



**CITY OF LEON VALLEY
CITY COUNCIL REGULAR MEETING**
Leon Valley City Council Chambers
6400 El Verde Road, Leon Valley, TX 78238
Tuesday, March 05, 2024 at 6:30 PM

AGENDA

The City of Leon Valley City Council Shall Hold an In-Person Meeting with A Quorum of Members of City Council to Be Physically Present in The Leon Valley City Council Chambers, 6400 El Verde Road, Leon Valley, Texas 78238. Some Members of City Council May Appear and Participate in The Meeting by Videoconference Pursuant to The Requirements Set Forth in The Texas Open Meetings Act.

Citizens May E-Mail Public Comments To citizenstobeheard@leonvalleytexas.gov. All Other Citizen Participation May Be Provided In-Person at City Council Chambers.

1. **Call to Order; Determine a Quorum is Present, Pledge of Allegiance**
2. **Citizens to be Heard**
3. **Presentations**
 1. Presentation and Discussion on the Approval of the Annual Comprehensive Financial Report (ACFR) for Fiscal Year 2023 - Debbie Fraser, CPA
4. **Announcements by the Mayor and Council Members.** At this time, reports about items of community interest, which no action will be taken may be given to the public as per Chapter 551.0415 of the Government Code, such as: expressions of thanks, congratulations or condolence, information regarding holiday schedules, reminders of social, ceremonial, or community events organized or sponsored by the governing body or that was or will be attended by a member of the Leon Valley City Council or a City official.
5. **City Manager's Report**
 1. **Upcoming Important Events:**

Regular City Council Meeting, Tuesday, March 19, 2024, at 6:30 PM, in City Council Chambers.

Trash & Treasure Event, Saturday, March 09, 2024, from 9:00 AM to 12:00 PM, at the Leon Valley Community Center.

Volunteer Appreciation Dinner, Tuesday, April 09, 2024, from 6:00 PM to 8:00 PM, at the Leon Valley Conference Center.

Joint General Election – Early Voting, Monday, April 22, 2024 through Tuesday, April 30, 2024.

Job Fair, Tuesday, April 23, 2024, from 9:00 AM to 12:00 PM, at the Leon Valley Community Center.

Library Volunteer Party, Wednesday, April 24, 2024, from 5:00 PM to 7:00 PM, at the Leon Valley Public Library.

Coffee with the Mayor & City Council, Saturday, April 27, 2024, from 9:00 AM to 11:00 AM, at the Leon Valley Conference Center

Household Hazardous Waste Collection, Saturday, April 27, 2024, from 8:00 AM to 1:00 PM, at the Leon Valley Fire Department. This event is only for Leon Valley residents – address verification required.

Joint General Election - Election Day, Saturday May 04, 2024, polls open from 7:00 AM to 7:00 PM.

Annual City-Wide Garage Sale, Saturday, May 25, 2024, from 8:00 AM to 6:00 PM

Miscellaneous other events and announcements.

6. Consent Agenda

- 1.** Discussion and Possible Action Approving of the Following City Council Minutes:
 - a. 02-06-2024 Regular City Council Meeting Minutes
 - b. 02-24-2024 Special City Council Meeting Minutes

- 2.** Discussion and Possible Action Accepting of the Following Board/Commission Minutes:
 - a. 10-23-2023 Economic and Community Development Advisory Committee Meeting Minutes
 - b. 01-29-2024 Economic and Community Development Advisory Committee Meeting Minutes
 - c. 01-23-2024 Planning & Zoning Commission Meeting Minutes

- 3.** Discussion and Possible Action on Amending Ordinance Article 4.03 Alcoholic Beverages by Amending Section 4.03.034 Late Hours Permit, Amending Section 4.03.035 City Fees Levy, Amending Section 4.03.036 Beverage Fee Due Date, Amending Section 4.03.038 Display of Receipt, Amending Section 4.03.041 Definitions and Amending Section A17.011 BYOB Establishments (1st Reading was Held 02-20-2024) - Dr. C. Caldera, City Manager

7. Regular Agenda

1. Presentation and Discussion to Consider Approval of an Ordinance Amending the Leon Valley Code of Ordinances, Appendix A Fee Schedule, Article A2.000 - Administrative Fees, Sec. A2.003 - Municipal Park Administrative Fees, (g) Swimming Pool Fees, (1) and (2) to Increase Non-Leon Valley Resident Pool Membership Fees (1st Read as Required by City Charter) - D. Dimaline, Public Works Assistant Director
2. Presentation, Discussion, and Possible Action on a Resolution Authorizing the City Manager to Enter into a Grant Agreement with Haven for Hope in the Amount not to Exceed \$40,000 for Street Outreach Personnel - Dr. C. Caldera, City Manager
3. Presentation and Discussion on an Ordinance Authorizing a Fiscal Year 2023-24 General Fund Budget Adjustment in the Amount of \$40,000 for the Purposes of Increasing the City Manager and Council Department Budget to Pay for the City's Portion of a Street Outreach Person Through Haven for Hope (1st Read as Required by City Charter) - Dr. C. Caldera, City Manager
4. Presentation, Discussion and Possible Action on a Resolution Adopting a Revised Mission and Vision Statement for the City of Leon Valley - Dr. C. Caldera, City Manager

8. Requests from Members of City Council to Add Items to Future Agendas – Per Section 3.10 (A) of the City of Leon Valley’s Code of Ordinances, at a meeting of City Council, a member of City Council may place an item on an agenda by making a motion to place the item on a future agenda and receiving a second. No discussion shall occur at the meeting regarding the placement of the item on a future agenda.


9. Adjournment

Executive Session. The City Council of the City of Leon Valley reserves the right to adjourn into Executive Session at any time during the course of this meeting to discuss any of the matters listed on the posted agenda, above, as authorized by the Texas Government Code, Sections 551.071 (consultation with attorney), 551.072 (deliberations about real property), 551.073 (deliberations about gifts and donations), 551.074 (personnel matters), 551.076 (deliberations about security devices), and 551.087 (economic development).

Sec. 551.0411. MEETING NOTICE REQUIREMENTS IN CERTAIN CIRCUMSTANCES: (a) Section does not require a governmental body that recesses an open meeting to the following regular business day to post notice of the continued meeting if the action is taken in good faith and not to circumvent this chapter. If an open meeting is continued to the following regular business day and, on that following day, the governmental body continues the meeting to another day, the governmental body must give written notice as required by this subchapter of the meeting continued to that other day.

Attendance by Other Elected or Appointed Officials: It is anticipated that members of other City boards, commissions and/or committees may attend the open meeting in numbers that may constitute a quorum. Notice is hereby given that the meeting, to the extent required by law, is also noticed as a meeting of any other boards, commissions and/or committees of the City, whose members may be in attendance in numbers constituting a quorum. These members of other City boards, commissions, and/or committees may not deliberate or act on items listed on the agenda. [Attorney General Opinion – No. GA-0957 (2012)].

I hereby certify that the above **NOTICE OF PUBLIC MEETING(S) AND AGENDA OF THE LEON VALLEY CITY COUNCIL** was posted at the Leon Valley City Hall, 6400 El Verde Road, Leon Valley, Texas, and remained posted until after the meeting(s) hereby posted concluded. This notice is posted on the City website at <https://www.leonvalleytexas.gov>. This building is wheelchair accessible. Any request for sign interpretive or other services must be made 48 hours in advance of the meeting. To plan, call (210) 684-1391, Extension 216.


SAUNDRA PASSAILAIGUE, TRMC
 City Secretary
 February 29, 2024 9:45 AM





Armstrong, Vaughan *e3* Associates, P.C.

Certified Public Accountants

City of Leon Valley Comprehensive Annual Financial Report

Year Ended September 30, 2023



What is in the Annual Comprehensive Financial Report (ACFR)

- Introduction
- Independent Auditor's Report
- Management Discussion & Analysis
- Government-Wide Financial Statements
- Fund Financial Statements
- Notes to the Financial Statements
- Required Supplementary Information
- Supplemental Combining & Individual Financial Statements & Schedules
- Statistical Tables

Independent Auditor's Report

- Audit Standards to follow
 - Generally Accepted Auditing Standards
 - Government Auditing Standards
- Purpose
 - To form an independent opinion on whether the financial statements are presented in accordance with Generally Accepted Accounting Principles (GAAP).
- Independent opinion on the financial statements
 - Audit in “unmodified”
 - This is the best opinion that can be given for an independent audit. It means we have no modifying statements in our opinion letter.

Management Discussion & Analysis

- Financial Highlights
- Overview of the Financial Statements
- Government-wide Financial Analysis
- Financial Analysis of the City's Funds
- Budgetary Highlights
- Capital Assets and Debt
- Requests for Information

Financial Highlights

- Government-Wide Financial Statement

- Governmental Activities

- Assets of the City exceeded its liabilities by \$24.4 million at September 30, 2023.
 - Net position increased by \$5.1 million. This was due to grants and contributions primarily.

- Business Type Activities

- Assets of the Water and Sewer Fund exceeded its liabilities by \$12.6 million at September 30, 2023; an increase of \$2.5 million.
 - Unrestricted Net Position increased \$277 thousand to \$2.06 million at September 30, 2023 due to an increase in Cash and Fixed Assets.



Financial Highlights (Continued)

	Primary Government		
	Governmental Activities	Business-Type Activities	Total
NET POSITION			
Net Investment In Capital Assets	16,514,310	8,519,400	25,033,710
Restricted For:			
Public, Educational and Governmental	298,380	-	298,380
Red Light Camera Traffic Safety	1,077,147	-	1,077,147
Debt Service	438,662	-	438,662
Street Maintenance	1,820,388	-	1,820,388
Crime Control and Prevention District	624,621	-	624,621
Public Safety	389,638	-	389,638
Community Center/Parks	503,051	-	503,051
Water Supply	-	593,467	593,467
Storm Water Fee	-	1,418,398	1,418,398
Unrestricted	2,779,400	2,062,571	4,841,971
TOTAL NET POSITION	\$ 24,445,597	\$ 12,593,836	\$ 37,039,433

Financial Highlights (Continued)

- Fund Financial Statements
 - The General Fund’s fund balance at the end of the 2023 fiscal year was \$8.2 million and the combined fund balance for all funds was \$14.9 million.
 - Unassigned Fund Balance for the General Fund was \$5.9 million or approximately 5.7 months average operating expenditures.
 - Fund balance for the General Fund increased \$899 thousand. The budgeted decrease was \$2.5 million. The difference was due to better than expect grant revenues; overall revenues were \$2.9 million more than budgeted.
 - The combined fund balance increased by \$4.7 million.



Financial Highlights (Continued)

	General Fund	Red Light Camera Fund	Capital Projects Fund	Debt Service	Street Maintenance Tax Fund	Other Nonmajor Governmental Funds	Total Governmental Funds
<i>Fund Balances:</i>							
Nonspendable:							
Inventory	5,472	-	-	-	-	-	5,472
Restricted for:							
Public, Educational and Governmental	298,380	-	-	-	-	-	298,380
Red Light Camera Traffic Safety	-	1,077,147	-	-	-	-	1,077,147
Debt Service	-	-	-	428,334	-	-	428,334
Street Maintenance	-	-	-	-	1,820,388	-	1,820,388
Crime Control and Prevention District	-	-	-	-	-	624,621	624,621
Federal Police Forfeitures	-	-	-	-	-	389,638	389,638
Other	6,543	-	-	-	-	496,508	503,051
Committed for Disaster Emergencies	1,000,000	-	-	-	-	-	1,000,000
Assigned for:							
Tree Mitigation and Replacement	231,325	-	-	-	-	-	231,325
Economic Development	775,069	-	-	-	-	-	775,069
Unassigned	5,919,097	-	138,228	-	-	-	6,057,325
<i>Total Fund Balances</i>	<u>8,235,886</u>	<u>1,077,147</u>	<u>138,228</u>	<u>428,334</u>	<u>1,820,388</u>	<u>1,510,767</u>	<u>13,210,750</u>



TMRS

	Total Pension Liability				
	2018	2019	2020	2021	2022
Service Cost	\$ 1,107,270	\$ 1,260,851	\$ 1,322,663	\$ 1,350,668	\$ 1,295,550
Interest (on the Total Pension Liability)	2,833,754	2,974,542	3,156,487	3,295,336	3,466,522
Changes of Benefit Terms	1,757,255	-	-	-	-
Difference between Expected and Actual Experience	121,392	696,928	334,550	811,140	57,983
Change of Assumptions	-	97,929	-	-	-
Benefit Payments, Including Refunds of Employee Contributions	(1,946,832)	(2,160,070)	(2,571,291)	(2,970,074)	(2,816,922)
Net Change in Total Pension Liability	3,872,839	2,870,180	2,242,409	2,487,070	2,003,133
Total Pension Liability - Beginning	40,644,065	44,516,904	47,387,084	49,629,493	52,116,563
Total Pension Liability - Ending	<u>\$ 44,516,904</u>	<u>\$ 47,387,084</u>	<u>\$ 49,629,493</u>	<u>\$ 52,116,563</u>	<u>\$ 54,119,696</u>



TMRS

	Plan Fiduciary Net Position				
	2018	2019	2020	2021	2022
Contributions - Employer	\$ 821,094	\$ 1,193,707	\$ 1,254,515	\$ 1,320,007	\$ 1,235,379
Contributions - Employee	372,609	494,728	512,944	523,515	490,473
Net Investment Income	(1,172,483)	5,749,089	3,220,466	5,843,029	(3,611,872)
Benefit Payments, Including Refunds of					
Employee Contributions	(1,946,832)	(2,160,070)	(2,571,291)	(2,970,074)	(2,816,922)
Administrative Expense	(22,673)	(32,509)	(20,854)	(27,055)	(31,295)
Other	(1,185)	(977)	(813)	185	37,344
Net Change in Plan Fiduciary Net Position	(1,949,470)	5,243,968	2,394,967	4,689,607	(4,696,893)
Plan Fiduciary Net Position - Beginning	39,163,751	37,214,281	42,458,249	44,853,216	49,542,823
Plan Fiduciary Net Position - Ending	<u>\$ 37,214,281</u>	<u>\$ 42,458,249</u>	<u>\$ 44,853,216</u>	<u>\$ 49,542,823</u>	<u>\$ 44,845,930</u>
Net Pension Liability - Ending	\$ 7,302,623	\$ 4,928,835	\$ 4,776,277	\$ 2,573,740	\$ 9,273,766
Plan Fiduciary Net Position as a					
Percentage of Total Pension Liability	83.60%	89.60%	90.38%	95.06%	82.86%
Covered Payroll	\$ 6,210,153	\$ 7,067,549	\$ 7,327,773	\$ 7,478,782	\$ 7,006,761
Net Pension Liability as a Percentage					
of Covered Payroll	117.59%	69.74%	65.18%	34.41%	132.35%



TMRS OPEB

	Total OPEB Liability					
	2017	2018	2019	2020	2021	2022
Service Cost	\$ 11,383	\$ 14,283	\$ 15,549	\$ 19,052	\$ 23,932	\$ 23,823
Interest on Total OPEB Liability	13,335	13,517	14,951	13,963	12,184	12,180
Changes of Benefit Terms	-	-				
Difference between Expected and Actual Experience	-	(1,286)	(2,759)	(5,014)	8,166	(706)
Change of Assumptions or Other Inputs	32,701	(28,902)	79,233	78,822	19,746	(217,866)
Benefit Payments	(2,846)	(3,726)	(3,534)	(4,397)	(11,218)	(11,211)
Net Change in Total OPEB Liability	54,573	(6,114)	103,440	102,426	52,810	(193,780)
Total OPEB Liability - Beginning	348,518	403,091	396,977	500,417	602,843	655,653
Total OPEB Liability - Ending	<u>\$ 403,091</u>	<u>\$ 396,977</u>	<u>\$ 500,417</u>	<u>\$ 602,843</u>	<u>\$ 655,653</u>	<u>\$ 461,873</u>
Covered Employee Payroll	\$ 5,691,256	\$ 6,210,153	\$ 7,067,549	\$ 7,327,773	\$ 7,478,782	\$ 7,006,761
Total OPEB Liability as a Percentage of Covered Employee Payroll	7.08%	6.39%	7.08%	8.23%	8.77%	6.59%

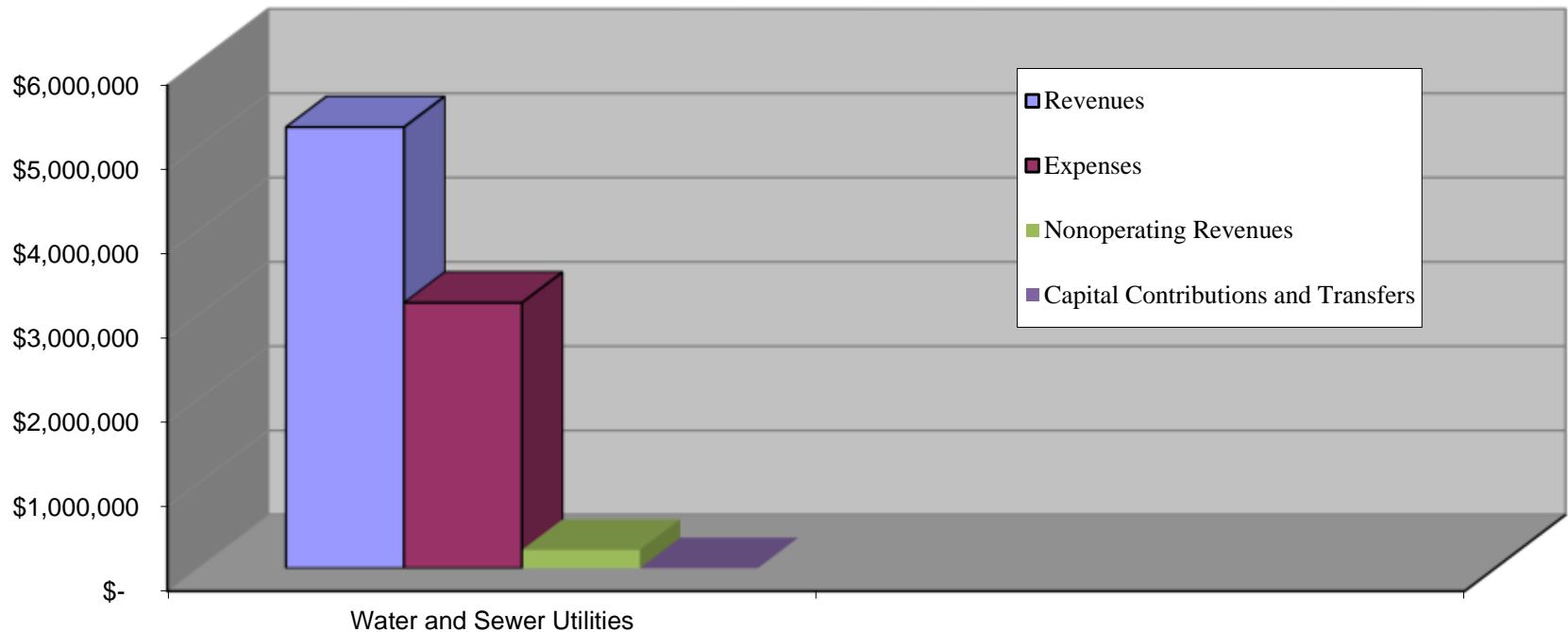
TREND ANALYSIS

CITY OF LEON VALLEY, TEXAS

TREND ANALYSIS	9/30/19	9/30/20	9/30/21	9/30/22	9/30/23
GENERAL GOVERNMENT					
FUND BALANCE - GENERAL FUND (1)	\$ 3,784,196	\$ 3,361,144	\$ 7,336,125	\$ 8,205,152	\$ 8,235,885
AVERAGE MONTHLY OPERATING EXPENDITURES (2)	991,611	970,209	1,013,767	1,110,804	1,039,714
GROWTH RATE PER YEAR - AVERAGE MONTHLY OPERATING EXPENDITURES	9.5%	-2.2%	4.5%	9.6%	-6.4%
# MONTHS AVERAGE EXPENDITURES IN FUND BALANCE	3.8	3.5	7.2	7.4	7.9
GENERAL BONDED DEBT (NET OF DEBT SERVICE RESERVES)	5,989,746	5,509,056	5,065,956	5,010,118	4,581,782
RATIO OF GENERAL BONDED DEBT TO FUND EQUITY	1.6/1	1.6/1	0.7/1	0.6/1	0.6/1

Financial Highlights (Proprietary)

- Business-Type Activities net position increased by \$2.5 million.



Letters on Conduct of Audit

- Accounting Policies
- Accounting Estimates
- Difficulties
- Misstatements
- Disagreements
- Management Representations
- Consultations with other Independent Accountants
- Compliance with the Public Funds Investment Act



Armstrong, Vaughan & Associates, P.C.

Certified Public Accountants

QUESTIONS?

CONTACT INFORMATION

Deborah F. Fraser, CPA

fraser@avacpa.com

(210) 658-6229

CITY OF LEON VALLEY, TEXAS
ANNUAL COMPREHENSIVE FINANCIAL REPORT
FISCAL YEAR ENDED SEPTEMBER 30, 2023



OFFICIALS ISSUING REPORT

Dr. Crystal Caldera
City Manager

Carol Goering
Director of Finance



CITY OF LEON VALLEY, TEXAS
TABLE OF CONTENTS
SEPTEMBER 30, 2023

TABLE OF CONTENTS

TITLE PAGE.....	<u>PAGE</u> i
TABLE OF CONTENTS.....	ii

INTRODUCTORY SECTION

LETTER OF TRANSMITTAL.....	vi
GFOA CERTIFICATE OF ACHIEVEMENT	ix
PRINCIPAL OFFICIALS.....	x
ORGANIZATIONAL CHART	xi

FINANCIAL SECTION

INDEPENDENT AUDITOR'S REPORT	2
MANAGEMENTS DISCUSSION AND ANALYSIS	5
BASIC FINANCIAL STATEMENTS.....	14
STATEMENT OF NET POSITION	15
STATEMENT OF ACTIVITIES.....	17
BALANCE SHEET – GOVERNMENTAL FUNDS	19
RECONCILIATION OF THE GOVERNMENTAL FUNDS - BALANCE SHEET TO THE STATEMENT OF NET POSITION	21
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES – GOVERNMENTAL FUNDS	22
RECONCILIATION OF THE STATEMENT OF REVENUES, GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES	24
STATEMENT OF NET POSITION - PROPRIETARY FUNDS	25
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET POSITION - PROPRIETARY FUNDS.....	27
STATEMENT OF CASH FLOWS - PROPRIETARY FUNDS	28
NOTES TO BASIC FINANCIAL STATEMENTS.....	30
REQUIRED SUPPLEMENTARY INFORMATION.....	55
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES – BUDGET AND ACTUAL - GENERAL FUND.....	56
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES – BUDGET AND ACTUAL - RED LIGHT CAMERA FUND	60
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES – BUDGET AND ACTUAL - STREET MAINTENANCE TAX FUND.....	61
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION - SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES – BUDGET AND ACTUAL	62
SCHEDULE OF CHANGES – NET PENSION LIABILITY AND RELATED RATIOS	63
SCHEDULE OF CITY CONTRIBUTIONS	65
NOTES TO SCHEDULE OF CONTRIBUTIONS	66
SCHEDULE OF CHANGES – TOTAL OTHER POST-EMPLOYMENT BENEFIT LIABILITY	67

CITY OF LEON VALLEY, TEXAS
TABLE OF CONTENTS
SEPTEMBER 30, 2023

TABLE OF CONTENTS (CONTINUED)
FINANCIAL SECTION (CONTINUED)

	<u>PAGE</u>
SUPPLEMENTARY INFORMATION	68
COMBINING BALANCE SHEET - NONMAJOR GOVERNMENTAL FUNDS	69
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - NONMAJOR GOVERNMENTAL FUNDS	71
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL - COMMUNITY CENTER FUND	73
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET TO ACTUAL - GRANTS FUND	74
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET TO ACTUAL - CRIME CONTROL PREVENTION FUND	75
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET TO ACTUAL - CHILD SAFETY FUND	76
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET TO ACTUAL - STATE POLICE FORFEITURE FUND	77
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET TO ACTUAL - FEDERAL POLICE FORFEITURE FUND	78
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET TO ACTUAL - BUILDING SECURITY FUND	79
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET TO ACTUAL - COURT TECHNOLOGY FUND	80
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL - DEBT SERVICE	81

STATISTICAL SECTION

NET POSITION, BY COMPONENT	83
CHANGE IN NET POSITION	85
FUND BALANCES - GOVERNMENTAL FUNDS	89
CHANGES IN FUND BALANCES, GOVERNMENTAL FUNDS	91
TAX REVENUE BY SOURCE – GOVERNMENTAL FUNDS	93
ASSESSED VALUE AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY	94
DIRECT AND OVERLAPPING PROPERTY TAX RATES	95
PRINCIPAL PROPERTY TAX PAYERS	96
PROPERTY TAX LEVIES AND COLLECTIONS	97
WATER SOLD BY TYPE OF CUSTOMER	98
WATER AND SEWER RATES	99
TAXABLE ASSESSED VALUE	100
RATIOS OF DEBT OUTSTANDING BY TYPE	101
RATIOS OF GENERAL BONDED DEBT OUSTANDING	102
DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT	103
DEBT MARGIN INFORMATION	104
PLEGGED REVENUE COVERAGE	105

CITY OF LEON VALLEY, TEXAS
TABLE OF CONTENTS
SEPTEMBER 30, 2023

TABLE OF CONTENTS (CONTINUED)

STATISTICAL SECTION (CONTINUED)

	<u>PAGE</u>
DEMOGRAPHIC AND ECONOMIC STATISTICS.....	106
TOP TEN PRINCIPAL EMPLOYERS.....	107
FULL-TIME EQUIVALENT CITY GOVERNMENTAL EMPLOYEES BY FUNCTION	108
OPERATING INDICATORS BY FUNCTION/PROGRAM	109
CAPITAL ASSET STATISTICS BY FUNCTION/PROGRAM	111

COMPLIANCE SECTION

REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH <i>GOVERNMENT AUDITING STANDARDS</i>	114
INDEPENDENT AUDITOR’S REPORT ON COMPLIANCE FOR EACH MAJOR FEDERAL PROGRAM AND REPORT ON INTERNAL CONTROL OVER COMPLIANCE IN ACCORDANCE WITH UNIFORM GUIDANCE.....	116
SCHEDULE OF FINDINGS AND QUESTIONED COSTS.....	118
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS.....	119
NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS	120



INTRODUCTORY SECTION



February 16, 2024

The Honorable Mayor, Members of City Council
and Citizens of the City of Leon Valley:

State law requires that every general-purpose local government publish within six months of the close of each fiscal year a complete set of audited financial statements. This report is published to fulfill that requirement for the fiscal year ended September 30, 2023.

Management assumes full responsibility for the completeness and reliability of the information contained in this report, based upon a comprehensive framework of internal control that it has established for this purpose. Because the cost of internal control should not exceed anticipated benefits, the objective is to provide reasonable, rather than absolute, assurance that the financial statements are free of any material misstatements.

The City of Leon Valley financial statements have been audited by Armstrong, Vaughan and Associates, P.C., a firm of licensed certified public accountants. They have issued an unmodified “clean” opinion on the City of Leon Valley’s financial statements for the year ended September 30, 2023. The independent report is located at the front of the financial section of this report.

Management’s discussion and analysis (MD&A) immediately follows the independent auditor report and provides a narrative introduction, overview, and analysis of the basic financial statements. MD&A complements this letter of transmittal and should be read in conjunction with it.

PROFILE OF THE GOVERNMENT

The City, incorporated in 1952, is a residential community located in south central Texas in the northwest portion of the San Antonio Metropolitan Statistical Area. The City is located in Bexar County, Texas. Bexar County’s economy is based on military, tourism, agriculture, limestone mining, medical facilities, and manufacturing. The City has a land area of 3.5 square miles and is surrounded on all sides by the City of San Antonio. Most City residents are employed within the greater San Antonio Metropolitan Statistical Area. A full range of services is provided to residents and businesses, including police and fire protection, construction and maintenance of streets and infrastructure, recreational activities, and water and sewer utilities. The City population based upon the 2010 census is 10,866. The City is empowered to levy a property tax on both real and personal property located within its boundaries. The City’s property tax rate is average compared to the rest of Bexar County.



The city is operated under the council-manager form of government. Policy making and legislative authority are vested in the City Council, which consists of a Mayor and a five-member Council. The Council is elected on a non-partisan basis at large. Council members are elected to two-year staggered terms. The Mayor is elected at large to a two-year term. The City Council is responsible, among other things, for passing ordinances, adopting the budget, appointing committees and the hiring of a City Manager. The City Manager is responsible for carrying out the policies and ordinances of the governing Council, overseeing the day-to-day operations of the City, and appointing the heads of the City's departments.

The City maintains extensive budgetary controls. The objective of these controls is to ensure the proper safeguarding of City assets, compliance with State budgetary statutes and compliance with legal provisions embodied in the annual budget approved by the City Council. Activities of the General Fund, Red Light Camera Fund, ARP Fund, Debt Service Fund, Water and Sewer (Enterprise) Fund, Community Center Fund, Building Security Fund, Child Safety Fund, Municipal Court Technology Fund, Street Maintenance Tax Fund, Police Forfeiture Fund, Grant Fund, and Crime Control and Prevention District are included in the City's annual budget.

The annual budget serves as the foundation for the City of Leon Valley's financial planning and control. Generally, the City has a policy of funding the current year's operating expenditures with current operating revenues. Capital purchases are funded from the Unassigned Fund Balance. All agencies of the City of Leon Valley are required to submit requests for appropriation to the City Manager on or before the first week in May each year. The City Manager then presents this proposed budget to the Council for review in August. The Council is required to hold a public hearing on the proposed budget and to adopt a final budget by no later than September 30, the close of Leon Valley's fiscal year.

The City has adopted financial policies for budgetary control that are stricter than is required by law. The appropriated budget is prepared by funds, department (e.g. police), and function (e.g. patrol). Department heads may make transfers of appropriations within a department. Transfers of appropriations between departments, however, require the special approval of the Council. Budget-to-actual comparisons are provided in this report for each individual governmental fund for which an appropriated annual budget has been adopted.

LOCAL ECONOMY

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 Leon Valley operates.

The City of Leon Valley's property values have demonstrated an increase over the last few years. The region's leading industries, in terms of gross sales for the City, are auto dealers/gasoline service stations and food stores. A significant portion of sales for these businesses is not subject to local sales taxes.

LONG-TERM FINANCIAL PLANNING

In FY 2011 the City implemented GASB 54 Fund Balance Reporting and Governmental Fund Type Definitions and formally adopted a Fund Balance Policy. The Fund Balance Policy adopted by the City is the framework upon which consistent operations may be built and sustained. For man-made or natural disaster emergencies the City will strive to have a Committed Fund Balance that is equal to three months operating expenses based on the current operating budget. For the fiscal year that ended September 30, 2023, the Committed Fund Balance was \$1,000,00

The City also maintains a ten-year Capital Acquisition Plan (CAP) to provide for capital outlay expenditures. Each fiscal year, the CAP is reviewed and analyzed by the City Manager and City staff to determine needs for office and other machinery and equipment, vehicles, buildings and building improvements, land, and other improvements. The ten-year CAP is authorized by the City Council during the City's annual budget adoption process. As items are funded only when deemed necessary, capital outlay details and amounts vary between budget years. The plan is funded from the Unassigned Fund Balance.

AWARDS AND ACKNOWLEDGMENTS

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 Leon Valley for its annual comprehensive financial report (ACFR) for the fiscal year ended September 30, 2022, with the highest standards for the preparation of state and local government financial reports.

In order to be awarded a Certificate of Achievement, a government unit must publish an easily readable and efficiently organized annual comprehensive financial report, whose contents conform to program standards. The ACFR 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 our current report continues to conform to the Certificate of Achievement program requirements and we are submitting it to GFOA.

We would like to extend our sincere thanks and appreciation to the Finance Department, and all City staff and department heads who helped in the preparation of this report. A special thanks goes to our Mayor and City Council for their strong leadership and support, their sense of civic duty and responsibility, and their diligence in conducting the operations of the City in a responsible and progressive manner.

Respectfully submitted,



Dr. Crystal Caldera
City Manager



Carol Goering
Finance Director



Government Finance Officers Association

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

Presented to

**City of Leon Valley
Texas**

For its Annual Comprehensive
Financial Report
For the Fiscal Year Ended

September 30, 2022

Christopher P. Morill

Executive Director/CEO

CITY OF LEON VALLEY, TEXAS
PRINCIPAL OFFICIALS
YEAR ENDED SEPTEMBER 30, 2023

ELECTED OFFICIALS

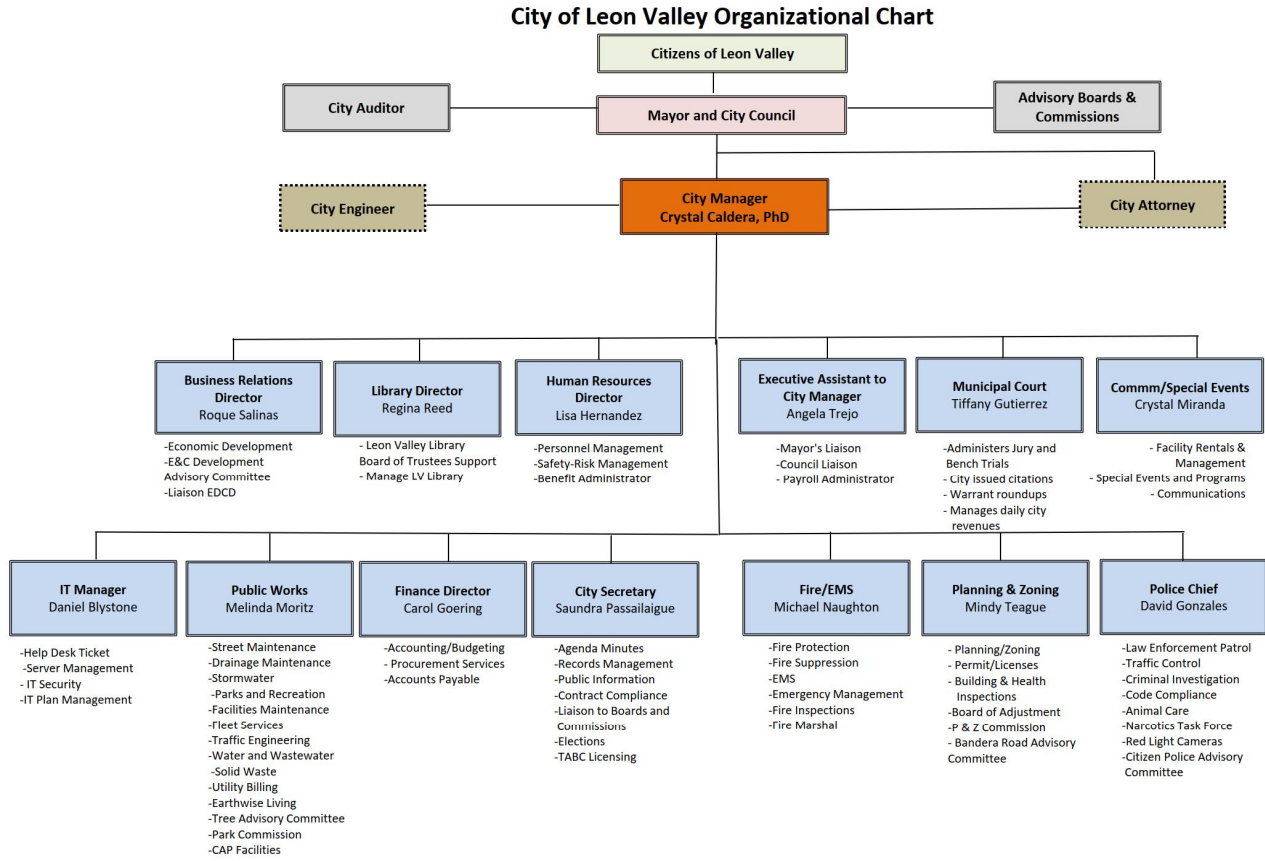
MAYOR	CHRIS RILEY
CITY COUNCIL, PLACE 1	BENNY MARTINEZ
CITY COUNCIL, PLACE 2	JOSH STEVENS
CITY COUNCIL, PLACE 3	PHILIP CAMPOS, CPA
CITY COUNCIL, PLACE 4	REY OROZCO
CITY COUNCIL, PLACE 5, MAYOR PRO-TEM	WILL BRADSHAW

CITY OFFICIALS

CITY MANAGER	DR. CRYSTAL CALDERA
DIRECTOR OF FINANCE	CAROL GOERING
CITY SECRETARY	SAUNDRA PASSAILAIGUE
PLANNING AND ZONING DIRECTOR	MELINDA TEAGUE
POLICE CHIEF	DAVID GONZALEZ
FIRE CHIEF	MICHAEL NAUGHTON
LIBRARIAN	REGINA REED
PUBLIC WORKS DIRECTOR	MELINDA MORITZ
HUMAN RESOURCES DIRECTOR	LISA HERNANDEZ
CITY ATTORNEY	NICOLE WARREN MESSER FORT

CITY OF LEON VALLEY ORGANIZATIONAL CHART

Organizational Chart FY 2023





FINANCIAL SECTION



INDEPENDENT AUDITOR'S REPORT

To the Honorable Mayor and
Members of the City Council
City of Leon Valley, Texas

Report on Audit of the Financial Statements

Opinions

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of City of Leon Valley as of and for the year ended September 30, 2023, and the related notes to the financial statements, which collectively comprise City of Leon Valley's basic financial statements as listed in the table of contents.

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, each major fund, and the aggregate remaining fund information of City of Leon Valley, as of September 30, 2023, 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.

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS) and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of City of Leon Valley and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we obtained is sufficient and appropriate to provide a basis for our audit opinions.

Responsibilities of Management for the Financial Statements

The City of Leon Valley'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, and for 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.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about City of Leon Valley's ability to continue as a going concern for one year after the date that the financial statements are issued, including any currently known information that may raise substantial doubt shortly thereafter.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS and *Government Auditing Standards* will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgement made by a reasonable user based on the financial statements.

In performing an audit in accordance with GAAS and *Government Auditing Standards*, we:

- Exercise professional judgement and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit 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 City of Leon Valley's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgement, there are conditions or events, considered in the aggregate, that raise substantial doubt about City of Leon Valley's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, budgetary comparison information, and schedules related to the City's net pension and total other postemployment benefit liabilities – TMRS, 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 the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City of Leon Valley’ basic financial statements as a whole. The comparative statements, combining and individual nonmajor fund financial statements, and schedule of expenditures of federal awards (SEFA) as required by the audit requirements of Title 2 U.S. Code of Federal Regulations (CFR) Part 200 *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* are presented for purposes of additional analysis and are not a required part of the basic financial statements.

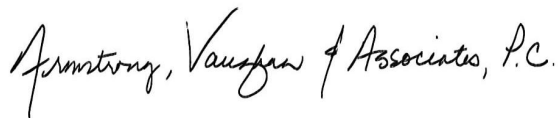
The comparative financial statements, combining and individual nonmajor fund financial statements, and SEFA are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has 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 combining, individual nonmajor fund financial statements, and SEFA are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Information

Management is responsible for the other information included in the annual report. The other information comprises the introductory section and statistical section but does not include the financial statements and our auditor’s report thereon. Our opinions on the financial statements do not cover the other information, and we do not express an opinion or any form of assurance thereon. In connection with our audit of the financial statements, our responsibility is to read the other information and consider whether a material inconsistency exists between the other information and the financial statements, or the other information otherwise appears to be materially misstated. If, based on the work performed, we conclude that an uncorrected material misstatement of the other information exists, we are required to describe it in our report.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated February 16, 2024 on our consideration of City of Leon Valley’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 the 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 Leon Valley’s internal control over financial reporting and compliance.



Armstrong, Vaughan & Associates, P.C.

February 16, 2024

MANAGEMENTS DISCUSSION AND ANALYSIS

As management of the City of Leon Valley, we offer readers of the City's financial statements this narrative overview and analysis of the financial activities of the City of Leon Valley for the fiscal year ended September 30, 2023. We encourage readers to consider the information presented here in conjunction with additional information that we have furnished in our letter of transmittal, which can be found in the introductory section of this report.

Financial Highlights

- The assets and deferred outflows of resources of the City of Leon Valley exceeded its liabilities and deferred inflows of resources by \$37.1 million (net position) at the close of the most recent fiscal year. Of this amount, \$6.0 million (unrestricted net position) may be used to meet the City's operational needs.
- The City's total net position increased by \$7.7 million mainly due to increased governmental revenues and decreased utility expenses.
- The City's OPEB and pension related deferred outflows totaled \$4.6 million at year end, an increase of \$2.8 million in comparison with the prior year due to increases in the contribution rates and experience rates.
- The City's OPEB and pension related deferred inflows totaled \$110 thousand at year end, a decrease of \$2.9 million in comparison with the prior year due to a sharp decrease in the investment earnings. The Pension Liability increased by \$6.7 million primarily as a result of decreased net investment income.
- As of the close of the current fiscal year, the City's governmental funds reported combined ending fund balances of \$13.2 million, an increase of \$3.1 million in comparison with the prior year. In the General Fund, the City budgeted a deficiency of revenues under expenditures of \$2.5 million. However, revenues were \$2.9 million greater than budget mainly due to the recognition of \$2.4 million in American Rescue Plan Act grant revenue. The expenses were less than budgeted overall, but Public Safety contracted services exceeded the budget by \$96 thousand.
- At the end of the fiscal year, the combined total of the General Fund assigned and unassigned fund balances was \$6.9 million which is 55% or 6.6 months of the general fund expenditures not including capital outlay.
- During the fiscal year, the City made payments on bonds, decreasing outstanding debt by \$480 thousand, as of the end of the current year, the City had \$6.2 million in bonds outstanding.

OVERVIEW OF THE FINANCIAL STATEMENTS

The discussion and analysis is intended to serve as the introduction of the City of Leon Valley, Texas' basic financial statements which are comprised of three components: (1) government-wide financial statements, (2) fund financial statements, and (3) notes to the financial statements.

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 financial presentation.

The statement of net position is a presentation of the City’s assets and liabilities, including capital and infrastructure assets, and long-term liabilities. This statement reports the difference between assets and liabilities 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 is improving or deteriorating.

The statement of activities presents information regarding increases and decreases to the government’s net position for the fiscal year. Changes in net position are recorded when the underlying event giving rise to the change occurs regardless of the timing of cash flows.

Therefore, revenues and expenses reported in this statement for some items will only result in cash flows in future fiscal periods (e.g., uncollected taxes and earned but unused personal leave). Both government-wide financial statements distinguish functions of the City 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 or charges (business-type activities). Governmental activities include general government, public safety, public works, parks and recreation, library, and community development. The business-type activities of the City are water and sewer.

Fund Financial Statements – The accounts of the City are organized on the basis of funds, each of which is considered a separate accounting entity. Government resources are allocated to and accounted for in individual funds based upon the purpose for which they are to be spent and the means by which spending activities are controlled.

Fund financial statements are used to present financial information detailing resources that have been identified for specific activities. The focus of the fund financial statements is on the City’s major funds, although non-major funds are also presented in aggregate and further detailed in the supplementary statements. The City uses fund accounting to ensure and demonstrate compliance with requirements placed on resources. Funds are divided into three types: governmental, proprietary, and fiduciary. However, the City does not have any fiduciary funds.

Governmental Funds – Governmental funds are used for essentially the same functions reported in the 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 available for current spending, as well as on balances of spendable resources available at the end of the fiscal year. Such information may be useful in evaluating a government’s near-term financing requirements.

As 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.

Proprietary Funds – The City maintains one type of proprietary fund. Enterprise funds are used to report the functions presented in business-type activities in the government-wide financial statements. The City uses the enterprise fund to account for the provision of water and sewer services to residents.

Proprietary fund financial statements provide separate and more detailed information for the water and sewer fund. The water and sewer fund is considered a major fund of the City.

Notes to the Basic 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 on the City’s general fund budget, red light camera fund, and the street maintenance fund budget, which are adopted on an annual basis. A budgetary comparison statement has been provided for these funds in order to demonstrate budgetary compliance with this budget.

In addition, this report also contains certain required supplementary information concerning the City of Leon Valley’s progress in funding its obligation to provide pension benefits and other post employment benefits.

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

GOVERNMENT-WIDE FINANCIAL ANALYSIS

Below is a comparative summary of the governmental activities and business-type activities as required by GASB Statement No. 34.

**TABLE A-1
NET POSITION**

	Governmental Activities		Business-Type Activities		Total	
	2023	2022	2023	2022	2023	2022
Assets						
Current Assets	\$ 15,590,790	\$ 14,898,591	\$ 5,185,023	\$ 4,752,314	\$ 20,775,813	\$ 19,650,905
Capital and Other Assets	21,524,429	18,985,187	10,299,777	8,166,667	31,824,206	27,151,854
Total Assets	<u>37,115,219</u>	<u>33,883,778</u>	<u>15,484,800</u>	<u>12,918,981</u>	<u>52,600,019</u>	<u>46,802,759</u>
Deferred Outflows of Resources	<u>4,592,195</u>	<u>1,566,798</u>	<u>37,827</u>	<u>272,765</u>	<u>4,630,022</u>	<u>1,839,563</u>
Liabilities						
Current Liabilities	2,980,855	5,240,132	514,133	351,178	3,494,988	5,591,310
Noncurrent Liabilities	14,175,676	8,361,423	2,410,346	2,283,161	16,586,022	10,644,584
Total Liabilities	<u>17,156,531</u>	<u>13,601,555</u>	<u>2,924,479</u>	<u>2,634,339</u>	<u>20,081,010</u>	<u>16,235,894</u>
Deferred Inflows of Resources	<u>105,286</u>	<u>2,544,022</u>	<u>4,312</u>	<u>452,688</u>	<u>109,598</u>	<u>2,996,710</u>
Net Position						
Net Investment in						
Capital Assets	16,514,310	13,497,385	8,519,400	6,332,409	25,033,710	19,829,794
Restricted	5,151,887	3,144,548	2,011,865	1,986,395	7,163,752	5,130,943
Unrestricted	2,779,400	2,663,066	2,062,571	1,785,915	4,841,971	4,448,981
Total Net Position	<u>\$ 24,445,597</u>	<u>\$ 19,304,999</u>	<u>\$ 12,593,836</u>	<u>\$ 10,104,719</u>	<u>\$ 37,039,433</u>	<u>\$ 29,409,718</u>

Deferred outflows of resources are related pensions and other post-employment benefits and represent a consumption of net position that applies to future period(s) and will not be recognized as an expenditure until then. Deferred inflows of resources are related to other post-employment benefits and represent an acquisition of net position that applies to a future period and will not be recognized as revenue until that time. Additional information regarding the City’s deferred outflows and deferred inflows of resources can be found in Notes 7 and 8 of this report.

The largest portion of the City’s net position, \$25 million, represents its investment in capital assets (e.g., land, construction in progress, buildings, machinery, and equipment, net of accumulated depreciation), less any related debt used to acquire those assets that are still outstanding. The City of Leon Valley, Texas uses these assets to provide services to citizens; consequently, these assets are not available for 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.

Of the other net position, \$6.1 million represents resources that are subject to external restrictions on how they may be used. \$6.1 million (unrestricted net position) may be used to meet the City’s operational needs.

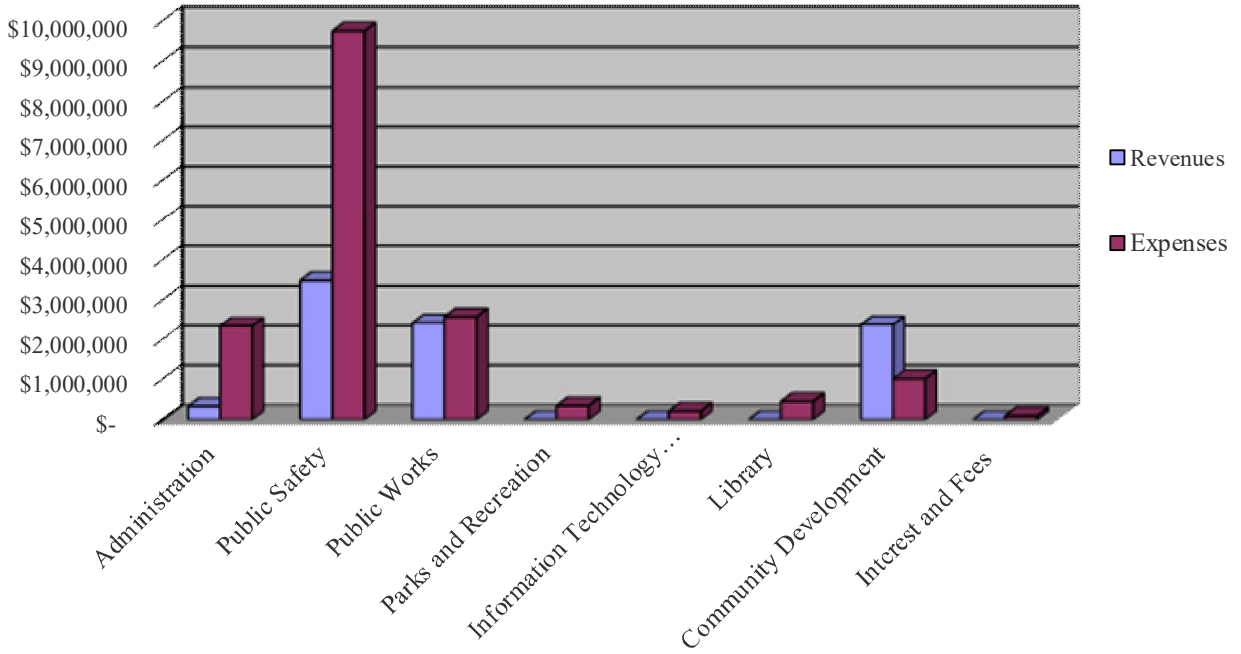
Governmental activities increased net position by \$5.2 million, which is attributable to fluctuations in program revenues and expenses. Key elements of this increase are as follows:

TABLE A-2
CHANGES IN NET POSITION FOR GOVERNMENTAL AND BUSINESS-TYPE ACTIVITIES

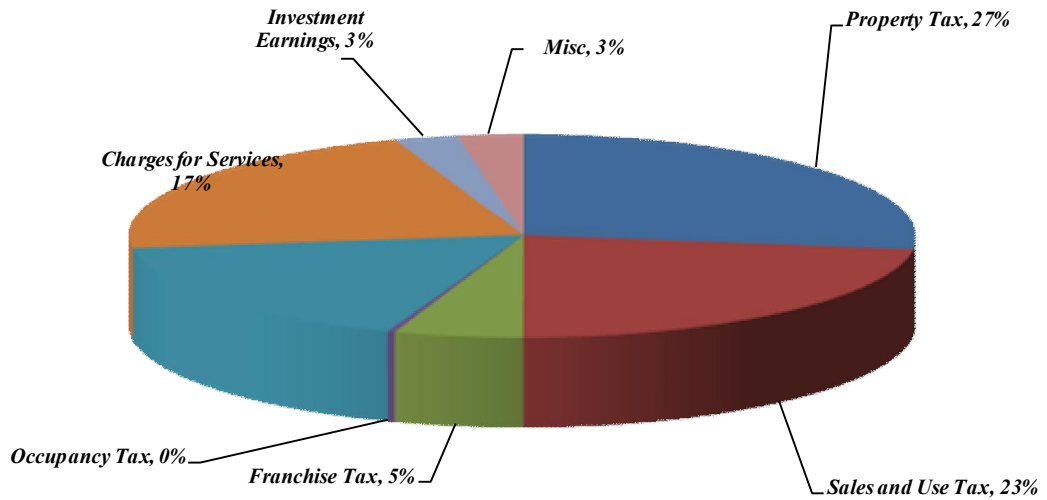
	Governmental Activities		Business-Type Activities		Total	
	2023	2022	2023	2022	2023	2022
Revenues:						
Program Revenues:						
Charges for Services	\$ 3,853,515	\$ 3,453,888	\$ 5,231,485	\$ 5,381,349	\$ 9,085,000	\$ 8,835,237
Operating Grants and Contributions	53,503	57,184	-	-	53,503	57,184
Capital Grants and Contributions	4,764,275	159,946	-	365,395	4,764,275	525,341
General Revenues						
Property Taxes	6,038,893	5,863,936	-	-	6,038,893	5,863,936
Sales Taxes	5,061,764	4,922,322	-	-	5,061,764	4,922,322
Franchise Taxes	1,172,251	928,847	-	-	1,172,251	928,847
Occupancy Taxes	67,842	84,186	-	-	67,842	84,186
Investment Earnings	579,759	76,035	145,607	28,490	725,366	104,525
Miscellaneous	599,325	351,727	70,816	181,383	670,141	533,110
Total Revenues	<u>22,191,127</u>	<u>15,898,071</u>	<u>5,447,908</u>	<u>5,956,617</u>	<u>27,639,035</u>	<u>21,854,688</u>
Expenses:						
Administration	2,361,242	1,490,181	-	-	2,361,242	1,490,181
Public Safety	9,760,863	8,192,664	-	-	9,760,863	8,192,664
Public Works	2,593,652	2,908,030	-	-	2,593,652	2,908,030
Parks and Recreation	349,505	327,054	-	-	349,505	327,054
Library	460,126	514,467	-	-	460,126	514,467
Information Technology Office	211,958	-	-	-	211,958	-
Community Development	1,024,951	1,054,053	-	-	1,024,951	1,054,053
Utility	-	-	3,148,657	5,613,181	3,148,657	5,613,181
Interest and Fiscal Agent Fees	98,366	100,420	-	-	98,366	100,420
Total Expenses	<u>16,860,663</u>	<u>14,586,869</u>	<u>3,148,657</u>	<u>5,613,181</u>	<u>20,009,320</u>	<u>20,200,050</u>
INCREASE IN NET POSITION BEFORE TRANSFERS	5,330,464	1,311,202	2,299,251	343,436	7,629,715	1,654,638
Transfers In (Out)	(189,866)	394,509	189,866	(394,509)	-	-
CHANGE IN NET POSITION	5,140,598	1,705,711	2,489,117	(51,073)	7,629,715	1,654,638
BEGINNING NET POSITION	19,304,999	17,599,288	10,104,719	10,155,792	29,409,718	27,755,080
ENDING NET POSITION	<u>\$ 24,445,597</u>	<u>\$ 19,304,999</u>	<u>\$ 12,593,836</u>	<u>\$ 10,104,719</u>	<u>\$ 37,039,433</u>	<u>\$ 29,409,718</u>

EXPENSES AND PROGRAM REVENUES –GOVERNMENTAL ACTIVITIES
TOTAL EXPENSES 2023 AND 2022-GOVERNMENT-WIDE

Revenues-Governmental Activities

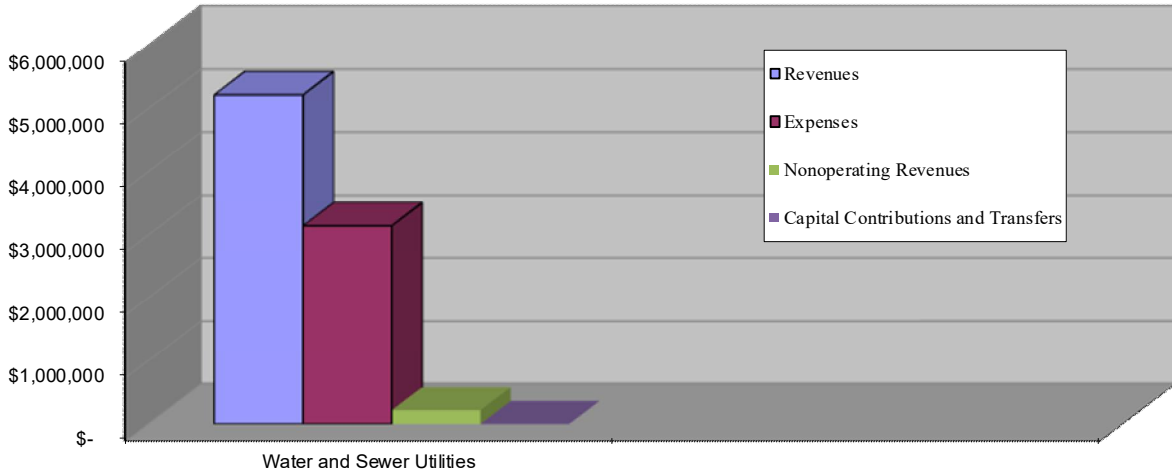
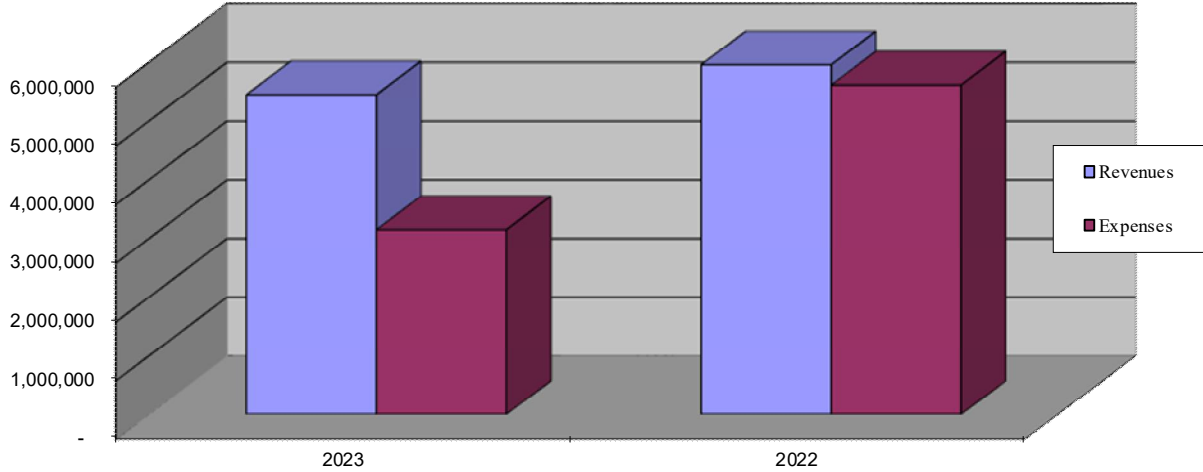


General Revenue by Source - Governmental Activities



Business-Type Activities

Business-Type activities increased net position by \$2.5 million for the most part, decreases in repairs and maintenance expenses, were the cause of this. In the prior year we saw high expenditures on maintenance for a water and sewer mains located under an intersection. Without these expenditures in the current year, we see a large decrease in expenses.



Financial Analysis of the Government's Funds

As noted earlier, the City of Leon Valley uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

Governmental Funds - Activities of the primary government’s general fund, capital projects fund, special revenue funds and debt service funds are considered general government functions. The general fund is the City’s general operating fund. The capital projects fund is used to account for financial activity related to the acquisition and construction of major capital facilities. Special revenue funds are used to account for proceeds of specific sources that are legally restricted as to expenditures. The debt service funds are used to account for financial activity related to the City’s general bonded indebtedness, as well as long-term obligations.

As September 30, 2023, the City’s governmental funds reported combined ending fund balances of \$13.2 million, an increase of \$3.1 million in comparison with fiscal year 2022. The general fund which is the chief operating fund of the City, at the end of the current fiscal year, had a committed fund balance of \$1 million for man-made or natural disaster emergencies.

For the fiscal year ended September 30, 2023, the fund balance of the City’s general fund increased by \$900 thousand. Key factors in the increase are as follows:

- The increase is mostly attributed to unbudgeted grant revenues related to multiple projects funded by the American Rescue Plan Act, TxDOT and Bexar County;
- The city decreased the tax rate for the 2022-2023 budget year by 0.04936 per hundred, but increased tax revenue by \$170 thousand from the prior year.
- Contracted services (legal) in the Council and Manager expenditures, although within the budget, increased to \$659 thousand; an increase of \$288 thousand from prior year.
- \$585 thousand increase in Law Enforcement Administration was substantial but was mainly attributable to the allocation of these expenditures to the red light camera fund. In total Law Enforcement expenditures only increased \$156 thousand. Overall, Law Enforcement was within budget.

For the fiscal year ended September 30, 2023, the fund balance of the City’s Street Maintenance Tax Fund increased by \$575 thousand. The key factors in the increase are as follows:

- Public works repairs and maintenance expenditures were only \$231 thousand compared to the \$1.5 million expected to spend. Projects were delayed due to contracting and other miscellaneous issues.
- The sales tax revenue was \$37 thousand less than budgeted.

For the fiscal year ended September 30, 2023, the fund balance of the City’s Red Light Camera Fund increased by \$1.1 million. The key factors in the increase are interfund transfers to establish this fund.

The debt service fund has a total fund balance of \$428 thousand, all of which is restricted for the payment of debt service. The net increase in the fund balance during the current year in the debt service fund was \$14 thousand.

Proprietary Funds - The City's proprietary fund provided 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. The total increase in net position for the water and sewer fund was \$2.5 million. Most of this increase is due to a decrease in Water System and Sewer System repairs, maintenance and administrative expenses.

GENERAL FUND BUDGETARY HIGHLIGHTS

Over the course of the year, the City revised its budget for a total increase in expenditures of \$5.7 million. The following are the main components of the increase:

- \$2.2 million for the purchase of fire trucks.
- \$1.3 million for the continued work on the Hike & Bike Trail project.
- \$1.5 million for the continued work on the Seneca West Drainage project.
- \$375 thousand to rehabilitate an elevated storage tank.
- \$204 thousand to continue work on the well generator project.
- \$175 thousand for the purchase of public works vehicles.

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, 2023 amounted to \$31.8 million (net of accumulated depreciation). This investment in capital assets includes land, buildings, improvements, machinery and equipment, park facilities, and roads. The City’s investment in capital assets for the current fiscal year increased by \$4.6 million from fiscal year 2022, as they continued to work on major construction projects.

**TABLE A-3
CAPITAL ASSETS
(Net of Depreciation)**

	Governmental Activities		Business-Type Activities		Total	
	2023	2022	2023	2022	2023	2022
Land	\$ 1,497,118	\$ 1,497,118	\$ 203,227	\$ 203,227	\$ 1,700,345	\$ 1,700,345
Water Rights	-	-	2,276,080	2,276,080	2,276,080	2,276,080
Buildings	10,981,760	10,981,760	25,403	25,403	11,007,163	11,007,163
Water/Wastewater System - Plant	-	-	11,011,786	10,578,970	11,011,786	10,578,970
Transportation and Equipment	9,327,677	7,365,763	-	-	9,327,677	7,365,763
Infrastructure	17,758,301	16,449,425	1,673,639	1,389,790	19,431,940	17,839,215
Construction in Progress	-	239,370	2,157,225	345,813	2,157,225	585,183
Accumulated Depreciation	(18,040,427)	(17,548,249)	(7,047,583)	(6,652,616)	(25,088,010)	(24,200,865)
TOTALS	\$ 21,524,429	\$ 18,985,187	\$ 10,299,777	\$ 8,166,667	\$ 31,824,206	\$ 27,151,854

Additional information of the City of Leon Valley’s capital assets can be found in Note 5 of this report.

Long-Term Debt - For the fiscal year ended September 30, 2023, the City had a total bonded debt outstanding of \$6.8 million.

**TABLE A-4
LONG-TERM DEBT**

	Governmental Activities		Business-Type Activities		Total	
	2023	2022	2023	2022	2023	2022
General Obligation Refunding Bonds	\$ 5,010,116	\$ 5,487,803	-	-	\$ 5,010,116	\$ 5,487,803
Certificates of Obligation	-	-	1,780,377	1,834,258	1,780,377	1,834,258
TOTALS	\$ 5,010,116	\$ 5,487,803	\$ 1,780,377	\$ 1,834,258	\$ 5,010,116	\$ 5,487,803

Additional information of the City of Leon Valley’s long-term debt can be found in Note 6 of this report.

ECONOMIC FACTORS AND NEXT YEAR’S BUDGETS AND RATES

For fiscal year end 2024, the City took a very conservative approach to budgeting as they believe it best serves the citizens of the City during times of inflation and rising interest rates. An increase of \$51 thousand in property tax was budgeted, which is due to an increase in property value. Sales tax was budgeted with an increase of \$94 thousand and licenses, permits, fees and fines with a decrease of \$1.6 million. Overall revenues were budgeted with an increase of \$228 thousand with the tempering of inflation and the stagnation of interest rates. The city adopted a tax rate of \$0.484739 which is the same as the fiscal year 2023 tax rate. The tax components are as follows: \$0.438304 for Maintenance and Operations and \$0.046435 for the Interest and Sinking.

Expenditures for the general fund are budgeted at \$16.9 million which includes, capital outlay of \$4.4 million. The funding for the capital expenditures will come from the capital reserve funds and not the current year operating revenue.

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 information should be addressed to the Finance Director, 6400 El Verde Road, Leon Valley, Texas 78238.



BASIC FINANCIAL STATEMENTS

CITY OF LEON VALLEY
STATEMENT OF NET POSITION
SEPTEMBER 30, 2023

	Primary Government		Total
	Governmental Activities	Business-Type Activities	
ASSETS			
<i>Current Assets:</i>			
Cash and Cash Equivalents:			
Unrestricted	\$ 3,593,294	\$ 793,989	\$ 4,387,283
Restricted for Customer Deposits	-	117,144	117,144
Investments			
Unrestricted	10,079,170	-	10,079,170
Restricted Investments - Water/Wastewater	-	3,714,145	3,714,145
Receivables (net of allowances):			
Property Taxes	202,775	-	202,775
Special Assessment	13,278	-	13,278
Other	244,171	559,745	803,916
Due from Other Governments	1,452,631	-	1,452,631
Inventories	5,471	-	5,471
<i>Total Current Assets</i>	<u>15,590,790</u>	<u>5,185,023</u>	<u>20,775,813</u>
<i>Noncurrent Assets:</i>			
Capital Assets:			
Land	1,497,118	203,227	1,700,345
Water Rights	-	2,276,080	2,276,080
Buildings	10,981,760	25,403	11,007,163
Water/Wastewater System-Plant	-	11,011,786	11,011,786
Other Machinery and Equipment	2,468,523	-	2,468,523
Office Equipment	69,118	-	69,118
Infrastructure	17,758,301	-	17,758,301
Transportation and Equipment	6,790,036	1,673,639	8,463,675
Construction in Progress	-	2,157,225	2,157,225
Less: Accumulated Depreciation	<u>(18,040,427)</u>	<u>(7,047,583)</u>	<u>(25,088,010)</u>
<i>Total Noncurrent Assets:</i>	<u>21,524,429</u>	<u>10,299,777</u>	<u>31,824,206</u>
TOTAL ASSETS	<u>37,115,219</u>	<u>15,484,800</u>	<u>52,600,019</u>
DEFERRED OUTFLOWS OF RESOURCES			
Deferred Pension Related Outflows	4,576,290	37,173	4,613,463
Deferred OPEB Related Outflows	<u>15,905</u>	<u>654</u>	<u>16,559</u>
TOTAL DEFERRED OUTFLOWS OF RESOURCES	<u>\$ 4,592,195</u>	<u>\$ 37,827</u>	<u>\$ 4,630,022</u>

See accompanying notes to basic financial statements.

CITY OF LEON VALLEY
STATEMENT OF NET POSITION (CONTINUED)
SEPTEMBER 30, 2023

	Primary Government		
	Governmental Activities	Business-Type Activities	Total
LIABILITIES			
<i>Current Liabilities:</i>			
Accounts Payable	\$ 1,226,754	\$ 318,914	\$ 1,545,668
Accrued Expenses	316,083	4,807	320,890
Accrued Interest Payable	22,375	9,227	31,602
Current Portion of Compensated Absences	295,981	10,160	306,141
Current Portion of Long-Term Debt	498,512	53,881	552,393
Unearned Revenue	565,765	-	565,765
Payable from Restricted Assets:			
Customer Deposits Payable	55,385	117,144	172,529
<i>Total Current Liabilities</i>	<u>2,980,855</u>	<u>514,133</u>	<u>3,494,988</u>
<i>Noncurrent Liabilities:</i>			
Compensated Absences	591,961	20,319	612,280
Net Pension Liability	8,628,478	645,288	9,273,766
OPEB Liability	443,630	18,243	461,873
Long-Term Debt	4,511,607	1,726,496	6,238,103
<i>Total Noncurrent Liabilities</i>	<u>14,175,676</u>	<u>2,410,346</u>	<u>16,586,022</u>
TOTAL LIABILITIES	<u>17,156,531</u>	<u>2,924,479</u>	<u>20,081,010</u>
DEFERRED INFLOWS OF RESOURCES			
Deferred OPEB Related Inflows	105,286	4,312	109,598
TOTAL DEFERRED INFLOWS OF RESOURCES	<u>105,286</u>	<u>4,312</u>	<u>109,598</u>
NET POSITION			
Net Investment In Capital Assets	16,514,310	8,519,400	25,033,710
Restricted For:			
Public, Educational and Governmental	298,380	-	298,380
Red Light Camera Traffic Safety	1,077,147	-	1,077,147
Debt Service	438,662	-	438,662
Street Maintenance	1,820,388	-	1,820,388
Crime Control and Prevention District	624,621	-	624,621
Public Safety	389,638	-	389,638
Community Center/Parks	503,051	-	503,051
Water Supply	-	593,467	593,467
Storm Water Fee	-	1,418,398	1,418,398
Unrestricted	2,779,400	2,062,571	4,841,971
TOTAL NET POSITION	<u>\$ 24,445,597</u>	<u>\$ 12,593,836</u>	<u>\$ 37,039,433</u>

See accompanying notes to basic financial statements.

CITY OF LEON VALLEY
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED SEPTEMBER 30, 2023

Functions and Programs	Expenses	Program Revenues		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions
Primary Government:				
<i>Governmental Activities:</i>				
Administration	\$ 2,361,242	\$ 330,494	\$ 6,756	\$ -
Public Safety	9,760,863	3,455,638	46,747	-
Public Works	2,593,652	-	-	2,437,899
Information Technology Office	211,958	-	-	-
Parks and Recreation	349,505	-	-	-
Library	460,126	-	-	-
Community Development	1,024,951	67,383	-	2,326,376
Interest and Fiscal Agent Fees	98,366	-	-	-
<i>Total Governmental Activities</i>	<u>16,860,663</u>	<u>3,853,515</u>	<u>53,503</u>	<u>4,764,275</u>
<i>Business-Type Activities</i>				
Water/Wastewater Utilities	3,148,657	5,231,485	-	-
<i>Total Business-Type Activities</i>	<u>3,148,657</u>	<u>5,231,485</u>	<u>-</u>	<u>-</u>
Total Primary Government	<u>\$ 20,009,320</u>	<u>\$ 9,085,000</u>	<u>\$ 53,503</u>	<u>\$ 4,764,275</u>
General Revenues:				
Taxes:				
Property Taxes				
Sales Taxes				
Franchise Taxes				
Occupancy Taxes				
Investment Earnings				
Miscellaneous				
Total General Revenues				
Transfers In (Out)				
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		
Governmental Activities	Business-Type Activities	Total
\$ (2,023,992)	\$ -	\$ (2,023,992)
(6,258,478)	-	(6,258,478)
(155,753)	-	(155,753)
(211,958)	-	(211,958)
(349,505)	-	(349,505)
(460,126)	-	(460,126)
1,368,808	-	1,368,808
(98,366)	-	(98,366)
<u>(8,189,370)</u>	<u>-</u>	<u>(8,189,370)</u>
-	2,082,828	2,082,828
-	<u>2,082,828</u>	<u>2,082,828</u>
<u>(8,189,370)</u>	<u>2,082,828</u>	<u>(6,106,542)</u>
6,038,893	-	6,038,893
5,061,764	-	5,061,764
1,172,251	-	1,172,251
67,842	-	67,842
579,759	145,607	725,366
599,325	70,816	670,141
<u>13,519,834</u>	<u>216,423</u>	<u>13,736,257</u>
<u>(189,866)</u>	<u>189,866</u>	<u>-</u>
5,140,598	2,489,117	7,629,715
<u>19,304,999</u>	<u>10,104,719</u>	<u>29,409,718</u>
<u>\$ 24,445,597</u>	<u>\$ 12,593,836</u>	<u>\$ 37,039,433</u>

CITY OF LEON VALLEY
BALANCE SHEET – GOVERNMENTAL FUNDS
SEPTEMBER 30, 2023

	General Fund	Red Light Camera Fund	Capital Projects Fund
ASSETS			
Cash and Cash Equivalents	\$ 1,209,877	\$ 689,012	\$ 210,604
Investments	7,390,778	464,453	-
Accounts Receivables (net of allowances):			
Taxes	183,350	-	-
Special Assessment	-	-	-
Other	226,633	-	-
Due from Other Governments	746,130	-	561,923
Inventories	5,472	-	-
TOTAL ASSETS	\$ 9,762,240	\$ 1,153,465	\$ 772,527
 LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES			
<i>Liabilities:</i>			
Accounts Payable	\$ 462,725	\$ 72,232	\$ 634,299
Accrued Expenditures	310,934	4,086	-
Deposits Payable	3,580	-	-
Unearned Revenues	565,765	-	-
<i>Total Liabilities</i>	1,343,004	76,318	634,299
 <i>Deferred Inflows of Resources:</i>			
Unavailable Revenues - Taxes	183,350	-	-
<i>Total Deferred Inflows of Resources</i>	183,350	-	-
 <i>Fund Balances:</i>			
Nonspendable:			
Inventory	5,472	-	-
Restricted for:			
Public, Educational and Governmental	298,380	-	-
Red Light Camera Traffic Safety	-	1,077,147	-
Debt Service	-	-	-
Street Maintenance	-	-	-
Crime Control and Prevention District	-	-	-
Federal Police Forfeitures	-	-	-
Other	6,543	-	-
Committed for Disaster Emergencies	1,000,000	-	-
Assigned for:			
Tree Mitigation and Replacement	231,325	-	-
Economic Development	775,069	-	-
Unassigned	5,919,097	-	138,228
<i>Total Fund Balances</i>	8,235,886	1,077,147	138,228
 TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES	\$ 9,762,240	\$ 1,153,465	\$ 772,527

See accompanying notes to basic financial statements.

Debt Service	Street Maintenance Tax Fund	Other Nonmajor Governmental Funds	Total Governmental Funds
\$ 124,617	\$ 804,636	\$ 554,548	\$ 3,593,294
303,559	997,028	923,352	10,079,170
19,425	-	-	202,775
13,278	-	-	13,278
158	-	17,379	244,170
-	71,154	73,424	1,452,631
-	-	-	5,472
<u>\$ 461,037</u>	<u>\$ 1,872,818</u>	<u>\$ 1,568,703</u>	<u>\$ 15,590,790</u>
\$ -	\$ 52,430	\$ 5,068	\$ 1,226,754
-	-	1,063	316,083
-	-	51,805	55,385
-	-	-	565,765
<u>-</u>	<u>52,430</u>	<u>57,936</u>	<u>2,163,987</u>
32,703	-	-	216,053
<u>32,703</u>	<u>-</u>	<u>-</u>	<u>216,053</u>
-	-	-	5,472
-	-	-	298,380
-	-	-	1,077,147
428,334	-	-	428,334
-	1,820,388	-	1,820,388
-	-	624,621	624,621
-	-	389,638	389,638
-	-	496,508	503,051
-	-	-	1,000,000
-	-	-	231,325
-	-	-	775,069
-	-	-	6,057,325
<u>428,334</u>	<u>1,820,388</u>	<u>1,510,767</u>	<u>13,210,750</u>
<u>\$ 461,037</u>	<u>\$ 1,872,818</u>	<u>\$ 1,568,703</u>	<u>\$ 15,590,790</u>



CITY OF LEON VALLEY
RECONCILIATION OF THE GOVERNMENTAL FUNDS
BALANCE SHEET TO THE STATEMENT OF NET POSITION
SEPTEMBER 30, 2023

TOTAL FUND BALANCE - TOTAL GOVERNMENTAL FUNDS \$ 13,210,750

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. 21,524,429

Other long-term assets are not available to pay for current-period expenditures and, therefore, are not recognized as revenue in the funds. 216,053

Accrued vacation leave payable is not due and payable in the current period and, therefore, is not reported in the funds. (887,942)

Long-term liabilities, including bonds payable and related premiums, are not due and payable in the current period and therefore, not reported in the funds:

Bonds Payable (5,010,119)
Accrued Interest Payable (22,375) (5,032,494)

Net Pension Liabilities (and related deferred inflows and outflows of resources) do not consume current financial resources are not reported in governmental funds:

Net Pension Liability (8,628,478)
Pension Related Deferred Outflows 4,576,290 (4,052,188)

OPEB Liabilities (and related deferred inflows and outflows of resources) do not consume current financial resources are not reported in governmental funds:

OPEB Liability (443,630)
OPEB Related Deferred Inflows (105,286)
OPEB Related Deferred Outflows 15,905 (533,011)

TOTAL NET POSITION - GOVERNMENTAL ACTIVITIES \$ 24,445,597

CITY OF LEON VALLEY
 STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES –
 GOVERNMENTAL FUNDS
 FOR THE YEAR ENDED SEPTEMBER 30, 2023

	General Fund	Red Light Camera Fund	Capital Projects Fund
REVENUES			
Property Taxes	\$ 5,450,281	\$ -	\$ -
Sales Taxes	3,883,503	-	-
Franchise Taxes	1,172,251	-	-
Occupancy Taxes	-	-	-
Licenses and Permits	349,265	-	-
EMS	340,305	-	-
Fines and Forfeitures	660,240	2,263,827	-
Grants	2,381,035	-	2,437,898
Rent	-	-	-
Investment Earnings	436,562	44,695	-
Miscellaneous	540,410	4,289	-
TOTAL REVENUES	15,213,852	2,312,811	2,437,898
EXPENDITURES			
<i>Current:</i>			
Administration	2,107,633	-	-
Public Safety	6,694,678	1,702,849	-
Public Works	1,938,943	-	-
Parks and Recreation	233,811	-	-
Library	442,502	-	-
Information Technology Office	251,956	-	-
Community Development	807,043	-	-
<i>Capital Outlay</i>	12,984	-	3,660,309
<i>Debt Service:</i>			
Principal	-	-	-
Interest and Fiscal Charges	-	-	-
TOTAL EXPENDITURES	12,489,550	1,702,849	3,660,309
Excess (Deficiency) of Revenues Over (Under) Expenditures	2,724,302	609,962	(1,222,411)
OTHER FINANCING SOURCES (USES)			
Transfers In	1,730,006	919,759	3,538,437
Transfers Out	(3,554,548)	(452,574)	(2,177,798)
TOTAL OTHER FINANCING SOURCES (USES)	(1,824,542)	467,185	1,360,639
Net Change in Fund Balance	899,760	1,077,147	138,228
Fund Balances at Beginning of Year	7,336,126	-	-
Fund Balances at End of Year	\$ 8,235,886	\$ 1,077,147	\$ 138,228

See accompanying notes to basic financial statements.

Debt Service	Street Maintenance Tax	Other Nonmajor Governmental Funds	Total Governmental Funds
\$ 578,989	\$ -	\$ -	\$ 6,029,270
-	762,347	415,913	5,061,763
-	-	-	1,172,251
-	-	67,842	67,842
-	-	-	349,265
-	-	-	340,305
-	-	278,791	3,202,858
-	-	2,462	4,821,395
-	-	63,766	63,766
13,445	44,160	40,896	579,758
-	-	45,934	590,633
<u>592,434</u>	<u>806,507</u>	<u>915,604</u>	<u>22,279,106</u>
-	-	15,000	2,122,633
-	-	253,857	8,651,384
-	231,641	-	2,170,584
-	-	-	233,811
-	-	-	442,502
-	-	-	251,956
-	-	115,822	922,865
-	-	-	3,673,293
430,000	-	-	430,000
148,200	-	-	148,200
<u>578,200</u>	<u>231,641</u>	<u>384,679</u>	<u>19,047,228</u>
<u>14,234</u>	<u>574,866</u>	<u>530,925</u>	<u>3,231,878</u>
-	-	-	6,188,202
-	-	(193,147)	(6,378,067)
-	-	(193,147)	(189,865)
14,234	574,866	337,778	3,042,013
<u>414,100</u>	<u>1,245,522</u>	<u>1,172,989</u>	<u>10,168,737</u>
<u>\$ 428,334</u>	<u>\$ 1,820,388</u>	<u>\$ 1,510,767</u>	<u>\$ 13,210,750</u>



CITY OF LEON VALLEY
RECONCILIATION OF THE STATEMENT OF REVENUES,
GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED SEPTEMBER 30, 2023

NET CHANGE IN FUND BALANCES - GOVERNMENTAL FUNDS \$ 3,042,013

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.

Capital Outlay	3,673,293	
Depreciation Expense	<u>(1,134,051)</u>	2,539,242

Revenues in the Statement of Activities that do not provide current financial resources are not reported as revenues in the funds. 9,623

The issuance of long-term debt (e.g. bonds, leases) provides current financial resources to governmental funds, which 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.

Principal Repayments	430,000	
Amortization of Premiums, Discounts, Losses	<u>47,687</u>	477,687

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 actuarially determined pension expense exceeded contributions. (796,997)

Governmental funds report required contributions to OPEB as expenditures. However, in the Statement of Activities the cost of the expense is recorded based on the actuarially determined cost of the plan. This is the amount that actuarially determined OPEB expense exceeded contributions. (60,784)

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	(72,333)	
Accrued Interest	<u>2,147</u>	<u>(70,186)</u>

CHANGE IN NET POSITION - GOVERNMENTAL ACTIVITIES \$ 5,140,598

CITY OF LEON VALLEY
STATEMENT OF NET POSITION - PROPRIETARY FUNDS
SEPTEMBER 30, 2023

	Business-Type Activity
	<u>Water and Sewer</u>
ASSETS	
<i>Current Assets:</i>	
Cash and Cash Equivalents:	
Unrestricted	\$ 793,989
Restricted for Customer Deposits	117,144
Restricted Investments - Water/Sewer	3,714,145
Accounts Receivable, Net of Allowance:	
Customer Accounts	<u>559,745</u>
<i>Total Current Assets</i>	<u>5,185,023</u>
 <i>Noncurrent Assets:</i>	
Capital Assets:	
Land	203,227
Water Rights	2,276,080
Buildings and Improvements	25,403
Water/Wastewater System-Plant	11,011,786
Transportation and Equipment	1,673,639
Construction in Progress	2,157,225
Less: Accumulated Depreciation	<u>(7,047,583)</u>
<i>Total Noncurrent Assets</i>	<u>10,299,777</u>
 TOTAL ASSETS	 <u>15,484,800</u>
 DEFERRED OUTFLOWS OF RESOURCES	
Deferred Pension Related Outflows	37,173
Deferred OPEB Related Outflows	<u>654</u>
TOTAL DEFERRED OUTFLOWS OF RESOURCES	<u>\$ 37,827</u>

CITY OF LEON VALLEY
 STATEMENT OF NET POSITION - PROPRIETARY FUNDS (CONTINUED)
 SEPTEMBER 30, 2023

	Business-Type Activity
	Water and Sewer
LIABILITIES	
<i>Current Liabilities:</i>	
Accounts Payable	\$ 318,914
Accrued Expenses	4,807
Accrued Interest Payable	9,227
Current Portion of Compensated Absences	10,160
Current Portion of Long-Term Debt	53,881
Payable from Restricted Assets:	
Customer Deposits Payable	117,144
<i>Total Current Liabilities</i>	514,133
 <i>Noncurrent Liabilities:</i>	
Compensated Absences	20,319
Net Pension Liability	645,288
OPEB Liability	18,243
Long-Term Debt	1,726,496
<i>Total Noncurrent Liabilities</i>	2,410,346
TOTAL LIABILITIES	2,924,479
 DEFERRED INFLOWS OF RESOURCES	
Deferred OPEB Related Inflows	4,312
TOTAL DEFERRED INFLOWS OF RESOURCES	4,312
 NET POSITION	
Net Investment in Capital Assets	8,519,400
Restricted for:	
Water Supply Fee	593,467
Storm Water Fee	1,418,398
Unrestricted	2,062,571
TOTAL NET POSITION	\$ 12,593,836

See accompanying notes to basic financial statements.

CITY OF LEON VALLEY
 STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET POSITION
 PROPRIETARY FUNDS
 FOR THE YEAR ENDED SEPTEMBER 30, 2023

	Business-Type Activities
	Water and Sewer
OPERATING REVENUES	
Metered Water Sales	\$ 1,672,495
Wastewater Sales Charges	2,563,039
Storm Water Fees	561,977
Connection and Platting	342,316
Customer Penalties	55,130
Customer Disconnect Fees	13,932
Tap Fees	7,145
Impact Fees	15,451
TOTAL OPERATING REVENUES	5,231,485
OPERATING EXPENSES	
Water System	808,765
Wastewater System	1,793,876
Stormwater System	89,097
Depreciation	402,937
TOTAL OPERATING EXPENSES	3,094,675
OPERATING INCOME (LOSS)	2,136,810
NONOPERATING REVENUES (EXPENSES)	
Investment Earnings	145,607
Interest Expense	(53,982)
Miscellaneous	70,816
TOTAL NONOPERATING REVENUES (EXPENSES)	162,441
INCOME BEFORE CONTRIBUTIONS AND TRANSFERS	2,299,251
TRANSFERS AND CONTRIBUTIONS	
Transfers In	2,177,798
Transfers Out	(1,987,932)
TOTAL TRANSFERS AND CONTRIBUTIONS	189,866
CHANGE IN NET POSITION	2,489,117
NET POSITION AT BEGINNING OF YEAR	10,104,719
NET POSITION AT END OF YEAR	\$ 12,593,836

See accompanying notes to basic financial statements.

CITY OF LEON VALLEY
 STATEMENT OF CASH FLOWS - PROPRIETARY FUNDS
 FOR THE YEAR ENDED SEPTEMBER 30, 2023

	Business-Type Activities Water and Sewer
Cash Flows From Operating Activities:	
Cash Received From Customers	\$ 5,122,473
Cash Paid to Supplier for Goods & Services	(1,318,808)
Cash Paid for Employee Salaries and Benefits	(1,225,749)
Net Cash Provided (Used) by Operating Activities	2,577,916
 Cash Flows From Non Capital and Related Financing Activities:	
Miscellaneous Non Capital	70,816
Net Cash Provided (Used) by Non Capital Financing Activities	70,816
 Cash Flows From Capital and Related Financing Activities:	
Acquisition and Construction of Capital Assets	(2,536,047)
Interest Paid on Long-Term Debt	(53,982)
Transfers from Other Funds for Projects	2,177,798
Transfers to Other Funds for Projects	(1,987,932)
Principal Paid on Long-Term Debt	(53,881)
Net Cash Provided (Used) by Capital and Related Financing Activities	(2,454,044)
 Cash Flows From Investing Activities:	
Redemption of Investments	354,393
Interest and Investment Earnings	145,607
Net Cash Provided (Used) by Investing Activities	500,000
 Net Increase (Decrease) in Cash and Cash Equivalents	 694,688
 Cash and Cash Equivalents at Beginning of Year:	
Cash and Cash Equivalents	82,703
Restricted Cash and Cash Equivalents	133,742
	216,445
 Cash and Cash Equivalents at End of Year:	
Cash and Cash Equivalents	793,989
Restricted Cash and Cash Equivalents	117,144
	\$ 911,133

See accompanying notes to basic financial statements.

CITY OF LEON VALLEY
STATEMENT OF CASH FLOWS - PROPRIETARY FUNDS (CONTINUED)
FOR THE YEAR ENDED SEPTEMBER 30, 2023

	<u>Business-Type Activity</u> <u>Water and Sewer</u>
Reconciliation of Operating Income to Net Cash Provided (Used) by Operating Activities:	
Operating Income	\$ 2,136,810
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities:	
Depreciation	402,937
Decrease (Increase) in Assets:	
Accounts Receivable (net)	(92,414)
Deferred Pension Related Outflows	220,827
Deferred OPEB Related Outflows	14,111
Increase (Decrease) in Liabilities:	
Accounts Payable	188,342
Accrued Expenses	(11,087)
Customer Deposits	(16,598)
Compensated Absences	(968)
Net Pension Liability	264,634
OPEB Liability	(80,302)
Deferred Pension Related Inflows	(452,688)
Deferred OPEB Related Inflows	4,312
Net Cash Provided (Used) by Operating Activities	<u><u>\$ 2,577,916</u></u>

See accompanying notes to basic financial statements.

NOTES TO BASIC FINANCIAL STATEMENTS

CITY OF LEON VALLEY
NOTES TO BASIC FINANCIAL STATEMENTS
SEPTEMBER 30, 2023

NOTE 1 -- SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The City of Leon Valley, Texas, was incorporated in 1952. The City operates under a council- manager form of government and provides the following services as authorized by its charter: police and fire protection, maintenance of streets, planning and zoning, parks and recreation, general administrative services, water, and sewer services.

The financial statements of the City have been prepared in conformity with generally accepted accounting principles (GAAP) as applied to government units. The Governmental Accounting Standards Board (GASB) is the accepted standard setting body for establishing governmental accounting and financial reporting principles. Proprietary type funds apply all applicable GASB pronouncements as well as Financial Accounting Standards Board (FASB) Statements and Interpretations and APB Opinions. The more significant of the City's accounting policies are described below:

A. Reporting Entity

In evaluating how to define the government, for financial purposes, management has considered all potential component units and associated component units. The decision to include a potential component unit or associated component unit in the reporting entity was made by applying the criteria set forth in GASB Statement 14, *The Financial Reporting Entity* and GASB Statement 39 *Determining Whether Certain Organizations are Component Units*. The definition of the reporting entity is based primarily on the concept of financial accountability. A primary government is financially accountable for the organizations that make up its legal entity. It is also financially accountable for legally separate organizations if its officials appoint a voting majority of an organization's governing body and either it is able to impose its will on that organization or there is a potential for the organization to provide specific financial benefits to, or to impose specific financial burdens on, the primary government. Based upon the application of these criteria, the City has no component units.

B. Government-Wide and Fund Financial Statements

The government-wide financial statements include the statement of net position and statement of activities. Government-wide statements report information on all of the activities of the City. The effect of interfund transfers has been removed from the government-wide statements but continues to be reflected on the fund statements. The values of interfund services provided and used are not eliminated in the government-wide financial statements, as elimination of those charges would distort the direct costs reported for the various functions. Governmental activities are supported mainly by taxes and intergovernmental revenues. Business-type activities are financed whole or in part by fees charged to external parties for goods and services. The City has no fiduciary funds.

The statement of activities reflects the degree to which the direct expenses of a given function or segment is offset by program revenues. Direct expenses of a given function or segment are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function. Program revenues include (1) charges to customers or applicants who purchase, use or directly benefit from goods, services, or privileges provided by a given function 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 in program revenues are reported as general revenues.

CITY OF LEON VALLEY
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
SEPTEMBER 30, 2023

NOTE 1 -- SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

B. Government-Wide and Fund Financial Statements (Continued)

Separate fund financial statements are provided for governmental funds and proprietary funds. The general fund and capital projects fund meet the criteria as major governmental funds. The combined amounts for all nonmajor funds are reflected in a single column in the fund balance sheet and statement of revenues, expenditures, and changes in fund balances. Detailed statements for nonmajor funds are presented within combining and individual fund statements and schedules.

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. This measurement focus is also used for 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 revenue types, which have been accrued, revenue from the investments, intergovernmental revenue and charges for services. Grants are recognized as revenue when all applicable eligibility requirements imposed by the provider are met.

Revenues are classified as program revenues and general revenues. Program revenues include (1) charges to customers or applicants for goods, services, or privileges provided, (2) operating grants and contributions, and (3) capital grants and contributions. General revenues include all taxes, grants not restricted to specific programs and investment earnings.

Governmental fund level financial statements are reported using the current financial resources measurement focus and modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. Measurable and available revenues include revenues expected to be received within 60 days after the fiscal year ends. Receivables which are measurable but not collectible within 60 days after the end of the fiscal period are reported as deferred inflow of resources. Property taxes which are levied prior to September 30, 2022, and became due October 1, 2022 have been assessed to finance the budget of the fiscal year beginning October 1, 2022 and, accordingly, have been reflected as deferred inflow of resources and taxes receivable in the fund financial statement at September 30, 2023.

Sales taxes, franchise taxes, hotel/motel taxes, and fees associated with the current fiscal year are considered to be susceptible to accrual and so have been recognized as revenue in the current fiscal period. All other revenue items received by the government are considered to be measurable and available only when the cash is received by the City.

Expenditures generally are recorded when a fund liability is incurred; however, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when the liability has matured and payment is due.

CITY OF LEON VALLEY
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
SEPTEMBER 30, 2023

NOTE 1 -- SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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

The government reports the following major governmental funds:

General Fund is the general operating fund of the City and is always classified as a major fund. The general fund is used to account for all financial resources except those required to be accounted for in another fund. Major revenue sources include property taxes, charges for services, intergovernmental revenues and investment of idle funds. Primary expenditures are for general administration, public safety, public service and capital acquisition.

Red Light Camera Fund accounts for financial resources garnered through red light camera traffic enforcement.

Capital Projects Fund accounts for financial resources used and expended for the procurement and construction of long lived assets.

Debt Service Fund accounts for financial resources to be used for the payment of long term debt.

Street Maintenance Tax Fund accounts for sales tax collection for street maintenance. This special tax was approved by voters starting in November 2007.

Nonmajor funds include special revenue funds.

Proprietary fund level financial statements are used to account for activities, which are similar to those found in the private sector. The measurement focus is upon determination of net income, financial position and cash flows. The City’s proprietary fund is the water/sewer fund (used to account for the provisions of water and sewer services to residents).

The proprietary fund is accounted for using the accrual basis of accounting as follows:

- Revenues are recognized when earned, and expenses are recognized when liabilities are incurred.
- Current-year contributions, administrative expenses and benefit payments, which are not received or paid until the subsequent year, are accrued.

Proprietary funds distinguish operating revenues and expenses from non-operating. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund’s principal ongoing operations.

D. Cash and Cash Equivalents

For purposes of the statement of cash flows, the enterprise fund (water and sewer fund) considers all highly liquid investments including cash in banks, cash on hand, and money market accounts to be cash equivalents.

CITY OF LEON VALLEY
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
SEPTEMBER 30, 2023

NOTE 1 -- SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

E. Investments

State statutes authorize the City to invest in (a) obligations of the United States or its agencies and instrumentalities; (b) direct obligations of the State of Texas or its agencies; (c) other obligations, the principal and interest of which are unconditionally guaranteed or insured by the State of Texas or the United States; (d) obligations of states, agencies, counties, cities, and other political subdivisions of any state having been rated as to investment quality by a nationally recognized investment rating firm and having received a rating of not less than A or its equivalent; (e) certificates of deposit by state and national banks domiciled in this state that are (i) guaranteed or insured by the Federal Deposit Insurance Corporation, or its successor; or, (ii) secured by obligations that are described by (a) - (d). Statutes allow investing in local government investment pools organized and rated in accordance with the Interlocal Cooperation Act, whose assets consist exclusively of the obligations of the United States or its agencies and instrumentalities and repurchase assessments involving those same obligations.

Investments are stated at fair value (plus accrued interest) except for money market investments and participating interest-earning investment contracts (U.S. Treasuries) that have a remaining maturity at time of purchase of one year or less. Those investments are stated at amortized cost. Likewise, certificates of deposit are stated at amortized cost.

F. Receivables

Property taxes are levied based on taxable value at January 1 prior to September 30 and become due October 1, 2022 and past due after January 31, 2023. Accordingly, receivables and revenues for property taxes are reflected on the government-wide statement based on the full accrual method of accounting.

Accounts receivable from other governments include amounts due from grantors for approved grants for specific programs and reimbursements for services performed by the City. Program grants are recorded as receivables and revenues at the time all eligibility requirements established by the provider have been met.

Reimbursements for services performed are recorded as receivables and revenues when they are earned in the government-wide statements. Included are fines and costs assessed by the court action and billable services for certain contracts. Revenues received in advance of the costs being incurred are recorded as deferred inflows of resources in the fund statements. Receivables are shown net of an allowance for uncollectibles.

G. Short-Term Inter-fund Receivables/Payables

During the course of operations, numerous transactions occur between individual funds for goods provided or services rendered. These receivables and payables are classified as "due from other funds" or "due to other funds" on fund statements. Any residual balances outstanding between the governmental activities and business-type activities are reported in the government-wide financial statements as "internal balances".

CITY OF LEON VALLEY
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
SEPTEMBER 30, 2023

NOTE 1 -- SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

H. Inventories and Prepaid Items

The City accounts for inventories using the consumption method. Inventories consist primarily of supplies and are valued at cost determined by the average cost method. Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both government-wide and fund financial statements. Prepaid Items of governmental funds are recorded as expenditures when consumed rather than when purchased.

I. Budget

An operating budget is adopted each fiscal year for all City governmental funds. The budget is adopted on the GAAP basis of accounting.

J. Restricted Assets

Certain enterprise fund revenues are collected for a specific purpose by state law and city ordinances such as impact fees for infrastructure improvements and the purchase of future water rights. These funds are classified as restricted assets on the statement of net position and balance sheet because their use is limited by law.

Deposits of water/sewer customers and performance bond deposits pending refund to the customer are considered restricted assets.

K. Capital Assets

Capital assets, which include land, buildings and improvements, equipment, and infrastructure assets are reported in the applicable governmental or business type activities column in the government-wide financial statements. Capital assets such as equipment are defined as assets with a cost of \$5,000 or more. Infrastructure assets include city-owned streets, sidewalks, curbs and bridges. Capital assets are recorded at historical costs if purchased or constructed. Donated capital assets, donated works of art and capital assets received in a service concession arrangement are recorded at estimated acquisition value at the date of donation.

The cost of normal maintenance and repairs that do not add to the value of the asset or materially extend assets lives are not capitalized. Interest has not been capitalized during the construction period on property plant and equipment.

Capital assets are depreciated using the straight-line method over the following estimated useful lives:

Asset	Useful Lives (Years)
Buildings	60
Water/Wastewater System - Plant	15 - 60
Other Machinery & Equipment	3 - 60
Office Equipment	6 - 12
Vehicles	3 - 24
Infrastructure	12 - 60

CITY OF LEON VALLEY
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
SEPTEMBER 30, 2023

NOTE 1 -- SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

L. Compensated Absences

Vested or accumulated vacation leave and compensatory time that is expected to be liquidated with expendable available resources is reported as an expenditure and fund liability of the governmental fund that will pay for it. The City is responsible for payment of vested or accumulated vacation leave and compensatory time. Amounts of vested or accumulated vacation leave and compensatory time that are not expected to be liquidated with expendable available financial resources are reported in the government wide statements. Vested or accumulated vacation leave and compensatory time of the enterprise fund is recorded as an expense and liability of that fund as the benefits accrue to employees. Accumulated vacation pay and compensatory time at September 30, 2023 of \$887,942 and \$30,479 have been recorded in accrued liabilities of the government-wide statements and enterprise fund, respectively. Compensated absences are reported in the governmental funds only if they have matured (i.e., unused reimbursable leave outstanding following an employee’s resignation or retirement). The general fund is the governmental fund that has typically been used in prior years to liquidate the liability for compensated absences.

M. Deferred Inflows/Outflows of Resources

In addition to assets, the statement of financial position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, *deferred outflows of resources*, represents a consumption of net assets that applies to future period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until then. The City currently has pension and OPEB related deferred outflows of resources.

Deferred inflows of resources represent an acquisition of net assets that applies to a future period and so will not be recognized as an inflow of resource (revenue) until that time. Unavailable revenue is reported only in the governmental funds balance sheet under a modified basis of accounting. Unavailable revenues from property tax are deferred and recognized as an inflow of resources in the period the amounts become available. The City also has OPEB related deferred inflows.

N. Pensions

For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the Fiduciary Net Position of the Texas Municipal Retirement System (TMRS) and additions to/deduction from TMRS’s Fiduciary Net Position have been determined on the same basis as they are reported by TMRS. For this purpose, plan contributions are recognized in the period that compensation is reported for the employee, which is when contributions are legally due. Benefit payments and refunds are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value. The general fund has typically been used in prior years to liquidate pension liabilities.

CITY OF LEON VALLEY
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
SEPTEMBER 30, 2023

NOTE 1 -- SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

O. OPEB Liability

For purposes of measuring the OPEB liability, deferred outflows of resources and deferred inflows of resources related to pensions, and OPEB expense, information about the Total OPEB Liability of the Texas Municipal Retirement System (TMRS) and additions to/deduction from TMRS's Total OPEB Liability have been determined on the same basis as they are reported by TMRS. For this purpose, plan contributions are recognized in the period that compensation is reported for the employee, which is when contributions are legally due. Benefit payments and refunds are recognized when due and payable in accordance with the benefit terms. The general fund has typically been used in the prior year to liquidate OPEB liabilities.

P. Long-Term Obligations

Debt is defined as a liability that arises from a contractual obligation to pay cash (or other assets that may be used in lieu of cash) in one or more payments to settle an amount that is fixed at the date the contractual obligation is established. For this purpose, debt does not include leases, except for contracts reported as a financed purchase of the underlying asset, or accounts payable. In the current year, the City adopted a new GASB standard that establishes new note disclosure requirements for long-term debt, including direct borrowings and placement. See additional detail in Note 6.

In the government-wide financial statements, long-term debt and other long-term obligations are reported as liabilities under governmental activities or proprietary fund type statement of net position. On new bond issues, bond premium and discounts are deferred and amortized over the life of the term of the related debt.

In the fund financial statements, governmental fund types recognize bond premiums and discounts 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.

Q. Net Position

Net Position represents the difference between assets and liabilities. 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 proceeds. Net position is reported as restricted when there are limitations imposed on their use either through the enabling legislation adopted by the City or through external restrictions imposed by creditors, grantors, or laws or regulations of other governments. The City has elected to appropriate net position of its business type activity. Such appropriations reflect the intended use of the net position.

R. Fund Balance Classification Policies

The City adopted Governmental Accounting Standards Board Statement Number 54 (GASB 54) *Fund Balance Reporting and Governmental Fund Type Definitions*. The statement provides guidance for fund balance categories and classifications and governmental fund type definitions. GASB 54 changed the way we look at fund balances, specifically reporting what fund balances, by major governmental fund type, are or are not available for public purposes.

CITY OF LEON VALLEY
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
SEPTEMBER 30, 2023

NOTE 1 -- SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

R. Fund Balance Classification Policies (Continued)

Five categories of fund balances were created and defined by GASB 54. These five categories are as follows:

- **Restricted** – These funds are governed by externally enforceable restrictions.
- **Non-spendable** – These funds are not available for expenditures based on legal or contractual requirements. An example might be inventories and prepaid expenditures.
- **Committed** - Fund balances in this category are limited by the government’s highest level of decision making (in this case the City Council). Any changes of this designation must be done in the same manner that it was implemented. For example, if funds are committed by resolution, the commitment could only be released with another resolution.
- **Assigned** – For funds to be assigned, there must be an intended use which can be established by the City Council or an official delegated by the Council, such as a City Manager or Finance Director. Assigned fund balance is delegated by the City Council to the City Manager.
- **Unassigned** - This classification is the default for all funds that do not fit into the other categories. The general fund is the only fund that reports a positive fund balance amount. However, in governmental funds other than the general fund, if expenditures incurred for a specific purposes, it may be necessary to report a negative unassigned fund balance in that particular fund.

Restricted amounts are considered to have been spent when an expenditure is incurred for purposes for which both restricted and unrestricted fund balances are available. The City’s policy is to apply expenditures against non-spendable fund balance, restricted fund balance, committed fund balance, assigned fund balance and unassigned fund balance at the end of the fiscal year.

S. Inter-fund Transactions

Legally authorized transfers are treated as inter-fund transfers and are included in the results of operations of both governmental and proprietary funds.

T. Operating Revenues and Expenses

Operating revenues are those revenues that are generated directly from the primary activity of the enterprise. For the City, those revenues are charges for water and sewer services. Operating expenses are necessary costs incurred to provide the service that is the primary activity. Revenues and expenses not meeting these definitions are reported as non-operating.

U. Use of 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 disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

CITY OF LEON VALLEY
 NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
 SEPTEMBER 30, 2023

NOTE 2 -- CASH, CASH EQUIVALENTS AND INVESTMENTS

A. Cash

At September 30, 2023, the City's cash was fully collateralized.

B. Investments

The City is required by Government Code Chapter 2256, The Public Funds Investment Act, to adopt, implement, and publicize an investment policy. That policy must address the following areas: (1) safety of principal and liquidity, (2) portfolio diversification, (3) allowable investments, (4) acceptable risk levels, (5) expected rates of return, (6) maximum allowable stated maturity of portfolio investments, (7) maximum average dollar-weighted maturity allowed based on the stated maturity date of the portfolio, (8) investment staff quality and capabilities, and (9) bid solicitation preferences for certificates of deposits.

The Act determines the types of investments which are allowable for the City. These include, with certain restrictions, (1) obligations of the U.S. Treasury, U.S. agencies, and the State of Texas, (2) certificates of deposit, (3) certain municipal securities, (4) securities lending program, (5) repurchase agreements, (6) bankers acceptances, (7) mutual funds, (8) investments pools, (9) guaranteed investment contracts, and (10) commercial paper.

The City's investments at September 30, 2023 are as shown below:

Investment Type	Fair Value	Weighted Average Maturity in Days	Ratings	
			MOODY'S	S&P
TexPool	\$ 13,793,315	34	Aaa	AAAM
Investment Type	Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)	Total Fair Value
Texpool	\$ 13,793,315	\$ -	\$ -	\$ 13,793,315

Fair Value Measurement is measured by the City using 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 the active markets for identical assets; Level 2 inputs are significant other observable inputs; Level 3 inputs are significant unobservable inputs. All of the City's investments carried at fair value are valued using quoted markets prices (Level 1 inputs).

CITY OF LEON VALLEY
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
SEPTEMBER 30, 2023

NOTE 2 -- CASH, CASH EQUIVALENTS AND INVESTMENTS (CONTINUED)

C. Analysis of Specific Deposit and Investment Risks

GASB Statement No. 40 requires a determination as to whether the City was exposed to the following specific investment risks at year end and if so, the reporting of certain related disclosures:

Credit Risk. Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. The ratings of securities by nationally recognized rating agencies are designed to give an indication of credit risk. City investment policy follows state guidelines. The City policy allows investments in certificates of deposit with banks in Texas, investments in U.S. Treasuries and Agencies, and investment pools that invest in obligations of the United States or its agencies and instrumentalities to name a few.

At September 30, 2023, the City's investments were in TexPool, a public funds investment pool where all securities held maintain 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 are exposed to custodial credit risk if they are not covered by depository insurance and the deposits are uncollateralized, collateralized with securities held by the pledging financial institution, or collateralized with securities held by the pledging financial institution's trust department or agent but not in the City's name.

At year end and per City policy all funds were in the City's name and collateralized with securities that maintain a continuous rating of no lower than AAA or AAA-m or an equivalent rating by at least one nationally recognized rating service. The City was not exposed to custodial credit risk.

Concentration of Credit Risk. This risk is the risk of loss attributed to the magnitude of a government's investment in a single issuer. All City funds are in the external investment pool as allowed by the City's investment policy, and the investment pool invests in hundreds of authorized securities that minimize concentrations of credit risk. At year end, the City was not exposed to concentration of credit risk.

Interest Rate Risk. This is the risk that changes in interest rates will adversely affect the fair value of an investment. At year end, the City was not exposed to interest rate risk due to investment in an external investment pool as authorized by the City's investment policy.

Foreign Currency Risk. This is the risk that exchange rates will adversely affect the fair value of an investment. The City's policy does not allow investment in foreign currency. At year end the City was not exposed to foreign currency risk.

CITY OF LEON VALLEY
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
SEPTEMBER 30, 2023

NOTE 2 -- CASH, CASH EQUIVALENTS AND INVESTMENTS (Continued)

D. Investment Policy

The City's general policy is to report money market investments and short-term participating interest-earning investment contracts as amortized cost and to report nonparticipating interest-earning investment contracts using a cost-based measure. However, if the fair value of an investment is significantly affected by the impairment of the credit standing of the issuer or by other factors, it is reported at fair value. All other investments are reported at fair value unless a legal contract exists which guarantees a higher value. The term "short-term" refers to investments which have a remaining term of one year or less at time of purchase. The term "nonparticipating" means that the investment's value does not vary with market interest rate changes. Nonnegotiable certificates of deposit are examples of nonparticipating interest-earning investment contracts.

E. Public Funds Investment Pools

Public funds investment pools in Texas are established under the authority of the Interlocal Cooperation Act, Chapter 791 of the Texas Government Code, and are subject to the provisions of the Public Funds Investment Act, Chapter 2256 of the Texas Government Code.

In addition to other provisions of the Act designed to promote liquidity and safety of principal, the Act requires pools to: (1) have an advisory board composed of participants in the pool and other persons who do not have a business relationship with the pool and are qualified to advise the pool; (2) maintain a continuous rating of no lower than AAA or AAA-m or an equivalent rating by at least one nationally recognized rating service; and (3) maintain the market value of its underlying investment portfolio within one half of one percent of the value of its shares.

NOTE 3 -- RECEIVABLES

A. Special Assessments

The City levied special assessments in 1986 against various property owners benefiting from public improvements completed in 1987. In accordance with the provisions of the assessment certificates issued for the property owners, assessments are due and payable at the time of completion. All assessments receivable as of September 30, 2012, are considered delinquent. These public improvements were funded through a note payable at the City's depository bank. Collections from assessment accounts were insufficient to cover the required note payments and therefore, the City's general fund paid the note in full through a transfer. Accordingly, current and future principal and interest collections on these delinquent accounts will be used to reimburse the City's general fund. The related assessments receivable, revenues, deferred revenue, and debt payments are reported in the debt service fund.

CITY OF LEON VALLEY
 NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
 SEPTEMBER 30, 2023

NOTE 3 -- RECEIVABLES (Continued)

B. Receivables

Receivables consist of the following as of September 30, 2023:

	Governmental Funds					Proprietary Fund
	General	Debt Service	Capital Projects Fund	Street Maintenance Tax	Nonmajor Funds	Water and Sewer Fund
<i>Receivables:</i>						
Property Taxes	\$ 215,706	\$ 22,852	\$ -	\$ -	\$ -	\$ -
Special Assessment	-	13,278	-	-	-	-
EMS	209,384	-	-	-	-	-
Sales Taxes	746,130	-	-	71,154	73,424	-
Franchise Taxes	200,838	-	-	-	-	-
Occupancy Taxes	-	-	-	-	17,379	-
Customers	-	-	-	-	-	572,405
Grants	6,238	-	561,923	-	-	-
Other	19,557	158	-	-	-	-
Gross Receivables	1,397,853	36,288	561,923	71,154	90,803	572,405
Less: Allowance for Uncollectibles	(241,740)	(3,427)	-	-	-	(12,660)
Net Total Receivables	<u>\$ 1,156,113</u>	<u>\$ 32,861</u>	<u>\$ 561,923</u>	<u>\$ 71,154</u>	<u>\$ 90,803</u>	<u>\$ 559,745</u>

NOTE 4 -- PROPERTY TAX CALENDAR

The City’s property tax is levied and becomes collectible each October 1 based on the assessed values listed as of prior January 1, which is the date a lien attaches to all taxable property in the City. Assessed values are established by the Bexar County Appraisal District at 100% of estimated market value. Assessed values are reduced by lawful exemptions to arrive at taxable values. A revaluation of all property is required to be completed every four (4) years. The total taxable value as of January 1, 2022, upon which the fiscal 2023 levy was based, was \$1,107,838,334 (market value less exemptions).

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, 2023 was \$0.484739 per \$100 of assessed value, which means that the City has a tax margin of \$2.015261 for each \$100 value.

Property taxes are recorded as receivables and deferred inflows of resources 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.

CITY OF LEON VALLEY
 NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
 SEPTEMBER 30, 2023

NOTE 5 -- CAPITAL ASSETS

Governmental and Business-type capital asset activity for the year ended September 30, 2023 was as follows:

	Beginning Balance	Additions	Deletions & Transfers	Ending Balance
Governmental Activities:				
<i>Capital Assets, Not Being Depreciated:</i>				
Land	\$ 1,497,118	\$ -	\$ -	\$ 1,497,118
Construction in Progress	239,370	1,042,888	(1,282,258)	-
<i>Total Capital Assets Not Being Depreciated</i>	<u>1,736,488</u>	<u>1,042,888</u>	<u>(1,282,258)</u>	<u>1,497,118</u>
<i>Capital Assets, Being Depreciated:</i>				
Buildings	10,981,760	-	-	10,981,760
Other Machinery and Equipment	2,260,934	207,589	-	2,468,523
Office Equipment	56,134	12,984	-	69,118
Vehicles	5,048,695	2,383,214	(641,873)	6,790,036
Infrastructure	16,449,425	26,618	1,282,258	17,758,301
<i>Total Capital Assets Being Depreciated</i>	<u>34,796,948</u>	<u>2,630,405</u>	<u>640,385</u>	<u>38,067,738</u>
<i>Accumulated Depreciation:</i>				
Buildings	(3,040,008)	(198,054)	-	(3,238,062)
Other Machinery and Equipment	(1,946,529)	(186,280)	-	(2,132,809)
Office Equipment	(29,835)	(1,473)	-	(31,308)
Vehicles	(3,711,121)	(358,523)	641,873	(3,427,771)
Infrastructure	(8,820,756)	(389,721)	-	(9,210,477)
<i>Total Accumulated Depreciation</i>	<u>(17,548,249)</u>	<u>(1,134,051)</u>	<u>641,873</u>	<u>(18,040,427)</u>
Total Capital Assets Being Depreciated, Net	<u>17,248,699</u>	<u>1,496,354</u>	<u>1,282,258</u>	<u>20,027,311</u>
Governmental Activities Capital Assets, Net	<u>\$ 18,985,187</u>	<u>\$ 2,539,242</u>	<u>\$ -</u>	<u>\$ 21,524,429</u>
	Beginning Balance	Additions	Deletions & Transfers	Ending Balance
Business-Type Activities:				
<i>Capital Assets, Not Being Depreciated:</i>				
Land	\$ 203,227	\$ -	\$ -	\$ 203,227
Water Rights	2,276,080	-	-	2,276,080
Construction in Progress	345,813	2,403,212	(591,800)	2,157,225
<i>Total Assets Not Being Depreciated</i>	<u>2,825,120</u>	<u>2,403,212</u>	<u>(591,800)</u>	<u>4,636,532</u>
<i>Capital Assets, Being Depreciated:</i>				
Buildings and Improvements	25,403	-	-	25,403
Water/Wastewater System - Plant	10,578,970	46,716	386,100	11,011,786
Transportation and Equipment	1,389,790	86,119	197,730	1,673,639
<i>Total Capital Assets Being Depreciated</i>	<u>11,994,163</u>	<u>132,835</u>	<u>583,830</u>	<u>12,710,828</u>
<i>Accumulated Depreciation:</i>				
Buildings and Improvements	(22,395)	(410)	-	(22,805)
Water/Wastewater System - Plant	(5,582,810)	(223,650)	-	(5,806,460)
Transportation and Equipment	(1,047,411)	(178,877)	7,970	(1,218,318)
<i>Total Accumulated Depreciation</i>	<u>(6,652,616)</u>	<u>(402,937)</u>	<u>7,970</u>	<u>(7,047,583)</u>
Total Capital Assets Being Depreciated, Net	<u>5,341,547</u>	<u>(270,102)</u>	<u>591,800</u>	<u>5,663,245</u>
Business-Type Activities Capital Assets, Net	<u>\$ 8,166,667</u>	<u>\$ 2,133,110</u>	<u>\$ -</u>	<u>\$ 10,299,777</u>

CITY OF LEON VALLEY
 NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
 SEPTEMBER 30, 2023

NOTE 5 -- CAPITAL ASSETS (Continued)

Depreciation expense was charged to the governmental functions as follows:

<i>Governmental Activities:</i>	
Administration	\$ 184,939
Public Safety	451,353
Public Works	279,456
Parks and Recreation	111,296
Community Development	89,384
Library	17,623
<i>Total Depreciation Expense - Governmental Activities</i>	<u>\$ 1,134,051</u>
 <i>Business-Type Activities:</i>	
Water and Sewer System	\$ 402,937
<i>Total Depreciation Expense - Business Type Activities</i>	<u>\$ 402,937</u>

NOTE 6 -- LONG-TERM DEBT

Long-term debt and obligations payable at September 30, 2023 were comprised of the following individual issues:

	Issue Amount	Maturity	Rate	Balance
<i>Primary Government</i>				
Governmental Activities:				
General Obligation Refunding Bonds				
2021 Series	\$ 5,775,000	2032	1.25-3.25%	\$ 4,475,000
Total Governmental Long-Term Obligations				<u>\$ 4,475,000</u>
	Issue Amount	Maturity	Rate	Balance
Business Type:				
Certificates of Obligation				
2016 Series	\$ 1,970,000	2046	4.01%	\$ 1,695,000
Total Business-Type Long-Term Obligations				<u>\$ 1,695,000</u>

CITY OF LEON VALLEY
 NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
 SEPTEMBER 30, 2023

NOTE 6 -- LONG-TERM DEBT (Continued)

	Balance 9/30/2022	Additions	Reductions	Balance 9/30/2023	Due Within One Year
<i>Governmental Activities:</i>					
General Obligation Bonds	\$ 4,905,000	\$ -	\$ (430,000)	\$ 4,475,000	\$ 445,000
Unamortized Premium	582,803	-	(47,687)	535,116	53,512
Compensated Absences	815,610	427,509	(355,177)	887,942	295,981
<i>Total Governmental Activities</i>	<u>\$ 6,303,413</u>	<u>\$ 427,509</u>	<u>\$ (832,864)</u>	<u>\$ 5,898,058</u>	<u>\$ 794,493</u>
<i>Business-Type Activities:</i>					
Certificates of Obligation	\$ 1,745,000	\$ -	\$ (50,000)	\$ 1,695,000	\$ 50,000
Unamortized Premium	89,258	-	(3,881)	85,377	3,881
Compensated Absences	31,447	30,479	(31,447)	30,479	10,160
<i>Total Business-Type Activities</i>	<u>\$ 1,865,705</u>	<u>\$ 30,479</u>	<u>\$ (85,328)</u>	<u>\$ 1,810,856</u>	<u>\$ 64,041</u>

Compensated absences, net pension liability and other postemployment benefit obligations for governmental activities are generally liquidated by the general fund.

The annual requirements to amortize all long-term debt and obligations outstanding, excluding compensated absences and bond premium, as of September 30, 2023, including interest payments, are as follows:

Year Ending September 30,	Governmental Activities		
	Bonds		
	Principal	Interest	Total
2024	\$ 445,000	\$ 134,250	\$ 579,250
2025	460,000	120,900	580,900
2026	470,000	107,100	577,100
2027	485,000	93,000	578,000
2028	500,000	78,450	578,450
2029-2032	2,115,000	160,200	2,275,200
Total	<u>\$ 4,475,000</u>	<u>\$ 693,900</u>	<u>\$ 5,168,900</u>

Year Ending September 30,	Business-Type Activities		
	Certificates of Obligation		
	Principal	Interest	Total
2024	\$ 50,000	\$ 57,863	\$ 107,863
2025	55,000	55,362	110,362
2026	55,000	52,862	107,862
2027	55,000	51,075	106,075
2028	60,000	47,500	107,500
2029-2033	320,000	207,763	527,763
2034-2038	370,000	152,512	522,512
2039-2043	435,000	88,600	523,600
2044-2047	295,000	18,594	313,594
Total	<u>\$ 1,695,000</u>	<u>\$ 732,131</u>	<u>\$ 2,427,131</u>

CITY OF LEON VALLEY
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
SEPTEMBER 30, 2023

NOTE 7 -- PENSION PLAN

Texas Municipal Retirement System

A. Plan Description

The City participates as one of 928 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 Annual Comprehensive Financial Report (ACFR) that can be obtained at www.tmr.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 payments 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.

At the December 31, 2022 valuation and measurement date, the following employees were covered by the benefit terms:

Inactive Employees or Beneficiaries Currently Receiving Benefit:	127
Inactive Employees Entitled to but Not Yet Receiving Benefits	89
Active Employees	108
	<hr/>
	324
	<hr/> <hr/>

CITY OF LEON VALLEY
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
SEPTEMBER 30, 2023

NOTE 7 -- PENION PLAN (Continued)

Texas Municipal Retirement System (Continued)

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.

Employees for the City were required to contribute 7% of their annual gross earnings during calendar year 2022. The contribution rates for the City were 17.63% and 18.54% for calendar years 2022 and 2023 respectively. The City's contributions to TMRS for the year ended September 30, 2023 were \$1,412,576 and were equal to the required contributions.

D. Net Pension Liability

The City's Net Pension Liability (NPL) was measured as of December 31, 2022, 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, 2022 actuarial valuation was determined using the following actuarial assumptions:

Inflation	2.5% per year
Overall Payroll Growth	2.75% per year
Investment Rate of Return	6.75%, net of pension plan investment expense, including inflation

Salary increases were based on a service-related table. Mortality rates for active members are based on the PUB(10) mortality tables with the Public Safety table used for males and the General Employee table used for females. Mortality rates for healthy retirees and beneficiaries are based on the Gender-distinct 2019 Municipal Retirees of Texas mortality tables. The rates for actives, healthy retirees and beneficiaries are projected on a fully generational basis by Scale UMP to account for future mortality improvements. For disabled annuitants, the same mortality tables for healthy retirees is used with a 4-year set-forward for males and a 3-year set-forward for females. In addition, a 3.5% and 3.0% minimum mortality rate is applied, for males and females respectively, to reflect the impairment for younger members who become disabled. The rates are projected on a fully generational basis by Scale UMP to account for future mortality improvements subject to the floor.

CITY OF LEON VALLEY
 NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
 SEPTEMBER 30, 2023

NOTE 7 -- PENSION PLAN (Continued)

Texas Municipal Retirement System (Continued)

E. Actuarial Assumptions (Continued)

The actuarial assumptions were developed primarily from the actuarial investigation of the experience of TMRS over the four-year period from December 31, 2014 to December 31, 2018. They were adopted in 2019 and first used in the December 31, 2019 actuarial valuation. The post-retirement mortality assumption for Annuity Purchase Rates (APRs) is based on the Mortality Experience Investigation Study covering 2009 through 2011 and dated December 31, 2013. 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 real rates of return by the target asset allocation percentage and by adding 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). The target allocation and best estimates of real rates of return for each major asset class are summarized in the following table:

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return (Arithmetic)
Global Equity	35.00%	7.70%
Core Fixed Income	6.00%	4.90%
Non-Core Fixed Income	20.00%	8.70%
Other Public and Private Markets	12.00%	8.10%
Real Estate	12.00%	5.80%
Hedge Funds	5.00%	6.90%
Private Equity	10.00%	11.80%
	<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 LEON VALLEY
 NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
 SEPTEMBER 30, 2023

NOTE 7 -- PENSION PLAN (Continued)

Texas Municipal Retirement System (Continued)

G. Changes in Net Pension Liability (Asset)

	Total Pension Liability	Plan Fiduciary Net Position	Net Pension Liability
Balance at December 31, 2021	\$ 52,116,563	\$ 49,542,823	\$ 2,573,740
Changes for the year:			
Service Cost	1,295,550	-	1,295,550
Interest	3,466,522	-	3,466,522
Change of Benefit Terms	-	-	-
Difference Between Expected and Actual Experience	57,983	-	57,983
Changes of Assumptions	-	-	-
Contributions - Employer	-	1,235,379	(1,235,379)
Contributions - Employee	-	490,473	(490,473)
Net Investment Income	-	(3,611,872)	3,611,872
Benefit Payments, Including Refunds of Employee Contributions	(2,816,922)	(2,816,922)	-
Administrative Expense	-	(31,295)	31,295
Other Changes	-	37,344	(37,344)
Net Changes	2,003,133	(4,696,893)	6,700,026
Balance at December 31, 2022	\$ 54,119,696	\$ 44,845,930	\$ 9,273,766

G. Changes in Net Pension Liability (Asset) (Continued)

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	\$ 16,386,523	\$ 9,273,766	\$ 3,419,775

CITY OF LEON VALLEY
 NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
 SEPTEMBER 30, 2023

NOTE 7 -- PENSION PLAN (Continued)

Texas Municipal Retirement System (Continued)

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.tmr.com.

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

For the year ended September 30, 2023, the City recognized pension expense of \$2,242,373.

At September 30, 2023, 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	\$ 471,715	\$ -
Changes in Actuarial Assumptions	-	-
Differences Between Projected and Actual Investment Earnings	3,086,310	-
Contributions Subsequent to the Measurement Date	1,055,438	-
	\$ 4,613,463	\$ -

The City reported \$1,055,438 as deferred outflows of resources related to pensions resulting from contributions subsequent to the measurement date (December 31, 2022) will be recognized as a reduction of the net pension liability for the year ending December 31, 2023. Other amounts reported as deferred outflows and inflows of resources related to pensions will be recognized in pension expense as follows:

For the Year Ended December 31,	
2023	\$ 418,980
2024	916,104
2025	831,741
2026	1,391,200
Thereafter	-
	\$ 3,558,025

CITY OF LEON VALLEY
 NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
 SEPTEMBER 30, 2023

NOTE 8 -- OTHER POST EMPLOYMENT BENEFITS (OPEB)

The City also participates in the cost sharing multiple-employer defined benefit group- term life insurance plan operated by the Texas Municipal Retirement System (TMRS) known as the 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 plan is part of the Annual Comprehensive Financial Report (ACFR) issued by TMRS and available at www.tmr.com.

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 post-employment benefit,” or OPEB. Membership in the plan at December 31, 2022, the valuation and measurement date, consisted of:

Inactive Employees or Beneficiaries Currently Receiving Benefits	94	
Inactive Employees Entitled to but Not Yet Receiving Benefits	13	
Active Employees	108	
	215	
	215	

The SDBF required contribution rates, based on these assumptions, are as follows:

For the Calendar Year Ended December 31,	Total SDBF Contribution Rate	Retiree Portion to SDBF Contribution Rate
2022	0.26%	0.16%
2023	0.44%	0.21%

CITY OF LEON VALLEY
 NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
 SEPTEMBER 30, 2023

NOTE 8 -- OTHER POST EMPLOYMENT BENEFIT (OPEB) (Continued)

These contribution rates are based on actuarial assumptions developed primarily from the actuarial investigation of the experience of TMRS over the four-year period from December 31, 2010 to December 31, 2014. They were adopted in 2015 and first used in the December 31, 2015 actuarial valuation. The post-retirement mortality assumption for healthy annuitants and Annuity Purchase Rate (APRs) are based on the Mortality Experience Investigation Study covering 2009 through 2011 and dated December 31, 2013. In conjunction with these changes first used in the December 31, 2013 valuation, the System adopted the Entry Age Normal actuarial cost method. These assumptions are summarized below:

Inflation	2.50%
Salary Increases	3.50% to 11.50% Including Inflation
Discount Rate	4.05%
Administrative Expenses	All administrative expenses are paid throe the Pension Trust and accounted for under reporting requirements under GASB Statement No. 68.
Mortality Rates - Service Retirees	2019 Municipal Retirees of Texas Mortality Tables. The rates are projected on a fully generational basis with scale UMP.
Mortality Rates - Disabled Retirees	2019 Municipal Retirees of Texas Mortality Tables with a 4 year set-forward for males and a 3 year set-forward for females. In additional, a 3.5% and 3% minimum mortality rate will be applied to reflect the impairment for younger members who become disabled for males and females, respectively. The rates are projected on a fully generational basis by Scale UMP to account for future mortality improvements subject to the floor.

The City’s Total OPEB Liability (TOL), based on the above actuarial factors, as of December 31, 2022 was calculated as follows:

	Total OPEB Liability
Balance at December 31, 2021	\$ 655,653
Changes for the year:	
Service Cost	23,823
Interest	12,180
Change of Benefit Terms	-
Difference Between Expected and Actual Experience	(706)
Changes of Assumptions or Other Inputs	(217,866)
Benefit Payments	(11,211)
Net Changes	(193,780)
Balance at December 31, 2022	\$ 461,873

There is no separate trust maintained to fund this Total OPEB Liability. No assets are accumulated in a trust that meets the criteria in paragraph 4 of GASB Statement No. 75 to pay related benefits.

CITY OF LEON VALLEY
 NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
 SEPTEMBER 30, 2023

NOTE 8 -- OTHER POST EMPLOYMENT BENEFIT (OPEB) (Continued)

The following presents the TOL of the City, calculated using the discount rate of 4.05% as well as what the City’s TOL would be if it were calculated using a discount rate that is 1-percentage point lower (3.05%) and 1-percentage point higher (5.05%) than the current rate:

	Discount Rate 3.05%	Discount Rate 4.05%	Discount Rate 5.05%
Total OPEB Liability	\$ 545,707	\$ 461,873	\$ 395,661

For the year ended September 30, 2023, the City recognized OPEB expense of \$21,278. Also as of September 30, 2023, the City reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference Between Expected and Actual Experience	\$ 1,531	\$ -
Changes in Actuarial Assumptions	-	109,616
Contributions Subsequent to the Measurement Date	15,046	-
	\$ 16,577	\$ 109,616

Deferred outflows of resources in the amount of \$15,046 is related to OPEB benefits resulting from contributions subsequent to the measurement date and will be recognized as a reduction of the total OPEB liability for the subsequent plan year ended December 31, 2023 (fiscal year ended September 30, 2024). Other amounts reported as deferred outflows and inflows of resources related to OPEB will be recognized in OPEB expense as follows:

For the Year Ended December 31,	
2023	\$ (15,180)
2024	(24,615)
2025	(35,785)
2026	(32,505)
2027	-
	\$ (108,085)

CITY OF LEON VALLEY
 NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
 SEPTEMBER 30, 2023

NOTE 9 -- INTERFUND TRANSFERS

Interfund transfer are as follows:

Transfer From	Transfer To	Amount	Purpose
General Fund	Capital Projects	\$ 2,634,789	To Fund Capital Assets
General Fund	Red Light Camera Fund	919,759	To Establish Fund
Red Light Cameras Fund	Capital Projects	452,574	To Fund Capital Assets
Capital Projects	Water Fund	2,177,798	To Fund Capital Assets
Non-Major Funds	Capital Projects	120,000	To Fund Capital Assets
Water Fund	General Fund	1,656,859	Payment in Lieu of Taxes
Water Fund	Capital Projects	331,073	To Fund Capital Assets
Non-Major Funds	General Fund	73,147	To reimburse for Admin Expenditures
		<u>\$ 8,365,999</u>	

NOTE 10 -- CONTINGENCIES

Amounts received or receivable from grantor agencies are subject to audit and adjustment by such agencies. Any disallowed claims, including amounts already collected may constitute a liability of the applicable funds. The amount, if any, of expenditures which may be disallowed by the grantor cannot be determined at this time although the City expects such amounts, if any, to be immaterial.

NOTE 11 -- RISK MANAGEMENT

The City is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; business interruption; errors and omissions; injuries to employees; employee health benefits; and other claims of various natures. The City contracts with the Texas Municipal League (TML) to provide insurance coverage for property and casualty, and workers compensation. TML is a multi-employer group that provides for a combination of modified self-insurance and stop-loss coverage. Contributions are set annually by TML. Liability by the City is generally limited to the contributed amounts. Annual contributions for the year ended September 30, 2023 were \$400,328.



REQUIRED SUPPLEMENTARY INFORMATION

Required supplementary information includes financial information and disclosures that are required by the GASB but are not considered a part of the basic financial statements. Such information includes:

- Budgetary Comparison Schedule - General Fund
- Budgetary Comparison Schedule - Red Light Cameras Fund
- Budgetary Comparison Schedule - Street Maintenance Tax Fund
- Schedule of Changes in Net Pension Liability and Related Ratios - Last 10 Plan Years
- Schedule of Contributions - Last 10 Fiscal Years
- Schedule of Changes in Total Other Post-Employment Benefit Liability and Related Ratios



CITY OF LEON VALLEY
 REQUIRED SUPPLEMENTARY INFORMATION
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES –
 BUDGET AND ACTUAL
 GENERAL FUND
 FOR THE YEAR ENDED SEPTEMBER 30, 2023 WITH COMPARATIVE 2022

	Budgeted Amounts		2023	Variance With	2022
	Original	Final	Actual Amounts	Final Budget - Positive (Negative)	
REVENUES					
Property Taxes	\$ 5,491,000	\$ 5,491,000	\$ 5,450,281	\$ (40,719)	\$ 5,280,062
Sales Taxes	3,305,631	3,704,631	3,883,503	178,872	3,702,436
Franchise Taxes	894,798	904,798	1,172,251	267,453	928,847
Licenses and Permits	542,000	542,000	349,265	(192,735)	360,547
Charges for Service	450,000	450,000	340,305	(109,695)	349,353
Fines and Forfeitures	650,000	581,080	660,240	79,160	2,566,664
Grants	300,000	300,000	2,381,035	2,081,035	214,947
Investment Earnings	50,000	55,900	436,562	380,662	61,660
Miscellaneous	303,872	304,616	540,410	235,794	352,909
TOTAL REVENUES	11,987,301	12,334,025	15,213,852	2,879,827	13,817,425
EXPENDITURES					
Administration:					
<i>Business Office:</i>					
Personnel Services	282,075	282,075	273,891	8,184	44,339
Supplies	13,700	13,700	6,518	7,182	15,090
Contracted Services	123,275	123,275	104,340	18,935	118,579
<i>Total Business Office</i>	<u>419,050</u>	<u>419,050</u>	<u>384,749</u>	<u>34,301</u>	<u>178,008</u>
<i>Finance and Accounting:</i>					
Personnel Services	329,443	354,443	367,270	(12,827)	73,057
Supplies	2,500	2,500	3,416	(916)	4,693
Contracted Services	55,750	55,750	54,626	1,124	90,235
<i>Total Finance and Accounting</i>	<u>387,693</u>	<u>412,693</u>	<u>425,312</u>	<u>(12,619)</u>	<u>167,985</u>
<i>Council and Manager:</i>					
Personnel Services	585,663	585,663	607,316	(21,653)	426,063
Supplies	38,440	38,440	30,942	7,498	49,337
Contracted Services	705,716	705,716	659,314	46,402	371,640
<i>Total Council and Manager</i>	<u>1,329,819</u>	<u>1,329,819</u>	<u>1,297,572</u>	<u>32,247</u>	<u>847,040</u>
Total Administration	\$ 2,136,562	\$ 2,161,562	\$ 2,107,633	\$ 53,929	\$ 1,193,033

CITY OF LEON VALLEY
 REQUIRED SUPPLEMENTARY INFORMATION
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES –
 BUDGET AND ACTUAL
 GENERAL FUND (CONTINUED)
 FOR THE YEAR ENDED SEPTEMBER 30, 2023 WITH COMPARATIVE 2022

	Budgeted Amounts		2023 Actual Amounts	Variance With Final Budget - Positive (Negative)	2022* Actual
	Original	Final			
Public Safety					
<i>Law Enforcement Administration:</i>					
Personnel Services	\$ 3,063,363	\$ 3,066,613	\$ 2,828,551	\$ 238,062	\$ 2,321,237
Supplies	139,700	139,700	171,024	(31,324)	152,757
Contracted Services	108,000	108,000	204,742	(96,742)	144,929
<i>Total Law Enforcement Administration</i>	<u>3,311,063</u>	<u>3,314,313</u>	<u>3,204,317</u>	<u>109,996</u>	<u>2,618,923</u>
<i>Law Enforcement Traffic Safety:</i>					
Personnel Services	275,892	-	-	-	404,990
Supplies	-	-	74	(74)	8,688
Contracted Services	-	-	-	-	15,466
<i>Total Law Enforcement Traffic Safety</i>	<u>275,892</u>	<u>-</u>	<u>74</u>	<u>(74)</u>	<u>429,144</u>
<i>Law Enforcement Red Light Camera:</i>					
Personnel Services	-	-	-	-	531,510
Supplies	-	-	-	-	1,165
Contracted Services	-	-	-	-	875,563
<i>Total Law Enforcement Red Light Cameras</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,408,238</u>
<i>Impound Lot:</i>					
Personnel Services	27,409	126,353	110,924	15,429	119,776
Supplies	0	1,900	2,590	(690)	2,210
Contracted Services	0	9,500	9,817	(317)	6,158
<i>Total Impound Lot</i>	<u>27,409</u>	<u>137,753</u>	<u>123,331</u>	<u>14,422</u>	<u>128,144</u>
<i>Fire Protection Operations:</i>					
Personnel Services	3,046,319	3,046,319	3,054,732	(8,413)	2,776,347
Supplies	217,000	217,000	158,562	58,438	324,505
Contracted Services	273,025	273,025	153,662	119,363	308,707
Capital Outlay	-	-	-	-	127,795
<i>Total Fire Protection Operations</i>	<u>3,536,344</u>	<u>3,536,344</u>	<u>3,366,956</u>	<u>169,388</u>	<u>3,537,354</u>
Total Public Safety	<u>\$ 7,150,708</u>	<u>\$ 6,988,410</u>	<u>\$ 6,694,678</u>	<u>\$ 293,732</u>	<u>\$ 8,121,803</u>

*Note that the Red Light Camera Expenses, which include Traffic Safety, are now accounted for in a separate fund, (Red Light Camera Fund) that schedule can be found subsequent to the General Fund's – budget to actual with prior year comparative totals for 2022..

CITY OF LEON VALLEY
 REQUIRED SUPPLEMENTARY INFORMATION
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES –
 BUDGET AND ACTUAL
 GENERAL FUND (CONTINUED)
 FOR THE YEAR ENDED SEPTEMBER 30, 2023 WITH COMPARATIVE 2022

	Budgeted Amounts		2023	Variance With	2022
	Original	Final	Actual Amounts	Final Budget - Positive (Negative)	Actual
Public Works:					
Personnel Services	\$ 1,719,291	\$ 1,719,291	\$ 1,472,772	\$ 246,519	\$ 845,196
Supplies	198,315	198,315	131,036	67,279	174,214
Contracted Services	310,587	310,587	335,135	(24,548)	383,205
Total Public Works	<u>2,228,193</u>	<u>2,228,193</u>	<u>1,938,943</u>	<u>289,250</u>	<u>1,402,615</u>
Parks and Recreation:					
Personnel Services	3,045	3,045	3,749	(704)	32,765
Supplies	104,100	104,100	43,342	60,758	37,704
Contracted Services	178,755	178,755	186,720	(7,965)	209,578
Capital Outlay	-	-	-	-	26,288
Total Parks and Recreation	<u>285,900</u>	<u>285,900</u>	<u>233,811</u>	<u>52,089</u>	<u>306,335</u>
Library:					
Personnel Services	501,948	501,948	375,825	126,123	354,461
Supplies	40,250	40,250	40,135	115	43,452
Contracted Services	30,450	30,450	26,542	3,908	99,544
Capital Outlay	-	-	12,984	(12,984)	-
Total Library	<u>572,648</u>	<u>572,648</u>	<u>455,486</u>	<u>117,162</u>	<u>497,457</u>
Information Technology Office					
Personnel Services	120,701	120,701	54,458	66,243	-
Supplies	187,225	187,225	184,924	2,301	-
Contracted Services	-	-	12,574	(12,574)	-
Total Information Technology Office	<u>307,926</u>	<u>307,926</u>	<u>251,956</u>	<u>55,970</u>	<u>-</u>
Community Development Activities:					
<i>Community Development/ Events:</i>					
Personnel Services	276,903	276,903	247,099	29,804	180,891
Supplies	5,280	5,280	3,092	2,188	6,468
Contracted Services	233,350	233,350	134,151	99,199	191,106
Total Community Development/ Events	<u>\$ 515,533</u>	<u>\$ 515,533</u>	<u>\$ 384,342</u>	<u>\$ 131,191</u>	<u>\$ 378,465</u>

CITY OF LEON VALLEY
 REQUIRED SUPPLEMENTARY INFORMATION
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES –
 BUDGET AND ACTUAL
 GENERAL FUND (CONTINUED)
 FOR THE YEAR ENDED SEPTEMBER 30, 2023 WITH COMPARATIVE 2022

	Budgeted Amounts		2023 Actual Amounts	Variance With Final Budget - Positive (Negative)	2022 Actual
	Original	Final			
<i>Special Events:</i>					
Personnel Services	\$ 20,000	\$ 20,000	\$ 38,584	\$ (18,584)	\$ 33,634
Supplies	120,350	120,350	95,478	24,872	91,859
<i>Total Special Events</i>	<u>140,350</u>	<u>140,350</u>	<u>134,062</u>	<u>6,288</u>	<u>125,493</u>
<i>Economic Development:</i>					
Personnel Services	-	182,617	149,919	32,698	183,856
Supplies	-	13,275	9,888	3,387	4,866
Contracted Services	-	246,657	128,832	117,825	105,367
<i>Total Economic Development</i>	<u>-</u>	<u>442,549</u>	<u>288,639</u>	<u>153,910</u>	<u>294,089</u>
Total Community Development Activities	<u>655,883</u>	<u>1,098,432</u>	<u>807,043</u>	<u>291,389</u>	<u>798,047</u>
Total Expenditures	<u>13,337,820</u>	<u>13,643,071</u>	<u>12,489,550</u>	<u>1,153,521</u>	<u>12,319,290</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(1,350,519)</u>	<u>(1,309,046)</u>	<u>2,724,302</u>	<u>4,033,348</u>	<u>1,498,135</u>
OTHER FINANCING SOURCES (USES)					
Transfers In	2,763,578	2,793,408	1,730,006	(1,063,402)	147,790
Transfers Out	(1,326,134)	(3,948,025)	(3,554,548)	393,477	(28,680)
TOTAL OTHER FINANCING SOURCES (USES)	<u>1,437,444</u>	<u>(1,154,617)</u>	<u>(1,824,542)</u>	<u>(669,925)</u>	<u>119,110</u>
Net Change in Fund Balance	<u>86,925</u>	<u>(2,463,663)</u>	<u>899,760</u>	<u>3,363,423</u>	<u>1,617,245</u>
Fund Balances, Beginning	<u>7,336,126</u>	<u>7,336,126</u>	<u>7,336,126</u>	<u>-</u>	<u>5,718,880</u>
Fund Balances, Ending	<u>\$ 7,423,051</u>	<u>\$ 4,872,463</u>	<u>\$ 8,235,886</u>	<u>\$ 3,363,423</u>	<u>\$ 7,336,125</u>

CITY OF LEON VALLEY
 REQUIRED SUPPLEMENTARY INFORMATION
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES –
 BUDGET AND ACTUAL
 RED LIGHT CAMERA FUND
 FOR THE YEAR ENDED SEPTEMBER 30, 2023 WITH COMPARATIVE 2022

	Budgeted Amounts		2023 Actual Amounts	Variance With Final Budget - Positive (Negative)	2022* Actual
	Original	Final			
REVENUES					
Fines & Forfeitures	2,234,341	\$ 2,434,341	\$ 2,263,827	\$ (170,514)	\$ -
Interest Income	3,000	3,000	44,695	41,695	-
Miscellaneous Income	3,000	-	4,289	\$ 4,289	-
TOTAL REVENUES	2,240,341	2,437,341	2,312,811	(124,530)	-
EXPENDITURES					
<i>Law Enforcement Traffic Safety:</i>					
Personnel Services	-	275,892	214,645	61,247	-
Supplies	-	86,830	5,805	81,025	-
Contracted Services	-	-	1,462	(1,462)	-
<i>Total Law Enforcement Traffic Safety</i>	<i>-</i>	<i>362,722</i>	<i>221,912</i>	<i>140,810</i>	<i>-</i>
<i>Law Enforcement Red Light Camera:</i>					
Personnel Services	611,108	611,108	601,327	9,781	-
Supplies	4,000	4,000	3,472	528	-
Contracted Services	901,000	901,000	876,138	24,862	-
<i>Total Law Enforcement Red Light Cameras</i>	<i>1,516,108</i>	<i>1,516,108</i>	<i>1,480,937</i>	<i>35,171</i>	<i>-</i>
TOTAL EXPENDITURES	1,516,108	1,878,830	1,702,849	175,981	-
Excess (Deficiency) of Revenues Over (Under) Expenditures	724,233	558,511	609,962	51,451	-
OTHER FINANCING SOURCES (USES)					
Transfers In	3,007	3,007	919,759	916,752	-
Transfers Out	(200,574)	(452,574)	(452,574)	-	-
TOTAL OTHER FINANCING SOURCES (USES)	(200,574)	(449,567)	467,185	916,752	-
Net Change in Fund Balance	523,659	108,944	1,077,147	968,203	-
FUND BALANCE - BEGINNING	-	-	-	-	-
FUND BALANCE - ENDING	\$ 523,659	\$ 108,944	\$ 1,077,147	\$ 968,203	\$ -

*Note that the 2022 Red Light Camera Expenses, which include Traffic Safety, were accounted for in the General Fund for the year ended 2022. .

CITY OF LEON VALLEY
 REQUIRED SUPPLEMENTARY INFORMATION
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES –
 BUDGET AND ACTUAL
 STREET MAINTENANCE TAX FUND
 FOR THE YEAR ENDED SEPTEMBER 30, 2023 WITH COMPARATIVE 2022

	Budgeted Amounts		2023 Actual Amounts	Variance With Final Budget - Positive (Negative)	2022 Actual
	Original	Final			
REVENUES					
Sales Taxes	\$ 799,000	\$ 799,000	\$ 762,347	\$ (36,653)	\$ 816,052
Investment Earnings	4,000	4,000	44,160	40,160	6,722
TOTAL REVENUES	803,000	803,000	806,507	3,507	822,774
EXPENDITURES					
<i>Current:</i>					
Public Works	966,052	1,517,152	231,641	1,285,511	1,209,409
TOTAL EXPENDITURES	966,052	1,517,152	231,641	1,285,511	1,209,409
Excess (Deficiency) of Revenues Over (Under) Expenditures	(163,052)	(714,152)	574,866	1,289,018	(386,635)
OTHER FINANCING SOURCES (USES)					
Transfers In	-	163,052	-	(163,052)	272,399
TOTAL OTHER FINANCING SOURCES (USES)	-	163,052	-	(163,052)	272,399
Net Change in Fund Balance	(163,052)	(551,100)	574,866	1,125,966	(114,236)
FUND BALANCE - BEGINNING	1,245,522	1,245,522	1,245,522	-	1,359,760
FUND BALANCE - ENDING	\$ 1,082,470	\$ 694,422	\$ 1,820,388	\$ 1,125,966	\$ 1,245,524

CITY OF LEON VALLEY
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
FUND BALANCES – BUDGET AND ACTUAL
YEAR ENDED SEPTEMBER 30, 2023

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 provisions embodied in the annual appropriation budget approved by the City Council and as such is a good management control device. Annual budgets are adopted for the general fund, red light camera fund, water and sewer fund, grant fund, building security fund, child safety fund, municipal court technology fund, debt service fund, police forfeiture fund, crime control and prevention district fund, community center fund and street maintenance tax fund. Project-length financial plans are adopted for capital project funds. Of these budgets, the general fund, red light camera fund, street maintenance tax fund, community center fund, grants fund, crime control preventions fund, child safety fund, state forfeiture fund, federal forfeiture fund, building security fund, court technology fund, and debt service fund are legally adopted.

Budgetary preparation and control is exercised at the fund level. The city manager is authorized to transfer budget amounts between accounts within a department. These transfers cannot increase the overall budgeted expenditures.

CITY OF LEON VALLEY
 REQUIRED SUPPLEMENTARY INFORMATION
 SCHEDULE OF CHANGES – NET PENSION LIABILITY AND RELATED RATIOS
 LAST NINE PLAN YEARS*

	Total Pension Liability			
	2014	2015	2016	2017
Service Cost	\$ 645,011	\$ 761,483	\$ 747,641	\$ 842,875
Interest (on the Total Pension Liability)	2,491,971	2,548,566	2,513,302	2,599,775
Changes of Benefit Terms	-	-	-	-
Difference between Expected and Actual Experience	(806,336)	(863,803)	109,583	194,960
Change of Assumptions	-	149,794	-	-
Benefit Payments, Including Refunds of Employee Contributions	(1,734,074)	(1,426,682)	(2,099,537)	(2,174,580)
Net Change in Total Pension Liability	596,572	1,169,358	1,270,989	1,463,030
Total Pension Liability - Beginning	36,144,116	36,740,688	37,910,046	39,181,035
Total Pension Liability - Ending	<u>\$ 36,740,688</u>	<u>\$ 37,910,046</u>	<u>\$ 39,181,035</u>	<u>\$ 40,644,065</u>
	Plan Fiduciary Net Position			
	2014	2015	2016	2017
Contributions - Employer	\$ 769,208	\$ 813,946	\$ 702,892	\$ 735,312
Contributions - Employee	282,279	311,658	301,671	341,475
Net Investment Income	1,903,667	50,874	2,310,877	4,903,405
Benefit Payments, Including Refunds of Employee Contributions	(1,734,074)	(1,426,682)	(2,099,537)	(2,174,580)
Administrative Expense	(19,877)	(30,989)	(26,101)	(25,416)
Other	(1,634)	(1,531)	(1,406)	(1,286)
Net Change in Plan Fiduciary Net Position	1,199,569	(282,724)	1,188,396	3,778,910
Plan Fiduciary Net Position - Beginning	33,279,600	34,479,169	34,196,445	35,384,841
Plan Fiduciary Net Position - Ending	<u>\$ 34,479,169</u>	<u>\$ 34,196,445</u>	<u>\$ 35,384,841</u>	<u>\$ 39,163,751</u>
Net Pension Liability - Ending	\$ 2,261,519	\$ 3,713,601	\$ 3,796,194	\$ 1,480,314
Plan Fiduciary Net Position as a Percentage of Total Pension Liability	93.84%	90.20%	90.31%	96.36%
Covered Payroll	\$ 4,704,649	\$ 5,194,294	\$ 5,027,846	\$ 5,691,256
Net Pension Liability as a Percentage of Covered Payroll	48.07%	71.49%	75.50%	26.01%

*GASB 68 requires 10 years of data to be provided in this schedule. This is the eighth year implementation of GASB68. The City will develop the schedule prospectively as data becomes available.

Total Pension Liability				
2018	2019	2020	2021	2022
\$ 1,107,270	\$ 1,260,851	\$ 1,322,663	\$ 1,350,668	\$ 1,295,550
2,833,754	2,974,542	3,156,487	3,295,336	3,466,522
1,757,255	-	-	-	-
121,392	696,928	334,550	811,140	57,983
-	97,929	-	-	-
<u>(1,946,832)</u>	<u>(2,160,070)</u>	<u>(2,571,291)</u>	<u>(2,970,074)</u>	<u>(2,816,922)</u>
3,872,839	2,870,180	2,242,409	2,487,070	2,003,133
40,644,065	44,516,904	47,387,084	49,629,493	52,116,563
<u>\$ 44,516,904</u>	<u>\$ 47,387,084</u>	<u>\$ 49,629,493</u>	<u>\$ 52,116,563</u>	<u>\$ 54,119,696</u>

Plan Fiduciary Net Position				
2018	2019	2020	2021	2022
\$ 821,094	\$ 1,193,707	\$ 1,254,515	\$ 1,320,007	\$ 1,235,379
372,609	494,728	512,944	523,515	490,473
(1,172,483)	5,749,089	3,220,466	5,843,029	(3,611,872)
(1,946,832)	(2,160,070)	(2,571,291)	(2,970,074)	(2,816,922)
(22,673)	(32,509)	(20,854)	(27,055)	(31,295)
(1,185)	(977)	(813)	185	37,344
<u>(1,949,470)</u>	<u>5,243,968</u>	<u>2,394,967</u>	<u>4,689,607</u>	<u>(4,696,893)</u>
39,163,751	37,214,281	42,458,249	44,853,216	49,542,823
<u>\$ 37,214,281</u>	<u>\$ 42,458,249</u>	<u>\$ 44,853,216</u>	<u>\$ 49,542,823</u>	<u>\$ 44,845,930</u>

\$ 7,302,623	\$ 4,928,835	\$ 4,776,277	\$ 2,573,740	\$ 9,273,766
83.60%	89.60%	90.38%	95.06%	82.86%
\$ 6,210,153	\$ 7,067,549	\$ 7,327,773	\$ 7,478,782	\$ 7,006,761
117.59%	69.74%	65.18%	34.41%	132.35%

CITY OF LEON VALLEY
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF CITY CONTRIBUTIONS
LAST NINE FISCAL YEARS*

Fiscal Year	Actuarially Determined Contribution	Contributions in Relation to the Actuarially Determined Contribution	Contribution Deficiency (Excess)	Covered Payroll	Contributions as a Percentage of Covered Payroll
2023	\$ 1,412,576	\$ 1,412,576	-	\$7,718,509	18.30%
2022	1,246,582	1,246,582	-	7,075,062	17.62%
2021	1,298,721	1,298,721	-	7,291,513	17.81%
2020	1,243,211	1,243,211	-	7,285,644	17.06%
2019	1,108,962	1,108,962	-	6,920,380	16.02%
2018	830,183	830,183	-	6,231,160	13.32%
2017	735,472	735,472	-	5,492,470	13.39%
2016	738,640	738,640	-	5,036,278	14.67%
2015	779,557	779,557	-	4,923,162	15.83%

*GASB 68 requires 10 fiscal years of data to be provided in this schedule. This is the ninth year implementation of GASB 68. The City will develop the schedule prospectively as data becomes available.

CITY OF LEON VALLEY
 REQUIRED SUPPLEMENTARY INFORMATION
 SCHEDULE OF CHANGES – TOTAL OTHER POST-EMPLOYMENT BENEFIT LIABILITY
 AND RELATED RATIOS
 LAST SIX CALENDAR YEARS*

	Total OPEB Liability					
	2017	2018	2019	2020	2021	2022
Service Cost	\$ 11,383	\$ 14,283	\$ 15,549	\$ 19,052	\$ 23,932	\$ 23,823
Interest on Total OPEB Liability	13,335	13,517	14,951	13,963	12,184	12,180
Changes of Benefit Terms	-	-	-	-	-	-
Difference between Expected and Actual Experience	-	(1,286)	(2,759)	(5,014)	8,166	(706)
Change of Assumptions or Other Inputs	32,701	(28,902)	79,233	78,822	19,746	(217,866)
Benefit Payments	(2,846)	(3,726)	(3,534)	(4,397)	(11,218)	(11,211)
Net Change in Total OPEB Liability	54,573	(6,114)	103,440	102,426	52,810	(193,780)
Total OPEB Liability - Beginning	348,518	403,091	396,977	500,417	602,843	655,653
Total OPEB Liability - Ending	<u>\$ 403,091</u>	<u>\$ 396,977</u>	<u>\$ 500,417</u>	<u>\$ 602,843</u>	<u>\$ 655,653</u>	<u>\$ 461,873</u>
 Covered Employee Payroll	 \$ 5,691,256	 \$ 6,210,153	 \$ 7,067,549	 \$ 7,327,773	 \$ 7,478,782	 \$ 7,006,761
 Total OPEB Liability as a Percentage of Covered Employee Payroll	 7.08%	 6.39%	 7.08%	 8.23%	 8.77%	 6.59%

*GASB Statement No. 75 requires 10 years of data to be provided in this schedule. This is the sixth year of implementation of GASB75. The City will develop the schedule prospectively as data becomes available.

NOTES TO SCHEDULE OF CHANGES

No assets are accumulated in a trust that meets the criteria in paragraph 4 of GASB Statement No. 75 to pay related benefits.

SUPPLEMENTARY INFORMATION

Supplementary information includes combining nonmajor individual fund statements which are not required by the GASB, nor a part of the basic financial statements.

FUND DESCRIPTIONS

SPECIAL REVENUE FUNDS

Special revenue funds are used to account for specific revenues and expenditures that are legally restricted for a specific purpose.

- **Community Center** - Accounts for hotel occupancy tax revenues and expenditures, funding mainly the community and conference centers.
- **Grants Fund** - Accounts for grant revenues received from other governments and the related expenditures.
- **Crime Control and Prevention District** - Accounts for sales tax collection for public safety operations. This special district tax was approved by voters in May 2014.
- **Child Safety Fund** - Accounts for the drug awareness and prevention program, school crossing guards, and other child safety programs.
- **State Police Forfeiture Fund** - Accounts for revenues from seized assets and the allowed expenditure of that revenue.
- **Federal Police Forfeiture Fund** - Accounts for revenues from seized assets in federal cases and the allowed expenditure of that revenue.
- **Building Security Fund** - Accounts for a portion of municipal fines that are allocated to building security and the allowed expenditures.
- **Court Technology** - Accounts for a portion of municipal fines that are allocated to court technology and the allowed expenditures.

OTHER MAJOR FUNDS

- **Debt Service Fund** – Accounts for the accumulation of resources and the related disbursement for the retirement of long term debt.

CITY OF LEON VALLEY
 COMBINING BALANCE SHEET
 NONMAJOR GOVERNMENTAL FUNDS
 SEPTEMBER 30, 2023

	Special Revenue Funds			
	Community Center	Grants	Crime Control and Prevention District	Child Safety
ASSETS				
Cash and Cash Equivalents	\$ 98,121	\$ 6,925	\$ 197,112	\$ 16,009
Investments	231,809	-	356,298	48,277
Accounts Receivable, Net of Allowance:				
Other	16,229	-	-	1,150
Due from Other Governments	-	-	73,424	-
TOTAL ASSETS	<u>\$ 346,159</u>	<u>\$ 6,925</u>	<u>\$ 626,834</u>	<u>\$ 65,436</u>
LIABILITIES AND FUND BALANCE				
<i>Liabilities:</i>				
Accounts Payable	\$ 3,075	\$ 481	\$ 1,512	\$ -
Accrued Expenditures	340	-	701	22
Deposits Payable	51,805	-	-	-
<i>Total Liabilities</i>	<u>55,220</u>	<u>481</u>	<u>2,213</u>	<u>22</u>
<i>Fund Balance:</i>				
Restricted	290,939	6,444	624,621	65,414
<i>Total Fund Balances</i>	<u>290,939</u>	<u>6,444</u>	<u>624,621</u>	<u>65,414</u>
TOTAL LIABILITIES AND FUND BALANCES	<u>\$ 346,159</u>	<u>\$ 6,925</u>	<u>\$ 626,834</u>	<u>\$ 65,436</u>

Special Revenue Funds				Total Nonmajor Governmental Funds
State Police Forefiture	Federal Police Forfeitures	Building Security	Court Technology	
\$ -	\$ 195,226	\$ 28,264	\$ 12,891	\$ 554,548
11,148	194,412	46,173	35,235	923,352
-	-	-	-	17,379
-	-	-	-	73,424
<u>\$ 11,148</u>	<u>\$ 389,638</u>	<u>\$ 74,437</u>	<u>\$ 48,126</u>	<u>\$ 1,568,703</u>
\$ -	\$ -	\$ -	\$ -	\$ 5,068
-	-	-	-	1,063
-	-	-	-	51,805
-	-	-	-	57,936
11,148	389,638	74,437	48,126	1,510,767
<u>11,148</u>	<u>389,638</u>	<u>74,437</u>	<u>48,126</u>	<u>1,510,767</u>
<u>\$ 11,148</u>	<u>\$ 389,638</u>	<u>\$ 74,437</u>	<u>\$ 48,126</u>	<u>\$ 1,568,703</u>

CITY OF LEON VALLEY
 COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND
 CHANGES IN FUND BALANCES
 NONMAJOR GOVERNMENTAL FUNDS
 FOR THE YEAR ENDED SEPTEMBER 30, 2023

	Special Revenue Funds			
	Community Center	Grants	Crime Control and Prevention District	Child Safety
REVENUES				
Sales Taxes	\$ -	\$ -	\$ 415,913	\$ -
Occupancy Taxes	67,842	-	-	-
Fines and Forfeitures	-	-	-	17,780
Grants	-	2,462	-	-
Rent	63,766	-	-	-
Investment Earnings	10,268	-	15,780	2,139
Miscellaneous	36,275	-	3,201	-
TOTAL REVENUES	<u>178,151</u>	<u>2,462</u>	<u>434,894</u>	<u>19,919</u>
EXPENDITURES				
Current:				
Administration	-	-	-	-
Public Safety	-	3,160	245,354	5,343
Community Development	115,822	-	-	-
TOTAL EXPENDITURES	<u>115,822</u>	<u>3,160</u>	<u>245,354</u>	<u>5,343</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>62,329</u>	<u>(698)</u>	<u>189,540</u>	<u>14,576</u>
OTHER FINANCING SOURCES (USES)				
Transfers Out	-	-	(73,147)	-
TOTAL OTHER FINANCING SOURCES (USES)	<u>-</u>	<u>-</u>	<u>(73,147)</u>	<u>-</u>
Net Change in Fund Balance	62,329	(698)	116,393	14,576
Fund Balances, Beginning	<u>228,610</u>	<u>7,142</u>	<u>508,228</u>	<u>50,838</u>
Fund Balances, Ending	<u>\$ 290,939</u>	<u>\$ 6,444</u>	<u>\$ 624,621</u>	<u>\$ 65,414</u>

Special Revenue Funds				
State Police Forfeiture	Federal Police Forfeiture	Building Security	Court Technology	Total Nonmajor Governmental Funds
\$ -	\$ -	\$ -	\$ -	\$ 415,913
-	-	-	-	67,842
-	215,159	22,495	23,357	278,791
-	-	-	-	2,462
-	-	-	-	63,766
494	8,609	2,045	1,561	40,896
-	6,458	-	-	45,934
<u>494</u>	<u>230,226</u>	<u>24,540</u>	<u>24,918</u>	<u>915,604</u>
-	-	-	15,000	15,000
-	-	-	-	253,857
-	-	-	-	115,822
-	-	-	15,000	384,679
<u>494</u>	<u>230,226</u>	<u>24,540</u>	<u>9,918</u>	<u>530,925</u>
-	(120,000)	-	-	(193,147)
-	(120,000)	-	-	(193,147)
494	110,226	24,540	9,918	337,778
10,654	279,412	49,897	38,208	1,172,989
<u>\$ 11,148</u>	<u>\$ 389,638</u>	<u>\$ 74,437</u>	<u>\$ 48,126</u>	<u>\$ 1,510,767</u>

CITY OF LEON VALLEY
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
 BUDGET AND ACTUAL
 COMMUNITY CENTER FUND
 FOR THE YEAR ENDED SEPTEMBER 30, 2023
 (WITH COMPARATIVE ACTUAL TOTALS FOR 2022)

	Budgeted Amounts		2023 Actual Amounts	Variance with Final Budget- Positive (Negative)	2022 Actual Amounts
	Original	Final			
REVENUES					
Occupancy Taxes	\$ 70,000	\$ 70,000	\$ 67,842	\$ (2,158)	\$ 84,186
Rent	50,000	50,000	63,766	13,766	64,292
Investment Earnings	100	100	10,268	10,168	1,470
Miscellaneous	-	-	36,275	36,275	-
TOTAL REVENUES	<u>120,100</u>	<u>120,100</u>	<u>178,151</u>	<u>58,051</u>	<u>149,948</u>
EXPENDITURES					
Current:					
Community Development	132,667	132,667	115,822	16,845	110,211
Capital Outlay	12,000	12,000	-	12,000	-
TOTAL EXPENDITURES	<u>144,667</u>	<u>144,667</u>	<u>115,822</u>	<u>28,845</u>	<u>110,211</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(24,567)</u>	<u>(24,567)</u>	<u>62,329</u>	<u>86,896</u>	<u>39,737</u>
FUND BALANCE, BEGINNING	<u>228,610</u>	<u>228,610</u>	<u>228,610</u>	<u>-</u>	<u>188,873</u>
FUND BALANCE, ENDING	<u>\$ 204,043</u>	<u>\$ 204,043</u>	<u>\$ 290,939</u>	<u>\$ 86,896</u>	<u>\$ 228,610</u>

CITY OF LEON VALLEY
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
 BUDGET TO ACTUAL
 GRANTS FUND
 FOR THE YEAR ENDED SEPTEMBER 30, 2023
 (WITH COMPARATIVE ACTUAL TOTALS FOR 2022)

	Budgeted Amounts		2023 Actual Amounts	Variance with Final Budget- Positive (Negative)	2022 Actual Amounts
	Original	Final			
REVENUES					
Grants	\$ (2,856)	\$ (2,856)	\$ 2,462	\$ 5,318	\$ 2,477
TOTAL REVENUES	<u>(2,856)</u>	<u>(2,856)</u>	<u>2,462</u>	<u>5,318</u>	<u>2,477</u>
EXPENDITURES					
Current:					
Public Safety	2,856	2,856	3,160	(304)	1,500
TOTAL EXPENDITURES	<u>2,856</u>	<u>2,856</u>	<u>3,160</u>	<u>(304)</u>	<u>1,500</u>
Net Change in Fund Balance	(5,712)	(5,712)	(698)	5,014	977
FUND BALANCE, BEGINNING	<u>7,142</u>	<u>7,142</u>	<u>7,142</u>	<u>-</u>	<u>6,165</u>
FUND BALANCE, ENDING	<u>\$ 1,430</u>	<u>\$ 1,430</u>	<u>\$ 6,444</u>	<u>\$ 5,014</u>	<u>\$ 7,142</u>

CITY OF LEON VALLEY
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
 BUDGET TO ACTUAL
 CRIME CONTROL PREVENTION FUND
 FOR THE YEAR ENDED SEPTEMBER 30, 2023
 (WITH COMPARATIVE ACTUAL TOTALS FOR 2022)

	Budgeted Amounts		2023 Actual Amounts	Variance with Final Budget- Positive (Negative)	2022 Actual Amounts
	Original	Final			
REVENUES					
Sales Tax	\$ 308,648	\$ 363,000	\$ 415,913	\$ 52,913	\$ 403,835
Investment Earnings	300	500	15,781	15,281	2,050
TOTAL REVENUES	<u>308,948</u>	<u>363,500</u>	<u>431,694</u>	<u>68,194</u>	<u>405,885</u>
EXPENDITURES					
Current:					
Public Safety	263,329	263,329	245,354	17,975	192,163
TOTAL EXPENDITURES	<u>263,329</u>	<u>263,329</u>	<u>245,354</u>	<u>17,975</u>	<u>192,163</u>
Net Change in Fund Balance	45,619	100,171	113,193	159,316	213,722
FUND BALANCE, BEGINNING	<u>508,228</u>	<u>508,228</u>	<u>508,228</u>	<u>-</u>	<u>294,506</u>
FUND BALANCE, ENDING	<u>\$ 553,847</u>	<u>\$ 608,399</u>	<u>\$ 624,621</u>	<u>\$ 159,316</u>	<u>\$ 508,228</u>

CITY OF LEON VALLEY
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
 BUDGET TO ACTUAL
 CHILD SAFETY FUND
 FOR THE YEAR ENDED SEPTEMBER 30, 2023
 (WITH COMPARATIVE ACTUAL TOTALS FOR 2022)

	Budgeted Amounts		2023 Actual Amounts	Variance with Final Budget- Positive (Negative)	2022 Actual Amounts
	Original	Final			
REVENUES					
Fines and Forfeitures	\$ 15,000	\$ 15,000	\$ 17,780	\$ 2,780	\$ 15,000
Investment Earnings	100	100	2,139	2,039	237
TOTAL REVENUES	<u>15,100</u>	<u>15,100</u>	<u>19,919</u>	<u>4,819</u>	<u>15,237</u>
EXPENDITURES					
Current:					
Public Safety	12,474	12,474	5,343	7,131	5,866
TOTAL EXPENDITURES	<u>12,474</u>	<u>12,474</u>	<u>5,343</u>	<u>7,131</u>	<u>5,866</u>
Net Change in Fund Balance	2,626	2,626	14,576	11,950	9,371
FUND BALANCE, BEGINNING	<u>50,838</u>	<u>50,838</u>	<u>50,838</u>	<u>-</u>	<u>41,467</u>
FUND BALANCE, ENDING	<u>\$ 53,464</u>	<u>\$ 53,464</u>	<u>\$ 65,414</u>	<u>\$ 11,950</u>	<u>\$ 50,838</u>

CITY OF LEON VALLEY
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET TO ACTUAL
STATE POLICE FORFEITURE FUND
FOR THE YEAR ENDED SEPTEMBER 30, 2023
(WITH COMPARATIVE ACTUAL TOTALS FOR 2022)

	Budgeted Amounts		2023 Actual Amounts	Variance with Final Budget- Positive (Negative)	2022 Actual Amounts
	Original	Final			
REVENUES					
Investment Earnings	\$ -	\$ -	\$ 494	\$ 494	\$ 72
TOTAL REVENUES	<u>-</u>	<u>-</u>	<u>494</u>	<u>494</u>	<u>72</u>
Net Change in Fund Balance	-	-	494	494	72
FUND BALANCE, BEGINNING	<u>10,654</u>	<u>10,654</u>	<u>10,654</u>	<u>-</u>	<u>10,582</u>
FUND BALANCE, ENDING	<u>\$ 10,654</u>	<u>\$ 10,654</u>	<u>\$ 11,148</u>	<u>\$ 494</u>	<u>\$ 10,654</u>

CITY OF LEON VALLEY
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
 BUDGET TO ACTUAL
 FEDERAL POLICE FORFEITURE FUND
 FOR THE YEAR ENDED SEPTEMBER 30, 2023
 (WITH COMPARATIVE ACTUAL TOTALS FOR 2022)

	Budgeted Amounts		2023 Actual Amounts	Variance with Final Budget- Positive (Negative)	2022 Actual Amounts
	Original	Final			
REVENUES					
Fines and Forfeitures	\$ 50,000	\$ 50,000	\$ 215,159	\$ 165,159	\$ 129,758
Interest	100	-	8,609	8,609	1,308
TOTAL REVENUES	<u>50,100</u>	<u>50,100</u>	<u>230,226</u>	<u>180,126</u>	<u>131,066</u>
EXPENDITURES					
Current:					
Public Safety	-	-	-	-	74,667
TOTAL EXPENDITURES	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>74,667</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>50,100</u>	<u>50,100</u>	<u>230,226</u>	<u>180,126</u>	<u>56,399</u>
OTHER SOURCES (USES)					
Transfers In (Out)	-	-	(120,000)	(120,000)	3,000
TOTAL OTHER FINANCING SOURCES (USES)	<u>-</u>	<u>-</u>	<u>(120,000)</u>	<u>(120,000)</u>	<u>3,000</u>
Net Change in Fund Balance	50,100	50,100	110,226	60,126	59,399
FUND BALANCE, BEGINNING	<u>279,412</u>	<u>279,412</u>	<u>279,412</u>	<u>-</u>	<u>220,013</u>
FUND BALANCE, ENDING	<u>\$ 329,512</u>	<u>\$ 329,512</u>	<u>\$ 389,638</u>	<u>\$ 60,126</u>	<u>\$ 279,412</u>

CITY OF LEON VALLEY
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
 BUDGET TO ACTUAL
 BUILDING SECURITY FUND
 FOR THE YEAR ENDED SEPTEMBER 30, 2023
 (WITH COMPARATIVE ACTUAL TOTALS FOR 2022)

	Budgeted Amounts		2023 Actual Amounts	Variance with Final Budget- Positive (Negative)	2022 Actual Amounts
	Original	Final			
REVENUES					
Fines and Forfeitures	\$ 15,500	\$ 15,500	\$ 22,495	\$ 6,995	\$ 17,120
Investment Earnings	-	14,288	2,045	(12,243)	\$ 420
TOTAL REVENUES	<u>15,500</u>	<u>29,788</u>	<u>24,540</u>	<u>(5,248)</u>	<u>17,540</u>
EXPENDITURES					
Current:					
Public Safety	14,288	14,288	-	14,288	-
TOTAL EXPENDITURES	<u>14,288</u>	<u>14,288</u>	<u>-</u>	<u>14,288</u>	<u>-</u>
Net Change in Fund Balance	1,212	15,500	24,540	9,040	17,540
FUND BALANCE, BEGINNING	<u>49,897</u>	<u>49,897</u>	<u>49,897</u>	<u>-</u>	<u>32,357</u>
FUND BALANCE, ENDING	<u>\$ 51,109</u>	<u>\$ 65,397</u>	<u>\$ 74,437</u>	<u>\$ 9,040</u>	<u>\$ 49,897</u>

CITY OF LEON VALLEY
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
 BUDGET TO ACTUAL
 COURT TECHNOLOGY FUND
 FOR THE YEAR ENDED SEPTEMBER 30, 2023
 (WITH COMPARATIVE ACTUAL TOTALS FOR 2022)

	Budgeted Amounts		2023 Actual Amounts	Variance with Final Budget- Positive (Negative)	2022 Actual Amounts
	Original	Final			
REVENUES					
Fines and Forfeitures	\$ 15,000	\$ 16,000	\$ 23,357	\$ 7,357	\$ 18,172
Investment Earnings	-	-	1,561	1,561	175
TOTAL REVENUES	<u>15,000</u>	<u>16,000</u>	<u>24,918</u>	<u>8,918</u>	<u>18,347</u>
EXPENDITURES					
Current:					
Administration	37,000	15,000	15,000	-	3,703
TOTAL EXPENDITURES	<u>37,000</u>	<u>15,000</u>	<u>15,000</u>	<u>-</u>	<u>3,703</u>
Net Change in Fund Balance	(22,000)	1,000	9,918	8,918	14,644
FUND BALANCE, BEGINNING	<u>38,208</u>	<u>38,208</u>	<u>38,208</u>	<u>-</u>	<u>23,564</u>
FUND BALANCE, ENDING	<u>\$ 16,208</u>	<u>\$ 39,208</u>	<u>\$ 48,126</u>	<u>\$ 8,918</u>	<u>\$ 38,208</u>

CITY OF LEON VALLEY
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE –
 BUDGET AND ACTUAL
 DEBT SERVICE
 FOR THE YEAR ENDED SEPTEMBER 30, 2023
 (WITH COMPARATIVE ACTUAL TOTALS FOR 2022)

	Budgeted Amounts		2023 Actual Amounts	Variance With Final Budget - Positive (Negative)	2022 Actual
	Original	Final			
REVENUES					
Property Taxes	\$ 586,262	\$ 580,150	\$ 578,989	\$ (1,161)	\$ 568,892
Investment Earnings	-	-	13,445	-	2,113
Miscellaneous Income	-	-	-	-	4,469
TOTAL REVENUES	<u>586,262</u>	<u>580,150</u>	<u>592,434</u>	<u>(1,161)</u>	<u>575,474</u>
EXPENDITURES					
<i>Debt Service:</i>					
Principal	465,000	480,000	430,000	50,000	420,000
Interest and Fiscal Charges	208,013	208,013	148,200	59,813	160,800
TOTAL EXPENDITURES	<u>673,013</u>	<u>688,013</u>	<u>578,200</u>	<u>109,813</u>	<u>580,800</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(86,751)</u>	<u>(107,863)</u>	<u>14,234</u>	<u>122,097</u>	<u>(5,326)</u>
OTHER FINANCING SOURCES (USES)					
Transfers In	107,863	107,863	-	(107,863)	-
TOTAL OTHER FINANCING SOURCES (USES)	<u>107,863</u>	<u>107,863</u>	<u>-</u>	<u>(107,863)</u>	<u>-</u>
Net Change in Fund Balance	21,112	-	14,234	14,234	(5,326)
FUND BALANCE- BEGINNING	<u>414,100</u>	<u>414,100</u>	<u>414,100</u>	<u>-</u>	<u>419,426</u>
FUND BALANCE- ENDING	<u>\$ 435,212</u>	<u>\$ 414,100</u>	<u>\$ 428,334</u>	<u>\$ 14,234</u>	<u>\$ 414,100</u>

STATISTICAL SECTION

This part of the City of Leon Valley'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
- Assessed Value and Estimated Actual Value of Taxable Property
- Direct and Overlapping Property Tax Rates
- Principal Property Taxpayers
- Property Tax Levies and Collections
- Total Water Sold by Type of Customer
- Water and Sewer Rates
- 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 LEON VALLEY
NET POSITION, BY COMPONENT
LAST TEN FISCAL YEARS

	Fiscal Year			
	2014	2015	2016	2017
<i>Governmental Activities</i>				
Net Investment in Capital Assets	\$ 7,414,439	\$ 7,696,092	\$ 8,324,593	\$ 9,534,380
Restricted	90,494	1,657,517	2,186,825	2,999,981
Unrestricted	6,167,021	2,656,933	2,696,144	2,342,091
<i>Total Governmental Activities</i>				
<i>Net Position</i>	<u>\$ 13,671,954</u>	<u>\$ 12,010,542</u>	<u>\$ 13,207,562</u>	<u>\$ 14,876,452</u>
<i>Business-Type Activities</i>				
Net Investment in Capital Assets	\$ 4,057,126	\$ 4,113,942	\$ 4,367,353	\$ 4,049,170
Restricted	993,268	908,705	1,042,946	1,279,204
Unrestricted	1,873,123	1,533,589	1,205,378	2,179,050
<i>Total Business-Type Activities</i>				
<i>Net Position</i>	<u>\$ 6,923,517</u>	<u>\$ 6,556,236</u>	<u>\$ 6,615,677</u>	<u>\$ 7,507,424</u>
<i>Primary Government</i>				
Net Investment in Capital Assets	\$ 11,471,565	\$ 11,810,034	\$ 12,691,946	\$ 13,583,550
Restricted	1,083,762	2,566,222	3,229,771	4,279,185
Unrestricted	8,040,144	4,190,522	3,901,522	4,521,141
<i>Total Primary Government Net Position</i>	<u>\$ 20,595,471</u>	<u>\$ 18,566,778</u>	<u>\$ 19,823,239</u>	<u>\$ 22,383,876</u>

Note – GASB Statement No. 68 has been prospectively implemented in year-end 2015. Years 2014 – 2017 have not been restated for adoption of GASB Statement No. 75.

TABLE 1

Fiscal Year					
2018	2019	2020	2021	2022	2023
\$ 12,241,969	\$ 12,752,432	\$ 13,667,111	\$ 13,953,956	\$ 13,497,385	\$ 16,514,310
4,027,347	2,704,990	2,950,408	2,891,629	3,144,548	5,151,887
2,432,332	2,048,407	559,242	753,703	2,663,066	2,779,400
<u>\$ 18,701,648</u>	<u>\$ 17,505,829</u>	<u>\$ 17,176,761</u>	<u>\$ 17,599,288</u>	<u>\$ 19,304,999</u>	<u>\$ 24,445,597</u>
\$ 4,162,165	\$ 4,872,274	\$ 5,392,876	\$ 5,862,213	\$ 6,332,409	\$ 8,519,400
1,225,716	1,595,199	1,784,772	1,888,685	1,888,685	2,011,865
2,562,095	2,118,143	2,276,563	2,404,894	1,883,625	2,062,571
<u>\$ 7,949,976</u>	<u>\$ 8,585,616</u>	<u>\$ 9,454,211</u>	<u>\$ 10,155,792</u>	<u>\$ 10,104,719</u>	<u>\$ 12,593,836</u>
\$ 16,404,134	\$ 17,624,706	\$ 19,059,987	\$ 19,816,169	\$ 19,829,794	\$ 25,033,710
5,253,063	4,300,189	4,735,180	4,780,314	5,033,233	7,163,752
4,994,427	4,166,550	2,835,805	3,158,597	4,546,691	4,841,971
<u>\$ 26,651,624</u>	<u>\$ 26,091,445</u>	<u>\$ 26,630,972</u>	<u>\$ 27,755,080</u>	<u>\$ 29,409,718</u>	<u>\$ 37,039,433</u>

CITY OF LEON VALLEY
CHANGE IN NET POSITION
LAST TEN FISCAL YEARS

	Fiscal Year			
	2014	2015	2016	2017
Expenses				
<i>Governmental Activities</i>				
Administration	\$ 828,573	\$ 983,952	\$ 1,125,550	\$ 1,052,772
Public Safety	4,536,351	4,701,582	4,598,579	5,731,890
Public Works	1,650,987	2,363,083	1,492,449	1,960,573
Information Technology Office	-	-	-	-
Parks and Recreation	186,386	169,947	228,169	357,055
Library	302,721	320,572	367,252	375,764
Communications	-	-	355,508	322,727
Community Development	641,724	676,880	880,111	753,029
Interest and Fiscal Agent Fees	248,324	239,237	205,890	228,101
<i>Total Governmental Activities Expenses</i>	<u>8,395,066</u>	<u>9,455,253</u>	<u>9,253,508</u>	<u>10,781,911</u>
<i>Business-Type Activities</i>				
Water/Wastewater Utilities	3,365,772	3,481,521	3,752,522	3,901,345
<i>Total Business-Type Activities</i>	<u>3,365,772</u>	<u>3,481,521</u>	<u>3,752,522</u>	<u>3,901,345</u>
Total Primary Government Expenses	<u>\$ 11,760,838</u>	<u>\$ 12,936,774</u>	<u>\$ 13,006,030</u>	<u>\$ 14,683,256</u>
Program Revenues				
<i>Governmental Activities</i>				
Charges for Service:				
Administration	\$ 284,034	\$ 258,388	\$ 537,825	\$ 319,498
Public Safety	803,036	694,303	724,018	1,620,197
Parks and Recreation	15,586	13,850	15,632	-
Library	3,490	3,521	4,249	-
Community Development	168,648	166,775	167,074	76,357
Operating Grants and Contributions	95,028	240,763	160,001	476,415
Capital Grants and Contributions	-	170,747	37,766	-
<i>Total Governmental Activities Program Revenues</i>	<u>1,369,822</u>	<u>1,548,347</u>	<u>1,646,565</u>	<u>2,492,467</u>
<i>Business-Type Activities</i>				
Charges for Service:				
Water/Wastewater Utilities	3,275,292	3,481,570	3,683,776	4,589,550
Operating Grants and Contributions	-	-	-	120,165
Capital Grants and Contributions	-	-	-	-
<i>Total Business-Type Activities Program Revenues</i>	<u>3,275,292</u>	<u>3,481,570</u>	<u>3,683,776</u>	<u>4,709,715</u>
Total Primary Government Program Revenues	<u>\$ 4,645,114</u>	<u>\$ 5,029,917</u>	<u>\$ 5,330,341</u>	<u>\$ 7,202,182</u>

Note – GASB Statement No. 68 has been prospectively implemented in year-end 2015. Years 2014 – 2017 have not been restated for adoption of GASB Statement No. 75.

TABLE 2

		Fiscal Year									
		2018	2019	2020	2021	2022	2023				
\$	1,163,357	\$	1,134,888	\$	1,668,621	\$	1,272,072	\$	1,490,181	\$	2,361,242
	6,825,574		10,029,264		9,182,852		8,427,384		8,192,664		9,760,863
	1,366,183		3,110,746		2,128,939		2,464,829		2,908,030		2,593,652
	-		-		-		-		-		211,958
	372,372		306,749		328,675		326,685		327,054		349,505
	421,642		413,677		413,953		438,436		514,467		460,126
	-		-		-		-		-		-
	828,978		932,724		939,644		919,311		1,054,053		1,024,951
	201,460		186,603		177,398		216,131		100,420		98,366
	<u>11,179,566</u>		<u>16,114,651</u>		<u>14,840,082</u>		<u>14,064,848</u>		<u>14,586,869</u>		<u>16,860,663</u>
	<u>4,720,880</u>		<u>4,978,650</u>		<u>4,476,212</u>		<u>4,447,693</u>		<u>5,613,181</u>		<u>3,148,657</u>
	<u>4,720,880</u>		<u>4,978,650</u>		<u>4,476,212</u>		<u>4,447,693</u>		<u>5,613,181</u>		<u>3,148,657</u>
\$	<u><u>15,900,446</u></u>	\$	<u><u>21,093,301</u></u>	\$	<u><u>19,316,294</u></u>	\$	<u><u>18,512,541</u></u>	\$	<u><u>20,200,050</u></u>	\$	<u><u>20,009,320</u></u>
\$	319,498	\$	661,149	\$	409,905	\$	276,482	\$	330,496	\$	330,494
	1,620,197		3,441,827		3,296,536		3,062,361		3,058,806		3,455,638
	-		-		-		-		-		-
	-		-		-		-		-		-
	76,357		77,660		11,290		20,253		64,586		67,383
	476,415		130,103		604,876		67,282		57,184		53,503
	-		105,767		-		-		159,946		4,764,275
	<u>2,492,467</u>		<u>4,416,506</u>		<u>4,322,607</u>		<u>3,426,378</u>		<u>3,671,018</u>		<u>8,671,293</u>
	4,623,442		5,218,441		4,995,934		5,095,369		5,381,349		5,231,485
	-		-		-		-		-		-
	485,976		302,632		-		-		365,395		-
	<u>5,109,418</u>		<u>5,521,073</u>		<u>4,995,934</u>		<u>5,095,369</u>		<u>5,746,744</u>		<u>5,231,485</u>
\$	<u><u>7,601,885</u></u>	\$	<u><u>9,937,579</u></u>	\$	<u><u>9,318,541</u></u>	\$	<u><u>8,521,747</u></u>	\$	<u><u>9,417,762</u></u>	\$	<u><u>13,902,778</u></u>

CITY OF LEON VALLEY
CHANGE IN NET POSITION (CONTINUED)
LAST TEN FISCAL YEARS

	Fiscal Year			
	2014	2015	2016	2017
Net (Expenses)/Revenue				
Governmental Activities	\$ (7,025,244)	\$ (7,906,906)	\$ (7,606,943)	\$ (8,289,444)
Business-Type Activities	(90,480)	49	(68,746)	808,370
Total Primary Government Net Expenses	<u>\$ (7,115,724)</u>	<u>\$ (7,906,857)</u>	<u>\$ (7,675,689)</u>	<u>\$ (7,481,074)</u>
Governmental Revenues and Other Changes in Net Position				
<i>Governmental Activities</i>				
Taxes:				
Property Taxes	\$ 4,021,701	\$ 4,122,721	\$ 4,440,697	\$ 4,752,901
Sales Taxes	2,918,244	3,058,953	3,177,019	3,517,289
Franchise Taxes	895,174	974,361	1,072,898	1,104,166
Occupancy Taxes	91,125	86,661	67,691	80,600
Interest and Investment Earnings	4,277	4,678	17,663	55,460
Miscellaneous	26,879	21,896	27,995	447,168
Transfers	20,000	70,000	-	750
<i>Total Governmental Activities</i>	<u>7,977,400</u>	<u>8,339,270</u>	<u>8,803,963</u>	<u>9,958,334</u>
<i>Business-Type Activities</i>				
Interest and Investment Earnings	2,579	889	1,270	11,987
Miscellaneous	5,914	144,390	84,682	116,200
Impact Fees	20,417	-	-	-
Transfers	-	(20,000)	(70,000)	-
<i>Total Business-Type Activities</i>	<u>28,910</u>	<u>125,279</u>	<u>15,952</u>	<u>128,187</u>
Total Primary Government	<u>\$ 8,006,310</u>	<u>\$ 8,464,549</u>	<u>\$ 8,819,915</u>	<u>\$ 10,086,521</u>
Changes In Net Position				
Government Activities	\$ 952,156	\$ 432,364	\$ 1,197,020	\$ 1,668,890
Business-Type Activities	(61,570)	125,328	(52,794)	936,557
Total Primary Government	<u>\$ 890,586</u>	<u>\$ 557,692</u>	<u>\$ 1,144,226</u>	<u>\$ 2,605,447</u>

TABLE 2 (Continued)

		Fiscal Year									
		2018	2019	2020	2021	2022	2023				
\$	(8,687,099)	\$	(11,698,145)	\$	(10,517,475)	\$	(10,638,470)	\$	(10,915,851)	\$	(8,189,370)
	388,538		542,423		519,722		647,676		133,563		2,082,828
\$	<u>(8,298,561)</u>	\$	<u>(11,155,722)</u>	\$	<u>(9,997,753)</u>	\$	<u>(9,990,794)</u>	\$	<u>(10,782,288)</u>	\$	<u>(6,106,542)</u>
\$	4,944,531	\$	5,113,648	\$	5,447,139	\$	5,558,254	\$	5,863,936	\$	6,038,893
	3,687,415		3,746,775		3,738,177		4,270,709		4,922,322		5,061,764
	961,149		919,205		809,636		876,389		928,847		1,172,251
	94,639		89,936		50,523		89,993		84,186		67,842
	134,411		233,900		94,530		3,074		76,035		579,759
	371,832		399,343		361,884		262,578		351,727		599,325
	(47,650)		(481)		(313,482)		-		394,509		(189,866)
	<u>10,146,327</u>		<u>10,502,326</u>		<u>10,188,407</u>		<u>11,060,997</u>		<u>12,621,562</u>		<u>13,329,968</u>
	60,337		92,436		35,341		2,131		28,490		145,607
	-		300		50		51,774		181,383		70,816
	-		-		-		-		-		-
	47,650		481		313,482		-		(394,509)		189,866
	<u>107,987</u>		<u>93,217</u>		<u>348,873</u>		<u>53,905</u>		<u>(184,636)</u>		<u>406,289</u>
\$	<u>10,254,314</u>	\$	<u>10,595,543</u>	\$	<u>10,537,280</u>	\$	<u>11,114,902</u>	\$	<u>12,436,926</u>	\$	<u>13,736,257</u>
\$	1,459,228	\$	(1,195,819)	\$	(329,068)	\$	422,527	\$	1,705,711	\$	5,140,598
	496,525		635,640		868,595		701,581		(51,073)		2,489,117
\$	<u>1,955,753</u>	\$	<u>(560,179)</u>	\$	<u>539,527</u>	\$	<u>1,124,108</u>	\$	<u>1,654,638</u>	\$	<u>7,629,715</u>

CITY OF LEON VALLEY
FUND BALANCES - GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS

	Fiscal Year			
	2014	2015	2016	2017
<i>General Fund:</i>				
Nonspendable	\$ 54,631	\$ 56,442	\$ 14,201	\$ 52,650
Restricted	90,494	114,962	154,393	497,329
Committed	900,000	900,000	900,000	1,000,000
Assigned	25,275	25,275	25,275	80,700
Unassigned	2,756,058	2,779,498	3,567,496	3,508,662
<i>Total General Fund</i>	<u>\$ 3,826,458</u>	<u>\$ 3,876,177</u>	<u>\$ 4,661,365</u>	<u>\$ 5,139,341</u>
<i>All Other Governmental Funds:</i>				
Nonspendable	\$ 1,310	\$ 1,990	\$ -	\$ 2,095
Restricted	5,862,738	2,874,942	2,032,432	2,502,591
Committed	795,672	664,842	-	-
Assigned	105,373	111,139	93,679	-
Unassigned	-	-	-	-
<i>Total All Other Governmental Funds</i>	<u>\$ 6,765,093</u>	<u>\$ 3,652,913</u>	<u>\$ 2,126,111</u>	<u>\$ 2,504,686</u>

TABLE 3

Fiscal Year					
2018	2019	2020	2021	2022	2023
\$ 11,163	\$ 5,824	\$ 4,434	\$ 4,854	\$ 4,568	\$ 5,472
23,868	235,416	261,124	283,940	304,190	304,923
1,000,000	1,000,000	1,000,000	1,000,000	1,000,000	1,000,000
459,127	1,154,763	749,556	1,068,942	1,501,435	1,006,394
3,359,401	4,370,549	3,784,196	3,361,144	4,525,932	5,919,097
<u>\$ 4,853,559</u>	<u>\$ 6,766,552</u>	<u>\$ 5,799,310</u>	<u>\$ 5,718,880</u>	<u>\$ 7,336,125</u>	<u>\$ 8,235,886</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
3,499,337	2,463,234	2,680,737	2,596,713	2,832,611	3,759,489
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>\$ 3,499,337</u>	<u>\$ 2,463,234</u>	<u>\$ 2,680,737</u>	<u>\$ 2,596,713</u>	<u>\$ 2,832,611</u>	<u>\$ 3,759,489</u>

CITY OF LEON VALLEY
 CHANGES IN FUND BALANCES, GOVERNMENTAL FUNDS
 LAST TEN FISCAL YEARS

	Fiscal Year			
	2014	2015	2016	2017
REVENUES				
Property Taxes	\$ 4,012,433	\$ 4,143,068	\$ 4,432,407	\$ 4,755,462
Nonproperty Taxes	3,009,369	3,145,614	3,333,880	4,702,056
Grants/Intergovernmental	8,104	8,852	7,394	233,473
Charges for Services	1,988,654	2,123,854	2,132,647	1,939,695
Other	299,392	416,576	535,910	821,919
TOTAL REVENUES	9,317,952	9,837,964	10,442,238	12,452,605
EXPENDITURES				
Current:				
Administrative	769,842	951,121	1,035,474	878,060
Public Safety	4,258,045	4,609,076	4,320,120	5,179,406
Public Works	1,462,747	2,238,664	1,319,658	1,809,169
Parks and Recreation	157,643	142,794	198,429	324,379
Information Technology Office	-	-	-	-
Library	288,871	317,049	346,782	360,023
Communications	-	-	348,793	322,727
Community Development	583,068	624,724	823,889	699,342
Capital Outlay	3,909,161	3,408,801	2,110,337	1,341,443
Debt Service:				
Principal	420,000	430,000	445,000	460,000
Interest	257,121	245,946	233,370	222,255
Fiscal Agent Fees and Bond Issue Costs	1,500	2,250	2,000	-
TOTAL EXPENDITURES	12,107,998	12,970,425	11,183,852	11,596,804
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(2,790,046)</u>	<u>(3,132,461)</u>	<u>(741,614)</u>	<u>855,801</u>
OTHER FINANCING SOURCES (USES)				
Transfers In	220,770	590,803	707,203	750
Transfers Out	(200,770)	(520,803)	(707,203)	-
Bond Premium	-	-	-	-
Issuance of Debt	-	-	-	-
Payments to Refunding Agent	-	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	20,000	70,000	-	750
NET CHANGE IN FUND BALANCE	\$ (2,770,046)	\$ (3,062,461)	\$ (741,614)	\$ 856,551
Debt Service as a Percentage of				
Noncapital Expenditures	8.3%	7.1%	7.5%	6.7%

TABLE 4

		Fiscal Year									
		2018	2019	2020	2021	2022	2023				
\$	4,940,751	\$	5,104,964	\$	5,441,159	\$	5,556,003	\$	5,848,954	\$	6,029,270
	4,743,203		4,755,916		4,598,336		5,237,092		5,935,354		6,301,856
	2,184,103		235,870		604,876		67,282		217,424		4,821,395
	3,014,022		4,177,392		3,788,092		3,424,315		3,456,614		3,892,428
	457,535		636,484		386,056		200,433		497,897		1,234,157
	<u>15,339,614</u>		<u>14,910,626</u>		<u>14,818,519</u>		<u>14,485,125</u>		<u>15,956,243</u>		<u>22,279,106</u>
	937,870		933,682		1,440,302		1,090,696		1,196,736		2,122,633
	6,663,001		7,886,368		8,370,905		8,170,836		8,268,204		8,651,384
	1,135,180		2,562,290		1,693,018		2,160,982		2,612,024		2,170,584
	358,460		281,387		288,235		299,170		280,047		233,811
	-		-		-		-		-		251,956
	402,110		407,886		397,869		401,639		497,457		442,502
	-		-		-		-		-		-
	768,403		857,365		859,448		839,794		908,258		922,865
	3,137,262		968,781		1,568,953		1,056,582		154,083		3,673,293
	475,000		440,000		450,000		449,934		420,000		430,000
	205,809		195,495		186,043		179,948		160,800		148,200
	-		-		-		121,016		-		-
	<u>14,083,095</u>		<u>14,533,254</u>		<u>15,254,773</u>		<u>14,770,597</u>		<u>14,497,609</u>		<u>19,047,228</u>
	1,256,519		377,372		(436,254)		(285,472)		1,458,634		3,231,878
	750		-		179,240		-		423,189		6,188,202
	(48,400)		(481)		(492,722)		-		(28,680)		(6,378,067)
	-		-		-		641,083		-		-
	-		-		-		5,775,000		-		-
	-		-		-		(6,295,066)		-		-
	<u>(47,650)</u>		<u>(481)</u>		<u>(313,482)</u>		<u>121,017</u>		<u>394,509</u>		<u>(189,865)</u>
\$	<u>1,208,869</u>	\$	<u>376,891</u>	\$	<u>(749,736)</u>	\$	<u>(164,455)</u>	\$	<u>1,853,143</u>	\$	<u>3,042,013</u>
	6.2%		4.7%		4.6%		4.6%		4.0%		3.5%

CITY OF LEON VALLEY
TAX REVENUE BY SOURCE – GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS

TABLE 5

<u>Fiscal Year</u>	<u>Property</u>	<u>Sales & Use</u>	<u>Occupancy</u>	<u>Franchise</u>	<u>Total Revenue</u>
2014	\$ 4,012,433	\$ 3,009,369	\$ 91,125	\$ 895,174	\$ 8,008,101
2015	4,143,068	3,145,614	86,661	974,361	8,349,704
2016	4,432,407	3,333,880	67,691	983,728	8,817,706
2017	4,755,462	3,517,290	80,600	1,104,166	9,457,518
2018	4,940,751	3,687,415	94,639	961,149	9,683,954
2019	5,104,964	3,746,775	89,936	919,205	9,860,880
2020	5,441,159	3,738,177	50,523	809,636	10,039,495
2021	5,556,003	4,270,710	89,993	876,389	10,793,095
2022	5,848,954	4,922,321	84,186	928,847	11,784,308
2023	6,029,270	5,061,763	67,842	1,172,251	12,331,126

CITY OF LEON VALLEY
ASSESSED VALUE AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY
LAST TEN FISCAL YEARS

TABLE 6

<u>Fiscal Year</u>	<u>Total Taxable Assessed Value</u>	<u>Total Direct TaxRate</u>
2014	\$ 677,076,160	0.574282
2015	681,878,582	0.582915
2016	707,418,512	0.575507
2017	740,061,497	0.561615
2018	817,913,902	0.556599
2019	887,140,474	0.556599
2020	997,287,526	0.545877
2021	1,116,994,425	0.535904
2022	1,184,330,358	0.534099
2023	1,334,257,065	0.484739

Source: Bexar, Comal and Guadalupe County Appraisal Districts

NOTES: Property in the City of Leon Valley 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 LEON VALLEY
 DIRECT AND OVERLAPPING PROPERTY TAX RATES
 LAST TEN FISCAL YEARS
 (UNAUDITED)

TABLE 7

Fiscal Year	City Direct Rates			Overlapping Rates	
	General Fund	Debt Service	Total Direct	School District	Bexar County
2014	0.4768	0.1062	0.5829	1.3755	0.3269
2015	0.4768	0.0988	0.5755	1.3755	0.3145
2016	0.4712	0.0904	0.5616	1.3755	0.3145
2017	0.4746	0.0820	0.5566	1.3755	0.3090
2018	0.4788	0.0778	0.5566	1.3755	0.3041
2019	0.4783	0.0676	0.5459	1.3755	0.3011
2020	0.4754	0.0682	0.5436	1.3055	0.3011
2021	0.4722	0.0637	0.5359	1.2857	0.3011
2022	0.4816	0.0525	0.5341	1.2631	0.3000
2023	0.4383	0.0464	0.4847	1.1901	0.3000

	Overlapping Rates		
	University Health System	San Antonio River Authority	Alamo Community College
2014	0.27624	0.01780	0.14915
2015	0.27624	0.01750	0.14915
2016	0.27624	0.01729	0.14915
2017	0.27624	0.01729	0.14915
2018	0.27624	0.01729	0.14915
2019	0.27624	0.01858	0.14915
2020	0.27624	0.01858	0.14915
2021	0.27624	0.01858	0.14915
2022	0.27624	0.01836	0.14915
2023	0.27624	0.01836	0.14915

Source: Bexar County Tax Offices

NOTE: Overlapping rates are those of local and county governments that apply within the City of Leon Valley. Not all overlapping rates apply to all City of Leon Valley property owners.

CITY OF LEON VALLEY
 PRINCIPAL PROPERTY TAX PAYERS
 CURRENT YEAR AND NINE YEARS AGO

TABLE 8

Taxpayer	2023			2014		
	Taxable Assessed Value	Rank	Percentage of Total City Taxable Assessed Value	Taxable Assessed Value	Rank	Percentage of Total City Taxable Assessed Value
Timberhill Commons LTD	\$ 58,541,310	1	4.39%	-	-	-
5622 Equity De LLC	41,000,000	2	3.07%	-	-	-
Ancira-Winton Chevrolet	40,285,220	3	3.02%	\$ 17,282,400	2	2.53%
PF Bandera LLC	23,541,500	4	1.76%	-	-	-
Valencia Lofts	22,500,000	5	1.69%	-	-	-
5650 Grissom Owner LP	21,500,100	6	1.61%	-	-	-
Leors Holdings LLC	16,552,763	7	1.24%	11,714,950	5	1.72%
Barcelona Lofts LLC	15,700,000	8	1.18%	11,500,000	6	1.69%
Omninet Tower LP	12,400,000	9	0.93%	10,150,000	7	1.49%
6300 Rue Marielyne PO LLC	10,750,000	10	0.81%	-	-	-
H.E.B. Grocery	-	-	-	20,050,000	1	2.94%
Vista Del Rey	-	-	-	14,213,750	3	2.08%
VR Shadow Valley Holdings	-	-	-	12,600,100	4	1.84%
Forest Green Association	-	-	-	6,410,000	8	0.94%
SA West Loop II Investors	-	-	-	5,600,000	9	0.82%
Southwestern Bell	-	-	-	5,285,851	10	0.78%
TOTALS	\$ 262,770,893		19.69%	\$ 114,807,051		16.83%
TOTAL TAXABLE ASSESSED VALUE	\$ 1,334,257,065			\$ 677,076,160		

Source: Bexar County Appraisal District

CITY OF LEON VALLEY
PROPERTY TAX LEVIES AND COLLECTIONS
LAST TEN FISCAL YEARS
(UNAUDITED)

TABLE 9

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
2014	\$ 4,023,348	\$ 3,940,694	97.95%	\$ 72,856	\$ 4,013,550	99.76%
2015	4,130,740	4,050,446	98.06%	70,736	4,121,182	99.77%
2016	4,432,631	4,369,996	98.59%	50,949	4,420,945	99.74%
2017	4,738,086	4,685,787	98.90%	41,320	4,727,107	99.77%
2018	5,019,786	4,966,303	98.93%	39,141	5,005,444	99.71%
2019	5,137,625	5,080,976	98.90%	42,288	5,123,264	99.72%
2020	5,446,779	5,388,962	98.94%	37,622	5,426,584	99.63%
2021	5,599,495	5,545,111	99.03%	27,866	5,517,245	98.53%
2022	5,805,577	5,741,734	98.90%	29,939	5,741,734	98.90%
2023	5,925,028	5,856,964	98.85%	-	5,856,964	98.85%

Source: Bexar County Appraisal District

CITY OF LEON VALLEY
WATER SOLD BY TYPE OF CUSTOMER
LAST TEN FISCAL YEARS
(UNAUDITED)

TABLE 10

Type of Customer	Fiscal Year				
	2014	2015	2016	2017	2018
Residential	\$ 184,014,000	\$ 176,710,000	\$ 177,355,000	\$ 160,769,000	\$ 155,524,000
Commerical	120,423,155	131,218,294	142,359,865	132,729,922	128,377,775
Total	<u>\$ 304,437,155</u>	<u>\$ 307,928,294</u>	<u>\$ 319,714,865</u>	<u>\$ 293,498,922</u>	<u>\$ 283,901,775</u>
Total Direct Rate per 1,000 Gallons	<u>\$ 1.05</u>	<u>\$ 1.08</u>	<u>\$ 1.08</u>	<u>\$ 1.08</u>	<u>\$ 3.18</u>

Type of Customer	Fiscal Year				
	2019	2020	2021	2022	2023
Residential	\$ 142,601,000	\$ 160,304,400	\$ 146,792,100	\$ 155,678,000	\$ 154,718,000
Commerical	128,044,700	129,810,102	128,201,713	135,567,000	155,661,000
Total	<u>\$ 270,645,700</u>	<u>\$ 290,114,502</u>	<u>\$ 274,993,813</u>	<u>\$ 291,245,000</u>	<u>\$ 310,379,000</u>
Total Direct Rate per 1,000 Gallons	<u>\$ 3.37</u>	<u>\$ 3.56</u>	<u>\$ 3.56</u>	<u>\$ 3.56</u>	<u>\$ 3.56</u>

Source: Leon Valley Water Department.

CITY OF LEON VALLEY
WATER AND SEWER RATES
LAST TEN FISCAL YEARS

TABLE 11

Fiscal Year	Water		Sewer	
	Monthly Base Rate	Rate per 1,000 Gallons	Monthly Base Rate	Rate per 1,000 Gallons
2014	\$ 9.36	\$ 1.08	\$ 13.55	\$ 5.27
2015	9.36	1.08	14.36	5.59
2016	9.36	1.08	15.08	5.59
2017	11.20	3.18	15.08	5.83
2018	11.48	3.37	15.08	5.92
2019	11.76	3.56	15.08	6.24
2020	11.76	3.56	15.08	6.24
2021	11.76	3.56	15.08	6.24
2022	11.76	3.56	15.08	6.24
2023	11.76	3.56	15.08	6.24

NOTES: Rates are based on 5/8" meter, which is the standard household meter size.

CITY OF LEON VALLEY
TAXABLE ASSESSED VALUE
LAST TEN FISCAL YEARS
(UNAUDITED)

TABLE 12

<u>Fiscal Year</u>	<u>Residential Property</u>	<u>Commercial Property</u>	<u>Industrial Property</u>	<u>Less: Tax-Exempt Property</u>	<u>Total Taxable Assessed Value</u>	<u>Total Direct Tax Rate</u>
2014	\$ 455,927,780	\$ 266,406,857	\$ 5,103,401	\$ 50,361,878	\$ 677,076,160	0.574282
2015	460,768,403	265,776,360	5,426,124	50,092,305	681,878,582	0.582915
2016	473,221,531	278,323,833	6,158,319	50,285,171	707,418,512	0.575507
2017	504,499,829	288,913,043	5,574,551	58,925,926	740,061,497	0.561615
2018	558,785,477	324,533,883	5,961,942	71,367,400	817,913,902	0.556599
2019	597,606,183	361,183,881	6,527,631	78,177,221	887,140,474	0.556599
2020	677,156,407	378,811,873	8,057,007	66,737,761	997,287,526	0.545877
2021	636,307,764	574,292,157	9,034,492	102,639,988	1,116,994,425	0.535904
2022	689,389,560	599,369,775	9,071,223	113,500,200	1,184,330,358	0.534099
2023	818,724,389	674,604,836	9,494,623	168,566,783	1,334,257,065	0.484739

CITY OF LEON VALLEY
RATIOS OF DEBT OUTSTANDING BY TYPE
LAST TEN FISCAL YEARS

TABLE 13

Fiscal Year	General Bonded Debt Outstanding			Available in Debt Service Fund	Total	Percentage of Actual Taxable Value of Property
	General Obligation Bonds	Private Property Finance Contracts	Certificates of Obligation			
2014	\$ 8,125,000	\$ 870,000	\$ -	\$ (256,246)	\$ 8,738,754	1.28%
2015	7,857,138	725,000	-	(286,735)	8,295,403	1.17%
2016	7,450,179	780,000	2,086,424	(320,527)	9,996,076	1.35%
2017	7,028,220	735,000	2,062,543	(339,874)	9,485,889	1.16%
2018	6,596,261	685,000	2,023,662	(350,176)	8,954,747	1.01%
2019	6,199,302	635,000	1,975,901	(341,448)	8,468,755	0.85%
2020	5,792,343	585,000	1,932,020	(387,927)	7,921,436	0.71%
2021	5,966,083	-	1,883,139	(419,426)	7,429,796	0.63%
2022	5,487,803	-	1,834,258	(414,099)	6,907,962	0.58%
2023	5,010,116	-	1,780,377	(428,334)	6,362,159	0.48%

NOTE: Details regarding the City's outstanding debt can be found in the notes to the basic financial statements. See Table 6 for the City's property tax value data. City population data can be found in Table 18.

CITY OF LEON VALLEY
RATIOS OF GENERAL BONDED DEBT OUSTANDING
CURRENT YEAR

TABLE 14

Fiscal Year	Governmental Activities			Business-Type Activities		Total Primary Government	Percent of Gross Income	Per Capita
	General Obligation Bonds	Private Property Finance Contracts	Certificates of Obligation	Revenue Bonds	Certificates of Obligation			
2014	\$ 8,125,000	\$ 870,000	\$ -	\$ -	\$ -	\$ 8,995,000	3.32%	804
2015	7,857,138	725,000	-	-	-	8,582,138	3.17%	763
2016	7,450,179	780,000	-	-	2,086,424	10,316,603	3.81%	920
2017	7,028,220	735,000	-	-	2,062,543	9,825,763	3.63%	873
2018	6,596,261	685,000	-	-	2,023,662	9,304,923	3.43%	824
2019	6,199,302	635,000	-	-	1,975,901	8,810,203	3.25%	779
2020	5,792,343	585,000	-	-	1,932,020	8,309,363	3.07%	729
2021	5,966,083	-	-	-	1,883,139	7,849,222	2.27%	644
2022	5,487,803	-	-	-	1,834,258	7,322,061	2.22%	601
2023	5,010,116	-	-	-	1,780,377	6,790,493	2.06%	557

NOTE: Details regarding the City's outstanding debt can be found in the notes to the basic financial statements. See Table 6 for the City's property tax value data. City population data can be found in Table 18.

CITY OF LEON VALLEY
 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>			
Alamo CCD	\$ 578,325,000	0.61%	\$ 3,527,783
Bexar County	1,896,160,000	0.61%	11,566,576
Bexar County Hospital District	902,130,000	0.61%	5,502,993
Northside Independent School District	2,265,280,000	1.72%	38,962,816
Subtotal, Overlapping Debt			59,560,168
City Governmental Activities Direct Debt			5,010,116
TOTAL NET OVERLAPPING DEBT			\$ 64,570,284

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 debt is the proportionate share of the debts of local jurisdictions located wholly or in part within the limits of the City of Leon Valley. This schedule is intended to demonstrate the total debt that the City of Leon Valley property tax payers will be expected to repay. The amount of debt applicable to the City of Leon Valley is computed by (a) determining what portion of total assessed value of the overlapping jurisdiction lies within the limits of the City and (b) applying this percentage to the total governmental activities debt of the overlapping jurisdiction.*

CITY OF LEON VALLEY
DEBT MARGIN INFORMATION
LAST TEN FISCAL YEARS

TABLE 16

Assessed Value, 2022 Tax Roll		<u>\$ 1,334,257,065</u>
Debt Limit - Texas statues 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.		\$ 133,425,707
Amount of Applicable Debt:		
General Bonded Debt	\$ 5,010,116	
Less Debt Service Net Position	<u>(438,662)</u>	<u>4,571,454</u>
DEBT MARGIN		<u><u>\$ 128,854,253</u></u>
Total Net Debt as a Percentage of Debt Margin		3.55%

	Fiscal Year		
	2020	2021	2022
Assessed Value	\$ 1,075,859,763	\$ 1,116,994,425	\$ 1,184,330,358
Debt Limit	\$ 107,585,976	\$ 111,699,443	\$ 118,433,036
Total Net Debt Applicable to Limit	<u>5,980,870</u>	<u>5,535,681</u>	<u>5,065,956</u>
Total Debt Margin	<u><u>\$ 101,605,106</u></u>	<u><u>\$ 106,163,762</u></u>	<u><u>\$ 113,367,080</u></u>
	2017	2018	2019
Assessed Value	\$ 887,140,474	\$ 949,714,257	\$ 997,287,526
Debt Limit	\$ 88,714,047	\$ 94,971,426	\$ 99,728,753
Total Net Debt Applicable to Limit	<u>8,098,078</u>	<u>8,950,605</u>	<u>8,462,414</u>
Total Debt Margin	<u><u>\$ 80,615,969</u></u>	<u><u>\$ 86,020,821</u></u>	<u><u>\$ 91,266,339</u></u>
	2014	2015	2016
Assessed Value	\$ 707,418,510	\$ 740,061,500	\$ 817,913,900
Debt Limit	\$ 70,741,851	\$ 74,006,150	\$ 81,791,390
Total Net Debt Applicable to Limit	<u>9,204,392</u>	<u>8,774,392</u>	<u>10,376,736</u>
Total Debt Margin	<u><u>\$ 61,537,459</u></u>	<u><u>\$ 65,231,758</u></u>	<u><u>\$ 71,414,654</u></u>

CITY OF LEON VALLEY
 PLEDGED REVENUE COVERAGE
 LAST TEN FISCAL YEARS

TABLE 17

Fiscal Year	Water Revenue Bonds						Coverage
	Utility Service Charges	Less: Operating Expenses	Net Available Revenue	Debt Service			
				Principal	Interest		
2023	\$ 5,231,485	\$ 3,094,675	\$ 2,136,810	\$ 50,000	\$ 53,982	20.55	
2022	5,381,349	5,557,366	(176,017)	45,000	55,815	(1.75)	
2021	5,095,369	4,389,210	706,159	45,000	58,483	6.82	
2020	4,987,020	4,416,064	570,956	40,000	60,148	5.70	
2019	4,990,678	4,920,092	70,586	40,000	66,363	0.66	
2018	4,586,249	4,657,233	(70,984)	35,000	68,113	(0.69)	
2017	4,456,994	3,833,400	623,594	20,000	82,510	6.08	
2016	3,683,776	3,752,522	(68,746)	-	-	100.00	
2015	3,481,570	3,481,521	49	-	-	100.00	
2014	3,275,292	3,365,772	(90,480)	-	-	100.00	

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 LEON VALLEY
DEMOGRAPHIC AND ECONOMIC STATISTICS
LAST TEN FISCAL YEARS

TABLE 18

<u>Fiscal Year</u>	<u>Population</u>	<u>Personal Income</u>	<u>Per Capita Personal Income</u>	<u>Median Age</u>	<u>School Enrollment</u>	<u>Unemployment Rate</u>
2014	10,866	270,954,576	\$ 24,936	40.0	4,130	6.0%
2015	10,866	270,954,576	24,936	40.0	4,130	5.9%
2016	10,866	270,954,576	24,936	40.0	4,130	5.1%
2017	10,866	270,954,576	24,936	40.0	4,198	5.0%
2018	10,866	270,954,576	24,936	40.0	3,809	4.2%
2019	10,866	270,954,576	24,936	40.0	3,809	3.7%
2020	10,866	270,954,576	24,936	40.0	4,050	3.2%
2021	11,542	345,436,686	29,953	39.2	3,514	6.7%
2022	11,503	329,756,501	28,667	38.5	3,414	3.2%
2023	11,429	390,791,797	34,193	38.5	3,623	3.6%

Sources: Population, personal income, median age and education level information are provided by the United States Census Bureau. School enrollment information is provided by the Northside Independent School District. Unemployment data is provided by the Texas Workforce Commission.

CITY OF LEON VALLEY
TOP TEN PRINCIPAL EMPLOYERS
CURRENT YEAR AND NINE YEARS AGO

TABLE 19

<u>SAN ANTONIO EMPLOYER</u>	<u>2023</u>			<u>2014</u>		
	<u>EMPLOYEES</u>	<u>RANK</u>	<u>PERCENTAGE OF TOTAL CITY EMPLOYMENT</u>	<u>EMPLOYEES</u>	<u>RANK</u>	<u>PERCENTAGE OF TOTAL CITY EMPLOYMENT</u>
Joint Base San Antonio	82,639	1	7.63%	80,165	1, 2, 6	8.12%
H-E-B Food Stores	20,000	2	1.85%	20,000	3	2.03%
USAA	19,000	3	1.75%	16,000	4	1.62%
City of San Antonio	13,420	4	1.24%	9,145	8	0.93%
Northside ISD	12,206	5	1.13%	12,751	5	1.29%
Methodist Healthcare System	12,000	6	1.11%	8,118	9	0.82%
North East ISD	8,208	7	0.76%	10,052	7	1.02%
San Antonio ISD	7,500	8	0.69%			
University of Texas Health Science	7,200	9	0.66%			
Baptist Health Systems	6,490	10	0.60%	7,205	10	0.73%
Total	<u>188,663</u>		<u>17.42%</u>	<u>163,436</u>		<u>16.56%</u>

The City of Leon Valley is surrounded by the City of San Antonio and no data is available for the employers in Leon Valley. The above data is for San Antonio.

Source: San Antonio Economic Development Foundation.

CITY OF LEON VALLEY
 FULL-TIME EQUIVALENT CITY GOVERNMENTAL EMPLOYEES BY FUNCTION
 LAST TEN FISCAL YEARS

TABLE 20

<u>Function</u>	<u>Full-Time Equivalent Employees as of September 30,</u>									
	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>	<u>2023</u>
<u>General Government</u>										
Business Office	1.6	1.6	1.6	1.6	1.1	1.1	0.5	0.5	0.5	0.6
Finance	2.0	2.0	2.0	2.0	2.0	1.5	0.7	0.7	0.7	0.9
Manager and Council	2.0	3.0	3.0	3.9	2.5	3.3	2.1	3.6	3.6	1.8
Information Technology	-	-	-	-	-	-	-	-	-	0.3
<u>Public Safety</u>										
Police										
Officers	23.0	23.0	24.0	25.0	28.5	37.0	39.0	41.0	41.0	41.0
Civilians	8.0	9.9	3.9	1.0	1.0	2.5	1.0	4.3	4.3	3.2
Fire										
Firefighters and Officers	26.0	0.5	26.0	26.0	27.0	27.0	27.0	28.0	28.0	27.0
Civilians	0.5	26.0	0.5	0.5	1.0	1.0	1.0	-	-	-
<u>Public Works</u>	12.6	12.6	12.6	13.2	13.3	13.3	11.8	11.8	11.8	13.8
<u>Development Activities</u>	3.4	1.6	1.6	1.6	2.6	3.3	3.1	3.1	3.1	2.5
<u>Economic Development</u>	2.0	2.0	2.0	2.0	1.0	0.6	0.9	0.9	0.9	1.5
<u>Parks</u>	1.5	1.5	1.5	1.5	1.5	1.5	1.5	1.5	1.5	0.0
<u>Library</u>	3.5	3.5	4.5	4.5	4.5	4.5	5.5	5.5	5.5	6.0
<u>Communications</u>	-	-	6.0	2.0	2.0	-	-	-	-	-
<u>Community Center</u>	1.6	1.6	1.6	1.6	1.1	1.6	1.0	1.0	1.0	0.8
<u>Water and Sewer</u>	18.35	18.7	18.2	17.6	17.4	17.4	17.4	17.4	17.35	17.7
TOTAL	106.0	107.5	109.0	104.0	106.5	115.5	112.4	119.1	119.1	117.0

Source: City Adopted Budgets

Note Full-time equivalent is based on the schedule hours of positions to a 40 hour work week.

CITY OF LEON VALLEY
 OPERATING INDICATORS BY FUNCTION/PROGRAM
 LAST TEN FISCAL YEARS

Function	Fiscal Year				
	2014	2015	2016	2017	2018
<u>Police</u>					
Arrests	629.0	722.0	915.0	535.0	789.0
Traffic Violations	5010.0	3915.0	4963.0	3643.0	7616.0
<u>Fire</u>					
Fire Calls	890.0	1183.0	942.0	505.0	598.0
EMS Calls	1151.0	1136.0	1472.0	2081.0	1704.0
Number of Inspections	1009.0	480.0	310.0	730.0	724.0
<u>Public Works</u>					
Streets resurfacing (Miles)	8.0	5.0	1.0	2.3	1.2
Sidewalk Construction (Feet)	687.0	1304.0	2060.0	1957.0	350.0
<u>Library</u>					
Reference Questions	7,000.0	6,485.0	7,681.0	7,149.0	7,384.0
Internet Sessions	6,266.0	6,497.0	8,055.0	8,346.0	17,456.0
Library Acquisitions	2,176.0	1,823.0	2,011.0	2,352.0	2,269.0
<u>Water</u>					
Daily Average Consumption (thousands of gallons)	962,846.0	843,639.0	869,649.0	804,105.0	777,813.0
Total Customers	2,544.00	2,561.00	2,574.00	2,583.00	2,601.00
Average Use Per Connection	378.48	329.42	337.86	311.31	299.04
<u>Sewer</u>					
Total Customers	2457.0	2456.0	2479.0	2489.0	2505.0
Daily Average Treatment (Gallons)	700,672.0	703,607.0	681,173.0	703,502.0	697,762.0

Source: Various City Departments.

TABLE 21

Fiscal Year				
2019	2020	2021	2022	2023
1221.0	473.0	333.0	673.0	1074.0
10156.0	4277.0	2601.0	5050.0	6003.0
441.0	680.0	795.0	729.0	627.0
1561.0	1521.0	1922.0	1758.0	1777.0
392.0	614.0	679.0	734.0	675.0
4.1	4.1	2.0	1.0	2.0
1020.0	1020.0	679.0	1187.0	926.0
10,393.0	5,123.0	4,572.0	6,646.0	12,952.0
17,857.0	4,061.0	8,834.0	3,801.0	8,087.0
1,760.0	1,519.0	1,618.0	2,660.0	2,044.0
741,495.0	769,308.0	753,407.0	973,521.0	862,163.0
2,613.00	2,634.00	2,637.00	2,646.00	2,631.00
283.77	292.07	285.71	367.92	327.69
2613.0	2546.0	2549.0	2560.0	2547.0
679,844.0	635,655.0	648,440.0	797,932.0	655,080.0

CITY OF LEON VALLEY
 CAPITAL ASSET STATISTICS BY FUNCTION/PROGRAM
 LAST TEN FISCAL YEARS

<u>Function</u>	<u>Fiscal Year</u>				
	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>
<u>Police</u>					
Stations	1.0	1.0	1.0	1.0	1.0
Patrol Units	24.0	24.0	25.0	28.5	37.0
<u>Fire</u>					
Stations	1.0	1.0	1.0	1.0	1.0
Fire Fighters	26.0	26.0	26.0	27.0	27.0
<u>Streets</u>					
Streets, paved (miles)	39.5	39.5	39.5	43.0	43.0
<u>Parks and Recreation</u>					
Parks - Developed	1.0	1.0	1.0	1.0	5.0
Parks - Acreage	24.0	24.0	24.0	69.5	69.5
Swimming Pools	1.0	1.0	1.0	2.0	2.0
Tennis Courts	1.0	1.0	1.0	1.0	1.0
Community Centers	2.0	2.0	2.0	2.0	2.0
<u>Library</u>					
Facility	1.0	1.0	1.0	1.0	1.0
<u>Water</u>					
Number of Hydrants	208.0	208.0	208.0	208.0	208.0
Water Mains (Miles)	39.5	39.5	39.5	39.5	39.5
<u>Sewer</u>					
Sanitary Sewers (Miles)	47.5	47.5	47.5	47.5	47.5
Storm Sewers (Feet)	4,000.0	4,000.0	4,000.0	4,000.0	4,000.0

Source: *Various City Departments*

TABLE 22

Fiscal Year				
2019	2020	2021	2022	2023
1.0	1.0	1.0	1.0	1.0
37.0	37.0	37.0	37.0	37.0
1.0	1.0	1.0	1.0	1.0
27.0	27.0	28.0	28.0	28.0
43.0	43.0	43.0	43.0	43.0
5.0	5.0	5.0	5.0	5.0
69.5	69.5	69.5	69.5	84.6
2.0	2.0	2.0	2.0	2.0
1.0	1.0	1.0	1.0	1.0
2.0	2.0	2.0	2.0	2.0
1.0	1.0	1.0	1.0	1.0
208.0	208.0	208.0	208.0	208.0
39.5	39.5	39.5	39.05	39.05
47.5	47.5	47.5	47.5	47.5
4,000.0	4,000.0	4,000.0	5,000.0	5,000.0



COMPLIANCE SECTION



Armstrong, Vaughan & Associates, P. C.

Certified Public Accountants

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*

INDEPENDENT AUDITOR'S REPORT

To the City Council and management
City of Leon Valley

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, each major fund, and the aggregate remaining fund information of City of Leon Valley as of and for the year ended September 30, 2023, and the related notes to the financial statements, which collectively comprise City of Leon Valley's basic financial statements, and have issued our report thereon dated February 16, 2024.

Report on Internal Control over Financial Reporting

In planning and performing our audit of the financial statements, we considered City of Leon Valley'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 Leon Valley's internal control. Accordingly, we do not express an opinion on the effectiveness of City of Leon Valley'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.

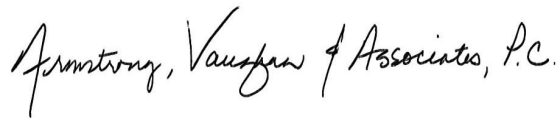
Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether City of Leon Valley’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*.

We noted certain other matters that have been reported to management in a separate letter dated January 31, 2023

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.



Armstrong, Vaughan & Associates, P.C.

February 16, 2024



INDEPENDENT AUDITOR’S REPORT ON COMPLIANCE FOR EACH MAJOR
FEDERAL PROGRAM AND REPORT ON INTERNAL CONTROL OVER
COMPLIANCE IN ACCORDANCE WITH UNIFORM GUIDANCE

The Honorable Mayor and City Council
City of Leon Valley

Report on Compliance for Each Major Federal Program

We have audited the City of Leon Valley’s compliance with the types of compliance requirements described in the *U.S. Office of Management and Budget (OMB) Compliance Supplement* that could have a direct and material effect on each of City of Leon Valley, Texas’ major federal programs for the year ended September 30, 2023. City of Leon Valley’s major federal programs are identified in the summary of auditor’s results section of the accompanying schedule of findings and questioned costs.

Management’s Responsibility

Management is responsible for compliance with the requirements of laws, regulations, contracts, and grants applicable to federal programs.

Auditor’s Responsibility

Our responsibility is to express an opinion on compliance for each of the City of Leon Valley’s major federal programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the audit requirements of Title 2 U.S. Code of Federal Regulations (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Those standards and Uniform Guidance require that we plan and perform the audit to obtain reasonable assurance whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the City of Leon Valley’s compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for each major federal program. However, our audit does not provide a legal determination of City of Leon Valley’s compliance.

Opinion on Each Major Federal Program

In our opinion, the City of Leon Valley complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended September 30, 2023.

Report on Internal Control Over Compliance

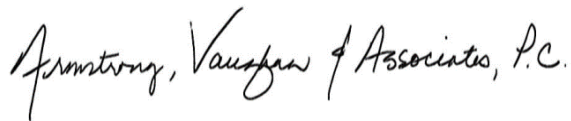
Management of City of Leon Valley is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered City of Leon Valley's internal control over compliance with the types of requirements that could have a direct and material effect on a major federal program in order to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major program and to test and report on internal control over compliance in accordance with Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the City of Leon Valley's internal control over compliance.

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

Our consideration of internal control over compliance 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 compliance that might be material weaknesses or significant deficiencies. We did not identify any deficiencies in internal control over compliance that we considered to be material weaknesses. However, material weaknesses may exist that have not been identified.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of Uniform Guidance. Accordingly, this report is not suitable for any other purpose.

Respectfully submitted,



Armstrong, Vaughan & Associates, P.C.

February 16, 2024

CITY OF LEON VALLEY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED SEPTEMBER 30, 2023

A. Summary of Auditor's Results

Financial Statements

Type of auditor's report issued:	Unmodified
Internal control over financial reporting:	
Any material weaknesses identified?	No
Any significant deficiencies identified?	No
Noncompliance material to the financial statements noted?	No

Federal Awards

Internal control over major programs:	
Any material weaknesses identified?	No
Any significant deficiencies identified?	No
Type of auditor's report issued on compliance for major programs:	Unmodified
Any audit findings disclosed that are required to be reported in accordance with 2 CFR 200.516(a)?	No
Identification of major programs:	
<u>CFDA Number</u>	<u>Name of Federal Program or Cluster</u>
21.027	Coronavirus Relief Fund (CRF)
Dollar threshold used to distinguish between type A and type B programs:	\$750,000
Auditee qualified as low-risk auditee?	No

B. Financial Statement Findings
NONE

C. Federal Award Findings and Questioned Costs
NONE

D. Prior Year Findings
NONE

{Section}.31.

CITY OF LEON VALLEY
 SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
 FOR THE YEAR ENDED SEPTEMBER 30, 2023

Federal Grantor/Pass-Through Grantor Program Title	Assistance Listing Number	Pass-Through Entity Number	Federal Expenditures
U.S. DEPARTMENT OF TREASURY			
Coronavirus State Fiscal Relief Fund	21.027	N/A	\$2,245,463
Equitable Sharing Program	21.016	N/A	120,000
INSTITUTE OF MUSEUM AND LIBRARY SERVICES			
Passed through Texas State Library and Archives Commission			
ILL Lending Program	45.310	LS-00-19-0044-19	5,963
FEDERAL HIGHWAY ADMINISTRATION			
Passed through Texas Department of Transportation			
Transportation Improvement Program	20.205	0915-12-514	<u>105,588</u>
TOTAL EXPENDITURES OF FEDERAL AWARDS			<u><u>\$2,477,014</u></u>

119

157

CITY OF LEON VALLEY
NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED SEPTEMBER 30, 2023

NOTE 1 -- BASIS OF ACCOUNTING

The accompanying schedule of expenditures of federal awards includes the federal grant activity of the City and is presented on an accrual basis of accounting. The information in this schedule is presented in accordance with the requirements of Title 2 U.S. *Code of Federal Regulations* Part 200 *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Therefore, some amounts presented in this schedule may differ from amounts presented in or used in the preparation of the basic financial statements.

NOTE 2 -- INDIRECT COSTS

The City does not charge in-direct costs to federal grants and has elected not to draw the 10% de minimis indirect cost rate allowed in the Uniform Guidance, Section 414.





**CITY OF LEON VALLEY
CITY COUNCIL REGULAR MEETING**
Leon Valley City Council Chambers
6400 El Verde Road, Leon Valley, TX 78238
Tuesday, February 20, 2024 at 6:00 PM

MINUTES

The City of Leon Valley City Council Shall Hold an In-Person Meeting with A Quorum of Members of City Council to Be Physically Present in The Leon Valley City Council Chambers, 6400 El Verde Road, Leon Valley, Texas 78238. Some Members of City Council May Appear and Participate in The Meeting by Videoconference Pursuant to The Requirements Set Forth in The Texas Open Meetings Act.

Citizens May E-Mail Public Comments To citizenstobeheard@leonvalleytexas.gov. All Other Citizen Participation May Be Provided In-Person at City Council Chambers.

1. Call to Order; Determine a Quorum is Present, Pledge of Allegiance

PRESENT

- Mayor Chris Riley
- Council Place 1 Benny Martinez
- Mayor Pro Tem, Council Place 2 Josh Stevens
- Council Place 3 Philip Campos
- Council Place 4 Rey Orozco
- Council Place 5 Will Bradshaw

Mayor Chris Riley called the meeting to order at 6:00 PM and announced that a quorum of City Council was present in Council Chambers.

Mayor Riley asked Councilor Philip Campos to lead the Pledge of Allegiance.

2. Citizens to be Heard

None

3. Presentations

1. Presentation and Possible Action on the Procedure to Conduct the Trash Survey - Dr. Crystal Caldera, City Manager

Dr. Crystal Caldera, the City Manager, introduced this item regarding the procedure for conducting the Trash Survey. Dr. Caldera presented three (3) options for distribution of the survey to the public. Option 1: To use a company to distribute the survey

electronically for a cost of \$12,000 (for residential) and an additional \$1,000 (to include commercial); Option 2: To have City staff use a Google form that would be distributed electronically - one form per address (Free); and Option 3: To have City staff do a mailout with a return address envelope for a cost of \$4,979 (for residential only) or, \$5,528 (for residential and commercial).

Dr. Crystal Caldera, City Manager, introduced Mr. Lawrence, Account Executive at Polco, who gave a presentation on what his company could do for the survey as related to Option 1.

Councilor Philip Campos made a motion to move forward with Option 3 - to do a mailout, to include the businesses, and to include a QR Code. Councilor Rey Orozco seconded the motion.

Voting Yea: Mayor Pro Tem, Council Place 2 Stevens, Council Place 3 Campos, Council Place 4 Orozco, Council Place 5 Bradshaw

Voting Nay: Council Place 1 Martinez

The motion passed.

- 4. Announcements by the Mayor and Council Members.** At this time, reports about items of community interest, which no action will be taken may be given to the public as per Chapter 551.0415 of the Government Code, such as: expressions of thanks, congratulations or condolence, information regarding holiday schedules, reminders of social, ceremonial, or community events organized or sponsored by the governing body or that was or will be attended by a member of the Leon Valley City Council or a City official.

Mayor Riley and Members of City Council made announcements.

5. City Manager's Report

Dr. Crystal Caldera, City Manager, announced that the City Manager's Report was printed and available on the table in the foyer, as well as posted on the website. Dr. Caldera asked that all Councilors that plan to go on the tour tomorrow let her know; congratulations to the Fire Department for a perfect score on their TCFP inspection; thanked everyone that came out to Basura Bash, especially Troop 71 and LVPD Officer Sanchez for all of their efforts; asked Council to submit their suggested Mission Statements to her in preparation for the Special Council Meeting on February 24th, Roque Salinas will be hosting a Job Fair on April 23rd at the Community Center from 9:00 AM to 12:00 PM; and the flood gates are working but they are not sending out the notification; and the marquee is working at the Library.

1. Upcoming Important Events:

Regular City Council Meeting, Tuesday, March 05, 2024, at 6:30 PM, in City Council Chambers.

Special City Council Meeting, Saturday, February 24, 2024, 9:00 AM, in City Council Chambers.

Earthwise Living Day, Saturday, March 02, 2024, from 9:30 AM to 1:30 PM, at the Leon Valley Events Center.

Trash & Treasure Event, Saturday, March 09, 2024, from 9:00 AM to 12:00 PM, at the Leon Valley Community Center.

Miscellaneous other events and announcements.

6. Consent Agenda

- 1. Discussion and Possible Action Approving of the Following City Council Minutes:**
 - a. 01-27-2024 Annual Town Hall Meeting Minutes**
 - b. 02-03-2024 Special City Council Meeting Minutes**
 - c. 02-06-2024 Regular City Council Meeting Minutes**
- 2. Discussion and Possible Action Accepting of the Following Board/Commission Minutes:**
 - a. 01-11-2024 Park Commission Meeting Minutes**
- 3. Presentation and Discussion of the Monthly Financial Report Ending January 31, 2024 - C. Goering, Finance Director**
- 4. Presentation, Discussion and Possible Action on a Resolution Continuing the Utility Assistance Program Agreement with Ascension De Paul from February 21, 2024 - March 31, 2025, or Until Funds are Depleted - R. Salinas, Economic Development Director**
- 5. Discussion and Possible Action on an Ordinance Authorizing a Fiscal Year 2023-24 General Fund Budget Adjustment in the Amount of \$5,000 for the Purpose of Increasing the City Manager & Council Department Budget to Settle the Lawsuit Between Frederick vs. City of Leon Valley (1st Read was Held on 02/06/24) - C. Goering, Finance Director**

Councilor Rey Orozco made a motion to approve the Consent Agenda as presented. Councilor Benny Martinez seconded the motion.

Voting Yea: Council Place 1 Martinez, Mayor Pro Tem, Council Place 2 Stevens, Council Place 3 Campos, Council Place 4 Orozco, Council Place 5 Bradshaw

The motion passed.

7. Regular Agenda

- 1. Discussion and Possible Action on a Resolution of City Council Amending the Interlocal Cooperation Contract for The City of Leon Valley Municipal Court – T. Arizola, Court Administrator**

Tiffany Arizola, Court Administrator, presented a resolution of the City Council Amending the Interlocal Cooperation Contract for The City of Leon Valley Municipal Court.

Those who spoke at this time were: Yvonne Orozco (Leon Valley); and Erick Matta (Leon Valley)

Councilor Benny Martinez made a motion to approve the resolution as presented. Councilor Philip Campos seconded the motion.

Voting Yea: Council Place 1 Martinez, Mayor Pro Tem, Council Place 2 Stevens, Council Place 3 Campos, Council Place 4 Orozco, Council Place 5 Bradshaw

The motion passed.

2. Presentation, Discussion on Amending Ordinance Article 4.03 Alcoholic Beverages by Amending Section 4.03.034 Late Hours Permit, Amending Section 4.03.035 City Fees Levy, Amending Section 4.03.036 Beverage Fee Due Date, Amending Section 4.03.038 Display of Receipt, Amending Section 4.03.041 Definitions and Amending Section A17.011 BYOB Establishments (1st Read as Required by the City Charter) - Dr. C. Caldera, City Manager

Dr. Crystal Caldera, City Manager, presented an ordinance amending Article 4.03 Late Hours Permit, amending Section 4.03.035 City Fees Levy, amending Section 4.03.036 Beverage Fee Due Date, amending Section 4.03.038 Display of Receipt, amending Section 4.03.041 Definitions, and amending Section A17.011 BYOB Establishments. These amendments are being brought to the City Council due to recent Legislative changes.

This item will be placed on the March 05, 2024, Regular City Council Meeting in the Consent Agenda for a second reading as required by the City Charter.

8. Requests from Members of City Council to Add Items to Future Agendas – Per Section 3.10 (A) of the City of Leon Valley’s Code of Ordinances, at a meeting of City Council, a member of City Council may place an item on an agenda by making a motion to place the item on a future agenda and receiving a second. No discussion shall occur at the meeting regarding the placement of the item on a future agenda.

None

9. The City Council Shall Meet in Executive Session to Discuss the Following:

Mayor Riley read aloud the agenda caption for Item 9.1

1. Executive session - Pursuant to Texas Government Code, Chapter 551, Section 551.074 Personnel Matters: Regarding the City Attorney and Attendance at the City Council Meeting.

The City Council went into Executive Session at 6:40 PM

10. Reconvene into Regular Session

The City Council reconvened into Open Session at 7:24 PM

11. Possible Action on Issues Discussed in Executive Session If Necessary

No action was taken at this time.

12. Adjournment

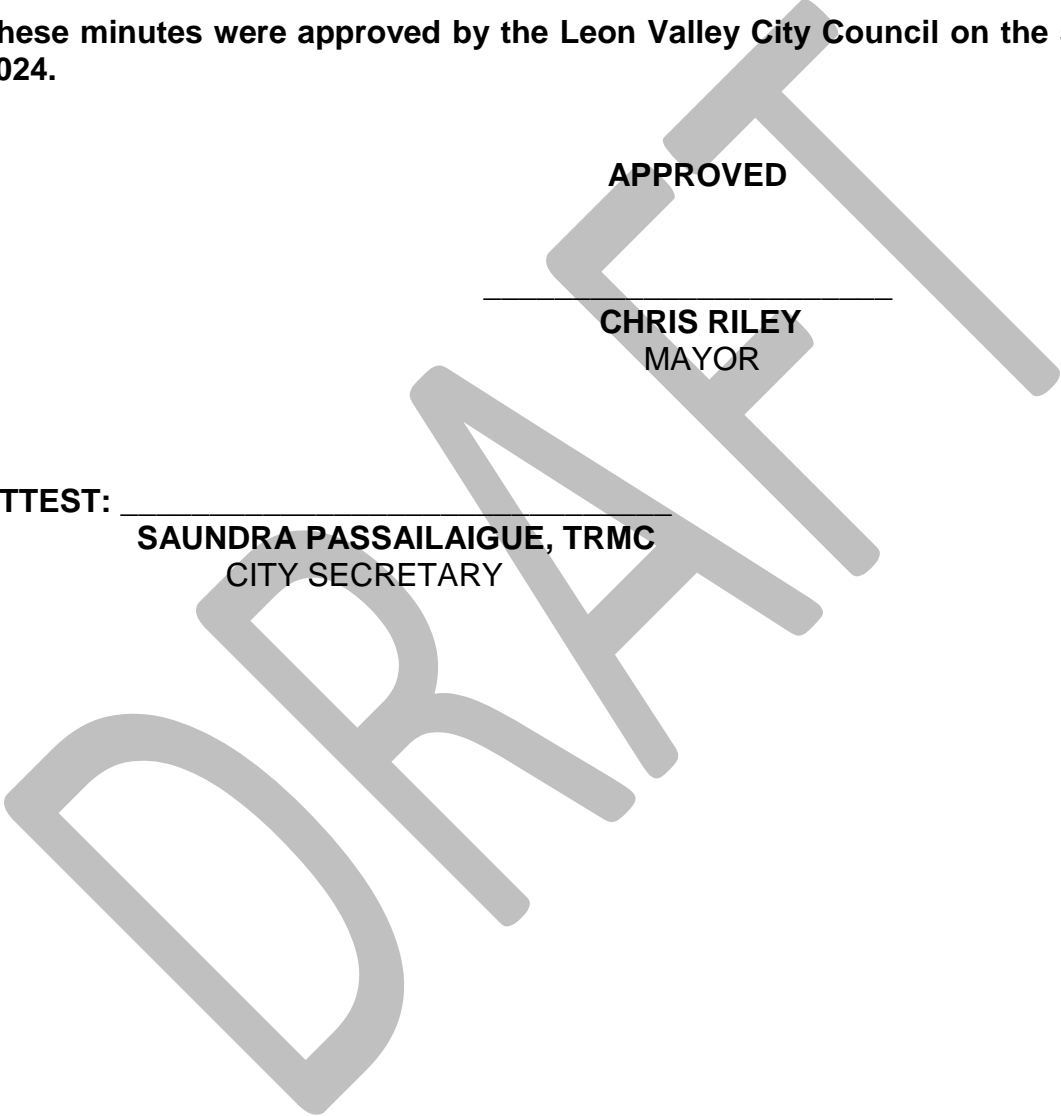
Mayor Riley announced that the meeting adjourned at 7:24 PM

These minutes were approved by the Leon Valley City Council on the 5th of March, 2024.

APPROVED

CHRIS RILEY
MAYOR

ATTEST: _____
SAUNDRA PASSAILAIGUE, TRMC
CITY SECRETARY





**CITY OF LEON VALLEY
SPECIAL CITY COUNCIL MEETING**

Leon Valley City Council Chambers
6400 El Verde Road, Leon Valley, TX 78238
Saturday, February 24, 2024 at 9:00 AM

MINUTES

The City of Leon Valley City Council Shall Hold an In-Person Meeting with A Quorum of Members of City Council to Be Physically Present in The Leon Valley City Council Chambers, 6400 El Verde Road, Leon Valley, Texas 78238. Some Members of City Council May Appear and Participate in The Meeting by Videoconference Pursuant to The Requirements Set Forth in The Texas Open Meetings Act.

Citizens May E-Mail Public Comments To citizenstobeheard@leonvalleytexas.gov. All Other Citizen Participation May Be Provided In-Person at City Council Chambers.

1. Call to Order; Determine a Quorum is Present, Pledge of Allegiance

PRESENT

- Mayor Chris Riley
- Council Place 1 Benny Martinez
- Mayor Pro Tem, Council Place 2 Josh Stevens
- Council Place 3 Philip Campos
- Council Place 4 Rey Orozco
- Council Place 5 Will Bradshaw

Mayor Chris Riley called the meeting to order at 9:00 AM and announced that a quorum of City Council was present in Council Chambers.

Mayor Riley asked Councilor Rey Orozco to lead the Pledge of Allegiance.

2. Citizens to be Heard

Those who spoke at this time were: John Hoyt (Leon Valley)

3. Presentations

1. Presentation, Discussion, and Direction to Staff to Consider Possible Alignment of Huebner Creek for Flood Control and Erosion Control Project(s) - M. Moritz, Public Works Director

Melinda Mortiz, Public Works Director, presented an aerial view of the Huebner Creek for Flood Control and Erosion Control Projects.

Director Moritz introduced Swapnil Dusane, P.E. and Ricardo Zamora, Engineer from Ardurra, who spoke about the project.

There was a brief discussion of the available options.

Those who spoke at this time were: Erick Matta (Leon Valley); Olen Yarnell (Leon Valley); Art Villarreal

2. **Presentation, Discussion and Direction to Staff on the City of Leon Valley's Mission and Vision Statement - Dr. C. Caldera, City Manager**

Dr. Crystal Caldera, City Manager, presented recommendations that were submitted to her related to the City's Mission Statement.

There was a brief discussion, and the consensus was to use the following statement:

The City of Leon Valley is committed to protecting quality of life, safety, and liberty while prioritizing fiscal responsibility, resiliency, sustainability, and economic development.

Those who spoke at this time were: Tina Chasan (Leon Valley)

Next, the discussion moved to the Vision Statement.

Vision Statement - The City of Leon Valley strives to foster a community that is resilient to challenges, sustainable for future generations, and economically dynamic, ensuring a prosperous and harmonious future for all.

Core Values -

- Treat Citizens & Businesses in a Fair, Transparent, and Prompt Manner.
- Deliver exceptional Police, Fire, EMS, and Reliable Water & Sewer Services
- Provide Financial Excellence & Transparency
- Promote Economic Development & Stability
- Uphold Environmental Responsibility
- Maintain a Sustainable and Resilient Community

Those who spoke at this time were: Maria Gamboa (Leon Valley); Tina Chasan (Leon Valley); Rita Burnside (Leon Valley); Linda Meffert (Leon Valley); and Olen Yarnell (Leon Valley)

There was a consensus that the Mission and Vision Statements will be placed on the Regular Agenda for adoption on March 5, 2024. The Core Values and/or Goals and Objectives will be discussed further at a future meeting.

4. Adjournment

Mayor Riley announced that the meeting adjourned at 10:57 AM

These minutes were approved by the Leon Valley City Council on the 5th of March, 2024.

APPROVED

CHRIS RILEY
MAYOR

ATTEST: _____
SAUNDRA PASSAILAIGUE, TRMC
CITY SECRETARY

DRAFT



**CITY OF LEON VALLEY
ECONOMIC AND COMMUNITY DEVELOPMENT ADVISORY COMMITTEE**

City Hall – Council Chambers
6400 El Verde Road, Leon Valley, TX 78238
Monday, October 23, 2023, at 6:30 PM

MINUTES

1. Call to Order and Announcement of a Quorum, Pledge of Allegiance
 - a. Yvonne Orozco-Chair- Excused
 - b. Danielle Bolton- Vice Chair- Present
 - c. Olen Yarnell- Present
 - d. Roger Christensen- Present
 - e. Kishore Kamaraju- Present
 - f. Ann Sawyer- Present
 - g. Vice- Chair called meeting to order at 6:32 Quorum is present.
2. Announcements by Committee Members
 - a. No announcements.
3. Discussion and Possible Action on the Approval of Meeting Minutes:
 - a. 9/25/2023, Economic & Community Development Advisory Committee Meeting Minutes
 - i. A motion was made by Mr. Yarnell and seconded by Vice Chair Bolton to approve the minutes with minor edit to correct the spelling for Vice Chair Bolton's name.
Motion passed 5-0.
4. Presentation and Discussion:
 - a. Update on Tuxedo Jones Grant
 - i. Roque Salinas provided an update on this business who was a recipient of grant funds.
 - b. Update on Longtab Brewing Grant
 - i. Roque Salinas provided an update on this business who was a recipient of grant funds.
 - c. Update on SA Barber Shop Grant
 - i. Roque Salinas provided an update on this business who was a recipient of grant funds.
 - d. Update on Smash Dance Grant
 - i. Roque Salinas provided an update on this business who was a recipient of grant funds.
 - e. Update on Seneca West Drainage Project
 - i. Roque Salinas provided an update on this business who was a recipient of grant funds.

- f. Photos of grand opening for El Monte
 - i. Roque Salinas provided photos of the grand opening of El Monte.
- 5. Copy of updated responsibility of the committee by ordinance passed by council.
 - a. Committee had Roque Salinas replay the council meeting, where council assigned new duties.
 - b. The committee had a discussion on their new responsibilities and the duties.
 - c. The committee recommended that if the objective and the duties of the committee were not clear by the council then the committee should not exist. The committee stated that there is little point sitting around and waiting for the council to assign duties to them.
 - d. Roque Salinas informed the committee that it is their right to resign; however, members voiced their concerns that the council will just replace them with other members who will have nothing to do. The committee would like to inform the council to have the committee abolished if they do not get a clear objective or assigned duties.
 - e. Roque Salinas informed the members that even if the committee voted to disband, the City Council had the final vote on what happens to the committee. Roque Salinas told the members that he would take the item before the council; however, he would like to get something in writing from each member. Roque Salinas will send each member an email to get their answer in writing.
- 6. Citizens to be Heard.
 - a. No citizens to be heard.
- 7. Adjournment
 - a. Mr. Christensen motioned to end the meeting and Mr. Yarnell seconded the motion. Adjournment 8:32pm.

These minutes were approved by the Leon Valley Economic & Community Development Advisory Committee on the **26th of February 2024.**


APPROVED CHAIR



CITY OF LEON VALLEY
ECONOMIC AND COMMUNITY DEVELOPMENT ADVISORY COMMITTEE
City Hall – Council Chambers
6400 El Verde Road, Leon Valley, TX 78238
Monday, January 29, 2024, at 6:30 PM

MINUTES

1. Call to Order and Announcement of a Quorum, Pledge of Allegiance
 - a. Yvonne Orozco-Chair- Present
 - b. Danielle Bolton- Vice Chair- Absent
 - c. Olen Yarnell- Present
 - d. Roger Christensen- Present
 - e. Kishore Kamaraju- Present
 - f. Ann Sawyer- Absent
 - g. Chair called meeting to order at 6:30 Quorum is present.
2. Discussion and Possible Action on the Approval of Meeting Minutes:
 - a. 10/23/2023, Economic & Community Development Advisory Committee Meeting Minutes.
 - i. Mr. Yarnell wants more detail in the minutes and recommended that the text on the power point be included in the minutes.
 - ii. Committee would also like to have an official record of the canceled meeting on November 6, 2023.
 - iii. Minutes approved 5-0.
3. Review of Leon Valley Sign Ordinance- Under Article 3.04 Signs
 - a. Mr. Salinas read aloud the ordinance and answered questions from the committee.
 - b. Mr. Yarnell asked if this was the only responsibility issued by the council to the committee. Mr. Salinas answered yes it was. Once this item was completed the committee would not have any more responsibilities unless council issues new items.
4. Citizens to be Heard.
 - a. No citizens to be heard.
5. Adjournment

a. 8:11pm.

6. These minutes were approved by the Leon Valley Economic & Community Development Advisory Committee on the 26th of February 2024.

7. 
APPROVED CHAIR



**City of Leon Valley
PLANNING AND ZONING COMMISSION
MEETING MINUTES
6:30 PM – JANUARY 23, 2024
Leon Valley City Council Chambers
6400 El Verde Road, Leon Valley, TX 78238**

1. CALL TO ORDER AND ROLL CALL

Chair Catherine Rowse called the Planning and Zoning Commission meeting to order at 6:32 PM.

PRESENT

2 nd Vice-Chair	Andrea Roofe	Place 2	
Chair	Cassie Rowse	Place 5	
1 st Vice Chair	Erick Matta	Place 6	
Commissioner	Richard Blackmore	Place 7	
Commissioner	David Perry	Place 1	
1 st Alternate	Thomas Dillig	Seated to Vote	
2 nd Alternate	Mary Ruth Fernandez	Seated to Vote	

ABSENT

Commissioner	Pat Martinez	Place 4	Excused
Commissioner	Hilda Gomez	Place 3	Excused
3 rd Alternate	Gregory Meffert		Excused
Council Liaison	Benny Martinez		Excused

Also in attendance were Planning & Zoning Director Mindy Teague, Economic Development Director Roque Salinas, and Permit Technician Elizabeth Aguilar.

2. APPROVAL OF ZONING COMMISSION MINUTES

- 1. Planning and Zoning Commission - Regular Meeting - December 12, 2023

2nd Vice-Chair Roofe made a motion to approve the minutes as presented, which was seconded by Commissioner Perry. The motion carried unanimously.

3. NEW BUSINESS

- 1. Presentation, Public Hearing, Discussion, and Possible Action to Approve a Re-plat for Approximately 2.6179 Acres of Land, in the 5300 Block of Wurzbach Road, Being Lots 24, 25, and 250' of Lot 5, Block 4, CB 9904, Rollingwood Ridge Subdivision - M. Teague, Planning and Zoning Director

Cancelled - moved to another meeting.

- 2. Presentation, Public Hearing, and Discussion to Consider a Recommendation for a Specific Use Permit (SUP) on approximately 2.32 Acre Tract of Vacant Land, Located in the 5900 Block of Grissom Road, Timberhill Apartment Subdivision for the Operation of a "Car Wash" (Automatic)- M. Teague, Director of Planning and Zoning

Cancelled - moved to another meeting.

4. ANNOUNCEMENTS BY COMMISSIONERS AND CITY STAFF

Chair Rowse reminded the Commissioners the next meeting will be February 27, 2024.

1st Vice-Chair Matta reminded everyone there is a Townhall Meeting this Saturday, January 27, 2024, at 8:30 AM at the Conference Center and the property off Aids Drive will be one of the discussions. The Townhall Meeting will be recorded and posted on the webpage.

Commissioner Blackmore asked that the cameras be fixed because he couldn't watch the last City Council meeting.

5. ADJOURNMENT

Chair Rowse announced the meeting adjourned at 6:39 PM.

These minutes were approved by the Leon Valley Planning & Zoning Commission on the 27th of February 2024.

APPROVED



CATHERINE ROWSE
 CHAIR

ATTEST: 

 ELIZABETH AGUILAR
 PERMIT TECHNICIAN



MAYOR AND COUNCIL COMMUNICATION

DATE: March 05, 2024

TO: Mayor and Council

FROM: Dr. Crystal Caldera, City Manager

SUBJECT: Discussion and Possible Action on an Ordinance Amending Article 4.03 Alcoholic Beverages by Amending Section 4.03.034 Late Hours Permit, Amending Section 4.03.035 City Fees Levy, Section 4.03.036 Beverage Fee Due Date, Amending Section 4.03.038 Display of Receipt, Amending Section 4.03.041 Definitions and Section A17.011 BYOB Establishments (1st Read was Held 02-20-2024)

PURPOSE & BACKGROUND

Effective September 1, 2023, the 88th Legislature amended Chapter 437 of the Health and Safety Code by adding the following:

*Sec. 437.01235. **FEES FOR PREMISES WITH ALCOHOLIC BEVERAGE PERMIT OR LICENSE.** A county or a municipality with a public health district that charges a fee for the issuance or renewal of a permit under Section 437.012 or 437.0123 for premises located in the county or municipality and permitted or licensed by the Texas Alcoholic Beverage Commission may not also charge a fee under Section 11.38 or 61.36, Alcoholic Beverage Code, for issuance of an alcoholic beverage permit or license for the premises.*

Under resolution number 22-007R, the City of Leon Valley falls under Bexar County's Public Health District.

This means the City of Leon Valley cannot charge for both a Health Inspection and an Alcohol beverage permit.

Further, under Division 3. Bring Your Own Bottle Establishments (BYOB) under Section 4.03.041 Definitions, a definition for the term operator was added. Section A17.011 BYOB Establishments, the application of \$50.00 did not cover the cost of the background checks and staff time to process; therefore, we are requesting an increase from \$50.00 to \$80.00 to cover these costs.

FISCAL IMPACT

The revenue loss is an estimated \$10,000.

RECOMMENDATION

Recommend Approval

APPROVED: _____ DISAPPROVED: _____

APPROVED WITH THE FOLLOWING AMENDMENTS:

ATTEST:

SAUNDRA PASSAILAIGUE, TRMC
City Secretary

RESOLUTION No. 22-007R

A RESOLUTION OF THE CITY OF LEON VALLEY, TX., CITY COUNCIL REAPPOINTING DR. CHICHI JUNDA WOO AS THE HEALTH AUTHORITY FOR THE CITY OF LEON VALLEY.

WHEREAS, during the 68th Legislature, Governor Mark White signed the “Local Public Health Reorganization Act” into law; and

WHEREAS, During the 71st Legislature, the legislature recodified the Act as Chapter 121 of the Texas Health and Safety Code. Which, among other things, defines the powers of the counties and municipalities as it relates to the local regulation of public health, including the establishment of a public health district; and,

WHEREAS, Bexar County and the City of Leon Valley are members of the Bexar County Metropolitan Health District, a public health district under Texas Health and Safety Code Chapter 121, Subchapter E; and,

WHEREAS, the members of the public health district shall approve the reappointment of a physician as the health authority for the district; and,

WHEREAS, the Health and Safety Code defines a health authority as an individual who acts as a state officer when performing their duties, which include; aiding the state with quarantine, sanitation enforcement, public health law enforcement, reportable diseases, and vital statistics collections; and,

WHEREAS, a health authority must be a competent physician with a reputable professional standing who is a resident of Texas, is legally qualified to practice medicine, shall serve for two years, and may be appointed to successive terms.

WHEREAS, Leon Valley seeks a health authority that strives to do what is in the best interest of all Leon Valley residents, one who encourages preparedness, prevention, planning, response, and recovery activities; and,

WHEREAS, Leon Valley requires the reappointment of a health authority who will work collaboratively with the county’s chief elected official, the Office of Emergency Management, county staff, and the Bexar County Hospital District; and,

WHEREAS, Dr. Woo is a licensed physician who meets all the Health and Safety Code requirements. She has held a Texas Medical License since June 2004, she currently serves in the adjunct clinical faculty at the UT School of Public Health, and the University of the Incarnate Word School of Osteopathic Medicine.

**NOW, THEREFORE, BE IT RESOLVED THAT THE CITY OF LEON VALLEY:
APPROVES THE REAPPOINTMENT OF DR. CHICHI JUNDA WOO AS THE HEALTH
AUTHORITY FOR THE CITY OF LEON VALLEY.**


PASSED, ADOPTED AND APPROVED by the City Council of the City of Leon Valley
this the 5th day of April 2022.

APPROVED



CHRIS RILEY
MAYOR


Attest :



SAUNDRA PASSAILAIGUE, TRMC
City Secretary



Approved as to Form: City Attorney



ROXANA PEREZ STEVENS
City Attorney



Certificate of Appointment for a Health Authority

The Health Authority has been appointed and approved by the:

(Check the appropriate designation below)

_____ Commissioners Court for _____ County

X Governing Body for the Municipality of LEON VALLEY

_____ Director, _____ Health Department

_____ Director, _____ Public Health District

I, CHRIS RILEY, MAYOR, acting in my capacity as:

(Check the appropriate designation below)

_____ County Judge or Designee

X Mayor or Designee

_____ Non-physician and the Local Health Department Director

_____ Non-physician and the Public Health District Director

do hereby certify the physician, CHICHI JUNDA WOO, who is licensed by the Texas Board of Medical Examiners, was duly appointed as the (check as applicable),

X Health Authority

_____ Health Authority Designee

for the jurisdiction of LEON VALLEY, Texas.

Date term of office begins JUNE 10, 20 22

Date term of office ends JUNE 9, 20 24, unless removed by law.

I certify to the above information on this the 5th day of April, 2022.



Mayor Chris Riley

Signature of Appointing Official

AN ORDINANCE OF THE CITY OF LEON VALLEY, TX, CITY COUNCIL AMENDING ORDINANCE ARTICLE 4.03 ALCOHOLIC BEVERAGES BY AMENDING SECTION 4.03.034 LATE HOURS PERMIT, AMENDING SECTION 4.03.035 CITY FEES LEVY, AMENDING SECTION 4.03.036 BEVERAGE FEE DUE DATE, AMENDING SECTION 4.03.038 DISPLAY OF RECEIPT, AMENDING SECTION 4.03.041 DEFINITIONS AND AMENDING SECTION A17.011 BYOB ESTABLISHMENTS

WHEREAS, Effective September 1, 2023, the 88th Legislature amended Chapter 437 of the Health and Safety Code;

WHEREAS, the Health and Safety Code Sec. 437.01235. Fees For Premises With Alcoholic Beverage Permit or License, states “A county or a municipality with a public health district that charges a fee for the issuance or renewal of a permit under Section 437.012 or 437.0123 for premises located in the county or municipality and permitted or licensed by the Texas Alcoholic Beverage Commission may not also charge a fee under Section 11.38 or 61.36, Alcoholic Beverage Code, for issuance of an alcoholic beverage permit or license for the premises”.

WHEREAS, City of Leon Valley cannot charge for both a Health Inspection and an Alcohol beverage permit.

WHEREAS, Under Division 3. Bring Your Own Bottle Establishments (BYOB) under Section 4.03.041, Definitions, a definition for the term operator was added.

WHEREAS, Section A17.011 BYOB Establishments, increase the application fee from \$50.00 to \$80.00

WHEREAS, the amendments are attached as Exhibit A.

NOW THEREFORE, BE IT ORDAINED BY THE CITY COUNCIL OF THE CITY OF LEON VALLEY, TEXAS:

SECTION 1. The Amendments to Article 4.03 Alcohol Beverages are hereby authorized.

SECTION 2. The financial allocations in this Ordinance are subject to approval by the Director of Finance. The Director of Finance may, subject to concurrence by the City Manager or the City Manager's designee, correct allocations to specific accounts as necessary to carry out the purpose of this Ordinance.

SECTION 3. It is hereby declared to be the intention of the City Council that the sections, paragraphs, sentences, clauses, and phrases of this Ordinance are severable, and if any phrase, clause, sentence, or section of this Ordinance shall be declared unconstitutional or invalid by any court of competent jurisdiction, such unconstitutionality or invalidity shall not affect any other remaining phrase, clause, sentence, paragraph or section of this Ordinance.

SECTION 4. The repeal of any Ordinance or part of Ordinances effectuated by the enactment of this Ordinance shall not be construed as abandoning any action now pending under or by virtue of such Ordinance or as discontinuing, abating, modifying or altering any penalty accruing or to accrue, or as affecting any rights of the municipality under any section or provisions at the time of passage of this Ordinance.

SECTION 5. This Ordinance shall become effective immediately upon its passage and publication as required by law.

Exhibit A

ARTICLE 4.03 ALCOHOLIC BEVERAGES¹

DIVISION 1. GENERALLY

Sec. 4.03.001 Penalty

Each violation of this article shall be punishable by a fine in accordance with section 1.01.009 of this Code. Each day shall constitute a separate offense.

(1972 Code, sec. 13.302; 2008 Code, sec. 4.03.001; Ordinance adopting 2017 Code)

Secs. 4.03.002—4.03.030 Reserved

DIVISION 2. LICENSE AND PERMIT FEES²

Sec. 4.03.031 Definitions

Except as otherwise provided in this section, all words, and phrases in this article, which are defined in the Texas Alcoholic Beverage Code, shall, for the purposes of this article, have the definition ascribed to them in such Act.

Code means the Texas Alcoholic Beverage Code as same may be amended, revised or re-codified in the future.

(Ord. No. 2022-54 , § II, 12-6-2022)

Sec. 4.03.032 Code adopted

The Texas Alcoholic Beverage Code is hereby adopted and made part of this article by reference for all purposes as though fully set out herein.

(Ord. No. 2022-54 , § II, 12-6-2022)

¹State law reference(s)—Regulation of alcoholic beverages generally, V.T.C.A., Alcoholic Beverage Code; local regulation of alcoholic beverages, V.T.C.A., Alcoholic Beverage Code, § 109.31 et seq.

²Ord. No. 2022-54 , § II, adopted December 6, 2022, amended in its entirety the former Division 2, §§ 4.03.031—4.03.036, and enacted a new Division 2 as set out herein. The former Division 2 pertained to similar subject matter and derived from 1972 Code, secs. 13.101—13.104, 13.201, 13.301; 2008 Code, secs. 4.03.031—4.03.036.

State law reference(s)—Local fee authorized on alcoholic beverage permits, V.T.C.A., Alcoholic Beverage Code, § 11.38; local fee authorized on alcoholic beverage licenses, V.T.C.A., Alcoholic Beverage Code, § 61.36.

Sec. 4.03.033 Hours for sale and consumption

The "Standard Hours Area" provisions as established by Chapter 105 of the Texas Alcoholic Beverage Code are hereby adopted for the City of Leon Valley.

(Ord. No. 2022-54 , § II, 12-6-2022; Ord. No. 2023-36 , § II, 9-19-2023)

Ord. No. 2023-36 , § II, adopted September 19, 2023, repealed § 4.03.033 and renumbered the remaining sections, 4.03.034—4.03.040, as 4.03.033 through 4.03.039. The original § 4.03.033 pertained to sales near churches, public schools, or private schools and derived from Ord. No. 2022-54 , § II, December 6, 2022.

Sec. 4.03.034 Late hours permit

- (a) *Adoption of extended hours by city.* All establishments in the city limits and in compliance with the conditions of the city late hours permit will have their application for extended hours approved by the city secretary. The late-hours permit holder may thereafter legally offer alcohol for sale between midnight and 2:00 a.m. on any day, as prescribed by Texas Alcoholic Beverage Code §§ 105.03 and 105.05.
- (b) *Application for late hours permits.* Establishments seeking extended sale of alcohol hours must file an application for a permit with the Texas Alcoholic Beverage Commission and with the office of the city secretary. Applications for late-hour permits must be approved by the city secretary before an establishment can observe extended hours in the city. An establishment seeking a permit from the city must pay a fee of one-half of the fee charged by the state for a mixed beverage late-hours permit, except when said fee is waived according to the provisions of the Texas Alcoholic Beverage Code **and those that are issued a permit in compliance with Texas Health and Safety Code § 437.0123 or § 437.012.**
 - (1) An application for a permit must include but may not be limited to the following provisions: name, title, address, and telephone number of the authorized representative of the applicant.
 - (2) The application must include a sworn affidavit demonstrating that:
 - a. At least 51 percent of the establishment's gross daily receipts will be non-alcohol; and
 - b. The establishment will continue offering for sale food or its other non-alcohol commodities or services for the duration of the extended alcohol service hours.
 - (3) The city secretary shall make a determination on an application for a permit on or before the 30th day after the date the application was filed.
- (c) *Appeals process.* An applicant or permittee whose application is denied, or permit is revoked by the city secretary under the provisions of this article may appeal the city secretary's decision to city council.
- (d) *City late hours permit.* The city secretary may not grant a permit unless the applicant has complied with the requirements of the application. Continued operation of late hours is conditioned on compliance with the statements in the affidavit for the entirety of the permit period. The non-refundable fee for the certification of the application by the city secretary is \$25.00.
 - (1) The permit must show that the establishment may:
 - a. Legally offer alcohol for sale between midnight and 2:00 a.m. any day, as prescribed by Texas Alcoholic Beverage Code, §§ 105.03 and 105.05.
 - b. Conditioned on:
 - 1. At least 51 percent of the establishment's gross daily receipts being non-alcohol; and

2. The establishment continuing to offer the sale food or its other non-alcohol commodities or services for the duration of the extended alcohol service hours; and
- c. The time frame for which the permit is valid.
 - (2) *Compliance procedure.* The permit holder shall fully cooperate with city officials, the Texas Alcoholic Beverage Commission, and local law enforcement in their efforts deemed reasonably necessary to ensure compliance with the conditions of the permit. Compliance may be assessed by, but is not limited to, the following mechanisms: random audits, checking receipts upon yearly application, and reporting by citizens.
 - (3) *Expiration.* The permit will expire ~~two~~ **at the end of the calendar year (new business will be prorated).** The establishment must apply for the permit **every January 1 of each year.** ~~every two years~~ to maintain extended hours. The establishment's compliance with the conditions of the permit will be formally re-evaluated with each yearly application.
 - (4) *Permit revocation.* If a permit holder fails to comply with this article or applicable state law, a permit issued under this article may be revoked for a period of six months.

(Ord. No. 2022-54 , § II, 12-6-2022; Ord. No. 2023-36 , § II, 9-19-2023)

Editor's note(s)—See editor's note at § 4.03.033.

Sec. 4.03.035 City fees levy

- (a) *Levy against permit.* The city does hereby levy a city alcoholic beverage fee equal to one-half of the state fee, as provided by Section 11.38, of the Texas Alcoholic Beverage Code and other relevant provisions of said code, against each permit issued. Notwithstanding the forgoing, the following shall be exempted from the levy:
 - (1) Agent's, industrial, carrier's, private carrier's, private club registration, local cartage, storage, and temporary wine and beer retailer's permits.
 - (2) Wine and beer retailer's permit issued for a dining, buffet, or club car; and
 - (3) A mixed beverage permit during the three-year period following the issuance of the permit.
- (b) *Levy against licenses.* The city does hereby levy a city alcoholic beverage fee equal to one-half of the state fee, as provided by Section 61.36, of the Texas Alcoholic Beverage Code and other relevant provisions of said Code, against every permittee who is domiciled within the corporate limits of the city and who holds a permit from the state alcoholic beverage commission for the purchase, transportation, importation, sale or manufacture of alcoholic beverages or other permits in regard thereto; except a temporary or agent's beer license, issued for premises located within the county.
 - (1) A licensee who sells an alcoholic beverage without first having paid a fee levied under this section commits a Class "C" misdemeanor punishable by a fine of not less than \$10.00 nor more than \$200.00.

This section does not apply to those who are issued a permit in compliance with Texas Health and Safety Code § 437.0123 or § 437.012.

(Ord. No. 2022-54 , § II, 12-6-2022; Ord. No. 2023-36 , § II, 9-19-2023)

Editor's note(s)—See editor's note at § 4.03.033.

Sec. 4.03.036 Beverage fee due date; fees for portion of year; separate fee for each outlet

- (a) All fees levied by this article shall be due and payable **annually** ~~in advance for two year~~ from the date of the issuance of the permit or license issued by the state alcoholic beverage commission, unless such fee is collected for only a portion of the year. In such event, the fee required shall cover the period of time from the date of such permit to midnight of the last day of August succeeding and only the proportionate part of the fee levied for such permit shall be collected. The fractional part of any month remaining shall be counted as one month in calculating the fee which shall be due.
- (b) A separate fee shall be paid for each sales location in this city.
(Ord. No. 2022-54 , § II, 12-6-2022; Ord. No. 2023-36 , § II, 9-19-2023)

Editor's note(s)—See editor's note at § 4.03.033.

Sec. 4.03.037 Refund of fees

No refund of the fee shall be made for any reason, except when the permittee is prevented from continuing in business by reason of the result of a local option election, or a rejection of an application for a permit by the state alcoholic beverage commission or its administrator.

(Ord. No. 2022-54 , § II, 12-6-2022; Ord. No. 2023-36 , § II, 9-19-2023)

Editor's note(s)—See editor's note at § 4.03.033.

Sec. 4.03.038 Display of city alcoholic beverage ~~fee receipt~~ Permit

The City of Leon Valley Alcoholic Beverage Permit ~~Fee Receipt~~ shall be displayed in a conspicuous place at all times on the licensed premises. Failure to so display said ~~receipt~~ **permit** shall constitute a Class "C" misdemeanor punishable by a fine of not less than \$10.00 nor more than \$200.00.

(Ord. No. 2022-54 , § II, 12-6-2022; Ord. No. 2023-36 , § II, 9-19-2023)

Editor's note(s)—See editor's note at § 4.03.033.

Sec. 4.03.039 Cancellation or denial of license or permit

- (a) The commission or administrator may cancel or deny a license for the retail sale of alcoholic beverages, including a license held by the holder of a food and beverage certificate, if it finds that the license holder or applicant has not paid delinquent ad valorem taxes due on that licensed premises or due from a business operated on that premises to any taxing authority in the county of the premises. For purposes of this subsection, a license holder or applicant is presumed delinquent if the payment of taxes due from the license holder or applicant:
 - (1) Is placed on a delinquent tax roll prepared under Section 33.03, Tax Code.
 - (2) Has received a notice of delinquency under Section 33.04, Tax Code; and
 - (3) Has not made the payment required under Section 42.08, Tax Code.
- (b) The city may cancel or deny an application or permit issued by the city if the permit holder or applicant has not paid delinquent ad valorem taxes due on the permitted premises or due from a business operated on the premises to any taxing authority in the county of the premises. Failure to renew on time with the city may also result in permit cancellation.

(Ord. No. 2022-54 , § II, 12-6-2022; Ord. No. 2023-36 , § II, 9-19-2023)

Editor's note(s)—See editor's note at § 4.03.033.

Sec. 4.03.040 Reserved

DIVISION 3. BRING YOUR OWN BOTTLE (BYOB) ESTABLISHMENTS

Sec. 4.03.041 Short title and purpose

- (a) This division may be known and cited as "BYOB establishments."
- (b) The purpose of this division is to protect the welfare of the citizens of the City of Leon Valley by monitoring and regulating BYOB businesses. To this end, this division establishes a permit program for BYOB businesses, imposes regulations of business operations of BYOB businesses, and imposes civil and criminal penalties for violations of this division by BYOB businesses.

(Ord. No. 2023-24 , § 2, 8-1-2023)

Sec. 4.03.042 Definitions

Unless the particular provision or the context otherwise requires, the definitions and provisions contained in this section shall govern the construction, meaning and application of words and phrases used in this division.

- (a) It is a common practice for an establishment that is open to the public, not licensed or permitted by the Texas Alcoholic Beverage Commission to sell or serve alcoholic beverages to allow its patrons to bring their own alcoholic beverages onto the premises for possession or consumption. This practice is often referred to as "BYOB," an acronym for "bring your own bottle."

- (b) In this division:

Alcoholic beverage has the meaning assigned by the Texas Alcoholic Beverage Code.

BYOB permit means a permit, issued pursuant to this division, to operate a BYOB venue.

BYOB venue or event means an establishment to which this division applies, as prescribed by section 4.03.043.

Department means the Planning and Zoning Department of the City of Leon Valley.

Director means the director of the planning and zoning department or designated agent.

Premises means the grounds and all buildings, vehicles, and appurtenances pertaining to the grounds, including any adjacent premises if they are directly or indirectly under the control of the same person.

Public place means any place accessible by the public, a business or public facility, a way or place, of whatever nature, opened to use of the public as a matter of right, or for purposes of vehicular travel as a street, or in the case of a sidewalk thereof, for pedestrian travel.

Restaurant means an establishment engaged in the preparation and retail sale of food and beverages for on-premise consumption or in a ready-to-consume state. To qualify as a restaurant under this chapter, the establishment must produce at least 80 percent of its total revenue, exclusive of tips and gratuities, from the provision of food service.

Operator is a manager or supervisor who leads and oversees the organization/business's employees and operations in the absence of the owner.

(Ord. No. 2023-24 , § 2, 8-1-2023)

Sec. 4.03.043 Applicability

- (a) Except as provided in (b) below, this division applies to an establishment that:
 - (1) Is not licensed or permitted by the Texas Alcoholic Beverage Commission to sell or serve alcoholic beverages; and
 - (2) Allows patrons to bring alcoholic beverages onto the premises for possession and consumption.
- (b) This chapter division does not apply to:
 - (1) A residence;
 - (2) An establishment operated by a governmental entity;
 - (3) A private club, as defined by the Texas Alcoholic Beverage Code;
 - (4) A fraternal or veteran's organization, as defined by the Texas Alcoholic Beverage Code;
 - (5) A college and university use;
 - (6) A religious assembly use;
 - (7) A restaurant;
 - (8) A licensed farmer's market;
 - (9) A banquet hall; or
 - (10) A theater use.

(Ord. No. 2023-24 , § 2, 8-1-2023)

Sec. 4.03.044 Notice

- (a) Official mailed notice shall be by certified tracking.
- (b) Notice to a permit holder may be delivered to the manager at the BYOB venue and is effective on delivery.

(Ord. No. 2023-24 , § 2, 8-1-2023)

Sec. 4.03.045 Administrative rules

The director shall adopt administrative rules to implement, administer, and enforce this chapter [division].

(Ord. No. 2023-24 , § 2, 8-1-2023)

Sec. 4.03.046 Permit required

- (a) A person shall obtain a permit issued by the department before the person may operate a BYOB venue. A BYOB establishment may operate for a period of no longer than 90 days, and under special circumstances.
- (b) The director must take all approved BYOB permit applications directly to the city council for approval.

- (c) If approved by the city council, the business must apply for an alcoholic permit from the city, and it must be fully displayed at the approved establishment.

(Ord. No. 2023-24 , § 2, 8-1-2023)

Sec. 4.03.047 Permit approval

- (a) The planning and zoning director shall approve a permit application if the director determines that the applicant and the proposed BYOB establishment meets the requirements of this section.
- (b) The director shall deny a permit application if the director determines that:
 - (1) The applicant is under the age of 21 years;
 - (2) Any owner, operator, employee, and/or staff member had a TABC permit that was involuntarily cancelled or suspended within the preceding 12-month period;
 - (3) The applicant provided incorrect or incomplete information on the application; or
 - (4) The owner **and** ~~or~~ operator of the BYOB establishment has been convicted of a criminal offense.
- (c) The director shall give written notice of a denial of an application to the applicant.
 - (1) An applicant may appeal a denial of a permit application to the director in writing within ten days of notice of denial and request for city council to overturn the denial. A city council hearing will require two city council members to vote to place the item on the agenda.
 - (2) If denied, an applicant may not re-apply for a period of 12 months.
- (d) Permit is not transferable. A permit issued under this section is not transferable to another person and/or business. Any change in ownership of a BYOB establishment, including, but not limited to, the sale of the BYOB establishment or any ownership interest therein, shall require the purchaser or transferee to submit a permit application.
- (e) Permit expiration, renewal.
 - (1) The city council may only approve a maximum period of 90 days for a permit.
 - (2) The owner shall file an application for permit renewal if they wish to continue operating as a BYOB after 90 days.
 - (3) An establishment may not be granted more than four consecutive permits.

(Ord. No. 2023-24 , § 2, 8-1-2023)

Sec. 4.03.048 Permit revocation

The planning and zoning director may suspend or revoke the permit for good cause. The holder of the permit may appeal the suspension or revocation within ten days of receiving notice to the city council. The city council may uphold or overturn the suspension or revocation after notice and public hearing.

(Ord. No. 2023-24 , § 2, 8-1-2023)

Sec. A17.011 BYOB establishments

BYOB establishment permit fee (per application): ~~\$50.00~~ **\$80.00.**

(Ord. No. 2023-24 , § 2, 8-1-2023)

Presentation, Discussion on Amending Ordinance
Article 4.03 Alcoholic Beverages
(1st Read as Required by the City Charter)

Crystal Caldera, PhD.
City Manager
City Council Meeting
03/05/2024

Summary

- Question
 - City Council is being asked to consider amending Article 4.03 Alcoholic Beverages in Accordance with Chapter 437 of the Health and Safety Code
- Options
 1. Approve
 2. Deny
- Declaration
 - Recommend approval

Purpose

- Effective September 1, 2023, the 88th Legislature amended Chapter 437
- Resolution #22-007R, the City of Leon Valley is under Bexar County's Public Health District.
- Therefore, the City cannot charge for both a Health Inspection and an Alcohol beverage permit.
- Add a definition to the BYOB
- Increase the Fee for the BYOB permit

Fiscal Impact

- Approximately \$10,000 a year loss.

MAYOR AND COUNCIL COMMUNICATION

DATE: March 5, 2024
TO: Mayor and Council
FROM: David Dimaline, Assistant Public Works Director
THROUGH: Crystal Caldera, Ph.D., City Manager

SUBJECT: Presentation and Discussion to Consider Approval of an Ordinance Amending the Leon Valley Code of Ordinances, Appendix A Fee Schedule, Article A2.000 - Administrative Fees, Sec. A2.003 - Municipal Park Administrative Fees, (g) Swimming Pool Fees, (1) and (2) to Increase Non-Leon Valley Resident Pool Membership Fees - D. Dimaline, Public Works Assistant Director

SPONSOR(S): Mayor and City Council

PURPOSE & BACKGROUND

The purpose of this item is to consider approving an amendment to the Leon Valley Code of Ordinances, Appendix A Fee Schedule to increase pool membership fees for non-Leon Valley residents. Below are the proposed new fees (in blue text):

- (1) *Daily gate fee:* \$5.00.
 - (A) Season pass - adult resident: \$40.00.
 - (B) Season pass - child (under 18), resident: \$30.00.
 - (C) Season pass - adult, nonresident: ~~\$60.00~~-\$100.00
 - (D) Season pass - child (under 18), nonresident: ~~\$40.00~~-\$50.00
 - (E) Season pass - swim team member (full use of pools): \$10.00.
 - (F) Maximum amount per family: \$200.00.

(2) *Affordability rate (application required at city hall, must meet HHS guidelines)*

- (A) Season pass - adult resident: \$20.00.
- (B) Season pass - child (under 18), resident: \$15.00.
- (C) Season pass - adult, nonresident: ~~\$30.00~~-\$40.00

(D) Season pass - child (under 18) nonresident: ~~\$20.00~~-\$30.00

Fiscal Impact

The increase will increase revenues by approximately \$6,000 - \$8,000 which helps to offset the cost for pool operations.

Recommendation

At City Council discretion.

APPROVED: _____ DISAPPROVED: _____

APPROVED WITH THE FOLLOWING AMENDMENTS:

ATTEST:

SAUNDRA PASSAILAIGUE, TRMC
City Secretary

ORDINANCE NO. 2024-

AN ORDINANCE AMENDING THE LEON VALLEY CODE OF ORDINANCES, ARTICLE A2.000 ADMINISTRATIVE FEES, SECTION A2.003 MUNICIPAL PARK FEES, (G) SWIMMING POOL FEES, TO REVISE USER FEES FOR THE CITY OWNED SWIMMING POOL FACILITIES; AND PROVIDING FOR A PENALTY, REPEALER, SEVERABILITY, AND SAVINGS CLAUSES; AND PROVIDING FOR AN EFFECTIVE DATE.

WHEREAS, the City of Leon Valley operates two Community pools as part of the City’s Parks system, using a management company to provide staffing of lifeguards and general management during the pool season and to provide off-season maintenance; and

WHEREAS, the City Council directed staff to revise non-resident user fees to recoup some of the management costs to operate the City Pools; and

WHEREAS, in order to implement the revised fees, it is necessary to amend the Leon Valley Code of Ordinances Article A2.000 Administrative Fees, Section A2.003 Municipal Park Fees, (g) Swimming Pool Fees; and

WHEREAS, it is now the desire of City Council to authorize an amendment to the Leon Valley Code of Ordinances Article A2.000 Administrative Fees, Section A2.003 Municipal Park Fees, (g) Swimming Pool Fees (1) and (2) for the City’s Community Pools;

NOW, THEREFORE, BE IT ORDAINED BY THE CITY COUNCIL OF THE CITY OF LEON VALLEY, TEXAS, THAT:

SECTION 1. The Leon Valley Code of Ordinances Article A2.000 Administrative Fees, Section A2.003 Municipal Park Fees, (g) Swimming Pool Fees, (1) and (2) for the City’s Community Pools is hereby authorized to be amended as follows:

(Items marked as stricken and red are to be removed, items in blue are to replace)

“(1) *Daily gate fee*: \$5.00.

(A) Season pass - adult resident: \$40.00.

(B) Season pass - child (under 18), resident: \$30.00.

(C) Season pass - adult, nonresident: ~~\$60.00~~ \$100.00

(D) Season pass - child (under 18), nonresident: ~~\$40.00~~ \$50.00

- (E) Season pass - swim team member (full use of pools): \$10.00.
- (F) Maximum amount per family: \$200.00.

(2) *Affordability rate (application required at city hall, must meet HHS guidelines for 2019).*

- (A) Season pass - adult resident: \$20.00.
- (B) Season pass - child (under 18), resident: \$15.00.
- (C) Season pass - adult, nonresident: ~~\$30.00~~ \$40.00
- (D) Season pass - child (under 18) nonresident: ~~\$20.00~~ \$30.00

Section 1. That the Leon Valley Code of Ordinances, Appendix A Fee Schedule be amended as stated in Exhibit A attached hereto.

Section 2. This ordinance shall become effective on and after its passage, approval and the meeting of all publication requirements as provided by law.

Section 3. All ordinances or parts of ordinances in conflict with this ordinance are hereby repealed to the extent of the conflict. All provisions, sections and sub-sections set forth in the Leon Valley Code of Ordinances, Appendix A Fee Schedule not revised or amended herein shall remain in effect.

PASSED, ADOPTED AND APPROVED by the City Council of the City of Leon Valley this the 5th day of March 2024.

APPROVED

CHRIS RILEY
MAYOR

Attest :

SAUNDRA PASSAILAIGUE, TRMC
City Secretary

Approved as to Form:

City Attorney



2024 City Pool Fee Discussion

David Dimaline

Public Works Assistant Director

City Council Meeting

March 5, 2024

Summary

- Question: Should the City Council increase the fees for non-residents to use the city pool?
- Options
 - Increase fees
 - Other
- Declaration
 - This is at City Council discretion

Background

- In November of 2023, staff gave a swimming pool report recapping the 2023 pool season
- The report indicated that a large number of non-Leon Valley residents were using the pool facilities
- City Council asked staff to prepare an ordinance increasing the fees for non-resident pool usage

Purpose

- Proposed new fees:
 - Daily gate fee: \$5.00.
 - Season pass - adult resident: \$40.00.
 - Season pass - child (under 18), resident: \$30.00.
 - Season pass - adult, nonresident: ~~\$60.00~~ \$100.00
 - Season pass - child (under 18), nonresident: ~~\$40.00~~ \$50.00
 - Season pass - swim team member (full use of pools): \$10.00.
 - Maximum amount per family: \$200.00.

Purpose

- Proposed new fees:
 - Affordability rate (application required at city hall, must meet HHS guidelines)
 - Season pass - adult resident: \$20.00.
 - Season pass - child (under 18), resident: \$15.00.
 - Season pass - adult, nonresident: ~~\$30.00~~.\$40.00
 - Season pass - child (under 18) nonresident: ~~\$20.00~~.\$30.00

Fiscal Impact

- This will increase pool revenue by approximately \$6,000 - \$8,000

Recommendation

- At City Council discretion

MAYOR AND COUNCIL COMMUNICATION

DATE: March 5, 2024
TO: Mayor and Council
FROM: Crystal Caldera, City Manager -
SUBJECT: Presentation, Discussion, and Possible Action on a Resolution Authorizing the City Manager to Enter into a Grant Agreement with Haven for Hope in the Amount not to Exceed \$40,000 for Street Outreach Personnel

PURPOSE & BACKGROUND

The purpose of this item is for the City Council to decide whether or not to enter into a grant agreement with Haven for Hope in the amount not to exceed \$40,000 for street outreach personnel.

On 5-16-2023, a first reading was held on amending Chapter 8, Offenses and Nuisances. After a lengthy discussion and some changes to the proposed ordinance, the Council adopted the changes on 6-6-2023. The amendments prohibit persons from camping, lodging, soliciting, or sleeping on any park, public median, street, drainageway, or right-of-way or on any private property without permission from the property owner. The passage of this ordinance raised questions from the community, and as a result, Bexar County offered to assist with a Community Outreach person. The Community Outreach person would assist in gathering data from our homeless population so we can better understand the resources that are needed to address this issue.

FISCAL IMPACT

A \$40,000 budget adjustment to the General Fund would need to be completed.

RECOMMENDATION

Council Discretion

APPROVED: _____ DISAPPROVED: _____

APPROVED WITH THE FOLLOWING AMENDMENTS:

ATTEST:

SAUNDRA PASSAILAIGUE, TRMC
City Secretary

RESOLUTION No.

A RESOLUTION AUTHORIZING THE CITY MANAGER TO ENTER INTO A GRANT AGREEMENT WITH HAVEN FOR HOPE IN THE AMOUNT NOT TO EXCEED \$40,000 FOR STREET OUTREACH PERSONNEL

WHEREAS, the issue of homelessness within Bexar County requires critical attention, Haven for Hope has identified that smaller municipalities, like the City of Leon Valley, have had a significant gap in homeless outreach efforts leading to an unmet list of unidentified needs of local homeless individuals and an even larger gap to provide relevant, accessible resources and services to help address their issues;

WHEREAS, the City of Leon Valley lacks the financial capacity to solely address the growing public concern of homelessness, as well as, lacking the ability to acquire the necessary resources and services required by the local homeless population, the existing challenge of responding to homelessness may intensify if it is left ineffectively addressed;

WHEREAS, Have for Hope has identified the City of Leon Valley as a willing participant, the subrecipient has proposed the initiation of a street outreach pilot program to establish a vital link between homeless individuals and the accessible services and resources they urgently need;

WHEREAS, the **CITY OF LEON VALLEY** is partnering with **HAVEN FOR HOPE** to invest \$40,000 in funding for the implementation of a pilot program for street outreach in the independent municipality of Leon Valley within Bexar County, where the geographic reach of the outreach efforts will provide homeless services and resources to assist individuals and families by bridging the gap in coordination with its partnering agencies or local nonprofit providers;

WHEREAS, this Agreement will further the objectives of **HAVEN FOR HOPE** and benefit the **CITY OF LEON VALLEY** and its residents and serve the broader purpose of refining data collection and analysis methods, fostering stronger collaboration with stakeholders and creating a comprehensive effort to maximize the impact of aiding homelessness and

NOW, THEREFORE, BE IT RESOLVED BY THE CITY COUNCIL OF THE CITY OF LEON VALLEY:

SECTION 1. This grant agreement for the distribution of general funds for street outreach is made and entered by and between the **CITY OF LEON VALLEY** and **HAVEN FOR HOPE** of Bexar County, a Texas 501 (c)(3) non-profit corporation, agree to the terms illustrated in the agreement attached herein.

SECTION 2. It is hereby declared to be the intention of the City Council that the sections, paragraphs, sentences, clauses, and phrases of this Resolution are severable, and if any phrase, clause, sentence, or section of this Resolution shall be declared unconstitutional or invalid by any court of competent jurisdiction, such unconstitutionality or invalidity shall not affect any other remaining phrase, clause, sentence, paragraph or section of this Resolution.

SECTION 3. The repeal of any Resolution or part of Resolutions effectuated by the enactment of this Resolution shall not be construed as abandoning any action now pending under or by virtue of such Resolution or as discontinuing, abating, modifying or altering any penalty accruing or to accrue, or as affecting any rights of the municipality under any section or provisions at the time of passage of this Resolution.

SECTION 4. This Resolution shall become effective immediately upon its passage and publication as required by law.

PASSED, ADOPTED AND APPROVED by the City Council of the City of Leon Valley this the **XXX** day of February 2024.

APPROVED

CHRIS RILEY
MAYOR

Attest:

SAUNDRA PASSAILAIGUE, TRMC
City Secretary

Approved as to Form:

City Attorney

STATE OF TEXAS § **GRANT AGREEMENT FOR THE**
 § **DISTRIBUTION OF GENERAL FUNDS FOR**
 CITY OF LEON VALLEY § **STREET OUTREACH**

THIS GRANT AGREEMENT FOR THE DISTRIBUTION OF GENERAL FUNDS FOR STREET OUTREACH (hereinafter referred to as the “Agreement”) is made and entered by and between **CITY OF LEON VALLEY** a political subdivision of the State of Texas (“CITY”), and **HAVEN FOR HOPE** of Bexar County, a Texas 501 (c)(3) non-profit corporation (“Subrecipient” or “Grantee”) (also, individually, a “Party” or, collectively, the “Parties. The Parties agree as follows:

INTRODUCTION

WHEREAS, the issue of homelessness within Bexar County requires critical attention, Haven for Hope has identified that smaller municipalities, like the City of Leon Valley, have had a significant gap in homeless outreach efforts leading to an unmet list of unidentified needs of local homeless individuals and an even larger gap to provide relevant, accessible resources and services to help address their issues;

WHEREAS, the City of Leon Valley lacks the financial capacity to solely address the growing public concern of homelessness, as well as, lacking the ability to acquire the necessary resources and services required by the local homeless population, the existing challenge of responding to homelessness may intensify if it is left ineffectively addressed;

WHEREAS, Have for Hope has identified the City of Leon Valley as a willing participant, the Subrecipient has proposed the initiation of a street outreach pilot program to establish a vital link between homeless individuals and the accessible services and resources they urgently need;

WHEREAS, the **CITY OF LEON VALLEY** is partnering with **HAVEN FOR HOPE** to invest \$40,000 in funding for the implementation of a pilot program for street outreach in the independent municipality of Leon Valley within Bexar County, where the geographic reach of the outreach efforts will provide homeless services and resources to assist individuals and families by bridging the gap in coordination with its partnering agencies or local nonprofit providers;

WHEREAS, this Agreement will further the objectives of **HAVEN FOR HOPE** and benefit the **CITY OF LEON VALLEY** and its residents and serve the broader purpose of refining data collection and analysis methods, foster stronger collaboration with stakeholders and create a comprehensive effort to maximize impact of aiding homelessness and

NOW THEREFORE, for and in consideration of the mutual promises contained herein, the receipt and sufficiency of which are hereby acknowledged, the Parties agree as follows:

ARTICLE 1
PURPOSE

1.01 The purpose of this Agreement is to set out the terms and conditions under which the **CITY OF LEON VALLEY** will distribute funds to **HAVEN FOR HOPE**, as more specifically detailed in **Exhibit “A”** (“Outreach Pilot Project”), and reimbursement of administrative costs for Services.

ARTICLE 2
TERM

2.01 This Agreement is effective when last executed by all Parties and shall expire one year after approval (the “Term”). Each Party reserves the right to terminate this Agreement with or without cause with thirty (30) days written notice to the other Party. The notice of termination will be in writing and will state the termination date. **HAVEN FOR HOPE** will be paid for any work performed prior to the termination date.

ARTICLE 3
REIMBURSEMENT OF EXPENSES

3.01 For actual and eligible Outreach Pilot Project and Administrative Costs (as defined in **Exhibit A**), **CITY OF LEON VALLEY** will reimburse **HAVEN FOR HOPE** in an amount not to exceed **FORTY THOUSAND DOLLARS (\$40,000)**.

3.02 **CITY OF LEON VALLEY** will reimburse administrative costs allowed under this Agreement (“Administrative Costs”). Pursuant to this Agreement, Administrative Costs can include salaries and related costs, supplies, transportation, and mileage incurred by **HAVEN FOR HOPE** for work performed pursuant to this Agreement. Funds provided by the **CITY OF LEON VALLEY** shall reimburse **HAVEN FOR HOPE** only for those costs and expenses directly related to the CITY’s provision of the services described in **Exhibit “A”**. Funds may not be used by **HAVEN FOR HOPE** for the payment of staff bonuses or performance payments, entertainment, gifts, or legal expenses.

ARTICLE 4
INVOICING

4.01 **HAVEN FOR HOPE** shall submit to the **CITY OF LEON VALLEY** a monthly invoice package of incurred costs. For purposes of this Agreement, a cost is “incurred” when **HAVEN FOR HOPE** has expended funds to cover the cost. The invoice package must be submitted, month after month, until funding has been exhausted. The invoice package should include:

- in the form incorporated into this Agreement as **Exhibit “B”**: (1) an expenditure report itemizing Outreach Pilot Project efforts and Administrative Costs; (2) performance report;
- documentation deemed necessary for adequate fiscal control including, but not limited to original invoices, receipts, receiving documentation, contracts, proof of payment, timesheets, etc.;
- documentation of the Program’s eligible and necessary expenses for Outreach Pilot Project efforts, including Outreach Staff (salary, taxes and benefits), Outreach supplies (fuel, uniforms, bug spray, office supplies, etc.), Outreach Client Needs (sleeping bags, clothing, cots, mattresses, food, transportation, etc..)
- the report referenced in Section 5.07 below.

The invoice package should be submitted to:

By mail: **CITY OF LEON VALLEY**
 ATTN: FINANCE DEPARTMENT

6400 El Verde Road
Leon Valley, TX 78238

- 4.02 Delinquent or unacceptable invoice packages and/or performance reports shall excuse delay of reimbursement by **CITY OF LEON VALLEY**. **HAVEN FOR HOPE** will receive written Notice of delinquent or unacceptable invoicing/performance reporting within seven (7) business days of receipt of the invoice package. **HAVEN FOR HOPE** will have five (5) business days to resubmit corrected invoices/reporting. Invoice packages that are not re-submitted within five (5) business days will not be considered for reimbursement.
- 4.03 After receipt of and approval by **CITY OF LEON VALLEY** of **HAVEN FOR HOPE**'s billing package, **CITY OF LEON VALLEY** will reimburse **HAVEN FOR HOPE** an amount equal to the total amount of the billing package, subject to deduction for any costs questioned or not allowable, pursuant to the Texas Prompt Payment Act. **CITY OF LEON VALLEY** may withhold all or part of any payments to **HAVEN FOR HOPE** to offset reimbursement for any ineligible expenditures, disallowed costs, or overpayments that **HAVEN FOR HOPE** has not refunded to **CITY OF LEON VALLEY**. **CITY OF LEON VALLEY** may take repayment from funds available under this Agreement in amounts necessary to fulfill **HAVEN FOR HOPE**'s repayment obligations.
- 4.04 Within ten (10) business days of **CITY OF LEON VALLEY**'s written request, **HAVEN FOR HOPE** shall refund to **CITY OF LEON VALLEY** any sum of money paid by **CITY OF LEON VALLEY** to **HAVEN FOR HOPE** that **CITY OF LEON VALLEY** has determined:
 - a) Resulted in overpayment to **HAVEN FOR HOPE**;
 - b) Has not been spent by **HAVEN FOR HOPE** strictly in accordance with the terms of this Agreement; or
 - c) Is not supported by adequate documentation to fully justify the expenditure.
- 4.05 Funds provided to **HAVEN FOR HOPE** pursuant to this Agreement will be paid solely from lawfully available funds that have been duly appropriated by the **CITY OF LEON VALLEY**. Under no circumstances will the **CITY OF LEON VALLEY**'s obligations hereunder be deemed to create any debt within the meaning of any constitutional or statutory provision. Further, none of the **CITY OF LEON VALLEY**'S obligations under this Agreement shall be pledged or otherwise encumbered in favor of any commercial lender and/or similar financial institution. Further, the **CITY OF LEON VALLEY** shall not be obligated to pay any commercial bank, lender or similar institution for any loan or credit agreement made by **HAVEN FOR HOPE**.

ARTICLE 5
COOPERATION WITH MONITORING, AUDITS, AND RECORDS REQUIREMENTS

- 5.01 **HAVEN FOR HOPE** shall comply with all federal, state, and local laws and ordinances applicable to **CITY OF LEON VALLEY** for the work or services provided pursuant to this Agreement.
- 5.02 **HAVEN FOR HOPE** shall maintain all financial records in accordance with Cost Principles for Non-Profit Organizations, OMB Circular A-122; Audits of States, Local governments, and Non-Profit Organizations, OMB Circular A-133; and Uniform Administrative Requirements for Grants and Other Agreements with Institutions of Higher Education, Hospitals and Other Non-Profit

Organizations, OMB Circular A-110. These circulars shall be made part of all agreements pertaining to the Project.

- 5.03 **CITY OF LEON VALLEY** may conduct, at a minimum, two (2) monitoring visits to **HAVEN FOR HOPE**'s Project site to determine performance and compliance with the terms of this Agreement.
- 5.04 **HAVEN FOR HOPE** shall maintain books, records and other documents relating directly to the receipt and disbursement of funds under this Agreement. **HAVEN FOR HOPE** must maintain a receipts-and-disbursements ledger and a general ledger with an income-and-expense account for each line item. Paid invoices revealing check number, date paid and evidence of goods or services received must be filed according to the vendor paid.
- 5.05 **HAVEN FOR HOPE** shall allow any duly-authorized representative of the **CITY OF LEON VALLEY**, at all reasonable times, to have access to and the right to inspect, copy, audit, and examine all books, records and other documents of closeout procedures concerning this Agreement, until final settlement and conclusion of all issues arising out of this activity are completed.
- 5.06 An independent auditor hired and paid by **HAVEN FOR HOPE** shall audit the expenditure of funds pursuant to this Agreement as part of the annual audit performed on **HAVEN FOR HOPE**. The audit, with respect to the funds under this Agreement, shall include **HAVEN FOR HOPE**'s expenditures and revenues for the same time period as **HAVEN FOR HOPE**'s fiscal year.
- 5.07 As often and in such form as the **CITY OF LEON VALLEY** may require, **SERVICE PROVIDER** will furnish to the **CITY OF LEON VALLEY** information deemed by the **CITY OF LEON VALLEY** to be pertinent to matters covered by this Agreement. Additionally, **HAVEN FOR HOPE** will submit monthly reports outlining households assisted, funds expended, client demographic data and verification of grant-funded program expenses. **HAVEN FOR HOPE** will provide data supporting client eligibility for the services provided. Data shall include but not be limited to number/percentage of unduplicated clients enrolled into the Street Outreach Pilot Project, number/percentage of clients enrolled in the Street Outreach Pilot Project that successfully transitioned into shelter or other appropriate housing intervention, number/percentage of unduplicated clients enrolled in the Street Outreach Pilot Project and engaged in services (e.g. MH/SUD treatment, medical care, ID Recovery, etc.), and a Monthly Demographic Report to include metrics on unduplicated clients served (Number of Clients by Gender Identification, Number of Clients by Household size, Number of Clients by Family Income, and Number of Clients by Age). **HAVEN FOR HOPE** will also provide data relating to the Homeless Outreach Street efforts, including, but not limited to Outreach Street Worker supplies and Outreach Client supplies. Information requested by the City of Leon Valley shall be provided by Haven for Hope within 15 days of receipt of the request for information from the City of Leon Valley.

ARTICLE 6
REPRESENTATIONS, WARRANTIES AND COVENANTS

- 6.01 **HAVEN FOR HOPE** represents and warrants that:

- a) All information ever provided or to be provided to the **CITY OF LEON VALLEY** is complete and accurate as of the date shown on the document, and that since that date, **HAVEN FOR HOPE** has not undergone any significant change without written Notice to the **CITY OF LEON VALLEY**.
- b) Any supporting financial statements ever provided or to be provided to the **CITY OF LEON VALLEY** are complete, accurate and fairly reflect the financial condition of **HAVEN FOR HOPE** on the date shown on those statements and during the period covered, and that since that date, except as provided by written Notice to the **CITY OF LEON VALLEY**, there has been no material change, adverse or otherwise, in the financial condition of **HAVEN FOR HOPE**.
- c) No litigation or proceedings are presently pending or threatened against **HAVEN FOR HOPE** relating to the Agreement or Project.
- d) None of the provisions in this Agreement contravene or in any way conflict with the authority under which **HAVEN FOR HOPE** is doing business or with the provisions of any existing obligation or agreement of **HAVEN FOR HOPE**.
- e) **HAVEN FOR HOPE** has the legal authority to enter into this Agreement and accept payments, and has taken all necessary measures to authorize the execution of and the acceptance of payments under this Agreement.
- f) None of the **CITY OF LEON VALLEY'S** employees, volunteers, or subcontractors shall perform Services under this Agreement if he or she has (i) been convicted of or was placed in a pre-trial diversion program for any crime involving a sex offense; (ii) received a felony conviction or deferred adjudication within the past ten (10) years; or (iii) received a jailable misdemeanor conviction or deferred adjudication within the past five (5) years.

ARTICLE 7
POLITICAL ACTIVITY AND ADDITIONAL PROVISIONS

- 7.01 None of the performance under this Agreement may involve, and no portion of the funds received may be used, either directly or indirectly, for any political activity including, but not limited to, an activity to further the election or defeat of any candidate for public office or for any activity undertaken to influence the passage, defeat or final content of local, state or federal legislation.
- 7.02 Boycott of Israel. To the extent this Agreement constitutes a contract for goods or services for which a written verification is required under Section 2271.002, Texas Government Code, **HAVEN FOR HOPE** hereby verifies that it and its parent company, wholly- or majority-owned subsidiaries, and other affiliates, if any, do not boycott Israel and will not boycott Israel during the term of this Agreement. The foregoing verification is made solely to enable compliance with such Section and to the extent such Section does not contravene applicable Federal or Texas law. As used in the foregoing verification, 'boycott Israel,' a term defined in Section 2271.001, Texas Government Code, by reference to Section 808.001(1), Texas Government Code, means refusing to deal with, terminating business activities with, or otherwise taking any action that is intended to penalize, inflict economic harm on, or limit commercial relations specifically with Israel, or with a person or entity doing business in Israel or in an Israeli-controlled territory, but does not include an action made for ordinary business purposes.
- 7.03 Iran, Sudan, and Foreign Terrorist Organizations. **HAVEN FOR HOPE** represents that neither it

nor any of its parent company, wholly- or majority-owned subsidiaries, and other affiliates is a company identified on a list prepared and maintained by the Texas Comptroller of Public Accounts under Section 2252.153 or Section 2270.0201, Texas Government Code, and posted on any of the following pages of such officer's internet website:

<https://comptroller.texas.gov/purchasing/docs/sudan-list.pdf>,

<https://comptroller.texas.gov/purchasing/docs/iran-list.pdf>, or

<https://comptroller.texas.gov/purchasing/docs/fto-list.pdf>.

The foregoing representation is made solely to enable **THE CITY OF LEON VALLEY** to comply with Section 2252.152, Texas Government Code, and to the extent such section does not contravene applicable Federal law or Texas law and excludes **HAVEN FOR HOPE** and each of its parent company, wholly- or majority-owned subsidiaries, and other affiliates, if any, that the United States government has affirmatively declared to be excluded from its federal sanctions regime relating to Sudan or Iran or any federal sanctions regime relating to a foreign terrorist organization.

7.04 Verification Regarding Discrimination Against Fossil Fuel Companies. To the extent this Agreement constitutes a contract for goods or services for which a written verification is required under Section 2274.002 (as added by Senate Bill 13 in the 87th Texas Legislature, Regular Session), Texas Government Code, as amended, **HAVEN FOR HOPE** hereby verifies that it and its parent company, wholly- or majority-owned subsidiaries, and other affiliates, if any, do not boycott energy companies and will not boycott energy companies during the term of this Agreement. The foregoing verification is made solely to enable the **CITY OF LEON VALLEY** to comply with such Section and to the extent such Section does not contravene applicable Federal or Texas law. As used in the foregoing verification, "boycott energy companies," a term defined in Section 2274.001(1), Texas Government Code (as enacted by such Senate Bill) by reference to Section 809.001, Texas Government Code (also as enacted by such Senate Bill), shall mean, without an ordinary business purpose, refusing to deal with, terminating business activities with, or otherwise taking any action that is intended to penalize, inflict economic harm on, or limit commercial relations with a company because the company (A) engages in the exploration, production, utilization, transportation, sale, or manufacturing of fossil fuel-based energy and does not commit or pledge to meet environmental standards beyond applicable federal and state law; or (B) does business with a company described by (A) above.

7.05 Verification Regarding No Discrimination Against Firearm Entities and Firearm Trade Associations. To the extent this Agreement constitutes a contract for goods or services for which a written verification is required under Section 2274.002 (as added by Senate Bill 19 in the 87th Texas Legislature, Regular Session), Texas Government Code, as amended, **HAVEN FOR HOPE** hereby verifies that it and its parent company, wholly- or majority-owned subsidiaries, and other affiliates, if any, do not have a practice, policy, guidance, or directive that discriminates against a firearm entity or firearm trade association and will not discriminate against a firearm entity or firearm trade association during the term of this Agreement. The foregoing verification is made solely to enable the **CITY OF LEON VALLEY** to comply with such Section and to the extent such Section does not contravene applicable Federal or Texas law. As used in the foregoing

verification and the following definitions, 'discriminate against a firearm entity or firearm trade association,' a term defined in Section 2274.001(3), Texas Government Code (as enacted by such Senate Bill), (A) means, with respect to the firearm entity or firearm trade association, to (i) refuse to engage in the trade of any goods or services with the firearm entity or firearm trade association based solely on its status as a firearm entity or firearm trade association, (ii) refrain from continuing an existing business relationship with the firearm entity or firearm trade association based solely on its status as a firearm entity or firearm trade association, or (iii) terminate an existing business relationship with the firearm entity or firearm trade association based solely on its status as a firearm entity or firearm trade association and (B) does not include (i) the established policies of a merchant, retail seller, or platform that restrict or prohibit the listing or selling of ammunition, firearms, or firearm accessories and (ii) a company's refusal to engage in the trade of any goods or services, decision to refrain from continuing an existing business relationship, or decision to terminate an existing business relationship (aa) to comply with federal, state, or local law, policy, or regulations or a directive by a regulatory agency or (bb) for any traditional business reason that is specific to the customer or potential customer and not based solely on an entity's or association's status as a firearm entity or firearm trade association, 'firearm entity,' a term defined in Section 2274.001(6), Texas Government Code (as enacted by such Senate Bill), means a manufacturer, distributor, wholesaler, supplier, or retailer of firearms (defined in Section 2274.001(4), Texas Government Code, as enacted by such Senate Bill, as weapons that expel projectiles by the action of explosive or expanding gases), firearm accessories (defined in Section 2274.001(5), Texas Government Code, as enacted by such Senate Bill, as devices specifically designed or adapted to enable an individual to wear, carry, store, or mount a firearm on the individual or on a conveyance and items used in conjunction with or mounted on a firearm that are not essential to the basic function of the firearm, including detachable firearm magazines), or ammunition (defined in Section 2274.001(1), Texas Government Code, as enacted by such Senate Bill, as a loaded cartridge case, primer, bullet, or propellant powder with or without a projectile) or a sport shooting range (defined in Section 250.001, Texas Local Government Code, as a business establishment, private club, or association that operates an area for the discharge or other use of firearms for silhouette, skeet, trap, black powder, target, self-defense, or similar recreational shooting), and 'firearm trade association,' a term defined in Section 2274.001(7), Texas Government Code (as enacted by such Senate Bill), means any person, corporation, unincorporated association, federation, business league, or business organization that (i) is not organized or operated for profit (and none of the net earnings of which inures to the benefit of any private shareholder or individual), (ii) has two or more firearm entities as members, and (iii) is exempt from federal income taxation under Section 501(a), Internal Revenue Code of 1986, as an organization described by Section 501(c) of that code.

- 7.06 Affiliate. As used in this Agreement, the City understands 'affiliate' to mean an entity that controls, is controlled by, or is under common control with **HAVEN FOR HOPE** within the meaning of SEC Rule 405, 17 C.F.R. § 230.405, and exists to make a profit.
- 7.07 Form 1295. The Parties acknowledge and agree that **HAVEN FOR HOPE** submitted to the City a completed Form 1295 generated by the Texas Ethics Commission's (the "TEC") electronic filing application in accordance with the provisions of Section 2252.908 of the Texas Government Code and the rules promulgated by the TEC (the "Form 1295") at the time **HAVEN FOR HOPE** submitted its signature page to this Agreement. The City hereby confirms timely receipt of the Form 1295 from **HAVEN FOR HOPE** pursuant to Section 2252.908, and the City agrees to acknowledge such form with the TEC through its electronic filing application system not later than the 30th day after the receipt of such form. The City waives all claims related to the validity and

enforceability of this Agreement to the extent such claims are based on noncompliance with Section 2252.908, Texas Government Code.

7.08 Public Information. Notwithstanding any other provision to the contrary in this Agreement, all information, documents, and communications relating to this Agreement may be subject to the Texas Public Information Act and any opinion of the Texas Attorney General or a court of competent jurisdiction relating to the Texas Public Information Act. The requirements of Subchapter J, Chapter 552, Texas Government Code, may apply to this Agreement and, to the extent such requirements apply to this Agreement, **HAVEN FOR HOPE** agrees that this Agreement may be terminated if **HAVEN FOR HOPE** knowingly or intentionally fails to comply with a requirement of that subchapter, if applicable, and **HAVEN FOR HOPE** fails to cure the violation on or before the 10th business day after the date the City provides notice to **HAVEN FOR HOPE** of noncompliance with Subchapter J, Chapter 552. To the extent Section 552.372, Texas Government Code applies to this Agreement, **HAVEN FOR HOPE** is required to preserve all contracting information related to this Agreement as provided by the records retention requirements applicable to the City for the duration of this Agreement; promptly provide to the City any contracting information related to this Agreement that is in the custody or possession of **HAVEN FOR HOPE** on request of the City; and on completion of the Agreement, either provide at no cost to the City all contracting information related to the contract that is in the custody or possession of the entity or preserve the contracting information related to the contract as provided by the records retention requirements applicable to the City.

ARTICLE 8
AMENDMENTS AND CHANGES IN THE LAW

8.01 Any alterations, additions, or deletions to the terms of this Agreement must be documented in writing and signed by both Parties to be binding. Notwithstanding this requirement, it is understood and agreed by Parties hereto, that changes in local, state and federal rules, regulations or laws applicable hereto, may occur during the term of this Agreement and that any such changes shall be automatically incorporated into this Agreement without written amendment hereto, and shall become a part hereof as of the effective date of the rule, regulation or law.

ARTICLE 9
DELEGATION AND ASSIGNMENT

9.01 Neither Party may delegate the performance of any contractual obligation to a third party, unless mutually agreed in writing. A Party to this Grant Agreement may not assign its rights, privileges and obligations under this Grant Agreement in whole, or in part, without the prior written consent of the other Party. Any attempt to assign without such approval shall be void.

ARTICLE 10
SURVIVABILITY

10.01 Notwithstanding any expiration or termination of this Grant Agreement, the rights and obligations pertaining to the close-out, cooperation and provision of additional information, return of grant funds, audit rights, records retention, and any other provision implying survivability shall remain in effect after the expiration or termination of this Grant Agreement.

ARTICLE 11

ENTIRE AGREEMENT

11.01 This Agreement constitutes the final and entire agreement between the Parties and contains all of the terms and conditions agreed upon. No other agreement, oral or otherwise, regarding the subject matter of this Agreement will be deemed to exist or to bind the Parties unless it is in writing, dated subsequent to the date of this Agreement, and is duly executed by the Parties.

ARTICLE 12
INTERPRETATION

12.01 To the extent the terms and conditions of this Agreement do not address a particular circumstance or are otherwise unclear or ambiguous, such terms and conditions are to be construed consistent with the general objectives, expectations and purposes of this Agreement and in all cases, according to its fair meaning. The parties acknowledge that each Party and its counsel have reviewed this Agreement and that any rule of construction to the effect that any ambiguities are to be resolved against the drafting Party shall not be employed in the interpretation of this Agreement. Any vague, ambiguous or conflicting terms shall be interpreted and construed in such a manner as to accomplish the purpose of the Agreement.

ARTICLE 13
LEGAL CONSTRUCTION

13.01 If any provision of this Agreement is for any reason held to be invalid, illegal or unenforceable in any respect, then that invalidity, illegality or unenforceability shall not affect any other provision and this Agreement shall be construed as if the invalid, illegal or unenforceable provision had never been a part of the Agreement.

ARTICLE 14
SOVEREIGN IMMUNITY

14.01 It is expressly understood and agreed that in the execution of this Grant Agreement, neither of the Parties waives or shall be deemed hereby to waive any immunity or defense that would otherwise be available to it against claims arising in the exercise of governmental powers or functions.

ARTICLE 15
TEXAS LAW TO APPLY

15.01 This Agreement shall be construed under and in accordance with the laws of the United States and the State of Texas, and all obligations of the Parties are performable in Bexar County, Texas. The Parties agree that venue for any litigation arising from this Agreement shall lie in Bexar County, Texas.

ARTICLE 16
NOTICE

16.01 For purposes of this Agreement, all official communications and notices (“Notice”) among the Parties will be sufficient if in writing and mailed, by registered or certified mail with postage prepaid, to the addresses set forth below:

If to CITY OF LEON VALLEY:

With copy to:

If to HAVEN FOR HOPE: Haven for Hope of Bexar County
Kim Jeffries
President and CEO
1 Haven for Hope Way
San Antonio, Texas 78207

With copy to:

ARTICLE 17
MULTIPLE COUNTERPARTS

17.01 This Agreement may be executed in separate identical counterparts by the Parties hereto and each counterpart, when so executed and delivered, will constitute an original instrument, and all such separate identical counterparts will constitute but one and the same instrument.

IN WITNESS WHEREOF, this Agreement is executed in duplicate originals on this _____ day of _____, 2024.

CITY OF LEON VALLEY:

HAVEN FOR HOPE OF BEXAR COUNTY:

By: _____

By: _____

Kim Jeffries
President and CEO

APPROVED AS TO LEGAL FORM:

By: _____

APPROVED AS TO FINANCIAL CONTENT:

By: _____

**EXHIBIT “A”
WORK STATEMENT**

- **AGENCY NAME:** Haven for Hope of Bexar County
- **PROJECT NAME:** **The Haven for Hope Street Outreach Pilot Project**
- **PROJECT DESCRIPTION:**

Haven for Hope's mission is to offer a place of hope and new beginnings by providing, coordinating and delivering an efficient system of care for people experiencing homelessness in San Antonio.

The project entails the recruitment of two outreach workers at Haven for Hope dedicated to connecting individuals experiencing homelessness with shelter and supportive services. The one-year pilot program will initially launch in Leon Valley. The primary goals of this pilot program are to enhance access to shelter and supportive services, refine data collection and analysis methods, and foster stronger collaboration with stakeholders.

- **FUNDING:** **HAVEN FOR HOPE** will use reasonable efforts to utilize \$40,000 of the funding provided under this agreement to maximize the impact of Outreach Street Pilot project goals in conjunction with other initiative contributions.
- **SERVICE AVAILABILITY:**
 - a. **Service Location:** Street Outreach: Leon Valley; Intake/After-hours emergency shelter: 1 Haven for Hope Way, San Antonio, TX 78207
 - b. **Service Hours:** Street Outreach Team: Monday-Friday, 8:00am-5:00pm; Intake: Monday-Friday, 7:00am – 3:00pm; After-hours emergency shelter pre-intake available (enter at South Gate)
- **TARGET POPULATION:** Unsheltered individuals experiencing homelessness
- **BENCHMARKS:** The mutual agreement between the **CITY OF LEON VALLEY** and **HAVEN FOR HOPE** aims to enhance clarity and establish a structured framework for all stakeholders involved by identifying the following tentative markers for the initiation of the Street Outreach Pilot Project:
 - a. Within 45 days from executed agreement, one (1) Full-time Street Outreach Employee will be hired and onboarded
 - b. Within 90 days from executed agreement, the Street Outreach Pilot Project will launch in Leon Valley

- **ELIGIBILITY CRITERIA:** No eligibility is required for Street Outreach services specifically. Those wishing to move forward with shelter and additional services are subject to the following:
 - a. Be homeless (Lacking a fixed, regular, and adequate nighttime residence), and have proof of homelessness (eviction notice, statement from family member/friend, motel/hotel receipts, or verification by Street Outreach)
 - b. Be a resident of Bexar County with proof of residency for at least 9 months (Transformational Campus only).
Proof of residency is a document that proves your status as a Bexar County resident; for example, tax documents, copy of lease, library cards, pay stubs, hospital records, etc.
 - c. government or state-issued photo ID (such as a driver's license, passport, military ID, Bexar County Mug Shot, or any state or federally-issued photo ID) or be willing to obtain photo ID within 30 days

EXHIBIT “B”
INVOICE PACKAGE

1. Invoice
2. Monthly Expenditure Report
3. Monthly Performance Report

INVOICE

AGENCY NAME: Haven for Hope of Bexar County

PROJECT NAME: The Haven for Hope Street Outreach Pilot Program

PROJECT SITE: _____

PERIOD COVERED: _____ INVOICE NO: _____

Line-Item	Budget	TOTAL Cost to Date	Less Payment Received	Amount Due
Total Budget:	\$40,000			
Total Due:				\$

By signing this request for payment, I certify to the best of my knowledge and belief that the report is true, complete, and accurate, and the [expenditures](#), disbursements and cash receipts are for the purposes and objectives set forth in the terms and conditions of the [Federal award](#). I am aware that any false, fictitious, or fraudulent information, or the omission of any material fact, may subject me to criminal, civil or administrative penalties for fraud, false statements, false [claims](#) or otherwise. ([U.S. Code Title 18, Section 1001](#) and Title 31, Sections 3729-3730 and 3801-3812).

Prepared By: _____ Date: _____

Approved By: _____ Date: _____

CITY USE ONLY	
Reviewed by City _____	Date: _____
Approved by City _____	Date: _____

PERFORMANCE MEASURES

SUBRECIPIENT NAME: Haven for Hope of Bexar County

PROJECT NAME: Haven for Hope Street Outreach Pilot

Date: _____

Contract: City of Leon Valley

RBA	PM Number	Performance Measure Description	Instructions to Agency	Q1 Oct-Dec	Q2 Jan-Mar	Q3 Apr-Jun	Q4 Jul-Sep	Year End Target
How Much	1	Aggregate Data Only: Number/Percentage of unduplicated clients enrolled into the Haven for Hope Street Outreach Pilot Project (completed HUD Data Elements and have a date of engagement)	Required Entry → (Enter the number of unduplicated clients completing HUD Data Elements and have a date of engagement)					
Better Off	2	Aggregate Data Only: Number/Percentage of clients enrolled into the Haven for Hope Street Outreach Pilot Project that successfully transitioned to shelter or other appropriate housing intervention	Required Entry → (Enter the number of unduplicated clients connected to a housing intervention)					
Better Off	3	Aggregate Data Only: Number/Percentage of unduplicated clients enrolled into the Haven for Hope Street Outreach Pilot Project and engaged in services (e.g. MH/SUD treatment, medical care, ID Recovery, etc.)	Required Entry → (Enter the number of unduplicated clients transitioning to or engaging in a higher level of care)					
How Much	DEM	Monthly Demographic Report to include the below metrics on unduplicated clients served. Demographic data will be captured in the HUD Homeless Management Information System (HMIS) which is a real-time client management system. Aggregate Demographic data will be based on client information at the time of data extraction and subject to change based on client updates.						
How Much	DEM	A. Number of Clients by Gender Identification	E. Number of Clients by Race					
How Much	DEM	B. Number of Clients by Household size	F. Number of Clients by Race					
How Much	DEM	C. Number of Clients by Family Income	G. Number of Clients by Service Area					
How Much	DEM	D. Number of Clients by Age	H. Number of Clients by Service Area					

AUTHORIZED SIGNATURE:

I certify that, to the best of my knowledge and belief, the billed costs of disbursements are in accordance with the terms of the project, scope of work and budget and that the reimbursement represents the federal share due, which has not been previously requested and all work has been performed in accordance with the terms of this grant.

Prepared by:

Phone:

Name and Title

Approved by:

Date:

Signature of Authorized Official

EXHIBIT “C”
Insurance Requirements

TML is getting these documents.



Certificate of Coverage

{Section}.72.

TMLIRP Contract Number: 8259	
Member: Leon Valley Ms. Lisa Hernandez Human Resources Director 6400 El Verde Rd Leon Valley, Texas 78238-2399	Company Affording Coverage: Texas Municipal League Intergovernmental Risk Pool (TMLIRP) PO Box 149194 Austin, TX 78714-9194 (512) 491-2300 or (800) 537-6655 Fax: (512) 491-2404

Certificate Holder:
Haven for Hope
1 Haven for Hope Way
San Antonio, Texas 78207

This is to certify that the coverages listed below have been provided to the member and are in effect at this time. Notwithstanding any requirements, terms, or conditions of any other contract or agreement with respect to which this certificate may be issued or may pertain, the coverage afforded by TMLIRP described herein is subject only to the terms, exclusions and additions of TMLIRP's coverage contracts between TMLIRP and its member(s). Coverage is continuous until canceled.

<p>General Liability Effective Date: 10/1/2023 Anniversary Date: 10/1/2024</p> <p>Limits of Liability (Each Occurrence): \$2,000,000 Sudden Events Involving Pollution (Each Occurrence): \$2,000,000 Annual Aggregate: \$4,000,000 Deductible per Occurrence: \$0</p> <p>Law Enforcement Liability Effective Date: _____ Anniversary Date: _____</p> <p>Limits of Liability (Each Occurrence): _____ Annual Aggregate: _____ Deductible per Occurrence: _____</p> <p>Errors and Omissions Liability Effective Date: 10/1/2023 Anniversary Date: 10/1/2024</p> <p>Limits of Liability(Each Wrongful Act): \$2,000,000 Annual Aggregate: \$4,000,000 Deductible per Occurrence: \$5,000</p> <p>Auto Liability Effective Date: 10/1/2023 Anniversary Date: 10/1/2024</p> <p>Limits of Liability (Each Occurrence): \$1,000,000 Deductible per Occurrence: \$0</p> <p>Auto Physical Damage Effective Date: _____ Anniversary Date: _____</p> <p>Limits of Liability: _____ Collision Deductible: _____ Comprehensive Deductible: _____</p> <p style="text-align: center;">Yes No</p> <p>Loss Payee: <input type="checkbox"/> Yes <input type="checkbox"/> No</p>	<p>Real & Personal Property Effective Date: _____ Anniversary Date: _____</p> <p>Limits of Coverage: _____ Deductible per Occurrence: _____</p> <p>Mobile Equipment Effective Date: _____ Anniversary Date: _____</p> <p>Limits of Coverage: _____ Deductible per Occurrence: _____</p> <p>Boiler & Machinery - Broad Form Effective Date: _____ Anniversary Date: _____</p> <p>Per Accident Limit: _____ Deductible per Occurrence: _____</p> <table border="1" style="width:100%; border-collapse: collapse;"> <thead> <tr> <th></th> <th style="text-align: center;">Yes</th> <th style="text-align: center;">No</th> </tr> </thead> <tbody> <tr> <td>Mortgagee</td> <td><input type="checkbox"/></td> <td><input type="checkbox"/></td> </tr> <tr> <td>Loss Payee</td> <td><input type="checkbox"/></td> <td><input type="checkbox"/></td> </tr> <tr> <td>Loan Number:</td> <td><input type="checkbox"/></td> <td><input type="checkbox"/></td> </tr> </tbody> </table> <table border="1" style="width:100%; border-collapse: collapse;"> <thead> <tr> <th style="text-align: left;">Year/Make/Model</th> <th style="text-align: center;">VIN</th> <th style="text-align: center;">Value</th> </tr> </thead> <tbody> <tr><td> </td><td> </td><td> </td></tr> <tr><td> </td><td> </td><td> </td></tr> <tr><td> </td><td> </td><td> </td></tr> <tr><td> </td><td> </td><td> </td></tr> <tr><td> </td><td> </td><td> </td></tr> <tr><td> </td><td> </td><td> </td></tr> <tr><td> </td><td> </td><td> </td></tr> <tr><td> </td><td> </td><td> </td></tr> <tr><td> </td><td> </td><td> </td></tr> <tr><td> </td><td> </td><td> </td></tr> </tbody> </table> <p>Loan Number: _____</p>		Yes	No	Mortgagee	<input type="checkbox"/>	<input type="checkbox"/>	Loss Payee	<input type="checkbox"/>	<input type="checkbox"/>	Loan Number:	<input type="checkbox"/>	<input type="checkbox"/>	Year/Make/Model	VIN	Value																														
	Yes	No																																												
Mortgagee	<input type="checkbox"/>	<input type="checkbox"/>																																												
Loss Payee	<input type="checkbox"/>	<input type="checkbox"/>																																												
Loan Number:	<input type="checkbox"/>	<input type="checkbox"/>																																												
Year/Make/Model	VIN	Value																																												

DESCRIPTION:
Confirmation of coverage. General Liability/Errors & Omissions Liability/Automobile Liability coverages are primary and non-contributory.

Cancellation: Should any of the above described coverages be canceled before the anniversary date thereof, TMLIRP will endeavor to mail 30 days written notice to the above named certificate holder, but failure to mail such notice shall impose no obligation or liability of any kind upon TMLIRP.

Authorized Representative: Louis Canales

Date Issued:

2/27/2024



Grant Agreement with Haven for Hope

Crystal Caldera, PhD
City Manager
City Council Meeting
March 5, 2024

Summary

- Question
 - Whether or not to enter into a grant agreement with Haven for Hope in the amount not to exceed \$40,000 for street outreach personnel
- Options
 - Approve the request
 - Approve a variation of the request
 - Deny
- Declaration
 - The City Council's Discretion

Purpose

- Enter into a grant agreement with Haven for Hope
- In the amount not to exceed \$40,000
- For street outreach personnel
 - Assist in gathering data from our homeless population
 - We can better understand the resources that are needed

Background

- 5-16-2023 First read on amending Chapter 8, Offenses and Nuisances
- 6-6-2023 Second read and passage of Chapter 8, Offenses and Nuisances
- 7-18-2023 – Budget adjustment – withdrawn
- Request with County to assist with a community outreach person

Fiscal Impact

- \$40,000 Budget adjustment

Recommendation

- City Council's Discretion

MAYOR AND COUNCIL COMMUNICATION

DATE: March 5, 2024
TO: Mayor and Council
FROM: Dr. Crystal Caldera, City Manager
SUBJECT: Presentation Discussion and Possible Action on an Ordinance Authorizing a Fiscal Year 2023-24 General Fund Budget Adjustment in the Amount of \$40,000 for the Purpose of Increasing The City Manager & Council Department Budget to Enter into a Grant Agreement with Haven for Hope for a Street Outreach Staff Person.

PURPOSE

This M & C requests approval for a budget adjustment, which will increase the City Manager & Council Department by \$40,000 to Enter into a Grant Agreement with Haven for Hope for a Street Outreach Staff Person. The Community Outreach person would assist in gathering data from our homeless population so we can better understand the resources that are needed to address this issue.

FISCAL IMPACT

A budget adjustment in the amount of \$40,000 is requested. The funds would come from the General Fund Reserve.

RECOMMENDATION

Staff recommends approval.

APPROVED : _____ DISAPPROVED: _____

APPROVED WITH THE FOLLOWING AMENDMENTS :

ATTEST :

SAUNDRA PASSAILAIGUE, TRMC
City Secretary

AN ORDINANCE OF THE CITY OF LEON VALLEY, TX, CITY COUNCIL AUTHORIZING A FISCAL YEAR 2023-24 GENERAL FUND BUDGET IN THE AMOUNT OF \$40,000 FOR THE PURPOSE OF INCREASING THE CITY MANAGER & COUNCIL DEPARTMENT; PROVIDING FOR REPEALER, SEVERABILITY AND SAVING CLAUSES; AND PROVIDING FOR AN EFFECTIVE DATE.

WHEREAS, the City of Leon Valley has already approved their FY 2023-2024 Budget on September 05, 2023; and

WHEREAS, it has been determined that funding should be added to the FY 2023-2024 Budget; and

WHEREAS, it is necessary to adjust the City Manager & Council Department Budget by a total amount of \$40,000

NOW THEREFORE, BE IT ORDAINED BY THE CITY COUNCIL OF THE CITY OF LEON VALLEY, TEXAS, THAT:

SECTION 1. The City’s General Fund budget is hereby adjusted to the amount of \$40,000 to increase the City Manager & Council Department Budget to enter into a grant agreement with Haven for Hope in the amount not to exceed \$40,000 for street outreach staff person.

SECTION 2. The financial allocations in this Ordinance are subject to approval by the Finance Director. The Finance Director may, subject to concurrence by the City Manager or the City Manager’s designee, correct allocations as necessary to carry out the purpose of this Ordinance.

SECTION 3. It is hereby declared to be the intention of the City Council that the sections, paragraphs, sentences, clauses, and phrases of this Ordinance are severable, and if any phrase, clause, sentence, or section of this Ordinance shall be declared unconstitutional or invalid by any court of competent jurisdiction, such unconstitutionality or invalidity shall not affect any other remaining phrase, clause, sentence, paragraph, or section of this Ordinance.

SECTION 4. The repeal of any Ordinance or part of Ordinances effectuated by the enactment of this Ordinance shall not be construed as abandoning any action now pending under or by virtue of such Ordinance or as discontinuing, abating, modifying, or altering any penalty accruing or to accrue, or as affecting any rights of the municipality under any section or provisions at the time of passage of this Ordinance.

SECTION 5. This Ordinance shall become effective immediately upon its passage and publication as required by law.

PASSED, ADOPTED AND APPROVED by the City Council of the City of Leon Valley
this the ___ day of ____, 2024.

APPROVED

CHRIS RILEY
MAYOR

Attest:

SAUNDRA PASSAILAIGUE, TRMC
City Secretary

Approved as to Form:

City Attorney

Approval of an Ordinance Authorizing a Fiscal Year
2022-23 General Fund Budget Adjustment in the
Amount of \$40,000 for the Purpose of Increasing
the City Manager & Council Department Budget.

Crystal Caldera, PhD
City Manager
City Council Meeting
March 5, 2024

Summary

- Question
 - Approve an Ordinance authorizing budget adjustment in the amount of \$40,000 for the FY 2023-2024 budget year.
- Options
 - Approve
 - Deny
- Recommendation
 - Council's Discretion

Purpose/Background

- Consider approval of an Ordinance authorizing budget adjustments for FY 2023-2024
 - Budget adjustment will increase the City Manager & Council Department by \$40,000 to enter into a grant agreement with Haven for Hope for a Street Outreach staff person

Recommendation

- Council's Discretion

MAYOR AND COUNCIL COMMUNICATION

DATE: March 5, 2024

TO: Mayor and Council

FROM: Crystal Caldera, City Manager Initiator's Name, Title

SUBJECT: Presentation, Discussion, and Possible Action on a Resolution Adopting a Revised Mission and Vision Statement for the City of Leon Valley

PURPOSE & BACKGROUND

The purpose of this item is for the City Council to adopt revised mission and vision statements. On February 24, 2024, the Leon Valley City Council joined together to revise the mission and vision statements. The Council jointly agreed to revise the mission and vision statements as follows:

Original Mission Statement: The City of Leon Valley will provide our community with a superior quality of life by balancing social equity, environmental stewardship and economic development to achieve sustainability.

Revised Mission Statement: The City of Leon Valley is committed to protecting the quality of life, safety, and liberty while prioritizing fiscal responsibility, resiliency, sustainability and economic development.

Original Vision Statement: The City of Leon Valley will be a sustainable community by balancing Social Equity, Economic Development and Environmental Stewardship (S.E.E.).
Social Equity -The City will promote a superior quality of life by responding to citizens in a fair and prompt manner, by providing outstanding public safety services, high quality educational, recreational, historical and cultural amenities and superb infrastructure. The City will encourage collaborative participation by its residents, businesses and stakeholders.

Economic Development- The City will provide a diverse and versatile business environment that supports a healthy economy. The City will exhibit a distinctive and welcoming identity at its boundaries and throughout the community. The City will attract, expand and retain viable businesses to promote development and redevelopment, including a town-centered design, pedestrian friendly connections and world class public transit.

Environmental Stewardship -The City will become carbon-neutral by conserving and preserving natural resources and by expanding recycling initiatives and enhancing our environment with earth-friendly practices.

Revised Vision Statement: The City of Leon Valley strives to foster a community that is resilient to challenges, sustainable for future generations, and economically dynamic, ensuring a prosperous and harmonious future for all.

FISCAL IMPACT

None

RECOMMENDATION

Council Discretion

APPROVED: _____ DISAPPROVED: _____

APPROVED WITH THE FOLLOWING AMENDMENTS:

ATTEST:

SAUNDRA PASSAILAIGUE, TRMC
City Secretary

RESOLUTION No.

A RESOLUTION ADOPTING A REVISED MISSION AND VISION STATEMENT FOR THE CITY OF LEON VALLEY

WHEREAS, the Governing body of the City of Leon Valley believes that the development of a mission and vision statements are vital to planning for the future of the community;

WHEREAS, the City of Leon Valley has developed a mission and vision statement through a collaborative approach among city leaders;

WHEREAS, the establishment of the mission and vision statement provides the framework for the development of the City of Leon Valley and gives both the city staff and residents a direction and a sense of purpose to the actions of the community and its organization;

NOW, THEREFORE, BE IT RESOLVED BY THE CITY COUNCIL OF THE CITY OF LEON VALLEY:

SECTION 1. The revised Mission statement is as follows: “The City of Leon Valley is committed to protecting the quality of life, safety, and liberty while prioritizing fiscal responsibility, resiliency, sustainability and economic development.”

SECTION 2. The revised vision statement is as follows: “The City of Leon Valley strives to foster a community that is resilient to challenges, sustainable for future generations, and economically dynamic, ensuring a prosperous and harmonious future for all.”

SECTION 3. It is hereby declared to be the intention of the City Council that the sections, paragraphs, sentences, clauses, and phrases of this Resolution are severable, and if any phrase, clause, sentence, or section of this Resolution shall be declared unconstitutional or invalid by any court of competent jurisdiction, such unconstitutionality or invalidity shall not affect any other remaining phrase, clause, sentence, paragraph, or section of this Resolution.

SECTION 4. The repeal of any Resolution or part of Resolutions effectuated by the enactment of this Resolution shall not be construed as abandoning any action now pending under or by virtue of such Resolution or as discontinuing, abating, modifying, or altering any penalty accruing or to accrue, or as affecting any rights of the municipality under any section or provisions at the time of passage of this Resolution.

SECTION 5. This Resolution shall become effective immediately upon its passage and publication as required by law.

PASSED, ADOPTED AND APPROVED by the City Council of the City of Leon Valley
this the 5th day of March 2024.

APPROVED

CHRIS RILEY
MAYOR

Attest:

SAUNDRA PASSAILAIGUE, TRMC
City Secretary

Approved as to Form:

ART RODRIGUEZ
City Attorney



Mission and Vision Statement

Crystal Caldera, PhD
City Manager
City Council Meeting
March 5, 2024

Summary

- Question
 - Whether or not to adopt the revised mission and vision statements
- Options
 - Approve the request
 - Approve a variation of the request
 - Deny
- Declaration
 - The City Council's Discretion

Purpose

- To adopt the revised mission and vision statement

Background

- 2-24-2024 : The Council collectively agreed to revise the mission and vision statement

Background

- Original Mission Statement: The City of Leon Valley will provide our community with a superior quality of life by balancing social equity, environmental stewardship and economic development to achieve sustainability.
- Revised Mission Statement: The City of Leon Valley is committed to protecting the quality of life, safety, and liberty while prioritizing fiscal responsibility, resiliency, sustainability and economic development.

Background

- Original Vision Statement: The City of Leon Valley will be a sustainable community by balancing Social Equity, Economic Development and Environmental Stewardship (S.E.E.).
- Social Equity -The City will promote a superior quality of life by responding to citizens in a fair and prompt manner, by providing outstanding public safety services, high quality educational, recreational, historical and cultural amenities and superb infrastructure. The City will encourage collaborative participation by its residents, businesses and stakeholders.
- Economic Development- The City will provide a diverse and versatile business environment that supports a healthy economy. The City will exhibit a distinctive and welcoming identity at its boundaries and throughout the community. The City will attract, expand and retain viable businesses to promote development and redevelopment, including a town-centered design, pedestrian friendly connections and world class public transit.
- Environmental Stewardship -The City will become carbon-neutral by conserving and preserving natural resources and by expanding recycling initiatives and enhancing our environment with earth-friendly practices.
- Revised Vision Statement: The City of Leon Valley strives to foster a community that is resilient to challenges, sustainable for future generations, and economically dynamic, ensuring a prosperous and harmonious future for all.

Fiscal Impact

- None

Recommendation

- City Council's Discretion

OUTSTANDING CITY COUNCIL ITEMS

- **Review of the Water Rates**
 - 6/20/2023 Postpone council requested this be a retreat item for 7/22/23.
 - Council will be looking at a 1% increase at a future meeting.
 - This will be discussed at the Town Hall meeting- on 11/21/2023, the Council decided on a workshop.
 - 12/5/2023 City Council reviewed the presentation from Waterworth. The next workshop is scheduled for 2/20/2023 (the date has been moved). We were waiting on the audited numbers. We just received them. We will be setting a new date for review.
- **Flooding**
 - Was addressed at the following Council Meetings.
 - 08/03/2021 – Flood damage prevention Ord. # 21-034.
 - 11/2/2021 – To discuss flood mitigation strategies.
 - 12/07/2021 – Short-Term options to address flooding.
 - Budget Adjustment – For funding floodway monitoring and software upgrades.
 - Upcoming Council presentation 1/18/2022.
 - Budget Adjustment – for creek cleanup.
 - Staff is proposing \$150,000 in ARP funds. Upcoming Council meeting TBD.
 - Segment one of Huebner Creek will be presented to the Council on 4/19/2022.
 - Council decided to look at the 50' wide, protected little league, the study will be brought back to the Council before we agree to do it.
 - Budget adjustment for creek cleanup.
 - 6/7/2022
 - Budget adjustment for flood gates and notification system.
 - 6/7/2022 postponed
- Huebner Creek Channel Improvement presentation 9/20/2022.
 - Council direction to bring back budget adjustment on \$633,000.
 - First Read 10/3/2022.
 - Second Read 10/18/2022.
 - 11/21/2023 – PW Director will provide an update and receive direction – Council decided to have a field trip to look at the creek layout TBD.
 - The Council decided to conduct a field trip in the Natural Area
 - 12/6/2023 the Council walked the steaked-out creek realignment
 - 1/16/2023 – The Council will revisit the project.
 - 2/24/2023- the Council will have a workshop to discuss with the engineer.
 - The council directed the engineer to look at a plan that leaves the creek alignment alone, a new tree survey, and build a retaining wall for erosion.

- **Legal review of the Sign Code**
 - Councilor Orozco and Bradshaw will work on this item.
 - Look into sign flippers in the median on Bandera
 - The council requested this item go to the Economic Development Advisory Committee. Economic Development Advisory Committee completed its review and a recommended version will come to council in April.
- **Seneca West R6 Zone change**
 - 3/7/2023
 - Council requested some prices to replat as larger lots, not in favor of R6.
 - Staff will be getting prices to plat larger lots and bring them back to the Council.
 - Staff has received the plans and probable cost and will review them with the Council at the retreat.
 - 08/10/2023 Discuss at the retreat. The Council would just like to plat and sell as is.
 - 11/7/2023 Executive session on four options.
 - 11/21/2023 Executive session on two options.
 - This Will be discussed at the town hall meeting.
 - Executive session on 2/6/24
 - Looking at revisiting in March
- **Tiger brush and bulk issues- Contract ends January 1, 2025 (Item Remaining from Retreat)**
 - Discussed at the following City Council Meetings
 - 02/22/2021
 - Council addressed complaints and Tiger Sanitation responded.
 - 09/7/2021
 - Considered a resolution on how to manage bulk pick-up. Resolution # 21-031-R, the direction was given to CM to come back with a plan.
 - Considered and Ordinance Amending the Ord 14.02 Solid Waste First reading.
 - 11/2/2021
 - Considered and Ordinance Amending the Ord 14.02 Solid Waste Second Reading Passes Ord. # 21-053.
 - 1/11/2022
 - The Council considered two options to manage the overflow of Brush. The Council decided to have PW pick up the overage after Tiger Sanitation picked up their 8 CY.
 - There were 11 homes with oversized brush the City had the item picked on 3/4/22-3/8/22.
 - 05/17/2022 Council meeting discussing rate increase.

- Council allowed the 2.5% increase for July and another in January but did not approve the 7.5 % increase.
- Council was willing to renegotiate terms.
 - On 8/23/2022, Council decided to leave terms as is.
- On 9/19/2023 the staff took a draft survey to the Council. Staff will amend it and bring it back to the Council at a later time.
- Will ask for input at the Town Hall meeting. The council decided on the final survey on 12/19/2023.
- The Council presented the Survey at the Town Hall meeting. The majority of Participants are satisfied with their trash service
- 02/20/2024- The Council will discuss the distribution of the survey.
- **Discussion of updating the Strategic Plan, Mission, & Vision Statement**
 - Will be placed on the Town Hall meeting for discussion-Council decided at the 11/21/23 Council meeting to hold a workshop.
 - February 3, 2024, workshop scheduled. At the council chambers. The Council changed the date to 2/24/24 to coincide with another workshop.
 - The Council decided to amend the mission and vision statements. Holding another workshop for the goals and objectives and core values.
- **Silo design per request of the adjacent property owner**
 - 5/2/2023 – Moved by CM due to the number of items on the agenda.
 - 5/16/2023 – Scheduled
 - Council Requested outreach to local universities.
 - Melinda is working on quotes.
- **Sustainability Overlay**
 - 6/6/2023 Staff is not ready and has been postponed until September.
 - 725/2023 – Zoning Commission started to review. The item is with the Attorney.
- **Stray Animal Ordinance**
 - Currently being reviewed by the City Attorney – we cannot require private industry to take in and adopt our stray animals.
 - Looking at a possible interlocal agreement.
 - Staff has met with the county for a long-term solution.
- **Neighborhood/Citizen Survey**
 - Will be tied to the solid waste survey. The council decided to keep these two separate items.
- **Looking at an amendment to Section 15.02 Appendix C (I), D Structural Nonconformity to add a matching percentage from Economic Community Development funds.**
 - After the sustainability review.
- **Four-way stop at Forest Meadow and Evers.**
 - To be evaluated upon the development of the Evers property.
- **Interlocal Agreement with the County regarding an Outreach Coordinator.**

- Bexar County is asking the City to sign a separate agreement with Haven for Hope. They will be completing a draft and sending it over for council approval in March 5, 2024.
- **Consumer protection mandate on refunds**
 - Sent request to attorney. Attorney feels that we have the laws in place
- **Speed hump policy changes- (Item Remaining from Retreat)**
 - This was added by Mr. Campos who wants to review the policy before adding.
- **Review of the Personnel Manual**
- **Discussion on large capital projects – Possible Bond**
 - Public Works Building
 - ADA requirements
 - Crystal Hills Park
 - Pool
 - Dog Park
 - Library Annex

ITEMS ARE STILL IN THE PIPELINE BUT HAVE BEEN ADDRESSED

- **John Marshall Traffic Plan – CR, JH**
 - Discussed at the following Council meeting.
 - 12/14/2022 Next steps
 - NISD engineers are still working on the plan, collecting traffic counts, and coordinating with CoSA Traffic Department.
 - Once complete, additional meetings will be held with the City to determine the feasibility and appropriateness.
 - Once plans are final, the proposal will be presented to City Council for approval.
 - John Marshal Update on 3/15 based on 2/14 meeting.
 - The City received feedback on possible neighborhood suggestions on 5/09/2022. Joint meeting to be determined.
 - Heard by City Council to possible street closures on 8/23/20. Engineers will develop a report, and PD and Fire will review it.
 - Taking to Council on 10/3/2022.
 - 2/7/2023 council will review speed pads and school zones.
 - Council decided to move forward with the speed pads and wait on the school zone. The delineators will also be left alone.
 - Speed pads have been installed and school zone on Huebner is being addressed.
 - Interlocal agreement with San Antonio is complete. A budget adjustment of \$74,000 was approved by the Council for the mast traffic arms.

- We met with the contractor, The Levy Company, and they informed us that the mast arms will take 16-24 weeks for delivery, so work will not start until December or January.
- 1/10/2023- installation has begun
- **Red-light Cameras first available contract end term is May 2037**
 - City Council adopted a Resolution declaring the intent to phase out redlight cameras 4/6/2021 – Resolution # 21-009R.
 - The RLC Contract would be difficult to terminate without financial obligation from the City.
 - City Council supports HB 1209 and physically delivers letters in support to Cortez, Biederman, Canales, Menendez
 - Funds – Eligible projects – CR
 - Will be discussed at the Town Hall Meeting on January 22, 2022.
 - Discussed at the retreat Council has decided not to spend funds until we know what the legislature is doing.
 - Resolution supporting SB 446-2/21/2023.
 - The item was not approved during the legislation process the Council will try again in 2025.
- **Comprehensive Master Plan**
 - Was addressed at the following Council meetings:
 - 2/2/2021
 - 3/23/2021
 - 06/1/2021
 - This item was discussed during the budget process and ultimately, the Council decided not to expend the funds on this project at this time.
 - Will be discussed under the Town Hall meeting update to the Council on 4/19/2022.
 - Council would like us to use our future land use map.
 - Establish neighborhood boundaries
 - Council has opted not to Update Master Plan.
 - P & Z Director investigating a university conducting the plan.
 - Boundaries of the neighborhood
- **Sewer Service Charge Adjustments**
 - Council meeting 2/15/22.
 - Impact Fees Removed.
 - Sewer Charges will be brought back at a later time.
- **Apartments Finley And Sierra Royale, Forest Oaks, Vista Del Rey- BM**
 - Update on one of the Apartment Complexes at the CC mtg 3/15.
 - Presentation was given on Vista Del Rey.
 - Next apartment review is on 5/3/2022.
 - Staff received legal advice in the executive session.
 - Executive session 8/2/2022

- Council decided to file a Chapter 54 lawsuit against Vista Del Rey, filed on 8/5/2022.
- TRO was granted on 8/8/2022.
- Administrative warrant executed on 8/17/2022.
- Temporary Injunction was granted on 8/22/2022.
 - They have 6 months to comply.
- 8/31/2022 Vista got new attorneys.
- 9/9/2022 Vista filed a motion to dissolve the temporary injunction.
- C of Os issued Shed, Maintenance Shop, Laundry 1-3, Vista, Gym.
- 9/19/2022 hearing set and canceled.
- Executive Session 9/20/2022
- Vista Del Rey is 50% compliant. Council agreed to settle on 4/18/2023.
- Vista has completed all inspections and received their C of Os.
- **AV equipment for the Conference Center - Budget Adjustment from ARP Funds**
 - Council meeting 2/1/22 first read.
 - Item amended to get the direction of the scope of work.
 - Will bring the item back after the BID process.
 - Discuss alternatives 5/3/2022.
 - This item could not be purchased out of ARP funds.

COMPLETED