



CITY OF BUNKER HILL VILLAGE TEXAS

GENERAL OBLIGATION DEBT

CONTINUING DISCLOSURE REPORT FOR THE
FISCAL YEAR ENDED DECEMBER 31, 2020



THE CITY OF BUNKER HILL VILLAGE, TEXAS

CONTINUING DISCLOSURE REPORT FOR THE FISCAL YEAR ENDED DECEMBER 31, 2020

GENERAL OBLIGATION DEBT

TABLE 1 – VALUATION, EXEMPTIONS AND GENERAL OBLIGATION DEBT

2020/2021 Market Valuation Established by Harris County Appraisal District (excluding totally exempt property)		\$ 2,234,937,959
Less Exemptions/Reductions at 100% Market Value:		
Over 65 Homestead Exemptions	\$5,947,715	
Disabled Veterans	742,695	
Surviving Spouse over 65	572,487	\$ 7,262,897
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2020/2021 Taxable Assessed Valuation		\$ 2,227,675,062
General Obligation Debt Payable from Ad Valorem Taxes (as of 6/30/2021)		
General Obligation Refunding Bonds, Series 2014	\$ 990,000	
General Obligation Refunding Bonds, Series 2020	4,495,000	
Combination Tax & Revenue Certificates of Obligation, Series 2021	7,070,000	\$ 12,555,000
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Less: City's Self Supporting General Obligation Debt (as of 6/30/2021)		
Water and Sewer System General Obligation Debt ⁽¹⁾	\$ 5,195,000	\$ 5,195,000
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Less: General Obligation Interest and Sinking Fund		\$ 289,601
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Net General Obligation Debt Payable from Ad Valorem Taxes		\$ 7,070,399
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Ratio of Net General Obligation Debt to Taxable Assessed Valuation		0.317%

2021 Estimated Population - 3,759
Per Capita Taxable Assessed Valuation - \$592,624
Per Capita Net Funded Debt - \$1,881

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

TABLE 2 – TAXABLE ASSESSED VALUATIONS BY CATEGORY

Category	Taxable Appraised Value, Fiscal Year Ending December 31,					
	2021		2020		2019	
	Amount	% of Total	Amount	% of Total	Amount	% of Total
Real, Residential, Single-Family	\$ 2,202,857,173	98.56%	\$ 2,226,636,468	98.66%	\$ 2,178,877,803	98.8%
Real, Vacant Lots tracts	27,980,465	1.25%	26,421,646	1.17%	22,879,683	1.0%
Real, Commercial	839,936	0.04%	844,490	0.04%	837,711	0.0%
Real and Tangible Personal, Utilities	2,093,050	0.09%	1,749,300	0.08%	1,659,090	0.1%
Tangible Personal, Commercial	611,928	0.03%	623,334	0.03%	326,966	0.0%
Tangible Personal, Industrial	555,407	0.02%	632,799	0.03%	75,882	0.0%
Total Appraised Value Before Exemptions	\$ 2,234,937,959	100.0%	\$ 2,256,908,037	100.0%	\$ 2,204,657,135	100.0%
Less: Total Exemptions/Reductions	7,262,897		7,509,149		6,955,004	
Taxable Assessed Value	\$ 2,227,675,062		\$ 2,249,398,888		\$ 2,197,702,131	

Category	Taxable Appraised Value, Fiscal Year Ending September 30.			
	2018		2017	
	Amount	% of Total	Amount	% of Total
Real, Residential, Single-Family	\$ 2,156,500,086	98.7%	\$ 2,069,858,223	98.0%
Real, Vacant Lots tracts	25,571,505	1.2%	31,345,350	1.5%
Real, Commercial	835,941	0.0%	834,791	0.0%
Real and Tangible Personal, Utilities	1,642,540	0.1%	1,622,760	0.1%
Inventory	-	0.0%	6,274,373	0.3%
Tangible Personal, Commercial	681,041	0.0%	1,710,917	0.1%
Tangible Personal, Industrial	257,770	0.0%	1,266,691	0.1%
Total Appraised Value Before Exemptions	\$ 2,185,488,883	100.0%	\$ 2,112,913,105	100.0%
Less: Total Exemptions/Reductions	6,827,590		6,898,821	
Taxable Assessed Value	\$ 2,178,661,293		\$ 2,106,014,284	

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

TABLE 3 – VALUATION AND GENERAL OBLIGATION DEBT HISTORY

Fiscal Year End 12/31	Estimated City Population ⁽¹⁾	Taxable Assessed Valuation ⁽²⁾	Per Capita Taxable Assessed Valuation	G.O. Tax Debt Outstanding at End of Year ⁽³⁾	Per Capita G.O. Tax Debt	Ratio Tax Debt to Taxable Assessed Valuation
2016	3,759	\$ 1,953,927,541	\$ 519,800	\$ 11,830,000	\$ 3,147	0.61%
2017	3,759	2,106,014,284	560,259	10,355,000	2,755	0.49%
2018	3,759	2,178,661,293	579,585	8,840,000	2,352	0.41%
2019	3,759	2,197,702,131	584,651	7,925,000	2,108	0.36%
2020	3,759	2,249,398,888	598,404	6,395,000	1,701	0.28%
2021	3,759	2,227,675,062	592,624	7,360,000	1,958	0.33%

(1) Source: the City.

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

(3) Excludes self-supporting debt.

TABLE 4 – TAX RATE, LEVY AND COLLECTION HISTORY

Fiscal Year End 12/31	Tax Year	Tax Rate	General Fund	Interest and Sinking Fund	Tax Levy	% Current Collections	% Total Collections
2016	2015	\$0.27790	\$0.19110	\$ 0.08680	\$ 5,429,965	99.92%	99.96%
2017	2016	0.27700	0.19610	0.08090	5,833,660	99.63%	99.77%
2018	2017	0.27700	0.19910	0.07790	6,034,892	100.25%	101.37%
2019	2018	0.27700	0.22490	0.05210	6,087,635	100.09%	100.07%
2020	2019	0.27700	0.23041	0.04659	6,230,835	99.60%	100.01%
2021	2020	0.27500	0.22925	0.04575	6,126,106	93.68%	93.84%

(1) As of February 28, 2021.

TABLE 5 – TEN LARGEST TAXPAYERS

Name of Taxpayer	Nature of Property	2020/2021 Taxable Assessed Valuation	% of Total Taxable Assessed Valuation
Individual	Land/Improvements	\$ 7,556,673	0.34%
800 Builders LLC	Land/Improvements	6,326,017	0.28%
Individual	Land/Improvements	5,300,000	0.24%
Individual	Land/Improvements	5,250,000	0.24%
Individual	Land/Improvements	5,082,000	0.23%
Individual	Land/Improvements	4,500,000	0.20%
Individual	Land/Improvements	4,393,569	0.20%
Individual	Land/Improvements	4,317,209	0.19%
Individual	Land/Improvements	4,280,154	0.19%
Individual	Land/Improvements	4,236,522	0.19%
		<u>\$ 51,242,144</u>	<u>2.30%</u>

TABLE 6 – TAX ADEQUACY

2021 Net Debt Service Requirements	\$ 1,148,432	(1)
\$0.0538 Tax Rate at 96% Collection Produces	1,150,550	
Net Average Annual Debt Service Requirement (2021 - 2031).....	\$ 876,202	(1)
\$0.0410 Tax Rate at 96% Collection Produces	876,813	
Net Maximum Annual Debt Service Requirement (2022).....	\$ 1,175,863	(1)
\$0.0550 Tax Rate at 96% Collection Produces	1,176,212	

(1) Excludes self-supporting debt.

TABLE 8 – GENERAL OBLIGATION DEBT SERVICE REQUIREMENTS

Year End 12/31	Outstanding Gross Debt Service			Less: Self Supporting Debt Service ⁽¹⁾	Total Net Debt Service Requirements	% of Principal Retired
	Principal	Interest	Debt Service			
2021	\$ 910,000	\$ 287,960	\$ 1,197,960	\$ 49,527	\$ 1,148,432	
2022	945,000	336,993	1,281,993	106,130	1,175,863	
2023	1,010,000	303,755	1,313,755	322,830	990,925	
2024	1,010,000	271,093	1,281,093	326,080	955,013	
2025	1,000,000	237,949	1,237,949	324,105	913,844	36.20%
2026	990,000	204,718	1,194,718	326,905	867,813	
2027	975,000	171,455	1,146,455	324,480	821,975	
2028	955,000	138,280	1,093,280	321,905	771,375	
2029	935,000	109,168	1,044,168	326,093	718,075	
2030	905,000	83,930	988,930	322,118	666,813	71.56%
2031	870,000	61,205	931,205	323,105	608,100	
2032	275,000	49,086	324,086	324,086	-	
2033	280,000	45,063	325,063	325,063	-	
2034	285,000	40,966	325,966	325,966	-	
2035	290,000	36,580	326,580	326,580	-	86.41%
2036	290,000	31,940	321,940	321,940	-	
2037	295,000	27,260	322,260	322,260	-	
2038	300,000	21,900	321,900	321,900	-	
2039	310,000	15,800	325,800	325,800	-	
2040	315,000	9,550	324,550	324,550	-	97.62%
2041	320,000	3,200	323,200	323,200	-	100.00%
	<u>\$ 13,465,000</u>	<u>\$ 2,487,849</u>	<u>\$ 15,952,849</u>	<u>\$ 6,314,622</u>	<u>\$ 9,638,226</u>	

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

TABLE 9 – INTEREST AND SINKING FUND BUDGET PROJECTION

Tax Supported Debt Service Requirements, Fiscal Year Ending December 31, 2021 ⁽¹⁾		\$ 1,148,432
Interest and Sinking Fund Balance, December 31, 2020	\$ 289,601	
Calculated Interest and Sinking Fund Tax Levy	1,007,115	
Budgeted Delinquent Taxes and Penalties & Interest	<u>5,000</u>	<u>1,301,716</u>
Estimated Balance, December 31, 2021		<u>\$ 153,284</u>

(1) Excludes self-supporting debt.

AUTHORIZED BUT UNISSUED GENERAL OBLIGATION BONDS

The City has no authorized but unissued general obligation bonds.

TABLE 10 – GENERAL FUND REVENUES AND EXPENDITURE HISTORY

	Fiscal Year Ended December 31,				
	2020	2019	2018	2017	2016
Revenues:					
Property Taxes & Penalties	\$ 5,187,414	\$ 4,970,208	\$ 4,401,524	\$ 4,140,024	\$ 3,742,639
Sales Tax	202,178	171,465	162,022	163,346	123,911
Franchise Fees and Local Taxes	246,368	285,858	278,844	285,244	281,861
Charges for Services	15,984	15,984	15,984	15,818	15,818
Licenses and Permits	371,923	426,554	425,748	353,224	300,534
Fines and Forfeitures	76,854	174,962	113,180	167,456	102,509
Investment Income	64,047	56,929	33,002	57,804	29,449
Intergovernmental	194,408	-	-	-	-
Miscellaneous	188,539	201,303	142,209	137,007	133,268
Total	\$ 6,547,715	\$ 6,303,263	\$ 5,572,513	\$ 5,319,923	\$ 4,729,989
Expenditures:					
General Government	\$ 938,595	\$ 807,845	\$ 740,008	\$ 657,958	\$ 646,344
Public Safety	3,339,731	3,195,239	2,862,383	2,818,595	2,615,433
Public Works	408,385	323,899	325,641	295,150	264,940
Capital Outlay	-	-	-	5,445	204,862
Total	4,686,711	4,326,983	3,928,032	3,777,148	3,731,579
Excess of Revenues over Expenditures	\$ 1,861,004	\$ 1,976,280	\$ 1,644,481	\$ 1,542,775	\$ 998,410
Other Financing Sources (Uses):					
Operating Transfers In	\$ 412,027 ⁽¹⁾	\$ -	\$ -	\$ -	\$ -
Operating Transfers Out	(1,319,875) ⁽²⁾	(3,351,992) ⁽²⁾	(566,258)	-	-
Total Other Financing Sources	\$ (907,848)	\$ (3,351,992)	\$ (566,258)	\$ -	\$ -
Excess of Revenues and Other Sources Over (Under) Expenditures & Other Uses	\$ 953,156	\$ (1,375,712)	\$ 1,078,223	\$ 1,542,775	\$ 998,410
Beginning Fund Balance	\$ 2,992,863	\$ 4,368,575	\$ 3,290,352	\$ 1,747,577 ⁽³⁾	\$ 4,442,023
Ending General Fund Balance	\$ 3,946,019	\$ 2,992,863	\$ 4,368,575	\$ 3,290,352	\$ 5,440,433

Source: City's audited financial statements.

- (1) Transfer from the City's Utility Fund to the General Fund.
- (2) Transfer from the City's General Fund to Capital Projects Fund for various capital projects.
- (3) Restated for the reclassification of \$3,661,747 from the General Fund to the Capital Projects Fund and \$31,109 from the General Fund to the Restricted Court Fund.

TABLE 11 – CURRENT INVESTMENTS

As of December 31, 2020, the City's investable funds were invested in the following category:

Type of Investment	Percent of Total	Book Value	Market Value
Cash in Depository Account	100.00%	\$ 9,280,559	\$ 9,280,559

TABLE 12 – MONTHLY RESIDENTIAL WATER RATES (EFFECTIVE DECEMBER 17, 2020)

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

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

Customer	Fiscal Year 2020
	Water Usage In Gallons ⁽¹⁾
Memorial Dr Presbyterian Church	3,952
City of Bunker Hill Village	3,013
Individual	1,194
Individual	1,148
Holy Name Retreat Center	1,146
Individual	1,067
Individual	1,003
Individual	915
Memorial Forest Club	903
Spring Branch ISD	862
Total	15,203

(1) In thousands.

TABLE 14 – MONTHLY RESIDENTIAL SEWER RATES (EFFECTIVE DECEMBER 17, 2020)

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

TABLE 15 – WATERWORKS AND SEWER SYSTEM CONDENSED STATEMENT OF OPERATIONS

	Fiscal Year Ended December 31,				
	2020	2019	2018	2017	2016
Revenues:					
Water and Sewer Billings	\$ 3,607,590	\$ 3,471,840	\$ 3,307,865	\$ 3,193,945	\$ 3,014,256
Miscellaneous	9,906	9,907	132,557	40,018	-
Total	\$ 3,617,496	\$ 3,481,747	\$ 3,440,422	\$ 3,233,963	\$ 3,014,256
Expenses ⁽¹⁾:					
Maintenance an Operating Expense	\$ 2,467,949	\$ 2,220,698	\$ 2,504,793	\$ 2,319,209	\$ 2,518,096
Total (Before Depreciation)	2,467,949	2,220,698	2,504,793	2,319,209	2,518,096
Net Available for Debt Service:	\$ 1,149,547	\$ 1,261,049	\$ 935,629	\$ 914,754	\$ 496,160
Billed Customers	1,364	1,364	1,364	1,364	1,364

(1) Does not include depreciation.