

RULE 15c2-12 FILING COVER SHEET

This cover sheet is sent with all submissions to the Municipal Securities Rulemaking Board (the Nationally Recognized Municipal Securities Information Repository) and any applicable State Information Depository pursuant to Securities and Exchange Commission (SEC) Rule 15c2-12 or any analogous state statute.

Issuer Name: City of Dickinson, Texas

Issue(s):

\$ 1,055,000 Certificates of Obligation, Series 2009
\$ 2,355,000 General Obligation Refunding Bonds, Series 2009
\$ 6,710,000 General Obligation Refunding Bonds, Series 2014

Filing Format electronic ___ paper; If available on the Internet, give URL: _____

CUSIP Numbers to which the information filed relates (optional):

Nine-digit number(s) (see following page(s)):

___ Six-digit number if information filed relates to all securities of the issuer

* * *

Financial & Operating Data Disclosure Information

___ Annual Financial Report or CAFR

Financial Information & Operating Data

___ Other (describe) _____

Fiscal Period Covered: FYE 2017

___ Monthly ___ Quarterly Annual ___ Other: _____

* * *

I hereby represent that I am authorized by the issuer or its agent to distribute this information publicly:

Signature: 

Name: Stephanie Russell Title: Assistant City Administrator/CFO

Employer: City of Dickinson, Texas

Voice Telephone Number: 281-337-8839

Email Address: srussell@ci.dickinson.tx.us

DESCRIPTION OF ISSUES COVERED BY THIS REPORT

General Obligation Refunding Bonds, Series 2009

| <u>Date</u> | <u>Principal</u> | <u>CUSIP</u> |
|-------------|---------------------|--------------|
| 03/01/19 | \$ 115,000 | 253350CX8 |
| 03/01/24 | 230,000 | 253350DC3 |
| 03/01/28 | 340,000 | 253350DD1 |
| 03/01/29 | 350,000 | 253350DE9 |
| 03/01/30 | 355,000 | 253350DF6 |
| | <u>\$ 1,390,000</u> | |

Certificates of Obligation, Series 2009

| <u>Date</u> | <u>Principal</u> | <u>CUSIP</u> |
|-------------|---------------------|--------------|
| 03/01/28 | \$ 325,000 | 253350 DG4 |
| 03/01/29 | 350,000 | 253350 DH2 |
| 03/01/30 | 380,000 | 253350 DJ8 |
| | <u>\$ 1,055,000</u> | |

General Obligation Refunding Bonds, Series 2014

| <u>Date</u> | <u>Principal</u> | <u>CUSIP</u> |
|-------------|---------------------|--------------|
| 03/01/19 | \$ 510,000 | 253350DN9 |
| 03/01/20 | 525,000 | 253350DP4 |
| 03/01/21 | 540,000 | 253350DQ2 |
| 03/01/22 | 565,000 | 253350DR0 |
| 03/01/23 | 585,000 | 253350DS8 |
| 03/01/24 | 600,000 | 253350DT6 |
| 03/01/25 | 620,000 | 253350DU3 |
| 03/01/26 | 645,000 | 253350DV1 |
| 03/01/27 | 680,000 | 253350DW9 |
| | <u>\$ 5,270,000</u> | |

CONTINUING DISCLOSURE REPORT
FOR THE
FISCAL YEAR ENDED SEPTEMBER 30, 2017

CITY OF DICKINSON, TEXAS

GENERAL OBLIGATION DEBT



HTS Continuing Disclosure Services
A Division of Hilltop Securities.

FINANCIAL STATEMENTS

The audited financial statements for the City for the fiscal year ended September 30, 2017 are being separately filed directly with the Nationally Recognized Municipal Securities Information Repository and any applicable State Information Depository, and are hereby incorporated by reference into this Annual Continuing Disclosure Report.

SIGNATURE OF ISSUER

The information set forth herein has been obtained from the City and other sources believed to be reliable, but such information is not guaranteed as to accuracy or completeness and is not to be construed as a promise or guarantee. This Annual Continuing Disclosure Report may contain, in part, estimates and matters of opinion which are not intended as statements of fact, and no representation is made as to the correctness of such estimates and opinions, or that they will be realized. The information and expressions of opinion contained herein are subject to change without notice, and the delivery of this Annual Continuing Disclosure Report will not, under any circumstances, create any implication that there has been no change in the affairs of the City or other matters described.

CITY OF DICKINSON, TEXAS



Stephanie Russell

Assistant City Administrator/CFO

Approved for Submission:



Date

CERTIFICATE OF SUBMISSION OF ANNUAL REPORT

Subject to the continuing disclosure requirements of SEC Rule 15c2-12, this Annual Continuing Disclosure Report for the City of Dickinson, Texas with respect to the issues listed on the report cover was submitted directly to the Nationally Recognized Municipal Securities Information Repository ("NRMSIR") listed below as well as to any applicable State Information Depository ("SID").

NRMSIR

Municipal Securities Rulemaking Board ("MSRB")
via the Electronic Municipal Market Access ("EMMA") system

HTS Continuing Disclosure Services, A Division of Hilltop Securities Inc.

Signed by:

/s/ Kristin Blomquist

**CITY OF DICKINSON, TEXAS
2018 GENERAL OBLIGATION DEBT REPORT**

TABLE 1 - VALUATION, EXEMPTIONS AND GENERAL OBLIGATION DEBT

| | | |
|--|------------------|-----------------------|
| 2017/2018 Market Valuation Established by Galveston County Appraisal District (excluding totally exempt property) | | \$ 1,189,062,717 |
| Less Exemptions/Reductions at 100% Market Value: | | |
| Over 65 | \$ 14,170,877 | |
| Disabled Persons | 1,946,979 | |
| Disabled Veteran | 9,590,124 | |
| Homestead Cap Adjustment | 85,530,063 | |
| Pollution Control | 580,638 | |
| Productivity Loss | <u>6,475,790</u> | <u>\$ 118,294,471</u> |
| 2017/2018 Taxable Assessed Valuation | | \$ 1,070,768,246 |
| General Obligation Debt as of 9/30/2017 | | |
| General Obligation Refunding Bonds, Series 2009 | 1,500,000 | |
| Combination Tax & Revenue Certificates of Obligation, Series 2009 | 1,055,000 | |
| General Obligation Refunding Bonds, Series 2014 | <u>5,770,000</u> | <u>\$ 8,325,000</u> |
| Less: Self-Supporting Debt ⁽¹⁾ | | |
| Galveston WC & ID #1 | | \$ 669,123 |
| Economic Development Corporation | | <u>274,900</u> |
| Total Self-Supported Debt | | \$ 944,023 |
| Less: Interest and Sinking Fund as of September 30, 2017 | | \$ 26 ⁽²⁾ |
| Net General Obligation Debt Payable from Ad Valorem Taxes | | \$ 7,380,951 |
| Ratio General Obligation Tax Debt to Taxable Assessed Valuation | | 0.78% |

2018 Estimated Population - 20,074
Per Capita Taxable Assessed Valuation - \$53,341
Per Capita Gross General Obligation Debt Payable from Ad Valorem Taxes - \$415
Per Capita Net General Obligation Debt Payable from Ad Valorem Taxes - \$368

- (1) General obligation debt in the amounts shown for which repayment could be provided from revenues of the City's Economic Development Corporation and the Galveston Water Control & Improvements District #1. It is the City's current policy to provide for a portion of these payments from the Corporation and the District; this policy is subject to change in the future, either by discretion of the City Council or reduction of sales tax revenues. See "TABLE 13 - MUNICIPAL SALES TAX HISTORY".
- (2) Unaudited, provided by the City.

TABLE 2 - TAXABLE ASSESSED VALUATIONS BY CATEGORY

| Category | Taxable Appraised Value for Fiscal Year Ended September 30, | | | | | |
|--|---|------------|----------------|------------|----------------|------------|
| | 2018 | | 2017 | | 2016 | |
| | Amount | % of Total | Amount | % of Total | Amount | % of Total |
| Real, Residential, Single-Family | \$ 935,681,817 | 78.69% | \$ 736,101,622 | 77.08% | \$ 684,019,753 | 75.92% |
| Real, Residential, Multi-Family | 24,329,341 | 2.05% | 18,338,892 | 1.92% | 21,577,657 | 2.39% |
| Real, Vacant Lots/Tracts | 25,161,378 | 2.12% | 22,760,981 | 2.38% | 20,945,930 | 2.32% |
| Real, Acreage (Land Only) | 6,526,300 | 0.55% | 6,815,550 | 0.71% | 9,004,560 | 1.00% |
| Real, Farm and Ranch Improvements | 8,382,950 | 0.71% | 5,756,550 | 0.60% | 3,223,570 | 0.36% |
| Real, Commercial & Industrial | 98,382,575 | 8.27% | 77,564,303 | 8.12% | 80,683,164 | 8.96% |
| Real and Intangible Personal Utilities | 24,612,096 | 2.07% | 24,039,713 | 2.52% | 23,178,715 | 2.57% |
| Tangible Personal, Commercial & Industrial | 44,870,670 | 3.77% | 41,339,957 | 4.33% | 37,755,293 | 4.19% |
| Tangible Personal, Other | 6,287,930 | 0.53% | 5,275,501 | 0.55% | 4,776,231 | 0.53% |
| Real Property Inventory | 335,240 | 0.03% | 328,880 | 0.03% | 875,910 | 0.10% |
| Special Inventory | 14,492,420 | 1.22% | 16,633,790 | 1.74% | 14,935,780 | 1.66% |
| Total Appraised Value Before Exemptions | \$ 1,189,062,717 | 100.00% | \$ 954,955,739 | 100.00% | \$ 900,976,563 | 100.00% |
| Less: Total Exemptions/Reductions | 118,294,471 | | 48,895,047 | | 52,877,412 | |
| Taxable Assessed Value | \$ 1,070,768,246 | | \$ 906,060,692 | | \$ 848,099,151 | |

| Category | Taxable Appraised Value for Fiscal Year Ended September 30, | | | |
|--|---|------------|----------------|------------|
| | 2015 | | 2014 | |
| | Amount | % of Total | Amount | % of Total |
| Real, Residential, Single-Family | \$ 634,693,020 | 74.21% | \$ 605,944,880 | 73.63% |
| Real, Residential, Multi-Family | 20,900,459 | 2.44% | 20,866,861 | 2.54% |
| Real, Vacant Lots/Tracts | 21,140,111 | 2.47% | 21,893,521 | 2.66% |
| Real, Acreage (Land Only) | 8,963,670 | 1.05% | 8,882,730 | 1.08% |
| Real, Farm and Ranch Improvements | 3,175,710 | 0.37% | 3,139,830 | 0.38% |
| Real, Commercial & Industrial | 84,372,410 | 9.87% | 83,036,463 | 10.09% |
| Real and Intangible Personal Utilities | 20,046,050 | 2.34% | 19,926,900 | 2.42% |
| Tangible Personal, Commercial & Industrial | 41,657,011 | 4.87% | 39,645,315 | 4.82% |
| Tangible Personal, Other | 4,687,131 | 0.55% | 4,625,901 | 0.56% |
| Real Property Inventory | 1,603,200 | 0.19% | 2,209,270 | 0.27% |
| Special Inventory | 14,013,560 | 1.64% | 12,802,300 | 1.56% |
| Total Appraised Value Before Exemptions | \$ 855,252,332 | 100.00% | \$ 822,973,971 | 100.00% |
| Less: Total Exemptions/Reductions | 28,658,090 | | 26,564,469 | |
| Taxable Assessed Value | \$ 826,594,242 | | \$ 796,409,502 | |

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

TABLE 3 - VALUATION AND GENERAL OBLIGATION DEBT HISTORY

| Fiscal Year Ended 9/30 | Estimated Population ⁽¹⁾ | Taxable Assessed Valuation ⁽²⁾ | Taxable Assessed Valuation Per Capita | G.O. Tax Debt Outstanding at End of Year | Ratio of G.O. Tax Debt to Taxable Assessed Valuation | G.O. Tax Debt Per Capita |
|------------------------|-------------------------------------|---|---------------------------------------|--|--|--------------------------|
| 2013 | 19,039 | \$ 774,530,927 | \$ 40,681 | \$ 10,410,000 | 1.34% | \$ 547 |
| 2014 | 19,161 | 796,409,502 | 41,564 | 10,010,000 | 1.26% | 522 |
| 2015 | 19,293 | 826,594,242 | 42,844 | 9,505,000 | 1.15% | 493 |
| 2016 | 19,293 | 848,099,151 | 43,959 | 8,920,000 | 1.05% | 462 |
| 2017 | 19,895 | 906,060,692 | 45,542 | 8,325,000 | 0.92% | 418 |
| 2018 | 20,074 | 1,070,768,246 | 53,341 | 7,715,000 ⁽³⁾ | 0.72% ⁽³⁾ | 384 ⁽³⁾ |

(1) Source: the City

(2) As reported by the Galveston County Appraisal District on City's annual State Property Tax Board Reports; subject to change during the ensuing year.

(3) Projected.

TABLE 4 - TAX RATE, LEVY AND COLLECTION HISTORY

| Fiscal Year Ended 9/30 | Tax Rate | General Fund | Interest and Sinking Fund | Tax Levy | % Current Collections | % Total Collections |
|------------------------|------------|--------------|---------------------------|--------------|-----------------------|-----------------------|
| 2013 | \$ 0.40860 | \$ 0.33006 | \$ 0.07854 | \$ 3,174,803 | 98.77% | 103.49% |
| 2014 | 0.40861 | 0.32984 | 0.07877 | 3,191,257 | 99.02% | 103.27% |
| 2015 | 0.40861 | 0.32984 | 0.07877 | 3,258,453 | 99.34% | 103.85% |
| 2016 | 0.40861 | 0.32984 | 0.07877 | 3,395,528 | 103.11% | 106.46% |
| 2017 | 0.40861 | 0.33236 | 0.07625 | 3,628,210 | 94.67% | 96.00% |
| 2018 | 0.40861 | 0.33086 | 0.07775 | 4,287,761 | 87.49% ⁽¹⁾ | 89.48% ⁽¹⁾ |

(1) Collection as of February 28, 2018.

TABLE 5 - TEN LARGEST TAXPAYERS

| Name of Taxpayer | Nature of Property | 2017/2018 Taxable Assessed Valuation | % of Total Taxable Assessed Valuation |
|-------------------------------|--------------------|--------------------------------------|---------------------------------------|
| Calumet Penreco LLC | Chemical | \$ 19,569,724 | 1.83% |
| McRee Ford Inc. | Retail- Automotive | 10,472,410 | 0.98% |
| Texas- New Mexico Power Co | Utility | 9,948,622 | 0.93% |
| 2800 Gulf Freeway Ltd | Commercial | 8,139,560 | 0.76% |
| Gay Buick GMC Inc | Retail- Automotive | 5,941,360 | 0.55% |
| Frontier Communications | Utility | 4,376,934 | 0.41% |
| Dixie Partners II LP | Shopping Center | 4,260,440 | 0.40% |
| Revesco USA Properties | Developer | 3,389,570 | 0.32% |
| Dickenson Pineforest 2017 LLC | Multifamily | 2,750,000 | 0.26% |
| Dickinson Partners LTD | Developer | 2,739,120 | 0.26% |
| | | <u>\$ 71,587,740</u> | <u>6.69%</u> |

TABLE 6 - TAX ADEQUACY

| | | | |
|--|----|---------|-----|
| Average Annual General Obligation Debt Service Requirements (2018-2030) | \$ | 795,999 | (1) |
| \$0.0759 Tax Rate at 98% Collection Produces | | 796,459 | |
| Average Annual General Obligation Less Self-Supporting Debt Service Requirements (2018-2030) | \$ | 722,103 | |
| \$0.0689 Tax Rate at 98% Collection Produces | | 723,004 | |
| | | | |
| Maximum Annual General Obligation Debt Service Requirements (2019) | \$ | 865,215 | (1) |
| \$0.0825 Tax Rate at 98% Collection Produces | | 865,716 | |
| Maximum Annual General Obligation Less Self-Supporting Debt Service Requirements (2030) | \$ | 753,008 | |
| \$0.0718 Tax Rate at 98% Collection Produces | | 753,435 | |

(1) Excludes self-supporting debt.

TABLE 8 - AD VALOREM TAX DEBT SERVICE REQUIREMENTS

| Fiscal Year Ending 9/30 | Outstanding Debt Service | | | Less: Self-Supporting Debt ⁽¹⁾ | Net Debt Service Requirement |
|----------------------------------|--------------------------|---------------------|----------------------|---|------------------------------------|
| | Principal | Interest | Total | | |
| 2018 | \$ 610,000 | \$ 254,678 | \$ 864,678 | \$ 142,097 | \$ 722,581 |
| 2019 | 625,000 | 240,215 | 865,215 | 144,672 | 720,543 |
| 2020 | 640,000 | 225,035 | 865,035 | 146,832 | 718,203 |
| 2021 | 575,000 | 210,410 | 785,410 | 75,292 | 710,118 |
| 2022 | 595,000 | 196,549 | 791,549 | 75,292 | 716,257 |
| 2023 | 610,000 | 182,401 | 792,401 | 75,292 | 717,109 |
| 2024 | 625,000 | 166,470 | 791,470 | 75,292 | 716,178 |
| 2025 | 620,000 | 149,145 | 769,145 | 75,292 | 693,853 |
| 2026 | 645,000 | 130,945 | 775,945 | 75,292 | 700,653 |
| 2027 | 680,000 | 111,070 | 791,070 | 75,292 | 715,778 |
| 2028 | 665,000 | 85,243 | 750,243 | - | 750,243 |
| 2029 | 700,000 | 52,815 | 752,815 | - | 752,815 |
| 2030 | 735,000 | 18,008 | 753,008 | - | 753,008 |
| | <u>\$ 8,325,000</u> | <u>\$ 2,022,983</u> | <u>\$ 10,347,983</u> | <u>\$ 960,645</u> | <u>\$ 9,387,338</u> |

(1) General obligation debt in the amounts shown for which repayment could be provided from revenues of the Economic Development Corporation and Water Control Improvement District #1. It is the City's current policy to provide for a portion of these payments from the Corporation, this policy is subject to change in the future, either by discretion of the City Council or reduction of sales tax revenues.

TABLE 9 - INTEREST AND SINKING FUND BUDGET PROJECTION

| | | |
|---|---------|------------|
| Gross Debt Service Requirements, Fiscal Year Ending 9/30/2018 | | \$ 864,678 |
| Interest and Sinking Fund, 9/30/2017 ⁽¹⁾ | \$ 26 | |
| Budgeted Property Tax Collection | 691,066 | |
| Budgeted Delinquent Property Tax Collections | 14,255 | |
| Budgeted Transfer from 4B Corporation | 68,980 | |
| Budgeted Transfer from Galveston Co. WC & ID #1 | 86,965 | |
| Budgeted Transfer from General Fund | 450 | |
| Penalties and Interest | 7,124 | \$ 868,866 |
| Estimated Interest and Sinking Fund Balance, 9/30/2018 | | \$ 4,188 |

(1) Unaudited, provided by the City.

TABLE 10 - AUTHORIZED BUT UNISSUED GENERAL OBLIGATION DEBT

As of September 30, 2017, the City has no authorized but unissued general obligation debt.

TABLE 11 - OTHER OBLIGATIONS

As of September 30, 2017, the City has no other obligations outstanding.

TABLE 12 - CHANGE IN NET POSITION

| | For Fiscal Year Ended September 30, | | | | |
|--|-------------------------------------|----------------------|------------------------------|------------------------------|----------------------|
| | 2017 ⁽¹⁾ | 2016 | 2015 | 2014 | 2013 |
| Revenues: | | | | | |
| Property Taxes | \$ 3,767,396 | \$ 3,625,086 | \$ 3,384,820 | \$ 3,302,578 | \$ 3,271,066 |
| Sales, Franchise & Other Taxes | 9,300,193 | 8,906,032 | 8,215,930 | 7,712,904 | 6,467,606 |
| Grants and Contributions not restricted to Specific Programs | 2,406,842 | 3,987,220 | 8,660,593 | 1,518,245 | 1,431,698 |
| Program Revenues | 1,799,427 | 2,083,074 | 2,702,757 | 3,704,882 | 4,052,001 |
| Interest on Investments | 29,153 | 25,376 | 8,962 | 6,022 | 13,662 |
| Other | 452,528 | 316,000 | 355,246 | 178,154 | 34,866 |
| Total Revenues | \$ 17,755,539 | \$ 18,942,788 | \$ 23,328,308 | \$ 16,422,785 | \$ 15,270,899 |
| Expenses: | | | | | |
| Administrative | \$ 2,052,261 | \$ 2,092,867 | \$ 2,353,764 | \$ 2,732,067 | \$ 2,300,415 |
| Public Safety | 6,232,465 | 6,179,609 | 5,336,690 | 4,218,005 | 4,194,651 |
| Public Works | 2,781,787 | 1,870,695 | 4,546,608 | 3,315,271 | 2,171,367 |
| Culture and Recreation | 420,658 | 635,430 | 627,047 | 416,483 | 375,443 |
| Economic Development | 4,104,390 | 4,614,347 | 3,459,403 | 3,225,317 | 2,606,038 |
| Community Development | 707,168 | 441,278 | 416,502 | 395,261 | 340,414 |
| Interest Expense | 45,334 | 292,603 | 305,327 | 554,940 | 450,423 |
| Total Expenses | \$ 16,344,063 | \$ 16,126,829 | \$ 17,045,341 | \$ 14,857,344 | \$ 12,438,749 |
| Excess (Deficit) of Revenues Over Expenditures | 1,411,476 | 2,815,959 | 6,282,967 | 1,565,441 | 2,832,150 |
| Special Items: | | | | | |
| Operating Transfers In (Out) | \$ (620,046) | \$ - | \$ - | \$ (166,432) | \$ (5,000) |
| Total Other Financing Sources (Uses) | \$ (620,046) | \$ - | \$ - | \$ (166,432) | \$ (5,000) |
| Excess (Deficiency) of Revenues and Other Financing Sources Over Expenditures and Other Uses | \$ 791,430 | \$ 2,815,959 | \$ 6,282,967 | \$ 1,399,009 | \$ 2,827,150 |
| Net Position at Beginning of Year | \$ 35,542,657 | \$ 32,726,698 | \$ 26,443,731 ⁽²⁾ | \$ 25,250,792 ⁽²⁾ | \$ 24,278,309 |
| Net Position at End of Year | \$ 36,334,087 | \$ 35,542,657 | \$ 32,726,698 | \$ 26,649,801 | \$ 27,105,459 |

(1) Unaudited, provided by the City.

(2) Restated

TABLE 12A - STATEMENT OF REVENUES, EXPENDITURES AND CHANGE IN GENERAL FUND BALANCE

| Revenue: | For Fiscal Year Ended September 30, | | | | |
|--|-------------------------------------|-----------------------|--------------------------|--------------------------|----------------------|
| | 2017 ⁽¹⁾ | 2016 | 2015 | 2014 | 2013 |
| Property Tax | \$3,063,670 | \$ 2,919,050 | \$ 2,731,073 | \$ 2,659,595 | \$ 2,640,949 |
| Sales Tax | 6,582,456 | 6,248,180 | 5,715,422 | 5,324,836 | 4,371,557 |
| Franchise and Local Tax | 1,011,346 | 1,005,016 | 984,180 | 970,457 | 920,322 |
| Other Taxes | 60,777 | 50,564 | 87,518 | 86,498 | 82,935 |
| Licenses & Permits | 336,830 | 329,933 | 352,682 | 378,825 | 278,813 |
| Fines and Fees | 843,133 | 813,948 | 908,925 | 719,183 | 768,268 |
| Charges for Services | 619,464 | 591,655 | 1,118,010 | 1,187,452 | 1,299,946 |
| Investment Revenue | 24,570 | 17,444 | 6,030 | 4,725 | 12,413 |
| Intergovernmental | 923,372 | 1,067,479 | 963,610 | 747,148 | 261,234 |
| Miscellaneous Income | 219,058 | 315,249 | 320,286 | 199,729 | 34,866 |
| Total Revenues | \$ 13,684,676 | \$ 13,358,518 | \$ 13,187,736 | \$ 12,278,448 | \$ 10,671,303 |
| Expenditure: | | | | | |
| Administration and General Government | \$2,052,261 | \$ 1,548,340 | \$ 1,911,275 | \$ 3,144,503 | \$ 2,072,344 |
| Public Safety & Code Enforcement | 5,755,484 | 5,198,083 | 4,750,006 | 3,737,620 | 3,720,606 |
| Public Works | 659,319 | 616,336 | 637,720 | 554,035 | 529,555 |
| Culture and Recreation | 416,224 | 607,978 | 615,749 | 409,699 | 372,002 |
| Community Development | 451,692 | 426,804 | 409,776 | 379,456 | 333,340 |
| Economic Development | 4,104,390 | 3,732,095 | 3,459,403 | 3,225,317 | 2,606,038 |
| Total Expenditures | \$ 13,439,370 | \$ 12,129,636 | \$ 11,783,929 | \$ 11,450,630 | \$ 9,633,885 |
| Excess (Deficit) of Revenues Over Expenditures | 245,306 | 1,228,882 | 1,403,807 | 827,818 | 1,037,418 |
| Other Financing sources (Uses) | | | | | |
| Proceeds from Sale of Capital Assets | - | - | - | 237,071 | - |
| Operating Transfer In | - | 17,750 | 36,941 | 320,644 | 21,221 |
| Operating Transfer (Out) | (846,511) | (1,679,080) | (260,142) | (1,170,861) | (112,036) |
| Total Other Financing Sources (Uses) | \$ (846,511) | \$ (1,661,330) | \$ (223,201) | \$ (613,146) | \$ (90,815) |
| Excess (Deficiency) of Revenues and Other Financing Sources Over Expenditures and Other Uses | (601,205) | (432,448) | 1,180,606 | 214,672 | 946,603 |
| Fund Balance, Beginning of Year | 4,816,588 | 5,249,036 | 4,068,430 ⁽¹⁾ | 3,948,555 ⁽¹⁾ | 3,234,023 |
| Fund Balance, End of Year | \$ 4,215,383 | \$ 4,816,588 | \$ 5,249,036 | \$ 4,163,227 | \$ 4,180,626 |

(1) Unaudited, provided by the City.

(2) Restated.

TABLE 13 - MUNICIPAL SALES TAX HISTORY

The City has adopted the Municipal Sales and Use Tax Act, VTCA, Tax Code, Chapter 321, which grants the City the power to impose and levy a 1% Local Sales and Use Tax within the City; the proceeds are credited to the General Fund and are not pledged to the payment of the Obligations. Collections and enforcements are effected through the offices of the Comptroller of Public Accounts, State of Texas, who remits the proceeds of the tax, after deduction of a 2% service fee, to the City monthly. On May 2, 1998, the voters of the City approved the imposition of an additional sales and use tax of one-half of one percent (½ of 1%) to promote economic development within the City. The sales tax increase went into effect October 1, 1999. This one-half of one percent sales and use tax is for the benefit of the Dickinson Economic Development Corporation (the "Corporation"), created by the City pursuant to Article 5190.6, Texas Revised Civil Statutes, as amended, and having the authority to promote economic development within the City. The City has entered into a Sales Tax Remittance Agreement with the Corporation which provides for the payment of a certain portion of such tax revenues to the City to be used by the City to pay a portion of the debt service on the Obligations. Dickinson Management District No. 1 ("DMD1") was created by Senate Bill No. 1866, Acts of the 79th Texas Legislature, Regular Session, codified as Chapter 3853, Texas Special District Local Laws Code ("Chapter 3853"), and is governed by Chapter 375, Texas Local Government Code. Chapter 3853 authorizes the DMD1 to levy a sales and use tax in the DMD1 boundaries, subject to authorization by the City Council of the City of Dickinson. On September 23, 2008, by Resolution Number 998-2008, the City Council of the City consented to the creation and activation of Dickinson Management District No. 1 ("DMD1") and further authorized the DMD1 to adopt, impose and collect an additional one-half cent (½ of 1%) sales and use tax to finance services and improvements undertaken by DMD1 in accordance with Chapter 3853 and Chapter 375, Texas Local Government Code. On July 26, 2011, the original DMD1 resolution authorizing the levying of the ½ cent sales tax was removed by City Council. Additionally, in May of 2011, the voters approved reapportioning the ½ cent Corporation sales tax into a ¼ Corporation sales tax and a ¼ Street Maintenance Sales Tax. The new sales tax and rates went into effect on October 1, 2011. Additionally, the Street Maintenance Sales Tax was reauthorized by voters in May 2015.

| <u>Fiscal Year</u> <u>Ended</u> <u>9/30</u> | <u>Total</u> <u>Sales Tax</u> <u>Collected⁽¹⁾</u> | <u>% of</u> <u>Ad Valorem</u> <u>Tax Levy</u> | <u>Equivalent of</u> <u>Ad Valorem</u> <u>Tax Rate</u> | <u>Per</u> <u>Capita</u> |
|---|--|---|--|-----------------------------|
| 2013 | \$ 4,371,557 | 137.70% | \$ 0.5626 | \$ 230 |
| 2014 | 5,324,454 | 166.85% | 0.6817 | 278 |
| 2015 | 5,715,422 | 175.40% | 0.7167 | 296 |
| 2016 | 6,248,180 | 184.01% | 0.7519 | 324 |
| 2017 | 6,582,456 ⁽²⁾ | 181.42% | 0.7413 | 331 |

(1) Source: The City's audited financial statements.
(2) Unaudited, provided by the City

TABLE 14 - CURRENT INVESTMENTS

As of February 28, 2018, the City's investable funds were invested in the following categories:

| <u>Type of Investments</u> | <u>Book</u> <u>Value</u> | <u>Percent</u> | <u>Market</u> <u>Value</u> |
|----------------------------|-----------------------------|----------------|-------------------------------|
| Money Market Accounts | \$ 19,211,651 | 93.98% | \$ 19,211,651 |
| TexPool | 1,229,967 | 6.02% | 1,229,967 |
| | <u>\$ 20,441,618</u> | <u>100.00%</u> | <u>\$ 20,441,618</u> |