Primary Government	<u>\$ 3,490,400</u>	<u>\$ 3,558,684</u>	<u>\$ 3,520,094</u>	<u>\$ 3,553,670</u>
Changes In Net Position				
Governmental Activities	\$ 240,861	\$ 374,488	\$ (80,578)	\$ (90,954)
Business-Type Activities	(84,480)	(98,750)	192,987	(107,201)
Total Primary Government	<u>\$ 156,381</u>	<u>\$ 275,738</u>	<u>\$ 112,409</u>	<u>\$ (198,155)</u>

*Note: Prior periods have not been restated for the effects of the adoption of GASB Statement No. 68 as information is not available to restate.

TABLE 2 (Continued)

Fiscal Year					
2016	2017	2018	2019	2020	2021
\$ (3,443,750)	\$ (3,599,504)	\$ (3,708,788)	\$ (3,839,467)	\$ (3,998,984)	\$ (3,777,286)
77,221	(68,668)	(66,224)	(147,346)	(46,734)	(20,841)
<u>\$ (3,366,529)</u>	<u>\$ (3,668,172)</u>	<u>\$ (3,775,012)</u>	<u>\$ (3,986,813)</u>	<u>\$ (4,045,718)</u>	<u>\$ (3,798,127)</u>
\$ 2,738,228	\$ 2,924,948	\$ 2,977,372	\$ 3,041,976	\$ 3,128,075	\$ 3,085,703
236,232	232,477	266,980	227,714	234,544	230,139
698,922	730,991	746,017	795,331	752,756	840,353
7,447	8,564	12,905	53,223	37,085	3,239
44,119	63,018	70,818	72,615	91,830	78,572
-	(370,000)	-	(100,000)	(23,175)	-
<u>3,724,948</u>	<u>3,589,998</u>	<u>4,074,092</u>	<u>4,090,859</u>	<u>4,221,115</u>	<u>4,238,006</u>
255	387	726	510	37	32
-	-	-	-	8,779	18,213
-	370,000	-	100,000	23,175	-
<u>255</u>	<u>370,387</u>	<u>726</u>	<u>100,510</u>	<u>31,991</u>	<u>18,245</u>
<u>\$ 3,725,203</u>	<u>\$ 3,960,385</u>	<u>\$ 4,074,818</u>	<u>\$ 4,191,369</u>	<u>\$ 4,253,106</u>	<u>\$ 4,256,251</u>
\$ 281,198	\$ (9,506)	\$ 365,304	\$ 251,392	\$ 222,131	\$ 460,720
77,476	301,719	(65,498)	(46,836)	(14,743)	(2,596)
<u>\$ 358,674</u>	<u>\$ 292,213</u>	<u>\$ 299,806</u>	<u>\$ 204,556</u>	<u>\$ 207,388</u>	<u>\$ 458,124</u>

CITY OF OLMOS PARK
 FUND BALANCES, GOVERNMENTAL FUNDS
 LAST TEN FISCAL YEARS

	Fiscal Year			
	2012	2013	2014	2015
General Fund				
Nonspendable	\$ 17,809	\$ 17,809	\$ 4,260	\$ 2,957
Committed	-	-	-	-
Assigned	-	-	-	-
Unassigned	<u>1,125,055</u>	<u>1,501,822</u>	<u>1,365,236</u>	<u>1,197,042</u>
Total General Fund	<u>\$ 1,142,864</u>	<u>\$ 1,519,631</u>	<u>\$ 1,369,496</u>	<u>\$ 1,199,999</u>
All Other Governmental Funds				
Capital Projects Fund	\$ 405,031	\$ 625,217	\$ 874,089	\$ 1,297,841
Economic Development	199,526	229,818	255,705	283,608
Special Revenue Funds	396,306	422,255	400,821	96,269
Debt Service Fund	<u>25,050</u>	<u>47,865</u>	<u>55,944</u>	<u>41,307</u>
Total All Other Governmental Funds	<u>\$ 1,025,913</u>	<u>\$ 1,325,155</u>	<u>\$ 1,586,559</u>	<u>\$ 1,719,025</u>

TABLE 3

Fiscal Year					
2016	2017	2018	2019	2020	2021
\$ 25,060	\$ 24,377	\$ 27,301	\$ 31,961	\$ 19,366	\$ 19,366
-	-	-	-	-	-
-	-	-	-	-	-
<u>1,728,881</u>	<u>1,484,141</u>	<u>1,739,622</u>	<u>2,151,329</u>	<u>2,333,054</u>	<u>2,599,180</u>
<u>\$ 1,753,941</u>	<u>\$ 1,508,518</u>	<u>\$ 1,766,923</u>	<u>\$ 2,183,290</u>	<u>\$ 2,352,420</u>	<u>\$ 2,618,546</u>
\$ 908,739	\$ 1,640,456	\$ 1,843,377	\$ 1,710,168	\$ 1,388,471	\$ 849,236
355,701	378,300	488,826	578,234	672,702	298,918
133,358	102,993	135,366	247,640	298,483	327,393
<u>39,630</u>	<u>41,883</u>	<u>4,611</u>	<u>8,224</u>	<u>181,721</u>	<u>137,557</u>
<u>\$ 1,437,428</u>	<u>\$ 2,163,632</u>	<u>\$ 2,472,180</u>	<u>\$ 2,544,266</u>	<u>\$ 2,541,377</u>	<u>\$ 1,613,104</u>

CITY OF OLMOS PARK
 CHANGES IN FUND BALANCE – GOVERNMENTAL FUNDS
 LAST TEN FISCAL YEARS

	Fiscal Year			
	2012	2013	2014	2015
REVENUES				
Ad Valorem Taxes	\$ 2,530,989	\$ 2,515,794	\$ 2,586,491	\$ 2,542,610
Franchise Fees	163,050	172,425	215,279	257,052
Sales Taxes	720,779	703,016	686,979	725,913
Fines and Penalties	127,993	199,976	114,944	169,528
Licenses and Permits	173,994	261,655	206,634	197,304
Interest Income	7,842	9,939	5,654	3,038
Miscellaneous	23,867	142,574	25,499	31,010
Intergovernmental Revenues	9,474	2,665	3,969	24,903
TOTAL REVENUES	<u>3,757,988</u>	<u>4,008,044</u>	<u>3,845,449</u>	<u>3,951,358</u>
EXPENDITURES				
<i>Current:</i>				
General and Administrative	567,223	647,989	693,473	668,812
Police Protection	845,045	812,451	806,113	826,832
Fire & EMS Protection	923,630	856,773	912,119	901,042
Street and Sanitation	382,355	418,453	446,193	794,988
Municipal Court	65,418	74,118	70,359	74,361
Capital Projects/Outlay	349,859	55,908	134,687	262,969
<i>Debt Service:</i>				
Principal	380,000	385,000	390,000	395,000
Interest and Fiscal Charges	93,928	84,843	81,237	76,385
TOTAL EXPENDITURES	<u>3,607,458</u>	<u>3,335,535</u>	<u>3,534,181</u>	<u>4,000,389</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>150,530</u>	<u>672,509</u>	<u>311,268</u>	<u>(49,031)</u>
OTHER FINANCING SOURCES (USES)				
Proceeds from the Sale of Capital Assets	40,500	3,500	-	12,000
Transfers In (Out)	-	-	(200,000)	-
TOTAL OTHER FINANCING SOURCES (USES)	<u>40,500</u>	<u>3,500</u>	<u>(200,000)</u>	<u>12,000</u>
Net Change in Fund Balance	<u>\$ 191,030</u>	<u>\$ 676,009</u>	<u>\$ 111,268</u>	<u>\$ (37,031)</u>
Debt Service as a Percentage of Noncapital Expenditures	17%	17%	16%	14%

TABLE 4

Fiscal Year					
2016	2017	2018	2019	2020	2021
\$ 2,732,654	\$ 2,957,779	\$ 2,970,802	\$ 3,049,063	\$ 3,123,505	\$ 3,083,868
236,232	232,477	266,980	227,714	234,544	230,139
698,921	730,991	746,017	795,331	752,756	840,353
250,828	298,195	321,339	285,241	234,225	283,439
286,571	341,455	226,657	297,959	310,875	398,838
7,447	8,564	12,899	53,223	37,089	3,239
40,312	58,666	44,423	75,359	52,901	61,047
4,234	3,899	55,606	4,312	29,137	4,164
<u>4,257,199</u>	<u>4,632,026</u>	<u>4,644,723</u>	<u>4,788,202</u>	<u>4,775,032</u>	<u>4,905,087</u>
705,959	791,618	716,518	764,487	820,478	799,729
859,220	947,936	1,112,685	1,104,073	1,163,863	1,332,232
952,479	860,263	890,477	990,306	1,045,516	1,071,928
435,353	548,830	549,319	599,500	675,600	671,732
93,184	123,426	132,688	138,946	144,956	144,148
472,421	36,577	217,207	128,557	267,679	1,077,335
405,000	410,000	420,000	430,000	435,000	450,000
70,138	62,595	53,876	43,880	32,524	20,130
<u>3,993,754</u>	<u>3,781,245</u>	<u>4,092,770</u>	<u>4,199,749</u>	<u>4,585,616</u>	<u>5,567,234</u>
<u>263,445</u>	<u>850,781</u>	<u>551,953</u>	<u>588,453</u>	<u>189,416</u>	<u>(662,147)</u>
8,900	-	15,000	-	-	-
<u>-</u>	<u>(370,000)</u>	<u>15,000</u>	<u>(100,000)</u>	<u>(23,175)</u>	<u>-</u>
<u>8,900</u>	<u>(370,000)</u>	<u>30,000</u>	<u>(100,000)</u>	<u>(23,175)</u>	<u>-</u>
<u>\$ 272,345</u>	<u>\$ 480,781</u>	<u>\$ 581,953</u>	<u>\$ 488,453</u>	<u>\$ 166,241</u>	<u>\$ (662,147)</u>
16%	14%	12%	12%	11%	11%

CITY OF OLMOS PARK
TAX REVENUE BY SOURCE, GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS

TABLE 5

Fiscal Year	Property	Sales & Use	Franchise	Total
2012	\$ 2,530,989	\$ 720,779	\$ 163,050	\$ 3,414,818
2013	2,515,794	703,016	172,425	3,391,235
2014	2,586,491	686,979	215,279	3,488,749
2015	2,542,610	725,913	257,052	3,525,575
2016	2,732,654	698,921	236,232	3,667,807
2017	2,957,779	730,991	232,477	3,921,247
2018	2,970,802	746,017	266,980	3,983,799
2019	3,049,063	795,331	227,714	4,072,108
2020	3,123,505	752,756	234,544	4,110,805
2021	3,083,868	840,353	230,139	4,154,360

CITY OF OLMOS PARK
 ASSESSED VALUE AND ACTUAL TAXABLE PROPERTY
 LAST TEN FISCAL YEARS

TABLE 6

Fiscal Year Ended September 30,	Residential Property	Commercial Property	Less: Tax-Exempt Property	Total Taxable Assessed Value	Total Direct Tax Rate
2012	493,054,598	52,998,531	18,566,590	527,486,539	0.478499
2013	486,940,466	55,300,911	17,996,737	524,244,640	0.480888
2014	511,968,325	59,363,390	23,569,561	547,762,154	0.479865
2015	529,407,139	56,999,835	19,849,115	566,557,859	0.470000
2016	576,011,339	63,354,966	24,633,480	614,732,825	0.442785
2017	604,766,918	70,263,741	22,840,665	652,189,994	0.442785
2018	637,911,134	73,721,044	24,889,544	686,742,634	0.432785
2019	661,216,443	76,350,008	24,131,440	713,435,011	0.424363
2020	673,060,343	77,476,224	23,887,898	726,648,669	0.434363
2021	684,031,618	80,139,917	26,464,270	737,707,265	0.434363

Source: Bexar Appraisal District.

Note: In Fiscal Year 2019-2020 the City instituted a property tax freeze for seniors. The values presented above are before any freeze adjustments.

CITY OF OLMOS PARK
DIRECT AND OVERLAPPING PROPERTY TAX RATES
LAST TEN FISCAL YEARS

TABLE 7

Fiscal Year Ending September 30,	Direct	Overlapping Rates					Total
	Rate	City of Olmos Park	Alamo Heights ISD	Bexar County	University Health System	Alamo College District	
2012	0.480888	1.198000	0.326866	0.276235	0.141623	0.017370	2.440982
2013	0.479865	1.218000	0.326866	0.276235	0.149150	0.017370	2.467486
2014	0.470000	1.218000	0.326866	0.276235	0.149150	0.017798	2.458049
2015	0.442785	1.205000	0.314500	0.276235	0.149150	0.017500	2.405170
2016	0.442785	1.195000	0.314500	0.276235	0.149150	0.017290	2.394960
2017	0.442785	1.195000	0.308950	0.276235	0.149150	0.017290	2.389410
2018	0.432785	1.200000	0.304097	0.276235	0.149150	0.017290	2.379557
2019	0.424363	1.255000	0.301097	0.276235	0.149150	0.018580	2.424425
2020	0.434363	1.196400	0.301097	0.276235	0.149150	0.018580	2.375825
2021	0.419768	1.196400	0.301097	0.276235	0.149150	0.018580	2.361230

Source: Bexar County Tax Assessor-Collector

Note: Overlapping governments are those that coincide, at least in part, within the geographic boundaries of the City. This schedule estimates the portion of outstanding debt of those overlapping governments that is borne by the residents and businesses of the City of Olmos Park, Texas. This process recognizes that, when considering the City of Olmos Park's ability to issue and repay long-term debt, the entire debt burden borne by the residents and businesses should be taken into account. However, this does not imply that every taxpayer is a resident, and therefore responsible for repaying the debt of each overlapping government.

CITY OF OLMOS PARK
 PRINCIPAL PROPERTY TAX PAYERS
 CURRENT AND NINE YEARS AGO

TABLE 8

Taxpayer	2021			2012		
	Taxable Assessed Value	Rank	Percentage of Total City Taxable Assessed Value	Taxable Assessed Value	Rank	Percentage of Total City Taxable Assessed Value
Kimberly S. Lewis	\$ 7,400,000	1	1.00%			
MTL Investments LTD	5,365,000	2	0.73%	\$ 2,779,140	4	0.53%
McCombs 2009 Trust	4,140,000	3	0.56%	3,220,000	3	0.61%
Jessica Worth	4,100,000	4	0.56%			
Alameda Grantor Trust	4,087,830	5	0.55%			
John and Jayme Russell	4,087,830	6	0.55%			
John and Marsha Shields	3,800,000	7	0.52%	3,999,000	1	0.76%
Martin & Denise Landon	3,371,965	8	0.46%	2,660,850	5	0.50%
David & Lori Brown	3,206,750	9	0.43%			
Curtis C. Gunn, Jr.	3,030,000	10	0.41%			
Corsair Royalty Ltd				3,500,000	2	0.66%
Joseph E. Epton IV				2,630,000	6	0.50%
Morris & Deborah Miller				2,543,480	7	0.48%
Catalina Real Estate Inv.				2,521,130	8	0.48%
OPP Holdings LP				2,511,760	9	0.47%
Glenda Woods Trust				2,480,000	10	0.47%
Total	\$42,589,375		5.77%	\$28,845,360		5.46%

CITY OF OLMOS PARK
PROPERTY TAX LEVIES AND COLLECTIONS
LAST TEN FISCAL YEARS

TABLE 9

Fiscal Year Ended September 30,	Taxes Levied for the Fiscal Year	Collected within the Fiscal Year of the Levy		Collections In Subsequent Years	Total Collections to Date	
		Amount	Percentage of Levy		Amount	Percentage of Levy
2012	2,536,926	2,504,340	98.72%	30,483	2,534,823	99.92%
2013	2,516,230	2,489,019	98.92%	25,512	2,514,531	99.93%
2014	2,574,798	2,540,723	98.68%	31,663	2,572,386	99.91%
2015	2,508,959	2,488,299	99.18%	19,831	2,508,130	99.97%
2016	2,722,309	2,697,408	99.09%	20,916	2,718,324	99.85%
2017	2,888,201	2,873,635	99.50%	10,389	2,884,024	99.86%
2018	2,972,830	2,955,606	99.42%	13,493	2,969,099	99.87%
2019	3,035,048	2,985,261	98.36%	42,886	3,028,147	99.77%
2020	3,123,195	3,112,542	99.66%	3,100	3,115,642	99.76%
2021	3,080,196	3,065,644	99.53%	-	3,065,644	99.53%

CITY OF OLMOS PARK
RATIOS OF GENERAL BONDED DEBT OUTSTANDING
LAST TEN FISCAL YEARS

TABLE 10

Fiscal Year	<u>General Bonded Debt Outstanding</u>		Actual Taxable Value of Property	Percentage of Actual Taxable Value of Property	Per Capita*
	Certificates of Obligation	Total			
2012	\$ 4,185,000	\$ 4,185,000	\$ 527,486,539	0.79%	\$ 1,825
2013	3,800,000	3,800,000	524,244,640	0.72%	1,791
2014	3,410,000	3,410,000	547,762,154	0.62%	1,473
2015	3,015,000	3,015,000	566,557,859	0.53%	1,277
2016	2,610,000	2,610,000	614,732,825	0.42%	1,092
2017	2,200,000	2,200,000	652,189,994	0.34%	983
2018	1,780,000	1,780,000	686,742,634	0.26%	739
2019	1,350,000	1,350,000	713,435,011	0.19%	551
2020	915,000	915,000	726,648,669	0.13%	371
2021	465,000	465,000	737,707,265	0.06%	213

Note: Details regarding the City's outstanding debt can be found in the notes to the financial statements.

*Per Capita was derived using population data on Table 13.

CITY OF OLMOS PARK
LEGAL DEBT MARGIN
LAST TEN FISCAL YEARS

TABLE 11

Texas municipalities are not bound by any direct constitutional or statutory maximums as to the amount of general obligation bonds which may be issued; however, all local bonds must be submitted to and approved by the State Attorney General. It is the established practice of the Attorney General not to approve a prospective bond issue if it will result in the levy of a tax for bonded debt of over \$1.00 for cities under a population of 5,000 or \$1.50 for the cities over 5,000 in population.

Debt Margin Calculation

Taxable Value		<u>\$ 521,188,701</u>
Debt Limit - 10% of taxable value [1]		\$ 52,118,870
Amount of Debt Applicable to Debt Limit:		
Total Bonded Debt	\$ 465,000	
Less funds available in Debt Service Fund	<u>137,557</u>	
Total Amount of Debt Applicable to Debt Limit		<u>327,443</u>
Legal Debt Margin		<u>\$ 51,791,427</u>

	Fiscal Year				
	2012	2013	2014	2015	2016
Debt Limit	\$52,748,654	\$ 52,424,464	\$ 54,776,215	\$ 56,655,786	\$ 61,473,283
Total Net Debt Applicable to Debt Limit	<u>4,159,950</u>	<u>3,752,135</u>	<u>3,354,056</u>	<u>2,973,693</u>	<u>2,570,370</u>
Legal Debt Margin	<u>\$48,588,704</u>	<u>\$48,672,329</u>	<u>\$51,422,159</u>	<u>\$53,682,093</u>	<u>\$58,902,913</u>
	Fiscal Year				
	2017	2018	2019	2020	2021
Debt Limit	\$65,218,999	\$ 68,674,263	\$ 71,343,501	\$ 51,714,586	\$ 52,118,870
Total Net Debt Applicable to Debt Limit	<u>2,158,488</u>	<u>1,775,389</u>	<u>1,168,715</u>	<u>733,279</u>	<u>327,443</u>
Legal Debt Margin	<u>\$63,060,511</u>	<u>\$ 66,898,874</u>	<u>\$ 70,174,786</u>	<u>\$ 50,981,307</u>	<u>\$ 51,791,427</u>

CITY OF OLMOS PARK
ESTIMATED OVERLAPPING DEBT

TABLE 12

<u>Governmental Unit</u>	<u>Estimated Outstanding Debt</u>	<u>Estimated Overlapping Percentage</u>	<u>Estimated Amount Overlapping</u>
Alamo CCD	\$ 578,325,000	0.39%	\$ 2,255,468
Alamo Heights ISD	182,780,000	8.87%	16,212,586
Bexar County	1,896,160,000	0.39%	7,395,024
Bexar Co Hosp Dist	902,130,000	0.39%	3,518,307
San Antonio ISD	1,245,359,988	0.17%	2,117,112
	Total Overlapping Debt		\$ 31,498,496
	City of Olmos Park Direct Debt		<u>465,000</u>
	Total Direct and Overlapping Debt		<u><u>\$ 31,963,496</u></u>

Source: Municipal Advisory Council of Texas

Note: Overlapping governments are those that coincide, at least in part, within the geographic boundaries of the City. This schedule estimates the portion of outstanding debt of those overlapping governments that is borne by the residents and businesses of the City of Olmos Park, Texas. This process recognizes that, when considering the City of Olmos Park's ability to issue and repay long-term debt, the entire debt burden borne by the residents and businesses should be taken into account. However, this does not imply that every taxpayer is a resident, and therefore responsible for repaying the debt of each overlapping government.

CITY OF OLMOS PARK
 DEMOGRAPHIC AND ECONOMIC STATISTICS
 LAST TEN YEARS

TABLE 13

Year	Population	Per Capita Personal Income	Median Age	Unemployment Rate
2012	2,293	82,527	44.2	6.0%
2013	2,122	87,684	44.0	6.0%
2014	2,315	87,684	44.0	4.7%
2015	2,361	84,068	44.6	3.7%
2016	2,390	86,631	45.4	4.0%
2017	2,237	86,863	45.1	3.2%
2018	2,409	86,547	43.6	3.3%
2019	2,450	88,278	42.7	3.2%
2020	2,466	90,043	42.7	8.0%
2021	2,180	115,022	43.0	4.9%

Sources: Population, Per Capita Income and Median Age information provided by the United States Census Bureau. Unemployment rate was provided by the United States Bureau of Labor Statistics.

CITY OF OLMOS PARK
PRINCIPAL EMPLOYERS
CURRENT AND NINE YEARS AGO

TABLE 14

Employer	2021			2012		
	Employees	Rank	Percentage of Total City Employment	Employees	Rank	Percentage of Total City Employment
Joint Base San Antonio (JBSA)						
Lackland, Fort Sam & Randolph*	73,707	1	6.56%	69,593	1,2,6	8.37%
H.E.B. Food Stores	22,000	2	1.96%	14,588	4	1.75%
United Services Automobile Associatic	19,400	3	1.73%	15,000	3	1.80%
Northside Independent School District	13,498	4	1.20%	12,597	5	1.51%
City of San Antonio	11,185	5	0.99%	9,000	8	1.08%
Methodist Healthcare System	9,620	6	0.86%	7,013	10	0.84%
North East Independent School Distric	8,386	7	0.75%	10,522	7	1.26%
San Antonio Independent School Distri	7,338	8	0.65%	7,000	9	0.84%
Baptist Health Systems	6,383	9	0.57%			0.00%
JPMorgan Chase & Co.	5,152	10	0.46%			
Total	<u>176,669</u>		<u>15.71%</u>	<u>145,313</u>		<u>17.47%</u>

The City of Olmos Park is surrounded by the City of San Antonio and no data is available for the employers in Olmos Park. The above data is for the City of San Antonio.

Source: City of San Antonio Comprehensive Annual Financial Statements 2020.

* In Fiscal Year 2019, Lackland, Fort Sam and Randolph military operations were consolidated into Joint Base San Antonio. In fiscal year 2012, the employee counts were 28,100, 30,793, and 10,700, respectively.

