



**COMPREHENSIVE ANNUAL FINANCIAL REPORT  
CITY OF CELINA, TEXAS  
FISCAL YEAR ENDED SEPTEMBER 30, 2019**



As Prepared By  
Finance Department  
celina-tx.gov



**City of Celina, Texas**  
**Comprehensive Annual Financial Report**  
**Fiscal Year Ended September 30, 2019**  
**Table of Contents**

	<u>Page</u>
<b>Introductory Section</b>	
Letter of Transmittal.....	i
GFOA Certificate of Achievement.....	ix
Organizational Chart.....	x
List of Elected and Appointed Officials.....	xi
<b>Financial Section</b>	
Independent Auditor’s Report.....	1
Management’s Discussion and Analysis.....	4
<b>Basic Financial Statements</b>	
<b>Government-Wide Financial Statements</b>	
Statement of Net Position.....	19
Statement of Activities.....	20
<b>Governmental Fund Financial Statements</b>	
Balance Sheet-Governmental Funds.....	21
Reconciliation of the Governmental Fund Balance Sheet to the Statement of Net Position.....	22
Statement of Revenues, Expenditures and Changes in Fund Balances-Governmental Funds.....	23
Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances of Governmental Funds to the Statement of Activities.....	24
Statement of Revenues, Expenditures and Changes in Fund Balance – Budget and Actual – General Fund.....	25
<b>Proprietary Fund Financial Statements</b>	
Statement of Fund Net Position-Proprietary Fund.....	26
Statement of Revenues, Expenses and Changes in Fund Net Position-Proprietary Fund.....	27
Statement of Cash Flows-Proprietary Fund.....	28

**City of Celina, Texas**  
**Comprehensive Annual Financial Report**  
**Fiscal Year Ended September 30, 2019**  
**Table of Contents**

	<u>Page</u>
<b>Combining Discretely Presented Component Units Financial Statements</b>	
Combining Statement of Net Position – Discretely Presented Component Units.....	30
Combining Statement of Activities – Discretely Presented Component Units.....	31
<b>Notes to Financial Statements .....</b>	<b>32</b>
<b>Required Supplementary Information</b>	
Schedule of Changes in Net Pension Liability and Related Ratios .....	67
Schedule of Contributions .....	68
Schedule of Changes in Total OPEB Liability and Related Ratios .....	69
<b>Combining and Individual Fund Financial Statements and Schedules</b>	
<b>Major Governmental Funds</b>	
Listing of Major Governmental Funds .....	70
Budgetary Comparison Schedule (GAAP Basis) – Debt Service Fund .....	71
Budgetary Comparison Schedule (GAAP Basis) – Street Construction Fund.....	72
Budgetary Comparison Schedule (GAAP Basis) – Facilities Improvement Fund.....	73
Budgetary Comparison Schedule (GAAP Basis) – Parkland Fees Fund.....	74
Budgetary Comparison Schedule (GAAP Basis)- Fire Improvement Fund .....	75
<b>Nonmajor Governmental Funds</b>	
Listing of Nonmajor Funds .....	76
Combining Balance Sheet .....	77
Combining Statement of Revenues, Expenditures and Changes in Fund Balances .....	78

**City of Celina, Texas**  
**Comprehensive Annual Financial Report**  
**Fiscal Year Ended September 30, 2019**  
**Table of Contents**

	<u>Page</u>
<b>Nonmajor Governmental Funds (Continued)</b>	
Budgetary Comparison Schedule (GAAP Basis)- Roadway Impact Fees Fund .....	79
Budgetary Comparison Schedule (GAAP Basis)- Capital Equipment Replacement Fund .....	80
Budgetary Comparison Schedule (GAAP Basis) – Park Construction Fund .....	81
Budgetary Comparison Schedule (GAAP Basis) – Main Street Fund .....	82
Budgetary Comparison Schedule (GAAP Basis) – PEG Fund. ....	83
Budgetary Comparison Schedule (GAAP Basis)- Grants Fund .....	84
Budgetary Comparison Schedule (GAAP Basis)- Law Enforcement Fund .....	85
Budgetary Comparison Schedule (GAAP Basis)- Contributions and Donations Fund.....	86
Budgetary Comparison Schedule (GAAP Basis) – Court Security Fund.....	87
Budgetary Comparison Schedule (GAAP Basis) – Court Technology Fund.....	88
Budgetary Comparison Schedule (GAAP Basis) – Capital Acquisition Fund.....	89
Budgetary Comparison Schedule (GAAP Basis) – Roadway Capital Recovery Fees Fund.....	90
Budgetary Comparison Schedule (GAAP Basis) – Technology Fund .....	91
<b>Discretely Presented Component Units</b>	
Listing of Discretely Presented Component Units .....	92
Budgetary Comparison Schedule (GAAP Basis)- Celina Economic Development Corporation.....	93
Budgetary Comparison Schedule (GAAP Basis)- Celina Community Development Corporation .....	94

**City of Celina, Texas**  
**Comprehensive Annual Financial Report**  
**Fiscal Year Ended September 30, 2019**  
**Table of Contents**

	<u>Page</u>
<b>Statistical Section (Unaudited)</b>	
Statistical Section Table of Contents.....	95
Table 1: Net Position by Component .....	96
Table 2: Changes in Net Position .....	97
Table 3: Governmental Activities-Tax Revenues by Source .....	99
Table 4: Fund Balances-Governmental Funds .....	100
Table 5: Changes in Fund Balances-Governmental Funds.....	102
Table 6: Assessed Value of Taxable Property.....	104
Table 7: Direct and Overlapping Property Tax Rates .....	105
Table 8: Principal Property Tax Payers.....	106
Table 9: Property Tax Levies and Collections .....	107
Table 10: Ratio of Outstanding Debt by Type .....	108
Table 11: Ratio of General Bonded Debt Outstanding.....	109
Table 12: Legal Debt Margin Information .....	110
Table 13: Direct and Overlapping Governmental Activities Debt .....	111
Table 14: Pledged Revenue Coverage.....	112
Table 15: Demographic and Economic Statistics .....	113
Table 16: Top Employers .....	114
Table 17: Full Time Equivalent City Employees by Function/Program .....	115
Table 18: Operating Indicators by Function/Program.....	116
Table 19: Capital Assets Statistics by Function/Program.....	117

## **Introductory Section**





142 N. Ohio Drive • Celina, Texas 75009 • Phone 972.382.2682 • Fax 972.382.3736

February 24, 2020

Honorable Mayor and City  
Council, City Manager,  
Citizens of Celina:

The Comprehensive Annual Financial Report (CAFR) of the City of Celina, Texas (City), for the fiscal year ended September 30, 2019, is submitted herewith. Management assumes full responsibility for the completeness and reliability of the information contained in this report, based on a comprehensive framework of internal controls established for this purpose. Because the cost of internal controls should not exceed anticipated benefits, the objective is to provide reasonable rather than absolute assurance that the financial statements are free of any material misstatements. To the best of our knowledge and belief, the enclosed data is accurate in all material respects and reported in a manner designed to present fairly the financial position and results of operations of the City.

**BKD, LLP**, Certified Public Accountants, has issued unmodified ("clean") opinions on the City of Celina financial statements for the year ended September 30, 2019. The independent auditor's report is located at the front of the financial section of this report.

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

## **OUR HISTORY**

Celina, in the northwest corner of Collin County, not established until 1876, but settlers came into the area at a much earlier date. These settlers lived the lives of typical pioneers building their homes from logs or hauling lumber from Jefferson. They traveled by foot, horseback or in wagons, making their clothes at home and raising what they had to eat. These early families, as well as later ones, mainly came from Tennessee or Kentucky.

In October 1879, a little settlement began to form a few miles southwest of the present-day Celina. John T. Mulkey, Celina's first postmaster, named the town after Celina, Tennessee. The Methodist Church was built in 1880 and doubled as the school for a while. By 1885, a general store, mill and a drug store has been opened in "Old Celina."

About 20 years later, considerable excitement was caused by the news that the Frisco railway was soon to extend its line through this part of the country. However, the right of way was to miss the little town. Shortly thereafter, the merchants of the town made plans to move the town to the railroad. When the time came to move, the businesses and houses were placed on rollers and pulled to the new site by traction engines. This was done in February 1902 and the ground was muddy. Some of the buildings became bogged down and had to be left until dry weather. A town site company had secured the land for the new "Celina," which was part of a pasture belonging to the late William Willock. The company had taken the fences down, marked off the streets and placed the lots for sale. It was intended that the current Main Street would be the primary street of town, so it was made wider than the other streets and the price of the lots were higher. Because of the higher price, the merchants began locating north of main Street and west of the railroad. A row of wooden buildings formed facing the railroad. In 1907, the town officially incorporated with Will Newsom serving as the first mayor.

The businesses looked about the same until 1910, when Fred Smith (who later became the first mayor of University Park in Dallas) began getting ready to lay the square and erect buildings around it. On July 6, 1911, several of the buildings were ready for use and there was a general moving day. Gravel was put on the streets and Celina took on the appearance of a wide-awake, growing little city.

Celina has had a variety of businesses since that time, including an opera house in 1917. A partial listing of businesses and professional services in 1937 included one dry goods store, seven gas stations, two drug stores, an ice cream factory, two grain elevators, one flour mill, two ice houses, three cotton gins, laundry, lumber yard, shoe and harness shop, jewelry store, blacksmith, bank, movie theatre, three tailor shops, a funeral home, two dairies, three cafes, two chicken hatcheries, three doctors, a dentist, 10 churches and a modern brick school building.

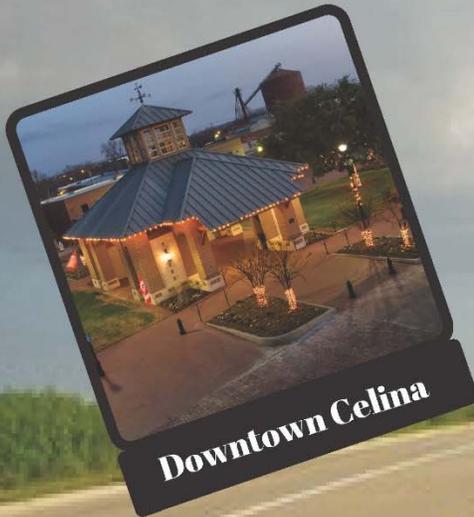
As in all communities, the establishment of a school is of utmost importance. The first school in the "new" Celina was a small wooden structure that was in the neighborhood of the Jeff Malone residence. In 1906, a two-story brick school building was completed on the campus where the Celina Independent School District Administrative offices are now. In 1915, this school was destroyed by fire. In 1916, another two-story brick building with a basement was finished and school began in it. This school was torn down and a new one completed and dedicated in April of 1943. This is the building presently used for the CISD Administrative Offices. A new high school was built in 1976 and a new elementary school completed in 1987. Bonds passed in the spring of 1996 for a new high school and an addition to the elementary. After completion of the new high school, the middle school students occupied the current Junior High school. In September 2001, bonds passed for a new elementary school, additions to the high school, new vocational facilities and renovations to the track. A new state of the art elementary school opened in fall of 2003.

An excerpt from the Celina Record of 1937 states: "If you are casting about for a good place to make your home you should visit Celina and see for yourself what it has to offer. Some here occasionally say the grass is greener elsewhere and move away, but most of them decide there is no use trying find a better place in which to live and rear their families, come back and settle down firmly fixed in their belief that trying is a waste of time."

# CELINA TEXAS



32



## UNIQUE HERITAGE

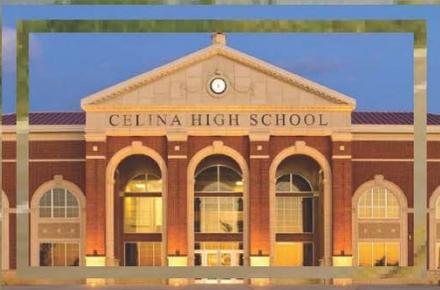
Outstanding communities to raise a family, with top rated school districts and an array of settings in which to live.

## PRIME LOCATION

Situated in high-growth Collin County and nestled between the major arteries of Preston Rd and Dallas North Tollway.

## HOMETOWN ATMOSPHERE

Centralized downtown for residents to gather and experience a friendly environment.



\*Service Population

## CITY OF CELINA

### POPULATION

**22,641\***

### DEMOGRAPHICS

#### MEDIAN AGE

**37**

#### MEDIAN HOUSEHOLD INCOME

**\$98,277**

#### MEDIAN HOME VALUE

**\$408,052**

### EDUCATION

**35 min to 4 major universities**

**Exemplary School Rating**

**Celina ISD 4A School**

**Prosper ISD 6A School**

### ECONOMICS

#### Bond Rating

**S&P - AA**

**Moody's - Aa3**

**Fastest growing county population in TX  
One of the healthiest regional economies  
in America**

## **PROFILE OF THE GOVERNMENT**

The City of Celina is empowered to levy property tax on both real and personal properties located within its boundaries and to extend its corporate limits by annexation when deemed appropriate by the City Council. The City of Celina is a home-rule city and operates on a Mayor-Council form of government. The governing body includes the Mayor and six City Council members. All governing body members serve three-year terms. The governing body, being the elected representative of the people, adopts all ordinances and resolutions and determines the general goals and policies.

The City Manager is the chief administrative officer of the government and is responsible for the enforcement of laws and ordinances, the appointment and supervision of the directors or department heads and the performance of City functions.

The City of Celina provides a full range of services to its citizens. These services include fire and police services, ambulance and emergency services, the public library, parks and recreation, water, sewer, trash pickup, traffic engineering, streets and infrastructure, community development including planning and zoning, public improvements, economic development and other administrative services.

The financial reporting entity includes all funds of the primary government as well as its component units. The component units are legally separate entities for which the primary government is financially accountable, but they are not part of the primary government's operations. The Celina Community Development Corporation (Type B) and Celina Economic Development Corporation (Type A) are included in the City's financial statements as discreetly presented component units.

## **FINANCIAL INFORMATION**

### *Accounting Procedures and Budgetary Control*

The City's accounting records for general governmental activities are maintained on a modified accrual basis, with revenues recorded when available and measurable, and expenditures being recorded when the services or goods received, and the liabilities incurred. Accounting records for the City's water and sewer and other proprietary activities are maintained on the accrual basis.

The financial structure of the City budget is such that line items roll into categories, which in turn roll into departments then into the fund level. The budget ordinance that is presented to Council requests appropriation at the fund level.

The budgetary process begins in March of each year with the preparation of both current and proposed year revenue estimates by the City's finance department and expenditure estimates provided by each department within the City. Budgets are reviewed and subsequently modified and approved by Council. The City Council is required to hold public hearings on the proposed budget and to approve the final budget no later than September 30th at the close of the fiscal year.

The following governmental funds are annually appropriated:

General Fund, Debt Service Fund, Fire Improvement Fund, Street Construction Fund, Facilities Improvement Fund, Capital Equipment Replacement Fund, Park Construction Fund, Main Street Fund, Capital Acquisition Fund and Special Assessment Revenue Fund.

## **LOCAL ECONOMY**

During the past year, Celina has experienced tremendous growth. The growth is primarily because of new residential developments coming into the City. These new developments will bring significant number of homes into Celina over the next several years. A total of 4,589 homes have been permitted between 2015 – 2019. The number of single-family construction permits has risen from 1,154 to 1,280 during the past year and another modest increase is expected in 2020 to bring this number to 1,300 housing permits. This rate of growth will have a significant impact on the City, the two school systems that serve Celina and its quality of life.

Several new commercial developments either started or were completed during fiscal year 2019. The construction of Mobility Bank and Landmark Bank was completed in fiscal year 2019. Construction of office/retail complexes were also complete. Preston Plaza is a 17,000 square foot building and Celina Professional Village will be a two office/retail building complex with approximately 20,000 square feet each. During fiscal year 2019, Celina welcomed several new eating and entertainment establishments to include three new restaurants and several small specialty shops opened in Downtown. Along with new retail development comes the expectation that sales tax revenue will increase. The City saw a 8.47% increase in sales tax during FY 2019 as compared to FY 2018 and is optimistic that there will be an increase in sales tax revenue during FY 2020.

Prosper ISD opened a new elementary school in Light Farms with a second to open in Fall of 2020 in Mustang Lakes. Celina ISD is in the process of renovating and expanding Celina Elementary school. Collin College Celina Campus schedule to open in fall of 2021. The college will provide much needed vocational training for the Celina as well as the region.

The City uses a five-year planning model for the General Fund, which projects revenues and expenditures over a long-term period using assumptions about economic conditions and future spending scenarios. This model is developed internally and focuses on the anticipated future funding necessary to meet the City's strategic goals.

The model takes a comprehensive approach to evaluating the long-term needs for property tax rates and other revenues to provide for the maintenance and operations of the General Fund. The City's General Fund relies heavily on property tax as a revenue source. The sales tax is a less stable revenue source than the property tax but provides the taxpayers with more discretion and a lower property tax rate. Because of this revenue makeup, the City estimates sales tax revenues conservatively and introduces new programs somewhat more cautiously until projected revenue levels are attained. The City is also more attentive to the health of its economy because of the reliance upon commerce to produce the sales tax. Another significant impact on the City's economy is the relocation of major corporations to the Metroplex. Toyota and Liberty Mutual have added demand for more housing and municipal services as they relocate their staff to the surrounding areas. The Celina Economic Development Corporation staff continues to seek out potential employment prospects, along with the crucial retail, restaurants and services needed for a growing city. An ongoing goal is to create an environment which attracts businesses that will provide new employment opportunities to sustain economic growth.

## **MAJOR INITIATIVES**

The City sets utility rates based on the cost of service, establishing an equitable rate structure for total cost recovery. The utility rate model was last updated during 2018. A 3.00% water rate increase went into effect on October 1, 2018, as the first year of five years of adopted rate increases. Based on the same rate study, the second increase will be implemented in January of 2020. With future development demands anticipated for the water system, these rate increases were necessary to fund capital improvement programs, an increase in system demands and operating cost pressures. The base rates for all customer categories have been increased which reduces revenue volatility that results from weather and conservation.

The City has completed several studies and plans during fiscal year 2019. The list of these accomplishments are as follows:

1. City's Comprehensive plan launched in fiscal year 2019
2. Downtown Master Plan adopted in January 2019
3. Trails Master Plan adopted in March 2019
4. Park Master Plan launched in fiscal year 2019
5. Developed the framework of the 20 year Comprehensive Plan for the Police Department
6. 2018 Model Codes adopted in March 2019
7. Zoning Ordinance update begun

These plans and initiatives will shape the development of Celina for the next decade.

A 2 MGD water tower construction was completed in 2019 and came on - line in October of 2019.

A classification and compensation study was completed in fiscal year 2018. As a follow up to this study, the City has completed its first comprehensive employee manual. This is the City's first comprehensive update since year 2014.

A major renovation of the City Hall Annex building, Economic Development building and partial renovation of the existing City Hall was substantially completed in FY 2019.

City has secured funding for a major renovation and upgrade to the Old Celina Park that is scheduled to begin in FY 2019.

Construction of water and sewer lines were completed in the Southeast sector of the City. This project was a three year project and finalized in FY 2019.

The City has completed its upgrade of the downtown water pump station. This project was financed by 2018 Certificate of Obligation bonds issued by the City.

In order to develop a highly advanced technology & mobility infrastructure, GIGABIT fiber was extended to nearly the entire city in FY 2019.

## **AWARDS**

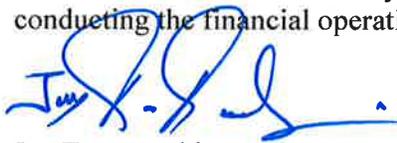
The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the City of Celina, Texas for its comprehensive annual financial report for the fiscal year ended September 30, 2018. This was the third year that the City has achieved this prestigious award. In order for the City to receive a Certificate of Achievement, a government must publish an easily readable and efficiently organized comprehensive annual 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 comprehensive annual financial report continues to meet the Certificate of Achievement Program's requirements and we are submitting it to the GFOA to determine its eligibility for another certificate.

In addition, the City of Celina also received the GFOA's Distinguished Budget Presentation Award for its annual budget document for the third year beginning October 1, 2018. To qualify for the Distinguished Budget Presentation Award, the government's budget document had to be proficient as a policy document, a financial plan, an operations guide and a communications device.

## **ACKNOWLEDGMENTS**

The preparation of this report on a timely basis could not be accomplished without the efficient and dedicated services of the entire staff of the Finance Department. We would like to express our appreciation to all members of the Departments who assisted and contributed to its preparation. We would like to thank the Mayor and Council members for their commitment in planning and conducting the financial operations of the City in a responsible and progressive manner.



Jay Toutouchian  
Director of Finance



Government Finance Officers Association

Certificate of  
Achievement  
for Excellence  
in Financial  
Reporting

Presented to

**City of Celina  
Texas**

For its Comprehensive Annual  
Financial Report  
for the Fiscal Year Ended

**September 30, 2018**

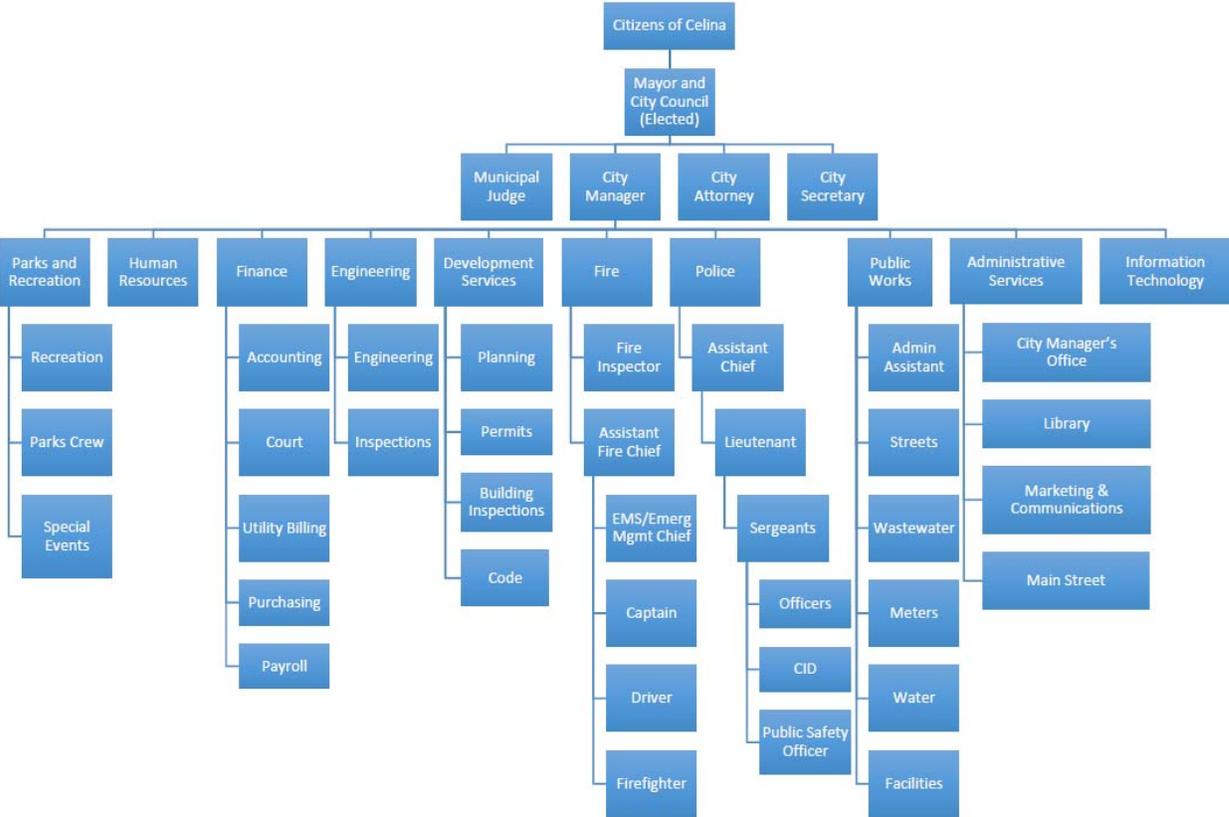
*Christopher P. Morrell*

Executive Director/CEO



# City of Celina, Texas

## Organizational Chart







**City of Celina, Texas**

**Comprehensive Annual Financial Report**

**Fiscal Year Ended September 30, 2019**

**ELECTED OFFICIALS**

**Sean Terry, Mayor**

**Chad Anderson, Mayor Pro-Tem (Place #6)**

**Justin Steiner (Place #1)**

**Wayne Nabors (Place #2)**

**Andy Hopkins (Place #3)**

**Carmen Roberts (Place #4)**

**Mindy Koehne (Place #5)**

**MANAGEMENT STAFF**

**Jason Laumer, City Manager**

**OFFICIAL ISSUING REPORT**

**Jay Toutouchian, Director of Finance**



## **Financial Section**



## Independent Auditor's Report

Members of the City Council  
City of Celina, Texas

### Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund and the aggregate remaining fund information of the City of Celina (City), as of and for the year ended September 30, 2019, and the related notes to the financial statements, which collectively comprise the City's basic financial statements as listed in the table of contents.

### *Management's Responsibility for the Financial Statements*

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes 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.

### *Auditor's Responsibility*

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements 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 entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

### ***Opinions***

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, the aggregate remaining fund information of the City as of September 30, 2019, 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.

### ***Emphasis of Matter***

As discussed in *Note 1* to the financial statements, the 2018 financial statements for the general fund, the parkland fees fund, the water and sewer fund, governmental activities and business-type activities have been restated to correct misstatements. Our opinions are not modified with respect to this matter.

### ***Other Matters***

#### ***Required Supplementary Information***

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, pension and other postemployment benefit information as listed in the table of contents be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

#### ***Other 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 fund financial statements and schedules, introductory and statistical sections as listed in the table of contents are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The combining and individual fund financial statements and schedules 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. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual fund financial statements and schedules are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

The introductory and statistical sections have not been subjected to the auditing procedures applied in the audit of the basic financial statements, and accordingly, we do not express an opinion or provide any assurance on them.

***Other Reporting Required by Government Auditing Standards***

In accordance with *Government Auditing Standards*, we also have issued our report dated February 24, 2020, 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.

**BKD, LLP**

Dallas, Texas  
February 24, 2020



## **Management's Discussion and Analysis**



**City of Celina, Texas**  
**Management's Discussion and Analysis**  
**September 30, 2019**

The City of Celina (City) presents the City's comprehensive annual financial report. This overview is an analysis of the financial activities of the City for the fiscal year ended September 30, 2019. This discussion should be read in conjunction with the financial statements and related notes. Comparative data is also presented for government-wide and fund financial statements at the end of this section.

***Financial Highlights***

- Government-wide net position reported in the Statement of Net Position is \$95,732,615. Of this amount \$54,776,397 is invested in capital assets or restricted for debt service and capital projects, and the balance of \$40,956,218 is available as unrestricted net position.
- Government-wide net position increased by \$13,677,400 from current year operations and another \$8,561,022 due to a prior period adjustment.
- The City's fund financial statements reported changes in fund balance/net position from current year operations as follows:
  1. General Fund - \$2,127,631 increase
  2. Debt Service Fund -\$684,135 increase
  3. Street Construction Fund - \$16,062,061 increase
  4. Facilities Improvement Fund-\$5,674,756 decrease
  5. Parkland Fees Fund - \$2,808,049 increase
  6. Fire Improvement Fund - \$4,810,328 decrease
  7. Other Governmental Funds - \$218,518 decrease
  8. Water & Sewer Fund - \$6,919,721 increase

***Changes in Fund Balances and Explanation for Original Budget Versus Actuals***

The following details the increases/decreases in fund balances for each fund listed above:

**General Fund** - increases in permit fees revenues and property tax revenues are a major contributing factor in an increase in General Fund balance. The City takes a conservative approach in budgeting for General Fund revenues, especially permitting fees and this explains the variance in the original budget versus the actuals.

**Debt Service Fund** - an increase in assessed values contributed to an increase in revenues in this fund and thus an increase in fund balance. The City takes a conservative approach as it prepares to issue additional long-term debt and thus planned for an adequate fund balance.

**Street Construction Fund** - the City issued Certificates of Obligation during FY 2019 and this contributed to an increase in fund balance. The Fund will show increased Capital Project Expenditures during FY 2020.

**City of Celina, Texas**  
**Management's Discussion and Analysis**  
**September 30, 2019**

**Facilities Improvement Fund** - the City increased Capital Project expenditures in FY 2019 using proceeds from the Certificates of Obligations issued during FY 2018. This contributed to a decrease in fund balance.

**Parkland Fees Fund** - the City received a significant amount of park fees. This contributed to an increase in fund balance.

**Fire Improvement Fund** – the City increased Capital Project expenditures in FY 2019 using proceeds from the Certificates of Obligations issued during FY 2018.

**Other Governmental Funds** - a decrease in fund balances is primarily due to capital project related expenditures in the Capital Equipment Replacement, Park Construction and Capital Acquisition Funds.

**Water & Sewer Fund** - increases in fund equity are due to increased growth and receipt of capital replacement and impact fees.

***Using This Annual Report:***

This annual report consists of a series of financial statements. The government-wide financial statements include the Statement of Net Position and the Statement of Activities. These provide information about the activities of the City as a whole and present a long-term view of the City's financial condition. They reflect the *flow of total economic resources* in a manner similar to the financial reports of a business enterprise.

The fund financial statements report the City ' s operations in more detail than the government-wide statements by providing information about the City's most significant funds. Governmental fund statements tell how services were financed in the short- term, as well as what resources remain for future spending. Governmental funds reflect the *flow of current financial resources*. Proprietary fund statements offer short and long - term financial information about the activities the government operates like businesses, such as the water and sewer system. The statements are followed by a section of required supplementary information that further explains and supports the information in the financial statements.

The notes to the financial statements provide narrative explanations or additional data needed for full disclosures for the government-wide statements and the fund financial statements.

***Reporting the City as a Whole - Government-Wide Financial Statements***

***The Statement of Net Position and the Statement of Activities***

Government-wide financial statements provide an analysis of the City's overall financial condition and operations. The primary objective of these statements is to show whether the City' s financial condition has improved or deteriorated as a result of the year' s activities.

**City of Celina, Texas**  
**Management's Discussion and Analysis**  
**September 30, 2019**

The Statement of Net Position includes all the City's assets, deferred outflows of resources, liabilities and deferred inflows of resources while the Statement of Activities includes all the revenue and expenses generated by the City's operations during the year. Government-wide statements utilize the *accrual basis of accounting*, which is the same method used by most private sector companies.

All of the current year's revenue and expenses are taken into account regardless of when cash is received or paid. The City's revenue is divided into the following categories: 1) charges for services, 2) operating grants and contributions, 3) capital grants and contributions and 4) general revenues not associated with any specific program function. All of the City's assets are reported whether they serve the current year or future years. Liabilities are also reported regardless of whether they must be paid in the current or future years.

These two statements report the City's net position and the changes in it. The City's net position (the difference between assets and deferred outflows of resources and liabilities and deferred inflows of resources) provides one measure of the City's financial health or financial position. Over time, increases or decreases in the City's net position are one indicator of whether its financial health is improving or deteriorating. To fully assess the overall health of the City, you should consider non-financial factors as well, such as changes in the City's request for services from citizens and the condition of the City's facilities.

In the Statement of Net Position and the Statement of Activities, the City has two kinds of activities:

**Governmental Activities** - Most of the City's services are reported here, including, administration, judicial, fire and emergency services, public works, police, parks and recreation, infrastructure and the main street project. Property taxes and state and federal grants finance most of these activities.

**Business-type Activities** - The City charges fees to customers to help it cover the cost of certain services it provides. The City's water and sewer system operations and sanitation services are reported here.

***Reporting the City's Most Significant Funds***

***Fund Financial Statements:***

The fund financial statements provide detailed information about the most significant funds. The City's administration establishes funds to help it control and manage money for particular purposes. The City's two kinds of funds - governmental funds and proprietary funds use different accounting approaches.

**City of Celina, Texas**  
**Management's Discussion and Analysis**  
**September 30, 2019**

**Governmental Funds** - The City reports most of its basic services in governmental funds. Governmental funds use the *modified accrual basis of accounting* (a method that measures the receipt and disbursement of cash and other financial assets that can be readily converted to cash) and they report balances that are available for future spending. Governmental fund statements provide a detailed short-term view of the City's general operations and the basic services it provides. We describe the accounting differences between governmental activities (reported in the Statement of Net Position and the Statement of Activities) and governmental funds in reconciliation schedules found at the bottom of each of the governmental fund financial statements.

**Proprietary Funds** - The Proprietary/Enterprise fund is used to account for operations that are financed in a manner similar to private business enterprises where the costs (expenses, including depreciation) of providing water and sewer services to the general public on a continuing basis are financed through user charges.

***Capital Asset and Debt Administration:***

**Capital Assets** - the City's investment in capital assets (net of accumulated depreciation) reported in governmental activities and business-type activities was \$68,166,487 and \$79,220,252, respectively. This investment in capital assets includes land, buildings and improvements, equipment and vehicles. The City added buildings and improvements in the approximate amount of \$341,000, furniture and equipment in the approximate amount of \$367,000, vehicles in the approximate amount of \$578,000, water & sewer infrastructure in the approximate amount of \$101,000 and CIP in the approximate amount of \$43,686,000. The change in the City's investment in capital assets for the current fiscal year was \$11,901,267 and \$29,146,451 in each of the respective activities. Additional information on capital asset activity can be found in *Note 5* to the financial statements.

**Long-term Debt** - at year-end the City had \$147,485,667 in bonds and capital leases outstanding an increase of \$33,431,563. Additional information on long-term liabilities can be found in *Note 6* to the financial statements.

**City of Celina, Texas**  
**Management's Discussion and Analysis**  
**September 30, 2019**

***Economic Factors and Next Year's Budget and Rates:***

The City of Celina continues to see strong population and economic growth. From 2010 through 2019, the City's population grew by 211.00%. The leading driver of the City's population growth is a strong local housing market. The City issued 1,280 building permits, compared to 1,154 permits last year that represent an increase of 126 permits or 11.00%. Accordingly, permit fee collections have increased by \$734,735 or 12.28% for the same period. For the fiscal year 2018-2019, the City collected \$6,716,762 in permit fees compared with \$5,982,027 for the same period last year. The increase in building permits and fees is a result of a strategic plan that was put in place in 2011. Although cities have various tools at their disposal to generate growth, the City of Celina, pursuant to the *Public Improvement District Act*, Texas Local Government Code, Chapter 372, as amended (PID Act), has used this tool with greater frequency and entered into a negotiation with several developers that were interested in developing large housing developments in the southern border of the City. The PID strategy necessitates a continual partnership between the City, the developer and subsequent homeowners. Celina uses the PID to fund and maintain public infrastructure through assessments levied against each individual lot or parcel ultimately making the developer or homeowner responsible for payment. In 2014, the City created the first PID and issued its first Special Assessment Bonds for the district. As of September 30, 2019, the City of Celina has created eleven PIDs with a total bond principal outstanding of \$125,045,000. In addition to the PID strategy, the City has developed a Tax Increment Reinvestment Zone (TIRZ) that will assist with funding of infrastructure that is situated outside of PID boundaries.

The City is not obligated in any manner for this special assessment debt, but merely acts as the developer's agent in handling the debt service transactions by collecting any special assessments and forwarding them to the Trustee for payment to the bondholders.

The City understands that diversification of Celina's economy is a key to financial stability. The City of Celina's portion of sales tax collection increased from \$1,150,663 in FY 2018 to \$1,248,168 in FY 2019. This amounts to an increase of \$97,505 or 8.47%. The increase follows the trend through the state. The reduction in unemployment in conjunction with the sales tax collection from internet purchases has contributed to the increase. The opening of new retail shops and restaurants played a role in the increase of sales tax revenue as well. Management anticipates a moderate increase through FY 2020.

Total assessed property value for the City of Celina increased from \$1,455,531,761 in FY 2018 to \$1,530,309,328 in FY 2019. The City of Celina has enjoyed an increase in its property values since FY 2011. This increase is a result of new construction in housing developments and annexation of new parcels of land. Reviewing the history of the City's assessed property values provides evidence of the City's measurable growth in the last decade. By introducing progressive strategies and policies such as PIDs and TIRZ, the City of Celina will expedite and sustain this growth for a foreseeable future.

**City of Celina, Texas**  
**Management's Discussion and Analysis**  
**September 30, 2019**

<b>Fiscal Year</b>	<b>Assessed Value</b>	<b>% Changes</b>
<b>2010</b>	<b>\$ 455,200,487</b>	
<b>2011</b>	<b>\$ 461,849,745</b>	<b>1.46%</b>
<b>2012</b>	<b>\$ 482,062,285</b>	<b>4.38%</b>
<b>2013</b>	<b>\$ 507,835,848</b>	<b>5.35%</b>
<b>2014</b>	<b>\$ 561,671,666</b>	<b>10.60%</b>
<b>2015</b>	<b>\$ 660,868,270</b>	<b>17.66%</b>
<b>2016</b>	<b>\$ 806,351,310</b>	<b>22.01%</b>
<b>2017</b>	<b>\$ 1,101,528,213</b>	<b>36.61%</b>
<b>2018</b>	<b>\$ 1,455,531,761</b>	<b>32.14%</b>
<b>2019</b>	<b>\$ 1,530,309,328</b>	<b>5.14%</b>

**Water:**

The City of Celina is currently experiencing a tremendous growth in its housing market. During FY 2019 the city has issued an average of 96 new water meters per month. This increase, coupled with climate changes, resulted in a water sales revenue increase of \$690,134 or 11.00% over FY 2018.

A review of the history of the City's water sales over the past several years indicates a healthy trend. Although the challenge at hand is complex, the city adopted several policies to ensure both the availability and affordability of water for its residents. The City purchases 100.00% of its water from Upper Trinity Regional Water District. .

<b>Fiscal Year</b>	<b>Water Sales</b>	<b>% Changes</b>
<b>2010</b>	<b>\$ 1,944,348</b>	
<b>2011</b>	<b>\$ 2,549,933</b>	<b>31.15%</b>
<b>2012</b>	<b>\$ 2,548,942</b>	<b>-0.04%</b>
<b>2013</b>	<b>\$ 2,772,632</b>	<b>8.78%</b>
<b>2014</b>	<b>\$ 2,780,983</b>	<b>0.30%</b>
<b>2015</b>	<b>\$ 3,489,083</b>	<b>25.46%</b>
<b>2016</b>	<b>\$ 4,049,673</b>	<b>16.07%</b>
<b>2017</b>	<b>\$ 5,132,245</b>	<b>26.73%</b>
<b>2018</b>	<b>\$ 6,437,153</b>	<b>25.43%</b>
<b>2019</b>	<b>\$ 7,127,287</b>	<b>10.72%</b>

**City of Celina, Texas**  
**Management's Discussion and Analysis**  
**September 30, 2019**

**Wastewater:**

Since the use of wastewater is parallel to water usage, increases in revenue will follow the same trends. Total sewer revenue for FY 2019 increased by \$1,502,862 or 49.00% over FY 2018. Based on the number of new water meters installed monthly, sewer sales revenues will continue to increase. Unprecedented growth puts enormous pressure on the City's infrastructures in general and wastewater in particular. Despite increases in revenue, a number of challenges remain to fund projects necessary to service population growth. The City of Celina currently owns and operates its water reclamation system and is a member of a regional facility. The City has invested in the construction of phase I of the regional plant that will allow it to use an assigned capacity. The City will expand its owned and operated plant and participate in a phase II expansion of the regional plant. The City has completed its Capital Improvement Plan (CIP) for the next five years and secured the funding for these projects for FY 2019.

<b>Fiscal Year</b>	<b>Sewer Sales</b>	<b>% Changes</b>
<b>2010</b>	<b>\$ 774,022</b>	
<b>2011</b>	<b>\$ 946,269</b>	<b>22.25%</b>
<b>2012</b>	<b>\$ 994,332</b>	<b>5.08%</b>
<b>2013</b>	<b>\$ 1,060,773</b>	<b>6.68%</b>
<b>2014</b>	<b>\$ 1,160,403</b>	<b>9.39%</b>
<b>2015</b>	<b>\$ 1,409,070</b>	<b>21.43%</b>
<b>2016</b>	<b>\$ 1,799,254</b>	<b>27.69%</b>
<b>2017</b>	<b>\$ 2,329,146</b>	<b>29.45%</b>
<b>2018</b>	<b>\$ 3,077,772</b>	<b>32.14%</b>
<b>2019</b>	<b>\$ 4,085,342</b>	<b>32.74%</b>

**Budget Highlights for FY 2020 Include:**

- A balanced budget that provides for a financially sound city while maintaining high quality of services
- Property tax that remains unchanged at the current rate of \$0.645 per \$100 taxable value
- Water and sewer rates will experience a modest increase as the City follows the direction of FY 2018 rate study.
- Increase in the number of FTEs to 167.5 that includes one new position in the drainage fund.

**City of Celina, Texas**  
**Management's Discussion and Analysis**  
**September 30, 2019**

- Upgrading the City's accounting system to improve accounting controls and provide reasonable, but not absolute, assurance regarding: (1) the safeguarding of assets against loss from unauthorized use or disposition and (2) the reliability of financial records for preparing financial statements and maintaining accountability for assets.
- The City of Celina continue to implement several plans and capital improvement projects in FY 2020. Include but not limited to following:
  1. Old Celina Park expansion and lighting
  2. Begin central police station design
  3. Creating new and more user friendly Utility Billing Website
  4. Update the annual reports
  5. Complete several Comprehensive and Master Plans that launched in FY 2019
  6. Completion of Downtown annex and parking improvement

Summarized comparative financial statements can be found in pages 12-17.

**City of Celina, Texas**  
**Statements of Net Position – Primary Government**  
**September 30, 2019 and 2018**

	Governmental Activities		Business-type Activities		Total	
	2019	2018	2019	2018	2019	2018
<b>Assets</b>						
Current and other assets	\$ 57,986,054	\$ 51,174,147	\$ 51,440,002	\$ 52,272,997	\$ 109,426,056	\$ 103,447,144
Capital assets, net	68,166,487	56,265,220	79,220,252	50,073,801	147,386,739	106,339,021
Total assets	126,152,541	107,439,367	130,660,254	102,346,798	256,812,795	209,786,165
<b>Deferred Outflows of Resources</b>	783,889	401,603	106,895	57,788	890,784	459,391
<b>Liabilities</b>						
Other liabilities	6,281,123	10,930,349	7,330,310	11,113,090	13,611,433	22,043,439
Long-term debt	65,033,495	47,756,564	83,278,445	66,727,207	148,311,940	114,483,771
Total liabilities	71,314,618	58,686,913	90,608,755	77,840,297	161,923,373	136,527,210
<b>Deferred Inflows of Resources</b>	41,880	197,420	5,711	26,756	47,591	224,176
<b>Net Position</b>						
Net investment in capital assets	20,672,418	32,376,605	30,124,340	18,675,162	50,796,758	51,051,767
Restricted for debt service	2,497,665	1,825,333	-	-	2,497,665	1,825,333
Restricted for capital projects	1,481,974	4,535,724	-	-	1,481,974	4,535,724
Unrestricted	30,927,875	10,218,998	10,028,343	5,862,371	40,956,218	16,081,369
Total net position	\$ 55,579,932	\$ 48,956,660	\$ 40,152,683	\$ 24,537,533	\$ 95,732,615	\$ 73,494,193

**City of Celina, Texas**  
**Statements of Activities – Primary Government**  
**Years Ended September 30, 2019 and 2018**

	Governmental Activities		Business-type Activities		Total	
	2019	2018	2019	2018	2019	2018
<b>Program Revenues</b>						
Charges for services	\$ 11,837,197	\$ 7,865,830	\$ 21,133,549	\$ 16,506,407	\$ 32,970,746	\$ 24,372,237
Operating grants/contributions	1,291,079	201,610	-	-	1,291,079	201,610
Capital grants/contributions	180,890	20,365,689	-	3,432,870	180,890	23,798,559
General revenues:						
Ad valorem taxes	9,856,619	7,464,462	-	-	9,856,619	7,464,462
Sales taxes	1,248,168	1,150,663	-	-	1,248,168	1,150,663
Franchise taxes	516,777	420,352	-	-	516,777	420,352
Other	2,027,855	1,613,911	1,124,765	332,227	3,152,620	1,946,138
<b>Total program revenues</b>	<b>26,958,585</b>	<b>39,082,517</b>	<b>22,258,314</b>	<b>20,271,504</b>	<b>49,216,899</b>	<b>59,354,021</b>
<b>Expenses</b>						
Administration	3,613,202	3,305,724	-	-	3,613,202	3,305,724
Judicial	169,960	173,809	-	-	169,960	173,809
Fire and emergency services	4,516,435	2,898,525	-	-	4,516,435	2,898,525
Development services	2,844,946	1,812,852	-	-	2,844,946	1,812,852
Public works	1,625,818	5,760,436	-	-	1,625,818	5,760,436
Police department	3,219,436	2,598,592	-	-	3,219,436	2,598,592
Parks and recreation	1,480,614	1,284,123	-	-	1,480,614	1,284,123
Library	231,803	230,779	-	-	231,803	230,779
Infrastructure	1,010,684	823,826	-	-	1,010,684	823,826
Main Street project	61,612	59,285	-	-	61,612	59,285
Interest and fiscal charges	1,953,396	840,645	-	600,022	1,953,396	13,127,698
Water, Sewer and Sanitation Services	-	-	14,811,593	12,287,053	14,811,593	12,287,053
<b>Total expenses</b>	<b>20,727,906</b>	<b>19,788,596</b>	<b>14,811,593</b>	<b>12,887,075</b>	<b>35,539,499</b>	<b>32,675,671</b>
Excess before transfers	6,230,679	19,293,921	7,446,721	7,384,429	13,677,400	26,678,350
Transfers	527,000	(907,706)	(527,000)	907,706	-	-
<b>Change in Net Position</b>	<b>6,757,679</b>	<b>18,386,215</b>	<b>6,919,721</b>	<b>8,292,135</b>	<b>13,677,400</b>	<b>26,678,350</b>
<b>Net Position - October 1</b>	<b>48,956,660</b>	<b>30,608,404</b>	<b>24,537,533</b>	<b>16,250,662</b>	<b>73,494,193</b>	<b>46,859,066</b>
Correction of error /Prior period adjustment	(134,407)	(37,959)	8,695,429	(5,264)	8,561,022	(43,223)
<b>Net Position - September 30</b>	<b>\$ 55,579,932</b>	<b>\$ 48,956,660</b>	<b>\$ 40,152,683</b>	<b>\$ 24,537,533</b>	<b>\$ 95,732,615</b>	<b>\$ 73,494,193</b>

**City of Celina, Texas**  
**Balance Sheet – Governmental Funds**  
**September 30, 2019**  
**(with Summarized Financial Information for 2018)**

	General Fund	Debt Service Fund	Street Construction Fund	Facilities Improvement Fund	Parkland Fees Fund	Fire Improvement Fund	Other Governmental Funds	Total Governmental Funds	
								2019	2018
<b>Assets</b>									
Cash and cash equivalents	\$ 11,653,054	\$ 2,486,053	\$ -	\$ -	\$ 6,772,452	\$ 3,259,672	\$ 5,311,522	\$ 29,482,753	\$ 12,611,358
Restricted cash and cash equivalents	-	-	24,027,312	3,442,608	-	-	-	27,469,920	37,696,059
Sales taxes receivable	244,135	-	-	-	-	-	-	244,135	203,665
Property taxes receivable, net	52,384	29,966	-	-	-	-	-	82,350	40,885
EMS receivable, net	77,419	-	-	-	-	-	-	77,419	44,906
Other receivables	521,085	-	-	-	-	-	-	521,085	131,368
Prepaid items	14,827	-	-	-	-	-	-	14,827	7,322
Due from component units	80,837	-	-	-	-	-	-	80,837	96,768
Due from other funds	-	-	-	-	-	-	-	-	83,375
<b>Total assets</b>	<b>\$ 12,643,741</b>	<b>\$ 2,516,019</b>	<b>\$ 24,027,312</b>	<b>\$ 3,442,608</b>	<b>\$ 6,772,452</b>	<b>\$ 3,259,672</b>	<b>\$ 5,311,522</b>	<b>\$ 57,973,326</b>	<b>\$ 50,915,706</b>
<b>Liabilities</b>									
Accounts payable	\$ 206,245	\$ 153	\$ 448,004	\$ 1,266,851	\$ 14,000	\$ 470,400	\$ 258,575	\$ 2,664,228	\$ 807,980
Accrued salaries and benefits	27,917	-	-	-	-	-	-	27,917	312,488
Due to other funds	-	-	-	-	-	-	-	-	83,603
Escrowed funds	1,056,148	-	-	-	-	-	-	1,056,148	1,122,392
Unearned revenue	46,831	-	-	-	2,304,137	-	-	2,350,968	8,136,682
<b>Total Liabilities</b>	<b>1,337,141</b>	<b>153</b>	<b>448,004</b>	<b>1,266,851</b>	<b>2,318,137</b>	<b>470,400</b>	<b>258,575</b>	<b>6,099,261</b>	<b>10,463,145</b>
<b>Deferred Inflows of Resources</b>									
Unavailable property taxes receivable	180,293	18,201	-	-	-	-	-	198,494	40,835
<b>Total deferred inflows of resources</b>	<b>180,293</b>	<b>18,201</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>198,494</b>	<b>40,835</b>
<b>Fund Balances</b>									
<b>Nonspendable</b>									
Prepaids	14,827	-	-	-	-	-	-	14,827	7,322
<b>Restricted</b>									
Capital projects	-	-	23,579,308	2,175,757	-	2,789,272	1,481,974	30,026,311	29,063,864
Debt service	-	2,497,665	-	-	-	-	-	2,497,665	1,813,530
Law enforcement	-	-	-	-	-	-	22,542	22,542	-
Courts	-	-	-	-	-	-	114,323	114,323	-
Grants	-	-	-	-	-	-	10,948	10,948	-
IFEG	-	-	-	-	-	-	90,354	90,354	-
Assigned for use in specific funds	-	-	-	-	4,454,315	-	3,519,656	7,973,971	623,156
Unassigned	11,111,480	-	-	-	-	-	(186,850)	10,924,630	8,903,854
<b>Total fund balances</b>	<b>11,126,307</b>	<b>2,497,665</b>	<b>23,579,308</b>	<b>2,175,757</b>	<b>4,454,315</b>	<b>2,789,272</b>	<b>5,052,947</b>	<b>51,675,571</b>	<b>40,411,726</b>
<b>Total liabilities, deferred inflows of resources and fund balances</b>	<b>\$ 12,643,741</b>	<b>\$ 2,516,019</b>	<b>\$ 24,027,312</b>	<b>\$ 3,442,608</b>	<b>\$ 6,772,452</b>	<b>\$ 3,259,672</b>	<b>\$ 5,311,522</b>	<b>\$ 57,973,326</b>	<b>\$ 50,915,706</b>

**City of Celina, Texas**  
**Statement of Revenues, Expenditures and**  
**Changes in Fund Balance – Governmental Funds**  
**Year Ended September 30, 2019**  
**(with Summarized Financial Information for 2018)**

	General Fund	Debt Service Fund	Street Construction Fund	Facilities Improvement Fund
<b>Revenues</b>				
Ad valorem taxes	\$ 5,762,527	\$ 4,101,706	\$ -	\$ -
Franchise fees	516,777	-	-	-
Sales tax	1,248,168	-	-	-
Permits and inspection fees	6,716,762	-	-	-
Component unit contributions	160,000	200,000	-	-
Development fees	110,486	-	-	-
Developer contributions	-	-	180,890	-
Fire department, EMS, and police revenues	1,075,263	-	-	-
Fines	137,299	-	-	-
Special events and donations	47,789	-	-	-
Park fees and donations	-	-	-	-
Other income	333,006	-	-	-
Interest	281,211	89,633	149,929	131,420
Federal, state & local grants	806,508	-	-	-
	<u>17,195,796</u>	<u>4,391,339</u>	<u>330,819</u>	<u>131,420</u>
<b>Expenditures</b>				
Current				
Administration	3,224,809	-	-	-
Judicial	166,197	-	-	-
Fire and emergency services	3,930,238	-	-	-
Development services	2,799,375	-	-	-
Public works	1,307,998	-	-	103,828
Police department	2,926,347	-	-	-
Parks and recreation	930,722	-	-	-
Library	229,797	-	-	-
Main street project	-	-	-	-
Capital Outlay	-	-	1,896,758	5,956,977
Debt Service				
Principal	-	1,955,000	-	73,202
Interest and fiscal charges	-	1,752,204	386,140	12,987
	<u>15,515,483</u>	<u>3,707,204</u>	<u>2,282,898</u>	<u>6,146,994</u>
Excess (deficiency) of revenues over (under) expenditures	<u>1,680,313</u>	<u>684,135</u>	<u>(1,952,079)</u>	<u>(6,015,574)</u>
<b>Other Financing Sources (Uses)</b>				
Issuance of bonds	-	-	16,950,000	-
Issuance of capital lease	-	-	-	340,818
Premium on issuance of debt	-	-	1,064,140	-
Proceeds of refunding bonds	-	-	-	-
Payment to bond refunding agent	-	-	-	-
Transfers in	527,000	-	-	-
Transfers out	(79,682)	-	-	-
	<u>447,318</u>	<u>-</u>	<u>18,014,140</u>	<u>340,818</u>
Net Change in Fund Balances	<u>2,127,631</u>	<u>684,135</u>	<u>16,062,061</u>	<u>(5,674,756)</u>
Fund balances, as Previously Reported	8,911,176	1,813,530	7,517,247	7,850,513
Correction of Error	87,500	-	-	-
Fund Balances, as Restated	<u>8,998,676</u>	<u>1,813,530</u>	<u>7,517,247</u>	<u>7,850,513</u>
Fund Balances, End of Year	<u>\$ 11,126,307</u>	<u>\$ 2,497,665</u>	<u>\$ 23,579,308</u>	<u>\$ 2,175,757</u>

Parkland Fees Fund	Fire Improvement Fund	Other Governmental Funds	Total Governmental Funds	
			2019	2018
\$ -	\$ -	\$ -	\$ 9,864,233	\$ 7,454,528
-	-	-	516,777	420,352
-	-	-	1,248,168	1,150,663
-	-	-	6,716,762	5,982,027
-	-	-	360,000	200,000
-	-	-	110,486	119,344
-	-	-	180,890	1,441,125
-	-	-	1,075,263	1,031,818
-	-	-	137,299	142,332
-	-	82,025	129,814	165,188
2,855,844	-	-	2,855,844	183,034
-	-	1,432,733	1,765,739	1,427,017
125,996	136,125	117,061	1,031,375	436,017
-	-	1,768	808,276	1,610
<u>2,981,840</u>	<u>136,125</u>	<u>1,633,587</u>	<u>26,800,926</u>	<u>20,155,055</u>
-	-	226,223	3,451,032	3,036,201
-	-	-	166,197	172,610
-	-	-	3,930,238	2,445,213
-	-	-	2,799,375	1,787,306
-	-	-	1,411,826	5,604,030
-	-	8,658	2,935,005	2,374,037
173,791	-	-	1,104,513	978,479
-	-	-	229,797	230,090
-	-	61,612	61,612	59,285
-	4,946,453	1,635,294	14,435,482	3,837,902
-	-	-	2,028,202	1,436,110
-	-	-	2,151,331	1,054,018
<u>173,791</u>	<u>4,946,453</u>	<u>1,931,787</u>	<u>34,704,610</u>	<u>23,015,281</u>
<u>2,808,049</u>	<u>(4,810,328)</u>	<u>(298,200)</u>	<u>(7,903,684)</u>	<u>(2,860,226)</u>
-	-	-	16,950,000	22,958,970
-	-	-	340,818	-
-	-	-	1,064,140	-
-	-	-	-	6,105,287
-	-	-	-	(6,022,090)
-	-	79,682	606,682	-
-	-	-	(79,682)	(907,706)
<u>-</u>	<u>-</u>	<u>79,682</u>	<u>18,881,958</u>	<u>22,134,461</u>
<u>2,808,049</u>	<u>(4,810,328)</u>	<u>(218,518)</u>	<u>10,978,274</u>	<u>19,274,235</u>
1,448,195	7,599,600	5,271,465	40,411,726	21,137,491
198,071	-	-	285,571	-
<u>1,646,266</u>	<u>7,599,600</u>	<u>5,271,465</u>	<u>40,697,297</u>	<u>21,137,491</u>
<u>\$ 4,454,315</u>	<u>\$ 2,789,272</u>	<u>\$ 5,052,947</u>	<u>\$ 51,675,571</u>	<u>\$ 40,411,726</u>

**City of Celina, Texas**  
**Statements of Net Position – Proprietary Fund**  
**September 30, 2019 and 2018**

	Proprietary Fund 2019	Proprietary Fund 2018
	Water & Sewer Fund	Water & Sewer Fund
<b>Assets</b>		
Current assets:		
Cash and cash equivalents	\$ 18,885,892	\$ 12,912,649
Cash and cash equivalents - restricted for capital projects	5,473,418	1,733,621
Investment in TexPool	3,331	3,255
Accounts receivable, net	2,254,014	1,501,039
Prepaid UTRWD facilities charges		393,023
Total current assets	<u>26,616,655</u>	<u>16,543,587</u>
<b>Noncurrent Assets</b>		
Cash and cash equivalents - restricted for capital projects	24,823,347	35,685,113
Net pension asset	-	44,297
Capital assets		
Land	1,328,043	1,328,043
Depreciable capital assets, net	35,886,094	37,175,568
Construction in progress	42,006,115	11,570,190
Capital assets, net	<u>79,220,252</u>	<u>50,073,801</u>
Total noncurrent assets	<u>104,043,599</u>	<u>85,803,211</u>
Total assets	<u>130,660,254</u>	<u>102,346,798</u>
<b>Deferred outflows of resources</b>		
Deferred pension outflows	105,074	56,159
Deferred OPEB outflows	1,821	1,629
Total deferred outflows of resources	<u>106,895</u>	<u>57,788</u>
<b>Liabilities</b>		
Current liabilities:		
Accounts payable	\$ 776,829	\$ 643,517
Accounts payable for capital projects	5,473,418	1,733,621
Accrued expenses	-	81,598
Accrued salaries and benefits	3,082	
Bonds payable - current	2,813,722	1,520,733
Infrastructure advance from CISD - current	-	72,503
Compensated absences - current	16,419	
Accrued interest payable	242,902	105,278
Meter deposits payable	834,079	622,234
Unearned revenue	-	7,918,309
Total current liabilities	<u>10,160,451</u>	<u>12,697,793</u>
<b>Noncurrent Liabilities</b>		
Net pension liability	32,674	-
Total OPEB liability	10,176	8,533
Bonds payable - long-term	80,405,454	65,133,971
Total noncurrent liabilities	<u>80,448,304</u>	<u>65,142,504</u>
Total liabilities	<u>90,608,755</u>	<u>77,840,297</u>
<b>Deferred Inflows of Resources</b>		
Deferred pension inflows	4,854	26,756
Deferred OPEB inflows	857	-
Total deferred inflows of resources	<u>5,711</u>	<u>26,756</u>
<b>Net Position</b>		
Net investment in capital assets	30,124,340	18,675,162
Unrestricted	10,028,343	5,862,371
Total net position	<u>\$ 40,152,683</u>	<u>\$ 24,537,533</u>

**City of Celina, Texas**  
**Statements of Revenues, Expenses and**  
**Changes in Fund Net Position – Proprietary Fund**  
**Years Ended September 30, 2019 and 2018**

	<b>Proprietary Fund</b>	<b>Proprietary Fund</b>
	<b>2019</b>	<b>2018</b>
	<b>Water &amp; Sewer Fund</b>	<b>Water &amp; Sewer Fund</b>
<b>Operating Revenues</b>		
Water sales	\$ 7,127,287	\$ 6,437,153
Sewer sales	4,580,634	3,077,772
Garbage fees	865,493	687,200
Penalties	178,653	171,515
Tap and reconnect fees	1,822,020	1,829,970
Impact fees	4,115,727	1,558,580
Other revenues	2,443,735	2,744,217
Total operating revenues	<u>21,133,549</u>	<u>16,506,407</u>
<b>Operating Expenses</b>		
Salaries and benefits	1,179,337	1,143,707
Garbage fees	751,505	617,144
Materials and supplies	956,074	855,742
Postage	60,916	47,055
Repairs and facility maintenance	490,904	329,156
General insurance	27,645	27,809
Utilities and telephone	270,027	259,098
Water purchases and related fees	3,622,072	2,800,976
UTRWD facilities charges	1,540,823	1,642,099
Impact fees expense	1,791,348	1,654,656
Depreciation and amortization	1,390,231	1,263,446
Other expense	237,107	626,591
Total operating expenses	<u>12,317,989</u>	<u>11,267,479</u>
<b>Operating Income</b>	<u>8,815,560</u>	<u>5,238,928</u>
<b>Nonoperating Revenues (Expenses)</b>		
Interest income	1,124,765	332,227
Interest and fiscal charges	(2,155,645)	(1,019,574)
Bond issuance costs	(337,959)	(600,022)
Total nonoperating revenues (expenses)	<u>(1,368,839)</u>	<u>(1,287,369)</u>
<b>Income (Loss) Before Contributions and Transfers</b>	<u>7,446,721</u>	<u>3,951,559</u>
Capital contributions	-	3,432,870
Transfers in (out)	(527,000)	907,706
<b>Change in Net Position</b>	6,919,721	8,292,135
<b>Net Position, Beginning of Year</b>	<u>24,537,533</u>	<u>16,245,398</u>
<b>Correction of Error</b>	8,695,429	-
<b>Net Position, As Restated</b>	<u>33,232,962</u>	<u>-</u>
<b>Net Position, End of Year</b>	<u>\$ 40,152,683</u>	<u>\$ 24,537,533</u>

**City of Celina, Texas**  
**Management's Discussion and Analysis**  
**September 30, 2019**

***Contacting the City's Financial Management:***

This financial report designed to provide our citizens, taxpayers, customers, investors and creditors with a general overview of the City's finances and to show the City's accountability for the money it receives. Questions concerning this report or need for additional information, including financial information for the City's two component units, should be addressed to Jason Laumer, City Manager, or Jay Toutouchian, Director of Finance, by phone at (972) 382-2682 or by e-mail at [jlaumer@celina-tx.gov](mailto:jlaumer@celina-tx.gov) or [jtoutouchian@celina-tx.gov](mailto:jtoutouchian@celina-tx.gov).

## **Basic Financial Statements**



**Government-wide Financial Statements**



**City of Celina, Texas**  
**Statement of Net Position**  
**September 30, 2019**

	Primary Government		Total	Component Units
	Governmental Activities	Business-type Activities		
<b>Assets</b>				
Cash and cash equivalents	\$ 25,478,394	\$ 18,885,892	\$ 44,364,286	\$ 2,257,590
Investments	2,493	3,331	5,824	-
Property taxes receivable, net	52,384	-	52,384	-
Sales taxes receivable	244,135	-	244,135	244,136
Accounts receivable, net	77,419	2,254,014	2,331,433	-
Other receivables	533,813	-	533,813	-
Due from component units	80,837	-	80,837	-
Prepaid items	14,827	-	14,827	-
Restricted assets				
Cash and cash equivalents	31,471,786	30,296,765	61,768,551	-
Property taxes receivable, net	29,966	-	29,966	-
Capital assets				
Land	3,637,345	1,328,043	4,965,388	-
Construction in progress	16,014,401	42,005,914	58,020,315	-
Capital assets, net	48,514,741	35,886,295	84,401,036	-
Total assets	<u>126,152,541</u>	<u>130,660,254</u>	<u>256,812,795</u>	<u>2,501,726</u>
<b>Deferred Outflows of Resources</b>				
Deferred pension outflows	770,540	105,074	875,614	-
Deferred OPEB outflows	13,349	1,821	15,170	-
Total deferred outflows of resources	<u>783,889</u>	<u>106,895</u>	<u>890,784</u>	<u>-</u>
<b>Liabilities</b>				
Accounts payable	2,664,228	776,829	3,441,057	-
Accrued salaries and benefits	27,917	3,082	30,999	409
Accrued interest	-	242,902	242,902	4,557
Unearned revenue	2,350,968	-	2,350,968	-
Meter deposits payable	-	834,079	834,079	-
Escrow deposits	1,056,148	-	1,056,148	-
Due to primary government	-	-	-	80,837
Payable from restricted assets				
Accounts payable for capital projects	-	5,473,418	5,473,418	-
Accrued interest	181,862	-	181,862	-
Long-term liabilities				
Due within one year				
Compensated absences	53,000	16,419	69,419	-
Bonds payable	3,126,467	2,813,722	5,940,189	-
Note payable	-	-	-	1,044,263
Capital lease	82,211	-	82,211	-
Due in more than one year				
Total OPEB liability	74,622	10,176	84,798	-
Net pension liability	239,606	32,674	272,280	-
Compensated absences	399,776	-	399,776	-
Capital lease	185,405	-	185,405	-
Bonds payable	60,872,408	80,405,454	141,277,862	-
Total liabilities	<u>71,314,618</u>	<u>90,608,755</u>	<u>161,923,373</u>	<u>1,130,066</u>
<b>Deferred Inflows of Resources</b>				
Deferred pension inflows	35,597	4,854	40,451	-
Deferred OPEB inflows	6,283	857	7,140	-
Total deferred inflows of resources	<u>41,880</u>	<u>5,711</u>	<u>47,591</u>	<u>-</u>
<b>Net Position</b>				
Net investment in capital assets	20,672,418	30,124,340	50,796,758	-
Restricted for debt service	2,497,665	-	2,497,665	-
Restricted for capital projects (\$29,839,461) net of related debt (\$28,357,487)	1,481,974	-	1,481,974	-
Unrestricted	<u>30,927,875</u>	<u>10,028,343</u>	<u>40,956,218</u>	<u>1,371,660</u>
Total net position	<u>\$ 55,579,932</u>	<u>\$ 40,152,683</u>	<u>\$ 95,732,615</u>	<u>\$ 1,371,660</u>

The accompanying notes are an integral part of these financial statements.

**City of Celina, Texas**  
**Statement of Activities**  
**September 30, 2019**

Functions/Programs	Expenses	Program Revenues		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions
<b>Primary Government</b>				
<b>Governmental Activities</b>				
Administration	\$ 3,613,202	\$ -	\$ 360,000	\$ -
Judicial	169,960	-	-	-
Fire and emergency services	4,516,435	1,075,263	122,803	-
Development services	2,844,946	110,486	-	-
Public works	1,625,818	6,716,762	-	-
Police department	3,219,436	179,769	808,276	-
Parks and recreation	1,480,614	2,985,658	-	-
Library	231,803	-	-	-
Infrastructure	1,010,684	769,259	-	180,890
Main Street project	61,612	-	-	-
Interest and fiscal charges	1,953,396	-	-	-
Total governmental activities	<u>20,727,906</u>	<u>11,837,197</u>	<u>1,291,079</u>	<u>180,890</u>
<b>Business-type Activities</b>				
Water and sewer services	<u>14,811,593</u>	<u>21,133,549</u>	<u>-</u>	<u>-</u>
Total Business-type Activities	<u>14,811,593</u>	<u>21,133,549</u>	<u>-</u>	<u>-</u>
Total Primary Government	<u>\$ 35,539,499</u>	<u>\$ 32,970,746</u>	<u>\$ 1,291,079</u>	<u>\$ 180,890</u>
<b>Component Unites</b>				
Celina Economic Development Corp	\$ 492,311	\$ -	\$ -	\$ -
Celina Community Development Corp	<u>200,114</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total component units	<u>\$ 692,425</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

**General Revenues**

Ad valorem taxes  
Sales taxes  
Franchise taxes  
Miscellaneous  
Unrestricted investment earnings

**Transfers**

**Total General Revenues**

**Change in Net Position**

**Net Position, Beginning of Year,  
as Previously Reported**

**Correction of Error**

**Net Position, Beginning of  
Year, as Restated**

**Net Position, End of Year**

The accompanying notes are an integral part of these financial statements.

**Net (Expense) Revenue  
and Changes in Net Position**

<b>Governmental Activities</b>	<b>Business-type Activities</b>	<b>Total</b>	<b>Component Units</b>
\$ (3,253,202)	\$ -	\$ (3,253,202)	\$ -
(169,960)	-	(169,960)	-
(3,318,369)	-	(3,318,369)	-
(2,734,460)	-	(2,734,460)	-
5,090,944	-	5,090,944	-
(2,231,391)	-	(2,231,391)	-
1,505,044	-	1,505,044	-
(231,803)	-	(231,803)	-
(60,535)	-	(60,535)	-
(61,612)	-	(61,612)	-
(1,953,396)	-	(1,953,396)	-
<u>(7,418,740)</u>	<u>-</u>	<u>(7,418,740)</u>	<u>-</u>
-	6,321,956	6,321,956	-
-	6,321,956	6,321,956	-
<u>\$ (7,418,740)</u>	<u>\$ 6,321,956</u>	<u>\$ (1,096,784)</u>	<u>\$ -</u>
\$ -	\$ -	\$ -	\$ (492,311)
-	-	-	(200,114)
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (692,425)</u>
\$ 9,856,619	\$ -	\$ 9,856,619	\$ -
1,248,168	-	1,248,168	1,250,907
516,777	-	516,777	-
996,480	-	996,480	26,280
1,031,375	1,124,765	2,156,140	41,183
527,000	(527,000)	-	-
<u>14,176,419</u>	<u>597,765</u>	<u>14,774,184</u>	<u>1,318,370</u>
<u>6,757,679</u>	<u>6,919,721</u>	<u>13,677,400</u>	<u>625,945</u>
48,956,660	24,537,533	73,494,193	745,715
(134,407)	8,695,429	8,561,022	-
<u>48,822,253</u>	<u>33,232,962</u>	<u>82,055,215</u>	<u>745,715</u>
<u>\$ 55,579,932</u>	<u>\$ 40,152,683</u>	<u>\$ 95,732,615</u>	<u>\$ 1,371,660</u>

**City of Celina, Texas**  
**Balance Sheet – Governmental Funds**  
**September 30, 2019**

	General Fund	Debt Service Fund	Street Construction Fund	Facilities Improvement Fund	Parkland Fees Fund	Fire Improvement Fund	Other Governmental Funds	Total Governmental Funds
<b>Assets</b>								
Cash and cash equivalents	\$ 11,650,561	2,486,053	24,027,312	3,442,608	6,772,452	\$ 3,259,672	\$ 5,311,522	\$ 56,950,180
Investments	2,493	-	-	-	-	-	-	2,493
Sales taxes receivable	244,135	-	-	-	-	-	-	244,135
Property taxes receivable, net	52,384	29,966	-	-	-	-	-	82,350
EMS receivable, net	77,419	-	-	-	-	-	-	77,419
Other receivables	521,085	-	-	-	-	-	-	521,085
Prepaid items	14,827	-	-	-	-	-	-	14,827
Due from component units	80,837	-	-	-	-	-	-	80,837
<b>Total assets</b>	<b>\$ 12,643,741</b>	<b>\$ 2,516,019</b>	<b>\$ 24,027,312</b>	<b>\$ 3,442,608</b>	<b>\$ 6,772,452</b>	<b>\$ 3,259,672</b>	<b>\$ 5,311,522</b>	<b>\$ 57,973,326</b>
<b>Liabilities</b>								
Accounts payable	\$ 206,245	\$ 153	\$ 448,004	\$ 1,266,851	\$ 14,000	\$ 470,400	\$ 258,575	\$ 2,664,228
Accrued salaries and benefits	27,917	-	-	-	-	-	-	27,917
Escrowed funds	1,056,148	-	-	-	-	-	-	1,056,148
Unearned revenue	46,831	-	-	-	2,304,137	-	-	2,350,968
<b>Total liabilities</b>	<b>1,337,141</b>	<b>153</b>	<b>448,004</b>	<b>1,266,851</b>	<b>2,318,137</b>	<b>470,400</b>	<b>258,575</b>	<b>6,099,261</b>
<b>Deferred Inflows of Resources</b>								
Unavailable revenue	180,293	18,201	-	-	-	-	-	198,494
<b>Total deferred inflows of resources</b>	<b>180,293</b>	<b>18,201</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>198,494</b>
<b>Fund Balances</b>								
Nonspendable								
Prepays	14,827	-	-	-	-	-	-	14,827
Restricted								
Capital projects	-	-	23,579,308	2,175,757	-	2,789,272	1,481,974	30,026,311
Debt service	-	2,497,665	-	-	-	-	-	2,497,665
Law enforcement	-	-	-	-	-	-	22,542	22,542
Courts	-	-	-	-	-	-	114,323	114,323
Grants	-	-	-	-	-	-	10,948	10,948
PEG	-	-	-	-	-	-	90,354	90,354
Assigned for use in specific funds	-	-	-	-	4,454,315	-	3,519,656	7,973,971
Unassigned	11,111,480	-	-	-	-	-	(186,850)	10,924,630
<b>Total fund balances</b>	<b>11,126,307</b>	<b>2,497,665</b>	<b>23,579,308</b>	<b>2,175,757</b>	<b>4,454,315</b>	<b>2,789,272</b>	<b>5,052,947</b>	<b>51,675,571</b>
<b>Total liabilities, deferred inflows of resources and fund balances</b>	<b>\$ 12,643,741</b>	<b>\$ 2,516,019</b>	<b>\$ 24,027,312</b>	<b>\$ 3,442,608</b>	<b>\$ 6,772,452</b>	<b>\$ 3,259,672</b>	<b>\$ 5,311,522</b>	<b>\$ 57,973,326</b>

**City of Celina, Texas**  
**Reconciliation of the Governmental Fund Balance Sheet**  
**To the Statement of Net Position**  
**September 30, 2019**

Fund balances of governmental funds	\$ 51,675,571
Amounts presented for governmental activities in the statement of net position are different because:	
Capital assets reported in the statement of net position are not financial resources and are not reported in the fund balance sheet.	68,166,487
Receivables not measurable and available within 60 days of year-end, and therefore are unavailable in the fund financial statements.	198,494
Net pension liability (\$239,606), the related deferred outflows of resources \$770,540, and the related deferred inflows of resources (\$35,597) are not available to pay current-period expenditures and therefore are not recorded in the funds.	495,337
Total OPEB liability (\$74,622), the related deferred outflows of resources \$13,349, and the related deferred inflows of resources (\$6,283) are not available to pay current-period expenditures and therefore are not recorded in the funds.	(67,556)
Interest due on long-term debt is recorded as accrued interest payable in the statement of net position but does not become a liability on the fund statements until the date due	(181,862)
Other liabilities that do not require the use of current financial resources are not recorded on the fund financial statements.	12,728
Long-term liabilities are reported in the statement of net position but they are not due and payable in the current period and therefore are not reported as liabilities in the fund balance sheet.	<u>(64,719,267)</u>
Net Position of Governmental Activities	<u>\$ 55,579,932</u>

**City of Celina, Texas**  
**Statement of Revenues, Expenditures**  
**and Changes in Fund Balances – Governmental Funds**  
**Year Ended September 30, 2019**

	General Fund	Debt Service Fund	Street Construction Fund	Facilities Improvement Fund	Parkland Fees Fund	Fire Improvement Fund	Other Governmental Funds	Total Governmental Funds
<b>Revenues</b>								
Ad valorem taxes	\$ 5,762,527	\$ 4,101,706	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 9,864,233
Franchise fees	516,777	-	-	-	-	-	-	516,777
Sales tax	1,248,168	-	-	-	-	-	-	1,248,168
Permits and inspection fees	6,716,762	-	-	-	-	-	-	6,716,762
Component unit contributions	160,000	200,000	-	-	-	-	-	360,000
Development fees	110,486	-	-	-	-	-	-	110,486
Developer contributions	-	-	180,890	-	-	-	-	180,890
Fire department, EMS, and police revenues	1,075,263	-	-	-	-	-	-	1,075,263
Fines	137,299	-	-	-	-	-	-	137,299
Special events and donations	47,789	-	-	-	-	-	82,025	129,814
Park fees	-	-	-	-	2,855,844	-	-	2,855,844
Other income	333,006	-	-	-	-	-	1,432,733	1,765,739
Interest	281,211	89,633	149,929	131,420	125,996	136,125	117,061	1,031,375
Federal, state & local grants	806,508	-	-	-	-	-	1,768	808,276
<b>Total revenues</b>	<b>17,195,796</b>	<b>4,391,339</b>	<b>330,819</b>	<b>131,420</b>	<b>2,981,840</b>	<b>136,125</b>	<b>1,633,587</b>	<b>26,800,926</b>
<b>Expenditures</b>								
Current								
Administration	3,224,809	-	-	-	-	-	226,223	3,451,032
Judicial	166,197	-	-	-	-	-	-	166,197
Fire and emergency services	3,930,238	-	-	-	-	-	-	3,930,238
Development services	2,799,375	-	-	-	-	-	-	2,799,375
Public works	1,307,998	-	-	103,828	-	-	-	1,411,826
Police department	2,926,347	-	-	-	-	-	8,658	2,935,005
Parks and recreation	930,722	-	-	-	173,791	-	-	1,104,513
Library	229,797	-	-	-	-	-	-	229,797
Main street project	-	-	-	-	-	-	61,612	61,612
Capital Outlay	-	-	1,896,758	5,956,977	-	4,946,453	1,635,294	14,435,482
Debt Service:								
Principal	-	1,955,000	-	73,202	-	-	-	2,028,202
Interest and fiscal charges	-	1,752,204	-	12,987	-	-	-	1,765,191
Bond issuance cost	-	-	386,140	-	-	-	-	386,140
<b>Total expenditures</b>	<b>15,515,483</b>	<b>3,707,204</b>	<b>2,282,898</b>	<b>6,146,994</b>	<b>173,791</b>	<b>4,946,453</b>	<b>1,931,787</b>	<b>34,704,610</b>
Excess (deficiency) of revenues over (under) expenditures	1,680,313	684,135	(1,952,079)	(6,015,574)	2,808,049	(4,810,328)	(298,200)	(7,903,684)
<b>Other Financing Sources (Uses)</b>								
Issuance of bonds	-	-	16,950,000	-	-	-	-	16,950,000
Issuance of capital lease	-	-	-	340,818	-	-	-	340,818
Premium on issuance of debt	-	-	1,064,140	-	-	-	-	1,064,140
Transfers in	527,000	-	-	-	-	-	79,682	606,682
Transfers out	(79,682)	-	-	-	-	-	-	(79,682)
<b>Total other financing sources (uses)</b>	<b>447,318</b>	<b>-</b>	<b>18,014,140</b>	<b>340,818</b>	<b>-</b>	<b>-</b>	<b>79,682</b>	<b>18,881,958</b>
<b>Net Change in Fund Balances</b>	<b>2,127,631</b>	<b>684,135</b>	<b>16,062,061</b>	<b>(5,674,756)</b>	<b>2,808,049</b>	<b>(4,810,328)</b>	<b>(218,518)</b>	<b>10,978,274</b>
<b>Fund Balances, as Previously Reported</b>	<b>8,911,176</b>	<b>1,813,530</b>	<b>7,517,247</b>	<b>7,850,513</b>	<b>1,448,195</b>	<b>7,599,600</b>	<b>5,271,465</b>	<b>40,411,726</b>
<b>Correction of Error</b>	<b>87,500</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>198,071</b>	<b>-</b>	<b>-</b>	<b>285,571</b>
<b>Fund Balances, as Restated</b>	<b>8,998,676</b>	<b>1,813,530</b>	<b>7,517,247</b>	<b>7,850,513</b>	<b>1,646,266</b>	<b>7,599,600</b>	<b>5,271,465</b>	<b>40,697,297</b>
<b>Fund Balances, End of Year</b>	<b>\$ 11,126,307</b>	<b>\$ 2,497,665</b>	<b>\$ 23,579,308</b>	<b>\$ 2,175,757</b>	<b>\$ 4,454,315</b>	<b>\$ 2,789,272</b>	<b>\$ 5,052,947</b>	<b>\$ 51,675,571</b>

**City of Celina, Texas**  
**Reconciliation of the Statement of Revenues, Expenditures,**  
**and Changes in Fund Balances of Governmental Funds**  
**to the Statement of Activities**  
**Year Ended September 30, 2019**

Net change in fund balances - total governmental funds	\$ 10,978,274
<p>Amounts reported for governmental activities in the statement of net position are different because:</p>	
<p>Governmental funds report capital outlays as expenditures, while in the statement of activities, the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which capital outlay of \$14,435,482 exceeded depreciation expense of (\$2,534,216).</p>	11,901,266
<p>Proceeds from the issuance of long-term debt, such as bonds and capital leases, provide current financial resources to governmental funds, but issuing debt increases long-term liabilities in the statement of net position. Repayment of debt principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net position. This is the amount of debt retired for the year \$2,028,202, less new debt issued (\$16,950,000) and premiums (\$1,064,140), and new capital lease issued (\$340,818)</p>	(16,326,756)
<p>Changes in the liabilities for compensated absences do not require the use of current resources and therefore are not recorded in the funds.</p>	(106,506)
<p>Changes in long term amounts for net pension liability (\$568,922), the related deferred outflows of resources \$380,682, and the related deferred inflows of resources \$161,823 are not recorded in the funds.</p>	(26,417)
<p>Changes in long term amounts for OPEB liability (\$13,098), the related deferred outflows of resources \$1,604, and the related deferred inflows of resources (\$6,283) are not recorded in the funds</p>	(17,777)
<p>Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds. This includes the change in deferred inflows from ad valorem taxes of (\$7,614), fines receivable of \$42,470 and grants receivable 122,803</p>	157,659
<p>Some revenues and expenses in the statement of activities do not require the use of current financial resources and are not reported as expenditures in governmental funds. These include the amortization of bond premiums \$236,784 and the increase in accrued interest on debt (\$38,849)</p>	<u>197,935</u>
Change in net position - governmental activities	<u>\$ 6,757,679</u>

**City of Celina, Texas**  
**Statement of Revenues, Expenditures, and Changes in Fund Balance**  
**Budget and Actual – General Fund**  
**Year Ended September 30, 2019**

	Original Budget	Final Budget	Actual	Variance Favorable (Unfavorable)
<b>Revenues</b>				
Ad valorem taxes	\$ 5,417,356	\$ 5,417,356	\$ 5,762,527	\$ 345,171
Franchise fees	337,932	337,932	516,777	178,845
Sales tax	1,212,992	1,212,992	1,248,168	35,176
Permits and inspection fees	5,253,000	5,253,000	6,716,762	1,463,762
Component unit contributions	-	160,000	160,000	-
Development fees	242,500	242,500	110,486	(132,014)
Fire department, EMS, and police revenues	1,019,900	1,019,900	1,075,263	55,363
Fines	141,250	141,250	137,299	(3,951)
Special events and donations	65,230	65,230	47,789	(17,441)
Other income	290,250	290,250	333,006	42,756
Interest	165,000	165,000	281,211	116,211
Federal, state & local grants	-	1,100,529	806,508	(294,021)
<b>Total revenues</b>	<b>14,145,410</b>	<b>15,405,939</b>	<b>17,195,796</b>	<b>1,789,857</b>
<b>Expenditures</b>				
Current				
Administration	3,558,962	3,558,962	3,224,809	334,153
Judicial	234,851	234,851	166,197	68,654
Fire and emergency services	3,056,073	4,685,424	3,930,238	755,186
Development services	3,159,646	3,159,646	2,799,375	360,271
Public works	1,663,523	1,663,523	1,307,998	355,525
Police department	3,242,653	3,242,653	2,926,347	316,306
Parks and recreation	1,043,733	1,043,733	930,722	113,011
Library	275,150	275,150	229,797	45,353
<b>Total expenditures</b>	<b>16,234,591</b>	<b>17,863,942</b>	<b>15,515,483</b>	<b>2,348,459</b>
Excess (deficiency) of revenues over (under) expenditures	(2,089,181)	(2,458,003)	1,680,313	(4,138,316)
<b>Other Financing Sources (Uses)</b>				
Transfers in	603,000	603,000	527,000	(76,000)
Transfers out	-	-	(79,682)	(79,682)
<b>Total other financing sources (uses)</b>	<b>603,000</b>	<b>603,000</b>	<b>447,318</b>	<b>(155,682)</b>
<b>Net Change in Fund Balances</b>	<b>(1,486,181)</b>	<b>(1,855,003)</b>	<b>2,127,631</b>	<b>3,982,634</b>
<b>Fund Balances, Beginning of Year, As Restated</b>	<b>8,911,176</b>	<b>8,911,176</b>	<b>8,998,676</b>	<b>87,500</b>
<b>Fund Balances, End of Year</b>	<b>\$ 7,424,995</b>	<b>\$ 7,056,173</b>	<b>\$ 11,126,307</b>	<b>\$ 4,070,134</b>

## **Proprietary Fund Financial Statements**



**City of Celina, Texas**  
**Statement of Net Position – Proprietary Fund**  
**September 30, 2019**

	<b>Water &amp; Sewer Fund</b>
<b>Assets</b>	
Current assets	
Cash and cash equivalents	\$ 18,885,892
Cash and cash equivalents - restricted for capital projects	5,473,418
Investment in TexPool	3,331
Accounts receivable, net	2,254,014
Total current assets	26,616,655
Noncurrent assets	
Cash and cash equivalents - restricted for capital projects	24,823,347
Capital assets	
Land	1,328,043
Depreciable capital assets, net	35,886,295
Construction in progress	42,005,914
Capital assets, net	79,220,252
Total noncurrent assets	104,043,599
Total assets	130,660,254
<b>Deferred Outflows of Resources</b>	
Deferred pension outflows	105,074
Deferred OPEB outflows	1,821
Total deferred outflows of resources	106,895
<b>Liabilities</b>	
Current liabilities:	
Accounts payable	776,829
Accounts payable for capital projects	5,473,418
Accrued salaries and benefits	3,082
Bonds payable - current	2,813,722
Compensated absences - current	16,419
Accrued interest payable	242,902
Meter deposits payable	834,079
Total current liabilities	10,160,451
Noncurrent Liabilities	
Net pension liability	32,674
Total OPEB liability	10,176
Bonds payable - long-term	80,405,454
Total noncurrent liabilities	80,448,304
Total liabilities	90,608,755
<b>Deferred Inflows of Resources</b>	
Deferred pension inflows	4,854
Deferred OPEB inflows	857
Total deferred inflows of resources	5,711
<b>Net Position</b>	
Net investment in capital assets	30,124,340
Unrestricted	10,028,343
Total net position	\$ 40,152,683

The accompanying notes are an integral part of these financial statements.

**City of Celina, Texas**  
**Statement of Revenues, Expenses, and**  
**Changes in Fund Net Position – Proprietary Fund**  
**Year Ended September 30, 2019**

	<b>Water &amp; Sewer Fund</b>
<b>Operating Revenues</b>	
Water sales	\$ 7,127,287
Sewer sales	4,580,634
Garbage fees	865,493
Penalties	178,653
Tap and reconnect fees	1,822,020
Impact fees	4,115,727
Other revenues	2,443,735
	<u>21,133,549</u>
<b>Operating Expenses</b>	
Salaries and benefits	1,179,337
Garbage fees	751,505
Materials and supplies	956,074
Postage	60,916
Repairs and facility maintenance	490,904
General insurance	27,645
Utilities and telephone	270,027
Water purchases and related fees	3,622,072
UTRWD facilities charges	1,540,823
Developer incentives	1,791,349
Depreciation	1,390,230
Other expense	237,107
	<u>12,317,989</u>
	<u>8,815,560</u>
<b>Operating Income</b>	
<b>Nonoperating Revenues (Expenses)</b>	
Interest income	1,124,765
Interest and fiscal charges	(2,155,645)
Bond issuance costs	(337,959)
	<u>(1,368,839)</u>
	<u>7,446,721</u>
	<u>(527,000)</u>
<b>Change in Net Position</b>	6,919,721
<b>Net Position, Beginning of Year, as Previously Reported</b>	24,537,533
<b>Correction of Error</b>	8,695,429
<b>Net Position, Beginning of Year, as Restated</b>	33,232,962
	<u>\$ 40,152,683</u>

The accompanying notes are an integral part of these financial statements.

**City of Celina, Texas**  
**Statement of Cash Flows – Proprietary Fund**  
**Year Ended September 30, 2019**

	<b>Water &amp; Sewer Fund</b>
<b>Cash Flows from Operating Activities</b>	
Cash received from customers and users	\$ 20,380,574
Cash paid to suppliers	(9,222,086)
Cash paid to employees	(1,232,972)
Net cash provided by operating activities	9,925,516
<b>Cash Flows from Noncapital Financing Activities</b>	
Change in customer deposits	211,845
Transfers to other funds	(527,000)
Net cash used by noncapital financing activities	(315,155)
<b>Cash Flows from Capital and Related Financing Activities</b>	
Acquisition of capital assets	(26,796,885)
Proceeds from issuance of bonds	18,830,270
Principal payments on bonds	(1,095,000)
Principal payments on capital leases	(72,503)
Bond issuance costs	(337,959)
Interest paid on bonds and other long-term obligations	(2,411,699)
Net cash used by capital and related financing activities	(11,883,776)
<b>Cash Flows from Investing Activities</b>	
Investment income	1,124,689
Net Cash Provided by Investing Activities	1,124,689
<b>Net Decrease in Cash and Cash Equivalents</b>	(1,148,726)
<b>Cash and Cash Equivalents, Beginning of Year</b>	50,331,383
<b>Cash and Cash Equivalents, End of Year</b>	\$ 49,182,657

The accompanying notes are an integral part of these financial statements.

**City of Celina, Texas**  
**Statement of Cash Flows - Proprietary Fund (Continued)**  
**Year Ended September 30, 2019**

	<b>Water &amp; Sewer Fund</b>
<b>Reconciliation of Cash and Cash Equivalents to the Statement of Net Position</b>	
Cash and cash equivalents	\$ 18,885,892
Restricted cash and cash equivalents	
Current	5,473,418
Noncurrent	24,823,347
Total cash and cash equivalents	\$ 49,182,657
<b>Reconciliation of Operating Income to Net Cash Provided by Operating Activities</b>	
Operating income	\$ 8,815,560
<b>Adjustment to Reconcile Operating Income to Net Cash Provided by Operating Activities</b>	
Depreciation	1,390,230
(Increases) decreases in assets and deferred outflows	
Accounts receivable (net)	(752,974)
Prepaid expenses	393,023
Net pension asset	76,971
Deferred pension outflows	(48,915)
Deferred OPEB outflows	(192)
Increases (decreases) in liabilities and deferred inflows:	
Accounts payable	133,312
Accrued expenses	(62,097)
Total OPEB liability	1,643
Deferred pension inflows	(21,902)
Deferred OPEB inflows	857
Total adjustments	1,109,956
<b>Net Cash Provided by Operating Activities</b>	<b>\$ 9,925,516</b>
<b>Supplemental Disclosure of Noncash Investing, Capital and Financing Activities</b>	
Additions to capital assets included in accounts payable	\$ 5,473,418

The accompanying notes are an integral part of these financial statements.

**Combining Discretely Presented Component Units  
Financial Statements**



**City of Celina, Texas**  
**Combining Statement of Net Position – Discretely Presented Component Units**  
**September 30, 2019**

	<b>Celina Economic Development Corporation</b>	<b>Celina Community Development Corporation</b>	<b>Total Aggregate Component Units</b>
<b>Assets</b>			
Cash and cash equivalents	\$ 897,278	\$ 1,360,312	\$ 2,257,590
Sales taxes receivable	122,068	122,068	244,136
<b>Total assets</b>	<u>1,019,346</u>	<u>1,482,380</u>	<u>2,501,726</u>
<b>Liabilities</b>			
Accrued interest	4,557	-	4,557
Accrued payroll	409	-	409
Due to primary government	80,837	-	80,837
Note Payable	1,044,263	-	1,044,263
<b>Total liabilities</b>	<u>1,130,066</u>	<u>-</u>	<u>1,130,066</u>
<b>Net Position (Deficit)</b>			
Unrestricted	<u>(110,720)</u>	<u>1,482,380</u>	<u>1,371,660</u>
<b>Total net position (deficit)</b>	<u>\$ (110,720)</u>	<u>\$ 1,482,380</u>	<u>\$ 1,371,660</u>

The accompanying notes are an integral part of these financial statements.

**City of Celina, Texas**  
**Combining Statement of Activities – Discretely Presented Component Units**  
**Year Ended September 30, 2019**

	<b>Celina Economic Development Corporation</b>	<b>Celina Community Development Corporation</b>	<b>Total Aggregate Component Units</b>
<b>Functions/Programs</b>			
Economic development	\$ (492,311)	\$ -	\$ (492,311)
Community development	-	(200,114)	(200,114)
Total expenses	<u>(492,311)</u>	<u>(200,114)</u>	<u>(692,425)</u>
<b>General Revenues</b>			
Sales taxes	625,453	625,454	1,250,907
Miscellaneous	26,280	-	26,280
Unrestricted investment earnings	15,080	26,103	41,183
Total general revenues	<u>666,813</u>	<u>651,557</u>	<u>1,318,370</u>
<b>Change in Net Position</b>	174,502	451,443	625,945
<b>Net Position (Deficit) - Beginning of Year</b>	<u>(285,222)</u>	<u>1,030,937</u>	<u>745,715</u>
<b>Net Position (Deficit) - End of Year</b>	<u>\$ (110,720)</u>	<u>\$ 1,482,380</u>	<u>\$ 1,371,660</u>

The accompanying notes are an integral part of these financial statements.

## **Notes to Financial Statements**



**City of Celina, Texas**  
**Notes to Financial Statements**  
**September 30, 2019**

**Note 1: Introduction and Summary of Significant Accounting Policies**

The financial statements of the City of Celina, Texas and its component units, Celina Economic Development Corporation and Celina Community Development Corporation, collectively identified as the City have been prepared in conformity with generally accepted accounting principles (GAAP) as applied to governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles.

The accounting and reporting framework and the more significant accounting principles and practices of the City are discussed in subsequent sections of this note. The remaining notes are organized to provide explanations, including required disclosures, of the City's financial activities for the fiscal year ending September 30, 2019.

***Reporting Entity and Related Organizations***

The City is a municipal corporation governed by an elected mayor and six member City Council. The City provides general administration, public works, police and judicial, and fire and emergency services to its residents. The Council hires a City Manager for day to day operations.

The City Council has the authority to make decisions, appoint administrators and managers, significantly influence operations; and has the primary accountability for fiscal matters. The City is not included in any other governmental "reporting entity" as defined by Governmental Accounting and Financial Reporting Standards.

In evaluating how to define the City for financial reporting purposes, management has considered all potential component units. The decision to include a potential component unit in the reporting entity is made by applying the criteria set forth in GASB Statements No. 14 and 39 as amended by GASB Statement 61, *The Financial Reporting Entity: Omnibus, an amendment of GASB Statements No. 14 and No. 34*. These statements define the reporting entity as the primary government and those component units for which the primary government is financially accountable. In addition, component units may be included in the reporting entity based on the nature and significance of the relationship with the primary government or based on being closely related or financially integrated with the primary government. Based on these criteria, the City has the following component units at September 30, 2019:

**City of Celina, Texas**  
**Notes to Financial Statements**  
**September 30, 2019**

**Note 1: Introduction and Summary of Significant Accounting Policies  
(Continued)**

*Discretely Presented Component Units:*

Celina Economic Development Corporation (CEDC) - CEDC serves all citizens of the government and is governed by a board appointed by the City Council. The City Council may remove the CEDC board for cause. The City has the ability to impose its will on CEDC and the potential for financial benefit or burden from CEDC's operations. CEDC is a nonprofit corporation governed by Section 4A of the *Texas Development Corporation Act of 1979* and organized for the public purpose of aiding, promoting and furthering economic development within the City of Celina, Texas.

Celina Community Development Corporation (CCDC) - CCDC serves all citizens of the government and is governed by a board appointed by the City Council. The City Council may remove the CCDC board for cause. The City has the ability to impose its will on CCDC and the potential for financial benefit or burden from CCDC's operations. CCDC is a nonprofit corporation governed by Section 4B of the *Texas Development Corporation Act of 1979* and organized for the public purpose of the promotion and development of industrial and manufacturing enterprises to promote and encourage employment and the public welfare of the City of Celina, Texas.

Neither CEDC nor CCDC prepare separate financial statements.

***Government-Wide and Fund Financial Statements***

*Government-wide financial statements*

The government-wide financial statements include the statement of net position and the statement of activities. These statements report financial information for the City as a whole. The primary government and component units are presented separately within the financial statements with the focus on the primary government. Individual funds are not displayed but the statements distinguish governmental activities, generally supported by taxes and City general revenues, from business-type activities, generally financed in whole or in part with fees charged to external customers.

The statement of activities reports the expenses of a given function offset by program revenues directly connected with the functional program. A function is an assembly of similar activities and may include portions of a fund or summarize more than one fund to capture the expenses and program revenues associated with a distinct functional activity. Program revenues include: (1) charges for services which report fees, fines and forfeitures, and other charges to users of the City's services; (2) operating grants and contributions which finance annual operating activities including restricted investment income; and (3) capital grants and contributions which fund the acquisition, construction, or rehabilitation of capital assets and include fees to developers. These revenues are subject to externally imposed restrictions to these program uses. Taxes and other revenue sources not properly included with program revenues are reported as general revenues.

**City of Celina, Texas**  
**Notes to Financial Statements**  
**September 30, 2019**

**Note 1: Introduction and Summary of Significant Accounting Policies  
(Continued)**

*Fund Financial Statements*

Fund financial statements are provided for governmental and proprietary funds. Major individual governmental funds and proprietary funds are reported in separate columns with composite columns for nonmajor funds.

***Measurement Focus, Basis of Accounting and Financial Statement Presentation***

The financial statements of the City are prepared in accordance with generally accepted accounting principles (GAAP). The City's reporting entity applies all relevant Governmental Accounting Standards Board (GASB) pronouncements.

The government-wide statements are prepared using the *economic resources measurement focus* and the *accrual basis of accounting* generally including the reclassification or elimination of internal activity (between or within funds). Proprietary fund financial statements and financial statements of City component units also report using this same measurement focus and basis of accounting although internal activity is not eliminated in these statements. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of the related cash flows. Property tax revenues are recognized in the year for which they are levied while grants are recognized when granter eligibility requirements are met.

Governmental fund financial statements are prepared using the *current financial resources measurement focus* and the *modified accrual basis of accounting*. Revenues are recognized when they are both measurable and available. Available means collectible within the current period or soon enough thereafter to pay current liabilities. The City considers revenues to be available if they are collected within 60 days of the end of the fiscal year. Expenditures are recorded when the related fund liability is incurred, except for general obligation bond, capital lease principal, compensated absences and interest which are reported as expenditures in the year due.

Major revenues sources susceptible to accrual include: sales and use taxes, property taxes, franchise taxes, grant revenues and investment income. In general, other revenues are recognized when cash is received.

*Operating income* reported in proprietary fund financial statements includes revenues and expenses related to the primary, continuing operations of the fund. Principal operating revenues for the proprietary fund are charges to customers for water and sewer sales or services. Principal operating expenses are the costs of providing goods or services and include administrative expenses and depreciation of capital assets. Other revenues and expenses are classified as *non-operating* in the financial statements.

When both restricted and unrestricted resources are available for use, it is the City's policy to use restricted resources first, then unrestricted resources as needed.

**City of Celina, Texas**  
**Notes to Financial Statements**  
**September 30, 2019**

**Note 1: Introduction and Summary of Significant Accounting Policies  
(Continued)**

***Fund Types and Major Funds***

*Governmental Funds*

The City reports the following major governmental funds:

*General Fund*- reports as the primary operating fund of the City. This fund is used to account for all financial resources not reported in other funds.

*Debt Service Fund* - accounts for the accumulation of financial resources for the payment of principal and interest on the City's general obligation debt. The City annually levies ad valorem taxes restricted for the retirement of general obligation bonds, capital leases and interest. This fund reports all such ad valorem taxes collected.

*Street Construction Fund* - accounts for the financing and acquisition of major capital street projects. Fund resources are provided primarily through bond sales and interest earnings.

*Facilities Improvement Fund* - accounts for the financing and acquisition of major capital facilities improvement projects. Fund resources are provided primarily through bond sales and interest earnings.

*Parkland Fees Fund* - accounts for the financing and acquisition of major capital park projects. Fund resources are provided primarily through developer park contributions and grants.

*Fire Improvement Fund* - accounts for the financing and acquisition of capital fire improvement projects. Fund resources are provided primarily through bond sales and interest earnings.

Additionally, the City maintains the following nonmajor governmental funds:

*Roadway Impact Fees Fund* - accounts for the receipt and expenditure of roadway fees paid to the City.

*Capital Equipment Replacement Fund* - accounts for the financing and acquisition of capital public safety projects. Fund resources are provided primarily through fire and police fees.

*Park Construction Fund* - accounts for the financing and acquisition of capital park projects. Fund resources are provided primarily through bond sales and interest earnings.

**City of Celina, Texas**  
**Notes to Financial Statements**  
**September 30, 2019**

**Note 1: Introduction and Summary of Significant Accounting Policies  
(Continued)**

*Main Street Fund* - accounts for the receipt and expenditure of main street project funds. Fund resources are provided primarily through special events and donations.

*PEG Fund* – accounts for fees received from cable operators within the City for the purpose of funding expenditures relating to the PEG (Public, Educational and Governmental) Cable Channel.

*Grants Fund* - accounts for the receipt and expenditure of grants funds. Fund resources are provided primarily through grants.

*Law Enforcement Fund* - accounts for the receipt and expenditure of law enforcement funds. Fund resources are provided primarily through police seizures.

*Contributions/Donations Fund* - accounts for the receipt and expenditure of contributions and donations. Fund resources are provided primarily through contributions and donations.

*Court Security Fund* - accounts for the receipt and expenditure of court security funds. Fund resources are provided primarily through court security fees.

*Court Technology Fund*- accounts for the receipt and expenditure of court technology funds. Fund resources are provided primarily through court technology fees.

*Capital Acquisition Fund*- accounts for the financing and acquisition of capital projects. Fund resources are provided primarily through bond sales and interest earnings.

*Roadway Capital Recovery Fees Fund* - accounts for the receipt and expenditure of road capital recovery fees paid to the City.

*Technology Fund* - accounts for the receipt and expenditure of technology funds. Fund resources are provided primarily through technology fees.

*Proprietary Funds* - The City reports the following major Proprietary fund:

*Water and Sewer Fund* - accounts for the operating activities of the City's water and sewer utilities services.

**City of Celina, Texas**  
**Notes to Financial Statements**  
**September 30, 2019**

**Note 1: Introduction and Summary of Significant Accounting Policies  
(Continued)**

***Assets, Liabilities, Deferred Outflows/Inflows of Resources and Net Position Cash and Investments***

The City maintains cash and investment pools which are shared by the various governmental funds. In addition, non-pooled cash and investments are separately held and reflected in the respective individual funds. These pooled and non-pooled cash and investment pools are displayed on its respective balance sheet as "cash and cash equivalents" and investments.

Investments are stated at fair value within the fair value hierarchy established by generally accepted accounting principles.

Bank certificates of deposit are carried at amortized cost which approximates fair value.

The City reporting entity considers highly liquid investments (including restricted assets) with an original maturity of three months or less when purchased to be cash equivalents.

***Inventories and Prepaids***

Inventories consisting of expendable supplies held for consumption in governmental funds are reported using the expenditure method. Under this method, amounts paid for these items are reported as expenditures when purchased. Inventories, when material, are valued at cost stated on a first-in, first-out basis.

Prepaid items record payments to vendors that benefit future reporting periods and are reported on the consumption basis at cost on the government-wide and fund financial statements.

***Deferred Outflows and Inflows of Resources***

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

**City of Celina, Texas**  
**Notes to Financial Statements**  
**September 30, 2019**

**Note 1: Introduction and Summary of Significant Accounting Policies  
(Continued)**

In addition to liabilities, the statement of financial 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 position that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time. Unavailable revenue, which arises only under a modified accrual basis of accounting, is reported only in the governmental funds balance sheet. The governmental funds report unavailable revenues from two sources: property taxes and special assessments. These amounts are deferred and recognized as an inflow of resources in the period that the amounts become available. In addition, the government reports deferred inflows related to pension and OPEB in the government-wide statement of net position.

***Capital Assets, Depreciation and Amortization***

The City's property, plant, equipment and infrastructure with useful lives of more than one year are stated at historical cost, or if historical cost is not available, they are stated at estimated historical cost. Donated assets are reported at acquisition value. These assets are reported in the government-wide financial statements in the applicable governmental or business-type column or in the proprietary fund. The City maintains infrastructure asset records consistent with all other capital assets. The City generally capitalizes assets with a cost of \$5,000 or more as purchase and construction outlays occur. The costs of normal maintenance and repairs that do not add to the asset value or materially extend useful lives are not capitalized. Capital assets are depreciated using the straight-line method. When capital assets are disposed, the cost and applicable accumulated depreciation are removed from the respective accounts and the resulting gain or loss is reported.

Estimated useful lives, in years, for depreciable assets are as follows:

Buildings	40
Road infrastructure	15-50
Water & sewer infrastructure & rights	20-40
Vehicles	5
Furniture, machinery, and equipment	5

***Long-term Debt, Deferred Bond Credits and Bond Discounts/Premiums***

In the government-wide, proprietary and component unit financial statements, outstanding debt is reported as liabilities. Bond discounts are capitalized and amortized over the shorter term of the old or new bonds using the straight-line method. Bond premiums are capitalized and amortized over the life of the new bonds using the effective interest method. Issuance costs are expensed.

**City of Celina, Texas**  
**Notes to Financial Statements**  
**September 30, 2019**

**Note 1: Introduction and Summary of Significant Accounting Policies  
(Continued)**

The governmental fund financial statements recognize the proceeds of debt and premiums as other financing sources of the current period. Issuance costs are reported as expenditures.

***Pensions***

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

***Defined Benefit Other Postemployment Benefit Plans***

The City has a single-employer defined benefit other postemployment benefit (OPEB) plan (Plan). For purposes of measuring the total OPEB liability for the Plan, deferred outflows of resources and deferred inflows of resources related to the OPEB plan, and OPEB expense have been determined on the same basis as they are reported by the Plan. For this purpose, benefit payments are recognized when due and payable in accordance with the benefit terms for the Plan.

***Compensated Absences***

Full-time employees earn vacation leave for each month of work performed. Progressive accrual of vacation leave is based on the number of years the individual is employed by the City. After completion of a probationary period of employment, accrued vacation leave is paid upon termination of employment. Full-time employees also earn sick leave time. Unused sick leave is not paid upon termination of employment; therefore, no monetary obligation exists.

Compensated absences are reported as accrued in the government-wide, proprietary and component unit financial statements. Governmental funds report only matured compensated absences payable to currently terminating employees. These are included in accrued salaries and benefits, as applicable.

**City of Celina, Texas**  
**Notes to Financial Statements**  
**September 30, 2019**

**Note 1: Introduction and Summary of Significant Accounting Policies  
(Continued)**

***Fund Equity***

The City implemented GASB Statement 54 standards for the classification of fund balances in the governmental funds. The fund balances of governmental funds are defined as follows:

*Nonspendable* - amounts that cannot be spent either because they are in nonspendable form, such as inventory or prepaid items or because they are legally or contractually required to be maintained intact.

*Restricted* - amounts that can be spent only for specific purposes because of constraints that are externally imposed by creditors, grantors, contributors, or laws or regulations of other governments.

*Committed* - amounts that can be used only for specific purposes determined by a formal action of the City Council. The City Council is the highest level of decision making authority for the City. Commitments may be established, modified, or rescinded only through a formal resolution of the City Council.

*Assigned* - amounts that are constrained by the City's intent to be used for a specific purpose but are neither restricted nor committed. This intent can be expressed by the City Council or through the City Council's delegation of this responsibility to City management through the budgetary process.

*Unassigned* - all other spendable amounts in the general fund. The General Fund is the only fund that reports a positive unassigned fund balance amount.

The City Council delegates the responsibility to assign funds to the City Manager, Director of Finance, or other designees.

When expenditures are incurred for which both restricted and unrestricted fund balance is available the City considers restricted funds to have been spent first. Similarly, committed funds are considered to have been spent first when there is a choice for the use of less restricted funds, then assigned and then unassigned funds.

**City of Celina, Texas**  
**Notes to Financial Statements**  
**September 30, 2019**

**Note 1: Introduction and Summary of Significant Accounting Policies  
(Continued)**

***Risk Management***

The City is exposed to various risks of loss related to torts; theft of, damage to and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The City is a participant in the Texas Municipal League (TML) Employees Health Insurance Fund, Texas Municipal League Workers' Compensation Joint Insurance Fund (WC Fund) and the Texas Municipal League Joint Self-Insurance Fund (Property-Liability Fund), a public entity risk pool operated by the Texas Municipal League Board for the benefit of individual governmental units located within Texas. The agreement provides that the trust established by TML will be self-sustaining through member premiums. The City pays annual premiums to TML for worker's compensation, general and auto liability, property damage, employee dishonesty, public officials' liability and law enforcement professional liability coverage. The City does not anticipate any material additional insurance cost assessments as a result of participation in this risk management pool. There were no reductions in insurance coverage from the prior year. Settlements have not exceeded insurance coverage during any of the past three fiscal years.

***Estimates***

The preparation of financial statements in accordance with generally accepted accounting principles requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from these estimates.

**City of Celina, Texas**  
**Notes to Financial Statements**  
**September 30, 2019**

**Note 1: Introduction and Summary of Significant Accounting Policies  
(Continued)**

***Correction of Accounting Errors***

For the prior fiscal year ended September 30, 2018, certain revenues, including impact fees for the Water and Sewer Fund, as well as permit and administrative fees earned by the City in governmental funds were not recognized as revenue until related obligations of the City were satisfied, rather than when the fees were earned on the accrual basis of accounting or collected on the modified accrual basis of accounting. Additionally, bond premium balances amortized using the effective interest method were improperly amortized and recorded to certain reporting units. Details of these corrections to previously reported net position and fund balance amounts is presented below:

	<b>Governmental Activities</b>	<b>Business-type Activities</b>	<b>Water &amp; Sewer Fund</b>
Net position at October 1, 2018, as previously reported	\$ 48,956,660	\$ 24,537,533	\$ 24,537,533
Correction of error			
Error in premium allocation/amortization	(419,978)	777,119	777,119
Error in revenue recognition	285,571	7,918,310	7,918,310
Net position at October 1, 2018, as restated	\$ 48,822,253	\$ 33,232,962	\$ 33,232,962
	<b>General Fund</b>	<b>Parkland Fees Fund</b>	<b>Total Governmental Funds</b>
Fund balance at October 1, 2018, as previously reported	\$ 8,911,176	\$ 1,448,195	\$ 40,411,726
Correction of error			
Error in revenue recognition	87,500	198,071	285,571
Fund balance at October 1, 2018, as restated	\$ 8,998,676	\$ 1,646,266	\$ 40,697,297

Additionally, unamortized bond premiums at October 1, 2018, increased \$419,978 for governmental activities and decreased \$777,119 for business-type activities as a result of the error corrections.

**City of Celina, Texas**  
**Notes to Financial Statements**  
**September 30, 2019**

**Note 2: Stewardship, Compliance and Accountability**

***Budgetary Information***

The City Manager submits an annual budget to the City Council in accordance with the laws of the State of Texas and the city charter. The budget is presented to the City Council for review, budget workshops are held with the various City department officials, and public hearings are held to address priorities and the allocation of resources. Generally, in August, the City Council adopts the annual fiscal year budgets for all City operating funds. Once approved, the City Council may amend the legally adopted budget when unexpected modifications are required in estimated revenues and appropriations.

Each fund's approved budget is prepared on a detailed line item basis. Revenues are budgeted by source. Expenditures are budgeted by department and class as follows: personnel services and related fringe benefits, supplies, other services and charges, capital outlay, transfers, and debt service. Expenditures may not exceed appropriations at the department level. Within this control level, management may transfer appropriations between line items. Line-item transfers within a department are not subject to final review by the City Council. Budget revisions and line item transfers are subject to final review by the City Council. Revisions to the budget were made throughout the year.

The budgets for the operating funds are prepared on the cash and expenditure basis. Revenues are budgeted in the year receipt is expected; and expenditures, which do not include encumbrances, are budgeted in the year that the liability is to be incurred. The Debt Service Fund budget is prepared to provide funding for general obligation debt service when liabilities are due for payment. The General Fund budget and actual included in the basic financial statements is presented on these bases. Unexpended appropriations for annually budgeted funds lapse at fiscal year-end.

**Note 3: Deposits and Investments**

**Custodial credit risk** for deposits is the risk that in the event of a bank failure, the City's deposits may not be returned, or the City will not be able to recover collateral securities in the possession of an outside party. The City's policy requires deposits to be fully secured by collateral valued at market or par, whichever is lower, less the amount of Federal Deposit Insurance Corporation (FDIC) insurance. Deposited funds may be invested in certificates of deposit in institutions with an established record of fiscal health. Collateral agreements must be approved prior to deposit of funds. The City Council approves authorized depository institutions based on the recommendations of City management.

**City of Celina, Texas**  
**Notes to Financial Statements**  
**September 30, 2019**

**Note 3: Deposits and Investments (Continued)**

Deposits of City of Celina, Texas (primary government) and CCDC were fully insured or collateralized with securities held by the City, CCDC, its agent, or by the pledging financial institution's trust department or agent in the name of the City or CCDC, respectively. Deposits of CEDC were not fully insured or collateralized with securities held by CEDC, its agent, or by the pledging financial institution's trust department or agent in the name of CEDC throughout the year. Deposits of the CEDC were materially secured as of September 30, 2019.

***Investments***

Investments, when applicable, are stated at fair value within the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant other observable inputs; Level 3 inputs are significant unobservable inputs. At year-end, the City had no investments subject to the fair value hierarchy established by generally accepted accounting principles. For investments in local government pools, the reported value of the pool is the same as the fair value of the pool shares.

	<b>Fair Value</b>	<b>Weighted Average Maturity (Days)</b>
TexPool	\$ 5,824	36 days
Total Investments	\$ 5,824	

TexPool is a public funds investment pool overseen by the Texas State Comptroller of Public Accounts acting by and through its full service provider, Federated Investors is empowered to invest funds and act as custodian of investments purchased with local investment funds. Authorized investments of TexPool include obligations of the United States of America or its agencies, direct obligations of the State of Texas or its agencies, certificates of deposit and repurchase agreements. TexPool is rated for credit risk as AAAM.

**City of Celina, Texas**  
**Notes to Financial Statements**  
**September 30, 2019**

**Note 3: Deposits and Investments (Continued)**

**Credit risk** is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. Generally, the City's investing activities are managed under the custody of the Finance Director. Investing is performed in accordance with investment policies adopted by the City Council in compliance with the *Public Funds Investment Act* (PFIA). City investment policy and the PFIA generally permit the City to invest in FDIC insured or fully collateralized certificates of deposit, fully collateralized repurchase agreements, public funds investment pools, obligations of the United States of America or its agencies, direct obligations of the State of Texas and obligations of agencies, counties, cities and other political subdivisions of Texas 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. During the year ended September 30, 2019, the City did not own any types of securities other than those permitted by the City investment policy or the *Public Funds Investment Act*.

**Interest rate risk** is the risk that changes in interest rates will adversely affect the fair value of an investment. Investments held for longer periods are subject to increased risk of adverse interest rate changes. City policy generally requires investment maturities to correspond to anticipated cash flow needs. City policy further states that volatile investment instruments shall be avoided and that nonmarketable instruments with maturities beyond one month shall not exceed 30 percent of the portfolio. In addition, investment maturities shall not exceed the following limits:

Operating funds - 30 days

Capital project funds - corresponding draw schedules

Debt service funds - corresponding payment dates, not to exceed (6) six months

Bond reserve funds - (5) five years

**Concentration of credit risk** is the risk of loss attributed to the magnitude of the City's investment in a single issuer. City policy requires that the risk of principal loss in the portfolio as a whole shall be minimized by diversifying investment types to eliminate the risk of loss from over-concentration of assets in a specific issuer, or a specific class of securities.

For investments, **custodial credit risk** is the risk that, in the event of the failure of the counterparty, the City will not be able to recover the value of its investments or collateral securities in the possession of an outside party. The City's policy on safekeeping and custody requires that investments shall be secured through safekeeping agreements. All investment funds shall be placed directly with qualified financial institutions selected through the City's banking procurement process. All transactions shall be executed on a delivery versus payment basis.

**City of Celina, Texas**  
**Notes to Financial Statements**  
**September 30, 2019**

**Note 4: Receivables**

***Proprietary Fund Receivables, Uncollectible Accounts and Unearned Revenue***

Significant receivables include amounts due from customers primarily for utility services. The Proprietary Fund reports accounts receivable net of an allowance for uncollectible accounts and revenues net of uncollectible amounts. The allowance amount is estimated using accounts receivable past due more than 60 to 90 days.

The following is the detail of the Proprietary Fund receivables and the related allowance for uncollectible accounts:

Accounts receivable, gross	\$	2,365,851
Less: allowance for uncollectible accounts		<u>(111,837)</u>
Net accounts receivable	\$	<u><u>2,254,014</u></u>

***Property Taxes Receivable, Unearned Revenues and the Property Tax Calendar***

Property tax is levied each October 1 on the assessed value listed as of the prior January 1 for all real and personal property located in the City. Assessed value represents the appraisal value less applicable exemptions authorized by the City Council. The Appraisal Board of Review establishes appraised values at 100.00% for estimated market value. A tax lien attaches to the property on January 1 of each year, to secure the payment of all taxes, penalties and interest ultimately imposed for the year on that property, whether or not the taxes are imposed in the year the lien attaches. Taxes are due on October 1 immediately following the levy date and are delinquent after the following January 31st.

The property tax rate for the year ended September 30, 2019 was .645 per \$100 of the assessed valuation on taxable property.

The following is a summary of the overall tax rate as levied by fund:

Maintenance and operations - General Fund		.3854
Interest and sinking - Debt Service Fund		<u>.2596</u>
Total tax rate		<u><u>.6450</u></u>

In the governmental fund financial statements, property taxes are recorded as receivables in each of the respective funds on the tax levy date with appropriate allowances for estimated uncollectible amounts. At fiscal year-end, property tax receivables represent delinquent taxes. If delinquent taxes are not paid within 60 days of year-end, they are recorded as deferred inflows of resources.

**City of Celina, Texas**  
**Notes to Financial Statements**  
**September 30, 2019**

**Note 4: Receivables (Continued)**

In the government-wide financial statements, property taxes receivable and related revenue include all amounts due the City with a 10.00% allowance for estimated uncollectible amounts regardless of when cash is received. Over time substantially all property taxes are collected.

***Allowance for Uncollectible Taxes***

The City records an allowance for uncollectible property taxes in order to estimate the amount of taxes that will ultimately prove to be uncollectible. Management has determined that an allowance in the amount of ten percent (10.00%) of the property taxes receivable in each of the applicable fund types should be adequate to provide for uncollectible property taxes. No provisions are made for uncollectible sales tax receivables, or grants receivable as management estimates that these amounts will be fully collectible.

***Fines and Court Costs Receivable and Related Allowances***

In the government-wide financial statements, the City records fines and court costs receivable net of amounts estimated to be uncollectible and net of any amounts that would be due to other governmental entities as a result of collection. Management has determined the estimate of uncollectible fines and court costs through an analysis of actual amounts collected subsequent to year end. Amounts due to other governmental entities have been determined based on distribution requirements of the State of Texas.

The following is the detail of the governmental fund receivables and the related allowance for uncollectible accounts:

	<b>General Fund</b>	<b>Debt Service Fund</b>	<b>Total Governmental Funds</b>
Sales taxes	\$ 244,135	\$ -	\$ 244,135
Property taxes	58,204	33,296	91,500
EMS	263,438	-	263,438
Other	574,550	-	574,550
Less: Allowance for doubtful accounts	<u>(245,304)</u>	<u>(3,330)</u>	<u>(248,634)</u>
Total	<u>\$ 895,023</u>	<u>\$ 29,966</u>	<u>\$ 924,989</u>

**City of Celina, Texas**  
**Notes to Financial Statements**  
**September 30, 2019**

**Note 5: Capital Assets**

Capital asset activity for the year ended September 30, 2019, was as follows:

	<b>Beginning</b>	<b>Increases</b>	<b>Decreases</b>	<b>Ending</b>
<b>Governmental Activities</b>				
Nondepreciable capital assets:				
Land	\$ 3,637,345	\$ -	\$ -	\$ 3,637,345
Construction in progress	2,864,975	13,149,426	-	16,014,401
Total nondepreciable capital assets	<u>6,502,320</u>	<u>13,149,426</u>	<u>-</u>	<u>19,651,746</u>
Depreciable capital assets				
Buildings and improvements	6,980,134	340,818	-	7,320,952
Parks	12,240,281	-	-	12,240,281
Road infrastructure	34,548,884	-	-	34,548,884
Furniture and equipment	3,064,195	367,082	-	3,431,277
Vehicles	3,689,582	578,157	-	4,267,739
Total depreciable capital assets	<u>60,523,076</u>	<u>1,286,057</u>	<u>-</u>	<u>61,809,133</u>
Total capital assets	<u>67,025,396</u>	<u>14,435,483</u>	<u>-</u>	<u>81,460,879</u>
Less: accumulated depreciation				
Buildings and improvements	717,537	213,697	-	931,234
Parks	2,281,081	280,403	-	2,561,484
Road infrastructure	4,893,592	1,059,607	-	5,953,199
Furniture and equipment	1,443,892	480,195	-	1,924,087
Vehicles	1,424,074	500,314	-	1,924,388
Total accumulated depreciation	<u>10,760,176</u>	<u>2,534,216</u>	<u>-</u>	<u>13,294,392</u>
Capital assets, net	<u>\$ 56,265,220</u>	<u>\$ 11,901,267</u>	<u>\$ -</u>	<u>\$ 68,166,487</u>

**City of Celina, Texas**  
**Notes to Financial Statements**  
**September 30, 2019**

**Note 5: Capital Assets (Continued)**

	<u>Beginning</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending</u>
<b>Business-Type Activities</b>				
Nondepreciable capital assets:				
Land	\$ 1,328,043	\$ -	\$ -	\$ 1,328,043
Construction in progress	11,570,190	30,536,683	(100,959)	42,005,914
Total nondepreciable capital assets	<u>12,898,233</u>	<u>30,536,683</u>	<u>(100,959)</u>	<u>43,535,875</u>
Depreciable capital assets				
Buildings and improvements	43,769	-	-	43,769
Water & Sewer infrastructure	43,969,106	100,957	-	44,070,063
Vehicles	860,247	-	-	860,247
Equipment	1,705,867	-	-	1,705,867
Total depreciable capital assets	<u>46,578,989</u>	<u>100,957</u>	<u>-</u>	<u>46,679,946</u>
Total capital assets	<u>59,477,222</u>	<u>30,637,640</u>	<u>(100,959)</u>	<u>90,013,903</u>
Less: accumulated depreciation				
Buildings and improvements	27,902	1,094	-	28,996
Water & Sewer infrastructure	8,636,276	1,133,945	-	9,770,221
Vehicles	346,560	129,624	-	476,184
Equipment	392,683	125,567	-	518,250
Total accumulated depreciation	<u>9,403,421</u>	<u>1,390,230</u>	<u>-</u>	<u>10,793,651</u>
Capital assets, net	<u>\$ 50,073,801</u>	<u>\$ 29,247,410</u>	<u>\$ (100,959)</u>	<u>\$ 79,220,252</u>

Depreciation expense for governmental activities was charged to functions of the City as follows:

Administration	\$ 130,369
Fire and emergency services	537,265
Road infrastructure	1,010,684
Public works	203,957
Parks	368,088
Police department	252,126
Development services	29,615
Court	2,112
Total	<u>\$ 2,534,216</u>

Depreciation expense recorded in business -type activities and the Proprietary Fund was \$1,390,230.

**City of Celina, Texas**  
**Notes to Financial Statements**  
**September 30, 2019**

**Note 6: Long-Term Obligations**

The following is a summary of long-term debt transactions for the City for the year ended September 30, 2019:

	Beginning Balance (Restated)	Increase	Decrease	Ending Balance	Due Within One Year
<b>Governmental Activities</b>					
<b>Bonds Payable</b>					
General obligation bonds	\$ 9,030,000	\$ -	\$ (1,035,000)	\$ 7,995,000	\$ 1,136,800
Tax and Waterworks and Sewer System certificates of obligation	36,860,000	16,950,000	(920,000)	52,890,000	1,688,200
	45,890,000	16,950,000	(1,955,000)	60,885,000	2,825,000
Issuance premium	2,286,519	1,064,140	(236,784)	3,113,875	301,467
Total bonds payable	48,176,519	18,014,140	(2,191,784)	63,998,875	3,126,467
Capital leases	-	340,818	(73,202)	267,616	82,211
Compensated absences	346,270	159,504	(52,998)	452,776	53,000
Governmental Activities Long-Term Debt	<u>\$ 48,522,789</u>	<u>\$ 18,514,462</u>	<u>\$ (2,317,984)</u>	<u>\$ 64,719,267</u>	<u>\$ 3,261,678</u>
<b>Business-type Activities</b>					
<b>Bonds Payable</b>					
General obligation bonds	\$ 2,185,000	\$ -	\$ (435,000)	\$ 1,750,000	\$ 445,000
Tax and Waterworks and Sewer System certificates of obligation	59,620,000	17,715,000	(660,000)	76,675,000	1,910,000
	61,805,000	17,715,000	(1,095,000)	78,425,000	2,355,000
Issuance premium	4,072,585	1,115,270	(393,679)	4,794,176	458,722
Total bonds payable	65,877,585	18,830,270	(1,488,679)	83,219,176	2,813,722
Compensated absences	19,709	17,034	(20,324)	16,419	16,419
Business-type Activities Long-Term Debt	<u>\$ 65,897,294</u>	<u>\$ 18,847,304</u>	<u>\$ (1,509,003)</u>	<u>\$ 83,235,595</u>	<u>\$ 2,830,141</u>

**Long-term Obligations Supporting Governmental Activities**

The government issues general obligation bonds and certificates of obligation to provide funds for the acquisition and construction of major capital facilities. General obligation bonds and certificates of obligation have been issued for both governmental and business-type activities and are direct obligations and pledge the full faith and credit of the government. These bonds and certificates generally are issued as serial bonds with equal amounts of principal maturing each year with maturities of 20 years. General obligation bonds and certificates of obligation are to be repaid with property taxes levied for debt service and recorded by the Debt Service fund. The City's borrowing capacity is restrained by maintaining the City's debt at a responsible level. Other debt issued to support governmental activities are capital lease obligations which are primarily paid from the General Fund and Facilities Improvement Fund.

**City of Celina, Texas**  
**Notes to Financial Statements**  
**September 30, 2019**

**Note 6: Long-Term Obligations (Continued)**

Interest expense for governmental activities was \$1,953,396 and is reported as a separate line item in the statement of activities.

***Business-type Activities - Revenue Bonds***

Revenue bonds consist of debt issued to support activities of the Proprietary (water and sewer) Fund. In addition to being backed by the full faith and credit of the City, revenue bonds are secured by a lien on and a pledge of the surplus revenues of the water and sewer system.

In August 2019, the City issued \$34,665,000 of Tax and Waterworks and Sewer System (Limited Pledge) Revenue Certificates of Obligation, Series 2019. The certificates were issued for the purpose of capital development and improvements throughout the City and were allocated between governmental and business-type activities. The certificates were issued at a premium of \$2,179,410 with interest rates ranging from 2.00% to 4.00% with maturities through 2039.

Interest expense for business-type activities and the Proprietary (water and sewer) Fund was \$2,155,645 for the year.

Capital lease agreements represent general obligations of the City and are secured by the equipment acquired by the capital lease proceeds. Current requirements for principal and interest of capital lease obligations are accounted for in the appropriate fund for which the liability was incurred.

Compensated absences are paid from the fund responsible for the employee's compensation with significant liabilities payable from the General Fund and Water and Sewer Fund.

**City of Celina, Texas**  
**Notes to Financial Statements**  
**September 30, 2019**

**Note 6: Long-Term Obligations (Continued)**

***Debt Service Requirements to Maturity***

The annual debt service requirements to maturity for bonded debt and capital lease are as follows at year end:

Year ending September 30	Governmental Activities				
	Bond Principal	Bond Interest	Capital Lease Principal	Capital Lease Interest	Total Required
2020	\$ 2,825,000	\$ 2,182,344	\$ 82,211	\$ 11,814	\$ 5,101,369
2021	2,730,000	2,098,266	86,529	7,496	4,922,291
2022	2,640,000	2,001,191	91,074	2,951	4,735,216
2023	2,950,000	2,103,491	7,802	33	5,061,326
2024	3,095,000	1,994,501			5,089,501
2025-2029	17,085,000	8,083,686			25,168,686
2030-2034	17,535,000	4,959,544			22,494,544
2035-2039	12,025,000	2,542,175			14,567,175
Totals	<u>\$ 60,885,000</u>	<u>\$ 25,965,199</u>	<u>\$ 267,616</u>	<u>\$ 22,294</u>	<u>\$ 86,850,199</u>

Year ending September 30	Business-type Activities		
	Bond Principal	Bond Interest	Total Required
2020	\$ 2,355,000	\$ 2,914,822	\$ 5,269,822
2021	2,570,000	2,840,066	5,410,066
2022	2,825,000	2,739,474	5,564,474
2023	3,735,000	2,628,361	6,363,361
2024	3,890,000	2,484,916	6,374,916
2025-2029	20,350,000	9,942,850	30,292,850
2030-2034	24,645,000	5,665,956	30,310,956
2035-2039	18,055,000	1,424,650	19,479,650
Totals	<u>\$ 78,425,000</u>	<u>\$ 30,641,096</u>	<u>\$ 109,066,096</u>

***Special Assessment Revenue Bond***

From time to time the City issues Special Assessment Revenue Bonds. Below is a schedule of the Special Assessment Revenue Bonds the City has issued with their original issue value. Total bond principal outstanding for these issues is \$125,045,000 at year-end.

**City of Celina, Texas**  
**Notes to Financial Statements**  
**September 30, 2019**

**Note 6: Long-Term Obligations (Continued)**

<b>Special Assessment Revenue Bonds</b>	<b><u>Original Issue</u></b>
Special Assessment Revenue Bonds, Series 2014 (Creeks of Legacy Public Improvement District Phase #1 Project)	\$ 8,750,000
Special Assessment Revenue Bonds, Series 2014 (Creeks of Legacy Public Improvement District Phase #2-3 Major Improvement Project)	\$ 6,575,000
Special Assessment Revenue Bonds, Series 2015 (The Lakes at Mustang Ranch Public Improvement District Phase #1 Project)	\$ 9,000,000
Special Assessment Revenue Bonds, Series 2015 (The Lakes at Mustang Ranch Public Improvement District Phase #2-9 Major Improvement Project)	\$ 13,150,000
Special Assessment Revenue Bonds, Series 2015 (Wells South Public Improvement District Neighborhood Improvement Area #1 Project)	\$ 5,790,000
Special Assessment Revenue Bonds, Series 2015 (Wells South Public Improvement District Major Improvement Area Project)	\$ 8,040,000
Special Assessment Revenue Bonds, Series 2015 (Sutton Fields II Public Improvement District Neighborhood Improvement Area #1 Project)	\$ 11,560,000
Special Assessment Revenue Bonds, Series 2015 (Sutton Fields II Public Improvement District Major Improvement Areas #2-5 Major Improvement Project)	\$ 16,825,000
Special Assessment Revenue Bonds, Series 2016 (Glen Crossing Public Improvement District Phase #1 Project)	\$ 3,550,000
Special Assessment Revenue Bonds, Series 2016 (Wells North Public Improvement District Major Improvement Area Project)	\$ 3,235,000
Special Assessment Revenue Bonds, Series 2016 (Wells North Public Improvement District Neighborhood Improvement Area #1 Project)	\$ 3,425,000
Special Assessment Revenue Bonds, Series 2017 (Owensby Farms Public Improvement District Phase #1 Project)	\$ 4,465,000
Special Assessment Revenue Bonds, Series 2017 (Owensby Farms Public Improvement District Phase #2 Major Improvement Project)	\$ 1,765,000
Special Assessment Revenue Bonds, Series 2018 (The Columns Public Improvement District Project)	\$ 6,470,000
Special Assessment Revenue Bonds, Series 2018 (Chalk Hill Public Improvement District No. 2 Phase #1 Project)	\$ 4,325,000
Special Assessment Revenue Bonds, Series 2018 (Chalk Hill Public Improvement District No. 2 Phases #2-3 Major Improvement Project)	\$ 3,690,000
Special Assessment Revenue Bonds, Series 2018 (Cambridge Crossing Public Improvement District Phase #1 Project)	\$ 9,555,000
Special Assessment Revenue Bonds, Series 2018 (Cambridge Crossing Public Improvement District Phases #2-7 Major Improvement Project)	\$ 13,795,000
Special Assessment Revenue Bonds, Series 2018 (Creeks of Legacy Public Improvement District Phase #1B Project)	\$ 3,750,000
Special Assessment Revenue Bonds, Series 2018 (Creeks of Legacy Public Improvement District Phase #2 Project)	\$ 6,875,000

**City of Celina, Texas**  
**Notes to Financial Statements**  
**September 30, 2019**

**Note 6: Long-Term Obligations (Continued)**

Proceeds of the bonds were deposited into trust accounts with U.S. Bank N.A. (U.S. Bank) for the purpose of funding improvements in the projects described above. U.S. Bank serves as trustee, for the benefit of the bond holders, for these funds as well as any and all other property or money of every name and nature, which is, from time to time hereafter by delivery or in writing of any kind, conveyed, pledged, assigned or transferred to the trustee. The City is not obligated in any manner for this special assessment debt but merely acts as the property owner's agent in handling the debt service transactions by collecting any special assessment tax collections and forwarding them to the bondholders. Collections have begun. Assessment collections for all of the City's Special Assessment Revenue Bonds are on time and complete at year-end.

**Note 7: Component Unit Debt Obligations**

CEDC has the following debt obligation:

	<b>Beginning Balance</b>	<b>Increase</b>	<b>Decrease</b>	<b>Ending Balance</b>	<b>Due Within One Year</b>
Note Payable	\$ 1,044,263	\$ -	\$ -	\$ 1,044,263	\$ 1,044,263

In March 2018, CEDC entered in to a note payable agreement with Lamar National Bank in the principal amount of \$ 1,044, 263 with a fixed rate of interest equal to 3.75% to refinance a loan with a predecessor bank. Interest only payments are due monthly until March 22, 2020 when the entire principal balance is due. The note payable is unsecured but is expected to be paid out of the sales and use taxes that will be levied and collected by the City of Celina, Collin County, Texas pursuant to the *Development Corporation Act*, Chapter 501, 502 and 504 of the Texas Local Government Code. At September 30, 2019, the outstanding CEDC note balance was \$1,044,263.

The following is the annual debt service requirements to maturity for the note payable:

<b>Year ending September 30</b>	<b>Principal</b>	<b>Interest</b>	<b>Total Required</b>
2020	\$ 1,044,263	\$ 18,493	\$ 1,062,756
Totals	<u>\$ 1,044,263</u>	<u>\$ 18,493</u>	<u>\$ 1,062,756</u>

**City of Celina, Texas**  
**Notes to Financial Statements**  
**September 30, 2019**

**Note 8: Defined Benefit Pension Plans**

***Plan Description***

The City of Celina, Texas participates as one of 887 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 (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 comprehensive annual financial report (CAFR) that can be obtained at [www.tMrs.com](http://www.tMrs.com). All eligible employees of the City are required to participate in TMRS.

TMRS provides retirement, disability and death benefits. Benefit provisions are adopted by the governing body of the City, within the options available in the state statutes governing TMRS.

At retirement, the benefit is calculated as if the sum of the employee's contributions, with interest, and the City-financed monetary credits with interest were used to purchase an annuity. Members may choose to receive their retirement benefit in one of seven payments options. Members may also choose to receive a portion of their benefit as a Partial Lump Sum Distribution in an amount equal to 12, 24 or 36 monthly payments, which cannot exceed 75.00% of the member's deposits and interest.

The plan provisions are adopted by the governing body of the City, within the options available in the state statutes governing TMRS. Plan provisions for the City were as follows:

Employee deposit rate	7.0%
Matching ratio (City to Employee)	2 to 1
Years required for vesting	5
Service retirement eligibility	20 years at any age, 5 years at age 60 and above
Updated service credit	0%
Annuity increase to retirees	0% of CPI

**City of Celina, Texas**  
**Notes to Financial Statements**  
**September 30, 2019**

**Note 8: Defined Benefit Pension Plans (Continued)**

At the December 31, 2018, valuation and measurement date, the following employees were covered by the benefit terms:

Inactive employees or beneficiaries currently receiving benefits	12
Inactive employees entitled to but not yet receiving benefits	71
Active employees	147
	230

**Contributions**

The contribution rates for employees in TMRS are either 5.00%, 6.00% or 7.00% of employee gross earnings, and the City matching percentages are either 100.00%, 150.00% or 200.00%, 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 of the City were required to contribute 7.00% of their annual gross earnings during the fiscal year. The contribution rates for the City were 6.34% and 6.34% in calendar years 2019 and 2018, respectively. The City's contributions to TMRS for the year ended September 30, 2019, were \$624,122 and were equal to the required contributions.

**Net Pension Liability**

The City's Net Pension Liability (NPL) was measured as of December 31, 2018, and the Total Pension Liability (TPL) used to calculate the Net Pension Liability was determined by an actuarial valuation as of that date.

**Actuarial Assumptions**

The Total Pension Liability in the December 31, 2018, actuarial valuation was determined using the following actuarial assumptions:

Inflation	2.5% per year
Overall payroll growth	3.0% per year
Investment Rate of Return	6.75%, net of position plan investment expense, including inflation

**City of Celina, Texas**  
**Notes to Financial Statements**  
**September 30, 2019**

**Note 8: Defined Benefit Pension Plans (Continued)**

Salary increases were based on a service-related table. Mortality rates for active members, retirees and beneficiaries were based on the gender-distinct RP2000 Combined Healthy Mortality Tables with Blue Collar Adjustment, with male rates multiplied by 109.00% and female rates multiplied by 103.00%. The rates are projected on a fully generational basis by scale BB to account for future mortality improvements. For disabled annuitants, the gender-distinct RP2000 Combined Healthy Mortality Tables with Blue Collar Adjustment are used, with slight adjustments.

Actuarial assumptions used in the December 31, 2018, valuation were based on the results of actual experience studies. This experience study was for the period of December 31, 2010 through December 31, 2014. Healthy post-retirement mortality rates and annuity purchase rates are based on a Mortality Experience Investigation Study covering 2009 through 2011, and dated December 31, 2013. Plan assets are managed on a total return basis with an emphasis on both capital appreciation as well as the production of income, in order to satisfy the short-term and long-term funding needs of TMRS.

The long-term expected rate of return on pension plan investments was determined using a building-block method in which best estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. The target allocation and best estimates of real rates of return for each major asset class are summarized in the following table:

<b>Asset Class</b>	<b>Target Allocation</b>	<b>Long-Term Expected Real Rate of Return (Arithmetic)</b>
Domestic Equity	17.50%	4.30%
International Equity	17.50%	6.10%
Core Fixed Income	10.00%	1.00%
None-Core Fixed Income	20.00%	3.39%
Real Return	10.00%	3.78%
Real Estate	10.00%	4.44%
Absolute Return	10.00%	3.56%
Private Equity	5.00%	7.75%
Total	<u>100.00%</u>	

**City of Celina, Texas**  
**Notes to Financial Statements**  
**September 30, 2019**

**Note 8: Defined Benefit Pension Plans (Continued)**

***Discount Rate***

The discount rate used to measure the Total Pension Liability was 6.75%. The projection of cash flows used to determine the discount rate assumed that employee and employer contributions will be made at the rates specified in statute. Based on that assumption, the pension plan's Fiduciary Net Position was projected to be available to make all projected future benefit payments of current active and inactive employees. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the Total Pension Liability.

***Changes in the Net Pension Liability***

	<b>Total Pension Liability (A)</b>	<b>Plan Fiduciary Net Position (B)</b>	<b>Net Pension Liability (Asset) (A - B)</b>
<b>Balance at October 1, 2018</b>	\$ 5,970,702	\$ 6,344,315	\$ (373,613)
Changes for the year:			
Service Cost	1,074,389		1,074,389
Interest	434,173		434,173
Difference between expected and actual experience	6,080		6,080
Contributions - employer		504,822	(504,822)
Contributions - employee		558,331	(558,331)
Net investment income		(190,540)	190,540
Benefit payments, including refunds of employee contributions	(151,399)	(151,399)	-
Administrative expense		(3,673)	3,673
Other changes		(191)	191
Net changes	<u>1,363,243</u>	<u>717,350</u>	<u>645,893</u>
<b>Balance at September 30, 2019</b>	<u>\$ 7,333,945</u>	<u>\$ 7,061,665</u>	<u>\$ 272,280</u>

***Sensitivity of The Net Pension Liability (Asset) to Changes in the Discount Rate***

The following presents the net pension liability of the City, calculated using the discount rate of 6.75%, as well as what the City's net pension liability (asset) would be if it were calculated using a discount rate that is 1- percentage -point lower (5.75%) or 1- percentage-point higher (7.75%) than the current rate:

	<b>1 % Decrease in Discount Rate (5.75%)</b>	<b>Discount Rate (6.75%)</b>	<b>1% Increase in Discount Rate (7.75%)</b>
City's net pension liability (asset)	\$ 1,538,125	\$ 272,280	\$ (745,068)

**City of Celina, Texas**  
**Notes to Financial Statements**  
**September 30, 2019**

**Note 8: Defined Benefit Pension Plans (Continued)**

***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 at [www.tmrs.com](http://www.tmrs.com).

***Pension Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions***

For the year ended September 30, 2019, the City recognized pension expense of \$654,644.

At September 30, 2019, the City reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	<b>Deferred Outflows of Resources</b>	<b>Deferred Inflows of Resources</b>
Differences between expected and actual economic experience	\$ 8,042	\$ 40,451
Changes in actuarial assumptions	65,890	-
Difference between projected and actual investment earnings	333,632	-
Contributions subsequent to the measurement date	468,050	-
Total	\$ 875,614	\$ 40,451

\$468,050 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, 2020. Other amounts reported as deferred outflows and inflows of resources related to pensions will be recognized in pension expense as follows:

<b>Fiscal Year Ending September 30,</b>	<b>Amount</b>
2020	\$ 120,281
2021	67,909
2022	60,133
2023	118,155
2024	141
Thereafter	494
Total	\$ 367,113

**City of Celina, Texas**  
**Notes to Financial Statements**  
**September 30, 2019**

**Note 9: Postemployment Benefits Other Than Pensions (OPEB)**

*Plan description* - The City maintains a single-employer defined benefit group-term life insurance plan known as the TMRS Supplemental Death Benefits Fund (SDBF). The plan is administered by the TMRS. This is a voluntary program in which the City elected, by ordinance, to provide group-term life insurance coverage for their active members, including retirees. As the SDBF covers both active and retiree participants, with no segregation of assets, the SDBF is considered to be an unfunded other postemployment benefit (OPEB) plan (i.e. no assets are accumulated in a trust that meets the criteria in paragraph four of GASB Statement No. 75, *Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions*).

*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 OPEB and is a fixed amount of \$7,500.

**Employees Covered by Benefit Terms**

At the December 31, 2018 actuarial valuation and measurement date, the following employees were covered by the benefit terms:

Inactive employees or beneficiaries currently receiving benefits	8
Inactive employees entitled to but not yet receiving benefits	9
Active employees	147
Total	164

**Contributions**

The City contributes to the SDBF at a contractually required rate as determined by an annual actuarial valuation. The rate is equal to the cost of providing one-year term life insurance. The funding policy for the SDBF program is to assure that adequate resources are available to meet all death benefit payments for the upcoming year; the intent is not to prefund retiree term life insurance during employees' entire careers.

The City's SDBF contribution rate for all covered employees of the City in calendar years 2019 and 2018 was .13%. The City's contributions for all covered employees to the TMRS SDBF for the fiscal years ended September 30, 2019 and September 30, 2018, were \$12,798 and \$9,591, respectively, which equaled the required contributions for each year. The retiree portion of this contribution rate (OPEB portion) was 0.00% of covered payroll in calendar years 2019 and 2018 respectively.

**City of Celina, Texas**  
**Notes to Financial Statements**  
**September 30, 2019**

**Note 9: Postemployment Benefits Other Than Pensions (OPEB) (Continued)**

***Total OPEB Liability***

The City's total OPEB liability (TOL) of \$84,798 was measured as of December 31, 2018 and was determined by an actuarial valuation as of that date.

***Actuarial Assumptions and Other Inputs***

The total OPEB liability in the December 31, 2018 actuarial valuation was determined using the following actuarial assumptions and other inputs:

Inflation	2.50% per year
Salary Increase	3.50% to 10.50% including inflation
Discount Rate	3.71% (3.31% in prior year)
Retirees Share of Benefit Costs	\$0

Salary increases are assumed to occur once a year and are assumed to increase by a graduated service- based scale ranging from 10.50% for employees with one year of service to 3.50% for employees with 25 or more years of service.

Mortality rates for service retirees were based on the Gender-distinct RP2000 Combined Healthy Mortality Tables with Blue Collar Adjustment with male rates multiplied by 109.00% and female rates multiplied by 103.00%. The service retiree rates were projected on a fully generational basis by scale BB to account for future mortality improvements.

For disabled retirees, the gender-distinct RP2000 Combined Mortality Tables with Blue Collar Adjustment were used with male rates multiplied by 109.00% and female rates multiplied by 103.00% with a three-year set-forward for both males and females. The disabled retiree rates were projected on a fully generational basis by scale BB to account for future mortality improvements subject to the 3.00% floor.

The actuarial assumptions were developed primarily from the actuarial investigation of the experience of TMRS over the four year period from December 31, 2010 to December 31, 2014. They were adopted in 2015 and first used in the December 31, 2015 actuarial valuation. The post-retirement mortality assumption for healthy annuitants and Annuity Purchase Rate (APRs) are based on the Mortality Experience Investigation Study covering 2009 through 2011 and dated December 31, 2013.

The applicable discount rate for an unfunded OPEB plan under GASB No. 75 is based on the Fidelity Index's "20-Year Municipal GO AA Index " rate as of the measurement date.

**City of Celina, Texas**  
**Notes to Financial Statements**  
**September 30, 2019**

**Note 9: Postemployment Benefits Other Than Pensions (OPEB) (Continued)**

***Changes in the Total OPEB Liability***

	<b>Total OPEB Liability</b>
<b>Balance at October 1, 2018</b>	\$ 70,057
Changes for the year:	
Service cost	19,940
Interest on total OPEB liability	2,649
Change in benefit terms	-
Differences between expected & actual experience	155
Changes in assumptions and other inputs	(8,003)
Net changes	14,741
 <b>Balance at September 30, 2019</b>	 <b>\$ 84,798</b>

\*Due to the SBDF being considered an unfunded OPEB plan under GASB Statement No. 75, benefit payments are treated as being equal to the employer's yearly contribution for retirees.

The SBDF does not incur TMRS Administrative Expenses. The City is charged, and the administrative expenses are paid through the TMRS Defined Benefit Pension Plan recorded under GASB Statement No. 68.

***Sensitivity of the Total OPEB Liability to Changes in the Discount Rate***

The following presents the total OPEB liability of the City, calculated using the discount rate of 3.71%, 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 (2.71%) or 1-percentage-point higher (4.71%) than the current rate:

	<b>1 % Decrease (2.71%)</b>	<b>Discount Rate (3.71%)</b>	<b>1% Increase (4.71%)</b>
Total OPEB liability	\$ 106,822	\$ 84,798	\$ 68,334

**City of Celina, Texas**  
**Notes to Financial Statements**  
**September 30, 2019**

**Note 9: Postemployment Benefits Other Than Pensions (OPEB) (Continued)**

***OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB***

For the year ended September 30, 2019, the City recognized OPEB expense of \$22,491. At year-end, the City reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	<b>Deferred Outflows of Resources</b>	<b>Deferred Inflows of Resources</b>
Differences between expected and actual experience	\$ 138	\$ -
Changes in assumptions and other inputs	5,435	7,140
Contributions made subsequent to measurement date	9,597	
Total	\$ 15,170	\$ 7,140

\$9,597 reported as deferred outflows of resources related to OPEB resulting from contributions subsequent to the measurement date will be recognized as a reduction of the total OPEB liability for the year ending September 30, 2020. Other amounts reported as deferred outflows and inflows of resources related to OPEB will be recognized in OPEB expense as follows:

<b>Year Ended September 30:</b>	<b>Amount</b>
2020	\$ (98)
2021	(98)
2022	(98)
2023	(98)
2024	(98)
Thereafter	(1,077)
Total	\$ (1,567)

**City of Celina, Texas**  
**Notes to Financial Statements**  
**September 30, 2019**

**Note 10: Transfers and Payments Within the Reporting Entity**

***Transfers and Payments***

Transfers and payments within the reporting entity are substantially for the purposes of funding capital projects and asset acquisitions, transferring bond proceeds between funds, or maintaining debt service on a routine basis. Resources are accumulated in a fund to support and simplify the administration of various projects or programs. The following schedule reports transfers and payments within the reporting entity:

Fund	Transfers In	Transfers Out
General Fund	\$ 527,000	\$ 79,682
PEG Fund	79,682	
Water and Sewer Fund	-	527,000
	\$ 606,682	\$ 606,682

The transfer out from the Proprietary Fund was PILOT transfer. The transfer out of the General Fund was made to establish a new PEG Fund. In addition to the above transfers, the component units contributed \$200,000 to the debt service fund in order to supplement debt service payments for the year.

**Note 11: Contingencies**

The City participates in various state and federal grant programs and contracts which are subject to financial and compliance audits by the grantors or their representatives. Audits of these programs for the year ended September 30, 2019, have not been conducted. Accordingly, the City's compliance with applicable grant and contract requirements will be established at some future date. The City expects that costs disallowed by these various awarding agencies, if any, would be minimal.

**Note 12: Litigation**

From time to time, the City is involved in litigation in the ordinary course of business. City management considers the likelihood of any material liability resulting from this litigation to be remote.

**City of Celina, Texas**  
**Notes to Financial Statements**  
**September 30, 2019**

**Note 13: Operating Leases**

The City has entered into lease agreements for copier machines.

The following is a summary of the annual minimum lease requirements under these agreements:

Year Ending 9/30	Annual Lease Requirement
2020	\$ 17,239
2021	17,239
2022	1,437
Total required	\$ 35,915

Lease expense for the year ending September 30, 2019, was \$73,202.

**Note 14: UTRWD Facilities Charges**

The City has entered into a Participating Member Contract with Upper Trinity Regional Water District (UTRWD) for the use of sewer capacity in the Northeast Regional Water Reclamation System (Doe Branch Plant). Following is a summary of these contractual agreements:

- a) In return for the utilization of 600,000 gallons of capacity in the Northeast Regional Water Reclamation System (Doe Branch Plant), the City will pay annual facilities charges to UTRWD ranging from \$550,209 to \$837,728 beginning in FY 2016 and continuing through FY 2038.
- b) In return for the utilization of Doe Branch Interceptor Project in the Northeast Regional Water Reclamation System (Doe Branch Plant), the City will pay annual facilities charges to UTRWD in the amount of \$347,496 over five years beginning in FY 2017 and ending in FY 2022.
- c) In return for the utilization of 65,000 gallons of capacity in the Northeast Regional Water Reclamation System (Doe Branch Plant), the City paid UTRWD \$1,310,078 during FY 2016. This payment represented the facilities charges for the use of this capacity through FY 2019. These costs were amortized by the City over the period ending in FY 2019.

**City of Celina, Texas**  
**Notes to Financial Statements**  
**September 30, 2019**

**Note 14: UTRWD Facilities Charges (Continued)**

The following is a summary of the City's contractual requirements for future payments under the agreements with UTRWD by year for the first five years and in total thereafter:

Year Ending 9/30	Annual Requirement
2020	\$ 1,184,229
2021	1,185,062
2022	837,728
2023	835,698
2024	835,698
Thereafter	10,947,529
Total required	\$ 15,825,944

**Note 15: Commitments**

The City has issued approximately \$35 million in capital improvement bonds that will be used to fund various projects over the next few years.



## **Required Supplementary Information**



**City of Celina, Texas**  
**Schedule of Changes in Net Pension Liability and Related Ratios**  
**Last Two Fiscal Years**

	2018	2017	2016	2015	2014
<b>Total Pension Liability</b>					
Service Cost	\$ 1,074,389	\$ 760,238	\$ 634,724	\$ 477,763	\$ 349,532
Interest (on the Total Pension Liability)	434,173	356,068	297,354	246,793	204,236
Changes of benefit terms	-	-	-	-	-
Difference between expected and actual experience	6,080	(3,776)	(42,188)	(33,873)	11,213
Change of assumptions	-	-	-	164,970	-
Benefit payments, including refunds of employee contributions	(151,399)	(73,590)	(92,022)	(16,986)	(25,289)
<b>Net Change in Total Pension Liability</b>	1,363,243	1,038,940	797,868	838,667	539,692
<b>Total Pension Liability - Beginning</b>	5,970,702	4,931,762	4,133,894	3,295,227	2,755,535
<b>Total Pension Liability - Ending</b>	<u>\$ 7,333,945</u>	<u>\$ 5,970,702</u>	<u>\$ 4,931,762</u>	<u>\$ 4,133,894</u>	<u>\$ 3,295,227</u>
<b>Plan Fiduciary Net Position</b>					
Contributions - employer	\$ 504,822	\$ 357,923	\$ 241,159	\$ 188,960	\$ 96,209
Contributions - employee	558,331	393,323	325,261	258,850	201,034
Net Investment income	(190,540)	691,169	285,732	5,594	190,520
Benefit payments, including refunds of employee contributions	(151,399)	(73,590)	(92,022)	(16,986)	(25,289)
Administrative expense	(3,673)	(3,576)	(3,223)	(3,406)	(1,988)
Other	(191)	(181)	(174)	(168)	(163)
<b>Net Change in Plan Fiduciary Net Position</b>	717,350	1,365,068	756,733	432,844	460,323
<b>Plan Fiduciary Net Position - Beginning</b>	6,344,315	4,979,247	4,222,514	3,789,670	3,329,347
<b>Plan Fiduciary Net Position - Ending</b>	<u>\$ 7,061,665</u>	<u>\$ 6,344,315</u>	<u>\$ 4,979,247</u>	<u>\$ 4,222,514</u>	<u>\$ 3,789,670</u>
<b>Net Pension Liability (Asset) - Ending</b>	<u>\$ 272,280</u>	<u>\$ (373,613)</u>	<u>\$ (47,485)</u>	<u>\$ (88,620)</u>	<u>\$ (494,443)</u>
<b>Plan Fiduciary Net Position as a Percentage of Total Pension Liability</b>	96.29%	106.26%	100.96%	102.14%	115.00%
<b>Covered Payroll</b>	\$ 7,976,159	\$ 5,618,903	\$ 4,646,591	\$ 3,697,854	\$ 2,871,910
<b>Net Pension Liability as a Percentage of Covered Payroll</b>	3.41%	-6.65%	-1.02%	-2.40%	-17.22%

The information in this schedule has been determined as of the measurement date (December 31) of the City's net pension liability and is intended to show information for 10 years. However, until a full 10-year trend is compiled in accordance with the provision of GASB 68, only periods for which such information is available are presented.

# City of Celina, Texas

## Schedule of Contributions

### Last Five Fiscal Years

	2019	2018	2017	2016	2015
Actuarially determined contribution	\$ 624,122	\$ 459,895	\$ 324,728	\$ 237,763	\$ 162,349
Contributions in relation to the actuarially determined contribution	624,122	459,895	324,728	237,763	162,349
Contributions deficiency (excess)	\$ -	\$ -	\$ -	\$ -	\$ -
Covered payroll	\$ 9,844,203	\$ 7,245,746	\$ 5,230,520	\$ 4,486,771	\$ 3,388,197
Contributions as a percentage of covered payroll	6.34%	6.35%	6.21%	5.30%	4.79%

**Schedule Notes:**

*Valuation Dates:*

Notes Actuarially determined contribution rates are calculated as of December 31 and become effective in January, 13 months later.

*Methods and Assumptions Used to Determine Contribution Rates:*

Actuarial Cost Method	Entry Age Normal
Amortization Method	Level Percentage of Payroll, Closed
Remaining Amortization Period	25 years
Asset Valuation Method	10 year smoothed market; 15% soft corridor
Inflation	2.50%
Salary Increases	3.50% to 10.50% including inflation
Investment Rate of Return	6.75%
Retirement Age	Experience-based table on rates that are specific to the City's plan of benefits. Last updated for the 2015 valuation pursuant to an experience study of the period 2010-2014

Mortality RP2000 Combined Mortality Table with Blue Collar Adjustment with males rates multiplied by 109% and female rates multiplied by 103% and projected on a fully generational basis with scale BB

*Other Information:*

Notes There were no benefit changes during the year.

The information in this schedule has been determined as of the City's most recent fiscal year-end and is intended to show information for 10 years. However, until a full 10-year trend is compiled in accordance with the provision of GASB 68, only periods for which such information is available are presented.

**City of Celina, Texas**  
**Schedule of Changes in Total OPEB Liability and Related Ratios**  
**Last Two Fiscal Years**

	Actuarial Valuation & Measurement Date	
	December 31,	
	2018	2017
<b>Total OPEB Liability</b>		
Service cost	\$ 19,940	\$ 12,362
Interest on the total OPEB liability	2,646	2,074
Changes of benefit terms	-	-
Difference between expected and actual experience	155	-
Changes in assumptions or other inputs	(8,000)	6,931
Benefit payments	-	-
	14,741	21,367
<b>Net Change in Total OPEB Liability</b>		
	14,741	21,367
<b>Total OPEB Liability - Beginning</b>	70,057	48,690
<b>Total OPEB Liability - Ending</b>	\$ 84,798	\$ 70,057
 Covered Payroll	\$ 7,976,159	\$ 5,618,903
 <b>Total OPEB Liability as a Percentage of Covered Payroll</b>	1.06%	1.25%

**Schedule Notes:**

*Plan information:*

Single-employer unfunded OPEB plan      There are no assets accumulated in a trust that meets the criteria in GASB Statement No.75 paragraph four to pay related benefits.

*Actuarial Valuation & Measurement Date:*      December 31

*Significant actuarial assumptions used to measure the total OPEB liability:*

Inflation	2.50%
Salary Increases	3.50% to 10.50%, including inflation
Discount Rate	3.71% (Based on Fidelity Index's "20-year Municipal GO AA Index" rate as of 12/31/18). 3.31% in prior year.
Retiree's Share of Benefit-related Costs	\$0
Administrative expenses	All administrative expenses are paid through the Pension Trust and accounted for under reporting requirements under GASB Statement No.68
 Mortality - Service Retirees	 RP2000 Combined Mortality Table with Blue Collar Adjustment with male rates multiplied by 109% and female rates multiplied by 103% and projected on a fully generational basis with scale BB.
Mortality - Disabled Retirees	RP2000 Combined Mortality Table with Blue Collar Adjustment with male rates multiplied by 109% and female rates multiplied by 103% with a three year set-forward for both males and females. The rates are projected on a fully generational basis with scale BB to account for future mortality improvements subject to the 3% floor.

\*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.

This schedule is presented to illustrate the requirements to show information for 10 years. Future years will be provided as the information becomes available.

\*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.

The information in this schedule has been determined as of the measurement date (December 31) of the City's total OPEB liability and is intended to show information for 10 years. However, until a full 10-year trend is compiled in accordance with the provision of GASB 75, only periods for which such information is available are presented.



**Combining and Individual Fund Financial Statements  
and Schedules**



## **Major Governmental Funds**



## Major Governmental Funds

### Debt Service Fund

### Capital Projects Funds

**Debt Service Fund** - accounts for the accumulation of financial resources for the payment of principal and interest on the City's general obligation debt. The City annually levies ad valorem taxes restricted for the retirement of general obligation bonds, capital leases and interest. This fund reports all such ad valorem taxes collected.

**Street Construction Fund** - accounts for the financing and acquisition of major capital street projects. Fund resources are provided primarily through bond sales and interest earnings.

**Facilities Improvement Fund** - accounts for the financing and acquisition of major capital facilities improvement projects. Fund resources are provided primarily through bond sales and interest earnings.

**Parkland Fees Fund** - accounts for the financing and acquisition of major capital park projects. Fund resources are provided primarily through developer park contributions and grants.

**Fire Improvement Fund** - accounts for the financing and acquisition of capital fire improvement projects. Fund resources are provided primarily through bond sales and interest earnings.

**Street Construction Fund** - to account for the acquisition or construction of streets projects being financed through bond proceeds, grants or transfers from other funds.

**Facilities Improvement Fund** - to account for the financing and renovation or construction of City buildings. Proceeds are primarily from the sale of General Obligation bonds, Certificates of Obligation Bonds and non-recurring revenue sources.



**City of Celina, Texas**  
**Budgetary Comparison Schedule (GAAP Basis)**  
**Debt Service Fund**  
**For the Year Ended September 30, 2019**

	<u>Budgeted Amounts</u>			Variance with Final Budget- Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
<b>Revenues</b>				
Property Tax	\$ 3,360,240	\$ 3,360,240	\$ 4,101,706	\$ 741,466
Component Unit Contributions	200,000	200,000	200,000	-
Interest	25,000	25,000	89,633	64,633
Total revenues	<u>3,585,240</u>	<u>3,585,240</u>	<u>4,391,339</u>	<u>806,099</u>
<b>Expenditures</b>				
Principal	1,955,000	1,955,000	1,955,000	-
Interest and Fiscal Charges	1,333,122	1,333,122	1,752,204	(419,082)
Total expenditures	<u>3,288,122</u>	<u>3,288,122</u>	<u>3,707,204</u>	<u>(419,082)</u>
Excess (deficiency) of revenues over (under) expenditures	<u>297,118</u>	<u>297,118</u>	<u>684,135</u>	<u>387,017</u>
<b>Net Change in Fund Balance</b>	297,118	297,118	684,135	387,017
<b>Fund Balance, Beginning of Year</b>	<u>1,813,530</u>	<u>1,813,530</u>	<u>1,813,530</u>	<u>-</u>
<b>Fund Balance, End of Year</b>	<u>\$ 2,110,648</u>	<u>\$ 2,110,648</u>	<u>\$ 2,497,665</u>	<u>\$ 387,017</u>

**City of Celina, Texas**  
**Budgetary Comparison Schedule (GAAP Basis)**  
**Street Construction Fund**  
**For the Year Ended September 30, 2019**

	<u>Budgeted Amounts</u>			<b>Variance with Final Budget- Positive (Negative)</b>
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
<b>Revenues</b>				
Interest	\$ 70,000	\$ 70,000	\$ 149,929	\$ 79,929
Developer contributions			180,890	180,890
Total revenues	<u>70,000</u>	<u>70,000</u>	<u>330,819</u>	<u>260,819</u>
<b>Expenditures</b>				
Capital Outlay	6,761,660	6,761,660	1,896,758	4,864,902
Bond Issuance Cost			386,140	(386,140)
Total expenditures	<u>6,761,660</u>	<u>6,761,660</u>	<u>2,282,898</u>	<u>4,478,762</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(6,691,660)</u>	<u>(6,691,660)</u>	<u>(1,952,079)</u>	<u>4,739,581</u>
<b>Other Financing Sources (Uses)</b>				
Issuance of long-term debt and related premium	-	-	18,014,140	18,014,140
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>18,014,140</u>	<u>18,014,140</u>
<b>Net Change in Fund Balance</b>	(6,691,660)	(6,691,660)	16,062,061	22,753,721
<b>Fund Balance, Beginning of Year</b>	<u>7,517,247</u>	<u>7,517,247</u>	<u>7,517,247</u>	<u>-</u>
<b>Fund Balance, End of Year</b>	<u>\$ 825,587</u>	<u>\$ 825,587</u>	<u>\$ 23,579,308</u>	<u>\$ 22,753,721</u>

**City of Celina, Texas**  
**Budgetary Comparison Schedule (GAAP Basis)**  
**Facilities Improvement Fund**  
**For the Year Ended September 30, 2019**

	<u>Budgeted Amounts</u>			<b>Variance with Final Budget- Positive (Negative)</b>
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
<b>Revenues</b>				
Other Income	\$ 40,000	\$ 40,000	\$ -	\$ (40,000)
Interest	-	-	131,420	131,420
Total revenues	<u>40,000</u>	<u>40,000</u>	<u>131,420</u>	<u>91,420</u>
<b>Expenditures</b>				
Public Works	250,000	250,000	103,828	146,172
Capital Outlay	7,555,000	7,555,000	5,956,977	1,598,023
Debt Service				
Principal	-	-	73,202	(73,202)
Interest and fiscal charges	-	-	12,987	(12,987)
Total expenditures	<u>7,805,000</u>	<u>7,805,000</u>	<u>6,146,994</u>	<u>1,658,006</u>
Excess (deficiency) of revenues over (under)	<u>(7,765,000)</u>	<u>(7,765,000)</u>	<u>(6,015,574)</u>	<u>1,749,426</u>
<b>Other Financing Sources (Uses)</b>	-	-	340,818	340,818
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>340,818</u>	<u>340,818</u>
<b>Net Change in Fund Balance</b>	(7,765,000)	(7,765,000)	(5,674,756)	2,090,244
<b>Fund Balance, Beginning of Year</b>	<u>7,850,513</u>	<u>7,850,513</u>	<u>7,850,513</u>	<u>-</u>
<b>Fund Balance, End of Year</b>	<u>\$ 85,513</u>	<u>\$ 85,513</u>	<u>\$ 2,175,757</u>	<u>\$ 2,090,244</u>

**City of Celina, Texas**  
**Budgetary Comparison Schedule (GAAP Basis)**  
**Parkland Fees Fund**  
**For the Year Ended September 30, 2019**

	<u>Budgeted Amounts</u>			<b>Variance with Final Budget- Positive (Negative)</b>
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
<b>Revenues</b>				
Park Fees	\$ -	\$ -	\$ 2,855,844	\$ 2,855,844
Interest	40,000	40,000	125,996	85,996
Total revenues	<u>40,000</u>	<u>40,000</u>	<u>2,981,840</u>	<u>2,941,840</u>
<b>Expenditures</b>				
Parks and Recreation	-	-	173,791	(173,791)
Total expenditures	<u>-</u>	<u>-</u>	<u>173,791</u>	<u>(173,791)</u>
Excess (deficiency) of revenues over (under) expenditures	<u>40,000</u>	<u>40,000</u>	<u>2,808,049</u>	<u>2,768,049</u>
<b>Net Change in Fund Balance</b>	40,000	40,000	2,808,049	2,768,049
<b>Fund Balance, Beginning of Year</b>	<u>1,646,266</u>	<u>1,646,266</u>	<u>1,646,266</u>	<u>-</u>
<b>Fund Balance, End of Year</b>	<u><u>\$ 1,686,266</u></u>	<u><u>\$ 1,686,266</u></u>	<u><u>\$ 4,454,315</u></u>	<u><u>\$ 2,768,049</u></u>

The City takes a conservative approach and does not budget for Parkland Fees.

**City of Celina, Texas**  
**Budgetary Comparison Schedule (GAAP Basis)**  
**Fire Improvement Fund**  
**For the Year Ended September 30, 2019**

	<u>Budgeted Amounts</u>			<b>Variance with Final Budget- Positive (Negative)</b>
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
<b>Revenues</b>				
Interest	\$ 12,000	\$ 12,000	\$ 136,125	\$ 124,125
Total revenues	<u>12,000</u>	<u>12,000</u>	<u>136,125</u>	<u>124,125</u>
<b>Expenditures</b>				
Capital Outlay	7,561,555	7,561,555	4,946,453	2,615,102
Total expenditures	<u>7,561,555</u>	<u>7,561,555</u>	<u>4,946,453</u>	<u>2,615,102</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(7,549,555)</u>	<u>(7,549,555)</u>	<u>(4,810,328)</u>	<u>2,739,227</u>
<b>Net Change in Fund Balance</b>	(7,549,555)	(7,549,555)	(4,810,328)	2,739,227
<b>Fund Balance, Beginning of Year</b>	<u>7,599,600</u>	<u>7,599,600</u>	<u>7,599,600</u>	<u>-</u>
<b>Fund Balance, End of Year</b>	<u>\$ 50,045</u>	<u>\$ 50,045</u>	<u>\$ 2,789,272</u>	<u>\$ 2,739,227</u>



## **Nonmajor Governmental Funds**



## Nonmajor Governmental Funds

**Roadway Impact Fees Fund** – is used to account for fees paid by developers for construction of streets under the Roadway Impact Fees ordinance.

**Capital Equipment Replacement Fund** – to account for public safety capital replacements including vehicles and equipment.

**Park Construction Fund** – is used to account for the acquisition of park land or construction of park projects.

**Main Street Fund** – is used to account for the Main Street Program.

**Peg Fund** – is used to account for fees received from cable operators

**Grants Fund-** to account for any local, state and federal grants.

**Law Enforcement Fund-** to account for the collection and uses of seized funds.

**Contributions/Donations Fund-** to account for contributions and donations made to the fire and police departments for use in events such as National Night Out.

**Court Security Fund-** to account for the restricted Court fees. Revenues are segregated to pay for any court security expenses.

**Court Technology Fund-** to account for the restricted Court fees to be used to pay for technology expenses specific to the Court.

**Capital Acquisition Fund-** established as a reserve fund for capital and smaller infrastructure needs. Funding is from transfers in from the General Fund.

**Roadway Capital Recovery Fees Fund-** to account for roadway capital recovery fees paid by developers to the City for roadway construction.

**Technology Fund-** to account for technology infrastructure improvements and computer hardware/software needs. Source of funding is from developer fees when obtaining building permits.

**City of Celina, Texas**  
**Combining Balance Sheet**  
**Other Governmental Funds**  
**September 30, 2019**

	Roadway Impact Fees	Capital Equipment Replacement	Park Construction	Main Street	PEG	Grants
<b>Assets</b>						
Cash and cash equivalents	\$ 1,515,813	\$ 692,128	\$ 35,044	\$ 53,441	\$ 90,354	\$ 10,948
Total assets	<u>\$ 1,515,813</u>	<u>\$ 692,128</u>	<u>\$ 35,044</u>	<u>\$ 53,441</u>	<u>\$ 90,354</u>	<u>\$ 10,948</u>
<b>Liabilities</b>						
Accounts payable	\$ 33,839	\$ 900	\$ 221,894	\$ 1,883	\$ -	\$ -
Total liabilities	<u>\$ 33,839</u>	<u>\$ 900</u>	<u>\$ 221,894</u>	<u>\$ 1,883</u>	<u>\$ -</u>	<u>\$ -</u>
<b>Fund Balances</b>						
Restricted for						
Capital projects	\$ 1,481,974	\$ -	\$ -	\$ -	\$ -	\$ -
Law enforcement	-	-	-	-	-	-
Courts	-	-	-	-	-	-
Grants	-	-	-	-	-	10,948
PEG	-	-	-	-	90,354	-
Assigned	-	691,228	-	51,558	-	-
Unassigned	-	-	(186,850)	-	-	-
Total fund balances	<u>1,481,974</u>	<u>691,228</u>	<u>(186,850)</u>	<u>51,558</u>	<u>90,354</u>	<u>10,948</u>
Total liabilities and fund balances	<u>\$ 1,515,813</u>	<u>\$ 692,128</u>	<u>\$ 35,044</u>	<u>\$ 53,441</u>	<u>\$ 90,354</u>	<u>\$ 10,948</u>

See auditor's report on supplementary information

Law Enforcement	Contributions/ Donations	Court Security	Court Technology	Capital Acquisition	Roadway Capital Recovery Fees	Technology	Total Nonmajor Governmental Funds
\$ 22,601	\$ 9,562	\$ 64,932	\$ 49,391	\$ 1,482,625	\$ 1,165,614	\$ 119,069	\$ 5,311,522
<u>\$ 22,601</u>	<u>\$ 9,562</u>	<u>\$ 64,932</u>	<u>\$ 49,391</u>	<u>\$ 1,482,625</u>	<u>\$ 1,165,614</u>	<u>\$ 119,069</u>	<u>\$ 5,311,522</u>
\$ 59	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 258,575
<u>\$ 59</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 258,575</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,481,974
22,542	-	-	-	-	-	-	22,542
-	-	64,932	49,391	-	-	-	114,323
-	-	-	-	-	-	-	10,948
-	-	-	-	-	-	-	90,354
-	9,562	-	-	1,482,625	1,165,614	119,069	3,519,656
-	-	-	-	-	-	-	(186,850)
<u>22,542</u>	<u>9,562</u>	<u>64,932</u>	<u>49,391</u>	<u>1,482,625</u>	<u>1,165,614</u>	<u>119,069</u>	<u>5,052,947</u>
<u>\$ 22,601</u>	<u>\$ 9,562</u>	<u>\$ 64,932</u>	<u>\$ 49,391</u>	<u>\$ 1,482,625</u>	<u>\$ 1,165,614</u>	<u>\$ 119,069</u>	<u>\$ 5,311,522</u>

**City of Celina, Texas**  
**Combining Statement of Revenues, Expenditures**  
**and Changes in Fund Balance**  
**Other Governmental Funds**  
**September 30, 2019**

	Roadway Impact Fees	Capital Equipment Replacement	Park Construction	Main Street	PEG	Grants
<b>Revenues</b>						
Special events and donations	\$ -	\$ -	\$ -	\$ 72,825	\$ -	\$ -
Park fees	-	-	-	-	-	-
Other income	543,931	-	-	-	10,672	-
Interest	27,143	29,545	2,390	849	-	196
Federal, state & local grants	-	-	-	-	-	1,768
<b>Total revenues</b>	<b>571,074</b>	<b>29,545</b>	<b>2,390</b>	<b>73,674</b>	<b>10,672</b>	<b>1,964</b>
<b>Expenditures</b>						
Current						
Administration	-	-	-	-	-	-
Police department	-	-	-	-	-	910
Parks and recreation	-	-	-	-	-	-
Main street project	-	-	-	61,612	-	-
Capital Outlay	-	698,526	603,461	-	-	-
<b>Total expenditures</b>	<b>-</b>	<b>698,526</b>	<b>603,461</b>	<b>61,612</b>	<b>-</b>	<b>910</b>
Excess (deficiency) of revenues over expenditures	571,074	(668,981)	(601,071)	12,062	10,672	1,054
<b>Other Financing Sources</b>						
Transfers in	-	-	-	-	79,682	-
<b>Total other financing sources</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>79,682</b>	<b>-</b>
<b>Net Change in Fund Balance</b>	<b>571,074</b>	<b>(668,981)</b>	<b>(601,071)</b>	<b>12,062</b>	<b>90,354</b>	<b>1,054</b>
<b>Fund Balance, Beginning of Year</b>	<b>910,900</b>	<b>1,360,209</b>	<b>414,221</b>	<b>39,496</b>	<b>-</b>	<b>9,894</b>
<b>Fund Balance, End of Year</b>	<b>\$ 1,481,974</b>	<b>\$ 691,228</b>	<b>\$ (186,850)</b>	<b>\$ 51,558</b>	<b>\$ 90,354</b>	<b>\$ 10,948</b>

See auditor's report on supplementary information

Law Enforcement	Contributions/ Donations	Court Security	Court Technology	Capital Acquisition	Roadway Capital Recovery Fees	Technology	Total Nonmajor Governmental Funds
\$ -	\$ 9,200	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 82,025
-	-	-	-	-	-	-	-
2,077	-	2,699	3,595	-	769,259	100,500	1,432,733
396	-	-	-	42,535	12,893	1,114	117,061
-	-	-	-	-	-	-	1,768
<u>2,473</u>	<u>9,200</u>	<u>2,699</u>	<u>3,595</u>	<u>42,535</u>	<u>782,152</u>	<u>101,614</u>	<u>1,633,587</u>
-	-	-	16,585	189,582	-	20,056	226,223
685	7,063	-	-	-	-	-	8,658
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	61,612
-	-	-	-	333,307	-	-	1,635,294
<u>685</u>	<u>7,063</u>	<u>-</u>	<u>16,585</u>	<u>522,889</u>	<u>-</u>	<u>20,056</u>	<u>1,931,787</u>
<u>1,788</u>	<u>2,137</u>	<u>2,699</u>	<u>(12,990)</u>	<u>(480,354)</u>	<u>782,152</u>	<u>81,558</u>	<u>(298,200)</u>
-	-	-	-	-	-	-	79,682
-	-	-	-	-	-	-	79,682
1,788	2,137	2,699	(12,990)	(480,354)	782,152	81,558	(218,518)
20,754	7,425	62,233	62,381	1,962,979	383,462	37,511	5,271,465
<u>\$ 22,542</u>	<u>\$ 9,562</u>	<u>\$ 64,932</u>	<u>\$ 49,391</u>	<u>\$ 1,482,625</u>	<u>\$ 1,165,614</u>	<u>\$ 119,069</u>	<u>\$ 5,052,947</u>

**City of Celina, Texas**  
**Budgetary Comparison Schedule (GAAP Basis)**  
**Roadway Impact Fees Fund**  
**For the Year Ended September 30, 2019**

	<u>Budgeted Amounts</u>			<b>Variance with Final Budget- Positive (Negative)</b>
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
<b>Revenues</b>				
Other Income	\$ -	\$ -	\$ 543,931	\$ 543,931
Interest	-	-	27,143	27,143
Total revenues	<u>-</u>	<u>-</u>	<u>571,074</u>	<u>571,074</u>
<b>Expenditures</b>				
Public Works	-	-	-	-
Total expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues over (under)	<u>-</u>	<u>-</u>	<u>571,074</u>	<u>571,074</u>
<b>Net Change in Fund Balance</b>	-	-	571,074	571,074
<b>Fund Balance, Beginning of Year</b>	<u>910,900</u>	<u>910,900</u>	<u>910,900</u>	<u>-</u>
<b>Fund Balance, End of Year</b>	<u>\$ 910,900</u>	<u>\$ 910,900</u>	<u>\$ 1,481,974</u>	<u>\$ 571,074</u>

**Note:** The City takes a conservative approach and does not budget for Roadway Impact Fees Fund.

**City of Celina, Texas**  
**Budgetary Comparison Schedule (GAAP Basis)**  
**Capital Equipment Replacement Fund**  
**For the Year Ended September 30, 2019**

	<u>Budgeted Amounts</u>			<b>Variance with Final Budget- Positive (Negative)</b>
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
<b>Revenues</b>				
Interest	\$ 8,500	\$ 8,500	\$ 29,545	\$ 21,045
Total revenues	<u>8,500</u>	<u>8,500</u>	<u>29,545</u>	<u>21,045</u>
<b>Expenditures</b>				
Capital Outlay	<u>778,000</u>	<u>778,000</u>	<u>698,526</u>	<u>79,474</u>
Total expenditures	<u>778,000</u>	<u>778,000</u>	<u>698,526</u>	<u>79,474</u>
Excess (deficiency) of revenues over (under) expenditures	(769,500)	(769,500)	(668,981)	100,519
<b>Other Financing Sources (Uses) - Transfers In</b>	<u>826,328</u>	<u>826,328</u>	<u>-</u>	<u>(826,328)</u>
<b>Net Change in Fund Balance</b>	56,828	56,828	(668,981)	(725,809)
<b>Fund Balance, Beginning of Year</b>	<u>1,360,209</u>	<u>1,360,209</u>	<u>1,360,209</u>	<u>-</u>
<b>Fund Balance, End of Year</b>	<u>\$ 1,417,037</u>	<u>\$ 1,417,037</u>	<u>\$ 691,228</u>	<u>\$ (725,809)</u>

**City of Celina, Texas**  
**Budgetary Comparison Schedule (GAAP Basis)**  
**Park Construction Fund**  
**For the Year Ended September 30, 2019**

	<u>Budgeted Amounts</u>			Variance with Final Budget- Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
<b>Revenues</b>				
Interest	\$ 1,500	\$ 1,500	\$ 2,390	\$ 890
CCDC Contributions	100,000	100,000	-	(100,000)
Total revenues	<u>101,500</u>	<u>101,500</u>	<u>2,390</u>	<u>(99,110)</u>
<b>Expenditures</b>				
Capital Outlay	500,000	500,000	603,461	(103,461)
Total expenditures	<u>500,000</u>	<u>500,000</u>	<u>603,461</u>	<u>(103,461)</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(398,500)</u>	<u>(398,500)</u>	<u>(601,071)</u>	<u>(202,571)</u>
<b>Net Change in Fund Balance</b>	(398,500)	(398,500)	(601,071)	(202,571)
<b>Fund Balance, Beginning of Year</b>	<u>414,221</u>	<u>414,221</u>	<u>414,221</u>	<u>-</u>
<b>Fund Balance, End of Year</b>	<u>\$ 15,721</u>	<u>\$ 15,721</u>	<u>\$ (186,850)</u>	<u>\$ (202,571)</u>

**City of Celina, Texas**  
**Budgetary Comparison Schedule (GAAP Basis)**  
**Main Street Fund**  
**For the Year Ended September 30, 2019**

	<u>Budgeted Amounts</u>			<b>Variance with Final Budget- Positive (Negative)</b>
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
<b>Revenues</b>				
Special Events/Donations	\$ 67,000	\$ 67,000	\$ 72,825	\$ 5,825
Interest	150	150	849	699
Total revenues	<u>67,150</u>	<u>67,150</u>	<u>73,674</u>	<u>6,524</u>
<b>Expenditures</b>				
Main Street Projects	92,150	92,150	61,612	30,538
Total expenditures	<u>92,150</u>	<u>92,150</u>	<u>61,612</u>	<u>30,538</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(25,000)</u>	<u>(25,000)</u>	<u>12,062</u>	<u>37,062</u>
<b>Other Financing Sources (Uses)</b>				
Transfers in (out)	25,000	25,000	-	(25,000)
<b>Net Change in Fund Balance</b>	-	-	12,062	12,062
<b>Fund Balance, Beginning of Year</b>	<u>39,496</u>	<u>39,496</u>	<u>39,496</u>	<u>-</u>
<b>Fund Balance, End of Year</b>	<u>\$ 39,496</u>	<u>\$ 39,496</u>	<u>\$ 51,558</u>	<u>\$ 12,062</u>

**City of Celina, Texas**  
**Budgetary Comparison Schedule (GAAP Basis)**  
**PEG Fund**  
**For the Year Ended September 30, 2019**

	<u>Budgeted Amounts</u>			<b>Variance with Final Budget- Positive (Negative)</b>
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
<b>Revenues</b>				
Other income	\$ -	\$ -	\$ 10,672	\$ 10,672
Total revenues	-	-	10,672	10,672
<b>Expenditures</b>				
PEG Expenses	-	-	-	-
Total expenditures	-	-	-	-
Excess (deficiency) of revenues over (under) expenditures	-	-	10,672	10,672
<b>Other Financing Sources (Uses)</b>				
Transfers in (out)			79,682	79,682
<b>Net Change in Fund Balance</b>	-	-	90,354	90,354
<b>Fund Balance, Beginning of Year</b>	-	-	-	-
<b>Fund Balance, End of Year</b>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 90,354</u>	<u>\$ 90,354</u>

**Note:** The City takes a conservative approach and does not budget for PEG fees.

**City of Celina, Texas**  
**Budgetary Comparison Schedule (GAAP Basis)**  
**Grants Fund**  
**For the Year Ended September 30, 2019**

	Budgeted Amounts			Variance with Final Budget- Positive (Negative)
	Original	Final	Actual	
<b>Revenues</b>				
Interest	\$ -	\$ -	\$ 196	\$ 196
Grants	-	-	1,768	1,768
Total revenues	-	-	1,964	1,964
<b>Expenditures</b>				
Grant Expenses	-	-	910	(910)
Total expenditures	-	-	910	(910)
Excess (deficiency) of revenues over (under) expenditures	-	-	1,054	1,054
<b>Net Change in Fund Balance</b>	-	-	1,054	1,054
<b>Fund Balance, Beginning of Year</b>	9,894	9,894	9,894	-
<b>Fund Balance, End of Year</b>	\$ 9,894	\$ 9,894	\$ 10,948	\$ 1,054

**City of Celina, Texas**  
**Budgetary Comparison Schedule (GAAP Basis)**  
**Law Enforcement Fund**  
**For the Year Ended September 30, 2019**

	Budgeted Amounts			Variance with Final Budget- Positive (Negative)
	Original	Final	Actual	
<b>Revenues</b>				
Other Income	\$ -	\$ -	\$ 2,077	\$ 2,077
Interest	-	-	396	396
Total revenues	-	-	2,473	2,473
<b>Expenditures</b>				
Police Department	-	-	685	(685)
Total expenditures	-	-	685	(685)
Excess (deficiency) of revenues over (under) expenditures	-	-	1,788	1,788
<b>Net Change in Fund Balance</b>	-	-	1,788	1,788
<b>Fund Balance, Beginning of Year</b>	20,754	20,754	20,754	-
<b>Fund Balance, End of Year</b>	\$ 20,754	\$ 20,754	\$ 22,542	\$ 1,788

**City of Celina, Texas**  
**Budgetary Comparison Schedule (GAAP Basis)**  
**Contributions and Donations Fund**  
**For the Year Ended September 30, 2019**

	<u>Budgeted Amounts</u>			<b>Variance with Final Budget- Positive (Negative)</b>
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
<b>Revenues</b>				
Special Events and Donations	\$ -	\$ -	\$ 9,200	\$ 9,200
Total revenues	<u>-</u>	<u>-</u>	<u>9,200</u>	<u>9,200</u>
<b>Expenditures</b>				
Police Department	-	-	7,063	(7,063)
Total expenditures	<u>-</u>	<u>-</u>	<u>7,063</u>	<u>(7,063)</u>
Excess (deficiency) of revenues over (under) expenditures	<u>-</u>	<u>-</u>	<u>2,137</u>	<u>2,137</u>
<b>Net Change in Fund Balance</b>	-	-	2,137	2,137
<b>Fund Balance, Beginning of Year</b>	<u>7,425</u>	<u>7,425</u>	<u>7,425</u>	<u>-</u>
<b>Fund Balance, End of Year</b>	<u>\$ 7,425</u>	<u>\$ 7,425</u>	<u>\$ 9,562</u>	<u>\$ 2,137</u>

**City of Celina, Texas**  
**Budgetary Comparison Schedule (GAAP Basis)**  
**Court Security Fund**  
**For the Year Ended September 30, 2019**

	<u>Budgeted Amounts</u>			Variance with Final Budget- Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
<b>Revenues</b>				
Other Income	\$ -	\$ -	\$ 2,699	\$ 2,699
Total revenues	-	-	2,699	2,699
<b>Expenditures</b>				
Other Expenses	-	-	-	-
Total expenditures	-	-	-	-
Excess (deficiency) of revenues over (under) expenditures	-	-	2,699	2,699
<b>Net Change in Fund Balance</b>	-	-	2,699	2,699
<b>Fund Balance, Beginning of Year</b>	62,233	62,233	62,233	-
<b>Fund Balance, End of Year</b>	<u>\$ 62,233</u>	<u>\$ 62,233</u>	<u>\$ 64,932</u>	<u>\$ 2,699</u>

**City of Celina, Texas**  
**Budgetary Comparison Schedule (GAAP Basis)**  
**Court Technology Fund**  
**For the Year Ended September 30, 2019**

	<u>Budgeted Amounts</u>			<b>Variance with Final Budget- Positive (Negative)</b>
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
<b>Revenues</b>				
Other Income	\$ -	\$ -	\$ 3,595	\$ 3,595
Total revenues	-	-	3,595	3,595
<b>Expenditures</b>				
Administration	-	-	16,585	(16,585)
Total expenditures	-	-	16,585	(16,585)
Excess (deficiency) of revenues over (under) expenditures	-	-	(12,990)	(12,990)
<b>Net Change in Fund Balance</b>	-	-	(12,990)	(12,990)
<b>Fund Balance, Beginning of Year</b>	62,381	62,381	62,381	-
<b>Fund Balance, End of Year</b>	<u>\$ 62,381</u>	<u>\$ 62,381</u>	<u>\$ 49,391</u>	<u>\$ (12,990)</u>

**City of Celina, Texas**  
**Budgetary Comparison Schedule (GAAP Basis)**  
**Capital Acquisition Fund**  
**For the Year Ended September 30, 2019**

	<u>Budgeted Amounts</u>			<b>Variance with Final Budget- Positive (Negative)</b>
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
<b>Revenues</b>				
Interest	\$ 15,000	\$ 15,000	\$ 42,535	\$ 27,535
Total revenues	<u>15,000</u>	<u>15,000</u>	<u>42,535</u>	<u>27,535</u>
<b>Expenditures</b>				
Administration	-	-	189,582	(189,582)
Fire and emergency services	-	-	-	-
Capital Outlay	<u>517,750</u>	<u>517,750</u>	<u>333,307</u>	<u>184,443</u>
Total expenditures	<u>517,750</u>	<u>517,750</u>	<u>522,889</u>	<u>(5,139)</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(502,750)</u>	<u>(502,750)</u>	<u>(480,354)</u>	<u>22,396</u>
<b>Net Change in Fund Balance</b>	(502,750)	(502,750)	(480,354)	22,396
<b>Fund Balance, Beginning of Year</b>	<u>1,962,979</u>	<u>1,962,979</u>	<u>1,962,979</u>	<u>-</u>
<b>Fund Balance, End of Year</b>	<u>\$ 1,460,229</u>	<u>\$ 1,460,229</u>	<u>\$ 1,482,625</u>	<u>\$ 22,396</u>

**City of Celina, Texas**  
**Budgetary Comparison Schedule (GAAP Basis)**  
**Roadway Capital Recovery Fees Fund**  
**For the Year Ended September 30, 2019**

	Budgeted Amounts			Variance with Final Budget- Positive (Negative)
	Original	Final	Actual	
<b>Revenues</b>				
Other Income	\$ -	\$ -	\$ 769,259	\$ 769,259
Interest	-	-	12,893	12,893
Total revenues	-	-	782,152	782,152
<b>Expenditures</b>				
Public Works	-	-	-	-
Total expenditures	-	-	-	-
Excess (deficiency) of revenues over (under) expenditures	-	-	782,152	782,152
<b>Net Change in Fund Balance</b>	-	-	782,152	782,152
<b>Fund Balance, Beginning of Year</b>	383,462	383,462	383,462	-
<b>Fund Balance, End of Year</b>	\$ 383,462	\$ 383,462	\$ 1,165,614	\$ 782,152

**Note:** The City takes a conservative approach and does not budget for the Roadway Capital Recovery Fund.

**City of Celina, Texas**  
**Budgetary Comparison Schedule (GAAP Basis)**  
**Technology Fund**  
**For the Year Ended September 30, 2019**

	Budgeted Amounts			Variance with Final Budget- Positive (Negative)
	Original	Final	Actual	
<b>Revenues</b>				
Other Income	\$ -	\$ -	\$ 100,500	\$ 100,500
Interest	-	-	1,114	1,114
Total revenues	-	-	101,614	101,614
<b>Expenditures</b>				
Administration	-	-	20,056	(20,056)
Total expenditures	-	-	20,056	(20,056)
Excess (deficiency) of revenues over (under) expenditures	-	-	81,558	81,558
<b>Net Change in Fund Balance</b>	-	-	81,558	81,558
<b>Fund Balance, Beginning of Year</b>	37,511	37,511	37,511	-
<b>Fund Balance, End of Year</b>	\$ 37,511	\$ 37,511	\$ 119,069	\$ 81,558

**Note:** The City takes a conservative approach and does not budget for the Technology Fund.

## **Discretely Presented Component Units**



## **Discretely Presented Component Units**

**Celina Economic Development Corporation** – purpose is to aid, promote and further the economic development of the City.

**Celina Community Development Corporation** – purpose is to identify and fund public projects to maintain or enhance the quality of life in the city.



**City of Celina, Texas**  
**Budgetary Comparison Schedule (GAAP Basis)**  
**Celina Economic Development Corporation**  
**For the Year Ended September 30, 2019**

	<u>Budgeted Amounts</u>			<b>Variance with Final Budget- Positive (Negative)</b>
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
<b>Revenues</b>				
Sales Tax	\$ 602,500	\$ 602,500	\$ 625,453	\$ 22,953
Miscellaneous	-	-	26,280	26,280
Interest	5,000	5,000	15,080	10,080
	<u>607,500</u>	<u>607,500</u>	<u>666,813</u>	<u>59,313</u>
<b>Total revenues</b>				
<b>Expenditures</b>				
Personnel Costs	192,060	193,824	208,314	(14,490)
Legal & Professional	17,000	17,000	14,239	2,761
Materials & Supplies	5,000	8,000	3,959	4,041
Other Expenses	244,637	242,873	263,715	(20,842)
Utilities	3,150	3,150	2,084	1,066
	<u>461,847</u>	<u>464,847</u>	<u>492,311</u>	<u>(27,464)</u>
<b>Total expenditures</b>				
<b>Net Change in Fund Balance</b>	145,653	142,653	174,502	31,849
<b>Fund Balance, Beginning of Year</b>	<u>(285,222)</u>	<u>(285,222)</u>	<u>(285,222)</u>	<u>-</u>
<b>Fund Balance, End of Year</b>	<u>\$ (139,569)</u>	<u>\$ (142,569)</u>	<u>\$ (110,720)</u>	<u>\$ 31,849</u>

**City of Celina, Texas**  
**Budgetary Comparison Schedule (GAAP Basis)**  
**Celina Community Development Corporation**  
**For the Year Ended September 30, 2019**

	<u>Budgeted Amounts</u>			<b>Variance with Final Budget- Positive (Negative)</b>
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
<b>Revenues</b>				
Sales Tax	\$ -	\$ -	\$ 625,454	\$ 625,454
Interest	-	-	26,103	26,103
Total revenues	<u>-</u>	<u>-</u>	<u>651,557</u>	<u>651,557</u>
<b>Expenditures</b>				
Contribution	-	-	200,000	(200,000)
Other	-	-	114	(114)
Total expenditures	<u>-</u>	<u>-</u>	<u>200,114</u>	<u>(200,114)</u>
<b>Net Change in Fund Balance</b>	-	-	451,443	451,443
<b>Fund Balance, Beginning of Year</b>	<u>1,030,937</u>	<u>1,030,937</u>	<u>1,030,937</u>	<u>-</u>
<b>Fund Balance, End of Year</b>	<u>\$ 1,030,937</u>	<u>\$ 1,030,937</u>	<u>\$ 1,482,380</u>	<u>\$ 451,443</u>

**Note:** The City takes a conservative approach and does not budget for the Celina Community Development Corporation.

**Statistical Section (Unaudited)**



## Statistical Section

This section of the City of Celina's Comprehensive Annual Financial Report presents detailed information as a context for understanding what the information in the financial statements, notes disclosures and required supplementary information says about the City's overall financial health. This information has not been audited by the independent auditor.

<b>Contents</b>	<b>Table Numbers</b>
<i>Financial Trends</i> These tables contain trend information to help the reader understand how the City's financial performance and well-being have changed over time.	1-5
<i>Revenue Capacity</i> These tables contain information to help the reader assess the City's two most significant revenue sources-property and sales taxes.	6-9
<i>Debt Capacity</i> These tables present information to help the reader assess the affordability of the City's current level of outstanding debt and the City's ability to issue additional debt in the future.	10-14
<i>Economic and Demographic Information</i> These tables offer economic and demographic indicators to help the reader understand the environment within which the City's financial activities take place.	15-16
<i>Operating Information</i> These tables contain service and infrastructure data to help the reader understand how the information in the City's financial report relates to the services the City provides.	17-19

**Source:** Unless otherwise noted, the information in these tables is derived from the City's past audit reports for the relevant year.



**City of Celina, Texas**  
**Net Position by Component**  
**Last Ten Fiscal Years**  
**(Accrual Basis of Accounting)**  
**(Unaudited)**

**Table 1**

	Fiscal Year									
	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019
<b>Governmental Activities</b>										
Net Investment in capital assets	\$ 8,165,734	\$ 7,968,691	\$ 5,724,939	\$ 780,853	\$ 7,667,954	\$ 8,691,312	\$ 13,138,978	\$ 13,184,763	\$ 32,376,605	\$ 20,672,418
Restricted	624,480	684,336	3,895,476	2,560,845	4,535,511	4,675,044	5,340,173	5,848,514	6,361,057	3,979,639
Unrestricted	1,056,451	1,372,081	742,974	2,086,188	3,900,225	6,325,979	7,893,951	11,575,127	10,218,998	30,927,875
Total governmental activities net position	<u>9,846,665</u>	<u>10,025,108</u>	<u>10,363,389</u>	<u>5,427,886</u>	<u>16,103,690</u>	<u>19,692,335</u>	<u>26,373,102</u>	<u>30,608,404</u>	<u>48,956,660</u>	<u>55,579,932</u>
<b>Business-type Activities</b>										
Net Investment in capital assets	6,289,011	6,830,370	6,717,653	7,485,220	9,589,572	11,575,656	12,078,113	13,079,265	18,675,162	30,124,340
Restricted	(234,357)	43,166	344,272	887,007	1,103,837	2,120,144	1,733,702	3,171,397	5,862,371	10,028,343
Unrestricted	6,054,654	6,873,536	7,061,925	8,372,227	10,693,409	13,695,800	13,811,815	16,250,662	24,537,533	40,152,683
Total Business-type activities net position	<u>6,054,654</u>	<u>6,873,536</u>	<u>7,061,925</u>	<u>8,372,227</u>	<u>10,693,409</u>	<u>13,695,800</u>	<u>13,811,815</u>	<u>16,250,662</u>	<u>24,537,533</u>	<u>40,152,683</u>
<b>Primary Government</b>										
Net Investment in capital assets	14,454,745	14,799,061	12,442,592	15,286,073	17,257,526	20,268,968	25,217,091	26,264,028	51,051,767	50,796,758
Restricted	624,480	684,336	3,895,476	2,560,845	4,535,511	4,675,044	5,340,173	5,848,514	6,361,057	3,979,639
Unrestricted	822,094	1,415,247	1,387,246	2,973,195	5,004,062	8,446,123	9,627,653	14,746,524	16,081,369	40,956,218
Total primary government net position	<u>\$ 15,901,319</u>	<u>\$ 16,898,644</u>	<u>\$ 17,725,314</u>	<u>\$ 20,820,113</u>	<u>\$ 26,797,099</u>	<u>\$ 33,390,135</u>	<u>\$ 40,184,917</u>	<u>\$ 46,859,066</u>	<u>\$ 73,494,193</u>	<u>\$ 95,732,615</u>

**City of Celina, Texas**  
**Changes in Net Position**  
**Last Ten Fiscal Years**  
**(Accrual Basis of Accounting)**  
**(Unaudited)**

**Table 2**

	Fiscal Year				
	2010	2011	2012	2013	2014
<b>Expenses</b>					
Governmental activities					
Administration	\$ 896,155	\$ 993,291	\$ 799,116	\$ 950,109	\$ 1,203,576
Judicial	70,102	70,205	70,066	79,863	88,531
Fire and emergency services	1,068,864	1,169,196	1,176,359	1,541,465	1,213,416
Development services	329,794	363,133	472,329	417,119	708,220
Public works	397,095	369,952	366,560	515,098	725,922
Police Department	892,283	938,031	749,274	803,634	806,191
Parks and Recreation	406,446	362,409	503,298	556,654	448,202
Library	129,637	126,482	126,116	134,625	134,815
Infrastructure	208,373	418,484	207,097	203,273	202,699
Bond issuance costs	-	-	99,726	135,388	26,869
Main street program	60,868	57,880	-	399,992	72,326
Interest and fiscal charges	336,386	326,153	358,718	457,748	585,469
Total governmental activities expenses	<u>4,796,003</u>	<u>5,195,216</u>	<u>4,928,659</u>	<u>6,194,968</u>	<u>6,216,236</u>
<b>Business Type Activities</b>					
Water, sewer and sanitation services	<u>3,425,151</u>	<u>3,306,335</u>	<u>3,572,057</u>	<u>3,464,334</u>	<u>3,496,782</u>
Total business-type activities expenses	<u>3,425,151</u>	<u>3,306,335</u>	<u>3,572,057</u>	<u>3,464,334</u>	<u>3,496,782</u>
Total primary government expenses	<u>8,221,154</u>	<u>8,501,551</u>	<u>8,500,716</u>	<u>9,659,302</u>	<u>9,713,018</u>
<b>Program Revenues</b>					
Governmental activities					
Charges for services	566,637	733,947	1,042,829	1,113,468	2,082,694
Operating grants/contributions	283,849	295,140	231,301	-	61,432
Capital grants/contributions	144,460	391,623	-	2,344,763	2,403,093
Total governmental activities program revenues	<u>994,946</u>	<u>1,420,710</u>	<u>1,274,130</u>	<u>3,458,231</u>	<u>4,547,219</u>
<b>Business-type Activities</b>					
Charges for services					
Water, sewer and sanitation services	3,360,517	4,190,142	4,377,926	4,781,510	6,154,311
Capital grants/contributions	-	-	-	-	-
Total business-type activities program revenues	<u>3,360,517</u>	<u>4,190,142</u>	<u>4,377,926</u>	<u>4,781,510</u>	<u>6,154,311</u>
Total primary governmental program revenues	<u>4,355,463</u>	<u>5,610,852</u>	<u>5,652,056</u>	<u>8,239,741</u>	<u>10,701,530</u>
<b>Net (Expense) Revenues</b>					
Governmental activities	(3,801,057)	(3,774,506)	(3,654,529)	(2,736,737)	(1,668,747)
Business-type activities	(64,634)	883,807	875,869	1,317,176	2,657,529
Total primary government program revenues net expenses	<u>(3,865,691)</u>	<u>(2,890,699)</u>	<u>(2,778,660)</u>	<u>(1,419,561)</u>	<u>988,782</u>
<b>General Revenues and Other Changes in Net Position</b>					
Governmental Activities					
Taxes					
Ad valorem	3,015,298	2,967,206	3,021,800	3,129,835	3,333,015
Sales	271,670	290,835	338,053	384,289	505,221
Franchise	253,500	355,576	299,999	325,167	320,805
Other	225,174	264,332	479,886	636,943	817,733
Transfers	325,000	75,000	95,000	345,000	348,050
Total governmental activities	<u>4,090,642</u>	<u>3,952,949</u>	<u>4,234,738</u>	<u>4,821,234</u>	<u>5,324,824</u>
Business-type activities					
Other	8,144	10,075	28,306	38,126	11,703
Transfers	(325,000)	(75,000)	(95,000)	(325,000)	(348,050)
Total business-type activities	<u>(316,856)</u>	<u>(64,925)</u>	<u>(66,694)</u>	<u>(286,874)</u>	<u>(336,347)</u>
Total primary governmental revenues	<u>3,773,786</u>	<u>3,888,024</u>	<u>4,168,044</u>	<u>4,534,360</u>	<u>4,988,477</u>
<b>Changes in Net Position</b>					
Governmental activities	289,585	178,443	580,209	2,084,497	3,656,077
Business-type activities	(381,490)	818,882	809,175	1,030,302	2,321,182
Total primary government program net expenses	<u>\$ (91,905)</u>	<u>\$ 997,325</u>	<u>\$ 1,389,384</u>	<u>\$ 3,114,799</u>	<u>\$ 5,977,259</u>

**City of Celina, Texas**  
**Changes in Net Position**  
**Last Ten Fiscal Years**  
**(Accrual Basis of Accounting)**  
**(Unaudited)**

**Table 2 (Continued)**

	Fiscal Year				
	2015	2016	2017	2018	2019
<b>Expenses</b>					
Governmental activities					
Administration	\$ 1,170,613	\$ 1,592,794	\$ 2,624,918	\$ 3,305,724	\$ 3,613,202
Judicial	84,853	102,803	155,521	173,809	169,960
Fire and emergency services	1,453,477	1,957,077	2,414,778	2,898,525	4,516,435
Development services	529,067	683,599	887,990	1,812,852	2,844,946
Public works	824,527	1,080,661	1,104,523	5,760,436	1,625,818
Police Department	1,114,266	1,532,829	1,877,574	2,598,590	3,219,436
Parks and Recreation	886,212	1,084,077	1,263,538	1,284,123	1,480,614
Library	140,104	152,664	169,326	230,781	231,803
Infrastructure	198,868	211,300	353,119	823,826	1,010,684
Bond issuance costs	70,510	65,279	55,176	59,285	-
Main street program	-	-	-	-	61,612
Interest and fiscal charges	635,090	710,249	787,001	840,645	1,953,396
Total governmental activities expenses	<u>7,107,587</u>	<u>9,173,332</u>	<u>11,693,464</u>	<u>19,788,596</u>	<u>20,727,906</u>
<b>Business Type Activities</b>					
Water, sewer and sanitation services	4,284,806	8,508,496	10,811,473	12,887,075	14,811,593
Total business-type activities expenses	<u>4,284,806</u>	<u>8,508,496</u>	<u>10,811,473</u>	<u>12,887,075</u>	<u>14,811,593</u>
Total primary government expenses	<u>11,392,393</u>	<u>17,681,828</u>	<u>22,504,937</u>	<u>32,675,671</u>	<u>35,539,499</u>
<b>Program Revenues</b>					
Governmental Activities					
Charges for Services	3,755,293	4,265,112	6,391,343	7,865,830	11,837,197
Operating Grants/Contributions	214,115	368,784	356,258	201,610	1,291,079
Capital Grants/Contributions	625,237	2,578,809	1,011,625	20,365,689	180,890
Total Governmental Activities Program Revenues	<u>4,594,645</u>	<u>7,212,705</u>	<u>7,759,226</u>	<u>28,433,129</u>	<u>13,309,166</u>
<b>Business-type Activities</b>					
Charges for services					
Water, sewer and sanitation services	7,518,331	10,057,113	13,590,654	16,506,407	21,133,549
Capital grants/contributions	45,289	800,100	-	3,432,870	-
Total business-type activities program revenues	<u>7,563,620</u>	<u>10,857,213</u>	<u>13,590,654</u>	<u>19,939,277</u>	<u>21,133,549</u>
Total primary governmental program revenues	<u>12,158,265</u>	<u>18,069,918</u>	<u>21,349,880</u>	<u>48,372,406</u>	<u>34,442,715</u>
<b>Net (Expense) Revenues</b>					
Governmental activities	(2,512,942)	(1,960,627)	(3,934,238)	8,644,533	(7,418,740)
Business-type activities	3,278,811	2,348,717	2,779,181	7,052,202	6,321,956
Total primary government program revenues net expenses	<u>765,869</u>	<u>388,090</u>	<u>(1,155,057)</u>	<u>15,696,735</u>	<u>(1,096,784)</u>
<b>General Revenues and Other Changes in Net Position</b>					
Governmental Activities					
Taxes					
Ad valorem	3,739,841	4,458,401	5,362,919	7,464,462	9,856,619
Sales	603,949	733,881	958,350	1,150,663	1,248,168
Franchise	364,763	429,102	370,949	420,352	516,777
Other	438,820	671,241	985,322	1,613,911	2,027,855
Transfers	395,000	2,346,769	492,000	(907,706)	527,000
Total governmental activities	<u>5,542,373</u>	<u>8,639,394</u>	<u>8,169,540</u>	<u>9,741,682</u>	<u>14,176,419</u>
Business-type activities					
Other	39,470	114,067	151,666	332,227	1,124,765
Transfers	(395,000)	(2,346,769)	(492,000)	907,706	(527,000)
Total business-type activities	<u>(355,530)</u>	<u>(2,232,702)</u>	<u>(340,334)</u>	<u>1,239,933</u>	<u>597,765</u>
Total primary governmental revenues	<u>5,186,843</u>	<u>6,406,692</u>	<u>7,829,206</u>	<u>10,981,615</u>	<u>14,774,184</u>
<b>Changes in Net Position</b>					
Governmental activities	3,029,431	6,678,767	4,235,302	18,386,215	6,757,679
Business-type activities	2,923,281	116,015	2,438,847	8,292,135	6,919,721
Total primary government program net expenses	<u>\$ 5,952,712</u>	<u>\$ 6,794,782</u>	<u>\$ 6,674,149</u>	<u>\$ 26,678,350</u>	<u>\$ 13,677,400</u>

**City of Celina, Texas**  
**Government Activities - Tax Revenues by Source**  
**Last Ten Fiscal Years**  
**(Accrual Basis of Accounting)**  
**(Unaudited)**

**Table 3**

Fiscal Year	Property Tax	Sales Tax	Franchise Tax	Total
2010	\$ 3,015,507	\$ 271,670	\$ 253,500	\$ 3,540,677
2011	\$ 2,975,142	\$ 290,835	\$ 355,576	\$ 3,621,553
2012	\$ 3,019,885	\$ 338,053	\$ 299,999	\$ 3,657,937
2013	\$ 3,154,251	\$ 384,289	\$ 325,167	\$ 3,863,707
2014	\$ 3,314,591	\$ 505,221	\$ 320,805	\$ 4,140,617
2015	\$ 3,754,816	\$ 603,949	\$ 364,763	\$ 4,723,528
2016	\$ 4,453,862	\$ 733,881	\$ 429,102	\$ 5,616,845
2017	\$ 5,374,888	\$ 958,350	\$ 370,949	\$ 6,704,187
2018	\$ 7,454,528	\$ 1,150,663	\$ 420,352	\$ 9,025,543
2019	\$ 9,856,619	\$ 1,248,168	\$ 516,777	\$ 11,621,564

**City of Celina, Texas**  
**Fund Balances, Governmental Funds**  
**Last Ten Fiscal Years**  
**(Modified Accrual Basis of Accounting)**  
**(Unaudited)**

**Table 4**

	Fiscal Year				
	2010	2011	2012	2013	2014
<b>General Fund</b>					
Nonspendable					
Prepays	\$ -	\$ -	\$ -	\$ -	\$ 20,784
Unassigned	964,793	1,052,641	1,684,945	2,187,130	3,037,176
Total general fund	<u>\$ 964,793</u>	<u>\$ 1,052,641</u>	<u>\$ 1,684,945</u>	<u>\$ 2,187,130</u>	<u>\$ 3,057,960</u>
<b>All Other Government Funds</b>					
Restricted for					
Debt Service	\$ 593,598	\$ 473,465	\$ 453,145	\$ 515,274	\$ 541,370
Capital Projects	-	214,348	2,309,071	6,144,848	10,880,463
Law Enforcement	-	-	-	-	-
Courts	-	-	-	-	-
Grants	-	-	-	-	-
PEG	-	-	-	-	-
Assigned for use in specific funds	-	-	-	-	-
Unassigned	-	-	-	-	-
Total all other governmental funds	<u>\$ 593,598</u>	<u>\$ 687,813</u>	<u>\$ 2,762,216</u>	<u>\$ 6,660,122</u>	<u>\$ 11,421,833</u>

**City of Celina, Texas**  
**Fund Balances, Governmental Funds**  
**Last Ten Fiscal Years**  
**(Modified Accrual Basis of Accounting)**  
**(Unaudited)**

**Table 4(Continued)**

	Fiscal Year				
	2015	2016	2017	2018	2019
<b>General Fund</b>					
Nonspendable					
Prepays	\$ 19,941	\$ 2,230	\$ 3,013	\$ 7,322	\$ 14,827
Unassigned	4,585,888	7,130,005	6,562,842	8,903,854	11,111,480
Total general fund	<u>\$ 4,605,829</u>	<u>\$ 7,132,235</u>	<u>\$ 6,565,855</u>	<u>\$ 8,911,176</u>	<u>\$ 11,126,307</u>
<b>All Other Government Funds</b>					
Restricted for					
Debt Service	\$ 646,075	\$ 901,524	\$ 1,369,343	\$ 1,813,530	\$ 2,497,665
Capital Projects	7,021,861	7,083,988	13,033,951	29,063,864	30,026,311
Law Enforcement	-	-	-	-	22,542
Courts	-	-	-	-	114,323
Grants	-	-	-	-	10,948
PEG	-	-	-	-	90,354
Assigned for use in specific funds	-	-	-	-	7,973,971
Unassigned	-	-	168,342	623,156	(186,850)
Total all other governmental funds	<u>\$ 7,667,936</u>	<u>\$ 7,985,512</u>	<u>\$ 14,571,636</u>	<u>\$ 31,500,550</u>	<u>\$ 40,549,264</u>

**City of Celina, Texas**  
**Changes in Fund Balances, Governmental Funds**  
**Last Ten Fiscal Years**  
**(Modified Accrual Basis of Accounting)**  
**(Unaudited)**

**Table 5**

	Fiscal Year				
	2010	2011	2012	2013	2014
<b>Revenues</b>					
Property taxes	\$ 3,015,507	\$ 2,975,142	\$ 3,019,885	\$ 3,154,251	\$ 3,314,591
Franchise taxes	253,500	355,576	299,999	325,167	320,805
Sales taxes	271,670	290,835	338,053	384,289	505,221
Permits/inspection fees	172,173	257,605	340,547	455,454	1,321,510
Component unit contributions	165,000	165,000	340,000	320,000	170,000
Development fees	45,894	16,286	56,411	124,743	239,739
Fire Department/EMS fees	180,203	262,435	244,505	174,678	196,753
Fines	93,867	95,016	186,302	197,248	155,962
Special events and donations	134,565	155,935	175,346	142,682	305,430
Park fees	24,786	18,907	85,111	161,345	169,000
Other income	185,459	319,381	120,005	85,140	296,867
Interest income	19,175	16,574	43,706	63,021	90,424
Grants	149,284	294,205	32,760	2,344,763	2,404,258
Total revenues	<u>4,711,083</u>	<u>5,222,897</u>	<u>5,282,630</u>	<u>7,932,781</u>	<u>9,490,560</u>
<b>Expenditures</b>					
Administration	880,101	979,059	774,209	870,419	1,106,865
Judicial	70,102	70,205	70,066	79,863	88,531
Fire and EMS	1,049,716	1,140,328	1,062,174	1,057,979	1,083,464
Development services	329,794	363,133	472,329	417,119	702,862
Public works	392,527	568,890	373,302	508,439	505,659
Police department	865,304	913,898	729,737	741,361	770,254
Parks and Rec	222,959	176,313	288,239	349,742	443,625
Library	129,637	126,482	126,116	134,625	135,315
Main street	60,868	57,880	99,726	135,388	26,869
Capital outlay	474,465	1,464,171	1,938,419	3,977,688	1,421,925
Debt service					
Principal retirement	251,798	257,590	363,145	500,525	510,445
Interest and fiscal charges	331,881	312,974	379,859	490,987	610,693
Bond issuance costs	-	33,292	159,933	399,992	72,326
Total expenditures	<u>5,059,152</u>	<u>6,464,215</u>	<u>6,837,254</u>	<u>9,664,127</u>	<u>7,478,833</u>
<b>Other Financing Sources (Uses)</b>					
Sales of Assets	73,283	48,381	30,403	26,100	15,279
Capital Leases	174,797	-	-	30,752	-
Note/Bond Proceeds	-	1,400,000	4,146,558	5,719,585	3,257,485
Transfers in (out)	325,000	75,000	95,000	345,000	348,050
Total other financing sources (uses)	<u>573,080</u>	<u>1,523,381</u>	<u>4,271,961</u>	<u>6,121,437</u>	<u>3,620,814</u>
<b>Net Changes in Fund Balances</b>	<u>\$ 225,011</u>	<u>\$ 282,063</u>	<u>\$ 2,717,337</u>	<u>\$ 4,390,091</u>	<u>\$ 5,632,541</u>
Debt Service as a percentage of Non-Capital Expenditures	14.59%	12.98%	18.59%	23.09%	23.05%

**City of Celina, Texas**  
**Changes in Fund Balances, Governmental Funds**  
**Last Ten Fiscal Years**  
**(Modified Accrual Basis of Accounting)**  
**(Unaudited)**

**Table 5(Continued)**

	Fiscal Year				
	2015	2016	2017	2018	2019
<b>Revenues</b>					
Property taxes	\$ 3,754,816	\$ 4,453,862	\$ 5,374,888	\$ 7,454,528	\$ 9,864,233
Franchise taxes	364,763	429,102	370,949	420,352	516,777
Sales taxes	603,949	733,881	958,350	1,150,663	1,248,168
Permits/inspection fees	1,767,856	2,357,289	3,959,914	5,982,027	6,716,762
Component unit contributions	320,000	200,000	200,000	200,000	360,000
Development fees	924,249	509,870	1,245,943	119,344	110,486
					180,890
Fire Department/EMS fees	241,005	910,360	817,691	1,031,818	1,075,263
Fines	254,370	283,758	209,806	142,332	137,299
Special events and donations	221,696	373,421	250,214	165,188	129,814
Park fees	602,626	2,215,582	1,178,028	1,624,159	2,855,844
Other income	92,349	397,657	508,311	1,427,017	1,765,739
Interest income	111,901	111,776	183,077	436,017	1,031,375
Grants	519,701	518,784	1,570	1,610	808,276
Total revenues	<u>9,779,281</u>	<u>13,495,342</u>	<u>15,258,741</u>	<u>20,155,055</u>	<u>26,800,926</u>
<b>Expenditures</b>					
Administration	1,133,574	1,458,673	2,433,180	3,036,201	3,451,032
Judicial	84,853	99,803	153,213	172,610	166,197
Fire and EMS	1,316,275	1,731,896	2,041,407	2,445,213	3,930,238
Development services	524,712	675,267	868,862	1,787,306	2,799,375
Public works	806,788	1,023,572	943,895	5,604,030	1,411,826
Police department	1,046,160	1,414,488	1,688,094	2,374,037	2,935,005
Parks and Rec	667,908	819,539	959,343	978,479	1,104,513
Library	140,857	153,752	165,768	230,090	229,797
Main street	70,510	65,279	55,176	59,285	61,612
Capital outlay	5,253,351	8,542,536	3,656,718	3,837,902	14,435,482
Debt service					
Principal retirement	678,366	841,124	1,005,685	1,436,110	2,028,202
Interest and fiscal charges	669,480	724,025	782,253	908,016	1,765,191
Bond issuance costs	-	-	74,569	146,002	386,140
Total expenditures	<u>12,392,834</u>	<u>17,549,954</u>	<u>14,828,163</u>	<u>23,015,281</u>	<u>34,704,610</u>
<b>Other Financing Sources (Uses)</b>					
Sales of Assets	12,525	41,825	634,597	-	-
Capital Leases	-	-	-	-	340,818
Note/Bond Proceeds	-	4,510,000	4,462,569	23,042,167	18,014,140
Transfers in (out)	395,000	2,346,769	492,000	(907,706)	527,000
Total other financing sources (uses)	<u>407,525</u>	<u>6,898,594</u>	<u>5,589,166</u>	<u>22,134,461</u>	<u>18,881,958</u>
<b>Net Changes in Fund Balances</b>	<u>\$ (2,206,028)</u>	<u>\$ 2,843,982</u>	<u>\$ 6,019,744</u>	<u>\$ 19,274,235</u>	<u>\$ 10,978,274</u>
Debt Service as a percentage of Non-Capital Expenditures	23.27%	21.03%	19.21%	14.05%	23.58%

**City of Celina, Texas**  
**Assessed Value of Taxable Property**  
**(Per \$100 Of Assessed Value)**  
**Last Ten Fiscal Years (Unaudited)**

**Table 6**

Fiscal Year	Residual Property	Commercial Property	Lots, Land and Other Personal Property	Less: Tax-Exempt Property	Total Taxable Assessed Value <sup>a</sup>
2010	\$ 358,572,013	\$ 66,190,702	\$ 221,578,739	\$ 182,142,657	\$ 464,198,797
2011	\$ 359,890,613	\$ 61,701,232	\$ 224,208,222	\$ 191,735,580	\$ 454,064,487
2012	\$ 360,401,332	\$ 68,081,956	\$ 306,201,737	\$ 273,053,137	\$ 461,631,888
2013	\$ 373,794,705	\$ 75,872,011	\$ 301,674,780	\$ 269,111,106	\$ 482,230,390
2014	\$ 405,448,051	\$ 72,762,134	\$ 313,187,046	\$ 282,701,395	\$ 508,695,836
2015	\$ 442,644,620	\$ 77,643,093	\$ 366,072,912	\$ 331,468,313	\$ 554,892,312
2016	\$ 522,831,716	\$ 95,459,951	\$ 464,873,944	\$ 422,297,341	\$ 660,868,270
2017	\$ 658,104,526	\$ 133,233,586	\$ 576,545,786	\$ 494,921,978	\$ 872,961,920
2018	\$ 845,530,258	\$ 227,683,070	\$ 732,331,134	\$ 697,442,777	\$ 1,108,101,685
2019	\$ 1,103,880,017	\$ 323,553,933	\$ 890,662,723	\$ 787,787,345	\$ 1,530,309,328

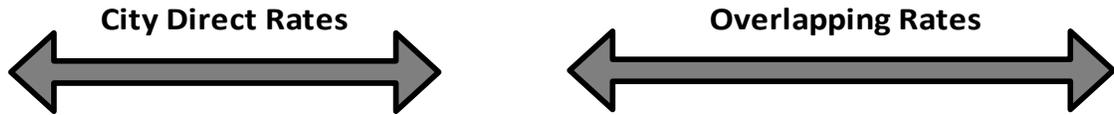
**Source:** Collin County Central Appraisal District and Denton County Appraisal District

**Notes:** Property is reassessed annually at actual value; therefore, the assessed values are equal to the actual values. Tax rates are per \$100 of assessed value.

<sup>a</sup> Includes adjustments to certified rolls. Fiscal Year reports Certified Tax Report from prior calendar year

**City of Celina, Texas**  
**Direct and Overlapping Property Tax Rates Per \$100 Of Assessed Value**  
**Last Ten Fiscal Years (Unaudited)**

**Table 7**



Fiscal Year	Operating/ General Rate	General Obligation Debt Service	Total Direct	Celina ISD	Prosper ISD	Collin County	Denton County	Collin County Community College
2010	0.5274	0.1176	0.6450	1.5400	1.6400	0.2425	-	0.0863
2011	0.5849	0.0601	0.6450	1.6400	1.6300	0.2400	0.2773	0.0863
2012	0.5652	0.0798	0.6450	1.6400	1.6700	0.2400	0.2829	0.0863
2013	0.4755	0.1695	0.6450	1.6400	1.6700	0.2400	0.2849	0.0863
2014	0.4652	0.1834	0.6486	1.6400	1.6700	0.2375	0.2722	0.0836
2015	0.4327	0.2123	0.6450	1.6400	1.6700	0.2350	0.2620	0.0820
2016	0.4335	0.2115	0.6450	1.6400	1.6700	0.2250	0.2484	0.0820
2017	0.4233	0.2217	0.6450	1.6400	1.6700	0.2250	0.2378	0.0820
2018	0.4278	0.2172	0.6450	1.6400	1.6700	0.1922	0.2255	0.0798
2019	0.3854	0.2596	0.6450	1.5489	1.5684	0.1750	0.2253	0.0812

**Source:** Collin County Appraisal District and Denton County Appraisal District

**City of Celina, Texas**  
**Principal Property Tax Payers**  
**Current Year and Nine Years Ago (Unaudited)**  
**(Total \$)**

**Table 8**

Taxpayer	2019			2010			
	Taxable Assessed Value	Rank	Percentage of Taxable Assessed Value	Taxpayer	Taxable Assessed Value	Rank	Percentage of Taxable Assessed Value
Celina 682 Partners	\$ 19,675,531	1	1.31%	N/A	\$ -	1	0.00%
First Texas Homes Inc	12,435,678	2	0.83%	N/A	-	2	0.00%
Calatlantic Homes of Texas Inc	12,160,602	3	0.81%	N/A	-	3	0.00%
CADG Ownsby Farms LLC	10,960,945	4	0.73%	N/A	-	4	0.00%
Highland Homes	10,844,245	5	0.72%	N/A	-	5	0.00%
Lennar Homes of Texas	9,500,489	6	0.63%	N/A	-	6	0.00%
S/J CR 55 LP	8,666,585	7	0.58%	N/A	-	7	0.00%
TXI Operations LP	6,690,027	8	0.44%	N/A	-	8	0.00%
Celina Town Center Ltd	6,643,593	9	0.44%	N/A	-	9	0.00%
Chemtrade Sulfate Chemicals, Inc	6,233,918	10	0.41%	N/A	-	10	0.00%
<b>Total</b>	<b>\$ 103,811,613</b>		<b>6.90%</b>	<b>Total</b>	<b>\$ -</b>		<b>0.00%</b>
Total Assessed Valuation	\$ 1,504,563,522		\$ 464,198,797				

**Source:** Collin County Appraisal District

**Notes:** Tax Payers are assessed on January 1, 2018 for the 2019 fiscal year and January 1, 2009 for the 2010 fiscal year.

The majority of the property taxes are collected in Collin County; therefore, those principal taxpayers are shown above.

Information from 2010 is not readily available.

**City of Celina, Texas**  
**Property Tax Levies and Collections**  
**(Unaudited)**

**Table 9**

Fiscal Year	Total Tax Levy for Fiscal Year	Collected within the Fiscal Year of the Levy		Collections in Subsequent Years	Total Collections to Date	
		Amount	% of Levy		Amount	% of Levy
2010	\$ 2,921,020	\$ 2,972,226	101.75%	\$ 54,764	\$ 3,026,990	103.63%
2011	\$ 2,909,571	\$ 2,924,749	100.52%	\$ 64,205	\$ 2,988,954	102.73%
2012	\$ 2,947,783	\$ 2,957,229	100.32%	\$ 72,889	\$ 3,030,128	102.79%
2013	\$ 3,102,330	\$ 3,106,333	100.13%	\$ 59,493	\$ 3,165,825	102.05%
2014	\$ 3,263,030	\$ 3,267,776	100.15%	\$ 49,606	\$ 3,317,382	101.67%
2015	\$ 3,549,295	\$ 3,629,138	102.25%	\$ 135,675	\$ 3,764,813	106.07%
2016	\$ 4,164,231	\$ 4,261,734	102.34%	\$ 196,388	\$ 4,458,122	107.06%
2017	\$ 5,064,321	\$ 5,396,743	106.56%	\$ 122,465	\$ 5,519,208	108.98%
2018	\$ 6,970,876	\$ 7,129,348	102.27%	\$ 414,481	\$ 7,543,829	108.22%
2019	\$ 9,389,021	\$ 10,292,771	109.63%	\$ 315,725	\$ 10,608,496	112.99%

**Source:** Collin County Tax Assessor Collector and Denton County Tax Assessor Collector

**City of Celina, Texas**  
**Ratio of Outstanding Debt by Type Last Ten Fiscal Years**  
**(Unaudited)**

**Table 10**

Fiscal Year	Governmental Activities			Business-Type Activities				Total Primary Government	% of Personal Income	Per Capita*
	General Obligation Bonds	Certificate of Obligation	Other Obligations	General Obligation Bonds	Certificate of Obligation	Other Obligations	Revenue Bonds			
2010	\$ 796,138	\$ 6,199,465	\$ 262,421	\$ 2,073,867	\$ 6,925,536	\$ -	\$ -	\$ 16,257,427	6.17%	\$ 3,016
2011	\$ 746,206	\$ 7,391,807	\$ 156,069	\$ 1,943,799	\$ 6,403,194	\$ -	\$ -	\$ 16,641,075	5.21%	\$ 2,761
2012	\$ 783,243	\$ 11,013,120	\$ 44,859	\$ 5,771,762	\$ 2,536,881	\$ -	\$ -	\$ 20,149,865	5.88%	\$ 3,245
2013	\$ 5,027,505	\$ 11,866,865	\$ 27,080	\$ 5,452,494	\$ 2,313,136	\$ -	\$ -	\$ 24,687,080	6.95%	\$ 3,823
2014	\$ 4,952,607	\$ 14,531,170	\$ 12,228	\$ 5,127,393	\$ 4,393,829	\$ -	\$ -	\$ 29,017,227	7.55%	\$ 4,321
2015	\$ 4,606,322	\$ 14,211,317	\$ -	\$ 4,558,678	\$ 5,798,682	\$ 45,957	\$ -	\$ 29,220,956	7.03%	\$ 4,184
2016	\$ 4,249,490	\$ 18,237,025	\$ -	\$ 3,965,510	\$ 26,047,975	\$ 18,704	\$ -	\$ 52,518,704	N/A	\$ 6,836
2017	\$ 3,880,431	\$ 22,013,573	\$ -	\$ 3,359,570	\$ 30,731,425	\$ -	\$ -	\$ 59,984,999	N/A	\$ 5,818
2018	\$ 9,030,000	\$ 36,860,000	\$ -	\$ 2,185,000	\$ 59,620,000	\$ -	\$ -	\$ 107,695,000	N/A	\$ 8,227
2019	\$ 8,323,603	\$ 55,675,272	\$ 267,616	\$ 1,779,377	\$ 81,439,799	\$ -	\$ -	\$ 147,485,667	N/A	\$ 8,342

**Source:** City of Celina Audit Reports

N/A - Information not available for the most current year

**Notes:** Details regarding the City's outstanding debt is found in the notes to the financial statements. Bond premiums were included beginning in fiscal year 2019.

\*See Table 15 for personal income and population data

**City of Celina, Texas**  
**Ratios of General Bonded Debt Outstanding Last Ten Fiscal Years**  
**(Unaudited)**

**Table 11**

Fiscal Year	Assessed Property Value (1)	Gross Bonded Debt (2)	% Bonded Debt to Assessed Property Value	Bonded Debt Per Capita
2010	\$ 464,198,797	\$ 15,995,006	3.45%	\$ 2,653
2011	\$ 454,064,487	\$ 16,485,006	3.63%	\$ 2,711
2012	\$ 461,631,888	\$ 20,105,006	4.36%	\$ 3,212
2013	\$ 482,230,390	\$ 24,660,000	5.11%	\$ 3,817
2014	\$ 508,695,836	\$ 29,004,999	5.70%	\$ 4,355
2015	\$ 554,892,312	\$ 29,220,956	5.27%	\$ 3,992
2016	\$ 660,868,270	\$ 52,500,000	7.94%	\$ 6,069
2017	\$ 872,961,620	\$ 59,984,999	6.87%	\$ 5,818
2018	\$ 1,108,101,685	\$ 107,695,000	9.72%	\$ 8,227
2019	\$ 1,530,309,328	\$ 147,485,667	9.64%	\$ 8,342

**Source:** (1) Collin County Appraisal District/Denton County Appraisal District  
(2) Schedule of Bonds Payable and Total bonds for fiscal year

**Notes:** Details regarding the City's outstanding debt can be found in the notes to the financial statements. The amounts presented are net of bond premiums.

See Table 15 for population data.

**City of Celina, Texas**  
**Legal Debt Margin Information Last Ten Fiscal Years**  
**(Unaudited)**

**Table 12**

	Fiscal Year									
	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019
Tax rate limit	\$ 2.50	\$ 2.50	\$ 2.50	\$ 2.50	\$ 2.50	\$ 2.50	\$ 2.50	\$ 2.50	\$ 2.50	\$ 2.50
Current tax rate	<u>0.6450</u>									
Available tax rate	<u>\$ 1.86</u>									

**Notes:** The City Charter of the City of Celina, Texas does not provide for a debt limit. Under provisions of state law, the maximum tax rate is limited to \$2.50 per \$100 assessed valuation. No direct bond debt limitation is imposed on the City under current state law.

**City of Celina, Texas**  
**Direct and Overlapping Governmental Activities Debt**  
**As of September 30, 2019**  
**(Unaudited)**

**Table 13**

<b>Governmental Unit</b>	<b>Gross Bonded Debt</b>	<b>% of Debt Applicable to Area<sup>a</sup></b>	<b>Celina Share of Overlapping Debt</b>
<b>Dent Repaid with Property Taxes</b>			
Celina ISD	\$ 106,624,276	60.85%	\$ 64,880,872
Collin County	392,565,000	0.67%	2,630,186
Collin County CCD	246,415,000	0.67%	1,650,981
Denton County	622,085,000	0.06%	373,251
Prosper ISD	<u>791,564,002</u>	6.48%	<u>51,293,347</u>
Subtotal, overlapping debt	2,159,253,278		120,828,636
City of Celina (direct debt)	62,635,000	100%	<u>62,635,000</u>
Total direct and overlapping debt			<u><u>\$ 183,463,636</u></u>

**Notes:** Details regarding the City's outstanding debt is found in the notes to the financial statements. The amounts presented are net of bond premiums.

<sup>a</sup> The percentage of overlapping debt applicable is estimated using taxable assessed property values (before freeze loss). Applicable percentages were estimated by determining the portion of another governmental unit's taxable assessed value that is within the city's boundaries and dividing it by each unit's total taxable assessed value.

**City of Celina, Texas**  
**Pledged Revenue Coverage**  
**As of September 30, 2019 (Unaudited)**  
**Last Ten Fiscal Years**

**Table 14**

**Water and Sewer System Revenue Bonds**



Fiscal Year	Total Revenue <sup>a</sup>	Less: Operating Expense <sup>b</sup>	Net Available Revenue	Annual Requirement	Times Coverage
2009	\$ 3,237,226	\$ 2,118,534	\$ 1,118,692	\$ 1,107,262	1.01
2010	\$ 3,368,661	\$ 2,325,473	\$ 1,043,188	\$ 652,408	1.60
2011	\$ 4,199,387	\$ 2,366,785	\$ 1,832,602	\$ 659,938	2.78
2012	\$ 4,406,232	\$ 2,633,213	\$ 1,773,019	\$ 543,005	3.27
2013	\$ 4,819,636	\$ 2,720,198	\$ 2,099,438	\$ 559,408	3.75
2014	\$ 6,164,464	\$ 2,690,720	\$ 3,473,744	\$ 808,862	4.29
2015	\$ 7,557,801	\$ 3,326,739	\$ 4,231,062	\$ 1,158,447	3.65
2016	\$ 10,171,180	\$ 7,059,651	\$ 3,111,529	\$ 1,697,450	1.83
2017	\$ 13,742,320	\$ 8,982,382	\$ 4,759,938	\$ 1,892,430	2.52
2018	\$ 20,271,504	\$ 10,604,055	\$ 9,667,449	\$ 1,520,733	6.36
2019	\$ 22,258,314	\$ 10,927,759	\$ 11,330,555	\$ 3,398,343	3.33

<sup>a</sup> Includes operating revenues and investment income

<sup>b</sup> Includes operating expenses minus depreciation

<sup>c</sup> Includes Principal and Interest (represents average annual requirement)

**City of Celina, Texas**  
**Demographic and Economic Statistics**  
**Last Ten Fiscal Years**  
**(Unaudited)**

**Table 15**

Fiscal Year	Estimated Population <sup>a</sup>	Personal Income <sup>b</sup>	Per Capita Income <sup>e</sup>	Average Age <sup>f</sup>	School Enrollment <sup>c</sup>	Unemployment Rate <sup>d</sup>
2009	5,133	\$ 243,042,417	\$ 47,349	33	N/A	7.9%
2010	5,390	\$ 263,355,400	\$ 48,860	33	1,904	7.0%
2011	6,028	\$ 319,303,160	\$ 52,970	33	1,953	6.9%
2012	6,209	\$ 342,798,890	\$ 55,210	33	2,013	5.6%
2013	6,457	\$ 355,283,511	\$ 55,023	33	2,035	5.4%
2014	6,715	\$ 384,339,740	\$ 57,236	34	2,075	4.4%
2015	6,984	\$ 415,771,488	\$ 59,532	34	2,201	3.6%
2016	7,683	N/A	N/A	36	2,353	3.8%
2017	10,310	\$ 376,036,630	\$ 36,473	33	2,425	3.2%
2018	13,090	\$ 538,967,660	\$ 41,174	38	2,568	3.3%
2019	17,680	\$ 625,394,640	\$ 35,373	36	2,723	3.3%

<sup>a</sup> **Source:** North Central Texas Council of Governments April 2019 publication

<sup>b</sup> Personal Income calculated by multiplying estimated population by per capita income.

<sup>c</sup> **Source:** Celina Independent School District

<sup>d</sup> **Source:** Texas Workforce Commission calendar year 2019 for Collin County

<sup>e</sup> **Source:** North Central Council of Governments for 2019

<sup>f</sup> **Source:** North Central Council of Governments and U.S. Census Bureau

**City of Celina, Texas**  
**Top Employers**  
**Fiscal Year Ended September 30, 2019 (Unaudited)**

**Table 16**

<b>Major Employers in Celina, Texas</b>	
<b>Employer</b>	<b># of Employees</b>
Celina ISD	329
City of Celina	124
Celina Ready-Mix Concrete	69
Fini Enterprises	68
Brookshire	67
Dickerson Construction	23
Independent Bank	18

**Source:** Respective entities

**City of Celina, Texas**  
**Full Time Equivalent City Government Employees by Function/Program**  
**As of September 30, 2019 (Unaudited)**  
**Last Ten Fiscal Years**

**Table 17**

Function/Program	Dept.	FY 2010	FY 2011	FY 2012	FY 2013	FY 2014	FY 2015	FY 2016	FY 2017	FY 2018	FY 2019
GIS	101	0	0	0	0	0	0	0	0	0	1
Facilities	102	0	0	0	0	0	0	0	0	0	1
Information technology	103	0	0	0	0	0	0	0	0	0	3
Finance	104	0	0	0	0	0	0	0	0	0	8
Library	105	1	1	1	2	2	2	2.5	2.5	3.5	3.5
City secretary	106	1	1	1	1	1	1	2	3	4	2
Development services	107	2.75	2.75	4.5	5	6	6	9	10	16	20
Administration	108	3	3	2	4	4	5	6	6	9	4
Municipal court	109	1	1	1	1	1	1	1	2	2	3
Fire & EMS	110	11.5	11.5	11	11	11	11	16	19	22	41
Streets	111	3.5	4	3.5	4	4	6	7	7	7	7
Police	112	9	9	6	8	8	12	17	19	21	27
Parks	113	3	3	3	4	4	5	5	7	7	8
Community relations	114	0	0	0	0	0	1	1	1	1	1
Engineering	115	0	0	0	0	0	0	4	6	6	9
Human resources	116	0	0	0	0	0	0	0	0	0	2
Main street	127	0.5	0	0	1	1	1	1	1	1	1
<b>Total general fund</b>		<b>36.25</b>	<b>36.25</b>	<b>33</b>	<b>41</b>	<b>42</b>	<b>51</b>	<b>71.5</b>	<b>83.5</b>	<b>99.5</b>	<b>141.5</b>
Water	118	4	4	4	4	4	8	10	10.5	14	14
Wastewater	119	2	3	2	2	2	3	4	5.5	7	8
Utility billing	120	0	0	0	0	0	0	0	3.5	4	3
<b>Total water and wastewater fund</b>		<b>6</b>	<b>7</b>	<b>6</b>	<b>6</b>	<b>6</b>	<b>11</b>	<b>14</b>	<b>19.5</b>	<b>25</b>	<b>25</b>
<b>Total FTE-all funds</b>		<b>42.25</b>	<b>43.25</b>	<b>39</b>	<b>47</b>	<b>48</b>	<b>62</b>	<b>85.5</b>	<b>103</b>	<b>124.5</b>	<b>166.5</b>

**City of Celina, Texas**  
**Operating Indicators by Function**  
**Last Ten Fiscal Years**  
**(Unaudited)**

**Table 18**

Function/Program	Fiscal Year									
	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019
<b>Police</b>										
Number of police officers	9	9	6	8	8	12	16	20	21	27
Average response time (in minutes)	8	1	6	7	6	6	6	6	5	8
Calls for service	11,339	11,013	13,729	12,839	10,882	18,322	18,414	13,422	14,852	17,231
<b>Fire</b>										
Number of calls answered	1,085	1,037	1,114	870	892	932	946	1,174	1,422	1,516
Number of firefighters	9	9	-	-	9	9	14	15	19	41
Number of EMS runs	570	555	613	477	480	457	521	641	704	796
<b>Development Services</b>										
Number of inspections	N/A	N/A	N/A	N/A	N/A	5,000	9,350	34,628	40,009	46,069
Total number of permits issued (all types)	N/A	N/A	N/A	N/A	N/A	1,126	1,688	3,021	2,925	2,548
<b>Municipal Court</b>										
Number of new cases filed	N/A	N/A	N/A	N/A	1,271	1,803	2,520	2,000	1,214	1,260
Fines & fees collected	N/A	N/A	N/A	N/A	259,496	311,869	471,843	400,000	222,750	196,932
<b>Streets</b>										
Miles of streets	N/A	N/A	N/A	N/A	124	138	154	213	241	352
Miles of storm sewer	N/A	N/A	N/A	N/A	31	35	39	48	48	67
Acres of drainage right of way	N/A	N/A	N/A	N/A	7	8	9	9	9	9
Regulatory and warning signs	N/A	N/A	N/A	N/A	594	660	733	753	800	880
<b>Water</b>										
Gallons of water treated (in million gal.)	N/A	N/A	N/A	N/A	365	446	508	671	792	815
Miles of water lines	N/A	N/A	N/A	N/A	90	100	112	134	168	175
Number of valves	N/A	N/A	N/A	N/A	1,514	1,666	1,833	2,504	3,581	4,060
Number of fire hydrants	N/A	N/A	N/A	N/A	517	569	626	998	1,352	1,415
Number of water meters	N/A	N/A	N/A	N/A	2,986	3,351	3,875	4,598	5,948	6,862
<b>Wastewater</b>										
Gallons of WW treated (in million gal.)	N/A	N/A	N/A	N/A	132	147	85	180	209	229
Miles of sewer lines	N/A	N/A	N/A	N/A	61	67	74	94	122	138
Number of lift stations	N/A	N/A	N/A	N/A	13	12	11	11	11	11
<b>Utilities</b>										
Number of active customers	2,122	2,339	2,380	2,497	2,860	3,337	3,902	4,584	5,955	6,862
Number of new customers	402	481	506	569	956	1,273	1,597	2,054	2,464	2,682

\*NA - Information not available

Source: City Departments

**City of Celina, Texas**  
**Capital Asset Statistics by Function /Program**  
**Last Ten Fiscal Years**  
**(Unaudited)**

**Table 19**

Function/Program	Fiscal Year									
	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019
<b>Police</b>										
Stations	1	1	1	1	1	1	1	1	1	1
<b>Fire</b>										
Stations	1	1	1	1	1	1	1	1	1	1
<b>Library</b>	1	1	1	1	1	1	1	1	1	1
<b>Parks and Recreation</b>										
Park Acreage	45.7	45.7	45.7	115.7	115.7	145.7	164.7	164.7	164.7	215.9
Public Parks	3	3	3	3	3	3	3	3	3	3
<b>Streets</b>										
Miles of Streets	N/A	N/A	N/A	N/A	124	138	154	213	241	352
<b>Water and Wastewater</b>										
Miles of Water Lines	N/A	N/A	N/A	N/A	90	100	112	134	168	175
Miles of Sewer Lines	N/A	N/A	N/A	N/A	61	67	74	94	122	138
Number of Lift Stations	N/A	N/A	N/A	N/A	13	12	11	11	11	11

Source: City Departments