

CITY OF SNYDER, TEXAS

Annual Comprehensive Financial Report

For the Year Ended September 30, 2024



Prepared by: Finance Department

Jillian Hardy

Director of Finance

CITY OF SNYDER, TEXAS
 Annual Comprehensive Financial Report
 Year Ended September 30, 2024

Table of Contents

	<u>Exhibit</u>	<u>Page</u>
INTRODUCTORY SECTION		
Letter of Transmittal	i	
GFOA Certificate of Achievement	v	
City Organizational Chart	vi	
Principal Officials	vii	
FINANCIAL SECTION		
Independent Auditor's Report	1	
Management's Discussion and Analysis	5	
<u>Basic Financial Statements</u>		
Government-wide Financial Statements:		
Statement of Net Position	A-1	13
Statement of Activities	A-2	14
Fund Financial Statements:		
Balance Sheet – Governmental Funds	B-1	15
Reconciliation of Balance Sheet – Governmental Funds to the Statement of Net Position	B-2	17
Statement of Revenues, Expenditures and Changes in Fund Balances – Governmental Funds	B-3	19
Reconciliation of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds to the Statement of Activities	B-4	20
Statement of Revenues, Expenditures and Changes in Fund Balances – General Fund	B-5	23
Budget and Actual	B-6	24
Statement of Net Position – Proprietary Funds	C-1	55
Statement of Revenues, Expenses, and Changes in Net Position – Proprietary Funds	C-2	57
Statement of Cash Flows - Proprietary Funds	C-3	58
Notes to Financial Statements	C-4	59
<u>Required Supplementary Information</u>		
Schedule of Changes in Net Pension Liability and Related Ratios - TMRS	D-1	60
Schedule of Employer Contributions – TMRS	D-2	61
Schedule of Changes in Total OPEB Liability and Related Ratios - TMRS	D-3	62
Notes to Required Supplementary Information	D-4	63
<u>Combining and Individual Fund Statements and Schedules</u>		
Special Revenue Fund:		
Combining Balance Sheet – Nonmajor Governmental Funds	E-1	64
Combining Statement of Revenues, Expenditures and Changes in Fund Balance – Nonmajor Governmental Funds	E-2	65
Schedule of Revenues, Expenditures and Changes in Fund Balances – Motel Tax	E-3	66
Budget and Actual	E-4	67
Schedule of Revenues, Expenditures and Changes in Fund Balances – Tax Increment Financing- Budget and Actual	E-5	68
General Fund:		
Schedule of Revenues - Budget and Actual	F-1	69
Schedule of Expenditures - Budget and Actual	F-2	70

CITY OF SNYDER, TEXAS
Annual Comprehensive Financial Report
Year Ended September 30, 2024

Table of Contents (cont'd)

	<u>Exhibit</u>	<u>Page</u>
Enterprise Funds:		
Water and Sewer:		
Schedule of Revenues and Expenses- Budget and Actual	E-1	69
Schedule of Expenses - Budget and Actual	E-2	70
Sanitation:		
Schedule of Revenues and Expenses- Budget and Actual	E-3	72
Schedule of Expenses - Budget and Actual	E-4	73
<u>Capital Assets Used in the Operation of Governmental Funds</u>		
Comparative Schedules by Source	F-1	74
Schedule by Function and Activity	F-2	75
Schedule of Changes by Function and Activity	F-3	76
STATISTICAL SECTION		
Net Position by Component	77	
Changes in Net Position	78	
Fund Balances of Governmental Funds	80	
Changes in Fund Balances of Governmental Funds	81	
Tax Revenues by Source, Governmental Funds	83	
Assessed and Estimated Actual Value of Taxable Property	84	
Property Tax Rates, Direct and Overlapping Governments	85	
Principal Property Taxpayers	86	
Property Tax Levies and Collections	87	
Taxable Sales by Category	88	
Ratios of Outstanding Debt by Type	89	
Ratios of General Bonded Debt Outstanding	90	
Direct and Overlapping Governmental Activities Debt	91	
Legal Debt Margin Information	92	
Pledged Revenue Coverage	93	
Demographic and Economic Statistics	94	
Principal Employers, Current Year and Nine Years Ago	95	
Full-time Equivalent City Government Employees by Function	96	
Operating Indicators by Function	97	
Capital Asset Statistics by Function	98	



THE CITY OF SNYDER, TEXAS

P.O. Box 1341 • 1925 24th Street • 79550-1341
325/573-4957 • 325/573-7505 Fax

March 21, 2025

To the Honorable Mayor, Members of the City Council and Citizens of the City of Snyder:

State law requires that all general-purpose local governments publish within six months of the close of each fiscal year a complete set of financial statements presented in conformity with generally accepted accounting principles (GAAP) and audited in accordance with generally accepted auditing standards by a firm of licensed certified public accountants. Pursuant to that requirement, we hereby issue the annual comprehensive financial report of the City of Snyder for the fiscal year ended September 30, 2024.

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

The City of Snyder's financial statements have been audited by Eide Bailly LLP, a firm of licensed certified public accountants. The goal of the independent audit was to provide reasonable assurance that the financial statements of the City of Snyder for the fiscal year ended September 30, 2024, are free of material misstatement. The independent audit involved examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements; assessing the accounting principles used and significant estimates made by management; and evaluating the overall financial statement presentation. The independent auditor concluded, based upon the audit, that there was a reasonable basis for rendering an unmodified opinion that the City of Snyder's financial statements for the fiscal year ended September 30, 2024, are fairly presented in conformity with GAAP. The independent auditor's report is presented as the first component of the financial section of this report.

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

Profile of the government

The City of Snyder, incorporated in 1907, is in the northwestern part of the state. The City of Snyder currently occupies a land area of 8.73 square miles and serves a population of 11,202. The City of Snyder is empowered to levy a property tax on both real and personal properties located within its boundaries. It also is empowered by state statute to extend its corporate limits by annexation, which occurs periodically when deemed appropriate by the governing council.

The City of Snyder is a home rule city that operates under the council-manager form of government. Policy-making and legislative authority are vested in a governing council consisting of the mayor and six other members. The governing council is responsible, among other things, for passing ordinances, adopting the budget, appointing committees, and hiring both the government's manager and attorney. The government's manager is responsible for carrying out the policies and ordinances of the governing council, for overseeing the day-to-day operations of the government, and for appointing the heads of the various

departments. The council is elected on a non-partisan basis. Council members serve two-year staggered terms, with four single-member district council members elected every two years, and the mayor and two at-large council members elected every two years also.

The City of Snyder provides a full range of services, including police and fire protection; animal control; the maintenance of highways, streets, and other infrastructure; water and sewer services; and sanitation services. The City of Snyder is also financially accountable for the Development Corporation of Snyder, which is funded by the City's additional sales tax of 3/8% to be used for economic development. The Development Corporation is reported separately within the City of Snyder's financial statements.

The annual budget serves as the foundation for the City of Snyder's financial planning and control. All agencies of the City of Snyder are required to submit requests for appropriation to the government's manager on or before the first Monday in May each year. The government's manager uses these requests as the starting point for developing a proposed budget. The government's manager then presents this proposed budget to the council for review prior to August 1. The council is required to hold public hearings on the proposed budget and may add to, subtract from, or change appropriations. Any changes in the budget must be within the revenue's reserves estimated as available by the City Manager or the revenue estimates must be changed by an affirmative vote of a majority of the City Council. The council is required to adopt a final budget prior to September 30. The appropriated budget is prepared for three governmental funds, the motel tax fund, the tax increment financing fund, and the general fund. The general fund is prepared by fund, function (e.g., public safety), and department (e.g., police). Department heads may make transfers of appropriations within a department. Transfers of appropriations between departments, however, require the council's approval upon recommendation of the City Manager. Budget-to-actual comparisons are provided in this report for each individual governmental fund for which an appropriated annual budget has been adopted. For the general fund, this comparison is presented as Exhibit B-3 as part of the basic financial statements for the governmental funds.

Local economy

Snyder is approximately 100 miles from four major cities: Lubbock, Abilene, Midland, and San Angelo. The Texas Department of Criminal Justice operates the Snyder Distribution Center, a distribution site for multiple prisons in the West Texas area. One of which, the Price Daniel State Prison, is located in Snyder, and is now in its thirty-fifth year of operation. This facility has provided employment for approximately 173 full-time people. Snyder is also supported by wind energy. Snyder and Scurry County are already home to a section of the second largest wind farm in the United States, the Roscoe Wind Farm. There are six wind farms located in the local area. There are approximately 400 wind turbines in the surrounding area, which would provide enough electricity to support 140,000 homes. Ranching and cotton farming also continue to employ a large part of the population.

The sales tax received for the fiscal year ending 2024 was 2.43% higher than the budgeted amount. The actual amount received was \$442,631 less than from 2023. The decrease in sales tax revenue is largely attributed to the fluctuations in the local economy. Motel occupancy tax decreased 13.28% compared to the previous year. Property valuations were approximately 11.09% higher than 2022. The tax rate decreased to 0.3981 per \$100 on property taxes. The water sales in the enterprise fund decreased slightly this year, due to less water usage by some of the City's larger accounts.

There are fourteen hotels in Snyder with a total of eight hundred rooms. A decrease in motel occupancy tax reflects the decrease in our local economy. Snyder is home to four different banking institutions: Community Bank of Snyder, West Texas State Bank, Prosperity Bank, and First Bank and Trust.

The City of Snyder's Tax Abatement program was approved by the Council in 2007. This program was implemented as an incentive for economic development. The City approves abatements for a term of 5 to 10 years. For 2024, the City had five active abatements, totaling \$89,788. The program has had a tremendous impact on the local economy by bringing in job opportunities and increased sales tax through new businesses and raising the property value of restored homes or new developments. The City of Snyder anticipates a greater increase in taxes as a result of abatements in the coming years.

The water supplier for the City of Snyder is the Colorado River Municipal Water District (CRMWD). Snyder's main source of water is Lake Thomas. The lake is currently 40% full, and offers boating, fishing, and camping for this area. CRMWD currently has a 5-year supply of water, if no rain were to fall, stored in water wells in Ward County.

The region (which includes the City of Snyder and the surrounding unincorporated area within the same county) has an employed labor force of approximately 4,721 with an unemployment rate of 3.0%. If the current level of services is to be maintained, the City will need to explore new methods of obtaining financial resources.

The City adopted a Comprehensive Plan that articulates a vision for the future of the community and outlines a set of goals, objectives, and actions to achieve the desired vision. The comprehensive plan provides Snyder with the roadmap for the future.

Long-term financial planning and major initiatives

Unassigned fund balance in the general fund at year end was 105.15% of total general fund revenues. The City of Snyder has generally operated with a healthy fund balance in the past. The City is planning to use some of the funds for street improvement within the next few years. For future budgetary and planning purposes, the City will strive to maintain a larger percentage of total general fund revenues to reduce the amount that would otherwise need to be borrowed to finance future construction.

The Economic Development Corporation developed a \$2.9 million-dollar industrial rail park in 2012. This investment attracted W.L. Plastics to open their sixth North American location in Snyder. Overall, the Economic Development Corporation has sold eleven industrial lots to potential new companies in Snyder's Industrial Park, increasing the tax roll and opportunities for employment. Additional acreage in the rail park is available for prospective developments.

The City of Snyder and Spectra Solar partnered together to build the first solar farm in this area. The solar farm is located behind the wastewater plant and provides electricity to the plant. A second plant located close to the water treatment plant was completed in 2019 and is performing as designed.

Installation of passive vents with portable vapor extractors at the pre-Subtitle D area of the landfill was completed in 2023. Since the landfill methane gas remediation efforts were made, methane concentrations have remained below 5% by volume in all gas monitoring probes surrounding the area.

The City was awarded the Coronavirus Local Fiscal Recovery Funds grant in 2021. Some of the funds were used to scope the city for potential broadband infrastructure and invest in retail strategies to assist existing business as well as bring new businesses to Snyder. The majority of the funds were used for a water and sewer improvements project that was completed in 2024. All funds were exhausted in fiscal year 23-24.

Water and sewer capital improvements are still underway using funds from the 2019 Certificates of Obligation. Waterline and sewer line replacements have been completed, and engineering began in 2022 on a project to create a sedimentation basin and improve the UV system at the wastewater treatment plant.

Updates to the City's Supervisory Control and Data Acquisition (SCADA) system for the water and wastewater treatment plants, booster stations, and lift stations started in 2022, and were ongoing during the fiscal year. The upgrade will improve the monitoring, analysis, and control of data through automation.

The City's water meter replacement project to lower water loss percentage is ongoing. In addition, the City is continuing to update our cross-connection management and ensure proper compliance with water service regulations.

The Economic Development Corporation initiated a Façade Grant Program, awarding funds to 21 applicants of local businesses through Chapter 380 agreements. The program assisted property owners in repairs and upgrades, helping revitalize areas of Snyder to preserve and stimulate economic growth.

The City of Snyder maintains a five-year capital improvement plan, which serves as its planning document to ensure that its facilities, equipment, and infrastructure are well maintained and operating at peak condition. Capital improvement projects are financed in a yearly cash flow pay-as-you-go basis. The City tries to maintain a twenty-year average for capital purchases. There are currently plans for additional capital improvement projects for the Water Plant and Wastewater Plant for the upcoming fiscal year.

Relevant financial policies

The City of Snyder has adopted a few different financial policies. The most relevant policy requires the adoption of a balanced annual operating budget (i.e., estimated revenues equal to or in excess of appropriations). Estimated revenues for the budgeted year were less than appropriations by \$188,185 due to big capital requests. In such cases, the policy allows for the appropriation of fund balance to close the gap. During the fiscal year, a budget amendment was approved for the purchase of a tanker for the fire department increasing the gap to \$808,185. With the unexpected increase in revenues and the back order of major capital items being committed to fund balance, the City of Snyder did not have to transfer from reserves for fiscal year 2024.

Awards and Acknowledgements

Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the City of Snyder for its annual comprehensive financial report for the fiscal year ended September 30, 2023. In order to be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized annual comprehensive financial report. This report must satisfy both generally accepted accounting principles and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. We believe that our current annual comprehensive financial report continues to meet the Certificate of Achievement Program's requirements, and we are submitting it to GFOA to determine its eligibility for another certificate.

The preparation of this report would not have been possible without the efficient and dedicated services of the entire staff of the Finance Department. I would like to express my appreciation to all members of the City who assisted and contributed to the preparation of this report. I would also like to thank the Mayor and City Council for their interest and unfailing support for maintaining the highest standards of professionalism in the management of the City of Snyder's finances.

Respectfully submitted,



Jillian Hardy

Finance Director



Government Finance Officers Association

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

Presented to

**City of Snyder
Texas**

For its Annual Comprehensive
Financial Report
For the Fiscal Year Ended

September 30, 2023

Christopher P. Monell

Executive Director/CEO

CITY OF SNYDER, TEXAS
ORGANIZATIONAL CHART

MAYOR & COUNCIL (7) ----- BOARDS AND COMMISSIONS

----- CITY MANAGER (1)	----- HUMAN RESOURCES/RISK MANAGEMENT (1)
----- ADMINISTRATIVE ASSISSTANT (1)	
----- FINANCE (1)	----- ACCOUNTING CLERK (1)
----- PLANNING & ZONING (1)	----- INSPECTOR (1)
-----	----- PERMIT TECHNICIAN (1)
----- MUNICIPAL COURT (1)	
----- CLERK 2 (1)	
----- CLERK 1 (1)	
----- CITY SECRETARY/RECORDS MANAGEMENT (1)	----- CLERK 3/DEPUTY CITY SECRETARY (1)
----- INFORMATION TECHNOLOGY/PURCHASING (1)	
----- POLICE (24)	
----- ANIMAL CONTROL (2)	
----- FIRE (12)	
----- PUBLIC WORKS (1)	
----- STREETS (8)	
----- SANITATION COLLECTION (5)	
----- LANDFILL (5)	
----- SANITARY SEWER (2)	
----- WATER DISTRIBUTION (5)	
----- INTERNAL SERVICE (1)	
----- WATER & WASTEWATER (1)	
----- SEWAGE TREATMENT (3)	
----- WATER PRODUCTION (4)	
----- UTILITY OFFICE (1)	
----- CLERK 3 (1)	
----- CLERK 2 (1)	

(90) NUMBER OF FULL TIME EQUIVALENT POSITIONS, EXCLUDING COMMISSION

CITY OF SNYDER, TEXAS

Principal Officers

City Council

Stephanie Ducheneaux, Mayor
Sarah Jamison, Mayor Pro-Tem
Ralph Hernandez, Councilmember
 Jerry Webb, Councilmember
Julian Dominguez, Councilmember
 Bill Robertson, Councilmember
 Carson Matthies, Councilmember

Administrative Staff

Eli Torres, City Manager
Jillian Hardy, Director of Finance
 Shai Green, City Secretary
 Mike Counts, Police Chief
 Nathan Hines, Fire Chief
Eli Torres, Public Works Director
Underwood Law Firm, City Attorney



Independent Auditor's Report

To the Honorable Mayor and
Members of the City Council
City of Snyder, 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 Snyder, Texas (the City), as of and for the year ended September 30, 2024, and the related notes to the financial statements, which collectively comprise the City's basic financial statements as listed in the table of contents.

In our opinion, the accompanying financial statements referred to above 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 of Snyder, Texas, as of September 30, 2024, and the respective changes in financial position, and, where applicable, cash flows thereof and the respective budgetary comparison for the general fund for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS) and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States (*Government Auditing Standards*). Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of 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.

Correction of Error

As discussed in Note IV, Item I to the financial statements, an error resulting in an overstatement of the amount previously reported for capital assets as of September 30, 2023, were discovered by management of the City during the current year. Accordingly, a restatement has been made to the discretely presented component unit net position as of October 1, 2023, to correct the error. 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.
- 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, Schedule of Changes in Net Pension Liability and Related Ratios – Texas Municipal Retirement System, Schedule of Employer Contributions – Texas Municipal Retirement System, Schedule of Changes in Total OPEB Liability and Related Ratios – Texas Municipal Retirement System 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 have applied certain limited procedures to the required supplementary information in accordance with GAAS, 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 combining and individual nonmajor fund financial statements, budgetary schedules for the general fund and enterprise funds, and the capital asset schedules are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was 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 GAAS. In our opinion, the combining and individual nonmajor fund financial statements, budgetary schedules, and capital asset schedules are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Information

Management is responsible for the other information included in the annual report. The other information comprises the introductory and statistical sections 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.

Report on Summarized Comparative Information

We have previously audited, in accordance with auditing standards generally accepted in the United States of America, the City's 2023 financial statements, and we expressed unmodified opinions on the respective financial statements of the governmental activities, the business-type activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information in our report dated March 28, 2024. In our opinion, the summarized comparative information presented herein as of and for the year ended September 30, 2023, is consistent, in all material respects, with the audited financial statements from which it has been derived.

The budgetary schedules for the year ended September 30, 2023, are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and related directly to the underlying accounting and other records used to prepare the 2023 financial statements. The information was subjected to the audit procedures applied in the audit of the 2023 basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare those financial statements or to those financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the budgetary schedules are fairly stated in all material respects in relation to the basic financial statements as a whole for the year September 30, 2023.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated March 21, 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 the City's 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.

A handwritten signature in black ink that reads "Eide Bailly LLP". The signature is fluid and cursive, with "Eide" and "Baily" connected, and "LLP" in a smaller, separate section.

Abilene, Texas
March 21, 2025

CITY OF SNYDER, TEXAS
MANAGEMENT'S DISCUSSION AND ANALYSIS

As management of the City of Snyder, we offer readers of the City of Snyder's financial statements this narrative overview and analysis of the financial activities of the City of Snyder for the fiscal year ended September 30, 2024. All amounts, unless otherwise indicated, are expressed in thousands of dollars.

Financial Highlights

Entity-Wide

- The assets and deferred outflows of resources of the City of Snyder exceeded its liabilities and deferred inflows of resources at the close of the most recent fiscal year by \$34,331 (*net position*). Of this amount, \$13,732 (*unrestricted net position*) may be used to meet the government's ongoing obligations to citizens and creditors.
- The government's total net position increased by \$1,756. Of this increase, \$1,117 is from governmental activities and \$639 is from business-type activities.
- During the current fiscal year, the City determined that capital assets of its discretely presented component unit had been overstated by \$163,261 in the prior year financial statements. For additional information, see Note IV.I on pages 53 and 54 of this report.

Fund Statements

- As of the close of the current fiscal year, the City of Snyder's governmental funds reported combined ending fund balances of \$13,980, an increase of \$735 in comparison with the prior year. Approximately 83.34% of this total amount, \$11,651, is unassigned and *available for spending* at the government's discretion, and 16.66% is non-spendable for prepaid items and inventories, restricted for various purposes, or committed to equipment purchases and economic development through Chapter 380 agreements.
- At the end of the current fiscal year, unassigned fund balance for the general fund was \$11,655 or 112% of total general fund expenditures.
- The City of Snyder's total bond debt decreased by \$730 (6.08%) during the current fiscal year.

Overview of the Financial Statements

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

Government-Wide Financial Statements

The *statement of net position* presents information on all the City of Snyder's assets, deferred outflows of resources, liabilities, and deferred inflows of resources with the remainder reported as *net position*. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the City of Snyder is improving or deteriorating.

The *statement of activities* presents information showing how the government'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 are reported in this statement for some items that will only result in cash flows in future fiscal periods (e.g., uncollected taxes and earned but unused vacation leave).

Both government-wide financial statements distinguish functions of the City of Snyder that are principally supported by taxes and intergovernmental revenues (*governmental activities*) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (*business-type activities*). The governmental activities of the City of Snyder include general government, public safety, public works, and culture and recreation. The business-type activities of the City of Snyder include Water and Sewer and Sanitation services.

CITY OF SNYDER, TEXAS
MANAGEMENT'S DISCUSSION AND ANALYSIS

The government-wide financial statements can be found on pages 13-14 of this report.

FUND FINANCIAL STATEMENTS

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

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

Because the focus on governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for *governmental funds* with similar information presented for *governmental activities* in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near-term financing decisions. Both the governmental funds balance sheet and the governmental funds statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate this comparison between *governmental funds* and *governmental activities*.

The City of Snyder maintains five individual governmental funds. Information is presented separately in the governmental funds balance sheet and in the governmental funds statement of revenues, expenditures, and changes in fund balances for the General fund and American Rescue Plan fund, which are considered major funds. Individual fund data for the nonmajor governmental funds is provided in the form of *combining statements* elsewhere in this report.

The governmental fund financial statements can be found on pages 15-19 of this report.

The City of Snyder adopts an annual appropriated budget for its general fund. A budgetary comparison statement has been provided for the general fund to demonstrate compliance with this budget on page 19.

Proprietary funds. The City of Snyder maintains two different types of proprietary funds. *Enterprise funds* are used to report the same functions presented as *business-type activities* in the government-wide financial statements. The City of Snyder uses enterprise funds to account for its Water and Sewer and its Sanitation operations. *Internal service funds* are an accounting device used to accumulate and allocate costs internally among the City of Snyder's various functions. The City of Snyder uses an internal service fund to account for its garage. Because these services predominantly benefit governmental rather than business-type functions, they have been included within *governmental activities* in the government-wide financial statements.

Enterprise funds provide the same type of information as the government-wide financial statements, only in more detail. The enterprise fund financial statements provide separate information for the Water and Sewer Authority and for the Sanitation operation, both of which are major funds of the City of Snyder. Conversely, internal service funds are combined into a single, aggregated presentation in the proprietary fund financial statements. The City only has one internal service fund.

The basic proprietary fund financial statements can be found on pages 20-25 of this report.

Notes to financial statements. The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to financial statements can be found on pages 26-54 of this report.

CITY OF SNYDER, TEXAS
MANAGEMENT'S DISCUSSION AND ANALYSIS

Other information. In addition to the basic financial statements and accompanying notes, this report also presents certain *required supplementary information* concerning the City of Snyder's progress in funding its obligation to provide pension benefits to its employees. Required supplementary information can be found on pages 55-59 of this report.

The combining statements referred to earlier in connection with nonmajor governmental funds are presented immediately following the required supplementary information. Additional schedules related to major governmental and business-type funds are also included as supplementary information. Combining and individual fund statements and schedules can be found on pages 60-98 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 of Snyder, assets and deferred outflows of resources exceeded liabilities and deferred inflows of resources by \$34,331 at the close of the most recent fiscal year.

By far the largest portion of the City of Snyder's net position (57%) reflects its investment in capital assets (e.g., land, buildings, machinery, and equipment), less any related debt used to acquire those assets that are outstanding. The City of Snyder uses these capital assets to provide services to citizens; consequently, these assets are *not* available for future spending. Although the City of Snyder's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

CITY OF SNYDER'S Net Position

	Governmental		Business-type		Total	
	Activities		Activities		2023	2024
	2023	2024	2023	2024		
Current and other assets	\$ 16,027	\$ 15,008	\$ 9,918	\$ 8,995	\$ 25,945	\$ 24,003
Capital assets	5,166	5,340	23,423	25,231	28,589	30,571
Total assets	21,193	20,348	33,341	34,226	54,534	54,574
Deferred outflows of resources	2,104	1,252	1,292	889	3,396	2,141
Long-term liabilities outstanding	3,667	2,519	16,870	15,443	20,537	17,962
Other liabilities	3,320	1,475	1,372	2,565	4,692	4,040
Total liabilities	6,987	3,994	18,242	18,008	25,229	22,002
Deferred inflows of resources	86	266	38	116	124	382
Net investment in capital assets	5,166	5,340	12,552	14,386	17,718	19,726
Restricted	763	873	-	-	763	873
Unrestricted	10,294	11,127	3,800	2,605	14,094	13,732
Total net position	\$ 16,223	\$ 17,340	\$ 16,352	\$ 16,991	\$ 32,575	\$ 34,331

The remaining balance of unrestricted net position, \$13,732 may be used to meet the government's ongoing obligations to citizens and creditors.

The government's net position increased by \$1,756 during the current fiscal year.

CITY OF SNYDER, TEXAS
MANAGEMENT'S DISCUSSION AND ANALYSIS

CITY OF SNYDER'S Changes in Net Position

	Governmental Activities		Business-type Activities		Total	
	2023	2024	2023	2024	2023	2024
Revenues:						
Program revenues:						
Charges for services	\$ 2,152	\$ 2,295	\$ 10,889	\$ 10,889	\$ 13,041	\$ 13,184
Operating grants and contributions	1,379	1,599	1,045	3	2,424	1,602
General revenues:						
Property taxes	3,031	3,035	-	-	3,031	3,035
Other taxes	5,764	5,224	-	-	5,764	5,224
Other	884	1,012	247	505	1,131	1,517
Total revenues	13,210	13,165	12,181	11,397	25,391	24,562
Expenses:						
General government	2,280	2,403	-	-	2,280	2,403
Public Safety	4,829	5,380	-	-	4,829	5,380
Public Works	3,272	2,455	-	-	3,272	2,455
Culture and recreation	699	606	-	-	699	606
Water and sewer	-	-	8,147	8,795	8,147	8,795
Sanitation	-	-	2,863	3,167	2,863	3,167
Total expenses	11,080	10,844	11,010	11,962	22,090	22,806
Transfers	-	(1,204)	-	1,204	-	-
Change in net position	2,130	1,117	1,171	639	3,301	1,756
Net position - beginning of year	14,093	16,223	15,181	16,352	29,274	32,575
Net position - ending of year	<u>\$ 16,223</u>	<u>\$ 17,340</u>	<u>\$ 16,352</u>	<u>\$ 16,991</u>	<u>\$ 32,575</u>	<u>\$ 34,331</u>

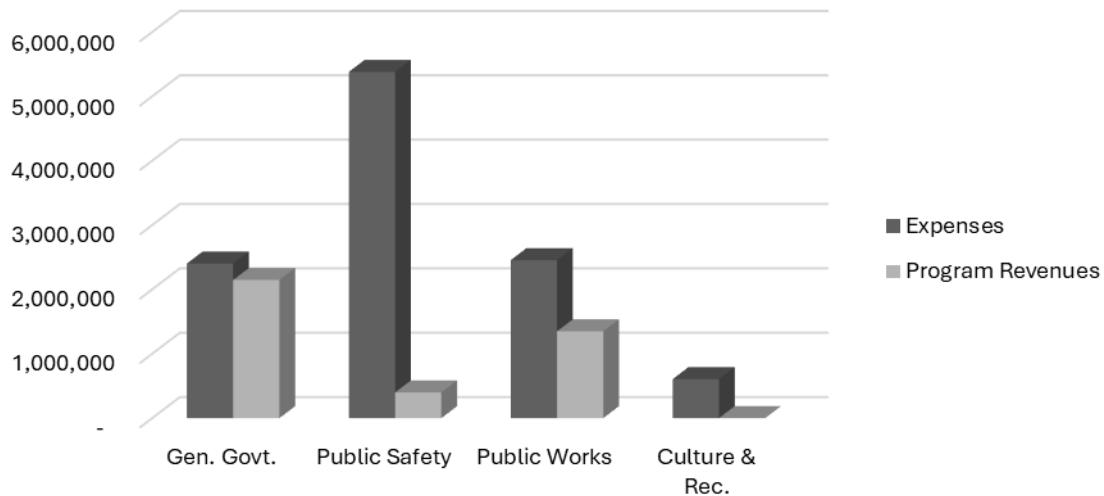
GOVERNMENTAL ACTIVITIES

Governmental activities increased the City of Snyder's net position by \$1,117. Key elements of this increase are as follows:

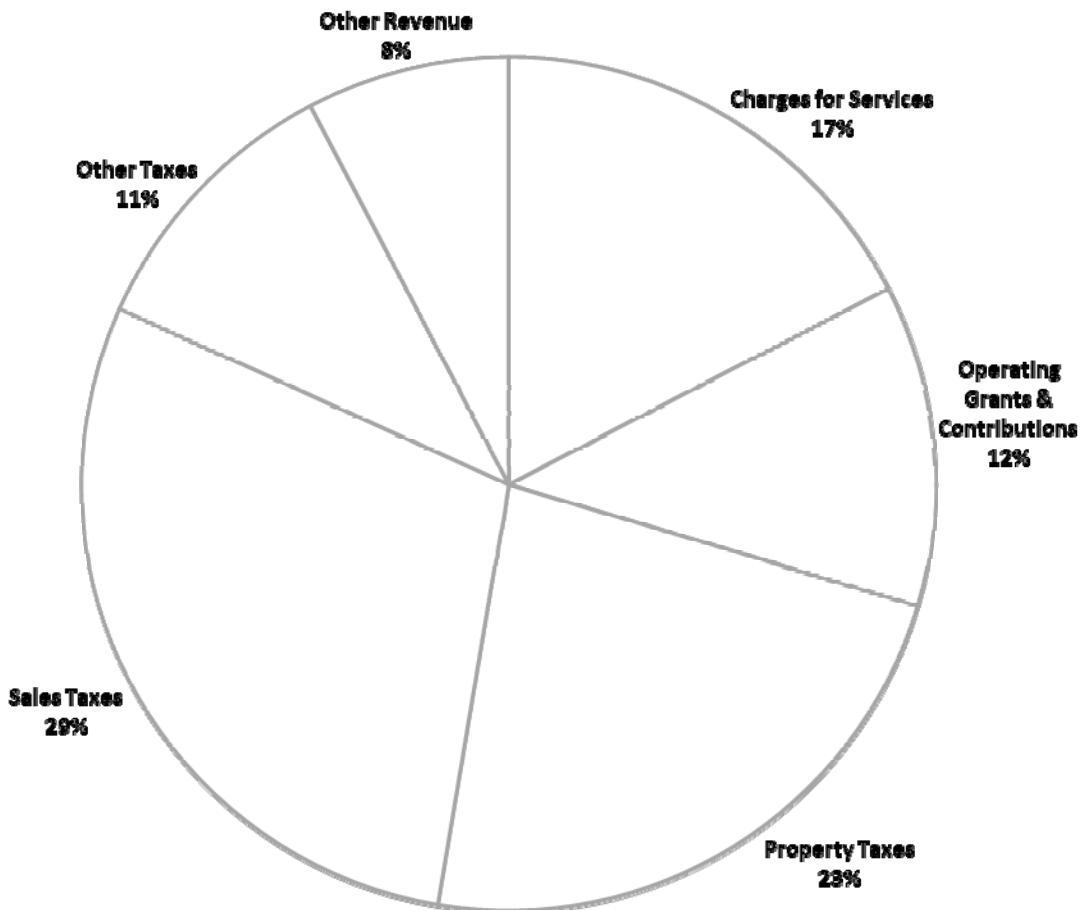
- Charges for services increased \$143 or 7%, a result of an increase in administrative fees.
- Property taxes increased \$5 or less than 1% from the prior year. Property tax rates lowered to 0.3981 per One Hundred Dollars from 2023 to 2024. Sales taxes decreased \$443 or 10% from the prior year due to the demand within the oil and energy industry.
- Miscellaneous revenue decreased; however, investment earnings increased due to maintaining higher interest rates.
- Public safety expenses were 50% of the City's governmental expenses. Public safety expenses increased \$551 or 11% from the prior year because of higher personnel costs from maintaining a fuller staff and maintenance costs.
- Public works expenses decreased \$817 or 25% from the prior year. Most of the variance is related to the transfer of Coronavirus Local Fiscal Recovery Funds grant money to the Water and Sewer fund for improvements.

CITY OF SNYDER, TEXAS
MANAGEMENT'S DISCUSSION AND ANALYSIS

Expenses and Program Revenues – Governmental Activities



Revenues by Source – Governmental Activities

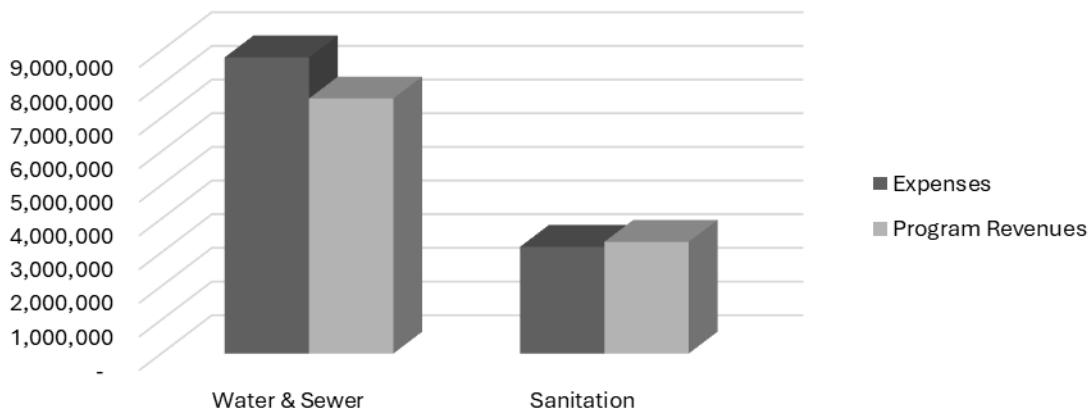


CITY OF SNYDER, TEXAS
MANAGEMENT'S DISCUSSION AND ANALYSIS

BUSINESS-TYPE ACTIVITIES

Business-type activities increased the City of Snyder's net position by \$639. Key elements of this increase are as follows:

- Business-type total revenues decreased by \$784 or 6.44% and total expenses increased by \$953 or 8.66% from the prior year; however, with the transfer in of grant money to cover specific improvement costs, the revenues exceeded the expenses for the current year.



FINANCIAL ANALYSIS OF THE GOVERNMENT'S FUNDS

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

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

As of the end of the current fiscal year, the City of Snyder's governmental funds reported combined ending fund balances of \$13,980, an increase of \$735 in comparison with the prior year. Approximately 83.34% of this total amount, \$11,651, constitutes *unassigned fund balance*, which is available for spending at the government's discretion. The remainder of fund balance is made up of \$31 in *nonspendable fund balance* for prepaid items and inventories, \$873 restricted for various purposes, and \$1,425 committed to equipment purchases and economic development through Chapter 380 agreements.

The general fund is the chief operating fund of the City of Snyder. At the end of the current fiscal year, unassigned fund balance of the general fund was \$11,655, while total fund balance reached \$13,259. As a measure of the general fund's liquidity, it may be useful to compare both unassigned fund balance and total fund balance to total fund expenditures. Unassigned fund balance represents 112% of total general fund expenditures, while total fund balance represents 127% of that same amount. The variance between the original and final budget was for the purchase of a tanker for the fire department in Public Safety.

The fund balance of the City of Snyder's general fund increased by \$654 during the current fiscal year and increased by \$1,888 in the prior fiscal year.

- Budgeted sales tax was increased by 24.01% from fiscal year 2023, due to the expected rise in the economy. Actual sales tax increased 2.43% from budgeted amount in 2024.
- General fund expenditures increased 12.00% from fiscal year 2023, mainly because of higher personnel costs, maintenance costs, and capital purchases.

CITY OF SNYDER, TEXAS
MANAGEMENT'S DISCUSSION AND ANALYSIS

Proprietary funds. The City of Snyder's proprietary funds provide the same type of information found in the government-wide financial statements, but in more detail.

Unrestricted net position of the Water and Sewer Authority at the end of the year amounted to \$1,134, and that of the Sanitation Fund amounted to \$1,471. The net decrease in unrestricted net position for the Water and Sewer Authority was \$193, and the net decrease for the Sanitation Fund was \$1,002. Other factors concerning the finances of these two funds have already been addressed in the discussion of the City of Snyder's business-type activities.

General Fund Budgetary Highlights

Actual revenues and other financing sources were higher than final budgeted revenues by \$456 and actual expenditures were \$198 lower than final budgeted expenditures.

The key elements of actual revenue compared to budget were as follows:

- Sales taxes were \$91 above budget and ad valorem taxes were \$230 above budget. Raised prices and a consistent flow of economic spending is attributed to the increase in sales taxes. Property tax valuations and new tax rolls resulted in an increase in property taxes received.
- Interest revenue was \$599 above budget because of the increase in interest rates on investments, and intergovernmental revenues were \$118 above budget due to a bigger reimbursement for School Resource Officers and grant funding from the Office of the Governor for rifle-resistant body armor.

The key elements of actual expenditures compared to budget were as follows:

- Four departments in General Government were below their budget from \$3 to \$71. Three departments were above their budget from \$5 to \$97. The overall increase in expenditures is a result of the rise in prices throughout the economy and capital purchases.
- Public safety, as a whole, was under budget by \$792. This is a result of budgeted capital items that were ordered yet not received prior to year-end.
- Public works was above their budget by \$610. This is a result of higher street maintenance costs and committed capital items being received and expensed from prior years.

CAPITAL ASSET AND DEBT ADMINISTRATION

Capital assets. The City of Snyder's investment in capital assets for its governmental and business-type activities as of September 30, 2024, amounts to \$30,571 (net of accumulated depreciation). This investment in capital assets includes land, buildings and systems, improvements, machinery and equipment, park facilities, roads, highways, and bridges.

CITY OF SNYDER'S Capital Assets
(net of depreciation)

	Governmental Activities		Business-type Activities		Total	
	2023	2024	2023	2024	2023	2023
Land	\$ 554	\$ 554	\$ 307	\$ 307	\$ 861	\$ 861
Buildings	1,135	1,060	766	406	1,901	1,466
Improvements other than buildings	909	857	17,600	18,882	18,509	19,739
Machinery and equipment	2,568	2,869	3,555	5,574	6,123	8,443
Construction in progress			1,195	62	1,195	62
Total	\$5,166	\$5,340	\$23,423	\$25,231	\$28,589	\$30,571

CITY OF SNYDER, TEXAS
MANAGEMENT'S DISCUSSION AND ANALYSIS

Significant purchases made by the City included a new vehicle for Administration; a new vehicle for the Planning department; a new a/c unit at City Hall; three new vehicles, tasers, SWAT team gear, and three drones for the Police department; a new a/c unit, gas line, two drones, and SCBA gear for the Fire department; a new vehicle, freightliner, truck, two trailers, and hydraulic spreader for the Street department; a new sewer line and trailer for Sanitary Sewer department; a new vehicle, seven pumps, and incubator for the wastewater treatment plant; two water lines, new vehicle, truck, mini excavator, and backhoe loader for the Water Distribution department; two freightliners for the Sanitation department; and a compactor, tractor, automatic tarping machine, and vapor blowers for the Landfill. New water and sewer lines were placed with the completion of the Water and Wastewater Improvement Project using funding from the American Rescue Plan Grant. Engineering on a project creating a sedimentation basin and improving the UV system at the Wastewater Treatment Plant was still in progress at the end of the fiscal year. Additional information on the City of Snyder's capital assets can be found in note III.C on pages 34-37 of this report.

LONG-TERM DEBT

Long-term debt. At the end of the current fiscal year, the City of Snyder had bond debt outstanding of \$11,285. Of this amount, \$11,285 comprises debt backed by the full faith and credit of the government. These bonds are paid by revenues of the Water and Sewer Fund.

The City of Snyder's total debt decreased by \$730 (6.08%) during the current fiscal year. The key factors in this decrease were principal payments of \$730.

The City of Snyder maintains a "AA-" rating from Standard & Poor's for its revenue and tax certificates of obligation debt.

Additional information on the City of Snyder's long-term debt can be found in note III.F on pages 38-41 of this report.

ECONOMIC FACTORS AND NEXT YEAR'S BUDGETS AND RATES

- The unemployment rate for the City of Snyder is currently 3.0 percent. This is below the state's average unemployment rate of 4.2 percent and below the national average rate of 3.9 percent.
- Inflationary trends in the region compare favorably to national indexes.

All of these factors were considered in preparing the City of Snyder's budget for the 2025 fiscal year.

The budget for general fund total revenue for fiscal year 2025 is \$14,391. This is an increase of 35.41% from fiscal year 2024. The property tax rate per \$100 remained the same at 0.3981 for fiscal year 2025. The minimum charge for water remained at \$39.30 per 2,000 gallons. Sanitation minimum monthly rates remained at \$34.15.

Requests for Information

This financial report is designed to provide a general overview of the City of Snyder's finances for all those with an interest in the government's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the Office of the Finance Director, P.O. Box 1341, City of Snyder, Texas, 79550.

CITY OF SNYDER, TEXAS

Statement of Net Position

September 30, 2024

	Primary Government			Component Unit
	Governmental Activities	Business-type Activities	Total	DCOS
ASSETS				
Cash and cash equivalents	\$ 10,493,461	\$ 2,805,799	\$ 13,299,260	\$ 2,305,841
Investments	1,900,000	500,000	2,400,000	212,067
Receivables (net of allowance)	1,656,896	1,359,369	3,016,265	21,491
Due from primary government	-	-	-	206,726
Inventories	66,552	326,125	392,677	-
Prepaid items	19,000	-	19,000	-
Restricted assets:				
Cash and cash equivalents	872,682	1,926,421	2,799,103	219,324
Investments	-	2,077,491	2,077,491	-
Capital assets (net of accumulated depreciation)				
Nondepreciable	554,418	368,425	922,843	526,609
Depreciable	4,785,105	24,862,078	29,647,183	1,749,005
Total assets	20,348,114	34,225,708	54,573,822	5,241,063
DEFERRED OUTFLOWS OF RESOURCES				
Deferred loss from refunding	-	347,040	347,040	-
Deferred outflows for pension	1,216,098	526,496	1,742,594	72,608
Deferred outflows for OPEB	36,367	15,917	52,284	2,178
Total deferred outflows of resources	1,252,465	889,453	2,141,918	74,786
LIABILITIES				
Accounts payable and other liabilities	1,129,138	1,642,252	2,771,390	5,092
Accrued payroll	139,155	54,506	193,661	-
Accrued interest payable	-	21,709	21,709	-
Due to component unit	206,726	-	206,726	-
Customer meter deposits	-	847,201	847,201	-
Noncurrent liabilities:				
Due within one year	50,417	1,014,284	1,064,701	115,716
Due in more than one year	124,347	13,412,745	13,537,092	691,049
Net pension liability	2,126,537	920,441	3,046,978	126,957
Net OPEB liability	218,065	95,251	313,316	13,578
Total liabilities	3,994,385	18,008,389	22,002,774	952,392
DEFERRED INFLOWS OF RESOURCES				
Deferred gain on refunding	-	462	462	-
Deferred inflows for pension	203,655	88,269	291,924	12,163
Deferred inflows for OPEB	62,803	27,128	89,931	3,747
Total deferred inflows of resources	266,458	115,859	382,317	15,910
NET POSITION				
Net investment in capital assets	5,339,523	14,386,008	19,725,531	1,468,849
Restricted for:				
Public safety	148,044	-	148,044	-
Debt service	-	-	-	41,040
Tax Increment Financing	721,256	-	721,256	-
Opioid settlements	3,382	-	3,382	-
Unrestricted	11,127,531	2,604,905	13,732,436	2,837,658
Total net position	\$ 17,339,736	\$ 16,990,913	\$ 34,330,649	\$ 4,347,547

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

CITY OF SNYDER, TEXAS
Statement of Activities
For the Year ended September 30, 2024

Function/Programs	Expenses	Net (Expense) Revenue and Changes in Net Position				Component Unit	
		Program Revenues		Primary Government			
		Charges for Services	Operating Grants and Contributions	Governmental Activities	Business-type Activities		
Primary government:							
Governmental activities:							
General government	\$ 2,402,540	\$ 2,146,879	\$ -	\$ (255,661)	\$ (255,661)		
Public safety	5,380,407	148,012	250,919	(4,981,476)	(4,981,476)		
Public works	2,455,238	-	1,348,380	(1,106,858)	(1,106,858)		
Culture and recreation	606,085	-	-	(606,085)	(606,085)		
Total governmental activities	<u>10,844,270</u>	<u>2,294,891</u>	<u>1,599,299</u>	<u>(6,950,080)</u>	<u>(6,950,080)</u>		
Business-type activities:							
Water and sewer	8,795,000	7,573,992	-	-	(1,221,008)	(1,221,008)	
Sanitation	3,167,740	3,315,091	2,500	-	149,851	149,851	
Total business-type activities	<u>11,962,740</u>	<u>10,889,083</u>	<u>2,500</u>	<u>-</u>	<u>(1,071,157)</u>	<u>(1,071,157)</u>	
Total primary government	<u>\$ 22,807,010</u>	<u>\$ 13,183,974</u>	<u>\$ 1,601,799</u>	<u>(6,950,080)</u>	<u>(1,071,157)</u>	<u>(8,021,237)</u>	
Component unit:							
Development Corporation of Snyder	<u>\$ 1,385,641</u>	<u>\$ -</u>	<u>\$ -</u>			<u>\$ (1,385,641)</u>	
General revenues:							
Property taxes		3,035,394	-	3,035,394	-		
Sales taxes		3,831,662	-	3,831,662	1,306,511		
Franchise taxes		756,015	-	756,015	-		
Alcoholic beverage taxes		29,597	-	29,597	-		
Hotel/motel occupancy taxes		606,085	-	606,085	-		
Unrestricted investment earnings		857,784	266,805	1,124,589	148,140		
Gain on sale of capital assets		86,543	238,599	325,142	124,794		
Miscellaneous revenue		67,934	-	67,934	-		
Total general revenues		<u>9,271,014</u>	<u>505,404</u>	<u>9,776,418</u>	<u>1,579,445</u>		
Transfers		(1,204,173)	1,204,173	-	-		
Change in net position		1,116,761	638,420	1,755,181	193,804		
Net position - beginning, as previously reported		<u>16,222,975</u>	<u>16,352,493</u>	<u>32,575,468</u>	<u>4,317,004</u>		
Prior period adjustment (Note IV. Item I.)		-	-	-	(163,261)		
Beginning net position, as restated		<u>16,222,975</u>	<u>16,352,493</u>	<u>32,575,468</u>	<u>4,153,743</u>		
Net position - ending	<u>\$ 17,339,736</u>	<u>\$ 16,990,913</u>	<u>\$ 34,330,649</u>	<u>\$ 4,347,547</u>			

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

CITY OF SNYDER, TEXAS
Balance Sheet
Governmental Funds
September 30, 2024

	General	American Rescue Plan Grant	Nonmajor Governmental	Total Governmental Funds
ASSETS				
Cash and cash equivalents	\$ 10,493,461	\$ -	\$ -	\$ 10,493,461
Investments	1,900,000	-	-	1,900,000
Receivables (net of allowance)	1,498,812	-	157,968	1,656,780
Due from other funds	838,769	-	-	838,769
Prepaid items	19,000	-	-	19,000
Inventories	11,886	-	-	11,886
Restricted cash and cash equivalents	148,044	-	724,638	872,682
Total assets	\$ 14,909,972	\$ -	\$ 882,606	\$ 15,792,578
LIABILITIES				
Due to other funds	\$ -	\$ -	\$ 3,369	\$ 3,369
Accounts payable	943,763	-	157,968	1,101,731
Retainage payable	-	-	-	-
Due to component unit	206,726	-	-	206,726
Unearned revenue	-	-	-	-
Accrued payroll	139,155	-	-	139,155
Total liabilities	1,289,644	-	161,337	1,450,981
DEFERRED INFLOWS OF RESOURCES				
Unavailable revenue- property taxes and fines	361,357	-	-	361,357
FUND BALANCES				
Nonspendable for:				
Prepaid items	19,000	-	-	19,000
Inventories	11,886	-	-	11,886
Restricted for various purposes	148,044	-	724,638	872,682
Committed for economic development	289,933	-	-	289,933
Committed for equipment purchases	1,135,210	-	-	1,135,210
Unassigned	11,654,898	-	(3,369)	11,651,529
Total fund balances	13,258,971	-	721,269	13,980,240
Total liabilities, deferred inflows and fund balances	\$ 14,909,972	\$ -	\$ 882,606	\$ 15,792,578

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

CITY OF SNYDER, TEXAS
Reconciliation of the Balance Sheet of
Governmental Funds to the Statement of Net Position
September 30, 2024

Total Fund Balances - Governmental Funds	\$ 13,980,240
Amounts reported for governmental activities in the statement of net position (A-1) are different because:	
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds. At the beginning of the year, the cost of these assets was \$13,783,635 and the accumulated depreciation was \$9,422,890. The net effect of the beginning balance of the net investment in capital assets in the governmental activities is an increase to net position.	4,360,745
Current year capital outlays are expenditures in the fund financial statements, but they are shown as increases in capital assets in the government-wide financial statements. The net effect of including capital outlays of \$2,368,203, net of transfers of capital asset to business-type activities of \$1,204,173, is to increase net position.	1,164,030
Depreciation expense is not reflected in the governmental funds but is recorded in the government-wide financial statements as an expense and an increase to accumulated depreciation. The net effect of the current year depreciation expense of \$917,214 is to decrease net position.	(917,214)
Other long-term assets are not available to pay for current-period expenditures and, therefore, are deferred in the governmental funds. Deferred inflows of resources for property tax revenue and fines revenue of \$361,357 is recognized in the government-wide financial statements. This results in an increase in net position.	361,357
Related to the City's net pension liability are deferred outflows of resources of \$1,169,639 and deferred inflow of \$172,306, whose effect is to increase net position.	997,333
Related to the City's total OPEB liability are deferred outflows of resources of \$36,318 and deferred inflows of resources of \$61,972, whose effect is to decrease net position.	(25,654)
Long-term liabilities are not due and payable in the current period and therefore are not reported in the funds.	
Compensated absences	(162,820)
Net pension liability	(2,094,797)
Total OPEB liability	(225,397)
Internal service funds are used by management to charge the costs of the central garage to individual funds. The assets and liabilities of the internal service funds are included in governmental activities in the statement of net position. This results in a net decrease to net position.	<u>(98,087)</u>
Net Position of Governmental Activities	<u>\$ 17,339,736</u>

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

CITY OF SNYDER, TEXAS
Statement of Revenues, Expenditures, and Changes in Fund Balances
Governmental Funds
For the Year Ended September 30, 2024

	American Rescue Plan Grant				Total Governmental Funds
	General	Nonmajor Governmental			
REVENUES					
Taxes:					
Property	\$ 2,903,533	\$ -	\$ 88,495	\$ 2,992,028	
Sales	3,831,662	-	-	3,831,662	
Franchise	756,015	-	-	756,015	
Alcoholic beverage	29,597	-	-	29,597	
Occupancy	-	-	606,085	606,085	
Licenses and permits	146,711	-	-	146,711	
Intergovernmental	250,368	1,348,380	551	1,599,299	
Charges for services	1,866,584	-	-	1,866,584	
Fines and forfeitures	142,082	-	-	142,082	
Interest	849,350	8,434	-	857,784	
Miscellaneous	96,140	-	-	96,140	
Total Revenues	<u>10,872,042</u>	<u>1,356,814</u>	<u>695,131</u>	<u>12,923,987</u>	
EXPENDITURES					
Current:					
General government	2,485,055	-	-	2,485,055	
Public safety	5,394,117	-	-	5,394,117	
Public works	2,550,182	1,365,372	-	3,915,554	
Culture and recreation	-	-	606,085	606,085	
Total Expenditures	<u>10,429,354</u>	<u>1,365,372</u>	<u>606,085</u>	<u>12,400,811</u>	
Excess of revenues over expenditures	442,688	(8,558)	89,046	523,176	
OTHER FINANCING SOURCES (USES)					
Proceeds from insurance	125,262	-	-	125,262	
Proceeds from sale of equipment	86,543	-	-	86,543	
Total other financing sources and uses	<u>211,805</u>	<u>-</u>	<u>-</u>	<u>211,805</u>	
Net change in fund balances	654,493	(8,558)	89,046	734,981	
Fund balances -- beginning	12,604,478	8,558	632,223	13,245,259	
Fund balances -- ending	<u>\$ 13,258,971</u>	<u>\$ -</u>	<u>\$ 721,269</u>	<u>\$ 13,980,240</u>	

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

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

Net Change in Fund Balances - Governmental Funds	\$	734,981
--	----	---------

Amounts reported for governmental activities in the statement of activities (A-2) are different because:

Current year capital outlays are expenditures in the fund financial statements, but they are shown as increases in capital assets in the government-wide financial statements. The net effect of including capital outlays of \$2,368,203, net of transfers of capital asset to business-type activities of \$1,204,173, is to increase net position. 1,164,030

Depreciation expense is not reflected in the governmental funds but is recorded in the government-wide financial statements as an expense and an increase to accumulated depreciation. The net effect of the current year depreciation expense of \$917,214 is to decrease net position. (917,214)

Repayment of long-term debt is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net position. This is the net increase in compensated absences payable. (6,805)

Internal service funds are used by management to charge the costs of the central garage to individual funds. The change in net position of the internal service funds are included in governmental activities in the statement of activities. This increases net position. -

Various other adjustments and eliminations are necessary to convert from the modified accrual basis of accounting to accrual basis of accounting. Revenues in the statement of activities that do not provide current financial resources are not reported in the funds. This adjustment is to recognize the net change in 'unavailable' revenue. This adjustment results in an increase in net position. 21,090

Certain expenditures for the pension that are recorded to the fund financial statements must be recorded as deferred outflows of resources. Contributions made after the measurement date caused the change in net position to increase. The City's deferred inflows and outflows for TMRS as of the measurement date must be amortized and the City's pension expense must be recognized. The net effect is an increase in net position. 117,985

Certain OPEB expenditures that are recorded in the fund financial statements must be recorded as deferred outflows of revenues. Contributions made after the measurement date caused the change in net position to increase. The City's deferred inflows and outflows for TMRS as of the measurement date must be amortized and the City's OPEB expense must be recognized. The net effect is an increase in net position. 2,694

Change in net position of governmental activities	\$	<u>1,116,761</u>
---	----	------------------

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

CITY OF SNYDER, TEXAS
General Fund
Statement of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
For the Year Ended September 30, 2024

REVENUES	Budgeted Amounts				Variance with Final Budget	
	Original	Final	Actual Amounts			
			Original	Final		
Taxes:						
Property	\$ 2,673,645	\$ 2,673,645	\$ 2,903,533	\$ 2,903,533	\$ 229,888	
Sales	3,740,615	3,740,615	3,831,662	3,831,662	91,047	
Franchise	750,000	750,000	756,015	756,015	6,015	
Alcoholic beverage	30,000	30,000	29,597	29,597	(403)	
Licenses and permits	145,765	145,765	146,711	146,711	946	
Intergovernmental	132,635	132,635	250,368	250,368	117,733	
Charges for services	1,845,585	1,845,585	1,866,584	1,866,584	20,999	
Fines and forfeitures	126,060	126,060	142,082	142,082	16,022	
Interest	250,000	250,000	849,350	849,350	599,350	
Miscellaneous	55,050	55,050	96,140	96,140	41,090	
Total revenues	<u>9,749,355</u>	<u>9,749,355</u>	<u>10,872,042</u>	<u>10,872,042</u>	<u>1,122,687</u>	
EXPENDITURES						
Current:						
General government:						
Administration	451,300	451,300	548,099	548,099	(96,799)	
Finance	308,900	308,900	314,345	314,345	(5,445)	
Planning and zoning	415,720	415,720	391,379	391,379	24,341	
Municipal court	331,535	331,535	306,820	306,820	24,715	
Community services	588,855	588,855	517,440	517,440	71,415	
City secretary/records	212,900	212,900	218,146	218,146	(5,246)	
IT/purchasing	191,910	191,910	188,826	188,826	3,084	
Total general government	<u>2,501,120</u>	<u>2,501,120</u>	<u>2,485,055</u>	<u>2,485,055</u>	<u>16,065</u>	
Public safety:						
Police	3,132,880	3,132,880	3,452,503	3,452,503	(319,623)	
Animal control	244,560	244,560	205,111	205,111	39,449	
Fire	2,033,015	2,033,015	1,635,712	1,635,712	1,017,303	
Fire Marshall	155,485	155,485	100,791	100,791	54,694	
Total public safety	<u>5,565,940</u>	<u>6,185,940</u>	<u>5,394,117</u>	<u>5,394,117</u>	<u>791,823</u>	
Public works:						
Street maintenance	1,940,480	1,940,480	2,550,182	2,550,182	(609,702)	
Total expenditures	<u>10,007,540</u>	<u>10,627,540</u>	<u>10,429,354</u>	<u>10,429,354</u>	<u>198,186</u>	
Excess (deficiency) of revenues over expenditures	(258,185)	(878,185)	442,688	442,688	1,320,873	
OTHER FINANCING SOURCES (USES)						
Proceeds from insurance	40,000	40,000	125,262	125,262	85,262	
Proceeds from sale of equipment	30,000	30,000	86,543	86,543	56,543	
Transfer from reserves	188,185	188,185	-	-	(808,185)	
Total other financing sources and uses	<u>258,185</u>	<u>878,185</u>	<u>211,805</u>	<u>211,805</u>	<u>(666,380)</u>	
Net change in fund balances	-	-	654,493	654,493	654,493	
Fund balances - beginning	<u>12,604,478</u>	<u>12,604,478</u>	<u>12,604,478</u>	<u>12,604,478</u>	<u>-</u>	
Fund balances - ending	<u>\$ 12,604,478</u>	<u>\$ 12,604,478</u>	<u>\$ 13,258,971</u>	<u>\$ 13,258,971</u>	<u>\$ 654,493</u>	

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

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

ASSETS	Business-type Activities - Enterprise Funds					Governmental Activities-Internal Service Fund	
	(memo only)		(memo only)		Totals Current Year		
	Water & Sewer Current Year	Water & Sewer Prior Year	Sanitation Current Year	Sanitation Prior Year			
Current assets:							
Cash and cash equivalents	\$ 472,178	\$ 467,529	\$ 2,333,621	\$ 2,301,075	\$ 2,805,799	\$ -	
Investments	400,000	400,000	100,000	100,000	500,000	-	
Interest receivable	1,149	1,147	-	-	1,149	-	
Accounts receivable, net	909,372	900,792	448,848	458,659	1,358,220	116	
Inventories	324,092	328,102	2,033	7,106	326,125	54,666	
Restricted cash	847,201	808,636	-	-	847,201	-	
Total current assets	<u>2,953,992</u>	<u>2,906,206</u>	<u>2,884,502</u>	<u>2,866,840</u>	<u>5,838,494</u>	<u>54,782</u>	
Noncurrent assets:							
Restricted cash	1,046,923	2,067,271	32,297	27,002	1,079,220	-	
Restricted investments	-	-	2,077,491	2,050,489	2,077,491	-	
Capital assets:							
Land	185,765	185,765	120,756	120,756	306,521	-	
Construction in progress	61,904	1,195,111	-	-	61,904	-	
Buildings	10,044,513	10,036,207	492,204	492,204	10,536,717	1,069,612	
Improvements other than buildings	32,354,972	29,867,506	4,263,433	4,263,433	36,618,405	-	
Machinery and equipment	7,470,788	7,013,943	8,193,833	6,217,754	15,664,621	349,479	
Less accumulated depreciation	<u>(29,129,095)</u>	<u>(27,693,710)</u>	<u>(8,828,570)</u>	<u>(8,276,187)</u>	<u>(37,957,665)</u>	<u>(687,129)</u>	
Total capital assets (net of accumulated depreciation)	<u>20,988,847</u>	<u>20,604,822</u>	<u>4,241,656</u>	<u>2,817,960</u>	<u>25,230,503</u>	<u>731,962</u>	
Total noncurrent assets	<u>22,035,770</u>	<u>22,672,093</u>	<u>6,351,444</u>	<u>4,895,451</u>	<u>28,387,214</u>	<u>731,962</u>	
Total assets	<u>24,989,762</u>	<u>25,578,299</u>	<u>9,235,946</u>	<u>7,762,291</u>	<u>34,225,708</u>	<u>786,744</u>	

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

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

	Business-type Activities - Enterprise Funds					Governmental Activities-Internal Service Fund	
	(memo only)		(memo only)		Totals		
	Water & Sewer Current Year	Water & Sewer Prior Year	Sanitation Current Year	Sanitation Prior Year	Current Year		
DEFERRED OUTFLOW OF RESOURCES							
Deferred loss from refunding	347,040	381,744	-	-	347,040	-	
Deferred outflows - pension	326,790	554,178	199,706	338,664	526,496	46,459	
Deferred outflows - OPEB	<u>14,370</u>	<u>15,472</u>	<u>1,547</u>	<u>2,220</u>	<u>15,917</u>	<u>49</u>	
Total deferred outflows of resources	<u>688,200</u>	<u>951,394</u>	<u>201,253</u>	<u>340,884</u>	<u>889,453</u>	<u>46,508</u>	
LIABILITIES							
Current liabilities:							
Due to other funds	-	-	-	-	-	835,400	
Accounts payable	494,422	302,252	1,144,830	128,935	1,639,252	27,407	
Accrued payroll	35,830	-	18,676	-	54,506	-	
Accrued compensated absences	11,790	9,660	7,856	6,438	19,646	764	
OPEB liability	2,642	2,278	1,019	839	3,661	58	
Retainage payable	3,000	108,644	-	-	3,000	-	
Payable from restricted assets:							
Customer meter deposits	847,201	808,636	-	-	847,201	-	
Certificates of obligation payable	763,756	753,756	-	-	763,756	-	
Municipal lease agreement payable	227,221	220,947	-	-	227,221	-	
Accrued interest payable	<u>21,709</u>	<u>23,412</u>	<u>-</u>	<u>-</u>	<u>21,709</u>	<u>-</u>	
Total current liabilities	<u>2,407,571</u>	<u>2,229,585</u>	<u>1,172,381</u>	<u>136,212</u>	<u>3,579,952</u>	<u>863,629</u>	

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

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

	Business-type Activities - Enterprise Funds					Governmental Activities-Internal Service Fund	
	(memo only)		(memo only)		Totals		
	Water & Sewer Current Year	Water & Sewer Prior Year	Sanitation Current Year	Sanitation Prior Year	Current Year		
Noncurrent liabilities:							
Accrued compensated absences	35,370	28,981	23,568	19,316	58,938	2,290	
Certificates of obligation payable	10,647,333	11,411,089	-	-	10,647,333	-	
Municipal lease agreement payable	596,686	823,907	-	-	596,686	-	
Net pension liability	571,308	886,448	349,133	541,718	920,441	31,740	
Total OPEB liability	68,736	63,935	26,515	23,538	95,251	1,500	
Landfill closure/post closure care	-	-	2,109,788	2,077,491	2,109,788	-	
Total noncurrent liabilities	<u>11,919,433</u>	<u>13,214,360</u>	<u>2,509,004</u>	<u>2,662,063</u>	<u>14,428,437</u>	<u>35,530</u>	
Total liabilities	<u>14,327,004</u>	<u>15,443,945</u>	<u>3,681,385</u>	<u>2,798,275</u>	<u>18,008,389</u>	<u>899,159</u>	
DEFERRED INFLOW OF RESOURCES							
Deferred gain on refunding	462	925	-	-	462	-	
Deferred inflows - pension	54,788	-	33,481	-	88,269	31,349	
Deferred inflows - OPEB	17,824	24,094	9,304	13,136	27,128	831	
Total deferred inflows of resources	<u>73,074</u>	<u>25,019</u>	<u>42,785</u>	<u>13,136</u>	<u>115,859</u>	<u>32,180</u>	
NET POSITION							
Net investment in capital assets	10,144,352	9,734,569	4,241,656	2,817,960	14,386,008	731,962	
Unrestricted	<u>1,133,532</u>	<u>1,326,160</u>	<u>1,471,373</u>	<u>2,473,804</u>	<u>2,604,905</u>	<u>(830,049)</u>	
Total net position	<u>\$ 11,277,884</u>	<u>\$ 11,060,729</u>	<u>\$ 5,713,029</u>	<u>\$ 5,291,764</u>	<u>\$ 16,990,913</u>	<u>\$ (98,087)</u>	

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

CITY OF SNYDER, TEXAS
Statement of Revenues, Expenses, and Changes in Fund Net Position
Proprietary Funds
For the Year Ended September 30, 2024

	Business-type Activities - Enterprise Funds					Governmental Activities - Internal Service Fund	
	(memo only)		Sanitation Current Year	(memo only) Sanitation Prior Year	Totals		
	Water & Sewer Current Year	Water & Sewer Prior Year					
Operating Revenues:							
Water sales	\$ 5,711,117	\$ 5,732,031	-	\$ 5,711,117	\$ -		
Sewer charges	1,508,059	1,548,004	-	-	1,508,059		
Charges for billing & collections	227,510	229,800	-	-	227,510	504,608	
Sanitation charges	-	-	2,447,154	2,437,518	2,447,154		
Landfill gate fees	-	-	764,628	746,865	764,628		
Water & sewer taps	33,579	32,354	-	-	33,579		
Plumbing permits & inspections	12,179	8,001	-	-	12,179		
Other services	60,159	54,103	80,013	35,941	140,172	2,432	
Total operating revenues	<u>7,552,603</u>	<u>7,604,293</u>	<u>3,291,795</u>	<u>3,220,324</u>	<u>10,844,398</u>	<u>507,040</u>	
Operating Expenses:							
Personnel services	1,494,841	1,578,679	749,848	800,790	2,244,689	83,915	
Supplies	723,379	623,140	311,503	329,423	1,034,882	286,730	
Maintenance	1,224,855	921,083	255,511	174,768	1,480,366	21,640	
Services	3,384,470	3,075,163	865,117	820,733	4,249,587	38,449	
Sundry charges	38,427	41,392	74,009	61,518	112,436	1,906	
Non capitalized equipment	2,810	4,574	-	1,647	2,810		
Depreciation	1,643,943	1,604,999	911,752	673,777	2,555,695	82,722	
Total operating expenses	<u>8,512,725</u>	<u>7,849,030</u>	<u>3,167,740</u>	<u>2,862,656</u>	<u>11,680,465</u>	<u>515,362</u>	
Operating income	(960,122)	(244,737)	124,055	357,668	(836,067)	(8,322)	
Nonoperating revenues (expenses):							
Investment earnings	150,983	129,004	115,822	95,063	266,805		
Interest and fees expense	(282,275)	(298,114)	-	-	(282,275)		
Gain on sale of assets	83,007	14,025	155,592	8,500	238,599	34	
Proceeds from insurance	21,389	64,414	23,296	-	44,685	8,288	
Grants	-	-	2,500	1,000	2,500		
Transfer in	1,204,173	1,044,332	-	-	1,204,173		
Total nonoperating (expenses) revenues	<u>1,177,277</u>	<u>953,661</u>	<u>297,210</u>	<u>104,563</u>	<u>1,474,487</u>	<u>8,322</u>	
Change in net position	217,155	708,924	421,265	462,231	638,420		
Total net position - beginning	\$ 11,060,729	\$ 10,351,805	\$ 5,291,764	\$ 4,829,533	\$ 16,352,493	\$ (98,087)	
Total net position - ending	<u>\$ 11,277,884</u>	<u>\$ 11,060,729</u>	<u>\$ 5,713,029</u>	<u>\$ 5,291,764</u>	<u>\$ 16,990,913</u>	<u>\$ (98,087)</u>	

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

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

CASH FLOWS FROM OPERATING ACTIVITIES

Receipts from customers and users
 Receipts from interfund services provided
 Payments to suppliers
 Payments to employees
 Payments for interfund services used
 Net cash provided by operating activities

	Business-type Activities - Enterprise Funds					Governmental Activities-Internal Service Funds	
	(memo only)		(memo only)		Totals		
	Water & Sewer Current Year	Water & Sewer Prior Year	Sanitation Current Year	Sanitation Prior Year			
Receipts from customers and users	\$ 7,355,078	\$ 7,326,286	\$ 3,301,606	\$ 3,144,127	\$ 10,656,684	\$ 2,432	
Receipts from interfund services provided	227,510	229,800	-	-	227,510	504,572	
Payments to suppliers	(4,316,952)	(3,725,486)	(225,367)	(1,042,317)	(4,542,319)	(314,456)	
Payments to employees	(1,483,459)	(1,484,835)	(745,650)	(744,576)	(2,229,109)	(85,962)	
Payments for interfund services used	(969,453)	(969,453)	(227,510)	(229,800)	(1,196,963)	-	
Net cash provided by operating activities	<u>812,724</u>	<u>1,376,312</u>	<u>2,103,079</u>	<u>1,127,434</u>	<u>2,915,803</u>	<u>106,586</u>	

CASH FLOWS FROM NON CAPITAL FINANCING ACTIVITIES

Grant proceeds
 Decrease in cash overdrafts
 Net cash provided by (used in) noncapital financing activities

Grant proceeds	-	-	2,500	1,000	2,500	-
Decrease in cash overdrafts	-	-	-	-	-	(105,359)
Net cash provided by (used in) noncapital financing activities	-	-	2,500	1,000	2,500	(105,359)

CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES

Acquisition and construction of capital assets
 Proceeds from sale of capital assets
 Proceeds from insurance
 Principal paid on capital debt
 Interest paid on capital debt
 Net cash used in capital and related financing activities

Acquisition and construction of capital assets	(820,795)	(589,494)	(2,335,446)	(689,366)	(3,156,241)	(9,549)
Proceeds from sale of capital assets	83,007	14,025	155,592	8,500	238,599	34
Proceeds from insurance	21,389	64,414	23,296	-	44,685	8,288
Principal paid on capital debt	(950,947)	(929,845)	-	-	(950,947)	-
Interest paid on capital debt	(273,493)	(296,456)	-	-	(273,493)	-

Net cash used in capital and related financing activities

Net cash used in capital and related financing activities	(1,940,839)	(1,737,356)	(2,156,558)	(680,866)	(4,097,397)	(1,227)
---	-------------	-------------	-------------	-----------	-------------	---------

CASH FLOWS FROM INVESTING ACTIVITIES

(Increase) decrease in short-term investments
 Interest received
 Net cash provided by investing activities

(Increase) decrease in short-term investments	-	-	(27,002)	(13,409)	(27,002)	-
Interest received	150,981	128,202	115,822	95,063	266,803	-
Net cash provided by investing activities	<u>150,981</u>	<u>128,202</u>	<u>88,820</u>	<u>81,654</u>	<u>239,801</u>	<u>-</u>

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

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

	Business-type Activities - Enterprise Funds					Governmental Activities-Internal Service Funds	
	(memo only)		(memo only)		Totals		
	Water & Sewer Current Year	Water & Sewer Prior Year	Sanitation Current Year	Sanitation Prior Year			
Net (decrease) increase in cash and cash equivalents	\$ (977,134)	\$ (232,842)	\$ 37,841	\$ 529,222	\$ (939,293)	\$ -	
Cash and cash equivalents, October 1 (including restricted cash)	3,343,436	3,576,278	2,328,077	1,798,855	5,671,513	-	
Cash and cash equivalents, September 30 (including restricted cash)	\$ 2,366,302	\$ 3,343,436	\$ 2,365,918	\$ 2,328,077	\$ 4,732,220	\$ -	
Reconciliation of Operating Income to net cash provided by operating activities:							
Operating income (loss)	\$ (960,122)	\$ (244,737)	\$ 124,055	\$ 357,668	\$ (836,067)	\$ (8,322)	
Adjustments to reconcile operating income (loss) to net cash provided by operating activities:							
Depreciation expense	1,643,943	1,604,999	911,750	673,777	2,555,693	82,722	
(Increase) decrease in accounts receivable	(8,580)	(84,612)	9,811	(76,197)	1,231	(36)	
Decrease (increase) in inventories	4,010	(123,336)	5,073	2,096	9,083	12,019	
Increase (decrease) in retainage payable	(108,644)	108,644	-	-	(108,644)	-	
Increase (decrease) in customer deposits	38,565	36,405	-	-	38,565	-	
Increase (decrease) in accrued payroll	35,830	-	18,676	-	54,506	-	
Increase (decrease) in accounts payable/ cash overdrafts	192,170	(14,895)	1,015,895	86,874	1,208,065	22,250	
(Decrease) increase in accrued liabilities	(24,448)	93,844	(14,478)	56,214	(38,926)	(2,047)	
Increase in landfill closure/post closure cost	-	-	32,297	27,002	32,297	-	
Total adjustments	1,772,846	1,621,049	1,979,024	769,766	3,751,870	114,908	
Net cash provided by operating activities	\$ 812,724	\$ 1,376,312	\$ 2,103,079	\$ 1,127,434	\$ 2,915,803	\$ 106,586	
Noncash investing, capital, and financing activities:							
Capital related retainage payable	\$ 3,000	\$ -	\$ -	\$ -	\$ 3,000	\$ -	

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

CITY OF SNYDER, TEXAS
Notes to Financial Statements
September 30, 2024

<u>Note</u>	<u>Page</u>
I. Summary of Significant Accounting Policies	26
A. Reporting Entity	26
B. Government-Wide and Fund Financial Statements	26
C. Measurement Focus, Basis of Accounting, and Financial Statement Presentation	27
D. Assets, Liabilities, and Net Position or Equity	28
II. Stewardship, Compliance, and Accountability	32
A. Budgetary Information	32
B. Deficit Fund Equity	32
III. Detailed Notes on All Funds	32
A. Deposits and Investments	32
B. Receivables	34
C. Capital Assets	34
D. Interfund Balances	37
E. Restricted Assets	38
F. Long-Term Debt	38
IV. Other Information	42
A. Risk Management	42
B. Contingent Liabilities	42
C. Landfill Closure Costs	42
D. Defined Benefit Pension Plan	43
E. Other Post Employment Benefits	48
F. Fund Balance	51
G. Reinvestment Zones	52
H. Tax Abatements	53
I. Correction of an Error in Previously Issued Financial Statements	53

CITY OF SNYDER TEXAS

Notes to Financial Statements

September 30, 2024

I. Summary of Significant Accounting Policies

The accounting and reporting policies of the City of Snyder, Texas, (City) included in the accompanying basic financial statements conform to the generally accepted accounting principles (GAAP) applicable to state and local governments. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The following notes to the financial statements are an integral part of the City's Annual Comprehensive Financial Report.

A. Reporting Entity

The City of Snyder is a municipal corporation governed by an elected mayor and six-member council. As required by generally accepted accounting principles, these financial statements present the City as the primary government and a component unit for which the City is considered to be financially accountable. The 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. The discretely presented component unit has a September 30 year-end.

Discretely Presented Component Unit

Development Corporation of Snyder. The City adopted (through the election process) an optional sales tax (3/8%) for economic development purposes and the Corporation was established to administer these funds. The Corporation is a non-profit corporation specifically governed by the Texas Development Corporation Act of 1979, as amended. The City is able to impose its will on the organization and DCOS has the potential to impose a financial benefit/burden on the City. The purpose of the Development Corporation of Snyder, Inc. (herein known as DCOS) is to promote, assist, and enhance economic development. The five-member Board of Directors is appointed by the Mayor, with the approval of the Council. The Board is regularly accountable to the City Council for all activities undertaken by them or on their behalf. The Corporation is presented as a governmental fund type.

Complete financial statements for the DCOS may be obtained at the entity's administrative offices:

Development Corporation of Snyder
2514 Ave. R
Snyder, TX 79549

B. Government-Wide and Fund Financial Statements

Government-wide financial statements. The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all of the activities of the primary government and its component unit. For the most part, the effect of interfund activity has been removed from these statements. Governmental activities, which normally are supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on fees and charges for support. Likewise, the primary government is reported separately from the legally separate component unit for which the primary government is financially accountable.

The Statement of Activities demonstrates the degree to which the direct expenses of a given function or segment is offset by the program's revenues. Direct expenses are those that are clearly identifiable with a specific function or segment. 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 or segment and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not properly included among program revenues are reported instead as general revenues.

Fund financial statements. The City uses funds to report on its financial position and the results of its operations. Fund accounting is designed to demonstrate legal compliance and to aid financial management by segregating transactions related to certain government functions or activities.

A fund is a separate accounting entity with a self-balancing set of accounts. Funds are classified into two categories: governmental and proprietary. Each category, in turn, is divided into separate "fund types".

CITY OF SNYDER TEXAS

Notes to Financial Statements

September 30, 2024

I. Summary of Significant Accounting Policies (continued)

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

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the proprietary fund financial statements. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the government considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due.

Property taxes, franchise taxes, licenses, interest revenue and charges for services associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period, if available. Sales taxes collected and held by the state at year-end on behalf of the City also are recognized as revenue. Only the portion of special assessments receivable due within the current fiscal period is considered to be susceptible to accrual as revenue of the current period. All other revenue items are considered to be measurable and available only when cash is received by the government.

The government reports the following major governmental funds:

General Fund - The General Fund is the general operating fund of the City. It is used to account for all financial resources of the general government, except those required to be accounted for in another fund.

American Rescue Plan Grant Fund - The American Rescue Plan Grant Fund is used to account for grant funding received from the American Rescue Plan Act.

The government reports the following major proprietary funds:

Water and Sewer Fund – This fund accounts for the provision of water and sewer services to the residents of the City and some residents of the County. All activities necessary to provide such services are accounted for in this fund, including administration, operations, maintenance, billing and collections.

Sanitation Fund – This fund accounts for the provision of garbage collection and disposal, including landfill operations for the residents of the City and some residents of the County.

Additionally, the City reports the following nonmajor fund types:

Special Revenue Funds – Special Revenue Funds, a governmental fund type, are used to account for the proceeds of specific revenue sources (other than special assessments, expendable trusts, or major capital projects) that are restricted, committed or assigned to expenditures for specified purposes.

Internal Service Funds – Internal Service Funds, a proprietary fund type, are used to account for the financing of goods or services provided by one department or agency to other departments or agencies of the City, on a cost-reimbursement basis. The internal service fund of the City is the Central Garage Fund.

As a general rule the effect of interfund activity has been eliminated from the government-wide financial statements. Exceptions to this general rule are payments-in-lieu of taxes and other charges between the government's water and sewer function 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.

CITY OF SNYDER TEXAS

Notes to Financial Statements

September 30, 2024

I. Summary of Significant Accounting Policies (continued)

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

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

When an expense is incurred for purposes for which both restricted and unrestricted net position is available for use, it is the City's policy to use restricted resources first, then unrestricted resources as they are needed.

D. Assets, Liabilities, and Net Position or Equity

1. Deposits and Investments

Cash includes amounts that are subject to immediate use by the entity. Examples of cash are as follows:

- a. Cash on hand
- b. Cash on (demand) deposit with financial institutions that can be withdrawn without prior notice or penalty.
- c. Other deposits or cash management pools that have characteristics similar to demand deposit accounts (that is, additional funds may be deposited to the account at any time and withdrawals can be made at any time without prior notice or penalty.)

Cash equivalents are short-term, highly liquid investments that have both of the following characteristics:

- a. Investments that are readily convertible to known amounts of cash.
- b. Investments that mature in such a short period of time (generally original maturity of three months or less from the date of purchase) that their values are effectively immune from changes in interest rates.

State statutes authorize the City to invest in 1) obligations of the U.S. or its agencies and instrumentalities; 2) obligations of the State of Texas or its agencies; 3) other obligations guaranteed by the U.S. or the State of Texas or their agencies and instrumentalities; 4) obligations of states, agencies, counties, cities, and other political subdivisions of any state having been rated as to investment quality by a nationally recognized investment rating firm and having received a rating of not less than "A" or its equivalent; 5) guaranteed or secured certificates of deposit issued by state or national banks domiciled in Texas, savings banks domiciled in Texas, or state or federal credit unions domiciled in Texas; 6) fully collateralized repurchase agreements; and 7) other securities as described in the Texas Local Government Code, Chapter 2256, Public Funds Investment Act. The City is authorized by its governing body to invest in all instruments authorized by the State statutes. Investments in public funds investment pools and certificates of deposit are reported at amortized cost.

2. Receivables and Payables

Activity between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as either "due to/from other funds" (i.e., the current portion of interfund loans) or "advances to/from other funds" (i.e., the non-current portion of interfund loans). All other outstanding balances between funds are reported as "due to/from other funds."

CITY OF SNYDER TEXAS

Notes to Financial Statements

September 30, 2024

I. Summary of Significant Accounting Policies (continued)

Any residual balances outstanding between the governmental activities and business-type activities are reported in the governmental-wide financial statements as “internal balances”.

All trade and property tax receivables are shown net of an allowance for uncollectibles.

The City’s property tax is levied each October 1, and payable before the first day of February, on 100 percent of assessed value listed for all real and personal property (business property) located in the City. Assessed values are established by the Scurry County Tax Appraisal District and certified by the Board of Equalization.

Property tax revenues are recognized in the fund financial statements when they become available. Available means collected within the current period and the amount expected to be collected soon after year-end to pay liabilities of the current period not to exceed 60 days. The amount of taxes collected in the period 60 days after year-end were recorded as revenues. The balance of taxes receivable, net of allowance, is reported as deferred inflows of resources. Property taxes attach as an enforceable lien on property as of January 1.

3. Inventories and Prepaid Items

Inventory of supplies is valued at cost in the governmental funds and proprietary funds. All inventory purchases are recorded as inventory acquisitions (current assets) at the time of purchase. For all funds, the expenditure or expense is recognized when inventory is issued or consumed. Inventory in the General Fund consists of expendable supplies held for consumption.

Prepaid items, recorded in both government-wide and fund financial statements, are goods or services that are paid for in advance and are applicable to future accounting periods. Using the consumption method, prepaid items are recorded as expenditures (governmental fund types) or expenses (proprietary fund types) as the goods or services are used. On the government-wide statement of activities, consumption of prepaid items is recorded as an expense.

Inventories and prepaid items reported in the General Fund and other governmental funds are offset by nonspendable fund balance, which indicates that these items do not represent available expendable resources even though they are a component of current assets.

4. Restricted Assets

Certain proceeds of enterprise fund revenue bonds, as well as certain resources set aside for their repayment, are classified as restricted assets on the statement of net position because their use is limited by applicable bond covenants. Funds set aside to cover landfill closure and post closure costs and customer deposits are also classified as restricted assets. Certain proceeds of the general fund are classified as restricted cash and cash equivalents in the governmental funds for fund balance that is restricted for various purposes.

5. Capital Assets

Capital assets, which include property, plant, equipment, infrastructure and all other tangible and intangible assets, are reported in the applicable governmental or business-type activities column in the government-wide financial statements and in the fund financial statements for proprietary funds. Infrastructure acquired beginning in 2004 has been capitalized. Infrastructure acquired prior to this date has not been capitalized. All capital assets are valued at their historical cost or estimated historical cost if actual historical cost is not available. Donated assets are reported at their acquisition value on the date donated. The capitalization threshold for capital assets is \$1,000. Repairs and maintenance are recorded as expenses. Renewals and betterments are capitalized.

CITY OF SNYDER TEXAS

Notes to Financial Statements

September 30, 2024

I. Summary of Significant Accounting Policies (continued)

Depreciable capital assets are depreciated using the straight-line method over the asset's estimated useful life as follows:

Buildings and improvements	25-50 years
Improvements other than buildings	10-50 years
Machinery and equipment	3-10 years

6. *Deferred Outflows/Inflows of Resources*

In addition to assets, the statement of net position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net assets that applies to a future period and so will not be recognized as an outflow of resources (expense/expenditure) until then. The City has items that qualify for reporting in this category related to the City's pension and OPEB liability with the Texas Municipal Retirement System (TMRS), as well as deferred loss on bond refunding.

In addition to liabilities, the statement of net position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net assets that applies to a future period and so will not be recognized as an inflow of resources (revenue) until that time. The City has items that qualify for reporting in this category. They include the unavailable revenue from property taxes and fines. These amounts are deferred and recognized as an inflow of resources in the period that the amounts become available. The City also has deferred inflows reported in the statement of net position related to the City's pension and OPEB liability with the TMRS, as well as deferred gain on bond refunding.

7. *Pension*

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

8. *OPEB*

The fiduciary net position of the TMRS Supplemental Death Benefits Plan (SDBP) has been determined using the flow of economic resources measurement focus and full accrual basis of accounting. This includes for purposes of measuring the total OPEB liability, deferred outflows of resources and deferred inflows of resources related to OPEB, OPEB expense, and information about assets, liabilities and additions to/deductions from SDBP's fiduciary net position. Benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms.

9. *Compensated Absences*

Vested or accumulated vacation leave is accrued when incurred in the government-wide and proprietary fund financial statements. A liability for these amounts is reported in the governmental funds only if they have matured, for example, as a result of employee resignations and retirements. In accordance with the provisions of GASB Statement No. 16, *Accounting for Compensated Absences*, no liability is recorded for nonvesting accumulating rights to receive sick pay benefits.

CITY OF SNYDER TEXAS

Notes to Financial Statements

September 30, 2024

I. Summary of Significant Accounting Policies (continued)

10. Long-term Obligations

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

11. Property Taxes

Property is appraised and a lien on such property becomes enforceable as of January 1st of each year. Taxes are levied on and payable the following October 1. Taxes become delinquent February 1 of the following year and are subject to interest and penalty charges. The City is permitted by the State of Texas to levy taxes up to \$2.50 per \$100 of assessed valuation for general government services and for the payment of principal and interest on general long-term debt. The combined current tax rate to finance general government services, including debt service for the fiscal year ended September 30, 2024, was \$0.3981 per \$100 of assessed valuation.

12. Use of Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amount of assets and deferred outflows of resources and liabilities and deferred inflows of resources and disclosures of contingent liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual amounts could differ from these estimates.

13. Comparative Data

Comparative total data for the prior year have been presented only for individual enterprise funds in the fund financial statements in order to provide an understanding of the changes in the financial position and operations of those funds.

The basic financial statements include certain prior year summarized comparative information in total but not at the level of detail required for a presentation in accordance with generally accepted accounting principles. Accordingly, such information should be read in conjunction with the government's financial statements for the year ended September 30, 2024, from which the summarized information was derived.

14. Implementation of GASB Statement No. 100

As of September 30, 2024, the City adopted GASB Statement No. 100, Accounting Changes and Error Corrections. The implementation of this standard requires additional presentation and disclosure requirements for accounting changes and error corrections. The financial statements have been updated to conform to the presentation requirements related to the accounting change in the financial statements for the year ended September 30, 2024. The additional disclosures required by this standard are included in Note IV.

15. New Financial Reporting Requirements

GASB Statement No. 101, *Compensated Absences*, will take effect for the City in fiscal year 2025. The City is determining the potential impact to the City.

CITY OF SNYDER, TEXAS

Notes to Financial Statements

September 30, 2024

II. Stewardship, Compliance, and Accountability

A. Budgetary information

Annual budgets are adopted on a basis consistent with generally accepted accounting principles (GAAP). Annual appropriated budgets are adopted for the governmental and proprietary fund types, except for American Rescue Plan Grant fund and Opioid Settlements fund. All annual appropriations lapse at fiscal year-end. Encumbrances represent commitments related to unperformed contracts for goods or services.

Encumbrance accounting – under which purchase orders, contracts and other commitments for the expenditure of resources are recorded to reserve that portion of the applicable appropriation – is utilized in all funds. Encumbrances outstanding at year-end are closed and re-budgeted in the following year.

Prior to August 1, the City Manager submits to the City Council a proposed operating budget for the fiscal year commencing the following October 1. The operating budget includes proposed expenditures and the means of financing them. The City Council holds public hearings and may add to, subtract from or change appropriations. Any changes in the budget must be within the revenue's reserves estimated as available by the City Manager or the revenue estimates must be changed by an affirmative vote of a majority of the City Council.

Prior to September 30, the budget is legally enacted through passage of an ordinance which appropriates totals by fund. Upon written recommendation of the City Manager, the Council may at any time transfer any unencumbered appropriation balance or any portion thereof within a department, office or agency to another department, office or agency. Any supplemental appropriations must be offset by an equal increase in estimated revenues. Management may amend line-item budgeted amounts within a department without seeking the approval of the Council.

Expenditures exceeded appropriations in the general fund for the following:

	Final Budget	Actual Expense	Variance to Budget
General Fund			
Public works	\$ 1,940,480	\$ 2,550,182	\$ (609,702)

B. Deficit Fund Equity

The hourly rate charged for services performed by the internal service central garage fund is intended to result in a break-even operation which is reflected in the current year income. The net position is a deficit \$98,087 on September 30, 2024. The Motel Tax Fund also has a deficit fund balance of \$3,369 at September 30, 2024.

III. Detailed Notes on All Funds

A. Deposits and Investments

Custodial credit risk- deposits. The City's deposits in financial institutions were entirely covered by federal depository insurance and by securities held by the pledging bank's agent for the City in the City's name. The City's investment policy requires that time deposits be collateralized by U.S. Treasury Obligations.

CITY OF SNYDER, TEXASNotes to Financial Statements

September 30, 2024

III. Detailed Notes on All Funds (continued)

On September 30, 2024, the City and DCOS had the following investments, all maturing within one year:

	City	DCOS	Weighted Average Maturity
	Amortized Cost	Amortized Cost	
TexPool	\$ 1,204,999	\$ -	31 days
Certificates of Deposit	<u>4,477,491</u>	<u>212,067</u>	182 days
	<u><u>\$ 5,682,490</u></u>	<u><u>\$ 212,067</u></u>	
Reported as cash and cash equivalents	\$ 1,204,999	\$ -	-
Reported as investments	2,400,000	212,067	
Reported as restricted investments	<u>2,077,491</u>	<u>-</u>	
	<u><u>\$ 5,682,490</u></u>	<u><u>\$ 212,067</u></u>	

Investments included on the statement of net position represent certificates of deposit that have a maturity of more than 90 days.

Interest rate risk. The City's investment policy does not currently limit the weighted average maturity of its investment portfolio; however, the City's time deposits all mature in staggered proportions within six months after yearend. TexPool manages its exposure to declines in fair values by limiting the weighted average maturity of its investment portfolio to 90 days.

Credit risk – State law limits investments in public funds investment pools to those rated no lower than AAA or AAAm or an equivalent rating by at least one nationally recognized rating service. As of September 30, 2024, the City's investment in TexPool was rated AAAm by Standard & Poor's, the highest rating a local government investment pool can achieve. Under the TexPool Participation Agreement, administrative and investment services to TexPool are provided by Federated Investors, Inc. through an agreement with the State of Texas Comptroller of Public Accounts. The State Comptroller is the sole officer, director, and shareholder of the Texas Treasury Safekeeping Trust Company authorized to operate TexPool.

Concentration of credit risk. The City's investment policy does not limit investments in any one issuer except that the investment portfolio shall be diversified by security type and institution.

CITY OF SNYDER, TEXAS

Notes to Financial Statements

September 30, 2024

III. Detailed Notes on All Funds (continued)

B. Receivables

Receivables in the fund financial statements on September 30, 2024 consist of the following:

	General Fund	Water & Sewer Fund	Sanitation Fund	Nonmajor Funds	Internal Service Fund	Total
Delinquent taxes receivable	\$ 259,884	\$ -	\$ -	\$ -	\$ -	\$ 259,884
Sales tax receivable	826,903	-	-	-	-	826,903
Franchise tax receivable	188,959	-	-	-	-	188,959
Other receivables	909,629	936,225	457,636	157,968	116	2,461,574
Accrued interest receivable	7,470	1,149	-	-	-	8,619
	<u>2,192,845</u>	<u>937,374</u>	<u>457,636</u>	<u>157,968</u>	<u>116</u>	<u>3,745,939</u>
Less: allowance for uncollectibles	(694,033)	(26,853)	(8,788)	-	-	(729,674)
Total receivables, net	<u>\$ 1,498,812</u>	<u>\$ 910,521</u>	<u>\$ 448,848</u>	<u>\$ 157,968</u>	<u>\$ 116</u>	<u>\$ 3,016,265</u>

Receivables for DCOS consist of \$206,726 from the primary government for sales tax and \$21,491 in notes receivable from businesses.

C. Capital Assets

Governmental Activities:	<u>Beginning Balance</u>	<u>Additions/ Completions</u>	<u>Retirements/ Adjustments</u>	<u>Ending Balance</u>
Capital assets, not being depreciated:				
Land	\$ 554,418	\$ -	\$ -	\$ 554,418
Total capital assets, not being depreciated	<u>554,418</u>	<u>-</u>	<u>-</u>	<u>554,418</u>
Capital assets, being depreciated:				
Building	2,016,202	24,484	-	2,040,686
Improvements other than buildings	3,773,217	1,211,561	(1,204,173)	3,780,605
Machinery and equipment	8,850,683	1,141,707	(245,085)	9,747,305
Total capital assets, being depreciated	<u>14,640,102</u>	<u>2,377,752</u>	<u>(1,449,258)</u>	<u>15,568,596</u>
Less accumulated depreciation for:				
Building	880,743	100,055	-	980,798
Improvements other than buildings	2,864,680	59,561	-	2,924,241
Machinery and equipment	6,283,217	840,320	(245,085)	6,878,452
Total accumulated depreciation	<u>10,028,640</u>	<u>999,936</u>	<u>(245,085)</u>	<u>10,783,491</u>
Total capital assets being depreciated, net	<u>4,611,462</u>	<u>1,377,816</u>	<u>(1,204,173)</u>	<u>4,785,105</u>
Government activities capital assets, net	<u>\$ 5,165,880</u>	<u>\$ 1,377,816</u>	<u>\$ (1,204,173)</u>	<u>\$ 5,339,523</u>

CITY OF SNYDER, TEXAS

Notes to Financial Statements

September 30, 2024

III. Detailed Notes on All Funds (continued)

Business-Type Activities:	Beginning Balance	Additions/ Completions	Retirements/ Adjustments	Ending Balance
Water and Sewer Activities:				
Capital assets, not being depreciated:				
Land	\$ 185,765	\$ -	\$ -	\$ 185,765
Construction in progress	1,195,111	30,000	(1,163,207)	61,904
Total capital assets, not being depreciated	<u>1,380,876</u>	<u>30,000</u>	<u>(1,163,207)</u>	<u>247,669</u>
Capital assets, being depreciated:				
Building	10,036,207	8,306	-	10,044,513
Improvements other than buildings	29,867,506	2,487,466	-	32,354,972
Machinery and equipment	7,013,943	665,403	(208,558)	7,470,788
Total capital assets, being depreciated	<u>46,917,656</u>	<u>3,161,175</u>	<u>(208,558)</u>	<u>49,870,273</u>
Less accumulated depreciation for:				
Building	9,396,953	341,407	-	9,738,360
Improvements other than buildings	12,758,789	950,393	-	13,709,182
Machinery and equipment	5,537,968	352,143	(208,558)	5,681,553
Total accumulated depreciation	<u>27,693,710</u>	<u>1,643,943</u>	<u>(208,558)</u>	<u>29,129,095</u>
Total capital assets being depreciated, net	<u>19,223,946</u>	<u>1,517,232</u>	<u>-</u>	<u>20,741,178</u>
Water and sewer activities capital assets, net	<u>\$ 20,604,822</u>	<u>\$ 1,547,232</u>	<u>\$ (1,163,207)</u>	<u>\$ 20,988,847</u>
Sanitation Activities:				
Capital assets, not being depreciated:				
Land	\$ 120,756	\$ -	\$ -	\$ 120,756
Construction in progress	-	-	-	-
Total capital assets, not being depreciated	<u>120,756</u>	<u>-</u>	<u>-</u>	<u>120,756</u>
Building				
Improvements other than buildings	492,204	-	-	492,204
Machinery and equipment	4,263,433	-	-	4,263,433
Total capital assets being depreciated	<u>6,217,754</u>	<u>2,335,446</u>	<u>(359,367)</u>	<u>8,193,833</u>
Less accumulated depreciation for				
Building	365,216	27,117	-	392,333
Improvements other than buildings	3,771,983	255,659	-	4,027,642
Machinery and equipment	4,138,988	628,974	(359,367)	4,408,595
Total accumulated depreciation	<u>8,276,187</u>	<u>911,750</u>	<u>(359,367)</u>	<u>8,828,570</u>
Total capital assets being depreciated, net	<u>2,697,204</u>	<u>1,423,696</u>	<u>-</u>	<u>4,120,900</u>
Sanitation activities capital assets, net	<u>\$ 2,817,960</u>	<u>\$ 1,423,696</u>	<u>\$ -</u>	<u>\$ 4,241,656</u>

CITY OF SNYDER, TEXAS

Notes to Financial Statements

September 30, 2024

III. Detailed Notes on All Funds (continued)

Total Business-Type Activities:	Beginning Balance	Additions/ Completions	Retirements/ Adjustments	Ending Balance
Capital assets, not being depreciated:				
Land	\$ 306,521	\$ -	\$ -	\$ 306,521
Construction in progress	1,195,111	30,000	(1,163,207)	61,904
Total capital assets, not being depreciated	<u>1,501,632</u>	<u>30,000</u>	<u>(1,163,207)</u>	<u>368,425</u>
Capital assets, being depreciated:				
Building	10,528,411	8,306	-	10,536,717
Improvements other than buildings	34,130,939	2,487,466	-	36,618,405
Machinery & Equipment	13,231,697	3,000,849	(567,925)	15,664,621
Total capital assets, being depreciated	<u>57,891,047</u>	<u>5,496,621</u>	<u>(567,925)</u>	<u>62,819,743</u>
Less accumulated depreciation for:				
Building	9,762,169	368,524	-	10,130,693
Improvements other than buildings	16,530,772	1,206,052	-	17,736,824
Machinery and equipment	9,676,956	981,117	(567,925)	10,090,148
Total accumulated depreciation	<u>35,969,897</u>	<u>2,555,693</u>	<u>(567,925)</u>	<u>37,957,665</u>
Total capital assets being depreciated, net	<u>21,921,150</u>	<u>2,940,928</u>	<u>-</u>	<u>24,862,078</u>
Business-Type activities capital assets, net	<u>\$ 23,422,782</u>	<u>\$ 2,970,928</u>	<u>\$ (1,163,207)</u>	<u>\$ 25,230,503</u>

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

Governmental activities:	
General government	\$ 89,899
Public safety	487,057
Public works	340,258
Capital assets held by the government's internal service fund are charged to the various functions based on their usage of assets	82,722
Total - governmental activities	<u>\$ 999,936</u>
Business-type activities:	
Water & Sewer	\$ 1,643,943
Sanitation	911,750
Total - business type activities	<u>\$ 2,555,693</u>

CITY OF SNYDER, TEXAS

Notes to Financial Statements

September 30, 2024

III. Detailed Notes on All Funds (continued)

Discretely presented component unit

Development Corporation of Snyder:	<u>(Restated)</u> <u>Beginning</u> <u>Balance</u>	<u>Additions/</u> <u>Completions</u>	<u>Retirements/</u> <u>Adjustments</u>	<u>Ending</u> <u>Balance</u>
Capital assets, not being depreciated:				
Land	\$ 579,870	\$ -	\$ 53,261	\$ 526,609
Total capital assets, not being depreciated	<u>579,870</u>	<u>-</u>	<u>53,261</u>	<u>526,609</u>
Capital assets, being depreciated:				
Building and improvements	3,093,009	-	-	3,093,009
Furniture and equipment	68,938	-	-	68,938
Total capital assets, being depreciated	<u>3,161,947</u>	<u>-</u>	<u>-</u>	<u>3,161,947</u>
Less accumulated depreciation for:				
Building and improvements	1,230,461	123,707	-	1,354,168
Furniture and equipment	52,489	6,285	-	58,774
Total accumulated depreciation	<u>1,282,950</u>	<u>129,992</u>	<u>-</u>	<u>1,412,942</u>
Total capital assets being depreciated, net	<u>1,878,997</u>	<u>(129,992)</u>	<u>-</u>	<u>1,749,005</u>
DCOS capital assets, net	<u>\$ 2,458,867</u>	<u>\$ (129,992)</u>	<u>\$ 53,261</u>	<u>\$ 2,275,614</u>

D. Interfund Balances and Transfers

The composition of interfund balances at September 30, 2024, is as follows:

	<u>Due from</u> <u>Other Funds</u>	<u>Due to</u> <u>Other Funds</u>
General Fund		
Nonmajor governmental funds	\$ 838,769	\$ -
Nonmajor governmental funds		
General Fund	-	3,369
Internal Service Fund	-	835,400
	<u>\$ 838,769</u>	<u>\$ 838,769</u>

During the year ended September 30, 2024, the City utilized funding of \$1,204,173 from the American Rescue Plan to invest in water and sewer infrastructure projects. The assets were transferred from governmental activities to business-type activities (Water & Sewer Fund) upon completion.

CITY OF SNYDER, TEXAS

Notes to Financial Statements

September 30, 2024

III. Detailed Notes on All Funds (continued)

E. Restricted Assets

Restricted assets in the proprietary fund financial statements at September 30, 2024 consist of the following:

Water & sewer fund				
Customer deposits	\$ 847,201			
Unexpended bond proceeds		1,046,923		
			\$ 1,894,124	
Sanitation fund:				
Landfill closure/post closure	\$ 2,109,788			
			\$ 2,109,788	

F. Long-Term Debt

Changes in long-term liabilities

Long-term liability activity for the year ended September 30, 2024 was as follows:

	October 1, 2023	Additions	Refunded / Retired	September 30, 2024	Due Within One Year
Governmental Type Activities:					
Net pension liability	\$ 3,296,676	\$ (1,170,139)	\$ 2,126,537	\$ -	
Total OPEB liability	210,640	18,287	16,315	226,955	8,890
Compensated absences	159,341		(11,754)	165,874	41,527
Governmental activity					
Long-term liabilities	\$ 3,666,657	\$ 18,287	\$ (1,165,578)	\$ 2,519,366	\$ 50,417
Business Type Activities:					
Revenue bonds	\$ 12,015,000	\$ -	\$ (730,000)	\$ 11,285,000	\$ 740,000
Unamortized bond premiums	149,845	-	(23,756)	126,089	23,756
Municipal finance purchase	1,044,854	-	(220,947)	823,907	227,221
Closure/post closure care	2,077,491	32,297	-	2,109,788	-
Net pension liability	1,428,166		(507,725)	920,441	-
OPEB liability	90,590		8,322	98,912	3,661
Compensated absences	64,395	14,405	(216)	78,584	19,646
Business-type activity					
Long-term liabilities	\$ 16,870,341	\$ 46,702	\$ (1,474,322)	\$ 15,442,721	\$ 1,014,284

For the governmental activities, the general fund has typically been used to liquidate the liability for compensated absences.

CITY OF SNYDER, TEXASNotes to Financial Statements

September 30, 2024

III. Detailed Notes on All Funds (continued)Revenue bonds

The annual requirements to retire all revenue bonds outstanding as of September 30, 2024 including interest payments are as follows:

Fiscal Year Ending <u>September 30</u>	Principal	Interest	Total
2025	\$ 740,000	\$ 229,753	\$ 969,753
2026	775,000	214,591	989,591
2027	785,000	198,242	983,242
2028	805,000	181,921	986,921
2029	1,070,000	163,461	1,233,461
2030-2034	5,700,000	480,363	6,180,363
2035-2039	1,160,000	103,959	1,263,959
2040	<u>250,000</u>	<u>3,123</u>	<u>253,123</u>
	<u>\$ 11,285,000</u>	<u>\$ 1,575,413</u>	<u>\$ 12,860,413</u>

A summary of Revenue Bonds outstanding at September 30, 2024 follows:

\$3,975,000, 2019 Combination Tax & Surplus Revenue Certificates of Obligation
Due in annual installments of \$145,000 to \$250,000 through March 1, 2040,
Interest at 2.5 – 5.0% payable from income derived from the water and sewer
enterprise fund: tax revenues serve as collateral. \$3,355,000

\$1,090,000, 2021A General Obligation Refunding Bond
Due in annual installments of \$260,000 to \$285,000 through March 1, 2025,
Interest at 3.0% payable from income derived from the water and sewer
enterprise fund: tax revenues serve as collateral. 285,000

\$8,115,000, 2021B General Obligation Taxable Refunding Bond
Due in annual installments of \$90,000 to \$975,000 through March 1, 2034,
Interest at 0.25 – 2.23% payable from income derived from the water and sewer
enterprise fund: tax revenues serve as collateral. 7,645,000

Total Revenue Bonds \$11,285,000

The Certificates of Obligation are payable from income derived from the water and sewer enterprise fund. Annual principal and interest payments on the certificates are expected to require approximately 29% of pledged revenues. For the current year, total principal and interest paid and available water and sewer revenues were \$974,376 and \$2,109,794, respectively.

CITY OF SNYDER, TEXASNotes to Financial Statements

September 30, 2024

III. Detailed Notes on All Funds (continued)Municipal finance purchase agreement

In August 2012, the City acquired \$2,985,314 in energy-saving equipment for use in the Water and Sewer enterprise fund through a finance purchase agreement. Related amortization expense is included in depreciation expense. The annual requirements to retire the municipal finance purchase agreement outstanding as of September 30, 2024 including interest payments are as follows on the next page:

City - Muni Lease agreement

Fiscal Year Ending

<u>September 30</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2025	\$ 227,221	\$ 21,643	\$ 248,864
2026	233,674	15,190	248,864
2027	240,310	8,555	248,865
2028	122,702	1,730	124,432
	<u>\$ 823,907</u>	<u>\$ 47,118</u>	<u>\$ 871,025</u>

A summary of the Municipal Finance Purchase Agreement outstanding at September 30, 2024 follows:

\$2,985,314, Municipal Finance Purchase Agreement due in semi-annual installments of \$40,246 to \$122,702 through February 2028, interest at 2.82%; payable from income derived from the water and sewer enterprise fund	<u>\$ 823,907</u>
Total outstanding Municipal Finance Purchase Agreement	<u>\$ 823,907</u>

CITY OF SNYDER, TEXAS

Notes to Financial Statements

September 30, 2024

III. Detailed Notes on All Funds (continued)

Discretely Presented Component Unit

The following is a summary of long-term debt activity of the Development Corporation of Snyder for the fiscal year ended September 30, 2024:

	October 1, 2023	Additions	Refunded / Retired	September 30, 2024	Due Within One year
Sales Tax Refunding Bond,					
Taxable Series 2021	\$ 919,570	\$ -	\$ (112,805)	\$ 806,765	\$ 115,716
Long-term liabilities	<u>\$ 919,570</u>	<u>\$ -</u>	<u>\$ (112,805)</u>	<u>\$ 806,765</u>	<u>\$ 115,716</u>

Bond Payable

In March 9, 2021, the DCOS issued Sales Tax Refunding Bond, Taxable Series 2021 in the amount of \$1,190,000 to refund the Sales Tax Refunding Series 2018. The interest rate is 2.5%. The first payment begins April 1, 2021 in the amount of \$11,245.20 until March 1, 2031. The outstanding balance of this bond is \$919,570. The bond is payable solely from the pledged sales and use tax revenues of DCOS. Annual principal and interest payments on the bond are expected to require approximately 11.4% of pledged revenues. For the current year, total principal and interest paid and total sales and use tax revenues were \$134,943 and \$1,454,651 respectively.

The annual requirements to retire bond payable of the Development Corporation of Snyder as of September 30, 2024 including interest payments are as follows:

Fiscal Year Ending		Principal	Interest	Total
<u>September 30</u>				
2025		\$ 115,716	19,226	134,942
2026		118,702	16,241	134,943
2027		121,764	13,178	134,942
2028		124,906	10,037	134,943
2029		128,128	6,814	134,942
2030-2031		<u>197,549</u>	<u>3,996</u>	<u>201,545</u>
		<u>\$ 806,765</u>	<u>\$ 69,492</u>	<u>\$ 876,257</u>

Conduit Debt Obligations

In December 2011, DCOS issued Industrial Development Revenue Bonds, Series 2011A and 2011B, in the amounts of \$7.5 million and \$2.5 million, to provide funds to WL Plastics Corporation (“Corporation”) to finance the construction and equipping of a manufacturing facility to be in the City. The bonds are secured by the property financed and are payable solely from payments received from Corporation on the underlying mortgage loans. Neither DCOS, the City, the State, nor any political subdivision thereof is obligated in any manner for repayment of the bonds. Accordingly, the bonds are not reported as liabilities in the accompanying financial statements.

CITY OF SNYDER, TEXAS

Notes to Financial Statements

September 30, 2024

IV. Other Information

A. Risk Management

The City's insurance protection includes multi-peril coverage for building and valuable papers, general liability, auto general liability coverage for bodily injury and property damage, public officials' liability, police liability, volunteer fire and police reserve accidental death and disability, and airport bodily injury and property damage.

The City is fully insured by the Texas Municipal League (TML). The City purchases worker's compensation insurance and is a tax paying employer for unemployment insurance. Medical benefits are provided through a fully funded Intergovernmental Employee Benefits Pool administered by the Texas Municipal League.

B. Contingent Liabilities

The City participates in federal and state programs that are fully or partially funded by grants received from other governmental units. Expenditures financed by grants are subject to audit by the appropriate grantor government. If expenditures are disallowed due to noncompliance with grant program regulations, the City may be required to reimburse the grantor government.

As of September 30, 2024, no significant amounts of grant expenditures are open to grantor review, and the City believes that disallowed expenditures discovered in subsequent audits, if any, will not have a material effect on any of the individual funds or the overall financial position of the City.

Appropriations in all budgeted funds lapse at the end of the fiscal year even if they have related encumbrances. Encumbrances are commitments related to unperformed contracts for goods or services (i.e. purchase orders). While all appropriations and encumbrances lapse at year end, valid outstanding encumbrances are re-appropriated against the subsequent year's budget. At year end, the amount of encumbrances expected to be honored upon performance by the vendor in the next year in the General Fund were \$1,163,365.

In the ordinary course of business, the City may at times be involved in lawsuits pending against the City. In the opinion of management, any liabilities resulting from such litigation would not have a material adverse effect on the City's financial statements.

Estimated cost to complete significant construction projects in progress at year-end totaled approximately \$1,964,557.

C. Landfill Closure Costs

State and federal laws and regulations require that the City of Snyder place a final cover on its landfill when closed and perform certain maintenance and monitoring functions at the landfill site for thirty years after closure. In addition to operating expenses related to current activities of the landfill, an expense provision and related liability are being recognized based on the future closure and post closure care costs that will be incurred near or after the date the landfill no longer accepts waste. The recognition of these landfill closure and post closure care costs is based on the amount of the landfill used during the year. The estimated liability for landfill closure and post closure care costs is \$2,109,788 as of September 30, 2024, which is based on 18.34% usage (filled) of the landfill. It is estimated that an additional \$3,286,547 will be recognized as closure and post closure care expenses between the date of the balance sheet and the date the landfill is expected to be filled to capacity (2155). The current estimated total cost of the landfill closure and post closure care (\$5,396,335) is based on the amount that would be paid if all equipment, facilities, and services required to close, monitor, and maintain the landfill were acquired as of September 30, 2024. However, the actual cost of closure and post closure care may be different due to inflation, changes in technology, or changes in landfill laws and regulations.

CITY OF SNYDER, TEXAS

Notes to Financial Statements

September 30, 2024

IV. Other Information (continued)

The City of Snyder is required by state and federal laws and regulations to make annual contributions to finance closure and post closure care. The City began using the landfill on July 1, 1995, and therefore, the first annual contribution was not made until Fiscal Year 1995 – 1996. Investments of \$2,109,788 are held for these purposes. These investments are reported as restricted assets. It is anticipated that future inflation costs will be financed in part from earnings on investments. The remaining portion of anticipated future installation costs (including inadequate earnings on investments, if any) and additional costs that may arise from changes in post closure requirements (due to changes in technology or more rigorous environmental regulations, for example) may need to be covered by charges to future landfill users, taxpayers, or both.

D. Defined Benefit Pension Plan

Plan Description

The City participates as one of 936 plans in the nontraditional, joint contributory, hybrid defined benefit pension plan administered by the Texas Municipal Retirement System (TMRS). TMRS is an agency created by the State of Texas and administered in accordance with the TMRS Act, Subtitle G, Title 8, Texas Government Code (the TMRS Act) as an agent multiple-employer retirement system for municipal employees in the State of Texas. The TMRS Act places the general administration and management of the System with a six-member Board of Trustees. Although the Governor, with the advice and consent of the Senate, appoints the Board, TMRS is not fiscally dependent on the State of Texas. TMRS's defined benefit pension plan is a tax-qualified plan under Section 401(a) of the Internal Revenue Code. TMRS issues a publicly available annual comprehensive financial report (ACFR) that can be obtained at www.tmrs.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 were used to purchase an annuity. Members may choose to receive their retirement benefit in one of seven payment options. Members may also choose to receive a portion of their benefit as a Partial Lump Sum Distribution in an amount equal to 12, 24, or 36 monthly payments, which cannot exceed 75% of the member's deposits and interest.

CITY OF SNYDER, TEXAS

Notes to Financial Statements

September 30, 2024

IV. Other Information (continued)

The plan provisions are adopted by the governing body of each city, within the options available in the state statutes governing TMRS. The City has elected that members can retire at age 60 and above with 5 or more years of service or with 20 years of service regardless of age. Members may work for more than one TMRS city during their career. If a member is vested in one TMRS city, he or she is immediately vested upon employment with another TMRS city. Similarly, once a member has met the eligibility requirements for retirement in a TMRS city, he or she is eligible in other TMRS cities as well.

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	75
Inactive employees entitled to but not yet receiving benefits	56
Active employees	82
Total	213

Contributions

The contribution rates for employees in TMRS are either 5%, 6%, or 7% of employee gross earnings, and the city matching percentages are either 100%, 150%, or 200%, both as adopted by the governing body of the city. Under the state law governing TMRS, the contribution rate for each city is determined annually by the actuary, using the Entry Age Normal (EAN) actuarial cost method. The actuarially determined rate is the estimated amount necessary to finance the cost of benefits earned by employees during the year, with an additional amount to finance any unfunded accrued liability.

Employees for the City were required to contribute 7% of their annual gross earnings during the fiscal year. The contribution rates for the City were 14.18% and 13.25% in calendar years 2024 and 2023, respectively. The City's contributions to TMRS for the year ended September 30, 2024, were \$873,149 and were equal to the required contributions.

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
Investment rate of return	6.75% net of pension plan investment, expense, including inflation

Salary increases were based on a graduated service-based scale. 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 used for healthy retirees and beneficiaries are based on the gender distinct 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) to account for future mortality improvements. Based on the size of the city, rates are multiplied by an additional factor of 100.0%. For disabled annuitants, the same mortality tables for healthy retirees is used with a 4-year set-forward for males and a 3-year set-forward for females. In addition, a 3.5% and 3.0% minimum mortality rate is applied, for males and females respectively, to reflect the impairment for younger members who become disabled. The rates are projected on a fully generational basis by the most recent Scale MP-2021 (with immediate convergence) to account for future mortality improvements subject to the 3.5% and 3% floor.

CITY OF SNYDER, TEXASNotes to Financial Statements

September 30, 2024

IV. Other Information (continued)

Actuarial assumptions were developed primarily from the actuarial investigation of the experience of TMRS as of December 31, 2022. They were adopted in 2023 and first used in the December 31, 2023 actuarial valuation.

#

Effective December 31, 2015, the long-term expected rate of return on TMRS pension plan investments is 6.75%. The pension plan's policy in regard to the allocation of invested assets is established and may be amended by the TMRS Board of Trustees. Plan assets are managed on a total return basis with an emphasis on both capital appreciation and 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 is determined by weighting the expected return for each major asset class by the respective target asset allocation percentage. The target allocation and best estimates of arithmetic rates of return for each major asset class are summarized in the following table:

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return
Global Public Equity	35%	6.70%
Core Fixed Income	6%	4.70%
Non-Core Fixed Income	20%	8.00%
Other Public and Private Markets	12%	8.00%
Real Estate	12%	7.60%
Hedge Funds	5%	6.40%
Private Equity	10%	11.60%
Total	<u>100%</u>	

Discount Rate: The discount rate used to measure the Total Pension Liability was 6.75%. Projected benefit payments are required to be discounted to their actuarial present values using a single discount rate that reflects (1) a long-term expected rate of return on pension plan investments (to the extent that the plan's fiduciary net position is projected to be sufficient to pay benefits) and (2) tax-exempt municipal bond rate based on an index of 20-year general obligation bonds with an average AA credit rating as of the measurement date (to the extent that the plan's projected fiduciary net position is not sufficient to pay benefits).

For the purpose of this valuation, the expected rate of return on pension plan investments is 6.75%; the municipal bond rate is 3.77% (based on the daily rate closest to but not later than the measurement date of the Fidelity 20-Year Municipal GO AA Index). A single discount rate of 6.75% was used to measure the total pension liability as of December 31, 2023. This single discount rate was based on the expected rate of return on pension plan investments of 6.75%. Based on the stated assumptions and the projection of cash flows, the City's fiduciary net position and future contributions were sufficient to finance the future benefit payments of the current plan members for all projection years. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of the projected benefit payments to determine the total pension liability for the City. The projection of cash flows used to determine the single discount rate for the City assumed that the funding policy adopted by the TMRS Board will remain in effect for all future years. Under this funding policy, the City will finance the unfunded actuarial accrued liability over the years remaining for the closed period existing for each base in addition to the employer portion of all future benefit accruals (i.e. the employer normal cost).

CITY OF SNYDER, TEXAS

Notes to Financial Statements

September 30, 2024

IV. Other Information (continued)

Changes in the Net Pension Liability:

Entity-Wide	Increase (Decrease)		
	Plan		
	Total Pension Liability (a)	Fiduciary Net Position (b)	Net Pension Liability/(Asset) (a) - (b)
Balance at 12/31/2022	\$ 38,050,742	\$ 33,126,032	\$ 4,924,710
Changes for the year:			
Service Cost	892,980	-	892,980
Interest	2,529,630	-	2,529,630
Changes of benefit terms	-	-	-
Difference between expected/actual experience	166,618	-	166,618
Changes of assumptions	(434,597)	-	(434,597)
Contributions - employer	-	723,669	(723,669)
Contributions - employee	-	382,316	(382,316)
Net investment income	-	3,823,982	(3,823,982)
Benefit payments, including refunds			
of employee contributions	(2,042,462)	(2,042,462)	-
Administrative expense	-	(24,391)	24,391
Other changes	-	(170)	170
Net changes	<u>1,112,169</u>	<u>2,862,944</u>	<u>(1,750,775)</u>
Balance at 12/31/2023	<u><u>\$ 39,162,911</u></u>	<u><u>\$ 35,988,976</u></u>	<u><u>\$ 3,173,935</u></u>
Primary Government	Plan		
	Total Pension Liability (a)	Fiduciary Net Position (b)	Net Pension Liability/(Asset) (a) - (b)
	(a)	(b)	(a) - (b)
Balance at 12/31/2022	\$ 36,814,092	\$ 32,089,250	\$ 4,724,842
Changes for the year:			
Service Cost	857,261	-	857,261
Interest	2,428,445	-	2,428,445
Difference between expected and actual experience	-	-	-
Changes in assumptions	159,953	-	159,953
Contributions - employer	(417,213)	-	(417,213)
Contributions - employee	-	694,722	(694,722)
Net investment income	-	367,023	(367,023)
Benefit payments, including refunds			
of employee contributions	(1,960,764)	(1,960,764)	-
Administrative expense	-	(23,415)	23,415
Other changes	-	(3,043)	3,043
Net changes	<u>1,067,682</u>	<u>2,745,546</u>	<u>(1,677,864)</u>
Balance at 12/31/2023	<u><u>\$ 37,881,774</u></u>	<u><u>\$ 34,834,796</u></u>	<u><u>\$ 3,046,978</u></u>

CITY OF SNYDER, TEXAS

Notes to Financial Statements

September 30, 2024

IV. Other Information (continued)

DCOS	Increase (Decrease)		
	Plan		
	Total Pension Liability (a)	Fiduciary Net Position (b)	Net Pension Liability/(Asset) (a) - (b)
Balance at 12/31/2022	\$ 1,236,650	\$ 1,036,782	\$ 199,868
Changes for the year:			
Service Cost	35,719	-	35,719
Interest	101,185	-	101,185
Changes of benefit terms	-	-	-
Difference between expected/actual experience	6,665	-	6,665
Changes of assumptions	(17,384)	-	(17,384)
Contributions - employer	-	28,947	(28,947)
Contributions - employee	-	15,293	(15,293)
Net investment income	-	152,959	(152,959)
Benefit payments, including refunds	-	-	-
of employee contributions	(81,698)	(81,698)	-
Administrative expense	-	(976)	976
Other changes	-	2,873	(2,873)
Net changes	<u>44,487</u>	<u>117,398</u>	<u>(72,911)</u>
Balance at 12/31/2023	<u><u>\$ 1,281,137</u></u>	<u><u>\$ 1,154,180</u></u>	<u><u>\$ 126,957</u></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 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	Discount Rate	1% Increase in Discount Rate
	5.75%	6.75%	7.75%
	\$ 8,215,998	\$ 3,173,935	\$ (971,887)
City's net pension liability (asset)	5,504,720	2,126,537	(651,164)
Reported by Governmental Activities	<u>2,382,639</u>	<u>920,441</u>	<u>(281,847)</u>
Reported by Business-Type Activities	<u>7,887,359</u>	<u>3,046,978</u>	<u>(933,011)</u>
Reported by Primary Government	<u>328,639</u>	<u>126,957</u>	<u>(38,876)</u>
Reported by Component Unit, DCOS	<u><u>\$ 8,215,998</u></u>	<u><u>\$ 3,173,935</u></u>	<u><u>\$ (971,887)</u></u>

Pension Plan Fiduciary Net Position: Detailed information about the pension plan's Fiduciary Net Position is available in a separately issued TMRS financial report. That report may be obtained on the Internet at www.tmrs.com.

Pension Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions
\$638,114 (\$620,426 Primary Government, \$17,688 DCOS).

CITY OF SNYDER, TEXAS

Notes to Financial Statements

September 30, 2024

IV. Other Information (continued)

At September 30, 2024, the City reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

Entity-Wide	Primary Government		DCOS	
	Deferred Outflows of Resources	Deferred Inflows of Resources	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual economic experience	\$ 251,025	\$ -	\$ 240,984	\$ -
Changes in actual assumptions	-	304,087	-	291,924
Differences between projected and actual investment earnings	948,018	-	910,097	-
Contributions subsequent to the measurement date	616,159	-	591,513	-
Total	\$ <u>1,815,202</u>	\$ <u>304,087</u>	\$ <u>1,742,594</u>	\$ <u>291,924</u>
Reported by Governmental Activities	\$ 1,216,098	\$ 203,655		
Reported by Business-Type Activities	526,496	88,269		
Reported by Component Unit	72,608	12,163		
Total	\$ <u>1,815,202</u>	\$ <u>304,087</u>		

\$616,159 (\$591,513 Primary Government; \$24,646 DCOS) reported as deferred outflows of resources 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:	Primary		
	Entity-Wide	Government	DCOS
2025	\$ 266,860	\$ 256,186	\$ 10,674
2026	255,364	245,149	10,215
2027	690,326	662,713	27,613
2028	(317,594)	(304,891)	(12,703)
Total	\$ <u>894,956</u>	\$ <u>859,157</u>	\$ <u>35,799</u>

E. Other Post Employment Benefits

Plan Description

The City also participates in a single employer, defined benefit group-term life insurance plan known as the Supplemental Death Benefits Fund (SDBF). This is a voluntary program in which participating member cities may elect, by ordinance, to provide group-term life insurance coverage (Supplemental Death Benefits) for their active members, including or not including retirees.

Benefits Provided

The death benefit for active employees provides a lump-sum payment approximately equal to the employee's annual salary (calculated based on the employee's actual earnings for the 12-month period preceding the month of death). The death benefit for retirees is considered an other postemployment benefit (OPEB) and is a fixed amount of \$7,500. As the SDBF covers both active and retiree employees, with no segregation of assets, the SDBF is considered to be an unfunded OPEB plan. Texas Local Government Code Section 177.001 assigns the authority to establish and amend benefit provisions to the City Council.

CITY OF SNYDER, TEXAS

Notes to Financial Statements

September 30, 2024

IV. Other Information (continued)

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

Inactive employees currently receiving benefits	56
Inactive employees entitled to but not yet receiving benefits	20
Active employees	<u>82</u>
Total	158

Contributions

The City contributes to the SDBF program at a contractually required rate. An annual actuarial valuation is performed, and the contractual rate is equal to the cost of providing one-year term life insurance. The premium rate is expressed as a percentage of the covered payroll of members employed by the participating employer. There is a one-year delay between the actuarial valuation that serves as the basis for the employer contribution rate and the calendar year when the rate goes into effect.

The SDBF program is voluntary and employers can cease participation by adopting an ordinance before November 1 of any year to be effective the following January 1. Therefore, the funding policy of the program is to ensure that adequate resources are available to meet all insurance benefit payments for the upcoming year. It is not the intent of the funding policy to pre-fund retiree term life insurance during employees' entire careers. The City's contribution, which equaled the required contribution, was as follows for the year ended September 30, 2024:

Employer Rate	0.51%
Employer Contributions	\$ 22,161

Actuarial Assumptions

The total OPEB liability in the December 31, 2023 actuarial valuation was determined using the following actuarial assumptions:

Inflation	2.50%
Salary increases	3.60% to 11.85%, including inflation
Discount rate	3.77%

Mortality rates for service retirees were based on the 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).

Mortality rates for disabled retirees were based on the 2019 Municipal Retirees of Texas Mortality Tables with a 4 year set-forward for males and a 3 year set-forward for females. In addition, a 3.5% and 3% minimum mortality rate will be applied to reflect the impairment for younger members who become disabled for males and females, respectively. The rates are projected on a fully generational basis by the most recent Scale MP-2021 (with immediate convergence) to account for future mortality improvements subject to the floor.

Actuarial assumptions used in the December 31, 2023 valuation were based on the results of actuarial experience study for the period ending December 31, 2022.

The discount rate was based on the Fidelity Index's "20-Year Municipal GO AA Index" rate as of December 31, 2023.

CITY OF SNYDER, TEXAS

Notes to Financial Statements

September 30, 2024

IV. Other Information (continued)

OPEB Liability, OPEB Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB

At September 30, 2024, the City reported a total OPEB liability of \$339,445 measured at December 31, 2023. For the year ended September 30, 2024, the City recognized OPEB expense of \$15,526 (\$14,812 Primary Government; \$714 DCOS).

As of December 31, 2023, the discount rate used in the development of the total OPEB liability was 3.77% compared to 4.05% as of December 31, 2022.

Changes in the total OPEB liability for the measurement year ended December 31, 2023:

	Total OPEB Liability		
	Primary		
	Entity-Wide	Government	DCOS
Balance at 12/31/2022	\$ 310,748	\$ 301,230	\$ 9,518
Changes for the year:			
Service Cost	8,192	4,952	3,240
Interest on total OPEB liability	12,497	11,996	501
Changes of benefit terms	-	-	-
Difference between expected/actual experience	3,981	3,822	159
Changes of assumptions	16,589	15,925	664
Benefit payments*	(12,562)	(12,058)	(504)
Net changes	<u>28,697</u>	<u>24,637</u>	<u>4,060</u>
Balance at 12/31/2023	<u><u>\$ 339,445</u></u>	<u><u>\$ 325,867</u></u>	<u><u>\$ 13,578</u></u>

*Due to the SDBF being considered an unfunded OPEB plan under GASB 75, benefit payments are treated as being equal to the employer's yearly contributions for retirees.

Discount Rate Sensitivity Analysis

The following presents the total OPEB liability of the City calculated using the discount rate of 3.77%, as well as what the City's total OPEB liability would be if it were calculated using a discount rate that is 1 percentage point lower (2.77%) or 1 percentage point higher (4.77%) than the current rate.

	1% Decrease in Discount Rate	Discount Rate	1% Increase in Discount Rate
	2.77%	3.77%	4.77%
City's total OPEB liability	\$ 400,776	\$ 339,445	\$ 291,143
Reported by Governmental Activities	267,961	226,955	194,660
Reported by Business-Type Activities	116,783	98,912	84,837
Reported by Primary Government	384,744	325,867	279,497
Reported by Component Unit, DCOS	16,032	13,578	11,646
	<u><u>\$ 400,776</u></u>	<u><u>\$ 339,445</u></u>	<u><u>\$ 291,143</u></u>

CITY OF SNYDER, TEXAS

Notes to Financial Statements

September 30, 2024

IV. Other Information (continued)

At September 30, 2024, the City reported its deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Entity-Wide		Primary Government		DCOS	
	Deferred Outflows of Resources	Deferred Inflows of Resources	Deferred Outflows of Resources	Deferred Inflows of Resources	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual economic experience	\$ 3,182	\$ 6,825	\$ 3,055	\$ 6,552	\$ 127	\$ 273
Changes in actual assumptions	29,119	86,853	27,954	83,379	1,165	3,474
Contributions subsequent to the measurement date	22,161	-	21,275	-	886	-
Total	<u><u>\$ 54,462</u></u>	<u><u>\$ 93,678</u></u>	<u><u>\$ 52,284</u></u>	<u><u>\$ 89,931</u></u>	<u><u>\$ 2,178</u></u>	<u><u>\$ 3,747</u></u>
Reported by Governmental Activities	\$ 36,367	\$ 62,803				
Reported by Business-Type Activities	15,917	27,128				
Reported by Component Unit	2,178	3,747				
Total	<u><u>\$ 54,462</u></u>	<u><u>\$ 93,678</u></u>				

Deferred outflows of resources related to OPEB resulting from contribution subsequent to the measurement date will be recognized as a reduction of the total OPEB liability for the year ended September 30, 2025 in the amount of \$22,161. The other net amounts of the employer's balances of deferred outflows and inflows of resources related to OPEB, excluding contributions made subsequent to the measurement date, will be recognized in OPEB expense as follows:

Year Ended September 30:	Entity-Wide	Primary Government	DCOS
2025	\$ (15,134)	\$ (14,529)	\$ (605)
2026	(25,477)	(24,458)	(1,019)
2027	(23,212)	(22,284)	(928)
2028	2,446	2,349	97
Total	<u><u>\$ (61,377)</u></u>	<u><u>\$ (58,922)</u></u>	<u><u>\$ (2,455)</u></u>

F. Fund Balance

The City classifies governmental fund balances in the following categories:

Nonspendable fund balance includes the portion of net resources that cannot be spent because of their form (i.e. inventory, long-term loans, or prepaids) or because they must remain intact such as the principal of an endowment. The City has nonspendable fund balance of \$19,000 for prepaid items and \$11,886 for inventories as of September 30, 2024.

Restricted fund balance includes the portion of net resources on which limitations are imposed by creditors, grantors, contributors, or by laws or regulations of other governments (i.e. externally imposed limitations). Amounts can be spent only for the specific purposes stipulated by external resource providers or as allowed by law through constitutional provisions or enabling legislation. Restricted fund balances are outlined in the table on the next page.

CITY OF SNYDER, TEXASNotes to Financial Statements

September 30, 2024

IV. Other Information (continued)

Municipal court	\$ 48,758
LEOSE police	5,897
LEOSE fire	1,617
Building security	34,358
Court efficiency	31,359
Juvenile case manager	25,723
Municipal jury	332
Opioid Settlements	3,382
TIF Reinvestment Zone No. 1	721,256
Restricted fund balance	<u>\$ 872,682</u>

Committed fund balance includes the portion of net resources upon which the City Council, the City's highest level of decision-making authority, has imposed limitations on use. Committed funds can be used only for the specific purposes are determined by a formal action of the City Council in the form of a resolution. Commitments may be changed or lifted only by the Council taking the same formal action that originally imposed the constraint. The formal action must be approved before the end of the fiscal year in which the commitment will be reflected on the financial statements. The City has committed fund balance of \$289,933 for Chapter 380 agreements and \$1,135,210 for equipment purchases at September 30, 2024.

Assigned fund balance includes the portion of net resources for which an intended use has been established by the City Council or the City Manager authorized to do so by the City Council. Assignments of fund balance are much less formal than commitments and do not require formal action for their imposition or removal. The City did not have assigned fund balances at September 30, 2024.

In governmental funds other than the general fund, assigned fund balance represents the amount that is not restricted or committed which indicates that resources are, at a minimum, intended to be used for the purpose of that fund.

Unassigned fund balance includes the amounts in the general fund in excess of what can properly be classified in one of the other four categories of fund balance. It is the residual classification of the general fund and includes all amounts not contained in other classifications. Unassigned amounts are technically available for any purpose. Negative residual amounts for all other governmental funds are reported in this classification. The City had \$11,651,529 in unassigned fund balance at September 30, 2024.

The City has established a general fund minimum fund balance policy. It is the goal of the City to achieve and maintain an unassigned fund balance in the general fund equivalent to no less than three months of operating expenses.

The City will typically use restricted, committed and/or assigned fund balance, in that order, prior to using unassigned fund balance, but it reserves the right to deviate from this general strategy when appropriate.

G. Reinvestment Zones

In December 2011, the City approved the creation of Tax Abatement Reinvestment Zone Number Two ("Zone #2"). The City also approved a seven-year, 100% property tax abatement to WL Plastics Corporation for property in Zone #2. There was no financial activity for Zone #2 in fiscal year 2024.

In November 2013, the City Council approved the creation of Tax Increment Financing (TIF) Reinvestment Zone Number 1 ("Zone #1"). 65% of the ad valorem taxes received from property within the zone will go into a special revenue TIF fund that will be used for economic development within the zone. Zone #1 is reported as a nonmajor special revenue fund.

CITY OF SNYDER, TEXAS**Notes to Financial Statements**

September 30, 2024

IV. Other Information (continued)**H. Tax Abatements**

Tax abatements result from agreements entered into by the reporting government, as well as those that are initiated by other governments, which reduce the reporting government's tax revenues.

The City enters into economic development agreements designed to promote development and redevelopment within the City, stimulate commercial activity, generate additional sales tax and enhance the property tax base and economic vitality of the City. These programs rebate property, sales and hotel occupancy taxes and also include incentive payments and reductions in fees that are not tied to taxes. The City's economic development agreements are authorized under Chapter 380 of the Texas Local Government Code and Chapters 311 (Tax Increment Financing Act) and 312 (Property Redevelopment and Tax Abatement Act) of the Texas Tax Code. Recipients generally commit to building or remodeling real property and related infrastructure, redeveloping properties, expanding operations or bringing targeted business to the City. Agreements generally contain recapture provisions which may require repayment or termination if recipients do not meet the required provisions of the economic incentives.

The City has two categories of economic development agreements:

General Economic Development – The City enters into various agreements under Chapter 380 of the Texas Local Government Code and Chapter 312 (Property Redevelopment and Tax Abatement Act) of the Texas Tax Code to stimulate economic development. Agreements rebate a percentage of property, sales or hotel occupancy taxes received by the City or make lump sum payments for infrastructure reimbursements. For fiscal year 2024, the City rebated \$1,919 in property taxes and \$87,869 in sales taxes and did not make any infrastructure incentive payments.

Tax Increment Reinvestment Zone – In November 2013, the City Council approved the creation of Tax Increment Financing (TIF) Reinvestment Zone Number 1 (“Zone #1”) under Chapter 311 of the Texas Tax Code to stimulate economic development in designated areas. 65% of the ad valorem taxes received from property within the zone will go into a special revenue TIF fund that will be used for economic development within the zone. For fiscal year 2024, Zone #1 received \$88,495 of property tax increment.

I. Correction of an Error in Previously Issued Financial Statements

During the year ended September 30, 2024, the Development Corporation of Snyder determined that there were certain errors in amounts previously reported in the 2023 financial statements resulting in a restatement of the beginning net position. The Corporation identified certain land tracts that had been duplicated in fixed assets. Accordingly, capital assets of the component unit were overstated by \$163,261.

CITY OF SNYDER, TEXASNotes to Financial Statements

September 30, 2024

IV. Other Information (continued)

The following table describes the effects of the prior period adjustment on beginning net position for the discretely presented component unit:

	<u>Component Unit (DCOS)</u>
Net position at October 1, 2023, as previously reported	\$ 4,317,004
Error Correction	
Overstatement of capital assets	<u>(163,261)</u>
Net position at October 1, 2023, as restated	<u>\$ 4,153,743</u>

If these amounts had been properly recorded in the prior year, there would be no effect on the change in net position for the year ended September 30, 2023.

REQUIRED SUPPLEMENTARY INFORMATION

CITY OF SNYDER, TEXAS
Schedule of Changes in Net Pension Liability and Related Ratios
Texas Municipal Retirement System
For the Year Ended September 30, 2024

	Measurement	Measurement	Measurement	Measurement
	Date	Date	Date	Date
	Year Ended	Year Ended	Year Ended	Year Ended
	December 31, 2014	December 31, 2015	December 31, 2016	December 31, 2017
Total Pension Liability				
Service cost	\$ 671,639	\$ 781,297	\$ 832,584	\$ 851,201
Interest on total pension liability	1,875,915	1,974,321	1,972,230	2,068,491
Changes in benefit terms	-	-	-	-
Differences between expected and actual experience	201,255	(447,552)	39,512	(1,547,464)
Changes in assumptions	-	92,493	-	-
Benefit payments, including refunds of employee contributions	(1,397,701)	(1,397,981)	(1,427,151)	(1,427,946)
Net change in total pension liability	<u>1,351,108</u>	<u>1,002,578</u>	<u>1,417,175</u>	<u>(55,718)</u>
Total pension liability, beginning	<u>27,161,823</u>	<u>28,512,931</u>	<u>29,515,509</u>	<u>30,932,684</u>
Total pension liability, ending (a)	<u>\$ 28,512,931</u>	<u>\$ 29,515,509</u>	<u>\$ 30,932,684</u>	<u>\$ 30,876,966</u>
Plan Fiduciary Net Position				
Contributions - employer	\$ 807,274	\$ 790,410	\$ 793,194	\$ 793,816
Contributions - employee	319,081	335,732	344,653	352,360
Net investment income	1,355,840	36,552	1,655,043	3,580,797
Benefit payments, including refunds of employee contributions	(1,397,701)	(1,397,981)	(1,427,151)	(1,427,946)
Administrative expenses	(14,158)	(22,266)	(18,711)	(18,575)
Other	(1,164)	(1,099)	(1,008)	(943)
Net change in plan fiduciary net position	<u>1,069,172</u>	<u>(258,652)</u>	<u>1,346,020</u>	<u>3,279,509</u>
Plan fiduciary net position, beginning	<u>23,704,925</u>	<u>24,774,097</u>	<u>24,515,445</u>	<u>25,861,465</u>
Plan fiduciary net position, ending (b)	<u>\$ 24,774,097</u>	<u>\$ 24,515,445</u>	<u>\$ 25,861,465</u>	<u>\$ 29,140,974</u>
Net pension liability / (asset), ending = (a) - (b)	<u>\$ 3,738,834</u>	<u>\$ 5,000,064</u>	<u>\$ 5,071,219</u>	<u>\$ 1,735,992</u>
Plan fiduciary net position as a percentage of total pension liability	86.89%	83.06%	83.61%	94.38%
Covered payroll	\$ 4,558,297	\$ 4,796,177	\$ 4,923,619	\$ 5,033,713
Net pension liability (asset) as a percentage of covered payroll	82.02%	104.25%	103.00%	34.49%

CITY OF SNYDER, TEXAS
Schedule of Changes in Net Pension Liability and Related Ratios
Texas Municipal Retirement System
For the Year Ended September 30, 2024

| Measurement Date |
|---------------------------------|---------------------------------|---------------------------------|---------------------------------|---------------------------------|---------------------------------|
| Year Ended December 31, 2018 | Year Ended December 31, 2019 | Year Ended December 31, 2020 | Year Ended December 31, 2021 | Year Ended December 31, 2022 | Year Ended December 31, 2023 |
| \$ 838,303 | \$ 827,018 | \$ 863,300 | \$ 843,938 | \$ 831,902 | \$ 892,980 |
2,053,977	2,127,447	2,236,630	2,330,522	2,432,767	2,529,630
(201,765)	126,781	8,265	242,013	200,331	166,618
-	98,827	(434,597)	-	-	(434,597)
<u>(1,733,665)</u>	<u>(1,459,178)</u>	<u>(1,702,208)</u>	<u>(1,712,839)</u>	<u>(2,078,590)</u>	<u>(2,042,462)</u>
<u>956,850</u>	<u>1,720,895</u>	<u>971,390</u>	<u>1,703,634</u>	<u>1,386,410</u>	<u>1,112,169</u>
<u><u>\$ 30,876,966</u></u>	<u><u>\$ 31,833,816</u></u>	<u><u>\$ 33,554,711</u></u>	<u><u>\$ 34,526,101</u></u>	<u><u>\$ 36,664,332</u></u>	<u><u>\$ 38,050,742</u></u>
<u><u>\$ 31,833,816</u></u>	<u><u>\$ 33,554,711</u></u>	<u><u>\$ 34,526,101</u></u>	<u><u>\$ 36,229,735</u></u>	<u><u>\$ 38,050,742</u></u>	<u><u>\$ 39,162,911</u></u>
 \$ 781,713	 \$ 670,584	 \$ 713,139	 \$ 703,623	 \$ 684,767	 \$ 723,669
347,226	343,364	366,248	358,469	356,384	382,316
(872,435)	4,270,895	2,385,124	4,321,901	(2,685,402)	3,823,982
 (1,733,665)	 (1,459,178)	 (1,702,208)	 (1,712,839)	 (2,078,590)	 (2,042,462)
(16,870)	(24,150)	(15,446)	(20,022)	(23,273)	(24,391)
(882)	(725)	(601)	137	27,771	(170)
<u><u>(1,494,913)</u></u>	<u><u>3,800,790</u></u>	<u><u>1,746,256</u></u>	<u><u>3,651,269</u></u>	<u><u>(3,718,343)</u></u>	<u><u>2,862,944</u></u>
 <u><u>\$ 29,140,974</u></u>	 <u><u>\$ 27,646,061</u></u>	 <u><u>\$ 31,446,850</u></u>	 <u><u>\$ 33,193,106</u></u>	 <u><u>\$ 36,844,375</u></u>	 <u><u>\$ 33,126,032</u></u>
<u><u>\$ 27,646,061</u></u>	<u><u>\$ 31,446,850</u></u>	<u><u>\$ 33,193,106</u></u>	<u><u>\$ 36,844,375</u></u>	<u><u>\$ 33,126,032</u></u>	<u><u>\$ 35,988,976</u></u>
 <u><u>\$ 4,187,755</u></u>	<u><u>\$ 2,107,861</u></u>	<u><u>\$ 1,332,995</u></u>	<u><u>\$ (614,640)</u></u>	<u><u>\$ 4,924,710</u></u>	<u><u>\$ 3,173,935</u></u>
 86.84%	 93.72%	 96.14%	 101.70%	 87.06%	 91.90%
 \$ 4,960,371	 \$ 4,905,206	 \$ 5,232,119	 \$ 5,120,982	 \$ 5,091,202	 \$ 5,461,650
 84.42%	 42.97%	 25.48%	 -12.00%	 96.73%	 58.11%

CITY OF SNYDER, TEXAS
Schedule of Employer Contributions
Texas Municipal Retirement System
For the Year Ended September 30, 2024

Fiscal Year Ending	Actuarially Determined Contribution	Actual Employer Contribution	Contribution Deficiency (Excess)	Covered Payroll	Actual Contribution as a Percentage of Covered Payroll
2015	\$ 789,146	\$ 789,146	\$ -	\$ 4,696,337	16.80%
2016	796,144	796,444	(300)	4,943,785	16.11%
2017	779,635	773,741	5,894	4,882,328	15.85%
2018	771,191	790,149	(18,958)	4,947,708	15.97%
2019	701,442	701,442	-	4,873,388	14.39%
2020	708,605	708,605	-	5,106,313	13.88%
2021	689,515	689,515	-	5,028,863	13.71%
2022	690,230	690,230	-	5,067,821	13.62%
2023	754,619	754,619	-	5,348,379	14.11%
2024	873,149	873,149	-	5,893,078	14.82%

Notes to Required Supplementary Information

Assumptions

The following methods and assumptions were used to determine contribution rates:

Valuation date	Actuarially determined contribution rates are calculated as of December 31 and become effective in January 13 months later.
Actuarial cost method	Entry age normal
Amortization method	Level percentage of payroll, closed
Remaining amortization period	22 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 vary by age. Last year 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

Notes:

There were no benefit changes during the year.

CITY OF SNYDER, TEXAS
Schedule of Changes in Total OPEB Liability and Related Ratios
Texas Municipal Retirement System
For the Year Ended September 30, 2024

	Measurement						
	Date						
	Year Ended						
	December 31, 2017	December 31, 2018	December 31, 2019	December 31, 2020	December 31, 2021	December 31, 2022	December 31, 2023
Total OPEB Liability							
Service cost	\$ 10,067	\$ 11,905	\$ 8,339	\$ 12,034	\$ 15,363	\$ 17,310	\$ 8,192
Interest on total OPEB liability	9,509	9,645	10,840	10,063	8,666	8,189	12,497
Changes of benefit terms	-	-	-	-	-	-	-
Differences between expected and actual experience	-	3,241	(979)	(4,196)	(15,620)	132	3,981
Changes in assumptions or other inputs	21,596	(19,772)	57,019	54,731	12,860	(145,939)	16,589
Benefit payments	(2,517)	(1,984)	(2,943)	(3,662)	(10,242)	(10,692)	(12,562)
Net change in total OPEB liability	38,655	3,035	72,276	68,970	11,027	(131,000)	28,697
Total OPEB liability, beginning	247,785	286,440	289,475	361,751	430,721	441,748	310,748
Total OPEB liability, ending	\$ 286,440	\$ 289,475	\$ 361,751	\$ 430,721	\$ 441,748	\$ 310,748	\$ 339,445
 Covered-employee payroll	 \$ 5,033,713	 \$ 4,960,371	 \$ 4,905,206	 \$ 5,232,119	 \$ 5,120,982	 \$ 5,091,202	 \$ 5,461,650
Total OPEB liability as a percentage of covered-employee payroll	5.69%	5.84%	7.37%	8.23%	8.63%	6.10%	6.22%

No assets are accumulated in a trust as defined by GASB 75. Benefits are on a pay as you go basis.

Note: A full 10-year schedule will be displayed as it becomes available

CITY OF SNYDER, TEXAS
Notes to Required Supplementary Information
September 30, 2024

Note: Total OPEB Liability – Texas Municipal Retirement System

The following methods and assumptions were used to determine contribution rates:

Valuation date	Actuarially determined contribution rates are calculated as of December 31 and become effective in January 13 months later.
Actuarial cost method	Entry age normal
Inflation	2.50%
Discount rate*	3.77%
Salary increases	3.60% to 11.858, including inflation
Administrative expenses	All administrative expenses are paid through the Pension Trust and accounting for under reporting requirements of GASB Statement No. 68.
Mortality- service retirees	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).
Mortality- disabled retirees	2019 Municipal Retirees of Texas Mortality Tables with a 4 year set-forward for males and a 3 year set-forward for females. In addition, a 3.5% and 3.0% minimum mortality rate will be applied to reflect the impairment for younger members who become disabled for males and females, respectively. The rates are projected on a fully generational basis by the most recent Scale MP-2021 (with immediate convergence) to account for future mortality improvements subject to the floor.

*The discount rate was based on the Fidelity Index's "20-Year Municipal GO AA Index" rate as of December 31, 2023.

Note: The actuarial assumptions used in the December 31, 2023 valuation were based on the results of an actuarial experience study for the period December 31, 2022.

Nonmajor Governmental Funds

Special Revenue Funds

Special revenue funds are used to account for specific revenues that are legally restricted to expenditure for particular purposes.

Motel Tax Fund – This fund is used to account for the tax upon the occupancy of any sleeping room furnished by any hotel, where the occupancy is the rate of \$2 or more per day.

Tax Increment Financing – This fund is used to account for 65% of the ad valorem taxes collected within the Tax Increment Financing Reinvestment Zone No. 1.

Opioid Settlements – This fund is used to account for settlements received from the Endo Opioid settlement for its role in the opioid epidemic.

CITY OF SNYDER, TEXAS
Combining Balance Sheet
Nonmajor Governmental Funds
September 30, 2024

	Motel Tax Fund	Special Revenue Tax Increment Financing	Opioid Settlements	Total Nonmajor Governmental Funds
ASSETS				
Cash and cash equivalents	\$ -	\$ 721,256	\$ 3,382	\$ 724,638
Accounts receivable, net	<u>157,968</u>	<u>-</u>	<u>-</u>	<u>157,968</u>
Total assets	<u><u>157,968</u></u>	<u><u>721,256</u></u>	<u><u>3,382</u></u>	<u><u>882,606</u></u>
LIABILITIES				
Due to other funds	\$ 3,369	\$ -	\$ -	\$ 3,369
Accounts payable	<u>157,968</u>	<u>-</u>	<u>-</u>	<u>157,968</u>
Total liabilities	<u><u>161,337</u></u>	<u><u>-</u></u>	<u><u>-</u></u>	<u><u>161,337</u></u>
FUND BALANCES				
Restricted for various purposes	-	721,256	3,382	724,638
Unassigned	(3,369)	<u>-</u>	<u>-</u>	<u>(3,369)</u>
Total fund balances	<u>(3,369)</u>	<u>721,256</u>	<u>3,382</u>	<u>721,269</u>
Total liabilities and fund balances	<u><u>157,968</u></u>	<u><u>721,256</u></u>	<u><u>3,382</u></u>	<u><u>882,606</u></u>

CITY OF SNYDER, TEXAS
Combining Statement of Revenues, Expenditures, and Changes in Fund Balance
Nonmajor Governmental Funds
For the Year Ended September 30, 2024

	Motel Tax Fund	Special Revenue Tax Increment Financing	Opioid Settlements	Total Nonmajor Governmental Funds
REVENUES				
Occupancy tax	\$ 606,085	\$ -	\$ -	\$ 606,085
Property taxes	-	88,495	-	88,495
Intergovernmental	-	-	551	551
Total revenues	<u>606,085</u>	<u>88,495</u>	<u>551</u>	<u>695,131</u>
EXPENDITURES				
Current:				
Culture and recreation	<u>606,085</u>	<u>-</u>	<u>-</u>	<u>606,085</u>
Total expenditures	<u>606,085</u>	<u>-</u>	<u>-</u>	<u>606,085</u>
Net change in fund balances	-	88,495	551	89,046
Fund balances - beginning	<u>(3,369)</u>	<u>632,761</u>	<u>2,831</u>	<u>632,223</u>
Fund balances - ending	<u>\$ (3,369)</u>	<u>\$ 721,256</u>	<u>\$ 3,382</u>	<u>\$ 721,269</u>

CITY OF SNYDER, TEXAS
Motel Tax Special Revenue Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
For the Year Ended September 30, 2024

	<u>Original</u>	<u>Final</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
REVENUES				
Occupancy tax	\$ 535,000	\$ 535,000	\$ 606,085	\$ 71,085
Total revenues	<u>535,000</u>	<u>535,000</u>	<u>606,085</u>	<u>71,085</u>
EXPENDITURES				
Culture and recreation	535,000	535,000	606,085	(71,085)
Total expenditures	<u>535,000</u>	<u>535,000</u>	<u>606,085</u>	<u>(71,085)</u>
Net change in fund balance	-	-	-	-
Fund balances - beginning	(3,369)	(3,369)	(3,369)	-
Fund balances - ending	<u>(3,369)</u>	<u>(3,369)</u>	<u>(3,369)</u>	<u>-</u>

CITY OF SNYDER, TEXAS
Tax Increment Financing Special Revenue Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
For the Year Ended September 30, 2024

	<u>Original</u>	<u>Final</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
REVENUES				
Property taxes	\$ 72,260	\$ 72,795	\$ 88,495	\$ 15,700
Total revenues	<u>72,260</u>	<u>72,795</u>	<u>88,495</u>	<u>15,700</u>
EXPENDITURES				
General government	-	-	-	-
Total expenditures	-	-	-	-
Net change in fund balance	72,260	72,795	88,495	15,700
Fund balances - beginning	<u>632,761</u>	<u>632,761</u>	<u>632,761</u>	<u>-</u>
Fund balances - ending	<u>\$ 705,021</u>	<u>\$ 705,556</u>	<u>\$ 721,256</u>	<u>\$ 15,700</u>

Supplementary Individual Fund Financial Statements and Schedules

General Fund

These supplementary statements and schedules are included to provide management and readers additional information for financial analysis.

CITY OF SNYDER, TEXAS
GENERAL FUND
SCHEDULE OF REVENUES COMPARED TO BUDGET (GAAP BASIS)
Year Ended September 30, 2024
With Comparative Actual Amounts for Year Ended September 30, 2023

	2024		2023	
	Budget	Actual	Variance	Actual
Taxes:				
Sales Taxes	\$ 3,740,615	\$ 3,831,662	\$ 91,047	\$ 4,274,293
Property Taxes	2,673,645	2,903,533	229,888	2,932,065
Franchise Taxes	750,000	756,015	6,015	757,742
Liquor Taxes	<u>30,000</u>	<u>29,597</u>	<u>(403)</u>	<u>33,517</u>
Total Taxes	<u>7,194,260</u>	<u>7,520,807</u>	<u>326,547</u>	<u>7,997,617</u>
Licenses and Permits	<u>145,765</u>	<u>146,711</u>	<u>946</u>	<u>158,576</u>
Intergovernmental:				
LEOSE - Police	1,450	3,695	2,245	1,450
School Resource Officer	76,135	138,960	62,825	73,930
Office of the Governor Grant	-	39,902	39,902	125,445
County Emergency Mngt. Coordinator	50,000	50,000	-	-
Texas Seat Belt - Grant	200	10,615	10,415	-
Juvenile Case Manager Fee	4,300	5,759	1,459	5,672
LEOSE - Fire	<u>550</u>	<u>1,437</u>	<u>887</u>	<u>565</u>
Total Intergovernmental	<u>132,635</u>	<u>250,368</u>	<u>117,733</u>	<u>207,062</u>
Charges for Services:				
Administrative Fees	1,767,505	1,783,746	16,241	1,562,733
Municipal Court Fees	47,080	49,264	2,184	66,248
Billings for Emergency Services	30,000	31,864	1,864	25,348
Other Charges	<u>1,000</u>	<u>1,710</u>	<u>710</u>	<u>1,450</u>
Total Charges for Services	<u>1,845,585</u>	<u>1,866,584</u>	<u>20,999</u>	<u>1,655,779</u>
Fines and Forfeitures	<u>126,060</u>	<u>142,082</u>	<u>16,022</u>	<u>135,773</u>
Miscellaneous:				
Interest	250,000	849,350	599,350	697,240
Proceeds from insurance	40,000	125,262	85,262	182,912
Miscellaneous	<u>85,050</u>	<u>182,683</u>	<u>97,633</u>	<u>165,139</u>
Total Miscellaneous	<u>375,050</u>	<u>1,157,295</u>	<u>782,245</u>	<u>1,045,291</u>
Transfer from Reserves	<u>808,185</u>	<u>-</u>	<u>(808,185)</u>	<u>-</u>
Total Revenues	<u>\$ 10,627,540</u>	<u>\$ 11,083,847</u>	<u>\$ 456,307</u>	<u>\$ 11,200,098</u>

CITY OF SNYDER, TEXAS
GENERAL FUND
SCHEDULE OF EXPENDITURES COMPARED TO BUDGET (GAAP BASIS)
Year Ended September 30, 2024
With Comparative Actual Amounts for Year Ended September 30, 2023

	2024		2023	
	Budget	Actual	Variance	Actual
GENERAL GOVERNMENT:				
Administration:				
Personnel Services	\$ 392,410	\$ 406,741	\$ (14,331)	\$ 225,562
Supplies	5,600	13,466	(7,866)	3,928
Maintenance	19,420	15,681	3,739	5,332
Services	27,900	28,901	(1,001)	57,999
Sundry Charges	5,620	5,904	(284)	5,786
Non capitalized equipment	350	1,058	(708)	767
Capital Outlay	-	<u>76,348</u>	<u>(76,348)</u>	-
Totals	<u>451,300</u>	<u>548,099</u>	<u>(96,799)</u>	<u>299,374</u>
Finance:				
Personnel Services	220,615	216,727	3,888	274,477
Supplies	3,950	4,439	(489)	4,850
Maintenance	18,180	18,525	(345)	29,865
Services	60,190	66,884	(6,694)	57,159
Sundry Charges	4,065	6,626	(2,561)	4,618
Non capitalized equipment	500	-	500	-
Capital Outlay	1,400	<u>1,144</u>	<u>256</u>	<u>1,859</u>
Totals	<u>308,900</u>	<u>314,345</u>	<u>(5,445)</u>	<u>372,828</u>
Planning & Zoning				
Personnel Services	289,275	180,563	108,712	239,645
Supplies	6,900	11,250	(4,350)	9,848
Maintenance	20,840	17,075	3,765	15,902
Services	12,685	106,236	(93,551)	22,049
Sundry Charges	20,020	12,961	7,059	23,030
Non capitalized equipment	1,000	1,439	(439)	1,737
Capital Outlay	65,000	<u>61,855</u>	<u>3,145</u>	<u>8,136</u>
Totals	<u>415,720</u>	<u>391,379</u>	<u>24,341</u>	<u>320,347</u>

CITY OF SNYDER, TEXAS
GENERAL FUND
SCHEDULE OF EXPENDITURES COMPARED TO BUDGET (GAAP BASIS)
Year Ended September 30, 2024
With Comparative Actual Amounts for Year Ended September 30, 2023

	2024			2023		
	Budget	Actual	Variance	Actual	Actual	Actual
Municipal Court:						
Personnel Services	\$ 261,970	\$ 236,693	\$ 25,277	\$ 253,057		
Supplies	3,200	4,658	(1,458)	3,451		
Maintenance	20,365	20,438	(73)	20,416		
Services	32,580	37,828	(5,248)	34,067		
Sundry Charges	12,330	7,203	5,127	30,348		
Non capitalized equipment	90	-	90	-		
Capital Outlay	1,000	-	1,000	7,601		
Totals	331,535	306,820	24,715	348,940		
Community Services:						
Personnel Services	-	-	-	-		
Supplies	12,350	7,474	4,876	5,963		
Maintenance	108,870	61,618	47,252	48,286		
Services	461,620	443,751	17,869	370,655		
Sundry Charges	6,015	4,597	1,418	3,824		
Non capitalized equipment	-	-	-	-		
Capital Outlay	-	-	-	159,074		
Totals	588,855	517,440	71,415	587,802		
City Secretary/Records						
Personnel Services	181,480	182,425	(945)	180,456		
Supplies	1,550	980	570	1,254		
Maintenance	6,475	13,902	(7,427)	4,344		
Services	4,895	5,214	(319)	3,569		
Sundry Charges	350	1,237	(887)	569		
Non capitalized equipment	1,350	242	1,108	-		
Capital Outlay	16,800	14,146	2,654	1,610		
Totals	212,900	218,146	(5,246)	191,802		

CITY OF SNYDER, TEXAS
GENERAL FUND
SCHEDULE OF EXPENDITURES COMPARED TO BUDGET (GAAP BASIS)
Year Ended September 30, 2024
With Comparative Actual Amounts for Year Ended September 30, 2023

	2024			2023	
	Budget	Actual	Variance	Actual	Actual
IT/Purchasing					
Personnel Services	\$ 105,575	\$ 106,553	\$ (978)	\$ 102,519	
Supplies	2,550	1,967	583	967	
Maintenance	68,110	72,922	(4,812)	63,000	
Services	7,340	4,966	2,374	6,119	
Sundry Charges	6,335	2,418	3,917	7,701	
Non capitalized equipment	2,000	-	2,000	229	
Capital Outlay	-	-	-	49,636	
Totals	191,910	188,826	3,084	230,171	
TOTAL GENERAL GOVERNMENT	2,501,120	2,485,055	16,065	2,351,264	
PUBLIC SAFETY:					
Police:					
Personnel Services	2,251,370	2,314,916	(63,546)	1,976,651	
Supplies	116,550	162,996	(46,446)	111,957	
Maintenance	218,415	207,365	11,050	172,022	
Services	90,645	161,619	(70,974)	79,456	
Sundry Charges	184,300	268,068	(83,768)	196,823	
Non capitalized equipment	2,000	4,103	(2,103)	-	
Capital Outlay	269,600	333,436	(63,836)	450,463	
Totals	3,132,880	3,452,503	(319,623)	2,987,372	
Animal Control:					
Personnel Services	144,635	154,799	(10,164)	140,916	
Supplies	17,620	15,062	2,558	16,258	
Maintenance	12,785	8,069	4,716	16,782	
Services	15,320	15,614	(294)	13,919	
Sundry Charges	3,000	2,790	210	2,727	
Non capitalized equipment	1,500	469	1,031	-	
Capital Outlay	49,700	8,308	41,392	10,651	
Totals	244,560	205,111	39,449	201,253	

EXHIBIT D-2
(4 of 4)

CITY OF SNYDER, TEXAS
GENERAL FUND
SCHEDULE OF EXPENDITURES COMPARED TO BUDGET (GAAP BASIS)
Year Ended September 30, 2024
With Comparative Actual Amounts for Year Ended September 30, 2023

	2024		2023	
	Budget	Actual	Variance	Actual
Fire:				
Personnel Services	\$ 1,030,755	\$ 1,090,436	\$ (59,681)	\$ 915,471
Supplies	104,800	82,417	22,383	76,367
Maintenance	76,105	242,467	(166,362)	70,147
Services	115,585	113,425	2,160	96,761
Sundry Charges	27,770	23,205	4,565	27,836
Non capitalized equipment	4,000	2,333	1,667	2,200
Capital Outlay	<u>1,294,000</u>	<u>81,429</u>	<u>1,212,571</u>	<u>258,571</u>
Totals	<u>2,653,015</u>	<u>1,635,712</u>	<u>1,017,303</u>	<u>1,447,353</u>
Fire Marshall:				
Personnel Services	123,535	65,260	58,275	120,013
Supplies	8,050	15,020	(6,970)	6,102
Maintenance	9,145	5,950	3,195	3,798
Services	6,755	4,225	2,530	4,702
Sundry Charges	6,000	6,803	(803)	4,641
Non capitalized equipment	-	1,856	(1,856)	932
Capital Outlay	<u>2,000</u>	<u>1,677</u>	<u>323</u>	<u>64,544</u>
Totals	<u>155,485</u>	<u>100,791</u>	<u>54,694</u>	<u>204,732</u>
TOTAL PUBLIC SAFETY	<u>6,185,940</u>	<u>5,394,117</u>	<u>791,823</u>	<u>4,840,710</u>
PUBLIC WORKS:				
Street Maintenance:				
Personnel Services	658,045	524,361	133,684	545,930
Supplies	129,500	114,121	15,379	124,413
Maintenance	643,700	958,910	(315,210)	848,370
Services	273,175	346,085	(72,910)	259,369
Sundry Charges	20,060	20,500	(440)	24,174
Non capitalized equipment	1,000	515	485	-
Capital Outlay	<u>215,000</u>	<u>585,690</u>	<u>(370,690)</u>	<u>317,434</u>
Totals	<u>1,940,480</u>	<u>2,550,182</u>	<u>(609,702)</u>	<u>2,119,690</u>
TOTAL PUBLIC WORKS	<u>1,940,480</u>	<u>2,550,182</u>	<u>(609,702)</u>	<u>2,119,690</u>
TOTAL EXPENDITURES	<u>\$ 10,627,540</u>	<u>\$ 10,429,354</u>	<u>\$ 198,186</u>	<u>\$ 9,311,664</u>

Supplementary Individual Fund Financial Statements and Schedules

Enterprise Funds

These supplementary statements and schedules are included to provide management and readers additional information for financial analysis.

CITY OF SNYDER, TEXAS
WATER AND SEWER ENTERPRISE FUND
SCHEDULE OF REVENUES AND EXPENSES
BUDGET (GAAP BASIS) AND ACTUAL
Year Ended September 30, 2024
With Comparative Actual Amounts for Year Ended September 30, 2023

	2024			2023	
	Final Budget	Actual	Variance	Actual	
Revenues:					
Water sales	\$ 5,600,000	\$ 5,711,117	\$ 111,117	\$ 5,732,031	
Sewer charges	1,550,000	1,508,059	(41,941)	1,548,004	
Charges for billing & collections	208,765	227,510	18,745	229,800	
Water taps	20,000	22,147	2,147	16,807	
Sewer taps	15,000	11,432	(3,568)	15,547	
Plumbing permits & inspections	8,000	12,179	4,179	8,001	
Miscellaneous	52,450	60,159	7,709	54,103	
Interest	60,000	150,983	90,983	129,004	
Proceeds from insurance	20,000	21,389	1,389	64,414	
Grants	1,204,173	1,204,173	-	1,044,332	
Gain (loss) on sale of assets	8,000	83,007	75,007	14,025	
 Total Revenues	 8,746,388	 9,012,155	 265,767	 8,856,068	
 Expenses:					
Personnel services	1,559,230	1,494,841	64,389	1,578,679	
Supplies	472,250	723,379	(251,129)	623,140	
Maintenance	751,310	1,224,855	(473,545)	921,083	
Services	3,114,085	3,384,470	(270,385)	3,075,163	
Sundry charges	62,650	38,427	24,223	41,392	
Non capitalized equipment	-	2,810	(2,810)	4,574	
Depreciation	1,695,575	1,643,943	51,632	1,604,999	
Interest expense	273,495	282,275	(8,780)	298,114	
 Total Expenses	 7,928,595	 8,795,000	 (866,405)	 8,147,144	
 Net Income (Loss)	 \$ 817,793	 \$ 217,155	 \$ (600,638)	 \$ 708,924	

CITY OF SNYDER, TEXAS
WATER AND SEWER ENTERPRISE FUND
SCHEDULE OF EXPENSES COMPARED TO BUDGET
Year Ended September 30, 2024
With Comparative Actual Amounts for Year Ended September 30, 2023

	2024		2023	
	Final Budget	Actual	Variance	Actual
SEWER:				
Sanitary Sewer:				
Personnel Services	\$ 195,280	\$ 211,582	\$ (16,302)	\$ 202,778
Supplies	62,600	128,094	(65,494)	94,067
Maintenance	43,645	37,326	6,319	15,542
Services	104,665	163,506	(58,841)	86,807
Sundry Charges	11,500	12,771	(1,271)	8,559
Non capitalized equipment	-	-	-	-
Depreciation	<u>116,790</u>	<u>120,066</u>	<u>(3,276)</u>	<u>111,810</u>
Totals	<u>534,480</u>	<u>673,345</u>	<u>(138,865)</u>	<u>519,563</u>
Sewage Treatment:				
Personnel Services	254,665	268,187	(13,522)	283,528
Supplies	45,100	61,267	(16,167)	63,204
Maintenance	129,630	59,532	70,098	103,346
Services	372,470	387,693	(15,223)	361,421
Sundry Charges	9,800	10,919	(1,119)	12,292
Non capitalized equipment	-	-	-	1,195
Depreciation	<u>281,210</u>	<u>277,179</u>	<u>4,031</u>	<u>326,495</u>
Totals	<u>1,092,875</u>	<u>1,064,777</u>	<u>28,098</u>	<u>1,151,481</u>
WATER:				
Water Production:				
Personnel Services	502,640	411,997	90,643	469,392
Supplies	256,200	343,532	(87,332)	319,997
Maintenance	228,750	331,171	(102,421)	274,321
Services	2,128,775	2,128,884	(109)	2,074,657
Sundry Charges	16,100	8,674	7,426	11,290
Non capitalized equipment	-	-	-	3,162
Depreciation	<u>634,875</u>	<u>587,895</u>	<u>46,980</u>	<u>577,382</u>
Totals	<u>3,767,340</u>	<u>3,812,153</u>	<u>(44,813)</u>	<u>3,730,201</u>

CITY OF SNYDER, TEXAS
WATER AND SEWER ENTERPRISE FUND
SCHEDULE OF EXPENSES COMPARED TO BUDGET
Year Ended September 30, 2024
With Comparative Actual Amounts for Year Ended September 30, 2023

	2024		2023	
	Final Budget	Actual	Variance	Actual
Water Distribution:				
Personnel Services	\$ 354,495	\$ 361,394	\$ (6,899)	\$ 335,407
Supplies	77,850	155,900	(78,050)	114,121
Maintenance	289,740	732,556	(442,816)	475,337
Services	317,670	459,515	(141,845)	312,466
Sundry Charges	8,100	5,408	2,692	8,275
Non capitalized equipment	-	1,311	(1,311)	-
Depreciation	<u>657,195</u>	<u>653,296</u>	<u>3,899</u>	<u>583,607</u>
Totals	<u>1,705,050</u>	<u>2,369,380</u>	<u>(664,330)</u>	<u>1,829,213</u>
Utility Department:				
Personnel Services	252,150	241,681	10,469	287,574
Supplies	30,500	34,586	(4,086)	31,751
Maintenance	59,545	64,270	(4,725)	52,537
Services	190,505	244,872	(54,367)	239,812
Sundry Charges	17,150	655	16,495	976
Non capitalized equipment	-	1,499	(1,499)	217
Depreciation	<u>5,505</u>	<u>5,507</u>	<u>(2)</u>	<u>5,705</u>
Totals	<u>555,355</u>	<u>593,070</u>	<u>(37,715)</u>	<u>618,572</u>
Non-Operating:				
Interest and fees	273,495	282,275	(8,780)	298,114
Bond issuance costs	-	-	-	-
Totals	<u>273,495</u>	<u>282,275</u>	<u>(8,780)</u>	<u>298,114</u>
TOTAL EXPENSES	\$ 7,928,595	\$ 8,795,000	\$ (866,405)	\$ 8,147,144

CITY OF SNYDER, TEXAS
SANITATION ENTERPRISE FUND
SCHEDULE OF REVENUES AND EXPENSES
BUDGET (GAAP BASIS) AND ACTUAL
Year Ended September 30, 2024
With Comparative Actual Amounts for Year Ended September 30, 2023

	2024		2023	
	Final Budget	Actual	Variance	Actual
Revenues:				
Sanitation charges	\$ 2,525,000	\$ 2,447,154	\$ (77,846)	\$ 2,437,518
Landfill gate fees	800,000	764,628	(35,372)	746,865
Roll-off containers	7,000	44,045	37,045	30,915
Miscellaneous	7,550	35,968	28,418	5,026
Proceeds from insurance	-	23,296	23,296	-
Interest	70,000	115,822	45,822	95,063
Grants	1,000	2,500	1,500	1,000
Gain (loss) on sale of asset	<u>200,000</u>	<u>155,592</u>	<u>(44,408)</u>	<u>8,500</u>
Total Revenues	3,610,550	3,589,005	(21,545)	3,324,887
Expenses:				
Personnel	838,460	749,848	88,612	800,790
Supplies	361,650	311,503	50,147	329,423
Maintenance	216,500	255,511	(39,011)	174,768
Services	850,215	865,117	(14,902)	820,733
Sundry charges	59,020	74,009	(14,989)	61,518
Non capitalized equipment	-	-	-	1,647
Depreciation	<u>965,200</u>	<u>911,752</u>	<u>53,448</u>	<u>673,777</u>
Total Expenses	<u>3,291,045</u>	<u>3,167,740</u>	<u>123,305</u>	<u>2,862,656</u>
Net Income (Loss)	<u>\$ 319,505</u>	<u>\$ 421,265</u>	<u>\$ 101,760</u>	<u>\$ 462,231</u>

CITY OF SNYDER, TEXAS
SANITATION ENTERPRISE FUND
SCHEDULE OF EXPENSES COMPARED TO BUDGET
Year Ended September 30, 2024
With Comparative Actual Amounts for Year Ended September 30, 2023

	2024			2023	
	Final Budget	Actual	Variance	Actual	
Collection:					
Personnel Services	\$ 351,020	\$ 343,179	\$ 7,841	\$ 362,148	
Supplies	177,450	134,254	43,196		137,731
Maintenance	83,340	85,988	(2,648)		64,081
Services	290,805	282,228	8,577		256,072
Sundry Charges	20,820	18,093	2,727		17,758
Depreciation	<u>254,680</u>	<u>250,345</u>	<u>4,335</u>		<u>187,543</u>
Total Expenses	<u>1,178,115</u>	<u>1,114,087</u>	<u>64,028</u>		<u>1,025,333</u>
Landfill:					
Personnel Services	487,440	406,669	80,771		438,642
Supplies	184,200	177,249	6,951		191,692
Maintenance	133,160	169,523	(36,363)		110,687
Services	559,410	582,889	(23,479)		564,661
Sundry Charges	38,200	55,916	(17,716)		43,760
Non capitalized Equipment	-	-	-		1,647
Depreciation	<u>710,520</u>	<u>661,405</u>	<u>49,115</u>		<u>486,234</u>
Total Expenses	<u>2,112,930</u>	<u>2,053,651</u>	<u>59,279</u>		<u>1,837,323</u>
TOTAL EXPENSES	<u>\$ 3,291,045</u>	<u>\$ 3,167,738</u>	<u>\$ 123,307</u>		<u>\$ 2,862,656</u>

CITY OF SNYDER, TEXAS
Capital Assets Used in the Operation of Governmental Funds
Comparative Schedules by Source¹
September 30, 2024 and 2023

Governmental funds capital assets:	<u>2024</u>	<u>2023</u>
Land	\$ 554,418	\$ 554,418
Buildings	971,074	948,784
Improvements Other than Buildings	3,780,605	3,773,217
Machinery and Equipment	<u>9,397,826</u>	<u>8,507,216</u>
Total governmental funds capital assets	<u>\$ 14,703,923</u>	<u>\$ 13,783,635</u>

Investments in governmental funds capital assets by source:

General fund	\$ 14,703,923	\$ 13,783,635
Total governmental funds capital assets	<u>\$ 14,703,923</u>	<u>\$ 13,783,635</u>

¹This schedule presents only the capital asset balances related to governmental funds. Accordingly, the capital assets reported in internal service funds are excluded from the above amounts. Generally, the capital assets of internal service funds are included as governmental activities in the statement of net position.

CITY OF SNYDER, TEXAS
Capital Assets Used in the Operation of Governmental Funds
Schedule By Function and Activity¹
September 30, 2024

Function and Activity	Land	Buildings	Improvements Other than Buildings	Machinery and Equipment	Total
General Government:					
Manager	\$ -	\$ 1,812	\$ -	\$ 90,702	\$ 92,514
City Clerk/Finance	-	-	-	16,524	16,524
Planning & Zoning	-	-	-	118,079	118,079
Records / City Secretary	-	11,104	-	70,467	81,571
Data Processing	-	-	-	139,098	139,098
Community Service/Council	391,203	493,260	654,347	36,106	1,574,916
Municipal Court	-	-	-	28,553	28,553
Total general government	391,203	506,176	654,347	499,529	2,051,255
Public Safety:					
Police	-	25,260	-	2,938,406	2,963,666
Animal Control	-	153,351	-	105,261	258,612
Fire	-	286,287	7,388	2,903,305	3,196,980
Inspection	-	-	-	69,412	69,412
Total public safety	-	464,898	7,388	6,016,384	6,488,670
Public Works:					
Street system	163,215	-	3,118,870	2,881,913	6,163,998
Total public works	163,215	-	3,118,870	2,881,913	6,163,998
Total governmental funds capital assets	\$ 554,418	\$ 971,074	\$ 3,780,605	\$ 9,397,826	\$ 14,703,923

¹This schedule presents only the capital asset balances related to governmental funds. Accordingly, the capital assets reported in internal service funds are excluded from the above amounts. Generally, the capital assets of internal service funds are included as governmental activities in the statement of net position.

CITY OF SNYDER, TEXAS
Capital Assets Used in the Operation of Governmental Funds
Schedule of Changes by Function and Activity¹
For the Year Ended September 30, 2024

Function and Activity	Governmental Funds Capital Assets		Additions		Deductions		Governmental Funds Capital Assets September 30, 2024
	October 1, 2023	September 30, 2024	October 1, 2023	September 30, 2024	October 1, 2023	September 30, 2024	
General Government:							
Manager	\$ 43,400	\$ 76,348	\$ 27,234	\$ 92,514			
Finance	17,557	1,144	2,177	16,524			
Planning & Zoning	78,723	61,855	22,499	118,079			
Records	67,758	14,146	333	81,571			
Data Processing	138,899	199	-	139,098			
Community Service/Council	1,626,979	-	52,063	1,574,916			
Municipal Court	30,567	-	2,014	28,553			
Total general government	2,003,883	153,692	106,320	2,051,255			
Public Safety:							
Police	2,711,191	327,863	75,388	2,963,666			
Animal Control	250,262	8,350	-	258,612			
Fire	3,121,660	86,758	11,438	3,196,980			
Inspection	67,734	1,678	-	69,412			
Total public safety	6,150,847	424,649	86,826	6,488,670			
Public Works:							
Street system	5,628,905	585,691	50,598	6,163,998			
Total public works	5,628,905	585,691	50,598	6,163,998			
Total governmental funds capital assets	\$ 13,783,635	\$ 1,164,032	\$ 243,744	\$ 14,703,923			

¹This schedule presents only the capital asset balances related to governmental funds. Accordingly, the capital assets reported in internal service funds are excluded from the above amounts. Generally, the capital assets of internal service funds are included as governmental activities in the statement of net position.

Statistical Section

This part of the City of Snyder, Texas' annual comprehensive 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	Page
Financial Trends	77
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	83
These schedules contain information to help the reader assess the government's most significant local revenue source, the sales tax.	
Debt Capacity	89
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	94
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	96
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.	

Sources: Unless otherwise noted, the information in these schedules is derived from the annual comprehensive financial reports for the relevant year.

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

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Governmental activities										
Net investment in capital assets	\$ 3,717,131	\$ 3,779,532	\$ 4,314,365	\$ 4,336,707	\$ 4,622,426	\$ 5,181,050	\$ 5,004,677	\$ 4,722,161	\$ 5,165,880	\$ 5,339,523
Restricted	82,633	112,347	171,441	255,987	334,688	438,262	539,831	650,893	763,035	872,682
Unrestricted	5,893,694	5,621,007	4,033,394	4,430,135	5,328,754	5,021,675	6,714,005	8,720,124	10,294,060	11,127,531
Total governmental activities										
net position	<u>\$ 9,693,458</u>	<u>\$ 9,512,886</u>	<u>\$ 8,519,200</u>	<u>\$ 9,022,829</u>	<u>\$ 10,285,868</u>	<u>\$ 10,640,987</u>	<u>\$ 12,258,513</u>	<u>\$ 14,093,178</u>	<u>\$ 16,222,975</u>	<u>\$ 17,339,736</u>
Business-type activities										
Net investment in capital assets	\$ 13,620,030	\$ 14,849,708	\$ 12,852,474	\$ 13,388,214	\$ 13,000,678	\$ 12,569,120	\$ 11,940,976	\$ 11,967,073	\$ 12,552,529	\$ 14,386,008
Unrestricted	(348,277)	(1,618,150)	88,828	(370,582)	(382,598)	1,006,412	2,028,918	3,214,265	3,799,964	2,604,905
Total business-type activities										
net position	<u>\$ 13,271,753</u>	<u>\$ 13,231,558</u>	<u>\$ 12,941,302</u>	<u>\$ 13,017,632</u>	<u>\$ 12,618,080</u>	<u>\$ 13,575,532</u>	<u>\$ 13,969,894</u>	<u>\$ 15,181,338</u>	<u>\$ 16,352,493</u>	<u>\$ 16,990,913</u>
Primary government										
Net investment in capital assets	\$ 17,337,161	\$ 18,629,240	\$ 17,166,839	\$ 17,724,921	\$ 17,623,104	\$ 17,750,170	\$ 16,945,653	\$ 16,689,234	\$ 17,718,409	\$ 19,725,531
Restricted	82,633	112,347	171,441	255,987	334,688	438,262	539,831	650,893	763,035	872,682
Unrestricted	5,545,417	4,002,857	4,122,222	4,059,553	4,946,156	6,028,087	8,742,923	11,934,389	14,094,024	13,732,436
Total primary government										
net position	<u>\$ 22,965,211</u>	<u>\$ 22,744,444</u>	<u>\$ 21,460,502</u>	<u>\$ 22,040,461</u>	<u>\$ 22,903,948</u>	<u>\$ 24,216,519</u>	<u>\$ 26,228,407</u>	<u>\$ 29,274,516</u>	<u>\$ 32,575,468</u>	<u>\$ 34,330,649</u>

City of Snyder, Texas
Changes in Net Position
Last Ten Fiscal Years
(accrual basis of accounting)

Expenses

Governmental activities:

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
General government	\$ 2,347,070	\$ 2,252,281	\$ 2,477,557	\$ 2,193,133	\$ 1,982,364	\$ 1,834,046	\$ 1,838,332	\$ 1,778,816	\$ 2,280,094	\$ 2,402,540
Public safety	3,634,361	4,207,512	4,011,884	3,780,316	3,784,243	4,311,647	3,868,427	4,097,006	4,829,294	5,380,407
Public works	1,230,913	1,061,527	1,521,418	1,203,857	1,600,075	1,695,656	1,654,062	1,933,681	3,272,451	2,455,238
Culture and recreation	438,425	355,908	409,911	495,243	504,265	445,823	449,536	622,781	698,881	606,085
Total governmental activities expenses	<u>7,650,769</u>	<u>7,877,228</u>	<u>8,420,770</u>	<u>7,672,549</u>	<u>7,870,947</u>	<u>8,287,172</u>	<u>7,810,357</u>	<u>8,432,284</u>	<u>11,080,720</u>	<u>10,844,270</u>

Business-type activities:

Water and sewer	6,686,015	7,019,673	6,983,993	6,651,852	7,162,053	6,640,136	6,927,964	6,755,905	7,849,030	8,512,725
Sanitation	2,811,828	2,948,316	2,913,815	2,822,241	2,743,716	2,757,176	2,795,227	2,758,742	2,862,656	3,167,740
Interest expense	500,505	484,479	465,003	445,076	423,883	495,671	359,756	323,327	298,114	282,275
Total business-type activities expenses	<u>9,998,348</u>	<u>10,452,468</u>	<u>10,362,811</u>	<u>9,919,169</u>	<u>10,329,652</u>	<u>9,892,983</u>	<u>10,082,947</u>	<u>9,837,974</u>	<u>11,009,800</u>	<u>11,962,740</u>
Total primary government expenses	<u><u>\$ 17,649,117</u></u>	<u><u>\$ 18,329,696</u></u>	<u><u>\$ 18,783,581</u></u>	<u><u>\$ 17,591,718</u></u>	<u><u>\$ 18,200,599</u></u>	<u><u>\$ 18,180,155</u></u>	<u><u>\$ 17,893,304</u></u>	<u><u>\$ 18,270,258</u></u>	<u><u>\$ 22,090,520</u></u>	<u><u>\$ 22,807,010</u></u>

Program Revenues

Governmental activities:

Charges for services:										
General government	\$ 1,580,185	\$ 1,477,484	\$ 1,374,720	\$ 1,847,090	\$ 1,597,557	\$ 1,502,648	\$ 1,488,065	\$ 1,535,266	\$ 2,030,503	\$ 2,146,879
Public safety	143,898	158,744	149,967	162,808	151,906	108,388	112,427	116,754	121,645	148,012
Public works	-	-	-	-	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-	-	-	-	-
Other activities	-	-	-	-	-	-	-	-	-	-
Operating grants and contributions	142,942	134,256	131,150	108,519	106,617	441,236	389,405	413,188	1,379,224	1,599,299
Capital grants and contributions	23,000	-	-	-	-	-	-	-	-	-
Total governmental activities program revenues	<u>\$ 1,890,025</u>	<u>\$ 1,770,484</u>	<u>\$ 1,655,837</u>	<u>\$ 2,118,417</u>	<u>\$ 1,856,080</u>	<u>\$ 2,052,272</u>	<u>\$ 1,989,897</u>	<u>\$ 2,065,208</u>	<u>\$ 3,531,372</u>	<u>\$ 3,894,190</u>

Business-type activities:

Charges for services:										
Water and sewer	\$ 6,601,615	\$ 6,908,227	\$ 7,150,421	\$ 7,147,397	\$ 7,179,129	\$ 7,439,535	\$ 7,481,478	\$ 7,367,615	\$ 7,668,707	\$ 7,573,992
Sanitation	2,779,075	2,765,491	2,722,754	2,503,496	2,654,617	3,084,251	2,807,208	3,318,826	3,220,324	3,315,091
Operating grants and contributions	-	-	-	-	-	-	-	12,819	1,045,332	2,500
Capital grants and contributions	23,740	516,708	23,393	-	-	-	-	-	-	-
Total business-type activities program revenues	<u>9,404,430</u>	<u>10,190,426</u>	<u>9,896,568</u>	<u>9,650,893</u>	<u>9,833,746</u>	<u>10,523,786</u>	<u>10,288,686</u>	<u>10,699,260</u>	<u>11,934,363</u>	<u>10,891,583</u>
Total primary government program revenues	<u><u>\$ 11,294,455</u></u>	<u><u>\$ 11,960,910</u></u>	<u><u>\$ 11,552,405</u></u>	<u><u>\$ 11,769,310</u></u>	<u><u>\$ 11,689,826</u></u>	<u><u>\$ 12,576,058</u></u>	<u><u>\$ 12,278,583</u></u>	<u><u>\$ 12,764,468</u></u>	<u><u>\$ 15,465,735</u></u>	<u><u>\$ 14,785,773</u></u>

City of Snyder, Texas
Changes in Net Position
Last Ten Fiscal Years
(accrual basis of accounting)

Net (expense) revenue	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Governmental activities	\$ (5,760,744)	\$ (6,106,744)	\$ (6,764,933)	\$ (5,554,133)	\$ (6,014,867)	\$ (6,234,900)	\$ (5,820,460)	\$ (6,367,076)	\$ (7,549,348)	\$ (6,950,080)
Business-type activities	(593,918)	(262,042)	(466,243)	(268,275)	(495,906)	630,803	205,739	861,286	924,563	(1,071,157)
Total primary government net expense	<u>\$ (6,354,662)</u>	<u>\$ (6,368,786)</u>	<u>\$ (7,231,176)</u>	<u>\$ (5,822,408)</u>	<u>\$ (6,510,773)</u>	<u>\$ (5,604,097)</u>	<u>\$ (5,614,721)</u>	<u>\$ (5,505,790)</u>	<u>\$ (6,624,785)</u>	<u>\$ (8,021,237)</u>
 General Revenues and Other Changes in Net Position	 2015	 2016	 2017	 2018	 2019	 2020	 2021	 2022	 2023	 2024
Governmental activities:										
Taxes										
Property taxes	\$ 2,173,091	\$ 2,447,999	\$ 2,414,445	\$ 2,437,856	\$ 2,607,612	\$ 2,807,452	\$ 2,947,356	\$ 3,051,002	\$ 3,030,515	\$ 3,035,394
Sales taxes	2,710,301	2,000,496	2,031,217	2,375,541	2,560,295	2,350,725	2,792,914	3,463,534	4,274,293	3,831,662
Franchise taxes	778,439	742,578	745,505	763,172	742,434	722,457	716,484	768,723	757,742	756,015
Alcoholic beverage	11,461	9,595	12,191	24,981	26,402	10,937	27,875	29,112	33,517	29,597
Hotel/motel occupancy taxes	439,227	352,564	409,911	495,243	504,265	445,825	454,964	617,366	698,881	606,085
Investment earnings	49,732	44,837	61,524	118,708	140,557	90,155	26,643	127,903	704,404	857,784
Gain on sale of capital assets	-	142,008	35,000	1,328	154,885	82,057	35,500	14,128	32,500	86,543
Miscellaneous	9,408	186,096	61,449	9,700	541,456	80,411	436,250	129,973	147,293	67,934
Total governmental activities	<u>\$ 6,171,659</u>	<u>\$ 5,926,173</u>	<u>\$ 5,771,242</u>	<u>\$ 6,226,529</u>	<u>\$ 7,277,906</u>	<u>\$ 6,590,019</u>	<u>\$ 7,437,986</u>	<u>\$ 8,201,741</u>	<u>\$ 9,679,145</u>	<u>\$ 9,271,014</u>
Transfers	-	-	-	-	-	-	-	-	-	(1,204,173)
Business-type activities:										
Investment earnings	60,969	47,092	38,125	69,351	83,173	89,273	30,918	50,128	224,067	266,805
Miscellaneous	-	27,455	81,162	241	10,170	37,266	156,857	97,116	-	-
Gain on sales of capital assets	185,000	147,300	56,700	347,500	3,011	200,110	848	202,914	22,525	238,599
Total business-type activities	<u>\$ 245,969</u>	<u>\$ 221,847</u>	<u>\$ 175,987</u>	<u>\$ 417,092</u>	<u>\$ 96,354</u>	<u>\$ 326,649</u>	<u>\$ 188,623</u>	<u>\$ 350,158</u>	<u>\$ 246,592</u>	<u>\$ 505,404</u>
Transfers	-	-	-	-	-	-	-	-	-	1,204,173
Total primary government	<u>\$ 6,417,628</u>	<u>\$ 6,148,020</u>	<u>\$ 5,947,229</u>	<u>\$ 6,643,621</u>	<u>\$ 7,374,260</u>	<u>\$ 6,916,668</u>	<u>\$ 7,626,609</u>	<u>\$ 8,551,899</u>	<u>\$ 9,925,737</u>	<u>\$ 9,776,418</u>
 Change in Net Position	 2015	 2016	 2017	 2018	 2019	 2020	 2021	 2022	 2023	 2024
Governmental activities	\$ 410,915	\$ (180,571)	\$ (993,691)	\$ 672,396	\$ 1,263,039	\$ 355,119	\$ 1,617,526	\$ 1,834,665	\$ 2,129,797	\$ 1,116,761
Business-type activities	(347,949)	(40,195)	(290,256)	148,817	(399,552)	957,452	394,362	1,211,444	1,171,155	638,420
Total primary government	<u>\$ 62,966</u>	<u>\$ (220,766)</u>	<u>\$ (1,283,947)</u>	<u>\$ 821,213</u>	<u>\$ 863,487</u>	<u>\$ 1,312,571</u>	<u>\$ 2,011,888</u>	<u>\$ 3,046,109</u>	<u>\$ 3,300,952</u>	<u>\$ 1,755,181</u>

City of Snyder, Texas
Fund Balances of Governmental Funds
Last Ten Fiscal Years
(modified accrual basis of accounting)
(amounts expressed in thousands)

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
General Fund										
Nonspendable	\$ 833	\$ 696	\$ 574	\$ 460	\$ 327	\$ 180	\$ 184	\$ 131	\$ 30	\$ 31
Restricted	79	61	57	65	55	70	84	103	127	148
Committed	400	295	290	290	653	295	550	614	603	1,425
Unassigned	7,077	7,183	6,080	6,797	7,441	7,522	8,394	9,868	11,844	11,655
Total general fund	\$ 8,389	\$ 8,235	\$ 7,001	\$ 7,612	\$ 8,476	\$ 8,067	\$ 9,212	\$ 10,716	\$ 12,604	\$ 13,259
All other governmental funds										
Restricted	\$ 3	\$ 51	\$ 114	\$ 191	\$ 279	\$ 368	\$ 455	\$ 548	\$ 636	\$ 724
Assigned	-	-	-	-	-	-	2	1	-	-
Unassigned, reported in:										
Special revenue funds	-	(3)	(4)	(4)	(3)	(3)	-	(3)	5	(3)
Total other governmental funds	\$ 3	\$ 48	\$ 110	\$ 187	\$ 276	\$ 365	\$ 457	\$ 546	\$ 641	\$ 721

City of Snyder, Texas
Changes in Fund Balances of Governmental Funds
Last Ten Fiscal Years
(modified accrual basis of accounting)
(amounts expressed in thousands)

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Revenues										
Taxes	\$ 6,112	\$ 5,455	\$ 5,597	\$ 6,096	\$ 6,454	\$ 6,324	\$ 6,947	\$ 7,916	\$ 8,782	\$ 8,215
Licenses and permits	144	37	74	75	124	94	121	141	158	147
Intergovernmental	143	134	131	109	107	441	389	413	1,379	1,599
Charges for services	1,299	1,332	1,220	1,497	1,462	1,409	1,367	1,394	1,656	1,867
Fines and forfeitures	144	159	150	190	150	110	102	124	136	142
Interest	50	45	62	119	140	90	27	128	704	858
Contributions and donations	23	-	-	-	-	-	-	-	-	-
Miscellaneous	137	267	80	329	160	23	73	34	133	96
Total Revenues	\$ 8,052	\$ 7,429	\$ 7,314	\$ 8,415	\$ 8,597	\$ 8,491	\$ 9,026	\$ 10,150	\$ 12,948	\$ 12,924
Expenditures										
General government	\$ 2,310	\$ 2,158	\$ 2,358	\$ 2,205	\$ 1,921	\$ 1,843	\$ 1,795	\$ 1,954	\$ 2,123	\$ 2,485
Public safety	3,334	3,743	3,501	3,606	3,436	3,825	3,961	3,747	4,056	5,394
Public works	1,101	914	1,316	1,011	1,424	1,838	1,478	1,762	2,972	3,916
Culture and recreation	438	356	410	495	504	446	450	623	699	606
Capital outlay	745	537	997	175	892	996	381	564	1,330	-
Total expenditures	\$ 7,928	\$ 7,708	\$ 8,582	\$ 7,492	\$ 8,177	\$ 8,948	\$ 8,065	\$ 8,650	\$ 11,180	\$ 12,401
Excess of revenues over (under) expenditures	\$ 124	\$ (279)	\$ (1,268)	\$ 923	\$ 420	\$ (457)	\$ 961	\$ 1,500	\$ 1,768	\$ 523

City of Snyder, Texas
Changes in Fund Balances of Governmental Funds
Last Ten Fiscal Years
(modified accrual basis of accounting)
(amounts expressed in thousands)

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Other financing sources (uses)										
Proceeds from sale of assets	\$ 9	\$ -	\$ 35	\$ 1	\$ 155	\$ 82	\$ 36	\$ 14	\$ 33	\$ 87
Proceeds from insurance	-	169	62	10	377	55	241	78	183	125
Total other financing sources (uses)	\$ 9	\$ 169	\$ 97	\$ 11	\$ 532	\$ 137	\$ 277	\$ 92	\$ 216	\$ 212
Net change in fund balances	<u>\$ 133</u>	<u>\$ (110)</u>	<u>\$ (1,171)</u>	<u>\$ 934</u>	<u>\$ 952</u>	<u>\$ (320)</u>	<u>\$ 1,238</u>	<u>\$ 1,592</u>	<u>\$ 1,984</u>	<u>\$ 735</u>
Debt service as a percentage of noncapital expenditures	<u>0.0%</u>	<u>0.0%</u>	<u>0.0%</u>	<u>0.0%</u>	<u>0.0%</u>	<u>0.0%</u>	<u>0.0%</u>	<u>0.0%</u>	<u>0.0%</u>	<u>0.0%</u>

City of Snyder, Texas
Tax Revenue by Source, Governmental Funds
Last Ten Fiscal Years
(modified accrual basis of accounting)
(amounts expressed in thousands)

Fiscal Year	Property	Sales & Use	Occupancy	Franchise	Alcoholic Beverage	Total
2015	\$ 2,173	\$ 2,710	\$ 439	\$ 778	\$ 12	\$ 6,112
2016	2,349	2,000	353	743	10	5,455
2017	2,398	2,031	410	746	12	5,597
2018	2,438	2,376	495	763	25	6,097
2019	2,620	2,560	504	742	26	6,452
2020	2,794	2,351	446	722	11	6,324
2021	2,954	2,793	455	716	28	6,946
2022	3,037	3,464	617	769	29	7,916
2023	3,017	4,274	699	758	34	8,782
2024	2,992	3,832	606	756	29	8,215

City of Snyder, Texas
Assessed Value and Estimated Value of Taxable Property
Last Ten Fiscal Years

Fiscal Year Ended	Total Assessed	Less: Tax Exempt Real Property	Total Taxable Assessed Value	Total Direct Tax Rate	Estimated Actual Taxable Value	Assessed Value¹ as a Percentage of Actual Value
2015	\$ 463,792,092	\$ 10,728,810	\$ 453,063,282	\$ 0.4387	\$ 453,063,282	102.37%
2016	472,053,602	8,833,423	463,220,179	0.4387	463,220,179	101.91%
2017	462,576,991	3,965,258	458,611,733	0.4410	458,611,733	100.86%
2018	463,732,398	3,965,258	459,767,140	0.4410	459,767,140	100.86%
2019	490,690,666	4,875,981	485,814,685	0.4700	485,814,685	101.00%
2020	522,603,155	3,313,241	519,289,914	0.4800	519,289,914	100.64%
2021	561,348,428	2,355,943	558,992,485	0.4700	558,992,485	100.42%
2022	565,791,018	3,977,269	561,813,749	0.4800	561,813,749	100.71%
2023	608,601,343	6,168,180	602,433,163	0.4443	602,433,163	101.02%
2024	700,504,204	26,734,031	673,770,173	0.3981	673,770,173	103.97%

Source: Scurry County Appraisal District

Note: Assessed values are determined as of January 1, and relate to taxes levied on the first day of the following fiscal year.

Assessed value is equal to 100% of estimated value. All property is assessed the same rate regardless of real or personal property, commercial, residential, or industrial.

¹Includes tax-exempt property.

City of Snyder, Texas
Property Tax Rates¹
Direct and Overlapping² Governments
Last Ten Fiscal Years

Fiscal Year	Overlapping Tax Rates												Total Direct & Overlapping Rates			
	City of Snyder Tax Rate			Scurry County			S I S D			Western Texas College			Scurry County Hospital			
	Operating	Debt Service	Total	Operating	Debt Service	Total	Operating	Debt Service	Total	Operating	Debt Service	Total	Operating	Debt Service	Total	
2015	0.4387	0.000	0.4387	0.2841	0.0287	0.3128	1.0400	0.1240	1.1640	0.2457	0.0000	0.2457	0.2064	0.0000	0.2064	2.3676
2016	0.4387	0.000	0.4387	0.2843	0.0357	0.3200	1.0400	0.1240	1.1640	0.3275	0.0000	0.3275	0.2538	0.0000	0.2538	2.5040
2017	0.4410	0.000	0.4410	0.3800	0.0000	0.3800	1.0400	0.1240	1.1640	0.3300	0.0000	0.3300	0.2803	0.0144	0.2947	2.6097
2018	0.4410	0.000	0.4410	0.3656	0.0144	0.3800	1.0400	0.1240	1.1640	0.3300	0.0000	0.3300	0.2774	0.0146	0.2920	2.6070
2019	0.4700	0.000	0.4700	0.4090	0.0408	0.4498	1.0400	0.0780	1.1180	0.3112	0.0000	0.3112	0.2788	0.0147	0.2935	2.6425
2020	0.4800	0.000	0.4800	0.4169	0.0329	0.4498	0.9700	0.0630	1.0330	0.2655	0.0000	0.2655	0.2301	0.0121	0.2421	2.4704
2021	0.4700	0.000	0.4700	0.4105	0.0393	0.4498	0.9564	0.0630	1.0194	0.2950	0.0000	0.2950	0.2593	0.0161	0.2754	2.5096
2022	0.4800	0.000	0.4800	0.4925	0.0436	0.5361	0.9634	0.0630	1.0264	0.3400	0.0000	0.3400	0.3077	0.0162	0.3239	2.7064
2023	0.4443	0.000	0.4443	0.4475	0.0325	0.4800	0.8546	0.0630	0.9176	0.2650	0.0000	0.2650	0.2378	0.0000	0.2378	2.3447
2024	0.3981	0.000	0.3981	0.4512	0.0308	0.4820	0.6960	0.0626	0.7586	0.2650	0.0000	0.2650	0.2566	0.0000	0.2566	2.1603

Source: Scurry County Tax Collector, Snyder Independent School District, and Western Texas College

¹Tax rate is per \$100 of taxable assessed value

²Overlapping rates are those of local and county governments that apply to property owners within the City of Snyder. Not all overlapping rates apply to all City of Snyder property owners (e.g., the rates for special districts apply only to the proportion of the government's property owners whose property is located within the geographic boundaries of the special district).

City of Snyder, Texas
Principal Property Taxpayers
Fiscal Year End 2024 and 2015
(amounts expressed in thousands)

Taxpayer	2024			2015		
	Taxable Assessed Value	Rank	Percentage of Total Taxable Assessed Value	Taxable Assessed Value	Rank	Percentage of Total Taxable Assessed Value
Diamond Wtg Engineering	\$ 16,231	1	2.4%			
W L Plastics	15,069	2	2.2%			
Kinder Morgan Production LP-Leases	10,184	3	1.5%			
Wal-mart Real Estate Business Tr	7,522	4	1.1%	\$ 8,500	2	1.9%
GSF Americas Inc	7,262	5	1.1%			
Baker Hughes Oilfield Solution	6,862	6	1.0%	7,283	3	1.6%
Suddenlink Communications	6,400	7	0.9%			
BFAC5 LLC	5,996	8	0.9%			
Schrogin/Harber Snyder LLC	5,512	9	0.8%			
BNSF Railway Company	5,265	10	0.8%			
Wal-mart Stores				8,539	1	1.9%
H I E Hotel LLC				4,750	4	1.0%
Cudd Pumping Services				4,735	5	1.0%
Oncor Electric Delivery Co.				3,971	6	0.9%
Rocky Mountain Holdings LLC				3,359	7	0.7%
Spirit SPE US Snyder LP				3,350	8	0.7%
Borger Hospitality, Inc.				2,950	9	0.7%
Matthies Investments, LLC				2,900	10	0.6%
Totals	\$ 86,303		12.7%	\$ 50,337		11.0%

Source: Scurry County Appraisal District

City of Snyder, Texas
Property Tax Levies and Collections
Last Ten Fiscal Years

Fiscal Year Ended	Total Tax Levy for Fiscal Year	Collections within the Fiscal Year of the Levy		Collections in Subsequent Years		Total Collections to Date	
		Amount	Percentage of Levy	Amount	Percentage of Levy	Amount	Percentage of Levy
2015	\$ 2,150,281	\$ 2,102,723	97.79%	\$ 22,062		\$ 2,124,785	98.8%
2016	2,353,019	2,280,256	96.91%	66,962		2,347,218	99.8%
2017	2,380,231	2,245,243	94.33%	97,271		2,342,514	98.4%
2018	2,396,145	2,322,535	96.93%	74,728		2,397,263	100.0%
2019	2,570,098	2,437,856	94.85%	51,194		2,489,050	96.8%
2020	2,771,114	2,653,442	95.75%	56,579		2,710,021	97.8%
2021	2,921,402	2,810,493	96.20%	62,428		2,872,921	98.3%
2022	2,994,919	2,882,531	96.25%	81,515		2,964,046	99.0%
2023	2,959,108	2,850,550	96.33%	49,030		2,899,580	98.0%
2024	3,001,421	2,854,503	95.11%	-		2,854,503	95.1%

City of Snyder, Texas
Taxable Sales by Category
Last Ten Calendar Years
(amounts expressed in thousands)

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Construction	\$ 6,578	\$ 5,961	\$ 5,961	\$ 10,065	\$ 7,329	\$ 3,780	\$ 3,323	\$ 3,349	\$ 3,518	\$ 2,211
Mining/Quarrying/Oil & Gas Extraction	478,059	91,514	303,206	235,236	238,415	105,764	139,096	264,157	311,080	207,158
Manufacturing	15,337	9,502	15,572	22,672	21,676	22,855	34,539	94,180	106,267	65,569
Wholesale Trade	7,441	3,918	5,588	7,526	10,380	9,310	10,479	9,397	7,633	6,479
Transportation/Warehousing	14	13	6	136	1,175	548	216	86	114	71
Retail Trade	80,363	73,346	77,510	84,963	88,479	86,378	96,917	106,013	113,134	71,184
Information	4,805	4,765	4,418	5,134	5,939	4,890	4,327	2,547	2,249	2,590
Finance/Insurance	112	86	58	90	77	47	86	79	66	32
Real Estate/Rental/Leasing	3,717	1,731	1,731	1,828	2,967	4,953	8,061	10,518	12,319	8,982
Professional/Scientific/Technical Services	683	823	992	981	1,315	837	1,457	918	1,050	607
Admin/Support/Waste Mgmt/Remediation Serv.	849	701	794	879	887	1,079	1,171	1,322	1,474	793
Educational Services	1	-	-	-	-	-	-	-	-	-
Health Care/Social Assistance	384	412	406	382	432	306	403	472	597	461
Arts/Entertainment/Recreation	329	275	247	291	399	257	544	577	565	370
Accommodation/Food Services	21,824	20,181	21,360	23,683	25,686	22,905	30,158	33,173	34,903	26,623
Other Services (except Public Administration)	8,825	7,960	8,114	8,884	8,947	7,588	9,204	11,292	5,945	9,417
Total	\$ 629,321	\$ 221,188	\$ 445,963	\$ 402,750	\$ 414,103	\$ 271,497	\$ 339,981	\$ 538,080	\$ 600,914	\$ 402,547
City direct sales tax	1.50%	1.50%	1.50%	1.50%	1.50%	1.50%	1.50%	1.50%	1.50%	1.50%

Source: State Comptroller of Texas

(information available for current year is only for first two quarters)

City of Snyder, Texas
Ratios of Outstanding Debt by Type
Last Ten Fiscal Years
(amounts expressed in thousands, except per capita amount)

Fiscal Year	Governmental Activities		Business-Type Activities		Total Primary Government	Percentage of Personal Income ¹	Per Capita ¹			
	General Obligation		Water Sewer							
	Bonds	Leases	Bonds	Leases						
2015	\$ -	\$ -	\$ 11,678	\$ 2,606	\$ 14,284	5.28%	\$ 1,257			
2016	-	-	11,268	2,430	13,698	4.81%	1,164			
2017	-	-	10,853	2,248	13,101	4.61%	1,113			
2018	-	-	10,429	2,061	12,490	4.56%	1,103			
2019	-	-	9,994	1,869	11,863	4.33%	1,048			
2020	-	-	13,663	1,672	15,335	5.43%	1,341			
2021	-	-	13,636	1,469	15,105	5.40%	1,376			
2022	-	-	12,910	1,260	14,170	4.29%	1,247			
2023	-	-	12,165	1,045	13,210	3.98%	1,174			
2024	-	-	11,411	824	12,235	3.90%	1,092			

Note: Details regarding the City's outstanding debt can be found in the notes to the financial statements page 38.

¹See the Schedule of Demographic and Economic Statistics for personal income and population data.

City of Snyder, Texas
Ratios of General Bonded Debt Outstanding
Last Ten Fiscal Years
(amounts expressed in thousands, except per capita amount)

Fiscal Year	General Obligations Bonds	Percentage of Estimated Actual Taxable Value¹ of Property	Per Capita²
2015	\$ -	0.00%	\$ -
2016	- -	0.00%	- -
2017	- -	0.00%	- -
2018	- -	0.00%	- -
2019	- -	0.00%	- -
2020	- -	0.00%	- -
2021	- -	0.00%	- -
2022	- -	0.00%	- -
2023	- -	0.00%	- -
2024	- -	0.00%	- -

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

¹See the Schedule of Assessed Value and Estimated Actual Value of Taxable Property for property value data.

² Population data can be found in the Schedule of Demographic and Economic Statistics.

City of Snyder, Texas
Direct and Overlapping Governmental Activities Debt
As of September 30, 2024
(amounts expressed in thousands)

<u>Governmental Unit</u>	<u>Debt Outstanding</u>	<u>Estimated Percentage Applicable¹</u>	<u>Estimated Share of Overlapping Debt</u>
Debt repaid with property taxes:			
City of Snyder direct debt	\$ -	100.00%	\$ -
Scurry County	8,590	19.36%	1,663
Scurry County JCD	5,825	19.06%	1,110
Snyder Independent School District	8,010	21.50%	1,723
Scurry County Hospital District	- _____	19.21%	- _____
Total direct and overlapping debt	<u><u>\$ 22,425</u></u>		<u><u>\$ 4,496</u></u>

Sources:

- Assessed value data used to estimate applicable percentages provided by the Scurry County Appraisal District.
- Debt outstanding data provided by the individual entities.

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 Snyder. 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.

¹The percentage of overlapping debt applicable is estimated using taxable assessed property values. Applicable percentages were estimated by determining the portion of the county's taxable assessed value that is within the governments boundaries and dividing it by the county's total taxable assessed value.

City of Snyder, Texas
Legal Debt Margin Information
Last Ten Fiscal Years
(amounts expressed in thousands)

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Debt Limit	\$ 46,679	\$ 47,205	\$ 46,258	\$ 46,373	\$ 49,069	\$ 52,260	\$ 56,135	\$ 56,579	\$ 60,860	\$ 70,050
Total net debt applicable to limit	-	-	-	-	-	-	-	-	-	-
Legal debt margin	<u>\$ 46,679</u>	<u>\$ 47,205</u>	<u>\$ 46,258</u>	<u>\$ 46,373</u>	<u>\$ 49,069</u>	<u>\$ 52,260</u>	<u>\$ 56,135</u>	<u>\$ 56,579</u>	<u>\$ 60,860</u>	<u>\$ 70,050</u>
Total net debt applicable to the limit as a percentage of debt limit	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%

Legal Debt Margin Calculation for Fiscal Year 2024

Taxable Assessed Value	\$ 673,770
Add Back: exempt property	26,734
Total Assessed Value	<u>\$ 700,504</u>
Debt limit (10% of total assessed value)	70,050
Debt applicable to limit:	
General obligation bonds	
Legal debt margin	<u>\$ 70,050</u>

Note: Under state finance law, the City of Snyder's outstanding general obligation debt should not exceed 10 percent of total assessed property value. By law, the general obligation debt subject to the limitation may be offset by amounts set aside for repaying general obligation bonds.

City of Snyder, Texas
Pledged-Revenue Coverage
Last Ten Fiscal Years

Water & Sewer Revenue Bonds

Fiscal Year	Water & Sewer Charges and Other	Less: Operating Expenses	Net Available Revenue	Debt Service		Coverage
				Principal	Interest	
2015	\$ 6,625,686	\$ 5,296,161	\$ 1,329,525	\$ 485,000	\$ 408,948	1.49
2016	6,930,358	5,564,019	1,366,339	400,000	394,753	1.72
2017	7,211,379	5,208,371	2,003,008	405,000	383,564	2.54
2018	7,156,024	4,864,101	2,291,923	415,000	365,995	2.93
2019	7,225,131	5,354,920	1,870,211	425,000	358,765	2.39
2020	7,492,653	4,761,503	2,731,150	435,000	345,317	3.50
2021	7,597,886	4,979,105	2,618,781	590,000	331,161	2.84
2022	7,514,859	5,211,173	2,303,686	695,000	280,001	2.36
2023	8,823,714	6,244,031	2,579,683	715,000	260,935	2.64
2024	8,978,576	6,868,782	2,109,794	730,000	244,376	2.17

Note: Details regarding the government's outstanding debt can be found in the notes to the financial statements. Water & Sewer Charges and Other includes investment earnings but not tap fees. Operating expenses do not include interest or depreciation.

City of Snyder, Texas
Demographic and Economic Statistics
Last Ten Fiscal Years

Fiscal Year	Population	(in thousands)		Per Capita Personal Income	Median Age	School Enrollment	Unemployment Rate
		Personal Income	Personal Income				
2015	11,368	\$ 270,297	\$ 23,777	33.0	5,039		4.10%
2016	11,768	284,715	24,194	36.0	5,037		6.70%
2017	11,768	284,185	24,149	36.0	4,763		3.40%
2018	11,320	273,876	24,194	34.4	4,784		3.60%
2019	11,320	273,876	24,194	34.4	4,613		3.00%
2020	11,438	282,214	24,924	34.3	4,097		3.40%
2021	10,979	279,855	25,490	34.8	4,919		6.10%
2022	11,362	330,362	29,076	33.3	4,014		4.50%
2023	11,251	331,803	29,491	35.2	4,416		4.30%
2024	11,202	313,589	27,994	35.0	3,880		3.00%

Data Sources: U.S. Census, Snyder Independent School District, Western Texas College, Texas Workforce Commission.

Note: Population, median age, education level information and personal income are based on 2010 census and 2020 census. Unemployment rate information is an adjusted yearly average. School enrollment is based on the census as of September 30.

City of Snyder, Texas
Principal Employers
Fiscal Year End 2024 and 2015

<u>Employer</u>	2024		Percentage of Total City Employment¹
	Employees	Rank	
Snyder ISD	461	1	9.76%
Cogdell Memorial Hospital	332	2	7.03%
Kinder Morgan	287	3	6.08%
Scurry County	200	4	4.24%
Western Texas College	197	5	4.17%
United Supermarket	180	6	3.81%
Texas Department of Criminal Justice	173	7	3.66%
Gravity Energy	100	8	2.12%
City of Snyder	91	9	1.93%
Caliper Energy Services	80	10	1.69%
Total	2,101		44.49%
<hr/>			
<u>Employer</u>	2015		Percentage of Total City Employment¹
	Employees	Rank	
Texas Department of Criminal Justice	369	1	7.65%
Snyder ISD	349	2	7.24%
Patterson UTI	242	3	5.02%
Cogdell Memorial Hospital	176	4	3.65%
Wal-Mart	130	5	2.70%
Walton Construction	130	6	2.70%
United Supermarket	128	7	2.65%
Western Texas College	126	8	2.61%
Scurry County	126	9	2.61%
Key Energy Services, Inc.	120	10	2.49%
Total	1,896		39.32%
<hr/>			

Source: Texas Workforce Commission

City of Snyder, Texas
Full-time Equivalent City Government Employees by Function
Last Ten Fiscal Years

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
GENERAL FUND										
Administration	2	2	2	2	2	2	2	3	2	3
Finance	4	4	4	4	3	3	3	2	3	2
Planning & Zoning	3	3	3	3	2	2	2	2	3	3
Municipal Court	3	3	3	3	3	3	3	3	3	3
Accounting	0	0	0	0	0	0	0	0	0	0
Data Processing	1	1	1	1	1	1	1	1	1	1
City Sec./Records Management	2	2	2	2	2	2	2	2	2	2
Police	27	25	25	25	25	25	25	25	25	24
Animal Control	3	3	3	3	2	2	2	2	2	2
Fire	10	11	11	11	11	11	11	11	11	12
Street	5	6	6	6	6	6	6	6	8	8
Total General Fund	60	60	60	60	57	57	57	57	60	60
WATER & SEWER										
Sanitary Sewer	2	2	2	2	2.5	2.5	2	2.5	2.5	2.5
Wastewater Treatment	3	3	3	3	3	3	3	3	3	3
Treatment - Water	6	6	6	6	6	6	6	6	6	6
Distribution - Water	3	2	2	2	2.5	4.5	4	4.5	4.5	4.5
Utility	6	6	6	6	6	3	3	3	3	3
Total Water & Sewer Fund	20	19	19	19	20	19	18	19	19	19
SANITATION										
Sanitation/Collection	6	6	6	6	5	5	5	5	5	5
Sanitation/Landfill	5	5	5	5	5	5	5	5	5	5
Total Sanitation Fund	11	11	11	11	10	10	10	10	10	10
INTERNAL SERVICE										
Central Garage	1	1	1	1	1	1	1	1	1	1
Total Central Garage	1									
TOTAL	92	91	91	91	88	87	86	87	90	90

Source: City of Snyder Human Resources Office

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

Function	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Police										
Physical arrests	478	731	616	634	1,021	616	705	668	887	1,081
Traffic violations	4,949	3,781	2,050	1,572	1,602	3,466	4,277	2,819	5,945	5,422
Fire										
Number of calls answered	463	500	412	520	490	566	631	740	635	699
Inspections	77	153	56	51	80	57	40	60	41	40
Public Education Programs	21	25	28	10	12	6	-	18	15	23
Highways and streets										
Street resurfacing (blocks)	50	-	163	-	-	-	100	100	80	50
Sanitation										
Refuse collected (tons/day)	175	170	162	153	162	156	123	139	115	117
Recyclables collected (tons/mo)	25	20	21	21	22	18	19	20	21	21
Water										
New connections	1,723	1,736	1,882	2,000	2,144	2,073	774	531	746	499
Water mains breaks	80	32	18	25	19	21	20	24	14	28
Average daily consumption (millions of gallons)	2	2	2	2	2	2	2	2	2	2
Wastewater										
Average daily sewage treatment (thousands of gallons)	1,454	1,454	1,221	1,156	1,311	1,002	1,003	724	752	742

Sources: Various government departments

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

Function	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Public Safety										
Police:										
Stations	1	1	1	1	1	1	1	1	1	1
Patrol units	22	22	22	22	22	22	22	22	22	22
Fire stations	1	1	1	1	1	1	1	1	1	1
Sanitation										
Collection trucks	6	6	6	6	6	6	6	6	6	6
Highways and streets										
Streets (miles)	111	111	111	111	111	111	111	111	111	111
Streetlights	1,177	1,177	1,177	1,177	1,177	1,177	1,177	1,177	1,177	1,177
Traffic signals (controlled by City)	-	-	-	-	-	-	-	-	-	-
Culture and recreation										
Parks acreage	126	126	126	126	126	126	126	126	126	126
Swimming pools	1	1	1	1	1	1	1	1	1	1
Water										
Water mains (miles)	91	91	91	91	91	91	91	91	91	91
Fire hydrants	424	424	424	424	424	424	424	424	424	424
Maximum daily capacity (thousands of gallons)	9,000	9,000	9,000	9,000	9,000	9,000	9,000	9,000	9,000	9,000
Sewer										
Sanitary sewers (miles)	87	87	87	87	87	87	87	87	87	87
Storm sewers (miles)	2	2	2	2	2	2	2	2	2	2
Maximum daily treatment capacity (thousands of gallons)	2,310	2,310	2,310	2,310	2,310	2,310	2,310	2,310	2,310	2,310

Sources: Various city departments