

CONTINUING DISCLOSURE REPORT
FOR THE
FISCAL YEAR ENDED SEPTEMBER 30, 2022



CITY OF CLYDE, TEXAS

General Obligation Debt



SPECIALIZED PUBLIC FINANCE INC.
FINANCIAL ADVISORY SERVICES

FINANCIAL STATEMENTS

The audited financial statements for the City for the fiscal year ended September 30, 2022 are being filed with the Nationally Recognized Municipal Securities Information Repository and any applicable State Information Depository and are hereby incorporated by reference into this Annual Continuing Disclosure Report.

SIGNATURE OF ISSUER

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

CITY OF CLYDE, TEXAS

/s/ Connie Thornton

Connie Thornton
City Secretary

Approved for Submission:

5/8/2023

Date

CERTIFICATE OF SUBMISSION OF ANNUAL REPORT

Subject to the continuing disclosure requirements of SEC Rule 15c2-12, this Annual Continuing Disclosure Report for the City of Clyde, Texas with respect to the issues listed on the report cover was submitted to the Municipal Securities Rulemaking Board (“MSRB”) via the Electronic Municipal Market Access (“EMMA”) System.

Specialized Public Finance Inc.

Signed by: /s/ Kristin Merz

CITY OF CLYDE, TEXAS

2022 GENERAL OBLIGATION DEBT REPORT

TABLE 1 – VALUATION, EXEMPTION AND GENERAL OBLIGATION DEBT

2022/23 Market Valuation of Taxable Property Established by Callahan County Appraisal District (excluding totally exempt property)		\$ 201,654,160
Less Exemptions/Reductions at 100% Market Value:		
Over 65	\$ 2,155,000	
Disabled Veterans	6,198,376	
Productivity Loss	890,310	
Miscellaneous	9,771,497	
Homestead Cap	<u>3,671,910</u>	<u>\$ 22,687,093</u>
2022/23 Net Taxable Assessed Valuation		\$ 178,967,067
Debt Payable From Ad Valorem Taxes (as of 9/30/2022):		\$ 24,060,000
Less Supported Debt:		
Waterworks and Sewer System General Obligation Debt ⁽¹⁾		9,070,000
Net General Obligation Debt Payable from Ad Valorem Taxes		\$ 14,990,000
Ratio Net General Obligation Debt Payable from Ad Valorem Taxes to Net Taxable Assessed Valuation		8.38%

2021 Estimated Population - 3,923
Per Capita Taxable Assessed Valuation - \$45,620
Per Capita Net Debt Payable from Ad Valorem Taxes - \$3,821

(1) Includes 100% of Combination Tax & Limited Surplus Revenue Certificates of Obligation, Series 2013A & Taxable Series 2013B.

TABLE 2 – TAXABLE ASSESSED VALUATION BY CATEGORY

Category	Taxable Appraised Value for Fiscal Year Ended September 30,					
	2023		2022		2021	
	Amount	% of Total	Amount	% of Total	Amount	% of Total
Real, Residential, Single-Family	\$ 146,133,400	72.47%	\$ 136,666,920	75.94%	\$ 136,089,010	76.32%
Real, Residential, Multi-Family	3,569,810	1.77%	3,470,660	1.93%	2,265,150	1.27%
Real, Vacant Platted Lots	1,376,680	0.68%	1,422,720	0.79%	1,351,010	0.76%
Real, Acreage (Land Only)	985,440	0.49%	986,700	0.55%	1,060,290	0.59%
Real, Farm and Ranch Improvements	957,870	0.48%	941,690	0.52%	904,160	0.51%
Real, Commercial and Industrial	26,373,530	13.08%	16,613,490	9.23%	16,856,800	9.45%
Real & Intangible Personal, Utilities	5,744,100	2.85%	5,463,870	3.04%	4,972,970	2.79%
Tangible Personal, Business	8,706,130	4.32%	7,461,900	4.15%	8,043,960	4.51%
Tangible Personal, Other	3,356,240	1.66%	3,375,950	1.88%	3,366,090	1.89%
Real, Inventory	4,750	0.00%	13,650	0.01%	13,650	0.01%
Special Inventory	4,446,210	2.20%	3,550,550	1.97%	3,380,610	1.90%
Total Appraised Value Before Exemptions	\$ 201,654,160	100.00%	\$ 179,968,100	100.00%	\$ 178,303,700	100.00%
Less: Total Exemptions/Reductions	22,687,093		15,782,561		15,782,561	
Taxable Assessed Value	<u>\$ 178,967,067</u>		<u>\$ 162,521,139</u>		<u>\$ 162,521,139</u>	

Category	2020		2019	
	Amount	% of Total	Amount	% of Total
Real, Residential, Single-Family	\$ 128,525,010	75.14%	\$ 126,547,590	75.53%
Real, Residential, Multi-Family	2,120,020	1.24%	2,136,560	1.28%
Real, Vacant Platted Lots	1,211,300	0.71%	1,206,770	0.72%
Real, Acreage (Land Only)	1,076,690	0.63%	1,087,580	0.65%
Real, Farm and Ranch Improvements	928,870	0.54%	1,103,450	0.66%
Real, Commercial and Industrial	17,380,170	10.16%	16,712,480	9.98%
Real & Intangible Personal, Utilities	4,741,930	2.77%	4,350,840	2.60%
Tangible Personal, Business	8,388,810	4.90%	8,015,240	4.78%
Tangible Personal, Other	3,225,710	1.89%	2,971,290	1.77%
Real, Inventory	15,990	0.01%	15,990	0.01%
Special Inventory	3,421,940	2.00%	3,388,870	2.02%
Total Appraised Value Before Exemptions	\$ 171,036,440	100.00%	\$ 167,536,660	100.00%
Less: Total Exemptions/Reductions	14,552,162		18,959,420	
Taxable Assessed Value	<u>\$ 156,484,278</u>		<u>\$ 148,577,240</u>	

TABLE 3 – VALUATION AND GENERAL OBLIGATION DEBT HISTORY

Fiscal Year Ended 9/30	Estimated City Population ⁽¹⁾	Taxable Assessed Valuation	Per Capita Taxable Assessed Valuation	General Obligation (G.O.) Tax Debt ⁽²⁾	Ratio G.O. Tax Debt to Taxable Assessed Valuation	Per Capita G.O. Tax Debt
2019	3,823	\$ 148,577,240	\$ 38,864	\$ 10,596,000	7.13%	\$ 2,772
2020	3,811	156,484,278	41,061	10,311,000	6.59%	2,706
2021	3,923	162,521,139	41,333	10,010,000	6.16%	2,546
2022	3,923	166,139,289	42,350	24,060,000	14.48%	6,133
2023	3,923	178,967,067	45,620	23,745,000 ⁽³⁾	13.27%	6,053

- (1) Source: The Municipal Advisory Council of Texas
- (2) Includes self-supporting
- (3) Projected.

TABLE 4 – TAX RATE, LEVY AND COLLECTION HISTORY

Fiscal Year Ended 9/30	Tax Rate	General Fund	Interest and Sinking Fund	Adjusted Tax Levy	% Current Collections	% Total Collections
2018	\$ 0.6973	\$ 0.5196	\$ 0.1777	\$ 976,850	91.08%	92.36%
2019	0.7000	0.4000	0.3000	1,020,037	92.74%	94.26%
2020	0.7000	0.4021	0.2979	1,017,520	97.84%	100.01%
2021	0.7000	0.4064	0.2936	1,054,334	98.15%	99.39%
2022	0.7068	0.4132	0.2936	1,088,592	97.92%	98.07%
2023	0.7250	0.4238	0.3012	1,297,511	In Process of Collection	

TABLE 5 – TEN LARGEST TAXPAYERS

Name of Taxpayer	2022/2023 Taxable Assessed Valuation	% of Total Taxable Assessed Valuation
Blake Fulenwider Chrysler/Dodge/Jeep LTD	\$ 5,905,420	3.30%
AEP Texas	3,057,750	1.71%
First Financial	1,452,270	0.81%
Clyde Housing Partners LP	1,380,000	0.77%
United Supermarkets LLC	1,181,810	0.66%
Union Pacific Railroad	1,069,120	0.60%
Phillip Mintz	1,033,790	0.58%
BFAC Investments	915,230	0.51%
McDonalds Real Estate	861,540	0.48%
United Supermarkets LLC	812,620	0.45%
	<u>\$ 17,669,550</u>	<u>9.87%</u>

TABLE 6 – TAX ADEQUACY ⁽¹⁾

2023 Total Debt Principal and Interest Requirements	\$ 1,634,875
\$0.9322 Tax Rate at 98% Collection Produces	\$ 1,634,964
Average Net Tax Supported Debt Annual Principal and Interest Requirements, 2023 - 2052	\$ 1,517,421
\$0.8652 Tax Rate at 98% Collection Produces	\$ 1,517,455
Maximum Net Tax Supported Debt Principal and Interest Requirements, 2041	\$ 1,838,750
\$1.0484 Tax Rate at 98% Collection Produces	\$ 1,838,765

(1) Includes self-supporting debt.

TABLE 8 – GENERAL OBLIGATION DEBT SERVICE REQUIREMENTS

Year Ending 9/30	Outstanding Debt			Less: Self- Supporting Debt	Net Total Requirements
	Principal	Interest	Total		
2023	\$ 315,000	\$ 1,319,875	\$ 1,634,875	\$ 713,738	\$ 921,138
2024	330,000	1,173,588	1,503,588	711,538	792,050
2025	350,000	1,156,488	1,506,488	711,838	794,650
2026	385,000	1,138,363	1,523,363	711,313	812,050
2027	425,000	1,118,463	1,543,463	709,963	833,500
2028	470,000	1,096,488	1,566,488	712,788	853,700
2029	520,000	1,072,163	1,592,163	714,513	877,650
2030	555,000	1,045,888	1,600,888	700,738	900,150
2031	600,000	1,020,738	1,620,738	699,538	921,200
2032	655,000	992,763	1,647,763	702,623	945,140
2033	705,000	961,200	1,666,200	698,900	967,300
2034	765,000	927,175	1,692,175	699,425	992,750
2035	825,000	890,200	1,715,200	699,000	1,016,200
2036	895,000	849,150	1,744,150	701,500	1,042,650
2037	965,000	808,600	1,773,600	702,750	1,070,850
2038	1,035,000	765,000	1,800,000	702,750	1,097,250
2039	1,110,000	713,250	1,823,250	701,500	1,121,750
2040	1,180,000	657,750	1,837,750	699,000	1,138,750
2041	1,240,000	598,750	1,838,750	700,250	1,138,500
2042	1,300,000	536,750	1,836,750	700,000	1,136,750
2043	1,365,000	471,750	1,836,750	698,250	1,138,500
2044	730,000	403,500	1,133,500		1,133,500
2045	770,000	367,000	1,137,000		1,137,000
2046	805,000	328,500	1,133,500		1,133,500
2047	850,000	288,250	1,138,250		1,138,250
2048	890,000	245,750	1,135,750		1,135,750
2049	935,000	201,250	1,136,250		1,136,250
2050	980,000	154,500	1,134,500		1,134,500
2051	1,030,000	105,500	1,135,500		1,135,500
2052	1,080,000	54,000	1,134,000		1,134,000
	<u>\$ 24,060,000</u>	<u>\$ 21,462,638</u>	<u>\$ 45,522,638</u>	<u>\$ 14,791,910</u>	<u>\$ 30,730,728</u>

TABLE 9 – INTEREST AND SINKING FUND BUDGET PROJECTION

Tax Supported Debt Service Requirements, Fiscal Year Ending 9/30/2023	\$ 1,634,875
Interest and Sinking Fund, 9/30/2022	337,145
2022 Interest and Sinking Fund Tax Levy @ 98% Collection	528,203
Less: Self-Supporting Debt	713,738
Estimated Balance, 9/30/2023	<u>\$ (55,790) ⁽¹⁾</u>

(1) Any shortage will be covered with a transfer of funds from the General Fund.

TABLE 10 – AUTHORIZED BUT UNISSUED GENERAL OBLIGATION BONDS

As of September 30, 2022, the City has no authorized but unissued general obligation debt.

TABLE 11 – OTHER OBLIGATIONS

The City acquired a fifteen-year note payable to finance the purchase of a fire truck in June, 2020. Total amount financed was \$500,034 at 3.69% interest payable in annual installments of \$22,257. As of September 30, 2022, principal outstanding was \$442,539.

The City acquired a four-year note payable to finance the purchase of a police and animal control vehicles in December, 2020. Total amount financed was \$157,649 at 3.49% interest payable in one annual installment of \$59,040 beginning February 2021 thru February 2022 and then decreasing to \$15,654 thereafter. At September 30, 2022, principal of \$43,864 was outstanding.

The City acquired a six-year financing instrument (formerly known as a capital lease) to finance the purchase of a new backhoe in November, 2017. Total amount financed was \$93,186 at 4.20% interest payable in annual installments of \$1,466. As of September 30, 2022, principal outstanding was \$21,393.

The City acquired a six-year financing instrument (formerly known as a capital lease) to finance Infrastructure improvements in December 2021. Total amount financed was \$15,469,098 at an inputted interest rate of 2.79% payable in annual installments of \$1,017,223. At September 30, 2022, principal of \$15,469,098 was outstanding.

TABLE 12 – CHANGES IN NET POSITION

	Fiscal Year Ending September 30,				
	2022	2021	2020	2019	2018
Program Revenues:					
Charges for Services	\$ 554,362	\$ 439,981	\$ 422,750	\$ 380,966	\$ 338,193
Operating Grants	55,983	176,784	80,686	40,796	50,362
General Revenues:					
Taxes	2,035,932	1,896,030	1,808,935	1,704,767	1,596,584
Administrative Costs	760,000	372,370	70,540	525,000	509,000
Fines	-	-	-	-	-
Investment Earnings	15,044	364	2,383	6,090	3,322
Other	30,268	33,505	277,196	96,157	31,114
Total Revenues	\$ 3,451,589	\$ 2,919,034	\$ 2,662,490	\$ 2,753,776	\$ 2,528,575
Program Expenses:					
General Government	\$ 519,379	\$ 471,023	\$ 487,074	\$ 494,729	\$ 467,582
Senior citizens	23,828	24,484	20,380	18,092	18,371
Cemetery	4,949	4,523	4,613	7,436	7,248
Library	129,468	118,436	112,016	116,920	102,993
Police and municipal court	1,253,566	1,122,233	1,055,479	1,102,578	959,044
Fire	169,003	127,247	122,442	96,856	88,641
Parks and recreation	139,382	64,789	88,035	136,096	136,335
Clyde Lake	148,682	124,555	101,920	108,523	90,238
Code enforcement	119,415	75,689	89,877	131,228	57,132
Animal Control	171,132	144,902	139,964	111,274	88,838
Street	472,834	367,595	322,215	381,213	334,317
Interest expense on long-term debt	457,609	50,668	52,070	45,120	39,915
Total Expenses	\$ 3,609,247	\$ 2,696,144	\$ 2,596,085	\$ 2,750,065	\$ 2,390,654
Excess (Deficiency) before Other Resources, Uses, and Transfers	\$ (157,658)	\$ 222,890	\$ 66,405	\$ 3,711	\$ 137,921
Other Resources Transfers In (Out)	-	-	-	(135,000)	(235,500)
Increase (Decrease) in Net Assets	\$ (157,658)	\$ 222,890	\$ 66,405	\$ (131,289)	\$ (97,579)
Net position-beginning of year	\$ 2,090,169	\$ 1,867,279	\$ 1,800,874	\$ 1,932,163	\$ 2,051,343
Prior period adjustment	-	-	-	-	(21,601)
Net position-end of year	\$ 1,932,511	\$ 2,090,169	\$ 1,867,279	\$ 1,800,874	\$ 1,932,163

TABLE 12A – GENERAL FUND REVENUES AND EXPENDITURES HISTORY

	Fiscal Year Ended September 30,				
	2022	2021	2020	2019	2018
<u>Revenues:</u>					
Taxes:					
General Property Tax	\$ 1,088,605	\$ 1,047,464	\$ 1,017,587	\$ 967,048	\$ 900,799
General Sales Tax	823,956	733,314	640,342	570,443	545,798
Other Taxes - Franchise Tax	112,174	97,985	139,985	141,246	123,108
Penalty and Interest on Delinquent Taxes	16,439	14,669	15,545	23,350	11,732
Licenses and Permits	59,315	40,321	55,968	29,360	16,949
Administrative Cost Allocation	760,000	372,370	70,540	525,000	509,000
Charges for Services	63,045	58,015	55,573	9,666	6,158
Fines	429,602	336,045	307,979	340,740	309,886
Grants	55,000	175,648	79,500	39,600	49,218
Other Revenue	30,268	33,505	277,196	96,157	31,114
Investment Earnings	14,936	354	2,216	5,707	2,980
Total Revenues	\$ 3,453,340	\$ 2,909,690	\$ 2,662,431	\$ 2,748,317	\$ 2,506,742
<u>Expenditures:</u>					
General Government	\$ 557,552	\$ 606,634	\$ 480,904	\$ 483,173	\$ 461,542
Senior Citizens	66,406	22,512	17,868	15,580	15,859
Cemetery	1,118	958	1,315	4,138	4,166
Library	124,100	113,877	103,630	119,986	98,227
Police	1,020,644	1,089,284	798,578	842,396	718,190
Municipal Court	290,711	241,541	246,461	241,578	230,749
Fire	106,864	53,857	49,052	545,248	62,993
Domestic Preparedness	-	-	-	-	-
Parks and Recreation	5,092,352	57,752	66,653	121,175	114,666
Clyde Lake	145,805	175,180	99,916	108,597	91,334
Code Enforcement	120,037	76,336	96,149	129,159	57,882
Animal Control	170,393	169,552	128,368	98,552	80,305
Streets	314,260	208,608	160,955	248,171	186,844
Debt Service:					
Principal	137,992	145,653	102,144	97,134	94,605
Interest and Fiscal Charges	226,257	49,158	52,427	40,104	40,145
Total Expenditures	\$ 8,374,491	\$ 3,010,902	\$ 2,404,420	\$ 3,094,991	\$ 2,257,507
Excess (Deficiency) of Revenues					
Over Expenditures	\$ (4,921,151)	\$ (101,212)	\$ 258,011	\$ (346,674)	\$ 249,235
<u>Other Financing Sources (Uses):</u>					
Transfers In	\$ -	\$ -	\$ -	\$ -	\$ -
Transfers Out	-	-	-	(135,000)	(235,500)
Loan Proceeds	15,690,432	157,649	-	500,035	-
Insurance Proceeds	-	34,065.00	-	-	-
Total Other Sources (Uses)	\$ 15,690,432	\$ 191,714	\$ -	\$ 365,035	\$ (235,500)
Net Change in Fund Balances	\$ 10,769,281	\$ 90,502	\$ 258,011	\$ 18,361	\$ 13,735
Beginning Fund Balance	\$ 393,226	\$ 302,724	\$ 44,713	\$ 26,352	\$ 12,617
Prior Period Adjustment					
Ending Fund Balance	\$ 11,162,507	\$ 393,226	\$ 302,724	\$ 44,713	\$ 26,352

TABLE 13 – MUNICIPAL SALES TAX HISTORY

Fiscal Year Ended 9/30	Total Collected ⁽¹⁾	% of Ad Valorem Tax Levy	Equivalent of Ad Valorem Tax Rate	Per Capita ⁽²⁾
2018	545,798	53.51%	0.3673	143
2019	572,309	56.25%	0.3657	150
2020	633,272	60.06%	0.3897	161
2021	724,116	66.52%	0.4358	185
2022	816,976	62.64%	0.4565	208

Source: Texas Comptroller of Public Accounts.

(1) Excludes collections of the one-half percent (1/2%) sales and use tax for economic development.

(2) Based on population estimates of the City.

TABLE 14 - CURRENT INVESTMENTS

As of September 30, 2022, the City had no investable funds.