

CITY OF SEALY, TEXAS

ADOPTED ANNUAL BUDGET

OCTOBER 1, 2017 TO SEPTEMBER 30, 2018

This budget will raise more revenue from property taxes than last year's budget by an amount of \$90,165, which is a 3.2 percent increase from last year's budget. The property tax revenue to be raised from new property added to the tax roll this year is \$44,929.

RECORD OF CITY COUNCIL'S VOTE ON PROPOSAL TO CONSIDER ADOPTION OF BUDGET

POSITION	NAME	FOR	AGAINST	PRESENT and not voting	ABSENT
Mayor	Janice Whitehead	X			
Council Member, Place 1	Dee Anne Lerma	X			
Council Member, Place 2	Chris Noack	X			
Council Member, Place 3	Sandra Vrablec	X			
Council Member, Place 4	Jennifer Sullivan	X			
Council Member, Place 5	Larry W. Koy		X		
Council Member, Place 6	John Hinze	X			

PROPERTY TAX RATE COMPARISON (Rates expressed per \$100 of value)

TAX RATE	TAX YEAR 2016	TAX YEAR 2017
Property Tax Rate	\$ 0.43737	\$ 0.42297
Effective Tax Rate	\$ 0.43306	\$ 0.41669
Effective Maintenance and Operations Tax Rate	\$ 0.17559	\$ 0.17631
Debt Rate	\$ 0.24775	\$ 0.23256
Rollback Tax Rate	\$ 0.43738	\$ 0.42297

TOTAL AMOUNT OF MUNICIPAL DEBT OBLIGATIONS SECURED BY PROPERTY TAXES

DEBT ISSUE	PRINCIPAL	INTEREST	TOTALS
2010 Certificates of Obligation*	\$ 4,150,000	\$ 1,286,075	\$ 5,436,075
2011 Certificates of Obligation	\$ 1,535,000	\$ 360,384	\$ 1,895,384
2015 Certificates of Obligation	\$ 13,735,000	\$ 6,571,600	\$ 20,306,600
2016 General Obligation Refunding Bonds	\$ 660,000	\$ 33,101	\$ 693,101
TOTALS	\$ 20,080,000	\$ 8,251,160	\$ 28,331,160

*Amounts presented for this debt obligation exclude principal of \$805,000 and interest of \$250,463 (total of \$1,055,463) to be repaid with sales and use tax revenue collections dedicated for economic development purposes.

36 -DEBT SERVICE FUND

REVENUES	2014-2015 ACTUAL	2015-2016 ACTUAL	2016-2017			2017-2018	
			CURRENT BUDGET	YEAR-TO-DATE ACTUAL	PROJECTED YEAR END	PROPOSED BUDGET	APPROVED BUDGET
<u>TAXES</u>							
36-40000 Property Taxes - Current	754,629	1,587,979	1,568,795	1,580,170	0	1,571,152	1,571,152
36-40100 Property Taxes - Delinquent	5,951	3,715	6,000	7,997	0	6,000	6,000
36-40150 Property Taxes - Penalty & Int	6,796	9,639	6,000	12,308	0	6,000	6,000
TOTAL TAXES	767,376	1,601,334	1,580,795	1,600,474	0	1,583,152	1,583,152
40000 Property Taxes - Current	NEXT YEAR NOTES: \$675,589,986 taxable value x \$0.23256 I&S tax rate / \$100						
<u>INTERGOVERNMENTAL</u>							
36-43650 Intergovernmental Contribution	76,550	80,350	79,000	79,000	0	77,538	77,538
2010 Cert's of Oblig pr	0	0.00					45,000
2010 Cert's of Oblig in	0	0.00					32,538
TOTAL INTERGOVERNMENTAL	76,550	80,350	79,000	79,000	0	77,538	77,538
43650 Intergovernmental Contribution	NEXT YEAR NOTES: Sealy Economic Development Corporation's contribution toward FY 2018 debt service payment on Series 2010 Certificates of Obligation						
<u>INVESTMENT INCOME</u>							
36-45000 Interest Earnings	1,557	1,541	2,000	2,474	0	2,000	2,000
TOTAL INVESTMENT INCOME	1,557	1,541	2,000	2,474	0	2,000	2,000
<u>OTHER FINANCING SOURCES</u>							
36-49580 Proceeds of Debt Issuance	280,717	1,030,000	0	0	0	0	0
36-49990 Transfers In	12,855	0	0	42	0	0	0
36-49998 Fund Balance Reduction	0	0	0	0	0	0	0
TOTAL OTHER FINANCING SOURCES	293,572	1,030,000	0	42	0	0	0
TOTAL REVENUES	1,139,054	2,713,225	1,661,795	1,681,990	0	1,662,690	1,662,690

36 -DEBT SERVICE FUND
 DEBT SERVICE

DEPARTMENTAL EXPENDITURES	2014-2015 ACTUAL	2015-2016 ACTUAL	2016-2017			2017-2018	
			CURRENT BUDGET	YEAR-TO-DATE ACTUAL	PROJECTED YEAR END	PROPOSED BUDGET	APPROVED BUDGET
<u>DEBT SERVICE</u>							
36-514-58000 Principal Retirement	480,000	810,000	825,000	825,000	0	845,000	845,000
2010 Certificates of Ob	0						285,000
2011 Certificates of Ob	0						35,000
2015 Certificates of Ob	0						335,000
2016 Gen Oblig'n Refund	0						190,000
36-514-58010 Interest Paid	622,899	834,148	821,345	821,345	0	801,479	801,479
2010 Certificates of Ob	0						200,207
2011 Certificates of Ob	0						58,944
2015 Certificates of Ob	0						531,900
2016 Gen Oblig'n Refund	0						10,428
36-514-58020 Fiscal Agent Fees	3,100	750	1,000	750	0	750	750
Bank of New York: 2015	0						750
36-514-58030 Debt Issuance Costs	0	38,984	0	0	0	0	0
36-514-58500 Pmt Refund'g Bond Escrow A	0	1,001,984	0	0	0	0	0
TOTAL DEBT SERVICE	1,105,999	2,685,866	1,647,345	1,647,095	0	1,647,229	1,647,229
TOTAL DEBT SERVICE	1,105,999	2,685,866	1,647,345	1,647,095	0	1,647,229	1,647,229

36 -DEBT SERVICE FUND
 NON-DEPARTMENTAL

DEPARTMENTAL EXPENDITURES	2014-2015 ACTUAL	2015-2016 ACTUAL	(----- 2016-2017 -----)			(----- 2017-2018 -----)	
			CURRENT BUDGET	YEAR-TO-DATE ACTUAL	PROJECTED YEAR END	PROPOSED BUDGET	APPROVED BUDGET
<u>OPERATIONS</u>							
36-599-55710 Service/Finance Charges	10	0	0	0	0	0	0
TOTAL OPERATIONS	10	0	0	0	0	0	0
<u>OTHER FINANCING USES</u>							
36-599-59998 Fund Balance Addition	0	0	0	0	0	0	0
TOTAL OTHER FINANCING USES	0	0	0	0	0	0	0
TOTAL NON-DEPARTMENTAL	10	0	0	0	0	0	0
TOTAL EXPENDITURES	1,106,008	2,685,866	1,647,345	1,647,095	0	1,647,229	1,647,229
REVENUE OVER/(UNDER) EXPENDITURES	33,046	27,358	14,450	34,895	0	15,461	15,461

**City of Sealy, Texas
Current Debt Obligations
As of September 30, 2017**

Debt Obligation	Purpose	Date of Issue	Final Maturity	Original Issue Amount	Enacting Legislation	Source of Repayment	Paying Agent
Combination Tax & Revenue Certificates of Obligation, Series 2010	To pay contractual obligations incurred for (1) design and construction of a police department facility; (2) design of city hall; (3) park facility construction and improvements; (4) street and road improvements and construction; (5) design and construction of a quiet zone for north/south BNSF train; (6) design and construction of sidewalks and trail program; (7) natural gas system and facilities construction and improvements; (8) acquisition of communication equipment for police and emergency management; (9) water and sanitary sewer improvements and construction; and (10) certain other costs related or incidental thereto, and to pay for professional services relating thereto and the issuance costs of the Certificates	06/01/2010	09/01/2030	\$ 6,150,000.00	Ordinance No. 2010-06	Property taxes The Sealy Economic Development Corporation has also contractually agreed to contribute to the City \$1 million toward principal and \$511,700 toward interest over the term of the debt.	The Bank of New York Mellon Trust Company, N.A. 2001 Bryan Street, 11th Floor Dallas, Texas 75201
Combination Tax & Revenue Certificates of Obligation, Series 2011	To pay contractual obligations incurred for (1) the State Highway 36 utility rehabilitation project, including the design and construction thereof; (2) construction, design, paving, and drainage improvements to Miller Road; (3) City-wide utility improvements and expansions; and (4) certain other costs related or incidental thereto, including costs associated with the issuance of the Certificates	08/11/2011	09/01/2026	\$ 1,640,000.00	Ordinance No. 2011-03	Property taxes	Compass Bank 201 North Highway 183 Leander, Texas 78641
Combination Tax & Revenue Certificates of Obligation, Series 2015	To pay contractual obligations incurred for the purchase of materials, supplies, equipment, machinery, buildings, land and rights-of-way for authorized needs and purposes, and for the payment of contractual obligations for professional services, including: (i) wastewater treatment plant expansion and renovation and collection line rehabilitation and installation, (ii) the acquisition of an emergency generator and related fencing for the police station, (iii) the construction and equipment of an indoor recreation facility and pavilion, (iv) the construction and equipment of a water well and related elevated and ground storage facilities and distribution lines, (v) the construction and installation of water distribution lines and sanitary sewer collection lines, (vi) the construction of a wastewater lift station with related collection lines and equipment, and (vii) professional services rendered in connection with the above listed projects	02/01/2015	09/01/2035	\$ 14,380,000.00	Ordinance No. 2015-03	Property taxes	The Bank of New York Mellon Trust Company, N.A. 2001 Bryan Street, 11th Floor Dallas, Texas 75201

City of Sealy, Texas
Current Debt Obligations
As of September 30, 2017

Debt Obligation	Purpose	Date of Issue	Final Maturity	Original Issue Amount	Enacting Legislation	Source of Repayment	Paying Agent
General Obligation Refunding Bonds, Series 2016	To refund a portion of Tax and Waterworks and Sewer System Surplus Revenue Certificates of Obligation, Series 1997, and a portion of Tax and Waterworks and Sewer System Surplus Revenue Certificates of Obligation, Series 2003	01/12/2016	09/01/2023	\$ 1,030,000.00	Ordinance No. 2015-22	Property taxes	First National Bank Texas P. O. Box 909 Killeen, Texas 76540
Municipal Lease-Purchase Contract No. 001-0642422-000	To finance the purchase of one (1) Caterpillar Model 420F backhoe loader (Serial #SKR00783) from Caterpillar Financial Services Corporation of Nashville, TN	12/26/2012	12/26/2018	\$ 74,469.71	Resolution No. 2012-38	Water and sewer enterprise fund revenues	(None)

City of Sealy, Texas
Outstanding Debt Obligations by Issue
As of September 30, 2017

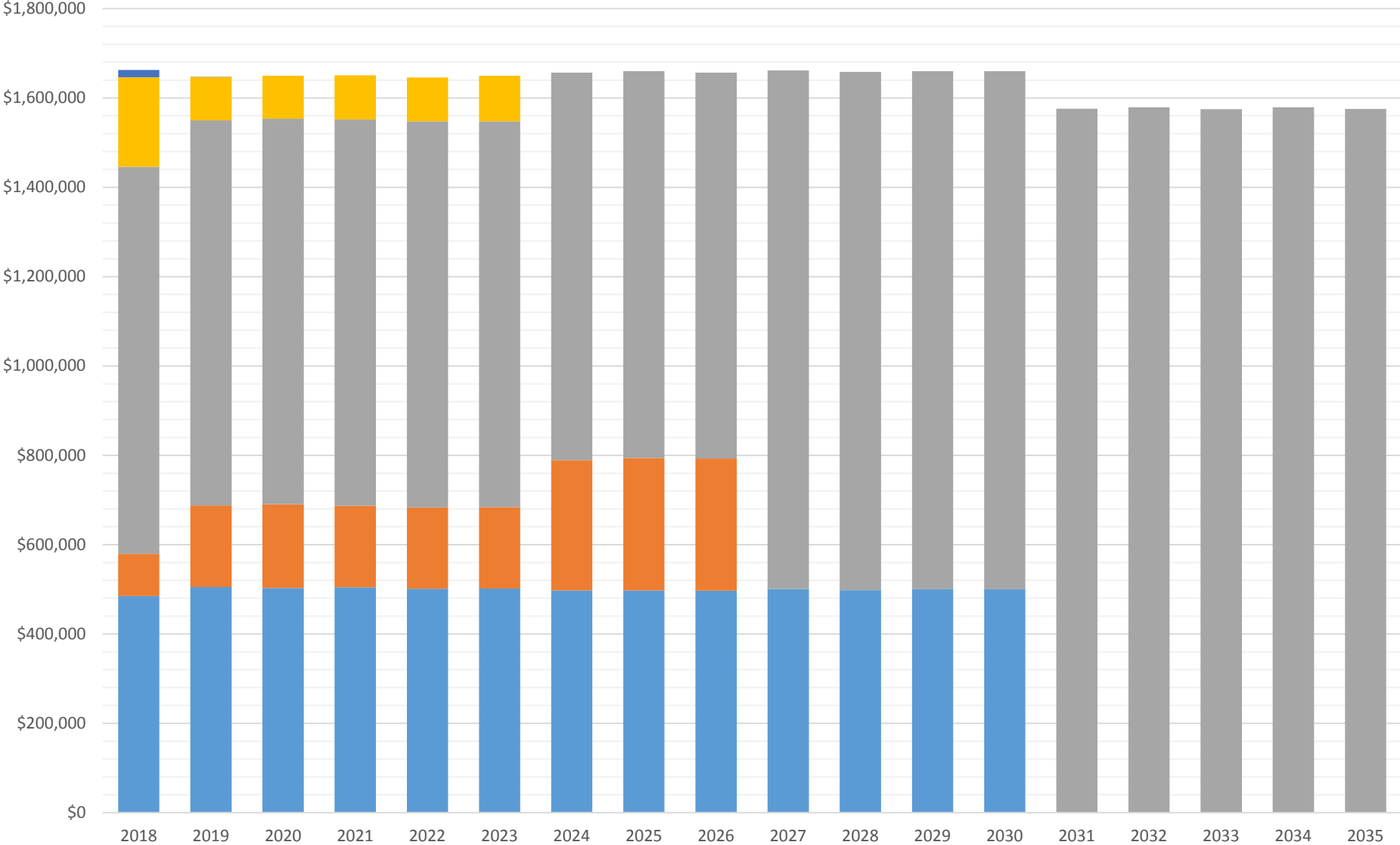
Debt Service Payment	Principal	Interest	Grand Total
General Obligation (Tax-supported) Debt	\$ 20,885,000.00	\$ 8,501,622.60	\$ 29,386,622.60
Combination Tax and Revenue Certificates of Obligation, Series 2010	\$ 4,955,000.00	\$ 1,536,537.60	\$ 6,491,537.60
Combination Tax and Revenue Certificates of Obligation, Series 2011	\$ 1,535,000.00	\$ 360,384.00	\$ 1,895,384.00
Combination Tax and Revenue Certificates of Obligation, Series 2015	\$ 13,735,000.00	\$ 6,571,600.00	\$ 20,306,600.00
General Obligation Refunding Bonds, Series 2016	\$ 660,000.00	\$ 33,101.00	\$ 693,101.00
Lease-Purchase Obligations	\$ 15,848.56	\$ 507.18	\$ 16,355.74
Municipal Lease-Purchase Contract No. 001-0642422-000	\$ 15,848.56	\$ 507.18	\$ 16,355.74
Grand Total	\$ 20,900,848.56	\$ 8,502,129.78	\$ 29,402,978.34

City of Sealy, Texas
Debt Service Requirements to Maturity
As of September 30, 2017

Debt Service Payment	Principal	Interest	Grand Total
2018	\$ 860,847.59	\$ 801,985.41	\$ 1,662,833.00
2019	\$ 870,000.97	\$ 777,107.29	\$ 1,647,108.26
2020	\$ 905,000.00	\$ 744,685.26	\$ 1,649,685.26
2021	\$ 940,000.00	\$ 710,879.26	\$ 1,650,879.26
2022	\$ 970,000.00	\$ 675,794.26	\$ 1,645,794.26
2023	\$ 1,010,000.00	\$ 639,517.26	\$ 1,649,517.26
2024	\$ 1,055,000.00	\$ 601,769.26	\$ 1,656,769.26
2025	\$ 1,100,000.00	\$ 559,985.26	\$ 1,659,985.26
2026	\$ 1,140,000.00	\$ 516,425.26	\$ 1,656,425.26
2027	\$ 1,190,000.00	\$ 471,281.26	\$ 1,661,281.26
2028	\$ 1,235,000.00	\$ 423,150.00	\$ 1,658,150.00
2029	\$ 1,280,000.00	\$ 380,150.00	\$ 1,660,150.00
2030	\$ 1,325,000.00	\$ 335,000.00	\$ 1,660,000.00
2031	\$ 1,295,000.00	\$ 280,800.00	\$ 1,575,800.00
2032	\$ 1,350,000.00	\$ 229,000.00	\$ 1,579,000.00
2033	\$ 1,400,000.00	\$ 175,000.00	\$ 1,575,000.00
2034	\$ 1,460,000.00	\$ 119,000.00	\$ 1,579,000.00
2035	\$ 1,515,000.00	\$ 60,600.00	\$ 1,575,600.00
Grand Total	\$ 20,900,848.56	\$ 8,502,129.78	\$ 29,402,978.34

City of Sealy, Texas

Debt Service Requirements to Maturity



- Combination Tax and Revenue Certificates of Obligation, Series 2010
- Combination Tax and Revenue Certificates of Obligation, Series 2011
- Combination Tax and Revenue Certificates of Obligation, Series 2015
- General Obligation Refunding Bonds, Series 2016
- Municipal Lease-Purchase Contract No. 001-0642422-000

Sealy Economic Development Corporation Debt Service Contribution Schedule

City of Sealy, Texas (General Obligation Debt)											
Combination Tax & Revenue Certificates of Obligation, Series 2010											
Dated Date = 06/01/2010			Certificates of Obligation, Series 2010				Delivery Date = 06/10/2010				
Dates	Term Bond Maturities	Bond Redemptions	Proceeds	Coupon Rate	Yield	Price	Interest Amount	Total Debt Service	Fiscal Year Debt Service	Debt Service to Call	
03/01/2011	-	-	-	-	-	-	27,412.50	27,412.50	-	27,412.50	
09/01/2011	-	-	-	-	-	-	18,275.00	18,275.00	45,687.50	18,275.00	
03/01/2012	-	-	-	-	-	-	18,275.00	18,275.00	-	18,275.00	
09/01/2012	-	5,000.00	4,839.65	-	1.470000	96.793000	18,275.00	23,275.00	41,550.00	23,275.00	
03/01/2013	-	-	-	-	-	-	18,275.00	18,275.00	-	18,275.00	
09/01/2013	-	25,000.00	23,566.00	-	1.840000	94.264000	18,275.00	43,275.00	61,550.00	43,275.00	
03/01/2014	-	-	-	-	-	-	18,275.00	18,275.00	-	18,275.00	
09/01/2014	-	35,000.00	31,882.55	-	2.220000	91.093000	18,275.00	53,275.00	71,550.00	53,275.00	
03/01/2015	-	-	-	-	-	-	18,275.00	18,275.00	-	18,275.00	
09/01/2015	-	40,000.00	40,000.00	3.000	3.000000	100.000000	18,275.00	58,275.00	76,550.00	58,275.00	
03/01/2016	-	-	-	-	-	-	17,675.00	17,675.00	-	17,675.00	
09/01/2016	-	45,000.00	45,000.00	3.000	3.000000	100.000000	17,675.00	62,675.00	80,350.00	62,675.00	
03/01/2017	-	-	-	-	-	-	17,000.00	17,000.00	-	17,000.00	
09/01/2017	-	45,000.00	45,000.00	3.250	3.250000	100.000000	17,000.00	62,000.00	79,000.00	62,000.00	
03/01/2018	-	-	-	-	-	-	16,268.75	16,268.75	-	16,268.75	
09/01/2018	-	45,000.00	45,000.00	3.500	3.500000	100.000000	16,268.75	61,268.75	77,537.50	61,268.75	
03/01/2019	-	-	-	-	-	-	15,481.25	15,481.25	-	15,481.25	
09/01/2019	-	50,000.00	50,000.00	4.000	4.000000	100.000000	15,481.25	65,481.25	80,962.50	65,481.25	
03/01/2020	-	-	-	-	-	-	14,481.25	14,481.25	-	14,481.25	
09/01/2020	-	55,000.00	55,000.00	4.000	4.000000	100.000000	14,481.25	69,481.25	83,962.50	724,481.25	
03/01/2021	-	-	-	-	-	-	13,381.25	13,381.25	-	-	
09/01/2021	-	55,000.00 *	55,000.00	4.000	4.000000	100.000000	13,381.25	68,381.25	81,762.50	-	
03/01/2022	-	-	-	-	-	-	12,281.25	12,281.25	-	-	
09/01/2022	-	55,000.00 *	55,000.00	4.000	4.000000	100.000000	12,281.25	67,281.25	79,562.50	-	
03/01/2023	-	-	-	-	-	-	11,181.25	11,181.25	-	-	
09/01/2023	-	60,000.00 *	60,000.00	4.000	4.000000	100.000000	11,181.25	71,181.25	82,362.50	-	
03/01/2024	-	-	-	-	-	-	9,981.25	9,981.25	-	-	
09/01/2024	-	60,000.00 *	60,000.00	4.000	4.000000	100.000000	9,981.25	69,981.25	79,962.50	-	
03/01/2025	-	-	-	-	-	-	8,781.25	8,781.25	-	-	
09/01/2025	-	65,000.00 *	65,000.00	4.000	4.000000	100.000000	8,781.25	73,781.25	82,562.50	-	
03/01/2026	-	-	-	-	-	-	7,481.25	7,481.25	-	-	
09/01/2026	-	65,000.00 *	65,000.00	4.000	4.000000	100.000000	7,481.25	72,481.25	79,962.50	-	
03/01/2027	-	-	-	-	-	-	6,181.25	6,181.25	-	-	
09/01/2027	-	70,000.00 *	70,000.00	4.125	4.125000	100.000000	6,181.25	76,181.25	82,362.50	-	
03/01/2028	-	-	-	-	-	-	4,737.50	4,737.50	-	-	
09/01/2028	-	70,000.00 *	70,000.00	4.125	4.125000	100.000000	4,737.50	74,737.50	79,475.00	-	
03/01/2029	-	-	-	-	-	-	3,293.75	3,293.75	-	-	
09/01/2029	-	75,000.00 *	75,000.00	4.250	4.250000	100.000000	3,293.75	78,293.75	81,587.50	-	
03/01/2030	-	-	-	-	-	-	1,700.00	1,700.00	-	-	
09/01/2030	-	80,000.00 *	80,000.00	4.250	4.250000	100.000000	1,700.00	81,700.00	83,400.00	-	
Total	-	1,000,000.00	995,288.20				511,700.00	1,511,700.00	1,511,700.00	1,353,700.00	
Acc Int	-	-	-				-913.75	-913.75	-	-	
Grand Ttls	-	1,000,000.00	995,288.20				510,786.25	1,510,786.25	1,511,700.00	1,353,700.00	

* - Bonds callable ... 09/01/2020@100.000

TIC (Incl. all expenses) 3.95125978% Average Coupon 3.97442389%

Net Eff. Int. Rate (Texas Vernon's) = 3.974424% (with Adjstmnt of \$0.00).

TIC (Arbitrage TIC) 3.95125978% Average Life (yrs) ... 12.99

IRS Form 8038-G NIC = 3.980112% (with Adjstmnt of \$0.00).

City of Sealy, Texas (General Obligation Debt)

Combination Tax & Revenue Certificates of Obligation, Series 2010

Dated Date = 06/01/2010

Certificates of Obligation, Series 2010

Delivery Date = 06/10/2010

Dates	Term Bond Maturities	Bond Redemptions	Proceeds	Coupon Rate	Yield	Price	Interest Amount	Total Debt Service	Fiscal Year Debt Service	Debt Service to Call
	-	-	-	-	-	-	45,687.50	45,687.50	45,687.50	45,687.50
09/01/2012	-	5,000.00	4,839.65	-	1.470000	96.793000	36,550.00	41,550.00	41,550.00	41,550.00
09/01/2013	-	25,000.00	23,566.00	-	1.840000	94.264000	36,550.00	61,550.00	61,550.00	61,550.00
09/01/2014	-	35,000.00	31,882.55	-	2.220000	91.093000	36,550.00	71,550.00	71,550.00	71,550.00
09/01/2015	-	40,000.00	40,000.00	3.000	3.000000	100.000000	36,550.00	76,550.00	76,550.00	76,550.00
09/01/2016	-	45,000.00	45,000.00	3.000	3.000000	100.000000	35,350.00	80,350.00	80,350.00	80,350.00
09/01/2017	-	45,000.00	45,000.00	3.250	3.250000	100.000000	34,000.00	79,000.00	79,000.00	79,000.00
09/01/2018	-	45,000.00	45,000.00	3.500	3.500000	100.000000	32,537.50	77,537.50	77,537.50	77,537.50
09/01/2019	-	50,000.00	50,000.00	4.000	4.000000	100.000000	30,962.50	80,962.50	80,962.50	80,962.50
09/01/2020	-	55,000.00	55,000.00	4.000	4.000000	100.000000	28,962.50	83,962.50	83,962.50	738,962.50
09/01/2021	-	55,000.00 *	55,000.00	4.000	4.000000	100.000000	26,762.50	81,762.50	81,762.50	-
09/01/2022	-	55,000.00 *	55,000.00	4.000	4.000000	100.000000	24,562.50	79,562.50	79,562.50	-
09/01/2023	-	60,000.00 *	60,000.00	4.000	4.000000	100.000000	22,362.50	82,362.50	82,362.50	-
09/01/2024	-	60,000.00 *	60,000.00	4.000	4.000000	100.000000	19,962.50	79,962.50	79,962.50	-
09/01/2025	-	65,000.00 *	65,000.00	4.000	4.000000	100.000000	17,562.50	82,562.50	82,562.50	-
09/01/2026	-	65,000.00 *	65,000.00	4.000	4.000000	100.000000	14,962.50	79,962.50	79,962.50	-
09/01/2027	-	70,000.00 *	70,000.00	4.125	4.125000	100.000000	12,362.50	82,362.50	82,362.50	-
09/01/2028	-	70,000.00 *	70,000.00	4.125	4.125000	100.000000	9,475.00	79,475.00	79,475.00	-
09/01/2029	-	75,000.00 *	75,000.00	4.250	4.250000	100.000000	6,587.50	81,587.50	81,587.50	-
09/01/2030	-	80,000.00 *	80,000.00	4.250	4.250000	100.000000	3,400.00	83,400.00	83,400.00	-
Total	-	1,000,000.00	995,288.20				511,700.00	1,511,700.00	1,511,700.00	1,353,700.00
Acc Int	-	-	-				-913.75	-913.75	-	-
Grand Ttls	-	1,000,000.00	995,288.20				510,786.25	1,510,786.25	1,511,700.00	1,353,700.00

* - Bonds callable ... 09/01/2020@100.000

TIC (Incl. all expenses) 3.95125978% Average Coupon 3.97442389%
 TIC (Arbitrage TIC) 3.95125978% Average Life (yrs) ... 12.99
 Bond Years 12,993.38 WAM (yrs) 13.013163

Net Eff. Int. Rate (Texas Vernon's) = 3.974424% (with Adjstmnt of \$0.00).
 IRS Form 8038-G NIC = 3.980112% (with Adjstmnt of \$0.00).
 NIC = 3.960001% (with Adjstmnt of \$0.00).