

**CITY OF OLMOS PARK, TEXAS**

**ANNUAL  
FINANCIAL REPORT**

**FISCAL YEAR ENDED  
SEPTEMBER 30, 2014**

CITY OF OLMOS PARK  
 ANNUAL FINANCIAL REPORT  
 FOR THE YEAR ENDED SEPTEMBER 30, 2014

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CITY OF OLMOS PARK

PRINCIPAL OFFICERS

CITY OFFICIALS

MAYOR

DR. KENNETH FARRIMOND

CITY COUNCIL

ENZO PELLEGRINO

SHARON PLANT

RONALD HORNBERGER

KENYON MCDONALD

CASEY FRY

CITY MANAGER

CELIA DELEON

ATTORNEY

DAVIDSON TROILO REAM & GARZA, P.C.

AUDITOR

ARMSTRONG, VAUGHAN & ASSOCIATES, P.C.

SHAREHOLDERS:  
Nancy L. Vaughan, CPA  
Deborah F. Fraser, CPA  
Phil S. Vaughan, CPA



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

### **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 City of Olmos Park, as of and for the year ended September 30, 2014, and the related notes to the financial statements, which collectively comprise 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 City of Olmos Park, as of September 30, 2014, 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 schedule of funding progress as listed in table of contents, 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 City of Olmos Park's basic financial statements as a whole. The combining and 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 combining and 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.

December 01, 2014

## 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, 2014. Please read it in conjunction with the City's financial statements, which follow this section.

### FINANCIAL HIGHLIGHTS

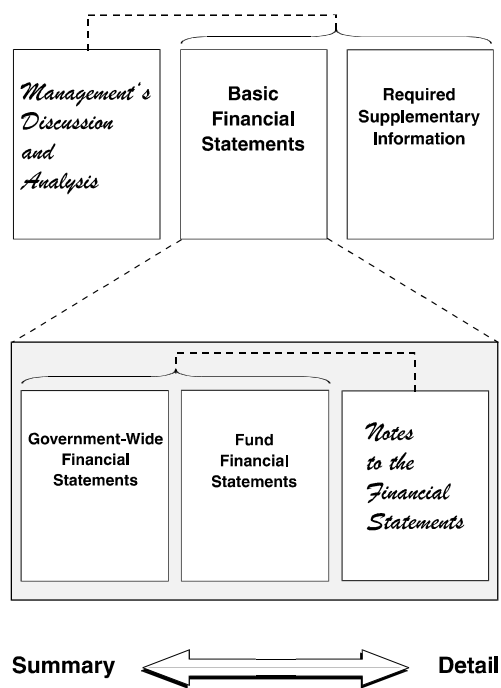
- The City's total combined net position was \$10 million at September 30, 2014.
- During the year, the City's governmental expenses were \$120 thousand less than the \$3.8 million generated in general and program revenues for governmental funds. The total cost of the City's governmental programs increased 3.5% from last year.
- The general fund reported a fund balance this year of \$1.4 million, a decrease of 10%, largely due to the transfers to the Capital Project and Sewer System Funds for future projects.
- The City did not issue any new bonds during the fiscal year ending September 30, 2014.

### 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.

<b>Figure A-2. Major Features of the City's Government-wide and Fund Financial Statements</b>			
<b>Fund Statements</b>			
<i>Type of Statements</i>	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"> <li>• Statement of net position</li> <li>• Statement of activities</li> </ul>	<ul style="list-style-type: none"> <li>• Balance Sheet</li> <li>• Statement of revenues, expenditures &amp; changes in fund balances</li> </ul>	<ul style="list-style-type: none"> <li>• Statement of net position</li> <li>• Statement of revenues, expenses &amp; changes in net position</li> <li>• Statement of cash flows</li> </ul>
<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, highways 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 \$10 million at September 30, 2014. (See Table A-1).

**Table A-1**  
City's Net Position

	Governmental Activities		Business-Type Activities		Total		Total Percentage Change
	2014	2013	2014	2013	2014	2013	
<i>Assets:</i>							
Current Assets	\$ 3,092,519	\$ 2,951,685	\$ 389,723	\$ 200,247	\$ 3,482,242	\$ 3,151,932	10.5
Capital Assets (net)	10,123,772	10,701,276	-	-	10,123,772	10,701,276	(5.4)
<b>Total Assets</b>	<b>13,216,291</b>	<b>13,652,961</b>	<b>389,723</b>	<b>200,247</b>	<b>13,606,014</b>	<b>13,853,208</b>	(1.8)
<i>Liabilities:</i>							
Current Liabilities	534,685	495,777	35,244	38,755	569,929	534,532	6.6
Long-Term Liabilities	3,015,000	3,410,000	-	-	3,015,000	3,410,000	(11.6)
<b>Total Liabilities</b>	<b>3,549,685</b>	<b>3,905,777</b>	<b>35,244</b>	<b>38,755</b>	<b>3,584,929</b>	<b>3,944,532</b>	(9.1)
<i>Net Position:</i>							
Net Invested in Capital Assets	6,713,772	6,901,276	-	-	6,713,772	6,901,276	(2.7)
Restricted	712,474	699,880	-	-	712,474	699,880	1.8
Unrestricted	2,240,360	2,146,028	354,479	161,492	2,594,839	2,307,520	12.5
<b>Total Net Position</b>	<b>\$ 9,666,606</b>	<b>\$ 9,747,184</b>	<b>\$ 354,479</b>	<b>\$ 161,492</b>	<b>\$10,021,085</b>	<b>\$ 9,908,676</b>	1.1

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

## Governmental Activities

- Sewer revenue increased due to the rate increase assessed to the users of the City's sewer system to cover the costs of maintenance of the system.

**Table A-2**  
Changes in City's Net Position

	Governmental Activities		Business-Type Activities		Total		Total Percentage Change
	2014	2013	2014	2013	2014	2013	
<i>Program Revenues:</i>							
Charges for Services	\$ 321,576	\$ 461,704	\$ 449,201	\$ 292,062	\$ 770,777	\$ 753,766	2.3
Operating Grants and Contributions	3,971	2,672	-	-	3,971	2,672	48.6
<i>General Revenues:</i>							
Taxes	3,488,701	3,401,488	-	-	3,488,701	3,401,488	2.6
Interest Earnings	5,654	9,941	241	1,262	5,895	11,203	(47.4)
Miscellaneous	25,498	145,993	-	-	25,498	145,993	(82.5)
<b>TOTAL REVENUES</b>	<b>3,845,400</b>	<b>4,021,798</b>	<b>449,442</b>	<b>293,324</b>	<b>4,294,842</b>	<b>4,315,122</b>	<b>(0.5)</b>
<i>Program Expenses:</i>							
General Government	757,485	719,215	-	-	757,485	719,215	5.3
Police	861,853	855,291	-	-	861,853	855,291	0.8
Fire	989,607	949,418	-	-	989,607	949,418	4.2
Street and Sanitation	964,395	965,355	-	-	964,395	965,355	(0.1)
Court	72,084	73,707	-	-	72,084	73,707	(2.2)
Sewer	-	-	456,455	392,074	456,455	392,074	16.4
Interest on Debt	80,554	84,324	-	-	80,554	84,324	(4.5)
<b>TOTAL EXPENSES</b>	<b>3,725,978</b>	<b>3,647,310</b>	<b>456,455</b>	<b>392,074</b>	<b>4,182,433</b>	<b>4,039,384</b>	<b>3.5</b>
Excess (Deficiency) Before Transfers In (Out)	119,422 (200,000)	374,488 -	(7,013) 200,000	(98,750) -	112,409 -	275,738 -	
Increase (Decrease) in Net Position	<b>\$ (80,578)</b>	<b>\$ 374,488</b>	<b>\$ 192,987</b>	<b>\$ (98,750)</b>	<b>\$ 112,409</b>	<b>\$ 275,738</b>	<b>59.2</b>

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 \$3.7 million. Taxpayers paid for 71.1% of these activities through property taxes of \$2.6 million. 8.6% 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 Services			Percentage Change	Net Cost of Services			Percentage Change
	2014	2013			2014	2013		
General Government	\$ 757,485	\$ 719,215	5.3	\$ 550,851	\$ 457,560	20.4		
Police Protection	861,853	855,291	0.8	857,882	852,539	0.6		
Fire	989,607	949,418	4.2	989,607	949,418	4.2		
Streets and Sanitation	964,395	965,355	(0.1)	964,395	965,355	(0.1)		
Court	72,084	73,707	(2.2)	(42,858)	(126,262)	(66.1)		
Sewer	456,455	392,074	16.4	7,254	100,012	(92.7)		

## Business-Type Activities

Revenues of the City's Sewer business-type activities increased 53.8% to \$450 thousand, and operating expenses increased 16.4% to \$456 thousand. San Antonio Water System (SAWS) bills these accounts for the City and charges the City for the consumption. Expenditures are affected by the SAWS rates, while the revenues are based on the City established rate. Fluctuations in revenues and expenses are primarily related to changes in rates, as City increased their rates in August 2013 for the first time in years.

## FINANCIAL ANALYSIS OF THE CITY'S FUNDS

Revenues from governmental fund types totaled over \$3.8 million, a decrease of 4.1% from the preceding year, largely due to the CPS Energy's CEID Funds and Higher Education Facilities Corporation (HEFC) Bond payments received in the prior year.

## General Fund Budgetary Highlights

The City amended the General Fund budget during the year to allow for increased transfers to the Capital Projects and Sewer System Funds. The City's actual expenditures in the general fund were \$245 thousand less than budgeted amounts.

## CAPITAL ASSETS AND DEBT ADMINISTRATION

### Capital Assets

As of September 30, 2014, the City had invested \$16.5 million in a broad range of capital assets, including land, equipment, buildings, and vehicles. (See Table A-4.) This amount represents a minimal net increase (including additions and deductions) over the prior year. The significant additions being the purchase of police radios and a surveillance system at City Hall. 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 Activities		Business-Type Activities		Total		Percentage Change
	2014	2013	2014	2013	2014	2013	
Land	\$ 870	\$ 870	\$ -	\$ -	\$ 870	\$ 870	0.0
Buildings and Improvements	3,570	3,570	-	-	3,570	3,570	(0.0)
Equipment	1,210	1,099	-	-	1,210	1,099	10.1
Infrastructure	10,858	10,858	-	-	10,858	10,858	(0.0)
Totals at Historical Cost	16,508	16,397	-	-	16,508	16,397	0.7
Total Accumulated Depreciation	(6,384)	(5,696)	-	-	(6,384)	(5,696)	12.1
Net Capital Assets	\$ 10,123	\$ 10,701	\$ -	\$ -	\$ 10,123	\$ 10,701	(5.4)

### Long Term Debt

At year-end the City had \$3.4 million in bonds outstanding as shown in Table A-5. 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 Activities		Business-Type Activities		Total		Total Percentage Change
	2014	2013	2014	2013	2014	2013	
Bonds Payable	\$ 3,410	\$ 3,800	\$ -	\$ -	\$ 3,410	\$ 3,800	(10.3)
Total Bonds & Notes Payable	\$ 3,410	\$ 3,800	\$ -	\$ -	\$ 3,410	\$ 3,800	(10.3)

## **ECONOMIC FACTORS AND NEXT YEAR'S BUDGETS AND RATES**

The City's elected and appointed officials considered many factors when setting the fiscal year 2015 budget, tax rates, and fees that will be charged. The economic outlook for Bexar County remains stable. The City's budget levels remain similar to previous years, with the continuous efforts to save for "big ticket" capital items to ensure not needing to fund their purchases out of a single year's revenue.

## **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.

CITY OF OLMOS PARK  
ANNUAL FINANCIAL REPORT  
YEAR ENDED SEPTEMBER 30, 2014

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, 2014

	Governmental Activities	Business-Type Activities	Total
<b>ASSETS</b>			
Cash and Cash Equivalents	\$ 2,339,701	\$ 354,849	\$ 2,694,550
Investments	499,000	-	499,000
Receivables (net of allowances for uncollectibles):			
Ad Valorem Taxes	92,363	-	92,363
Other	157,195	34,874	192,069
Prepays	4,260	-	4,260
Capital Assets:			
Land	870,491	-	870,491
Building and Improvements	3,569,840	-	3,569,840
Vehicles and Equipment	1,209,976	-	1,209,976
Infrastructure	10,857,890	-	10,857,890
Accumulated Depreciation	(6,384,425)	-	(6,384,425)
<b>TOTAL ASSETS</b>	<u>13,216,291</u>	<u>389,723</u>	<u>13,606,014</u>
<b>LIABILITIES</b>			
<i>Current Liabilities:</i>			
Accounts Payable	65,085	35,244	100,329
Accrued Compensated Absences	61,402	-	61,402
Accrued Interest Payable	13,198	-	13,198
<i>Noncurrent Liabilities:</i>			
Due within One Year	395,000	-	395,000
Due in more than One Year	3,015,000	-	3,015,000
<b>TOTAL LIABILITIES</b>	<u>3,549,685</u>	<u>35,244</u>	<u>3,584,929</u>
<b>NET POSITION</b>			
Net Investment in Capital Assets	6,713,772	-	6,713,772
Restricted for:			
Economic Development	255,705	-	255,705
Police, Court and Streets	400,821	-	400,821
Debt Service	55,948	-	55,948
Unrestricted	2,240,360	354,479	2,594,839
<b>TOTAL NET POSITION</b>	<u>\$ 9,666,606</u>	<u>\$ 354,479</u>	<u>\$ 10,021,085</u>

See accompanying notes to basic financial statements.

CITY OF OLMOS PARK  
STATEMENT OF ACTIVITIES  
FOR THE YEAR ENDED SEPTEMBER 30, 2014

<b>Functions and Programs</b>	Expenses	Program Revenues		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions
<b>Primary Government:</b>				
<i>Governmental Activities:</i>				
General Government	\$ 757,485	\$ 206,634	\$ -	\$ -
Police Protection	861,853	-	3,971	-
Fire/EMS Protection	989,607	-	-	-
Streets and Sanitation	964,395	-	-	-
Municipal Court	72,084	114,942	-	-
Interest on Long-term Debt	80,554	-	-	-
<i>Total Governmental Activities</i>	<u>3,725,978</u>	<u>321,576</u>	<u>3,971</u>	<u>-</u>
<i>Business-Type Activities</i>				
Sewer	456,455	449,201	-	-
<i>Total Business-Type Activities</i>	<u>456,455</u>	<u>449,201</u>	<u>-</u>	<u>-</u>
<b>Total Primary Government</b>	<u><u>\$ 4,182,433</u></u>	<u><u>\$ 770,777</u></u>	<u><u>\$ 3,971</u></u>	<u><u>\$ -</u></u>
<b>General Revenues:</b>				
Taxes				
Ad Valorem Taxes				
Franchise Taxes				
Sales Taxes				
Interest and Investment Earnings				
Miscellaneous				
<b>Total General Revenues</b>				
Transfers In (Out)				
Change in Net Position				
<b>Net Position at Beginning of Year</b>				
<b>Net Position at End of Year</b>				

See accompanying notes to basic financial statements.



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

<u>Governmental Activities</u>	<u>Business-Type Activities</u>	<u>Total</u>
\$ (550,851)		\$ (550,851)
(857,882)		(857,882)
(989,607)		(989,607)
(964,395)		(964,395)
42,858		42,858
(80,554)		(80,554)
(3,400,431)		(3,400,431)
	\$ (7,254)	(7,254)
	(7,254)	(7,254)
(3,400,431)	(7,254)	(3,407,685)
2,586,444	-	2,586,444
215,279	-	215,279
686,978	-	686,978
5,654	241	5,895
25,498	-	25,498
3,519,853	241	3,520,094
(200,000)	200,000	-
(80,578)	192,987	112,409
9,747,184	161,492	9,908,676
\$ 9,666,606	\$ 354,479	\$ 10,021,085

CITY OF OLMOS PARK  
BALANCE SHEET - GOVERNMENTAL FUNDS  
SEPTEMBER 30, 2014

	<u>Major Fund</u> General Fund	<u>Major Fund</u> Capital Projects	<u>Major Fund</u> Special Revenue
<b>ASSETS</b>			
Cash and Cash Equivalents	\$ 751,237	\$ 874,089	\$ 417,443
Investments	499,000	-	-
Receivables (net of allowances for uncollectibles):			
Property Taxes	75,279	-	-
Other Receivables	118,728	-	19,234
Prepaid Items	4,260	-	-
	<u>1,448,504</u>	<u>874,089</u>	<u>436,677</u>
<b>TOTAL ASSETS</b>			
	<u>\$ 1,448,504</u>	<u>\$ 874,089</u>	<u>\$ 436,677</u>
<b>LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES</b>			
<i>Liabilities:</i>			
Accounts Payable	\$ 20,831	\$ -	\$ 35,878
<i>Total Liabilities</i>	<u>20,831</u>	<u>-</u>	<u>35,878</u>
<i>Deferred Inflows of Resources:</i>			
Unavailable Property Tax Revenue	58,177	-	-
<i>Total Deferred Inflows of Resources</i>	<u>58,177</u>	<u>-</u>	<u>-</u>
<i>Fund Balances:</i>			
Nonspendable:			
Prepaid Items	4,260	-	-
Restricted for:			
Economic Development	-	-	-
Municipal Court	-	-	46,305
Police Department	-	-	11,869
Street Maintenance	-	-	342,625
Debt Service	-	-	-
Committed for:			
Capital Projects	-	874,089	-
Unassigned	1,365,236	-	-
<i>Total Fund Balances</i>	<u>1,369,496</u>	<u>874,089</u>	<u>400,799</u>
<b>TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES</b>			
	<u>\$ 1,448,504</u>	<u>\$ 874,089</u>	<u>\$ 436,677</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>Nonmajor Fund</u> <u>Police</u> <u>Seizure</u>	<u>Total</u> <u>Governmental</u> <u>Funds</u>
\$ 52,063	\$ 244,846	\$ 22	\$ 2,339,700
-	-	-	499,000
17,083	-	-	92,362
-	19,235	-	157,197
-	-	-	4,260
<u>\$ 69,146</u>	<u>\$ 264,081</u>	<u>\$ 22</u>	<u>\$ 3,092,519</u>
<u>\$ -</u>	<u>\$ 8,376</u>	<u>\$ -</u>	<u>\$ 65,085</u>
<u>-</u>	<u>8,376</u>	<u>-</u>	<u>65,085</u>
<u>13,202</u>	<u>-</u>	<u>-</u>	<u>71,379</u>
<u>13,202</u>	<u>-</u>	<u>-</u>	<u>71,379</u>
-	-	-	4,260
-	255,705	-	255,705
-	-	-	46,305
-	-	22	11,891
-	-	-	342,625
55,944	-	-	55,944
-	-	-	874,089
-	-	-	1,365,236
<u>55,944</u>	<u>255,705</u>	<u>22</u>	<u>2,956,055</u>
<u>\$ 69,146</u>	<u>\$ 264,081</u>	<u>\$ 22</u>	<u>\$ 3,092,519</u>



CITY OF OLMOS PARK  
RECONCILIATION OF THE GOVERNMENTAL FUNDS  
BALANCE SHEET TO THE STATEMENT OF NET POSITION  
SEPTEMBER 30, 2014

TOTAL FUND BALANCE - TOTAL GOVERNMENTAL FUNDS	\$ 2,956,055
<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.	10,123,772
Other long-term assets are not available to pay for current-period expenditures and, therefore, are not recognized in the funds.	71,379
Accrued vacation leave payable is not due and payable in the current period and, therefore, not reported in the funds.	(61,402)
Long-term liabilities, including bonds payable, are not due and payable in the current period and, therefore, not reported in the funds.	(3,410,000)
Accrued interest payable on long-term-bonds is not due and payable in the current period and, therefore, not reported in the funds.	<u>(13,198)</u>
TOTAL NET POSITION - GOVERNMENTAL ACTIVITIES	<u><u>\$ 9,666,606</u></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, 2014

	<u>Major Fund</u> General Fund	<u>Major Fund</u> Capital Projects	<u>Major Fund</u> Special Revenue
<b>REVENUES</b>			
Ad Valorem Taxes	\$ 2,107,417	\$ -	\$ -
Franchise Fees	215,279	-	-
Sales Taxes	462,067	-	112,456
Fines and Penalties	108,288	-	6,656
Licenses and Permits	206,634	-	-
Interest Income	4,930	241	241
Miscellaneous	25,499	-	-
Intergovernmental Revenues	-	-	3,969
<b>TOTAL REVENUES</b>	<u>3,130,114</u>	<u>241</u>	<u>123,322</u>
<b>EXPENDITURES</b>			
<i>Current:</i>			
General and Administrative	598,614	8,255	35
Police Protection	800,764	-	2,996
Fire & EMS Protection	912,119	-	-
Street and Sanitation	339,852	-	106,340
Municipal Court	64,900	-	5,459
Capital Outlay	-	107,114	27,573
<i>Debt Service:</i>			
Principal	-	-	-
Interest and Fiscal Charges	-	-	-
<b>TOTAL EXPENDITURES</b>	<u>2,716,249</u>	<u>115,369</u>	<u>142,403</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>413,865</u>	<u>(115,128)</u>	<u>(19,081)</u>
<b>OTHER FINANCING SOURCES (USES)</b>			
Transfers In (Out)	<u>(564,000)</u>	<u>364,000</u>	<u>-</u>
<b>TOTAL OTHER FINANCING SOURCES (USES)</b>	<u>(564,000)</u>	<u>364,000</u>	<u>-</u>
Net Change in Fund Balance	(150,135)	248,872	(19,081)
Fund Balances at Beginning of Year	<u>1,519,631</u>	<u>625,217</u>	<u>419,880</u>
Fund Balances at End of Year	<u>\$ 1,369,496</u>	<u>\$ 874,089</u>	<u>\$ 400,799</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>Nonmajor Fund</u> <u>Police</u> <u>Seizure</u>	<u>Total</u> <u>Governmental</u> <u>Funds</u>
\$ 479,074	\$ -	\$ -	\$ 2,586,491
-	-	-	215,279
-	112,456	-	686,979
-	-	-	114,944
-	-	-	206,634
242	-	-	5,654
-	-	-	25,499
-	-	-	3,969
<u>479,316</u>	<u>112,456</u>	<u>-</u>	<u>3,845,449</u>
-	86,569	-	693,473
-	-	2,353	806,113
-	-	-	912,119
-	-	-	446,192
-	-	-	70,359
-	-	-	134,687
390,000	-	-	390,000
81,237	-	-	81,237
<u>471,237</u>	<u>86,569</u>	<u>2,353</u>	<u>3,534,180</u>
<u>8,079</u>	<u>25,887</u>	<u>(2,353)</u>	<u>311,269</u>
<u>-</u>	<u>-</u>	<u>-</u>	<u>(200,000)</u>
<u>-</u>	<u>-</u>	<u>-</u>	<u>(200,000)</u>
8,079	25,887	(2,353)	111,269
<u>47,865</u>	<u>229,818</u>	<u>2,375</u>	<u>2,844,786</u>
<u>\$ 55,944</u>	<u>\$ 255,705</u>	<u>\$ 22</u>	<u>\$ 2,956,055</u>





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, 2014

NET CHANGE IN FUND BALANCES - GOVERNMENTAL FUNDS \$ 111,269

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 depreciation exceeded capital outlay. (577,504)

Revenues in the Statement of Activities that do not provide current financial resources are not reported as revenues in the funds. (48)

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 390,000

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	(4,978)	
Change in Accrued Interest	683	(4,295)
	683	(4,295)

CHANGE IN NET POSITION - GOVERNMENTAL ACTIVITIES \$ (80,578)

CITY OF OLMOS PARK  
STATEMENT OF NET POSITION – PROPRIETARY FUND  
SEPTEMBER 30, 2014

	Business-Type Activities
	Sewer Fund
<b>ASSETS</b>	
Cash and Cash Equivalents	\$ 354,849
Receivables (net of allowances for uncollectibles)	34,874
<b>TOTAL ASSETS</b>	<b>389,723</b>
 <b>LIABILITIES</b>	
Accounts Payable	35,244
<b>TOTAL LIABILITIES</b>	<b>35,244</b>
 <b>NET POSITION</b>	
Unrestricted	354,479
<b>TOTAL NET POSITION</b>	<b>\$ 354,479</b>

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, 2014

	Business-Type Activities
	Sewer Fund
<b>OPERATING REVENUES</b>	
Charges for Utility Service	\$ 449,201
<b>TOTAL OPERATING REVENUES</b>	449,201
<b>OPERATING EXPENSES</b>	
Waste Water Treatment Fees	436,038
Sewer Maintenance	18,755
Billing Fees	1,662
<b>TOTAL OPERATING EXPENSES</b>	456,455
<b>OPERATING INCOME (LOSS)</b>	(7,254)
<b>NONOPERATING REVENUES (EXPENSES)</b>	
Interest Income	241
<b>TOTAL NONOPERATING REVENUES (EXPENSES)</b>	241
<b>NET INCOME (LOSS) BEFORE TRANSFERS</b>	(7,013)
Transfers In	200,000
<b>CHANGE IN NET POSITION</b>	192,987
<b>NET POSITION AT BEGINNING OF YEAR</b>	161,492
<b>NET POSITION AT END OF YEAR</b>	\$ 354,479

See accompanying notes to basic financial statements.

CITY OF OLMOS PARK  
STATEMENT OF CASH FLOWS - PROPRIETARY FUND  
FOR THE YEAR ENDED SEPTEMBER 30, 2014

	Business-Type Activities
	Sewer Fund
<b>Cash Flows From Operating Activities:</b>	
Cash Received From Customers	\$ 455,564
Cash Paid to Suppliers for Goods and Services	(459,966)
<b>Net Cash Provided (Used) by Operating Activities</b>	<b>(4,402)</b>
<b>Cash Flows From Noncapital Financing Activities:</b>	
Transfers From Other Funds	200,000
<b>Net Cash Provided (Used) by Noncapital Financing Activities</b>	<b>200,000</b>
<b>Cash Flows From Investing Activities:</b>	
Investment Interest Received	241
<b>Net Cash Provided (Used) by Investing Activities</b>	<b>241</b>
<b>Net Increase (Decrease) in Cash and Cash Equivalents</b>	195,839
<b>Cash and Cash Equivalents at Beginning of Year</b>	<b>159,010</b>
<b>Cash and Cash Equivalents at End of Year</b>	<b>\$ 354,849</b>
<b>Reconciliation of Operating Income to Net Cash Provided (Used) by Operating Activities:</b>	
Operating Income (Loss)	\$ (7,254)
Adjustments to Reconcile Operating Income to Net Cash Provided (Used) by Operating Activities:	
(Increase) Decrease in Operating Assets:	
Accounts Receivable	6,363
Increase (Decrease) in Current Liabilities:	
Accounts Payable	(3,511)
<b>Total Adjustments to Reconcile Operating Activities</b>	<b>2,852</b>
<b>Net Cash Provided (Used) by Operating Activities</b>	<b>\$ (4,402)</b>

See accompanying notes to basic financial statements.

CITY OF OLMOS PARK  
NOTES TO BASIC FINANCIAL STATEMENTS  
SEPTEMBER 30, 2014

**NOTE A -- SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

The City of Olmos Park, Texas (“City”) was incorporated in May 1939. The City operates under a Council-Manager form of government and provides the following services as authorized by its charter: 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, 2014, 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.

CITY OF OLMOS PARK  
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)  
SEPTEMBER 30, 2014

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

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

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 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, 2014

**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.

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, 2014

**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 United States; (d) obligations of states, agencies, counties, cities, and other political subdivisions of any state having been rated as to investment quality by a nationally recognized investment rating firm and having received a rating of not less than A or its equivalent; (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.

6. ACCOUNTS RECEIVABLE

Property taxes are levied based on taxable value at January 1 prior to September 30 and become due October 1, 2013 and past due after January 31, 2014. 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 \$8,365 and \$1,898 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.



CITY OF OLMOS PARK  
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)  
SEPTEMBER 30, 2014

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

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.

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.

CITY OF OLMOS PARK  
 NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)  
 SEPTEMBER 30, 2014

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

10. CAPITAL ASSETS (Continued)

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

Asset	Estimated Life
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.

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.

CITY OF OLMOS PARK  
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)  
SEPTEMBER 30, 2014

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

13. 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.

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.

14. 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.

15. 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.

CITY OF OLMOS PARK  
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)  
SEPTEMBER 30, 2014

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

16. INTERFUND TRANSACTIONS

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

17. 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.

**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, 2014, 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 value of \$3,895,000 and market value of \$3,844,336 as collateral for the City's deposits. All of the City's cash was fully collateralized.

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.

CITY OF OLMOS PARK  
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)  
SEPTEMBER 30, 2014

**NOTE B -- DEPOSITS AND INVESTMENTS (Continued)**

2. Investments (Continued)

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.

The City’s investments at September 30, 2014 consist of \$499,000 in certificates of deposit (all fully covered by FDIC insurance coverage) and \$50,583 in TexPool, a 2a7 like public funds investment pool. TexPool operates in accordance with the provisions of the Texas Public Funds Investment Act and is rated AAAM. The investment in TexPool is 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.

CITY OF OLMOS PARK  
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)  
SEPTEMBER 30, 2014

**NOTE B -- DEPOSITS AND INVESTMENTS (Continued)**

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

b. Custodial Credit Risk (Continued)

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.

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.

4. Investment Accounting Policy

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.

**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, 2013, upon which the fiscal 2014 levy was based, was \$547,762,154 (i.e., market value less exemptions).

CITY OF OLMOS PARK  
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)  
SEPTEMBER 30, 2014

**NOTE C -- PROPERTY TAX CALENDAR** (Continued)

The estimated market value was \$571,331,715, making the taxable value 95.9% 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, 2014, was \$0.47 per \$100 of assessed value, which means that the City has a tax margin of \$2.03 for each \$100 value and could increase its annual tax levy by approximately \$11,119,572 based upon the present assessed valuation before the limit is reached. However, the City may not adopt a tax rate that exceeds the effective tax rate calculated in accordance with the Texas Property Tax Code without holding two public hearings. The Property Tax Code subjects an increase in the proposed tax rate to a referendum election, if petitioned by registered voters, when the effective tax rate increase is more than eight percent (8%) of the previous year's maintenance and operations tax rate.

**NOTE D -- OTHER RECEIVABLES**

Other receivables for the City as of September 30, 2014 are as follows:

	Governmental			Business
	General Fund	Special Revenue Fund	Economic Development	Sewer Fund
Sales Tax	\$ 79,977	\$ 19,234	19,235	-
Franchise Taxes	38,751	-	-	-
Sewer Revenue	-	-	-	34,874
Total Other Receivables	<u>\$ 118,728</u>	<u>\$ 19,234</u>	<u>\$ 19,235</u>	<u>\$ 34,874</u>

CITY OF OLMOS PARK  
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)  
SEPTEMBER 30, 2014

**NOTE E -- CAPITAL ASSETS**

Capital asset activity for the year ended September 30, 2014, was as follows:

<u>Governmental Activities</u>	Balance 10/1/2013	Additions	Disposals/ Transfers	Balance 9/30/2014
Land	\$ 870,491	\$ -	\$ -	\$ 870,491
Buildings and Improvements	3,569,840	-	-	3,569,840
Vehicles and Equipment	1,098,874	134,687	(23,585)	1,209,976
Infrastructure	10,857,890	-	-	10,857,890
	<u>16,397,095</u>	<u>134,687</u>	<u>(23,585)</u>	<u>16,508,197</u>
Less Accumulated Depreciation				
Buildings and Improvements	(421,384)	(118,735)	-	(540,119)
Equipment	(609,149)	(97,952)	23,585	(683,516)
Infrastructure	(4,665,286)	(495,504)	-	(5,160,790)
	<u>(5,695,819)</u>	<u>(712,191)</u>	<u>23,585</u>	<u>(6,384,425)</u>
Governmental Capital Assets, Net	<u>\$ 10,701,276</u>	<u>\$ (577,504)</u>	<u>\$ -</u>	<u>\$ 10,123,772</u>

Land is not depreciated.

Depreciation expense was charged to the governmental functions as follows:

Administration	\$ 63,208
Fire & EMS Protection	80,434
Police Protection	49,320
Court	1,379
Sanitation and Streets	<u>517,850</u>
Total Depreciation Expense - Governmental Activities	<u>\$ 712,191</u>

**NOTE F -- LONG-TERM DEBT**

Long-term debt and obligations payable at September 30, 2014, comprise the following individual issues:

*Certificates of Obligation:*

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.

\$ 3,410,000

**Total Governmental Long-Term Obligations**

\$ 3,410,000



CITY OF OLMOS PARK  
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)  
SEPTEMBER 30, 2014

**NOTE F -- LONG-TERM DEBT** (Continued)

The annual requirements to amortize all long-term debt and obligations outstanding as of September 30, 2014, including interest payments, are as follows:

Year Ending September 30,	Governmental Activities	
	Principal	Interest
2015	\$ 395,000	\$ 76,385
2016	405,000	70,138
2017	410,000	62,595
2018	420,000	53,875
2019	430,000	43,880
2020-2022	1,350,000	59,512
	\$ 3,410,000	\$ 366,385

*Changes in Long-Term Liabilities*

	Balance 10/1/2013	Additions	Reductions	Balance 9/30/2014	Due Within One Year
Certificates of Obligation, 2010	\$ 3,800,000	\$ -	\$ (390,000)	\$ 3,410,000	\$ 395,000
Compensated Absences	56,424	61,402	(56,424)	61,402	61,402
Total Governmental Activities	3,856,424	61,402	(446,424)	3,471,402	456,402
Total Primary Government	\$ 3,856,424	\$ 61,402	\$ (446,424)	\$ 3,471,402	\$ 456,402

**NOTE G -- EMPLOYEES' RETIREMENT SYSTEMS**

Texas Municipal Retirement System

**Plan Description**

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

TMRS issues a publicly available comprehensive annual financial report that includes financial statements and required supplementary information (RSI) for TMRS. The report also provides detailed explanations of the contributions, benefits and actuarial methods and assumptions used by the System. This report may be obtained from TMRS' website at [TMRS.com](http://TMRS.com).

CITY OF OLMOS PARK  
 NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)  
 SEPTEMBER 30, 2014

**NOTE G -- EMPLOYEES' RETIREMENT SYSTEMS (Continued)**

The plan provisions are adopted by the governing body of the City, within the options available in the state statutes governing TMRS. Plan provisions for the City were as follows:

	<u>Plan Year 2013</u>	<u>Plan Year 2014</u>
Employee deposit rate	5%	5%
Matching Ratio (city to employee)	2 to 1	2 to 1
Years required for vesting	5	5
Service retirement eligibility (expressed as age / years of service)	60/5, 0/25	60/5, 0/25
Updated Service Credit	0%	0%
Annuity Increase (to retirees)	0% of CPI	0% of CPI

**Contributions**

Under the state law governing TMRS, the City's contribution rate is annually determined by the actuary, using the Projected Unit Credit actuarial cost method. This rate consists of the normal cost contribution rate and the prior service contribution rate, both of which are calculated to be a level percent of payroll from year to year. The normal cost contribution rate finances the portion of an active member's projected benefit allocated annually; the prior service contribution rate amortizes the unfunded (overfunded) actuarial liability (asset) over the applicable period for the City. Both the normal cost and the prior service contribution rates include recognition of the projected impact of annually repeating benefits, such as Updated Service Credits and Annuity Increases.

The City contributes to the TMRS Plan at an actuarially determined rate. Both the employees and the City make contributions monthly. Since the City needs to know its contribution rate in advance for budgetary purposes, there is a one-year delay between the actuarial valuation that serves as the basis for the rate and the calendar year when the rate goes into effect.

The annual pension cost is as follows:

<u>Fiscal Year Ending September 30,</u>	<u>Annual Pension Cost</u>	<u>Actual Contribution Made</u>	<u>Percentage of APC Contribution</u>
2012	20,108	20,108	100%
2013	10,603	10,603	100%
2014	15,335	15,335	100%

CITY OF OLMOS PARK  
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)  
SEPTEMBER 30, 2014

**NOTE G -- EMPLOYEES' RETIREMENT SYSTEMS (Continued)**

The required contribution rates for fiscal year 2014 were determined as part of the December 31, 2011 and 2012 actuarial valuations; information for the December 31, 2013 valuation also follows:

Actuarial Valuation Date	12/31/2011	12/31/2012	12/31/2013
Actuarial Cost Method	Projected Unit Credit	Projected Unit Credit	Entry Age Normal
Amortization Method	Level percent of payroll	Level percent of payroll	Level percent of payroll
Remaining Amortization Period	25.0 years - Closed Period	25.0 years - Closed Period	25.0 years - Closed Period
Amortization Period for New Gains/Losses	25 years	25 years	25 years
Asset Valuation Method	10-year Smoothed Market	10-year Smoothed Market	10-year Smoothed Market
Investment Rate of Return	7.0%	7.0%	7.0%
Projected Salary Increases	Varies by age and service	Varies by age and service	Varies by age and service
Inflation Rate	3.0%	3.0%	3.0%
Cost-of-Living Adjustments	None	None	None

The funded status as of December 31, 2013, the most recent actuarial valuation date, is presented as follows:

CALENDAR YEAR	ACTUARIAL VALUE OF ASSETS	ACTUARIAL ACCRUED LIABILITY	FUNDING RATIO (1)/(2)	UNFUNDED ACTUARIAL ACCRUED LIABILITY (UAAL)	ANNUAL COVERED PAYROLL	UAAL AS A PERCENTAGE OF COVERED PAYROLL
2013	\$ 5,089,585	\$ 4,591,854	110.8%	\$ (497,731)	\$ 1,541,431	-32.3%

Actuarial valuations involve estimates of the value of reported amounts and assumptions about the probability of events far into the future. Actuarially determined amounts are subject to continual revision as actual results are compared to past expectations and new estimates are made about the future.

Actuarial calculations are based on the benefits provided under the terms of the substantive plan in effect at the time of each valuation, and reflect a long-term perspective. Consistent with that perspective, actuarial methods and assumptions used include techniques that are designed to reduce short-term volatility in actuarial accrued liabilities and the actuarial value of assets. The schedule of funding progress, presented as Required Supplementary Information following the notes to the financial statements, presents multi-year trend information about whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liability of benefits.

CITY OF OLMOS PARK  
 NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)  
 SEPTEMBER 30, 2014

**NOTE H -- 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 max contributions to the plan are \$17,500 for employees under 50 years old and \$23,000 for employees 50 years old or older. 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, 2014, the City contributed \$24,385.

**NOTE I -- TEXAS HIGER 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	January 2008	March 2011	November 2012	April 2013
Institution	St Mary's University	St Mary's University	Texas Lutheran University	Incarinate Word University	Texas Lutheran University
Original Issue	\$ 7,455,000	\$ 8,825,000	\$ 10,000,000	\$ 67,155,000	\$ 10,000,000
Estimated Outstanding	\$ 6,945,000	\$ 8,235,000	\$ 9,390,000	\$ 64,265,000	\$ 9,815,000
Maturity	2032	2032	2032	2033	2024

**NOTE J -- INTERFUND TRANSFERS**

Primary Government		Transfer	Purpose
<i>Transfer Out</i>	<i>Transfer In</i>		
General Fund	Capital Projects	\$ 364,000	Save for future capital projects
General Fund	Sewer	200,000	Save for future sewer projects
		<u>\$ 564,000</u>	

**NOTE K -- COMMITMENTS AND CONTINGENCIES**

Litigation

The City is the subject of various claims and litigation that have arisen in the course of its operations. Management is of the opinion that the City's liability in these cases, if decided adversely to the City, will not have a material effect on the City's financial position.

CITY OF OLMOS PARK  
 NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)  
 SEPTEMBER 30, 2014

**NOTE K -- COMMITMENTS AND CONTINGENCIES (Continued)**

Commitment

The Olmos Park Economic Development Corporation entered into a contract with Bain Medina Bain, Inc. for the McCullough sidewalk addition project. Estimated future commitments associated with this contract as of September 30, 2014 are as follows:

<u>Commitment</u>	<u>Estimated Project Cost to City</u>	<u>Expended to Date</u>	<u>Estimated Future Commitment</u>
McCullough Sidewalk	\$ 39,000	\$ 4,000	\$ 35,000
	<u>\$ 39,000</u>	<u>\$ 4,000</u>	<u>\$ 35,000</u>

**NOTE L -- 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, 2014 were \$64,473 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 Funding Progress – Defined Benefit

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, 2014

	Budget Amounts		Actual Amounts	Variance
	Original	Final		Favorable (Unfavorable)
<b>REVENUES</b>				
Ad Valorem Taxes	\$ 2,074,215	\$ 2,074,215	\$ 2,107,417	\$ 33,202
Franchise Fees	145,000	145,000	215,279	70,279
Sales Taxes	430,000	430,000	462,067	32,067
Fines and Penalties	124,000	124,000	108,288	(15,712)
Licenses and Permits	200,000	200,000	206,634	6,634
Interest Income	2,500	2,500	4,930	2,430
Miscellaneous	15,100	15,100	25,499	10,399
<b>TOTAL REVENUES</b>	<u>2,990,815</u>	<u>2,990,815</u>	<u>3,130,114</u>	<u>139,299</u>
<b>EXPENDITURES</b>				
<i>General and Administrative:</i>				
Salaries	227,516	227,516	175,671	51,845
Supplies	14,150	14,150	14,605	(455)
Contractual	312,500	312,500	376,875	(64,375)
Maintenance	39,750	39,750	31,463	8,287
Capital Outlay	3,500	3,500	-	3,500
<i>Total General and Administrative</i>	<u>597,416</u>	<u>597,416</u>	<u>598,614</u>	<u>(1,198)</u>
<i>Police Protection:</i>				
Salaries	795,608	795,608	687,276	108,332
Supplies	33,000	33,000	36,865	(3,865)
Contractual	70,600	70,600	70,138	462
Maintenance	5,000	5,000	6,485	(1,485)
Capital Outlay	5,500	5,500	-	5,500
<i>Total Police Protection</i>	<u>909,708</u>	<u>909,708</u>	<u>800,764</u>	<u>108,944</u>
<i>Fire &amp; EMS Protection:</i>				
Salaries	875,141	875,141	790,934	84,207
Supplies	30,700	30,700	27,646	3,054
Contractual	86,250	86,250	86,801	(551)
Maintenance	9,500	9,500	6,738	2,762
Capital Outlay	750	750	-	750
<i>Total Fire &amp; EMS Protection</i>	<u>\$ 1,002,341</u>	<u>\$ 1,002,341</u>	<u>\$ 912,119</u>	<u>\$ 90,222</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, 2014

	Budget Amounts		Actual Amounts	Variance
	Original	Final		Favorable (Unfavorable)
<b>EXPENDITURES (CONT.)</b>				
<i>Street and Sanitation:</i>				
Salaries	\$ 262,302	\$ 262,302	\$ 249,052	\$ 13,250
Supplies	35,700	35,700	27,106	8,594
Contractual	44,000	44,000	41,384	2,616
Maintenance	33,000	33,000	22,310	10,690
Capital Outlay	500	500	-	500
<i>Total Street and Sanitation</i>	<u>375,502</u>	<u>375,502</u>	<u>339,852</u>	<u>35,650</u>
<i>Municipal Court:</i>				
Salaries	55,889	55,889	46,900	8,989
Supplies	50	50	-	50
Contractual	20,000	20,000	18,000	2,000
Maintenance	150	150	-	150
<i>Total Municipal Court</i>	<u>76,089</u>	<u>76,089</u>	<u>64,900</u>	<u>11,189</u>
<b>TOTAL EXPENDITURES</b>	<u>2,961,056</u>	<u>2,961,056</u>	<u>2,716,249</u>	<u>244,807</u>
<b>Excess (Deficiency) of Revenues Over (Under) Expenditures</b>	<u>29,759</u>	<u>29,759</u>	<u>413,865</u>	<u>384,106</u>
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers In (Out)	<u>(7,000)</u>	<u>(495,000)</u>	<u>(564,000)</u>	<u>(69,000)</u>
<b>TOTAL OTHER FINANCING SOURCES (USES)</b>	<u>(7,000)</u>	<u>(495,000)</u>	<u>(564,000)</u>	<u>(69,000)</u>
<b>Net Change in Fund Balance</b>	22,759	(465,241)	(150,135)	315,106
Fund Balances at Beginning of Year	<u>1,519,631</u>	<u>1,519,631</u>	<u>1,519,631</u>	<u>-</u>
Fund Balances at End of Year	<u>\$ 1,542,390</u>	<u>\$ 1,054,390</u>	<u>\$ 1,369,496</u>	<u>\$ 315,106</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, 2014

	Budget Amounts		Actual Amounts	Variance
	Original	Final		Favorable (Unfavorable)
<b>REVENUES</b>				
Sales Tax	\$ 115,000	\$ 115,000	<b>\$ 112,456</b>	\$ (2,544)
<b>TOTAL REVENUES</b>	<u>115,000</u>	<u>115,000</u>	<u><b>112,456</b></u>	<u>(2,544)</u>
<b>EXPENDITURES</b>				
Project Expenditures	99,500	99,500	<b>42,836</b>	56,664
Professional Services	15,000	15,000	<b>38,903</b>	(23,903)
Administrative Expenditures	10,500	10,500	<b>4,830</b>	5,670
<b>TOTAL EXPENDITURES</b>	<u>125,000</u>	<u>125,000</u>	<u><b>86,569</b></u>	<u>38,431</u>
<b>Net Change in Fund Balance</b>	(10,000)	(10,000)	<b>25,887</b>	35,887
Fund Balances at Beginning of Year	<u>229,818</u>	<u>229,818</u>	<u><b>229,818</b></u>	<u>-</u>
Fund Balances at End of Year	<u><u>\$ 219,818</u></u>	<u><u>\$ 219,818</u></u>	<u><u><b>\$ 255,705</b></u></u>	<u><u>\$ 35,887</u></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, 2014

**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  
 TEXAS MUNICIPAL RETIREMENT SYSTEM  
 SCHEDULE OF FUNDING PROGRESS – DEFINED BENEFIT  
 LAST EIGHT CALENDAR YEARS

CALENDAR YEAR	ACTUARIAL VALUE OF ASSETS **	ACTUARIAL ACCRUED LIABILITY*	FUNDING RATIO (1)/(2)	UNFUNDED ACTUARIAL ACCRUED LIABILITY	ANNUAL COVERED PAYROLL	UNFUNDED ACTUARIAL ACCRUED LIABILITY AS A PERCENTAGE OF COVERED PAYROLL
2006	\$ 1,944,224	\$ 2,160,304	90.0%	\$ 216,080	\$ 1,298,405	16.6%
2007	2,123,873	2,284,058	93.0%	160,185	1,333,426	12.0%
2008	2,241,333	2,297,012	97.6%	55,679	1,375,575	4.0%
2009	2,345,941	2,399,848	97.8%	53,907	1,454,561	3.7%
2010	4,537,274	3,958,382	114.6%	(578,892)	1,475,258	-39.2%
2011	4,655,121	4,119,220	113.0%	(535,901)	1,449,517	-37.0%
2012	4,840,996	4,266,895	113.5%	(574,101)	1,557,883	-36.9%
2013	5,089,585	4,591,854	110.8%	(497,731)	1,541,431	-32.3%

\* As of December 31 of the preceding year, the date of the actuarial valuation.

\*\* Assets are stated at cost as of December 31 of the preceding year.

## 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, 2014 AND 2013

	2014	2013
<b>ASSETS</b>		
Cash and Cash Equivalents	\$ 751,237	\$ 908,686
Investments	499,000	502,066
Receivables (net of allowances for uncollectibles):		
Property Taxes	75,279	61,830
Other Receivables	118,728	113,888
Prepaid Items	4,260	17,809
 <b>TOTAL ASSETS</b>	<b>\$ 1,448,504</b>	<b>\$ 1,604,279</b>
 <b>LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES</b>		
<i>Liabilities:</i>		
Accounts Payable	\$ 20,831	\$ 27,044
<i>Total Liabilities</i>	20,831	27,044
 <i>Deferred Inflows of Resources:</i>		
Unavailable Property Tax Revenue	58,177	57,604
<i>Total Deferred Inflows of Resources</i>	58,177	57,604
 <i>Fund Balances:</i>		
<i>Nonspendable:</i>		
Prepaid Items	4,260	17,809
Unassigned	1,365,236	1,501,822
<i>Total Fund Balance</i>	1,369,496	1,519,631
 <b>TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES</b>	<b>\$ 1,448,504</b>	<b>\$ 1,604,279</b>

CITY OF OLMOS PARK  
 COMPARATIVE STATEMENT OF REVENUES, EXPENDITURES AND  
 CHANGES IN FUND BALANCE  
 GENERAL FUND  
 FOR THE FISCAL YEARS ENDED SEPTEMBER 30, 2014 AND 2013

	<u>2014</u>	<u>2013</u>
<b>REVENUES</b>		
Ad Valorem Taxes	\$ 2,107,417	\$ 2,024,397
Franchise Fees	215,279	172,425
Sales Taxes	462,067	471,009
Fines and Penalties	108,288	185,376
Licenses and Permits	206,634	261,655
Interest Income	4,930	5,690
Miscellaneous	25,499	75,690
<b>TOTAL REVENUES</b>	<u>3,130,114</u>	<u>3,196,242</u>
<b>EXPENDITURES</b>		
<i>Current:</i>		
General and Administrative	598,614	562,277
Police Protection	800,764	806,902
Fire and EMS Protection	912,119	856,773
Street and Sanitation	339,852	324,099
Municipal Court	64,900	63,726
Capital Outlay	-	14,034
<b>TOTAL EXPENDITURES</b>	<u>2,716,249</u>	<u>2,627,811</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>413,865</u>	<u>568,431</u>
<b>OTHER FINANCING SOURCES (USES)</b>		
Proceeds from the Sale of Capital Assets	-	3,500
Transfers In (Out)	<u>(564,000)</u>	<u>(195,164)</u>
<b>TOTAL OTHER FINANCING SOURCES (USES)</b>	<u>(564,000)</u>	<u>(191,664)</u>
Net Change in Fund Balance	(150,135)	376,767
Fund Balances at Beginning of Year	<u>1,519,631</u>	<u>1,142,864</u>
Fund Balances at End of Year	<u>\$ 1,369,496</u>	<u>\$ 1,519,631</u>

CITY OF OLMOS PARK  
 COMPARATIVE BALANCE SHEETS  
 CAPITAL PROJECTS FUND  
 SEPTEMBER 30, 2014 AND 2013

	2014	2013
<b>ASSETS</b>		
Cash and Cash Equivalents	\$ 874,089	\$ 572,996
Prepaid Items	-	52,221
<b>TOTAL ASSETS</b>	<b>\$ 874,089</b>	<b>\$ 625,217</b>
<b>LIABILITIES AND FUND BALANCES</b>		
<i>Liabilities:</i>		
Accounts Payable	\$ -	\$ -
<i>Total Liabilities</i>	-	-
<i>Fund Balances:</i>		
Nonspendable Prepaids	-	52,221
Committed for Capital Projects	874,089	572,996
<i>Total Fund Balances</i>	<b>874,089</b>	<b>625,217</b>
<b>TOTAL LIABILITIES &amp; FUND BALANCES</b>	<b>\$ 874,089</b>	<b>\$ 625,217</b>



CITY OF OLMOS PARK  
 COMPARATIVE STATEMENT OF REVENUES, EXPENDITURES AND  
 CHANGES IN FUND BALANCE  
 CAPITAL PROJECTS FUND  
 FOR THE FISCAL YEARS ENDED SEPTEMBER 30, 2014 AND 2013

	2014	2013
<b>REVENUES</b>		
Interest Income	\$ 241	\$ 1,262
Miscellaneous Income	-	66,673
<b>TOTAL REVENUES</b>	<b>241</b>	<b>67,935</b>
 <b>EXPENDITURES</b>		
General & Administrative	8,255	-
Capital Outlay:		
Police Department	54,893	41,874
General & Administrative	52,221	-
Streets and Sanitation	-	1,039
<b>TOTAL EXPENDITURES</b>	<b>115,369</b>	<b>42,913</b>
 Excess (Deficiency) of Revenues Over (Under) Expenditures	 <b>(115,128)</b>	 <b>25,022</b>
 <b>OTHER FINANCING SOURCES (USES)</b>		
Transfers In (Out)	364,000	195,164
<b>TOTAL OTHER FINANCING SOURCES (USES)</b>	<b>364,000</b>	<b>195,164</b>
 Net Change in Fund Balance	 <b>248,872</b>	 <b>220,186</b>
 Fund Balances at Beginning of Year	 <b>625,217</b>	 <b>405,031</b>
 Fund Balances at End of Year	 <b>\$ 874,089</b>	 <b>\$ 625,217</b>

CITY OF OLMOS PARK  
 COMPARATIVE BALANCE SHEETS  
 DEBT SERVICE FUND  
 SEPTEMBER 30, 2014 AND 2013

	2014	2013
<b>ASSETS</b>		
Cash and Cash Equivalents	\$ 52,063	\$ 46,851
Receivables (net of allowances for uncollectibles):		
Property Taxes	17,083	14,837
<b>TOTAL ASSETS</b>	<b>\$ 69,146</b>	<b>\$ 61,688</b>
 <b>LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES</b>		
<i>Liabilities:</i>		
Accounts Payable	\$ -	\$ -
<i>Total Liabilities</i>	-	-
 <i>Deferred Inflows of Resources:</i>		
Unavailable Property Tax Revenues	13,202	13,823
<i>Total Deferred Inflows of Resources</i>	13,202	13,823
 <i>Fund Balances:</i>		
Restricted for Debt Service	55,944	47,865
<i>Total Fund Balances</i>	55,944	47,865
 <b>TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES</b>	<b>\$ 69,146</b>	<b>\$ 61,688</b>

CITY OF OLMOS PARK  
 COMPARATIVE STATEMENT OF REVENUES, EXPENDITURES AND  
 CHANGES IN FUND BALANCE  
 DEBT SERVICE FUND  
 FOR THE FISCAL YEARS ENDED SEPTEMBER 30, 2014 AND 2013

	2014	2013
<b>REVENUES</b>		
Ad Valorem Taxes	\$ 479,074	\$ 491,397
Interest Income	242	1,261
<b>TOTAL REVENUES</b>	<b>479,316</b>	492,658
 <b>EXPENDITURES</b>		
Debt Service:		
Principal	390,000	385,000
Interest and Fiscal Charges	81,237	84,843
<b>TOTAL EXPENDITURES</b>	<b>471,237</b>	469,843
 Net Change in Fund Balance	<b>8,079</b>	22,815
 Fund Balances at Beginning of Year	<b>47,865</b>	25,050
 Fund Balances at End of Year	<b>\$ 55,944</b>	\$ 47,865

CITY OF OLMOS PARK  
 COMPARATIVE BALANCE SHEETS  
 SPECIAL REVENUE FUND  
 SEPTEMBER 30, 2014 AND 2013

	2014	2013
<b>ASSETS</b>		
Cash and Cash Equivalents	\$ 417,443	\$ 400,053
Other Receivables	19,234	19,827
<b>TOTAL ASSETS</b>	<b>\$ 436,677</b>	<b>\$ 419,880</b>
<b>LIABILITIES AND FUND BALANCES</b>		
<i>Liabilities:</i>		
Accounts Payable	\$ 35,878	\$ -
<i>Total Liabilities</i>	<b>35,878</b>	-
<i>Fund Balances:</i>		
Restricted For:		
Municipal Court	46,305	72,657
Police Department	11,869	10,891
Street Maintenance	342,625	336,332
<i>Total Fund Balances</i>	<b>400,799</b>	419,880
<b>TOTAL LIABILITIES &amp; FUND BALANCES</b>	<b>\$ 436,677</b>	<b>\$ 419,880</b>

CITY OF OLMOS PARK  
 COMPARATIVE STATEMENT OF REVENUES, EXPENDITURES AND  
 CHANGES IN FUND BALANCE  
 SPECIAL REVENUE FUND  
 FOR THE FISCAL YEARS ENDED SEPTEMBER 30, 2014 AND 2013

	<u>2014</u>	<u>2013</u>
<b>REVENUES</b>		
Sales Tax	\$ 112,456	\$ 116,003
Municipal Court Revenues	6,656	14,600
Interest Income	241	1,726
Intergovernmental	3,969	2,665
Miscellaneous Income	-	211
<b>TOTAL REVENUES</b>	<u>123,322</u>	<u>135,205</u>
 <b>EXPENDITURES</b>		
General and Administrative	35	-
Police Protection	2,996	1,777
Street Maintenance	106,340	93,315
Municipal Court	5,459	10,392
Capital Outlay	27,573	-
<b>TOTAL EXPENDITURES</b>	<u>142,403</u>	<u>105,484</u>
 Net Change in Fund Balance	 (19,081)	 29,721
 Fund Balances at Beginning of Year	 <u>419,880</u>	 <u>390,159</u>
 Fund Balances at End of Year	 <u>\$ 400,799</u>	 <u>\$ 419,880</u>

CITY OF OLMOS PARK  
 COMPARATIVE BALANCE SHEETS  
 ECONOMIC DEVELOPMENT FUND  
 SEPTEMBER 30, 2014 AND 2013

	2014	2013
<b>ASSETS</b>		
Cash and Cash Equivalents	\$ 244,846	\$ 218,419
Other Receivables	19,235	19,827
<b>TOTAL ASSETS</b>	<b>\$ 264,081</b>	<b>\$ 238,246</b>
<b>LIABILITIES AND FUND BALANCES</b>		
<i>Liabilities:</i>		
Accounts Payable	\$ 8,376	\$ 8,428
<i>Total Liabilities</i>	<b>8,376</b>	<b>8,428</b>
<i>Fund Balances:</i>		
Restricted For:		
Economic Development	255,705	229,818
<i>Total Fund Balances</i>	<b>255,705</b>	<b>229,818</b>
<b>TOTAL LIABILITIES &amp; FUND BALANCES</b>	<b>\$ 264,081</b>	<b>\$ 238,246</b>

CITY OF OLMOS PARK  
 COMPARATIVE STATEMENT OF REVENUES, EXPENDITURES AND  
 CHANGES IN FUND BALANCE  
 ECONOMIC DEVELOPMENT FUND  
 FOR THE FISCAL YEARS ENDED SEPTEMBER 30, 2014 AND 2013

	2014	2013
<b>REVENUES</b>		
Sales Tax	<b>\$ 112,456</b>	\$ 116,004
<b>TOTAL REVENUES</b>	<b>112,456</b>	116,004
 <b>EXPENDITURES</b>		
Project Expenditures	<b>42,836</b>	58,577
Professional Services	<b>38,903</b>	20,368
Administrative Expenditures	<b>4,830</b>	6,767
<b>TOTAL EXPENDITURES</b>	<b>86,569</b>	85,712
 Net Change in Fund Balance	<b>25,887</b>	30,292
 Fund Balances at Beginning of Year	<b>229,818</b>	199,526
 Fund Balances at End of Year	<b>\$ 255,705</b>	\$ 229,818

CITY OF OLMOS PARK  
 COMPARATIVE BALANCE SHEETS  
 SEIZURE FUND  
 SEPTEMBER 30, 2014 AND 2013

	<b>2014</b>	2013
<b>ASSETS</b>		
Cash and Cash Equivalents	\$ 22	\$ 2,375
<b>TOTAL ASSETS</b>	<b>\$ 22</b>	<b>\$ 2,375</b>
<b>LIABILITIES AND FUND BALANCES</b>		
<i>Liabilities:</i>		
Accounts Payable	\$ -	\$ -
<i>Total Liabilities</i>	-	-
<i>Fund Balances:</i>		
Restricted For Police	22	2,375
<i>Total Fund Balances</i>	22	2,375
<b>TOTAL LIABILITIES &amp; FUND BALANCES</b>	<b>\$ 22</b>	<b>\$ 2,375</b>



CITY OF OLMOS PARK  
 COMPARATIVE STATEMENT OF REVENUES, EXPENDITURES AND  
 CHANGES IN FUND BALANCE  
 SEIZURE FUND  
 FOR THE FISCAL YEARS ENDED SEPTEMBER 30, 2014 AND 2013

	<b>2014</b>	2013
<b>REVENUES</b>		
Fines and Penalties	\$ -	\$ -
<b>TOTAL REVENUES</b>	-	-
 <b>EXPENDITURES</b>		
Police Protection	2,353	3,772
<b>TOTAL EXPENDITURES</b>	2,353	3,772
 Net Change in Fund Balance	(2,353)	(3,772)
 Fund Balances at Beginning of Year	2,375	6,147
 Fund Balances at End of Year	\$ 22	\$ 2,375

CITY OF OLMOS PARK  
 COMPARATIVE STATEMENT OF NET POSITION  
 PROPRIETARY FUND  
 SEWER SYSTEM  
 SEPTEMBER 30, 2014 AND 2013

	2014	2013
<b>ASSETS</b>		
Cash and Cash Equivalents	\$ 354,849	\$ 159,010
Receivables - Customers	34,874	41,237
<b>TOTAL ASSETS</b>	<b>389,723</b>	200,247
 <b>LIABILITIES</b>		
Accounts Payable	35,244	38,755
<b>TOTAL LIABILITIES</b>	<b>35,244</b>	38,755
 <b>NET POSITION</b>		
Unrestricted	354,479	161,492
<b>TOTAL NET POSITION</b>	<b>\$ 354,479</b>	\$ 161,492

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, 2014 AND 2013

	2014	2013
<b>OPERATING REVENUES</b>		
Charges for Utility Service	\$ 449,201	\$ 292,062
<b>TOTAL OPERATING REVENUES</b>	<b>449,201</b>	<b>292,062</b>
 <b>OPERATING EXPENSES BEFORE DEPRECIATION</b>		
Waste Water Treatment Fees	436,038	370,215
Sewer Maintenance	18,755	20,374
Billing Fees	1,662	1,485
<b>TOTAL OPERATING EXPENSES BEFORE DEPRECIATION</b>	<b>456,455</b>	<b>392,074</b>
 Operating Income (Loss)	<b>(7,254)</b>	<b>(100,012)</b>
 <b>NONOPERATING REVENUES (EXPENSES)</b>		
Interest Income	241	1,262
<b>TOTAL NONOPERATING REVENUES (EXPENSES)</b>	<b>241</b>	<b>1,262</b>
 Net Income (Loss) before Transfers	<b>(7,013)</b>	<b>(98,750)</b>
 Transfers In	<b>200,000</b>	<b>-</b>
 <b>CHANGE IN NET POSITION</b>	<b>192,987</b>	<b>(98,750)</b>
 Net Position at Beginning of Year	<b>161,492</b>	<b>260,242</b>
 Net Position at End of Year	<b>\$ 354,479</b>	<b>\$ 161,492</b>

CITY OF OLMOS PARK  
 COMPARATIVE STATEMENTS OF CASH FLOWS  
 PROPRIETARY FUND – SEWER SYSTEM  
 FOR THE FISCAL YEARS ENDED SEPTEMBER 30, 2014 AND 2013

	<b>2014</b>	2013
<b>Cash Flows From Operating Activities:</b>		
Cash Received From Customers	\$ 455,564	\$ 271,280
Cash Paid to Suppliers for Goods and Services	<u>(459,966)</u>	<u>(378,942)</u>
<b>Net Cash Provided (Used) by Operating Activities</b>	<u>(4,402)</u>	<u>(107,662)</u>
 <b>Cash Flows From Noncapital Financing Activities:</b>		
Transfers From Other Funds	<u>200,000</u>	<u>-</u>
<b>Net Cash Provided (Used) by Noncapital Financing Activities</b>	<u>200,000</u>	<u>-</u>
 <b>Cash Flows From Investing Activities:</b>		
Investment Interest Received	<u>241</u>	<u>1,262</u>
<b>Net Cash Provided (Used) by Investing Activities</b>	<u>241</u>	<u>1,262</u>
 <b>Net Increase (Decrease) in Cash and Cash Equivalents</b>	<b>195,839</b>	<b>(106,400)</b>
 <b>Cash and Cash Equivalents at Beginning of Year</b>	<u>159,010</u>	<u>265,410</u>
 <b>Cash and Cash Equivalents at End of Year</b>	<u><u>\$ 354,849</u></u>	<u><u>\$ 159,010</u></u>
 <b>Reconciliation of Operating Income to Net Cash Provided (Used) by Operating Activities:</b>		
Operating Income (Loss)	\$ (7,254)	\$ (100,012)
Adjustments to Reconcile Operating Income to Net Cash Provided (Used) by Operating Activities:		
(Increase) Decrease in Operating Assets:		
Accounts Receivable	6,363	(20,782)
Increase (Decrease) in Current Liabilities:		
Accounts Payable	<u>(3,511)</u>	<u>13,132</u>
<b>Total Adjustments to Reconcile Operating Activities</b>	<u>2,852</u>	<u>(7,650)</u>
 <b>Net Cash Provided (Used) by Operating Activities</b>	<u><u>\$ (4,402)</u></u>	<u><u>\$ (107,662)</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 comprehensive 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 NINE FISCAL YEARS

	<b>Fiscal Year</b>			
	<b>2006</b>	<b>2007</b>	<b>2008</b>	<b>2009</b>
<i>Governmental Activities:</i>				
Net Investment in				
Capital Assets	\$ 2,034,429	\$ 4,012,732	\$ 4,771,260	\$ 6,446,817
Restricted	395,194	3,184,245	666,890	718,866
Unrestricted	6,146,245	2,408,431	4,431,404	2,651,102
<i>Total Governmental Activities</i>	<u>\$ 8,575,868</u>	<u>\$ 9,605,408</u>	<u>\$ 9,869,554</u>	<u>\$ 9,816,785</u>
<i>Business-Type Activities:</i>				
Net Investment in				
Capital Assets	\$ -	\$ -	\$ -	\$ -
Restricted	-	-	-	-
Unrestricted	349,767	373,063	394,847	394,872
<i>Total Business-Type Activities</i>	<u>\$ 349,767</u>	<u>\$ 373,063</u>	<u>\$ 394,847</u>	<u>\$ 394,872</u>
<i>Primary Government:</i>				
Net Investment in				
Capital Assets	\$ 2,034,429	\$ 4,012,732	\$ 4,771,260	\$ 6,446,817
Restricted	395,194	3,184,245	666,890	718,866
Unrestricted	65,085	2,781,494	4,826,251	3,045,974
<i>Total Primary Government</i>	<u>\$ 8,925,635</u>	<u>\$ 9,978,471</u>	<u>\$ 10,264,401</u>	<u>\$ 10,211,657</u>

TABLE 1

<b>Fiscal Year</b>				
<b>2010</b>	<b>2011</b>	<b>2012</b>	<b>2013</b>	<b>2014</b>
\$ 7,393,358	\$ 7,249,338	\$ 6,573,563	\$ 6,901,276	\$ 6,713,772
400,782	447,542	417,668	699,880	712,474
<u>1,029,882</u>	<u>1,434,955</u>	<u>2,381,465</u>	<u>2,146,028</u>	<u>2,240,360</u>
<u><u>\$ 8,824,022</u></u>	<u><u>\$ 9,131,835</u></u>	<u><u>\$ 9,372,696</u></u>	<u><u>\$ 9,747,184</u></u>	<u><u>\$ 9,666,606</u></u>
\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-
<u>377,832</u>	<u>344,722</u>	<u>260,242</u>	<u>161,492</u>	<u>354,479</u>
<u><u>\$ 377,832</u></u>	<u><u>\$ 344,722</u></u>	<u><u>\$ 260,242</u></u>	<u><u>\$ 161,492</u></u>	<u><u>\$ 354,479</u></u>
\$ 7,393,358	\$ 7,249,338	\$ 6,573,563	\$ 6,901,276	\$ 6,713,772
400,782	447,542	417,668	699,880	712,474
<u>1,407,714</u>	<u>1,779,677</u>	<u>2,641,707</u>	<u>2,307,520</u>	<u>2,594,839</u>
<u><u>\$ 9,201,854</u></u>	<u><u>\$ 9,476,557</u></u>	<u><u>\$ 9,632,938</u></u>	<u><u>\$ 9,908,676</u></u>	<u><u>\$10,021,085</u></u>

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

	<b>Fiscal Year</b>			
	<b>2006</b>	<b>2007</b>	<b>2008</b>	<b>2009</b>
<b>Expenses</b>				
<i>Governmental Activities:</i>				
General Government	\$ 362,617	\$ 454,866	\$ 484,175	\$ 549,919
Police Protection	663,481	716,535	754,345	753,493
Fire/EMS Protection	786,149	849,703	892,388	952,453
Streets and Sanitation	696,782	767,744	890,647	850,617
Municipal Court	58,811	52,456	61,206	70,135
Interest on Long-Term Debt	275,903	266,314	255,867	244,557
<i>Total Governmental Activities Expenses</i>	<u>2,843,743</u>	<u>3,107,618</u>	<u>3,338,628</u>	<u>3,421,174</u>
<i>Business-Type Activities:</i>				
Sewer	278,808	292,175	273,220	337,173
<i>Total Business-Type Activities</i>	<u>278,808</u>	<u>292,175</u>	<u>273,220</u>	<u>337,173</u>
Total Primary Government Expenses	<u>\$ 3,122,551</u>	<u>\$ 3,399,793</u>	<u>\$ 3,611,848</u>	<u>\$ 3,758,347</u>
<b>Program Revenues</b>				
<i>Governmental Activities:</i>				
Charges for Service:				
General Government	\$ 133,336	\$ 118,863	\$ 114,957	\$ 90,465
Police Protection	6,950	980	620	600
Fire/EMS Protection	-	-	-	-
Streets and Sanitation	782	-	-	-
Municipal Court	136,415	137,751	152,918	111,130
Operating Grants and Contributions	-	4,311	3,721	4,022
Capital Grants and Contributions	-	642,757	-	-
<i>Total Governmental Activities Program Revenues</i>	<u>277,483</u>	<u>904,662</u>	<u>272,216</u>	<u>206,217</u>
<i>Business-Type Activities:</i>				
Charges for Service:				
Sewer	290,583	302,053	289,922	336,760
<i>Total Business-Type Activities Program Revenues</i>	<u>290,583</u>	<u>302,053</u>	<u>289,922</u>	<u>336,760</u>
Total Primary Government Program Revenues	<u>\$ 568,066</u>	<u>\$ 1,206,715</u>	<u>\$ 562,138</u>	<u>\$ 542,977</u>



TABLE 2

<b>Fiscal Year</b>				
<b>2010</b>	<b>2011</b>	<b>2012</b>	<b>2013</b>	<b>2014</b>
\$ 865,641	\$ 587,764	\$ 632,968	\$ 719,215	\$ 757,485
804,956	853,537	830,332	855,291	861,853
937,329	963,290	987,156	949,418	989,607
1,224,117	822,191	951,719	965,355	964,395
70,461	75,117	65,906	73,707	72,084
511,362	104,993	92,674	84,324	80,554
<u>4,413,866</u>	<u>3,406,892</u>	<u>3,560,755</u>	<u>3,647,310</u>	<u>3,725,978</u>
<u>309,056</u>	<u>310,878</u>	<u>363,085</u>	<u>392,074</u>	<u>456,455</u>
<u>309,056</u>	<u>310,878</u>	<u>363,085</u>	<u>392,074</u>	<u>456,455</u>
<u>\$ 4,722,922</u>	<u>\$ 3,717,770</u>	<u>\$ 3,923,840</u>	<u>\$ 4,039,384</u>	<u>\$ 4,182,433</u>
\$ 96,884	\$ 173,112	\$ 174,194	\$ 261,655	\$ 206,634
100	28,072	1,230	80	-
-	-	-	-	-
-	-	-	-	-
125,626	134,893	126,879	199,969	114,942
8,553	14,407	9,478	2,672	3,971
-	-	-	-	-
<u>231,163</u>	<u>350,484</u>	<u>311,781</u>	<u>464,376</u>	<u>325,547</u>
<u>291,854</u>	<u>276,851</u>	<u>278,040</u>	<u>292,062</u>	<u>449,201</u>
<u>291,854</u>	<u>276,851</u>	<u>278,040</u>	<u>292,062</u>	<u>449,201</u>
<u>\$ 523,017</u>	<u>\$ 627,335</u>	<u>\$ 589,821</u>	<u>\$ 756,438</u>	<u>\$ 774,748</u>

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

	Fiscal Year			
	2006	2007	2008	2009
<b>Net (Expenses) Revenue</b>				
Governmental Activities	\$ (2,566,260)	\$ (2,202,956)	\$ (3,066,412)	\$ (3,214,957)
Business-Type Activities	11,775	9,878	16,702	(413)
Total Primary Government Net Expenses	<u>\$ (2,554,485)</u>	<u>\$ (2,193,078)</u>	<u>\$ (3,049,710)</u>	<u>\$ (3,215,370)</u>
<b>Governmental Revenues and Other Changes in Net Position</b>				
<i>Governmental Activities:</i>				
Taxes:				
Property Taxes	\$ 2,235,600	\$ 2,315,957	\$ 2,363,732	\$ 2,416,653
Franchise Taxes	249,964	145,313	157,570	163,840
Sales Taxes	407,573	427,385	497,155	526,985
Interest and Investment Earnings	330,071	322,829	220,438	32,914
Miscellaneous	124,697	21,012	91,663	21,796
Transfers In (Out)	-	-	-	-
<i>Total Governmental Activities</i>	<u>3,347,905</u>	<u>3,232,496</u>	<u>3,330,558</u>	<u>3,162,188</u>
<i>Business-Type Activities:</i>				
Interest and Investment Earnings	14,189	13,418	5,082	438
Transfers In (Out)	-	-	-	-
<i>Total Business-Type /Activities</i>	<u>14,189</u>	<u>13,418</u>	<u>5,082</u>	<u>438</u>
Total Primary Government	<u>\$ 3,362,094</u>	<u>\$ 3,245,914</u>	<u>\$ 3,335,640</u>	<u>\$ 3,162,626</u>
<b>Changes In Net Position</b>				
Governmental Activities	\$ 781,645	\$ 1,029,540	\$ 264,146	\$ (52,769)
Business-Type Activities	25,964	23,296	21,784	25
Total Primary Government	<u>\$ 807,609</u>	<u>\$ 1,052,836</u>	<u>\$ 285,930</u>	<u>\$ (52,744)</u>

TABLE 2 (Continued)

<b>Fiscal Year</b>				
<b>2010</b>	<b>2011</b>	<b>2012</b>	<b>2013</b>	<b>2014</b>
\$ (4,182,703)	\$ (3,056,408)	\$ (3,248,974)	\$ (3,182,934)	\$ (3,400,431)
<u>(17,202)</u>	<u>(34,027)</u>	<u>(85,045)</u>	<u>(100,012)</u>	<u>(7,254)</u>
<u><u>\$ (4,199,905)</u></u>	<u><u>\$ (3,090,435)</u></u>	<u><u>\$ (3,334,019)</u></u>	<u><u>\$ (3,282,946)</u></u>	<u><u>\$ (3,407,685)</u></u>
\$ 2,431,825	\$ 2,522,998	\$ 2,546,516	\$ 2,526,047	\$ 2,586,444
176,012	170,027	163,050	172,425	215,279
548,012	575,955	720,779	703,016	686,978
11,101	10,166	7,841	9,941	5,654
22,990	85,075	51,649	145,993	25,498
-	-	-	-	(200,000)
<u>3,189,940</u>	<u>3,364,221</u>	<u>3,489,835</u>	<u>3,557,422</u>	<u>3,319,853</u>
162	917	565	1,262	241
-	-	-	-	200,000
<u>162</u>	<u>917</u>	<u>565</u>	<u>1,262</u>	<u>200,241</u>
<u><u>\$ 3,190,102</u></u>	<u><u>\$ 3,365,138</u></u>	<u><u>\$ 3,490,400</u></u>	<u><u>\$ 3,558,684</u></u>	<u><u>\$ 3,520,094</u></u>
\$ (992,763)	\$ 307,813	\$ 240,861	\$ 374,488	\$ (80,578)
<u>(17,040)</u>	<u>(33,110)</u>	<u>(84,480)</u>	<u>(98,750)</u>	<u>192,987</u>
<u><u>\$ (1,009,803)</u></u>	<u><u>\$ 274,703</u></u>	<u><u>\$ 156,381</u></u>	<u><u>\$ 275,738</u></u>	<u><u>\$ 112,409</u></u>

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

	<b>Fiscal Year</b>			
	<b>2006</b>	<b>2007</b>	<b>2008</b>	<b>2009</b>
General Fund				
Nonspendable	\$ -	\$ -	\$ 18,263	\$ 17,885
Committed	-	-	-	-
Assigned	93,000	123,000	118,000	38,000
Unassigned	<u>2,915,159</u>	<u>2,359,954</u>	<u>1,363,014</u>	<u>859,341</u>
<b>Total General Fund</b>	<b><u>\$ 3,008,159</u></b>	<b><u>\$ 2,482,954</u></b>	<b><u>\$ 1,499,277</u></b>	<b><u>\$ 915,226</u></b>
All Other Governmental Funds				
Capital Projects Fund	\$ 3,140,072	\$ 2,635,598	\$ 3,005,389	\$ 1,799,971
Economic Development	-	-	-	42,328
Special Revenue Funds	395,194	497,386	606,976	637,036
Debt Service Fund	<u>43,503</u>	<u>47,152</u>	<u>59,914</u>	<u>75,968</u>
<b>Total All Other Governmental Funds</b>	<b><u>\$ 3,578,769</u></b>	<b><u>\$ 3,180,136</u></b>	<b><u>\$ 3,672,279</u></b>	<b><u>\$ 2,555,303</u></b>

TABLE 3

<b>Fiscal Year</b>				
<b>2010</b>	<b>2011</b>	<b>2012</b>	<b>2013</b>	<b>2014</b>
\$ 43,054	\$ 36,413	\$ 17,809	\$ 17,809	\$ 4,260
50,905	11,355	-	-	-
36,468	-	-	-	-
<u>767,213</u>	<u>1,178,667</u>	<u>1,125,055</u>	<u>1,501,822</u>	<u>1,365,236</u>
<u>\$ 897,640</u>	<u>\$ 1,226,435</u>	<u>\$ 1,142,864</u>	<u>\$ 1,519,631</u>	<u>\$ 1,369,496</u>
\$ 172,960	\$ 204,710	\$ 405,031	\$ 625,217	\$ 874,089
38,660	106,934	199,526	229,818	255,705
308,340	383,947	396,306	422,255	400,821
<u>86,382</u>	<u>55,721</u>	<u>25,050</u>	<u>47,865</u>	<u>55,944</u>
<u>\$ 606,342</u>	<u>\$ 751,312</u>	<u>\$ 1,025,913</u>	<u>\$ 1,325,155</u>	<u>\$ 1,586,559</u>

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

	Fiscal Year			
	2006	2007	2008	2009
<b>REVENUES</b>				
Ad Valorem Taxes	\$ 2,235,601	\$ 2,292,582	\$ 2,361,209	\$ 2,415,858
Franchise Fees	150,773	145,313	157,570	163,840
Sales Taxes	407,573	427,384	497,155	526,985
Fines and Penalties	136,415	137,751	152,919	111,131
Licenses and Permits	136,446	118,863	114,632	89,955
Interest Income	330,071	322,829	220,438	32,915
Miscellaneous	56,042	29,498	92,608	22,905
Intergovernmental Revenues	1,352,399	647,068	3,721	4,022
<b>TOTAL REVENUES</b>	<b>4,805,320</b>	<b>4,121,288</b>	<b>3,600,252</b>	<b>3,367,611</b>
<b>EXPENDITURES</b>				
<i>Current:</i>				
General and Administrative	343,104	392,741	450,970	537,551
Police Protection	670,003	688,229	696,218	697,959
Fire & EMS Protection	781,125	802,342	871,596	925,789
Street and Sanitation	268,917	271,793	258,512	306,515
Municipal Court	49,663	51,891	62,497	88,320
Capital Projects/Outlay	2,696,521	2,325,162	1,239,341	1,996,012
Debt Service:				
Principal	235,000	245,000	255,000	270,000
Interest and Fiscal Charges	277,395	267,968	257,652	246,492
Bond Issue Costs	-	-	-	-
<b>TOTAL EXPENDITURES</b>	<b>5,321,728</b>	<b>5,045,126</b>	<b>4,091,786</b>	<b>5,068,638</b>
Excess (Deficiency) of Revenues				
Over (Under) Expenditures	(516,408)	(923,838)	(491,534)	(1,701,027)
<b>OTHER FINANCING SOURCES (USES)</b>				
Proceeds from the Sale of Capital Assets	-	-	-	-
Debt Proceeds	-	-	-	-
Principal Payments on Refunded Debt	-	-	-	-
Transfers In (Out)	-	-	-	-
<b>TOTAL OTHER FINANCING SOURCES (USES)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
Net Change in Fund Balance	<b>\$ (516,408)</b>	<b>\$ (923,838)</b>	<b>\$ (491,534)</b>	<b>\$(1,701,027)</b>
Debt Service as a Percentage of Noncapital Expenditures	24%	23%	22%	20%

TABLE 4

<b>Fiscal Year</b>				
<b>2010</b>	<b>2011</b>	<b>2012</b>	<b>2013</b>	<b>2014</b>
\$ 2,430,320	\$ 2,505,551	\$ 2,530,989	\$ 2,515,794	\$ 2,586,491
176,012	170,027	163,050	172,425	215,279
548,013	575,955	720,779	703,016	686,979
125,625	162,492	127,993	199,976	114,944
96,799	172,512	173,994	261,655	206,634
11,099	10,165	7,842	9,939	5,654
23,175	80,668	23,867	142,574	25,499
8,553	14,407	9,474	2,665	3,969
<u>3,419,596</u>	<u>3,691,777</u>	<u>3,757,988</u>	<u>4,008,044</u>	<u>3,845,449</u>
803,888	523,495	567,223	647,989	693,473
749,527	765,634	845,045	812,451	806,113
904,370	889,114	923,630	856,773	912,119
677,411	327,070	382,355	418,453	446,192
69,495	75,578	65,418	74,118	70,359
1,669,488	176,369	349,859	55,908	134,687
280,000	375,000	380,000	385,000	390,000
266,697	93,852	93,928	84,843	81,237
280,267	-	-	-	-
<u>5,701,143</u>	<u>3,226,112</u>	<u>3,607,458</u>	<u>3,335,535</u>	<u>3,534,180</u>
<u>(2,281,547)</u>	<u>465,665</u>	<u>150,530</u>	<u>672,509</u>	<u>311,269</u>
-	8,100	40,500	3,500	-
4,345,000	-	-	-	-
(4,030,000)	-	-	-	-
-	-	-	-	(200,000)
<u>315,000</u>	<u>8,100</u>	<u>40,500</u>	<u>3,500</u>	<u>(200,000)</u>
<u>\$(1,966,547)</u>	<u>\$ 473,765</u>	<u>\$ 191,030</u>	<u>\$ 676,009</u>	<u>\$ 111,269</u>
17%	18%	17%	14%	14%

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

TABLE 5

Fiscal Year	Property	Sales & Use	Franchise	Total
2006	\$ 2,235,601	\$ 407,573	\$ 150,773	\$ 2,793,947
2007	2,292,582	427,384	145,313	2,865,279
2008	2,361,209	497,155	157,570	3,015,934
2009	2,415,858	526,985	163,840	3,106,683
2010	2,430,320	548,013	176,012	3,154,345
2011	2,505,551	575,955	170,027	3,251,533
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



CITY OF OLMOS PARK  
 ASSESSED VALUE AND ACTUAL TAXABLE PROPERTY  
 LAST EIGHT 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
2007	\$ 396,097,876	\$ 22,815,439	\$ 3,319,918	\$ 415,593,397	0.544546
2008	439,578,470	29,030,794	8,542,208	460,067,056	0.514787
2009	490,325,733	41,993,941	32,913,296	499,406,378	0.480820
2010	504,542,346	45,781,215	28,348,946	521,974,615	0.463400
2011	493,263,969	53,007,837	21,364,045	524,907,761	0.478499
2012	493,054,598	52,998,531	18,566,590	527,486,539	0.480888
2013	486,940,466	55,300,911	17,996,737	524,244,640	0.479865
2014	511,968,325	59,363,390	23,569,561	547,762,154	0.470000

Source: Bexar Appraisal District.

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

TABLE 7

Fiscal Year Ending September 30,	Direct Rate	Overlapping Rates					Total
	City of Olmos Park	Alamo Heights ISD	Bexar County	University Health System	Alamo College District	San Antonio River Authority	
2005	0.657822	1.629600	0.331190	0.243869	0.107050	0.016425	2.985956
2006	0.598837	1.656600	0.331190	0.243869	0.107050	0.016425	2.953971
2007	0.544546	1.486600	0.331190	0.243869	0.137050	0.016045	2.759300
2008	0.514787	1.156600	0.326866	0.237408	0.134550	0.015951	2.386162
2009	0.480820	1.156600	0.326866	0.261022	0.135855	0.015951	2.377114
2010	0.463400	1.162000	0.326866	0.266235	0.135855	0.015951	2.370307
2011	0.478499	1.168000	0.326866	0.276235	0.141623	0.016652	2.407875
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

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 SEVEN YEARS AGO

TABLE 8

Taxpayer	2014			2007		
	Taxable Assessed Value	Rank	Percentage of Total City Taxable Assessed Value	Taxable Assessed Value	Rank	Percentage of Total City Taxable Assessed Value
Rodney Ray & Kimberly Lewis	\$ 4,303,500	1	0.82%	\$ 2,577,780	5	0.56%
Jessica Worth	4,032,190	2	0.76%			
John & Marsha Shields	3,795,000	3	0.72%			
McCombs 2009 Trust	3,620,000	4	0.69%	2,764,700	4	0.60%
Jeffrey Herman Jaffe	2,890,440	5	0.55%			
Joseph E Johnson IV	2,838,000	6	0.54%			
Martin & Denise Landon	2,808,700	7	0.53%	2,963,520	3	0.64%
Morris & Deborah Miller	2,750,000	8	0.52%			
Glenda Woods Trust	2,727,060	9	0.52%			
Gilbert & Jan Meadows	2,684,472	10	0.51%			
Andrew M. Parker				3,916,120	1	0.85%
Olmos Park Property, LTD				3,142,640	2	0.68%
Mark B. Woods				2,512,230	6	0.55%
Tiffany Tankersley Wolfe				2,368,454	7	0.51%
David & Jolie Berndt				2,275,000	8	0.49%
Curtis C. Gunn, Jr.				2,089,000	9	0.45%
Lowry & Peggy Mays				2,085,000	10	0.45%
<b>Total</b>	<b>\$24,113,672</b>		<b>6.15%</b>	<b>\$24,116,664</b>		<b>5.22%</b>

\* Information from nine years ago is not available. Information from seven years ago presented instead.

Source: Bexar County Appraisal District

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

TABLE 9

Fiscal Year Ended <u>September 30,</u>	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
2005	\$ 2,174,117	\$2,160,667	99.38%	\$ 12,676	\$ 2,173,343	99.96%
2006	2,231,242	2,214,710	99.26%	11,976	2,226,686	99.80%
2007	2,263,097	2,252,377	99.53%	2,391	2,254,768	99.63%
2008	2,368,365	2,352,814	99.34%	11,372	2,364,186	99.82%
2009	2,401,246	2,358,439	98.22%	12,753	2,371,192	98.75%
2010	2,420,485	2,397,287	99.04%	16,820	2,414,107	99.74%
2011	2,512,400	2,480,606	98.73%	20,451	2,501,057	99.55%
2012	2,536,926	2,504,340	98.72%	19,329	2,523,669	99.48%
2013	2,516,230	2,489,019	98.92%	5,980	2,494,999	99.16%
2014	2,574,798	2,540,723	98.68%	-	2,540,723	98.68%

Source: Bexar County Tax Assessor Collector

CITY OF OLMOS PARK  
RATIOS OF GENERAL BONDED DEBT OUTSTANDING  
LAST NINE 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			
2006	\$ 5,675,000	\$ 5,675,000	\$ 371,662,344	1.53%	2,464
2007	5,430,000	5,430,000	415,593,397	1.31%	2,358
2008	5,175,000	5,175,000	460,067,056	1.12%	2,242
2009	4,905,000	4,905,000	499,406,378	0.98%	2,122
2010	4,940,000	4,940,000	521,974,615	0.95%	2,107
2011	4,565,000	4,565,000	524,907,761	0.87%	2,041
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

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 EIGHT 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		\$ 547,762,154
Debt Limit - 10% of taxable value [1]		\$ 54,776,215
Amount of Debt Applicable to Debt Limit:		
Total Bonded Debt	\$ 3,410,000	
Less funds available in Debt Service Fund	<u>55,944</u>	
Total Amount of Debt Applicable to Debt Limit		<u>3,354,056</u>
Legal Debt Margin		<u>\$ 51,422,159</u>

	Fiscal Year			
	2007	2008	2009	2010
Debt Limit	\$41,559,340	\$46,006,706	\$49,940,638	\$52,197,462
Total Net Debt Applicable to Debt Limit	<u>5,382,848</u>	<u>5,115,086</u>	<u>4,829,032</u>	<u>4,853,618</u>
Legal Debt Margin	<u>\$36,176,492</u>	<u>\$40,891,620</u>	<u>\$45,111,606</u>	<u>\$47,343,844</u>

	Fiscal Year		
	2011	2012	2013
Debt Limit	\$52,490,776	\$52,748,654	\$52,424,464
Total Net Debt Applicable to Debt Limit	<u>4,540,171</u>	<u>4,159,950</u>	<u>3,752,135</u>
Legal Debt Margin	<u>\$47,950,605</u>	<u>\$48,588,704</u>	<u>\$48,672,329</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	\$ 383,420,000	59.00%	\$ 226,217,800
Alamo Heights ISD	105,307,603	12.13%	12,773,812
Bexar County	1,428,570,000	0.59%	8,428,563
University Health	709,120,000	0.59%	4,183,808
San Antonio ISD	520,371,984	4.68%	24,353,409
San Antonio RA	30,805,000	0.50%	<u>154,025</u>
	Total Overlapping Debt		\$ 276,111,417
	City of Olmos Park Direct Debt		<u>3,410,000</u>
	Total Direct and Overlapping Debt		<u><u>\$ 279,521,417</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 NINE YEARS

TABLE 13

Year	Population	Per Capita Personal Income	Median Age	Unemployment Rate
2006	2,303	\$ 65,697	41.1	4.2%
2007	2,303	65,697	41.1	3.9%
2008	2,308	65,697	41.1	5.1%
2009	2,312	65,697	41.1	7.1%
2010	2,345	65,697	41.1	7.8%
2011	2,237	65,697	44.2	7.3%
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%

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 FOUR YEARS AGO

TABLE 14

Employer	2014			2010		
	Employees	Rank	Percentage of Total City Employment	Employees	Rank	Percentage of Total City Employment
Lackland AFB	37,097	1	3.76%	28,100	2	2.97%
Fort Sam Houston	32,000	2	3.24%	30,793	1	3.25%
HEB Food Stores	20,000	3	2.03%	14,588	4	1.54%
USAA	16,000	4	1.62%	14,852	3	1.57%
Northside ISD	12,751	5	1.29%	12,597	5	1.33%
Randolph AFB	11,068	6	1.12%	10,700	6	1.13%
North East ISD	10,052	7	1.02%	10,223	7	1.08%
City of San Antonio	9,145	8	0.93%	9,000	8	0.95%
Methodist Healthcare System	8,118	9	0.82%	7,013	10	0.74%
Baptist Health System	7,205	10	0.73%			
San Antonio ISD				7,581	9	0.80%
Total	<u>163,436</u>		<u>12.81%</u>	<u>137,866</u>		<u>15.37%</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: San Antonio Economic Development Foundation

\* Data from nine years ago not available.

