

CITY OF SANTA CLARA, TEXAS

ANNUAL FINANCIAL REPORT

FISCAL YEAR ENDED

SEPTEMBER 30, 2022





CITY OF SANTA CLARA, TEXAS
ANNUAL FINANCIAL REPORT

FISCAL YEAR ENDED SEPTEMBER 30, 2022

CITY OFFICIALS

MAYOR

JEFF HUNT

CITY COUNCIL

MARIAN CARTY

ERNEST SCHOENEFELDT

DANNY TRAMMELL

JIM FOLBRE

LYNETTE SIERER

CITY SECRETARY

DONNA WHITE

ATTORNEY

THE AKERS LAW FIRM

CITY OF SANTA CLARA, TEXAS
ANNUAL FINANCIAL REPORT

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INDEPENDENT AUDITOR'S REPORT

The Mayor and City Council
City of Santa Clara, Texas

Report on the Audit of the Financial Statements

Opinions

We have audited the accompanying financial statements of the governmental activities and the major fund of the City of Santa Clara, Texas, as of and for the year ended September 30, 2022, and the related notes to the financial statements, which collectively comprise the City of Santa Clara, Texas'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 and the major fund of the City of Santa Clara, Texas, as of September 30, 2022, and the respective changes in financial position for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS). 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 Santa Clara, Texas 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 opinion.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of these 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 Santa Clara, Texas's ability to continue as a going concern for one year after the date that the financial statements are issued.

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 opinion. 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 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, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the City of Santa Clara, Texas's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the City of Santa Clara, Texas'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 the management's discussion and analysis, and budgetary comparison information be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City of Santa Clara, Texas's basic financial statements. The comparative fund statements are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The comparative fund statements are the responsibility of management and are derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Information

Management is responsible for the other information included in the annual report. The other information comprises the 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.



Armstrong, Vaughan & Associates, P.C.

May 15, 2023

**CITY OF SANTA CLARA
MANAGEMENT’S DISCUSSION AND ANALYSIS
FOR FISCAL YEAR ENDED SEPTEMBER 30, 2022**

The discussion and analysis of the City of Santa Clara’s financial performance provides an overview of the City’s financial activity for the fiscal year ended September 30, 2022. It should be read in conjunction with the financial statements that follow.

Financial Highlights

- The City’s net position was \$3.15 million at September 30, 2022, an increase of \$388 thousand.
- The City’s total revenues were \$1.1 million. The previous year’s revenues were \$591 thousand. The primary reasons for the increase were the American Rescue Plan Grant, the construction defect settlement, the increase in permit fees and the increase in municipal court revenue.
- The City’s expenses were \$690 thousand compared to \$336 thousand in the prior year. This increase was due primarily to the growing municipal court and police departments.

Using this Annual Report

This annual report consists of three parts: Management’s Discussion and Analysis, Financial Statements, and Required Supplementary Information. The Statements of Net Position and Activities provide information on the City as a whole with a focus on economic resources. The city’s net position – the difference between assets and liabilities – is a way to measure financial health or financial position. The fund financial statements present the City’s operations with a focus on financial resources.

Government-wide Statements

Statement of Net Position

Table 1 shows summarized assets and liabilities of the City and is presented on the accrual basis. The total net position was \$3.15 million at September 30, 2022.

Table 1
City of Santa Clara
Statement of Net Position

	2022	2021
Current Assets	\$ 1,832,247	\$ 1,364,599
Capital Assets	1,509,960	1,533,312
Total Assets	3,342,207	2,897,911
Current Liabilities	193,289	119,870
Long-Term Liabilities	-	17,494
Total Liabilities	193,289	137,364
Net Investment in Capital Assets	1,492,466	1,496,686
Restricted	5,000	39,927
Unrestricted Assets	1,651,452	1,223,934
Total Net Position	\$ 3,148,918	\$ 2,760,547

Statement of Activities

Table 2 summarizes the expenses and revenues of the City and is also presented on the accrual basis. General Revenues consist primarily of payments from Calpine and Ad Valorem Taxes. The City also received a bond payment for a construction defect settlement in the current year.

Table 2
City of Santa Clara
Changes in Net Position

	2022	2021
Expenses		
General Government	\$ 205,614	\$ 117,775
Streets and Highways	153,288	123,001
Public Safety	329,183	92,206
Interest	1,628	2,709
Total Expenses	689,713	335,691
Program Revenues		
Charges for Services	241,419	37,147
Operating Grants and Contributions	1,187	1,176
Total Program Revenues	242,606	38,323
General Revenues		
Industrial District Agreement	441,418	407,659
Construction Defect Settlement	150,000	-
Ad Valorem Taxes	102,366	91,250
Sales and Use Taxes	34,878	32,792
Franchise Taxes	16,768	16,085
Grants	79,217	-
Other Revenues	10,831	5,142
Total General Revenues	835,478	552,928
Change in Net Position	388,371	255,560
Beginning Net Position	2,760,547	2,504,987
Ending Net Position	\$ 3,148,918	\$ 2,760,547

Fund Financial Statements

Balance Sheet

The Balance sheet shows the financial assets, liabilities and reserves for the City. Long-term assets and liabilities are not presented on this statement because the focus is on current financial resources.

Statement of Revenues, Expenditures and Changes in Fund Balance

This statement shows the revenues and expenditures for the City. The revenue from Ad Valorem tax makes up 9% of the total revenues (15% in the prior year). Industrial District payments made up 41% of total revenues (69% in the prior year). Total expenditures increased \$177 thousand or 35% due primarily to the increase in public safety.

Budgetary Analysis

The City has one fund – general. The original adopted budget was amended during the year. The general fund expenditures were \$298 thousand less than budgeted, and revenues exceeded the budget by \$510 thousand. The City did not budget for court revenue or grant revenue from the American Rescue Plan.

Capital Assets

At the end of the fiscal year, the City's net investment in capital assets totals \$1.51 million, a decrease of \$23 thousand from the prior year. The City is continuing street improvements but limited activity occurred in 2022. More detailed information regarding capital assets may be found in the Notes to the Basic Financial Statements.

Economic Factors and Next Year's Budgets and Rates

The 2022-2023 budget expects revenues to remain comparable to 2021-2022 without the construction defect settlement. Expenditures are projected to increase to \$1.6 million as street improvements are planned. No significant changes to city services are anticipated.

Contacting the City's Financial Management

The financial report is designed to provide a general overview of the City's finances and to show the City's accountability to its taxpayers. If you have any questions about this report or need additional information, contact the City office at City of Santa Clara, 1653 N Santa Clara Rd, Marion, TX 78124.

CITY OF SANTA CLARA
ANNUAL FINANCIAL REPORT
YEAR ENDED SEPTEMBER 30, 2022

BASIC FINANCIAL STATEMENTS

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

- Government – Wide Financial Statements
- 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 SANTA CLARA
STATEMENT OF NET POSITION
SEPTEMBER 30, 2022

	Governmental Activities
ASSETS	
<i>Current Assets:</i>	
Cash and Cash Equivalents	\$ 1,406,320
Certificates of Deposit	407,303
Accounts Receivable - Sales Tax	5,663
Accounts Receivable - Ad Valorem	5,266
Accounts Receivable - Franchise Tax	5,195
Prepaid Expenses	2,500
<i>Total Current Assets</i>	1,832,247
<i>Capital Assets:</i>	
Buildings & Improvements	196,334
Infrastructure	1,853,359
Furniture & Equipment	109,397
Land	92,404
Construction in Progress	175,561
Accumulated Depreciation	(917,095)
<i>Total Capital Assets</i>	1,509,960
TOTAL ASSETS	3,342,207
LIABILITIES	
<i>Current Liabilities:</i>	
Accounts Payable	25,286
Court Costs Payable	38,893
Payroll Taxes Payable	4,562
Note Payable - Current Portion	17,494
Unearned Grant Revenue	107,054
<i>Total Current Liabilities</i>	193,289
TOTAL LIABILITIES	193,289
NET POSITION	
Net Investment in Capital Assets	1,492,466
Restricted for:	
Youth Activities	5,000
Unrestricted	1,651,452
TOTAL NET POSITION	\$ 3,148,918

See accompanying notes to basic financial statements.

CITY OF SANTA CLARA
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED SEPTEMBER 30, 2022

FUNCTIONS AND PROGRAMS	Expenses	Program Revenues		Net Revenue (Expense)
		Charges for Services	Operating Grants and Contributions	Total Governmental Activities
GOVERNMENTAL ACTIVITIES:				
General Government	\$ 205,614	\$ 84,426	\$ -	\$ (121,188)
Public Safety	329,183	156,993	1,187	(171,003)
Streets and Highways	153,288	-	-	(153,288)
Interest	1,628	-	-	(1,628)
TOTAL GOVERNMENTAL ACTIVITIES	\$ 689,713	\$ 241,419	\$ 1,187	(447,107)
 GENERAL REVENUES				
Industrial District Agreement				441,418
Construction Defect Settlement				150,000
Ad Valorem Tax				102,366
General Grants				79,217
Sales Tax				34,878
Franchise Tax				16,768
Miscellaneous Income				6,307
Interest Income				4,524
TOTAL GENERAL REVENUES				835,478
Change in Net Position				388,371
NET POSITION AT BEGINNING OF YEAR				2,760,547
NET POSITION AT END OF YEAR				\$ 3,148,918

See accompanying notes to basic financial statements.

CITY OF SANTA CLARA
BALANCE SHEET – GOVERNMENTAL FUND
SEPTEMBER 30, 2022

ASSETS

Cash and Cash Equivalents	\$ 1,406,320
Certificates of Deposit	407,303
Accounts Receivable - Sales Tax	5,663
Accounts Receivable - Franchise Tax	5,195
Accounts Receivable - Ad Valorem	5,266
Prepaid Items	<u>2,500</u>

TOTAL ASSETS \$ 1,832,247

LIABILITIES, DEFERRED INFLOW OF RESOURCES, AND FUND BALANCES

Liabilities:

Accounts Payable	\$ 25,286
Court Costs Payable	38,893
Payroll Taxes Payable	4,562
Unearned Revenue - Grant	<u>107,054</u>
<i>Total Liabilities</i>	<u><u>175,795</u></u>

Deferred Inflow of Resources:

Unavailable Revenue - Ad Valorem	<u>5,266</u>
<i>Total Deferred Inflow of Resources</i>	<u><u>5,266</u></u>

Fund Balances:

Nonspendable Prepaid Items	2,500
Restricted for:	
Youth Activities	5,000
Assigned for:	
Road Repairs	83,166
Building Replacement	89,156
Land Purchase	155,670
Unassigned	<u>1,315,694</u>
<i>Total Fund Balances</i>	<u><u>1,651,186</u></u>

**TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES,
AND FUND BALANCES** \$ 1,832,247

CITY OF SANTA CLARA
RECONCILIATION TO STATEMENT OF NET POSITION – GOVERNMENTAL FUND
SEPTEMBER 30, 2022

TOTAL FUND BALANCE - GOVERNMENTAL FUND	\$ 1,651,186
Amounts reported for governmental activities in the Statement of Net Position are different because:	
Property Taxes not available to pay for current expenditures are deferred in the fund statements.	5,266
Long-term liabilities, including notes payable, are not due and payable in the current period and, therefore, not reported in the funds.	(17,494)
Capital Assets used in governmental activities are not financial resources and, therefore, are not reported in the general fund.	<u>1,509,960</u>
TOTAL NET POSITION - GOVERNMENTAL ACTIVITIES	<u><u>\$ 3,148,918</u></u>

See accompanying notes to basic financial statements.

CITY OF SANTA CLARA
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCES – GOVERNMENTAL FUND
FOR THE YEAR ENDED SEPTEMBER 30, 2022

REVENUES	
Industrial District Agreement	\$ 441,418
Fines and Forfeitures	156,751
Construction Defect Settlement	150,000
Ad Valorem Tax	99,578
Permits	84,013
Grants	79,217
Sales Tax	34,878
Franchise Tax	16,768
Other Revenues	6,720
Interest Income	4,524
Child Safety	1,186
TOTAL REVENUES	<u>1,075,053</u>
 EXPENDITURES	
General Government	186,075
Public Safety	326,391
Streets and Highways	87,044
Capital Outlay	64,979
Debt Service:	
Principal Loan Payments	19,132
Interest	1,628
TOTAL EXPENDITURES	<u>685,249</u>
 Excess of Revenues over Expenditures	 389,804
 FUND BALANCE AT BEGINNING OF YEAR	 <u>1,261,382</u>
 FUND BALANCE AT END OF YEAR	 <u><u>\$ 1,651,186</u></u>

See accompanying notes to basic financial statements.

CITY OF SANTA CLARA
RECONCILIATION TO STATEMENT OF ACTIVITIES – GOVERNMENTAL ACTIVITIES
FOR THE YEAR ENDED SEPTEMBER 30, 2022

NET CHANGE IN FUND BALANCES - GOVERNMENTAL FUND		\$ 389,804
Amounts reported for governmental activities in the Statement of Activities are different because:		
The changes in property taxes receivable reported in the statement of activities do not provide current financial resources and, therefore, are not reported as revenue in the governmental funds.		2,787
The issuance of long-term debt (e.g. notes payable) provides current financial resources to governmental funds, which the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any affect on net position.		
Principal Payments		19,132
Governmental funds report capital outlay 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	64,979	
Depreciation	(88,331)	(23,352)
CHANGE IN NET POSITION - GOVERNMENTAL ACTIVITIES		\$ 388,371

See accompanying notes to basic financial statements.

CITY OF SANTA CLARA
NOTES TO BASIC FINANCIAL STATEMENTS
SEPTEMBER 30, 2022

NOTE A -- SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of the City of Santa Clara, Texas (“City”) are presented in accordance with generally accepted accounting principles (GAAP) applicable to state and local governmental units as set forth by the Governmental Accounting Standards Board. A summary of the City’s significant accounting policies consistently applied in the preparation of the accompanying financial statements follow:

1. REPORTING ENTITY

The City of Santa Clara was established in May of 1999 and is governed by an elected mayor and five-member council. The City is located in Guadalupe County, Texas.

The City’s annual financial report includes the accounts of all City operations. The financial statements of the City of Santa Clara, Texas, have been prepared in accordance with generally accepted accounting principles. The Government Accounting Standards Board (GASB) is the accepted standard-setting body for establishing government accounting and financial reporting principles.

In evaluating how to define the government for financial purposes, management has considered all potential component units. The definition of the reporting entity is based primarily on the concept of financial accountability. A primary government is financially accountable for the organizations that make up its legal entity. It is also financially accountable for legally separate organizations if its officials appoint a voting majority of an organization’s governing body and either it is able to impose its will on that organization or there is a potential for the organization to provide specific financial benefits to, or to impose specific financial burdens on, the primary government. Based on the foregoing criteria, there were no component units identified that would require inclusion in this report.

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, except for fiduciary activities. Governmental activities are supported mainly by ad valorem tax, sales tax revenues and income from an industrial district agreement.

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 charges to customers or applicants who purchase, use or directly benefit from goods, services or privileges provided by a given function. Taxes and other items not properly included in program revenues are reported as general revenues.

Separate **fund financial statements** are provided for governmental funds which meet the criteria as a **major governmental fund**. The general fund is the only major fund of the City and there were no non-major funds.

CITY OF SANTA CLARA
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
SEPTEMBER 30, 2022

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

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.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the government considers revenue to be available if collected within 60 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under the accrual basis of accounting. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due.

The government reports the following major governmental fund:

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 sales tax, and industrial district agreement payments. Primary expenditures are for general administration, public safety, and street maintenance.

4. CASH AND EQUIVALENTS

The City considers all checking, money market and certificates of deposit with maturities of three months or less as cash and cash equivalents.

5. ACCOUNTS RECEIVABLE

Property taxes are levied based on taxable value at January 1 and become due October 1, and are past due after January 31. Accordingly, receivables and revenues for property taxes and franchise taxes are reflected on the government-wide statement based on the full accrual method of accounting. Property tax receivables for the prior year's levy are shown net of an allowance for uncollectible accounts. Management has estimated that all past due property tax receivables are collectible, and, thus, the allowance is zero for September 30, 2022.

Accounts receivable represents amounts due from the state for sales tax collections. Reimbursements for services performed are recorded as receivables and revenues when they are earned in the government-wide statements.

CITY OF SANTA CLARA
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
SEPTEMBER 30, 2022

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

6. PREPAID ITEMS

Payments made for goods and services in advance are recorded as prepaid items on the balance sheet.

7. DEFERRED INFLOWS AND OUTFLOWS OF RESOURCES

A deferred outflow of resources is a consumption of net position that is applicable to a future reporting period while a deferred inflow of resources is an acquisition of net position. These items are presented in a separate section following assets (deferred outflows) or liabilities (deferred inflows) on the statement of net position and the balance sheet.

Property tax revenues are recognized when they become both measurable and available in the fund statements. Available means when due, or past due, and receivable within the current period or expected to be collected soon enough thereafter to be used to pay liabilities of the current period. Property tax revenues not expected to be available for the current period are reflected as unavailable revenue (a deferred inflow of resources).

8. CAPITAL ASSETS

Capital assets, which include land, buildings and improvements, equipment, and infrastructure are reported in the governmental activities column in the government-wide financial statements. Capital assets are defined as assets costing over \$3,000 and having an estimated useful life over 1 year. Capital assets are recorded at historical costs if purchased or constructed. Donated capital assets are recorded at estimated fair market 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 plant and equipment.

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

<u>ASSETS</u>	<u>YEARS</u>
Buildings and improvements	10 to 30 years
Infrastructure (Roads)	30 years
Furniture and equipment	5 years
Land	40 years

CITY OF SANTA CLARA
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
SEPTEMBER 30, 2022

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

9. FUND EQUITY

Fund balances in governmental funds are classified as follows:

Non-spendable - 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 only be used for a specific purpose by a resolution of City Council. Committed amounts cannot be used for any other purpose unless the City Council removes those constraints through the same formal action.

Assigned - Represents amounts which the City intends to use for a specific purpose but do not meet the criteria of restricted or committed. The City Council may make assignments and 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.

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

10. NET POSITION

Net position represents the difference between assets 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.

11. 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 and 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.

CITY OF SANTA CLARA
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
SEPTEMBER 30, 2022

NOTE B -- CASH AND INVESTMENTS

As of September 30, 2022, the City's bank deposits exceeded the coverage provided by the FDIC and the additional pledged collateral by \$60,249. The City has adopted an investment policy restricting the types of investments it may purchase. As of September 30, 2022, the City has only invested in certificates of deposit totaling \$407,303. Certificates of deposit are reported at amortized cost.

NOTE C -- PROPERTY TAX CALENDAR

The City's property tax is levied and becomes collectible each October 1 based on the assessed values listed as of the prior January 1, which is the date a lien attaches to all taxable property in the City. Assessed values are established by the Guadalupe County Appraisal District. Assessed values are reduced by lawful exemptions to arrive at taxable values.

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 principal and interest on long-term debt. For fiscal year ended September 30, 2022, the assessed tax rate for the City was \$0.164300 per \$100 of assessed value, which was \$60.5 million for the 2021 tax year. Thus the City has a tax margin of \$2.3357 for each \$100 of assessed value and could increase its annual levy by approximately \$1.41 million based upon the present assessed valuation before the limit is reached. However, the City is generally limited to annual increases of 3.5% in the tax levy without requiring voter approval.

CITY OF SANTA CLARA
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
SEPTEMBER 30, 2022

NOTE D -- CAPITAL ASSETS

Capital asset activity for the year ended September 30, 2022 was as follows:

<u>Governmental Activities</u>	Balance 10/1/21	Additions	Disposals	Balance 9/30/22
Furniture & Equipment	\$ 93,941	\$ 15,456	\$ -	\$ 109,397
Infrastructure (Roads)	1,853,359	-	-	1,853,359
Building and Improvements	196,334	-	-	196,334
Land	92,404	-	-	92,404
Construction in Progress	126,038	49,523	-	175,561
	<u>2,362,076</u>	<u>64,979</u>	<u>-</u>	<u>2,427,055</u>
Less Accumulated Depreciation:				
Furniture & Equipment	(24,384)	(14,061)	-	(38,445)
Infrastructure (Roads)	(721,996)	(61,779)	-	(783,775)
Building and Improvements	<u>(82,384)</u>	<u>(12,491)</u>	<u>-</u>	<u>(94,875)</u>
	<u>(828,764)</u>	<u>(88,331)</u>	<u>-</u>	<u>(917,095)</u>
Governmental Capital Assets, Net	<u>\$ 1,533,312</u>	<u>\$ (23,352)</u>	<u>\$ -</u>	<u>\$ 1,509,960</u>

Land and Construction in Progress are not depreciated.

Depreciation Expense was allocated to the following governmental functions:

General Government	\$ 19,537
Public Safety	2,550
Streets and Highways	66,244
Total Current Depreciation	<u>\$ 88,331</u>

CITY OF SANTA CLARA
 NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
 SEPTEMBER 30, 2022

NOTE E -- NOTE PAYABLE

The City purchased land in June 2018 and financed the payments through Marion State Bank. The original balance of the note is \$90,000 and bears interest at 5.75%. Monthly payments are required at \$1,730 each. The note matures on September 6, 2023 and is secured by deposit balances.

	Balance 10/1/2021	Additions	Retirements	Balance 9/30/2022	Due Within One Year
Note Payable	\$ 36,626	\$ -	\$ (19,132)	\$ 17,494	\$ 17,494
	\$ 36,626	\$ -	\$ (19,132)	\$ 17,494	\$ 17,494

Future payments, based on conditions at September 30, 2022, are as follows:

	Principal	Interest	Total
2023	\$ 17,494	\$ 575	\$ 18,069
	\$ 17,494	\$ 575	\$ 18,069

NOTE F -- INDUSTRIAL DISTRICT AGREEMENT/CONCENTRATION

The City has an Industrial District Agreement with Calpine Corporation (formerly Guadalupe Power Partners, LP) under the authority of Texas Local Government Code Section 42.044, and other applicable laws. The term of the agreement is fourteen years: October 1, 2014 through September 30, 2029. Payments are due each year on October 1 and are deemed to be paid in advance for the fiscal year that follows. The following schedule summarizes the remaining contractual payments:

Fiscal Year Ending September 30,	Payment
2023	\$ 477,534
2024	516,159
2025	557,451
2026	601,583
2027	648,734
2028-2029	1,451,969
	\$ 4,253,430

This agreement represents 41% of general fund revenues. Should Calpine Corporation be unable to honor this agreement the City's operations would be significantly impacted.

CITY OF SANTA CLARA
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
SEPTEMBER 30, 2022

NOTE G -- CONSTRUCTION DEFECT SETTLEMENT

The City received a bond payment due to unacceptable construction work on a road repair project. The amount received is recorded as Construction Defect Settlement revenue on the Statement of Activities and Statement of Revenues, Expenditures and Changes in Fund Balances.

NOTE H -- RISK MANAGEMENT

The City has identified possible risk of losses arising from events such as the following:

1. Torts.
2. Theft of, damage to, or destruction of assets.
3. Errors and omissions.
4. Job-related illnesses or injuries to employees.
5. Acts of God.

The City contracts with Texas Municipal League providers to provide insurance coverage for identified risks. TML is a multi-government group that provides for a combination of modified self-insurance and stop-loss coverage. Contributions are set annually by TML. Liability by the City is generally limited to the contributed amounts. Annual contributions for the year ended September 30, 2022 were \$7,886.

NOTE I -- COMMITMENTS

The City entered into a five year contract with a vendor during the prior fiscal year. The contract is to provide maintenance for the Municipal Court software. The agreement is to pay \$5,500 per year for five years beginning in 2021 and ending in 2025.

In January 2023 the City accepted a bid from a construction vendor for \$974,250 to complete the Santa Clara Loop and Wetz Road construction and drainage project.

NOTE J -- LITIGATION

The City is unaware of any threatened or pending litigation that may have a material effect on the financial statements.



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

CITY OF SANTA CLARA
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
GENERAL FUND
FOR THE YEAR ENDED SEPTEMBER 30, 2022

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Industrial District Agreement	\$ 441,418	\$ 441,418	\$ 441,418	\$ -
Ad Valorem Tax	98,408	98,408	99,578	1,170
Sales Tax	22,000	22,000	34,878	12,878
Permits	-	-	84,013	84,013
Interest Income	3,000	3,000	4,524	1,524
Child Safety	-	-	1,186	1,186
Franchise Tax	-	-	16,768	16,768
Fines and Forfeitures	-	-	156,751	156,751
Grants	-	-	79,217	79,217
Construction Defect Settlement	-	-	150,000	150,000
Other Revenue	100	100	6,720	6,620
TOTAL REVENUES	564,926	564,926	1,075,053	510,127
EXPENDITURES				
<i>General Government:</i>				
Personnel Costs	36,000	69,179	75,786	(6,607)
Legal and Accounting	38,750	38,750	37,800	950
Utilities	3,520	3,520	4,521	(1,001)
Telephone	800	800	821	(21)
Insurance	8,500	8,500	8,629	(129)
Dues	2,400	2,400	1,785	615
Elections	5,200	5,200	-	5,200
Communications	2,000	2,000	348	1,652
Building Maintenance	1,471	1,471	4,715	(3,244)
Office Supplies	15,000	15,000	7,234	7,766
Community Library	3,500	3,500	3,500	-
Engineering	-	-	38,313	(38,313)
Miscellaneous	2,300	2,300	2,623	(323)
<i>Total General Government</i>	119,441	152,620	186,075	(33,455)
<i>Public Safety:</i>				
Personnel Costs	61,592	213,566	217,940	(4,374)
Supplies and Equipment	4,952	12,278	70,315	(58,037)
Marion Fire Department	3,000	26,184	26,184	-
Schertz Emergency Medical Service	11,559	11,559	11,952	(393)
<i>Total Public Safety</i>	\$ 81,103	\$ 263,587	\$ 326,391	\$ (62,804)

CITY OF SANTA CLARA
 REQUIRED SUPPLEMENTARY INFORMATION
 SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE-
 BUDGET AND ACTUAL
 GENERAL FUND (CONTINUED)
 FOR THE YEAR ENDED SEPTEMBER 30, 2022

	<u>Budgeted Amounts</u>		Actual Amounts	Variance with Final Budget
	<u>Original</u>	<u>Final</u>		Positive (Negative)
EXPENDITURES (CONT.):				
<i>Debt Service:</i>				
Principal Loan Payments	\$ 19,132	\$ 19,132	\$ 19,132	\$ -
Interest	1,628	1,628	1,628	-
<i>Total Debt Service</i>	<u>20,760</u>	<u>20,760</u>	<u>20,760</u>	<u>-</u>
 <i>Streets and Highways:</i>				
Road Repairs	443,643	443,643	62,284	381,359
Personnel Costs	35,000	37,690	24,760	12,930
<i>Total Streets and Highways</i>	<u>478,643</u>	<u>481,333</u>	<u>87,044</u>	<u>394,289</u>
 <i>Capital Outlay</i>	<u>64,979</u>	<u>64,979</u>	<u>64,979</u>	<u>-</u>
TOTAL EXPENDITURES	<u>764,926</u>	<u>983,279</u>	<u>685,249</u>	<u>298,030</u>
 Net Change in Fund Balance	(200,000)	(418,353)	389,804	808,157
 BEGINNING FUND BALANCE	<u>1,261,382</u>	<u>1,261,382</u>	<u>1,261,382</u>	<u>-</u>
 ENDING FUND BALANCE	<u>\$ 1,061,382</u>	<u>\$ 843,029</u>	<u>\$ 1,651,186</u>	<u>\$ 808,157</u>

CITY OF SANTA CLARA
NOTES TO SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL – GENERAL FUND
SEPTEMBER 30, 2022

Budgetary Information – Budgets are prepared for the general fund in accordance with the modified accrual basis of accounting. 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 City does not use encumbrance accounting.

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.

Contents

- Comparative Balance Sheets - General Fund
- Comparative Statements of Revenues, Expenditures and Changes in Fund Balance – General Fund

CITY OF SANTA CLARA
COMPARATIVE BALANCE SHEETS
GENERAL FUND
SEPTEMBER 30, 2022 AND 2021

	2022	2021
ASSETS		
Cash and Cash Equivalents	\$ 1,406,320	\$ 944,859
Certificates of Deposit	407,303	404,623
Accounts Receivable - Sales Tax	5,663	6,437
Accounts Receivable - Ad Valorem	5,266	2,479
Accounts Receivable - Franchise Tax	5,195	3,701
Prepaid Items	2,500	2,500
TOTAL ASSETS	\$ 1,832,247	\$ 1,364,599
 LIABILITIES, DEFERRED INFLOW OF RESOURCES, AND FUND BALANCES		
<i>Liabilities:</i>		
Accounts Payable	\$ 25,286	\$ 2,891
Court Costs Payable	38,893	4,803
Payroll Taxes Payable	4,562	-
Unearned Revenues - Grant	107,054	93,044
<i>Total Liabilities</i>	175,795	100,738
 <i>Deferred Inflow of Resources:</i>		
Unavailable Revenues - Ad Valorem	5,266	2,479
<i>Total Deferred Inflow of Resources</i>	5,266	2,479
 <i>Fund Balances:</i>		
Nonspendable Prepaid Items	2,500	2,500
Restricted for:		
Law Enforcement	-	30,000
Youth Activities	5,000	-
Child Safety	-	9,927
Assigned for:		
Road Repairs	83,166	82,582
Building Replacement	89,156	88,867
Land Purchase	155,670	154,566
Unassigned	1,315,694	892,940
<i>Total Fund Balances</i>	1,651,186	1,261,382
 TOTAL LIABILITIES, DEFERRED INFLOW OF RESOURCES, AND FUND BALANCES	 \$ 1,832,247	 \$ 1,364,599

CITY OF SANTA CLARA
 COMPARATIVE STATEMENTS OF REVENUES, EXPENDITURES, AND CHANGES IN
 FUND BALANCE – GENERAL FUND
 FOR THE YEARS ENDED SEPTEMBER 30, 2022 AND 2021

	2022	2021
REVENUES		
Industrial District Agreement	\$ 441,418	\$ 407,659
Fines and Forfeitures	156,751	18,739
Construction Defect Settlement	150,000	-
Ad Valorem Tax	99,578	90,568
Permits	84,013	18,317
Grants	79,217	-
Sales Tax	34,878	32,792
Franchise Tax	16,768	16,085
Other Revenues	6,720	91
Interest Income	4,524	5,142
Child Safety	1,186	1,177
TOTAL REVENUES	1,075,053	590,570
 EXPENDITURES		
General Government	186,075	98,541
Public Safety	326,391	92,206
Streets and Highways	87,044	61,222
Capital Outlay	64,979	235,594
Debt Service		
Principal Loan Payments	19,132	18,051
Interest	1,628	2,709
TOTAL EXPENDITURES	685,249	508,323
 Net Change in Fund Balance	 389,804	 82,247
 FUND BALANCE - BEGINNING OF YEAR	 1,261,382	 1,179,135
 FUND BALANCE - END OF YEAR	 \$ 1,651,186	 \$ 1,261,382



STATISTICAL SECTION

The following unaudited Statistical Tables reflect social and economic data, financial trends and fiscal capacity of the City.

This part of the City of Santa Clara's annual financial report represents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about Santa Clara's overall financial health.

Contents

Financial Trends - Tables 1 through 5

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

Revenue Capacity - Table 6 through 9

These schedules contain information to help the reader assess one of Santa Clara's significant local revenue sources.

Demographic and Economic Information - Tables 10 and 11

These schedules offer demographic and economic indicators to help the reader understand the environment within which Santa Clara's financial activities take place.

CITY OF SANTA CLARA
NET POSITION BY COMPONENT
LAST TEN FISCAL YEARS

	Fiscal Year			
	2013	2014	2015	2016
Governmental Activities				
Net Investment in capital assets	\$ 1,030,640	\$ 1,067,780	\$ 1,057,369	\$ 1,051,772
Restricted	31,683	33,057	33,995	34,757
Unrestricted	272,682	272,818	466,039	634,683
Total governmental activities net position	<u>\$ 1,335,005</u>	<u>\$ 1,373,655</u>	<u>\$ 1,557,403</u>	<u>\$ 1,721,212</u>

TABLE 1

Fiscal Year					
2017	2018	2019	2020	2021	2022
\$ 1,240,242	\$ 1,213,680	\$ 1,344,067	\$ 1,324,056	\$ 1,496,686	\$ 1,492,466
35,714	36,722	37,775	38,750	39,927	5,000
587,298	788,588	839,227	1,142,181	1,223,934	1,651,452
<u>\$ 1,863,254</u>	<u>\$ 2,038,990</u>	<u>\$ 2,221,069</u>	<u>\$ 2,504,987</u>	<u>\$ 2,760,547</u>	<u>\$ 3,148,918</u>

CITY OF SANTA CLARA
CHANGE IN NET POSITION
LAST TEN FISCAL YEARS

	Fiscal Year			
	2013	2014	2015	2016
Expenses				
Governmental Activities				
General Government	\$ 41,542	\$ 38,944	\$ 59,938	\$ 72,902
Public Safety	12,120	12,396	12,679	12,969
Streets and Highways	85,156	90,151	108,297	128,520
Interest and Fiscal Charges	-	-	-	-
Total Governmental Activities Expenses	<u>\$ 138,818</u>	<u>\$ 141,491</u>	<u>\$ 180,914</u>	<u>\$ 214,391</u>
Program Revenues				
Governmental Activities				
Charges for Services:				
General Government	\$ 125	\$ 200	\$ 9,525	\$ 3,700
Public Safety	-	-	-	-
Streets and Highways	1,082	-	-	-
Operating Grants and Contributions	846	934	938	5,761
Total Governmental Activities Program Revenues	<u>\$ 2,053</u>	<u>\$ 1,134</u>	<u>\$ 10,463</u>	<u>\$ 9,461</u>
Net (Expense) Revenue				
Total Governmental Activities	<u>\$ (136,765)</u>	<u>\$ (140,357)</u>	<u>\$ (170,451)</u>	<u>\$ (204,930)</u>
General Revenues				
Governmental Activities				
Industrial District Agreement	\$ 130,000	\$ 130,010	\$ 300,000	\$ 306,000
General Grants	-	-	-	-
Construction Defect Settlement	-	-	-	-
Ad Valorem Tax	-	35,762	39,065	43,336
Franchise Tax	-	-	-	-
Sales Tax	9,814	11,638	13,752	17,534
Interest Income	1,110	1,033	1,382	1,869
Other Revenues	299	564	-	-
Total Governmental Activities	<u>\$ 141,223</u>	<u>\$ 179,007</u>	<u>\$ 354,199</u>	<u>\$ 368,739</u>
Changes in Net Position				
Governmental Activities	<u>\$ 4,458</u>	<u>\$ 38,650</u>	<u>\$ 183,748</u>	<u>\$ 163,809</u>

TABLE 2

Fiscal Year					
2017	2018	2019	2020	2021	2022
\$ 70,575	\$ 81,005	\$ 103,260	\$ 106,424	\$ 117,775	\$ 205,614
13,354	13,447	13,790	14,137	92,206	329,183
158,302	139,203	162,720	128,302	123,001	153,288
-	1,228	4,690	3,739	2,709	1,628
<u>\$ 242,231</u>	<u>\$ 234,883</u>	<u>\$ 284,460</u>	<u>\$ 252,602</u>	<u>\$ 335,691</u>	<u>\$ 689,713</u>
\$ 1,325	\$ 1,200	\$ 8,795	\$ 12,473	\$ 18,408	\$ 84,426
-	-	-	-	18,739	156,993
-	-	-	-	-	-
5,957	5,573	1,053	975	1,176	1,187
<u>\$ 7,282</u>	<u>\$ 6,773</u>	<u>\$ 9,848</u>	<u>\$ 13,448</u>	<u>\$ 38,323</u>	<u>\$ 242,606</u>
<u>\$ (234,949)</u>	<u>\$ (228,110)</u>	<u>\$ (274,612)</u>	<u>\$ (239,154)</u>	<u>\$ (297,368)</u>	<u>\$ (447,107)</u>
\$ 312,120	\$ 328,523	\$ 346,649	\$ 376,114	\$ 407,659	\$ 441,418
-	-	-	-	-	79,217
-	-	-	-	-	150,000
48,433	53,088	81,674	87,708	91,250	102,366
-	-	-	-	16,085	16,768
14,131	18,552	23,111	37,195	32,792	34,878
2,307	3,683	5,257	22,055	5,142	4,524
-	-	-	-	-	6,307
<u>\$ 376,991</u>	<u>\$ 403,846</u>	<u>\$ 456,691</u>	<u>\$ 523,072</u>	<u>\$ 552,928</u>	<u>\$ 835,478</u>
<u>\$ 142,042</u>	<u>\$ 175,736</u>	<u>\$ 182,079</u>	<u>\$ 283,918</u>	<u>\$ 255,560</u>	<u>\$ 388,371</u>

CITY OF SANTA CLARA
 FUND BALANCES, GOVERNMENTAL FUNDS
 LAST TEN FISCAL YEARS

	Fiscal Year			
	2013	2014	2015	2016
General Fund				
Nonspendable	\$ -	\$ 6,300	\$ 2,000	\$ 2,000
Restricted	31,683	33,057	33,995	34,757
Assigned	78,174	78,269	78,654	182,151
Unassigned	194,079	187,718	384,679	449,046
Total General Fund	<u>\$ 303,936</u>	<u>\$ 305,344</u>	<u>\$ 499,328</u>	<u>\$ 667,954</u>

TABLE 3

Fiscal Year					
2017	2018	2019	2020	2021	2022
\$ 2,000	\$ 2,000	\$ 2,500	\$ 2,500	\$ 2,500	\$ 2,500
35,714	36,722	37,775	38,750	39,927	5,000
313,372	310,542	393,866	387,740	326,015	327,992
270,409	474,762	440,626	750,145	892,940	1,315,694
<u>\$ 621,495</u>	<u>\$ 824,026</u>	<u>\$ 874,767</u>	<u>\$ 1,179,135</u>	<u>\$ 1,261,382</u>	<u>\$ 1,651,186</u>

CITY OF SANTA CLARA
CHANGES IN FUND BALANCE
LAST TEN FISCAL YEARS

	Fiscal Year			
	2013	2014	2015	2016
REVENUES				
Industrial District Agreement	\$ 130,000	\$ 130,010	\$ 300,000	\$ 306,000
Construction Defect Settlement	-	-	-	-
Ad Valorem Tax	122	35,660	38,890	42,556
Franchise Tax	-	-	-	-
Fines and Forfeitures	-	-	-	-
Sales Tax	9,814	11,638	13,752	17,534
Other Revenues	1,066	764	225	5,375
Grants	-	-	-	-
Permits	-	-	9,300	3,325
Interest Income	1,110	1,033	1,382	1,869
Child Safety	846	934	938	761
TOTAL REVENUES	142,958	180,039	364,487	377,420
EXPENDITURES				
General Government	37,132	35,245	56,306	67,994
Public Safety	12,120	12,396	12,679	12,969
Streets and Highways	158,072	47,886	63,262	83,486
Capital Outlay	-	83,104	38,256	44,345
Debt Service:				
Principal	-	-	-	-
Interest	-	-	-	-
TOTAL EXPENDITURES	207,324	178,631	170,503	208,794
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(64,366)	1,408	193,984	168,626
OTHER FINANCING SOURCES (USES)				
Loan Proceeds	-	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	-	-	-	-
Net Change in Fund Balance	\$ (64,366)	\$ 1,408	\$ 193,984	\$ 168,626
Debt Service Expenditures as a Percentage of Noncapital Expenditures	0.0%	0.0%	0.0%	0.0%

TABLE 4

Fiscal Year						
2017	2018	2019	2020	2021	2022	
\$ 312,120	\$ 328,523	\$ 346,649	\$ 376,114	\$ 407,659	\$ 441,418	
-	-	-	-	-	150,000	
48,401	53,322	80,723	88,145	90,568	99,578	
-	-	-	-	16,085	16,768	
-	-	-	-	18,739	156,751	
14,131	18,552	23,111	37,195	32,792	34,878	
5,075	4,940	236	375	91	6,720	
-	-	-	-	-	79,217	
1,250	825	8,670	12,098	18,317	84,013	
2,307	3,683	5,147	22,057	5,142	4,524	
957	1,008	1,053	975	1,177	1,186	
<u>384,241</u>	<u>410,853</u>	<u>465,589</u>	<u>536,959</u>	<u>590,570</u>	<u>1,075,053</u>	
66,945	77,373	97,455	91,162	98,541	186,075	
13,354	13,447	13,790	14,137	92,206	326,391	
108,495	83,115	104,673	66,524	61,222	87,044	
241,906	120,927	178,170	40,008	235,594	64,979	
-	2,232	16,070	17,021	18,051	19,132	
-	1,228	4,690	3,739	2,709	1,628	
<u>430,700</u>	<u>298,322</u>	<u>414,848</u>	<u>232,591</u>	<u>508,323</u>	<u>685,249</u>	
<u>(46,459)</u>	<u>112,531</u>	<u>50,741</u>	<u>304,368</u>	<u>82,247</u>	<u>389,804</u>	
-	90,000	-	-	-	-	
-	90,000	-	-	-	-	
<u>\$ (46,459)</u>	<u>\$ 202,531</u>	<u>\$ 50,741</u>	<u>\$ 304,368</u>	<u>\$ 82,247</u>	<u>\$ 389,804</u>	
0.0%	2.0%	9.6%	12.1%	8.2%	3.5%	

CITY OF SANTA CLARA
 TAX REVENUE BY SOURCE
 LAST TEN FISCAL YEARS

TABLE 5

Fiscal Year	Sales & Use	Ad Valorem	Franchise
2013	\$ 9,814	\$ 122	\$ -
2014	11,638	35,660	-
2015	13,752	38,890	-
2016	17,534	42,556	-
2017	14,131	48,401	-
2018	18,552	53,322	-
2019	23,111	80,723	-
2020	37,195	88,145	-
2021	32,792	90,568	16,085
2022	34,878	99,578	16,768

CITY OF SANTA CLARA
 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
2013	\$ -	\$ -	\$ -	\$ -	-
2014	29,656,990	10,436,079	10,687,236	29,405,833	0.120000
2015	31,626,749	9,306,333	8,811,212	32,121,870	0.119800
2016	34,013,302	11,535,822	10,319,124	35,230,000	0.120000
2017	37,301,176	14,140,913	11,243,756	40,198,333	0.120000
2018	42,990,450	18,209,692	17,129,587	44,070,555	0.120000
2019	48,871,062	19,033,363	18,894,687	49,009,738	0.164300
2020	54,139,401	21,160,968	22,220,302	53,080,067	0.164300
2021	57,747,628	24,408,097	26,683,595	55,472,130	0.164300
2022	65,198,841	26,394,410	31,109,916	60,483,335	0.164300

Source: Guadalupe Appraisal District.
 Tax rates are per \$100 of assessed value.
 Taxes were not levied in fiscal year 2013.

CITY OF SANTA CLARA
 DIRECT AND OVERLAPPING PROPERTY TAX RATES
 LAST TEN FISCAL YEARS

TABLE 7

Fiscal Period	Direct	Overlapping		Total
	City	Marion ISD	Guadalupe County	
2013	0.000000	1.280000	0.399900	1.679900
2014	0.120000	1.280000	0.394100	1.794100
2015	0.119800	1.280000	0.385100	1.784900
2016	0.120000	1.350000	0.385100	1.855100
2017	0.120000	1.350000	0.379900	1.849900
2018	0.120000	1.350000	0.381900	1.851900
2019	0.164300	1.350000	0.381900	1.896200
2020	0.164300	1.428400	0.385400	1.978100
2021	0.164300	1.385500	0.429900	1.979700
2022	0.164300	1.320300	0.393900	1.878500

Note: Overlapping governments are those that coincide, at least in part, within the geographic boundaries of the City.

Source: Guadalupe County Tax Assessor Collector

CITY OF SANTA CLARA
 PRINCIPAL PROPERTY TAXPAYERS
 CURRENT AND NINE YEARS AGO

TABLE 8

	2022			2014		
	Taxable Assessed Value	Rank	Percentage of Assessed Valuation	Taxable Assessed Value	Rank	Percentage of Assessed Valuation
	Nystel, Joseph W & Angela K	\$ 544,275	1	0.90%		
Clutter, Chistopher Edward	525,681	2	0.87%			
FK Capital Partners LLC	501,891	3	0.83%			
Woods, Damon Scott & Kim	482,731	4	0.80%			
Marroquin, Roberto & Teresa C	448,360	5	0.74%			
Winkler, James Dustin & Misty Ann	445,134	6	0.74%			
Swaim, Linda & Sam	427,500	7	0.71%			
Harris, Matthew & Tiffany	425,380	8	0.70%			
Morales, Jorge & Hannah	423,436	9	0.70%			
Hanna, Stephen & April	421,858	10	0.70%			
Firstmark Credit Union				\$ 435,108	1	1.48%
Magouirk, Priscilla				267,966	2	0.91%
Kusenberger, Glen & Trisha				264,656	3	0.90%
Garza, Rene & Holly				264,371	4	0.90%
Hurt, Leah				262,076	5	0.89%
Oba, Chad & Rubi				239,970	6	0.82%
Hodges, Caroll & Courtney				239,017	7	0.81%
Bennett, Gregg & Mary				217,922	8	0.74%
Robles, Juan & Maria				215,898	9	0.73%
Land, Laura & Jeffrey				215,628	10	0.73%
Total	<u>\$ 4,646,246</u>		<u>7.68%</u>	<u>\$ 2,622,612</u>		<u>8.92%</u>

Source: Guadalupe Appraisal District.

Note: A property tax was not levied for 2013. Information for 2014 is presented instead.

CITY OF SANTA CLARA
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
2013	\$ -	\$ -	0.00%	\$ -	\$ -	0.00%
2014	35,287	34,744	98.46%	509	35,253	99.90%
2015	38,482	37,899	98.49%	372	38,271	99.45%
2016	42,276	41,851	98.99%	222	42,073	99.52%
2017	48,238	47,339	98.14%	589	47,928	99.36%
2018	52,885	52,031	98.39%	653	52,684	99.62%
2019	80,523	79,239	98.41%	19	79,258	98.43%
2020	87,211	86,303	98.96%	543	86,846	99.58%
2021	91,162	89,907	98.62%	638	90,545	99.32%
2022	99,438	97,851	98.40%	-	97,851	98.40%

Source: Guadalupe County Tax Assessor Collector.

CITY OF SANTA CLARA
 DEMOGRAPHIC AND ECONOMIC STATISTICS
 LAST TEN FISCAL YEARS

TABLE 10

Year	Population	Per Capita Personal Income *	Median Age ¹	Unemployment Rate
2013	722	\$ 31,971	37.4	6.0%
2014	729	40,399	38.4	6.0%
2015	738	38,439	48.2	3.4%
2016	725	40,092	36.4	4.3%
2017	725	42,164	45.0	3.2%
2018	741	43,019	42.6	3.1%
2019	725	44,809	45.0	3.3%
2020	769	45,705	45.6	3.2%
2021	776	46,619	43.5	4.1%
2022	761	47,552	43.3	3.2%

¹Sources: Unemployment rate provided by the Texas Workforce Commission for Guadalupe County. Population and median age provided by United States Census Bureau.

*Per capita personal income provided by the Bureau of Economic Analysis for Guadalupe County.

CITY OF SANTA CLARA
PRINCIPAL EMPLOYERS
CURRENT AND NINE YEARS AGO

TABLE 11

	2022			2013		
	Employees	Rank	Percentage of Total City Employment	Employees	Rank	Percentage of Total City Employment
Vitesco (Continental AG)	1,565	1	11.77%	1,002	3	8.91%
Texas Power Systems/CAT	1,480	2	11.13%	1,206	1	10.72%
Seguin Independent School District	1,130	3	8.50%	1,085	2	9.64%
CMC Steel	830	4	6.24%	847	5	7.53%
Guadalupe Regional Medical Center	765	5	5.75%	667	6	5.93%
Guadalupe County	650	6	4.89%	573	7	5.09%
Tyson Foods	550	7	4.14%	850	4	7.55%
Texas Lutheran University	440	8	3.31%	-		--
City of Seguin	429	9	3.23%	338	9	3.00%
HEB	400	10	3.01%	-		--
Wal-Mart Super Center	-		--	400	8	3.55%
Texas Lutheran University	-		--	314	10	2.79%
Total	8,239		61.97%	7,282		64.71%

Source: Seguin Area Chamber of Commerce, Texas Workforce Commission, and Seguin Economic Development Corporation.

Employment in the City of Santa Clara is limited and most employees commute to the Seguin area. Thus, the above data is for Seguin.

