

RULE 15c2-12 FILING COVER SHEET

This cover sheet is sent with all submissions to the Municipal Securities Rulemaking Board's Electronic Municipal Market Access ("EMMA") pursuant to Securities and Exchange Commission (SEC) Rule 15c2-12 or any analogous state statutes.

Issuer Name: City of Kerrville, Texas

Issue(s):

- \$ 9,905,000 Combination Tax and Revenue Certificates of Obligation, Series 2012
- \$ 10,000,000 Combination Tax and Revenue Certificates of Obligation, Series 2013
- \$ 8,910,000 Combination Tax and Revenue Certificates of Obligation, Series 2015
- \$ 9,590,000 Combination Tax and Revenue Certificates of Obligation, Series 2016
- \$ 17,215,000 General Obligation Refunding Bonds, Series 2017
- \$ 8,000,000 Combination Tax and Surplus Revenue Certificates of Obligation, Series 2018A
- \$ 5,000,000 Combination Tax and Surplus Revenue Certificates of Obligation, Series 2018B
- \$ 9,895,000 Combination Tax and Revenue Certificates of Obligation, Series 2019
- \$ 2,285,000 General Obligation Refunding Bonds, Series 2019

Filing Format X electronic ___ paper; If available on the Internet, give URL: _____

CUSIP Numbers to which the information filed relates (optional):

- X Nine-digit number(s) (see following page(s)):
- ___ Six-digit number if information filed relates to all securities of the issuer

Financial & Operating Data Disclosure Information

- X Annual Financial Report or CAFR
- X Financial Information & Operating Data
- Other (describe) _____

X Fiscal Period Covered: FYE 2019

Monthly Quarterly X Annual Other: _____

I hereby represent that I am authorized by the issuer or its agent to distribute this information publicly:

Signature: /s/ Amy Dozier

Name: Amy Dozier Title: Chief Financial Officer

Employer: City of Kerrville, Texas

Telephone Number: 830-258-1121

Email Address: amy.dozier@kerrvilletx.gov

DESCRIPTION OF ISSUES COVERED BY THIS REPORT

Combination Tax and Revenue Certificates of Obligation, Series 2012

Date	Principal	CUSIP
08/15/20	\$ 490,000	492422MC1
08/15/21	495,000	492422MD9
08/15/22	510,000	492422ME7
08/15/23	520,000	492422MF4
08/15/24	535,000	492422MG2
08/15/25	545,000	492422MH0
08/15/26	560,000	492422MJ6
08/15/27	575,000	492422MK3
08/15/28	580,000	492422ML1
08/15/29	600,000	492422MM9
08/15/30	615,000	492422MN7
08/15/32	1,035,000	492422MQ0
	<u>\$ 7,060,000</u>	

Combination Tax and Revenue Certificates of Obligation, Series 2013

Date	Principal	CUSIP
08/15/20	\$ 470,000	492422MX5
08/15/21	480,000	492422MY3
08/15/22	485,000	492422MZ0
08/15/23	490,000	492422NA4
08/15/24	500,000	492422NB2
08/15/25	510,000	492422NC0
08/15/26	520,000	492422ND8
08/15/27	530,000	492422NE6
08/15/28	540,000	492422NF3
08/15/29	555,000	492422NG1
08/15/30	565,000	492422NH9
08/15/31	580,000	492422NJ5
08/15/32	595,000	492422NK2
08/15/33	610,000	492422NL0
	<u>\$ 7,430,000</u>	

Combination Tax and Revenue Certificates of Obligation, Series 2015

<u>Date</u>	<u>Principal</u>	<u>CUSIP</u>
08/15/20	\$ 385,000	492422NR7
08/15/21	390,000	492422NS5
08/15/22	400,000	492422NT3
08/15/23	405,000	492422NU0
08/15/24	420,000	492422NV8
08/15/25	430,000	492422NW6
08/15/26	445,000	492422NX4
08/15/27	455,000	492422NY2
08/15/28	470,000	492422NZ9
08/15/29	480,000	492422PA2
08/15/30	495,000	492422PB0
08/15/31	510,000	492422PC8
08/15/32	525,000	492422PD6
08/15/33	545,000	492422PE4
08/15/34	560,000	492422PF1
08/15/35	585,000	492422PG9
	<u>\$ 7,500,000</u>	

Combination Tax and Revenue Certificates of Obligation, Series 2016

Date	Principal	CUSIP
08/15/20	\$ 405,000	492422PM6
08/15/21	420,000	492422PN4
08/15/22	435,000	492422PP9
08/15/23	445,000	492422PQ7
08/15/24	460,000	492422PR5
08/15/25	475,000	492422PS3
08/15/26	480,000	492422PT1
08/15/27	490,000	492422PU8
08/15/28	505,000	492422PV6
08/15/29	515,000	492422PW4
08/15/30	530,000	492422PX2
08/15/31	545,000	492422PY0
08/15/32	565,000	492422PZ7
08/15/33	580,000	492422QA1
08/15/34	595,000	492422QB9
08/15/35	610,000	492422QC7
	<u>\$ 8,055,000</u>	

General Obligation Refunding Bonds, Series 2017

<u>Date</u>	<u>Principal</u>	<u>CUSIP</u>
08/15/20	\$ 660,000	492422QG8
02/15/21	1,705,000	492422QH6
08/15/21	400,000	492422QJ2
02/15/22	1,755,000	492422QK9
08/15/22	420,000	492422QL7
02/15/23	545,000	492422QM5
08/15/23	190,000	492422QN3
02/15/24	670,000	492422QP8
08/15/24	430,000	492422QQ6
02/15/25	705,000	492422QR4
08/15/25	450,000	492422QS2
02/15/26	745,000	492422QT0
08/15/26	465,000	492422QU7
02/15/27	775,000	492422QV5
08/15/27	490,000	492422QW3
02/15/28	670,000	492422QX1
08/15/28	520,000	492422QY9
02/15/29	695,000	492422QZ6
08/15/29	545,000	492422RA0
08/15/30	565,000	492422RB8
	<u>\$ 13,400,000</u>	

Combination Tax and Surplus Revenue Certificates of Obligation, Series 2018A

Date	Principal	CUSIP
08/15/21	\$ 5,000	492422RC6
08/15/22	215,000	492422RD4
08/15/23	215,000	492422RE2
08/15/24	220,000	492422RF9
08/15/25	220,000	492422RG7
08/15/26	225,000	492422RH5
08/15/27	225,000	492422RJ1
08/15/28	230,000	492422RK8
08/15/29	235,000	492422RL6
08/15/30	240,000	492422RM4
08/15/31	245,000	492422RN2
08/15/32	245,000	492422RP7
08/15/33	250,000	492422RQ5
08/15/34	255,000	492422RR3
08/15/35	260,000	492422RS1
08/15/36	270,000	492422RT9
08/15/37	275,000	492422RU6
08/15/38	280,000	492422RV4
08/15/39	285,000	492422RW2
08/15/40	290,000	492422RX0
08/15/41	300,000	492422RY8
08/15/42	305,000	492422RZ5
08/15/43	310,000	492422SA9
08/15/44	320,000	492422SB7
08/15/45	325,000	492422SC5
08/15/46	335,000	492422SD3
08/15/47	345,000	492422SE1
08/15/48	350,000	492422SF8
08/15/49	360,000	492422SG6
08/15/50	365,000	492422SH4
	<u>\$ 8,000,000</u>	

Combination Tax and Surplus Revenue Certificates of Obligation, Series 2018B

<u>Date</u>	<u>Principal</u>	<u>CUSIP</u>
08/15/20	\$ 5,000	492422SJ0
08/15/21	135,000	492422SK7
08/15/22	135,000	492422SL5
08/15/23	140,000	492422SM3
08/15/24	140,000	492422SN1
08/15/25	140,000	492422SP6
08/15/26	145,000	492422SQ4
08/15/27	145,000	492422SR2
08/15/28	150,000	492422SS0
08/15/29	150,000	492422ST8
08/15/30	150,000	492422SU5
08/15/31	155,000	492422SV3
08/15/32	160,000	492422SW1
08/15/33	160,000	492422SX9
08/15/34	165,000	492422SY7
08/15/35	165,000	492422SZ4
08/15/36	170,000	492422TA8
08/15/37	175,000	492422TB6
08/15/38	180,000	492422TC4
08/15/39	180,000	492422TD2
08/15/40	185,000	492422TE0
08/15/41	190,000	492422TF7
08/15/42	195,000	492422TG5
08/15/43	200,000	492422TH3
08/15/44	205,000	492422TJ9
08/15/45	210,000	492422TK6
08/15/46	210,000	492422TL4
08/15/47	215,000	492422TM2
08/15/48	220,000	492422TN0
08/15/49	225,000	492422TP5
	<u>\$ 5,000,000</u>	

Combination Tax and Revenue Certificates of Obligation, Series 2019

Date	Principal	CUSIP
02/15/21	\$ 330,000	492422TR1
02/15/22	340,000	492422TS9
02/15/23	355,000	492422TT7
02/15/24	370,000	492422TU4
02/15/25	380,000	492422TV2
02/15/26	395,000	492422TW0
02/15/27	410,000	492422TX8
02/15/28	425,000	492422TY6
02/15/29	445,000	492422TZ3
02/15/30	460,000	492422UA6
02/15/31	480,000	492422UB4
02/15/32	500,000	492422UC2
02/15/33	520,000	492422UD0
02/15/34	540,000	492422UE8
02/15/35	555,000	492422UF5
02/15/36	570,000	492422UG3
02/15/37	590,000	492422UH1
02/15/38	600,000	492422UJ7
02/15/39	620,000	492422UK4
02/15/40	635,000	492422UL2
	<u>\$ 9,520,000</u>	

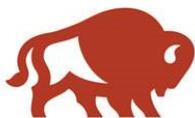
General Obligation Refunding Bonds, Series 2019

Date	Principal	CUSIP
02/15/21	\$ 175,000	492422UM0
02/15/22	180,000	492422UN8
02/15/23	185,000	492422UP3
02/15/24	190,000	492422UQ1
02/15/25	200,000	492422UR9
02/15/26	200,000	492422US7
02/15/27	210,000	492422UT5
02/15/28	220,000	492422UU2
02/15/29	230,000	492422UV0
02/15/30	240,000	492422UW8
02/15/31	245,000	492422UX6
	<u>\$ 2,275,000</u>	

CONTINUING DISCLOSURE REPORT
FOR THE
FISCAL YEAR ENDED SEPTEMBER 30, 2019

CITY OF KERRVILLE, TEXAS

GENERAL OBLIGATION



HTS Continuing Disclosure Services

A Division of Hilltop Securities.

FINANCIAL STATEMENTS

The audited financial statements for the City for the fiscal year ended September 30, 2019 are being filed directly with the Municipal Securities Rulemaking Board's Electronic Municipal Market Access ("EMMA"), and are hereby incorporated by reference into this Annual Continuing Disclosure Report.

SIGNATURE OF ISSUER

The information set forth herein has been obtained from the City and other sources believed to be reliable, but such information is not guaranteed as to accuracy or completeness and is not to be construed as a promise or guarantee. This Annual Continuing Disclosure Report may contain, in part, estimates and matters of opinion which are not intended as statements of fact, and no representation is made as to the correctness of such estimates and opinions, or that they will be realized. The information and expressions of opinion contained herein are subject to change without notice, and the delivery of this Annual Continuing Disclosure Report will not, under any circumstances, create any implication that there has been no change in the affairs of the City or other matters described.

City of Kerrville, Texas

/s/ Amy Dozier

Amy Dozier

Chief Financial Officer

Approved for Submission:

03/30/2020

Date

CERTIFICATE OF SUBMISSION OF ANNUAL REPORT

Subject to the continuing disclosure requirements of SEC Rule 15c2-12, this Annual Continuing Disclosure Report for the City of Kerrville, Texas with respect to the issues listed on the report cover was submitted directly to the Municipal Securities Rulemaking Board's Electronic Municipal Market Access ("EMMA") listed below.

Municipal Securities Rulemaking Board ("MSRB")
via the Electronic Municipal Market Access ("EMMA") system

HTS Continuing Disclosure Services, A Division of Hilltop Securities Inc.

Signed by:

/s/ Preston Gabriel

CITY OF KERRVILLE, TEXAS

2020 GENERAL OBLIGATION DEBT REPORT

TABLE 1 – VALUATION, EXEMPTIONS AND GENERAL OBLIGATION DEBT

2019/2020 Market Valuation Established by Kerr Central Appraisal District (excluding totally exempt property)		\$ 2,324,009,446
Less Exemptions/Reductions at 100% Market Value:		
Homestead Cap Adjustment	\$ 32,922,500	
Disabled Veterans	32,698,073	
Over 65	9,563,126	
Pollution Control	120,462	
Productivity Loss	12,149,540	
Freeport Exemption	4,298,471	91,752,172
2019/2020 Net Taxable Assessed Valuation		<u>\$ 2,232,257,274</u>
2019/2020 Freeze Adjusted Equivalent Taxable Assessed Valuation ⁽¹⁾		<u>\$ 2,157,466,681</u>
General Obligation Debt Payable from Ad Valorem Taxes as of December 31, 2019 ⁽²⁾		
General Obligation Bonds	\$ 17,335,000	
Certificates of Obligation	53,990,000	
General Obligation Debt Payable from Ad Valorem Taxes		\$ 71,325,000
Less: Self-Supporting General Obligation Debt ⁽²⁾		
Waterworks and Sewer System Supported General Obligation Bond Debt	\$ 9,830,000	
Waterworks and Sewer System Supported Certificates of Obligation Debt	33,845,000	
EIC ⁽³⁾ Sales Tax Supported General Obligation Bond Debt	2,285,000	
EIC ⁽³⁾ Sales Tax Supported Certificates of Obligation Debt	10,250,000	
		\$ 56,210,000
Net General Obligation Debt Payable from Ad Valorem Taxes		\$ 15,115,000
General Obligation Interest and Sinking Fund as of September 30, 2019		\$ 1,239,759
Ratio Net General Obligation Tax Debt to Freeze Adjusted Equivalent Taxable Assessed Valuation		0.70%
2020 Estimated Population - 24,931 Per Capita Freeze Adjusted Equivalent Taxable Assessed Valuation - \$86,538 Per Capita General Obligation Debt Payable from Ad Valorem Taxes - \$2,861 Per Capita Net General Obligation Debt Payable from Ad Valorem Taxes - \$606		

-
- (1) At an election on November 7, 2006, voters in the City approved a tax freeze for citizens who are disabled and/or 65 years of age or older. The tax freeze became effective on January 1, 2007.
 - (2) General obligation debt in the amounts shown for which repayment is provided from revenues of the waterworks and sewer system or from economic development sales tax revenues provided by the City of Kerrville, Texas Economic Improvement Corporation (the "EIC"). The amount of self-supporting debt is based on the percentages of revenue support as shown in Table 10. It is the City's current policy to provide these payments from the waterworks and sewer system revenues and the EIC; this policy is subject to change in the future.
 - (3) "EIC" is the City of Kerrville, Texas Economic Improvement Corporation, which is a nonprofit corporation created by the City pursuant to the Development Corporation Act (codified under Chapters 501 – 505, Texas Local Government Code, as amended). The City levies and collects a ½ of 1% economic development sales and use tax for the benefit of the EIC, the proceeds of which are used by the EIC to promote economic development in the City in accordance with the Development Corporation Act. A portion of the City's general obligation debt (but not Certificates) is supported with such EIC economic development sales tax.

TABLE 2 – TAXABLE ASSESSED VALUATION BY CATEGORY

Category	Taxable Appraised Value for Fiscal Year Ended September 30,					
	2020		2019		2018	
	Amount	% of Total	Amount	% of Total	Amount	% of Total
Real, Residential, Single-Family	\$ 1,503,872,677	64.71%	\$ 1,349,154,935	63.34%	\$ 1,310,868,655	62.54%
Real, Residential, Multi-Family	95,185,033	4.10%	90,860,612	4.27%	91,060,532	4.34%
Real, Vacant Lots/Tracts	47,069,059	2.03%	40,560,963	1.90%	39,962,932	1.91%
Real, Acreage (Land Only)	12,403,516	0.53%	11,908,164	0.56%	13,579,283	0.65%
Real, Farm and Ranch Improvements	13,664,238	0.59%	10,775,788	0.51%	10,758,958	0.51%
Real, Commercial and Industrial	415,412,136	17.87%	405,248,371	19.02%	403,476,887	19.25%
Real and Tangible Personal, Utilities	22,049,373	0.95%	23,823,714	1.12%	28,725,891	1.37%
Tangible Personal, Business	182,031,530	7.83%	164,074,682	7.70%	163,067,163	7.78%
Tangible Personal, Other	11,799,945	0.51%	11,648,183	0.55%	10,543,579	0.50%
Real Property, Inventory	6,622,057	0.28%	8,897,387	0.42%	9,352,639	0.45%
Special Inventory	13,899,882	0.60%	13,156,987	0.62%	14,486,160	0.69%
Total Appraised Value Before Exemptions	\$ 2,324,009,446	100.00%	\$ 2,130,109,786	100.00%	\$ 2,095,882,679	100.00%
Less: Total Exemptions/Reductions	91,752,172 ⁽¹⁾		58,900,908 ⁽¹⁾		55,091,442 ⁽¹⁾	
Net Taxable Assessed Value	\$ 2,232,257,274		\$ 2,071,208,878		\$ 2,040,791,237	

Category	Taxable Appraised Value for Fiscal Year Ended September 30,			
	2017		2016	
	Amount	% of Total	Amount	% of Total
Real, Residential, Single-Family	\$ 1,236,007,288	61.93%	\$ 1,191,726,199	62.06%
Real, Residential, Multi-Family	79,348,793	3.98%	78,752,756	4.10%
Real, Vacant Lots/Tracts	44,137,079	2.21%	46,563,897	2.42%
Real, Acreage (Land Only)	11,938,137	0.60%	11,938,407	0.62%
Real, Farm and Ranch Improvements	10,577,726	0.53%	10,523,870	0.55%
Real, Commercial & Industrial	389,765,728	19.53%	380,764,694	19.83%
Real and Tangible Personal, Utilities	25,621,979	1.28%	24,107,414	1.26%
Tangible Personal, Business	162,341,476	8.13%	141,636,207	7.38%
Tangible Personal, Other	10,343,954	0.52%	10,162,392	0.53%
Real Property, Inventory	9,777,613	0.49%	10,440,940	0.54%
Special Inventory	15,817,366	0.79%	13,676,813	0.71%
Total Appraised Value Before Exemptions	\$ 1,995,677,139	100.00%	\$ 1,920,293,589	100.00%
Less: Total Exemptions/Reductions	50,943,916 ⁽¹⁾		48,276,172 ⁽¹⁾	
Net Taxable Assessed Value	\$ 1,944,733,223		\$ 1,872,017,417	

NOTE: Valuations shown are certified taxable assessed values reported by the Kerr 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.

- (1) At an election on November 7, 2006, voters in the City approved a tax freeze for citizens who are disabled and/or 65 years of age or older. The tax freeze became effective on January 1, 2007. The Net Taxable Assessed Valuation includes the values related to the freeze exemption. See Table 3 and Table 4 for additional details.

TABLE 3 – VALUATION AND GENERAL OBLIGATION DEBT HISTORY

Fiscal Year Ended 9/30	Estimated Population ⁽¹⁾	Net Taxable Assessed Valuation ⁽²⁾	Freeze Adjusted Taxable Assessed Valuation ⁽³⁾	Freeze Adjusted Taxable Assessed Valuation Per Capita	Net G.O. Tax Debt Outstanding at End of Year ⁽⁴⁾	Ratio of Net G.O. Tax Debt to Freeze Adjusted Taxable Assessed Valuation	Net G.O. Tax Debt Per Capita
2016	24,111	\$ 1,872,017,417	\$ 1,830,934,906	\$ 75,938	\$ 8,012,025	0.44%	\$ 332
2017	24,292	1,944,733,223	1,900,229,486	78,224	8,971,225	0.47%	369
2018	24,796	2,040,791,237	1,991,229,486	80,304	6,102,320	0.31%	246
2019	24,931	2,071,208,878	2,017,527,787	80,924	15,115,000	0.75%	606
2020	24,931	2,232,257,274	2,157,466,681	86,538	13,975,000	0.65%	561

(1) Source: City of Kerrville, Texas.

(2) As reported by the Kerr County Appraisal District on the City’s annual State Property Tax Board Reports; subject to change during the ensuing year.

(3) The Freeze Adjusted Taxable Assessed Valuation calculated by the Kerr County Appraisal District.

(4) Does not include self-supporting debt.

TABLE 4 – TAX RATE, LEVY AND COLLECTION HISTORY

Fiscal Year Ended 9/30	Tax Rate	General Fund	Interest and Sinking Fund	Tax Levy ⁽¹⁾	Actual Tax Included in Tax Levy	% Current Collections	% Total Collections
2016	\$ 0.5625	\$ 0.4890	\$ 0.0735	\$ 10,304,752	\$ 2,615,371	98.18%	99.48%
2017	0.5625	0.4890	0.0735	10,689,569	2,628,182	98.48%	99.32%
2018	0.5514	0.4779	0.0735	11,144,563	2,786,965	98.38%	99.28%
2019	0.5514	0.4779	0.0735	11,124,648	2,864,829	98.70%	98.98%
2020	0.5400	0.4665	0.0735	11,650,320	3,046,581	(In Process of Collection)	

(1) Tax levy includes a portion of taxes collected from the freeze adjusted values.

TABLE 5 – TEN LARGEST TAXPAYERS

Name of Taxpayer	Nature of Property	2019/20 Net Taxable Assessed Valuation	% of Total Net Taxable Assessed Valuation
James Avery Craftsman Inc.	Manufacturing	\$ 47,908,463	2.15%
Mooney Aviation Co. Inc.	Aircraft Supply	14,502,403	0.65%
Atmos Energy/Mid-Tex Division	Gas Supply and Planning	11,768,721	0.53%
Wal-Mart Stores Inc.	Discount Retail	8,561,493	0.38%
S-H Forty-Nine Properties, LLC	Real Estate	8,202,220	0.37%
HEB Grocery Co.	Grocery Store	7,996,488	0.36%
Wal-Mart Stores Inc. #508	Discount Retail	7,458,190	0.33%
Emerald Cottages of Kerrville LLC	Retirement Community	6,734,106	0.30%
Home Depot, USA, Inc.	Home Retail	6,322,572	0.28%
Comanche Trace Ranch & Golf Club	Subdivision	6,027,139	0.27%
		<u>\$ 125,481,795</u>	<u>5.62%</u>

TABLE 6 – TAX ADEQUACY

2020 Principal and Interest Requirements ⁽¹⁾	\$1,627,691
\$0.0741 Tax Rate at 98% Collection Produces	\$1,628,216
Average Annual Principal and Interest Requirements, 2020 - 2040 ⁽¹⁾	\$ 630,888
\$0.0288 Tax Rate at 98% Collection Produces	\$ 632,829
Maximum Annual Principal and Interest Requirements, 2020 ⁽¹⁾	\$1,627,691
\$0.0741 Tax Rate at 98% Collection Produces	\$1,628,216

(1) Does not include self-supporting debt.

TABLE 8 – DEBT SERVICE REQUIREMENTS

Fiscal Year Ending 9/30	Outstanding Debt Service ⁽¹⁾			Less:	Total Net	% of Principal Retired
	Principal	Interest	Total	Self-Supporting Debt Service	Tax-Supported Debt Service	
2020	\$ 4,845,000	\$ 2,009,815	\$ 6,854,815	\$ 5,227,124	\$ 1,627,691	
2021	4,745,000	1,868,226	6,613,226	5,019,325	1,593,901	
2022	5,095,000	1,739,874	6,834,874	5,248,523	1,586,351	
2023	3,715,000	1,621,842	5,336,842	4,194,457	1,142,385	
2024	3,935,000	1,520,294	5,455,294	4,314,282	1,141,012	31.31%
2025	4,055,000	1,409,952	5,464,952	4,321,096	1,143,856	
2026	4,180,000	1,284,131	5,464,131	4,317,637	1,146,494	
2027	4,305,000	1,147,862	5,452,862	4,306,849	1,146,013	
2028	4,310,000	1,008,999	5,318,999	4,322,321	996,678	
2029	4,450,000	873,892	5,323,892	4,327,292	996,600	61.18%
2030	3,860,000	745,542	4,605,542	3,976,417	629,126	
2031	3,395,000	629,585	4,024,585	3,393,897	630,688	
2032	2,990,000	535,568	3,525,568	2,883,693	641,875	
2033	2,665,000	446,440	3,111,440	2,469,965	641,475	
2034	2,115,000	366,693	2,481,693	1,838,718	642,975	82.24%
2035	2,175,000	305,816	2,480,816	1,839,266	641,550	
2036	1,010,000	240,720	1,250,720	611,045	639,675	
2037	1,040,000	215,553	1,255,553	611,803	643,750	
2038	1,060,000	191,000	1,251,000	612,125	638,875	
2039	1,085,000	165,674	1,250,674	607,049	643,625	91.17%
2040	1,110,000	139,661	1,249,661	606,723	642,938	
2041	490,000	120,985	610,985	610,985	-	
2042	500,000	109,810	609,810	609,810	-	
2043	510,000	98,308	608,308	608,308	-	
2044	525,000	86,525	611,525	611,525	-	95.57%
2045	535,000	74,343	609,343	609,343	-	
2046	545,000	61,876	606,876	606,876	-	
2047	560,000	49,119	609,119	609,119	-	
2048	570,000	35,954	605,954	605,954	-	
2049	585,000	22,498	607,498	607,498	-	99.49%
2050	365,000	8,687	373,687	373,687	-	100.00%
	<u>\$ 71,325,000</u>	<u>\$ 19,135,241</u>	<u>\$ 90,460,244</u>	<u>\$ 70,902,711</u>	<u>\$ 19,557,533</u>	

(1) "Outstanding Debt Service" does not include lease/purchase obligations.

TABLE 9 – INTEREST AND SINKING FUND BUDGET PROJECTION

Tax Supported Debt Service Requirements, Fiscal Year Ending 9/30/2020 ⁽¹⁾		\$ 1,627,691
Interest and Sinking Fund, 9/30/2019	\$ 1,239,759	
Budgeted Interest and Sinking Fund Tax Levy	<u>1,563,025</u>	<u>2,802,784</u>
Estimated Balance, 9/30/2020		<u><u>\$ 1,175,093</u></u>

(1) Does not include self-supporting debt.

TABLE 10 – COMPUTATION OF SELF-SUPPORTING DEBT

Net Waterworks and Sewer System Revenue Available as of 9/30/2019	\$ 4,130,603
Net EIC Sales Tax Revenue Available as of 9/30/2019	3,421,294
Less: Requirements for Waterworks and Sewer System Revenue Bonds	-
Less: Requirements for EIC Sales Tax Revenue Bonds	-
Balance Available for Other Purposes	<u>\$ 7,551,897</u>
Maximum Requirements for Waterworks and Sewer System Supported General Obligation Debt	\$ 4,049,768
Percentage of Waterworks and Sewer System Supported General Obligation Debt Self-Supporting	100%
Maximum Requirements for EIC Sales Tax Supported General Obligation Debt	\$ 1,111,399
Percentage of EIC Sales Tax Supported General Obligation Debt Self-Supporting	100%

TABLE 11 – AUTHORIZED BUT UNISSUED GENERAL OBLIGATION BONDS

The City does not have any authorized but unissued voted general obligation bonds. The City is authorized by the laws of the State to incur general obligation debt, such as the Certificates, for certain authorized purposes without an election.

TABLE 12 – OTHER OBLIGATIONS

The City of Kerrville has a loan with the Kerrville Public Utility Board in the amount of \$7,500,000 at a rate of 2.4% which matures in annual installments of \$1,071,429 beginning 2023 through 2029.

TABLE 13 – CHANGE IN NET POSITION

	Fiscal Year Ended September 30,				
	2019	2018	2017	2016	2015
REVENUES:					
Program Revenues:					
Charges for Services	\$ 6,683,930	\$ 6,375,410	\$ 6,490,553	\$ 5,433,867	\$ 5,997,917
Operating Grants and Contributions	862,680	272,964	348,256	759,117	141,033
Capital Grants and Contributions	3,462,693	1,314,445	2,594,597	2,626,390	772,266
General Revenues:					
Property Taxes	11,073,307	10,990,038	10,768,613	10,353,103	10,108,053
Sales Taxes	7,297,167	6,899,129	6,721,841	6,426,901	6,201,119
Hotel Occupancy Taxes	1,415,761	1,333,802	1,218,988	1,106,705	1,080,836
Franchise Taxes	1,943,378	1,950,886	1,733,644	1,580,265	1,741,795
Alcoholic Beverage Taxes	112,508	87,059	72,427	74,082	74,021
Unrestricted Investment Earnings	618,479	391,070	243,925	130,455	57,226
Capital Contributions	-	-	-	-	-
Gain (loss) on sale of position	-	-	-	-	-
Miscellaneous	266,755	1,152,754	2,064,119	2,032,635	2,789,174
Total Revenues	\$ 33,736,658	\$ 30,767,557	\$ 32,256,963	\$ 30,523,520	\$ 28,963,440
EXPENSES:					
General Government	\$ 7,900,898	\$ 6,988,212	\$ 5,804,497	\$ 6,107,677	\$ 6,272,205
Public Safety	14,984,076	14,242,578	14,239,827	12,932,381	13,168,482
Culture and Recreation	5,242,653	5,111,916	4,542,728	3,700,771	3,404,868
Public Works	11,660,777	5,617,405	4,002,088	3,403,977	3,490,145
Business Programs	-	-	-	-	-
Health and Welfare	-	-	-	-	-
Non Departmental	-	-	-	-	-
Interest on Long-term Debt	633,074	605,985	722,457	818,384	519,320
Depreciation - Unallocated	-	-	-	-	-
Total Expenditures	\$ 40,421,478	\$ 32,566,096	\$ 29,311,597	\$ 26,963,190	\$ 26,855,020
Increase in Net Position Before Transfers	\$ (6,684,820)	\$ (1,798,539)	\$ 2,945,366	\$ 3,560,330	\$ 2,108,420
Transfers	2,006,063	1,641,090	3,934,338	1,910,213	1,802,560
Increase in Net Position	\$ (4,678,757)	\$ (157,449)	\$ 6,879,704	\$ 5,470,543	\$ 3,910,980
Beginning Net Position	97,015,877	97,173,326 ⁽¹⁾	91,087,055	85,616,512	81,705,532 ⁽¹⁾
Prior Period Entries	-	-	-	-	-
Ending Net Position	\$ 92,337,120	\$ 97,015,877	\$ 97,966,759	\$ 91,087,055	\$ 85,616,512

(1) Restated.

TABLE 13A – GENERAL FUND REVENUES AND EXPENDITURE HISTORY

	Fiscal Year Ended September 30,				
	2019	2018	2017	2016	2015
REVENUES					
Taxes	\$ 18,870,924	\$ 18,300,673	\$ 17,809,686	\$ 17,047,831	\$ 16,729,935
Licenses and Permits	673,259	581,014	520,811	466,303	532,607
Intergovernmental	1,431,074	1,372,133	1,263,640	1,347,808	1,373,334
Charges for Services	4,246,406	4,158,789	3,941,832	3,334,083	3,412,045
Grants	99,579	123,353	40,742	742,139	141,033
Fine and Forfeitures	485,764	612,061	630,474	548,847	351,265
Interest	401,848	246,697	136,717	62,239	34,920
Miscellaneous	474,465	295,976	500,213	675,775	815,759
Total Revenues	<u>\$ 26,683,319</u>	<u>\$ 25,690,696</u>	<u>\$ 24,844,115</u>	<u>\$ 24,225,025</u>	<u>\$ 23,390,898</u>
EXPENDITURES					
Current Expenditures:					
General Government	\$ 5,332,094	\$ 5,186,707	\$ 4,870,572	\$ 4,281,627	\$ 4,661,935
Public Safety	13,777,279	13,100,154	12,647,515	12,313,269	12,523,990
Culture and Recreation	3,387,361	3,435,179	2,780,105	2,492,818	2,241,214
Public Works	4,361,530	4,161,108	3,372,628	3,017,017	3,162,298
Health and Welfare	-	-	-	-	-
Nondepartmental	-	-	-	-	-
Business Programs	-	-	-	-	-
Capital Outlay	1,304,002	865,542	903,583	736,945	1,609,758
Debt Service	-	-	-	-	-
Total Expenditures	<u>\$ 28,162,266</u>	<u>\$ 26,748,690</u>	<u>\$ 24,574,403</u>	<u>\$ 22,841,676</u>	<u>\$ 24,199,195</u>
EXCESS (DEFICIENCY) OF REVENUE OVER EXPENDITURES	<u>\$ (1,478,947)</u>	<u>\$ (1,057,994)</u>	<u>\$ 269,712</u>	<u>\$ 1,383,349</u>	<u>\$ (808,297)</u>
OTHER FINANCING SOURCES (USES)					
Operating Transfers In	\$ 2,193,198	\$ 3,187,170	\$ 4,016,473	\$ 2,003,038	\$ 1,884,695
Operating Transfers Out	(1,408,200)	(520,945)	(3,125,862)	(1,346,000)	(927,500)
Loan Proceeds	-	-	-	-	995,355
Total Other Financing Sources (Uses)	<u>\$ 784,998</u>	<u>\$ 2,666,225</u>	<u>\$ 890,611</u>	<u>\$ 657,038</u>	<u>\$ 1,952,550</u>
EXCESS (DEFICIENCY) OF REVENUE AND OTHER FINANCING SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	<u>\$ (693,949)</u>	<u>\$ 1,608,231</u>	<u>\$ 1,160,323</u>	<u>\$ 2,040,387</u>	<u>\$ 1,144,253</u>
FUND BALANCES AT BEGINNING OF YEAR	<u>\$ 15,048,721</u>	<u>\$ 13,440,490</u>	<u>\$ 12,280,167</u>	<u>\$ 10,239,780</u>	<u>\$ 9,095,527</u>
PRIOR PERIOD ADJUSTMENT	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
FUND BALANCES AT END OF YEAR	<u><u>\$ 14,354,772</u></u>	<u><u>\$ 15,048,721</u></u>	<u><u>\$ 13,440,490</u></u>	<u><u>\$ 12,280,167</u></u>	<u><u>\$ 10,239,780</u></u>

TABLE 14 – MUNICIPAL SALES TAX HISTORY

Year Ended 9/30	Total Collected ⁽¹⁾	% of Ad Valorem Tax Levy ⁽²⁾	Equivalent of Ad Valorem Tax Rate ⁽²⁾	Per Capita ⁽³⁾
2015	\$ 6,201,119	61.83%	\$ 0.4665	\$ 260.46
2016	6,426,899	62.37%	0.3510	266.55
2017	6,721,841	62.88%	0.3537	276.71
2018	6,899,126	61.91%	0.3465	278.24
2019	7,297,167	65.59%	0.3617	292.69

(1) Excludes half-cent sales tax for economic development.

(2) Based on the Freeze Adjusted Equivalent Taxable Assessed Valuation.

(3) Based on population estimates of the City staff.

TABLE 15 – CURRENT INVESTMENTS

As of January 31, 2020, the City's funds were invested as follows:

Description	% of Portfolio	Book Value	Market Value
Commercial Paper	16.47%	\$ 8,969,710	\$ 8,969,710
Securities	11.02%	6,001,889	6,001,889
Short Term Investments - Library Endowment	1.63%	885,208	885,208
CD's	1.82%	990,000	990,000
TexPool - City	11.66%	6,348,452	6,348,452
TexPool - EIC	3.65%	1,986,787	1,986,787
TexPool - Library Endowment	0.71%	388,051	388,051
LOGIC	15.26%	8,313,792	8,313,792
Texas Class	27.16%	14,793,574	14,793,574
Wells Fargo Bank - Checking	10.63%	5,787,774	5,787,774
	<u>100.00%</u>	<u>\$ 54,465,237</u>	<u>\$ 54,465,237</u>