

CONTINUING DISCLOSURE REPORT
FOR THE
FISCAL YEAR ENDED SEPTEMBER 30, 2017



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, 2017 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/ Mike Murray

Mike Murray
City Manager

Approved for Submission:

8/29/2018

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 National Recognized Municipal Securities Information Repository (“NRMSIR”) and any applicable State Information Depository and are hereby incorporated by reference into this Annual Continuing Disclosure Report.

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

2017 GENERAL OBLIGATION DEBT REPORT

TABLE 1 – VALUATION, EXEMPTION AND GENERAL OBLIGATION DEBT

2017/18 Market Valuation of Taxable Property Established by Callahan County Appraisal District (excluding totally exempt property)		\$ 159,320,130
Less Exemptions/Reductions at 100% Market Value:		
Over 65	\$ 2,035,000	
Disabled Veterans	3,576,510	
Productivity Loss	905,250	
Miscellaneous	1,768,609	
Homestead Cap	<u>10,851,910</u>	<u>\$ 19,137,279</u>
2017/18 Net Taxable Assessed Valuation		\$ 140,182,851
Debt Payable From Ad Valorem Taxes (as of 9/30/2017):		\$ 11,190,000
Less Supported Debt:		
Waterworks and Sewer System General Obligation Debt ⁽¹⁾		11,190,000
Net General Obligation Debt Payable from Ad Valorem Taxes		\$ -
Ratio Net General Obligation Debt Payable from Ad Valorem Taxes to Net Taxable Assessed Valuation		0.00%

2018 Estimated Population - 3,851
Per Capita Taxable Assessed Valuation - \$36,402
Per Capita Net Debt Payable from Ad Valorem Taxes - \$0

(1) Includes 100% of Combination Tax & Limited Surplus Revenue Certificates of Obligation, Series 2006 Combination Tax & Revenue Certificates of Obligation, Series 2008A, Combination Tax & Revenue Certificates of Obligation, Taxable, Series 2008B, and Combination Tax & Limited Surplus Revenue Certificates of Obligation, Series 2010 and the Tax-Exempt and Taxable Certificates Series 2013.

TABLE 2 – TAXABLE ASSESSED VALUATION BY CATEGORY

Category	Taxable Appraised Value for Fiscal Year Ended September 30,					
	2018		2017		2016	
	Amount	% of Total	Amount	% of Total	Amount	% of Total
Real, Residential, Single-Family	\$ 119,436,170	74.97%	\$ 101,207,890	73.28%	\$ 98,259,710	72.75%
Real, Residential, Multi-Family	2,105,400	1.32%	1,980,340	1.43%	1,985,820	1.47%
Real, Vacant Platted Lots	1,214,260	0.76%	1,314,250	0.95%	1,332,790	0.99%
Real, Acreage (Land Only)	1,070,540	0.67%	1,033,430	0.75%	1,049,290	0.78%
Real, Farm and Ranch Improvements	448,160	0.28%	430,610	0.31%	400,840	0.30%
Real, Commercial and Industrial	16,335,950	10.25%	13,973,550	10.12%	13,409,770	9.93%
Real & Intangible Personal, Utilities	4,040,030	2.54%	3,530,710	2.56%	3,582,260	2.65%
Tangible Personal, Business	8,639,290	5.42%	8,967,600	6.49%	8,811,460	6.52%
Tangible Personal, Other	3,080,370	1.93%	2,328,050	1.69%	2,177,870	1.61%
Real, Inventory	15,990	0.01%	15,990	0.01%	15,990	0.01%
Special Inventory	2,933,970	1.84%	3,328,940	2.41%	4,043,030	2.99%
Total Appraised Value Before Exemptions	\$ 159,320,130	100.00%	\$ 138,111,360	100.00%	\$ 135,068,830	100.00%
Less: Total Exemptions/Reductions	19,137,279		7,858,023		6,894,741	
Taxable Assessed Value	<u>\$ 140,182,851</u>		<u>\$ 130,253,337</u>		<u>\$ 128,174,089</u>	

Category	2015		2014	
	Amount	% of Total	Amount	% of Total
Real, Residential, Single-Family	\$ 95,742,320	73.45%	\$ 92,971,760	75.25%
Real, Residential, Multi-Family	1,990,830	1.53%	1,470,950	1.19%
Real, Vacant Platted Lots	952,280	0.73%	863,220	0.70%
Real, Acreage (Land Only)	1,164,710	0.89%	1,134,540	0.92%
Real, Farm and Ranch Improvements	285,770	0.22%	281,290	0.23%
Real, Commercial and Industrial	12,202,170	9.36%	11,747,160	9.51%
Real & Intangible Personal, Utilities	3,068,300	2.35%	2,942,250	2.38%
Tangible Personal, Business	8,737,320	6.70%	6,197,900	5.02%
Tangible Personal, Other	2,151,710	1.65%	2,080,050	1.68%
Real, Inventory	15,990	0.01%	15,990	0.01%
Special Inventory	4,037,980	3.10%	3,843,870	3.11%
Total Appraised Value Before Exemptions	\$ 130,349,380	100.00%	\$ 123,548,980	100.00%
Less: Total Exemptions/Reductions	6,821,340		6,167,467	
Taxable Assessed Value	<u>\$ 123,528,040</u>		<u>\$ 117,381,513</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
2014	3,851	\$ 117,381,513	\$ 30,481	\$ 12,400,000	10.56%	\$ 3,220
2015	3,851	123,528,040	32,077	12,012,000	9.72%	3,119
2016	3,851	128,174,089	33,283	11,499,000	8.97%	2,986
2017	3,851	130,253,337	33,823	11,190,000	8.59%	2,906
2018	3,851	140,182,851	36,402	10,871,000	7.75%	2,823

(1) Source: The City

(2) Includes self-supporting

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
2014	\$ 0.6369	\$ 0.4911	\$ 0.1458	\$ 747,603	95.09%	97.16%
2015	0.6369	0.4996	0.1373	761,548	97.89%	98.95%
2016	0.6369	0.5070	0.1300	789,000	97.54%	98.23%
2017	0.6369	0.5487	0.0882	802,178	98.30%	100.05%
2018	0.6973	0.5196	0.1777	857,322	In Process of Collection	

TABLE 5 – TEN LARGEST TAXPAYERS

Name of Taxpayer	2017/2018 Taxable Assessed Valuation	% of Total Taxable Assessed Valuation
Blake Fulenwider Chrysler/Dodge/Jeep LTD	\$ 5,039,660	3.60%
AEP Texas North Company	1,872,830	1.34%
First Financial	1,493,650	1.07%
United Supermarkets LLC	1,108,040	0.79%
Philip Mintz	1,010,390	0.72%
United Supermarkets LLC	888,430	0.63%
McDonald's Real Estate	864,060	0.62%
Union Pacific Railroad	772,800	0.55%
David C Self Estate	650,800	0.46%
Taborosa Development LLC	648,710	0.46%
	<u>\$ 14,349,370</u>	<u>10.24%</u>

TABLE 6 – TAX ADEQUACY ⁽¹⁾

2018 Total Debt Principal and Interest Requirements	\$ 853,420
\$0.6213 Tax Rate at 98% Collection Produces	\$ 853,537
Average Net Tax Supported Debt Annual Principal and Interest Requirements, 2018 - 2043	\$ 754,992
\$0.5496 Tax Rate at 98% Collection Produces	\$ 755,036
Maximum Net Tax Supported Debt Principal and Interest Requirements, 2018	\$ 853,420
\$0.6213 Tax Rate at 98% Collection Produces	\$ 853,537

(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		
2018	\$ 319,000	\$ 534,420	\$ 853,420	\$ 853,420	\$ -
2019	275,000	524,968	799,968	799,968	-
2020	285,000	515,675	800,675	800,675	-
2021	301,000	504,776	805,776	805,776	-
2022	300,000	492,413	792,413	792,413	-
2023	315,000	479,338	794,338	794,338	-
2024	330,000	464,938	794,938	794,938	-
2025	350,000	447,838	797,838	797,838	-
2026	370,000	429,713	799,713	799,713	-
2027	385,000	410,563	795,563	795,563	-
2028	405,000	390,588	795,588	795,588	-
2029	430,000	369,513	799,513	799,513	-
2030	440,000	347,738	787,738	787,738	-
2031	390,000	328,338	718,338	718,338	-
2032	415,000	310,863	725,863	725,863	-
2033	430,000	291,300	721,300	721,300	-
2034	450,000	271,025	721,025	721,025	-
2035	470,000	249,800	719,800	719,800	-
2036	475,000	226,500	701,500	701,500	-
2037	500,000	202,750	702,750	702,750	-
2038	525,000	177,750	702,750	702,750	-
2039	550,000	151,500	701,500	701,500	-
2040	575,000	124,000	699,000	699,000	-
2041	605,000	95,250	700,250	700,250	-
2042	635,000	65,000	700,000	700,000	-
2043	665,000	33,250	698,250	698,250	-
	<u>\$ 11,190,000</u>	<u>\$ 8,439,801</u>	<u>\$ 19,629,801</u>	<u>\$ 19,629,801</u>	<u>\$ -</u>

TABLE 9 – INTEREST AND SINKING FUND BUDGET PROJECTION

Tax Supported Debt Service Requirements, Fiscal Year Ending 9/30/2018	\$ 853,420
Interest and Sinking Fund, 9/30/2017	34,107
2017 Interest and Sinking Fund Tax Levy @ 98% Collection	244,123
Less: Self-Supporting Debt	<u>853,420</u>
Estimated Balance, 9/30/2018	<u><u>\$ 278,230</u></u>

TABLE 10 – AUTHORIZED BUT UNISSUED GENERAL OBLIGATION BONDS

As of September 30, 2017, the City has no authorized but unissued general obligation debt.

TABLE 11 – OTHER OBLIGATIONS

The City acquired a five-year note payable to finance the purchase of three police patrol vehicles in October, 2015. Total amount financed was \$121,575 at 3.74% interest payable in annual installments of \$33,315. As of September 30, 2017, principal outstanding was \$92,906.

TABLE 12 – CHANGES IN NET POSITION

	Fiscal Year Ending September 30,				
	2017	2016	2015	2014	2013
Program Revenues:					
Charges for Services	\$ 287,404	\$ 279,559	\$ 350,576	\$ 405,273	\$ 417,796
Operating Grants	16,479	36,457	1,264	21,554	5,419
General Revenues:					
Taxes	1,443,596	1,489,039	1,377,847	1,368,428	1,286,349
Administrative Costs	644,000	465,000	284,926	283,926	281,000
Fines	-	-	-	-	-
Investment Earnings	2,181	980	1,974	2,642	2,336
Other	50,310	30,393	65,168	-	12,788
Total Revenues	\$ 2,443,970	\$ 2,301,428	\$ 2,081,755	\$ 2,081,823	\$ 2,005,688
Program Expenses:					
General Government	\$ 577,789	\$ 569,062	\$ 437,595	\$ 399,559	\$ 405,461
Senior citizens	18,655	18,558	19,067	16,697	16,559
Cemetery	10,072	4,824	6,609	5,071	5,678
Library	109,409	94,797	91,495	85,552	97,780
Police and municipal court	887,122	861,213	859,245	826,512	859,250
Fire	102,766	99,659	100,992	104,079	112,024
Parks and recreation	124,198	203,701	155,116	170,460	163,894
Clyde Lake	85,737				
Code enforcement	51,032	42,923	42,331	38,974	147,932
Animal Control	134,361	140,184	120,648	129,655	
Street	390,635	380,525	361,469	368,683	374,642
Interest expense on long-term debt	41,571	38,583	40,776	42,906	44,726
Total Expenses	\$ 2,533,347	\$ 2,454,029	\$ 2,235,343	\$ 2,188,148	\$ 2,227,946
Excess (Deficiency) before Other Resources, Uses, and Transfers	\$ (89,377)	\$ (152,601)	\$ (153,588)	\$ (106,325)	\$ (222,258)
Other Resources Transfers In (Out)	(114,000)	(125,000)	(125,000)	(125,000)	(125,000)
Increase (Decrease) in Net Assets	\$ (203,377)	\$ (277,601)	\$ (278,588)	\$ (231,325)	\$ (347,258)
Net position-beginning of year	\$ 2,254,720	\$ 2,532,321	\$ 3,132,368	\$ 3,363,693	\$ 3,746,245
Prior period adjustment	-	-	(321,459)	-	(35,294)
Net position-end of year	\$ 2,051,343	\$ 2,254,720	\$ 2,532,321	\$ 3,132,368	\$ 3,363,693

TABLE 12A – GENERAL FUND REVENUES AND EXPENDITURES HISTORY

	Fiscal Year Ended September 30,				
	2017	2016	2015	2014	2013
Revenues:					
Taxes:					
General Property Tax	\$ 798,869	\$ 786,291	\$ 753,519	\$ 726,401	\$ 706,499
General Sales Tax	534,503	593,595	486,615	528,605	455,019
Other Taxes - Franchise Tax	94,681	96,653	124,376	105,336	108,682
Penalty and Interest on Delinquent Taxes	13,518	12,233	9,051	11,613	12,602
Licenses and Permits	19,466	13,279	6,160	7,785	11,891
Administrative Cost Allocation	644,000	465,000	284,926	283,926	281,000
Charges for Services	5,230	12,960	9,005	7,974	10,212
Fines	261,908	246,920	330,211	357,791	378,065
Grants	15,386	35,344	-	-	-
Other Revenue	50,310	30,393	65,168	45,712	35,035
Investment Earnings	1,818	809	1,697	2,265	1,929
Total Revenues	\$ 2,439,689	\$ 2,293,477	\$ 2,070,728	\$ 2,077,408	\$ 2,000,934
Expenditures:					
General Government	\$ 568,683	\$ 556,192	\$ 421,156	\$ 392,865	\$ 399,613
Senior Citizens	16,143	16,046	16,555	14,185	14,047
Cemetery	5,798	1,383	1,568	1,830	2,837
Library	101,290	141,972	89,385	82,204	93,569
Police	630,896	766,836	572,991	585,201	588,882
Municipal Court	201,520	198,359	254,846	208,151	267,940
Fire	74,068	54,227	29,921	33,008	39,913
Domestic Preparedness	-	-	-	-	-
Parks and Recreation	95,269	174,877	159,035	142,459	136,523
Clyde Lake	82,634				
Code Enforcement	48,830	42,248	42,499	38,944	39,759
Animal Control	145,585	137,875	119,390	128,148	105,185
Streets	228,189	215,779	210,076	201,971	214,575
Debt Service:					
Principal	77,669	53,092	62,998	64,265	58,544
Interest and Fiscal Charges	41,795	38,818	41,070	43,107	44,861
Total Expenditures	\$ 2,318,369	\$ 2,397,704	\$ 2,021,490	\$ 1,936,338	\$ 2,006,248
Excess (Deficiency) of Revenues Over Expenditures	\$ 121,320	\$ (104,227)	\$ 49,238	\$ 141,070	\$ (5,314)
Other Financing Sources (Uses):					
Transfers In	\$ -	\$ -	\$ -	\$ -	\$ -
Transfers Out	(114,000)	(125,000)	(125,000)	(125,000)	(125,000)
Loan Proceeds	-	121,575	-	-	-
Insurance Proceeds	-	-	-	-	-
Total Other Sources (Uses)	\$ (114,000)	\$ (3,425)	\$ (125,000)	\$ (125,000)	\$ (125,000)
Net Change in Fund Balances	\$ 7,320	\$ (107,652)	\$ (75,762)	\$ 16,070	\$ (130,314)
Beginning Fund Balance	\$ 5,296	\$ 112,948	\$ 188,710	\$ 172,640	\$ 302,954
Prior Period Adjustment	1	-	-	-	-
Ending Fund Balance	\$ 12,617	\$ 5,296	\$ 112,948	\$ 188,710	\$ 172,640

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⁾
2013	448,698	62.82%	0.3966	117
2014	528,605	70.71%	0.4503	137
2015	486,615	63.90%	0.3939	126
2016	593,595	75.23%	0.4631	154
2017	534,503	66.63%	0.4104	139

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, 2017, the City had no investable funds.: