



CITY OF BUNKER HILL VILLAGE TEXAS

GENERAL OBLIGATION DEBT

CONTINUING DISCLOSURE REPORT FOR THE
FISCAL YEAR ENDED DECEMBER 31, 2022



THE CITY OF BUNKER HILL VILLAGE, TEXAS

CONTINUING DISCLOSURE REPORT FOR THE FISCAL YEAR ENDED DECEMBER 31, 2022

GENERAL OBLIGATION DEBT

TABLE 1 – VALUATION, EXEMPTIONS AND GENERAL OBLIGATION DEBT

2022/2023 Market Valuation Established by Harris Central Appraisal District (excluding totally exempt property)		\$ 2,546,560,423
Less Exemptions/Reductions at 100% Market Value:		
Personal Use (leased vehicles)	\$ 3,258,946	
Misc	21,884	
Over 65 Homestead Exemptions	\$6,172,249	
Disabled Veterans	864,024	
Surviving Spouse over 65	463,003	\$ 10,780,106
2022/2023 Taxable Assessed Valuation		<u>\$ 2,535,780,317</u>
General Obligation Debt Payable from Ad Valorem Taxes (as of 6/30/2023)		
General Obligation Refunding Bonds, Series 2014	\$ 615,000	
General Obligation Refunding Bonds, Series 2020	3,385,000	
Combination Tax & Revenue Certificates of Obligation, Series 2021	6,600,000	<u>\$ 10,600,000</u>
Less: City's Self Supporting General Obligation Debt (as of 6/30/2023)		
Water and Sewer System General Obligation Debt ⁽¹⁾	<u>\$ 4,975,000</u>	<u>\$ 4,975,000</u>
Less: General Obligation Interest and Sinking Fund		<u>\$ 155,618</u>
Net General Obligation Debt Payable from Ad Valorem Taxes		\$ 5,469,382
Ratio of Net General Obligation Debt to Taxable Assessed Valuation		0.216%

2022 Estimated Population - 3,861
Per Capita Taxable Assessed Valuation - \$656,768
Per Capita Net Funded Debt - \$1,417

(1) Represents a portion of the Series 2021 Certificates.

TABLE 2 – TAXABLE ASSESSED VALUATIONS BY CATEGORY

Category	Taxable Appraised Value, Fiscal Year Ending December 31,					
	2023		2022		2021	
	Amount	% of Total	Amount	% of Total	Amount	% of Total
Real, Residential, Single-Family	\$ 2,521,887,543	99.03%	\$ 2,329,595,230	98.77%	\$ 2,202,857,173	98.56%
Real, Vacant Lots tracts	20,418,985	0.80%	22,138,143	0.94%	27,980,465	1.25%
Real, Commercial	839,936	0.03%	839,936	0.04%	839,936	0.04%
Real and Tangible Personal, Utilities	2,200,390	0.09%	1,965,350	0.08%	2,093,050	0.09%
Tangible Personal, Commercial	661,521	0.03%	3,574,580	0.15%	611,928	0.03%
Tangible Personal, Industrial	552,048	0.02%	510,007	0.02%	555,407	0.02%
Total Appraised Value Before Exemptions	\$ 2,546,560,423	100.0%	\$ 2,358,623,246	100.0%	\$ 2,234,937,959	100.0%
Less: Total Exemptions/Reductions	10,780,106		10,780,106		7,262,897	
Taxable Assessed Value	\$ 2,535,780,317		\$ 2,347,843,140		\$ 2,227,675,062	

Category	Taxable Appraised Value, Fiscal Year Ending December 31,			
	2020		2019	
	Amount	% of Total	Amount	% of Total
Real, Residential, Single-Family	\$ 2,226,636,468	98.66%	\$ 2,178,877,803	98.8%
Real, Vacant Lots/fracts	26,421,646	1.17%	22,879,683	1.0%
Real, Commercial	844,490	0.04%	837,711	0.0%
Real and Tangible Personal, Utilities	1,749,300	0.08%	1,659,090	0.1%
Tangible Personal, Commercial	623,334	0.03%	326,966	0.0%
Tangible Personal, Industrial	632,799	0.03%	75,882	0.0%
Total Appraised Value Before Exemptions	\$ 2,256,908,037	100.0%	\$ 2,204,657,135	100.0%
Less: Total Exemptions/Reductions	7,509,149		6,955,004	
Taxable Assessed Value	\$ 2,249,398,888		\$ 2,197,702,131	

NOTE: Valuations shown are certified taxable assessed values reported by the Harris Central 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 ⁽³⁾	Per Capita G.O. Tax Debt	Ratio Tax Debt to Taxable Assessed Valuation
2018	3,785	\$ 2,178,661,293	\$ 575,604	\$ 8,840,000	\$ 2,336	0.41%
2019	3,804	2,197,702,131	577,735	7,925,000	2,083	0.36%
2020	3,822	2,249,398,888	588,540	6,395,000	1,673	0.28%
2021	3,841	2,227,675,062	579,973	7,360,000	1,916	0.33%
2022	3,861	2,347,843,140	608,092	6,415,000	1,661	0.27%
2023	3,861	2,535,780,317	656,768	5,625,000	1,457	0.22%

(1) Source: the City.

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

(3) Excludes self-supporting debt.

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
2018	2017	\$0.277000	\$0.199100	\$ 0.077900	\$ 6,034,892	100.25%	101.37%
2019	2018	0.277000	0.224900	0.052100	6,087,635	100.09%	100.07%
2020	2019	0.277000	0.230407	0.046593	6,230,835	99.60%	100.01%
2021	2020	0.275000	0.229250	0.045750	6,126,106	99.85%	100.05%
2022	2021	0.275000	0.227338	0.047662	6,456,569	99.65%	99.65%
2023	2022	0.275000	0.234752	0.040248	6,973,396	97.60% (1)	97.64% (1)

(1) As of April 30, 2023.

TABLE 5 – TEN LARGEST TAXPAYERS

Name of Taxpayer	Nature of Property	2022/2023 Taxable Assessed Valuation	% of Total Taxable Assessed Valuation
Individual	Land/Improvements	\$ 8,717,044	0.34%
Individual	Land/Improvements	7,737,575	0.31%
800 Builders LLC	Land/Improvements	7,673,759	0.30%
Individual	Land/Improvements	6,325,000	0.25%
Individual	Land/Improvements	6,000,000	0.24%
Individual	Land/Improvements	5,940,000	0.23%
Individual	Land/Improvements	5,672,975	0.22%
Individual	Land/Improvements	5,608,722	0.22%
Individual	Land/Improvements	5,500,000	0.22%
Individual	Land/Improvements	5,233,439	0.21%
		<u>\$ 64,408,514</u>	<u>2.54%</u>

TABLE 6 – TAX ADEQUACY

2023 Net Debt Service Requirements.....	\$ 990,925 (1)
\$0.0408 Tax Rate at 96% Collection Produces	993,214
Net Average Annual Debt Service Requirement (2023 - 2031).....	\$ 812,659 (1)
\$0.0334 Tax Rate at 96% Collection Produces	813,073
Net Maximum Annual Debt Service Requirement (2023).....	\$ 990,925 (1)
\$0.0408 Tax Rate at 96% Collection Produces	993,214

(1) Excludes self-supporting debt.

TABLE 8 – GENERAL OBLIGATION DEBT SERVICE REQUIREMENTS

Year End 12/31	Outstanding Gross Debt Service			Less:	Total Net Debt Service Requirements	% of Principal Retired
	Principal	Interest	Debt Service	Self Supporting Debt Service ⁽¹⁾		
2023	\$ 1,010,000	\$ 303,755	\$ 1,313,755	\$ 322,830	\$ 990,925	
2024	1,010,000	271,093	1,281,093	326,080	955,013	
2025	1,000,000	237,949	1,237,949	324,105	913,844	
2026	990,000	204,718	1,194,718	326,905	867,813	
2027	975,000	171,455	1,146,455	324,480	821,975	42.94%
2028	955,000	138,280	1,093,280	321,905	771,375	
2029	935,000	109,168	1,044,168	326,093	718,075	
2030	905,000	83,930	988,930	322,118	666,813	
2031	870,000	61,205	931,205	323,105	608,100	
2032	275,000	49,086	324,086	324,086	-	76.87%
2033	280,000	45,063	325,063	325,063	-	
2034	285,000	40,966	325,966	325,966	-	
2035	290,000	36,580	326,580	326,580	-	
2036	290,000	31,940	321,940	321,940	-	
2037	295,000	27,260	322,260	322,260	-	89.28%
2038	300,000	21,900	321,900	321,900	-	
2039	310,000	15,800	325,800	325,800	-	
2040	315,000	9,550	324,550	324,550	-	
2041	320,000	3,200	323,200	323,200	-	100.00%
	<u>\$ 11,610,000</u>	<u>\$ 1,862,896</u>	<u>\$ 13,472,896</u>	<u>\$ 6,158,965</u>	<u>\$ 7,313,931</u>	

(1) Represents a portion of the Series 2021 Certificates.

TABLE 9 – INTEREST AND SINKING FUND BUDGET PROJECTION

Tax Supported Debt Service Requirements, Fiscal Year Ending December 31, 2023 ⁽¹⁾		\$ 990,925
Interest and Sinking Fund Balance, December 31, 2022	\$ 155,618	
Calculated Interest and Sinking Fund Tax Levy	1,020,601	
Budgeted Delinquent Taxes and Penalties & Interest	4,000	1,180,219
Estimated Balance, December 31, 2023		<u>\$ 189,294</u>

(1) Excludes self-supporting debt.

AUTHORIZED BUT UNISSUED GENERAL OBLIGATION BONDS

The City has no authorized but unissued general obligation bonds.

TABLE 10 – GENERAL FUND REVENUES AND EXPENDITURE HISTORY

	Fiscal Year Ended December 31,				
	2022	2021	2020	2019	2018
Revenues:					
Property Taxes & Penalties	\$ 5,351,553	\$ 5,165,343	\$ 5,187,414	\$ 4,970,208	\$ 4,401,524
Sales Tax	244,358	222,471	202,178	171,465	162,022
Franchise Fees and Local Taxes	279,561	267,400	246,368	285,858	278,844
Charges for Services	25,330	15,984	15,984	15,984	15,984
Licenses and Permits	481,517	456,664	371,923	426,554	425,748
Fines and Forfeitures	89,020	60,053	76,854	174,962	113,180
Investment Income	126,724	61,860	64,047	56,929	33,002
Intergovernmental	4,977	-	194,408	-	-
Miscellaneous	255,720	125,655	188,539	201,303	142,209
Total	\$ 6,858,760	\$ 6,375,430	\$ 6,547,715	\$ 6,303,263	\$ 5,572,513
Expenditures:					
General Government	\$ 854,768	\$ 787,151	\$ 938,595	\$ 807,845	\$ 740,008
Public Safety	3,656,923	3,433,687	3,339,731	3,195,239	2,862,383
Public Works	443,478	302,562	408,385	323,899	325,641
Capital Outlay	-	8,249	-	-	-
Total	\$ 4,955,169	\$ 4,531,649	\$ 4,686,711	\$ 4,326,983	\$ 3,928,032
Excess of Revenues over Expenditures	\$ 1,903,591	\$ 1,843,781	\$ 1,861,004	\$ 1,976,280	\$ 1,644,481
Other Financing Sources (Uses):					
Operating Transfers In	\$ -	\$ -	\$ 412,027 ⁽³⁾	\$ -	\$ -
Operating Transfers Out	(1,672,873) ⁽¹⁾	(1,886,435) ⁽²⁾	(1,731,902) ⁽⁴⁾	(3,351,992) ⁽⁵⁾	(566,258)
Total Other Financing Sources	\$ (1,672,873)	\$ (1,886,435)	\$ (1,319,875)	\$ (3,351,992)	\$ (566,258)
Excess of Revenues and Other Sources Over (Under) Expenditures & Other Uses	\$ 230,718	\$ (42,654)	\$ 541,129	\$ (1,375,712)	\$ 1,078,223
Beginning Fund Balance	\$ 3,491,338	\$ 3,533,992	\$ 2,992,863	\$ 4,368,575	\$ 3,290,352
Ending General Fund Balance	\$ 3,722,056	\$ 3,491,338	\$ 3,533,992	\$ 2,992,863	\$ 4,368,575

Source: City's audited financial statements.

- (1) Consists of a \$1,635,000 transfer to the Capital Projects Fund and a \$37,873 transfer to the Debt Service Fund.
- (2) Consists of a \$1,842,999 transfer to the Capital Projects Fund and a \$43,436 transfer to the Special Revenue Fund.
- (3) Transfer from the City's Utility Fund to the General Fund.
- (4) Transfer from the City's General Fund to Capital Projects Fund for various capital projects.
- (5) 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

As of December 31, 2022, the City's investable funds were invested in the following categories:

Type of Investment	Percent of Total	Book Value	Market Value
CLASS	73.64%	\$ 7,012,543	\$ 7,012,543
Certificates of Deposit	26.36%	2,510,433	2,510,433
			\$ 9,522,976

TABLE 12 – MONTHLY RESIDENTIAL WATER RATES (EFFECTIVE DECEMBER 13, 2022)

First 4,000 gallons	\$ 108.32	per 1,000 gallon
4,001 - 10,000	3.12	per 1,000 gallon
10,001 - 20,000	3.40	per 1,000 gallon
20,001 - 30,000	5.84	per 1,000 gallon
30,001 - 40,000	6.64	per 1,000 gallon
40,001 - 60,000	7.77	per 1,000 gallon
60,001 - 70,000	9.53	per 1,000 gallon
Over 70,001 gallons	11.91	per 1,000 gallon

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

Customer	Fiscal Year 2022
	Water Usage In Gallons ⁽¹⁾
Memorial Dr Presbyterian Church	5,621
Paratus Memorial	1,537
Individual	1,406
Holy Name Retreat Center	1,263
Individual	1,078
Individual	1,047
Frostwood PTA	1,008
Individual	1,006
Individual	978
Holy Name Retreat Center	962
Total	15,906

(1) In thousands.

TABLE 14 – MONTHLY RESIDENTIAL SEWER RATES (EFFECTIVE DECEMBER 13, 2022)

First 1,000 gallons	\$49.90 (minimum)
Over 1,001 gallons	\$1.93/ per 1,000 gallon

TABLE 15 – WATERWORKS AND SEWER SYSTEM CONDENSED STATEMENT OF OPERATIONS

	Fiscal Year Ended December 31,				
	2022	2021	2020	2019	2018
Revenues:					
Water and Sewer Billings	\$ 4,273,183	\$ 3,247,695	\$ 3,607,590	\$ 3,471,840	\$ 3,307,865
Miscellaneous	11,215	72,094	9,906	9,907	132,557
Total	\$ 4,284,398	\$ 3,319,789	\$ 3,617,496	\$ 3,481,747	\$ 3,440,422
Expenses ⁽¹⁾:					
Maintenance and Operating Expense	\$ 2,943,458	\$ 2,612,020	\$ 2,467,949	\$ 2,220,698	\$ 2,504,793
Total (Before Depreciation)	\$ 2,943,458	\$ 2,612,020	\$ 2,467,949	\$ 2,220,698	\$ 2,504,793
Net Available for Debt Service:	\$ 1,340,940	\$ 707,769	\$ 1,149,547	\$ 1,261,049	\$ 935,629
Billed Customers	1,356	1,364	1,364	1,364	1,364

(1) Does not include depreciation.