



CITY OF BUNKER HILL VILLAGE TEXAS

GENERAL OBLIGATION DEBT

CONTINUING DISCLOSURE REPORT FOR THE
FISCAL YEAR ENDED DECEMBER 31, 2019



THE CITY OF BUNKER HILL VILLAGE, TEXAS

CONTINUING DISCLOSURE REPORT FOR THE FISCAL YEAR ENDED DECEMBER 31, 2019

GENERAL OBLIGATION DEBT

TABLE 1 – VALUATION, EXEMPTIONS AND GENERAL OBLIGATION DEBT

2019/2020 Market Valuation Established by Harris County Appraisal District (excluding totally exempt property)		2,256,908,037
Less Exemptions/Reductions at 100% Market Value:		
Over 65 Homestead Exemptions	\$5,485,162	
Surviving Spouse over 65	1,687,768	
Personal Use Vehicles	336,219	\$ 7,509,149
2019/2020 Taxable Assessed Valuation		2,249,398,888
General Obligation Debt Payable from Ad Valorem Taxes (4/30/2020) ⁽¹⁾		6,395,000
Less: General Obligation Interest and Sinking Fund		\$ 330,905
Net General Obligation Debt Payable from Ad Valorem Taxes		\$ 6,064,095
Ratio Net General Obligation Debt to Taxable Assessed Valuation		0.270%

2020 Estimated Population - 3,759
Per Capita Taxable Assessed Valuation - \$598,404
Per Capita Net Funded Debt - \$1,613

(1) After issuance of the Series 2020 Bonds

TABLE 2 – TAXABLE ASSESSED VALUATIONS BY CATEGORY

Category	Taxable Appraised Value, Fiscal Year Ending December 31,					
	2020		2019		2018	
	Amount	% of Total	Amount	% of Total	Amount	% of Total
Real, Residential, Single-Family	\$ 2,226,636,468	98.66%	\$ 2,178,877,803	98.8%	\$ 2,156,500,086	98.7%
Real, Vacant Lots/fracts	26,421,646	1.17%	22,879,683	1.0%	25,571,505	1.2%
Real, Commercial	844,490	0.04%	837,711	0.0%	835,941	0.0%
Real and Tangible Personal, Utilities	1,749,300	0.08%	1,659,090	0.1%	1,642,540	0.1%
Tangible Personal, Commercial	623,334	0.03%	326,966	0.0%	681,041	0.0%
Tangible Personal, Industrial	632,799	0.03%	75,882	0.0%	257,770	0.0%
Total Appraised Value Before Exemptions	\$ 2,256,908,037	100.0%	\$ 2,204,657,135	100.0%	\$ 2,185,488,883	100.0%
Less: Total Exemptions/Reductions	7,509,149		6,955,004		6,827,590	
Taxable Assessed Value	<u>\$ 2,249,398,888</u>		<u>\$ 2,197,702,131</u>		<u>\$ 2,178,661,293</u>	

Category	Taxable Appraised Value, Fiscal Year Ending September 30,			
	2017		2016	
	Amount	% of Total	Amount	% of Total
Real, Residential, Single-Family	\$ 2,069,858,223	98.0%	\$ 1,931,149,776	98.5%
Real, Vacant Lots/fracts	31,345,350	1.5%	21,250,268	1.1%
Real, Commercial	834,791	0.0%	824,100	0.0%
Real and Tangible Personal, Utilities	1,622,760	0.1%	1,500,140	0.1%
Inventory	6,274,373	0.3%	4,099,423	0.2%
Tangible Personal, Commercial	1,710,917	0.1%	541,447	0.0%
Tangible Personal, Industrial	1,266,691	0.1%	289,634	0.0%
Total Appraised Value Before Exemptions	\$ 2,112,913,105	100.0%	\$ 1,959,654,788	100.0%
Less: Total Exemptions/Reductions	6,898,821		5,727,247	
Taxable Assessed Value	<u>\$ 2,106,014,284</u>		<u>\$ 1,953,927,541</u>	

NOTE: Valuations shown are certified taxable assessed values reported by the Harris County Appraisal District to the State Comptroller of Public Accounts. Certified values are subject to change throughout the year as contested values are resolved and the Appraisal District updates records.

TABLE 3 – VALUATION AND GENERAL OBLIGATION DEBT HISTORY

Fiscal Year	Estimated City Population ⁽¹⁾	Taxable Assessed Valuation ⁽²⁾	Per Capita Taxable Assessed Valuation	G.O. Tax Debt Outstanding at End of Year	Per Capita G.O. Tax Debt	Ratio Tax Debt to Taxable Assessed Valuation
2015	3,759	\$ 1,664,837,954	\$ 442,894	\$ 13,260,000	\$ 3,528	0.80%
2016	3,759	1,953,927,541	519,800	11,830,000	3,147	0.61%
2017	3,759	2,106,014,284	560,259	10,355,000	2,755	0.49%
2018	3,759	2,178,661,293	579,585	8,840,000	2,352	0.41%
2019	3,759	2,197,702,131	584,651	7,925,000	2,108	0.36%
2020	3,759	2,249,398,888	598,404	6,395,000 ⁽³⁾	1,701	0.28%

(1) Source: the City.

(2) As reported by the Harris County Appraisal District; subject to change during the ensuing year.

(3) After issuance of the Serie 2020 Bonds

TABLE 4 – TAX RATE, LEVY AND COLLECTION HISTORY

Fiscal Year End 12/31	Tax Year	Tax Rate	General Fund	Interest and Sinking Fund	Tax Levy	% Current Collections	% Total Collections
2015	2014	\$0.28280	\$0.18510	\$ 0.09770	\$ 4,708,162	103.46%	103.43%
2016	2015	0.27790	0.19110	0.08680	5,429,965	99.92%	99.96%
2017	2016	0.27700	0.19610	0.08090	5,833,660	99.63%	99.77%
2018	2017	0.27700	0.19910	0.07790	6,034,892	100.25%	101.37%
2019	2018	0.27700	0.22490	0.05210	6,087,635	100.09%	100.07%
2020	2019	0.27700	0.23041	0.04659	6,231,539	97.50%	97.55%

(1) As of April 30, 2020

TABLE 5 – TEN LARGEST TAXPAYERS

Name of Taxpayer	Nature of Property	2018/2019 Taxable Assessed Valuation	% of Total Taxable Assessed Valuation
Individual	Land/Improvements	\$ 7,823,881	0.35%
Individual	Land/Improvements	5,609,125	0.25%
Individual	Land/Improvements	5,179,115	0.23%
Individual	Land/Improvements	4,884,768	0.22%
800 Builders LLC	Land/Improvements	4,791,533	0.21%
Individual	Land/Improvements	4,731,515	0.21%
Individual	Land/Improvements	4,620,000	0.21%
Individual	Land/Improvements	4,518,000	0.20%
Individual	Land/Improvements	4,486,000	0.20%
Individual	Land/Improvements	4,462,500	0.20%
		<u>\$ 51,106,437</u>	<u>2.27%</u>

TABLE 6 – TAX ADEQUACY

2020 Principal and Interest Requirements.....	\$ 1,090,329	(1)
\$0.0505 Tax Rate at 96% Collection Produces	1,090,509	
Average Annual Debt Service Requirement (2020 - 2031).....	\$ 716,525	(1)
\$0.0332 Tax Rate at 96% Collection Produces	716,928	
Maximum Annual Debt Service Requirement (2022).....	\$ 1,127,338	(1)
\$0.0523 Tax Rate at 96% Collection Produces	1,129,378	

(1) After issuance of the Series 2020 Bonds

TABLE 8 – GENERAL OBLIGATION DEBT SERVICE REQUIREMENTS

Year End 12/31	Outstanding Debt Service ⁽¹⁾			% of Principal Retired
	Principal	Interest	Debt Service	
2020	\$ 940,000	\$ 150,329	\$ 1,090,329	
2021	910,000	215,788	1,125,788	
2022	945,000	182,338	1,127,338	
2023	540,000	156,150	696,150	
2024	565,000	137,213	702,213	53.17%
2025	590,000	116,894	706,894	
2026	605,000	95,588	700,588	
2027	415,000	76,500	491,500	
2028	430,000	59,600	489,600	
2029	450,000	42,000	492,000	87.12%
2030	465,000	23,700	488,700	
2031	480,000	7,200	487,200	100.00%
	<u>\$ 7,335,000</u>	<u>\$ 1,263,298</u>	<u>\$ 8,598,298</u>	

(1) After issuance of the Series 2020 Bonds

TABLE 9 – INTEREST AND SINKING FUND BUDGET PROJECTION

Tax Supported Debt Service Requirements, Fiscal Year Ending December 31, 2020 ⁽¹⁾		\$ 1,090,329
Interest and Sinking Fund Balance, December 31, 2019	\$ 330,905	
Calculated Interest and Sinking Fund Tax Levy	1,048,062	
Budgeted Delinquent Taxes and Penalties & Interest	<u>5,000</u>	<u>1,383,967</u>
Estimated Balance, December 31, 2020		<u>\$ 293,638</u>

(1) After issuance of the Series 2020 Bonds

AUTHORIZED BY UNISSUED GENERAL OBLIGATION BONDS

The City has no authorized but unissued bonds

TABLE 10 – GENERAL FUND REVENUES AND EXPENDITURE HISTORY

	Fiscal Year Ended December 31,				
	2019	2018	2017	2016	2015
Revenues:					
Property Taxes & Penalties	\$ 4,970,208	\$ 4,401,524	\$ 4,140,024	\$ 3,742,639	\$ 3,189,694
Sales Tax	171,465	162,022	163,346	123,911	127,066
Franchise and Local Taxes	285,858	278,844	285,244	281,861	301,244
Charges for Services	15,984	15,984	15,818	15,818	18,981
Licenses and Permits	426,554	425,748	353,224	300,534	272,111
Fines and Forfeitures	174,962	113,180	167,456	102,509	112,305
Investment Income	56,929	33,002	57,804	29,449	10,523
Miscellaneous	201,303	142,209	137,007	133,268	96,236
Total	\$ 6,303,263	\$ 5,572,513	\$ 5,319,923	\$ 4,729,989	\$ 4,128,160
Expenditures:					
General Government	\$ 807,845	\$ 740,008	\$ 657,958	\$ 646,344	\$ 596,169
Public Safety	3,195,239	2,862,383	2,818,595	2,615,433	2,495,643
Public Works	323,899	325,641	295,150	264,940	215,391
Capital Outlay	-	-	5,445	204,862	280,474
Total	4,326,983	3,928,032	3,777,148	3,731,579	3,587,677
Excess of Revenues over Expenditures	\$ 1,976,280	\$ 1,644,481	\$ 1,542,775	\$ 998,410	\$ 540,483
Other Financing Sources (Uses):					
Operating Transfers Out	\$ (3,351,992)	\$ (566,258)	\$ -	\$ -	\$ -
Total Other Financing Sources	\$ (3,351,992)	\$ (566,258)	\$ -	\$ -	\$ -
Excess of Revenues and Other Sources Over (Under) Expenditures & Other Uses	\$ (1,375,712)	\$ 1,078,223	\$ 1,542,775	\$ 998,410	\$ 540,483
Beginning Fund Balance	\$ 4,368,575	\$ 3,290,352	\$ 1,747,577 ⁽¹⁾	\$ 4,442,023	\$ 3,901,540
Ending General Fund Balance	\$ 2,992,863	\$ 4,368,575	\$ 3,290,352	\$ 5,440,433	\$ 4,442,023

(1) Restated for the reclassification of \$3,661,747 from the General Fund to the Capital Projects Fund and \$31,109 from the General Fund to the Restricted Court Fund.

TABLE 11 – CURRENT INVESTMENTS

Certificates of Deposit* \$ 2,400,000

*1,200,000 is recognized as cash and cash equivalents as the certificate of deposit has an original maturity of 90 days.

TABLE 12 – MONTHLY RESIDENTIAL WATER RATES (EFFECTIVE DECEMBER 17, 2019)

First 4,000 gallons	\$ 95.50	per 1,000 gallon
4,001 - 10,000	2.75	per 1,000 gallon
10,001 - 20,000	3.00	per 1,000 gallon
20,001 - 30,000	5.15	per 1,000 gallon
30,001 - 40,000	5.85	per 1,000 gallon
40,001 - 60,000	6.85	per 1,000 gallon
60,001 - 70,000	8.40	per 1,000 gallon
Over 70,001 gallons	10.50	per 1,000 gallon

TABLE 13 – LARGEST WATER CUSTOMERS (BASED ON GALLONS CONSUMED)

Customer	Fiscal Year 2019
	Water Usage In Gallons ⁽¹⁾
Memorial Dr Presbyterian Church	4,998
Holy Name Retreat Center	2,564
Spring Branch ISD	2,017
Individual	1,443
City of Bunker Hill Village	1,292
Individual	1,021
Individual	1,014
Individual	921
Individual	873
Individual	864
Total	17,007

(1) in thousands

TABLE 14 – MONTHLY RESIDENTIAL SEWER RATES (EFFECTIVE DECEMBER 17, 2019)

First 1,000 gallons	\$44.00 (minimum)
Over 1,001 gallons	\$1.70/M

TABLE 15 – WATERWORKS AND SEWER SYSTEM CONDENSED STATEMENT OF OPERATIONS

	Fiscal Year Ended December 31,				
	2019	2018	2017	2016	2015
Revenues:					
Water and Sewer Billings	\$ 3,471,840	\$ 3,307,865	\$ 3,193,945	\$ 3,014,256	\$ 2,799,293
Miscellaneous	9,907	132,557	40,018	-	4,907
Total	\$ 3,481,747	\$ 3,440,422	\$ 3,233,963	\$ 3,014,256	\$ 2,804,200
Expenses:					
Maintenance an Operating Expense	\$ 2,220,698	\$ 2,504,793	\$ 2,319,209	\$ 2,518,096	\$ 2,152,399
Total (Before Depreciation)	2,220,698	2,504,793	2,319,209	2,518,096	2,152,399
Net Available for Debt Service:	\$ 1,261,049	\$ 935,629	\$ 914,754	\$ 496,160	\$ 651,801
Billed Customers	1,347	1,364	1,364	1,364	1,364