



CITY OF OLMOS PARK, TEXAS

**ANNUAL
FINANCIAL REPORT**

**FISCAL YEAR ENDED
SEPTEMBER 30, 2023**



CITY OF OLMOS PARK
ANNUAL FINANCIAL REPORT
FOR THE YEAR ENDED SEPTEMBER 30, 2023

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CITY OF OLMOS PARK

PRINCIPAL OFFICERS

CITY OFFICIALS

MAYOR

DEANNA RICKABAUGH

CITY COUNCIL

SHARON PLANT

KENYON MCDONALD

WILL BROOKS

ERIN HARRISON

JULIANA DUSEK

CITY MANAGER

CELIA DELEON

ATTORNEY

DENTON, NAVARRO, ROCHA, BERNAL & ZECH, P.C.



Armstrong, Vaughan & Associates, P. C.

Certified Public Accountants

INDEPENDENT AUDITOR'S REPORT

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

Report on the Audit of the Financial Statements

Opinions

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Olmos Park, as of and for the year ended September 30, 2023, and the related notes to the financial statements, which collectively comprise the City of Olmos Park's basic financial statements as listed in the table of contents.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Olmos Park, as of September 30, 2023, 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.

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS). Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the City of Olmos Park and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America, and for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the City of Olmos Park's ability to continue as a going concern for one year after the date that the financial statements are issued.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with GAAS, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the City of Olmos Park's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the City of Olmos Park's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, budgetary comparison information, and pension related information be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Supplementary Information

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

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

Other Information Included in the Annual Report

Management is responsible for the other information included in the annual report. The other information comprises the statistical section but does not include the financial statements and our auditor's report thereon. Our opinions on the financial statements do not cover the other information, and we do not express an opinion or any form of assurance thereon. In connection with our audit of the financial statements, our responsibility to read the other information and consider whether a material inconsistency exists between the other information and the financial statements, or the other information otherwise appears to be materially misstated. If, based on the work performed, we conclude that an uncorrected material misstatement of the other information exists, we are required to describe it in our report.



Armstrong, Vaughan & Associates, P.C.

December 4, 2023

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, 2023. Please read it in conjunction with the City’s financial statements, which follow this section.

FINANCIAL HIGHLIGHTS

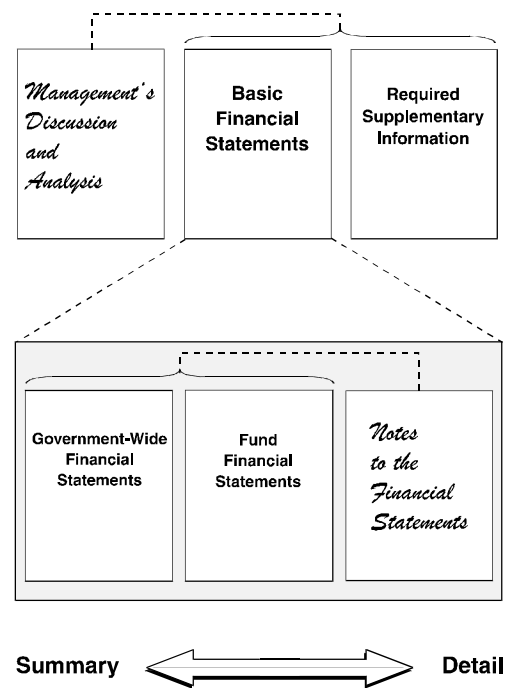
- The City’s total combined net position was \$14.3 million at September 30, 2023.
- During the year, the City’s governmental expenses were \$948 thousand less than the \$5.9 million generated in general and program revenues for governmental activities. The total cost of the City’s governmental programs decreased less than 1%. Increases in police and fire services were offset by fewer street maintenance projects.
- The general fund reported a fund balance this year of \$3.5 million, an increase of \$730 thousand. Sales tax revenue and interest income were more than expected.
- No new debt was issued in 2023.

OVERVIEW OF THE FINANCIAL STATEMENTS

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

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

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



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

Figure A-2. Major Features of the City's Government-wide and Fund Financial Statements			
	Fund Statements		
<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"> • Statement of net position • Statement of activities 	<ul style="list-style-type: none"> • Balance Sheet • Statement of revenues, expenditures & changes in fund balances 	<ul style="list-style-type: none"> • Statement of net position • Statement of revenues, expenses & changes in net position • Statement of cash flows
<i>Accounting basis and measurement focus</i>	Accrual accounting and economic resources focus	Modified accrual accounting and current financial resources focus	Accrual accounting and economic resources focus
<i>Type of asset/liability information</i>	All assets and liabilities, both financial and capital, short-term and long-term	Only assets expected to be used up and liabilities that come due during the year or soon thereafter; no capital assets included	All assets and liabilities, both financial and capital, and short-term and long-term
<i>Type of inflow/outflow information</i>	All revenues and expenses during year, regardless of when cash is received or paid	Revenues for which cash is received during or soon after the end of the year; expenditures when goods or services have been received and payment is due during the year or soon thereafter	All revenues and expenses during year, regardless of when cash is received or paid

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

Government-Wide Statements

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

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

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

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

Fund Financial Statements

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

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

The City has the following kinds of funds:

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

FINANCIAL ANALYSIS OF THE CITY AS A WHOLE

The City's combined net position was \$14.3 million at September 30, 2023. (See Table A-1).

Table A-1

City's Net Position

	Governmental		Business-Type		Total	
	Activities		Activities			
	2023	2022	2023	2022	2023	2022
<i>Assets:</i>						
Current Assets	\$ 9,687,874	\$ 10,912,142	\$ 830,908	\$ 647,667	\$ 10,518,782	\$ 11,559,809
Capital Assets (net)	9,509,809	7,483,377	-	-	9,509,809	7,483,377
Net Pension Asset	248,705	1,200,777	-	-	248,705	1,200,777
<i>Total Assets</i>	<u>19,446,388</u>	<u>19,596,296</u>	<u>830,908</u>	<u>647,667</u>	<u>20,277,296</u>	<u>20,243,963</u>
<i>Deferred Outflows</i>	<u>497,873</u>	<u>160,161</u>	<u>-</u>	<u>-</u>	<u>497,873</u>	<u>160,161</u>
<i>Liabilities:</i>						
Current Liabilities	729,715	670,456	43,988	38,297	773,703	708,753
Long-Term Liabilities	5,655,847	5,870,860	-	-	5,655,847	5,870,860
<i>Total Liabilities</i>	<u>6,385,562</u>	<u>6,541,316</u>	<u>43,988</u>	<u>38,297</u>	<u>6,429,550</u>	<u>6,579,613</u>
<i>Deferred Inflows</i>	<u>34,068</u>	<u>638,379</u>	<u>-</u>	<u>-</u>	<u>34,068</u>	<u>638,379</u>
<i>Net Position:</i>						
Net Invested in Capital Assets	7,620,600	7,194,544	-	-	7,620,600	7,194,544
Restricted	1,192,070	712,765	-	-	1,192,070	712,765
Unrestricted	4,711,961	4,669,453	786,920	609,370	5,498,881	5,278,823
<i>Total Net Position</i>	<u>\$ 13,524,631</u>	<u>\$ 12,576,762</u>	<u>\$ 786,920</u>	<u>\$ 609,370</u>	<u>\$ 14,311,551</u>	<u>\$ 13,186,132</u>

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

Governmental Activities

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

Business-Type Activities

- Revenues of the City's Sewer business-type activities increased 4% to \$671 thousand, and operating expenses decreased 8%, to \$493 thousand. San Antonio Water System (SAWS) bills resident accounts for the City and charges the City for the consumption. The revenue increase was the result of increased usage. Expenses were less as maintenance costs in 2022 did not recur. The City is working on a larger bond project (taxpayer supported) for sewer maintenance that will be contributed to the sewer fund once completed.

Table A-2
Changes in City's Net Position

	Governmental		Business-Type		Total	
	Activities		Activities			
	2023	2022	2023	2022	2023	2022
<i>Program Revenues:</i>						
Charges for Services	\$ 612,903	\$ 763,589	\$ 647,044	\$ 623,940	\$ 1,259,947	\$ 1,387,529
Operating Grants and Contributions	93,704	302,888	-	-	93,704	302,888
Capital Grants and Contributions	-	-	-	-	-	-
<i>General Revenues:</i>						
Taxes	4,722,580	4,351,946	23,213	21,425	4,745,793	4,373,371
Interest Earnings	353,512	60,251	246	30	353,758	60,281
Miscellaneous	79,951	64,422	-	-	79,951	64,422
TOTAL REVENUES	5,862,650	5,543,096	670,503	645,395	6,533,153	6,188,491
<i>Program Expenses:</i>						
General Government	1,043,687	1,028,304	-	-	1,043,687	1,028,304
Police	1,466,642	1,156,608	-	-	1,466,642	1,156,608
Fire	1,231,946	1,159,133	-	-	1,231,946	1,159,133
Street and Sanitation	798,421	1,268,252	-	-	798,421	1,268,252
Municipal Court	154,228	136,395	-	-	154,228	136,395
Sewer	-	-	492,953	532,827	492,953	532,827
Interest	219,857	204,611	-	-	219,857	204,611
TOTAL EXPENSES	4,914,781	4,953,303	492,953	532,827	5,407,734	5,486,130
Change in Net Position	947,869	589,793	177,550	112,568	1,125,419	702,361
Beginning Net Position	12,576,762	11,986,969	609,370	496,802	13,186,132	12,483,771
Ending Net Position	<u>\$ 13,524,631</u>	<u>\$ 12,576,762</u>	<u>\$ 786,920</u>	<u>\$ 609,370</u>	<u>\$ 14,311,551</u>	<u>\$ 13,186,132</u>

The cost of all *governmental* activities this year was \$4.9 million, a decrease of less than 1%. Taxpayers paid for 70% of these activities through property taxes of \$3.4 million. 14% of the cost was paid by those who directly benefited from the programs.

FINANCIAL ANALYSIS OF THE CITY'S FUNDS

Revenues from governmental fund types totaled \$5.8 million, an increase of \$200 thousand. Expenditures increased \$1.7 million to \$7.2 million. The increase was from spending the 2022 bond proceeds on sewer infrastructure. Expenditures were down \$258 thousand if you remove the bond project.

General Fund Budgetary Highlights

- The City amended the General Fund budget during the year to allow for increased police salaries.
- Revenues exceeded the budget by \$539 thousand, mostly from sales tax and interest income.
- The City's actual expenditures in the general fund were \$178 thousand less than budgeted amounts, spread across all departments.
- The City's overall general fund balance improved \$730 thousand compared to a budgeted increase of \$12 thousand.

CAPITAL ASSETS AND DEBT ADMINISTRATION

Capital Assets

As of September 30, 2023, the City had invested \$21.1 million in a broad range of capital assets, including land, equipment, buildings, and vehicles. (See Table A-3). The significant additions this year were repairs to City Hall and continued spending on the 2022 bond projects for sewer infrastructure (which will be contributed to the sewer fund once completed). More detailed information about the City's capital assets is presented in the notes to the financial statements.

Table A-3
City's Capital Assets

	Governmental		Business-Type		Total	
	Activities		Activities			
	2023	2022	2023	2022	2023	2022
Land	\$ 870,491	\$ 870,491	\$ -	\$ -	\$ 870,491	\$ 870,491
Buildings and Improvements	4,191,627	3,780,539	-	-	4,191,627	3,780,539
Equipment	1,989,169	1,936,814	-	-	1,989,169	1,936,814
Infrastructure	11,913,752	11,913,752	-	-	11,913,752	11,913,752
Construction In Progress	2,145,316	135,022	-	-	2,145,316	135,022
Totals at Historical Cost	21,110,355	18,636,618	-	-	21,110,355	18,636,618
Total Accumulated Depreciation	(11,600,546)	(11,153,241)	-	-	(11,600,546)	(11,153,241)
Net Capital Assets	<u>\$ 9,509,809</u>	<u>\$ 7,483,377</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 9,509,809</u>	<u>\$ 7,483,377</u>

Long Term Debt

At year-end the City had \$5.5 million in long-term debt as shown in Table A-4. No new debt was issued in fiscal year 2023. More detailed information about the City's debt is presented in the notes to the financial statements.

Table A-4
City's Long-Term Debt

	Governmental		Business-Type		Total	
	Activities		Activities			
	2023	2022	2023	2022	2023	2022
Bonds Payable	\$ 5,495,000	\$ 5,635,000	\$ -	\$ -	\$ 5,495,000	\$ 5,635,000
Total Debt	<u>\$ 5,495,000</u>	<u>\$ 5,635,000</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 5,495,000</u>	<u>\$ 5,635,000</u>

ECONOMIC FACTORS AND NEXT YEAR'S BUDGETS AND RATES

The City's 2024 budget expects general fund spending to increase from \$3.9 million to \$4.8 million with most of the increase coming in police and fire personnel. The City has increased its property tax rate for fiscal year 2024 from \$0.426806 to \$0.478610 per \$100 of valuation to fund this budget. The bond funded sewer improvements will continue and are expected to be close to completion by the end of 2024.

CONTACTING THE CITY'S FINANCIAL MANAGEMENT

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

BASIC FINANCIAL STATEMENTS

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

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

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



CITY OF OLMOS PARK
STATEMENT OF NET POSITION
SEPTEMBER 30, 2023

	Governmental Activities	Business-Type Activities	Total
ASSETS			
Cash and Cash Equivalents	\$ 8,190,233	\$ 769,677	\$ 8,959,910
Certificates of Deposit	1,230,000	-	1,230,000
Receivables (net of allowances for uncollectibles):			
Ad Valorem Taxes	54,643	-	54,643
Other	212,998	61,231	274,229
Capital Assets (net)	9,509,809	-	9,509,809
Net Pension Asset	248,705	-	248,705
TOTAL ASSETS	<u>19,446,388</u>	<u>830,908</u>	<u>20,277,296</u>
DEFERRED OUTFLOWS			
Deferred Pension Related Outflows	497,873	-	497,873
TOTAL DEFERRED OUTFLOWS	<u>497,873</u>	<u>-</u>	<u>497,873</u>
LIABILITIES			
<i>Current Liabilities:</i>			
Accounts Payable	176,249	43,988	220,237
Accrued Compensated Absences	58,384	-	58,384
Accrued Interest Payable	31,781	-	31,781
Unearned Grant Revenue	248,288	-	248,288
<i>Noncurrent Liabilities:</i>			
Due within One Year	215,013	-	215,013
Due in more than One Year	5,655,847	-	5,655,847
TOTAL LIABILITIES	<u>6,385,562</u>	<u>43,988</u>	<u>6,429,550</u>
DEFERRED INFLOWS			
Deferred Pension Related Inflows	34,068	-	34,068
TOTAL DEFERRED INFLOWS	<u>34,068</u>	<u>-</u>	<u>34,068</u>
NET POSITION			
Net Investment in Capital Assets	7,620,600	-	7,620,600
Restricted for:			
Net Pension Asset	248,705	-	248,705
Economic Development	442,484	-	442,484
Debt Service	32,949	-	32,949
Other	467,932	-	467,932
Unrestricted	4,711,961	786,920	5,498,881
TOTAL NET POSITION	<u>\$ 13,524,631</u>	<u>\$ 786,920</u>	<u>\$ 14,311,551</u>

See accompanying notes to basic financial statements.

CITY OF OLMOS PARK
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED SEPTEMBER 30, 2023

Functions and Programs	Expenses	Program Revenues		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions
Primary Government:				
<i>Governmental Activities:</i>				
General Government	\$ 1,043,687	\$ 290,643	\$ -	\$ -
Police Protection	1,466,642	1,140	28,585	-
Fire/EMS Protection	1,231,946	-	-	-
Streets and Sanitation	798,421	-	65,119	-
Municipal Court	154,228	321,120	-	-
Interest and Fiscal Charges	219,857	-	-	-
<i>Total Governmental Activities</i>	<u>4,914,781</u>	<u>612,903</u>	<u>93,704</u>	<u>-</u>
 <i>Business-Type Activities</i>				
Sewer	492,953	647,044	-	-
<i>Total Business-Type Activities</i>	<u>492,953</u>	<u>647,044</u>	<u>-</u>	<u>-</u>
Total Primary Government	<u>\$ 5,407,734</u>	<u>\$ 1,259,947</u>	<u>\$ 93,704</u>	<u>\$ -</u>
 General Revenues:				
Taxes				
Ad Valorem Taxes				
Franchise Taxes				
Sales Taxes				
Interest and Investment Earnings				
Miscellaneous				
Total General Revenues				
 Change in Net Position				
 Net Position at Beginning of Year				
 Net Position at End of Year				

See accompanying notes to basic financial statements.

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

Governmental Activities	Business-Type Activities	Total
\$ (753,044)		\$ (753,044)
(1,436,917)		(1,436,917)
(1,231,946)		(1,231,946)
(733,302)		(733,302)
166,892		166,892
(219,857)		(219,857)
(4,208,174)		(4,208,174)
	\$ 154,091	154,091
	154,091	154,091
		(4,054,083)
3,417,075	-	3,417,075
268,980	23,213	292,193
1,036,525	-	1,036,525
353,512	246	353,758
79,951	-	79,951
5,156,043	23,459	5,179,502
947,869	177,550	1,125,419
12,576,762	609,370	13,186,132
\$ 13,524,631	\$ 786,920	\$ 14,311,551

CITY OF OLMOS PARK
BALANCE SHEET - GOVERNMENTAL FUNDS
SEPTEMBER 30, 2023

	General Fund	Economic Development	Corona Virus Relief	2022 Bond Series
ASSETS				
Cash and Cash Equivalents	\$ 3,388,546	\$ 415,331	\$ 248,288	\$ 2,858,721
Certificates of Deposit	-	-	-	1,230,000
Receivables (net of allowances for uncollectibles):				
Property Taxes	47,139	-	-	-
Other Receivables	155,384	27,153	-	-
	<u>\$ 3,591,069</u>	<u>\$ 442,484</u>	<u>\$ 248,288</u>	<u>\$ 4,088,721</u>
 LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES				
<i>Liabilities:</i>				
Accounts Payable	\$ 69,178	\$ -	\$ -	\$ 107,070
Unearned Grant Revenue	-	-	248,288	-
<i>Total Liabilities</i>	<u>69,178</u>	<u>-</u>	<u>248,288</u>	<u>107,070</u>
 <i>Deferred Inflows of Resources:</i>				
Unavailable Property Tax Revenue	47,139	-	-	-
<i>Total Deferred Inflows of Resources</i>	<u>47,139</u>	<u>-</u>	<u>-</u>	<u>-</u>
 <i>Fund Balances:</i>				
Restricted for:				
Municipal Court	-	-	-	-
Police Department	-	-	-	-
Street Maintenance	-	-	-	-
Other	-	-	-	-
Debt Service	-	-	-	-
Economic Development	-	442,484	-	-
Sewer Improvements	-	-	-	3,981,651
Assigned for:				
Equipment and Vehicles	-	-	-	-
Street Maintenance	-	-	-	-
Other Capital Projects	-	-	-	-
Unassigned	3,474,752	-	-	-
<i>Total Fund Balances</i>	<u>3,474,752</u>	<u>442,484</u>	<u>-</u>	<u>3,981,651</u>
 TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES				
	<u>\$ 3,591,069</u>	<u>\$ 442,484</u>	<u>\$ 248,288</u>	<u>\$ 4,088,721</u>

See accompanying notes to basic financial statements.

<u>Total Nonmajor Funds</u>	<u>Total Governmental Funds</u>
\$ 1,279,348	\$ 8,190,234
-	1,230,000
7,504	54,643
<u>30,461</u>	<u>212,998</u>
<u>\$ 1,317,313</u>	<u>\$ 9,687,875</u>
\$ -	\$ 176,248
-	248,288
-	<u>424,536</u>
<u>7,504</u>	<u>54,643</u>
<u>7,504</u>	<u>54,643</u>
88,593	88,593
35,019	35,019
299,166	299,166
45,154	45,154
57,226	57,226
-	442,484
-	3,981,651
212,561	212,561
398,280	398,280
173,810	173,810
-	3,474,752
<u>1,309,809</u>	<u>9,208,696</u>
<u>\$ 1,317,313</u>	<u>\$ 9,687,875</u>



CITY OF OLMOS PARK
RECONCILIATION OF THE GOVERNMENTAL FUNDS
BALANCE SHEET TO THE STATEMENT OF NET POSITION
SEPTEMBER 30, 2023

TOTAL FUND BALANCE - TOTAL GOVERNMENTAL FUNDS \$ 9,208,696

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

Capital Assets used in governmental activities are not financial resources and, therefore, are not reported in the funds. 9,509,809

Net pension assets (and related deferred outflows of resources) do not provide or consume current financial resources and are not reported in the funds.

Net Pension Asset	248,705	
Pension Related Deferred Outflows	497,873	
Pension Related Deferred Inflows	<u>(34,068)</u>	712,510

Other long-term assets are not available to pay for current-period expenditures and, therefore, are not recognized in the funds. 54,641

Accrued vacation leave payable is not due and payable in the current period and, therefore, not reported in the funds. (58,384)

Long-term liabilities, including bonds payable, are not due and payable in the current period and, therefore, not reported in the funds. (5,870,860)

Accrued interest payable on long-term-bonds is not due and payable in the current period and, therefore, not reported in the funds. (31,781)

TOTAL NET POSITION - GOVERNMENTAL ACTIVITIES \$ 13,524,631

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, 2023

	General Fund	Economic Development	Corona Virus Relief	Bond Series 2022
REVENUES				
Ad Valorem Taxes	\$ 2,940,612	\$ -	\$ -	\$ -
Franchise Fees	244,021	-	-	-
Sales Taxes	696,580	169,973	-	-
Fines and Penalties	298,799	-	-	-
Licenses and Permits	300,175	-	-	-
Interest Income	154,835	-	14,717	183,231
Miscellaneous	44,428	-	-	-
Grants	-	-	65,119	-
TOTAL REVENUES	<u>4,679,450</u>	<u>169,973</u>	<u>79,836</u>	<u>183,231</u>
EXPENDITURES				
<i>Current:</i>				
General and Administrative	849,741	73,946	9,096	708
Police Protection	1,339,382	-	70,770	-
Fire & EMS Protection	1,130,543	-	-	-
Street and Sanitation	473,427	-	-	-
Municipal Court	136,568	-	-	-
Capital Outlay	-	-	-	2,001,198
<i>Debt Service:</i>				
Principal	-	-	-	-
Interest and Fiscal Charges	-	-	-	-
TOTAL EXPENDITURES	<u>3,929,661</u>	<u>73,946</u>	<u>79,866</u>	<u>2,001,906</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>749,789</u>	<u>96,027</u>	<u>(30)</u>	<u>(1,818,675)</u>
OTHER FINANCING SOURCES (USES)				
Insurance Recovery	-	-	-	-
Transfers In	-	-	-	-
Transfers Out	(20,000)	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	<u>(20,000)</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balance	729,789	96,027	(30)	(1,818,675)
Fund Balances at Beginning of Year	<u>2,744,963</u>	<u>346,457</u>	<u>30</u>	<u>5,800,326</u>
Fund Balances at End of Year	<u>\$ 3,474,752</u>	<u>\$ 442,484</u>	<u>\$ -</u>	<u>\$ 3,981,651</u>

See accompanying notes to basic financial statements.

Total Nonmajor Funds	Total Governmental Funds
\$ 468,091	\$ 3,408,703
24,959	268,980
169,973	1,036,526
23,460	322,259
913	301,088
732	353,515
-	44,428
<u>28,684</u>	<u>93,803</u>
<u>716,812</u>	<u>5,829,302</u>
77	933,568
19,046	1,429,198
10,000	1,140,543
91,746	565,173
15,850	152,418
518,306	2,519,504
140,000	140,000
<u>286,847</u>	<u>286,847</u>
<u>1,081,872</u>	<u>7,167,251</u>
<u>(365,060)</u>	<u>(1,337,949)</u>
49,299	49,299
20,000	20,000
<u>-</u>	<u>(20,000)</u>
<u>69,299</u>	<u>49,299</u>
(295,761)	(1,288,650)
<u>1,605,570</u>	<u>10,497,346</u>
<u>\$ 1,309,809</u>	<u>\$ 9,208,696</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, 2023

NET CHANGE IN FUND BALANCES - GOVERNMENTAL FUNDS \$ (1,288,650)

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.

Capital Outlay	2,511,396	
Depreciation	<u>(460,642)</u>	2,050,754

Governmental funds report the proceeds from the sale of capital assets as revenue. On the statement of activities, these proceeds are reduced by the net book value of capital assets disposed. This amount represents the net book value of disposed capital assets.

(24,322)

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

8,372

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

Required Contributions	55,248	
Actuarially Determined Cost	<u>(65,295)</u>	(10,047)

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	<u>140,000</u>	140,000
--------------------	----------------	---------

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	4,366	
Amortization of Bond Premiums	39,467	
Change in Accrued Interest	<u>27,929</u>	<u>71,762</u>

CHANGE IN NET POSITION - GOVERNMENTAL ACTIVITIES \$ 947,869

See accompanying notes to basic financial statements.

CITY OF OLMOS PARK
 STATEMENT OF NET POSITION – PROPRIETARY FUND
 SEPTEMBER 30, 2023

	Business-Type Activities
	Sewer Fund
ASSETS	
Cash and Cash Equivalents	\$ 769,677
Receivables (net of allowances for uncollectibles)	61,231
TOTAL ASSETS	830,908
 LIABILITIES	
Accounts Payable	43,988
TOTAL LIABILITIES	43,988
 NET POSITION	
Unrestricted	786,920
TOTAL NET POSITION	\$ 786,920

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, 2023

	Business-Type Activities
	Sewer Fund
OPERATING REVENUES	
Charges for Utility Service	\$ 647,044
TOTAL OPERATING REVENUES	647,044
 OPERATING EXPENSES	
Waste Water Treatment Fees	488,871
Billing Fees	4,082
TOTAL OPERATING EXPENSES	492,953
 OPERATING INCOME (LOSS)	154,091
 NONOPERATING REVENUES (EXPENSES)	
Franchise Taxes	23,213
Interest Income	246
TOTAL NONOPERATING REVENUES (EXPENSES)	23,459
 CHANGE IN NET POSITION	177,550
 NET POSITION AT BEGINNING OF YEAR	609,370
 NET POSITION AT END OF YEAR	\$ 786,920

See accompanying notes to basic financial statements.

CITY OF OLMOS PARK
STATEMENT OF CASH FLOWS - PROPRIETARY FUND
FOR THE YEAR ENDED SEPTEMBER 30, 2023

	Business-Type Activities
	Sewer Fund
Cash Flows From Operating Activities:	
Cash Received From Customers	\$ 639,495
Cash Paid to Suppliers for Goods and Services	(487,262)
Net Cash Provided (Used) by Operating Activities	152,233
Cash Flows from Noncapital Financing Activities:	
Franchise Taxes	23,213
Net Cash Provided (Used) by Noncapital Financing Activities	23,213
Cash Flows From Investing Activities:	
Investment Interest Received	246
Net Cash Provided (Used) by Investing Activities	246
Net Increase (Decrease) in Cash and Cash Equivalents	175,692
Cash and Cash Equivalents at Beginning of Year	593,985
Cash and Cash Equivalents at End of Year	\$ 769,677
Reconciliation of Operating Income to Net Cash Provided (Used) by Operating Activities:	
Operating Income (Loss)	\$ 154,091
Adjustments to Reconcile Operating Income to Net Cash Provided (Used) by Operating Activities:	
(Increase) Decrease in Operating Assets:	
Accounts Receivable	(7,549)
Increase (Decrease) in Current Liabilities:	
Accounts Payable	5,691
Total Adjustments to Reconcile Operating Activities	(1,858)
Net Cash Provided (Used) by Operating Activities	\$ 152,233

See accompanying notes to basic financial statements.

CITY OF OLMOS PARK
NOTES TO BASIC FINANCIAL STATEMENTS
SEPTEMBER 30, 2023

NOTE A – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

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

1. REPORTING ENTITY

Component Units

As required by generally accepted accounting principles, these financial statements present the government and its component units, entities for which the government is considered to be financially accountable. Blended component units, although legally separate entities, are, in substance, part of the government’s operations; thus, data from these units, if any existed, would be combined with data of the primary government. Discretely presented component units, on the other hand, are reported in a separate column in the government-wide financial statements to emphasize they are legally separate from the government. As of September 30, 2023, 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, 2023

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, Corona Virus Fund, Economic Development Fund, and 2022 Bond Series 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, 2023

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.

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

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

Bond Series 2022 Fund is used to account for the proceeds of the 2022 Bonds issued by the city for sewer system update and related street improvements.

The City has four nonmajor funds: Capital Projects, Special Revenue, Asset Forfeiture and Debt Service.

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

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, 2023

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

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

The 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 reports investments (except for local government investment pools and certificates of deposit) at fair value based on the hierarchy established by generally accepted accounting principles. The fair value hierarchy, which has three levels, is based on the valuation inputs used to measure an asset's fair value: Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant other observable inputs; Level 3 inputs are significant unobservable inputs.

The City's investments in Pools are reported at an amount determined by the fair value per share of the pool's underlying portfolio, unless the pool maintains a consistent net asset value per share that approximates the fair value of the underlying securities. These investments are reported at net asset value.

The City reports certificates of deposit at amortized cost.

CITY OF OLMOS PARK
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
SEPTEMBER 30, 2023

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

6. ACCOUNTS RECEIVABLE

Property taxes are levied based on taxable value at January 1 prior to September 30 and become due October 1, 2022 and past due after January 31, 2023. 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 \$5,238 and \$834 in the General and Debt Service Funds respectively.

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

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

7. PREPAID ITEMS

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

8. SHORT-TERM INTERFUND RECEIVABLES/PAYABLES

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

CITY OF OLMOS PARK
 NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
 SEPTEMBER 30, 2023

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

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.

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

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

CITY OF OLMOS PARK
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
SEPTEMBER 30, 2023

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

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.

13. PENSIONS

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

14. FUND EQUITY

Fund balances in governmental funds are classified as follows:

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

CITY OF OLMOS PARK
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
SEPTEMBER 30, 2023

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

14. FUND EQUITY (Continued)

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.

15. NET POSITION

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

16. OPERATING REVENUES AND EXPENSES

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

17. INTERFUND TRANSACTIONS

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

CITY OF OLMOS PARK
 NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
 SEPTEMBER 30, 2023

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

18. USE OF ESTIMATES

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

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, 2023, the carrying amount of deposits in Broadway National Bank was covered by a combination of federal deposit insurance and pledged securities from the City's depository.

2. Investments

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 City's investments at September 30, 2023 include the following:

<u>Investment Type</u>	<u>Maturity (Days)</u>	<u>Rating</u>	<u>Reported Value</u>	<u>Method</u>
TexPool	Demand	AAAm	\$ 61,344	Net Asset Value
Texas Logic	Demand	AAAm	6,655,097	Net Asset Value
Certificates of Deposit	241	N/A	1,230,000	Amortized Cost

CITY OF OLMOS PARK
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
SEPTEMBER 30, 2023

NOTE B -- DEPOSITS AND INVESTMENTS (Continued)

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.

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.

CITY OF OLMOS PARK
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
SEPTEMBER 30, 2023

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, 2022, upon which the fiscal 2023 levy was based, was \$578 million (i.e., market value less exemptions and frozen values). The estimated market value was \$882 million, making the taxable value 66% 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, 2023, was \$0.426806 per \$100 of assessed value, which means that the City has a tax margin of \$2.073194 for each \$100 value and could increase its annual tax levy by approximately \$12.0 million based upon the present assessed valuation before the limit is reached. However, the City generally may not increase the maintenance and operations portion of the property tax rate (that funds the General Fund) more than 3.5% annually (based on a three-year average) without an election.

NOTE D -- OTHER RECEIVABLES

Other receivables for the City as of September 30, 2023 are as follows:

	Governmental			Business
	General Fund	Economic Development	Nonmajor Funds	Sewer Fund
Sales Tax	\$ 110,063	\$ 27,153	\$ 27,153	\$ -
Franchise Taxes	41,606	-	3,308	-
Employee Uniform Reimbursements	3,715	-	-	-
Sewer Revenue	-	-	-	61,231
Total Other Receivables	<u>\$ 155,384</u>	<u>\$ 27,153</u>	<u>\$ 30,461</u>	<u>\$ 61,231</u>

CITY OF OLMOS PARK
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
SEPTEMBER 30, 2023

NOTE E -- CAPITAL ASSETS

Capital asset activity for the year ended September 30, 2023, was as follows:

<u>Governmental Activities</u>	Balance 10/1/2022	Additions	Disposals/ Transfers	Balance 9/30/2023
Land	\$ 870,491	\$ -	\$ -	\$ 870,491
Buildings and Improvements	3,780,539	411,088	-	4,191,627
Vehicles and Equipment	1,936,814	90,014	(37,659)	1,989,169
Infrastructure	11,913,752	-	-	11,913,752
Construction In Progress	135,022	2,010,294	-	2,145,316
	<u>18,636,618</u>	<u>2,511,396</u>	<u>(37,659)</u>	<u>21,110,355</u>
Less Accumulated Depreciation				
Buildings and Improvements	(1,538,709)	(154,450)	-	(1,693,159)
Equipment	(963,534)	(105,007)	13,337	(1,055,204)
Infrastructure	(8,650,998)	(201,185)	-	(8,852,183)
	<u>(11,153,241)</u>	<u>(460,642)</u>	<u>13,337</u>	<u>(11,600,546)</u>
Governmental Capital Assets, Net	<u>\$ 7,483,377</u>	<u>\$ 2,050,754</u>	<u>\$ (24,322)</u>	<u>\$ 9,509,809</u>

Land and Construction in Progress are not depreciated.

Depreciation expense was charged to the governmental functions as follows:

Administration	\$ 98,953
Fire & EMS Protection	104,449
Police Protection	23,437
Sanitation and Streets	<u>233,803</u>
Total Depreciation Expense - Governmental Activities	<u>\$ 460,642</u>

NOTE F -- UNEARNED REVENUE

In the prior fiscal year the City received an award of \$611 thousand under the American Rescue Plan Act, which is refundable if not spent on approved purposes. Thus, the revenue is not recognized until the City spends the funds on those purposes.

CITY OF OLMOS PARK
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
SEPTEMBER 30, 2023

NOTE G -- LONG-TERM DEBT

Changes in Long-Term Liabilities:

Governmental Activities	Balance 10/1/2022	Additions	Reductions	Balance 9/30/2023	Due Within One Year
Certificates of Obligation	\$ 5,635,000	\$ -	\$ (140,000)	\$ 5,495,000	\$ 180,000
Unamortized Premium	415,329	-	(39,469)	375,860	35,013
<i>Grand Totals</i>	<u>\$ 6,050,329</u>	<u>\$ -</u>	<u>\$ (179,469)</u>	<u>\$ 5,870,860</u>	<u>\$ 215,013</u>

Long-term debt and obligations payable at September 30, 2023, comprise the following individual issues:

Bonds sold to the Public:

On July 12, 2022, the City issued Certificates of Obligation, Series 2022 for \$5,635,000. The bonds were issued to update the City's sewer system and related street repairs. The interest rate ranges from 4.0% to 5.0%. The last payment is due in the year 2042.

\$ 5,495,000

Total Governmental Long-Term Obligations

\$ 5,495,000

The annual requirements to amortize all long-term debt and obligations outstanding as of September 30, 2023, including interest payments, are as follows:

Year Ending September 30,	Governmental Activities		
	Principal	Interest	Total
2024	\$ 180,000	\$ 254,250	\$ 434,250
2025	190,000	245,000	435,000
2026	195,000	235,375	430,375
2027	210,000	225,250	435,250
2028	220,000	214,500	434,500
2029-2033	1,270,000	892,500	2,162,500
2034-2038	1,630,000	531,750	2,161,750
2039-2042	1,600,000	130,739	1,730,739
	<u>\$ 5,495,000</u>	<u>\$ 2,729,364</u>	<u>\$ 8,224,364</u>

CITY OF OLMOS PARK
 NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
 SEPTEMBER 30, 2023

NOTE H -- EMPLOYEES' RETIREMENT SYSTEMS

Texas Municipal Retirement System

1. Plan Description

The City participates as one of 928 plans in the defined benefit cash-balance plan administered by the Texas Municipal Retirement System (TMRS). TMRS is a statewide public retirement plan created by the State of Texas and administered in accordance with the TMRS Act, Subtitle G, Title 8, Texas Government Code (the TMRS Act) as an agent multiple-employer retirement system for employees of Texas participating cities. The TMRS Act places the general administration and management of TMRS with a six-member, Governor-appointed Board of Trustees; however, TMRS is not fiscally dependent on the State of Texas. TMRS issues a publicly available comprehensive annual financial report (Annual Report) that can be obtained at www.tmr.com.

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

2. Benefits Provided

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

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

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

	2022
Inactive employees or beneficiaries currently receiving benefits	40
Inactive employees entitled to but not yet receiving benefits	74
Active employees	38
	152

3. Contributions

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

CITY OF OLMOS PARK
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
SEPTEMBER 30, 2023

NOTE H -- EMPLOYEES' RETIREMENT SYSTEMS (Continued)

3. Contributions (Continued)

Employees for the City were required to contribute 5% of their annual compensation during the fiscal year. The contribution rates for the City were 2.75% and 2.36% in calendar years 2022 and 2023, respectively. The City's contributions to TMRS for the year ended September 30, 2023 were \$55,248.

4. Net Pension Liability

The City's Net Pension Liability (NPL) or Asset was measured as of December 31, 2022, and the Total Pension Liability (TPL) used to calculate the Net Pension Liability was determined by an actuarial valuation as of that date.

Actuarial Assumptions

The Total Pension Liability in the December 31, 2022 actuarial valuation was determined using the following actuarial assumptions:

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

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

The actuarial assumptions were developed primarily from the actuarial investigation of the experience of TMRS over the four-year period from December 31, 2014 to December 31, 2018. They were adopted in 2019 and first used in the December 31, 2019 actuarial valuation. The post-retirement assumption for Annuity Purchase Rates (APRs) is based on the Mortality Experience Investigation Study covering 2009 through 2011 and dated December 31, 2013. Plan assets are managed on a total return basis with an emphasis on both capital appreciation as well as the production of income in order to satisfy the short-term and long-term funding needs of TMRS.

CITY OF OLMOS PARK
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
SEPTEMBER 30, 2023

NOTE H -- EMPLOYEES' RETIREMENT SYSTEMS (Continued)

4. Net Pension Liability (Continued)

Actuarial Assumptions (Continued)

The long-term expected rate of return on pension plan investments was determined using a building-block method in which best estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. In determining their best estimate of a recommended investment return assumption under the various alternative asset allocation portfolios, GRS focused on the area between (1) arithmetic mean (aggressive) without an adjustment for time (conservative) and (2) the geometric mean (conservative) with an adjustment for time (aggressive). The target allocation and best estimates of arithmetic real rates of return for each major asset class in fiscal year 2023 are summarized in the following table:

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return (Arithmetic)
Global Equity	35.00%	7.70%
Core Fixed Income	6.00%	4.90%
Non-Core Fixed Income	20.00%	8.70%
Other Public and Private Markets	12.00%	8.10%
Real Estate	12.00%	5.80%
Hedge Funds	5.00%	6.90%
Private Equity	10.00%	11.80%
	<u>100.00%</u>	

Discount Rate

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

CITY OF OLMOS PARK
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
SEPTEMBER 30, 2023

NOTE H -- EMPLOYEES' RETIREMENT SYSTEMS (Continued)

4. Net Pension Liability (Continued)

	Total Pension Liability	Plan Fiduciary Net Position	Net Pension Liability (Asset)
Balance at December 31, 2021	\$ 6,188,345	\$ 7,389,122	\$ (1,200,777)
Changes for the year:			
Service Cost	180,744	-	180,744
Interest	413,615	-	413,615
Change of Benefit Terms	-	-	-
Difference Between Expected and Actual Experience	(14,496)	-	(14,496)
Changes of Assumptions	-	-	-
Contributions - Employer	-	58,615	(58,615)
Contributions - Employee	-	106,571	(106,571)
Net Investment Income	-	(538,297)	538,297
Benefit Payments, Including Refunds of Employee Contributions	(302,160)	(302,160)	-
Administrative Expense	-	(4,667)	4,667
Other Changes	-	5,569	(5,569)
Net Changes	<u>277,703</u>	<u>(674,369)</u>	<u>952,072</u>
Balance at December 31, 2022	<u>\$ 6,466,048</u>	<u>\$ 6,714,753</u>	<u>\$ (248,705)</u>

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

The following presents the net pension liability (asset) of the City, calculated using the discount rate of 6.75%, as well as what the City's net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower (5.75%) or 1-percentage-point higher (7.75%) than the current rate:

	Discount Rate 5.75%	Discount Rate 6.75%	Discount Rate 7.75%
Net Pension Liability (Asset)	\$ (637,716)	\$ (248,705)	\$ (972,211)

Pension Plan Fiduciary Net Position

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

CITY OF OLMOS PARK
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
SEPTEMBER 30, 2023

NOTE H -- EMPLOYEES' RETIREMENT SYSTEMS (Continued)

4. Net Pension Liability (Continued)

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

For the year ended September 30, 2023, the City recognized negative pension expense of \$65,295. At September 30, 2023, the City reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between Expected and Actual Economic Experience	\$ -	\$ 34,068
Differences Between Projected and Actual Investment Earnings	458,509	-
Contributions Subsequent to the Measurement Date	39,364	-
	\$ 497,873	\$ 34,068

Deferred outflows of resources in the amount of \$39,364 are from contributions subsequent to the measurement date, and will be recognized as a reduction of the net pension liability for the plan year ending December 31, 2023. Other amounts reported as deferred outflows and inflows of resources related to pensions will be recognized in pension expense as follows:

For the Plan Year Ended December 31,	
2023	\$ (16,483)
2024	109,976
2025	123,537
2026	207,411
	\$ 424,441

NOTE I -- 457(B) DEFERRED COMPENSATION PLAN

The City provides a voluntary 457(b) deferred compensation plan through The Variable Annuity Life Insurance Company (VALIC) to all full-time employees. The maximum contributions are adjusted annually by federal statute. The City matches up to 3% of the employee's annual salary, only if the employee participates in the plan. For the year ended September 30, 2023, the City contributed \$29,450.

CITY OF OLMOS PARK
 NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
 SEPTEMBER 30, 2023

NOTE J -- TEXAS HIGHER EDUCATION AUTHORITY

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

Issuance Date	December 2007	October 2016	July 2020
Institution	St Mary's University	Texas Lutheran University	St. Mary's University
Original Issue	\$ 7,455,000	\$ 9,875,000	\$ 6,290,000
Maturity	2030	2026	2032

NOTE K -- INTERFUND TRANSFERS

<u>Transfer From</u>	<u>Transfer To</u>	<u>Amount</u>	<u>Purpose</u>
General Fund	Nonmajor Fund	\$ 20,000	Save for Future Capital Projects
		<u>\$ 20,000</u>	

NOTE L -- LITIGATION

The City and certain of its employees are currently the subjects of three lawsuits alleging civil rights violations. Management plans a vigorous defense against these claims and expects a favorable outcome for the defendants. Damages resulting from this claim, if any, are not expected to have a material impact on these financial statements.

NOTE M -- COMMITMENTS/SUBSEQUENT EVENTS

The City's Police Department has executed contracts for body cameras and license plate readers as a service for five years. The contracts total \$273,765, and \$143,283 has been incurred as of September 30, 2023, leaving a commitment of \$130,482.

The City has entered into engineering and construction projects for the sewer bond. The open contracts total \$1.21 million, and, as of September 30, 2023, \$511 thousand had been incurred, leaving a commitment of \$699 thousand.

CITY OF OLMOS PARK
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
SEPTEMBER 30, 2023

NOTE N -- 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.

REQUIRED SUPPLEMENTARY INFORMATION

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

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

CITY OF OLMOS PARK
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE-
BUDGET AND ACTUAL - GENERAL FUND
FOR THE YEAR ENDED SEPTEMBER 30, 2023

	Budget Amounts		Actual Amounts	Variance
	Original	Final		Favorable (Unfavorable)
REVENUES				
Ad Valorem Taxes	\$ 2,893,638	\$ 2,893,638	\$ 2,940,612	\$ 46,974
Franchise Fees	180,000	180,000	244,021	64,021
Sales Taxes	479,000	479,000	696,580	217,580
Fines and Penalties	216,750	216,750	298,799	82,049
Licenses and Permits	336,000	336,000	300,175	(35,825)
Interest Income	5,000	5,000	154,835	149,835
Miscellaneous	30,000	30,000	44,428	14,428
TOTAL REVENUES	<u>4,140,388</u>	<u>4,140,388</u>	<u>4,679,450</u>	<u>539,062</u>
EXPENDITURES				
<i>General and Administrative:</i>				
Salaries and Benefits	348,602	348,602	335,059	13,543
Supplies	19,000	19,000	16,631	2,369
Contractual	468,143	468,143	430,381	37,762
Maintenance	87,300	87,300	67,670	19,630
<i>Total General and Administrative</i>	<u>923,045</u>	<u>923,045</u>	<u>849,741</u>	<u>73,304</u>
<i>Police Protection:</i>				
Salaries and Benefits	1,021,147	1,077,562	1,054,347	23,215
Supplies	62,000	62,000	57,402	4,598
Contractual	192,900	192,900	180,689	12,211
Maintenance	20,000	20,000	25,576	(5,576)
Capital Outlay	19,611	19,611	21,368	(1,757)
<i>Total Police Protection</i>	<u>1,315,658</u>	<u>1,372,073</u>	<u>1,339,382</u>	<u>32,691</u>
<i>Fire & EMS Protection:</i>				
Salaries and Benefits	961,605	961,605	948,071	13,534
Supplies	59,200	59,200	42,193	17,007
Contractual	132,750	132,750	117,823	14,927
Maintenance	20,000	20,000	16,522	3,478
Capital Outlay	9,700	9,700	5,934	3,766
<i>Total Fire & EMS Protection</i>	<u>\$ 1,183,255</u>	<u>\$ 1,183,255</u>	<u>\$ 1,130,543</u>	<u>\$ 52,712</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, 2023

	Budget Amounts		Actual Amounts	Variance
	Original	Final		Favorable (Unfavorable)
EXPENDITURES (CONT.)				
<i>Street and Sanitation:</i>				
Salaries and Benefits	\$ 318,374	\$ 318,374	\$ 331,215	\$ (12,841)
Supplies	41,500	41,500	29,316	12,184
Contractual	87,600	87,600	63,839	23,761
Maintenance	40,400	40,400	49,057	(8,657)
<i>Total Street and Sanitation</i>	<u>487,874</u>	<u>487,874</u>	<u>473,427</u>	<u>14,447</u>
<i>Municipal Court:</i>				
Salaries and Benefits	117,736	117,736	114,274	3,462
Supplies	2,000	2,000	694	1,306
Contractual	22,000	22,000	21,600	400
<i>Total Municipal Court</i>	<u>141,736</u>	<u>141,736</u>	<u>136,568</u>	<u>5,168</u>
TOTAL EXPENDITURES	<u>4,051,568</u>	<u>4,107,983</u>	<u>3,929,661</u>	<u>178,322</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>88,820</u>	<u>32,405</u>	<u>749,789</u>	<u>717,384</u>
OTHER FINANCING SOURCES (USES)				
Transfers In (Out)	<u>(20,000)</u>	<u>(20,000)</u>	<u>(20,000)</u>	<u>-</u>
TOTAL OTHER FINANCING SOURCES (USES)	<u>(20,000)</u>	<u>(20,000)</u>	<u>(20,000)</u>	<u>-</u>
Net Change in Fund Balance	68,820	12,405	729,789	717,384
Fund Balances at Beginning of Year	<u>2,744,963</u>	<u>2,744,963</u>	<u>2,744,963</u>	<u>-</u>
Fund Balances at End of Year	<u>\$ 2,813,783</u>	<u>\$ 2,757,368</u>	<u>\$ 3,474,752</u>	<u>\$ 717,384</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, 2023

	Budget Amounts		Actual Amounts	Variance
	Original	Final		Favorable (Unfavorable)
REVENUES				
Sales Tax	\$ 125,000	\$ 125,000	\$ 169,973	\$ 44,973
TOTAL REVENUES	<u>125,000</u>	<u>125,000</u>	<u>169,973</u>	<u>44,973</u>
EXPENDITURES				
Project Expenditures	190,000	195,000	64,775	130,225
Professional Services	25,000	25,000	5,230	19,770
Administrative Expenditures	10,200	10,200	3,941	6,259
TOTAL EXPENDITURES	<u>225,200</u>	<u>230,200</u>	<u>73,946</u>	<u>156,254</u>
Net Change in Fund Balance	(100,200)	(105,200)	96,027	201,227
Fund Balances at Beginning of Year	<u>346,457</u>	<u>346,457</u>	<u>346,457</u>	<u>-</u>
Fund Balances at End of Year	<u>\$ 246,257</u>	<u>\$ 241,257</u>	<u>\$ 442,484</u>	<u>\$ 201,227</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, 2023

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, and Economic Development Funds.

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

The City does not use encumbrances.

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

	Total Pension Liability			
	2014	2015	2016	2017
Service Cost	\$ 122,524	\$ 130,157	\$ 150,113	\$ 161,011
Interest (on the Total Pension Liability)	313,392	324,488	330,521	342,292
Changes of Benefit Terms	-	-	-	-
Difference between Expected and Actual Experience	24,667	(64,045)	(1,805)	21,646
Change of Assumptions	-	169,679	-	-
Benefit Payments, Including Refunds of Employee Contributions	(352,172)	(259,607)	(358,764)	(261,041)
Net Change in Total Pension Liability	108,411	300,672	120,065	263,908
Total Pension Liability - Beginning	4,591,854	4,700,265	5,000,937	5,121,002
Total Pension Liability - Ending	<u>\$ 4,700,265</u>	<u>\$ 5,000,937</u>	<u>\$ 5,121,002</u>	<u>\$ 5,384,910</u>
	Plan Fiduciary Net Position			
	2014	2015	2016	2017
Contributions - Employer	\$ 16,488	\$ 21,773	\$ 20,409	\$ 41,802
Contributions - Employee	76,334	79,461	84,333	88,565
Net Investment Income	309,999	8,066	358,730	749,512
Benefit Payments, Including Refunds of Employee Contributions	(352,172)	(259,607)	(358,764)	(261,041)
Administrative Expense	(3,237)	(4,913)	(4,054)	(3,887)
Other	(266)	(244)	(218)	(197)
Net Change in Plan Fiduciary Net Position	47,146	(155,464)	100,436	614,754
Plan Fiduciary Net Position - Beginning	5,419,694	5,466,840	5,311,376	5,411,812
Plan Fiduciary Net Position - Ending	<u>\$ 5,466,840</u>	<u>\$ 5,311,376</u>	<u>\$ 5,411,812</u>	<u>\$ 6,026,566</u>
Net Pension Liability (Asset) - Ending	\$ (766,575)	\$ (310,439)	\$ (290,810)	\$ (641,656)
Plan Fiduciary Net Position as a Percentage of Total Pension Liability	116.31%	106.21%	105.68%	111.92%
Covered Payroll	\$ 1,526,672	\$ 1,589,219	\$ 1,686,667	\$ 1,771,293
Net Pension Liability (Asset) as a Percentage of Covered Payroll	-50.21%	-19.53%	-17.24%	-36.23%

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

Total Pension Liability				
2018	2019	2020	2021	2022
\$ 164,036	\$ 171,681	\$ 177,701	\$ 173,658	\$ 180,744
357,860	372,153	389,580	403,938	413,615
-	-	-	-	-
(7,835)	57,768	(6,653)	(121,008)	(14,496)
-	(25,378)	-	-	-
<u>(330,584)</u>	<u>(281,686)</u>	<u>(360,441)</u>	<u>(331,355)</u>	<u>(302,160)</u>
183,477	294,538	200,187	125,233	277,703
5,384,910	5,568,387	5,862,925	6,063,112	6,188,345
<u>\$ 5,568,387</u>	<u>\$ 5,862,925</u>	<u>\$ 6,063,112</u>	<u>\$ 6,188,345</u>	<u>\$ 6,466,048</u>

Plan Fiduciary Net Position				
2018	2019	2020	2021	2022
\$ 50,559	\$ 50,609	\$ 78,297	\$ 61,020	\$ 58,615
92,259	97,325	102,480	102,032	106,571
(180,356)	873,106	484,322	870,996	(538,297)
(330,584)	(281,686)	(360,441)	(331,355)	(302,160)
(3,489)	(4,940)	(3,138)	(4,036)	(4,667)
(182)	(148)	(122)	28	5,569
<u>(371,793)</u>	<u>734,266</u>	<u>301,398</u>	<u>698,685</u>	<u>(674,369)</u>
6,026,566	5,654,773	6,389,039	6,690,437	7,389,122
<u>\$ 5,654,773</u>	<u>\$ 6,389,039</u>	<u>\$ 6,690,437</u>	<u>\$ 7,389,122</u>	<u>\$ 6,714,753</u>

\$ (86,386)	\$ (526,114)	\$ (627,325)	\$ (1,200,777)	\$ (248,705)
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101.55%	108.97%	110.35%	119.40%	103.85%
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\$ 1,845,173	\$ 1,946,498	\$ 2,049,606	\$ 2,040,638	\$ 2,131,412
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-4.68%	-27.03%	-30.61%	-58.84%	-11.67%
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CITY OF OLMOS PARK
SCHEDULE OF EMPLOYER CONTRIBUTIONS
LAST TEN FISCAL YEARS

Year Ended September 30,	Actuarially Determined Contribution (ADC)	Contributions in Relation to the Actuarially Determined Contribution	Contribution Deficiency (Excess)	Covered Payroll	Contributions as a Percentage of Covered Payroll
2014	\$ 15,348	\$ 15,348	\$ -	\$ 1,517,091	1.01%
2015	20,401	20,401	-	1,572,992	1.30%
2016	20,775	20,775	-	1,660,017	1.25%
2017	36,348	36,348	-	1,712,943	2.12%
2018	48,549	48,549	-	1,823,832	2.66%
2019	50,553	50,553	-	1,920,403	2.63%
2020	53,294	71,188	(17,894)	2,020,335	3.52%
2021	59,088	64,908	(5,820)	2,035,339	3.19%
2022	58,450	58,450	-	2,079,584	2.81%
2023	55,248	55,248	-	2,245,552	2.46%

Notes to Schedule of Contributions

Valuation Date: December 31, 2022

Notes

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

Methods and Assumptions Used to Determine Contribution Rates:

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

Other Information:

Notes: There were no benefit plan changes during the 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 – Bond Series 2022 Fund
- Comparative Statements – Economic Development Fund
- Combining Statements – Nonmajor Governmental Funds
- Comparative Statements – Proprietary Sewer Fund

CITY OF OLMOS PARK
 COMPARATIVE BALANCE SHEETS
 GENERAL FUND
 SEPTEMBER 30, 2023 AND 2022

	2023	2022
ASSETS		
Cash and Cash Equivalents	\$ 3,388,546	\$ 2,647,139
Receivables (net of allowances for uncollectibles):		
Property Taxes	47,139	41,130
Other Receivables	155,384	152,943
 TOTAL ASSETS	 \$ 3,591,069	 \$ 2,841,212
 LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES		
<i>Liabilities:</i>		
Accounts Payable	\$ 69,178	\$ 55,120
<i>Total Liabilities</i>	69,178	55,120
 <i>Deferred Inflows of Resources:</i>		
Unavailable Property Tax Revenue	47,139	41,129
<i>Total Deferred Inflows of Resources</i>	47,139	41,129
 <i>Fund Balances:</i>		
Unassigned	3,474,752	2,744,963
<i>Total Fund Balance</i>	3,474,752	2,744,963
 TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES	 \$ 3,591,069	 \$ 2,841,212

CITY OF OLMOS PARK
 COMPARATIVE STATEMENT OF REVENUES, EXPENDITURES AND
 CHANGES IN FUND BALANCE
 GENERAL FUND
 FOR THE FISCAL YEARS ENDED SEPTEMBER 30, 2023 AND 2022

	2023	2022
REVENUES		
Ad Valorem Taxes	\$ 2,940,612	\$ 2,718,011
Franchise Fees	244,021	238,145
Sales Taxes	696,580	689,567
Fines and Penalties	298,799	250,441
Licenses and Permits	300,175	499,562
Interest Income	154,835	24,599
Miscellaneous	44,428	45,565
TOTAL REVENUES	4,679,450	4,465,890
 EXPENDITURES		
<i>Current:</i>		
General and Administrative	849,741	869,491
Police Protection	1,339,382	1,200,158
Fire and EMS Protection	1,130,543	1,132,970
Street and Sanitation	473,427	448,901
Municipal Court	136,568	137,953
TOTAL EXPENDITURES	3,929,661	3,789,473
Excess (Deficiency) of Revenues Over (Under) Expenditures	749,789	676,417
 OTHER FINANCING SOURCES (USES)		
Transfers In (Out)	(20,000)	(550,000)
TOTAL OTHER FINANCING SOURCES (USES)	(20,000)	(550,000)
 Net Change in Fund Balance	729,789	126,417
 Fund Balances at Beginning of Year	2,744,963	2,618,546
 Fund Balances at End of Year	\$ 3,474,752	\$ 2,744,963

CITY OF OLMOS PARK
 COMPARATIVE BALANCE SHEETS
 BOND SERIES 2022 FUND
 SEPTEMBER 30, 2023 AND 2022

	2023	2022
ASSETS		
Cash and Cash Equivalents	\$ 2,858,721	\$ 812,888
Certificates of Deposit and Investments	1,230,000	4,987,438
TOTAL ASSETS	\$ 4,088,721	\$ 5,800,326
 LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES		
<i>Liabilities:</i>		
Accounts Payable	\$ 107,070	\$ -
<i>Total Liabilities</i>	107,070	-
 <i>Fund Balances:</i>		
Restricted for Sewer Improvements	3,981,651	5,800,326
<i>Total Fund Balances</i>	3,981,651	5,800,326
 TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES	\$ 4,088,721	\$ 5,800,326

CITY OF OLMOS PARK
 COMPARATIVE STATEMENT OF REVENUES, EXPENDITURES AND
 CHANGES IN FUND BALANCE
 BOND SERIES 2022 FUND
 FOR THE FISCAL YEARS ENDED SEPTEMBER 30, 2023 AND 2022

	2023	2022
REVENUES		
Interest Income	\$ 183,231	\$ 25,380
TOTAL REVENUES	183,231	25,380
 EXPENDITURES		
Current:		
General and Administrative	708	32
Capital Outlay	2,001,198	135,022
Debt Service:		
Bond Issue Costs	-	140,329
TOTAL EXPENDITURES	2,001,906	275,383
Excess (Deficiency) of Revenues Over (Under) Expenditures	(1,818,675)	(250,003)
 OTHER FINANCING SOURCES		
Issuance of Bonded Debt	-	5,635,000
Premium on Bonded Debt	-	415,329
TOTAL OTHER FINANCING SOURCES (USES)	-	6,050,329
 Net Change in Fund Balance	(1,818,675)	5,800,326
 Fund Balances at Beginning of Year	5,800,326	-
 Fund Balances at End of Year	\$ 3,981,651	\$ 5,800,326

CITY OF OLMOS PARK
 COMPARATIVE BALANCE SHEETS
 ECONOMIC DEVELOPMENT FUND
 SEPTEMBER 30, 2023 AND 2022

	2023	2022
ASSETS		
Cash and Cash Equivalents	\$ 415,331	\$ 320,309
Other Receivables	27,153	26,148
TOTAL ASSETS	\$ 442,484	\$ 346,457
LIABILITIES AND FUND BALANCES		
<i>Liabilities:</i>		
Accounts Payable	\$ -	\$ -
<i>Total Liabilities</i>	-	-
<i>Fund Balances:</i>		
Restricted For:		
Economic Development	442,484	346,457
<i>Total Fund Balances</i>	442,484	346,457
TOTAL LIABILITIES & FUND BALANCES	\$ 442,484	\$ 346,457

CITY OF OLMOS PARK
 COMPARATIVE STATEMENT OF REVENUES, EXPENDITURES AND
 CHANGES IN FUND BALANCE
 ECONOMIC DEVELOPMENT FUND
 FOR THE FISCAL YEARS ENDED SEPTEMBER 30, 2023 AND 2022

	2023	2022
REVENUES		
Sales Tax	\$ 169,973	\$ 166,829
Interest Income	-	226
TOTAL REVENUES	169,973	167,055
 EXPENDITURES		
Project Expenditures	64,775	116,567
Professional Services	5,230	2,111
Administrative Expenditures	3,941	838
TOTAL EXPENDITURES	73,946	119,516
Net Change in Fund Balance	96,027	47,539
Fund Balances at Beginning of Year	346,457	298,918
Fund Balances at End of Year	\$ 442,484	\$ 346,457

CITY OF OLMOS PARK
 COMBINING BALANCE SHEET
 NONMAJOR GOVERNMENTAL FUNDS
 SEPTEMBER 30, 2023

	Capital Projects	Special Revenue	Asset Forfeiture	Debt Service	Total Nonmajor
ASSETS					
Cash and Cash Equivalents	\$ 784,651	\$ 437,165	\$ 306	\$ 57,226	\$ 1,279,348
Receivables (net of allowances):					
Property Taxes	-	-	-	7,504	7,504
Other	-	30,461	-	-	30,461
TOTAL ASSETS	\$ 784,651	\$ 467,626	\$ 306	\$ 64,730	\$ 1,317,313
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES					
<i>Liabilities:</i>					
Accounts Payable	\$ -	\$ -	\$ -	\$ -	\$ -
<i>Total Liabilities</i>	-	-	-	-	-
<i>Deferred Inflows of Resources:</i>					
Unavailable Property Taxes	-	-	-	7,504	7,504
<i>Total Deferred Inflows</i>	-	-	-	7,504	7,504
<i>Fund Balances:</i>					
Restricted For:					
Municipal Court	-	88,593	-	-	88,593
Police Department	-	34,713	306	-	35,019
Street Maintenance	-	299,166	-	-	299,166
Other	-	45,154	-	-	45,154
Debt Service	-	-	-	57,226	57,226
Assigned for:					
Equipment and Vehicles	212,561	-	-	-	212,561
Street Maintenance	398,280	-	-	-	398,280
Other Capital Projects	173,810	-	-	-	173,810
<i>Total Fund Balances</i>	784,651	467,626	306	57,226	1,309,809
TOTAL LIABILITIES DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES	\$ 784,651	\$ 467,626	\$ 306	\$ 64,730	\$ 1,317,313

CITY OF OLMOS PARK
 COMBINING STATEMENT OF REVENUES, EXPENDITURES AND
 CHANGES IN FUND BALANCE
 NONMAJOR GOVERNMENTAL FUNDS
 FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2023

	Capital Projects	Special Revenue	Asset Forfeiture	Debt Service	Total Nonmajor
REVENUES					
Ad Valorem Taxes	\$ -	\$ -	\$ -	\$ 468,091	\$ 468,091
Franchise Fees	-	24,959	-	-	24,959
Sales Taxes	-	169,973	-	-	169,973
Fines and Penalties	-	22,321	1,139	-	23,460
Licenses and Permits	-	913	-	-	913
Interest Income	244	244	-	244	732
Grants	-	28,684	-	-	28,684
Miscellaneous	-	-	-	-	-
TOTAL REVENUES	<u>244</u>	<u>247,094</u>	<u>1,139</u>	<u>468,335</u>	<u>716,812</u>
EXPENDITURES					
<i>Current:</i>					
General and Administrative	-	77	-	-	77
Police Protection	4,400	11,595	3,051	-	19,046
Fire and EMS Protection	10,000	-	-	-	10,000
Street and Sanitation	-	91,746	-	-	91,746
Municipal Court	-	15,850	-	-	15,850
<i>Debt Service:</i>					
Principal	-	-	-	140,000	140,000
Interest	-	-	-	286,847	286,847
Capital Outlay	494,016	24,290	-	-	518,306
TOTAL EXPENDITURES	<u>508,416</u>	<u>143,558</u>	<u>3,051</u>	<u>426,847</u>	<u>1,081,872</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(508,172)</u>	<u>103,536</u>	<u>(1,912)</u>	<u>41,488</u>	<u>(365,060)</u>
OTHER FINANCING SOURCES (USES)					
Insurance Recovery	49,299	-	-	-	49,299
Transfers In	20,000	-	-	-	20,000
TOTAL OTHER FINANCING SOURCES (USES)	<u>69,299</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>69,299</u>
Net Change in Fund Balance	(438,873)	103,536	(1,912)	41,488	(295,761)
Beginning Fund Balances	<u>1,223,524</u>	<u>364,090</u>	<u>2,218</u>	<u>15,738</u>	<u>1,605,570</u>
Ending Fund Balances	<u>\$ 784,651</u>	<u>\$ 467,626</u>	<u>\$ 306</u>	<u>\$ 57,226</u>	<u>\$ 1,309,809</u>

CITY OF OLMOS PARK
 COMPARATIVE STATEMENT OF NET POSITION
 PROPRIETARY FUND
 SEWER SYSTEM
 SEPTEMBER 30, 2023 AND 2022

	2023	2022
ASSETS		
Cash and Cash Equivalents	\$ 769,677	\$ 593,985
Receivables (net of allowances for uncollectibles)	61,231	53,682
TOTAL ASSETS	830,908	647,667
 LIABILITIES		
Accounts Payable	43,988	38,297
TOTAL LIABILITIES	43,988	38,297
 NET POSITION		
Unrestricted	786,920	609,370
TOTAL NET POSITION	\$ 786,920	\$ 609,370

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, 2023 AND 2022

	2023	2022
OPERATING REVENUES		
Charges for Utility Service	\$ 647,044	\$ 623,940
TOTAL OPERATING REVENUES	647,044	623,940
 OPERATING EXPENSES		
Waste Water Treatment Fees	488,871	475,796
Sewer Maintenance	-	52,950
Billing Fees	4,082	4,081
TOTAL OPERATING EXPENSES	492,953	532,827
 Operating Income (Loss)	154,091	91,113
 NONOPERATING REVENUES (EXPENSES)		
Franchise Taxes	23,213	21,425
Interest Income	246	30
TOTAL NONOPERATING REVENUES (EXPENSES)	23,459	21,455
 CHANGE IN NET POSITION	177,550	112,568
 Net Position at Beginning of Year	609,370	496,802
 Net Position at End of Year	\$ 786,920	\$ 609,370

CITY OF OLMOS PARK
 COMPARATIVE STATEMENTS OF CASH FLOWS
 PROPRIETARY FUND – SEWER SYSTEM
 FOR THE FISCAL YEARS ENDED SEPTEMBER 30, 2023 AND 2022

	2023	2022
Cash Flows From Operating Activities:		
Cash Received From Customers	\$ 639,495	\$ 623,940
Cash Paid to Suppliers for Goods and Services	(487,262)	(535,639)
Net Cash Provided (Used) by Operating Activities	152,233	88,301
Cash Flows From Noncapital Financing Activities:		
Franchise Taxes	23,213	21,425
Net Cash Provided (Used) by Noncapital Financing Activities	23,213	21,425
Cash Flows From Investing Activities:		
Investment Interest Received	246	30
Net Cash Provided (Used) by Investing Activities	246	30
Net Increase (Decrease) in Cash and Cash Equivalents	175,692	109,756
Cash and Cash Equivalents at Beginning of Year	593,985	484,229
Cash and Cash Equivalents at End of Year	\$ 769,677	\$ 593,985
Reconciliation of Operating Income to Net Cash Provided (Used) by Operating Activities:		
Operating Income (Loss)	\$ 154,091	\$ 91,113
Adjustments to Reconcile Operating Income to Net Cash Provided (Used) by Operating Activities:		
Increase (Decrease) in Assets:		
Accounts Receivable	(7,549)	-
Increase (Decrease) in Liabilities:		
Accounts Payable	5,691	(2,812)
Total Adjustments to Reconcile Operating Activities	(1,858)	(2,812)
Net Cash Provided (Used) by Operating Activities	\$ 152,233	\$ 88,301

STATISTICAL SECTION

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

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

Contents

Financial Trends – Tables 1 through 5

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

Revenue Capacity – Tables 6 through 9

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

Debt Capacity – Tables 10 through 12

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

Demographic and Economic Information – Tables 13 and 14

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

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

	Fiscal Year			
	2014*	2015	2016	2017
<i>Governmental Activities:</i>				
Net Investment in				
Capital Assets	\$ 6,713,772	\$ 6,659,231	\$ 6,801,674	\$ 6,470,869
Restricted	712,474	418,651	528,413	518,140
Unrestricted	3,080,438	3,337,848	3,366,841	3,698,413
<i>Total Governmental Activities</i>	<u>\$ 10,506,684</u>	<u>\$ 10,415,730</u>	<u>\$ 10,696,928</u>	<u>\$ 10,687,422</u>
<i>Business-Type Activities:</i>				
Net Investment in				
Capital Assets	\$ -	\$ -	\$ -	\$ -
Restricted	-	-	-	-
Unrestricted	354,479	247,278	324,754	626,473
<i>Total Business-Type Activities</i>	<u>\$ 354,479</u>	<u>\$ 247,278</u>	<u>\$ 324,754</u>	<u>\$ 626,473</u>
<i>Primary Government:</i>				
Net Investment in				
Capital Assets	\$ 6,713,772	\$ 6,659,231	\$ 6,801,674	\$ 6,470,869
Restricted	712,474	418,651	528,413	518,140
Unrestricted	3,434,917	3,585,126	3,691,595	4,324,886
<i>Total Primary Government</i>	<u>\$ 10,861,163</u>	<u>\$ 10,663,008</u>	<u>\$ 11,021,682</u>	<u>\$ 11,313,895</u>

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

TABLE 1

Fiscal Year					
2018	2019	2020	2021	2022	2023
\$ 6,323,477	\$ 6,193,983	\$ 6,255,638	\$ 7,278,496	\$ 7,194,544	\$ 7,620,600
625,861	832,187	1,155,330	766,729	712,765	1,192,070
4,103,388	4,277,948	4,115,281	3,941,744	4,669,453	4,711,961
<u>\$ 11,052,726</u>	<u>\$ 11,304,118</u>	<u>\$ 11,526,249</u>	<u>\$ 11,986,969</u>	<u>\$ 12,576,762</u>	<u>\$ 13,524,631</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-
560,975	514,139	499,396	496,802	609,370	786,920
<u>\$ 560,975</u>	<u>\$ 514,139</u>	<u>\$ 499,396</u>	<u>\$ 496,802</u>	<u>\$ 609,370</u>	<u>\$ 786,920</u>
\$ 6,323,477	\$ 6,193,983	\$ 6,255,638	\$ 7,278,496	\$ 7,194,544	\$ 7,620,600
625,861	832,187	1,155,330	766,729	712,765	1,192,070
4,664,363	4,792,087	4,614,677	4,438,546	5,278,823	5,498,881
<u>\$ 11,613,701</u>	<u>\$ 11,818,257</u>	<u>\$ 12,025,645</u>	<u>\$ 12,483,771</u>	<u>\$ 13,186,132</u>	<u>\$ 14,311,551</u>

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

	Fiscal Year			
	2014*	2015	2016	2017
Expenses				
<i>Governmental Activities:</i>				
General Government	\$ 757,485	\$ 734,070	\$ 786,726	\$ 878,126
Police Protection	861,853	869,077	965,926	1,038,295
Fire/EMS Protection	989,607	970,304	1,082,956	995,945
Streets and Sanitation	964,395	1,307,968	973,840	1,130,414
Municipal Court	72,084	79,242	102,037	134,693
Interest on Long-Term Debt	80,554	75,450	68,991	61,228
<i>Total Governmental Activities Expenses</i>	<u>3,725,978</u>	<u>4,036,111</u>	<u>3,980,476</u>	<u>4,238,701</u>
<i>Business-Type Activities:</i>				
Sewer	456,455	489,116	394,496	652,725
<i>Total Business-Type Activities</i>	<u>456,455</u>	<u>489,116</u>	<u>394,496</u>	<u>652,725</u>
Total Primary Government Expenses	<u>\$ 4,182,433</u>	<u>\$ 4,525,227</u>	<u>\$ 4,374,972</u>	<u>\$ 4,891,426</u>
Program Revenues				
<i>Governmental Activities:</i>				
Charges for Service:				
General Government	\$ 206,634	\$ 197,304	\$ 281,545	\$ 341,155
Police Protection	-	-	3,081	689
Fire/EMS Protection	-	-	-	-
Streets and Sanitation	-	-	-	-
Municipal Court	114,942	169,521	247,853	293,439
Operating Grants and Contributions	3,971	4,120	4,247	3,914
Capital Grants and Contributions	-	20,791	-	-
<i>Total Governmental Activities Program Revenues</i>	<u>325,547</u>	<u>391,736</u>	<u>536,726</u>	<u>639,197</u>
<i>Business-Type Activities:</i>				
Charges for Service:				
Sewer	449,201	381,666	471,717	584,057
<i>Total Business-Type Activities Program Revenues</i>	<u>449,201</u>	<u>381,666</u>	<u>471,717</u>	<u>584,057</u>
Total Primary Government Program Revenues	<u>\$ 774,748</u>	<u>\$ 773,402</u>	<u>\$ 1,008,443</u>	<u>\$ 1,223,254</u>

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

TABLE 2

Fiscal Year					
2018	2019	2020	2021	2022	2023
\$ 797,748	\$ 845,765	\$ 1,150,600	\$ 873,318	\$ 1,028,304	\$ 1,043,687
1,194,447	1,267,612	1,219,287	1,336,470	1,156,608	1,466,642
992,732	1,094,336	1,137,198	1,118,112	1,159,133	1,231,946
1,122,954	1,019,105	850,364	960,389	1,268,252	798,421
140,777	148,816	146,318	139,921	136,395	154,228
52,335	42,089	30,530	17,992	204,611	219,857
<u>4,300,993</u>	<u>4,417,723</u>	<u>4,534,297</u>	<u>4,446,202</u>	<u>4,953,303</u>	<u>4,914,781</u>
<u>627,558</u>	<u>691,958</u>	<u>654,559</u>	<u>665,588</u>	<u>532,827</u>	<u>492,953</u>
<u>627,558</u>	<u>691,958</u>	<u>654,559</u>	<u>665,588</u>	<u>532,827</u>	<u>492,953</u>
<u>\$ 4,928,551</u>	<u>\$ 5,109,681</u>	<u>\$ 5,188,856</u>	<u>\$ 5,111,790</u>	<u>\$ 5,486,130</u>	<u>\$ 5,407,734</u>
\$ 215,482	\$ 289,083	\$ 297,171	\$ 381,653	\$ 490,066	\$ 290,643
5,178	2,507	5,052	-	4,148	1,140
-	-	-	-	-	-
-	-	-	-	-	-
315,925	282,342	228,948	283,097	269,375	321,120
4,503	4,324	4,142	4,166	302,888	93,704
51,117	-	-	-	-	-
<u>592,205</u>	<u>578,256</u>	<u>535,313</u>	<u>668,916</u>	<u>1,066,477</u>	<u>706,607</u>
<u>561,334</u>	<u>544,612</u>	<u>607,825</u>	<u>644,747</u>	<u>623,940</u>	<u>647,044</u>
<u>561,334</u>	<u>544,612</u>	<u>607,825</u>	<u>644,747</u>	<u>623,940</u>	<u>647,044</u>
<u>\$ 1,153,539</u>	<u>\$ 1,122,868</u>	<u>\$ 1,143,138</u>	<u>\$ 1,313,663</u>	<u>\$ 1,690,417</u>	<u>\$ 1,353,651</u>

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

	Fiscal Year			
	2014*	2015	2016	2017
Net (Expenses) Revenue				
Governmental Activities	\$ (3,400,431)	\$ (3,644,375)	\$ (3,443,750)	\$ (3,599,504)
Business-Type Activities	(7,254)	(107,450)	77,221	(68,668)
Total Primary Government Net Expenses	<u>\$ (3,407,685)</u>	<u>\$ (3,751,825)</u>	<u>\$ (3,366,529)</u>	<u>\$ (3,668,172)</u>
Governmental Revenues and Other Changes in Net Position				
<i>Governmental Activities:</i>				
Taxes:				
Property Taxes	\$ 2,586,444	\$ 2,527,809	\$ 2,738,228	\$ 2,924,948
Franchise Taxes	215,279	257,052	236,232	232,477
Sales Taxes	686,978	725,913	698,922	730,991
Interest and Investment Earnings	5,654	3,037	7,447	8,564
Miscellaneous	25,498	39,610	44,119	63,018
Transfers In (Out)	(200,000)	-	-	(370,000)
<i>Total Governmental Activities</i>	<u>3,319,853</u>	<u>3,553,421</u>	<u>3,724,948</u>	<u>3,589,998</u>
<i>Business-Type Activities:</i>				
Interest and Investment Earnings	241	249	255	387
Franchise Taxes	-	-	-	-
Transfers In (Out)	200,000	-	-	370,000
<i>Total Business-Type /Activities</i>	<u>200,241</u>	<u>249</u>	<u>255</u>	<u>370,387</u>
Total Primary Government	<u>\$ 3,520,094</u>	<u>\$ 3,553,670</u>	<u>\$ 3,725,203</u>	<u>\$ 3,960,385</u>
Changes In Net Position				
Governmental Activities	\$ (80,578)	\$ (90,954)	\$ 281,198	\$ (9,506)
Business-Type Activities	192,987	(107,201)	77,476	301,719
Total Primary Government	<u>\$ 112,409</u>	<u>\$ (198,155)</u>	<u>\$ 358,674</u>	<u>\$ 292,213</u>

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

TABLE 2 (Continued)

Fiscal Year					
2018	2019	2020	2021	2022	2023
\$ (3,708,788)	\$ (3,839,467)	\$ (3,998,984)	\$ (3,777,286)	\$ (3,886,826)	\$ (4,208,174)
<u>(66,224)</u>	<u>(147,346)</u>	<u>(46,734)</u>	<u>(20,841)</u>	<u>91,113</u>	<u>154,091</u>
<u>\$ (3,775,012)</u>	<u>\$ (3,986,813)</u>	<u>\$ (4,045,718)</u>	<u>\$ (3,798,127)</u>	<u>\$ (3,795,713)</u>	<u>\$ (4,054,083)</u>
\$ 2,977,372	\$ 3,041,976	\$ 3,128,075	\$ 3,085,703	\$ 3,069,150	\$ 3,417,075
266,980	227,714	234,544	230,139	259,570	268,980
746,017	795,331	752,756	840,353	1,023,226	1,036,525
12,905	53,223	37,085	3,239	60,251	353,512
70,818	72,615	91,830	78,572	64,422	79,951
-	(100,000)	(23,175)	-	-	-
<u>4,074,092</u>	<u>4,090,859</u>	<u>4,221,115</u>	<u>4,238,006</u>	<u>4,476,619</u>	<u>5,156,043</u>
726	510	37	32	30	246
-	-	8,779	18,213	21,425	23,213
-	100,000	23,175	-	-	-
<u>726</u>	<u>100,510</u>	<u>31,991</u>	<u>18,245</u>	<u>21,455</u>	<u>23,459</u>
<u>\$ 4,074,818</u>	<u>\$ 4,191,369</u>	<u>\$ 4,253,106</u>	<u>\$ 4,256,251</u>	<u>\$ 4,498,074</u>	<u>\$ 5,179,502</u>
\$ 365,304	\$ 251,392	\$ 222,131	\$ 460,720	\$ 589,793	\$ 947,869
<u>(65,498)</u>	<u>(46,836)</u>	<u>(14,743)</u>	<u>(2,596)</u>	<u>112,568</u>	<u>177,550</u>
<u>\$ 299,806</u>	<u>\$ 204,556</u>	<u>\$ 207,388</u>	<u>\$ 458,124</u>	<u>\$ 702,361</u>	<u>\$ 1,125,419</u>

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

	Fiscal Year			
	2014	2015	2016	2017
General Fund				
Nonspendable	\$ 4,260	\$ 2,957	\$ 25,060	\$ 24,377
Committed	-	-	-	-
Assigned	-	-	-	-
Unassigned	<u>1,365,236</u>	<u>1,197,042</u>	<u>1,728,881</u>	<u>1,484,141</u>
Total General Fund	<u><u>\$ 1,369,496</u></u>	<u><u>\$ 1,199,999</u></u>	<u><u>\$ 1,753,941</u></u>	<u><u>\$ 1,508,518</u></u>
All Other Governmental Funds				
Capital Projects Funds	\$ 874,089	\$ 1,297,841	\$ 908,739	\$ 1,640,456
Economic Development	255,705	283,608	355,701	378,300
Special Revenue Funds	400,821	96,269	133,358	102,993
Debt Service Fund	<u>55,944</u>	<u>41,307</u>	<u>39,630</u>	<u>41,883</u>
Total All Other Governmental Funds	<u><u>\$ 1,586,559</u></u>	<u><u>\$ 1,719,025</u></u>	<u><u>\$ 1,437,428</u></u>	<u><u>\$ 2,163,632</u></u>

TABLE 3

Fiscal Year					
2018	2019	2020	2021	2022	2023
\$ 27,301	\$ 31,961	\$ 19,366	\$ 19,366	\$ -	\$ -
-	-	-	-	-	-
-	-	-	-	-	-
<u>1,739,622</u>	<u>2,151,329</u>	<u>2,333,054</u>	<u>2,599,180</u>	<u>2,744,963</u>	<u>3,474,752</u>
<u>\$ 1,766,923</u>	<u>\$ 2,183,290</u>	<u>\$ 2,352,420</u>	<u>\$ 2,618,546</u>	<u>\$ 2,744,963</u>	<u>\$ 3,474,752</u>
\$ 1,843,377	\$ 1,710,168	\$ 1,388,471	\$ 849,236	\$ 7,023,850	\$ 4,766,302
488,826	578,234	672,702	298,918	346,457	442,484
135,366	247,640	298,483	327,393	366,338	467,932
4,611	8,224	181,721	137,557	15,738	57,226
<u>\$ 2,472,180</u>	<u>\$ 2,544,266</u>	<u>\$ 2,541,377</u>	<u>\$ 1,613,104</u>	<u>\$ 7,752,383</u>	<u>\$ 5,733,944</u>

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

	Fiscal Year			
	2014	2015	2016	2017
REVENUES				
Ad Valorem Taxes	\$ 2,586,491	\$ 2,542,610	\$ 2,732,654	\$ 2,957,779
Franchise Fees	215,279	257,052	236,232	232,477
Sales Taxes	686,979	725,913	698,921	730,991
Fines and Penalties	114,944	169,528	250,828	298,195
Licenses and Permits	206,634	197,304	286,571	341,455
Interest Income	5,654	3,038	7,447	8,564
Miscellaneous	25,499	31,010	40,312	58,666
Grants	3,969	24,903	4,234	3,899
TOTAL REVENUES	<u>3,845,449</u>	<u>3,951,358</u>	<u>4,257,199</u>	<u>4,632,026</u>
EXPENDITURES				
<i>Current:</i>				
General and Administrative	693,473	668,812	705,959	791,618
Police Protection	806,113	826,832	859,220	947,936
Fire & EMS Protection	912,119	901,042	952,479	860,263
Street and Sanitation	446,193	794,988	435,353	548,830
Municipal Court	70,359	74,361	93,184	123,426
Capital Projects/Outlay	134,687	262,969	472,421	36,577
Debt Service:				
Principal	390,000	395,000	405,000	410,000
Interest and Fiscal Charges	81,237	76,385	70,138	62,595
Bond Issue Costs	-	-	-	-
TOTAL EXPENDITURES	<u>3,534,181</u>	<u>4,000,389</u>	<u>3,993,754</u>	<u>3,781,245</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>311,268</u>	<u>(49,031)</u>	<u>263,445</u>	<u>850,781</u>
OTHER FINANCING SOURCES (USES)				
Issuance of Bonded Debt	-	-	-	-
Premium on Bonded Debt	-	-	-	-
Sale of Capital Assets/Insurance Recovery	-	12,000	8,900	-
Transfers In (Out)	<u>(200,000)</u>	<u>-</u>	<u>-</u>	<u>(370,000)</u>
TOTAL OTHER FINANCING SOURCES (USES)	<u>(200,000)</u>	<u>12,000</u>	<u>8,900</u>	<u>(370,000)</u>
Net Change in Fund Balance	<u>\$ 111,268</u>	<u>\$ (37,031)</u>	<u>\$ 272,345</u>	<u>\$ 480,781</u>
Debt Service as a Percentage of Noncapital Expenditures	14%	13%	13%	13%

TABLE 4

Fiscal Year					
2018	2019	2020	2021	2022	2023
\$ 2,970,802	\$ 3,049,063	\$ 3,123,505	\$ 3,083,868	\$ 3,058,090	\$ 3,408,703
266,980	227,714	234,544	230,139	259,570	268,980
746,017	795,331	752,756	840,353	1,023,225	1,036,526
321,339	285,241	234,225	283,439	273,626	322,259
226,657	297,959	310,875	398,838	505,883	301,088
12,899	53,223	37,089	3,239	60,255	353,515
44,423	75,359	52,901	61,047	48,505	44,428
55,606	4,312	29,137	4,164	410,411	93,803
<u>4,644,723</u>	<u>4,788,202</u>	<u>4,775,032</u>	<u>4,905,087</u>	<u>5,639,565</u>	<u>5,829,302</u>
716,518	764,487	820,478	799,729	959,503	933,568
1,112,685	1,104,073	1,163,863	1,332,232	1,311,068	1,429,198
890,477	990,306	1,045,516	1,071,928	1,138,497	1,140,543
549,319	599,500	675,600	671,732	1,068,460	565,173
132,688	138,946	144,956	144,148	146,609	152,418
217,207	128,557	267,679	1,077,335	187,873	2,519,504
420,000	430,000	435,000	450,000	465,000	140,000
53,876	43,880	32,524	20,130	6,859	286,847
-	-	-	-	140,329	-
<u>4,092,770</u>	<u>4,199,749</u>	<u>4,585,616</u>	<u>5,567,234</u>	<u>5,424,198</u>	<u>7,167,251</u>
551,953	588,453	189,416	(662,147)	215,367	(1,337,949)
-	-	-	-	5,635,000	-
-	-	-	-	415,329	-
15,000	-	-	-	-	49,299
-	(100,000)	(23,175)	-	-	-
<u>15,000</u>	<u>(100,000)</u>	<u>(23,175)</u>	<u>-</u>	<u>6,050,329</u>	<u>49,299</u>
<u>\$ 566,953</u>	<u>\$ 488,453</u>	<u>\$ 166,241</u>	<u>\$ (662,147)</u>	<u>\$ 6,265,696</u>	<u>\$(1,288,650)</u>
12%	12%	11%	10%	9%	9%

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

TABLE 5

Fiscal Year	Property	Sales & Use	Franchise	Total
2014	\$ 2,586,491	\$ 686,979	\$ 215,279	\$ 3,488,749
2015	2,542,610	725,913	257,052	3,525,575
2016	2,732,654	698,921	236,232	3,667,807
2017	2,957,779	730,991	232,477	3,921,247
2018	2,970,802	746,017	266,980	3,983,799
2019	3,049,063	795,331	227,714	4,072,108
2020	3,123,505	752,756	234,544	4,110,805
2021	3,083,868	840,353	230,139	4,154,360
2022	3,058,090	1,023,225	259,570	4,340,885
2023	3,408,703	1,036,526	268,980	4,714,209

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

TABLE 6

Fiscal Year Ended September 30,	Residential Property	Commercial Property	Less: Tax-Exempt Property	Total Taxable Assessed Value	Total Direct Tax Rate
2014	\$ 511,968,325	\$ 59,363,390	\$ 23,569,561	\$ 547,762,154	0.479865
2015	529,407,139	56,999,835	19,849,115	566,557,859	0.470000
2016	576,011,339	63,354,966	24,633,480	614,732,825	0.442785
2017	604,766,918	70,263,741	22,840,665	652,189,994	0.442785
2018	637,911,134	73,721,044	24,889,544	686,742,634	0.432785
2019	661,216,443	76,350,008	24,131,440	713,435,011	0.424363
2020	673,060,343	77,476,224	23,887,898	726,648,669	0.434363
2021	684,031,618	80,139,917	26,464,270	737,707,265	0.434363
2022	703,224,166	84,080,910	26,269,349	761,035,727	0.404922
2023	790,195,502	91,775,694	49,916,128	832,055,068	0.426806

Source: Bexar Appraisal District.

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

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

TABLE 7

Fiscal Year Ending September 30,	City of Olmos Park	Alamo Heights ISD	Bexar County	University Health System	Alamo College District	San Antonio River Authority	Total
2014	0.470000	1.218000	0.326866	0.276235	0.149150	0.017798	2.458049
2015	0.442785	1.205000	0.314500	0.276235	0.149150	0.017500	2.405170
2016	0.442785	1.195000	0.314500	0.276235	0.149150	0.017290	2.394960
2017	0.442785	1.195000	0.308950	0.276235	0.149150	0.017290	2.389410
2018	0.432785	1.200000	0.304097	0.276235	0.149150	0.017290	2.379557
2019	0.424363	1.255000	0.301097	0.276235	0.149150	0.018580	2.424425
2020	0.434363	1.196400	0.301097	0.276235	0.149150	0.018580	2.375825
2021	0.419768	1.196400	0.301097	0.276235	0.149150	0.018580	2.361230
2022	0.404922	1.193400	0.299999	0.276235	0.149150	0.018580	2.342286
2023	0.426806	1.135500	0.299999	0.276235	0.149150	0.018360	2.306050

Source: Bexar County Tax Assessor-Collector

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

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

TABLE 8

<u>Taxpayer</u>	<u>2023</u>			<u>2014</u>		
	Taxable Assessed	Rank	Percentage of Total City Taxable Assessed Value	Taxable Assessed	Rank	Percentage of Total City Taxable Assessed Value
	Value		Value	Value		Value
Kimberly S. Lewis	\$ 7,440,000	1	0.89%			
MTL Investments LTD	5,525,000	2	0.66%	\$ 2,819,980	5	0.53%
Alameda Grantor Trust	5,484,360	3	0.66%			
David & Lori Brown	4,770,414	4	0.57%			
McCombs 2009 Trust	4,171,000	5	0.50%	3,620,000	4	0.69%
Jessica Worth	4,150,000	6	0.50%	4,032,190	2	0.76%
John & Jayme Russell	4,020,000	7	0.48%			
John & Marsha Shields	3,850,000	8	0.46%	3,795,000	3	0.72%
Martin & Denise Landon	3,390,000	9	0.41%	2,808,700	7	0.53%
Curtis C. Gunn, Jr.	3,142,100	10	0.38%			
Rodney Ray & Kimberly Lewis				4,303,500	1	0.82%
Jeffrey Herman Jaffe				2,890,440	5	0.55%
Joseph E. Johnson IV				2,838,000	6	0.54%
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%
Total	<u>\$45,942,874</u>		<u>5.52%</u>	<u>\$ 35,269,342</u>		<u>6.69%</u>

Source: Bexar County Appraisal District

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

TABLE 9

Fiscal Year Ended September 30,	Taxes Levied for the Fiscal Year	Collected within the		Collections In Subsequent Years	Total Collections to Date	
		Fiscal Year of the Levy Amount	Percentage of Levy		Amount	Percentage of Levy
2014	\$ 2,574,798	\$ 2,540,723	98.68%	\$ 31,707	\$2,572,430	99.91%
2015	2,508,959	2,488,299	99.18%	19,831	2,508,130	99.97%
2016	2,722,309	2,697,408	99.09%	20,916	2,718,324	99.85%
2017	2,888,201	2,873,635	99.50%	10,838	2,884,473	99.87%
2018	2,972,830	2,955,606	99.42%	13,493	2,969,099	99.87%
2019	3,035,048	2,985,261	98.36%	43,294	3,028,555	99.79%
2020	3,123,195	3,112,542	99.66%	2,293	3,114,835	99.73%
2021	3,080,196	3,065,644	99.53%	7,450	3,073,094	99.77%
2022	3,061,692	3,045,255	99.46%	5,658	3,050,913	99.65%
2023	3,411,066	3,395,030	99.53%	-	3,395,030	99.53%

Source: Bexar County Tax Assessor Collector

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

TABLE 10

Fiscal Year	<u>General Bonded Debt Outstanding</u>		Actual Taxable Value of Property	Percentage of Actual Taxable Value of Property	Per Capita*
	Certificates of Obligation	Total			
2014	\$ 3,410,000	\$ 3,410,000	\$ 547,762,154	0.62%	\$ 1,473
2015	3,015,000	3,015,000	566,557,859	0.53%	1,277
2016	2,610,000	2,610,000	614,732,825	0.42%	1,092
2017	2,200,000	2,200,000	652,189,994	0.34%	983
2018	1,780,000	1,780,000	686,742,634	0.26%	739
2019	1,350,000	1,350,000	713,435,011	0.19%	551
2020	915,000	915,000	726,648,669	0.13%	371
2021	465,000	465,000	737,707,265	0.06%	213
2022	5,635,000	5,635,000	761,035,727	0.74%	2,585
2022	5,495,000	5,495,000	832,055,068	0.66%	2,259

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

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

CITY OF OLMOS PARK
LEGAL DEBT MARGIN
LAST TEN FISCAL YEARS

TABLE 11

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

Debt Margin Calculation

Taxable Value		<u>\$ 832,055,068</u>
Debt Limit - 10% of taxable value [1]		\$ 83,205,507
Amount of Debt Applicable to Debt Limit:		
Total Bonded Debt	\$ 5,870,860	
Less funds available in Debt Service Fund	<u>64,730</u>	
Total Amount of Debt Applicable to Debt Limit		<u>5,806,130</u>
Legal Debt Margin		<u>\$ 77,399,377</u>

	Fiscal Year				
	2014	2015	2016	2017	2018
Debt Limit	\$54,776,215	\$56,655,786	\$61,473,283	\$65,218,999	\$68,674,263
Total Net Debt Applicable to Debt Limit	<u>3,354,056</u>	<u>2,973,693</u>	<u>2,570,370</u>	<u>2,158,488</u>	<u>1,775,389</u>
Legal Debt Margin	<u>\$51,422,159</u>	<u>\$53,682,093</u>	<u>\$58,902,913</u>	<u>\$63,060,511</u>	<u>\$66,898,874</u>
	Fiscal Year				
	2019	2020	2021	2022	2023
Debt Limit	\$71,343,501	\$72,664,867	\$73,770,727	\$76,103,573	\$83,205,507
Total Net Debt Applicable to Debt Limit	<u>1,168,715</u>	<u>733,279</u>	<u>327,443</u>	<u>327,443</u>	<u>5,806,130</u>
Legal Debt Margin	<u>\$70,174,786</u>	<u>\$71,931,588</u>	<u>\$73,443,284</u>	<u>\$75,776,130</u>	<u>\$77,399,377</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	\$ 591,935,000	0.36%	\$ 2,130,966
Alamo Heights ISD	168,615,000	8.71%	14,686,367
Bexar County	2,006,080,000	0.36%	7,221,888
Bexar Co Hosp District	1,168,200,000	0.36%	4,205,520
San Antonio ISD	1,220,414,988	0.16%	1,952,665
	Total Overlapping Debt		\$ 30,197,405
	City of Olmos Park Direct Debt		<u>5,495,000</u>
	Total Direct and Overlapping Debt		<u><u>\$ 35,692,405</u></u>

Source: Municipal Advisory Council of Texas

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

CITY OF OLMOS PARK
 DEMOGRAPHIC AND ECONOMIC STATISTICS
 LAST TEN YEARS

TABLE 13

Year	Population	Per Capita Personal Income	Median Age	Unemployment Rate
2014	2,315	87,684	44.0	4.7%
2015	2,361	84,068	44.6	3.7%
2016	2,390	86,631	45.4	4.0%
2017	2,237	86,863	45.1	3.2%
2018	2,409	86,547	43.6	3.3%
2019	2,450	88,278	42.7	3.2%
2020	2,466	90,043	42.7	8.0%
2021	2,180	115,022	43.0	4.9%
2022	2,180	116,302	44.8	3.5%
2023	2,432	130,991	44.3	3.5%

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

CITY OF OLMOS PARK
PRINCIPAL EMPLOYERS
CURRENT AND NINE YEARS AGO

TABLE 14

Employer	2023			2014		
	Employees	Rank	Percentage of Total City Employment	Employees	Rank	Percentage of Total City Employment
Joint Base San Antonio (JBSA)						
Lackland, Fort Sam & Randolph*	82,639	1	7.23%	80,165	1,2,6	8.12%
H.E.B. Food Stores	20,000	2	1.75%	20,000	3	2.03%
United Services Automobile Association	19,000	3	1.66%	16,000	4	1.62%
City of San Antonio	13,420	4	1.17%	9,145	8	0.93%
Northside Independent School District	12,206	5	1.07%	12,751	5	1.29%
Methodist Healthcare System	12,000	6	1.05%	8,118	9	0.82%
North East Independent School District	8,208	7	0.72%	10,052	7	1.02%
San Antonio Independent School District	7,500	8	0.66%			
University of Texas Health Science	7,200	9	0.63%			
Baptist Health Systems	6,490	10	0.57%	7,205	10	0.73%
Total	<u>188,663</u>		<u>16.51%</u>	<u>163,436</u>		<u>16.56%</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: Economic Development Division, City of San Antonio, Texas Book of Lists 2022

* In Fiscal Year 2019, Lackland, Fort Sam and Randolph military operations were consolidated into Joint Base San Antonio. In fiscal year 2014, the employee counts were 37,097, 32,000, and 11,068, respectively.

