



**For the Fiscal Year Ended
September 30, 2022**

Annual Comprehensive Financial Report

CITY OF SAN ANGELO, TEXAS

Annual Comprehensive Financial Report

For the Fiscal Year Ended September 30, 2022



Prepared by: Finance Department

Tina Dierschke, Finance Director

CITY OF SAN ANGELO, TEXAS

Annual Comprehensive Financial Report

For the Fiscal Year Ended September 30, 2022

TABLE OF CONTENTS

	<u>Page</u>
<u>INTRODUCTORY SECTION:</u>	
Letter of Transmittal	2-5
List of Principal Officials	6
City Government Organizational Chart	7
Certificate of Achievement for Excellence in Financial Reporting	8
<u>FINANCIAL SECTION:</u>	
INDEPENDENT AUDITORS' REPORT	11-13
MANAGEMENT'S DISCUSSION AND ANALYSIS	15-26
BASIC FINANCIAL STATEMENTS:	
Statement of Net Position	29
Statement of Activities	30
Balance Sheet – Governmental Funds	31
Reconciliation of the Governmental Funds Balance Sheet to the Statement of Net Position	32
Statement of Revenues, Expenditures, and Changes in Fund Balance – Governmental Funds	33
Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balance of Governmental Funds to the Statement of Activities	34
Statement of Net Position – Proprietary Funds	35
Statement of Revenues, Expenses, and Changes in Fund Net Position – Proprietary Funds	36
Statement of Cash Flows – Proprietary Funds	37-38
Statement of Fiduciary Net Position – Fiduciary Funds	39
Statement of Changes in Fiduciary Net Position – Fiduciary Funds	40
Notes to the Basic Financial Statements	41-87

CITY OF SAN ANGELO, TEXAS

Annual Comprehensive Financial Report

For the Fiscal Year Ended September 30, 2022

TABLE OF CONTENTS

	<u>Page</u>
REQUIRED SUPPLEMENTARY INFORMATION:	
Budgetary Comparison Schedule – General Fund	89-90
Notes to the Budgetary Comparison Schedule	91
Texas Municipal Retirement Fund – Schedule of Changes in Net Pension Liability and Related Ratios	92
Texas Municipal Retirement Fund – Schedule of Employer Contributions	93
San Angelo Firemen’s Relief and Retirement Fund – Schedule of Changes in Net Pension Liability and Related Ratios	94
San Angelo Firemen’s Relief and Retirement Fund – Schedule of Employer Contributions	95
Other Post Employment Benefits – Schedule of Changes in Total OPEB Liability and Related Ratios	96
SUPPLEMENTARY INFORMATION:	
GENERAL FUND COMBINING SCHEDULES:	
General Fund Descriptions	98
Combining Balance Sheet – General Fund Accounts	99
Combining Schedule of Revenues, Expenditures, and Changes in Fund Balance – General Fund Accounts	100
Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis) – General Fund Accounts	101-104

CITY OF SAN ANGELO, TEXAS

Annual Comprehensive Financial Report

For the Fiscal Year Ended September 30, 2022

TABLE OF CONTENTS

	<u>Page</u>
NONMAJOR GOVERNMENTAL FUNDS COMBINING STATEMENTS:	
Nonmajor Governmental Funds Description	106
Combining Balance Sheet – Nonmajor Governmental Funds	107
Combining Statement of Revenues, Expenditures, and Changes in Fund Balance – Nonmajor Governmental Funds	108
Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis) – Nonmajor Governmental Funds	109-111
MAJOR GOVERNMENTAL SPECIAL REVENUE FUND:	
Major Governmental Special Revenue Fund Description	112
Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis) – Major Governmental Special Revenue Fund	113
MAJOR GOVERNMENTAL CAPITAL PROJECTS FUND:	
Major Governmental Capital Projects Fund Description	114
Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis) – Major Governmental Capital Projects Fund	115
MAJOR GOVERNMENTAL DEBT SERVICE FUND:	
Major Governmental Debt Service Fund Description	116
Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis) – Major Governmental Debt Service Fund	117
NONMAJOR ENTERPRISE FUNDS COMBINING STATEMENTS:	
Nonmajor Enterprise Funds Description	118
Combining Statement of Net Position – Nonmajor Enterprise Funds	119
Combining Statement of Revenues, Expenses, and Changes in Fund Net Position – Nonmajor Enterprise Funds	120
Combining Statement of Cash Flows – Nonmajor Enterprise Funds	121

CITY OF SAN ANGELO, TEXAS

Annual Comprehensive Financial Report

For the Fiscal Year Ended September 30, 2022

TABLE OF CONTENTS

	<u>Page</u>
INTERNAL SERVICE FUNDS COMBINING STATEMENTS:	
Internal Service Funds Description	122
Combining Statement of Net Position – Internal Service Funds	123
Combining Statement of Revenues, Expenses, and Changes in Fund Net Position – Internal Service Funds	124
Combining Statement of Cash Flows – Internal Service Funds	125
FIDUCIARY FUNDS:	
Fiduciary Fund Description	126
Combining Statement of Fiduciary Net Position	127
Combining Statement of Changes in Fiduciary Net Position	128
DISCRETELY PRESENTED COMPONENT UNIT COMBINING STATEMENTS:	
Discretely Presented Component Unit Description	130
Combining Balance Sheet – Discretely Presented Component Unit	131
Combining Statement of Revenues, Expenditures, and Changes in Fund Balance – Discretely Presented Component Unit	132

CITY OF SAN ANGELO, TEXAS

Annual Comprehensive Financial Report

For the Fiscal Year Ended September 30, 2022

TABLE OF CONTENTS

	<u>Table</u>	<u>Page</u>
<u>STATISTICAL SECTION:</u>		
Statistical Section Narrative and Table of Contents		134-135
<u>Financial Trends:</u>		
Net Position by Component – Last Ten Fiscal Years	1	136
Changes in Net Position – Last Ten Fiscal Years	2	137-138
Fund Balances, Governmental Funds – Last Ten Fiscal Years	3	139
Changes in Fund Balances, Governmental Funds – Last Ten Fiscal Years	4	140
<u>Revenue Capacity:</u>		
Assessed Value and Actual Value of Taxable Property – Last Ten Fiscal Years	5	141
Direct and Overlapping Property Tax Rates – Last Ten Fiscal Years	6	142
Principal Property Taxpayers – Current Year and Nine Years Ago	7	143
Property Tax Levies and Collections – Last Ten Fiscal Years	8	144
Direct and Overlapping Sales Tax Rates – Last Ten Fiscal Years	9	145
Sales Tax Revenue by Industry – Current Year and Last Ten Fiscal Years	10	146
<u>Debt Capacity:</u>		
Ratios of Outstanding Debt by Type – Last Ten Fiscal Years	11	147
Ratios of Net General Bonded Debt Outstanding – Last Ten Fiscal Years	12	148
Direct and Overlapping Governmental Activities Debt	13	149

CITY OF SAN ANGELO, TEXAS

Annual Comprehensive Financial Report

For the Fiscal Year Ended September 30, 2022

TABLE OF CONTENTS

	<u>Table</u>	<u>Page</u>
Pledged-Revenue Coverage – Last Ten Fiscal Years	14	150
<u>Demographic and Economic Information:</u>		
Demographic and Economic Statistics – Last Ten Calendar Years	15	151
Principal Employers – Current Year and Nine Years Ago	16	152
<u>Operating Information:</u>		
Full-Time Equivalent City Employees by Department – Last Ten Fiscal Years	17	153
Operating Indicators by Function/Program – Last Ten Fiscal Years	18	154
Capital Asset Statistics by Function/Program – Last Ten Fiscal Years	19	155



The City of
San Angelo, Texas
72 W College Ave.
San Angelo, TX 76902

April 21, 2023

The Honorable Mayor and City Council:

We are submitting this annual comprehensive financial report of the City of San Angelo, Texas (the City) for the fiscal year ended September 30, 2022.

Management is fully responsible for the completeness and reliability of all the information included in this report. As a basis for making these representations, management of the City has established an internal control framework designed both to protect the City's assets from loss, theft, or misuse and to compile sufficient reliable information for the preparation of the City's financial statements in conformity with accounting principles generally accepted in the United States of America (GAAP). Because the benefits of internal control should be more than their cost, the City's internal control framework has been designed to provide reasonable rather than absolute assurance that the financial statements will not contain material misstatements. In our capacity as management, we assert that, to the best of our knowledge and belief, this financial report is complete and reliable in all material respects.

The Texas Local Government Code Chapter 103 and the City Charter section 34 requires an annual audit of the City's financial statements. The City Council selected Armstrong, Backus & Co., LLP, a firm of licensed certified public accountants, to audit this year's financial statements. The goal of an independent audit is to provide reasonable assurance that the financial statements of the City for the fiscal year ended September 30, 2022, are free of material misstatement. The audit involved examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements; assessing the accounting principles used and significant estimates made by management and evaluating the overall financial statement presentation. The independent auditor concluded, based on the audit, that there was a reasonable basis for rendering unmodified opinions that the City's financial statements for the fiscal year ended September 30, 2022, are fairly stated in conformity with GAAP. The independent auditors' report is presented as the first component of the financial section of this report.

The independent audit of the City's financial statements was part of a broader, federally mandated "Single Audit" designed to meet the special needs of federal grantor agencies. The standards governing Single Audit engagements require the independent auditor to report not only on the fair presentation of the financial statements, but also on the audited government's internal controls and compliance with legal requirements, with special emphasis on internal controls and legal requirements involving the administration of federal awards. These reports are presented under separate cover.

GAAP requires that management provide a narrative introduction, overview, and analysis to accompany the basic financial statements in the form of Management's Discussion and Analysis (MD&A). This transmittal letter is designed to complement the MD&A and should be read in conjunction with it. The City's MD&A is in the financial section immediately following the independent auditors' report.

PROFILE OF THE CITY

The City of San Angelo is located 210 miles northwest of Austin, Texas in Tom Green County. The City is empowered to levy property taxes on all real and personal property within its boundaries.

The City operates under the council-manager form of government. Policy making and legislative authority reside in a council comprised of a mayor and six council members. The City Council is responsible for, among other things, passing ordinances, adopting a budget, selecting a city manager and municipal court judges, and appointing citizens to City boards and commissions. Council members are selected on a non-partisan basis and serve four-year, staggered, terms. The six council members are selected by the voters in single-member districts. The Mayor is selected by City voters at large. The City Manager is responsible for implementation of the Council adopted policies and ordinances, oversight of the operations of the City, and for appointment of City department heads.

The City annually adopts an operating budget for the General, Special Revenue, and Debt Service Funds. Budgets for the Proprietary Funds are adopted for internal management purposes. Budgetary control is maintained at the line-item level by the encumbered, appropriated, and expended balances within any fund; however, any revision that increases the total budgeted expenditures must be approved by the City Council after public hearings.

City budgets are prepared on a modified accrual basis, and accounting records are maintained on that basis throughout the fiscal year. Applicable accounting records are then adjusted to the full or modified accrual basis for year-end reporting purposes.

FACTORS AFFECTING FINANCIAL CONDITION

The financial statement information can be better understood when it is considered from the broad perspective of the specific environment within which the City operates.

Local economy – West Texas cities tend to be widely dispersed. San Angelo is one of the largest cities in West Central Texas and serves as the center of commerce, government, medicine, and religion for an expansive area. San Angelo is served by three U. S. highways and one State highway. The San Angelo Regional Airport (Mathis Field) also provides flights that link up with national and international airlines.

San Angelo continues to have a well-diversified economic base with major sectors that include manufacturing, medical care, education, trade, business services, and military. San Angelo is a regional service center for business and agriculture over a fourteen-county area. The Ethicon division of Johnson and Johnson, W&W | AFCO Steel (formerly Hirschfeld Steel), Shannon Medical Center, Goodfellow Air Force Base, and many other local businesses provide the economic potential of San Angelo.

There are four institutions of higher education in San Angelo. Angelo State University, part of the Texas Tech University system, offers baccalaureate programs in numerous arts, science, business, education, and medical fields. Post-graduate degrees are offered in 30 fields of science, education, arts, and business. Howard Junior College has an extension campus in San Angelo, which concentrates predominately in the technical and occupational fields of study. American Commercial College is a private college serving career education through associated programs. Park University is located at Goodfellow Air Force Base and offers face-to-face and online classes in over ten undergraduate degree programs in the arts, science, business, and education fields, as well as several graduate degree programs.

Long-term financial planning – The City of San Angelo has adopted a Capital Improvement Program. The Capital Improvement Program (CIP) will serve as a multi-year plan for the acquisition, expansion, or renovation of infrastructure and capital assets.

The City of San Angelo initially issued \$120 million in bonds for the development of an aquifer and for the construction of a pipeline to the City for the first phase capable of pumping and treating eight million gallons per day. In 2020, the City issued another \$56.075 million for the expansion of the aquifer and treatment system capable of pumping the full permit allocation, twelve million gallons per day. In 2023, the City will issue an additional \$13 million in low-interest debt through the Texas Water Development Board to complete the project. The expansion project will also include clearwell improvements at the City's Water Treatment Facility. The sixty-mile project will help ensure the City can provide adequate water service in future years. Initial implementation of this project began in 2011, and the construction of the second phase began in 2022.

In 2023, the City's sewer system issued debt in the amount of \$44,233,920 to complete upgrades in the Lake Nasworthy area of the City. Economic development is stymied at San Angelo Regional Airport and around Lake Nasworthy because the current wastewater system is operating at its capacity. More importantly, the current system relies upon a single, uncased pipeline that crosses the lake. Should that pipeline ever fail, sewage could not be moved, or it might seep into the lake, or both. That represents a risk to the community. The new system will install two cased mains to move wastewater. This system would provide a failsafe that would allow for uninterrupted service should one of the lines fail or require maintenance, and because they would be cased, there would be a minimized threat of sewage leaking into the environment.

The City Council approved a plan for street improvements and reconstruction in 2016, whereby the City would issue \$16 million in debt every other year for ten years for a total of \$80 million. The plan is progressing as planned to date with the first four debt phases issued in 2016, 2018, 2020, and 2022. The fifth issue will be completed in 2024.

The City of San Angelo has formally adopted a Fund Balance Policy. The General Fund, Water Operating Fund, and Wastewater Operating Fund have a targeted seventy-five-day fund balance of the following year's original budget expenditures. The fund balance for Capital, Capital Projects, Special Revenue, and Grant Funds are targeted at zero. Other funds with expenditures of less than \$3 million in the ensuing year are targeted at zero, while other funds with expenditures of more than \$3 million are targeted at seventy-five days of the following year's expenditures.

AWARDS AND ACKNOWLEDGEMENTS

The Government Finance Officers Association (GFOA) awards a Certificate of Achievement for Excellence in Financial Reporting for an Annual Comprehensive Financial Report that is easily readable and efficiently organized. To be awarded the Certificate of Achievement, these financial statements must satisfy both GAAP and applicable legal requirements. The City received the GFOA Certificate of Achievement for its financial statements for the fiscal year ended September 30, 2021. A Certificate of Achievement is valid for a period of one year only. We believe that the City's current financial statements meet the Certificate of Achievement Program's requirements, and we are submitting it to GFOA to determine its eligibility for the certificate for the fiscal year ended September 30, 2022.

The preparation of this report would not have been possible without the dedicated efforts of the staff of the Finance Department. I express my appreciation to all the staff members who assisted and contributed to the preparation of this report.

Respectfully submitted,

Tina M Dierschke

Tina M. Dierschke, CPA, CGFO
Director of Finance

CITY OF SAN ANGELO, TEXAS

List of Principal Officials

September 30, 2022

City Council

Brenda Gunter
Tommy Hiebert
Tom Thompson
Harry Thomas
Lucy Gonzales
Karen Hesse Smith
Larry Miller

Mayor
Council Member
Council Member
Council Member
Council Member
Council Member
Council Member

City Staff

Daniel Valenzuela

City Manager

Michael Dane

Assistant City Manager

Rick Weise

Assistant City Manager

Shane Kelton

Executive Director of Public Works

Tina Dierschke

Director of Finance

Jay Daniel

Municipal Court Judge

Frank Carter

Police Chief

Patrick Brody

Fire Chief

Brian Groves

Communications Manager

Jeremy Valgardson

Airport Director

Patrick Frerich

Director of Operations

Andy Vecellio

Interim Director of Water Utilities

Bryan Kendrick

Director of Human Resources

Bucky Hasty

Director of Information Technology

Julia Antilley

City Clerk

Theresa James

City Attorney

Carl White

Director of Parks &
Recreation

Michael Dane

Interim Economic Development
Director

Jon James

Director of Planning & Development
Services

Robert Salas

Director of Neighborhood and
Family Services

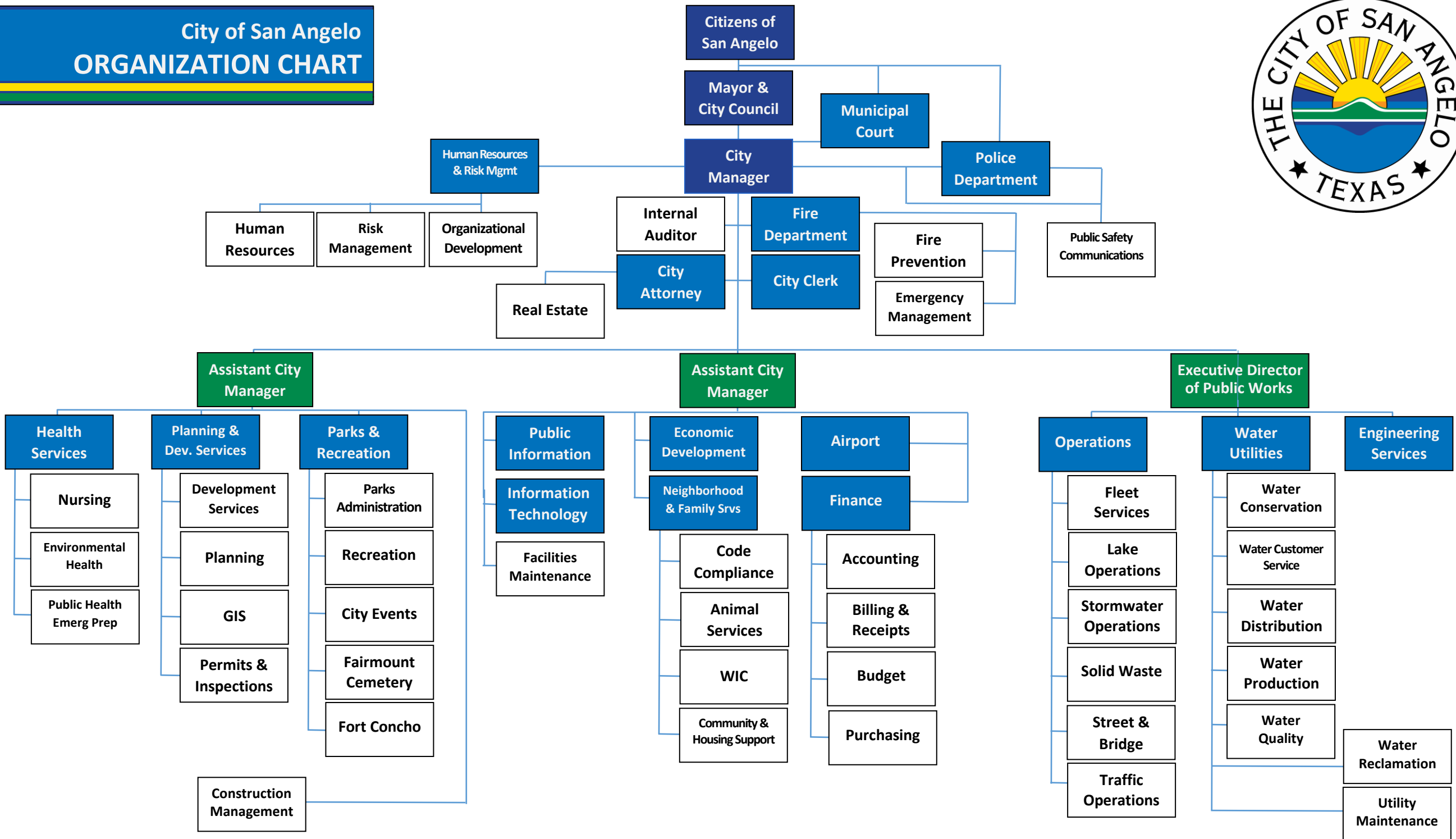
Sandra Villarreal

Health Services Director

Kevin Pate

Interim City Engineer

City of San Angelo ORGANIZATION CHART





Government Finance Officers Association

Certificate of
Achievement
for Excellence
in Financial
Reporting

Presented to

**City of San Angelo
Texas**

For its Annual Comprehensive
Financial Report
For the Fiscal Year Ended

September 30, 2021

Christopher P. Morill

Executive Director/CEO

INDEPENDENT AUDITORS' REPORT

To the Honorable Mayor and City Council Members of the
City of San Angelo, Texas

Opinions

We have audited the financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component unit, each major fund, and the aggregate remaining fund information of the City of San Angelo, Texas (the City), as of and for the year ended September 30, 2022, and the related notes to financial statements, which collectively comprise the City's basic financial statements as listed in the table of contents.

In our opinion, based on our audit and the report of the other auditors, the accompanying financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the aggregate discretely presented component unit, each major fund, and the aggregate remaining fund information of the City as of September 30, 2022, and the respective changes in financial position, and, where applicable, cash flows thereof and the general fund budgetary comparisons 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) and the standards applicable to financial audits contained in Government Auditing Standards (Government Auditing Standards), issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the City 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 opinions.

Emphasis of Matter – Change in Accounting Principle

As discussed in Note I.H. to the financial statements, the City adopted Governmental Accounting Standards Board (GASB) Statement No. 87, Leases. Our opinions are not modified with respect to this matter.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of the 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's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

Auditors' 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 opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards and Government Auditing Standards will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with generally accepted auditing standards and Government Auditing Standards, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the City'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'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.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the Management's Discussion and Analysis and Required Supplementary Information listed in the Table of Contents, be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary



information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City's basic financial statements. The Combining and Individual Fund Financial Statements are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates 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 Combining and Individual Fund Financial Statements information is fairly stated in all material respects in relation to the basic financial statements as a whole.

Other Information

Management is responsible for the other information included in the annual report. The other information comprises the Introductory Section and Statistical Section but does not include the basic financial statements and our auditor's report thereon. Our opinions on the basic 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 basic financial statements, our responsibility is to read the other information and consider whether a material inconsistency exists between the other information and the basic financial statements, or the other information otherwise appears to be materially misstated. If, based on other work performed, we conclude that an uncorrected material misstatement of the other information exists, we are required to describe it in our report.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated April 21, 2023 on our consideration of the City of San Angelo, Texas' internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering City of San Angelo, Texas' internal control over financial reporting and compliance.

Armstrong, Backus & Co., L.L.P.

San Angelo, Texas
April 21, 2023



Management's Discussion and Analysis

CITY OF SAN ANGELO, TEXAS MANAGEMENT'S DISCUSSION AND ANALYSIS

In this section of the Annual Comprehensive Financial Report, we, the managers of the City of San Angelo, Texas (the City), discuss and analyze the City's financial performance for the fiscal year ended September 30, 2022. Please read it in conjunction with our transmittal letter on pages 2-5, the independent auditors' report immediately preceding this analysis, and the City's basic financial statements.

USING THIS ANNUAL REPORT

This annual report consists of a series of financial statements. The government-wide financial statements include the Statement of Net Position and the Statement of Activities (pages 27 and 28). These provide information about the activities of the City as a whole and present a longer-term view of the City's property and debt obligations and other financial matters. They reflect the flow of total economic resources in a manner similar to the financial reports of a business enterprise.

Fund financial statements (pages 29 through 38) report the City's operations in more detail than the government-wide statements by providing information about the City's most significant funds. For governmental activities, these statements tell how services were financed in the short term as well as what resources remain for future spending. They reflect the flow of current financial resources and supply the basis for tax levies and the appropriations budget. For proprietary activities, fund financial statements tell how goods or services of the City were sold to departments within the City or to external customers and how the sales revenues covered the expenses of the goods or services. The remaining statements, fiduciary statements, provide financial information about activities for which the City acts solely as a trustee or custodial agent for the benefit of those outside of the City.

The notes to the financial statements (pages 39 through 85) provide narrative explanations or additional data needed for full disclosure in the government-wide statements or the fund financial statements. The combining and individual statements for nonmajor funds contain even more information about the City's individual funds.

REPORTING THE CITY AS A WHOLE

The Statement of Net Position and the Statement of Activities

The analysis of the City's overall financial condition and operations begins with the Statement of Net Position on page 27. Its primary purpose is to show whether the City is better or worse off as a result of the year's activities. The Statement of Net Position includes all of the City's assets and liabilities at the end of the year while the Statement of Activities includes all the revenues and expenses generated by the City's operations during the year. These apply the accrual basis of accounting, which is the basis used by private sector companies.

All the current year's revenues and expenses are considered regardless of when cash is received or paid. The City's revenues are divided into those provided by outside parties who share the costs of some programs, such as the water and sewer utilities and grants provided by the State and Federal governments to assist with health and housing issues (program revenues), and revenues provided by the taxpayers in the form of sales and property taxes (general revenues). All the City's assets are reported whether they serve the current year or future years. Liabilities are also considered regardless of whether they must be paid in the current or future years.

These two statements report the City's net position and changes in net position. The City's net position (the difference between assets and liabilities) provides one measure of the City's financial

health or financial position. Over time, increases or decreases in the City's net position are one indicator of whether its financial health is improving or deteriorating. To fully assess the overall health of the City, however, you should consider nonfinancial factors as well, such as changes in the City's population or its property tax base and the condition of the City's infrastructure and facilities.

In the Statement of Net Position and the Statement of Activities, we divide the City into three kinds of activities:

- ❖ Governmental activities – Most of the City's basic services are reported here, including public safety, public works, health and human services, parks, recreation, and economic development. Property taxes, sales taxes, franchise taxes, and state and federal grants finance most of these activities.
- ❖ Business-Type activities – The City charges a fee to “customers” to help it cover all or most of the cost of services it provides in these programs.
- ❖ Component Units – Two legally separate organizations for which the City is financially accountable are included in these statements as component units. These organizations include the City of San Angelo Development Corporation as a discretely presented component unit and Keep San Angelo Beautiful as a blended component unit.

REPORTING THE CITY'S MOST SIGNIFICANT FUNDS

Fund Financial Statements

The fund financial statements begin on page 29 and provide detailed information about the City's most significant funds. A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. Laws and contracts require the City to establish some funds, such as grants and debt service. The City's administration establishes many other funds to help it control and manage money for established purposes (like capital projects). All the funds of the City can be divided into these three categories: governmental funds, proprietary funds, and fiduciary funds and use different accounting approaches.

- ❖ Governmental funds – Most of the City's basic services are reported in governmental funds. These use modified accrual accounting (a method that measures the receipt and disbursement of cash and all other financial assets that can be readily converted to cash) and report balances that are available for future spending. The governmental fund statements provide a detailed short-term view of the City's general operations and the basic services it provides. We describe the differences between governmental activities (reported in the Statement of Net Position and the Statement of Activities) and governmental funds in reconciliation schedules following each of the fund financial statements.

The City of San Angelo maintains 11 individual governmental funds. Information for the General Fund, Intergovernmental Fund, Capital Improvement Fund, and the Debt Service Fund are presented separately in the Governmental Fund Balance Sheet and in the Governmental Fund Statement of Revenues, Expenditures, and Changes in Fund Balances because they are considered major funds of the City. Data for the other governmental funds are combined into a single, aggregated presentation. Individual fund data for each of the non-major governmental funds are provided in the Combining Financial Statement Section of this report.

- ❖ Proprietary funds – The City maintains two different types of proprietary, or enterprise,

funds. Enterprise funds are used to report the same functions presented as business-type activities in the government-wide financial statements. The City uses enterprise funds to account for its water and sewer operations, landfill operations, municipal drainage system, regional airport fund, and state office building fund. Internal service funds are an accounting device used to accumulate and allocate costs internally among the City's various functions. The City uses its internal service funds to account for its equipment maintenance services, technology services, risk management, and health claims programs.

THE CITY AS TRUSTEE

Reporting the City's Fiduciary Responsibilities

The City is the trustee, or fiduciary, for assets held and managed for others. Fiduciary funds are used to account for resources held for the benefit of parties outside of the government. Fiduciary funds are not reflected in the government-wide financial statements because the resources of those funds are not available to support the City's own programs. The City is only responsible for ensuring that the assets reported in this fund are used for their intended purposes. The accounting used for fiduciary funds is much like that used for proprietary funds. The City's fiduciary activity is reported in a separate Statement of Net Position.

GOVERNMENT-WIDE FINANCIAL ANALYSIS

Governmental Activities

The City's total Net Position of Governmental Activities increased by \$21.3 million, from (\$40.9) million in 2021 to (\$19.6) million in 2022.

Business-Type Activities

In 2022, the total Net Position of Business-Type Activities increased by \$23.8 million, from \$300.3 million in 2021 to \$324.1 million in 2022.

Combined Activities

As noted earlier, net position may serve over time as a useful indicator of a government's financial position. The City's combined net position was \$304.5 million as of September 30, 2022. This analysis focuses on the net position (Table 1) and changes in net position (Table 2) of the City's governmental and business-type activities.

By far, the largest portion of the City's net position reflects its net investment in capital assets (land, buildings, and equipment). The City uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although the City's net investment in capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets cannot be used to liquidate these liabilities.

Table 1 - Statement of Net Position - Government-Wide

	Governmental		Business-Type		Total	
	Activities		Activities			
	2022	2021	2022	2021	2022	2021
Current and Other Assets	\$ 136,990,820	\$ 121,291,271	\$ 194,604,253	\$ 221,241,343	\$ 331,595,073	\$ 342,532,614
Capital Assets	93,856,062	91,179,109	314,649,633	302,612,629	408,505,695	393,791,738
Total Assets	\$ 230,846,882	\$ 212,470,380	\$ 509,253,886	\$ 523,853,972	\$ 740,100,768	\$ 736,324,352
Deferred Outflows of Resources	16,880,528	19,938,526	2,527,017	1,873,536	19,407,545	21,812,062
Current Liabilities	10,666,543	14,358,424	19,299,797	17,997,678	29,966,340	32,356,102
Long-term Liabilities	207,588,244	235,572,412	145,936,546	205,589,014	353,524,790	441,161,426
Total Liabilities	\$ 218,254,787	\$ 249,930,836	\$ 165,236,343	\$ 223,586,692	\$ 383,491,130	\$ 473,517,528
Deferred Inflows of Resources	49,055,940	23,342,188	22,429,925	1,878,347	71,485,865	25,220,535
Net Position:						
Net Investment in Capital Assets	47,215,586	45,938,678	222,614,779	239,727,017	269,830,365	285,665,695
Restricted	67,444,907	56,811,637	9,591,086	15,481,094	77,035,993	72,292,731
Unrestricted	(134,243,810)	(143,614,433)	91,908,770	45,054,358	(42,335,040)	(98,560,075)
Total Net Position	<u>(\$ 19,583,317)</u>	<u>(\$ 40,864,118)</u>	<u>\$ 324,114,635</u>	<u>\$ 300,262,469</u>	<u>\$ 304,531,318</u>	<u>\$ 259,398,351</u>

Total Combined Activities

The Total Net Position of \$304.5 million increased \$45.2 million from 2021. The explanation of the changes are provided in the Governmental and Business-Type Activities that follows.

Governmental Activities

The Total Net Position of (\$19.6) million increased \$21.3 million from 2021. The increase is attributable to the following:

- Current and Other Assets increased \$15.7 million as a result of the Streets Improvement debt issue proceeds of \$16.0 million (less capital outlays of \$11.2 million) and the second tranche of ARPA funding of \$8.3 million;
- Long-term Liabilities declined \$28.0 million due to lower Pension and OPEB Liability of \$39.2 million offset by increase in Noncurrent Liabilities Due after One Year of \$11 million associated with a debt issue; and
- Deferred Inflow of Resources increased \$25.7 million due to the recognition of the Deferred Amount Related to OPEB.

Business-Type Activities

The Total Net Position of \$324.1 million increased \$23.8 million from 2021. The increase is attributable to the following:

- Total Assets of \$509.3 million decreased \$14.6 million due to the payoff of the debt associated with Ford Ranch offset by operating assets of \$23.4 million; in addition, net Capital Assets increased \$12.0 million for infrastructure projects;
- Total Liabilities decreased \$58.4 million due to the extinguishment of debt for Ford Ranch combined with a reduction in Pension and OPEB Liabilities; and
- Deferred Inflow of Resources increased \$20.6 million due to the recognition of the Deferred Amount Related to OPEB.

Table 2 - Changes in Net Position

	Governmental		Business-Type		Total	
	Activities		Activities			
	2022	2021	2022	2021	2022	2021
REVENUES						
Program Revenues:						
Charges for Services	\$ 10,008,178	\$ 10,788,129	\$ 72,510,863	\$ 68,456,279	\$ 82,519,041	\$ 79,244,408
Operating Grants and Contributions	19,049,665	20,534,221	-0-	-0-	19,049,665	20,534,221
Capital Grants and Contributions	600,569	647,372	4,050,248	1,944,362	4,650,817	2,591,734
General Revenues:						
Property Taxes - General Levy	39,949,053	37,146,999	-0-	-0-	39,949,053	37,146,999
Property Taxes - Debt Service Levy	5,263,601	5,113,885	-0-	-0-	5,263,601	5,113,885
Sales Taxes	22,744,177	21,527,546	-0-	-0-	22,744,177	21,527,546
Franchise Taxes	4,191,240	3,481,709	-0-	-0-	4,191,240	3,481,709
Motel Taxes	2,791,693	2,605,469	-0-	-0-	2,791,693	2,605,469
Mixed Drink Taxes	443,712	397,447	-0-	-0-	443,712	397,447
Bingo Taxes	35,716	29,742	-0-	-0-	35,716	29,742
Penalty, Interest and Fees on						
Delinquent Taxes	-0-	1,035,580	-0-	-0-	-0-	1,035,580
Investment Income	(3,181,844)	88,319	(3,865,069)	234,322	(7,046,913)	322,641
Miscellaneous	3,920,808	5,105,492	-0-	-0-	3,920,808	5,105,492
Total Revenues	\$ 105,816,568	\$ 108,501,910	\$ 72,696,042	\$ 70,634,963	\$ 178,512,610	\$ 179,136,873
EXPENSES						
Governmental Activities:						
General Government	\$ 10,135,788	\$ 14,683,815	\$ -0-	\$ -0-	\$ 10,135,788	\$ 14,683,815
Public Safety	45,699,686	47,741,958	-0-	-0-	45,699,686	47,741,958
Public Works and Transportation	15,311,142	14,166,558	-0-	-0-	15,311,142	14,166,558
Public Facilities	3,022,844	3,103,094	-0-	-0-	3,022,844	3,103,094
Health and Human Services	3,140,853	3,889,999	-0-	-0-	3,140,853	3,889,999
Culture, Parks and Recreation	10,133,285	9,395,769	-0-	-0-	10,133,285	9,395,769
Economic Development	965,385	1,266,269	-0-	-0-	965,385	1,266,269
Urban Redevelopment and Housing	752,853	1,196,494	-0-	-0-	752,853	1,196,494
Interest and Fiscal Charges	2,975,758	2,413,810	-0-	-0-	2,975,758	2,413,810
Business-Type Activities:						
Water	-0-	-0-	23,114,902	25,641,958	23,114,902	25,641,958
Sewer	-0-	-0-	10,243,543	5,033,881	10,243,543	5,033,881
Airport	-0-	-0-	4,494,104	2,901,544	4,494,104	2,901,544
State Office Building	-0-	-0-	724,816	688,925	724,816	688,925
Solid Waste	-0-	-0-	1,561,725	784,969	1,561,725	784,969
Stormwater	-0-	-0-	2,712,757	2,251,183	2,712,757	2,251,183
Total Expenses	\$ 92,137,594	\$ 97,857,766	\$ 42,851,847	\$ 37,302,460	\$ 134,989,441	\$ 135,160,226
Excess or Deficiency Before						
Transfers & Special Items	\$ 13,678,974	\$ 10,644,144	\$ 29,844,195	\$ 33,332,503	\$ 43,523,169	\$ 43,976,647
Transfers	7,381,426	1,958,476	(7,381,426)	(1,958,476)	-0-	-0-
Gain (Loss) on Sale of Capital Assets	159,243	207,742	978,950	2,014,509	1,138,193	2,222,251
Change in Net Position	\$ 21,219,643	\$ 12,810,362	\$ 23,441,719	\$ 33,388,536	\$ 44,661,362	\$ 46,198,898
Net Position-Beginning	(40,864,118)	(65,034,053)	300,262,469	268,665,990	259,398,351	203,631,937
Restatement of Beginning Net Position	61,158	11,359,573	410,447	(1,792,057)	471,605	9,567,516
Net Position-Ending	(\$ 19,583,317)	(\$ 40,864,118)	\$ 324,114,635	\$ 300,262,469	\$ 304,531,318	\$ 259,398,351

Governmental Activities

The Total Net Position of (\$19.6) million increased \$21.3 million from 2021. The increase is attributable to the following:

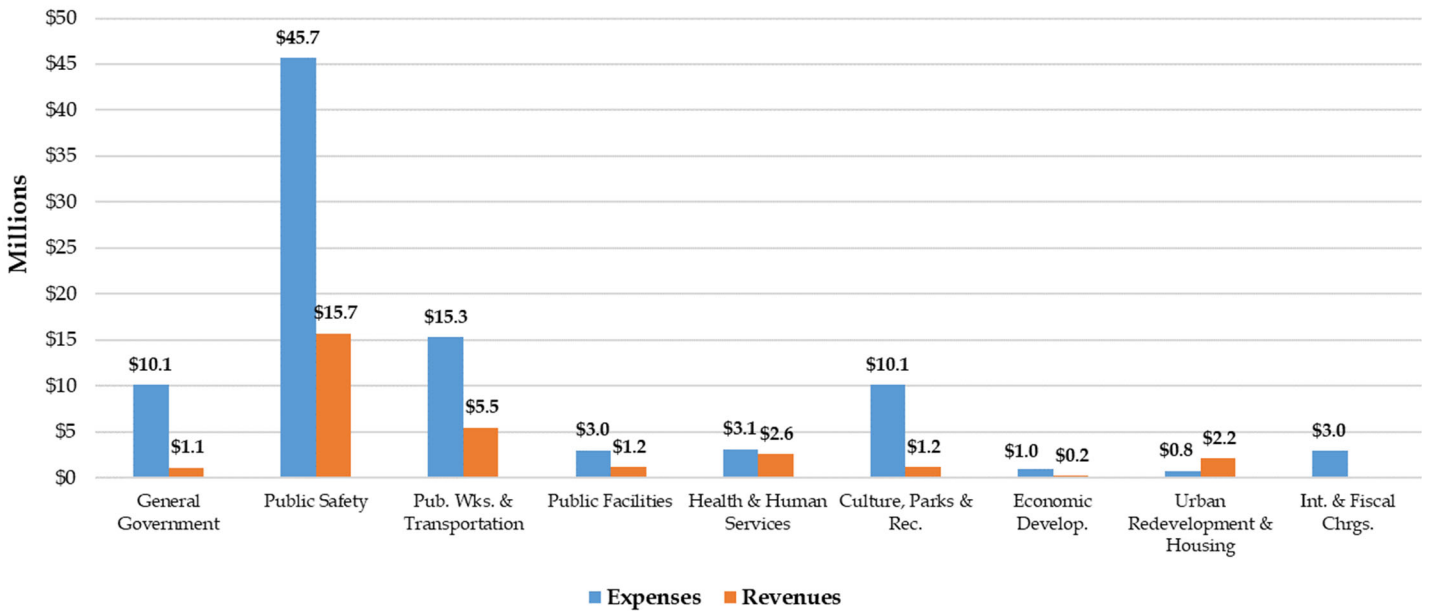
- Total Revenues of \$105.8 million decreased \$2.7 million from 2021.
- Program Revenue was \$2.3 million lower primarily due to reduced grant activity.
- Tax Revenue increased \$4.1 million; Property Tax Revenue increased \$1.8 million due to higher valuations and Sales Tax Revenue increased \$1.2 million as a result of continued higher sales.
- Investment Income declined \$3.3 million due to Fair Market Value adjustment of investments as interest earning rates improved.
- Total Expenses of \$92.1 million decreased \$5.7 million from 2021 due largely to reductions in OPEB and Pension Liabilities.

Business-Type Activities

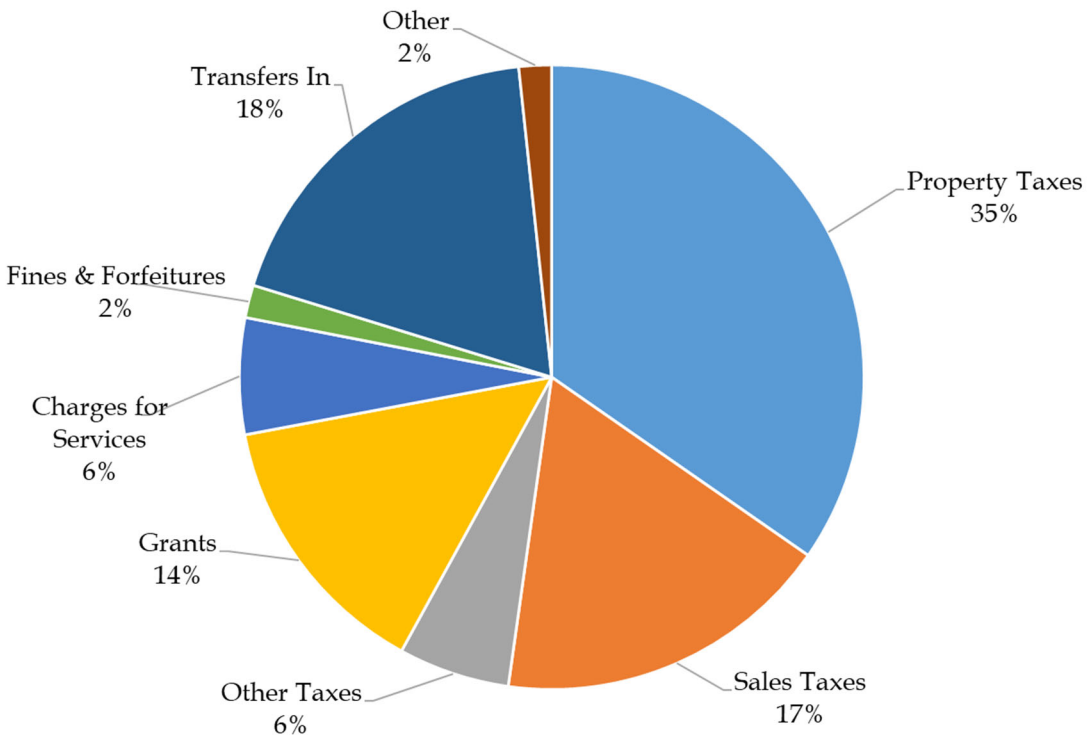
The Total Net Position of \$324.1 million increased \$23.8 million from 2021. The increase is attributable to the following:

- Total Revenues of \$72.98 million increased \$2.1 million from 2021.
- Charges for Services was \$4.0 million higher due to favorable utility operating revenue.
- Grant Revenue increased \$2.0 million for Airport ARPA grants.
- Investment Income declined \$4.1 million due to Fair Market Value adjustment of investments as interest earning rates improved.
- Total Expenses of \$42.8 million increased \$5.5 million from 2021 due to increased Sewer Operation activity and Airport ARPA grant-related expenditures.

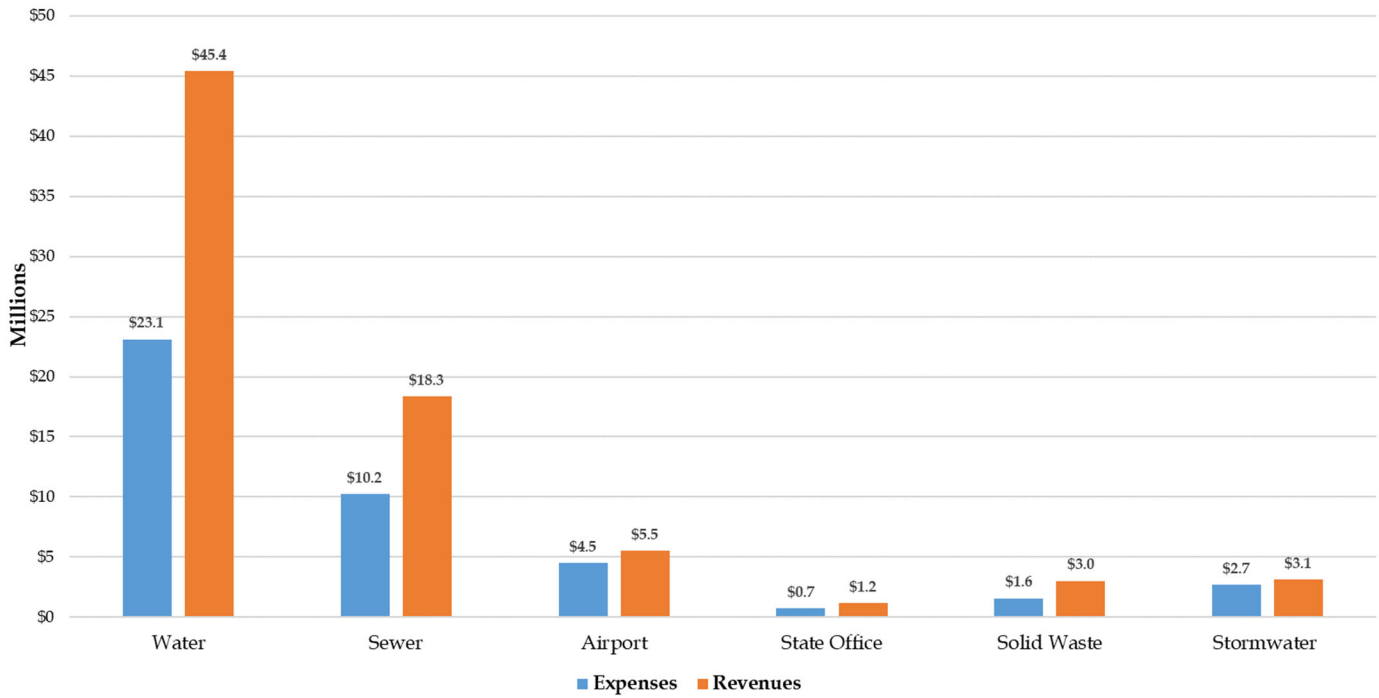
Expenses & Program Revenues - Governmental Activities



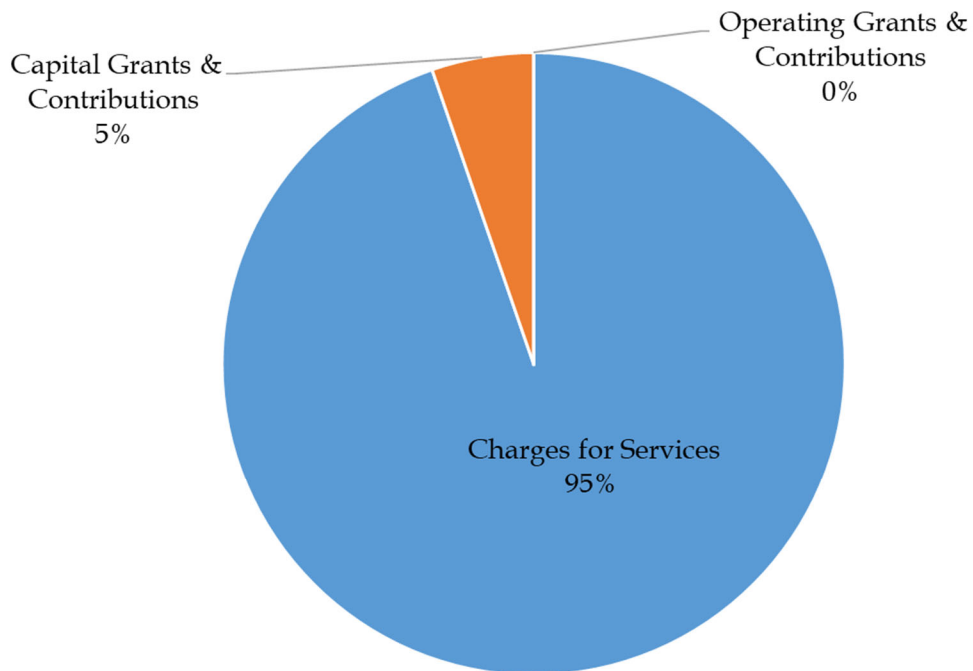
Revenues by Source - Governmental Activities



Expenses & Program Revenues - Business-Type Activities



Revenue by Source - Business - Type Activities



FINANCIAL ANALYSIS OF THE CITY'S FUNDS

As previously discussed, the City of San Angelo uses fund accounting to ensure compliance with finance related legal requirements.

Governmental Funds

The focus of the City of San Angelo's governmental funds is to provide information on inflows, outflows, and balances of spendable resources. This information is useful in assessing the City of San Angelo's financing requirements. Unassigned fund balance may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year.

As the City completed the year, its governmental funds (as presented in the balance sheet on page 29) reported a combined fund balance of \$126.4 million, an increase of \$22.6 million from the prior year. This result is primarily due to the \$16 million dollar debt issue (streets program) and the \$8 million dollar receipt for ARPA.

Approximately 43%, or \$54.9 million of the total amount, is unassigned and rests in the General Fund. Most of the remainder is assigned for various capital projects such as streets, parks, and river improvements.

The General Fund is the chief operating fund of the City of San Angelo. The unassigned fund balance of \$54.9 million represents 50% of total General Fund expenditures of \$110.1 million. The total fund balance in the General Fund increased by \$8.9 million during the current fiscal year.

The Capital Improvement Fund includes debt, sales tax, and general fund transfer funding sources required to construct streets, upgrade public safety communications network, purchase machinery and equipment, complete parks and facility improvements, and other capital projects. The fund balance increased by \$3.7 million in 2022, resulting in a fund balance of \$36.6 million, due to this year's bond issue of \$16.0 million less capital outlay related to street reconstruction and improvements.

The City's street reconstruction and improvement projects continue to be the primary area of capital improvement investing. The City Council adopted a 10-year plan in January 2016 to issue \$80 million in debt to rebuild San Angelo's worst streets. Every other year the City will issue \$16 million in new debt to pay for the projects. Thus, streets will be improved without having to raise the property tax rate, which for the ninth straight year remained at 77.6 cents. Additionally, the City Council voted during the 2022 budget cycle to allocate 0.006 cents of the property tax rate to a separate fund to further support the mission of street reconstruction and improvement. This rate yielded \$338 thousand to that fund for 2022. Street reconstruction and improvements are one of the City Council's top three strategic priorities.

The Debt Service Fund has a total fund balance of \$2,467,291, all of which is reserved for the payment of debt service. The increase in fund balance during the current year was \$61,441.

The Intergovernmental Fund's fund balance increased by \$9.4 million to a total of \$20.1 million. The increase is primarily due to the \$8.3 million second year receipt of grant award from the American Rescue Plan Act (ARPA).

Proprietary Funds

The City of San Angelo's proprietary funds provides the same type of information found in the government-wide financial statements but in more detail.

- Total net position in the Water Fund is \$192 million, an increase of \$10.0 million. This is due to continued consumption-driven revenue growth while controlling operating costs.
- Total net position in the Sewer Fund was \$88.7 million, an increase of \$14.2 million. This is also due to continued consumption-driven revenue growth while controlling operating costs.

General Fund Budgetary Highlights

Differences between the original and final amended budget for revenue amounted to \$2.6 million, an increase of 3%. This was due primarily to an increase in sales tax revenue and the receipt of grant awards from the CRF programs. Property values increased about 2.3% this year, while property tax revenue exceeded budget by \$1.9 million. Sales tax collections in the fiscal year that ended September 30, 2022 were approximately \$2.3 million more than what was budgeted. The City budgets its revenues conservatively to manage risk associated with uncertainty. Consequently, sales tax collections in the coming year have been budgeted at a 5% decline from this year's collections. The City Council used the sales tax surplus in 2022 to fund one-time purchases for equipment replacement.

The final amended expenditures budgeted amounts increased \$18.5 million. This is primarily the result of re-budgeting funds from the previous year for expenditures that were not made in the previous year. The major increases were in capital projects and street maintenance and reconstruction.

Total General Fund expenditures were \$13.8 million under the final amended budget. Most of this is for unfinished special or capital projects that will be re-budgeted in fiscal year 2023, such as street maintenance and reconstruction.

The City received an ARPA grant award of \$16.6 million, of which \$8.3 million was received in fiscal year 2022. Of the total award, \$8.5 million was earmarked for drainage improvements and \$2.5 million for employee stipends. The City will discuss the use of the remaining funds at an upcoming strategic planning session.

CAPITAL ASSET AND DEBT ADMINISTRATION

Capital Assets

At the end of the fiscal year 2022, the City had \$409 million invested in a broad range of capital assets, including police and fire equipment, buildings, park facilities, roads, bridges, and water and sewer lines (Table 3). This amount represents a net increase (including additions and deductions) of \$15 million over the prior year.

The following is a list of the major capital events for 2022:

- \$31 million in infrastructure improvements and construction in progress
- \$2 million in GASB 87 Lease Assets implemented in 2022

	Governmental		Business-Type		Total	
	Activities		Activities			
	2022	2021	2022	2021	2022	2021
Land	\$ 4,607,729	\$ 4,566,133	\$ 8,459,071	\$ 8,477,943	\$ 13,066,800	\$ 13,044,076
Buildings	64,093,728	64,093,728	40,590,746	40,590,746	104,684,474	104,684,474
Improvements Other Than Buildings	44,912,272	44,185,977	46,078,594	46,078,594	90,990,866	90,264,571
Infrastructure	38,709,907	29,272,590	322,487,260	303,883,155	361,197,167	333,155,745
Machinery and Equipment	45,955,553	45,676,085	30,063,270	29,647,900	76,018,823	75,323,985
Construction in Progress	36,872,331	38,903,668	30,206,714	25,068,106	67,079,045	63,971,774
Right of Use Asset - Building	27,537	-0-	-0-	-0-	27,537	-0-
Right of Use Asset - Equipment	1,002,995	-0-	1,128,368	-0-	2,131,363	-0-
Water Rights	-0-	-0-	54,797,725	54,797,725	54,797,725	54,797,725
Accumulated Depreciation & Amortization	(142,325,990)	(135,519,072)	(219,162,115)	(205,931,540)	(361,488,105)	(341,450,612)
Total	\$ 93,856,062	\$ 91,179,109	\$ 314,649,633	\$ 302,612,629	\$ 408,505,695	\$ 393,791,738

More detailed information about the City's capital assets is presented in Note IV. D. to the financial statements.

Debt

At the end of the current fiscal year, the City had a total bonded debt and notes of \$194 million. During the 2022, the City's total debt decreased by \$43.3 million. The outstanding debt was reduced by the payoff of the Ford Ranch debt in 2022.

	Governmental		Business-Type		Total	
	Activities		Activities			
	2022	2021	2022	2021	2022	2021
General Obligation Bond	\$ 12,095,000	\$ 14,510,000	\$ 111,425,000	\$ 165,295,000	\$ 123,520,000	\$ 179,805,000
Ad Valorem Tax COs	57,800,000	44,425,000	-0-	-0-	57,800,000	44,425,000
Sales Tax COs	11,585,000	11,780,000	-0-	-0-	11,585,000	11,780,000
Promissory Notes	858,000	965,000	-0-	-0-	858,000	965,000
Total	\$ 82,338,000	\$ 71,680,000	\$ 111,425,000	\$ 165,295,000	\$ 193,763,000	\$ 236,975,000

As of September 30, 2022, Moody's Investor's Service had assigned a credit rating of Aa2 for the City's General Obligation Bonds and for the City's Water and Sewer System Revenue Bonds. Standard & Poor's had assigned a credit rating of AA for the City's General Obligation Bonds and for its Water and Sewer System Revenue Bonds. Fitch had assigned a credit rating of AA+ for the City's General Obligation Bonds and for its Water and Sewer System Revenue Bonds.

The City is permitted by Article XI, Section 5, of the State of Texas Constitution to levy taxes up to \$2.50 per \$100 of assessed valuation for general governmental services including the payment of principal and interest on General Obligation long-term debt.

Other obligations include accrued sick leave and tentative arbitrage rebate to the U. S. Treasury. More detailed information about the City's long-term liabilities is presented in Note IV. G.

ECONOMIC FACTORS AND NEXT YEAR'S BUDGETS

The total City operating budget for the 2022-2023 fiscal year is \$169.9 million, which is an increase of \$2.4 million from the 2021-2022 adopted operating budget of \$167.5 million. This increase reflects adjustments to City staff salaries and benefits.

The fiscal year 2022-2023 budget is reflective of the City's efforts to recruit and retain employees and to budget conservatively using only current year resources. The budget was based on the City's long-term forecasting for City funds.

Over the past ten years, the City has seen an average growth rate of about 4% in property tax revenue. Property tax is the largest source of revenue in the General Fund. In fiscal year 2022-2023, the City decreased the tax rate by 3.8 cents per \$100 valuation.

CONTACTING THE CITY'S FINANCIAL MANAGEMENT

This financial report is designed to provide our citizens, taxpayers, customers, investors, and creditors with a general overview of the City's finances and to show the City's accountability for the money it receives. If you have questions about this report or need additional financial information, contact the City's Finance Department, at City of San Angelo, Texas, 72 W. College Ave., San Angelo, Texas 76903.



CITY OF SAN ANGELO, TEXAS

Statement of Net Position

As of September 30, 2022

	Primary Government			Component Unit
	Governmental Activities	Business-Type Activities	Total	Development Corporation
ASSETS				
Current Assets:				
Cash and Cash Equivalents	\$ 41,772,711	\$ 49,348,150	\$ 91,120,861	\$ 7,786,864
Investments	69,921,838	71,426,234	141,348,072	12,473,546
Receivables:				
Accrued Interest	75,030	223,090	298,120	-0-
Property Taxes	1,952,611	-	1,952,611	-0-
Accounts, Net	6,098,198	9,979,562	16,077,760	328
Leases	7,488	1,346,195	1,353,683	-0-
Due from Other Governments	7,959,320	1,263,208	9,222,528	2,174,761
Inventories	103,857	929,154	1,033,011	-0-
Prepays	6,018	-	6,018	-0-
Restricted Assets:				
Cash and Cash Equivalents	1,987,584	8,001,961	9,989,545	-0-
Investments	6,893,108	31,381,455	38,274,563	-0-
Closure and Post-Closure Trust Fund	-	6,750,476	6,750,476	-0-
Total Current Assets	\$ 136,777,763	\$ 180,649,485	\$ 317,427,248	\$ 22,435,499
Noncurrent Assets:				
Capital Assets:				
Land, Construction in Progress, and Water Rights	\$ 41,480,060	\$ 93,463,510	\$ 134,943,570	\$ 62,948
Buildings, Improvements, Infrastructure, and Machinery and Equipment, Net	51,550,149	220,263,608	271,813,757	1,315,572
Right of Use Lease Assets, Net	825,853	922,515	1,748,368	-0-
Net Capital Assets	\$ 93,856,062	\$ 314,649,633	\$ 408,505,695	\$ 1,378,520
Lease Receivable	213,057	13,954,768	14,167,825	-0-
Total Noncurrent Assets	\$ 94,069,119	\$ 328,604,401	\$ 422,673,520	\$ 1,378,520
Total Assets	\$ 230,846,882	\$ 509,253,886	\$ 740,100,768	\$ 23,814,019
DEFERRED OUTFLOWS OF RESOURCES				
Deferred Charges	\$ -0-	\$ 160,900	\$ 160,900	\$ -0-
Deferred Amounts Related to OPEB	13,307	373,606	386,913	-0-
Deferred Amounts Related to Pensions	15,970,124	1,737,524	17,707,648	-0-
Deferred Charge on Refunding	897,097	254,987	1,152,084	-0-
Total Deferred Outflows of Resources	\$ 16,880,528	\$ 2,527,017	\$ 19,407,545	\$ -0-
LIABILITIES				
Current Liabilities:				
Accounts Payable	\$ 3,568,155	\$ 6,770,308	\$ 10,338,463	\$ 632,751
Accrued Interest Payable	378,981	405,576	784,557	-0-
Unearned Revenue	41,250	-	41,250	-0-
Deposits	215,379	1,940,539	2,155,918	-0-
Noncurrent Lease Obligations Payable	201,561	264,421	465,982	-0-
Noncurrent Liabilities Due Within One Year	6,261,217	9,918,953	16,180,170	-0-
Total Current Liabilities	\$ 10,666,543	\$ 19,299,797	\$ 29,966,340	\$ 632,751
Noncurrent Liabilities:				
Noncurrent Liabilities Due After One Year	\$ 96,101,274	\$ 131,898,668	\$ 227,999,942	\$ -0-
Net Pension Liability	54,918,668	3,754,465	58,673,133	-0-
Lease Obligations Payable	616,977	648,543	1,265,520	-0-
Total OPEB Liability	55,951,325	9,634,870	65,586,195	-0-
Total Noncurrent Liabilities	\$ 207,588,244	\$ 145,936,546	\$ 353,524,790	\$ -0-
Total Liabilities	\$ 218,254,787	\$ 165,236,343	\$ 383,491,130	\$ 632,751
DEFERRED INFLOWS OF RESOURCES				
Deferred Amounts Related to Leases	\$ -0-	\$ 15,322,297	\$ 15,322,297	\$ -0-
Deferred Amounts Related to OPEB	22,040,626	3,807,398	25,848,024	-0-
Deferred Amounts Related to Pensions	27,015,314	3,300,230	30,315,544	-0-
Total Deferred Inflows of Resources	\$ 49,055,940	\$ 22,429,925	\$ 71,485,865	\$ -0-
NET POSITION				
Net Investment in Capital Assets	\$ 47,215,586	\$ 222,614,779	\$ 269,830,365	\$ 1,378,520
Restricted For:				
Debt Service	2,467,850	1,991,167	4,459,017	-0-
Asset Construction and Acquisition	36,556,961	-	36,556,961	-0-
Passenger Facility Charges	-	849,443	849,443	-0-
Landfill Closure and Post-Closure	-	6,750,476	6,750,476	-0-
Economic Development	3,543,131	-	3,543,131	21,802,748
Grant Expenditures	20,110,913	-	20,110,913	-0-
Designated Purposes	2,240,183	-	2,240,183	-0-
Permanent Fund Purposes:				
Nonexpendable	2,525,869	-	2,525,869	-0-
Unrestricted (Deficit)	(134,243,810)	91,908,770	(42,335,040)	-0-
Total Net Position	(\$ 19,583,317)	\$ 324,114,635	\$ 304,531,318	\$ 23,181,268

The accompanying notes are an integral part of this statement.

CITY OF SAN ANGELO, TEXAS

Statement of Activities

For the Year Ended September 30, 2022

Functions/Programs	Expenses	Program Revenues			Net (Expense) Revenue and Changes in Net Position			Component Unit
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Primary Government		Development Corporation	
					Governmental Activities	Business-Type Activities		
PRIMARY GOVERNMENT								
Government Activities:								
General Government	\$ 10,135,788	\$ 1,148,507	\$ -0-	\$ -0-	(\$ 8,987,281)	\$ -0-	(\$ 8,987,281)	
Public Safety	45,699,686	5,888,024	9,821,785	-0-	(29,989,877)	-0-	(29,989,877)	
Public Works and Transportation	15,311,142	989,777	4,482,217	-0-	(9,839,147)	-0-	(9,839,147)	
Public Facilities	3,022,844	578,798	-0-	600,569	(1,843,477)	-0-	(1,843,477)	
Health and Human Services	3,140,853	788,608	1,795,328	-0-	(556,917)	-0-	(556,917)	
Culture, Parks and Recreation	10,133,285	364,041	809,496	-0-	(8,959,748)	-0-	(8,959,748)	
Economic Development	965,385	233,202	-0-	-0-	(732,183)	-0-	(732,183)	
Urban Redevelopment and Housing	752,853	17,220	2,140,839	-0-	1,405,206	-0-	1,405,206	
Interest and Fiscal Charges	2,975,758	-0-	-0-	-0-	(2,975,758)	-0-	(2,975,758)	
Total Government Activities	\$ 92,137,594	\$ 10,008,177	\$ 19,049,665	\$ 600,569	(\$ 62,479,182)	\$ -0-	(\$ 62,479,182)	
Business-Type Activities:								
Water	\$ 23,114,902	\$ 45,390,136	\$ -0-	\$ -0-	\$ -0-	\$ 22,275,234	\$ 22,275,234	
Sewer	10,243,543	18,340,534	-0-	-0-	-0-	8,096,991	8,096,991	
Airport	4,494,104	1,455,003	-0-	4,050,248	-0-	1,011,147	1,011,147	
State Office Building	724,816	1,181,642	-0-	-0-	-0-	456,826	456,826	
Solid Waste	1,561,725	3,012,373	-0-	-0-	-0-	1,450,648	1,450,648	
Stormwater	2,712,757	3,131,175	-0-	-0-	-0-	418,418	418,418	
Total Business-Type Activities	\$ 42,851,847	\$ 72,510,863	\$ -0-	\$ 4,050,248	\$ -0-	\$ 33,709,264	\$ 33,709,264	
Total Primary Government	\$ 134,989,441	\$ 82,519,040	\$ 19,049,665	\$ 4,650,817	(\$ 62,479,182)	\$ 33,709,264	(\$ 28,769,918)	
COMPONENT UNIT								
Development Corporation	\$ 9,790,467	\$ 160,482	\$ 63,729	\$ -0-				(\$ 9,566,256)
Total Component Unit	\$ 9,790,467	\$ 160,482	\$ 63,729	\$ -0-				(\$ 9,566,256)
General Revenue								
Taxes								
		Property Taxes - General Levy			\$ 39,949,053	\$ -0-	\$ 39,949,053	\$ -0-
		Property Taxes - Debt Service Levy			5,263,601	-0-	5,263,601	-0-
		Sales Taxes			22,744,177	-0-	22,744,177	11,372,149
		Franchise Taxes			4,191,240	-0-	4,191,240	-0-
		Motel Taxes			2,791,693	-0-	2,791,693	-0-
		Mixed Drink Taxes			443,712	-0-	443,712	-0-
		Bingo Taxes			35,716	-0-	35,716	-0-
		Unrestricted Investment Earnings			(3,181,844)	(3,865,069)	(7,046,913)	(615,004)
		Miscellaneous			3,920,808	-0-	3,920,808	-0-
		Gain (Loss) on Sale of Capital Assets			159,243	978,950	1,138,193	-0-
		Transfers			7,381,426	(7,381,426)	-0-	-0-
		Total General Revenue and Transfers			\$ 83,698,825	(\$ 10,267,545)	\$ 73,431,280	\$ 10,757,145
		Change in Net Position			\$ 21,219,643	\$ 23,441,719	\$ 44,661,362	\$ 1,190,889
		Net Position - Beginning			(40,864,118)	300,262,469	259,398,351	22,464,832
		Restatement of Beginning Net Position			61,158	410,447	471,605	(474,453)
		Net Position - Ending			(\$ 19,583,317)	\$ 324,114,635	\$ 304,531,318	\$ 23,181,268

The accompanying notes are an integral part of this statement.

CITY OF SAN ANGELO, TEXAS

Balance Sheet - Governmental Funds

As of September 30, 2022

	General	Intergovernmental	Capital Improvement Fund	Debt Service Fund	Other Governmental Funds	Total Governmental Funds
ASSETS						
Cash and Cash Equivalents	\$ 23,548,823	\$ 6,929,545	\$ 6,834,573	\$ -0-	\$ 144,694	\$ 37,457,635
Investments	26,714,251	9,512,890	30,449,557	-0-	1,826,664	68,503,362
Receivables:						
Accrued Interest	39,867	327	19,605	2,509	7,143	69,451
Property Taxes	1,269,806	-0-	-0-	184,776	498,029	1,952,611
Accounts	6,826,691	604	-0-	13,824	255,722	7,096,841
Less: Allowance for Uncollectible	(1,168,734)	-0-	-0-	-0-	(11,886)	(1,180,620)
Leases	220,545	-0-	-0-	-0-	-0-	220,545
Due from Other Governments	3,960,718	3,716,276	-0-	-0-	282,326	7,959,320
Inventories	37,304	-0-	-0-	-0-	-0-	37,304
Prepays	6,018	-0-	-0-	-0-	-0-	6,018
Restricted Assets:						
Cash and Cash Equivalents	-0-	-0-	-0-	693,280	1,294,304	1,987,584
Investments	-0-	-0-	-0-	1,720,393	5,172,715	6,893,108
Total Assets	<u>\$ 61,455,289</u>	<u>\$ 20,159,642</u>	<u>\$ 37,303,735</u>	<u>\$ 2,614,782</u>	<u>\$ 9,469,711</u>	<u>\$ 131,003,159</u>
LIABILITIES						
Current Liabilities:						
Accounts Payable	\$ 1,812,607	\$ 48,729	\$ 746,774	\$ -0-	\$ 273,651	\$ 2,881,761
Unearned Revenue	41,250	-0-	-0-	-0-	-0-	41,250
Deposits	215,379	-0-	-0-	-0-	-0-	215,379
Total Liabilities	<u>\$ 2,069,236</u>	<u>\$ 48,729</u>	<u>\$ 746,774</u>	<u>\$ -0-</u>	<u>\$ 273,651</u>	<u>\$ 3,138,390</u>
DEFERRED INFLOWS OF RESOURCES						
Unavailable Revenue - Property Taxes	\$ 1,251,905	\$ -0-	\$ -0-	\$ 147,491	\$ -0-	\$ 1,399,396
Unavailable Revenue - Street Pavement	58,336	-0-	-0-	-0-	-0-	58,336
Total Deferred Inflows of Resources	<u>\$ 1,310,241</u>	<u>\$ -0-</u>	<u>\$ -0-</u>	<u>\$ 147,491</u>	<u>\$ -0-</u>	<u>\$ 1,457,732</u>
FUND BALANCES						
Nonspendable	\$ 43,322	\$ -0-	\$ -0-	\$ -0-	\$ 2,525,869	\$ 2,569,191
Restricted	3,010,037	10,583,374	-0-	-0-	4,422,648	18,016,059
Committed	133,942	9,527,539	36,556,961	2,467,291	2,247,543	50,933,276
Assigned	-0-	-0-	-0-	-0-	-0-	-0-
Unassigned	54,888,511	-0-	-0-	-0-	-0-	54,888,511
Total Fund Balances	<u>\$ 58,075,812</u>	<u>\$ 20,110,913</u>	<u>\$ 36,556,961</u>	<u>\$ 2,467,291</u>	<u>\$ 9,196,060</u>	<u>\$ 126,407,037</u>

The accompanying notes are an integral part of this statement.

CITY OF SAN ANGELO, TEXAS

Balance Sheet - Governmental Funds

As of September 30, 2022

**RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE SHEET TO
THE STATEMENT OF NET POSITION**

Total Fund Balance, Governmental Funds	\$ 126,407,037
Amounts reported for governmental activities in the Statement of Net Position are different because:	
Capital assets used in governmental activities are not current financial resources and, therefore, are not reported in the funds, net of accumulated depreciation of \$93,856,062 and less internal service fund net position of \$510,763	93,345,299
Certain other deferred outflows are not available in the current period, and therefore, are deferred in the funds	1,457,733
Certain long-term liabilities are not due and payable from current financial resources and, therefore, are not reported in the funds:	
Accrued interest payable	(378,981)
Bonds payable	(81,480,000)
Notes payable	(858,000)
Lease obligation	(818,538)
Unamortized debt discount	(3,733,796)
Deferred charge on refunding	897,097
Accrued compensated absences	(12,899,686)
Unfunded OPEB obligation	(74,517,882)
Net pension obligation (and related deferrals, net)	(65,251,245)
Internal service funds are used by management to charge costs of certain activities that benefit multiple funds, such as self-insurance, vehicle maintenance, and other such costs, to individual funds. The assets and liabilities of certain of these internal service funds are reported in governmental activities in the Statement of Net Position:	
Internal service funds' net position	(1,752,355)
Net Position of Governmental Activities	<u>(\$ 19,583,317)</u>

The accompanying notes are an integral part of this statement.

CITY OF SAN ANGELO, TEXAS

**Statement of Revenues, Expenditures, and Changes in Fund Balance - Governmental
Funds**

For the Year Ended September 30, 2022

	General	Intergovernmental	Capital Improvement Fund	Debt Service Fund	Other Governmental Funds	Total Governmental Funds
REVENUES						
Taxes:						
Property	\$ 38,457,419	\$ -0-	\$ -0-	\$ 5,263,601	\$ 1,190,468	\$ 44,911,488
Sales	22,744,177	-0-	-0-	-0-	-0-	22,744,177
Franchise	4,191,240	-0-	-0-	-0-	-0-	4,191,240
Motel	-0-	-0-	-0-	-0-	2,791,693	2,791,693
Mixed Drink	443,712	-0-	-0-	-0-	-0-	443,712
Bingo	35,716	-0-	-0-	-0-	-0-	35,716
Licenses and Permits	1,245,143	-0-	-0-	-0-	-0-	1,245,143
Intergovernmental	1,504,725	15,346,838	-0-	-0-	1,458,016	18,309,579
Charges for Services	7,565,332	184,783	-0-	-0-	55,547	7,805,662
Rental Income	219,143	-0-	-0-	-0-	-0-	219,143
Fines and Forfeitures	2,189,668	-0-	-0-	-0-	-0-	2,189,668
Investment Income:						
Interest	256,363	4,333	141,579	13,068	61,283	476,626
Change in Fair Value of Investments	(1,287,221)	(458,377)	(1,467,207)	(82,897)	(334,633)	(3,630,335)
Miscellaneous:						
Gifts and Contributions	49,009	28,118	-0-	-0-	131,238	208,365
Other Miscellaneous	1,050,956	-0-	-0-	2,474,426	76,277	3,601,659
Total Revenues	\$ 78,665,382	\$ 15,105,695	(\$ 1,325,628)	\$ 7,668,198	\$ 5,429,889	\$ 105,543,536
EXPENDITURES						
Current:						
General Government	\$ 11,064,461	\$ 7,631	\$ -0-	\$ -0-	\$ -0-	\$ 11,072,092
Public Safety	45,064,350	3,231,690	-0-	-0-	-0-	48,296,040
Public Works and Transportation	15,041,190	458,511	-0-	-0-	-0-	15,499,701
Public Facilities	1,096,622	-0-	-0-	-0-	-0-	1,096,622
Health and Human Services	1,993,097	1,719,640	-0-	-0-	629,338	4,342,075
Culture, Parks and Recreation	7,595,084	-0-	-0-	-0-	1,194,966	8,790,050
Economic Development	-0-	-0-	-0-	-0-	956,055	956,055
Urban Redevelopment and Housing	-0-	-0-	-0-	-0-	869,716	869,716
Total Current Expenditures	\$ 81,854,804	\$ 5,417,472	\$ -0-	\$ -0-	\$ 3,650,075	\$ 90,922,351
Capital Outlay	4,614,188	1,100,048	5,363,313	-0-	72,967	11,150,516
Debt Service:						
Principal	211,994	-0-	-0-	5,020,000	-0-	5,231,994
Interest and Fiscal Charges	1,748	-0-	157,834	2,654,919	29,599	2,844,100
Total Expenditures	\$ 86,682,734	\$ 6,517,520	\$ 5,521,147	\$ 7,674,919	\$ 3,752,641	\$ 110,148,961
Excess (Deficiency) of Revenues Over (Under) Expenditures	(\$ 8,017,352)	\$ 8,588,175	(\$ 6,846,775)	(\$ 6,721)	\$ 1,677,248	(\$ 4,605,425)
OTHER FINANCING SOURCES (USES)						
Transfers In	\$ 18,601,118	\$ 973,337	\$ -0-	\$ 353,853	\$ 1,266,952	\$ 21,195,260
Proceeds from Long-term Debt	-0-	-0-	16,161,688	-0-	-0-	16,161,688
Proceeds from Lease Financing	1,030,532	-0-	-0-	-0-	-0-	1,030,532
Transfers Out	(2,739,117)	(122,960)	(5,607,759)	(285,691)	(2,490,686)	(11,246,213)
Total Other Sources (Uses)	\$ 16,892,533	\$ 850,377	\$ 10,553,929	\$ 68,162	(\$ 1,223,734)	\$ 27,141,267
Net Change in Fund Balances	\$ 8,875,181	\$ 9,438,552	\$ 3,707,154	\$ 61,441	\$ 453,514	\$ 22,535,842
Fund Balances - Beginning, as Previously Stated	49,177,478	10,671,256	32,849,807	2,405,850	8,706,030	103,810,421
Restatement of Beginning Fund Balance	23,153	1,105	-0-	-0-	36,516	60,774
Fund Balances - Ending	\$ 58,075,812	\$ 20,110,913	\$ 36,556,961	\$ 2,467,291	\$ 9,196,060	\$ 126,407,037

The accompanying notes are an integral part of this statement.

CITY OF SAN ANGELO, TEXAS

Statement of Revenues, Expenditures, and Changes in Fund Balance - Governmental Funds

For the Year Ended September 30, 2022

**RECONCILIATION OF THE GOVERNMENTAL FUNDS STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCE OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES**

Net Change in Fund Balances - Total Governmental Funds \$ 22,535,842

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

Governmental funds report capital outlays as expenditures while governmental activities report depreciation expense to allocate those expenditures over the life of the assets:

Capital asset purchases	10,776,983
Depreciation expense	(8,159,376)
Capital asset disposals	(53,099)
Capital assets donated to business-type activities	(8,295)

Governmental funds report bond issuance costs as expenditures and bond premiums as revenue while governmental activities report amortization and interest expense to allocate those expenditures over the term of the bonds:

Amortization expense	(274,104)
Interest expense	142,446

Governmental funds report revenue not collected within the availability period as Unavailable Revenue, but on the Statement of Activities these revenues are recognized and the deferred inflow of resources is eliminated:

Property taxes	301,167
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Bond proceeds provide current financial resources to governmental funds, but issuing debt increases long-term liabilities in the Statement of Net Position. Repayment of debt principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the Statement of Net Position:

Bond principal payment	5,020,000
Note payable principal payment	107,000
Lease obligation	211,994
Lease proceeds	(1,030,532)
Bond proceeds	(15,785,000)
Bond premium	(376,688)

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

Change in compensated absences	(321,313)
Change in total OPEB liability	4,781,502
Change in net pension liability	6,106,870

The internal service funds are used by management to charge the costs of fleet management and risk management to individual funds. The net revenue of certain activities of internal service funds is reported in the governmental activities.

(2,755,754)

Change in Net Position of Governmental Activities \$ 21,219,643

The accompanying notes are an integral part of this statement.

CITY OF SAN ANGELO, TEXAS

Statement of Net Position - Proprietary Funds

As of September 30, 2022

	Business-Type Activities - Enterprise Funds				Governmental Activities - Internal Service Funds	
	Water	Sewer	Other Enterprise Funds			Total
ASSETS						
Current Assets:						
Cash and Cash Equivalents	\$ 44,458,254	\$ 1,052,359	\$ 3,837,537	\$ 49,348,150	\$ 4,315,076	
Investments	39,330,664	24,113,043	7,982,527	71,426,234	1,418,476	
Receivables:						
Accrued Interest	93,795	114,457	14,838	223,090	5,579	
Accounts	6,686,282	2,631,019	1,644,112	10,961,413	216,908	
Less: Allowance for Uncollectibles	(732,910)	(236,057)	(12,884)	(981,851)	(34,931)	
Leases	213,238	85,463	1,047,494	1,346,195	-0-	
Due from Other Governments	-0-	-0-	1,263,208	1,263,208	-0-	
Inventories	869,290	59,864	-0-	929,154	66,553	
Restricted Assets:						
Cash and Cash Equivalents	3,464,307	4,327,525	210,129	8,001,961	-0-	
Investments	17,780,112	13,013,470	587,873	31,381,455	-0-	
Closure and Post-Closure Trust Fund	-0-	-0-	6,750,476	6,750,476	-0-	
Total Current Assets	\$ 112,163,032	\$ 45,161,143	\$ 23,325,310	\$ 180,649,485	\$ 5,987,661	
Noncurrent Assets:						
Leases Receivable	\$ 4,250,526	\$ 8,260,628	\$ 1,443,614	\$ 13,954,768	\$ -0-	
Capital Assets:						
Land	\$ 1,593,325	\$ 3,781,119	\$ 3,084,627	\$ 8,459,071	\$ -0-	
Buildings	9,301,952	240,039	31,048,755	40,590,746	390,269	
Improvements Other Than Buildings	14,248,735	10,089,039	21,740,820	46,078,594	5,303,405	
Infrastructure	219,717,958	80,193,709	22,575,593	322,487,260	-0-	
Machinery and Equipment	11,751,908	11,269,520	7,041,842	30,063,270	9,960,461	
Right to Use Asset Leases	601,641	238,929	287,798	1,128,368	-0-	
Water Rights	54,797,725	-0-	-0-	54,797,725	-0-	
Construction in Progress	16,942,091	9,173,258	4,091,365	30,206,714	-0-	
Less: Accumulated Depreciation/Amortization	(101,914,579)	(58,868,988)	(58,378,548)	(219,162,115)	(15,143,372)	
Net Capital Assets	\$ 227,040,756	\$ 56,116,625	\$ 31,492,252	\$ 314,649,633	\$ 510,763	
Total Noncurrent Assets	\$ 231,291,282	\$ 64,377,253	\$ 32,935,866	\$ 328,604,401	\$ 510,763	
Total Assets	\$ 343,454,314	\$ 109,538,396	\$ 56,261,176	\$ 509,253,886	\$ 6,498,424	
DEFERRED OUTFLOWS OF RESOURCES						
Deferred Charges	\$ -0-	\$ 160,900	\$ -0-	\$ 160,900	\$ -0-	
Deferred Amounts Related to Pensions	963,403	305,839	468,282	1,737,524	274,461	
Deferred Amounts Related to OPEB	241,552	132,054	-0-	373,606	13,307	
Deferred Charge on Refunding	254,987	-0-	-0-	254,987	-0-	
Total Deferred Outflows of Resources	\$ 1,459,942	\$ 598,793	\$ 468,282	\$ 2,527,017	\$ 287,768	
LIABILITIES						
Current Liabilities:						
Accounts Payable	\$ 4,603,134	\$ 1,150,090	\$ 1,017,084	\$ 6,770,308	\$ 686,394	
Accrued Interest Payable	342,953	53,489	9,134	405,576	-0-	
Deposits	1,940,539	-0-	-0-	1,940,539	-0-	
Noncurrent Lease Obligations Payable	147,910	58,739	57,772	264,421	-0-	
Noncurrent Liabilities Due Within One Year	7,957,685	1,873,498	87,770	9,918,953	1,379,217	
Total Current Liabilities	\$ 14,992,221	\$ 3,135,816	\$ 1,171,760	\$ 19,299,797	\$ 2,065,611	
Noncurrent Liabilities:						
Net Pension Liability	\$ 2,183,311	\$ 764,578	\$ 806,576	\$ 3,754,465	\$ 444,245	
Lease Obligations Payable	301,257	119,638	227,648	648,543	-0-	
Total OPEB Liability	6,040,702	2,175,431	1,418,737	9,634,870	2,427,873	
Noncurrent Liabilities Due After One Year	120,532,963	5,536,518	5,829,187	131,898,668	2,011,792	
Total Noncurrent Liabilities	\$ 129,058,233	\$ 8,596,165	\$ 8,282,148	\$ 145,936,546	\$ 4,883,910	
Total Liabilities	\$ 144,050,454	\$ 11,731,981	\$ 9,453,908	\$ 165,236,343	\$ 6,949,521	
DEFERRED INFLOWS OF RESOURCES						
Deferred Amounts Related to Leases	\$ 4,677,398	\$ 8,169,343	\$ 2,475,556	\$ 15,322,297	\$ -0-	
Deferred Amounts Related to Pensions	1,792,101	702,485	805,644	3,300,230	542,830	
Deferred Amounts Related to OPEB	2,345,051	844,520	617,827	3,807,398	1,046,196	
Total Deferred Inflows of Resources	\$ 8,814,550	\$ 9,716,348	\$ 3,899,027	\$ 22,429,925	\$ 1,589,026	
NET POSITION						
Net Investment in Capital Assets	\$ 153,175,840	\$ 40,773,698	\$ 28,665,241	\$ 222,614,779	\$ 510,763	
Restricted for:						
Debt Service	342,953	1,648,214	-0-	1,991,167	-0-	
Passenger Facility Charges	-0-	-0-	849,443	849,443	-0-	
Landfill Closure and Post-Closure	-0-	-0-	6,750,476	6,750,476	-0-	
Unrestricted (Deficit)	38,530,459	46,266,948	7,111,363	91,908,770	(2,263,118)	
Total Net Position	\$ 192,049,252	\$ 88,688,860	\$ 43,376,523	\$ 324,114,635	\$ 1,752,355	

The accompanying notes are an integral part of this statement.

CITY OF SAN ANGELO, TEXAS

**Statement of Revenues, Expenses, and Changes in Fund Net Position - Proprietary
Funds**

For the Year Ended September 30, 2022

	Business-Type Activities - Enterprise Funds				Governmental Activities - Internal Service Funds
	Water	Sewer	Other Enterprise Funds	Total	
OPERATING REVENUES					
Charges for Sales and Services:					
Pledged for Payment of Revenue Bonds:					
Water Sales	\$ 42,078,339	\$ -0-	\$ -0-	\$ 42,078,339	\$ -0-
Sewer Service	-0-	17,813,519	-0-	17,813,519	-0-
Stormwater Fee	-0-	-0-	2,968,136	2,968,136	-0-
Solid Waste Service	-0-	-0-	2,777,759	2,777,759	-0-
Rents, Leases, and Fees	382,268	172,795	1,181,642	1,736,705	-0-
Billing and Collection	2,218,511	-0-	-0-	2,218,511	-0-
Paving Cuts, Taps, and Connections	407,036	91,250	-0-	498,286	-0-
Other	303,982	262,970	26,470	593,422	-0-
Unpledged:					
Rents, Leases, and Fees	-0-	-0-	1,450,939	1,450,939	-0-
Sales and Service	-0-	-0-	-0-	-0-	18,428,452
Other	-0-	-0-	375,247	375,247	1,395,773
Total Operating Revenues	\$ 45,390,136	\$ 18,340,534	\$ 8,780,193	\$ 72,510,863	\$ 19,824,225
OPERATING EXPENSES					
Cost of Sales and Services	\$ 5,644,314	\$ 5,855,601	\$ 4,909,113	\$ 16,409,028	\$ 20,089,714
Administrative	7,050,015	502,395	2,120,726	9,673,136	-0-
Depreciation and Amortization	7,963,370	3,606,855	2,455,433	14,025,658	62,047
Total Operating Expenses	\$ 20,657,699	\$ 9,964,851	\$ 9,485,272	\$ 40,107,822	\$ 20,151,761
Operating Income (Loss)	\$ 24,732,437	\$ 8,375,683	(\$ 705,079)	\$ 32,403,041	(\$ 327,536)
NONOPERATING REVENUES (EXPENSES)					
Interest	\$ 573,296	\$ 397,976	\$ 117,430	\$ 1,088,702	\$ 40,214
Change in Fair Value of Investments	(2,751,873)	(1,788,935)	(412,963)	(4,953,771)	(68,349)
Interest Expense and Fiscal Agent Fees	(2,457,203)	(278,692)	(8,130)	(2,744,025)	-0-
Gain on Sale of Capital Assets	978,950	-0-	-0-	978,950	167,538
Total Nonoperating Revenues (Expenses)	(\$ 3,656,830)	(\$ 1,669,651)	(\$ 303,663)	(\$ 5,630,144)	\$ 139,403
Income (Loss) Before Contributions and Transfers	\$ 21,075,607	\$ 6,706,032	(\$ 1,008,742)	\$ 26,772,897	(\$ 188,133)
CONTRIBUTIONS AND TRANSFERS					
Contributions:					
Federal Grants	\$ -0-	\$ -0-	\$ 4,050,248	\$ 4,050,248	\$ -0-
Total Contributions	\$ -0-	\$ -0-	\$ 4,050,248	\$ 4,050,248	\$ -0-
Transfers In	4,889,524	10,679,108	1,871,904	17,440,536	1,666,994
Transfers Out	(16,374,424)	(3,169,849)	(5,277,689)	(24,821,962)	(4,234,615)
Total Contributions and Transfers	(\$ 11,484,900)	\$ 7,509,259	\$ 644,463	(\$ 3,331,178)	(\$ 2,567,621)
Change in Net Position	\$ 9,590,707	\$ 14,215,291	(\$ 364,279)	\$ 23,441,719	(\$ 2,755,754)
Net Position - Beginning	182,048,098	74,473,569	43,740,802	300,262,469	1,003,015
Restatement of Beginning Net Position	410,447	-0-	-0-	410,447	384
Net Position - Ending	\$ 192,049,252	\$ 88,688,860	\$ 43,376,523	\$ 324,114,635	(\$ 1,752,355)

The accompanying notes are an integral part of this statement.

CITY OF SAN ANGELO, TEXAS

Statement of Cash Flows - Proprietary Funds

For the Year Ended September 30, 2022

	Business-type Activities - Enterprise Funds				Governmental Activities - Internal Service Funds
	Water	Sewer	Other Enterprise Funds	Total	
CASH FLOWS FROM OPERATING ACTIVITIES					
Cash Received From Customers	\$ 45,496,965	\$ 18,117,103	\$ 10,338,017	\$ 73,952,085	\$ -0-
Cash Paid to Other Governments	-0-	-0-	(1,156,712)	(1,156,712)	-0-
Cash Received From Other Funds for Interfund Services Provided	-0-	-0-	-0-	-0-	17,654,946
Cash Received From Reinsurance	-0-	-0-	-0-	-0-	2,379,663
Cash Received From Meter Deposits	85,325	-0-	-0-	85,325	-0-
Cash Paid to Suppliers for Goods and Services	(4,600,354)	(5,935,162)	(6,181,232)	(16,716,748)	(9,902,971)
Cash Paid for Insurance Claims and Premiums	-0-	-0-	-0-	-0-	(9,296,342)
Cash Paid for Employees' Services and Benefits	(6,445,306)	(813,358)	(1,316,873)	(8,575,537)	(2,244,022)
Net Cash Provided (Used) by Operating Activities	\$ 34,536,630	\$ 11,368,583	\$ 1,683,200	\$ 47,588,413	(\$ 1,408,726)
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES					
Transfers In	\$ 4,889,524	\$ 10,679,108	\$ 1,871,904	\$ 17,440,536	\$ 1,666,994
Transfers Out	(16,374,424)	(3,169,849)	(5,277,689)	(24,821,962)	(4,234,615)
Short-Term Interfund Loans Received	-0-	-0-	-0-	-0-	351
Short-Term Interfund Loans Paid	-0-	-0-	-0-	-0-	100
Net Cash Provided (Used) by Noncapital Financing Activities	(\$ 11,484,900)	\$ 7,509,259	(\$ 3,405,785)	(\$ 7,381,426)	(\$ 2,567,170)
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES					
Acquisition of Capital Assets	(\$ 15,032,542)	(\$ 6,038,258)	(\$ 3,826,252)	(\$ 24,897,052)	(\$ 182,787)
Principal Paid on Debt	(52,605,790)	(1,821,500)	(68,150)	(54,495,440)	-0-
Interest Paid on Debt	(3,296,415)	(307,384)	(4,004)	(3,607,803)	-0-
Proceeds from Sale of Assets	997,822	-0-	-0-	997,822	167,538
Principal Paid on Leases	(152,474)	(60,552)	(61,182)	(274,208)	-0-
Interest Paid on Leases	-0-	-0-	(609)	(609)	-0-
Capital Contributions Received	-0-	-0-	4,050,248	4,050,248	-0-
Net Cash Provided (Used) by Capital and Related Financing Activities	(\$ 70,089,399)	(\$ 8,227,694)	\$ 90,051	(\$ 78,227,042)	(\$ 15,249)
CASH FLOWS FROM INVESTING ACTIVITIES					
Purchase & Maturities of Investments	\$ 183,933	(\$ 26,525,359)	(\$ 1,443,315)	(\$ 27,784,741)	\$ 816,354
Interest Received on Investments	497,035	297,528	109,938	904,501	37,178
Net Cash Provided (Used) by Investing Activities	\$ 680,968	(\$ 26,227,831)	(\$ 1,333,377)	(\$ 26,880,240)	\$ 853,532
Net Increase (Decrease) in Cash	(\$ 46,356,701)	(\$ 15,577,683)	(\$ 2,965,911)	(\$ 64,900,295)	(\$ 3,137,613)
Cash - Beginning	94,279,262	20,957,567	7,013,577	122,250,406	7,452,689
Cash - Ending	\$ 47,922,561	\$ 5,379,884	\$ 4,047,666	\$ 57,350,111	\$ 4,315,076
CASH ON STATEMENT OF NET POSITION					
Current Assets	\$ 44,458,254	\$ 1,052,359	\$ 3,837,537	\$ 49,348,150	\$ 4,315,076
Restricted Assets	3,464,307	4,327,525	210,129	8,001,961	-0-
Total	\$ 47,922,561	\$ 5,379,884	\$ 4,047,666	\$ 57,350,111	\$ 4,315,076

The accompanying notes are an integral part of this statement.

CITY OF SAN ANGELO, TEXAS

Statement of Cash Flows - Proprietary Funds

For the Year Ended September 30, 2022

	Business-type Activities - Enterprise Funds				Governmental Activities - Internal Service Funds
	Water	Sewer	Other Enterprise Funds	Total	
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES					
Operating Income (Loss)	\$ 24,732,437	\$ 8,378,373	(\$ 705,079)	\$ 32,405,731	(\$ 327,536)
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities					
Depreciation and Amortization	7,963,370	3,606,855	2,455,433	14,025,658	62,047
(Increase) Decrease in:					
Accounts Receivable	86,997	(46,683)	(351,233)	(310,919)	(12,156)
Other Receivable	-0-	-0-	1,924,609	1,924,609	-0-
Lease Receivable	(4,463,764)	(8,346,091)	(2,491,108)	(15,300,963)	-0-
Due From Other Governments	-0-	-0-	1,156,712)	1,156,712)	-0-
Inventories	(334,788)	(2,962)	-0-	(337,750)	(41,685)
Deferred Outflow Pension	(287,589)	6,398	(74,729)	(355,920)	13,577
Deferred Outflow OPEB	(241,552)	(132,054)	-0-	(373,606)	(13,307)
Increase (Decrease) in:					
Accounts Payable	3,145,018	71,606	(345,750)	2,870,874	8,732
Insurance Claims Payable	-0-	-0-	-0-	-0-	(653,000)
Total OPEB Liability	(2,576,656)	(871,596)	(759,901)	(4,208,153)	(1,269,922)
Net Pension Liability	(1,348,074)	(629,755)	(546,209)	(2,524,038)	(339,153)
Compensated Absences	42,081	(60,277)	(36,960)	55,156)	18,089
Deferred Inflow Pension	905,178	380,906	329,601	1,615,685	99,392
Deferred Inflow OPEB	2,345,051	844,520	617,827	3,807,398	1,046,196
Deferred Inflow Leases	4,483,596	8,169,343	2,475,556	15,128,495	-0-
Landfill Postclosure Liability	-0-	-0-	347,855	347,855	-0-
Customer Deposits	85,325	-0-	-0-	85,325	-0-
Net Cash Provided (Used) by Operating Activities	<u>\$ 34,536,630</u>	<u>\$ 11,368,583</u>	<u>\$ 1,683,200</u>	<u>\$ 47,588,413</u>	<u>(\$ 1,408,726)</u>
NONCASH INVESTING, CAPITAL, AND FINANCING ACTIVITIES					
Amortization of Premiums and Discounts	(\$ 1,025,308)	(\$ 106,639)	(\$ 1,340)	(\$ 1,133,287)	\$ -0-
Change in Fair Value of Investments	(\$ 2,751,873)	(\$ 1,788,935)	(\$ 257,029)	(\$ 4,797,837)	(\$ 68,348)
Lease Liability	(\$ 601,641)	(\$ 238,929)	\$ -0-	(\$ 840,570)	\$ -0-
Right to Use Asset	\$ 601,641	\$ 238,929	\$ -0-	\$ -0-	\$ -0-
Amortization of Gain or Loss on Refunding	\$ -0-	\$ 76,045	\$ -0-	\$ 76,045	\$ -0-

The accompanying notes are an integral part of this statement.

CITY OF SAN ANGELO, TEXAS

Statement of Fiduciary Net Position - Fiduciary Funds

As of September 30, 2022

	<u>Custodial Funds</u>	
ASSETS		
Cash and Cash Equivalents	\$	290,913
Due From Other Governments		42,368
Total Assets	<u>\$</u>	<u>333,281</u>
LIABILITIES		
Accounts Payable	\$	333,281
Total Liabilities	<u>\$</u>	<u>333,281</u>
NET POSITION		
Net Position	\$	-0-
Total Net Position	<u>\$</u>	<u>-0-</u>

The accompanying notes are an integral part of this statement.

CITY OF SAN ANGELO, TEXAS

**Statement of Changes in
Fiduciary Net Position - Fiduciary Funds**

As of September 30, 2022

	<u>Custodial Funds</u>	
ADDITIONS		
Fines and Fees	\$	1,488,219
Payments from TWDB		554,548
Total Additions	<u>\$</u>	<u>2,042,767</u>
DEDUCTIONS		
Payments to State Agency	\$	1,488,219
Payments on Flood Planning Project		554,548
Total Deductions	<u>\$</u>	<u>2,042,767</u>
Change in Net Position	\$	-0-
NET POSITION		
Net Position - Beginning		-0-
Net Position - Ending	<u>\$</u>	<u>-0-</u>

The accompanying notes are an integral part of this statement.

CITY OF SAN ANGELO, TEXAS

Notes to the Basic Financial Statements

For the Year Ended September 30, 2022

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The City of San Angelo, Texas (City) is a municipal corporation governed by an elected mayor and six-member council. The City provides services as authorized in its charter: public safety (police and fire), streets and bridges, sanitation, health and human services, water and sewer utilities, recreation, education, public improvements, planning and zoning, and general administrative services. The accompanying financial statements present the government and its component units, entities for which the government is financially accountable. The discretely presented component unit is reported in a separate column in the government-wide financial statements (see note below for description) to emphasize that it is legally separate from the government.

The City's financial statements have been prepared in conformity with U.S. generally accepted accounting principles (GAAP). The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The accounting and reporting framework and the more significant accounting policies are discussed in the subsequent subsections of this note.

I.A. Financial Reporting Entity

In evaluating the City's financial reporting entity, management has considered all potential component units as required by GAAP. Organizations are included if the City is financially accountable for them, or the nature and significance of their relationship with the City are such that exclusion would cause the financial statements to be misleading or incomplete. Inclusion is determined based on the City's ability to exercise significant influence. Significant influence or accountability is based primarily on its operational or financial relationship with the City (as distinct from a legal relationship).

The City is financially accountable if it appoints a voting majority of an organization's governing body and is able to impose its will on that organization, or there is a potential for the organization to provide specific financial benefits to, or impose specific financial burdens on the City. The City also is financially accountable if an organization is fiscally dependent on the City and potentially provides specific financial benefits to, or imposes specific financial burdens on the City.

Blended Component Units

Blended component units, although legally separate entities, are reported as part of the primary government because they meet the criteria above and are so intertwined with the City that they are, in substance, the same as the City. The blended component unit below is reported as part of the primary government:

Keep San Angelo Beautiful (KSAB) was created as a non-profit entity on August 21, 2018, and the City Council approved the by-laws and authorized funding for a period of three years beginning in 2019. After the third year, KSAB will be funded through other sources. The purpose of KSAB is to promote civic, cultural, and educational awareness through informed and active participation of citizens in making San Angelo cleaner, safer, and a more attractive place to visit, live, work, and play. Although it is legally separate from the City of San Angelo, the KSAB Board of Directors includes a City of San Angelo employee. The City has financial accountability, and a financial benefit/burden relationship exists, which allows the City to impose its will. Therefore, KSAB has been blended in the City's basic financial statements as a nonmajor special revenue fund. KSAB does not issue separate financial statements.

Discretely Presented Component Units

Discretely presented component units are separate legal entities that meet the GASB Statement No. 14 (as amended by Statement No. 61) component unit criteria but do not meet the criteria for blending. The City has one component unit that is discretely presented in the City's report as presented below. The component unit's rows and columns in the government-wide financial statements include the financial data of the City's component unit. It is reported in separate rows and columns to emphasize that it is legally separate from the City. The mayor and the City Council appoint the governing board of directors.

The City of San Angelo, Texas Development Corporation (Corporation) is a non-profit development corporation organized under the Texas Development Corporation Act of 1979, Article 5190.6, Vernon's Texas Revised Civil Statutes Annotated as amended (the Act) and is governed by Section 4B of the Act. The Corporation is governed by a seven-member board appointed by the City Council. Its purpose is to administer the type B Section 4B economic development sales tax approved by the City's voters. As stated in its Articles of Incorporation, the purpose of the Corporation is to promote community development within the

CITY OF SAN ANGELO, TEXAS

Notes to the Basic Financial Statements

For the Year Ended September 30, 2022

City and the State of Texas in order to improve the quality of life and the public welfare of, for, and on behalf of the City by developing, implementing, providing, and financing the projects allowed under Section 4B of the Act. The San Angelo City Council must approve all actions of the Corporation's board of directors. Subject to the limitations provided by the Texas Constitution, the laws of the state and the articles of incorporation, the City Council may, in its sole discretion, and at any time, alter or change the structure, organization, programs, or activities of the Corporation, and may terminate or dissolve the Corporation. If the Corporation should be dissolved, all interests it has, or is entitled to, in any funds or property of any kind shall be transferred and delivered to the City after satisfaction of all debts, claims, and contractual obligations. The Corporation does not publish any separately issued financial statements.

Related Organizations

The City Council is responsible for appointing the members of the boards of various organizations, but the City's accountability for those organizations does not extend beyond making the appointments. The City provides some funding to the Convention and Visitors Bureau.

I.B. Basis of Presentation

Government-wide Financial Statements

The government-wide financial statements (i.e., the statement of net position and statement of activities) report information on all of the non-fiduciary activities of the primary government and its component units. Eliminations have been made to minimize the double reporting of transactions involving internal activities. Individual funds are not displayed in these statements. Instead, the statements distinguish between governmental and Business-Type activities. *Governmental activities*, which normally are supported by taxes, intergovernmental revenues, and other non-exchange revenues, are reported separately from *Business-Type activities*, which rely mostly on fees and charges for support. In addition, the primary government is reported separately from certain legally separate *component units* for which the primary government is financially accountable.

The statement of activities reports the direct expenses of a given function offset by program revenues directly related to the function program. A function is an aggregation of similar activities and may include portions of a fund or summarize more than one fund to capture expenses and program revenues associated with a distinct functional activity. *Direct expenses* are those that are clearly identifiable with a specific function or segment. *Program revenues* include: (a) charges to customers such as fines and forfeitures, fees for licenses, permits, and other user charges; (b) operating grants and contributions that are restricted to meeting the annual operating requirements of a particular function or segment; and (c) capital grants and contributions which fund the acquisition, construction, or rehabilitation of capital assets. Taxes and other items not properly included among program revenues are reported instead as *general revenues*.

Fund Financial Statements

Fund financial statements of the reporting entity are organized into funds, each of which is considered to be a separate accounting entity. Each fund is accounted for by providing a separate set of self-balancing accounts, which constitute its assets, deferred outflows of resources, liabilities, deferred inflows of resources, fund equity, revenues, and expenditures/expenses. Separate financial statements are provided for governmental funds, proprietary funds, and fiduciary funds. Fiduciary funds are not included in the government-wide financial statements. An emphasis of the fund financial statements is placed on major governmental and enterprise funds. Major individual governmental funds and major individual enterprise funds are reported as separate columns in the fund financial statements with composite columns for the aggregated remaining non-major funds. A fund is considered major if it is the primary operating fund of the City or meets the following criteria:

- a) Total assets and deferred outflows of resources, liabilities and deferred inflows of resources, revenues, or expenditures/expenses of that individual governmental or enterprise fund are at least 10 percent of the corresponding total for all funds of that category or type, and
- b) Total assets, liabilities, revenues or expenditures/expenses of the individual governmental or enterprise fund are at least 5 percent of the corresponding total for all governmental and enterprise funds combined.
- c) A fund not meeting the criteria of (a) and (b); however, management has elected to report the fund as a major fund due to its significance to users of the financial statements.

CITY OF SAN ANGELO, TEXAS

Notes to the Basic Financial Statements

For the Year Ended September 30, 2022

All remaining governmental and enterprise funds not meeting the above criteria are aggregated and reported as nonmajor funds.

I.C. Measurement Focus, Basis of Accounting, and Financial Statement Presentation

The accounting and financial reporting treatment is determined by the applicable measurement focus and basis of accounting. Measurement focus indicates the type of resources being measured such as *current financial resources* or *economic resources*. The basis of accounting indicates the timing of transactions or events for recognition in the financial statements.

The government-wide financial statements are reported using the *economic resources measurement focus* and the *accrual basis of accounting*, as are the proprietary fund and fiduciary fund financial statements. Revenues are recorded when earned, and expenses are recorded when a liability is incurred regardless of the timing of the related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met. Fiduciary funds are not included in the government-wide statements.

The governmental fund financial statements are reported using the *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 to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the government considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred and payment is due, except for principal and interest on long-term debt and certain liabilities which are recorded only when the obligation has matured and is due and payable shortly after year-end as required by GAAP.

Because different measurement focuses and bases of accounting are used in the government-wide statement of net position and in governmental fund statements, amounts reported as restricted fund balances in governmental funds may be different from amounts reported as restricted net position in the statement of net position.

Property taxes, sales taxes, franchise taxes, licenses, and interest associated with the current fiscal period are all considered to be subject to accrual and so have been recognized as revenues of the current fiscal period. Only the portion of special assessments receivable due within the current fiscal period is considered to be subject to accrual as revenue of the current period. All other revenue items are considered to be measureable and available only when cash is received by the government.

The custodial fund, a fiduciary fund, uses the economic resources measurement focus and the *accrual basis of accounting* for reporting its assets and liabilities. Fiduciary funds are not included in the government-wide financial statements.

The City reports the following major governmental funds:

The *general fund* is the City's primary operating fund. It accounts for all financial resources of the general government, except those required to be accounted for in another fund. It is *always* a major fund.

The *intergovernmental fund* accounts for the expenditure of various federal and state funds.

The *capital improvement fund* accounts for the authorized expenditure of the proceeds of certificates of obligation.

The *debt service fund* accounts for the accumulation of resources and payment of principal and interest on general obligation bonds, certificates of obligation, and sales tax supported certificates of obligations. Resources are provided by an ad valorem tax levy and transfer of type B sales tax proceeds from the City of San Angelo Development Corporation.

The City also reports the following nonmajor governmental fund types and funds:

CITY OF SAN ANGELO, TEXAS

Notes to the Basic Financial Statements

For the Year Ended September 30, 2022

Special revenue funds account for specific revenues that are legally restricted, or designated by management, to expenditures for particular purposes. The City's nonmajor special revenue funds include:

- *Community Development fund* accounts for the expenditure of funds received from the U.S. Department of Housing and Urban Development under the Community Development Block Grant program.
- *HOME Program fund* accounts for funds received from the U.S. Department of Housing and Urban Development under the HOME Investment Partnership program.
- *Designated Revenue/HOT fund* accounts for expenditure of funds contributed by San Angelo citizens and hotel occupants for special purposes.
- *Tax Increment Reinvestment Zone fund* accounts for expenditure of funds received from ad valorem taxes derived from increments of growth in real property values in the Zone.
- *Keep San Angelo Beautiful fund* accounts for funds contributed by the City.

Capital project funds account for the acquisition and construction of the government's major capital facilities, other than those financed by proprietary funds. The City's nonmajor capital project funds include:

- *Sales Tax Projects fund* accounts for certificate of obligation proceeds to accomplish projects specified on the ballots in the elections adopting the type B economic development sales tax and projects allowed by Section 4B of the Development Corporation Act of 1979, as amended. The certificates are being retired with funds from the collection of the type B sales tax approved for the projects.

Permanent funds are used to account for resources that are legally restricted to the extent that only earnings, and not principal, may be used for purposes that support the reporting government's programs – that is, for the benefit of the government or its citizenry. The City's nonmajor permanent funds are as follows:

- *Lake Nasworthy Trust fund* accounts for the trust principal and related investment income. Twenty percent of all lake lot lease income, the proceeds from the sale of lake lots, and 10% of the annual interest income are additions to principal. No portion of the principal shall be expended for any purpose unless authorized by a majority vote of the qualified voters of the City at an election held for that purpose. Ninety percent of the annual interest income may be used by the City to pay for lake and river improvements, services to enhance water recreation, and the elimination of related litter and pollution. A public hearing must be held on the proposed uses of interest income during the budget and budget amendment process.
- *Santa Fe Park Trust fund* accounts for trust principal and related investment income. Net earnings up to 7% can be paid to the City to be used for the upkeep and beautification of the park. Earnings in excess of 7% become part of principal.

Proprietary funds include both enterprise funds and internal service funds. *Enterprise funds* account for business-like activities provided to the general public. *Internal service funds* are used to account for business-like activities provided and charged to other funds or entities within the reporting entity.

The City reports two major enterprise funds:

- *Water fund* accounts for the operations of the water utility service. In addition, the operation of lake recreation facilities are accounted for in this fund, and billing and collection services are provided to other enterprise funds.
- *Sewer fund* accounts for the operation of the sewage collection and treatment system and leasing of the sewer farm.

The City reports the following four non-major enterprise funds:

CITY OF SAN ANGELO, TEXAS

Notes to the Basic Financial Statements

For the Year Ended September 30, 2022

- *State Office Building fund* accounts for the operation of a building, acquired and renovated, primarily to provide a facility for lease to the State of Texas in order for all state offices in San Angelo to be in one location.
- *Airport fund* accounts for the operations of the municipal airport.
- *Solid waste fund* accounts for the City's portion of operating the landfill.
- *Stormwater fund* accounts for the operation of stormwater treatment and management.

Internal service funds account for fuel, oil, and the maintenance and upkeep on City and San Angelo Independent School District vehicles (vehicle maintenance fund); health claims services and medical costs for City employees and their dependents (employee/retiree health fund); insurance coverage for general and automobile liability and property damage for City property and vehicles (property and casualty insurance fund); workers compensation coverage for City employees (workers compensation insurance fund), and a City-wide communication system (communications fund), basically on a cost reimbursement basis.

Fiduciary funds are used to account for assets held in a trust or as an agent for others and, therefore, cannot be used to support the City's own programs. Fiduciary fund reporting focuses on net position and changes in net position. All fiduciary activities are reported only in the fund financial statements. The City reports the following fiduciary funds:

- *CJC Custodial fund* is used to report resources held by the City in a purely custodial capacity. The CJC fund accounts for the accumulation of fines and fees collected on behalf of the State of Texas.
- *TWDB Regional Flood Planning fund* is used to account for expenditure payments associated with the regional flood planning project and the subsequent reimbursement receipts from the Texas Water Development Board (TWDB), which is funding the project in total.

As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements. Exceptions to this general rule are payments-in-lieu of taxes where the amounts are reasonably equivalent in value to the interfund services provided and other charges between the government's water, sewer, and stormwater function and various other functions of the government. Elimination of these charges would distort the direct costs and program revenues reported for the various functions concerned.

Proprietary funds report *operating* revenues and expenses and *non-operating* revenues and expenses separately. Operating revenues and expenses generally result from sales and services in connection with a proprietary fund's principal ongoing operations. All other revenues and expenses are reported as non-operating. Principal operating revenues include charges to customers for sales, services, and rentals. Other operating revenues include charges for paving cuts, taps, and connections intended to recover the cost of connecting new customers to the water and sewer systems. Operating expenses for enterprise funds and internal service funds include cost of sales and services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as non-operating revenues and expenses.

When both restricted and unrestricted resources are available for specified expenditures, the City's policy is to use restricted resources first, then unrestricted resources as needed. Within unrestricted resources, committed would be considered spent first (if available), followed by assigned (if available), and then unassigned amounts.

I.D. Assets, Deferred Outflows, Liabilities, Deferred Inflows, and Equity

Cash and Cash Equivalents

For the purposes of financial reporting, "cash and cash equivalents" include all demand deposits, state-managed local government investment pools, and short-term investments with original maturities of three months or less when acquired.

Investments

Investments are reported at fair value. U.S. Treasury obligations are valued at the last reported sales price on a national exchange. State-managed local government investment pools (which are reported as "cash" due to

CITY OF SAN ANGELO, TEXAS

Notes to the Basic Financial Statements

For the Year Ended September 30, 2022

their liquidity) operate in a manner consistent with the SEC's Rule 2a7 of the Investment Company Act of 1940 and use amortized cost instead of fair value to report net position to compute share prices. Accordingly, the fair value of the position in the pools is the same as the value of the shares. The State Comptroller of Public Accounts exercises oversight responsibility over the pools. Oversight includes the ability to significantly influence operations, designation of management, and accountability for fiscal matters. Additionally, the State Comptroller has established an advisory board composed of both pool participants and other persons who do not have a business relationship with the pools. The advisory board members review the investment policy and management fee structure. Year to year changes in the fair value of investments are shown as an adjustment to investment income.

Receivables and Payables

Activity between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as either "due to/from other funds" (i.e., the current portion of inter-fund loans) or "advances to/from other funds" (i.e., the non-current portion of interfund loans). Temporary fund overdrafts in the pooled cash account and certain year-end adjustments give rise to current interfund loans reported in the fund financial statements. Any residual balance outstanding between the governmental activities and Business-Type activities are reported in the government-wide financial statements as "internal balances".

All accounts receivables are shown net of an allowance for uncollectibles.

Advances between funds, as reported in the fund financial statements, are offset by a fund balance reserve account in applicable governmental funds to indicate that they are not available for appropriation and are not expendable available financial resources.

The City's property taxes are due October 1 and become delinquent after January 31. No split payments or discounts are allowed. Penalties and Interest: (a) a delinquent tax incurs a penalty of 6% of the amount of the tax for the first calendar month it is delinquent, plus one percent for each additional month or portion of a month the tax remains unpaid prior to July 1 of the year in which it becomes delinquent. However, a tax on July 1 incurs a total penalty of 12% of the amount of the delinquent tax without regard to the number of months the tax has been delinquent; (b) a delinquent tax accrues interest at a rate of one percent for each month or portion of a month the tax remains unpaid; and an additional penalty up to a maximum of 15% of taxes, penalty, and interest may be imposed to defray costs of collection for taxes delinquent after July 1.

Inventories

Inventories of the governmental funds are valued on the basis of weighted average cost. Inventories are recorded as expenditures when consumed rather than when purchased.

Prepaid Items

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both government-wide and fund financial statements. The cost of prepaid items is recorded as expenditures/expenses when consumed rather than when purchased.

Restricted Assets

Certain governmental fund assets are classified as restricted on the balance sheets and statements of net position because their use is limited by legal or contractual requirements and terms of trust agreements. These include funds restricted for debt service, park upkeep, and river and lake improvements.

Also, certain proceeds of enterprise funds' revenue bonds, as well as certain other resources set aside for their repayment and other purposes, are classified as restricted assets on the statements of net position because their use is limited by applicable bond covenants and contract agreements. These include assets for bond debt service, water purchase contract obligations, construction with bond proceeds, asset renewals and replacements, and water supply development.

Capital Assets

The accounting treatment of property, plant, and equipment (capital assets) and water rights (intangible assets) depends on whether the assets are used in governmental fund type or proprietary fund operations and whether they are reported in the government-wide or fund financial statements.

CITY OF SAN ANGELO, TEXAS

Notes to the Basic Financial Statements

For the Year Ended September 30, 2022

In the government-wide financial statements, property, plant, and equipment and intangible assets are accounted for as capital assets. The City's policy is to capitalize and depreciate all capital assets with an initial, individual cost of \$5,000 or more and an estimated life in excess of two years. Assets not meeting the capitalization policy are controlled by division or department heads. Normal maintenance and repair costs that do not add to the asset values or materially extend the useful lives are not capitalized. All capital assets are valued at historical cost or estimated historical cost if actual is unavailable, except for donated capital assets, which are recorded at their acquisition value at the date of donation. Infrastructure capital assets, consisting of roads, bridges, curbs and gutters, streets and sidewalks, drainage systems, lighting systems, water system, sewer system, and airport paving are capitalized and depreciated. Interest costs, net of interest earned on any invested capital debt proceeds, are capitalized when incurred by proprietary funds.

Depreciation of all exhaustible capital assets is recorded as an operating expense in proprietary fund financial statements and as an allocated expense in the Statement of Activities, with accumulated depreciation reflected in the Statement of Net Position. Depreciation in the government-wide statements and the proprietary funds statements is provided using the straight-line method of depreciation. The range of estimated useful lives by type of asset is as follows:

Buildings	10 – 50 years
Improvement Other Than Buildings	8 – 20 years
Infrastructure	15 – 50 years
Machinery and Equipment	3 – 20 years

Leased assets are amortized over the life of their associated contract.

When capital assets are disposed, the cost and applicable accumulated depreciation are removed from the respective accounts, and the resulting gain or loss is recorded in operations.

In the governmental fund financial statements, capital assets are accounted for as capital outlay expenditures.

Deferred Outflows/Inflows of Resources

In addition to assets, the statement of financial position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, *deferred outflows of resources*, represents a consumption of net assets that applies to a future period and so will *not* be recognized as an outflow of resources (expense/expenditures) until then. The government currently recognizes amounts from pension and amounts related to refunding of debt. The deferred charge on refunding is reported in the government-wide statement of net position and the proprietary fund statement. A deferred charge on refunding results from the difference in the carrying value of refunded debt and its reacquisition price. This amount is deferred and amortized over the shorter of the life of the refunded or refunding debt.

In addition to liabilities, the statement of financial position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, *deferred inflows of resources*, represents an acquisition of net assets that applies to a future period and so will *not* be recognized as an inflow of resources (revenue) until that time. The government has one type of item, which arises only under a modified accrual basis of accounting, that qualifies for reporting in this category. Accordingly, the item, *unavailable revenue*, is reported only in the governmental funds balance sheet. These amounts are deferred and recognized as an inflow of resources in the period that the amounts become available.

Lease-related amounts are recognized at the inception of leases in which the City is the lessor and are recorded in an amount equal to the corresponding lease receivable plus certain additional amounts received from the lessee at or before the commencement of the lease term that relates to future periods, less any lease incentives paid to, or on behalf of, the lessee at or before the commencement of the lease term. The inflow of resources is recognized in a systematic and rational manner over the term of the lease.

Compensated Absences

City employees, employed before October 1, 2001, earn vacation and sick leave, each at the rate of 1-1/4 working days per month (3 weeks per year). Employees hired on or after October 1, 2001 earn vacation at the rate of 5/6 of a working day per month (2 weeks per year) for the first 5 years, and thereafter at the same rate as pre-October 1, 2001 hires. Accumulation of vacation is limited to 30 working days, and accumulation of sick leave is unlimited. Employees vest in accumulated sick leave after three years of employment. Terminal benefit payoffs are limited to 30 working days for unused vacation and 90 working days for unused

CITY OF SAN ANGELO, TEXAS

Notes to the Basic Financial Statements

For the Year Ended September 30, 2022

vested sick leave. A liability for these amounts is reported in governmental funds only if they have matured, for example, as a result of employee resignations and retirements. Liabilities related to proprietary funds are recognized within each of those funds' financial statements and the government-wide statement of net position.

Long-term Obligations

In the government-wide financial statements and the proprietary fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, Business-Type activities, or proprietary fund statement of net position. Bond premiums and discounts are deferred and amortized over the life of the bonds using the straight-line method. Bonds payable are reported net of the applicable bond premium or discount and deferred amounts on refundings. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as expenses in the period 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. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

Leases

The City is a party as lessor and lessee for various noncancellable long-term leases of buildings, equipment, and land. The corresponding lease receivable or lease payable are recorded in an amount equal to the present value of the expected future minimum lease payments received or paid, respectively, discounted by an applicable interest rate.

The City generally uses an estimate based on municipal bond rate yield curves as the discount rate for leases unless the rate that the lessor/vendor charges is known.

Pensions

For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position of the San Angelo Firemen's Relief and Retirement Fund (SFRRF) and the Texas Municipal Retirement System (TMRS) and additions to/deductions from SFRRF and TMRS fiduciary net position have been determined on the same basis as they are reported by SFRRF and 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.

Postemployment Plans

Effective October 1, 2017, the City implemented Governmental Accounting Standards Board (GASB) statement number 75, Accounting and Financial Reporting for Postemployment Benefits Other Than Pension Plans. This statement replaces GASB statements 45, as amended, and 57. The statement establishes standards for measuring and recognizing liabilities, deferred outflows of resources, deferred inflows of resources, and expenses/expenditures for other post employment benefits (OPEB). It also includes note disclosure and required supplementary information requirements for OPEB plans.

Arbitrage Rebate to the U.S. Treasury

Under U.S. Treasury Department Regulations, all governmental tax-exempt debt issued after August 31, 1986, is subject to arbitrage rebate requirements. The requirements stipulate, in general, that the earnings from the investment of tax-exempt bond proceeds, which exceed related interest expenditures on the bonds, must be remitted to the Federal government on every fifth anniversary of each bond issue.

Since the rules governing arbitrage on tax-exempt debt and the calculation of the rebate are complex, the City has retained a professional consultant to calculate any tentative arbitrage rebate due to the U.S. Treasury Department, which was \$-0- on September 30, 2022. Unless the City is likely to meet any of the exceptions enumerated in the tax law, a liability is reported in the financial statements for the tentative rebate. The liability is reported in the government-wide statement of net position for invested proceeds of capital projects funds. The liability is reported in the applicable proprietary fund financial statement and the

CITY OF SAN ANGELO, TEXAS

Notes to the Basic Financial Statements

For the Year Ended September 30, 2022

government-wide statement of net position for invested proceeds of that fund. Changes in the liability from year to year are reflected as an adjustment to investment income.

Net Position Flow Assumption

Sometimes the government will fund outlays for a particular purpose from both restricted and unrestricted resources. In order to calculate the amounts to report as restricted net position and unrestricted net position in the government-wide and proprietary fund financial statements, a flow assumption must be made about the order in which the resources are considered to be applied. It is the government's policy to consider restricted net position to have been depleted before unrestricted net position is applied.

Fund Equity

In the government-wide and proprietary fund financial statements, equity is classified as net position and is displayed in three components:

- Net investment in capital assets – Consists of capital assets including restricted capital assets, net of accumulated depreciation and is reduced by the outstanding balances of any bonds, notes, or other borrowings that are attributable to the acquisition, construction, or improvement of those assets.
- Restricted net position – Consists of net position with constraints placed on the use either by 1) external groups such as creditors, grantors, contributors, or laws or regulations of other governments, or 2) law through constitutional provisions or enabling legislation.
- Unrestricted net position – All other net position that does not meet the definition of “restricted” or “net investment in capital assets.”

In the government-wide financial statements and the proprietary funds financial statements, restrictions of net position are reported for amounts legally or contractually segregated for specific future uses. Net position restricted for Passenger Facility Charges and Economic Development are restricted by enabling legislation.

In the fund financial statements, governmental funds report fund balance into classifications that comprise a hierarchy based on the extent to which the City is bound to honor constraints on the specific purpose for which amounts in those funds can be spent. The classifications of fund balance are Nonspendable, Restricted, Committed, Assigned, and Unassigned.

Nonspendable fund balances include amounts that cannot be spent because it is not in a spendable form, such as inventory or prepaid items or because resources legally or contractually must remain intact.

Restricted fund balances are the portion of fund balance that have externally enforceable limitations on their usage through legislation or limitations imposed by creditors, grantors, laws and regulations of other governments, or enabling legislation.

Committed fund balances are self-imposed limitations by the highest level of decision-making authority, namely, the Mayor and City Council prior to the end of the reporting period through ordinance. The Mayor and City Council approval is required to commit resources or to rescind the commitment.

Assigned fund balances are limitations imposed by management based on the intended use of the funds. Assignments of fund balance may be made by City Council action or management decision when the City Council has delegated that authority. The City Manager is the official who is granted this authority by a vote of the City Council. Assignments for transfers and interest income for governmental funds are made through the budgetary process. Modifications or rescissions of the constraints can also be removed by the same action that limited the funds.

Unassigned fund balances represent the residual net resources in excess of the other classifications. The General Fund is the only fund that can report a positive unassigned fund balance and any governmental fund can report a negative unassigned fund balance.

When both restricted and unrestricted resources are available for specified expenditures, restricted resources are considered spent before unrestricted resources. Within unrestricted resources, committed would be considered spent first (if available), followed by assigned (if available), and then unassigned amounts.

CITY OF SAN ANGELO, TEXAS

Notes to the Basic Financial Statements

For the Year Ended September 30, 2022

I.E. Internal and Interfund Balances and Activities

In the process of aggregating the financial information for the government-wide financial statements, some amounts reported as interfund activity and balances in the fund financial statements have been eliminated or reclassified.

Government-Wide Financial Statements

Interfund activity and balances, if any, are eliminated or reclassified in the government-wide financial statements as follows:

- Internal balances – Amounts reported in the fund financial statements as interfund receivables and payables are eliminated in the governmental and Business-Type activities columns of the Statement of Net Position, except for the net residual amounts due between governmental and Business-Type activities, which are reported as Internal Balances.
- Internal activities – Amounts reported as interfund transfers in the fund financial statements are eliminated in the government-wide statement of activities except for the net amount of transfers between governmental and Business-Type activities, which are reported as Transfers-Internal Activities. The effects of interfund services between funds are not eliminated in the Statement of Activities.
- Primary government and component unit activity and balances – Resource flows between the primary government and the discretely presented component unit is reported as if they were external transactions.

Fund Financial Statements

Interfund activity, if any, within and among the governmental, proprietary fund, and fiduciary categories is reported as follows in the fund financial statements:

- Interfund loans – Amounts provided with a requirement for repayment are reported as interfund receivables and payables.
- Interfund services – Sales or purchases of goods and services between funds are reported as revenues and expenditures/expenses.
- Interfund reimbursements – Repayments from funds responsible for certain expenditures/expenses to the funds that initially paid for them are not reported as reimbursements but as adjustments to expenditures/expenses in the respective funds.
- Interfund transfers – Flow of assets from one fund to another where repayment is not expected are reported as transfers in and out.

I.F. Revenues, Expenditures, and Expenses

Charges to Other Funds

Charges for services provided and used between funds are accounted for as revenues and expenditures or expenses. These include charges to other funds by the General Fund for administration and investment management; charges by self-insurance internal service funds to other funds for health, general and auto liability, and workers compensation; and charges by the vehicle maintenance internal service fund and communications fund to other funds.

Property Tax Revenues

Property tax revenues are recognized in governmental fund financial statements when they become available. Available means collected within the current period and the amount expected to be collected soon after year-end to pay liabilities of the current period not to exceed 60 days. The balance of uncollected taxes, in excess of that recognized as revenues, is recorded as deferred revenue. In the government-wide financial statements, property tax revenues are recognized in the fiscal year for which they are levied.

CITY OF SAN ANGELO, TEXAS

Notes to the Basic Financial Statements

For the Year Ended September 30, 2022

The City's property tax is levied and becomes a lien each October 1 on 100 percent of assessed value listed for all real and personal property located in the City as of the prior January 1. Taxes become delinquent on January 31 following the October 1 levy date.

Collections on the current levy normally average about 95% to 99%. The City is permitted by Article II, Section 5 of the State of Texas Constitution to levy taxes up to \$2.50 per \$100 of assessed valuation for general governmental services including the payment of principal and interest on general obligation long-term debt. Assessed values are established by the Tom Green County Appraisal District and certified by the Appraisal Review Board. The Appraisal District is required under the Property Tax Code to assess all property within the Appraisal District based on 100 percent of its value and is prohibited from applying any assessment ratios. The value of property within the Appraisal District must be reviewed every four years; however, the City may at its own expense, require annual reviews of appraised values. The City may challenge appraised values established by the Appraisal District through various appeals, and if necessary, legal action. Under this legislation, the City continues to set tax rates on City property. However, if the tax rate (excluding tax rates for bonds and other contractual obligations, and adjusted for new improvements) exceeds the previous year's rate by more than 3.5%, an election of qualified voters must approve the proposed rate via an election. This change was effective January 1, 2020, SB2/HB2, the Texas Property Tax Reform and Transparency Act of 2019 reduced the increase from 8% to 3.5%.

Sales Tax

The City levies a one and one half cent sales tax on taxable sales within the City. The sales tax is collected by the Texas State Comptroller and remitted to the City in the second month following receipt by the State Comptroller. The sales tax is recorded as follows:

- 1 cent recorded as revenue within the General Fund and then transferred throughout various funds to account for operations and facility improvements as recommended by the City Council.
- ½ cent recorded as revenue within the Development Corporation Fund that is primarily invested in various new economic development initiatives and in efforts to retain existing businesses. Amounts are also transferred to various funds to account for improvements to park and building facilities; housing assistance programs; recreation funding; infrastructure relating to the development of water supply, water purchase, water rights purchase, and/or water capital improvements; and civic events as recommended to the City Council by the Capital Improvement Plan.

Expenditures and Expenses

In the government-wide statement of activities, expenses, including depreciation of capital assets, are reported by function or activity. In the governmental fund financial statements, expenditures are reported by class as current (further reported by function), capital outlay and debt service. In the proprietary fund financial statements, expenses are reported by object or activity. Fiduciary funds report additions and deductions to net position.

I.G. Use of Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect certain amounts reported in the financial statements and the accompanying notes. Actual results could differ from those estimates.

I.H. Implementation of New Accounting Principle

Governmental Accounting Standards Board Statement (GASB) No. 87 – The City adopted the provisions of GASB Statement No. 87, Leases. The objective of this statement is to better meet the information needs of financial statement users by improving accounting and financial reporting for leases by governments. The statement requires recognition of certain lease assets and liabilities for leases that previously were classified as operating leases and recognizes inflows of resources or outflows of resources based on the payment provisions of the contract. It establishes a single model for lease accounting based on the foundational principle that leases are financings of the right to use an underlying asset. A lessee is required to recognize a lease liability and an intangible right-to-use lease asset, and a lessor is required to recognize a lease receivable and a deferred inflow of resources.

CITY OF SAN ANGELO, TEXAS

Notes to the Basic Financial Statements

For the Year Ended September 30, 2022

II. RECONCILIATION OF GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS

The governmental funds' balance sheet includes a reconciliation between *total fund balances – governmental funds* and *net position of governmental activities* as reported in the government-wide statement of net position. The governmental funds' statement of revenues, expenditures, and changes in fund balances includes a reconciliation between *total net change in fund balances – governmental funds* and *change in net position of governmental activities* as reported in the government-wide statement of activities. One element of both reconciliations explains, "various reclassifications and eliminations are necessary to convert from the modified accrual basis of accounting to the accrual basis of accounting." The details of these differences are sufficiently described in the reconciliations; therefore, no additional disclosure is required.

III. STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY

By its nature as a local governmental unit, the City and its component units are subject to various federal, state, and local laws and contractual regulations.

III.A. Deficit Fund Balances or Net Position

The Property and Casualty Insurance Fund, an internal service fund, had a deficit fund balance of \$202,327 as of September 30, 2022. The Workers' Compensation Fund, an internal service fund, had a deficit fund balance of \$800,583 as of September 30, 2022. The Vehicle Maintenance Fund, an internal service fund, had a deficit fund balance of \$791,677 as of September 30, 2022.

III.B. Deposits and Investments Requirements

Custodial Credit Risk for Deposits

State law requires governmental entities to contract with financial institutions in which funds will be deposited to secure those deposits with insurance or pledged securities with a fair value equaling or exceeding the amount on deposit at the end of each business day. The pledged securities must be in the name of the governmental entity and held by the entity of its agent.

Since the City complies with this law, it has no substantial custodial credit risk for deposits.

Compliance with the Public Funds Investment Act

The Public Funds Investment Act (Government Code Chapter 2256) contains specific provisions in the areas of investment practices, management reports, and establishment of appropriate policies. Among other things, it requires a governmental entity 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 CDs.

Statutes authorize the entity to invest in (1) obligations of the U.S. Treasury, certain U.S. agencies, and the State of Texas, (2) certificates of deposit, (3) certain municipal securities, (4) money market savings accounts, (5) repurchase agreements, (6) bankers' acceptances, (7) mutual funds, (8) investment pools, (9) guaranteed investment contracts, and (10) common trust funds. The Act also requires the entity to have independent auditors perform test procedures related to investment practices as provided by the Act. The City of San Angelo, Texas is in substantial compliance with the requirements of the Act and with local policies.

The City's investment policy authorizes investment in fully insured or collateralized certificates of deposit; obligations of the United States, its agencies, and instrumentalities; fully collateralized repurchase agreements; constant dollar local government investment pools (LGIPs); and SEC registered money market mutual funds, as allowed by state law (Texas Government Code 2256, Public Funds Investment Act).

IV. DETAIL NOTES – TRANSACTIONS CLASSES/ACCOUNTS

The following notes present detail information to support the amounts reported in the basic financial statements for its various assets, deferred outflows, liabilities, deferred inflows, equity, revenues, and expenditures/expenses.

CITY OF SAN ANGELO, TEXAS

Notes to the Basic Financial Statements

For the Year Ended September 30, 2022

IV.A. Deposit and Investment Risks

As of September 30, 2022, the City of San Angelo held the following investments. The carrying and fair value amounts are the same.

Primary Government

Reported in Investments:	Hierarchy	Credit Rating	Fair Value	Maturities in Years		
				< than 1 Year	1 to 2 Years	2+ Years
U.S. Agencies:						
FRMAC	1	AAA	\$ 16,424,904	\$ 7,189,261	\$ -0-	\$ 9,235,643
FFCB	1	AAA	21,445,059	7,203,181	14,241,878	-0-
FHLB	1	AAA	72,691,025	-0-	49,232,525	23,458,500
Commercial Paper	1	AAA	39,151,530	39,151,530	-0-	-0-
Treasury Coupons	1	AAA	29,173,543	-0-	28,449,491	724,052
Money Market	1	AAA	536,574	536,574	-0-	-0-
Total Reported in Investments			<u>\$ 179,422,635</u>	<u>\$ 54,080,546</u>	<u>\$ 91,923,894</u>	<u>\$ 33,418,195</u>

Fair Value Hierarchy

The City categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in an active market for identical assets; Level 2 inputs are significant other observable inputs or quoted prices in markets that are not active; and Level 3 inputs are significant unobservable inputs (the City does not value any of its investments using Level 3 inputs).

Because the investments are restricted by policy and state law to active secondary market, the market approach is being used for valuation. The market approach uses prices and other relevant information generated by market transactions involving identical or comparable assets, liabilities, or a group of assets and liabilities.

The exit or fair market prices used for these fair market valuations of the portfolio are all Level 1 except for commercial paper and represent unadjusted quoted prices in active markets for identical assets and liabilities that have been accessed at the measurement date. Commercial paper is priced at amortized cost. Although amortized cost may approximate fair value, it does not meet the definition of a Level 1 asset as it is not a listed price or a broker quote in an active market, and therefore, is valued at Level 2.

Additional policies and contractual provisions governing deposits and investments for the City of San Angelo, Texas are specified below:

Credit Risk

The primary stated objective of the City of San Angelo's adopted Investment Policy is the safety of principal and avoidance of principal loss. Credit risk within the City's portfolio among the authorized investments approved by the City's adopted Investment Policy is represented only in time and demand deposits, repurchase agreements, local government pools, municipal debt, and money market mutual funds. All other investments are rated AAA, or equivalent, by at least one nationally recognized rating agency. Investments are made primarily in obligations of the U.S. Government, its agencies, or instrumentalities. State law and the City's adopted Investment Policies for the City and Lake Nasworthy requires a procedure to monitor and react to credit ratings and a requirement to verify FDIC insurance weekly.

State law and the City of San Angelo's adopted Investment Policy restricts both time and demand deposits, including certificates of deposit, to those banks doing business in the State of Texas and further requires full insurance and/or collateralization from these bank depositories. Depository certificates of deposit are limited to a stated maturity of one year. Collateral, with a 102% fair value margin, is required, and collateral is limited to obligations of the U.S. Government, its agencies, or instrumentalities (with CMOs passing the bank test), or direct obligations of states, its subdivisions or agencies dual-rated at least A, or equivalent, as to investment quality by two nationally recognized securities rating organizations. Independent safekeeping of collateral is required outside the bank holding company with monthly reporting. Securities are priced at market on a daily basis as a contractual responsibility of the bank.

Brokered certificate of deposit securities must be from banks in the U.S. and fully insured by the FDIC. These are restricted to one year to stated maturity, and the City must verify FDIC status weekly. A procedure

CITY OF SAN ANGELO, TEXAS

Notes to the Basic Financial Statements

For the Year Ended September 30, 2022

is included in the Investment Policy for action to be taken on mergers or acquisitions resulting in elimination of FDIC coverage.

Municipal Obligations must be dual-rated A or better by at least two nationally recognized securities rating organizations and may not exceed three years to stated maturity.

Commercial paper is restricted by law and the City's policy to that rated A1/P1 and with a maximum stated maturity of 270 days.

By policy and state law, repurchase agreements are limited to those with defined termination dates executed with a Texas bank or primary dealer (as defined by the Federal Reserve). The agreements require an industry standard, written master repurchase agreement, and a minimum 102% margin on collateral as well as delivery versus payment settlement and independent safekeeping. Repurchase agreements may not exceed six months to stated maturity with the exception of flex repurchase agreements with a stated termination date not to exceed the planned completion date of the project(s).

The City's adopted Investment Policy restricts investment in SEC registered mutual funds to money market mutual funds that in compliance with SEC Rule 2a-7, are rated AAA, and which strive to maintain a \$1 net asset value.

Local government investment pools in Texas are required to be rated AAA or equivalent by at least one nationally recognized rating agency. The City Policy is restricted to AAA-rated, constant dollar local government investment pools striving to maintain a \$1 net asset value. Participation is by City Council resolution only.

As of September 30, 2022, in the City's Operating Portfolio,

- US Treasury obligations represented 12.09% of the total portfolio,
- US Government agency securities (non-MBS) represented 46.59% of the portfolio,
- A1/P1 commercial paper represented 16.87% of the total portfolio, and
- FDIC insured or collateralized bank accounts represented 24.45% of the total City portfolio.

As of September 30, 2022, in the Lake Nasworthy Portfolio,

- US agency obligations represented 55.10% of the total portfolio,
- Commercial paper represented 28.81% of the total portfolio,
- Fully insured or collateralized bank deposits represented 16.10% of the total portfolio.

Concentration of Credit Risk

The City of San Angelo recognizes over-concentration of assets by market sector or maturity as a risk to the portfolio. The City's adopted Investment Policy (not Lake Nasworthy) establishes diversification as a major objective of the investment program and sets diversification limits for all authorized investment types, which are monitored on at least a monthly basis.

As of September 30, 2022, the City's Total Operating Portfolio was in full compliance with the diversification parameters of the policy.

As of September 30, 2022, the Lake Nasworthy Portfolio was in full compliance with the diversification parameters of the policy.

Interest Rate Risk

In order to limit interest and market rate risk from changes in interest rates, the City of San Angelo's adopted Investment Policy sets maximum maturity dates and maximum weighted average maturity limits. The weighted average maturity (WAM) of the City's portfolio is restricted to a maximum weighted average maturity of two years. The maximum maturity limit is three years. The weighted average maturity (WAM) of the Lake Nasworthy portfolio is restricted to a maximum of three years. Maximum maturity limit for the City is three years and ten years for Lake Nasworthy.

As of September 30, 2022, the City's Operating Portfolio held fourteen structured securities (quarterly and continuously callable securities) with a total fair value of \$108,706,548.

CITY OF SAN ANGELO, TEXAS

Notes to the Basic Financial Statements

For the Year Ended September 30, 2022

As of September 30, 2022, the Lake Nasworthy Portfolio held four structured notes (quarterly and continuously callable) which could be influenced by interest rate changes with a total fair value of \$1,836,682.

As of September 30, 2022, in the City's Operating Portfolio,

- No holding had a stated maturity date beyond 884 days within the policy limits of three years maximum maturity, and
- The dollar-weighted average of the total portfolio was 399 days.

As of September 30, 2022, in the Lake Nasworthy Portfolio,

- No holding had a stated maturity date beyond 1,426 days within the policy limits of ten years maximum maturity, and
- The dollar-weighted average of the total portfolio was 762 days.

Custodial Credit Risk

To control custody and safekeeping risk, state law and the City of San Angelo's adopted Investment Policy requires collateral for all time and demand deposits, as well as collateral for repurchase agreements, be transferred delivery versus payment and held by an independent party approved by the City and held in the City of San Angelo's name. The collateral custodian is required to provide original safekeeping receipts and monthly reporting of positions with position descriptions including fair value for both type transactions. All repurchase agreements and deposits must be collateralized to 102% and be executed under written agreements. Depository agreements are executed under the terms of U.S. Financial Institutions Resource and Recovery Enforcement Act (FIRREA). The counter-party of each type of transaction is held contractually liable for monitoring and maintaining the required collateral margins on a daily basis.

As of September 30, 2022, in both the City's Operating Portfolio and the Lake Nasworthy Portfolio,

- Contained no repurchase agreements,
- All bank time and demand deposits were fully insured or collateralized to 102%, and
- All collateral was held by an independent institution outside the holding company of the pledging bank.

Component Unit

Reported in Investments:	Hierarchy	Credit Rating	Fair Value	Maturities in Years		
				< than 1 Year	1 to 2 Years	2 to 3 Years
U.S. Agencies:						
FHLB	1	AAA	\$ 7,286,081	\$ -0-	\$ 2,325,482	\$ 4,960,599
Municipal Bonds	1	AAA	964,230	-0-	964,230	-0-
Land Held for Investment			4,223,235	-0-	-0-	4,223,235
Total Reported in Investments			<u>\$ 12,473,546</u>	<u>\$ -0-</u>	<u>\$ 3,289,712</u>	<u>\$ 9,183,834</u>

The City of San Angelo Development Corporation (Corporation) categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in an active market for identical assets; Level 2 inputs are significant other observable inputs or quoted prices in markets that are not active; and Level 3 inputs are significant unobservable inputs (the Corporation does not value any of its investments using Level 3 inputs).

Because the investments are restricted by policy and state law to active secondary market, the market approach is being used for valuation. The market approach uses prices and other relevant information generated by market transactions involving identical or comparable assets, liabilities, or a group of assets and liabilities.

The exit or fair market prices are used for these fair market valuations of the portfolio are all Level 1 and represent unadjusted quoted prices in active markets for identical assets and liabilities that have been accessed at the measurement date.

CITY OF SAN ANGELO, TEXAS

Notes to the Basic Financial Statements

For the Year Ended September 30, 2022

The land held for investment was purchased during the years ended September 30, 2020 and 2021, and the purchase price is the stated fair value for this property. Additional policies and contractual provisions governing deposits and investments for the City of San Angelo Development Corporation are specified below:

Credit Risk

The primary stated objective of the City of San Angelo Development Corporation's adopted Investment Policy is the safety of principal and avoidance of principal loss. Credit risk within the Corporation's Portfolio among the authorized investments approved by the Corporation's adopted Investment Policy is represented only in time and demand deposits, repurchase agreements, local government pools, municipal debt, and money market mutual funds. All other investments are rated AAA, or equivalent, by at least one nationally recognized rating agency. Investments are made primarily in obligations of the U.S. Government, its agencies, or instrumentalities. State law and the Corporation's adopted Investment Policy requires a procedure to monitor and react to credit ratings and a requirement to verify FDIC insurance weekly.

State law and the Corporation's adopted Investment Policy restricts both time and demand deposits, including certificates of deposit, to those banks doing business in the State of Texas and further requires full insurance and/or collateralization from these bank depositories. Depository certificates of deposit are limited to a stated maturity of one year. No time or demand deposit may exceed the FDIC insurance coverage.

Brokered certificate of deposit securities must be from banks in the U.S. and fully insured by the FDIC. These are restricted to one year to stated maturity, and the Corporation must verify FDIC status weekly.

Municipal Obligations must be dual-rated A or better by at least two nationally recognized securities rating organizations and may not exceed five years to stated maturity.

By policy and state law, repurchase agreements are limited to those with defined termination dates executed with a Texas bank or primary dealer (as defined by the Federal Reserve). The agreements require an industry standard, written master repurchase agreement, and a minimum 102% margin on collateral as well as delivery versus payment settlement and independent safekeeping. Repurchase agreements may not exceed six months to stated maturity with the exception of flex repurchase agreements with a stated termination date not to exceed the planned completion date of the project(s).

The adopted Investment Policy restricts investment in SEC registered mutual funds to money market mutual funds that are rated AAA, comply with SEC Rule 2a-7, and strive to maintain a \$1 net asset value (excluding prime funds specifically).

Local government investment pools in Texas are required to be rated AAA or equivalent by at least one nationally recognized rating agency. The Corporation Policy is restricted to AAA-rated, constant dollar local government investment pools striving to maintain a \$1 net asset value. Participation is by Board resolution only.

As of September 30, 2022, in the Corporation's Portfolio,

- US Government Agency Securities (non-MBS) represented 45.36% of the portfolio,
- State and local obligations represented 6.00% of the total portfolio,
- FDIC insured or collateralized bank accounts represented 48.64% of the total portfolio.

Concentration of Credit Risk

The Corporation recognizes over-concentration of assets by market sector or maturity as a risk to the portfolio. The adopted Investment Policy establishes diversification as a major objective of the investment program and sets diversification limits for all authorized investment types, which are monitored on at least a monthly basis.

As of September 30, 2022, the Corporation's Portfolio was in full compliance with the diversification parameters of the policy.

Interest Rate Risk

In order to limit interest and market rate risk from changes in interest rates, the Corporation's adopted Investment Policy sets maximum maturity dates and maximum weighted average maturity limits. The

CITY OF SAN ANGELO, TEXAS

Notes to the Basic Financial Statements

For the Year Ended September 30, 2022

maximum weighted average maturity (WAM) of the total Corporation Portfolio is restricted to two years and a maximum maturity of five years.

The portfolio contained five structured notes (quarterly callable), which could be affected by interest rate changes and with a total fair value of \$8,915,804.

- As of September 30, 2022, in the Corporation's Portfolio,
- No holding had a stated maturity date beyond 1,424 days, and
 - The dollar-weighted average of the total portfolio was 465 days.

Custodial Credit Risk

To control custody and safekeeping risk, state law and the Corporation's adopted Investment Policy requires collateral for repurchase agreements be transferred delivery versus payment and held by an independent party approved by the Corporation and held in the Corporation's name.

- As of September 30, 2022, in the Corporation's Portfolio,
- The portfolio contained no repurchase agreements, and
 - All bank time and demand deposits were fully insured.

IV.B. Accounts Receivable

Governmental Activities

Receivables as of September 30, 2022 for the government's individual major governmental funds and aggregated nonmajor governmental funds, including the applicable allowances for uncollectible accounts, are as follows:

	General Fund	Capital Improvement Fund	Debt Service Fund	Inter-governmental Fund	Other Governmental Funds	Total Governmental Activities
Accounts Receivable						
Ambulance Code Enforcement	\$ 2,135,238	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ 2,135,238
COSADC	1,215,026	-0-	-0-	-0-	-0-	1,215,026
Demolition	189,595	-0-	-0-	-0-	8,005	197,600
Grants	425,953	-0-	-0-	-0-	-0-	425,953
Paving	801,432	-0-	-0-	-0-	-0-	801,432
Permits	55,971	-0-	-0-	-0-	11,690	67,661
Program Loans	68,498	-0-	-0-	-0-	-0-	68,498
Street and Bridge	-0-	-0-	-0-	-0-	77,480	77,480
Miscellaneous	1,670,698	-0-	-0-	-0-	-0-	1,670,698
	264,280	-0-	13,824	604	158,547	437,255
Gross Accounts Receivable	\$ 6,826,691	\$ -0-	\$ 13,824	\$ 604	\$ 255,722	\$ 7,096,841
Less: Allowance for Uncollectible	(1,168,734)	-0-	-0-	-0-	(11,886)	(1,180,620)
Net Accounts Receivable	\$ 5,657,957	\$ -0-	\$ 13,824	\$ 604	\$ 243,836	\$ 5,916,221
Internal Service	\$ 216,908	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ 216,908
Less: Allowance for Uncollectible	(34,931)	-0-	-0-	-0-	-0-	(34,931)
Net Accounts Receivable	\$ 181,977	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ 181,977
Total	\$ 5,839,934	\$ -0-	\$ 13,824	\$ 604	\$ 243,836	\$ 6,098,198

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CITY OF SAN ANGELO, TEXAS

Notes to the Basic Financial Statements

For the Year Ended September 30, 2022

Business-Type Activities

Receivables as of September 30, 2022 for the government's individual major enterprise funds and nonmajor enterprise funds, including allowances for uncollectible accounts, are as follows:

	Water Fund	Sewer Fund	Other Enterprise Funds	Total Enterprise Funds
Utilities Receivable	\$ 6,683,975	\$ 2,631,019	\$ 1,537,363	\$ 10,852,357
Meter Deposits	2,307	-0-	-0-	2,307
Miscellaneous	-0-	-0-	106,749	106,749
Gross Accounts Receivable	\$ 6,686,282	\$ 2,631,019	\$ 1,644,112	\$ 10,961,413
Less: Allowance for Uncollectible	(732,910)	(236,057)	(12,884)	(981,851)
Net Total Receivable	\$ 5,953,372	\$ 2,394,962	\$ 1,631,228	\$ 9,979,562

IV.C. Restricted Assets

The amounts reported as restricted assets of the governmental activities and Business-Type activities are comprised of assets held by trustee and depository banks for the following restricted purposes:

	Cash and Cash Equivalents	Investments	Closure and Post- Closure Trust Fund
<u>Primary Government</u>			
Governmental Activities			
Deposits Held for Debt Service	\$ 693,280	\$ 1,720,393	\$ -0-
Deposits Held for Business Development	812,159	-0-	-0-
Deposits Held for Purposes Specified by Donors	431,928	1,821,436	-0-
Deposits Held for Park Improvements	13,925	-0-	-0-
Deposits Held for Lake Nasworthy Improvements	36,292	3,351,279	-0-
Total Governmental Activities	\$ 1,987,584	\$ 6,893,108	\$ -0-
Business-Type Activities			
Deposits Held for Debt Service	\$ 323,127	\$ 2,250,139	\$ -0-
Deposits Held for Capital Projects	7,468,705	28,543,443	-0-
Deposits Held for Airport Construction	210,129	587,873	-0-
Deposits Held for Landfill Closure and Post-Closure	-0-	-0-	6,750,476
Total Business-Type Activities	\$ 8,001,961	\$ 31,381,455	\$ 6,750,476

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CITY OF SAN ANGELO, TEXAS

Notes to the Basic Financial Statements

For the Year Ended September 30, 2022

IV.D. Capital Assets

Current year changes in capital assets are summarized below:

Governmental Activities	Beginning Balance	Additions	Retirements	Transfers	Ending Balance
<u>Assets Not Being Depreciated:</u>					
Land	\$ 4,566,133	\$ 41,596	\$ -0-	\$ -0-	\$ 4,607,729
Construction in Progress	38,903,668	8,185,372	(53,097)	(10,163,612)	36,872,331
Total Non-Depreciable	<u>\$ 43,469,801</u>	<u>\$ 8,226,968</u>	<u>(\$ 53,097)</u>	<u>(\$ 10,163,612)</u>	<u>\$ 41,480,060</u>
<u>Assets Being Depreciated:</u>					
Buildings	\$ 64,093,728	\$ -0-	\$ -0-	\$ -0-	\$ 64,093,728
Improvements Other Than Buildings	44,185,977	-0-	-0-	726,295	44,912,272
Infrastructure	29,272,590	-0-	-0-	9,437,317	38,709,907
Machinery and Equipment	45,676,085	1,720,400	(1,307,029)	(133,903)	45,955,553
Right of Use Asset - Buildings	-0-	27,537	-0-	-0-	27,537
Right of Use Asset - Equipment	-0-	1,002,995	-0-	-0-	1,002,995
Total Depreciable	<u>\$ 183,228,380</u>	<u>\$ 2,750,932</u>	<u>(\$ 1,307,029)</u>	<u>\$ 10,029,709</u>	<u>\$ 194,701,992</u>
<u>Less Accumulated Depreciation & Amortization:</u>					
Buildings	\$ 44,514,573	\$ 2,253,232	\$ -0-	\$ -0-	\$ 46,767,805
Improvements Other Than Buildings	29,698,668	2,248,511	-0-	-0-	31,947,179
Infrastructure	20,249,741	765,236	-0-	-0-	21,014,977
Machinery and Equipment	41,056,090	2,749,765	(1,298,732)	(115,773)	42,391,350
Right of Use Asset - Buildings	-0-	14,367	-0-	-0-	14,367
Right of Use Asset - Equipment	-0-	190,312	-0-	-0-	190,312
Total Accumulated Depreciation & Amortization	<u>\$ 135,519,072</u>	<u>\$ 8,221,423</u>	<u>(\$ 1,298,732)</u>	<u>(\$ 115,773)</u>	<u>\$ 142,325,990</u>
Assets Being Depreciated - Net	<u>\$ 47,709,308</u>	<u>(\$ 5,470,491)</u>	<u>(\$ 8,297)</u>	<u>\$ 10,145,482</u>	<u>\$ 52,376,002</u>
Governmental Activities Capital Assets, Net	<u>\$ 91,179,109</u>	<u>\$ 2,756,477</u>	<u>(\$ 61,394)</u>	<u>(\$ 18,130)</u>	<u>\$ 93,856,062</u>
<u>Business-Type Activities</u>					
	Beginning Balance	Additions	Retirements	Transfers	Ending Balance
<u>Assets Not Being Depreciated:</u>					
Land	\$ 8,477,943	\$ -0-	(\$ 18,872)	\$ -0-	\$ 8,459,071
Construction in Progress	25,068,104	23,742,716	-0-	(18,604,106)	30,206,714
Water Rights	54,797,725	-0-	-0-	-0-	54,797,725
Total Non-Depreciable	<u>\$ 88,343,772</u>	<u>\$ 23,742,716</u>	<u>(\$ 18,872)</u>	<u>(\$ 18,604,106)</u>	<u>\$ 93,463,510</u>
<u>Assets Being Depreciated:</u>					
Buildings	\$ 40,590,746	\$ -0-	\$ -0-	\$ -0-	\$ 40,590,746
Improvements Other Than Buildings	46,078,594	-0-	-0-	-0-	46,078,594
Infrastructure	303,883,154	-0-	-0-	18,604,106	322,487,260
Machinery and Equipment	29,647,901	1,159,558	(878,092)	133,903	30,063,270
Right of Use Asset - Equipment	-0-	1,128,368	-0-	-0-	1,128,368
Total Depreciable	<u>\$ 420,200,395</u>	<u>\$ 2,287,926</u>	<u>(\$ 878,092)</u>	<u>\$ 18,738,009</u>	<u>\$ 440,348,238</u>
<u>Less Accumulated Depreciation & Amortization:</u>					
Buildings	\$ 24,060,764	\$ 1,119,489	\$ -0-	\$ -0-	\$ 25,180,253
Improvements Other Than Buildings	34,362,544	3,163,985	-0-	-0-	37,526,529
Infrastructure	127,302,145	7,967,353	-0-	-0-	135,269,498
Machinery and Equipment	20,206,087	1,568,978	(910,856)	115,773	20,979,982
Right of Use Asset - Equipment	-0-	205,853	-0-	-0-	205,853
Total Accumulated Depreciation & Amortization	<u>\$ 205,931,540</u>	<u>\$ 14,025,658</u>	<u>(\$ 910,856)</u>	<u>\$ 115,773</u>	<u>\$ 219,162,115</u>
Assets Being Depreciated - Net	<u>\$ 214,268,855</u>	<u>(\$ 11,737,732)</u>	<u>\$ 32,764</u>	<u>\$ 18,622,236</u>	<u>\$ 221,186,123</u>
Business-type Activities Capital Assets, Net	<u>\$ 302,612,627</u>	<u>\$ 12,004,984</u>	<u>\$ 13,892</u>	<u>\$ 18,130</u>	<u>\$ 314,649,633</u>

CITY OF SAN ANGELO, TEXAS

Notes to the Basic Financial Statements

For the Year Ended September 30, 2022

Discretely Presented Component Unit - Development Corporation

	Beginning Balance	Additions	Retirements	Transfers	Ending Balance
<u>Assets Not Being Depreciated:</u>					
Land	\$ 62,948	\$ -0-	\$ -0-	\$ -0-	\$ 62,948
Total Non-Depreciable	<u>\$ 62,948</u>	<u>\$ -0-</u>	<u>\$ -0-</u>	<u>\$ -0-</u>	<u>\$ 62,948</u>
<u>Assets Being Depreciated:</u>					
Buildings	\$ 2,004,981	\$ -0-	\$ -0-	\$ -0-	\$ 2,004,981
Improvements Other Than Buildings	496,585	-0-	-0-	-0-	496,585
Total Depreciable	<u>\$ 2,501,566</u>	<u>\$ -0-</u>	<u>\$ -0-</u>	<u>\$ -0-</u>	<u>\$ 2,501,566</u>
<u>Less Accumulated Depreciation:</u>					
Buildings	\$ 970,568	\$ 100,103	\$ -0-	\$ -0-	\$ 1,070,671
Improvements Other Than Buildings	109,615	5,708	-0-	-0-	115,323
Total Accumulated Depreciation	<u>\$ 1,080,183</u>	<u>\$ 105,811</u>	<u>\$ -0-</u>	<u>\$ -0-</u>	<u>\$ 1,185,994</u>
Assets Being Depreciated - Net	<u>\$ 1,421,383</u>	<u>(\$ 105,811)</u>	<u>\$ -0-</u>	<u>\$ -0-</u>	<u>\$ 1,315,572</u>
Component Unit Capital Assets, Net	<u>\$ 1,484,331</u>	<u>(\$ 105,811)</u>	<u>\$ -0-</u>	<u>\$ -0-</u>	<u>\$ 1,378,520</u>

Depreciation and amortization expense were charged to functions in the statement of activities as follows:

Governmental Activities:

General Government	\$ 297,453
Public Safety	2,419,229
Public Works and Transportation	1,482,671
Public Facilities	2,082,307
Health and Human Services	50,479
Culture, Parks, and Recreation	1,812,977
Urban Redevelopment and Housing	14,260
Capital Assets Held by the City's Internal Service Funds are Charged to the Various Functions on Their Usage of the Assets	62,047
Total Depreciation and Amortization Expense – Governmental Activities	<u>\$ 8,221,423</u>

Business-Type Activities:

Water	\$ 7,963,370
Sewer	3,606,855
Stormwater	578,499
Solid Waste	25,026
Airport	1,631,323
State Office Building	220,585
Total Depreciation and Amortization Expense – Business-Type Activities	<u>\$ 14,025,658</u>

Discretely Presented Component Unit:

Development Corporation	<u>\$ 105,811</u>
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CITY OF SAN ANGELO, TEXAS

Notes to the Basic Financial Statements

For the Year Ended September 30, 2022

IV.E. Interfund Receivables, Payables, and Transfers

Interfund Receivables and Payables

There were no interfund receivables or payables at September 30, 2022.

Interfund Transfers

Reconciliation to Fund Financial Statements:	Transfers to Other Funds	Transfers from Other Funds		
<u>Governmental Funds:</u>				
General Fund	\$ 2,739,117	\$ 18,601,118		
Intergovernmental Fund	122,960	973,336		
Capital Improvement Fund	5,607,759	-0-		
Debt Service Fund	285,691	353,853		
Other Governmental Funds	2,490,686	1,266,952		
Total Governmental Funds	\$ 11,246,213	\$ 21,195,259		
<u>Proprietary Funds:</u>				
Enterprise Funds:				
Water Enterprise Fund	\$ 16,374,424	\$ 4,889,524		
Sewer Enterprise Fund	3,169,849	10,679,108		
Other Enterprise Funds	5,277,688	1,871,904		
Total Enterprise Funds	\$ 24,821,961	\$ 17,440,536		
Internal Service Funds	\$ 4,234,615	\$ 1,666,994		
Total Proprietary Funds	\$ 29,056,576	\$ 19,107,530		
Totals	\$ 40,302,789	\$ 40,302,789		

Reconciliation to Statement of Activities:	Transfers to Other Funds	Transfers From Other Funds	Transfer of Capital Assets	Net Transfers
<u>Net Transfers for Governmental Activities:</u>				
Governmental Funds	(\$ 10,276,326)	\$ 21,195,259	(\$ 969,887)	\$ 9,949,046
Internal Service Funds	(4,234,615)	1,666,994	-0-	(2,567,621)
Total Net Transfers for Governmental Activities	(\$ 14,510,941)	\$ 22,862,253	(\$ 969,887)	\$ 7,381,425
<u>Net Transfers for Business-Type Activities:</u>				
Enterprise Funds	(\$ 25,791,848)	\$ 17,440,536	\$ 969,887	(\$ 7,381,425)
Total Net Transfers for Business-Type Activities	(\$ 25,791,848)	\$ 17,440,536	\$ 969,887	(\$ 7,381,425)

Interfund Transfers for the year ended September 30, 2022 were as follows:

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CITY OF SAN ANGELO, TEXAS

Notes to the Basic Financial Statements

For the Year Ended September 30, 2022

Transfer From	Transfer To	Amount	Nature of Interfund Balance
General Fund	Debt Service Fund	\$ 200,000	Debt Service Funds
General Fund	Intergovernmental Fund	437,436	Local Match for Grants
Airport Fund	Intergovernmental Fund	50,000	Airport Ramp Grant
General Fund	Stormwater Fund	135,000	Mowing of Right of Ways and Easements
Designated Revenue/HOT Fund	General Fund	1,234,752	Hotel Occupancy Tax
State Office Building Fund	General Fund	330,000	Rental Payments
Sewer Fund	Water Fund	717,850	Engineering and Utility Maintenance
Water Fund	General Fund	341,439	Lake Patrol and Billing Services
Sewer Fund	General Fund	86,150	Median Salary for Trench Repair
Solid Waste Fund	General Fund	255,000	Per Cost Allocation Plan
Intergovernmental Fund	General Fund	108,895	Per Cost Allocation Plan
State Office Building Fund	General Fund	20,627	Per Cost Allocation Plan
Airport Fund	General Fund	109,592	Per Cost Allocation Plan
Stormwater Fund	General Fund	270,806	Per Cost Allocation Plan
Water Fund	General Fund	1,793,149	Per Cost Allocation Plan
Sewer Fund	General Fund	655,674	Per Cost Allocation Plan
Solid Waste Fund	Keep San Angelo Beautiful Fund	65,000	Keep San Angelo Beautiful Contribution
Airport Fund	Debt Service Fund	150,000	Airport Loan Repayment
Workers Compensation Fund	Property/Casualty Fund	480,000	To Sustain Fund Level for Expenditures
Community Development Fund	General Fund	45,000	Code Compliance
General Fund	Intergovernmental Fund	405,935	Chadbourne Grant
Solid Waste Fund	General Fund	320,456	Franchise/Contract Fee
Sewer Fund	General Fund	876,673	Franchise Fee
Water Fund	General Fund	1,942,472	Franchise Fee
Solid Waste Fund	Water Fund	320,456	Customer Service and Collections
Stormwater Fund	Water Fund	118,724	Customer Service and Collections
Sewer Fund	Water Fund	698,686	Customer Service and Collections
Lake Nasworthy Fund	Water Fund	21,822	Interest on Investment
General Fund	Property/Casualty Fund	511,471	Insurance Contributions
Intergovernmental Fund	Property/Casualty Fund	14,065	Insurance Contributions
State Office Building Fund	Property/Casualty Fund	30,612	Insurance Contributions
Airport Fund	Property/Casualty Fund	124,642	Insurance Contributions
Sewer Fund	Property/Casualty Fund	2,379	Insurance Contributions
Stormwater Fund	Property/Casualty Fund	12,322	Insurance Contributions
Water Fund	Property/Casualty Fund	232,131	Insurance Contributions
Sewer Fund	Property/Casualty Fund	58,224	Insurance Contributions
Vehicle Maintenance Fund	Property/Casualty Fund	17,125	Insurance Contributions
Employee/Retiree Health Fund	Property/Casualty Fund	1,101	Insurance Contributions

CITY OF SAN ANGELO, TEXAS

Notes to the Basic Financial Statements

For the Year Ended September 30, 2022

Transfer From	Transfer To	Amount	Nature of Interfund Balance
Communications Fund	Property/Casualty Fund	\$ 1,548	Insurance Contributions
Community Development Fund	Property/Casualty Fund	48	Insurance Contributions
HOME Fund	Property/Casualty Fund	83	Insurance Contributions
Keep San Angelo Beautiful Fund	Property/Casualty Fund	63	Insurance Contributions
Capital Improvement Fund	Debt Service Fund	3,853	Debt Service Funds
General Fund	Stormwater Fund	21,647	Capital Asset Transfer
Sewer Fund	Lake Nasworthy Fund	76,592	Capital Asset Transfer
Water Fund	Lake Nasworthy Fund	914,942	Capital Asset Transfer
Capital Improvement Fund	Airport Fund	1,159,192	Capital Asset Transfer
General Fund	Community Development Fund	128,681	Cash and Investment Allocation
General Fund	Intergovernmental Fund	79,965	Cash and Investment Allocation
HOME Fund	General Fund	69,291	Cash and Investment Allocation
Designated Revenue/HOT Fund	General Fund	379,866	Cash and Investment Allocation
General Fund	TIRZ Fund	81,737	Cash and Investment Allocation
Debt Service Fund	General Fund	285,691	Cash and Investment Allocation
Sales Tax Projects Fund	General Fund	739,571	Cash and Investment Allocation
Capital Improvement Fund	General Fund	4,444,714	Cash and Investment Allocation
Workers Compensation Fund	General Fund	1,918,398	Cash and Investment Allocation
Property/Casualty Fund	General Fund	1,010,927	Cash and Investment Allocation
Health Insurance Fund	General Fund	511,026	Cash and Investment Allocation
Vehicle Maintenance Fund	General Fund	294,490	Cash and Investment Allocation
Keep San Angelo Beautiful Fund	General Fund	190	Cash and Investment Allocation
General Fund	Communications Fund	181,180	Cash and Investment Allocation
Airport Fund	General Fund	85,086	Cash and Investment Allocation
General Fund	State Office Building Fund	556,065	Cash and Investment Allocation
Water Fund	Sewer Fund	10,679,108	Cash and Investment Allocation
Solid Waste Fund	Water Fund	2,707,155	Cash and Investment Allocation
Stormwater Fund	Water Fund	304,831	Cash and Investment Allocation
Water Fund	General Fund	471,183	Cash and Investment Allocation
		<u>\$ 40,302,789</u>	

The City subsidizes the annual operations of the one discretely presented component unit. Transfers between the primary government and the component unit for the year ended September 30, 2022 were as follows:

Transfer From	Transfer To	Amount	Nature of Interfund Balance
Development Corporation	General Fund	\$ 320,195	Indirect Cost Allocation Plan
Development Corporation	General Fund	434,530	Administrative Services Contract
Development Corporation	Debt Service Fund	2,565,394	Debt Service Payment for Long-Term Debt
Development Corporation	Water Fund	2,900,000	Debt Service Payment for Long-Term Debt
Development Corporation	HOME Program Fund	30,135	Affordable Housing
		<u>\$ 6,250,254</u>	

CITY OF SAN ANGELO, TEXAS

Notes to the Basic Financial Statements

For the Year Ended September 30, 2022

IV.F Leases

Lease Receivable

The City, as a lessor, has entered into lease agreements involving lake lease lots. A summary of the entity's lease terms and interest rates are as follows:

Leases of lake lease lots: Annual installments totaling \$1,646,408 with interest rates ranging from 0.25% to 2.16% with lease terms ranging from 18 months to 527 months. \$ 15,521,508

Total Lease Receivable \$ 15,521,508

Governmental Activities:

Future minimum lease payments to be received are as follows:

<u>For the Year Ending September 30,</u>	Principal	Interest	Total Payments
2023	\$ 7,488	\$ 3,890	\$ 11,378
2024	5,120	3,798	8,918
2025	5,512	3,706	9,218
2026	6,521	3,597	10,118
2027	6,638	3,480	10,118
2028-2032	38,328	15,502	53,830
2033-2037	50,096	11,582	61,678
2038-2042	64,616	6,485	71,101
2043-2047	36,226	912	37,138
Total	<u>\$ 220,545</u>	<u>\$ 52,952</u>	<u>\$ 273,497</u>

Business-Type Activities:

Future minimum lease payments to be received are as follows:

<u>For the Year Ending September 30,</u>	Principal	Interest	Total Payments
2023	\$ 1,346,195	\$ 243,741	\$ 1,589,936
2024	1,122,662	237,534	1,360,196
2025	323,117	232,341	555,458
2026	392,059	228,278	620,337
2027	352,182	222,100	574,282
2028-2032	1,635,398	1,027,229	2,662,627
2033-2037	1,510,569	889,733	2,400,302
2038-2042	1,562,570	750,232	2,312,802
2043-2047	1,556,108	603,747	2,159,855
2048-2052	1,448,098	462,220	1,910,318
2053-2057	1,454,167	326,729	1,780,896
2058-2062	1,551,637	187,787	1,739,424
2063-2065	1,046,201	39,758	1,085,959
Total	<u>\$ 15,300,963</u>	<u>\$ 5,451,429</u>	<u>\$ 20,752,392</u>

Lease Obligations

The City, as a lessee, has entered into lease agreements involving buildings and equipment. A summary of the entity's lease terms and interest rates are as follows:

Leases of buildings: Annual installments totaling \$488,639 with interest rates ranging from 1.22% to 1.42% with lease terms ranging from 60 months to 84 months. \$ 1,731,502

Total Lease Obligation \$ 1,731,502

CITY OF SAN ANGELO, TEXAS

Notes to the Basic Financial Statements

For the Year Ended September 30, 2022

Governmental Activities:

Future minimum lease payments to be received are as follows:

For the Year Ending September 30,	Principal	Interest	Total Payments
2023	\$ 201,561	\$ 10,981	\$ 212,542
2024	190,897	8,445	199,342
2025	193,451	5,891	199,342
2026	115,494	3,303	118,797
2027	117,133	1,663	118,796
2028	1	-0-	1
Total	<u>\$ 818,537</u>	<u>\$ 30,283</u>	<u>\$ 848,820</u>

Business-Type Activities:

Future minimum lease payments to be received are as follows:

For the Year Ending September 30,	Principal	Interest	Total Payments
2023	\$ 264,421	\$ 11,675	\$ 276,096
2024	267,752	8,345	276,097
2025	271,125	4,972	276,097
2026	54,448	1,557	56,005
2027	55,218	784	56,002
2028	1	-0-	1
Total	<u>\$ 912,965</u>	<u>\$ 27,333</u>	<u>\$ 940,298</u>

Governmental Activities

	Balance as of October 1, 2021	Additions	Reductions	Balance as of September 30, 2022
Buildings				
MPO Offices	\$ -0-	\$ 27,537	\$ 14,354	\$ 13,183
Total Building Lease Liability	<u>\$ -0-</u>	<u>\$ 27,537</u>	<u>\$ 14,354</u>	<u>\$ 13,183</u>
Equipment				
US Bancorp Equipment Lease	\$ -0-	\$ 687,071	\$ 117,577	\$ 569,494
US Bancorp Equipment Lease	-0-	315,924	80,064	235,860
Total Equipment Lease Liability	<u>\$ -0-</u>	<u>\$ 1,002,995</u>	<u>\$ 197,641</u>	<u>\$ 805,354</u>
Total Lease Liability	<u>\$ -0-</u>	<u>\$ 1,030,532</u>	<u>\$ 211,995</u>	<u>\$ 818,537</u>

Business-Type Activities

	Balance as of October 1, 2021	Additions	Reductions	Balance as of September 30, 2022
Equipment				
US Bancorp Equipment Lease	\$ -0-	\$ 238,929	\$ 60,553	\$ 178,376
US Bancorp Equipment Lease	-0-	22,706	5,754	16,952
US Bancorp Equipment Lease	-0-	601,641	152,473	449,168
US Bancorp Equipment Lease	-0-	323,896	55,427	268,469
Total Equipment Lease Liability	<u>\$ -0-</u>	<u>\$ 1,187,172</u>	<u>\$ 274,207</u>	<u>\$ 912,965</u>
Total Lease Liability	<u>\$ -0-</u>	<u>\$ 1,187,172</u>	<u>\$ 274,207</u>	<u>\$ 912,965</u>

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CITY OF SAN ANGELO, TEXAS

Notes to the Basic Financial Statements

For the Year Ended September 30, 2022

IV.G. Long-Term Debt

The City's long-term debt is segregated by the amounts involving governmental activities, business-type activities, and component units.

Governmental Activities Long-Term Debt

On July 21, 2022, the City of San Angelo issued 2022 Series Certificate of Obligation, secured by pledged property tax in the amount of \$15,785,000. It has an interest rate of 1.80% - 4.05% with a final maturity of February 15, 2042 and is used for construction projects. The bond's debt service is currently paid with property tax. The amount outstanding as of September 30, 2022 is \$15,785,000.

As of September 30, 2022, the governmental activities long-term debt consisted of the following:

	Interest Rate	Year of Issue	Year of Maturity	Payment Source	Original Amount	Amount Outstanding	Current Portion
General Refunding Bonds:							
Series 2016 Refunding	2.00% - 5.00%	2016	2036	Ad Valorem Tax	\$ 17,720,000	\$ 12,095,000	\$ 2,520,000
Series 2017B Refunding	2.00% - 5.00%	2017	2036	Ad Valorem Tax	11,320,000	11,175,000	-0-
Total General Refunding Bonds						\$ 23,270,000	\$ 2,520,000
Certificates of Obligation:							
Series 2011-A	2.00% - 5.00%	2011	2036	Ad Valorem Tax	\$ 13,780,000	\$ 410,000	\$ 200,000
Series 2015	2.00% - 3.50%	2015	2035	Ad Valorem Tax	13,260,000	4,095,000	260,000
Series 2016	2.00% - 5.00%	2016	2036	Ad Valorem Tax	15,615,000	8,480,000	465,000
Series 2017	2.00%	2017	2024	Ad Valorem Tax	2,185,000	660,000	325,000
Series 2019	3.00% - 5.00%	2019	2038	Ad Valorem Tax	16,500,000	12,945,000	350,000
Series 2020	3.00% - 5.00%	2020	2045	Ad Valorem Tax	16,280,000	15,835,000	215,000
Series 2022	1.80% - 4.05%	2022	2042	Ad Valorem Tax	15,785,000	15,785,000	440,000
Total Certificates of Obligation						\$ 58,210,000	\$ 2,255,000
Unamortized Bond Premium	n/a	n/a	n/a	n/a	\$ -0-	\$ 3,733,797	\$ -0-
Section 108 HUD Note Payable	2.00% - 5.00%	2010	2030	CDBG	2,035,000	858,000	107,000
Compensated Absences	n/a	n/a	n/a	n/a	-0-	13,229,020	6,281
Insurance Claims Payable	n/a	n/a	n/a	n/a	-0-	3,061,674	1,372,936
Total Governmental Activities Long-Term Debt						\$ 102,362,491	\$ 6,261,217

Changes in Long-Term Debt:

	Balance September 30, 2021	Additions	Deductions	Balance September 30, 2022	Amount Due in One Year
<u>Governmental Activities</u>					
Compensated Absences	\$ 12,889,619	\$ 915,219	\$ 575,818	\$ 13,229,020	\$ 6,281
Insurance Claims Payable	3,714,674	60,112	713,112	3,061,674	1,372,936
Bonds Payable	70,715,000	15,785,000	5,020,000	81,480,000	4,775,000
Unamortized Bond Premium	3,957,943	376,688	600,834	3,733,797	-0-
Note Payable	965,000	-0-	107,000	858,000	107,000
	\$ 92,242,236	\$ 17,137,019	\$ 7,016,764	\$ 102,362,491	\$ 6,261,217

CITY OF SAN ANGELO, TEXAS

Notes to the Basic Financial Statements

For the Year Ended September 30, 2022

Debt Service Requirements to Maturity:

For the Year Ending September 30,	Principal	Interest
2023	\$ 4,882,000	\$ 3,730,948
2024	5,297,000	3,471,372
2025	4,387,000	2,719,604
2026	3,397,000	2,543,009
2027	3,542,000	2,393,152
2028-2032	21,688,000	9,515,974
2033-2037	25,060,000	5,008,857
2038-2042	14,085,000	1,008,288
Total	\$ 82,338,000	\$ 30,391,204

For governmental activities, compensated absences and claims and judgments payable are liquidated by the General Fund.

Business-Type Activities Long-Term Debt

	Interest Rate	Year of Issue	Year of Maturity	Payment Source	Original Amount	Amount Outstanding	Current Portion
General Refunding Bonds:							
Series 2017	3.00% - 5.00%	2017	2027	Utility Revenue	\$ 7,395,000	\$ 1,210,000	\$ -0-
Series 2011	2.00% - 5.00%	2011	2023	Utility Revenue	13,174,100	660,350	660,350
Series 2011-B	2.00% - 5.00%	2011	2023	Utility Revenue	28,030,000	678,615	678,615
Series 2011	2.00% - 5.00%	2011	2023	Ad Valorem Tax	392,420	18,423	18,423
Series 2011	2.00% - 5.00%	2011	2023	Ad Valorem Tax	924,990	47,612	47,612
Series 2014	2.00% - 4.00%	2014	2026	Ad Valorem Tax	7,650,000	4,975,000	1,180,000
Series 2021	2.00% - 3.00%	2021	2031	Ad Valorem Tax	57,275,000	52,150,000	5,230,000
Total General Refunding Bonds						\$ 59,740,000	\$ 7,815,000
Series 2019 Water and Sewer Revenue Bond	.05% - .72%	2019	2045	Utility Revenue	\$ 56,075,000	\$ 51,685,000	\$ 2,195,000
Unamortized Bond Premium	n/a	n/a	n/a	n/a	-0-	5,100,211	-0-
Compensated Absences	n/a	n/a	n/a	n/a	-0-	1,969,211	130,379
Landfill Postclosure Care Liability	n/a	n/a	n/a	n/a	-0-	5,368,374	-0-
Water Rights Obligation	n/a	n/a	n/a	n/a	-0-	17,954,825	(221,426)
Total Business-Type Activities Long-Term Debt						\$ 141,817,621	\$ 9,918,953

Changes in Long-Term Debt:

	Balance September 30, 2021	Additions	Deductions	Balance September 30, 2022	Amount Due in One Year
<u>Business-Type Activities</u>					
Compensated Absences	\$ 2,024,369	\$ 206,710	\$ 261,868	\$ 1,969,211	\$ 130,379
Water Rights Obligation	18,580,265	-0-	625,440	17,954,825	(221,426)
Landfill Postclosure	5,020,519	347,855	-0-	5,368,374	-0-
Bonds Payable	165,295,000	-0-	53,870,000	111,425,000	10,010,000
Unamortized Bond Premium	6,232,158	-0-	1,131,947	5,100,211	-0-
	\$ 197,152,311	\$ 554,565	\$ 55,889,255	\$ 141,817,621	\$ 9,918,953

CITY OF SAN ANGELO, TEXAS

Notes to the Basic Financial Statements

For the Year Ended September 30, 2022

Debt Service Requirements to Maturity:

<u>For the Year Ending September 30,</u>	<u>Principal</u>	<u>Interest</u>
2023	\$ 10,010,000	\$ 1,796,313
2024	8,745,000	1,620,563
2025	8,900,000	1,463,213
2026	9,090,000	1,273,513
2027	9,155,000	1,047,013
2028-2032	35,820,000	2,412,458
2033-2037	11,175,000	726,373
2038-2042	11,465,000	433,353
2043-2047	7,065,000	75,931
Total	<u>\$ 111,425,000</u>	<u>\$ 10,941,625</u>

Defeased Bonds Outstanding

The City, through its various public trusts, has in substance defeased a number of outstanding bond issues by placing deposits in irrevocable trusts (escrow accounts) for the purchase of U.S. government securities to pay the principal and interest on the refunded bonds as they become due and payable. For financial reporting purposes, both the defeased bonds outstanding and the escrowed securities have been excluded from the financial statements. As of September 30, 2022, the balance of defeased bonds outstanding is \$-0-.

Landfill Closure and Post-Closure

The City accounts for its landfill closure and post-closure care costs in accordance with GASB No. 18, "Accounting for Municipal Solid Waste Landfill Closure and Post-Closure Care Costs."

Federal and state laws and regulations require the City to place a final cover on its landfill site when it stops accepting waste and to perform certain maintenance and monitoring functions at the site for thirty years after closure. Although closure and post-closure care costs will be paid only near or after the date that the landfill stops accepting waste, the City reports a portion of the closure and post-closure care costs as a liability on the Statement of Net Position in each period based on landfill capacity used as of each balance sheet date. This liability is offset by an asset recorded for a trust account established for the purpose of paying the closure and post-closure costs as more fully described below.

The landfill post-closure care liability at year-end of \$5,368,374 represents the cumulative amount to date based on the use of approximately 90.30% care of \$5,945,275 as the remaining estimated capacity is filled. These amounts are based on expected future costs to perform all post-closure activities based upon the current cost of those activities. Based upon current usage and capacity estimates, the landfill could continue accepting solid waste for approximately 20 more years. Actual costs may differ from the estimated amounts due to inflation, deflation, and changes in technology and/or applicable federal and state laws and regulations between now and the actual date of closure.

On August 1, 2014, the City entered into a contract with Republic Waste Services of Texas, Ltd. (Republic) for an operating lease of the landfill that ends when the landfill reaches capacity. The City received an initial payment of \$4,735,000 into the trust. Republic is responsible for the funding of monthly contributions to a trust account that will pay closure and post-closure costs as required by state and federal laws and regulations. Republic is in compliance with these requirements, and at September 30, 2022, investments are held for these purposes. The total contributed by Republic Services as of September 30, 2022 is \$6,750,476.

CITY OF SAN ANGELO, TEXAS

Notes to the Basic Financial Statements

For the Year Ended September 30, 2022

Long-term Water Purchase Contracts

The City is obligated to make specific annual payments to the contractors under three unconditional water purchase contracts, whether the City actually receives water or not. These rights are being treated as intangible assets with indefinite useful lives. The contractors obtained permits to impound water from the State of Texas and constructed three dams and reservoirs with financing obtained using water purchase contracts as a basis for obtaining credit and as a means for the payment and security of all bonds issued by the Colorado River Municipal Water District projects. The City is also obligated under these three contracts for annual operating expenses of the projects. Further details of each contract follow:

Project Name: Fort Stockton – Annual payments of \$318,514 to \$1,093,942 through the year 2070 for an interlocal agreement between the cities of Abilene, Midland, and San Angelo for the supply of untreated groundwater.

The City’s present value of future annual commitments under the contracts are as follows:

<u>Fiscal Year</u>	<u>Fort Stockton</u>	<u>Total</u>
2023	(\$ 221,426)	(\$ 221,426)
2024	(230,372)	(230,372)
2025	(180,028)	(180,028)
2026	(187,301)	(187,301)
2027	(194,868)	(194,838)
Thereafter	18,968,821	18,968,821
Total Commitments	<u>\$ 17,954,826</u>	<u>\$ 17,954,826</u>

The City paid \$1,337,226 under all of these water purchase contracts in the current year.

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CITY OF SAN ANGELO, TEXAS

Notes to the Basic Financial Statements

For the Year Ended September 30, 2022

IV.H. Fund Balances and Net Position

Fund Balances

The following table shows the fund balance classifications as shown on the Governmental Funds Balance Sheet in accordance with GASB Statement 54, *Fund Balance Reporting and Governmental Fund Type Definitions*:

	General Fund	Capital Improvement Fund	Debt Service Fund	Intergovernmental Fund	Other Governmental Funds
Nonspendable for:					
Inventories	\$ 37,304				
Prepays	6,018				
Lake Nasworthy Sante Fe Park					\$ 2,515,869
Total					10,000
Nonspendable	<u>\$ 43,322</u>				<u>\$ 2,525,869</u>
Restricted for:					
Economic Development					\$ 3,543,131
Grant Expenditures				\$ 10,583,374	
Law Enforcement	\$ 3,010,037				
Lake Nasworthy					875,592
Santa Fe Park					3,925
Total Restricted	<u>\$ 3,010,037</u>			<u>\$ 10,583,374</u>	<u>\$ 4,422,648</u>
Committed for:					
Designated Purposes					\$ 2,240,183
Grant Expenditures				\$ 9,527,539	
Keep San Angelo Beautiful					7,310
Capital Improvements	\$ 133,942	\$ 36,556,961			50
Debt			\$ 2,467,291		
Total Committed	<u>\$ 133,942</u>	<u>\$ 36,556,961</u>	<u>\$ 2,467,291</u>	<u>\$ 9,527,539</u>	<u>\$ 2,247,543</u>

The amounts Committed for Designated Purposes include citizen donations for specific items related to Public Safety, Culture, Parks and Recreation, and Capital Outlay.

Santa Fe Park Trust fund is a permanent fund and accounts for trust principal and related investment income. The corpus of \$10,000 is nonspendable and earnings in this fund would be restricted.

Lake Nasworthy Trust fund is a trust fund and accounts for the trust principal and related investment income. No portion of the principal shall be expended for any purpose unless authorized by a majority vote of the qualified voters of the City at an election held for that purpose. Ninety percent of the annual interest income may be used by the City to pay for lake and river improvements, services to enhance water recreation, and the elimination of related litter and pollution. A public hearing must be held on the proposed uses of interest income during the budget and budget amendment process.

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CITY OF SAN ANGELO, TEXAS

Notes to the Basic Financial Statements

For the Year Ended September 30, 2022

Restatement of Beginning Fund Balance/Net Position

The City restated beginning net position and fund balances as shown below:

	Government-Wide	Fund Level
Governmental Activities:		
Beginning Net Position and Fund Balance		
as Previously Reported	(\$ 40,864,118)	\$ 103,810,421
Plus: Reclassify Receivables to the General Fund	65,390	65,390
Plus: Accrual Correction	35,713	35,713
Less: Community Development Accounts Receivable Adjustment	4,219	4,219
Less: Account Classification Correction	(44,546)	(44,546)
Plus: Prior Year Travel Advance Receivable	382	-0-
Beginning Net Position and Fund Balance		
As Restated	(\$ 40,802,960)	\$ 103,871,197
Business-Type Activities:		
Beginning Net Position and Fund Balance		
as Previously Reported	\$ 300,262,469	\$ 300,262,469
Plus: Reclassify Receivables to the General Fund	66,299	66,299
Plus: Recognize Revenue for the Prior Period	344,148	344,148
Beginning Net Position and Fund Balance		
As Restated	\$ 300,672,916	\$ 300,672,916
Internal Service Funds:		
Beginning Net Position and Fund Balance		
as Previously Reported		\$ 1,003,015
Plus: Prior Year Travel Advance Receivable		384
Beginning Net Position and Fund Balance		
As Restated		\$ 1,003,399
Discretely Presented Component Unit:		
Beginning Net Position and Fund Balance		
as Previously Reported	\$ 22,464,832	\$ 16,757,274
Plus: Prior Year Receivable and Prepaid Balance	474,453	474,453
Beginning Net Position and Fund Balance		
As Restated	\$ 22,939,285	\$ 17,231,727

CITY OF SAN ANGELO, TEXAS

Notes to the Basic Financial Statements

For the Year Ended September 30, 2022

IV.I Segment Information

The City issued revenue bonds and certificates of obligation to finance additions and improvements to its Water and Sewer facilities and construction costs and improvements to its State Office Building. Investors in the bonds and certificates rely solely on the revenue generated by the individual activities for repayment. The Water Department operates the City's water supply system, and the Sewer Department operates the City's sewage treatment plant, sewage pumping stations, and collection systems. Financial information for the Water and Sewer funds (major funds) is reported separately in the proprietary funds statement of net position, statement of activities, and statement of cash flows. The State Office Building provides a full service lease to thirteen state agencies. Summary financial information for the State Office Building fund is presented below:

Condensed Statement of Net Position

Assets	
Current Assets	\$ 1,740,806
Noncurrent Assets	2,648,339
Total Assets	\$ 4,389,145
Deferred Outflows of Resources	
Deferred Amounts Related to Pensions	\$ 88,912
Liabilities	
Current Liabilities	\$ 17,036
Noncurrent Liabilities Due Within One Year	66,035
Noncurrent Liabilities Due After One Year	58,127
Total Liabilities	\$ 141,198
Deferred Inflows of Resources	
Deferred Amounts Related to Leases and Pensions	\$ 1,829,912
Net Position	
Net Investment in Capital Assets	\$ 24,641
Unrestricted	2,482,306
Total Net Position	\$ 2,506,947

Condensed Statement of Revenues, Expenses, and Changes in Net Position

Revenues Pledged for Payment of Bonds and COs	\$ 1,181,642
Cost of Sales and Services and Administrative	(500,227)
Depreciation and Amortization	(220,585)
Operating Income	\$ 460,830
Non-Operating Revenues (Expenses):	
Investment Income	9,880
Change in Fair Value of Investments	(2,216)
Interest Expense	(4,004)
Transfer In	556,065
Transfer Out	(381,239)
Change in Net Position	\$ 639,316
Net Position – Beginning	1,867,631
Net Position – Ending	\$ 2,506,947

Condensed Statement of Cash Flows

Net Cash Provided (Used) by:	
Operating Activities	\$ 616,540
Non-Capital Financing Activities	174,826
Capital and Related Financing Activities	(72,154)
Investing Activities	(3,767)
Net Increase (Decrease) in Cash	\$ 715,445
Cash and Cash Equivalents – Beginning	-0-
Cash and Cash Equivalents – Ending	\$ 715,445

CITY OF SAN ANGELO, TEXAS

Notes to the Basic Financial Statements

For the Year Ended September 30, 2022

V. OTHER INFORMATION

V.A. Risk Management

The City is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; and natural disasters for which the government carries commercial insurance. The City manages these various risks of loss as follows:

Risk Category	Retained Risk	Commercial Insurance Purchased
General/Professional Liability	Deductibles up to \$500,000	Up to \$10,000,000 Less Deductible
Workers' Compensation	\$650,000/Occurrence/Person	\$1,000,000/Occur/Year Less Retained Risk
Property Damage	\$10,000 to \$25,000	Up to \$143,503,324 Less Deductibles
Employee/Retiree Health	100% of Risk	None
Pollution Liability	\$10,000	\$1,000,000

The amount of settlements for each of the past three fiscal years has not exceeded insurance coverage. Coverages have not changed from the prior year.

All of the City's funds participate in the employee/retiree health, property and casualty, and workers' compensation programs and make payments to the internal service funds based on actuarial estimates for liability and workers' compensation in amounts needed to pay prior and current year claims and to establish "reserves" for catastrophic losses. The payments for employee/retiree health were the amounts previously paid for commercial insurance coverage. The estimate calculation includes costs such as legal fees and expert witnesses but excludes general administrative and risk management services as well as costs of excess coverages and actuarial fees. The reserves (reported as unrestricted net position) at year-end were \$24,949, (\$202,327), and (\$800,583) for employee/retiree health, property and casualty, and workers compensation, respectively.

The claims liabilities reported in the funds are based on an actuarial estimate for property and casualty, workers compensation, and claims payments after year-end for employee/retiree health. The actuarial liabilities are discounted to present value using a 3% annual investment return on assets held in support of the liabilities and are based on industry payments modified by the City's actual experience.

Changes in the funds' liabilities for the past two fiscal years were as follows:

	Employee/ Retired Health	Property and Casualty	Workers' Compensation	Total
September 30, 2020	\$ 910,660	\$ 952,292	\$ 2,806,306	\$ 4,669,258
FY21 Incurred	-	291,386	235,131	526,517
FY21 Paid	(557,732)	(564,814)	(358,555)	(1,481,101)
September 30, 2021	\$ 352,928	\$ 678,864	\$ 2,682,882	\$ 3,714,674
FY22 Incurred	-	60,112	-	60,112
FY22 Paid	-	(210,519)	(502,593)	(713,112)
September 30, 2022	\$ 352,928	\$ 528,457	\$ 2,180,289	\$ 3,061,674

V.B. Federal Assistance Programs

Amounts received or receivable from grantor agencies are subject to adjustments by the grantor agencies, principally the federal government, upon review of audit reports on those programs. Any disallowed claims, including amounts already collected, may constitute a liability of the applicable funds. The amount, if any, of expenditures that may be disallowed by the grantors cannot be determined at this time.

V.C. Litigation

The City is a defendant in several lawsuits. Lawsuits pending on September 30, 2022 represented no material adverse financial impact to the City. Any potential judgments or awards related to these lawsuits are included in the loss reserves and estimated claims payable from the City's Self-Insurance Funds.

V.D. Commitments and Contingencies

Construction Commitments

At year-end, the City had the following major projects in progress:

CITY OF SAN ANGELO, TEXAS

Notes to the Basic Financial Statements

For the Year Ended September 30, 2022

Project Descriptions	Funding Source	Budget	Spent to Date	Remaining Commitment
College Hills Reconstruction	Bond Funding, Water Capital, Wastewater Capital, ARPA Grant	\$ 21,331,783	\$ 7,530,220	\$ 13,801,563
Chadbourne Reconstruction	TIRZ and Bond Funding, Water Capital, Wastewater Capital, TxDOT Grant	\$ 18,451,656	\$ 10,113,021	\$ 8,338,635
Southwest Reconstruction	Bond Funding, Water Capital, Wastewater Capital	\$ 6,167,849	\$ 5,490,121	\$ 677,728
N. Chadbourne 306 to 43rd	Bond Funding, Water Capital, Wastewater Capital	\$ 8,640,142	\$ 2,912,249	\$ 5,727,893
Glenna/Edmund/ 29th St Reconstruction	Bond Funding, Water Capital, Wastewater Capital	\$ 5,635,606	\$ 1,031,425	\$ 4,604,181
Howard: Glenna-Sherwood Reconstruction	Bond Funding, Water Capital, Wastewater Capital	\$ 3,562,576	\$ 439,481	\$ 3,123,095
Christoval Road Reconstruction	Bond Funding, Water Capital, Wastewater Capital	\$ 3,388,278	\$ 588,753	\$ 2,799,525
Terminal Ramp	FAA Funds, PFC Funds	\$ 1,111,111	\$ 984,930	\$ 126,181
Airport Entrance Road	PFC Funds	\$ 1,945,874	\$ 1,666,744	\$ 279,130
Fort Concho Visitors Center Restoration	Type B Sales Tax, Private Donations	\$ 3,500,000	\$ 564,175	\$ 2,935,825
Texas Bank Sports Complex Improvements	General Capital Fund, Type B Sales Tax	\$ 708,744	\$ 429,303	\$ 279,441
South Concho Park and Trail Improvements	TPWD Trail Grant, Type B Sales Tax	\$ 200,777	\$ 61,393	\$ 139,384
Lake Nasworthy Park Improvements	Lake Nasworthy Funds	\$ 6,000,000	\$ 1,788,825	\$ 4,211,175
McNease Convention Center Improvements	Civic Events Funds, HOT funds	\$ 221,000	\$ 82,356	\$ 138,644
Riverstage Improvements	Civic Events Funds, HOT funds	\$ 1,606,000	\$ 200,639	\$ 1,405,361
29th St Sports Complex	Globe Life Texas Rangers Grant, Type B Sales Tax	\$ 1,760,000	\$ 137,345	\$ 1,622,655
Animal Shelter Improvements	General Capital Fund	\$ 200,000	\$ 10,083	\$ 189,917
Hickory Water Supply II	Bond Funding, Water Capital	\$ 42,600,000	\$ 12,319,577	\$ 30,280,423

CITY OF SAN ANGELO, TEXAS

Notes to the Basic Financial Statements

For the Year Ended September 30, 2022

VI. EMPLOYEE RETIREMENT BENEFITS

The City contributes to a single-employer defined benefit pension plan (San Angelo Firemen's Relief and Retirement Fund), which covers fire department employees. The City also provides a non-traditional hybrid defined benefit plan through the statewide municipal retirement system (Texas Municipal Retirement System) for the remainder of the City's employees. Additionally, the City provides an alternative to Social Security for part-time, seasonal, and temporary employees and a post-employment health benefit plan.

VI.A. Defined Benefit Plan

Plan Description

The Board of Trustees of the San Angelo Firemen's Relief and Retirement Fund is the administrator of the single-employer defined benefit pension plan. This pension fund is a trust fund. The Board acts independently of the governing body of the City. The plan is established under the authority of the Texas Local Firefighters' Retirement Act (TLFFRA). TLFFRA provides the authority and procedure to amend benefit provisions. The plan covers current and former firefighters of the City of San Angelo, as well as certain beneficiaries of former firefighters.

Summary of Significant Accounting Policies

For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position of the plan have been determined on the same basis as they are reported by the plan. Detailed information about the plan's net position is available in the separately issued by the San Angelo Firemen's Relief and Retirement Fund financial report.

Annual reports including required supplementary information can be obtained from the Board of Trustees of the San Angelo Firemen's Relief and Retirement Fund, 72 W. College, San Angelo, Texas 76903.

Benefits Provided

The Plan provides service retirement, death, disability, and withdrawal benefits. These benefits fully vest after 20 years of credited service. A partially vested deferred benefit is available for firefighters who terminate employment with at least 10 but less than 20 years of service. Employees may retire at age 50 with 20 years of credited service. A reduced early service retirement benefit is available for employees who terminate employment with 20 or more years of service regardless of age. The Plan, effective November 1, 1999, and amended September 1, 2007, provides a monthly normal service retirement benefit, payable in a Joint and 72% to Spouse form of annuity. For firefighters hired before May 1, 1986, the monthly benefit equals 67.5% of the Highest 48-Month Average Salary plus \$230 per month for each whole year of service in excess of 20 years with partial credit given based on the number of months completed in excess of whole years. For firefighters hired on or after May 1, 1986, the monthly benefit equals 66% of the Highest 48-Month Average Salary plus \$230 per month for each whole year of service in excess of 20 years with partial credit given based on the number of months completed in excess of whole years.

A firefighter has the option to participate in the Optional Retirement Program (ORP) or the Retroactive Deferred Retirement Plan (RETRO DROP) which will provide a lump sum benefit and a monthly retirement benefit upon termination of employment. A Joint and 100% to Surviving Spouse option is also available for normal service retirement, early service retirement, ORP, and RETRO DROP plans instead of the standard Joint and 72% to Surviving Spouse form. Effective January 1, 1997, the Plan was amended to provide automatic post-retirement benefit increases of 1.2% per year deferred to begin at age 61 for firefighters retiring after January 1, 1997. In addition, the Plan has the authority to provide, and has periodically in the past provided for, ad hoc postretirement benefit increases. An ad hoc postretirement benefit increase to certain retirees as of January 1, 2002, was granted. The benefit provisions of this Plan are authorized by the Texas Local Fire Fighters' Retirement Act (TLFFRA). The TLFFRA provides the authority and procedure to amend benefit provisions.

CITY OF SAN ANGELO, TEXAS

Notes to the Basic Financial Statements

For the Year Ended September 30, 2022

Employees Covered by Benefit Terms

Inactive plan members or beneficiaries currently receiving benefits	154
Inactive plan members entitled to but not yet receiving benefits	4
Active plan members	<u>188</u>
Total	<u><u>346</u></u>

Contributions

The contribution provisions of the Plan are authorized by the Texas Local Fire Fighters Retirement Act (TLFFRA). The TLFFRA provides the authority and procedure to change the amount of contributions determined as a percentage of pay by each firefighter and a percentage of payroll by the City of San Angelo.

While the contribution requirements are not actuarially determined, state law requires that each plan of benefits adopted by the Plan be approved by an eligible actuary. The actuary certifies that the contribution commitment by the firefighters and the City provides an adequate financing arrangement. Using the entry age actuarial cost method, the Plan's normal cost contribution rate is determined as a percentage of payroll. The excess of the total contribution rate over the normal cost contribution rate is used to amortize the Plan's unfunded actuarial accrued liability, and the number of years needed to amortize the Plan's unfunded actuarial accrued liability is determined using an open, level percentage of payroll method.

The funding policy of the San Angelo Firemen's Relief and Retirement Fund requires contributions equal to 16.2% of pay by the firefighters and contributions by the City based on a formula, which causes the City's contribution rate to fluctuate from year to year. The December 31, 2019 actuarial valuation assumes that the City's contribution rate will average 20.20% of payroll in the future for firefighters hired on or after May 1, 1986, and average 21.65% of payroll in the future for firefighters hired before May 1, 1986. Contributions to the pension plan from the City were \$2,806,222.

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

The City reported \$1,884,160 in pension expense for the year ended September 30, 2022. At September 30, 2022, 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 Experience	\$ 216,024	\$ 1,294,302
Changes of Assumptions	8,033,304	8,730,236
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	-0-	4,057,506
City Contributions Subsequent to the Measurement Date	2,102,815	-0-
Total	<u>\$ 10,352,143</u>	<u>\$ 14,082,044</u>

CITY OF SAN ANGELO, TEXAS

Notes to the Basic Financial Statements

For the Year Ended September 30, 2022

The \$2,102,815 reported as deferred outflows of resources related to pensions resulting from City contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ended September 30, 2023. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year Ended September 30:		
2023	(\$	1,302,862)
2024	(3,112,483)
2025	(1,144,348)
2026	(345,033)
Thereafter		<u>72,008</u>
Total	(\$	<u>5,832,718)</u>

Actuarial Assumptions

The total pension liability was determined by an actuarial valuation as of December 31, 2020, using the following actuarial assumptions, applied to all prior periods included in the measurement:

Inflation:	2.5%
Salary Increases:	Service Based, (14% to 3% for 0 to 30+ years)
Investment Rate of Return:	7.8%

Mortality rates were based on the PubS-2010 Mortality Tables. The mortality rates for all participants are sex distinct with mortality improvement projected 5 years beyond the valuation date using scale MP-2019 and base year of 2010.

The actuarial assumptions used in the December 31, 2019 valuation were based on the results of an actuarial experience study as of December 31, 2009. The experience study covered the following periods:

- Historical Census data from 2000-2009
- Investment return experience 2005-2009
- Salary increase experience 2005-2009
- Covered payroll growth experience 1994-2009

The actuarial assumptions used in the December 31, 2021, valuation were based on the results of a bi-annual actuarial study.

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. Best estimates of arithmetic real rates of return for each major asset class included in the pension plan's target asset allocation as of December 31, 2021, are summarized in the following table:

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return
Equity:		
Domestic Equity	42.0%	4.5%
International Equity	20.0%	5.5%
Fixed Income	36.0%	2.0%
Cash	2.0%	0.5%
	100.0%	

CITY OF SAN ANGELO, TEXAS

Notes to the Basic Financial Statements

For the Year Ended September 30, 2022

Discount Rate

The discount rate used to measure the total pension liability was 7.8%. The projection of cash flows used to determine the discount rate assumed that Plan member contributions will be made at the current contribution rate and that City contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. Based on those assumptions, the Plan's fiduciary net position was projected to be available to make all projected future benefit payments of current Plan members. Therefore, the long-term expected rate of return on Plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

Changes in Net Pension Liability

The total pension liability was determined based on an actuarial valuation performed as of December 31, 2021 with a measurement date of December 31, 2021. There were no changes in assumptions or changes in benefit terms that affected measurement of the total pension liability. The following table reports the components of changes in net pension liability:

SCHEDULE OF CHANGES IN NET PENSION LIABILITY			
Increase (Decrease)			
	Total Pension Liability (a)	Plan Net Position (b)	Net Pension Liability (a) - (b)
Balances Beginning of Year	\$ 117,411,184	\$ 77,329,058	\$40,082,126
Changes for the Year:			
Service cost	\$ 2,804,877	\$ -0-	\$ 2,804,877
Interest expense	9,106,398	-0-	9,106,398
Contributions - City	252,028	2,693,523	(2,441,495)
Contributions - Members	-0-	2,466,842	(2,466,842)
Net investment income	-0-	7,871,961	(7,871,961)
Benefits paid	(6,936,548)	(6,936,548)	-0-
Plan administrative expenses	-0-	(71,630)	71,630
Other changes	-0-	91,024	(91,024)
Net Changes	\$ 5,226,755	\$ 6,115,172	(\$ 888,417)
Balances End of Year	\$ 122,637,939	\$ 83,444,230	\$39,193,709

Sensitivity of the Net Pension Liability to Changes in the Discount Rate

The following presents the net pension liability of the employers calculated using the discount rate of 7.8%, as well as what the Plan's net pension liability would be if it were calculated using a discount rate that is 1-percentage point lower (6.8%) or 1-percentage-point higher (8.8%) than the current rate:

	1% Decrease (6.8%)	Current Discount Rate (7.8%)	1% Increase (8.8%)
Employers' Net Pension Liability	\$ 51,681,087	\$ 39,193,709	\$ 28,680,999

Pension Plan Fiduciary Net Position

Detailed information about the pension plan's fiduciary net position is available in the separately issued financial report that can be obtained from the Board of Trustees of the San Angelo Firemen's Relief and Retirement Fund, 72 W. College, San Angelo, Texas 76903.

CITY OF SAN ANGELO, TEXAS

Notes to the Basic Financial Statements

For the Year Ended September 30, 2022

Plan Description

The City participates as one of 860 plans in the nontraditional, joint contributory, hybrid defined benefit pension plan administered by the Texas Municipal Retirement System (TMRS). TMRS is an agency 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 municipal employees in the State of Texas. The TMRS Act places the general administration and management of the System with a six-member Board of Trustees. Although the Governor, with the advice and consent of the Senate, appoints the Board, TMRS is not fiscally dependent on the State of Texas. TMRS' defined benefit pension plan is a tax qualified plan under Section 401(a) of the Internal Revenue Code. TMRS issues a publicly available comprehensive annual financial report (CAFR) that can be obtained at www.tmrs.com.

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

Benefits Provided

Benefits depend upon the sum of the employee's contributions to the plan, with interest, and the City financed monetary credits, with interest. At the date the plan began, the City granted monetary credits for service rendered before the plan began of a theoretical amount at least equal to two times what would have been contributed by the employee, with interest, prior to establishment of the plan. Monetary credits for service since the plan began are a percent (100%, 150%, or 200%) of the employee's accumulated contributions. In addition, the City can grant, as often as annually, another type of monetary credit referred to as an updated service credit, which is a theoretical amount. This amount, when added to the employee's accumulated contributions and the monetary credits for service since the plan began, would be equal to the total monetary credits and employee contributions (accumulated with interest). This is assuming the current employee contribution rate and City matching percent have always been in existence and the employee's salary had always been the average of his salary in the last three years that are one year before the effective date. At retirement, the benefit is calculated as if the sum of the employee's accumulated contributions with interest and the employer-financed monetary credits with interest were used to purchase an annuity.

At the December 31, 2021 valuation and measurement date, the following employees were covered by the benefit terms:

Active Employees	647
Deferred Vested Former Employees	356
Retirees or Retiree Beneficiaries	<u>732</u>
Total	<u>1,735</u>

Contributions

The contribution rates for employees in TMRS are either 5%, 6%, or 7% of employee gross earnings, 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 actuarially determined rate is the estimated amount necessary to finance the cost of benefits earned by employees during the year, with an additional amount to finance any unfunded accrued liability.

Employees for the City were required to contribute 7% of their annual gross earnings during the fiscal year. The contribution rate for the City was 17.33% and 17.01% in calendar years 2021 and 2022, respectively. The City's contributions to TMRS for the year ended September 30, 2022 were \$7,044,120, and were equal to the required contributions.

Net Pension Liability

The City's Net Pension Liability (NPL) was measured as of December 31, 2021 and the Total Pension Liability (TPL) used to calculate the NPL was determined by an actuarial valuation as of that date.

CITY OF SAN ANGELO, TEXAS

Notes to the Basic Financial Statements

For the Year Ended September 30, 2022

Actuarial Assumptions:

The Total Pension Liability in the December 31, 2021 actuarial valuation was determined using the following actuarial assumptions:

Inflation -	2.5% per year
Overall payroll growth -	3.5 to 11.5% per year, including inflation
Investment Rate of Return -	6.75%, net of pension plan investment expense, including inflation

Salary increases were based on a service-related table. Mortality rates for active members, retirees, and beneficiaries were based on the gender distinct Pub-2010 Mortality Table 2019 Municipal Retirees of Texas mortality tables. The rates are projected on a fully generational basis by scale BB to account for future mortality improvements. For disabled annuitants, the mortality tables for healthy retirees is used with a 4 year set-forward for males and a 3 year set-forward for females. In addition, a 3.5% and 3% minimum mortality rate will be applied to reflect the impairment for younger members who become disabled for males and females, respectively.

Actuarial assumptions used in the December 31, 2021 valuation were based on the results of actuarial experience studies performed for the 2019 actuarial valuation. This experience study was for the period December 31, 2014 through December 31, 2018. Healthy postretirement mortality rates and annuity purchase rates were updated based on a Mortality Experience Investigation Study covering 2009 through 2011, and dated December 31, 2013. Assumptions are reviewed annually. No additional changes were made for the 2021 valuation.

The long-term expected rate of return on pension plan investments is 6.75%. The pension plan's policy in regard to the allocation of invested assets is established and may be amended by the TMRS Board of Trustees. 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.

This rate was determined using a building-block method in which best estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighing the expected future real rates of return by the target asset allocation percentage and by adding expected inflation.

The target allocation and best estimates of arithmetic real rates of return for each major asset class are summarized in the following table:

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

CITY OF SAN ANGELO, TEXAS

Notes to the Basic Financial Statements

For the Year Ended September 30, 2022

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.

Changes in the Net Pension Liability

	<u>SCHEDULE OF CHANGES IN NET PENSION LIABILITY</u>		
	Increase (Decrease)		
	Total Pension Liability (a)	Plan Net Position (b)	Net Pension Liability (a) - (b)
Balances Beginning of Year	<u>\$258,839,922</u>	<u>\$225,522,330</u>	<u>\$ 33,317,592</u>
Changes for the Year:			
Service cost	\$ 5,732,115	\$ -0-	\$ 5,732,115
Interest expense	17,203,691	-0-	17,203,691
Difference between expected and actual experience	1,638,688	-0-	1,638,688
Contributions - City	-0-	6,535,722	(6,535,722)
Contributions - Members	-0-	2,639,790	(2,639,790)
Net investment income	-0-	29,372,252	(29,372,252)
Benefits paid	(13,672,958)	(13,672,958)	-0-
Plan administrative expenses	-0-	(136,033)	136,033
Other Charges	-0-	931	(931)
Net Changes	<u>\$ 10,901,536</u>	<u>\$ 24,739,704</u>	<u>(\$ 13,838,168)</u>
Balances End of Year	<u>\$269,741,458</u>	<u>\$250,262,034</u>	<u>\$ 19,479,424</u>

Sensitivity of the Net Pension Liability to Changes in the Discount Rate

The following presents the net pension liability 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:

	<u>1% Decrease (5.75%)</u>	<u>Current Discount Rate (6.75%)</u>	<u>1% Increase (7.75%)</u>
Net Pension Liability	\$ 55,671,608	\$ 19,479,424	\$ 4,601,869

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 at www.tmrs.com.

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

For the year ended September 30, 2022, the City recognized pension expense of \$368,857. At September 30, 2022, the City reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

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CITY OF SAN ANGELO, TEXAS

Notes to the Basic Financial Statements

For the Year Ended September 30, 2022

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences Between Expected and Actual Experience	\$ 1,212,543	\$ 553,884
Changes of Assumptions	147,578	-0-
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	-0-	15,106,757
Changes in Proportion and Differences Between City Contributions and Proportionate Share of Contributions	715,060	572,859
City Contributions Subsequent to the Measurement Date	5,280,324	-0-
Total	\$ 7,355,505	\$ 16,233,500

The \$5,280,324 reported as deferred outflows of resources related to pensions resulting from City contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ended September 30, 2023. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year Ended September 30:		
2023	(\$	2,256,855)
2024	(6,120,164)
2025	(2,951,401)
2026	(2,829,899)
	(\$	<u>14,158,319</u>)

VI.C. Other Post-Employment Benefits

Plan Description

In addition to the pension benefits discussed above, the City of San Angelo offers its retirees and their dependents medical and prescription drug coverage for life. The pre-65 retirees can choose from among the three actives plans – the high, medium, or low plan. The post-65 retirees are offered a fully insured Medicare supplement plan with Hartford. The plan was frozen as of January 1, 2000 and only employees hired before then are allowed to participate in the plan and receive the City’s subsidy. Thus, the group is closed at this time, and the liability will eventually decrease to zero. The plan is not accounted for as a trust fund, as an irrevocable trust has not been established to account for the plan. The plan does not issue a separate financial report.

For the pre-65 retirees, in theory, contributions are such that the City subsidizes the same amount toward coverage regardless of the tier or plan the retiree has chosen. In practice, however, the dependents are actuarially more costly than assumed. Consequently, though the intent of the City is that the dependents pay their full cost, in reality, some of that cost is subsidized by the City and thus generates a liability. This is not true with the post-65 retirees. Their cost is priced appropriately so the dependents do pay full cost, are not subsidized and therefore, there is no GASB liability for them. The Plan is a single-employer defined benefit OPEB plan administered by the City.

Benefits Provided

The Plan covers all current retirees of the City and provides for employee and dependent healthcare coverage from the date of retirement to age 65, provided the participant was covered by the Plan before retiring and hired before January 1, 2000. The City provides postretirement medical and pharmacy benefits through the

CITY OF SAN ANGELO, TEXAS

Notes to the Basic Financial Statements

For the Year Ended September 30, 2022

Plan until age 65 if the retiree and spouse pay the full active premium. Participants can elect to enroll in a post-65 Medicare plan. The Council has the authority to amend plan benefits.

Employees Covered by Benefit Terms

As of September 30, 2022, the following employees were covered by the benefit terms:

Active Employees	88
Inactives or Beneficiaries Currently Receiving Benefit Payments	513
Total	<u>601</u>

Total OPEB Liability

The City's total OPEB liability of \$65,586,194 was measured as of September 30, 2022 and was determined by an actuarial valuation as of September 30, 2022.

Actuarial Assumptions

The total OPEB liability was determined based on an actuarial valuation prepared as of September 30, 2022 using the following actuarial assumptions:

- Actuarial Cost Method - Entry Age Normal Level Percentage of Salary
- Inflation - 2.50%
- Salary Scale - 3.00%
- Discount Rate - 4.40%, based on September 30, 2022 published Fidelity Municipal GO AA 20-year bond index
- Retirement Age - Retirement rates are as shown below and they are based on the City's actual retirement experience:

Age	Retirement Rates
40 - 44	1.5%
45 - 49	2.5%
50 - 54	5.5%
55	12.0%
56 - 58	7.5%
59	10.0%
60	20.0%
61	10.0%
62	40.0%
63 - 64	25.0%
65	50.0%
66 - 69	25.0%
70+	100.0%

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CITY OF SAN ANGELO, TEXAS

Notes to the Basic Financial Statements

For the Year Ended September 30, 2022

- Withdraw (Termination) Rates –

Age	Male	Female
0	0.496460	0.511404
1	0.315477	0.360307
2	0.249060	0.313816
3	0.215852	0.275627
4	0.190946	0.240758
5	0.167701	0.205890
6	0.149436	0.172682
7	0.129511	0.141134
8	0.109587	0.116228
9	0.092983	0.096303
10	0.079699	0.083020
11	0.066416	0.071397
12	0.056454	0.063095
13	0.048152	0.054793
14	0.039850	0.046491
15	0.036529	0.038189
16	0.033208	0.029887
17	0.029887	0.026566
18	0.028227	0.021585
19	0.028227	0.019925
20+	0.000000	0.000000

- Healthcare cost trend rates –

Year	Pre-65	Post-65
2020-2021	7.63%	5.40%
2021-2022	7.63%	5.40%
2022-2023	7.63%	5.40%
2023-2024	7.63%	5.40%
2024-2025	7.27%	5.41%
2025-2026	6.92%	5.43%
2026-2027	6.56%	5.44%
2027-2028	6.20%	5.46%
2028-2029	5.84%	5.47%
2029-2030	5.49%	5.49%
Ultimate	4.44%	4.44%

- Married – 25%; with females assumed age to be three years younger
- Average per capita claim cost – Range from age 40 of \$4,432 to age 80 of \$4,844
- Mortality Rates – PUB-2010 General Table projected using MP-2021
- Coverage – 95% of all retirees who currently have healthcare coverage will continue with coverage.

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CITY OF SAN ANGELO, TEXAS

Notes to the Basic Financial Statements

For the Year Ended September 30, 2022

Changes in Total OPEB Liability

The following table reports the components of changes in total OPEB liability:

	Total OPEB Liability (a)
Balances, Beginning of Year	\$ 96,840,202
Changes for the Year:	
Service Cost	\$ 887,197
Interest Expense	2,319,255
Difference Between Expected and Actual Experience	(3,363,770)
Changes of Assumptions	(28,462,618)
Benefits Paid	(2,634,071)
Net Changes	(\$ 31,254,007)
Balances, End of Year	\$ 65,586,195

Sensitivity of the Total OPEB Liability (Asset) to Changes in the Discount Rate

The following presents the total OPEB liability of the employer calculated using the discount rate of 4.40%, as well as what the Plan's total OPEB liability would be if it were calculated using a discount rate that is 1-percentage point lower (3.40%) or 1-percentage-point higher (5.40%) than the current rate:

	1% Decrease (3.40%)	Current Discount Rate (4.40%)	1% Increase (5.40%)
Employers' Total OPEB Liability	\$ 75,304,928	\$ 65,586,194	\$ 57,724,646

Sensitivity of the Total OPEB Liability (Asset) to Changes in the Healthcare Cost Trend Rate

The following presents the total OPEB liability (asset) of the employer calculated using the healthcare cost trend rate of 8.0% to 4.5%, as well as what the Plan's total OPEB liability (asset) would be if it were calculated using a healthcare cost trend rate that is 1-percentage point lower (7.0% to 3.5%) or 1-percentage-point higher (9.0% to 5.5%) than the current rate:

	1% Decrease (7.0% to 3.5%)	Healthcare Cost Trend Rates (8.0% to 4.5%)	1% Increase (9.0% to 5.5%)
Employers' Total OPEB Liability	\$ 57,773,287	\$ 65,586,194	\$ 75,104,027

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

For the year ended September 30, 2022, the City recognized negative OPEB expense of \$3,158,827. At September 30, 2022, the City reported deferred outflows and deferred inflows related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences Between Expected and Actual Experience	\$ -0-	\$ 2,691,015
Changes of Assumptions	-0-	22,770,096
Changes in Proportion	386,913	386,913
Total	\$ 386,913	\$ 25,848,024

CITY OF SAN ANGELO, TEXAS

Notes to the Basic Financial Statements

For the Year Ended September 30, 2022

Amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in OPEB expense as follows:

Year Ended September 30:		
2023	(\$	6,365,278)
2024	(6,365,278)
2025	(6,365,278)
2026	(6,365,277)
	(\$	<u>25,461,111</u>)

VI.D. Part-Time, Seasonal, and Temporary Employees Alternatives to Social Security

Starting May 1, 2007, employees not eligible to participate in TMRS began participating in an alternative to Social Security. Under the Part-Time Alternative Retirement System (PARS), City part-time staff no longer contribute 6.2% of their salary to Social Security. Rather, they contribute 6.2% of their salary into PARS. The City contributes 1.3% of the employee's salary to that same PARS. The employee's PARS deduction is pre-tax and the contributions are kept in a trust that can either be paid out (with tax penalty) when the employee's employment with the City ends, or rolled into an individual retirement account (IRA). The City's contributions to the PARS accounts in the current year were \$8,874.

VII. TAX ABATEMENTS

As of September 30, 2022, the City provides tax abatements through two programs subject to the requirements of GASB Statement No. 77: the abatements awarded through the City of San Angelo Development Corporation (COSADC) and those awarded through the Tax Increment Reinvestment Zone (TIRZ).

The COSADC awards property tax abatements as part of incentive agreements which are agreed upon and adopted first by the COSADC board and then through ratification by the City Council. The purpose of these abatements is to encourage the growth and/or expansion of eligible entities that commit to make certain capital investments, to create a certain number of jobs, and/or to maintain those employment levels depending on the terms of the agreement. The amount and length of the abatements vary by agreement. If the recipient entity does not conform to the terms of the agreement, the abated taxes must be returned to the COSADC.

The TIRZ also awards property tax abatements as part of incentive agreements which are agreed upon and adopted first by the TIRZ board and then through ratification by the City Council. The purpose of these abatements is to encourage the growth and/or expansion of eligible entities that commit to make certain capital investments depending on the terms of the agreement. The amounts and lengths of the abatements vary by agreement. If the recipient entity does not conform to the terms of the agreement, the abated taxes must be returned to the TIRZ.

There was no tax abated as of September 30, 2022.

VIII. SUBSEQUENT EVENTS

The following events occurred after the fiscal year end and are disclosed for reporting purposes:

- The City's water system awarded a contract to Freese and Nichols, Inc., in the amount of \$1,092,570 for the initial service line inventory development as part of Phase 2 of the Lead and Copper Rule Revision Compliance (LCRR) Program. The US Environmental Protection Agency (EPA) released the LCRR in January 2021, with a compliance date of October 16, 2024. The purpose of the LCRR is to set new standards to reduce the levels of lead and copper in drinking water. Phase 2 is a year-long project that will allow the City to continue on the path to compliance with the LCRR and to develop an implementation schedule to meet the deadlines for the LCRR.

CITY OF SAN ANGELO, TEXAS

Notes to the Basic Financial Statements

For the Year Ended September 30, 2022

- The City's water system awarded a contract to Core & Main for Neptune Meter Infrastructure upgrades in the amount of \$380,908 for collector replacement and installation, authorizing the initial purchase of \$1,500,000 for register replacement and \$800,000 for meter replacement for a total cost of \$2,680,980 for the first fiscal year of the project, using \$1,930,981 of the Water Fund's fund balance. The estimate and budget to replace the existing R450 registers with R900 registers is \$1,500,000 annually for five years. The estimate and budget to replace all water meters in the system is \$800,000 annually for ten years.
- The City's sewer system issued debt in the amount of \$44,233,920 to complete upgrades in the Lake Nasworthy area of the City. Economic development is stymied at San Angelo Regional Airport and around Nasworthy because the current wastewater system is operating at its capacity. More importantly, the current system relies upon a single, uncased pipeline that crosses the lake. Should that pipeline ever fail, sewage could not be moved, it might seep into the lake, or both. That represents a risk to the community. The new system will install two cased mains to move wastewater. This system would provide a failsafe that would allow for uninterrupted service should one of the lines fail or require maintenance, and because they would be cased, there would be a minimized threat of sewage leaking into the environment.
- The City's sewer system awarded a contract for the South Concho A Lift Station to Austin Engineering Company, Inc. in the amount of \$5,330,900. The South Concho A Lift Station project includes a new 2,000 gallons per minute (GPM) wastewater lift station near South Concho Drive. Two pumps will be initially installed, with space to add a third pump. The lift station will also include a backup emergency generator.
- The City issued a short-term tax note, Texas Tax Notes, 2023, for improvements at the Animal Shelter and a traffic signal at Twin Mountain Lane and Knickerbocker Road. The total amount of the short-term note is \$1,995,000. The note will be paid in the fiscal year ended September 30, 2023 using a portion of the Debt Service Fund's fund balance and existing capacity within the Debt Service Fund's budget.
- The City received notice that it will be awarded approximately \$1,400,000 in opioid settlement funds resulting from a lawsuit brought by the State of Texas against opioid manufacturers and distributors. The State has reached final agreements with eleven companies to resolve legal claims for their role in the opioid crisis. Four agreements are with opioid manufacturers Johnson & Johnson, Endo, Teva, and Allergan. There is a separate agreement with three major pharmaceutical distributors: AmerisourceBergen, Cardinal Health, and McKesson, as well as a settlement reached through bankruptcy with Mallinckrodt, a manufacturer and distributor. Finally, there are three separate settlements with pharmacies: CVS, Walgreens, and Walmart. The City will receive these funds over a number of years and will use them in accordance with established guidelines.
- The City will purchase 117.604 acres of land at and around the airport at a price of \$2,356,080. This purchase will be funded from the General Fund's fund balance. The FAA supports the land purchase and, in the future, may reimburse the City using Airport Improvement Program (AIP) grant funds.

Required Supplementary Information

CITY OF SAN ANGELO, TEXAS

Budgetary Comparison Schedule - General Fund

For the Year Ended September 30, 2022

	Budgeted Amounts		Actual Amounts			Variance With Final Budget - Positive (Negative)
	Original	Final	Modified Accrual	Adjustments	Budget Basis	
REVENUES						
Taxes:						
Property	\$ 36,947,269	\$ 36,622,943	\$ 38,457,419	\$ 69,904	\$ 38,527,323	\$ 1,904,380
Sales	20,371,495	20,371,495	22,744,177	(113,965)	22,630,212	2,258,717
Franchise	4,039,000	4,039,000	4,191,240	-0-	4,191,240	152,240
Mixed Drink	423,048	423,048	443,712	-0-	443,712	20,664
Bingo	38,112	38,112	35,716	-0-	35,716	(2,396)
Licenses and Permits	1,133,974	1,133,974	1,245,143	-0-	1,245,143	111,169
Intergovernmental	754,725	1,603,524	1,504,725	-0-	1,504,725	(98,799)
Charges for Services	7,034,198	8,833,411	7,565,332	-0-	7,565,332	(1,268,079)
Rental Income	-0-	-0-	219,143	-0-	219,143	219,143
Fines and Forfeitures	2,739,700	2,773,900	2,189,668	-0-	2,189,668	(584,232)
Investment Income:						
Interest	108,281	108,281	256,363	-0-	256,363	148,082
Change in Fair Value of Investments	-0-	-0-	(1,287,221)	-0-	(1,287,221)	(1,287,221)
Miscellaneous:						
Gifts and Contributions	55,050	55,050	49,009	-0-	49,009	(6,041)
Other Miscellaneous	861,236	1,101,098	1,050,956	-0-	1,050,956	(50,142)
Total Revenues	\$ 74,506,088	\$ 77,103,836	\$ 78,665,382	(\$ 44,061)	\$ 78,621,321	\$ 1,517,485
EXPENDITURES						
Current:						
General Government:						
City Council	\$ 188,635	\$ 188,635	\$ 125,710	\$ -0-	\$ 125,710	\$ 62,925
City Manager	853,056	853,056	850,654	-0-	850,654	2,402
Legal	1,271,690	1,459,719	1,282,543	-0-	1,282,543	177,176
Communications	190,147	190,147	187,815	-0-	187,815	2,332
Construction Management	551,559	551,559	576,565	-0-	576,565	(25,006)
Finance	2,659,828	2,767,411	2,706,228	-0-	2,706,228	61,183
Information Technology	777,078	799,525	731,694	-0-	731,694	67,831
Purchasing	235,139	235,139	225,309	-0-	225,309	9,830
Personnel	2,813,118	2,806,605	2,495,945	-0-	2,495,945	310,660
Non-Departmental	2,601,700	2,283,648	1,881,998	-0-	1,881,998	401,650
Total General Government	\$ 12,141,950	\$ 12,135,444	\$ 11,064,461	\$ -0-	\$ 11,064,461	\$ 1,070,983
Public Safety:						
Municipal Court	\$ 2,567,316	\$ 3,827,211	\$ 2,329,969	\$ -0-	\$ 2,329,969	\$ 1,497,242
Police	20,724,562	20,950,055	21,048,386	-0-	21,048,386	(98,331)
Fire	20,234,815	20,820,710	20,296,110	-0-	20,296,110	524,600
Dispatch	1,353,636	1,382,729	1,389,885	-0-	1,389,885	(7,156)
School Crossing Guards	435	435	-0-	-0-	-0-	435
Total Public Safety	\$ 44,880,764	\$ 46,981,140	\$ 45,064,350	\$ -0-	\$ 45,064,350	\$ 1,916,790
Public Works and Transportation:						
Public Works	\$ 256,769	\$ 267,906	\$ 271,784	\$ -0-	\$ 271,784	(\$ 3,878)
Signal Control	880,288	1,221,902	1,162,406	-0-	1,162,406	59,496
Streets and Bridges	7,484,499	12,487,491	10,327,307	-0-	10,327,307	2,160,184
Planning and Zoning	2,597,771	2,556,642	2,294,157	-0-	2,294,157	262,485
Permits and Inspections	992,236	993,757	985,536	-0-	985,536	8,221
Total Public Works and Transportation	\$ 12,211,563	\$ 17,527,698	\$ 15,041,190	\$ -0-	\$ 15,041,190	\$ 2,486,508

CITY OF SAN ANGELO, TEXAS

Budgetary Comparison Schedule - General Fund

For the Year Ended September 30, 2022

	Budgeted Amounts		Actual Amounts			Variance With Final Budget - Positive (Negative)
	Original	Final	Modified Accrual	Adjustments	Budget Basis	
Public Facilities:						
City Hall	\$ 583,693	\$ 739,185	\$ 660,042	\$ -0-	\$ 660,042	\$ 79,143
Fairmount Cemetery	479,712	565,194	436,580	-0-	436,580	128,614
Total Public Facilities	\$ 1,063,405	\$ 1,304,379	\$ 1,096,622	\$ -0-	\$ 1,096,622	\$ 207,757
Health and Human Services:						
Health Department	\$ 282,634	\$ 277,867	\$ 260,615	\$ -0-	\$ 260,615	\$ 17,252
Animal Control	909,427	1,078,075	1,068,304	-0-	1,068,304	9,771
Code Compliance	695,227	728,751	664,178	-0-	664,178	64,573
Social Services	-0-	-0-	-0-	-0-	-0-	-0-
Total Health and Human Services	\$ 1,887,288	\$ 2,084,693	\$ 1,993,097	\$ -0-	\$ 1,993,097	\$ 91,596
Culture, Parks and Recreation:						
Parks	\$ 5,094,941	\$ 5,113,729	\$ 4,950,863	\$ -0-	\$ 4,950,863	\$ 162,866
Recreation	1,034,624	1,063,501	936,197	-0-	936,197	127,304
Swimming Pool	121,812	431,107	391,256	-0-	391,256	39,851
Fort Concho Museum	1,029,559	1,572,146	1,316,768	-0-	1,316,768	255,378
Total Culture, Parks and Recreation	\$ 7,280,936	\$ 8,180,483	\$ 7,595,084	\$ -0-	\$ 7,595,084	\$ 585,399
Total Current Expenditures	\$ 79,465,906	\$ 88,213,837	\$ 81,854,804	\$ -0-	\$ 81,854,804	\$ 6,359,033
Capital Outlay	2,465,745	12,258,487	4,614,188	-0-	4,614,188	7,644,299
Debt Service:						
Principal	-0-	-0-	211,994	-0-	211,994	(211,994)
Interest and Fiscal Charges	-0-	-0-	1,748	-0-	1,748	(1,748)
Total Expenditures	\$ 81,931,651	\$ 100,472,324	\$ 86,682,734	\$ -0-	\$ 86,682,734	\$ 13,789,590
Excess (Deficiency) of Revenues Over (Under) Expenditures	(\$ 7,425,563)	(\$ 23,368,488)	(\$ 8,017,352)	(\$ 44,061)	(\$ 8,061,413)	\$ 15,307,075
OTHER FINANCING SOURCES (USES)						
Transfers In	\$ 8,067,942	\$ 8,194,644	\$ 18,601,118	\$ -0-	\$ 18,601,118	\$ 10,406,474
Bonds Issued	-0-	-0-	-0-	-0-	-0-	-0-
Premium on Bonds Issued	-0-	-0-	-0-	-0-	-0-	-0-
Sale of Capital Assets	1,000	1,000	-0-	-0-	-0-	(1,000)
Lease Financing	-0-	-0-	1,030,532	-0-	1,030,532	1,030,532
Transfers Out	(1,436,688)	(1,842,623)	(2,739,117)	-0-	(2,739,117)	(896,494)
Total Other Financing Sources (Uses)	\$ 6,632,254	\$ 6,353,021	\$ 16,892,533	\$ -0-	\$ 16,892,533	\$ 10,539,512
Net Change in Fund Balance	(\$ 793,309)	(\$ 17,015,467)	\$ 8,875,181	(\$ 44,061)	\$ 8,831,120	\$ 25,846,587
Fund Balance - Beginning	10,541,354	10,541,354	49,177,478	(14,685,564)	10,541,354	-0-
Restatement of Beginning Fund Balance	23,153	23,153	23,153	-0-	23,153	-0-
Fund Balance - Ending	\$ 9,771,198	(\$ 6,450,960)	\$ 58,075,812	(\$ 14,729,625)	\$ 19,395,627	\$ 25,846,587

CITY OF SAN ANGELO, TEXAS

Required Supplementary Information

For the Year Ended September 30, 2022

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 schedules for the General Fund, each major Special Revenue Fund, Capital Project fund, and the Permanent Fund with an annual appropriated budget.

Budgetary Accounting and Control

Prior to the beginning of each fiscal year, the City Manager submits a proposed annual budget to the City Council for the general, special revenue, debt service, permanent, enterprise, and internal service funds. The budgets for the enterprise and internal service funds are for internal management purposes. Public hearings are held to obtain citizen's comments on the proposed budget. The budget is legally enacted prior to October 1 of each year by the adoption of a general appropriations ordinance. Expenditures cannot exceed the total appropriations at the fund total level. Changes in the total budget for a fund can only be made by amendments approved by City Council. Management, without City Council approval, can make changes within and between departments in a fund which does not change the total budget for that fund. Budget amounts shown in the budgetary comparison schedules represent the budget as amended.

Project-length financial plans are adopted for expenditure of grants, contributions, and/or long-term debt proceeds in the Community Development and Home Program special revenue funds and the capital projects funds. The Santa Fe Park Trust permanent fund is not budgeted.

The City utilizes encumbrances accounting under which purchase orders, contracts and other commitments for the expenditure funds are recorded in order to reserve a portion of the applicable appropriation. Encumbered appropriations at year-end are lapsed, and encumbrances to be honored are reappropriated in the following budget year.

Budgetary basis for some funds differs from GAAP in several ways. Governmental funds' budgets do not include certain revenue and expenditure accruals and deferrals. Budgets for the proprietary funds are substantially on a governmental funds modified accrual basis, which differs from the accrual basis required by GAAP. A column for adjustments from GAAP basis to the budgetary basis, where applicable, is provided for the budgetary comparisons.

CITY OF SAN ANGELO, TEXAS

Required Supplementary Information

For the Year Ended September 30, 2022

Texas Municipal Retirement Fund								Last Fiscal Year
Schedule of Changes in Net Pension Liability and Related Ratios								
	2015	2016	2017	2018	2019	2020	2021	2022
Total pension liability								
Service cost	\$ 4,231,932	\$ 4,877,309	\$ 5,329,787	\$ 5,416,244	\$ 5,491,969	\$ 5,632,354	\$ 5,568,830	\$ 5,732,115
Interest	13,765,927	14,190,598	14,439,741	15,033,601	15,606,133	16,052,939	16,688,903	17,203,691
Differences between expected and actual experience	(1,528,383)	253,147	827,202	120,491	(1,489,022)	321,298	(1,356,615)	1,368,688
Changes of assumptions	-	2,707,629	-	-	-	998,992	-	-
Benefit payments, including refunds of member contributions	(10,826,257)	(10,624,607)	(11,486,726)	(12,197,321)	(12,055,161)	(14,064,705)	(13,039,566)	(13,672,958)
Net change in total pension liability	\$ 5,643,219	\$ 11,404,076	\$ 9,110,004	\$ 8,373,015	\$ 7,553,919	\$ 8,940,878	\$ 7,861,552	\$ 10,631,536
Total pension liability - beginning	199,953,259	205,596,478	217,000,554	226,110,558	234,483,573	242,037,492	250,978,370	258,839,922
Total pension liability - ending (a)	\$ 205,596,478	\$ 217,000,554	\$ 226,110,558	\$ 234,483,573	\$ 242,037,492	\$ 250,978,370	\$ 258,839,922	\$ 269,471,458
Plan fiduciary net position								
Contributions - employer	\$ 5,576,688	\$ 5,728,465	\$ 5,856,113	\$ 6,159,661	\$ 6,243,572	\$ 6,389,919	\$ 6,394,140	\$ 6,535,722
Contributions - member	2,132,065	2,265,505	2,399,261	2,442,228	2,481,845	2,561,824	2,567,971	2,639,790
Net investment income	9,503,498	254,398	11,478,572	24,663,190	(5,956,141)	29,282,407	16,192,181	29,372,251
Benefit payments, including refunds of member contributions	(10,826,257)	(10,624,607)	(11,486,726)	(12,197,321)	(12,055,161)	(14,064,705)	(13,039,566)	(13,672,958)
Administrative expense	(99,229)	(154,965)	(129,662)	(127,845)	(115,163)	(165,553)	(104,873)	(136,033)
Other	(8,158)	(7,652)	(6,986)	(6,479)	(6,016)	(4,973)	(4,091)	932
Net change in plan fiduciary net position	\$ 6,278,607	(\$ 2,538,856)	\$ 8,110,572	\$ 20,933,434	(\$ 9,407,064)	\$ 23,998,919	\$ 12,005,762	\$ 24,739,704
Plan fiduciary net position - beginning	166,140,957	172,419,564	169,880,708	177,991,280	198,924,714	189,517,650	213,516,569	225,522,331
Plan fiduciary net position - ending (b)	\$ 172,419,564	\$ 169,880,708	\$ 177,991,280	\$ 198,924,714	\$ 189,517,650	\$ 213,516,569	\$ 225,522,331	\$ 250,262,035
Net pension liability - ending (a) - (b)	\$ 33,176,914	\$ 47,119,846	\$ 48,119,278	\$ 35,558,859	\$ 52,519,842	\$ 37,461,801	\$ 33,317,591	\$ 19,209,423
Plan fiduciary net position as a percentage of the total pension liability	83.86%	78.29%	78.72%	84.84%	78.30%	85.07%	87.13%	92.87%
Covered payroll	\$ 30,458,079	\$ 31,518,849	\$ 34,655,009	\$ 34,745,984	\$ 35,305,734	\$ 36,644,791	\$ 37,965,486	\$ 37,704,242
Net pension liability as a percentage of covered payroll	108.93%	149.50%	138.85%	102.34%	148.76%	102.23%	87.76%	50.95%

Notes to Schedule:

Only the current and prior fiscal years are presented because 10-year data is not yet available.

A change in assumption occurred during fiscal year 2016. This change is a result of a reduction in discount rate from 7.00% to 6.75%. For fiscal year 2020, mortality tables were updated to the Pub-2010

There are no assets accumulated in a trust that meets the criteria of GASB codification P22.101 or P52.101 to pay related benefits for the pension plan.

CITY OF SAN ANGELO, TEXAS

Required Supplementary Information

For the Year Ended September 30, 2022

Texas Municipal Retirement Fund Schedule of Employer Contributions								Last Fiscal Year
	2015	2016	2017	2018	2019	2020	2021	2022
Actuarially determined contribution	\$ 5,688,038	\$ 5,974,012	\$ 6,067,440	\$ 6,215,573	\$ 6,410,024	\$ 6,620,228	\$ 6,543,533	\$ 7,044,120
Contributions in relation to the actuarially determined contribution	<u>5,688,038</u>	<u>5,974,012</u>	<u>6,067,440</u>	<u>6,215,573</u>	<u>6,410,024</u>	<u>6,620,228</u>	<u>6,543,533</u>	<u>7,044,120</u>
Contribution deficiency (excess)	<u>\$ -0-</u>	<u>\$ -0-</u>	<u>\$ -0-</u>	<u>\$ -0-</u>	<u>\$ -0-</u>	<u>\$ -0-</u>	<u>\$ -0-</u>	<u>\$ -0-</u>
Covered payroll	\$ 31,518,849	\$ 34,655,009	\$ 34,745,984	\$ 35,305,734	\$ 36,644,791	\$ 37,965,486	\$ 37,704,242	\$ 41,091,811
Contributions as a percentage of covered payroll	18.05%	17.24%	17.46%	17.60%	17.49%	17.44%	17.35%	17.14%

Only the current and prior fiscal years are presented because 10-year data is not yet available.

Notes to Schedule:

Methods and Assumptions Used to Determine Contribution Rates:

Actuarial Cost Method	Entry Age Normal
Amortization Method	Level Percentage of Payroll, Closed
Remaining Amortization Period	24 years
Contributions	17.33% for Calender Year 2021 17.01% for Calender Year 2022
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 the Public Safety Table used for males and the General Employee table used for females. The rates are projected on a fully generational basis with scale UMP.

There are no assets accumulated in a trust that meets the criteria of GASB codification P22.101 or P52.101 to pay related benefits for the pension plan.

CITY OF SAN ANGELO, TEXAS

Required Supplementary Information

For the Year Ended September 30, 2022

**San Angelo Firemen's Relief and Retirement Fund
Schedule of Changes in Net Pension Liability and Related Ratios**

Last Fiscal Year

	2015	2016	2017	2018	2019	2020	2021	2022
Total pension liability								
Service cost	\$ 2,438,145	\$ 2,002,372	\$ 2,160,559	\$ 2,347,801	\$ 2,298,123	\$ 2,522,010	\$ 2,685,941	\$ 2,804,877
Interest	6,609,094	6,772,296	7,510,752	7,941,043	7,937,118	8,144,609	8,740,499	9,106,398
Changes of benefit terms	-0-	-0-	-0-	473,900	-0-	-0-	-0-	-0-
Differences between expected and actual experience	-0-	3,449,753	-0-	(3,909,779)	-0-	(318,222)	-0-	252,028
Changes of assumptions	-0-	2,215,105	-0-	1,137,592	-0-	(17,460,473)	-0-	-0-
Contributions - buy back	-0-	-0-	-0-	22,656	-0-	-0-	-0-	-0-
Benefit payments, including refunds of member contributions	(4,391,400)	(4,695,087)	(6,039,371)	(6,554,930)	(5,704,822)	(5,817,746)	(6,773,977)	(6,936,548)
Benefit payments, including refunds of member contributions	-0-	-0-	-0-	-0-	-0-	18,250,650	-0-	-0-
Net change in total pension liability	\$ 4,655,839	\$ 9,744,439	\$ 3,631,940	\$ 1,458,283	\$ 4,530,419	\$ 5,320,828	\$ 4,652,463	\$ 5,226,755
Total pension liability - beginning	83,416,973	88,072,812	97,817,251	101,449,191	102,907,474	107,437,893	112,758,721	117,411,184
Total pension liability - ending (a)	<u>\$ 88,072,812</u>	<u>\$ 97,817,251</u>	<u>\$ 101,449,191</u>	<u>\$ 102,907,474</u>	<u>\$ 107,437,893</u>	<u>\$ 112,758,721</u>	<u>\$ 117,411,184</u>	<u>\$ 122,637,939</u>
Plan fiduciary net position								
Contributions - employer	\$ 2,044,568	\$ 2,086,618	\$ 2,239,456	\$ 2,293,931	\$ 2,375,378	\$ 2,460,299	\$ 2,617,702	\$ 2,693,523
Contributions - member	1,432,875	1,462,906	1,590,202	1,755,034	1,934,894	2,126,575	2,366,974	2,466,842
Contributions - buy back	-0-	-0-	-0-	22,656	-0-	-0-	-0-	-0-
Net investment income	3,264,867	(1,262,749)	4,199,126	8,954,582	(3,957,401)	11,785,951	7,520,995	7,871,961
Benefit payments, including refunds of member contributions	(4,391,400)	(4,695,087)	(6,039,371)	(6,554,930)	(5,704,822)	(5,817,746)	(6,773,977)	(6,936,548)
Administrative expense	(62,491)	(48,866)	(55,543)	(59,338)	(56,020)	(85,077)	(83,876)	(71,630)
	-0-	-0-	-0-	-0-	-0-	-0-	472	91,024
Net change in plan fiduciary net position	\$ 2,288,419	(\$ 2,457,178)	\$ 1,933,870	\$ 6,411,935	(\$ 5,407,971)	\$ 10,470,002	\$ 5,648,290	\$ 6,115,172
Plan fiduciary net position - beginning	58,441,691	60,730,110	58,272,932	60,206,802	66,618,737	61,210,766	71,680,768	77,329,058
Plan fiduciary net position - ending (b)	<u>\$ 60,730,110</u>	<u>\$ 58,272,932</u>	<u>\$ 60,206,802</u>	<u>\$ 66,618,737</u>	<u>\$ 61,210,766</u>	<u>\$ 71,680,768</u>	<u>\$ 77,329,058</u>	<u>\$ 83,444,230</u>
Net pension liability - ending (a) - (b)	<u>\$ 27,342,702</u>	<u>\$ 39,544,319</u>	<u>\$ 41,242,389</u>	<u>\$ 36,288,737</u>	<u>\$ 46,227,127</u>	<u>\$ 41,077,953</u>	<u>\$ 40,082,126</u>	<u>\$ 39,193,709</u>
Plan fiduciary net position as a percentage of the total pension liability	68.95%	59.57%	59.35%	64.74%	56.97%	63.57%	65.86%	68.04%
Covered payroll	\$ 10,090,669	\$ 10,246,197	\$ 10,965,035	\$ 10,754,438	\$ 11,682,741	\$ 12,007,512	\$ 12,761,557	\$ 13,209,163
Net pension liability as a percentage of covered payroll	270.97%	385.94%	376.13%	337.43%	395.69%	342.10%	314.08%	296.72%

Notes to Schedule:

Only the current and prior fiscal years are presented because 10-year data is not yet available.

There are no assets accumulated in a trust that meets the criteria of GASB codification P22.101 or P52.101 to pay related benefits for the pension plan.

CITY OF SAN ANGELO, TEXAS

Required Supplementary Information

For the Year Ended September 30, 2022

**San Angelo Firemen's Relief and Retirement Fund
Schedule of Employer Contributions**

Last Fiscal Year

	2015	2016	2017	2018	2019	2020	2021	2022
Actuarially determined contribution	\$ 2,075,551	\$ 2,219,315	\$ 2,173,090	\$ 2,360,039	\$ 2,425,374	\$ 2,577,835	\$ 2,668,251	\$ 2,806,222
Contributions in relation to the actuarially determined contribution	2,075,551	2,219,315	2,173,090	2,360,039	2,425,374	2,577,835	2,668,251	2,806,222
Contribution deficiency (excess)	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ -0-
Covered payroll	\$ 10,246,197	\$ 10,965,035	\$ 10,754,438	\$ 11,682,741	\$ 12,007,512	\$ 12,761,557	\$ 13,209,163	\$ 13,889,951
Contributions as a percentage of covered payroll	20.26%	20.24%	20.21%	20.20%	20.20%	20.20%	20.20%	20.20%

Only the current and prior fiscal years are presented because 10-year data is not yet available.

Notes to Schedule:

Methods and Assumptions Used to Determine Contribution Rates:

Actuarial Cost Method	Entry Age Normal
Amortization Method	Open period, level percentage of projected payroll
Retirement Rate	Based on age, average age of 54.9 years
Contributions	20.20% -Firefighters hired on or after May 1, 1986 21.65% -Firefighters hired before May 1, 1986
Asset Valuation Method	5 Year smoothed market
Inflation	2.50%
Salary Increases	Graduated scale based on firefighter age
Investment Rate of Return	7.80%
Projected Payroll Growth	3.50%
Mortality	PubS-2010 Mortality Table. The mortality rates for all participants are sex distinct with mortality improvement projected 5 years beyond the valuation date using the MP-2019 and a base year of 2010.

There are no assets accumulated in a trust that meets the criteria of GASB codification P22.101 or P52.101 to pay related benefits for the pension plan.

CITY OF SAN ANGELO, TEXAS

Required Supplementary Information

For the Year Ended September 30, 2022

**Other Postemployment Benefit
Schedule of Changes in Total OPEB Liability and Related Ratios**

Last 10 Fiscal Years

	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>
Total OPEB liability					
Service cost	\$ 989,000	\$ 840,187	\$ 872,366	\$ 887,195	\$ 887,195
Interest	3,817,000	3,436,621	3,510,000	2,290,702	2,319,255
Differences between expected and actual experience	-0-	-0-	(31,101,284)	-0-	(3,363,770)
Change in assumptions	(20,271,000)	-0-	34,235,604	-0-	(28,462,618)
Benefit payments, including refunds of member contributions	(2,768,626)	(3,044,808)	(3,537,612)	(2,775,143)	(2,634,071)
Net change in total OPEB liability	<u>(\$ 18,233,626)</u>	<u>\$ 1,232,000</u>	<u>\$ 3,979,074</u>	<u>\$ 402,754</u>	<u>(\$ 31,254,009)</u>
Total OPEB liability - beginning	<u>109,460,000</u>	<u>91,226,374</u>	<u>92,458,374</u>	<u>96,437,448</u>	<u>96,840,202</u>
Total OPEB liability - ending	<u>\$ 91,226,374</u>	<u>\$ 92,458,374</u>	<u>\$ 96,437,448</u>	<u>\$ 96,840,202</u>	<u>\$ 65,586,193</u>
Covered employee payroll	\$ 47,961,000	\$ 49,234,000	\$ 50,287,000	\$ 51,269,000	\$ 56,221,356
Net OPEB liability as a percentage of covered employee payroll	190.21%	187.79%	191.77%	188.89%	116.66%

Notes to Schedule:

Only the current and prior years are presented because 10-year data is not yet available.

There are no assets accumulated in a trust that meets the criteria of GASB codification P22.101 or P52.101 to pay related benefits for the post employment plan.

CITY OF SAN ANGELO, TEXAS

General Fund Descriptions

For the Year Ended September 30, 2022

GENERAL FUND

To account for all financial resources not legally or administratively required to be reported in another fund. It is always a major governmental fund.

Under GASB Statement 54, certain funds no longer meet the definition to be presented as special revenue funds. Those funds became accounts of the general fund for reporting purposes.

The General Fund contains the following subfund accounts:

Texas Sports Complex Subfund – To account for the revenue and expenses associated with the City's sports complex.

Civic Events Subfund – To account for the expenditure of a designated portion of the motel tax and rental and concessions generated by the coliseum and fairgrounds, city auditorium, and convention center.

Equipment Replacement Subfund – To account for the purchase of capital equipment for the general fund.

General Capital Projects Subfund – To account for large capital projects in the general fund.

Fort Concho Museum Subfund – To account for the operation of Fort Concho as a museum.

Fairmount Cemetery Subfund – To account for funds received from cemetery lot sales and care and for contributions from a trust.

Payroll Subfund – To process payroll and benefits for the entire City.

Restricted Funds Subfund – To account for the receipt and expenditure of funds restricted by law. This fund was created to ensure full transparency of activity specifically restricted by law, such as Municipal Court fines, crossing guards license registration fees, police seizure proceeds, and other similar activities.

CITY OF SAN ANGELO, TEXAS

Combining Balance Sheet - General Fund Accounts

For the Year Ended September 30, 2022

	General	Texas Sports Complex	Civic Events	Equipment Replacement	General Capital Projects	Fort Concho	Fairmount Cemetery	Street Infrastructure	Restricted Funds	Total General Fund
ASSETS										
Cash and Cash Equivalents	\$ 16,197,631	\$ 697,671	\$ 615,494	\$ 1,750,645	\$ 2,945,288	\$ 759,942	\$ 191,861	\$ 340,291	\$ 50,000	\$ 23,548,823
Investments	21,835,489	-0-	933,930	-0-	1,902,520	125	-0-	-0-	2,042,187	26,714,251
Receivables:										
Accrued Interest	32,680	812	1,871	1,130	1,921	749	24	97	583	39,867
Property Taxes	1,269,806	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	1,269,806
Accounts	6,732,896	-0-	-0-	1,382	56,885	-0-	35,528	-0-	-0-	6,826,691
Less: Allowance for Uncollectibles	(1,168,734)	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	(1,168,734)
Leases	220,545	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	220,545
Due from Other Governments	3,960,718	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	3,960,718
Due from Other Funds (Interfund)	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-
Due from Other Funds	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-
Inventories	19,915	-0-	-0-	-0-	-0-	17,389	-0-	-0-	-0-	37,304
Prepays	6,018	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	6,018
Total Assets	\$ 49,106,964	\$ 698,483	\$ 1,551,295	\$ 1,753,157	\$ 4,906,614	\$ 778,205	\$ 227,413	\$ 340,388	\$ 2,092,770	\$ 61,455,289
DEFERRED OUTFLOWS OF RESOURCES										
Deferred Charges	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ -0-
Total Deferred Outflows of Resources	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ -0-
LIABILITIES										
Current Liabilities:										
Accounts Payable	\$ 1,436,786	\$ -0-	\$ 27,723	\$ 58,182	\$ 108,254	\$ 115,465	\$ 56,660	\$ -0-	\$ 9,537	\$ 1,812,607
Deposits	215,379	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	215,379
Due to Other Funds	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-
Due to Other Funds (Interfund)	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-
Due to Other Governments	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-
Unearned Revenue	-0-	41,250	-0-	-0-	-0-	-0-	-0-	-0-	-0-	41,250
Arbitrage Rebates Payable	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-
Total Liabilities	\$ 1,652,165	\$ 41,250	\$ 27,723	\$ 58,182	\$ 108,254	\$ 115,465	\$ 56,660	\$ -0-	\$ 9,537	\$ 2,069,236
DEFERRED INFLOWS OF RESOURCES										
Unavailable Revenue - Property Taxes	\$ 1,251,905	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ 1,251,905
Deferred Revenues	-0-	-0-	-0-	-0-	55,971	2,365	-0-	-0-	-0-	58,336
Total Deferred Inflows of Resources	\$ 1,251,905	\$ -0-	\$ -0-	\$ -0-	\$ 55,971	\$ 2,365	\$ -0-	\$ -0-	\$ -0-	\$ 1,310,241
FUND BALANCES										
Nonspendable	\$ 25,933	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ 17,389	\$ -0-	\$ -0-	\$ -0-	\$ 43,322
Restricted	145,228	152,046	-0-	-0-	-0-	-0-	-0-	339,010	2,373,753	3,010,037
Committed	13,620	-0-	13,710	-0-	-0-	-0-	106,142	-0-	470	133,942
Unassigned	46,018,113	505,187	1,509,862	1,694,975	4,742,389	642,986	64,611	1,378	(290,990)	54,888,511
Total Fund Balances	\$ 46,202,894	\$ 657,233	\$ 1,523,572	\$ 1,694,975	\$ 4,742,389	\$ 660,375	\$ 170,753	\$ 340,388	\$ 2,083,233	\$ 58,075,812

CITY OF SAN ANGELO, TEXAS

Combining Schedule of Revenues, Expenditures, and Changes in Fund Balance - General Fund Accounts

For the Year Ended September 30, 2022

	General	Texas Sports Complex	Civic Events	Equipment Replacement	General Capital Projects	Fort Concho Museum	Fairmount Cemetery	Street Infrastructure	Restricted Funds	Total General Fund
REVENUES										
Taxes:										
Property	\$ 38,118,408	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ 339,011	\$ -0-	\$ 38,457,419
Sales	22,744,177	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	22,744,177
Franchise	3,981,744	-0-	-0-	-0-	-0-	-0-	-0-	-0-	209,496	4,191,240
Mixed Drink	443,712	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	443,712
Bingo	35,716	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	35,716
Licenses and Permits	1,245,143	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	1,245,143
Intergovernmental	754,725	-0-	-0-	-0-	750,000	-0-	-0-	-0-	-0-	1,504,725
Charges for Services	6,011,301	119,148	552,674	100,142	-0-	343,457	303,967	-0-	134,643	7,565,332
Rental Income	219,143	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	219,143
Fines and Forfeitures	1,875,347	-0-	-0-	-0-	-0-	-0-	-0-	-0-	314,321	2,189,668
Investment Income:										
Interest	192,967	3,764	10,229	6,508	24,348	6,141	3,399	1,280	7,727	256,363
Change in Fair Value of Investments	(1,052,139)	-0-	(45,001)	-0-	(91,673)	(6)	-0-	-0-	(98,402)	(1,287,221)
Miscellaneous:										
Gifts and Contributions	-0-	-0-	-0-	-0-	-0-	5,969	43,040	-0-	-0-	49,009
Other Miscellaneous	826,601	25,253	24,331	173,587	1	1,183	-0-	-0-	-0-	1,050,956
Total Revenues	\$ 75,396,845	\$ 148,165	\$ 542,233	\$ 280,237	\$ 682,676	\$ 356,744	\$ 350,406	\$ 340,291	\$ 567,785	\$ 78,665,382
EXPENDITURES										
Current:										
General Government	\$ 9,818,164	\$ -0-	\$ 1,184,771	\$ -0-	\$ 61,526	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ 11,064,461
Public Safety	44,778,963	-0-	-0-	-0-	-0-	-0-	-0-	-0-	285,387	45,064,350
Public Works and Transportation	15,041,190	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	15,041,190
Public Facilities	660,042	-0-	-0-	-0-	-0-	-0-	436,580	-0-	-0-	1,096,622
Health and Human Services	1,869,887	-0-	-0-	5,873	-0-	-0-	-0-	-0-	117,337	1,993,097
Culture, Parks and Recreation	5,319,769	878,078	-0-	-0-	-0-	1,397,237	-0-	-0-	-0-	7,595,084
Total Current Expenditures	\$ 77,488,015	\$ 878,078	\$ 1,184,771	\$ 5,873	\$ 61,526	\$ 1,397,237	\$ 436,580	\$ -0-	\$ 402,724	\$ 81,854,804
Capital Outlay	1,268,926	61,595	72,267	2,070,053	1,105,024	-0-	-0-	-0-	36,323	4,614,188
Debt Service:										
Principal	211,994	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	211,994
Interest and Fiscal Charges	1,748	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	1,748
Total Expenditures	\$ 78,970,683	\$ 939,673	\$ 1,257,038	\$ 2,075,926	\$ 1,166,550	\$ 1,397,237	\$ 436,580	\$ -0-	\$ 439,047	\$ 86,682,734
Excess (Deficiency) of Revenues Over (Under) Expenditures	(\$ 3,573,838)	(\$ 791,508)	(\$ 714,805)	(\$ 1,795,689)	(\$ 483,874)	(\$ 1,040,493)	(\$ 86,174)	\$ 340,291	\$ 128,738	(\$ 8,017,352)
OTHER FINANCING SOURCES (USES)										
Transfers In	\$ 15,076,016	\$ 64,150	\$ 1,134,752	\$ -0-	\$ -0-	\$ 520,311	\$ 7,796	\$ 97	\$ 1,797,996	\$ 18,601,118
Transfer In (Interfund)	2,836,388	734,043	-0-	1,940,440	1,114,958	455,432	114,219	-0-	177,366	7,372,846
Bonds Issued	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-
Premium on Bonds Issued	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-
Sale of Capital Assets	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-
Lease Financing	1,030,532	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	1,030,532
Transfers Out	(1,126,842)	(6,080)	(463,898)	(214,203)	(856,966)	(56,850)	(2,557)	-0-	(11,721)	(2,739,117)
Transfer Out (Interfund)	(4,536,458)	-0-	-0-	-0-	(2,836,388)	-0-	-0-	-0-	-0-	(7,372,846)
Total Other Financing Sources (Uses)	\$ 13,279,636	\$ 792,113	\$ 670,854	\$ 1,726,237	(\$ 2,578,396)	\$ 918,893	\$ 119,458	\$ 97	\$ 1,963,641	\$ 16,892,533
Net Change in Fund Balances	\$ 9,705,798	\$ 605	(\$ 43,951)	(\$ 69,452)	(\$ 3,062,270)	(\$ 121,600)	\$ 33,284	\$ 340,388	\$ 2,092,379	\$ 8,875,181
Fund Balances - Beginning	36,427,461	656,628	1,567,523	1,764,427	7,852,158	781,457	136,970	-0-	(9,146)	49,177,478
Restatement of Beginning Fund Balances	69,635	-0-	-0-	-0-	(47,499)	518	499	-0-	-0-	23,153
Fund Balances - Ending	\$ 46,202,894	\$ 657,233	\$ 1,523,572	\$ 1,694,975	\$ 4,742,389	\$ 660,375	\$ 170,753	\$ 340,388	\$ 2,083,233	\$ 58,075,812

CITY OF SAN ANGELO, TEXAS

Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual
(Non-GAAP Budgetary Basis) - General Fund Accounts

For the Year Ended September 30, 2022

	General			Texas Sports Complex			Civic Events		
	Budget	Actual	Variance Positive (Negative)	Budget	Actual	Variance Positive (Negative)	Budget	Actual	Variance Positive (Negative)
REVENUES									
Taxes:									
Property	\$ 36,622,943	\$ 38,118,408	\$ 1,495,465	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ -0-
Sales	20,371,495	22,744,177	2,372,682	-0-	-0-	-0-	-0-	-0-	-0-
Franchise	3,789,000	3,981,744	192,744	-0-	-0-	-0-	-0-	-0-	-0-
Mixed Drink	423,048	443,712	20,664	-0-	-0-	-0-	-0-	-0-	-0-
Bingo	38,112	35,716	(2,396)	-0-	-0-	-0-	-0-	-0-	-0-
Licenses and Permits	1,133,974	1,245,143	111,169	-0-	-0-	-0-	-0-	-0-	-0-
Intergovernmental	754,725	754,725	-0-	-0-	-0-	-0-	-0-	-0-	-0-
Charges for Services	7,303,848	6,011,301	(1,292,547)	179,700	119,148	(60,552)	502,500	552,674	50,174
Rental Income	-0-	219,143	219,143	-0-	-0-	-0-	-0-	-0-	-0-
Fines and Forfeitures	2,424,600	1,875,347	(549,253)	-0-	-0-	-0-	-0-	-0-	-0-
Investment Income:									
Interest	91,650	192,967	101,317	1,258	3,764	2,506	4,598	10,229	5,631
Change in Fair Value of Investments	-0-	(1,052,139)	(1,052,139)	-0-	-0-	-0-	-0-	(45,001)	(45,001)
Miscellaneous:									
Gifts and Contributions	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-
Other Miscellaneous	801,896	826,601	24,705	5,000	25,253	20,253	139,202	24,331	(114,871)
Total Revenues	\$ 73,755,291	\$ 75,396,845	\$ 1,641,554	\$ 185,958	\$ 148,165	(\$ 37,793)	\$ 646,300	\$ 542,233	(\$ 104,067)
EXPENDITURES									
Current:									
General Government	\$ 10,852,219	\$ 9,818,164	\$ 1,034,055	\$ -0-	\$ -0-	\$ -0-	\$ 1,166,595	\$ 1,184,771	(\$ 18,176)
Public Safety	45,225,574	44,778,963	446,611	-0-	-0-	-0-	-0-	-0-	-0-
Public Works and Transportation	17,502,573	15,041,190	2,461,383	-0-	-0-	-0-	25,125	-0-	25,125
Public Facilities	739,185	660,042	79,143	-0-	-0-	-0-	-0-	-0-	-0-
Health and Human Services	1,921,731	1,869,887	51,844	-0-	-0-	-0-	-0-	-0-	-0-
Culture, Parks and Recreation	5,506,136	5,319,769	186,367	1,012,503	878,078	134,425	-0-	-0-	-0-
Total Current Expenditures	\$ 81,747,418	\$ 77,488,015	\$ 4,259,403	\$ 1,012,503	\$ 878,078	\$ 134,425	\$ 1,191,720	\$ 1,184,771	\$ 6,949
Capital Outlay	795,939	1,268,926	(472,987)	193,145	61,595	131,550	1,024,649	72,267	952,382
Debt Service:									
Principal	-0-	211,994	(211,994)	-0-	-0-	-0-	-0-	-0-	-0-
Interest and Fiscal Charges	-0-	1,748	(1,748)	-0-	-0-	-0-	-0-	-0-	-0-
Total Expenditures	\$ 82,543,357	\$ 78,970,683	\$ 3,572,674	\$ 1,205,648	\$ 939,673	\$ 265,975	\$ 2,216,369	\$ 1,257,038	\$ 959,331
Excess (Deficiency) of Revenues Over (Under) Expenditures	(\$ 8,788,066)	(\$ 3,573,838)	(\$ 5,214,228)	(\$ 1,019,690)	(\$ 791,508)	(\$ 228,182)	(\$ 1,570,069)	(\$ 714,805)	(\$ 855,264)
OTHER FINANCING SOURCES (USES)									
Transfers In	\$ 6,629,892	\$ 15,076,016	\$ 8,446,124	\$ 50,000	\$ 64,150	(\$ 14,150)	\$ 1,134,752	\$ 1,134,752	\$ -0-
Transfer In (Interfund)	-0-	2,836,388	2,836,388	734,043	734,043	-0-	-0-	-0-	-0-
Sale of Capital Assets	1,000	-0-	1,000	-0-	-0-	-0-	-0-	-0-	-0-
Lease Financing	-0-	1,030,532	(1,030,532)	-0-	-0-	-0-	-0-	-0-	-0-
Transfers Out	(1,126,842)	(1,126,842)	-0-	(6,080)	(6,080)	-0-	(232,638)	(463,898)	231,260
Transfers Out (Interfund)	-0-	(4,536,458)	4,536,458	-0-	-0-	-0-	-0-	-0-	-0-
Total Other Financing Sources (Uses)	\$ 5,504,050	\$ 13,279,636	\$ 14,789,438	\$ 777,963	\$ 792,113	(\$ 14,150)	\$ 902,114	\$ 670,854	\$ 231,260
Net Change in Fund Balance	(\$ 3,284,016)	\$ 9,705,798	\$ 12,989,814	(\$ 241,727)	\$ 605	\$ 242,332	(\$ 667,955)	(\$ 43,951)	\$ 624,004
Fund Balance - Beginning	-0-	36,427,461	36,427,461	-0-	656,628	656,628	-0-	1,567,523	1,567,523
Restatement of Beginning Fund Balance	-0-	69,635	69,635	-0-	-0-	-0-	-0-	-0-	-0-
Fund Balance - Ending	(\$ 3,284,016)	\$ 46,202,894	\$ 49,486,910	(\$ 241,727)	\$ 657,233	\$ 898,960	(\$ 667,955)	\$ 1,523,572	\$ 2,191,527

(Continued)

CITY OF SAN ANGELO, TEXAS

Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual
(Non-GAAP Budgetary Basis) - General Fund Accounts

For the Year Ended September 30, 2022

	Equipment Replacement			General Capital Projects			Fort Concho Museum		
	Budget	Actual	Variance Positive (Negative)	Budget	Actual	Variance Positive (Negative)	Budget	Actual	Variance Positive (Negative)
REVENUES									
Taxes:									
Property	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ -0-
Sales	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-
Franchise	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-
Mixed Drink	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-
Bingo	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-
Licenses and Permits	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-
Intergovernmental	-0-	-0-	-0-	848,799	750,000	(98,799)	-0-	-0-	-0-
Charges for Services	80,000	100,142	20,142	-0-	-0-	-0-	325,850	343,457	17,607
Rental Income	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-
Fines and Forfeits	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-
Investment Income:									
Interest	-0-	6,508	6,508	-0-	24,348	24,348	1,775	6,141	4,366
Change in Fair Value of Investments	-0-	-0-	-0-	-0-	(91,673)	(91,673)	-0-	(6)	(6)
Miscellaneous:									
Gifts and Contributions	-0-	-0-	-0-	-0-	-0-	-0-	5,050	5,969	919
Other Miscellaneous	150,000	173,587	23,587	-0-	1	1	5,000	1,183	(3,817)
Total Revenues	\$ 230,000	\$ 280,237	\$ 50,237	\$ 848,799	\$ 682,676	(\$ 166,123)	\$ 337,675	\$ 356,744	\$ 19,069
EXPENDITURES									
Current:									
General Government	\$ -0-	\$ -0-	\$ -0-	\$ 116,630	\$ 61,526	\$ 55,104	\$ -0-	\$ -0-	\$ -0-
Public Safety	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-
Public Works and Transportation	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-
Public Facilities	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-
Health and Human Services	5,900	5,873	27	-0-	-0-	-0-	-0-	-0-	-0-
Culture, Parks and Recreation	-0-	-0-	-0-	-0-	-0-	-0-	1,661,844	1,397,237	264,607
Total Current Expenditures	\$ 5,900	\$ 5,873	\$ 27	\$ 116,630	\$ 61,526	\$ 55,104	\$ 1,661,844	\$ 1,397,237	\$ 264,607
Capital Outlay	3,195,163	2,070,053	1,125,110	6,254,019	1,105,024	5,148,995	-0-	-0-	-0-
Debt Service:									
Principal	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-
Interest and Fiscal Charges	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-
Total Expenditures	\$ 3,201,063	\$ 2,075,926	\$ 1,125,137	\$ 6,370,649	\$ 1,166,550	\$ 5,204,099	\$ 1,661,844	\$ 1,397,237	\$ 264,607
Excess (Deficiency) of Revenues Over (Under) Expenditures	(\$ 2,971,063)	(\$ 1,795,689)	(\$ 1,175,374)	(\$ 5,521,850)	(\$ 483,874)	(\$ 5,037,976)	(\$ 1,324,169)	(\$ 1,040,493)	(\$ 283,676)
OTHER FINANCING SOURCES (USES)									
Transfers In	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ 380,000	\$ 520,311	\$ 140,311
Transfer In (Interfund)	1,940,440	1,940,440	-0-	1,114,958	1,114,958	-0-	455,432	455,432	-0-
Sale of Capital Assets	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-
Lease Financing	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-
Transfers Out	-0-	(214,203)	214,203	(405,935)	(856,966)	(451,031)	(56,850)	(56,850)	-0-
Transfers Out (Interfund)	-0-	-0-	-0-	-0-	(2,836,388)	(2,836,388)	-0-	-0-	-0-
Total Other Financing Sources (Uses)	\$ 1,940,440	\$ 1,726,237	\$ 214,203	\$ 709,023	(\$ 2,578,396)	(\$ 3,287,419)	\$ 778,582	\$ 918,893	\$ 140,311
Net Change in Fund Balance	(\$ 1,030,623)	(\$ 69,452)	\$ 961,171	(\$ 4,812,827)	(\$ 3,062,270)	\$ 1,750,557	(\$ 545,587)	(\$ 121,600)	\$ 423,987
Fund Balance - Beginning	-0-	1,764,427	1,764,427	-0-	7,852,158	7,852,158	-0-	781,457	781,457
Restatement of Beginning Fund Balance	-0-	-0-	-0-	-0-	(47,499)	(47,499)	-0-	518	518
Fund Balance - Ending	(\$ 1,030,623)	\$ 1,694,975	\$ 2,725,598	(\$ 4,812,827)	\$ 4,742,389	\$ 9,555,216	(\$ 545,587)	\$ 660,375	\$ 1,205,962

(Continued)

CITY OF SAN ANGELO, TEXAS

Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual
(Non-GAAP Budgetary Basis) - General Fund Accounts

For the Year Ended September 30, 2022

	Fairmount Cemetery			Payroll			Restricted Funds		
	Budget	Actual	Variance Positive (Negative)	Budget	Actual	Variance Positive (Negative)	Budget	Actual	Variance Positive (Negative)
REVENUES									
Taxes:									
Property	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ 339,011	\$ 339,011	\$ -0-	\$ -0-	\$ -0-
Sales	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-
Franchise	-0-	-0-	-0-	-0-	-0-	-0-	250,000	209,496	(40,504)
Mixed Drink	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-
Bingo	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-
Licenses and Permits	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-
Intergovernmental	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-
Charges for Services	309,050	303,967	(5,083)	-0-	-0-	-0-	132,463	134,643	2,180
Rental Income	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-
Fines and Forfeits	-0-	-0-	-0-	-0-	-0-	-0-	349,300	314,321	(34,979)
Investment Income:									
Interest	9,000	3,399	(5,601)	-0-	1,280	1,280	-0-	7,727	7,727
Change in Fair Value of Investments	-0-	-0-	-0-	-0-	-0-	-0-	-0-	(98,402)	(98,402)
Miscellaneous:									
Gifts and Contributions	50,000	43,040	(6,960)	-0-	-0-	-0-	-0-	-0-	-0-
Other Miscellaneous	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-
Total Revenues	\$ 368,050	\$ 350,406	(\$ 17,644)	\$ -0-	\$ 340,291	\$ 340,291	\$ 731,763	\$ 567,785	(\$ 163,978)
EXPENDITURES									
Current:									
General Government	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ -0-
Public Safety	-0-	-0-	-0-	-0-	-0-	-0-	1,755,566	285,387	1,470,179
Public Works and Transportation	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-
Public Facilities	565,194	436,580	128,614	-0-	-0-	-0-	-0-	-0-	-0-
Health and Human Services	-0-	-0-	-0-	-0-	-0-	-0-	157,062	117,337	39,725
Culture, Parks and Recreation	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-
Total Current Expenditures	\$ 565,194	\$ 436,580	\$ 128,614	\$ -0-	\$ -0-	\$ -0-	\$ 1,912,628	\$ 402,724	\$ 1,509,904
Capital Outlay	-0-	-0-	-0-	-0-	-0-	-0-	795,572	36,323	759,249
Debt Service:									
Principal	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-
Interest and Fiscal Charges	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-
Total Expenditures	\$ 565,194	\$ 436,580	\$ 128,614	\$ -0-	\$ -0-	\$ -0-	\$ 2,708,200	\$ 439,047	\$ 2,269,153
Excess (Deficiency) of Revenues Over (Under) Expenditures	(\$ 197,144)	(\$ 86,174)	(\$ 110,970)	\$ -0-	\$ 340,291	(\$ 340,291)	(\$ 1,976,437)	\$ 128,738	(\$ 2,105,175)
OTHER FINANCING SOURCES (USES)									
Transfers In	\$ -0-	\$ 7,796	\$ 7,796	\$ -0-	\$ 97	\$ 97	\$ -0-	\$ 1,797,996	\$ 1,797,996
Transfer In (Interfund)	114,219	114,219	-0-	-0-	-0-	-0-	-0-	177,366	177,366
Sale of Capital Assets	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-
Lease Financing	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-
Transfers Out	(2,557)	(2,557)	-0-	-0-	-0-	-0-	(11,721)	(11,721)	-0-
Transfers Out (Interfund)	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-
Total Other Financing Sources (Uses)	\$ 111,662	\$ 119,458	\$ 7,796	\$ -0-	\$ 97	\$ 97	(\$ 11,721)	\$ 1,963,641	\$ 1,975,362
Net Change in Fund Balance	(\$ 85,482)	\$ 33,284	\$ 118,766	\$ -0-	\$ 340,388	\$ 340,388	(\$ 1,988,158)	\$ 2,092,379	\$ 4,080,537
Fund Balance - Beginning	-0-	136,970	136,970	-0-	-0-	-0-	-0-	(9,146)	(9,146)
Restatement of Beginning Fund Balance	-0-	499	499	-0-	-0-	-0-	-0-	-0-	-0-
Fund Balance - Ending	(\$ 85,482)	\$ 170,753	\$ 256,235	\$ -0-	\$ 340,388	\$ 340,388	(\$ 1,988,158)	\$ 2,083,233	\$ 4,071,391

(Continued)

CITY OF SAN ANGELO, TEXAS

Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual
(Non-GAAP Budgetary Basis) - General Fund Accounts

For the Year Ended September 30, 2022

	Total		Variance Positive (Negative)
	Budget	Actual	
REVENUES			
Taxes:			
Property	\$ 36,622,943	\$ 38,457,419	\$ 1,834,476
Sales	20,371,495	22,744,177	2,372,682
Franchise	4,039,000	4,191,240	152,240
Mixed Drink	423,048	443,712	20,664
Bingo	38,112	35,716	(2,396)
Licenses and Permits	1,133,974	1,245,143	111,169
Intergovernmental	1,603,524	1,504,725	(98,799)
Charges for Services	8,833,411	7,565,332	(1,268,079)
Rental Income	-0-	219,143	219,143
Fines and Forfeits	2,773,900	2,189,668	(584,232)
Investment Income:			
Interest	108,281	256,363	148,082
Change in Fair Value of Investments	-0-	(1,287,221)	(1,287,221)
Miscellaneous:			
Gifts and Contributions	55,050	49,009	(6,041)
Other Miscellaneous	1,101,098	1,050,956	(50,142)
Total Revenues	\$ 77,103,836	\$ 78,665,382	\$ 1,561,546
EXPENDITURES			
Current:			
General Government	\$ 12,135,444	\$ 11,064,461	\$ 1,070,983
Public Safety	46,981,140	45,064,350	1,916,790
Public Works and Transportation	17,527,698	15,041,190	2,486,508
Public Facilities	1,304,379	1,096,622	207,757
Health and Human Services	2,084,693	1,993,097	91,596
Culture, Parks and Recreation	8,180,483	7,595,084	585,399
Total Current Expenditures	\$ 88,213,837	\$ 81,854,804	\$ 6,359,033
Capital Outlay	12,258,487	4,614,188	7,644,299
Debt Service:			
Principal	-0-	211,994	(211,994)
Interest and Fiscal Charges	-0-	1,748	(1,748)
Total Expenditures	\$ 100,472,324	\$ 86,682,734	\$ 13,789,590
Excess (Deficiency) of Revenues Over (Under) Expenditures	(\$ 23,368,488)	(\$ 8,017,352)	(\$ 15,351,136)
OTHER FINANCING SOURCES (USES)			
Transfers In	\$ 8,194,644	\$ 18,601,118	\$ 10,406,474
Transfer In (Interfund)	4,359,092	7,372,846	3,013,754
Sale of Capital Assets	1,000	-0-	1,000
Lease Financing	-0-	1,030,532	(1,030,532)
Transfers Out	(1,842,623)	(2,739,117)	(896,494)
Transfers Out (Interfund)	-0-	(7,372,846)	(7,372,846)
Total Other Financing Sources (Uses)	\$ 10,712,113	\$ 16,892,533	\$ 4,121,356
Net Change in Fund Balance	(\$ 12,656,375)	\$ 8,875,181	\$ 21,531,556
Fund Balance - Beginning	-0-	49,177,478	49,177,478
Restatement of Beginning Fund Balance	-0-	23,153	23,153
Fund Balance - Ending	(\$ 12,656,375)	\$ 58,075,812	\$ 70,732,187

(Continued)



CITY OF SAN ANGELO, TEXAS

Nonmajor Governmental Funds Description

For the Year Ended September 30, 2022

SPECIAL REVENUE FUNDS

To account for the proceeds of specific revenue sources that are normally restricted or committed to expenditures for specified purposes.

Community Development Fund – To account for the expenditure of funds received from the U.S. Department of Housing and Urban Development (HUD) under the Community Development Block Grant program.

HOME Program Fund – To account for funds received from HUD under the housing rehabilitation and assistance program.

Designated Revenue/HOT Fund – To account for the expenditure of funds contributed by San Angelo citizens for special purposes and hotel occupancy tax restricted by law.

Tax Increment Reinvestment Zone Fund – To account for expenditure of property taxes on the increments in real property values over the base values established on January 1, 2006, for public improvements in the Zone or payment of debt service on bonds issued for public improvements.

Keep San Angelo Beautiful – To account for the expenditure of funds contributed by the City and San Angelo citizens.

CAPITAL PROJECTS FUND

To account for the acquisition and construction of major capital facilities other than those financed by proprietary funds and trust funds.

Sales Tax Project – To account for certificate of obligation proceeds to accomplish projects specified on the ballots in the elections adopting the type B economic development sales tax.

PERMANENT FUNDS

To report resources that are legally restricted to the extent that only earnings, and not principal, may be used for purposes that support the reporting government's programs, that is, for the benefit of the government or its citizenry.

Santa Fe Park Trust Fund – To account for trust principal and related investment income. Net earnings up to 7% can be paid to the City to be used for the upkeep and beautification of the park. Earnings in excess of 7% become part of principal.

Lake Nasworthy Trust Fund – To account for trust principal, consisting of 20% of all lake lot lease income and the proceeds from the sale of lake lots plus 10% of the annual interest income. None of the principal can be expended without the approval of a majority of the voters in an election for such purpose.

CITY OF SAN ANGELO, TEXAS

Combining Balance Sheet - Nonmajor Governmental Funds

As of September 30, 2022

	Special Revenue Funds						Capital Projects Fund	Permanent Fund			Total Nonmajor Governmental Funds
	Community Development	HOME Program	Designated Revenue/HOT	Tax Incremental Reinv. Zone	Keep San Angelo Beautiful	Total	Sales Tax Projects	Santa Fe Park Trust	Lake Nasworthy Trust	Total	
ASSETS											
Cash and Cash Equivalents	\$ 100	\$ 137,096	\$ -0-	\$ -0-	\$ 7,498	\$ 144,694	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ 144,694
Investments	-0-	-0-	-0-	1,826,664	-0-	1,826,664	-0-	-0-	-0-	-0-	1,826,664
Receivables:											
Accrued Interest	-0-	-0-	2,123	1,080	-0-	3,203	50	-0-	3,890	3,890	7,143
Property Taxes	-0-	-0-	-0-	498,029	-0-	498,029	-0-	-0-	-0-	-0-	498,029
Accounts	150,115	99,730	5,877	-0-	-0-	255,722	-0-	-0-	-0-	-0-	255,722
Less: Allowance for Uncollectibles	(11,886)	-0-	-0-	-0-	-0-	(11,886)	-0-	-0-	-0-	-0-	(11,886)
Due from Other Governments	270,499	11,827	-0-	-0-	-0-	282,326	-0-	-0-	-0-	-0-	282,326
Restricted Assets:											
Cash and Cash Equivalents	-0-	-0-	431,928	812,159	-0-	1,244,087	-0-	13,925	36,292	50,217	1,294,304
Investments	-0-	-0-	1,821,436	-0-	-0-	1,821,436	-0-	-0-	3,351,279	3,351,279	5,172,715
Total Assets	\$ 408,828	\$ 248,653	\$ 2,261,364	\$ 3,137,932	\$ 7,498	\$ 6,064,275	\$ 50	\$ 13,925	\$ 3,391,461	\$ 3,405,386	\$ 9,469,711
DEFERRED OUTFLOWS OF RESOURCES											
Deferred Charges on Refunding	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ -0-
Total Deferred Outflows of Resources	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ -0-
LIABILITIES											
Accounts Payable	\$ 19,854	\$ 5,673	\$ 21,181	\$ 226,755	\$ 188	\$ 273,651	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ 273,651
Due to Other Funds	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-
Deposits	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-
Total Liabilities	\$ 19,854	\$ 5,673	\$ 21,181	\$ 226,755	\$ 188	\$ 273,651	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ 273,651
DEFERRED INFLOWS OF RESOURCES											
Unavailable Revenue - Property Taxes	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ -0-
Total Deferred Outflows of Resources	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ -0-
FUND BALANCES											
Nonspendable	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ 10,000	\$ 2,515,869	\$ 2,525,869	\$ 2,525,869
Restricted	388,974	242,980	-0-	2,911,177	-0-	3,543,131	-0-	3,925	875,592	879,517	4,422,648
Committed	-0-	-0-	2,240,183	-0-	7,310	2,247,493	50	-0-	-0-	-0-	2,247,543
Assigned	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-
Unassigned	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-
Total Fund Balances	\$ 388,974	\$ 242,980	\$ 2,240,183	\$ 2,911,177	\$ 7,310	\$ 5,790,624	\$ 50	\$ 13,925	\$ 3,391,461	\$ 3,405,386	\$ 9,196,060

CITY OF SAN ANGELO, TEXAS

**Combining Statement of Revenues, Expenditures and Changes in Fund Balances -
Nonmajor Governmental Funds**

For the Year Ended September 30, 2022

	Special Revenue Funds						Capital Projects	Permanent Fund			Total Nonmajor Governmental Funds
	Community Development	HOME Program	Designated Revenue/HOT	Tax	Keep	Total	Sales Tax Projects	Santa Fe Park Trust	Lake	Total	
				Increment Reinv. Zone	San Angelo Beautiful				Nasworthy Trust		
REVENUES											
Taxes:											
Property	\$ -0-	\$ -0-	\$ -0-	\$ 1,190,468	\$ -0-	\$ 1,190,468	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ 1,190,468
Hotel Occupancy	-0-	-0-	2,791,693	-0-	-0-	2,791,693	-0-	-0-	-0-	-0-	2,791,693
Licenses and Permits	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-
Intergovernmental	1,202,781	255,235	-0-	-0-	-0-	1,458,016	-0-	-0-	-0-	-0-	1,458,016
Charges for Services	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	55,547	55,547	55,547
Investment Income:											
Interest	-0-	-0-	9,390	9,886	-0-	19,276	-0-	-0-	42,007	42,007	61,283
Change in Fair Value of Investments	-0-	-0-	(87,766)	(88,017)	-0-	(175,783)	-0-	-0-	(158,850)	(158,850)	(334,633)
Miscellaneous:											
Gifts and Contributions	-0-	-0-	131,238	-0-	-0-	131,238	-0-	-0-	-0-	-0-	131,238
Program Income	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-
Other Miscellaneous	-0-	76,277	-0-	-0-	-0-	76,277	-0-	-0-	-0-	-0-	76,277
Total Revenues	\$ 1,202,781	\$ 331,512	\$ 2,844,555	\$ 1,112,337	\$ -0-	\$ 5,491,185	\$ -0-	\$ -0-	(\$ 61,296)	(\$ 61,296)	\$ 5,429,889
EXPENDITURES											
Current:											
Public Safety	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ -0-
Public Works and Transportation	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-
Public Facilities	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-
Health and Human Services	554,889	-0-	-0-	-0-	74,449	629,338	-0-	-0-	-0-	-0-	629,338
Culture, Parks and Recreation	-0-	-0-	1,184,466	-0-	-0-	1,184,466	-0-	-0-	10,500	10,500	1,194,966
Economic Development	-0-	-0-	-0-	956,055	-0-	956,055	-0-	-0-	-0-	-0-	956,055
Urban Redevelopment and Housing	558,047	311,669	-0-	-0-	-0-	869,716	-0-	-0-	-0-	-0-	869,716
Total Current Expenditures	\$ 1,112,936	\$ 311,669	\$ 1,184,466	\$ 956,055	\$ 74,449	\$ 3,639,575	\$ -0-	\$ -0-	\$ 10,500	\$ 10,500	\$ 3,650,075
Capital Outlay	2,336	1,168	66,049	-0-	3,414	72,967	-0-	-0-	-0-	-0-	72,967
Debt Service:											
Principal	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-
Interest and Fiscal Charges	29,599	-0-	-0-	-0-	-0-	29,599	-0-	-0-	-0-	-0-	29,599
Total Expenditures	\$ 1,144,871	\$ 312,837	\$ 1,250,515	\$ 956,055	\$ 77,863	\$ 3,742,141	\$ -0-	\$ -0-	\$ 10,500	\$ 10,500	\$ 3,752,641
Excess (Deficiency) of Revenues Over (Under) Expenditures	\$ 57,910	\$ 18,675	\$ 1,594,040	\$ 156,282	(\$ 77,863)	\$ 1,749,044	\$ -0-	\$ -0-	(\$ 71,796)	(\$ 71,796)	\$ 1,677,248
OTHER FINANCING SOURCES (USES)											
Transfers In	\$ 128,681	\$ -0-	\$ -0-	\$ 81,737	\$ 65,000	\$ 275,418	\$ -0-	\$ -0-	\$ 991,534	\$ 991,534	\$ 1,266,952
Sale of Capital Assets	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-
Transfers Out	(45,048)	(69,374)	(1,614,618)	-0-	(253)	(1,729,293)	(739,571)	-0-	(21,822)	(21,822)	(2,490,686)
Total Other Financing Sources (Uses)	\$ 83,633	(\$ 69,374)	(\$ 1,614,618)	\$ 81,737	\$ 64,747	(\$ 1,453,875)	(\$ 739,571)	\$ -0-	\$ 969,712	\$ 969,712	(\$ 1,223,734)
Net Change in Fund Balances	\$ 141,543	(\$ 50,699)	(\$ 20,578)	\$ 238,019	(\$ 13,116)	\$ 295,169	(\$ 739,571)	\$ -0-	\$ 897,916	\$ 897,916	\$ 453,514
Fund Balances - Beginning	235,561	269,033	2,260,761	2,673,158	20,426	5,458,939	739,621	13,925	2,493,545	2,507,470	8,706,030
Restatement of Beginning Fund Balances	11,870	24,646	-0-	-0-	-0-	36,516	-0-	-0-	-0-	-0-	36,516
Fund Balances - Ending	\$ 388,974	\$ 242,980	\$ 2,240,183	\$ 2,911,177	\$ 7,310	\$ 5,790,624	\$ 50	\$ 13,925	\$ 3,391,461	\$ 3,405,386	\$ 9,196,060

CITY OF SAN ANGELO, TEXAS

**Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual -
(Non-GAAP Budgetary Basis) - Nonmajor Governmental Funds**

For the Year Ended September 30, 2022

	Community Development			HOME Program			Designated Revenue/HOT Special Revenue Fund		
	Budget	Actual	Variance Positive (Negative)	Budget	Actual	Variance Positive (Negative)	Budget	Actual	Variance Positive (Negative)
REVENUES									
Taxes:									
Property	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ -0-
Motel	-0-	-0-	-0-	-0-	-0-	-0-	2,332,761	2,791,693	458,932
Licenses and Permits	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-
Intergovernmental	1,407,158	1,202,781	(204,377)	487,622	255,235	(232,387)	-0-	-0-	-0-
Charges for Services	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-
Fines and Forfeits	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-
Investment Income:									
Interest	-0-	-0-	-0-	-0-	-0-	-0-	4,500	9,390	4,890
Change in Fair Value of Investments	-0-	-0-	-0-	-0-	-0-	-0-	-0-	(87,766)	(87,766)
Miscellaneous:									
Gifts and Contributions	-0-	-0-	-0-	-0-	-0-	-0-	145,050	131,238	(13,812)
Program Income	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-
Other Miscellaneous	-0-	-0-	-0-	68,547	76,277	7,730	-0-	-0-	-0-
Total Revenues	<u>\$ 1,407,158</u>	<u>\$ 1,202,781</u>	<u>(\$ 204,377)</u>	<u>\$ 556,169</u>	<u>\$ 331,512</u>	<u>(\$ 224,657)</u>	<u>\$ 2,482,311</u>	<u>\$ 2,844,555</u>	<u>\$ 362,244</u>
EXPENDITURES									
Current:									
Public Safety	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ 52,798	\$ -0-	\$ 52,798
Public Works and Transportation	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-
Public Facilities	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-
Health and Human Services	666,716	554,889	111,827	-0-	-0-	-0-	-0-	-0-	-0-
Culture, Parks and Recreation	-0-	-0-	-0-	-0-	-0-	-0-	1,435,651	1,184,466	251,185
Economic Development	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-
Urban Redevelopment and Housing	638,380	558,047	80,333	597,638	311,669	285,969	-0-	-0-	-0-
Total Current Expenditures	<u>\$ 1,305,096</u>	<u>\$ 1,112,936</u>	<u>\$ 192,160</u>	<u>\$ 597,638</u>	<u>\$ 311,669</u>	<u>\$ 285,969</u>	<u>\$ 1,488,449</u>	<u>\$ 1,184,466</u>	<u>\$ 303,983</u>
Capital Outlay	211,520	2,336	209,184	5,506	1,168	4,338	95,000	66,049	28,951
Debt Service:									
Principal	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-
Interest and Fiscal Charges	-0-	29,599	(29,599)	-0-	-0-	-0-	-0-	-0-	-0-
Total Debt Service	<u>\$ -0-</u>	<u>\$ 29,599</u>	<u>(\$ 29,599)</u>	<u>\$ -0-</u>	<u>\$ -0-</u>	<u>\$ -0-</u>	<u>\$ -0-</u>	<u>\$ -0-</u>	<u>\$ -0-</u>
Total Expenditures	<u>\$ 1,516,616</u>	<u>\$ 1,144,871</u>	<u>\$ 371,745</u>	<u>\$ 603,144</u>	<u>\$ 312,837</u>	<u>\$ 290,307</u>	<u>\$ 1,583,449</u>	<u>\$ 1,250,515</u>	<u>\$ 332,934</u>
Excess (Deficiency) of Revenues									
Over (Under) Expenditures	<u>(\$ 109,458)</u>	<u>\$ 57,910</u>	<u>\$ 167,368</u>	<u>(\$ 46,975)</u>	<u>\$ 18,675</u>	<u>\$ 65,650</u>	<u>\$ 898,862</u>	<u>\$ 1,594,040</u>	<u>\$ 695,178</u>
OTHER FINANCING SOURCES (USES)									
Transfers In	\$ -0-	\$ 128,681	\$ 128,681	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ -0-
Sale of Capital Assets	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-
Transfers Out	(45,048)	(45,048)	-0-	(83)	(69,374)	69,291	(1,234,752)	(1,614,618)	379,866
Total Other Financing Sources (Uses)	<u>(\$ 45,048)</u>	<u>\$ 83,633</u>	<u>\$ 128,681</u>	<u>(\$ 83)</u>	<u>(\$ 69,374)</u>	<u>\$ 69,291</u>	<u>(\$ 1,234,752)</u>	<u>(\$ 1,614,618)</u>	<u>\$ 379,866</u>
Net Change in Fund Balance	<u>(\$ 154,506)</u>	<u>\$ 141,543</u>	<u>(\$ 296,049)</u>	<u>(\$ 47,058)</u>	<u>(\$ 50,699)</u>	<u>\$ 3,641</u>	<u>(\$ 335,890)</u>	<u>(\$ 20,578)</u>	<u>(\$ 315,312)</u>
Fund Balance - Beginning	-0-	235,561	(235,561)	-0-	269,033	(269,033)	-0-	2,260,761	(2,260,761)
Restatement of Beginning Fund Balance	-0-	11,870	(11,870)	-0-	24,646	(24,646)	-0-	-0-	-0-
Fund Balance - Ending	<u>(\$ 154,506)</u>	<u>\$ 388,974</u>	<u>\$ 543,480</u>	<u>(\$ 47,058)</u>	<u>\$ 242,980</u>	<u>\$ 290,038</u>	<u>(\$ 335,890)</u>	<u>\$ 2,240,183</u>	<u>\$ 2,576,073</u>

(Continued)

CITY OF SAN ANGELO, TEXAS

**Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual -
(Non-GAAP Budgetary Basis) - Nonmajor Governmental Funds**

For the Year Ended September 30, 2022

	Tax Increment Reinvestment Zone Special Revenue Fund (TIRZ)			Keep San Angelo Beautiful			Sales Tax Projects		
	Budget	Actual	Variance Positive (Negative)	Budget	Actual	Variance Positive (Negative)	Budget	Actual	Variance Positive (Negative)
REVENUES									
Taxes:									
Property	\$ 1,142,393	\$ 1,190,468	\$ 48,075	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ -0-
Motel	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-
Licenses and Permits	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-
Intergovernmental	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-
Charges for Services	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-
Fines and Forfeits	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-
Investment Income:									
Interest	1,814	9,886	8,072	-0-	-0-	-0-	-0-	-0-	-0-
Change in Fair Value of Investments	-0-	(88,017)	(88,017)	-0-	-0-	-0-	-0-	-0-	-0-
Miscellaneous:									
Gifts and Contributions	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-
Program Income	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-
Other Miscellaneous	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-
Total Revenues	<u>\$ 1,144,207</u>	<u>\$ 1,112,337</u>	<u>(\$ 31,870)</u>	<u>\$ -0-</u>	<u>\$ -0-</u>	<u>\$ -0-</u>	<u>\$ -0-</u>	<u>\$ -0-</u>	<u>\$ -0-</u>
EXPENDITURES									
Current:									
Public Safety	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ -0-
Public Works and Transportation	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-
Public Facilities	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-
Health and Human Services	-0-	-0-	-0-	-0-	74,449	(74,449)	-0-	-0-	-0-
Culture, Parks and Recreation	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-
Economic Development	3,630,219	956,055	2,674,164	-0-	-0-	-0-	-0-	-0-	-0-
Urban Redevelopment and Housing	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-
Total Current Expenditures	<u>\$ 3,630,219</u>	<u>\$ 956,055</u>	<u>\$ 2,674,164</u>	<u>\$ -0-</u>	<u>\$ 74,449</u>	<u>(\$ 74,449)</u>	<u>\$ -0-</u>	<u>\$ -0-</u>	<u>\$ -0-</u>
Capital Outlay	-0-	-0-	-0-	-0-	3,414	(3,414)	-0-	-0-	-0-
Debt Service:									
Principal	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-
Interest and Fiscal Charges	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-
Total Debt Service	<u>\$ -0-</u>	<u>\$ -0-</u>	<u>\$ -0-</u>	<u>\$ -0-</u>	<u>\$ -0-</u>	<u>\$ -0-</u>	<u>\$ -0-</u>	<u>\$ -0-</u>	<u>\$ -0-</u>
Total Expenditures	<u>\$ 3,630,219</u>	<u>\$ 956,055</u>	<u>\$ 2,674,164</u>	<u>\$ -0-</u>	<u>\$ 77,863</u>	<u>(\$ 77,863)</u>	<u>\$ -0-</u>	<u>\$ -0-</u>	<u>\$ -0-</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(\$ 2,486,012)</u>	<u>\$ 156,282</u>	<u>\$ 2,642,294</u>	<u>\$ -0-</u>	<u>(\$ 77,863)</u>	<u>(\$ 77,863)</u>	<u>\$ -0-</u>	<u>\$ -0-</u>	<u>\$ -0-</u>
OTHER FINANCING SOURCES (USES)									
Transfers In	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ 65,000	\$ 65,000	\$ -0-	\$ -0-	\$ -0-
Sale of Capital Assets	-0-	81,737	81,737	-0-	-0-	-0-	-0-	-0-	-0-
Transfers Out	-0-	-0-	-0-	-0-	(253)	253	-0-	(739,571)	(739,571)
Total Other Financing Sources (Uses)	<u>\$ -0-</u>	<u>\$ 81,737</u>	<u>\$ 81,737</u>	<u>\$ -0-</u>	<u>\$ 64,747</u>	<u>\$ 65,253</u>	<u>\$ -0-</u>	<u>(\$ 739,571)</u>	<u>(\$ 739,571)</u>
Net Change in Fund Balance	<u>(\$ 2,486,012)</u>	<u>\$ 238,019</u>	<u>\$ 2,724,031</u>	<u>\$ -0-</u>	<u>(\$ 13,116)</u>	<u>\$ 13,116</u>	<u>\$ -0-</u>	<u>(\$ 739,571)</u>	<u>\$ 739,571</u>
Fund Balance - Beginning	-0-	2,673,158	2,673,158	-0-	20,426	(20,426)	-0-	739,621	(739,621)
Restatement of Beginning Fund Balance	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-
Fund Balance - Ending	<u>(\$ 2,486,012)</u>	<u>\$ 2,911,177</u>	<u>\$ 5,397,189</u>	<u>\$ -0-</u>	<u>\$ 7,310</u>	<u>\$ 7,310</u>	<u>\$ -0-</u>	<u>\$ 50</u>	<u>\$ 50</u>

(Continued)

CITY OF SAN ANGELO, TEXAS

**Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual -
(Non-GAAP Budgetary Basis) - Nonmajor Governmental Funds**

For the Year Ended September 30, 2022

	Sante Fe Park Trust			Lake Nasworthy		
	Budget	Actual	Variance Positive (Negative)	Budget	Actual	Variance Positive (Negative)
REVENUES						
Taxes:						
Property	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ -0-
Motel	-0-	-0-	-0-	-0-	-0-	-0-
Licenses and Permits	-0-	-0-	-0-	-0-	-0-	-0-
Intergovernmental	-0-	-0-	-0-	-0-	-0-	-0-
Charges for Services	-0-	-0-	-0-	50,800	55,547	4,747
Fines and Forfeits	-0-	-0-	-0-	-0-	-0-	-0-
Investment Income:						
Interest	-0-	-0-	-0-	2,025	42,007	39,982
Change in Fair Value of Investments	-0-	-0-	-0-	-0-	(158,850)	(158,850)
Miscellaneous:						
Gifts and Contributions	-0-	-0-	-0-	-0-	-0-	-0-
Program Income	-0-	-0-	-0-	-0-	-0-	-0-
Other Miscellaneous	-0-	-0-	-0-	-0-	-0-	-0-
Total Revenues	\$ -0-	\$ -0-	\$ -0-	\$ 52,825	(\$ 61,296)	(\$ 114,121)
EXPENDITURES						
Current:						
Public Safety	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ -0-
Public Works and Transportation	-0-	-0-	-0-	-0-	-0-	-0-
Public Facilities	-0-	-0-	-0-	-0-	-0-	-0-
Health and Human Services	-0-	-0-	-0-	-0-	-0-	-0-
Culture, Parks and Recreation	-0-	-0-	-0-	50,000	10,500	39,500
Economic Development	-0-	-0-	-0-	-0-	-0-	-0-
Urban Redevelopment and Housing	-0-	-0-	-0-	-0-	-0-	-0-
Total Current Expenditures	\$ -0-	\$ -0-	\$ -0-	\$ 50,000	\$ 10,500	\$ 39,500
Capital Outlay	-0-	-0-	-0-	-0-	-0-	-0-
Debt Service:						
Principal	-0-	-0-	-0-	-0-	-0-	-0-
Interest and Fiscal Charges	-0-	-0-	-0-	-0-	-0-	-0-
Total Debt Service	\$ -0-	\$ -0-	\$ -0-	\$ 50,000	\$ -0-	\$ -0-
Total Expenditures	\$ -0-	\$ -0-	\$ -0-	\$ 100,000	\$ 10,500	\$ 39,500
Excess (Deficiency) of Revenues						
Over (Under) Expenditures	\$ -0-	\$ -0-	\$ -0-	(\$ 47,175)	(\$ 71,796)	(\$ 24,621)
OTHER FINANCING SOURCES (USES)						
Transfers In	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ 991,534	\$ 991,534
Sale of Capital Assets	-0-	-0-	-0-	776,000	-0-	776,000
Transfers Out	-0-	-0-	-0-	(1,823)	(21,822)	19,999
Total Other Financing Sources (Uses)	\$ -0-	\$ -0-	\$ -0-	\$ 774,177	\$ 969,712	\$ 1,787,533
Net Change in Fund Balance	\$ -0-	\$ -0-	\$ -0-	\$ 727,002	\$ 897,916	\$ 170,914
Fund Balance - Beginning	-0-	13,925	(13,925)	-0-	2,493,545	2,493,545
Restatement of Beginning Fund Balance	-0-	-0-	-0-	-0-	-0-	-0-
Fund Balance - Ending	\$ -0-	\$ 13,925	\$ 13,925	\$ 727,002	\$ 3,391,461	\$ 2,664,459

(Continued)

CITY OF SAN ANGELO, TEXAS

Major Governmental Special Revenue Fund Description

For the Year Ended September 30, 2022

SPECIAL REVENUE FUND

To account for the proceeds of specific revenue sources that are normally restricted or committed to expenditures for specified purposes.

Intergovernmental Fund – To account for funds received from the various federal and state grants.

CITY OF SAN ANGELO, TEXAS

**Schedule of Revenues, Expenditures, and Changes in Fund Balance -
Budget and Actual (Non-GAAP Budgetary Basis) -
Major Governmental - Intergovernmental**

For the Year Ended September 30, 2022

	Intergovernmental		Variance Positive (Negative)
	Budget	Actual	
REVENUES			
Investment Income:			
Interest	\$ -0-	\$ 4,333	\$ 4,333
Change in Fair Value of Investments	-0-	(458,377)	(458,377)
Intergovernmental	17,374,338	15,246,832	(2,127,506)
Charges for Services	149,723	184,783	35,060
Gifts and Contributions	39,222	28,118	(11,104)
Other Miscellaneous	103,806	100,006	(3,800)
Total Revenues	<u>\$ 17,667,089</u>	<u>\$ 15,105,695</u>	<u>(\$ 2,561,394)</u>
EXPENDITURES			
Current:			
General Government	\$ 7,631	\$ 7,631	\$ -0-
Public Safety	4,138,517	3,231,690	906,827
Public Works and Transportation	626,117	458,511	167,606
Health and Human Services	2,871,299	1,719,640	1,151,659
Total Current Expenditures	<u>\$ 7,643,564</u>	<u>\$ 5,417,472</u>	<u>\$ 2,226,092</u>
Capital Outlay	18,654,161	1,100,048	\$ 17,554,113
Total Expenditures	<u>\$ 26,297,725</u>	<u>\$ 6,517,520</u>	<u>\$ 19,780,205</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(\$ 8,630,636)</u>	<u>\$ 8,588,175</u>	<u>\$ 17,218,811</u>
OTHER FINANCING SOURCES (USES)			
Transfers In	\$ 893,371	\$ 973,337	(\$ 79,966)
Transfers Out	(123,460)	(122,960)	(500)
Total Other Financing Sources (Uses)	<u>\$ 769,911</u>	<u>\$ 850,377</u>	<u>(\$ 80,466)</u>
Net Change in Fund Balance	<u>(\$ 7,860,725)</u>	<u>\$ 9,438,552</u>	<u>\$ 17,299,277</u>
Fund Balance - Beginning	10,671,256	10,671,256	-0-
Restatement of Beginning Fund Balances	1,105	1,105	-0-
Fund Balance - Ending	<u>\$ 2,811,636</u>	<u>\$ 20,110,913</u>	<u>\$ 17,299,277</u>

CITY OF SAN ANGELO, TEXAS

Major Governmental Capital Projects Fund Description

For the Year Ended September 30, 2022

CAPITAL PROJECTS FUND

To account for the acquisition and construction of major capital facilities other than those financed by proprietary funds and trust funds.

Capital Improvement Fund – To account for the authorized expenditure of the proceeds of certificates of obligation.

CITY OF SAN ANGELO, TEXAS

**Schedule of Revenues, Expenditures, and Changes in Fund Balance -
Budget and Actual (Non-GAAP Budgetary Basis) - Major Governmental Capital
Projects Fund**

For the Year Ended September 30, 2022

	Capital Improvement Fund		
	Budget	Actual	Variance Positive (Negative)
REVENUES			
Investment Income:			
Interest	\$ -0-	\$ 141,579	\$ 141,579
Change in Fair Value of Investments	-0-	(1,467,207)	(1,467,207)
Total Revenues	<u>\$ -0-</u>	<u>(\$ 1,325,628)</u>	<u>(\$ 1,325,628)</u>
EXPENDITURES			
Current:			
Public Safety	\$ -0-	\$ -0-	\$ -0-
Total Current Expenditures	<u>\$ -0-</u>	<u>\$ -0-</u>	<u>\$ -0-</u>
Capital Outlay	44,113,269	5,363,313	38,749,956
Debt Service:			
Principal	-0-	-0-	-0-
Interest and Fiscal Charges	157,834	157,834	-0-
Total Expenditures	<u>\$ 44,271,103</u>	<u>\$ 5,521,147</u>	<u>\$ 38,749,956</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(\$ 44,271,103)</u>	<u>(\$ 6,846,775)</u>	<u>\$ 37,424,328</u>
OTHER FINANCING SOURCES (USES)			
Proceeds from Long-Term Debt	\$ 16,161,688	\$ 16,161,688	\$ -0-
Transfer Out	(3,853)	(5,607,759)	(5,603,906)
Total Other Financing Sources (Uses)	<u>\$ 16,157,835</u>	<u>\$ 10,553,929</u>	<u>(\$ 5,603,906)</u>
Net Change in Fund Balance	<u>(\$ 28,113,268)</u>	<u>\$ 3,707,154</u>	<u>\$ 31,820,422</u>
Fund Balance - Beginning	32,849,807	32,849,807	-0-
Fund Balance - Ending	<u>\$ 4,736,539</u>	<u>\$ 36,556,961</u>	<u>\$ 31,820,422</u>

CITY OF SAN ANGELO, TEXAS

Major Governmental Debt Service Fund Description

For the Year Ended September 30, 2022

DEBT SERVICE FUND

To record the accumulation of resources for, and the payment of, long-term debt principal and interest not serviced by the proprietary funds.

Debt Service Fund – To account for the accumulation of resources and payment of principal and interest on general obligation bonds and certificates of obligation and sales tax supported certificates of obligations. Resources are provided by an ad valorem tax levy and transfer of type B sales tax proceeds from the Development Corporation.

CITY OF SAN ANGELO, TEXAS

**Schedule of Revenues, Expenditures, and Changes in Fund Balance -
Budget and Actual (Non-GAAP Budgetary Basis) -
Major Governmental Debt Service Fund**

For the Year Ended September 30, 2022

	Debt Service Fund		
	Budget	Actual	Variance Positive (Negative)
REVENUES			
Investment Income:			
Interest	\$ 6,939	\$ 13,068	\$ 6,129
Change in Fair Value of Investments	-0-	(82,897)	(82,897)
Taxes:			
Property	5,114,486	5,263,601	149,115
Other Miscellaneous	2,565,394	2,474,426	(90,968)
Total Revenues	<u>\$ 7,686,819</u>	<u>\$ 7,668,198</u>	<u>(\$ 18,621)</u>
EXPENDITURES			
Debt Service:			
Principal	\$ 5,020,000	\$ 5,020,000	\$ -0-
Interest and Fiscal Charges	2,870,672	2,654,919	215,753
Total Expenditures	<u>\$ 7,890,672</u>	<u>\$ 7,674,919</u>	<u>\$ 215,753</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(\$ 203,853)</u>	<u>(\$ 6,721)</u>	<u>\$ 197,132</u>
OTHER FINANCING SOURCES (USES)			
Transfer In	\$ 353,853	\$ 353,853	\$ -0-
Transfer Out	-0-	(285,691)	285,691
Total Other Financing Sources (Uses)	<u>\$ 353,853</u>	<u>\$ 68,162</u>	<u>\$ 285,691</u>
Net Change in Fund Balance	<u>\$ 150,000</u>	<u>\$ 61,441</u>	<u>(\$ 88,559)</u>
Fund Balance - Beginning	2,405,850	2,405,850	-0-
Fund Balance - Ending	<u>\$ 2,555,850</u>	<u>\$ 2,467,291</u>	<u>(\$ 88,559)</u>

CITY OF SAN ANGELO, TEXAS

Nonmajor Enterprise Funds Description

For the Year Ended September 30, 2022

ENTERPRISE FUNDS

To account for any activity for which a fee is charged to external users for goods or services.

The City operates six enterprise funds. The Water and Sewer enterprise funds are reported as major funds. The remaining enterprise funds are reported as nonmajor and include the following:

Airport Fund – To account for the operation of the airport.

State Office Building Fund – To account for the operation of a building, acquired and renovated, primarily to provide a facility for lease to the State of Texas in order for all state offices to be in one location.

Solid Waste Fund – To account for the City's portion of operating the landfill.

Stormwater Fund – To account for the operation of stormwater treatment and management.

CITY OF SAN ANGELO, TEXAS

Combining Statement of Net Position - Nonmajor Enterprise Funds

As of September 30, 2022

	Airport	State Office Building	Solid Waste	Stormwater	Total
ASSETS					
Current Assets:					
Cash and Cash Equivalents	\$ 736,119	\$ 715,445	\$ 1,438,059	\$ 947,914	\$ 3,837,537
Investments	947,406	45,983	3,717,206	3,271,932	7,982,527
Receivables:					
Accrued Interest	2,605	1,030	7,170	4,033	14,838
Accounts	119,361	21,566	934,155	569,030	1,644,112
Less: Allowance for Uncollectibles	-0-	-	(9,214)	(3,670)	(12,884)
Leases	75,028	956,782	15,684	-0-	1,047,494
Due From Other Governments	1,263,208	-0-	-0-	-0-	1,263,208
Restricted Assets:					
Cash and Cash Equivalents	210,129	-0-	-0-	-0-	210,129
Investments	587,873	-0-	-0-	-0-	587,873
Closure and Post-Closure Trust Fund	-0-	-0-	6,750,476	-0-	6,750,476
Total Current Assets	\$ 3,941,729	\$ 1,740,806	\$ 12,853,536	\$ 4,789,239	\$ 23,325,310
Noncurrent Assets:					
Leases Receivable	\$ 605,997	\$ 805,063	\$ 32,554	\$ -0-	\$ 1,443,614
Capital Assets:					
Land	\$ 1,568,591	\$ 275,412	\$ 480,310	\$ 760,314	\$ 3,084,627
Buildings	24,836,856	6,051,542	-0-	160,357	31,048,755
Improvements Other Than Buildings	20,842,155	467,576	-0-	431,089	21,740,820
Infrastructure	20,598,476	-0-	-0-	1,977,117	22,575,593
Machinery and Equipment	1,937,417	17,039	1,664,549	3,422,837	7,041,842
Right to Use Asset Leases	-0-	-0-	-0-	346,602	346,602
Construction in Progress	3,763,500	-0-	-0-	327,865	4,091,365
Less: Accumulated Depreciation	(50,068,056)	(4,968,293)	(1,259,215)	(2,141,788)	(58,437,352)
Net Capital Assets	\$ 23,478,939	\$ 1,843,276	\$ 885,644	\$ 5,284,393	\$ 31,492,252
Total Noncurrent Assets	\$ 24,084,936	\$ 2,648,339	\$ 918,198	\$ 5,284,393	\$ 32,935,866
Total Assets	\$ 28,026,665	\$ 4,389,145	\$ 13,771,734	\$ 10,073,632	\$ 56,261,176
DEFERRED OUTFLOWS OF RESOURCES					
Deferred Amounts Related to Pensions	\$ 99,647	\$ 88,912	\$ 55,921	\$ 223,802	\$ 468,282
Total Deferred Outflows of Resources	\$ 99,647	\$ 88,912	\$ 55,921	\$ 223,802	\$ 468,282
LIABILITIES					
Current Liabilities:					
Accounts Payable	\$ 421,590	\$ 12,450	\$ 538,231	\$ 44,813	\$ 1,017,084
Accrued Interest Payable	-0-	4,586	1,031	3,517	9,134
Noncurrent Lease Obligations Payable	-0-	-0-	-0-	57,772	57,772
Noncurrent Liabilities Due Within One Year	-0-	66,035	-0-	21,735	87,770
Total Current Liabilities	\$ 421,590	\$ 83,071	\$ 539,262	\$ 127,837	\$ 1,171,760
Noncurrent Liabilities:					
Net Pension Liability	\$ 234,395	\$ 55,286	\$ 89,304	\$ 427,591	\$ 806,576
Lease Obligations Payable	-0-	-0-	-0-	227,648	227,648
Total OPEB Liability	771,266	-0-	-0-	647,471	1,418,737
Noncurrent Liabilities Due After One Year	101,271	2,841	5,467,202	257,873	5,829,187
Total Noncurrent Liabilities	\$ 1,106,932	\$ 58,127	\$ 5,556,506	\$ 1,560,583	\$ 8,282,148
Total Liabilities	\$ 1,528,522	\$ 141,198	\$ 6,095,768	\$ 1,688,420	\$ 9,453,908
DEFERRED INFLOWS OF RESOURCES					
Deferred Amounts Related to Leases	\$ 674,196	\$ 1,752,600	\$ 48,760	\$ -0-	\$ 2,475,556
Deferred Amounts Related to Pensions	223,879	77,312	75,866	428,587	805,644
Deferred Amounts Related to OPEB	329,554	-0-	-0-	288,273	617,827
Total Deferred Inflows of Resources	\$ 1,227,629	\$ 1,829,912	\$ 124,626	\$ 716,860	\$ 3,899,027
NET POSITION					
Net Investment in Capital Assets	\$ 22,804,743	\$ 24,641	\$ 836,884	\$ 4,998,973	\$ 28,665,241
Unrestricted	2,565,418	2,482,306	6,770,377	2,893,181	14,711,282
Total Net Position	\$ 25,370,161	\$ 2,506,947	\$ 7,607,261	\$ 7,892,154	\$ 43,376,523

CITY OF SAN ANGELO, TEXAS

Combining Statement of Revenues, Expenses, and Changes in Fund Net Position - Nonmajor Enterprise Funds

For the Year Ended September 30, 2022

	Airport	State Office Building	Solid Waste	Stormwater	Total
OPERATING REVENUES					
Charges for Sales and Services:					
Pledged for Payment of Revenue Bonds:					
Stormwater Fee	\$ -0-	\$ -0-	\$ -0-	\$ 2,968,136	\$ 2,968,136
Solid Waste Service	-0-	-0-	2,777,759	-0-	2,777,759
Rents, Leases and Fees	-0-	1,181,642	-0-	-0-	1,181,642
Other	26,470	-0-	-0-	-0-	26,470
Unpledged:					
Rents, Leases, and Fees	1,389,148	-0-	-0-	61,791	1,450,939
Other	39,385	-0-	234,614	101,248	375,247
Total Operating Revenues	\$ 1,455,003	\$ 1,181,642	\$ 3,012,373	\$ 3,131,175	\$ 8,780,193
OPERATING EXPENSES					
Cost of Sales and Services	\$ 1,150,141	\$ 471,780	\$ 1,432,189	\$ 1,855,003	\$ 4,909,113
Administrative	1,712,640	28,447	104,510	275,129	2,120,726
Depreciation and Amortization	1,631,323	220,585	25,026	578,499	2,455,433
Total Operating Expenses	\$ 4,494,104	\$ 720,812	\$ 1,561,725	\$ 2,708,631	\$ 9,485,272
Operating Income (Loss)	(\$ 3,039,101)	\$ 460,830	\$ 1,450,648	\$ 422,544	(\$ 705,079)
NON-OPERATING REVENUES (EXPENSES)					
Investment Income:					
Interest	\$ 20,855	\$ 9,880	\$ 57,189	\$ 29,506	\$ 117,430
Change in Fair Value of Investments	(73,977)	(2,216)	(179,113)	(157,657)	(412,963)
Interest Expense and Fiscal Agent Fees	-0-	(4,004)	-0-	(4,126)	(8,130)
Total Non-Operating Revenues (Expenses)	(\$ 53,122)	\$ 3,660	(\$ 121,924)	(\$ 132,277)	(\$ 303,663)
Income (Loss) Before Contributions and Transfers	(\$ 3,092,223)	\$ 464,490	\$ 1,328,724	\$ 290,267	(\$ 1,008,742)
Contributions:					
Federal Grants	\$ 4,050,248	\$ -0-	\$ -0-	\$ -0-	\$ 4,050,248
Total Contributions	\$ 4,050,248	\$ -0-	\$ -0-	\$ -0-	\$ 4,050,248
Transfers In	1,159,192	556,065	-0-	156,647	1,871,904
Transfers (Out)	(519,320)	(381,239)	(3,670,446)	(706,684)	(5,277,689)
Total Contributions and Transfers	\$ 4,690,120	\$ 174,826	(\$ 3,670,446)	(\$ 550,037)	\$ 644,463
Change in Net Position	\$ 1,597,897	\$ 639,316	(\$ 2,341,722)	(\$ 259,770)	(\$ 364,279)
Net Position - Beginning	23,772,264	1,867,631	9,948,983	8,151,924	43,740,802
Net Position - Ending	\$ 25,370,161	\$ 2,506,947	\$ 7,607,261	\$ 7,892,154	\$ 43,376,523

CITY OF SAN ANGELO, TEXAS

Combining Statement of Cash Flows - Nonmajor Enterprise Funds

For the Year Ended September 30, 2022

	Airport	State Office Building	Solid Waste	Stormwater	Total
CASH FLOWS FROM OPERATING ACTIVITIES					
Cash Received from Customers	\$ 3,372,783	\$ 1,186,710	\$ 2,741,276	\$ 3,037,248	\$ 10,338,017
Cash Paid to Other Governments	(1,156,712)	-0-	-0-	-0-	(1,156,712)
Cash Paid to Suppliers for Goods and Services	(2,112,067)	(407,516)	(1,666,718)	(1,994,931)	(6,181,232)
Cash Paid for Employee Services and Benefits	(639,904)	(162,654)	(89,168)	(425,147)	(1,316,873)
Net Cash Provided (Used) by Operating Activities	(\$ 535,900)	\$ 616,540	\$ 985,390	\$ 617,170	\$ 1,683,200
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES					
Transfers In	\$ 1,159,192	\$ 556,065	\$ -0-	\$ 156,647	\$ 1,871,904
Transfers Out	(519,320)	(381,239)	(3,670,446)	(706,684)	(5,277,689)
Net Cash Provided (Used) by Noncapital Financing Activities	\$ 639,872	\$ 174,826	(\$ 3,670,446)	(\$ 550,037)	(\$ 3,405,785)
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES					
Acquisition of Capital Assets	(\$ 2,916,807)	\$ -0-	(\$ 34,909)	(\$ 874,536)	(\$ 3,826,252)
Capital Contributions Received	4,050,248	-0-	-0-	-0-	4,050,248
Principal Paid on Debt	-0-	(68,150)	-0-	-0-	(68,150)
Interest Paid on Debt	-0-	(4,004)	-0-	-0-	(4,004)
Principal Paid on Leases	-0-	-0-	-0-	(61,182)	(61,182)
Interest Paid on Leases	-0-	-0-	-0-	(609)	(609)
Net Cash Provided (Used) by Capital and Related Financing Activities	\$ 1,133,441	(\$ 72,154)	(\$ 34,909)	(\$ 936,327)	\$ 90,051
CASH FLOWS FROM INVESTING ACTIVITIES					
Purchase & Maturities of Investments	(\$ 828,112)	(\$ 12,964)	\$ 320,232	(\$ 922,471)	(\$ 1,443,315)
Interest Received on Investments	19,326	9,197	54,137	27,278	109,938
Net Cash Provided (Used) by Investing Activities	(\$ 808,786)	(\$ 3,767)	\$ 374,369	(\$ 895,193)	(\$ 1,333,377)
Net Increase (Decrease) in Cash	\$ 428,627	\$ 715,445	(\$ 2,345,596)	(\$ 1,764,387)	(\$ 2,965,911)
Cash - Beginning	517,621	-0-	3,783,655	2,712,301	7,013,577
Cash - Ending	\$ 946,248	\$ 715,445	\$ 1,438,059	\$ 947,914	\$ 4,047,666
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES					
Operating Income (Loss)	(\$ 3,039,101)	\$ 460,830	\$ 1,450,648	\$ 422,544	(\$ 705,079)
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities:					
Depreciation and Amortization	1,631,323	220,585	25,026	578,499	2,455,433
(Increase) Decrease in:					
Accounts Receivable	-0-	14,313	(271,619)	(93,927)	(351,233)
Other Receivable	1,924,609	-0-	-0-	-0-	1,924,609
Lease Receivable	(681,025)	(1,761,845)	(48,238)	-0-	(2,491,108)
Due from other governments	(1,156,712)	-0-	-0-	-0-	(1,156,712)
Postclosure liability	-0-	-0-	347,855	-0-	347,855
Deferred Outflows Related to Pensions	(1,453)	1,629	(11,286)	(63,619)	(74,729)
Increase (Decrease) in:					
Accounts Payable	254,991	(23,235)	(514,793)	(62,713)	(345,750)
Compensated Absences	28,868	(29,030)	(26,491)	(10,307)	(36,960)
Pension Liability	(193,357)	(19,321)	(48,092)	(285,439)	(546,209)
OPEB Liability	(405,211)	-0-	-0-	(354,690)	(759,901)
Deferred Inflows Related to Pension	97,418	14	33,620	198,549	329,601
Deferred Inflows Related to OPEB	329,554	-0-	-0-	288,273	617,827
Deferred Inflows Related to Leases	674,196	1,752,600	48,760	-0-	2,475,556
Net Cash Provided (Used) by Operating Activities	(\$ 535,900)	\$ 616,540	\$ 985,390	\$ 617,170	\$ 1,683,200
NONCASH INVESTING, CAPITAL AND FINANCING ACTIVITIES					
Amortization of Premiums and Discounts	\$ -0-	(\$ 1,340)	\$ -0-	\$ -0-	(\$ 1,340)
Change in Fair Value of Investments	(\$ 73,977)	(\$ 2,216)	(\$ 179,113)	(\$ 1,723)	(\$ 257,029)

CITY OF SAN ANGELO, TEXAS

Internal Service Funds Description

For the Year Ended September 30, 2022

INTERNAL SERVICE FUNDS

To report any activity that provides goods or services to other funds, departments, or agencies of the primary government and its component units on a cost-reimbursement basis.

Vehicle Maintenance Fund – To account for fuel, oil, and the maintenance and upkeep on City and school district vehicles.

Employee/Retiree Health Fund – To account for health insurance claims and the cost of medical treatment of employees, retirees, and their dependents.

Property and Casualty Insurance Fund – To account for general and automobile liability and property damage coverage for City property and vehicles.

Workers' Compensation Insurance Fund – To account for workers compensation coverage for City employees.

Communications Fund – To account for the operations of the City's internal communications system.

CITY OF SAN ANGELO, TEXAS

Combining Statement of Net Position - Internal Service Funds

As of September 30, 2022

	Vehicle Maintenance	Employee/ Retiree Health	Property and Casualty Insurance	Workers' Compensation Insurance	Communications	Total
ASSETS AND DEFERRED OUTFLOWS						
Current Assets:						
Cash and Cash Equivalents	\$ 1,344,477	\$ 1,531,027	\$ 466,776	\$ 770,319	\$ 202,477	\$ 4,315,076
Investments	94,838	401	-0-	1,323,044	193	1,418,476
Receivables:						
Accrued Interest	786	1,354	1,323	1,769	347	5,579
Accounts	110,249	48,655	-0-	58,004	-0-	216,908
Less: Allowance for Uncollectibles	-0-	(34,931)	-0-	-0-	-0-	(34,931)
Inventories	63,623	-0-	-0-	-0-	2,930	66,553
Total Current Assets	\$ 1,613,973	\$ 1,546,506	\$ 468,099	\$ 2,153,136	\$ 205,947	\$ 5,987,661
Noncurrent Assets						
Capital Assets:						
Buildings	\$ 390,269	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ 390,269
Improvements Other Than Buildings	66,093	-0-	-0-	-0-	5,237,312	5,303,405
Machinery and Equipment	1,016,690	-0-	-0-	-0-	8,943,771	9,960,461
Less: Accumulated Depreciation	(986,106)	-0-	-0-	-0-	(14,157,266)	(15,143,372)
Total Noncurrent Assets	\$ 486,946	\$ -0-	\$ -0-	\$ -0-	\$ 23,817	\$ 510,763
Total Assets	\$ 2,100,919	\$ 1,546,506	\$ 468,099	\$ 2,153,136	\$ 229,764	\$ 6,498,424
DEFERRED OUTFLOWS OF RESOURCES						
Deferred Amounts Related to Pensions	\$ 130,899	\$ 24,800	\$ 29,213	\$ 13,259	\$ 76,290	\$ 274,461
Deferred Amounts Related to OPEB	13,307	-0-	-0-	-0-	-0-	13,307
Total Deferred Outflows of Resources	\$ 144,206	\$ 24,800	\$ 29,213	\$ 13,259	\$ 76,290	\$ 287,768
LIABILITIES						
Current Liabilities:						
Accounts Payable	\$ 257,873	\$ 218,431	\$ 6,318	\$ 102,211	\$ 101,561	\$ 686,394
Noncurrent Liabilities Due Within One Year	2,416	356,793	147,893	872,115	-0-	1,379,217
Total Current Liabilities	\$ 260,289	\$ 575,224	\$ 154,211	\$ 974,326	\$ 101,561	\$ 2,065,611
Net Pension Obligation	267,940	54,550	62,520	-0-	59,235	444,245
Total OPEB Liability	1,521,901	561,106	-0-	344,866	-0-	2,427,873
Noncurrent Liabilities Due After One Year	119,415	60,744	425,140	1,364,000	42,493	2,011,792
Total Liabilities	\$ 2,169,545	\$ 1,251,624	\$ 641,871	\$ 2,683,192	\$ 203,289	\$ 6,949,521
DEFERRED INFLOWS OF RESOURCES						
Deferred Amounts Related to Pensions	\$ 276,442	\$ 61,913	\$ 57,768	\$ 61,245	\$ 85,462	\$ 542,830
Deferred Amounts Related to OPEB	590,815	232,840	-0-	222,541	-0-	1,046,196
Total Deferred Inflows of Resources	\$ 867,257	\$ 294,753	\$ 57,768	\$ 283,786	\$ 85,462	\$ 1,589,026
NET POSITION						
Net Investment in Capital Assets	\$ 486,946	\$ -0-	\$ -0-	\$ -0-	\$ 23,817	\$ 510,763
Unrestricted	(1,278,623)	24,929	(202,327)	(800,583)	(6,514)	(2,263,118)
Total Net Position	(\$ 791,677)	\$ 24,929	(\$ 202,327)	(\$ 800,583)	\$ 17,303	(\$ 1,752,355)

CITY OF SAN ANGELO, TEXAS

Combining Statement of Revenues, Expenses, and Changes in Fund Net Position - Internal Service Funds

For the Year Ended September 30, 2022

	Vehicle Maintenance	Employee/ Retiree Health	Property and Casualty Insurance	Workers' Compensation Insurance	Communications	Total
OPERATING REVENUES						
Charges for Sales and Services:						
Sales and Service	\$ 5,018,785	\$ 10,261,721	\$ 653,199	\$ 1,561,927	\$ 932,820	\$ 18,428,452
Other	122,181	1,273,592	-0-	-0-	-0-	1,395,773
Total Operating Revenues	<u>\$ 5,140,966</u>	<u>\$ 11,535,313</u>	<u>\$ 653,199</u>	<u>\$ 1,561,927</u>	<u>\$ 932,820</u>	<u>\$ 19,824,225</u>
OPERATING EXPENSES						
Cost of Sales and Services:						
Administrative	\$ 4,647,097	\$ 11,273,731	\$ 2,586,247	\$ 643,559	\$ 939,080	\$ 20,089,714
Depreciation and Amortization	47,465	-0-	-0-	-0-	14,582	62,047
Total Operating Expenses	<u>\$ 4,694,562</u>	<u>\$ 11,273,731</u>	<u>\$ 2,586,247</u>	<u>\$ 643,559</u>	<u>\$ 953,662</u>	<u>\$ 20,151,761</u>
Operating Income (Loss)	<u>\$ 446,404</u>	<u>\$ 261,582</u>	<u>(\$ 1,933,048)</u>	<u>\$ 918,368</u>	<u>(\$ 20,842)</u>	<u>(\$ 327,536)</u>
NONOPERATING REVENUES (EXPENSES)						
Interest	\$ 2,664	\$ 10,079	\$ 9,868	\$ 16,261	\$ 1,342	\$ 40,214
Change in Fair Value of Investments	(4,570)	(19)	-0-	(63,751)	(9)	(68,349)
Gain on Sale of Capital Assets	167,538	-0-	-0-	-0-	-0-	167,538
Total Nonoperating Revenues (Expenses)	<u>\$ 165,632</u>	<u>\$ 10,060</u>	<u>\$ 9,868</u>	<u>(\$ 47,490)</u>	<u>\$ 1,333</u>	<u>\$ 139,403</u>
Income (Loss) Before Contributions, Special Items, and Transfers	<u>\$ 612,036</u>	<u>\$ 271,642</u>	<u>(\$ 1,923,180)</u>	<u>\$ 870,878</u>	<u>(\$ 19,509)</u>	<u>(\$ 188,133)</u>
CONTRIBUTIONS AND TRANSFERS						
Transfers In	\$ -0-	\$ -0-	\$ 1,485,814	\$ -0-	\$ 181,180	\$ 1,666,994
Transfers Out	(311,615)	(512,127)	(1,010,927)	(2,398,398)	(1,548)	(4,234,615)
Total Contributions and Transfers	<u>(\$ 311,615)</u>	<u>(\$ 512,127)</u>	<u>\$ 474,887</u>	<u>(\$ 2,398,398)</u>	<u>\$ 179,632</u>	<u>(\$ 2,567,621)</u>
Change in Net Position	<u>\$ 300,421</u>	<u>(\$ 240,485)</u>	<u>(\$ 1,448,293)</u>	<u>(\$ 1,527,520)</u>	<u>\$ 160,123</u>	<u>(\$ 2,755,754)</u>
Net Position - Beginning	(1,092,482)	265,414	1,245,966	726,937	(142,820)	1,003,015
Restatement of Beginning Net Position	384	-0-	-0-	-0-	-0-	384
Net Position - Ending	<u>(\$ 791,677)</u>	<u>\$ 24,929</u>	<u>(\$ 202,327)</u>	<u>(\$ 800,583)</u>	<u>\$ 17,303</u>	<u>(\$ 1,752,355)</u>

CITY OF SAN ANGELO, TEXAS

Combining Statement of Cash Flows - Internal Service Funds

For the Year Ended September 30, 2022

	Vehicle Maintenance	Employee/ Retiree Health	Property and Casualty Insurance	Workers' Compensation Insurance	Communications	Total
CASH FLOWS FROM OPERATING ACTIVITIES						
Cash Receipts from Interfund Services Provided	\$ 5,134,576	\$ 11,587,550	\$ -0-	\$ -0-	\$ 932,820	\$ 17,654,946
Cash Received from Reinsurance	-0-	-0-	653,199	1,726,464	-0-	2,379,663
Cash Paid to Suppliers for Goods and Services	(4,011,687)	(1,634,494)	(2,851,825)	(542,654)	(862,311)	(9,902,971)
Cash Paid for Insurance Claims and Premiums	-0-	(8,793,749)	-0-	(502,593)	-0-	(9,296,342)
Cash Paid for Employee Services and Benefits	(860,181)	(715,198)	(180,149)	(439,643)	(48,851)	(2,244,022)
Net Cash Provided (Used) by Operating Activities	\$ 262,708	\$ 444,109	(\$ 2,378,775)	\$ 241,574	\$ 21,658	(\$ 1,408,726)
CASH FLOWS FROM NON-CAPITAL FINANCING ACTIVITIES						
Transfers In	\$ -0-	\$ -0-	\$ 1,485,814	\$ -0-	\$ 181,180	\$ 1,666,994
Transfers Out	(311,615)	(512,127)	(1,010,927)	(2,398,398)	(1,548)	(4,234,615)
Short-Term Interfund Loans Received	-0-	351	-0-	-0-	-0-	351
Short-Term Interfund Loans Paid	-0-	-0-	-0-	100	-0-	100
Net Cash Provided (Used) by Non-Capital Financing Activities	(\$ 311,615)	(\$ 511,776)	\$ 474,887	(\$ 2,398,298)	\$ 179,632	(\$ 2,567,170)
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES						
Acquisition of Capital Assets	(\$ 182,787)	\$ -0-	\$ -0-	\$ -0-	\$ -0-	(\$ 182,787)
Proceeds from Sale of Assets	167,538	-0-	-0-	-0-	-0-	167,538
Net Cash Provided (Used) by Capital and Related Financing Activities	(\$ 15,249)	\$ -0-	\$ -0-	\$ -0-	\$ -0-	(\$ 15,249)
CASH FLOWS FROM INVESTING ACTIVITIES						
Sale of Investments	(\$ 26,739)	(\$ 114)	\$ 1,216,274	(\$ 373,013)	(\$ 54)	\$ 816,354
Interest Received on Investments	2,463	9,318	9,123	15,033	1,241	37,178
Net Cash Provided (Used) by Investing Activities	(\$ 24,276)	\$ 9,204	\$ 1,225,397	(\$ 357,980)	\$ 1,187	\$ 853,532
Net Increase (Decrease) in Cash	(\$ 88,432)	(\$ 58,463)	(\$ 678,491)	(\$ 2,514,704)	\$ 202,477	(\$ 3,137,613)
Cash - Beginning	1,432,909	1,589,490	1,145,267	3,285,023	-0-	7,452,689
Cash - Ending	\$ 1,344,477	\$ 1,531,027	\$ 466,776	\$ 770,319	\$ 202,477	\$ 4,315,076
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES						
Operating Income (Loss)	\$ 446,404	\$ 261,582	(\$ 1,933,048)	\$ 918,368	(\$ 20,842)	(\$ 327,536)
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities						
Depreciation	47,465	-0-	-0-	-0-	14,582	62,047
(Increase) Decrease in Accounts Receivable	(6,390)	52,238	-0-	(58,004)	-0-	(12,156)
(Increase) Decrease in Accounts Inventories	(41,685)	-0-	-0-	-0-	-0-	(41,685)
(Increase) Decrease in Deferred Outflows Related to Pension	(516)	(6,428)	4,902	7,706	7,913	13,577
(Increase) Decrease in Deferred Outflows Related to OPEB	(13,307)	-0-	-0-	-0-	-0-	(13,307)
Increase (Decrease) in Accounts Payable	60,264	181,752	(267,319)	(19,931)	53,966	8,732
Increase (Decrease) in Insurance Claims Payable	-0-	-0-	(150,407)	(502,593)	-0-	(653,000)
Increase (Decrease) in OPEB Liability	(708,602)	(286,154)	-0-	(275,166)	-0-	(1,269,922)
Increase (Decrease) in Net Pension Liability	(204,623)	(50,204)	(52,353)	-0-	(31,973)	(339,153)
Increase (Decrease) in Compensated Absences	9,748	20,959	(7,772)	(2,938)	(1,908)	18,089
Increase (Decrease) in Deferred Inflows Related to Pension	83,135	37,524	27,222	(48,409)	(80)	99,392
Increase (Decrease) in Deferred Inflows Related to OPEB	590,815	232,840	-0-	222,541	-0-	1,046,196
Net Cash Provided (Used) by Operating Activities	\$ 262,708	\$ 444,109	(\$ 2,378,775)	\$ 241,574	\$ 21,658	(\$ 1,408,726)
NON-CASH INVESTING, CAPITAL AND FINANCING ACTIVITIES						
Change in Fair Value of Investments	(\$ 4,570)	(\$ 19)	\$ -0-	(\$ 63,751)	(\$ 8)	(\$ 68,348)

CITY OF SAN ANGELO, TEXAS

Fiduciary Funds Description

For the Year Ended September 30, 2022

FIDUCIARY FUNDS

To report assets held in a trust or custodial capacity for others and, therefore, cannot be used to support the government's own programs. Custodial funds are custodial in nature (assets equal liabilities).

CJC Custodial Fund – To account for fines and fees collected on behalf of the State of Texas.

TWDB Regional Flood Planning Fund – To account for expenditure payments associated with the regional flood planning project and the subsequent reimbursement receipts from the Texas Water Development Board (TWDB), which is funding the project in total.

CITY OF SAN ANGELO, TEXAS

Combining Statement of Fiduciary Net Position

For the Year Ended September 30, 2022

	CJC Agency Fund	TWDB Regional Flood Planning Fund	Total
ASSETS			
Cash and Cash Equivalents	\$ 290,913	\$ -0-	\$ 290,913
Due from Other Governments	1,921	40,447	42,368
Total Assets	<u>\$ 292,834</u>	<u>\$ 40,447</u>	<u>\$ 333,281</u>
LIABILITIES			
Accounts Payable	\$ 292,834	\$ 40,447	\$ 333,281
Total Liabilities	<u>\$ 292,834</u>	<u>\$ 40,447</u>	<u>\$ 333,281</u>
NET POSITION			
Net Position	\$ -0-	\$ -0-	\$ -0-
Total Net Position	<u>\$ -0-</u>	<u>\$ -0-</u>	<u>\$ -0-</u>

CITY OF SAN ANGELO, TEXAS

Combining Statement of Changes in Fiduciary Net Position

For the Year Ended September 30, 2022

	CJC Agency Fund	TWDB Regional Flood Planning Fund	Total
ADDITIONS			
Fines and Fees	\$ 1,488,219	\$ -0-	\$ 1,488,219
Payments from TWDB	-0-	554,548	554,548
Total Additions	\$ 1,488,219	\$ 554,548	\$ 2,042,767
DEDUCTIONS			
Payments to State Agency	\$ 1,488,219	\$ -0-	\$ 1,488,219
Payments Flood Planning Project	-0-	554,548	554,548
Total Deductions	\$ 1,488,219	\$ 554,548	\$ 2,042,767
Change in Net Position	\$ -0-	\$ -0-	\$ -0-
NET POSITION			
Net Position - Beginning	-0-	-0-	-0-
Net Position - Ending	\$ -0-	\$ -0-	\$ -0-



CITY OF SAN ANGELO, TEXAS

Discretely Presented Component Unit Description

For the Year Ended September 30, 2022

DISCRETELY PRESENTED COMPONENT UNIT

Additional information for the discretely presented component unit referred to in the notes to the financial statements is provided:

Development Corporation – To administer funds received under the type B City sales tax for economic development.

CITY OF SAN ANGELO, TEXAS

**Combining Balance Sheet -
Discretely Presented Component Unit**

As of September 30, 2022

	Development Corporation
ASSETS	
Cash and Cash Equivalents	\$ 7,786,864
Investments	12,473,546
Accounts Receivable	328
Due from Other Governments	2,174,761
Total Assets	<u>\$ 22,435,499</u>
LIABILITIES	
Accounts Payable	\$ 632,751
Total Liabilities	<u>\$ 632,751</u>
FUND BALANCE	
Restricted	\$ 21,802,748
Total Fund Balance	<u>\$ 21,802,748</u>
Total Liabilities and Fund Balance	<u>\$ 22,435,499</u>

**RECONCILIATION OF THE COMPONENT UNIT'S BALANCE SHEET TO THE STATEMENT
OF NET POSITION**

Fund Balance - Component Unit	\$ 21,802,748
Capital assets used in component unit are not financial resources, and therefore, are not reported in the balance sheet. The net effect - increases (decreases) in net position - of capital assets are:	
Beginning of the Year Cost	2,564,514
Beginning of the Year Accumulated Depreciation	(1,080,183)
Current Year Depreciation	(105,811)
Net Position of Component Unit	<u>\$ 23,181,268</u>

CITY OF SAN ANGELO, TEXAS

Combining Statement of Revenues, Expenditures, and Changes in Fund Balances - Discretely Presented Component Unit

For the Year Ended September 30, 2022

	Development Corporation
REVENUES	
Taxes:	
Sales	\$ 11,372,149
Intergovernmental	63,729
Charges for Services	160,482
Investment Income - Unrealized Loss	(615,004)
Total Revenues	\$ 10,981,356
EXPENDITURES	
Operating Expenditures	\$ 9,684,656
Total Expenditures	\$ 9,684,656
Excess (Deficiency) of Revenues	
Over (Under) Expenditures	\$ 1,296,700
Net Change in Fund Balance	\$ 1,296,700
Fund Balance - Beginning	20,980,501
Restatement of Beginning Fund Balance	(474,453)
Fund Balance - Ending	\$ 21,802,748

RECONCILIATION OF THE COMPONENT UNIT'S STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES TO THE STATEMENT OF ACTIVITIES

Total Net Change in Fund Balances - Component Unit	\$ 1,296,700
Depreciation does not require the use of current financial resources, and therefore, is not reported as an expenditure. The current year's depreciation decreases Net Position.	(105,811)
Change in Net Position of Component Unit	\$ 1,190,889

CITY OF SAN ANGELO, TEXAS

Statistical Section Narrative

For the Year Ended September 30, 2022

STATISTICAL SECTION

This part of the City of San Angelo's annual comprehensive financial report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and Required Supplementary Information says about the City's overall financial health.

Such statistical information includes:

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

Revenue Capacity – These schedules contain information to help the reader assess the City's most significant local revenue sources, gas, and sales tax revenues.

Debt Capacity – These schedules present information to help the reader assess the affordability of the City's current levels of outstanding debt and the City's ability to issue additional debt in the future.

Demographic and Economic Information – These schedules offer demographic and economic indicators to help the reader understand the environment within which the City's financial activities take place.

Operating Information – These schedules contain service and infrastructure data to help the reader understand how the information in the City's financial report relates to the services the City provides and the activities it performs.

STATISTICAL SECTION
(UNAUDITED - for Analytical Purposes Only)

This part of City of San Angelo, Texas' annual comprehensive financial report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the City's overall financial health.

TABLE	CONTENTS
	Financial Trends
	<i>These tables contain trend information to help the reader understand how the City's financial performance and well-being have changed over time.</i>
	Entity-wide information:
1	Net position by component, last ten fiscal years
2	Changes in net position, last ten fiscal years
	Governmental Funds Information:
3	Fund balances, last ten fiscal years
4	Changes in fund balances, last ten fiscal years
	Revenue Capacity
	<i>These tables contain information to help the reader assess the City's most significant local revenue source, the property tax. Also included is some additional information on sales tax revenue.</i>
5	Assessed value and actual value of taxable property, last ten fiscal years
6	Direct and overlapping property tax rates, last ten fiscal years
7	Principal property taxpayers, current year and nine years ago
8	Property tax levies and collections, last ten fiscal years
9	Direct and overlapping sales tax rates, last ten fiscal years
10	Sales tax revenue by industry, current year and five years ago
	Debt Capacity
	<i>These tables present information to help the reader assess the affordability of the City's current levels of outstanding debt and the City's ability to issue additional debt in the future.</i>
11	Ratios of outstanding debt by type, last ten fiscal years
12	Ratios of net general bonded debt outstanding, last ten fiscal years
13	Direct and overlapping governmental activities debt
14	Pledged revenue coverage, last ten fiscal years
	Demographic and Economic Information
	<i>These tables offer demographic and economic indicators to help the reader understand the environment within which the City's financial activities take place and to help make comparisons over time and with other governments.</i>
15	Demographic and economic statistics, last ten calendar years
16	Principal employers, current year and five years ago
	Operating Information
	<i>These tables contain information about the City's operations and resources to help the reader understand how the City's financial information relates to the services the City provides and activities it performs.</i>
17	Full-time equivalent city employees by department, last ten fiscal years
18	Operating indicators, last ten fiscal years
19	Capital asset statistics, last ten fiscal years

Sources: Unless otherwise noted, the information in these tables is derived from the annual comprehensive financial report for the relevant year.

CITY OF SAN ANGELO
NET POSITION BY COMPONENT,
LAST TEN FISCAL YEARS
(UNAUDITED - accrual basis of accounting)

	Fiscal Year									
	2021-22	2020-21	2019-20	2018-19	2017-18	2016-17	2015-16	2014-15	2013-14	2012-13
Governmental Activities:										
Net investment in capital assets	\$ 47,215,586	\$ 45,548,654	\$ 42,532,871	\$ 42,032,400	\$ 43,930,391	\$ 40,735,612	\$ 47,251,737	\$ 22,683,705	\$ 36,872,153	\$ 37,922,031
Restricted	67,444,907	56,811,637	7,371,196	26,659,496	17,767,899	16,874,203	34,668,116	16,248,477	11,346,760	11,346,760
Unrestricted	(134,243,810)	(143,224,409)	(114,938,120)	(114,292,280)	(115,842,937)	(44,678,753)	(63,955,519)	(16,545,241)	18,705,893	1,809,832
Total Governmental Activities Net Position	<u>(\$ 19,583,317)</u>	<u>(\$ 40,864,118)</u>	<u>(\$ 65,034,053)</u>	<u>(\$ 45,600,384)</u>	<u>(\$ 54,144,647)</u>	<u>\$ 12,931,062</u>	<u>\$ 17,964,334</u>	<u>\$ 22,386,941</u>	<u>\$ 66,924,806</u>	<u>\$ 51,078,623</u>
Business-Type Activities:										
Net investment in capital assets	\$ 222,614,779	\$ 239,727,017	\$ 298,364,531	\$ 200,960,575	\$ 150,891,275	\$ 190,198,520	\$ 168,098,952	\$ 161,562,185	\$ 137,816,767	\$ 59,580,126
Restricted	9,591,086	15,481,094	17,392,704	28,716,100	42,764,885	34,722,814	25,759,916	59,362,529	23,471,674	23,485,718
Unrestricted	91,908,770	45,054,358	(47,091,245)	18,841,138	40,902,089	(6,224,795)	9,725,257	(28,886,311)	25,651,846	91,981,182
Total Business-Type Activities Net Position	<u>\$ 324,114,635</u>	<u>\$ 300,262,469</u>	<u>\$ 268,665,990</u>	<u>\$ 248,517,813</u>	<u>\$ 234,558,249</u>	<u>\$ 218,696,539</u>	<u>\$ 203,584,125</u>	<u>\$ 192,038,403</u>	<u>\$ 186,940,287</u>	<u>\$ 175,047,026</u>
Primary Government:										
Net investment in capital assets	\$ 269,830,365	\$ 285,275,671	\$ 340,897,402	\$ 242,992,975	\$ 194,821,666	\$ 230,934,132	\$ 215,350,689	\$ 184,245,890	\$ 174,688,920	\$ 97,502,157
Restricted	77,035,993	72,292,731	24,763,900	55,375,596	60,532,784	51,597,017	60,428,032	75,611,006	34,818,434	34,832,478
Unrestricted	(42,335,040)	(98,170,051)	(162,029,365)	(95,451,142)	(74,940,848)	(50,903,548)	(54,230,262)	(45,431,552)	44,357,739	93,791,014
Total Primary Government Net Position	<u>\$ 304,531,318</u>	<u>\$ 259,398,351</u>	<u>\$ 203,631,937</u>	<u>\$ 202,917,429</u>	<u>\$ 180,413,602</u>	<u>\$ 231,627,601</u>	<u>\$ 221,548,459</u>	<u>\$ 214,425,344</u>	<u>\$ 253,865,093</u>	<u>\$ 226,125,649</u>

CITY OF SAN ANGELO
CHANGES IN NET POSITION,
LAST TEN FISCAL YEARS
(UNAUDITED - accrual basis of accounting)

	Fiscal Year									
	2021-22	2020-21	2019-20	2018-19	2017-18	2016-17	2015-16	2014-15	2013-14	2012-13
Expenses										
Governmental Activities:										
General Government	\$ 10,135,788	\$ 14,683,815	\$ 11,429,983	\$ 11,191,578	\$ 9,742,037	\$ 11,617,429	\$ 15,503,820	\$ 14,693,548	\$ 9,351,776	\$ 12,180,551
Public Safety	45,699,686	47,741,958	56,098,247	51,306,625	45,099,899	53,883,378	45,843,672	40,093,771	37,912,268	36,925,673
Public Works and Transportation	15,311,142	14,166,558	15,004,639	13,172,331	10,931,292	10,088,428	12,554,602	10,151,004	7,271,354	9,379,877
Public Facilities	3,022,844	3,103,094	3,339,678	3,607,237	3,882,536	3,571,629	3,790,497	2,742,085	2,574,982	2,616,279
Health and Human Services	3,140,853	3,889,999	3,604,030	3,575,627	2,771,095	3,455,935	3,697,454	3,222,433	2,989,869	3,033,911
Culture Parks and Recreation	10,133,285	9,395,769	10,168,157	9,402,480	8,358,240	10,941,795	8,076,896	7,147,927	6,513,566	7,619,225
Economic Development	965,385	1,266,269	693,708	821,214	551,388	609,428	392,494	368,283	495,557	1,211,080
Urban Redevelopment and Housing	752,853	1,196,494	1,247,703	979,075	853,174	926,648	1,051,058	938,418	970,756	1,552,520
Interest and Fiscal Charges	2,975,758	2,413,810	1,944,326	2,096,755	2,442,020	2,235,720	2,153,962	2,350,993	2,539,485	840,512
Total Governmental Activities Expenses	\$ 92,137,594	\$ 97,857,766	\$ 103,530,471	\$ 96,152,922	\$ 84,631,681	\$ 97,330,390	\$ 93,064,455	\$ 81,708,462	\$ 70,619,613	\$ 75,359,628
Business-Type Activities:										
Water	\$ 23,114,902	\$ 25,641,958	\$ 28,141,865	\$ 19,194,724	\$ 18,271,162	\$ 18,722,506	\$ 17,183,317	\$ 16,783,235	\$ 16,064,612	\$ 15,711,368
Sewer	10,243,543	5,033,881	15,459,800	8,540,855	7,926,154	8,778,915	8,873,695	8,170,739	7,268,532	7,564,628
Airport	4,494,104	2,901,544	4,214,237	4,068,586	3,478,293	4,283,374	4,506,411	3,813,818	3,783,952	2,938,311
State Office Building	724,816	688,925	915,718	706,905	985,971	1,031,980	1,127,308	993,803	1,140,737	1,061,772
Solid Waste	1,561,725	784,969	1,477,731	1,327,285	691,372	930,399	786,709	491,075	1,876,321	-0-
Stormwater	2,712,757	2,251,183	1,686,980	2,284,557	1,989,444	1,772,384	2,032,021	1,952,448	2,069,601	1,454,672
Total Business-Type Activities Expenses	\$ 42,851,847	\$ 37,302,460	\$ 51,896,331	\$ 36,122,912	\$ 33,342,396	\$ 35,519,558	\$ 34,509,461	\$ 32,205,118	\$ 32,203,755	\$ 28,730,751
Total Primary Government Expenses	\$ 134,989,441	\$ 135,160,226	\$ 155,426,802	\$ 132,275,834	\$ 117,974,077	\$ 132,849,948	\$ 127,573,916	\$ 113,913,580	\$ 102,823,368	\$ 104,090,379
Program Revenues										
Governmental Activities:										
Charges for services:										
General Government	\$ 1,148,507	\$ 1,238,012	\$ 1,712,613	\$ 1,691,966	\$ 1,652,711	\$ 1,470,249	\$ 1,263,453	\$ 1,175,801	\$ 1,127,007	\$ 1,255,367
Public Safety	5,888,024	6,346,886	8,780,013	8,674,161	7,648,482	7,459,560	6,503,328	6,027,415	5,777,959	6,436,072
Public Works and Transportation	989,777	1,066,913	1,475,922	1,458,128	1,294,594	1,264,891	1,096,279	1,011,878	971,276	1,081,898
Public Facilities	578,798	623,905	863,083	852,678	760,856	744,368	642,393	591,151	567,979	632,669
Health and Human Services	788,608	850,065	1,175,944	1,161,767	1,114,913	1,110,551	902,281	793,706	773,866	862,005
Culture, Parks and Recreation	364,041	392,411	542,845	536,300	476,852	466,090	403,454	372,065	357,236	397,923
Economic Development	233,202	251,376	347,742	343,550	302,788	295,237	257,524	238,744	228,843	254,907
Urban Redevelopment and Housing	17,220	18,562	25,678	25,368	22,535	22,021	19,077	17,603	16,898	18,823
Operating grants and contributions	19,049,665	20,534,221	4,700,560	4,643,889	4,018,031	3,857,901	3,443,621	3,243,424	3,093,348	3,445,662
Capital grants and contributions	600,569	647,372	405,598	400,708	343,815	372,387	5,167,884	279,866	266,916	297,316
Total Governmental Activities Program Revenues	\$ 29,658,411	\$ 31,969,723	\$ 20,029,998	\$ 19,788,515	\$ 17,635,577	\$ 17,063,255	\$ 19,699,294	\$ 13,751,653	\$ 13,181,328	\$ 14,682,642
Business-Type Activities:										
Water	\$ 45,390,136	\$ 41,668,411	\$ 41,862,214	\$ 36,966,360	\$ 38,739,911	\$ 32,891,977	\$ 28,438,454	\$ 24,155,233	\$ 25,255,292	\$ 25,539,687
Sewer	18,340,534	17,674,189	17,111,663	16,660,607	17,542,589	13,944,617	11,808,606	11,062,765	11,169,732	11,282,467
Airport	1,455,003	2,348,292	1,379,102	1,674,529	1,528,475	1,555,945	1,664,125	1,330,236	1,246,710	2,287,792
State Office Building	1,181,642	1,183,051	1,346,039	1,230,035	1,240,281	1,232,054	1,276,717	1,220,429	1,201,085	1,191,259
Solid Waste	3,012,373	2,591,680	2,092,400	2,180,406	1,616,886	2,063,568	2,235,398	1,928,017	7,642,056	-0-
Stormwater	3,131,175	2,990,656	2,855,729	2,839,392	2,904,618	2,564,203	2,590,375	2,545,923	2,665,234	2,588,676
Operating grants and contributions	-0-	-0-	1,205	148	-0-	150	-0-	-0-	-0-	1,984
Capital grants and contributions	4,050,248	1,944,362	748,880	1,170,362	3,765,372	970,516	1,024,628	876,929	1,527,019	980,899
Total Business-Type Activities Program Revenues	\$ 76,561,111	\$ 70,400,641	\$ 67,397,232	\$ 62,721,839	\$ 67,338,132	\$ 55,223,030	\$ 49,038,303	\$ 43,119,532	\$ 50,707,128	\$ 43,872,764
Total Primary Government Program Revenues	\$ 106,219,522	\$ 102,370,364	\$ 87,427,230	\$ 82,510,354	\$ 84,973,709	\$ 72,286,285	\$ 68,737,597	\$ 56,871,185	\$ 63,888,456	\$ 58,555,406
Net (Expense) / Revenue										
Governmental Activities	(\$ 62,479,183)	(\$ 65,888,043)	(\$ 83,500,473)	(\$ 76,364,407)	(\$ 66,996,104)	(\$ 80,267,135)	(\$ 73,365,162)	(\$ 67,956,809)	(\$ 57,438,285)	(\$ 60,676,986)
Business-Type Activities	33,709,264	33,098,181	15,500,901	26,598,927	33,995,736	19,703,472	14,528,842	10,914,414	18,503,373	15,142,013
Total Primary Government Net Expense	(\$ 28,769,919)	(\$ 32,789,862)	(\$ 67,999,572)	(\$ 49,765,480)	(\$ 33,000,368)	(\$ 60,563,663)	(\$ 58,836,320)	(\$ 57,042,395)	(\$ 38,934,912)	(\$ 45,534,973)

CITY OF SAN ANGELO
CHANGES IN NET POSITION,
LAST TEN FISCAL YEARS
(UNAUDITED - accrual basis of accounting)

	Fiscal Year									
	2021-22	2020-21	2019-20	2018-19	2017-18	2016-17	2015-16	2014-15	2013-14	2012-13
General Revenues and Other Changes in Net Position										
Governmental Activities:										
Taxes										
Property Taxes	\$ 45,212,654	\$ 42,260,884	\$ 41,113,691	\$ 39,235,072	\$ 39,181,491	\$ 36,675,045	\$ 38,061,931	\$ 36,040,174	\$ 35,886,552	\$ 31,726,116
Sales Taxes	22,744,177	21,527,546	20,440,115	19,962,832	19,812,694	17,676,790	17,147,214	19,253,436	18,948,114	17,257,554
Franchise Taxes	4,191,240	3,481,709	4,591,806	4,232,646	4,586,508	5,012,040	4,349,480	4,472,891	4,362,554	3,934,338
Other Taxes	3,271,121	3,032,658	2,749,728	3,405,338	2,884,378	2,433,101	2,334,928	2,780,823	3,599,661	3,168,436
Penalty, Interest and Fees on Delinquent Taxes	-0-	1,035,580	936,604	778,519	-0-	890,555	337,978	-0-	336,332	372,288
Investment Income	(3,181,844)	88,319	(468,675)	6,604,710	784,901	914,166	691,470	446,208	222,538	149,045
Miscellaneous	3,920,808	5,105,492	3,991,362	3,614,062	3,939,359	5,411,365	1,235,450	975,710	1,299,586	1,983,470
Settlement Proceeds	-0-	-0-	-0-	-0-	-0-	1,000,000	-0-	-0-	-0-	-0-
Gain (Loss) on Sale of Capital Assets	159,243	207,742	(22,165)	(19,527)	-0-	-0-	-0-	-0-	519,315	(3,357)
Transfers	7,381,426	1,958,476	(9,215,662)	7,096,796	6,055,653	5,220,801	4,800,468	5,825,678	3,775,844	4,197,654
Total Governmental Activities	\$ 83,698,825	\$ 78,698,406	\$ 64,116,804	\$ 84,910,448	\$ 77,244,984	\$ 75,233,863	\$ 68,958,919	\$ 69,794,920	\$ 68,950,496	\$ 62,785,544
Business-Type Activities										
Investment Income	(\$ 3,865,069)	\$ 234,322	(\$ 6,753,812)	(\$ 2,034,103)	\$ 474,918	\$ 612,318	\$ 582,468	\$ 411,913	\$ 147,684	\$ 118,321
Unrestricted Grants and Contributions	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	4,225	-0-
Gain (Loss) on Sale of Capital Assets	978,950	2,014,509	2,135,426	993,389	113,364	17,425	663,072	24,947	157,227	(30,138)
Transfers	(7,381,426)	(1,958,476)	9,215,662	(7,096,796)	(5,654,599)	(5,220,801)	(4,800,468)	(5,825,678)	(3,775,844)	(4,197,654)
Total Business-Type Activities	(\$ 10,267,545)	\$ 290,355	\$ 4,597,276	(\$ 8,137,510)	(\$ 5,066,317)	(\$ 4,591,058)	(\$ 3,554,928)	(\$ 5,388,818)	(\$ 3,466,708)	(\$ 4,109,471)
Total Primary Government	\$ 73,431,280	\$ 78,988,761	\$ 68,714,080	\$ 76,772,938	\$ 72,178,667	\$ 70,642,805	\$ 65,403,991	\$ 64,406,102	\$ 65,483,788	\$ 58,676,073
Change in Net Position										
Governmental Activities	\$ 21,219,642	\$ 12,810,363	(\$ 19,383,669)	\$ 8,546,041	\$ 10,248,880	(\$ 5,033,272)	(\$ 4,406,243)	\$ 1,838,111	\$ 11,512,211	\$ 2,108,558
Business-Type Activities	23,441,719	33,388,536	20,098,177	18,461,417	28,929,419	15,112,414	10,973,914	5,525,596	15,036,665	11,032,542
Total Primary Government	\$ 44,661,361	\$ 46,198,899	\$ 714,508	\$ 27,007,458	\$ 39,178,299	\$ 10,079,142	\$ 6,567,671	\$ 7,363,707	\$ 26,548,876	\$ 13,141,100

CITY OF SAN ANGELO
 FUND BALANCES, GOVERNMENTAL FUNDS,
 LAST TEN FISCAL YEARS
(UNAUDITED - modified accrual basis of accounting)

	Fiscal Year									
	2021-22	2020-21	2019-20	2018-19	2017-18	2016-17	2015-16	2014-15	2013-14	2012-13
General Fund:										
Nonspendable	\$ 43,322	\$ 43,322	\$ 43,322	\$ 43,322	\$ 50,822	\$ 43,778	\$ 44,988	\$ 23,407	\$ 18,724	\$ 18,724
Restricted	3,010,037	2,156,718	2,158,481	1,773,777	1,437,802	-	-	-	-	-
Committed	133,942	99,999	98,236	181,062	161,594	-	-	-	-	375,219
Assigned	-	-	-	-	-	-	13,950,805	-	-	-
Unassigned	54,888,511	46,877,439	46,441,927	46,324,305	52,454,021	35,424,429	24,846,560	35,932,736	30,347,858	21,450,995
Total General Fund	<u>\$ 58,075,812</u>	<u>\$ 49,177,478</u>	<u>\$ 48,741,966</u>	<u>\$ 48,322,466</u>	<u>\$ 54,104,239</u>	<u>\$ 35,468,207</u>	<u>\$ 38,842,353</u>	<u>\$ 35,956,143</u>	<u>\$ 30,366,582</u>	<u>\$ 21,844,938</u>
Other Governmental Funds:										
Nonspendable	\$ 2,525,869	\$ 2,514,329	\$ 412,267	\$ 15,748,208	\$ 14,739,825	\$ 14,201,260	\$ 12,747,748	\$ 12,747,748	\$ -	\$ -
Restricted	15,006,022	13,852,933	4,901,607	4,315,087	4,152,586	3,470,316	3,355,777	3,500,930	14,754,510	13,112,031
Committed	50,799,334	38,276,465	623,760	1,982,650	16,737,775	2,462,163	224,988	210,128	214,544	195,544
Assigned	-	-	-	-	-	-	-	3,876,293	2,174,422	1,383,199
Unassigned, reported in:										
Special Revenue Funds	-	(10,784)	(487,551)	(46,905)	(179,094)	-	-	-	857,949	(386,968)
Capital Projects Funds	-	-	43,856,529	26,278,540	-	20,547,466	29,968,800	16,889,602	4,312,945	5,953,205
Permanent Funds	-	-	-	-	-	-	-	-	-	-
Total Other Governmental Funds	<u>\$ 68,331,225</u>	<u>\$ 54,632,943</u>	<u>\$ 49,306,612</u>	<u>\$ 48,277,580</u>	<u>\$ 35,451,092</u>	<u>\$ 40,681,205</u>	<u>\$ 46,297,313</u>	<u>\$ 37,224,701</u>	<u>\$ 22,314,370</u>	<u>\$ 20,257,011</u>
Total All Governmental Funds	<u>\$ 126,407,037</u>	<u>\$ 103,810,421</u>	<u>\$ 98,048,578</u>	<u>\$ 96,600,046</u>	<u>\$ 89,555,331</u>	<u>\$ 76,149,412</u>	<u>\$ 85,139,666</u>	<u>\$ 73,180,844</u>	<u>\$ 52,680,952</u>	<u>\$ 42,101,949</u>

CITY OF SAN ANGELO
CHANGES IN FUND BALANCES, GOVERNMENTAL FUNDS,
LAST TEN FISCAL YEARS
(UNAUDITED - modified accrual basis of accounting)

	Fiscal Year									
	2021-22	2020-21	2019-20	2018-19	2017-18	2016-17	2015-16	2014-15	2013-14	2012-13
Revenues										
Taxes	\$ 75,118,026	\$ 71,333,442	\$ 69,832,695	\$ 67,506,750	\$ 66,563,532	\$ 62,687,528	\$ 62,298,826	\$ 62,509,576	\$ 63,784,662	\$ 56,905,030
Licenses and Permits	1,245,143	1,140,024	1,330,704	1,014,298	895,056	954,157	956,392	826,482	916,819	806,257
Intergovernmental	18,209,573	20,534,221	5,077,050	5,421,684	3,116,193	3,795,934	7,090,325	2,484,974	2,247,654	3,015,193
Charges for Services	7,805,662	7,708,211	9,079,221	9,917,452	9,519,878	8,470,254	8,387,995	6,609,817	6,233,192	7,522,933
Rental Income	219,143	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-
Fines and Forfeits	2,189,668	2,388,001	2,735,129	3,088,295	3,043,918	2,848,276	2,621,105	2,995,256	3,209,901	2,813,772
Investment Income	(3,153,709)	68,578	695,575	6,801,350	783,199	883,366	643,833	424,050	211,041	135,729
Other Revenues	3,910,030	5,304,758	5,799,256	3,960,848	4,376,724	5,821,517	1,724,315	1,884,996	1,873,348	2,989,974
Total revenues	\$ 105,543,536	\$ 108,477,235	\$ 94,549,630	\$ 97,710,677	\$ 88,298,500	\$ 85,461,032	\$ 83,722,791	\$ 77,735,151	\$ 78,476,617	\$ 74,188,888
Expenditures										
General Government	\$ 11,072,092	\$ 13,283,858	\$ 10,412,196	\$ 10,429,050	\$ 10,391,827	\$ 9,945,155	\$ 10,869,576	\$ 10,011,264	\$ 9,477,008	\$ 9,366,929
Public Safety	48,296,040	44,977,820	46,284,609	43,139,312	45,308,143	42,501,940	38,904,221	36,350,918	35,320,291	34,062,079
Public Works and Transportation	15,499,701	12,043,502	12,542,111	11,313,973	10,556,255	10,058,424	11,523,740	9,540,184	6,913,690	8,767,928
Public Facilities	1,096,622	948,878	1,001,401	1,033,854	1,010,503	967,170	998,644	914,595	1,013,884	889,044
Health and Human Services	4,342,075	3,603,317	3,337,178	3,260,087	3,176,408	3,097,989	3,334,684	3,009,616	2,848,160	2,842,001
Culture, Parks and Recreation	8,790,050	7,585,405	8,196,185	7,118,055	7,073,447	6,878,803	6,121,336	5,414,918	5,311,249	6,292,490
Economic Development	956,055	1,255,269	654,800	831,623	531,555	609,428	392,494	368,283	495,557	747,629
Urban Redevelopment and Housing	869,716	1,181,817	1,224,805	938,963	857,450	892,762	1,018,949	913,145	932,510	1,498,100
Capital Outlay	11,150,516	19,516,938	9,250,259	11,462,491	10,759,766	13,012,354	9,283,468	5,738,482	4,217,544	5,795,660
Debt service:										
Principal	5,231,994	4,675,000	5,215,000	5,052,000	5,721,047	8,492,000	5,409,500	2,292,000	2,862,000	9,401,601
Interest and fees	2,844,100	2,959,413	2,528,645	2,504,405	2,599,386	2,502,164	2,381,580	2,138,538	2,159,487	2,133,148
Total expenditures	\$ 110,148,961	\$ 112,031,217	\$ 100,647,189	\$ 97,083,813	\$ 97,985,787	\$ 98,958,189	\$ 90,238,192	\$ 76,691,943	\$ 71,551,380	\$ 81,796,609
Excess revenues over (under) expenditures	(\$ 4,605,425)	(\$ 3,553,982)	(\$ 6,097,559)	\$ 626,864	(\$ 9,687,287)	(\$ 13,497,157)	(\$ 6,515,401)	\$ 1,043,208	\$ 6,925,237	(\$ 7,607,721)
Other financing sources (uses)										
Transfers In	\$ 21,195,260	\$ 19,109,873	\$ 12,315,805	\$ 11,206,492	\$ 8,252,955	\$ 8,583,538	\$ 5,912,120	\$ 6,638,763	\$ 4,488,533	\$ 4,703,287
Debt Issue Proceeds	16,161,688	-0-	17,658,467	-0-	16,920,760	3,216,365	16,458,568	13,641,008	-0-	6,472,462
Sale of Capital Assets	1,030,532	19,417	(7,418)	76,512	480,484	568,474	159,447	752,083	552,491	754,582
Transfers Out	(11,246,213)	(18,804,464)	(22,370,763)	(4,865,153)	(2,598,356)	(7,861,474)	(1,172,702)	(813,085)	(896,391)	(505,633)
Total other financing sources (uses)	\$ 27,141,267	\$ 324,826	\$ 7,596,091	\$ 6,417,851	\$ 23,055,843	\$ 4,506,903	\$ 21,357,433	\$ 20,218,769	\$ 4,144,633	\$ 11,424,698
Net change in fund balances	\$ 22,535,842	(\$ 3,229,156)	\$ 1,498,532	\$ 7,044,715	\$ 13,368,556	(\$ 8,990,254)	\$ 14,842,032	\$ 21,261,977	\$ 11,069,870	\$ 3,816,977
Debt service as a percentage of noncapital expenditures	8.1%	8.0%	8.3%	8.7%	9.2%	12.0%	9.4%	6.0%	7.4%	15.2%

CITY OF SAN ANGELO
 ASSESSED VALUE AND ACTUAL VALUE OF TAXABLE PROPERTY,
 LAST TEN FISCAL YEARS;
 (UNAUDITED)

Fiscal Year	Tax Year	Actual Value					Less: Exemptions	Net Assessed Taxable Value	Total Direct Tax Rate
		Residential Property	Commercial Property	Industrial Property	Personal Property	Total			
2012-13	2012	3,126,836,948	635,385,879	33,506,700	642,047,015	4,437,776,542	692,309,826	3,745,466,716	0.78100
2013-14	2013	3,157,788,596	662,174,170	31,250,910	704,088,330	4,555,302,006	678,705,787	3,876,596,219	0.77600
2014-15	2014	3,557,375,484	724,622,860	32,217,560	762,652,660	5,076,868,564	844,657,199	4,232,211,365	0.77600
2015-16	2015	3,881,638,165	760,948,870	32,460,990	901,606,440	5,576,654,465	975,159,581	4,601,494,884	0.77600
2016-17	2016	4,107,658,750	809,002,820	32,730,670	869,336,530	5,818,728,770	1,051,989,109	4,766,739,661	0.77600
2017-18	2017	4,325,243,884	843,054,000	34,296,050	881,095,683	6,083,689,617	1,105,783,881	4,977,905,736	0.77600
2018-19	2018	4,388,615,330	845,432,484	37,194,230	902,290,402	6,173,532,446	800,810,406	5,372,722,040	0.77600
2019-20	2019	4,510,421,500	889,343,894	40,336,110	954,850,423	6,394,951,927	706,404,340	5,688,547,587	0.77600
2020-21	2020	4,652,279,224	920,751,295	40,010,210	964,617,982	6,577,658,711	730,656,253	5,847,002,458	0.77600
2021-22	2021	4,931,109,195	915,929,477	41,298,250	925,784,008	6,814,120,930	766,597,649	6,047,523,281	0.73799

Source: Tom Green County Appraisal District

CITY OF SAN ANGELO
 DIRECT AND OVERLAPPING PROPERTY TAX RATES
 LAST TEN FISCAL YEARS
 (UNAUDITED)

Fiscal Year	City's Direct Tax Rates (Per \$100 of Assessed Value)			Overlapping Rates *	
	General Fund	Debt Service Fund	Total	Tom Green County	San Angelo School District
2012-13	0.70100	0.08000	0.78100	0.52500	1.26000
2013-14	0.69600	0.08000	0.77600	0.52500	1.26000
2014-15	0.69600	0.08000	0.77600	0.51500	1.24000
2015-16	0.67740	0.09860	0.77600	0.51250	1.23500
2016-17	0.67740	0.09860	0.77600	0.51250	1.22000
2017-18	0.68240	0.09360	0.77600	0.53500	1.21000
2018-19	0.68240	0.09360	0.77600	0.54500	1.21000
2019-20	0.68240	0.09360	0.77600	0.55117	1.13000
2020-21	0.68240	0.09360	0.77600	0.54980	1.12038
2021-22	0.63722	0.10077	0.73799	0.50579	0.97201

* Includes rates for maintenance & operations and debt service.

Source: Tom Green County Appraisal District.

CITY OF SAN ANGELO
PRINCIPAL PROPERTY TAXPAYERS
CURRENT YEAR AND NINE YEARS AGO
(UNAUDITED)

Taxpayer	Type of Business	Fiscal Year 2021-22			Fiscal Year 2012-13		
		Assessed Value	Rank	Percent of Total Assessed Value	Assessed Value	Rank	Percent of Total Assessed Value
AEP Texas Inc.	Utility	\$ 106,015,500	1	1.75%	\$ 29,997,660	5	0.80%
Walmart & Sam's	Retail	76,673,470	2	1.27%	57,298,520	1	1.53%
Ethicon	Manufacturing	69,465,820	3	1.15%	47,551,279	2	1.27%
Nextier Completion Solutions	Petroleum	65,493,620	4	1.08%			
Hirschfeld Steel & Energy	Manufacturing	38,840,450	5	0.64%			
Atmos Energy	Utility	26,433,050	6	0.44%			
HEB Grocery Company LP	Retail	23,608,580	7	0.39%			
Lithia Motors Inc	Automobile	22,045,330	8	0.36%			
Suddenlink Communications	Cable TV	21,616,180	9	0.36%	14,203,327	10	0.38%
Jim Bass Ford	Automobile	21,331,170	10	0.35%			
San Angelo Community Medical Center	Medical				32,189,417	4	0.86%
Martifer-Hirschfeld	Manufacturing				27,008,690	6	0.72%
Verizon	Utility				23,525,638	7	0.63%
Nabors Well Service	Petroleum				35,345,660	3	0.94%
Sunset Mall	Real Estate				18,821,000	8	0.50%
Alexander Construction	Real Estate				16,844,181	9	0.45%
		<u>\$ 471,523,170</u>		<u>7.79%</u>	<u>\$ 302,785,372</u>		<u>8.08%</u>
	Total Assessed Value	\$ 6,047,523,281			\$ 3,745,466,716		

Source: Tom Green County Appraisal District.

CITY OF SAN ANGELO
PROPERTY TAX LEVIES AND COLLECTIONS
LAST TEN FISCAL YEARS
(UNAUDITED)

Fiscal Year	Taxes Levied for the Fiscal Year	Subsequent Adjustments	Collected within the Fiscal Year of Levy		Collections in Subsequent Years	Total Collections to Date	
			Amount	Percent of Levy		Amount	Percent of Levy
2012-13	29,278,418	-0-	28,570,061	97.58%	515,007	29,085,068	99.34%
2013-14	30,082,389	-0-	29,583,219	98.34%	404,512	29,987,731	99.69%
2014-15	32,771,396	229,083	32,290,409	98.53%	415,937	32,706,346	99.11%
2015-16	35,569,387	214,162	34,998,697	98.40%	416,701	35,415,398	98.97%
2016-17	36,864,006	198,480	36,308,219	98.49%	502,506	36,810,725	99.32%
2017-18	38,416,262	217,733	37,830,580	98.48%	530,136	38,360,716	99.29%
2018-19	39,325,383	118,723	38,600,571	98.16%	445,735	39,046,305	98.99%
2019-20	41,060,841	89,676	40,392,930	98.37%	573,913	40,966,843	99.55%
2020-21	42,423,430	107,753	41,736,197	98.38%	595,310	42,331,507	99.53%
2021-22	43,693,823	265,544	43,011,456	98.44%	681,521	43,692,976	99.39%

Source: Tom Green County Appraisal District.

Table 9

CITY OF SAN ANGELO
 DIRECT and OVERLAPPING SALES TAX RATES
 LAST TEN FISCAL YEARS
(UNAUDITED)

Fiscal Year	City Direct Rate	Tom Green County	State of Texas
2011-12	1.50%	0.50%	6.25%
2012-13	1.50%	0.50%	6.25%
2013-14	1.50%	0.50%	6.25%
2014-15	1.50%	0.50%	6.25%
2015-16	1.50%	0.50%	6.25%
2016-17	1.50%	0.50%	6.25%
2017-18	1.50%	0.50%	6.25%
2018-19	1.50%	0.50%	6.25%
2019-20	1.50%	0.50%	6.25%
2020-21	1.50%	0.50%	6.25%
2021-22	1.50%	0.50%	6.25%

Source: State of Texas Comptroller

Table 10

CITY OF SAN ANGELO
SALES TAX REVENUE BY INDUSTRY
LAST TEN FISCAL YEARS

	Fiscal Years										
	2021-22	2020-21	2019-20	2018-19	2017-18	2016-17	2015-16	2014-15	2013-14	2012-13	2011-12
Agriculture, Forestry, Fishing, Hunting	\$ 61,751	\$ 57,816	\$ 53,973	\$ 48,917	\$ 48,150	\$ 44,069	\$ 47,211	\$ 46,385	\$ 37,568	\$ 36,839	\$ 19,527
Mining, Oil and Gas	350,797	191,314	340,555	305,736	264,833	193,764	346,879	767,728	429,088	402,265	280,351
Utilities	95,971	86,022	106,195	81,775	73,572	66,739	58,381	87,880	53,777	41,687	35,275
Construction	673,147	609,615	570,323	463,427	477,993	426,851	549,393	522,345	450,768	436,994	386,899
Manufacturing	1,003,299	841,022	908,738	911,053	708,408	602,520	976,073	1,333,468	944,269	710,688	455,474
Wholesale Trade	1,448,613	1,645,898	1,966,711	1,899,898	1,486,186	1,269,721	1,609,563	1,735,430	1,219,857	1,075,020	855,832
Retail Trade	14,266,926	12,828,499	12,521,033	11,848,681	11,158,794	10,944,922	11,647,853	12,253,082	11,640,218	10,869,678	9,905,872
Transportation, Warehousing	33,953	17,786	12,888	17,944	15,205	20,127	79,455	102,107	91,993	83,802	71,069
Information	824,032	933,876	1,255,310	1,223,809	1,099,011	1,155,833	1,216,797	1,167,114	1,035,657	949,969	878,883
Finance, Insurance	47,390	53,589	46,891	43,223	41,040	36,666	36,262	41,043	35,754	34,687	35,805
Real Estate, Rental, Leasing	361,359	347,453	539,859	462,728	393,803	278,081	429,211	528,890	392,044	422,161	273,286
Professional, Scientific, Technical	708,018	1,044,992	763,432	408,942	287,056	487,618	352,274	300,996	190,827	181,968	142,006
Admin. Support, Waste Management	617,367	635,187	614,844	628,061	599,735	582,506	555,283	517,954	456,665	397,017	403,471
Educational Services	2,383	1,585	3,059	2,803	3,506	3,463	3,176	3,838	3,704	4,567	3,820
Health Care Social Assistance	49,527	49,152	75,725	77,678	70,730	79,449	81,637	77,685	83,371	79,529	71,754
Arts, Entertainment, Recreation	253,705	211,145	211,085	194,791	188,684	193,750	186,234	170,099	162,358	157,981	139,611
Accommodation, Food Service	4,159,135	3,546,169	3,714,426	3,462,505	3,223,943	3,101,476	3,213,328	3,195,109	2,911,178	2,708,992	2,446,771
Other Services	1,013,242	957,078	1,012,714	1,044,941	968,228	943,391	1,005,837	899,882	784,784	708,350	631,693
	<u>\$ 25,970,614</u>	<u>\$ 24,058,199</u>	<u>\$ 24,717,760</u>	<u>\$ 23,126,912</u>	<u>\$ 21,108,876</u>	<u>\$ 20,430,948</u>	<u>\$ 22,394,848</u>	<u>\$ 23,751,035</u>	<u>\$ 20,923,880</u>	<u>\$ 19,302,193</u>	<u>\$ 17,037,398</u>

Source: State of Texas Comptroller

CITY OF SAN ANGELO
RATIOS OF OUTSTANDING DEBT BY TYPE,
LAST TEN FISCAL YEARS
(UNAUDITED)

Fiscal Year	Governmental Activities					Business-type Activities					Total Primary Government	Percent of Personal Income ^a	Per Capita ^a
	General Obligation Bonds	Certificates of Obligation		Notes Payable	Capital Leases	Water and Sewer Revenue Bonds	General Obligation Debt	Notes Payable	Capital Leases				
		Ad Valorem Tax Supported	Sales Tax Supported										
2011-12	555,428	15,930,000	28,065,000	1,928,000	-0-	-0-	47,125,000	114,647,114	-0-	218,425,001	6.58%	2,471	
2012-13	5,895,000	14,450,000	26,710,000	1,821,000	-0-	-0-	48,565,000	108,877,820	-0-	210,755,000	4.79%	2,278	
2013-14	5,820,000	13,175,000	25,305,000	1,714,000	-0-	-0-	44,900,000	103,152,899	-0-	192,000,000	4.62%	2,162	
2014-15	19,000,000	12,530,000	23,845,000	1,607,000	-0-	-0-	40,145,000	97,390,827	-0-	194,517,827	3.97%	1,969	
2015-16	49,355,000	2,165,000	13,185,000	1,500,000	-0-	-0-	35,095,000	91,628,594	-0-	192,928,594	3.69%	1,936	
2016-17	41,935,000	3,655,000	12,915,000	1,393,000	-0-	-0-	77,620,000	85,635,000	-0-	223,153,000	4.33%	2,216	
2017-18	54,285,000	2,650,000	12,335,000	1,286,000	-0-	47,070,000	24,710,000	79,910,000	-0-	222,246,000	4.34%	2,220	
2018-19	54,450,128	1,600,000	12,155,000	1,179,000	-0-	46,591,370	20,110,000	74,312,124	-0-	210,397,622	3.75%	2,099	
2019-20	62,125,000	1,295,000	11,970,000	1,072,000	-0-	101,095,000	15,295,000	68,410,000	-0-	260,190,000	4.32%	2,576	
2020-21	60,981,987	985,551	12,665,998	965,000	-0-	97,618,178	10,591,199	63,317,781	-0-	247,125,694	3.77%	2,471	
2021-22	72,169,717	1,645,551	24,250,998	858,000	-0-	51,477,500	7,884,838	57,162,872	-0-	215,449,476	2.93%	2,162	

Notes: Details of the City's outstanding debt are in the notes to the financial statements.

- a. See Table 15 for personal income and population data. These ratios are calculated using personal income and population for the prior calendar year.

Table 12

CITY OF SAN ANGELO
RATIOS OF NET GENERAL BONDED DEBT OUTSTANDING
LAST TEN FISCAL YEARS
(UNAUDITED)

Fiscal Year	General Obligation Bonds	Ad Valorem Tax Supported	Total	Percent of Actual Value of Taxable Property	Per Capita
2011-12	555,428	15,930,000	16,485,428	0.53%	238.21
2012-13	5,895,000	14,450,000	20,345,000	0.48%	213.63
2013-14	5,820,000	13,175,000	18,995,000	0.41%	189.05
2014-15	19,000,000	12,530,000	31,530,000	0.48%	222.08
2015-16	49,355,000	2,165,000	51,520,000	0.89%	491.34
2016-17	41,935,000	3,655,000	45,590,000	0.72%	416.43
2017-18	54,285,000	2,650,000	56,935,000	0.89%	542.20
2018-19	54,450,128	1,600,000	56,050,128	1.04%	559.84
2019-20	62,125,000	1,295,000	63,420,000	1.11%	627.90
2020-21	60,981,987	985,551	61,967,538	1.02%	619.64
2021-22	72,169,717	1,645,551	73,815,268	1.22%	740.62

CITY OF SAN ANGELO
 DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT
 AS OF SEPTEMBER 30, 2022
 (UNAUDITED)

Governmental Unit	Debt Outstanding	As of	Estimated Percentage Applicable a	Estimated Share of Overlapping Debt
Debt Repaid With Property Taxes				
San Angelo Independent School District	\$ 86,884,994	9/30/2021	100.00%	\$ 86,884,994
Tom Green County	\$ 57,080,000	9/30/2022	82.02%	46,817,016
Grape Creek Independent School District	\$ 10,043,383	9/30/2022	0.24%	24,104
Subtotal Overlapping Debt				\$ 133,726,114
City of San Angelo Direct Debt				b 76,462,000
Total Direct & Overlapping Debt				\$ 210,188,114

Sources: Taxable value used to estimate applicable percentages provided by Tom Green County Appraisal District.
 Outstanding debt data provided by each governmental unit.

Notes: Overlapping governments are those that coincide, at least in part, with the geographic boundaries of the City. This table estimates the portion of the outstanding debt of those overlapping governments that is borne by the residents and businesses of the City. This process recognizes that, when considering the City'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.

a The percentage of overlapping debt applicable is estimated using taxable property values. Applicable percentages were estimated by determining the portion of another governmental unit's taxable value that is within the City's boundaries and dividing it by each unit's taxable value.

b See Table 11 for details of the City's direct governmental activities debt.

Table 14

CITY OF SAN ANGELO
 PLEDGED-REVENUE COVERAGE
 LAST TEN FISCAL YEARS,
 (UNAUDITED)

Fiscal Year	Water and Sewer Revenue Bonds					
	Utility Service Charges	Less: Operating Expenses	Net Available Revenue	Debt Service		Coverage
				Principal	Interest	
2011-12	n/a	n/a	n/a	n/a	n/a	n/a
2012-13	n/a	n/a	n/a	n/a	n/a	n/a
2013-14	n/a	n/a	n/a	n/a	n/a	n/a
2014-15	n/a	n/a	n/a	n/a	n/a	n/a
2015-16	n/a	n/a	n/a	n/a	n/a	n/a
2016-17	n/a	n/a	n/a	n/a	n/a	n/a
2017-18	52,780,139	22,260,705	30,519,434	1,000,000	1,856,083	10.69
2018-19	53,626,969	23,998,872	29,628,097	1,015,000	1,839,742	10.38
2019-20	58,973,877	38,449,162	20,524,715	1,035,000	1,820,531	7.19
2020-21	59,342,601	26,311,950	33,030,651	1,060,000	1,798,479	11.56
2021-22	63,730,670	30,619,860	33,110,810	-0-	893,399	37.06

CITY OF SAN ANGELO
 DEMOGRAPHIC AND ECONOMIC STATISTICS,
 LAST TEN CALENDAR YEARS
 (UNAUDITED)

<u>Calendar Year</u>	<u>Population</u>	<u>Personal Income</u>	<u>Per Capita Income</u>	<u>Unemployment Rate</u>
	a	b		c
2012	95,887	4,620,116,000	48,183	5.3%
2013	97,492	4,753,332,000	48,756	5.1%
2014	98,975	5,187,009,000	52,407	4.2%
2015	100,450	5,273,593,000	52,500	3.1%
2016	100,702	5,158,024,000	51,221	4.4%
2017	100,119	5,121,700,000	51,156	3.7%
2018	100,215	5,616,169,000	56,041	3.2%
2019	101,004	6,016,858,000	59,570	3.5%
2020	100,006	6,550,552,000	65,502	6.9%
2021	99,667	7,363,552,000	73,882	3.0%

Sources: **a** U.S. Census Bureau

b U.S. Department of Commerce, Bureau of Economic Analysis for the San Angelo Metropolitan Statistical

c U.S. Bureau of Labor Statistics

CITY OF SAN ANGELO
PRINCIPAL EMPLOYERS,
CURRENT YEAR AND NINE YEARS AGO
(UNAUDITED)

Employer	Fiscal Year 2021-22			Fiscal Year 2012-13		
	Number of Employees	Rank	Percent of Total Employment	Number of Employees	Rank	Percent of Total Employment
Goodfellow Air Force Base	5,333	1	11.55%	5,165	1	11.64%
Shannon Health System	4,149	2	8.98%	2,627	2	5.92%
San Angelo Independent School District	1,934	3	4.19%	2,041	3	4.60%
Angelo State University	1,558	4	3.37%	1,680	4	3.79%
City of San Angelo	977	5	2.12%	855	7	1.93%
San Angelo State Supported Living Center	950	6	2.06%	920	5	2.07%
Tom Green County	670	7	1.45%	727	8	1.64%
Ethicon (Johnson & Johnson)	655	8	1.42%	510	10	1.15%
TimeClock Plus	637	9	1.38%			
Blue Cross Blue Sheild of Texas	406	10	0.88%			
San Angelo Community Medical Center	-			860	6	1.94%
SITEL, Inc.	-			572	9	1.29%
	<u>17,269</u>		<u>37.40%</u>	<u>15,957</u>		<u>35.97%</u>
Total San Angelo Employment	<u>46,190</u>			<u>44,374</u>		

Sources: San Angelo Chamber of Commerce
U.S. Bureau of Labor Statistics

CITY OF SAN ANGELO
 FULL-TIME EQUIVALENT CITY EMPLOYEES by DEPARTMENT
 LAST TEN FISCAL YEARS
 (UNAUDITED)

	Fiscal Year									
	2021-22	2020-21	2019-20	2018-19	2017-18	2016-17	2015-16	2014-15	2013-14	2012-13
Full-time-Equivalent Employees										
General Government										
City Manager	5.0	5.0	5.0	5.0	5.0	5.0	5.0	5.0	5.0	4.0
Legal, City Clerk	7.0	7.0	7.0	7.0	7.0	7.0	7.0	7.0	9.0	9.0
Real Estate	2.0	2.0	2.0	2.0	2.0	2.0	2.0	2.0	-	-
Public Information	2.0	2.0	2.0	2.0	2.0	2.0	2.0	2.0	2.0	2.0
Development Corporation	4.0	4.0	4.0	4.0	4.0	4.0	4.0	3.0	3.0	2.0
Human Resources	6.0	6.0	6.0	4.0	4.0	5.0	5.0	5.0	5.0	5.0
Building Maintenance	6.0	6.0	6.0	6.0	6.0	6.0	6.0	7.0	7.0	6.0
Construction Management	1.0	1.0	1.0	1.0	1.0	1.0	2.0	1.0	1.0	1.0
Emergency Management	1.0	1.0	1.0	2.5	2.0	3.0	2.0	2.0	2.0	2.0
City Health Insurance	1.0	1.0	1.0	2.0	2.0	1.0	1.0	1.0	1.0	1.0
Risk Management	5.0	5.0	5.0	4.0	4.0	4.0	4.0	4.0	4.0	4.0
Administration										
Finance, Accounting	12.0	12.0	12.0	12.0	12.0	12.0	12.0	12.0	12.0	13.0
Information Services	6.0	6.0	6.0	6.0	6.0	7.0	5.0	5.0	5.0	6.0
Communications	1.0	1.0	1.0	1.0	1.0	1.0	3.0	3.0	3.0	3.0
Purchasing	3.0	3.0	3.0	3.0	3.0	2.0	2.0	2.0	2.0	2.0
Municipal Court	30.0	31.0	31.0	32.5	32.0	32.0	33.0	34.0	33.0	33.0
Water Billing and Receipts	9.0	9.0	9.0	9.0	9.0	9.0	9.0	8.0	8.0	8.0
Vehicle Maintenance	17.0	17.0	17.0	17.0	17.0	17.0	17.0	18.0	17.0	17.0
Public Safety										
Police	213.0	212.0	207.0	208.0	207.0	203.0	199.0	199.0	199.0	197.0
Public Safety Communications	25.0	25.0	25.0	25.0	25.0	25.0	25.0	25.0	25.0	25.0
Fire / Ambulance	184.0	184.0	184.0	176.0	176.0	176.0	169.0	169.0	169.0	169.0
Fire Prevention	8.0	8.0	8.0	8.0	8.0	8.0	8.0	8.0	8.0	8.0
Community Development / Planning										
Planning	16.0	16.0	16.0	13.0	13.0	13.0	13.0	11.0	13.0	12.0
Engineering	15.0	17.0	15.0	15.0	15.0	15.0	15.0	7.0	8.0	8.0
Permits and Inspection	14.0	13.0	13.0	13.5	12.0	14.0	13.0	13.0	12.0	12.0
Code Compliance	6.0	6.0	6.0	6.0	6.0	6.0	6.0	7.0	9.0	7.0
911 Addressing	-	-	-	0.5	0.5	0.5	0.5	0.5	0.5	0.5
Neighborhood & Family Services	4.0	4.0	4.0	4.0	4.0	4.0	4.0	4.0	5.0	6.0
Keep San Angelo Beautiful	1.0	1.0	-	-	-	-	-	-	-	-
Public Works										
Operations	5.0	5.0	5.0	7.0	7.0	7.0	5.0	3.0	3.0	3.0
Traffic / Signal	11.0	11.0	11.0	11.0	11.0	11.0	11.0	11.0	11.0	12.0
Street and Bridge	37.0	37.0	37.0	37.0	37.0	37.0	33.0	27.0	27.0	27.0
Airport	13.0	13.0	13.0	13.0	13.0	13.0	13.0	13.0	14.0	14.0
Water	110.0	107.0	107.0	107.0	107.0	108.0	109.0	113.0	112.0	113.0
Sewer	41.0	41.0	41.0	39.0	39.0	39.0	38.0	38.0	38.0	38.0
Storm Water	23.0	21.0	23.0	23.0	23.0	23.0	21.0	22.0	21.0	24.0
Health and Social Services										
Administration	1.0	1.0	1.0	1.0	1.0	1.0	2.0	1.0	1.0	1.0
Animal Control	13.0	13.0	13.0	14.0	12.0	13.0	13.0	12.0	12.0	12.0
Nursing/Immunization	2.0	2.0	2.0	2.0	3.0	2.0	2.0	3.0	3.0	4.0
Environmental Health	3.0	3.0	4.0	2.5	2.0	3.0	3.0	3.0	3.0	3.0
Bioterrorism	-	-	-	-	-	-	-	-	-	-
WIC	14.0	14.0	14.0	14.0	14.0	14.0	15.0	15.0	17.0	14.0
Parks and Recreation										
Parks	49.0	49.0	49.0	49.0	49.0	49.0	49.0	46.0	46.0	47.0
Texas Bank Sports Complex	9.0	9.0	9.0	9.0	9.0	9.0	9.0	9.0	9.0	10.0
Recreation	7.0	7.0	7.0	7.0	8.0	7.0	7.0	7.0	7.0	7.0
Nutrition	2.0	1.0	1.0	3.0	1.0	5.0	5.0	5.0	5.0	4.0
Civic Events	12.0	12.0	12.0	12.0	12.0	12.0	12.0	12.0	12.0	12.0
Fort Concho	13.0	12.0	12.0	14.0	12.0	14.0	14.0	14.0	14.0	13.0
Fairmount Cemetery	6.0	6.0	6.0	6.0	6.0	6.0	6.0	6.0	6.0	6.0
State Office Building	2.0	2.0	2.0	2.0	2.0	2.0	2.0	2.0	2.0	2.0
Total Full-time-Equivalents	977.0	971.0	966.0	961.5	953.5	959.5	942.5	926.5	930.5	928.5

Source: City of San Angelo Operating Budget

*Real Estate was previously reported under the Legal, City Clerk

CITY OF SAN ANGELO
OPERATING INDICATORS by FUNCTION / PROGRAM
LAST TEN FISCAL YEARS
(UNAUDITED)

FUNCTION / PROGRAM	Fiscal Year									
	2021-22	2020-21	2019-20	2018-19	2017-18	2016-17	2015-16	2014-15	2013-14	2012-13
<u>General Government</u>										
Building Permits Issued	8,426	8,339	8,317	8,081	7,761	7,337	6,797	7,256	8,219	8,036
<u>Health and Human Services</u>										
Animals Registered	2,058	1,004	387	775	1,948	1,942	2146 **	9,552	9,581 *	1,352
<u>Police</u>										
Number of Arrests	3,788	3,811	3,586	3,903	4,410	4,159	4,273	5,755	6,458	6,367
Calls for Service	103,310	103,727	100,434	91,325	106,417	92,977	95,966	97,233	102,966	98,076
<u>Fire / Ambulance</u>										
Fire responses	8,346	18,252	7,132	8,137	7,926	7,901	6,997	7,454	8,694	6,766
Ambulance Responses	14,201	15,271	15,376	14,294	13,812	13,663	12,761	12,224	12,543	12,070
Fire Marshall Inspections	921	756	710	812	1,803	2,088	2,418	2,759	3,110	2,807
<u>Municipal Court</u>										
Parking Violations	550	592	897	980	777	1,240	1,183	1,630	1,782	1,859
Traffic Cases	13,603	17,154	18,986	20,882	26,200	20,379	19,860	20,078	23,688	20,731
Criminal Cases	3,151	3,795	3,791	3,932	4,340	5,240	4,613	4,803	6,124	7,485
<u>Water</u>										
Number of Customers	34,823	34,667	35,680	35,268	34,868	34,829	35,320	36,269	35,373	34,175
Average Daily Consumption (millions of gallons)	9.85	12.73	12.82	11.95	12.10	11.90	10.04	8.81	9.15	9.84
<u>Sewer</u>										
Average Daily Treatment (millions of gallons)	7.01	7.83	7.79	8.93	7.87	7.67	8.42	8.55	8.20	7.94
Number of connections	38,989	38,848	38,468	38,025	37,617	42,465	37,247	33,656	31,113	30,880
<u>Parks, Recreation and Nutrition</u>										
Number of Acres Maintained	515	515	515	590	590	590	555	695	695	695
Number of Meals Served	24,319	27,572	31,289	29,336	31,547	35,994	36,013	30,696	33,709	36,945
<u>Coliseum, Auditorium, Convention Center</u>										
Number of Events-Coliseum	112	31	26	35	109	39	140	128	141	124
Number of Events-Convention Center	108	123	72	144	361	480	396	602	449	546

Source: City of San Angelo Operating Budget

*Began reporting City Wide registrations in 2014 vs Animal Shelter only registrations

** Began micro chip instead of registration in March 2016

Table 19

CITY OF SAN ANGELO
CAPITAL ASSET STATISTICS by FUNCTION / PROGRAM
LAST TEN FISCAL YEARS
(UNAUDITED)

<u>FUNCTION / PROGRAM</u>	<u>Fiscal Year</u>									
	<u>2021-22</u>	<u>2020-21</u>	<u>2019-20</u>	<u>2018-19</u>	<u>2017-18</u>	<u>2016-17</u>	<u>2015-16</u>	<u>2014-15</u>	<u>2013-14</u>	<u>2012-13</u>
<u>Number of Fire Stations</u>	8	8	8	8	8	8	8	8	8	8
<u>Public Works</u>										
Miles of Streets	1,190	1,182	1,180	1,169	1,183	1,178	1,689	1,160	1,149 *	707
Miles of Alleys	115	114	112	112	175	174	174	173	287	283
Number of Street Lights	5,779	5,721	5,781	5,646	5,520	5,536	5,536	5,446 **	7,212	7,194
<u>Water</u>										
Miles of Water Mains	802	800	808	797	789	757	752	756	754	750
Number of Fire Hydrants	3,238	3,203	3,192	3,155	3,101	3,090	3,051	3,036	3,030	2,965
<u>Sewer</u>										
Miles of Storm Sewers	14	14	17	17	14	14	14	16	13	13
Miles of Sanitary Sewers	515	512	516	502	491	491	489	484	484	481
<u>Parks</u>										
Number of Acres	515	515	515	590	590	590	555	555	555	555
Number of Playgrounds	17	16	16	16	16	17	18	18	18	18
Number of Tennis Courts	15	15	15	16	16	17	18	18	18	18
Number of Recreation Centers	5	5	5	5	5	5	5	5	5	5
Number of Sports Complexes	6	6	6	6	6	7	7	7	5	5

*Began reporting lane miles in 2014 vs standard miles

** Began reporting only street lights that are owned by the City in 2015

Parks