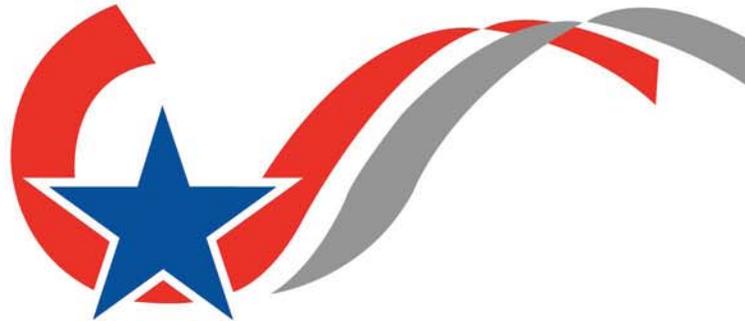




CITY OF COLLEGE STATION  
*Home of Texas A&M University®*

COMPREHENSIVE ANNUAL FINANCIAL REPORT  
FOR FISCAL YEAR ENDED SEPTEMBER 30, 2015  
CITY OF COLLEGE STATION, TEXAS



CITY OF COLLEGE STATION

*Home of Texas A&M University®*

## **Mission Statement**

**On behalf of the citizens of College Station, home of Texas A&M University, we will promote and advance the community's quality of life.**

[www.cstx.gov](http://www.cstx.gov)

**CITY OF COLLEGE STATION, TEXAS**

**COMPREHENSIVE ANNUAL FINANCIAL REPORT  
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2015**

**PREPARED BY THE  
CITY OF COLLEGE STATION FISCAL SERVICES DEPARTMENT  
JEFF KERSTEN, ASSISTANT CITY MANAGER  
BUDGET & FINANCIAL REPORTING DIVISION**

**CITY OF COLLEGE STATION, TEXAS**  
**COMPREHENSIVE ANNUAL FINANCIAL REPORT**  
**FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2015**

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CITY OF COLLEGE STATION  
*Home of Texas A&M University®*



March 18, 2016

Honorable Mayor, Members of the City Council, and  
Citizens of the City of College Station  
College Station, Texas

The City Manager and the Fiscal Services Department are pleased to submit the Comprehensive Annual Financial Report for the City of College Station, Texas (the "City") for the fiscal year ended September 30, 2015.

This report is published to provide to the City Council, City staff, our citizens, our bondholders and other interested parties detailed information concerning the financial condition and activities of the City government. Responsibility for both the accuracy of the presented data and the completeness and fairness of the presentation, including all disclosures, rests with the City.

To the best of our knowledge and belief, the data is accurate in all material aspects, and is organized in a manner designed to fairly present the financial position and results of operations of the City as measured by the financial activity of its various funds. We also believe that all disclosures necessary to enable the reader to gain the maximum understanding of the City's financial affairs have been included.

Ingram, Wallis & Company, P.C., Certified Public Accountants, has issued an unmodified ("clean") opinion on the city's financial statements for the year ended September 30, 2015. The independent auditors' report is located at the front of the financial section of this report.

Management's discussion and analysis (MD&A) immediately follows the independent auditors' report and provides a narrative introduction, overview, and analysis of the basic financial statements. The MD&A complements this letter of transmittal.

## **CITY PROFILE**

### **Location**

The City of College Station, incorporated in 1938, is located in Brazos County in East Central Texas, approximately 140 miles north of the Gulf of Mexico, approximately 90 miles northwest of Houston, approximately 165 miles south of Dallas and approximately 100 miles east of Austin, in an area referred to as the Brazos Valley. The City currently has a land area of 51.16 square miles and a current estimated population of 104,459 as of September 2015. The City has the power, by state statute, to extend its corporate limits by annexation, which it has done periodically.

## **Structure**

The City of College Station is a home rule city operating under the Council-Manager form of government. The City Council is composed of a mayor and six council members, elected at large, who enact local laws, determine policies and adopt the annual budget. The City Manager is appointed by the City Council and is responsible for the daily management of the City. The Basic Financial Statements of the City include all government activities, organizations and functions for which the City is financially responsible as defined by the Governmental Accounting Standards Board. Based on these criteria, no other governmental organizations are included in this report. For additional information on the reporting entity, refer to Note I-A in the basic financial statements.

## **Services Provided**

The City provides its citizens those services that have proven to be necessary and meaningful and which the City can provide at the least cost. Major services provided under general government and enterprise functions are: police and fire protection, emergency medical service, electric services, water and wastewater services, sanitation services, parks and recreation facilities, library services, street improvements and general administrative services. Internal services of the City, accounted for on a cost reimbursement basis, are fleet services, equipment replacement, utility customer service, risk management, employee health, workers' compensation and unemployment coverage.

## **Accounting System and Budgetary Control**

The City's accounting records for general governmental operations are maintained on a modified accrual basis, with the revenues recorded when available and measurable, and expenditures recorded when the services or goods are received and the liabilities incurred. Accounting records for the City's utilities and other proprietary activities are maintained on a full accrual basis with revenues recorded when earned and expenses recorded as goods or services are provided to the user.

In developing and maintaining the City's accounting system, consideration is given to the adequacy of the internal control structure. Internal accounting controls are designed to provide reasonable, but not absolute, assurance regarding: (1) the safeguarding of assets against loss from unauthorized use or disposition, and (2) the reliability of financial records for preparing financial statements and maintaining accountability for assets. The concept of reasonable assurance recognizes that (1) the cost of a control should not exceed the benefits likely to be derived, and (2) the evaluation of costs and benefits requires estimates and judgments by management.

All internal accounting control evaluations occur within the above framework. We believe that the City's internal accounting controls adequately safeguard assets and provide reasonable assurance of proper recording of financial transactions.

The City charter provides that the City Council shall adopt the annual budget prepared by City Management as revised by the City Council. This budget is reviewed and revised by the City Council and is formally adopted by the passage of a budget ordinance. The City Manager is authorized to transfer budgeted amounts between line items and departments within all funds other than the General Fund. The City Council must authorize transfers between General Fund departments and all increases in total spending in any fund.

Budgetary control over spending is at the department level within the City's General Fund and at the individual fund appropriation in all other funds. The City's departments have direct access to review budgets as often as necessary. Monthly closing reports are prepared and reviewed by

management showing revenues, expenditures, and balance sheets. Summarized financial reports and budget reports are prepared on a quarterly basis.

## **FACTORS AFFECTING FINANCIAL CONDITION**

### **Economic Conditions**

Economic conditions remain positive in the City of College Station. Sales tax revenues have been strong for the past several years, and property values have continued to increase as well, with new construction continuing at a strong pace. Growth continues throughout the City. In the northern part of the City, construction continues along the University Drive Corridor with the construction of mixed use developments including Northpoint Crossing and the upcoming redevelopment of the Chimney Hill shopping center. In addition, the Century Square mixed-use development along University Drive is underway and is expected to include hotels; a conference center; office, living and retail space; as well as restaurants. There also continues to be activity in the Bio-Corridor. Multi-family construction continues to take place around the city as well.

Plans for development continue in the Medical District in the southern part of the City east of Highway 6 and south of Rock Prairie Road. The City Council approved an Infrastructure and Economic Development Agreement designed to facilitate the installation of primary infrastructure needed to activate the larger area for private development. There is also increased interest by business prospects to potentially locate in the College Station Business Center and the Spring Creek Corporate campus. Retail development continues, especially in the southern part of the City with new restaurants and other businesses opening and others under construction. The tourism and hospitality industry continues to grow with hotel rooms under construction in College Station. The multi-purpose synthetic fields in Veterans Park have been utilized for a variety of events including the popular 7 on 7 football tournament. The City again hosted the very successful Texas Amateur Athletic Federation Games of Texas, which attracted thousands of visitors to the region. These facilities, along with the Facilities Access Agreement in place for facilities at Texas A&M University, will attract additional events that, otherwise, likely would not have come to the area.

Texas A&M University continues to see significant growth and development. The redevelopment of Kyle Field was completed in time for the start of the 2015 football season. Enrollment continues to increase at Texas A&M University and is estimated to be over 59,000 for the fall semester. Construction of new buildings and facilities on campus continues to accommodate this growth.

All of this positive economic news puts strains on the city services, such as public safety, the transportation system, utilities and other core services.

### **2015 Major Accomplishments**

Below are highlight accomplishments for 2015.

- **Public Safety - Police:** Additional resources were included in the Police Department budget to keep up with growth in the community. Six additional positions and associated equipment and vehicles were added. These include two Traffic Officers, one Animal Control Officer, one Police Assistant/Civilian Training Coordinator, one Assistant Information Manager/Open Records Supervisor, and one Public Safety GIS Analyst.
- **Public Safety – Fire:** The Fire Department replaced Emergency Medical Services equipment that reached the end of its useful life. This included cardiac monitors and stretchers. Also included were four firefighter positions to begin the staffing of a second ladder truck. This was the first of a multi-year plan to add a new ladder truck to be located at Station #6 on University Drive.

- **Public Works:** Funds were included to maintain the City's infrastructure. This includes \$600,000 in increased funding for street repair. Also, one additional position was included for other routine street maintenance such as pothole patching and crack sealing. \$300,000 was also utilized for repairs to City facilities.
- **Parks and Recreation:** Funds were available this year for improvements in parks facilities including court resurfacing, playground equipment replacement and resurfacing, replacement of various park amenities, and repair to pavilion facilities.
- **Provide Competitive Compensation and Benefits:** Maintaining a competitive pay and benefit structure allows the City to attract and retain well qualified employees who are on the front lines of providing services to the citizens and visitors of College Station. The FY 15 budget included a 3.5% pool for performance pay increases for eligible employees. The City has a step plan for the Police Department, and provided additional funding for the Fire Department pay plan and the pay plan for electric employees. The City continues to provide generous benefits, such as 2 options for Medical, Dental & Prescription insurance, life insurance, defined benefit pension plan, post-employment medical insurance, etc. – all at a competitive cost to the employee. There were no significant changes in employee benefits in 2015.

**Major Capital Projects Completed in 2015 include:**

- Jones Butler Street Extension
- Cooner Street and Utility Rehabilitation
- Dominik Sidewalks from Texas to George Bush
- Dominik Sidewalks from George Bush to the Gables
- West Ridge/San Pedro Sidewalks
- Texas Avenue Sidewalks
- Barron Road Improvements – SH 40 to W.S. Phillips Parkway
- East District Maintenance Shop
- Wolf Pen Creek Restrooms
- Aerial Imagery Updates
- Network and Data Security Upgrades
- 30" Parallel Water Transmission Line
- West Side Sewer
- Royder/Live Oak Sewer
- Health Science Pkwy Electric Duct System Install
- W.S. Phillips Pkwy Overhead Line Extension
- Southwood Valley Substation Transformer Replacement

**Major Projects in Design, under Construction/Implementation or to be Complete in 2016:** Many projects began design during the past year and will commence or complete construction this coming year or in future years. Additional 2015 projects include:

- Roadway and Utility Rehabilitation Projects including Graham Road, Munson Street, Francis Drive and Luther Street
- Rock Prairie Road West Widening
- Eisenhower Street Extension
- Lakeway Street Extension
- Greens Prairie Trail from FM 2154 through Royder
- Cain/Deacon Union Pacific Railroad Crossing Switch
- Design of FM 2818 Capacity Improvements
- Safety Improvements – Holik, Park Place, Anna and Glade

- Royder Road Expansion
- Signal at State Highway 40 and Victoria
- Intelligent Transportation System (ITS) Master Plan Implementation
- Lick Creek Hike and Bike Trail
- University Drive Pedestrian Improvements
- New Police Station Design
- Computer Aided Dispatch/Records Management System (CAD/RMS) Replacement
- Enterprise Resource Planning (ERP) System Replacement
- Library Expansion
- Lick Creek Nature Center
- Lincoln Center Addition
- Well #9 and Well # 9 Collection Line
- Area 2 Water Line Extension
- Eastgate Water and Wastewater Utility Rehabilitation
- Lick Creek Parallel Trunkline
- Carter Creek Wastewater Treatment Plant Centrifuge and Electrical Improvements
- Installation of 2<sup>nd</sup> Transformer at Northgate Substation
- Electric Transmission Line Reroute and Reconductor

## **LONG-TERM FINANCIAL PLANNING**

### **Long-Term Financial Planning Process**

- **Operations and Maintenance:** Each year the City prepares a balanced budget, with the involvement of the City Council, City Managers, Management Team, department heads, finance staff and other employees. Planning meetings are held throughout the year long process, during which discussions regarding the future of the City's financial health are a high priority. Financial forecasts are developed for the coming year, and next five years for each major fund. These forecasts take historical trends, changes in policy, and economic conditions (now and projected) into consideration as applicable. The City also sets aside funds for major purchases in future years (Equipment Replacement Fund) and monitors the fund balances of every fund to ensure adherence to the City's reserve policy.
- **Capital Improvement Program:** A major component of the budgeting process every year is the Capital Improvement Program (CIP). Extensive planning takes place throughout the year involving every department in the City with input from the City Council and appointed citizen committees and boards (Planning and Zoning Board, Parks Board, Citizen's Advisory Committee). The focus of this planning is ongoing funding of current CIP projects, and how the City will fund currently unfunded CIP projects in the future. During this process attention is given to the impact the projects will have on future operations & maintenance costs.

## **OTHER INFORMATION**

### **Independent Audit**

Section 37 of the City's Charter requires that not less than thirty (30) days prior to the end of each fiscal year, the City Council shall designate a qualified public accountant or accountants who, as of the end of the fiscal year, shall make an independent audit of accounts and other evidences of financial transactions of the city government and shall submit the report to the City Council. Such accountants shall have no personal interest, direct or indirect, in the fiscal affairs of the city government. They shall not maintain any account or record of the city business, but, within specifications approved by the City Council, shall post-audit the books and documents kept by the Department of Fiscal Services and any separate or subordinate accounts kept by any other office, department or agency of the city government.

The City of College Station has engaged Ingram, Wallis & Company, Certified Public Accountants, of Bryan, Texas to perform the audit, and their opinion has been included in this report. It should be noted that the auditors included all funds in their audit, performed their audit in accordance with U.S. generally accepted auditing standards and governmental auditing standards (GAS), and concluded, based upon the audit, that there was a reasonable basis for rendering an unmodified opinion that the City of College Station's financial statements for the fiscal year ended September 30, 2015 are fairly presented in conformity with U.S. generally accepted accounting principles and governmental auditing standards. The independent auditors' report is presented as the first component of the financial section of this report.

### **Certificate of Achievement**

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 College Station for its Comprehensive Annual Financial Report for the Fiscal Year ended September 30, 2014. This was the thirty-first year that the City has received this prestigious award. In order to be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized comprehensive annual 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 our current comprehensive annual financial report continues to meet the Certificate of Achievement Program's requirements, and we are submitting it to the GFOA to determine its eligibility for another certificate.

### **Responsibility for Financial Reporting**

The City's Senior Management, including the City Manager and the Assistant City Manager, accept the responsibility for the accuracy, integrity, consistency, and reliability of the financial statements. They also acknowledge their responsibility for assuring the continuous monitoring of the City's system of internal controls for compliance in order to prevent misappropriation of assets and fraudulent financial reporting. Additionally, they confirm their commitment to fostering a strong ethical climate and communicating those standards to employees through personnel rules, administrative regulations, and City law.

**Acknowledgement**

The preparation of this report could not have been accomplished without the efforts and dedicated services of the entire staff of the Fiscal Services Department. Appreciation is also expressed to City employees throughout the organization, especially those employees who were instrumental in the successful completion of this report.

Acknowledgement is also given to the representatives of Ingram, Wallis & Company for their assistance.

Our appreciation is also extended to the Mayor and City Council for their interest and support in planning and conducting the financial operations of the City in a responsible and prudent manner.

Respectfully submitted,

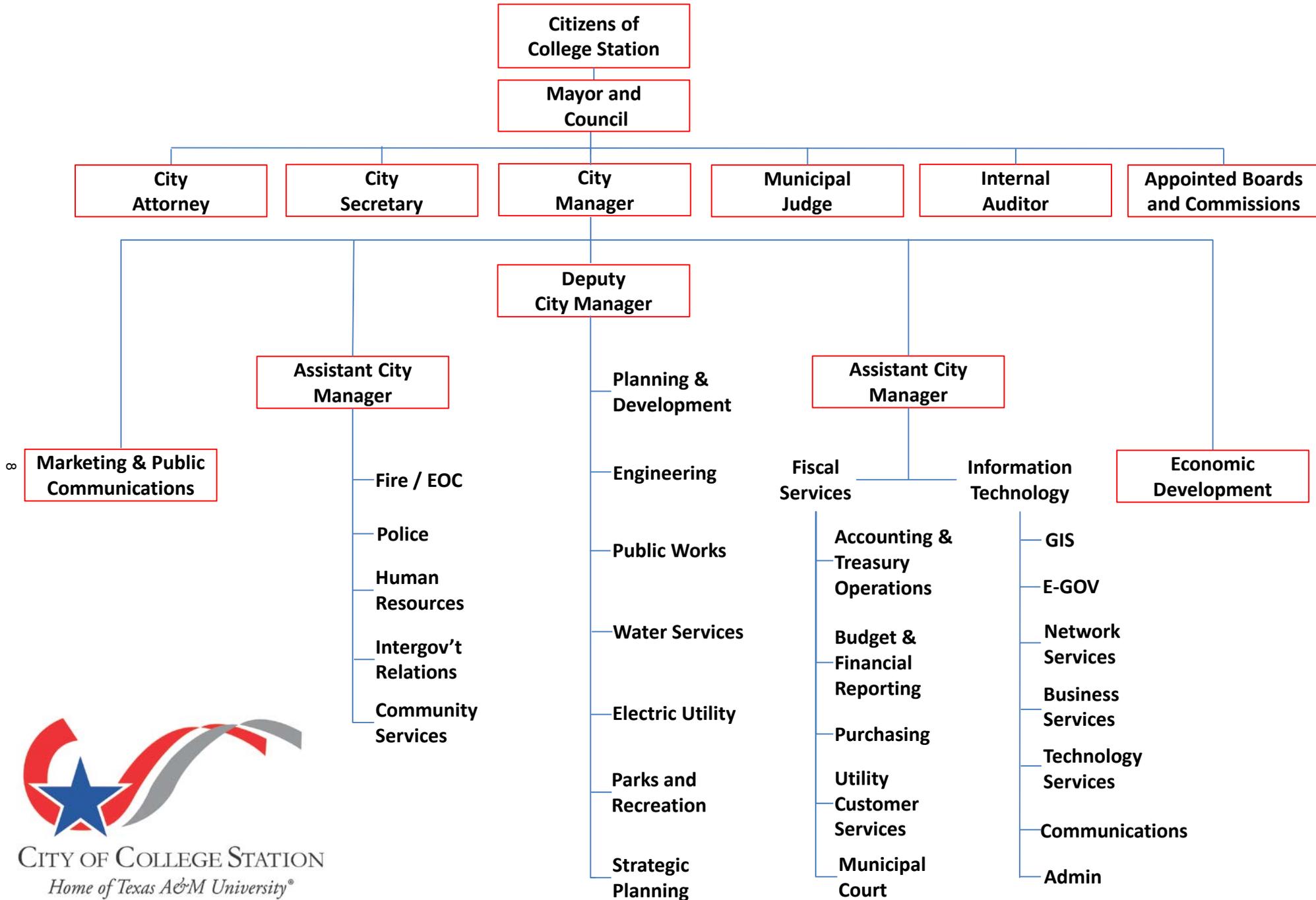


Kelly Templin  
City Manager



Jeff Kersten  
Assistant City Manager

# CITY ORGANIZATION



CITY OF COLLEGE STATION  
Home of Texas A&M University®

# City of College Station, Texas

## September 30, 2015

### Principal City Officials

#### Elected Officials

Mayor.....	Nancy Berry
City Council Place 1/Mayor Pro Tem.....	Blanche Brick
City Council Place 2.....	Steve Aldrich
City Council Place 3.....	Karl Mooney
City Council Place 4.....	John Nichols
City Council Place 5.....	Julie Schultz
City Council Place 6.....	James Benham

#### City Administration

City Manager.....	Kelly Templin
Deputy City Manager.....	Chuck Gilman
Assistant City Manager.....	Jeff Kersten
Assistant City Manager.....	Jeff Capps
Director of Planning and Development Services.....	Lance Simms
Director of Finance.....	Vacant
Director of Public Communications.....	Jay Socol
Director of Water Services Department.....	David Coleman
Director of Electric Utility.....	Timothy Crabb
Chief of Police.....	Scott McCollum
Fire Chief.....	Eric Hurt
Director of Public Works.....	Donald Harmon
Director of Parks and Recreation.....	David Schmitz
Director of Information Technology.....	Ben Roper
Director of Human Resources.....	Alison Pond
Director of Community Services.....	Debbie Eller
Director of Economic Development.....	Natalie Ruiz
City Attorney.....	Carla Robinson
City Secretary.....	Sherry Mashburn
Internal Auditor.....	Ty Elliott



Government Finance Officers Association

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

Presented to

**City of College Station  
Texas**

For its Comprehensive Annual  
Financial Report  
for the Fiscal Year Ended

**September 30, 2014**

Executive Director/CEO



## Ingram, Wallis & Co., P.C.

CERTIFIED PUBLIC ACCOUNTANTS

### INDEPENDENT AUDITORS' REPORT

To the Honorable Mayor and  
Members of the City Council of  
the City of College Station, Texas

#### **Report on the Financial Statements**

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of College Station, Texas (the "City") as of and for the year ended September 30, 2015, and the related notes to the financial statements, which collectively comprise the City's basic financial statements as listed in the table of contents.

#### **Management's Responsibility 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; this includes 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.

#### **Auditor's Responsibility**

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit 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. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements 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 entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

## **Opinions**

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City, as of September 30, 2015, and the respective changes in financial position, and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

## **Emphasis of Matters**

As described in Note IV. G. to the financial statements, in 2015, the City adopted new accounting guidance related to the accounting for pensions. Our opinion is not modified with respect to this matter.

## **Other Matters**

### *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 on pages 14–30 and 71–74 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.

### *Other Information*

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City's basic financial statements. The introductory section, combining and individual nonmajor fund financial statements, and statistical section, are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The combining and individual nonmajor fund financial statements and the related budgetary comparison schedules are the responsibility of management and were 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 combining and individual nonmajor fund financial statements and the related budgetary comparison schedules are fairly stated in all material respects in relation to the basic financial statements as a whole.

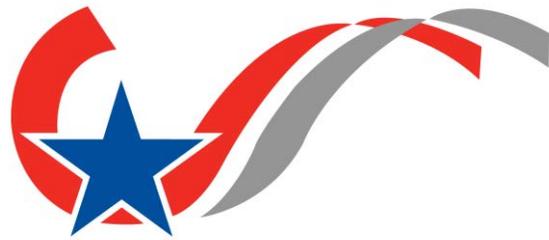
The introductory and statistical sections have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we do not express an opinion or provide any assurance on them.

### **Other Reporting Required by Government Auditing Standards**

In accordance with *Government Auditing Standards*, we have also issued our report dated March 18, 2016 on our consideration of the City's 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 and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the City's internal control over financial reporting and compliance. This report and the results of testing of internal control and compliance for each major program can be found in the Compliance and Single Audit Reports for the year ended September 30, 2015.

*Ingram, Wallis & Company, P.C.*

Bryan, Texas  
March 18, 2016



CITY OF COLLEGE STATION  
*Home of Texas A&M University®*

# Management's Discussion and Analysis

## For the Fiscal Year Ended September 30, 2015

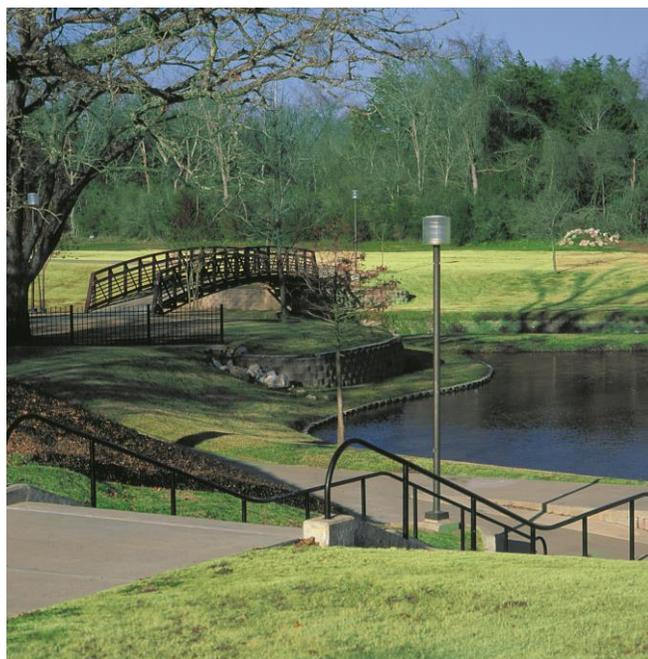
(Unaudited)

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This section of the City of College Station's (the "City") Comprehensive Annual Financial Report presents a narrative overview and analysis of the financial activities of the City for the fiscal year ended September 30, 2015. We encourage readers to consider the information presented here in conjunction with additional information that we have furnished in our letter of transmittal.

### FINANCIAL HIGHLIGHTS

- The assets and deferred outflows of resources of the City exceeded its liabilities and deferred inflows of resources at the close of the most recent Fiscal year by \$479,993,922 (net position). Of this amount \$55,467,383 (unrestricted net assets) may be used to meet the government's ongoing obligations to citizens and creditors.
- The City's total net position increased by \$40,918,179 during the fiscal year, which includes a prior period adjustment of \$6,584,820.
- At the close of the current fiscal year, the City's governmental funds reported combined ending fund balances of \$98,600,029 an increase of \$8,746,321 when compared to the prior year. This increase is primarily due to the recognition of proceeds from the sale of property that occurred during the year.
- Approximately 20.2 percent of the combined governmental funds ending fund balance, or \$19,925,641 are available for spending at the City's discretion (unassigned fund balance).
- The City's total amount of outstanding debt is \$247,115,000 which is a net decrease of \$19,870,000 over last year. This decrease is due to the retirement of general obligation improvement bonds, certificates of obligation and utility revenue bonds. Details can be found in the notes to the financial statements.



### OVERVIEW OF THE FINANCIAL STATEMENTS

This discussion and analysis is intended to serve as an introduction to the City's basic financial statements. The City's basic financial statements are comprised of three components:

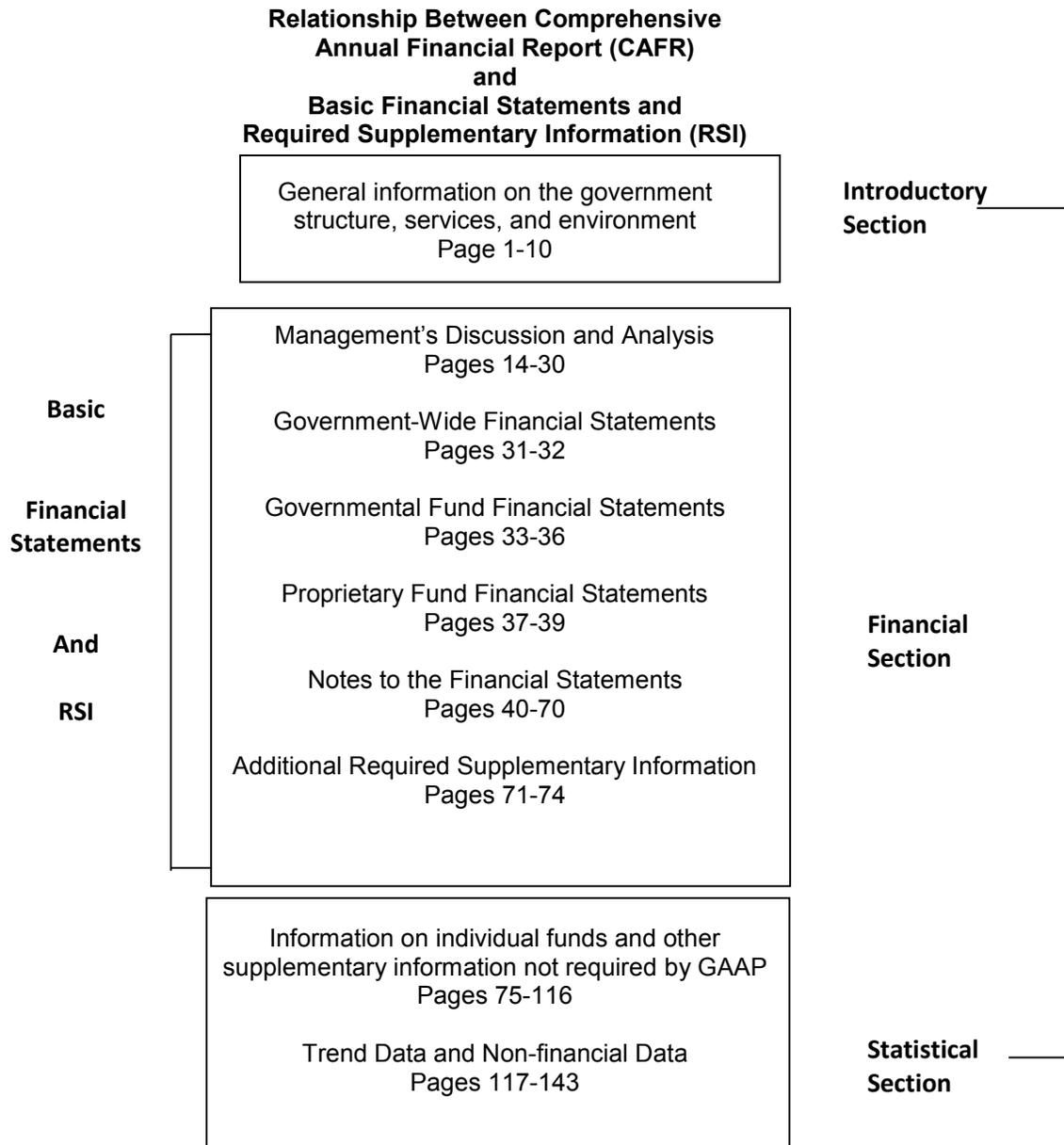
- (1) **Government-wide** financial statements
- (2) **Fund** financial statements
- (3) **Notes** to the financial statements.

This report also contains other **supplementary information** in addition to the basic financial statements themselves.

Management’s Discussion and Analysis  
 For the Fiscal Year Ended September 30, 2015  
 (Unaudited)

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The following diagram illustrates the relationship between the different components of this report:



**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 liabilities, and deferred inflows/outflows of resources with the differences reported as net position. Over time, increases or decreases in net position may serve as a useful indicator of whether or not the financial position of the City is improving or deteriorating.

# Management's Discussion and Analysis

## For the Fiscal Year Ended September 30, 2015

(Unaudited)

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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 rise 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, such as revenues pertaining to uncollected taxes and expenses pertaining to earned but unused vacation.

Both of the government-wide financial statements distinguish functions of the City 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 include general government, fiscal services, police, information technology, planning and development, fire, streets, drainage, traffic, park and recreation, and citizen and neighborhood resources. The business-type activities of the City include electric, water, wastewater, sanitation, and the Northgate parking garage. The government-wide financial statements can be found on pages 31-32.

### **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, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the City can be divided into **governmental** funds and **proprietary** funds.

### **Governmental Funds**

Governmental funds are used to account for essentially 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 the fiscal year. Such information may be useful in determining what financial resources are available in the near future to finance the City's programs.

Because the focus of governmental funds is narrower than that of 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 may 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, expenditures and changes in fund balances provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

The City maintains several individual governmental funds organized according to their type (special revenue, debt service and capital projects). Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for the General Fund, Debt Service Fund and Streets Projects Fund, all of which are considered to be major funds. Data from the remaining governmental funds are combined into a single, aggregated presentation. Individual fund data for each of the nonmajor governmental funds is provided in the form of combining statements elsewhere in this report. The governmental fund financial statements can be found on pages 33-36.

The City adopts an annual appropriated budget for its General Fund, Debt Service Fund, Special Revenue Funds, and Capital Projects Funds. A budgetary comparison statement has been provided for the General Fund, Debt Service Fund, Special Revenue Funds and Capital Projects Funds to demonstrate compliance with their budgets.

# Management's Discussion and Analysis

## For the Fiscal Year Ended September 30, 2015

(Unaudited)

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### **Proprietary Funds**

Proprietary funds are generally used to account for services for which the City charges customers—either outside customers or internal units or departments of the City. Proprietary funds provide the same type of information as shown in the government-wide financial statements, only in more detail. The City maintains the following two types of proprietary funds:

**Enterprise funds** are used to report the same functions presented as business-type activities in the government-wide financial statements. The City uses enterprise funds to account for the operations of the electric, water, wastewater, sanitation, and parking activities of the City. The Electric, Water, and Wastewater funds are considered to be major funds of the City, while the remaining funds (Sanitation and Northgate Parking Garage) are presented in aggregate as nonmajor enterprise funds. Individual fund data for the nonmajor enterprise funds can be found in the form of combining statements elsewhere in this report.

**Internal service funds** are used to report activities that provide supplies and services for certain City programs and activities. The City uses internal service funds to account for fleet maintenance and utility customer services. It also uses internal service funds to account for equipment replacement; employee benefits; and unemployment, workers' compensation, and property and casualty insurance. All of these services benefit both the governmental activities and the business-type activities and have been split between governmental activities and business type activities in the government-wide financial statements. The internal service funds are combined into a single, aggregated presentation in the proprietary fund financial statements. Individual fund data for the internal service funds is provided in the form of combining statements elsewhere in this report.

The proprietary fund financial statements can be found on pages 37-39.

### **Notes to the Financial Statements**

The notes to the financial statements provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found on pages 40-70.

### **Required Supplementary Information**

In addition to the basic financial statements and accompanying notes, this report presents certain required supplementary information, found on pages 71-74, concerning the City's progress in funding its obligation to provide pension benefits and other postemployment benefits to its employees and the General Fund budget to actual comparison.

### **Combining Statements**

The combining statements referred to earlier in connection with the nonmajor governmental funds, the nonmajor enterprise funds, and the internal service funds are found on pages 75-116.

### **GOVERNMENT-WIDE FINANCIAL ANALYSIS**

As noted earlier, net position may serve as a useful indicator of government's financial position. For the City, assets and deferred outflows of resources exceeded liabilities and deferred inflows of resources by \$479,993,922 at the close of the most recent fiscal year. The largest portion of the City's net position (76.6 percent) reflects its investment of \$367,570,439 in capital assets (e.g., land, buildings, and equipment) less any related outstanding debt used to acquire those assets. The City uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although the City's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be liquidated for these liabilities.

Management's Discussion and Analysis  
 For the Fiscal Year Ended September 30, 2015  
 (Unaudited)

Net Position	Governmental Activities		Business-Type Activities		Total	
	2015	2014	2015	2014	2015	2014
<b>Assets</b>						
Current and other assets	\$ 122,707,767	\$ 115,781,965	\$ 96,596,971	\$ 93,835,128	\$ 219,304,738	\$ 209,617,093
Capital assets	245,255,015	242,769,318	330,762,494	326,611,683	576,017,509	569,381,001
Total assets	367,962,782	358,551,283	427,359,465	420,446,811	795,322,247	778,998,094
Total deferred outflow of resources	6,609,688	1,732,893	2,677,765	1,361,244	9,287,453	3,094,137
<b>Liabilities</b>						
<b>Long-term liabilities</b>						
outstanding	125,247,330	123,373,071	150,282,307	157,936,201	275,529,637	281,309,272
Other liabilities	18,435,110	19,787,860	29,712,081	35,334,536	48,147,191	55,122,396
Total liabilities	143,682,440	143,160,931	179,994,388	193,270,737	323,676,828	336,431,668
<b>Deferred inflow s of resources</b>						
Deferred charge on pensions	727,423	-	211,527	-	938,950	-
Total deferred inflow s of resources	727,423	-	211,527	-	938,950	-
<b>Net Position</b>						
Net Investment in capital assets	167,101,930	125,012,201	200,468,509	165,180,775	367,570,439	290,192,976
Restricted	55,374,914	15,608,417	1,581,186	1,580,992	56,956,100	17,189,409
Unrestricted	7,685,763	76,502,627	47,781,620	61,775,551	55,467,383	138,278,178
Total net position	\$ 230,162,607	\$ 217,123,245	\$ 249,831,315	\$ 228,537,318	\$ 479,993,922	\$ 445,660,563

An additional portion of the City's net position, \$56,956,100 (11.9 percent) represents resources that are subject to external restriction on how they may be used. The remaining balance of unrestricted net assets, \$55,467,383 (11.6 percent) may be used to meet the government's ongoing obligations to citizens and creditors. At the end of the current fiscal year, the City was able to report positive balances in all three categories of net position, both for the government as a whole, as well as for the business-type activities. The same situation held true for the prior fiscal year. The City's net position increased by \$34,333,359, as a result of fiscal year 2015 operations, as compared to the increase of \$6,401,992 for fiscal year 2014 operations.

# Management's Discussion and Analysis

## For the Fiscal Year Ended September 30, 2015

(Unaudited)

The following table provides a summary of the City's operations for the year ended September 30, 2015 and highlights key elements of the change in the City's net position:

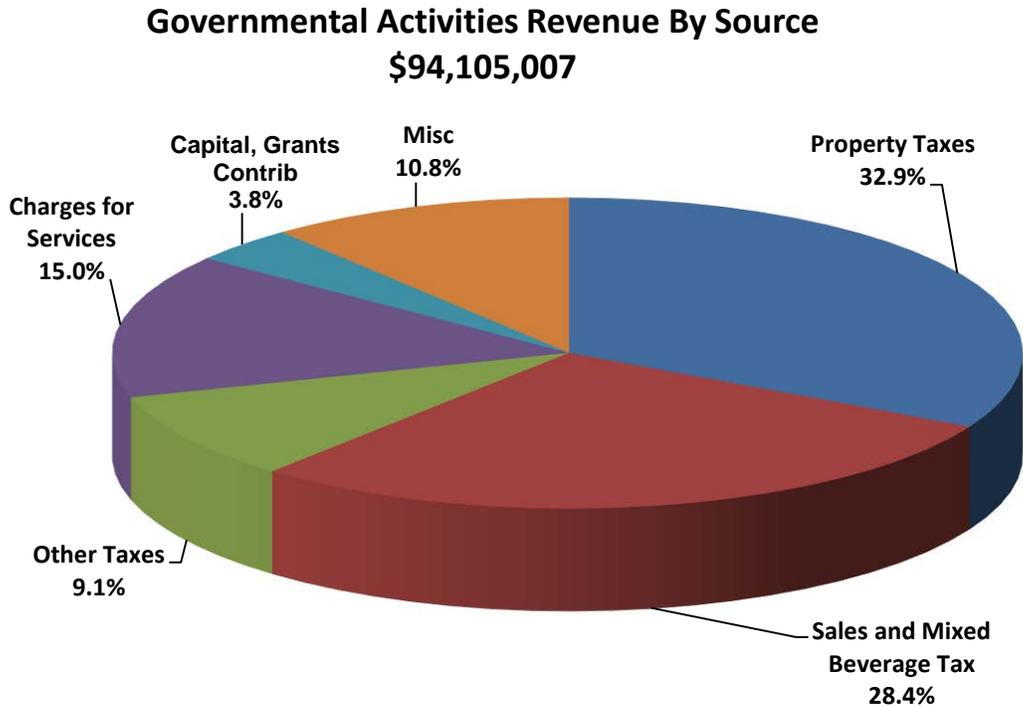
Changes in Net Position:	Governmental Activities		Business-Type Activities		Total	
	2015	2014	2015	2014	2015	2014
<b>Revenues</b>						
Program revenues:						
Charges for services	\$ 14,139,897	\$ 12,248,313	\$ 140,646,594	\$ 135,551,100	\$ 154,786,491	\$ 147,799,413
Operating grants and contribution	2,995,401	3,234,317	668,322	291,366	3,663,723	3,525,683
Capital grants and contributions	3,542,528	7,404,520	9,596,813	7,309,230	13,139,341	14,713,750
General revenues:						
Property taxes	30,936,581	27,349,234	-	-	30,936,581	27,349,234
Sales and mixed beverage taxes	26,687,963	25,141,825	-	-	26,687,963	25,141,825
Other taxes	8,604,517	7,535,152	-	-	8,604,517	7,535,152
Gain on sale of capital assets	6,818,583	1,827,783	-	-	6,818,583	1,827,783
Interest and investment income	379,537	195,863	187,322	120,006	566,859	315,869
Total revenues	<u>94,105,007</u>	<u>84,937,007</u>	<u>151,099,051</u>	<u>143,271,702</u>	<u>245,204,058</u>	<u>228,208,709</u>
Expenses						
Police	18,601,237	17,768,724	-	-	18,601,237	17,768,724
Fire	15,095,073	14,245,690	-	-	15,095,073	14,245,690
Public works	18,793,401	21,348,088	-	-	18,793,401	21,348,088
Parks & recreation	9,884,737	9,197,308	-	-	9,884,737	9,197,308
Library	1,213,820	1,149,616	-	-	1,213,820	1,149,616
Planning & development svcs	3,225,321	5,012,992	-	-	3,225,321	5,012,992
Information technology	4,416,190	4,663,939	-	-	4,416,190	4,663,939
Fiscal services	3,594,382	3,419,923	-	-	3,594,382	3,419,923
General government	10,194,285	9,602,139	-	-	10,194,285	9,602,139
Capital projects	-	731,621	-	-	-	731,621
Interest on long term debt	3,943,972	3,962,347	-	-	3,943,972	3,962,347
Unallocated depreciation	1,235,340	1,161,675	-	-	1,235,340	1,161,675
Electric utility	-	-	79,828,415	98,269,576	79,828,415	98,269,576
Water utility	-	-	13,082,761	11,517,915	13,082,761	11,517,915
Wastewater utility	-	-	12,437,020	11,205,770	12,437,020	11,205,770
Sanitation services	-	-	7,786,244	7,497,493	7,786,244	7,497,493
Parking operations	-	-	953,681	1,051,901	953,681	1,051,901
Total expenses	<u>90,197,758</u>	<u>92,264,062</u>	<u>114,088,121</u>	<u>129,542,655</u>	<u>204,285,879</u>	<u>221,806,717</u>
Incr (Decr) in net position before tra	3,907,249	(7,327,055)	37,010,930	13,729,047	40,918,179	6,401,992
Transfers net	13,037,208	12,935,733	(13,037,208)	(12,935,733)	-	-
Increase in net position	16,944,457	5,608,678	23,973,722	793,314	40,918,179	6,401,992
Net position at beginning of year	217,123,245	210,931,073	228,537,318	227,744,004	445,660,563	438,675,077
Prior period adjustment	(3,905,095)	583,494	(2,679,725)		(6,584,820)	583,494
Net position at end of year	<u>\$ 230,162,607</u>	<u>\$ 217,123,245</u>	<u>\$ 249,831,315</u>	<u>\$ 228,537,318</u>	<u>\$ 479,993,922</u>	<u>\$ 445,660,563</u>

**Governmental Activities:** Governmental activities increased the City of College Station's net position by \$16,944,457. Key elements of this net increase are as follows:

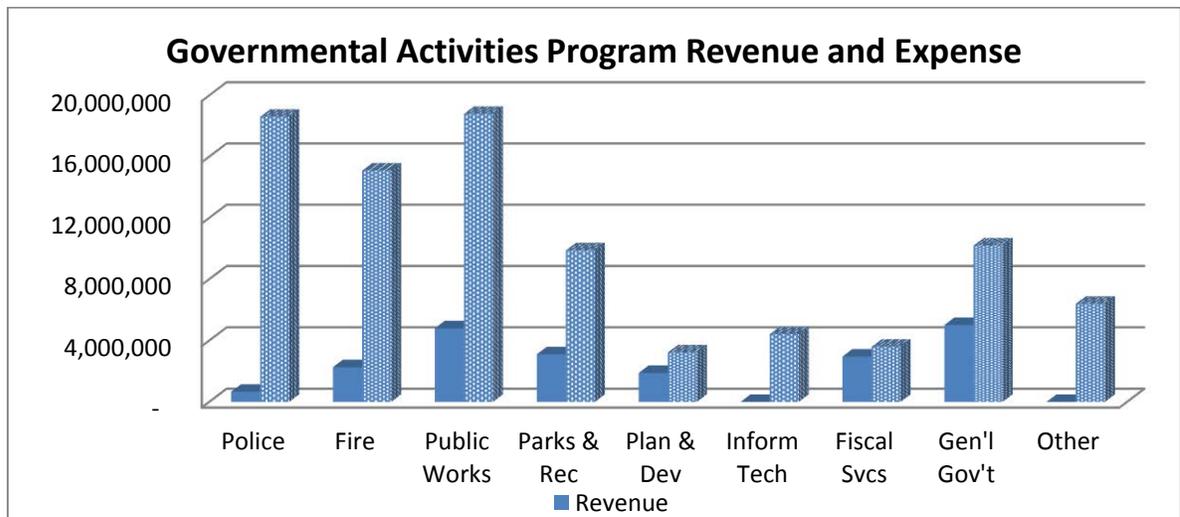
- Total revenues increased by 10.8% over the prior year.
  - Property taxes increased by 13.1% over the prior year as result of increases in property value and an increase in the tax rate.
  - Sales and mixed beverage taxes increased 6.2% over the prior year reflecting continued strength in the local economy.
  - All of the other governmental activity revenues increased 12.4 % over the prior year.
- Expenditures decreased 2.2% over the prior year in part as a result of lower public works capital expenditures in 2015 as compared to 2014.

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The chart below illustrates the City's governmental activities revenues by source:



This chart depicts governmental activity program revenues relative to program expenses:



# Management's Discussion and Analysis

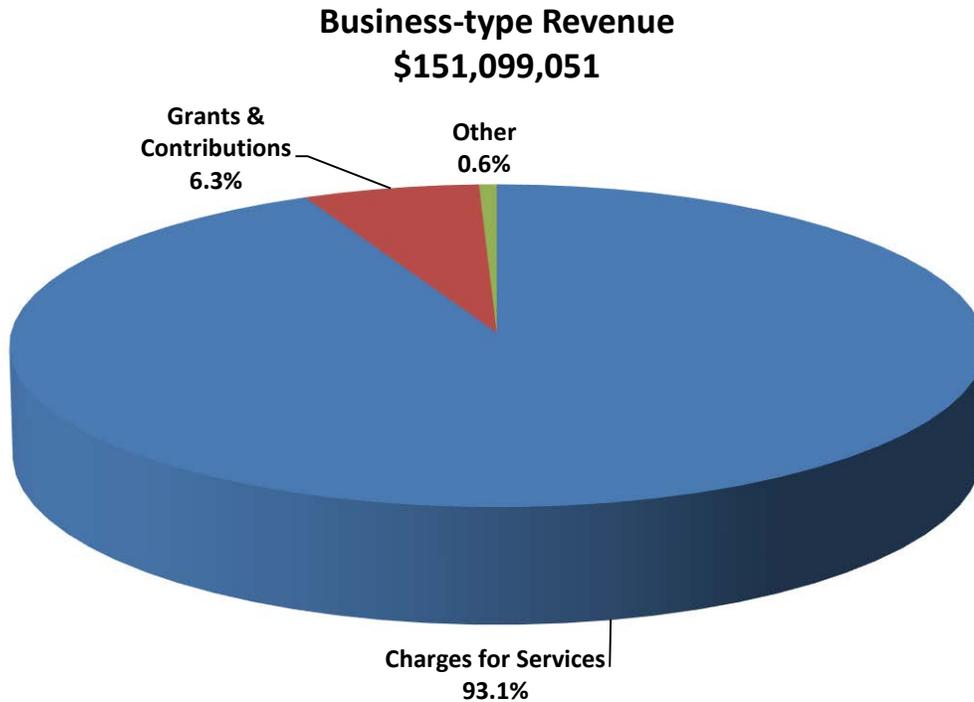
## For the Fiscal Year Ended September 30, 2015

(Unaudited)

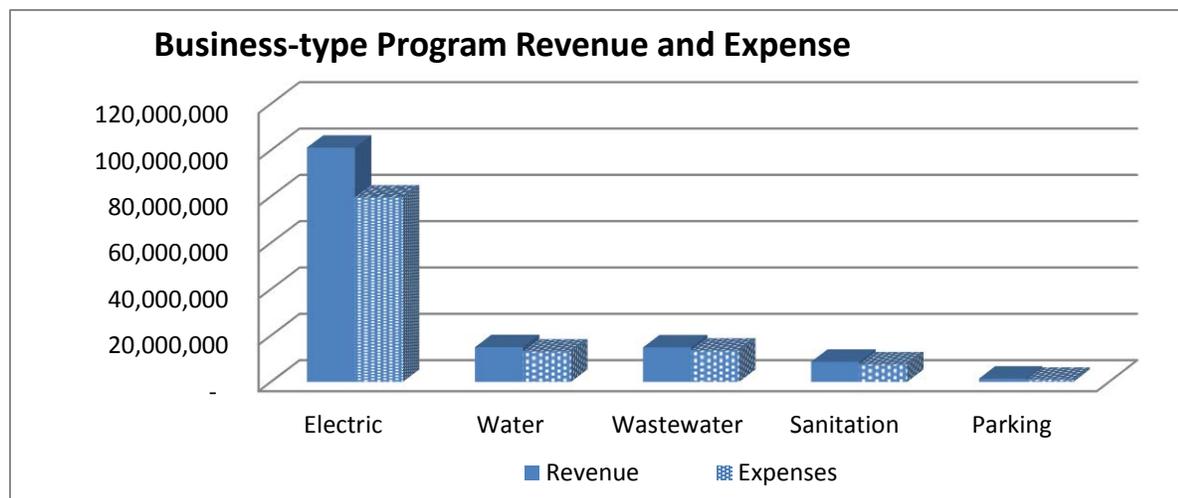
**Business-type Activities:** Business-type activities increased the City of College Station's net position by \$23,973,722. Key elements of this increase are as follows:

- Due in part to lower purchased power costs, expenses were lower than last year by \$15,226,616.
- Capital infrastructure contributions from various developments throughout the City contributed \$9,596,813 to the net position.

Revenues for the City's business-type activities are presented in the following chart:



This chart depicts business-type activity program revenues relative to program expenses:



# Management's Discussion and Analysis

## For the Fiscal Year Ended September 30, 2015

(Unaudited)

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### FINANCIAL ANALYSIS OF THE CITY'S FUNDS

As noted previously, the City uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

#### Governmental Funds

The focus of the City's governmental funds is to provide information on near-term inflows, outflows, and balances of resources that are available for spending. Such information is useful in assessing the City's financing requirements. In particular, unassigned fund balance may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year. The types of major governmental funds reported by the City include the General Fund, Debt Service Fund, and Streets Projects Fund. Other governmental funds of the City are reported as nonmajor funds.

At the end of the fiscal year 2015, the City's governmental funds reported combined ending fund balances of \$98,600,029. Approximately 20.2 percent (\$19,925,641) of this total amount constitutes unassigned fund balance and is available for spending at the City's discretion. The remainder of fund balance is reserved to indicate that it is not available for new spending because it has already been committed as follows:

Nonspendable	\$ 6,307,868
Restricted	\$ 55,139,903
Committed	\$ 14,792,873
Assigned	\$ 2,433,744

A detailed breakdown of the fund balance can be found in Note IV. I. Components of Fund Balances.

Revenues for governmental functions totaled \$83,944,890 in fiscal year ended September 30, 2015, an increase of 10.6 percent or \$8,013,479 from the fiscal year ended September 30, 2014.

Expenditures for governmental functions totaling \$97,209,982 increased by approximately 1.4 percent or \$1,373,022 from the fiscal year ended September 30, 2014. Other financing sources and uses (net) was \$22,011,413. As a result, in fiscal year 2015, revenues for governmental functions exceeded expenditures by \$8,746,321. Most of this increase was the result of proceeds received for the sale of city property that was recognized in the Hotel Tax Fund.

The General Fund is the chief operating fund of the City of College Station. At the end of the current fiscal year, the unassigned fund balance was \$19,925,641 while the total fund balance was \$22,423,064. The City's fiscal and budgetary policies require that the General Fund's fund balance be at least equal to 15 percent of budgeted expenditures, a percentage equal to 55 days of expenditures. The total fund balance is approximately 30.7 percent of fiscal year 2015 amended budgeted expenditures and exceeds the minimum requirement set by policy.

As a measure of fund's liquidity, it is useful to compare both unassigned and total fund balance to total fund actual expenditures. Unassigned fund balance represents 28.1 percent of total general fund expenditures, while total fund balance represents 31.6 percent of total general fund expenditures. The total fund balance for the general fund continues to meet and exceed the Fiscal and Budgetary Policy of having 15 percent of expenditures available in fund balance.

The General Fund's fund balance increased by \$2,178,815 during the current fiscal year due primarily to the recognition of proceeds from the sale of real property.

The Debt Service Fund ended the fiscal year with a fund balance of \$2,814,048. This entire amount is reserved for the payment of debt service. The net decrease in fund balance during the current fiscal year was \$400,386. This decrease is due to a planned reduction in the fund balance.

# Management's Discussion and Analysis

## For the Fiscal Year Ended September 30, 2015

(Unaudited)

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The Streets Projects Fund ended the fiscal year with a balance of \$19,681,609. This entire amount is reserved for encumbrances related to current capital projects and for future capital projects. The net decrease in fund balance during the current fiscal year was \$3,887,596. This decrease was attributable to progress being made on streets capital projects during this fiscal year.

### **Proprietary Funds**

The City's proprietary funds provide the same type of information found in the government-wide financial statements but in more detail.

At the end of the current fiscal year, the City's proprietary funds reported combined ending net position of \$249,831,315. Of this amount, 19.1 percent (\$47,781,620) constitutes unrestricted net position. The remainder of net position for the proprietary funds is reported as follows:

- Invested in capital assets, net related debt (\$200,468,509) and
- Restricted for debt service (\$1,581,186).

Operating revenues for proprietary activities totaled \$141,149,254 for the fiscal year, an increase of 4.2 percent or \$5,722,597 from the previous fiscal year. Operating expenses decreased \$15,226,616 or 12.5 percent for the same period. Operating income was \$34,134,507 for the fiscal year. The proprietary funds reported net non-operating expenses of \$7,151,677 at the end of fiscal year 2015 as compared to net non-operating expenses of \$6,602,314 in the previous fiscal year. The Proprietary Funds had an overall increase of \$21,293,998 in net position for fiscal year 2015.

### **Electric Fund**

At the end of the fiscal year, the unrestricted net position for the Electric Fund totaled \$14,067,233. The City's policy with regard to its enterprise funds is to maintain at least 15 percent of annual operating expenses in working capital, a percentage equal to 55 days of expenses. At September 30, 2015, Electric Fund working capital equaled approximately 28.1 percent of annual operating expenses, as compared to 11.5 percent at September 30, 2014. This increase was due to lower purchased power expenses in 2015.

Electric Fund operating revenues increased by 3.4 percent (\$3,340,917) during fiscal year 2015, while operating expenses decreased 18.5 percent (\$17,638,392) during the same period. This resulted in operating income of \$23,651,186. The operating income when combined with the net non-operating expenses, net capital contributions and transfers resulted in an increase in net position of \$18,884,208 in the Electric Fund during the fiscal year.

### **Water Fund**

Unrestricted net position for the Water Fund at September 30, 2015 totaled \$6,035,011. At September 30, 2015, Water Fund working capital equaled approximately 57.3 percent of annual operating expenses, as compared to 109.4 percent at September 30, 2014. Water Fund operating revenues increased by 7.6 percent (\$1,062,541) during fiscal year 2015. Operating expenses of \$10,469,753 increased 13.8 percent (\$1,270,187) over fiscal year 2014. This resulted in operating income of \$4,542,959. The operating income when combined with the net non-operating expenses, net capital contributions and transfers resulted in an increase in net position of \$1,228,919 in the Water Fund during the fiscal year.

### **Wastewater Fund**

The Wastewater Fund's unrestricted net position at the end of the fiscal year 2015 totaled \$8,452,311. At September 30, 2015, Wastewater Fund working capital equaled approximately 147.4 percent of annual operating expenses, as compared to 161.7 percent at September 30, 2014.

# Management's Discussion and Analysis

## For the Fiscal Year Ended September 30, 2015

(Unaudited)

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Operating revenues in Wastewater Fund were \$14,915,404 or a \$520,853 (3.6 percent) increase over the previous fiscal year. Operating expenses increased from \$9,721,259 to \$10,580,787 or 8.8 percent while operating income decreased by 7.2 percent from \$4,673,292 to \$4,334,617. The operating income when combined with the net non-operating expenses, net capital contributions and transfers resulted in an increase in net position of \$862,340 in the Wastewater Fund during the fiscal year.

### Budgetary Highlights

The final amended budget for fiscal year 2015 totaled \$260,358,701 for all funds. In the General Fund the final amended budget showed a decrease in fund balance of \$6,217,838. The actual change in fund balance (GAAP Basis) was an increase of \$3,654,928. The following are some of the key factors in the change in fund balance:

- Revenues were higher than the estimate due to increases in property tax and sales tax revenues.
- Expenditures were overall lower due to reduced and deferred spending during the fiscal year. Some expenditures planned for 2015 will occur in 2016.
- Sale of capital assets reflected the sale of real property that was not anticipated in the budget.

Strategic planning is a driving force in the preparation of the City's budget. The City Council has identified the following areas of strategic priority:

- Good Governance
- Financially Sustainable City
- Providing Core Services and Infrastructure
- Neighborhood Integrity
- Diverse Growing Economy
- Improving Mobility
- Sustainable City

Budget resources were included in the fiscal year 2015 to address these priorities.

### CAPITAL ASSETS

The City of College Station's investment in capital assets for its governmental and business-type activities as of September 30, 2015 amounted to \$576,017,509 (net of accumulated depreciation). This investment in capital assets includes land, utility systems, building and building improvements, improvements other than buildings, machinery and equipment, infrastructure, and construction in progress.

	<b>Capital Assets at Year End</b>		
	<b>Net of Accumulated Depreciation</b>		
	Governmental	Business-Type	
	Activities	Activities	Total
Land	\$ 34,864,726	\$ 690,750	\$ 35,555,476
Utility systems	-	309,240,311	309,240,311
Buildings and other improvements	26,096,513	3,758,848	29,855,361
Improvements other than buildings	24,366,370	-	24,366,370
Machinery and equipment	12,317,830	3,772,576	16,090,406
Infrastructure	135,626,317	-	135,626,317
Construction in progress	11,983,259	13,300,009	25,283,268
	<u>\$ 245,255,015</u>	<u>\$ 330,762,494</u>	<u>\$ 576,017,509</u>

# Management's Discussion and Analysis

## For the Fiscal Year Ended September 30, 2015

(Unaudited)

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Major capital projects completed by the City during the 2015 fiscal year include the following:

- Jones Butler Extension
- Cooner Street and Utility Rehabilitation
- Dominik Sidewalks from Texas to George Bush
- Dominik Sidewalks from George Bush to the Gables
- West Ridge/San Pedro Sidewalks
- Texas Avenue Sidewalks
- Barron Road Improvements – SH 40 to W.S. Phillips Parkway
- East District Maintenance Shop
- Wolf Pen Creek Restrooms
- Aerial Imagery Updates
- Network and Data Security Upgrades
- 30" Parallel Water Transmission Line
- West Side Sewer
- Royder/Live Oak Sewer
- Southwood Valley Substation Transformer Replacement
- Health Science Pkwy Electric Duct System Install
- W.S. Phillips Pkwy Overhead Line Extension

Additional information on the City's capital assets can be found in Note IV.C to the financial statements.

### Debt Administration

At the end of the 2015 fiscal year, the City of College Station had total debt outstanding of \$247,115,000. Of this amount, \$233,720,000 (94.6 percent) is comprised of debt backed by the full faith and credit of the City. Certificates of Obligation that fund business-type activities in the Electric, Water, Wastewater and Northgate Parking Garage Funds are also backed by the surplus of revenue derived from each enterprise funds revenue source. The remaining debt \$13,395,000 (5.4 percent), is revenue bonds secured by specified revenue sources from the City's combined utility system.

#### 2015 Year-End Outstanding Debt Payable

	Governmental Activities	Business-Type Activities	Total
General Obligation Bonds	\$ 81,855,000	\$ 44,670,000	\$ 126,525,000
Certificates of Obligation	19,890,000	87,305,000	107,195,000
Revenue Bonds	-	13,395,000	13,395,000
	<u>\$ 101,745,000</u>	<u>\$ 145,370,000</u>	<u>\$ 247,115,000</u>

The City's total debt decreased by \$19,870,000 (7.4 percent) during the current fiscal year. The change in total debt was a result of the following:

- Retirement of \$18,345,000 in general obligation improvement bonds and certificates of obligation, and the retirement of \$1,525,000 in utility revenue bonds.

The City's General Obligation and Certificates of Obligation have an underlying rating of AA+ by Standard & Poor's ("S&P") and Aa2 by Moody's Investors Service ("Moody's"). The underlying ratings for the City's revenue bonds are A+ by S&P and Aa2 by Moody's.

Additional information on the City's long-term debt can be found in Note IV.H to the financial statements.

# Management's Discussion and Analysis

## For the Fiscal Year Ended September 30, 2015

(Unaudited)

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### **PENSIONS AND RETIREE HEALTHCARE**

Effective in fiscal year 2015, the Governmental Accounting Standard Board (GASB) Statement No. 68, "Accounting and Financial Reporting for Pensions" created specific reporting requirements for pensions that are different than prior years. The reporting valuation provides a rigorous standard measure that can be used to compare the City's pension liabilities to other governments from around the nation. The funding valuation is important as the actuarial methods used including strategies for repaying any unfunded actuarial accrued liabilities combined with the City's history of making those contributions provides insights regarding the City's commitment to and the effectiveness of its funding strategy.

Information contained in the financial statements themselves including the first schedule of Required Supplementary Information (RSI), Schedule of Changes in Net Pension Liability and Related Ratios, is based on the reporting valuation. The second schedule in the RSI, Schedule of Contributions, is based on the funding valuation. On a reporting basis, the City's financial statements reflect a Net Pension Liability as of September 30, 2015 of \$22,106,844, which is 51% of the City's annual covered payroll of \$43,726,328.

### **ECONOMIC FACTORS AND NEXT YEAR'S BUDGETS AND RATES**

Economic conditions remain positive in the City of College Station. Sales tax revenues have been strong for the past several years, and property values have continued to increase as well, with new construction continuing at a strong pace. Growth continues throughout the City. In the northern part of the City, construction continues along the University Drive Corridor with the construction of mixed use developments including Northpoint Crossing and the upcoming redevelopment of the Chimney Hill shopping center. In addition, the Century Square mixed-use development along University Drive is underway and is expected to include hotels; a conference center; office, living and retail space; as well as restaurants. There also continues to be activity in the Bio-Corridor. Multi-family construction continues to take place around the city as well.

Plans for development continue in the Medical District in the southern part of the City east of Highway 6 and south of Rock Prairie Road. The City Council approved an Infrastructure and Economic Development Agreement designed to facilitate the installation of primary infrastructure needed to activate the larger area for private development. There is also increased interest by business prospects to potentially locate in the College Station Business Center and the Spring Creek Corporate campus. Retail development continues, especially in the southern part of the City with new restaurants and other businesses opening and others under construction. The tourism and hospitality industry continues to grow with hotel rooms under construction in College Station. The multi-purpose synthetic fields in Veterans Park were completed last year and the fields have been utilized for a variety of events including the popular 7 on 7 football tournament. The City again hosted the very successful Texas Amateur Athletic Federation Games of Texas, which attracted thousands of visitors to the region. These facilities, along with the Facilities Access Agreement in place for facilities at Texas A&M University, will attract additional events that, otherwise, likely would not have come to the area.

Texas A&M University continues to see significant growth and development. The redevelopment of Kyle Field was completed in time for the start of the 2015 football season. Enrollment continues to increase at Texas A&M University and is estimated to be over 59,000 for the fall semester. Construction of new buildings and facilities on campus continues to accommodate this growth.

# Management's Discussion and Analysis

## For the Fiscal Year Ended September 30, 2015

(Unaudited)

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All of this positive economic news puts strains on the city services, such as public safety, the transportation system, utilities and other core services.

The following are some key fiscal and economic indicators for College Station including:

- The total certified value of property in the City of College Station for 2015 is \$6,611,929,074. This is an increase of 6.4% over last year. This increase in value is due in part to new property values from new construction of \$229,580,610 added to the tax rolls. Existing property values increased by 2.7% over 2015.
- Since 2010 taxable values have increased from approximately \$5.4 billion to approximately \$6.6 billion currently.
- Through September 2015 the local unemployment rate was 3.1%. This is below the state average of 4.4% and the national average of 4.9%.
- Sales and mixed drink beverage tax revenue, the largest revenue stream in the General Fund saw a positive increase of 7.1% in fiscal year 2015.

The FY 2016 budget sets the strategic policy direction for the City and provides the funding to implement that direction for the year. This budget will allow the staff to continue to meet the needs of our citizens and visitors as the City continues to experience a sustained period of growth. This shows itself through continued growth in higher education, through a robust visitor and tourism economy, and all of the ancillary things this growth brings. While growth continues, there is also a need to maintain and improve existing infrastructure throughout the City. This budget is a roadmap for addressing the growth and infrastructure maintenance demands of the City into the future.

### **Key factors influencing budget preparation**

- Continued strength in the higher education sector of the economy.
- Growth in service demands in areas including Public Safety and Streets/Transportation.
- Increased tourism and visitor growth to the community.
- Maintenance and repair of existing facilities and infrastructure.
- Continued commitment to attracting and retaining a well-qualified, highly regarded workforce.
- Continuing the commitment to Economic Development efforts in College Station.
- Continued residential and commercial development throughout the city.

### **Addressing Growth**

- Providing additional Police, Fire and Emergency Medical Services for citizens and visitors.
- Maintaining existing infrastructure including the streets and traffic management systems, electric, water and wastewater utility systems, parks and recreation facilities, and other city facilities.
- Adding and expanding capital infrastructure including streets, electric, water and wastewater utility systems, parks and recreation facilities, and other city facilities to meet the service demands that accompany growth.
- Attracting and retaining a well-qualified workforce to provide excellent service.

As the City continues to grow, we must respond to that growth in a sustainable and measured manner. We must be prudent with the limited available resources in an effort to maximize the services provided to citizens and visitors of College Station.

# Management's Discussion and Analysis

## For the Fiscal Year Ended September 30, 2015

(Unaudited)

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### **Service Level Increases**

On a continual basis, the City looks at ways to streamline and considers organizational changes. This budget scrubbing is done each year as departments are asked to review current processes and identify efficiencies and reallocate resources that can result in improved or increased services with minimal or no cost increase. However, we also recognize that increased growth puts demands on resources and results in the need for service level increases. Below is a summary of some of the key service level increases that are included in the approved budget.

### **Core Services and Infrastructure**

#### **Police Department**

Additional resources are included in the Police Department budget to keep up with growth in the community. The budget includes four new positions and associated equipment:

- One Recruiting and Training Officer
- One Special Investigations Officer
- One Communications Operator
- One Community Enhancement Police Assistant

These positions will allow the department to focus more resources on public safety as the City continues to grow.

#### **Fire Department**

The approved budget includes six firefighter positions to continue the staffing of a second ladder truck for the City. These positions are partially funded through the Assistance to Firefighters Grant, which was awarded to the Fire Department in August 2015. Funding is also included for the purchase of the ladder truck. This is the second of a multi-year plan to add a new ladder truck to be located at Station #6 on University Drive.

Funds are also included for the purchase of automatic CPR devices. Funds have also been set aside for the replacement of the Self Contained Breathing Apparatus for all firefighters in FY 2017.

#### **Public Works**

Funds are included in the Public Works approved budget to maintain the City's infrastructure. This includes \$1,600,000 in increased funding for street repair throughout the City, of which \$1,450,000 is one time funding. Funds are also included to address maintaining the City's facilities. Two years ago a facilities assessment was completed that identified repairs that needed to be completed over the next several years. This budget includes approximately \$1.9 million to continue addressing the maintenance and repairs identified in the assessment report.

The approved budget also includes an additional Traffic Engineer position as part of the continued implementation of the Intelligent Transportation System (ITS) master plan.

#### **Electric Utility**

The Electric Utility budget includes funding for an Electric Meter Technician position and a Line Technician/Troubleman position. These positions are necessary to meet the growing demands of the utility. Funding is also included for substation painting – an important maintenance activity.

# Management's Discussion and Analysis

## For the Fiscal Year Ended September 30, 2015

(Unaudited)

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### **Water Services**

The Water Services budget includes the addition of a Crew Leader position and Field Operator position. This completes a two-year plan to add an additional crew for water services that will be responsible for maintenance of the water distribution system and wastewater collection system. Funds are also included for maintenance activities and new equipment.

### **Parks and Recreation**

Funds are included in the Parks and Recreation approved budget to address equipment needs for the Parks System as well as court resurfacing, replacement playground equipment and the repair and addition of various amenities. Many of these items have been identified in the Parks Asset Management Plan.

### **Neighborhood Integrity**

#### **Planning and Development Services**

Funds are included in the approved budget for the implementation of components of neighborhood plan projects that have been identified in recent years.

### **Diverse Growing Economy**

#### **Economic Development**

The approved budget includes funding for additional economic development efforts in College Station. This includes additional funding for the City's Economic Development Division.

### **Tax Rate**

The fiscal year 2016 budget was prepared using a tax rate of 45.25 cents per \$100 assessed valuation. This is the same as the fiscal year 2015 tax rate. The debt service portion of the tax rate is 19.3052 cents, which is the rate necessary to meet the tax supported debt obligations of the City. The operations and maintenance portion of the tax rate is 25.9448 cents. This provides the necessary revenue to support the adopted General Fund budget.

### **Utility Rates**

The fiscal year 2016 budget does not include utility rate increases

### **Capital Projects**

The approved Capital Improvements Project Budget for FY16 totals \$89,915,959 for all funds that include capital projects. This is an increase of approximately \$56 million over the capital budget for FY15 and reflects some significant capital projects scheduled to be addressed this coming year. The appropriations are intended to provide budget authorization for the contracts that are expected to be brought to Council for approval in FY16. In some cases, the expenditures related to these contracts may be spread across multiple fiscal years and, in those cases, the appropriations for the fiscal year would exceed the anticipated expenditure for the fiscal year. The appropriations on capital projects will carry forward into subsequent fiscal years.

# Management's Discussion and Analysis

## For the Fiscal Year Ended September 30, 2015

(Unaudited)

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The following are major projects in design, under construction or to be completed in 2016:

- Roadway and Utility Rehabilitation Projects including Graham Road, Munson Street, Francis Drive and Luther Street
- Rock Prairie Road West Widening
- Eisenhower Street Extension
- Lakeway Extension
- Greens Prairie Trail from FM 2154 through Royder
- Cain/Deacon Union Pacific Railroad Crossing Switch
- Design of FM 2818 Capacity Improvements
- Safety Improvements – Holik, Park Place, Anna and Glade
- Royder Road Expansion
- Signal at State Highway 40 and Victoria
- Intelligent Transportation System (ITS) Master Plan Implementation
- Lick Creek Hike and Bike Trail
- University Drive Pedestrian Improvements
- New Police Station Design
- Computer Aided Dispatch/Records Management System (CAD/RMS) Replacement
- Enterprise Resource Planning (ERP) System Replacement
- Library Expansion
- Lick Creek Nature Center
- Lincoln Center Addition
- Well #9 and Well # 9 Collection Line
- Area 2 Water Line Extension
- Eastgate Water and Wastewater Utility Rehabilitation
- Lick Creek Parallel Trunkline
- Carter Creek Wastewater Treatment Plant Centrifuge and Electrical Improvements
- Installation of 2<sup>nd</sup> Transformer at Northgate Substation
- Electric Transmission Line Reroute and Reconductor

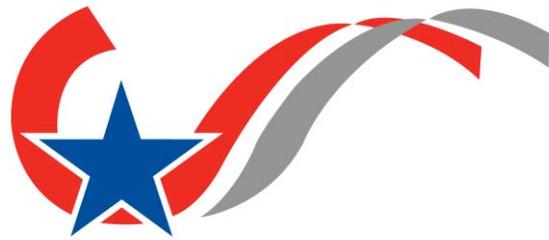
The capital funds come from various sources including General Obligation bonds authorized by the voters, Certificates of Obligation supported by the tax rate or utility rates, and existing cash reserves from the General Fund, the Utility funds, and the Hotel Tax Fund. Associated operating and maintenance costs needed for the projects that will be operational in FY16 have been included in the approved budget.

The City plans to issue debt for capital projects in 2016.

### **REQUEST FOR INFORMATION**

This financial report is designed to provide a general overview of the City of College Station's financial position for all who have an interest in the City's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to:

City of College Station  
Fiscal Services Department  
ATTN: Assistant City Manager  
PO Box 9960  
College Station, Texas 77840-9960  
Or visit our website at <http://www.cstx.gov/cafr>



CITY OF COLLEGE STATION  
*Home of Texas A&M University®*

**CITY OF COLLEGE STATION, TEXAS**

Statement of Net Position

September 30, 2015

	Governmental Activities	Business-type Activities	Total
<b>Assets</b>			
Cash and cash equivalents	\$ 102,894,550	\$ 29,947,068	\$ 132,841,618
Investments	10,219,867	2,974,036	13,193,903
Receivables (net of allow for uncollectible)	5,625,268	19,657,534	25,282,802
Investments interest receivable	8,030	3,736	11,766
Inventories	6,488,178	2,610,840	9,099,018
Internal balance	(3,994,411)	3,994,411	-
Prepays	16,670	-	16,670
<b>Restricted assets</b>			
Cash and cash equivalents	-	18,172,000	18,172,000
Equity in investments	-	1,805,038	1,805,038
Equity in joint venture	-	13,572,308	13,572,308
Loans receivable	1,449,615	3,860,000	5,309,615
<b>Capital assets (net of accum depreciation)</b>			
Land and construction in progress	46,847,985	13,990,759	60,838,744
Other capital assets (net of accum depreciation)	198,407,030	316,771,735	515,178,765
<b>Total assets</b>	<u>367,962,782</u>	<u>427,359,465</u>	<u>795,322,247</u>
<b>Deferred outflows of resources</b>			
Deferred charge on pension	5,107,505	1,485,207	6,592,712
Deferred charge on refunding	1,502,183	1,192,558	2,694,741
<b>Total deferred outflows of resources</b>	<u>6,609,688</u>	<u>2,677,765</u>	<u>9,287,453</u>
<b>Liabilities</b>			
Accounts payable	2,904,002	12,953,448	15,857,450
Accrued liabilities	1,670,911	657,733	2,328,644
Retainage payable	160,036	394,321	554,357
Customer construction advances	753,960	-	753,960
Claims payable	1,973,042	-	1,973,042
Unearned revenues	951,162	21,677	972,839
Accrued interest payable	541,338	762,609	1,303,947
Refundable deposits	100,759	3,188,175	3,288,934
Compensated absences - current	225,927	56,744	282,671
Current portion of long-term	9,153,973	11,677,374	20,831,347
Bonds and certificate of obligation payable	97,515,943	142,299,056	239,814,999
Compensated absences - long-term	2,760,267	693,274	3,453,541
Other post employment benefits	7,844,506	2,309,747	10,154,253
Net pension obligation	17,126,614	4,980,230	22,106,844
<b>Total liabilities</b>	<u>143,682,440</u>	<u>179,994,388</u>	<u>323,676,828</u>
<b>Deferred inflows of resources</b>			
Deferred charge on pensions	727,423	211,527	938,950
<b>Total deferred inflows of resources</b>	<u>727,423</u>	<u>211,527</u>	<u>938,950</u>
<b>Net position</b>			
Net investment in capital assets	167,101,930	200,468,509	367,570,439
<b>Restricted for:</b>			
Debt service	2,814,048	1,581,186	4,395,234
Public safety	828,330	-	828,330
Community development	2,163,507	-	2,163,507
Tourism	8,663,166	-	8,663,166
Capital projects	38,426,832	-	38,426,832
Other purposes	2,479,031	-	2,479,031
Unrestricted	7,685,763	47,781,620	55,467,383
<b>Total net position</b>	<u>\$ 230,162,607</u>	<u>\$ 249,831,315</u>	<u>\$ 479,993,922</u>

The notes to the financial statements are an integral part of this statement.

**CITY OF COLLEGE STATION, TEXAS**  
Statement of Activities  
For the Year Ended September 30, 2015

Functions/Programs	Expenses	Program Revenues			Net Revenue (Expense) and Changes in Net Position		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-type Activities	Total
<b>Governmental activities:</b>							
Police	\$ 18,601,237	\$ 607,839	\$ 55,580	\$ -	\$ (17,937,818)	\$ -	\$ (17,937,818)
Fire	15,095,073	1,961,325	298,654	-	(12,835,094)	-	(12,835,094)
Public works	18,793,401	2,254,382	-	2,544,233	(13,994,786)	-	(13,994,786)
Parks and recreation	9,884,737	1,652,014	453,577	998,295	(6,780,851)	-	(6,780,851)
Library	1,213,820	-	-	-	(1,213,820)	-	(1,213,820)
Planning and development svcs	3,225,321	1,885,563	-	-	(1,339,758)	-	(1,339,758)
Information technology	4,416,190	72	-	-	(4,416,118)	-	(4,416,118)
Fiscal services	3,594,382	2,956,304	-	-	(638,078)	-	(638,078)
General government	10,194,285	2,822,398	2,187,590	-	(5,184,297)	-	(5,184,297)
Interest on long-term debt	3,943,972	-	-	-	(3,943,972)	-	(3,943,972)
Unallocated depreciation	1,235,340	-	-	-	(1,235,340)	-	(1,235,340)
<b>Total governmental activities</b>	<b>90,197,758</b>	<b>14,139,897</b>	<b>2,995,401</b>	<b>3,542,528</b>	<b>(69,519,932)</b>	<b>-</b>	<b>(69,519,932)</b>
<b>Business-type activities:</b>							
Electric	79,828,415	101,432,340	-	4,006,336	-	25,610,261	25,610,261
Water	13,082,761	15,069,720	-	2,088,029	-	4,074,988	4,074,988
Wastewater	12,437,020	13,864,099	-	2,007,222	-	3,434,301	3,434,301
Sanitation	7,786,244	8,845,145	668,322	1,472,527	-	3,199,750	3,199,750
Northgate parking	953,681	1,435,290	-	22,699	-	504,308	504,308
<b>Total business-type activities</b>	<b>114,088,121</b>	<b>140,646,594</b>	<b>668,322</b>	<b>9,596,813</b>	<b>-</b>	<b>36,823,608</b>	<b>36,823,608</b>
<b>Total primary government</b>	<b>\$ 204,285,879</b>	<b>\$ 154,786,491</b>	<b>\$ 3,663,723</b>	<b>\$ 13,139,341</b>	<b>(69,519,932)</b>	<b>36,823,608</b>	<b>(32,696,324)</b>
<b>General revenue:</b>							
Property taxes					30,936,581	-	30,936,581
Sales taxes					26,687,963	-	26,687,963
Other taxes					8,604,517	-	8,604,517
Unrestricted investment earnings					379,537	187,322	566,859
Gain on sale of capital assets					6,818,583	-	6,818,583
Transfers					13,037,208	(13,037,208)	-
<b>Total general revenues and transfers</b>					<b>86,464,389</b>	<b>(12,849,886)</b>	<b>73,614,503</b>
Change in net position					16,944,457	23,973,722	40,918,179
Net position - beginning					217,123,245	228,537,318	445,660,563
Prior period adjustment					(3,905,095)	(2,679,725)	(6,584,820)
<b>Net position - ending</b>					<b>\$ 230,162,607</b>	<b>\$ 249,831,315</b>	<b>\$ 479,993,922</b>

The notes to the financial statements are an integral part of this statement.

**CITY OF COLLEGE STATION, TEXAS**

Balance Sheet  
Governmental Funds  
September 30, 2015

	General	Debt Service	Streets Projects	Other Governmental Funds	Total Governmental Funds
<b>Assets</b>					
Current assets					
Cash and cash equivalents	\$ 20,913,630	\$ 2,560,216	\$ 18,656,421	\$ 41,467,068	\$ 83,597,335
Equity in investments	2,076,644	254,308	1,853,156	4,118,954	8,303,062
Receivables (net of allow for uncollectible)	3,805,692	533,207	345,997	1,005,425	5,690,321
Investments interest receivable	1,670	199	1,449	3,215	6,533
Inventories	49,509	-	-	6,244,189	6,293,698
Prepaid costs	14,170	-	-	-	14,170
Loans receivable	-	-	-	1,449,615	1,449,615
<b>Total assets</b>	<b>\$ 26,861,315</b>	<b>\$ 3,347,930</b>	<b>\$ 20,857,023</b>	<b>\$ 54,288,466</b>	<b>\$ 105,354,734</b>
<b>Liabilities</b>					
Accounts payable	\$ 794,803	\$ 675	\$ 733,580	\$ 280,303	\$ 1,809,361
Accrued liabilities	1,602,822	-	-	35,398	1,638,220
Retainage payable	-	-	94,637	60,577	155,214
Customer construction advances	752,760	-	1,200	-	753,960
Refundable deposits	100,759	-	-	-	100,759
<b>Total liabilities</b>	<b>3,251,144</b>	<b>675</b>	<b>829,417</b>	<b>376,278</b>	<b>4,457,514</b>
<b>Deferred inflows of resources</b>					
Unavailable revenue-loans receivable	-	-	-	211,738	211,738
Unavailable revenue-property taxes	554,073	533,207	-	-	1,087,280
Unavailable revenue-other	633,034	-	345,997	19,142	998,173
<b>Total deferred inflows of resources</b>	<b>1,187,107</b>	<b>533,207</b>	<b>345,997</b>	<b>230,880</b>	<b>2,297,191</b>
<b>Fund balances</b>					
Nonspendable	63,679	-	-	6,244,189	6,307,868
Restricted	-	2,814,048	19,681,609	32,644,246	55,139,903
Committed	-	-	-	14,792,873	14,792,873
Assigned	2,433,744	-	-	-	2,433,744
Unassigned	19,925,641	-	-	-	19,925,641
<b>Total fund balances</b>	<b>22,423,064</b>	<b>2,814,048</b>	<b>19,681,609</b>	<b>53,681,308</b>	<b>98,600,029</b>
<b>Total liabilities, deferred inflows of resources and fund balances</b>	<b>\$ 26,861,315</b>	<b>\$ 3,347,930</b>	<b>\$ 20,857,023</b>	<b>\$ 54,288,466</b>	<b>\$ 105,354,734</b>

The notes to the financial statements are an integral part of this statement.

**CITY OF COLLEGE STATION, TEXAS**  
Reconciliation of the Balance Sheet of Governmental Funds  
to the Statement of Net Position  
September 30, 2015

Total fund balance per balance sheet		\$ 98,600,029
Amounts reported for governmental activities in the statement of net position are different because:		
Capital assets used in governmental activities are not financial resources, therefore are not reported in the governmental funds balance sheet		235,924,238
Deferred outflows of resources not reported in the governmental funds:		
Pension contributions after measurement date	\$ 3,519,628	
Difference in projected and actual earnings	1,587,877	
Deferred charges on debt refundings	<u>1,502,183</u>	6,609,688
Deferred inflows of resources not reported in the governmental funds:		
Difference in expected and actual experience		(727,423)
Long-term liabilities are not due and payable in the current period, therefore are not reported in the governmental funds balance sheet.		
Due within one year	(10,343,423)	
Due in more than one year	<u>(124,603,719)</u>	(134,947,142)
Interest payable on long-term debt does not require current financial resources and is not reported in the governmental funds balance sheet.		(541,338)
Allowance for loans receivable		(72,663)
Other long-term assets are not available to pay for current period expenditures and, therefore, are reported as unavailable revenue in the funds		2,297,191
Internal service funds are used by management to charge the costs of certain activities, such as insurance, fleet maintenance, and equipment replacement to individual funds. The assets and liabilities of the internal service funds are included in the government-wide statements of net position (net of the amount allocated to business-type activities).		
Assets	30,767,837	
Liabilities	(3,753,399)	
Net amount allocated to business-type activities	<u>(3,994,411)</u>	<u>23,020,027</u>
Net position of governmental activities		<u>\$ 230,162,607</u>

The notes to the financial statements are an integral part of this statement.

**CITY OF COLLEGE STATION, TEXAS**  
Statement of Revenues, Expenditures, and Changes in Fund Balances  
Governmental Funds  
For the Fiscal Year Ended September 30, 2015

	General	Debt Service	Streets Projects	Other Governmental Funds	Total Governmental Funds
<b>Revenues</b>					
Ad valorem taxes	\$ 17,000,439	\$ 12,655,920	\$ -	\$ 192,941	\$ 29,849,300
Sales taxes	26,687,963	-	-	-	26,687,963
Other taxes	3,061,718	-	-	5,542,799	8,604,517
Licenses and permits	1,500,777	-	-	-	1,500,777
Intergovernmental	355,083	-	187,020	2,192,660	2,734,763
Charges for services	3,572,684	-	-	2,746,038	6,318,722
Fines, forfeits, and penalties	2,693,647	-	-	206,549	2,900,196
Investment income	116,074	19,417	90,309	153,740	379,540
Rents and royalties	136,228	-	-	-	136,228
Contributions	1,251	-	-	1,444,702	1,445,953
Other	3,252,310	-	107,897	26,724	3,386,931
<b>Total revenues</b>	<u>58,378,174</u>	<u>12,675,337</u>	<u>385,226</u>	<u>12,506,153</u>	<u>83,944,890</u>
<b>Expenditures</b>					
<b>Current</b>					
Police	18,533,889	-	-	13,905	18,547,794
Fire	14,881,983	-	-	-	14,881,983
Public works	9,156,070	-	-	1,116,465	10,272,535
Parks and recreation	8,194,670	-	-	352,413	8,547,083
Library	1,138,568	-	-	-	1,138,568
Planning and development services	3,106,143	-	-	140,288	3,246,431
Information technology	4,112,987	-	-	-	4,112,987
Fiscal services	3,314,990	-	-	253,367	3,568,357
General government	4,853,358	-	-	1,062,753	5,916,111
Contributions	1,187,500	-	-	2,424,260	3,611,760
Other	217,114	-	-	4,943	222,057
Capital outlay	129,896	-	5,310,016	4,214,597	9,654,509
<b>Debt service</b>					
Principal retirement	-	9,110,000	-	-	9,110,000
Interest payments	-	4,220,656	-	-	4,220,656
Debt issuance costs	-	7,862	-	-	7,862
Intergovernmental	-	-	151,289	-	151,289
<b>Total expenditures</b>	<u>68,827,168</u>	<u>13,338,518</u>	<u>5,461,305</u>	<u>9,582,991</u>	<u>97,209,982</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(10,448,994)</u>	<u>(663,181)</u>	<u>(5,076,079)</u>	<u>2,923,162</u>	<u>(13,265,092)</u>
<b>Other financing sources (uses)</b>					
Sale of capital assets	8,974,205	-	-	-	8,974,205
Transfers In	15,094,866	262,795	1,739,457	10,755,812	27,852,930
Transfers out	(11,441,262)	-	(550,974)	(2,823,486)	(14,815,722)
<b>Total other financing sources (uses)</b>	<u>12,627,809</u>	<u>262,795</u>	<u>1,188,483</u>	<u>7,932,326</u>	<u>22,011,413</u>
<b>Net change in fund balance</b>	2,178,815	(400,386)	(3,887,596)	10,855,488	8,746,321
Fund balances, October 1	20,244,249	3,214,434	23,569,205	42,825,820	89,853,708
Fund balances, September 30	<u>\$ 22,423,064</u>	<u>\$ 2,814,048</u>	<u>\$ 19,681,609</u>	<u>\$ 53,681,308</u>	<u>\$ 98,600,029</u>

The notes to the financial statements are an integral part of this statement.

**CITY OF COLLEGE STATION, TEXAS**  
 Reconciliation of the Statement of Revenues, Expenditures,  
 and Changes in Fund Balances of Governmental Funds  
 to the Statement of Activities  
 For the Fiscal Year Ended September 30, 2015

Net change in fund balance - total governmental funds \$ 8,746,321

Amounts reported for governmental activities in the statement of activities differ as a result of the following:

Governmental funds report capital outlays as expenditures. However, in the government-wide statement of activities the cost of those assets are allocated over their estimated useful lives as depreciation expense. This is the amount of capital assets recorded in the current period. 9,654,509

Governmental funds do not recognize the total amount of revenue recognized in the government-wide statement of activities related to the sale of redevelopment home properties 17,210

The effect of various miscellaneous transactions involving capital assets (e.g., sales, trade ins, and capital contributions) is to increase/decrease net assets. 701,900

Some property tax and loan revenues will not be collected for several months after the the City's fiscal year end. These are not considered "available" revenues in the governmental funds until received. 984,322

Amortization of interest as the result of debt refundings is reported in the government-wide statement of activities but does not require the use of current financial resources. Therefore, amortized interest expense is not reported as an expenditure in governmental funds. 493,973

Depreciation expense on capital assets is reported in the government-wide statement of activities but does not require the use of current financial resources. Therefore, depreciation expense is not reported as an expenditure in governmental funds. (13,467,977)

The issuance of long-term debt (i.e., bonds, certificates of obligation) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net position. Also, governmental funds report the effect of issuance costs, premiums, discounts, and similar items when debt is first issued, whereas the amounts are deferred and amortized in the statement of activities. This amount is the net effect of these differences in the treatment of long-term debt and related items.

Bond principal retirement 9,110,000

Long-term estimated liabilities are recognized as expenses in the Statement of Activities as incurred, but are recognized when current financial resources are used in the government funds.

Compensated absences	\$ (210,439)	
Net pension obligation	685,782	
Other post retirement benefits	<u>(783,853)</u>	(308,510)

Internal service funds are used by management to charge the costs of certain activities, such as insurance, fleet maintenance, and equipment replacement to individual funds. The net revenue of the internal service funds is reported with governmental activities net of the amount allocated to business-type activities.

Change in net position	1,221,699	
Net amount allocated to business activities	<u>(208,990)</u>	<u>1,012,709</u>

Change in net position of governmental activities \$ 16,944,457

The notes to the financial statements are an integral part of this statement.

**CITY OF COLLEGE STATION, TEXAS**  
Statement of Net Position  
Proprietary Funds  
September 30, 2015

	Business-type Activities-Enterprise Funds					Governmental Activities
	Electric	Water	Wastewater	Other Enterprise Funds	Total Enterprise Funds	Internal Service Funds
<b>Assets</b>						
<b>Current assets</b>						
Cash and cash equivalents	\$ 18,529,840	\$ 3,761,342	\$ 5,873,539	\$ 1,782,347	\$ 29,947,068	\$ 19,675,355
Investments	1,840,461	373,536	583,383	176,656	2,974,036	1,954,097
<b>Restricted assets</b>						
Cash and cash equivalents	4,047,183	3,921,509	10,203,308	-	18,172,000	-
Investments	402,010	389,526	1,013,502	-	1,805,038	-
Receivables (net of allow for uncollectible)	14,042,244	2,569,341	1,862,776	1,183,173	19,657,534	73,772
Investments interest receivable	1,753	597	1,248	138	3,736	1,528
Inventories	2,175,033	385,623	23,165	27,019	2,610,840	194,480
Prepaid costs	-	-	-	-	-	2,500
<b>Total current assets</b>	<b>41,038,524</b>	<b>11,401,474</b>	<b>19,560,921</b>	<b>3,169,333</b>	<b>75,170,252</b>	<b>21,901,732</b>
<b>Noncurrent assets</b>						
Equity in joint venture	-	-	-	13,572,308	13,572,308	-
Loans receivable	-	-	-	3,860,000	3,860,000	-
<b>Capital assets</b>						
Utility plant	192,487,181	176,715,471	137,872,507	-	507,075,159	-
Buildings	-	-	-	5,737,679	5,737,679	786,525
Machinery and equipment	341,663	227,775	113,888	6,352,616	7,035,942	24,662,001
Less accumulated depreciation	(87,580,758)	(56,879,051)	(53,879,581)	(4,737,655)	(203,077,045)	(15,902,152)
Construction in progress	2,987,104	5,290,243	4,935,673	86,989	13,300,009	-
Land	-	-	-	690,750	690,750	-
<b>Total capital assets</b>	<b>108,235,190</b>	<b>125,354,438</b>	<b>89,042,487</b>	<b>8,130,379</b>	<b>330,762,494</b>	<b>9,546,374</b>
<b>Total noncurrent assets</b>	<b>108,235,190</b>	<b>125,354,438</b>	<b>89,042,487</b>	<b>25,562,687</b>	<b>348,194,802</b>	<b>9,546,374</b>
<b>Total assets</b>	<b>149,273,714</b>	<b>136,755,912</b>	<b>108,603,408</b>	<b>28,732,020</b>	<b>423,365,054</b>	<b>31,448,106</b>
<b>Deferred outflows of resources</b>						
Deferred charge on pensions	697,109	272,435	264,541	251,122	1,485,207	246,560
Deferred charge on refunding	509,996	469,564	168,288	44,710	1,192,558	-
<b>Total deferred outflows of resources</b>	<b>1,207,105</b>	<b>741,999</b>	<b>432,829</b>	<b>295,832</b>	<b>2,677,765</b>	<b>246,560</b>
<b>Liabilities</b>						
<b>Current liabilities</b>						
Accounts payable	11,444,509	1,044,928	236,202	227,809	12,953,448	1,099,995
Accrued liabilities	382,594	65,169	80,358	129,612	657,733	70,270
Unearned revenue - other	-	-	-	21,677	21,677	-
Compensated absences	25,139	8,986	12,877	9,742	56,744	8,692
Retainage payable	212,624	136,978	38,477	6,242	394,321	4,822
Claims payable	-	-	-	-	-	1,973,042
<b>Payable from restricted assets</b>						
Accrued interest payable	290,189	240,077	208,263	24,080	762,609	-
Refundable deposits	2,845,842	317,364	20,769	4,200	3,188,175	-
Certificates of obligation	2,114,905	1,012,695	955,013	250,000	4,332,613	-
General obligation bonds	1,823,832	2,094,459	2,178,296	423,174	6,519,761	-
Revenue bonds	111,186	478,100	235,714	-	825,000	-
<b>Total current liabilities</b>	<b>19,250,820</b>	<b>5,398,756</b>	<b>3,965,969</b>	<b>1,096,536</b>	<b>29,712,081</b>	<b>3,156,821</b>
<b>Noncurrent liabilities</b>						
Certificates of obligation	42,438,031	18,994,767	21,998,515	3,610,000	87,041,313	-
General obligation bonds	14,362,584	15,507,256	11,733,381	1,084,522	42,687,743	-
Revenue bonds	1,694,071	7,284,501	3,591,428	-	12,570,000	-
Compensated absences	307,138	109,781	157,331	119,024	693,274	106,200
Post employment benefits	1,032,782	383,888	508,476	384,601	2,309,747	412,711
Net pension obligation	2,337,564	913,535	887,064	842,067	4,980,230	826,772
<b>Total noncurrent liabilities</b>	<b>62,172,170</b>	<b>43,193,728</b>	<b>38,876,195</b>	<b>6,040,214</b>	<b>150,282,307</b>	<b>1,345,683</b>
<b>Total liabilities</b>	<b>81,422,990</b>	<b>48,592,484</b>	<b>42,842,164</b>	<b>7,136,750</b>	<b>179,994,388</b>	<b>4,502,504</b>
<b>Deferred inflows of resources</b>						
Deferred charge on pensions	99,284	38,801	37,677	35,765	211,527	35,115
<b>Total deferred inflows of resources</b>	<b>99,284</b>	<b>38,801</b>	<b>37,677</b>	<b>35,765</b>	<b>211,527</b>	<b>35,115</b>
<b>Net position</b>						
Net investment in capital assets	54,455,379	82,266,006	57,124,441	6,622,683	200,468,509	9,546,374
<b>Restricted for:</b>						
Debt service	435,933	565,609	579,644	-	1,581,186	-
Unrestricted	14,067,233	6,035,011	8,452,311	15,232,654	43,787,209	17,610,673
<b>Total net position</b>	<b>\$ 68,958,545</b>	<b>\$ 88,866,626</b>	<b>\$ 66,156,396</b>	<b>\$ 21,855,337</b>	<b>245,836,904</b>	<b>\$ 27,157,047</b>
Adjustment to reflect the consolidation of internal services fund activities related to enterprise funds					3,994,411	
<b>Net position of business-type activities</b>					<b>\$ 249,831,315</b>	

The notes to the financial statements are an integral part of this statement.

**CITY OF COLLEGE STATION, TEXAS**  
Statement of Revenues, Expenses and Changes in Net Position  
Proprietary Funds  
For the Fiscal Year Ended September 30, 2015

	Business-type Activities - Enterprise Funds				Governmental	
	Electric	Water	Wastewater	Other Enterprise Funds	Total Enterprise Funds	Internal Service Funds
<b>Operating revenues</b>						
Intergovernmental	\$ -	\$ -	\$ -	\$ 5,500	\$ 5,500	\$ -
Charges for services	98,763,293	14,185,870	14,547,098	9,839,065	137,335,326	9,255,178
Fines, forfeits, and penalties	-	-	-	229,457	229,457	-
Premiums	-	-	-	-	-	10,850,350
Rents and royalties	3,563	706	-	-	4,269	-
Other	<u>2,347,427</u>	<u>826,136</u>	<u>368,306</u>	<u>32,833</u>	<u>3,574,702</u>	<u>318,132</u>
<b>Total operating revenues</b>	<u>101,114,283</u>	<u>15,012,712</u>	<u>14,915,404</u>	<u>10,106,855</u>	<u>141,149,254</u>	<u>20,423,660</u>
<b>Operating expenses</b>						
Electric operations	70,909,104	-	-	-	70,909,104	-
Salaries and benefits	-	2,283,067	2,418,413	2,451,690	7,153,170	2,498,234
Supplies	-	572,274	942,873	421,810	1,936,957	955,266
Maintenance	-	78,075	192,890	664,294	935,259	45,519
Purchased professional services	-	469,327	279,752	854,646	1,603,725	189,666
Purchased property services	-	1,247,935	1,105,212	1,504,180	3,857,327	49,475
Other purchased services	-	269,881	573,575	1,429,620	2,273,076	790,940
Claims	-	-	-	-	-	7,906,221
Administration fee	-	-	-	-	-	2,123,209
Contributions	-	-	-	40,729	40,729	2,267,479
Premiums	-	-	-	-	-	1,701,237
Depreciation	6,086,048	5,339,673	5,008,103	1,111,015	17,544,839	2,117,042
Other	<u>467,945</u>	<u>209,521</u>	<u>59,969</u>	<u>23,126</u>	<u>760,561</u>	<u>367,935</u>
<b>Total operating expenses</b>	<u>77,463,097</u>	<u>10,469,753</u>	<u>10,580,787</u>	<u>8,501,110</u>	<u>107,014,747</u>	<u>21,012,223</u>
<b>Operating income (loss)</b>	<u>23,651,186</u>	<u>4,542,959</u>	<u>4,334,617</u>	<u>1,605,745</u>	<u>34,134,507</u>	<u>(588,563)</u>
<b>Nonoperating revenues (expenses)</b>						
Investment income	71,155	40,226	69,042	6,899	187,322	96,325
Gain (loss) on disposal of assets	(16,516)	(187,383)	(1,312,630)	-	(1,516,529)	45,451
Earnings in joint venture	-	-	-	662,822	662,822	-
Interest expense	(2,496,009)	(1,948,160)	(1,615,489)	(65,157)	(6,124,815)	-
Other, net	<u>331,866</u>	<u>(493,179)</u>	<u>(65,082)</u>	<u>(134,082)</u>	<u>(360,477)</u>	<u>1,366,623</u>
<b>Total nonoperating revenues (expenses)</b>	<u>(2,109,504)</u>	<u>(2,588,496)</u>	<u>(2,924,159)</u>	<u>470,482</u>	<u>(7,151,677)</u>	<u>1,508,399</u>
<b>Income before capital contributions and transfers</b>	<u>21,541,682</u>	<u>1,954,463</u>	<u>1,410,458</u>	<u>2,076,227</u>	<u>26,982,830</u>	<u>919,836</u>
<b>Capital contributions and transfers</b>						
Capital contributions	4,006,336	2,088,029	2,007,222	1,495,226	9,596,813	104,983
Transfers in	738,495	1,196	773	218,401	958,865	266,000
Transfers out	<u>(7,402,305)</u>	<u>(2,814,769)</u>	<u>(2,556,113)</u>	<u>(1,222,886)</u>	<u>(13,996,073)</u>	<u>(69,120)</u>
<b>Total capital contributions and transfers</b>	<u>(2,657,474)</u>	<u>(725,544)</u>	<u>(548,118)</u>	<u>490,741</u>	<u>(3,440,395)</u>	<u>301,863</u>
<b>Change in net position</b>	<u>18,884,208</u>	<u>1,228,919</u>	<u>862,340</u>	<u>2,566,968</u>	<u>23,542,435</u>	<u>1,221,699</u>
Beginning net position	51,091,592	88,028,965	65,587,428	20,043,911		26,280,705
Prior period adjustment	<u>(1,017,255)</u>	<u>(391,258)</u>	<u>(293,372)</u>	<u>(755,542)</u>	<u>(2,457,427)</u>	<u>(345,357)</u>
<b>Ending net position</b>	<u>\$ 68,958,545</u>	<u>\$ 88,866,626</u>	<u>\$ 66,156,396</u>	<u>\$ 21,855,337</u>		<u>\$ 27,157,047</u>
Adjustment to reflect the consolidation of internal service fund activities related to enterprise funds					<u>208,990</u>	
Change in net position of business-type activities					<u>\$ 21,293,998</u>	

The notes to the financial statements are an integral part of this statement.

**CITY OF COLLEGE STATION, TEXAS**  
Statement of Cash Flows  
Proprietary Funds  
For the Fiscal Year Ended September 30, 2015

	Business-type Activities - Enterprise Funds				Governmental Activities	
	Electric	Water	Wastewater	Other	Total	Internal
				Enterprise Funds	Enterprise Funds	Service Funds
<b>Cash flows from operating activities:</b>						
Cash received from customers	\$ 100,057,395	\$ 14,283,746	\$ 14,685,865	\$ 9,707,532	\$ 138,734,538	\$ 20,395,322
Cash payments to suppliers for goods and services	(72,980,199)	(2,947,576)	(3,986,442)	(6,044,418)	(85,958,635)	(16,221,997)
Cash payments to employees for services	(4,049,735)	(1,468,181)	(1,792,050)	(1,785,528)	(9,095,494)	(1,907,008)
Customer deposits received (refunded)	(69,042)	(22,531)	6,684	-	(84,889)	-
Cash paid for miscellaneous services	-	(493,179)	(65,082)	(146,351)	(704,612)	(23,114)
Cash received for miscellaneous revenues	331,866	-	-	12,269	344,135	1,389,737
Net cash provided (used) by operating activities	<u>23,290,285</u>	<u>9,352,279</u>	<u>8,848,975</u>	<u>1,743,504</u>	<u>43,235,043</u>	<u>3,632,940</u>
<b>Cash flows from noncapital financing activities:</b>						
Transfers in from other funds	738,495	1,196	773	218,401	958,865	266,000
Transfers out to other funds	(7,402,305)	(2,814,769)	(2,556,113)	(1,222,886)	(13,996,073)	(69,120)
Net cash provided (used) by noncapital financing activities	<u>(6,663,810)</u>	<u>(2,813,573)</u>	<u>(2,555,340)</u>	<u>(1,004,485)</u>	<u>(13,037,208)</u>	<u>196,880</u>
<b>Cash flows from capital and related financing activities:</b>						
Acquisition and construction of capital assets	(10,479,159)	(7,362,204)	(4,150,019)	(1,220,851)	(23,212,233)	(3,702,439)
Capital grants and contributions	4,006,336	2,088,029	2,007,222	1,495,226	9,596,813	104,983
Proceeds from sale of assets	-	-	-	-	-	45,451
Principal paid on certificates of obligation and general obligation bonds	(3,930,057)	(3,685,520)	(3,145,571)	(401,996)	(11,163,144)	-
Interest paid on certificates of obligation and general obligation bonds	(2,437,208)	(1,892,402)	(1,589,894)	(67,553)	(5,987,057)	-
Net cash provided (used) by capital and related financing activities	<u>(12,840,088)</u>	<u>(10,852,097)</u>	<u>(6,878,262)</u>	<u>(195,174)</u>	<u>(30,765,621)</u>	<u>(3,552,005)</u>
<b>Cash flows from investing activities:</b>						
Purchase of investments	(4,473,692)	(1,526,840)	(3,197,415)	(347,329)	(9,545,276)	(3,830,393)
Proceeds from sale and maturities of investment securities	4,614,834	2,212,633	3,662,384	335,033	10,824,884	4,356,968
Investment income	69,402	39,629	67,794	6,761	183,586	94,797
Net cash provided (used) by investing activities	<u>210,544</u>	<u>725,422</u>	<u>532,763</u>	<u>(5,535)</u>	<u>1,463,194</u>	<u>621,372</u>
Net increase (decrease) in cash and cash equivalents	3,996,931	(3,587,969)	(51,864)	538,310	895,408	899,187
Cash and cash equivalents, Oct. 1	<u>18,580,092</u>	<u>11,270,820</u>	<u>16,128,711</u>	<u>1,244,037</u>	<u>47,223,660</u>	<u>18,776,168</u>
Cash and cash equivalents, Sept. 30	<u>\$ 22,577,023</u>	<u>\$ 7,682,851</u>	<u>\$ 16,076,847</u>	<u>\$ 1,782,347</u>	<u>\$ 48,119,068</u>	<u>\$ 19,675,355</u>
<b>Reconciliation of operating income to net cash</b>						
Provided by operating activities:						
Operating income	\$ 23,651,186	\$ 4,542,959	\$ 4,334,617	\$ 1,605,745	\$ 34,134,507	\$ (588,563)
<b>Adjustment to reconcile operating income to net cash provided (used) by operating activities:</b>						
Depreciation, bad debt expense, inventory loss	6,086,048	5,339,673	5,008,103	1,111,015	17,544,839	2,117,042
Miscellaneous nonoperating revenues	331,866	-	-	12,269	344,135	1,389,737
Miscellaneous nonoperating expenses	-	(493,179)	(65,082)	(146,351)	(704,612)	(23,114)
Changes in deferred inflows and outflows	(597,825)	(233,634)	(226,864)	(193,680)	(1,252,003)	(211,445)
Changes in assets and liabilities:						
Change in accounts receivable	(1,056,888)	(728,966)	(229,539)	(257,360)	(2,272,753)	(28,338)
Change in inventory	(359,903)	(43,555)	6,670	(21,378)	(418,166)	(78,899)
Change in prepaid costs	-	-	-	-	-	(2,500)
Change in accounts payable	(5,688,899)	556,615	(324,242)	(144,292)	(5,600,818)	494,247
Change in refundable deposits	(69,042)	(22,531)	6,684	-	(84,889)	-
Change in retainage payable	-	-	-	-	-	4,822
Change in claims payable	-	-	-	-	-	322,406
Change in accrued liabilities	58,639	17,834	16,606	20,393	113,472	3,921
Change in deferred revenue	-	-	-	(141,963)	(141,963)	-
Change in accrued vacation	77,219	14,837	7,672	12,928	112,656	16,048
Change in OPEB	201,437	104,074	72,201	59,881	437,593	38,743
Change in net pension obligation	656,447	298,152	242,149	(173,703)	1,023,045	178,833
Total adjustments	<u>(360,901)</u>	<u>4,809,320</u>	<u>4,514,358</u>	<u>137,759</u>	<u>9,100,536</u>	<u>4,221,503</u>
Net cash provided (used) by operating activities	<u>\$ 23,290,285</u>	<u>\$ 9,352,279</u>	<u>\$ 8,848,975</u>	<u>\$ 1,743,504</u>	<u>\$ 43,235,043</u>	<u>\$ 3,632,940</u>

There were no material noncash investing, capital, and financing activities for the year ended September 30, 2015.

The notes to the financial statements are an integral part of this statement.



CITY OF COLLEGE STATION  
*Home of Texas A&M University®*

# Notes to the Financial Statements

## For the Fiscal Year Ended September 30, 2015

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### I. Summary of Significant Accounting Policies

#### A. Financial Reporting Entity

The City of College Station, Texas ("City"), the financial reporting entity presented in these financial statements, was incorporated in 1938 as a municipal corporation incorporated under the provisions of H.B. 901 of the Texas Legislature. The City operates under a Council-Manager form of government and provides such services as authorized by its charter to advance the welfare, health, comfort, safety and convenience of the City and its inhabitants.

The accounting and reporting policies of the City relating to the funds included in the accompanying basic financial statements conform to accounting principles generally accepted in the United States of America (GAAP) applicable to state and local governments. Generally accepted accounting principles for local governments include those principles prescribed by the Governmental Accounting Standards Board (GASB), the American Institute of Certified Public Accountants in the publication entitled State and Local Governments-Audit and Accounting Guide and by the Financial Accounting Standards Board (when applicable).

The City's basic financial statements include the accounts of all City operations. The criteria for including organizations as component units within the City's reporting entity, as set forth in Section 2100 of GASB's Codification of Governmental Accounting and Financial Reporting Standards, include whether:

- The organization is legally separate (can sue and be sued in their own name)
- The City holds the corporate powers of the organization
- The City appoints a voting majority of the organization's board
- The City is able to impose its will on the organization
- The organization has the potential to impose a financial benefit/burden on the City
- There is a fiscal dependency by the organization on the City.

Based on the aforementioned criteria, the City has no component units.

#### B. Government-Wide and Fund Financial Statements

The government-wide financial statements (e.g., the statement of net position and the statement of activities) report information on all of the activities of the City. For the most part, the effect of interfund activity has been removed from these statements. Governmental activities, which normally are supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on fees and charges for support.

The statement of activities demonstrates the degree to which the direct expenses for a given function or segment is offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or segment. 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 or segment 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 among programs revenues are reported instead as general revenues.

Separate financial statements are provided for governmental funds and proprietary funds. Major individual governmental funds and major individual enterprise funds are reported as separate columns in the fund financial statements.

#### C. Measurement Focus, Basis of Accounting and Financial Statement Presentation

Measurement focus refers to the type of information a given fund presents; basis of accounting refers to when revenues and expenditures are recognized in the accounts and reported in the financial statements. Basis of accounting relates to the timing of the measurement made, regardless of the measurement focuses applied.

The government-wide financial statements and fund financial statements for proprietary funds are reported using the economic resources measurement focus and the *accrual basis of accounting*. The economic resources measurement focus means all assets and liabilities (whether current or noncurrent) are included on the statement

## Notes to the Financial Statements

### For the Fiscal Year Ended September 30, 2015

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of net position and the operating statements present increases (revenues) and decreases (expenses) in total net position.

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 for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements have been met.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Under the modified accrual basis of accounting, revenues are recognized as soon as they are both measurable and available. "Measurable" means the amount of the transaction can be determined and "available" means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period. The City considers revenues to be available if they are collected within 30 days of the end of the current fiscal period. Expenditures are generally recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to vacation, claims, and judgments are recorded only when payment is due.

Property taxes, other local taxes, licenses, and interest associated with the current fiscal period are all considered to be susceptible to accrual and, therefore, have been recognized as revenues of the current fiscal period. All other revenue items are considered to be measurable and available only when the City receives cash.

The City reports the following major governmental funds:

The *General Fund* is the City's primary operating fund. It accounts for all financial resources of the general government, except those required to be accounted for in another fund. All general tax revenues and other receipts that are not restricted by law or contractual agreement to some other fund are accounted for in this fund. General operating expenditures, fixed charges and capital improvement costs that are not paid through other funds are paid from the General Fund.

The *Debt Service Fund* accounts for the financial resources that are restricted, committed, or assigned to expenditure for the payment of principal and interest on long-term debt paid primarily from taxes levied by the City. Financial resources that are being accumulated from principal and interest in future years are also reported in the Debt Service Fund.

The *Streets Projects Fund* accounts for the costs of new street construction, street improvements, and traffic signalization made with funds provided primarily by proceeds from the sale of general obligation bonds and by investing those proceeds.

The City reports the following major proprietary funds:

The *Electric Fund* accounts for the activities necessary to provide electric services to the residents of the City. These activities include administration, distribution system operations and maintenance, transmission system operations and maintenance, new construction, and financing and related debt services. Billing and collection services are accounted for as an internal service fund.

The *Water Fund* accounts for the activities necessary to provide water services to the residents of the City. These activities include administrative services, water production and distribution system operation and maintenance, new construction, and financing and related debt services. Billing and collection services are accounted for as an internal service fund.

The *Wastewater Fund* accounts for the activities necessary to provide wastewater services to the residents of the City. These activities include administrative services, wastewater system operation and maintenance, new construction, and financing and related debt services. Billing and collection services are accounted for as an internal service fund.

# Notes to the Financial Statements

## For the Fiscal Year Ended September 30, 2015

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Additionally, the City reports the following fund types:

*Internal Service Funds* account for activities related to administration of health insurance provided to City employees; the City's risk management activities, including general liability, unemployment and workers' compensation claims and associated administrative expenses on a cost reimbursement basis; utility billing and collection activities related to the City's electric, water, and wastewater utilities and residential and commercial garbage collections; activities related to the management of the City's vehicles and heavy equipment, including preventative maintenance and vehicle repair; and activities related to the purchase and replacement of vehicles and large motorized equipment, telephone and radio systems, and technological infrastructure equipment not budgeted in other funds.

In general, the effect of internal fund activity has been eliminated from the government-wide financial statements. Exceptions to this rule are payments-in-lieu of taxes, indirect costs and franchise fees, and other charges between the City's Electric, Water, and Wastewater Funds because elimination of these charges would distort the direct costs and program revenues reported in the Statement of Activities.

Amounts reported as 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 or segment 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 among program revenues are reported instead as general revenues.

Proprietary funds distinguish operation revenues and expenses from non-operating items. Operating revenues and expenses generally result from providing services in connection with the fund's principal ongoing operations. The principal operation revenues of the City's enterprise funds are charges for customer services including electric, water, wastewater, and sanitation fees; while internal service funds revenues are for equipment purchase amounts and risk management charges. Operating expenses for enterprise fund and internal services funds include the cost of services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as non-operating revenues and expenses.

When both restricted and unrestricted resources are available for use, it is the City's policy to use restricted resources first, and then unrestricted resources as they are needed.

### **D. Assets, Liabilities, and Net Position or Equity**

#### Cash and Cash Equivalents

Cash and cash equivalents are short term highly liquid investments that are (a) readily convertible to known amounts of cash and (b) so near their maturity that they present insignificant risk of changes in value because of changes in interest rates. Therefore, for purposes of the statement of cash flows, cash and cash equivalents (including restricted assets) include demand accounts, investments pools, money market mutual funds, certificates of deposit and agency securities notes with original maturities of three months or less when purchased.

All cash, except for petty cash accounts, is deposited with the City's depository bank in interest bearing accounts or is invested.

The City uses a pooling method to account for cash and cash equivalents. Equity in cash and cash equivalents and interest income from pooled cash are allocated to the participating funds on a monthly basis. The amount of the allocation is determined by calculating a ratio of each fund's equity in the pool to the total pool.

#### Investments

Investments are made in accordance with the City's Investment Policy which was adopted by the City Council in October 2014 for the fiscal year ending September 30, 2015. This policy is applicable to all city funds and permits investment in obligations of U.S. Government or its agencies, repurchase agreements, commercial paper, certificates of deposit, public funds investment pools, and money market mutual funds. This policy states that the Assistant City Manager shall designate the City's Investment Officer with whom responsibility and authority for investment transactions reside.

## Notes to the Financial Statements

### For the Fiscal Year Ended September 30, 2015

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The investments purchased under the provisions of the Investment Policy are managed to maintain liquidity for meeting the City's needs for cash and to limit potential market risks in periods of rising interest rates which depress the market value of securities. As a guideline, maturity of securities should not exceed five years for cash management purposes, with an optimum weighted average maturity of less than two years. Investments in securities with a maturity of more than two years are considered prudent for funds maintained for capital construction and debt service funds, if necessary to meet projected disbursement schedules.

As a general guideline, the City's cash management portfolio is designed with the objective of meeting, over the course of full market cycles, the average return on three-month U.S. Treasury bills, or the average rate of federal funds, whichever is higher. These indices are considered benchmarks for riskless investment transactions and therefore comprise a standard for the portfolio's rate of return. The investment program seeks to augment rates of return above this level. In a diversified portfolio, measured losses are inevitable and must be considered within the context of the overall portfolio. The objective of investment in construction funds should at least match inflation increases in construction costs.

Active portfolio management includes the practice of selling securities prior to maturity and using the proceeds to purchase other securities. Such "swaps" are performed for a variety of valid reasons: to lengthen maturities as interest rates rise, to secure market profits and shorten maturities as interest rates fall, and to take advantage of differences in relative yield between different types of securities and varying maturities. "Swaps" analysis is the responsibility of the City's Investment Officer and the decision to execute the "swap" rests with this designated Officer. To protect the portfolio from imprudent trading, no security may be sold until such time as the current market value of the security plus interest earned from date of purchase is at least equal to the purchase price of that security.

State statutes authorize the City to invest in fully insured time deposits, direct debt securities of the United States or its agencies, and fully collateralized repurchase agreements. The repurchase agreements must be purchased pursuant to a master repurchase agreement which specifies that the transaction be held in a safekeeping account subject to the control and custody of the City.

Investments in security repurchase agreements may be made only with the City's depository bank, with state or national banks domiciled in the state of Texas, or with securities dealers reporting to the Federal Reserve Bank of New York ("Primary Dealers"). All securities are purchased delivery versus payment and held in the City's name in a safekeeping account at The Bank of New York.

Investments of all funds may consist of Agency securities, money market mutual funds, certificates of deposit and investments in public funds investment pool. Investments are stated at fair value in accordance with GASB Statement No. 31, Accounting and Financial Reporting for Certain Investments and for External Investment Pools. In 2011, the City adopted GASB No.59, Financial Instruments Omnibus. See Note IV-A regarding 2a7-like pools.

The City also uses a pooling method to account for investments. Equity in investments and interest income from the investment pool is allocated to the participating funds on a monthly basis and is determined by calculating a ratio of each fund's equity in the investment pool to the total pool.

#### Inventories, Assets Held for Resale and Prepaid Costs

Inventories are accounted for using the consumption method and are valued at year-end based on cost, with costs determined using an average cost method.

Assets held for resale are Cemetery plots which are in the governmental funds. City ordinance stipulates the percentage of cemetery plot sales to be allocated to the operational fund. These assets held for resale are in the non-major governmental Cemetery funds and are reported as inventory in the financial statements and accounted for using the purchases method.

Payments made to vendors for services that will benefit periods beyond September 30, 2015, are recorded as prepaid costs with a reserve for prepaid items recognized in the governmental funds in the fund level financial statements to indicate that a portion of fund balance is not available for other subsequent expenditures.

# Notes to the Financial Statements

## For the Fiscal Year Ended September 30, 2015

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### Interfund Transaction and Receivables/Payables

Activity between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as either "due to/from other funds" (i.e., the current portion of interfund loans) or "advances to/from other funds" (i.e., the non-current portion of interfund loans). All other outstanding balances between funds are reported as "due to/from other funds". Any residual balances outstanding between governmental activities and business-type activities are reported in the government-wide financial statements as "internal balances."

### Transactions between Funds

The City allocates an indirect cost percentage of administrative services paid through the General Fund along with other indirect costs deemed necessary for the operation of the proprietary funds, internal service funds and the other governmental funds.

### Restricted Assets

In the Enterprise Funds, proceeds of utility revenue bonds and certificates of obligations, as well as resources set aside for their repayment, are classified as restricted assets on the balance sheet because their use is limited by applicable bond covenants. In addition, customer utility deposits are classified as restricted assets because the deposit remains the property of the customer and is not available for operations.

### Investment in Joint Venture

The Proprietary Funds' investment in joint venture is recorded using the equity method of accounting. Required disclosures concerning the joint venture are presented in Note V-C.

### Capital Assets

Capital assets include property, plant, equipment, and infrastructure assets (e.g., roads, bridges, sidewalks, and similar items) and are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Capital assets are defined by the City as assets with an initial, individual cost of more than \$5,000 and an estimated useful life in excess of three years. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair market value at the date of donation.

Assets owned by the electric utility are capitalized in accordance with Federal Energy Regulatory Commission (FERC) guidelines. Furthermore, assets owned by either the Water or Wastewater utilities are capitalized in accordance with the National Association of Regulatory Utility Commissioners (NARUC) guidelines. The costs of normal maintenance and repairs that do not add to the value of the assets or materially extend the asset's useful life are not capitalized.

Major outlays for capital assets and improvements are capitalized as projects are constructed. In accordance with Financial Accounting Standards Board ASC 980 Regulated Operations, interest is not capitalized during construction of capital assets of business-type activities because interest is recovered currently in the City's established rate structure.

Depreciation of all assets is recorded and calculated using the straight-line method over the following estimated useful lives:

Electric system	1-50 Years
Water system	2-50 Years
Wastewater system	2-50 Years
Infrastructure	10-50 Years
Buildings and building improvements	5-50 Years
Land improvements	10-45 Years
Machinery and equipment	5-20 Years
Motor vehicles	3-12 Years
Furniture, fixtures and office equipment	5-20 Years

# Notes to the Financial Statements

## For the Fiscal Year Ended September 30, 2015

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### Compensated Absences

Employees are credited with vacation at rates of 10 to 20 days per year, depending upon length of service. Carryover of unused vacation time from one year to the next is allowed for a maximum of two years. Upon termination, the respective employees are paid for any accrued vacation not taken (up to the two year maximum). Accumulated vacation is accrued when earned in the government-wide and proprietary fund financial statements. No liability has been recorded in the governmental fund financial statements.

Employees are credited with sick leave at the rate of one day per month. There is no maximum to the number of sick days that each employee can accumulate. Because the City does not pay employees for unused accumulated sick leave, no related liability has been recorded in the financial statements.

Changes in compensated absences for the year ending September 30, 2015 were as follows:

Activity Type:	Beginning			Total Ending Balance	Amount Due	Amount Due
	Balance	Earned	Paid		Within One Year	Greater than One Year
Governmental	\$2,822,263	\$377,576	(\$213,645)	\$2,986,194	\$225,927	\$2,760,267
Business-type	637,362	160,904	(48,248)	750,018	56,744	693,274
Total	\$3,459,625	\$538,480	(\$261,893)	\$3,736,212	\$282,671	\$3,453,541

Internal service funds predominantly serve the governmental funds. All internal service funds are included as part of the above totals for governmental activities. All of the Utility Customer Service Fund and a portion of the remaining internal service funds are included in the Business-type Activities on the Statement of Net Position. For the governmental activities, accrued vacation is generally liquidated by the general fund.

### Long-Term Obligations

In the government-wide financial statements and in the fund financial statements for the proprietary fund types, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund statement of net position. Bond premiums and discounts are deferred and amortized over the life of the bonds using the straight-line method. Bonds payable are reported net of the applicable bond premium or discount and deferred amounts on refunding. Bond issuance costs, with the exception of bond insurance, are expensed in the period incurred.

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.

### Pensions

For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the Fiduciary Net Position of the Texas Municipal Retirement System (TMRS) and additions to/deductions from TMRS's Fiduciary Net Position 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. Investments are reported at fair value.

### Fund Equity

In the fund financial statements, governmental funds report fund balance classifications that comprise a hierarchy based primarily on the specific purposes for which amounts in those funds can be spent. In the fiscal year ended September 30, 2009, the City adopted the Governmental Accounting Standards Board Statement (GASBS) number 54, "Fund Balance Reporting and Governmental Fund Type Definitions." GASBS 54 provides for and the City uses the following classifications:

# Notes to the Financial Statements

## For the Fiscal Year Ended September 30, 2015

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*Nonspendable Fund Balance* includes amounts that cannot be spent because they are not in spendable form. The “not in spendable form” criterion includes items that are not expected to be converted to cash, for example, inventories and prepaid amounts. It also includes the long-term amount of loans receivable as well as property acquired for resale.

*Restricted Fund Balance* is reported when constraints placed on the use of resources are either (a) externally imposed by creditors, grantors, contributors, or laws or regulations of other governments; or (b) imposed by law through constitutional provisions or enabling legislation.

*Committed Fund Balance* includes amounts that can only be used for specific purposes pursuant to limitations imposed by the government’s highest level of decision-making authority. The City Council is the highest level of decision making-authority for the government that can, by approval of a resolution prior to the end of the fiscal year, commit fund balance. Once adopted, the limitation imposed by the resolution remains in place until a similar action is taken (the approval of another resolution) to remove or revise the limitation.

*Assigned Fund Balance* includes amounts that are constrained by the government’s intent to be used for specific purposes, but are neither restricted nor committed. The governing body, the City Council, has authorized the Assistant City Manager, through the budget ordinance, to assign fund balance. Assignments, unlike commitments are not permanent and a formal action is not required for the removal of an assignment. Finally, assignments may not result in a deficit in Unassigned Fund Balance in the General Fund.

*Unassigned Fund Balance* is the residual classification for the General Fund. This classification represents fund balance that has not been assigned to other funds nor been restricted, committed, or assigned to specific purposes within the General Fund. In other governmental funds, if expenditures incurred for specific purposes exceeded the amounts restricted, committed, or assigned to those purposes, it may be necessary to report a negative unassigned fund balance.

When fund balances are available for use and the usage requirements met, the City reduces the committed amounts first, followed by the assigned amounts and then the unassigned amount lastly. When both restricted and unrestricted resources are available for use, it is the City's policy to use restricted resources first, and then unrestricted resources as they are needed.

### **E. Budgetary Control**

The City follows these procedures in establishing budgetary data:

1. Prior to September 1, City Manager submits to City Council a proposed operating budget for the upcoming fiscal year beginning October 1. The operating budget includes proposed expenditures and the means for financing them.
2. All budget requests are compiled by the Office of Budget & Financial Reporting and then presented with comparative and supporting data to the Mayor and City Council for review.
3. Public hearings are properly advertised and conducted at City Hall for taxpayer comments.
4. Prior to September 27, the budget is legally enacted through passage of an ordinance.
5. The City Council must approve all transfers of budgeted amounts between departments within any fund and any revision that alters the total expenditures of any fund. An amount is also budgeted each year for contingencies which may arise. The Council has authorized the City Manager to make budget transfers for contingencies if the amount does not exceed \$50,000. All other transfers must be approved by City Council. Departments may transfer amounts among individual budget line items within major expenditure categories during the year, but no such transfer may increase the overall total budget without Council approval. Budgeted amounts as originally adopted were not significantly changed by such transfers during the year.
6. In accordance with the City Charter, the budget may be amended after the following conditions are met: (a) The City Manager certifies that there are available revenues in excess of those estimated in the budget. (b) The

# Notes to the Financial Statements

## For the Fiscal Year Ended September 30, 2015

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City Council holds a public hearing on the supplemental appropriation. (c) The City Council approves the supplemental appropriation. Management may not amend the budget without seeking the approval of the City Council.

**F. Budget Basis of Accounting**

The City prepares its annual budget on a basis (budget basis) which differs from a GAAP basis. The budget and all transactions are presented in accordance with the City's method (budget basis) in the Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual - General Fund to provide a meaningful comparison of actual results with the budget. The differences between budget and GAAP basis in the General Fund are that reimbursements and transfers of indirect costs are shown as Reimbursed Administration and interfund loan transactions are treated as transfers for budget basis. Consistent with the purchases method, assets held for resale are treated as expenditures for budget purposes.

**II. Minimum Fund Balance/Operating Reserve Policies**

The unobligated (unassigned) fund balance in the General Fund should be at least 15% of the annual budgeted General Fund expenditures. This percentage is the equivalent of 55 days expenditure. An additional amount of 3.0% should be maintained for extraordinary items or contingencies. Cash and investments alone should be equivalent to 30 days operating expenditures.

The working capital (current assets less current liabilities) in the enterprise funds should be maintained at 15% of total operating expenses or the equivalent of 55 days. Cash and Investments alone should be equivalent to 30 days of operations.

**III. Stewardship, Compliance, and Accountability**

**A. Budgetary Information**

The Council approved two budget amendments during fiscal year 2015. These two budget amendments included the following appropriations:

Encumbrance Roll	\$3,008,450	City Gateway project	150,000
TAMU Game Day Traffic Control Rental/Purchase	295,000	Drainage Boom Mower	66,000
PD & Administrative Office Space	41,000	MDT Replacement	99,553
Fire Department Hazardous Materials Vehicle	691,000	Annual Imagery Updates	116,000
Well Field Fence and Gate Improvements	69,200	Electric Substation Transformer	1,150,000
Property & Casualty Fund Defense Costs	1,367,463	Mobile Computing Infrastructure	96,500
Debt Service Fund debt service	100,000	Fleet Maintenance Fund budget adjust	20,000
			<u>\$7,270,166</u>

1. Budget appropriations are adopted at the fund level for all funds except the General Fund. In the General Fund, budget appropriations are adopted at the department level. Expenditures in excess of appropriations for each fund are prohibited by the City Charter. Appropriations lapse at the end of the budget year if they have not been expended or lawfully encumbered.
2. Formal budgetary integration is legally enacted and employed as a management control device during the year for all funds.
3. Encumbrance accounting is employed in governmental funds. Encumbrances (e.g., purchase orders, contracts) outstanding at year end are reported as assignments of fund balances and do not constitute expenditures or liabilities.

# Notes to the Financial Statements

## For the Fiscal Year Ended September 30, 2015

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### B. Excess of Expenditures over Appropriations

The amounts of any excesses of expenditures over appropriations during fiscal year 2015 and the funds in which they occurred are as follows:

<u>Fund</u>	<u>Amount</u>
General Government Projects	\$ 1,410,147

### IV. Detailed Notes on All Funds

#### A. Cash and Investments

Cash and investments are accounted for within the pooled cash fund of the City. The City records investments at fair value in accordance with GASB Statement No. 31, Accounting and Financial Reporting for Certain Investments and for External Investment Pools.

Cash and cash equivalents, investment balances and interest income are allocated to the City's participating funds on a monthly basis. The amount of the allocation is based on each fund's proportional equity to total pooled equity.

	<u>Fair Value</u>	<u>Weighted Average Maturity (days)</u>
Bank Demand Accounts	\$ 74,164,958	1
US Agency	6,012,420	544
Money Market Accounts	50,794,279	1
Certificates of Deposits	9,030,657	467
Texas Local Government Investment Pool	<u>26,010,245</u>	1
	<u>\$166,012,559</u>	
Portfolio Weighted Average Maturity		46

*Interest rate risk:* In accordance with the City's Investment Policy, interest rate risk is managed by limiting the weighted average maturity of the investment portfolio to two years (approximately 720 days) or less and by limiting the maximum maturity of any security purchased to five years or less.

*Credit risk:* Investments authorized by the City's policy are those approved by the revised State of Texas Public Funds Investment Act of 1997 and 2011 and the Texas Public Collateral Act of 1989. These investments include the following:

1. Direct obligations of the United States government: U.S. Treasury Bills, U.S. Treasury Notes, and U.S. Treasury Bonds as well as Bonds or other interest bearing obligations for which the principal and interest are guaranteed by the full faith and credit of the United States government and rated not less than A or its equivalent by at least one nationally recognized investment rating firm.
2. Federal Agencies and Instrumentalities including but not limited to, discount notes, callables and debentures of the Federal National Mortgage Association (FNMA), the Federal Home Loan Bank (FHLB), the Federal Farm Credit Bank (FFCB), and the Federal Home Loan Mortgage Corporation (FHLMC).
3. Time Certificates of Deposit, insured by the Federal Deposit Insurance Corporation (FDIC) or its successor, or the National Credit Union Share Insurance Fund or its successor, in state or national banks. Any deposits exceeding FDIC insurance limits shall be collateralized at 102% of the face amount of the Certificate of Deposit by securities listed in 1 - 2 above and held by the City's custodial bank or the custodial bank of the institution the CD's are held. Bids for Certificates of Deposit may be solicited orally, in writing, electronically or using any combination of these methods.
4. Repurchase Agreements with a defined termination date of 90 days or less collateralized by a combination of cash and securities listed in 1 - 2 above. Collateral must have a minimum market value of 102% of the repurchase agreement, and must be held by the custodian bank or other independent third-party custodian contracted by the City. Bond proceeds may be invested in flexible repurchase agreements with maturity

## Notes to the Financial Statements

### For the Fiscal Year Ended September 30, 2015

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dates not exceeding the expected final project expenditure if a formal bidding process is followed and properly documented for IRS purposes.

5. Commercial Paper maturing within 180 days carrying a minimum rating not less than A-1 or P-1 or equivalent by two nationally recognized rating agencies, or; rated not less than A-1 or P-1 equivalent by one nationally recognized rating agency plus secured by an irrevocable letter of credit issued by a domestic bank.
6. AAA rated Money Market Mutual Funds registered with the Securities and Exchange Commission that invest exclusively in investments described in this section.
7. AAA-rated Investment Pools organized under the Texas Interlocal Cooperation Act that follow the requirements in the Public Funds Investment Act and which have been specifically approved by the City.

The City is a voluntary participant in two external investment pools, Texpool and TexSTAR. The pools are 2a7-like pools, which are not registered with the Securities and Exchange Commission (SEC) as an investment company, but have a policy that it will, and does, operate in a manner consistent with the SEC's Rule 2a7 of the Investment Company Act of 1940. This type of pool uses amortized investment costs rather than market values to compute participant share values. Furthermore, the pools in which the City participates seek to maintain a stable \$1 net asset value per share of unit. Accordingly, the fair value of the City's position in these pools is substantially the same as the market value of the shares in each of the pools. As of September 30, 2015, the City's investments in Texpool and TexSTAR were rated by Standard & Poor's as AAAM.

*Credit concentration:* With the exception of U.S. Treasury securities and authorized pools, the City's Investment Policy limits the investment in a single security type or with a single financial institution to 30%. It also limits the overall investment in Federal Agency securities to 70% and Certificates of Deposit to 30%. As of September 30, 2015, the issuers whose securities represented more than 5% of the City's investment portfolio were as follows: American Momentum Bank (9%) and Branch Banking and Trust Company (19%).

*Custodian credit risk – deposits:* In the case of deposits, this is the risk that in the event of a bank failure, the government's deposits may not be returned to it. The City of College Station's City Council has approved a depository services contract which governs its depository relationship. This contract requires that deposits not covered by depository insurance be collateralized at 105%. The City's depository bank collateralizes the city's funds at 110%.

*Custodian credit risk – investments:* For an investment, this is the risk that, in the event of the failure of the counterparty, the government will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. The City's investment portfolio requires that all security transactions be conducted on a Delivery-vs.-Payment basis and that all securities be held by a third party custodian and evidenced by safekeeping receipts.

**Notes to the Financial Statements**  
**For the Fiscal Year Ended September 30, 2015**

**B. Receivables**

Receivables as of year-end for the City's individual major funds, non-major and internal service funds in the aggregate, including the applicable allowances for uncollectible accounts, are as follows:

Governmental activities:	General	Debt Service	Street Projects	Nonmajor	Internal Service Fund	Total
Taxes:						
Property	\$ 554,073	\$ 533,207	\$ -	\$ -	\$ -	\$ 1,087,280
Beverage	130,913	-	-	-	-	130,913
Sales	2,086,401	-	-	-	-	2,086,401
Subtotal taxes	<u>2,771,387</u>	<u>533,207</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>3,304,594</u>
Grants				736,317		736,317
Charges for services	983,397	-	345,997	294,735	115,630	1,739,759
Loans	-	-	-	1,449,615	-	1,449,615
Miscellaneous	65,104	-	-	-	-	65,104
Total gross governmental	<u>3,819,888</u>	<u>533,207</u>	<u>345,997</u>	<u>2,480,667</u>	<u>115,630</u>	<u>7,295,389</u>
Less allowance for uncollectible accounts	<u>(14,196)</u>	<u>-</u>	<u>-</u>	<u>(25,627)</u>	<u>(41,858)</u>	<u>(81,681)</u>
Net total receivables	<u>\$ 3,805,692</u>	<u>\$ 533,207</u>	<u>\$ 345,997</u>	<u>\$ 2,455,040</u>	<u>\$ 73,772</u>	<u>\$ 7,213,708</u>

Business-type activities:	Electric	Water	Wastewater	Nonmajor	Internal Service Fund	Total
Charges for services	\$ 15,611,861	\$ 2,652,163	\$ 2,030,457	\$ 1,277,896	\$ -	\$ 21,572,377
Less allowance for uncollectible accounts	<u>(1,569,617)</u>	<u>(82,822)</u>	<u>(167,681)</u>	<u>(94,723)</u>	<u>-</u>	<u>(1,914,843)</u>
Net total receivables	<u>\$ 14,042,244</u>	<u>\$ 2,569,341</u>	<u>\$ 1,862,776</u>	<u>\$ 1,183,173</u>	<u>\$ -</u>	<u>\$ 19,657,534</u>

Loans Receivable in the non-major governmental funds are made up of the following: a \$500,000, 40-year loan of HOME Investment Partnership (HOME) funds for Santour Court, an affordable, single-family residential development; \$715,263 in HOME down-payment assistance loans for eligible HOME participants whose loans are made with Federal funds from the Department of Housing and Urban Development (HUD); two Community Development Housing Reconstruction Program Lien Notes held by the City which total to \$234,352. Loans Receivable in the non-major business-type funds represent BSWMA, Inc.'s obligation to reimburse 2009 College Station Certificate of Obligation debt issued and used to construct the Twin Oaks Landfill. The annual principal and interest receivable amounts are as follows:

<u>Year Ended September 30,</u>	<u>Due from Related Party</u>	
	<u>Principal</u>	<u>Interest</u>
2016	\$ 250,000	\$ 156,560
2017-2020	900,000	548,529
2021-2025	1,365,000	462,767
2026-2030	<u>1,345,000</u>	<u>125,573</u>
	<u>\$3,860,000</u>	<u>\$1,293,429</u>

**Notes to the Financial Statements**  
**For the Fiscal Year Ended September 30, 2015**

**C. Capital Assets**

Capital asset activity for the year ended September 30, 2015 was as follows:

Governmental Activities	Beginning Balance	Increases	Decreases	Adjustments	Ending Balance
Capital Assets, not being depreciated					
Land	\$ 40,666,933	\$ 799,263	\$ (6,601,470)	\$ -	\$ 34,864,726
Construction in progress	11,486,257	9,404,360	(8,907,358)	-	11,983,259
Total capital assets not being depreciated	<u>52,153,190</u>	<u>10,203,623</u>	<u>(15,508,828)</u>	<u>-</u>	<u>46,847,985</u>
Capital assets, being depreciated					
Buildings and building improvements	41,607,428	1,106,161	(3,153,854)	-	39,559,735
Improvements other than buildings	40,699,967	4,558,706	(172,747)	-	45,085,926
Machinery and equipment	35,512,462	4,875,872	(2,295,051)	-	38,093,283
Infrastructure	265,514,137	15,693,556	-	-	281,207,693
Total capital assets, being depreciated	<u>383,333,994</u>	<u>26,234,295</u>	<u>(5,621,652)</u>	<u>-</u>	<u>403,946,637</u>
Less accumulated depreciation for:					
Buildings and building improvements	11,822,772	2,067,507	(427,057)	-	13,463,222
Improvements other than buildings	18,963,624	1,909,486	(153,554)	-	20,719,556
Machinery and equipment	25,235,277	2,661,979	(2,121,804)	-	25,775,453
Infrastructure	136,941,823	8,639,554	-	-	145,581,377
Total accumulated depreciation	<u>192,963,496</u>	<u>15,278,526</u>	<u>(2,702,415)</u>	<u>-</u>	<u>205,539,607</u>
Total capital assets being depreciated, net	<u>190,370,498</u>	<u>10,955,769</u>	<u>(2,919,237)</u>	<u>-</u>	<u>198,407,030</u>
 Governmental type activities capital assets, net	 <u>\$ 242,523,688</u>	 <u>\$ 21,159,392</u>	 <u>\$ (18,428,065)</u>	 <u>\$ -</u>	 <u>\$ 245,255,015</u>
Business-Type Activities	Beginning Balance	Increases	Decreases	Adjustments	Ending Balance
Capital assets, not being depreciated					
Land	\$ 690,750	\$ -	\$ -	\$ -	\$ 690,750
Construction in progress	43,291,136	14,093,860	(44,084,987)	-	13,300,009
Total capital assets, not being depreciated	<u>43,981,886</u>	<u>14,093,860</u>	<u>(44,084,987)</u>	<u>-</u>	<u>13,990,759</u>
Capital assets, being depreciated					
Electric system	170,361,252	23,323,674	(1,197,745)	-	192,487,181
Water system	162,975,376	14,067,063	(326,968)	-	176,715,471
Wastewater system	125,735,085	14,189,261	(2,051,839)	-	137,872,507
Buildings and building improvements	5,737,679	-	-	-	5,737,679
Machinery and equipment	7,118,145	1,550,772	(1,632,976)	-	7,035,941
Total capital assets, being depreciated	<u>471,927,537</u>	<u>53,130,770</u>	<u>(5,209,528)</u>	<u>-</u>	<u>519,848,779</u>
Less accumulated depreciation for:					
Electric system	82,572,531	5,911,955	(1,155,999)	-	87,328,487
Water system	51,556,752	5,293,181	(139,063)	-	56,710,870
Wastewater system	49,626,784	4,907,917	(739,210)	-	53,795,491
Buildings and building improvements	1,835,324	143,507	-	-	1,978,831
Machinery and equipment	3,460,718	1,288,279	(1,485,632)	-	3,263,365
Total accumulated depreciation	<u>189,052,109</u>	<u>17,544,839</u>	<u>(3,519,904)</u>	<u>-</u>	<u>203,077,044</u>
Total capital assets, being depreciated, net	<u>282,875,428</u>	<u>35,585,931</u>	<u>(1,689,624)</u>	<u>-</u>	<u>316,771,735</u>
 Business type activities capital assets, net	 <u>\$ 326,857,314</u>	 <u>\$ 49,679,791</u>	 <u>\$ (45,774,611)</u>	 <u>\$ -</u>	 <u>\$ 330,762,494</u>

## Notes to the Financial Statements For the Fiscal Year Ended September 30, 2015

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Depreciation expense for fiscal year 2015 was charged as follows:

Police	\$139,681
Fire	263,199
Public Works	9,340,487
Parks and Recreation	1,435,299
Library	75,252
Planning and Development Services	8,014
Information Technology	388,020
Fiscal Services	52,534
General Government	267,308
Non-departmental	1,238,673
Capital Assets held by Internal Service Fund	<u>2,070,059</u>
Governmental Activities Depreciation Expense	<u>\$15,278,526</u>
Electric	\$6,086,048
Water	5,339,673
Wastewater	5,008,103
Sanitation	861,009
Northgate Parking	<u>250,006</u>
Business-Type Depreciation Expense	<u>\$17,544,839</u>

### D. Interfund Transactions

Transfers between funds during the year were as follows:

	Transfers In	Transfers Out	Governmental Activities, net	Business-type Activities, net
Governmental Activities:				
General Fund	\$ 15,094,866	\$ (11,441,262)	\$ 3,653,604	\$ -
Debt Service Fund	262,795	-	262,795	-
Streets Projects	1,739,457	(550,974)	1,188,483	-
Other Nonmajor Governmental Funds	10,755,812	(2,823,486)	7,932,326	-
Business-type Activities:				
Enterprise Funds:				
Electric	738,495	(7,402,305)	-	(6,663,810)
Water	1,196	(2,814,769)	-	(2,813,573)
Wastewater	773	(2,556,113)	-	(2,555,340)
Other Nonmajor Enterprise Funds	218,401	(1,222,886)	-	(1,004,485)
	<u>\$ 28,811,795</u>	<u>\$ (28,811,795)</u>	<u>\$ 13,037,208</u>	<u>\$ (13,037,208)</u>

Transfers are used to (1) move revenues from the funds with collection authorization to the debt service fund as debt service principal and interest payments become due, (2) move revenues from enterprise funds to the general fund to record the utility transfer in lieu of franchise fees, (3) move revenues from enterprise funds to the general fund for economic development activity, (4) move unrestricted general fund revenues to finance various programs that the government must account for in other funds in accordance with budgetary authorizations.

### E. Operating Leases

The city acquired property on University Drive known as the Chimney Hill Property in fiscal year 2009 with the intention to build a convention center on the property. Hotel tax funds were used to finance \$7,000,000 of the purchase, with the remainder of the purchase price coming from Certificate of Obligation, Series 2009. The purchase price was allocated between the land, \$6,555,190, and an existing building on the property, \$3,084,795. In October 2014 the City sold the property on University Drive known as the Chimney Hill property for \$7,500,000. The proceeds from the sale, along with the revenue received from rent, net of expenses from the property from date of purchase through October 2014 were placed in the Hotel Tax Fund. At the time of the sale, the building carried a net value of \$2,699,196 and \$385,599 in accumulated depreciation.

## Notes to the Financial Statements

### For the Fiscal Year Ended September 30, 2015

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#### F. Deferred Outflows/Inflows of Resources – Other than Pensions

In addition to assets, the statement of financial position and/or balance sheet 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 position that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until then. For the period ended September 30, 2015, the City reported \$1,502,183 in charges on debt refunding as deferred outflow of resources. These charges are reported on the government wide Statement of Net Position and will be amortized over the life of the refunding debt.

In addition to liabilities, the statement of financial position and/or balance sheet will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net position that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time. The City has one item which arises only under a modified accrual basis of accounting, which qualifies for reporting in this category. Accordingly the item, unavailable revenue, is reported only in the governmental funds balance sheet.

The governmental funds report unavailable revenues from the following sources:

	<u>Unavailable</u>	<u>Unearned</u>	<u>Total</u>
Property Tax	\$1,087,280	-	\$1,087,280
Loans Receivable	211,738	-	211,738
Other - Cemetery Plot Loans Receivable	19,142	-	19,142
Other - Street Funds	345,997	-	345,997
Other - General Fund	633,034	-	633,034
	<u>\$2,297,191</u>	<u>\$ -</u>	<u>\$2,297,191</u>

These amounts are deferred and recognized as an inflow of resources in the period that the amounts become available.

Governmental funds report unearned revenue in connection with receivables for revenues that are not considered to be available to liquidate liabilities of the current period. As of fiscal year end, the unearned revenue reported in the governmental funds related to emergency services was \$633,034.

#### G. Prior Period Adjustment

The Governmental Project for Veteran's Park, was completed in FY15 but was not posted to construction in progress in the General Fixed Assets Fund. A portion of the expenditures should have been recognized in FY14. A prior period adjustment was made to reflect the expenditures and the related depreciation expense that should have been recorded in fiscal year 2014. The prior period adjustment increased net position by \$3,704,448.

An error was discovered in the calculation of depreciation for Sanitation Vehicles, the vehicles were depreciated at 10 years instead of 5 years. A prior period adjustment was made to reflect the correct depreciation in prior years, which decreased net position by \$389,360.

The GASB has issued Statement No. 68 "Accounting and Financial Reporting for Pensions" which became effective for fiscal year 2015. This statement changes the focus of pension accounting for employers from whether they are responsibly funding their plan over time to a point-in-time liability that is reflected in the employer's financial statements for any actuarially unfunded portion of pension benefits earned to date. The GASB has also issued Statement No. 71 "Pension Transition for Contributions Made Subsequent to the Measurement Date" which became effective for fiscal year 2015. This statement relates to amounts associated with contributions made by a local government employer to a defined benefit pension plan after the measurement date of the government's beginning net pension liability.

## Notes to the Financial Statements

### For the Fiscal Year Ended September 30, 2015

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The implementation of Statement No. 68 and Statement No. 71 resulted in the restatement of beginning net position for the elimination of the previously reported net pension obligation, the recording of the beginning net pension liability and the beginning deferred outflow for contributions made after the measurement date. The prior period adjustment decreased net position by \$9,899,908.

#### H. Long-Term Debt

A summary of long-term debt transactions, including current portion, for the year ended September 30, 2015 follows:

	Beginning Balance	Incurred/ Issued	Matured/ Retired	Ending Balance	Amounts Due Within One Year
Governmental activities:					
General obligation bonds	\$ 89,050,000	\$ -	\$ 7,195,000	\$ 81,855,000	\$ 7,145,000
Certificates of obligation	21,805,000	-	1,915,000	19,890,000	1,515,000
Premium/discount	5,418,887	-	493,971	4,924,916	493,973
Governmental activity					
Long term debt	<u>116,273,887</u>	-	<u>9,603,971</u>	<u>106,669,916</u>	<u>9,153,973</u>
Business type activities:					
General obligation bonds	49,900,000	-	5,230,000	44,670,000	5,957,900
Certificates of obligation	91,310,000	-	4,005,000	87,305,000	4,100,000
Utility revenue bonds	14,920,000	-	1,525,000	13,395,000	825,000
Premium/discount	9,400,904	-	794,474	8,606,430	794,474
Business type activity					
Long term debt	<u>\$ 165,530,904</u>	\$ -	<u>\$ 11,554,474</u>	<u>\$ 153,976,430</u>	<u>\$ 11,677,374</u>

Due to implementation of GASB No. 63 and 65, deferred loss from refunding transactions have been reclassified from a liability to a deferred outflow of resources and is no longer presented in the long-term debt table presented above.

Internal service funds predominantly serve the governmental funds. All internal service funds, except for the utility customer service fund, are included as part of the above totals for governmental activities.

## Notes to the Financial Statements

### For the Fiscal Year Ended September 30, 2015

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Long-term debt at September 30, 2015 includes the following individual issues (not including unamortized premiums or discounts):

	Interest Rate (%)	Issue Date	Maturity Date	Original Issue	Net Retirement	Outstanding
<b>General Obligation Bonds:</b>						
2006 Issue	4.375-6.375	7/1/06	2/15/26	\$ 7,375,000	\$ 7,375,000	\$ -
2006 Issue - Refunding	4.00-5.00	12/1/06	2/15/18	10,255,000	6,765,000	3,490,000
2007 Issue	4.25-6.25	9/1/07	2/15/27	3,930,000	1,870,000	2,060,000
2008 Issue	4.0 - 5.0	9/1/08	2/15/28	9,455,000	3,115,000	6,340,000
2009 Issue	3.5 - 4.0	7/15/09	2/15/21	3,335,000	680,000	2,655,000
2009 Issue - Refunding	2.00-4.00	11/15/09	2/15/20	4,265,000	2,595,000	1,670,000
2010 Issue	2.00-3.50	8/15/10	2/15/30	19,635,000	3,740,000	15,895,000
2010 Issue - Refunding	3.0-5.0%	11/15/10	2/15/22	11,245,000	4,205,000	7,040,000
2011 Issue	.25-1.6%	9/15/11	2/15/18	1,960,000	1,315,000	645,000
2012 Issue & Refunding	2.0-5.0%	6/1/12	2/15/32	11,515,000	2,505,000	9,010,000
2013 Issue & Refunding	2.0-5.0%	8/15/13	2/15/33	14,505,000	1,995,000	12,510,000
2014 Issue & Refunding	2.0-5.0%	9/1/14	2/15/34	21,230,000	690,000	20,540,000
				<u>118,705,000</u>	<u>36,850,000</u>	<u>81,855,000</u>
<b>General Obligation Bonds - Business-type Activities:</b>						
2009 Issue - Refunding	2.00-4.00	11/15/09	2/15/20	3,830,000	2,335,000	1,495,000
2010 Issue - Refunding	3.0-5.0%	11/15/10	2/15/22	25,905,000	8,510,000	17,395,000
2012 Issue & Refunding	2.0-5.0%	6/1/12	2/15/32	9,570,000	2,810,000	6,760,000
2013 Issue & Refunding	2.0-5.0%	8/15/13	2/15/33	6,255,000	680,000	5,575,000
2014 Issue & Refunding	2.0-5.0%	9/1/14	2/15/34	14,635,000	1,190,000	13,445,000
				<u>60,195,000</u>	<u>15,525,000</u>	<u>44,670,000</u>
<b>Total General Obligation Bonds</b>				<u>178,900,000</u>	<u>52,375,000</u>	<u>126,525,000</u>
<b>Certificates of Obligation - Governmental Activities:</b>						
2006 Issue	4.375-6.375	7/1/06	2/15/26	8,325,000	8,325,000	-
2007 Issue	4.25-6.25	9/1/07	2/15/27	3,960,000	1,885,000	2,075,000
2008 Issue	3.25 - 5.0	9/1/08	2/15/28	22,855,000	15,870,000	6,985,000
2009 Issue	3.00-5.00	7/15/09	2/15/29	5,880,000	5,160,000	720,000
2010 Issue	2.00-3.50	8/15/10	2/15/30	1,050,000	885,000	165,000
2014 Issue	2.0-5.0%	9/1/14	2/15/34	10,665,000	720,000	9,945,000
				<u>52,735,000</u>	<u>32,845,000</u>	<u>19,890,000</u>

## Notes to the Financial Statements For the Fiscal Year Ended September 30, 2015

### Certificates of Obligation - Business-type Activities:

2008 Issue	3.25 - 5.0	9/1/08	2/15/28	15,925,000	3,940,000	11,985,000
2009 Issue	3.00-5.00	7/15/09	2/15/29	30,580,000	11,135,000	19,445,000
2010 Issue	2.00-3.50	8/15/10	2/15/30	2,850,000	500,000	2,350,000
2011 Issue	2.00-3.60	9/15/11	2/15/31	7,920,000	1,100,000	6,820,000
2012 Issue	2.0-5.0%	6/1/12	2/15/32	16,415,000	1,725,000	14,690,000
2013 Issue	2.0-5.0%	8/15/13	2/15/33	10,230,000	730,000	9,500,000
2014 Issue	2.0-5.0%	9/1/14	2/15/34	23,340,000	825,000	22,515,000
				<u>107,260,000</u>	<u>19,955,000</u>	<u>87,305,000</u>

Total Certificates of Obligation				<u>159,995,000</u>	<u>52,800,000</u>	<u>107,195,000</u>
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### Utility Revenue Bonds:

2006 Issue	4.375-6.375	7/1/06	2/1/26	16,950,000	16,950,000	-
2007 Issue	4.00-5.75	9/1/07	2/1/27	18,665,000	5,270,000	13,395,000
				<u>\$ 35,615,000</u>	<u>\$ 22,220,000</u>	<u>13,395,000</u>

Total Outstanding Bonds						<u>\$ 247,115,000</u>
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The annual requirements to amortize debt outstanding as of September 30, 2015 are as follows:

Year Ended September 30,	Governmental Activities			
	General Obligation		Certificates of Obligation	
	Principal	Interest	Principal	Interest
2016	\$ 7,452,100	\$ 3,159,601	\$ 1,515,000	\$ 847,891
2017	7,360,000	2,892,721	1,430,000	794,925
2018	6,645,000	2,619,331	1,370,000	737,781
2019	5,855,000	2,356,546	1,445,000	673,399
2020	6,135,000	2,097,772	1,450,000	612,702
2021-2025	25,390,000	7,255,893	7,605,000	2,060,743
2026-2030	17,755,000	2,606,166	3,865,000	640,844
2031-2034	5,570,000	375,681	1,210,000	124,750
	<u>\$ 82,162,100</u>	<u>\$ 23,363,711</u>	<u>\$ 19,890,000</u>	<u>\$ 6,493,035</u>

Year Ended September 30,	Business-Type Activities					
	General Obligation		Certificates of Obligation		Utility Revenue	
	Principal	Interest	Principal	Interest	Principal	Interest
2016	\$ 5,957,900	\$ 1,814,200	\$ 4,100,000	\$ 3,492,099	\$ 825,000	\$ 569,790
2017	6,280,000	1,568,699	3,985,000	3,361,180	865,000	535,558
2018	5,535,000	1,311,013	4,180,000	3,217,311	915,000	498,610
2019	5,025,000	1,070,550	4,385,000	3,054,861	965,000	458,648
2020	5,285,000	844,200	4,575,000	2,887,806	1,015,000	416,077
2021-2025	15,065,000	1,709,300	26,240,000	11,537,127	5,955,002	1,338,214
2026-2030	1,215,000	30,375	28,345,000	5,543,940	2,855,000	130,162
2031-2034	-	-	11,495,000	944,405	-	-
	<u>\$ 44,362,900</u>	<u>\$ 8,348,337</u>	<u>\$ 87,305,000</u>	<u>\$ 34,038,729</u>	<u>\$ 13,395,002</u>	<u>\$ 3,947,059</u>

## Notes to the Financial Statements

### For the Fiscal Year Ended September 30, 2015

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The City intends to retire all of its general long-term liabilities, plus interest, from ad valorem taxes. Proprietary fund type long-term debt issued for Northgate Parking Garage, Electric, Water and Wastewater projects will be repaid, plus interest, from the operating revenues of their respective funds.

#### General Obligation Bonds and Certificates of Obligation

The City issues General Obligation Bonds and Certificates of Obligation to provide funds for the acquisition and construction of major capital facilities. These types of bonds have been issued by the City for both governmental activities as well as business-type activities. These bonds are reported in the proprietary funds if they are expected to be repaid from proprietary fund revenue.

General Obligation Bonds are direct obligations, for which the City has pledged the full faith and credit of the City. These bonds generally are issued as 20-year serial bonds with varying amounts of principal maturing each year.

The City is required by bond covenants to create from ad valorem tax revenues a sinking fund sufficient to pay the current interest and principal installments as they become due. In addition to the sinking fund, there are a number of limitations and restrictions contained in the various general obligation bonds and certificate indentures. The City is in compliance with the significant limitations and restrictions at September 30, 2015.

In 2009, the City issued \$31,315,000 in Certificates of Obligation. \$2,600,000 of the proceeds was used to purchase land for a convention center site. Council no longer intends to build a convention center, therefore, causing a change in use to the property. In order to maintain the tax exempt status of the 2009 Certificates of Obligation, Council approved to defease the convention center bonds on November 21, 2011.

On December 1, 2011 the bonds were defeased. \$2,728,149 was placed in an escrow account with Bank of New York to cover the principal and interest amount of the bonds until their call date of February 15, 2019. Also, in 2009, the City issued \$5,145,000 in Certificates of Obligation to pay for a portion of the construction of a new municipal landfill. BSWMA, Inc. has pledged to repay the \$5,145,000 plus interest to the City of College Station. As of September 30, 2015 BSWMA, Inc. owed the City \$3,860,000.

#### Revenue Bonds

Utility system revenue bonds are secured by the net revenues of the Electric, Water, and Wastewater Funds as defined in the respective bond indentures. The City pledges income derived from the acquired or constructed assets to pay the debt service. In addition, the City is required to maintain debt service funds and bond reserve funds for all outstanding revenue bonds. Amounts in the reserve fund are to be used to pay principal and interest on outstanding bonds at any time sufficient funds are not available in the bond interest and redemption fund. The bond indentures require that the City accumulate reserves of an amount equal to the average annual principal and interest requirements of all outstanding bonds secured by the net revenues of the system.

#### Arbitrage Compliance

Arbitrage provisions of the Internal Revenue Tax Act of 1986 require the City to rebate to the federal government excess arbitrage earnings from bond proceeds. As of September 30, 2015, the City did not have an arbitrage rebate liability.

#### Defeasance

In prior years, the City issued refunding bonds to defease certain outstanding bonds for the purpose of consolidation and to achieve debt service savings. The City has placed the proceeds from the refunding issues in irrevocable escrow accounts with a trust agent to ensure payment of debt service on the refunded bonds.

Accordingly, the trust account assets and liabilities for the defeased bonds are not included in the City's financial statements. Although defeased, the refunded debt from these earlier issues will not be retired until the call dates have come due or until maturity if they are not callable issues. On September 30, 2015, the City's escrow balance for bonds defeased on December 1, 2011 was \$2,018,838. The defeased bonds are not callable until February 15, 2019.

# Notes to the Financial Statements

## For the Fiscal Year Ended September 30, 2015

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### I. Components of Fund Balance

Fund balances for governmental funds at September 30, 2015 are as follows:

	General	Debt Service	Street Projects	Other	Total
Fund Balances:					
Nonspendable:					
Assets Held for Resale	\$ -	\$ -	\$ -	\$ 6,244,189	\$ 6,244,189
Inventories	49,509	-	-	-	49,509
Prepays	14,170	-	-	-	14,170
Restricted for:					
Community and Neighborhood Parks	-	-	-	4,677,553	4,677,553
Community Development	-	-	-	1,928,499	1,928,499
Court Security Fee	-	-	-	23,930	23,930
Court Technology Fee	-	-	-	443,826	443,826
Debt Service	-	2,814,048	-	-	2,814,048
Drainage	-	-	-	-	-
General Government Capital Projects	-	-	19,681,609	5,849,007	25,530,616
Hotel Occupancy Tax	-	-	-	8,663,166	8,663,166
Juvenile Case Manager	-	-	-	262,526	262,526
Parks and Recreation Capital Projects	-	-	-	8,218,662	8,218,662
Police Seizure	-	-	-	76,042	76,042
Wolf Pen Creek TIF	-	-	-	1,258,814	1,258,814
Truancy Prevention	-	-	-	22,005	22,005
West Medical District TIRZ No. 18	-	-	-	267,285	267,285
East Medical District TIRZ No. 19	-	-	-	2,044	2,044
PEG Access Channel	-	-	-	385,976	385,976
Meyer Estate Gift	-	-	-	564,912	564,912
Committed to:					
Texas Avenue Cemetery Endowment	-	-	-	1,851,345	1,851,345
Memorial Cemetery	-	-	-	1,544,978	1,544,978
Memorial Cemetery Endowment	-	-	-	879,670	879,670
Drainage Infrastructure Improvements	-	-	-	3,101,638	3,101,638
Parks Infrastructure Improvements	-	-	-	7,415,241	7,415,241
Assigned:					
Other Purposes	2,433,744	-	-	-	2,433,744
Assigned to:					
Crime Prevention	-	-	-	-	-
Economic Development	-	-	-	-	-
Efficiency Time Payment Fee	-	-	-	-	-
Parks Xtra Education	-	-	-	-	-
Unassigned:	19,925,641	-	-	-	19,925,641
	<u>\$ 22,423,064</u>	<u>\$ 2,814,048</u>	<u>\$ 19,681,609</u>	<u>\$ 53,681,308</u>	<u>\$ 98,600,029</u>

# Notes to the Financial Statements

## For the Fiscal Year Ended September 30, 2015

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### V. Other Information

#### A. Property Taxes

Property tax is levied each October 1 on the assessed (appraised) value listed as of the prior January 1 for all real and business personal property located in the City. Taxable assessed value represents the appraisal value less applicable exemptions authorized by the City Council.

Taxes are due October 1 and are delinquent after the following January 31. Tax liens are automatic and become enforceable as of January 1 of each year. Taxes become delinquent February 1 and are subject to interest and penalty charges. The tax rate to finance general governmental services including debt service was 45.2500 cents per \$100 of assessed valuation for the year ended September 30, 2015. Under current state statutes, the City's ability to increase the levy for property taxation is subject to a maximum rate of \$2.50 per \$100 valuation.

The Brazos County Appraisal District ("Appraisal District") is responsible for the recording and appraisal of property for all taxing units in Brazos County. The Appraisal District is required to assess property at 100 percent of its appraised value. Real property must be reappraised at least every three years. The City may, at its own expense, require annual reviews by the Appraisal District through various appeals and, if necessary, legal action. Under this system, if the rate, excluding tax rates for bonds and other contractual obligations adjusted for new improvements, exceeds the rate for the previous year by more than eight (8) percent, qualified voters of the City may petition for an election to determine whether to limit the tax rate to no more than eight (8) percent above the tax rate of the previous year.

Brazos County bills and collects the property taxes for the City.

#### B. Risk Management

A government entity such as the City of College Station faces many risks. These risks generally can be divided into four loss categories: direct property loss, indirect property loss, liability loss, and personnel losses. The City employs a combination of risk management strategies to provide acceptable levels of protection from these exposures.

The City is self-insured for health benefits, and the plan is administered by Blue Cross Blue Shield of Texas. This activity is accounted for in the Employee Benefits Fund, which is funded monthly from employee contributions and City operating funds. Contributions are determined based on an analysis of prior year claims and administrative costs and a forecast of future claims and administrative costs. The City's stop loss insurance policy limits the City's liability to \$165,000 per individual per year, with an aggregate attachment point for the last 12 months of \$7,661,832. The liability for outstanding losses includes \$1,336,795 for claims incurred but not reported as of September 30, 2015.

In fiscal year 2015, City real and personal property and mobile equipment was insured by Affiliated FM, A.M. Best rated A+, financial category XV. Affiliated FM premiums were funded by calculated contributions from the City's operating funds. Affiliated FM provided claims handling for these coverage lines. The City carried a property insurance policy deductible between \$100,000 and \$250,000 per occurrence, depending on type of loss. Property insurance covered all direct losses and some indirect losses.

The City self-insures all liability coverage lines. Licensed adjusters in the City's Risk Management Division process Liability and Workers' Compensation claims utilizing the services of Third Party Administrator Abercrombie, Simmons & Gillette (AS&G). In the event of a simultaneous liability and Workers' Compensation claim, only one SIR (self-insured retention) applies.

To further protect the City from catastrophic loss, the City carries excess liability coverage through Allied World Insurance Company, A.M. Best rated A XV, and Colony Insurance Company, A.M. Best rated A XIII. Colony is also the City's excess Workers' Compensation carrier. The self-insured retention ("SIR") for 2015 was \$500,000 per claim.

Liabilities in the property and casualty fund and the Workers' Compensation fund are reported to the carrier when a covered loss can be reasonably estimated to approach one-half of the City's Self-Insured Retention. Liabilities include an amount for claims incurred but not reported. Based on the most recent actuarial study, the City has

## Notes to the Financial Statements

### For the Fiscal Year Ended September 30, 2015

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recorded a potential liability of \$342,312 in the property and casualty fund and a potential liability of \$293,935 in the Workers' Compensation fund. The results of the process to estimate the claims liability is not exact, as it depends on many complex factors, such as inflation, changes in legal doctrines, and damage awards. Accordingly, claims are re-evaluated periodically to accommodate the effects of inflation, recent claim settlement trends (including frequency and amount of pay-outs), and other economic and social factors. Settlements have not exceeded self-insured retention in each of the past three fiscal years.

As a reimbursing employer, the City uses the Unemployment Fund to pay qualified claims filed under the Texas Unemployment Compensation Act. Monthly contributions to fund this activity are based on a percentage of payroll determined annually during the budget process.

The liabilities for insurance claims reported in each of the funds are based on Governmental Accounting Standards Board Statement No. 10, which requires a liability for claims to be reported if information prior to the issuance of the financial statements indicates it is probable a liability has been incurred at the date of the financial statements and if the amount of the loss can be reasonably estimated.

These liabilities include an estimate for incurred but not reported claims. Changes in the balances of claims liabilities for the self-insurance funds accounted for as Internal Service Funds for fiscal years 2015 and 2014 are as follows:

	<u>2015</u>	<u>2014</u>
Unpaid Claims, October 1	\$1,650,636	\$1,641,547
Incurred Claims (including IBNR's)	8,228,627	7,256,283
Claims Paid	<u>(7,906,221)</u>	<u>(7,247,194)</u>
Unpaid Claims, September 30	<u>\$1,973,042</u>	<u>\$1,650,636</u>

#### C. Joint Venture

In 1990 the Brazos Valley Solid Waste Management Agency ("BVSWMMA") was formed under a joint solid waste management agreement between the Cities of College Station and Bryan. College Station and Bryan agreed to cooperatively operate a joint facility for the proper disposal of solid waste for the two cities and outside customers. Each City reported 50% ownership in BVSWMMA. The City of College Station served as landfill operator. This basic structure is how BVSWMMA operated until 2010.

In February 2010 the City Councils for the City of Bryan and the City of College Station approved Articles of Incorporation for BVSWMMA, Inc. a Local Government Corporation under the provisions of Subchapter D of Chapter 431, Texas Transportation Code; and Chapter 394, Texas Local Government Code. In March 2010, the City Councils of Bryan and College Station approved bylaws for BVSWMMA, Inc., which establishes the power to issue debt and to acquire land.

The powers of BVSWMMA, Inc. are vested in a 7 member Board of Directors, with each City Council appointing 3 members and the 7th member to be selected by an approval process set forth in the Articles of Incorporation and deemed to have been appointed by the Cities.

On September 13, 2010, Bryan City Council, College Station City Council and the BVSWMMA, Inc. Board of Directors formalized the creation of BVSWMMA, Inc. and the dissolution of BVSWMMA, effective October 1, 2010, with the approval and execution of a (n):

- Borrowed Employee Agreement between the City of College Station and BVSWMMA, Inc.;
- Asset Transfer and Debt Reimbursement Agreement between BVSWMMA, Inc., the City of College Station and the City of Bryan;

## Notes to the Financial Statements

### For the Fiscal Year Ended September 30, 2015

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- Agreement between the City of College Station, the City of Bryan and BVSWMA, Inc. regarding the Assignment and Assumption of Contracts and Payables;
- Final Settlement Agreement and Release related to the final settlement and dismissal of the certain lawsuit referred to as City of Bryan, Texas v. City of College Station, Texas, Cause No. 08-001626-CV-272 in the 272nd District Court of Brazos County, Texas, ("the Lawsuit"); consider the Agreed Motion to Dismiss; and, consider the Agreed Order of Dismissal.

Subsequent to the end of the fiscal year ended September 30, 2010, BVSWMA transferred all of its assets to BVSWMA, Inc. College Station reports BVSWMA, Inc. as a joint venture with the City of Bryan and recognizes 50% ownership in BVSWMA, Inc. in the City's financial statements.

Per GASB 14, a Joint Venture (JV) is a legal entity or other organization that results from a contractual arrangement and that is owned, operated, or governed by two or more participants as a separate and specific activity subject to joint control, in which the participants retain (a) an ongoing financial interest or (b) an ongoing financial responsibility. Joint control means that no single participant has the ability to unilaterally control the financial or operating policies of the Joint Venture.

An *ongoing financial interest* includes an equity interest, as defined in paragraph 72, and any other arrangement that causes a participating government to have access to the Joint Venture's resources. An equity interest in a Joint Venture is manifest in the ownership of shares of Joint Venture stock or by otherwise having an explicit, measurable right to the net resources of a Joint Venture that is usually based on an investment of financial or capital resources by a participating government. An equity interest is explicit and measurable if the Joint Venture agreement stipulates that the participants have a present or future claim to the net resources of the Joint Venture and sets forth the method to determine the participants' shares of the Joint Venture's net resources. Per the BVSWMA, Inc. by-laws, paragraph 8.05, Section 431.107 of the Texas Transportation Corporation Act entitles the Cities, at all times, to have the right to equally receive the income earned by the corporation. Also, per BVSWMA, Inc.'s by-laws, paragraph 4.03a, the corporation, with the approval of the Cities, is authorized to issue short-term debt; however, the Cities shall be given the first opportunity to provide these funds before the Board incurs debt. This would result in the City of College Station providing an investment of financial resources to BVSWMA, Inc.

An ongoing financial responsibility for a Joint Venture occurs if a participating government is obligated in some manner for the debts (see paragraph 33 of GASB 14) of the Joint Venture, or if the Joint Venture's continued existence depends on the continued funding by the government. Per paragraph 33 of GASB 14 – A primary government is obligated in some manner for the debt of an organization if it is legally obligated to assume all or part of the debt in the event of default.

Per Article XIV, paragraph 14.03, of the Articles of Incorporation of BVSWMA, Inc., upon dissolution of the corporation:

- A. the assets of the Corporation shall be distributed equally between the Cities; and
- B. any remaining liabilities of the corporation shall be shared equally between the Cities.

State and federal laws and regulations required BVSWMA, Inc. to place a final cover on its Rock Prairie landfill site when it stopped accepting waste and to perform certain maintenance and monitoring functions at the site for thirty years after closure. The Rock Prairie Road landfill stopped accepting waste in July 2011, and the Twin Oaks Landfill in Grimes County began accepting waste. During the fiscal year ending September 30, 2013, the installation of the remaining final cover at the Rock Prairie Road Landfill (+/- 40 acres) was completed. Although closure and post closure care costs will be paid only near or after the date that the landfill stopped accepting waste, BVSWMA, Inc. reports a portion of these closure and post closure care costs as an operating expense in each period based on landfill capacity used as of each balance sheet date. Actual cost may be higher due to inflation, changes in technology, or changes in regulations.

The following is a summary of information from the audited financial statements of BVSWMA, Inc. as of September 30, 2015:

**Notes to the Financial Statements**  
**For the Fiscal Year Ended September 30, 2015**

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	<u>2015</u>	<u>2014</u>
Current assets and other assets	\$14,233,143	\$12,668,931
Capital Assets	<u>26,637,834</u>	<u>26,362,273</u>
Total assets	40,870,977	39,031,204
Current liabilities	1,613,893	898,617
Noncurrent liabilities	<u>12,079,468</u>	<u>12,313,614</u>
Total liabilities	13,693,361	13,212,231
Net investment in capital assets	18,627,834	17,892,273
Unrestricted	<u>8,549,782</u>	<u>7,926,700</u>
Total net position	<u>\$27,177,616</u>	<u>\$25,818,973</u>
Revenues		
Landfill charges	\$ 7,932,876	\$ 7,275,397
Compost facility revenue	298,033	340,070
Miscellaneous revenue	<u>35,307</u>	<u>34,397</u>
Total revenues	8,266,216	7,649,864
Operating expenses	(6,686,814)	(6,721,679)
Interest expense	(338,441)	(353,784)
Other non operating revenues (expenses)	<u>117,682</u>	<u>8,331</u>
Change in net position	1,358,643	582,732
Net position, beginning of year	<u>25,818,973</u>	<u>25,236,241</u>
Net position, end of year	<u>\$27,177,616</u>	<u>\$25,818,973</u>

The City's share of BVSWMA, Inc.'s net assets for fiscal year 2015 was \$13,588,808. A copy of BVSWMA, Inc.'s financial statements may be obtained from the City's Fiscal Services Department.

**D. Pension Plan**

Plan Description

The City of College Station participates as one of 860 plans in the nontraditional, joint contributory, hybrid defined benefit pension plan administered by the Texas Municipal Retirement System (TMRS). TMRS is an agency 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 municipal employees in the State of Texas. The TMRS Act places the general administration and management of the System with a six-member Board of Trustees. Although the Governor, with the advice and consent of the Senate, appoints the Board, TMRS is not fiscally dependent on the State of Texas. TMRS's defined benefit pension plan is a tax-qualified plan under Section 401 (a) of the Internal Revenue Code. TMRS issues a publicly available comprehensive annual financial report (CAFR) that can be obtained at [www.tmr.com](http://www.tmr.com).

All eligible employees of the city are required to participate in TMRS.

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 actuarially equivalent payments 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.

The plan provisions are adopted by the governing body of the City, within the options available in the state statutes governing TMRS. Plan provisions for the City were as follows:

## Notes to the Financial Statements

### For the Fiscal Year Ended September 30, 2015

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Employee deposit rate	7.00%
Matching ratio (City to Employee)	2 to 1
Years required for vesting	5
Service retirement eligibility	20 years at any age, 5 years at age 60 and above
Updated Service Credit	75% Repeating Transfers
Annuity Increase (to retirees)	50% of CPI Repeating

#### Employees covered by benefit terms

At the December 31, 2014 valuation and measurement date, the following employees were covered by the benefit terms:

Inactive employees or beneficiaries currently receiving benefits	362
Inactive employees entitled to but not yet receiving benefits	441
Active employees	<u>805</u>
	<u>1,608</u>

#### 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.

Employees for the City of College Station were required to contribute 7% of their annual gross earnings during the fiscal year. The contribution rates for the City of College Station were 14% and 14% in calendar years 2014 and 2015, respectively. The city's contributions to TMRS for fiscal year 2015 were \$6,068,368 and were equal to the required contributions.

#### Net Pension Liability

The city's Net Pension Liability (NPL) was measured as of December 31, 2014, and the Total Pension Liability (TPL) used to calculate the Net Pension Liability was determined by an actuarial valuation as of that date.

#### Actuarial assumptions

The Total Pension Liability in the December 31, 2014 actuarial valuation was determined using the following actuarial assumptions:

Inflation	3.0% per year
Overall Payroll growth	3.0% per year
Investment rate of return	7.0%, net of pension plan investment expense, including inflation

Salary increases were based on service-related table. Mortality rates for active members, retirees, and beneficiaries were based on the gender-distinct RP2000 Combined Healthy Mortality Table, with male rates multiplied by 109% and female rates multiplied by 103%. The rates are projected on a fully generational basis

## Notes to the Financial Statements

### For the Fiscal Year Ended September 30, 2015

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by scale BB to account for future mortality improvements. For disabled annuitants, the gender-distinct RP2000 Disabled Retiree Mortality Table is used, with slight adjustments.

Actuarial assumptions used in the December 31, 2014, valuation were based on the results of actuarial experience studies. This experience study was for the period January 1, 2006 through December 31, 2009, first used in the December 31, 2010 valuation. Healthy post-retirement mortality rates and annuity purchase rates were updated based on a Mortality Experience Investigation Study covering 2009 through 2011, and dated December 31, 2013. These assumptions were first used in the December 31, 2013 valuation, along with a change to the Entry Age Normal (EAN) actuarial cost method. Assumptions are reviewed annually. No additional changes were made for the 2014 valuation.

The long-term expected rate of return on pension plan investments is 7.0%. The pension plan's policy in regard to the allocation of invested assets is established and may be amended by the TMRS Board of Trustees. 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 real rates of return by the target asset allocation percentage and by adding expected inflation. The target allocation and best estimates of arithmetic real rates of return for each major asset class are summarized in the following table:

<b>Asset Class</b>	<b>Target Allocation</b>	<b>Long-Term Expected Real Rate of Return (Arithmetic)</b>
Domestic equity	17.5%	4.80%
International equity	17.5%	6.05%
Core Fixed Income	30.0%	1.50%
Non-Core Fixed	10.0%	3.50%
Real Return	5.0%	1.75%
Real estate	10.0%	5.25%
Absolute Return	5.0%	4.25%
Private Equity	5.0%	8.50%
Total	100.0%	

#### Discount Rate

The discount rate used to measure the Total Pension Liability was 7.0%. The projection of cash flows used to determine the discount rate assumed that employee contributions will remain at the current 7% 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 plan members. 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.

Notes to the Financial Statements  
For the Fiscal Year Ended September 30, 2015

	Increase (Decrease)		
	Total Pension Liability (a)	Plan Fiduciary Net Position (b)	Net Pension Liability (a) – (b)
<b>Balances at 12/31/2013</b>	\$ 221,999,821	\$ 200,281,220	\$ 21,718,601
<b>Changes for the year:</b>			
Service cost	6,408,154	-	6,408,154
Interest	15,448,489	-	15,448,489
Differences between expected and actual	(1,163,171)	-	(1,163,171)
Contributions—employer	-	5,916,175	(5,916,175)
Contributions—employee	-	3,060,843	(3,060,843)
Net investment income	-	11,457,666	(11,457,666)
Benefit payments, including refunds of employee contributions	(9,022,396)	(9,022,396)	-
Administrative expense	-	(119,620)	119,620
Other changes	-	(9,835)	9,835
<b>Net changes</b>	<u>11,671,076</u>	<u>11,282,833</u>	<u>388,243</u>
<b>Balances at 12/31/2014</b>	<u>\$ 233,670,897</u>	<u>\$ 211,564,053</u>	<u>\$ 22,106,844</u>

Sensitivity of the net pension liability to changes in the discount rate

The following presents the net pension liability of the City, calculated using the discount rate of 7.0%, 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 (6.0%) or 1-percentage-point higher (8.0%) than the current rate:

	1% Decrease (6.00%)	Current Discount Rate (7.00%)	1% Increase (8.00%)
City's net pension liability	\$57,400,376	\$22,106,844	(\$6,657,294)

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 on the Internet at [www.tmr.com](http://www.tmr.com).

Pension Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions

The implementation of Statement No. 68 resulted in the restatement of beginning net position for the elimination of the previously reported net pension obligation, the recording of the beginning net pension liability and the beginning deferred outflow for contributions made after the measurement date.

For the year ended September 30, 2015, the City recognized pension expense of \$5,193,753.

## Notes to the Financial Statements For the Fiscal Year Ended September 30, 2015

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At September 30, 2015, the City reported deferred outflows and inflows of resources related to pensions from the following sources:

	<b>Deferred Outflows of Resources</b>	<b>Deferred Inflows of Resources</b>
Differences in expected and actual experience	\$ -	\$ 938,950
Changes of assumptions	-	-
Difference between projected and actual earnings	2,049,615	-
Contributions subsequent to the measurement date	4,543,097	-
Total	\$ 6,592,712	\$ 938,950

Deferred outflows or resources related to pensions resulting from contributions subsequent to the measurement date of \$4,543,097 will be recognized as a reduction of the net pension liability for the measurement year ending December 31, 2015 (i.e. recognized in the city's financial statements September 30, 2016). Other amounts reported as deferred outflows and inflows of resources related to pensions will be recognized in pension expense as follows:

<b>Measurement Year Ended Dec 31</b>	<b>Net deferred outflows (inflows) of resources</b>
2015	\$ 288,183
2016	288,183
2017	288,183
2018	288,182
2019	(42,066)
Thereafter	-
Total	\$ 1,110,665

### **E. Other Post-Employment Benefits**

In addition to the pension benefits described in Note V.D., as required by state laws and defined by City policy, the City makes available postretirement medical, dental, vision, drug and life insurance benefits to all employees who meet TMRS retirement qualifications, retire from the City and who enroll themselves and their eligible dependent(s) on or before the effective date of their retirement through the City's single-employer defined benefit other post-employment benefit (OPEB) plan. The life insurance plan provides a \$10,000 fully insured death benefit coverage upon retirement which ceases upon attainment of age 65 for retirees. So long as monthly premium payments are made, the healthcare plan provides coverage until age 65 to eligible retirees, their spouses and dependents through the City's group health insurance plan, which covers both active and retired members. Benefit provisions as well as retiree premium contributions are established by management.

The City determines the employer and participant contribution rates annually based on recommendations of City staff and the City's consultant. All medical, dental, vision and drug care benefits are provided through the City's self-insured health plan. The benefit levels are the same as those afforded to active employees. Life insurance for eligible retirees is paid entirely by the City. During fiscal year 2015, fifty-two former employees were covered under this arrangement, with claims less retiree contributions totaling (\$434,136).

## Notes to the Financial Statements

### For the Fiscal Year Ended September 30, 2015

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#### Annual OPEB Cost and Net OPEB Obligation

The City's annual OPEB cost is based on the annual required contribution (ARC) of the City, an amount actuarially determined in accordance with the parameters of GASB Statement 45. Despite the apparent implications of the term ARC, the City is not required to contribute the ARC to the plan each year. Instead, the ARC provides a basis for evaluating whether the City's contributions for OPEB are adequate to fund the benefits during the working lifetime of current employees (i.e., the normal cost) and to amortize existing unfunded obligations (i.e., the obligations for current retirees plus that portion of the current employees' obligations that are attributed to past service) in a systematic manner over the amortization period prescribed by GASB.

The annual OPEB cost is the annual accounting expense recorded on the City's Statement of Revenues, Expenses and Changes in Net Position and on the City's Statement of Activities. The annual OPEB cost is equal to (1) the ARC for the current fiscal year, plus (2) interest on the Net OPEB Obligation at the beginning of the year, reduced by (3) an adjustment to the ARC which is equal to an amortization of the beginning of the year Net OPEB Obligation. As described in Note V.C, the City terminated its Borrowed Employee Agreement with BVSWMA, Inc.

	<u>2013</u>	<u>2014</u>	<u>2015</u>
Annual Required Contribution (ARC)	\$ 1,449,844	\$ 1,449,844	\$ 1,810,895
Interest on Net Pension Obligation	333,710	397,569	400,494
Adjustment to the ARC	<u>(413,492)</u>	<u>(492,618)</u>	<u>(522,847)</u>
Annual OPEB Cost	1,370,062	1,354,795	1,688,542
Contributions Made	<u>(92,888)</u>	<u>(406,326)</u>	<u>(434,136)</u>
Increase (Decrease) in net pension obligation	1,277,174	948,469	1,254,406
Net OPEB Obligation/(Asset), beginning of year	<u>6,674,204</u>	<u>7,951,378</u>	<u>8,899,847</u>
Net OPEB Obligation/(Asset), end of year	<u><u>\$ 7,951,378</u></u>	<u><u>\$ 8,899,847</u></u>	<u><u>\$10,154,253</u></u>

<u>Accounting Year Ending</u>	<u>Annual OPEB Cost</u>	<u>Actual Contribution Made</u>	<u>Percentage of Annual OPEB Cost Contributed</u>	<u>Net OPEB Obligation</u>
9/30/2013	1,370,062	92,888	6.78%	7,951,378
9/30/2014	1,354,795	406,326	29.99%	8,899,847
9/30/2015	1,688,542	434,136	25.71%	10,154,253

Generally, the Net OPEB Obligation is the cumulative difference since the effective date of GASB 45 between the annual OPEB cost and the employer's contributions to the plan including the OPEB liability (asset) at transition, if any. Because the City did not have an OPEB liability/(asset) at transition, the Net OPEB Obligation as of October 1, 2008 is zero. Whenever the City contributes an amount less than the annual OPEB cost, this shortfall will increase the City's Net OPEB Obligation.

#### Actuarial Methods and Assumptions

Actuarial valuations involve estimates of the value of reported amounts and assumptions about the probability of events far into the future. Actuarially determined amounts are subject to continual revision as actual results are compared to past expectations and new estimates are made about the future.

The required Schedule of Funding Progress immediately following the notes to the financial statements presents multi-year trend information about whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liability for benefits. GASB No. 45 calculations are based on the types of benefits provided under the terms of the substantive plan at the time of each valuation and on the pattern of

## Notes to the Financial Statements

### For the Fiscal Year Ended September 30, 2015

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sharing of costs between the employer and plan participants to that point. In addition, the projection of benefits for financial reporting purposes does not explicitly incorporate the potential effects of legal or contractual funding limitations on the pattern of cost sharing between the employer and plan participants in the future.

Actuarial calculations reflect a long-term perspective. In addition, consistent with that perspective, actuarial methods and assumptions used in developing the amounts in this report include techniques that are designed to reduce short-term volatility in actuarial accrued liabilities.

The required contribution rates were determined as part of the October 1, 2014 actuarial valuation. Significant methods and assumptions follow:

Actuarial Valuation Date	10/1/2014
Asset Valuation Method	Market
Actuarial Cost Method	Projected Unit Credit

**Actuarial Assumptions:**

Annual Investment Return Assumption*	4.5%
*Includes Inflation at:	3.5%
Projected Salary Increases	N/A
Annual Healthcare Trend Rates	8.0% in FYE 2015, declining to 5.25% in FYE 2021
Amortization Method	Level dollar
Amortization Period	30 year open period

Funding Status and Funding Progress

The Schedule of Funding Progress presents information as of the current valuation date and the two preceding valuation dates. As of the date of this financial statement, the City has had three valuations, that for the fiscal year beginning October 1, 2010, October 1, 2012 and one for the fiscal year beginning October 1, 2014.

Actuarial Valuation Date	Actuarial Value of Assets	Actuarial Accrued Liability (AAL)	Unfunded AAL (UAAL)	Funded Ratio	Covered Payroll (Fiscal Year)	UAAL as a Percentage of Covered Payroll
10/1/2010	-	9,356,116	9,356,116	0.0%	42,298,776	22.12%
10/1/2012	-	10,897,037	10,897,037	0.0%	44,000,000	24.77%
10/1/2014	-	15,013,856	15,013,856	0.0%	44,000,000	34.12%

There are factors that affect the ability to compare amounts reported from one actuarial valuation date to the next. The assumptions that have been changed since the previous valuation are:

- the Discount Rate has been updated to reflect changes in the allocation of assets of the employer and the expected return on such assets;
- the Assumed Per Capita Health Benefit Costs and Assumed Expenses for retirees and dependents have been updated to reflect changes in claims and expense expectations; and
- the Health Benefit Cost Trend and Expense Trend have been updated to reflect changes in short-term expectations of the annual rate of increase of the Assumed Per Capita Health Benefit Costs.

The City has had three separate valuations, one of which used the October 1, 2010 valuation date, October 1, 2012 and October 1, 2014 valuation date. The October 1, 2010 valuation date was used to develop results for the fiscal year ending September 30, 2012, the October 1, 2012 valuation date was used to develop results for the fiscal years ending September 30, 2013 and 2014. The plan was changed effective January 1, 2012 to eliminate post-65 medical coverage and was changed effective January 1, 2013 to eliminate one of the PPO benefit options. While the plan typically undergoes a biennial valuation, pursuant to paragraph 12 of GASB 45, a new valuation must be performed if there are significant changes to the plan since the previous valuation. The October 1, 2014 valuation date was used to develop results for the fiscal years ending September 30, 2015 and 2016, as part of the plan's biennial valuation.

# Notes to the Financial Statements

## For the Fiscal Year Ended September 30, 2015

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### F. Deferred Compensation Plan

The City offers its employees a deferred compensation plan created in accordance with Internal Revenue Code ("IRC") 457. The plan, as amended, is available to all employees and permits them to defer a portion of their salary until future years. The plan funds are not available to employees until termination, retirement, death, or emergency.

All amounts of compensation deferred under the plan (until paid or made available to the employee or other beneficiary) were placed in trust for the exclusive benefit of the participants and the beneficiaries. This action is in accordance with changes made to IRC Section 457. The City is not the 457 Plan Administrator or trustee and the assets of the plan are not reportable in the City's basic financial statements.

### G. Commitments and Contingencies

#### Construction Commitments

The City has contractual commitments of \$10,084,969 in the Capital Projects Funds, \$3,866,037 in the Water Fund, \$1,681,227 in the Wastewater Fund and \$1,463,488 in the Electric Fund. These commitments are for construction of various projects and will be funded primarily from long-term debt.

#### Contingencies

The City participates in a number of federal and state assisted grant programs. These programs are subject to program compliance audits by the grantors or their representatives. Any liability for reimbursement which may arise as the result of these audits is not believed to be material.

#### Litigation

The City is a party to legal proceedings, many of which occur in the normal course of operations. It is not possible at the present time to estimate the ultimate outcome or liability, if any, of the city with respect to the various proceedings. Management believes any unfavorable outcomes would not be material.

#### Financial Hedging

According to the Public Funds Investment Act, a municipality that owns a municipal electric utility that is engaged in the distribution and sale of electric energy or natural gas to the public may enter into a hedging contract and related security and insurance agreements in relation to fuel oil, natural gas, coal, nuclear fuel, and electric energy to protect against loss due to price fluctuations.

In fiscal year 2014, the City signed a contract with the City of Garland under which the City of Garland will serve as the qualified scheduling entity that will formulate and discuss the hedging strategies and options available to the City to manage its power supply portfolio and price.

The City has not yet engaged in any hedging activity.

### H. Bonds Available for Sale

Authorized general obligation bonds available for future issue are as follows:

	<u>Year</u> <u>Authorized</u>	<u>Unissued</u> <u>Amount</u>
Public Buildings	1984	\$ 700,000 <sup>1</sup>
Street Improvements	1984	500,000 <sup>1</sup>
Municipal Complex Improvements	2003	3,655,000
Library Expansion	2008	7,885,000
Parks and Recreation	2008	645,000
Street Improvements	2008	<u>18,290,000</u>
Total		<u>\$31,675,000</u>

<sup>1</sup> Contains projects which may have been completed or abandoned; therefore, these bonds are not likely to ever be issued.

## Notes to the Financial Statements

### For the Fiscal Year Ended September 30, 2015

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#### **I. Revenue Bond Coverage**

All the net revenues of the Electric, Water and Wastewater Funds are pledged for the payment of debt service of the revenue bonds and other indebtedness payable from those revenues. Net revenues, as defined by the revenue bond resolutions, include substantially all of the revenues and expenses of the above named funds other than certain interest income and expense, and depreciation and amortization. These bond resolutions further require that the net revenues, as defined, equal at least 1.40 times the average annual debt service on all revenue bonds and other indebtedness payable from those revenues and 1.25 times the maximum annual debt service on all revenue bonds and other indebtedness payable from those revenues. The maximum annual debt service is defined as the maximum principal and interest payments to be paid in any one year remaining in the life of the bonds, and the average annual debt service is defined as the sum of all principal and interest payments due over the remaining life of the bonds divided by the remaining life of the bonds. The City is in compliance with these requirements.

#### **J. Subsequent Events**

As of March 18, 2016, the date the financial statements were available to be issued, the City had not experienced any subsequent events that could have a material effect on the financial statements.



CITY OF COLLEGE STATION  
*Home of Texas A&M University®*

CITY OF COLLEGE STATION, TEXAS  
Required Supplementary Information  
Texas Municipal Retirement System  
Schedule of Changes in Net Pension Liability and Related Ratios  
Last Fiscal Year  
(Unaudited)

	Measurement Year 2014
<b>Total pension liability:</b>	
Service cost	\$ 6,408,154
Interest	15,448,489
Changes of benefit terms	-
Differences between expected and actual experience	(1,163,171)
Change in assumptions	-
Benefit payments, including refunds of employee contributions	<u>(9,022,396)</u>
Net change in total pension liability	11,671,076
Total pension liability - beginning	<u>221,999,821</u>
Total pension liability - ending (a)	<u><u>233,670,897</u></u>
Plan fiduciary net position:	
Contributions - employer	5,916,175
Contributions - employee	3,060,843
Net investment income	11,457,666
Benefit payments, including refunds of employee contributions	(9,022,396)
Administrative expense	(119,620)
Other	<u>(9,835)</u>
Net change in plan fiduciary net position	11,282,833
Plan fiduciary net position - beginning	<u>200,281,220</u>
Plan fiduciary net position - ending (b)	<u>211,564,053</u>
Net pension liability - ending (a) - (b)	<u><u>22,106,844</u></u>
Plan fiduciary net position as a percentage of total of total pension liability	90.54%
Covered employee payroll	\$ 43,726,328
Net pension liability as a percentage of covered employee payroll	50.56%

CITY OF COLLEGE STATION, TEXAS  
Required Supplementary Information  
Texas Municipal Retirement System  
Schedule of Contributions  
Last Fiscal Year  
(Unaudited)

Fiscal Year	(1) Actuarially determined contribution	(2) Contribution in relation to the actuarially determined Contribution	(3) Contribution excess (deficiency) (2) - (1)	(4) Covered employee payroll	(5) Actuarially determined contributions as a percentage of covered employee payroll (1)/(4)	(6) Contributions as a percentage of covered employee payroll (2)/(4)
2006	\$ 4,030,369	\$ 4,030,369	\$ -	\$ 34,143,239	11.80%	11.80%
2007	4,316,276	4,316,276	-	36,703,161	11.76%	11.76%
2008	4,750,851	4,750,851	-	40,337,456	11.78%	11.78%
2009	6,645,900	5,313,678	(1,332,222)	41,515,345	16.01%	12.80%
2010	7,582,944	5,810,310	(1,772,634)	40,662,340	18.65%	14.29%
2011	7,998,505	6,413,446	(1,585,059)	41,553,358	19.25%	15.43%
2012	7,323,878	6,586,598	(737,280)	41,386,265	17.70%	15.91%
2013	7,441,907	6,062,866	(1,379,041)	42,175,173	17.65%	14.38%
2014	6,251,606	5,857,976	(393,630)	40,787,444	15.33%	14.36%
2015	5,881,274	6,068,368	187,094	43,726,328	13.45%	13.88%

Notes to Schedule:

Valuation Date:

Actuarial determined contribution rates are calculated as of December 31<sup>st</sup> each year and become effective in January, 12 months and a day later.

Methods and Assumptions Used to Determine Contribution Rates:

Actuarial cost method	Entry Age
Amortization method	Level percentage of payroll, closed
Remaining amortization period	23 years
Asset valuation method	10-year smoothed market; 15.00% soft corridor
Inflation	3.00%
Salary increases	3.50% to 12.00% including inflation
Investment rate of return	7.00%
Retirement age	Experience-based table of rates that are specific to the City's plan of benefits. Last updated for the 2010 valuation pursuant to an experience study of the period 2005 – 2009.
Mortality	RP2000 Combined Mortality Table with Blue Collar Adjustment with male rates multiplied by 103% and projected on a fully generational basis with scale BB.
Other information:	There were no benefit changes during the year.

CITY OF COLLEGE STATION, TEXAS  
 Required Supplementary Information  
 City of College Station Employees Other Post Employment Benefits Plan  
 Schedule of Funding Progress  
 Last Fiscal Year  
 (Unaudited)

Actuarial Valuation Date	Actuarial Value of Assets	Actuarial Accrued Liability (AAL)	Unfunded AAL (UAAL)	Funded Ratio	Covered Payroll (Fiscal Year)	UAAL as a Percentage of Covered Payroll
10/1/2010	-	9,356,116	9,356,116	0.0%	42,298,776	22.12%
10/1/2012	-	10,897,037	10,897,037	0.0%	44,000,000	24.77%
10/1/2014	-	15,013,856	15,013,856	0.0%	44,000,000	34.12%

The City has had three separate valuations, one of which used the October 1, 2010 valuation date, October 1, 2012 and October 1, 2014 valuation date. The October 1, 2010 valuation date was used to develop results for the fiscal year ending September 30, 2012, the October 1, 2012 valuation date was used to develop results for the fiscal years ending September 30, 2013 and 2014.

The plan was changed effective January 1, 2012 to eliminate post-65 medical coverage and was changed effective January 1, 2013 to eliminate one of the PPO benefit options. While the plan typically undergoes a biennial valuation, pursuant to paragraph 12 of GASB 45, a new valuation must be performed if there are significant changes to the plan since the previous valuation. The October 1, 2014 valuation date was used to develop results for the fiscal years ending September 30, 2015 and 2016, as part of the plans biennial valuation.

The Actuarial Accrued Liability (AAL), the Unfunded AAL (UAAL) and the covered fiscal payroll figures reported above represent the entire City of College Station workforce.

**CITY OF COLLEGE STATION, TEXAS**  
Schedule of Revenues, Expenditures, and Changes in Fund Balance  
Budget and Actual  
General Fund  
For the Fiscal Year Ended September 30, 2015

	Original Budget	Final Budget	Actual GAAP Basis	Adjustments Budget Basis	Actual Budget Basis	Variance with Final Budget Over (Under)
<b>Revenues</b>						
Ad valorem taxes	\$ 16,872,399	\$ 16,872,399	\$ 17,000,439	\$ -	\$ 17,000,439	\$ 128,040
Sales taxes	25,300,000	25,300,000	26,687,963	-	26,687,963	1,387,963
Other taxes	2,758,475	2,758,475	3,061,718	-	3,061,718	303,243
Licenses and permits	1,146,635	1,146,635	1,500,777	-	1,500,777	354,142
Intergovernmental	243,200	393,200	355,083	-	355,083	(38,117)
Charges for services	3,189,842	3,189,842	3,572,684	-	3,572,684	382,842
Fines, forfeits, and penalties	3,222,606	3,222,606	2,688,017	-	2,688,017	(534,589)
Investment income	63,240	63,240	87,738	(3,325)	84,413	21,173
Rents and royalties	216,946	216,946	136,228	-	136,228	(80,718)
Contributions	10,772	10,772	1,251	-	1,251	(9,521)
Other	606,992	606,992	3,227,310	(1,086)	3,226,224	2,619,232
<b>Total revenues</b>	<u>53,631,107</u>	<u>53,781,107</u>	<u>58,319,208</u>	<u>(4,411)</u>	<u>58,314,797</u>	<u>4,533,690</u>
<b>Expenditures</b>						
Police	18,708,634	18,882,819	18,533,889	-	18,533,889	(348,930)
Fire	15,079,831	15,095,425	14,881,983	-	14,881,983	(213,442)
Public works	8,900,576	9,729,744	9,150,806	86,974	9,237,780	(491,964)
Parks and recreation	9,317,207	9,350,593	8,194,670	(16,916)	8,177,754	(1,172,839)
Library	1,144,704	1,144,704	1,138,568	-	1,138,568	(6,136)
Planning and development services	3,290,334	3,538,490	3,106,143	-	3,106,143	(432,347)
Information technology	4,340,875	4,362,281	4,112,987	-	4,112,987	(249,294)
Fiscal services	3,362,802	3,412,002	3,310,963	-	3,310,963	(101,039)
General government	4,936,845	5,036,905	4,789,053	(904)	4,788,149	(248,756)
Contributions	1,194,007	1,194,007	1,187,500	-	1,187,500	(6,507)
Other	2,966,392	536,561	217,114	128,754	345,868	(190,693)
Capital outlay	-	807,044	129,896	-	129,896	(677,148)
<b>Total expenditures</b>	<u>73,242,207</u>	<u>73,090,575</u>	<u>68,753,572</u>	<u>197,908</u>	<u>68,951,480</u>	<u>(4,139,095)</u>
Excess (deficit) of revenues over (under) expenditures	<u>(19,611,100)</u>	<u>(19,309,468)</u>	<u>(10,434,364)</u>	<u>(202,319)</u>	<u>(10,636,683)</u>	<u>8,672,785</u>
<b>Other financing sources (uses)</b>						
Sale of capital assets	-	-	1,550,000	-	1,550,000	1,550,000
Transfers in	6,304,097	15,129,505	14,719,866	(263,740)	14,456,126	(673,379)
Transfers out	334,200	(2,245,731)	(2,180,574)	-	(2,180,574)	65,157
Contingency	250,000	207,856	-	-	-	(207,856)
<b>Total other financing sources (uses)</b>	<u>6,888,297</u>	<u>13,091,630</u>	<u>14,089,292</u>	<u>(263,740)</u>	<u>13,825,552</u>	<u>733,922</u>
Net change in fund balances	(12,722,803)	(6,217,838)	3,654,928	(466,059)	3,188,869	9,406,707
Fund balances, October 1	18,043,699	18,043,699	18,043,699	-	18,043,699	-
Fund balances, September 30	<u>\$ 5,320,896</u>	<u>\$ 11,825,861</u>	<u>\$ 21,698,627</u>	<u>\$ (466,059)</u>	<u>\$ 21,232,568</u>	<u>\$ 9,406,707</u>

**Note:**

The City prepares its annual budget on a budget basis which differs from a GAAP basis. The budget and all transactions are presented in accordance with the budget basis in the Schedule of Revenues, Expenditures, and Changes in Fund Balance-Budget and Actual-General Fund to provide a relevant comparison of actual results with the budget. See Notes III A and B for further explanation of budget information.

## COMBINING FINANCIAL STATEMENTS

### General Fund(s)

The General Fund is the City's primary operating fund. It accounts for all financial resources of the general government, except those required to be accounted for in another fund. All general tax revenues and other receipts that are not restricted by law or contractual agreement to some other fund are accounted for in this fund. General operating expenditures, fixed charges and capital improvement costs that are not paid through other funds are paid from the General Fund.

The General Fund Type has historically incorporated several funds, which have been reported collectively as the General Fund in the City's Comprehensive Annual Financial Report.

For the fiscal year ending September 30, 2015, the General Fund includes:

#### General Fund

Economic Development Fund - accounts for funds used for business attraction and retention. Monies for this purpose are transferred to the Economic Development Fund from the General Fund, the Business Park Fund, and the Electric, Water, Wastewater and Sanitation Funds.

Unclaimed Property Fund - accounts for checks issued but not cashed. After the abandonment period of 1 year for payroll checks over \$100 and 3 years for accounts payable checks over \$100, these funds are sent to the State Comptroller.

Efficiency Time Payment Fund - accounts for unrestricted revenue collected by the Municipal Court pursuant to Texas Local Government Code, Section 133.103.

Chimney Hill Fund - account for the receipt and expenditure of funds by the City from the lease of retail property at the Chimney Hill Center.

**CITY OF COLLEGE STATION, TEXAS**

Combining Balance Sheet

General Fund(s)

September 30, 2015

	General Fund	Economic Development	Unclaimed Property	Efficiency Time Payment	Chimney Hill	Total General Fund(s)
<b>Assets</b>						
Cash and cash equivalents	\$ 20,031,282	\$ 605,063	\$ 223,415	\$ 53,870	\$ -	\$ 20,913,630
Equity in investments	1,989,000	60,101	22,192	5,351	-	2,076,644
Investments interest receivable	1,618	47	-	5	-	1,670
Receivables (net of allow for uncollectible)	3,805,692	-	-	-	-	3,805,692
Inventories	49,509	-	-	-	-	49,509
Prepaid costs	14,170	-	-	-	-	14,170
<b>Total assets</b>	<b>\$ 25,891,271</b>	<b>\$ 665,211</b>	<b>\$ 245,607</b>	<b>\$ 59,226</b>	<b>\$ -</b>	<b>\$ 26,861,315</b>
<b>Liabilities and fund balances</b>						
Accounts payable	\$ 794,682	\$ -	\$ 121	\$ -	\$ -	\$ 794,803
Accrued liabilities	1,357,336	-	245,486	-	-	1,602,822
Refundable deposits	100,759	-	-	-	-	100,759
Customer construction advances	752,760	-	-	-	-	752,760
<b>Total liabilities</b>	<b>3,005,537</b>	<b>-</b>	<b>245,607</b>	<b>-</b>	<b>-</b>	<b>3,251,144</b>
<b>Deferred inflows of resources</b>						
Unavailable revenue-property taxes	554,073	-	-	-	-	554,073
Unavailable revenue-other	633,034	-	-	-	-	633,034
<b>Total deferred inflows of resources</b>	<b>1,187,107</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>1,187,107</b>
<b>Fund balances</b>						
Nonspendable	63,679	-	-	-	-	63,679
Assigned	2,433,744	-	-	-	-	2,433,744
Unassigned	19,201,204	665,211	-	59,226	-	19,925,641
<b>Total fund balances</b>	<b>21,698,627</b>	<b>665,211</b>	<b>-</b>	<b>59,226</b>	<b>-</b>	<b>22,423,064</b>
<b>Total liabilities, deferred inflows of resources and fund balances</b>	<b>\$ 25,891,271</b>	<b>\$ 665,211</b>	<b>\$ 245,607</b>	<b>\$ 59,226</b>	<b>\$ -</b>	<b>\$ 26,861,315</b>

**CITY OF COLLEGE STATION, TEXAS**  
Combining Statement of Revenues, Expenditures, and Changes in Fund Balance  
General Fund(s)  
For the Fiscal Year Ended September 30, 2015

	General Fund	Economic Development	Unclaimed Property	Efficiency Time Payment	Chimney Hill	Total General Fund(s)
<b>Revenues</b>						
Ad valorem taxes	\$ 17,000,439	\$ -	\$ -	\$ -	\$ -	\$ 17,000,439
Sales taxes	26,687,963	-	-	-	-	26,687,963
Other taxes	3,061,718	-	-	-	-	3,061,718
Licenses and permits	1,500,777	-	-	-	-	1,500,777
Intergovernmental	355,083	-	-	-	-	355,083
Charges for services	3,572,684	-	-	-	-	3,572,684
Fines, forfeits, and penalties	2,688,017	-	-	5,630	-	2,693,647
Investment income	87,738	2,074	-	232	26,030	116,074
Rents and royalties	136,228	-	-	-	-	136,228
Contributions	1,251	-	-	-	-	1,251
Other	3,227,310	25,000	-	-	-	3,252,310
<b>Total revenues</b>	<u>58,319,208</u>	<u>27,074</u>	<u>-</u>	<u>5,862</u>	<u>26,030</u>	<u>58,378,174</u>
<b>Expenditures</b>						
<b>Current</b>						
Police	18,533,889	-	-	-	-	18,533,889
Fire	14,881,983	-	-	-	-	14,881,983
Public works	9,150,806	-	-	-	5,264	9,156,070
Parks and recreation	8,194,670	-	-	-	-	8,194,670
Library	1,138,568	-	-	-	-	1,138,568
Planning and development services	3,106,143	-	-	-	-	3,106,143
Information technology	4,112,987	-	-	-	-	4,112,987
Fiscal services	3,310,963	-	-	4,027	-	3,314,990
General government	4,789,053	64,305	-	-	-	4,853,358
Contributions	1,187,500	-	-	-	-	1,187,500
Other	217,114	-	-	-	-	217,114
Capital outlay	129,896	-	-	-	-	129,896
<b>Total expenditures</b>	<u>68,753,572</u>	<u>64,305</u>	<u>-</u>	<u>4,027</u>	<u>5,264</u>	<u>68,827,168</u>
<b>Excess(deficit) of revenues over (under) expenditures</b>	<u>(10,434,364)</u>	<u>(37,231)</u>	<u>-</u>	<u>1,835</u>	<u>20,766</u>	<u>(10,448,994)</u>
<b>Other financing sources (uses)</b>						
Sale of capital assets	1,550,000	-	-	-	7,424,205	8,974,205
Transfers in	14,719,866	375,000	-	-	-	15,094,866
Transfers out	(2,180,574)	-	-	-	(9,260,688)	(11,441,262)
<b>Total Other Financing Sources (Uses)</b>	<u>14,089,292</u>	<u>375,000</u>	<u>-</u>	<u>-</u>	<u>(1,836,483)</u>	<u>12,627,809</u>
<b>Net change in fund balances</b>	3,654,928	337,769	-	1,835	(1,815,717)	2,178,815
<b>Fund balances , October 1</b>	<u>18,043,699</u>	<u>327,442</u>	<u>-</u>	<u>57,391</u>	<u>1,815,717</u>	<u>20,244,249</u>
<b>Fund balances, September 30</b>	<u>\$ 21,698,627</u>	<u>\$ 665,211</u>	<u>\$ -</u>	<u>\$ 59,226</u>	<u>\$ -</u>	<u>\$ 22,423,064</u>

**CITY OF COLLEGE STATION, TEXAS**  
Schedule of Revenues, Expenditures, and Changes in Fund Balance  
Budget and Actual  
General Fund (reported as part of the General Fund(s))  
For the Fiscal Year Ended September 30, 2015

	Original Budget	Final Budget	Actual GAAP Basis	Adjustments Budget Basis	Actual Budget Basis	Variance with Final Budget Over (Under)
<b>Revenues</b>						
Ad valorem taxes	\$ 16,872,399	\$ 16,872,399	\$ 17,000,439	\$ -	\$ 17,000,439	\$ 128,040
Sales taxes	25,300,000	25,300,000	26,687,963	-	26,687,963	1,387,963
Other taxes	2,758,475	2,758,475	3,061,718	-	3,061,718	303,243
Licenses and permits	1,146,635	1,146,635	1,500,777	-	1,500,777	354,142
Intergovernmental	243,200	393,200	355,083	-	355,083	(38,117)
Charges for services	3,189,842	3,189,842	3,572,684	-	3,572,684	382,842
Fines, forfeits, and penalties	3,222,606	3,222,606	2,688,017	-	2,688,017	(534,589)
Investment income	63,240	63,240	87,738	(3,325)	84,413	21,173
Rents and royalties	216,946	216,946	136,228	-	136,228	(80,718)
Contributions	10,772	10,772	1,251	-	1,251	(9,521)
Other	606,992	606,992	3,227,310	(1,086)	3,226,224	2,619,232
<b>Total revenues</b>	<u>53,631,107</u>	<u>53,781,107</u>	<u>58,319,208</u>	<u>(4,411)</u>	<u>58,314,797</u>	<u>4,533,690</u>
<b>Expenditures</b>						
General government	4,936,845	5,036,905	4,789,053	(904)	4,788,149	(248,756)
Fiscal services	3,362,802	3,412,002	3,310,963	-	3,310,963	(101,039)
Police	18,708,634	18,882,819	18,533,889	-	18,533,889	(348,930)
Fire	15,079,831	15,095,425	14,881,983	-	14,881,983	(213,442)
Planning and development services	3,290,334	3,538,490	3,106,143	-	3,106,143	(432,347)
Public works	8,900,576	9,729,744	9,150,806	86,974	9,237,780	(491,964)
Parks and recreation	9,317,207	9,350,593	8,194,670	(16,916)	8,177,754	(1,172,839)
Information technology	4,340,875	4,362,281	4,112,987	-	4,112,987	(249,294)
Library	1,144,704	1,144,704	1,138,568	-	1,138,568	(6,136)
Contributions	1,194,007	1,194,007	1,187,500	-	1,187,500	(6,507)
Other	2,966,392	536,561	217,114	128,754	345,868	(190,693)
Capital outlay	-	807,044	129,896	-	129,896	(677,148)
<b>Total expenditures</b>	<u>73,242,207</u>	<u>73,090,575</u>	<u>68,753,572</u>	<u>197,908</u>	<u>68,951,480</u>	<u>(4,139,095)</u>
Excess (deficit) of revenues over (under) expenditures	<u>(19,611,100)</u>	<u>(19,309,468)</u>	<u>(10,434,364)</u>	<u>(202,319)</u>	<u>(10,636,683)</u>	<u>8,672,785</u>
<b>Other financing sources (uses)</b>						
Sale of capital assets	-	-	1,550,000	-	1,550,000	1,550,000
Transfers in	6,304,097	15,129,505	14,719,866	(263,740)	14,456,126	(673,379)
Transfers out	334,200	(2,245,731)	(2,180,574)	-	(2,180,574)	65,157
Contingency	250,000	207,856	-	-	-	(207,856)
<b>Total other financing sources (uses)</b>	<u>6,888,297</u>	<u>13,091,630</u>	<u>14,089,292</u>	<u>(263,740)</u>	<u>13,825,552</u>	<u>733,922</u>
Net change in fund balances	(12,722,803)	(6,217,838)	3,654,928	(466,059)	3,188,869	9,406,707
Fund balances, October 1	18,043,699	18,043,699	18,043,699	-	18,043,699	-
Fund balances, September 30	<u>\$ 5,320,896</u>	<u>\$ 11,825,861</u>	<u>\$ 21,698,627</u>	<u>\$ (466,059)</u>	<u>\$ 21,232,568</u>	<u>\$ 9,406,707</u>

**CITY OF COLLEGE STATION, TEXAS**

Schedule of Revenues, Expenditures, and Changes in Fund Balance  
Budget and Actual

Economic Development Fund (reported as part of the General Fund(s))  
For the Fiscal Year Ended September 30, 2015

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual GAAP Basis</u>	<u>Adjustments Budget Basis</u>	<u>Actual Budget Basis</u>	<u>Variance with Final Budget Over (Under)</u>
<b>Revenues</b>						
Investment income	\$ 1,000	\$ 1,000	\$ 2,074	\$ (96)	\$ 1,978	\$ 978
Other	-	-	25,000	-	25,000	25,000
<b>Total revenues</b>	<u>1,000</u>	<u>1,000</u>	<u>27,074</u>	<u>(96)</u>	<u>26,978</u>	<u>25,978</u>
<b>Expenditures</b>						
General government	494,254	494,254	64,305	-	64,305	(429,949)
Other	20,000	20,000	-	-	-	(20,000)
<b>Total expenditures</b>	<u>514,254</u>	<u>514,254</u>	<u>64,305</u>	<u>-</u>	<u>64,305</u>	<u>(449,949)</u>
Excess (deficit) of revenues over (under) expenditures	<u>(513,254)</u>	<u>(513,254)</u>	<u>(37,231)</u>	<u>(96)</u>	<u>(37,327)</u>	<u>475,927</u>
<b>Other financing sources (uses)</b>						
Transfers in	-	-	375,000	-	375,000	375,000
Transfers out	-	-	-	-	-	-
<b>Total other financing sources (uses)</b>	<u>-</u>	<u>-</u>	<u>375,000</u>	<u>-</u>	<u>375,000</u>	<u>375,000</u>
<b>Net change in fund balances</b>	<u>(513,254)</u>	<u>(513,254)</u>	<u>337,769</u>	<u>(96)</u>	<u>337,673</u>	<u>850,927</u>
Fund balances, October 1	<u>327,442</u>	<u>327,442</u>	<u>327,442</u>	<u>-</u>	<u>327,442</u>	<u>-</u>
<b>Fund balances, September 30</b>	<u>\$ (185,812)</u>	<u>\$ (185,812)</u>	<u>\$ 665,211</u>	<u>\$ (96)</u>	<u>\$ 665,115</u>	<u>\$ 850,927</u>

**CITY OF COLLEGE STATION, TEXAS**

Schedule of Revenues, Expenditures, and Changes in Fund Balance  
Budget and Actual

Efficiency Time Payment Fund (reported as part of the General Fund(s))  
For the Fiscal Year Ended September 30, 2015

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual GAAP Basis</u>	<u>Adjustments Budget Basis</u>	<u>Actual Budget Basis</u>	<u>Variance with Final Budget Over (Under)</u>
<b>Revenues</b>						
Fines, forfeits, and penalties	\$ 6,359	\$ 6,359	\$ 5,630	\$ -	\$ 5,630	\$ (729)
Investment income	214	214	232	(9)	223	9
<b>Total revenues</b>	<u>6,573</u>	<u>6,573</u>	<u>5,862</u>	<u>(9)</u>	<u>5,853</u>	<u>(720)</u>
<b>Expenditures</b>						
Fiscal services	4,160	4,160	4,027	-	4,027	(133)
<b>Total Expenditures</b>	<u>4,160</u>	<u>4,160</u>	<u>4,027</u>	<u>-</u>	<u>4,027</u>	<u>(133)</u>
Excess (deficit) of revenues over (under) expenditures	<u>2,413</u>	<u>2,413</u>	<u>1,835</u>	<u>(9)</u>	<u>1,826</u>	<u>(587)</u>
<b>Other financing sources (uses)</b>						
Transfers in	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-
<b>Total other financing sources (uses)</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balances	2,413	2,413	1,835	(9)	1,826	(587)
Fund balances, October 1	57,391	57,391	57,391	-	57,391	-
<b>Fund balances, September 30</b>	<u>\$ 59,804</u>	<u>\$ 59,804</u>	<u>\$ 59,226</u>	<u>\$ (9)</u>	<u>\$ 59,217</u>	<u>\$ (587)</u>

**CITY OF COLLEGE STATION, TEXAS**  
Schedule of Revenues, Expenditures, and Changes in Fund Balance  
Budget and Actual  
Chimney Hill Fund (reported as part of the General Fund(s))  
For the Fiscal Year Ended September 30, 2015

	Original Budget	Final Budget	Actual GAAP Basis	Adjustments Budget Basis	Actual Budget Basis	Variance with Final Budget Over (Under)
<b>Revenues</b>						
Investment income	\$ 368	\$ 368	\$ 26,030	\$ -	\$ 26,030	\$ 25,662
Rents and royalties	34,194	34,194	-	-	-	(34,194)
Total revenues	<u>34,562</u>	<u>34,562</u>	<u>26,030</u>	<u>-</u>	<u>26,030</u>	<u>(8,532)</u>
<b>Expenditures</b>						
Public works	6,667	6,667	5,264	-	5,264	(1,403)
Total expenditures	<u>6,667</u>	<u>6,667</u>	<u>5,264</u>	<u>-</u>	<u>5,264</u>	<u>(1,403)</u>
Excess (deficit) of revenues over (under) expenditures	<u>27,895</u>	<u>27,895</u>	<u>20,766</u>	<u>-</u>	<u>20,766</u>	<u>(7,129)</u>
<b>Other financing sources (uses)</b>						
Sale of capital asset	7,500,000	7,500,000	7,424,205		7,424,205	(75,795)
Transfers in	-	-	-	-	-	-
Transfers out	(9,327,416)	(9,327,416)	(9,260,688)	-	(9,260,688)	66,728
Total other financing sources (uses)	<u>(1,827,416)</u>	<u>(1,827,416)</u>	<u>(1,836,483)</u>	<u>-</u>	<u>(1,836,483)</u>	<u>(9,067)</u>
Net change in fund balances	(1,799,521)	(1,799,521)	(1,815,717)	-	(1,815,717)	(16,196)
Fund balances, October 1	1,815,717	1,815,717	1,815,717	-	1,815,717	-
Fund balances, September 30	<u>\$ 16,196</u>	<u>\$ 16,196</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (16,196)</u>



CITY OF COLLEGE STATION  
*Home of Texas A&M University®*

**COMBINING FINANCIAL STATEMENTS  
NONMAJOR GOVERNMENTAL FUNDS**

**SPECIAL REVENUE FUNDS**

Special revenue funds are used to account for specific revenues that are legally restricted or committed to expenditures for particular purposes other than debt service or capital projects.

Court Technology Fee Fund - account for funds collected by municipal court to be used to finance the purchase of or to maintain technological enhancements for a municipal court.

Court Security Fee Fund - account for funds collected by municipal court used to finance security personnel for a municipal court or to finance items when used for the purpose of providing security services.

Juvenile Case Manager Fund - account for funds collected by municipal court used to finance the salary and benefits of a juvenile case manager.

Police Seizure Fund - account for funds obtained through forfeiture provisions under federal laws; seized money from delivery of controlled substance in accordance with Public Health Laws. These monies are to be used for training and other law enforcement activities.

Memorial Cemetery Fund - account for sales of plots (and options of plots) in the Aggie Field of Honor & Municipal Cemetery.

Memorial Cemetery Endowment Fund - account for principal trust amounts received and related interest income for the College Station Memorial Cemetery.

Texas Ave. Cemetery Endowment Fund - to account for principal trust amounts received and related interest income for the College Station Cemetery.

Hotel Tax Fund - account for the receipt and expenditure of funds received by the City from the assessment of hotel and motel occupancy tax. Usage of funds is restricted to the construction and maintenance of convention and civic facilities and to the promotion of tourism and arts within the City.

Community Development Fund - account for funds granted to the City by the Federal Department of Housing and Urban Development for use on various community improvement projects.

Wolf Pen Creek Tax Increment Financing District Fund - account for the receipt and expenditure of funds received by the City from the creation of a tax increment financing district for the Wolf Pen Creek area.

Parks Escrow Fund - account for the receipt and expenditure of funds received by the City from residential land developers, who dedicate land, or money in lieu of land, for use in the development of community and neighborhood parks in residential areas.

Sidewalk Zones - account for the receipt and expenditure of funds received by the City from residential land developers, who dedicate land, or money in lieu of land, for use in the development of community and neighborhood sidewalks.

Drainage Projects Fund - to account for the cost of drainage maintenance and drainage improvements made with funds provided by a drainage utility fee and proceeds from the sale of general obligation bonds.

Truancy Prevention Fee Fund - account for funds collected by municipal court used to fund truancy prevention and intervention services.

West Medical District Tax Increment Reinvestment Zone No. 18 Fund – account for the receipt and expenditure of funds received by the City from the creation of a tax increment financing district for the West Medical District.

East Medical District Tax Increment Reinvestment Zone No. 19 Fund - account for the receipt and expenditure of funds received by the City from the creation of a tax increment financing district for the East Medical District.

Public, Educational and Governmental Access Channel Fee Fund – account for fees collected to fund educational and governmental broadcasting on the local access channel.

R.E. Meyer Estate Restricted Gift Fund – account for gift bequest to be used for programs designed to benefit senior citizens.

### **CAPITAL PROJECTS FUNDS**

Capital Projects Funds are used to account for the acquisition and construction of major capital improvements other than those financed by proprietary funds and trust funds.

General Government Projects Fund - to account for the cost of new building construction and building improvements made with funds provided by proceeds from the sale of general obligation bonds, certificates of obligation and by investing those proceeds.

Parks & Recreation Projects Fund - to account for the costs of new parks and improvements to existing parks made with funds provided from the sale of general obligation bonds, certificates of obligation and by investing those proceeds.



CITY OF COLLEGE STATION  
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**CITY OF COLLEGE STATION, TEXAS**  
Combining Balance Sheet  
Nonmajor Governmental Funds  
September 30, 2015

	Special Revenue								
	Court Technology Fee	Court Security Fee	Juvenile Case Manager	Police Seizure	Memorial Cemetery	Memorial Cemetery Endowment	Texas Ave Cemetery Endowment	Hotel Tax	Community Development
<b>Assets</b>									
Cash and cash equivalents	\$ 408,547	\$ 23,744	\$ 241,289	\$ 69,167	\$ 1,405,282	\$ 800,130	\$ 1,687,896	\$ 14,639,348	\$ 114,235
Equity in investments	40,581	2,358	23,967	6,870	139,588	79,478	167,660	1,454,137	11,347
Receivables (net of allow for uncollectible)	-	-	-	-	10,467	5,155	1,950	-	736,317
Investments interest receivable	32	2	19	5	109	62	131	1,137	-
Inventories	-	-	-	-	4,183,480	2,060,520	189	-	-
Loans receivable	-	-	-	-	-	-	-	-	1,449,615
<b>Total assets</b>	<b>\$ 449,160</b>	<b>\$ 26,104</b>	<b>\$ 265,275</b>	<b>\$ 76,042</b>	<b>\$ 5,738,926</b>	<b>\$ 2,945,345</b>	<b>\$ 1,857,826</b>	<b>\$ 16,094,622</b>	<b>\$ 2,311,514</b>
<b>Liabilities</b>									
Accounts payable	\$ 5,334	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 3,073	\$ 16,215	\$ 162,276
Accrued liabilities	-	2,174	2,749	-	-	-	-	-	9,001
Retainage payable	-	-	-	-	-	-	-	-	-
<b>Total liabilities</b>	<b>5,334</b>	<b>2,174</b>	<b>2,749</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>3,073</b>	<b>16,215</b>	<b>171,277</b>
<b>Deferred inflows of resources</b>									
Unavailable revenue-loans receivable	-	-	-	-	-	-	-	-	211,738
Unavailable revenue-other	-	-	-	-	10,467	5,155	3,220	-	-
<b>Total deferred inflows of resources</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>10,467</b>	<b>5,155</b>	<b>3,220</b>	<b>-</b>	<b>211,738</b>
<b>Fund balance</b>									
Nonspendable	-	-	-	-	4,183,480	2,060,520	189	-	-
Restricted	443,826	23,930	262,526	76,042	-	-	-	8,663,166	1,928,499
Committed	-	-	-	-	1,544,979	879,670	1,851,344	7,415,241	-
Assigned	-	-	-	-	-	-	-	-	-
Unassigned	-	-	-	-	-	-	-	-	-
<b>Total fund balance</b>	<b>443,826</b>	<b>23,930</b>	<b>262,526</b>	<b>76,042</b>	<b>5,728,459</b>	<b>2,940,190</b>	<b>1,851,533</b>	<b>16,078,407</b>	<b>1,928,499</b>
<b>Total liabilities, deferred inflows and fund balance</b>	<b>\$ 449,160</b>	<b>\$ 26,104</b>	<b>\$ 265,275</b>	<b>\$ 76,042</b>	<b>\$ 5,738,926</b>	<b>\$ 2,945,345</b>	<b>\$ 1,857,826</b>	<b>\$ 16,094,622</b>	<b>\$ 2,311,514</b>

										Capital Projects		
Wolf Pen Creek Tax Increment Financing District	Parks Escrow	Sidewalk Zones	Drainage Projects	Truancy Prevention Fee	West Medical District Tax Increment Reinvestment Zone No. 18	East Medical District Tax Increment Reinvestment Zone No. 19	Public, Educational and Governmental Access Channel Fee	R.E. Meyer Estate Restricted Gift	General Government Projects	Parks & Recreation Projects	Total Other Governmental Funds	
\$ 1,144,992	\$ 4,242,724	\$ 51,802	\$ 2,625,983	\$ 20,015	\$ 243,117	\$ 1,860	\$ 351,076	\$ 513,832	\$ 5,389,525	\$ 7,492,504	\$ 41,467,068	
113,733	421,433	5,146	260,841	1,988	24,149	185	34,873	51,039	535,345	744,236	4,118,954	
-	-	-	251,536	-	-	-	-	-	-	-	1,005,425	
89	332	4	204	2	19	-	27	40	419	582	3,215	
-	-	-	-	-	-	-	-	-	-	-	6,244,189	
-	-	-	-	-	-	-	-	-	-	-	1,449,615	
<u>\$ 1,258,814</u>	<u>\$ 4,664,489</u>	<u>\$ 56,952</u>	<u>\$ 3,138,564</u>	<u>\$ 22,005</u>	<u>\$ 267,285</u>	<u>\$ 2,045</u>	<u>\$ 385,976</u>	<u>\$ 564,911</u>	<u>\$ 5,925,289</u>	<u>\$ 8,237,322</u>	<u>\$ 54,288,466</u>	
\$ -	\$ 10,057	\$ -	\$ 9,221	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 74,127	\$ -	\$ 280,303	
-	-	-	19,318	-	-	-	-	-	2,156	-	35,398	
-	33,831	-	8,386	-	-	-	-	-	-	18,360	60,577	
-	43,888	-	36,925	-	-	-	-	-	76,283	18,360	376,278	
-	-	-	-	-	-	-	-	-	-	-	211,738	
-	-	-	-	-	-	-	-	-	-	300	19,142	
-	-	-	-	-	-	-	-	-	-	300	230,880	
-	-	-	-	-	-	-	-	-	-	-	6,244,189	
1,258,814	4,620,601	56,952	-	22,005	267,285	2,045	385,976	564,911	5,849,006	8,218,662	32,644,246	
-	-	-	3,101,639	-	-	-	-	-	-	-	14,792,873	
-	-	-	-	-	-	-	-	-	-	-	-	
-	-	-	-	-	-	-	-	-	-	-	-	
<u>1,258,814</u>	<u>4,620,601</u>	<u>56,952</u>	<u>3,101,639</u>	<u>22,005</u>	<u>267,285</u>	<u>2,045</u>	<u>385,976</u>	<u>564,911</u>	<u>5,849,006</u>	<u>8,218,662</u>	<u>53,681,308</u>	
<u>\$ 1,258,814</u>	<u>\$ 4,664,489</u>	<u>\$ 56,952</u>	<u>\$ 3,138,564</u>	<u>\$ 22,005</u>	<u>\$ 267,285</u>	<u>\$ 2,045</u>	<u>\$ 385,976</u>	<u>\$ 564,911</u>	<u>\$ 5,925,289</u>	<u>\$ 8,237,322</u>	<u>\$ 54,288,466</u>	

**CITY OF COLLEGE STATION, TEXAS**  
 Combining Statement of Revenues, Expenditures, and Changes in Fund Balance  
 Nonmajor Governmental Funds  
 September 30, 2015

Special Revenue									
	Court Technology Fee	Court Security Fee	Juvenile Case Manager	Police Seizure	Memorial Cemetery	Memorial Cemetery Endowment	Texas Ave Cemetery Endowment	Hotel Tax	Community Development
<b>Revenues</b>									
Ad valorem taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Other taxes	-	-	-	-	-	-	-	5,336,661	-
Intergovernmental	-	-	-	5,070	-	-	-	-	2,187,590
Charges for services	-	-	-	-	240,398	118,405	37,806	-	-
Fines, forfeits, and penalties	64,479	48,374	80,260	-	-	-	-	-	-
Investment income	1,774	143	1,093	315	6,174	3,272	7,348	35,957	-
Contributions	-	-	-	-	-	-	-	-	-
Other	-	-	-	75	-	-	-	6,700	19,877
<b>Total revenues</b>	<u>66,253</u>	<u>48,517</u>	<u>81,353</u>	<u>5,460</u>	<u>246,572</u>	<u>121,677</u>	<u>45,154</u>	<u>5,379,318</u>	<u>2,207,467</u>
<b>Expenditures</b>									
<b>Current</b>									
Police	-	-	-	13,905	-	-	-	-	-
Public works	-	-	-	-	-	-	-	-	-
Parks and recreation	-	-	-	-	161,638	79,612	4,753	106,410	-
Planning and development svcs	-	-	-	-	-	-	-	-	-
Fiscal services	72,561	73,834	106,972	-	-	-	-	-	-
General government	-	-	-	-	-	-	-	-	1,010,962
Contributions	-	-	-	-	-	-	-	2,424,260	-
Other	-	-	-	-	-	-	-	4,943	-
Capital outlay	-	-	-	-	-	-	-	581,575	52,217
<b>Total expenditures</b>	<u>72,561</u>	<u>73,834</u>	<u>106,972</u>	<u>13,905</u>	<u>161,638</u>	<u>79,612</u>	<u>4,753</u>	<u>3,117,188</u>	<u>1,063,179</u>
Excess(deficit) of revenues over (under) expenditures	<u>(6,308)</u>	<u>(25,317)</u>	<u>(25,619)</u>	<u>(8,445)</u>	<u>84,934</u>	<u>42,065</u>	<u>40,401</u>	<u>2,262,130</u>	<u>1,144,288</u>
<b>Other financing sources (uses)</b>									
Transfers in	-	-	-	-	-	-	-	9,260,688	-
Transfers out	-	-	-	-	(262,795)	-	-	(602,357)	(874,817)
<b>Total other financing sources (uses)</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(262,795)</u>	<u>-</u>	<u>-</u>	<u>8,658,331</u>	<u>(874,817)</u>
<b>Net change in fund balance</b>	<u>(6,308)</u>	<u>(25,317)</u>	<u>(25,619)</u>	<u>(8,445)</u>	<u>(177,861)</u>	<u>42,065</u>	<u>40,401</u>	<u>10,920,461</u>	<u>269,471</u>
Fund balances , October 1	450,134	49,247	288,145	84,487	5,906,320	2,898,125	1,811,132	5,157,946	1,659,028
<b>Fund balances, September 30</b>	<u>\$ 443,826</u>	<u>\$ 23,930</u>	<u>\$ 262,526</u>	<u>\$ 76,042</u>	<u>\$ 5,728,459</u>	<u>\$ 2,940,190</u>	<u>\$ 1,851,533</u>	<u>\$ 16,078,407</u>	<u>\$ 1,928,499</u>

									Capital Projects		
Wolf Pen Creek Tax Increment Financing District	Parks Escrow	Sidewalk Zones	Drainage Projects	Truancy Prevention Fee	West Medical District Tax Increment Reinvestment Zone No. 18	East Medical District Tax Increment Reinvestment Zone No. 19	Public, Educational and Governmental Access Channel Fee	R.E. Meyer Estate Restricted Gift	General Government Projects	Parks and Recreation Projects	Total Other Governmental Funds
\$ -	\$ -	\$ -	\$ -	\$ -	\$ 191,936	\$ 1,005	\$ -	\$ -	\$ -	\$ -	\$ 192,941
-	-	-	-	-	-	-	206,138	-	-	-	5,542,799
-	-	-	-	-	-	-	-	-	-	-	2,192,660
-	-	-	2,146,486	-	-	-	-	-	-	202,943	2,746,038
-	-	-	-	13,436	-	-	-	-	-	-	206,549
5,033	18,323	227	12,078	61	218	3	1,382	2,254	25,262	32,823	153,740
-	998,295	-	-	-	-	-	-	446,407	-	-	1,444,702
-	-	-	-	-	-	-	-	-	72	-	26,724
<u>5,033</u>	<u>1,016,618</u>	<u>227</u>	<u>2,158,564</u>	<u>13,497</u>	<u>192,154</u>	<u>1,008</u>	<u>207,520</u>	<u>448,661</u>	<u>25,334</u>	<u>235,766</u>	<u>12,506,153</u>
-	-	-	-	-	-	-	-	-	-	-	13,905
-	-	-	1,116,465	-	-	-	-	-	-	-	1,116,465
-	-	-	-	-	-	-	-	-	-	-	352,413
-	-	-	140,288	-	-	-	-	-	-	-	140,288
-	-	-	-	-	-	-	-	-	-	-	253,367
-	-	-	-	-	-	-	51,791	-	-	-	1,062,753
-	-	-	-	-	-	-	-	-	-	-	2,424,260
-	-	-	-	-	-	-	-	-	-	-	4,943
-	291,886	-	365,821	-	-	-	-	-	2,011,163	911,935	4,214,597
-	291,886	-	1,622,574	-	-	-	51,791	-	2,011,163	911,935	9,582,991
<u>5,033</u>	<u>724,732</u>	<u>227</u>	<u>535,990</u>	<u>13,497</u>	<u>192,154</u>	<u>1,008</u>	<u>155,729</u>	<u>448,661</u>	<u>(1,985,829)</u>	<u>(676,169)</u>	<u>2,923,162</u>
-	12,000	-	-	-	-	-	-	-	1,183,124	300,000	10,755,812
-	(330,236)	-	(577,864)	-	-	-	-	-	(125,080)	(50,337)	(2,823,486)
-	(318,236)	-	(577,864)	-	-	-	-	-	1,058,044	249,663	7,932,326
5,033	406,496	227	(41,874)	13,497	192,154	1,008	155,729	448,661	(927,785)	(426,506)	10,855,488
<u>1,253,781</u>	<u>4,214,105</u>	<u>56,725</u>	<u>3,143,513</u>	<u>8,508</u>	<u>75,131</u>	<u>1,037</u>	<u>230,247</u>	<u>116,250</u>	<u>6,776,791</u>	<u>8,645,168</u>	<u>42,825,820</u>
<u>\$ 1,258,814</u>	<u>\$ 4,620,601</u>	<u>\$ 56,952</u>	<u>\$ 3,101,639</u>	<u>\$ 22,005</u>	<u>\$ 267,285</u>	<u>\$ 2,045</u>	<u>\$ 385,976</u>	<u>\$ 564,911</u>	<u>\$ 5,849,006</u>	<u>\$ 8,218,662</u>	<u>\$ 53,681,308</u>

**CITY OF COLLEGE STATION, TEXAS**  
Schedule of Revenues, Expenditures, and Changes in Fund Balance  
Budget and Actual  
Court Technology Fee Fund  
For the Fiscal Year Ended September 30, 2015

	Original Budget	Final Budget	Actual GAAP Basis	Adjustments Budget Basis	Actual Budget Basis	Variance with Final Budget Over (Under)
<b>Revenues</b>						
Fines, forfeits, and penalties	\$ 60,881	\$ 60,881	\$ 64,479	\$ -	\$ 64,479	\$ 3,598
Investment income	1,496	1,496	1,774	(65)	1,709	213
<b>Total revenues</b>	<u>62,377</u>	<u>62,377</u>	<u>66,253</u>	<u>(65)</u>	<u>66,188</u>	<u>3,811</u>
<b>Expenditures</b>						
Fiscal services	80,619	109,210	72,561	-	72,561	(36,649)
<b>Total expenditures</b>	<u>80,619</u>	<u>109,210</u>	<u>72,561</u>	<u>-</u>	<u>72,561</u>	<u>(36,649)</u>
Excess(deficit) of revenues over (under) expenditures	<u>(18,242)</u>	<u>(46,833)</u>	<u>(6,308)</u>	<u>(65)</u>	<u>(6,373)</u>	<u>40,460</u>
<b>Other financing sources (uses)</b>						
Transfers in	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-
<b>Total other financing sources (uses)</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Net change in fund balances</b>	<u>(18,242)</u>	<u>(46,833)</u>	<u>(6,308)</u>	<u>(65)</u>	<u>(6,373)</u>	<u>40,460</u>
Fund balances, October 1	450,134	450,134	450,134	-	450,134	-
<b>Fund balances, September 30</b>	<u>\$ 431,892</u>	<u>\$ 403,301</u>	<u>\$ 443,826</u>	<u>\$ (65)</u>	<u>\$ 443,761</u>	<u>\$ 40,460</u>

**CITY OF COLLEGE STATION, TEXAS**  
Schedule of Revenues, Expenditures, and Changes in Fund Balance  
Budget and Actual  
Court Security Fee Fund  
For the Fiscal Year Ended September 30, 2015

	Original Budget	Final Budget	Actual GAAP Basis	Adjustments Budget Basis	Actual Budget Basis	Variance with Final Budget Over (Under)
<b>Revenues</b>						
Fines, forfeits, and penalties	\$ 46,294	\$ 46,294	\$ 48,374	\$ -	\$ 48,374	\$ 2,080
Investment income	268	268	143	(4)	139	(129)
<b>Total revenues</b>	<u>46,562</u>	<u>46,562</u>	<u>48,517</u>	<u>(4)</u>	<u>48,513</u>	<u>1,951</u>
<b>Expenditures</b>						
Fiscal services	80,641	80,641	73,834	-	73,834	(6,807)
<b>Total expenditures</b>	<u>80,641</u>	<u>80,641</u>	<u>73,834</u>	<u>-</u>	<u>73,834</u>	<u>(6,807)</u>
Excess(deficit) of revenues over (under) expenditures	<u>(34,079)</u>	<u>(34,079)</u>	<u>(25,317)</u>	<u>(4)</u>	<u>(25,321)</u>	<u>8,758</u>
<b>Other financing sources (uses)</b>						
Transfers in	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-
<b>Total other financing sources (uses)</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balances	(34,079)	(34,079)	(25,317)	(4)	(25,321)	8,758
Fund balances, October 1	49,247	49,247	49,247	-	49,247	-
<b>Fund balances, September 30</b>	<u>\$ 15,168</u>	<u>\$ 15,168</u>	<u>\$ 23,930</u>	<u>\$ (4)</u>	<u>\$ 23,926</u>	<u>\$ 8,758</u>

**CITY OF COLLEGE STATION, TEXAS**  
Schedule of Revenues, Expenditures, and Changes in Fund Balance  
Budget and Actual  
Juvenile Case Manager Fee Fund  
For the Fiscal Year Ended September 30, 2015

	Original Budget	Final Budget	Actual GAAP Basis	Adjustments Budget Basis	Actual Budget Basis	Variance with Final Budget Over (Under)
<b>Revenues</b>						
Fines, forfeits, and penalties	\$ 73,427	\$ 73,427	\$ 80,260	\$ -	\$ 80,260	\$ 6,833
Investment income	1,124	1,124	1,093	(39)	1,054	(70)
<b>Total revenues</b>	<u>74,551</u>	<u>74,551</u>	<u>81,353</u>	<u>(39)</u>	<u>81,314</u>	<u>6,763</u>
<b>Expenditures</b>						
Fiscal services	113,020	113,020	106,972	-	106,972	(6,048)
<b>Total expenditures</b>	<u>113,020</u>	<u>113,020</u>	<u>106,972</u>	<u>-</u>	<u>106,972</u>	<u>(6,048)</u>
Excess(deficit) of revenues over (under) expenditures	<u>(38,469)</u>	<u>(38,469)</u>	<u>(25,619)</u>	<u>(39)</u>	<u>(25,658)</u>	<u>12,811</u>
<b>Other financing sources (uses)</b>						
Transfers in	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-
<b>Total other financing sources (uses)</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Net change in fund balances</b>	<u>(38,469)</u>	<u>(38,469)</u>	<u>(25,619)</u>	<u>(39)</u>	<u>(25,658)</u>	<u>12,811</u>
Fund balances, October 1	288,145	288,145	288,145	-	288,145	-
<b>Fund balances, September 30</b>	<u>\$ 249,676</u>	<u>\$ 249,676</u>	<u>\$ 262,526</u>	<u>\$ (39)</u>	<u>\$ 262,487</u>	<u>\$ 12,811</u>

**CITY OF COLLEGE STATION, TEXAS**  
Schedule of Revenues, Expenditures, and Changes in Fund Balance  
Budget and Actual  
Police Seizure Fund  
For the Fiscal Year Ended September 30, 2015

	Original Budget	Final Budget	Actual GAAP Basis	Adjustments Budget Basis	Actual Budget Basis	Variance with Final Budget Over (Under)
<b>Revenues</b>						
Intergovernmental	\$ 20,000	\$ 20,000	\$ 5,070	\$ -	\$ 5,070	\$ (14,930)
Investment income	200	200	315	(11)	304	104
Other	-	-	75	-	75	75
Total revenues	<u>20,200</u>	<u>20,200</u>	<u>5,460</u>	<u>(11)</u>	<u>5,449</u>	<u>(14,751)</u>
<b>Expenditures</b>						
Police	<u>27,000</u>	<u>27,000</u>	<u>13,905</u>	<u>-</u>	<u>13,905</u>	<u>(13,095)</u>
Total expenditures	<u>27,000</u>	<u>27,000</u>	<u>13,905</u>	<u>-</u>	<u>13,905</u>	<u>(13,095)</u>
Excess(deficit) of revenues over (under) expenditures	<u>(6,800)</u>	<u>(6,800)</u>	<u>(8,445)</u>	<u>(11)</u>	<u>(8,456)</u>	<u>(1,656)</u>
<b>Other financing sources (uses)</b>						
Transfers in	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balances	(6,800)	(6,800)	(8,445)	(11)	(8,456)	(1,656)
Fund balances, October 1	<u>84,487</u>	<u>84,487</u>	<u>84,487</u>	<u>-</u>	<u>84,487</u>	<u>-</u>
Fund balances, September 30	<u>\$ 77,687</u>	<u>\$ 77,687</u>	<u>\$ 76,042</u>	<u>\$ (11)</u>	<u>\$ 76,031</u>	<u>\$ (1,656)</u>

**CITY OF COLLEGE STATION, TEXAS**  
Schedule of Revenues, Expenditures, and Changes in Fund Balance  
Budget and Actual  
Memorial Cemetery Fund  
For the Fiscal Year Ended September 30, 2015

	Original Budget	Final Budget	Actual GAAP Basis	Adjustments Budget Basis	Actual Budget Basis	Variance with Final Budget Over (Under)
<b>Revenues</b>						
Charges for services	\$ 253,528	\$ 253,528	\$ 240,398	\$ -	\$ 240,398	\$ (13,130)
Investment income	5,250	5,250	6,174	(225)	5,949	699
Total revenues	<u>258,778</u>	<u>258,778</u>	<u>246,572</u>	<u>(225)</u>	<u>246,347</u>	<u>(12,431)</u>
<b>Expenditures</b>						
Parks and recreation	-	-	161,638	(161,638)	-	-
Total expenditures	<u>-</u>	<u>-</u>	<u>161,638</u>	<u>(161,638)</u>	<u>-</u>	<u>-</u>
Excess(deficit) of revenues over (under) expenditures	<u>258,778</u>	<u>258,778</u>	<u>84,934</u>	<u>161,413</u>	<u>246,347</u>	<u>(12,431)</u>
<b>Other financing sources (uses)</b>						
Transfers in	-	-	-	-	-	-
Transfers out	(262,795)	(262,795)	(262,795)	-	(262,795)	-
Total other financing sources (uses)	<u>(262,795)</u>	<u>(262,795)</u>	<u>(262,795)</u>	<u>-</u>	<u>(262,795)</u>	<u>-</u>
Net change in fund balances	(4,017)	(4,017)	(177,861)	161,413	(16,448)	(12,431)
Fund balances, October 1	5,906,320	5,906,320	5,906,320	-	5,906,320	-
Fund balances, September 30	<u>\$ 5,902,303</u>	<u>\$ 5,902,303</u>	<u>\$ 5,728,459</u>	<u>\$ 161,413</u>	<u>\$ 5,889,872</u>	<u>\$ (12,431)</u>

**CITY OF COLLEGE STATION, TEXAS**  
Schedule of Revenues, Expenditures, and Changes in Fund Balance  
Budget and Actual  
Memorial Cemetery Endowment Fund  
For the Fiscal Year Ended September 30, 2015

	Original Budget	Final Budget	Actual GAAP Basis	Adjustments Budget Basis	Actual Budget Basis	Variance with Final Budget Over (Under)
<b>Revenues</b>						
Charges for services	\$ 124,872	\$ 124,872	\$ 118,405	\$ -	\$ 118,405	\$ (6,467)
Investment income	2,200	2,200	3,272	(128)	3,144	944
Total revenues	<u>127,072</u>	<u>127,072</u>	<u>121,677</u>	<u>(128)</u>	<u>121,549</u>	<u>(5,523)</u>
<b>Expenditures</b>						
Parks and recreation	10,000	10,000	79,612	(79,612)	-	(10,000)
Total expenditures	<u>10,000</u>	<u>10,000</u>	<u>79,612</u>	<u>(79,612)</u>	<u>-</u>	<u>(10,000)</u>
Excess(deficit) of revenues over (under) expenditures	<u>117,072</u>	<u>117,072</u>	<u>42,065</u>	<u>79,484</u>	<u>121,549</u>	<u>4,477</u>
<b>Other financing sources (uses)</b>						
Transfers in	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balances	117,072	117,072	42,065	79,484	121,549	4,477
Fund balances, October 1	2,898,125	2,898,125	2,898,125	-	2,898,125	-
Fund balances, September 30	<u>\$ 3,015,197</u>	<u>\$ 3,015,197</u>	<u>\$ 2,940,190</u>	<u>\$ 79,484</u>	<u>\$ 3,019,674</u>	<u>\$ 4,477</u>

**CITY OF COLLEGE STATION, TEXAS**  
Schedule of Revenues, Expenditures, and Changes in Fund Balance  
Budget and Actual  
Texas Ave Cemetery Endowment Fund  
For the Fiscal Year Ended September 30, 2015

	Original Budget	Final Budget	Actual GAAP Basis	Adjustments Budget Basis	Actual Budget Basis	Variance with Final Budget Over (Under)
<b>Revenues</b>						
Charges for services	\$ 10,000	\$ 10,000	\$ 37,806	\$ -	\$ 37,806	\$ 27,806
Investment income	5,460	5,460	7,348	(270)	7,078	1,618
<b>Total revenues</b>	<u>15,460</u>	<u>15,460</u>	<u>45,154</u>	<u>(270)</u>	<u>44,884</u>	<u>29,424</u>
<b>Expenditures</b>						
Parks and recreation	-	-	4,753	(69)	4,684	4,684
<b>Total expenditures</b>	<u>-</u>	<u>-</u>	<u>4,753</u>	<u>(69)</u>	<u>4,684</u>	<u>4,684</u>
Excess(deficit) of revenues over (under) expenditures	<u>15,460</u>	<u>15,460</u>	<u>40,401</u>	<u>(201)</u>	<u>40,200</u>	<u>24,740</u>
<b>Other financing sources (uses)</b>						
Transfers in	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-
<b>Total other financing sources (uses)</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balances	15,460	15,460	40,401	(201)	40,200	24,740
Fund balances, October 1	1,811,132	1,811,132	1,811,132	-	1,811,132	-
<b>Fund balances, September 30</b>	<u>\$ 1,826,592</u>	<u>\$ 1,826,592</u>	<u>\$ 1,851,533</u>	<u>\$ (201)</u>	<u>\$ 1,851,332</u>	<u>\$ 24,740</u>

**CITY OF COLLEGE STATION, TEXAS**  
Schedule of Revenues, Expenditures, and Changes in Fund Balance  
Budget and Actual  
Hotel Tax Fund  
For the Fiscal Year Ended September 30, 2015

	Original Budget	Final Budget	Actual GAAP Basis	Adjustments Budget Basis	Actual Budget Basis	Variance with Final Budget Over (Under)
<b>Revenues</b>						
Other Taxes	\$ 4,668,000	\$ 4,668,000	\$ 5,336,661	\$ -	\$ 5,336,661	\$ 668,661
Investment income	55,000	55,000	35,957	(2,337)	33,620	(21,380)
Other	-	-	6,700	-	6,700	6,700
<b>Total revenues</b>	<u>4,723,000</u>	<u>4,723,000</u>	<u>5,379,318</u>	<u>(2,337)</u>	<u>5,376,981</u>	<u>653,981</u>
<b>Expenditures</b>						
General government	210,000	210,000	-	-	-	(210,000)
Parks and recreation	219,000	219,000	106,410	-	106,410	(112,590)
Contributions	2,592,694	2,755,884	2,424,260	-	2,424,260	(331,624)
Other	25,000	25,000	4,943	-	4,943	(20,057)
Capital outlay	-	531,200	581,575	-	581,575	50,375
<b>Total expenditures</b>	<u>3,046,694</u>	<u>3,741,084</u>	<u>3,117,188</u>	<u>-</u>	<u>3,117,188</u>	<u>(623,896)</u>
Excess(deficit) of revenues over (under) expenditures	<u>1,676,306</u>	<u>981,916</u>	<u>2,262,130</u>	<u>(2,337)</u>	<u>2,259,793</u>	<u>1,277,877</u>
<b>Other financing sources (uses)</b>						
Transfers in	9,327,416	9,327,416	9,260,688	-	9,260,688	(66,728)
Transfers out	(773,193)	(773,193)	(602,357)	-	(602,357)	170,836
<b>Total other financing sources (uses)</b>	<u>8,554,223</u>	<u>8,554,223</u>	<u>8,658,331</u>	<u>-</u>	<u>8,658,331</u>	<u>104,108</u>
Net change in fund balances	10,230,529	9,536,139	10,920,461	(2,337)	10,918,124	1,381,985
Fund balances, October 1	5,157,946	5,157,946	5,157,946	-	5,157,946	-
<b>Fund balances, September 30</b>	<u>\$ 15,388,475</u>	<u>\$ 14,694,085</u>	<u>\$ 16,078,407</u>	<u>\$ (2,337)</u>	<u>\$ 16,076,070</u>	<u>\$ 1,381,985</u>

**CITY OF COLLEGE STATION, TEXAS**  
Schedule of Revenues, Expenditures, and Changes in Fund Balance  
Budget and Actual  
Community Development Fund  
For the Fiscal Year Ended September 30, 2015

	Original Budget	Final Budget	Actual GAAP Basis	Adjustments Budget Basis	Actual Budget Basis	Variance with Final Budget Over (Under)
<b>Revenues</b>						
Intergovernmental	\$ 6,020,864	\$ 6,020,864	\$ 2,187,590	\$ (15,513)	\$ 2,172,077	\$ (3,848,787)
Other	-	-	19,877	(4,635)	15,242	15,242
Total revenues	<u>6,020,864</u>	<u>6,020,864</u>	<u>2,207,467</u>	<u>(20,148)</u>	<u>2,187,319</u>	<u>(3,833,545)</u>
<b>Expenditures</b>						
General government	4,391,704	4,391,704	1,010,962	206,757	1,217,719	(3,173,985)
Capital outlay	701,021	701,021	52,217	-	52,217	(648,804)
Total expenditures	<u>5,092,725</u>	<u>5,092,725</u>	<u>1,063,179</u>	<u>206,757</u>	<u>1,269,936</u>	<u>(3,822,789)</u>
Excess(deficit) of revenues over (under) expenditures	<u>928,139</u>	<u>928,139</u>	<u>1,144,288</u>	<u>(226,905)</u>	<u>917,383</u>	<u>(10,756)</u>
<b>Other financing sources (uses)</b>						
Transfers in	-	-	-	-	-	-
Transfers out	(928,139)	(928,139)	(874,817)	-	(874,817)	53,322
Total other financing sources (uses)	<u>(928,139)</u>	<u>(928,139)</u>	<u>(874,817)</u>	<u>-</u>	<u>(874,817)</u>	<u>53,322</u>
Net change in fund balances	-	-	269,471	(226,905)	42,566	42,566
Fund balances, October 1	<u>1,659,028</u>	<u>1,659,028</u>	<u>1,659,028</u>	<u>-</u>	<u>1,659,028</u>	<u>-</u>
Fund balances, September 30	<u>\$ 1,659,028</u>	<u>\$ 1,659,028</u>	<u>\$ 1,928,499</u>	<u>\$ (226,905)</u>	<u>\$ 1,701,594</u>	<u>\$ 42,566</u>

**CITY OF COLLEGE STATION, TEXAS**  
Schedule of Revenues, Expenditures, and Changes in Fund Balance  
Budget and Actual  
Wolf Pen Creek (WPC) TIF Fund  
For the Fiscal Year Ended September 30, 2015

	Original Budget	Final Budget	Actual GAAP Basis	Adjustments Budget Basis	Actual Budget Basis	Variance with Final Budget Over (Under)
<b>Revenues</b>						
Investment income	\$ 3,800	\$ 3,800	\$ 5,033	\$ (182)	\$ 4,851	\$ 1,051
Total revenues	<u>3,800</u>	<u>3,800</u>	<u>5,033</u>	<u>(182)</u>	<u>4,851</u>	<u>1,051</u>
<b>Expenditures</b>						
Other	<u>1,257,597</u>	<u>1,257,597</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(1,257,597)</u>
Total expenditures	<u>1,257,597</u>	<u>1,257,597</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(1,257,597)</u>
Excess(deficit) of revenues over (under) expenditures	<u>(1,253,797)</u>	<u>(1,253,797)</u>	<u>5,033</u>	<u>(182)</u>	<u>4,851</u>	<u>1,258,648</u>
<b>Other financing sources (uses)</b>						
Transfers in	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balances	(1,253,797)	(1,253,797)	5,033	(182)	4,851	1,258,648
Fund balances, October 1	<u>1,253,781</u>	<u>1,253,781</u>	<u>1,253,781</u>	<u>-</u>	<u>1,253,781</u>	<u>-</u>
Fund balances, September 30	<u>\$ (16)</u>	<u>\$ (16)</u>	<u>\$ 1,258,814</u>	<u>\$ (182)</u>	<u>\$ 1,258,632</u>	<u>\$ 1,258,648</u>

**CITY OF COLLEGE STATION, TEXAS**

Schedule of Revenues, Expenditures, and Changes in Fund Balance

Budget and Actual

Parks Escrow Fund

For the Fiscal Year Ended September 30, 2015

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual GAAP Basis</u>	<u>Adjustments Budget Basis</u>	<u>Actual Budget Basis</u>	<u>Variance with Final Budget Over (Under)</u>
<b>Revenues</b>						
Investment income	\$ 10,000	\$ 10,000	\$ 18,323	\$ (682)	\$ 17,641	\$ 7,641
Contributions	<u>300,000</u>	<u>300,000</u>	<u>998,295</u>	<u>-</u>	<u>998,295</u>	<u>698,295</u>
Total revenues	<u>310,000</u>	<u>310,000</u>	<u>1,016,618</u>	<u>(682)</u>	<u>1,015,936</u>	<u>705,936</u>
<b>Expenditures</b>						
Capital outlay	<u>3,395,500</u>	<u>3,395,500</u>	<u>281,886</u>	<u>-</u>	<u>281,886</u>	<u>(3,113,614)</u>
Total expenditures	<u>3,395,500</u>	<u>3,395,500</u>	<u>281,886</u>	<u>-</u>	<u>281,886</u>	<u>(3,113,614)</u>
Excess(deficit) of revenues over (under) expenditures	<u>(3,085,500)</u>	<u>(3,085,500)</u>	<u>734,732</u>	<u>(682)</u>	<u>734,050</u>	<u>3,819,550</u>
<b>Other financing sources (uses)</b>						
Transfers in	12,000	12,000	12,000	-	12,000	-
Transfers out	<u>(321,997)</u>	<u>(321,997)</u>	<u>(330,236)</u>	<u>8,239</u>	<u>(321,997)</u>	<u>-</u>
Total other financing sources (uses)	<u>(309,997)</u>	<u>(309,997)</u>	<u>(318,236)</u>	<u>8,239</u>	<u>(309,997)</u>	<u>-</u>
Net change in fund balances	<u>(3,395,497)</u>	<u>(3,395,497)</u>	<u>416,496</u>	<u>7,557</u>	<u>424,053</u>	<u>3,819,550</u>
Fund balances, October 1	<u>4,214,105</u>	<u>4,214,105</u>	<u>4,214,105</u>	<u>-</u>	<u>4,214,105</u>	<u>-</u>
Fund balances, September 30	<u>\$ 818,608</u>	<u>\$ 818,608</u>	<u>\$ 4,630,601</u>	<u>\$ 7,557</u>	<u>\$ 4,638,158</u>	<u>\$ 3,819,550</u>

**CITY OF COLLEGE STATION, TEXAS**  
Schedule of Revenues, Expenditures, and Changes in Fund Balance  
Budget and Actual  
Drainage Projects Fund  
For the Fiscal Year Ended September 30, 2015

	Original Budget	Final Budget	Actual GAAP Basis	Adjustments Budget Basis	Actual Budget Basis	Variance with Final Budget Over (Under)
<b>Revenues</b>						
Charges for services	\$ -	\$ -	\$ 2,146,486	\$ -	\$ 2,146,486	\$ 2,146,486
Investment income	8,000	8,000	12,078	(419)	11,659	3,659
Other	<u>2,130,800</u>	<u>2,130,800</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(2,130,800)</u>
Total revenues	<u>2,138,800</u>	<u>2,138,800</u>	<u>2,158,564</u>	<u>(419)</u>	<u>2,158,145</u>	<u>19,345</u>
<b>Expenditures</b>						
Planning and development services	113,987	173,987	140,288	-	140,288	(33,699)
Public works	1,291,532	1,363,137	1,116,465	(6,901)	1,109,564	(253,573)
Capital outlay	<u>200,000</u>	<u>200,000</u>	<u>365,821</u>	<u>-</u>	<u>365,821</u>	<u>165,821</u>
Total expenditures	<u>1,605,519</u>	<u>1,737,124</u>	<u>1,622,574</u>	<u>(6,901)</u>	<u>1,615,673</u>	<u>(121,451)</u>
Excess(deficit) of revenues over (under) expenditures	<u>533,281</u>	<u>401,676</u>	<u>535,990</u>	<u>6,482</u>	<u>542,472</u>	<u>140,796</u>
<b>Other financing sources (uses)</b>						
Transfers in	-	-	-	-	-	-
Transfers out	<u>(556,100)</u>	<u>(562,480)</u>	<u>(577,864)</u>	<u>20,162</u>	<u>(557,702)</u>	<u>4,778</u>
Total other financing sources (uses)	<u>(556,100)</u>	<u>(562,480)</u>	<u>(577,864)</u>	<u>20,162</u>	<u>(557,702)</u>	<u>4,778</u>
Net change in fund balances	(22,819)	(160,804)	(41,874)	26,644	(15,230)	145,574
Fund balances, October 1	<u>3,143,513</u>	<u>3,143,513</u>	<u>3,143,513</u>	<u>-</u>	<u>3,143,513</u>	<u>-</u>
Fund balances, September 30	<u>\$ 3,120,694</u>	<u>\$ 2,982,709</u>	<u>\$ 3,101,639</u>	<u>\$ 26,644</u>	<u>\$ 3,128,283</u>	<u>\$ 145,574</u>

**CITY OF COLLEGE STATION, TEXAS**  
Schedule of Revenues, Expenditures, and Changes in Fund Balance  
Budget and Actual  
Truancy Prevention Fee Fund  
For the Fiscal Year Ended September 30, 2015

	Original Budget	Final Budget	Actual GAAP Basis	Adjustments Budget Basis	Actual Budget Basis	Variance with Final Budget Over (Under)
<b>Revenues</b>						
Fines, forfeits, and penalties	\$ 13,000	\$ 13,000	\$ 13,436	\$ -	\$ 13,436	\$ 436
Investment income	40	40	61	(3)	58	18
<b>Total revenues</b>	<u>13,040</u>	<u>13,040</u>	<u>13,497</u>	<u>(3)</u>	<u>13,494</u>	<u>454</u>
<b>Expenditures</b>						
Other	-	-	-	-	-	-
<b>Total expenditures</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess(deficit) of revenues over (under) expenditures	<u>13,040</u>	<u>13,040</u>	<u>13,497</u>	<u>(3)</u>	<u>13,494</u>	<u>454</u>
<b>Other financing sources (uses)</b>						
Transfers in	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-
<b>Total other financing sources (uses)</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Net change in fund balances</b>	<u>13,040</u>	<u>13,040</u>	<u>13,497</u>	<u>(3)</u>	<u>13,494</u>	<u>454</u>
Fund balances, October 1	8,508	8,508	8,508	-	8,508	-
<b>Fund balances, September 30</b>	<u>\$ 21,548</u>	<u>\$ 21,548</u>	<u>\$ 22,005</u>	<u>\$ (3)</u>	<u>\$ 22,002</u>	<u>\$ 454</u>

**CITY OF COLLEGE STATION, TEXAS**

Schedule of Revenues, Expenditures, and Changes in Fund Balance  
Budget and Actual

West Medical District Tax Increment Reinvestment Zone No. 18 Fund  
For the Fiscal Year Ended September 30, 2015

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual GAAP Basis</u>	<u>Adjustments Budget Basis</u>	<u>Actual Budget Basis</u>	<u>Variance with Final Budget Over (Under)</u>
<b>Revenues</b>						
Ad valorem taxes	\$ 192,085	\$ 192,085	\$ 191,936	\$ -	\$ 191,936	\$ (149)
Investment income	2,500	2,500	218	(39)	179	(2,321)
<b>Total revenues</b>	<u>194,585</u>	<u>194,585</u>	<u>192,154</u>	<u>(39)</u>	<u>192,115</u>	<u>(2,470)</u>
<b>Expenditures</b>						
Other	-	-	-	-	-	-
<b>Total expenditures</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess(deficit) of revenues over (under) expenditures	<u>194,585</u>	<u>194,585</u>	<u>192,154</u>	<u>(39)</u>	<u>192,115</u>	<u>(2,470)</u>
<b>Other financing sources (uses)</b>						
Transfers in	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-
<b>Total other financing sources (uses)</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Net change in fund balances</b>	194,585	194,585	192,154	(39)	192,115	(2,470)
Fund balances, October 1	75,131	75,131	75,131	-	75,131	-
<b>Fund balances, September 30</b>	<u>\$ 269,716</u>	<u>\$ 269,716</u>	<u>\$ 267,285</u>	<u>\$ (39)</u>	<u>\$ 267,246</u>	<u>\$ (2,470)</u>

**CITY OF COLLEGE STATION, TEXAS**

Schedule of Revenues, Expenditures, and Changes in Fund Balance  
Budget and Actual

East Medical District Tax Increment Reinvestment Zone No. 19 Fund  
For the Fiscal Year Ended September 30, 2015

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual GAAP Basis</u>	<u>Adjustments Budget Basis</u>	<u>Actual Budget Basis</u>	<u>Variance with Final Budget Over (Under)</u>
<b>Revenues</b>						
Ad valorem taxes	\$ 1,005	\$ 1,005	\$ 1,005	\$ -	\$ 1,005	\$ -
Investment income	50	50	3	(1)	2	(48)
<b>Total revenues</b>	<u>1,055</u>	<u>1,055</u>	<u>1,008</u>	<u>(1)</u>	<u>1,007</u>	<u>(48)</u>
<b>Expenditures</b>						
Other	-	-	-	-	-	-
<b>Total expenditures</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess(deficit) of revenues over (under) expenditures	<u>1,055</u>	<u>1,055</u>	<u>1,008</u>	<u>(1)</u>	<u>1,007</u>	<u>(48)</u>
<b>Other financing sources (uses)</b>						
Transfers in	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-
<b>Total other financing sources (uses)</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Net change in fund balances</b>	<u>1,055</u>	<u>1,055</u>	<u>1,008</u>	<u>(1)</u>	<u>1,007</u>	<u>(48)</u>
Fund balances, October 1	<u>1,037</u>	<u>1,037</u>	<u>1,037</u>	<u>-</u>	<u>1,037</u>	<u>-</u>
<b>Fund balances, September 30</b>	<u>\$ 2,092</u>	<u>\$ 2,092</u>	<u>\$ 2,045</u>	<u>\$ (1)</u>	<u>\$ 2,044</u>	<u>\$ (48)</u>

**CITY OF COLLEGE STATION, TEXAS**  
Schedule of Revenues, Expenditures, and Changes in Fund Balance  
Budget and Actual  
Public, Educational and Governmental Access Channel Fee Fund  
For the Fiscal Year Ended September 30, 2015

	Original Budget	Final Budget	Actual GAAP Basis	Adjustments Budget Basis	Actual Budget Basis	Variance with Final Budget Over (Under)
<b>Revenues</b>						
Franchise tax	\$ 44,000	\$ 44,000	\$ 206,138	\$ -	\$ 206,138	\$ 162,138
Investment income	450	450	1,382	(56)	1,326	876
<b>Total revenues</b>	<u>44,450</u>	<u>44,450</u>	<u>207,520</u>	<u>(56)</u>	<u>207,464</u>	<u>163,014</u>
<b>Expenditures</b>						
Other	81,120	81,120	51,791	(51,791)	-	(81,120)
<b>Total expenditures</b>	<u>81,120</u>	<u>81,120</u>	<u>51,791</u>	<u>(51,791)</u>	<u>-</u>	<u>(81,120)</u>
Excess(deficit) of revenues over (under) expenditures	<u>(36,670)</u>	<u>(36,670)</u>	<u>155,729</u>	<u>51,735</u>	<u>207,464</u>	<u>244,134</u>
<b>Other financing sources (uses)</b>						
Transfers in	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-
<b>Total other financing sources (uses)</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Net change in fund balances</b>	<u>(36,670)</u>	<u>(36,670)</u>	<u>155,729</u>	<u>51,735</u>	<u>207,464</u>	<u>244,134</u>
Fund balances, October 1	<u>230,247</u>	<u>230,247</u>	<u>230,247</u>	<u>-</u>	<u>230,247</u>	<u>-</u>
<b>Fund balances, September 30</b>	<u>\$ 193,577</u>	<u>\$ 193,577</u>	<u>\$ 385,976</u>	<u>\$ 51,735</u>	<u>\$ 437,711</u>	<u>\$ 244,134</u>

**CITY OF COLLEGE STATION, TEXAS**  
Schedule of Revenues, Expenditures, and Changes in Fund Balance  
Budget and Actual  
R. E. Meyer Estate Restricted Gift Fund  
For the Fiscal Year Ended September 30, 2015

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual GAAP Basis</u>	<u>Adjustments Budget Basis</u>	<u>Actual Budget Basis</u>	<u>Variance with Final Budget Over (Under)</u>
<b>Revenues</b>						
Investment income	\$ 250	\$ 250	\$ 2,254	\$ (82)	\$ 2,172	\$ 1,922
Contributions	-	-	446,407	-	446,407	446,407
<b>Total revenues</b>	<u>250</u>	<u>250</u>	<u>448,661</u>	<u>(82)</u>	<u>448,579</u>	<u>448,329</u>
<b>Expenditures</b>						
Other	-	-	-	-	-	-
<b>Total expenditures</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Excess(deficit) of revenues over (under) expenditures</b>	<u>250</u>	<u>250</u>	<u>448,661</u>	<u>(82)</u>	<u>448,579</u>	<u>448,329</u>
<b>Other financing sources (uses)</b>						
Transfers in	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-
<b>Total other financing sources (uses)</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Net change in fund balances</b>	250	250	448,661	(82)	448,579	448,329
<b>Fund balances, October 1</b>	<u>116,250</u>	<u>116,250</u>	<u>116,250</u>	<u>-</u>	<u>116,250</u>	<u>-</u>
<b>Fund balances, September 30</b>	<u>\$ 116,500</u>	<u>\$ 116,500</u>	<u>\$ 564,911</u>	<u>\$ (82)</u>	<u>\$ 564,829</u>	<u>\$ 448,329</u>

**CITY OF COLLEGE STATION, TEXAS**  
Schedule of Revenues, Expenditures, and Changes in Fund Balance  
Budget and Actual  
General Government Projects Fund  
For the Fiscal Year Ended September 30, 2015

	Original Budget	Final Budget	Actual GAAP Basis	Adjustments Budget Basis	Actual Budget Basis	Variance with Final Budget Over (Under)
<b>Revenues</b>						
Investment income	\$ 15,000	\$ 15,000	\$ 25,262	\$ (860)	\$ 24,402	\$ 9,402
Other	-	-	72	640	712	712
Total revenues	<u>15,000</u>	<u>15,000</u>	<u>25,334</u>	<u>(220)</u>	<u>25,114</u>	<u>10,114</u>
<b>Expenditures</b>						
Capital outlay	<u>74,076</u>	<u>601,016</u>	<u>2,011,163</u>	<u>-</u>	<u>2,011,163</u>	<u>1,410,147</u>
Total expenditures	<u>74,076</u>	<u>601,016</u>	<u>2,011,163</u>	<u>-</u>	<u>2,011,163</u>	<u>1,410,147</u>
Excess(deficit) of revenues over (under) expenditures	<u>(59,076)</u>	<u>(586,016)</u>	<u>(1,985,829)</u>	<u>(220)</u>	<u>(1,986,049)</u>	<u>(1,400,033)</u>
<b>Other financing sources (uses)</b>						
Transfers in	878,541	1,234,661	1,183,124	(30,561)	1,152,563	(82,098)
Transfers out	<u>(119,287)</u>	<u>(87,847)</u>	<u>(125,080)</u>	<u>37,234</u>	<u>(87,846)</u>	<u>1</u>
Total other financing sources (uses)	<u>759,254</u>	<u>1,146,814</u>	<u>1,058,044</u>	<u>6,673</u>	<u>1,064,717</u>	<u>(82,097)</u>
Net change in fund balances	700,178	560,798	(927,785)	6,453	(921,332)	(1,482,130)
Fund balances, October 1	<u>6,776,791</u>	<u>6,776,791</u>	<u>6,776,791</u>	<u>-</u>	<u>6,776,791</u>	<u>-</u>
Fund balances, September 30	<u>\$ 7,476,969</u>	<u>\$ 7,337,589</u>	<u>\$ 5,849,006</u>	<u>\$ 6,453</u>	<u>\$ 5,855,459</u>	<u>\$ (1,482,130)</u>

**CITY OF COLLEGE STATION, TEXAS**  
Schedule of Revenues, Expenditures, and Changes in Fund Balance  
Budget and Actual  
Parks and Recreation Projects Fund  
For the Fiscal Year Ended September 30, 2015

	Original Budget	Final Budget	Actual GAAP Basis	Adjustments Budget Basis	Actual Budget Basis	Variance with Final Budget Over (Under)
<b>Revenues</b>						
Charges for services	\$ 81,600	\$ 81,600	\$ 202,943	\$ -	\$ 202,943	\$ 121,343
Investment income	15,000	15,000	32,823	(1,196)	31,627	16,627
Total revenues	<u>96,600</u>	<u>96,600</u>	<u>235,766</u>	<u>(1,196)</u>	<u>234,570</u>	<u>137,970</u>
<b>Expenditures</b>						
Other	3,165,000	3,165,000	911,935	-	911,935	(2,253,065)
Total expenditures	<u>3,165,000</u>	<u>3,165,000</u>	<u>911,935</u>	<u>-</u>	<u>911,935</u>	<u>(2,253,065)</u>
Excess(deficit) of revenues over (under) expenditures	<u>(3,068,400)</u>	<u>(3,068,400)</u>	<u>(676,169)</u>	<u>(1,196)</u>	<u>(677,365)</u>	<u>2,391,035</u>
<b>Other financing sources (uses)</b>						
Transfers in	300,000	300,000	300,000	-	300,000	-
Transfers out	(32,996)	(32,996)	(50,337)	17,341	(32,996)	-
Total other financing sources (uses)	<u>267,004</u>	<u>267,004</u>	<u>249,663</u>	<u>17,341</u>	<u>267,004</u>	<u>-</u>
Net change in fund balances	(2,801,396)	(2,801,396)	(426,506)	16,145	(410,361)	2,391,035
Fund balances, October 1	8,645,168	8,645,168	8,645,168	-	8,645,168	-
Fund balances, September 30	<u>\$ 5,843,772</u>	<u>\$ 5,843,772</u>	<u>\$ 8,218,662</u>	<u>\$ 16,145</u>	<u>\$ 8,234,807</u>	<u>\$ 2,391,035</u>

**CITY OF COLLEGE STATION, TEXAS**  
Schedule of Revenues, Expenditures, and Changes in Fund Balance  
Budget and Actual  
Debt Service Fund  
For the Fiscal Year Ended September 30, 2015

	Original Budget	Final Budget	Actual GAAP Basis	Adjustments Budget Basis	Actual Budget Basis	Variance with Final Budget Over (Under)
<b>Revenues</b>						
Ad valorem taxes	\$ 12,610,135	\$ 12,610,135	\$ 12,655,920	\$ -	\$ 12,655,920	\$ 45,785
Investment income	25,250	25,250	19,417	(409)	19,008	(6,242)
Total revenues	<u>12,635,385</u>	<u>12,635,385</u>	<u>12,675,337</u>	<u>(409)</u>	<u>12,674,928</u>	<u>39,543</u>
<b>Expenditures</b>						
Principal retirement	8,930,000	8,830,000	9,110,000	-	9,110,000	280,000
Interest on long-term debt	4,372,308	4,372,308	4,220,656	-	4,220,656	(151,652)
Debt issuance costs	50,000	50,000	7,862	1	7,863	(42,137)
Total expenditures	<u>13,352,308</u>	<u>13,252,308</u>	<u>13,338,518</u>	<u>1</u>	<u>13,338,519</u>	<u>86,211</u>
Excess(deficit) of revenues over (under) expenditures	<u>(716,923)</u>	<u>(616,923)</u>	<u>(663,181)</u>	<u>(410)</u>	<u>(663,591)</u>	<u>(46,668)</u>
<b>Other financing sources (uses)</b>						
Transfers in	262,795	262,795	262,795	-	262,795	-
Transfers out	-	-	-	-	-	-
Total other financing sources (uses)	<u>262,795</u>	<u>262,795</u>	<u>262,795</u>	<u>-</u>	<u>262,795</u>	<u>-</u>
Net change in fund balances	(454,128)	(354,128)	(400,386)	(410)	(400,796)	(46,668)
Fund balances, October 1	3,214,434	3,214,434	3,214,434	-	3,214,434	-
Fund balances, September 30	<u>\$ 2,760,306</u>	<u>\$ 2,860,306</u>	<u>\$ 2,814,048</u>	<u>\$ (410)</u>	<u>\$ 2,813,638</u>	<u>\$ (46,668)</u>

**CITY OF COLLEGE STATION, TEXAS**  
Schedule of Revenues, Expenditures, and Changes in Fund Balance  
Budget and Actual  
Streets Projects Fund  
For the Fiscal Year Ended September 30, 2015

	Original Budget	Final Budget	Actual GAAP Basis	Adjustments Budget Basis	Actual Budget Basis	Variance with Final Budget Over (Under)
<b>Revenues</b>						
Intergovernmental	\$ -	\$ -	\$ 187,020	\$ -	\$ 187,020	\$ 187,020
Investment income	60,000	60,000	90,309	(2,978)	87,331	27,331
Other	<u>100,000</u>	<u>100,000</u>	<u>107,897</u>	<u>-</u>	<u>107,897</u>	<u>7,897</u>
Total revenues	<u>160,000</u>	<u>160,000</u>	<u>385,226</u>	<u>(2,978)</u>	<u>382,248</u>	<u>222,248</u>
<b>Expenditures</b>						
Capital outlay	5,845,176	4,391,873	5,310,016	-	5,310,016	918,143
Intergovernmental	<u>-</u>	<u>1,453,303</u>	<u>151,289</u>	<u>-</u>	<u>151,289</u>	<u>(1,302,014)</u>
Total expenditures	<u>5,845,176</u>	<u>5,845,176</u>	<u>5,461,305</u>	<u>-</u>	<u>5,461,305</u>	<u>(383,871)</u>
Excess(deficit) of revenues over (under) expenditures	<u>(5,685,176)</u>	<u>(5,685,176)</u>	<u>(5,076,079)</u>	<u>(2,978)</u>	<u>(5,079,057)</u>	<u>606,119</u>
<b>Other financing sources (uses)</b>						
Transfers in	1,744,491	1,744,491	1,739,457	-	1,739,457	(5,034)
Transfers out	<u>(370,211)</u>	<u>(370,211)</u>	<u>(550,974)</u>	<u>180,763</u>	<u>(370,211)</u>	<u>-</u>
Total other financing sources (uses)	<u>1,374,280</u>	<u>1,374,280</u>	<u>1,188,483</u>	<u>180,763</u>	<u>1,369,246</u>	<u>(5,034)</u>
Net change in fund balances	(4,310,896)	(4,310,896)	(3,887,596)	177,785	(3,709,811)	601,085
Fund balances, October 1	<u>23,569,205</u>	<u>23,569,205</u>	<u>23,569,205</u>	<u>-</u>	<u>23,569,205</u>	<u>-</u>
Fund balances, September 30	<u>\$ 19,258,309</u>	<u>\$ 19,258,309</u>	<u>\$ 19,681,609</u>	<u>\$ 177,785</u>	<u>\$ 19,859,394</u>	<u>\$ 601,085</u>

## **COMBINING FINANCIAL STATEMENTS**

### **NONMAJOR ENTERPRISE FUNDS**

Sanitation Fund - account for all sanitation collection and disposal activities by the City for both residential and commercial customers.

Northgate Parking Garage Fund - account for revenues and expenses related to the operation and maintenance of the Northgate parking garage and parking lot.

**CITY OF COLLEGE STATION, TEXAS**

Combining Statement of Net Position

Nonmajor Enterprise Funds

September 30, 2015

	<u>Sanitation</u>	<u>Northgate Parking Garage</u>	<u>Total Nonmajor Enterprise Funds</u>
<b>Assets</b>			
<b>Current assets</b>			
Cash and cash equivalents	\$ 665,959	\$ 1,116,388	\$ 1,782,347
Equity in investments	66,123	110,533	176,656
Receivables (net of allow for uncollectible)	1,075,208	107,965	1,183,173
Investments interest receivable	52	86	138
Inventories	<u>27,019</u>	<u>-</u>	<u>27,019</u>
<b>Total current assets</b>	<u>1,834,361</u>	<u>1,334,972</u>	<u>3,169,333</u>
<b>Noncurrent assets</b>			
Equity in joint venture	13,572,308	-	13,572,308
Loans receivable	<u>3,860,000</u>	<u>-</u>	<u>3,860,000</u>
	<u>17,432,308</u>	<u>-</u>	<u>17,432,308</u>
<b>Capital assets</b>			
Buildings	-	5,737,679	5,737,679
Machinery and equipment	5,614,643	737,973	6,352,616
Less accumulated depreciation	(2,163,999)	(2,573,656)	(4,737,655)
Construction in progress	-	86,989	86,989
Land	<u>-</u>	<u>690,750</u>	<u>690,750</u>
<b>Total capital assets</b>	<u>3,450,644</u>	<u>4,679,735</u>	<u>8,130,379</u>
<b>Total noncurrent assets</b>	<u>20,882,952</u>	<u>4,679,735</u>	<u>25,562,687</u>
<b>Total assets</b>	<u>22,717,313</u>	<u>6,014,707</u>	<u>28,732,020</u>
<b>Deferred outflows of resources</b>			
Deferred charge on pensions	225,760	25,362	251,122
Deferred charge on refundings	<u>-</u>	<u>44,710</u>	<u>44,710</u>
<b>Total deferred outflows of resources</b>	<u>225,760</u>	<u>70,072</u>	<u>295,832</u>
<b>Liabilities</b>			
<b>Current Liabilities</b>			
Accounts payable	215,760	12,049	227,809
Accrued liabilities	103,603	26,009	129,612
Unearned revenue - other	-	21,677	21,677
Compensated absences	9,142	600	9,742
Retainage payable	-	6,242	6,242
Accrued interest payable	17,793	6,287	24,080
Refundable deposits	-	4,200	4,200
Certificates of obligation	250,000	-	250,000
General obligation bonds	<u>-</u>	<u>423,174</u>	<u>423,174</u>
<b>Total current liabilities</b>	<u>596,298</u>	<u>500,238</u>	<u>1,096,536</u>
<b>Noncurrent liabilities</b>			
Certificates of obligation	3,610,000	-	3,610,000
General obligation bonds	-	1,084,522	1,084,522
Compensated absences	111,694	7,330	119,024
Post employment benefits	351,478	33,123	384,601
Net pension obligation	<u>757,023</u>	<u>85,044</u>	<u>842,067</u>
<b>Total noncurrent liabilities</b>	<u>4,830,195</u>	<u>1,210,019</u>	<u>6,040,214</u>
<b>Total liabilities</b>	<u>5,426,493</u>	<u>1,710,257</u>	<u>7,136,750</u>
<b>Deferred inflows of resources</b>			
Deferred charge on pensions	<u>32,154</u>	<u>3,611</u>	<u>35,765</u>
<b>Total deferred inflows of resources</b>	<u>32,154</u>	<u>3,611</u>	<u>35,765</u>
<b>Net position</b>			
Net investment in capital assets	3,450,644	3,172,039	6,622,683
Restricted For:			
Debt Service	-	-	-
Unrestricted	<u>14,033,782</u>	<u>1,198,872</u>	<u>15,232,654</u>
<b>Total net position</b>	<u>\$ 17,484,426</u>	<u>\$ 4,370,911</u>	<u>\$ 21,855,337</u>

**CITY OF COLLEGE STATION, TEXAS**

Combining Statement of Revenues, Expenses and Changes in Net Position

Nonmajor Enterprise Funds

For the Fiscal Year Ended September 30, 2015

	<u>Sanitation</u>	<u>Northgate Parking Garage</u>	<u>Total Nonmajor Enterprise Funds</u>
Operating revenues			
Intergovernmental	\$ 5,500	\$ -	\$ 5,500
Charges for services	8,645,853	1,193,212	9,839,065
Fines, forfeits, and penalties	-	229,457	229,457
Other	<u>32,833</u>	<u>-</u>	<u>32,833</u>
Total operating revenues	<u>8,684,186</u>	<u>1,422,669</u>	<u>10,106,855</u>
Operating expenses			
Salaries and benefits	2,139,266	312,424	2,451,690
Supplies	397,272	24,538	421,810
Maintenance	645,796	18,498	664,294
Purchased professional services	705,937	148,709	854,646
Purchased property services	1,443,960	60,220	1,504,180
Other purchased services	1,353,439	76,181	1,429,620
Contributions	40,729	-	40,729
Depreciation	861,009	250,006	1,111,015
Other	<u>23,126</u>	<u>-</u>	<u>23,126</u>
Total operating expenses	<u>7,610,534</u>	<u>890,576</u>	<u>8,501,110</u>
Operating income	<u>1,073,652</u>	<u>532,093</u>	<u>1,605,745</u>
Nonoperating revenues (expenses)			
Investment income	2,356	4,543	6,899
Earnings in joint venture	662,822	-	662,822
Interest expense	861	(66,018)	(65,157)
Other, net	<u>(146,351)</u>	<u>12,269</u>	<u>(134,082)</u>
Total nonoperating revenues (expenses)	<u>519,688</u>	<u>(49,206)</u>	<u>470,482</u>
Income before capital contributions and transfers	<u>1,593,340</u>	<u>482,887</u>	<u>2,076,227</u>
Capital contributions and transfers			
Capital contributions	1,472,527	22,699	1,495,226
Transfers in	218,401	-	218,401
Transfers out	<u>(1,326,796)</u>	<u>103,910</u>	<u>(1,222,886)</u>
Total capital contributions and transfers	<u>364,132</u>	<u>126,609</u>	<u>490,741</u>
Change in net position	1,957,472	609,496	2,566,968
Net position - beginning	16,238,893	3,805,018	20,043,911
Prior period adjustment	<u>(711,939)</u>	<u>(43,603)</u>	<u>(755,542)</u>
Net position - ending	<u>\$ 17,484,426</u>	<u>\$ 4,370,911</u>	<u>\$ 21,855,337</u>

**CITY OF COLLEGE STATION, TEXAS**  
Combining Statement of Cash Flows  
Nonmajor Enterprise Funds  
For the Fiscal Year Ended September 30, 2015

	Sanitation	Northgate Parking Garage	Total Nonmajor Enterprise Funds
Cash flows from operating activities:			
Cash received from customers	\$ 8,534,741	\$ 1,172,791	\$ 9,707,532
Cash payments to suppliers for goods and services	(5,644,258)	(400,160)	(6,044,418)
Cash payments to employees for services	(1,542,809)	(242,719)	(1,785,528)
Cash paid for miscellaneous services	(146,351)	-	(146,351)
Cash received for miscellaneous revenues	-	12,269	12,269
Net cash provided (used) by operating activities	<u>1,201,323</u>	<u>542,181</u>	<u>1,743,504</u>
Cash flows from noncapital financing activities:			
Transfers in from other funds	218,401	-	218,401
Transfers out to other funds	(1,326,796)	103,910	(1,222,886)
Net cash provided (used) by noncapital financing activities	<u>(1,108,395)</u>	<u>103,910</u>	<u>(1,004,485)</u>
Cash flows from capital and related financing activities:			
Acquisition and construction of capital assets	(1,103,260)	(117,591)	(1,220,851)
Capital grants and contributions	1,472,527	22,699	1,495,226
Principal paid on certificates of obligation and general obligation bonds	-	(401,996)	(401,996)
Interest paid on certificates of obligation and general obligation bonds	-	(67,553)	(67,553)
Net cash provided (used) by capital and related financing activities	<u>369,267</u>	<u>(564,441)</u>	<u>(195,174)</u>
Cash flows from investing activities:			
Purchase of investments	(130,538)	(216,791)	(347,329)
Proceeds from sale and maturities of investment securities	95,642	239,391	335,033
Investment income	2,304	4,457	6,761
Net cash provided (used) by investing activities	<u>(32,592)</u>	<u>27,057</u>	<u>(5,535)</u>
Net increase (decrease) in cash and cash equivalents	429,603	108,707	538,310
Cash and cash equivalents, Oct. 1	<u>236,356</u>	<u>1,007,681</u>	<u>1,244,037</u>
Cash and cash equivalents, Sept. 30	<u>\$ 665,959</u>	<u>\$ 1,116,388</u>	<u>\$ 1,782,347</u>
Reconciliation of operating income to net cash			
Provided by operating activities:			
Operating income	<u>\$ 1,073,652</u>	<u>\$ 532,093</u>	<u>\$ 1,605,745</u>
Adjustment to reconcile operating income to net cash provided (used) by operating activities:			
Depreciation, bad debt expense, inventory loss	861,009	250,006	1,111,015
Miscellaneous nonoperating revenues	-	12,269	12,269
Miscellaneous nonoperating expenses	(146,351)	-	(146,351)
Changes in deferred inflows and outflows	(193,606)	(74)	(193,680)
Changes in assets and liabilities:			
Change in accounts receivable	(149,445)	(107,915)	(257,360)
Change in inventory	(21,378)	-	(21,378)
Change in accounts payable	(111,297)	(32,995)	(144,292)
Change in accrued liabilities	14,228	6,165	20,393
Change in deferred revenue	-	(141,963)	(141,963)
Change in accrued vacation	10,713	2,215	12,928
Change in OPEB	55,896	3,985	59,881
Change in net pension obligation	(192,098)	18,395	(173,703)
Total adjustments	<u>127,671</u>	<u>10,088</u>	<u>137,759</u>
Net cash provided (used) by operating activities	<u>\$ 1,201,323</u>	<u>\$ 542,181</u>	<u>\$ 1,743,504</u>

## COMBINING FINANCIAL STATEMENTS

### INTERNAL SERVICE FUNDS

Employee Benefits Fund - to account for self-insurance activity related to administration of the City's health benefits plan.

Equipment Replacement Fund - to account for the purchase of City equipment such as vehicles and large motorized equipment, telephone and radio systems, and replacement assets for existing technological infrastructure equipment not budgeted in other funds.

Fleet Maintenance Fund - to account for all activities related to the management of the City's vehicles and heavy equipment, including preventive maintenance and vehicle repair activities.

Property and Casualty Fund - to account for insurance activity relating to all claims filed for liability cases (both injury and property) and property losses incurred for City property.

Unemployment Fund - to account for self-insurance activity on claims filed under unemployment compensation laws.

Utility Customer Service Fund - to account for the billing and collection activities relating to the City's electric, water, and sewer utilities and residential and commercial garbage collection.

Workers' Compensation Fund - to account for self-insurance activity relating to administration of the City's workers' compensation plan.

**CITY OF COLLEGE STATION, TEXAS**  
Combining Statement of Net Position  
Internal Service Funds  
September 30, 2015

	Employee Benefits	Equipment Replacement	Fleet Maintenance	Property and Casualty	Unemployment	Utility Customer Service	Workers' Compensation	Total Internal Service Funds
<b>Assets</b>								
<b>Current assets</b>								
Cash and cash equivalents	\$ 8,062,313	\$ 6,631,206	\$ 139,648	\$ 1,840,572	\$ 375,106	\$ 378,140	\$ 2,248,370	\$ 19,675,355
Equity in investments	800,835	658,682	13,871	182,825	37,260	37,291	223,333	1,954,097
Receivables (net of allow for uncollectible)	7,612	-	-	-	-	66,160	-	73,772
Investments interest receivable	626	515	11	143	29	29	175	1,528
Inventories	-	-	194,480	-	-	-	-	194,480
Prepays	-	-	-	-	-	-	2,500	2,500
<b>Total current assets</b>	<b>8,871,386</b>	<b>7,290,403</b>	<b>348,010</b>	<b>2,023,540</b>	<b>412,395</b>	<b>481,620</b>	<b>2,474,378</b>	<b>21,901,732</b>
<b>Capital assets</b>								
Buildings	-	-	786,525	-	-	-	-	786,525
Machinery and equipment	-	23,532,575	370,175	-	-	759,251	-	24,662,001
Less accumulated depreciation	-	(14,621,675)	(719,875)	-	-	(560,602)	-	(15,902,152)
<b>Total capital assets</b>	<b>-</b>	<b>8,910,900</b>	<b>436,825</b>	<b>-</b>	<b>-</b>	<b>198,649</b>	<b>-</b>	<b>9,546,374</b>
<b>Total assets</b>	<b>8,871,386</b>	<b>16,201,303</b>	<b>784,835</b>	<b>2,023,540</b>	<b>412,395</b>	<b>680,269</b>	<b>2,474,378</b>	<b>31,448,106</b>
<b>Deferred outflows of resources</b>								
Deferred charge on pensions	6,253	-	93,070	9,846	-	127,545	9,846	246,560
<b>Total deferred outflows of resources</b>	<b>6,253</b>	<b>-</b>	<b>93,070</b>	<b>9,846</b>	<b>-</b>	<b>127,545</b>	<b>9,846</b>	<b>246,560</b>
<b>Liabilities</b>								
<b>Current liabilities</b>								
Accounts payable	241,328	704,082	79,723	63,114	4,320	5,349	2,079	1,099,995
Accrued liabilities	1,705	-	25,888	2,550	-	37,577	2,550	70,270
Compensated absences	-	-	4,589	-	-	4,103	-	8,692
Retainage payable	-	-	-	4,822	-	-	-	4,822
Claims payable	1,336,795	-	-	342,312	-	-	293,935	1,973,042
<b>Total current liabilities</b>	<b>1,579,828</b>	<b>704,082</b>	<b>110,200</b>	<b>412,798</b>	<b>4,320</b>	<b>47,029</b>	<b>298,564</b>	<b>3,156,821</b>
<b>Noncurrent liabilities</b>								
Compensated absences	-	-	56,070	-	-	50,130	-	106,200
Post employment benefits	11,854	-	143,854	16,384	-	224,260	16,359	412,711
Net pension obligation	20,966	-	312,085	33,017	-	427,688	33,016	826,772
<b>Total noncurrent liabilities</b>	<b>32,820</b>	<b>-</b>	<b>512,009</b>	<b>49,401</b>	<b>-</b>	<b>702,078</b>	<b>49,375</b>	<b>1,345,683</b>
<b>Total liabilities</b>	<b>1,612,648</b>	<b>704,082</b>	<b>622,209</b>	<b>462,199</b>	<b>4,320</b>	<b>749,107</b>	<b>347,939</b>	<b>4,502,504</b>
<b>Deferred inflows of resources</b>								
Deferred charge on pensions	891	-	13,255	1,402	-	18,165	1,402	35,115
<b>Total deferred outflows of resources</b>	<b>891</b>	<b>-</b>	<b>13,255</b>	<b>1,402</b>	<b>-</b>	<b>18,165</b>	<b>1,402</b>	<b>35,115</b>
<b>Net position</b>								
Net investment in capital assets	-	8,910,900	436,825	-	-	198,649	-	9,546,374
Unrestricted	7,264,100	6,586,321	(194,384)	1,569,785	408,075	(158,107)	2,134,883	17,610,673
<b>Total net position</b>	<b>\$ 7,264,100</b>	<b>\$ 15,497,221</b>	<b>\$ 242,441</b>	<b>\$ 1,569,785</b>	<b>\$ 408,075</b>	<b>\$ 40,542</b>	<b>\$ 2,134,883</b>	<b>\$ 27,157,047</b>

**CITY OF COLLEGE STATION, TEXAS**  
Combining Statement of Revenues, Expenses and Changes in Net Position  
Internal Service Fund  
For the Fiscal Year Ended September 30, 2015

	Employee Benefits	Equipment Replacement	Fleet Maintenance	Property and Casualty	Unemployment	Utility Customer Service	Workers' Compensation	Total Internal Service Funds
<b>Operating revenues</b>								
Charges for services	\$ -	\$ 4,979,824	\$ 2,091,166	\$ -	\$ -	\$ 2,184,188	\$ -	\$ 9,255,178
Premiums	9,375,937	-	-	951,836	30,395	-	492,182	10,850,350
Other	-	-	-	150,637	-	167,495	-	318,132
<b>Total operating revenues</b>	<b>9,375,937</b>	<b>4,979,824</b>	<b>2,091,166</b>	<b>1,102,473</b>	<b>30,395</b>	<b>2,351,683</b>	<b>492,182</b>	<b>20,423,660</b>
<b>Operating expenses</b>								
Salaries and benefits	61,590	-	933,090	91,821	-	1,319,915	91,818	2,498,234
Supplies	-	-	913,793	-	-	41,473	-	955,266
Maintenance	-	-	19,169	-	-	26,350	-	45,519
Purchased professional services	110,907	-	6,460	16,301	-	44,998	11,000	189,666
Purchased property services	-	-	13,885	-	-	35,590	-	49,475
Other purchased services	566	-	56,395	-	-	733,979	-	790,940
Claims	7,277,871	-	-	451,054	10,986	-	166,310	7,906,221
Administration fees	559,021	-	-	1,539,415	-	-	24,773	2,123,209
Contributions	-	2,267,479	-	-	-	-	-	2,267,479
Premiums	1,235,229	-	-	310,470	-	-	155,538	1,701,237
Depreciation	-	2,032,228	37,832	-	-	46,982	-	2,117,042
Other	331,977	-	19,203	8,069	-	7,750	936	367,935
<b>Total operating expenses</b>	<b>9,577,161</b>	<b>4,299,707</b>	<b>1,999,827</b>	<b>2,417,130</b>	<b>10,986</b>	<b>2,257,037</b>	<b>450,375</b>	<b>21,012,223</b>
<b>Operating income</b>	<b>(201,224)</b>	<b>680,117</b>	<b>91,339</b>	<b>(1,314,657)</b>	<b>19,409</b>	<b>94,646</b>	<b>41,807</b>	<b>(588,563)</b>
<b>Nonoperating revenues (expenses)</b>								
Investment income	35,966	31,127	712	15,621	1,610	1,432	9,857	96,325
Gain (loss) on disposal of assets	-	45,451	-	-	-	-	-	45,451
Other, net	23,028	(23,114)	175	1,366,534	-	-	-	1,366,623
<b>Total nonoperating revenues (expenses)</b>	<b>58,994</b>	<b>53,464</b>	<b>887</b>	<b>1,382,155</b>	<b>1,610</b>	<b>1,432</b>	<b>9,857</b>	<b>1,508,399</b>
<b>Income before capital contributions and transfers</b>	<b>(142,230)</b>	<b>733,581</b>	<b>92,226</b>	<b>67,498</b>	<b>21,019</b>	<b>96,078</b>	<b>51,664</b>	<b>919,836</b>
<b>Capital contributions and transfers</b>								
Capital contributions	-	104,983	-	-	-	-	-	104,983
Transfers in	-	266,000	-	-	-	-	-	266,000
Transfers out	(69,120)	-	-	-	-	-	-	(69,120)
<b>Total capital contributions and transfers</b>	<b>(69,120)</b>	<b>370,983</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>301,863</b>
<b>Change in net position</b>	<b>(211,350)</b>	<b>1,104,564</b>	<b>92,226</b>	<b>67,498</b>	<b>21,019</b>	<b>96,078</b>	<b>51,664</b>	<b>1,221,699</b>
<b>Net position-beginning</b>	<b>7,482,884</b>	<b>14,392,657</b>	<b>290,914</b>	<b>1,515,832</b>	<b>387,056</b>	<b>114,573</b>	<b>2,096,789</b>	<b>26,280,705</b>
<b>Prior period adjustment</b>	<b>(7,434)</b>	<b>-</b>	<b>(140,699)</b>	<b>(13,545)</b>	<b>-</b>	<b>(170,109)</b>	<b>(13,570)</b>	<b>(345,357)</b>
<b>Net position-ending</b>	<b>\$ 7,264,100</b>	<b>\$ 15,497,221</b>	<b>\$ 242,441</b>	<b>\$ 1,569,785</b>	<b>\$ 408,075</b>	<b>\$ 40,542</b>	<b>\$ 2,134,883</b>	<b>\$ 27,157,047</b>

**CITY OF COLLEGE STATION, TEXAS**  
Combining Statement of Cash Flows  
Internal Service Funds  
For the Fiscal Year Ended September 30, 2015

	Employee Benefits	Equipment Replacement	Fleet Maintenance	Property and Casualty	Unemployment	Utility Customer Service	Workers' Compensation	Total Internal Service Funds
<b>Cash Flows from operating activities:</b>								
Cash received from customers	\$ 9,373,143	\$ 4,979,824	\$ 2,091,166	\$ 1,124,908	\$ 30,395	\$ 2,300,030	\$ 495,856	\$ 20,395,322
Cash payments to suppliers for goods and services	(9,439,184)	(1,721,893)	(1,351,490)	(2,147,608)	(6,666)	(1,181,331)	(373,825)	(16,221,997)
Cash payments to employees for services	(48,439)	-	(697,838)	(69,149)	-	(1,022,462)	(69,120)	(1,907,008)
Cash paid for miscellaneous services	-	(23,114)	-	-	-	-	-	(23,114)
Cash received for miscellaneous services	23,028	-	175	1,366,534	-	-	-	1,389,737
Net cash provided (used) by operating activities	<u>(91,452)</u>	<u>3,234,817</u>	<u>42,013</u>	<u>274,685</u>	<u>23,729</u>	<u>96,237</u>	<u>52,911</u>	<u>3,632,940</u>
<b>Cash flows from noncapital financing activities:</b>								
Transfers in from other funds	-	266,000	-	-	-	-	-	266,000
Transfers out to other funds	(69,120)	-	-	-	-	-	-	(69,120)
Net cash provided (used) by noncapital financing activities	<u>(69,120)</u>	<u>266,000</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>196,880</u>
<b>Cash flows from capital and related financing activities:</b>								
Capital contributions	-	104,983	-	-	-	-	-	104,983
Acquisition and construction of capital assets	-	(3,677,863)	(24,576)	-	-	-	-	(3,702,439)
Proceeds from sale of assets	-	45,451	-	-	-	-	-	45,451
Net cash provided (used) by capital and related financing activities	<u>-</u>	<u>(3,527,429)</u>	<u>(24,576)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(3,552,005)</u>
<b>Cash flows from investing activities:</b>								
Purchase of investments	(1,569,219)	(1,290,892)	(27,221)	(358,894)	(73,074)	(73,277)	(437,816)	(3,830,393)
Proceeds from sale and maturities of investment securities	1,817,328	1,482,473	29,149	378,337	80,983	73,072	495,626	4,356,968
Investment income	35,340	30,612	701	15,478	1,581	1,403	9,682	94,797
Net cash provided (used) by investing activities	<u>283,449</u>	<u>222,193</u>	<u>2,629</u>	<u>34,921</u>	<u>9,490</u>	<u>1,198</u>	<u>67,492</u>	<u>621,372</u>
Net increase (decrease) in cash and cash equivalents	122,877	195,581	20,066	309,606	33,219	97,435	120,403	899,187
Cash and cash equivalents, Oct. 1	7,939,436	6,435,625	119,582	1,530,966	341,887	280,705	2,127,967	18,776,168
Cash and cash equivalents, Sept. 30	<u>\$ 8,062,313</u>	<u>\$ 6,631,206</u>	<u>\$ 139,648</u>	<u>\$ 1,840,572</u>	<u>\$ 375,106</u>	<u>\$ 378,140</u>	<u>\$ 2,248,370</u>	<u>\$ 19,675,355</u>
<b>Reconciliation of operating income to net cash provided by operating activities:</b>								
Operating income	\$ (201,224)	\$ 680,117	\$ 91,339	\$ (1,314,657)	\$ 19,409	\$ 94,646	\$ 41,807	\$ (588,563)
<b>Adjustment to reconcile operating income to net cash provided (used) by operating activities:</b>								
Depreciation, bad debt expense, inventory loss	-	2,032,228	37,832	-	-	46,982	-	2,117,042
Miscellaneous nonoperating revenues	23,028	-	175	1,366,534	-	-	-	1,389,737
Miscellaneous nonoperating expenses	-	(23,114)	-	-	-	-	-	(23,114)
Changes in deferred inflows and outflows	(5,362)	-	(79,815)	(8,444)	-	(109,380)	(8,444)	(211,445)
<b>Changes in assets and liabilities:</b>								
Change in accounts receivable	(2,794)	-	-	22,435	-	(51,653)	3,674	(28,338)
Change in inventory	-	-	(78,899)	-	-	-	-	(78,899)
Change in prepaid costs	-	-	-	-	-	-	(2,500)	(2,500)
Change in accounts payable	(75,165)	545,586	(18,726)	46,568	4,320	(7,825)	(511)	494,247
Change in retainage payable	-	-	-	4,822	-	-	-	4,822
Change in claims payable	164,349	-	-	148,300	-	-	9,757	322,406
Change in accrued liabilities	198	-	120	438	-	2,727	438	3,921
Change in accrued vacation	-	-	7,858	-	-	8,190	-	16,048
Change in OPEB	983	-	14,624	1,547	-	20,041	1,548	38,743
Change in net pension obligation	4,535	-	67,505	7,142	-	92,509	7,142	178,833
Total adjustments	<u>109,772</u>	<u>2,554,700</u>	<u>(49,326)</u>	<u>1,589,342</u>	<u>4,320</u>	<u>1,591</u>	<u>11,104</u>	<u>4,221,503</u>
Net cash provided (used) by operating activities	<u>\$ (91,452)</u>	<u>\$ 3,234,817</u>	<u>\$ 42,013</u>	<u>\$ 274,685</u>	<u>\$ 23,729</u>	<u>\$ 96,237</u>	<u>\$ 52,911</u>	<u>\$ 3,632,940</u>

## **STATISTICAL SECTION - UNAUDITED**

This section of the City of College Station's comprehensive 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 the City's overall financial condition.

### **Financial Trends**

These schedules contain trend information to help the reader understand how the City's financial performance and well-being have changed over time. (Pages 118-124)

### **Revenue Capacity**

These schedules contain information to help the reader assess the factors affecting the City's ability to generate its property and sales taxes. (Pages 125-132)

### **Debt Capacity**

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. (Pages 133-137)

### **Demographic and Economic Information**

These schedules offer demographic and economic indicators to help the reader understand the environment within which the City's financial activities take place and to help make comparisons over time and with other governments. (Pages 138-143)

Sources: Unless otherwise noted, the information in these schedules is derived from the comprehensive annual financial reports for the relevant year. The City implemented GASB Statement 34 in 2003; schedules presenting government-wide information include information beginning in that year. The City implemented GASB Statement 54 in 2009; schedules presenting governmental fund balance reclassifications begin in that year.

CITY OF COLLEGE STATION, TEXAS

NET POSITION BY COMPONENT  
LAST TEN FISCAL YEARS  
(accrual basis of accounting)

	Fiscal Year									
	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
Governmental activities										
Net investment in capital assets	\$ 108,287,795	\$ 113,750,039	\$ 114,935,845	\$ 143,530,290	\$ 153,397,767	\$ 145,546,799	\$ 149,875,513	\$ 153,214,549	\$ 125,012,201	\$ 167,101,930
Restricted	4,564,184	5,089,422	6,357,013	8,077,876	10,201,722	25,565,107	13,606,487	16,751,846	15,608,417	55,374,914
Unrestricted	39,602,065	45,967,901	59,703,654	37,712,097	37,359,741	27,695,418	39,065,396	40,964,678	76,502,627	7,685,763
Total governmental activities net position	<u>\$ 152,454,044</u>	<u>\$ 164,807,362</u>	<u>\$ 180,996,512</u>	<u>\$ 189,320,263</u>	<u>\$ 200,959,230</u>	<u>\$ 198,807,324</u>	<u>\$ 202,547,396</u>	<u>\$ 210,931,073</u>	<u>\$ 217,123,245</u>	<u>\$ 230,162,607</u>
Business-type activities										
Net investment in capital assets	\$ 142,778,246	\$ 147,043,092	\$ 145,066,758	\$ 147,627,129	\$ 161,365,075	\$ 175,059,669	\$ 179,123,899	\$ 189,315,182	\$ 165,180,775	\$ 200,468,509
Restricted	2,920,980	3,056,356	1,590,977	3,119,691	1,588,631	1,588,631	1,580,992	1,580,992	1,580,992	1,581,186
Unrestricted	32,980,043	37,474,945	43,957,844	47,397,414	38,818,705	35,213,377	38,597,823	36,847,830	61,775,551	47,781,620
Total business-type activities net position	<u>\$ 178,679,269</u>	<u>\$ 187,574,393</u>	<u>\$ 190,615,579</u>	<u>\$ 198,144,234</u>	<u>\$ 201,772,411</u>	<u>\$ 211,861,677</u>	<u>\$ 219,302,714</u>	<u>\$ 227,744,004</u>	<u>\$ 228,537,318</u>	<u>\$ 249,831,315</u>
Primary government										
Net investment in capital assets	\$ 251,066,041	\$ 260,793,131	\$ 260,002,603	\$ 291,157,419	\$ 314,762,842	\$ 320,606,468	\$ 328,999,412	\$ 342,529,731	\$ 290,192,976	\$ 367,570,439
Restricted	7,485,164	8,145,778	7,947,990	11,197,567	11,790,353	27,153,738	15,187,479	18,332,838	17,189,409	56,956,100
Unrestricted	72,582,108	83,442,846	103,661,498	85,109,511	76,178,446	62,908,795	77,663,219	77,812,508	138,278,178	55,467,383
Total primary government net position	<u>\$ 331,133,313</u>	<u>\$ 352,381,755</u>	<u>\$ 371,612,091</u>	<u>\$ 387,464,497</u>	<u>\$ 402,731,641</u>	<u>\$ 410,669,001</u>	<u>\$ 421,850,110</u>	<u>\$ 438,675,077</u>	<u>\$ 445,660,563</u>	<u>\$ 479,993,922</u>

Source: City of College Station

CITY OF COLLEGE STATION, TEXAS

CHANGES IN NET POSITION  
LAST TEN FISCAL YEARS  
(accrual basis of accounting)

Fiscal Year

	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
<b>Expenses</b>										
Governmental activities:										
Police	\$ 11,214,413	\$ 12,299,698	\$ 13,395,874	\$ 13,945,079	\$ 16,063,347	\$ 15,082,452	\$ 16,696,975	\$ 16,831,233	\$ 17,768,724	\$ 18,601,237
Fire	8,280,257	9,472,331	11,359,260	11,778,585	13,301,029	11,749,054	13,706,222	13,748,434	14,245,690	15,095,073
Public works	6,227,707	6,620,846	9,467,081	16,804,436	17,026,827	20,629,662	13,717,564	15,371,773	21,348,088	18,793,401
Parks and recreation	7,353,984	8,235,984	9,391,993	10,136,521	11,202,863	10,146,043	9,638,581	8,983,919	9,197,308	9,884,737
Library	870,203	912,527	993,102	1,052,838	1,103,864	1,130,433	1,142,580	1,064,293	1,149,616	1,213,820
Planning and development services	1,449,327	1,603,963	1,910,359	2,823,296	2,952,177	3,364,877	4,912,517	4,334,608	5,012,992	3,225,321
Information technology	2,280,393	2,689,720	2,749,327	3,471,714	5,048,720	4,165,064	4,268,524	4,565,385	4,663,939	4,416,190
Fiscal services	2,452,442	2,442,439	2,977,362	3,821,996	4,127,990	3,384,388	3,313,726	3,263,269	3,419,923	3,594,382
General government	7,755,725	7,654,393	8,551,304	8,631,908	11,534,705	9,455,960	8,348,922	9,167,476	9,602,139	10,194,285
Capital projects	-	-	719,391	476,462	256,177	648,589	819,296	733,974	731,621	-
Interest on long-term debt	4,116,871	4,291,022	3,860,801	4,135,146	4,111,523	4,079,379	3,273,938	2,949,240	3,962,347	3,943,972
Unallocated depreciation	5,759,049	6,026,372	667,890	789,074	1,047,906	1,130,283	1,149,609	1,146,119	1,161,675	1,235,340
Total governmental activities expense	<u>\$ 57,760,371</u>	<u>\$ 62,249,295</u>	<u>\$ 66,043,744</u>	<u>\$ 77,867,055</u>	<u>\$ 87,777,128</u>	<u>\$ 84,966,184</u>	<u>\$ 80,988,454</u>	<u>\$ 82,159,723</u>	<u>\$ 92,264,062</u>	<u>\$ 90,197,758</u>
Business-type activities:										
Electric	51,250,110	60,242,408	70,485,984	77,441,351	88,685,699	93,277,853	87,221,859	88,438,115	98,269,576	79,828,415
Water	7,770,081	8,302,863	8,706,415	9,287,343	10,190,159	9,960,837	11,132,787	11,662,862	11,517,915	13,082,761
Wastewater	7,973,677	8,179,813	9,159,176	9,829,813	10,604,983	10,114,867	10,952,853	11,370,918	11,205,770	12,437,020
Sanitation	5,421,624	5,916,431	6,244,639	5,776,002	6,527,724	6,558,278	7,825,491	6,301,053	7,497,493	7,786,244
Northgate parking	621,593	591,980	668,237	909,167	1,019,393	944,125	924,532	1,053,839	1,051,901	953,681
Total business-type activities expense	<u>73,037,085</u>	<u>83,233,495</u>	<u>95,264,451</u>	<u>103,243,676</u>	<u>117,027,958</u>	<u>120,855,960</u>	<u>118,057,522</u>	<u>118,826,787</u>	<u>129,542,655</u>	<u>114,088,121</u>
Total primary government expense	<u>\$ 130,797,456</u>	<u>\$ 145,482,790</u>	<u>\$ 161,308,195</u>	<u>\$ 181,110,731</u>	<u>\$ 204,805,086</u>	<u>\$ 205,822,144</u>	<u>\$ 199,045,976</u>	<u>\$ 200,986,510</u>	<u>\$ 221,806,717</u>	<u>\$ 204,285,879</u>
<b>Program revenues</b>										
Governmental activities:										
Charges for services:										
Fines, forfeits and penalties	\$ 3,798,807	\$ 3,618,236	\$ 3,798,313	\$ 4,491,960	\$ 4,500,447	\$ 4,120,077	\$ 3,896,477	\$ 3,462,197	\$ 3,231,069	\$ 2,900,197
Licenses and permits	1,091,848	1,306,690	1,154,902	1,007,151	964,344	1,091,983	1,496,989	1,240,300	1,438,082	1,500,777
Public works	1,290,935	1,199,565	1,255,525	1,793,174	1,895,263	2,910,293	2,480,140	2,489,828	2,437,986	2,254,382
Parks and recreation	1,244,476	1,420,284	1,911,789	1,838,810	1,722,840	2,007,032	1,909,008	1,773,554	1,608,329	1,652,014
Other activities	2,656,136	3,210,563	3,548,309	4,494,627	3,378,603	2,516,446	2,506,187	2,903,460	3,532,847	5,832,527
Operating grants and contributions	3,144,254	2,038,535	1,735,170	1,896,623	1,694,228	1,875,849	2,766,187	1,753,970	3,234,317	2,995,401
Capital grants and contributions	7,477,874	5,271,090	3,055,501	2,644,629	19,587,921	3,964,442	4,216,095	7,016,449	7,404,520	3,542,528
Total governmental activities program revenues	<u>20,704,330</u>	<u>18,064,963</u>	<u>16,459,509</u>	<u>18,166,974</u>	<u>33,743,646</u>	<u>18,486,122</u>	<u>19,271,083</u>	<u>20,639,758</u>	<u>22,887,150</u>	<u>20,677,826</u>
Business-type activities:										
Charges for services:										
Electric sales	60,217,421	67,462,075	76,787,412	82,904,777	91,162,890	101,617,743	96,787,784	95,737,007	97,814,129	101,432,340
Water sales	10,852,660	10,060,398	12,025,086	17,312,431	12,745,173	17,253,787	15,274,883	15,775,334	13,848,402	15,069,720
Sewer service	10,363,603	10,590,688	11,184,565	11,655,528	11,522,025	13,099,783	13,697,532	14,566,975	14,575,907	13,864,099
Garbage collection fees	6,419,446	7,512,194	9,628,798	7,988,795	7,299,273	7,143,536	7,204,013	7,205,029	8,014,628	8,845,145
Parking garage fees	576,892	620,124	673,818	990,735	1,140,833	1,189,443	1,149,277	1,234,799	1,298,034	1,435,290
Operating grants and contributions	-	-	-	17,792	-	3,746	9,718	982	291,366	668,322
Capital grants and contributions	4,677,465	4,041,105	5,349,125	6,846,033	11,703,025	3,857,585	6,890,916	5,345,176	7,309,230	9,596,813
Total business-type activities program revenues	<u>93,107,487</u>	<u>100,286,584</u>	<u>115,648,804</u>	<u>127,733,883</u>	<u>135,573,219</u>	<u>144,169,369</u>	<u>141,023,841</u>	<u>139,866,284</u>	<u>143,151,696</u>	<u>150,911,729</u>
Total primary government program revenues	<u>\$ 113,811,817</u>	<u>\$ 118,351,547</u>	<u>\$ 132,108,313</u>	<u>\$ 145,900,857</u>	<u>\$ 169,316,865</u>	<u>\$ 162,655,491</u>	<u>\$ 160,294,924</u>	<u>\$ 160,506,042</u>	<u>\$ 166,038,846</u>	<u>\$ 171,589,555</u>

CITY OF COLLEGE STATION, TEXAS

CHANGES IN NET POSITION - *Continued*  
 LAST TEN FISCAL YEARS  
 (accrual basis of accounting)

Fiscal Year

	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>
<b>Net (Expense)/Revenue</b>										
Governmental activities	\$ (37,056,041)	\$ (44,184,332)	\$ (49,584,235)	\$ (59,700,081)	\$ (54,033,482)	\$ (66,480,062)	\$ (61,717,371)	\$ (61,519,965)	\$ (69,376,912)	\$ (69,519,932)
Business-type activities	<u>20,070,402</u>	<u>17,053,089</u>	<u>20,384,353</u>	<u>24,472,415</u>	<u>18,545,261</u>	<u>23,309,663</u>	<u>22,956,601</u>	<u>21,038,515</u>	<u>13,609,041</u>	<u>36,823,608</u>
Total primary government net expense	<u>\$ (16,985,639)</u>	<u>\$ (27,131,243)</u>	<u>\$ (29,199,882)</u>	<u>\$ (35,227,666)</u>	<u>\$ (35,488,221)</u>	<u>\$ (43,170,399)</u>	<u>\$ (38,760,770)</u>	<u>\$ (40,481,450)</u>	<u>\$ (55,767,871)</u>	<u>\$ (32,696,324)</u>
<b>General Revenues and Other Changes in Net Assets</b>										
Governmental activities:										
Taxes										
Property taxes	\$ 16,646,519	\$ 18,573,309	\$ 20,670,112	\$ 22,769,699	\$ 24,745,344	\$ 24,333,373	\$ 24,978,388	\$ 26,451,943	\$ 27,349,234	\$ 30,936,581
Sales and mixed beverage taxes	17,082,936	18,449,731	20,241,973	19,873,213	19,751,004	20,717,598	21,878,057	23,506,772	25,141,825	27,302,178
Franchise taxes	2,132,341	1,931,196	2,090,779	2,217,618	2,210,902	2,153,827	2,171,277	2,209,091	2,407,344	2,653,641
Hotel taxes	2,671,417	2,980,250	3,585,512	3,574,649	3,387,041	3,558,042	3,643,887	4,393,867	5,127,808	5,336,661
Unrestricted investment earnings	3,415,849	4,512,575	3,385,844	1,413,431	265,424	368,868	283,648	252,308	195,863	379,537
Gain (Loss) on sale of capital assets	-	-	-	-	(24,596)	-	-	-	1,827,783	6,818,583
Transfers	<u>8,850,453</u>	<u>10,090,589</u>	<u>7,559,165</u>	<u>12,778,642</u>	<u>15,337,330</u>	<u>13,562,095</u>	<u>12,502,186</u>	<u>12,039,798</u>	<u>12,935,733</u>	<u>13,037,208</u>
Total governmental activities	<u>50,799,515</u>	<u>56,537,650</u>	<u>57,533,385</u>	<u>62,627,252</u>	<u>65,672,449</u>	<u>64,693,803</u>	<u>65,457,443</u>	<u>68,853,779</u>	<u>74,985,590</u>	<u>86,464,389</u>
Business-type activities:										
Unrestricted investment earnings	1,829,456	1,932,624	1,330,785	654,882	420,236	341,698	316,035	174,170	120,006	187,322
Transfers	<u>(8,850,453)</u>	<u>(10,090,589)</u>	<u>(10,433,954)</u>	<u>(12,778,642)</u>	<u>(15,337,330)</u>	<u>(13,562,095)</u>	<u>(12,502,186)</u>	<u>(12,039,798)</u>	<u>(12,935,733)</u>	<u>(13,037,208)</u>
Total business-type activities	<u>(7,020,997)</u>	<u>(8,157,965)</u>	<u>(9,103,169)</u>	<u>(12,123,760)</u>	<u>(14,917,094)</u>	<u>(13,220,397)</u>	<u>(12,186,151)</u>	<u>(11,865,628)</u>	<u>(12,815,727)</u>	<u>(12,849,886)</u>
Total primary government	<u>\$ 43,778,518</u>	<u>\$ 48,379,685</u>	<u>\$ 48,430,216</u>	<u>\$ 50,503,492</u>	<u>\$ 50,755,355</u>	<u>\$ 51,473,406</u>	<u>\$ 53,271,292</u>	<u>\$ 56,988,151</u>	<u>\$ 62,169,863</u>	<u>\$ 73,614,503</u>
<b>Change in net position</b>										
Governmental activities	\$ 13,743,474	\$ 12,353,318	\$ 7,949,150	\$ 2,927,171	\$ 11,638,967	\$ (1,786,259)	\$ 3,740,072	\$ 7,333,814	\$ 5,608,678	\$ 16,944,457
Business-type activities	<u>13,049,405</u>	<u>8,895,124</u>	<u>11,281,184</u>	<u>12,348,655</u>	<u>3,628,167</u>	<u>10,089,266</u>	<u>10,770,450</u>	<u>9,172,887</u>	<u>793,314</u>	<u>23,973,722</u>
Total primary government	<u>\$ 26,792,879</u>	<u>\$ 21,248,442</u>	<u>\$ 19,230,334</u>	<u>\$ 15,275,826</u>	<u>\$ 15,267,134</u>	<u>\$ 8,303,007</u>	<u>\$ 14,510,522</u>	<u>\$ 16,506,701</u>	<u>\$ 6,401,992</u>	<u>\$ 40,918,179</u>

Source: City of College Station

CITY OF COLLEGE STATION, TEXAS

PROGRAM REVENUES BY FUNCTION/PROGRAM  
 LAST TEN FISCAL YEARS  
 (accrual basis of accounting)

Function/Program	Fiscal Year									
	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
<b>Governmental activities:</b>										
Police	\$ 3,875,900	\$ 3,713,866	\$ 4,533,697	\$ 5,004,712	\$ 5,161,486	\$ 4,596,713	\$ 4,174,931	\$ 3,650,964	\$ 3,498,374	\$ 663,419
Fire	817,910	1,400,464	1,137,759	3,551,620	2,199,375	1,952,851	1,936,311	1,948,961	1,777,507	2,259,979
Public works	8,768,809	6,470,655	4,312,571	4,445,595	15,313,779	5,796,384	5,609,036	8,711,394	8,578,862	4,798,615
Parks and recreation	1,244,476	1,420,284	1,932,001	2,117,227	3,816,773	3,330,986	3,196,969	2,576,020	2,934,766	3,103,886
Library	-	-	-	-	-	-	13,200	-	-	-
Planning and development services	1,091,848	1,306,690	1,357,037	1,051,943	1,075,342	1,296,213	1,650,017	1,493,021	1,730,441	1,885,563
Information technology	-	-	-	-	-	15,500	-	-	-	72
Fiscal services	547,790	409,100	684,666	38,377	100,495	215,626	542,689	666,103	1,028,531	2,956,304
General government	4,357,597	3,343,904	2,501,778	1,957,500	5,124,710	1,281,849	2,095,173	1,593,295	3,338,669	5,009,988
Capital improvement program	-	-	-	-	951,686	-	52,757	-	-	-
<b>Subtotal governmental activities</b>	<b>20,704,330</b>	<b>18,064,963</b>	<b>16,459,509</b>	<b>18,166,974</b>	<b>33,743,646</b>	<b>18,486,122</b>	<b>19,271,083</b>	<b>20,639,758</b>	<b>22,887,150</b>	<b>20,677,826</b>
<b>Business-type activities:</b>										
Electric	62,284,935	69,033,816	77,419,441	84,552,573	92,530,434	102,516,252	98,200,411	96,283,238	98,872,262	105,438,676
Water	12,409,728	11,314,888	14,115,391	19,065,662	17,118,922	18,710,635	16,905,503	19,167,542	15,854,663	17,157,749
Wastewater	11,416,486	11,805,562	13,811,356	15,100,534	15,208,551	14,584,557	15,844,190	15,946,613	17,072,780	15,871,321
Sanitation	6,419,446	7,512,194	9,628,798	8,006,587	9,574,489	7,147,282	8,914,742	7,233,110	10,053,957	10,985,994
Northgate parking	576,892	620,124	673,818	990,735	1,140,833	1,206,897	1,149,277	1,234,799	1,298,034	1,457,989
<b>Subtotal business-type activities</b>	<b>93,107,487</b>	<b>100,286,584</b>	<b>115,648,804</b>	<b>127,716,091</b>	<b>135,573,229</b>	<b>144,165,623</b>	<b>141,014,123</b>	<b>139,865,302</b>	<b>143,151,696</b>	<b>150,911,729</b>
<b>Total primary government</b>	<b>\$ 113,811,817</b>	<b>\$ 118,351,547</b>	<b>\$ 132,108,313</b>	<b>\$ 145,883,065</b>	<b>\$ 169,316,875</b>	<b>\$ 162,651,745</b>	<b>\$ 160,285,206</b>	<b>\$ 160,505,060</b>	<b>\$ 166,038,846</b>	<b>\$ 171,589,555</b>

Source: City of College Station

**CITY OF COLLEGE STATION, TEXAS**

FUND BALANCES, GOVERNMENTAL FUNDS  
LAST TEN FISCAL YEARS  
*(modified accrual basis of accounting)*

Fiscal Year

	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>
General fund										
Nonspendable	\$ -	\$ -	\$ -	\$ 62,390	\$ 70,516	\$ 58,548	\$ -	\$ 59,426	\$ 64,594	\$ 63,679
Restricted	-	-	-	95,220	849,622	925,798	868,799	266,573	-	-
Assigned	-	-	-	1,663,400	1,794,416	537,586	436,979	972,632	1,457,390	2,433,744
Unassigned	-	-	-	7,557,419	11,101,327	12,871,125	15,186,915	14,626,901	18,722,265	19,925,641
Reserved	1,523,619	1,108,449	2,305,476	-	-	-	-	-	-	-
Unreserved	<u>9,448,389</u>	<u>11,824,140</u>	<u>9,679,913</u>	<u>-</u>						
Total general fund	<u>\$ 10,972,008</u>	<u>\$ 12,932,589</u>	<u>\$ 11,985,389</u>	<u>\$ 9,378,429</u>	<u>\$ 13,815,881</u>	<u>\$ 14,393,057</u>	<u>\$ 16,492,693</u>	<u>\$ 15,925,532</u>	<u>\$ 20,244,249</u>	<u>\$ 22,423,064</u>
All other governmental funds										
Nonspendable	\$ -	\$ -	\$ -	\$ 859,654	\$ 8,235,642	\$ 7,890,137	\$ 6,943,250	\$ 6,667,812	\$ 6,485,508	\$ 6,244,189
Restricted	-	-	-	39,375,368	54,421,910	27,404,127	35,688,123	39,327,653	58,993,882	55,139,903
Committed	-	-	-	2,627,403	2,764,227	3,149,243	3,618,354	4,008,439	4,130,069	14,792,873
Assigned	-	-	-	609,113	-	-	-	-	-	-
Unassigned	-	-	-	545,024	-	-	-	-	-	-
Reserved	49,111,974	46,372,274	48,819,538	-	-	-	-	-	-	-
Unreserved, reported in:										
Special revenue funds	<u>7,462,140</u>	<u>10,148,840</u>	<u>11,526,009</u>	<u>-</u>						
Total all other governmental funds	<u>\$ 56,574,114</u>	<u>\$ 56,521,114</u>	<u>\$ 60,345,547</u>	<u>\$ 44,016,562</u>	<u>\$ 65,421,779</u>	<u>\$ 38,443,507</u>	<u>\$ 46,249,727</u>	<u>\$ 50,003,904</u>	<u>\$ 69,609,459</u>	<u>\$ 76,176,965</u>

Source: City of College Station

Note: The City implemented GASB Statement 54 in 2009; schedules presenting governmental fund balance reclassifications begin in that year.

CITY OF COLLEGE STATION, TEXAS

CHANGES IN FUND BALANCES, GOVERNMENTAL FUNDS  
LAST TEN FISCAL YEARS

(modified accrual basis of accounting)

	Fiscal Year									
	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>
<b>Revenues</b>										
Taxes	\$ 38,533,213	\$ 41,934,486	\$ 46,588,376	\$ 48,435,179	\$ 49,901,803	\$ 50,762,840	\$ 52,671,608	\$ 55,652,419	\$ 59,018,199	\$ 65,141,780
Licenses and permits	945,593	1,191,105	1,154,902	1,007,151	964,344	1,091,983	1,496,989	1,240,300	1,438,082	1,500,777
Intergovernmental	3,144,254	2,038,535	1,707,957	1,896,623	5,022,822	2,143,573	2,759,219	1,749,805	3,234,317	2,734,763
Charges for services	2,925,281	3,339,352	3,790,147	3,543,064	6,042,105	6,113,497	5,616,379	5,918,397	6,236,531	6,318,722
Fines, forfeits and penalties	3,285,907	3,256,488	3,798,313	4,491,960	4,500,447	4,120,077	3,896,477	3,462,197	3,231,069	2,900,196
Special assessments	1,290,935	1,199,565	1,255,525	1,793,174	-	-	-	-	-	-
Investment income	3,066,642	3,864,797	2,886,636	1,125,382	206,648	368,868	283,648	252,308	195,863	379,540
Rents and royalties	244,864	261,225	279,004	769,150	749,635	589,528	852,738	753,401	639,267	136,228
Loan repayments	-	-	-	-	-	-	-	-	-	-
Contributions	12,281	31,605	27,213	26,997	605,953	825,532	1,244,973	799,048	1,263,644	1,445,953
Reimbursed expenditures	145,749	479,675	46,038	413,751	-	-	-	-	-	-
Other revenues	447,432	738,415	1,046,431	403,548	267,695	730,747	426,218	312,473	674,439	3,386,931
Total revenues	<u>54,042,151</u>	<u>58,335,248</u>	<u>62,580,542</u>	<u>63,905,979</u>	<u>68,261,452</u>	<u>66,746,645</u>	<u>69,248,249</u>	<u>70,140,348</u>	<u>75,931,411</u>	<u>83,944,890</u>
<b>Expenditures</b>										
Police	11,559,669	12,556,678	13,219,117	14,107,740	13,816,620	14,931,212	15,521,284	16,550,111	17,093,860	18,547,794
Fire	8,493,228	9,622,195	11,251,400	11,754,088	11,418,948	11,444,702	12,578,396	13,297,527	13,585,022	14,881,983
Public works	7,116,329	7,440,854	7,182,443	7,920,003	7,123,885	6,677,986	7,343,092	7,397,942	8,632,149	10,272,535
Parks and recreation	7,520,189	8,167,857	9,071,198	9,355,301	8,930,388	9,388,765	8,131,413	7,883,904	7,712,597	8,547,083
Library	870,203	912,527	993,102	1,119,771	1,080,030	1,061,581	1,072,551	994,476	1,078,851	1,138,568
Planning and development services	1,877,732	2,008,901	2,281,747	2,871,341	2,568,464	3,327,495	4,698,749	4,268,854	4,933,780	3,246,431
Information technology	2,596,591	3,070,524	3,366,764	3,299,105	3,887,102	3,902,082	3,844,107	4,271,209	4,214,958	4,112,987
Fiscal services	3,050,533	3,013,548	3,573,686	3,836,786	3,635,009	3,353,387	3,106,265	3,205,204	3,260,242	3,568,357
General government	4,216,582	4,699,159	7,319,662	5,435,355	7,401,157	6,438,313	4,102,550	3,825,760	5,108,448	5,916,111
Capital improvement projects	-	-	715,707	476,462	132,880	648,589	788,032	733,974	731,621	-
Capital outlay	11,610,189	14,213,574	19,538,322	31,931,401	9,765,151	11,501,926	14,341,717	8,802,719	12,636,334	9,654,509
Contributions	1,995,564	1,855,961	2,151,592	2,489,562	2,266,558	2,063,489	2,435,820	2,800,159	3,281,991	3,611,760
Reimbursed administrative	(3,335,264)	(3,305,040)	(3,772,362)	-	-	-	-	-	-	-
Claims	-	-	-	-	1,600,000	-	-	-	-	-
Community development block grant	340,399	215,707	-	-	-	-	-	-	-	-
Home grant	840,211	323,811	-	-	-	-	-	-	-	-
Other expenditures	108,527	147,860	204,338	487,163	438,757	750,135	1,380,837	1,964,156	679,772	222,057

CITY OF COLLEGE STATION, TEXAS

CHANGES IN FUND BALANCES, GOVERNMENTAL FUNDS - *Continued*

LAST TEN FISCAL YEARS

(modified accrual basis of accounting)

	Fiscal Year									
	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>
Debt service										
Principal	7,285,000	7,820,000	8,530,000	7,935,000	8,050,000	8,085,412	8,120,000	8,245,000	8,650,000	9,110,000
Interest	4,078,635	4,212,245	3,892,490	4,114,356	4,133,633	3,698,324	3,696,245	3,747,520	3,707,799	4,220,656
Issuance costs	-	-	-	-	-	-	-	154,660	39,719	7,862
Fiscal charges	152,729	527,806	70,796	46,551	227,765	384,196	127,671	-	-	-
Intergovernmental	<u>743,117</u>	<u>342,630</u>	<u>881,604</u>	<u>745,908</u>	<u>-</u>	<u>924,941</u>	<u>294,103</u>	<u>301,061</u>	<u>489,817</u>	<u>151,289</u>
Total expenditures	<u>71,120,163</u>	<u>77,846,797</u>	<u>90,471,606</u>	<u>107,925,893</u>	<u>86,476,347</u>	<u>88,582,535</u>	<u>91,582,832</u>	<u>88,444,236</u>	<u>95,836,960</u>	<u>97,209,982</u>
Deficiency of revenues under expenditures	(17,078,012)	(19,511,549)	(27,891,064)	(44,019,914)	(18,214,895)	(21,835,890)	(22,334,583)	(18,303,888)	(19,905,549)	(13,265,092)
<b>Other Financing Sources (Uses)</b>										
Proceeds from long-term debt	15,700,000	7,890,000	19,970,000	9,815,000	20,685,000	1,977,134	11,727,994	14,505,000	31,895,000	-
Proceeds from refunding bonds	-	10,255,000	-	-	4,265,000	11,250,000	-	-	-	-
Payment to bond escrow agent	-	(10,451,378)	-	-	(4,283,647)	(12,322,570)	-	-	-	-
Advance Refunding	-	-	-	-	-	-	(11,432,308)	(6,054,452)	(9,755,695)	-
Premium on bonds issued	-	373,648	-	-	75,183	1,172,234	1,132,812	951,174	3,624,222	-
Sale of capital assets	17,500	318,103	10,981	505,606	5,615	8,690	-	-	4,582,111	8,974,205
Transfers in	11,864,435	15,054,935	13,828,414	22,680,922	16,054,544	19,382,145	22,313,561	18,629,471	20,798,696	27,852,930
Transfers out	<u>(2,371,662)</u>	<u>(2,021,178)</u>	<u>(3,041,098)</u>	<u>(8,494,139)</u>	<u>(673,081)</u>	<u>(7,783,625)</u>	<u>(9,385,160)</u>	<u>(6,540,298)</u>	<u>(7,314,513)</u>	<u>(14,815,722)</u>
Total other financing sources	<u>25,210,273</u>	<u>21,419,130</u>	<u>30,768,297</u>	<u>24,507,389</u>	<u>36,128,614</u>	<u>13,684,008</u>	<u>14,356,899</u>	<u>21,490,895</u>	<u>43,829,821</u>	<u>22,011,413</u>
Net change in fund balances	<u>\$ 8,132,261</u>	<u>\$ 1,907,581</u>	<u>\$ 2,877,233</u>	<u>\$ (19,512,525)</u>	<u>\$ 17,913,719</u>	<u>\$ (8,151,882)</u>	<u>\$ (7,977,684)</u>	<u>\$ 3,187,007</u>	<u>\$ 23,924,272</u>	<u>\$ 8,746,321</u>
Debt services as a percentage of noncapital expenditures	19.1%	18.9%	17.5%	15.9%	15.9%	15.3%	15.3%	15.1%	14.9%	15.2%

Source: City of College Station

**CITY OF COLLEGE STATION, TEXAS**

TAX REVENUE BY SOURCE, GOVERNMENTAL FUNDS  
LAST TEN FISCAL YEARS  
*(modified accrual basis of accounting)*

<u>Fiscal Year</u>	<u>Property</u>	<u>Sales</u>	<u>Hotel</u>	<u>Franchise</u>	<u>Mixed Drink</u>	<u>Total</u>
2006	\$ 16,646,519	\$ 16,752,174	\$2,671,417	\$2,132,341	\$ 330,762	\$ 38,533,213
2007	18,573,309	18,077,973	2,980,250	1,931,196	371,758	41,934,486
2008	20,670,112	19,822,906	3,585,512	2,090,778	419,067	46,588,375
2009	22,769,698	19,438,179	3,574,649	2,217,619	435,034	48,435,179
2010	24,523,184	19,328,578	3,416,713	2,210,902	422,426	49,901,803
2011	24,333,373	20,292,871	3,558,042	2,153,827	424,727	50,762,840
2012	24,978,388	21,498,319	3,643,887	2,171,277	379,737	52,671,608
2013	25,542,689	23,064,035	4,393,867	2,209,091	442,737	55,652,419
2014	26,341,222	24,565,649	5,127,808	2,407,344	576,176	59,018,199
2015	29,849,300	26,687,963	5,336,661	2,653,641	614,215	65,141,780
Change						
2006-2015	79.3%	59.3%	99.8%	24.4%	85.7%	69.1%

Source: City of College Station

Notes:

Property taxes include general fund, debt service fund, TIRZ Northgate TIF(2008-2009) and Wolf Pen Creek TIF (1996 - 2010).

**CITY OF COLLEGE STATION, TEXAS**

ASSESSED VALUE AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY  
LAST TEN FISCAL YEARS

<u>Fiscal Year</u>	<u>Residential Property</u>	<u>Commercial and Industrial Property</u>	<u>Personal, Inventory and Other Property</u>	<u>Less Exemptions and Abatements</u>	<u>Less TIF (1) Captured Value</u>	<u>Total Taxable Assessed Value</u>	<u>Total Direct Tax Rate</u>	<u>Estimated Actual Taxable Value</u>	<u>Taxable Assessed Value as a Percentage of Actual Taxable Value</u>
2006	\$ 2,530,659,165	\$ 931,255,843	\$ 798,179,118	\$ 614,609,545	\$ 45,750,172	\$ 3,599,734,409	0.439400	\$ 3,599,734,409	100.00%
2007	2,849,558,106	1,020,242,352	828,757,366	643,387,278	50,131,743	4,005,038,803	0.439400	4,005,038,803	100.00%
2008	3,200,809,497	1,141,458,255	881,095,548	677,645,852	68,644,309	4,477,073,139	0.439400	4,477,073,139	100.00%
2009	3,606,901,737	1,191,974,529	927,276,877	701,998,930	78,082,864	4,946,071,349	0.439400	4,946,071,349	100.00%
2010	3,941,112,015	1,236,193,238	1,069,742,963	856,257,215	69,373,412	5,321,417,589	0.439400	5,321,417,589	100.00%
2011	4,087,540,319	1,209,126,533	1,029,151,665	870,386,056	-	5,455,432,461	0.447543	5,455,432,461	100.00%
2012	4,280,768,585	1,295,254,729	1,069,727,466	907,135,778	-	5,738,615,002	0.437995	5,738,615,002	100.00%
2013	4,466,234,632	1,321,942,044	1,185,964,447	1,029,828,136	-	5,944,312,987	0.430687	5,944,312,987	100.00%
2014	4,713,785,311	1,350,665,951	1,323,614,835	1,156,947,087	17,534,345	6,213,584,665	0.425958	6,213,584,665	100.00%
2015	5,408,910,135	1,539,037,597	939,669,648	1,233,016,546	42,671,760	6,611,929,074	0.452500	6,611,929,074	100.00%

Source: Brazos County Appraisal District

Notes:

Assessed value is 100% of the estimated actual value.

(1) Tax increment financing district (TIF).

**CITY OF COLLEGE STATION, TEXAS**

DIRECT AND OVERLAPPING PROPERTY TAX RATES  
LAST TEN FISCAL YEARS  
*(rate per \$100 of assessed value)*

Fiscal Year	City Direct Rates				Overlapping Rates	
	Effective Tax Rate (used)	Basic Rate	General Obligation Debt Service	Total Direct Rate	College Station ISD	Brazos County
2006	No	0.189600	0.249800	0.439400	1.675000	0.465000
2007	No	0.191000	0.248400	0.439400	1.480000	0.455000
2008	No	0.191000	0.248400	0.439400	1.241050	0.465000
2009	No	0.193352	0.246048	0.439400	1.221100	0.480000
2010	No	0.209967	0.229433	0.439400	1.253413	0.480000
2011	Yes	0.227349	0.220194	0.447543	1.309933	0.485600
2012	Yes	0.236459	0.201536	0.437995	1.335033	0.485000
2013	Yes	0.235052	0.195635	0.430687	1.335033	0.485000
2014	Yes	0.232905	0.193053	0.425958	1.320000	0.487500
2015	Yes	0.259447	0.193053	0.452500	1.380000	0.485000

Source: Brazos County Appraisal District

Notes:

- (1) Tax rates are established by each taxing jurisdiction on an annual basis for revenues to be collected in the following fiscal year. The City must publish its effective and rollback tax rates before adopting an actual tax rate. If the City adopts a rate that exceeds the rollback rate, voters may petition for an election to limit the rate to the rollback rate. If the City adopts a rate that exceeds its effective rate, additional public hearings and notices are required. Rates for debt service are set based on each year's requirements.
- (2) The date that taxes are due for all jurisdictions is October 1. Taxes for all jurisdictions become delinquent on February 1. The penalty is set by state law at 6% in February, and an additional 1% per month up to 12%. The interest is accrued at 1% per month.
- (3) The upper limit of the tax rate is set at \$2.50/\$100 of assessed value for each jurisdiction by State Statute. This limit is for both operations and debt service combined.

**CITY OF COLLEGE STATION, TEXAS**

PRINCIPAL PROPERTY TAXPAYERS  
CURRENT YEAR AND NINE YEARS AGO

Taxpayer	2015			2006		
	Taxable 2015 Assessed	Rank	Percent of of Total City Taxable Assessed	Taxable 2005 Assessed	Rank	Percent of of Total City Taxable Assessed
	Value		Value	Value		
CCP College Station I, LLC	\$ 61,098,101	1	0.86%	\$ -		
Post Oak Mall - College Station LLC	57,221,280	2	0.80%			
Woodridge College Station I, LLC	56,772,000	3	0.79%			
College Station Hospital, LP	56,768,410	4	0.79%	48,724,190	2	1.34%
SHP-The Callaway House, LP	51,790,840	5	0.73%			
BVP 2818 Place, LP	44,260,419	6	0.62%			
Culpepper Family, LP	42,526,770	7	0.60%			
Weinberg, Israel & David Alkosser	42,274,060	8	0.59%	32,014,545	3	0.88%
JamesPoint Management	41,841,798	9	0.59%			
CVCS, LLc	39,917,880	10	0.56%			
C.B.L. & Associates				50,480,675	1	1.38%
Verizon Communications, Inc				29,663,440	4	0.81%
Walmart Stores East Inc				27,583,820	5	0.76%
Commonwealth Austin CH LP				21,500,740	6	0.59%
University Heights - College Station				20,773,980	7	0.57%
HEB Pantry Foods				20,178,780	8	0.55%
JER College Station Hotel LP				18,350,600	9	0.50%
University Commons - CS PH1				18,260,720	10	0.50%

Source: Brazos County Appraisal District

**CITY OF COLLEGE STATION, TEXAS**

PROPERTY TAX LEVIES AND COLLECTIONS  
LAST TEN FISCAL YEARS

Fiscal Year Ended Sept 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
2006	\$ 16,162,073	\$ 15,938,981	98.62%	\$ 147,450	\$ 16,086,430	99.53%
2007	17,818,419	17,697,220	99.32%	39,782	17,737,002	99.54%
2008	19,973,882	19,773,036	98.99%	112,323	19,885,359	99.56%
2009	22,076,134	21,795,748	98.73%	170,098	21,965,846	99.50%
2010	23,623,086	23,435,105	99.20%	84,014	23,519,119	99.56%
2011	24,323,279	24,136,088	99.23%	82,452	24,218,540	99.57%
2012	24,979,685	24,762,625	99.13%	100,460	24,863,084	99.53%
2013	25,503,096	25,326,360	99.31%	51,504	25,377,864	99.51%
2014	26,407,915	26,213,476	99.26%	4,545	26,218,022	99.28%
2015	29,803,314	29,414,950	98.70%	-	29,414,950	98.70%

Sources: City of College Station and Brazos County Tax Office

**CITY OF COLLEGE STATION, TEXAS**

TAXABLE SALES BY CATEGORY  
LAST TEN CALENDAR YEARS  
*(in thousands of dollars)*

	2005	2006	2007	2008	2009	2010	2011	2012	2013	2014
Utilities	\$ 16,684	\$ 19,336	\$ 22,403	\$ 25,483	\$ 26,442	\$ 27,724	\$ 32,048	\$ 29,102	\$ 29,956	\$ 29,451
Construction	12,076	13,918	15,818	15,768	10,617	10,070	10,900	12,743	12,053	14,804
Manufacturing	12,926	13,066	13,200	16,391	12,221	9,620	6,823	7,433	7,941	9,013
Wholesale Trade	25,939	17,482	8,759	13,761	9,856	10,770	19,556	23,573	26,941	23,240
Retail Trade	563,662	608,940	686,271	693,673	653,561	678,041	699,715	738,897	777,632	829,563
Information	14,409	14,082	12,148	15,427	15,654	16,907	16,984	18,261	21,546	28,076
Finance and Insurance	130	216	541	752	706	840	1,043	1,044	1,336	1,702
Real Estate and Rental/Leasing	12,024	15,679	16,249	18,326	9,288	9,456	9,314	9,785	11,411	13,781
Professional, Scientific and Tech Services	8,692	9,530	11,074	26,234	25,694	13,142	12,901	12,716	14,518	13,942
Administrative, Support, Waste Mgmt, Remediation	15,133	16,462	15,054	18,362	17,610	16,831	17,381	19,645	21,080	23,538
Educational Services	26,252	2,209,091	32,502	27,645	35,351	34,952	37,434	43,135	43,173	40,762
Health Care and Social Assistance	2,547	2,873	4,051	2,888	2,301	2,049	1,920	2,116	3,103	3,933
Arts, Entertainment and Recreation	6,781	6,949	7,399	9,168	8,671	8,470	9,325	9,488	11,070	14,400
Accommodation and Food Services	158,267	169,900	185,723	205,967	204,731	208,597	217,445	238,186	256,716	293,803
Other Services	38,894	17,069	14,539	15,782	15,338	15,890	16,274	18,594	22,322	25,305
<b>Total</b>	<b>\$ 914,416</b>	<b>\$ 3,134,593</b>	<b>\$ 1,045,731</b>	<b>\$ 1,105,627</b>	<b>\$ 1,048,041</b>	<b>\$ 1,063,359</b>	<b>\$ 1,109,063</b>	<b>\$ 1,184,718</b>	<b>\$ 1,260,798</b>	<b>\$ 1,365,313</b>
City direct sales tax rate	1.50%	1.50%	1.50%	1.50%	1.50%	1.50%	1.50%	1.50%	1.50%	1.50%

Source: Texas State Comptroller of Public Accounts

Notes: Taxable sales information is not available on a fiscal-year basis.

**CITY OF COLLEGE STATION, TEXAS**

**DIRECT AND OVERLAPPING SALES TAX RATES  
LAST TEN FISCAL YEARS**

<u>Fiscal Year</u>	<u>City Direct Rate</u>	<u>Brazos County</u>	<u>State of Texas</u>
2006	1.50%	0.50%	6.25%
2007	1.50%	0.50%	6.25%
2008	1.50%	0.50%	6.25%
2009	1.50%	0.50%	6.25%
2010	1.50%	0.50%	6.25%
2011	1.50%	0.50%	6.25%
2012	1.50%	0.50%	6.25%
2013	1.50%	0.50%	6.25%
2014	1.50%	0.50%	6.25%
2015	1.50%	0.50%	6.25%

Source: Texas State Comptroller of Public Accounts

**CITY OF COLLEGE STATION, TEXAS**

**SALES TAX REVENUE PAYERS BY INDUSTRY**

CALENDAR YEARS 2005 AND 2014

*(dollars are in thousands)*

	Calendar Year 2005				Calendar Year 2014			
	Number of Outlets	Percentage of Total	Tax Liability	Percentage of Total	Number of Outlets	Percentage of Total	Tax Liability	Percentage of Total
Retail trade	1,039	60.69%	\$ 11,109	80.98%	1,348	52.46%	\$ 16,850	82.24%
Services	174	10.16%	361	2.63%	328	12.77%	630	3.08%
Wholesale trade	45	2.63%	196	1.43%	81	3.15%	349	1.70%
Utilities, transportation, communications	14	0.82%	527	3.84%	16	0.62%	478	2.33%
Manufacturing	46	2.69%	194	1.41%	99	3.85%	135	0.66%
Construction	67	3.91%	182	1.33%	117	4.55%	222	1.08%
Agriculture, forestry, and fishing	2	0.12%	-	0.00%	6	0.23%	-	0.00%
Finance, insurance, real estate	49	2.86%	182	1.33%	55	2.14%	232	1.13%
All other outlets	276	16.12%	967	7.05%	520	20.23%	1,594	7.78%
<b>Total</b>	<b>1,712</b>	<b>100.00%</b>	<b>\$ 13,718</b>	<b>100.00%</b>	<b>2,570</b>	<b>100.00%</b>	<b>\$ 20,488</b>	<b>100.00%</b>

Source: Texas State Comptroller of Public Accounts

Notes:

Due to confidentiality issues, the names of the ten largest revenue payers are not available. The categories presented are intended to provide alternative information regarding the sources of the City's revenue.

Tax liability information is not available on a fiscal-year basis.

**CITY OF COLLEGE STATION, TEXAS**

OUTSTANDING DEBT BY TYPE  
LAST TEN FISCAL YEARS

Fiscal Year	Governmental Activities		Business-Type Activities				Total Primary Government	Percentage of Personal Income	Per Capita	
	General Obligation Bonds	Certificates of Obligation	Utility Revenue Bonds	Certificates of Obligation	General Obligation Bonds	Utility Revenue Certificates of Obligation				Utility Revenue General Obligation Bonds
2006	\$ 53,835,000	\$ 34,905,000	\$ 91,460,000	\$ -	\$ -	\$ 8,580,000	\$ -	\$ 188,780,000	-	2,304
2007	55,720,000	33,500,000	105,215,000	-	-	8,240,000	-	202,675,000	16.52%	2,409
2008	60,695,000	39,965,000	99,560,000	-	-	23,820,000	-	224,040,000	17.12%	2,576
2009	59,145,000	38,575,000	93,755,000	4,530,000	-	47,755,000	-	243,760,000	14.04%	2,682
2010	75,020,000	35,675,000	87,745,000	4,970,000	3,830,000	48,970,000	-	256,210,000	15.08%	2,742
2011	78,055,000	26,085,000	54,495,000	4,765,000	3,070,000	50,185,000	25,585,000	242,240,000	15.20%	2,560
2012	75,695,000	21,415,000	45,060,000	4,550,000	2,690,000	58,535,000	33,590,000	241,535,000	12.77%	2,492
2013	79,710,000	17,160,000	34,765,000	4,330,000	2,300,000	66,695,000	36,930,000	241,890,000	13.94%	2,504
2014	89,050,000	21,805,000	14,920,000	4,100,000	1,905,000	87,210,000	47,995,000	266,985,000	12.65%	2,624
2015	81,855,000	19,890,000	13,395,000	87,305,000	44,670,000	-	-	247,115,000	10.88%	2,366

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

In 2009 the Parking Garage Fund began paying for the Parking Garage debt. In 2010 the Parking Garage Certificates of Obligation were refunded and became General Obligation Debt.

**CITY OF COLLEGE STATION, TEXAS**

**RATIOS OF NET GENERAL BONDED DEBT OUTSTANDING  
LAST TEN FISCAL YEARS**

<u>Fiscal Year</u>	<u>General Obligation Bonds</u>	<u>Less Debt Service Cash Funds</u>	<u>Net Bonded Debt</u>	<u>Percentage of Actual Taxable Value of Property</u>	<u>Per Capita</u>
2006	\$ 53,835,000	\$ 1,645,563	\$ 52,189,437	1.45%	637
2007	55,720,000	2,060,709	53,659,291	1.34%	638
2008	60,695,000	2,573,421	58,121,579	1.30%	668
2009	59,145,000	3,125,126	56,019,874	1.13%	611
2010	75,020,000	4,115,689	70,904,311	1.33%	759
2011	78,055,000	4,007,146	74,047,854	1.36%	782
2012	75,695,000	3,320,293	72,374,707	1.26%	750
2013	79,710,000	3,032,594	76,677,406	1.29%	794
2014	89,050,000	2,839,310	86,210,690	1.39%	847
2015	126,525,000	2,560,216	123,964,784	1.89%	1,187

Source: City of College Station

Notes:

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

**CITY OF COLLEGE STATION, TEXAS**

DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT  
AS OF SEPTEMBER 30, 2015

Governmental Unit	Debt Outstanding	Estimated Percentage Applicable <sup>a</sup>	Estimated Share of Direct and Overlapping Debt
Debt repaid with property taxes			
College Station I.S.D.	\$ 265,990,000	88.50%	\$ 235,401,150
Brazos County	82,990,000	47.07%	39,063,393
Bryan I.S.D.	170,915,000	2.05%	3,503,758
Other debt			
College Station I.S.D.	-	0.00%	-
Brazos County	-	0.00%	-
Bryan I.S.D. Capital Lease	-	0.00%	-
Subtotal, overlapping debt			277,968,301
City direct debt			<u>101,745,000</u>
Total direct and overlapping debt			<u><u>\$ 379,713,301</u></u>

Sources: Debt outstanding data provided by each governmental unit. Assessed value data used to estimate applicable percentages provided by the Brazos County Appraisal District.

Notes:

Overlapping governments are those that coincide, at least in part, with the geographical boundaries of the City. This schedule estimates the portion of the outstanding debt of those overlapping governments that is borne by the residents and businesses of College Station. This process recognizes that, when considering the City's ability to issue and repay long-term debt, the entire debt burden for the residents and businesses should be taken into account. However, this does not imply that every taxpayer is a resident and therefore responsible for repaying the debt of each overlapping government.

<sup>a</sup> For debt repaid with property taxes, the percentage of overlapping debt is estimated using taxable assessed property values. Applicable percentages were estimated by determining the portion of another governmental unit's taxable assessed value that is within the City's boundaries and dividing it by each unit's total assessed value.

**CITY OF COLLEGE STATION, TEXAS**

**LEGAL DEBT MARGIN INFORMATION**

**SEPTEMBER 30, 2015**

The City has no general obligation legal debt limit other than a ceiling on the ad valorem tax rate as specified by the State of Texas. The prescribed maximum is \$2.50 per \$100 at 100% valuation.

**CITY OF COLLEGE STATION, TEXAS**

PLEDGED-REVENUE COVERAGE  
LAST TEN FISCAL YEARS

Utility Revenue Bonds, Certificates of Obligation, and General Obligation Refunding Bonds							
Fiscal Year	Utility Service Charges	Less: Operating Expenses	Net Available Revenue	Average Debt Service Total	Annual Coverage	Maximum Debt Service Total	Annual Coverage
2006	\$ 80,787,029	\$ 54,432,847	\$ 26,354,182	\$ 6,423,582	4.10	\$ 9,163,574	2.88
2007	87,911,120	63,514,543	24,396,577	7,389,770	3.30	10,408,958	2.34
2008	99,610,432	73,195,783	26,414,649	8,620,759	3.06	12,245,949	2.16
2009	108,367,552	80,848,570	27,518,982	9,834,136	2.80	13,870,272	1.98
2010	115,430,088	91,551,103	23,878,985	8,976,012	2.66	13,669,444	1.75
2011	127,985,835	96,938,864	31,046,971	8,675,457	3.58	13,635,526	2.28
2012	124,905,906	88,927,662	35,978,244	7,009,717	5.13	10,670,889	3.37
2013	125,581,359	90,519,871	35,061,488	9,111,927	3.85	15,372,461	2.28
2014	126,118,088	100,235,329	25,882,759	10,048,709	2.58	16,029,505	1.61
2015	131,021,388	82,116,301	48,905,087	9,733,931	5.02	16,195,604	3.02

Source: City of College Station

Notes:

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

Operating expenses do not include interest, depreciation, or amortization expense.

Maximum Debt Service Total includes Utility Revenue Bonds , Certificates of Obligation and GO Refunding Bonds that have been issued for Utility projects.

The coverage ratios presented in this schedule are formulas required by bond resolutions. The bond resolutions require that net revenues equal at least 1.4 times the average annual debt service on all revenue bonds and other indebtedness payable from those revenues. The bond resolutions also require that net revenues equal at least 1.25 times the maximum annual debt service on all revenue bonds and other indebtedness payable from those revenues.

**CITY OF COLLEGE STATION, TEXAS**

DEMOGRAPHIC AND ECONOMIC STATISTICS  
LAST TEN CALENDAR YEARS

Calendar Year	Population	Personal Income ( <i>thousands of dollars</i> )	Per Capita Personal Income	Unemployment Rate %
2005	81,930	1,226,974	14,976	3.7
2006	84,116	1,308,384	15,555	3.9
2007	86,982	1,736,221	19,961	3.8
2008	90,897	1,699,361	18,695	4.1
2009	93,450	1,594,056	17,058	5.3
2010	94,642	1,891,621	19,987	5.9
2011	96,603	1,734,731	17,957	6.3
2012	97,534	1,945,242	19,944	5.9
2013	99,918	2,110,139	21,119	4.9
2014	102,117	2,270,453	22,234	3.1

Sources: City of College Station Planning Division (population)

U. S. Census Bureau, American Community Survey (personal income)

Texas Workforce Commission (unemployment rate)

Notes:

In 2005, the Bureau of Labor Statistics introduced a new methodology for calculating unemployment rates. Along with the new calculation method, Robertson and Grimes County were added to the Bryan/College Station MSA. The net result is an increase in the area's unemployment rate.

Personal income information for the City of College Station is only available for calendar years 2005-2012.

**CITY OF COLLEGE STATION, TEXAS**

PRINCIPAL AREA EMPLOYERS  
LAST CALENDAR YEAR AND NINE YEARS PRIOR

2015	2006
Employer	Employer
Baylor Scott & White Clinic	Brazos County
Brazos County	Bryan ISD
Bryan ISD	City of Bryan
City of Bryan	City of College Station
City of College Station	College Station ISD
College Station ISD	HEB Grocery Company LP
Reynolds & Reynolds	Sanderson Farms Inc
Sanderson Farms, Inc.	St Joseph Hospital
CHI St. Joseph Regional Hospital	Texas A&M University
Texas A&M University System	Wal-Mart Associates Inc

Source: Texas Workforce Commission (TWC), Labor Market/Career Information Department, Research Valley Partnership

Notes:

Data includes principal employers in Brazos County.

Employers are listed in alphabetical order and do not reflect any ranking.

The TWC ranking and number of employees data is confidential.

**CITY OF COLLEGE STATION, TEXAS**

FULL-TIME-EQUIVALENT CITY GOVERNMENT EMPLOYEES BY FUNCTION/PROGRAM  
LAST TEN FISCAL YEARS

Function/Program	Fiscal Year									
	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
Police	155.1	163.5	168.5	176.0	169.0	180.5	182.5	192.5	196.5	206.5
Fire	110.6	119.0	125.0	121.0	118.0	120.5	139.0	139.0	140.0	152.0
Public Works	112.6	114.5	106.5	113.0	94.0	96.0	114.0	116.0	118.0	124.0
Parks and Recreation	119.8	123.5	131.0	133.0	133.0	119.0	117.0	111.5	105.5	106.5
Planning and Development Services	27.1	24.5	34.0	37.0	41.0	54.0	58.5	56.5	56.0	52.0
Information Services	36.6	28.5	33.0	32.0	30.5	30.0	30.5	29.5	30.5	30.5
Fiscal Services	70.1	71.0	72.5	70.5	70.0	66.5	69.8	68.8	69.8	72.8
General Government	37.8	58.5	71.0	79.5	75.0	61.5	37.5	36.5	37.5	47.0
Electric	56.0	56.5	58.0	65.0	64.0	63.5	67.5	69.5	70.5	74.5
Water / Sewer Services	71.8	71.0	67.5	76.5	70.5	74.0	77.0	77.0	78.0	84.5
BVSWMA	24.0	22.0	25.5	25.0	23.5	22.0	22.0	-	-	-
Capital Project	n/a	n/a	10.0	10.0	9.0	9.0	-	-	-	-
<b>Total</b>	<b>821.5</b>	<b>852.5</b>	<b>902.5</b>	<b>938.5</b>	<b>897.5</b>	<b>896.5</b>	<b>915.3</b>	<b>896.8</b>	<b>902.3</b>	<b>950.3</b>

Source: City of College Station

Full-time-equivalent employees include full time, part time, and seasonal/temporary employees on staff as of September 30.

During the fiscal year ended September 30, 2012, management of BVSWMA, Inc. negotiated the end of the borrowed employee agreement with the City of College Station. A majority of the employees covered under the "Borrowed Employee Agreement" are now employees of BVSWMA Inc.

CITY OF COLLEGE STATION, TEXAS

OPERATING INDICATORS BY FUNCTION/PROGRAM  
LAST TEN FISCAL YEARS

Function/Program	Fiscal Year									
	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
<b>General Government</b>										
Open records requests	199	199	155	164	123	240	194	233	432	531
Economic development prospects	31	19	18	23	55	31	25	36	35	37
Code enforcement cases processed	5,984	4,838	5,148	6,248	5,268	4,701	5,011	4,517	7,941	9,600
Non-profit agencies/contracts monitored	13	7	10	9	10	8	7	8	7	7
Applicants receiving homebuyers assistance	9	6	3	4	6	3	15	8	4	4
<b>Police</b>										
DUI/DWI arrests	414	493	458	430	449	571	551	473	474	400
Citations processed	34,134	38,046	10,384	17,275	22,224	42,690	39,145	31,348	29,187	25,070
Uniform patrol calls handled	60,159	58,303	57,661	48,297	58,656	61,283	63,000	75,988	71,373	53,259
Average response time on high priority calls	6:15 mins	6:17 mins	6:06 mins	6:18 mins	6:52 mins	6:41 mins	6:38 mins	4:31 mins	7:10 mins	7:46 mins
Criminal investigation new cases assigned	2,368	2,256	2,635	2,590	2,098	2,582	2,089	2,158	1,894	2,196
<i>Note: In FY08 an e-citation program was implemented thus reducing the number of paper citations processed.</i>										
<b>Fire</b>										
Fire incidents (fire, rescue, and haz mat)	1,743	1,832	1,992	2,008	2,301	1,813	1,751	2,608	2,974	2,489
Business safety inspections	828	1,018	947	760	1,364	1,151	907	889	1,345	563
EMS incidents	3,048	3,773	4,718	5,367	5,414	5,407	6,814	4,846	5,170	5,959
EMS unit responses	5,276	5,476	5,369	5,051	5,646	6,090	6,295	8,188	9,435	10,099
<b>Public Works</b>										
Street overlay lane miles	19	19	15	9	2	11	10	13	13	12
Potholes repaired	24,778	21,506	20,546	18,000	68,548	67,448	70,515	62,596	61,439	25,392
Curb miles swept	7,235	6,040	6,955	5,620	5,595	6,244	7,131	5,826	6,311	6,672
<i>Note: In FY10 number of potholes repaired went to number of square feet repaired.</i>										
<b>Parks and Recreation</b>										
Instructional participants	3,075	3,432	3,538	3,077	3,112	2,765	1,835	1,600	2,495	2,598
Pool customers	146,805	128,206	142,605	138,785	93,302	114,458	144,059	128,081	73,229	81,083

**CITY OF COLLEGE STATION, TEXAS**

OPERATING INDICATORS BY FUNCTION/PROGRAM - *Continued*  
LAST TEN FISCAL YEARS

Function/Program	Fiscal Year									
	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
<b>Planning and Development Services</b>										
Permits processed	6,575	7,583	6,647	5,819	5,972	6,026	5,600	3,991	4,446	7,766
Building inspections performed	13,069	13,398	13,814	12,938	12,379	11,583	12,100	12,945	13,859	16,069
Parking citations issued	8,452	7,238	9,460	9,686	6,763	4,488	6,530	6,868	7,320	7,515
Community enhancement cases	7,384	8,631	11,885	11,622	11,408	8,632	8,900	6,518	7,941	9,600
<b>Electric</b>										
Number of connections	37,590	38,519	37,777	37,818	38,255	37,829	39,123	38,138	19,000	38,224
Average monthly consumption (KWH)	61,910,063	60,766,805	64,724,128	64,065,679	65,049,732	68,191,018	65,266,563	64,568,405	66,715,908	69,577,111
<b>Water</b>										
Number of units	33,491	34,763	37,075	37,344	37,596	37,565	39,338	40,767	24,847	41,540
Average monthly consumption (MGW)	317,438	293,246	324,012	345,170	301,399	408,327	356,791	380,558	343,360	339,840
<b>Sewer</b>										
Number of units	31,051	32,034	34,743	34,743	35,853	35,510	36,908	38,688	32,065	40,806
Average daily sewage treatment (thousands of gallons)	5,911	6,502	6,626	6,625	6,700	6,242	6,453	6,500	7,129	7,598
New services completed	646	521	781	604	377	301	376	319	555	623
<b>Sanitation</b>										
Number of users (units)	27,181	28,112	29,533	30,750	30,779	30,455	31,573	32,551	23,239	22,210
Residential tons collected	24,964	27,556	22,191	21,406	28,451	22,775	28,991	25,493	26,290	25,573
Residential tons recycled	983	1,060	1,199	1,064	1,053	1,173	1,124	1,010	982	4,809
Commercial tons collected	35,122	38,402	38,709	36,245	36,558	35,133	34,608	36,751	37,856	39,272
<b>Parking garage</b>										
Active contract customers	432	472	464	333	524	482	460	354	410	364
Hourly cash customers	108,893	109,028	107,584	104,342	85,210	83,048	80,127	81,624	80,555	80,012
<b>Utility Customer Service</b>										
Payments processed	413,088	423,299	443,766	461,557	467,262	436,936	476,999	498,703	495,659	502,752
Incoming calls	85,728	85,842	97,121	96,876	85,212	84,861	94,986	93,075	93,862	94,037
Meters read	618,676	640,554	670,913	694,270	708,672	719,749	732,631	744,298	758,306	776,279

Source: City of College Station various departments

CITY OF COLLEGE STATION, TEXAS

CAPITAL ASSET STATISTICS BY FUNCTION/PROGRAM  
LAST TEN FISCAL YEARS

Function/Program	Fiscal Year									
	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
<b>Police</b>										
Patrol units	26	29	29	29	27	33	32	39	39	39
Jail capacity	17	17	17	17	17	17	17	17	17	17
Fire stations	4	4	4	4	4	4	5	6	6	6
<b>Public Works</b>										
Streets (linear miles)	395	429	438	428	453	474	482	482	493	505
Sidewalks (miles)	100	100	100	119	130	138	150	156	162	181
Traffic signals	62	65	66	66	69	70	75	76	77	77
Storm sewers (miles)	72	72	72	80	83	83	89	89	95	104
Notes: Storm sewer mileage includes both underground pipes and valley gutters.										
<b>Parks and Recreation</b>										
Acreage	1,274	1,289	1,306	1,306	1,327	1,327	1,327	1,328	1,412	1,448
Playunits	46	48	47	54	56	57	57	56	61	64
Softball/baseball fields	32	32	35	35	36	36	36	36	41	41
Soccer fields	31	31	29	29	30	30	30	30	35	26
Jogging/walking trails	27	28	29	33	34	34	34	34	41	42
Community centers	3	3	3	3	3	3	3	2	2	2
Pools	3	3	3	3	3	3	3	3	3	3
Pavilions (rentable)	6	7	7	6	6	7	7	7	7	6
Notes: Some parks have multiple playunits. Softball/baseball fields include practice fields.										
<b>Electric</b>										
Peak demand (megawatts)	260	355	355	355	305	305	325	325	204	208
Number of substations	5	5	5	5	6	6	6	6	6	7
Distribution lines (miles)	394	411	411	432	440	444	438	458	458	471
<b>Water</b>										
Water mains (miles)	365	367	381	385	396	402	410	415	420	430
Fire hydrants	2,232	2,380	2,453	2,494	2,562	2,614	2,682	2,741	2,798	2,869
Number of wells	8	8	8	8	9	9	9	9	9	9
Water production capacity (thousands of gallons per day)	23,000	23,000	23,000	26,000	32,000	27,000	30,000	29,000	29,000	31,400
<b>Sewer</b>										
Sanitary sewer lines (miles)	279	285	301	305	313	319	324	324	324	338
Treatment capacity (thousands of gallons per day)	11,500	11,500	11,500	11,500	11,500	11,500	11,500	11,500	11,500	11,500
<b>Sanitation</b>										
Collection trucks	24	25	25	25	25	25	25	25	26	27
Residential collection containers	16,647	18,135	19,549	20,275	20,671	20,550	21,547	22,470	23,239	24,253
Commercial collection containers	1,569	1,594	1,619	1,644	1,669	1,694	1,719	1,744	1,894	1,916
Fleet number of vehicles	627	651	643	647	662	662	576	570	596	600

Source: City of College Station



CITY OF COLLEGE STATION  
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