

CONTINUING DISCLOSURE REPORT
FOR THE
FISCAL YEAR ENDED SEPTEMBER 30, 2020



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, 2020 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/ Christopher McGuire

Christopher McGuire
City Administrator

Approved for Submission:

7/28/2021

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

2020 GENERAL OBLIGATION DEBT REPORT

TABLE 1 – VALUATION, EXEMPTION AND GENERAL OBLIGATION DEBT

2020/21 Market Valuation of Taxable Property Established by Callahan County Appraisal District (excluding totally exempt property)		\$ 178,303,700
Less Exemptions/Reductions at 100% Market Value:		
Over 65	\$ 2,132,500	
Disabled Veterans	4,591,100	
Productivity Loss	943,890	
Miscellaneous	721,571	
Homestead Cap	7,393,500	\$ 15,782,561
2020/21 Net Taxable Assessed Valuation		\$ 162,521,139
Debt Payable From Ad Valorem Taxes (as of 9/30/2020):		\$ 10,311,000
Less Supported Debt:		
Waterworks and Sewer System General Obligation Debt ⁽¹⁾		10,311,000
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%

2020 Estimated Population - 3,932
Per Capita Taxable Assessed Valuation - \$41,333
Per Capita Net Debt Payable from Ad Valorem Taxes - \$0

(1) Includes 100% of Combination Tax & Limited Surplus Revenue Certificates of Obligation, Series 2006 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,					
	2021		2020		2019	
	Amount	% of Total	Amount	% of Total	Amount	% of Total
Real, Residential, Single-Family	\$ 136,089,010	76.32%	\$ 128,525,010	75.14%	\$ 126,547,590	75.53%
Real, Residential, Multi-Family	2,265,150	1.27%	2,120,020	1.24%	2,136,560	1.28%
Real, Vacant Platted Lots	1,351,010	0.76%	1,211,300	0.71%	1,206,770	0.72%
Real, Acreage (Land Only)	1,060,290	0.59%	1,076,690	0.63%	1,087,580	0.65%
Real, Farm and Ranch Improvements	904,160	0.51%	928,870	0.54%	1,103,450	0.66%
Real, Commercial and Industrial	16,856,800	9.45%	17,380,170	10.16%	16,712,480	9.98%
Real & Intangible Personal, Utilities	4,972,970	2.79%	4,741,930	2.77%	4,350,840	2.60%
Tangible Personal, Business	8,043,960	4.51%	8,388,810	4.90%	8,015,240	4.78%
Tangible Personal, Other	3,366,090	1.89%	3,225,710	1.89%	2,971,290	1.77%
Real, Inventory	13,650	0.01%	15,990	0.01%	15,990	0.01%
Special Inventory	3,380,610	1.90%	3,421,940	2.00%	3,388,870	2.02%
Total Appraised Value Before Exemptions	\$ 178,303,700	100.00%	\$ 171,036,440	100.00%	\$ 167,536,660	100.00%
Less: Total Exemptions/Reductions	15,782,561		14,552,162		18,959,420	
Taxable Assessed Value	<u>\$ 162,521,139</u>		<u>\$ 156,484,278</u>		<u>\$ 148,577,240</u>	

Category	2018		2017	
	Amount	% of Total	Amount	% of Total
Real, Residential, Single-Family	\$ 119,436,170	73.28%	\$ 101,207,890	73.28%
Real, Residential, Multi-Family	2,105,400	1.43%	1,980,340	1.43%
Real, Vacant Platted Lots	1,214,260	0.95%	1,314,250	0.95%
Real, Acreage (Land Only)	1,070,540	0.75%	1,033,430	0.75%
Real, Farm and Ranch Improvements	448,160	0.31%	430,610	0.31%
Real, Commercial and Industrial	16,335,950	10.12%	13,973,550	10.12%
Real & Intangible Personal, Utilities	4,040,030	2.56%	3,530,710	2.56%
Tangible Personal, Business	8,639,290	6.49%	8,967,600	6.49%
Tangible Personal, Other	3,080,370	1.69%	2,328,050	1.69%
Real, Inventory	15,990	0.01%	15,990	0.01%
Special Inventory	2,933,970	2.41%	3,328,940	2.41%
Total Appraised Value Before Exemptions	\$ 159,320,130	100.00%	\$ 138,111,360	100.00%
Less: Total Exemptions/Reductions	19,137,279		7,858,023	
Taxable Assessed Value	<u>\$ 140,182,851</u>		<u>\$ 130,253,337</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
2017	3,854	\$ 130,253,337	\$ 33,797	\$ 11,190,000	8.59%	\$ 2,903
2018	3,851	140,182,851	36,402	10,871,000	7.75%	2,823
2019	3,890	148,577,240	38,195	10,596,000	7.13%	2,724
2020	3,932	156,484,278	39,798	10,311,000	6.59%	2,622
2021	3,932	162,521,139	41,333	10,010,000 ⁽³⁾	6.16%	2,546

- (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
2017	\$ 0.6369	\$ 0.5487	\$ 0.0882	\$ 802,178	98.30%	100.05%
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	1,137,648	In process of collection	

TABLE 5 – TEN LARGEST TAXPAYERS

Name of Taxpayer	2020/2021 Taxable Assessed Valuation	% of Total Taxable Assessed Valuation
Blake Fulenwider Chrysler/Dodge/Jeep LTD	\$ 5,619,670	3.46%
AEP Texas North Company	2,336,910	1.44%
First Financial	1,472,630	0.91%
United Supermarkets LLC	1,209,570	0.74%
Philip Mintz	1,051,470	0.65%
United Supermarkets LLC	952,920	0.59%
Union Pacific Railroad	897,740	0.55%
McDonalds Real Estate	875,430	0.54%
Flo-Rite Fluids Inc	662,140	0.41%
Taborosa Development	637,820	0.39%
	<u>\$ 15,716,300</u>	<u>9.67%</u>

TABLE 6 – TAX ADEQUACY ⁽¹⁾

2021 Total Debt Principal and Interest Requirements	\$ 805,776
\$0.5060 Tax Rate at 98% Collection Produces	\$ 805,910
Average Net Tax Supported Debt Annual Principal and Interest Requirements, 2021 - 2043	\$ 746,771
\$0.4689 Tax Rate at 98% Collection Produces	\$ 746,820
Maximum Net Tax Supported Debt Principal and Interest Requirements, 2021	\$ 805,776
\$0.5060 Tax Rate at 98% Collection Produces	\$ 805,910

(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		
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>\$ 10,311,000</u>	<u>\$ 6,864,739</u>	<u>\$ 17,175,739</u>	<u>\$ 17,175,739</u>	<u>\$ -</u>

TABLE 9 – INTEREST AND SINKING FUND BUDGET PROJECTION

Tax Supported Debt Service Requirements, Fiscal Year Ending 9/30/2021	\$ 805,776
Interest and Sinking Fund, 9/30/2020	8,467
2020 Interest and Sinking Fund Tax Levy @ 98% Collection	467,646
Less: Self-Supporting Debt	<u>805,776</u>
Estimated Balance, 9/30/2021	<u><u>\$ 476,113</u></u>

TABLE 10 – AUTHORIZED BUT UNISSUED GENERAL OBLIGATION BONDS

As of September 30, 2020, 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, 2019. Total amount financed was \$500,034 at 3.69% interest payable in annual installments of \$22,257. As of September 30, 2020, principal outstanding was \$496,399.

The City acquired a one-year note payable to finance the purchase of a patrol vehicle in July, 2020. Total amount financed was \$17,377 at 3.69% interest payable in one annual installment of \$17,377. At September 30, 2020, principal of \$5,381 was outstanding.

The City acquired a six-year capital lease obligation 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, 2020, principal outstanding was \$53,372.

TABLE 12 – CHANGES IN NET POSITION

	Fiscal Year Ending September 30,				
	2020	2019	2018	2017	2016
Program Revenues:					
Charges for Services	\$ 422,750	\$ 380,966	\$ 338,193	\$ 287,404	\$ 279,559
Operating Grants	80,686	40,796	50,362	16,479	36,457
General Revenues:					
Taxes	1,808,935	1,704,767	1,596,584	1,443,596	1,489,039
Administrative Costs	70,540	525,000	509,000	644,000	465,000
Fines	-	-	-	-	-
Investment Earnings	2,383	6,090	3,322	2,181	980
Other	277,196	96,157	31,114	50,310	30,393
Total Revenues	<u>\$ 2,662,490</u>	<u>\$ 2,753,776</u>	<u>\$ 2,528,575</u>	<u>\$ 2,443,970</u>	<u>\$ 2,301,428</u>
Program Expenses:					
General Government	\$ 487,074	\$ 494,729	\$ 467,582	\$ 577,789	\$ 569,062
Senior citizens	20,380	18,092	18,371	18,655	18,558
Cemetery	4,613	7,436	7,248	10,072	4,824
Library	112,016	116,920	102,993	109,409	94,797
Police and municipal court	1,055,479	1,102,578	959,044	887,122	861,213
Fire	122,442	96,856	88,641	102,766	99,659
Parks and recreation	88,035	136,096	136,335	124,198	203,701
Clyde Lake	101,920	108,523	90,238	85,737	
Code enforcement	89,877	131,228	57,132	51,032	42,923
Animal Control	139,964	111,274	88,838	134,361	140,184
Street	322,215	381,213	334,317	390,635	380,525
Interest expense on long-term debt	52,070	45,120	39,915	41,571	38,583
Total Expenses	<u>\$ 2,596,085</u>	<u>\$ 2,750,065</u>	<u>\$ 2,390,654</u>	<u>\$ 2,533,347</u>	<u>\$ 2,454,029</u>
Excess (Deficiency) before Other Resources, Uses, and Transfers	\$ 66,405	\$ 3,711	\$ 137,921	\$ (89,377)	\$ (152,601)
Other Resources Transfers In (Out)	-	(135,000)	(235,500)	(114,000)	(125,000)
Increase (Decrease) in Net Assets	\$ 66,405	\$ (131,289)	\$ (97,579)	\$ (203,377)	\$ (277,601)
Net position-beginning of year	\$ 1,800,874	\$ 1,932,163	\$ 2,051,343	\$ 2,254,720	\$ 2,532,321
Prior period adjustment	-	-	(21,601)	-	-
Net position-end of year	<u>\$ 1,867,279</u>	<u>\$ 1,800,874</u>	<u>\$ 1,932,163</u>	<u>\$ 2,051,343</u>	<u>\$ 2,254,720</u>

TABLE 12A – GENERAL FUND REVENUES AND EXPENDITURES HISTORY

	Fiscal Year Ended September 30,				
	2020	2019	2018	2017	2016
Revenues:					
Taxes:					
General Property Tax	\$ 1,017,587	\$ 967,048	\$ 900,799	\$ 798,869	\$ 786,291
General Sales Tax	640,342	570,443	545,798	534,503	593,595
Other Taxes - Franchise Tax	139,985	141,246	123,108	94,681	96,653
Penalty and Interest on Delinquent Taxes	15,545	23,350	11,732	13,518	12,233
Licenses and Permits	55,968	29,360	16,949	19,466	13,279
Administrative Cost Allocation	70,540	525,000	509,000	644,000	465,000
Charges for Services	55,573	9,666	6,158	5,230	12,960
Fines	307,979	340,740	309,886	261,908	246,920
Grants	79,500	39,600	49,218	15,386	35,344
Other Revenue	277,196	96,157	31,114	50,310	30,393
Investment Earnings	2,216	5,707	2,980	1,818	809
Total Revenues	\$ 2,662,431	\$ 2,748,317	\$ 2,506,742	\$ 2,439,689	\$ 2,293,477
Expenditures:					
General Government	\$ 480,904	\$ 483,173	\$ 461,542	\$ 568,683	\$ 556,192
Senior Citizens	17,868	15,580	15,859	16,143	16,046
Cemetery	1,315	4,138	4,166	5,798	1,383
Library	103,630	119,986	98,227	101,290	141,972
Police	798,578	842,396	718,190	630,896	766,836
Municipal Court	246,461	241,578	230,749	201,520	198,359
Fire	49,052	545,248	62,993	74,068	54,227
Domestic Preparedness	-	-	-	-	-
Parks and Recreation	66,653	121,175	114,666	95,269	174,877
Clyde Lake	99,916	108,597	91,334	82,634	-
Code Enforcement	96,149	129,159	57,882	48,830	42,248
Animal Control	128,368	98,552	80,305	145,585	137,875
Streets	160,955	248,171	186,844	228,189	215,779
Debt Service:					
Principal	102,144	97,134	94,605	77,669	53,092
Interest and Fiscal Charges	52,427	40,104	40,145	41,795	38,818
Total Expenditures	\$ 2,404,420	\$ 3,094,991	\$ 2,257,507	\$ 2,318,369	\$ 2,397,704
Excess (Deficiency) of Revenues					
Over Expenditures	\$ 258,011	\$ (346,674)	\$ 249,235	\$ 121,320	\$ (104,227)
Other Financing Sources (Uses):					
Transfers In	\$ -	\$ -	\$ -	\$ -	\$ -
Transfers Out	-	(135,000)	(235,500)	(114,000)	(125,000)
Loan Proceeds	-	500,035	-	-	121,575
Insurance Proceeds	-	-	-	-	-
Total Other Sources (Uses)	\$ -	\$ 365,035	\$ (235,500)	\$ (114,000)	\$ (3,425)
Net Change in Fund Balances					
	\$ 258,011	\$ 18,361	\$ 13,735	\$ 7,320	\$ (107,652)
Beginning Fund Balance					
	\$ 44,713	\$ 26,352	\$ 12,617	\$ 5,296	\$ 112,948
Prior Period Adjustment				1	-
Ending Fund Balance	\$ 302,724	\$ 44,713	\$ 26,352	\$ 12,617	\$ 5,296

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⁾
2016	\$ 593,595	75.23%	\$ 0.4631	\$ 154
2017	534,503	66.63%	0.4104	139
2018	545,798	55.87%	0.3893	142
2019	570,443	55.92%	0.3839	147
2020	640,342	62.93%	0.4092	163

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, 2020, the City had no investable funds.