

CITY OF BRYAN, TEXAS

ANNUAL COMPREHENSIVE FINANCIAL REPORT



FOR THE FISCAL YEAR ENDED

SEPTEMBER 30, 2024

Prepared by

City of Bryan Fiscal Services Department

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Year Ended September 30, 2024

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March 26, 2025

Honorable Mayor, Members of the City Council, and Citizens of the City of Bryan, Texas

We are pleased to submit the Annual Comprehensive Financial Report for the City of Bryan (the "City") for the fiscal year ended September 30, 2024. The Annual Comprehensive Financial Report is purposed towards providing City Council, management, staff members, the public, and other interested parties with detailed information reflecting the City's financial condition. The Texas Local Government Code (§103.001) and the Bryan City Charter (Sec. 5(j)(5)) require an annual audit of the City's financial statements. The City has complied with these requirements and the auditor's report is included.

The City of Bryan's independent auditor, Weaver and Tidwell, L.L.P., issued an unmodified or "clean" opinion of the City's financial statements for the year ended September 30, 2024. The independent auditor's report is located at the beginning of the financial section of this report and outlines roles and responsibilities for the parties involved in the audit, opinions of the auditors, information deemed to be of note from the auditor's perspective, and other miscellaneous information of note to stakeholders and readers.

Management assumes full responsibility for the completeness and reliability of the information contained in this report, which is based upon a comprehensive framework of internal controls established for this purpose. Internal controls are designed in a manner in which costs should not exceed anticipated benefits, with the ultimate objective being to provide reasonable, rather than absolute, assurance the financial statements are free of material misstatements.

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

PROFILE OF THE GOVERNMENT

The City of Bryan, incorporated in 1871, is located in east central Texas in an area referred to as the Brazos Valley, approximately 100 miles northwest of Houston and approximately 90 miles east of Austin. Bryan serves as the county seat for Brazos County. Sharing common borders, the cities of Bryan and College Station are home to the Texas A&M University System. The City of Bryan has an estimated population of 92,251 and total land area of 55.3 square miles.

The City of Bryan is a home rule city operating under the council-manager form of government. The Bryan City Council, which is comprised of the mayor, five members representing individual districts, and one at-large councilmember, are entrusted with policy making and legislative authority. The City Manager is appointed by the City Council and is responsible for the daily management of all City operations.

The Bryan City Council annually adopts a budget through passage of an appropriation ordinance prior to the start of each fiscal year. The budget serves as the foundation for the City's financial planning and control, and is utilized as a policy-making tool to guide operations of the City each fiscal year. Annual budgets are prepared for most governmental funds including the General Fund, Debt Service Fund, and Special Revenue Funds. Annual budgets also are prepared for each enterprise fund, including BTU City, BTU Rural, Water, Wastewater, Solid Waste, Bryan Commerce and Development, Inc., and the Airport.

CITY OF BRYAN TEXAS

The City of Bryan provides the full range of municipal services established by City charter and State law. These services include police, fire and emergency medical services, parks and recreational facilities and programs, library services, street maintenance and construction, public improvements, general administrative services, and electrical, water, wastewater, and solid waste systems. Certain internal services, which are accounted for on a cost reimbursement basis, such as general warehouse operations, risk management services, and employee health and disability insurance programs are provided to both the City's individual departments and employees therein. These internal services are purposed towards eliminating the need to access the private marketplace for services that would be either cost prohibitive or inefficient otherwise.

The City of Bryan is also financially accountable for Bryan Commerce and Development, Inc. ("BCD"), a local government corporation and the economic development arm of the City, and Destination Bryan, a marketing firm responsible for attracting both tourism and permanent residency to Bryan.

FACTORS AFFECTING FINANCIAL CONDITION

Similar to the neighboring City of College Station, and other Texas towns of similar size, Bryan is continuing to manage fluctuations in the national economy that can be felt at the local level. Due to elevated inflation and unprecedented economic growth during FY 2024 and preceding fiscal years, local sales tax revenues have exceeded historic levels. Sectors that have seen increases include: food services, retail, and general services. FY 2024 property tax revenues, which are based on January 2023 property values, increased compared to FY 2023 by 22.1% due to new construction and growth in the commercial and residential sectors as well as growth in existing values.

Bryan and College Station are the economic centers of the Brazos Valley region, comprised of Brazos County and the surrounding seven counties. Texas A&M University, with a student enrollment of more than 79,000, ranks among the nation's largest university campuses and dominates the financial landscape of the Bryan-College Station area. Additionally, Blinn College, a two-year academic institution, has a campus in Bryan with a student enrollment of over 10,000. With the continued development of the Texas A&M RELLIS campus, the student population of the area is expected to continue to climb over the next several years.

Historically, the Bryan-College Station area's unemployment rate has been among the lowest in the state, supported by a slate of stable employment sectors including education, government, and health care, comprising six of the area's ten largest employers. The unemployment rate for the Bryan and College Station area was 3.2%, compared to 4.1% state-wide and 3.9% nationwide, as of September 2024. This low rate is an indication the College Station-Bryan area finds itself uniquely positioned to handle major economic pressure that may be felt more severely at the state and national levels. These factors make the Bryan-College Station metropolitan statistical area a beacon for new businesses and continued economic development and investment.

MAJOR INITIATIVES

During FY 2019, the Bryan City Council approved a major parks initiative for construction of a regional park and athletic complex, named the Travis Bryan Midtown Park. This regional park is located at the former Travis B. Bryan Municipal Golf Course and includes the existing Williamson Park and Astin Recreational Area. During FY 2020, the City of Bryan signed a ground lease agreement to bring TopGolf (formerly BigShots Aggieland) to the Travis Bryan Midtown Park, with construction beginning in FY 2021 and the park opening in January 2022. The park also includes improved baseball fields ("Travis Park Fields") adjacent to Bombers Stadium. In the near future, there are plans for the construction of an

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amphitheater, walking trails, a boardwalk, and a one-of-a-kind playground that utilizes natural elements of the Midtown Park physical landscape to construct components of the playground.

In 2016, the Texas A&M System established the RELLIS campus on the west side of Bryan. The RELLIS campus initiative was established to create new research and development opportunities to help companies transfer ideas from the laboratory to the marketplace, while simultaneously offering a new path toward a college degree. The campus, located on approximately 2,000 acres, maintains state-of-the-art research and testing environments to encourage the private sector development of secure facilities adjacent to the System's site. The focus includes robotics, driverless and connected vehicles, advanced manufacturing, large-scale testing, as well as smart power grids and water systems. More recently, RELLIS has engaged partners in projects related to the space, defense, and semiconductor industries as well as the development of nuclear reactors with the intention of utilizing those reactors to help in expanding the existing Texas power grid. The RELLIS campus and the surrounding area were annexed by the City of Bryan during FY 2019. Construction on several buildings was completed during FY 2018 and FY 2019, and additional construction projects are underway. During FY 2019, Texas A&M announced a partnership with the US Army Futures Command that includes a total investment of \$195 million by the State of Texas, Texas A&M University, and the US Army Futures Command. The focal point of this investment is the Bush Combat Development Complex on the RELLIS campus. The complex and associated programs will improve the pipeline of introducing emerging technology into the marketplace, effectively closing the gap between concept and combat. In early 2021, the RELLIS Campus Data and Research Center, LLC announced the lease of approximately 25 acres at the RELLIS Campus for the development and operation of an approximately 225,000 square foot data center with office and classroom space, with a value of up to \$200 million for phase 1 construction. Construction on this major initiative is currently underway.

During the last several years, the City of Bryan has experienced significant growth on its west side as a result of major investments in economic development partnerships and infrastructure improvements. The established Traditions development and growing BioCorridor development have seen growth centered on hospitality and wellness. The City's partnership with Traditions Acquisition Partnership led to the completion of Traditions Club facilities, and now the establishment of the ATLAS Master Planned Development and Lake Walk Town Center, anchored by the Stella Hotel, a four-star boutique hotel and conference center that opened in March 2017. The construction of the Texas A&M Health Science Center in 2010 and the 2011 adoption of the Research Valley BioCorridor Interlocal Agreement between the cities of Bryan and College Station ultimately turned the international spotlight on Bryan and enhanced the value of real estate holdings and property values in the City. The total value of taxable property within the Traditions Tax Increment Reinvestment Zone 10 (TIRZ 10) now exceeds \$532 million.

Today, the Traditions, BioCorridor, and Lake Walk developments, including Lake Walk Town Center, are evolving rapidly with expanding club facilities, new phases of single family and high-density residential, hospitality, dining, shopping, wellness, and corporate offices. A few of these developments include the Stella Hotel, Parc at Traditions senior living community, the iBio plant-based therapy and vaccine production facility, and Kanji Sushi, a modern Japanese restaurant. In November 2020, BCD, through the existing Bryan/Traditions, L.P. Partnership, purchased the DesignSpark Innovation Center (formerly called Lake Walk Innovation Center or the "Center"). The property, which includes a 27,000 square foot office building and eight acres of land, is marketed by the Bryan/Traditions, L.P. partnership as a multi-company business campus. The Center focuses on attracting and incubating startup and early stage companies. On November 2, 2023, The Bryan/Traditions Partnership sold the DesignSpark Innovation Center. Bryan Commerce and Development (BCD) Fund received proceeds of \$7,050,000 for their portion of the interest in the Innovation Center.

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LONG-TERM FINANCIAL PLANNING

Annual preparation of a five-year financial forecasts is made to ensure current revenue and expense levels are sustainable. The City began FY 2024 with 152 days of operating cash in the General Fund. Through strategic planning, the City Council is helping to ensure the sustained long-term financial health of the City. The City Council and management are confident its operating flexibility, combined with an FY 2024 ending fund balance of 149 days of operating cash, will enable the City to maintain sound financial metrics and continued commitment to high quality service provision.

In FY 2024, staff continued progress on the City Council approved five-year Capital Improvement Plan (“CIP”) adopted in FY 2023. This five-year CIP is for long-term and short-term capital needs. Debt payments are structured so capital assets funded by debt have a longer life than the debt associated with those assets. The City employs an objective, analytical approach to determine whether new debt can be assumed each year. The City Council adopts its CIP every other year. As such, an updated CIP will be adopted at the end of FY 2025.

In February 2024, the City of Bryan issued revenue bonds dated February 27, 2024 (“Rural Electric System Revenue Bonds, Series 2024”) totaling \$14,465,000 for the Rural Electric System. The proceeds from the sale of these bonds will be used to expand rural distribution.

In March 2024, the City of Bryan issued combination tax and revenue certificates of obligation dated March 5, 2024 (“Combination Tax and Revenue Certificates of Obligation, Series 2024”) totaling \$44,360,000. The proceeds from the sale of the 2024 Bonds will be used to continue progress on the City’s CIP and development of the Travis Bryan Midtown Park area.

In FY 2024, the City retired a total of \$29,630,000 in debt principal.

RELEVANT FINANCIAL POLICIES

Fund balance/operating reserve policies play a pivotal role in financial planning decisions for the City of Bryan. The City Council formally adopted the City of Bryan Financial Management Policy Statements, which outline the specific reserve policies for all major funds based on fund risks. The policies state the City will maintain an operating cash balance equal to a minimum of 60 days of operating budget for the General Fund and most other funds, and a minimum of 225 days of reserves in the City Electric Fund to be used for unanticipated events. A copy of these policies can be found on the City’s website at www.bryantx.gov/fiscal-services. The City Council also set a target operating cash balance of 100 days for the General Fund. The funds available through these policies will assist the City in avoiding cash flow interruptions, generate investment income, reduce the need for short term borrowing, and assist in maintaining an investment-grade debt rating.

The City of Bryan invests funds prudently and has adopted an investment policy that is reviewed annually by the City Council as prescribed by law. The City Council has appointed an Investment Committee charged with monitoring staff adherence to the investment policy and providing investment advice. The Committee reviews investments with regard to suitability, preservation of principal, liquidity, marketability, diversification, and yield. The Committee also monitors compliance with state law applicable to municipal investment. Staff provides a quarterly report of investments for the Investment Committee to review. The City’s investment practice is to buy securities and hold to maturity to avoid potential losses from a sale. During FY 2024, the City complied with all aspects of the Investment Policy. The preparation

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of this report is made possible by the dedicated services of the Fiscal Services Department staff and our independent auditor. We express sincere appreciation to all employees who contributed to its preparation. We also appreciate the leadership and support of the Mayor and City Council, without which this report would not be possible.

Respectfully submitted,



Kean Register
City Manager



Katherine Tapscott
Chief Financial Officer



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CITY OFFICIALS

Elected Officials

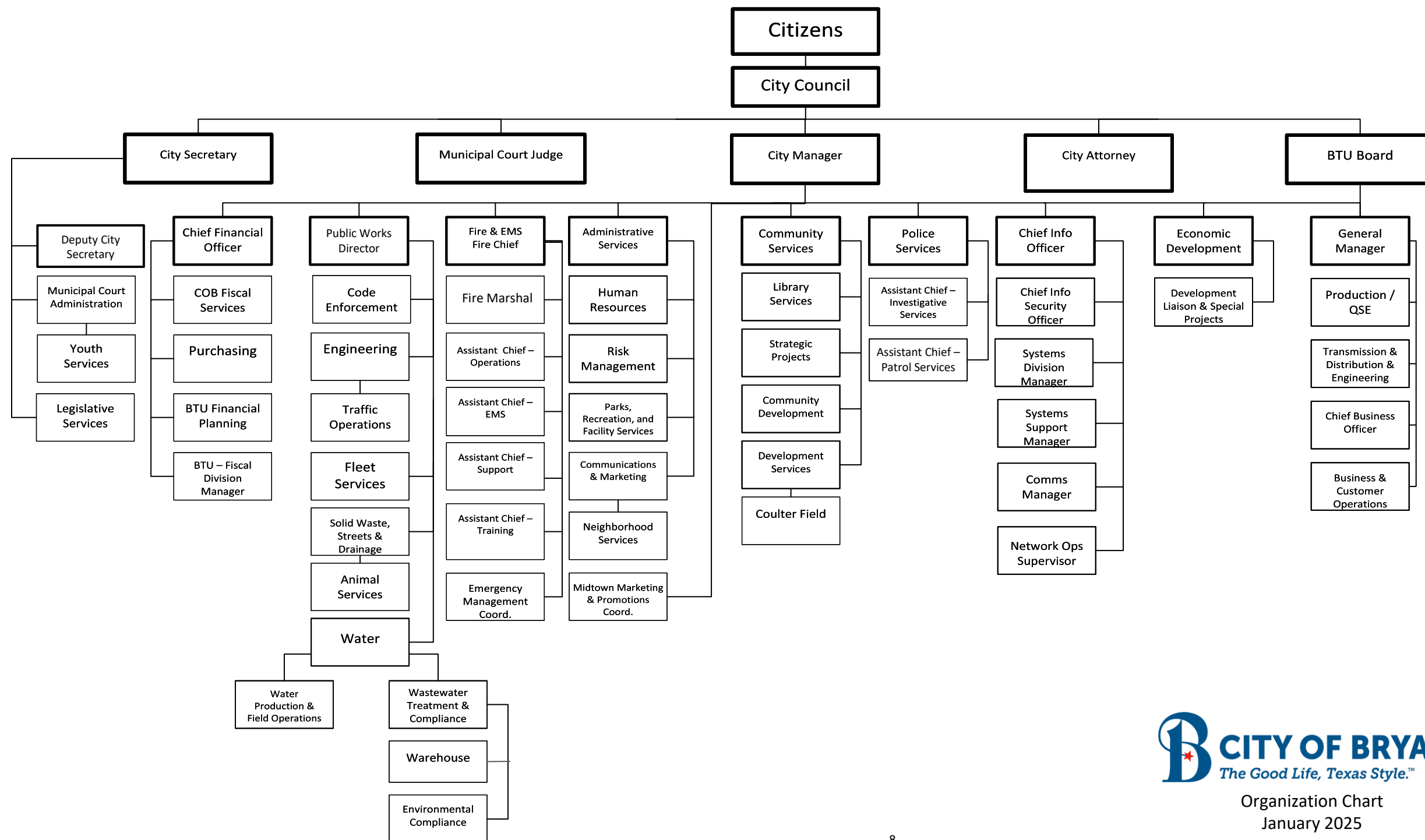
Mayor	Bobby Gutierrez	November 2022 - November 2026
Single Member District 1	Paul Torres	November 2022 - November 2026
Single Member District 2	Ray Arrington	November 2022 - November 2026
Single Member District 3	Jared Salvato	November 2022 - November 2028
Single Member District 4	James Edge	May 2022 - November 2028
Single Member District 5	Marca Ewers-Shurtleff	December 2022 - November 2028
At-Large	Kevin Boriskie	November 2022 - November 2028

Council Appointees

City Manager	Kean Register	979-209-5100
City Secretary	Melissa Brunner	979-209-5002
City Attorney	Thomas Leeper	979-209-5152
Municipal Court Judge	Tiffany Thomas	979-209-5400
BTU Board		979-821-5750

Executive Management Team

Deputy City Manager	Joey Dunn	979-209-5100
Deputy City Manager	Hugh R. Walker	979-209-5100
Chief Financial Officer	Katherine Tapscott	979-209-5080
Chief Information Officer	Cray Crouse	979-209-5470
Managing Director of Economic Development	Kevin Russell	979-209-5016
Public Works Director	Jayson Barfknecht	979-209-5929
Fire Chief	Richard Giusti	979-209-5971
Police Chief	Dean Swartzlander	979-209-5387
BTU General Manager	Gary Miller	979-821-5750



Independent Auditor's Report

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

Report on the Audit of the Financial Statements

Opinions

We have audited the financial statements of the governmental activities, the business-type activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of the City of Bryan, Texas (the City), as of and for the year ended September 30, 2024, and the related notes to the financial statements, which collectively comprise City's basic financial statements as listed in the table of contents.

In our opinion, based on our audit and the report of the other auditors, the accompanying financial statements present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of the City, as of September 30, 2024, 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.

We did not audit the financial statements of City of Bryan, Texas and Brazos County Economic Development Foundation, Inc. (BBCEDF), a joint venture of the City, which represents 1%, 2%, and 0% respectively, of the assets, net position and revenues of the governmental activities; the financial statements of Bryan Business Council, Inc. (BBC), a discretely presented component unit of the City, which represents 100% of the assets, net position and revenues of the discretely presented component unit; and the financial statements of Brazos Valley Solid Waste Management Agency (BVSWM), a joint venture of the City, or Destination Bryan, a blended component unit of the City, which together represent 17%, 16%, and 3%, respectively, of the assets, fund balance/net position and revenues/additions of the aggregate remaining fund information. Those financial statements were audited by other auditors whose reports thereon have been furnished to us, and our opinions, insofar as it relates to the amounts included for BBCEDF, BBC, BVSWM, and Destination Bryan, are based solely on the reports of the other auditors.

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 audit contained in *Government Auditing Standards* (GAS), 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. The financial statements of BBCEDF, BBC, BVSWM and Destination Bryan were not audited in accordance with *Government Auditing Standards*. We are required to be independent of the City, 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 have obtained is sufficient and appropriate to provide a basis for our audit opinions.

The Honorable Mayor and
Members of City Council of
City of Bryan, Texas

Emphasis of Matter – Restatement

As discussed in Note 1 to the financial statements, the financial statements as of and for the year ended September 30, 2024 have been restated to correct a misstatement in the beginning net position. Our opinions are not modified with respect to this matter.

Emphasis of Matter – Implementation of New Accounting Standard

As discussed in Note 1 to the basic financial statements, during the year ended September 30, 2024, the City implemented Governmental Accounting Standards Board Statement No. 100, *Accounting Changes and Error Corrections*. Our opinions are not modified with respect to this matter.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of the 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 the City's ability to continue as a going concern for twelve months beyond the financial statement date, 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 judgment 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 judgment 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 the City's internal control. Accordingly, no such opinion is expressed.

The Honorable Mayor and
Members of City Council of
City of Bryan, Texas

- 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 judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the City'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 and the Required Supplementary Information, as listed in the table of contents, be presented to supplement the basic financial statements. Such information is the responsibility of management and, 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 and other auditors 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's basic financial statements. The Supplementary Information, as listed in the table of contents, is presented for purposes of additional analysis and are not a required part of the basic financial statements.

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

The Honorable Mayor and
Members of City Council of
City of Bryan, Texas

Other Information Included in the Annual Comprehensive Financial Report

Management is responsible for the other information included in the annual comprehensive financial report. The other information comprises the introductory, statistical section and continuing financial disclosure tables, as listed in the table of contents, but does not include the basic financial statements and our auditor's report thereon. Our opinions on the basic 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 basic financial statements, our responsibility is to read the other information and consider whether a material inconsistency exists between the other information and the basic 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 March 26, 2025 on our consideration of the City'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 solely 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 effectiveness of 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 the City's internal control over financial reporting and compliance.

Weaver and Tidwell, L.L.P.

WEAVER AND TIDWELL, L.L.P.

Houston, Texas
March 26, 2025

City of Bryan, Texas

Management's Discussion and Analysis
For the Fiscal Year Ended September 30, 2024

As management of the City of Bryan, Texas (the "City"), we offer readers of the City's financial statements this narrative discussion and analysis of the financial activities of the City for the fiscal year ended September 30, 2024. Readers are encouraged to consider the information presented here in conjunction with additional information furnished in the letter of transmittal, which can be found on pages 1-5 of this report.

Financial Highlights

Government-wide financial statements

- Assets plus deferred outflows of resources exceeded liabilities plus deferred inflows of resources by \$1,076,217,728 (net position).
- Unrestricted net position was \$271,701,176; these funds may be used to meet ongoing obligations to citizens and creditors.
- Total net position increased by \$102,369,484 due to operations during FY 2024 and a net restatement of \$2,796,987; see discussion below in the "Government-wide Financial Analysis" section for details on the increase in net position.
- Deferred outflows include amounts related to pensions, other post-employment benefits, unamortized loss on refunded debt, and accumulated decrease in fair value of hedging derivatives. Deferred outflows decreased by \$14,706,140, primarily due to changes in pensions (see note 9 on page 87 of this document for more information).
- Deferred inflows include amounts related to unamortized gain on refunding debt, pensions, other post-employment benefits, deferred regulatory liability, and deferred lease receivable. Deferred inflows increased by \$8,660,492, due to changes in pensions, unamortized gain on refunded debt, and deferred lease receivables.
- Total debt, net of premiums and discounts, increased by \$31,380,535, or 5.4% (see note 5 on page 78 of this document for more information).
 - \$44,360,000 in combination tax and revenue certificates were issued in FY 2024 for infrastructure, and construction of streets, drainage, airport, and park improvements.
 - \$14,465,000 in revenue bonds were issued for the Rural Electric System in FY 2024. The proceeds from the sale of these bonds are restricted to the acquisition or construction of improvements, additions, or extensions of the Rural Electric System.
 - \$32,134,673 in net outstanding debt was retired during FY 2024.
 - \$29,995,000 of outstanding debt (principal) is due within one year as of September 30, 2024.

Fund Financial Statements

- Total Governmental Funds reported combined ending fund balances of \$155,816,163.
 - Governmental fund balances increased in FY 2024 compared to FY 2023 by \$27,874,919.
 - The General Fund fund balance increased by \$413,677. See General Fund highlights below on page 23.
 - The Debt Service Fund fund balance increased by \$1,934,152 primarily due to higher investment interest rates.
 - Other governmental funds balances of \$76,481,182 increased by \$25,527,090 from the prior year. The change reflects the 2024 certificate of obligation bond proceeds in the capital projects funds.

City of Bryan, Texas

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- The unassigned fund balance of \$20,796,735, or 13.3%, is available for spending at the City's discretion for ongoing expenditures.
- General Fund unassigned fund balance was \$20,820,935, or 20.6% of total General Fund expenditures during FY 2024. This represents 73 days of cash based on the FY 2025 budgeted expenditures. Combined with the amounts assigned for encumbrances, the General Fund fund balance available for operations is \$42,742,218 representing 149 days of cash at September 30, 2024.

Overview of the Financial Statements

This discussion and analysis serves as an introduction to the City's basic financial statements. The City's basic financial statements are comprised of three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements. This report also contains other supplementary information in addition to the basic financial statements.

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. While these financial statements are not particularly useful for the users and stakeholders of the financials, they are required by GASB standards and are therefore included in the financials.

The Statement of Net Position presents all of the City's assets and deferred outflows of resources and liabilities and deferred inflows of resources, with the difference between the two reported as net position.

The Statement of Activities presents information showing how the City's net position changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses reported in this statement may be for items that will only result in cash flows in future fiscal periods (e.g., uncollected taxes and earned but unused vacation and sick leave).

Both of the 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 and charges (business-type activities). The governmental activities describe services provided by the City and include general government, development services, public works (streets and drainage), public safety, cultural and recreational (parks and recreation, library service and other community service activities) and interest on long-term debt. The business-type activities of the City include electric generation, distribution and transmission, water supply and distribution, wastewater collection and treatment, solid waste collection, a general purpose airport, and Bryan Commerce and Development, which encompasses the city's economic development activities.

The government-wide financial statements include not only the City itself (known as the "primary government"), but also Bryan Business Council, Inc., a legally separate economic development corporation, for which the City is financially accountable. Financial information for this component unit is reported separately from the financial information presented for the primary government itself.

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Bryan Texas Utilities' qualified scheduling entity (BTU QSE Services, Inc.), Destination Bryan, and Bryan Commerce and Development, Inc. are also legally separate functions, but for all practical purposes operate as departments of the City of Bryan, and therefore have been included as an integral part of the primary government. For reporting purposes, BTU QSE Services, Inc. is combined with the City Electric System. Included in Note 1 of the financial statements are the Condensed Statement of Net Position and Condensed Statement of Revenues, Expenses, and Changes in Net Position for BTU QSE Services, Inc.

The government-wide financial statements can be found on pages 32-34 of this report.

Fund Financial Statements. The fund financial statements are prepared on the basis of funds. A fund is a grouping of related accounts that is used to report and maintain control over resources that have been segregated for specific activities or objectives. The City of Bryan, like other state and local governments, uses fund accounting to demonstrate and ensure compliance with finance-related legal and local policy requirements. All of the funds of the City can be divided into three categories: governmental funds, proprietary funds, and fiduciary funds.

Governmental Funds. Governmental funds are used to account for the functions reported as governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on near-term inflows and outflows of resources, as well as on balances of resources available to meet obligations at the end of the fiscal year. Such information may be useful in evaluating a government's near-term financial requirements.

Because the focus of governmental fund financial statements 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 City's near-term financial activities. Both the Governmental Fund Balance Sheet and the Governmental Fund Statement of Revenues, Expenditures and Changes in Fund Balances provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

The City currently maintains thirty-four (34) individual governmental funds. Information is presented separately in the Governmental Fund Balance Sheet and in the Governmental Fund Statement of Revenues, Expenditures and Changes in Fund Balances for the General Fund and Debt Service Fund, both of which are considered to be major funds (2). Data from seventeen (17) special revenue funds, six (6) capital project funds, and nine (9) permanent funds have been combined into one single, aggregated presentation. Individual fund data for each of these nonmajor governmental funds is provided in the form of combining statements in the Supplementary section of this report.

The City of Bryan adopts an annual appropriation budget for its General Fund, Debt Service Fund and special revenue funds. Individual fund budgetary comparison schedules are provided in the Required Supplementary and the Supplementary sections of this report (starting on page 121).

The basic Governmental Fund financial statements can be found on pages 36-39 of this report.

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Proprietary Funds. The City maintains two (2) different types of proprietary funds, enterprise funds and internal service funds, and adopts an annual appropriation budget for each. The City's ten (10) proprietary funds are used to report the same functions presented as business-type activities in the government-wide financial statements. The City uses seven (7) enterprise funds to account for its city electric, rural electric, water, wastewater, solid waste, economic development corporation and airport. Internal service funds are an accounting device used to accumulate and allocate costs internally among the City's various functions. The City uses three (3) internal service funds to account for its warehouse operations, self-insurance operations and employee benefits activities.

Proprietary funds provide the same types of information as the government-wide financial statements. The proprietary fund financial statements provide separate information in the Proprietary Fund Statement of Net Position, the Statement of Revenues, Expenses and Changes in Net Position, and the Statement of Cash Flows for the city electric, rural electric, water and wastewater systems, all of which are considered major funds of the City. Data from three (3) non-major enterprise funds have been combined into one single, aggregated presentation in the proprietary fund financial statements. All internal service funds are also combined into a single aggregated presentation in the proprietary fund financial statements. Individual fund data for the aggregated proprietary funds and the internal service funds is provided in the form of combining statements in the Supplementary section of this report (starting on page 164).

The basic proprietary fund financial statements can be found on pages 40-45 of this report.

Fiduciary Funds. The City maintains two (2) fiduciary funds, the other post-employment benefits trust fund ("OPEB Trust Fund") and the custodial funds. Fiduciary funds are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are not reflected in the government-wide financial statement because the resources of those funds are not available to support the City's own programs. The accounting used for fiduciary funds is much like that used for proprietary funds. The basic fiduciary fund financial statements can be found on page 47-49 of this report.

Notes to the Financial Statements. The notes provide additional information essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found on pages 51-120 of this report.

Other Information. In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information concerning the City's progress in funding its obligation to provide pension and retiree health benefits to its employees. This presentation of the City's pension liability is based on the adoption of GASB 68, *Accounting and Financial Reporting for Pensions*. The City's other post-employment benefits ("OPEB") liability is based on the adoption of GASB 75, *Accounting and Financial Reporting for Postemployment Benefits other than Pensions (OPEB)*. Ultimately ten (10) years of data for both the pension liability and the OPEB liability will be displayed in the Required Supplementary section of this report. Also included in the Required Supplementary section is a budgetary comparison schedule for the General Fund to demonstrate compliance with the budget. Required supplementary information can be found on pages 121-126 of this report.

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The combining statements referred to earlier in connection with non-major governmental funds, non-major enterprise funds, and internal service funds are presented following the required supplementary information. Combining and individual statements and schedules can be found on pages 131-166 of this report.

Government-wide Financial Analysis

As noted earlier, net position may serve over time as a useful indicator of a government's financial position. In the case of the City, assets and deferred outflows of resources exceed liabilities and deferred inflows of resources by \$1,076,217,728 as of September 30, 2024.

The largest portion of the City's net position, \$735,301,320, or 68.3%, reflects its investment in capital assets (e.g., land, buildings, machinery and equipment, infrastructure, and improvements), less any outstanding debt used to acquire those assets. The City uses these capital 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. An additional portion of the City's net position, \$69,215,232, or 6.4%, represents resources that are subject to external restrictions on their usage. The remaining balance of unrestricted net position, \$271,701,176, or 25.3%, may be used to meet the government's ongoing obligations to citizens and creditors. At the end of FY 2024, the City of Bryan was able to report positive balances in all three categories of net position, for the government as a whole, as well as for its separate governmental and business-type activities.

	Governmental Activities		Business-type Activities		Total	
	2024	2023	2024	2023	2024	2023
Current and other assets	\$ 195,705,772	\$ 156,388,982	\$ 386,687,720	\$ 405,247,819	\$ 582,393,492	\$ 561,636,801
Capital assets	333,692,062	306,919,660	925,509,442	852,239,350	1,259,201,504	1,159,159,010
Total assets	<u>529,397,834</u>	<u>463,308,642</u>	<u>1,312,197,162</u>	<u>1,257,487,169</u>	<u>1,841,594,996</u>	<u>1,720,795,811</u>
Deferred outflows	<u>20,436,447</u>	<u>29,789,793</u>	<u>12,558,912</u>	<u>17,911,706</u>	<u>32,995,359</u>	<u>47,701,499</u>
Long-term liabilities	225,797,426	204,099,832	399,061,631	405,310,194	624,859,057	609,410,026
Other liabilities	45,768,845	40,202,342	92,848,822	116,004,300	138,617,667	156,206,642
Total liabilities	<u>271,566,271</u>	<u>244,302,174</u>	<u>491,910,453</u>	<u>521,314,494</u>	<u>763,476,724</u>	<u>765,616,668</u>
Deferred inflows	<u>8,992,544</u>	<u>3,147,298</u>	<u>25,903,359</u>	<u>23,088,113</u>	<u>34,895,903</u>	<u>26,235,411</u>
Net position:						
Net investment in						
capital assets	194,616,700	181,533,378	540,684,620	502,511,704	735,301,320	684,045,082
Restricted	29,570,348	25,868,892	39,644,884	35,382,967	69,215,232	61,251,859
Unrestricted	45,088,418	38,246,693	226,612,758	193,101,597	271,701,176	231,348,290
Total net position	<u>\$ 269,275,466</u>	<u>\$ 245,648,963</u>	<u>\$ 806,942,262</u>	<u>\$ 730,996,268</u>	<u>\$ 1,076,217,728</u>	<u>\$ 976,645,231</u>

The \$102,369,484, or 12.7%, increase to \$1,076,217,728 in total net position is due to increases in both governmental activities and business-type activities.

The net position of business type activities increased \$80,622,562, or 11.0%, due primarily to the excess of operating revenues over expenses in the City Electric, Rural Electric, Water, Wastewater, and Solid Waste funds.

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Prior period adjustments are related to a transfer of building assets from business-type to governmental activities in the amount of \$1,879,581 and the disposal of business-type land in the amount of \$2,796,987. This is an overall decrease in net position of \$2,796,987.

Net investment in capital assets for both governmental and business type activities increased by \$51,256,238, or 7.5%, at September 30, 2024.

Unrestricted net position for governmental activities increased by \$6,841,725 to \$45,088,418 during FY 2024. Unrestricted net position of business-type activities increased by \$33,511,161 to \$226,612,758. These increases were primarily due to the operating revenues over expenses in multiple funds.

City of Bryan's Changes in Net Position						
	Governmental Activities		Business-type Activities		Total	
	2024	2023	2024	2023	2024	2023
Revenues:						
Program revenues:						
Charges for services	\$ 14,225,911	\$ 12,911,079	\$ 327,891,181	\$ 335,765,926	\$ 342,117,092	\$ 348,677,005
Operating grants and contributions	3,514,089	3,024,264	-	-	3,514,089	3,024,264
Capital grants and contributions	8,203,032	9,860,741	6,386,224	5,156,094	14,589,256	15,016,835
General revenues:						
Property taxes	57,344,591	48,823,436	-	-	57,344,591	48,823,436
Other taxes	36,502,326	35,723,479	-	-	36,502,326	35,723,479
Other	20,785,852	15,435,603	27,598,062	16,126,098	48,383,914	31,561,701
Total revenues	140,575,801	125,778,602	361,875,467	357,048,118	502,451,268	482,826,720
Expenses:						
General Government	26,970,212	24,174,546	-	-	26,970,212	24,174,546
Development Services	6,298,537	5,856,843	-	-	6,298,537	5,856,843
Public Works Services	18,187,714	14,639,232	-	-	18,187,714	14,639,232
Public Safety	57,697,310	49,622,658	-	-	57,697,310	49,622,658
Cultural and Recreational	18,699,205	16,568,038	-	-	18,699,205	16,568,038
Interest on long-term debt	6,440,302	6,015,107	-	-	6,440,302	6,015,107
City Electric	-	-	178,568,948	190,574,316	178,568,948	190,574,316
Rural Electric	-	-	48,290,033	46,281,887	48,290,033	46,281,887
Water	-	-	13,742,920	13,424,642	13,742,920	13,424,642
Wastewater	-	-	14,126,752	14,195,673	14,126,752	14,195,673
Other	-	-	11,059,851	10,660,410	11,059,851	10,660,410
Total expenses	134,293,280	116,876,424	265,788,504	275,136,928	400,081,784	392,013,352
Increase in net position before transfers	6,282,521	8,902,178	96,086,963	81,911,190	102,369,484	90,813,368
Net Transfers	15,464,401	6,226,713	(15,464,401)	(6,226,713)	-	-
Increase in net position	21,746,922	15,128,891	80,622,562	75,684,477	102,369,484	90,813,368
Net position - October 1	245,648,963	230,520,072	730,996,268	655,311,791	976,645,231	885,831,863
Prior period adjustments - (see Note 1.)	1,879,581	-	(4,676,568)	-	(2,796,987)	-
Net position - October 1 as restated	247,528,544	230,520,072	726,319,700	655,311,791	973,848,244	885,831,863
Net position - September 30	\$ 269,275,466	\$ 245,648,963	\$ 806,942,262	\$ 730,996,268	\$ 1,076,217,728	\$ 976,645,231

Governmental Activities. Total governmental activities revenues increased in FY 2024 from FY 2023 by \$14,797,199, or 11.8%, to \$140,575,801. Several factors contributed to this increase in FY 2024. Property taxes increased by \$8,521,155, or 17.5%, and other revenues (including transportation and drainage assessments, investment earnings, and miscellaneous items) increased in total by \$6,129,096, or 12.0%. The increase was partially offset by a decrease in capital grants and contributions back to a historical average amount.

City of Bryan, Texas

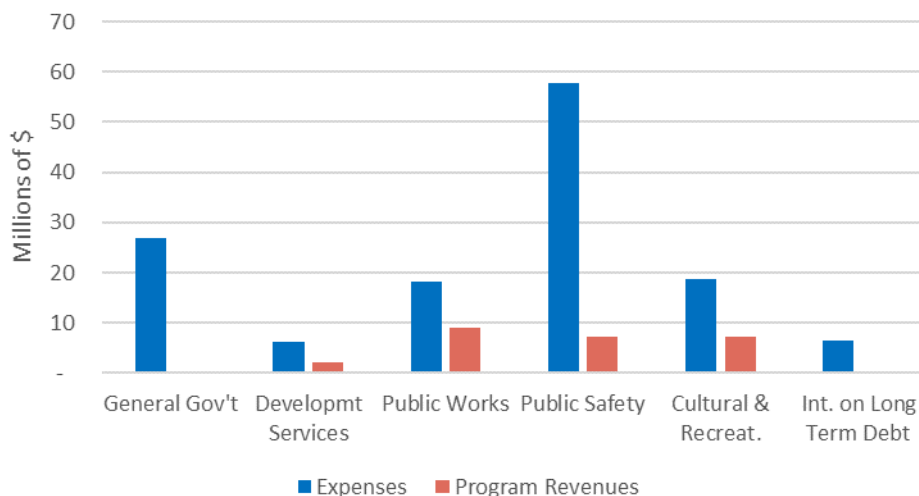
Management's Discussion and Analysis

For the Fiscal Year Ended September 30, 2024

The government-wide presentation of expenses consolidates all revenues and expenses on a basis similar to a private business. This presentation removes capital spending and principal payments on debt (see note 4 for capital assets of the governmental activities and note 5 for long term debt) and allocates expenses of internal service activities to all related parties. Governmental activities expenses increased in FY 2024 compared to FY 2023 by \$17,416,856 to \$134,293,280. The major changes in this category were:

- Public Safety expenses increased by \$8,074,652, or 16.3%, due to the increases in police and fire personnel costs.
- Public works expenses increased \$3,548,482, or 24.2%. This increase is primarily due to the increase in street and drainage improvements.
- General Government expenses increased by \$2,795,666, or 11.6%. This increase was primarily due to the change in the net pension liability.
- Cultural and recreational expenses increased \$2,131,167, or 12.9%, in FY 2024 compared to FY 2023. This increase was primarily due to increase in operations at parks facilities.
- Interest on long-term debt increased \$425,195, or 7.1%, primarily due to an arbitrage rebate liability incurred in FY 2024.
- A prior period adjustment related to a transfer of building assets from business-type to governmental activities increased governmental activities by \$1,879,581 as restated for FY 2023.

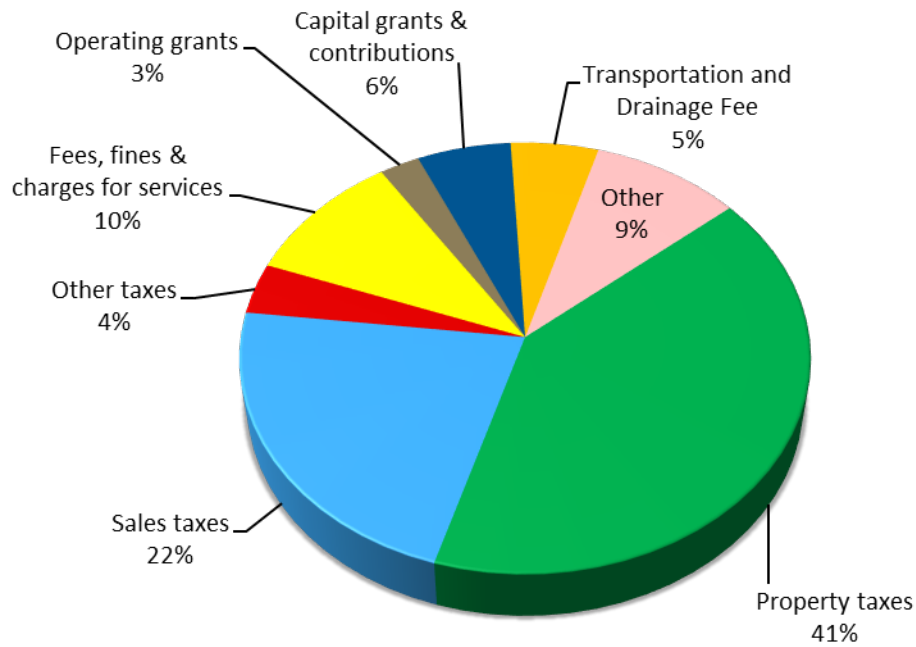
Expenses and Program Revenues - Governmental Activities



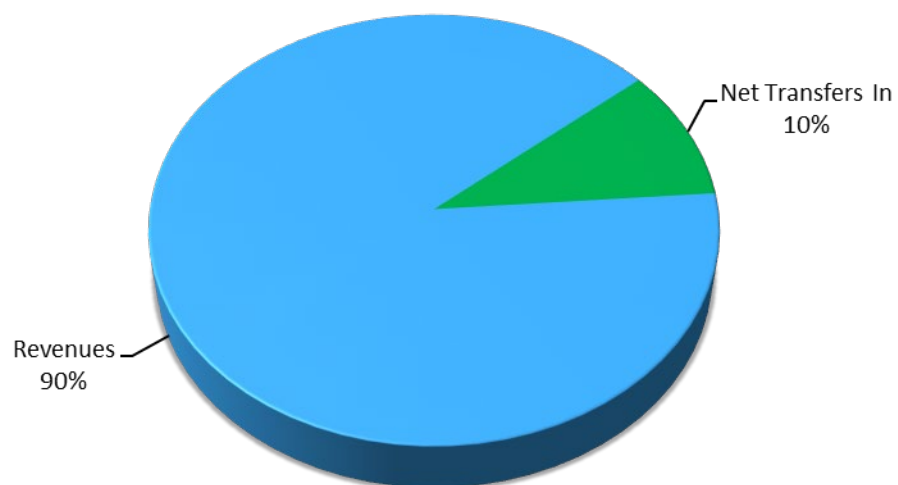
City of Bryan, Texas

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Revenues by Source - Governmental Activities



All Governmental Resources



City of Bryan, Texas

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Business-type Activities. Business-type activities net position increased by \$80,622,562, or 11.0%, to \$806,942,262 in FY 2024. Charges for services for business-type activities decreased by \$7,874,745, or 2.3%, to \$327,891,181, and expenses decreased by \$9,348,424, or 3.4%, to \$265,788,504. Key elements of the variances are as follows:

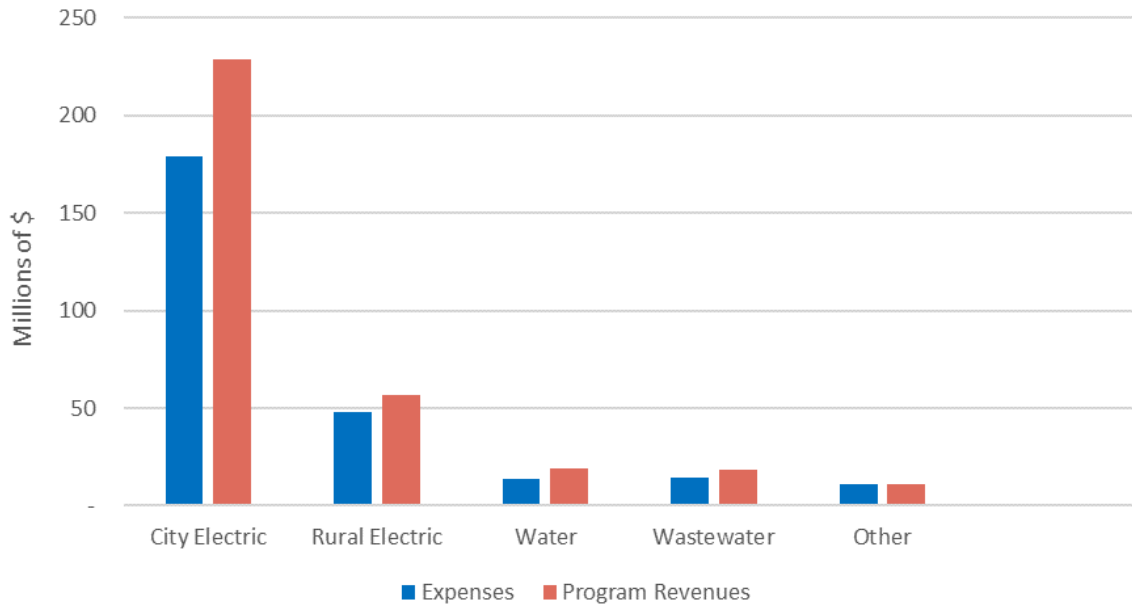
- Ending net position for the city electric system was \$413,244,762, of which \$139,883,945 was available to meet ongoing obligations. City electric system charges for services decreased by \$6,867,574, or 2.9%. Expenses for the city electric system which decreased by \$12,005,368, or 6.3%, primarily due to a decrease in fuel and purchased power costs as compared to FY 2023.
- The ending net position for the rural electric system was \$117,422,356, of which \$44,958,108 is available for ongoing obligations. Rural electric system charges for services decreased by \$790,294, or 1.4%. Rural electric expenses increased by \$2,008,146, or 4.3% due largely to higher maintenance and personnel expenses compared to FY 2023.
- Water system ending net position for FY 2024 was \$102,512,665. The unrestricted portion of this net position was \$15,139,491. Water system charges for services decreased by \$911,895, or 5.3%, in FY 2024 to \$16,375,022 primarily due to more than usual rain during the Summer. Water system expenses increased by \$318,278, or 2.4%, in FY 2024.
- FY 2024 ending net position for the wastewater system was \$99,848,915, of which \$7,952,082 was unrestricted. Wastewater system charges for services increased by \$576,776, or 3.8%. Expenses for FY 2024 were \$14,126,752, a decrease from FY 2023 of \$68,921, or 0.5%.
- Other business-type activities, considered non-major business-type activities, include the Solid Waste Fund, a general aviation airport, and Bryan Commerce and Development, Inc. ("BCD"). Charges for services and revenues for other business-type activities increased by \$118,242, or 1.2%, to \$10,142,887 for FY 2024. Other business-type expenses were \$11,059,851 which is an increase of \$399,441, or 3.7%. See note 1 on page 51 for more information on BCD.
- A prior period adjustment related to a transfer of building assets from business-type to governmental activities decreased business-type activities by \$1,879,581, disposal of land in the amount of \$4,587,262, of which \$1,790,275 was reclassified as equity interest in partnership. This is an overall decrease in business-type activities of \$4,676,568.

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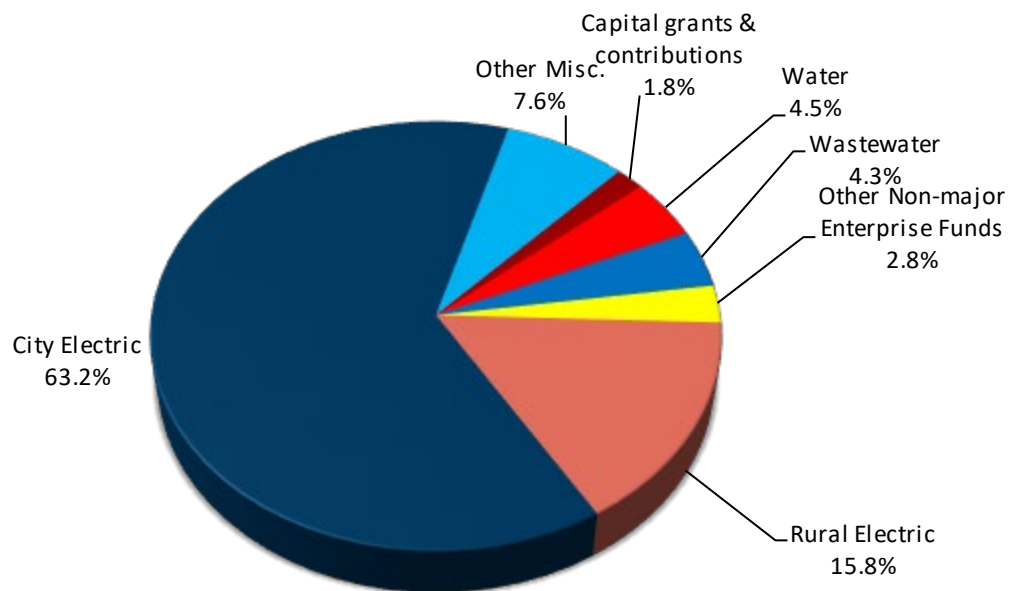
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Expenses and Program Revenues - Business Type Activities



Revenues by Source - Business-Type Activities



City of Bryan, Texas

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Financial Analysis of the City's Funds

As noted earlier, the City of Bryan uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. Fund financial statements can be found starting on page 36 of this report.

Governmental Funds. The focus of the City's governmental funds is to provide information on near-term inflows, outflows, and the balance of spendable resources. Such information is useful in assessing the City's financing requirements. In particular, unassigned fund balance may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year.

General Fund. The General Fund is the primary governmental fund of the City of Bryan. The fund balance of the General Fund increased by \$413,677, or 0.8% to \$52,570,547, during FY 2024 compared to FY 2023. Revenues of the fund increased by \$8,625,155, or 10.9%, and expenditures increased by \$5,480,084, or 5.7%, during FY 2024. Expenditures were in excess of revenues by \$13,205,229. FY 2024 net transfers and sale of capital assets totaled \$13,618,906. More detailed General Fund budgetary highlights are discussed below under the "General Fund Budgetary Highlights" section. Some items to note in the General Fund are:

- Property tax revenues to the General Fund increased by \$6,345,449, or 22.1%, to \$35,041,793 due to increased property assessed values from new growth and a slight increase to the M&O rate.
- Sales tax revenues increased by \$467,139, or 1.5%, due to continued increases in food services, retail, and general services.
- Grant revenues increased by \$453,717, or 25.4%, primarily due to the American Rescue Plan Act Grant that was recognized in FY 2024.
- Licenses and permits revenues increased by \$377,013, or 36.9%, due to continued growth and development.
- Charges for services decreased by \$299,390, or 4.5%, primarily due to a decrease in ambulance revenues.
- Fines and court charges decreased by \$153,152, or 8.5%, due to a decrease in fines per citation.
- Public safety expenditures increased by \$6,074,324, or 12.5%. This was due to an increase in personnel costs and contractual services.
- General government and administration expenses increased by \$4,890,152, or 28.2%, primarily due to an increase in payments to other agencies which includes economic development incentive payments.
- Capital outlay decreased in FY 2024 by \$6,159,176, primarily due to decrease in drainage projects, reimbursement resolution projects, and vehicle purchases.

Debt Service Fund. The Debt Service Fund ended FY 2024 with a total fund balance of \$26,764,434 compared to \$24,830,282 at the end of FY 2023. The fund balance is restricted for the payment of debt. Tax revenues in the Debt Service Fund increased by \$1,085,563, or 7.5%, to \$15,600,224. Debt service payments from the fund totaled \$16,870,559. Debt service is additionally supported by transfers from other funds of \$2,558,505.

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Other Governmental Funds. The Other Governmental Funds include the Special Revenue Funds, Capital Project Funds, and Permanent Funds. The total fund balance in Other Governmental Funds increased in FY 2024 by \$25,527,090, or 50.1%, compared to FY 2023 to \$76,481,182. This is primarily due to the bond proceeds in the Capital Projects Funds of \$39,015,000.

Special Revenue Funds. The City's special revenue funds include the Grant Fund, Community Development Fund, Hotel and Motel Tax Fund, the Oil and Gas Fund, the Capital Reserve Fund, the Midtown Park Operations Fund, Phillips Event Center Fund, Queen and Palace Theatre Fund, the Sidewalks Fund, the Court Technology Fund, Tax Increment Reinvestment Zones (TIRZ), two special assessment funds (Street Improvement and Drainage Improvement Funds), and Destination Bryan. The fund balances in the special revenue funds increased by \$4,471,321, or 16.8%, in FY 2024.

- The Grant Fund is used to account for the receipt and expenditures of grants awarded to the City. Revenues for the fund were \$496,386 and total expenditures were \$484,718 spent on the various grant related activities primarily related to public safety.
- The Community Development Fund provides programs and services to low and moderate income persons. Revenues for the fund were \$969,689 and were primarily from grants. Total expenditures of \$976,333 were spent on the various housing programs funded by federal, state, and local grants.
- Hotel Tax Revenues, including interest income, for FY 2024 were \$2,888,620. Expenditures total \$594,469 and transfers out total \$2,314,038 to Destination Bryan. These funds primarily go to fund the promotion the hotel and tourism industries in Bryan, TX.
- The Oil and Gas fund was established to account for revenues associated with oil and gas property taxes and lease and royalty payments to the City. Revenues for FY 2024 were \$482,541 made up primarily of property tax revenues and royalty payments. There were no expenditures in this fund during FY 2024. The ending fund balance for FY 2024 was \$2,079,265.
- The Capital Reserve fund was established to account for one-time revenues, specifically land sales in the Traditions development. These one-time revenues should be used for one-time expenditures per the establishing ordinance. During FY 2024 there were no transfers in for land sales. Revenues from investment earnings were \$91,096. There were no expenditures in this fund during FY 2024. The ending fund balance for FY 2024 was \$1,359,054.
- The Midtown Park Operations Fund was established to account for revenues and expenditures for operations at the City's Midtown Park, including Legends Event Center (LEC). Total revenues from for FY 2024 were \$2,970,979 and total expenditures were \$3,808,154. Transfers in from the General Fund to fund operations totaled \$1,500,000. Total ending fund balance for FY 2024 is \$2,874,409.
- The Phillips Event Center (PEC) Fund was established to account for PEC facilities and golf course activities. Revenues totaled \$1,622,500 for FY 2024. Total expenditures were \$3,818,592. Transfers in from the General Fund to fund operations totaled \$1,868,793. Total ending fund balance for FY 2024 is \$36,714.
- The Queen and Palace Theaters Fund was established to account for theater activities at both venues. Revenues totaled \$512,380 for FY 2024. Total expenditures were \$1,355,064. Transfers in from the General Fund to fund operations totaled \$982,380. Total ending fund balance for FY 2024 is \$310,104.

City of Bryan, Texas

Management's Discussion and Analysis
For the Fiscal Year Ended September 30, 2024

- Sidewalks Fund was established by City of Bryan Ordinance to collect and track funds from developers and property owners for the construction and maintenance of sidewalks. Revenues for the fund were \$17,439. There were no expenditures in this fund during FY 2024. The ending fund balance for FY 2024 was \$35,070, is committed for sidewalk projects.
- Court Technology Fund is used to account for revenues derived from a portion of court fees dedicated to use for technology improvements for Municipal Court functions. Revenues for the fund were \$48,763 and total expenditures were \$82,485 spent on the various technology improvements in the courts. Ending fund balance was \$181,075, which is restricted for court technology projects.
- The Street Improvement Fund revenues totaled \$7,543,922, expenditures totaled \$7,562,447 on street maintenance and capital projects, and a transfer out of \$373,372 to the General Fund for administrative and street maintenance costs. The ending fund balance for FY 2024 was \$12,574,567. The fund balance in this fund is committed for street improvement projects.
- The Drainage Improvement Fund revenues totaled \$1,199,482, expenditures include \$1,252,828 in FY 2024 on drainage projects, lease issuance costs of \$229,524, and a transfer out of \$91,493 to the General Fund for administrative and drainage maintenance costs. Ending fund balance was \$1,575,104, which is committed for drainage projects.
- Tax Increment Reinvestment Zones are used to account for revenues derived from captured assessed valuation in, and bond proceeds for, the development and improvements of the respective Tax Increment Reinvestment Zone. See additional information in the Supplementary Information section starting on page 127.
- Destination Bryan, a blended component unit – see note 1 on page 51, revenues totaled \$85,792 and expenditures include \$2,731,490 on destination marketing and promotions and \$132,000 on the issuance of a building lease. Transfers in from the General Fund and Hotel & Motel Tax Fund total \$2,809,038. Total ending fund balance for FY 2024 is \$227,698.

Capital Projects Funds. In FY 2024, the 2024 Certificate of Obligation Fund was established with the issuance of Series 2024 Certificates of Obligation. Bonds issued in the amount of \$39,015,000, along with issuer premiums and discounts in the amount of \$3,391,639, total \$42,406,639 in available funding for CIP projects. The total expenditures from Capital Projects Funds for FY 2024 were \$22,389,750. The fund balance in the Capital Project Funds is \$43,566,112, an increase of \$20,822,683 from FY 2023. The fund balance is restricted or encumbered for capital projects.

Permanent Funds. Expenditures from the permanent funds come from spendable revenue generated by non-spendable donations in the form of interest earnings. In FY 2024 there were no expenditures. The fund balance increased by \$233,086 to \$1,815,890 due to contributions of \$116,736 and investment earnings of \$116,350. Non-spendable ending fund balances totaled \$1,582,318 for FY 2024. Spendable ending fund balances restricted for cemeteries was \$227,593 and spendable ending fund balances for libraries was \$5,979. These spendable fund balances are restricted to their stated purposes.

Proprietary Funds. The City of Bryan's Proprietary Funds are used to track the enterprise and internal service activities of the City. Detailed information regarding these activities is captured in the Business-Type activities in the Government Wide financial statements and is discussed above.

City of Bryan, Texas

Management's Discussion and Analysis
For the Fiscal Year Ended September 30, 2024

General Fund Budgetary Highlights

General Fund revenues are mainly derived from taxes, charges for services, fines, and grants. Other miscellaneous, non-operating revenues are derived from items such as one time sales of capital assets and other items. The General Fund budget to actual comparison can be found on pages 125-126. Property taxes in the General Fund are derived from the maintenance and operations portion of the tax rate ("M&O rate"). The M&O rate in effect during FY 2024 was \$0.430822 per \$100 of valuation. The adopted tax rate for FY 2024 was \$0.6240 per \$100 of valuation. The remainder of the tax rate is used to fund the City's debt service and is called the interest and sinking fund rate ("I&S rate"). The I&S rate for FY 2024 was \$0.193178 per \$100 of valuation.

Total General Fund revenues for FY 2024 were \$87,625,566 and were \$8,477,666, or 10.7%, over budget and \$8,625,155, or 10.9%, more than revenues in FY 2023. Tax revenues for the General Fund include property tax, sales tax, franchise tax, bingo tax, and alcoholic beverage tax. General Fund tax revenues were 78.5% of total General Fund revenues in FY 2024 and totaled \$68,776,999. Items to note regarding General Fund tax revenues for FY 2024 are:

- FY 2024 General Fund property tax revenues were \$35,041,793 and \$771,793, or 2.3%, over budget. Property tax revenues for FY 2024 were \$6,345,449, or 22.1%, above FY 2023 totals.
- Sales taxes were \$31,179,227 and \$879,227, or 2.9%, above budget in FY 2024. Compared to FY 2023 revenues, FY 2024 sales taxes were up by \$467,139, or 1.5%.
- Other miscellaneous taxes including franchise fees, mixed beverage and bingo taxes were \$2,555,979 and \$198,979 over budget collectively. Other taxes for FY 2024 were \$106,237 below FY 2023 revenues.

Charges for services in the General Fund include ambulance charges, recreational charges, health and public safety fees, and other miscellaneous charges. Charges for services make up 7.2% of General Fund total revenues in FY 2024. Some notable items in this category are:

- Ambulance charges in FY 2024 were \$3,114,213 and \$885,787, or 22.1%, below budget due to a decrease in number of ambulance runs.
- Revenues for recreational activities were \$1,026,945 and \$465,945, or 83.1%, above budget in FY 2024 primarily due to increased park activities.
- Health and public safety revenues were \$1,844,185 and \$212,185, or 12.7%, above budget for FY 2024 primarily due to the County EMS contract and police escort revenues.
- Miscellaneous charges for services were \$296,884 and \$123,884, or 71.6%, above budget for FY 2024.

Other categories of note for General Fund revenues include fines and court charges, licenses and permits, grants, investment earnings, and other revenues. Items to note in these categories are as follows:

- Fines and court charges of \$1,644,583 were \$41,417, or 2.5%, below budget in FY 2024 and below FY 2023 total by \$153,152, or 8.5%, due to a decrease in fines per citation.
- Licenses and permit revenues for FY 2024 were \$1,399,275 and were \$465,375, or 49.8%, above budget, and were \$377,013, or 36.9%, above FY 2023 totals primarily due to increased growth and development.

City of Bryan, Texas

Management's Discussion and Analysis
For the Fiscal Year Ended September 30, 2024

- Grant revenues were \$2,237,891 and were \$809,891 above budget for FY 2024, and were \$453,717 above FY 2023 totals. The increase from FY 2023 was primarily due to the American Rescue Plan Act grant that was recognized in FY 2024.
- Other revenues, including investment earnings, of \$7,244,591 were \$5,477,591 above budget during FY 2024 and were \$1,540,662 above FY 2023 revenues. The budget variance is due to the increase in interest rates, and payments for agreements related to payment in lieu of taxes and the bio corridor.

Total General Fund operating expenditures are broken down into major categories in the accompanying required supplementary section of the report beginning on page 125. General fund activities are broken down into the following main categories:

- General Government and Administrative – This category includes Executive, City Secretary, Legal Services, Fiscal Services, Information Technology, Human Resources, and other administrative departments that serve the City.
- Development Services – This category includes Planning, Engineering, Building, and Special Projects.
- Public Works Services – Includes Drainage and Streets and Traffic Operations.
- Public Safety – Police, Fire and EMS, the Municipal Court, and the City of Bryan Animal Center/Control are included in this category.
- Cultural and Recreational – Includes the golf course, parks and recreation services, and the libraries.
- Other General Fund activities include capital expenditures, administrative reimbursements, and transfers in and out.

General Fund expenditures, including capital purchases, for the year totaled \$100,830,795 and were \$2,412,995, or 2.5%, above budget. Compared to FY 2023, expenditures increased by \$5,480,084, or 5.7%, during FY 2024. Increases in General Fund spending vs. FY 2023 were attributable to the personnel costs and contractual services.

Total general government and administrative expenditures were \$29,231,611 and were \$2,762,511, or 10.4%, above budget for FY 2024. This category makes up 29.0% of total FY 2024 General Fund expenditures. The budget variances in this category is primarily payments to other agencies which were above budget by \$3,311,375 due to development agreement incentive payments.

Development services finished FY 2024 below budget by \$260,421, or 4.7%. Expenditure totals in this category were \$5,276,279 and made up 5.2% of total General Fund expenditures for FY 2024. Notable budget variances in this category include engineering which was \$342,854, or 16.9%, below budget for FY 2024. This variance is primarily due to the timing of contractual services associated with capital projects and personnel costs.

Public Works services total expenditures for FY 2024 were \$3,950,791 and made up 3.9% of total General Fund expenditures for the year. Overall Public Works was \$463,309, or 10.5%, below budget due to timing of projects.

City of Bryan, Texas

Management's Discussion and Analysis
For the Fiscal Year Ended September 30, 2024

Public Safety expenditures for FY 2024 were \$54,664,171 and were \$298,571, or 0.5%, above budget for the year. Compared to FY 2023, expenditures were \$6,074,324, or 12.5%, higher primarily due to the personnel costs. Public safety accounts for 54.2% of all General Fund expenditures in FY 2024.

Cultural and recreational services expenditures for FY 2024 total \$8,401,279 and were \$840,221, or 9.1%, below budget for the year. Expenditures in this category were \$115,055, or 1.4% below FY 2023 spending levels. Cultural and recreational services accounts for 8.3% of all General Fund expenditures in FY 2024.

Capital expenditures for the General Fund were \$5,450,767 and were \$86,867, or 1.6%, above budget for FY 2024. Compared to FY 2023, expenditures were \$6,159,176, or 53.1%, lower due to the timing of capital projects including reimbursement resolution spending for future bond issuance.

Capital Asset and Debt Administration

Capital Assets. The City of Bryan's capital assets, including right-to-use lease and subscription based information technology agreement (SBITA) assets, for its governmental and business-type activities as of September 30, 2024 was \$1,259,201,504 (net of accumulated depreciation and amortization), an increase of \$104,629,752, or 9.1%. This investment in capital assets includes land, park facilities, buildings and system improvements, machinery and equipment, street and drainage systems, and construction in progress.

Capital Assets for FY 2024 included the following:

City of Bryan's Capital Assets*						
	Governmental Activities		Business-type Activities		Total	
	2024	2023 **	2024	2023 **	2024	2023 **
Land	\$ 14,328,808	\$ 14,074,955	\$ 33,603,055	\$ 31,817,766	\$ 47,931,863	\$ 45,892,721
Intangibles	-	1,674	-	-	-	1,674
Intangibles - right of use	1,054,813	1,066,824	-	-	1,054,813	1,066,824
Buildings	70,852,147	27,255,397	13,555,092	17,038,739	84,407,239	44,294,136
Buildings - right of use	996,512	1,201,348	-	-	996,512	1,201,348
Equipment	14,422,236	11,946,090	7,857,681	6,692,147	22,279,917	18,638,237
Equipment - right of use	1,897,668	2,143,116	38,442	57,664	1,936,110	2,200,780
Improvements	42,906,631	31,394,941	725,094,603	702,246,785	768,001,234	733,641,726
Infrastructure	142,406,142	140,473,141	-	-	142,406,142	140,473,141
Construction in Progress	44,827,105	79,241,755	143,803,920	87,079,598	188,631,025	166,321,353
Retirement in Progress	-	-	1,556,649	839,812	1,556,649	839,812
Total	<u>\$ 333,692,062</u>	<u>\$ 308,799,241</u>	<u>\$ 925,509,442</u>	<u>\$ 845,772,511</u>	<u>\$ 1,259,201,504</u>	<u>\$ 1,154,571,752</u>

*Note: Net of accumulated depreciation and amortization. See Note 4.

** FY2023 balances restated. See Note 1.

Additional information on the City's capital assets can be found in note 4 to the financial statements on page 76 of this report.

City of Bryan, Texas

Management's Discussion and Analysis
For the Fiscal Year Ended September 30, 2024

Long-term Debt. At the end of FY 2024, the City of Bryan had total debt, net of premiums and discounts, outstanding of \$614,400,394. Of this amount, \$260,415,713 (general obligation bonds and certificates of obligation net of premiums and discounts) comprises debt backed by the full faith and credit of the City. The remainder of the City's debt is secured by specified revenue sources (revenue bonds).

	Outstanding Debt at Year End Bonds and Notes Payable					
	Governmental Activities		Business-type Activities		Total	
	2024	2023	2024	2023	2024	2023
General obligation bonds	\$ 66,629,569	\$ 74,357,965	\$ 2,165,431	\$ 3,762,035	\$ 68,795,000	\$ 78,120,000
Certificates of obligation	149,830,000	114,360,000	33,250,000	29,440,000	183,080,000	143,800,000
Revenue bonds	-	-	302,260,000	301,175,000	302,260,000	301,175,000
Private placement-revenue bonds	-	-	20,540,000	22,385,000	20,540,000	22,385,000
Premium (discount)	8,146,154	5,217,141	31,579,240	32,322,718	39,725,394	37,539,859
Total, net	<u>\$ 224,605,723</u>	<u>\$ 193,935,106</u>	<u>\$ 389,794,671</u>	<u>\$ 389,084,753</u>	<u>\$ 614,400,394</u>	<u>\$ 583,019,859</u>

During FY 2024, the City's total debt increased by \$31,380,535, or 5.4%, net of premiums and discounts. The City issued \$48,245,938, net of premiums, in certificates of obligation bonds. The debt issues for the Rural Electric System total, net of premiums, \$15,269,270 in revenue bonds. The City retired \$32,134,673 (net of all premium or discounts) of outstanding debt.

The City's General Obligation, Certificates of Obligation and Revenue bond ratings are listed below.

	Standard & Poor's	Fitch
General Obligation Bonds	AA+	NR
Revenue Bonds - Waterworks and Sewer	AA	NR
Revenue Bonds - City Electric	A+	AA
Revenue Bonds - Rural Electric	A+	AA

Additional information on the City's long-term debt can be found in note 5 to the financial statements on pages 78-84 of this report.

Economic Factors and Next Year's Budgets and Rates

Bryan maintained its strong growth during FY 2024, realizing increases in property values and increases in sales tax revenues which positively impacted the City's governmental funds. Bryan and neighboring College Station are the economic center of the region comprised of Brazos County and the surrounding seven counties which allows the City to maintain its strong growth. While not immune from factors that affect the state and national economies, the area is somewhat insulated due to the concentration of stable or growing employment sectors: higher education, government and health care. Five of the top ten

City of Bryan, Texas

Management's Discussion and Analysis
For the Fiscal Year Ended September 30, 2024

employers in the area fall into these classifications. The diverse economy in Bryan helped maintain the financial reliability of the City during the economic fluctuations.

Ad valorem property taxes comprised approximately 40.0% of General Fund revenues in FY 2024. FY 2025 budgeted General Fund property tax revenues projected an increase of 14.4% from FY 2024 with the continued growth of new properties in Bryan. A slight increase in the M&O rate which contributed to the growth in General Fund revenues. FY 2025 sales tax revenue is budgeted to increase by 4.5% when compared to FY 2024 adopted sales tax revenue due to the slowdown in the economy related to consumer spending. FY 2024 sales tax revenues exceeded FY 2023 by 1.5% primarily due to the continued growth within the city as well as inflation.

Revenues for the entire electric system for FY 2025 are budgeted to be \$306,295,400, which is an increase of \$8,891,987, or 3.0%, in FY 2025 versus the FY 2024 adopted budget due to increases in fuel pass through revenues and retail electric sales. FY 2025 budgeted electric expenditures are projected to be \$301,318,600, which is an increase of \$19,470,205, or 6.9% from the FY 2024 adopted budget.

Revenues budgeted for the Water Fund for FY 2025 are \$16,011,000, and are \$843,900, or 5.6%, higher than FY 2024 budgeted revenues. Total expenditures for the Water Fund, including debt service and capital expenditures, are budgeted to increase by \$2,121,400, or 9.5%, due to increased water system capital.

The Wastewater Fund budget for FY 2025 projects revenues of \$15,579,700, which is \$456,700, or 3.0%, higher than the FY 2024 budget. Budgeted expenditures for FY 2025 are \$19,470,200 which is \$128,900, or 0.7% above the FY 2024 budget. This increase is attributable to increased utilities for wastewater treatment facilities.

Requests for Information

This financial report is designed to provide a general overview of the City of Bryan's finances for all of those with an interest in the government's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the City of Bryan, Fiscal Services Department, Attention: Chief Financial Officer, P.O. Box 1000, Bryan, Texas 77805-1000 or visit our website at <http://www.bryantx.gov>.



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CITY OF BRYAN, TEXAS

Statement of Net Position

As of September 30, 2024

	Primary Government			Component Unit
	Governmental Activities	Business-type Activities	Total	Bryan Business Council, Inc.
<u>Assets</u>				
Current assets:				
Cash and cash equivalents	\$ 54,153,938	\$ 98,648,864	\$ 152,802,802	\$ 674,772
Investments	112,409,869	105,715,865	218,125,734	5,856,053
Receivables:				
Accounts	9,888,095	37,381,745	47,269,840	6,700
Less allowance for uncollectible	(5,779,077)	(735,811)	(6,514,888)	-
Notes receivable	441,358	-	441,358	-
Property taxes	1,903,378	-	1,903,378	-
Less allowance for uncollectible	(1,651,827)	-	(1,651,827)	-
Sales taxes	5,228,966	-	5,228,966	-
Grants	533,608	-	533,608	-
Leases	371,298	-	371,298	-
Interest	1,074,456	1,488,904	2,563,360	-
Internal balances	622,754	(622,754)	-	-
Inventories	372,568	2,906,461	3,279,029	-
Under-recovered regulatory fee	-	1,925,827	1,925,827	-
Prepaid and other assets	314,523	5,347,329	5,661,852	-
Total current assets	179,883,907	252,056,430	431,940,337	6,537,525
Noncurrent assets:				
Receivables:				
Leases	4,433,802	-	4,433,802	-
Notes receivable	5,399,562	-	5,399,562	-
Less allowance for uncollectible - notes	(217,992)	-	(217,992)	-
TMPA decommissioning	-	7,842,767	7,842,767	-
Restricted assets:				
Cash and cash equivalents	-	27,649,368	27,649,368	-
Investments	1,582,318	70,739,414	72,321,732	-
Investment in BVSWM, Inc.	-	26,609,466	26,609,466	-
Investment in Economic Development Foundation	4,624,175	-	4,624,175	-
Equity interest in limited partnership	-	1,790,275	1,790,275	-
Capital assets:				
Intangible assets	60,250	-	60,250	-
Land	14,328,808	33,603,055	47,931,863	12,393,449
Buildings	95,581,448	22,932,299	118,513,747	-
Improvements other than buildings	80,215,979	1,192,526,689	1,272,742,668	-
Machinery and equipment	54,930,340	27,536,342	82,466,682	-
Infrastructure	309,634,802	-	309,634,802	-
Construction in progress	44,827,105	143,803,921	188,631,026	594,919
Retirement in progress	-	1,556,649	1,556,649	-
Less accumulated depreciation	(269,835,663)	(496,487,955)	(766,323,618)	-
Right-to-use lease assets	4,010,983	96,106	4,107,089	-
Less accumulated amortization	(1,116,803)	(57,664)	(1,174,467)	-
Right-to-use Subscription Based IT Arrangement assets	1,524,954	-	1,524,954	-
Less accumulated amortization	(470,141)	-	(470,141)	-
Total capital assets	333,692,062	925,509,442	1,259,201,504	12,988,368
Total noncurrent assets	349,513,927	1,060,140,732	1,409,654,659	12,988,368
Total assets	\$ 529,397,834	\$ 1,312,197,162	\$ 1,841,594,996	\$ 19,525,893
<u>Deferred outflows</u>				
Accumulated decrease in fair value of hedging derivatives	\$ -	\$ 745,596	\$ 745,596	\$ -
Pensions	16,000,302	9,168,158	25,168,460	-
Other post-employment benefits (OPEB)	4,096,307	2,206,764	6,303,071	-
Unamortized loss on refunded debt	339,838	438,394	778,232	-
Total deferred outflows	\$ 20,436,447	\$ 12,558,912	\$ 32,995,359	\$ -

The notes to the financial statements are an integral part of this statement.

CITY OF BRYAN, TEXAS

Statement of Net Position

As of September 30, 2024

	Primary Government			Component Unit
	Governmental	Business-type		Bryan Business
	Activities	Activities	Total	Council, Inc.
<u>Liabilities</u>				
Current liabilities:				
Accounts payable	\$ 8,899,737	\$ 17,114,436	\$ 26,014,173	\$ 189,994
Accrued liabilities and retainage	5,728,282	1,134,809	6,863,091	7,518
Claims	1,655,374	-	1,655,374	-
Accrued vacation and sick pay	3,676,088	1,339,437	5,015,525	-
Unearned revenue	12,413,661	266,466	12,680,127	-
Notes	-	-	-	1,373,967
Leases	516,811	39,151	555,962	-
Subscription Based IT Arrangements (SBITAs)	252,096	-	252,096	-
Derivative financial instruments	-	738,281	738,281	-
Arbitrage rebate	28,607	-	28,607	-
Payable from restricted assets:				
Accrued interest	1,034,729	3,557,688	4,592,417	-
Over-recovered fuel cost	-	4,638,203	4,638,203	-
Counter Party Collateral	-	36,190,000	36,190,000	-
Bonds payable, net	11,411,092	21,183,170	32,594,262	-
Customer deposits	152,368	6,647,181	6,799,549	-
Total current liabilities	45,768,845	92,848,822	138,617,667	1,571,479
Noncurrent liabilities:				
Bonds payable, net	213,194,631	368,611,501	581,806,132	-
Notes payable	-	-	-	11,299,163
Arbitrage rebate	396,537	498,562	895,099	-
Interfund Advance	(18,301,025)	18,301,025	-	-
Claims	1,234,312	-	1,234,312	-
Derivative financial instruments	-	7,316	7,316	-
Net pension liability (NPL)	7,353,302	4,213,447	11,566,749	-
Net other post employment benefits liability (OPEB)	11,576,652	6,210,056	17,786,708	-
Accrued liabilities	-	494,263	494,263	-
Accrued vacation and sick pay	7,211,978	704,703	7,916,681	-
Leases	2,486,283	20,758	2,507,041	-
SBITAs	644,756	-	644,756	-
Total noncurrent liabilities	225,797,426	399,061,631	624,859,057	11,299,163
Total liabilities	271,566,271	491,910,453	763,476,724	12,870,642
<u>Deferred Inflows</u>				
Unamortized gain on refunding debt	-	2,419,000	2,419,000	-
Pensions	1,321,721	757,346	2,079,067	-
Other post employment benefits	3,003,844	1,618,237	4,622,081	-
Deferred regulatory liability	-	21,108,776	21,108,776	-
Deferred lease receivable	4,666,979	-	4,666,979	-
Total deferred inflows	\$ 8,992,544	\$ 25,903,359	\$ 34,895,903	\$ -
<u>Net Position</u>				
Net investment in capital assets	\$ 194,616,700	\$ 540,684,620	\$ 735,301,320	\$ 315,238
Restricted for:				
BVSWMA, Inc.	-	26,609,466	26,609,466	-
Economic Development Foundation	4,624,175	-	4,624,175	-
Debt reserve	-	2,824,100	2,824,100	-
Debt service	7,501,417	6,650,787	14,152,204	-
Equity Interest in Partnership	-	1,790,275	1,790,275	-
Perpetual care:				
Expendable	233,572	-	233,572	-
Nonexpendable	1,582,318	-	1,582,318	-
Rate stabilization	-	1,770,256	1,770,256	-
Notes receivable	3,608,178	-	3,608,178	-
Police activities	127,149	-	127,149	-
Court activities	378,668	-	378,668	-
Record preservation	38,794	-	38,794	-
TIRZ Development	7,704,706	-	7,704,706	-
Hotel/Motel	2,133,119	-	2,133,119	-
Other purposes	1,638,252	-	1,638,252	-
Unrestricted	45,088,418	226,612,758	271,701,176	6,340,013
Total net position	\$ 269,275,466	\$ 806,942,262	\$ 1,076,217,728	\$ 6,655,251

The notes to the financial statements are an integral part of this statement.

CITY OF BRYAN, TEXAS

Statement of Activities

For the Fiscal Year Ended September 30, 2024

		Program Revenues			Net Revenue (Expense) and Changes in Net Position			
Functions/Programs	Expenses	Fees, Fines and Charges for Service	Operating Grants and Contributions	Capital Grants and Contributions	Primary Government			Component Unit
					Governmental Activities	Business-type Activities	Total	Bryan Business Council, Inc.
Primary government:								
Governmental activities:								
General government and administration	\$ 26,970,212	\$ 296,884	\$ 97,599	\$ -	\$ (26,575,729)	\$ -	\$ (26,575,729)	\$ -
Development services	6,298,537	1,399,275	847,159	-	(4,052,103)	-	(4,052,103)	-
Public works services	18,187,714	-	754,764	8,203,032	(9,229,918)	-	(9,229,918)	-
Public safety	57,697,310	6,677,321	451,199	-	(50,568,790)	-	(50,568,790)	-
Cultural and recreational	18,699,205	5,852,431	1,363,368	-	(11,483,406)	-	(11,483,406)	-
Interest and fiscal charges	6,440,302	-	-	-	(6,440,302)	-	(6,440,302)	-
Total governmental activities	134,293,280	14,225,911	3,514,089	8,203,032	(108,350,248)	-	(108,350,248)	-
Business-type activities:								
City electric	178,568,948	228,661,203	-	-	-	50,092,255	50,092,255	-
Rural electric	48,290,033	57,034,354	-	-	-	8,744,321	8,744,321	-
Water	13,742,920	16,375,022	-	2,772,297	-	5,404,399	5,404,399	-
Wastewater	14,126,752	15,677,715	-	2,865,282	-	4,416,245	4,416,245	-
Other nonmajor enterprise funds	11,059,851	10,142,887	-	748,645	-	(168,319)	(168,319)	-
Total business-type activities	265,788,504	327,891,181	-	6,386,224	-	68,488,901	68,488,901	-
Total primary government	\$ 400,081,784	\$ 342,117,092	\$ 3,514,089	\$ 14,589,256	\$ (108,350,248)	\$ 68,488,901	\$ (39,861,347)	\$ -
Component unit:								
Bryan Business Council, Inc.	\$ 840,748	\$ -	\$ 724,271	\$ -	\$ -	\$ -	\$ -	\$ (116,477)
General revenues:								
Property taxes					\$ 57,344,591	\$ -	\$ 57,344,591	\$ -
Sales taxes					31,179,227	-	31,179,227	-
Franchise taxes					2,008,258	-	2,008,258	-
Alcoholic beverage taxes					347,528	-	347,528	-
Bingo taxes					200,193	-	200,193	-
Hotel occupancy taxes					2,767,120	-	2,767,120	-
Transportation and drainage assessments					7,675,013	-	7,675,013	-
Unrestricted investment earnings					9,881,304	19,902,277	29,783,581	-
Gain on Sale of Assets					-	5,196,478	5,196,478	-
Miscellaneous					3,229,535	2,499,307	5,728,842	381,830
Transfers (net)					15,464,401	(15,464,401)	-	-
Total general revenues and transfers					130,097,170	12,133,661	142,230,831	381,830
Change in net position					21,746,922	80,622,562	102,369,484	265,353
Net position, October 1, 2023					245,648,963	730,996,268	976,645,231	6,389,898
Prior period adjustment - Loss on sale of asset (See note 1)					-	(2,796,987)	(2,796,987)	-
Prior period adjustment - Transfer of asset (See note 1)					1,879,581	(1,879,581)	-	-
Net position, October 1, 2023, as restated					247,528,544	726,319,700	973,848,244	6,389,898
Net position, September 30, 2024					\$ 269,275,466	\$ 806,942,262	\$ 1,076,217,728	\$ 6,655,251

The notes to the financial statements are an integral part of this statement.



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CITY OF BRYAN, TEXAS

Balance Sheet

Governmental Funds

As of September 30, 2024

	General Fund	Debt Service Fund	Other Governmental Funds	Total Governmental Funds
<u>Assets</u>				
Cash and cash equivalents	\$ 19,023,722	\$ 2,016,078	\$ 26,162,497	\$ 47,202,297
Investments	39,212,903	4,403,670	55,113,826	98,730,399
Receivables:				
Accounts	8,500,065	-	1,320,858	9,820,923
Less allowance for uncollectible	(5,705,442)	-	(73,635)	(5,779,077)
Property taxes	1,325,921	577,457	-	1,903,378
Less allowance for uncollectible	(1,153,838)	(497,989)	-	(1,651,827)
Sales taxes	5,228,966	-	-	5,228,966
Grants	-	-	533,608	533,608
Interest	361,242	41,719	526,949	929,910
Lease Receivable	3,304,762	-	1,500,338	4,805,100
Notes receivable	2,014,750	1,571,413	2,254,757	5,840,920
Less allowance for uncollectible	-	-	(217,992)	(217,992)
Due from other funds	4,502,243	-	220,190	4,722,433
Interfund Advance	-	18,779,503	-	18,779,503
Inventory	-	-	109,309	109,309
Prepaid and other assets	67,974	-	246,549	314,523
Total assets	<u>\$ 76,683,268</u>	<u>\$ 26,891,851</u>	<u>\$ 87,697,254</u>	<u>\$ 191,272,373</u>
<u>Liabilities, Deferred Inflows, and Fund Balances</u>				
Liabilities:				
Accounts payable	\$ 4,988,396	\$ -	\$ 3,624,272	\$ 8,612,668
Accrued liabilities	3,625,434	-	26,015	3,651,449
Retainage payable	740,182	-	1,294,361	2,034,543
Due to other funds	-	54,680	487,169	541,849
Customer deposits	152,368	-	-	152,368
Unearned revenue	10,070,260	-	2,343,401	12,413,661
Total liabilities	<u>19,576,640</u>	<u>54,680</u>	<u>7,775,218</u>	<u>27,406,538</u>
Deferred inflows:				
Unavailable property taxes	157,830	72,737	-	230,567
Deferred inflows - right of use assets	3,262,890	-	1,404,089	4,666,979
Unavailable notes receivable	-	-	2,036,765	2,036,765
Other unavailable revenue	1,115,361	-	-	1,115,361
Total deferred inflows	<u>4,536,081</u>	<u>72,737</u>	<u>3,440,854</u>	<u>8,049,672</u>
Fund balances:				
Nonspendable	2,082,724	1,571,413	1,828,867	5,483,004
Restricted	1,969,293	25,193,021	53,851,079	81,013,393
Committed	5,776,312	-	20,825,436	26,601,748
Assigned	21,921,283	-	-	21,921,283
Unassigned	20,820,935	-	(24,200)	20,796,735
Total fund balances	<u>52,570,547</u>	<u>26,764,434</u>	<u>76,481,182</u>	<u>155,816,163</u>
Total liabilities, deferred inflows and fund balances	<u>\$ 76,683,268</u>	<u>\$ 26,891,851</u>	<u>\$ 87,697,254</u>	<u>\$ 191,272,373</u>

The notes to the financial statements are an integral part of this statement.

Reconciliation of Governmental Funds Balance Sheet to the Statement of Net Position
As of September 30, 2024

Amounts reported for governmental activities in the statement of net position are different because:

Other long-term assets are not available to pay for current-period expenditures and, therefore, are deferred in the funds.	3,382,693
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Internal service funds are used by management to charge the costs of risk management, employee health insurance benefits and central warehousing to individual funds. The assets and liabilities of the internal service funds related to governmental activities are included in the governmental activities in the statement of net position. (Net of amount allocated to business-type activities of \$3,600,075, net capital assets in the amount of \$77,912.

Long-term liabilities and assets and related deferred outflows and inflows including bonds payable, net pension asset, net OPEB liability and compensated absences, are not due and payable in the current period and therefore are not reported in the funds.

General obligation bonds payable	\$ 66,629,569	
Certificates of obligation payable	149,830,000	
Premium (discount) on bonds payable	8,146,154	
Deferred amount on refunding	(339,838)	
Arbitrage Liability	425,144	
Net Pension Liability	7,243,142	
Net other post employment benefits liability	11,399,505	
Deferred amounts on pensions (net)	(14,458,683)	
Deferred amounts on OPEB (net)	(1,075,911)	
Lease payable	3,003,094	
SBITA payable	896,852	
Accrued vacation and sick leave (Net of internal service fund liability of \$85,544)	10,802,522	(242,501,550)

The notes to the financial statements are an integral part of this statement.

CITY OF BRYAN, TEXASStatement of Revenues, Expenditures, and Changes in Fund Balances
Governmental Funds
For the Fiscal Year Ended September 30, 2024

	General Fund	Debt Service Fund	Other Governmental Funds	Total Governmental Funds
Revenues:				
Property taxes	\$ 35,041,793	\$ 15,600,224	\$ 6,642,566	\$ 57,284,583
Sales taxes	31,179,227	-	-	31,179,227
Franchise taxes	2,008,258	-	-	2,008,258
Alcoholic beverage taxes	347,528	-	-	347,528
Bingo taxes	200,193	-	-	200,193
Hotel occupancy taxes	-	-	2,767,120	2,767,120
Transportation and drainage assessments	-	-	7,675,013	7,675,013
Charges for services	6,322,227	-	-	6,322,227
Fines and court charges	1,644,583	-	34,340	1,678,923
Licenses and permits	1,399,275	-	-	1,399,275
Grants	2,237,891	-	1,276,198	3,514,089
Investment earnings	2,603,067	481,740	3,423,699	6,508,506
Investment mark to market	1,509,380	97,240	1,358,854	2,965,474
Oil and gas royalties	-	-	160,496	160,496
Parks and Recreation	-	-	4,825,486	4,825,486
Destination Bryan	-	-	85,792	85,792
Other	3,132,144	67,002	309,765	3,508,911
Total revenues	87,625,566	16,246,206	28,559,329	132,431,101
Expenditures:				
Current:				
General government and administration	22,258,552	-	2,731,490	24,990,042
Development services	5,276,279	-	1,156,418	6,432,697
Public works services	3,950,791	-	3,626,868	7,577,659
Public safety	54,664,171	-	426,951	55,091,122
Cultural and recreational	8,401,279	-	7,771,086	16,172,365
Capital outlay	5,450,767	-	29,190,996	34,641,763
Debt service:				
Bond and principal retirement	-	11,273,396	-	11,273,396
Interest and fiscal charges	-	5,597,163	-	5,597,163
Debt issuance costs	-	-	388,797	388,797
Right of use principal	617,134	-	107,801	724,935
Right of use interest	211,822	-	12,732	224,554
Total expenditures	100,830,795	16,870,559	45,413,139	163,114,493
Excess (deficiencies) of revenues over (under) expenditures	(13,205,229)	(624,353)	(16,853,810)	(30,683,392)
Other financing sources (uses):				
Sales of capital assets	16,357	-	-	16,357
Lease Financing	-	-	361,524	361,524
Transfers in	20,604,620	2,558,505	8,673,261	31,836,386
Transfers out	(7,002,071)	-	(9,289,053)	(16,291,124)
Long-term debt issued	-	-	39,015,000	39,015,000
Premium (discount) on long-term debt issued	-	-	3,620,168	3,620,168
Total other financing sources (uses)	13,618,906	2,558,505	42,380,900	58,558,311
Net change in fund balances	413,677	1,934,152	25,527,090	27,874,919
Fund balances, October 1, 2023	52,156,870	24,830,282	50,954,092	127,941,244
Fund balances, September 30, 2024	\$ 52,570,547	\$ 26,764,434	\$ 76,481,182	\$ 155,816,163

The notes to the financial statements are an integral part of this statement.

CITY OF BRYAN, TEXAS
 Reconciliation of Statement of Revenues, Expenditures, and Changes in Fund Balances
 of Governmental Funds to the Statement of Activities
 For the Fiscal Year Ended September 30, 2024

Net change in fund balances - total governmental funds	\$ 27,874,919
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Amounts reported for governmental activities in the statement of activities are different because:

Governmental funds report capital outlay as expenditures. However, in the government-wide statement of activities, the cost of those assets is allocated over their estimated useful lives as depreciation/amortization expense. This is the amount of capital assets recorded in the current period.	35,127,368
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The City's investment in the Economic Development Foundation is reported at the government-wide level but not at the fund level.	(240,252)
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The net effect of various transactions involving capital assets (i.e., sales and contributions) is to increase net position.	7,839,549
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Depreciation expense on capital assets and amortization expense on leases reported in the government-wide statement of activities does not require the use of current financial resources. Therefore, depreciation and amortization expense is not reported as an expenditure in governmental funds.	(18,094,983)
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The issuance of long-term debt provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Also, governmental funds report the effect of issuance cost, premiums, discounts, and similar items when debt is first issued, whereas the amounts are deferred and amortized in the statement of activities. The effect of these differences in the treatment of long-term debt and related items is detailed below:

General obligation bonds issued	(39,015,000)
Discount/(Premium) on debt issuance	(3,620,168)
Debt principal repayments	11,273,396
Lease issuance	(361,524)
Lease/SBITA principal payments	764,670

Some expenses related to long-term liabilities reported in the statement of activities do not require the use of current financial resources; therefore, they are not reported as expenditures in governmental funds.	(3,476,062)
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Accrued interest expense on long-term debt is reported in the government-wide statement of activities, but does not require the use of current financial resources; therefore, accrued interest expense is not reported as expenditures in governmental funds.	201,139
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Some property taxes will not be collected for several months after the City's fiscal year end, and are not considered "available" revenues in the governmental funds.	60,008
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Some notes receivable will not be collected for several months after the City's fiscal year end, and are not considered "available" revenues in the governmental funds.	(640,602)
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Internal service funds are used by management to charge the costs of risk management, employee health insurance benefits and central warehousing to individual funds. The net revenue of the internal service funds related to governmental activities is reported with governmental activities; depreciation expense of \$15,824 allocated above and net of amount allocated to business-type activities of \$1,390,502.	4,054,464
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Change in net position of governmental activities.	<u>\$ 21,746,922</u>
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The notes to the financial statements are an integral part of this statement.

CITY OF BRYAN, TEXAS
Statement of Net Position
Proprietary Funds
As of September 30, 2024

	Business-Type Activities - Enterprise Funds						Governmental Activities
	City Electric Fund	Rural Electric Fund	Water Fund	Wastewater Fund	Other Enterprise Funds	Total Enterprise Funds	Internal Service Funds
<u>Assets</u>							
Current Assets:							
Cash and Cash Equivalents	\$ 51,206,822	\$ 34,423,611	\$ 4,776,433	\$ 2,984,031	\$ 5,257,967	\$ 98,648,864	\$ 6,951,641
Investments	68,911,942	8,368,079	10,433,048	6,517,946	11,484,850	105,715,865	15,261,788
Accounts Receivable	25,485,148	6,675,095	2,600,137	1,903,359	718,006	37,381,745	67,172
Less Allowance for Uncollectible Accounts	(439,906)	(161,519)	(49,291)	(51,940)	(33,155)	(735,811)	-
Interest Receivable	1,199,525	-	115,628	64,554	109,197	1,488,904	144,546
Inventories	2,101,117	-	749,347	-	55,997	2,906,461	263,259
Due from Other Funds	7,192,425	-	443,831	397,544	233,155	8,266,955	42,245
Under-Recovered Regulatory Fee	1,879,225	46,602	-	-	-	1,925,827	-
Prepaid and Other Assets	5,347,329	-	-	-	-	5,347,329	-
Total Current Assets	<u>162,883,627</u>	<u>49,351,868</u>	<u>19,069,133</u>	<u>11,815,494</u>	<u>17,826,017</u>	<u>260,946,139</u>	<u>22,730,651</u>
Non-Current Assets:							
Restricted Assets:							
Cash and Cash Equivalents	-	6,246,498	20,342,525	1,041,279	19,066	27,649,368	-
Investments	68,693,431	1,252,624	456,226	295,570	41,563	70,739,414	-
Investment in BVSWMA	-	-	-	-	26,609,466	26,609,466	-
Equity interest in limited partnership	-	-	-	-	1,790,275	1,790,275	-
TMPA Decommissioning	7,842,767	-	-	-	-	7,842,767	-
Capital Assets:							
Land	10,204,712	122,769	794,189	2,015,201	20,466,184	33,603,055	-
Buildings	-	-	317,271	19,873,253	2,741,775	22,932,299	23,420
Equipment	-	-	4,287,858	7,068,183	16,180,301	27,536,342	186,116
Improvements Other Than Buildings	696,458,524	192,557,464	154,411,751	143,720,994	5,377,956	1,192,526,689	188,658
Construction in Progress	106,183,749	18,243,739	5,537,794	8,733,480	5,105,159	143,803,921	-
Retirement in Progress	1,556,649	-	-	-	-	1,556,649	-
Less Accumulated Depreciation	(270,489,077)	(56,937,790)	(71,522,009)	(81,389,801)	(16,149,278)	(496,487,955)	(320,282)
Right-to-Use Lease Assets	-	-	-	-	96,106	96,106	-
Less Accumulated Amortization	-	-	-	-	(57,664)	(57,664)	-
Total Capital Assets (Net of Accumulated Depreciation and Amortization)	<u>543,914,557</u>	<u>153,986,182</u>	<u>93,826,854</u>	<u>100,021,310</u>	<u>33,760,539</u>	<u>925,509,442</u>	<u>77,912</u>
Total Non-Current Assets	<u>620,450,755</u>	<u>161,485,304</u>	<u>114,625,605</u>	<u>101,358,159</u>	<u>62,220,909</u>	<u>1,060,140,732</u>	<u>77,912</u>
Total Assets	<u>\$ 783,334,382</u>	<u>\$ 210,837,172</u>	<u>\$ 133,694,738</u>	<u>\$ 113,173,653</u>	<u>\$ 80,046,926</u>	<u>\$ 1,321,086,871</u>	<u>\$ 22,808,563</u>
<u>Deferred Outflows</u>							
Accumulated Decrease in Fair Value of Hedging Derivatives	745,596	-	-	-	-	745,596	-
Pension	6,540,627	-	767,829	925,413	934,289	9,168,158	239,701
Other Post-Employment Benefits (OPEB)	1,351,643	-	248,262	282,742	324,117	2,206,764	62,065
Unamortized Loss on Refunded Debt	-	-	276,766	161,628	-	438,394	-
Total Deferred Outflows	<u>\$ 8,637,866</u>	<u>\$ -</u>	<u>\$ 1,292,857</u>	<u>\$ 1,369,783</u>	<u>\$ 1,258,406</u>	<u>\$ 12,558,912</u>	<u>\$ 301,766</u>

The notes to the financial statements are an integral part of this statement.

CITY OF BRYAN, TEXAS
Statement of Net Position
Proprietary Funds
As of September 30, 2024

	Business-Type Activities - Enterprise Funds						Governmental Activities
	City Electric Fund	Rural Electric Fund	Water Fund	Wastewater Fund	Other Enterprise Funds	Total Enterprise Funds	Internal Service Funds
<u>Liabilities</u>							
Current Liabilities:							
Accounts Payable	\$ 13,286,886	\$ 1,519,817	\$ 915,865	\$ 1,188,479	\$ 203,389	\$ 17,114,436	\$ 287,069
Accrued Liabilities and Retainage	-	-	453,585	416,111	265,113	1,134,809	42,290
Claims Payable	-	-	-	-	-	-	1,655,374
Due to Other Funds	5,297,359	7,192,425	-	-	-	12,489,784	-
Unearned Revenue	-	-	-	266,466	-	266,466	-
Derivative Financial Instruments - Current Portion	738,281	-	-	-	-	738,281	-
Accrued Vacation and Sick Pay	846,797	-	174,195	173,908	144,537	1,339,437	56,057
Leases	-	-	-	-	39,151	39,151	-
Payable from Restricted Assets:							
Accrued Interest	2,523,348	767,624	150,859	62,303	53,554	3,557,688	-
Over-recovered fuel cost	3,822,134	816,069	-	-	-	4,638,203	-
Counter Party Collateral	36,190,000	-	-	-	-	36,190,000	-
Bonds Payable, Net	14,886,502	2,287,389	2,336,783	1,593,285	79,211	21,183,170	-
Customer Deposits	4,964,107	1,663,414	-	-	19,660	6,647,181	-
Total Current Liabilities	82,555,414	14,246,738	4,031,287	3,700,552	804,615	105,338,606	2,040,790
Non-Current Liabilities:							
Bonds Payable, Net	265,152,087	64,350,485	25,021,864	7,531,083	6,555,982	368,611,501	-
Arbitrage rebate	-	-	498,562	-	-	498,562	-
Interfund Advance	13,056,069	-	1,532,708	1,847,261	1,864,987	18,301,025	478,478
Claims	-	-	-	-	-	-	1,234,312
Derivative Financial Instruments	7,316	-	-	-	-	7,316	-
Net Pension Liability (NPL)	3,005,897	-	352,876	425,297	429,377	4,213,447	110,160
Net Other Post-Employment Benefit Liability (OPEB)	3,769,363	-	700,524	815,067	925,102	6,210,056	177,147
Accrued Liabilities	494,263	-	-	-	-	494,263	-
Accrued Vacation and Sick Pay	445,431	-	91,630	91,479	76,163	704,703	29,487
Leases	-	-	-	-	20,758	20,758	-
Total Non-Current Liabilities	285,930,426	64,350,485	28,198,164	10,710,187	9,872,369	399,061,631	2,029,584
Total Liabilities	368,485,840	78,597,223	32,229,451	14,410,739	10,676,984	504,400,237	4,070,374
<u>Deferred Inflows</u>							
Unamortized Gain on Refunded Debt	2,419,000	-	-	-	-	2,419,000	-
Pensions	540,295	-	63,428	76,445	77,178	757,346	19,803
Other Post-Employment Benefits (OPEB)	991,168	-	182,051	207,337	237,681	1,618,237	45,513
Deferred Regulatory Liability	6,291,183	14,817,593	-	-	-	21,108,776	-
Total Deferred Inflows	\$ 10,241,646	\$ 14,817,593	\$ 245,479	\$ 283,782	\$ 314,859	\$ 25,903,359	\$ 65,316
<u>Net Position</u>							
Net Investment in Capital Assets	265,737,086	71,979,248	85,573,611	90,559,984	26,834,691	540,684,620	77,912
Restricted for:							
BVSWMA, Inc.	-	-	-	-	26,609,466	26,609,466	-
Debt Reserve	2,824,100	-	-	-	-	2,824,100	-
Debt Service	3,029,375	485,000	1,799,563	1,336,849	-	6,650,787	-
Rate Stabilization	1,770,256	-	-	-	-	1,770,256	-
Equity Interest in Partnership	-	-	-	-	1,790,275	1,790,275	-
Unrestricted	139,883,945	44,958,108	15,139,491	7,952,082	15,079,057	223,012,683	18,896,727
Total Net Position	\$ 413,244,762	\$ 117,422,356	\$ 102,512,665	\$ 99,848,915	\$ 70,313,489	\$ 803,342,187	\$ 18,974,639
Adjustment to reflect the consolidation of internal service fund activities related to enterprise funds.						3,600,075	
Net position of business-type activities						\$ 806,942,262	
The notes to the financial statements are an integral part of this statement.							

CITY OF BRYAN, TEXAS

Statement of Revenues, Expenses and Changes in Net Position
Proprietary Funds
For the Fiscal Year Ended September 30, 2024

	Business-Type Activities - Enterprise Funds						Governmental Activities
	City Electric Fund	Rural Electric Fund	Water Fund	Wastewater Fund	Other Enterprise Funds	Total Enterprise Funds	Internal Service Funds
Operating Revenues:							
Electrical System	\$ 221,627,261	\$ 57,034,354	\$ -	\$ -	\$ -	\$ 278,661,615	\$ -
Water System	-	-	15,344,846	-	-	15,344,846	-
Wastewater System	-	-	-	15,677,715	-	15,677,715	-
Solid Waste	-	-	-	-	9,295,361	9,295,361	-
Other	7,033,942	-	1,030,176	-	847,526	8,911,644	21,418,617
Total Operating Revenues	228,661,203	57,034,354	16,375,022	15,677,715	10,142,887	327,891,181	21,418,617
Operating Expenses:							
Personnel Services	14,535,294	811,967	3,143,377	4,207,857	4,583,834	27,282,329	895,757
Electric Operations	118,146,949	37,911,302	-	-	-	156,058,251	-
Maintenance	5,413,836	1,935,854	1,125,001	696,464	776,051	9,947,206	1,152
Claims	-	-	-	-	-	-	12,040,540
Other Services and Charges	4,303,417	-	2,718,080	1,930,199	1,511,547	10,463,243	4,533,086
Other Expenses	3,108,797	-	523,449	683,262	1,156,397	5,471,905	89,188
General and Administrative	3,273,461	401,544	1,104,440	1,134,811	1,404,337	7,318,593	-
Total Operating Expenses	148,781,754	41,060,667	8,614,347	8,652,593	9,432,166	216,541,527	17,559,723
Before Depreciation and Amortization	79,879,449	15,973,687	7,760,675	7,025,122	710,721	111,349,654	3,858,894
Operating Income Before Depreciation and Amortization	18,516,083	4,939,417	4,605,851	5,342,753	1,649,947	35,054,051	15,824
Depreciation and Amortization	61,363,366	11,034,270	3,154,824	1,682,369	(939,226)	76,295,603	3,843,070
Operating Income							
Non-Operating Revenues (Expenses):							
Investment Earnings	9,475,092	2,102,557	1,625,670	688,096	894,118	14,785,533	911,511
Investment Mark to Market	4,664,323	397,489	20,508	12,812	21,612	5,116,744	424,117
Interest Expense, Issuance Costs and Fiscal Charges	(12,241,218)	(2,289,949)	(665,540)	(268,329)	(118,392)	(15,583,428)	-
Gain on Sale of Assets	-	-	-	-	5,172,810	5,172,810	-
Distributive Share of BVSWM Net Income	-	-	-	-	2,103,681	2,103,681	-
Other	-	-	186,835	80,267	128,525	395,627	-
Total Non-Operating Revenues (Expenses)	1,898,197	210,097	1,167,473	512,846	8,202,354	11,990,967	1,335,628
Income Before Contributions and Transfers	63,261,563	11,244,367	4,322,297	2,195,215	7,263,128	88,286,570	5,178,698
Capital Contributions	-	-	2,772,797	2,865,282	1,118,939	6,757,018	-
Transfers In	-	-	46,075	312,835	7,432,968	7,791,878	377,185
Transfers Out	(15,140,429)	-	(905,938)	(859,503)	(6,697,535)	(23,603,405)	(110,920)
Change in Net Position	48,121,134	11,244,367	6,235,231	4,513,829	9,117,500	79,232,061	5,444,963
Net Position, October 1, 2023	365,123,628	106,177,989	96,277,434	95,335,086	65,872,557		13,529,676
Prior period adjustment - Loss on sale of asset	-	-	-	-	(2,796,987)		-
Prior period adjustment - Transfer of asset	-	-	-	-	(1,879,581)		-
Net position, October 1, 2023 as restated	365,123,628	106,177,989	96,277,434	95,335,086	61,195,989		13,529,676
Net Position, September 30, 2024	\$ 413,244,762	\$ 117,422,356	\$ 102,512,665	\$ 99,848,915	\$ 70,313,489		\$ 18,974,639
Adjustment to reflect the consolidation of internal service fund activities related to enterprise funds.						1,390,501	
Change in net position of business-type activities.						\$ 80,622,562	

The notes to the financial statements are an integral part of this statement.



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CITY OF BRYAN, TEXAS
Statement of Cash Flows
Proprietary Funds
For the Fiscal Year Ended September 30, 2024

	Business-Type Activities - Enterprise Funds						Governmental Activities
	City Electric Fund	Rural Electric Fund	Water Fund	Wastewater Fund	Other Enterprise Funds	Total Enterprise Funds	Internal Service Funds
Cash Flows from Operating Activities:							
Receipts from Customers and Users	\$ 228,360,913	\$ 57,115,024	\$ 16,440,275	\$ 15,331,032	\$ 10,079,801	\$ 327,327,045	\$ 2,907,494
Receipts for Interfund Services Provided	-	-	-	-	-	-	15,928,432
Payments to Suppliers and Claim Administrators	(132,719,382)	(26,592,173)	(4,440,049)	(3,336,815)	(4,208,805)	(171,297,224)	(16,174,885)
Payments to Employees	(14,963,654)	(811,967)	(3,000,053)	(4,050,562)	(4,426,814)	(27,253,050)	(854,880)
Other Receipts (Payments)	-	-	186,835	80,267	128,525	395,627	2,500,186
Payments for Interfund Services Used	-	-	(1,104,440)	(1,134,811)	(1,404,337)	(3,643,588)	-
Net Cash Provided by Operating Activities	<u>80,677,877</u>	<u>29,710,884</u>	<u>8,082,568</u>	<u>6,889,111</u>	<u>168,370</u>	<u>125,528,810</u>	<u>4,306,347</u>
Cash Flows from Non-Capital Financing Activities:							
Transfers In	-	-	46,075	312,835	7,432,968	7,791,878	377,185
Transfers Out	(15,140,429)	-	(905,938)	(859,503)	(6,697,535)	(23,603,405)	(110,920)
Net Cash Provided (Used) by Non-Capital Financing Activities	<u>(15,140,429)</u>	<u>-</u>	<u>(859,863)</u>	<u>(546,668)</u>	<u>735,433</u>	<u>(15,811,527)</u>	<u>266,265</u>
Cash Flows from Capital and Related Financing Activities:							
Acquisition and Construction of Capital Assets	(73,801,722)	(22,730,842)	(4,120,687)	(4,895,063)	(7,658,594)	(113,206,908)	(36,710)
Proceeds from sale of assets	150,000	-	68,126	-	7,498,198	7,716,324	-
Certificates of obligation proceeds	-	-	-	-	5,787,694	5,787,694	-
Revenue bond proceeds	-	15,005,425	-	-	-	15,005,425	-
Debt issuance costs	-	(191,541)	-	-	(53,264)	(244,805)	-
Principal Paid on Outstanding Bonds and Leases	(12,565,000)	(1,840,000)	(2,231,633)	(1,809,294)	(30,607)	(18,476,534)	-
Interest Paid on Bonds, Contractual Obligations, and Leases	(14,132,825)	(1,764,072)	(665,540)	(268,329)	(65,128)	(16,895,894)	-
Net Cash Provided (Used) by Capital and Related Financing Activities	<u>(100,349,547)</u>	<u>(11,521,030)</u>	<u>(6,949,734)</u>	<u>(6,972,686)</u>	<u>5,478,299</u>	<u>(120,314,698)</u>	<u>(36,710)</u>
Cash Flows from Investing Activities:							
Purchase of Investment Securities	(97,176,746)	(1,026,806)	(3,695,310)	(2,188,493)	(7,289,905)	(111,377,260)	(4,650,453)
Sale of Investment Securities	125,599,867	5,782,674	5,447,090	4,022,333	4,150,689	145,002,653	4,159,589
Interest on Investments	10,548,927	1,683,824	2,172,426	712,755	868,578	15,986,510	910,399
Net Cash Provided (Used) by Investing Activities	<u>38,972,048</u>	<u>6,439,692</u>	<u>3,924,206</u>	<u>2,546,595</u>	<u>(2,270,638)</u>	<u>49,611,903</u>	<u>419,535</u>
Net Increase (Decrease) in Cash and Cash Equivalents	4,159,949	24,629,546	4,197,177	1,916,352	4,111,464	39,014,488	4,955,437
Cash and Cash Equivalents, October 1, 2023	<u>47,046,873</u>	<u>16,040,563</u>	<u>20,921,781</u>	<u>2,108,958</u>	<u>1,165,569</u>	<u>87,283,744</u>	<u>1,996,204</u>
Cash and Cash Equivalents, September 30, 2024	<u>\$ 51,206,822</u>	<u>\$ 40,670,109</u>	<u>\$ 25,118,958</u>	<u>\$ 4,025,310</u>	<u>\$ 5,277,033</u>	<u>\$ 126,298,232</u>	<u>\$ 6,951,641</u>

The notes to the financial statements are an integral part of this statement.

CITY OF BRYAN, TEXAS
Statement of Cash Flows
Proprietary Funds
For the Fiscal Year Ended September 30, 2024

	Business-Type Activities - Enterprise Funds						Governmental Activities
	City Electric Fund	Rural Electric Fund	Water Fund	Wastewater Fund	Other Enterprise Funds	Total Enterprise Funds	Internal Service Funds
Reconciliation of Operating Income to Net Cash							
Provided by Operating Activities:							
Operating Income	\$ 61,363,366	\$ 11,034,270	\$ 3,154,824	\$ 1,682,369	\$ (939,226)	\$ 76,295,603	\$ 3,843,070
Adjustments to Reconcile Operating Income to Net Cash Provided by Operating Activities							
Depreciation and Amortization	18,516,083	4,939,417	4,605,851	5,342,753	1,649,947	35,054,051	15,824
Provision for Uncollectible Accounts	169,972	44,354	-	-	-	214,326	-
Other Revenue	-	-	186,835	80,267	128,525	395,627	-
Change in Assets and Liabilities:							
Change in Accounts Receivable	(447,259)	34,724	34,844	(264,625)	(27,581)	(669,897)	(67,172)
Change in Grant Receivable	-	-	-	-	46,086	46,086	-
Change in Inventories	(494,154)	-	(88,035)	-	5,167	(577,022)	4,606
Change in Due from Other Funds	(6,415,691)	-	167,562	(22,861)	(31,998)	(6,302,988)	373,557
Change in Over (Under) Recovered Fuel	5,694,252	2,956,852	-	-	-	8,651,104	-
Change in Over (Under) Recovered Regulatory Fee	(955,251)	140,140	-	-	-	(815,111)	-
Change in Prepaid and Other Assets	715,403	-	-	-	-	715,403	-
Deferred Outflows/Inflows of Resources - OPEB & Net Pensior	4,593,778	-	598,905	748,812	733,736	6,675,231	-
Change in Accounts Payable	(806,990)	823,305	(73,519)	(26,890)	(850,775)	(934,869)	(99,853)
Change in Accrued Liabilities	(360,096)	-	33,580	49,237	85,965	(191,314)	5,459
Change in Customer Deposits	146,969	45,946	-	-	5,005	197,920	-
Change in Due to Other Funds	3,201,139	9,691,876	-	-	-	12,893,015	-
Change in Interfund Advance	-	-	(49,118)	(59,197)	(59,765)	(168,080)	(15,333)
Change in Claims Payable	-	-	-	-	-	-	210,771
Change in Accrued Vacation and Sick Pay	-	-	18,921	(30,221)	43,950	32,650	8,858
Change in OPEB and Net Pension	(4,243,644)	-	(508,082)	(610,533)	(620,666)	(5,982,925)	26,560
Net Cash Provided by Operating Activities	<u>\$ 80,677,877</u>	<u>\$ 29,710,884</u>	<u>\$ 8,082,568</u>	<u>\$ 6,889,111</u>	<u>\$ 168,370</u>	<u>\$ 125,528,810</u>	<u>\$ 4,306,347</u>
Reconciliation of Total Cash and Cash Equivalents:							
Current Assets - Cash and Cash Equivalents	\$ 51,206,822	\$ 34,423,611	\$ 4,776,433	\$ 2,984,031	\$ 5,257,967	\$ 98,648,864	\$ 6,951,641
Restricted Assets - Cash and Cash Equivalents	-	6,246,498	20,342,525	1,041,279	19,066	27,649,368	-
Total Cash and Cash Equivalents	<u>\$ 51,206,822</u>	<u>\$ 40,670,109</u>	<u>\$ 25,118,958</u>	<u>\$ 4,025,310</u>	<u>\$ 5,277,033</u>	<u>\$ 126,298,232</u>	<u>\$ 6,951,641</u>
Non-Cash Investing, Capital, and Financing Activities							
Capital Asset Acquisitions Included in Accounts Payable	\$ 3,008,066	\$ 551,468	\$ 836,056	\$ 703,793	\$ 230,746	\$ 5,330,129	\$ -
Capital Asset Contributions	\$ -	\$ -	\$ 2,772,797	\$ 2,865,282	\$ 1,118,939	\$ 6,757,018	\$ -

The notes to the financial statements are an integral part of this statement.



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FIDUCIARY FUNDS

OPEB Trust Fund – To account for the City’s other post-employment benefits. This fund is excluded from the government-wide statement of net assets and statement of activities since the assets are not available to support the City’s own programs.

Custodial Fund – To account for the City’s funds that are to be remitted other agencies. This fund is excluded from the government-wide statement of net assets and statement of activities since the assets are not available to support the City’s own programs.

CITY OF BRYAN, TEXAS

Statement of Fiduciary Net Position

Fiduciary Funds

As of September 30, 2024

	<u>Assets</u>	<u>Custodial Fund</u>	<u>OPEB Trust Fund*</u>
Cash and Cash Equivalents		\$ 269,190	\$ -
Investments		-	4,233,163
Total Assets		<u>\$ 269,190</u>	<u>\$ 4,233,163</u>
	<u>Liabilities</u>		
Due to State of Texas		\$ 269,190	\$ -
Total Liabilities		<u>269,190</u>	<u>-</u>
Net Position Restricted for Fiduciary Activities		<u>\$ -</u>	<u>\$ 4,233,163</u>

*The OPEB Trust Fund has a year end of December 31, 2023.

The notes to the financial statements are an integral part of this statement.

CITY OF BRYAN, TEXAS

Statement of Changes in Fiduciary Net Position

Fiduciary Funds

For Fiscal year Ended September 30, 2024

<u>Additions</u>	<u>Custodial Fund</u>	<u>OPEB Trust Fund*</u>
State Court Costs	\$ 836,980	\$ -
Contributions	-	1,149,080
Investment Income	-	460,516
Total Additions	<u>836,980</u>	<u>1,609,596</u>
<u>Deductions</u>		
Court Costs Distributed to State	836,980	-
Benefit Payments	-	649,080
Administrative Expenses	-	21,200
Total Deductions	<u>836,980</u>	<u>670,280</u>
Net Increase	<u>-</u>	<u>939,315</u>
Net Position Restricted for Fiduciary Activities October 1, 2023	<u>-</u>	<u>3,293,848</u>
Net Position Restricted for Fiduciary Activities September 30, 2024	<u>\$ -</u>	<u>\$ 4,233,163</u>

*The OPEB Trust Fund has a year end of December 31, 2023.

The notes to the financial statements are an integral part of this statement.



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City of Bryan, Texas

Notes to the Financial Statements

For the Fiscal Year Ended September 30, 2024

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Financial Reporting Entity

The City of Bryan, Texas (the “City”) is a municipal corporation which operates under a Council-Manager form of government. The accompanying financial statements present the City and its component units, which are entities for which the City is considered to be financially accountable. Blended component units, although legally separate entities, are, in substance, part of the City’s operations. A discretely presented component unit is reported in a separate column in the government-wide financial statements to emphasize that it is legally separate from the City.

Blended component units

BTU QSE Services, Inc. (“QSE”) was created as a result of deregulation of the electric market within the state of Texas. The QSE exists to perform qualified scheduling services of electrical generation for the City of Bryan City Electric Fund. The QSE is a separate legal entity whose primary purpose is to provide a service to the City. The BTU Board of Directors serve as the board of the QSE. The QSE is reported as an enterprise fund and is combined with City Electric Fund.

Bryan Commerce and Development Incorporated (“BCD”) was created to assist and act on behalf of the City in promoting, developing, encouraging, and maintaining employment, commerce, economic development, and public facility development in the City. The Bryan City Council serves as the Board of Directors of BCD. Since the elected officials of the City are financially accountable for BCD and the primary purpose of BCD is to provide a service to the City, BCD is considered a blended component unit. BCD is not separately presented here as it is separately presented in the supplementary section of this report. See page 160.

Destination Bryan was created for the promotion of tourism and the hotel convention industry, and to be the City of Bryan’s destination marketing organization, now and in the future. In 2021, the City of Bryan entered into a funding agreement with Destination Bryan, a local 501(c)(6) tax exempt, Texas non-profit corporation. Since Destination Bryan’s funding is primarily derived from the funding agreement with the City of Bryan and the Board is appointed by City Council, Destination Bryan is considered a blended component unit. Destination Bryan is not separately presented here as it is separately presented in the supplementary section of this report. See page 134.

City of Bryan, Texas

Notes to the Financial Statements

For the Fiscal Year Ended September 30, 2024

The condensed combined statements of net position for the City Electric System and QSE as of September 30, 2024 are as follows:

	September 30, 2024		
	BTU City	QSE	Combined
Current assets	\$ 159,192,666	\$ 3,690,960	\$ 162,883,626
Capital assets, net	543,801,111	113,446	543,914,557
Restricted assets	68,693,431	-	68,693,431
Other	7,842,767	-	7,842,767
Total assets	779,529,975	3,804,406	783,334,381
Deferred outflows	8,637,866	-	8,637,866
Current liabilities	18,969,509	1,645,244	20,614,753
Current liabilities payable from restricted assets	62,386,091	-	62,386,091
Noncurrent liabilities	285,484,995	-	285,484,995
Total liabilities	366,840,595	1,645,244	368,485,839
Deferred inflows	10,241,646	-	10,241,646
Net Position:			
Net investment in capital assets	265,623,640	113,446	265,737,086
Restricted	7,623,731	-	7,623,731
Unrestricted	137,838,228	2,045,717	139,883,945
Total net position	\$ 411,085,599	\$ 2,159,163	\$ 413,244,762

The condensed combined statements of revenues, expenses, and changes in net position for the City Electric System and QSE for the year ended September 30, 2024, are as follows:

	BTU City	QSE	Combined
Operating revenues	\$ 224,404,886	\$ 2,355,000	\$ 226,759,886
Operating expenses	164,942,837	2,355,000	167,297,837
Operating income	59,462,049	-	59,462,049
Investment income	9,475,092	-	9,475,092
Interest expense	(12,241,218)	-	(12,241,218)
Investment mark to market	4,664,323	-	4,664,323
Income before operating transfers	61,360,246	-	61,360,246
Transfers, net	(13,239,112)	-	(13,239,112)
Change in net position	48,121,134	-	48,121,134
Net position, beginning of period	362,964,465	2,159,163	365,123,628
Net position, end of period	\$ 411,085,599	\$ 2,159,163	\$ 413,244,762

City of Bryan, Texas

Notes to the Financial Statements

For the Fiscal Year Ended September 30, 2024

Discretely presented component unit

The City has included the Bryan Business Council, Inc. (“BBC”) in its financial statements as a discretely presented component unit, since the City is financially accountable for the entity. The BBC, a non-profit corporation, was originally formed to market properties within the City owned Bryan Industrial Park. In addition, the BBC currently serves as an economic development arm of the City, and as such, provides a financial benefit to the City. The City provides coverage for the board of directors under the City’s officer and employee liability plan and provides limited administrative support to the BBC. The BBC’s board of directors is appointed by and serves at the discretion of the Bryan City Council. The Bryan City Council also directs the work plan and objectives of the BBC. During fiscal year (FY) 2023 the BBC board of directors voted to change the fiscal year-end for BBC from June 30 to September 30 to align with the City’s fiscal year. Therefore, the financial position as of September 30, 2024 and the changes in net position from July 1, 2023 to September 30, 2024 are presented in the statement of net position and statement of activities, respectively.

Financial statements may be obtained by contacting: The Bryan Business Council, Inc., P. O. Box 1000, Bryan, Texas 77805

Cooperative Efforts

In 2010, the City of Bryan entered into an Interlocal Cooperation Agreement with the City of College Station to create a local government corporation under Subchapter D of Chapter 431, Texas Transportation Code, to be known as the Brazos Valley Solid Waste Management Agency, Inc. (“BVSWMA”). The purpose of BVSWMA is to finance, construct, own, manage and operate the existing and future municipal solid waste landfill facilities on behalf of the two cities. The City’s one-half undivided interest in BVSWMA is reported in the Solid Waste Fund (see Note 14).

The City’s financial statements do not include the Texas Municipal Power Agency (“TMPA”). TMPA, a separate municipal corporation, is a joint venture entered into by the Texas cities of Bryan, Garland, Denton and Greenville for the purpose of obtaining the economic advantages of jointly financing, constructing and operating electric generating units and transmission grid to supply the cities’ electric energy needs. The eight-member board of directors of TMPA includes two members appointed by the Bryan City Council. The City has an ongoing financial interest in TMPA due to the City’s guarantee of a portion of TMPA’s debt (see Note 13).

In 2009, the City of Bryan and Brazos County entered into an agreement to create the City of Bryan and Brazos County Economic Development Foundation Inc. (“BBCEDF”), a local government corporation formed under Subchapter D of Chapter 431 of the Texas Transportation Code. The BBCEDF was created to promote, develop, encourage, and maintain employment, commerce, and economic development in the City and the County (see Note 20).

In 2020, the City of Bryan and Destination Bryan entered into an agreement where the City of Bryan is the primary funding source of Destination Bryan. Destination Bryan was created to promote, develop, encourage, and maintain tourism and marketing of the City (see Note 20).

City of Bryan, Texas

Notes to the Financial Statements

For the Fiscal Year Ended September 30, 2024

Government-wide and fund financial statements

The government-wide financial statements (the Statement of Net Position and the Statement of Activities) report information on all of the nonfiduciary activities of the City and its component units.

For the most part, the effect of interfund activity within the governmental and business-type activities columns has been removed from these statements. Governmental activities, which are normally supported by taxes and intergovernmental revenues, are reported separately from business-type activities which rely to a significant extent on fees and charges for support. Likewise, the primary government is reported separately from certain legally separate component units for which the primary government is financially accountable.

The Statement of Activities demonstrates the degree to which the direct expenses of a given function 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. Taxes and other items not included among program revenues are reported as general revenues.

In fund financial statements (the Governmental Funds Balance Sheet and Statement of Revenues, Expenditures, and Changes in Fund Balances, the Proprietary Funds Statement of Net Position and Statement of Revenues, Expenses, and Changes in Net Position and the Fiduciary Fund Statement of Fiduciary Net Position), the City segregates transactions related to certain functions or activities in separate funds in order to aid financial management and to demonstrate legal compliance. Separate financial statements are presented for governmental funds, proprietary funds, and fiduciary funds, even though the latter are excluded from the government-wide financial statements. Major individual governmental funds and major individual enterprise funds are reported as separate columns in the fund financial statements. Non-major funds are aggregated and presented in a single column in the appropriate governmental fund and proprietary fund statements.

Governmental funds are those funds through which most governmental functions are typically financed. The measurement focus of governmental funds is on the sources, uses, and balances of current financial resources.

The City reports the following major governmental funds:

The General Fund is the City's primary operating fund. It accounts for all financial resources of the general government, except those required to be accounted for in another fund. All general tax revenues and other receipts that are not restricted by law or contractual agreement to some other fund are accounted for in this fund. General operating expenditures, fixed charges and capital improvement costs that are not paid through other funds are paid from the General Fund.

The Debt Service Fund accounts for the financial resources accumulated for the payment of principal, interest and related costs on long-term debt paid primarily from taxes levied by the City. The fund balance of the Debt Service Fund is restricted exclusively for debt service expenditures.

City of Bryan, Texas

Notes to the Financial Statements

For the Fiscal Year Ended September 30, 2024

Other Governmental Funds is a summarization of all the non-major governmental funds, including Special Revenue, Capital Projects, and Permanent funds. The purpose and source of revenue for each Special Revenue fund is:

- Grant Fund – The source of funds is grants awarded to the City. The use of these funds is committed by the City.
- Community Development Fund – The source of funds is federal grants awarded to the City and use of the grant money is restricted by the terms of the grants. Primarily, the Community Development fund provides programs and services to low and moderate income persons.
- Hotel and Motel Room Tax Fund – The source of funds is the hotel occupancy tax. The use of these funds is restricted by the tax code of the State of Texas.
- Oil and Gas Fund – This fund was established by City of Bryan Ordinance to account for revenues associated with oil and gas leases, royalties and mineral property taxes. The use of these funds is committed for projects of a non-recurring nature determined by City Council.
- Capital Reserve Fund – This fund was established by City of Bryan Ordinance to accumulate miscellaneous one-time revenues. The use of these funds is committed for projects of a non-recurring nature determined by City Council.
- Sidewalks Fund – This fund was established by City of Bryan Ordinance to collect and track funds from developers and property owners for the construction and maintenance of sidewalks. The use of these funds is committed for this purpose. Funds received are refunded to the remitter if not used within 10 years.
- Court Technology Fund – This fund was established by City Ordinance and the source of funds is a \$4.00 fee for each case that comes before the City's Municipal Court. These funds are restricted to technology necessary for the Court's operations.
- Street Improvement Fund – Per the City of Bryan Code of Ordinances, a transportation user fee was established in order to provide a properly maintained road system. That fee is the source of revenue for this fund. The use of these funds is committed to the purposes of planning, constructing, operating, monitoring and maintaining the transportation system of the City.
- Drainage Improvement Fund – The drainage fee was established by the City of Bryan Code of Ordinances and is the source of revenue for this fund. The use of these funds is committed for the planning, constructing, operating, monitoring, and maintaining the City's drainage system.
- Tax Increment Reinvestment Zone #10 - The source of funds is the incremental property tax revenue from the appreciated appraised value of this TIRZ. The use of these funds is restricted to the geographical area within this zone.
- Tax Increment Reinvestment Zone #19 - The source of funds is the incremental property tax revenue from the appreciated appraised value of this TIRZ. The use of these funds is restricted to the geographical area within this zone.
- Tax Increment Reinvestment Zone #21 - The source of funds is the incremental property tax revenue from the appreciated appraised value of this TIRZ. The use of these funds is restricted to the geographical area within this zone.
- Tax Increment Reinvestment Zone #22 - The source of funds is the incremental property tax revenue from the appreciated appraised value of this TIRZ. The use of these funds is restricted to the geographical area within this zone.
- Midtown Park Operations Fund – This fund was established by City of Bryan Ordinance for the express purpose of accounting for the operations of the Travis Bryan Midtown Park. Revenues and expenditures of park operations are accounted for in this fund.

City of Bryan, Texas

Notes to the Financial Statements

For the Fiscal Year Ended September 30, 2024

- Phillips Event Center (“PEC”) Fund – This fund was established by City of Bryan Ordinance for the express purpose of accounting for the operations of the Phillips Event Center and Golf Course. Revenues and expenditures of PEC operations are accounted for in this fund.
- Queen & Palace Theaters Fund – This fund was established by City of Bryan Ordinance for the express purpose of accounting for the operations of the Queen and Palace Theaters. Revenues and expenditures of theaters operations are accounted for in this fund.
- Destination Bryan – The City of Bryan has contracted with Destination Bryan as a marketing firm with the sole purpose of attracting businesses and entertainment to the City. Destination Bryan is treated as a blended component unit in the City of Bryan’s financial statements as the firm is funded almost entirely by the City.

Proprietary funds include enterprise and internal service funds and are accounted for using the economic resources measurement focus and the accrual basis of accounting. The accounting objectives are a determination of net income, financial position and cash flow. All assets and liabilities are included in the Statement of Net Position.

Proprietary funds distinguish operating revenues and expenses from non-operating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund’s principal ongoing operations. Operating expenses for the proprietary funds include the cost of sales and services, administrative expenses and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as non-operating revenues and expenses. At fiscal year end, the City accrues estimated unbilled revenues (excluding fuel expense) for electric, water, and wastewater customers.

The City reports the following major enterprise funds:

The City Electric Fund (Bryan Texas Utilities or BTU) accounts for the activities necessary to provide electric services to customers within the city limits of the City. These activities include administration, electric generation, distribution, transmission system operations and maintenance, new construction, financing and related debt service, and billing and collection.

The Rural Electric Fund accounts for the activities necessary to provide electric services to its customers located outside the city limits but within its service area. These activities include electric distribution, operations and maintenance, new construction, financing and related debt service. Administrative, billing and collection services are provided by the City Electric Fund.

The Water Fund accounts for the activities necessary to provide water services to the residents of the City. These activities include administrative services, water production and distribution system operations and maintenance, new construction, financing and related debt service. Billing and collection services are provided by the City Electric Fund under an operating agreement.

The Wastewater Fund accounts for the activities necessary to provide wastewater collection and treatment services to the residents of the City. These activities include administrative services, wastewater system operations and maintenance, new construction, financing and related debt

City of Bryan, Texas

Notes to the Financial Statements

For the Fiscal Year Ended September 30, 2024

service. Billing and collection services are provided by the City Electric Fund under a contractual agreement.

Other Enterprise Funds is a summarization of all of the non-major enterprise funds of the City. This category includes the Bryan Airport Fund, the Solid Waste Fund, and Bryan Commerce and Development ("BCD").

Internal service funds account for the City's central warehouse function, administration of self-funded health insurance provided to City employees, and the City's risk management activities, including general liability and workers' compensation claims and associated administrative expenses on a cost reimbursement basis. This category includes the Employee Benefits Fund, the Self-insurance Fund, and the Warehouse Fund.

Additionally, fiduciary funds account for the City's OPEB ("other post-employment benefits") fund and custodial funds. The OPEB Trust Fund, a blended component unit, was created to account for the funding of the Post-employment Benefits Trust. The contributed funds are based on full time employee count and contributed by the respective funds. See Note 11 for specific details of the OPEB Trust Fund. The custodial fund was created to account for funds that are held by the City of Bryan and payable to another governmental entity. These funds are excluded from the government-wide Statement of Net Position and Statement of Activities since the assets are not available to support the City's own programs.

Restatements

Bryan Commerce & Development Fund - The balance as of September 30, 2023 was restated to account for the disposal of land related to the Traditions partnership agreement (See Note 20 for details on the agreement) and a transfer of assets to the Governmental Activities. The following table provides a reconciliation of fund balance as of September 30, 2023, as previously reported, to fund balance as of September 30, 2023, as restated:

	Bryan Commerce & Development
Fund balance, beginning of period - as previously reported	\$ 28,481,418
Loss of Sale of Asset	(2,796,987)
Transfer of Asset	(1,879,581)
Fund Balance, October 1, 2023 as restated	<u>\$ 23,804,850</u>

The restatement above resulted in a decrease of \$4,676,568 in fund balance for the Non-Major Enterprise Funds to \$61,195,979 for the fiscal year ended September 30, 2023.

The following table provides a reconciliation of the net position for Business-type Activities and Governmental Activities as of September 30, 2023, as previously reported, to net position as of September 30, 2023, as restated:

City of Bryan, Texas

Notes to the Financial Statements

For the Fiscal Year Ended September 30, 2024

	Governmental Activities	Business-type Activities
Net position, October 1, 2023 - as previously reported	\$ 245,648,963	\$ 730,996,268
Loss of Sale of Asset	-	(2,796,987)
Transfer of Asset	1,879,581	(1,879,581)
Net position, October 1, 2023, as restated	<u>\$ 247,528,544</u>	<u>\$ 726,319,700</u>

The restatement above resulted in an increase of \$1,879,581 in net position of Governmental Activities and a decrease of \$4,676,568 in net position for the Business-type Activities the fiscal year ended September 30, 2023.

The table below is the restatement of Capital Assets as of October 1, 2023 (see Note 4):

	Balance October 1, 2023, as previously reported	Restatement	Balance October 1, 2023, as restated
Governmental activities:			
Buildings	\$ 48,692,113	\$ 1,879,581	\$ 50,571,694
Business-type activities:			
Land	36,405,028	(4,587,262)	31,817,766
Buildings	27,723,458	(1,879,581)	25,843,877

The restatement in capital assets includes the loss on disposal of land related to the Traditions partnership of \$2,796,987, the transfer of assets from Business-type to Governmental Activities of \$1,879,581, and the reclassification of equity interest in partnership of \$1,790,275.

Measurement focus, basis of accounting, and financial statement presentation

Measurement focus refers to what is being measured; basis of accounting refers to when revenues and expenditures are recognized in the accounts and reported in the financial statements.

The government-wide financial statements and fund financial statements for proprietary funds are reported using the economic resources measurement focus and the accrual basis of accounting. All assets and liabilities (whether current or non-current) are included on the Statement of Net Position. The operating statements present increases (revenues) and decreases (expenses) in net total assets. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized when they become both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period.

For this purpose, the City considers property taxes available if they are collected within thirty (30) days of the end of the current fiscal period. A one hundred twenty (120) day availability period is used for recognition of all other governmental fund revenues. Expenditures are recorded when a liability

City of Bryan, Texas

Notes to the Financial Statements

For the Fiscal Year Ended September 30, 2024

is incurred. However, debt service expenditures, as well as expenditures related to compensated absences, are recorded only when payment is due.

The revenues susceptible to accrual are property taxes, franchise fees, licenses, charges for services, investment income and intergovernmental revenues. Sales taxes collected and held by the State at year end on behalf of the City are estimated and recognized as revenue. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met. All other revenue items are considered to be measurable and available when cash is received by the City.

As a general rule the effect of interfund activity has been eliminated from the government-wide financial statements. Exceptions to the general rule are payments-in-lieu-of taxes, payments for use of rights-of-way, and other charges between the City's electric, water, and wastewater functions and various other functions of the government. Elimination of these charges would distort the direct costs and program revenues reported for the various functions concerned.

Amounts reported as program revenues include 1) charges to customers and applicants for goods, services, or privileges provided, 2) operating grants and contributions, and 3) capital grants and contributions. General revenues include all taxes. Likewise, internally dedicated resources are reported as general revenues rather than as program revenues.

The accounting and reporting policies of the City relating to the funds included in the accompanying basic financial statements conform to accounting principles generally accepted in the United States of America applicable to state and local governments. Generally accepted accounting principles for local governments include those principles prescribed by the Governmental Accounting Standards Board ("GASB").

Budgetary Control

Annual budgets are adopted on a basis consistent with generally accepted accounting principles for all governmental funds except the Grant Fund, Sidewalks Fund, Capital Projects funds and the permanent funds. Grant expenditures are controlled by the grant agreements and amounts awarded are generally not known during the budget making process. The Sidewalks Fund expenditures are strictly controlled by the ordinance that created the fund. Expenditures are based on developer contributions and have to be used for sidewalks in the development or single-member district in which the development is located. Capital project fund expenditures are effectively controlled through bond provisions. Permanent funds are controlled by the trust agreements which established the funds. All unexpended appropriations lapse at fiscal year-end.

The City Charter establishes the City's fiscal year as the twelve-month period beginning October 1 and ending September 30. The City follows these procedures in establishing the budgetary data reflected in the financial statements:

The City's departments submit to the City Manager a budget of estimated expenditures for the ensuing fiscal year. Prior to September 1, the City Manager submits to the City Council a proposed operating budget of estimated expenditures and revenues.

City of Bryan, Texas

Notes to the Financial Statements

For the Fiscal Year Ended September 30, 2024

Upon receipt of the budget estimate the City Council publishes notice of and conducts public hearings on the proposed budget to obtain citizen comment. Prior to October 1, the budget is legally enacted through passage of the Appropriations Ordinance.

The City Manager is authorized to transfer budgeted amounts between line items and departments within any fund. Any revisions that alter the total expenditures of any fund must be approved by the City Council. The legal level of budgetary control (the level at which expenditures may not legally exceed appropriations) is the fund level.

Budgeted amounts are as originally adopted, or as amended in accordance with the annual appropriations ordinance.

Encumbrance accounting is employed in governmental funds. Encumbrances (purchase orders and contracts) outstanding at fiscal year-end are reported as assigned fund balances and do not constitute expenditures or liabilities because the amounts will be re-appropriated and honored in the subsequent year.

Cash and Investments

Cash for all funds, including restricted cash, but excluding fiduciary fund cash and BTU City and Rural Electric System cash, is pooled into common accounts in order to maximize investment opportunities. Each fund participating in the pools has an equity interest therein. Investment earnings on these monies are allocated based upon relative equity at end of the monthly reporting cycle. An individual fund's pooled cash and investments are available upon demand. Negative balances incurred in pooled cash at fiscal year-end are treated as interfund receivables of the General Fund and interfund payables of the deficit fund.

Marketable securities with an original maturity of three months or less are considered to be cash equivalents except for balances in the investment pools which are reported as investments.

Investments of all funds are stated at fair value with the exception of investments in local government investment pools. The carrying value of the investments in local government investment pools is determined by the valuation policy of the investment pool; either at amortized cost or net asset value of the underlying pool shares, as further described in Note 2.

Inventories

All inventories are valued at average cost. Inventories owned by the Enterprise and Internal Service Funds are accounted for using the consumption method (an expense is recorded when the inventory item is used).

Prepaid Energy Costs, Impairment of Prepaid Energy Costs and Regulatory Assets

On February 10, 2021, TMPA's Gibbons Creek power plant was sold to GCERG. BTU established a regulatory asset in the amount of \$7,842,767 associated with the power plant sale on February 10, 2021. The regulatory asset will be amortized in future periods when its costs are included in electric rates.

City of Bryan, Texas

Notes to the Financial Statements

For the Fiscal Year Ended September 30, 2024

Other Prepaid Items

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.

Interfund Receivables and Payables

Short-term amounts owed between funds are classified as "Due to/from other funds". Any residual balances outstanding between the governmental activities and business-type activities are reported in the government-wide financial statements as "internal balances".

Interfund Advance

Long term amounts owed between funds for the establishment of pension obligation bonds are classified as "Interfund Advance." Any residual balances outstanding between the governmental activities and business-type activities are reported in the government-wide financial statements as "Interfund Advance."

Transactions between Funds

Legally authorized transfers are treated as interfund transfers and are included in the results of both Governmental and Proprietary Funds.

The City allocates to the proprietary funds a percentage of indirect costs incurred to provide general and administrative support services to those funds that are paid through the General Fund.

Capital Assets

Capital assets, which include property, plant, equipment and infrastructure assets, are reported in the applicable governmental or business-type activities columns in the government-wide financial statements and in the fund financial statements for the proprietary funds.

All capital assets are valued at historical cost or estimated historical cost if actual historical cost is not available. To the extent that construction is performed by City personnel, the cost includes payroll and related costs and certain general and administrative expenses. Donated assets are valued at their acquisition value on the date donated. Repairs and maintenance are recorded as expenses. Renewals and betterments are capitalized.

Assets capitalized have an original cost of \$5,000 or more and three or more years of useful life.

Depreciation has been calculated on each class of depreciable property using the straight-line method over the following estimated service lives:

City of Bryan, Texas

Notes to the Financial Statements

For the Fiscal Year Ended September 30, 2024

	Estimated Service Lives
Buildings & improvements	15 - 40 years
Water and wastewater systems	40 years
Electric system	20 - 30 years
Electric generating and related equipment	20 - 40 years
Improvements other than buildings	5 - 40 years
Machinery and equipment	3 - 10 years
Library books	15 years
Software	3 years
Streets	20 years
Sidewalks	20 years
Traffic signals	20 years
Storm drains	35 years
Bridges and culverts	40 years
Works of art and historical treasures	Determined on individual basis

Leases

Lessee

The City is a lessee for noncancelable leases of property and equipment. The City recognizes a lease liability, reported with long-term debt, and a right-to-use lease asset (lease asset), reported with other capital assets, in the government-wide and proprietary fund financial statements. The City recognizes lease liabilities with an initial, individual value of \$5,000 or more.

At the commencement of a lease, the City initially measures the lease liability at the present value of payments expected to be made during the lease term. Subsequently, the lease liability is reduced by the principal portion of lease payments made. The lease asset is initially measured as the initial amount of the lease liability, adjusted for lease payments made at or before the lease commencement date, plus certain initial direct costs. Subsequently, the lease asset is amortized on a straight-line basis over the shorter of the lease term or its useful life.

Key estimates and judgments related to leases include how the City determines (1) the discount rate it uses to discount the expected lease payments to present value, (2) lease term, and (3) lease payments.

- The City uses the interest rate charged by the lessor as the discount rate. When the interest rate charged by the lessor is not provided, the City generally uses its estimated incremental borrowing rate as the discount rate for leases.
- The lease term includes the noncancelable period of the lease.
- Lease payments included in the measurement of the lease liability are composed of fixed payments, variable payments fixed in substance or that depend on an index or a rate, purchase

City of Bryan, Texas

Notes to the Financial Statements

For the Fiscal Year Ended September 30, 2024

option price that the City is reasonably certain to exercise, lease incentives receivable from the lessor, and any other payments that are reasonably certain of being required based on an assessment of all relevant factors.

The City monitors changes in circumstances that would require a remeasurement of its leases and will remeasure the lease asset and liability if certain changes occur that are expected to significantly affect the amount of the lease liability.

Lessor

The City is a lessor for noncancelable leases of property. The City recognizes a lease receivable and a deferred inflow of resources in the government-wide, proprietary fund, and governmental fund financial statements.

At the commencement of a lease, the City initially measures the lease receivable at the present value of payments expected to be received during the lease term. Subsequently, the lease receivable is reduced by the principal portion of lease payments received. The deferred inflow of resources is initially measured as the initial amount of the lease receivable, adjusted for lease payments received at or before the lease commencement date. Subsequently, the deferred inflow of resources is recognized as revenue over the life of the lease term.

Key estimates and judgments related to leases include how the City determines (1) the discount rate it uses to discount the expected lease receipts to present value, (2) lease term, and (3) lease receipts.

- The City uses its estimated incremental borrowing rate as the discount rate for leases.
- The lease term includes the noncancelable period of the lease.
- Lease payments included in the measurement of the lease receivable are composed of fixed payments from the lessee, variable payments from the lessee that are fixed in substance or that depend on an index or a rate, residual value guarantee payments from the lessee that are fixed in substance, and any lease incentives that are payable to the lessee.

The City monitors changes in circumstances that would require a remeasurement of its leases and will remeasure the lease receivable and deferred inflows of resources if certain changes occur that are expected to significantly affect the amount of the lease receivable.

Subscription-Based Information Technology Arrangements (SBITA)

SBITA assets are defined by the general government as the right to use vendor-provided information technology ("IT") with access to vendors' IT assets. The City recognizes a subscription liability (SBITA liability), reported with long-term debt, and an intangible right-to-use subscription asset (SBITA asset), reported with other capital assets, in the government-wide financial statements. The City recognizes SBITA liabilities with an initial, individual value of \$50,000 or more.

At the commencement of a subscription, the City initially measures the subscription liability at the present value of payments expected to be made during the term. Subsequently, the subscription liability is reduced by the principal portion of payments made. The SBITA asset is initially measured as the initial amount of the SBITA liability, adjusted for payments made at or before the

City of Bryan, Texas

Notes to the Financial Statements

For the Fiscal Year Ended September 30, 2024

commencement date, plus certain initial direct costs. Subsequently, the SBITA asset is amortized on a straight-line basis over the shorter of the subscription term or its useful life.

Minimum Fund Balance Policy

The City has set financial guidelines regarding the retention of General Fund fund balances and reserves to ensure that adequate funds are available to cover daily operating expenditures and in anticipation of economic downturns or natural disasters. The City Council has adopted a financial standard to maintain a General Fund minimum fund balance of 60 days of annual operating expense totals.

In 2016, the Bryan City Council adopted the City of Bryan Financial Management Policy Statements in order to assemble all of the City's major financial policies into one document. Included in these policies are recommendations and guidelines regarding the minimum balances for City funds in order to maintain the City's financial ability to meet its current and future service needs. These policies were amended in November 2021 to better accommodate the amounts needed for the minimum fund balances. These statements are available on the City's website at www.bryantx.gov/fiscal-services/.

Pensions

For purposes of measuring the net pension asset/liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the Fiduciary Net Pension of the Texas Municipal Retirement System (TMRS) and additions to/deductions 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. 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.

Other Post-Employment Benefits (OPEB)

Financial statements for the Trust are prepared using the accrual basis of accounting and can be found in this report on pages 48-49. Plan member contributions are recognized when due, and the City's contributions are recognized when due. Benefits and any refunds are recognized when due and payable according to the terms of the plan. Assets held by the Trust are valued at fair value.

For purposes of measuring the net OPEB liability, deferred outflows of resources and deferred inflows of resources related to OPEB, and OPEB expense, information about fiduciary net position of the City of Bryan Post-employment Benefits Plan (the "Plan") and additions to/deductions from the Plan's fiduciary net position have been determined on the same basis as they are reported by the Plan. For this purpose, the Plan recognizes benefit payments when due and payable in accordance with the benefit terms. Investments are reported at fair value, except for money market investments and participating interest-earning investment contracts that have a maturity at the time of purchase of one year or less, which are reported at cost.

City of Bryan, Texas

Notes to the Financial Statements

For the Fiscal Year Ended September 30, 2024

Use of Estimates

In preparing financial statements in conformity with generally accepted accounting principles, management is required to make estimates and assumptions that affect the reported amount of assets, deferred outflows of resources, liabilities, and deferred inflows of resources and the disclosure of contingent assets and liabilities as of the date of the financial statements and revenues and expenses during the reporting period. Actual results could differ from these estimates.

Bond Issuance Expenses

According to the financial reporting requirements of GASB Statement No. 65, *Items Previously Reported as Assets and Liabilities*, bond issuance expenses are to be expensed as incurred. Issuance expenses are reported on the Statement of Activities on the Government-Wide Financial Statements for Governmental Activities in interest on long-term debt expense and on the Statement of Revenues, Expenditures, and Changes in Fund Balances in debt issuance costs.

Utility Revenues, Fuel Recovery, and Regulatory Recovery

Customers are billed on the basis of monthly cycle billings. At year end, the City Electric System accrues estimated unbilled revenues for the period ended September 30. These unbilled revenues amounted to \$4,063,103 at September 30, 2024 and are included in accounts receivable. The difference between fuel revenue billed and fuel expense incurred is recorded as an addition or a reduction to fuel and purchased power expense, with a corresponding entry to accounts payable – over-recovered fuel, or accounts receivable – under-recovered fuel, whichever is appropriate. At September 30, 2024, the City Electric System reported a current liability – over-recovered fuel of \$3,822,134.

The difference between regulatory revenue billed and regulatory expense incurred is recorded as an addition or a reduction to transmission cost of service expense, with a corresponding entry to accounts payable – over-recovered regulatory fee, or accounts receivable – under-recovered regulatory fee, whichever is appropriate. At September 30, 2024, the City Electric System reported a current asset – under-recovered regulatory fee of \$1,879,225.

Customers are billed on the basis of monthly cycle billings. At fiscal year end, the Rural Electric System accrues estimated unbilled revenues (excluding fuel). These unbilled revenues, which are included in accounts receivable, amounted to \$2,554,825 at September 30, 2024. The Rural Electric System is allowed to recover purchased power cost through fuel revenue rates. The difference between fuel revenues billed and fuel expense incurred is recorded as an addition or a reduction to fuel and purchased power expense, with a corresponding entry to accounts payable – over-recovered fuel or accounts receivable – under-recovered fuel, whichever is appropriate. At September 30, 2024 the Rural Electric System reflected a current liability - over-recovered fuel of \$816,069.

The difference between regulatory revenue billed and regulatory expense incurred is recorded as an addition or a reduction to regulatory charge expense, with a corresponding entry to accounts payable – over-recovered regulatory fee or accounts receivable – under-recovered regulatory fee, whichever

City of Bryan, Texas

Notes to the Financial Statements

For the Fiscal Year Ended September 30, 2024

is appropriate. At September 30, 2024, the Rural Electric System reported a current asset – under-recovered regulatory fee of \$46,602.

Deferred Regulatory Liability

To better align certain benefits received with BTU's retail rate design, the City Electric System utilizes regulatory accounting treatment for the funds it collects from customers and developers as contributions of aid in construction (AIC) under GASB Statement No. 62. The City Electric System recognizes AIC received as a deferred regulatory liability in the deferred inflows section of the Statement of Net Position. The deferred regulatory liability is amortized to accumulated depreciation over the life of the asset constructed.

During the fiscal year ended September 30, 2024, the City Electric System collected \$722,623 of AIC. The amortization of the deferred regulatory liability was \$187,026 for 2024. The deferred regulatory liability balance at September 30, 2024 was \$6,291,183.

During the fiscal year ended September 30, 2024, the Rural Electric System collected \$644,594 of AIC. The amortization of the deferred regulatory liability was \$463,050 for 2024. The deferred regulatory liability balance at September 30, 2024 was \$14,817,593.

Compensated Absences

The City's policy in effect during Fiscal Year 2024 allows employees to earn vacation leave at rates of 10 to 20 days (80 to 160 hours) per year with unlimited accumulation. Classified employees in the police and fire departments earn vacation at the rate of 15 days (120 hours or 180 hours for shift firefighters) per year in accordance with Texas Local Government Code, Chapter 143, until the employee reaches 15 years employment at which time the rate of accrual becomes the same rate as that for other City employees. Upon termination, employees with a minimum of one year employment, who leave in good standing, are paid for unused vacation time up to a maximum of two times the employee's annual accrual rate at the time of separation.

City employees earn sick leave at a rate of 10 days (80 hours) per year and are permitted to accrue a maximum of 120 days (960 hours). Classified employees in the police and fire departments earn sick pay at the rate of 15 days (120 hours) per year in accordance with Texas Local Government Code, Chapter 143, with unlimited accumulation. Upon termination, classified police and fire department employees are paid for any unused sick leave up to a maximum of 90 days (720 hours or 1080 hours for shift firefighters). Non-classified employees are paid for accumulated sick leave up to a maximum of 240 hours upon termination, if they have a minimum of 480 hours accrued, dependent upon leaving in good standing and being continuously employed for a minimum of ten years in a regular, full-time position immediately prior to separation.

The City accrues vacation and sick pay when the liability is incurred. Amounts related to governmental fund types are reported in the government-wide financial statements. The liabilities of the governmental fund types are typically liquidated by the General fund and Community Development fund. All amounts related to proprietary fund types are recorded within those funds.

City of Bryan, Texas

Notes to the Financial Statements

For the Fiscal Year Ended September 30, 2024

Net Position

Net position represents the difference between assets and deferred outflows of resources and liabilities and deferred inflows of resources. Net investment in capital assets consists of capital assets net of accumulated depreciation reduced by the outstanding balances of any borrowing used for the acquisition, construction, or improvement of those assets. Net position is reported as restricted when there are limitations imposed on their use either through enabling legislation adopted by the City or through external restrictions imposed by creditors, grantors, or laws and regulations of other governments.

New Accounting Pronouncements and Changes in Accounting Principles

For the fiscal year ended September 30, 2024, the City adopted:

GASB Statement No. 99, Omnibus 2022. This Statement enhances comparability in accounting and financial reporting and improves consistency of authoritative literature by addressing 1) practice issues that have been identified during implementation and application of certain GASB statements and 2) accounting and financial reporting for financial guarantees. The requirements related to extension of the use of LIBOR, accounting for SNAP distributions, disclosures of nonmonetary transactions, pledges of future revenues by pledging governments, clarification of certain provisions in Statement 34, as amended, and terminology updates related to Statement 53 and Statement 63 are effective upon issuance. The requirements related to leases were implemented in the fiscal year 2022 financial statements in conjunction with GASB 87. The requirements related to PPPs and SBITAs are effective for fiscal years beginning after June 15, 2022, and all reporting periods thereafter. These requirements for GASB 99 were implemented in the fiscal year 2023 financial statements in conjunction with GASB 94 and GASB 96 as described in Note 1. The requirements related to financial guarantees and the classification and reporting of derivative instruments within the scope of Statement 53 are effective for fiscal years beginning after June 15, 2023, and all reporting periods thereafter. These requirements for GASB 99 were implemented in the fiscal year 2024 financial statements.

GASB Statement No. 100, Accounting Changes and Error Corrections. The primary objective of this Statement is to enhance accounting and financial reporting requirements for accounting changes and error corrections to provide more understandable, reliable, relevant, consistent, and comparable information for making decisions or assessing accountability.

This Statement defines accounting changes as changes in accounting principles, changes in accounting estimates, and changes to or within the financial reporting entity and describes the transactions or other events that constitute those changes. As part of those descriptions, for (1) certain changes in accounting principles and (2) certain changes in accounting estimates that result from a change in measurement methodology, a new principle or methodology should be justified on the basis that it is preferable to the principle or methodology used before the change. That preferability should be based on the qualitative characteristics of financial reporting—understandability, reliability, relevance, timeliness, consistency, and comparability. This Statement also addresses corrections of errors in previously issued statements.

City of Bryan, Texas

Notes to the Financial Statements

For the Fiscal Year Ended September 30, 2024

This Statement prescribes the accounting and financial reporting for (1) each type of accounting change and (2) error corrections. This Statement requires that (a) changes in accounting principles and error corrections be reported retroactively by restating prior periods, (b) changes to or within the financial reporting entity be reported by adjusting beginning balances of the current period, and (c) changes in accounting estimates be reported prospectively by recognizing the change in the current period. The requirements of this Statement for changes in accounting principles apply to the implementation of a new pronouncement in absence of specific transition provisions in the new pronouncement. This Statement also requires that the aggregate amount of adjustments to and restatements of beginning net position, fund balance, or fund net position, as applicable, be displayed by reporting unit in the financial statements.

This Statement requires disclosure in notes to financial statements of descriptive information about accounting changes and error corrections, such as their nature. In addition, information about the quantitative effects on beginning balances of each accounting change and error correction should be disclosed by reporting unit in a tabular format to reconcile beginning balances as previously reported to beginning balances as restated.

This Statement addresses how information that is affected by a change in accounting principle or error correction should be presented in required supplementary information (RSI) and supplementary information (SI). For periods that are earlier than those included in the basic financial statements, information presented in RSI or SI should be restated for error corrections, if practicable, but not for changes in accounting principles.

The following guidance issued by GASB is effective for years following the fiscal year ended September 30, 2024:

GASB Statement No. 101, *Compensated Absences*. This Statement improves the information needs of financial statements users by updating the recognition and measurement guidance for compensated absences under a unified model and amending certain previously required disclosures. The requirements of this statement are effective for reporting periods beginning after December 15, 2023, with earlier application encouraged.

GASB Statement No. 102, *Certain Risk Disclosures*. This Statement provides users of government financial statements with essential information about risks related to a government's vulnerabilities due to certain concentrations or constraints. This Statement defines a concentration as a lack of diversity related to an aspect of a significant inflow of resources or outflow of resources. A constraint is a limitation imposed on a government by an external party or by formal action of the government's highest level of decision-making authority. Concentrations and constraints may limit a government's ability to acquire resources or control spending.

This Statement requires a government to assess whether a concentration or constraint makes the primary government reporting unit or other reporting units that report a liability for revenue debt vulnerable to the risk of a substantial impact. Additionally, this Statement requires a government to assess whether an event or events associated with a concentration or constraint that could cause the substantial impact have occurred, have begun to occur, or are more likely than not to begin to occur within 12 months of the date the financial statements are issued.

City of Bryan, Texas

Notes to the Financial Statements

For the Fiscal Year Ended September 30, 2024

If a government determines that those criteria for disclosure have been met for a concentration or constraint, it should disclose information in notes to financial statements in sufficient detail to enable users of financial statements to understand the nature of the circumstances disclosed and the government's vulnerability to the risk of a substantial impact. The disclosure should include descriptions of the concentration or constraint, each event associated with the concentration or constraint that could cause a substantial impact if the event had occurred or had begun to occur prior to the issuance of the financial statements, and actions taken by the government prior to the issuance of the financial statements to mitigate the risk. The requirements of this statement are effective for reporting periods beginning after June 15, 2024, with earlier application encouraged.

GASB Statement No. 103, *Financial Reporting Model Improvements*. This Statement continues the requirement that the basic financial statements be preceded by management's discussion and analysis (MD&A), which is presented as required supplementary information (RSI). MD&A provides an objective and easily readable analysis of the government's financial activities based on currently known facts, decisions, or conditions and presents comparisons between the current year and the prior year.

This Statement requires that the information presented in MD&A be limited to the related topics discussed in five sections: (1) Overview of the Financial Statements, (2) Financial Summary, (3) Detailed Analyses, (4) Significant Capital Asset and Long-Term Financing Activity, and (5) Currently Known Facts, Decisions, or Conditions. Furthermore, this Statement stresses that the detailed analyses should explain why balances and results of operations changed rather than simply presenting the amounts or percentages by which they changed. This Statement emphasizes that the analysis provided in MD&A should avoid unnecessary duplication by not repeating explanations that may be relevant to multiple sections and that "boilerplate" discussions should be avoided by presenting only the most relevant information, focused on the primary government. In addition, this Statement continues the requirement that information included in MD&A distinguish between that of the primary government and its discretely presented component units. The requirements of this statement are effective for reporting periods beginning after June 15, 2025, with earlier application encouraged.

GASB Statement No. 104, *Disclosure of Certain Capital Assets*. This Statement requires certain types of capital assets to be disclosed separately in the capital assets note disclosures required by Statement 34. Lease assets recognized in accordance with Statement No. 87, Leases, and intangible right-to-use assets recognized in accordance with Statement No. 94, Public-Private and Public-Public Partnerships and Availability Payment Arrangements, should be disclosed separately by major class of underlying asset in the capital as-sets note disclosures. Subscription assets recognized in accordance with Statement No. 96, Subscription-Based Information Technology Arrangements, also should be separately disclosed. In addition, this Statement requires intangible assets other than those three types to be disclosed separately by major class.

This Statement also requires additional disclosures for capital assets held for sale. A capital asset is a capital asset held for sale if (a) the government has decided to pursue the sale of the capital asset and (b) it is probable that the sale will be finalized within one year of the financial statement date. Governments should consider relevant factors to evaluate the likelihood of the capital asset being sold within the established time frame. This Statement requires that capital assets held for sale be

City of Bryan, Texas

Notes to the Financial Statements

For the Fiscal Year Ended September 30, 2024

evaluated each reporting period. Governments should disclose (1) the ending balance of capital assets held for sale, with separate disclosure for historical cost and accumulated depreciation by major class of asset, and (2) the carrying amount of debt for which the capital assets held for sale are pledged as collateral for each major class of asset. The requirements of this statement are effective for reporting periods beginning after June 15, 2025, with earlier application encouraged.

The City is currently evaluating the impact of these statements.

2. DEPOSITS AND INVESTMENTS

Deposits

State statutes require that all deposits in financial institutions be fully collateralized with depository insurance or by U.S. Government obligations or its agencies and instrumentalities; or direct obligations of Texas or its agencies and instrumentalities that have a fair value of not less than the principal amount of the deposits. At year-end, the City's demand deposits at Truist Bank, the City's depository bank, were covered by federal depository insurance or by collateral held by the Federal Reserve Bank in the City's name. At September 30, 2024 the amount of the City's demand deposits was \$88,575,238, BTU's City and Rural demand deposits were \$91,876,931, and the combined bank balance was \$180,452,169.

Investments

The City's investment program is guided by State statutes, by various City ordinances and by the City's investment policy which amplifies those guidelines and prescribes how the City will operate its investment program in accordance with applicable laws and regulations.

The City's policy, which was adopted by the City Council on September 12, 2023, for the fiscal year ending September 30, 2024, sets forth (1) the basic principles governing the investment of City funds; (2) the objectives of the City's investment program; and (3) the authority, responsibilities, limitations, documentation and requirements to be used in the administration and operation of the City's investment program.

Investments authorized by the investment policy are a subset of those approved by the State of Texas Public Funds Investment Act, Chapter 2256. The City of Bryan authorized investments include the following:

- a. Direct obligations of the United States government.
- b. Debentures or discount notes issued by, guaranteed by, or for which the credit of any Federal Agencies and Instrumentalities is pledged for payment.
- c. Bonds or other obligations for which the principal and interest are unconditionally guaranteed or insured by, or backed by the full faith and credit of the United States government or United States government agencies and instrumentalities, including obligations that are fully

City of Bryan, Texas

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For the Fiscal Year Ended September 30, 2024

- guaranteed or insured by the Federal Deposit Insurance Corporation or by the explicit full faith and credit of the United States.
- d. Certificates of Deposit guaranteed or insured by the Federal Deposit Insurance Corporation or its successor or the National Credit Union Share Insurance Fund or its successor, in state or national banks located within the State of Texas.
 - e. Repurchase Agreements and Reverse repurchase agreements only as part of a Public Investing Pool and in compliance with the Public Fund Investment Act limitations.
 - f. Bankers Acceptances eligible for discounting with the Federal Reserve maturing within 90 days.
 - g. Commercial Paper maturing within 365 days carrying a rating of A-1, P-1 or F-1.
 - h. Money Market Mutual Funds that are AAA rated, regulated by the Securities and Exchange Commission and charge no commission fee on purchases or sales of shares.
 - i. Public Funds Investment Pools organized under the Texas Interlocal Cooperation Act that follow the requirements in the Public Funds Investment Act.
 - j. Direct obligations of the State of Texas and any political subdivisions thereof which are rated as to investment quality by a nationally recognized investment rating firm not less than AA or its equivalent.
 - k. Hedging contracts and related security and insurance agreements in relation to fuel oil, natural gas, coal, nuclear fuel, and electric energy to protect against loss due to price fluctuations.

The City's cash and cash equivalents and investments at September 30, 2024 as are follows:

	Carrying Value	Percentage of Total	Wgt. Avg. Maturity (Days)
U. S. Agencies	\$ 180,189,003	38.26%	606
Treasuries	16,097,026	3.42%	350
Municipal Bonds	66,078,212	14.03%	675
Government Pools	28,083,225	5.96%	135
Demand Deposits	180,452,170	38.32%	1
	<u>\$ 470,899,636</u>	<u>100.00%</u>	

The City categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. GASB Statement No. 72 provides a framework for measuring fair value which establishes a three-level fair value hierarchy that describes the inputs that are used to measure assets and liabilities.

City of Bryan, Texas

Notes to the Financial Statements

For the Fiscal Year Ended September 30, 2024

- Level 1 inputs are quoted prices (unadjusted) for identical assets or liabilities in active markets that a government can access at the measurement date.
- Level 2 inputs are inputs—other than quoted prices included within Level 1—that are observable for an asset or liability, either directly or indirectly.
- Level 3 inputs are unobservable inputs for an asset or liability.

The fair value hierarchy gives the highest priority to Level 1 inputs and the lowest priority to Level 3 inputs. If a price for an identical asset or liability is not observable, a government should measure fair value using another valuation technique that maximizes the use of relevant observable inputs and minimizes the use of unobservable inputs. If the fair value of an asset or a liability is measured using inputs from more than one level of the fair value hierarchy, the measurement is considered to be based on the lowest priority level input that is significant to the entire measurement.

The City has recurring fair value measurements as presented in the table below. The investment balances at September 30, 2024 are as follows:

<u>Investment measured at fair value</u>	<u>Value at FYE</u>	<u>Level 1 Inputs</u>	<u>Level 2 Inputs</u>	<u>Level 3 Inputs</u>
Municipal Bonds	\$ 66,078,212	\$ -	\$ 66,078,212	\$ -
Treasuries	16,097,026	16,097,026	-	-
U.S. Agency Bonds	180,189,003	-	180,189,003	-
	<u>\$ 262,364,241</u>	<u>\$ 16,097,026</u>	<u>\$ 246,267,215</u>	<u>\$ -</u>

The investments in government pools are measured at net asset value which approximates fair value and are exempt from reporting in the fair value hierarchy. U.S. Government Agency Securities and municipal bonds classified in Level 2 of the fair value hierarchy are valued using a matrix pricing technique. Matrix pricing is used to value securities based on the securities' relationship to benchmark quoted prices.

In accordance with GASB Statement No. 40, additional disclosures are provided below that address investment exposure to interest rate risk and credit risk including custodial credit risk and concentrations of credit risk. Because the City does not hold foreign investments, foreign currency risk is not discussed.

As of September 30, 2024, the City had the following investments:

<u>Investment Types</u>	<u>Value</u>	<u>Investment Maturity</u> <u>(in Years)</u>		
		<u>Less</u> <u>Than 1</u>	<u>1-5</u>	<u>Greater</u> <u>Than 5</u>
Municipal Bonds	\$ 66,078,212	\$ 6,976,766	\$ 59,101,446	\$ -
Treasuries	16,097,026	11,097,026	5,000,000	-
U.S. Agency Bonds	180,189,003	68,551,441	111,637,562	-
Total	<u>\$ 262,364,241</u>	<u>\$ 86,625,233</u>	<u>\$ 175,739,008</u>	<u>\$ -</u>

The City's investments in government pools include deposits in TexPool, TexSTAR, Texas CLASS, and Texas Range.

City of Bryan, Texas

Notes to the Financial Statements

For the Fiscal Year Ended September 30, 2024

TexPool is a public funds investment pool operated by the Texas Treasury Safekeeping Trust Company, an entity of which the Texas Comptroller of Public Accounts is the sole officer, director, and shareholder. The advisory board of TexPool is composed of members appointed pursuant to the requirements of the Texas Public Funds Investment Act. Administrative and investment services are provided by Federated Investors, Inc., and the assets are kept in a separate custodial account at the State Street bank in the name of TexPool.

TexSTAR was created in April 2003 pursuant to the Interlocal Cooperation Act of the State of Texas, chapter 791 of the Texas Government Code and the Public Funds Investment Act, chapter 2256 of the Texas Government Code. TexSTAR policies require that local government deposits be used to purchase investments authorized by the Texas Public Funds Investment Act. The State Comptroller of Public Accounts exercises responsibility over TexSTAR. TexSTAR is administered by Hilltop Securities, Inc. and J.P. Morgan Investment Management. J.P. Morgan Investment Management, Inc. provides investment advisory services.

The Texas Cooperative Liquid Assets Securities System Trust (Texas CLASS) was created as a local government investment pool (LGIP) pursuant to Section 2256.016 of the Public Funds Investment Act, Texas Government Code (PFIA). Per state code, entities may pool any of their funds, or funds under their control, to preserve principal, maintain the liquidity of the funds, and maximize yield. The Texas CLASS Trust Agreement is an agreement of indefinite term regarding the investment, reinvestment, and withdrawal of local government funds. The parties to the Trust Agreement are Texas local government entities that choose to participate in the Trust (the Participants), Public Trust Advisors, LLC (Public Trust) as Program Administrator, and Wells Fargo Bank Texas, N.A. as Custodian.

Texas RANGE is a local government investment pool established under the authority of the Public Funds Investment act and is administered by Public Trust Advisors, LLC. Wells Fargo Bank, N.A. serves as custodian for the Texas RANGE pool. Texas RANGE operates three funds in which the City participates.

- Texas RANGE DAILY SELECT is an investment option that utilizes all eligible investments as defined by the Public Funds Investment Act.
- Texas RANGE DAILY is an investment option that utilizes only investments that are backed or collateralized with U.S. Treasury or U.S. Government Agency obligations.
- Texas RANGE TERM – is an investment with maturities from 60 days to one year with fixed-rate, fixed-term options.

The intent of Texas RANGE is to operate on a \$1.00 net asset value basis. Texas RANGE allows same day or next day redemptions and deposits. Interest is allocated daily based on portfolio earnings and participant account balances. The portfolio is valued daily using the amortized cost valuation method. This pool is not managed by the City and the City does not possess securities that exist in either physical or book entry form. Texas RANGE is rated AAAMmf by Fitch Ratings.

The investment pools do not have any limitations or restrictions on withdrawals, such as notice periods or maximum transaction amounts, and do not impose any liquidity or redemption gates.

City of Bryan, Texas

Notes to the Financial Statements

For the Fiscal Year Ended September 30, 2024

The revenue bond ordinances require disclosure of the investments held by the reserve fund. Sufficient investments exist in the pool to adequately meet reserve fund requirements. A detailed list of those securities is available in the office of the Chief Financial Officer.

Custodial Risk – City deposits in excess of the \$250,000 amount covered by the Federal Depository Insurance Corporation (“FDIC”) must be secured by authorized securities with a fair value equal to or greater than 105% of the total deposits. At September 30, 2024, City deposits were fully collateralized.

Interest Rate Risk – The City minimized the risk associated with the decline in fair value of securities due to rising interest rates (interest rate risk) by maintaining a (“buy and hold”) strategy whereby investment securities are purchased with the intent to hold the securities in the portfolio until maturity. Additionally, the City’s Investment Policy limits the weighted average maturity of all securities and Certificates of Deposit in the City’s portfolio to no more than three years at any given time. The City’s investment strategy acts to reduce interest rate risk through investing funds to meet cash flow requirements; monitoring the credit ratings of portfolio investments to assure compliance with the Investment Policy and the Texas Public Funds Investment Act; and investing in a diversified portfolio of assets including obligations of the United States and its agencies and instrumentalities, money market mutual funds, and government investment pools.

Credit Risk and Concentration of Credit Risk – In compliance with the City’s Investment Policy and the Texas Public Funds Investment Act, the City managed credit risk through portfolio diversification by limiting investments to avoid over concentration in securities from a specific issuer; limiting investments in securities with high credit risk; and investing in securities with varying maturities.

Foreign Currency Risk – By virtue of the City’s Investment Policy and the Texas Public Funds Investment Act, the City is not exposed to foreign currency risk because the City is not authorized to maintain deposits or investments denominated in a foreign currency.

3. PROPERTY TAXES

Property tax is levied each October 1 on the assessed (appraised) value listed as of the prior January 1 for all real and business personal property located in the City. Taxable assessed value represents the appraisal value less applicable exemptions authorized by the City Council.

Taxpayers have two options for paying property taxes, the full payment option or the split payment option. Taxpayers electing the full payment option have from October 1 of the tax year to January 31 of the following year to pay the full amount of taxes without penalty or interest. Taxes become delinquent on February 1. Any unpaid balance will accrue penalty and interest. Taxpayers electing the split payment option have from October 1 to November 30 of the tax year to pay half of the tax amount. The remaining half may be paid without penalty or interest any time on or before June 30 of the following year. Taxes become delinquent on July 1.

Taxpayers who were 65 years of age or older on January 1, and have filed an application for exemption may pay the taxes on their homestead in four equal installments. Quarterly payments are due January 31, March 31, May 31, and July 31.

City of Bryan, Texas

Notes to the Financial Statements

For the Fiscal Year Ended September 30, 2024

Delinquent taxes are subject to interest and penalty charges. The tax rate to finance general governmental services including debt service was 62.4 cents per \$100 of assessed valuation for the year ended September 30, 2024. Under provisions adopted by the City, the maximum tax rate is limited to \$1.50 per \$100 of assessed valuation.

The Brazos Central Appraisal District ("Appraisal District") is responsible for the recording and appraisal of property for all taxing units in the County. The Appraisal District is required to assess property at 100% of its appraised value. Real property must be reappraised at least every three years. The City may, at its own expense, require annual reviews by the Appraisal District through various appeals and, if necessary, legal action. Under this system, if the rate, excluding tax rates for bonds and other contractual obligations adjusted for new improvements, exceeds the rate for the previous year by more than 3.5%, qualified voters of the City may petition for an election to determine whether to limit the tax rate to no more than 3.5% above the tax rate of the previous year.

The Brazos County Tax Office bills and collects the property taxes of the City.

City of Bryan, Texas

Notes to the Financial Statements

For the Fiscal Year Ended September 30, 2024

4. CAPITAL ASSETS

Capital asset activity for the year ended September 30, 2024 was as follows:

	Restated Balance October 1	Additions / Completions	Retirements / Adjustments	Balance September 30
Governmental activities:				
Capital assets not being depreciated				
Land	\$ 14,074,955	\$ 254,353	\$ (500)	\$ 14,328,808
Construction in progress	79,241,755	(34,019,356)	(395,294)	44,827,105
Total capital assets not being depreciated/amortized	93,316,710	(33,765,003)	(395,794)	59,155,913
Capital assets, being depreciated/amortized				
Intangibles	60,250	-	-	60,250
Intangibles - right of use	1,295,429	229,525	-	1,524,954
Buildings*	50,571,694	45,009,754	-	95,581,448
Buildings - right of use	1,770,463	132,000	-	1,902,463
Machinery and equipment	49,619,005	5,440,071	(128,736)	54,930,340
Machinery and equipment - right of use	2,226,145	-	(117,625)	2,108,520
Improvements other than buildings	66,174,641	14,041,338	-	80,215,979
Infrastructure	297,323,066	12,311,736	-	309,634,802
Total capital assets being depreciated/amortized	469,040,693	77,164,424	(246,361)	545,958,756
Less accumulated depreciation/amortization for:				
Intangibles	(58,576)	(1,674)	-	(60,250)
Intangibles - right of use	(228,605)	(241,536)	-	(470,141)
Buildings	(23,316,297)	(1,413,004)	-	(24,729,301)
Buildings - right of use	(569,115)	(336,836)	-	(905,951)
Machinery and equipment	(37,672,915)	(2,963,925)	128,736	(40,508,104)
Machinery and equipment - right of use	(83,029)	(245,448)	117,625	(210,852)
Improvements other than buildings	(34,779,700)	(2,529,648)	-	(37,309,348)
Infrastructure	(156,849,925)	(10,378,735)	-	(167,228,660)
Total accumulated depreciation/amortization	(253,558,162)	(18,110,806)	246,361	(271,422,607)
Total capital assets being depreciated/amortized, net	215,482,531	59,053,618	-	274,536,149
Governmental activities capital assets, net	\$ 308,799,241	\$ 25,288,615	\$ (395,794)	\$ 333,692,062
Business-type activities:				
Capital assets not being depreciated/amortized				
Land*	\$ 31,817,766	\$ 1,808,957	\$ (23,668)	\$ 33,603,055
Construction in progress	87,079,598	101,734,497	(45,010,175)	143,803,920
Retirement in progress	839,812	2,205,228	(1,488,391)	1,556,649
Total capital assets not being depreciated/amortized	119,737,176	105,748,682	(46,522,234)	178,963,624
Capital assets, being depreciated/amortized				
Buildings*	25,843,877	10	(2,911,588)	22,932,299
Machinery and equipment	24,741,658	3,054,572	(259,888)	27,536,342
Machinery and equipment - right of use	96,106	-	-	96,106
Improvements other than buildings	1,138,695,996	54,541,567	(710,875)	1,192,526,688
Total capital assets being depreciated/amortized	1,189,377,637	57,596,149	(3,882,351)	1,243,091,435
Less accumulated depreciation/amortization for:				
Buildings	(8,805,138)	(1,142,256)	570,187	(9,377,207)
Machinery and equipment	(18,049,511)	(1,889,038)	259,888	(19,678,661)
Machinery and equipment - right of use	(38,442)	(19,222)	-	(57,664)
Improvements other than buildings	(436,449,211)	(32,596,175)	1,613,301	(467,432,085)
Total accumulated depreciation/amortization	(463,342,302)	(35,646,691)	2,443,376	(496,545,617)
Total capital assets being depreciated/amortized, net	726,035,335	21,949,458	(1,438,975)	746,545,818
Business-type activities capital assets, net	\$ 845,772,511	\$ 127,698,140	\$ (47,961,209)	\$ 925,509,442

*Beginning balances are restated. See Note 1.

City of Bryan, Texas

Notes to the Financial Statements

For the Fiscal Year Ended September 30, 2024

Capital asset activity for Bryan Business Council, Inc. (BBC) for the year ended September 30, 2024 was as follows:

	Balance July 1, 2023	Additions / Completions	Retirements / Adjustments	Balance September 30, 2024
Capital assets not being depreciated				
Land Available for Resale	\$ 12,393,449	\$ -	\$ -	\$ 12,393,449
Construction in progress	69,850	525,069	-	594,919
Total capital assets not being depreciated	12,463,299	525,069	-	12,988,368
Governmental activities capital assets, net	<u>\$ 12,463,299</u>	<u>\$ 525,069</u>	<u>\$ -</u>	<u>\$ 12,988,368</u>

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

Governmental activities:

General government and administration	\$ 1,620,960
Development services	86,530
Public works services	10,774,603
Public safety	2,898,759
Cultural and recreational	2,729,954
Total depreciation/amortization expense - Governmental activities	<u>\$ 18,110,806</u>

Business-type activities:

City Electric	18,645,673
Rural Electric	5,402,467
Water	4,605,851
Wastewater	5,342,753
Other Enterprise Funds	1,649,947
Total depreciation/amortization expense - Business-type activities	<u>\$ 35,646,691</u>

The City has active construction projects as of September 30, 2024. Total accumulated commitments for ongoing capital projects are composed of the following:

	Committed
Street improvements	\$ 8,668,256
Drainage improvements	6,598,766
Parks Development	22,176,921
Electric Improvements	22,083,187
Water system improvements	13,535,367
Wastewater system improvements	11,662,240
Other Enterprise Funds	7,909
Total	<u>\$ 84,732,646</u>

City of Bryan, Texas

Notes to the Financial Statements

For the Fiscal Year Ended September 30, 2024

5. LONG-TERM DEBT

The following is a summary of long-term debt transactions (except vacation and sick pay and claims and judgments) for the year ended September 30, 2024:

	Beginning Balance	Issued	Matured/ Refunded	Ending Balance	Due within one year
<u>Governmental Activities:</u>					
General Obligation Bonds	\$ 74,357,965	\$ -	\$ 7,728,396	\$ 66,629,569	\$ 7,120,414
Certificates of Obligation	114,360,000	39,015,000	3,545,000	149,830,000	3,760,000
Total governmental activities	188,717,965	39,015,000	11,273,396	216,459,569	10,880,414
Total Premium	5,217,141	3,391,639	462,626	8,146,154	530,678
Total Governmental Activities, net	193,935,106	42,406,639	11,736,022	224,605,723	11,411,092
<u>Business-type Activities:</u>					
Water, Sewer & Airport Systems:					
General Obligation Bonds	2,057,035	-	761,604	1,295,431	509,586
Certificates of Obligation	820,000	5,345,000	50,000	6,115,000	55,000
Private Placement Revenue Bonds	22,385,000	-	1,845,000	20,540,000	1,545,000
Revenue Bonds	14,890,000	-	1,295,000	13,595,000	1,735,000
Electric System :					
General Obligation Bonds	1,705,000	-	835,000	870,000	870,000
Certificates of Obligation	28,620,000	-	1,485,000	27,135,000	1,555,000
Revenue Bonds	286,285,000	14,465,000	12,085,000	288,665,000	12,845,000
Total business type activities	356,762,035	19,810,000	18,356,604	358,215,431	19,114,586
Total Premium	32,322,718	1,298,569	2,042,047	31,579,240	2,065,728
Total Business-type Activities, net	389,084,753	21,108,569	20,398,651	389,794,671	21,180,314
Total long-term debt	545,480,000	58,825,000	29,630,000	574,675,000	29,995,000
Total long-term debt, net	\$ 583,019,859	\$ 63,515,208	\$ 32,134,673	\$ 614,400,394	\$ 32,591,406

City of Bryan, Texas

Notes to the Financial Statements

For the Fiscal Year Ended September 30, 2024

Long-term debt at September 30, 2024 consists of bonds and certificates of obligation maturing serially and is summarized as follows:

<u>Issue</u>	<u>Interest Rates (%)</u>	<u>Series Matures</u>	<u>First Callable Date</u>	<u>Governmental</u>	<u>Business- type</u>	<u>Total</u>
<u>General Obligation Bonds:</u>						
Refunding, Series 2013	2.00 - 3.50	2026	08/15/23	\$ 1,468,092	\$ 431,908	\$ 1,900,000
Refunding, Series 2014	2.00 - 3.25	2031	08/15/24	2,621,477	863,523	3,485,000
Refunding, Series 2015	2.00 - 4.00	2025	None	1,020,000	870,000	1,890,000
Refunding, Series 2016	1.50 - 3.00	2026	None	1,670,000	-	1,670,000
Refunding, Series 2018	2.00 - 5.00	2028	None	2,740,000	-	2,740,000
Refunding, Series 2019	2.00 - 3.00	2028	None	2,475,000	-	2,475,000
Refunding, Series 2020	2.00 - 4.00	2030	08/15/28	4,395,000	-	4,395,000
Pension Obligation, Series 2020	0.45 - 2.89	2040	08/15/31	50,240,000	-	50,240,000
Total General Obligation Bonds				66,629,569	2,165,431	68,795,000
<u>Certificates of Obligation:</u>						
Combination Tax & Revenue, Series 2013	3.00 - 4.25	2033	08/15/23	-	2,995,000	2,995,000
Combination Tax & Revenue, Series 2014	2.00 - 5.00	2039	08/15/24	3,755,000	24,140,000	27,895,000
Combination Tax & Revenue, Series 2016	2.00 - 5.00	2036	08/15/26	5,695,000	770,000	6,465,000
Combination Tax & Revenue, Series 2018	3.00 - 4.00	2038	08/15/27	9,060,000	-	9,060,000
Combination Tax & Revenue, Series 2020	2.00 - 5.00	2050	02/15/29	65,440,000	-	65,440,000
Combination Tax & Revenue, Series 2022	4.00 - 5.00	2052	02/15/31	26,865,000	-	26,865,000
Combination Tax & Revenue, Series 2024	4.00 - 5.00	2049	02/15/49	39,015,000	5,345,000	44,360,000
Total Certificates of Obligation				149,830,000	33,250,000	183,080,000
<u>Private Placement Revenue Bonds:</u>						
Sewer System Private Placement, Series 2011	0.00 - 2.70	2030	07/01/21	-	4,955,000	4,955,000
Water System Private Placement, Series 2016B	0.61 - 2.61	2041	07/01/27	-	1,680,000	1,680,000
Water and Sewer System Private Placement, Series 2021	0.16 - 2.52	2046	07/01/31	-	13,905,000	13,905,000
Total Private Placement Bonds				-	20,540,000	20,540,000
<u>Revenue Bonds:</u>						
Electric System Revenue City, Series 2016	3.497 - 5.00	2041	07/01/26	-	57,325,000	57,325,000
Electric System Revenue Rural, Series 2016	2.00 - 5.00	2041	07/01/26	-	11,755,000	11,755,000
Water System Revenue, Series 2016A	2.25 - 5.00	2036	07/01/26	-	2,920,000	2,920,000
Water and Sewer System Revenue, Series 2017	3.00 - 4.00	2032	07/01/27	-	7,025,000	7,025,000
Electric System Revenue City, Series 2017	3.00 - 5.00	2034	07/01/27	-	37,200,000	37,200,000
Electric System Revenue City, Series 2018	4.00 - 5.00	2043	07/01/27	-	35,525,000	35,525,000
Electric System Revenue Rural, Series 2018	4.00 - 5.00	2043	07/01/27	-	15,060,000	15,060,000
Water and Sewer System Revenue Refunding, Series 2019	2.00 - 3.00	2029	07/01/27	-	1,635,000	1,635,000
Water and Sewer System Revenue Refunding, Series 2020	2.00 - 3.00	2030	07/01/28	-	2,015,000	2,015,000
Electric System Revenue City, Series 2021	4.00 - 5.00	2046	07/01/31	-	14,615,000	14,615,000
Electric System Revenue Rural, Series 2021	2.50 - 5.00	2046	07/01/31	-	18,075,000	18,075,000
Electric System Revenue City, Series 2021A	2.50 - 5.00	2046	07/01/31	-	62,260,000	62,260,000
Electric System Revenue Refunding City, Series 2022	5.00 - 5.00	2035	07/01/32	-	22,385,000	22,385,000
Electric System Revenue Rural, Series 2024	4.00 - 5.00	2049	07/01/49	-	14,465,000	14,465,000
Total Revenue Bonds				-	302,260,000	302,260,000
Total long-term debt				216,459,569	358,215,431	574,675,000
Total Premium				8,146,154	31,579,240	39,725,394
Total long-term debt, net				\$ 224,605,723	\$ 389,794,671	\$ 614,400,394

City of Bryan, Texas

Notes to the Financial Statements

For the Fiscal Year Ended September 30, 2024

Debt service requirements to maturity for all bonds, certificates of obligation, contractual obligations and notes payable are summarized as follows:

General Obligation Bonds

Year	Governmental Activities		Business-type Activities		Total
	Principal	Interest	Principal	Interest	
2025	\$ 7,120,414	\$ 1,657,681	\$ 1,379,586	\$ 60,197	\$ 10,217,878
2026	5,653,748	1,485,198	321,252	24,450	7,484,648
2027	4,258,276	1,355,141	86,724	14,420	5,714,561
2028	4,504,559	1,245,102	90,441	11,819	5,851,921
2029	3,972,081	1,123,536	92,919	9,105	5,197,641
2030-2034	15,695,491	4,438,574	194,509	9,406	20,337,980
2035-2039	20,470,000	2,442,836	-	-	22,912,836
2040-2044	4,955,000	143,398	-	-	5,098,398
Total	<u>\$ 66,629,569</u>	<u>\$ 13,891,466</u>	<u>\$ 2,165,431</u>	<u>\$ 129,397</u>	<u>\$ 82,815,863</u>

Certificates of Obligation

Year	Governmental Activities		Business-type Activities		Total
	Principal	Interest	Principal	Interest	
2025	\$ 3,760,000	\$ 5,984,082	\$ 1,610,000	\$ 1,300,450	\$ 12,654,532
2026	3,965,000	5,184,359	1,660,000	1,166,473	11,975,832
2027	5,175,000	4,969,484	1,845,000	1,109,548	13,099,032
2028	5,435,000	4,733,709	1,900,000	1,048,998	13,117,707
2029	5,570,000	4,485,615	1,970,000	984,761	13,010,376
2030-2034	30,870,000	19,054,825	10,575,000	3,820,175	64,320,000
2035-2039	31,295,000	13,558,023	10,670,000	1,856,127	57,379,150
2040-2044	31,640,000	8,126,713	1,360,000	473,850	41,600,563
2045-2049	25,230,000	3,420,381	1,660,000	171,400	30,481,781
2050-2054	6,890,000	323,975	-	-	7,213,975
Total	<u>\$ 149,830,000</u>	<u>\$ 69,841,166</u>	<u>\$ 33,250,000</u>	<u>\$ 11,931,782</u>	<u>\$ 264,852,948</u>

Private Placement Revenue Bonds

Year	Governmental Activities		Business-type Activities		Total
	Principal	Interest	Principal	Interest	
2025	\$ -	\$ -	\$ 1,545,000	\$ 390,438	\$ 1,935,438
2026	-	-	1,550,000	367,288	1,917,288
2027	-	-	1,550,000	342,415	1,892,415
2028	-	-	1,485,000	315,746	1,800,746
2029	-	-	1,485,000	289,103	1,774,103
2030-2034	-	-	4,010,000	1,149,955	5,159,955
2035-2039	-	-	3,695,000	827,374	4,522,374
2040-2044	-	-	3,715,000	432,169	4,147,169
2045-2049	-	-	1,505,000	54,545	1,559,545
Total	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 20,540,000</u>	<u>\$ 4,169,033</u>	<u>\$ 24,709,033</u>

City of Bryan, Texas

Notes to the Financial Statements

For the Fiscal Year Ended September 30, 2024

Revenue Bonds

Year	Governmental Activities		Business-type Activities		Total
	Principal	Interest	Principal	Interest	
2025	\$ -	\$ -	\$ 14,580,000	\$ 12,631,398	\$ 27,211,398
2026	-	-	15,435,000	11,766,338	27,201,338
2027	-	-	16,170,000	11,023,488	27,193,488
2028	-	-	16,940,000	10,247,938	27,187,938
2029	-	-	17,740,000	9,434,075	27,174,075
2030-2034	-	-	86,640,000	34,888,750	121,528,750
2035-2039	-	-	64,260,000	18,885,725	83,145,725
2040-2044	-	-	54,355,000	7,185,975	61,540,975
2045-2049	-	-	16,140,000	1,023,650	17,163,650
2050-2054	-	-	-	-	-
Total	\$ -	\$ -	\$ 302,260,000	\$ 117,087,337	\$ 419,347,337

Total Long-Term Debt

Year	Governmental Activities		Business-type Activities		Total
	Principal	Interest	Principal	Interest	
2025	\$ 10,880,414	\$ 7,641,763	\$ 19,114,586	\$ 14,382,483	\$ 52,019,246
2026	9,618,748	6,669,557	18,966,252	13,324,549	48,579,106
2027	9,433,276	6,324,625	19,651,724	12,489,871	47,899,496
2028	9,939,559	5,978,811	20,415,441	11,624,501	47,958,312
2029	9,542,081	5,609,151	21,287,919	10,717,044	47,156,195
2030-2034	46,565,491	23,493,399	101,419,509	39,868,287	211,346,686
2035-2039	51,765,000	16,000,859	78,625,000	21,569,226	167,960,085
2040-2044	36,595,000	8,270,111	59,430,000	8,091,994	112,387,105
2045-2049	25,230,000	3,420,381	19,305,000	1,249,595	49,204,976
2050-2054	6,890,000	323,975	-	-	7,213,975
Total	\$ 216,459,569	\$ 83,732,632	\$ 358,215,431	\$ 133,317,550	\$ 791,725,182

On April 1, 2024, the City of Bryan issued \$44,360,000 in certificate of obligation bonds, Series 2024. These bonds mature serially beginning February 15, 2025, through February 15, 2049 with a coupon rate of 4.0% to 5.0%. Proceeds from the sale of the Certificates will be used for (i) constructing, acquiring, improving, renovating, expanding and developing parks and recreation facilities and related infrastructure, vehicles and equipment, including tennis and multipurpose facilities and other improvements to Travis Bryan Midtown Park; (ii) constructing, improving, renovating, extending, expanding, and developing streets and related infrastructure, including drainage, traffic signalization, lighting, sidewalks, soundwalls and landscaping, and acquiring right-of-way, vehicles and equipment related thereto; (iii) constructing, improving, repairing, renovating, enlarging, extending and equipping the drainage utility system, and acquiring right-of-way, vehicles and equipment related thereto; (iv) constructing, acquiring, improving, renovating, expanding and developing airport improvements; (v) purchasing fire-fighting equipment, including fire trucks; and (vi) related professional services, including legal, fiscal, engineering and design fees, and costs of issuance of the Certificates.

On April 3, 2024, the City of Bryan issued revenue bonds ("2024 Revenue Bonds") totaling \$14,465,000 for the Rural Electric System. The 2024 Revenue Bonds mature serially beginning July 1, 2025, through

City of Bryan, Texas

Notes to the Financial Statements

For the Fiscal Year Ended September 30, 2024

July 1, 2049, with coupon rates ranging from 4.00% to 5.00%. The proceeds from the sale of the 2024 Revenue Bonds were restricted to the acquisition or construction of improvements, additions, or extensions to the Rural Electric System; capital assets, facilities and equipment incident and related to the operation, maintenance, or administration of the Rural Electric System.

All net revenues of the City Electric Fund, Rural Electric Fund, Water and Wastewater Systems are pledged for the payment of each funds' respective revenue bonds. Net revenues, as defined by the various revenue bond ordinances, include substantially all of the revenues and expenses of each respective system other than certain interest income and expense and depreciation and amortization. These bond ordinances further require that the net revenues as defined equal at least 1.10 times the average annual debt service on all outstanding City Electric Fund revenue bonds, 1.20 times the average annual debt service on all outstanding Rural Electric Fund revenue bonds and 1.25 times the average annual debt service on all outstanding Water and Wastewater System revenue bonds.

Under the terms of the bond covenants, the City Electric and Rural Electric Funds are required to maintain minimum reserve fund requirements as outlined within the Bond Order. The reserve fund requirements may be satisfied by cash, letter of credit, or an insurance policy. The reserve fund requirements for the City Electric Fund Series 2018 bonds are satisfied with restricted funds. The reserve fund requirements for the City Electric Fund Series 2016, 2017, 2021, 2021A and 2022 bonds are satisfied with insurance policies, as are the Rural Electric Fund's Series 2016, 2018, 2021, and 2024 bonds.

The ordinance authorizing the Waterworks and Sewer System revenue bonds stipulates that the City will deposit certain amounts into a reserve fund for the purpose of retiring the last of the bonds as they become due or to pay principal of and interest on the outstanding bonds if necessary. The ordinance permits the reserve fund requirements to be satisfied by cash, letter of credit, or an insurance policy. The reserve fund requirements for the Series 2017 bonds are satisfied with an insurance policy.

The City reserves the right at any time to merge its City Electric Fund and its Rural Electric Fund into a single operating electric utility system. The merger of the Rural Electric Division would not have an adverse impact on the bondholders.

Arbitrage provisions of the Internal Revenue Tax Act of 1986 require the City to rebate excess arbitrage earnings from bond proceeds to the federal government. As provided for by the bond ordinances, this amount would be as a liability in the Proprietary funds and Governmental Activities for the benefit of the federal government and will be paid as required by applicable regulations. The City had an arbitrage liability of \$923,706 as of September 30, 2024.

City of Bryan, Texas

Notes to the Financial Statements

For the Fiscal Year Ended September 30, 2024

Other Long-Term Liabilities

Changes in the accrual for unpaid vacation and sick pay are detailed below:

	Year Ended September 30, 2024		
	Governmental Activities	Business-type Activities	Total
Beginning balance	\$ 9,903,851	\$ 2,371,586	\$ 12,275,437
Plus additions	5,179,043	1,946,017	7,125,060
Less payments	(4,194,828)	(2,273,463)	(6,468,291)
Ending balance	<u>\$ 10,888,066</u>	<u>\$ 2,044,140</u>	<u>\$ 12,932,206</u>
Amount due in one year	\$ 3,676,088	\$ 1,339,437	\$ 5,015,525
Amount due in over one year	\$ 7,211,978	\$ 704,703	\$ 7,916,681

The City has entered into multiple lease agreements as lessee. The leases allow the right-to-buildings and equipment over the term of the lease. The City is required to make monthly or yearly payments at its incremental borrowing rate or the interest rate stated or implied within the leases. The lease rate, term and ending lease liability are as follows:

	Interest Rate (s)	Liability at Commencement	Lease Term in Years	Ending Balance
<u>Governmental Activities:</u>				
Buildings	4% - 8.50%	\$ 1,902,463	2-7	\$ 1,057,573
Equipment	5.60%	2,108,520	10	1,945,521
Total governmental activities		<u>\$ 4,010,983</u>		<u>\$ 3,003,094</u>
<u>Business-type Activities:</u>				
Equipment	4.00%	\$ 96,106	5	\$ 59,909
Total business-type activities		<u>\$ 96,106</u>		<u>\$ 59,909</u>

The future principal and interest lease payments as of fiscal year end are as follows:

	Governmental Activities		Business-type Activities		
Year	Principal	Interest	Principal	Interest	Total
2025	516,811	147,867	\$ 39,151	\$ 4,025	\$ 707,854
2026	474,235	120,080	20,758	830	615,903
2027	469,418	100,898	-	-	570,316
2028	345,641	80,055	-	-	425,696
2029	214,045	67,031	-	-	281,076
2030-2034	982,944	141,359	-	-	1,124,303
Total	<u>\$ 3,003,094</u>	<u>\$ 657,290</u>	<u>\$ 59,909</u>	<u>\$ 4,855</u>	<u>\$ 3,725,148</u>

The value of the right-to-use assets as of the end of the current fiscal year was \$4,107,089 and had accumulated amortization of \$1,174,467.

City of Bryan, Texas

Notes to the Financial Statements

For the Fiscal Year Ended September 30, 2024

The City has entered into a subscription-based information technology arrangement ("SBITA") which allows the right to use vendor-provided information technology. The City is required to make yearly payments at its incremental borrowing rate or the interest rate stated or implied within the SBITA. The SBITA rate, term and ending liability are as follows:

	Interest Rate (s)	Liability at Commencement	Term in Years	Ending Balance
<u>Governmental Activities:</u>				
Subscriptions Payable	4.50 - 5.60%	\$ 1,524,954	6	\$ 896,852
Total governmental activities		<u>\$ 1,524,954</u>		<u>\$ 896,852</u>

The future principal and interest SBITA payments as of fiscal year end are as follows:

<u>Year</u>	<u>Governmental Activities</u>		<u>Total</u>
	<u>Principal</u>	<u>Interest</u>	
2025	\$ 252,096	\$ 48,020	\$ 300,116
2026	267,931	34,259	302,190
2027	284,715	19,652	304,367
2028	43,868	4,145	48,013
2029	48,242	2,171	50,413
Total	<u>\$ 896,852</u>	<u>\$ 108,247</u>	<u>\$ 1,005,099</u>

The value of the right-to-use assets as of the end of the current fiscal year was \$1,524,954 and had accumulated amortization of \$470,141.

6. PRIOR-YEAR DEFEASANCE OF DEBT

As of September 30, 2024, the City had no outstanding general obligation bonds, certificates of obligation, or revenue bonds which were considered defeased.

7. BONDS AVAILABLE FOR SALE

Authorized general obligation bonds available for future issue are as follows:

	<u>Year Authorized</u>	<u>Unissued Amount</u>
Streets	1984	\$ 8,225,000
Parks and Recreation Facilities	1984	1,775,000
Railroad Grade Separation	1984	2,850,000
Sanitary Landfill	1984	200,000
Total		<u>\$ 13,050,000</u>

During FY 1984, the City Council voted to comply with the option provided by state law that does not require voter approval on revenue bonds prior to issuance.

City of Bryan, Texas

Notes to the Financial Statements

For the Fiscal Year Ended September 30, 2024

8. NATURE AND PURPOSE OF CLASSIFICATION OF FUND EQUITY

The fund balance classifications for Governmental Funds are:

- **Nonspendable** – includes fund balance amounts that cannot be spent because they are either not in spendable form, or, for legal or contractual reasons, must be kept intact.
- **Restricted** – includes fund balance amounts that are constrained for specific purposes which are externally imposed by providers, such as creditors or amounts restricted due to constitutional provisions or enabling legislation.
- **Committed** – includes fund balance amounts that are constrained for specific purposes that are internally imposed by the City through the adoption of an ordinance by the City Council. In order for fund balance to be committed, the City Council must adopt an ordinance stating the purpose for which the fund balance is committed. These committed amounts cannot be used for any other purpose unless the government removes or changes the specified use by taking the same type of action (adoption of an ordinance) it employed to previously commit these amounts.
- **Assigned** – includes fund balance amounts that are self-imposed by the City to be used for a particular purpose. Fund balance can be assigned by the City Manager, the Chief Financial Officer or their designee. This authority was delegated to the City Manager and the Chief Financial Officer by formal resolution of the City Council. Assignments also include encumbrances for streets, drainage and capital projects.
- **Unassigned** – includes the residual fund balance within the general fund which has not been classified within the other above mentioned categories. Unassigned fund balance may also include negative balances for any governmental fund if expenditures exceed amounts restricted, committed, or assigned for those specific purposes.

When both restricted and unrestricted fund balances are available for use, it is the City's policy to use restricted fund balance first, then unrestricted fund balance. Similarly, committed fund balances are reduced first followed by assigned amounts and then unassigned amounts when expenditures are incurred for purposes for which amounts in any of those unrestricted fund balance classifications are available.

City of Bryan, Texas

Notes to the Financial Statements

For the Fiscal Year Ended September 30, 2024

The City's classification of fund balances is as follows at September 30, 2024:

	General Fund	Debt Service Fund	Other Governmental Funds	Total
Nonspendable:				
Permanent Funds Corpus	\$ -	\$ -	\$ 1,582,318	\$ 1,582,318
Other Purposes	2,082,724	1,571,413	246,549	3,900,686
Restricted for:				
Debt Service	-	25,193,021	-	25,193,021
Grants	-	-	32,495	32,495
Hotel/Motel	-	-	2,133,119	2,133,119
Municipal Court	197,593	-	181,075	378,668
TIRZ Development	-	-	7,704,706	7,704,706
Capital Projects	-	-	43,566,112	43,566,112
Cemeteries	-	-	227,593	227,593
Libraries	-	-	5,979	5,979
Fire	2,900	-	-	2,900
Police	127,149	-	-	127,149
Record Preservation	38,794	-	-	38,794
Other Purposes	1,239,294	-	-	1,239,294
Animal Center	363,563	-	-	363,563
Committed to:				
Streets	-	-	12,574,567	12,574,567
Drainage	3,732,693	-	1,575,104	5,307,797
Parks	796,983	-	3,046,411	3,843,394
Severance Reserve	1,246,636	-	-	1,246,636
Sidewalks	-	-	35,070	35,070
Other Purposes	-	-	3,594,284	3,594,284
Assigned to:				
Parks	222,947	-	-	222,947
Other Purposes*	21,698,336	-	-	21,698,336
Unassigned	20,820,935	-	(24,200)	20,796,735
Total fund balances	<u>\$ 52,570,547</u>	<u>\$ 26,764,434</u>	<u>\$ 76,481,182</u>	<u>\$ 155,816,163</u>

*Assigned other purposes include America Rescue Plan Act, encumbered, and designated library fund balances.

Net position has been restricted at September 30, 2024 as follows:

	Business-Type Activities					
	City Electric	Rural Electric	Water	Waste Water	Other Enterprise	Total
Restricted for:						
BVSWMA, Inc.	\$ -	\$ -	\$ -	\$ -	\$ 26,609,466	\$ 26,609,466
Debt Reserve	2,824,100	-	-	-	-	2,824,100
Debt Service	3,029,375	485,000	1,799,563	1,336,849	-	6,650,787
Rate Stabilization	1,770,256	-	-	-	-	1,770,256
Equity Interest in Partnership	-	-	-	-	1,790,275	1,790,275
Total	<u>\$ 7,623,731</u>	<u>\$ 485,000</u>	<u>\$ 1,799,563</u>	<u>\$ 1,336,849</u>	<u>\$ 28,399,741</u>	<u>\$ 39,644,884</u>

City of Bryan, Texas

Notes to the Financial Statements

For the Fiscal Year Ended September 30, 2024

9. RETIREMENT PLAN

Plan Description

The City of Bryan participates as one of 934 plans in the defined benefit cash balance plan administered by the Texas Municipal Retirement System (TMRS). TMRS is a statewide public retirement plan created by the State of Texas and administered in accordance with the TMRS Act, Title 8, Subtitle G, Texas Government Code (the TMRS Act) as an agent multiple-employer retirement system for employees of Texas participating cities. The TMRS Act places the general administration and management of TMRS with a six-member, Governor-appointed Board of Trustees; however, TMRS does not receive any funding from the State of Texas. 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.

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, and their age at retirement and other actuarial factors. The retiring member may select one of seven monthly benefit payment options. Members may also choose to receive a portion of their benefit as a lump sum distribution in an amount equal to 12, 24, or 36 monthly payments, which cannot exceed 75% of the total member contributions and interest.

Benefits depend upon the sum of the employee's contributions to the plan, with interest, and the City-financed monetary credits, with interest. At the date the plan began, the City granted monetary credits for service rendered before the plan began of a theoretical amount equal to two times what would have been contributed by the employee, with interest, prior to establishment of the plan. Monetary credits for service since the plan began are a percent (100%, 150%, or 200%) of the employee's accumulated contributions. In addition, the City can grant, as often as annually, another type of monetary credit referred to as an updated service credit which is a theoretical amount which, when added to the employee's accumulated contributions and the monetary credits for service since the plan began, would be the total monetary credits and employee contributions accumulated with interest if the current employee contribution rate and City matching percentage had always been in existence and if the employee's salary had always been the average of his salary in the last three years that are one year before the effective date.

Members can retire at ages 60 and above with 5 or more years of service or with 20 years of service regardless of age. A member is vested after 5 years. The plan provisions are adopted by the governing body of the City, within the options available in the state statutes governing TMRS and within the actuarial constraints also in the statutes.

City of Bryan, Texas

Notes to the Financial Statements

For the Fiscal Year Ended September 30, 2024

Employees covered by benefit terms

At the December 31, 2023 valuation and measurement date, the following employees were covered by the benefit terms:

Inactive employees or beneficiaries currently receiving benefits	748
Inactive employees entitled to but not yet receiving benefits	550
Active employees	<u>941</u>
Total	2,239

Contributions

The member contribution rates for employees in TMRS are either 5%, 6%, or 7% of employee's gross earnings, and the city matching percentages are either 1:1 (1 to 1), 1.5:1 (1 ½ to 1) or 2:1 (2 to 1), 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 city's contribution rate is based on the liabilities created from the benefit plan options selected by the city and any changes in benefits or actual experience over time.

Employees for the City of Bryan were required to contribute 7% of their annual gross earnings during the fiscal year. The contribution rates for the City were 8.85% and 9.46% in calendar years 2023 and 2024, respectively. The City opted to fund at a rate of 9.50% and 9.75%, respectively, which is over the actuarial determined required rate. The City's contributions to TMRS for the year ended September 30, 2024 were \$8,027,710, and were more to the required contributions by \$314,982.

Net Pension Liability

The City's Net Pension Liability (NPL) was measured as of December 31, 2023, and the Total Pension Liability (TPL) used to calculate the NPL was determined by an actuarial valuation as of that date.

Actuarial assumptions:

The Total Pension Liability in the December 31, 2023 actuarial valuation was determined using the following actuarial assumptions:

Inflation	2.50% per year
Overall payroll growth	2.75% per year, adjusted down for population declines, if any
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 are used with

City of Bryan, Texas

Notes to the Financial Statements

For the Fiscal Year Ended September 30, 2024

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 3% floor.

The actuarial assumptions were developed primarily from the actuarial investigation of the experience of TMRS over the four year period from December 31, 2018 to December 31, 2022. They were adopted in 2023 and first used in the December 31, 2023 actuarial valuation. The post-retirement mortality assumption for Annuity Purchase Rate (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. The target allocation and best estimates of real rates of return for each major asset class in fiscal year 2024 are summarized in the following table:

	Target Allocation	Long-Term Expected Real Rate of Return (Arithmetic)
Global Equity	35.00%	6.7%
Core Fixed Income	6.00%	4.7%
Non-Core Fixed Income	20.00%	8.0%
Other Public and Private Markets	12.00%	8.0%
Real Estate	12.00%	7.6%
Hedge Funds	5.00%	6.4%
Private Equity	10.00%	11.6%
Total	100.00%	

Discount Rate

The discount rate used to measure the Total Pension Liability was 6.75%, and was unchanged from the prior year. 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 Bryan, Texas

Notes to the Financial Statements

For the Fiscal Year Ended September 30, 2024

Changes in the Net Pension Liability

	Total Pension Liability (a)	Plan Fiduciary Net Position (b)	Net Pension Liability/(asset) (a) - (b)
Balance at 12/31/2022	\$ 437,668,902	\$ 410,347,448	\$ 27,321,454
Changes for the year:			
Service Cost	12,339,241	-	12,339,241
Interest	29,339,786	-	29,339,786
Change of benefit terms	-	-	-
Difference between expected and actual experience	5,368,366	-	5,368,366
Changes of assumptions	(2,779,090)	-	(2,779,090)
Contributions - employer	-	7,350,594	(7,350,594)
Contributions - employee	-	5,416,546	(5,416,546)
Net investment income	-	47,560,119	(47,560,119)
Benefit payments, including refunds of employee contributions	(18,350,048)	(18,350,048)	-
Administrative expense	-	(302,140)	302,140
Other changes	-	(2,111)	2,111
Net changes	25,918,255	41,672,960	(15,754,705)
Balance at 12/31/2023	<u>\$ 463,587,157</u>	<u>\$ 452,020,408</u>	<u>\$ 11,566,749</u>

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/(asset) 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:

	1% Decrease in Discount Rate 5.75%	Discount Rate 6.75%	1% Increase in Discount Rate 7.75%
City's Net Pension Liability/(Asset)	\$ 76,350,016	\$ 11,566,749	\$ (41,742,164)

Pension Plan Fiduciary Net Position

Detailed information about the pension plan's Fiduciary Net Position is available in a separately-issued TMRS financial report, in the Schedule of Changes in Fiduciary Net Position, by Participating City. That report may be obtained on the at www.tmr.com.

Pension Expense and Deferred Outflows/Inflows of Resources related to Pensions

For the year ended September 30, 2024 the city recognized pension expense of \$10,065,579.

City of Bryan, Texas

Notes to the Financial Statements

For the Fiscal Year Ended September 30, 2024

At September 30, 2024 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	\$ 7,682,991	\$ -
Changes in actuarial assumptions	-	2,079,067
Difference between projected and actual investment earnings	11,498,789	-
Contributions subsequent to the measurement date	5,986,680	-
Total	<u>\$ 25,168,460</u>	<u>\$ 2,079,067</u>

Deferred outflows of resources of \$5,986,680 related to pensions resulting from contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability for the year ending September 30, 2025. Other amounts reported as deferred outflows and inflows of resources related to pensions will be recognized in pension expense as follows:

	Year Ended September 30
2025	\$ 5,826,033
2026	5,753,080
2027	9,495,930
2028	<u>(3,972,330)</u>
Total	<u>\$ 17,102,713</u>

10. EMPLOYEE HEALTH BENEFITS

The City established the Employee Benefits Trust Fund effective October 1, 1986, covering health benefits for eligible employees. At that time the Council approved a formal trust agreement establishing the Fund. Employee premium costs are shared by the City and the employee, while dependent coverage is paid by the employee. The City's contract with its third party administrator and reinsurer sets an individual stop loss deductible in the amount of \$225,000 and a maximum claims liability of \$14,001,413 for the twelve month period which began January 1, 2024 and ends December 31, 2024. These stop loss levels apply to both medical and prescription drug coverage. Dental coverage is not included. There were no significant reductions in insurance coverage in the current year from coverage in the prior year. For the City's aggregate stop loss coverage, there have been no settlements that have exceeded insurance coverage for the past three calendar years. The City's insurance carrier has paid out \$691,270 for calendar year 2022, \$390,789 for calendar year 2023, and \$559,308 for calendar year 2024 to date in settlements that exceeded the deductible applicable to individual stop loss coverage.

City of Bryan, Texas

Notes to the Financial Statements

For the Fiscal Year Ended September 30, 2024

The following schedule represents the changes in claims liabilities for the year:

	FY 2024	FY 2023
Beginning balance unpaid claims	\$ 1,059,000	\$ 1,166,000
Incurred claims	10,997,979	11,116,840
Claim payments	(11,104,979)	(11,223,840)
Ending balance unpaid claims	<u>\$ 952,000</u>	<u>\$ 1,059,000</u>
Amounts due in one year	\$ 952,000	\$ 1,059,000

11. OTHER POST-EMPLOYMENT BENEFITS

Effective January 1, 1991, by action of the City Council, the City began offering post-retirement health care benefits to employees. Effective January 1, 1993, retiree spouses were granted eligibility for benefits. Dependents were granted eligibility effective January 1, 1994. This plan is a single employer defined benefit, other post-employment benefit plan. A separate, audited GAAP-basis post-employment benefit plan report is not available.

On February 28, 2017, the City established the City of Bryan Post-employment Benefits Trust (Trust). The Trust is a single employer irrevocable trust established by action of the City Council. This trust is held by Public Agency Retirement Services (PARS) who is the administrator of the plan. US Bank serves as the trustee.

To qualify for healthcare an employee must be at least 60 years of age and have five years of TMRS service credit or have at least 20 years of service credit. In order to be eligible, employees must elect to retire at time of separation, must elect in writing to continue health benefits coverage at the time of separation, and must pay the appropriate premium. Coverage can continue for life.

Employees terminating before normal retirement conditions are not eligible for retiree health coverage. Employees who retire under a disability retirement are not eligible for retiree health coverage.

Eligible retirees may continue health insurance benefits for eligible spouses and dependents covered at the time of retirement. A dependent not covered under the plan at this time is not eligible for coverage. If the retiree elects to continue coverage for any dependent and on any subsequent date elects to discontinue coverage, the dependent is no longer eligible for coverage.

Survivors of employees who die while actively employed are not eligible for retiree health coverage. However, surviving spouses and dependents of Texas public officers (as defined by Texas Government Code, Chapter 615) killed in the line of duty are entitled to purchase continued health insurance benefits. The surviving spouse is entitled to continue to purchase health insurance coverage until the date the surviving spouse becomes eligible for federal Medicare benefits. Surviving dependent minor children are entitled to continue health insurance coverage until the dependent reaches the age of 18 years or a later date to the extent required by state or federal law. A surviving dependent who is not a minor child is entitled to continue health insurance coverage until the earlier of: (1) the date the

City of Bryan, Texas

Notes to the Financial Statements

For the Fiscal Year Ended September 30, 2024

dependent becomes eligible for group health insurance through another employer or (2) the date the dependent becomes eligible for federal Medicare benefits. Eligible survivors are entitled to purchase the continued coverage at the group rate for that coverage that exists at the time of payment.

Surviving covered spouses and dependents of deceased retired employees may continue health care coverage for up to 36 months through COBRA.

Once the retiree or spouse is enrolled in Medicare, the City's plan becomes the secondary payer. The retiree is responsible for payment of any Medicare premiums. The City does not provide any cash payment in lieu of electing the City's health care plan. Retirees who do not elect to continue coverage at time of separation are not eligible to opt back in.

The City does not offer life insurance coverage for retirees or their dependents. Employees who retire are eligible to convert their group life insurance coverage to a Whole Life Policy without accidental death and dismemberment until the employee reaches age 100 or a Group Term Life with AD&D until the employee reaches age 70.

The City's health care plan includes medical, dental, and prescription coverage. Retiree health plan coverage is the same as coverage provided to active City employees in accordance with the terms and conditions of the current City of Bryan Health Plan. The City also offers a fully insured optional vision plan that retirees and their dependents may purchase. The City Council reserves the right to modify premium amounts, to modify eligibility requirements and to modify or discontinue retiree health benefits.

In the year ended September 30, 2024, retirees paid \$606,259 in premiums and \$2,350,238 in claims and premiums were paid for post-retirement health care and administrative charges. As of September 30, 2024, the City has 79 retirees and 70 dependents participating in the plan.

The City also provides health benefits as required by the Federal Government under the Consolidated Omnibus Budget Reconciliation Act of 1985 ("COBRA"). COBRA requires employers that sponsor group health plans to provide continuation of group coverage to employees and their dependents under certain circumstances where coverage would otherwise end. Terminated employees who qualify under COBRA pay premium costs for themselves and dependents.

COBRA participants are reimbursed at the same levels as active employees. Participants paid premiums of \$16,777 and incurred claims and administrative expenses of \$3,545 during the year ended September 30, 2024. As of September 30, 2024, the City had five (5) COBRA participants.

Future year estimated claims for all health plan participants are actuarially determined by the reinsurer. All assets of the Employee Benefits Trust Fund are available for future claim payments for health plan participants.

Prior to January 1, 2010, all retirees electing health plan coverage received a health premium subsidy averaging 40%. Beginning January 1, 2010, the City implemented new eligibility requirements for subsidized retiree premiums. The new eligibility requirements require retirees to meet the 'Rule of 80' (sum of age plus years of service at retirement must equal at least 80), in order to receive the

City of Bryan, Texas

Notes to the Financial Statements

For the Fiscal Year Ended September 30, 2024

subsidized retiree premium. Retirees not meeting the 'Rule of 80' may still elect the City's retiree health plan coverage, but will not receive a subsidy.

Funding Policy and Annual OPEB Cost

During FY 2017, the City Council adopted a funding policy for the City's OPEB liability. During FY 2024 \$500,000 was contributed to the Trust. The long-term policy of the City is to contribute \$500,000 every year until the liability is fully funded, subject to annual appropriations and availability of funds.

The following is a summary of the employees covered by the Plan at December 31, 2023 (the measurement date):

Inactive plan members or beneficiaries currently receiving benefits	76
Inactive plan members entitled but not yet receiving benefits	0
Active plan members	<u>940</u>
Total plan members	1,016

Contributions to the Plan

For the year ended September 30, 2024, the City's contribution rate was \$1,281,592, or 1.55% of covered-employee payroll. (See the Required Supplementary section of this report for more information on contributions to the Plan). Employees are not required to contribute to the plan.

Net OPEB Liability

The City's net OPEB liability was measured as of December 31, 2023 (the measurement date), and the total OPEB liability used to calculate the net OPEB liability was determined by an actuarial valuation as of December 31, 2023. As of the measurement date the total OPEB liability was \$22,019,871 and the net OPEB liability (net of plan fiduciary net position of \$4,233,163) was \$17,786,708.

City of Bryan, Texas

Notes to the Financial Statements

For the Fiscal Year Ended September 30, 2024

The total OPEB liability, and the Actuarial Determined Contribution (ADC) at the measurement date were determined using the following actuarial assumptions, applied to all periods included in the measurement, unless otherwise specified:

Actuarial Cost Method	Individual Entry-Age Normal
Amortization Method	Level percentage of pay
Amortization Period	Closed, 24 years as of FYE24
Asset Valuation	Market Value
Investment Rate of Return	6.25%, net of investment expenses, including inflation
Inflation	2.50%
Salary Increases	3.50% to 11.50%, including inflation
Payroll Growth	1.50%
Demographic Assumptions	Based on the December 31, 2018 experience study as conducted for the Texas Municipal Retirement System (TMRS).
Mortality	For healthy retirees, the gender-distinct 2019 Municipal Retirees of Texas mortality tables are used. The rates are projected on a fully generational basis using the ultimate mortality improvement rates in the MP tables to account for future mortality improvements.
Health Care Cost Trend Rates	Initial rate of 7.00% declining to an ultimate rate of 4.15% after 13 years
Participation Rates	<u>Rule of 80</u> : 60% of pre-65 retirees and 6% of post-65 retirees; 90% of retirees are assumed to lapse coverage at age 65. <u>Under Rule of 80</u> : 10% pre-65 and 0% post-65

The actuarial assumptions used at the measurement date valuation were based on the results of an actuarial experience study performed as of December 31, 2022 and a measurement date of December 31, 2023.

For the purposes of the valuation performed as of December 31, 2023, the expected rate of return on OPEB portfolio investments is 6.25%. Based on the most recent expected rate of return from the City's Investment Manager for the OPEB Trust (PFM Asset Management) of 6.3%, management, in consultation with the City's actuary (GRS Consulting), has taken a conservative approach in assuming a rate of return on Trust assets resulting in a Single Discount Rate of 5.6%. The projection of cash flows used to determine the discount rate assumed that City contributions will be made at rates equal or in excess of the actuarially determined contribution rates. Based on those assumptions, the OPEB plan's fiduciary net position was projected to be available to make all projected OPEB payments for current active and inactive employees. Therefore, the long-term expected rate of return on OPEB plan investments was applied to all periods of projected benefit payments to determine the total OPEB liability.

City of Bryan, Texas

Notes to the Financial Statements

For the Fiscal Year Ended September 30, 2024

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return	Allocation-Weighted Long-Term Expected Real Rate of Return
Domestic Equity	39.00%	7.50%	2.93%
International Developed Equity	6.00%	7.10%	0.43%
Emerging Markets Equity	3.30%	7.40%	0.24%
Real Estate Investments	1.70%	7.00%	0.12%
Short-Term Bonds	10.00%	3.70%	0.37%
Core Fixed Incomes	33.50%	4.70%	1.57%
High Yield	1.50%	6.80%	0.10%
Cash	5.00%	2.70%	0.14%
Total	100.00%		5.90%
Expected Inflation			0.40%
Total Return			6.30%

Changes in the Net OPEB Liability

	Total OPEB Liability	Plan Fiduciary Net Position	Net OPEB Liability
Beginning Balance at 12/31/2022	\$ 21,777,277	\$ 3,293,848	\$ 18,483,429
Service cost	714,590	-	714,590
Interest on the total OPEB liability	1,363,127	-	1,363,127
Changes of benefit terms	-	-	-
Difference between expected and actual experience	(4,027,960)	-	(4,027,960)
Changes of assumptions	2,841,917	-	2,841,917
Employer contributions	-	1,149,080	(1,149,080)
Net investment income (loss)	-	460,516	(460,516)
Benefits payments	(649,080)	(649,080)	-
Administrative expense	-	(21,201)	21,201
Other	-	-	-
Net changes	242,594	939,315	(696,721)
Ending Balance at 12/31/2023	\$ 22,019,871	\$ 4,233,163	\$ 17,786,708
Plan Fiduciary Net Position as a Percentage of Total OPEB Liability			19.22%

Sensitivity of the Net OPEB Liability to Changes in the Discount Rate

The following shows the sensitivity of the net OPEB liability to a 1.0% increase and a 1.0% decrease in the discount rate assumption:

	1.0% Decrease 4.60%	Discount Rate 5.60%	1.0% Increase 6.60%
Net OPEB Liability	\$ 20,378,330	\$ 17,786,708	\$ 15,560,572

City of Bryan, Texas

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For the Fiscal Year Ended September 30, 2024

Sensitivity of the Net OPEB Liability to Changes in the Healthcare Cost Trend Rate

The following shows the sensitivity of the net OPEB liability to a 1.0% increase and a 1.0% decrease in the healthcare cost trend rate assumption:

	1.0% Decrease	Current Rate Assumption	1.0% Increase
Net OPEB Liability	\$ 15,239,808	\$ 17,786,708	\$ 20,866,722

OPEB Expense and Deferred Outflows of Resources

For the year ended September 30, 2024, the City recognized OPEB expense of \$2,013,488. At September 30, 2024, the City reported deferred outflows of resources related to OPEB from the following sources and in the following amounts:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual economic experience	\$ 2,411,193	\$ 3,810,751
Changes in actuarial assumptions	2,514,809	811,330
Difference between projected and actual investment earnings	168,879	-
Contributions subsequent to the measurement date	1,208,190	-
Total	<u>\$ 6,303,071</u>	<u>\$ 4,622,081</u>

The \$1,208,190 reported as deferred outflows of resources related to OPEB resulting from contributions made after the measurement date will be recognized as a reduction of the net OPEB liability for the year ending September 30, 2025. Amounts reported as deferred outflows of resources related to OPEB will be recognized in OPEB expense as follows:

Year Ending September 30	Net Deferred Outflows (Inflows)
2025	\$ 162,260
2026	186,180
2027	198,086
2028	47,807
2029	112,427
Thereafter	(233,960)
Total	<u>\$ 472,800</u>

See page 48 for the statement of fiduciary net position for the OPEB Trust Fund.

City of Bryan, Texas

Notes to the Financial Statements

For the Fiscal Year Ended September 30, 2024

12. DEFERRED COMPENSATION PLAN

The City offers its employees a deferred compensation plan created in accordance with Internal Revenue Code Section 457. The plan, as amended, is available to all employees, and permits them to defer a portion of their salary until future years. The plan funds are not available to employees until termination, retirement, death, or emergency.

All amounts of compensation deferred under the plan (until paid or made available to the employee or other beneficiary) were placed in trust for the exclusive benefit of the participants and the beneficiaries. This is in accordance with changes made to Section 457 of the Internal Revenue Code. Since the City is no longer the Plan Administrator or the trustee, the assets of the Plan are no longer a reportable fund in the City's basic financial statements.

Similar to the Section 457, the City of Bryan offered its employees the Retiree Health Savings (RHS) Plan. The plan allowed employees to make pre-tax contributions from their salary or accrued leave time to fund medical expenses for employees and their family on a tax-free basis during retirement. Once an employee elected to participate, this cannot ever be changed or revoked unless there is employment separation.

Like the Section 457, all amounts of compensation deferred under the plan (until paid or made available to the employee or other beneficiary) were placed in trust for the exclusive benefit of the participants and the beneficiaries. The City is not the Plan Administrator or the trustee; therefore, the assets of the Plan are not a reportable fund in the City's basic financial statements.

13. TEXAS MUNICIPAL POWER AGENCY

The Texas Municipal Power Agency ("TMPA") was created in July 1975 by concurrent ordinances of the Texas cities of Bryan, Denton, Garland, and Greenville ("Member Cities") pursuant to Acts 1995 64th Leg. Ch. 143, sec 1 (the "Act"). Under the provisions of the Act, TMPA is a separate municipal corporation. TMPA is exempt from federal income tax under section 115 of the Internal Revenue Code.

Until September 18, 2018, TMPA operated the Gibbons Creek power plant, a coal-fired generating plant located in Grimes County, Texas with a net generating capability of 470 megawatts. The plant began commercial operation on October 1, 1983. On June 6, 2019, the TMPA Board of Directors voted to permanently retire the plant. The plant was decommissioned and retired in FY 2022, but TMPA continues to own and operate approximately 350 circuit miles of transmission lines and 14 substations within ERCOT.

TMPA is governed by a Board of Directors made up of two representatives from each Member City and is empowered to plan, finance, acquire, construct, own, operate and maintain facilities to be used in the business of generation, transmission and sale of electric energy to each Member City. Each of the Member Cities entered into separate but identical Power Sales Contracts with TMPA (as amended, the "TMPA Agreements"). For more than 40 years, the TMPA Agreement governed the relationship between, and the rights and obligations of, TMPA and each of the Member Cities with respect to, among other items, generation, including Gibbons Creek, transmission and sale of electric energy to

City of Bryan, Texas

Notes to the Financial Statements

For the Fiscal Year Ended September 30, 2024

each Member City. Under the terms of the TMPA Agreement, each of the Member Cities was unconditionally obligated to pay to TMPA, without offset or counterclaim and without regard to whether energy was delivered by TMPA to the Member Cities, its percentage of TMPA's Annual System Cost as defined in the TMPA Agreement, including the payment of TMPA's debt service requirements and operating and maintenance expenses in the following percentages: City of Bryan – 21.7%; City of Denton – 21.3%; City of Garland – 47.0% and City of Greenville – 10.0%. On September 1, 2018 TMPA made the final debt service payment on TMPA's generation debt which extinguished the Member City's unconditional obligation with respect to such TMPA debt. The TMPA Agreement has expired by its terms and none of the Member Cities elected to extend the TMPA Agreement beyond September 30, 2018.

Effective September 1, 2016, TMPA and the Member Cities entered into a Joint Operating Agreement ("JOA"). In general, the purposes of the JOA include: (i) funding TMPA operations such as mine reclamation, transmission service, and plant decommissioning following expiration of the Power Sales Contract ("PSC") (ii) subject to certain exceptions, requiring Member City approval for the issuance of new debt, the execution of certain significant contracts, and the sale of property exceeding \$10 million in value (iii) specifying provisions for determining how costs of TMPA and proceeds from the sale of assets are to be allocated among the Member Cities (iv) providing for the establishment by TMPA of reserve funds for the decommissioning of the plant and the indemnification of TMPA Board Members and Member City officials, employees, contractors, and agents and (v) dividing the operations of TMPA into three business functions-mine, generation, and transmission-and requiring separate budgets and books for each business function.

The PSC provided that upon dissolution of TMPA, the assets of TMPA will automatically be transferred to the Member Cities, with each Member City receiving an undivided interest in the assets of TMPA in proportion to the amount paid by the Member City to TMPA. The JOA, for purposes of implementing the automatic transfer of assets upon dissolution of TMPA, requires TMPA to periodically make this calculation for each business unit, and sets out formulas for making these calculations. Under the JOA, these ownership calculations are relevant not only to the allocation of assets upon dissolution of TMPA, but also to the allocation of certain proceeds from the sale of assets, and in some cases, the allocation of TMPA costs.

If requested by a majority of the Member Cities, TMPA is required by the JOA to transfer a divided interest in the transmission system to each Member City. Under this partition process, the objective is for each City to receive ownership of transmission facilities in the vicinity of the Member City, and in proportion to the Member City's ownership interest in the transmission business. Any such transfer of transmission assets must be in compliance with relevant bond covenants, including those requiring defeasance of all or a portion of transmission debt.

The JOA includes a reclamation plan for the mine, requires the development of a decommissioning plan, and sets out standards for environmental remediation. TMPA is required to comply with these plans and standards.

Under the JOA, in discharging its contractual obligations, including mine reclamation, decommissioning, transmission service, environmental remediation, indemnification, and other obligations, TMPA is rendering services to the Member Cities. The JOA obligates each Member City

City of Bryan, Texas

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For the Fiscal Year Ended September 30, 2024

to pay the cost of these services, and to collect rates and charges for electric service sufficient to enable it to pay to TMPA all amounts due under the JOA for these services. A Member City's payment obligations under the JOA are payable exclusively from such electric utility revenues and constitute an operating expense of its electric system.

Unless terminated earlier through the mutual consent of all parties, the JOA remains in effect until the dissolution of TMPA.

Gibbons Creek power plant's operational status with ERCOT transitioned to: Seasonal Operations, effective September 26, 2017 (operated from May 21, 2018 through September 18, 2018); Reserve Shutdown, effective October 1, 2018; and Indefinite Mothball, effective June 1, 2019. On June 28, 2019, a notification to ERCOT was made to remove Gibbons Creek from the ERCOT system, effective October 23, 2019. The unit was actually removed from the ERCOT system on October 30, 2019. Due to the significant decline in the service utility of the generation assets, such assets were largely impaired as of September 30, 2017, with a final impairment on September 30, 2018. Effective September 1, 2018, the only debt remaining at TMPA is Transmission Debt.

In 2016 and 2017, TMPA issued requests for proposals ("RFPs") regarding the proposed sale of Gibbons Creek power plant and certain transmission assets. Proposals received in connection with the 2016 and 2017 RFP's were pursued, but negotiations were ultimately discontinued.

In 2019, TMPA issued a request for proposal (RFP) involving the sale of generation assets. In 2019 and throughout 2020, TMPA was in negotiations regarding the proposal from Gibbons Creek Environmental Redevelopment Group, LLC ("GCERG"). In December 2020, TMPA and GCERG came to an agreement on terms for the sale of the Gibbons Creek Steam Electric Station and the assumption of all environmental liabilities. At that time the TMPA Board authorized the TMPA General Manager to take the necessary steps to complete the transaction. During January, 2021 the governing bodies of the four member cities approved the sale and the finalization of closure related documents.

On February 10, 2021, TMPA's Gibbons Creek power plant was sold to GCERG. BTU removed the decommissioning/environmental remediation liability and the associated regulatory asset as of that date. Additionally, BTU established a regulatory asset in the amount of \$7,842,767 associated with the power plant sale on February 10, 2021. The regulatory asset will be amortized in future periods when their costs are included in electric rates.

During the year ended September 30, 2024, the City Electric System paid TMPA \$459,606 for power purchases and related activity under the contract. As of September 30, 2024, the City Electric System had nothing payable to TMPA.

At September 30, 2024, BTU's portion of outstanding TMPA bonds and note purchase agreement was approximately \$44.9 million.

City of Bryan, Texas

Notes to the Financial Statements

For the Fiscal Year Ended September 30, 2024

TMPA's Annual Financial Report for the year ended September 30, 2024 reported the following:

	FY 2024
Total Assets	\$ 225,091,000
Total Liabilities	233,053,000
Total Deferred Inflows of Resources	5,190,000
Total Net Position	<u>\$ (13,152,000)</u>
Change in Net Position	
for year ended September 30, 2024	\$ 12,054,000

TMPA's audited financial statements may be obtained by writing TMPA, P.O. Box 7000, Bryan, TX 77805.

14. BRAZOS VALLEY SOLID WASTE MANAGEMENT AGENCY

In 2010, the City Councils of Bryan and College Station approved, through an interlocal agreement, the creation of a local government corporation, BVSWM, Inc., which currently owns and manages landfill operations for both Cities. The expectation was that a combined landfill operation will minimize solid waste management costs for both Cities. BVSWM, Inc. superseded a previous agreement established in 1990 which combined landfill operations under the then newly created Brazos Valley Solid Waste Management Agency (BVSWM). The powers of BVSWM, Inc. are vested in a seven member Board of Directors, consisting of appointees from each City Council.

The bylaws for BVSWM, Inc., establish powers that include the issuance of debt, acquisition of land and equipment, the hiring of a general manager and staff to maintain and operate the facilities and the establishment of tipping fees. BVSWM, Inc., revenues are derived from tipping fees paid by landfill customers that include the Cities of Bryan and College Station, other unaffiliated businesses and the general public.

BVSWM, Inc. owns two landfill sites. The initial landfill site known as Rock Prairie Landfill, located in College Station, was closed in 2011 as it reached operating capacity. The Twin Oaks Landfill, located in Grimes County, was opened in 2011 and has an expected capacity of over 50 years.

In 2010, the City issued \$5,145,000 in Certificates of Obligation, Series 2010 to finance the construction of the Twin Oaks Landfill site. BVSWM has agreed to pay the City an amount equal to the future debt service requirements of these certificates of obligation. In April 2020, the City refunded the Series 2010 with the Series 2020 refunding bonds. The savings from refunding were passed through to BVSWM. At September 30, 2024, the City reported a receivable in the amount of \$1,571,413 of which \$320,000 is due and payable to the City within one year.

The City of Bryan and the City of College Station each recognize a 50% ownership in BVSWM, Inc. The City of Bryan's 50% ownership is reflected in the Solid Waste Fund.

City of Bryan, Texas

Notes to the Financial Statements

For the Fiscal Year Ended September 30, 2024

BVSWMA's audited annual financial statements for the year ended September 30, 2024 reported the following:

	<u>FY 2024</u>
Total Assets	\$ 65,542,373
Total Liabilities	12,229,480
Total Deferred Inflow of Resources	93,961
Total Net Position	<u>\$ 53,218,932</u>
Change in net position for the year ended September 30, 2024	\$ 4,207,361
Bryan's undivided 50% share of changes in net position for the year ended September 30, 2024	\$ 2,103,680

Audited financial statements for BVSWMA, Inc. may be obtained by writing BVSWMA, Inc., 2690 Hwy. 30, Anderson, TX 77830.

15. INTERFUND BALANCES

Interfund receivable and payable balances at September 30, 2024 are as follows:

<u>Receivable Fund</u>	<u>Payable Fund</u>	<u>Amount</u>
General	City Electric	\$ 4,015,074
	Nonmajor Governmental	487,169
Nonmajor Governmental	City Electric	165,510
	Debt Service Fund	54,680
City Electric	Rural Electric	7,192,425
Internal Service	City Electric	42,245
Water	City Electric	443,831
Wastewater	City Electric	397,544
Nonmajor Enterprise Funds	City Electric	233,155
Total		<u>\$ 13,031,632</u>
<u>Interfund Advance</u>	<u>Payable Fund</u>	
Debt Service Fund	City Electric	13,056,069
	Water	1,532,708
	Wastewater	1,847,261
	Nonmajor Enterprise	1,864,987
	Internal Service Funds	478,478
		<u>\$ 18,779,503</u>

City of Bryan, Texas

Notes to the Financial Statements

For the Fiscal Year Ended September 30, 2024

Interfund receivable and payable balances result from the time lag between the dates that interfund goods and services are provided or reimbursable expenditures occur. Transactions are recorded in the accounting system and payments between funds are made. The interfund balances presented agree with the sum of interfund balances in the balance sheet for governmental funds and statement of net position for proprietary funds.

Interfund advances represent amounts owed between funds for the establishment of pension obligation bonds.

16. INTERFUND TRANSFERS

Interfund transfers for the year ended September 30, 2024 are as follows:

<u>Transfers In</u>	<u>Transfers Out</u>						<u>Total</u>
	General Fund	Nonmajor Governmental Funds	City Electric Fund	Water Fund	Wastewater Fund	Nonmajor Enterprise Funds	
General Fund	\$ -	\$ 3,427,313	\$ 14,842,469	\$ 764,244	\$ 738,136	\$ 832,458	\$ 20,604,620
Debt Service	95,276	2,034,651	297,960	34,979	42,157	42,562	2,558,505
Nonmajor Governmental Funds	4,846,172	3,827,089	-	-	-	-	8,673,261
Water Fund	30,717	-	-	-	-	15,358	46,075
Wastewater Fund	293,373	-	-	-	-	19,462	312,835
Nonmajor Enterprise Funds	1,611,800	-	-	29,103	4,370	5,787,695	7,432,968
Internal Service Funds	124,733	-	-	77,612	74,840	-	377,185
Total transfers out	<u>\$ 7,002,071</u>	<u>\$ 9,289,053</u>	<u>\$ 15,140,429</u>	<u>\$ 905,938</u>	<u>\$ 859,503</u>	<u>\$ 6,697,535</u>	<u>\$ 40,005,449</u>

Transfers are primarily used to move funds from:

- The proprietary funds to the General Fund for use of City owned rights-of-way and as payments in lieu of property taxes
- The transfers to the Debt Service Fund as payments in for debt service payments as they become due and payments towards the interfund advance
- The transfers from the General Fund for funding support for various projects including parks and recreation and airport improvements.

The sum of all transfers presented agrees with the sum of interfund transfers presented in the governmental and proprietary fund financial statements.

City of Bryan, Texas

Notes to the Financial Statements

For the Fiscal Year Ended September 30, 2024

17. ADMINISTRATIVE ALLOCATIONS TO OTHER FUNDS

The General Fund provides general and administrative support services to the City Electric Fund, Rural Electric Fund, Water Fund, Wastewater Fund, Solid Waste Fund, Insurance Fund, Special Projects Fund, Employee Benefits Fund, Bryan Commerce and Development Fund, and Coulter Airfield Fund. Costs of these services are allocated as follows:

	<u>General Fund</u>
<u>Administrative costs allocated to:</u>	
City and Rural Electric Fund	\$ 4,235,386
Water Fund	563,155
Wastewater Fund	596,266
Nonmajor Enterprise Fund (Solid Waste Fund)	650,417
Internal Service Fund (Insurance Fund)	235,497
Street Improvement	50,819
Drainage Fund	161,229
Employee Benefits Fund	203,450
Warehouse Fund	48,044
Bryan Commerce & Development	73,839
Coulter Airfield Fund	154,957
	<u>\$ 6,973,059</u>

18. LITIGATION MATTERS

There are currently sixteen litigation matters in which the City is involved. In three of these matters, in the event of an unfavorable outcome in the lawsuit, the City would be covered by insurance and the financial statements of the City would not be materially affected. In three of these matters, there appears to be a low likelihood that the City would be exposed to significant damages and in the event of an unfavorable outcome in the lawsuits the financial statements of the City would not be materially affected. Three of these matters are administrative appeals and the financial statements of the City would not be materially affected in the event of an unfavorable outcome. Three of the matters relate to the City acquiring property interests and would resolve the amount of compensation the City would pay in exchange for the interests. Three matters involve the City or its local government corporation, BCD, asserting a claim against another party. Subject to following comment regarding The Turner Lawsuit, in all other claims asserted against the City, in the event of an unfavorable outcome in the lawsuits the financial statements of the City would not be materially affected.

On April 26, 2021, Randy Turner and many other plaintiffs filed a lawsuit ("The Turner Lawsuit" or the "lawsuit") against several hundred defendants, including the City Electric System, in state district court. The lawsuit alleges numerous causes of action regarding personal injuries and alleged property damage arising from the 2021 Winter Weather Event. The Turner Lawsuit has been transferred to a multi-district litigation (MDL) pre-trial court, where over 150 other similar lawsuits have been transferred. In January 2022, the plaintiffs in the MDL amended their petitions to add most of the existing defendants to most of the existing lawsuits pending in the MDL, such that the City Electric

City of Bryan, Texas

Notes to the Financial Statements

For the Fiscal Year Ended September 30, 2024

System is now named as a defendant in a total of 104 lawsuits pending in the MDL. The amended petitions in which BTU is named are very similar in allegations and causes of action alleged, including The Turner Lawsuit. The City Electric System denies any wrongdoing, denies any liability for the alleged injuries or damages, and intends to vigorously defend itself against the claims.

As of the date of this report, management, in consultation with counsel, have determined that we do not believe any potential loss is estimable and as such have not determined that a liability to the City Electric System or the City exists. We currently are not in a position to comment on the potential outcome, likelihood of result, estimate of any potential loss, or whether any such loss would be material.

19. RISK MANAGEMENT

In fiscal year 1989, the City decided not to purchase commercial liability insurance. At that time, City management believed that it was more economical to manage liability risks internally and set aside assets for the payment of claims in an internal service fund. The “Insurance Fund” was established to service all claims for risk of losses relating to general liability and workers’ compensation.

In fiscal year 2022, the City moved its liability insurance program to the Texas Municipal League Intergovernmental Risk Pool (TMLIRP). TMLIRP coverage provides a \$2,000,000 limit per occurrence/\$6,000,000 aggregate limit for general liability with a \$500,000 deductible for claims. This coverage became effective October 1, 2022. Liability insurance providing a \$3,000,000 limit per occurrence/\$6,000,000 aggregate limit for police liability, and \$2,000,000 limit per occurrence/\$4,000,000 aggregate limit for public officials, and employment practices, with a \$500,000 deductible was purchased with coverage effective October 1, 2023. Auto liability insurance providing a \$3,000,000 limit for each occurrence with a \$500,000 deductible was purchased with coverage effective October 1, 2023. Worker’s compensation coverage is provided at Texas Statutory limits with \$1,000,000 retention. There have been no settlements that have exceeded insurance coverage for each of the past three fiscal years.

All funds of the City participate in the Insurance Fund. The costs of providing claims servicing and claims payment are allocated by charging each fund a “premium” based upon a percentage of the respective fund’s estimated current-year payroll and expenses and management’s estimate of projected current costs. These charges consider exposure and recent trends in actual claims experience of the City as a whole and make provision for catastrophic losses.

The Insurance Fund liabilities are reported when it is probable that a loss has occurred and the amount of that loss can be reasonably estimated. The City has recorded a potential liability in the amount of \$1,614,738 for claims that have been incurred but not reported as of September 30, 2024. Because actual claims liabilities depend on such complex factors as changes in legal doctrines and damage awards, the process used in computing liability does not necessarily result in an exact amount. Claims liabilities are reevaluated periodically to take into consideration recently settled claims, the frequency of claims and other economic and social factors.

City of Bryan, Texas

Notes to the Financial Statements

For the Fiscal Year Ended September 30, 2024

The schedule below represents the changes in estimated claims liabilities:

	<u>2024</u>	<u>2023</u>
Unpaid claims at beginning of fiscal year	\$ 1,619,915	\$1,249,961
Change in unpaid claims	1,348,040	898,182
Claim payments	<u>(1,030,269)</u>	<u>(528,228)</u>
Total unpaid claims at end of fiscal year	<u>\$ 1,937,686</u>	<u>\$ 1,619,915</u>
Amounts due in one year	\$ 703,374	\$ 531,926

Texas law limits recovery, under legislatively defined governmental functions, to \$500,000 per occurrence. Claims proceeding from proprietary functions are not limited.

20. COMMITMENTS AND CONTINGENCIES

Traditions Development

In 1999, the City embarked on a major development program for the City's west side encompassing approximately 850 acres. The City identified the land for possible development, located in Brazos County east of Highway 47 and south of Villa Maria Road. The City believed that a public interest would be served by purchasing this land and that economic development would be stimulated by developing this land into a first class resort, golf course, and planned community known as the Bryan Resort Project (subsequently known as the Traditions Development).

As a result, the City and Jordan Community Properties, L.P. entered into a Master Economic Development Agreement ("MEDA") in 1999. One of the provisions of the MEDA was for the City to create a local government corporation to aid the City in completion of certain provisions in the MEDA. The local government corporation created was Bryan Commerce and Development, Incorporated ("BCDI"). BCDI purchased the land, identified by the City, for development. The City agreed to provide public infrastructure improvements including all major arterial streets, all major utilities including electrical, gas, water, sewer, telephone, cable, drainage structures, water delivery systems, street lighting, landscaping of median entryways, all signage for the project, traffic signals, entryway structures, and lighting necessary for the project.

The partnership between BCDI and Jordan Community Properties, L.P. was named Bryan/Jordan L.P. (subsequently known as Bryan/Traditions, L.P.). Bryan/Jordan L.P. was formed as a limited partnership, in 2000, under the laws of the State of Texas. The partners in Bryan/Jordan L.P. were CFJ Properties, Inc., a Texas corporation and the general partner, BCDI, a Texas local government corporation, a limited partner, and Jordan Community Properties, L.P., a Texas limited partnership and a limited partner. The partnership interest was as follows: 1%, 55% and 44% for Jordan Properties, Inc. or an affiliate thereof, Jordan L.P. and BCDI, respectively.

The purpose of Bryan/Jordan L.P. was to develop a portion of the land, purchased by BCDI, into a planned community, including a residential community and a commercial development. This

City of Bryan, Texas

Notes to the Financial Statements

For the Fiscal Year Ended September 30, 2024

community would become known as Traditions. In order for Bryan/Jordan L.P. to develop the land, BCDI would periodically contribute portions of the land, as a partnership contribution, to Bryan/Jordan, L.P. by a special warranty deed.

Several changes to the original partnership agreement have taken place since 2000. The following is a history of the changes that have occurred.

In 2004, the partnership agreement was amended to reflect the change in names of certain partners. CFJ Properties, Inc. was now known as Rosemel Properties, Inc. and Jordan Community Properties, L.P. was now known as Melrose Community Properties, L.P. In addition, the name of the partnership was changed from Bryan/Jordan, L.P. to Bryan/Traditions, L.P.

In 2009, the partnership agreement was amended and restated ("Amendment") to reflect certain changes. Traditions Acquisition Partnership, GP, LLC, a Texas limited liability company, acquired the general partnership interest originally owned by CFJ Properties, Inc. and subsequently known as Rosemel Properties, Inc. Traditions Acquisition Partnership GP, a Texas limited partnership, acquired the limited partnership interest originally owned by Jordan Community Properties, Inc. subsequently known as Melrose Community Properties, L.P. Concurrent with the Amendment, Traditions Acquisition Partnership, L.P. agreed to acquire a group of loans payable from Bryan/Traditions, L.P. and payable to M&I Bank, relating to the Melrose entities, with a balance at the closing date of \$1,840,432. Traditions Acquisition Partnership, L.P. executed a release that released the guarantors from their respective obligations for the loan from M&I Bank to Bryan/Traditions, L.P. In consideration for Traditions Acquisition Partnership, L.P.'s contribution, the Amendment specified the deeding of 34 existing lots, within the Traditions Development, from Bryan/Traditions, L.P. to Traditions Acquisition Partnership.

Other special provisions of the Amendment provided that:

- BCDI agreed to provide funding for the construction of a future bridge, roadways or other infrastructure as future development occurs.
- Upon Traditions Acquisition Partnership's completion of a club house to certain specifications, additional provisions were activated.

Traditions Acquisition Partnership completed the club house as specified in the Agreement on March 1, 2011. The subsequent provisions included that Traditions Acquisition Partnership is entitled to receive the first \$150,000 of the net sales proceeds of each of the next 20 lots developed by Bryan/Traditions, L.P., and additionally, that Traditions Acquisition Partnership has the option to purchase 50 acres of BCDI land known as Parcel 35 for \$1. If they choose to exercise the option to purchase Parcel 35, they forgo a number of construction commitments by the City.

Prior to FY 2017, Traditions Acquisition Partnership had received proceeds for all 20 of the committed 20 lots from which the partnership is entitled to receive the first \$150,000 of net sales proceeds, thereby fulfilling that obligation under the Amendment. Also in 2016, Traditions Acquisition Partnership exercised its option to purchase Parcel 35 for \$1, eliminating the City's future obligations for a bridge, roadways and other infrastructure under the Amendment.

City of Bryan, Texas

Notes to the Financial Statements

For the Fiscal Year Ended September 30, 2024

Except as noted above, the partnership interest is: 1%, 55% and 44% for Traditions Acquisition Partnership, GP, LLC, Traditions Acquisition Partnership GP and BCDI, respectively, on lot sales and 25% and 75% for Traditions Acquisition Partnership GP and BCDI, respectively, on larger parcel sales. In 2000, the City approved an Ordinance creating Tax Increment Reinvestment Zone Ten ("TIRZ Ten"). TIRZ Ten, which includes most of the Traditions Development, funds public infrastructure improvements as further described in Note 25.

The Traditions Development currently includes a Jack Nicklaus designed golf course, an 800 acre high-end housing development and the new Atlas/Lake Walk development. At September 30, 2023, BCDI holds approximately 168 acres under the Agreement that remain to be developed. The Partnership is expected to stay operational until all Partnership property is sold. There is no debt outstanding related to land held by BCDI in the Traditions development. The City anticipates that the proceeds from BCDI's portion of future land sales will exceed the cost of future City infrastructure required by the Traditions and Lake Walk Development.

Through September 30, 2024, the City of Bryan has invested \$41.7 million towards land, infrastructure and operating costs in the Traditions development. Funding sources include TIRZ Ten tax revenues, Traditions land sales, Water and Wastewater funds, the General fund and Special Projects funds.

In November 2020, the City of Bryan and Bryan Commerce and Development purchased the former Nutrabolt campus for the development of the new Lake Walk Innovation Center, now referred to as Design Spark Innovation Center. The Innovation Center is comprised of a collection of companies that occupy the 27,000 square foot office building portion of the former Nutrabolt campus, all aligned with a single vision. It is organized and funded by a group of individuals and companies who desire to foster meaningful innovation in this region and support Texas A&M. Individually and collectively, they invest in locating and nurturing startup and early stage companies that will be moved to The Lake Walk Innovation Center with the express purpose of growing them to the point where they can successfully operate on their own in the Brazos Valley. The acquisition of the former Nutrabolt campus was via a combination of third-party bank debt, secured by real estate and tax revenues for the City of Bryan, and an equity investment by BCD of \$2,760,000 plus closing costs and fees. Additional capital and operating reserves are funded by BCD and Traditions Acquisition Partnership, LP via a Chapter 380 Economic Development Agreement. The Design Spark Innovation Center was sold in November 2023.

In October 2022, Bryan Commerce and Develop purchased a portion of the 55% limited partnership interest in Bryan/Traditions. In addition, five (5) key tracts on both Turkey Creek and Raymond Stotzer Parkway were acquired. The transaction included (i) the formation of a new entity, Bryan/Traditions Residential, (ii) the purchase by Bryan Commerce and Development (BCD) of tracts or parcels of commercial real property currently owned in fee by Traditions Acquisition Partnership (TAP) (iii) the amendment to the terms and conditions of the Memorandum of Master Economic Development Agreement (MEDA) and Memorandum of Traditions Development Agreement (TDA) to address the creation of Bryan/Traditions Residential and to include the tracts or parcels of commercial real property owned in fee by BCD, and (iv) the acquisition by William Cole (WC) and BCD of TAP's fifty-five percent (55.00%) limited partnership interest in Bryan/Traditions and consented to the acquisition by William Cole of the TAP General Partnership interest. The expenditures included a purchase of equity interest in the partnership for \$1.8 million and additional properties for \$3.0 million, combined for a total expenditure of \$4.8 million.

City of Bryan, Texas

Notes to the Financial Statements

For the Fiscal Year Ended September 30, 2024

City of Bryan and Brazos County Economic Development Foundation Inc.

In 2009, the City of Bryan and Brazos County entered into an agreement to create the City of Bryan and Brazos County Economic Development Foundation Inc. ("BBCEDF"), a local government corporation formed under Subchapter D of Chapter 431 of the Texas Transportation Code. The BBCEDF was created to promote, develop, encourage and maintain employment, commerce, and economic development in the City and the County. In 2009, the BBCEDF purchased 191 acres of land in north Brazos County to be developed as a business park. Also in 2009, the BBCEDF entered into an option agreement that gave BBCEDF the right to purchase up to 724 adjacent acres. In fiscal year 2016, BBCEDF exercised the option to purchase 709 acres under the option agreement. In fiscal year 2017, BBCEDF purchased an adjacent 119 acres. The business park, known as the Texas Triangle Park, is currently the primary focus for economic development for the BBCEDF. In fiscal year 2024, the BBCEDF purchased 60 acres of land. Through September 30, 2024, the BBCEDF has sold or conveyed a total of 841 acres for economic development, rail easements, and water well sites. Currently, the BBCEDF has a total of 238 acres for sale.

The City of Bryan's 50% ownership in BBCEDF is reflected on the Statement of Net Position as Investment in Economic Development Foundation.

Destination Bryan

In 2021, the City of Bryan entered into a funding agreement with Destination Bryan, a local 501(c)(6) tax exempt, Texas non-profit corporation. Destination Bryan was created for the promotion of tourism and the hotel convention industry, and to be the City of Bryan's destination marketing organization, now and in the future. Destination Bryan's funding is primarily derived from the funding agreement with the City of Bryan.

Destination Bryan is reflected on the government wide statements in the Balance Sheet and Statement of Revenues, Expenditures, and Changes in Fund Balances.

Research Valley BioCorridor

In December 2011, the Cities of Bryan and College Station (the "Cities") adopted an inter-local agreement (ILA) for the development of the Research Valley BioCorridor. The purpose of the BioCorridor is to attract bio-related industries that develop life-changing medical technologies, build tax base, and attract high-paying jobs and investment to the Cities. The ILA outlines a number of ways the Cities will work together to create and manage an environment conducive for development and growth of the BioCorridor. The agreement applies to four tracts of land totaling approximately 196 acres owned by Bryan Commerce and Development, of which, approximately 147 acres are located in College Station.

The agreement provides for the joint construction and cost-sharing of HSC Parkway, the major roadway within the BioCorridor, creation of joint development standards, ad valorem revenue sharing on real and personal properties, sewer service to be provided by Bryan; Water service to be provided by College Station and a swap of exclusive sewer service territories that enables each City to more effectively provide service due to terrain and proximity to existing sewer systems.

City of Bryan, Texas

Notes to the Financial Statements

For the Fiscal Year Ended September 30, 2024

Through September 30, 2024, The City of Bryan has expended \$6.4 million on roadways and sewer improvements under the agreement. Ad valorem taxes to be shared under the agreement are based on the lower of the Cities of Bryan and College Station's O&M tax rates, subject to a minimum rate of \$0.24 per \$100 valuation, and will be split on a 50/50 basis. Through September 30, 2024, the City of Bryan has paid a total of \$218,800 to the City of College Station under the tax sharing agreement.

Bryan Texas Utilities

BTU purchase and construction commitments were \$380.2 million at September 30, 2024. This amount primarily includes provisions for future fuel and energy purchases.

On July 1, 2024, BTU executed forward market power purchases for a year term 2026 for BTU's wholesale supply agreement with one counterparty to support a portion of Texas A&M University's (TAMU) projected baseload energy requirements over the respective year for the total power purchase of approximately 108,690 MWh.

On March 24, 2023, BTU executed forward market power purchases for a year term 2024 and a 2-year term from 2025 to 2026, for BTU's wholesale supply agreement with Texas A&M University (TAMU) to support a portion of TAMU's projected baseload energy requirements over those respective years. BTU transacted with two counterparties for the total power purchase of approximately 397,320 MWh.

On April 5 and November 15, 2018, BTU executed forward market power purchases for a 5-year term from 2023 to 2027, to support BTU's projected baseload energy requirements over those respective years. BTU transacted with two counterparties with total future commitments of approximately 3,473,960 MWh.

On October 8, 2018, BTU entered into a 15-year power purchase agreement with an energy developer that was to construct a photovoltaic solar power plant in northeast Texas. The original agreement had an estimated commercial operation date of June 2022, and BTU was to purchase the output from 150 MW of generating capacity (100 MW for BTU and 50 MW on behalf of TAMU). Due to supply chain delays, BTU and the developer executed an amendment on August 31, 2022 that postponed the commercial operation date to December 31, 2022, and reduced the purchase output to 125 MW of generating capacity (75 MW for BTU and 50 for TAMU) with total future commitments of approximately 2,423,931 MWh for the revised 14-year term.

On August 28, 2014, BTU entered into a 25-year power purchase agreement with Los Vientos Windpower, LLC, a subsidiary of Duke Energy. Under the agreement, BTU purchases 33% of the output from wind turbines with a generating capacity of 110 MW from the Los Vientos V wind project in Starr County, Texas; which began commercial operation in December 2015.

On October 14, 2010, BTU entered into a 15-year power purchase agreement with Peñascol II Wind Power, LLC, a subsidiary of Iberdrola Renewables; now known as Avangrid Texas Renewables, LLC (Avangrid). Under the agreement, which extends from January 1, 2011 to December 31, 2025, BTU

City of Bryan, Texas

Notes to the Financial Statements

For the Fiscal Year Ended September 30, 2024

will purchase the output from wind turbines representing 30MW of generating capacity from Avangrid's existing Peñascal 2 Wind Project in Kenedy County, Texas.

On April 30, 2010, BTU entered into a 25-year power purchase agreement with Fotowatio Renewable Ventures (FRV). FRV owns and operates a photovoltaic solar power plant in Presidio County, Texas. Under the agreement, which extends from 2013 to 2037, BTU will purchase the output from the 10MW facility.

Crossfulton Investments, Ltd.

In 2012, the City of Bryan entered into an economic development agreement with Crossfulton Investments, Ltd. related to a retail center development located in west Bryan. The agreement provides sales tax revenue sharing of up to \$5,000,000 through 2029 to reimburse a portion of the cost of design, development and construction of the retail center. The reimbursements are based on sales tax collections from the retail businesses at the location. On January 9, 2024, the City of Bryan City Council passed an amendment to the original development agreement approving the payout of \$2,500,000 to Crossfulton Investments, Ltd., for reimbursement for development costs, which was subsequently paid to the developer on January 10, 2024.

Encumbrances

The General Fund assigned fund balance includes the impact of encumbrances. Encumbrances are commitments related to contracts for goods or services. At year end the amount of encumbrances expected to be honored in the next year in the General Fund were \$10.0 million.

21. LEASE RECEIVABLE

During the fiscal year ended September 30, 2022, the City entered into a Chapter 380 program agreement for economic development with a grant amount of \$1.4 million, and amended a ground lease in the amount of \$350,000 per year for four years. The initial ground lease dated February 12, 2020 has a term of 25 years with two ten year renewal options. Rental payments are variable and based on a percentage of adjusted gross value as defined in the agreement.

The City entered into a lessor arrangement on January 1, 2023 to provide building space for a period of twenty years. Lease payments are \$9,572.50 per month with an escalation of 1.5% per year.

The City entered into a lessor arrangement with an initial agreement date of February 28, 2021, and amended on October 8, 2024, to provide a ground lease for a period of thirty years. Lease payments are \$1 for years 1-3, \$58,333 in year 4, \$116,666 in year 5, \$175,000 in year 6 with an escalation of 1% per year afterwards.

As of September 30, 2024, the City had a balance in deferred inflows - leases of \$4,666,979 and a balance in lease receivable of \$4,805,100. During the fiscal year ended September 30, 2024, the City recorded \$496,905 in lease revenue and \$109,954 in interest revenue.

City of Bryan, Texas

Notes to the Financial Statements

For the Fiscal Year Ended September 30, 2024

22. RESTRICTED CASH, CASH EQUIVALENTS AND INVESTMENTS

Below is a reconciliation of the various restricted cash, cash equivalents and investments reported as of September 30, 2024:

	City Electric Fund	Rural Electric Fund	Water Fund	Wastewater Fund	Airport Fund	Total
Debt Reserve	\$ 2,824,100	\$ 3,767,015	\$ -	\$ -	\$ -	\$ 6,591,115
Debt Service	5,552,722	1,252,624	1,799,563	1,336,849	60,629	10,002,387
Rate Stabilization	1,770,257	-	-	-	-	1,770,257
Customer Deposits Liability	4,954,851	1,663,414	-	-	-	6,618,265
Counter-party Collateral	36,190,000	-	-	-	-	36,190,000
Over-Recovered Fuel Cost	3,822,134	816,069	-	-	-	4,638,203
Capital Debt Proceeds	13,579,367	-	18,999,188	-	-	32,578,555
	<u>\$ 68,693,431</u>	<u>\$ 7,499,122</u>	<u>\$ 20,798,751</u>	<u>\$ 1,336,849</u>	<u>\$ 60,629</u>	<u>\$ 98,388,782</u>

*This table does not include investments in Brazos Valley Solid Waste Management Agency or City of Bryan and Brazos County Economic Development Foundation Inc. or equity interest in limited partnership.

23. BUDGETARY EXPENDITURES IN EXCESS OF APPROPRIATIONS

For the fiscal year ended September 30, 2024 budgetary expenditures in excess of appropriations are reported as indicated below:

Fund	Final Budgeted Amounts	Actual Amounts	Variance with Final Budget - (Negative)
General Fund	\$ 98,417,800	\$ 100,830,795	\$ (2,412,995)
TIRZ # 22 Fund	55,000	105,000	(50,000)

Appropriations are made at the fund level. For the fiscal year ended September 30, 2024, the General Fund exceeded expenditures at the fund level by \$2,412,995 and the TIRZ #22 Fund exceeded budgeted expenditures at the fund level by \$50,000. The variance in the General Fund was due to the consolidation of ARPA funds into the General Fund. The variance in the TIRZ #22 fund was due to an additional reimbursement payment to the developer of TIRZ #22 as a result of combining the TIRZ #22-Target Fund and TIRZ #22-North Fund resulting in a reduction of the required minimum fund balance.

24. FUND DEFICITS

The Community Development Fund, a Special Revenue Fund, has a deficit unassigned fund balance as of September 30, 2024 in the amount of \$24,200. This is the result of expenditures incurred in advance of processing the related grant requests, including retainage. The City will submit grant fund requests to cover the fund deficit in fiscal year 2025 when retainage is released to the vendor.

City of Bryan, Texas

Notes to the Financial Statements

For the Fiscal Year Ended September 30, 2024

25. TAX INCREMENT REINVESTMENT ZONES

Chapter 311 of the Texas Tax Code allows for the creation of Tax Increment Reinvestment Zones ("TIRZ"). TIRZ are statutory tools available to municipalities in Texas to promote development or redevelopment in an area that would not occur in the foreseeable future solely through private investment. TIRZ are also a means to allow a community to enhance their ability to attract economic development or to allow businesses currently located within their area to expand. Once a City has designated a TIRZ, the governing bodies of the county and school district may choose to participate.

When a TIRZ is formed, a base value for the property located within the TIRZ is established. At the date of creation the appraised value is normally accepted as the base value. As the property within the TIRZ develops, property taxes are collected based upon appreciated appraised values at the rate established annually by the participating entities. Each participant in the TIRZ remits the amount of taxes attributable to the increase in the appraised values to the Tax Increment Financing Zone to be used to fund the project plan. Project plans normally include the creation of infrastructure such as roads, street improvements, water and sewer systems, lighting, landscaping, etc. A TIRZ may be terminated either on the date designated in the ordinance creating the zone, or the date on which all project costs, tax increment debt, and associated interest have been paid. A TIRZ may also be terminated by a subsequent ordinance providing for an earlier or later termination date.

As of September 30, 2024, the City had four active Tax Increment Financing Zones:

Tax Increment Reinvestment Zone #10: In 2000, the City approved an ordinance creating a TIRZ known as "Reinvestment Zone Number Ten, City of Bryan, Texas" ("Zone Ten"). Zone Ten encompasses a portion of the west side of the City in the area known as Traditions. The development includes a Jack Nicklaus designed golf course and an 800-acre high end housing development. Through the fiscal year ended September 30, 2024, the City estimates that it has funded \$29.7 million in public infrastructure improvements and associated costs within Zone Ten. Combination Tax and Surplus Utility System Revenue Certificates of Obligation, Series 2000A, in the aggregate principal amount of \$17,000,000 were issued by the City to provide funds to commence certain of the public infrastructure improvements. In 2005, the Series 2000A bonds were refunded through the City's issuance of \$13,696,712 of General Obligation refunding bonds. In 2015, the 2005 GO Ref bonds were refunded through the City's issuance of \$12,150,000 of General Obligation refunding bonds of which \$7,965,728 was assigned to Zone Ten. The outstanding debt balance as of September 30, 2024 is \$691,789 with debt service payments through 2025. The City contributes all of its incremental tax revenues to Zone Ten. Brazos County has agreed to allow 80% of its maintenance and operations rate to be diverted to Zone Ten through 2025. Incremental ad valorem property taxes provided sufficient funds to cover the entirety of debt service obligations in FY 2024.

Tax Increment Reinvestment Zone #19: In 2005, the City approved an ordinance creating a TIRZ known as "Reinvestment Zone Number Nineteen, City of Bryan, Texas" ("Zone Nineteen"). The development consists of 122 acres in the central portion of the City of Bryan in the vicinity of Nash Street. Through the fiscal year ended September 30, 2024, the City estimates that it has funded \$2.8 million in public infrastructure improvements and associated costs within Zone Nineteen. Tax and Revenue Certificates of Obligation, Series 2005, in the aggregate principal amount of \$1,747,642 were issued by the City to provide funds to commence certain of the public infrastructure

City of Bryan, Texas

Notes to the Financial Statements

For the Fiscal Year Ended September 30, 2024

improvements within Zone Nineteen. Subsequently, in 2007, the City issued Tax and Revenue Certificates of Obligation, Series 2007, in the aggregate principal amount of \$200,000 for TIRZ Nineteen projects. In 2013 and 2014, the Series 2005 bonds were refunded through the City's issuance of \$1,534,542 of General Obligation refunding bonds. In 2016, the 2007 CO Ref bonds were refunded through the City's issuance of \$7,755,000 of General Obligation refunding bonds of which \$108,803 was assigned to Zone Nineteen. The outstanding debt balance as of September 30, 2024 is \$374,271 with debt service payments through 2031. The City contributes all of its incremental tax revenues to Zone Nineteen. Brazos County agreed to allow 100% of its maintenance and operations rate to be diverted to Zone Nineteen through 2013. Incremental ad valorem property taxes provided sufficient funds to cover the entirety of debt service obligations in FY 2024. TIRZ zone #19 closed at the end of calendar year 2024.

Tax Increment Reinvestment Zone #21: In 2006, the City approved an ordinance creating a TIRZ known as "Reinvestment Zone Number Twenty-One, City of Bryan, Texas" ("Zone Twenty-One"). Zone Twenty-One is located in Downtown Bryan and was created to support the re-development of the Downtown district. In 2022, the City issued \$27,425,000 in Certificates of Obligation, \$5,517,000 of which was allocated to TIRZ Zone #21. The outstanding debt balance as of September 30, 2024 is \$5,404,347 with debt service payments through 2052. As of September 30, 2024, \$962,083 has been spent on projects in the TIRZ #21 zone. Incremental ad valorem property taxes provided sufficient funds to cover the entirety of debt service obligations in FY 2024. Brazos County will begin participating in the TIRZ in Fiscal Year 2027.

Tax Increment Reinvestment Zone #22: In 2007, the City approved an ordinance creating a TIRZ known as "Reinvestment Zone Number Twenty-Two, City of Bryan, Texas" ("Zone Twenty-Two"). Zone Twenty-Two is a retail development on the east side of the City of Bryan in the vicinity of Bryan Towne Center. Through the fiscal year ended September 30, 2024, the City estimates that it has funded \$9.4 million in public infrastructure improvements and associated costs within Zone Twenty-Two. Tax and Revenue Certificates of Obligation, Series 2007, in the aggregate principal amount of \$3,721,414 were issued by the City to provide funds to commence certain of the public infrastructure improvements within Zone Twenty-Two. Subsequently, in 2008, the City issued Tax and Revenue Certificates of Obligation, Series 2008, in the aggregate principal amount of \$287,914 for TIRZ Twenty-Two projects. In September 2013, bond funds of \$1,481,500 were assigned to Zone Twenty-Two from Tax and Revenue Certificates of Obligation, Series 2010. In 2016, the 2007 CO Ref bonds were refunded through the City's issuance of \$7,755,000 of General Obligation refunding bonds of which \$2,404,981 was assigned to Zone Twenty-Two. In 2018, the 2008 CO bonds were refunded through the City's issuance of \$6,265,000 of General Obligation refunding bonds of which \$162,649 was assigned to Zone Twenty-Two. In 2020, the 2010 CO bonds were refunded through the City's issuance of \$7,125,000 of General Obligation refunding bonds of which \$927,209 was assigned to Zone Twenty-Two. The outstanding debt balance as of September 30, 2024 is \$1,160,977 with debt service payments through 2030. The City contributes all of its incremental tax revenues to Zone Twenty-Two. Brazos County has agreed to allow 100% of its maintenance and operations rate to be diverted to Zone Twenty-Two through 2023. Incremental ad valorem property taxes provided sufficient funds to cover the entirety of debt service obligations in FY 2024.

City of Bryan, Texas

Notes to the Financial Statements

For the Fiscal Year Ended September 30, 2024

The following schedule is a five-year history of relevant data with regard to these TIRZ:

Zone/ Fiscal Year	Net Taxable Value	Base Value	Captured Value	TIRZ Tax Levy
<u># 10</u>				
2024	\$ 533,081,465	\$ 637,640	\$ 532,443,825	\$ 3,240,318
2023	430,476,095	637,640	429,838,455	2,608,229
2022	388,925,552	637,640	388,287,912	2,398,692
2021	374,010,862	637,640	373,373,222	2,318,812
2020	360,471,723	637,640	359,834,083	2,245,873
<u># 19</u>				
2024	83,717,841	2,213,289	81,504,552	497,188
2023	77,473,107	2,213,289	75,259,818	434,745
2022	69,630,746	2,213,289	67,417,457	419,448
2021	68,467,694	2,213,289	66,254,405	411,629
2020	67,573,647	2,213,289	65,360,358	405,485
<u># 21</u>				
2024	116,859,503	41,070,995	75,788,508	681,871
2023	93,384,182	41,070,995	52,313,187	571,157
2022	82,549,749	41,070,995	41,478,754	515,285
2021	77,093,364	41,070,995	36,022,369	482,253
2020	74,139,645	41,070,995	33,068,650	464,249
<u># 22</u>				
2024	77,906,461	2,464,400	75,442,061	491,840
2023	71,175,413	2,464,400	68,711,013	444,135
2022	65,699,417	2,464,400	63,235,017	413,249
2021	66,384,360	2,464,400	63,919,960	418,215
2020	62,967,063	2,464,400	60,502,663	396,686

TIRZ tax levy above includes 100% of levy on the taxable values within the TIRZ boundaries. Actual levy to be collected for the TIRZ is based on captured values.

City of Bryan, Texas

Notes to the Financial Statements

For the Fiscal Year Ended September 30, 2024

26. TAX ABATEMENTS

As of September 30, 2024, the City of Bryan provides tax abatement economic development incentives through four programs:

Chapter 311 Texas Tax Code

The City uses Tax Increment Financing as a tool to assist with needed improvements to infrastructure and buildings within a designated reinvestment zone. The cost of projects and improvements to the reinvestment zone is repaid by the future tax revenues of each taxing unit that levies taxes against the property. The City can choose to dedicate all, a portion of, or none of the tax revenue gained as a result of improvements within the reinvestment zone.

Chapter 312 Texas Tax Code

The City allows for the creation of tax abatement agreements between the taxpayer and the city exempting all or part of the value increase from real property and/or tangible personal property from taxation for up to 10 years. In return, the developer is required to make certain improvements to their property or meet certain performance benchmarks.

Chapter 351 Texas Tax Code

The City can reimburse all or portions of Hotel Occupancy Tax (HOT) collected by the City. Reimbursed funds can be used for the management and supervision of certain promotional services, programs and activities that are eligible to be funded with revenue derived by the City from Hotel HOT (collectively "Statutorily Authorized Promotional Programs" or "SAPP(s)") specifically permitted under the Texas Tax Code Section 351.101(a) (1-5), including, by way of example, advertising, solicitation, and promotional programs promoting visitor attractions, points of interest, entertainment opportunities, recreational facilities, and historical sites to attract tourists and convention delegates or registrants to the City.

Chapter 380 Local Government Code

The City uses Economic Development Agreements to provide a grant or a loan of city funds or services to promote economic development. Under a Chapter 380 agreement, a developer and the City negotiate a contract to provide incentives such as permit fee waivers, payments of portions of sales and property tax, grants for façade and safety improvements, assistance with infrastructure and other items in return for the project meeting performance benchmarks.

City of Bryan, Texas

Notes to the Financial Statements

For the Fiscal Year Ended September 30, 2024

At September 30, 2024, the City had established the following abatement agreements:

Property Owner	Date of Abatement	FY 2024 Appraised Values	FY 2024 Taxable Values	FY 2024 Abated Values	FY 2024 Eligible Taxes Levied *	FY 2024 Taxes Abated *
Chapter 311						
TIRZ 10	2001-2025	\$ 533,081,465	\$ 533,081,465	\$ 532,443,825	\$ 3,240,318	\$ 3,233,974
TIRZ 19	2006-2028	83,717,841	83,717,841	81,504,552	497,188	483,793
TIRZ 21	2007-2026	116,859,503	116,859,503	75,788,508	681,871	439,128
TIRZ 22 NORTH AND TARGET	2008-2027	77,906,461	77,906,461	75,442,061	491,840	475,414
Total Chapter 311		<u>\$ 811,565,270</u>	<u>\$ 811,565,270</u>	<u>\$ 765,178,946</u>	<u>\$ 4,911,217</u>	<u>\$ 4,632,309</u>
Chapter 312						
Lubrizol	2018-2027	\$ 32,725,230	\$ 32,725,230	\$ 9,778,700	\$ 61,019	\$ 61,019
Total Chapter 312		<u>\$ 32,725,230</u>	<u>\$ 32,725,230</u>	<u>\$ 9,778,700</u>	<u>\$ 61,019</u>	<u>\$ 61,019</u>
Chapter 351						
Atlas Hotel	2015-2025	N/A	N/A	-	\$ 334,234	\$ 255,492
Total Chapter 351		<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 334,234</u>	<u>\$ 255,492</u>
Chapter 380						
Property Tax						
Adam Development	2019-2030	\$ 180,662,945	\$ 180,662,945	\$ 179,606,795	1,120,746	\$ 1,120,746
BCS Modern Living, LLC - Jordan Center	2019-2025	1,102,010	1,102,010	971,602	6,063	-
Capitol Flooring	2020-2025	1,244,414	1,244,414	1,244,414	7,765	-
City of College Station (Biocorridor Revenue Sharing Agreement)		23,624,095	22,441,544	71,404	35,072	35,072
Cozumel Investors, Ltd. (The Ranch at Turkey Creek)	2018-2025	7,449,294	7,449,294	6,704,277	41,835	-
Clay Street Townhomes (Rock Pad, LLC)	2019-2025	3,906,899	3,906,899	3,590,059	22,402	11,201
EPMC Group (Legacy BTX Development)	7 years	817,883	817,883	121,156	756	-
Fujifilm	2014-2024	169,981,183	169,981,183	168,606,573	57,603	57,603
The American Trade Group	2019-2025	412,815	412,815	-	-	-
RELLIS Campus Data and Research Center, LLC	2023-2027	N/A	N/A	-	-	-
Total Property Tax		<u>389,201,538</u>	<u>388,018,987</u>	<u>360,916,280</u>	<u>1,292,242</u>	<u>1,224,622</u>
Sales Tax						
CrossFulton	2012-2027	N/A	N/A	N/A	N/A	2,500,000
Total Sales Tax		<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>2,500,000</u>
Total Chapter 380		<u>\$ 389,201,538</u>	<u>\$ 388,018,987</u>	<u>\$ 360,916,280</u>	<u>\$ 1,292,242</u>	<u>\$ 3,724,622</u>
Total		<u>\$ 1,233,492,038</u>	<u>\$ 1,232,309,487</u>	<u>\$ 1,135,873,926</u>	<u>\$ 6,598,713</u>	<u>\$ 8,673,442</u>

* Taxes levied for the TIRZ only include the taxes related to the captured values. The FY 2024 taxes were collected from the Tax Year 2023 levy

The City of Bryan has other contracts providing other economic incentives to attract businesses to the city. A full listing of these incentives are found on our website: <https://www.bryantx.gov/economic-development/>.

City of Bryan, Texas

Notes to the Financial Statements

For the Fiscal Year Ended September 30, 2024

27. FINANCIAL HEDGING

BTU's Energy Risk Management Policy (Risk Policy) allows for the purchase and sale of certain financial instruments defined as hedge instruments. The essential goal of the Risk Policy is to provide a framework for the operation of a fuel and energy purchasing and hedging program to better manage BTU's risk exposures in order to stabilize pricing and costs for the benefit of BTU's customers.

BTU applies GASB Statement No. 53 – *Accounting and Financial Reporting for Derivative Instruments* ("GASB 53"), which addresses the recognition, measurement, and disclosures related to derivative instruments. BTU utilizes natural gas commodity swaps to hedge its exposure to fluctuating fuel prices. Since these derivatives are entered into for risk mitigation purposes, the instruments are considered potential hedging derivative instruments under GASB 53.

BTU's hedging program considers a two-step approach to reducing exposure to the fluctuations in the natural gas market. Forecasted natural gas exposure is first determined by estimating natural gas supply needs on an ongoing basis. Fifty percent of that exposure is hedged through two separate but related transactions. First, BTU executes NYMEX swaps to approximate the forward price of Houston Ship Channel (HSC) natural gas. This transaction is considered the hedging derivative. These monthly hedges are settled approximately three days prior to the month where fuel will be purchased. When the NYMEX swap settles, a second derivative, an HSC swap, is executed to hedge the actual HSC settlement price for the next month's delivered fuel. The HSC swap, while itself a hedging derivative with the hedgeable item being the HSC daily settlement price, is also the hedgeable item for the NYMEX swap. In effect, BTU is using the NYMEX swap to mitigate fluctuations in natural gas prices at a point in time based on the forward gas price curve. Because the HSC swap is illiquid on a longer-term basis, it would be costly (and ineffective) to enter into long-term derivatives approximating the HSC daily settlement using the HSC swap. Therefore, the NYMEX swap is used to hedge the HSC swap price on a longer-term basis. When the NYMEX swap expires, the HSC swap is put on to reduce the cash flow fluctuations in the daily market settlement price.

To measure the effectiveness of the NYMEX swap, the hedgeable instrument is the HSC swap and the effectiveness test used is the regression analysis as prescribed by GASB 53.

To measure the effectiveness of the HSC swap, the hedgeable instrument is the HSC daily settlement price and meets the criteria for the consistent critical terms method as prescribed by GASB 53.

BTU evaluated all potential hedging derivative instruments for effectiveness as of September 30, 2024, and determined the derivatives to be effective in substantially offsetting the changes in cash flows of the hedgeable items.

For the fiscal year ended September 30, 2024, the total fair value of outstanding hedging derivative instruments was a net liability of \$745,597. The fair value of those derivative financial instruments maturing within one year are reported on the Statements of Net Position as a current liability of \$738,281 at September 30, 2024. The fair value of those derivative financial instruments with maturities exceeding one year are reported on the Statement of Net Position as a noncurrent liability of \$7,316 at September 30, 2024.

City of Bryan, Texas

Notes to the Financial Statements

For the Fiscal Year Ended September 30, 2024

Hedge accounting treatment outlined in GASB 53 and GASB 63 requires changes in the fair value of derivative instruments deemed effective in offsetting changes in cash flows of hedged items be reported as deferred (inflows) outflows of resources on the Statements of Net Position. During the fiscal year ended September 30, 2024, the fair value of the City Electric System's hedging derivative instruments - NYMEX-based commodity swaps - increased by \$596,531; which is reported in the Statement of Net Position as a decrease of deferred outflows of resources. The deferred outflows are reported until respective contract expirations occur in conjunction with hedged expected physical fuel purchases. When fuel purchase transactions occur, the deferred balance associated with the expired fuel hedging contract is recorded as an adjustment to fuel expense. Reported on the Statement of Net Position, at September 30, 2024, the deferred outflows of resources related to hedging derivatives was \$745,596.

The following information details the City Electric System's hedging derivative instruments as of September 30, 2024:

Type	Terms	Volume Hedged (MMBtu)	Execution Dates	Maturity Dates	Reference Index	Fair Value
Commodity Swaps	BTU pays prices of \$3.044 - 4.72	1,630,000	Oct 2022 - June 2024	Oct 2024 - Dec 2025	NG- NYMEX(HH)	\$ (745,596)

The estimated fair value of the hedging derivative instruments is classified as a level 2 measurement under the hierarchy estimated by GASB 72 and are valued at the difference between the closing futures price at the end of the reporting period, and the futures price at the time the positions were established, less applicable commissions.

Fuel swap contracts represent a financial obligation to buy or sell the underlying settlement point price. If held to expiration, as is BTU's policy, the financial difference determined by mark-to-market valuation must be settled on a cash basis.

Credit Risk - BTU's hedging derivative instruments generate exposure to a certain amount of risk that could give rise to financial loss. By engaging in hedging activities, BTU is exposed to counterparty credit risk. However, if necessary, BTU has the ability to require collateralization of the fair value of derivative instruments as defined by the credit terms in counterparty contracts.

Basis Risk - BTU is exposed to basis risk because the expected gas purchases being hedged will settle based on a pricing point (HSC) different than the pricing point of the hedge transactions (NYMEX). For September 2024, prompt month prices were \$1.93/MMBtu and \$1.645/MMBtu, for NYMEX and HSC, respectively.

Termination Risk - Exposure to termination risk occurs because BTU or its counterparties may terminate a derivative instrument if the other party fails to perform under the terms of the contract. BTU's fuel hedges are exchange-traded instruments, and consequently, termination risk is mitigated by rules established by NYMEX, which is governed by the Commodity Futures Trade Commission.

City of Bryan, Texas

Notes to the Financial Statements

For the Fiscal Year Ended September 30, 2024

28. SUBSEQUENT EVENTS

On December 10, 2024, the Bryan City Council terminated the design build services for the Indoor Tennis Facility planned for Midtown Park. The bond funds for this project will be re-allocated to other Midtown Park projects.

In January 2025, the City of Bryan issued revenue bonds dated January 6, 2025 ("Waterworks and Sewer System Revenue Bonds, Series 2025") totaling \$36,330,000 for the City of Bryan Water System.

CITY OF BRYAN, TEXAS

Required Supplementary Information
Schedule of Contributions
Texas Municipal Retirement System
Last Ten Fiscal Years

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Actuarially Determined Contribution	\$ 7,686,872	\$ 8,279,509	\$ 8,521,169	\$ 8,887,727	\$ 9,224,947	\$ 9,525,048	\$ 9,921,334	\$ 7,519,738	\$ 6,738,064	\$ 7,712,728
Contributions in relation to the actuarially determined contribution	<u>7,686,872</u>	<u>8,279,509</u>	<u>8,521,169</u>	<u>8,887,727</u>	<u>9,224,947</u>	<u>9,525,048</u>	<u>9,921,334</u>	<u>7,555,519</u>	<u>7,114,657</u>	<u>8,027,710</u>
Contribution deficiency (excess)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ (35,781)	\$ (376,593)	\$ (314,982)
Covered payroll	\$ 48,991,679	\$ 54,614,239	\$ 55,894,466	\$ 58,312,792	\$ 61,308,968	\$ 62,882,877	\$ 64,682,955	\$ 69,476,693	\$ 75,406,309	\$ 82,917,248
Contributions as a percentage of covered payroll	15.69%	15.16%	15.25%	15.24%	15.05%	15.15%	15.34%	10.87%	9.44%	9.68%

Note to Schedule of Contributions

Ten years of data are presented in accordance with GASB Standard No. 68. Additionally, GASB Standard No. 68 requires that the information on this schedule correspond with the period covered as of the City's fiscal year end of September 30, not the measurement date of the Actuary's report.

Methods and Assumptions Used to Determine the Contribution Ratio

Actuarial Cost Method	Entry Age Normal
Amortization method	Level Percentage of Payroll, Closed
Remaining Amortization period	20 Years (longest amortization ladder)
Asset Valuation Method	10 Year smoothed market; 12% soft corridor
Inflation	2.50%
Salary Increases	3.60% to 11.85% including inflation
Investment Rate of Return	6.75%
Retirement Age	Experience-based table of rates that vary by age. Last updated for the 2023 valuation pursuant to an experience study of the period ending 2022.
Mortality	Post-retirement: 2019 Municipal Retirees of Texas Mortality Tables. Male rates are multiplied by 103% and female rates are multiplied by 105%. The rates are projected on a fully generational basis by the most recent Scale MP-2021 (with immediate convergence). Pre-retirement: PUB(10) mortality tables, with the 110% of the Public Safety table used for males and the 100% of the General Employee table used for females. The rates are projected on a fully generational basis by the most recent Scale MP-2021 (with immediate convergence).
Other Information	There were no benefit changes during the year.

Notes: The actuarially determined contribution rates are calculated as of December 31 and become effective in January 13 months later.

CITY OF BRYAN, TEXAS

Required Supplementary Information

Schedule of Changes in the City's Net Pension Liability (Asset) and Related Ratios

Texas Municipal Retirement System

Last Ten Calendar Years

	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
Total Pension Liability										
Service Cost	\$ 7,088,933	\$ 7,796,505	\$ 8,498,467	\$ 8,991,102	\$ 9,355,492	\$ 9,823,079	\$ 10,515,585	\$ 10,529,924	\$ 11,336,514	\$ 12,339,241
Interest (on the Total Pension Liability)	18,281,849	19,160,943	19,655,455	20,795,590	21,996,726	23,265,601	24,643,477	26,073,483	27,598,610	29,339,786
Changes of benefit terms	-	-	-	-	-	-	-	-	-	-
Difference between expected and actual experience	(1,764,543)	(1,545,768)	450,762	395,105	631,794	26,678	1,130,387	3,222,804	5,049,014	5,368,366
Change of assumptions	-	3,577,731	-	-	-	719,741	-	-	-	(2,779,090)
Benefit payments, including refunds of employee contributions	(11,117,789)	(11,685,311)	(12,067,133)	(11,853,082)	(13,285,700)	(13,553,597)	(13,983,161)	(16,239,518)	(19,030,550)	(18,350,048)
Net Change in Total Pension Liability	12,488,450	17,304,100	16,537,551	18,328,715	18,698,312	20,281,502	22,306,288	23,586,693	24,953,588	25,918,255
Total Pension Liability - Beginning	263,183,703	275,672,153	292,976,253	309,513,804	327,842,519	346,540,831	366,822,333	389,128,621	412,715,314	437,668,902
Total Pension Liability - Ending (a)	<u>\$ 275,672,153</u>	<u>\$ 292,976,253</u>	<u>\$ 309,513,804</u>	<u>\$ 327,842,519</u>	<u>\$ 346,540,831</u>	<u>\$ 366,822,333</u>	<u>\$ 389,128,621</u>	<u>\$ 412,715,314</u>	<u>\$ 437,668,902</u>	<u>\$ 463,587,157</u>
Plan Fiduciary Net Position										
Contributions - Employer	\$ 7,667,195	\$ 7,727,068	\$ 8,035,947	\$ 8,656,073	\$ 8,972,275	\$ 9,290,815	\$ 64,152,235	\$ 10,084,137	\$ 6,538,898	\$ 7,350,594
Contributions - Employee	3,312,987	3,490,130	3,741,223	3,964,541	4,123,958	4,335,533	4,586,237	4,586,281	4,947,357	5,416,546
Net Investment Income	12,827,812	349,403	15,980,505	34,922,324	(8,610,807)	43,051,984	24,391,784	52,276,194	(32,955,033)	47,560,119
Benefit payments, including refunds of employee contributions	(11,117,789)	(11,685,311)	(12,067,133)	(11,853,082)	(13,285,700)	(13,553,597)	(13,983,161)	(16,239,518)	(19,030,550)	(18,350,048)
Administrative expense	(133,929)	(212,814)	(180,465)	(180,962)	(166,408)	(243,255)	(157,833)	(241,472)	(284,750)	(302,140)
Other	(11,011)	(10,510)	(9,723)	(9,171)	(8,692)	(7,308)	(6,159)	1,654	339,791	(2,111)
Net Change in Plan Fiduciary Net Position	12,545,265	(342,034)	15,500,354	35,499,723	(8,975,374)	42,874,172	78,983,103	50,467,276	(40,444,287)	41,672,960
Plan Fiduciary Net Position - Beginning	224,239,250	236,784,515	236,442,481	251,942,835	287,442,558	278,467,184	321,341,356	400,324,459	450,791,735	410,347,448
Plan Fiduciary Net Position - Ending (b)	<u>\$ 236,784,515</u>	<u>\$ 236,442,481</u>	<u>\$ 251,942,835</u>	<u>\$ 287,442,558</u>	<u>\$ 278,467,184</u>	<u>\$ 321,341,356</u>	<u>\$ 400,324,459</u>	<u>\$ 450,791,735</u>	<u>\$ 410,347,448</u>	<u>\$ 452,020,408</u>
Net Pension Liability (Asset) - Ending (a) - (b)	\$ 38,887,638	\$ 56,533,772	\$ 57,570,969	\$ 40,399,961	\$ 68,073,647	\$ 45,480,977	\$ (11,195,838)	\$ (38,076,421)	\$ 27,321,454	\$ 11,566,749
Plan Fiduciary Net Position as a Percentage of Total Pension Liability	85.89%	80.70%	81.40%	87.68%	80.36%	87.60%	102.88%	109.23%	93.76%	97.50%
Covered Payroll	\$ 47,328,382	\$ 49,849,779	\$ 53,382,332	\$ 56,512,266	\$ 58,913,678	\$ 61,936,186	\$ 65,517,665	\$ 65,484,602	\$ 70,676,521	\$ 77,313,539
Net Pension Liability (Asset) as a Percentage of Covered Payroll	82.17%	113.41%	107.85%	71.49%	115.55%	73.43%	-17.09%	-58.15%	38.66%	14.96%

Note to Schedule of Changes in the City's Net Pension Liability and Related Ratios

The schedule above reflects the changes in the pension liability for the current year. GASB 68 requires 10 fiscal years of data to be provided in this schedule. The employer should retain the annual GASB packages to utilize in this schedule.

CITY OF BRYAN, TEXAS

Required Supplementary Information

Schedule of Contributions

Other Post Employment Benefits - City of Bryan

Last Ten Fiscal Years (will ultimately be displayed) ending September 30

	2018	2019	2020	2021	2022	2023	2024
Actuarially Determined Contribution	\$ 1,498,635	\$ 1,528,513	\$ 1,559,061	\$ 1,590,296	\$ 1,601,390	\$ 1,633,919	\$ 1,917,440
Actual Contributions	1,471,374	1,624,112	2,072,827	2,238,608	517,474	1,306,797	1,281,592
Contribution deficiency (excess)	\$ 27,261	\$ (95,599)	\$ (513,766)	\$ (648,312)	\$ 1,083,916	\$ 327,122	\$ 635,848
Covered Employee Payroll	\$ 58,312,792	\$ 61,308,968	\$ 62,882,877	\$ 64,682,955	\$ 69,476,693	\$ 75,406,309	\$ 82,917,248
Actual Contribution as a % of Covered Payroll	2.52%	2.65%	3.30%	3.46%	0.74%	1.73%	1.55%

Note to Schedule of Contributions

Only seven years of data are presented in accordance with GASB Standard No. 75 as the data for the years other than what is presented is not available. Additionally, GASB Standard No. 75 requires that the information on this schedule correspond with the period covered as of the City's fiscal year end of September 30, not the measurement date of the Actuary's report.

Methods and Assumptions Used to Determine the Contribution Ratio

Actuarial Cost Method	Individual Entry-Age Normal
Amortization Method	Level percentage of pay
Amortization Period	Closed, 24 years as of FYE24
Asset Valuation	Market Value
Investment Rate of Return	6.25%, net of investment expenses, including inflation
Inflation	2.50%
Salary Increases	3.50% to 11.50%, including inflation
Payroll Growth	1.50%
Demographic Assumptions	Based on the December 31, 2018 experience study as conducted for the Texas Municipal Retirement System (TMRS).
Mortality	For healthy retirees, the gender-distinct 2019 Municipal Retirees of Texas mortality tables are used. The rates are projected on a fully generational basis using the ultimate mortality improvement rates in the MP tables to account for future mortality improvements.
Health Care Cost Trend Rates	Initial rate of 7.00% declining to an ultimate rate of 4.15% after 13 years
Participation Rates	<u>Rule of 80</u> : 60% of pre-65 retirees and 6% of post-65 retirees; 90% of retirees are assumed to lapse coverage at age 65. <u>Under Rule of 80</u> : 10% pre-65 and 0% post-65

Other Information

Notes: There were no benefits changes this year. The actuarially determined contribution rates are calculated as of December 31 and become effective in January 13 months later.

CITY OF BRYAN, TEXAS

Required Supplementary Information

Schedule of Changes in the City's Net OPEB Liability and Related Ratios

Other Post Employment Benefits - City of Bryan

Last Ten Calendar Years (will ultimately be displayed)

Measurement period ending December 31	2017	2018	2019	2020	2021	2022	2023
Total OPEB Liability							
Service Cost	\$ 478,077	\$ 492,419	\$ 546,768	\$ 533,421	\$ 574,199	\$ 648,479	\$ 714,590
Interest (on the Total Opeb Liability)	1,021,963	1,052,909	1,103,438	1,071,099	1,124,019	1,301,949	1,363,127
Difference between expected and actual experience	-	306,887	1,378,181	451,655	2,266,651	(318,378)	(4,027,960)
Change of assumptions	-	-	(1,671,518)	-	(189,270)	-	2,841,917
Benefit payments, including refunds of employee contributions	(983,981)	(1,078,262)	(1,125,781)	(1,251,388)	(1,208,285)	(723,441)	(649,080)
Net Change in Total OPEB Liability	516,059	773,953	231,088	804,787	2,567,314	908,609	242,594
Total OPEB Liability - Beginning	15,975,467	16,491,526	17,265,479	17,496,567	18,301,354	20,868,668	21,777,277
Total OPEB Liability - Ending (a)	<u>\$ 16,491,526</u>	<u>\$ 17,265,479</u>	<u>\$ 17,496,567</u>	<u>\$ 18,301,354</u>	<u>\$ 20,868,668</u>	<u>\$ 21,777,277</u>	<u>\$ 22,019,871</u>
Plan Fiduciary Net Position							
Contributions - Employer	\$ 1,608,981	\$ 1,578,262	\$ 1,625,781	\$ 1,751,388	\$ 1,708,285	\$ 1,223,441	\$ 1,149,080
Net Investment Income	17,311	(46,639)	221,183	247,603	279,268	(489,775)	460,516
Benefit payments	(983,981)	(1,078,262)	(1,125,781)	(1,251,388)	(1,208,285)	(723,441)	(649,080)
Plan administrative expense	(770)	(4,565)	(7,690)	(11,618)	(16,879)	(18,581)	(21,201)
Net Change in Plan Fiduciary Net Position	641,541	448,796	713,493	735,985	762,389	(8,356)	939,315
Plan Fiduciary Net Position - Beginning	-	641,541	1,090,337	1,803,830	2,539,815	3,302,204	3,293,848
Plan Fiduciary Net Position - Ending (b)	<u>\$ 641,541</u>	<u>\$ 1,090,337</u>	<u>\$ 1,803,830</u>	<u>\$ 2,539,815</u>	<u>\$ 3,302,204</u>	<u>\$ 3,293,848</u>	<u>\$ 4,233,163</u>
Net OPEB Liability - Ending (a) - (b)	\$ 15,849,985	\$ 16,175,142	\$ 15,692,737	\$ 15,761,539	\$ 17,566,464	\$ 18,483,429	\$ 17,786,708
Plan Fiduciary Net Position as a Percentage of Total OPEB Liability	3.89%	6.32%	10.31%	13.88%	15.82%	15.13%	19.22%
Covered Employee Payroll	\$ 56,523,781	\$ 58,936,756	\$ 61,961,283	\$ 65,543,364	\$ 66,777,586	\$ 70,691,468	\$ 77,344,376
Net OPEB Liability as a Percentage of Covered Employee Payroll	28.04%	27.44%	25.33%	24.05%	26.31%	26.15%	23.00%
Single Discount Rate	6.50%	6.50%	6.25%	6.25%	6.25%	6.25%	5.60%

Notes to Schedule of Changes in the City's Net OPEB Liability and Related Ratios

Only seven years of data is presented in accordance with GASB Standard No. 75 as the data for the years other than calendar years that are presented are not available.

Additionally, GASB Standard No. 75 requires that the information on this schedule correspond with the period covered as of December 31, the measurement date of the City's net OPEB liability.

For the year ending September 30, 2020 the changes of assumptions reflect lower participation assumptions, updates to health care trend assumptions to reflect the repeal of the "Cadillac Tax", a change in the Single Discount Rate from 6.50% as of December 31, 2018 to 6.25% as of December 31, 2019, and revised TMRS demographic and salary increase assumptions.

For the year ending September 30, 2022 the changes of assumptions reflect a change to the methodology used to determine service cost. The attribution period for the accumulation of service costs is now based only on employment with the City of Bryan.

For the year ending September 30, 2024 the demographic assumptions were updated to reflect the 2023 TMRS Experience Study, the health care trend rates to reflect the plan's anticipated experience and a change in the Single Discount Rate from 6.25% to 5.6%.

CITY OF BRYAN, TEXAS

Required Supplementary Information

General Fund

Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget (GAAP Basis) and Actual

For the Fiscal Year Ended September 30, 2024

	Budgeted Amounts		Actual Amounts	Variance with Final Budget - Over (Under)
	Original	Final		
Revenues:				
Taxes:				
Property	\$ 34,270,000	\$ 34,270,000	\$ 35,041,793	\$ 771,793
Sales	30,300,000	30,300,000	31,179,227	879,227
Franchise	1,957,000	1,957,000	2,008,258	51,258
Alcoholic beverage	200,000	200,000	347,528	147,528
Bingo	200,000	200,000	200,193	193
Charges for services:				
Ambulance charges	4,000,000	4,000,000	3,114,213	(885,787)
Recreational charges	561,000	561,000	1,026,945	465,945
Health and public safety	1,599,000	1,599,000	1,884,185	285,185
Miscellaneous charges	246,000	246,000	296,884	50,884
Fines and court charges:				
Municipal court	1,686,000	1,686,000	1,644,583	(41,417)
Licenses and permits	933,900	933,900	1,399,275	465,375
Grants:				
Texas Attorney General - LEOSE	8,000	8,000	22,160	14,160
U.S. Department of Treasury	-	-	754,764	754,764
Contributions to Library - College Station	1,300,000	1,300,000	1,357,407	57,407
FEMA	-	-	(10,904)	(10,904)
Other	120,000	120,000	114,464	(5,536)
Investment earnings	1,000,000	1,000,000	2,603,067	1,603,067
Investment mark to market	-	-	1,509,380	1,509,380
Other	767,000	767,000	3,132,144	2,365,144
Total revenues	<u>79,147,900</u>	<u>79,147,900</u>	<u>87,625,566</u>	<u>8,477,666</u>
Expenditures:				
Current:				
General government and administration:				
Executive	3,956,100	3,956,100	3,713,329	(242,771)
City Secretary	1,387,500	1,387,500	1,208,964	(178,536)
Legal services	942,400	942,400	856,070	(86,330)
Payments to other agencies	6,214,800	6,214,800	9,526,175	3,311,375
Fiscal services	2,048,600	2,048,600	2,454,738	406,138
Information technology	7,751,100	7,751,100	7,472,530	(278,570)
Human resources	945,100	945,100	972,807	27,707
Fleet services	978,300	978,300	843,390	(134,910)
Facility services	2,245,200	2,245,200	2,109,600	(135,600)
ARPA administration	-	-	74,008	74,008
Total general government and administration	<u>26,469,100</u>	<u>26,469,100</u>	<u>29,231,611</u>	<u>2,762,511</u>
Development services:				
Planning	2,719,900	2,719,900	2,765,431	45,531
Engineering	2,032,600	2,032,600	1,689,746	(342,854)
Building	518,700	518,700	514,176	(4,524)
Special projects	265,500	265,500	306,926	41,426
Total development services	<u>5,536,700</u>	<u>5,536,700</u>	<u>5,276,279</u>	<u>(260,421)</u>
Public works services:				
Drainage and streets	2,349,900	2,349,900	2,147,137	(202,763)
Traffic operations	2,064,200	2,064,200	1,803,654	(260,546)
Total public works services	<u>4,414,100</u>	<u>4,414,100</u>	<u>3,950,791</u>	<u>(463,309)</u>

continued

CITY OF BRYAN, TEXAS

Required Supplementary Information

General Fund

Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget (GAAP Basis) and Actual (continued)

For the Fiscal Year Ended September 30, 2024

	Budgeted Amounts		Actual Amounts	Variance with Final Budget - Over (Under)
	Original	Final		
Public safety:				
Police services	25,903,600	25,903,600	25,913,161	9,561
Fire and emergency medical services	23,086,600	25,586,600	25,994,753	408,153
Animal Center	1,120,900	1,120,900	1,114,335	(6,565)
Municipal court	1,754,500	1,754,500	1,641,922	(112,578)
Total public safety	51,865,600	54,365,600	54,664,171	298,571
Cultural and recreational:				
Library services	3,048,400	3,048,400	3,074,888	26,488
Parks and recreation services	5,743,100	6,193,100	5,326,391	(866,709)
Total cultural and recreational	8,791,500	9,241,500	8,401,279	(840,221)
Administrative reimbursement	(6,973,100)	(6,973,100)	(6,973,059)	41
Capital outlay	4,213,900	5,363,900	5,450,767	86,867
Right of Use Principal	-	-	617,134	617,134
Right of Use Interest	-	-	211,822	211,822
Total expenditures	94,317,800	98,417,800	100,830,795	2,412,995
(Excess) deficiency of expenditures (over) under revenues	(15,169,900)	(19,269,900)	(13,205,229)	6,064,671
Other financing sources (uses):				
Sale of capital assets	-	-	16,357	16,357
Transfers in	18,188,600	18,188,600	20,604,620	2,416,020
Transfers out	(6,099,400)	(8,599,400)	(7,002,071)	1,597,329
Total other financing sources (uses)	12,089,200	9,589,200	13,618,906	4,029,706
Net change in fund balance	(3,080,700)	(9,680,700)	413,677	10,094,377
Fund Balance, October 1, 2023	50,393,012	52,156,870	52,156,870	-
Fund Balance, September 30, 2024	<u>\$ 47,312,312</u>	<u>\$ 42,476,170</u>	<u>\$ 52,570,547</u>	<u>\$ 10,094,377</u>

Supplementary Information

- Non-Major Governmental Funds
 - Special Revenue Funds
 - Capital Project Funds
 - Permanent Funds
- Schedules of Revenues, Expenditures and Changes in Fund Balance – Budget (GAAP Basis) and Actual
 - Debt Service Fund
 - Community Development Fund
 - Hotel/Motel Tax Fund
 - Oil and Gas Fund
 - Capital Reserve Fund
 - Midtown Park Operations Fund
 - Phillips Event Center (“PEC”) Fund
 - Queen and Palace Theaters Fund
 - Court Technology Fund
 - Street Improvement Fund
 - Drainage Improvement Fund
 - TIRZ #10-22
- Non-Major Enterprise Funds
- Internal Service Funds

**COMBINING FINANCIAL STATEMENTS
NONMAJOR GOVERNMENTAL FUNDS**

Special Revenue Funds

Grant Fund – To account for the receipt and expenditure of grant revenues for all governmental funds other than the Community Development Fund. The source of funds is grants awarded to the City. The use of these funds is restricted by the terms of each grant.

Community Development Fund – To account for Federal grant revenues provided through the Department of Housing and Urban Development for the development of environmental and economic opportunities, principally for persons of low and moderate income. The use of these funds is restricted by the terms of the grants.

Hotel and Motel Room Tax Fund – To account for the receipt and expenditure of funds received by the City from the assessment of hotel and motel occupancy tax. Usage of funds is restricted to construction and maintenance of convention and civic facilities, and the promotion of tourism and the arts within the City of Bryan.

Oil and Gas Fund – This fund was established by City of Bryan Ordinance to account for revenues associated with oil and gas leases, royalties and mineral property taxes. The use of these funds is committed for projects of a non-recurring nature determined by City Council.

Capital Reserve Fund – This fund was established by City of Bryan Ordinance to accumulate miscellaneous one-time revenues. The use of these funds is committed for projects of a non-recurring nature determined by City Council.

Midtown Park Operations – This fund was established by City of Bryan Ordinance to track funds used for the operations of Midtown Park. The source of start-up revenues for this fund are derived primarily from the Capital Reserve Fund, and the fund is expected to be self-funding following the startup phase.

Phillips Event Center Fund – This fund was established by City of Bryan Ordinance to track funds used for the operations of the Phillips Event Center. The source of start-up revenues for this fund are derived primarily from the General Fund, and the fund is expected to be self-funding following the startup phase.

Queen and Palace Theater Fund – This fund was established by City of Bryan Ordinance to track funds used for the operations of the Queen and Palace Theater. The source of start-up revenues for this fund are derived primarily from the General Fund, and the fund is expected to be self-funding following the startup phase.

Sidewalks Fund – This fund was established by City of Bryan Ordinance to collect and track funds from developers and property owners for the construction and maintenance of sidewalks. The use of these funds is committed for this purpose. Funds received are refunded to the remitter if not used within 10 years.

Court Technology Fund – To account for revenues derived from a portion of court fees dedicated to use for technology improvements for Municipal Court functions. These funds are restricted to technology necessary for the Court's operations.

Street Improvement Fund – To account for revenue derived from a fee assessed on utility bills for the purpose of street improvements. The use of these funds is committed to the purposes of planning, constructing, operating, monitoring and maintaining the transportation system of the City

Drainage Improvement Fund – To account for revenue derived from a fee assessed on utility bills for the purpose of drainage improvements. The use of these funds is committed for the planning, constructing, operating, monitoring, and maintaining the City’s drainage system.

Tax Increment Reinvestment Zone #10 Fund – To account for revenues derived from captured assessed valuation in, and bond proceeds for, the Traditions Tax Increment Reinvestment Zone. Bond proceeds are used for various public improvements within the zone. The taxes from the captured assessed valuation will be used to retire the debt and handle other operating expenses within the zone. The use of these funds is restricted to the geographical area within this zone.

Tax Increment Reinvestment Zone #19 Fund – To account for revenues derived from captured assessed valuation in, and bond proceeds for, the Villa Maria-FM 158 Corridor Tax Increment Reinvestment Zone. Bond proceeds are used for various public improvements within the zone. The taxes from the captured assessed valuation will be used to retire the debt and handle other operating expenses within the zone. The use of these funds is restricted to the geographical area within this zone.

Tax Increment Reinvestment Zone #21 Fund – To account for revenues derived from captured assessed valuation in, and bond proceeds for, the Downtown Bryan Tax Increment Reinvestment Zone. The taxes from the captured assessed valuation will be used to handle operating expenses within the zone. The use of these funds is restricted to the geographical area within this zone.

Tax Increment Reinvestment Zone #22 Fund – To account for revenues derived from captured assessed valuation in, and bond proceeds for the Lauth Development Tax Increment Reinvestment Zone. Bond proceeds are used for various public improvements within the zone. The taxes from the captured assessed valuation will be used to retire the debt and handle other operating expenses within the zone. The use of these funds is restricted to the geographical area within this zone.

Destination Bryan - was created for the promotion of tourism and the hotel convention industry, and to be the City of Bryan’s destination marketing organization, now and in the future. In 2021, the City of Bryan entered into a funding agreement with Destination Bryan, a local 501(c)(6) tax exempt, Texas non-profit corporation. Since Destination Bryan’s funding is primarily derived from the funding agreement with the City of Bryan. Destination Bryan is considered a blended component unit. Destination Bryan is not separately presented here as it is separately presented in the supplementary section of this report.

Capital Project Funds

2016 Certificates of Obligation Fund – To account for the construction of streets, drainage, sidewalks, lighting, soundwalls, landscaping, traffic signal improvements and the acquisition of fire-fighting equipment and improving fire department facilities.

2018 Certificates of Obligation Fund – To account for the construction of streets, drainage, sidewalks, lighting, soundwalls, landscaping, traffic signal improvements and the acquisition of fire-fighting equipment and improving fire department facilities.

2020 Certificates of Obligation Fund - Park – To account for the construction, acquisition, improvement, renovation, expansion, and development of parks and recreation facilities and related infrastructure, vehicles, and equipment.

2020 Certificates of Obligation Fund - General – To account for the construction of streets, drainage, sidewalks, lighting, soundwalls, landscaping, traffic signal improvements and the acquisition of fire-fighting equipment and improving fire department facilities.

2022 Certificates of Obligation - To account for the construction of streets, drainage, sidewalks, lighting, soundwalls, landscaping, and traffic signal improvements.

2024 Certificates of Obligation – To account for constructing, acquiring, improving, renovating, expanding and developing parks and recreation facilities and related infrastructure, vehicles and equipment, including tennis and multipurpose facilities and other improvements to Travis Bryan Midtown Park; constructing, improving, renovating, extending, expanding, and developing streets and related infrastructure, including drainage, traffic signalization, lighting, sidewalks, soundwalls and landscaping, and acquiring right-of-way, vehicles and equipment related thereto; constructing, improving, repairing, renovating, enlarging, extending and equipping the drainage utility system, and acquiring right-of-way, vehicles and equipment related thereto; constructing, acquiring, improving, renovating, expanding and developing airport improvements; purchasing fire-fighting equipment, including fire trucks.

Permanent Funds

Permanent funds are used to report resources that are legally restricted to the extent that only earnings, not principal, may be used for purposes that support the City’s programs.

Relating to Bryan cemeteries:

Brandon Cemetery
J. W. English Cemetery
L. B. Hervey Cemetery
Mills Trust Cemetery
Cemetery
M. C. Astin Cemetery
Bade Trust Cemetery

Relating to Bryan libraries:

F. L. Henderson Library
Rountree Library

CITY OF BRYAN, TEXAS

Combining Balance Sheet
Nonmajor Governmental Funds
As of September 30, 2024

	Special Revenue Funds	Capital Project Funds	Permanent Funds	Total
<u>Assets</u>				
Cash and cash equivalents	\$ 11,390,979	\$ 14,204,934	\$ 566,584	\$ 26,162,497
Investments	22,848,750	31,027,496	1,237,580	55,113,826
Receivables:				
Accounts receivable	1,320,858	-	-	1,320,858
Less allowance for uncollectible	(73,635)	-	-	(73,635)
Leases	1,500,338	-	-	1,500,338
Notes	2,254,757	-	-	2,254,757
Less allowance for uncollectible - Notes	(217,992)	-	-	(217,992)
Grants	533,608	-	-	533,608
Interest	221,280	293,943	11,726	526,949
Due from other funds	220,190	-	-	220,190
Inventory	109,309	-	-	109,309
Prepaid and other assets	246,549	-	-	246,549
Total assets	<u>\$ 40,354,991</u>	<u>\$ 45,526,373</u>	<u>\$ 1,815,890</u>	<u>\$ 87,697,254</u>
<u>Liabilities, Deferred Inflows and Fund Balances</u>				
Liabilities:				
Accounts payable	\$ 2,366,515	\$ 1,257,757	\$ -	\$ 3,624,272
Accrued liabilities	26,015	-	-	26,015
Retainage payable	591,857	702,504	-	1,294,361
Due to other funds	487,169	-	-	487,169
Unearned revenue	2,343,401	-	-	2,343,401
Total liabilities	<u>5,814,957</u>	<u>1,960,261</u>	<u>-</u>	<u>7,775,218</u>
Deferred inflows:				
Deferred inflows - right of use assets	1,404,089	-	-	1,404,089
Unavailable notes receivable	2,036,765	-	-	2,036,765
Total deferred inflows	<u>3,440,854</u>	<u>-</u>	<u>-</u>	<u>3,440,854</u>
Fund balances:				
Nonspendable	246,549	-	1,582,318	1,828,867
Restricted	10,051,395	43,566,112	233,572	53,851,079
Committed	20,825,436	-	-	20,825,436
Unassigned (deficit)	(24,200)	-	-	(24,200)
Total fund balances	<u>31,099,180</u>	<u>43,566,112</u>	<u>1,815,890</u>	<u>76,481,182</u>
Total liabilities, deferred inflows and fund balances	<u>\$ 40,354,991</u>	<u>\$ 45,526,373</u>	<u>\$ 1,815,890</u>	<u>\$ 87,697,254</u>

CITY OF BRYAN, TEXAS
Combining Balance Sheet
Nonmajor Governmental Funds - Special Revenue Funds
As of September 30, 2024

	Grant Fund	Community Development Fund	Hotel and Motel Tax Fund	Oil and Gas Fund	Capital Reserve Fund	Midtown Park Operations Fund	Phillips Event Center	Queen and Palace Theater
<u>Assets</u>								
Cash and cash equivalents	\$ -	\$ -	\$ 605,971	\$ 645,783	\$ 424,046	\$ 1,652,205	\$ 256,887	\$ 196,647
Investments	-	-	1,323,610	1,410,569	926,233	3,019,457	208,582	-
Receivables:								
Accounts receivable	-	-	205,978	16,949	-	388,966	38,951	109,296
Less allowance for uncollectible	-	-	-	-	-	-	-	-
Leases	-	-	-	-	-	1,500,338	-	-
Notes	-	2,254,757	-	-	-	-	-	-
Less allowance for uncollectible - Notes	-	(217,992)	-	-	-	-	-	-
Grants	316,911	216,697	-	-	-	-	-	-
Interest	-	-	12,539	13,363	8,775	35,373	28	-
Due from other funds	-	-	-	-	-	-	-	-
Inventory	-	-	-	-	-	24,386	63,959	20,964
Prepaid and other assets	-	-	-	-	-	166,541	1,125	7,150
Total assets	<u>\$ 316,911</u>	<u>\$ 2,253,462</u>	<u>\$ 2,148,098</u>	<u>\$ 2,086,664</u>	<u>\$ 1,359,054</u>	<u>\$ 6,787,266</u>	<u>\$ 569,532</u>	<u>\$ 334,057</u>
<u>Liabilities, Deferred Inflows and Fund Balances</u>								
Liabilities:								
Accounts payable	\$ -	\$ 25,125	\$ 1,333	\$ 7,399	\$ -	\$ 439,058	\$ 272,646	\$ 23,953
Accrued liabilities	-	13,019	3,551	-	-	9,445	-	-
Retainage payable	-	-	10,095	-	-	-	222,067	-
Due to other funds	284,416	202,753	-	-	-	-	-	-
Unearned revenue	-	-	-	-	-	2,060,265	38,105	-
Total liabilities	<u>284,416</u>	<u>240,897</u>	<u>14,979</u>	<u>7,399</u>	<u>-</u>	<u>2,508,768</u>	<u>532,818</u>	<u>23,953</u>
Deferred inflows:								
Deferred inflows - right of use assets	-	-	-	-	-	1,404,089	-	-
Unavailable notes receivable	-	2,036,765	-	-	-	-	-	-
Total deferred inflows	<u>-</u>	<u>2,036,765</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,404,089</u>	<u>-</u>	<u>-</u>
Fund Balances:								
Nonspendable	-	-	-	-	-	166,541	1,125	7,150
Restricted:								
Grants	32,495	-	-	-	-	-	-	-
Hotel/Motel	-	-	2,133,119	-	-	-	-	-
Municipal Court	-	-	-	-	-	-	-	-
TIRZ Development	-	-	-	-	-	-	-	-
Committed:								
Streets	-	-	-	-	-	-	-	-
Drainage	-	-	-	-	-	-	-	-
Parks	-	-	-	-	-	2,707,868	35,589	302,954
Sidewalks	-	-	-	-	-	-	-	-
Other Purposes	-	-	-	2,079,265	1,359,054	-	-	-
Unassigned (deficit)	-	(24,200)	-	-	-	-	-	-
Total fund balances	<u>32,495</u>	<u>(24,200)</u>	<u>2,133,119</u>	<u>2,079,265</u>	<u>1,359,054</u>	<u>2,874,409</u>	<u>36,714</u>	<u>310,104</u>
Total liabilities, deferred inflows and fund balances	<u>\$ 316,911</u>	<u>\$ 2,253,462</u>	<u>\$ 2,148,098</u>	<u>\$ 2,086,664</u>	<u>\$ 1,359,054</u>	<u>\$ 6,787,266</u>	<u>\$ 569,532</u>	<u>\$ 334,057</u>

CITY OF BRYAN, TEXAS

Combining Balance Sheet (continued)

Nonmajor Governmental Funds - Special Revenue Funds

As of September 30, 2024

	Sidewalks Fund	Court Technology Fund	Street Improvement Fund	Drainage Improvement Fund	Tax Increment Reinvestment Zone #10 Fund	Tax Increment Reinvestment Zone #19 Fund	Tax Increment Reinvestment Zone #21 Fund	Tax Increment Reinvestment Zone #22 Fund	Destination Bryan	Total
<u>Assets</u>										
Cash and cash equivalents	\$ 85,758	\$ 56,498	\$ 4,307,804	\$ 470,240	\$ 1,693,067	\$ 282,902	\$ 307,842	\$ 102,794	\$ 302,535	\$ 11,390,979
Investments	187,318	123,408	9,409,433	1,027,136	3,698,126	617,935	672,412	224,531	-	22,848,750
Receivables:										
Accounts receivable	-	-	476,255	80,564	1,544	-	-	-	2,355	1,320,858
Less allowance for uncollectible	-	-	(52,190)	(21,445)	-	-	-	-	-	(73,635)
Leases	-	-	-	-	-	-	-	-	-	1,500,338
Notes	-	-	-	-	-	-	-	-	-	2,254,757
Less allowance for uncollectible	-	-	-	-	-	-	-	-	-	(217,992)
Grants	-	-	-	-	-	-	-	-	-	533,608
Interest	1,775	1,169	89,141	9,731	35,035	5,854	6,370	2,127	-	221,280
Due from other funds	-	-	141,842	23,668	-	-	-	54,680	-	220,190
Inventory	-	-	-	-	-	-	-	-	-	109,309
Prepaid and other assets	-	-	-	-	-	-	-	-	71,733	246,549
Total assets	<u>\$ 274,851</u>	<u>\$ 181,075</u>	<u>\$ 14,372,285</u>	<u>\$ 1,589,894</u>	<u>\$ 5,427,772</u>	<u>\$ 906,691</u>	<u>\$ 986,624</u>	<u>\$ 384,132</u>	<u>\$ 376,623</u>	<u>\$ 40,354,991</u>
<u>Liabilities, Deferred Inflows and Fund Balances</u>										
Liabilities:										
Accounts payable	\$ -	\$ -	\$ 1,452,813	\$ -	\$ -	\$ -	\$ -	\$ 513	\$ 143,675	\$ 2,366,515
Accrued liabilities	-	-	-	-	-	-	-	-	-	26,015
Retainage payable	-	-	344,905	14,790	-	-	-	-	-	591,857
Due to other funds	-	-	-	-	-	-	-	-	-	487,169
Unearned revenue	239,781	-	-	-	-	-	-	-	5,250	2,343,401
Total liabilities	<u>239,781</u>	<u>-</u>	<u>1,797,718</u>	<u>14,790</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>513</u>	<u>148,925</u>	<u>5,814,957</u>
Deferred inflows:										
Deferred inflows - right of use assets	-	-	-	-	-	-	-	-	-	1,404,089
Deferred notes receivable	-	-	-	-	-	-	-	-	-	2,036,765
Total deferred inflows	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>3,440,854</u>
Fund Balances:										
Nonspendable	-	-	-	-	-	-	-	-	71,733	246,549
Restricted:										
Grants	-	-	-	-	-	-	-	-	-	32,495
Hotel/Motel	-	-	-	-	-	-	-	-	-	2,133,119
Municipal Court	-	181,075	-	-	-	-	-	-	-	181,075
TIRZ Development	-	-	-	-	5,427,772	906,691	986,624	383,619	-	7,704,706
Committed:										
Streets	-	-	12,574,567	-	-	-	-	-	-	12,574,567
Drainage	-	-	-	1,575,104	-	-	-	-	-	1,575,104
Parks	-	-	-	-	-	-	-	-	-	3,046,411
Sidewalks	35,070	-	-	-	-	-	-	-	-	35,070
Other Purposes	-	-	-	-	-	-	-	-	155,965	3,594,284
Unassigned (deficit)	-	-	-	-	-	-	-	-	-	(24,200)
Total fund balances	<u>35,070</u>	<u>181,075</u>	<u>12,574,567</u>	<u>1,575,104</u>	<u>5,427,772</u>	<u>906,691</u>	<u>986,624</u>	<u>383,619</u>	<u>227,698</u>	<u>31,099,180</u>
Total liabilities, deferred inflows and fund balances	<u>\$ 274,851</u>	<u>\$ 181,075</u>	<u>\$ 14,372,285</u>	<u>\$ 1,589,894</u>	<u>\$ 5,427,772</u>	<u>\$ 906,691</u>	<u>\$ 986,624</u>	<u>\$ 384,132</u>	<u>\$ 376,623</u>	<u>\$ 40,354,991</u>

CITY OF BRYAN, TEXAS

Combining Balance Sheet

Nonmajor Governmental Funds - Capital Project Funds

As of September 30, 2024

	2016 Certificates of Obligation Fund	2018 Certificates of Obligation Fund	2020 Certificates of Obligation Fund-Park	2020 Certificates of Obligation Fund-General	2022 Certificates of Obligation Fund	2024 Certificates of Obligation Fund	Total
<u>Assets</u>							
Cash and cash equivalents	\$ 231,814	\$ 679,303	\$ -	\$ -	\$ 5,050,885	\$ 8,242,932	\$ 14,204,934
Investments	506,345	1,483,786	-	-	11,032,526	18,004,839	31,027,496
Interest receivable	4,797	14,057	-	-	104,518	170,571	293,943
Total assets	<u>\$ 742,956</u>	<u>\$ 2,177,146</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 16,187,929</u>	<u>\$ 26,418,342</u>	<u>\$ 45,526,373</u>
<u>Liabilities and Fund Balances</u>							
Liabilities:							
Accounts payable	\$ -	\$ -	\$ -	\$ -	\$ 212,548	\$ 1,045,209	\$ 1,257,757
Retainage payable	-	11,173	-	-	343,160	348,171	702,504
Total liabilities	<u>-</u>	<u>11,173</u>	<u>-</u>	<u>-</u>	<u>555,708</u>	<u>1,393,380</u>	<u>1,960,261</u>
Fund balances:							
Restricted to capital projects	742,956	2,165,973	-	-	15,632,221	25,024,962	43,566,112
Total fund balances	<u>742,956</u>	<u>2,165,973</u>	<u>-</u>	<u>-</u>	<u>15,632,221</u>	<u>25,024,962</u>	<u>43,566,112</u>
Total liabilities and fund balances	<u>\$ 742,956</u>	<u>\$ 2,177,146</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 16,187,929</u>	<u>\$ 26,418,342</u>	<u>\$ 45,526,373</u>

CITY OF BRYAN, TEXAS

Combining Balance Sheet

Nonmajor Governmental Funds - Permanent Funds

As of September 30, 2024

	Brandon Cemetery Fund	J.W. English Cemetery Fund	L.B. Hervey Cemetery Fund	Mills Trust Cemetery Fund	Cemetery Fund	M.C. Astin Cemetery Fund	Bade Trust Cemetery Fund	F.L. Henderson Library Fund	Rountree Library Fund	Totals
<u>Assets</u>										
Cash and cash equivalents	\$ 944	\$ 3,381	\$ 5,372	\$ 338	\$ 529,316	\$ 22,300	\$ 324	\$ 1,852	\$ 2,757	566,584
Investments	2,063	7,385	11,735	740	1,156,171	48,710	707	4,046	6,023	1,237,580
Interest receivable	20	70	112	7	10,953	462	7	38	57	11,726
Total assets	<u>\$ 3,027</u>	<u>\$ 10,836</u>	<u>\$ 17,219</u>	<u>\$ 1,085</u>	<u>\$ 1,696,440</u>	<u>\$ 71,472</u>	<u>\$ 1,038</u>	<u>\$ 5,936</u>	<u>\$ 8,837</u>	<u>\$ 1,815,890</u>
Nonspendable - Permanent Funds Corpus	\$ 1,399	\$ 5,000	\$ 1,500	\$ 500	\$ 1,559,675	\$ 4,950	\$ 500	\$ 2,085	\$ 6,709	\$ 1,582,318
Restricted:										
Cemeteries	1,628	5,836	15,719	585	136,765	66,522	538	-	-	227,593
Libraries	-	-	-	-	-	-	-	3,851	2,128	5,979
Total fund balances	<u>3,027</u>	<u>10,836</u>	<u>17,219</u>	<u>1,085</u>	<u>1,696,440</u>	<u>71,472</u>	<u>1,038</u>	<u>5,936</u>	<u>8,837</u>	<u>1,815,890</u>
Total liabilities and fund balances	<u>\$ 3,027</u>	<u>\$ 10,836</u>	<u>\$ 17,219</u>	<u>\$ 1,085</u>	<u>\$ 1,696,440</u>	<u>\$ 71,472</u>	<u>\$ 1,038</u>	<u>\$ 5,936</u>	<u>\$ 8,837</u>	<u>\$ 1,815,890</u>

CITY OF BRYAN, TEXAS

Combining Statement of Revenues, Expenditures, and Changes in Fund Balances

Nonmajor Governmental Funds

For the Fiscal Year Ended September 30, 2024

	Special Revenue Funds	Capital Project Funds	Permanent Funds	Total
Revenues:				
Property taxes	\$ 6,642,566	\$ -	\$ -	\$ 6,642,566
Hotel occupancy taxes	2,767,120	-	-	2,767,120
Transportation and drainage assessments	7,675,013	-	-	7,675,013
Fines and court charges	34,340	-	-	34,340
Grants	1,276,198	-	-	1,276,198
Investment earnings	1,475,825	1,871,790	76,084	3,423,699
Investment mark to market	663,152	655,436	40,266	1,358,854
Oil and gas royalties	160,496	-	-	160,496
Parks & Recreation Operations	4,825,486	-	-	4,825,486
Destination Bryan	85,792	-	-	85,792
Other	192,877	152	116,736	309,765
Total revenues	<u>25,798,865</u>	<u>2,527,378</u>	<u>233,086</u>	<u>28,559,329</u>
Expenditures:				
Current:				
General government and administration	2,731,490	-	-	2,731,490
Development services	1,156,418	-	-	1,156,418
Public works services	3,626,868	-	-	3,626,868
Public safety	426,951	-	-	426,951
Cultural and recreational	7,771,086	-	-	7,771,086
Capital outlay	7,190,043	22,000,953	-	29,190,996
Debt service:				
Lease Principal	107,801	-	-	107,801
Lease Interest	12,732	-	-	12,732
Debt issuance costs	-	388,797	-	388,797
Total expenditures	<u>23,023,389</u>	<u>22,389,750</u>	<u>-</u>	<u>45,413,139</u>
Excess (deficiency) of revenues over (under) expenditures	<u>2,775,476</u>	<u>(19,862,372)</u>	<u>233,086</u>	<u>(16,853,810)</u>
Other financing sources (uses):				
Long-term debt issued	-	39,015,000	-	39,015,000
Premium on long-term debt issued	-	3,620,168	-	3,620,168
Issuance of Lease	361,524	-	-	361,524
Transfers in	7,160,211	1,513,050	-	8,673,261
Transfers out	(5,825,890)	(3,463,163)	-	(9,289,053)
Total other financing sources (uses)	<u>1,695,845</u>	<u>40,685,055</u>	<u>-</u>	<u>42,380,900</u>
Net change in fund balances	4,471,321	20,822,683	233,086	25,527,090
Fund balances, October 1, 2023	<u>26,627,859</u>	<u>22,743,429</u>	<u>1,582,804</u>	<u>50,954,092</u>
Fund balances, September 30, 2024	<u>\$ 31,099,180</u>	<u>\$ 43,566,112</u>	<u>\$ 1,815,890</u>	<u>\$ 76,481,182</u>

CITY OF BRYAN, TEXAS

Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
Nonmajor Governmental Funds - Special Revenue Funds
For the Fiscal Year Ended September 30, 2024

	Grant Fund	Community Development Fund	Hotel and Motel Tax Fund	Oil and Gas Fund	Capital Reserve Fund	Midtown Park Operations Fund	Phillips Event Center	Queen and Palace Theater
Revenues:								
Property taxes	\$ -	\$ -	\$ -	\$ 197,892	\$ -	\$ -	\$ -	\$ -
Hotel occupancy taxes	-	-	2,767,120	-	-	-	-	-
Transportation and drainage assessments	-	-	-	-	-	-	-	-
Grants	429,039	847,159	-	-	-	-	-	-
Fines and court charges	-	-	-	-	-	-	-	-
Investment earnings	-	-	69,762	82,764	58,968	207,432	7,059	6,869
Investment mark to market	-	-	48,738	41,389	32,128	47,232	11,781	-
Oil and gas royalties	-	-	-	160,496	-	-	-	-
Parks & Recreation Operations	-	-	-	-	-	2,716,315	1,603,660	505,511
Destination Bryan	-	-	-	-	-	-	-	-
Other	67,347	122,530	3,000	-	-	-	-	-
Total revenues	496,386	969,689	2,888,620	482,541	91,096	2,970,979	1,622,500	512,380
Expenditures:								
Current:								
General government and administration	-	-	-	-	-	-	-	-
Development services	-	931,609	-	-	-	-	-	-
Public works services	-	-	-	-	-	-	-	-
Public safety	402,624	-	-	-	-	-	-	-
Cultural and recreational	-	-	553,240	-	-	3,625,507	2,275,727	1,316,612
Capital outlay	82,094	-	41,229	-	-	182,647	1,506,557	38,452
Debt service:								
Lease Principal	-	42,905	-	-	-	-	35,724	-
Lease Interest	-	1,819	-	-	-	-	584	-
Total expenditures	484,718	976,333	594,469	-	-	3,808,154	3,818,592	1,355,064
Excess (deficiency) of revenues over (under) expenditures	11,668	(6,644)	2,294,151	482,541	91,096	(837,175)	(2,196,092)	(842,684)
Other financing sources (uses):								
Issuance of lease	-	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	1,500,000	1,868,793	982,380
Transfers out	-	-	(2,314,038)	-	-	-	-	-
Total other financing sources (uses)	-	-	(2,314,038)	-	-	1,500,000	1,868,793	982,380
Net change in fund balances	11,668	(6,644)	(19,887)	482,541	91,096	662,825	(327,299)	139,696
Fund balances, October 1, 2023	20,827	(17,556)	2,153,006	1,596,724	1,267,958	2,211,584	364,013	170,408
Fund balances, September 30, 2024	\$ 32,495	\$ (24,200)	\$ 2,133,119	\$ 2,079,265	\$ 1,359,054	\$ 2,874,409	\$ 36,714	\$ 310,104

CITY OF BRYAN, TEXAS

Combining Statement of Revenues, Expenditures, and Changes in Fund Balances (continued)

Nonmajor Governmental Funds - Special Revenue Funds

For the Fiscal Year Ended September 30, 2024

	Sidewalks Fund	Court Technology Fund	Street Improvement Fund	Drainage Improvement Fund	Tax Increment Reinvestment Zone #10 Fund	Tax Increment Reinvestment Zone #19 Fund	Tax Increment Reinvestment Zone #21 Fund	Tax Increment Reinvestment Zone #22 Fund	Destination Bryan	Total
Revenues:										
Property taxes	\$ -	\$ -	\$ -	\$ -	\$ 4,765,216	\$ 483,793	\$ 439,128	\$ 756,537	\$ -	\$ 6,642,566
Hotel occupancy taxes	-	-	-	-	-	-	-	-	-	2,767,120
Transportation and drainage assessments	-	-	6,577,315	1,097,698	-	-	-	-	-	7,675,013
Grants	-	-	-	-	-	-	-	-	-	1,276,198
Fines and court charges	-	34,340	-	-	-	-	-	-	-	34,340
Investment earnings	11,359	9,042	642,952	65,467	213,901	37,959	47,313	14,978	-	1,475,825
Investment mark to market	6,080	5,381	323,655	36,317	68,425	13,369	24,581	4,076	-	663,152
Oil and gas royalties	-	-	-	-	-	-	-	-	-	160,496
Parks & Recreation Operations	-	-	-	-	-	-	-	-	-	4,825,486
Destination Bryan	-	-	-	-	-	-	-	-	85,792	85,792
Other	-	-	-	-	-	-	-	-	-	192,877
Total revenues	17,439	48,763	7,543,922	1,199,482	5,047,542	535,121	511,022	775,591	85,792	25,798,865
Expenditures:										
Current:										
General government and administration	-	-	-	-	-	-	-	-	2,731,490	2,731,490
Development services	-	-	-	-	36,692	-	83,117	105,000	-	1,156,418
Public works services	-	-	3,123,299	503,569	-	-	-	-	-	3,626,868
Public safety	-	24,327	-	-	-	-	-	-	-	426,951
Cultural and recreational	-	-	-	-	-	-	-	-	-	7,771,086
Capital outlay	-	58,158	4,439,148	709,758	-	-	-	-	132,000	7,190,043
Debt service:										-
Lease Principal	-	-	-	29,172	-	-	-	-	-	107,801
Lease Interest	-	-	-	10,329	-	-	-	-	-	12,732
Total expenditures	-	82,485	7,562,447	1,252,828	36,692	-	83,117	105,000	2,863,490	23,023,389
Excess (deficiency) of revenues over (under) expenditures	17,439	(33,722)	(18,525)	(53,346)	5,010,850	535,121	427,905	670,591	(2,777,698)	2,775,476
Other financing sources (uses):										
Issuance of lease	-	-	-	229,524	-	-	-	-	132,000	361,524
Transfers in	-	-	-	-	-	-	-	-	2,809,038	7,160,211
Transfers out	-	-	(373,372)	(91,493)	(2,149,010)	(136,937)	(321,988)	(439,052)	-	(5,825,890)
Total other financing sources (uses)	-	-	(373,372)	138,031	(2,149,010)	(136,937)	(321,988)	(439,052)	2,941,038	1,695,845
Net change in fund balances	17,439	(33,722)	(391,897)	84,685	2,861,840	398,184	105,917	231,539	163,340	4,471,321
Fund balances, October 1, 2023	17,631	214,797	12,966,464	1,490,419	2,565,932	508,507	880,707	152,080	64,358	26,627,859
Fund balances, September 30, 2024	\$ 35,070	\$ 181,075	\$ 12,574,567	\$ 1,575,104	\$ 5,427,772	\$ 906,691	\$ 986,624	\$ 383,619	\$ 227,698	\$ 31,099,180

CITY OF BRYAN, TEXAS

Combining Statement of Revenues, Expenditures, and Changes in Fund Balances

Nonmajor Governmental Funds - Capital Project Funds

For the Fiscal Year Ended September 30, 2024

	2016 Certificates of Obligation Fund	2018 Certificates of Obligation Fund	2020 Certificates of Obligation Fund-Park	2020 Certificates of Obligation Fund-General	2022 Certificates of Obligation Fund-General	2024 Certificates of Obligation Fund-General	Total
Revenues:							
Investment earnings	\$ 32,268	\$ 97,862	\$ -	\$ 4,759	\$ 877,538	\$ 859,363	\$ 1,871,790
Investment mark to market	17,647	58,361	-	27,589	516,447	35,392	655,436
Other	152	-	-	-	-	-	152
Total revenues	<u>50,067</u>	<u>156,223</u>	<u>-</u>	<u>32,348</u>	<u>1,393,985</u>	<u>894,755</u>	<u>2,527,378</u>
Expenditures:							
Current:							
Capital outlay	2,700	285,428	923,350	432,004	5,194,404	15,163,067	22,000,953
Debt issuance costs	-	-	-	-	-	388,797	388,797
Total expenditures	<u>2,700</u>	<u>285,428</u>	<u>923,350</u>	<u>432,004</u>	<u>5,194,404</u>	<u>15,551,864</u>	<u>22,389,750</u>
Excess (deficiency) of revenues over (under) expenditures	47,367	(129,205)	(923,350)	(399,656)	(3,800,419)	(14,657,109)	(19,862,372)
Other financing sources (uses):							
Long-term debt issued	-	-	-	-	-	39,015,000	39,015,000
Premium on long-term debt issued	-	-	-	-	-	3,620,168	3,620,168
Transfers In	-	-	1,513,050	-	-	-	1,513,050
Transfers out	-	-	-	(53,459)	(456,607)	(2,953,097)	(3,463,163)
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>1,513,050</u>	<u>(53,459)</u>	<u>(456,607)</u>	<u>39,682,071</u>	<u>40,685,055</u>
Net change in fund balances	47,367	(129,205)	589,700	(453,115)	(4,257,026)	25,024,962	20,822,683
Fund balances, October 1, 2023	<u>695,589</u>	<u>2,295,178</u>	<u>(589,700)</u>	<u>453,115</u>	<u>19,889,247</u>	<u>-</u>	<u>22,743,429</u>
Fund balances, September 30, 2024	<u>\$ 742,956</u>	<u>\$ 2,165,973</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 15,632,221</u>	<u>\$ 25,024,962</u>	<u>\$ 43,566,112</u>

CITY OF BRYAN, TEXAS

Combining Statement of Revenues, Expenditures, and Changes in Fund Balance

Nonmajor Governmental Funds - Permanent Funds

For the Fiscal Year Ended September 30, 2024

	Brandon Cemetery Fund	J.W. English Cemetery Fund	L.B. Hervey Cemetery Fund	Mills Trust Cemetery Fund	Cemetery Fund	M.C. Astin Cemetery Fund	Bade Trust Cemetery Fund	F.L. Henderson Library Fund	Rountree Library Fund	Totals
Revenues:										
Contributions	\$ -	\$ -	\$ -	\$ -	\$ 116,736	\$ -	\$ -	\$ -	\$ -	\$ 116,736
Investment earnings	131	470	748	46	70,902	3,101	45	257	384	76,084
Investment mark to market	72	256	407	26	37,441	1,690	25	140	209	40,266
Total revenues	<u>203</u>	<u>726</u>	<u>1,155</u>	<u>72</u>	<u>225,079</u>	<u>4,791</u>	<u>70</u>	<u>397</u>	<u>593</u>	<u>233,086</u>
Net change in fund balances	203	726	1,155	72	225,079	4,791	70	397	593	233,086
Fund balances, October 1, 2023	<u>2,824</u>	<u>10,110</u>	<u>16,064</u>	<u>1,013</u>	<u>1,471,361</u>	<u>66,681</u>	<u>968</u>	<u>5,539</u>	<u>8,244</u>	<u>1,582,804</u>
Fund balances, September 30, 2024	<u>\$ 3,027</u>	<u>\$ 10,836</u>	<u>\$ 17,219</u>	<u>\$ 1,085</u>	<u>\$ 1,696,440</u>	<u>\$ 71,472</u>	<u>\$ 1,038</u>	<u>\$ 5,936</u>	<u>\$ 8,837</u>	<u>\$ 1,815,890</u>

CITY OF BRYAN, TEXAS

Debt Service Fund

Schedule of Revenues, Expenditures, and Changes in Fund Balance

Budget (GAAP Basis) and Actual

For the Fiscal Year Ended September 30, 2024

	Original Budgeted Amounts	Final Budgeted Amounts	Actual Amounts	Variance with Final Budget - Over (Under)
Revenues:				
Property taxes	\$ 15,183,000	\$ 15,183,000	\$ 15,600,224	\$ 417,224
Investment earnings	100,000	100,000	481,740	381,740
Investment mark to market	-	-	97,240	97,240
Other	377,000	377,000	67,002	(309,998)
Total revenues	<u>15,660,000</u>	<u>15,660,000</u>	<u>16,246,206</u>	<u>586,206</u>
Expenditures:				
Debt service:				
Bond and principal retirement	13,273,400	13,273,400	11,273,396	(2,000,004)
Interest and fiscal charges	6,517,600	6,517,600	5,597,163	(920,437)
Debt issuance costs	10,000	10,000	-	(10,000)
Total expenditures	<u>19,801,000</u>	<u>19,801,000</u>	<u>16,870,559</u>	<u>(2,930,441)</u>
Excess of revenues over expenditures	(4,141,000)	(4,141,000)	(624,353)	3,516,647
Other financing sources (uses):				
Transfers in	<u>3,160,300</u>	<u>3,160,300</u>	<u>2,558,505</u>	<u>(601,795)</u>
Total other financing sources (uses)	<u>3,160,300</u>	<u>3,160,300</u>	<u>2,558,505</u>	<u>(601,795)</u>
Net change in fund balance	(980,700)	(980,700)	1,934,152	2,914,852
Fund Balance, October 1, 2023	<u>3,206,039</u>	<u>24,830,282</u>	<u>24,830,282</u>	<u>-</u>
Fund Balance, September 30, 2024	<u>\$ 2,225,339</u>	<u>\$ 23,849,582</u>	<u>\$ 26,764,434</u>	<u>\$ 2,914,852</u>

CITY OF BRYAN, TEXAS

Community Development Fund

Schedule of Revenues, Expenditures, and Changes in Fund Balance

Budget (GAAP Basis) and Actual

For the Fiscal Year Ended September 30, 2024

	Original Budgeted Amounts	Final Budgeted Amounts	Actual Amounts	Variance with Final Budget - Over (Under)
Revenues:				
Grants	\$ 1,422,700	\$ 1,422,700	\$ 847,159	\$ (575,541)
Other	100,700	100,700	122,530	21,830
Total revenues	<u>1,523,400</u>	<u>1,523,400</u>	<u>969,689</u>	<u>(553,711)</u>
Expenditures:				
Development services	1,523,400	1,523,400	931,609	(591,791)
Debt service:				
Lease Principal	-	-	42,905	42,905
Lease Interest	-	-	1,819	1,819
Total expenditures	<u>1,523,400</u>	<u>1,523,400</u>	<u>976,333</u>	<u>(547,067)</u>
Net change in fund balance	-	-	(6,644)	(6,644)
Fund balance, October 1, 2023	-	(17,556)	(17,556)	-
Fund balance, September 30, 2024	<u>\$ -</u>	<u>\$ (17,556)</u>	<u>\$ (24,200)</u>	<u>\$ (6,644)</u>

CITY OF BRYAN, TEXAS

Hotel and Motel Tax Fund

Schedule of Revenues, Expenditures, and Changes in Fund Balance

Budget (GAAP Basis) and Actual

For the Fiscal Year Ended September 30, 2024

	Original Budgeted Amounts	Final Budgeted Amounts	Actual Amounts	Variance with Final Budget - Over (Under)
Revenues:				
Hotel occupancy taxes	\$ 2,300,000	\$ 2,300,000	\$ 2,767,120	\$ 467,120
Investment earnings	70,000	70,000	69,762	(238)
Investment mark to market	-	-	48,738	48,738
Other	-	-	3,000	3,000
Total revenues	<u>2,370,000</u>	<u>2,370,000</u>	<u>2,888,620</u>	<u>518,620</u>
Expenditures:				
Cultural and recreational	2,768,600	3,018,600	553,240	(2,465,360)
Capital outlay	<u>129,900</u>	<u>129,900</u>	<u>41,229</u>	<u>(88,671)</u>
Total expenditures	<u>2,898,500</u>	<u>3,148,500</u>	<u>594,469</u>	<u>(2,554,031)</u>
Excess (deficiency) of revenues over (under) expenditures	(528,500)	(778,500)	2,294,151	3,072,651
Other financing uses:				
Transfers out	<u>-</u>	<u>-</u>	<u>(2,314,038)</u>	<u>(2,314,038)</u>
Net change in fund balance	(528,500)	(778,500)	(19,887)	758,613
Fund balance, October 1, 2023	<u>1,981,667</u>	<u>2,153,006</u>	<u>2,153,006</u>	<u>-</u>
Fund balance, September 30, 2024	<u>\$ 1,453,167</u>	<u>\$ 1,374,506</u>	<u>\$ 2,133,119</u>	<u>\$ 758,613</u>

CITY OF BRYAN, TEXAS

Oil & Gas Fund

Schedule of Revenues, Expenditures, and Changes in Fund Balance

Budget (GAAP Basis) and Actual

For the Fiscal Year Ended September 30, 2024

	Original Budgeted Amounts	Final Budgeted Amounts	Actual Amounts	Variance with Final Budget - Over (Under)
Revenues:				
Property Taxes - Mineral	\$ 197,900	\$ 197,900	\$ 197,892	\$ (8)
Investment earnings	45,000	45,000	82,764	37,764
Investment mark to market	-	-	41,389	41,389
Oil and gas royalties	120,000	120,000	160,496	40,496
Total revenues	<u>362,900</u>	<u>362,900</u>	<u>482,541</u>	<u>119,641</u>
Net change in fund balance	362,900	362,900	482,541	119,641
Fund balance, October 1, 2023	<u>1,526,627</u>	<u>1,596,724</u>	<u>1,596,724</u>	<u>-</u>
Fund balance, September 30, 2024	<u>\$ 1,889,527</u>	<u>\$ 1,959,624</u>	<u>\$ 2,079,265</u>	<u>\$ 119,641</u>

CITY OF BRYAN, TEXAS

Capital Reserve Fund

Schedule of Revenues, Expenditures, and Changes in Fund Balance

Budget (GAAP Basis) and Actual

For the Fiscal Year Ended September 30, 2024

	Original Budgeted Amounts	Final Budgeted Amounts	Actual Amounts	Variance with Final Budget - Over (Under)
Revenues:				
Investment earnings	\$ 40,000	\$ 40,000	\$ 58,968	\$ 18,968
Investment mark to market	-	-	32,128	32,128
Total revenues	<u>40,000</u>	<u>40,000</u>	<u>91,096</u>	<u>51,096</u>
Net change in fund balance	40,000	40,000	91,096	51,096
Fund balance, October 1, 2023	<u>1,266,943</u>	<u>1,267,958</u>	<u>1,267,958</u>	<u>-</u>
Fund balance, September 30, 2024	<u>\$ 1,306,943</u>	<u>\$ 1,307,958</u>	<u>\$ 1,359,054</u>	<u>\$ 51,096</u>

CITY OF BRYAN, TEXAS

Midtown Park Operations Fund

Schedule of Revenues, Expenditures, and Changes in Fund Balance

Budget (GAAP Basis) and Actual

For the Fiscal Year Ended September 30, 2024

	Original Budgeted Amounts	Final Budgeted Amounts	Actual Amounts	Variance with Final Budget - Over (Under)
Revenues:				
Parks & Recreation Operations	\$ 1,585,000	\$ 1,585,000	\$ 2,716,315	\$ 1,131,315
Investment earnings	45,000	45,000	207,432	162,432
Investment mark to market	-	-	47,232	47,232
Total revenues	<u>1,630,000</u>	<u>1,630,000</u>	<u>2,970,979</u>	<u>1,340,979</u>
Expenditures:				
Cultural and Recreational	3,490,000	3,690,000	3,625,507	(64,493)
Capital outlay	<u>463,000</u>	<u>463,000</u>	<u>182,647</u>	<u>(280,353)</u>
Total expenditures	<u>3,953,000</u>	<u>4,153,000</u>	<u>3,808,154</u>	<u>(344,846)</u>
Excess (deficiency) of revenues over (under) expenditures	(2,323,000)	(2,523,000)	(837,175)	996,133
Other financing sources (uses)				
Transfers in	<u>1,840,000</u>	<u>1,840,000</u>	<u>1,500,000</u>	<u>(340,000)</u>
Total other financing sources (uses)	<u>1,840,000</u>	<u>1,840,000</u>	<u>1,500,000</u>	<u>(340,000)</u>
Net change in fund balance	(483,000)	(683,000)	662,825	1,345,825
Fund balance, October 1, 2023	<u>536,950</u>	<u>2,211,584</u>	<u>2,211,584</u>	<u>-</u>
Fund balance, September 30, 2024	<u>\$ 53,950</u>	<u>\$ 1,528,584</u>	<u>\$ 2,874,409</u>	<u>\$ 1,345,825</u>

CITY OF BRYAN, TEXAS

Phillips Event Center Fund

Schedule of Revenues, Expenditures, and Changes in Fund Balance

Budget (GAAP Basis) and Actual

For the Fiscal Year Ended September 30, 2024

	Original Budgeted Amounts	Final Budgeted Amounts	Actual Amounts	Variance with Final Budget - Over (Under)
Revenues:				
Parks & Recreation Operations	\$ 2,300,000	\$ 2,300,000	\$ 1,603,660	\$ (696,340)
Investment Earnings	-	-	7,059	7,059
Investment mark to market	-	-	11,781	11,781
Total revenues	<u>2,300,000</u>	<u>2,300,000</u>	<u>1,622,500</u>	<u>(677,500)</u>
Expenditures:				
Cultural and recreational	2,734,000	2,734,000	2,275,727	(458,273)
Capital outlay	1,104,100	1,104,100	1,506,557	402,457
Debt service:				
Lease Principal	-	-	35,724	35,724
Lease Interest	-	-	584	584
Total Expenditures	<u>3,838,100</u>	<u>3,838,100</u>	<u>3,818,592</u>	<u>(19,508)</u>
Excess (deficiency) of revenues over (under) expenditures	(1,538,100)	(1,538,100)	(2,196,092)	(657,992)
Other financing sources:				
Transfer in	<u>1,500,000</u>	<u>1,500,000</u>	<u>1,868,793</u>	<u>368,793</u>
Total other financing sources	<u>1,500,000</u>	<u>1,500,000</u>	<u>1,868,793</u>	<u>368,793</u>
Net change in fund balance	(38,100)	(38,100)	(327,299)	(289,199)
Fund balance, October 1, 2023	<u>49,044</u>	<u>364,013</u>	<u>364,013</u>	<u>-</u>
Fund balance, September 30, 2024	<u>\$ 10,944</u>	<u>\$ 325,913</u>	<u>\$ 36,714</u>	<u>\$ (289,199)</u>

CITY OF BRYAN, TEXAS

Queen and Palace Theaters Fund

Schedule of Revenues, Expenditures, and Changes in Fund Balance

Budget (GAAP Basis) and Actual

For the Fiscal Year Ended September 30, 2024

	Original Budgeted Amounts	Final Budgeted Amounts	Actual Amounts	Variance with Final Budget - Over (Under)
Revenues:				
Parks & Recreation Operations	\$ 325,000	\$ 325,000	\$ 505,511	\$ 180,511
Investment Earnings	-	-	6,869	6,869
Total revenues	<u>325,000</u>	<u>325,000</u>	<u>512,380</u>	<u>187,380</u>
Expenditures:				
Facilities:				
Cultural & Recreational	1,178,000	1,528,000	1,316,612	(211,388)
Capital outlay	-	-	38,452	38,452
Total Expenditures	<u>1,178,000</u>	<u>1,528,000</u>	<u>1,355,064</u>	<u>(172,936)</u>
Excess (deficiency) of revenues over (under) expenditures	(853,000)	(1,203,000)	(842,684)	360,316
Other financing sources:				
Transfer in	<u>800,000</u>	<u>800,000</u>	<u>982,380</u>	<u>182,380</u>
Total other financing sources	<u>800,000</u>	<u>800,000</u>	<u>982,380</u>	<u>182,380</u>
Net change in fund balance	(53,000)	(403,000)	139,696	542,696
Fund balance, October 1, 2023	<u>59,285</u>	<u>170,408</u>	<u>170,408</u>	-
Fund balance, September 30, 2024	<u>\$ 6,285</u>	<u>\$ (232,592)</u>	<u>\$ 310,104</u>	<u>\$ 542,696</u>

CITY OF BRYAN, TEXAS

Court Technology Fund

Schedule of Revenues, Expenditures, and Changes in Fund Balance

Budget (GAAP Basis) and Actual

For the Fiscal Year Ended September 30, 2024

	Original Budgeted Amounts	Final Budgeted Amounts	Actual Amounts	Variance with Final Budget - Over (Under)
Revenues:				
Technology fee	\$ 29,000	\$ 29,000	\$ 34,340	\$ 5,340
Investment earnings	6,000	6,000	9,042	3,042
Investment mark to market	-	-	5,381	5,381
Total revenues	<u>35,000</u>	<u>35,000</u>	<u>48,763</u>	<u>13,763</u>
Expenditures:				
Public safety	36,500	36,500	24,327	(12,173)
Capital outlay	-	60,000	58,158	1,842
Total expenditures	<u>36,500</u>	<u>96,500</u>	<u>82,485</u>	<u>(10,331)</u>
Net change in fund balance	(1,500)	(61,500)	(33,722)	24,094
Fund balance, October 1, 2023	<u>196,740</u>	<u>214,797</u>	<u>214,797</u>	<u>-</u>
Fund balance, September 30, 2024	<u>\$ 195,240</u>	<u>\$ 153,297</u>	<u>\$ 181,075</u>	<u>\$ 24,094</u>

CITY OF BRYAN, TEXAS

Street Improvement Fund

Schedule of Revenues, Expenditures, and Changes in Fund Balance

Budget (GAAP Basis) and Actual

For the Fiscal Year Ended September 30, 2024

	Original Budgeted Amounts	Final Budgeted Amounts	Actual Amounts	Variance with Final Budget - Over (Under)
Revenues:				
Transportation assessments	\$ 6,370,000	\$ 6,370,000	\$ 6,577,315	\$ 207,315
Investment earnings	100,000	100,000	642,952	542,952
Investment mark to market	-	-	323,655	323,655
Total revenues	<u>6,470,000</u>	<u>6,470,000</u>	<u>7,543,922</u>	<u>1,073,922</u>
Expenditures:				
Public works services	6,491,300	6,491,300	3,123,299	(3,368,001)
Capital outlay	<u>3,100,000</u>	<u>3,100,000</u>	<u>4,439,148</u>	<u>1,339,148</u>
Total expenditures	<u>9,591,300</u>	<u>9,591,300</u>	<u>7,562,447</u>	<u>(2,028,853)</u>
Excess (deficiency) of revenues over (under) expenditures	(3,121,300)	(3,121,300)	(18,525)	3,102,775
Other financing sources (uses):				
Transfers out	<u>(373,400)</u>	<u>(373,400)</u>	<u>(373,372)</u>	<u>28</u>
Total other financing sources (uses)	<u>(373,400)</u>	<u>(373,400)</u>	<u>(373,372)</u>	<u>28</u>
Net change in fund balance	(3,494,700)	(3,494,700)	(391,897)	3,102,803
Fund balance, October 1, 2023	<u>3,663,535</u>	<u>12,966,464</u>	<u>12,966,464</u>	<u>-</u>
Fund balance, September 30, 2024	<u>\$ 168,835</u>	<u>\$ 9,471,764</u>	<u>\$ 12,574,567</u>	<u>\$ 3,102,803</u>

CITY OF BRYAN, TEXAS

Drainage Improvement Fund

Schedule of Revenues, Expenditures, and Changes in Fund Balance

Budget (GAAP Basis) and Actual

For the Fiscal Year Ended September 30, 2024

	Original Budgeted Amounts	Final Budgeted Amounts	Actual Amounts	Variance with Final Budget - Over (Under)
Revenues:				
Drainage assessments	\$ 1,011,000	\$ 1,011,000	\$ 1,097,698	\$ 86,698
Investment earnings	15,000	15,000	65,467	50,467
Investment mark to market	-	-	36,317	36,317
Total revenues	<u>1,026,000</u>	<u>1,026,000</u>	<u>1,199,482</u>	<u>173,482</u>
Expenditures:				
Public works services	254,500	254,500	503,569	249,069
Capital outlay	1,175,000	1,175,000	709,758	(465,242)
Debt service:				
Lease Principal	-	-	29,172	29,172
Lease Interest	-	-	10,329	10,329
Total expenditures	<u>1,429,500</u>	<u>1,429,500</u>	<u>1,252,828</u>	<u>(176,672)</u>
Excess (deficiency) of revenues over (under) expenditures	(403,500)	(403,500)	(53,346)	350,154
Other financing uses:				
Issuance of lease	-	-	229,524	229,524
Transfers out	(91,400)	(91,400)	(91,493)	(93)
Total other financing sources (uses)	<u>(91,400)</u>	<u>(91,400)</u>	<u>138,031</u>	<u>229,431</u>
Net change in fund balance	(494,900)	(494,900)	84,685	579,585
Fund balance, October 1, 2023	<u>549,825</u>	<u>1,490,419</u>	<u>1,490,419</u>	<u>-</u>
Fund balance, September 30, 2024	<u>\$ 54,925</u>	<u>\$ 995,519</u>	<u>\$ 1,575,104</u>	<u>\$ 579,585</u>

CITY OF BRYAN, TEXAS

Tax Increment Reinvestment Zone #10 Fund

Schedule of Revenues, Expenditures, and Changes in Fund Balance

Budget (GAAP Basis) and Actual

For the Fiscal Year Ended September 30, 2024

	Original Budgeted Amounts	Final Budgeted Amounts	Actual Amounts	Variance with Final Budget - Over (Under)
Revenues:				
Property taxes	\$ 4,819,700	\$ 4,819,700	\$ 4,765,216	\$ (54,484)
Investment earnings	100,000	100,000	213,901	113,901
Investment mark to market	-	-	68,425	68,425
Total revenues	<u>4,919,700</u>	<u>4,919,700</u>	<u>5,047,542</u>	<u>127,842</u>
Expenditures:				
Development services	<u>25,000</u>	<u>50,000</u>	<u>36,692</u>	<u>(13,308)</u>
Total expenditures	<u>25,000</u>	<u>50,000</u>	<u>36,692</u>	<u>(13,308)</u>
Excess of revenues over expenditures	4,894,700	4,869,700	5,010,850	114,534
Other financing uses:				
Transfers out	<u>(2,149,000)</u>	<u>(2,149,000)</u>	<u>(2,149,010)</u>	<u>(10)</u>
Total other financing uses	<u>(2,149,000)</u>	<u>(2,149,000)</u>	<u>(2,149,010)</u>	<u>(10)</u>
Net change in fund balance	2,745,700	2,720,700	2,861,840	141,140
Fund balance, October 1, 2023	<u>2,870,548</u>	<u>2,565,932</u>	<u>2,565,932</u>	<u>-</u>
Fund balance, September 30, 2024	<u>\$ 5,616,248</u>	<u>\$ 5,286,632</u>	<u>\$ 5,427,772</u>	<u>\$ 141,140</u>

CITY OF BRYAN, TEXAS

Tax Increment Reinvestment Zone #19 Fund

Schedule of Revenues, Expenditures, and Changes in Fund Balance

Budget (GAAP Basis) and Actual

For the Fiscal Year Ended September 30, 2024

	Original Budgeted Amounts	Final Budgeted Amounts	Actual Amounts	Variance with Final Budget - Over (Under)
Revenues:				
Property taxes	\$ 524,000	\$ 524,000	\$ 483,793	\$ (40,207)
Investment earnings	10,000	10,000	37,959	27,959
Investment mark to market	-	-	13,369	13,369
Total revenues	<u>534,000</u>	<u>534,000</u>	<u>535,121</u>	<u>1,121</u>
Other financing uses:				
Transfers out	<u>(136,900)</u>	<u>(136,900)</u>	<u>(136,937)</u>	<u>(37)</u>
Total other financing uses	<u>(136,900)</u>	<u>(136,900)</u>	<u>(136,937)</u>	<u>(37)</u>
Net change in fund balance	397,100	397,100	398,184	1,084
Fund balance, October 1, 2023	<u>536,761</u>	<u>508,507</u>	<u>508,507</u>	<u>-</u>
Fund balance, September 30, 2024	<u>\$ 933,861</u>	<u>\$ 905,607</u>	<u>\$ 906,691</u>	<u>\$ 1,084</u>

CITY OF BRYAN, TEXAS

Tax Increment Reinvestment Zone #21 Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget (GAAP Basis) and Actual
For the Fiscal Year Ended September 30, 2024

	Original Budgeted Amounts	Final Budgeted Amounts	Actual Amounts	Variance with Final Budget - Over (Under)
Revenues:				
Property taxes	\$ 459,000	\$ 459,000	\$ 439,128	\$ (19,872)
Investment earnings	25,000	25,000	47,313	22,313
Investment mark to market	-	-	24,581	24,581
Total revenues	<u>484,000</u>	<u>484,000</u>	<u>511,022</u>	<u>27,022</u>
Expenditures:				
Development services	<u>350,000</u>	<u>350,000</u>	<u>83,117</u>	<u>(266,883)</u>
Total expenditures	<u>350,000</u>	<u>350,000</u>	<u>83,117</u>	<u>(266,883)</u>
Excess (deficiency) of revenues over (under) expenditures	134,000	134,000	427,905	293,905
Other financing sources (uses)				
Transfers out	<u>(322,000)</u>	<u>(322,000)</u>	<u>(321,988)</u>	<u>12</u>
Total other financing sources	<u>(322,000)</u>	<u>(322,000)</u>	<u>(321,988)</u>	<u>12</u>
Net change in fund balance	(188,000)	(188,000)	105,917	293,917
Fund balance, October 1, 2023	<u>592,707</u>	<u>880,707</u>	<u>880,707</u>	<u>-</u>
Fund balance, September 30, 2024	<u>\$ 404,707</u>	<u>\$ 692,707</u>	<u>\$ 986,624</u>	<u>\$ 293,917</u>

CITY OF BRYAN, TEXAS

Tax Increment Reinvestment Zone #22 Fund

Schedule of Revenues, Expenditures, and Changes in Fund Balance

Budget (GAAP Basis) and Actual

For the Fiscal Year Ended September 30, 2024

	Original Budgeted Amounts	Final Budgeted Amounts	Actual Amounts	Variance with Final Budget - Over (Under)
Revenues:				
Property taxes	\$ 456,000	\$ 456,000	\$ 756,537	\$ 300,537
Investment earnings	8,500	8,500	14,978	6,478
Investment mark to market	-	-	4,076	4,076
Total revenues	<u>464,500</u>	<u>464,500</u>	<u>775,591</u>	<u>311,091</u>
Expenditures:				
Development services	<u>55,000</u>	<u>55,000</u>	<u>105,000</u>	<u>50,000</u>
Total expenditures	<u>55,000</u>	<u>55,000</u>	<u>105,000</u>	<u>50,000</u>
Excess of revenues over expenditures	409,500	409,500	670,591	261,091
Other financing uses:				
Transfers out	<u>(439,000)</u>	<u>(439,000)</u>	<u>(439,052)</u>	<u>(52)</u>
Total other financing uses	<u>(439,000)</u>	<u>(439,000)</u>	<u>(439,052)</u>	<u>(52)</u>
Net change in fund balance	(29,500)	(29,500)	231,539	261,039
Fund balance, October 1, 2023	<u>150,757</u>	<u>152,080</u>	<u>152,080</u>	<u>-</u>
Fund balance, September 30, 2024	<u>\$ 121,257</u>	<u>\$ 122,580</u>	<u>\$ 383,619</u>	<u>\$ 261,039</u>



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COMBINING FINANCIAL STATEMENTS

NONMAJOR ENTERPRISE FUNDS

Solid Waste Fund – To account for the provision of residential and commercial garbage collection and the City's interest in the Brazos Valley Solid Waste Management Agency's landfill operations. All activities necessary to provide such services are accounted for in this fund, including but not limited to, administrative, operations, maintenance, new construction, financing and related debt services, and billing and collection.

Bryan Airport Fund – To account for the revenues received and the expenses incurred by the City in the operation of Bryan's Coulter Airfield.

Bryan Commerce and Development – To account for economic development activities and public facility development by the City. The activities related to the acquisition of property for development are included in this fund.

CITY OF BRYAN, TEXAS

Combining Statement of Net Position

Nonmajor Enterprise Funds

As of September 30, 2024

	Solid Waste Fund	Bryan Airport Fund	Bryan Commerce & Development	Total
<u>Assets</u>				
Current Assets:				
Cash and Cash Equivalents	\$ 2,302,837	\$ 571,053	\$ 2,384,077	\$ 5,257,967
Investments	5,030,033	1,247,336	5,207,481	11,484,850
Accounts Receivable	636,230	25,402	56,374	718,006
Less Allowance for Uncollectible	(33,155)	-	-	(33,155)
Interest Receivable	47,652	12,211	49,334	109,197
Inventories	-	55,997	-	55,997
Due from Other Funds	233,155	-	-	233,155
Total Current Assets	<u>8,216,752</u>	<u>1,911,999</u>	<u>7,697,266</u>	<u>17,826,017</u>
Non-Current Assets:				
Restricted Assets:				
Cash and Cash Equivalents	-	19,066	-	19,066
Investments	-	41,563	-	41,563
Investment in BVSWMMA	26,609,466	-	-	26,609,466
Equity interest in limited partnership	-	-	1,790,275	1,790,275
Capital Assets:				
Land	-	654,670	19,811,514	20,466,184
Buildings	174,581	2,567,184	10	2,741,775
Equipment	16,027,972	152,329	-	16,180,301
Improvements Other Than Buildings	453,790	4,924,166	-	5,377,956
Construction in Progress	35,223	5,069,936	-	5,105,159
Less Accumulated Depreciation	(11,242,385)	(4,906,893)	-	(16,149,278)
Right-to-Use Lease Assets	-	96,106	-	96,106
Less Accumulated Amortization	-	(57,664)	-	(57,664)
Total Capital Assets (Net of Accumulated Depreciation and Amortization)	<u>5,449,181</u>	<u>8,499,834</u>	<u>19,811,524</u>	<u>33,760,539</u>
Total Non-Current Assets	<u>32,058,647</u>	<u>8,560,463</u>	<u>21,601,799</u>	<u>62,220,909</u>
Total Assets	<u>\$ 40,275,399</u>	<u>\$ 10,472,462</u>	<u>\$ 29,299,065</u>	<u>\$ 80,046,926</u>
<u>Deferred Outflows</u>				
Pension	893,829	40,460	-	934,289
Other Post-Employment Benefits (OPEB)	310,324	13,793	-	324,117
Total Deferred Outflows	<u>\$ 1,204,153</u>	<u>\$ 54,253</u>	<u>\$ -</u>	<u>\$ 1,258,406</u>

CITY OF BRYAN, TEXAS

Combining Statement of Net Position

Nonmajor Enterprise Funds

As of September 30, 2024

	Solid Waste Fund	Bryan Airport Fund	Bryan Commerce & Development	Total
<u>Liabilities</u>				
Current Liabilities:				
Accounts Payable	\$ 94,236	\$ 78,818	\$ 30,335	\$ 203,389
Accrued Liabilities	246,140	18,973	-	265,113
Accrued Interest	-	53,554	-	53,554
Accrued Vacation and Sick Pay	135,355	9,182	-	144,537
Leases	-	39,151	-	39,151
Current Liabilities Payable from Restricted Assets:				
Bonds Payable, Net	-	79,211	-	79,211
Customer Deposits	-	19,660	-	19,660
Total Current Liabilities	<u>475,731</u>	<u>298,549</u>	<u>30,335</u>	<u>804,615</u>
Noncurrent Liabilities:				
Bonds Payable, Net	-	6,555,982	-	6,555,982
Interfund Advance	1,784,223	80,764	-	1,864,987
Net Pension Liability (NPL)	410,782	18,595	-	429,377
Net Other Post-Employment Benefits Liability (OPEB)	885,736	39,366	-	925,102
Accrued Vacation and Sick Pay	71,199	4,964	-	76,163
Leases	-	20,758	-	20,758
Total Non-Current Liabilities	<u>3,151,940</u>	<u>6,720,429</u>	<u>-</u>	<u>9,872,369</u>
Total Liabilities	<u>\$ 3,627,671</u>	<u>\$ 7,018,978</u>	<u>\$ 30,335</u>	<u>\$ 10,676,984</u>
<u>Deferred Inflows</u>				
Pension	73,837	3,341	-	77,178
Other Post-Employment Benefits (OPEB)	227,565	10,116	-	237,681
Total Deferred Inflows	<u>\$ 301,402</u>	<u>\$ 13,457</u>	<u>\$ -</u>	<u>\$ 314,859</u>
<u>Net Position</u>				
Net Investment in Capital Assets	5,218,435	1,804,732	19,811,524	26,834,691
Restricted for BVSWMMA	26,609,466	-	-	26,609,466
Restricted for Equity Interest in Partnership	-	-	1,790,275	1,790,275
Unrestricted	5,722,578	1,689,548	7,666,931	15,079,057
Total Net Position	<u>\$ 37,550,479</u>	<u>\$ 3,494,280</u>	<u>\$ 29,268,730</u>	<u>\$ 70,313,489</u>

CITY OF BRYAN, TEXAS

Combining Statement of Revenues, Expenses and Changes in Net Position

Nonmajor Enterprise Funds

For the Fiscal Year Ended September 30, 2024

	Solid Waste Fund	Bryan Airport Fund	Bryan Commerce & Development	Total
Operating Revenues:				
Solid Waste	\$ 9,295,361	\$ -	\$ -	\$ 9,295,361
Other	-	847,526	-	847,526
Total Operating Revenues	<u>9,295,361</u>	<u>847,526</u>	<u>-</u>	<u>10,142,887</u>
Operating Expenses:				
Personnel Services	4,188,431	395,403	-	4,583,834
Maintenance	618,140	157,911	-	776,051
Other Services and Charges	996,070	117,321	398,156	1,511,547
Other Expenses	759,954	396,443	-	1,156,397
General and Administrative	1,249,380	154,957	-	1,404,337
Total Operating Expenses	<u>7,811,975</u>	<u>1,222,035</u>	<u>398,156</u>	<u>9,432,166</u>
Before Depreciation and Amortization	<u>7,811,975</u>	<u>1,222,035</u>	<u>398,156</u>	<u>9,432,166</u>
Operating Income (Loss) Before Depreciation and Amortization	1,483,386	(374,509)	(398,156)	710,721
Depreciation and Amortization	1,273,837	230,531	145,579	1,649,947
Operating Income (Loss)	<u>209,549</u>	<u>(605,040)</u>	<u>(543,735)</u>	<u>(939,226)</u>
Non-Operating Revenues (Expenses):				
Investment Earnings	555,920	13,629	324,569	894,118
Investment Mark to Market	9,887	1,489	10,236	21,612
Interest Expense	-	(65,128)	-	(65,128)
Debt Issuance Costs	-	(53,264)	-	(53,264)
Gain on Sale of Assets	-	-	5,172,810	5,172,810
Distributive Share of BVSWMA Net Income	2,103,681	-	-	2,103,681
Other - Net	28,816	99,709	-	128,525
Total Non-Operating Revenues (Expenses)	<u>2,698,304</u>	<u>(3,565)</u>	<u>5,507,615</u>	<u>8,202,354</u>
Income (Loss) Before Contributions and Transfers	2,907,853	(608,605)	4,963,880	7,263,128
Capital Contributions	-	1,118,939	-	1,118,939
Transfers In	131,274	6,801,694	500,000	7,432,968
Transfers Out	(537,704)	(6,159,831)	-	(6,697,535)
Change in Net Position	<u>2,501,423</u>	<u>1,152,197</u>	<u>5,463,880</u>	<u>9,117,500</u>
Net Position, October 1, 2023	35,049,056	2,342,083	28,481,418	65,872,557
Prior period adjustment - Loss on sale of asset	-	-	(2,796,987)	(2,796,987)
Prior period adjustment - Transfer of asset	-	-	(1,879,581)	(1,879,581)
Net position, October1, 2023 as restated	<u>35,049,056</u>	<u>2,342,083</u>	<u>23,804,850</u>	<u>61,195,989</u>
Net Position, September 30, 2024	<u>\$ 37,550,479</u>	<u>\$ 3,494,280</u>	<u>\$ 29,268,730</u>	<u>\$ 70,313,489</u>

CITY OF BRYAN, TEXAS

Combining Statement of Cash Flows

Nonmajor Enterprise Funds

For the Fiscal Year Ended September 30, 2024

	Solid Waste Fund	Bryan Airport Fund	Bryan Commerce & Development	Total
Cash flows from operating activities:				
Receipts from customers and users	\$ 9,180,787	\$ 899,014	\$ -	\$ 10,079,801
Payments to suppliers	(3,224,728)	(608,709)	(375,368)	(4,208,805)
Payments to employees	(4,039,414)	(387,400)	-	(4,426,814)
Payments for interfund services used	(1,249,380)	(154,957)	-	(1,404,337)
Other receipts	28,816	99,709	-	128,525
Net cash provided (used) by operating activities	696,081	(152,343)	(375,368)	168,370
Cash flows from noncapital financing activities:				
Transfers in	131,274	6,801,694	500,000	7,432,968
Transfers out	(537,704)	(6,159,831)	-	(6,697,535)
Net cash provided (used) by noncapital financing activities	(406,430)	641,863	500,000	735,433
Cash flows from capital and related financing activities:				
Acquisition and construction of capital assets	(2,010,570)	(4,635,597)	(1,012,427)	(7,658,594)
Proceeds from sale of assets	16,701	-	7,481,497	7,498,198
Debt proceeds	-	5,787,694	-	5,787,694
Issuance costs	-	(53,264)	-	(53,264)
Principal paid on bonds, contractual obligations, and leases	-	(12,153)	-	(12,153)
Principal paid on leases	-	(18,454)	-	(18,454)
Interest paid on bonds, contractual obligations, and leases	-	(65,128)	-	(65,128)
Net cash (used) by capital and related financing activities	(1,993,869)	1,003,098	6,469,070	5,478,299
Cash flows from investing activities:				
Purchase of investment securities	(1,532,712)	(1,042,235)	(4,714,958)	(7,289,905)
Sale of investment securities	3,924,632	88,517	137,540	4,150,689
Interest on investments	582,392	4,755	281,431	868,578
Net cash (used) by investing activities	2,974,312	(948,963)	(4,295,987)	(2,270,638)
Net increase (decrease) in cash and cash equivalents	1,270,094	543,655	2,297,715	4,111,464
Cash and cash equivalents, October 1, 2023	1,032,743	46,464	86,362	1,165,569
Cash and cash equivalents, September 30, 2024	\$ 2,302,837	\$ 590,119	\$ 2,384,077	\$ 5,277,033

CITY OF BRYAN, TEXAS

Combining Statement of Cash Flows (continued)

Nonmajor Enterprise Funds

For the Fiscal Year Ended September 30, 2024

	Solid Waste Fund	Bryan Airport Fund	Bryan Commerce & Development	Total
Reconciliation of operating income (loss) to net cash provided (used) by operating activities:				
Operating income (loss)	\$ 209,549	\$ (605,040)	\$ (543,735)	\$ (939,226)
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities				
Depreciation and amortization	1,273,837	230,531	145,579	1,649,947
Other revenue	28,816	99,709	-	128,525
Change in assets and liabilities:				
Change in accounts receivable	(25,399)	(2,182)	-	(27,581)
Change in grant receivable	-	46,086	-	46,086
Change in inventory	-	5,167	-	5,167
Change in due from other funds	(31,998)	-	-	(31,998)
Change in accounts payable	(882,773)	9,210	22,788	(850,775)
Change in accrued liabilities	32,209	53,756	-	85,965
Deferred outflows/inflows of resources - OPEB & Net Pension	702,017	31,719	-	733,736
Change in customer deposits	-	5,005	-	5,005
Change in interfund advance	(57,177)	(2,588)	-	(59,765)
Change in OPEB and Net Pension	(593,814)	(26,852)	-	(620,666)
Change in accrued vacation and sick pay	40,814	3,136	-	43,950
Net cash provided (used) by operating activities	<u>\$ 696,081</u>	<u>\$ (152,343)</u>	<u>\$ (375,368)</u>	<u>\$ 168,370</u>
Reconciliation of total cash and cash equivalents:				
Current assets - cash and cash equivalents	\$ 2,302,837	\$ 571,053	\$ 2,384,077	\$ 5,257,967
Restricted assets - cash and cash equivalents	-	19,066	-	19,066
Total cash and cash equivalents	<u>\$ 2,302,837</u>	<u>\$ 590,119</u>	<u>\$ 2,384,077</u>	<u>\$ 5,277,033</u>
Noncash Investing, Capital, and Financing Activities				
Capital asset acquisitions included in accounts payable	\$ 230,746	\$ -	\$ -	\$ 230,746
Capital asset contributions	\$ -	\$ 1,118,939	\$ -	\$ 1,118,939

During this past year, the Enterprise Funds investment in BVSWMA increased \$2,103,681 as a result of its operations.

COMBINING FINANCIAL STATEMENTS

INTERNAL SERVICE FUNDS

Warehouse Fund – To account for the operation of the City’s warehouse function (excluding electric inventory).

Insurance Fund – To account for funds accumulated by the City to cover general liability and workers’ compensation claims and associated administrative expenses.

Employee Benefit Fund – To account for the administration of health insurance for City employees. Resources are contributed by the City for employee health coverage and by the employee for optional dependent coverage.

CITY OF BRYAN, TEXAS

Internal Service Funds
Combining Statement of Net Position
As of September 30, 2024

<u>Assets</u>	Warehouse Fund	Insurance Fund	Employee Benefit Fund	Total
Current assets:				
Cash and cash equivalents	\$ 43,749	\$ 1,863,420	\$ 5,044,472	\$ 6,951,641
Investments	95,560	4,147,707	11,018,521	15,261,788
Accounts receivable	-	-	67,172	67,172
Interest receivable	905	39,294	104,347	144,546
Inventories	263,259	-	-	263,259
Due from other funds	-	42,245	-	42,245
Total current assets	403,473	6,092,666	16,234,512	22,730,651
Noncurrent assets:				
Capital assets:				
Buildings	-	23,420	-	23,420
Equipment	64,100	122,016	-	186,116
Improvements other than buildings	159,086	29,572	-	188,658
Less accumulated depreciation	(150,648)	(169,634)	-	(320,282)
Total capital assets (net of accumulated depreciation)	72,538	5,374	-	77,912
Total assets	\$ 476,011	\$ 6,098,040	\$ 16,234,512	\$ 22,808,563
<u>Deferred outflows</u>				
Pensions	70,924	168,777	-	239,701
Other post employment benefits	20,689	41,376	-	62,065
Total deferred outflows	\$ 91,613	\$ 210,153	\$ -	\$ 301,766
<u>Liabilities</u>				
Current liabilities:				
Accounts payable	\$ 1,055	\$ 14,125	\$ 271,889	\$ 287,069
Claims payable	-	703,374	952,000	1,655,374
Accrued liabilities	13,800	28,490	-	42,290
Accrued vacation and sick pay	29,050	27,007	-	56,057
Total current liabilities	43,905	772,996	1,223,889	2,040,790
Noncurrent liabilities:				
Claims payable	-	1,234,312	-	1,234,312
Net pension liability (NPL)	32,593	77,567	-	110,160
Interfund Advance	141,573	336,905	-	478,478
Net other post employment benefit liability (OPEB)	59,049	118,098	-	177,147
Accrued vacation and sick pay	15,281	14,206	-	29,487
Total noncurrent liabilities	248,496	1,781,088	-	2,029,584
Total liabilities	\$ 292,401	\$ 2,554,084	\$ 1,223,889	\$ 4,070,374
<u>Deferred inflows</u>				
Pensions	5,860	13,943	-	19,803
Other post employment benefits	15,172	30,341	-	45,513
Total deferred inflows	\$ 21,032	\$ 44,284	\$ -	\$ 65,316
<u>Net Position</u>				
Net investment in capital assets	72,538	5,374	-	77,912
Unrestricted	181,653	3,704,451	15,010,623	18,896,727
Total net position	\$ 254,191	\$ 3,709,825	\$ 15,010,623	\$ 18,974,639

CITY OF BRYAN, TEXAS

Internal Service Funds

Combining Statement of Revenues, Expenses
and Changes in Fund Net Position

For the Fiscal Year Ended September 30, 2024

	Warehouse Fund	Insurance Fund	Employee Benefit Fund	Total
Operating revenues:				
Intragovernmental	\$ 139,312	\$ 3,121,203	\$ 12,683,250	\$ 15,943,765
Other	-	355,190	5,119,662	5,474,852
Total operating revenues	<u>139,312</u>	<u>3,476,393</u>	<u>17,802,912</u>	<u>21,418,617</u>
Operating expenses:				
Personnel services	293,192	602,565	-	895,757
Maintenance	915	237	-	1,152
Claims	-	935,561	11,104,979	12,040,540
Other services and charges	52,778	1,756,162	2,724,146	4,533,086
Other expenses	12,158	77,030	-	89,188
Total operating expenses	<u>359,043</u>	<u>3,371,555</u>	<u>13,829,125</u>	<u>17,559,723</u>
before depreciation				
	<u>359,043</u>	<u>3,371,555</u>	<u>13,829,125</u>	<u>17,559,723</u>
Operating gain(loss) before depreciation	(219,731)	104,838	3,973,787	3,858,894
Depreciation	7,918	7,906	-	15,824
Operating income (loss)	<u>(227,649)</u>	<u>96,932</u>	<u>3,973,787</u>	<u>3,843,070</u>
Nonoperating revenues:				
Investment earnings	3,462	274,324	633,725	911,511
Investment mark to market	3,260	126,278	294,579	424,117
Total nonoperating revenues	<u>6,722</u>	<u>400,602</u>	<u>928,304</u>	<u>1,335,628</u>
Income (loss) before transfers	(220,927)	497,534	4,902,091	5,178,698
Transfers in	277,185	-	100,000	377,185
Transfers out	<u>(3,231)</u>	<u>(107,689)</u>	<u>-</u>	<u>(110,920)</u>
Change in net position	53,027	389,845	5,002,091	5,444,963
Net position, October 1, 2023	<u>201,164</u>	<u>3,319,980</u>	<u>10,008,532</u>	<u>13,529,676</u>
Net position, September 30, 2024	<u>\$ 254,191</u>	<u>\$ 3,709,825</u>	<u>\$ 15,010,623</u>	<u>\$ 18,974,639</u>

CITY OF BRYAN, TEXAS

Internal Service Funds

Combining Statement of Cash Flows

For the Fiscal Year Ended September 30, 2024

	Warehouse Fund	Insurance Fund	Employee Benefit Fund	Total
Cash flows from operating activities:				
Receipts from customers and users	\$ -	\$ -	\$ 2,907,494	\$ 2,907,494
Receipts for interfund services provided	134,775	3,110,407	12,683,250	15,928,432
Payments to suppliers and claim administrators	(86,836)	(2,073,006)	(14,015,043)	(16,174,885)
Payments to employees	(280,217)	(574,663)	-	(854,880)
Other receipts	-	355,190	2,144,996	2,500,186
Net cash provided (used) by operating activities	(232,278)	817,928	3,720,697	4,306,347
Cash flows from noncapital financing activities:				
Transfers in	277,185	-	100,000	377,185
Transfers out	(3,231)	(107,689)	-	(110,920)
Net cash provided (used) by noncapital activities	273,954	(107,689)	100,000	266,265
Cash flows from capital and related financing activities:				
Acquisition and construction of capital assets	(36,710)	-	-	(36,710)
Net cash provided (used) by capital and related financing activities	(36,710)	-	-	(36,710)
Cash flows from investing activities:				
Purchase of investment securities	(29,118)	(1,263,857)	(3,357,478)	(4,650,453)
Sale of investment securities	48,645	1,542,622	2,568,322	4,159,589
Interest on investments	3,675	278,033	628,691	910,399
Net cash provided (used) by investing activities	23,202	556,798	(160,465)	419,535
Net increase (decrease) in cash and cash equivalents	28,168	1,267,037	3,660,232	4,955,437
Cash and cash equivalents, October 1, 2023	15,581	596,383	1,384,240	1,996,204
Cash and cash equivalents, September 30, 2024	\$ 43,749	\$ 1,863,420	\$ 5,044,472	\$ 6,951,641
Reconciliation of operating income (loss) to net cash provided (used) operating activities:				
Operating Income (loss)	(227,649)	96,932	3,973,787	3,843,070
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:				
Depreciation	7,918	7,906	-	15,824
Change in assets and liabilities:				
Change in accounts receivable	-	-	(67,172)	(67,172)
Change in inventory	4,606	-	-	4,606
Change in due from other funds	-	373,557	-	373,557
Change in accounts payable	(25,591)	4,656	(78,918)	(99,853)
Change in accrued liabilities	1,908	3,551	-	5,459
Change in claims payable	-	317,771	(107,000)	210,771
Change in vacation and sick pay	2,938	5,920	-	8,858
Change in Interfund Advance	(4,537)	(10,796)	-	(15,333)
Change in OPEB and Net Pension	8,129	18,431	-	26,560
Net cash provided (used) by operating activities	\$ (232,278)	\$ 817,928	\$ 3,720,697	\$ 4,306,347

STATISTICAL SECTION

This part of the City of Bryan's comprehensive 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 government's overall financial health.

Contents

Financial Trends (Tables 1 - 4) - These schedules contain trend information to help the reader understand how the government's financial performance and well-being have changed over time.

Revenue Capacity (Tables 5 – 15) - These schedules contain information to help the reader assess one of the government's most significant local revenue sources, the property tax.

Debt Capacity (Tables 16 - 22) - These schedules present information to help the reader assess the affordability of the government's current levels of outstanding debt and the government's ability to issue additional debt in the future.

Demographic and Economic Information (Tables 23 – 25) - These schedules offer demographic and economic indicators to help the reader understand the environment within which the government's financial activities take place.

Operating Information (Tables 26 - 28) - These schedules contain service and infrastructure data to help the reader understand how the information in the government's financial report relates to the services the government provides and the activities it performs.

City of Bryan, Texas
Net Position by Component
Last Ten Fiscal Years
(Accrual basis of accounting)

Table 1

	2015	2016	2017	2018	2019	2020	2021	2022	2023*	2024
Governmental activities										
Net investment in capital assets	\$ 68,002,663	\$ 81,026,014	\$ 88,289,291	\$ 93,348,161	\$ 86,377,222	\$ 108,129,853	\$ 137,153,990	\$ 162,390,390	\$ 183,412,959	\$ 194,616,700
Restricted	22,972,793	18,104,805	19,918,996	20,799,558	20,528,578	21,514,186	26,640,847	47,242,210	25,868,892	29,570,348
Unrestricted	18,998,510	16,933,496	5,722,042	(3,265,076)	19,554,730	46,217,536	30,722,971	20,887,472	38,246,693	45,088,418
Total governmental activities net position	<u>\$ 109,973,966</u>	<u>\$ 116,064,315</u>	<u>\$ 113,930,329</u>	<u>\$ 110,882,643</u>	<u>\$ 126,460,530</u>	<u>\$ 175,861,575</u>	<u>\$ 194,517,808</u>	<u>\$ 230,520,072</u>	<u>\$ 247,528,544</u>	<u>\$ 269,275,466</u>
Business-type activities										
Net investment in capital assets	281,007,278	293,636,350	312,335,006	317,597,463	331,471,407	371,885,626	320,015,225	459,407,258	497,835,136	540,684,620
Restricted	39,419,987	34,672,042	28,731,318	36,067,616	34,500,061	33,508,196	40,439,140	47,999,524	35,382,967	39,644,884
Unrestricted	73,915,223	78,673,277	79,324,576	95,833,112	138,985,347	141,030,536	221,310,726	147,905,009	193,101,597	226,612,758
Total Business-type activities net position	<u>\$ 394,342,488</u>	<u>\$ 406,981,669</u>	<u>\$ 420,390,900</u>	<u>\$ 449,498,191</u>	<u>\$ 504,956,815</u>	<u>\$ 546,424,358</u>	<u>\$ 581,765,091</u>	<u>\$ 655,311,791</u>	<u>\$ 726,319,700</u>	<u>\$ 806,942,262</u>
Primary government										
Net investment in capital assets	349,009,941	374,662,364	400,624,297	410,945,624	417,848,629	480,015,479	457,169,215	621,797,648	681,248,095	735,301,320
Restricted	62,392,780	52,776,847	48,650,314	56,867,174	55,028,639	55,022,382	67,079,987	95,241,734	61,251,859	69,215,232
Unrestricted	92,913,733	95,606,773	85,046,618	92,568,036	158,540,077	187,248,072	252,033,697	168,792,481	231,348,290	271,701,176
Total primary government net position	<u>\$ 504,316,454</u>	<u>\$ 523,045,984</u>	<u>\$ 534,321,229</u>	<u>\$ 560,380,834</u>	<u>\$ 631,417,345</u>	<u>\$ 722,285,933</u>	<u>\$ 776,282,899</u>	<u>\$ 885,831,863</u>	<u>\$ 973,848,244</u>	<u>\$ 1,076,217,728</u>

*Amounts are shown as restated.

City of Bryan, Texas
Change in Net Position
Last Ten Fiscal Years
(Accrual basis of accounting)

Table 2

	2015	2016	2017	2018	2019	2020	2021	2022	2023*	2024
Expenses										
Governmental Activities:										
General government and administration	\$ 9,775,235	\$ 18,119,110	\$ 17,481,720	\$ 17,843,501	\$ 17,828,658	\$ 16,179,781	\$ 17,129,907	\$ 14,590,813	\$ 24,174,546	\$ 26,970,212
Development services	5,403,697	6,556,417	8,956,465	6,077,939	8,063,283	6,438,717	6,746,206	6,333,102	5,856,843	6,298,537
Public works services	16,894,814	16,585,766	20,061,531	17,923,447	15,122,805	12,867,878	13,186,070	16,010,652	14,639,232	18,187,714
Public Safety	33,648,379	35,934,773	39,753,105	41,229,027	44,658,085	46,256,622	45,774,029	47,773,925	49,622,658	57,697,310
Cultural and Recreational	8,374,038	9,106,566	9,827,528	12,799,663	11,620,981	10,833,728	10,779,452	12,850,552	16,568,038	18,699,205
Interest on long-term debt	3,299,163	2,989,038	2,732,128	2,815,131	2,786,148	2,816,111	5,689,781	5,611,708	6,015,107	6,440,302
Total governmental activities expenses	77,395,326	89,291,670	98,812,477	98,688,708	100,079,960	95,392,837	99,305,445	103,170,752	116,876,424	134,293,280
Business-type activities:										
Electric	171,705,349	175,336,256	176,616,366	170,963,238	160,442,705	142,043,711	327,503,769	174,243,166	190,574,316	178,568,948
Rural Electric	36,214,517	40,163,724	41,664,199	46,189,436	38,857,150	36,280,420	47,333,876	43,929,977	46,281,887	48,290,033
Water	9,841,218	11,651,741	11,385,667	11,287,775	11,227,487	10,761,384	11,250,194	12,547,178	13,424,642	13,742,920
Wastewater	9,935,489	10,840,072	11,756,197	11,566,231	12,017,801	11,469,226	12,127,118	13,449,974	14,195,673	14,126,752
Other	7,860,010	8,128,393	8,486,233	8,575,416	8,272,034	7,753,652	8,859,868	10,068,848	10,660,410	11,059,851
Total business-type activities expenses	235,556,583	246,120,186	249,908,662	248,582,096	230,817,177	208,308,393	407,074,825	254,239,143	275,136,928	265,788,504
Total primary government expenses	\$ 312,951,909	\$ 335,411,856	\$ 348,721,139	\$ 347,270,804	\$ 330,897,137	\$ 303,701,230	\$ 506,380,270	\$ 357,409,894	\$ 392,013,352	\$ 400,081,784
Program Revenues										
Governmental activities:										
Fees, fines, and charges for services										
General government and administration	337,174	454,949	208,607	318,557	334,778	261,585	243,932	372,500	282,007	296,884
Development services	625,106	1,045,668	859,574	976,345	764,522	1,029,792	1,382,111	1,587,507	1,022,262	1,399,275
Public safety	4,684,494	4,866,930	5,400,679	5,606,498	5,421,746	6,074,324	4,566,415	6,189,817	7,300,441	6,677,321
Cultural and recreational	1,279,525	1,478,733	1,723,126	1,720,765	1,764,236	1,582,294	825,542	3,570,238	4,306,369	5,852,431
Operating grants and contributions	2,769,647	2,507,033	3,040,292	2,963,291	3,134,487	7,671,725	4,020,453	13,380,520	3,024,264	3,514,089
Capital grants and contributions	2,049,078	4,531,545	2,657,984	4,885,776	9,041,299	14,726,449	7,740,216	11,244,886	9,860,741	8,203,032
Total governmental activities program revenues	11,745,024	14,884,858	13,890,262	16,471,232	20,461,068	31,346,169	18,778,669	36,345,468	25,796,084	25,943,032
Business-type activities:										
Electric	184,252,089	187,624,655	190,064,226	199,082,844	204,747,110	185,889,665	362,660,519	239,352,244	235,528,777	228,661,203
Rural Electric	39,287,075	41,931,026	44,224,725	48,935,501	47,539,897	45,850,000	48,006,906	57,642,815	57,824,648	57,034,354
Water	12,390,019	12,656,177	13,428,055	14,014,033	13,101,114	14,449,661	13,252,956	15,924,867	17,286,917	16,375,022
Wastewater	12,883,147	13,007,294	13,111,988	13,343,497	13,122,328	13,387,061	13,625,996	14,296,820	15,100,939	15,677,715
Other Enterprise Funds	12,608,721	9,569,471	9,882,226	13,212,744	9,460,361	10,679,163	9,211,488	11,347,201	10,024,645	10,142,887
Capital grants and contributions	2,755,942	4,826,334	3,677,071	2,709,437	4,961,213	7,962,431	4,345,773	5,925,767	5,156,094	6,386,224
Total business-type activities program revenue	264,176,993	269,614,957	274,388,291	291,298,056	292,932,023	278,217,981	451,103,638	344,489,714	340,922,020	334,277,405
Total primary government program revenues	\$ 275,922,017	\$ 284,499,815	\$ 288,278,553	\$ 307,769,288	\$ 313,393,091	\$ 309,564,149	\$ 469,882,307	\$ 380,835,182	\$ 366,718,104	\$ 360,220,437
Net (expense)/revenue										
Governmental activities	(65,650,302)	(74,406,812)	(84,922,215)	(82,216,846)	(79,618,892)	(64,046,669)	(80,526,776)	(66,825,284)	(91,080,340)	(108,350,248)
Business-type activities	28,620,410	23,494,771	24,479,639	42,715,960	62,114,846	69,909,588	44,028,813	90,250,572	65,785,092	68,488,901
Total primary government net expense	\$ (37,029,892)	\$ (50,912,041)	\$ (60,442,576)	\$ (39,500,886)	\$ (17,504,046)	\$ 5,862,919	\$ (36,497,963)	\$ 23,425,288	\$ (25,295,248)	\$ (39,861,347)

	2015	2016	2017	2018	2019	2020	2021	2022	2023*	2024
General Revenue and Other Changes in Net Position										
Governmental activities:										
Property taxes	\$ 28,039,989	\$ 29,674,521	\$ 31,409,788	\$ 34,140,282	\$ 37,035,640	\$ 39,370,526	\$ 41,610,800	\$ 43,305,764	\$ 48,823,436	\$ 57,344,591
Sales taxes	17,788,430	19,025,856	19,608,634	21,290,148	23,580,209	24,465,953	25,477,704	29,581,453	30,712,088	31,179,227
Franchise taxes	2,191,346	2,037,593	2,179,203	2,230,544	2,081,194	1,938,892	2,037,423	2,198,001	2,092,162	2,008,258
Alcoholic beverage taxes	149,776	153,522	154,279	161,631	186,568	140,082	179,443	267,554	307,698	347,528
Bingo taxes	267,434	261,943	261,967	208,508	241,346	294,040	251,717	314,326	262,356	200,193
Hotel occupancy taxes	1,286,072	1,182,916	1,453,321	1,748,501	1,798,691	1,095,785	1,393,369	2,027,840	2,349,175	2,767,120
Transportation and drainage fees	6,553,176	6,589,263	6,639,924	6,721,956	6,847,716	6,988,935	7,169,131	7,355,803	7,517,363	7,675,013
Unrestricted investment earnings	523,146	483,317	454,389	639,513	2,134,759	1,352,938	371,744	(1,591,011)	5,521,320	9,881,304
Miscellaneous	3,512,707	6,552,374	5,194,379	5,835,633	6,743,547	2,941,259	8,555,261	2,704,963	2,396,920	3,229,535
Transfers (net)	14,789,653	14,535,856	15,432,345	13,866,017	14,547,109	34,859,304	12,136,417	14,054,602	8,106,294	15,464,401
Total governmental activities:	<u>75,101,729</u>	<u>80,497,161</u>	<u>82,788,229</u>	<u>86,842,733</u>	<u>95,196,779</u>	<u>113,447,714</u>	<u>99,183,009</u>	<u>100,219,295</u>	<u>108,088,812</u>	<u>130,097,170</u>
Business-type activities:										
Unrestricted investment earnings	1,032,154	856,704	1,056,355	1,174,531	6,634,033	4,223,505	481,182	(4,090,716)	12,060,621	19,902,277
Miscellaneous	3,240,871	2,823,562	3,305,581	3,445,118	1,256,854	2,193,754	2,967,155	1,583,955	4,065,477	2,499,307
Special items - Gain (Loss) on sale of capital assets	505,000	-	-	-	-	-	-	-	(2,796,987)	5,196,478
Transfers (net)	<u>(14,789,653)</u>	<u>(14,535,856)</u>	<u>(15,432,345)</u>	<u>(13,866,017)</u>	<u>(14,547,109)</u>	<u>(34,859,304)</u>	<u>(12,136,417)</u>	<u>(14,054,602)</u>	<u>(8,106,294)</u>	<u>(15,464,401)</u>
Total business-type activities	<u>(10,011,628)</u>	<u>(10,855,590)</u>	<u>(11,070,409)</u>	<u>(9,246,368)</u>	<u>(6,656,222)</u>	<u>(28,442,045)</u>	<u>(8,688,080)</u>	<u>(16,561,363)</u>	<u>5,222,817</u>	<u>12,133,661</u>
Total primary government	<u>\$ 65,090,101</u>	<u>\$ 69,641,571</u>	<u>\$ 71,717,820</u>	<u>\$ 77,596,365</u>	<u>\$ 88,540,557</u>	<u>\$ 85,005,669</u>	<u>\$ 90,494,929</u>	<u>\$ 83,657,932</u>	<u>\$ 113,311,629</u>	<u>\$ 142,230,831</u>
Change in Net Position										
Governmental activities	9,451,427	6,090,349	(2,133,986)	4,625,887	15,577,887	49,401,045	18,656,233	33,394,011	17,008,472	21,746,922
Business-type activities	18,608,782	12,639,181	13,409,230	33,469,592	55,458,624	41,467,543	35,340,733	73,689,209	71,007,909	80,622,562
Total primary government	<u>\$ 28,060,209</u>	<u>\$ 18,729,530</u>	<u>\$ 11,275,244</u>	<u>\$ 38,095,479</u>	<u>\$ 71,036,511</u>	<u>\$ 90,868,588</u>	<u>\$ 53,996,966</u>	<u>\$ 107,083,220</u>	<u>\$ 88,016,381</u>	<u>\$ 102,369,484</u>

*Amounts are shown as restated.

City of Bryan, Texas

Fund Balances of Governmental Funds

Last Ten Fiscal Years

(Modified accrual basis of accounting)

Table 3

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
General fund										
Nonspendable	\$ 109,393	\$ 106,321	\$ 1,817	\$ 63,713	\$ 120,963	\$ 106,631	\$ 97,337	\$ 33,207	\$ 57,022	\$ 2,082,724
Restricted	720,583	841,565	2,036,743	2,606,587	2,755,245	3,977,076	4,720,084	2,703,377	4,087,773	1,969,293
Committed	2,384,963	2,778,145	3,211,078	3,511,715	2,882,323	6,726,575	5,398,158	5,838,670	6,181,714	5,776,312
Assigned	1,531,754	7,731,534	4,962,007	3,237,201	2,838,331	3,425,810	3,386,123	13,239,840	22,701,787	21,921,283
Unassigned	30,621,712	22,095,483	17,752,837	19,058,051	24,466,995	31,975,877	37,335,487	41,306,536	19,128,574	20,820,935
Total general fund	<u>\$ 35,368,405</u>	<u>\$ 33,553,048</u>	<u>\$ 27,964,482</u>	<u>\$ 28,477,267</u>	<u>\$ 33,063,857</u>	<u>\$ 46,211,969</u>	<u>\$ 50,937,189</u>	<u>\$ 63,121,630</u>	<u>\$ 52,156,870</u>	<u>\$ 52,570,547</u>
All other governmental funds										
Nonspendable:										
Permanent funds and other	\$ 895,724	\$ 938,069	\$ 994,989	\$ 1,051,295	\$ 1,102,032	\$ 1,176,117	\$ 1,299,930	\$ 3,594,516	\$ 3,528,200	\$ 3,400,280
Restricted:										
Capital Project Funds	7,465,788	13,327,432	4,261,143	6,661,659	5,470,389	51,115,106	38,490,807	38,043,893	23,333,129	43,566,112
Debt Service Fund	6,080,301	5,840,959	5,928,427	5,827,239	1,873,816	2,174,282	21,661,156	21,948,839	22,948,869	25,193,021
Permanent Funds:										
Cemeteries	1,018,042	346,358	29,507	38,989	80,468	84,412	87,626	70,085	112,233	227,593
Libraries	3,858	3,938	4,011	4,117	4,517	4,663	4,684	4,527	4,989	5,979
Special Revenue Funds:										
Grants	11,423	33,827	83,204	332	5,808	-	-	-	-	32,495
Hotel/Motel	1,784,048	2,171,320	2,050,708	2,416,862	2,781,618	2,412,531	2,422,213	2,435,663	2,153,006	2,133,119
Municipal Court	244,157	245,569	188,100	160,052	180,681	182,107	188,283	194,096	214,797	181,075
TIRZ Development	706,544	807,993	1,037,861	1,169,520	1,267,824	2,658,753	3,093,947	3,598,761	4,107,226	7,704,706
Other Purposes	1,808	-	-	-	-	11,973	12,412	9,600	17,631	-
Committed:										
Streets	12,387,623	11,773,499	8,111,108	6,290,734	7,538,322	8,297,803	9,945,050	10,517,013	12,966,464	3,046,411
Drainage	2,364,950	2,851,094	2,890,276	3,310,765	3,496,567	1,956,622	923,707	993,395	1,490,419	1,575,104
Parks	-	-	-	-	-	15,310,744	15,183,119	2,550,046	2,577,188	12,574,567
Sidewalks	-	-	-	-	-	-	-	-	-	35,070
Other Purposes	-	1,551,036	3,902,621	4,621,792	5,488,499	5,806,143	2,281,348	2,508,749	2,937,479	3,594,284
Assigned:	-	-	-	-	-	15,628,798	-	-	-	-
Unassigned:										
Special Revenue Funds	(9,354)	(16,399)	-	(22,446)	(26,503)	(45,785)	(38,423)	(49,113)	(607,256)	(24,200)
Total all other governmental funds	<u>\$ 32,954,912</u>	<u>\$ 39,874,695</u>	<u>\$ 29,481,955</u>	<u>\$ 31,530,910</u>	<u>\$ 29,264,038</u>	<u>\$ 106,774,269</u>	<u>\$ 95,555,859</u>	<u>\$ 86,420,070</u>	<u>\$ 75,784,374</u>	<u>\$ 103,245,616</u>
Total governmental funds	\$ 68,323,317	\$ 73,427,743	\$ 57,446,437	\$ 60,008,177	\$ 62,327,895	\$ 152,986,238	\$ 146,493,048	\$ 149,541,700	\$ 127,941,244	\$ 155,816,163

City of Bryan, Texas

Changes in Fund Balances of Governmental Func

Last Ten Fiscal Years

(Modified accrual basis of accounting)

Table 4

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Revenues:										
Property taxes	\$ 28,274,580	\$ 29,693,884	\$ 31,385,195	\$ 34,112,352	\$ 36,998,975	\$ 39,431,870	\$ 41,510,242	\$ 43,330,469	\$ 48,728,730	\$ 57,284,583
Sales taxes	17,788,430	19,025,856	19,608,634	21,290,148	23,580,209	24,465,953	25,477,704	29,581,453	30,712,088	31,179,227
Franchise taxes	2,191,346	2,037,593	2,179,203	2,230,544	2,081,194	1,938,892	2,037,423	2,198,001	2,092,162	2,008,258
Alcoholic beverage taxes	149,776	153,522	154,279	161,631	186,568	140,082	179,443	267,554	307,698	347,528
Bingo taxes	267,434	261,943	261,967	208,508	241,346	294,040	251,717	314,326	262,356	200,193
Hotel occupancy taxes	1,286,072	1,182,916	1,453,321	1,748,501	1,798,691	1,095,785	1,393,369	2,027,840	2,349,175	2,767,120
Transportation and drainage fees	6,553,176	6,589,263	6,639,924	6,721,956	6,847,716	6,988,935	7,169,131	7,355,803	7,517,363	7,675,013
Charges for services	4,538,814	5,031,445	5,504,971	5,877,052	5,895,651	6,594,140	4,353,023	6,054,751	6,621,617	6,322,227
Fines and court charges	1,762,379	1,709,700	1,770,534	1,768,768	1,625,109	1,324,063	1,282,866	1,656,894	1,833,905	1,678,923
Licenses and permits	625,106	1,105,135	916,481	976,345	764,522	1,029,792	1,382,111	1,587,507	1,022,262	1,399,275
Grants	2,769,647	2,507,033	3,040,292	2,963,921	3,134,487	7,671,726	4,020,453	13,380,520	3,024,264	3,514,089
Investment earnings	486,542	450,313	424,969	593,701	1,964,336	1,282,397	356,536	1,718,855	4,970,765	6,508,506
Investment mark to market	-	-	-	-	-	-	-	(3,251,747)	391,091	2,965,474
Interfund Advance	-	-	-	-	-	-	20,446,631	250,585	134,763	160,496
Oil and gas royalties	-	-	-	-	-	211,887	184,687	2,420,910	3,433,295	4,825,486
Destination Bryan	-	-	-	-	-	-	206,296	83,627	84,700	85,792
Other	2,117,264	2,585,856	3,475,198	3,967,606	3,604,239	3,112,145	4,157,321	3,037,167	3,300,876	3,508,911
Total revenues	68,810,566	72,334,459	76,814,968	82,621,033	88,723,043	95,581,707	114,408,953	112,014,515	116,787,110	132,431,101
Expenditures:										
Current:										
General government and administration	13,667,518	17,579,763	16,066,047	18,812,321	19,262,481	20,204,393	17,754,096	19,086,744	19,639,432	24,990,042
Development services	4,624,579	5,791,992	8,130,645	5,247,240	7,226,350	6,327,073	6,805,110	6,323,380	5,847,811	6,432,697
Public works services	10,468,227	10,051,020	13,339,973	11,069,288	7,714,354	4,177,371	4,528,593	6,293,519	4,633,624	7,577,659
Public safety	30,954,028	33,636,636	37,174,641	38,860,500	41,429,739	43,615,531	43,899,962	45,560,738	48,805,337	55,091,122
Cultural and recreational	7,205,362	7,957,438	8,497,669	10,801,706	10,212,041	9,326,946	9,677,325	11,577,082	15,098,823	16,172,365
Administrative reimbursement	(3,476,440)	(3,066,657)	(3,037,162)	(3,351,396)	(5,934,384)	(6,093,231)	-	-	-	-
Capital outlay	4,768,236	8,511,681	17,529,177	14,191,321	7,236,977	24,646,941	36,113,557	50,306,423	35,394,012	34,641,763
Debt Service:										
Bond and principal retirement	7,141,927	7,841,492	7,649,158	7,801,531	7,951,005	8,354,991	8,166,498	9,987,201	10,489,162	11,273,396
Interest and fiscal charges	3,367,234	2,834,697	2,702,174	2,543,474	2,832,450	2,267,897	5,972,967	5,068,485	6,205,546	5,597,163
Debt issuance cost	71,009	149,526	-	186,174	74,520	318,825	192,500	136,409	-	388,797
Lease Principal	-	-	-	-	-	-	-	283,791	705,154	724,935
Lease Interest	-	-	-	-	-	-	-	61,221	119,922	224,554
Total expenditures	78,791,680	91,287,588	108,052,322	106,162,159	98,005,533	113,146,737	133,110,608	154,684,993	146,938,823	163,114,493
Excess of expenditures over revenues	(9,981,114)	(18,953,129)	(31,237,354)	(23,541,126)	(9,282,490)	(17,565,031)	(18,701,655)	(42,670,478)	(30,151,713)	(30,683,392)
Other financing sources (uses):										
Proceeds of long-term debt issued	-	9,275,000	-	11,965,000	-	70,365,000	54,700,000	27,425,000	-	39,015,000
Premium (discount) on long-term debt issued	-	430,700	-	359,538	-	2,594,393	(313,247)	1,717,966	-	3,620,168
Proceeds of refunding bonds issued	11,745,000	7,755,000	-	6,265,000	4,660,000	7,125,000	-	-	-	-
Payment to refunded bond escrow agent	(12,231,268)	(8,043,773)	-	(6,486,411)	(4,891,535)	(7,747,691)	(54,194,253)	-	-	-
Premium on refunding bonds	557,141	372,165	-	314,046	321,429	440,801	-	-	-	-
Issuance of Lease	-	-	-	-	-	-	-	126,657	2,108,520	361,524
Sales of capital assets	1,591,734	23,693	51,367	61,557	397,064	836,126	105,467	26,996	462,000	16,357
Transfers in	18,127,404	17,024,652	17,648,735	18,180,784	17,666,298	58,846,311	23,553,930	24,794,176	30,114,407	31,836,386
Transfers out	(3,337,751)	(2,779,882)	(2,444,054)	(4,556,648)	(3,371,048)	(24,236,565)	(11,643,433)	(10,979,918)	(24,133,670)	(16,291,124)
Total other financing sources	16,452,260	24,057,555	15,256,048	26,102,866	14,782,208	108,223,375	12,208,464	43,110,877	8,551,257	58,558,311
Net change in fund balances	\$ 6,471,146	\$ 5,104,426	\$ (15,981,306)	\$ 2,561,740	\$ 5,499,718	\$ 90,658,344	\$ (6,493,191)	\$ 440,399	\$ (21,600,456)	\$ 27,874,919
Debt service as a percentage of noncapital expenditures	14.20%	12.90%	11.44%	11.25%	11.88%	12.00%	14.58%	14.42%	14.97%	14.23%

City of Bryan, Texas

Governmental Activities Tax Revenues By Source

Last Ten Fiscal Years

(Accrual basis of accounting)

Table 5

Fiscal Year	Property Taxes	Sales Taxes	Franchise Taxes	Alcoholic Beverage Taxes	Bingo Taxes	Hotel Occupancy Taxes	Transportation and Drainage Assessments	Total
2015	\$ 28,274,580	\$ 17,788,430	\$ 2,191,346	\$ 149,776	\$ 267,434	\$ 1,286,072	\$ 6,553,176	\$ 56,510,814
2016	29,674,521	19,025,856	2,037,593	153,522	261,943	1,182,916	6,589,263	58,925,614
2017	31,409,788	19,608,634	2,179,203	154,279	261,967	1,453,321	6,639,924	61,707,116
2018	34,140,282	21,290,148	2,230,544	161,631	208,508	1,748,501	6,721,956	66,501,570
2019	36,998,975	23,580,209	2,081,194	186,568	241,346	1,798,691	6,847,716	71,734,699
2020	39,431,870	24,465,953	1,938,892	140,082	294,040	1,095,785	6,988,935	74,355,557
2021	41,510,242	25,477,704	2,037,423	179,443	251,717	1,393,369	7,169,131	78,019,029
2022	43,330,469	29,581,453	2,198,001	267,554	314,326	2,027,840	7,355,803	85,075,446
2023	48,728,730	30,712,088	2,092,162	307,698	262,356	2,349,175	7,517,363	91,969,572
2024	57,344,591	31,179,227	2,008,258	347,528	200,193	2,767,120	7,675,013	101,521,930
Change 2015-2024	102.81%	75.28%	-8.36%	132.03%	-25.14%	115.16%	17.12%	79.65%

City of Bryan, Texas

Assessed Value and Estimated Actual Value of Taxable Property
Last Ten Fiscal Years

Table 6

Fiscal Year	Real Property		Personal Property	Less: Tax Exempt Real Property	Total Taxable Assessed Value	Total Direct Tax Rate	Estimated Actual Taxable Value
	Residential Property	Commercial Property					
2015	\$ 2,939,644,870	\$ 994,920,813	\$ 620,568,334	\$ 221,012,900	\$ 4,334,121,117	\$ 0.629990	\$ 4,334,121,117
2016	3,114,809,537	1,024,444,205	671,458,469	207,760,861	4,602,951,350	0.629990	4,602,951,350
2017	3,399,061,710	1,078,228,695	661,133,415	240,621,455	4,897,802,365	0.629990	4,897,802,365
2018	4,474,267,958	1,284,954,223	742,893,376	300,760,635	6,201,354,922	0.629990	6,201,354,922
2019	4,113,109,107	1,176,590,609	820,476,499	320,825,723	5,789,350,492	0.629990	5,789,350,492
2020	4,474,267,958	1,284,954,223	742,893,376	300,760,635	6,201,354,922	0.629990	6,201,354,922
2021	4,745,816,451	1,310,733,268	824,624,342	323,138,236	6,558,035,825	0.629000	6,558,035,825
2022	5,020,123,755	1,315,783,842	845,052,665	317,962,209	6,862,998,053	0.629000	6,862,998,053
2023	5,991,483,430	1,466,236,315	905,785,261	503,283,324	7,860,221,682	0.624000	7,860,221,682
2024	7,433,792,762	1,804,824,556	991,855,844	798,134,436	9,432,338,726	0.624000	9,432,338,726

Source: Brazos Central Appraisal District

City of Bryan, Texas
Property Tax Rates and Ratios Per \$100 Value
Direct and Overlapping Governments
Last Ten Fiscal Years

Table 7

Fiscal Year	Overlapping Rates											
	City of Bryan ⁽¹⁾			Brazos County ⁽¹⁾			Bryan Independent			Subtotal Direct Rates	Subtotal Overlapping Rates	Total Direct & Overlapping Rates
							School District ⁽¹⁾					
	Operating Millage	Debt Service Millage	Total City Millage	Operating Millage	Debt Service Millage	Total County Millage	Operating Millage	Debt Service Millage	Total BISD Millage			
2015	\$ 0.442658	\$ 0.187332	\$ 0.629990	\$ 0.422600	\$ 0.062400	\$ 0.485000	\$ 1.040000	\$ 0.250000	\$ 1.2900	\$ 0.629990	\$ 1.7750	\$ 2.4050
2016	0.443253	0.186737	0.629990	0.424700	0.060300	0.485000	1.040000	0.310000	1.3500	0.629990	1.8350	2.4650
2017	0.448172	0.181818	0.629990	0.425800	0.059200	0.485000	1.040000	0.310000	1.3500	0.629990	1.8350	2.4650
2018	0.464587	0.165403	0.629990	0.429000	0.056000	0.485000	1.060000	0.280000	1.3400	0.629990	1.8250	2.4550
2019	0.478708	0.151282	0.629990	0.431700	0.053300	0.485000	1.060000	0.280000	1.3400	0.629990	1.8250	2.4550
2020	0.476018	0.153972	0.629990	0.447500	0.050000	0.497500	0.990000	0.280000	1.2700	0.629990	1.7675	2.3975
2021	0.454001	0.174999	0.629000	0.440700	0.054300	0.495000	0.952500	0.280000	1.2325	0.629000	1.7275	2.3565
2022	0.418980	0.210020	0.629000	0.442257	0.051243	0.493500	0.951800	0.275000	1.2268	0.629000	1.7203	2.3493
2023	0.412996	0.211004	0.624000	0.389314	0.040097	0.429411	0.864600	0.275000	1.1396	0.624000	1.5690	2.1930
2024	0.430822	0.193178	0.624000	0.368986	0.040714	0.409700	0.679200	0.270000	0.9492	0.624000	1.3589	1.9829

⁽¹⁾ <https://brazoscad.org/tax-information/adopted-tax-rates/>

City of Bryan, Texas
Principal Property Taxpayers
As of September 30, 2024

Table 8

Taxpayer	2024			2015		
	Taxable Assessed	Rank	Percentage of Total Taxable Assessed	Taxable Assessed	Rank	Percentage of Total Taxable Assessed
	Value		Value	Value		Value
Sanderson Farms	\$ 94,099,512	1	1.00%	\$ 43,371,328	1	1.00%
Liquidpower Specialty Products	88,621,874	2	0.94%			
West Shore Traditions LLC	55,252,000	3	0.59%			
SZ College Station Cottages	51,047,969	4	0.54%			
Comcapp Willowick LLC	45,351,009	5	0.48%			
Atmos Energy/Mid-Tex Distribution	35,538,528	6	0.38%			
Jamespoint Management Co.	34,054,061	7	0.36%	31,169,675	3	0.72%
LCP Bryan LLC	33,000,000	8	0.35%			
SW Meadows Point LP	32,500,000	9	0.34%	24,236,550	5	0.56%
West Shore Traditions LLC	32,267,000	10	0.34%			
Bryan Student Housing				37,934,230	2	0.88%
Halcon Energy Properties				24,825,521	4	0.57%
Wal-Mart Real Estate				23,400,140	6	0.54%
KC Presidio Apartments LLC				22,150,515	7	0.51%
Toyo Ink International Corp				21,155,300	8	0.49%
Texas A&M University - Ground Lease				20,710,280	9	0.48%
4050 Pendleton LTD				20,367,686	10	0.47%
Totals	<u>\$ 501,731,953</u>		<u>5.32%</u>	<u>\$ 269,321,225</u>		<u>6.22%</u>

Source: Brazos Central Appraisal District

City of Bryan, Texas
Property Tax Levies and Collections
Last Ten Fiscal Years
As of September 30, 2024

Table 9

Fiscal Year	Total Tax Levy for Fiscal Year		Collected within the Fiscal Year of the Levy		Collections in Subsequent Years	Total Collections to Date	
			Amount	Percentage of Levy		Amount	Percentage of Levy
2015	\$	26,961,308	\$ 26,578,195	98.58%	\$ 329,746	\$ 26,907,941	99.80%
2016		28,568,696	28,011,317	98.05%	495,355	28,506,672	99.78%
2017		30,254,227	29,819,509	98.56%	360,801	30,180,310	99.76%
2018		32,736,990	32,268,978	98.57%	385,271	32,654,249	99.75%
2019		35,438,038	34,950,886	98.63%	383,342	35,334,228	99.71%
2020		37,845,056	37,302,171	98.57%	409,509	37,711,680	99.65%
2021		39,861,557	39,355,268	98.73%	320,179	39,675,447	99.53%
2022		41,729,547	41,187,242	98.70%	272,727	41,459,969	99.35%
2023		47,136,025	46,614,509	98.89%	128,428	46,742,937	99.17%
2024		56,155,467	54,808,105	97.60%	-	54,808,105	97.60%

City of Bryan, Texas**Top Ten Electric Customers**

For Fiscal Year Ended September 30, 2024

Table 10

Electric Customers - City Electric

Customer	Type of Industry	Electric Usage kWh	Rank	Percentage of Top Ten Electric Users
Sanderson Farms Inc	Corporation	46,596,359	1	2.86%
Texas A&M University	Education	36,476,400	2	2.24%
City of Bryan	Local Government	34,543,744	3	2.12%
Axis Pipe & Tube	Manufacturing	31,138,969	4	1.91%
Bryan ISD	Education	28,875,281	5	1.77%
CHI St Joseph Hospital	Medical	25,716,568	6	1.58%
B Way Corporation	Corporation	22,806,961	7	1.40%
Brazos County	Local Government	18,595,708	8	1.14%
Wimberly Bldg Redevelopment	Corporation	11,151,386	9	0.68%
New Alenco Window LTD	Manufacturing	10,582,362	10	0.65%
Total		266,483,740		16.34%
Total City Electric System kWh		1,630,926,149		

Electric Customers - Rural Electric

Customer	Type of Industry	Electric Usage kWh	Rank	Percentage of Top Ten Electric Users
City of College Station	Local Government	11,084,813	1	2.17%
Hawkwood Energy Operating LLC	Corporation	9,489,121	2	1.86%
Texas A&M University	Education	8,579,714	3	1.68%
College Station ISD	Education	5,356,709	4	1.05%
Frontier Southwest Inc	Corporation	5,113,553	5	1.00%
MPS Egg Farms	Agriculture	3,662,806	6	0.72%
C&E Production LLC	Corporation	3,237,696	7	0.63%
ST Feed Mill LLC	Agriculture	2,910,235	8	0.57%
Wickson Creek SUD	Rural Water District	2,532,977	9	0.50%
Knife River Corporation	Corporation	2,445,516	10	0.48%
Total		54,413,140		10.64%
Total Rural Electric System kWh		511,377,841		

City of Bryan, Texas
Electricity Sold by Type of Customer
Last Ten Fiscal Years
(in kilowatt hours)

Table 11

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
City Electric										
Type of Customer										
Residential	384,732,000	375,152,000	381,241,000	405,081,000	405,212,000	408,468,000	410,581,000	459,514,000	465,116,000	445,739,000
Commercial and Industrial	573,631,000	570,736,000	595,565,000	613,771,000	626,585,000	599,808,000	594,017,000	633,960,000	631,354,000	632,757,000
Rural	435,206,000	439,341,000	437,988,000	493,829,000	501,818,000	496,104,000	495,300,000	551,208,000	550,359,000	546,256,000
Other Utilities	647,490,000	708,571,000	657,519,000	679,085,000	570,779,000	669,703,000	587,608,000	550,925,000	553,528,000	572,554,000
Interdepartmental ⁽¹⁾	-	-	-	-	-	-	-	-	-	-
	<u>2,041,059,000</u>	<u>2,093,800,000</u>	<u>2,072,313,000</u>	<u>2,191,766,000</u>	<u>2,104,394,000</u>	<u>2,174,083,000</u>	<u>2,087,506,000</u>	<u>2,195,607,000</u>	<u>2,200,357,000</u>	<u>2,197,306,000</u>
Rural Electric										
Type of Customer										
Residential	280,441,000	265,036,000	272,097,000	303,678,000	302,390,000	303,080,000	309,725,000	335,480,052	340,082,000	333,671,000
Commercial and Industrial	124,966,000	127,789,000	133,407,000	151,836,000	149,395,000	143,881,000	142,460,000	165,733,000	172,222,000	175,644,000
Other Utilities	<u>1,928,000</u>	<u>1,888,000</u>	<u>1,914,000</u>	<u>1,936,000</u>	<u>1,969,000</u>	<u>1,944,000</u>	<u>1,992,000</u>	<u>2,044,000</u>	<u>2,058,000</u>	<u>2,063,000</u>
	<u>407,335,000</u>	<u>394,713,000</u>	<u>407,418,000</u>	<u>457,450,000</u>	<u>453,754,000</u>	<u>448,905,000</u>	<u>454,177,000</u>	<u>503,257,052</u>	<u>514,362,000</u>	<u>511,378,000</u>

⁽¹⁾ Interdepartmental rates were eliminated in 2015 and were subsequently billed based on respective load profiles.

	2015			2016			2017			2018			2019		
	Customer Charge per Month	Demand per kW	Rate per kWh	Customer Charge per Month	Demand per kW	Rate per kWh	Customer Charge per Month	Demand per kW	Rate per kWh	Customer Charge per Month	Demand per kW	Rate per kWh	Customer Charge per Month	Demand per kW	Rate per kWh
City Electric System															
Residential Winter (Nov-Apr)	\$ 11.00	\$ -	\$ 0.0822	\$ 11.00	\$ -	\$ 0.0837	\$ 11.00	\$ -	\$ 0.0837	\$ 11.00	\$ -	\$ 0.0837	\$ 11.00	\$ -	\$ 0.0833
Residential Summer (May-Oct)	11.00	-	0.0949	11.00	-	0.0964	11.00	-	0.0964	11.00	-	0.0964	11.00	-	0.0960
Small Commercial	15.50	-	0.0920	15.50	-	0.0952	15.50	-	0.0924	15.50	-	0.0924	15.50	-	0.0900
General Service Commercial	29.75	6.31	0.0516	33.25	7.81	0.0476	37.00	9.39	0.0412	37.00	9.39	0.0412	37.00	9.39	0.0412
Large Industrial	400.00	12.50	0.0376	400.00	12.50	0.0401	400.00	12.50	0.0401	400.00	12.50	0.0401	400.00	12.50	0.0401
Primary Service	400.00	12.25	0.0365	400.00	12.25	0.0390	400.00	12.25	0.0389	400.00	12.25	0.0389	400.00	12.25	0.0393
Transmission Service	1,725.00	12.68	0.0290	1,725.00	12.68	0.0323	1,725.00	12.68	0.0322	1,725.00	12.68	0.0322	1,725.00	12.68	0.0322
Bryan Public Schools															
Interdepartmental															
Rural Electric Division	8,100.00	5.88	0.0525	17,200.00	10.28	0.0395	22,400.00	13.33	0.0316	22,400.00	13.33	0.0343	200,000.00	1.43	0.0413
Rural Electric System															
Residential Winter (Nov-Apr)	11.00	-	0.0807	11.50	-	0.0906	12.00	-	0.0930	12.00	-	0.0908	12.00	-	0.0907
Residential Summer (May-Oct)	11.00	-	0.0938	11.50	-	0.1048	12.00	-	0.1084	12.00	-	0.1062	12.00	-	0.1061
Residential College Station (Nov-Apr)	11.00	-	0.0824	11.00	-	0.0889	11.00	-	0.0889	11.00	-	0.0867	11.00	-	0.0859
Residential College Station (May-Oct)	11.00	-	0.0957	11.00	-	0.1022	11.00	-	0.1022	11.00	-	0.1000	11.00	-	0.0992
Small Commercial	14.00	-	0.0889	15.00	-	0.0959	16.00	-	0.0904	16.00	-	0.0882	16.00	-	0.0863
General Service Commercial	21.00	6.00	0.0531	21.00	7.50	0.0520	21.00	9.02	0.0457	21.00	9.02	0.0435	21.00	9.02	0.0434
Public/Private Schools ⁽¹⁾	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Large Industrial	400.00	12.81	0.0380	400.00	12.81	0.0430	400.00	12.81	0.0430	400.00	12.81	0.0408	400.00	12.81	0.0407
Primary Service	400.00	12.56	0.0378	400.00	12.56	0.0416	400.00	12.56	0.0416	400.00	12.56	0.0394	400.00	12.56	0.0396
	2020			2021			2022			2023			2024		
	Customer Charge per Month	Demand per kW	Rate per kWh	Customer Charge per Month	Demand per kW	Rate per kWh	Customer Charge per Month	Demand per kW	Rate per kWh	Customer Charge per Month	Demand per kW	Rate per kWh	Customer Charge per Month	Demand per kW	Rate per kWh
City Electric System															
Residential Winter (Nov-Apr)	\$ 11.00	\$ -	\$ 0.0824	\$ 11.00	\$ -	\$ 0.0824	\$ 11.00	\$ -	\$ 0.0914	\$ 11.00	\$ -	\$ 0.0914	\$ 11.00	\$ -	\$ 0.0931
Residential Summer (May-Oct)	11.00	-	0.0951	11.00	-	0.0951	11.00	-	0.1041	11.00	-	0.1041	11.00	-	0.1058
Small Commercial	15.50	-	0.0890	15.50	-	0.0890	15.50	-	0.0958	15.50	-	0.0958	15.50	-	0.0969
General Service Commercial	37.00	9.39	0.0384	37.00	9.39	0.0384	37.00	9.39	0.0444	37.00	9.39	0.0444	37.00	9.39	0.0444
Large Industrial	400.00	12.50	0.0373	400.00	12.50	0.0373	400.00	12.50	0.0433	400.00	12.50	0.0433	400.00	12.50	0.0433
Primary Service	400.00	12.25	0.0366	400.00	12.25	0.0366	400.00	12.25	0.0425	400.00	12.25	0.0425	400.00	12.25	0.0425
Transmission Service	1,725.00	12.68	0.0296	1,725.00	12.68	0.0296	1,725.00	12.68	0.0354	1,725.00	12.68	0.0354	1,725.00	12.68	0.0354
Rural Electric Division	200,000.00	1.43	0.0421	200,000.00	1.43	0.0595	200,000.00	1.43	0.0631	200,000.00	1.43	0.0631	200,000.00	1.43	0.0420
Rural Electric System															
Residential Winter (Nov-Apr)	12.00	-	0.0908	12.00	-	0.0908	12.00	-	0.0979	12.00	-	0.0979	12.00	-	0.0994
Residential Summer (May-Oct)	12.00	-	0.1062	12.00	-	0.1062	12.00	-	0.1133	12.00	-	0.1133	12.00	-	0.1148
Residential College Station (Nov-Apr)	11.00	-	0.0858	11.00	-	0.0858	11.00	-	0.0936	11.00	-	0.0936	11.00	-	0.0926
Residential College Station (May-Oct)	11.00	-	0.0991	11.00	-	0.0991	11.00	-	0.1069	11.00	-	0.1069	11.00	-	0.1059
Small Commercial	16.00	-	0.0858	16.00	-	0.0858	16.00	-	0.0929	16.00	-	0.0929	16.00	-	0.0940
General Service Commercial	21.00	9.02	0.0406	21.00	9.02	0.0406	21.00	9.02	0.0467	21.00	9.02	0.0467	21.00	9.02	0.0467
Large Industrial	400.00	12.81	0.0379	400.00	12.81	0.0379	400.00	12.81	0.0440	400.00	12.81	0.0440	400.00	12.81	0.0440
Primary Service	400.00	12.56	0.0369	400.00	12.56	0.0369	400.00	12.56	0.0428	400.00	12.56	0.0428	400.00	12.56	0.0428

City of Bryan, Texas

Top Ten Water Customers

For Fiscal Year Ended September 30, 2024

Table 13

Customer	Type of Industry	Water Usage Gallons	Rank	Percentage of Total Water Usage
Wellborn Special Utility District	Utility District	343,699,900	1	7.80%
Wickson Water Supply	Utility District	159,461,000	2	3.62%
City of Bryan	Local Government	83,608,300	3	1.90%
BISD	Public School	80,250,200	4	1.82%
St. Joseph Hospital	Health Care Facility	69,391,800	5	1.57%
Comcapp Bryan	Housing	66,893,800	6	1.52%
Brazos County	County Government	43,041,000	7	0.98%
TDCJ - Hamilton Unit	Correctional Facility	39,826,500	8	0.90%
Saint Gobain Norpro	Manufacturing	39,754,200	9	0.90%
Oakwood/Country Village	Mobile Home Park	30,224,300	10	0.69%
Total		956,151,000		21.69%
Total gallons of water sold		4,407,584,900		

City of Bryan, Texas

Top Ten Sewer Customers

For Fiscal Year Ended September 30, 2024

Table 14

Customer	Type of Industry	Sewer Usage Gallons	Rank	Percentage of Total Gallons of Sewer Treated
Comcapp Bryan	Housing	65,095,000	1	2.10%
St. Joseph Hospital	Health Care Facility	63,929,100	2	2.06%
BISD	Public School	43,418,900	3	1.40%
TDCJ - Hamilton Unit	Correctional Facility	39,826,500	4	1.28%
Saint Gobain Norpro	Manufacturing	39,582,100	5	1.27%
Brazos County	County Government	35,042,000	6	1.13%
Oakwood/Country Village	Mobile Home Park	30,224,300	7	0.97%
Housing Authority	Housing	29,565,800	8	0.95%
City of Bryan	Local Government	26,657,100	9	0.86%
Federal Prison	Correctional Facility	25,149,600	10	0.81%
Total		<u>398,490,400</u>		<u>12.83%</u>
Total gallons of wastewater treated		3,106,580,000		

City of Bryan, Texas
Monthly Water Rates
Effective September 30, 2024

Table 15

Monthly Water Rates				
Water Class	Minimum Customer	Volume Charge Per	Volume Charge Per	Volume Charge Per
	Charge Per Month	1,000 Gallons 0-30,000 Gallons	1,000 Gallons 30,001-50,000 Gallons	1,000 Gallons >50,000 Gallons
Residential	\$ 9.70	\$ 2.76	\$ 3.00	\$ 3.50
Commercial/Industrial	13.80	2.38	2.38	2.38
Bryan Public Schools	13.80	2.38	2.38	2.38
Interdepartmental	13.80	2.38	2.38	2.38
Special Contracts	13.74	4.05	4.05	4.05
Bulk Sales	N/A	11.08	11.08	11.08

Monthly Sewer Rates		
Customer Class	Monthly Customer Charge	Volume Charge per 1000 gallons
Non Commercial	\$ 7.88	\$ 4.03
Commercial/Industrial	7.88	4.03

City of Bryan
Ratios of Outstanding Debt by Type
Last Ten Fiscal Years

Table 16

Fiscal Year	Governmental Activities					Business-Type Activities					Total Primary Government	Percentage Of Personal Income	Per ^(a) Capita
	General Obligation Bonds	Certificates of Obligation	Leases	SBITA	Govt Only Per ^(a) Capita	Utility Revenue Bonds	Private Placement Revenue Bonds	General Obligation Bonds	Certificates of Obligation	Leases			
2015	\$ 43,553,982	\$ 40,780,021	\$ -	\$ -	\$ 1,042	\$ 218,485,001	\$ -	\$ 15,421,019	\$ 45,775,000	\$ -	\$ 364,015,023	12.6%	\$ 2,580
2016 ^(b)	47,454,065	39,702,812	-	-	1,061	294,814,702	-	14,200,379	44,773,867	-	440,945,825	15.2%	2,848
2017 ^(b)	41,869,330	37,487,404	-	-	953	282,517,866	-	12,606,696	42,643,876	-	417,125,172	13.3%	2,692
2018 ^(b)	42,756,016	41,074,572	-	-	998	270,254,753	-	11,138,755	40,294,548	-	405,518,644	12.2%	2,600
2019 ^(b)	41,706,737	34,033,443	-	-	886	297,265,999	-	9,735,288	37,970,219	-	420,711,686	11.8%	2,340
2020 ^(b)	42,816,407	97,339,479	-	-	1,645	282,192,396	-	8,300,808	35,695,890	-	466,344,980	12.4%	2,925
2021 ^(b)	90,135,811	95,888,772	-	-	2,147	381,166,606	-	6,822,834	33,341,562	-	607,355,586	14.7%	7,010
2022 ^(c)	82,771,394	122,047,433	1,604,296	-	2,408	348,319,998	24,330,000	5,320,956	30,962,639	78,363	615,435,079	14.8%	7,180
2023 ^(c)	75,115,016	118,820,090	3,398,602	904,489	2,302	333,456,808	22,385,000	3,768,010	29,474,935	78,363	587,401,313	12.6%	6,495
2024 ^(c)	67,174,404	157,431,319	3,003,094	896,852	2,517	333,317,139	20,540,000	2,169,296	33,768,236	59,909	618,360,249	N/A	6,703

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

^(a) See Table 24 for population data. These ratios are calculated using the information from the referenced schedule.

^(b) Reported net of premium or discount.

^(c) Reported net of premium or discount, and private placement bonds reported separately as of FY 2022.

City of Bryan, Texas

Legal Debt Margin Information

As of September 30, 2024

Table 17

As a Home Rule City, the City of Bryan is not limited by law in the amount of debt that may be issued.
The City's charter (Section 12) states:

"The city council of the city shall have the power, and is hereby authorized to levy, assess and collect not to exceed one dollar and fifty cents (\$1.50) on each one hundred dollars (\$100) assessed valuation of all real and personal property within the city limits of the city not exempt from taxation by the constitution and laws of the State of Texas."

Article II, Section 5 of the State of Texas Constitution states in part:

"...but no tax for any purpose shall ever be lawful for any one year, which shall exceed two and one-half percent of the taxable property of such city."

The tax rate at September 30, 2024 is \$0.62400 per \$100 assessed valuation with assessed valuation being 100% of appraised values.

City of Bryan, Texas**Ratios of Net General Bonded Debt Outstanding****Last Ten Fiscal Years****Table 18**

Fiscal Year	General Obligation Debt ^(a)	Less Interest and Sinking Funds ^(b)	Net Bonded Debt	Percentage of Actual Taxable Value of Property	Per Capita ^(c)
2015	\$ 145,530,022	\$ 14,887,435	\$ 130,642,587	3.01%	\$ 1,615
2016	146,131,123	14,898,831	131,232,292	2.85%	1,598
2017	134,607,306	13,610,261	120,997,045	2.47%	1,469
2018	135,263,891	19,455,596	115,808,295	1.87%	1,378
2019	123,445,687	10,978,007	112,467,680	1.94%	1,316
2020	184,152,584	10,978,007	173,174,577	2.79%	2,032
2021	226,188,980	10,670,182	215,518,798	3.29%	2,488
2022	241,102,422	13,971,856	227,130,566	3.31%	2,650
2023	227,178,051	15,114,688	212,063,363	2.70%	2,345
2024	260,543,255	17,372,227	243,171,028	2.58%	2,636

^(a) Includes Certificates of Obligation and General Obligation bond issues for Governmental Activities and Business-type Activities. Fiscal Years 2016 - 2024 debt is presented net of any premiums and discounts.

^(b) Includes the Debt Service Fund balance less the Interfund Advance and Enterprise Fund cash restricted for debt service.

^(c) See Table 24 for population data.

City of Bryan, Texas

Direct and Overlapping Governmental Activities Debt
For Fiscal Year Ended September 30, 2024

Table 19

Governmental Unit	Debt Outstanding	Estimated Percentage Applicable	Estimated Share of Direct and Overlapping Debt
Debt repaid with property taxes			
Bryan Independent School District	\$ 273,155,000	73.80%	\$ 201,577,318
Brazos County	89,480,000	31.42%	28,113,569
Subtotal, overlapping debt			<u>229,690,887</u>
 City of Bryan net bonded debt ⁽¹⁾	 224,605,723	 100.00%	 224,605,723
			<u><u>\$ 454,296,610</u></u>

Note: Overlapping governments are those that coincide, at least in part, with the geographic boundaries of the City. This schedule estimates the portion of the outstanding debt of those overlapping governments that is borne by the residents and businesses of the City of Bryan. This process recognizes, that when considering the government's ability to issue and repay long-term debt, the entire debt burden borne by the residents and businesses should be taken into account. However, this does not imply that every taxpayer is a resident, and therefore responsible for repaying the debt of each overlapping government.

⁽¹⁾ Includes outstanding balance of Certificates of Obligation and General Obligation bond issues for Governmental Activities including interest.

City of Bryan, Texas

Pledged Revenue Coverage⁽¹⁾

Last Ten Fiscal Years

Table 20

City Electric Fund						
Fiscal Year	Gross Operating Revenue	Less: Operating Expenses	Plus: Interest Earnings	Net Revenue ⁽²⁾ Available for Debt Service	Average Annual Debt Service Requirement	Coverage ⁽³⁾
2015	\$ 186,223,521	\$ 142,664,264	\$ 770,945	\$ 44,330,202	\$ 10,600,006	4.18
2016	187,624,655	144,700,287	652,368	43,576,736	12,713,952	3.43
2017	190,064,226	142,404,243	784,398	48,444,381	13,817,239	3.51
2018	199,082,844	139,384,323	776,947	60,475,468	11,470,498	5.26
2019	204,747,110	127,683,020	4,909,309	81,973,399	12,298,368	6.67
2020	185,889,665	116,693,788	3,318,858	72,514,735	12,106,991	5.99
2021	362,660,519	284,372,491	363,245	78,651,273	15,417,863	4.87
2022	237,447,855	149,036,570	(3,109,835)	85,301,450	16,538,837	5.30
2023	235,528,777	158,736,138	8,604,230	85,396,869	16,227,739	5.04
2024	228,661,203	148,781,754	14,139,415	94,018,864	14,409,888	6.56

⁽¹⁾ Effective 2012, BTU Transmission revenue and costs billed through the ERCOT Transmission Matrix were grossed up, increasing total revenues and expenses, but having no impact on net available for debt service.

⁽²⁾ Net Revenue as defined in the bond Ordinance includes operating income before depreciation and non-cash pension expenses, plus certain interest income.

⁽³⁾ Required minimum coverage is 1.10 times annual debt service requirement, per the bond resolutions.

City of Bryan, Texas
Pledged Revenue Coverage
Last Ten Fiscal Years

Table 21

Rural Electric Fund									
Fiscal Year	Gross Operating and Other Revenue		Less: Operating Expenses		Plus: Interest Earnings		Net Revenue ⁽¹⁾ as Defined in Bond Ordinance	Average Annual Debt Service Requirement	Coverage ⁽²⁾
2015	\$	39,287,075	\$	33,264,827	\$	75,800	\$ 6,098,048	\$ 1,204,659	5.06
2016		41,931,026		36,548,815		41,114	5,423,325	1,015,578	5.34
2017		44,224,725		38,056,142		70,839	6,239,422	1,270,049	4.91
2018		48,935,501		42,361,826		125,977	6,699,652	981,759	6.82
2019		47,539,896		33,970,851		740,837	14,309,883	2,035,338	7.03
2020		45,850,000		31,483,606		448,538	14,814,932	2,012,211	7.36
2021		48,006,906		32,947,942		68,686	15,127,650	2,897,110	5.22
2022		57,642,815		37,864,612		(683,890)	19,094,313	3,063,567	6.23
2023		57,824,648		39,840,526		1,715,266	19,699,388	3,033,586	6.49
2024		57,034,354		41,060,667		2,500,046	18,473,733	3,811,327	4.85

⁽¹⁾ Net Revenue as defined in the bond Ordinance includes operating income before depreciation, plus certain interest income.

⁽²⁾ Required minimum coverage is 1.20 times annual debt service requirement, per the bond resolutions.

City of Bryan, Texas
Pledged Revenue Coverage
Last Ten Fiscal Years

Table 22

Water and Wastewater Funds						
Fiscal Year	Gross Operating and Other Revenue	Less: Operating Expenses	Interest Earnings	Net Revenue as Defined in Bond Ordinance ⁽¹⁾	Average Annual Debt Service Requirement	Coverage ⁽²⁾
2015	\$ 25,273,166	\$ 12,812,872	\$ 145,864	\$ 12,606,158	\$ 3,721,780	3.39
2016	25,663,471	13,549,228	124,733	12,238,976	3,629,985	3.37
2017	26,540,053	13,801,959	159,416	12,897,510	2,438,825	5.29
2018	27,357,530	13,490,834	215,389	14,120,958	2,304,451	6.13
2019	26,223,442	12,717,975	674,251	14,179,718	2,127,637	6.66
2020	27,836,722	12,333,398	332,652	15,835,976	1,942,211	8.15
2021	26,878,952	13,675,183	47,611	13,251,380	1,766,586	7.50
2022	30,221,687	16,373,723	(178,279)	13,669,685	2,019,522	6.77
2023	32,387,856	16,795,091	1,418,995	17,011,760	1,926,038	8.83
2024	32,052,737	17,130,232	2,347,086	17,269,591	1,829,757	9.44

⁽¹⁾ Net Revenue as defined in the bond Ordinance includes operating income before depreciation and non-cash pension expenses, plus certain interest income.

⁽²⁾ Required minimum coverage is 1.25 times average annual debt service requirement, per the bond resolutions.

City of Bryan, Texas
Sales Tax by Category
Last Ten Calendar Years

Table 23

Category:	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Communications and information	\$ 1,248,058	\$ 1,524,893	\$ 1,470,983	\$ 1,509,698	\$ 1,703,365	\$ 1,563,603	\$ 1,163,946	\$ 1,250,247	\$ 1,343,315	\$ 1,361,059
Home furnishings and appliances	296,203	328,616	345,163	369,672	407,103	693,296	547,982	536,182	717,719	495,675
Eating and drinking establishments	1,963,511	2,023,825	2,126,150	2,174,487	2,279,622	2,130,042	2,481,355	2,759,852	2,980,036	3,166,069
Department and retail stores	1,252,378	1,875,662	430,245	481,503	1,996,100	2,567,016	2,768,767	4,282,855	3,272,019	4,644,025
Oil and gas operations	228,011	114,837	269,493	251,862	756,752	1,376,802	110,151	315,087	107,920	70,443
Construction and building	114,626	343,702	1,005,179	827,170	947,341	1,639,931	152,527	417,622	1,489,486	682,723
Auto dealers and supplies	734,761	652,612	718,897	704,537	597,451	968,231	991,601	1,184,627	1,114,011	1,213,981
Printing/Publishers	94,316	216,618	221,505	167,090	254,085	267,298	271,152	329,510	364,854	499,818
Contractors	239,346	363,622	386,891	245,128	288,136	423,983	734,718	978,405	201,060	926,569
Manufacturing	554,296	805,400	573,477	653,035	633,968	1,018,286	1,116,055	1,672,428	853,400	947,600
Wholesalers	1,260,378	1,674,185	1,883,080	2,567,259	2,990,406	1,519,784	3,383,865	3,981,835	3,479,697	1,808,874
Food Stores	659,635	734,517	754,479	896,542	760,438	769,970	877,316	936,303	1,001,600	1,039,265
Other stores	3,828,445	3,842,518	3,809,206	3,852,800	2,700,665	3,625,756	5,748,276	3,919,949	4,249,751	3,794,129
Apparel	236,879	232,003	234,169	253,121	403,383	389,522	531,825	596,513	629,141	700,874
All other outlets	3,315	9,787	9,636	2,498	5,471	12,069	9,988	8,240	20,698	11,661
Financial services	92,429	163,384	105,108	79,308	84,147	102,188	125,116	113,655	133,049	151,564
Rentals and leasing	587,148	594,701	654,428	785,407	797,605	723,017	619,086	922,718	930,381	770,302
Professional services	528,114	751,653	782,118	969,471	1,394,227	953,860	853,814	1,315,516	1,416,148	1,541,053
Repair and maintenance	443,815	480,890	507,419	498,343	400,363	1,222,753	677,160	724,011	593,997	348,625
Hotels/Motels	12,539	10,890	21,347	35,511	36,278	36,278	73,831	64,534	52,834	59,919
Other products and equipment	58,129	13,823	100,232	3,555	66,936	47,832	93,792	110	828,669	1,015,745
Other	3,387,022	1,595,668	2,604,477	3,596,405	3,768,238	2,414,435	2,145,383	3,271,254	4,932,303	5,929,255
Total	<u>\$ 17,823,354</u>	<u>\$ 18,353,806</u>	<u>\$ 19,013,682</u>	<u>\$ 20,924,402</u>	<u>\$ 23,272,080</u>	<u>\$ 24,465,952</u>	<u>\$ 25,477,706</u>	<u>\$ 29,581,453</u>	<u>\$ 30,712,088</u>	<u>\$ 31,179,228</u>

City of Bryan, Texas
Demographic & Economic Statistics
Last Ten Fiscal Years

Table 24

Fiscal Year	Population ⁽¹⁾	School Enrollment ⁽²⁾	Personal Income ⁽³⁾	Per Capita Personal Income ⁽³⁾	Unemployment Rate ⁽⁴⁾
2015	80,913	16,000	\$ 8,919,122,000	\$ 35,797	3.50%
2016	82,118	16,138	9,024,715,000	35,401	3.70%
2017	83,260	16,201	9,729,200,000	37,704	2.70%
2018	84,021	16,157	10,374,675,000	39,533	2.90%
2019	85,445	15,906	11,050,339,000	41,742	2.60%
2020	85,226	16,167	11,811,883,000	44,037	5.50%
2021	86,637	15,725	13,004,370,000	47,803	3.80%
2022	85,713	16,005	13,478,398,000	48,514	3.10%
2023	90,442	16,011	14,496,283,000	51,507	3.20%
2024	92,251	15,897	Not Available	Not Available	3.20%

⁽¹⁾ Data provided by the City of Bryan Development Services Department.

⁽²⁾ Texas Education Agency 2023-2024 TAPR Report for Bryan ISD

⁽³⁾ Bureau of Economic Analysis; <https://apps.bea.gov>; www.stlouisfed.org (FRED) Fed Reserve Bank of St Louis and totals represent Bryan and College Station statistics combined.

⁽⁴⁾ Bureau of Labor Statistics http://www.bls.gov/eag/eag.tx_collegestation_msa.htm. Includes College Station and Bryan.

City of Bryan, Texas
Principal Employers
Current Year and Ten Years Ago

Table 25

2024	2015
Axis Pipe and Tube	Blinn College
Brazos County	Brazos County
Bryan Independent School District	Bryan Independent School District
City of Bryan	City of Bryan
Kent Moore Cabinets	Knife River
Ply Gem	Ply Gem Windows
Sanderson Farms	Sanderson Farms
Skywriter MD	SouthCorp Packaging USA
St. Joseph Health System	St. Joseph Regional Hospital
Texas Steel Conversion	Wal-Mart

Employers are listed in alphabetical order and do not reflect any ranking.

Source: Brazos Valley Economic Development Corporation <https://brazosvalleyedc.org/data/leading-employers>

The information contained in the above table represents information for Bryan only.
Other major employers in the area are classified as being in College Station by the BVEDC.

City of Bryan, Texas

Actual Full-time Equivalent City Government Employees by Function
Last Ten Fiscal Years

Table 26

Function	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
General Government and Administration										
Executive Services	6	5	6	6	6	6	6	6	6	6
Communications & Marketing	4	4	4	4	4	4	4	5	4	5
Neighborhood and Youth Services	1	1	1	1	1	1	1	1	1	-
Special Projects	1	-	-	-	-	-	-	-	-	-
Economic Development	2	4	5	5	5	5	5	5	5	5
Internal Audit	1	1	1	-	-	-	-	-	-	-
City Secretary	6	6	6	6	6	6	6	6	6	6
Legal Services	4	5	5	5	5	5	6	7	5	5
Support Services										
Fiscal Services	11	11	11	12	12	10	11	11	14	14
Purchasing Services	3	3	3	2	2	2	3	3	3	5
Information Technology	19	19	19	19	37	37	38	38	40	40
Human Resources	5	5	5	5	5	5	5	5	5	5
Facility Services	17	17	15	17	17	18	18	18	16	15
Fleet Services	8	9	8	9	10	10	11	11	6	9
Warehouse	4	3	3	3	3	3	3	3	3	3
Risk Management	6	6	6	6	6	6	6	6	6	6
Development Services										
Planning and Development	8	7	7	6	7	8	10	14	14	14
Building Services	11	11	14	14	14	15	18	13	13	13
Code Enforcement	3	4	3	4	4	4	5	4	5	5
Community Development	6	6	6	6	6	6	6	6	5	5
Public Works Services										
Engineering Services	13	14	13	12	13	14	14	15	14	15
Transportation & Drainage	16	17	16	15	16	16	17	17	13	14
Traffic Services	9	9	10	8	11	9	10	10	7	10
Public Safety										
Police Officers	139	146	144	149	154	152	144	147	159	151
Civilians	30	33	34	34	31	30	32	34	32	33
Firefighters/Emergency Medical Technicians	112	128	134	129	136	145	150	155	163	160
Civilians	4	4	4	4	4	4	5	4	5	5
Emergency Management Coordinator	1	1	1	1	1	1	1	1	1	1
Bryan Animal Center	10	10	9	11	11	11	11	11	9	11
Municipal Court	17	17	17	15	16	15	16	16	15	16
Cultural and Recreation/Community Services										
Library Services	21	21	20	20	21	19	19	21	15	17
College Station Library	16	16	16	16	16	17	18	17	17	17
Parks and Recreation	23	22	23	21	22	20	22	22	23	24
Midtown Park Operations									2	2
Water	37	37	32	36	34	34	36	36	32	30
Wastewater	29	36	37	36	36	37	41	42	39	38
Solid Waste	43	38	40	37	38	35	40	40	35	39
Call Center	5	5	5	5	5	5	5	5	5	5
Airport	2	2	2	2	2	2	2	4	4	4
Electric Department-Municipal and Rural	185	186	189	189	181	176	185	182	179	181
Total	838	869	874	870	897	892	928	941	925	933

City of Bryan, Texas
Operating Indicators by Function
Last Ten Fiscal Years

Table 27

Function:	2015	2016	2017	2018	2020*	2021	2022	2023	2024
Police									
Physical arrest	5,644	5,560	5,606	4,830	4,052	4,371	4,389	4,928	4,603
Traffic citations	9,170	8,509	9,475	9,067	2,920	5,738	6,481	9,921	11,019
Fire									
Number of Fire and EMS calls	11,062	11,193	11,766	12,423	12,986	14,904	14,643	15,124	14,938
Transportation									
Potholes repaired	380	353	547	395	372	487	208	172	149
HMAC (Hot Mix Asphaltic Concrete) placed (tons)	1,100	1,065	1,309	1,063	1,122	1,267	912	914	1335
In-house concrete poured (cubic yards)	250	462	127	365	350	75	15	-	24
Culture and recreation									
New library patron registration	6,281	5,748	5,716	4,871	5,066	2,979	6,048	6,207	5,996
Library circulation of materials	837,658	866,635	750,995	834,766	702,999	408,160	675,438	585,692	670,484
Number of cooperative programs with Bryan ISD and College Station Parks and Recreation department	19	20	21	22	14	16	16	18	21
Pavilion rentals	1,441	1,801	1,022	1,166	1,022	799	938	868	910
Athletic field usage (hours)									
Travis Park (1 field)	n/a	n/a	n/a	n/a	Brazos Bombers use	Brazos Bombers use	Brazos Bombers use Little League Fields - 1350	Brazos Bombers Use	Brazos Bombers Use
Travis Park (1 field)	n/a	n/a	n/a	n/a	n/a	n/a		1,881	1,744
Bryan Regional Athletic Complex (4 softball fields)	2,390	2,180	2,260	2,140	-	22	1,460	1,645	1,520
Bryan Regional Athletic Complex (9 soccer fields)	1,020	1,135	1,235	1,390	-	2	1,095	841	540
Neighborhood/Youth Services									
Neighborhood Associations registered	41	42	43	43	43	42	36	31	31
Municipal Court									
Number of cases filed	11,878	11,383	12,976	12,761	7,723	8,931	10,253	10,634	11,577
Community Development									
Number of citizens provided homebuyers assistance	9	9	11	12	5	2	5	1	0
Number of households provided rehabilitation	2	2	3	2	2	3	2	2	1
Number of households provided minor rehabilitation	69	60	70	50	66	66	55	17	35
Housing Development (new construction)	-	1	1	-	-	-	4	1	0
Water									
Number of new connections	188	115	288	393	641	759	306	381	572
Maximum daily capacity (gallons)	37,700,000	37,700,000	37,700,000	37,700,000	37,708,000	37,708,000	37,700,000	37,700,000	23,154,000
Daily average usage (gallons)	9,896,634	10,368,469	11,046,148	11,268,994	11,126,408	10,266,205	12,688,670	12,940,306	12,042,582
Total usage (gallons)	3,612,271,400	3,794,859,500	4,031,844,200	4,113,182,700	4,072,265,000	3,732,564,900	4,631,364,500	4,723,211,600	4,407,584,900
Wastewater									
Combined capacity (gallons per day)	14,000,000	14,000,000	14,000,000	14,000,000	14,000,000	14,000,000	14,000,000	14,000,000	14,000,000
Daily average usage (gallons)	7,352,896	7,282,932	7,070,904	6,928,060	7,066,411	7,551,836	7,114,466	7,634,301	8,487,923
Total treated (gallons)	2,691,160,000	2,658,270,000	2,580,880,000	2,535,670,000	2,579,240,000	2,756,420,000	2,596,780,000	2,786,520,000	3,106,580,000
Solid Waste									
Refuse collected (tons)	57,664	60,760	65,444	62,063	66,078	69,196	60,563	69,296	71,322

Sources: Various City Departments

* The FY2020 changes are a result of the impacts of the COVID-19 Pandemic.

City of Bryan, Texas
Capital Asset Statistics by Function
Last Ten Fiscal Years

Table 28

Function:	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Public Safety										
Police:										
Number of stations	1	1	1	1	1	1	1	1	1	1
Number of sworn personnel	143	146	144	148	148	152	146	147	158	148
Fire and emergency medical services:										
Number of stations	5	5	5	5	5	5	5	5	5	5
Number of personnel	123	128	139	144	145	150	150	161	166	157
Highways and streets:										
Lane miles of paved streets	752	755	762	766	800	806	814	875	888	901
Culture and recreation:										
Number of parks	52	52	52	54	54	55	53	53	53	51
Park acreage	690	690	703	707	707	709	2,434	2,434	2,434	870
Number of golf courses	1	1	1	1	1	1	1	1	1	1
Golf course acreage	127	127	127	107	114	114	107	107	120	120
Hike and bike trails - number of miles	35	37	36	36	36	36	38	38	38	40
Number of cemeteries	3	3	3	3	3	3	3	3	3	3
Cemetery acreage	92	92	92	92	88	88	92	92	92	92
Number of libraries	3	3	3	3	3	3	3	3	3	3
Library volumes	211,240	238,969	203,519	207,492	191,027	213,784	67,617	190,477	215,648	198,376
Water system:										
Miles of line	482	490	479	482	486	498	502	505	509	510
Number of connections	22,870	22,985	23,223	23,428	23,926	24,479	25,242	25,548	26,373	26,945
Number of wells	12	12	12	12	12	12	12	12	12	12
Wastewater system:										
Miles of line	389	393	400	401	407	410	422	426	428	433
Number of connections	22,350	22,538	22,907	23,373	23,968	24,691	25,655	26,475	27,042	27,539
Number of treatment plants	3	3	3	3	3	3	3	3	3	3
Electric system:										
Generating capacity (kW)	221,000	226,000	226,000	226,000	226,000	226,000	226,000	226,000	226,000	226,000
Number of substations	7	7	7	7	7	7	8	8	8	9
Number of connections	35,174	35,716	36,819	37,660	38,758	39,536	40,482	41,416	42,193	43,125
Rural Electric system:										
Number of utility connections	19,068	20,155	21,121	21,637	22,048	22,911	23,520	24,230	24,854	25,382
Number of substations	20	21	21	20	23	24	23	24	24	23

Sources: Various City Departments

**CONTINUING FINANCIAL DISCLOSURE TABLES
(UNAUDITED)**

The Continuing Financial Disclosure Tables present various financial data originally distributed in a debt official statement. The City is required to update financial tables originally distributed in a debt official statement within six months after the end of each fiscal year. This financial information is provided to the Municipal Securities Rulemaking Board (MSRB) annually via the Electronic Municipal Market Access (EMMA) system.

TYPE OF DEBT

TABLE SERIES

General Obligation Bonds	GO-1 – GO-13
Waterworks and Sewer System Revenue Bonds	RW-1 – RW-10
City Electric System Revenue Bonds	REC-1 – REC-7
Rural Electric System Revenue Bonds	RER-1 – RER-6

City of Bryan, Texas

Valuation, Exemptions and General Obligation Debt

As of September 30, 2024

Table GO-1

2023/2024 Market Valuation Established by Brazos Central Appraisal District (Excluding totally exempt property)	\$ 10,230,469,488
--	-------------------

Less Exemptions/Reductions at 100% Market Value

Over 65 or Disabled Exemptions	\$ 77,210,815	
Homestead Cap Adjustment	431,336,919	
Disabled Veterans Exemptions	92,870,899	
Agricultural Land Use Reductions	94,632,497	
Pollution Control	3,689,370	
Solar Panels	171,650	
Freeport Exemptions	88,079,893	
Member of Armed Services Surviving Spouse	363,693	
Tax Abatement Reductions	<u>9,778,700</u>	<u>798,134,436</u>

2023/2024 Net Taxable Valuation - As reported on Table 6	<u>\$ 9,432,338,726</u>
--	-------------------------

General Obligation & Certificates of Obligation Debt Payable from Ad Valorem Taxes (as of 9/30/24)	\$ 251,875,000
--	----------------

Less : Self Supporting Debt	<u>69,273,743</u>
-----------------------------	-------------------

Net General Obligation Debt Payable from Ad Valorem Taxes	<u>\$ 182,601,257</u>
---	-----------------------

General Obligation Interest and Sinking Fund as of 9/30/2024	\$ 7,984,931
--	--------------

Ratio Net General Obligation Tax Debt to Taxable Assessed Valuation	1.94%
---	-------

2024 Estimated Population - 92,251

Per Capita Taxable Assessed Valuation - \$102,246

Per Capita Net General Obligation Debt Payable from Ad Valorem Taxes - \$1,979

\$ -

City of Bryan, Texas

Taxable Assessed Valuations by Category

As of September 30, 2024

Table GO-2

Category	2024		2023		2022		2021		2020	
	Amount	% of Total	Amount	% of Total	Amount	% of Total	Amount	% of Total	Amount	% of Total
Real, Residential, Single-Family	\$ 6,000,079,994	58.65%	\$ 4,791,196,946	57.29%	\$ 3,902,657,842	54.35%	\$ 3,669,081,582	53.32%	\$ 3,416,834,372	52.55%
Real, Residential, Multi-Family	1,100,210,464	10.75%	912,546,468	10.91%	830,095,979	11.56%	804,092,274	11.69%	810,482,665	12.46%
Real, Vacant Lots/Tracts	174,692,380	1.71%	141,827,941	1.70%	140,104,490	1.95%	130,584,891	1.90%	120,275,066	1.85%
Real, Acreage (Land Only)	158,555,710	1.55%	145,658,207	1.74%	147,006,548	2.05%	141,801,524	2.06%	126,471,466	1.95%
Real, Farm and Ranch Improvements	254,214	0.00%	253,868	0.00%	258,896	0.00%	256,180	0.00%	204,389	0.00%
Real, Commercial and Industrial	1,675,920,662	16.38%	1,349,157,470	16.13%	1,224,953,780	17.06%	1,213,975,277	17.64%	1,166,152,156	17.93%
Real, Oil, Gas and Other Mineral Reserves	45,756,931	0.45%	45,176,769	0.54%	30,807,403	0.43%	43,007,626	0.63%	66,858,011	1.03%
Real and Tangible Personal, Utilities	83,146,963	0.81%	71,902,076	0.86%	60,022,659	0.84%	53,750,365	0.78%	51,944,056	0.80%
Tangible Personal, Business	871,350,469	8.52%	787,427,168	9.42%	734,611,828	10.23%	723,234,524	10.51%	652,685,520	10.04%
Tangible Personal, Other	55,743,688	0.54%	34,469,609	0.41%	35,067,812	0.49%	34,441,117	0.50%	33,211,030	0.51%
Real, Inventory and Special Inventory	64,761,687	0.63%	83,888,484	1.00%	75,373,025	1.05%	66,948,701	0.97%	56,996,826	0.88%
Total Appraised Value before Exemptions	10,230,473,162	100.00%	8,363,505,006	100.00%	7,180,960,262	100.00%	6,881,174,061	100.00%	6,502,115,557	100.00%
Less: Total Exemptions/Reductions	798,134,436		503,283,324		317,962,209		323,138,236		300,760,635	
Taxable Assessed Value	<u>\$ 9,432,338,726</u>		<u>\$ 7,860,221,682</u>		<u>\$ 6,862,998,053</u>		<u>\$ 6,558,035,825</u>		<u>\$ 6,201,354,922</u>	

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

City of Bryan, Texas**Valuation and General Obligation Debt History**

As of September 30, 2024

Table GO-3

Fiscal Year Ended 9-30	Estimated Population	Taxable Assessed Valuation ⁽¹⁾	Taxable Assessed Valuation Per Capita	G.O. Tax Debt Outstanding at End of Year ⁽²⁾	Ratio of G.O. Tax Debt to Taxable Assessed Valuation	G.O. Tax Debt Per Capita
2020	85,226	\$ 6,201,354,922	\$ 71,885	\$ 179,100,000	2.89%	\$ 2,101
2021	86,637	6,558,035,825	70,072	221,850,000	3.38%	2,561
2022	85,713	6,862,998,053	73,330	235,445,000	3.43%	2,747
2023	90,442	7,860,221,682	83,986	221,920,000	2.82%	2,454
2024	92,251	9,432,338,726	102,246	251,875,000	2.67%	2,730

⁽¹⁾ As reported by the Brazos Central Appraisal District on City's annual State Property Tax Reports; subject to change during the ensuing year.

⁽²⁾ Includes self-supporting General Obligation Debt. See Table GO-1 Valuation, Exemptions and General Obligation Debt.

City of Bryan, Texas

Tax Rate, Levy and Collection History

As of September 30, 2024

Table GO-4

<u>Fiscal Year Ended 9/30</u>	<u>Tax Rate</u>	<u>General Fund</u>	<u>Interest and Sinking Fund</u>	<u>Tax Levy</u>	<u>% Current Collections</u>	<u>% Total Collections</u>
2020	\$0.629990	\$0.476018	\$0.153972	\$ 37,845,056	98.57%	99.65%
2021	0.629000	0.454001	0.174999	39,861,557	98.73%	99.53%
2022	0.629000	0.418980	0.210020	41,729,547	98.70%	99.35%
2023	0.624000	0.412996	0.211004	47,136,025	98.89%	99.17%
2024	0.624000	0.430822	0.193178	56,155,467	97.60%	97.60%

City of Bryan, Texas

Ten Largest Taxpayers

As of September 30, 2024

Table GO-5

<u>Name of Taxpayer</u>	<u>Nature of Property</u>	<u>2023 - 2024 Assessed Valuation</u>	<u>% of Total Taxable Assessed Valuation</u>
Sanderson Farms	Food Processing	\$ 94,099,512	1.00%
Liquidpower Specialty Products	Manufacturing	88,621,874	0.94%
West Shore Traditions LLC	Apartments	55,252,000	0.59%
SZ College Station Cottages	Student Housing	51,047,969	0.54%
Comcapp Willowick LLC	Apartments	45,351,009	0.48%
Atmos Energy/Mid-Tex Distribution	Energy Provider	35,538,528	0.38%
Jamespoint Management Co.	Apartments	34,054,061	0.36%
LCP Bryan LLC	Real Estate Development	33,000,000	0.35%
SW Meadows Point LP	Apartments	32,500,000	0.34%
West Shore Traditions LLC	Apartments	32,267,000	0.34%
		<u>\$ 501,731,953</u>	<u>5.32%</u>

City of Bryan, Texas

Debt Information - General Obligation - Debt Service Requirements*

As of September 30, 2024

Table GO-6

Fiscal Year Ended	DEBT SERVICE REQUIREMENTS - General Obligation Debt			Less Self Supporting Debt			Total Debt Service		
	Principal	Interest	Total	Principal	Interest	Total	Principal	Interest	Total
2025	\$ 13,870,000	\$ 9,002,410	\$ 22,872,410	\$ 5,604,484	\$ 2,302,123	\$ 7,906,607	\$ 8,265,516	\$ 6,700,287	\$ 14,965,803
2026	11,600,000	7,860,480	19,460,480	3,931,659	2,066,767	5,998,426	7,668,341	5,793,713	13,462,054
2027	11,365,000	7,448,593	18,813,593	3,635,352	1,951,487	5,586,839	7,729,648	5,497,106	13,226,754
2028	11,930,000	7,039,628	18,969,628	3,793,356	1,839,020	5,632,376	8,136,644	5,200,608	13,337,252
2029	11,605,000	6,603,017	18,208,017	3,758,751	1,717,965	5,476,716	7,846,249	4,885,052	12,731,301
2030	11,245,000	6,199,007	17,444,007	3,493,546	1,599,422	5,092,968	7,751,454	4,599,585	12,351,039
2031	11,185,000	5,808,949	16,993,949	3,594,269	1,489,203	5,083,472	7,590,731	4,319,746	11,910,477
2032	11,260,000	5,461,128	16,721,128	3,620,498	1,376,551	4,997,049	7,639,502	4,084,577	11,724,079
2033	11,770,000	5,110,292	16,880,292	3,800,435	1,261,149	5,061,584	7,969,565	3,849,143	11,818,708
2034	11,875,000	4,743,605	16,618,605	3,561,719	1,139,737	4,701,456	8,313,281	3,603,868	11,917,149
2035	11,925,000	4,371,146	16,296,146	3,735,478	1,027,667	4,763,145	8,189,522	3,343,479	11,533,001
2036	12,460,000	3,991,453	16,451,453	3,908,983	908,307	4,817,290	8,551,017	3,083,146	11,634,163
2037	12,410,000	3,586,317	15,996,317	4,021,188	780,642	4,801,830	8,388,812	2,805,675	11,194,487
2038	12,995,000	3,172,070	16,167,070	4,219,265	646,067	4,865,332	8,775,735	2,526,003	11,301,738
2039	12,645,000	2,736,000	15,381,000	4,390,326	503,249	4,893,575	8,254,674	2,232,751	10,487,425
2040	11,155,000	2,301,912	13,456,912	2,499,580	352,379	2,851,959	8,655,420	1,949,533	10,604,953
2041	6,370,000	1,940,931	8,310,931	661,262	274,869	936,131	5,708,738	1,666,062	7,374,800
2042	6,580,000	1,725,856	8,305,856	684,640	251,285	935,925	5,895,360	1,474,571	7,369,931
2043	6,815,000	1,503,031	8,318,031	713,018	226,746	939,764	6,101,982	1,276,285	7,378,267
2044	7,035,000	1,272,231	8,307,231	735,875	201,272	937,147	6,299,125	1,070,959	7,370,084
2045	5,585,000	1,067,157	6,652,157	758,731	174,972	933,703	4,826,269	892,185	5,718,454
2046	5,070,000	888,606	5,958,606	788,599	147,703	936,302	4,281,401	740,903	5,022,304
2047	5,235,000	721,456	5,956,456	813,952	119,428	933,380	4,421,048	602,028	5,023,076
2048	5,410,000	548,481	5,958,481	845,311	90,112	935,423	4,564,689	458,369	5,023,058
2049	5,590,000	366,081	5,956,081	876,670	59,317	935,987	4,713,330	306,764	5,020,094
2050	4,095,000	211,075	4,306,075	264,534	27,781	292,315	3,830,466	183,294	4,013,760
2051	1,370,000	84,400	1,454,400	275,599	16,978	292,577	1,094,401	67,422	1,161,823
2052	1,425,000	28,500	1,453,500	286,663	5,733	292,396	1,138,337	22,767	1,161,104
	<u>\$ 251,875,000</u>	<u>\$ 95,793,812</u>	<u>\$ 347,668,812</u>	<u>\$ 69,273,743</u>	<u>\$ 22,557,931</u>	<u>\$ 91,831,674</u>	<u>\$ 182,601,257</u>	<u>\$ 73,235,881</u>	<u>\$ 255,837,138</u>

*Includes all General Obligation Bonds (CO's and GO's) - Not reported net of premium or discount

City of Bryan, Texas

Interest and Sinking Fund Budget Projection

As of September 30, 2024

Table GO-7

Estimated Debt Service Requirements, Fiscal Year Ending 9-30-25		\$ 19,022,300 ⁽¹⁾
Interest and Sinking Fund, 09-30-25	26,764,433	
2025 Interest and Sinking Fund Tax Levy Collection	13,700,000	
Delinquent Tax Collections	50,000	
Budget Transfers	3,179,000	
Estimated Investment and Other Income	<u>477,400</u>	<u>44,170,833</u>
Estimated Balance, 9-30-25		<u>\$ 25,148,533</u>

⁽¹⁾ Fiscal Year 2025 Budget Projection.

City of Bryan, Texas

Computation of Self-Supporting Debt ⁽¹⁾

As of September 30, 2024

Table GO-8

Net System Revenue, FYE 9-30-24	\$ 135,599,530
Less: System Revenue Bond Requirements, For Fiscal Year Ending 09-30-25	29,146,836
Balance Available for Other Purposes	<u>\$ 106,452,694</u>
Self Supporting System GO and CO Bond Requirements, For Fiscal Year Ending 09-30-25	\$ 7,906,607

Percentage of System General Obligation Bonds

Self Supporting

100%

⁽¹⁾ Self Supporting debt is primarily supported by revenues from Water and Sewer system, City Electric, Rural Electric, TIRZs, and BVSWMA.

City of Bryan, Texas

Authorized by Unissued General Obligation Bonds

As of September 30, 2024

Table GO-9

Purpose	Date Authorized	Amount Authorized	Amount Previously Issued	Amount Being Issued	Unissued Balance
Streets	1-24-84	\$ 14,525,000	\$ 6,300,000	\$ -	\$ 8,225,000
Parks and Recreation	1-24-84	7,100,000	5,325,000	-	1,775,000
Railroad Grade Separation	1-24-84	3,200,000	350,000	-	2,850,000
Sanitary Landfill	1-24-84	1,000,000	800,000	-	200,000
		<u>\$ 25,825,000</u>	<u>\$ 12,775,000</u>	<u>-</u>	<u>\$ 13,050,000</u>

City of Bryan, Texas

Other Obligations

As of September 30, 2024

GO-10

The City has no Other Obligations outstanding as of September 30, 2024.

City of Bryan, Texas

General Fund Revenues and Expenditure History (modified accrual basis)

For the Year Ended September 30, 2024

Table GO-11

	Fiscal Year Ended September 30				
	2024	2023	2022	2021	2020
Revenues					
Taxes	\$ 68,776,999	\$ 62,070,648	\$ 57,857,497	\$ 54,270,342	\$ 52,804,791
Licenses and Permits	1,399,275	1,022,262	1,587,507	1,382,111	1,029,792
Grants	2,237,891	1,784,174	11,607,390	1,364,282	1,384,624
Charges for Services	6,322,227	6,621,617	6,054,751	4,353,023	6,594,140
Investment Earnings	4,112,447	2,700,002	(907,930)	95,373	395,995
Fines and Forfeitures	1,644,583	1,797,735	1,624,498	1,256,660	1,298,601
Miscellaneous	3,132,144	3,003,973	2,403,989	1,980,693	2,302,344
Total Revenues	87,625,566	79,000,411	80,227,702	64,702,484	65,810,287
Expenditures					
General Government	22,258,552	17,368,400	17,434,862	16,735,476	20,202,351
Reimbursed Administrative Expenses	-	-	-	-	(6,093,231)
Public Safety	54,664,171	48,589,847	45,328,599	43,443,049	38,464,623
Development Services	5,276,279	4,698,701	4,580,259	4,289,061	3,986,465
Public Works	3,950,791	3,830,704	3,882,875	3,548,004	3,541,682
Cultural and Recreational	8,401,279	8,516,334	7,470,181	6,877,350	7,666,287
Capital Outlay	5,450,767	11,609,943	3,952,597	2,125,375	5,357,920
Debt Service	828,956	736,782	279,080	-	-
Total Expenditures	100,830,795	95,350,711	82,928,453	77,018,315	73,126,097
Excess (Deficit) Revenues					
Over (Under) Expenditures	(13,205,229)	(16,350,300)	(2,700,751)	(12,315,831)	(7,315,811)
Lease Financing	-	2,108,520	-	-	-
Operating Transfers In	20,604,620	19,915,360	19,722,779	18,707,421	20,675,742
Operating Transfers Out	(7,002,071)	(17,100,340)	(4,864,583)	(1,771,838)	(1,047,944)
Sale of Capital Assets	16,357	462,000	26,996	105,467	836,126
Total Other	13,618,906	5,385,540	14,885,192	17,041,050	20,463,924
Net Increase (Decrease)	413,677	(10,964,760)	12,184,441	4,725,219	13,148,113
Beginning Fund Balance	52,156,870	63,121,630	50,937,189	46,211,970	33,063,857
Ending Fund Balance	\$ 52,570,547	\$ 52,156,870	\$ 63,121,630	\$ 50,937,189	\$ 46,211,970

City of Bryan, Texas

Changes in Net Position

For the Year Ended September 30, 2024

Table GO-11A

	Governmental Activities				
	2024	2023	2022	2021	2020
<u>Revenues</u>					
Program Revenues					
Charges for Services	\$ 14,225,911	\$ 12,911,079	\$ 11,720,062	\$ 7,018,000	\$ 8,947,994
Operating Grant and Contributions	3,514,089	3,024,264	13,380,520	4,020,453	7,671,725
Capital Grants and Contributions	8,203,032	9,860,741	11,244,886	7,740,216	14,726,449
General Revenues					
Property Taxes	57,344,591	48,823,436	43,305,764	41,610,800	39,370,526
Other Taxes	44,177,339	43,240,842	41,744,977	36,508,787	34,923,687
Other	13,110,839	7,918,240	1,113,952	8,927,005	4,294,197
Total Revenues	140,575,801	125,778,602	122,510,161	105,825,261	109,934,578
<u>Expenditures</u>					
General Government and Administration	26,970,212	24,174,546	14,590,813	17,129,907	16,179,781
Development Services	6,298,537	5,856,843	6,333,102	6,746,206	6,438,717
Public Works Services	18,187,714	14,639,232	16,010,652	13,186,070	12,867,878
Public Safety	57,697,310	49,622,658	47,773,925	45,774,029	46,256,622
Culture and Recreation	18,699,205	16,568,038	12,850,552	10,779,452	10,833,728
Interest on Long Term Debt	6,440,302	6,015,107	5,611,708	5,689,781	2,816,111
Total Expenditures	134,293,280	116,876,424	103,170,752	99,305,445	95,392,837
Decrease in Net Position Before Transfers	6,282,521	8,902,178	19,339,409	6,519,816	14,541,741
Transfers	15,464,401	8,106,294	14,054,602	12,136,417	34,859,304
Change in Net Position After Transfers	21,746,922	17,008,472	33,394,011	18,656,233	49,401,045
Net Position - October 1 *	247,528,544	230,520,072	197,126,061	175,861,575	126,460,530
Net Position- Sept 30	<u>\$ 269,275,466</u>	<u>\$ 247,528,544</u>	<u>\$ 230,520,072</u>	<u>\$ 194,517,808</u>	<u>\$ 175,861,575</u>

* Net Position for FY 2022 and FY 2024 restated.

City of Bryan, Texas**Municipal Sales Tax History**

For the Year Ended September 30, 2024

Table GO-12

The City has adopted the Municipal Sales and Use Tax Act, Tax Code, Chapter 321, which grants the City the power to impose and levy a 1% Local Sales and Use Tax within the City. The proceeds are credited to the General Fund and are not pledged to the payment of debt. The Sales and Use Tax is collected by the Comptroller of Public Accounts, State of Texas, who remits the proceeds of the tax, after deduction of a 2% service fee, to the City monthly. In addition, the Tax Code provides certain cities the option of assessing a maximum one-half percent (1/2%) sales tax on retail sales of taxable items for the purpose of reducing its ad valorem, taxes, if approved by a majority of the voters in a local option election. If the additional tax is approved and levied, the ad valorem property tax levy must be reduced by the estimated amount of the sales tax revenues to be generated in the current year.

Subject to the approval of a majority of the voters in a local option election, state law also provides certain cities the option of assessing a sales and use tax for a variety of other purposes, including economic and industrial development, municipal street maintenance and repair, and sports and community venues.

State law limits the maximum aggregate sales and use tax rate in any area to 8 1/4%. Accordingly, the collection of local sales and use taxes in the area of the City (including sales and use taxes levied by the County) is limited to no more than 2%.

In addition to the one percent (1%) local sales and use tax referred to above, voters of the City approved an additional sales and use tax of one-half of one percent (1/2 of 1%) for property tax reductions effective October 1, 1990. The following table sets forth the City's historical collections of sales and use taxes.

Fiscal Year Ended 9/30	Tax Collected	% of Ad Valorem Tax Levy	Equivalent of Ad Valorem Tax Rate	Per Capita
2020	\$ 24,465,953	64.65%	0.4073	\$ 340.35
2021	25,477,704	63.92%	0.4027	276.18
2022	29,581,453	70.89%	0.4466	320.66
2023	30,712,088	65.16%	0.4066	332.92
2024	31,179,227	55.52%	0.3465	337.98

City of Bryan, TexasCurrent Investments and Cash Deposits ⁽¹⁾

For the Year Ended September 30, 2024

Table GO-13

As of September 30, 2024 the following percentages of the City's investable funds were invested in the following investment categories.

<u>Type of Investment</u>	<u>Carrying Value</u>	<u>Percentage</u>
U.S. Agencies and Treasuries	\$ 94,795,375	40.9%
Municipal Bonds	31,509,140	13.6%
Government Pools	16,916,875	7.3%
Demand Deposits	88,575,239	38.2%
Total Investable Funds	<u>\$ 231,796,629</u>	<u>100.0%</u>

⁽¹⁾ This table excludes City Electric and Rural Electric investments.

City of Bryan, Texas

Historical Water Consumption (Gallons)

Last Five Fiscal Years

Table RW-1

Fiscal Year Ended 9/30	Daily Average Usage	Peak Daily Usage	Total Usage
2020	11,126,408	23,439,000	4,072,265,200
2021	10,226,205	26,260,000	3,732,564,900
2022	12,688,670	24,821,000	4,631,364,500
2023	12,940,306	24,160,000	4,723,211,600
2024	12,042,582	23,154,000	4,407,584,900

City of Bryan, Texas

Ten Largest Water and Wastewater Customers (Based on Gallons of Water Consumed)

For the Year Ended September 30, 2024

Table RW-2

Customer	Type of Industry	Water Usage	% of Total Water Usage
Wellborn Special Utility District	Utility District	343,699,900	7.80%
Wickson Water Supply	Utility District	159,461,000	3.62%
City of Bryan	Local Government	83,608,300	1.90%
BISD	Public School	80,250,200	1.82%
St. Joseph Hospital	Health Care Facility	69,391,800	1.57%
Comcapp Bryan	Housing	66,893,800	1.52%
Brazos County	County Government	43,041,000	0.98%
TDCJ - Hamilton Unit	Correctional Facility	39,826,500	0.90%
Saint Gobain Norpro	Manufacturing	39,754,200	0.90%
Oakwood/Country Village	MHP	30,224,300	0.69%
Total		<u>956,151,000</u>	<u>21.69%</u>
Total gallons of water sold		4,407,584,900	

City of Bryan, Texas**Monthly Water Rates**

For the Year Ended September 30, 2024

Table RW-3

Water Class	Minimum Customer Charge Per Month	Volume Charge Per 1,000 Gallons 0-30,000 Gallons	Volume Charge Per 1,000 Gallons 30,001-50,000 Gallons	Volume Charge Per 1,000 Gallons >50,000 Gallons
Residential	\$ 9.70	\$ 2.76	\$ 3.00	\$ 3.50
Commercial/Industrial	13.80	2.38	2.38	2.38
Bryan Public Schools	13.80	2.38	2.38	2.38
Interdepartmental	13.80	2.38	2.38	2.38
Special Contracts	13.74	4.05	4.05	4.05
Bulk Sales	N/A	11.08	11.08	11.08

City of Bryan, Texas

Wastewater Treated (Gallons)

Last Five Fiscal Years

Table RW-4

Fiscal Year Ended 9/30	Daily Average	Monthly Average	Total Treated	Total Fiscal Year End Revenue
2020	7,066,411	214,936,667	2,579,240,000	13,387,061
2021	7,551,836	229,701,667	2,756,420,000	13,625,996
2022	7,114,466	216,398,333	2,596,780,000	14,296,820
2023	7,634,301	232,210,000	2,786,520,000	15,677,715
2024	8,487,923	258,881,667	3,106,580,000	14,586,049

City of Bryan, Texas

Monthly Wastewater Rates

For the Year Ended September 30, 2024

Table RW-5

<u>Wastewater Class</u>	<u>Customer Charge Per Month</u>	<u>Volume Charge Per 1,000 Gallons</u>
Non Commercial	\$ 7.88	\$ 4.03
Commercial/Industrial	7.88	4.03

City of Bryan, Texas

Debt Information - Waterworks and Sewer System Debt Service Requirements*

As of September 30, 2024

Table RW-6

Fiscal Year Ended	Principal	Interest	Total	% of Principal Retired
2025	\$ 3,280,000	\$ 832,369	\$ 4,112,369	
2026	3,340,000	747,119	4,087,119	
2027	3,395,000	661,646	4,056,646	
2028	3,385,000	575,677	3,960,677	
2029	3,420,000	487,172	3,907,172	49.27%
2030	2,940,000	391,491	3,331,491	
2031	1,485,000	318,182	1,803,182	
2032	1,515,000	285,412	1,800,412	
2033	940,000	250,269	1,190,269	
2034	965,000	231,171	1,196,171	22.98%
2035	985,000	210,710	1,195,710	
2036	1,005,000	189,081	1,194,081	
2037	735,000	166,276	901,276	
2038	755,000	150,999	905,999	
2039	770,000	135,357	905,357	12.45%
2040	785,000	119,649	904,649	
2041	800,000	103,381	903,381	
2042	695,000	86,513	781,513	
2043	710,000	69,833	779,833	
2044	725,000	52,793	777,793	10.88%
2045	745,000	35,393	780,393	
2046	760,000	19,152	779,152	4.41%
	<u>\$ 34,135,000</u>	<u>\$ 6,119,645</u>	<u>\$ 40,254,645</u>	<u>100.00%</u>

*Includes private placement and revenue bonds

City of Bryan, Texas**Waterworks and Sewer System Condensed Statement of Operations**

Last Five Years

Table RW-8

	Fiscal Year Ended September 30				
	2024	2023	2022	2021	2020
Revenues					
Waterworks	\$ 16,375,022	\$ 17,286,917	\$ 15,924,867	\$ 13,252,956	\$ 14,449,661
Sewer System	15,677,715	15,100,939	14,296,820	13,625,996	13,387,061
Interest Income	2,347,086	1,418,995	(178,279)	47,611	332,652
Total Revenues	<u>34,399,823</u>	<u>33,806,851</u>	<u>30,043,408</u>	<u>26,926,563</u>	<u>28,169,374</u>
Expenses ⁽¹⁾ :					
Waterworks	8,552,355	8,149,635	7,876,405	6,790,996	6,997,289
Sewer System	8,577,877	8,645,456	8,497,318	6,884,187	6,260,646
Total Expenses	<u>17,130,232</u>	<u>16,795,091</u>	<u>16,373,723</u>	<u>13,675,183</u>	<u>13,257,935</u>
Net Available for Debt Service	<u>\$ 17,269,591</u>	<u>\$ 17,011,760</u>	<u>\$ 13,669,685</u>	<u>\$ 13,251,380</u>	<u>\$ 14,911,439</u>
Water Connections	26,945	26,373	25,895	25,242	24,479
Sewer Connections	27,539	27,042	26,475	25,655	24,691

⁽¹⁾ Excludes depreciation and amortization and includes an adjustment to reflect actual pension contributions.

City of Bryan, Texas

Waterworks and Sewer System Coverage and Fund Balances

As of September 30, 2024

Table RW-9

Average Annual Principal and Interest Requirement, 2025-2046	\$ 1,829,757
Coverage of Average Requirements by 9-30-2024 Net Income	9.44 Times
Maximum Principal and Interest Requirements, 2025-2046	4,112,369
Coverage of Maximum Requirements by 9-30-2024 Net Income	4.20 Times
Waterworks and Sewer System Revenue Bonds (September 30, 2024)	34,135,000
Interest and Sinking Fund (September 30, 2024)	3,349,574
Reserve Fund (September 30, 2024) ⁽¹⁾	2,039,752

⁽¹⁾ A Reserve Fund for the Waterworks and Sewer System Revenue Bonds has been established based on the Debt Service Requirements of Parity Obligations Outstanding. With the exception of the Series 2017 Waterworks and Sewer System Revenue Bonds, all outstanding Parity Obligations have satisfied the Reserve Fund Requirement with a cash deposit. The Series 2017 Bonds have satisfied the Reserve Fund Requirement with a surety bond issued by Build America Mutual Assurance Company ("BAM"), or any successor.

City of Bryan, TexasCurrent Investments and Cash Deposits ⁽¹⁾

For the Year Ended September 30, 2024

Table RW-10

As of September 30, 2024 the following percentages of the City's investable funds were invested in the following investment categories.

<u>Type of Investment</u>	<u>Carrying Value</u>	<u>Percentage</u>
U.S. Agencies and Treasuries	\$ 94,795,375	40.9%
Municipal Bonds	31,509,140	13.6%
Government Pools	16,916,875	7.3%
Demand Deposits	88,575,239	38.2%
Total Investable Funds	<u>\$ 231,796,629</u>	<u>100.0%</u>

⁽¹⁾ This table excludes City Electric and Rural Electric investments.

City of Bryan, Texas

City Electric Rates

As of September 30, 2024

Table REC-1

City Class	Customer Charge Per Month	Base		Regulatory ⁽¹⁾		Fuel Charge Per kWh ⁽¹⁾
		Per kW	Per kWh	Per kW	Per kWh	
Residential Winter (Nov. - Apr)	\$ 11.00	\$ -	\$ 0.0378	\$ -	\$ 0.0195	0.0358
Residential Summer (May - Oct.)	11.00	-	0.0505	-	0.0195	0.0358
Small Commercial	15.50	-	0.0455	-	0.0156	0.0358
Small Commercial Demand	37.00	9.3900	0.0086	5.0000	-	0.0358
Small Commercial Demand Time of Use	137.00	-	0.0314 -0.0918	-	0.1879	0.0358
General Service Commercial Time of Use	26.91	2.70 - 4.14	0.0142	4.1750	-	0.0358
Large Industrial	400.00	12.5000	0.0075	6.5600	-	0.0358
Primary Service	400.00	12.2500	0.0074	6.7500	-	0.0351
Transmission Service	1,725.00	12.6800	0.0010	2.7000	-	0.0344
Security Lighting Service	9.78 Per Lamp	-	-	-	-	0.0358
Street Lighting Service	4.75-10.85 Per Lamp	-	-	-	-	0.0358
Rural Electric Division	200,000.00	1.4300	0.0136	1.4090	-	0.0284

⁽¹⁾ Regulatory and fuel charges are subject to change. Rural Wholesale regulatory rate calculated based on BTU Avg 4CP as of June 2024.

City of Bryan, Texas

Energy Sales by Types of Customers - City Electric

Last Five Years

Table REC-2

Type of Customer	2024		2023		2022		2021		2020	
	Energy Sales (kWh)	% kWh Sold	Energy Sales (kWh)	% kWh Sold	Energy Sales (kWh)	% kWh Sold	Energy Sales (kWh)	% kWh Sold	Energy Sales (kWh)	% kWh Sold
Residential	445,739,188	20.29%	465,116,237	21.14%	459,514,235	20.93%	410,581,454	19.67%	408,468,397	18.79%
Commercial & Industrial	632,756,599	28.80%	631,353,653	28.69%	633,960,039	28.87%	594,017,427	28.46%	599,807,744	27.59%
Rural Electric Division	546,256,487	24.86%	550,359,238	25.01%	551,208,181	25.11%	495,300,070	23.73%	496,104,086	22.82%
Other Utilities	566,380,606	25.78%	547,027,521	24.86%	544,796,823	24.81%	581,513,699	27.86%	663,662,296	30.53%
Street Lights	6,173,875	0.28%	6,500,547	0.30%	6,127,730	0.28%	6,094,095	0.29%	6,040,661	0.28%
Total	<u>2,197,306,755</u>	<u>100.00%</u>	<u>2,200,357,196</u>	<u>100.00%</u>	<u>2,195,607,008</u>	<u>100.00%</u>	<u>2,087,506,745</u>	<u>100.00%</u>	<u>2,174,083,184</u>	<u>100.00%</u>

City of Bryan, Texas**Electric System Revenue Debt Service Requirements - City Electric**

As of September 30, 2024

Table REC-3

Fiscal Year Ended	Principal	Interest	Total	% of Principal Retired
2025	\$ 11,045,000	\$ 9,666,482	\$ 20,711,482	
2026	11,595,000	9,114,232	20,709,232	
2027	12,165,000	8,534,482	20,699,482	
2028	12,775,000	7,926,231	20,701,231	
2029	13,430,000	7,287,481	20,717,481	26.61%
2030	14,100,000	6,615,982	20,715,982	
2031	14,800,000	5,910,981	20,710,981	
2032	14,755,000	5,241,281	19,996,281	
2033	13,405,000	4,659,681	18,064,681	
2034	12,180,000	4,081,331	16,261,331	30.19%
2035	10,605,000	3,540,050	14,145,050	
2036	9,090,000	3,077,950	12,167,950	
2037	9,470,000	2,694,300	12,164,300	
2038	9,850,000	2,312,850	12,162,850	
2039	10,215,000	1,947,100	12,162,100	21.47%
2040	10,580,000	1,590,450	12,170,450	
2041	10,950,000	1,220,950	12,170,950	
2042	6,960,000	855,475	7,815,475	
2043	7,180,000	629,725	7,809,725	
2044	4,590,000	396,450	4,986,450	17.56%
2045	4,720,000	268,125	4,988,125	
2046	4,850,000	135,950	4,985,950	4.17%
	<u>\$ 229,310,000</u>	<u>\$ 87,707,541</u>	<u>\$ 317,017,541</u>	<u>100%</u>

*Includes only revenue bonds

City of Bryan, Texas

Authorized but Unissued Revenue Bonds - City Electric

As of September 30, 2024

Table REC-4

The City has not voted but unissued electric revenue bonds, and pursuant to State law, the City is not required to obtain the approval of voters to issue its Electric System revenue bonds.

City of Bryan, Texas

Condensed Statement of City Electric System Operations

Last Five Years

REC-5

	Fiscal Year Ended September 30				
	2024	2023	2022	2021	2020
Revenues					
City Electric System and Other Revenue	\$ 228,661,203	\$ 233,681,607	\$ 237,447,855	\$ 362,660,519	\$ 185,889,665
Investment Income	14,139,415	8,604,230	(3,109,835)	363,245	3,318,858
Total Revenues	242,800,618	242,285,837	234,338,020	363,023,764	189,208,523
City Electric System Expenses ⁽¹⁾	148,253,675	158,736,138	146,627,939	287,917,032	116,679,693
Net Available for Debt Service	<u>\$ 94,546,943</u>	<u>\$ 83,549,699</u>	<u>\$ 87,710,081</u>	<u>\$ 75,106,732</u>	<u>\$ 72,528,830</u>
BTU - City Electric Customers	43,125	42,193	41,416	40,482	39,536

⁽¹⁾ Excludes depreciation and amortization and non-cash pension expense

City of Bryan, Texas

City Electric Coverage and Fund Balances

As of September 30, 2024

Table REC-6

Average Annual Principal and Interest Requirement, 2025-2046	\$ 14,409,888
Coverage of Average Requirements by 9-30-2024 Net available for debt service	6.56 Times
Maximum Principal and Interest Requirements, 2025-2046	20,717,481
Coverage of Maximum Requirements by 9-30-2024 Net available for debt service	4.56 Times
Electric System Revenue Bonds, 9-30-2024	229,310,000
Interest and Sinking Fund (September 30, 2024)	5,552,722
Reserve Fund (September 30, 2024)	2,824,100

City of Bryan, Texas

Current Investments and Cash Deposits - City Electric

As of September 30, 2024

Table REC-7

As of September 30, 2024 the following percentages of BTU's City Electric investable funds were invested in the following investment categories.

<u>Type of Investment</u>	<u>Carrying Value</u>	<u>Percentage</u>
Demand Deposits	\$ 51,206,822	27.12%
Investment in Government Pool	10,637,953	5.63%
Treasuries	10,097,026	5.35%
Municipal Bonds	31,154,891	16.50%
Agency Securities	85,715,503	45.40%
Totals	<u>\$ 188,812,195</u>	<u>100.00%</u>

City of Bryan, Texas

Rural Electric Rates

As of September 30, 2024

Table RER-1

Rural Class	Customer Charge Per Month	Base		Regulatory ⁽¹⁾		Fuel Charge Per kWh ⁽¹⁾
		Per kW	Per kWh	Per kW	Per kWh	
Residential Winter (Nov. - Apr)	\$ 12.00	\$ -	\$ 0.0461	\$ -	\$ 0.0170	\$ 0.0363
Residential Summer (May - Oct.)	12.00	-	0.0615	-	0.0170	0.0363
College Station Residential (Nov - Apr)	11.00	-	0.0418	-	0.0145	0.0363
College Station Residential (May - Oct)	11.00	-	0.0551	-	0.0145	0.0363
Small Commercial	16.00	-	0.0442	-	0.0135	0.0363
Small Commercial Demand	21.00	9.02	0.0104	3.040	-	0.0363
Secondary Service Demand Time of Use	137.00	-	0.0321 - 0.0939	-	0.4999	0.0363
General Service Commercial Time of Use	26.62	3.33 - 4.72	0.0152	2.825	-	0.0363
Large Industrial	400.00	12.81	0.0077	3.570	-	0.0363
Large Industrial - Low Load Factor	400.00	6.28 - 6.80	-	1.390	-	0.0363
Primary Service	400.00	12.56	0.0075	3.570	-	0.0353
Secondary Service Irrigation	-	-	0.0866	-	0.0441	0.0363
Security Lighting Service	9.85 Per Lamp	-	-	-	-	0.0363
Street Lighting Service	6.61 - 15.36 Per Lamp	-	-	-	-	0.0363

⁽¹⁾ Regulatory and fuel charges are subject to change.

City of Bryan, Texas

Energy Sales by Types of Customers - Rural Electric

Last Five Years

Table RER-2

Type of Customer	2024		2023		2022		2021		2020	
	Energy Sales (kWh)	% kWh Sold	Energy Sales (kWh)	% kWh Sold	Energy Sales (kWh)	% kWh Sold	Energy Sales (kWh)	% kWh Sold	Energy Sales (kWh)	% kWh Sold
Residential	333,671,214	65.25%	340,081,616	66.12%	335,480,052	66.66%	309,725,064	68.19%	303,080,224	67.52%
Commercial	177,706,627	34.75%	174,280,242	33.88%	167,776,321	33.34%	144,451,850	31.81%	145,824,660	32.48%
Total	<u>511,377,841</u>	<u>100.00%</u>	<u>514,361,858</u>	<u>100.00%</u>	<u>503,256,373</u>	<u>100.00%</u>	<u>454,176,914</u>	<u>100.00%</u>	<u>448,904,884</u>	<u>100.00%</u>

City of Bryan, Texas**Rural Electric System Revenue Debt Service Requirements**

As of September 30, 2024

Table RER-3

Fiscal Year Ending	Principal	Interest	Total	% of Principal Retired
2025	\$ 1,800,000	\$ 2,522,985	\$ 4,322,985	
2026	2,050,000	2,272,275	4,322,275	
2027	2,160,000	2,169,775	4,329,775	
2028	2,265,000	2,061,775	4,326,775	
2029	2,375,000	1,948,525	4,323,525	17.94%
2030	2,485,000	1,837,175	4,322,175	
2031	2,590,000	1,727,275	4,317,275	
2032	2,715,000	1,612,675	4,327,675	
2033	2,830,000	1,492,475	4,322,475	
2034	2,945,000	1,383,325	4,328,325	22.85%
2035	2,685,000	1,269,625	3,954,625	
2036	2,785,000	1,162,675	3,947,675	
2037	2,895,000	1,060,125	3,955,125	
2038	2,995,000	953,325	3,948,325	
2039	3,115,000	842,675	3,957,675	24.39%
2040	3,225,000	727,425	3,952,425	
2041	3,350,000	607,925	3,957,925	
2042	2,795,000	483,575	3,278,575	
2043	2,890,000	387,000	3,277,000	
2044	1,835,000	287,000	2,122,000	23.75%
2045	1,900,000	229,575	2,129,575	
2046	1,955,000	170,000	2,125,000	
2047	870,000	108,600	978,600	
2048	905,000	73,800	978,800	
2049	940,000	37,600	977,600	11.07%
	\$ 59,355,000	\$ 27,429,185	\$ 86,784,185	100.00%

*Includes only revenue bonds

City of Bryan, TexasCondensed Statement of Rural Electric System Operations
Last Five Years

Table RER-4

	Fiscal Year Ended September 30				
	2024	2023	2022	2021	2020
Revenues					
Rural Electric System	\$ 57,034,354	\$ 57,824,648	\$ 57,642,815	\$ 48,006,906	\$ 45,850,000
Investment Income	2,500,046	1,715,266	(683,890)	68,686	448,538
Total Revenues	59,534,400	59,539,914	56,958,925	48,075,592	46,298,538
Rural Electric System Expenses ⁽¹⁾	41,060,667	39,840,526	37,864,612	32,947,942	31,418,794
NET AVAILABLE FOR DEBT SERVICE	<u>\$ 18,473,733</u>	<u>\$ 19,699,388</u>	<u>\$ 19,094,313</u>	<u>\$ 15,127,650</u>	<u>\$ 14,879,744</u>
Rural Electric Customers	25,382	24,854	24,230	23,520	22,911

⁽¹⁾ Excludes depreciation.

City of Bryan, Texas

Rural Electric Coverage and Fund Balances

As of September 30, 2024

Table RER-5

Average Annual Principal and Interest Requirement, 2025-2049	\$ 3,471,367
Coverage of Average Requirements by 9-30-2024 Net available for debt service	5.32 Times
Maximum Principal and Interest Requirements, 2025-2049	4,329,775
Coverage of Maximum Requirements by 9-30-2024 Net Available for debt service	4.27 Times
Rural Electric System Revenue Bonds, 9-30-2024	59,355,000
Interest and Sinking Fund (September 30, 2024)	485,000
Reserve Fund (September 30, 2024)	-

City of Bryan, Texas

Current Investments and Cash Deposits - Rural Electric

As of September 30, 2024

Table RER-6

As of September 30, 2024 the following percentages of BTU's Rural Electric investable funds were invested in the following investment categories.

<u>Type of Investment</u>	<u>Carrying Value</u>	<u>Percentage</u>
Demand deposits	\$ 40,670,109	80.87%
Investment pools	528,397	1.05%
Municipal bonds	3,414,181	6.79%
Agency securities	5,678,125	11.29%
Totals	<u>\$ 50,290,812</u>	<u>100.00%</u>