

CITY OF HELOTES, TEXAS
ANNUAL COMPREHENSIVE
FINANCIAL REPORT

FISCAL YEAR ENDED
SEPTEMBER 30, 2023

OFFICIALS ISSUING REPORT

Marian V. Mendoza
City Administrator



CITY OF HELOTES, TEXAS
ANNUAL COMPREHENSIVE FINANCIAL REPORT
FOR THE YEAR ENDED SEPTEMBER 30, 2023

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INTRODUCTORY SECTION



Honorable Mayor and City Council
City of Helotes, Texas
12951 Bandera Rd.
Helotes, Texas 78023

Honorable Mayor, City Council, and Citizens of Helotes:

We are pleased to present the City of Helotes (the “City”) Annual Comprehensive Financial Report (the “Report”) for the fiscal year ending (the “FYE”) September 30, 2023. State Law requires us to annually publish a set of financial statements that are in compliance with the United States Securities and Exchange Commission’s Generally-Accepted Accounting Principles (the “GAAP”). The City has done so with the assistance of Armstrong, Vaughan & Associates, P.C. (the “Auditor”), a firm of licensed certified public accountants. To the best of our knowledge and belief, the financial statements are accurate in all material respects and are reported in a manner designed to fairly present the financial position and results of operations of all City funds.

Management assumes full responsibility for the accuracy of the data and disclosures contained herein and the Report’s completeness and fairness.

Management’s Discussion and Analysis (MD&A) immediately follows the independent auditor’s report and provides a narrative introduction, overview, and analysis of the basic financial statements. MD&A complements this Letter of Transmittal and should be read in conjunction with it.

This report includes all activities, functions, and organizations that relate to the City and are controlled by its governing body, the City Council.

Based upon the aforementioned information, the Auditor rendered an unmodified (“clean”) opinion that the City’s FYE 2023 financial statements are fairly presented and in conformance with GAAP.

City of Helotes Profile

Located just Northwest of San Antonio, the City of Helotes was incorporated in 1981 as a Type A General Law municipality. Helotes, whose name is derived from the Spanish word elotes or “corn-on-the-cob,” has been on Texas maps since the 1850s. Once inhabited by Lipan Apaches, Tonkawas, and Comanches, the City originally served as a stagecoach stop between the cities of San Antonio and Bandera. Today, the City of Helotes is a unique community that maintains its small-town tranquility and family-oriented activities. Citizens remain committed to economic prosperity, while balancing environmental consciousness and historic preservation with modern revitalization.

According to the U.S. Census, the City of Helotes had an estimated population of 9,303 residents in 2020. It is part of the San Antonio-New Braunfels Metropolitan Statistical Area.

The City of Helotes operates under a Council-Mayor form of government. All powers of the City are vested in an elected Council, consisting of five Councilmembers and a Mayor. The Council enacts local legislation, determines City policies, and employs the City Administrator.

The Mayor is the Chief Executive Officer of the City. The City Administrator serves as the assistant to the Mayor and City Council in carrying out activities prescribed by them and those activities contained within the City Administrator's contract.

The City government provides a broad range of goods and services to its citizens. The activities and personnel required to provide these goods and services are organized into broad managerial areas called Funds. Funds are separate fiscal and accounting entities with their own resources and budgets necessary to carry on specific activities and attain certain objectives.

Funds are further organized into function groups called Departments. A Department is a group of related activities aimed at accomplishing a major City service or program (i.e. Police or Fire Departments).

A Department may be further divided into smaller areas called Divisions. Divisions perform specific functions within the Department (i.e. Criminal Investigations or EMS).

Each Department is led by a Department Head who has supervisory responsibility over their respective Department(s) and the Divisions within it; however, they are subject to supervision and control by the Mayor and/or City Administrator. A Department Head may supervise more than one Department.

Local Economy

With just over 7 square miles of land within its corporate limits, the City of Helotes' economy continues to thrive. Property taxes and sales taxes equally constitute the majority of the general fund revenues, representing 43 and 34 percent totaling 77 percent of general fund revenues. The City's revenue sources have remained strong through the entire Fiscal Year 22-23.

Approximately 95% of Helotes' eligible labor force is currently employed, and the average 2020 household income was \$115,236. The current average household income in Helotes is approximately \$154,826. Roughly 49% of the City's population is employed in management, business, science and arts, 12% in service occupation, 23% in sales and office, 10% in construction and maintenance, while an estimated 9% of residents work in production and transportation roles.

Since 2008, the City's general and economic development sales and use tax receipts have increased approximately 1103%, from \$766,305 to \$8.56 million. Similarly, ad valorem (property) tax receipts have risen from \$2.17 million in 2008 to \$4.1 million in 2022, an increase of 85%. Over the same time period, sales and use and property tax receipts, as components of total City revenue, equalized at approximately one-third each. The property tax rate has declined or stayed the same since 2009.

The City's retail trade area (RTA) includes over 18,814 existing homes. With approximately \$78 million in retail, food, and beverage sales leaking from Helotes into the City of San Antonio, the estimated 31,000 additional rooftops in active and/or planned subdivisions in the City's RTA will continue to produce fruitful economic development opportunities in Helotes.

Long-Term Financial Planning & Ratings

The City of Helotes currently holds two (2) Certificate of Obligation issues dated 2007 and 2015. At a little over \$14 million (at issue) or \$1,561 per capita, the debt instruments were issued to fund new Police and Fire Stations, Old Town Helotes Special District improvements, and streets, utility, park, and drainage improvements throughout the City.

As of September 30, 2023, a balance of a little over \$7 million, including principal and interest, for the 2007 and 2015 issuances remained. The City does not anticipate issuing additional debt instruments at this time.

In December 2013, Standard & Poor's Ratings Services (the "S&P") raised its long-term and underlying rating for the City of Helotes from 'A+' to 'AA'. In 2015, S&P reaffirmed the City's long-term rating of 'AA/Stable'. S&P noted a "very strong economy, with access to a broad and diverse metropolitan statistical area."

Financial Information

Internal Control. Management is responsible for establishing and maintaining internal controls designed to ensure that assets of the City are protected from loss, theft or misuse and to provide adequate accounting information compiled to allow for the preparation of financial statements in conformity with generally accepted accounting principles for local governments as prescribed by the Governmental Accounting Standards Board (GASB), the Financial Accounting Standards Board (FASB) and the American Institute of Certified Public Accountants (AICPA). The internal control system is designed to provide reasonable, but not absolute assurance that these objectives are met. The concept of reasonable assurance recognizes that the cost of an internal control should not exceed the benefits derived from the internal control. The City utilizes financial accounting software which is designed with a system of internal controls. These controls are continually being reevaluated to provide reasonable, but not absolute, assurances.

Budget Controls. The City also utilizes budgetary controls. Legally expenditures cannot exceed the appropriated amount. The objective of these budgetary controls is to ensure compliance with the adopted budget approved by the City Council as mandated by state law. The levels of budgetary control are established at the line-item basis and at the fund level.

Cash management policies and practices. During the year, temporarily idle cash was invested through a Investment Pooled fund. Cash in this fund is essentially liquid. The average yield on the investment portfolio was 0.10 percent.

Pension benefits. The City of Helotes is a member city of the Texas Municipal Retirement System, referred to as TMRS. TMRS is one of the leading public pension funds in the nation. Each year, an independent actuary engaged by the pension plan calculates the amount of the annual contribution the City of Helotes must make to the pension plan to ensure the plan will be able to fully meet its obligations to retired employees on a timely basis. As a matter of policy, the City of Helotes fully funds each year's annual required contribution to the pension plan as determined by the actuary. The remaining unfunded amount is being systematically funded as part of the annual required contribution calculated by the actuary.

Relevant Financial Policies. Maintenance and improvement of the City's infrastructure is a priority of the City Council. A Street Maintenance Plan was developed which allows for the proper maintenance of every City street. The City's annual Street Maintenance Plan includes several major street projects. In November 2015 voters approved a ¼ cent sales tax for a 4-year period to fund street maintenance. A Street Maintenance Fund was created to account for the revenues and expenditures associated with the maintenance of City streets. The voters reauthorized this tax in May 2023.

Other Financial Information:

Independent Audit. An independent audit is performed every year of the general ledger, accounts, financial records, and transactions of all city departments. The audit is completed by an independent certified public accounting firm selected by the City Council. The City is in compliance with this requirement and the independent auditor's report by Armstrong, Vaughan & Associates, P.C. Certified Public Accountants, has been included in this report.

Awards and Acknowledgements

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the City of Helotes for its annual comprehensive financial

report (ACFR) for the twelve months ended September 30, 2022. This was the third year that the government has achieved this prestigious award. In order to be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized annual comprehensive financial report. This report must satisfy both generally accepted accounting principles and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. We believe that our current annual comprehensive financial report continues to meet the Certificate of Achievement Program's requirements and we are submitting it to GFOA to determine its eligibility for another certificate.

The preparation of this report would not have been possible without the efficient and dedicated services of the staff of the finance department. We would like to express our appreciation to all staff who assisted and contributed to the preparation of this report.

Best,



Marian Mendoza, City Administrator

CITY OF HELOTES, TEXAS
GFOA CERTIFICATE OF ACHIEVEMENT



Government Finance Officers Association

**Certificate of
Achievement
for Excellence
in Financial
Reporting**

Presented to

**City of Helotes
Texas**

For its Annual Comprehensive
Financial Report
For the Fiscal Year Ended

September 30, 2022

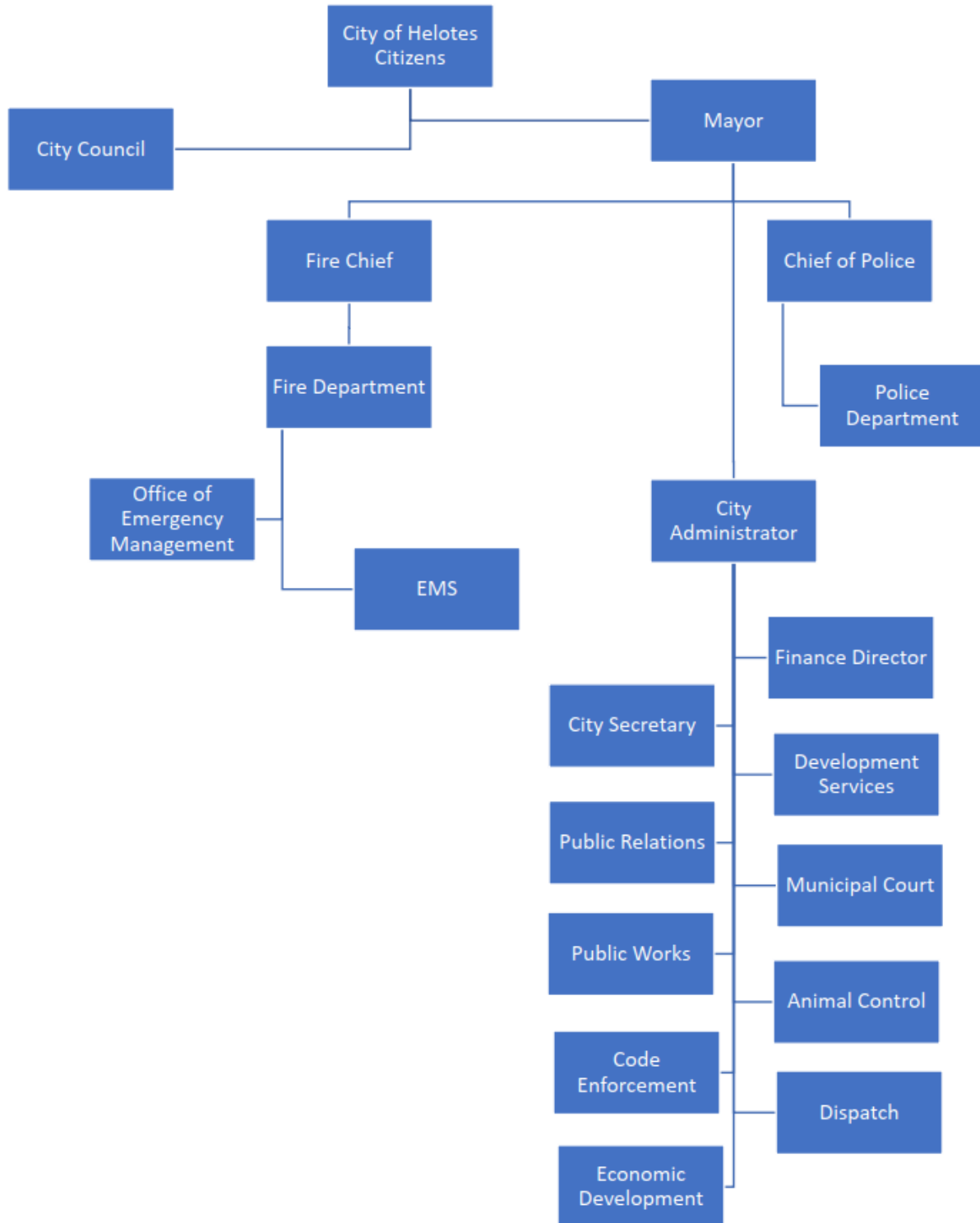
A handwritten signature in black ink that reads "Christopher P. Morill".

Executive Director/CEO

CITY OF HELOTES, TEXAS

ORGANIZATIONAL CHART

SEPTEMBER 30, 2023



CITY OF HELOTES, TEXAS

PRINCIPAL OFFICERS

AS OF SEPTEMBER 30, 2023

CITY OFFICIALS

MAYOR	RICH WHITEHEAD
MAYOR PRO-TEMPORE	CRAIG SANDERS
CITY COUNCIL	JEN SONES
	DAVE CATO
	CYNTHIA MASSEY
	MATTHEW MERCHANT
CITY ADMINISTRATOR	MARIAN V. MENDOZA
FINANCE DIRECTOR	TABITHA “TABY” DURR
CITY SECRETARY	CELINA PEREZ
ATTORNEY	DAVIDSON, TROILO, REAM & GARZA P.C.

FINANCIAL SECTION



INDEPENDENT AUDITOR'S REPORT

The Honorable Mayor and
Members of the City Council
City of Helotes, Texas

Report on the Audit of the Financial Statements

Opinions

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

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of the City of Helotes, as of September 30, 2023, and the respective changes in financial position and, where applicable, cash flows thereof for the year ended in conformity 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*, issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the City of Helotes 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.

Responsibilities of Management for the Financial Statements

City of Helotes's 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 of Helotes'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.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our 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 GAAS 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 GAAS 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 City of Helotes'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 City of Helotes's ability to continue as a going concern for a reasonable period of time.

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

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that management's discussion and analysis, budgetary comparison information, schedule of changes – net pension liability and related ratios, and schedule of changes – total other post-employment benefit (OPEB) liability and related ratios, as identified 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 regarding the methods of preparing the information and comparing the information for consistency with management's response 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 performed for the purpose of forming opinions on the financial statements that collectively comprise the City of Helotes' financial statements as a whole. The supplementary information (as identified in the table of contents) is presented for the purpose 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. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated, in all material respects, in relation to the financial statements taken 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 financial statements and our auditor's report thereon. Our opinions on the financial statements do not cover the other information, and we do not express an opinion or any form of assurance thereon. In connection with our audit of the financial statements, our responsibility is to read the other information and consider whether a material inconsistency exists between the other information and the financial statements, or the other information otherwise appears to be materially misstated. If, based on the work performed, we conclude that an uncorrected material misstatement of the other information exists, we are required to describe it in our report.

Other Reporting Required by Government Auditing Standards

In accordance with *Governmental Auditing Standards*, we have also issued our report dated February 23, 2024, on our consideration of the City of Helotes, 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 or on compliance. That report is an integral part of an audit performed in accordance with *Governmental Auditing Standards* in considering City of Helotes's internal control over financial reporting and compliance.



Armstrong, Vaughan & Associates, P.C.

February 23, 2024

MANAGEMENT'S DISCUSSION AND ANALYSIS

This Section of the City of Helotes' Annual Financial Report presents Management's discussion and analysis of the City's financial performance during the fiscal year ended September 30, 2023. Operating through Mayor Rich Whitehead, Management consists of City Administrator Marian Mendoza. Please read this Section in conjunction with the City's financial statements that follow this Section.

FINANCIAL HIGHLIGHTS

- Based upon the Government-wide Financial Statements, the City's total net position was \$21.7 million at September 30, 2023. Government-wide Financial Statements include all government components and functions, including, but not limited to, City-wide liquid cash assets, capital assets, restricted fund assets, accumulated depreciation, deferred inflows and outflows of resources, net pension and other debt liabilities.
- During the year, the City's governmental activity expenses increased 10.4% from the prior year, but were approximately \$7.0 million less than the \$15.9 million generated in taxes and other revenues from governmental activities. The City's governmental activity revenues increased 9.8% from the prior year and were approximately \$1.4 million more than the same revenues collected in FYE 2022 with the most significant increase as operating grant revenue as the City continued to utilize the American Rescue Plan Act funds. The governmental activity expenses include depreciation recorded on municipal capital assets.
- The General Fund reported a fund balance this year of approximately \$8.6 million at September 30, 2023. The average months of operating expenditures within the General Fund is 14.9 months; a rule of thumb for a minimum fund balance for the General Fund is no less than two months of average operating expenditures.
- General Fund revenues of \$10.7 million exceeded expenditures and transfers of \$7.5 million resulting in an increase in fund balance of approximately \$3.2 million from the prior fiscal year.

OVERVIEW OF THE FINANCIAL STATEMENTS

This discussion and analysis are intended to serve as an introduction to the City's basic financial statements. The City's basic financial statements are comprised of three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements. This Report also contains other supplementary information, in addition to the basic financial statements themselves.

Government-wide Financial Statements. The government-wide financial statements are designed to provide readers with a broad overview of the City's finances in a manner similar to a private-sector business.

The statement of net position presents information on all of the City's assets and deferred outflows of resources less liabilities and deferred inflows of resources (including those of the Economic Development Corp.). Over time, increases or decreases in net position *may* serve as a useful indicator of whether the financial position of the City of Helotes is improving or deteriorating. Changes in net position may also serve as a useful indicator of depreciation in existing capital assets. In Management's opinion, the net position of the City is stable.

The statement of activities presents information showing how the City's net position changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (e.g. uncollected taxes and earned, but unused vacation leave).

Both of the government-wide financial statements distinguish functions of the City of Helotes that are principally supported by taxes and intergovernmental revenues (governmental activities) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (business-type activities). The governmental activities of the City of Helotes include general administration, dispatch, the City Secretary's office, Municipal Court, human resources, development services, public works, animal control, code enforcement, buildings and grounds, parks and recreation, and emergency services (police, fire, and EMS).

Property taxes, sales taxes, franchise fees, and charges for services finance most of these activities. The City does not currently have any business-type activities.

Fund Financial Statements. 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. The City of Helotes, like other State and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. The City has several governmental funds.

Governmental Funds. Governmental funds are used to account for the same functions reported as governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on near term inflows and outflows of spendable resources, as well as on balances of spendable resources available at the end of each fiscal year. Such information is useful in evaluating a government's near-term financing requirements.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing so, readers can better understand the long-term impact of the government's near-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenses, and changes in fund balances provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

Notes to the Financial Statements. The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements.

FINANCIAL ANALYSIS OF THE CITY AS A WHOLE

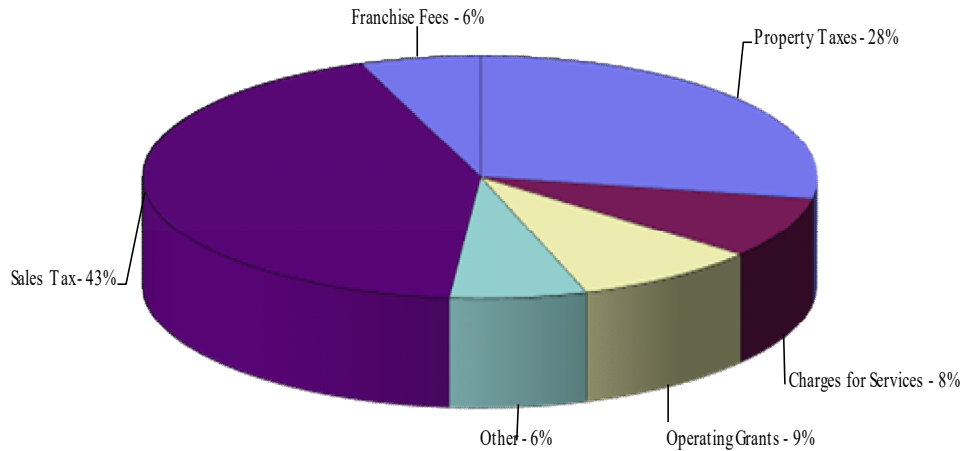
Net Position. The City's Government-wide net position was \$21.6 million at September 30, 2023. (See Table A-1). The City's Government-wide Financial Statements reported unrestricted net position of \$5.6 million.

Table A-1
City of Helotes Net Position

	Governmental Activities		Total Percentage Change
	2023	2022	2023-2022
<i>Assets:</i>			
Current Assets	\$ 22,171,474	\$ 17,566,133	26.2%
Capital Assets	9,485,023	9,167,762	3.5%
Other non current assets	-	929,601	-100.0%
<i>Total Assets</i>	<u>31,656,497</u>	<u>27,663,496</u>	14.4%
<i>Deferred Outflows</i>	<u>890,633</u>	<u>291,559</u>	205.5%
<i>Liabilities:</i>			
Current Liabilities	3,653,278	5,433,551	-32.8%
Noncurrent Liabilities	6,556,365	6,717,023	-2.4%
<i>Total Liabilities</i>	<u>10,209,643</u>	<u>12,150,574</u>	-16.0%
<i>Deferred Inflows</i>	<u>687,898</u>	<u>1,134,892</u>	-39.4%
<i>Net Position:</i>			
Net Investment in Capital Assets	6,480,772	5,485,953	18.1%
Restricted	9,569,221	7,376,028	29.7%
Unrestricted	5,599,596	1,807,608	209.8%
<i>Total Net Position</i>	<u>\$21,649,589</u>	<u>\$14,669,589</u>	47.6%

Changes in Net Position. The City’s total net position increased from the prior year by \$7.0 million. The City’s revenues were \$1.9 million. A significant portion, or 71%, of the City’s revenue originates from property and sales taxes, while 29% originates from franchise fees, charges for services, grants, hotel occupancy taxes, interest and investment earnings, and other miscellaneous fees (See Figure A-1). The City’s governmental activity revenues increased 9.8% from the prior year and were approximately \$1.4 million more than the same revenues collected in FYE 2022.

Figure A-1 City of Helotes
Revenue Sources for Fiscal Year 2023



The total cost of all governmental programs and services was \$8.9 million; 48% of this cost is directly related to public safety consisting of police, fire, EMS and dispatch. During the year, the City’s governmental activity expenses increased 10.4% from the prior year, but were approximately \$7.1 million less than the \$16.0 million generated in taxes and other revenues from governmental activities.

Governmental Activities

- The property tax rate declined slightly from the prior year from 0.343979 to 0.316778 per \$100 valuation; however, property tax revenues increased by \$165 thousand due to an increase in assessed valuations by the Bexar Appraisal District.
- The cost of all *governmental activities* in FYE 2023 was \$8.9 million. The amount of these activities that were paid for by taxpayers through property taxes was \$4.4 million (49.7%).
- 14.6% of the cost, or \$1.3 million, was paid by those who directly benefited from the programs and activities through direct charges for services.

Table A-2
Changes in City of Helotes' Net Position

	Governmental Activities		Total Percentage Change
	2023	2022	2023-2022
Primary Government:			
City Council	\$ 4,627	\$ 9,702	-52.3%
City Administration	1,657,964	1,176,310	40.9%
Dispatch	151,561	96,711	56.7%
City Secretary	122,065	111,784	9.2%
Human Resources	82,110	78,045	5.2%
Municipal Court	369,850	339,104	9.1%
Animal Control, Public Works	1,002,317	1,018,207	-1.6%
Development Services	306,391	379,211	-19.2%
Building and Grounds	654,805	655,962	-0.2%
Police Department	2,261,842	1,994,682	13.4%
Emergency Medical Services	296,085	276,637	7.0%
Fire Department	1,755,609	1,652,541	6.2%
Interest and Fiscal Charges on LT Debt	234,083	274,697	-14.8%
Total Governmental Activities	<u>8,899,309</u>	<u>8,063,593</u>	10.4%
Program Revenues:			
Charges for Services	1,296,425	1,149,081	12.8%
Operating Grants & Contributions	1,413,433	380,425	271.5%
General Revenues:			
General Property Tax	4,424,388	4,259,710	3.9%
Sales Taxes	6,785,847	7,505,227	-9.6%
Franchise Fees	917,455	889,333	3.2%
Hotel Occupancy Tax	24,005	33,283	-27.9%
Investment Earnings	808,264	99,620	711.3%
Miscellaneous	209,492	149,937	39.7%
Total Revenues	<u>15,879,309</u>	<u>14,466,616</u>	9.8%
Increase (Decrease) in Net Position	6,980,000	6,403,023	9.0%
Beginning Net Position	14,669,589	8,266,566	77.5%
Ending Net Position	<u>\$ 21,649,589</u>	<u>\$ 14,669,589</u>	47.6%

Table A-3 presents the cost of each of the City’s functions, as well as each function’s net cost (or total cost less fees generated by the same function). The net cost reflects what municipal revenues directly funded.

Table A-3
Net Cost of Selected City Functions
(In thousands dollars)

	Total Cost of Services			Net Cost of Services		
	2023	2022	% Change	2023	2022	% Change
<i>Governmental</i>						
City Council	\$ 5	\$ 10	-50.0%	\$ 5	\$ 10	-53.7%
City Administration	1,658	1,176	41.0%	261	810	-67.7%
Dispatch	152	97	56.2%	152	97	56.2%
City Secretary	122	112	9.0%	122	112	9.0%
Human Resources	82	78	5.3%	82	78	5.3%
Municipal Court	370	339	9.1%	(123)	(36)	241.6%
Animal Control, PW	1,002	1,018	-1.5%	998	1,012	-1.4%
Development Services	306	379	-19.2%	(90)	13	-792.1%
Building and Grounds	655	656	-0.2%	543	569	-4.6%
Police Department	2,262	1,995	13.4%	2,226	1,939	14.8%
Emergency Medical	296	277	6.9%	24	3	706.2%
Fire Department	1,756	1,653	6.2%	1,756	1,653	6.2%

Fund Financial Statements

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

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

The City has the following kind of fund:

Governmental Funds — Most of the City’s basic services are included in governmental funds, which focus on (1) how cash and other financial assets, which are readily convertible into cash, flow in and out of the funds and (2) the balances left at year-end that are available for spending in the subsequent fiscal year.

Consequently, governmental fund statements provide a detailed, short-range view that helps determine whether there are more or fewer financial resources that can be spent in the near future to finance the City’s activities. Because this information does not encompass the additional long-term focus of the government-wide statements, additional information is provided at the bottom of or on the subsequent page of the governmental funds statements to explain the relationship between them.

FINANCIAL ANALYSIS OF THE CITY’S FUNDS

Revenues from governmental fund types totaled \$15.8 million, an increase of 9.7% over the prior year. The increase is primarily due to increased grants as the City continued to utilize grant funds associated with the American Rescue Plan Act.

The City of Helotes maintains several individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenses, and changes in fund balances for the General Fund, EDC Fund, ARPA Grant Fund, Street Maintenance Fund, and Total Nonmajor Funds. At year end, fund balances increased or decreased by the following approximate amounts:

- General Fund increased by \$3.2 million due to increased sales tax, grants, and interest income.
- EDC Fund increased by \$604 thousand due to increased sales tax revenue.
- ARPA Grant Fund reported zero fund balance as all grant funds were recognized to the extent of current year expenditures.
- Street Maintenance Fund increased by \$1.2 million due to increased sales tax revenues.
- Total Nonmajor Funds increased by \$811 thousand due to transfers from other funds.

General Fund Budgetary Highlights

The budget was amended throughout the year, but the final adopted FYE 2023 General Fund budget anticipated revenues and other financing sources to exceed expenditures anticipating an increase of fund balance of \$920 thousand. Actual revenues exceeded budgeted expectations by \$1.9 million due to actual receipt of sales tax, grants, and interest income more than anticipated. Actual expenditures of \$7.0 million were less than budgeted by \$890 thousand. Actual change in fund balance of \$3.2 million was \$2.2 million greater than anticipated.

CAPITAL ASSETS AND DEBT ADMINISTRATION

Capital Assets. At the end of 2023, the City had invested \$26.8 million in a broad range of capital assets, including land, buildings, vehicles, equipment, and infrastructure (see Table A-4). This amount, less accumulated depreciation, results in a net capital asset value of \$9.5 million. More detailed information about the City's capital assets is presented in Note I of this report.

Table A-4
City of Helotes's Capital Assets
(In thousands dollars)

	Governmental Activities		Total Percentage Change
	2023	2022	2023-2022
Land	\$ 1,764	\$ 1,764	0.0%
Construction in Progress	52	-	100.0%
Buildings and Improvements	7,263	7,081	2.6%
Vehicles and Equipment	5,029	4,539	10.8%
Infrastructure	12,645	12,317	2.7%
Totals at historical cost	26,753	25,701	4.1%
Total accumulated depreciation	(17,268)	(16,534)	4.4%
Net Capital Assets	<u>\$ 9,485</u>	<u>\$ 9,167</u>	3.5%

Long Term Debt. At year-end, the City had \$6.2 million (principle only) in Certificates of Obligation outstanding, as shown in Table A-5. Total bonded debt decreased approximately 10.4% from \$6.8 million in FYE 2022. More detailed information about the City’s debt is presented in Note J of this report.

Table A-5
City's Long-Term Debt
(In thousands dollars)

	Governmental Activities		Total Percentage Change
	2023	2022	2023-2022
Certificates of Obligation	\$ 6,165	\$ 6,880	-10.4%
Total Bonded Debt	<u>\$ 6,165</u>	<u>\$ 6,880</u>	-10.4%

ECONOMIC FACTORS AND NEXT YEAR’S BUDGETS AND RATES

The City approved a reduction of the property tax rate from \$0.316778 to \$0.311455 per \$100 assessed value. General Fund budgeted expenditures for the FYE 2024 budget increased from \$7.9 million in FYE 2023 to \$9.4 million in FYE 2024. The anticipated increase in expenditures is across all departments with the most significant increase in the police department. Total estimated revenues for FYE 2024 are \$10.0 and the City anticipates transferring \$200 thousand to other funds for capital replacement. Therefore, the anticipated increase of FYE 2024 fund balance in the General Fund is \$362 thousand.

As of September 30, 2023, a balance of \$7.2 million, including principal and interest, for the 2007 and 2015 issuances remained. The City does not anticipate issuing additional debt instruments at this time.

In December 2013, Standard & Poor's Ratings Services (the “S&P”) raised its long-term and underlying rating for the City of Helotes from 'A+' to 'AA'. In 2015, S&P reaffirmed the City’s long-term rating of ‘AA/Stable’. S&P noted a “very strong economy, with access to a broad and diverse metropolitan statistical area.”

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 demonstrate the City’s accountability for the revenue it receives from multiple sources. If you have questions about this report or need additional financial information, contact the City Administrator, Marian Mendoza, at:

12951 Bandera Road (Physical)
P.O. Box 507 (Mailing)
Helotes, Texas 78023



BASIC FINANCIAL STATEMENTS

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

- Government – wide financial statements; and
- Fund financial statements:
 - Governmental funds.

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

CITY OF HELOTES, TEXAS
STATEMENT OF NET POSITION
SEPTEMBER 30, 2023

	Governmental Activities
ASSETS	
<i>Current Assets:</i>	
Cash and Investments	\$ 19,514,322
Receivables (Net of Allowances for Uncollectibles)	
Property Taxes	105,531
Lease Receivable	238,011
Other Receivables	2,295,940
Prepaid Items	17,670
<i>Total Current Assets</i>	<u>22,171,474</u>
<i>Noncurrent Assets:</i>	
Capital Assets:	
Land	1,763,771
Construction in Progress	51,615
Buildings	7,263,354
Vehicles & Equipment	5,029,407
Infrastructure	12,644,991
Accumulated Depreciation	(17,268,115)
Total Capital Assets	<u>9,485,023</u>
<i>Total Noncurrent Assets</i>	<u>9,485,023</u>
TOTAL ASSETS	<u>31,656,497</u>
DEFERRED OUTFLOWS OF RESOURCES	
Deferred Pension Related Outflows	877,344
Deferred OPEB Related Outflows	13,289
TOTAL DEFERRED OUTFLOWS OF RESOURCES	<u>\$ 890,633</u>

See accompanying notes to basic financial statements.

CITY OF HELOTES, TEXAS
STATEMENT OF NET POSITION (CONTINUED)
SEPTEMBER 30, 2023

	Governmental Activities
LIABILITIES	
<i>Current Liabilities:</i>	
Accounts Payable	\$ 220,765
Accrued Liabilities	1,030,708
Accrued Compensated Absences	463,408
Accrued Interest Payable	37,680
Unearned Revenue	1,096,317
Current Portion of Long-Term Debt	804,400
<i>Total Current Liabilities</i>	<u>3,653,278</u>
<i>Noncurrent Liabilities:</i>	
Long-Term Debt	5,698,117
Net Pension Liability	717,475
Total OPEB Liability	140,773
<i>Total Noncurrent Liabilities</i>	<u>6,556,365</u>
TOTAL LIABILITIES	<u>10,209,643</u>
DEFERRED INFLOWS OF RESOURCES	
Deferred Pension Related Inflows	333,157
Deferred OPEB Related Inflows	38,283
Deferred Inflows - Lease	316,458
TOTAL DEFERRED INFLOWS OF RESOURCES	<u>687,898</u>
NET POSITION	
Net Investment in Capital Assets	6,480,772
Restricted for:	
Debt Service	922,339
Public Safety	148,910
Public Education Government	103,858
Street Maintenance	4,393,029
Hotel Occupancy Tax	117,592
Tree Mitigation	80,964
Economic Development	3,802,529
Unrestricted	5,599,596
TOTAL NET POSITION	<u>\$ 21,649,589</u>

See accompanying notes to basic financial statements.



CITY OF HELOTES, TEXAS
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED SEPTEMBER 30, 2023

Functions and Programs	Expenses	Program Revenues		Program Revenues	Net Revenue
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	(Expense) and
					Changes in
					Net Position
					Primary
					Government
					Governmental
					Activities
Primary Government:					
Governmental Activities:					
City Council	\$ 4,627	\$ -	\$ -	\$ -	\$ (4,627)
City Administration	1,657,964	-	1,396,693	-	(261,271)
Dispatch	151,561	-	-	-	(151,561)
City Secretary	122,065	-	-	-	(122,065)
Human Resources	82,110	-	-	-	(82,110)
Municipal Court	369,850	492,840	-	-	122,990
Animal Control, Public Works	1,002,317	4,027	-	-	(998,290)
Development Services	306,391	396,362	-	-	89,971
Buildings and Grounds	654,805	111,881	-	-	(542,924)
Police Department	2,261,842	19,415	16,740	-	(2,225,687)
Emergency Medical Services	296,085	271,900	-	-	(24,185)
Fire Department	1,755,609	-	-	-	(1,755,609)
Interest and Fiscal Fees on					
Long-term Debt	234,083	-	-	-	(234,083)
Total Governmental Activities	8,899,309	1,296,425	1,413,433	-	(6,189,451)
Total Government	\$ 8,899,309	\$ 1,296,425	\$ 1,413,433	\$ -	\$ (6,189,451)
General Revenues:					
Taxes:					
General Property Taxes					4,424,388
Sales Taxes					6,785,847
Franchise Fees					917,455
Hotel Occupancy Tax					24,005
Interest and Investment Earnings					808,264
Miscellaneous					209,492
Total General Revenues					13,169,451
Change in Net Position					6,980,000
Net Position at Beginning of Year					14,669,589
Net Position at End of Year					\$ 21,649,589

See accompanying notes to basic financial statements.

CITY OF HELOTES, TEXAS
BALANCE SHEET
GOVERNMENTAL FUNDS
SEPTEMBER 30, 2023

	Major Funds	
	General Fund	Economic Development Corporation
ASSETS		
Cash and Investments	\$ 10,475,378	\$ 3,689,243
Receivables:		
Property Taxes (Net of Uncollectibles)	90,970	-
Lease Receivable	238,011	-
Sales Tax and Other Receivable	1,599,263	460,319
Due from Other Funds	-	-
Prepaid Items	16,520	1,150
TOTAL ASSETS	\$ 12,420,142	\$ 4,150,712
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES		
<i>Liabilities:</i>		
Accounts Payable	\$ 162,736	\$ 31,476
Accrued Liabilities	714,001	316,707
Due to Other Funds	2,312,587	-
Unearned Revenue	-	-
<i>Total Liabilities</i>	<i>3,189,324</i>	<i>348,183</i>
<i>Deferred Inflows of Resources:</i>		
Unavailable Revenue - Property Taxes	84,783	-
Unavailable Revenue - EMS	220,752	-
Unavailable Revenue - Lease	316,458	-
<i>Total Deferred Inflows of Resources</i>	<i>621,993</i>	<i>-</i>
<i>Fund Balances:</i>		
Nonspendable:		
Prepaid Items	16,520	1,150
Restricted for:		
Public Safety	-	-
Public Education Government	-	-
Street Maintenance	-	-
Hotel Occupancy Tax	-	-
Tree Mitigation	-	-
Economic Development	-	3,801,379
Debt Service	-	-
Committed for:		
Capital Projects	-	-
Unassigned	8,592,305	-
<i>Total Fund Balances</i>	<i>8,608,825</i>	<i>3,802,529</i>
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES	\$ 12,420,142	\$ 4,150,712

See accompanying notes to basic financial statements.

Major Funds			
ARPA Grant Fund	Street Maintenance Fund	Total Nonmajor Funds	Total Governmental Funds
\$ 69,325	\$ 4,171,087	\$ 1,109,289	\$ 19,514,322
-	-	14,561	105,531
-	-	-	238,011
-	230,160	6,198	2,295,940
1,031,537	-	1,281,050	2,312,587
-	-	-	17,670
<u>\$ 1,100,862</u>	<u>\$ 4,401,247</u>	<u>\$ 2,411,098</u>	<u>\$ 24,484,061</u>
\$ 4,545	\$ 8,218	\$ 13,790	\$ 220,765
-	-	-	1,030,708
-	-	-	2,312,587
1,096,317	-	-	1,096,317
<u>1,100,862</u>	<u>8,218</u>	<u>13,790</u>	<u>4,660,377</u>
-	-	13,570	98,353
-	-	-	220,752
-	-	-	316,458
<u>-</u>	<u>-</u>	<u>13,570</u>	<u>635,563</u>
-	-	-	17,670
-	-	148,910	148,910
-	-	103,858	103,858
-	4,393,029	-	4,393,029
-	-	117,592	117,592
-	-	80,964	80,964
-	-	-	3,801,379
-	-	946,449	946,449
-	-	985,965	985,965
-	-	-	8,592,305
<u>-</u>	<u>4,393,029</u>	<u>2,383,738</u>	<u>19,188,121</u>
<u>\$ 1,100,862</u>	<u>\$ 4,401,247</u>	<u>\$ 2,411,098</u>	<u>\$ 24,484,061</u>



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

TOTAL FUND BALANCE - TOTAL GOVERNMENTAL FUNDS			\$ 19,188,121
Amounts reported for governmental activities in the Statement of Net Position are different because:			
Capital Assets used in governmental activities are not financial resources and, therefore, are not reported in the governmental funds.			9,485,023
Other long-term assets are not available to pay for current-period expenditures and, therefore, are unavailable in the governmental funds.			319,105
Accrued vacation leave payable is not due and payable in the current period and, therefore, not reported in the governmental funds.			(463,408)
Long-term liabilities, including bonds and capital leases are not due and payable in the current period and, therefore, not reported in the governmental funds.			
	Bonds Payable	(6,165,000)	
	Unamortized Bond Premium	(88,266)	
	Note Payable	<u>(249,251)</u>	(6,502,517)
Net pension liabilities (and related deferred inflows and outflows of resources) do not consume current financial resources and are not reported in the funds.			
	Net Pension Liability	(717,475)	
	Pension Related Deferred Inflows	(333,157)	
	Pension Related Deferred Outflows	<u>877,344</u>	(173,288)
Total OPEB liabilities (and related deferred inflows and outflows of resources) do not consume current financial resources and are not reported in the funds.			
	Total OPEB Liability	(140,773)	
	OPEB Related Deferred Inflows	(38,283)	
	OPEB Related Deferred Outflows	<u>13,289</u>	(165,767)
Accrued interest payable on long-term bonds are not due and payable in the current period and, therefore, not reported in the governmental funds.			<u>(37,680)</u>
TOTAL NET POSITION - GOVERNMENTAL ACTIVITIES			<u>\$ 21,649,589</u>

See accompanying notes to basic financial statements.

CITY OF HELOTES, TEXAS
STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES – GOVERNMENTAL FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2023

	Major Funds	
	General Fund	Economic Development Corporation
REVENUES		
Property Taxes	\$ 3,791,120	\$ -
Sales & Use Taxes	3,815,073	1,534,920
Franchise Fees	896,923	-
Hotel Occupancy Tax	-	-
Licenses and Permits	386,139	-
Fines and Forfeits	486,037	-
Charges for Services	316,683	-
Grants and Interlocal Agreements	358,083	-
Interest	454,457	145,699
Miscellaneous	199,571	6,284
TOTAL REVENUES	<u>10,704,086</u>	<u>1,686,903</u>
EXPENDITURES		
Current:		
City Council	4,627	-
City Administration	581,492	427,616
Dispatch Services	432,356	-
City Secretary	120,427	-
Human Resources	82,426	-
Municipal Court	359,167	-
Animal Control, Public Works	610,696	-
Development Services	307,179	-
Building and Grounds	485,238	-
Police Department	2,075,212	-
Emergency Medical Services	604,192	-
Fire Department	1,258,927	-
Capital Outlay	105,744	-
Debt Service:		
Principal	-	-
Interest and Fiscal Charges	-	-
TOTAL EXPENDITURES	<u>7,027,683</u>	<u>427,616</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>3,676,403</u>	<u>1,259,287</u>
OTHER FINANCING SOURCES (USES):		
Transfers In (Out)	<u>(510,000)</u>	<u>(655,661)</u>
TOTAL OTHER FINANCING SOURCES (USES)	<u>(510,000)</u>	<u>(655,661)</u>
Net Change in Fund Balance	3,166,403	603,626
FUND BALANCES - OCTOBER 1	<u>5,442,422</u>	<u>3,198,903</u>
FUND BALANCES - SEPTEMBER 30	<u>\$ 8,608,825</u>	<u>\$ 3,802,529</u>

See accompanying notes to basic financial statements.

Major Funds			
ARPA Grant Fund	Street Maintenance Fund	Total Nonmajor Funds	Total Governmental Funds
\$ -	\$ -	\$ 621,555	\$ 4,412,675
-	1,435,854	-	6,785,847
-	-	20,532	917,455
-	-	24,005	24,005
-	-	14,250	400,389
-	-	26,218	512,255
-	-	-	316,683
1,038,610	-	-	1,396,693
1,751	164,923	41,434	808,264
-	-	20,377	226,232
<u>1,040,361</u>	<u>1,600,777</u>	<u>768,371</u>	<u>15,800,498</u>
-	-	-	4,627
380,225	1,582	8,718	1,399,633
-	-	-	432,356
-	-	-	120,427
-	-	-	82,426
-	-	11,326	370,493
-	-	-	610,696
-	407,939	352	715,470
-	-	-	485,238
-	-	15,699	2,090,911
-	-	-	604,192
-	-	-	1,258,927
660,136	-	67,742	833,622
-	-	772,558	772,558
-	-	246,959	246,959
<u>1,040,361</u>	<u>409,521</u>	<u>1,123,354</u>	<u>10,028,535</u>
-	1,191,256	(354,983)	5,771,963
-	-	1,165,661	-
-	-	1,165,661	-
-	1,191,256	810,678	5,771,963
-	3,201,773	1,573,060	13,416,158
<u>\$ -</u>	<u>\$ 4,393,029</u>	<u>\$ 2,383,738</u>	<u>\$ 19,188,121</u>

CITY OF HELOTES, TEXAS
RECONCILIATION OF THE STATEMENT OF REVENUES,
EXPENDITURES AND CHANGES IN FUND BALANCES OF
GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED SEPTEMBER 30, 2023

NET CHANGE IN FUND BALANCES - GOVERNMENTAL FUNDS \$ 5,771,963

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

Governmental funds report capital outlays as expenditures. However, in the
statement of activities the cost of those assets is allocated over their estimated
useful lives and reported as depreciation expense.

Capital Outlay	1,051,763	
Depreciation Expense	<u>(734,502)</u>	317,261

Revenues in the Statement of Activities that do not provide current financial
resources are not reported as revenues in the governmental funds. 78,811

The issuance of long-term debt (e.g. bonds, leases) provides current financial
resources to governmental funds, which the repayment of the principal of
long-term debt consumes the current financial resources of the governmental
funds. Neither transaction, however, has any affect on net position. This
amount is the net effect of these differences in the treatment of long-term
debt and related items.

Principal Payments	<u>772,558</u>	772,558
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Governmental funds report required contributions to employee pensions as
expenditures. However, in the Statement of Activities the cost of the pension
is recorded based on the actuarially determined cost of the plan. This is the
amount that the actuarially determined pension expense exceeded contributions. 24,950

Governmental funds report required contributions to other post-employment
benefits as expenditures. However, in the Statement of Activities the cost of
the expense is recorded based on the actuarially determined cost of the plan.
This is the amount that the actuarially determined OPEB expense exceeded
contributions. (9,483)

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

Compensated Absences	12,079	
Interest Expense/Amortization of Premium	<u>11,861</u>	<u>23,940</u>

CHANGE IN NET POSITION - GOVERNMENTAL ACTIVITIES \$ 6,980,000

CITY OF HELOTES, TEXAS
NOTES TO BASIC FINANCIAL STATEMENTS
SEPTEMBER 30, 2023

NOTE A -- SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

1. REPORTING ENTITY

Component Units

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

Blended Component Unit

The Helotes Economic Development Corporation, a nonprofit corporation and an entity legally separate from the City, was incorporated under the Development Corporation Act of 1979, Texas Revised Civil Statutes Annotated, Article 5190.6, Section 4B. The purpose of the Corporation is to promote economic development in order to eliminate unemployment and to promote and encourage public welfare of, for, and on behalf of the City. The City exerts significant control over the Corporation, which is organized exclusively for public purposes of the City of Helotes. The Corporation is governed by a seven member board appointed by the City Council. The Corporation receives all proceeds from assessing a .50% sales tax. The City. For financial reporting purposes, the Corporation is reported as a blended component unit due to the City having operational responsibility for the component unit, and that any debt issued would be expected to be paid using City resources. Additionally, the City is financially accountable for the Corporation because the City Council approves the Corporation's budget and the management of the primary government has operational responsibility for the component unit, including hiring and firing of EDC employees. Separate financial statements for the Corporation may be obtained by contacting the City's Finance Department.

Discretely Presented Component Units

As of September 30, 2023, the City had no component units that would require a discrete presentation in the financial statements.

2. GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS

The **government-wide financial statements** include the statement of net position and the statement of activities. Government-wide statements report information on all of the activities of the City and its component units. The effect of interfund transfers has been removed from the government-wide statements, but continues to be reflected on the fund statements. Governmental activities are supported mainly by taxes and intergovernmental revenues. The primary government is reported within the government wide statements. Business-type activities are financed, in whole or in part, by fees charged to external parties for goods and services. The City has no business-type activities or fiduciary funds.

CITY OF HELOTES, TEXAS
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
SEPTEMBER 30, 2023

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

2. GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS (Continued)

The statement of activities reflects the degree to which the direct expenses of a given function or segment is offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function. Program revenues include 1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not properly included in program revenues are reported as general revenues.

Separate **fund financial statements** are provided for governmental funds and proprietary funds. The General Fund, Economic Development Corporation, Capital Projects Fund, ARPA Grant Fund, and Street Maintenance Fund meet the criteria as **major governmental funds**. All of these funds are reflected in single columns on the Fund Balance Sheet and Statement of Revenues, Expenditures, and Changes in Fund Balances.

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

The **government-wide financial statements** are reported using the economic resources measurement focus and the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year which they are levied. Major revenue types, which have been accrued, include revenue from investments, intergovernmental revenue and charges for services. Grants are recognized as revenue when all applicable eligibility requirements imposed by the provider are met.

Revenues are classified as *program revenues* and *general revenues*. Program revenues include 1) charges to customers or applicants for goods, services, or privileges provided, 2) operating grants and contributions, and 3) capital grants and contributions. General revenues include all taxes, grants not restricted to specific programs, and investment earnings.

Governmental fund level financial statements are reported using a current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. Measurable and available revenues include revenues expected to be received within 60 days after the fiscal year ends. Receivables which are measurable but not collectible within 60 days after the end of the fiscal period are reported as unavailable revenue.

Expenditures, generally, are recorded when a fund liability is incurred; however, debt service expenditures and expenditures related to compensated absences, claims, and judgments are recorded only when the liability has matured and payment is due.

CITY OF HELOTES, TEXAS
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
SEPTEMBER 30, 2023

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

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

The government reports the following major governmental funds:

The General Fund is the general operating fund of the City and is always classified as a major fund. The General Fund is used to account for all financial resources, except those required to be accounted for in another fund. Major revenue sources include property taxes, charges for services, intergovernmental revenues, and investment of idle funds. Primary expenditures are for general administration, public safety, and capital acquisition.

Economic Development Corporation is used to account for sales and use tax proceeds collected and expenditures associated with promoting economic development in the City.

ARPA Grant Fund is used to account for resources and expenditures related to federal grant proceeds from the American Rescue Plan Act.

Street Maintenance Fund is used to account for revenue received for the use of street maintenance.

Nonmajor funds include special revenue funds, debt service funds, and capital projects fund. The City has several various special revenue funds including Municipal Court Technology, State Forfeiture, School Safety, Police Training, PEG Fees, Hotel Occupancy Tax Fund, and Tree Mitigation.

4. CASH AND INVESTMENTS

Cash and investments include cash deposits and investments with a maturity date within three (3) months of the date acquired by the City, including local government investments pools. The City's general policy is to report money market investments and short-term participating interest-earning investment contracts at amortized cost and to report nonparticipating interest-earning investment contracts using a cost-based measure. However, if the fair value of an investment is significantly affected by the impairment of the credit standing of the issuer or by other factors, it is reported at fair value. All other investments are reported at fair value, unless a legal contract exists which guarantees a higher value. The term "short-term" refers to investments which have a remaining term of one year or less at time of purchase. The term "nonparticipating" means that the investment's value does not vary with market interest rate changes. Nonnegotiable certificates of deposit are examples of nonparticipating interest-earning investment contracts. The City's investments include local government investment pools. These pools are 2a7-like which means they are not registered with the Securities and Exchange Commission as an investment company, but nevertheless have a policy that they will, and do, operate in a manner consistent with the SEC's Rule 2a7 of the Investment Company Act of 1940. These pools are reported at a share price of \$1 which approximates fair value.

CITY OF HELOTES, TEXAS
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
SEPTEMBER 30, 2023

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

5. ACCOUNTS RECEIVABLE

Property taxes are levied based on taxable assessed values on January 1, prior to September 30, and become due October 1 of the same year and past due on January 31 of the following year. Accordingly, receivables and revenues for property taxes are reflected on the government-wide statement based on the full accrual method of accounting. Property tax receivables for prior years' levies are shown net of an allowance for uncollectible accounts.

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

6. PREPAID ITEMS

Payments made for goods or services to be received in future periods are recorded on the balance sheet as prepaid items. Prepaid items of governmental funds are recorded as expenditures when consumed rather than when they are purchased.

7. INTERFUND RECEIVABLES/PAYABLES

During the course of operations, numerous transactions occur between individual funds for goods provided or services rendered. These receivables and payables are classified as "due from other funds" or "due to other funds" on the fund statements.

8. CAPITAL ASSETS

Capital assets, which include land, buildings, vehicles, equipment, capital leases, and infrastructure assets, are reported in the applicable governmental activities column in the government-wide financial statements. Capital assets, such as equipment, are defined as assets with a cost of \$5,000 or more. Infrastructure assets include City-owned streets, sidewalks, curbs, and bridges. Capital assets are recorded at historical costs, if purchased or constructed. Donated capital assets, donated works of art, and similar items received in a service concession arrangement are recorded at acquisition value rather than fair value at the date of donation.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend asset lives are not capitalized. Interest has not been capitalized during the construction period on property and equipment.

CITY OF HELOTES, TEXAS
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
SEPTEMBER 30, 2023

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

8. CAPITAL ASSETS (Continued)

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

Assets	Years
Buildings	20 to 40 years
Vehicles and Equipment	5 to 25 years
Infrastructure	20 years
Capital Leases	10 years

9. DEFERRED INFLOWS AND OUTFLOWS 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 future period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until then. The City currently has pension and other post-employment benefit related deferred outflows of resources.

Deferred inflows of resources represent an acquisition of net assets that applies to a future period and, consequently, will not be recognized as an inflow of resource (revenue) until that time. Unavailable revenue is reported only in the governmental funds balance sheet under a modified accrual basis of accounting. Unavailable revenues from property tax are deferred and recognized as an inflow of resources in the period the amounts become available. The City also has pension-related and lease deferred inflows.

10. COMPENSATED ABSENCES

The City permits employees to accumulate earned, yet unused paid time off up to the amount defined in the Personnel Policy. The City no longer offers sick leave.

Liabilities for compensated absences are recognized in the fund statements to the extent the liabilities have matured (i.e. are due for payment). Compensated absences are accrued in the government-wide statements.

11. UNEARNED REVENUE

Unearned revenues arise when assets are recognized before revenue recognition criteria have been satisfied.

12. LONG-TERM OBLIGATIONS

In the government-wide financial statements, long-term debt and other long-term obligations are reported as liabilities under governmental activities. On new bond issues, bond premiums and discounts are amortized over the life of the bond.

CITY OF HELOTES, TEXAS
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
SEPTEMBER 30, 2023

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

12. LONG-TERM OBLIGATIONS (Continued)

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.

13. PENSIONS

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

14. OTHER POST-EMPLOYMENT BENEFITS (OPEB)

For purposes of measuring the OPEB liability, deferred outflows of resources and deferred inflows of resources related to OPEB, and OPEB expense, information about the Total OPEB Liability of the Texas Municipal Retirement System (TMRS) and additions to/deductions from TMRS' Total OPEB Liability have been determined on the same basis as they are reported by TMRS. For this purpose, plan contributions are recognized in the period that compensation is reported for the employee, which is when contributions are legally due. Benefit payments and refunds are recognized when due and payable in accordance with the benefit terms.

15. FUND BALANCE

Fund balances in governmental funds are classified as follows:

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

Restricted - Represents amounts that are constrained by external parties, constitutional provisions, or enabling legislation.

Committed - Represents amounts that can be used only for the specific purposes determined by a formal action of the government's highest level of decision-making authority. The governing council is the highest level of decision-making authority for the government that can, by adoption of an ordinance prior to the end of the fiscal year, commit fund balances. Once adopted, the limitation imposed by the ordinance remains in place until a similar action is taken (the adoption of another ordinance) to remove or revise the limitation.

CITY OF HELOTES, TEXAS
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
SEPTEMBER 30, 2023

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

15. FUND BALANCE (Continued)

Assigned - Represents amounts which the City intends to use for a specific purpose, but do not meet the criteria of restricted or committed funds. The City Council may make assignments, and it has chosen not to delegate that authority to any other individuals.

Unassigned - Represents the residual balance that may be spent on any other purpose of the City. The general fund is the only fund that reports a positive fund balance amount. However, in governmental funds other than the general fund, if expenditures incurred for a specific purposes, it may be necessary to report a negative unassigned fund balance in that particular fund.

When an expenditure is incurred for a purpose in which multiple classifications are available, the City wishes restricted balances to be spent first, committed second, and assigned third.

16. NET POSITION

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

17. USE OF ESTIMATES

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

18. RECLASSIFICATIONS

Certain reclassifications have been made to the September 30, 2022 comparative information to conform to the September 30, 2023 presentation. These reclassifications had no effect on fund balances or net position.

19. ADOPTION OF NEW ACCOUNTING PRONOUNCEMENT

As of October 1, 2022, the City implemented Governmental Accounting Standards Board Statement 96 regarding subscription based information technology arrangements (SBITAs) (contracts that confer the right to use another's information technology asset). The City performed an evaluation of its significant contracts and found no significant SBITAs at this time that would require changes in their treatment or disclosure.

CITY OF HELOTES, TEXAS
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
SEPTEMBER 30, 2023

NOTE B -- CASH AND CASH INVESTMENTS

1. Cash

At September 30, 2023, the carrying amount of the primary government's (including the blended component unit) cash on hand was \$2,871; the carrying amount of deposits was \$995,530; and the bank balance was \$2,101,709, of which \$398,549 was the Economic Development Corporation's funds. Of the bank balance, \$250,000 was covered by Federal Deposit Insurance, and the City's depository had pledged securities having a fair value of \$1,739,804. Additionally, the EDC had another \$250,000 of Federal Deposit Insurance and pledged securities having a fair value of \$410,030. Therefore, the City's and EDC's cash were each fully collateralized.

2. Investments

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

The Public Funds Investment Act ("Act") requires an annual audit of investment practices. Audit procedures in this area conducted as a part of the audit of the basic financial statements disclosed that, in the areas of investment practices, management reports, and establishment of appropriate policies, the City has adhered to the requirements of the Act.

The Act determines the types of investments which are allowable for the City. These include, with certain restrictions, 1) obligations of the U.S. Treasury, U.S. Agencies, and the State of Texas, 2) certificates of deposit, 3) certain municipal securities, 4) securities lending program, 5) repurchase agreements, 6) bankers acceptances, 7) mutual funds, 8) investment pools, 9) guaranteed investment contracts, and 10) commercial paper.

The City's investments at September 30, 2023 were as follows:

	<u>Reported Value</u>	<u>Weighted Average Maturity (Days)</u>	<u>Rating</u>
Investment Pools:			
TexPool	\$ 812	23	AAAm
LOGIC	18,515,109	42	AAAm
Total Investments	<u>\$ 18,515,921</u>		

3. Analysis of Specific Deposit and Investment Risks

GASB Statement No. 40 requires a determination as to whether the City was exposed to the following specific investment risks at year end, and, if so, the reporting of certain related disclosures is required:

CITY OF HELOTES, TEXAS
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
SEPTEMBER 30, 2023

NOTE B -- CASH AND CASH INVESTMENTS (Continued)

3. Analysis of Specific Deposit and Investment Risks (Continued)

a. Credit Risk

Credit risk is the risk that an issuer or other counter-party to an investment will not fulfill its obligations. The ratings of securities by nationally recognized rating agencies are designed to give an indication of credit risk. At year end, the City was not significantly exposed to credit risk.

b. Custodial Credit Risk

Deposits are exposed to custodial credit risk if they are not covered by depository insurance and the deposits are uncollateralized, collateralized with securities held by the pledging financial institution, or collateralized with securities held by the pledging financial institution's trust department or agent, but not in the City's name.

Investment securities are exposed to custodial credit risk if the securities are uninsured, are not registered in the name of the government, and are held by either the counterparty or the counterparty's trust department or agent, but not in the City's name.

At year end, the City was not exposed to custodial credit risk.

c. Concentration of Credit Risk

This risk is the risk of loss attributed to the magnitude of a government's investment in a single issuer. At year end, the City was not exposed to concentration of credit risk.

d. Interest Rate Risk

This is the risk that changes in interest rates will adversely affect the fair value of an investment. At year-end, the City was not exposed to interest rate risk.

e. Foreign Currency Risk

This is the risk that exchange rates will adversely affect the fair value of an investment. At year end, the City was not exposed to foreign currency risk.

CITY OF HELOTES, TEXAS
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
SEPTEMBER 30, 2023

NOTE B -- CASH AND CASH INVESTMENTS (Continued)

4. Public Funds Investment Pools

Public funds investment pools in Texas ("Pools") are established under the authority of the Interlocal Cooperation Act, Chapter 791 of the Texas Government Code, and are subject to the provisions of the Public Funds Investment Act (the "Act"), Chapter 2256 of the Texas Government Code. In addition to other provisions of the Act designed to promote liquidity and safety of principal, the Act requires Pools to: 1) have an advisory board composed of participants in the pool and other persons who do not have a business relationship with the pool and are qualified to advise the pool; 2) maintain a continuous rating of no lower than AAA or AAA-m or an equivalent rating by at least one nationally-recognized rating service; and 3) maintain the fair value of its underlying investment portfolio within one half of one percent of the value of its shares.

NOTE C -- PROPERTY TAX CALENDAR

Taxes were levied on and payable as of October 1. The City has contracted with the Bexar County Tax Assessor-Collector to collect taxes on its behalf. Current year taxes become delinquent February 1. Current year delinquent taxes not paid by July 1 are turned over to attorneys for collection action.

For fiscal year 2023, the assessed tax rate for the City was \$0.316778 per \$100 on an assessed valuation of \$1,130,659,447, which was less applicable freeze adjustments. The tax rate is split \$0.273070 for general maintenance and operations and \$0.043708 for interest and sinking. The total tax levy for fiscal year 2023 was \$4,496,829. As of September 30, 2023, the delinquent taxes were \$113,474, with an allowance for estimated uncollectible accounts recorded as \$7,943. The freeze adjusted taxable value was 75.6% of the net taxable value of \$1,495,802,852.

Taxes were levied on and payable as of October 1. The City has contracted with the Bexar County Tax. The City is permitted by the Constitution of the State of Texas to levy taxes up to \$2.50 per \$100 of taxable assessed valuation for all governmental purposes. Pursuant to a decision of the Attorney General of the State of Texas up to \$1.50 per \$100 of assessed valuation may be used for the payment of long-term debt. The combined tax rate to finance general governmental services, including the payment of principal and interest on long-term debt, for the year ended September 30, 2023 was \$.316778 per \$100 of assessed value. Consequently, the City has a tax margin of \$2.183222 for each \$100 of assessed value and could increase its annual tax levy by approximately \$24,684,806 based upon the present freeze adjusted value of \$1,130,659,447, before the limit is reached. However, the City generally may not increase the maintenance and operations portion of the property tax rate (that funds the General Fund) more than 3.5% annually (based on a three-year average) without an election.

CITY OF HELOTES, TEXAS
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
SEPTEMBER 30, 2023

NOTE D -- RECEIVABLES

The following is a summary of the gross property taxes and charges for services receivable and the related allowances for uncollectible amounts:

	Amount Receivable	Allowance for Uncollectible Accounts	Net Receivable
<i>Taxes:</i>			
General Fund	\$ 97,817	\$ 6,847	\$ 90,970
Debt Service Fund	15,657	1,096	14,561
Total Tax Receivables	<u>\$ 113,474</u>	<u>\$ 7,943</u>	<u>\$ 105,531</u>

Other receivables, as of September 30, 2023, for the City's individual major funds are as follows:

	General	EDC	Street Maintenance	Nonmajor
Sales Taxes	\$ 1,157,004	\$ 460,319	\$ 230,160	\$ -
Franchise Fees	177,692	-	-	4,874
Hotel Occupancy Tax	-	-	-	1,324
EMS Services	921,244	-	-	-
Allowance for EMS Services	(700,491)	-	-	-
Other	43,814	-	-	-
Total Other Receivables	<u>\$ 1,599,263</u>	<u>\$ 460,319</u>	<u>\$ 230,160</u>	<u>\$ 6,198</u>

NOTE E -- INTERFUND BALANCES

Interfund balances represent reimbursements for expenditures paid or cash received on behalf of other funds and are expected to be liquidated in the next fiscal year. Interfund balances between City funds at September 30, 2023 consist of the following:

Receivable Fund	Payable Fund	Amount	Reason/Intent
ARPA Grant Fund	General Fund	\$ 1,031,537	Reimbursement of collected funds
Nonmajor Funds	General Fund	1,281,050	Reimbursement of collected fees
Total Interfund Balances		<u>\$ 2,312,587</u>	

NOTE F -- TRANSFERS

Transfers during the year ended September 30, 2023 were as follows:

Transfer Out	Transfer In	Amount	Purpose
EDC	Nonmajor Funds	\$ 330,661	Pledged Revenue
EDC	Nonmajor Funds	325,000	Capital Contribution
General Fund	Nonmajor Funds	510,000	Capital Replacement
Total Governmental Funds Transfers		<u>\$ 1,165,661</u>	

CITY OF HELOTES, TEXAS
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
SEPTEMBER 30, 2023

NOTE G -- LEASES

The City is leasing land to Cingular Wireless for a period of 30 years for a cell phone tower. This agreement runs from September 1, 2005 through August 31, 2035. The first five years of the lease were prepaid and the remaining term is in annual installments.

The City is also leasing a parking lot to Northside Independent School District (NISD) for a term of 50 years. The entire lease was paid in advance and is being amortized over the term of the lease. The City may cancel the lease with written notice, but would be required to refund the pro-rata portion of unearned lease revenue.

	Tower Lease	Parking Lease
Current Term Ends	August 2035	January 2060
Extension Options End	August 2035	January 2060
Total Payments During Year:		
Reduction of Receivable	\$ 12,324	\$ -
Interest Payment	7,510	-
Variable and Other Payments	-	-
	<u>\$ 19,834</u>	<u>\$ -</u>
Total Lease Revenue During Year:		
Lease Revenue	\$ 18,696	\$ 2,533
Interest Revenue	7,510	-
	<u>\$ 26,206</u>	<u>\$ 2,533</u>

NOTE H -- PLEDGED REVENUE

The Helotes Economic Development Corporation has pledged to reimburse the City for the debt service requirements of \$4,000,000 for the 2007 Series Certificates of Obligation and \$1,254,333 for the 2015 Certificates of Obligation through an interlocal agreement. Subject to the Corporation's availability of funds, the remaining pledged revenues are as follows:

Fiscal Year Ending September 30,	Series 2007	Series 2015	Total
2024	\$ 298,318	\$ 32,365	\$ 330,683
2025	297,903	31,795	329,698
2026	297,096	31,779	328,875
2027	300,797	31,189	331,986
2028	-	88,932	88,932
2029 - 2033	-	294,706	294,706
2034 - 2035	-	85,134	85,134
	<u>\$ 1,194,114</u>	<u>\$ 595,900</u>	<u>\$ 1,790,014</u>

CITY OF HELOTES, TEXAS
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
SEPTEMBER 30, 2023

NOTE I -- CAPITAL ASSETS

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

<i>Governmental Activities</i>	Balance 10/1/2022	Additions	Disposals/ Transfers	Balance 9/30/2023
Land	\$ 1,763,771	\$ -	\$ -	\$ 1,763,771
Construction in Progress	-	51,615	-	51,615
Buildings	7,081,463	181,891	-	7,263,354
Vehicles & Equipment	4,538,888	490,519	-	5,029,407
Infrastructure	12,317,253	327,738	-	12,644,991
	<u>25,701,375</u>	<u>1,051,763</u>	<u>-</u>	<u>26,753,138</u>
Less Accumulated Depreciation				
Buildings	(3,207,546)	(243,304)	-	(3,450,850)
Vehicles & Equipment	(3,602,575)	(231,032)	-	(3,833,607)
Infrastructure	(9,723,492)	(260,166)	-	(9,983,658)
	<u>(16,533,613)</u>	<u>(734,502)</u>	<u>-</u>	<u>(17,268,115)</u>
Governmental Capital Assets, Net	<u>\$ 9,167,762</u>	<u>\$ 317,261</u>	<u>\$ -</u>	<u>\$ 9,485,023</u>

Land is not depreciated.

Depreciation expense was charged to the governmental functions, as follows:

City Administration	\$ 8,590
Animal Control, Public Works	275,153
Building and Grounds	95,994
Police Department	169,883
Emergency Medical Services	16,674
Fire Department	168,208
Total Depreciation Expense - Governmental Activities	<u>\$ 734,502</u>

NOTE J -- LONG-TERM DEBT

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

Certificates of Obligation:

\$10,000,000 2007 Combination Tax and Limited-Pledge Revenue Certificates of
Obligation due in annual installments through 2027; interest at 3.93%.

The EDC has pledged to cover a portion of this debt (see note H). \$ 2,755,000

\$4,315,000 2015 Combination Tax and Limited-Pledge Revenue Certificates of
Obligation due in annual installments through 2035; interest at 3.00%.

The EDC has pledged to cover a portion of this debt (see note H). 3,410,000

Total Governmental Long-Term Obligations \$ 6,165,000

CITY OF HELOTES, TEXAS
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
SEPTEMBER 30, 2023

NOTE J -- LONG-TERM DEBT (Continued)

In March 2007, the City issued certificates of obligation for the purpose of new police and fire stations, City Hall renovations, and improvements in Old Town Helotes Special District.

In July 2015, the City issued certificates of obligation for the purpose of utility and drainage improvements along State Highway 16 that are not considered the City's infrastructure.

In August 2018, the City financed a note payable for a fire truck with an effective interest rate between 3.05% and 6.50%.

Changes in Long-Term Liabilities

	Balance 10/1/2022	Additions	Reductions	Balance 9/30/2023	Due Within One Year
<i>Governmental Activities</i>					
Series 2007	\$ 3,375,000	\$ -	\$ (620,000)	\$ 2,755,000	\$ 645,000
Series 2015	3,505,000	-	(95,000)	3,410,000	100,000
Premium on Series 2015	95,621	-	(7,355)	88,266	-
Total Bonded Debt	<u>6,975,621</u>	<u>-</u>	<u>(722,355)</u>	<u>6,253,266</u>	<u>745,000</u>
Notes Payable	306,809	-	(57,558)	249,251	59,400
Compensated Absences	<u>475,487</u>	<u>463,408</u>	<u>(475,487)</u>	<u>463,408</u>	<u>463,408</u>
Total Governmental Activities	<u>\$ 7,757,917</u>	<u>\$ 463,408</u>	<u>\$(1,255,400)</u>	<u>\$ 6,965,925</u>	<u>\$ 1,267,808</u>

Compensated absences, net pension liability, and total other post-employment benefit liability for governmental activities are generally liquidated by the general fund. Because of time restrictions placed on compensated absences, the City estimates that accrued compensated absences are generally taken within one year from the fiscal year end. Thus, the liability is shown as a current liability on the Statement of Net Position.

The general long-term debt mature serially through 2035 as follows:

Year Ending September 30,	Certificates of Obligation		Notes Payable		Total
	Principal	Interest	Principal	Interest	
2024	\$ 745,000	\$ 208,285	\$ 59,400	\$ 7,976	\$ 1,020,661
2025	775,000	178,847	61,301	6,075	1,021,223
2026	805,000	148,241	63,263	4,113	1,020,617
2027	840,000	116,368	65,287	2,089	1,023,744
2028	585,000	90,947	-	-	675,947
2029 - 2033	1,865,000	230,416	-	-	2,095,416
2034 - 2035	550,000	20,119	-	-	570,119
	<u>\$ 6,165,000</u>	<u>\$ 993,223</u>	<u>\$ 249,251</u>	<u>\$ 20,253</u>	<u>\$ 7,427,727</u>
Average Annual Debt Service Requirement					<u>\$ 618,977</u>

CITY OF HELOTES, TEXAS
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
SEPTEMBER 30, 2023

NOTE K -- EMPLOYEES' RETIREMENT SYSTEMS

Texas Municipal Retirement System

1. Plan Description

The City participates as one of 892 plans in the defined benefit cash-balance plan administered by the Texas Municipal Retirement System (TMRS). TMRS is a statewide public retirement plan created by the State of Texas and administered in accordance with the TMRS Act, Subtitle G, Title 8, Texas Government Code (the TMRS Act) as an agent multiple-employer retirement system for employees of Texas participating cities. The TMRS Act places the general administration and management of TMRS with a six-member, Governor-appointed Board of Trustees; however, TMRS is not fiscally dependent on the State of Texas. TMRS issues a publicly available Annual Comprehensive Financial Report (Annual Report) that can be obtained at www.tmr.com. All eligible employees of the City are required to participate in TMRS retirement system.

2. Benefits Provided

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

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

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

	2021	2022
Inactive employees or beneficiaries currently receiving benefits	22	26
Inactive employees entitled to, but not yet receiving, benefits	66	66
Active employees	68	71
	<u>156</u>	<u>163</u>

3. 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.

For the year ending September 30, 2023, employees for the City were required to contribute 7% of their annual gross earnings during the fiscal year. The contribution rates for the City were 7.24% and 6.76% in calendar years 2022 and 2023, respectively. The City's contributions to TMRS for the year ended September 30, 2023 were \$308,927, and were equal to the required contributions.

CITY OF HELOTES, TEXAS
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
SEPTEMBER 30, 2023

NOTE K -- EMPLOYEES' RETIREMENT SYSTEMS (Continued)

4. Net Pension Liability

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

5. Actuarial Assumptions

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

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

*Presented net of pension plan investment expense, including inflation.

Salary increases were based on a service-related table. Mortality rates for active members are based on the PUB(10) mortality tables with the Public Safety table used for males and the General Employee table used for females. Mortality rates for healthy retirees and beneficiaries are based on the Gender-distinct 2019 Municipal Retirees of Texas mortality tables. The rates for actives, healthy retirees and beneficiaries are projected on a fully generational basis by Scale UMP to account for future mortality improvements. For disabled annuitants, the same mortality tables for healthy retirees is used with a 4-year set-forward for males and a 3-year set-forward for females. In addition, a 3.5% and 3.0% minimum mortality rate is applied, for males and females respectively, to reflect the impairment for younger members who become disabled. The rates are projected on a fully generational basis by Scale UMP to account for future mortality improvements subject to the floor.

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

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 rates of return by the target asset allocation percentage and by adding the expected inflation.

In determining their best estimate of a recommended investment return assumption under the various alternative asset allocation portfolios, GRS focused on the area between (1) arithmetic mean (aggressive) without an adjustment for time (conservative) and (2) the geometric mean (conservative) with an adjustment for time (aggressive).

CITY OF HELOTES, TEXAS
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
SEPTEMBER 30, 2023

NOTE K -- EMPLOYEES' RETIREMENT SYSTEMS (Continued)

5. Actuarial Assumptions (Continued)

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

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

6. Discount Rate

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

7. Discount Rate Sensitivity Analysis

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:

	Discount Rate 5.75%	Discount Rate 6.75%	Discount Rate 7.75%
Net Pension Liability (Asset)	\$ 2,213,091	\$ 717,475	\$ (504,937)

CITY OF HELOTES, TEXAS
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
SEPTEMBER 30, 2023

NOTE K -- EMPLOYEES' RETIREMENT SYSTEMS (Continued)

8. Changes in Net Pension Liability

The below schedule presents the changes in the Net Pension Liability (Asset) as of December 31, 2022:

	Total Pension Liability	Plan Fiduciary Net Position	Net Pension Liability (Asset)
Balance at December 31, 2021	\$ 9,376,381	\$ 9,734,656	\$ (358,275)
Changes for the year:			
Service Cost	523,323	-	523,323
Interest	639,331	-	639,331
Changes of Benefit Terms	-	-	-
Difference Between Expected and Actual Experience	(209,730)	-	(209,730)
Changes of Assumptions	-	-	-
Contributions - Employer	-	298,570	(298,570)
Contributions - Employee	-	288,673	(288,673)
Net Investment Income	-	(711,257)	711,257
Benefit Payments, Including Refunds of Employee Contributions	(332,944)	(332,944)	-
Administrative Expense	-	(6,149)	6,149
Other Changes	-	7,337	(7,337)
Net Changes	<u>619,980</u>	<u>(455,770)</u>	<u>1,075,750</u>
Balance at December 31, 2022	<u>\$ 9,996,361</u>	<u>\$ 9,278,886</u>	<u>\$ 717,475</u>

9. 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.

CITY OF HELOTES, TEXAS
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
SEPTEMBER 30, 2023

NOTE K -- EMPLOYEES' RETIREMENT SYSTEMS (Continued)

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

For the year ended September 30, 2023, the City recognized a pension expense of \$283,976. Also, as of September 30, 2023, the City reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between Expected and Actual Economic Experience	\$ -	\$ 331,977
Changes in Actuarial Assumptions	-	1,180
Differences between Projected and Actual Investment Earnings	644,747	-
Contributions Subsequent to the Measurement Date	232,597	-
	<u>\$ 877,344</u>	<u>\$ 333,157</u>

Deferred outflows of resources in the amount of \$232,597 is related to pensions resulting from contributions subsequent to the measurement date, and will be recognized as a reduction of the net pension liability for the plan year ending December 31, 2023. Other amounts reported as deferred outflows and inflows of resources related to pensions will be recognized in pension expense as follows:

For the Plan Year ended December 31,		
2023	\$	(66,621)
2024		46,605
2025		87,746
2026		243,860
2027		-
Thereafter		-
	<u>\$</u>	<u>311,590</u>

NOTE L -- OTHER POST EMPLOYMENT BENEFIT (OPEB)

The City also participates in the cost sharing multiple-employer defined benefit group-term life insurance plan operated by the Texas Municipal Retirement System (TMRS) known as the Supplemental Death Benefits Fund (SDBF). The City elected, by ordinance, to provide group-term life insurance coverage to both current and retired employees. The City may terminate coverage under and discontinue participation in the SDBF by adopting an ordinance before November 1 of any year to be effective the following January 1.

CITY OF HELOTES, TEXAS
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
SEPTEMBER 30, 2023

NOTE L -- OTHER POST EMPLOYMENT BENEFIT (OPEB) (Continued)

The death benefit for active employees provides a lump-sum payment approximately equal to the employee's annual salary (calculated based on the employee's annual earnings, for the 12-month period preceding the month of death); retired employees are insured for \$7,500; this coverage is an "other postemployment benefit," or OPEB. Membership in the plan at December 31, 2022, the valuation and measurement date, consisted of:

Inactive Employees or Beneficiaries Currently Receiving Benefits	22
Inactive Employees Entitled to but Not Yet Receiving Benefits	15
Active Employees	71
	108

The SDBF required contribution rates, based on these assumptions, are as follows:

<u>For the Calendar Year Ended December 31,</u>	<u>Total SDBF Contribution Rate</u>	<u>Retiree Portion of SDBF Contribution Rate</u>
2023	0.23%	0.08%
2022	0.13%	0.06%

The City contributes to the SDBF at a contractually required rate as determined by an annual actuarial valuation. The rate is equal to the cost of providing one-year term life insurance. The funding policy for the SDBF program is to assure that adequate resources are available to meet all death benefit payments for the upcoming year; the intent is not to pre-fund retiree term life insurance during employees' entire careers. The assumptions of the plan as follows:

These assumptions are summarized below:

Inflation	2.50%
Salary Increases	3.50% to 11.50% Including Inflation
Discount Rate	4.05% (Based on Fidelity Index's 20-Year Municipal GO AA Index)
Administrative Expenses	All administrative expenses are paid through the Pension Trust and accounted for under reporting requirements under GASB Statement No. 68.
Mortality Rates - Service Retirees	2019 Municipal Retirees of Texas Mortality Tables. The rates are projected on a fully generational basis with scan UMP.
Mortality Rates - Disabled Retirees	2019 Municipal Retirees of Texas Mortality Tables 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. The rates are projected on a fully generational basis by Scale UMP to account for future mortality improvements subject to the floor.

CITY OF HELOTES, TEXAS
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
SEPTEMBER 30, 2023

NOTE L -- OTHER POST EMPLOYMENT BENEFIT (OPEB) (Continued)

The City's Total OPEB Liability (TOL), based on the actuarial factors, as of December 31, 2022 was calculated as follows:

	Total OPEB Liability
Balance at December 31, 2021	\$ 207,151
Changes for the year:	
Service Cost	11,959
Interest	3,899
Change of Benefit Terms	-
Difference Between Expected and Actual Experience	3,638
Changes of Assumptions or Other Inputs	(83,400)
Benefit Payments	(2,474)
Net Changes	(66,378)
Balance at December 31, 2022	\$ 140,773

There is no separate trust maintained to fund this Total OPEB Liability. No assets are accumulated in a trust that meets the criteria in paragraph 4 of GASB Statement No. 75 to pay related benefits.

The following presents the TOL of the City, calculated using the discount rate of 4.05% as well as what the City's TOL would be if it were calculated using a discount rate that is 1-percentage point lower (3.05%) and 1-percentage point higher (5.05%) than the current rate:

	Discount Rate 3.05%	Discount Rate 4.05%	Discount Rate 5.05%
Total OPEB Liability	\$ 172,085	\$ 140,773	\$ 116,798

For the year ended September 30, 2023, the City recognized OPEB expense of \$12,868. Also as of September 30, 2023, the City reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual Experience	\$ 10,536	\$ -
Changes in Actuarial Assumptions	-	38,283
Contributions Subsequent to the Measurement Date	2,753	-
	\$ 13,289	\$ 38,283

CITY OF HELOTES, TEXAS
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
SEPTEMBER 30, 2023

NOTE L -- OTHER POST EMPLOYMENT BENEFIT (OPEB) (Continued)

Deferred outflows of resources in the amount of \$2,753 is related to OPEB benefits resulting from contributions subsequent to the measurement date, and will be recognized as a reduction of the total OPEB liability for the plan year ended December 31, 2023. Other amounts reported as deferred outflows and inflows of resources related to OPEB will be recognized in OPEB expense as follows:

For the Plan Year Ended December 31,		
2023	\$	(2,990)
2024		(2,990)
2025		(2,990)
2026		(3,815)
2027		(4,543)
Thereafter		(10,419)
	\$	<u>(27,747)</u>

NOTE M -- RISK MANAGEMENT

The City is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; business interruption; errors and omissions; injuries to employees; employee health benefits; and other claims of various natures. The City contracts with the Texas Municipal League (TML) to provide insurance coverage for property, casualty, and workers compensation. TML is a multi-employer group that provides for a combination of risk sharing among pool participants and stop loss coverage. Contributions are set annually by the provider. Liability by the City is generally limited to the contributed amounts. Annual contributions for the year ended September 30, 2023 were \$189,653 for property, casualty, and workers compensation coverage.

NOTE N -- COMMITMENTS AND CONTINGENCIES

Litigation

Management is unaware of any pending or threatened claims that may have a material effect on the City's financial position.

Chapter 380 Economic Development Agreements

The City of Helotes and the Economic Development Corporation have entered into Chapter 380 Economic Development Agreements to encourage growth within the City. The Agreements involve the City and Economic Development Corporation reimbursing the project costs through refunding portions of the sales and use taxes and/or increased property tax revenues, up to a maximum amount. The City and Economic Development Corporation are accruing estimated sales and use tax rebates as of September 30, 2023 based on the sales and use tax and property tax collections of projects in anticipation of the developers' requests for payment. The terms of the agreements are as follows:

CITY OF HELOTES, TEXAS
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
SEPTEMBER 30, 2023

NOTE N -- COMMITMENTS AND CONTINGENCIES (Continued)

<u>Development</u>	<u>Sales Tax Refund Agreement</u>		<u>Maximum Grant Amount</u>	<u>Current Year Reductions</u>	<u>Maximum Balance Remaining</u>	<u>Term</u>
	<u>City</u>	<u>EDC</u>				
Bluff & Shops at Old Town Helotes (2014)	50%	50%	\$ 2,000,000	\$ -	\$ 2,000,000	15 years
Texas Developers, LLC (2016)	75% of excess	75% of excess	N/A	\$ 4,019,825	N/A	20 years
CSDRE, LLC & Slim Texas, LLC (2017)	40%	40%	\$ 600,000	\$ -	\$ 596,051	13 years

<u>Development</u>	<u>Ad Valorem Tax Refund</u>		<u>Maximum Grant Amount</u>	<u>Current Year Reductions</u>	<u>Maximum Balance Remaining</u>	<u>Term</u>
	<u>City</u>	<u>EDC</u>				
New Leaf Homes (2015)	25%	0%	\$ 3,542,817	\$ 80,887	\$ 3,207,361	25 years
New Leaf Homes (2018)	25%	0%	\$ 3,321,753	\$ -	\$ 3,321,753	25 years

The City has adopted the state criteria for 380 Economic Development Agreements. Each entity has a separate performance agreement.

Encumbrances

Encumbrances represent commitments related to unperformed contracts for goods or services. Encumbrance accounting, under which purchase orders, contracts, and other commitments for the expenditure of resources are recorded, is utilized in the governmental funds. Encumbrances lapse at year-end, and the commitments must be reappropriated and honored during the subsequent year. Therefore, there the City considers there to be no remaining commitments in each major fund as of September 30, 2023.



REQUIRED SUPPLEMENTARY INFORMATION

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

- Budgetary Comparison Schedule – General Fund
- Budgetary Comparison Schedule – Economic Development Corporation
- Budgetary Comparison Schedule – Street Maintenance Fund
- Schedule of Changes – Net Pension Liability and Related Ratios
- Notes to Schedule of Changes – Net Pension Liability and Related Ratios
- Schedule of Changes – Total OPEB Liability and Related Ratios
- Notes to Schedule of Changes – Total OPEB Liability and Related Ratios

CITY OF HELOTES, TEXAS
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -
BUDGET AND ACTUAL - GENERAL FUND
FOR THE YEAR ENDED SEPTEMBER 30, 2023
(WITH COMPARATIVE ACTUAL TOTALS FOR 2022)

	Budget Amounts		2023 Actual Amounts	Variance Positive (Negative)	2022 Actual Amounts
	Original	Final			
REVENUES					
Property Taxes	\$ 3,697,530	\$ 3,697,530	\$ 3,791,120	\$ 93,590	\$ 3,453,069
Sales & Use Taxes	2,926,198	3,386,198	3,815,073	428,875	3,647,342
Franchise Fees	691,509	691,509	896,923	205,414	867,728
Licenses and Permits	356,800	356,800	386,139	29,339	366,609
Fines and Forfeits	275,000	275,000	486,037	211,037	396,104
Charges for Services	295,000	295,000	316,683	21,683	310,617
Grants and Interlocal Agreements	-	-	358,083	358,083	31,930
Interest	25,000	25,000	454,457	429,457	60,514
Miscellaneous	110,100	110,100	199,571	89,471	142,784
<i>Total Revenues</i>	<u>8,377,137</u>	<u>8,837,137</u>	<u>10,704,086</u>	<u>1,866,949</u>	<u>9,276,697</u>
EXPENDITURES					
<i>City Council:</i>					
Seminars and Supplies	9,675	9,675	1,457	8,218	5,991
Reimbursements	6,300	6,300	3,170	3,130	3,711
<i>Total City Council</i>	<u>15,975</u>	<u>15,975</u>	<u>4,627</u>	<u>11,348</u>	<u>9,702</u>
<i>City Administration:</i>					
Personnel	437,457	440,370	378,684	61,686	305,874
Insurance	125,000	125,000	112,493	12,507	107,320
Contractual	112,713	109,800	71,369	38,431	82,006
Supplies and Maintenance	32,000	32,000	18,946	13,054	16,804
<i>Total City Administration</i>	<u>707,170</u>	<u>707,170</u>	<u>581,492</u>	<u>125,678</u>	<u>512,004</u>
<i>Dispatch Services:</i>					
Personnel	476,212	476,212	395,114	81,098	355,693
Contractual	37,440	37,440	26,586	10,854	24,693
Supplies and Maintenance	12,530	12,530	10,656	1,874	2,609
<i>Total Dispatch Services</i>	<u>526,182</u>	<u>526,182</u>	<u>432,356</u>	<u>93,826</u>	<u>382,995</u>
<i>City Secretary:</i>					
Personnel	79,490	81,120	80,046	1,074	74,864
Contractual	31,995	40,365	35,958	4,407	28,088
Supplies and Maintenance	6,000	6,000	4,423	1,577	7,916
<i>Total City Secretary</i>	<u>117,485</u>	<u>127,485</u>	<u>120,427</u>	<u>7,058</u>	<u>110,868</u>
<i>Human Resources:</i>					
Personnel	71,508	72,183	73,210	(1,027)	67,520
Contractual	5,389	4,714	1,654	3,060	1,864
Supplies and Maintenance	10,000	10,000	7,562	2,438	8,716
<i>Total Human Resources</i>	<u>\$ 86,897</u>	<u>\$ 86,897</u>	<u>\$ 82,426</u>	<u>\$ 4,471</u>	<u>\$ 78,100</u>

CITY OF HELOTES, TEXAS
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -
BUDGET AND ACTUAL - GENERAL FUND (CONTINUED)
FOR THE YEAR ENDED SEPTEMBER 30, 2023
(WITH COMPARATIVE ACTUAL TOTALS FOR 2022)

	Budget Amounts		2023 Actual Amounts	Variance Positive (Negative)	2022 Actual Amounts
	Original	Final			
EXPENDITURES (CONT.)					
<i>Municipal Court:</i>					
Personnel	\$ 294,452	\$ 287,952	\$ 250,242	\$ 37,710	\$ 238,183
Contractual	99,896	106,396	100,431	5,965	82,761
Supplies and Maintenance	9,900	9,900	8,494	1,406	4,968
<i>Total Municipal Court</i>	<u>404,248</u>	<u>404,248</u>	<u>359,167</u>	<u>45,081</u>	<u>325,912</u>
<i>Animal Control, Public Works:</i>					
Personnel	541,541	534,291	488,786	45,505	445,588
Contractual	58,165	57,665	50,132	7,533	41,011
Supplies and Maintenance	63,000	62,750	71,778	(9,028)	57,267
Capital Outlay	24,271	32,271	31,302	969	32,191
<i>Total Animal Control, Public Works</i>	<u>686,977</u>	<u>686,977</u>	<u>641,998</u>	<u>44,979</u>	<u>576,057</u>
<i>Development Services:</i>					
Personnel	198,542	199,217	174,487	24,730	179,628
Contractual	226,280	225,605	131,965	93,640	194,050
Supplies and Maintenance	3,500	3,500	727	2,773	3,608
<i>Total Development Services</i>	<u>428,322</u>	<u>428,322</u>	<u>307,179</u>	<u>121,143</u>	<u>377,286</u>
<i>Buildings and Grounds:</i>					
Contractual	406,204	407,499	316,050	91,449	283,333
Supplies and Maintenance	5,000	7,000	6,341	659	1,649
Community	36,000	37,000	36,505	495	32,483
Utilities	118,000	116,705	126,342	(9,637)	120,318
Capital Outlay	120,000	81,000	73,573	7,427	75,782
<i>Total Buildings and Grounds</i>	<u>685,204</u>	<u>649,204</u>	<u>558,811</u>	<u>90,393</u>	<u>513,565</u>
<i>Police Department:</i>					
Personnel	1,871,155	2,166,972	1,915,398	251,574	1,716,592
Contractual	37,892	40,592	19,796	20,796	36,334
Supplies and Maintenance	143,901	177,834	140,018	37,816	140,437
Capital Outlay	1,250	1,250	869	381	1,440
<i>Total Police Department</i>	<u>\$ 2,054,198</u>	<u>\$ 2,386,648</u>	<u>\$ 2,076,081</u>	<u>\$ 310,567</u>	<u>\$ 1,894,803</u>

CITY OF HELOTES, TEXAS
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -
BUDGET AND ACTUAL - GENERAL FUND (CONTINUED)
FOR THE YEAR ENDED SEPTEMBER 30, 2023
(WITH COMPARATIVE ACTUAL TOTALS FOR 2022)

	Budget Amounts		2023	Variance	2022
	Original	Final	Actual	Positive	Actual
			Amounts	(Negative)	Amounts
EXPENDITURES (CONT.)					
<i>Emergency Medical Services:</i>					
Personnel	\$ 484,088	\$ 506,298	\$ 499,988	\$ 6,310	\$ 444,874
Contractual	46,531	46,531	45,402	1,129	42,475
Supplies and Maintenance	71,820	63,110	58,802	4,308	67,853
<i>Total Emergency Medical Services</i>	<u>602,439</u>	<u>615,939</u>	<u>604,192</u>	<u>11,747</u>	<u>555,202</u>
<i>Fire Department:</i>					
Personnel	1,158,421	1,170,921	1,152,617	18,304	1,117,022
Contractual	28,252	28,962	26,249	2,713	19,748
Supplies and Maintenance	82,975	82,265	80,061	2,204	85,937
<i>Total Fire Department</i>	<u>1,269,648</u>	<u>1,282,148</u>	<u>1,258,927</u>	<u>23,221</u>	<u>1,222,707</u>
TOTAL EXPENDITURES	<u>7,584,745</u>	<u>7,917,195</u>	<u>7,027,683</u>	<u>889,512</u>	<u>6,559,201</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>792,392</u>	<u>919,942</u>	<u>3,676,403</u>	<u>2,756,461</u>	<u>2,717,496</u>
Other Financing Sources (Uses)					
Transfers In (Out)	-	-	(510,000)	(510,000)	(400,000)
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>(510,000)</u>	<u>(510,000)</u>	<u>(400,000)</u>
Net Change in Fund Balance	792,392	919,942	3,166,403	2,246,461	2,317,496
BEGINNING FUND BALANCE	<u>5,442,422</u>	<u>5,442,422</u>	<u>5,442,422</u>	<u>-</u>	<u>3,124,926</u>
ENDING FUND BALANCE	<u>\$ 6,234,814</u>	<u>\$ 6,362,364</u>	<u>\$ 8,608,825</u>	<u>\$ 2,246,461</u>	<u>\$ 5,442,422</u>

CITY OF HELOTES, TEXAS
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
ECONOMIC DEVELOPMENT CORPORATION
FOR THE YEAR ENDED SEPTEMBER 30, 2023
(WITH COMPARATIVE ACTUAL TOTALS FOR 2022)

	Budgeted Amounts		2023 Actual Amounts	Variance Positive (Negative)	2022 Actual Amounts
	Original	Final			
REVENUES					
Sales & Use Taxes	\$ 1,540,000	\$ 1,540,000	\$1,534,920	\$ (5,080)	\$ 1,810,249
Grants and Interlocal Agreements	-	-	-	-	-
Interest	7,000	7,000	145,699	138,699	18,414
Miscellaneous	4,200	4,200	6,284	2,084	4,200
TOTAL REVENUES	<u>1,551,200</u>	<u>1,551,200</u>	<u>1,686,903</u>	<u>135,703</u>	<u>1,832,863</u>
EXPENDITURES					
Current:					
Professional Services	192,300	192,300	137,632	54,668	128,670
Personnel Costs	115,574	115,574	111,100	4,474	94,225
City Administration Cost	30,000	30,000	30,000	-	36,000
Training and Seminars	19,200	19,200	15,642	3,558	13,762
Parking Agreement	5,800	5,800	5,475	325	5,586
Office Supplies and Expenses	119,400	119,400	43,937	75,463	40,045
Other Expenses	650,250	650,250	83,830	566,420	-
Capital Outlay	275,000	275,000	-	275,000	-
TOTAL EXPENDITURES	<u>1,407,524</u>	<u>1,407,524</u>	<u>427,616</u>	<u>979,908</u>	<u>318,288</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>143,676</u>	<u>143,676</u>	<u>1,259,287</u>	<u>1,115,611</u>	<u>1,514,575</u>
OTHER FINANCING SOURCES (USES)					
Transfer In (Out) to Primary Government	<u>(143,676)</u>	<u>(143,676)</u>	<u>(655,661)</u>	<u>(511,985)</u>	<u>(402,295)</u>
TOTAL OTHER FINANCING SOURCES (USES)	<u>(143,676)</u>	<u>(143,676)</u>	<u>(655,661)</u>	<u>(511,985)</u>	<u>(402,295)</u>
Net Change in Fund Balance	-	-	603,626	603,626	1,112,280
BEGINNING FUND BALANCE	<u>3,198,903</u>	<u>3,198,903</u>	<u>3,198,903</u>	<u>-</u>	<u>2,086,623</u>
ENDING FUND BALANCE	<u><u>\$ 3,198,903</u></u>	<u><u>\$ 3,198,903</u></u>	<u><u>\$3,802,529</u></u>	<u><u>\$ 603,626</u></u>	<u><u>\$ 3,198,903</u></u>

CITY OF HELOTES, TEXAS
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE – BUDGET AND ACTUAL
STREET MAINTENANCE FUND
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2023
(WITH COMPARATIVE ACTUAL AMOUNTS FOR 2022)

	Budgeted Amounts		2023	Variance	2022
	Original	Final	Actual	Positive	Actual
			Amounts	(Negative)	Amounts
REVENUES					
Sales & Use Taxes	\$ 1,200,000	\$ 1,200,000	\$1,435,854	\$ 235,854	\$ 2,047,636
Interest	16,500	16,500	164,923	148,423	17,155
TOTAL REVENUES	<u>1,216,500</u>	<u>1,216,500</u>	<u>1,600,777</u>	<u>384,277</u>	<u>2,064,791</u>
EXPENDITURES					
Current:					
City Administration	1,050	1,050	1,582	(532)	1,001
Development Services	1,328,000	1,328,000	407,939	920,061	725,710
TOTAL EXPENDITURES	<u>1,329,050</u>	<u>1,329,050</u>	<u>409,521</u>	<u>919,529</u>	<u>726,711</u>
Excess (Deficiency) of Revenues					
Over (Under) Expenditures	<u>(112,550)</u>	<u>(112,550)</u>	<u>1,191,256</u>	<u>1,303,806</u>	<u>1,338,080</u>
OTHER FINANCING SOURCES (USES):					
Transfers In (Out)	112,800	112,800	-	(112,800)	-
TOTAL OTHER FINANCING					
SOURCES (USES)	<u>112,800</u>	<u>112,800</u>	<u>-</u>	<u>(112,800)</u>	<u>-</u>
Net Change in Fund Balance	250	250	1,191,256	1,191,006	1,338,080
FUND BALANCES - OCTOBER 1	<u>3,201,773</u>	<u>3,201,773</u>	<u>3,201,773</u>	<u>-</u>	<u>1,863,693</u>
FUND BALANCES - SEPTEMBER 30	<u><u>\$ 3,202,023</u></u>	<u><u>\$ 3,202,023</u></u>	<u><u>\$4,393,029</u></u>	<u><u>\$ 1,191,006</u></u>	<u><u>\$ 3,201,773</u></u>

CITY OF HELOTES, TEXAS
NOTES TO SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL
SEPTEMBER 30, 2023

Budgetary Information – The budget is prepared in accordance with accounting principles generally accepted in the United States of America. The City maintains strict budgetary controls. The objective of these controls is to ensure compliance with legal provisions embodied in the annual appropriated budget approved by the City Council and, as such, is a good management control device. The following are the funds which have legally adopted annual budgets: General Fund, Street Maintenance Fund, Economic Development Corporation Fund, Municipal Court Technology Fund, Police Training and Education Fund, School Safety Fund, PEG Capital Fund, State Forfeiture Fund, Hotel Occupancy Tax Fund, Tree Mitigation Fund, and Debt Service Fund.

Budgetary preparation and control is exercised at the Department level. Actual expenditures may not legally exceed appropriations at the fund level, unless authorized by City Council. City Management may transfer budgeted amounts within departments within any fund; however, transfers between departments and funds must be approved by City Council.

Encumbrances represent commitments related to unperformed contracts for goods or services. Encumbrance accounting, under which purchase orders, contracts, and other commitments for the expenditure of resources are recorded, is utilized in the governmental funds. Encumbrances lapse at year-end, and the commitments must be reappropriated and honored during the subsequent year.

At a minimum, City Management provides to City Council on a monthly basis a Revenue and Expenditure, Balance Sheet, and Encumbrance Report for review and approval.

CITY OF HELOTES, TEXAS
REQUIRED SUPPLEMENTARY INFORMATION
TEXAS MUNICIPAL RETIREMENT SYSTEM
SCHEDULE OF CHANGES – NET PENSION LIABILITY AND RELATED RATIOS
LAST NINE CALENDAR YEARS

Total Pension Liability			
	2014	2015	2016
Service Cost	\$ 312,260	\$ 327,583	\$ 359,315
Interest (on the Total Pension Liability)	284,925	319,639	359,177
Changes of Benefit Terms	-	-	-
Differences Between Expected and Actual Experience	(23,615)	(23,708)	(30,699)
Changes of Assumptions	-	182,129	-
Benefit Payments, Including Refunds of			
Employee Contributions	(92,277)	(78,371)	(54,911)
Net Change in Total Pension Liability	481,293	727,272	632,882
Total Pension Liability - Beginning	3,960,372	4,441,665	5,168,937
Total Pension Liability - Ending	<u>\$ 4,441,665</u>	<u>\$ 5,168,937</u>	<u>\$ 5,801,819</u>
Plan Fiduciary Net Position			
	2014	2015	2016
Contributions - Employer	\$ 146,084	\$ 189,904	\$ 192,822
Contributions - Employee	174,603	179,826	189,946
Net Investment Income	212,062	6,116	299,552
Benefit Payments, Including Refunds of			
Employee Contributions	(92,277)	(78,371)	(54,911)
Administrative Expense	(2,213)	(3,724)	(3,387)
Other	(182)	(184)	(182)
Net Change in Plan Fiduciary Net Position	438,077	293,567	623,840
Plan Fiduciary Net Position - Beginning	3,705,756	4,143,833	4,437,400
Plan Fiduciary Net Position - Ending	<u>\$ 4,143,833</u>	<u>\$ 4,437,400</u>	<u>\$ 5,061,240</u>
Net Pension Liability (Asset) - Ending	\$ 297,832	\$ 731,537	\$ 740,579
Plan Fiduciary Net Position as a Percentage of Total Pension Liability	93.29%	85.85%	87.24%
Covered Payroll	\$ 2,910,052	\$ 2,997,102	\$ 3,165,775
Net Pension Liability as a Percentage of Covered Payroll	10.23%	24.41%	23.39%

Note: The schedule above reflects the changes in the net pension liability for the current year and the previous eight plan years. GASB Statement No. 68 requires 10 fiscal years of data to be provided in this schedule. The City will build the schedule over the 10-year period beginning December 31, 2014 as data becomes available.

Total Pension Liability					
2017	2018	2019	2020	2021	2022
\$ 394,631	\$ 413,438	\$ 495,727	\$ 486,411	\$ 505,547	\$ 523,323
402,524	452,051	504,533	541,759	591,959	639,331
-	52,125	84,342	-	-	-
(11,701)	(36,644)	(205,278)	(25,452)	(105,779)	(209,730)
-	-	(3,192)	-	-	-
(71,636)	(154,858)	(198,770)	(272,506)	(264,669)	(332,944)
713,818	726,112	677,362	730,212	727,058	619,980
5,801,819	6,515,637	7,241,749	7,919,111	8,649,323	9,376,381
<u>\$ 6,515,637</u>	<u>\$ 7,241,749</u>	<u>\$ 7,919,111</u>	<u>\$ 8,649,323</u>	<u>\$ 9,376,381</u>	<u>\$ 9,996,361</u>
Plan Fiduciary Net Position					
2017	2018	2019	2020	2021	2022
\$ 238,112	\$ 250,200	\$ 255,863	\$ 288,949	\$ 279,598	\$ 298,570
208,984	220,696	228,445	266,840	274,115	288,673
701,077	(183,631)	968,291	570,026	1,090,322	(711,257)
(71,636)	(154,858)	(198,770)	(272,506)	(264,669)	(332,944)
(3,635)	(3,551)	(5,471)	(3,689)	(5,043)	(6,149)
(185)	(186)	(164)	(144)	36	7,337
1,072,717	128,670	1,248,194	849,476	1,374,359	(455,770)
5,061,240	6,133,957	6,262,627	7,510,821	8,360,297	9,734,656
<u>\$ 6,133,957</u>	<u>\$ 6,262,627</u>	<u>\$ 7,510,821</u>	<u>\$ 8,360,297</u>	<u>\$ 9,734,656</u>	<u>\$ 9,278,886</u>
\$ 381,680	\$ 979,122	\$ 408,290	\$ 289,026	\$ (358,275)	\$ 717,475
94.14%	86.48%	94.84%	96.66%	103.82%	92.82%
\$ 3,483,062	\$ 3,678,270	\$ 3,807,424	\$ 3,812,002	\$ 3,915,933	\$ 4,123,897
10.96%	26.62%	10.72%	7.58%	-9.15%	17.40%

<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>	<u>2023</u>
\$ 247,778	\$ 255,295	\$ 276,021	\$ 282,379	\$ 301,973	\$ 308,927
<u>247,778</u>	<u>255,295</u>	<u>276,021</u>	<u>282,379</u>	<u>301,973</u>	<u>308,927</u>
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
\$ 3,635,200	\$ 3,783,250	\$ 3,805,420	\$ 3,887,805	\$ 4,186,314	\$ 4,495,062
6.82%	6.75%	7.25%	7.26%	7.21%	6.87%

CITY OF HELOTES, TEXAS
REQUIRED SUPPLEMENTARY INFORMATION
TEXAS MUNICIPAL RETIREMENT SYSTEM
SCHEDULE OF CHANGES – OTHER POST EMPLOYMENT BENEFIT
LIABILITY AND RELATED RATIOS
LAST SIX CALENDAR YEARS

	Total OPEB Liability					
	2017	2018	2019	2020	2021	2022
Service Cost	\$ 6,618	\$ 8,092	\$ 6,853	\$ 9,149	\$ 12,139	\$ 11,959
Interest (on the Total OPEB Liability)	3,235	3,457	4,028	3,936	3,613	3,899
Changes of Benefit Terms	-	-	-	-	-	-
Differences Between Expected and Actual Experience	8,625	2,106	(1,052)	(1,066)	10,430	3,638
Changes of Assumptions	-	(8,521)	24,139	25,353	7,387	(83,400)
Benefit Payments, Including Refunds of Employee Contributions	(348)	(368)	(381)	(762)	(1,958)	(2,474)
Net Change in Total OPEB Liability	18,130	4,766	33,587	36,610	31,611	(66,378)
Total OPEB Liability - Beginning	82,447	100,577	105,343	138,930	175,540	207,151
Total OPEB Liability - Ending	<u>\$ 100,577</u>	<u>\$ 105,343</u>	<u>\$ 138,930</u>	<u>\$ 175,540</u>	<u>\$ 207,151</u>	<u>\$ 140,773</u>
Covered Payroll	\$ 3,483,062	\$ 3,678,270	\$ 3,807,424	\$ 3,812,002	\$ 3,915,933	\$ 4,123,897
Total OPEB Liability as a Percentage of Covered-Employee Payroll	2.89%	2.86%	3.65%	4.60%	5.29%	3.41%

Note: The schedule above reflects the changes in the Total OPEB Liability for the current year and the previous five plan years. GASB Statement No. 75 requires 10 fiscal years of data to be provided in this schedule. The City will build the schedule over the 10-year period beginning December 31, 2017 as data becomes available.

NOTES TO SCHEDULE OF CHANGES

No assets are accumulated in a trust that meet the criteria in paragraph 4 of GASB Statement No. 75 to pay related benefits.

Methods and Assumptions Used to Determine Contribution Rate

Inflation	2.50%
Salary Increases	3.50% to 11.50% Including Inflation
Discount Rate	4.05% (Based on Fidelity Index's 20-Year Municipal GO AA Index)
Administrative Expenses	All administrative expenses are paid through the Pension Trust and accounted for under reporting requirements under GASB Statement No. 68.
Mortality Rates - Service Retirees	2019 Municipal Retirees of Texas Mortality Tables. The rates are projected on a fully generational basis with scan UMP.
Mortality Rates - Disabled Retirees	2019 Municipal Retirees of Texas Mortality Tables 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. The rates are projected on a fully generational basis by Scale UMP to account for future mortality improvements subject to the floor.

SUPPLEMENTARY INFORMATION

Supplementary information includes financial statements and schedules not required by the GASB, nor a part of the basic financial statements, but are presented for purposes of additional analysis.

Such statements and schedules include:

- Comparative Balance Sheets – General Fund
- Comparative Balance Sheets – Economic Development Corporation
- Comparative Statements – ARPA Grant Fund
- Comparative Balance Sheets – Street Maintenance Fund
- Combining Statement – Nonmajor Funds
- Comparative Balance Sheets – Nonmajor Governmental Funds
- Statement of Revenues, Expenditures & Change in Fund Balance – Budget and Actual – Nonmajor Governmental Funds

CITY OF HELOTES, TEXAS
COMPARATIVE BALANCE SHEETS
GENERAL FUND
SEPTEMBER 30, 2023 AND 2022

	<u>2023</u>	<u>2022</u>
ASSETS		
Cash and Investments	\$ 10,475,378	\$ 8,241,238
Receivables:		
Property Taxes (Net of Allowance)	90,970	72,977
Lease Receivable	238,011	250,335
Sales Tax and Other Receivables	1,599,263	1,687,575
Prepaid Items	16,520	910
TOTAL ASSETS	<u><u>\$ 12,420,142</u></u>	<u><u>\$ 10,253,035</u></u>
 LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES		
<i>Liabilities:</i>		
Accounts Payable	\$ 162,736	\$ 126,225
Accrued Expenditures	714,001	1,178,415
Due to Other Funds	2,312,587	2,923,962
Unearned Revenue	-	19,834
<i>Total Liabilities</i>	<u>3,189,324</u>	<u>4,248,436</u>
 <i>Deferred Inflows of Resources:</i>		
Unavailable Revenue - Taxes	84,783	70,835
Unavailable Revenue - EMS	220,752	153,655
Unavailable Revenue - Lease	316,458	337,687
<i>Total Deferred Inflows of Resources</i>	<u>621,993</u>	<u>562,177</u>
 <i>Fund Balances:</i>		
Nonspendable:		
Prepaid Items	16,520	910
Unassigned	8,592,305	5,441,512
<i>Total Fund Balances</i>	<u>8,608,825</u>	<u>5,442,422</u>
 TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES	<u><u>\$ 12,420,142</u></u>	<u><u>\$ 10,253,035</u></u>

CITY OF HELOTES, TEXAS
COMPARATIVE BALANCE SHEETS
ECONOMIC DEVELOPMENT CORPORATION
SEPTEMBER 30, 2023 AND 2022

	<u>2023</u>	<u>2022</u>
ASSETS		
Cash and Investments	\$ 3,689,243	\$ 3,126,328
Accounts Receivable - State	460,319	672,143
Prepaid Items	<u>1,150</u>	<u>-</u>
TOTAL ASSETS	<u><u>\$ 4,150,712</u></u>	<u><u>\$ 3,798,471</u></u>
LIABILITIES AND FUND BALANCE		
<i>Liabilities:</i>		
Accounts Payable	\$ 31,476	\$ 10,211
Accrued Liabilities	<u>316,707</u>	<u>589,357</u>
<i>Total Liabilities</i>	<u><u>348,183</u></u>	<u><u>599,568</u></u>
<i>Fund Balance:</i>		
Nonspendable:		
Prepaid Items	1,150	-
Restricted for Economic Development	<u>3,801,379</u>	<u>3,198,903</u>
<i>Total Fund Balance</i>	<u><u>3,802,529</u></u>	<u><u>3,198,903</u></u>
TOTAL LIABILITIES AND FUND BALANCE	<u><u>\$ 4,150,712</u></u>	<u><u>\$ 3,798,471</u></u>

CITY OF HELOTES, TEXAS
COMPARATIVE BALANCE SHEETS
ARPA GRANT FUND
SEPTEMBER 30, 2023 AND 2022

	<u>2023</u>	<u>2022</u>
ASSETS		
Cash and Investments	\$ 69,325	\$ 37,911
Due from Other Funds	<u>1,031,537</u>	<u>2,136,537</u>
TOTAL ASSETS	<u><u>\$ 1,100,862</u></u>	<u><u>\$ 2,174,448</u></u>
 LIABILITIES AND FUND BALANCE		
<i>Liabilities:</i>		
Accounts Payable	\$ 4,545	\$ 37,904
Unearned Revenue	<u>1,096,317</u>	<u>2,136,544</u>
<i>Total Liabilities</i>	<u><u>1,100,862</u></u>	<u><u>2,174,448</u></u>
 <i>Fund Balance:</i>		
Restricted for:		
Capital Projects	<u>-</u>	<u>-</u>
<i>Total Fund Balance</i>	<u><u>-</u></u>	<u><u>-</u></u>
 TOTAL LIABILITIES AND FUND BALANCE	 <u><u>\$ 1,100,862</u></u>	 <u><u>\$ 2,174,448</u></u>

CITY OF HELOTES, TEXAS
COMPARATIVE STATEMENTS OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE
ARPA GRANT FUND
FOR THE FISCAL YEARS ENDED SEPTEMBER 30, 2023 AND 2022

	<u>2023</u>	<u>2022</u>
REVENUES		
Grants and Interlocal Agreements	\$ 1,038,610	\$ 334,173
Interest	<u>1,751</u>	<u>18</u>
TOTAL REVENUES	<u>1,040,361</u>	<u>334,191</u>
EXPENDITURES		
Current:		
City Administration	380,225	74,107
Capital Outlay	<u>660,136</u>	<u>260,084</u>
TOTAL EXPENDITURES	<u>1,040,361</u>	<u>334,191</u>
Net Change in Fund Balance	-	-
BEGINNING FUND BALANCE	<u>-</u>	<u>-</u>
ENDING FUND BALANCE	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>

CITY OF HELOTES, TEXAS
COMPARATIVE BALANCE SHEETS
STREET MAINTENANCE FUND
SEPTEMBER 30, 2023 AND 2022

	<u>2023</u>	<u>2022</u>
ASSETS		
Cash and Investments	\$ 4,171,087	\$ 2,878,038
Receivables:		
Sales Tax Receivable	<u>230,160</u>	<u>334,840</u>
TOTAL ASSETS	<u>\$ 4,401,247</u>	<u>\$ 3,212,878</u>
 LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES		
<i>Liabilities:</i>		
Accounts Payable	<u>\$ 8,218</u>	<u>\$ 11,105</u>
<i>Total Liabilities</i>	<u>8,218</u>	<u>11,105</u>
 <i>Fund Balances:</i>		
Restricted for:		
Street Maintenance	<u>4,393,029</u>	<u>3,201,773</u>
<i>Total Fund Balances</i>	<u>4,393,029</u>	<u>3,201,773</u>
 TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES	<u>\$ 4,401,247</u>	<u>\$ 3,212,878</u>

CITY OF HELOTES, TEXAS
COMBINING FINANCIAL STATEMENTS
NON-MAJOR GOVERNMENTAL FUNDS

SPECIAL REVENUE FUNDS

Special revenue funds are used to account for specific revenues that are restricted (either legally or by Council designation) to expenditure for a specific purpose.

Municipal Court Technology Fund – To account for revenues from court fines restricted to improving municipal court technology.

Police Training Fund – To account for revenues restricted for police training.

School Safety Fund – To account for fines from traffic violations in designated school zones to be spent for increased child safety.

PEG Fund – To account for revenues received from PEG Fees.

State Forfeiture Fund – To account for forfeited assets to be used to supplement law enforcement.

Hotel Occupancy Tax Fund – To account for the occupancy tax assessed to fund tourism and economic development in the City.

Tree Mitigation Fund – To account for revenues from permitting restricted for planting new trees and treating and mitigation oak wilt.

DEBT SERVICE FUNDS

Debt Service Funds are used to account for resources and expenditures related to principal and interest payments on outstanding debt.

CAPITAL PROJECTS FUNDS

Capital Projects Funds are used to account for resources and expenditures related to capital projects financed through debt instruments issued during the current or prior years.

CITY OF HELOTES, TEXAS
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
SEPTEMBER 30, 2023

	Special Revenue Funds			
	Municipal Court Technology Fund	Police Training Fund	School Safety Fund	PEG Capital Fund
ASSETS				
Cash and Investments	\$ 12,880	\$ 4,824	\$ 9,083	\$ 16,484
Receivables:				
Property Taxes (Net of Uncollectible)	-	-	-	-
Sales Tax and Other Receivable	-	-	-	4,874
Due from Other Funds	68,500	-	54,000	82,500
TOTAL ASSETS	<u>\$ 81,380</u>	<u>\$ 4,824</u>	<u>\$ 63,083</u>	<u>\$ 103,858</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES				
<i>Liabilities:</i>				
Accounts Payable	\$ -	\$ -	\$ 1,459	\$ -
<i>Total Liabilities</i>	<u>-</u>	<u>-</u>	<u>1,459</u>	<u>-</u>
<i>Deferred Inflows of Resources:</i>				
Unavailable Revenue - Taxes	-	-	-	-
<i>Total Deferred Inflows of Resources</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Fund Balances:</i>				
Restricted for:				
Public Safety	81,380	4,824	61,624	-
Public Education Government	-	-	-	103,858
Hotel Occupancy Tax	-	-	-	-
Tree Mitigation	-	-	-	-
Debt Service	-	-	-	-
Assigned for:				
Capital Projects	-	-	-	-
<i>Total Fund Balances</i>	<u>81,380</u>	<u>4,824</u>	<u>61,624</u>	<u>103,858</u>
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES	<u>\$ 81,380</u>	<u>\$ 4,824</u>	<u>\$ 63,083</u>	<u>\$ 103,858</u>

Special Revenue Funds					
State Forfeiture Fund	Hotel Occupancy Tax Fund	Tree Mitigation Fund	Debt Service Fund	Capital Projects Fund	Total Nonmajor Funds
\$ 1,082	\$ 13,268	\$ 964	\$ 52,408	\$ 998,296	\$ 1,109,289
-	-	-	14,561	-	14,561
-	1,324	-	-	-	6,198
-	103,000	80,000	893,050	-	1,281,050
<u>\$ 1,082</u>	<u>\$ 117,592</u>	<u>\$ 80,964</u>	<u>\$ 960,019</u>	<u>\$ 998,296</u>	<u>\$ 2,411,098</u>
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 12,331</u>	<u>\$ 13,790</u>
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>12,331</u>	<u>13,790</u>
<u>-</u>	<u>-</u>	<u>-</u>	<u>13,570</u>	<u>-</u>	<u>13,570</u>
<u>-</u>	<u>-</u>	<u>-</u>	<u>13,570</u>	<u>-</u>	<u>13,570</u>
1,082	-	-	-	-	148,910
-	-	-	-	-	103,858
-	117,592	-	-	-	117,592
-	-	80,964	-	-	80,964
-	-	-	946,449	-	946,449
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>985,965</u>	<u>985,965</u>
<u>1,082</u>	<u>117,592</u>	<u>80,964</u>	<u>946,449</u>	<u>985,965</u>	<u>2,383,738</u>
<u>\$ 1,082</u>	<u>\$ 117,592</u>	<u>\$ 80,964</u>	<u>\$ 960,019</u>	<u>\$ 998,296</u>	<u>\$ 2,411,098</u>

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

	Special Revenue Funds			
	Municipal Court Technology Fund	Police Training Fund	School Safety Fund	PEG Capital Fund
REVENUES				
Property Taxes	\$ -	\$ -	\$ -	\$ -
Hotel Occupancy Tax	-	-	-	-
Franchise Fees	-	-	-	20,532
Licenses and Permits	-	-	-	-
Municipal Court	26,218	-	-	-
Interest	277	90	191	291
Miscellaneous	-	1,787	16,740	-
TOTAL REVENUES	<u>26,495</u>	<u>1,877</u>	<u>16,931</u>	<u>20,823</u>
EXPENDITURES				
Current:				
City Administration	-	-	-	-
Municipal Court	11,326	-	-	-
Development Services	-	-	-	352
Police Department	-	1,538	8,103	-
Capital Outlay	-	-	-	-
Debt Service:				
Principal	-	-	-	-
Interest and Fiscal Charges	-	-	-	-
TOTAL EXPENDITURES	<u>11,326</u>	<u>1,538</u>	<u>8,103</u>	<u>352</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>15,169</u>	<u>339</u>	<u>8,828</u>	<u>20,471</u>
OTHER FINANCING SOURCES (USES):				
Transfers In (Out)	-	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balance	15,169	339	8,828	20,471
FUND BALANCES - OCTOBER 1	<u>66,211</u>	<u>4,485</u>	<u>52,796</u>	<u>83,387</u>
FUND BALANCES - SEPTEMBER 31	<u>\$ 81,380</u>	<u>\$ 4,824</u>	<u>\$ 61,624</u>	<u>\$ 103,858</u>

Special Revenue Funds					
State Forfeiture Fund	Hotel Occupancy Tax Fund	Tree Mitigation Fund	Debt Service Fund	Capital Projects Fund	Total Nonmajor Funds
\$ -	\$ -	\$ -	\$ 621,555	\$ -	\$ 621,555
-	24,005	-	-	-	24,005
-	-	-	-	-	20,532
-	-	14,250	-	-	14,250
-	-	-	-	-	26,218
66	265	145	2,076	38,033	41,434
-	-	-	-	1,850	20,377
66	24,270	14,395	623,631	39,883	768,371
-	4,836	3,756	-	126	8,718
-	-	-	-	-	11,326
-	-	-	-	-	352
6,058	-	-	-	-	15,699
-	-	-	-	67,742	67,742
-	-	-	715,000	57,558	772,558
-	-	-	237,141	9,818	246,959
6,058	4,836	3,756	952,141	135,244	1,123,354
(5,992)	19,434	10,639	(328,510)	(95,361)	(354,983)
-	-	-	655,661	510,000	1,165,661
-	-	-	655,661	510,000	1,165,661
(5,992)	19,434	10,639	327,151	414,639	810,678
7,074	98,158	70,325	619,298	571,326	1,573,060
\$ 1,082	\$ 117,592	\$ 80,964	\$ 946,449	\$ 985,965	\$ 2,383,738

CITY OF HELOTES, TEXAS
COMPARATIVE BALANCE SHEETS
MUNICIPAL COURT SECURITY FUND
SEPTEMBER 30, 2023 AND 2022

	<u>2023</u>	<u>2022</u>
ASSETS		
Cash and Investments	\$ -	\$ -
Due from Other Funds	-	-
TOTAL ASSETS	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES		
<i>Liabilities:</i>		
Accounts Payable	\$ -	\$ -
<i>Total Liabilities</i>	<u>-</u>	<u>-</u>
<i>Fund Balances:</i>		
Restricted for:		
Public Safety	-	-
<i>Total Fund Balances</i>	<u>-</u>	<u>-</u>
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>

CITY OF HELOTES, TEXAS
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE – BUDGET AND ACTUAL
MUNICIPAL COURT SECURITY FUND
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2023
(WITH COMPARATIVE ACTUAL AMOUNTS FOR 2022)

	Budgeted Amounts		2023 Actual Amounts	Variance Positive (Negative)	2022 Actual Amounts
	Original	Final			
REVENUES					
Municipal Court	\$ 7,000	\$ -	\$ -	\$ -	\$ -
Interest	15	-	-	-	-
TOTAL REVENUES	<u>7,015</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
EXPENDITURES					
Current:					
Municipal Court	<u>420</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
TOTAL EXPENDITURES	<u>420</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>6,595</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
OTHER FINANCING SOURCES (USES):					
Transfers In (Out)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(18,486)</u>
TOTAL OTHER FINANCING SOURCES (USES)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(18,486)</u>
Net Change in Fund Balance	6,595	-	-	-	(18,486)
FUND BALANCES - OCTOBER 1	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>18,486</u>
FUND BALANCES - SEPTEMBER 30	<u>\$ 6,595</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

CITY OF HELOTES, TEXAS
COMPARATIVE BALANCE SHEETS
MUNICIPAL COURT TECHNOLOGY FUND
SEPTEMBER 30, 2023 AND 2022

	<u>2023</u>	<u>2022</u>
ASSETS		
Cash and Investments	\$ 12,880	\$ 25,786
Due from Other Funds	68,500	40,425
TOTAL ASSETS	<u><u>\$ 81,380</u></u>	<u><u>\$ 66,211</u></u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES		
<i>Liabilities:</i>		
Accounts Payable	\$ -	\$ -
<i>Total Liabilities</i>	<u>-</u>	<u>-</u>
<i>Fund Balances:</i>		
Restricted for:		
Public Safety	81,380	66,211
<i>Total Fund Balances</i>	<u><u>81,380</u></u>	<u><u>66,211</u></u>
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES	<u><u>\$ 81,380</u></u>	<u><u>\$ 66,211</u></u>

CITY OF HELOTES, TEXAS
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE – BUDGET AND ACTUAL
MUNICIPAL COURT TECHNOLOGY FUND
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2023
(WITH COMPARATIVE ACTUAL AMOUNTS FOR 2022)

	Budgeted Amounts		2023	Variance	2022
	Original	Final	Actual	Positive	Actual
			Amounts	(Negative)	Amounts
REVENUES					
Municipal Court	\$ 6,000	\$ 19,630	\$ 26,218	\$ 6,588	\$ 20,494
Interest	9	26	277	251	38
TOTAL REVENUES	<u>6,009</u>	<u>19,656</u>	<u>26,495</u>	<u>6,839</u>	<u>20,532</u>
EXPENDITURES					
Current:					
Municipal Court	12,500	13,350	11,326	2,024	12,646
TOTAL EXPENDITURES	<u>12,500</u>	<u>13,350</u>	<u>11,326</u>	<u>2,024</u>	<u>12,646</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(6,491)</u>	<u>6,306</u>	<u>15,169</u>	<u>8,863</u>	<u>7,886</u>
OTHER FINANCING SOURCES (USES):					
Transfers In (Out)	6,494	6,494	-	(6,494)	35,794
TOTAL OTHER FINANCING SOURCES (USES)	<u>6,494</u>	<u>6,494</u>	<u>-</u>	<u>(6,494)</u>	<u>35,794</u>
Net Change in Fund Balance	3	12,800	15,169	2,369	43,680
FUND BALANCES - OCTOBER 1	<u>66,211</u>	<u>66,211</u>	<u>66,211</u>	<u>-</u>	<u>22,531</u>
FUND BALANCES - SEPTEMBER 30	<u>\$ 66,214</u>	<u>\$ 79,011</u>	<u>\$ 81,380</u>	<u>\$ 2,369</u>	<u>\$ 66,211</u>

CITY OF HELOTES, TEXAS
COMPARATIVE BALANCE SHEETS
POLICE TRAINING FUND
SEPTEMBER 30, 2023 AND 2022

	<u>2023</u>	<u>2022</u>
ASSETS		
Cash and Investments	\$ 4,824	\$ 4,485
TOTAL ASSETS	<u><u>\$ 4,824</u></u>	<u><u>\$ 4,485</u></u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES		
<i>Liabilities:</i>		
Accounts Payable	\$ -	\$ -
<i>Total Liabilities</i>	<u>-</u>	<u>-</u>
<i>Fund Balances:</i>		
Restricted for:		
Public Safety	4,824	4,485
<i>Total Fund Balances</i>	<u><u>4,824</u></u>	<u><u>4,485</u></u>
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES	<u><u>\$ 4,824</u></u>	<u><u>\$ 4,485</u></u>

CITY OF HELOTES, TEXAS
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE – BUDGET AND ACTUAL
POLICE TRAINING FUND
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2023
(WITH COMPARATIVE ACTUAL AMOUNTS FOR 2022)

	Budgeted Amounts		2023	Variance	2022
	Original	Final	Actual	Positive	Actual
			Amounts	(Negative)	Amounts
REVENUES					
Interest	\$ 9	\$ 9	\$ 90	\$ 81	\$ 9
Miscellaneous	1,753	1,753	1,787	34	1,753
TOTAL REVENUES	1,762	1,762	1,877	115	1,762
EXPENDITURES					
Current:					
Police Department	6,293	6,293	1,538	4,755	1,040
TOTAL EXPENDITURES	6,293	6,293	1,538	4,755	1,040
Excess (Deficiency) of Revenues					
Over (Under) Expenditures	(4,531)	(4,531)	339	4,870	722
OTHER FINANCING SOURCES (USES):					
Transfers In (Out)	4,531	4,531	-	(4,531)	
TOTAL OTHER FINANCING					
SOURCES (USES)	4,531	4,531	-	(4,531)	-
Net Change in Fund Balance	-	-	339	339	722
FUND BALANCES - OCTOBER 1	4,485	4,485	4,485	-	3,763
FUND BALANCES - SEPTEMBER 30	\$ 4,485	\$ 4,485	\$ 4,824	\$ 339	\$ 4,485

CITY OF HELOTES, TEXAS
COMPARATIVE BALANCE SHEETS
SCHOOL SAFETY FUND
SEPTEMBER 30, 2023 AND 2022

	<u>2023</u>	<u>2022</u>
ASSETS		
Cash and Investments	\$ 9,083	\$ 23,017
Receivables:		
Other Receivable	-	779
Due from Other Funds	<u>54,000</u>	<u>29,000</u>
TOTAL ASSETS	<u><u>\$ 63,083</u></u>	<u><u>\$ 52,796</u></u>
 LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES		
<i>Liabilities:</i>		
Accounts Payable	<u>\$ 1,459</u>	<u>\$ -</u>
<i>Total Liabilities</i>	<u>1,459</u>	<u>-</u>
 <i>Fund Balances:</i>		
Restricted for:		
Public Safety	<u>61,624</u>	<u>52,796</u>
<i>Total Fund Balances</i>	<u>61,624</u>	<u>52,796</u>
 TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES	<u><u>\$ 63,083</u></u>	<u><u>\$ 52,796</u></u>

CITY OF HELOTES, TEXAS
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE – BUDGET AND ACTUAL
SCHOOL SAFETY FUND
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2023
(WITH COMPARATIVE ACTUAL AMOUNTS FOR 2022)

	Budgeted Amounts		2023	Variance	2022
	Original	Final	Actual	Positive	Actual
			Amounts	(Negative)	Amounts
REVENUES					
Interest	\$ 42	\$ 42	\$ 191	\$ 149	\$ 44
Miscellaneous	15,000	15,000	16,740	1,740	14,322
TOTAL REVENUES	<u>15,042</u>	<u>15,042</u>	<u>16,931</u>	<u>1,889</u>	<u>14,366</u>
EXPENDITURES					
Current:					
Police Department	21,500	21,500	8,103	13,397	4,311
TOTAL EXPENDITURES	<u>21,500</u>	<u>21,500</u>	<u>8,103</u>	<u>13,397</u>	<u>4,311</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(6,458)</u>	<u>(6,458)</u>	<u>8,828</u>	<u>15,286</u>	<u>10,055</u>
OTHER FINANCING SOURCES (USES):					
Transfers In (Out)	6,458	6,458	-	(6,458)	-
TOTAL OTHER FINANCING SOURCES (USES)	<u>6,458</u>	<u>6,458</u>	<u>-</u>	<u>(6,458)</u>	<u>-</u>
Net Change in Fund Balance	-	-	8,828	8,828	10,055
FUND BALANCES - OCTOBER 1	<u>52,796</u>	<u>52,796</u>	<u>52,796</u>	<u>-</u>	<u>42,741</u>
FUND BALANCES - SEPTEMBER 30	<u>\$ 52,796</u>	<u>\$ 52,796</u>	<u>\$ 61,624</u>	<u>\$ 8,828</u>	<u>\$ 52,796</u>

CITY OF HELOTES, TEXAS
COMPARATIVE BALANCE SHEETS
PEG CAPITAL FUND
SEPTEMBER 30, 2023 AND 2022

	<u>2023</u>	<u>2022</u>
ASSETS		
Cash and Investments	\$ 16,484	\$ 38,096
Receivables:		
Other Receivable	4,874	5,291
Due from Other Funds	<u>82,500</u>	<u>40,000</u>
TOTAL ASSETS	<u><u>\$ 103,858</u></u>	<u><u>\$ 83,387</u></u>
 LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES		
<i>Liabilities:</i>		
Accounts Payable	<u>\$ -</u>	<u>\$ -</u>
<i>Total Liabilities</i>	<u>-</u>	<u>-</u>
 <i>Fund Balances:</i>		
Restricted for:		
Public Education Government	<u>103,858</u>	<u>83,387</u>
<i>Total Fund Balances</i>	<u><u>103,858</u></u>	<u><u>83,387</u></u>
 TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES	<u><u>\$ 103,858</u></u>	<u><u>\$ 83,387</u></u>

CITY OF HELOTES, TEXAS
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE – BUDGET AND ACTUAL
PEG CAPITAL FUND
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2023
(WITH COMPARATIVE ACTUAL AMOUNTS FOR 2022)

	Budgeted Amounts		2023	Variance	2022
	Original	Final	Actual	Positive	Actual
			Amounts	(Negative)	Amounts
REVENUES					
Franchise Fees	\$ 17,000	\$ 17,000	\$ 20,532	\$ 3,532	\$ 21,605
Interest	66	66	291	225	70
TOTAL REVENUES	<u>17,066</u>	<u>17,066</u>	<u>20,823</u>	<u>3,757</u>	<u>21,675</u>
EXPENDITURES					
Current:					
Development Services	<u>10,450</u>	<u>10,450</u>	<u>352</u>	<u>10,098</u>	<u>2,180</u>
TOTAL EXPENDITURES	<u>10,450</u>	<u>10,450</u>	<u>352</u>	<u>10,098</u>	<u>2,180</u>
Net Change in Fund Balance	6,616	6,616	20,471	13,855	19,495
FUND BALANCES - OCTOBER 1	<u>83,387</u>	<u>83,387</u>	<u>83,387</u>	<u>-</u>	<u>63,892</u>
FUND BALANCES - SEPTEMBER 30	<u>\$ 90,003</u>	<u>\$ 90,003</u>	<u>\$ 103,858</u>	<u>\$ 13,855</u>	<u>\$ 83,387</u>

CITY OF HELOTES, TEXAS
COMPARATIVE BALANCE SHEETS
STATE FORFEITURE FUND
SEPTEMBER 30, 2023 AND 2022

	<u>2023</u>	<u>2022</u>
ASSETS		
Cash and Investments	\$ 1,082	\$ 7,074
TOTAL ASSETS	<u><u>\$ 1,082</u></u>	<u><u>\$ 7,074</u></u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES		
<i>Liabilities:</i>		
Accounts Payable	\$ -	\$ -
<i>Total Liabilities</i>	<u>-</u>	<u>-</u>
<i>Fund Balances:</i>		
Restricted for:		
Public Safety	1,082	7,074
<i>Total Fund Balances</i>	<u>1,082</u>	<u>7,074</u>
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES	<u><u>\$ 1,082</u></u>	<u><u>\$ 7,074</u></u>

CITY OF HELOTES, TEXAS
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE – BUDGET AND ACTUAL
STATE FORFEITURE FUND
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2023
(WITH COMPARATIVE ACTUAL AMOUNTS FOR 2022)

	Budgeted Amounts		2023	Variance	2022
	Original	Final	Actual	Positive	Actual
			Amounts	(Negative)	Amounts
REVENUES					
Interest	\$ 15	\$ 15	\$ 66	\$ 51	\$ 13
TOTAL REVENUES	<u>15</u>	<u>15</u>	<u>66</u>	<u>51</u>	<u>13</u>
EXPENDITURES					
Current:					
Police Department	7,090	7,090	6,058	1,032	440
TOTAL EXPENDITURES	<u>7,090</u>	<u>7,090</u>	<u>6,058</u>	<u>1,032</u>	<u>440</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(7,075)</u>	<u>(7,075)</u>	<u>(5,992)</u>	<u>1,083</u>	<u>(427)</u>
OTHER FINANCING SOURCES (USES):					
Transfers In (Out)	7,075	7,075	-	(7,075)	-
TOTAL OTHER FINANCING SOURCES (USES)	<u>7,075</u>	<u>7,075</u>	<u>-</u>	<u>(7,075)</u>	<u>-</u>
Net Change in Fund Balance	-	-	(5,992)	(5,992)	(427)
FUND BALANCES - OCTOBER 1	<u>7,074</u>	<u>7,074</u>	<u>7,074</u>	<u>-</u>	<u>7,501</u>
FUND BALANCES - SEPTEMBER 30	<u>\$ 7,074</u>	<u>\$ 7,074</u>	<u>\$ 1,082</u>	<u>\$ (5,992)</u>	<u>\$ 7,074</u>

CITY OF HELOTES, TEXAS
COMPARATIVE BALANCE SHEETS
HOTEL OCCUPANCY TAX FUND
SEPTEMBER 30, 2023 AND 2022

	<u>2023</u>	<u>2022</u>
ASSETS		
Cash and Investments	\$ 13,268	\$ 37,983
Receivables:		
Hotel Occupancy Tax Receivable	1,324	7,175
Due from Other Funds	<u>103,000</u>	<u>53,000</u>
TOTAL ASSETS	<u><u>\$ 117,592</u></u>	<u><u>\$ 98,158</u></u>
 LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES		
<i>Liabilities:</i>		
Accounts Payable	<u>\$ -</u>	<u>\$ -</u>
<i>Total Liabilities</i>	<u>-</u>	<u>-</u>
 <i>Fund Balances:</i>		
Restricted for:		
Hotel Occupancy Tax	<u>117,592</u>	<u>98,158</u>
<i>Total Fund Balances</i>	<u><u>117,592</u></u>	<u><u>98,158</u></u>
 TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES	<u><u>\$ 117,592</u></u>	<u><u>\$ 98,158</u></u>

CITY OF HELOTES, TEXAS
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE – BUDGET AND ACTUAL
HOTEL OCCUPANCY TAX FUND
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2023
(WITH COMPARATIVE ACTUAL AMOUNTS FOR 2022)

	Budgeted Amounts		2023	Variance	2022
	Original	Final	Actual	Positive	Actual
			Amounts	(Negative)	Amounts
REVENUES					
Hotel Occupancy Tax	\$ 35,000	\$ 35,000	\$ 24,005	\$ (10,995)	\$ 33,283
Interest	80	80	265	185	81
TOTAL REVENUES	<u>35,080</u>	<u>35,080</u>	<u>24,270</u>	<u>(10,810)</u>	<u>33,364</u>
EXPENDITURES					
Current:					
City Administration	<u>15,375</u>	<u>15,375</u>	<u>4,836</u>	<u>10,539</u>	<u>13,586</u>
TOTAL EXPENDITURES	<u>15,375</u>	<u>15,375</u>	<u>4,836</u>	<u>10,539</u>	<u>13,586</u>
Net Change in Fund Balance	19,705	19,705	19,434	(271)	19,778
FUND BALANCES - OCTOBER 1	<u>98,158</u>	<u>98,158</u>	<u>98,158</u>	<u>-</u>	<u>78,380</u>
FUND BALANCES - SEPTEMBER 30	<u>\$ 117,863</u>	<u>\$ 117,863</u>	<u>\$ 117,592</u>	<u>\$ (271)</u>	<u>\$ 98,158</u>

CITY OF HELOTES, TEXAS
COMPARATIVE BALANCE SHEETS
TRUANCY & PREVENTION FUND
SEPTEMBER 30, 2023 AND 2022

	<u>2023</u>	<u>2022</u>
ASSETS		
Cash and Investments	\$ -	\$ -
Due from Other Funds	-	-
TOTAL ASSETS	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES		
<i>Liabilities:</i>		
Accounts Payable	<u>\$ -</u>	<u>\$ -</u>
<i>Total Liabilities</i>	<u>-</u>	<u>-</u>
<i>Fund Balances:</i>		
Restricted for:		
Public Safety	<u>-</u>	<u>-</u>
<i>Total Fund Balances</i>	<u>-</u>	<u>-</u>
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>

CITY OF HELOTES, TEXAS
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE – BUDGET AND ACTUAL
TRUANCY & PREVENTION FUND
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2023
(WITH COMPARATIVE ACTUAL AMOUNTS FOR 2022)

	Budgeted Amounts		2023	Variance	2022
	Original	Final	Actual Amounts	Positive (Negative)	Actual Amounts
REVENUES					
Municipal Court	\$ 6,500	\$ -	\$ -	\$ -	\$ -
Interest	2	-	-	-	-
TOTAL REVENUES	<u>6,502</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
EXPENDITURES					
Current:					
City Administration	300	-	-	-	-
TOTAL EXPENDITURES	<u>300</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>6,202</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
OTHER FINANCING SOURCES (USES):					
Transfers In (Out)	-	-	-	-	(17,208)
TOTAL OTHER FINANCING SOURCES (USES)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(17,208)</u>
Net Change in Fund Balance	6,202	-	-	-	(17,208)
FUND BALANCES - OCTOBER 1	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>17,208</u>
FUND BALANCES - SEPTEMBER 30	<u>\$ 6,202</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

CITY OF HELOTES, TEXAS
COMPARATIVE BALANCE SHEETS
MUNICIPAL JURY FUND
SEPTEMBER 30, 2023 AND 2022

	<u>2023</u>	<u>2022</u>
ASSETS		
Cash and Investments	\$ -	\$ -
TOTAL ASSETS	<u>\$ -</u>	<u>\$ -</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES		
<i>Liabilities:</i>		
Accounts Payable	\$ -	\$ -
Due to Other Funds	<u>-</u>	<u>-</u>
<i>Total Liabilities</i>	<u>-</u>	<u>-</u>
<i>Fund Balances:</i>		
Restricted for:		
Public Safety	<u>-</u>	<u>-</u>
<i>Total Fund Balances</i>	<u>-</u>	<u>-</u>
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES	<u>\$ -</u>	<u>\$ -</u>

CITY OF HELOTES, TEXAS
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE – BUDGET AND ACTUAL
MUNICIPAL JURY FUND
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2023
(WITH COMPARATIVE ACTUAL AMOUNTS FOR 2022)

	Budgeted Amounts		2023	Variance	2022
	Original	Final	Actual	Positive	Actual
			Amounts	(Negative)	Amounts
REVENUES					
Municipal Court	\$ 130	\$ -	\$ -	\$ -	\$ -
Interest	-	-	-	-	-
TOTAL REVENUES	<u>130</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
EXPENDITURES					
Current:					
City Administration	130	-	-	-	-
TOTAL EXPENDITURES	<u>130</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (Deficiency) of Revenues					
Over (Under) Expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
OTHER FINANCING SOURCES (USES):					
Transfers In (Out)	-	-	-	-	(100)
TOTAL OTHER FINANCING					
SOURCES (USES)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(100)</u>
Net Change in Fund Balance	-	-	-	-	(100)
FUND BALANCES - OCTOBER 1	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>100</u>
FUND BALANCES - SEPTEMBER 30	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

CITY OF HELOTES, TEXAS
COMPARATIVE BALANCE SHEETS
TREE MITIGATION FUND
SEPTEMBER 30, 2023 AND 2022

	<u>2023</u>	<u>2022</u>
ASSETS		
Cash and Investments	\$ 964	\$ 39,050
Due from Other Funds	<u>80,000</u>	<u>65,000</u>
TOTAL ASSETS	<u><u>\$ 80,964</u></u>	<u><u>\$ 104,050</u></u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES		
<i>Liabilities:</i>		
Accounts Payable	<u>\$ -</u>	<u>\$ 33,725</u>
<i>Total Liabilities</i>	<u>-</u>	<u>33,725</u>
<i>Fund Balances:</i>		
Restricted for:		
Tree Mitigation	<u>80,964</u>	<u>70,325</u>
<i>Total Fund Balances</i>	<u><u>80,964</u></u>	<u><u>70,325</u></u>
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES	<u><u>\$ 80,964</u></u>	<u><u>\$ 104,050</u></u>

CITY OF HELOTES, TEXAS
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE – BUDGET AND ACTUAL
TREE MITIGATION FUND
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2023
(WITH COMPARATIVE ACTUAL AMOUNTS FOR 2022)

	Budgeted Amounts		2023	Variance	2022
	Original	Final	Actual Amounts	Positive (Negative)	Actual Amounts
REVENUES					
Licenses and Permits	\$ -	\$ -	\$ 14,250	\$ 14,250	\$ 4,896
Interest	40	40	145	105	40
TOTAL REVENUES	<u>40</u>	<u>40</u>	<u>14,395</u>	<u>14,355</u>	<u>4,936</u>
EXPENDITURES					
Current:					
City Administration	30,330	30,330	3,756	26,574	73,301
TOTAL EXPENDITURES	<u>30,330</u>	<u>30,330</u>	<u>3,756</u>	<u>26,574</u>	<u>73,301</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(30,290)</u>	<u>(30,290)</u>	<u>10,639</u>	<u>40,929</u>	<u>(68,365)</u>
OTHER FINANCING SOURCES (USES):					
Transfers In (Out)	30,000	30,000	-	(30,000)	-
TOTAL OTHER FINANCING SOURCES (USES)	<u>30,000</u>	<u>30,000</u>	<u>-</u>	<u>(30,000)</u>	<u>-</u>
Net Change in Fund Balance	(290)	(290)	10,639	10,929	(68,365)
FUND BALANCES - OCTOBER 1	<u>70,325</u>	<u>70,325</u>	<u>70,325</u>	<u>-</u>	<u>138,690</u>
FUND BALANCES - SEPTEMBER 30	<u>\$ 70,035</u>	<u>\$ 70,035</u>	<u>\$ 80,964</u>	<u>\$ 10,929</u>	<u>\$ 70,325</u>

CITY OF HELOTES, TEXAS
COMPARATIVE BALANCE SHEETS
DEBT SERVICE FUND
SEPTEMBER 30, 2023 AND 2022

	<u>2023</u>	<u>2022</u>
ASSETS		
Cash and Investments	\$ 52,408	\$ 58,820
Taxes Receivable (Net of Allowances)	14,561	16,282
Due from Other Funds	893,050	560,000
TOTAL ASSETS	<u><u>\$ 960,019</u></u>	<u><u>\$ 635,102</u></u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES		
<i>Liabilities:</i>		
Accounts Payable	\$ -	\$ -
<i>Total Liabilities</i>	<u>-</u>	<u>-</u>
<i>Deferred Inflows of Resources:</i>		
Unavailable Revenue - Taxes	13,570	15,804
<i>Total Deferred Inflows of Resources</i>	<u>13,570</u>	<u>15,804</u>
<i>Fund Balance:</i>		
Restricted for Debt Service	946,449	619,298
<i>Total Fund Balance</i>	<u>946,449</u>	<u>619,298</u>
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES	<u><u>\$ 960,019</u></u>	<u><u>\$ 635,102</u></u>

CITY OF HELOTES, TEXAS
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE – BUDGET AND ACTUAL
DEBT SERVICE FUND
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2023
(WITH COMPARATIVE ACTUAL AMOUNTS FOR 2022)

	Budgeted Amounts		2023	Variance	2022
	Original	Final	Actual Amounts	Positive (Negative)	Actual Amounts
REVENUES					
Property Taxes	\$ 621,657	\$ 621,657	\$ 621,555	\$ (102)	\$ 793,287
Interest	320	320	2,076	1,756	296
TOTAL REVENUES	<u>621,977</u>	<u>621,977</u>	<u>623,631</u>	<u>1,654</u>	<u>793,583</u>
EXPENDITURES					
Principal Payments	715,000	715,000	715,000	-	690,000
Interest and Fiscal Charges	237,478	237,478	237,141	337	263,487
TOTAL EXPENDITURES	<u>952,478</u>	<u>952,478</u>	<u>952,141</u>	<u>337</u>	<u>953,487</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(330,501)</u>	<u>(330,501)</u>	<u>(328,510)</u>	<u>1,991</u>	<u>(159,904)</u>
OTHER FINANCING SOURCES (USES)					
Transfers In (Out)	655,661	655,661	655,661	-	339,560
TOTAL OTHER FINANCING SOURCES (USES)	<u>655,661</u>	<u>655,661</u>	<u>655,661</u>	<u>-</u>	<u>339,560</u>
Net Change in Fund Balance	325,160	325,160	327,151	1,991	179,656
BEGINNING FUND BALANCE	<u>619,298</u>	<u>619,298</u>	<u>619,298</u>	<u>-</u>	<u>439,642</u>
ENDING FUND BALANCE	<u>\$ 944,458</u>	<u>\$ 944,458</u>	<u>\$ 946,449</u>	<u>\$ 1,991</u>	<u>\$ 619,298</u>

CITY OF HELOTES, TEXAS
COMPARATIVE BALANCE SHEETS
CAPITAL PROJECT FUND
SEPTEMBER 30, 2023 AND 2022

	<u>2023</u>	<u>2022</u>
ASSETS		
Cash and Investments	\$ 998,296	\$ 571,326
TOTAL ASSETS	<u><u>\$ 998,296</u></u>	<u><u>\$ 571,326</u></u>
LIABILITIES AND FUND BALANCE		
<i>Liabilities:</i>		
Accounts Payable	\$ 12,331	\$ -
<i>Total Liabilities</i>	<u>12,331</u>	<u>-</u>
<i>Fund Balance:</i>		
Committed for:		
Capital Projects	<u>985,965</u>	<u>571,326</u>
<i>Total Fund Balance</i>	<u><u>985,965</u></u>	<u><u>571,326</u></u>
TOTAL LIABILITIES AND FUND BALANCE	<u><u>\$ 998,296</u></u>	<u><u>\$ 571,326</u></u>

CITY OF HELOTES, TEXAS
COMPARATIVER STATEMENTS OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE
CAPITAL PROJECTS FUND
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2023

	<u>2023</u>	<u>2022</u>
REVENUES		
Interest	\$ 38,033	\$ 2,928
Miscellaneous	<u>1,850</u>	<u>1,200</u>
TOTAL REVENUES	<u>39,883</u>	<u>4,128</u>
EXPENDITURES		
Current:		
City Administration	126	320
Capital Outlay	67,742	108,262
Debt Service:		
Principal	57,558	256,912
Interest and Fiscal Charges	<u>9,818</u>	<u>24,871</u>
TOTAL EXPENDITURES	<u>135,244</u>	<u>390,365</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(95,361)</u>	<u>(386,237)</u>
OTHER FINANCING SOURCES (USES)		
Transfers In (Out)	<u>510,000</u>	<u>462,735</u>
TOTAL OTHER FINANCING	<u>510,000</u>	<u>462,735</u>
Net Change in Fund Balance	414,639	76,498
BEGINNING FUND BALANCE	<u>571,326</u>	<u>494,828</u>
ENDING FUND BALANCE	<u>\$ 985,965</u>	<u>\$ 571,326</u>



CITY OF HELOTES, TEXAS
STATISTICAL SECTION
SEPTEMBER 30, 2023

This part of the City of Helotes' annual 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 Helotes' overall financial health.

Financial Trends

Net Position by Component
Change in Net Position
Fund Balances, Governmental Funds
Changes in Fund Balances, Governmental Funds

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

Tax Revenues by Source, Governmental Funds
Assessed Taxable Values
Direct and Overlapping Property Tax Rates
Principal Property Taxpayers
Property Tax Levies and Collections

These schedules contain information to help the reader assess the factors affecting the City's ability to generate its property and sales tax.

Debt Capacity

Ratios of Outstanding Debt by Type
Direct and Overlapping Governmental Activities Debt
Legal Debt Margin

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

Demographic and Economic Statistics
Principal Employers

These schedules offer demographic and economic indicators to help the reader understand how the City's financial activities take place and to help make comparisons over time with other governments.

Operating Information

Operating Indicators by Function
Capital Asset Statistics by Function
Full-time Equivalent City Government Employees by Function

These schedules 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 the activities it performs.

CITY OF HELOTES, TEXAS
NET POSITION BY COMPONENT
LAST TEN FISCAL YEARS

	Fiscal Year			
	2014	2015	2016	2017
Governmental Activities				
Net Investment in Capital Assets	\$ 2,745,214	\$ 3,840,681	\$ 2,317,358	\$ 3,393,539
Restricted	798,952	878,422	1,005,770	1,218,367
Unrestricted (Deficit)	3,509,184	(534,577)	449,432	(1,308,086)
Total Governmental Activities	<u>\$ 7,053,350</u>	<u>\$ 4,184,526</u>	<u>\$ 3,772,560</u>	<u>\$ 3,303,820</u>
Business-Type Activities*				
Net Investment in Capital Assets	\$ 329,498	\$ -	\$ -	\$ -
Restricted	-	-	-	-
Unrestricted (Deficit)	(2,170,221)	-	-	-
Total Business-Type Activities	<u>\$ (1,840,723)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Primary Government				
Net Investment in Capital Assets	\$ 3,074,712	\$ 3,840,681	\$ 2,317,358	\$ 3,393,539
Restricted	798,952	878,422	1,005,770	1,218,367
Unrestricted (Deficit)	1,338,963	(534,577)	449,432	(1,308,086)
Total Primary Government	<u>\$ 5,212,627</u>	<u>\$ 4,184,526</u>	<u>\$ 3,772,560</u>	<u>\$ 3,303,820</u>

GASB Statement No. 68 reporting requirements were implemented in fiscal year 2015. The above information prior to 2015 has not been restated as information is to be reported prospectively.

GASB Statement No. 75 reporting requirements were implemented in fiscal year 2018. The above information prior to 2018 has not been restated as information is to be reported prospectively.

**The Business-type Activities were transferred to the Governmental Activities on October 1, 2014.*

TABLE 1

Fiscal Year					
2018	2019	2020	2021	2022	2023
\$ 3,284,419	\$ 3,809,511	\$ 4,122,782	\$ 4,449,467	\$ 5,485,953	\$ 6,480,772
1,583,373	2,042,612	3,446,262	4,750,891	7,376,028	9,569,221
(2,215,353)	(2,825,198)	(2,528,654)	(933,792)	1,807,608	5,599,596
<u>\$ 2,652,439</u>	<u>\$ 3,026,925</u>	<u>\$ 5,040,390</u>	<u>\$ 8,266,566</u>	<u>\$ 14,669,589</u>	<u>\$ 21,649,589</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-
-	-	-	-	-	-
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
\$ 3,284,419	\$ 3,809,511	\$ 4,122,782	\$ 4,449,467	\$ 5,485,953	\$ 6,480,772
1,583,373	2,042,612	3,446,262	4,750,891	7,376,028	9,569,221
(2,215,353)	(2,825,198)	(2,528,654)	(933,792)	1,807,608	5,599,596
<u>\$ 2,652,439</u>	<u>\$ 3,026,925</u>	<u>\$ 5,040,390</u>	<u>\$ 8,266,566</u>	<u>\$ 14,669,589</u>	<u>\$ 21,649,589</u>

CITY OF HELOTES, TEXAS
CHANGE IN NET POSITION
LAST TEN FISCAL YEARS

	Fiscal Year			
	2014	2015	2016	2017
Primary Government Expenses				
<i>Governmental Activities:</i>				
City Council	\$ 3,477	\$ 3,045	\$ 2,427	\$ 3,096
City Administration	1,005,449	2,434,134	1,652,423	1,472,694
Dispatch	-	130,356	192,556	228,958
City Secretary	102,401	103,952	109,864	114,497
Human Resources	10,031	17,042	91,248	110,574
Municipal Court	298,008	296,791	242,764	264,832
Animal Control, Public Works	464,904	506,340	545,158	758,192
Development Services	99,167	161,531	576,909	1,342,107
Buildings and Grounds	350,322	432,385	1,035,486	515,472
Police Department	1,557,978	1,607,179	1,689,271	1,793,494
Emergency Medical Services	-	185,805	159,129	191,382
Fire Department	1,241,411	1,589,683	1,567,523	1,703,215
Interest and Fiscal Charges on Long-Term Debt	326,977	409,933	411,846	387,941
<i>Total Governmental Activities Expenses</i>	<u>5,460,125</u>	<u>7,878,176</u>	<u>8,276,604</u>	<u>8,886,454</u>
<i>Business-Type Activities*</i>				
Dispatch	419,557	-	-	-
Emergency Medical Services	447,289	-	-	-
<i>Total Business Type Activities Expenses</i>	<u>866,846</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Primary Government Expenses	<u>\$ 6,326,971</u>	<u>\$ 7,878,176</u>	<u>\$ 8,276,604</u>	<u>\$ 8,886,454</u>
Program Revenues				
<i>Governmental Activities:</i>				
Charges for Services:				
Municipal Court	\$ 263,801	\$ 345,564	\$ 353,903	\$ 398,614
Animal Control, Public Works	4,885	6,241	7,561	5,400
Development Services	963,548	689,221	410,592	500,477
Buildings and Grounds	-	-	-	-
Police Department	65,703	55,407	53,669	42,970
Fire & EMS Department	75,155	293,091	165,775	141,331
Operating Grants and Contributions	8,682	10,784	14,939	193,853
Capital Grants and Contributions	-	329,498	-	-
<i>Total Governmental Activities Program Revenues</i>	<u>1,381,774</u>	<u>1,729,806</u>	<u>1,006,439</u>	<u>1,282,645</u>
<i>Business-Type Activities*:</i>				
Charges for Services:				
Dispatch	5,007	-	-	-
Emergency Medical Services	132,274	-	-	-
Capital Grants and Contributions	-	(329,498)	-	-
<i>Total Business-Type Activities Program Revenues</i>	<u>137,281</u>	<u>(329,498)</u>	<u>-</u>	<u>-</u>
Total Primary Government Program Revenues	<u>\$ 1,519,055</u>	<u>\$ 1,400,308</u>	<u>\$ 1,006,439</u>	<u>\$ 1,282,645</u>

GASB Statement No. 68 reporting requirements were implemented in fiscal year 2015. The above information prior to 2015 has not been restated as information is to be reported prospectively.

GASB Statement No. 75 reporting requirements were implemented in fiscal year 2018. The above information prior to 2018 has not been restated as information is to be reported prospectively.

**The Business-type Activities were transferred to the Governmental Activities on October 1, 2014.*

TABLE 2

Fiscal Year					
2018	2019	2020	2021	2022	2023
\$ 2,563	\$ 4,014	\$ 2,868	\$ 4,214	\$ 9,702	\$ 4,627
1,577,337	1,632,100	1,634,035	1,759,169	1,176,310	1,657,964
178,918	167,121	146,243	122,711	96,711	151,561
77,001	90,057	83,634	105,453	111,784	122,065
130,155	150,667	116,527	71,065	78,045	82,110
277,140	313,389	318,172	368,332	339,104	369,850
1,019,129	1,494,060	706,271	747,692	1,018,207	1,002,317
1,418,567	154,499	145,352	284,734	379,211	306,391
457,573	592,481	369,817	763,764	655,962	654,805
1,990,989	1,962,729	2,006,187	1,983,497	1,994,682	2,261,842
199,204	314,718	224,105	269,865	276,637	296,085
1,642,002	1,659,996	1,778,584	1,619,475	1,652,541	1,755,609
360,513	357,277	323,360	299,876	274,697	234,083
9,331,091	8,893,108	7,855,155	8,399,847	8,063,593	8,899,309
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
\$ 9,331,091	\$ 8,893,108	\$ 7,855,155	\$ 8,399,847	\$ 8,063,593	\$ 8,899,309
\$ 445,179	\$ 349,572	\$ 377,323	\$ 410,902	\$ 375,182	\$ 492,840
3,187	4,095	6,483	6,996	5,722	4,027
502,261	506,567	467,196	480,181	365,784	396,362
-	114,570	54,742	35,482	86,999	111,881
54,283	39,933	24,068	30,232	41,416	19,415
165,447	46,865	126,370	180,551	273,978	271,900
53,681	19,946	105,954	399,127	380,425	1,413,433
-	-	-	-	-	-
1,224,038	1,081,548	1,162,136	1,543,471	1,529,506	2,709,858
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
\$ 1,224,038	\$ 1,081,548	\$ 1,162,136	\$ 1,543,471	\$ 1,529,506	\$ 2,709,858

CITY OF HELOTES, TEXAS
CHANGE IN NET POSITION (CONTINUED)
LAST TEN FISCAL YEARS

	Fiscal Year			
	2014	2015	2016	2017
Primary Government Net Expenses				
Governmental Activities	\$ (4,078,351)	\$ (6,148,370)	\$ (7,270,165)	\$ (7,603,809)
Business-Type Activities	(729,565)	(329,498)	-	-
Total Primary Government Net Expenses	<u>\$ (4,807,916)</u>	<u>\$ (6,477,868)</u>	<u>\$ (7,270,165)</u>	<u>\$ (7,603,809)</u>
General Revenues and Other Changes in Net Position				
<i>Governmental Activities:</i>				
Taxes:				
General Property Taxes	\$ 2,681,143	\$ 2,876,136	\$ 3,141,427	\$ 3,377,228
Sales Taxes	1,645,268	1,846,456	2,208,136	2,718,920
Franchise Taxes	527,251	795,805	758,253	785,898
Hotel Occupancy Taxes	-	-	-	-
Interest and Investment earnings	9,874	10,314	15,540	39,661
Proceeds from Sale of Land	-	-	519,514	-
Miscellaneous	61,273	72,931	215,329	213,362
Transfers	-	(2,170,221)	-	-
<i>Total Governmental General Revenues</i>	<u>4,924,809</u>	<u>3,431,421</u>	<u>6,858,199</u>	<u>7,135,069</u>
<i>Business-Type Activities**:</i>				
Interest and Investment earnings	18	-	-	-
Transfers	-	2,170,221	-	-
<i>Total Business-Type General Revenues</i>	<u>18</u>	<u>2,170,221</u>	<u>-</u>	<u>-</u>
Total Primary Government General Revenues	<u>\$ 4,924,827</u>	<u>\$ 5,601,642</u>	<u>\$ 6,858,199</u>	<u>\$ 7,135,069</u>
Changes In Net Position				
Governmental Activities	\$ 846,458	\$ (2,716,949)	\$ (411,966)	\$ (468,740)
Business-Type Activities*	(729,547)	1,840,723	-	-
Total Primary Government	<u>\$ 116,911</u>	<u>\$ (876,226)</u>	<u>\$ (411,966)</u>	<u>\$ (468,740)</u>

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GASB Statement No. 75 reporting requirements were implemented in fiscal year 2018. The above information prior to 2018 has not been restated as information is to be reported prospectively.

**The Business-type Activities were transferred to the Governmental Activities on October 1, 2014.*

TABLE 2 (Cont.)

Fiscal Year					
2018	2019	2020	2021	2022	2023
\$ (8,107,053)	\$ (7,811,560)	\$ (6,693,019)	\$ (6,856,376)	\$ (6,534,087)	\$ (6,189,451)
-	-	-	-	-	-
\$ (8,107,053)	\$ (7,811,560)	\$ (6,693,019)	\$ (6,856,376)	\$ (6,534,087)	\$ (6,189,451)
\$ 3,531,105	\$ 3,737,447	\$ 3,997,600	\$ 4,113,899	\$ 4,259,710	\$ 4,424,388
3,099,082	3,492,555	3,852,457	5,016,498	7,505,227	6,785,847
764,828	747,447	736,278	797,342	889,333	917,455
3,313	22,163	30,225	30,814	33,283	24,005
83,214	110,900	52,320	5,667	99,620	808,264
-	-	-	-	-	-
59,657	72,208	37,604	118,332	149,937	209,492
-	-	-	-	-	-
7,541,199	8,182,720	8,706,484	10,082,552	12,937,110	13,169,451
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
\$ 7,541,199	\$ 8,182,720	\$ 8,706,484	\$ 10,082,552	\$ 12,937,110	\$ 13,169,451
\$ (565,854)	\$ 371,160	\$ 2,013,465	\$ 3,226,176	\$ 6,403,023	\$ 6,980,000
-	-	-	-	-	-
\$ (565,854)	\$ 371,160	\$ 2,013,465	\$ 3,226,176	\$ 6,403,023	\$ 6,980,000

CITY OF HELOTES, TEXAS
FUND BALANCES, GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS

	Fiscal Year			
	2014	2015	2016	2017
<u>General Fund:</u>				
<i>Nonspendable Fund Balance:</i>				
Prepaid Items	\$ -	\$ -	\$ -	\$ -
<i>Total Nonspendable Fund Balance</i>	-	-	-	-
<i>Restricted Fund Balance:</i>				
Public Safety	40,388	-	-	-
Public Education Government	29,833	-	-	-
<i>Total Restricted Fund Balance</i>	70,221	-	-	-
Unassigned Fund Balance	3,786,300	1,660,768	2,101,643	1,996,778
<i>Total General Fund</i>	<u>\$ 3,856,521</u>	<u>\$ 1,660,768</u>	<u>\$ 2,101,643</u>	<u>\$ 1,996,778</u>
<u>All Other Governmental Funds:</u>				
<i>Nonspendable Fund Balance:</i>				
Prepaid Items	\$ 440	\$ -	\$ 2,477	\$ -
<i>Total Nonspendable Fund Balance</i>	440	-	2,477	-
<i>Restricted Fund Balance:</i>				
Public Safety	-	34,215	37,559	38,949
Public Education Government	-	53,002	58,284	61,001
Explorer Post	-	2,783	-	-
Street Maintenance	-	-	135,491	362,248
Hotel Occupancy Tax	-	-	-	-
Tree Mitigation	-	-	-	-
Economic Development	684,370	747,282	733,861	807,430
Debt Service	4,107	15,261	64,428	6,711
Capital Projects	-	4,301,770	3,651,769	2,396,308
<i>Total Restricted Fund Balance</i>	688,477	5,154,313	4,681,392	3,672,647
<i>Committed Fund Balance:</i>				
Capital Projects	6,283	-	-	-
<i>Total Committed Fund Balance</i>	6,283	-	-	-
Unassigned Fund Balance	-	-	-	(1,352)
<i>Total All Other Governmental Funds</i>	<u>\$ 695,200</u>	<u>\$ 5,154,313</u>	<u>\$ 4,683,869</u>	<u>\$ 3,671,295</u>

TABLE 3

Fiscal Year					
2018	2019	2020	2021	2022	2023
\$ 29,397	\$ 36,895	\$ 13,175	\$ 49,285	\$ 910	\$ 16,520
29,397	36,895	13,175	49,285	910	16,520
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
1,908,237	1,590,430	1,763,524	3,075,641	5,441,512	8,592,305
\$ 1,937,634	\$ 1,627,325	\$ 1,776,699	\$ 3,124,926	\$ 5,442,422	\$ 8,608,825
\$ 91,810	\$ -	\$ -	\$ 9,310	\$ -	\$ 1,150
91,810	-	-	9,310	-	1,150
72,137	62,925	78,869	112,330	130,566	148,910
74,258	70,832	89,742	63,892	83,387	103,858
-	-	-	-	-	-
527,662	439,727	932,528	1,863,693	3,201,773	4,393,029
3,326	21,662	51,805	78,380	98,158	117,592
-	-	137,158	138,690	70,325	80,964
950,079	1,291,536	1,808,822	2,086,623	3,198,903	3,801,379
4,117	197,848	384,345	439,642	619,298	946,449
978,910	663,952	720,431	485,518	571,326	-
2,610,489	2,748,482	4,203,700	5,268,768	7,973,736	9,592,181
-	-	-	-	-	985,965
-	-	-	-	-	985,965
-	-	-	-	-	-
\$ 2,702,299	\$ 2,748,482	\$ 4,203,700	\$ 5,278,078	\$ 7,973,736	\$ 10,579,296

CITY OF HELOTES, TEXAS
CHANGES IN FUND BALANCE – GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS

	Fiscal Year			
	2014	2015	2016	2017
REVENUES				
Property Taxes	\$ 2,688,925	\$ 2,868,911	\$ 3,139,203	\$ 3,371,398
Other Taxes	1,645,268	1,846,456	2,208,136	2,718,920
Franchise Fees	527,251	795,805	758,252	785,898
Licenses and Permits	968,433	695,462	418,153	505,877
Fines and Forfeits	329,504	400,971	407,573	439,940
Charges for Services	75,155	206,605	147,248	125,373
Grants and Interlocal Agreements	-	-	-	159,797
Interest	9,874	10,314	15,851	39,657
Miscellaneous	69,955	78,670	230,268	249,060
TOTAL REVENUES	<u>6,314,365</u>	<u>6,903,194</u>	<u>7,324,684</u>	<u>8,395,920</u>
EXPENDITURES				
Current:				
City Council	3,477	3,045	2,427	3,096
City Administration	954,482	1,122,044	1,059,043	1,069,902
Dispatch Services	-	374,095	496,109	558,492
City Secretary	104,296	98,213	109,816	129,969
Human Resources	10,031	17,042	88,357	110,121
Municipal Court	289,042	294,864	248,944	262,390
Animal Control, Public Works	232,348	276,116	271,941	258,112
Development Services	90,866	162,743	199,740	403,530
Buildings and Grounds	282,776	365,604	347,643	376,584
Police Department	1,424,571	1,413,777	1,482,328	1,552,524
Emergency Medical Services	-	450,757	413,288	447,542
Fire Department	1,090,695	1,098,189	1,132,589	1,232,511
Capital Outlay	378,437	212,651	1,002,362	1,675,329
Debt Service:				
Principal	658,787	666,186	802,147	838,192
Interest and Fiscal Charges	331,317	305,166	410,600	399,729
Settlement Payment	-	94,223	-	301,108
TOTAL EXPENDITURES	<u>5,851,125</u>	<u>6,954,715</u>	<u>8,067,334</u>	<u>9,619,131</u>
Excess (Deficiency) of Revenues				
Over (Under) Expenditures	<u>463,240</u>	<u>(51,521)</u>	<u>(742,650)</u>	<u>(1,223,211)</u>
OTHER FINANCING SOURCES (USES)				
Issuance of Debt	200,000	4,315,000	193,567	105,772
Premium on Bond Issuance	-	147,106	-	-
Proceeds from Disposal of Assets	-	-	519,514	-
Insurance Proceeds	-	22,996	-	-
Transfers In (Out)	-	(2,170,221)	-	-
TOTAL OTHER FINANCING SOURCES (USES)	<u>200,000</u>	<u>2,314,881</u>	<u>713,081</u>	<u>105,772</u>
Net Change in Fund Balance	<u>\$ 663,240</u>	<u>\$ 2,263,360</u>	<u>\$ (29,569)</u>	<u>\$ (1,117,439)</u>
Debt Service as a Percentage of Noncapital Expenditures	18.02%	14.36%	15.76%	13.39%

TABLE 4

Fiscal Year					
2018	2019	2020	2021	2022	2023
\$ 3,519,817	\$ 3,733,370	\$ 3,996,871	\$ 4,102,767	\$ 4,246,356	\$ 4,412,675
3,102,395	3,514,718	3,882,682	5,047,312	7,538,510	6,809,852
764,828	747,447	736,279	797,342	889,333	917,455
505,448	510,662	473,679	487,177	371,505	400,389
497,192	386,105	399,993	441,133	416,598	512,255
141,541	137,333	132,313	161,205	310,617	316,683
34,126	-	84,278	383,038	366,103	1,396,693
83,214	110,896	51,516	5,667	99,620	808,264
51,913	182,956	121,603	134,954	164,259	226,232
8,700,474	9,323,487	9,879,214	11,560,595	14,402,901	15,800,498
2,563	4,014	2,868	4,214	9,702	4,627
1,182,004	1,198,404	1,215,124	1,431,686	992,607	1,399,633
526,668	512,749	470,271	489,208	382,995	432,356
76,867	90,200	82,757	104,052	110,868	120,427
129,105	149,906	117,527	70,156	78,100	82,426
277,288	315,293	314,601	367,020	338,558	370,493
355,493	378,616	409,646	482,122	543,866	610,696
597,220	999,902	470,144	552,048	1,105,176	715,470
357,504	576,109	275,812	667,217	437,783	485,238
1,685,610	1,709,858	1,844,224	1,849,416	1,899,154	2,090,911
474,662	555,537	383,138	515,723	555,202	604,192
1,208,272	1,103,301	1,326,224	1,159,513	1,195,852	1,258,927
1,470,247	1,331,288	167,013	193,780	504,614	833,622
849,768	878,766	799,548	806,019	946,912	772,558
372,898	369,578	337,687	312,002	288,358	246,959
258,281	258,281	201,136	201,136	-	-
9,824,450	10,431,802	8,417,720	9,205,312	9,389,747	10,028,535
(1,123,976)	(1,108,315)	1,461,494	2,355,283	5,013,154	5,771,963
65,941	781,189	129,009	67,323	-	-
-	-	-	-	-	-
-	-	14,089	-	-	-
29,895	63,000	-	-	-	-
-	-	-	-	-	-
95,836	844,189	143,098	67,323	-	-
\$ (1,028,140)	\$ (264,126)	\$ 1,604,592	\$ 2,422,606	\$ 5,013,154	\$ 5,771,963
12.55%	13.71%	14.39%	12.65%	14.51%	11.36%

CITY OF HELOTES, TEXAS
TAX REVENUE BY SOURCE, GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS

TABLE 5

<u>Fiscal Year</u>	<u>Property</u>	<u>Sales & Use</u>	<u>Franchise</u>	<u>Hotel Occupancy</u>	<u>Total</u>
2014	\$ 2,688,925	\$ 1,645,268	\$ 527,251	\$ -	\$ 4,861,444
2015	2,868,911	1,846,456	795,805	-	5,511,172
2016	3,139,203	2,208,136	758,252	-	6,105,591
2017	3,371,398	2,718,920	785,898	-	6,876,216
2018	3,519,817	3,099,082	764,828	3,313	7,387,040
2019	3,733,370	3,492,555	747,447	22,163	7,995,535
2020	3,996,871	3,852,457	736,279	30,225	8,615,832
2021	4,102,767	5,016,498	797,342	30,814	9,947,421
2022	4,246,356	7,505,227	889,333	33,283	12,674,199
2023	4,412,675	6,785,847	917,455	24,005	12,139,982

CITY OF HELOTES, TEXAS
 ASSESSED VALUE AND ACTUAL TAXABLE PROPERTY
 LAST TEN FISCAL YEARS

TABLE 6

Fiscal Year Ended September 30,	Residential Property	Commercial Property	Less: Tax-Exempt Property	Total Taxable Assessed Value*	Total Direct Tax Rate
2014	\$ 697,083,124	\$ 146,200,980	\$ 75,978,756	\$ 767,305,348	0.350000
2015	741,137,332	147,042,320	62,375,351	825,804,301	0.350000
2016	822,061,262	173,966,055	81,203,521	914,823,796	0.350000
2017	880,405,573	202,593,210	90,399,368	992,599,415	0.350000
2018	935,682,076	203,255,105	92,878,191	1,046,058,990	0.350000
2019	990,287,349	214,903,210	97,447,904	1,107,742,655	0.350000
2020	1,086,181,131	224,382,485	116,235,617	1,194,327,999	0.350000
2021	1,154,587,296	235,951,017	127,073,018	1,263,465,295	0.346524
2022	1,235,137,592	240,902,303	147,447,395	1,328,592,500	0.343979
2023	1,528,528,718	262,861,535	295,587,401	1,495,802,852	0.316778

Source: Bexar Appraisal District.

* Total Taxable Assessed Value and Total Estimated Actual Value of taxable property is the same.
 The Taxable Assessed Value is further reduced by any freeze adjustments.

CITY OF HELOTES, TEXAS
DIRECT AND OVERLAPPING PROPERTY TAX RATES
LAST TEN FISCAL YEARS

TABLE 7

		City Direct Rates					
		Fiscal Year	General Fund	Debt Service	Total Direct		
		2014	0.271503	0.078497	0.350000		
		2015	0.271503	0.078497	0.350000		
		2016	0.269894	0.080106	0.350000		
		2017	0.278268	0.071732	0.350000		
		2018	0.243142	0.106858	0.350000		
		2019	0.248805	0.101195	0.350000		
		2020	0.261595	0.088405	0.350000		
		2021	0.272646	0.073878	0.346524		
		2022	0.281232	0.062747	0.343979		
		2023	0.273070	0.043708	0.316778		

		Overlapping Rates					Total
Fiscal Year	Total Direct Rate	Northside ISD	University Health System	Alamo Community College	San Antonio River Authority	Bexar County	Direct and Overlapping Rates
2014	0.350000	1.375500	0.276235	0.149150	0.017798	0.326866	2.495549
2015	0.350000	1.375500	0.276235	0.149150	0.017500	0.314500	2.482885
2016	0.350000	1.375500	0.276235	0.149150	0.017290	0.314500	2.482675
2017	0.350000	1.375500	0.276235	0.149150	0.017290	0.308950	2.477125
2018	0.350000	1.375500	0.276235	0.149150	0.017290	0.304097	2.472272
2019	0.350000	1.375500	0.276235	0.149150	0.018580	0.301097	2.470562
2020	0.350000	1.305500	0.276235	0.149150	0.018580	0.301097	2.400562
2021	0.346524	1.285700	0.276235	0.149150	0.018580	0.301097	2.377286
2022	0.343979	1.261300	0.276235	0.149150	0.018580	0.299999	2.349243
2023	0.316778	1.190100	0.276235	0.149150	0.018360	0.299999	2.250622

Source: Information furnished by Bexar County Tax Assessor - Collector

CITY OF HELOTES, TEXAS
PRINCIPAL PROPERTY TAXPAYERS
CURRENT AND NINE YEARS AGO

TABLE 8

Taxpayer	2023			2014		
	Taxable Assessed Value	Rank	Percentage of Total City Taxable Assessed Value	Taxable Assessed Value	Rank	Percentage of Total City Taxable Assessed Value
Wal Mart Stores Inc.	\$ 20,079,210	1	1.34%	\$22,380,970	1	2.92%
Milam Helotes Plaza LLC	9,180,000	2	0.61%			
TKGSM-TX LP	8,111,810	3	0.54%	3,008,930	5	0.39%
Braden 1996 Family LP	6,740,000	4	0.39%			
Shurgard Texas LTD	6,400,000	5	0.45%	2,433,910	8	0.32%
KJK Helotes Town Center LLC	6,050,820	6	0.43%			
Helotes Festival Association	5,945,530	7	0.40%			
L&F-1 LLC	5,905,180	8	0.38%			
Helotes Country Village Owners	5,757,050	9	0.40%			
JDL Texas Ventures	5,725,000	10	0.38%	4,694,760	3	0.61%
Bandera Helotes Plaza LLC				5,180,000	2	0.68%
White Turkey Creek LTD				3,760,815	4	0.49%
Pela General Builders, LLC				2,656,809	6	0.35%
8990 Helotes Holdings LLC				2,438,890	7	0.32%
HSF Properties LLC				2,166,485	9	0.28%
Highland Homes-SA Ltd.				2,056,200	10	0.27%
Total	<u>\$ 79,894,600</u>		<u>5.34%</u>	<u>\$50,777,769</u>		<u>3.70%</u>

Taxable value of \$1,495,802,852

Source: Bexar Appraisal District

CITY OF HELOTES, TEXAS
PROPERTY TAX LEVIES AND COLLECTIONS
LAST TEN FISCAL YEARS

TABLE 9

Fiscal Year Ended September 30,	Taxes Levied for the Fiscal Year	Collected within the Fiscal Year of the Levy		Collections In Subsequent Years	Total Collections to Date	
		Amount	Percentage of Levy		Amount	Percentage of Levy
2014	\$ 2,682,643	\$ 2,668,143	99.46%	10,702	\$ 2,678,845	99.86%
2015	2,866,335	2,846,427	99.31%	16,123	2,862,550	99.87%
2016	3,146,535	3,132,848	99.57%	9,617	3,142,465	99.87%
2017	3,379,649	3,361,931	99.48%	12,486	3,374,417	99.85%
2018	3,541,895	3,519,503	99.37%	14,956	3,534,459	99.79%
2019	3,741,128	3,719,714	99.43%	14,528	3,734,242	99.82%
2020	3,996,662	3,970,245	99.34%	18,047	3,988,292	99.79%
2021	4,179,387	4,157,252	99.47%	13,551	4,170,803	99.79%
2022	4,338,396	4,305,387	99.24%	22,294	4,327,681	99.75%
2023	4,496,829	4,449,000	98.94%	-	4,449,000	98.94%

Source: Bexar County Tax Assessor Collector

CITY OF HELOTES, TEXAS
RATIOS OF OUTSTANDING DEBT BY TYPE
LAST TEN FISCAL YEARS

TABLE 10

Fiscal Year	Governmental Activities			Total Primary Government	Percent of Personal Income*	Per Capita*
	General Obligation Bonds	Certificates of Obligation	Notes Payable			
2014	\$ -	\$ 7,905,000	\$ 210,637	\$ 8,115,637	2.4%	1,001
2015	-	11,650,000	114,270	11,764,270	3.3%	1,407
2016	-	10,965,000	191,780	11,156,780	3.0%	1,299
2017	-	10,382,396	174,360	10,556,756	2.7%	1,205
2018	-	9,615,041	150,533	9,765,574	2.3%	1,065
2019	-	8,992,686	667,956	9,660,642	2.0%	1,010
2020	-	8,345,331	637,417	8,982,748	1.9%	902
2021	-	7,672,976	563,721	8,236,697	1.9%	912
2022	-	6,975,621	306,809	7,282,430	1.6%	806
2023	-	6,253,266	249,251	6,502,517	1.4%	720

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

* Percent of Personal Income and Per Capita is derived by dividing the total debt by Personal Income and the population, respectively reported on the Demographic and Economic Statistics Table (Table 13)

CITY OF HELOTES, TEXAS
DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT
CURRENT YEAR

TABLE 11

Government Unit	Debt Outstanding	Estimated Percentage Applicable	Estimated Share of Overlapping Debt
Debt Repaid with Property Taxes			
Alamo CCD	\$ 773,715,000	0.67%	\$ 5,183,891
Bexar County	2,148,125,000	0.67%	14,392,438
Bexar Co Hospital District	1,320,585,000	0.67%	8,847,920
Northside ISD	2,395,545,000	1.89%	45,275,801
San Antonio MUD #1	510,000	0.23%	1,173
Subtotal, Overlapping Debt			73,701,221
Helotes Direct Debt			6,502,517
Total Direct and Overlapping Debt			<u>\$ 80,203,738</u>

Source: Municipal Advisory Council of Texas

CITY OF HELOTES, TEXAS
LEGAL DEBT MARGIN
LAST TEN FISCAL YEARS

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

TABLE 12

Assessed Value, less applicable freeze adjustments	<u>\$ 1,130,659,447</u>
Debt Limit - 10% of taxable value [1]	\$ 113,065,945
Amount of Debt Applicable to Debt Limit:	
Total Bonded Debt	\$ 6,253,266
Less Funds Available in Debt Service Fund	<u>946,449</u>
Total Amount of Debt Applicable to Debt Limit	<u>5,306,817</u>
Legal Debt Margin	<u>\$ 107,759,128</u>

	Fiscal Year		
	<u>2020</u>	<u>2021</u>	<u>2022</u>
Debt Limit	\$ 93,228,207	\$ 97,779,851	\$ 101,104,395
Total Net Debt Applicable to Debt Limit	<u>(7,960,986)</u>	<u>(7,233,334)</u>	<u>(6,356,323)</u>
Legal Debt Margin	<u>\$ 85,267,221</u>	<u>\$ 90,546,517</u>	<u>\$ 94,748,072</u>

	Fiscal Year		
	<u>2017</u>	<u>2018</u>	<u>2019</u>
Debt Limit	\$ 79,987,484	\$ 83,346,557	\$ 87,311,347
Total Net Debt Applicable to Debt Limit	<u>(10,550,045)</u>	<u>(9,761,457)</u>	<u>(8,794,838)</u>
Legal Debt Margin	<u>\$ 69,437,439</u>	<u>\$ 73,585,100</u>	<u>\$ 78,516,509</u>

	Fiscal Year		
	<u>2014</u>	<u>2015</u>	<u>2016</u>
Debt Limit	\$ 63,313,192	\$ 67,595,035	\$ 74,438,083
Total Net Debt Applicable to Debt Limit	<u>(8,111,530)</u>	<u>(11,749,009)</u>	<u>(11,092,352)</u>
Legal Debt Margin	<u>\$ 55,201,662</u>	<u>\$ 55,846,026</u>	<u>\$ 63,345,731</u>

CITY OF HELOTES, TEXAS
DEMOGRAPHIC AND ECONOMIC STATISTICS
LAST TEN FISCAL YEARS

TABLE 13
Unemployment
Rate

Year	Population	Personal Income	Per Capita Income	Median Age	School Enrollment	Unemployment Rate
2014	8,104	\$ 340,798,000	\$ 42,053	41.1	4,256	4.3%
2015	8,364	351,731,000	42,053	44.4	4,284	3.7%
2016	8,591	367,454,000	42,772	44.4	4,448	3.5%
2017	8,758	396,492,000	45,272	43.6	4,415	3.2%
2018	9,169	418,308,000	45,622	44.0	4,368	3.2%
2019	9,567	478,790,000	50,046	44.0	4,276	2.8%
2020	9,961	478,078,000	47,995	44.0	4,336	7.3%
2021	9,030	433,395,000	47,995	44.1	4,268	3.9%
2022	9,178	448,667,000	48,885	44.8	3,952	3.3%
2023	9,597	479,293,000	49,942	44.7	3,667	3.9%

Sources: Population, per capita income and median age information provided by the United States Census Bureau. School enrollment information was provided by the Northside Independent School District. Unemployment rates were provided by the Bureau of Labor Statistics.

CITY OF HELOTES, TEXAS
PRINCIPAL EMPLOYERS
CURRENT YEAR AND NINE YEARS AGO

TABLE 14

Employer	2023			2014		
	Employees	Rank	Percentage of Total City Employment	Employees	Rank	Percentage of Total City Employment
Joint Base San Antonio (JBSA)	82,639	1	7.23%			
HEB Food Stores	20,000	2	1.75%	20,000	1	1.98%
USAA	19,000	3	1.66%	16,000	2	1.58%
City of San Antonio	13,420	4	1.17%	9,154	5	0.90%
Northside ISD	12,206	5	1.07%	12,751	3	1.26%
Methodist Healthcare System	12,000	6	1.05%	8,118	6	0.80%
North East ISD	8,208	7	0.72%	10,052	4	0.99%
San Antonio ISD	7,500	8	0.66%	7,000	8	0.69%
UT Health Science	7,200	9	0.63%			
Baptist Health System	6,490	10	0.57%	7,205	7	0.71%
JP Morgan Chase				5,200	9	0.51%
Wells Fargo				5,153	10	0.51%
Total	<u>188,663</u>		<u>16.51%</u>	<u>100,633</u>		<u>9.93%</u>

The City of Helotes, Texas is surrounded by the City of San Antonio, and no data is available for the employers in Helotes, Texas. The above data is for the City of San Antonio.

Source: San Antonio Economic Development Foundation

**CITY OF HELOTES, TEXAS
OPERATING INDICATORS BY FUNCTION
LAST TEN FISCAL YEARS**

TABLE 15

Function	Fiscal Year									
	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
Animal Control/Code Enforcement										
Animals Impounded	65	101	101	83	78	78	44	47	56	53
Animals Returned to Owner	-	31	36	40	40	40	13	25	25	28
Transfers to Vet Clinics	66	64	36	12	18	18	12	11	22	33
Transfers to Humane Society	-	6	29	36	37	37	29	20	27	20
Animals Euthanized	-	-	8	2	1	1	2	2	2	5
City Secretary										
Number of Public Info Requests	461	537	279	348	228	242	240	211	225	239
Court										
Number of Cases Filed	5,756	6,476	5,673	7,208	6,553	3,434	4,010	2,350	2,812	8,785
Number of Cases Closed	3,462	3,624	3,474	3,834	4,279	3,351	4,129	3,199	2,264	4,741
Warnings/Voids	2,509	2,625	2,260	2,346	2,246	1,738	2,066	2,020	3,308	4,038
Inactive Cases	2,504	2,694	3,048	3,450	4,238	1,294	703	987	946	946
Development Services										
Building Permits Issued	2,594	2,039	2,045	2,316	2,530	1,357	115	178	199	125
Business Licenses Issued	1,438	897	310	234	245	180	31	44	25	36
Food Establishment Inspections	31	42	53	64	87	58	110	79	73	100
Foster/Adoption Inspections	5	2	3	5	4	3	3	4	-	1
Dispatch										
Calls for Service	10,438	28,100	52,036	49,974	28,920	28,920	33,069	33,608	31,839	29,967
Number of 911 Calls Received	3,432	7,324	13,113	9,651	4,098	4,098	4,022	5,621	4,965	3,771
Number of 911 Calls Dispatched	726	883	4,025	3,645	1,588	1,588	2,743	3,558	2,999	2,905
EMS										
Requests for Transport	473	607	719	679	830	794	731	779	890	846
Actual Transports	224	259	303	273	302	304	285	324	340	368
EMT Students	-	-	-	1	2	2	6	39	67	207
Finance										
Number of Checks Issued	1,503	1,555	1,426	1,462	1,637	1,674	1,522	1,326	1,482	1,494
Fire										
Number of Rescue/Other Respor	285	222	258	285	299	258	259	334	320	341
Number of Fire Responses	29	25	25	38	32	40	40	31	31	29
Number of Inspections	258	279	446	382	384	380	401	444	466	479
Number of Training Classes Con	344	401	404	669	393	402	517	591	615	634
Number of Pre-Plan Inspections	67	64	67	71	77	71	76	78	89	88
Helotes Magazine										
Number of Magazines Printed	-	-	-	46,000	64,000	64,000	64,000	-	-	-
Human Resources										
Number of New Employees Proc	16	14	18	20	16	16	19	19	18	31
Police										
Calls for Service	7,934	8,458	6,150	3,323	3,436	3,666	3,296	3,180	3,427	4,300
Arrests	196	205	190	217	246	263	256	232	287	433
Traffic Violations	5,756	6,476	5,673	7,208	6,553	5,086	6,191	4,362	6,157	11,277
Accidents	243	358	331	266	265	248	226	302	387	403
Public Relations / Events										
Number of Social Media Posts	-	-	621	1,022	714	714	887	2,621	5,268	842
Number of Community Events	-	-	26	26	26	26	10	14	28	26
Public Works & Facilities										
Number of Buildings Maintained	6	6	6	6	6	6	6	6	6	8
Square Footage	40,405	40,405	40,405	40,405	40,405	40,405	40,405	40,405	40,705	40,705
Warrants										
Warrants Issued	1,455	1,085	1,300	1,179	1,169	1,169	724	1,049	1,017	935
Warrants Cleared	1,097	821	851	802	842	842	1,566	916	1,019	727
Active Warrants	345	282	391	611	873	873	484	644	645	693

Source: Various city departments.

CITY OF HELOTES, TEXAS
CAPITAL ASSETS STATISTICS BY FUNCTION
LAST TEN FISCAL YEARS

TABLE 16

Function	Fiscal Year									
	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
Animal Control / Code Enforcement Vehicles	1	1	1	2	2	2	2	2	2	2
EMS Ambulances	2	2	2	2	2	2	2	2	2	2
Fire Stations	1	1	1	1	1	1	1	1	1	1
Fire Vehicles	8	8	8	8	8	7	7	7	7	7
Helotes Area Community Band Trailer	1	1	1	1	1	1	1	1	1	1
Police Stations	1	1	1	1	1	1	1	1	1	1
Patrol Units	11	12	13	12	13	13	12	12	13	13
Parks & Recreation Parks - Developed	2	3	3	3	3	3	3	3	3	3
Parks - Undeveloped	3	2	2	2	2	2	2	2	2	2
Playground	1	1	1	1	1	1	1	1	2	2
Public Works & Facilities Streets, paved (miles)	38.4	38.4	38.4	40	41.7	42.5	42.5	42.5	44.73	43.28
Streets, unpaved (miles)	0	0	0	0	0	0	0	0	0	0
Vehicles	3	3	4	5	6	5	7	7	7	8
Trailers	4	4	4	4	5	7	8	8	8	8
Generators (Buildings)	2	2	2	2	2	2	2	2	2	2
Generators (Portable)	1	2	2	3	3	2	3	3	3	3
Warrants Vehicles	1	1	1	1	1	1	1	1	1	1
Administration Vehicles	0	0	0	0	0	0	0	1	1	1

CITY OF HELOTES, TEXAS
FULL-TIME EQUIVALENT CITY GOVERNMENT EMPLOYEES BY FUNCTION
LAST TEN FISCAL YEARS

TABLE 17

Function	Fiscal Year End									
	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
<i>General Government</i>										
City Administrator	1.0	1.0	1.0	1.0	1.0	1.0	1.0	1.0	1.0	1.0
Assistant City Administrator	0.0	0.0	0.0	0.0	1.0	1.0	-	-	-	-
Secretary	1.0	1.0	1.0	1.0	1.0	1.0	1.0	1.0	1.0	1.0
Personnel/Finance	1.5	1.5	2.5	2.5	3.0	3.0	4.0	4.0	3.0	3.0
Municipal Court	4.0	6.0	6.0	6.5	6.5	6.5	5.5	5.5	5.5	6.5
<i>Public Safety</i>										
Police Department	21.5	25.0	24.5	25.0	25.0	25.0	24.0	24.0	24.0	34.5
Dispatch	7.5	7.5	7.0	9.0	10.0	10.0	9.0	9.0	9.0	8.0
Fire Department/EMS	23.5	27.0	26.5	26.5	23.0	23.0	23.0	20.0	20.0	20.0
<i>Public Works</i>										
Development Services	2.0	2.0	2.5	2.5	2.0	2.0	2.0	3.0	3.0	3.0
Animal Control/Code Enforcem	1.5	1.0	1.0	1.0	1.0	1.0	1.0	1.0	1.0	2.0
Streets and Grounds	1.0	2.5	3.0	3.5	5.0	5.0	6.0	7.0	8.0	11.0
<i>Culture and Recreation</i>										
Public Relations/Special Events	0.0	2.5	3.0	3.0	5.0	5.0	4.5	3.0	3.0	3.0
<i>Total</i>	64.5	77.0	78.0	81.5	83.5	83.5	81.0	78.5	78.5	93.0

COMPLIANCE SECTION



Armstrong, Vaughan & Associates, P. C.

Certified Public Accountants

REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON
COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL
STATEMENTS PERFORMED IN ACCORDANCE WITH
GOVERNMENT AUDITING STANDARDS

Independent Auditor's Report

The Honorable Mayor and
Members of the City Council
City of Helotes, Texas

We have audited, in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the City of Helotes, Texas, as of and for the year ended September 30, 2023, and the related notes to the financial statements, which collectively comprise the City's basic financial statements, and have issued our report thereon dated February 23, 2024.

Report on Internal Control Over Financial Reporting

In planning and performing our audit, we considered the City of Helotes, Texas' internal control over financial reporting to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the City of Helotes, Texas' internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the City of Helotes, Texas' internal control.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over financial reporting that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control over financial reporting that we consider to be material weaknesses. However, material weaknesses may exist that have not yet been identified.

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether the City of Helotes, Texas' financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

We noted other matters that we have reported to management of City of Helotes in a separate letter dated February 23, 2024.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

A handwritten signature in cursive script that reads "Armstrong, Vaughan & Associates, P.C.".

Armstrong, Vaughan & Associates, P.C.

February 23, 2024

