

CITY OF CIBOLO, TEXAS



Comprehensive Annual Financial
Report
Fiscal Year Ended
September 30, 2017

CITY OF CIBOLO, TEXAS
COMPREHENSIVE ANNUAL FINANCIAL REPORT
FISCAL YEAR ENDED SEPTEMBER 30, 2017

OFFICIALS ISSUING REPORT

Robert T. Herrera
City Manager

Anna Miranda
Director of Finance



CITY OF CIBOLO, TEXAS
COMPREHENSIVE ANNUAL FINANCIAL REPORT
FOR THE YEAR ENDED SEPTEMBER 30, 2017

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INTRODUCTORY SECTION



City of Cibolo 200 South Main / PO BOX 826 Cibolo, Texas 78108 (210) 658-9900 www.cibolotx.gov

March 2, 2018

To the Honorable Mayor, City Council, and Citizens of the City of Cibolo:

State law requires that local governments publish a complete set of financial statements presented in conformity with generally accepted accounting principles (GAAP) in the United States of America and audited in accordance with generally accepted auditing standards in the United States of America by a firm of licensed certified public accountants. Pursuant to that requirement, we hereby issue the comprehensive annual financial report of the City of Cibolo for the fiscal year ended September 30, 2017.

This report consists of management's representations concerning the finances of the City of Cibolo. Consequently, management assumes full responsibility for the completeness and reliability of all the information presented in this report. To provide a reasonable basis for making these representations, management of the City of Cibolo has established a comprehensive internal control framework that is designed both to protect the government's assets from loss, theft, or misuse; and to compile sufficient, reliable information for the preparation of the City of Cibolo's financial statements in conformity with GAAP. Because the cost of internal controls should not outweigh their benefits, the City of Cibolo comprehensive framework of internal controls has been designed to provide reasonable rather than absolute assurance that the financial statements will be free from material misstatement. As management, we assert that, to the best of our knowledge and belief, this financial report is complete and reliable in all material respects.

The City of Cibolo's financial statements have been audited by Armstrong, Vaughan & Associates P.C., a firm of licensed certified public accountants. The goal of the independent audit was to provide reasonable assurance that the financial statements of the City of Cibolo, for the fiscal year ended September 30, 2017, are free of material misstatement. The independent audit involved examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements; assessing the accounting principles used and significant estimates made by management; and evaluating the overall financial statement presentation. The independent auditor concluded, based upon the audit, that there was a reasonable basis for rendering an unmodified opinion that the City of Cibolo's financial statements for the fiscal year ended September 30, 2017, are fairly presented in conformity with GAAP. The independent auditor's report is presented as the first component of the financial section of this report.

GAAP requires that management provide a narrative introduction, overview, and analysis to accompany the basic financial statements in the form of Management's Discussion and Analysis (MD&A). This letter of transmittal is designed to complement MD&A and should be read in conjunction with it. The City of Cibolo's MD&A can be found immediately following the report of the independent auditors.

Profile of the Government

The City of Cibolo, incorporated in 1965, is located in the central part of Texas, which is considered to be a top growth area in the state, and one of the top growth areas in the country. The City of Cibolo currently occupies a land area of 15.9 square miles and serves an estimated population of 29,861. The City of Cibolo is empowered to levy a property tax on both real and personal properties located within its boundaries. It also is empowered by state statute to extend its corporate limits by annexation, which occurs periodically when deemed appropriate by the governing body.

The City of Cibolo has operated under the council-manager form of government since September 2004. Policymaking and legislative authority are vested in a City Council consisting of the mayor and 7 members. The City Council is responsible for establishing public policy on City matters by the passage of appropriate ordinances and resolutions. The City Manager is responsible for overseeing the day-to-day operations of the government, implementing policy established by City Council, and for appointing the heads of the various departments. Since November 2013, the council is elected by district on a non-partisan basis. Council members serve two-year staggered terms. The mayor is elected at large, to serve a two-year term.

The City of Cibolo provides a full range of services, including police and fire protection, the construction and maintenance of streets and drainage ways, parks maintenance, water and sewer services and animal services.

The annual budget serves as the foundation for the City of Cibolo's financial planning and control. All departments of the City of Cibolo are required to submit requests for appropriation to the City Manager by June of each year. The City Manager uses these requests as the starting point for developing a proposed budget. The City Manager then presents this proposed budget to the council for review prior to August 15th. The council then holds public hearings and community meetings on the proposed budget and to adopt a final budget by no later than September 30th, the close of the City of Cibolo's fiscal year. The appropriated budget is prepared by each department (e.g. police). The City Council may authorize budget amendments as necessary during the year when unforeseen events occur. Budget to actual comparisons are provided in this report for each individual governmental fund for which an appropriated annual budget has been adopted. For the general fund, this comparison is presented on pages 59-61 as part of the required supplementary information.

Factors Affecting Financial Condition

The information presented in the financial statements is perhaps best understood when it is considered from the broader perspective of the specific environment within which the City of Cibolo operates.

Local economy. The City of Cibolo is one of the fastest growing cities in the State. The strong military presence in the area contributes to our growth and job stability. With the high population growth, the Cibolo economy has become attractive for commercial development and 2017 has seen continued business interest and commercial activity.

Cibolo's first major retail development project, Wal-Mart Super Center opened in January of 2016. This construction spurred a lot of activity in the same general area. Across the street, Wells Fargo, CVS Pharmacy and Cibolo Marketplace, a strip center occupied by several personal service businesses and food service businesses, have now all been open for over two years. A larger shopping center, The Shops at Cibolo Bend, occupied by retail business as well as personal service businesses opened in the last quarter of 2016. And in the same area, several stand alone fast food businesses opened for business in 2017. Development along FM 1103 was stimulated as well, with retail auto parts stores opening in each of the last two fiscal years, as well as an additional fast food option, convenience store and a large retail equipment store.

Along with growth in new retail sectors, Cibolo's downtown area is also experiencing revitalization, with many people drawn to the quaint atmosphere, good food and entertainment being offered in the 'Old Town District'. Additional downtown business is expected in the near future.

The Northern part of the City along IH35 will begin to develop in 2018. Santikos Theatres announced in late 2017, that they are locating a theater and family entertainment center in Cibolo. The entertainment center will include 12 theaters with luxury reclining seating, arcades, sports bar and 16 bowling lanes. The facility will employ approximately 200 people and is expected to open in the Spring of 2019. This 80-acre project will also include the development of family restaurants and retail development and is expected to have a significant impact on Cibolo's economy.

Long-term financial planning and relevant financial policies. The City of Cibolo fund balance policy, amended in fiscal year 2015, sets the City's guidelines for maintaining fund balance levels that contribute to our financial stability and our strong bond rating. It is the City's goal to maintain fund balance between 25% to 35% of expenditures. Historically, the City has been very dependent on property tax revenue and building permits and fees, which comprise 48% and 20% of our revenues respectively. In comparison, sales tax comprises approximately 15%, up from 13% in the prior year, of our general fund revenues. In the near future, with the continued development of retail business, our revenues are expected to be more diversified with the continued growth in sales tax. This should help to maintain our property tax rates as one of the lowest rates in the surrounding area.

Major Initiatives. The City's fiscal year 2018 budget includes funding to add equipment, enhance communication with our citizens and improve downtown infrastructure. Over the next three years, the City will require additional personnel to fulfill and meet prior bond obligations, i.e. a recreation/community center, ball field complex and an additional fire station. Additionally, as the community continues to grow in population and in both our residential and commercial areas, we will see a need for increases in public safety and public works personnel. We strive to find the right balance in our budget to meet these service needs and remain fiscally accountable to the taxpayers.

To address infrastructure challenges related to the substantial growth in our population, the City currently has several roadway improvement projects underway. These projects have been funded by prior authorized bonds and are discussed in greater detail in the MD&A.

Awards and Acknowledgements

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 Cibolo for its comprehensive annual financial report for the fiscal year ended September 30, 2016. 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 that our current comprehensive 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.

In 2016, Cibolo received Gold certification from the Scenic Texas - Scenic City Certification Program. The Scenic City Certification Program provides a proven, highly-regarded tool to Texas cities for assessment, evaluation and recognition of infrastructure standards. Cibolo is one of twenty-six cities in Texas that has achieved Gold recognition. There are five levels of recognition. The fourth level, Gold recognition, requires 80-89% of total possible points. The certification continues for five years.

San Antonio Magazine has mentioned Cibolo as one of the “Best Neighborhoods for Families”. Well-rated public schools, plentiful shopping, suburban atmosphere, affordable housing, with relatively easy commutes are a few of the factors that contributed to the endorsement.

More recently, Cibolo was ranked:

- #17 in the National Council For Home Safety and Security’s “Safest Cities in Texas” for 2018, up from #23 in 2017;
- #9 in Nerdwallet’s “Best Places for Young Families in Texas” for 2017;
- #25 in Elite Personal Finance’s “50 Safest Places in Texas 2017”; and
- #13 in Safewise’s “50 Safest Cities in Texas” for 2017.

The preparation of this report would not have been possible without the efficient and dedicated services of the entire staff of the finance department. We would like to express our appreciation to all members of the department who assisted and contributed to the preparation of this report.

In addition, without the assistance of each and every department head on staff, we would not have the successes we've enjoyed. Credit also must be given to the Mayor and the City Council for their unfailing support of the City Manager and staff.

Respectfully submitted,



Robert T. Herrera
City Manager



Anna Miranda
Finance Director

CITY OF CIBOLO, TEXAS

CITY OFFICIALS

MAYOR

ALLEN DUNN

CITY COUNCIL

JENNIFER SCHULTES

VERLIN (DOUG) GARRETT

BRIAN BYRD

TED GIBBS

JIM RUSSELL

JAY HOGUE

GLENN R. WEBER

CITY MANAGER

ROBERT T. HERRERA

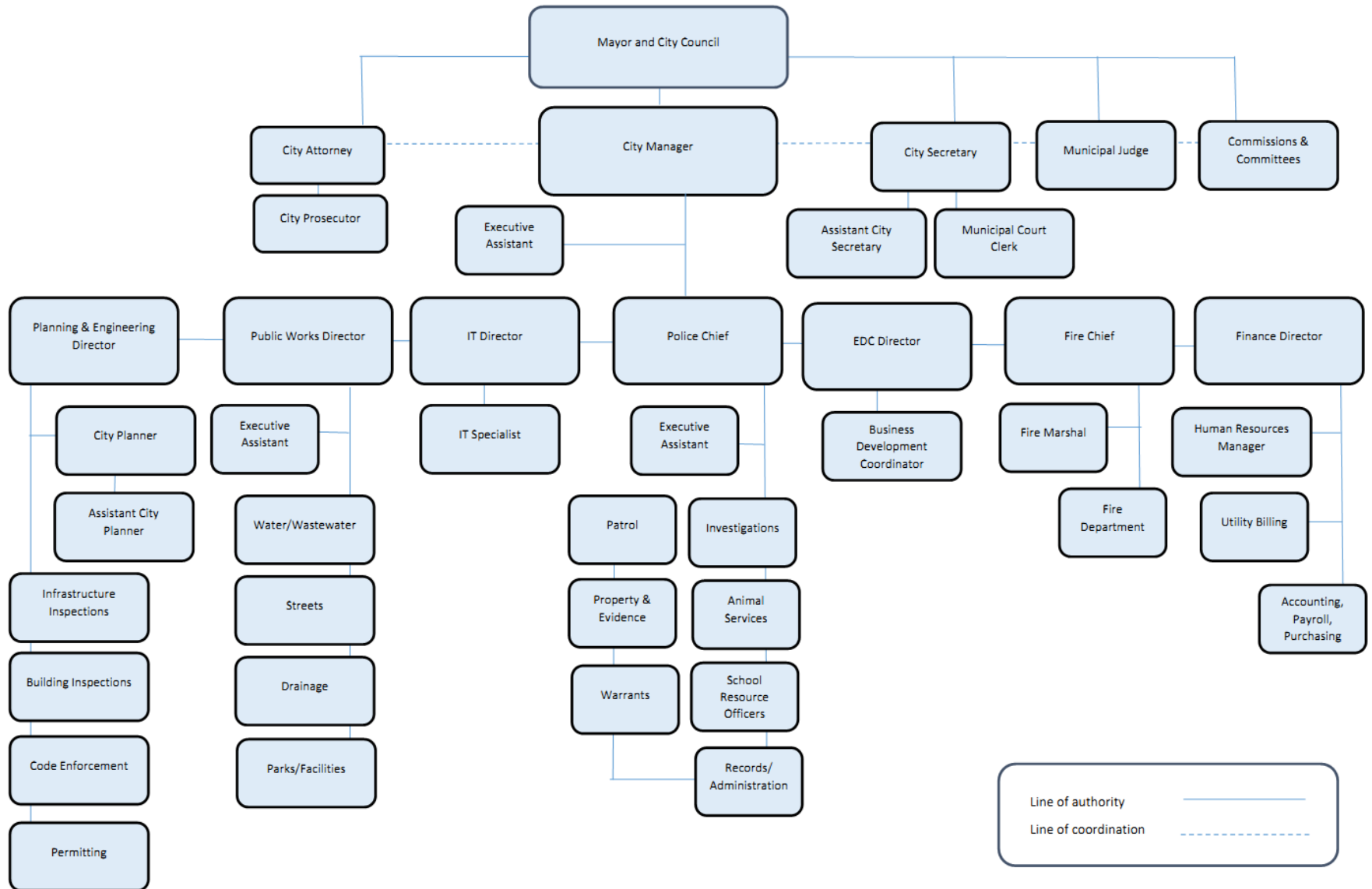
DIRECTOR OF FINANCE

ANNA MIRANDA

CITY ATTORNEY

HABIB H. ERKAN, JR.,
DENTON, NAVARRO, ROCHA, BERNAL, HYDE & ZECH, P.C.

CITY OF CIBOLO, TEXAS
SEPTEMBER 30, 2017
ORGANIZATIONAL CHART





Government Finance Officers Association

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

Presented to

**City of Cibolo
Texas**

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended

September 30, 2016

Christopher P. Morrell

Executive Director/CEO

FINANCIAL SECTION



INDEPENDENT AUDITOR'S REPORT

To the Honorable Mayor and
Members of the City Council
City of Cibolo, Texas

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the business-type activities, discretely presented component unit, each major fund, and the aggregate remaining fund information of City of Cibolo, as of and for the year ended September 30, 2017, and the related notes to the financial statements, which collectively comprise City of Cibolo's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

City of Cibolo's 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, discretely presented component unit, each major fund, and the aggregate remaining fund information of City of Cibolo, as of September 30, 2017, 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.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that management's discussion and analysis, budgetary comparison information, the schedule of changes – net pension liability and related ratios, and the schedule of City contributions, as listed in the table of contents, 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 management's discussion and analysis, the schedule of changes – net pension liability and related ratios, and the schedule of City contributions because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

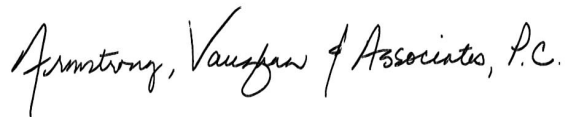
Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise City of Cibolo's basic financial statements. The comparative statements, combining and individual nonmajor fund financial statements, introductory section, and statistical section are presented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

The comparative statements, combining and individual nonmajor fund financial statements 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 comparative statements, combining and individual nonmajor fund financial statements 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 it.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated March 2, 2018 on our consideration of City of Cibolo'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 City of Cibolo's internal control over financial reporting and compliance.

A handwritten signature in cursive script that reads "Armstrong, Vaughan & Associates, P.C.".

Armstrong, Vaughan & Associates, P.C.

March 2, 2018

CITY OF CIBOLO, TEXAS
SEPTEMBER 30, 2017

MANAGEMENTS DISCUSSION AND ANALYSIS

This section of the City of Cibolo's comprehensive annual financial report presents an overview, through management's discussion and analysis (MD&A), of the City's financial activities and performance during the fiscal year ended September 30, 2017. The MD&A should be read in conjunction with the transmittal letter found in the introductory section of this report and the accompanying financial statements and disclosure following this section.

Financial Highlights

Government-Wide statements

- The net position (the amount by which assets exceed liabilities) of the City, excluding component units, was \$56.3 million at September 30, 2017. Of this amount, \$7.5 million (unrestricted net position) may be used to meet the City's ongoing obligations to citizens and creditors.
- The City's net position increased by approximately \$5.9 million in this fiscal year. This is an 11.7% increase over the prior year net position.
- Total net expenses over program revenue of \$5.9 million represents a \$3.2 million increase over prior year.
- Total general revenues and transfers of \$11.8 million were \$1 million more than in the prior year, which is attributable to a \$0.95 million increase in taxes and an increase in investment earnings.

Fund statements

- At the end of the fiscal year, the combined total of the General Fund fund balances was \$5.7 million, of which \$5.3 million is unassigned. This represents 51.6% of the general fund expenditures, down from 61.5% in the prior year, not including capital outlay and lease payments. The fund balance policy is to maintain between 25% and 35% balance in reserves.
- General fund revenues increased by 4.9% to \$10.4 million over the prior fiscal year as a result of a 7.6% increase in general taxes and franchise fees.
- Expenditures in the general fund increased by \$2.1 million to \$11.9 million over the prior fiscal year. This increase is attributable to increases in personnel costs as well as a significant increase in capital outlay expenditures in the current year.
- During the fiscal year, the City issued \$2.0 million in certificates of obligation bonds for roadway improvements and signed a \$675,000 capital lease for a fire truck.
- Water and Sewer Fund operating revenues increased by 6.4% to \$10.3 million in 2017 largely due to an increase in our wastewater rate structure and an increase in solid waste collection fees, both of which were passed through from the contracted service providers.
- Water and Sewer Fund operating expenses increased by 2.4% to \$9.6 million primarily due to increased costs related to contracted wastewater treatment services and solid waste collection services.

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, and 3) notes to the financial statements. This report also contains other supplementary information in addition to the basic financial statements themselves.

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, with the difference between the two reported as net position. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the City of Cibolo is improving or deteriorating.

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 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 (e.g. uncollected taxes and earned but unused vacation leave).

Both of the government-wide financial statements distinguish functions of the City of Cibolo 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 of Cibolo include general government, public safety, streets maintenance, parks and recreation, and community development. The business-type activities of the City of Cibolo include a water and sewer department and drainage utility district.

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 of Cibolo, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. The funds of the City of Cibolo can be divided into two categories: governmental and proprietary.

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 is useful in evaluating a government's near-term financing requirements.

Because the focus of governmental funds is narrower than that of the 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 of Cibolo maintains fifteen (15) individual governmental funds. 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, the Capital Projects Fund, and the Debt Service Fund, all of which are considered to be major funds. Data from the other twelve governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these non-major governmental funds is provided in the form of combining statements elsewhere in this report.

Proprietary funds. The City of Cibolo maintains one type of proprietary fund. Enterprise funds are used to report the same functions presented as business-type activities in the government-wide financial statements. The City of Cibolo uses enterprise funds to account for its water and sewer utility and other non-major proprietary funds of the City.

Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail. The proprietary fund financial statements provide separate information for the water and sewer utility which is considered to be a major fund of the City of Cibolo. Individual fund data for each of the non-major proprietary funds is provided in the form of combining statements elsewhere in this report.

Notes to the financial statements. The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements.

Other information. In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information concerning the City's General Fund budgetary schedule. The City of Cibolo adopts an annual appropriated budget for its General Fund. A budgetary comparison schedule has been provided for the General Fund to demonstrate compliance with this budget. The Economic Development Corporation also adopts an annual budget, and a comparison schedule for it also is provided in the required supplementary information.

The combining statements referred to earlier in connection with non-major governmental funds and non-major proprietary funds are presented immediately following the required supplementary information.

Government-wide Financial Analysis

As noted earlier, net position may serve over time as a useful indicator of a government's financial position. In the case of the City of Cibolo, assets exceeded liabilities by \$56.3 million at the close of the most recent fiscal year.

The largest portion of the City's total net position (73.6% or \$41.4 million) reflects its net investment in capital assets (e.g., land, buildings, machinery, and equipment) less any related debt used to acquire those assets that are still outstanding, plus bond proceeds that have not yet been spent. The City of Cibolo uses these capital assets to provide services to citizens; consequently, these assets are not available for operational type of 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 used to liquidate these liabilities.

An additional portion of the City's total net position (13.1% or \$7.4 million) represents resources that are subject to external restrictions on how they may be used. The remaining balance of unrestricted net position, \$7.5 million, may be used to meet the government's ongoing obligations to citizens and creditors.

At the end of the current fiscal year, the City of Cibolo is able to report positive balances in all three categories of net position, both for the government as a whole, as well as for its separate governmental and business-type activities. The same situation held true for the prior fiscal year.

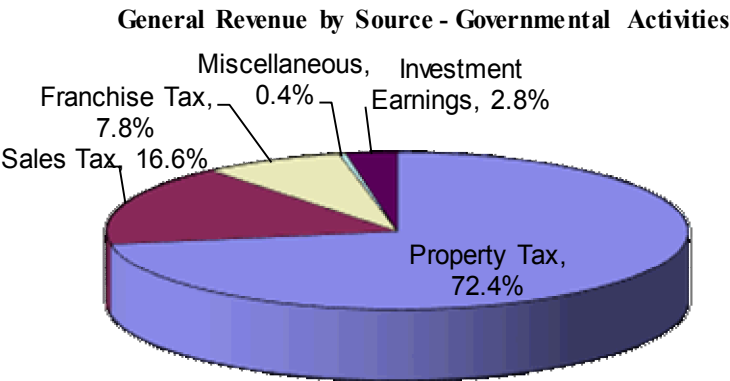
The following table reflects the Net Position of the governmental and business-type activities:

	Governmental Activities		Business-Type Activities		Total	
	2017	2016	2017	2016	2017	2016
Assets:						
Current and Other Assets	\$ 30,087,006	\$ 34,913,505	\$ 13,069,540	\$ 15,768,222	\$ 43,156,546	\$ 50,681,727
Capital Assets	43,471,430	32,270,285	28,850,201	24,428,983	72,321,631	56,699,268
Total Assets	<u>73,558,436</u>	<u>67,183,790</u>	<u>41,919,741</u>	<u>40,197,205</u>	<u>115,478,177</u>	<u>107,380,995</u>
Deferred Outflows	<u>1,079,780</u>	<u>1,071,676</u>	<u>195,274</u>	<u>196,068</u>	<u>1,275,054</u>	<u>1,267,744</u>
Liabilities:						
Current Liabilities	6,475,703	3,678,430	2,874,519	2,990,766	9,350,221	6,669,196
Long-Term Liabilities	41,779,064	41,566,807	9,348,317	10,054,200	51,127,382	51,621,007
Total Liabilities	<u>48,254,767</u>	<u>45,245,237</u>	<u>12,222,836</u>	<u>13,044,966</u>	<u>60,477,603</u>	<u>58,290,203</u>
Deferred Inflows	<u>-</u>	<u>17,958</u>	<u>-</u>	<u>2,924</u>	<u>-</u>	<u>20,882</u>
Net Position:						
Net Investment in Capital Assets	18,302,317	14,017,679	23,108,516	20,765,497	41,410,833	34,783,176
Restricted	3,103,980	3,094,888	4,285,030	3,894,311	7,389,010	6,989,199
Unrestricted	4,977,152	5,879,704	2,498,633	2,685,575	7,475,785	8,565,279
Total Net Position	<u>\$ 26,383,449</u>	<u>\$ 22,992,271</u>	<u>\$ 29,892,179</u>	<u>\$ 27,345,383</u>	<u>\$ 56,275,628</u>	<u>\$ 50,337,654</u>

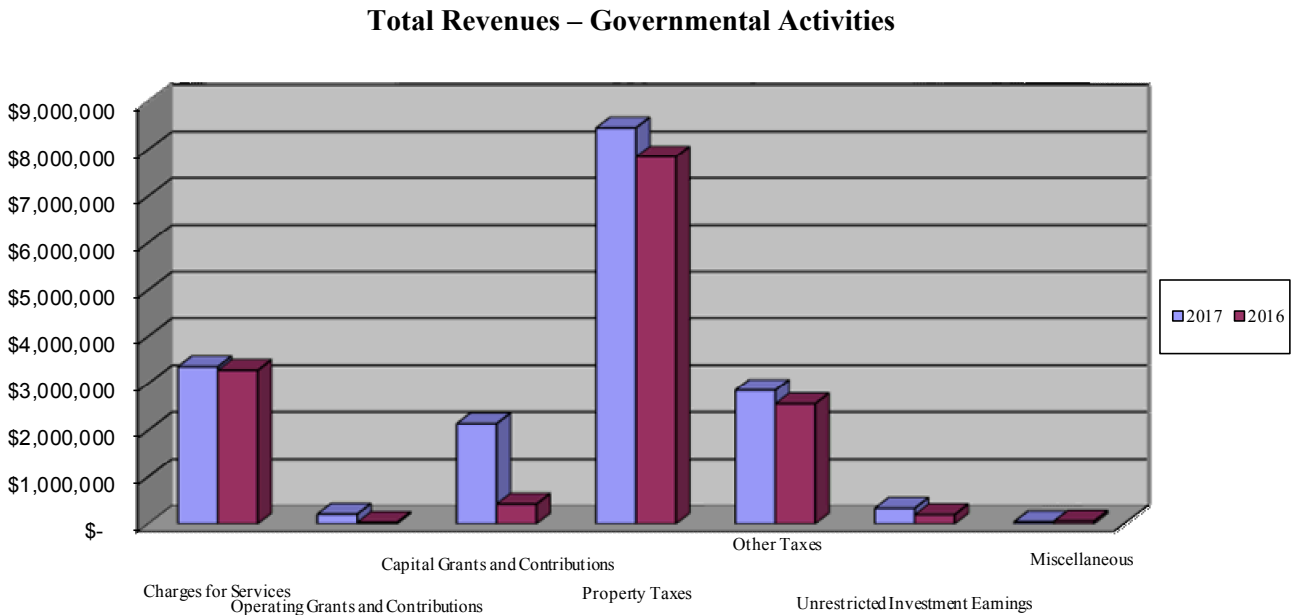
The government's net position increased by \$5.9 million during the current fiscal year. 38.9% of this increase represents capital contributions from developers. The following table indicates changes in net position for governmental and business-type activities:

	Governmental Activities		Business-Type Activities		Total	
	2017	2016	2017	2016	2017	2016
Revenues:						
Program Revenues:						
Charges for Services	\$ 3,359,545	\$ 3,285,076	\$ 12,129,146	\$ 11,161,668	\$ 15,488,691	\$ 14,446,744
Operating Contributions	207,115	32,002	-	-	207,115	32,002
Capital Contributions	2,137,311	421,121	622,688	276,509	2,759,999	697,630
General Revenues						
Property Taxes	8,466,785	7,841,537	-	-	8,466,785	7,841,537
Other Taxes	2,854,075	2,560,722	-	-	2,854,075	2,560,722
Investment Earnings	331,713	196,395	108,136	95,434	439,849	291,829
Miscellaneous	45,747	59,804	9,199	8,605	54,946	68,409
Total Revenues	<u>17,402,291</u>	<u>14,396,657</u>	<u>12,869,169</u>	<u>11,542,216</u>	<u>30,271,460</u>	<u>25,938,873</u>
Expenses:						
General Government	1,322,866	1,151,136	-	-	1,322,866	1,151,136
Public Safety	4,086,482	3,742,330	-	-	4,086,482	3,742,330
Community Development	881,121	984,944	-	-	881,121	984,944
Public Works	2,432,913	2,292,490	-	-	2,432,913	2,292,490
Parks and Recreation	774,753	736,130	-	-	774,753	736,130
Animal Control	221,364	175,037	-	-	221,364	175,037
Fire	2,168,397	1,983,541	-	-	2,168,397	1,983,541
Finance	390,026	365,319	-	-	390,026	365,319
Information Technology	245,202	216,050	-	-	245,202	216,050
Water & Sewer	-	-	9,893,261	9,685,121	9,893,261	9,685,121
Drainage	-	-	466,265	503,933	466,265	503,933
Interest and Other Fees	1,450,836	1,399,334	-	-	1,450,836	1,399,334
Total Expenses	<u>13,973,960</u>	<u>13,046,311</u>	<u>10,359,526</u>	<u>10,189,054</u>	<u>24,333,486</u>	<u>23,235,365</u>
INCREASE IN NET POSITION BEFORE TRANSFERS	<u>3,428,331</u>	<u>1,350,346</u>	<u>2,509,643</u>	<u>1,353,162</u>	<u>5,937,974</u>	<u>2,703,508</u>
Transfers	<u>(37,153)</u>	<u>(32,096)</u>	<u>37,153</u>	<u>32,096</u>	<u>-</u>	<u>-</u>
CHANGE IN NET POSITION	<u>3,391,178</u>	<u>1,318,250</u>	<u>2,546,796</u>	<u>1,385,258</u>	<u>5,937,974</u>	<u>2,703,508</u>
BEGINNING NET POSITION	<u>22,992,271</u>	<u>21,674,021</u>	<u>27,345,383</u>	<u>25,960,125</u>	<u>50,337,654</u>	<u>47,634,146</u>
ENDING NET POSITION	<u>\$ 26,383,449</u>	<u>\$ 22,992,271</u>	<u>\$ 29,892,179</u>	<u>\$ 27,345,383</u>	<u>\$ 56,275,628</u>	<u>\$ 50,337,654</u>

Governmental Activities Governmental activities accounted for 57.1% of the growth in the net position of the City of Cibolo. As illustrated in the graphs below, property taxes is our largest source of revenue and increased by approximately 8.0% from the prior year. The growth in property taxes is a result of a 6.3% increase in our taxable property values (after freeze adjustment). We expect that this growth in our values will continue at an increased level, with recent growth in our commercial sector as well as continued growth in residential properties.

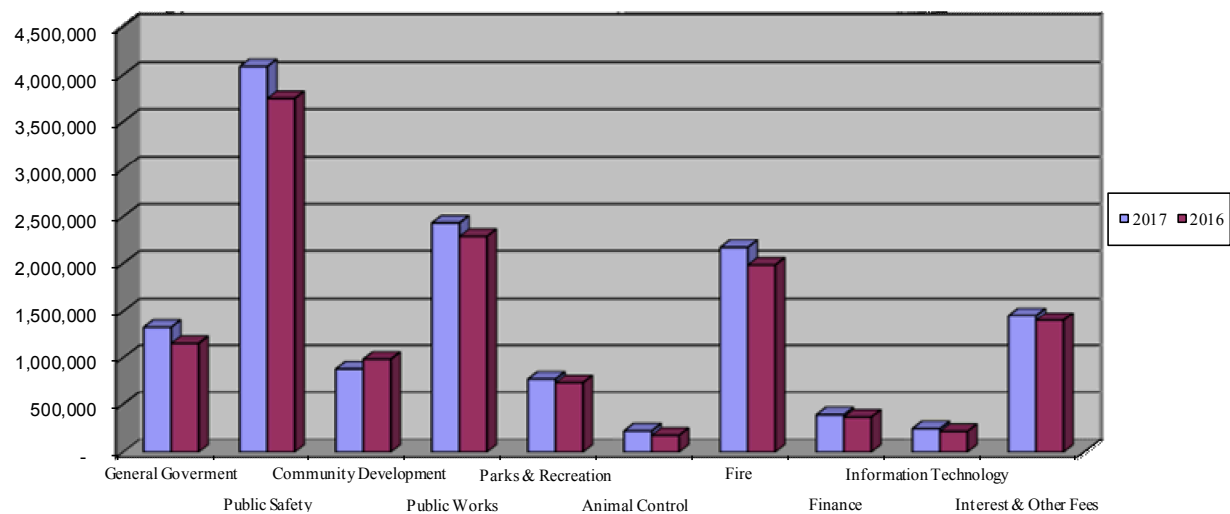


Our second largest revenue source as illustrated in the graph below is charges for services which are made up of impact fees, construction related permits and fees, intergovernmental revenue, municipal court fines and other fees. We expect other taxes, made up of sales taxes and franchise fees to grow considerably in the next several years to become the second largest source of revenue. Capital grants and contributions, although not as significant, experienced a 407.5% increase over the prior year and makes up 63% of the increase in net position of governmental activities.



Expenses in governmental activities increased by 7.1%. Public Safety, Public Works and Fire comprise our largest cost centers as illustrated in the graph below. Of the top three, both Public Safety and Fire grew by 9.2% and 9.3% respectively as a result of an increase in personnel and capital replacement. Interest and other fees increased by 3.6% due to an additional bond issuance.

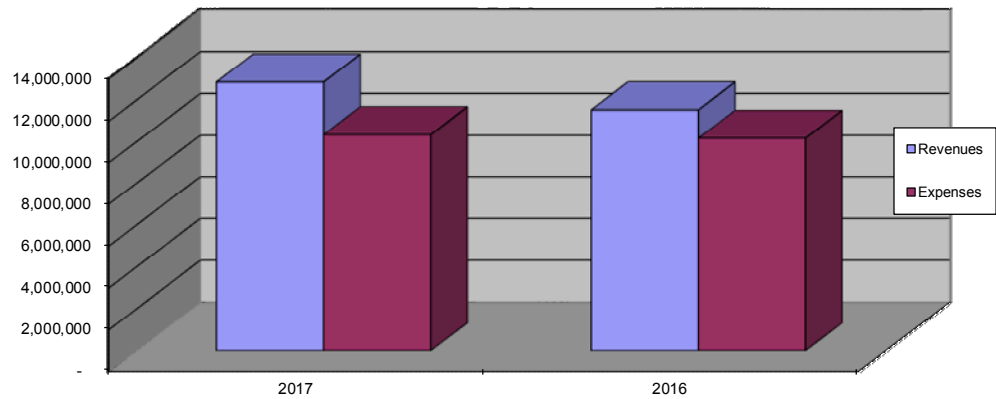
Total Expenses – Governmental Activities



Business-Type Activities

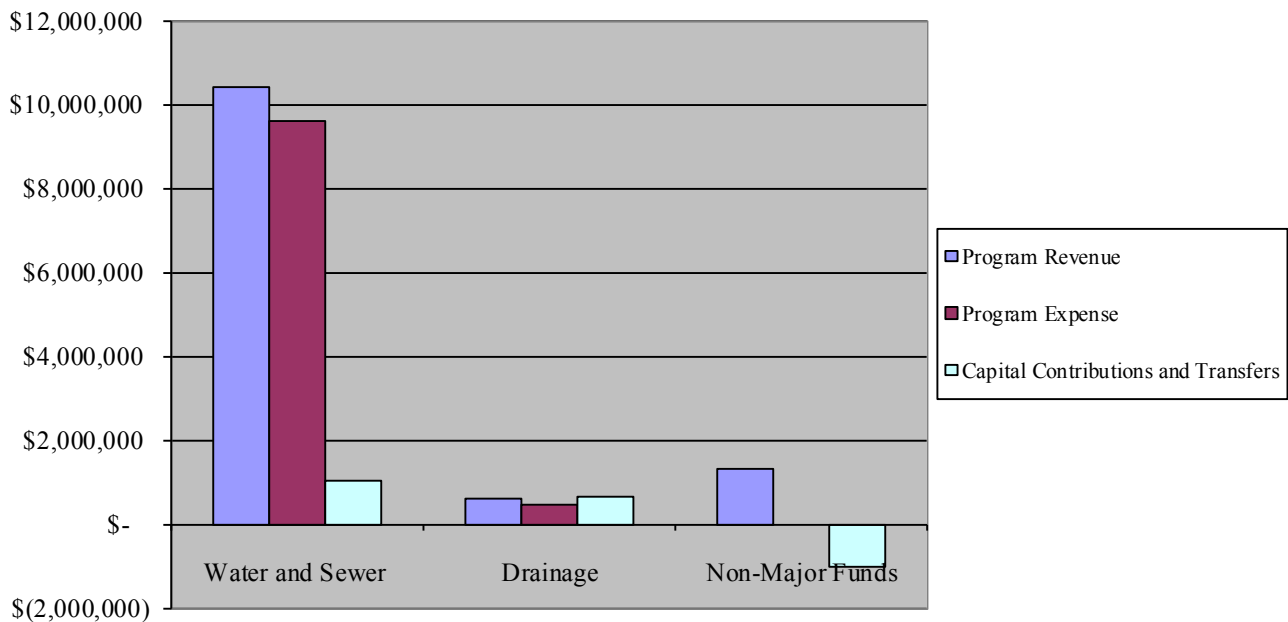
Business-type activities accounted for 42.9% of the growth in the net position of the City of Cibolo. Of this increase, 24.4% is the result of capital contributions from developers, 12% is transfers from governmental activities related to utility infrastructure funded by general obligation bonds and 4.3% is from earnings on the City’s investments. Charges for services increased by 8.7% from the prior year due in part to an increase in our wastewater rate schedule and solid waste collection rate schedule, as well as continued residential and commercial account growth. The 1.7% increase in business-type activities program expenses is related to increases in service contracts.

Revenues and Expenses – Business-Type Activities



Of business-type activities, water and sewer utility is the City's largest activity comprising 95.3% of total program revenues as illustrated by the graph below.

Revenue and Expense – by Activity



Financial Analysis of the Government's Funds

As noted earlier, the City of Cibolo 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 spendable resources. 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.

As of the end of the fiscal year, the City's governmental funds reported combined ending fund balances of \$26.5 million. Of this total amount, \$5.3 million constitutes unassigned fund balance, which is available for spending at the government's discretion. The remainder of fund balance is non-spendable, restricted, committed or assigned to indicate that it is not available for new spending because it has already been committed to pay debt service, for capital improvement projects, and other assigned purposes.

The General Fund is the chief operating fund of the City of Cibolo. At the end of the fiscal year, unassigned fund balance of the General Fund was \$5.3 million, while total fund balance was \$5.7 million, a decrease of \$0.4 million from the prior year; although, the City's fiscal year 2016-2017 amended budget called for a drawdown of fund balance of approximately \$1.1 million. The decrease in fund balance is attributable to a 306.7% increase in capital outlay costs. As a measure of the General Fund's liquidity, it may be useful to compare both unassigned fund balance and total fund balance to total fund expenditures. Unassigned fund balance represents 50.4% of total General Fund expenditures, not including capital and capital related debt service. Unassigned fund balance in excess of our policy's 35% threshold may be used for one-time capital expenditures.

The Debt Service Fund has a total fund balance of approximately \$0.42 million, all of which is restricted for the payment of debt service. The net increase in fund balance during the fiscal year in the Debt Service Fund was \$11 thousand. The City is maintaining approximately 11.5% of annual principal and interest costs in the Debt Service Fund balance.

The Capital Projects Fund has a total fund balance of \$17.7 million, a decrease of \$6.9 million. A significant amount of bond funds were drawn down in the current year. This was offset by issuance of new certificates of obligation debt of \$2.0 million in fiscal year 2017 to fund a portion of the ballfield project and community center project.

Proprietary funds. The City's proprietary funds provide the same type of information found in the government-wide financial statements, but in more detail. Unrestricted net position of the Water and Sewer Fund at the end of the year amounted to \$2.1 million which is a decrease of \$0.3 million over the prior year largely due to an increase in cost of operations in fiscal year 2017.

General Fund Budgetary Highlights

The City and its Councilmembers amended the 2017 fiscal year budget to decrease revenues by \$173,808, related to decreased sales tax collections and decreased construction activity; and decrease expenditures by \$33,069 largely due to salary savings from vacancies throughout the year. General Fund expenditures were \$567,521 less than the \$12.5 million final budget. This was largely due to capital purchases that were initiated but not fulfilled by year end, additional salary savings, and lower than expected professional services. Revenues were \$137,532 (1.3%) more than final budgeted largely due to larger than expected tax collections near year-end. Other financing sources were \$1,668 more than final budget due to an increase in transfers from utility funds from projected. Overall, the fund balance only decreased by \$0.4 million rather than the budgeted decrease of \$1.1 million.

CAPITAL ASSET AND DEBT ADMINISTRATION

Capital assets. The City's investment in capital assets for its governmental and business-type activities as of September 30, 2017, amounts to \$72.3 million (net of accumulated depreciation). This is a net increase of approximately \$15.6 million over the prior year. Overall increases in capital, before depreciation, amounted to \$18.4 million, of which 12.6% or \$2.3 million was contributed by developers and philanthropists. The City has several projects in progress from voter approved bonds, which is covered in more detail in the "bond program" section of the MD&A. Additions from bond funds during the year amounted to \$12.4 million. The City also utilizes impact fees and park fees to fund capital. Additions from these impact fee funds during the year amounted to \$2 million. Capital additions from the governmental funds and proprietary funds amounted to \$1.7 million. Additional information on the City's capital assets can be found in Note 7 to the basic financial statements.

	Governmental Activities		Business-Type Activities		Total	
	2017	2016	2017	2016	2017	2016
Land	\$ 3,473,273	\$ 2,355,654	\$ 1,396,208	\$ 1,396,208	\$ 4,869,481	\$ 3,751,862
Water Rights	-	-	475,000	475,000	475,000	475,000
Buildings and Improvements	39,165,864	38,348,171	-	-	39,165,864	38,348,171
Utility Systems	-	-	25,130,615	21,503,867	25,130,615	21,503,867
Transportation and Equipment	4,619,710	4,068,887	1,549,990	1,427,397	6,169,700	5,496,284
Construction in Progress	11,978,806	1,146,849	5,805,577	4,511,238	17,784,383	5,658,087
Accumulated Depreciation	(15,766,223)	(13,649,276)	(5,507,189)	(4,884,727)	(21,273,412)	(18,534,003)
TOTALS	<u>\$ 43,471,430</u>	<u>\$ 32,270,285</u>	<u>\$ 28,850,201</u>	<u>\$ 24,428,983</u>	<u>\$ 72,321,631</u>	<u>\$ 56,699,268</u>

Long-Term Debt. At the end of the fiscal year, the City of Cibolo had total long-term debt outstanding of \$50.7 million. Of this amount, \$40.2 million comprises debt backed by the full faith and credit of the government. The remainder of the City's debt represents bonds secured solely by specified revenue sources (i.e., revenue bonds). During the fiscal year, the City issued \$2.0 million in certificates of obligation bonds for roadway improvements. The related principal and interest payment for the bonds are from an annual ad valorem tax levied against all taxable property within the City. Additional information on the City's long-term debt can be found in Note 9 to the basic financial statements.

	Governmental Activities		Business-Type Activities		Total	
	2017	2016	2017	2016	2017	2016
General Obligation Bonds	\$38,505,000	\$40,510,000	\$ 1,670,000	\$ 1,805,000	\$40,175,000	\$42,315,000
Certificates of Obligation	2,000,000	100,000	-	-	2,000,000	100,000
Revenue Bonds	-	-	7,600,000	8,075,000	7,600,000	8,075,000
Capital Leases	809,671	212,092	73,772	172,708	883,443	384,800
TOTALS	\$41,314,671	\$40,822,092	\$ 9,343,772	\$10,052,708	\$50,658,443	\$50,874,800

Bond Program. In November 2008, Cibolo voters approved five (5) bond propositions and authorized the issuance of approximately \$27.9 million in bonds to fund roadway improvements, drainage improvements, construction of public safety facilities, and construction of recreation and community facilities. The timing of projects called for issuance of general obligation bonds in 2009, 2011 and 2013. The first phase of projects, which included roadway improvements and the construction of public safety facilities, was funded in 2009 and completed in 2011. The second phase of projects, funded in 2011, includes drainage improvements to the Town Creek watershed and park land acquisition for the construction of ball fields. Construction of the ball fields was substantially complete by September 31, 2017. Construction of the drainage improvements is expected to commence in mid 2018. The final phase of projects, funded in 2013, includes additional funding for the drainage improvements within Town Creek and construction of a community center. Additional funding for the community center project has been obtained through a public private partnership with the YMCA, with construction expected to begin in mid 2018.

In April 2014, the City issued \$2.875 million in general obligation bonds that were authorized by the voters in November 2013 for sidewalk improvements along Borgfeld Road and intersection improvements at Main and F.M. 1103 to aid in traffic flow and pedestrian safety and for Fire Station #1 improvements. The intersection improvement project has been designed and construction is expected to begin in mid 2018. Construction of Fire Station #1 improvements was substantially complete at year end.

In November 2014, the voters approved three (3) bond propositions and authorized the issuance of \$13.5 million in general obligation bonds to be issued bi-annually over the next five years. The first tranche of bonds were issued in July 2015 for \$4 million in construction funds to fund 1) the first phase of the F.M. 1103 roadway improvement project which is acquisition of right-of-way by the Texas Department of Transportation (TxDOT), 2) Haeckerville Road improvement project, and 3) the first phase of Fire Station #3 which includes land preparation and design work. Right-of-way acquisition by TxDOT is currently ongoing. However, TxDOT expects the F.M. 1103 project to be delayed until late 2019 due to the extent of required relocation of underground and overhead infrastructure. Construction of Haeckerville Road improvements were substantially complete at year end. The second tranche of bonds for construction of Fire Station #3 is expected to be issued this summer.

In November 2015, the voters authorized issuance of an additional \$3.5 million for a \$4.5 roadway improvement project. SCUCISD and City impact fee funds offset the cost of the improvements. The project consists of widening Borgfeld Road from 2 lanes to 5 lanes (designated turning lane) from Crimson Tree to Dietz Road, adding a traffic signal at the intersection of Dietz and Borgfeld, and enhanced drainage structures and curbs. This reconstruction project was also substantially complete by year end. Installation of traffic signalization is expected by early 2018.

Certificates of Obligation bonds were issued in 2017 to fund the increased costs of construction for the ball field and the community center, both of which were authorized by the voters in 2008. This issuance, which amounts to \$2 million, is being funded in part through a license and management agreement with the Young Men's Christian Association (YMCA) of Greater San Antonio.

Economic Factors and Next Year's Budgets and Rates

Bond Rating. For the City's most recent public sale of bonds in 2016, Standard & Poor's (S&P) Ratings Services assigned its 'AA' rating to the City's series 2016 General Obligation Bonds and affirmed its 'AA' long-term rating and underlying rating (SPUR) on previously rated general obligation (GO) debt, with a stable outlook. The 'AA' rating allows the City to sell bonds at lower interest rates. The affirmation is a testament that the City is on sound economic footing and has implemented plans and policies that will help prepare the City for the future. Standard & Poor's included the following rationale for the bond rating:

- Strong economy with access to a broad and diverse San Antonio-New Braunfels metropolitan statistical area;
- Strong management with good financial policies and practices;
- Very strong budgetary flexibility;
- Adequate budgetary performance;
- Very strong liquidity; and
- Strong institutional framework score.

Local Economy. The City of Cibolo is one of the fastest growing cities in the State. The strong military presence in the area contributes to our growth and job stability. With the high population growth, the Cibolo economy has become attractive for commercial development and 2016 has seen continued business interest and commercial activity.

Cibolo's first major retail development project, Wal-Mart Super Center opened in January of 2016. This construction stimulated activity in the same general area. Across the street, Wells Fargo, CVS Pharmacy and Cibolo Marketplace, a strip center which houses an AT&T Retailer, Little Caesar's and Subway along with other personal service businesses, have now all been open for over two years. The Shops at Cibolo Bend, which houses Petco, Goodwill, Marco's Pizza, Luxx Nail Salon, Orange Leaf, Orange Theory, Sports Clips and GNC, opened in the last quarter of 2016 and are doing well. Also in 2016, along F.M. 1103, Autozone opened a retail store and Sonic Drive-In opened its second location in Cibolo. In 2017, Panda Express, Taco Bell and Zaxby's also opened in the area around Wal-Mart, Tractor Supply, O'Reilly's auto parts retail store, a second Pic n Pac convenience store, McGarrell Orthodontics and Brighter Futures Learning Center, all along F.M. 1103, also opened for business in 2017. New businesses, currently active and expected to be completed in 2018 include Alligator Pediatric Dentistry, Don & Ben's, Bee Clean Car Wash, and T-Mobile. Additionally, Cibolo's first three-story building, a medical office complex, currently under construction, will house general care and specialty practitioners to serve the healthcare needs of Cibolo residents. Numerous real estate developers have various sites under contract at the intersection of F.M. 1103 and Green Valley Road.

Cibolo's downtown area is also experiencing revitalization. Several local businesses have applied for, and received, façade grants from our Economic Development Corporation. Old store fronts were restored to keep the look and feel of the 'Old Town District'. One of the first new businesses downtown, Old Main Street Ice House has now been open for business for over two years and has stimulated evening activity in this area. Advanced Solar and Electric occupies the former 1930's gas station and still includes replicas of the original 1930s-style gas pumps. The Shops at the Mill, in the old downtown lumber mill, opened in mid-2016 with a renovated store front, and houses an art studio, an ice cream parlor and a boutique. Most recently, 1908 House of Wine and Ale renovated a home built in 1908 and created a quaint atmosphere to

enjoy wine, craft beer, artisan cheeses, fruits and desserts. Also downtown, Noble Business Group expanded their office space and created an event center. Future projects downtown include two new sit-down restaurants, Texas Kindling Kitchen and a small sandwich shop.

While our industrial markets are experiencing some downturn in the oil and gas economy, we continue to see growth in our industrial park. We recently added a glass manufacturing company which expanded into the area to meet the demands of the San Antonio Metroplex. In the southern part of the City, off Interstate Highway 10, Envirokleen relocated its offices from San Antonio, bringing commercial opportunities to the far south side of the City.

The Northern part of the City along IH35 will begin to develop in 2018. Santikos Theatres announced in late 2017, that they are locating a theater and family entertainment center in Cibolo. The entertainment center will include 12 theaters with luxury reclining seating, arcades, sports bar and 16 bowling lanes. The facility will employ approximately 200 people and is expected to open in the Spring of 2019. This 80-acre project will also include the development of family restaurants and retail development and is expected to have a significant impact on Cibolo's economy.

Additionally, Cibolo is experiencing growth in multi-family residential construction. A senior living community is currently under construction along Borgfeld Road. Two new complexes are also currently under design. One of these will be constructed south of FM 78, potentially with the Cibolo Public Facility Corporation (PFC) as a partner. This construction project is expected to stimulate retail development along this corridor. The Cibolo PFC was created in October 2017.

Taxable Values. The City's total taxable assessed valuation for fiscal year 2018 was approximately 6.7% higher than the prior year at \$1.99 billion. Residential construction has driven this increase over the last 10 years and continues to remain steady. This year, again saw a significant reduction in industrial value for one of our top ten taxpayers, Sanjel, who filed bankruptcy in 2016. However, the continued expansion of commercial developments in the City, along with the steady residential growth offset that reduction.

Tax Rate. The tax rate adopted by the City Council for fiscal year 2018 remained the same as the prior year at \$0.4474 per \$100 of assessed valuation. This rate was 2.69% over the effective rate of \$0.4357 per \$100 of assessed valuation. Historical values and tax rates are presented in the statistical section of this report.

General Fund. During the current fiscal year, unassigned fund balance in the General Fund increased to \$5.3 million. This represents 51.6% of the General Fund expenditures not including capital outlay. The fund balance policy is to maintain between 25% and 35% balance in reserves. It should be noted that the fiscal year 2018 budget draws down excess fund balance by approximately \$600 thousand to be used for one-time capital expenses and capital financing as authorized by the City's fund balance policy.

Water and Sewer Fund. Unrestricted net position in the Water and Sewer Fund decreased from the prior year to \$2.1 million, which represents a 12% decrease. Working capital also decreased by 7.4% to \$2.2 million which represents approximately 24% of operating expenses of the Water and Sewer Fund. As residential growth continues in our City, the need for the development of additional water resources increases. The additional costs associated with growth has prompted the City to further analyze our rate structure to make necessary adjustments in fiscal year 2018 and beyond.

Requests for Information

This financial report is designed to provide a general overview of the City's finances for all those with an interest in the government's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the Office of the Finance Director, City of Cibolo, 200 S. Main St. Cibolo, TX 78108.



BASIC FINANCIAL STATEMENTS

CITY OF CIBOLO, TEXAS
STATEMENT OF NET POSITION
SEPTEMBER 30, 2017

	Primary Government			Component Unit
	Governmental	Business-Type	Total	Cibolo Economic
	Activities	Activities		Development
				Corporation
ASSETS				
<i>Current Assets:</i>				
Cash and Cash Equivalents	\$ 9,241,054	\$ 3,084,452	\$ 12,325,506	\$ 153,690
Investments	26,058	926,645	952,703	75,000
Receivables (net of allowances)				
Taxes	577,761	-	577,761	75,607
Accounts and Other	113,451	1,387,801	1,501,252	143
Internal Balances	15,041	(15,041)	-	-
Due from Component Unit	21,089	-	21,089	-
Prepaid Expenses	21,868	11,131	32,999	-
Inventories	13,231	52,930	66,161	-
<i>Total Current Assets</i>	<u>10,029,553</u>	<u>5,447,918</u>	<u>15,477,471</u>	<u>304,440</u>
<i>Noncurrent Assets:</i>				
Restricted Assets:				
Cash and Cash Equivalents	19,141,506	5,859,070	25,000,576	-
Investments	915,947	1,759,361	2,675,308	-
Accounts Receivable	-	3,191	3,191	-
Capital Assets:				
Land	3,473,273	1,396,208	4,869,481	-
Water Rights	-	475,000	475,000	-
Buildings	8,627,591	-	8,627,591	-
Improvements Other Than Buildings	30,538,273	-	30,538,273	-
Utility Systems	-	25,130,615	25,130,615	-
Equipment and Vehicles	4,619,710	1,549,990	6,169,700	-
Construction in Progress	11,978,806	5,805,577	17,784,383	-
Accumulated Depreciation	(15,766,223)	(5,507,189)	(21,273,412)	-
<i>Total Noncurrent Assets</i>	<u>63,528,883</u>	<u>36,471,823</u>	<u>100,000,706</u>	<u>-</u>
TOTAL ASSETS	<u>73,558,436</u>	<u>41,919,741</u>	<u>115,478,177</u>	<u>304,440</u>
DEFERRED OUTFLOWS OF RESOURCES				
Loss on Debt Refunding	213,336	54,486	267,822	-
Pension Related Deferred Outflows	866,444	140,788	1,007,232	-
TOTAL DEFERRED OUTFLOWS				
OF RESOURCES	<u>\$ 1,079,780</u>	<u>\$ 195,274</u>	<u>\$ 1,275,054</u>	<u>\$ -</u>

See accompanying notes to basic financial statements.

CITY OF CIBOLO, TEXAS
STATEMENT OF NET POSITION (CONTINUED)
SEPTEMBER 30, 2017

	Primary Government			Component Unit
	Governmental	Business-Type		Cibolo Economic
	Activities	Activities	Total	Development
				Corporation
LIABILITIES				
<i>Current Liabilities:</i>				
Accounts Payable	\$ 3,017,447	\$ 1,683,270	\$ 4,700,717	\$ 8,569
Accrued Liabilities	398,308	24,359	422,667	3,663
Due to Primary Government	-	-	-	21,089
Unearned Revenue	48,216	-	48,216	-
Accrued Interest Payable	288,716	52,341	341,057	-
Customer Deposits	-	369,914	369,914	-
Compensated Absences	101,539	7,085	108,623	3,423
Current Portion of Long-Term Debt	2,621,477	737,550	3,359,027	-
<i>Total Current Liabilities</i>	<u>6,475,703</u>	<u>2,874,519</u>	<u>9,350,221</u>	<u>36,744</u>
<i>Noncurrent Liabilities:</i>				
Compensated Absences	406,155	28,338	434,494	13,693
Long-Term Debt	39,763,969	9,058,968	48,822,937	-
Net Pension Liability	1,608,940	261,011	1,869,951	-
<i>Total Noncurrent Liabilities</i>	<u>41,779,064</u>	<u>9,348,317</u>	<u>51,127,382</u>	<u>13,693</u>
TOTAL LIABILITIES	<u>48,254,767</u>	<u>12,222,836</u>	<u>60,477,603</u>	<u>50,437</u>
NET POSITION				
Net Investment In Capital Assets	18,302,317	23,108,516	41,410,833	-
Restricted For:				
Debt Service	164,773	713,212	877,985	-
Impact Fees	1,105,379	3,571,818	4,677,197	-
Capital Improvement	1,406,680	-	1,406,680	-
PEG Capital Fees	283,278	-	283,278	-
Police and Municipal Court	137,470	-	137,470	-
Economic Development	-	-	-	254,003
Other Purposes	6,400	-	6,400	-
Unrestricted	4,977,152	2,498,633	7,475,785	-
TOTAL NET POSITION	<u>\$ 26,383,449</u>	<u>\$ 29,892,179</u>	<u>\$ 56,275,628</u>	<u>\$ 254,003</u>

See accompanying notes to basic financial statements.

CITY OF CIBOLO, TEXAS
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED SEPTEMBER 30, 2017

Functions and Programs	Expenses	Program Revenues		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions
Primary Government:				
Governmental Activities:				
General Government	\$ 1,322,866	\$ -	\$ -	\$ -
Law Enforcement and Municipal Court	4,086,482	507,047	120,918	-
Community Development	881,121	2,168,698	-	-
Public Works	2,432,913	309,720	66,667	1,687,311
Parks and Recreation	774,753	319,434	19,530	450,000
Animal Control	221,364	25,415	-	-
Fire	2,168,397	29,231	-	-
Finance	390,026	-	-	-
Information Technology	245,202	-	-	-
Interest and Fees	1,450,836	-	-	-
Total Governmental Activities	13,973,960	3,359,545	207,115	2,137,311
Business-Type Activities				
Water & Sewer	9,893,261	11,368,119	-	242,829
Drainage	466,265	761,027	-	379,859
Total Business-Type Activities	10,359,526	12,129,146	-	622,688
Total Primary Government	\$ 24,333,486	\$ 15,488,691	\$ 207,115	\$ 2,759,999
Component Unit:				
Cibolo Economic Development Corporation	\$ 463,585	\$ -	\$ 119,560	\$ -
General Revenues:				
Taxes:				
Ad Valorem				
Sales				
Franchise Fees				
Investment Earnings				
Gain on Sale of Assets				
Miscellaneous				
Total General Revenues				
Transfers				
Change in Net Position				
Net Position at Beginning of Year				
Net Position at End of Year				

See accompanying notes to basic financial statements.

Net (Expense) Revenue and Changes in Net Position			
Primary Government			Component Unit
Governmental Activities	Business-Type Activities	Total	Cibolo Economic Development Corporation
\$ (1,322,866)		\$ (1,322,866)	\$ -
(3,458,517)		(3,458,517)	-
1,287,577		1,287,577	-
(369,215)		(369,215)	-
14,211		14,211	-
(195,949)		(195,949)	-
(2,139,166)		(2,139,166)	-
(390,026)		(390,026)	-
(245,202)		(245,202)	-
(1,450,836)		(1,450,836)	-
(8,269,989)		(8,269,989)	-
	\$ 1,717,687	1,717,687	-
	674,621	674,621	-
	2,392,308	2,392,308	-
(8,269,989)	2,392,308	(5,877,681)	-
-	-	-	(344,025)
8,466,785	-	8,466,785	-
1,941,632	-	1,941,632	383,210
912,443	-	912,443	-
331,713	108,136	439,849	1,609
3,903	3,853	7,756	-
41,844	5,346	47,190	5,000
11,698,320	117,335	11,815,655	389,819
(37,153)	37,153	-	-
3,391,178	2,546,796	5,937,974	45,794
22,992,271	27,345,383	50,337,654	208,209
\$ 26,383,449	\$ 29,892,179	\$ 56,275,628	\$ 254,003

CITY OF CIBOLO, TEXAS
BALANCE SHEET – GOVERNMENTAL FUNDS
SEPTEMBER 30, 2017

	General Fund	Capital Projects Fund	Debt Service
ASSETS			
Cash and Cash Equivalents	\$ 6,349,631	\$ -	\$ -
Investments	26,058	-	-
Receivables (net of allowances)			
Taxes and Franchise Fees	468,922	-	33,232
Accounts and Other	67,896	45,000	-
Due from Other Funds	113,739	146,455	-
Due from Component Unit	2,014	-	19,075
Inventory	13,231	-	-
Prepaid Items	20,448	-	-
Restricted Assets:			
Cash and Cash Equivalents	-	18,719,172	422,334
Investments	-	916,228	274
TOTAL ASSETS	<u>\$ 7,061,939</u>	<u>\$ 19,826,855</u>	<u>\$ 474,915</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES			
<i>Liabilities:</i>			
Accounts Payable	\$ 754,789	\$ 2,025,528	\$ -
Accrued Interest Payable	-	-	21,426
Accrued Salaries and Benefits	398,719	-	-
Due to Other Funds	79,650	73,031	-
Unearned Revenues	39,696	-	-
<i>Total Liabilities</i>	<u>1,272,854</u>	<u>2,098,559</u>	<u>21,426</u>
<i>Deferred Inflows of Resources:</i>			
Unavailable Revenues	<u>50,532</u>	<u>-</u>	<u>33,603</u>
<i>Fund Balances:</i>			
Nonspendable:			
Inventory	13,231	-	-
Prepaid Items	20,448	-	-
Restricted for:			
Impact Fees	-	-	-
Capital Improvement	-	-	-
PEG Capital Fees	283,278	-	-
Capital Projects	-	17,728,296	-
Debt Service	-	-	419,886
Street Maintenance	100,000	-	-
Tree Project	1,400	-	-
Police Special	-	-	-
Court Special	-	-	-
Youth Council	5,000	-	-
Committed for Capital Replacement	-	-	-
Unassigned	5,315,196	-	-
<i>Total Fund Balances</i>	<u>5,738,553</u>	<u>17,728,296</u>	<u>419,886</u>
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES	<u>\$ 7,061,939</u>	<u>\$ 19,826,855</u>	<u>\$ 474,915</u>

See accompanying notes to basic financial statements.

Nonmajor Governmental Funds	Total Governmental Funds
\$ 2,891,423	\$ 9,241,054
-	26,058
75,607	577,761
-	112,896
23,700	283,894
-	21,089
-	13,231
1,420	21,868
-	19,141,506
-	916,502
<u>\$ 2,992,150</u>	<u>\$ 30,355,859</u>

\$ 236,719	\$ 3,017,036
-	21,426
-	398,719
116,172	268,853
8,520	48,216
<u>361,411</u>	<u>3,754,250</u>

<u>-</u>	<u>84,135</u>
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-	13,231
1,420	21,868
-	
1,105,379	1,105,379
568,422	568,422
-	283,278
-	17,728,296
-	419,886
738,258	838,258
-	1,400
101,638	101,638
35,832	35,832
-	5,000
82,859	82,859
(3,069)	5,312,127
<u>2,630,739</u>	<u>26,517,474</u>
<u>\$ 2,992,150</u>	<u>\$ 30,355,859</u>



CITY OF CIBOLO, TEXAS
RECONCILIATION OF BALANCE SHEET
SEPTEMBER 30, 2017

TOTAL FUND BALANCE - TOTAL GOVERNMENTAL FUNDS	\$ 26,517,474
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Amounts reported for governmental activities in the Statement of Net Position are different because:

Capital Assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.	43,471,430
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Net pension liabilities (and related deferred outflows and inflows of resources) do not consume current financial resources and are not reported in the funds:

Net Pension Liability	(1,608,940)	
Pension Related Deferred Outflows	866,444	(742,496)

Other long-term assets are not available to pay for current-period expenditures and, therefore, are not recognized as revenue in the funds.	84,135
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Long-term liabilities, including bonds payable and capital leases, are not due and payable in the current period and therefore, not reported in the funds:

Bonds Payable	(40,505,000)	
Unamortized Premiums, Discounts, Losses on Refundings	(857,439)	
Capital Lease Payable	(809,671)	
Accrued Interest Payable	(267,290)	
Compensated Absences	(507,694)	(42,947,094)

TOTAL NET POSITION - GOVERNMENTAL ACTIVITIES	\$ 26,383,449
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CITY OF CIBOLO, TEXAS
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES –
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2017

	General Fund	Capital Projects Fund	Debt Service Fund
REVENUES			
Taxes	\$ 7,486,853	\$ -	\$ 3,439,493
Permits and Fees	2,107,883	-	-
Service Fees	320,461	450,000	-
Fines and Fees	215,444	-	-
Park Revenue	37,667	-	-
Grant Revenue	78,396	-	-
Impact Fees	-	-	-
Investment Earnings	88,450	217,779	3,454
Miscellaneous	105,680	-	124,000
TOTAL REVENUES	<u>10,440,834</u>	<u>667,779</u>	<u>3,566,947</u>
EXPENDITURES			
<i>Current:</i>			
General Government	1,342,399	-	-
Law Enforcement and Municipal Court	3,734,600	-	-
Community Development Services	740,106	-	-
Public Works	1,010,785	-	-
Parks and Recreation	655,402	-	-
Animal Control	208,828	-	-
Fire	1,991,393	-	-
Finance	381,663	-	-
Information Technology	236,315	-	-
<i>Capital Outlay</i>	1,523,274	9,203,068	-
<i>Debt Service:</i>			
Principal	77,422	-	2,105,000
Interest and Fiscal Charges	5,158	-	1,450,596
Bond Issue Costs	-	36,600	-
TOTAL EXPENDITURES	<u>11,907,345</u>	<u>9,239,668</u>	<u>3,555,596</u>
Excess (Deficiency) of Revenues			
Over (Under) Expenditures	<u>(1,466,511)</u>	<u>(8,571,889)</u>	<u>11,351</u>
OTHER FINANCING SOURCES (USES)			
Sale of Assets	3,903	-	-
Issuance of Debt	674,936	2,000,000	-
Transfers In	380,410	-	-
Transfers Out	(25,240)	(305,038)	-
TOTAL OTHER FINANCING SOURCES (USES)	<u>1,034,009</u>	<u>1,694,962</u>	<u>-</u>
Net Change in Fund Balance	(432,502)	(6,876,927)	11,351
Fund Balances at Beginning of Year	<u>6,171,055</u>	<u>24,605,223</u>	<u>408,535</u>
Fund Balances at End of Year	<u>\$ 5,738,553</u>	<u>\$ 17,728,296</u>	<u>\$ 419,886</u>

See accompanying notes to basic financial statements.

Other Nonmajor Governmental Funds	Total Governmental Funds
\$ 383,210	\$ 11,309,556
263,200	2,371,083
66,667	837,128
10,551	225,995
-	37,667
-	78,396
309,720	309,720
22,031	331,714
94,232	323,912
<u>1,149,611</u>	<u>15,825,171</u>

5,138	1,347,537
18,003	3,752,603
4,690	744,796
285,785	1,296,570
28,971	684,373
2,280	211,108
2,093	1,993,486
1,775	383,438
-	236,315
677,375	11,403,717
-	2,182,422
-	1,455,754
-	36,600
<u>1,026,110</u>	<u>25,728,719</u>
<u>123,501</u>	<u>(9,903,548)</u>

-	3,903
-	2,674,936
28,200	408,610
<u>(115,485)</u>	<u>(445,763)</u>
<u>(87,285)</u>	<u>2,641,686</u>
36,216	(7,261,862)
<u>2,594,523</u>	<u>33,779,336</u>
<u>\$ 2,630,739</u>	<u>\$ 26,517,474</u>



CITY OF CIBOLO, TEXAS
RECONCILIATION OF THE STATEMENT OF REVENUES,
GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED SEPTEMBER 30, 2017

NET CHANGE IN FUND BALANCES - GOVERNMENTAL FUNDS \$ (7,261,862)

Amounts reported for governmental activities in the Statement of Activities
are different because:

Governmental funds report capital outlays as expenditures. However, in the statement of activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. In addition, capital assets contributed to governmental activities are not recorded on the fund statements.

Capital Outlay	11,705,012	
Capital Contributions	1,636,418	
Depreciation Expense	<u>(2,140,285)</u>	11,201,145

Revenues in the Statement of Activities that do not provide current financial resources
are not reported as revenues in the funds. 11,302

Governmental funds report required contributions to employee pensions as expenditures. However in the Statement of Activities the cost of the pension is recorded based on the actuarially determined cost of the plan. This is the amount that pension expense exceeded the actuarially determined contributions. (119,521)

The issuance of long-term debt (e.g. bonds, leases) 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 affect on net position. This amount is the net effect of these differences in the treatment of long-term debt and related items.

Proceeds from the Issuance of Debt	(2,674,936)	
Principal Repayments	2,182,421	
Amortization of Premiums, Discounts, Losses	<u>90,148</u>	(402,367)

Some expenses reported in the Statement of Activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds:

Compensated Absences	11,176	
Accrued Interest	<u>(48,695)</u>	<u>(37,519)</u>

CHANGE IN NET POSITION - GOVERNMENTAL ACTIVITIES \$ 3,391,178

CITY OF CIBOLO, TEXAS
STATEMENT OF NET POSITION - PROPRIETARY FUNDS
SEPTEMBER 30, 2017

	Water and Sewer Fund	Drainage Fund	Non-Major Funds	Total
ASSETS				
<i>Current Assets:</i>				
Cash and Cash Equivalents	\$ 2,897,675	\$ 151,674	\$ 35,103	\$ 3,084,452
Investments	751,311	175,334	-	926,645
Accounts Receivable, Net of Allowance:				
Customer Accounts	1,309,230	78,571	-	1,387,801
Due from Other Funds	-	-	22,589	22,589
Prepaid Expenses	11,131	-	-	11,131
Inventory	52,930	-	-	52,930
<i>Total Current Assets</i>	<u>5,022,277</u>	<u>405,579</u>	<u>57,692</u>	<u>5,485,548</u>
<i>Noncurrent Assets:</i>				
Restricted Assets:				
Cash and Cash Equivalents	2,313,032	-	3,546,038	5,859,070
Investments	1,759,361	-	-	1,759,361
Accounts Receivable - Impact Fees	-	-	3,191	3,191
Capital Assets:				
Land	503,121	893,087	-	1,396,208
Water Rights	475,000	-	-	475,000
Utility Systems	22,469,203	2,661,412	-	25,130,615
Equipment and Vehicles	1,040,898	509,092	-	1,549,990
Construction in Progress	4,303,966	1,501,611	-	5,805,577
Less: Accumulated Depreciation	(4,979,000)	(528,189)	-	(5,507,189)
<i>Total Noncurrent Assets</i>	<u>27,885,581</u>	<u>5,037,013</u>	<u>3,549,229</u>	<u>36,471,823</u>
TOTAL ASSETS	<u>32,907,858</u>	<u>5,442,592</u>	<u>3,606,921</u>	<u>41,957,371</u>
DEFERRED OUTFLOWS OF RESOURCES				
Loss on Debt Refunding	54,486	-	-	54,486
Pension Related Deferred Outflows	105,578	35,210	-	140,788
TOTAL DEFERRED OUTFLOWS OF RESOURCES	<u>\$ 160,064</u>	<u>\$ 35,210</u>	<u>\$ -</u>	<u>\$ 195,274</u>

See accompanying notes to basic financial statements.

CITY OF CIBOLO, TEXAS
STATEMENT OF NET POSITION - PROPRIETARY FUNDS (CONTINUED)
SEPTEMBER 30, 2017

	Water and Sewer Fund	Drainage Fund	Non-Major Funds	Total
LIABILITIES				
<i>Current Liabilities:</i>				
Accounts Payable	\$ 1,640,893	\$ 7,274	\$ 35,103	\$ 1,683,270
Accrued Liabilities	19,037	5,322	-	24,359
Customer Deposits	369,914	-	-	369,914
Accrued Interest Payable	52,341	-	-	52,341
Due to Other Funds	34,970	2,660	-	37,630
Current Portion of Compensated Absences	5,759	1,325	-	7,085
Current Portion of Long-Term Debt	708,386	29,164	-	737,550
<i>Total Current Liabilities</i>	<u>2,831,300</u>	<u>45,745</u>	<u>35,103</u>	<u>2,912,149</u>
<i>Noncurrent Liabilities:</i>				
Compensated Absences	23,037	5,302	-	28,338
Long-Term Debt (Net of Current Portion)	9,058,968	-	-	9,058,968
Net Pension Liability	195,712	65,299	-	261,011
<i>Total Noncurrent Liabilities</i>	<u>9,277,717</u>	<u>70,601</u>	<u>-</u>	<u>9,348,317</u>
TOTAL LIABILITIES	<u>12,109,017</u>	<u>116,346</u>	<u>35,103</u>	<u>12,260,466</u>
NET POSITION				
Net Investment in Capital Assets	18,100,667	5,007,849	-	23,108,516
Restricted For:				
Debt Service	713,212	-	-	713,212
Impact Fees	-	-	3,571,818	3,571,818
Unrestricted	2,145,026	353,607	-	2,498,633
TOTAL NET POSITION	<u>\$ 20,958,905</u>	<u>\$ 5,361,456</u>	<u>\$ 3,571,818</u>	<u>\$ 29,892,179</u>

See accompanying notes to basic financial statements.

CITY OF CIBOLO, TEXAS
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET POSITION
PROPRIETARY FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2017

	Water and Sewer Fund	Drainage Fund	Non-Major Funds	Total
OPERATING REVENUES				
Fees Charged to Users	\$ 10,212,423	\$ 588,009	\$ 52,500	\$ 10,852,932
Other Charges	66,489	-	-	66,489
TOTAL OPERATING REVENUES	<u>10,278,912</u>	<u>588,009</u>	<u>52,500</u>	<u>10,919,421</u>
OPERATING EXPENSES				
Water Purchase	2,841,724	-	-	2,841,724
Garbage Service	2,326,787	-	-	2,326,787
Sewage Treatment	1,979,065	-	-	1,979,065
Personnel Services	872,337	275,396	-	1,147,733
Contractual Services	261,330	13,359	-	274,689
Supplies and Maintenance	434,666	69,777	-	504,443
General and Administrative	386,988	10,429	-	397,417
Depreciation	503,417	95,707	-	599,124
TOTAL OPERATING EXPENSES	<u>9,606,314</u>	<u>464,668</u>	<u>-</u>	<u>10,070,982</u>
OPERATING INCOME (LOSS)	<u>672,598</u>	<u>123,341</u>	<u>52,500</u>	<u>848,439</u>
NONOPERATING REVENUES (EXPENSES)				
Investment Earnings	81,612	1,299	25,225	108,136
Gain on Sale of Asset	3,853	-	-	3,853
Impact Fees	-	-	1,215,071	1,215,071
Interest Expense	(320,975)	(1,597)	-	(322,572)
Amortization of Premium	33,778	-	-	33,778
Other Non Operating Revenues(Expenses)	-	250	-	250
TOTAL NONOPERATING REVENUES (EXPENSES)	<u>(201,732)</u>	<u>(48)</u>	<u>1,240,296</u>	<u>1,038,516</u>
INCOME (LOSS) BEFORE CONTRIBUTIONS AND TRANSFERS	470,866	123,293	1,292,796	1,886,955
Transfers In (Out)	781,824	263,027	(1,007,698)	37,153
Capital Contributions	242,829	379,859	-	622,688
CHANGE IN NET POSITION	1,495,519	766,179	285,098	2,546,796
NET POSITION AT BEGINNING OF YEAR	<u>19,463,386</u>	<u>4,595,277</u>	<u>3,286,720</u>	<u>27,345,383</u>
NET POSITION AT END OF YEAR	<u>\$ 20,958,905</u>	<u>\$ 5,361,456</u>	<u>\$ 3,571,818</u>	<u>\$ 29,892,179</u>

See accompanying notes to basic financial statements.

CITY OF CIBOLO, TEXAS
STATEMENT OF CASH FLOWS - PROPRIETARY FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2017

	Water and Sewer System	Drainage Fund	Non-Major Funds	Total
Cash Flows From Operating Activities:				
Cash Received From Customers and Users	\$ 10,175,178	\$ 559,649	\$ 52,500	\$ 10,787,327
Cash Paid to Employees for Services	(849,305)	(268,291)	-	(1,117,596)
Cash Paid to Supplier for Goods & Services	(7,809,146)	(90,853)	(577,425)	(8,477,424)
Net Cash Provided by Operating Activities	<u>1,516,727</u>	<u>200,505</u>	<u>(524,925)</u>	<u>1,192,307</u>
Cash Flows From Noncapital Financing Activities:				
Cash Transfers and Advances From/(To) Other Funds	<u>821,270</u>	<u>263,789</u>	<u>(989,038)</u>	<u>96,021</u>
Net Cash Provided (Used) by Noncapital Financing Activities	<u>821,270</u>	<u>263,789</u>	<u>(989,038)</u>	<u>96,021</u>
Cash Flows From Capital and Related Financing Activities:				
Acquisition and Construction of Capital Assets	(4,087,137)	(333,855)	-	(4,420,992)
Proceeds from Sale of Assets	3,853	-	-	3,853
Impact Fees	-	-	1,215,071	1,215,071
Interest Paid on Long-Term Debt	(295,049)	(1,597)	-	(296,646)
Principal Paid on Long-Term Debt	(669,826)	(39,110)	-	(708,936)
Net Cash Provided (Used) by Capital and Related Financing Activities	<u>(5,048,159)</u>	<u>(374,562)</u>	<u>1,215,071</u>	<u>(4,207,650)</u>
Cash Flows From Investing Activities:				
Proceeds from the Sale of Investments	651,192	-	-	651,192
Purchase of Investments	-	(175,334)	-	(175,334)
Interest and Investment Earnings	<u>81,612</u>	<u>1,549</u>	<u>25,225</u>	<u>108,386</u>
Net Cash Provided (Used) by Investing Activities	<u>732,804</u>	<u>(173,785)</u>	<u>25,225</u>	<u>584,244</u>
Net Increase (Decrease) in Cash and Cash Equivalents	<u>(1,977,358)</u>	<u>(84,053)</u>	<u>(273,667)</u>	<u>(2,335,078)</u>
Cash and Cash Equivalents at Beginning of Year:				
Cash and Cash Equivalents	2,883,373	235,727	-	3,119,100
Restricted Cash and Cash Equivalents	<u>4,304,692</u>	<u>-</u>	<u>3,854,808</u>	<u>8,159,500</u>
	<u>7,188,065</u>	<u>235,727</u>	<u>3,854,808</u>	<u>11,278,600</u>
Cash and Cash Equivalents at End of Year:				
Cash and Cash Equivalents	2,897,675	151,674	35,103	3,084,452
Restricted Cash and Cash Equivalents	<u>2,313,032</u>	<u>-</u>	<u>3,546,038</u>	<u>5,859,070</u>
	<u>\$ 5,210,707</u>	<u>\$ 151,674</u>	<u>\$ 3,581,141</u>	<u>\$ 8,943,522</u>
Noncash Capital and Related Financing Transactions:				
Developer Contributions of Capital Assets	\$ 242,829	\$ 379,859	\$ -	\$ 622,688

See accompanying notes to basic financial statements.

CITY OF CIBOLO, TEXAS
STATEMENT OF CASH FLOWS - PROPRIETARY FUNDS (CONTINUED)
FOR THE YEAR ENDED SEPTEMBER 30, 2017

	Water and Sewer System	Drainage Fund	Non-Major Funds	Total
Reconciliation of Operating Income to Net Cash Provided (Used) by Operating Activities:				
Operating Income	\$ 672,598	\$ 123,341	\$ 52,500	\$ 848,439
Adjustments to Reconcile Operating Income to Net Cash Provided (Used) by Operating Activities:				
Depreciation	503,417	95,707	-	599,124
Decrease (Increase) in Assets:				
Accounts Receivable (net)	(133,079)	(28,360)	-	(161,439)
Inventory	(4,600)	-	-	(4,600)
Deferred Pension Outflows	(3,478)	(1,177)	-	(4,655)
Increase (Decrease) in Liabilities:				
Accounts Payable	431,086	2,712	(577,425)	(143,627)
Accrued Liabilities	3,972	756	-	4,728
Customer Deposits	29,345	-	-	29,345
Compensated Absences	4,987	1,614	-	6,601
Net Pension Liability	19,744	6,643	-	26,387
Deferred Pension Inflows	(2,193)	(731)	-	(2,924)
NET CASH PROVIDED BY FOR OPERATING ACTIVITIES	<u><u>\$ 1,516,727</u></u>	<u><u>\$ 200,505</u></u>	<u><u>\$ (524,925)</u></u>	<u><u>\$ 1,192,307</u></u>

See accompanying notes to basic financial statements.

NOTES TO BASIC FINANCIAL STATEMENTS

CITY OF CIBOLO, TEXAS
NOTES TO BASIC FINANCIAL STATEMENTS
SEPTEMBER 30, 2017

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The City of Cibolo is a municipal corporation governed by an elected mayor and seven-member council. The financial statements of the City and its discretely presented component unit have been prepared in conformity with generally accepted accounting principles (GAAP) as applied to government units. The discretely presented component unit is reported in a separate column in the government-wide financial statements to emphasize that they are legally separate from the City. The Governmental Accounting Standards Board (GASB) is the accepted standard setting body for establishing governmental accounting and financial reporting principles. The significant accounting policies of the City's are described below:

A. Reporting Entity

Component Unit – As required by generally accepted accounting principles, these financial statements present the government and its component units for which the government is considered to be financially accountable. Blended components units, although legally separate entities are in substance, part of the government's operations, thus data from these units would be combined with data of the primary government. Each discretely presented component unit is presented as a separate column in the government-wide financial statements to emphasize it as legally separate from the government. Following is a summary of the component unit:

1. Cibolo Economic Development Corporation – A nonprofit Corporation organized under the development corporation act of 1979, Texas Revised Civil Statutes Annotated, Article 5190.6, Section 4A for the purpose of promoting economic development within the Community in order to eliminate unemployment and underemployment and to promote and encourage employment and public welfare of, for, and on behalf of the City. It receives all proceeds from .25% sales tax adopted for economic development in the City of Cibolo and the City Council appoints directors of the Corporation. The CEDC is a separate organization and meets the criteria of a discretely presented component unit, described above, and is presented in the government-wide financial statements. Complete financial statements for the Cibolo Economic Development Corporation may be obtained from City Hall and are presented in the Other Supplementary Information of this report.

Joint Ventures - A joint venture is a legally separate entity that results from a contractual arrangement and that is owned, operated, or governed by two or more participating governments. The following entities meet the criteria as joint ventures. Separate financial statements for these entities may be obtained at City Hall.

1. Canyon Regional Water Authority – was created by the Texas Legislature on August 28, 1989 under Article XVI, Section 59 of the Texas Constitution. The Authority operates under Chapter 65 of the Texas Water Code. The Authority was created to purchase, own, hold, lease and otherwise acquire sources of potable water; build, operate and maintain facilities for the treatment and transportation of water; sell potable water to local governments, water supply corporations and other persons in this state; and to protect, preserve and restore the purity and sanitary condition of water in the area. The Authority may not levy or collect ad valorem taxes, but does have the power of eminent domain and may issue bonds. The Authority is comprised of ten member entities, and the governing board consists of two voting members from each entity. The member entities consist of Crystal Clear Special Utility District, East Central Special Utility District, Springs Hill Water Supply Corporation, Green Valley Special Utility District, County Line Special Utility District, Maxwell Water Supply Corporation, Martindale Water Supply Corporation and the cities of Marion, Cibolo, Converse, and La Vernia. The participating members have an ongoing financial responsibility to fund the operation of the Authority subsidizing the operations.

CITY OF CIBOLO, TEXAS
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
SEPTEMBER 30, 2017

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

A. Reporting Entity (Continued)

2. Cibolo Valley Local Government Corporation – is a public, nonprofit corporation organized July 28, 2011 to aid, assist, and act on behalf of the cities of Cibolo and Schertz in acquiring, constructing, maintaining, and operating a water utility system. The participating governments have an ongoing financial responsibility to fund the operation of the corporation through either purchase of services or by subsidizing the operations.

B. Government-Wide and Fund Financial Statements

The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all of the activities of the primary government and its component units. 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 of 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 of 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.

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

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the proprietary fund financial statements. 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 imposed by the provider have been met.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon thereafter to pay liabilities of the current period. For this purpose, the City considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Nonexchange revenues that are measurable but not available are recorded as unavailable revenue (a deferred inflow of resources). These revenues are generally property taxes and warrants outstanding. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due.

Exchange revenues (payments for services) received in advance of the service being provided are recorded as unearned revenue.

CITY OF CIBOLO, TEXAS
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
SEPTEMBER 30, 2017

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

C. Measurement Focus, Basis of Accounting, and Financial Statement Presentation (Continued)

The City reports the following major governmental funds:

The General Fund is the City's primary operating fund which accounts for all financial resources of the general government, except those required to be accounted for in another fund.

The Debt Service Fund accounts for the resources accumulated and payments made for principal and interest on long-term general obligation debt of governmental funds.

The Capital Projects Fund accounts for financial resources to be used for the acquisition and construction of major capital facilities and is principally financed by the sale of bonds or certificates of obligation and grants.

The government reports the following major proprietary funds:

The Water and Sewer System Fund accounts for the water and sewer services provided to the citizens through user charges.

The Drainage Fund accounts for the maintenance of drainage infrastructure of the City through user charges.

As a general rule the effect of interfund activity has been eliminated from the government-wide financial statements. Exceptions to this are charges between the City's general government function and various other functions of the City. Eliminations of these charges would distort the direct costs and program revenues reported for the various functions concerned.

Amounts reported as program revenues include 1) charges to customers or applications for goods, services, or privileges provided, 2) operating grants and contributions, and 3) capital grants and contributions. General revenues include all taxes and investment earnings.

Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the water and sewer enterprise fund are charges to customers for sales and services. Operating expenses for enterprise funds include the cost of sales and services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

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

D. Cash and Cash Equivalents

The City's cash and cash equivalents are considered to be cash on hand and demand deposits. Cash is reported as restricted when it has restrictions on its use narrower than the purpose of the fund in which it is reported. This can result in differences in presentation between fund statements and government-wide statements.

CITY OF CIBOLO, TEXAS
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
SEPTEMBER 30, 2017

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

E. Investments

The City is authorized to invest in (1) obligations of the United States or its agencies and instrumentalities; (2) direct obligations of the State of Texas or its agencies; (3) other obligations, the principal of and interest on which are unconditionally guaranteed or insured by the State of Texas of the United States; (4) obligations of states, agencies, counties, cities, and other political subdivisions of any state having been rated of not less than "AA" or its equivalent; (5) certificates of deposit issued by state and national banks domiciled in Texas that are guaranteed or insured by the Federal Deposit Insurance Corporation (FDIC) or its successor, or secured by obligations mentioned above; and (6) fully collateralized direct repurchase agreements having a defined termination date. In addition, the City is authorized to invest in local government investment pools. The investment pools operate in accordance with appropriate state laws and regulations and have regulatory oversight from the Texas Public Funds Investment Act Sec. 2256.0016. The fair value of the City's position in each pool is the same as the fair value of the pool shares.

F. Receivables and Payables

Activities between the funds that are representative of interfund loans outstanding at the end of the fiscal year are referred to as due to/from other funds. Any residual balances outstanding between the governmental activities and business-type activities are reported in the government-wide financial statements as "internal balances".

Accounts receivable are reported net of allowances for uncollectible accounts. The allowance account represents management's estimate of uncollectible accounts based upon experience and historical trends.

Property taxes for the City are levied each October 1 on the taxable value as of the preceding January 1, the date a lien attaches, for all taxable real and personal property located in the City. Taxes are due by January 31 following the October 1 assessment date and become delinquent on February 1, at which time they begin accruing penalty and interest. The enforceable legal claim date for property taxes is the assessment date; therefore, the City did not record a receivable for accrual of future taxes at year end. Accordingly, no current taxes receivable are reported. Delinquent taxes have been reported in the financial statements net of the allowance for uncollectible taxes. Tax revenues are recognized as they become available. Accordingly, an amount equal to taxes not yet available has been reported as unavailable revenue (a deferred inflow of resources) at the government fund level.

G. Inventories and Prepaid Items

All inventories are valued at cost using the first-in/first-out (FIFO) method. Inventories of governmental funds are recorded as expenditures when consumed rather than when purchased.

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both governmental-wide and fund financial statements and in the fund financial statements are offset by a nonspendable fund balance which indicates they do not represent "available spendable resources".

CITY OF CIBOLO, TEXAS
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
SEPTEMBER 30, 2017

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

H. Restricted Assets

Certain proceeds from bonds, resources set aside for their repayment, and other restrictive agreements are classified as restricted assets on the balance sheet because they are maintained in separate bank accounts and their use is limited by applicable bond covenants and/or contractual arrangements.

I. Capital Assets

Capital assets, which include land, buildings and improvements, utility systems, equipment, vehicles, and infrastructure assets (i.e., roads, bridges, sidewalks, and similar items), 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 \$10,000 and an estimated useful life in excess of one year. When capital assets are purchased, they are capitalized and depreciated in the government-wide financial statements and the proprietary fund statements. Capital assets are recorded as expenditures of the current period in the governmental fund financial statements.

Capital assets are valued at cost where historical records are available and at an estimated cost where no records exist. Donated capital assets, donated works of art and similar items received as part of a service concession arrangement are reported at acquisition value. All other donated capital assets are valued at their estimated fair market value at the date of donation.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend asset lives are not capitalized. Improvements to capital assets that materially extend the life of the asset or add to the value are capitalized. Major outlays for capital assets and improvements are capitalized as projects are constructed. Interest incurred during construction will not be capitalized in the governmental activities on the government-wide financial statements; however capitalization of interest is required for business-type activities. There was no capitalized interest during the current fiscal year.

Capital assets are depreciated over their useful lives on a straight-line basis as follows:

Assets	Useful Lives (Years)
Buildings and Improvements	10 - 40
Utility Systems	50
Equipment and Vehicles	3 - 10

J. Compensated Absences

It is the City's policy to permit employees to accumulate earned but unused vacation and compensatory time benefits. There is no liability for unpaid accumulated sick leave since the City does not have a policy to pay any amounts when employees separate from service with the City. All vacation and compensatory time pay is accrued when incurred in the government-wide and proprietary fund financial statements. A liability for these amounts is reported in governmental funds only if they have matured, for example, as a result of employee resignations and retirements.

CITY OF CIBOLO, TEXAS
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
SEPTEMBER 30, 2017

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

K. Deferred Inflows/Outflows of Resources

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

L. Long-Term Obligations

In the government-wide financial statements, and proprietary fund types in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund type statement of net position. Bond premiums and discounts, losses on defeasance, are amortized over the life of the bonds using the effective interest method. Bonds payable are reported net of the applicable bond premium or discount and losses on defeasance. Bond issuance costs are recognized as expenditures or expenses in the financial statements in the period in which the bonds are issued.

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.

M. Pensions

The net pension liability, deferred inflows and outflows of resources related to pensions, and pension expense, information about the fiduciary net position of the Texas Municipal Retirement System (TMRS), and additions to and deductions from TMRS's fiduciary net position have been determined on the same basis as they are reported by TMRS. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

N. Fund Equity

Fund balances in governmental funds are classified as follows:

Nonspendable – Represents amounts that cannot be spent because they are either not in spendable form (such as inventory or prepaid items) or legally required to remain intact.

Restricted – Represents amounts that are constrained by external parties, constitutional provisions or enabling legislation.

Committed – Represents amounts that can only be used for a specific purpose because of a formal action by the government's highest level of decision making authority: an ordinance adopted by City Council prior to the end of the fiscal year. Once adopted, the limitation imposed by the ordinance remains in place until a similar action is taken (the adoption of another ordinance) to remove or revise the limitation.

CITY OF CIBOLO, TEXAS
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
SEPTEMBER 30, 2017

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

N. Fund Equity (Continued)

Assigned – Represents amounts which the City intends to use for a specific purpose but do not meet the criteria of restricted or committed. The City Council may make assignments through formal documentation in the minutes. The City Council authorized (by way of policy) the City Manager to also make assignments. The City Manager's assignments do not require formal action; however, the City Manager has not assigned any funds at this time.

Unassigned – Represents the residual balance that may be spent on any other purpose of the City. The City's policy is to maintain an unassigned fund balance in the general fund of 25-35% of operating expenditures.

The general fund is the only fund that reports a positive unassigned fund balance. In other governmental funds, it is not appropriate to report a positive unassigned fund balance; however, if expenditures incurred for specific purposes exceed the amounts that are restricted, committed, or assigned to those purposes, it may be necessary to report a negative unassigned fund balance in that fund. When an expenditure is incurred for a purpose in which multiple classifications are available, the City considers restricted balances spent first, committed second, and assigned third.

O. Net Position

Net position represents the difference between assets plus deferred outflows of resources less liabilities and deferred inflows of resources. Net investment in capital assets consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any borrowing used for the acquisition, construction or improvements of those assets, and adding back unspent bond proceeds. Net position is reported as restricted when there are limitations imposed by creditors, grantors, or laws or regulations of other governments.

P. Estimates

The preparation of financial statements, in conformity with generally accepted accounting principles, requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosures of contingent liabilities at the date of the financial statements and the reported amounts of revenue and expenses during the reporting period. Actual amounts could differ from those estimates.

Q. Budgetary Information

Annual budgets are adopted on a basis consistent with generally accepted accounting principles for all governmental funds except the special revenue funds and the capital projects fund, which adopts project-length budgets, however the budgets are then estimated by fiscal year.

R. Reclassifications

Certain reclassifications have been made in the presentation of the September 30, 2017 financial statements. All comparative information for prior periods has been reclassified to match the new presentation. The changes in presentation had no impact on the changes in net position or fund balance.

CITY OF CIBOLO, TEXAS
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
SEPTEMBER 30, 2017

NOTE 2 - CASH, CASH EQUIVALENTS AND INVESTMENTS

The operating deposits of the City and the component unit, Cibolo Economic Development Corporation, are held at one institution. The institution provides a combination of pledged collateral and FDIC insurance to completely collateralize the City's deposits. As of September 30, 2017, the City had the following investment funds:

Investment Type	Fair Value	Weighted Average Maturity in Days
TexPool	\$ 15,535,102	35
Texas CLASS	4,852,386	32
TexSTAR	754,499	38
Wells Fargo - Brokered Certificate of Deposits	1,733,587	236
Municipal Bonds and Government Agencies	882,248	144
Schertz Bank & Trust - Certificate of Deposit	10,750,000	215
Total	<u>\$ 34,507,822</u>	<u>99</u>

Interest Rate Risk. As a means of limiting its exposure to fair value losses arising from rising interest rates, the City's investment policy limits the City's investment portfolio to highly liquid investments to meet unanticipated cash requirements, and/or to redeploy cash into other investments expected to outperform current holdings.

Credit Risk. State law limits investments in certificates of deposit to guaranteed or insured by the Federal Deposit Insurance Corporation, or its successor or the National Credit Union Share Insurance Fund, or its successor and investment pools continuously rated no lower than AAA or an equivalent rating by at least one nationally recognized rating service. The City's investment policy does not further limit its investment choices. As of September 30, 2017, the City's investments were in TexPool, TexSTAR, certificates of deposits, and Municipal Bonds and government agencies, and all securities held maintained a continuous rating of no lower than AAA or AAAM or an equivalent rating by at least one nationally recognized rating service.

Custodial 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. As of September 30, 2017, the City's cash and cash equivalents (including certificates of deposit, and component unit holdings) were fully collateralized by the City's depository by a combination of pledged collateral and FDIC insurance. All collateral is held in the City's name.

Custodial 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 investment or collateral securities that are in the possession of an outside party. All of the government securities owned by the City are held by its agent in the City's name.

CITY OF CIBOLO, TEXAS
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
SEPTEMBER 30, 2017

NOTE 3 - FAIR VALUE MEASUREMENT

The City categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant other observable inputs; Level 3 inputs are significant unobservable inputs.

As of September 30, 2017, the City's recurring fair value measurement assets consist of debt securities, municipal investment pools and certificates of deposit. These investments are valued using prices quoted in active markets for those securities (Level 1). The municipal investment pools are reported on the statement of net position and balance sheet as cash and cash equivalents.

The following table summarizes the assets for which fair values are determined on a recurring basis as of September 30, 2017:

Investment Type	Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)	Fair Value
Debt Securities	\$ 882,248	\$ -	\$ -	\$ 882,248
Municipal Investment Pools	21,141,987	-	-	21,141,987
Certificates of Deposit	12,483,587			12,483,587
Total	<u>\$ 34,507,822</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 34,507,822</u>

NOTE 4 - PROPERTY TAX

Total taxable values are as of January 1 and levied on October 1. The City has contracted with the Guadalupe County Tax Assessor-Collector to collect taxes on its behalf. Current taxes become delinquent February 1. Current year delinquent taxes not paid by July 1 are turned over to attorneys for collection action. The total taxable value as of October 1, 2016, upon which the fiscal 2017 levy was based, was \$1,918,670,739 (i.e., market value less exemptions). The estimated market value was \$2,210,753,383, making the taxable value 86.8% of the estimated market value.

The City is permitted by the Constitution of the State of Texas to levy taxes up to \$2.50 per \$100 of taxable assessed valuation for all governmental purposes. Pursuant to a decision of the Attorney General of the State of Texas, up to \$1.50 per \$100 of assessed valuation may be used for the payment of long-term debt. The combined tax rate to finance general governmental services, including the payment of principal and interest on long-term debt for the year ended September 30, 2017, was \$0.4474 per \$100 of assessed value, which means that the City has a tax margin of \$2.0546 for each \$100 value and could increase its annual tax levy by approximately \$39,382,636 based upon the present assessed valuation before the limit is reached.

However, the City may not adopt a tax rate that exceeds the tax rate calculated in accordance with the Texas Property Tax Code without holding a public hearing. The Property Tax Code subjects an increase in the effective tax rate to a referendum election, if petitioned by registered voters, when the effective tax rate increase is more than eight percent (8%) of the previous year's effective tax rate.

CITY OF CIBOLO, TEXAS
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
SEPTEMBER 30, 2017

NOTE 4 - PROPERTY TAX (CONT.)

Property taxes are recorded as receivables and unearned revenues at the time the taxes are assessed. In governmental funds, revenues are recognized as the related ad valorem taxes are collected. Additional amounts estimated to be collectible in the time to be a resource for payment of obligations incurred during the fiscal year and therefore susceptible to accrual in accordance with generally accepted accounting principles have been recognized as revenue. In the government-wide financial statements, the entire levy is recognized as revenue, net of estimated uncollectible amounts (if any), at the levy date.

NOTE 5 - RECEIVABLES

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

	Governmental Funds				Proprietary Funds		
	General	Capital Projects	Debt Service	Nonmajor Funds	Water and Sewer Fund	Drainage Fund	Non-Major Funds
<i>Receivables:</i>							
Property Taxes	\$ 54,406	\$ -	\$ 34,981	\$ -	\$ -	\$ -	\$ -
Sales Taxes	307,864	-	-	75,607	-	-	-
Franchise Taxes	109,372	-	-	-	-	-	-
Customers	-	-	-	-	1,647,423	99,894	-
Other	67,896	45,000	-	-	-	-	3,191
Gross Receivables	539,538	45,000	34,981	75,607	1,647,423	99,894	3,191
Less: Allowance for Uncollectibles	2,720	-	1,749	-	338,193	21,323	-
Net Total Receivables	<u>\$ 536,818</u>	<u>\$ 45,000</u>	<u>\$ 33,232</u>	<u>\$ 75,607</u>	<u>\$ 1,309,230</u>	<u>\$ 78,571</u>	<u>\$ 3,191</u>

Governmental funds report *unavailable revenue* in connection with receivables for revenue that is not considered to be available to liquidate liabilities of the current period. Governmental funds also defer revenue recognition in connection with resources that have been received, but not yet earned. At the end of the current fiscal year, the various components of *unearned/unavailable revenue* and *unavailable revenue* reported in the governmental funds were as follows:

	Unavailable	Unearned
<i>General Fund</i>		
Delinquent Property Taxes Receivable	\$ 50,532	\$ -
SCUCISD Program	-	21,250
Permits	-	18,446
<i>Total General Fund</i>	<u>50,532</u>	<u>39,696</u>
<i>Debt Service Fund</i>		
Delinquent Property Taxes Receivable	33,603	-
<i>Total Debt Service Fund</i>	<u>33,603</u>	<u>-</u>
<i>Non-Major Funds</i>		
Cibolo Fest	-	8,520
<i>Total Non-Major Fund</i>	<u>-</u>	<u>8,520</u>
<i>Total Governmental Funds</i>	<u>\$ 84,135</u>	<u>\$ 48,216</u>

CITY OF CIBOLO, TEXAS
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
SEPTEMBER 30, 2017

NOTE 6 - INTERFUND BALANCES AND TRANSFERS

The following schedule briefly summarizes the City's transfer activity:

Transfer From	Transfer To	Amount	Purpose
Nonmajor Governmental	General	\$ 115,485	Maintenance sales tax and Crossing guard fees
Drainage	General	41,791	Drainage utility administration fees
Nonmajor Proprietary	Water & Sewer	56,366	Transfer of utility projects
Nonmajor Proprietary	Water & Sewer	951,332	Transfer of utility projects
Capital Projects	Drainage	305,038	Transfer of drainage projects
General	Nonmajor Governmental	25,240	Transfer in support of technology replacement
Drainage	Nonmajor Governmental	220	Transfer in support of technology replacement
Water & Sewer	Nonmajor Governmental	2,740	Transfer in support of technology replacement
Water & Sewer	General	223,134	Water Administration fees

The composition of interfund balances as of September 30, 2017 is as follows:

Due From	Due To	Amount	Purpose
General	Nonmajor Governmental	\$ 23,700	Special revenue deposited in General Fund
Nonmajor Governmental	General	3,078	Reimbursement and short-term cash flow borrowing
General	Nonmajor Proprietary	22,589	Impact Fee revenue deposited in General Fund
Capital Projects	General	73,031	Reimbursement of funds
General	Capital Projects	33,361	Reimbursement of funds
Drainage	General	2,660	Administrative fee transfer and other reimbursement
Water & Sewer	General	34,970	Administrative fee transfer and other reimbursement
Nonmajor Governmental	Capital Projects	113,094	Transfer for capital projects

NOTE 7 - CAPITAL ASSETS

Governmental fund capital asset activity for the year ended September 30, 2017 was as follows:

	Beginning Balance	Increases	Deletions/ Transfers & Adjustments	Ending Balance
Governmental Activities:				
<i>Capital Assets, Not Being Depreciated:</i>				
Land	\$ 2,355,654	\$ 1,117,619	\$ -	\$ 3,473,273
Construction in Progress	1,146,849	10,952,674	(120,717)	11,978,806
<i>Total Capital Assets Not Being Depreciated</i>	<u>3,502,503</u>	<u>12,070,293</u>	<u>(120,717)</u>	<u>15,452,079</u>
<i>Capital Assets, Being Depreciated:</i>				
Buildings and Improvements	8,627,591	-	-	8,627,591
Improvements Other Than Buildings	29,720,580	696,976	120,717	30,538,273
Equipment and Vehicles	4,068,887	574,161	(23,338)	4,619,710
<i>Total Capital Assets Being Depreciated</i>	<u>42,417,058</u>	<u>1,271,137</u>	<u>97,379</u>	<u>43,785,574</u>
<i>Accumulated Depreciation:</i>				
Buildings and Improvements	(1,608,023)	(216,860)	-	(1,824,883)
Improvements Other Than Buildings	(9,623,788)	(1,425,290)	-	(11,049,078)
Equipment and Vehicles	(2,417,465)	(498,135)	23,338	(2,892,262)
<i>Total Accumulated Depreciation</i>	<u>(13,649,276)</u>	<u>(2,140,285)</u>	<u>23,338</u>	<u>(15,766,223)</u>
Total Capital Assets Being Depreciated, Net	<u>28,767,782</u>	<u>(869,148)</u>	<u>120,717</u>	<u>28,019,351</u>
Governmental Activities Capital Assets, Net	<u>\$ 32,270,285</u>	<u>\$ 11,201,145</u>	<u>\$ -</u>	<u>\$ 43,471,430</u>

CITY OF CIBOLO, TEXAS
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
SEPTEMBER 30, 2017

NOTE 7 - CAPITAL ASSETS (Continued)

Proprietary fund capital asset activity for the year ended September 30, 2017 was as follows:

	Beginning Balance	Increases	Deletions	Ending Balance
Business-Type Activities:				
<i>Capital Assets, Not Being Depreciated:</i>				
Land	\$ 1,396,208	\$ -	\$ -	\$ 1,396,208
Water Rights	475,000	-	-	475,000
Construction in Progress	4,511,238	4,033,067	(2,738,728)	5,805,577
<i>Total Assets Not Being Depreciated</i>	<u>6,382,446</u>	<u>4,033,067</u>	<u>(2,738,728)</u>	<u>7,676,785</u>
<i>Capital Assets, Being Depreciated:</i>				
Utility Systems	21,503,867	888,020	2,738,728	25,130,615
Equipment and Vehicles	1,427,397	99,255	23,338	1,549,990
<i>Total Capital Assets Being Depreciated</i>	<u>22,931,264</u>	<u>987,275</u>	<u>2,762,066</u>	<u>26,680,605</u>
<i>Accumulated Depreciation:</i>				
Utility Systems	(4,149,037)	(503,417)	(23,338)	(4,675,792)
Equipment and Vehicles	(735,690)	(95,707)	-	(831,397)
<i>Total Accumulated Depreciation</i>	<u>(4,884,727)</u>	<u>(599,124)</u>	<u>(23,338)</u>	<u>(5,507,189)</u>
Total Capital Assets Being Depreciated, Net	<u>18,046,537</u>	<u>388,151</u>	<u>2,738,728</u>	<u>21,173,416</u>
Business-Type Activities Capital Assets, Net	<u>\$ 24,428,983</u>	<u>\$ 4,421,218</u>	<u>\$ -</u>	<u>\$ 28,850,201</u>

Depreciation expense was charged to functions/programs of the primary government as follows:

Governmental Activities:

General Government	\$ 88,161
Law Enforcement and Municipal Court	291,827
Community Development Services	19,441
Public Works	1,351,784
Parks and Recreation	8,553
Animal Control	208,230
Fire	172,289
<i>Total Depreciation Expense - Governmental Activities</i>	<u>\$ 2,140,285</u>

Business-Type Activities:

Water, Sewer, and Drainage Systems	\$ 599,124
<i>Total Depreciation Expense - Business Type Activities</i>	<u>\$ 599,124</u>

CITY OF CIBOLO, TEXAS
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
SEPTEMBER 30, 2017

NOTE 8 - CAPITAL LEASE

The City has entered into lease agreements to finance equipment. The lease agreements qualify as capital leases for accounting purposes and, therefore, have been recorded at the present value of the future minimum lease payments at the inception date. The assets acquired through capital leases are as follows:

<i>Assets:</i>	Governmental Activities	Business-type Activities
Equipment	\$ 1,180,820	\$ 486,798
Less Accumulated Depreciation	(188,121)	(170,379)
Total	<u>\$ 992,699</u>	<u>\$ 316,419</u>

Future minimum obligations and the net present value of these minimum lease payments as of September 30, 2017 are as follows:

Year Ending September 30,	Governmental Activities	Business-type Activities
2018	\$ 200,283	\$ 75,493
2019	185,400	-
2020	123,121	-
2021	123,121	-
2022	123,121	-
2023	123,121	-
Total Payments	<u>878,167</u>	<u>75,493</u>
Less: Amount Representing Interest	(68,496)	(1,721)
Present Value of Minimum Lease Payments	<u>\$ 809,671</u>	<u>\$ 73,772</u>

NOTE 9 - LONG TERM DEBT

The City issues a variety of long-term debt instruments in order to acquire and/or construct major capital facilities and equipment for governmental activities. These instruments include general obligation bonds, certificates of obligation, and capital leases. These debt obligations are secured by either future property tax revenue or liens on property and equipment.

In February 2017, the City issued Certificates of Obligation, Series 2017 in the amount of \$2,000,000 for public improvements. The bonds carry an interest rate of 3.85% and mature serially through 2032. The payment of the related principal and interest is to be made from an annual ad valorem tax levied against all taxable property within the City.

Bonded debt of the City consists of various series of general obligation bonds, revenue bonds, and certificates of obligation. General obligation bonds and certificates of obligation are direct obligations of the City for which its full faith and credit are pledged, and are payable from taxes levied on all taxable property located within the City. Revenue bonds are generally payable from pledged revenues generated by the water and sewer fund. The debenture agreement for water and sewer bonds requires that funds be available for 1/12th of the principal and 1/6th of the interest requirements of the next fiscal year.

CITY OF CIBOLO, TEXAS
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
SEPTEMBER 30, 2017

NOTE 9 - LONG-TERM DEBT (Continued)

The City is required to accumulate a reserve fund in an amount equal to the average principal and interest on the revenue bonds.

A summary of the terms of general obligation bonds and combination of tax and revenue certificates of obligation outstanding at September 30, 2017, follows:

	<u>Issue Amount</u>	<u>Maturity</u>	<u>Rate</u>	<u>Balance</u>
<u>Primary Government</u>				
General Obligation Bonds				
2007 Series	\$ 5,325,000	2027	4.5%	\$ 780,000
2007 Series, Refunding	2,650,000	2027	4.5%	190,000
2009 Series	10,750,000	2029	4.0% - 4.6%	9,090,000
2010 Series, Refunding	920,000	2021	1.13% - 3.73%	380,000
2011 Series	8,650,000	2031	2.0% - 4.0%	6,330,000
2012 Series, Refunding	1,465,000	2030	1.5% - 3.0%	1,330,000
2013 Series	8,500,000	2033	2.0% - 4.0%	7,025,000
2014 Series	2,875,000	2034	2.0% - 3.5%	2,555,000
2015 Series	3,770,000	2035	3.0% - 4.0%	3,510,000
2015 Series, Refunding	3,995,000	2027	3.0% - 4.0%	3,990,000
2016 Series	3,455,000	2030	2.0% - 3.0%	3,325,000
Certificates of Obligation				
2003 Series	1,135,000	2017	4.0% - 3.5%	-
2017 Series	2,000,000	2032	3.85%	2,000,000
Total Governmental Long-Term Obligations				<u><u>\$ 40,505,000</u></u>
Revenue Bonds				
2006 Series	\$ 3,000,000	2026	4.07%	\$ 1,595,000
2012 Series	7,640,000	2032	1.5% - 3.5%	6,005,000
General Obligation Bonds				
2007 Series	3,025,000	2027	4.5%	320,000
2015 Series, Refunding	1,350,000	2027	3.0% - 4.0%	1,350,000
Total Business-Type Long-Term Obligations				<u><u>\$ 9,270,000</u></u>

CITY OF CIBOLO, TEXAS
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
SEPTEMBER 30, 2017

NOTE 9 - LONG-TERM DEBT (Continued)

Changes in long-term debt for the year ending September 30, 2017 are as follows:

	Beginning Balance	Additions	Reductions	Ending Balance	Due Within One Year
<i>Governmental Activities:</i>					
General Obligation Bonds	\$ 34,195,000	\$ -	\$ (1,700,000)	\$ 32,495,000	\$ 1,965,000
Unamortized Premium	749,962	-	(74,529)	675,433	74,519
General Obligation Refunding Bonds	6,315,000	-	(305,000)	6,010,000	265,000
Unamortized Premium	433,119	-	(37,777)	395,342	37,777
Certificates of Obligation	100,000	2,000,000	(100,000)	2,000,000	100,000
Capital Lease	212,092	675,000	(77,421)	809,671	179,181
Compensated Absences	518,870	92,598	(103,774)	507,694	101,539
<i>Total Governmental Activities</i>	<u>\$ 42,524,043</u>	<u>\$ 2,767,598</u>	<u>\$ (2,398,501)</u>	<u>\$ 42,893,140</u>	<u>\$ 2,723,016</u>
<i>Business-Type Activities:</i>					
Revenue Bonds	\$ 8,075,000	\$ -	\$ (475,000)	\$ 7,600,000	\$ 485,000
Unamortized Premium	367,860	-	(22,991)	344,869	22,991
General Obligation Bonds	455,000	-	(135,000)	320,000	140,000
General Obligation Refunding Bonds	1,350,000	-	-	1,350,000	5,000
Unamortized Premium	118,664	-	(10,787)	107,877	10,787
Capital Lease	172,708	-	(98,936)	73,772	73,772
Compensated Absences Payable	28,822	12,365	(5,764)	35,423	7,085
<i>Total Business-Type Activities</i>	<u>\$ 10,568,054</u>	<u>\$ 12,365</u>	<u>\$ (748,478)</u>	<u>\$ 9,831,941</u>	<u>\$ 744,635</u>
<i>Economic Development Corporation:</i>					
Compensated Absences Payable	<u>\$ 16,159</u>	<u>\$ 4,189</u>	<u>\$ (3,232)</u>	<u>\$ 17,116</u>	<u>\$ 3,423</u>
<i>Total Economic Development Corporation</i>	<u>\$ 16,159</u>	<u>\$ 4,189</u>	<u>\$ (3,232)</u>	<u>\$ 17,116</u>	<u>\$ 3,423</u>

Annual debt service requirements of bonded debt as of September 30, 2017, are as follows:

September 30,	Governmental Activities		
	Principal	Interest	Total
2018	\$ 2,330,000	\$ 1,409,265	\$ 3,739,265
2019	2,505,000	1,332,777	3,837,777
2020	2,585,000	1,253,130	3,838,130
2021	2,655,000	1,171,254	3,826,254
2022	2,640,000	1,086,671	3,726,671
2023-2027	15,205,000	3,948,856	19,153,856
2028-2032	10,870,000	1,336,051	12,206,051
2032-2036	1,715,000	123,088	1,838,088
Total	<u>\$ 40,505,000</u>	<u>\$ 11,661,092</u>	<u>\$ 52,166,092</u>

CITY OF CIBOLO, TEXAS
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
SEPTEMBER 30, 2017

NOTE 9 - LONG-TERM DEBT (Continued)

September 30,	Business-Type Activities		
	Principal	Interest	Total
2018	\$ 630,000	\$ 298,752	\$ 928,752
2019	645,000	279,282	924,282
2020	660,000	260,120	920,120
2021	680,000	241,566	921,566
2022	700,000	222,645	922,645
2023-2027	3,650,000	739,367	4,389,367
2028-2032	2,305,000	246,550	2,551,550
Total	<u>\$ 9,270,000</u>	<u>\$ 2,288,282</u>	<u>\$ 11,558,282</u>

NOTE 10 - RETIREMENT PLAN

A. Plan Description

The City participates as one of 872 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.tmrs.com.

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

B. Benefits Provided

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 payment 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.

CITY OF CIBOLO, TEXAS
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
SEPTEMBER 30, 2017

NOTE 10 - RETIREMENT PLAN (Continued)

At the December 31, 2016 valuation and measurement date, the following employees were covered by the benefit terms:

	2015	2016
Inactive employees or beneficiaries currently receiving benefits	22	24
Inactive employees entitled to but not yet receiving benefits	72	79
Active employees	116	115
	<u>210</u>	<u>218</u>

C. 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.

For the year ending September 30, 2017, employees for the City were required to contribute 7% of their annual gross earnings during the fiscal year. The contribution rates for the City were 12.04% and 12.82% in calendar years 2016 and 2017, respectively. The City's contributions to TMRS for the year ended September 30, 2017 were \$797,062, and were equal to the required contributions.

D. Net Pension Liability

The City's Net Pension Liability (NPL) was measured as of December 31, 2016, and the Total Pension Liability (TPL) used to calculate the Net Pension Liability was determined by an actuarial valuation as of that date.

E. Actuarial Assumptions

The Total Pension Liability in the December 31, 2016 actuarial valuation was determined using the following actuarial assumptions:

Inflation	2.5% per year
Salary Increases	3.0% per year
Investment Rate of Return*	6.75%

* Presented net of pension plan investment expense, including inflation

CITY OF CIBOLO, TEXAS
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
SEPTEMBER 30, 2017

NOTE 10 - RETIREMENT PLAN (Continued)

E. Actuarial Assumptions (Continued)

Salary increases were based on a service-related table. Mortality rates for active members, retirees, and beneficiaries were based on the gender-distinct RP2000 Combined Health Mortality Table, with male rates multiplied by 109% and female rates multiplied by 103%. The rates are projected on a fully generational basis by scale BB to account for future mortality improvements. For disabled annuitants, the gender-distinct RP2000 Combined Healthy Mortality Tables with Blue Collar Adjustment are used with males rates multiplied by 109% and female rates multiplied by 103% with a 3-year set-forward for both males and females. In addition, a 3% minimum mortality rate is applied to reflect the impairment for younger members who become disabled. The rates are projected on a fully generational basis by scale BB to account for future mortality improvements subject to the 3% floor.

Actuarial assumptions used in the December 31, 2016 valuation were based on the results of actuarial experience studies. The experience study in TMRS was for the period December 31, 2010 through December 31, 2014. 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. 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 rates of return by the target asset allocation percentage and by adding the expected inflation. In determining their best estimate of a recommended investment return assumption under the various alternative asset allocation portfolios, GRS focused on the area between (1) arithmetic mean (aggressive) without an adjustment for time (conservative) and (2) the geometric mean (conservative) with an adjustment for time (aggressive).

CITY OF CIBOLO, TEXAS
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
SEPTEMBER 30, 2017

NOTE 10 - RETIREMENT PLAN (Continued)

E. Actuarial Assumptions (Continued)

The target allocation and best estimates of arithmetic real rates of return for each major asset class in fiscal year 2017 are summarized in the following table:

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return (Arithmetic)
Domestic Equity	17.50%	4.55%
International Equity	17.50%	6.35%
Core Fixed Income	10.00%	1.00%
Non-Core Fixed Income	20.00%	4.15%
Real Return	10.00%	4.15%
Real Estate	10.00%	4.75%
Absolute Return	10.00%	4.00%
Private Equity	5.00%	7.75%
	<u>100.00%</u>	

F. Discount Rate

The discount rate used to measure the Total Pension Liability was 6.75%. The projection of cash flows used to determine the discount rate assumed that employee 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 active and inactive employees. 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.

CITY OF CIBOLO, TEXAS
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
SEPTEMBER 30, 2017

NOTE 10 - RETIREMENT PLAN (Continued)

G. Changes in the Net Pension Liability

The below schedule presents the changes in the Net Pension Liability as of December 31, 2016:

	Total Pension Liability	Plan Fiduciary Net Position	Net Pension Liability
Balance at December 31, 2015	\$ 9,155,983	\$ 7,480,094	\$ 1,675,889
Changes for the year:			
Service Cost	1,072,363	-	1,072,363
Interest	648,018	-	648,018
Change of Benefit Terms	-	-	-
Difference Between Expected and Actual Experience	92,870	-	92,870
Changes of Assumptions	-	-	-
Contributions - Employer	-	707,822	(707,822)
Contributions - Employee	-	411,769	(411,769)
Net Investment Income	-	505,615	(505,615)
Benefit Payments, Including Refunds of Employee Contributions	(183,789)	(183,789)	-
Administrative Expense	-	(5,709)	5,709
Other Changes	-	(308)	308
Net Changes	1,629,462	1,435,400	194,062
Balance at December 31, 2016	\$ 10,785,445	\$ 8,915,494	\$ 1,869,951

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 6.75%, 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 (5.75%) or 1-percentage point higher (7.75%) than the current rate:

	Discount Rate 5.75%	Discount Rate 6.75%	Discount Rate 7.75%
Net Pension Liability	\$ 3,782,947	\$ 1,869,951	\$ 347,459

H. 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.tmrs.com.

CITY OF CIBOLO, TEXAS
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
SEPTEMBER 30, 2017

NOTE 10 - RETIREMENT PLAN (Continued)

I. Pension Expense and Deferred Outflow/Inflows of Resources Related to Pensions

For the year ended September 30, 2017, the City recognized pension expense of \$934,972, respectively. Also as of September 30, 2017, the City reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between Expected and Actual Economic Experience	\$ 59,785	\$ -
Changes in Actuarial Assumptions	22,258	-
Differences Between Projected and Actual Investment Earnings	298,950	-
Contributions Subsequent to the Measurement Date	626,239	-
	<u>\$ 1,007,232</u>	<u>\$ -</u>

Deferred outflows of resources in the amount of \$626,239 is related to pensions resulting from contributions subsequent to the measurement date, and will be recognized as a reduction of the net pension liability for the year ending September 30, 2018. Other amounts reported as deferred outflows and inflows of resources related to pensions will be recognized in pension expense as follows:

For the Plan Year ended December 31,	
2017	\$ 125,249
2018	125,692
2019	113,291
2020	16,761
	<u>\$ 380,993</u>

NOTE 11 - OTHER POST-EMPLOYMENT BENEFITS

The City also participates in the cost sharing multiple-employer defined benefit group-term life insurance plan operated by TMRS known as Supplemental Death Benefits Fund (SDBF). The City elected, by ordinance, to provide group-term life insurance coverage to both current and retired employees. The City may terminate coverage under and discontinue participation in the SDBF by adopting an ordinance before November 1 of any year to be effective the following January 1.

The death benefit for active employees provides a lump-sum payment approximately equal to the employee's annual salary (calculated based on the employee's actual earnings, for the 12-month period preceding the month of death); retired employees are insured for \$7,500; this coverage is an "other postemployment benefit," or OPEB.

CITY OF CIBOLO, TEXAS
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
SEPTEMBER 30, 2017

NOTE 11 - OTHER POST-EMPLOYMENT BENEFITS (Continued)

The City contributes to the SDBF at a contractually required rate as determined by an annual actuarial valuation. The rate is equal to the cost of providing one-year term life insurance. The funding policy for the SDBF program is to assure that adequate resources are available to meet all death benefit payments for the upcoming year; the intent is not to pre-fund retiree life insurance during the employees' entire careers.

The City's contributions to the TMRS SDBF for the years ended 2017, 2016, and 2015 were \$8,195, \$7,757, and \$6,745, respectively, which equaled the required contributions each year.

NOTE 12 - JOINT VENTURES

Cibolo Valley Local Government Corporation

The Cibolo Valley Local Government Corporation (CVLGC) is a public nonprofit corporation incorporated in March 2012 to assist and act on behalf of the cities of Cibolo and Schertz to obtain additional water sources. The participating governments have an ongoing financial responsibility to fund the operation of the corporation through either purchase of services or by subsidizing the operations. Contributions to the corporation are reflected as "operating expenses" in the water and sewer fund. Separate financial statements for the CVLGC may be obtained from CVLGC, 108 West Mountain Street, Seguin, TX 78156.

The City of Cibolo is jointly liable, together with the City of Schertz, for operating deficits and long-term debt of CVLGC. Following is a summary of financial data as reported in the Corporation's audited financial statements dated September 30, 2016:

ASSETS:	
Current Assets	\$ 613,204
Noncurrent Assets	<u>1,268,516</u>
TOTAL ASSETS	<u><u>1,881,720</u></u>
 LIABILITIES:	
Current Liabilities	<u>92,012</u>
TOTAL LIABILITIES	<u><u>92,012</u></u>
 NET POSITION:	
Net Investment in Capital Assets	1,268,516
Unrestricted	<u>521,192</u>
TOTAL NET POSITION	<u><u>\$ 1,789,708</u></u>

Canyon Regional Water Authority

Canyon Regional Water Authority (the "Authority") operates under Chapter 65 of the Texas Water Code. The Authority is comprised of the eleven member entities listed in Note 1 section A. The Authority was created to purchase, own, hold, lease and otherwise acquire sources of potable water; build, operate and maintain facilities for the treatment and transportation of water; sell potable water to local governments, water supply corporations and other persons in this state; and to protect, preserve and restore the purity and sanitary condition of water in the area.

CITY OF CIBOLO, TEXAS
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
SEPTEMBER 30, 2017

NOTE 12 - JOINT VENTURES (Continued)

Canyon Regional Water Authority (Continued)

Separate financial statements may be obtained from the Authority. Following is a summary of financial data as reported in the Authority's audited financial statements dated September 30, 2017:

ASSETS:	
Cash and Investments	\$ 6,074,635
Other Current Assets	1,771,737
Other Assets	30,226,496
Capital Assets (Net)	137,711,816
TOTAL ASSETS	<u>175,784,684</u>
 DEFERRED OUTFLOWS OF RESOURCES	
Deferred Loss on Debt Refunding	<u>251,357</u>
 LIABILITIES:	
Accounts Payable and Accruals	10,680,825
Long Term Debt	138,401,659
TOTAL LIABILITIES	<u>149,082,484</u>
 NET POSITION:	
Net Investment in Capital Assets	11,489,088
Restricted	5,515,985
Unrestricted	9,948,484
TOTAL NET POSITION	<u><u>\$ 26,953,557</u></u>

NOTE 13 - COMMITMENTS AND CONTINGENCIES

Litigation

The City is the subject of various claims and litigation that have arisen in the course of its operations. Management is of the opinion that the City's liability in these cases, if decided adversely to the City, will not have a material effect on the City's financial position.

Risk Management

The City is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; and natural disasters. The City contracts with the Texas Municipal League Intergovernmental Risk Pool, a public entity risk pool currently operating as a common risk management and insurance program providing insurance coverage in the following areas: general liability, automobile liability and physical damage, law enforcement liability, worker's compensation, real and personal property, mobile equipment, and errors and omissions liability. TML is a multi-employer group that provides for a combination of risk sharing among pool participants and stop loss coverage. Contributions are set annually by the provider. Liability by the City is generally limited to the contributed amounts. Annual contributions for the year ended September 30, 2017 were \$220,531 for property and casualty and workers compensation coverage.

CITY OF CIBOLO, TEXAS
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
SEPTEMBER 30, 2017

NOTE 13 - COMMITMENTS AND CONTINGENCIES (Continued)

Construction Commitments

The City of Cibolo has entered into various contracts for construction projects. As of September 30, 2017, the City had the following estimated commitments related to these contracts:

	Estimated Project Cost to City	Expended to Date	Estimated Future Commitment
Town Creek Flood Control Engineering	\$ 856,047	\$ 632,551	\$ 223,496
Town Creek Design/Permitting Coordination	110,005	106,841	3,164
Haeckerville Rd - RM 78 to Park Valley	197,660	149,537	48,123
City Community Center Design	563,560	319,541	244,019
Cibolo Youth Sports Complex	3,760,794	3,004,529	756,265
Engineering Services	418,800	410,656	8,144
Borgfeld Road Reconstruction	3,645,515	2,290,027	1,355,488
Engineering Services	406,400	296,531	109,869
City of Cibolo Capital Improvement Plan	17,900	4,654	13,246
Fire Station #1 Improvements	1,373,250	1,302,950	70,300
Design Costs	137,126	132,385	4,741
Elevated Water Storage Tank	2,115,000	1,914,250	200,750
Engineering Services	157,500	149,625	7,875
FM 1003 Expansion/Reconstruction	7,000,000	853,126	6,146,874
Lower Haeckerville Road Reconstruction	2,018,311	769,808	1,248,503
Engineering Services	257,500	246,701	10,799
FM 1103/Main St Intersection Design	132,200	93,000	39,200
Ground Water Storage Tank - Engineering	763,800	725,610	38,190
Engineering Services	58,500	56,160	2,340
Pump Station at Water Plant # 3	1,049,425	721,860	327,565
Engineering Services	81,500	65,200	16,300
Total Estimated Future Commitments	<u>\$ 25,120,793</u>	<u>\$ 14,245,542</u>	<u>\$ 10,875,251</u>

380 Agreements

The Chapter 380 Incentive program, authorized by Chapter 380 of the Texas Local Government Code, enables the City Of Cibolo to provide grants or reimbursements from the City's general fund. To become eligible for Chapter 380 Incentives, projects must: create at least \$100 million in new real and personal property; or generate at least \$35 million in gross sales that is subject to the collection of local sales and use tax. Businesses that have a 380 Incentive agreement with the City are eligible to receive a reimbursement of taxes paid for the year if they have met the requirements outlined in the agreement by a certain date each year. For the fiscal year ended September 30, 2017, the City reimbursed \$150,530 in sales taxes paid.

CITY OF CIBOLO, TEXAS
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
SEPTEMBER 30, 2017

NOTE 13 - COMMITMENTS AND CONTINGENCIES (Continued)

Subsequent Events

On November 7, 2017, the Council authorized the issuance of General Obligation Refunding Bonds, Series 2017 in the amount of \$8,325,000 to advance refund the outstanding principal on the General Obligation Bonds, Series 2009. The refunding resulted in total savings of \$966,237 with a net present value of \$860,286 for the City.

On October 24, 2017, the Council authorized the creation of the Cibolo Public Facility Corporation under Chapter 303 of the Texas Local Government Code to act on behalf of the City of Cibolo, Texas. The Corporation will provide for the financing, acquisition, and construction of public facilities within City boundaries.



REQUIRED SUPPLEMENTARY INFORMATION

CITY OF CIBOLO, TEXAS
REQUIRED SUPPLEMENTARY INFORMATION
GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES –
BUDGET AND ACTUAL
YEAR ENDED SEPTEMBER 30, 2017

	Budgeted Amounts		2017 Actual Amounts	Variance With Final Budget - Positive (Negative)
	Original	Final		
REVENUES				
Taxes	\$ 7,532,980	\$ 7,403,024	\$ 7,486,853	\$ 83,829
Permits and Fees	2,185,000	2,072,555	2,107,883	35,328
Service Fees	314,000	316,455	320,461	4,006
Fines and Fees	239,400	212,600	215,444	2,844
Park	37,000	37,900	37,667	(233)
Grant Revenue	84,530	84,530	78,396	(6,134)
Investment Earnings	46,000	75,700	88,450	12,750
Miscellaneous	38,200	100,538	105,680	5,142
TOTAL REVENUES	10,477,110	10,303,302	10,440,834	137,532
EXPENDITURES				
<i>General Government:</i>				
Mayor and Council Meeting Expense and Awards	4,300	3,737	2,449	1,288
City Council Contingency	4,600	3,564	1,895	1,669
Salaries and Fringe Benefits	398,061	573,932	573,182	750
Supplies	225,430	229,434	228,619	815
Maintenance	16,750	19,104	9,093	10,011
Contractual Services	595,435	535,900	474,038	61,862
Utilities	61,600	55,886	53,123	2,763
Capital Outlay	550,098	99,847	11,098	88,749
<i>Total General Government</i>	1,856,274	1,521,404	1,353,497	167,907
<i>Law Enforcement and Municipal Court:</i>				
Salaries and Fringe Benefits	3,013,895	3,014,766	2,965,199	49,567
Supplies	220,277	206,159	175,442	30,717
Maintenance	130,200	149,172	143,837	5,335
Contractual Services	437,755	406,739	398,759	7,980
Utilities	53,400	54,559	51,363	3,196
Capital Outlay	253,000	247,913	198,008	49,905
Principal and Interest	62,279	62,280	62,280	-
<i>Total Law Enforcement and Municipal Court</i>	4,170,806	4,141,588	3,994,888	146,700
<i>Community Development Services:</i>				
Salaries and Fringe Benefits	666,996	667,097	654,998	12,099
Supplies	15,750	13,956	8,804	5,152
Maintenance	13,500	6,740	6,777	(37)
Contractual Services	196,083	108,658	65,963	42,695
Utilities	3,500	3,789	3,564	225
Capital Outlay	24,000	22,427	22,427	-
<i>Total Community Development Services</i>	\$ 919,829	\$ 822,667	\$ 762,533	\$ 60,134

CITY OF CIBOLO, TEXAS
REQUIRED SUPPLEMENTARY INFORMATION
GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES –
BUDGET AND ACTUAL (CONTINUED)
YEAR ENDED SEPTEMBER 30, 2017

	Budgeted Amounts		2017 Actual Amounts	Variance With Final Budget - Positive (Negative)
	Original	Final		
EXPENDITURES (Continued)				
<i>Public Works:</i>				
Salaries and Fringe Benefits	\$ 868,246	\$ 782,690	\$ 770,795	\$ 11,895
Supplies	146,776	162,824	153,092	9,732
Maintenance	68,010	63,943	57,872	6,071
Contractual Services	30,660	23,883	18,320	5,563
Utilities	5,460	11,208	10,706	502
Capital Outlay	-	20,000	-	20,000
Principal and Interest	20,300	20,300	20,300	-
<i>Total Public Works</i>	<u>1,139,452</u>	<u>1,084,848</u>	<u>1,031,085</u>	<u>53,763</u>
<i>Parks and Recreation:</i>				
Salaries and Fringe Benefits	480,321	447,662	440,030	7,632
Supplies	73,647	79,678	64,487	15,191
Maintenance	25,710	23,612	22,536	1,076
Contractual Services	7,600	6,668	4,887	1,781
Utilities	68,700	92,165	123,462	(31,297)
Capital Outlay	51,805	52,119	37,988	14,131
<i>Total Parks and Recreation</i>	<u>707,783</u>	<u>701,904</u>	<u>693,390</u>	<u>8,514</u>
<i>Animal Control:</i>				
Salaries and Fringe Benefits	162,019	155,894	157,650	(1,756)
Supplies	24,100	21,132	21,132	-
Maintenance	8,000	7,797	7,916	(119)
Contractual Services	13,600	16,724	16,700	24
Utilities	6,500	5,599	5,430	169
Capital Outlay	-	-	-	-
<i>Total Animal Control</i>	<u>214,219</u>	<u>207,146</u>	<u>208,828</u>	<u>(1,682)</u>
<i>Fire:</i>				
Salaries and Fringe Benefits	1,320,481	1,321,700	1,342,064	(20,364)
Supplies	50,476	57,676	34,189	23,487
Maintenance	326,166	352,606	289,995	62,611
Contractual Services	563,576	565,911	563,375	2,536
Utilities	27,400	27,401	23,534	3,867
Capital Outlay	119,000	738,096	745,046	(6,950)
<i>Total Fire</i>	<u>\$ 2,407,099</u>	<u>\$ 3,063,390</u>	<u>\$ 2,998,203</u>	<u>\$ 65,187</u>

CITY OF CIBOLO, TEXAS
REQUIRED SUPPLEMENTARY INFORMATION
GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES –
BUDGET AND ACTUAL (CONTINUED)
YEAR ENDED SEPTEMBER 30, 2017

	Budgeted Amounts		2017 Actual Amounts	Variance With Final Budget - Positive (Negative)
	Original	Final		
EXPENDITURES (Continued)				
<i>Finance:</i>				
Salaries and Fringe Benefits	\$ 243,196	\$ 216,269	\$ 217,124	\$ (855)
Supplies	7,212	9,490	9,377	113
Contractual Services	168,088	169,178	155,068	14,110
Utilities	-	-	94	(94)
<i>Total Finance</i>	<u>418,496</u>	<u>394,937</u>	<u>381,663</u>	<u>13,274</u>
<i>Information Technology:</i>				
Salaries and Fringe Benefits	200,737	116,206	116,456	(250)
Supplies	34,500	22,707	22,049	658
Maintenance	1,500	12,602	12,602	-
Contractual Services	138,850	87,121	84,722	2,399
Utilities	500	456	486	(30)
Capital Outlay	297,890	297,890	246,943	50,947
<i>Total Information Technology</i>	<u>673,977</u>	<u>536,982</u>	<u>483,258</u>	<u>53,724</u>
TOTAL EXPENDITURES	<u>12,507,935</u>	<u>12,474,866</u>	<u>11,907,345</u>	<u>567,521</u>
 EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	 <u>(2,030,825)</u>	 <u>(2,171,564)</u>	 <u>(1,466,511)</u>	 <u>705,053</u>
 OTHER FINANCING SOURCES				
Sale of Assets	15,000	3,805	3,903	98
Issuance of Debt	-	675,000	674,936	(64)
Transfers In	394,713	378,777	380,410	1,633
Transfers Out	<u>(75,240)</u>	<u>(25,240)</u>	<u>(25,240)</u>	<u>-</u>
TOTAL OTHER FINANCING SOURCES	<u>334,473</u>	<u>1,032,342</u>	<u>1,034,009</u>	<u>1,667</u>
 NET CHANGE IN FUND BALANCE	 <u>(1,696,352)</u>	 <u>(1,139,222)</u>	 <u>(432,502)</u>	 <u>706,720</u>
 FUND BALANCE - BEGINNING	 <u>6,171,055</u>	 <u>6,171,055</u>	 <u>6,171,055</u>	 <u>-</u>
 FUND BALANCE - ENDING	 <u>\$ 4,474,703</u>	 <u>\$ 5,031,833</u>	 <u>\$ 5,738,553</u>	 <u>\$ 706,720</u>

CITY OF CIBOLO, TEXAS
NOTES TO SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE – BUDGET AND ACTUAL
SEPTEMBER 30, 2017

Budgetary Information – The budget is prepared in accordance with accounting principles generally accepted in the United States of America. The City maintains strict budgetary controls. The objective of these controls is to ensure compliance with legal provision embodied in the annual appropriated budget approved by the City Council and as such is a good management control device. Annual budgets are adopted for the general fund; debt service fund; special revenue funds; capital replacement, Cibolo Fest, traffic impact, street impact, street maintenance, park fee, court technology, court security, police seizure, police special, police education, and child safety funds. Project-length financial plans are adopted for capital projects funds. Of these budgets, only the General Fund and Debt are legally adopted.

Budgetary preparation and control is exercised at the department level. Actual expenditures may not legally exceed appropriations at the fund level.

The City did not exceed the budgeted expenditures in any funds with legally adopted budgets during 2017. However, the budgets for the following special revenue funds were exceeded; court security and police special.

The City does not use encumbrances.

CITY OF CIBOLO, TEXAS
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF CHANGES – NET PENSION LIABILITY AND RELATED RATIOS
LAST THREE PLAN YEARS

Total Pension Liability			
	2014	2015	2016
Service Cost	\$ 801,058	\$ 943,527	\$ 1,072,363
Interest (on the Total Pension Liability)	490,946	571,820	648,018
Changes of Benefit Terms	-	-	-
Difference between Expected and Actual Experience	(25,502)	(7,356)	92,870
Change of Assumptions	-	39,380	-
Benefit Payments, Including Refunds of Employee Contributions	(187,829)	(176,960)	(183,789)
Net Change in Total Pension Liability	1,078,673	1,370,411	1,629,462
Total Pension Liability - Beginning	6,706,899	7,785,572	9,155,983
Total Pension Liability - Ending	<u>\$ 7,785,572</u>	<u>\$ 9,155,983</u>	<u>\$ 10,785,445</u>
Plan Fiduciary Net Position			
	2014	2015	2016
Contributions - Employer	\$ 480,458	\$ 689,147	\$ 707,822
Contributions - Employee	349,243	378,059	411,769
Net Investment Income	322,016	9,723	505,615
Benefit Payments, Including Refunds of Employee Contributions	(187,829)	(176,960)	(183,789)
Administrative Expense	(3,360)	(5,920)	(5,709)
Other	(276)	(292)	(308)
Net Change in Plan Fiduciary Net Position	960,252	893,757	1,435,400
Plan Fiduciary Net Position - Beginning	5,626,085	6,586,337	7,480,094
Plan Fiduciary Net Position - Ending	<u>\$ 6,586,337</u>	<u>\$ 7,480,094</u>	<u>\$ 8,915,494</u>
Net Pension Liability (Asset) - Ending	\$ 1,199,235	\$ 1,675,889	\$ 1,869,951
Plan Fiduciary Net Position as a Percentage of Total Pension Liability	84.60%	81.70%	82.66%
Covered Employee Payroll	\$ 4,989,184	\$ 5,400,840	\$ 5,882,409
Net Pension Liability as a Percentage of Covered Employee Payroll	24.04%	31.03%	31.79%

Note: The schedule above reflects the changes in the net pension liability for the current year and the previous two plan years. GASB Statement No. 68 requires 10 years of data to be provided in this schedule. The City will build this schedule over the 10-year period beginning December 31, 2014 as data becomes available.

CITY OF CIBOLO, TEXAS
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF CITY CONTRIBUTIONS
LAST THREE FISCAL YEARS

	2015	2016	2017
Actuarially Determined Contribution	\$ 632,009	\$ 729,386	\$ 797,062
Contributions in Relation to the Actuarially Determined Contribution	632,009	729,386	797,062
Contribution Deficiency (Excess)	\$ -	\$ -	\$ -
Covered Employee Payroll	\$ 5,296,108	\$ 5,966,881	\$ 6,303,654
Contributions as a Percentage of Covered Employee Payroll	11.93%	12.22%	12.64%

Note: The schedule above reflects the TMRS contributions made by the City for the current and previous two fiscal years. GASB Statement No. 68 requires 10 fiscal years of data to be provided in this schedule. The City will build this schedule over the 10-year period beginning September 30, 2015 as data becomes available.

Valuation Date:

Actuarially determined contribution rates are calculated as of December 31 and become effective in January, thirteen (13) months later.

Methods and Assumptions Used to Determine Contribution Rates:

Actuarial Cost Method	Entry Age Normal
Amortization Method	Level Percentage of Payroll, Closed
Remaining Amortization Period	27 Years
Asset Valuation Method	10 Year Smoothed Market; 15% Soft Corridor
Inflation	2.50%
Salary Increases	3.50% to 10.50% including Inflation
Investment Rate of Return	6.75%
Retirement Age	Experience-based table of rates that are specific to the City's plan of benefits. Last updated for the 2015 valuation pursuant to an experience study of the period 2010 - 2014.
Mortality	RP2000 Combined Mortality Table with blue Collar Adjustment with male rates multiplied by 109% and femal rates multiplied by 103% and projected on a fully generational basis with scale BB.

Other Information:

Notes	There were no benefit changes during the year
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SUPPLEMENTARY INFORMATION

- Comparative Statements
 - General Fund
 - Debt Service Fund
 - Capital Projects Fund
- Combining and Comparative Individual Fund Statements - Nonmajor Special Revenue Funds
 - Cibolo Fest Fund
 - Street Maintenance Fund
 - Court Technology Fund
 - Court Security Fund
 - Police Seizure Fund
 - Police Special Fund
 - Police Education Fund
 - Child Safety Fund
- Combining and Comparative Individual Fund Statements – Nonmajor Capital Projects Funds
 - Capital Replacement Fund
 - Street and Traffic Impact Fund
 - Park Fee Fund
- Combining Fund Statements – Nonmajor Proprietary Funds
 - Water Impact Fund
 - Sewer Impact Fund
 - Drainage Impact Fund
- Comparative Statements – Discretely Presented Component Units
 - Economic Development Corporation

CITY OF CIBOLO, TEXAS
COMPARATIVE BALANCE SHEETS
GENERAL FUND
SEPTEMBER 30, 2017 AND 2016

	<u>2017</u>	<u>2016</u>
ASSETS		
Cash and Cash Equivalents	\$ 6,349,631	\$ 6,421,792
Investments	26,058	372,425
Receivables (net of allowances):		
Taxes	468,922	396,371
Accounts and Other	67,896	6,182
Due from Other Funds	113,739	4,072
Due from Component Unit	2,014	506
Inventory	13,231	14,689
Prepays	20,448	355
	<u>7,061,939</u>	<u>7,216,392</u>
TOTAL ASSETS	<u>\$ 7,061,939</u>	<u>\$ 7,216,392</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES		
<i>Liabilities:</i>		
Accounts Payable	\$ 754,789	\$ 558,818
Accrued Liabilities	398,719	343,430
Due to Other Funds	79,650	59,606
Unearned Revenue	39,696	38,534
<i>Total Liabilities</i>	<u>1,272,854</u>	<u>1,000,388</u>
<i>Deferred Inflows of Resources:</i>		
Unavailable Revenue	<u>50,532</u>	<u>44,949</u>
<i>Fund Balance:</i>		
Nonspendable:		
Inventory	13,231	14,689
Prepaid Items	20,448	355
Restricted for:		
Public Education Grant Fees	283,278	282,455
Street Maintenance	100,000	100,000
Tree Project	1,400	1,400
Community Garden	-	1,805
Youth Council	5,000	5,000
Unassigned	5,315,196	5,765,351
<i>Total Fund Balance</i>	<u>5,738,553</u>	<u>6,171,055</u>
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCE	<u>\$ 7,061,939</u>	<u>\$ 7,216,392</u>

CITY OF CIBOLO, TEXAS
COMPARATIVE STATEMENTS OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE
GENERAL FUND
FOR THE YEARS ENDED SEPTEMBER 30, 2017 AND 2016

	<u>2017</u>	<u>2016</u>
REVENUES		
Taxes	\$ 7,486,853	\$ 6,960,651
Permits and Fees	2,107,883	2,323,221
Service Fees	320,461	247,177
Fines and Fees	215,444	162,133
Parks Revenue	37,667	43,996
Grant Revenue	78,396	3,150
Investment Earnings	88,450	58,773
Miscellaneous	105,680	155,339
TOTAL REVENUES	<u>10,440,834</u>	<u>9,954,440</u>
EXPENDITURES		
Current:		
General Government	1,342,399	1,169,611
Law Enforcement and Municipal Court	3,734,600	3,407,773
Community Development Services	740,106	825,911
Public Works	1,010,785	860,372
Parks and Recreation	655,402	561,315
Animal Control	208,828	166,650
Fire	1,991,393	1,802,171
Finance	381,663	361,287
Information Technology	236,315	218,367
Capital Outlay	1,523,274	374,514
Debt Service:		
Principal	77,422	76,718
Interest and Fiscal Charges	5,158	5,969
TOTAL EXPENDITURES	<u>11,907,345</u>	<u>9,830,658</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(1,466,511)</u>	<u>123,782</u>
OTHER FINANCING SOURCES (USES)		
Sale of Assets	3,903	12,009
Issuances of Debt	674,936	-
Transfers In	380,410	174,356
Transfers Out	(25,240)	(25,020)
TOTAL OTHER FINANCING SOURCES (USES)	<u>1,034,009</u>	<u>161,345</u>
Net Change in Fund Balance	<u>(432,502)</u>	<u>285,127</u>
Fund Balance at Beginning of Year	<u>6,171,055</u>	<u>5,885,928</u>
Fund Balance at End of Year	<u><u>\$ 5,738,553</u></u>	<u><u>\$ 6,171,055</u></u>

CITY OF CIBOLO, TEXAS
COMPARATIVE BALANCE SHEETS
DEBT SERVICE FUND
SEPTEMBER 30, 2017 AND 2016

	<u>2017</u>	<u>2016</u>
ASSETS		
Receivables (net of allowances):		
Taxes	\$ 33,232	\$ 28,970
Due from Component Unit	19,075	-
Restricted Assets:		
Cash and Cash Equivalents	422,334	428,875
Investments	<u>274</u>	<u>-</u>
TOTAL ASSETS	<u><u>\$ 474,915</u></u>	<u><u>\$ 457,845</u></u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCE		
<i>Liabilities:</i>		
Accrued Interest Payable	<u>\$ 21,426</u>	<u>\$ 21,426</u>
<i>Deferred Inflows of Resources:</i>		
Unavailable Revenue	<u>33,603</u>	<u>27,884</u>
<i>Fund Balance:</i>		
Restricted for:		
Debt Service	<u>419,886</u>	<u>408,535</u>
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCE	<u><u>\$ 474,915</u></u>	<u><u>\$ 457,845</u></u>

CITY OF CIBOLO, TEXAS
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET TO ACTUAL
DEBT SERVICE FUND
FOR THE YEAR ENDED SEPTEMBER 30, 2017
(WITH COMPARATIVE ACTUAL TOTALS FOR 2016)

	Budgeted Amounts		2017 Actual Amounts	Variance with Final Budget- Positive (Negative)	2016 Actual Amounts
	Original	Final			
REVENUES					
Property Taxes	\$ 3,400,000	\$ 3,451,400	\$ 3,439,493	\$ (11,907)	\$ 3,117,473
Investment Earnings	1,500	2,473	3,454	981	2,139
Miscellaneous Income	124,000	124,000	124,000	-	65,038
TOTAL REVENUES	<u>3,525,500</u>	<u>3,577,873</u>	<u>3,566,947</u>	<u>(10,926)</u>	<u>3,184,650</u>
EXPENDITURES					
Debt Service:					
Principal	2,105,000	2,105,000	2,105,000	-	1,785,000
Interest and Fiscal Charges	1,416,162	1,416,462	1,450,596	(34,134)	1,390,832
TOTAL EXPENDITURES	<u>3,521,162</u>	<u>3,521,462</u>	<u>3,555,596</u>	<u>(34,134)</u>	<u>3,175,832</u>
Net Change in Fund Balance	4,338	56,411	11,351	(45,060)	8,818
FUND BALANCE, BEGINNING	<u>408,535</u>	<u>408,535</u>	<u>408,535</u>	<u>-</u>	<u>399,717</u>
FUND BALANCE, ENDING	<u>\$ 412,873</u>	<u>\$ 464,946</u>	<u>\$ 419,886</u>	<u>\$ (45,060)</u>	<u>\$ 408,535</u>

CITY OF CIBOLO, TEXAS
COMPARATIVE BALANCE SHEETS
CAPITAL PROJECTS FUND
SEPTEMBER 30, 2017 AND 2016

	<u>2017</u>	<u>2016</u>
ASSETS		
Restricted Assets:		
Cash and Cash Equivalents	\$ 18,719,172	\$ 22,586,618
Investments	916,228	2,109,840
Accounts Receivable, Net of Allowance	45,000	-
Due From Other Funds	<u>146,455</u>	<u>-</u>
TOTAL ASSETS	<u>\$ 19,826,855</u>	<u>\$ 24,696,458</u>
LIABILITIES AND FUND BALANCE		
<i>Liabilities:</i>		
Accounts Payable	2,025,528	\$ 91,235
Due To Other Funds	<u>73,031</u>	<u>-</u>
<i>Total Liabilities</i>	<u>2,098,559</u>	<u>91,235</u>
<i>Fund Balance:</i>		
Restricted for:		
Capital Improvement	<u>17,728,296</u>	<u>24,605,223</u>
<i>Total Fund Balance</i>	<u>17,728,296</u>	<u>24,605,223</u>
TOTAL LIABILITIES AND FUND BALANCE	<u>\$ 19,826,855</u>	<u>\$ 24,696,458</u>

CITY OF CIBOLO, TEXAS
COMPARATIVE STATEMENTS OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE
CAPITAL PROJECTS FUND
FOR THE YEARS ENDED SEPTEMBER 30, 2017 AND 2016

	<u>2017</u>	<u>2016</u>
REVENUES		
Service Fees	\$ 450,000	\$ -
Investment Earnings	217,779	127,970
TOTAL REVENUES	<u>667,779</u>	<u>127,970</u>
EXPENDITURES		
Capital Outlay	9,203,068	574,902
Debt Service:		
Bond Issue Costs	36,600	103,345
TOTAL EXPENDITURES	<u>9,239,668</u>	<u>678,247</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(8,571,889)</u>	<u>(550,277)</u>
OTHER FINANCING SOURCES (USES)		
Issuances of Debt	2,000,000	3,455,000
Premium on Debt Issued	-	148,345
Transfers In	-	62,779
Transfers Out	(305,038)	(255,997)
TOTAL OTHER FINANCING SOURCES (USES)	<u>1,694,962</u>	<u>3,410,127</u>
Net Change in Fund Balance	(6,876,927)	2,859,850
Fund Balance at Beginning of Year	<u>24,605,223</u>	<u>21,745,373</u>
Fund Balance at End of Year	<u><u>\$ 17,728,296</u></u>	<u><u>\$ 24,605,223</u></u>

CITY OF CIBOLO, TEXAS
NONMAJOR GOVERNMENTAL FUNDS
COMBINING BALANCE SHEET
SEPTEMBER 30, 2017

	Combined Special Revenue Funds	Combined Capital Projects Funds	Total
ASSETS			
Cash and Cash Equivalents	\$ 839,131	\$ 2,052,292	\$ 2,891,423
Accounts Receivable, Net of Allowance			
Taxes	75,607	-	75,607
Due from Other Funds	401	23,299	23,700
Prepaid Items	1,420	-	1,420
	<u>1,420</u>	<u>-</u>	<u>1,420</u>
TOTAL ASSETS	<u><u>\$ 916,559</u></u>	<u><u>\$ 2,075,591</u></u>	<u><u>\$ 2,992,150</u></u>
LIABILITIES AND FUND BALANCE			
<i>Liabilities</i>			
Accounts Payable	\$ 30,882	\$ 205,837	\$ 236,719
Unearned Revenue	8,520	-	8,520
Due to Other Funds	3,078	113,094	116,172
<i>Total Liabilities</i>	<u>42,480</u>	<u>318,931</u>	<u>361,411</u>
<i>Fund Balance</i>			
Nonspendable for:			
Prepays	1,420	-	1,420
Restricted for:			
Impact Fees	-	1,105,379	1,105,379
Capital Improvements	-	568,422	568,422
Street Maintenance	738,258	-	738,258
Police Special	101,638	-	101,638
Court Special	35,832	-	35,832
Committed for:			
Capital Replacement	-	82,859	82,859
Unassigned	(3,069)	-	(3,069)
<i>Total Fund Balances</i>	<u>874,079</u>	<u>1,756,660</u>	<u>2,630,739</u>
TOTAL LIABILITIES AND FUND BALANCE	<u><u>\$ 916,559</u></u>	<u><u>\$ 2,075,591</u></u>	<u><u>\$ 2,992,150</u></u>

CITY OF CIBOLO, TEXAS
NONMAJOR GOVERNMENTAL FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE
SEPTEMBER 30, 2017

	Combined Special Revenue Funds	Combined Capital Projects Funds	Totals
REVENUES			
Sales Tax	\$ 383,210	\$ -	\$ 383,210
Permits and Fees	-	263,200	263,200
Service Fees	-	66,667	66,667
Fines and Fees	10,551	-	10,551
Impact Fees	-	309,720	309,720
Investment Earnings	7,221	14,810	22,031
Miscellaneous	80,619	13,613	94,232
TOTAL REVENUES	<u>481,601</u>	<u>668,010</u>	<u>1,149,611</u>
EXPENDITURES			
Current:			
General Government	-	5,138	5,138
Law Enforcement and Municipal Court	10,114	7,889	18,003
Community Development	-	4,690	4,690
Public Works	276,999	8,786	285,785
Parks and Recreation	28,971	-	28,971
Animal Control	-	2,280	2,280
Fire	-	2,093	2,093
Finance	-	1,775	1,775
Capital Outlay	25,360	652,015	677,375
TOTAL EXPENDITURES	<u>341,444</u>	<u>684,666</u>	<u>1,026,110</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>140,157</u>	<u>(16,656)</u>	<u>123,501</u>
OTHER FINANCING SOURCES (USES)			
Transfers In	-	28,200	28,200
Transfers Out	(115,485)	-	(115,485)
TOTAL OTHER FINANCING SOURCES (USES)	<u>(115,485)</u>	<u>28,200</u>	<u>(87,285)</u>
Net Change in Fund Balance	24,672	11,544	36,216
Fund Balances, Beginning	<u>849,407</u>	<u>1,745,116</u>	<u>2,594,523</u>
Fund Balances, Ending	<u>\$ 874,079</u>	<u>\$ 1,756,660</u>	<u>\$ 2,630,739</u>

CITY OF CIBOLO, TEXAS
NONMAJOR SPECIAL REVENUE FUNDS
COMBINING BALANCE SHEET
SEPTEMBER 30, 2017

	Special Revenue Funds				
	Cibolo Fest Fund	Street Maintenance Fund	Court Technology Fund	Court Security Fund	Police Seizure Fund
ASSETS					
Cash and Cash Equivalents	\$ 6,216	\$ 693,525	\$ 12,259	\$ 23,374	\$ 2,642
Accounts Receivable, Net of Allowance					
Taxes	-	75,607	-	-	-
Due from Other Funds	-	8	393	-	-
Prepaid Items	1,420	-	-	-	-
TOTAL ASSETS	<u>\$ 7,636</u>	<u>\$ 769,140</u>	<u>\$ 12,652</u>	<u>\$ 23,374</u>	<u>\$ 2,642</u>
LIABILITIES AND FUND BALANCE					
<i>Liabilities</i>					
Accounts Payable	\$ -	\$ 30,882	\$ -	\$ -	\$ -
Unearned Revenue	8,520	-	-	-	-
Due to Other Funds	765	-	-	194	-
<i>Total Liabilities</i>	<u>9,285</u>	<u>30,882</u>	<u>-</u>	<u>194</u>	<u>-</u>
<i>Fund Balance</i>					
Nonspendable for:					
Prepays	1,420	-	-	-	-
Restricted for:					
Street Maintenance	-	738,258	-	-	-
Police Special	-	-	-	-	2,642
Court Special	-	-	12,652	23,180	-
Unassigned	(3,069)	-	-	-	-
<i>Total Fund Balances (Deficit)</i>	<u>(1,649)</u>	<u>738,258</u>	<u>12,652</u>	<u>23,180</u>	<u>2,642</u>
TOTAL LIABILITIES AND FUND BALANCE	<u>\$ 7,636</u>	<u>\$ 769,140</u>	<u>\$ 12,652</u>	<u>\$ 23,374</u>	<u>\$ 2,642</u>

Special Revenue Funds			
Police Special Fund	Police Education Fund	Child Safety Fund	Totals
\$ 7,188	\$ 7,485	\$ 86,442	\$ 839,131
-	-	-	75,607
-	-	-	401
-	-	-	1,420
<u>\$ 7,188</u>	<u>\$ 7,485</u>	<u>\$ 86,442</u>	<u>\$ 916,559</u>
\$ -	\$ -	\$ -	\$ 30,882
-	-	-	8,520
-	-	2,119	3,078
-	-	2,119	42,480
-	-	-	1,420
-	-	-	738,258
7,188	7,485	84,323	101,638
-	-	-	35,832
-	-	-	(3,069)
<u>7,188</u>	<u>7,485</u>	<u>84,323</u>	<u>874,079</u>
<u>\$ 7,188</u>	<u>\$ 7,485</u>	<u>\$ 86,442</u>	<u>\$ 916,559</u>

CITY OF CIBOLO, TEXAS
NONMAJOR CAPITAL PROJECTS FUNDS
COMBINING BALANCE SHEET
SEPTEMBER 30, 2017

	Capital Projects Fund			
	Capital Replacement Fund	Street & Traffic Impact Fund	Park Fee Fund	Totals
ASSETS				
Cash and Cash Equivalents	\$ 82,859	\$ 1,242,121	\$ 727,312	\$ 2,052,292
Due from Other Funds	-	18,499	4,800	23,299
TOTAL ASSETS	<u>\$ 82,859</u>	<u>\$ 1,260,620</u>	<u>\$ 732,112</u>	<u>\$ 2,075,591</u>
LIABILITIES AND FUND BALANCE				
<i>Liabilities</i>				
Accounts Payable	\$ -	\$ 155,241	\$ 50,596	\$ 205,837
Due to Other Funds	-	-	113,094	113,094
<i>Total Liabilities</i>	<u>-</u>	<u>155,241</u>	<u>163,690</u>	<u>318,931</u>
<i>Fund Balance</i>				
Restricted for:				
Impact Fees	-	1,105,379	-	1,105,379
Capital Improvements	-	-	568,422	568,422
Committed for:				
Capital Replacement	82,859	-	-	82,859
<i>Total Fund Balances</i>	<u>82,859</u>	<u>1,105,379</u>	<u>568,422</u>	<u>1,756,660</u>
TOTAL LIABILITIES AND FUND BALANCE	<u>\$ 82,859</u>	<u>\$ 1,260,620</u>	<u>\$ 732,112</u>	<u>\$ 2,075,591</u>



CITY OF CIBOLO, TEXAS
NONMAJOR SPECIAL REVENUE FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
FOR THE YEAR ENDED SEPTEMBER 30, 2017

	Special Revenue Funds				
	Cibolo Fest Fund	Street Maintenance Fund	Court Technology Fund	Court Security Fund	Police Seizure Fund
REVENUES					
Sales Tax	\$ -	\$ 383,210	\$ -	\$ -	\$ -
Fines and Fees	-	-	6,026	4,525	-
Investment Earnings	24	6,932	24	44	5
Miscellaneous	18,567	-	-	-	-
TOTAL REVENUES	<u>18,591</u>	<u>390,142</u>	<u>6,050</u>	<u>4,569</u>	<u>5</u>
EXPENDITURES					
Current:					
Law Enforcement and Municipal Court	-	-	3,000	4,987	-
Public Works	-	276,999	-	-	-
Parks and Recreation	28,971	-	-	-	-
Capital Outlay	-	-	-	-	-
TOTAL EXPENDITURES	<u>28,971</u>	<u>276,999</u>	<u>3,000</u>	<u>4,987</u>	<u>-</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(10,380)</u>	<u>113,143</u>	<u>3,050</u>	<u>(418)</u>	<u>5</u>
OTHER FINANCING SOURCES (USES)					
Transfers Out	-	(100,000)	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	<u>-</u>	<u>(100,000)</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balance	(10,380)	13,143	3,050	(418)	5
Fund Balances, Beginning	<u>8,731</u>	<u>725,115</u>	<u>9,602</u>	<u>23,598</u>	<u>2,637</u>
Fund Balances, Ending (Deficit)	<u>\$ (1,649)</u>	<u>\$ 738,258</u>	<u>\$ 12,652</u>	<u>\$ 23,180</u>	<u>\$ 2,642</u>

Special Revenue Funds			
Police Special Fund	Police Education Fund	Child Safety Fund	Totals
\$ -	\$ -	\$ -	\$ 383,210
-	-	-	10,551
20	14	158	7,221
31,615	2,625	27,812	80,619
<u>31,635</u>	<u>2,639</u>	<u>27,970</u>	<u>481,601</u>
986	1,141	-	10,114
-	-	-	276,999
-	-	-	28,971
25,360	-	-	25,360
<u>26,346</u>	<u>1,141</u>	<u>-</u>	<u>341,444</u>
5,289	1,498	27,970	140,157
-	-	(15,485)	(115,485)
-	-	(15,485)	(115,485)
5,289	1,498	12,485	24,672
1,899	5,987	71,838	849,407
<u>\$ 7,188</u>	<u>\$ 7,485</u>	<u>\$ 84,323</u>	<u>\$ 874,079</u>

CITY OF CIBOLO, TEXAS
NONMAJOR CAPITAL PROJECTS FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
FOR THE YEAR ENDED SEPTEMBER 30, 2017

	Capital Projects Funds			
	Capital Replacement Fund	Street & Traffic Impact Fund	Park Fee Fund	Totals
REVENUES				
Permits and Fees	\$ -	\$ -	\$ 263,200	\$ 263,200
Services Fees	-	66,667	-	66,667
Impact Fees	-	309,720	-	309,720
Investment Earnings	472	8,120	6,218	14,810
Miscellaneous	440	13,173	-	13,613
TOTAL REVENUES	<u>912</u>	<u>397,680</u>	<u>269,418</u>	<u>668,010</u>
EXPENDITURES				
Current:				
General Government	5,138	-	-	5,138
Law Enforcement and Municipal Court	7,889	-	-	7,889
Community Development	4,690	-	-	4,690
Public Works	4,366	4,420	-	8,786
Animal Control	2,280	-	-	2,280
Fire	2,093	-	-	2,093
Finance	1,775	-	-	1,775
Capital Outlay	-	229,827	422,188	652,015
TOTAL EXPENDITURES	<u>28,231</u>	<u>234,247</u>	<u>422,188</u>	<u>684,666</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(27,319)</u>	<u>163,433</u>	<u>(152,770)</u>	<u>(16,656)</u>
OTHER FINANCING SOURCES (USES)				
Transfers In	28,200	-	-	28,200
TOTAL OTHER FINANCING SOURCES (USES)	<u>28,200</u>	<u>-</u>	<u>-</u>	<u>28,200</u>
Net Change in Fund Balance	881	163,433	(152,770)	11,544
Fund Balances, Beginning	<u>81,978</u>	<u>941,946</u>	<u>721,192</u>	<u>1,745,116</u>
Fund Balances, Ending	<u>\$ 82,859</u>	<u>\$ 1,105,379</u>	<u>\$ 568,422</u>	<u>\$ 1,756,660</u>

CITY OF CIBOLO, TEXAS
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET TO ACTUAL
CIBOLO FEST FUND
FOR THE YEAR ENDED SEPTEMBER 30, 2017
(WITH COMPARATIVE ACTUAL TOTALS FOR 2016)

	Budgeted Amounts		2017 Actual Amounts	Variance with Final Budget- Positive (Negative)	2016 Actual Amounts
	Original	Final			
REVENUES					
Investment Earnings	\$ 6	\$ 6	\$ 24	\$ 18	\$ 10
Miscellaneous	19,227	19,227	18,567	(660)	27,126
TOTAL REVENUES	<u>19,233</u>	<u>19,233</u>	<u>18,591</u>	<u>(642)</u>	<u>27,136</u>
EXPENDITURES					
Current:					
Parks and Recreation	31,011	31,011	28,971	2,040	27,168
TOTAL EXPENDITURES	<u>31,011</u>	<u>31,011</u>	<u>28,971</u>	<u>2,040</u>	<u>27,168</u>
Net Change in Fund Balance	(11,778)	(11,778)	(10,380)	1,398	(32)
FUND BALANCE, BEGINNING	<u>8,731</u>	<u>8,731</u>	<u>8,731</u>	<u>-</u>	<u>8,763</u>
FUND BALANCE, ENDING (DEFICIT)	<u>\$ (3,047)</u>	<u>\$ (3,047)</u>	<u>\$ (1,649)</u>	<u>\$ 1,398</u>	<u>\$ 8,731</u>

CITY OF CIBOLO, TEXAS
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET TO ACTUAL
STREET MAINTENANCE FUND
FOR THE YEAR ENDED SEPTEMBER 30, 2017
(WITH COMPARATIVE ACTUAL TOTALS FOR 2016)

	Budgeted Amounts		2017 Actual Amounts	Variance with Final Budget- Positive (Negative)	2016 Actual Amounts
	Original	Final			
REVENUES					
Sales Tax	\$ 361,100	\$ 361,100	\$ 383,210	\$ 22,110	\$ 318,085
Investment Earnings	5,759	5,759	6,932	1,173	2,125
TOTAL REVENUES	<u>366,859</u>	<u>366,859</u>	<u>390,142</u>	<u>23,283</u>	<u>320,210</u>
EXPENDITURES					
Current:					
Public Works	361,953	361,953	276,999	84,954	65,496
TOTAL EXPENDITURES	<u>361,953</u>	<u>361,953</u>	<u>276,999</u>	<u>84,954</u>	<u>65,496</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	4,906	4,906	113,143	108,237	254,714
OTHER FINANCING SOURCES (USES)					
Transfers Out	(100,000)	(100,000)	(100,000)	-	-
TOTAL OTHER FINANCING SOURCES (USES)	<u>(100,000)</u>	<u>(100,000)</u>	<u>(100,000)</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balance	(95,094)	(95,094)	13,143	108,237	254,714
FUND BALANCE, BEGINNING	<u>725,115</u>	<u>725,115</u>	<u>725,115</u>	<u>-</u>	<u>470,401</u>
FUND BALANCE, ENDING	<u>\$ 434,927</u>	<u>\$ 434,927</u>	<u>\$ 738,258</u>	<u>\$ 216,474</u>	<u>\$ 725,115</u>

CITY OF CIBOLO, TEXAS
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET TO ACTUAL
COURT TECHNOLOGY FUND
FOR THE YEAR ENDED SEPTEMBER 30, 2017
(WITH COMPARATIVE ACTUAL TOTALS FOR 2016)

	Budgeted Amounts		2017	Variance with	2016
	Original	Final	Actual	Final Budget- Positive (Negative)	Actual
			Amounts		Amounts
REVENUES					
Fines and Fees	\$ 5,781	\$ 5,781	\$ 6,026	\$ 245	\$ 4,200
Investment Earnings	6	6	24	18	4
TOTAL REVENUES	<u>5,787</u>	<u>5,787</u>	<u>6,050</u>	<u>263</u>	<u>4,204</u>
EXPENDITURES					
Current:					
Law Enforcement and					
Municipal Court	3,000	3,000	3,000	-	6,000
TOTAL EXPENDITURES	<u>3,000</u>	<u>3,000</u>	<u>3,000</u>	<u>-</u>	<u>6,000</u>
Net Change in Fund Balance	2,787	2,787	3,050	263	(1,796)
FUND BALANCE, BEGINNING	<u>9,602</u>	<u>9,602</u>	<u>9,602</u>	<u>-</u>	<u>11,398</u>
FUND BALANCE, ENDING	<u>\$ 12,389</u>	<u>\$ 12,389</u>	<u>\$ 12,652</u>	<u>\$ 263</u>	<u>\$ 9,602</u>

CITY OF CIBOLO, TEXAS
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET TO ACTUAL
COURT SECURITY FUND
FOR THE YEAR ENDED SEPTEMBER 30, 2017
(WITH COMPARATIVE ACTUAL TOTALS FOR 2016)

	Budgeted Amounts		2017 Actual Amounts	Variance with Final Budget- Positive (Negative)	2016 Actual Amounts
	Original	Final			
REVENUES					
Fines and Fees	\$ 4,346	\$ 4,346	\$ 4,525	\$ 179	\$ 3,150
Investment Earnings	14	14	44	30	12
TOTAL REVENUES	<u>4,360</u>	<u>4,360</u>	<u>4,569</u>	<u>209</u>	<u>3,162</u>
EXPENDITURES					
Current:					
Law Enforcement and Municipal Court	5,539	5,539	4,987	552	4,457
TOTAL EXPENDITURES	<u>5,539</u>	<u>5,539</u>	<u>4,987</u>	<u>552</u>	<u>4,457</u>
Net Change in Fund Balance	(1,179)	(1,179)	(418)	761	(1,295)
FUND BALANCE, BEGINNING	<u>23,598</u>	<u>23,598</u>	<u>23,598</u>	<u>-</u>	<u>24,893</u>
FUND BALANCE, ENDING	<u>\$ 22,419</u>	<u>\$ 22,419</u>	<u>\$ 23,180</u>	<u>\$ 761</u>	<u>\$ 23,598</u>

CITY OF CIBOLO, TEXAS
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET TO ACTUAL
POLICE SEIZURE FUND
FOR THE YEAR ENDED SEPTEMBER 30, 2017
(WITH COMPARATIVE ACTUAL TOTALS FOR 2016)

	Budgeted Amounts		2017	Variance with	2016
	Original	Final	Actual	Final Budget- Positive (Negative)	Actual
REVENUES			Amounts		Amounts
Investment Earnings	\$ 2	\$ 2	\$ 5	\$ 3	\$ -
TOTAL REVENUES	<u>2</u>	<u>2</u>	<u>5</u>	<u>3</u>	<u>-</u>
EXPENDITURES					
Current:					
Law Enforcement and					
Municipal Court	2,639	2,639	-	2,639	-
TOTAL EXPENDITURES	<u>2,639</u>	<u>2,639</u>	<u>-</u>	<u>2,639</u>	<u>-</u>
Net Change in Fund Balance	(2,637)	(2,637)	5	2,642	-
FUND BALANCE, BEGINNING	<u>2,637</u>	<u>2,637</u>	<u>2,637</u>	<u>-</u>	<u>2,637</u>
FUND BALANCE, ENDING	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 2,642</u>	<u>\$ 2,642</u>	<u>\$ 2,637</u>

CITY OF CIBOLO, TEXAS
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET TO ACTUAL
POLICE SPECIAL FUND
FOR THE YEAR ENDED SEPTEMBER 30, 2017
(WITH COMPARATIVE ACTUAL TOTALS FOR 2016)

	Budgeted Amounts		2017 Actual Amounts	Variance with Final Budget- Positive (Negative)	2016 Actual Amounts
	Original	Final			
REVENUES					
Investment Earnings	\$ 15	\$ 15	\$ 20	\$ 5	\$ 1
Miscellaneous	31,615	31,615	31,615	-	280
TOTAL REVENUES	<u>31,630</u>	<u>31,630</u>	<u>31,635</u>	<u>5</u>	<u>281</u>
EXPENDITURES					
Current					
Law Enforcement and					
Municipal Court	2,450	2,450	986	1,464	72
Capital Outlay	29,450	29,450	25,360	4,090	-
TOTAL EXPENDITURES	<u>31,900</u>	<u>31,900</u>	<u>26,346</u>	<u>5,554</u>	<u>72</u>
Net Change in Fund Balance	(270)	(270)	5,289	5,559	209
FUND BALANCE, BEGINNING	<u>1,899</u>	<u>1,899</u>	<u>1,899</u>	<u>-</u>	<u>1,690</u>
FUND BALANCE, ENDING	<u>\$ 1,629</u>	<u>\$ 1,629</u>	<u>\$ 7,188</u>	<u>\$ 5,559</u>	<u>\$ 1,899</u>

CITY OF CIBOLO, TEXAS
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET TO ACTUAL
POLICE EDUCATION FUND
FOR THE YEAR ENDED SEPTEMBER 30, 2017
(WITH COMPARATIVE ACTUAL TOTALS FOR 2016)

	Budgeted Amounts		2017 Actual Amounts	Variance with Final Budget- Positive (Negative)	2016 Actual Amounts
	Original	Final			
REVENUES					
Investment Earnings	\$ 5	\$ 5	\$ 14	\$ 9	\$ 3
Miscellaneous	2,626	2,626	2,625	(1)	2,504
TOTAL REVENUES	<u>2,631</u>	<u>2,631</u>	<u>2,639</u>	<u>9</u>	<u>2,507</u>
EXPENDITURES					
Current					
Law Enforcement and Municipal Court	2,500	2,500	1,141	1,359	2,121
TOTAL EXPENDITURES	<u>2,500</u>	<u>2,500</u>	<u>1,141</u>	<u>1,359</u>	<u>2,121</u>
Net Change in Fund Balance	131	131	1,498	1,368	386
FUND BALANCE, BEGINNING	<u>5,987</u>	<u>5,987</u>	<u>5,987</u>	<u>-</u>	<u>5,601</u>
FUND BALANCE, ENDING	<u>\$ 6,118</u>	<u>\$ 6,118</u>	<u>\$ 7,485</u>	<u>\$ 1,368</u>	<u>\$ 5,987</u>

CITY OF CIBOLO, TEXAS
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET TO ACTUAL
CHILD SAFETY FUND
FOR THE YEAR ENDED SEPTEMBER 30, 2017
(WITH COMPARATIVE ACTUAL TOTALS FOR 2016)

	Budgeted Amounts		2017 Actual Amounts	Variance with Final Budget- Positive (Negative)	2016 Actual Amounts
	Original	Final			
REVENUES					
Investment Earnings	\$ 66	\$ 66	\$ 158	\$ 92	\$ 34
Miscellaneous	28,504	28,504	27,812	(692)	26,143
TOTAL REVENUES	<u>28,570</u>	<u>28,570</u>	<u>27,970</u>	<u>(600)</u>	<u>26,177</u>
EXPENDITURES					
Current					
Law Enforcement and Municipal Court	-	-	-	-	-
TOTAL EXPENDITURES	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>28,570</u>	<u>28,570</u>	<u>27,970</u>	<u>(600)</u>	<u>26,177</u>
OTHER FINANCING SOURCES (USES)					
Transfers Out	(18,215)	(18,215)	(15,485)	2,730	(15,754)
TOTAL OTHER FINANCING SOURCES (USES)	<u>(18,215)</u>	<u>(18,215)</u>	<u>(15,485)</u>	<u>2,730</u>	<u>(15,754)</u>
Net Change in Fund Balance	10,355	10,355	12,485	2,130	10,423
FUND BALANCE, BEGINNING	<u>71,838</u>	<u>71,838</u>	<u>71,838</u>	<u>-</u>	<u>61,415</u>
FUND BALANCE, ENDING	<u>\$ 82,193</u>	<u>\$ 82,193</u>	<u>\$ 84,323</u>	<u>\$ 2,130</u>	<u>\$ 71,838</u>

CITY OF CIBOLO, TEXAS
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET TO ACTUAL
CAPITAL REPLACEMENT FUND
FOR THE YEAR ENDED SEPTEMBER 30, 2017
(WITH COMPARATIVE ACTUAL TOTALS FOR 2016)

	Budgeted Amounts		2017 Actual Amounts	Variance with Final Budget- Positive (Negative)	2016 Actual Amounts
	Original	Final			
REVENUES					
Investment Earnings	\$ 50	\$ 348	\$ 472	\$ 124	\$ 228
Miscellaneous	440	440	440	-	440
TOTAL REVENUES	<u>490</u>	<u>788</u>	<u>912</u>	<u>124</u>	<u>668</u>
EXPENDITURES					
Current:					
General Government	-	-	5,138	(5,138)	-
Law Enforcement	34,000	28,276	7,889	20,387	22,889
Community Development	-	-	4,690	(4,690)	-
Public Works	-	-	4,366	(4,366)	-
Animal Control	-	-	2,280	(2,280)	-
Fire	-	-	2,093	(2,093)	-
Finance	-	-	1,775	(1,775)	-
Capital Outlay	-	-	-	-	11,074
TOTAL EXPENDITURES	<u>34,000</u>	<u>28,276</u>	<u>28,231</u>	<u>45</u>	<u>33,963</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(33,510)</u>	<u>(27,488)</u>	<u>(27,319)</u>	<u>169</u>	<u>(33,295)</u>
OTHER FINANCING SOURCES (USES)					
Transfers In	28,200	28,200	28,200	20,387	27,540
TOTAL OTHER FINANCING SOURCES (USES)	<u>28,200</u>	<u>28,200</u>	<u>28,200</u>	<u>20,387</u>	<u>27,540</u>
Net Change in Fund Balance	(5,310)	712	881	20,556	(5,755)
FUND BALANCE, BEGINNING	<u>81,978</u>	<u>81,978</u>	<u>81,978</u>	<u>-</u>	<u>87,733</u>
FUND BALANCE, ENDING	<u>\$ 76,668</u>	<u>\$ 82,690</u>	<u>\$ 82,859</u>	<u>\$ 20,556</u>	<u>\$ 81,978</u>

CITY OF CIBOLO, TEXAS
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET TO ACTUAL
STREET AND TRAFFIC IMPACT FUND
FOR THE YEAR ENDED SEPTEMBER 30, 2017
(WITH COMPARATIVE ACTUAL TOTALS FOR 2016)

	Budgeted Amounts		2017 Actual Amounts	Variance with Final Budget- Positive (Negative)	2016 Actual Amounts
	Original	Final			
REVENUES					
Service Fees	\$ 66,667	\$ 66,667	\$ 66,667	\$ -	\$ -
Impact Fees	266,866	266,866	309,720	42,854	204,780
Investment Earnings	6,515	6,515	8,120	1,605	3,280
Miscellaneous	-	-	13,173	13,173	-
TOTAL REVENUES	<u>340,048</u>	<u>340,048</u>	<u>397,680</u>	<u>57,632</u>	<u>208,060</u>
EXPENDITURES					
Public Works	4,420	4,420	4,420	-	-
Capital Outlay	417,898	417,898	229,827	188,071	67,899
TOTAL EXPENDITURES	<u>422,318</u>	<u>422,318</u>	<u>234,247</u>	<u>188,071</u>	<u>67,899</u>
Net Change in Fund Balance	(82,270)	(82,270)	163,433	245,703	140,161
FUND BALANCE, BEGINNING	<u>941,946</u>	<u>941,946</u>	<u>941,946</u>	<u>-</u>	<u>801,785</u>
FUND BALANCE, ENDING	<u>\$ 859,676</u>	<u>\$ 859,676</u>	<u>\$ 1,105,379</u>	<u>\$ 245,703</u>	<u>\$ 941,946</u>

CITY OF CIBOLO, TEXAS
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET TO ACTUAL
PARK FEE FUND
FOR THE YEAR ENDED SEPTEMBER 30, 2017
(WITH COMPARATIVE ACTUAL TOTALS FOR 2016)

	Budgeted Amounts		2017 Actual Amounts	Variance with Final Budget- Positive (Negative)	2016 Actual Amounts
	Original	Final			
REVENUES					
Permits and Fees	\$ 257,200	\$ 257,200	\$ 263,200	\$ 6,000	\$ 186,000
Investment Earnings	74,996	74,996	6,218	(68,778)	1,812
TOTAL REVENUES	<u>332,196</u>	<u>332,196</u>	<u>269,418</u>	<u>(62,778)</u>	<u>187,812</u>
EXPENDITURES					
Capital Outlay	550,000	550,000	422,188	127,812	33,968
TOTAL EXPENDITURES	<u>550,000</u>	<u>550,000</u>	<u>422,188</u>	<u>127,812</u>	<u>33,968</u>
Net Change in Fund Balance	(217,804)	(217,804)	(152,770)	65,034	153,844
FUND BALANCE, BEGINNING	<u>721,192</u>	<u>721,192</u>	<u>721,192</u>	<u>-</u>	<u>567,348</u>
FUND BALANCE, ENDING	<u>\$ 503,388</u>	<u>\$ 503,388</u>	<u>\$ 568,422</u>	<u>\$ 65,034</u>	<u>\$ 721,192</u>

CITY OF CIBOLO, TEXAS
 COMBINING STATEMENT OF NET POSITION
 NONMAJOR PROPRIETARY FUNDS
 SEPTEMBER 30, 2017

	Proprietary Funds			
	Water Impact Fund	Sewer Impact Fund	Drainage Impact Fund	Totals
ASSETS				
Cash and Cash Equivalents	\$ -	\$ 33,816	\$ 1,287	\$ 35,103
Restricted Assets:				
Cash and Cash Equivalents	715,905	1,097,571	1,732,562	3,546,038
Accounts Receivable - Other	-	3,191	-	3,191
Due from Other Funds	3,595	12,862	6,132	22,589
TOTAL ASSETS	<u>719,500</u>	<u>1,147,440</u>	<u>1,739,981</u>	<u>3,606,921</u>
LIABILITIES				
Accounts Payable	-	33,816	1,287	35,103
TOTAL LIABILITIES	<u>-</u>	<u>33,816</u>	<u>1,287</u>	<u>35,103</u>
NET POSITION				
Restricted For:				
Impact Fees	719,500	1,113,624	1,738,694	3,571,818
TOTAL NET POSITION	<u>\$ 719,500</u>	<u>\$ 1,113,624</u>	<u>\$ 1,738,694</u>	<u>\$ 3,571,818</u>

CITY OF CIBOLO, TEXAS
 COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES
 IN NET POSITION – NONMAJOR PROPRIETARY FUNDS
 FOR THE YEAR ENDED SEPTEMBER 30, 2017

	Proprietary Funds			
	Water Impact Fund	Sewer Impact Fund	Drainage Impact Fund	Totals
OPERATING REVENUES				
Fees Charged to Users	\$ 52,500	\$ -	\$ -	\$ 52,500
TOTAL OPERATING REVENUES	<u>52,500</u>	<u>-</u>	<u>-</u>	<u>52,500</u>
OPERATING INCOME (LOSS)	<u>52,500</u>	<u>-</u>	<u>-</u>	<u>52,500</u>
NONOPERATING REVENUES				
Investment Earnings	\$ 3,476	\$ 8,782	\$ 12,967	\$ 25,225
Impact Fees	<u>384,074</u>	<u>657,979</u>	<u>173,018</u>	<u>1,215,071</u>
TOTAL NONOPERATING REVENUES	<u>387,550</u>	<u>666,761</u>	<u>185,985</u>	<u>1,240,296</u>
INCOME BEFORE CONTRIBUTIONS AND TRANSFERS	440,050	666,761	185,985	1,292,796
Transfers In (Out)	<u>(56,366)</u>	<u>(951,332)</u>	<u>-</u>	<u>(1,007,698)</u>
CHANGE IN NET POSITION	383,684	(284,571)	185,985	285,098
NET POSITION AT BEGINNING OF YEAR	<u>335,816</u>	<u>1,398,195</u>	<u>1,552,709</u>	<u>3,286,720</u>
NET POSITION AT END OF YEAR	<u>\$ 719,500</u>	<u>\$ 1,113,624</u>	<u>\$ 1,738,694</u>	<u>\$ 3,571,818</u>

CITY OF CIBOLO, TEXAS
COMBINING STATEMENT OF CASH FLOWS
NONMAJOR PROPRIETARY FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2017

	Proprietary Funds			
	Water Impact Fund	Sewer Impact Fund	Drainage Impact Fund	Totals
Cash Flows From Operating Activities:				
Cash Received from Interfund Services	\$ 52,500	\$ -	\$ -	\$ 52,500
Cash Owed (Paid) to Supplier for Goods & Services	(57,945)	(519,480)	-	(577,425)
Net Cash Provided (Used) by Operating Activities	<u>(5,445)</u>	<u>(519,480)</u>	<u>-</u>	<u>(524,925)</u>
Cash Flows From Noncapital Financing Activities:				
Cash Advances From/(To) Other Funds	(59,961)	(930,092)	1,015	(989,038)
Net Cash Provided (Used) by Noncapital Financing Activities	<u>(59,961)</u>	<u>(930,092)</u>	<u>1,015</u>	<u>(989,038)</u>
Cash Flows From Capital and Related Financing Activities:				
Impact Fees	384,074	657,979	173,018	1,215,071
Net Cash Provided by Capital and Related Financing Activities	<u>384,074</u>	<u>657,979</u>	<u>173,018</u>	<u>1,215,071</u>
Cash Flows From Investing Activities:				
Proceeds (Purchases) from the Sale of Investments	-	-	-	-
Interest and Investment Earnings	3,476	8,782	12,967	25,225
Net Cash Provided (Used) by Investing Activities	<u>3,476</u>	<u>8,782</u>	<u>12,967</u>	<u>25,225</u>
Net Increase (Decrease) in Cash and Cash Equivalents	<u>322,144</u>	<u>(782,811)</u>	<u>187,000</u>	<u>(273,667)</u>
Cash and Cash Equivalents at Beginning of Year:				
Restricted Cash and Cash Equivalents	393,761	1,914,198	1,546,849	3,854,808
	<u>393,761</u>	<u>1,914,198</u>	<u>1,546,849</u>	<u>3,854,808</u>
Cash and Cash Equivalents at End of Year:				
Restricted Cash and Cash Equivalents	715,905	1,131,387	1,733,849	3,581,141
	<u>\$ 715,905</u>	<u>\$ 1,131,387</u>	<u>\$ 1,733,849</u>	<u>\$ 3,581,141</u>



CITY OF CIBOLO, TEXAS
COMPARATIVE STATEMENT OF NET POSITION
DISCRETELY PRESENTED COMPONENT UNIT
CIBOLO ECONOMIC DEVELOPMENT CORPORATION
FOR THE YEAR ENDED SEPTEMBER 30, 2017 AND 2016

	<u>2017</u>	<u>2016</u>
ASSETS		
Cash and Cash Equivalents	\$ 153,690	\$ 149,107
Investments	75,000	25,053
Sales Tax Receivables (net of allowances)	75,607	58,706
Other Receivables	<u>143</u>	<u>249</u>
TOTAL ASSETS	<u>304,440</u>	<u>233,115</u>
LIABILITIES		
<i>Current Liabilities:</i>		
Accounts Payable	8,569	4,719
Accrued Liabilities	3,663	3,522
Due to Primary Government	21,089	506
Compensated Absences	<u>3,423</u>	<u>3,232</u>
<i>Total Current Liabilities</i>	<u>36,744</u>	<u>11,979</u>
<i>Noncurrent Liabilities:</i>		
Compensated Absences	<u>13,693</u>	<u>12,927</u>
<i>Total Noncurrent Liabilities</i>	<u>13,693</u>	<u>12,927</u>
TOTAL LIABILITIES	<u>50,437</u>	<u>24,906</u>
NET POSITION		
Restricted For:		
Economic Development	<u>254,003</u>	<u>208,209</u>
TOTAL NET POSITION	<u><u>\$ 254,003</u></u>	<u><u>\$ 208,209</u></u>

CITY OF CIBOLO, TEXAS
 COMPARATIVE STATEMENT OF ACTIVITIES
 DISCRETELY PRESENTED COMPONENT UNIT
 CIBOLO ECONOMIC DEVELOPMENT CORPORATION
 FOR THE YEAR ENDED SEPTEMBER 30, 2017 AND 2016

	<u>2017</u>	<u>2016</u>
REVENUES		
Sales Taxes	\$ 383,210	\$ 318,085
Interest Revenues	1,609	752
Revenue from Primary Government	119,560	54,523
Miscellaneous	5,000	143
TOTAL REVENUES	<u>509,379</u>	<u>373,503</u>
EXPENSES		
Economic Development	339,585	438,748
Transfer to Primary Government in Support of Debt	124,000	-
TOTAL EXPENSES	<u>463,585</u>	<u>438,748</u>
<i>Change in Net Position</i>	45,794	(65,245)
<i>Beginning Net Position</i>	<u>208,209</u>	<u>273,454</u>
<i>Ending Net Position</i>	<u>\$ 254,003</u>	<u>\$ 208,209</u>

CITY OF CIBOLO, TEXAS
COMPARATIVE BALANCE SHEET
DISCRETELY PRESENTED COMPONENT UNIT
CIBOLO ECONOMIC DEVELOPMENT CORPORATION
FOR THE YEAR ENDED SEPTEMBER 30, 2017 AND 2016

	<u>2017</u>	<u>2016</u>
ASSETS		
Cash and Cash Equivalents	\$ 153,690	\$ 149,107
Investments	75,000	25,053
Receivables		
Sales Taxes	75,607	58,706
Accounts and Other	<u>143</u>	<u>249</u>
TOTAL ASSETS	<u><u>\$ 304,440</u></u>	<u><u>\$ 233,115</u></u>
LIABILITIES AND FUND BALANCE		
<i>Liabilities:</i>		
Accounts Payable	\$ 8,569	\$ 4,719
Accrued Salaries and Benefits	3,663	3,522
Due to Primary Government	<u>21,089</u>	<u>506</u>
<i>Total Liabilities</i>	<u><u>33,321</u></u>	<u><u>8,747</u></u>
<i>Fund Balance:</i>		
Restricted for:		
Economic Development	<u>271,119</u>	<u>224,368</u>
<i>Total Fund Balance</i>	<u><u>271,119</u></u>	<u><u>224,368</u></u>
TOTAL LIABILITIES AND FUND BALANCE	<u><u>\$ 304,440</u></u>	<u><u>\$ 233,115</u></u>
TOTAL FUND BALANCE	\$ 271,119	\$ 224,368
Amounts reported in the statement of net position are different because for the statement of net position:		
Employee compensated absences are not payable in the current period and, therefore, are deferred in the funds	<u>(17,116)</u>	<u>(16,159)</u>
TOTAL NET POSITION	<u><u>\$ 254,003</u></u>	<u><u>\$ 208,209</u></u>

CITY OF CIBOLO, TEXAS
COMPARATIVE STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCE - DISCRETELY PRESENTED COMPONENT UNIT
CIBOLO ECONOMIC DEVELOPMENT CORPORATION
FOR THE YEAR ENDED SEPTEMBER 30, 2017 AND 2016

	<u>2017</u>	<u>2016</u>
REVENUES		
Sales Taxes	\$ 383,210	\$ 318,085
Investment Earnings	1,609	752
Revenue from Primary Government	119,560	54,523
Miscellaneous	5,000	143
TOTAL REVENUES	<u>509,379</u>	<u>373,503</u>
EXPENDITURES		
Economic Development	462,628	447,262
TOTAL EXPENDITURES	<u>462,628</u>	<u>447,262</u>
Net Change in Fund Balance	46,751	(73,759)
FUND BALANCE, BEGINNING	224,368	298,127
FUND BALANCE, ENDING	<u>\$ 271,119</u>	<u>\$ 224,368</u>
NET CHANGE IN FUND BALANCE	\$ 46,751	\$ (73,759)
Amounts reported in the statement of activities are different because:		
Governmental funds report required contributions to employee pensions as expenditures. However in the Statement of Activities the cost of the pension is recorded based on the actuarially determined cost of the plan. This is the amount that contributions exceeded the actuarially determined pension expense.		
	-	13,961
Some expenses reported in the Statement of Activities do not require the use of current financial resources and, therefore, are not reported as expenditures in the governmental funds:		
Compensated Absences	<u>(957)</u>	<u>(5,447)</u>
CHANGE IN NET POSITION	<u>\$ 45,794</u>	<u>\$ (65,245)</u>



STATISTICAL SECTION

This part of the City of Cibolo's 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 health.

Financial Trends (Tables 1 through 4)

Net Position by Component
Change in Net Position
Fund Balances, Governmental Funds
Changes in Fund Balances, Governmental Funds

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

Revenue Capacity (Tables 5 through 12)

Tax Revenues by Source, Governmental Funds
Total Water and Sewer Consumption and Rates
Principal Water and Sewer Consumers
Assessed Value and Estimated Actual Value of Taxable Property
Direct and Overlapping Property Tax Rates
Principal Property Taxpayers
Property Tax Levies and Collections
Taxable Assessed Value

These schedules contain information to help readers assess the factors affecting the City's ability to generate its property and sales tax.

Debt Capacity (Tables 13 through 17)

Ratios of Outstanding Debt by Type
Ratios of General Bonded Debt Outstanding
Direct and Overlapping Governmental Activities Debt
Debt Margin Information
Pledged Revenue Coverage

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.

Demographic and Economic Information (Tables 18 through 19)

Demographic and Economic Statistics
Principal Employers

These schedules offer demographic and economic indicators to help the reader understand how the City's financial activities take place and to help make comparisons over time and with other governments.

Operating Information (Tables 20 through 22)

Full-time Equivalent City Government Employees by Function
Operating Indicators by Function/Program
Capital Asset Statistics by Function/Program

These schedules contain information about the City's operations and resources to help the reader understand how the City's financial information relates to the services the City provides and the activities it performs.

CITY OF CIBOLO, TEXAS
NET POSITION, BY COMPONENT
LAST TEN FISCAL YEARS

	Fiscal Year			
	2008*	2009*	2010*	2011*
<i>Governmental Activities</i>				
Net Investment in Capital Assets	\$ 8,164,016	\$ 7,732,616	\$ 9,995,081	\$ 11,394,731
Restricted	1,863,848	2,029,772	2,318,816	2,646,191
Unrestricted	3,366,702	4,104,538	3,934,163	3,479,110
<i>Total Governmental Activities</i>				
<i>Net Position</i>	<u>\$ 13,394,566</u>	<u>\$ 13,866,926</u>	<u>\$ 16,248,060</u>	<u>\$ 17,520,032</u>
<i>Business-Type Activities</i>				
Net Investment in Capital Assets	\$ 7,339,992	\$ 6,862,064	\$ 8,158,635	\$ 9,303,769
Restricted	1,232,456	1,241,466	1,716,248	2,339,100
Unrestricted	1,540,011	3,085,787	3,187,936	5,622,842
<i>Total Business-Type Activities</i>				
<i>Net Position</i>	<u>\$ 10,112,459</u>	<u>\$ 11,189,317</u>	<u>\$ 13,062,819</u>	<u>\$ 17,265,711</u>
<i>Primary Government</i>				
Net Investment in Capital Assets	\$ 15,504,008	\$ 14,594,680	\$ 18,153,716	\$ 20,698,500
Restricted	3,096,304	3,271,238	4,035,064	4,985,291
Unrestricted	4,906,713	7,190,325	7,122,099	9,101,952
<i>Total Primary Government Net Position</i>	<u>\$ 23,507,025</u>	<u>\$ 25,056,243</u>	<u>\$ 29,310,879</u>	<u>\$ 34,785,743</u>

*Prior periods have not been restated for the adoption of GASB Statement No. 68 (note 1R).

TABLE 1

Fiscal Year					
2012*	2013*	2014*	2015	2016	2017
\$ 12,505,601	\$ 12,943,557	\$ 12,647,240	\$ 13,412,650	\$ 14,017,679	\$ 18,302,317
1,659,707	2,090,014	2,293,663	2,357,819	3,094,888	3,103,980
4,026,760	4,625,113	5,432,793	5,903,552	5,879,704	4,977,152
<u>\$ 18,192,068</u>	<u>\$ 19,658,684</u>	<u>\$ 20,373,696</u>	<u>\$ 21,674,021</u>	<u>\$ 22,992,271</u>	<u>\$ 26,383,449</u>
\$ 12,527,731	\$ 14,350,403	\$ 16,695,634	\$ 18,189,574	\$ 20,765,497	\$ 23,108,516
2,826,828	3,845,778	4,375,183	4,751,655	3,894,311	4,285,030
4,618,154	3,287,954	2,743,386	3,018,896	2,685,575	2,498,633
<u>\$ 19,972,713</u>	<u>\$ 21,484,135</u>	<u>\$ 23,814,203</u>	<u>\$ 25,960,125</u>	<u>\$ 27,345,383</u>	<u>\$ 29,892,179</u>
\$ 25,033,332	\$ 27,293,960	\$ 29,342,874	\$ 31,602,224	\$ 34,783,176	\$ 41,410,833
4,486,535	5,935,792	6,668,846	7,109,474	6,989,199	7,389,010
8,644,914	7,913,067	8,176,179	8,922,448	8,565,279	7,475,785
<u>\$ 38,164,781</u>	<u>\$ 41,142,819</u>	<u>\$ 44,187,899</u>	<u>\$ 47,634,146</u>	<u>\$ 50,337,654</u>	<u>\$ 56,275,628</u>

CITY OF CIBOLO, TEXAS
CHANGE IN NET POSITION
LAST TEN FISCAL YEARS

	Fiscal Year			
	2008*	2009*	2010*	2011*
Expenses				
<i>Governmental Activities</i>				
General Government	\$ 1,029,356	\$ 897,634	\$ 1,147,106	\$ 1,194,232
Law Enforcement and Municipal Court	1,789,584	1,787,604	1,882,397	2,164,651
Community Development	493,852	340,638	632,734	643,292
Public Works	1,394,360	1,539,794	1,365,227	1,917,432
Parks and Recreation	356,268	452,996	544,494	583,388
Animal Control	71,226	67,054	61,324	92,271
Economic Development	428,246	195,060	92,968	101,299
Fire	491,880	646,546	813,127	1,126,990
Finance	-	-	-	283,494
Information Technology	-	-	-	-
Capital Outlay	-	-	-	-
Interest on Long-Term Debt	455,324	836,572	1,236,235	995,216
<i>Total Governmental Activities</i>	<u>6,510,096</u>	<u>6,763,898</u>	<u>7,775,612</u>	<u>9,102,265</u>
<i>Business-Type Activities</i>				
Water, Sewer, and Drainage	4,246,673	5,219,757	5,871,009	6,743,329
Interest on Long-Term Debt	264,140	224,305	253,505	223,115
<i>Total Business-Type Activities</i>	<u>4,510,813</u>	<u>5,444,062</u>	<u>6,124,514</u>	<u>6,966,444</u>
Total Primary Government Expenses	<u><u>\$ 11,020,909</u></u>	<u><u>\$ 12,207,960</u></u>	<u><u>\$ 13,900,126</u></u>	<u><u>\$ 16,068,709</u></u>
Program Revenues				
<i>Governmental Activities</i>				
Charges for Service:				
General Government	\$ 169,282	\$ 37,530	\$ 24,886	\$ 184,274
Law Enforcement and Municipal Court	523,647	334,962	207,146	199,257
Community Development	2,560,933	2,099,796	2,030,116	1,624,562
Public Works	107,475	105,127	27,305	139,504
Parks and Recreation	8,457	170,340	196,619	145,910
Animal Control	8,679	-	-	-
Fire	-	-	-	-
Operating Grants and Contributions	26,911	39,122	36,949	85,679
Capital Grants and Contributions	2,777,059	-	1,580,261	2,008,349
<i>Total Governmental Activities</i>				
<i>Program Revenues</i>	<u>6,182,443</u>	<u>2,786,877</u>	<u>4,103,282</u>	<u>4,387,535</u>
<i>Business-Type Activities</i>				
Charges for Service:				
Water and Sewer	5,076,232	6,291,181	7,176,412	8,472,130
Capital Grants and Contributions	2,977,794	-	808,810	2,131,310
<i>Total Business-Type Activities</i>				
<i>Program Revenues</i>	<u>8,054,026</u>	<u>6,291,181</u>	<u>7,985,222</u>	<u>10,603,440</u>
Total Primary Government				
Program Revenues	<u><u>\$ 14,236,469</u></u>	<u><u>\$ 9,078,058</u></u>	<u><u>\$ 12,088,504</u></u>	<u><u>\$ 14,990,975</u></u>

*Prior periods have not been restated for the adoption of GASB Statement No. 68.

TABLE 2

Fiscal Year					
2012*	2013*	2014*	2015	2016	2017
\$ 940,716	\$ 1,035,640	\$ 1,032,591	\$ 1,005,608	\$ 1,151,136	\$ 1,322,866
2,453,387	2,768,504	3,113,876	3,382,526	3,742,330	4,086,482
670,872	736,643	948,076	957,564	984,944	881,121
1,865,501	2,113,172	2,043,744	2,107,534	2,292,490	2,432,913
535,928	651,418	628,968	613,489	736,130	774,753
102,581	103,804	136,731	129,025	175,037	221,364
103,013	-	-	-	-	-
1,273,984	1,539,629	1,753,480	1,904,504	1,983,541	2,168,397
279,883	298,842	311,373	339,822	365,319	390,026
-	87,256	163,671	175,792	216,050	245,202
-	-	-	-	-	-
1,108,522	1,164,936	1,345,248	1,450,727	1,399,334	1,450,836
9,334,387	10,499,844	11,477,758	12,066,591	13,046,311	13,973,960
6,837,749	7,381,583	8,451,400	8,944,967	9,887,946	10,070,732
211,809	504,590	358,347	355,783	301,108	288,794
7,049,558	7,886,173	8,809,747	9,300,750	10,189,054	10,359,526
\$ 16,383,945	\$ 18,386,017	\$ 20,287,505	\$ 21,367,341	\$ 23,235,365	\$ 24,333,486
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
271,612	461,980	421,942	473,721	380,504	507,047
1,779,731	2,230,483	2,726,258	2,261,883	2,392,186	2,168,698
431,989	575,389	318,224	355,993	204,780	309,720
32,937	34,158	64,203	298,193	257,196	319,434
16,226	13,207	11,531	18,619	18,987	25,415
-	-	29,231	29,231	31,423	29,231
622,933	294,482	2,608	45,261	32,002	207,115
441,762	361,775	569,036	1,126,540	421,121	2,137,311
3,597,190	3,971,474	4,143,033	4,609,441	3,738,199	5,703,971
8,618,161	9,220,439	9,409,282	10,360,042	11,161,668	12,129,146
362,758	238,764	849,431	497,866	276,509	622,688
8,980,919	9,459,203	10,258,713	10,857,908	11,438,177	12,751,834
\$ 12,578,109	\$ 13,430,677	\$ 14,401,746	\$ 15,467,349	\$ 15,176,376	\$ 18,455,805

CITY OF CIBOLO, TEXAS
CHANGE IN NET POSITION (CONTINUED)
LAST TEN FISCAL YEARS

	Fiscal Year			
	2008*	2009*	2010*	2011*
Net (Expenses) Revenue				
Governmental Activities	\$ (327,653)	\$ (3,977,021)	\$ (3,672,330)	\$ (4,714,730)
Business-Type Activities	3,543,213	847,119	1,860,708	3,636,996
Total Primary Government Net Expenses	<u>\$ 3,215,560</u>	<u>\$ (3,129,902)</u>	<u>\$ (1,811,622)</u>	<u>\$ (1,077,734)</u>
Governmental Revenues and Other Changes in Net Position				
<i>Governmental Activities</i>				
Taxes:				
Ad Valorem	\$ 2,679,743	\$ 3,204,868	\$ 4,477,319	\$ 4,978,614
Sales	594,414	588,271	690,045	679,651
Franchise Fees	417,035	547,790	660,435	662,030
Interest and Investment Earnings	395,770	97,271	38,845	29,135
Gain (Loss) on Sale of Capital Assets	1,781	6,375	5,461	6,319
Legal Judgement	-	-	-	-
Miscellaneous	100,487	207,806	181,359	190,324
Transfers	(198,612)	(203,000)	-	(559,371)
<i>Total Governmental Activities</i>	<u>3,990,618</u>	<u>4,449,381</u>	<u>6,053,464</u>	<u>5,986,702</u>
<i>Business-Type Activities</i>				
Interest and Investment Earnings	178,825	26,739	12,794	6,525
Gain on Sale of Capital Assets	-	-	-	-
Miscellaneous	-	-	-	-
Transfers	198,612	203,000	-	559,371
<i>Total Business-Type Activities</i>	<u>377,437</u>	<u>229,739</u>	<u>12,794</u>	<u>565,896</u>
Total Primary Government	<u>\$ 4,368,055</u>	<u>\$ 4,679,120</u>	<u>\$ 6,066,258</u>	<u>\$ 6,552,598</u>
Changes In Net Position				
Government Activities	\$ 3,662,965	\$ 472,360	\$ 2,381,134	\$ 1,271,972
Business-Type Activities	3,920,650	1,076,858	1,873,502	4,202,892
Total Primary Government	<u>\$ 7,583,615</u>	<u>\$ 1,549,218</u>	<u>\$ 4,254,636</u>	<u>\$ 5,474,864</u>

*Prior periods have not been restated for the adoption of GASB Statement No. 68 (note 1R)

TABLE 2 (Continued)

Fiscal Year					
2012*	2013*	2014*	2015	2016	2017
\$ (5,737,197)	\$ (6,528,370)	\$ (7,334,725)	\$ (7,457,150)	\$ (9,308,112)	\$ (8,269,989)
1,931,361	1,573,030	1,448,966	1,557,158	1,249,123	2,392,308
<u>\$ (3,805,836)</u>	<u>\$ (4,955,340)</u>	<u>\$ (5,885,759)</u>	<u>\$ (5,899,992)</u>	<u>\$ (8,058,989)</u>	<u>\$ (5,877,681)</u>
\$ 5,410,039	\$ 6,059,839	\$ 6,701,205	\$ 7,396,959	\$ 7,841,537	\$ 8,466,785
794,950	1,010,623	1,072,230	1,212,798	1,609,453	1,941,632
692,803	691,404	974,741	870,923	951,269	912,443
22,874	41,774	44,618	91,047	196,395	331,713
18,125	966	875	83,616	30,907	3,903
112,500	-	-	-	-	-
125,827	91,601	83,782	19,681	28,897	41,844
(767,885)	98,779	(842,343)	(286,226)	(32,096)	(37,153)
<u>6,409,233</u>	<u>7,994,986</u>	<u>8,035,108</u>	<u>9,388,798</u>	<u>10,626,362</u>	<u>11,661,167</u>
6,041	28,591	36,250	56,646	95,434	108,136
-	1,737	2,509	338,233	958	3,853
1,715	6,843	-	10,564	7,647	5,346
767,885	(98,779)	842,343	286,226	32,096	37,153
<u>775,641</u>	<u>(61,608)</u>	<u>881,102</u>	<u>691,669</u>	<u>136,135</u>	<u>154,488</u>
<u>\$ 7,184,874</u>	<u>\$ 7,933,378</u>	<u>\$ 8,916,210</u>	<u>\$ 10,080,467</u>	<u>\$ 10,762,497</u>	<u>\$ 11,815,655</u>
\$ 672,036	\$ 1,466,616	\$ 700,383	\$ 1,931,648	\$ 1,318,250	\$ 3,391,178
2,707,002	1,511,422	2,330,068	2,248,827	1,385,258	2,546,796
<u>\$ 3,379,038</u>	<u>\$ 2,978,038</u>	<u>\$ 3,030,451</u>	<u>\$ 4,180,475</u>	<u>\$ 2,703,508</u>	<u>\$ 5,937,974</u>

CITY OF CIBOLO, TEXAS
FUND BALANCES - GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS

	Fiscal Year			
	2008	2009	2010	2011
Nonspendable Fund Balance:				
Inventory & Prepaid Items	\$ 18,090	\$ 19,138	\$ 14,868	\$ 11,718
Total Nonspendable Fund Balance	<u>18,090</u>	<u>19,138</u>	<u>14,868</u>	<u>11,718</u>
Restricted Fund Balance:				
Impact Fees	1,548,822	1,748,762	1,950,713	2,136,399
Capital Improvement	48,090	-	-	233,039
PEG Capital Fees	-	-	-	-
Capital Projects	4,665,030	10,927,503	4,343,790	9,280,218
Debt Service	41,898	32,016	86,224	200,495
Special Events	-	-	-	-
Street Maintenance	183,362	142,937	213,958	76,258
Tree Project	-	-	-	-
Police Special	82,223	106,057	67,921	-
Court Special	-	-	-	-
Community Garden	-	-	-	-
Youth Council	-	-	-	-
Total Restricted Fund Balance	<u>6,569,425</u>	<u>12,957,275</u>	<u>6,662,606</u>	<u>11,926,409</u>
Committed Fund Balance:				
Capital Replacement	141,765	110,716	114,987	157,471
Total Committed Fund Balance	<u>141,765</u>	<u>110,716</u>	<u>114,987</u>	<u>157,471</u>
Unassigned Fund Balance	<u>3,289,211</u>	<u>4,232,393</u>	<u>4,050,956</u>	<u>3,519,621</u>
<i>Total Governmental Funds</i>	<u><u>\$ 10,018,491</u></u>	<u><u>\$ 17,319,522</u></u>	<u><u>\$ 10,843,417</u></u>	<u><u>\$ 15,615,219</u></u>

TABLE 3

Fiscal Year					
2012	2013	2014	2015	2016	2017
\$ 34,703	\$ 39,599	\$ 19,973	\$ 20,299	\$ 19,759	\$ 35,099
34,703	39,599	19,973	20,299	19,759	35,099
803,937	879,806	1,088,038	801,785	941,946	1,105,379
273,097	468,149	558,916	567,348	721,192	568,422
49,991	104,363	161,181	224,200	282,455	283,278
9,059,500	17,310,754	18,527,831	21,745,373	24,605,223	17,728,296
198,747	390,740	387,800	399,717	408,535	419,886
7,990	8,940	14,629	5,923	4,016	-
231,389	139,090	257,556	470,401	825,115	838,258
-	1,400	1,400	1,400	1,400	1,400
57,684	64,428	55,455	71,341	82,361	101,638
36,872	33,098	32,419	36,291	33,200	35,832
-	-	-	-	1,805	-
-	-	-	-	5,000	5,000
10,719,207	19,400,768	21,085,225	24,323,779	27,912,248	21,087,389
94,454	89,685	89,715	87,733	81,978	82,859
94,454	89,685	89,715	87,733	81,978	82,859
4,323,998	4,839,719	5,389,823	5,642,869	5,765,351	5,312,127
\$ 15,172,362	\$ 24,369,771	\$ 26,584,736	\$ 30,074,680	\$ 33,779,336	\$ 26,517,474

CITY OF CIBOLO, TEXAS
CHANGES IN FUND BALANCES, GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS

	Fiscal Year			
	2008	2009	2010	2011
REVENUES				
Taxes	\$ 3,689,405	\$ 4,332,284	\$ 5,814,007	\$ 6,287,774
Permits and Fees	2,668,408	2,095,246	2,010,543	1,554,475
Service Fees	8,679	34,746	22,815	25,886
Fines and Fees	532,104	448,396	261,357	515,904
Grants	26,911	39,122	36,949	85,679
Other Revenue	665,543	474,027	410,777	438,147
TOTAL REVENUES	<u>7,591,050</u>	<u>7,423,821</u>	<u>8,556,448</u>	<u>8,907,865</u>
EXPENDITURES				
Current:				
General Government	834,105	868,521	1,098,022	1,143,342
Law Enforcement and Municipal Court	1,682,308	1,698,498	1,813,141	2,022,833
Community Development Services	450,312	336,315	626,622	629,500
Public Works	1,255,770	935,159	704,592	727,916
Parks and Recreation	255,672	318,041	320,421	434,186
Animal Control	62,094	62,117	57,055	87,557
Economic Development	425,290	200,419	88,534	98,667
Fire	463,656	646,088	808,021	1,045,521
Finance	-	-	-	288,742
Information Technology	-	-	-	-
<i>Capital Outlay</i>	3,299,516	6,433,718	7,782,866	3,880,415
<i>Debt Service:</i>				
Principal	405,767	255,000	475,000	1,000,000
Interest and Fiscal Charges	457,033	492,068	1,263,740	872,071
Bond Issue Costs	-	242,462	-	185,101
TOTAL EXPENDITURES	<u>9,591,523</u>	<u>12,488,406</u>	<u>15,038,014</u>	<u>12,415,851</u>
Excess (Deficiency) of Revenues				
Over (Under) Expenditures	<u>(2,000,473)</u>	<u>(5,064,585)</u>	<u>(6,481,566)</u>	<u>(3,507,986)</u>
OTHER FINANCING				
SOURCES (USES)				
Sale of Assets	39,450	6,375	5,461	6,319
Issuance of Debt	182,124	12,562,241	-	9,570,000
Payment to Escrow Agent	-	-	-	(891,669)
Premium on Issuance of Debt	-	-	-	154,509
Gain on judgement	-	-	-	-
Transfers In (Out)	(198,612)	(203,000)	-	(559,371)
TOTAL OTHER FINANCING				
SOURCES (USES)	<u>22,962</u>	<u>12,365,616</u>	<u>5,461</u>	<u>8,279,788</u>
NET CHANGE IN FUND BALANCE	<u>\$ (1,977,511)</u>	<u>\$ 7,301,031</u>	<u>\$ (6,476,105)</u>	<u>\$ 4,771,802</u>
Debt Service as a percentage of				
Noncapital Expenditures	13.7%	12.3%	24.0%	21.9%

TABLE 4

Fiscal Year					
2012	2013	2014	2015	2016	2017
\$ 6,921,688	\$ 7,731,520	\$ 8,784,593	\$ 9,470,957	\$ 10,396,209	\$ 11,309,556
1,779,731	2,287,228	2,710,837	2,470,278	2,509,221	2,371,083
377,058	407,709	215,244	229,550	247,177	837,128
773,629	620,280	597,215	667,549	418,259	573,382
77,138	194,558	-	15,733	3,150	78,396
409,073	233,300	219,702	247,825	472,823	655,626
<u>10,338,317</u>	<u>11,474,595</u>	<u>12,527,591</u>	<u>13,101,892</u>	<u>14,046,839</u>	<u>15,825,171</u>
883,644	943,064	1,088,564	1,039,294	1,169,611	1,347,537
2,279,601	2,597,412	2,919,612	3,125,332	3,442,872	3,752,603
672,802	722,156	856,039	815,013	825,911	744,796
729,458	934,730	833,519	808,516	925,868	1,296,570
389,464	450,716	454,553	486,376	588,483	684,373
101,984	103,607	133,115	124,100	166,650	211,108
101,424	-	-	-	-	-
1,150,082	1,405,512	1,619,360	1,749,342	1,802,171	1,993,486
276,702	297,877	301,603	339,958	361,287	383,438
-	83,689	161,425	181,452	218,367	236,315
1,336,969	1,221,393	1,445,302	2,107,855	1,062,357	11,403,717
1,145,000	1,160,000	1,310,000	5,738,326	1,861,718	2,182,422
1,104,522	1,173,141	1,298,852	1,591,136	1,396,801	1,455,754
-	-	57,100	145,619	103,345	36,600
<u>10,171,652</u>	<u>11,093,297</u>	<u>12,479,044</u>	<u>18,252,319</u>	<u>13,925,441</u>	<u>25,728,719</u>
<u>166,665</u>	<u>381,298</u>	<u>48,547</u>	<u>(5,150,427)</u>	<u>121,398</u>	<u>(9,903,548)</u>
36,363	966	875	124,345	12,009	3,903
-	9,965,000	2,947,309	8,064,827	3,455,000	2,674,936
-	(1,505,299)	-	-	-	-
-	256,665	60,578	737,425	148,345	-
122,000	-	-	-	-	-
<u>(138,142)</u>	<u>98,779</u>	<u>(842,343)</u>	<u>(286,226)</u>	<u>(32,096)</u>	<u>(37,153)</u>
<u>20,221</u>	<u>8,816,111</u>	<u>2,166,419</u>	<u>8,640,371</u>	<u>3,583,258</u>	<u>2,641,686</u>
<u>\$ 186,886</u>	<u>\$ 9,197,409</u>	<u>\$ 2,214,966</u>	<u>\$ 3,489,944</u>	<u>\$ 3,704,656</u>	<u>\$ (7,261,862)</u>
25.5%	23.6%	23.6%	45.4%	25.3%	25.9%

CITY OF CIBOLO, TEXAS
TAX REVENUE BY SOURCE – GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS

TABLE 5

Fiscal Year	Property	Sales & Use	Franchise	Total Revenue
2017	\$ 8,455,482	\$ 1,941,632	\$ 912,442	\$ 11,309,556
2016	7,835,488	1,609,453	951,268	10,396,209
2015	7,387,236	1,212,798	870,923	9,470,957
2014	6,737,621	1,072,231	974,741	8,784,593
2013	6,029,493	1,010,623	691,404	7,731,520
2012	5,433,935	794,950	692,803	6,921,688
2011	4,942,539	683,205	662,030	6,287,774
2010	4,462,743	690,829	660,435	5,814,007
2009	3,195,807	588,687	547,790	4,332,284
2008	2,677,956	594,414	417,035	3,689,405

CITY OF CIBOLO, TEXAS
TOTAL WATER AND SEWER CONSUMPTION AND RATES
LAST TEN FISCAL YEARS

TABLE 6

<u>Fiscal Year Ended September 30,</u>	<u>Total Water Consumption (In Gallons)</u>	<u>Water & Sewer Base Rate - Residential</u>	<u>Water & Sewer Initial Rate Per Tgal - Residential</u>	<u>Water & Sewer Base Rate - Commercial</u>	<u>Water & Sewer Initial Rate Per Tgal - Commercial</u>
2017	463,445,463	\$ 41.25	\$ 9.80	\$ 49.75	\$ 10.50
2016	458,886,300	40.50	9.60	48.75	10.30
2015	450,615,000	36.00	8.74	46.00	9.92
2014	470,864,998	36.00	8.74	46.00	9.92
2013	483,373,702	36.00	8.74	46.00	9.92
2012	515,859,100	36.00	8.74	46.00	9.92
2011	547,422,700	34.00	8.13	44.00	9.20
2010	413,794,000	32.00	6.26	41.00	6.26
2009	504,494,600	32.00	6.26	41.00	6.26
2008	445,075,900	32.00	6.26	41.00	6.26

CITY OF CIBOLO, TEXAS
PRINCIPAL WATER AND SEWER CONSUMERS
CURRENT YEAR AND TEN YEARS AGO

TABLE 7

Consumers	2017			2008		
	Total Water Consumption (in Gallons)	Rank	Percentage of Total City Water Consumption	Total Water Consumption (in Gallons)	Rank	Percentage of Total City Water Consumption
SCUCISD	14,460,900	1	3.12%	120,109,200	1	26.99%
WalMart	2,674,300	2	0.58%			
Cibolo Multi Event Center	1,519,000	3	0.33%			
Pic N Pac #15	1,919,300	4	0.41%			
Florin Capital BSD-8, LP	1,511,694	5	0.33%			
Signature Plating	1,509,700	6	0.33%	1,805,400	8	0.41%
Shady Meadows Villa	1,450,000	7	0.31%			
Cibolo Niemietz Park	1,288,300	8	0.28%			
5 LDS Church	1,281,800	9	0.28%			
Cibolo Valley Ranch HOA	1,130,800	10	0.24%			
Continental Homes				3,930,200	2	0.88%
Buffalo Crossing Association				3,127,300	3	0.70%
Ryland Homes				2,739,400	4	0.62%
Buell's Inc.				2,373,500	5	0.53%
Bentwood Ranch HOA				2,019,800	6	0.45%
Lennar				1,852,200	7	0.42%
Falcon Ridge HOA				1,803,000	9	0.41%
Falcon HOA Spectrum				1,711,100	10	0.38%
TOTAL	<u>28,745,794</u>		6.20%	<u>141,471,100</u>		31.79%

CITY OF CIBOLO, TEXAS
 ASSESSED VALUE AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY
 LAST TEN FISCAL YEARS

TABLE 8

Fiscal Year Ended September 30,	Total Taxable Assessed Value	Total Direct Tax Rate
2017	\$ 1,949,275,252	0.4474
2016	1,800,977,238	0.4454
2015	1,687,064,551	0.4454
2014	1,529,261,589	0.4454
2013	1,428,355,068	0.4327
2012	1,288,030,747	0.4256
2011	1,212,866,771	0.4139
2010	1,101,660,872	0.4100
2009	1,005,717,426	0.3186
2008	835,588,346	0.3186

Source: Guadalupe County Appraisal District

NOTES: Property in the City of Cibolo is reassessed every year at estimated actual value. For this reason, assessed value is equal to estimated actual value. Tax rates are per \$100 of assessed value. Total taxable assessed value is before any applicable freeze adjustments.

CITY OF CIBOLO, TEXAS
DIRECT AND OVERLAPPING PROPERTY TAX RATES
LAST TEN FISCAL YEARS
(UNAUDITED)

TABLE 9

Fiscal Year	City Direct Rates			Overlapping Rates	
	Basic Rate	Debt Service	Total	Schertz- Cibolo- Universal City ISD	Guadalupe County
2017	0.2653	0.18210	0.4474	1.4700	0.3851
2016	0.2681	0.17730	0.4454	1.4900	0.3311
2015	0.2745	0.17090	0.4454	1.4900	0.3999
2014	0.2759	0.16950	0.4454	1.4900	0.4036
2013	0.2688	0.16390	0.4327	1.4600	0.4036
2012	0.2585	0.16710	0.4256	1.4350	0.3999
2011	0.2545	0.15940	0.4139	1.4350	0.3999
2010	0.2592	0.1508	0.4100	1.4200	0.3895
2009	0.2336	0.0850	0.3186	1.3850	0.3895
2008	0.2282	0.0904	0.3186	1.3150	0.4031

Source: Guadalupe County Tax Office

NOTE: Overlapping rates are those of local and county governments that apply within the City of Cibolo.

CITY OF CIBOLO, TEXAS
PRINCIPAL PROPERTY TAX PAYERS
CURRENT YEAR AND TEN YEARS AGO

TABLE 10

Taxpayer	2017			2008		
	Taxable Assessed Value	Rank	Percentage of Total City Taxable Assessed Value	Taxable Assessed Value	Rank	Percentage of Total City Taxable Assessed Value
Sanjel Capital USA Inc.	\$ 44,024,316	1	2.26%			
Kalmar RT Center LLC	21,951,738	2	1.13%			
Wal-Mart Real Estate Business Trust	10,229,141	3	0.52%			
Guadalupe Valley Electric Co-Op	8,100,587	4	0.42%	\$ 2,548,650	3	0.31%
Kalmar RT Center LLC	5,871,750	5	0.30%			
Sanjel USA Inc.	5,378,395	6	0.28%			
Babcock Road 165 LTD	3,725,290	7	0.19%			
Continental Homes of Texas LP	3,508,235	8	0.18%	2,371,591	4	0.28%
Wal-Mart Stores Texas LLC	3,361,535	9	0.17%			
Pat-Tom Cibolo LLC	3,333,800	10	0.17%			
Laredo I35 North LTD				6,999,608	1	0.84%
Fieldstone Communities San Antonio, Inc.				2,564,026	2	0.31%
Standard Pacific of Texas				2,205,754	5	0.26%
Imagine Built Homes				2,060,297	6	0.25%
Wilshire Homes				2,041,339	7	0.24%
Timber Tech Texas Inc.				2,045,056	8	0.24%
CVR Investors LP				1,985,268	9	0.24%
Centex Homes				1,880,598	10	0.23%
TOTALS	<u>\$ 109,484,787</u>		<u>5.62%</u>	<u>\$ 26,702,187</u>		<u>3.20%</u>
TOTAL TAXABLE ASSESSED VALUE	<u>\$ 1,949,275,252</u>			<u>\$ 835,588,346</u>		

Source: Guadalupe County Appraisal District

CITY OF CIBOLO, TEXAS
PROPERTY TAX LEVIES AND COLLECTIONS
LAST TEN FISCAL YEARS
(UNAUDITED)

TABLE 11

Fiscal Year Ended September 30,	Taxes Levied for the Fiscal Year	Collected Within Fiscal Year of Levy		Collections In Subsequent Years	Total Collections To Date	
		Amount	% of Levy		Amount	% of Levy
2017	\$ 8,215,446	\$ 8,178,806	99.55%	\$ -	\$ 8,178,806	99.55%
2016	7,813,886	7,782,605	99.60%	16,401	7,799,006	99.57%
2015	7,386,249	7,354,232	99.57%	22,789	7,377,021	99.57%
2014	6,648,113	6,606,247	99.37%	36,177	6,642,424	99.91%
2013	6,025,204	5,966,742	99.03%	54,737	6,021,479	99.94%
2012	5,392,662	5,367,232	99.53%	21,106	5,388,338	99.92%
2011	4,924,577	4,893,457	99.37%	26,598	4,920,055	99.91%
2010	4,441,276	4,405,805	99.20%	33,500	4,439,305	99.96%
2009	3,183,790	3,156,026	99.13%	27,124	3,183,150	99.98%
2008	2,648,876	2,642,775	99.77%	5,827	2,648,602	99.99%

Source: Guadalupe County Tax Office

CITY OF CIBOLO, TEXAS
TAXABLE ASSESSED VALUE
LAST TEN FISCAL YEARS
(UNAUDITED)

TABLE 12

Fiscal Year Ended September 30,	Taxable Value January 1,	Residential Property	Commercial Property	Tax-Exempt Property	Other Property	Total Taxable Assessed Value*	Total Direct Tax Rate
2017	2016	\$ 1,898,749,628	\$ 104,601,869	\$ (268,698,676)	\$ 214,622,431	\$ 1,949,275,252	0.4474
2016	2015	1,699,908,610	206,871,658	(213,194,628)	107,391,598	1,800,977,238	0.4454
2015	2014	1,496,870,962	224,557,770	(151,738,294)	117,374,113	1,687,064,551	0.4454
2014	2013	1,373,819,236	205,346,897	(149,792,893)	99,888,349	1,529,261,589	0.4454
2013	2012	1,302,276,711	159,922,830	(134,453,134)	100,608,661	1,428,355,068	0.4454
2012	2011	1,230,104,615	82,409,561	(127,786,620)	103,303,191	1,288,030,747	0.4327
2011	2010	1,153,466,284	77,307,748	(113,161,939)	95,254,678	1,212,866,771	0.4256
2010	2009	1,047,891,417	61,419,916	(103,047,503)	95,397,042	1,101,660,872	0.4139
2009	2008	942,930,117	53,872,725	(63,041,986)	71,956,570	1,005,717,426	0.4100
2008	2007	779,054,718	47,316,189	(52,880,998)	62,098,437	835,588,346	0.3186

**Taxable Assessed Value is before any applicable freeze adjustments.*

Source: Guadalupe County Appraisal District.

CITY OF CIBOLO, TEXAS
RATIOS OF OUTSTANDING DEBT BY TYPE
LAST TEN FISCAL YEARS

Governmental Activities					
Fiscal Year	General Obligation Bonds	Certificates of Obligation	Tax Notes	Notes Payable	Capital Lease
2017	\$ 39,575,775	\$ 2,000,000	\$ -	\$ -	\$ 809,671
2016	41,693,081	100,000	-	-	212,092
2015	39,887,041	200,000	-	-	288,810
2014	37,042,032	300,000	-	-	72,309
2013	35,359,115	400,000	-	-	-
2012	26,187,106	1,970,000	-	-	-
2011	26,980,000	2,105,000	-	-	-
2010	18,240,000	3,145,000	-	-	-
2009	18,555,000	3,305,000	-	-	-
2008	7,895,000	1,870,000	-	-	-

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

b. See Table 18 for personal income and population data for the City. These ratios are calculated using personal income and population for the prior calendar year.

TABLE 13

Business-Type Activities						
Revenue Bonds	General Obligation Bonds	Tax Notes	Capital Lease	Total Primary Government	Percent of Gross Income	*Per Capita
\$ 7,944,869	\$ 1,777,877	\$ -	\$ 73,772	\$ 52,181,964	5.39%	1,747
8,442,860	1,923,664	-	172,708	52,544,405	5.86%	1,859
8,950,850	2,104,451	-	269,400	51,700,552	5.97%	1,911
9,443,841	2,185,000	-	366,788	49,409,970	6.17%	1,937
9,916,832	2,335,000	-	84,200	48,095,147	6.26%	1,932
2,325,000	2,505,000	-	166,131	33,153,237	4.53%	1,417
2,455,000	2,655,000	-	-	34,195,000	4.87%	1,591
2,580,000	2,795,000	-	-	26,760,000	4.33%	1,367
2,695,000	2,900,000	-	-	27,455,000	4.81%	1,484
2,805,000	2,975,000	200,000	-	15,745,000	N/A	977

CITY OF CIBOLO, TEXAS
RATIOS OF GENERAL BONDED DEBT OUTSTANDING
LAST TEN FISCAL YEARS

TABLE 14

Fiscal Year	General Bonded Debt Outstanding				Percentage of Actual Taxable Value of Property	Per Capita
	General Obligation Bonds	Certificates of Obligation	Tax Notes	Total		
2017	\$ 41,353,652	\$ 2,000,000	\$ -	\$ 43,353,652	2.22%	1,452
2016	43,616,745	100,000	-	43,716,745	2.43%	1,547
2015	41,991,492	200,000	-	42,191,492	2.50%	1,559
2014	39,227,032	300,000	-	39,527,032	2.58%	1,550
2013	37,694,115	400,000	-	38,094,115	2.67%	1,530
2012	28,692,106	1,970,000	-	30,662,106	2.38%	1,310
2011	29,635,000	2,105,000	-	31,740,000	2.62%	1,477
2010	21,035,000	3,145,000	-	24,180,000	2.19%	1,235
2009	21,455,000	3,305,000	-	24,760,000	2.46%	1,338
2008	10,870,000	1,870,000	200,000	12,940,000	1.55%	803

NOTE: Details regarding the City's outstanding debt can be found in the notes to the basic financial statements. See Table 8 for the City's property tax value data. City population data can be found in Table 18.

CITY OF CIBOLO, TEXAS
DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT
CURRENT YEAR

TABLE 15

Governmental Unit	Debt Outstanding	Estimated Percentage Applicable*	Estimated Share of Overlapping Debt
<i>Debt repaid with property taxes:</i>			
Guadalupe County	\$ 17,500,000	15.68%	\$ 2,744,000
Schertz-Cibolo-Universal ISD	429,631,092	38.99%	<u>167,513,163</u>
Subtotal, Overlapping Debt			170,257,163
City Direct Debt			<u>42,385,446</u>
TOTAL NET OVERLAPPING DEBT			<u><u>\$ 212,642,609</u></u>

NOTES: The overlapping debt was received from the Municipal Advisory Council of Texas. Details regarding the City's outstanding debt can be found in the notes to the basic financial statements.

Overlapping governments are those that coincide, at least in part, with geographic boundaries of the City. This schedule estimates the portion of the outstanding debt of those overlapping governments that is borne by the property taxpayers of the City of Cibolo. This process recognizes that, when considering the government's ability to issue and repay long-term debt, the entire debt burden borne by the property taxpayers 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.

CITY OF CIBOLO, TEXAS
DEBT MARGIN INFORMATION
LAST TEN FISCAL YEARS

TABLE 16

Assessed Value, 2016 Tax Roll \$ 1,949,275,252

Debt Limit - Texas statutes do not provide a legal debt limit for cities; however, through accepted practice a practical "economic" debt limit is considered to be 10% of the assessed value. \$ 194,927,525

Amount of Applicable Debt:

General Bonded Debt	\$ 42,385,446	
Less Debt Service Fund Balance	<u>(419,886)</u>	<u>41,965,560</u>

DEBT MARGIN \$ 152,961,965

Total Net Debt as a Percentage of Debt Margin 27.44%

	Fiscal Year		
	2014	2015	2016
Assessed Value	\$ 1,529,261,589	\$ 1,687,064,551	\$ 1,800,977,238
Debt Limit	\$ 152,926,159	\$ 168,706,455	\$ 180,097,724
Total Net Debt Applicable to Limit	<u>38,627,200</u>	<u>38,829,093</u>	<u>41,596,638</u>
Total Debt Margin	<u><u>\$ 114,298,959</u></u>	<u><u>\$ 129,877,362</u></u>	<u><u>\$ 138,501,086</u></u>
	2011	2012	2013
	2011	2012	2013
Assessed Value	\$ 1,212,866,770	\$ 1,288,030,750	\$ 1,428,355,068
Debt Limit	\$ 121,286,677	\$ 128,803,075	\$ 142,835,507
Total Net Debt Applicable to Limit	<u>31,539,505</u>	<u>30,463,359</u>	<u>37,630,949</u>
Total Debt Margin	<u><u>\$ 89,747,172</u></u>	<u><u>\$ 98,339,716</u></u>	<u><u>\$ 105,204,558</u></u>
	2008	2009	2010
	2008	2009	2010
Assessed Value	\$ 831,411,170	\$ 989,033,060	\$ 1,172,006,780
Debt Limit	\$ 83,141,117	\$ 98,903,306	\$ 117,200,678
Total Net Debt Applicable to Limit	<u>12,898,102</u>	<u>24,727,984</u>	<u>24,093,776</u>
Total Debt Margin	<u><u>\$ 70,243,015</u></u>	<u><u>\$ 74,175,322</u></u>	<u><u>\$ 93,106,902</u></u>

CITY OF CIBOLO, TEXAS
 PLEDGED REVENUE COVERAGE
 LAST TEN FISCAL YEARS

TABLE 17

Fiscal Year	Water Revenue Bonds						
	Utility Service Charges	Less: Operating Expenses	Add: Impact Fee Revenues	Net Available Revenue	Debt Service		Coverage
					Principal	Interest	
2017	\$ 10,278,912	\$ 9,102,897	\$ 1,042,053	\$ 2,218,068	\$ 610,000	\$ 315,967	2.40
2016	9,663,681	8,908,512	719,699	1,474,868	655,000	337,897	1.49
2015	8,931,752	8,037,634	655,897	1,550,015	630,000	367,620	1.55
2014	8,117,147	7,514,121	633,078	1,236,104	600,000	386,697	1.25
2013	7,941,182	6,498,086	649,695	2,092,791	305,000	200,780	4.14
2012	7,386,435	6,135,866	701,807	1,952,376	280,000	213,373	3.96
2011	7,585,937	6,164,993	620,280	2,041,224	265,000	225,087	4.17
2010	6,250,437	5,566,481	925,975	1,609,931	220,000	235,484	3.53
2009	6,035,693	4,876,586	255,488	1,414,595	385,000	247,113	2.24
2008	4,899,034	4,054,555	177,198	1,021,677	325,750	262,779	1.74

*NOTE: Details regarding the City's outstanding debt can be found in the notes to the basic financial statements.
 Operating expenses do not include depreciation, interest, amortization or joint venture expenses.*

CITY OF CIBOLO, TEXAS
DEMOGRAPHIC AND ECONOMIC STATISTICS
LAST TEN FISCAL YEARS

Year	Population	Personal Income	Per Capita Income	Median Income	Median Age	Education Level In Years of Schooling	School Enrollment
2017	29,861	\$ 968,780,423	\$ 32,443	\$ 91,827	34.4	14.2	15,530
2016	28,259	896,742,847	31,733	89,945	34.5	14.3	15,110
2015	27,059	838,558,410	30,990	87,613	34.6	14.3	15,076
2014	25,508	785,850,464	30,808	87,993	33.9	14.1	15,022
2013	24,892	767,694,172	30,841	91,238	32.4	14.1	14,058
2012	23,400	732,537,000	31,305	89,785	34.0	14.3	13,542
2011	21,490	702,207,240	32,676	85,350	33.0	14.4	13,014
2010	19,580	618,238,500	31,575	76,500	36.0	14.3	12,431
2009	18,500	570,558,500	30,841	76,500	36.0	14.2	11,700
2008	16,122	N/A	N/A	76,149	36.0	N/A	11,434

Sources: Population, personal income, median age and education level information provided by City Economic Development Corporation. School enrollment provided by Cibolo-Cibolo - Universal City Independent School District. Unemployment data provided by the Texas Workforce Commission.

TABLE 18

Unemployment Rate	High School Degree Attainment Or Higher	Bachelor Degree Attainment Or Higher
2.4%	96.0%	38.6%
3.0%	94.1%	36.8%
3.6%	94.1%	36.8%
4.0%	95.5%	40.6%
5.3%	94.3%	38.1%
6.1%	96.0%	40.5%
6.3%	96.2%	42.4%
5.2%	94.9%	39.1%
3.7%	92.4%	39.5%
3.4%	N/A	N/A

CITY OF CIBOLO, TEXAS
TOP TEN PRINCIPAL EMPLOYERS
CURRENT YEAR AND NINE YEARS AGO

TABLE 19

Employer	2017			2008		
	Employees	Rank	Percentage of Total City Employment	Employees	Rank	Percentage of Total City Employment *
Schertz/Cibolo/UC ISD	710	1	5.69%	372	1	N/A
Liberty Oilfield Services	290	2	2.32%			
Walmart	262	3	2.10%			N/A
City of Cibolo	142	4	1.14%	81	5	N/A
Kalmar	78	5	0.62%	130	3	
Sonic	81	6	0.65%			
Total Safety	71	7	0.57%			
Age Industries	69	8	0.55%	55	7	N/A
Case Mechanical	65	9	0.52%			
Robles 1 Demolition	61	10	0.49%	120	4	N/A
Jungle Laboratories				205	2	N/A
Timber Tech				80	6	N/A
Eagle Construction				40	8	N/A
Fiber Art				40	9	N/A
Williams Company				28	10	N/A
	<u>1,829</u>		<u>14.64%</u>	<u>1,151</u>		<u>N/A</u>

* Percentage of total city employment is unavailable for 2008

Source: City Economic Development Corporation



CITY OF CIBOLO, TEXAS
FULL-TIME EQUIVALENT CITY GOVERNMENTAL EMPLOYEES BY FUNCTION
LAST EIGHT FISCAL YEARS

Function	Full-Time Equivalent Employees as of September 30,			
	2010	2011	2012	2013
<u>General Fund</u>				
<u>City Manager</u>				
City Manager	0	0	0	0
Human Resources Manager	0	0	0	0
Executive Assistant	0	0	0	0
Subtotal:	0	0	0	0
<u>City Secretary</u>				
IT Administrator	0	1	0	0
City Manager	1	1	1	1
City Secretary	1	1	1	1
Assistant City Secretary	1	1	1	1
Administrative Assistant	2	1	1	1
Finance Director	1	0	0	0
Accounting Clerk	1	0	0	0
Purchasing/Accounts Payable	1	0	0	0
Subtotal:	8	5	4	4
<u>Police Department</u>				
Police Chief	1	1	1	1
Assistant Police Chief	1	0	0	0
Lieutenants	1	1	1	2
Sergeants	4	4	7	7
Corporals	2	1	1	1
Police Officers	12	15	12	15
Warrant Officer	0	1	1	0
School Resource Officer	0	0	2	2
Public Safety Officer	0	0	0	0
Property/Evidence Room Technician	0	0	0	0
Executive Assistant	0	0	0	0
Clerks	2	2	2	2
Crossing Guards (6)	1.2	1.2	1.2	1.2
Subtotal:	24.2	26.2	28.2	31.2
<u>Municipal Court</u>				
Court Clerk	1	1	1	1
Deputy Court Clerk	1	1	1	1
Subtotal:	2	2	2	2
<u>Planning and Engineering Services</u>				
Planning and Engineering Director	0	0	0	0
Planning and Development Director	1	1	1	1
Senior Planner	1	1	1	1
Assistant Planner	1	1	1	1
Infrastructure Inspector	0	0.5	0.5	0.5
Senior Building Inspector	1	1	1	1
Building Inspector	2	2	2	2
Code Enforcement Officer	1	1	1	1
Plan Reviewer	0	0	0	0
GIS Technician	0	0	0	0
Administrative Assistant	1	1	1	1
Receptionist/Clerk	1	1	1	1
Subtotal:	9	9.5	9.5	9.5

Note: Full-time equivalent city governmental employees by function information are not available prior to 2010.

TABLE 20

Full-Time Equivalent Employees as of September 30,			
2014	2015	2016	2017
1	1	1	1
1	0	0	0
1	1	1	1
3	2	2	2
0	0	0	0
0	0	0	0
1	1	1	1
1	1	1	1
0	0	0	0
0	0	0	0
0	0	0	0
0	0	0	0
2	2	2	2
1	1	1	1
0	0	0	0
2	2	2	2
7	7	8	8
1	1	1	1
18	18	20	20
0	0	0	0
2	2	2	2
0	0	0.5	0.5
0	0	0	1
1	1	1	1
2	2	2	2
1.2	1.2	1.2	1.4
35.2	35.2	38.7	39.9
1	1	1	1
1	1	1	1
2	2	2	2
0	1	1	1
1	0	0	0
1	1	1	1
1	1	1	1
0.5	0.5	0.5	0.5
1	1	1	1
2	2	2	1
2	2	1	1
0	0	1	1
0	0	1	1
1	1	1	1
1	1	1	1
10.5	10.5	11.5	10.5

CITY OF CIBOLO, TEXAS
FULL-TIME EQUIVALENT CITY GOVERNMENTAL
EMPLOYEES BY FUNCTION (CONTINUED)
LAST EIGHT FISCAL YEARS

Function	Full-Time Equivalent Employees as of September 30,			
	2010	2011	2012	2013
<u>Public Works - Streets</u>				
Public Works/Utilities Director	0	0	0	0
Executive Assistant	0	0	0	0
Subtotal:	0	0	0	0
<u>Public Works - Streets</u>				
Public Works/Utilities Director	0	0	0.5	0.5
Fire Chief/Public Works/Utilities Superintendent	0.25	0.25	0	0
Infrastructure Inspector	1	1	1	0.7
Foreman	0.5	0	0	0
Foreman	0	0	1	0
Executive Assistant	0	0	0	0
Crew Leader	2	1	1	2
Labor III – Mechanic	1	1	1	1
Labor I,II, III	9	9	7	7
Subtotal:	13.75	12.25	11.5	11.2
<u>Animal Services</u>				
Senior Animal Control Officer	0	0	0	0
Animal Control Officer	1	1	1.5	2
Kennel Attendant (Part-time)	0	0	0	0
Subtotal:	1	1	1.5	2
<u>Parks</u>				
Superintendent	0	0	0	0
Foreman	1	0	1	0
Crew Leader	0	1	0	1
Labor I and II	5	6	6	6
Seasonal Labor Position	0.375	0.375	0.375	0.375
Custodian	0	0	0	0
Subtotal:	6.375	7.375	7.375	7.375
<u>Finance</u>				
Finance Director	0	1	1	1
Human Resources Manager	0	0	0	0
Accounting Manager	0	0	0	0
Finance Assistant	0	1	1	1
Accounts Payable/Purchasing Clerk	0	1	1	1
Subtotal:	0	3	3	3
<u>Information Technology</u>				
Information Technology Director	0	0	0	0
Technology Specialist	0	0	1	1
Subtotal:	0	0	1	1

Note: Full-time equivalent city governmental employees by function information are not available prior to 2010.

TABLE 20 (CONT.)

Full-Time Equivalent Employees as of September 30,			
2014	2015	2016	2017
0	0	0	1
0	0	0	1
0	0	0	2
0.5	0.5	0.5	0
0	0	0	0
0.7	0.7	0.7	1
0	0	0	0
0	0	0	0
0	0	1	0
2	2	2	3
0.5	0.5	0.5	0.5
9	9	9	9
12.7	12.7	13.7	13.5
0	0	1	1
2	2	1	1
0	0	1	1.5
2	2	3	3.5
1	1	1	1
0	0	0	0
1	1	2	2
6	6	7	6
0.375	0.375	0.375	0
0	0	0.5	1
8.375	8.375	10.875	10
1	1	1	1
0	1	1	0
0	0	0	1
1	1	1	1
1	1	1	1
3	4	4	4
0	1	1	1
1	1	1	1
1	2	2	2

CITY OF CIBOLO, TEXAS
FULL-TIME EQUIVALENT CITY GOVERNMENTAL
EMPLOYEES BY FUNCTION (CONTINUED)
LAST SIX FISCAL YEARS

Function	Full-Time Equivalent Employees as of September 30,			
	2010	2011	2012	2013
<u>Human Resources</u>				
Human Resources Manager	0	0	0	0
File Clerk	0	0	0	0
	0	0	0	0
<u>Fire Department</u>				
Fire Chief	0.5	0.5	1	1
Assistant Fire Chief	0	0	0	0.375
Fire Marshall	1	1	1	1
Fire Lieutenant	0	0	0	3
Fire Apparatus Operator	3	3	3	0
Firefighter	4	7	7	9
Subtotal:	8.5	11.5	12	14.375
<u>Total General Fund</u>				
	72.825	77.825	80.075	85.65
		5.000	2.250	5.575
<u>Water - Sewer Fund</u>				
<u>Utility Administration</u>				
Utility Administrator	1	1	1	1
Senior Utility Billing Clerk	0	0	1	1
Utility billing clerk	1	1	1	1
Receptionist	1	1	0	0
Subtotal:	3	3	3	3
<u>Utility Operations</u>				
Public Works/Utilities Director	0	0	0.35	0.35
Fire Chief/PW/Utilities	0.25	0.25	0	0
Superintendent	1	1	0.67	1
Infrastructure Inspector	0.5	0.5	0.5	0.5
Foreman	1	1	1	1
Crew Leader	1	0	2	2
Labor III – mechanic	0	0	0	0
Labor I,II, III	5	6	5	5
Meter Technician	1	1	1	1
Administrative Assistant	1	1	0	0
Subtotal:	10.75	10.75	10.52	10.85
<u>Total Water - Sewer Fund</u>				
	13.75	13.75	13.52	13.85
		0	-0.23	0.33

Note: Full-time equivalent city governmental employees by function information are not available prior to 2010.

TABLE 20 (CONT.)

Full-Time Equivalent Employees as of September 30,			
2014	2015	2016	2017
0	0	0	1
0	0	0	0.5
0	0	0	1.5
1	1	1	1
0.375	0.375	0.375	0.375
1	1	1	1
3	3	3	3
0	0	0	0
12	12	12	15
17.375	17.375	17.375	20.375
97.15	98.15	107.15	113.275
<i>11.5</i>	<i>1.000</i>	<i>9</i>	<i>6.125</i>
1	1	1	1
1	1	1	1
1	1	1	1
0	0	0	0
3	3	3	3
0.35	0.35	0.35	0
0	0	0	0
1	1	1	1
0.5	0.5	0.5	0.5
1	1	1	1
2	2	2	3
0.5	0.5	0.5	0.5
5	5	5	6
1	1	1	1
0	0	0	0
11.35	11.35	11.35	13
14.35	14.35	14.35	16
<i>0.5</i>	<i>0</i>	<i>0</i>	<i>1.65</i>

CITY OF CIBOLO, TEXAS
FULL-TIME EQUIVALENT CITY GOVERNMENTAL
EMPLOYEES BY FUNCTION (CONTINUED)
LAST SIX FISCAL YEARS

Function	Full-Time Equivalent Employees as of September 30,			
	2010	2011	2012	2013
<u>Drainage Utility District</u>				
<u>Drainage Operations</u>				
Public Works Director	0	0	0.15	0.15
Superintendent	0	0	0.33	0.3
Supervisor	0	0	0	1
Crew Leader	0	1	1	0
Labor II – Street Sweeper	0	0	1	1
Labor I & II	0	2	3	3
Total Drainage Utility District	<u>0</u>	<u>3</u>	<u>5.48</u>	<u>5.45</u>
		3	2.48	-0.03
<u>Economic Development Fund</u>				
Economic Development Director	1	1	1	1
Business Development Coordinator	0	0	0	0
Total Economic Development Fund	<u>1</u>	<u>1</u>	<u>1</u>	<u>1</u>
				0
Grand Total	<u>87.575</u>	<u>95.575</u>	<u>100.075</u>	<u>105.95</u>
		8	4.5	5.875

Note: Full-time equivalent city governmental employees by function information are not available prior to 2010.

TABLE 20 (CONT.)

Full-Time Equivalent Employees as of September 30,			
2014	2015	2016	2017
0.15	0.15	0.15	0
0.3	0.3	0.3	1
1	1	1	0
0	0	0	0
1	1	1	1
4	4	4	4
6.45	6.45	6.45	6
<i>1</i>	<i>0</i>	<i>0</i>	<i>-0.45</i>
1	1	1	1
1	1	1	1
2	2	2	2
<i>1</i>	<i>0</i>	<i>0</i>	<i>0</i>
119.95	120.95	129.95	137.275
<i>14</i>	<i>1</i>	<i>9</i>	<i>7.325</i>

CITY OF CIBOLO, TEXAS
OPERATING INDICATORS BY FUNCTION/PROGRAM
LAST TEN FISCAL YEARS

Function	Fiscal Year				
	2008	2009	2010	2011	2012
<u>General Government</u>					
Building permits issued	503	416	384	278	335
<u>Police #</u>					
Activities *	-	10,992	9,216	12,936	16,874
Custodial Arrests	-	-	-	197	270
Traffic Citations	-	-	-	2,202	2,196
Traffic Collisions	-	-	203	194	210
Index Crimes	-	198	215	225	265
Average response time	-	-	-	7:26	6:11
<u>Fire</u>					
Number of fire responses	94	89	44	91	80
Number of rescue/EMS responses	685	677	680	858	907
Number of other calls for service	69	61	71	83	111
Number of false alarms	69	96	115	87	87
Hazardous condition	9	17	21	21	22
Severe weather/natural disaster	-	-	3	1	-
Total calls for service	926	940	934	1,141	1,185
Average response time	6:15	6:11	7:28	11:00	7:29
Number of training hours	325	363	161	128	392
Hours of public education/relations	73	215	143	68	80
<u>Court</u>					
New cases filed (calendar year)	6,465	3,146	1,773	2,404	2,496
Dispositions (calendar year)	8,050	3,407	1,979	2,204	2,500
<u>Animal Services</u>					
Number of animals adopted	-	-	9	57	67
Number of animals handled	-	-	218	353	349
<u>Water</u>					
New Connections	292	295	271	168	185
Total consumption	445,075,900	504,494,600	413,794,000	547,422,700	515,859,100
Average daily consumption	-	-	1,445,570	1,432,482	1,475,603
Peak daily consumption	-	-	2,849,000	2,513,000	2,983,000
Total residential customers	3,941	4,298	4,569	4,739	4,894
Total commercial customers	197	146	146	154	162
Average use per connection	-	-	87,761	111,879	102,029
Rainfall (in inches)	-	-	-	-	-
<u>Sewer</u>					
Total residential customers	5,441	5,899	6,320	6,587	6,806
Total commercial customers	84	83	89	93	96
New Connections	525	404	408	263	314

* includes calls for service and self initiated activities

Police statistics are for calendar year period

Source: Various City Departments. Prior year information for some functions is not available.

TABLE 21

Fiscal Year				
2013	2014	2015	2016	2017
420	383	367	424	315
18,431	17,445	19,516	18,620	17,654
262	242	268	221	167
1,737	1,672	1,326	1,094	1,370
227	238	251	302	301
249	298	294	358	419
5:28	5:09	4:44	3:49	4:09
88	148	73	83	159
913	859	909	963	983
149	137	158	229	379
88	89	92	91	98
21	15	24	32	35
1	4	3	5	3
1,238	1,233	1,259	1,403	1,656
7:45	7:50	6:48	7:10	7:42
614	1,313	1,572	3,280	2,707
342	246	162	159	347
1,979	1,849	1,758	1,286	1,812
2,016	1,933	1,985	1,356	1,719
25	17	97	96	158
279	190	351	440	460
138	135	134	20	11
483,373,702	470,864,998	450,615,000	458,886,300	463,445,463
1,637,712	1,186,736	1,367,676	1,257,222	1,269,714
2,939,000	2,749,000	3,019,000	3,099,000	3,442,000
5,023	5,146	5,215	5,230	5,218
155	166	183	188	211
93,351	88,642	83,478	84,696	85,365
-	-	-	47.59	31.48
7,184	7,541	7,841	8,229	8,586
93	95	111	121	136
353	373	300	388	357

CITY OF CIBOLO, TEXAS
CAPITAL ASSET STATISTICS BY FUNCTION/PROGRAM
LAST TEN FISCAL YEARS

Function	Fiscal Year				
	2008	2009	2010	2011	2012
<u><i>Building Inspection/Code compliance</i></u>					
Vehicles	6	6	6	6	7
<u><i>Police</i></u>					
Stations	1	1	1	1	1
Patrol units	22	22	20	22	22
<u><i>Fire</i></u>					
Stations	-	-	1	1	1
Fire Vehicles	2	2	2	3	4
<u><i>Public Works/Utilities</i></u>					
Vehicles	19	19	19	22	20
<u><i>Streets</i></u>					
Streets, paved and unpaved (miles)	59	59	59	117	128
<u><i>Parks and Recreation</i></u>					
Parks - developed	3	3	3	3	4
Playgrounds, city maintained	3	3	3	3	4
Baseball fields	2	2	2	2	2
Soccer Fields	-	1	1	1	1
<u><i>Water</i></u>					
Number of storage tanks	2	2	2	3	3
Number of pump stations	1	1	1	1	1
Water mains (miles) *	N/A	N/A	N/A	N/A	N/A
<u><i>Sewer</i></u>					
Sanitary sewers (miles) *	N/A	N/A	N/A	N/A	N/A
Number of pump stations	3	3	3	3	3

* The miles of water mains and sanitary sewers were not available for years prior to 2012

Source: Various City Departments

TABLE 22

Fiscal Year				
2013	2014	2015	2016	2017
7	8	7	6	7
1	1	1	1	1
23	24	27	31	35
1	2	2	2	2
4	4	5	5	5
22	29	23	25	25
135	140	143	143	145
4	4	4	4	4
4	4	4	4	4
2	2	2	2	4
1	1	1	1	4
3	3	3	3	4
1	1	1	1	2
62	63	63	70	72
74	75	75	75	77
3	4	4	4	5



COMPLIANCE SECTION



INDEPENDENT AUDITOR'S REPORT

REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH *GOVERNMENT AUDITING STANDARDS*

To the City Council and management
City Of Cibolo

We have audited, 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, the financial statements of the governmental activities, the business-type activities, discretely presented component unit, each major fund, and the aggregate remaining fund information of City of Cibolo as of and for the year ended September 30, 2017, and the related notes to the financial statements, which collectively comprise City of Cibolo's basic financial statements, and have issued our report thereon dated March 2, 2018.

Internal Control over Financial Reporting

In planning and performing our audit of the financial statements, we considered City of Cibolo's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of City of Cibolo's internal control. Accordingly, we do not express an opinion on the effectiveness of City of Cibolo's internal control.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees in the normal course of performing their assigned functions, to prevent, or detect and correct misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

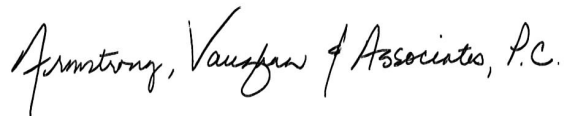
Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over financial reporting that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control over financial reporting that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether City of Cibolo's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

A handwritten signature in cursive script that reads "Armstrong, Vaughan & Associates, P.C.".

Armstrong, Vaughan & Associates, P.C.

March 2, 2018

